

NET ASSETS	\$378,752,123
NAV	21.91
DISTRIBUTION YIELD	4.50
SEC 30-DAY YIELD	3.39

TICKER SYMBOL	NCICX
LIPPER OBJECTIVE	Intermediate Investment Grade
CUSIP NUMBER	643642200
INCEPTION DATE*	July 1, 1999

DISTRIBUTION YIELD indicates the amount of dividends that the Fund actually pays out.

SEC 30-DAY YIELD is based on a 30-day period and is computed by dividing the net investment income per share earned during the period by the maximum offering price per share on the last day of the period.

### INVESTMENT OBJECTIVE

The Fund seeks to provide a high level of current income with preservation of capital. This fund may be suitable for investors who seek a fixed income investment and:

- prefer a bond fund that invests in both corporate and US government securities
- desire income to complement a portfolio of more aggressive investments
- can tolerate performance that may vary from year to year
- prefer a relatively conservative investment for income

### INVESTMENT STRATEGY

The Fund invests primarily in corporate bonds and government bonds issued or guaranteed by the U.S. government or one of its agencies, and mortgage-backed securities of varying maturities. Investment decisions made by the Fund are consistent with the social-witness principles of the General Assembly of the Presbyterian Church (U.S.A.).

### INVESTMENT CONCERNS

Bond Funds will tend to experience smaller fluctuations in value than stock funds. Fluctuations in price, especially for longer-term bonds in environments of changing interest rates, should be anticipated. Asset-backed and mortgage-backed securities are generally subject to higher prepayment risks than other types of debt securities, which can limit the potential for gain in a declining interest rate environment and increase the potential for loss in a rising interest rate environment. Mortgage-backed securities may also be structured so that they are particularly sensitive to interest rates. A high rate of defaults on mortgages held by a mortgage pool may limit the pool's ability to make payments to the fund if the fund holds securities that are subordinate to other interest in the same mortgage pool; the risk of such defaults is generally higher in mortgage pools that include subprime mortgages. Other principal risks associated with securities in the Income Fund are the following: Interest Rate Risk, Call Risk, Credit Risk, Put and Call Option Risk, Foreign Securities Risk, Options and Futures Risk, Government Securities Risk and Rebalancing Risk. For a more complete description of these risks, please consult the Prospectus.

### INVESTMENT PERFORMANCE (as of 12/31/09)

AVERAGE ANNUAL TOTAL RETURNS	NCICX	Barclays Capital Intermediate Aggregate Index <sup>1</sup>
Latest Quarter <sup>2</sup>	0.54%	0.53%
Year to Date <sup>2</sup>	12.81%	6.46%
1 Year	12.81%	6.46%
3 Year	0.58%	6.11%
5 Year	1.52%	4.97%
7 Year	2.12%	4.62%
10 Year	4.15%	6.09%

NET EXPENSE RATIO: 0.87%

GROSS EXPENSE RATIO: 1.12%

The GROSS EXPENSE RATIO is based on the most recent prospectus. The Fund's advisor has contractually agreed to limit the fees for the period from July 1, 2009 through October 31, 2010.

The NET EXPENSE RATIO is based upon the Gross Expenses less the fees waived by the Advisor. Had this waiver not been in effect, the performance would have been lower. The ratios also include those expenses incurred indirectly by the Fund as a result of investments in shares of one or more investment companies. Excluding these acquired fund fees and expenses, the Gross Expense Ratio would be 1.11% and the Net Expense Ratio would be 0.86%.

<sup>1</sup>The Barclays Capital Intermediate Aggregate Index is an unmanaged indices of fixed income securities. Unmanaged indices are not available for direct investment.

<sup>2</sup>Aggregate total return

Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. Total return figures include change in share price, reinvestment of dividends and capital gains. The investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. To obtain performance information current to the most recent month end, please visit [www.NewCovenantFunds.com](http://www.NewCovenantFunds.com) or call 877.835.4531.

\*The performance information prior to July 1, 1999 represents performance records of the private pools previously managed by the Presbyterian Church (U.S.A.) Foundation, the predecessor entity to the Advisor. These private pools had investment objectives and policies in all material respects equivalent to those of the Funds. They were not subject to the requirements of the Investment Company Act of 1940 or the Internal Revenue Code of 1986, which may adversely affect performance results. The performance has been restated to reflect the total estimated expenses of the Funds and assumes reinvestment of dividends and distributions.

## INVESTMENT ADVISOR PROFILE

One Compass Advisors serves as investment advisor to the Funds. The Advisor's staff and consultants work with the investment advisor's committee to select the sub-advisors to recommend to the Funds and provide ongoing oversight of the activities and performance of the sub-advisors. The committee is comprised of volunteer Presbyterians who combine expertise in investment and marketing areas with faith-based values.

## INVESTMENT SUB-ADVISOR PROFILE

**Robert W. Baird & Co.** pursues a core, duration-neutral strategy, which will attempt to mitigate risk associated with changes in interest rates relative to the benchmark, while pursuing credit and sector opportunities.

**Earnest Partners, LLC** has a core bond management approach, emphasizing AAA-rated securities that are backed by the full faith and credit of the U.S. Treasury, but are not Treasury securities.

**Sterling Capital Management, LLC** pursues a core strategy that will attempt to capitalize on duration, sector, and credit opportunities.

This material is authorized for distribution to prospective investors only when preceded or accompanied by a current prospectus which contains more complete information including fees and expenses. Please read it carefully before investing or sending money.

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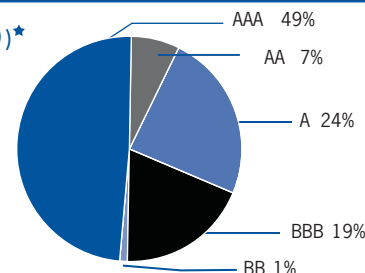
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## TOP TEN HOLDINGS (as of 12/31/09)\*

NEW COVENANT INCOME FUND			
FNMA, 5.500%, 09/01/2034	1.4%	FNMA, 6.114%, 02/01/2012	1.2%
FNMA, 5.000%, 04/25/2034	1.3%	FNMA, 5.000%, 07/01/2035	1.2%
FNMA, 6.200%, 01/01/2011	1.3%	FHLMC, 5.000%, 02/15/2020	1.1%
FNMA, 5.000%, 03/01/2036	1.2%	Banc of America, 5.675%, 07/01/2046	1.1%
FNMA, 6.100%, 04/01/2011	1.2%	FNMA, 0.000%, 01/22/2010	1.0%

## QUALITY BREAKDOWN (as of 12/31/09)\*

\* Portfolio composition is subject to change.



## SECTOR BREAKDOWN (as of 12/31/09)\*

	NCICX	Barclays Capital Intermediate Aggregate Index
Government-related	52%	52%
Corporate	18%	16%
Commercial MBS**	10%	4%
Treasury	8%	27%
Non-Agency Residential MBS**	4%	1%
Asset Backed	3%	-
Municipal	2%	-
Cash	2%	-

\*\*MBS - Mortgage-Backed Securities.

## FUND NEWS

Fourth quarter 2009 marked the end of an eventful decade that included historic highs and lows. Bond markets performed well as spreads narrowed. Bonds as measured by the Barclays Intermediate Aggregate Index were up 6.46% in 2009.

In this environment, the New Covenant Income Fund posted strong results for the year, rising 12.81%.

The New Covenant Income Fund's move to three new sub-advisors early this year reduced risk and yielded excellent results. Baird Advisors, Earnest Partners, and Sterling Capital Management all emphasize careful credit analysis and risk control. These three core-bond managers together deliver a high-quality, intermediate-term bond portfolio.

We thank you for your continued confidence in New Covenant Funds.

Visit [www.NewCovenantFunds.com](http://www.NewCovenantFunds.com) for monthly performance information. Simply click on the "Performance" tab of the fund you are interested in viewing.