

January 7<sup>th</sup>, 2009

**ONE - The Public Sector Group of Funds**  
**PERFORMANCE REPORT – December 31<sup>st</sup>, 2008**

Dear ONE Funds Investor:

The following are the performance statistics for all ONE funds as of December 31<sup>st</sup>, 2008. This report is intended to serve only as information, providing average returns over the periods stated. Individual investor returns may vary according to investment time horizon.

**All returns stated are net of fees.**

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**Money Market Fund:** (Inception - May 1<sup>st</sup>, 1995)

Period Ending December 31<sup>st</sup>, 2008: **Compounded Monthly**

Annualized Return - 1 month	5.49%	= (5.83% Income Earned) + (-0.34% Market Impact)
Annualized Return - 3 months	4.59%	= (5.64% Income Earned) + (-1.05% Market Impact)
Annualized Return - 6 months	4.04%	= (5.10% Income Earned) + (-1.06% Market Impact)
Annualized Return - 9 months	3.43%	= (4.60% Income Earned) + (-1.17% Market Impact)
Annualized Return - 1 year	4.00%	= (4.94% Income Earned) + (-0.94% Market Impact)

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**Bond Fund:** (Inception - March 1<sup>st</sup>, 1993)

Period Ending December 31<sup>st</sup>, 2008: **Compounded Monthly**

Annualized Return - 1 year	8.08%	= (4.15% Income Earned) + (3.93% Market Impact)
Annualized Return - 2 years	5.94%	= (4.09% Income Earned) + (1.85% Market Impact)
Annualized Return - 3 years	5.16%	= (4.01% Income Earned) + (1.15% Market Impact)
Annualized Return - Inception	5.75%	= (5.76% Income Earned) + (-0.01% Market Impact)
Non-annualized Growth		
Since Inception	142.56%	= (142.79% Income Earned) + (-0.23% Market Impact)

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**Equity Fund:** (Inception - Jan, 2007)

Period Ending December 31<sup>st</sup>, 2008: **Compounded Monthly**

Annualized Return - 1 month	-22.85%	= (0.00% Income Earned) + (-22.85% Market Impact)
Annualized Return - 3 months	-50.24%	= (0.00% Income Earned) + (-50.24% Market Impact)
Annualized Return - 6 months	-46.71%	= (0.00% Income Earned) + (-46.71% Market Impact)
Annualized Return - 9 months	-31.89%	= (0.00% Income Earned) + (-31.89% Market Impact)
Annualized Return - 1 year	-26.41%	= (0.00% Income Earned) + (-26.41% Market Impact)

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**Universe Bond Fund:** (Inception - August 8<sup>th</sup>, 2008)

**Period Ending December 31<sup>st</sup>, 2008: Compounded Monthly**

Annualized Return - 1 month      16.78%      = (4.76% Income Earned) + (12.01% Market Impact)  
 Annualized Return - 3 month      4.42%      = (4.50% Income Earned) + (-0.08% Market Impact)

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**Net Asset Value:** (December 31<sup>st</sup>, 2008)

		<b>Average Term</b>	<b>Average Duration (Option Adjusted)</b>
Money Market Fund	\$ 247,509,538.00	181.770 days	0.5000 years
Bond Fund	\$ 110,813,904.20	3.175 years	2.733 years
Equity Fund	\$ 44,392,637.72	0.093 years	0.091 years
Universe Corporate Bond	\$ <u>4,904,258.19</u>		
<b>TOTAL</b>	<b>\$ 407,620,338.11</b>		

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