THE ARC of INDIANA MASTER TRUST I
2010 INVESTMENTS

The return on the Trust I Fund in 2010 was +11.69%.

In 2009 the return was +20.31%. If you would like to see a copy of the 2008 Investments, please call The Arc Trust office to request a copy.

Trust I includes two investment objectives -- a long-term objective and a short-term objective. The long-term objective seeks the potential for capital appreciation. The short-term objective is to have enough funds available at all times to meet immediate requests for disbursements.

The short-term objective is achieved through use of a Money Market account. At December 31, 2010 approximately 7% of Trust I was invested in a money market account. The balance of the Trust I Fund at December 31, 2010 there was $28,938,890, thus, there was $2,025,722 set aside and available for meeting immediate requests for disbursements.

Where is the remaining ninety-three percent (93%)? Currently, thirty-four percent (34%) is invested in Taxable Bonds and Taxable Bond Mutual Funds, fifty percent (50%) is in Domestic, Balanced and Small Cap Mutual Funds and the remaining nine percent (9%) is invested in International Equities.

The following is a list of the investments in the Trust I portfolio:

Cash .01%
Money Markets & Equivalents 7.19%
    Lipper Money Market Index
Taxable Bonds 12.15%
    Barclays Cap Interm Govt/Credit Index
    Lipper Inter Investment Grade Index
Taxable Bond Mutual Funds 21.75%
    Barclays Cap Interm Govt/Credit Index
    Lipper Inter Investment Grade Index
Domestic Mutual Funds 34.57%
    Standard & Poor's 500 Stock Index
    Lipper Large-Cap Core Index
Balanced Mutual Funds 8.81%
    Lipper Balanced Fund Index
Small Cap Mutual Funds 6.12%
    Russell 2000 Index
    Lipper Small-Cap Core Index
International Equities 6.89%
    MSCI EAFE Gross Index
    Lipper International Fund Index
Emerging Markets 2.51%
    MSCI Emerging Markets Index (Gross)

We believe this combination is prudent for investing. Our approach is intended to meet a beneficiary's immediate needs, and provide the potential for higher long-term return. (Historically, bonds have outperformed money market accounts, and stocks have outperformed bonds.) The higher the return, the more that can be spent for each beneficiary.

PAST PERFORMANCE DOES NOT GUARANTEE FUTURE RESULTS