Dear Friends:

We hope that you and your loved ones are healthy and safe during these difficult times for many people. This is your second quarter 2020 update with important news and information about Friends Fiduciary and your account with us.

2020 Second Quarter Commentary and Performance Summary:
Positive sentiment for reopening the economy ignited the stock market during the second quarter, as the S&P 500 Index soared +19.95% from 2,584.59 on March 31 to 3,100.29 on June 30. Volatility decreased as the VIX Index, a measure of volatility, peaked at 82.69 on March 12 and decreased to 30.43 by June 30. Monetary policy has remained accommodative as the Federal Reserve Bank has committed to holding short-term interest rates at zero percent and has engaged in the purchase of high-yield and corporate bonds in an effort to reduce interest rates on longer dated bonds. Fed Chairman Jerome Powell stated that recent consumer sales figures and unemployment rates indicate that the economy is recovering, but improvements ultimately will depend on the evolution of COVID-19 in combination with the Government’s ongoing response.

The unemployment rate increased from 4.4% in March to 14.7% in April but has shown slow and steady improvement as the level in June dropped to 11.1%. Despite recent market optimism, there are still concerns about a resurgence of COVID-19 cases as states begin reopening. The number of daily cases in the US spiked up from 22,635 on March 31 to 43,644 on June 30, and Dr. Anthony Fauci, Director of the National Institute of Allergy and Infectious Diseases, warned that daily cases could increase to 100,000 if disciplined social distancing measures are not maintained. The upcoming presidential election will undoubtedly add more market uncertainty as investors digest information from the 24/7 news cycle we live in and position portfolios for 2021 and beyond.

In terms of performance, the Quaker Growth & Income Fund unit value increased by +14.3% while the Quaker Green Fund increased by +12.9%. The Quaker Index Fund posted a gain of +21.7%, and the Short-term Investment Fund posted a +1.6% gain in the second quarter.

[Continued on reverse]
Friends Fiduciary Corporation
2nd Quarter 2020 Update
July 9, 2020

<table>
<thead>
<tr>
<th>Unit Values*</th>
<th>Growth &amp; Income</th>
<th>Quaker Green</th>
<th>Quaker Index</th>
<th>Short Term</th>
</tr>
</thead>
<tbody>
<tr>
<td>March 31, 2020</td>
<td>$47.32</td>
<td>$34.47</td>
<td>$39.75</td>
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<tr>
<td>April 30, 2020</td>
<td>$51.13</td>
<td>$37.04</td>
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<td>May 31, 2020</td>
<td>$53.00</td>
<td>$38.29</td>
<td>$47.23</td>
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<td>June 30, 2020</td>
<td>$54.07</td>
<td>$38.91</td>
<td>$48.38</td>
<td>$11.04</td>
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</tbody>
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* Unit values are presented net of fees. Quaker Growth & Income and Quaker Green Funds’ unit values are also net of a daily accrual factor for the semi-annual distributions.

**Constituent Loan Program:**

The Friends Fiduciary Constituent Loan Program allows constituents to borrow funds using their investments in the Quaker Growth & Income Fund and Quaker Green Fund as collateral. This important service is available to all constituent investors. Constituents may borrow up to 60% of the value of the borrower’s Quaker Growth & Income and/or Quaker Green Fund investments at the time of the loan application.

This loan program is offered as a service to our constituents. The interest rate applied to the outstanding balance is the prime rate adjusted semi-annually. Interest payments during the life of the loan are deducted from the constituent’s semi-annual distributions. The loan term may be up to five years. During the loan term, constituents may choose to make interest payments only or both interest and principal payments. While not for every group, the constituent loan program allows a meeting or organization to borrow funds in the short term, with up to five years to pay the loan back, all the while maintaining their invested funds.

If you would like more information about the constituent loan program, please contact Sandy Quinn at 215-241-7272 or squinn@friendsfiduciary.org.

**Annual Independent Audit:**

Copies of the Friends Fiduciary 2019 audit have been distributed electronically to all constituent investor organizations. If you have any questions or would like additional information, please contact Sandy Quinn, Finance Director, at squinn@friendsfiduciary.org.

If you have any questions about your statement, account, or Friends Fiduciary, please don’t hesitate to contact me at jperkins@friendsfiduciary.org or 215-241-7272.

Thank you for investing with Friends Fiduciary, I wish you and your families good health!

Sincerely,

Jeff Perkins
Executive Director