STATE CENTRAL BANK
PENSION COMMON TRUST FUND

The State Central Bank Trust Department manages a fund available to qualified retirement plan participants called the Pension Common Trust Fund. The fund's objective and strategy is one of seeking long term capital growth by investing in a portfolio of domestic and international stocks. The fund manager may also select investments in stock mutual funds and fixed income securities.

The attached Morningstar.com™ report describes the type and diversification of the publicly traded assets in the portfolio and the risk characteristics of that portion of the portfolio. The cash reflected on the attached report is held in a temporary cash management account that pays a rate of interest that is set each month using commercial paper rates derived from data supplied by the Depository Trust and Clearing Corporation.

William Logan, Chairman of the Board of State Central Bank, managed the fund beginning with its inception in 1992 through 2007. It is currently managed by Tyler Logan, Trust Officer of State Central Bank and reviewed each month by the Directors Trust Committee. State Central Bank has been in continuous operation for over 150 years. The bank is headquartered in Bonaparte and has branches in Farmington and Stockport, and its Trust Department serves all those locations. The Pension Common Trust Fund is not FDIC insured.

The annual performance of the Pension Common Trust Fund on the table below is calculated by subtracting the previous year's unit price (i.e. 2017) from the latest year's unit price (i.e. 2018) and divides that result by the previous year's unit price (i.e. 2017) to calculate the return for each year. The annual returns are then averaged for the most current 3, 5 and 10 year periods.

The Pension Common Trust Fund Performance on the table below is net of plan level expenses. As of September 30, 2018, year to date plan expenses were: .26% of the total value of the Pension Common Trust Fund. Plan level expenses are transaction fees which include brokerage commissions and audit fees from third parties which are charged at cost to the fund and charged against participants' accounts. State Central Bank does not charge the Pension Common Trust Fund any fees.

The performance information provided presents returns over time. The performance information represents past performance and cannot guarantee future results. Current performance may be lower or higher than the performance shown. Investment return and principal value will fluctuate. An investor's shares, when redeemed, may be worth more or less than their original purchase price.

Participant investments and redemptions in the Pension Common Trust Fund are transacted at month end rather than on a daily basis. Pension Common Trust Fund performance calculations include the reinvestment of dividends and capital gain. For the period ending September 30, 2018, the rate of turnover of assets in the Pension Common Trust Fund portfolio was: 37.7%. That rate was calculated by dividing the total net proceeds of assets sold during the year by an average fair market value of the fund over the course of that year.

	Pension Common Trust Fund
Current YTD Rate of Return As of 09/30/2018:	3.13%
CALENDAR YEAR RATE OF RETURN	
1 year return (2017):	7.26%
AVERAGE CALENDAR YEAR RATE OF RETURN	
3 year average return:	9.81%
5 year average return:	14.59%
10 year average return:	8.49%

Previous performance calculations for the Pension Common Trust Fund may have been calculated using a weighted average. The calculations above for the Pension Common Trust Fund use a simple average. If you need further information about how to compare previous performance calculations for the Pension Common Trust Fund to these performance calculations, please contact the State Central Bank Trust Department below.

For copies of financial statements and report and a list of all the assets comprising the Pension Common Trust Fund portfolio, please contact:

Trust Department
State Central Bank
511 Blondeau St. Ste. 2
Keokuk, IA 52632
319-526-3862

The Pension Common Trust Fund is not designed or managed to be compared to a specific benchmark and no comparable funds, benchmarks or indices have been identified which have similar investment strategies and asset compositions. The investment manager sometimes compares the performance of the publicly traded portion of the Pension Common Trust Fund portfolio to that of other benchmarks on indices such as those listed below. The performance calculations below were obtained from the Wall Street Journal. The formulas used to calculate performance were not disclosed in that report. State Central Bank did not perform the performance calculations listed below except to calculate a simple average for the five and ten year calendar year performance returns found in that report.

	S&P 500	NASDAQ
CALENDAR YEAR RATE OF RETURN		
1 year return (2017)	19.4%	28.2%
AVERAGE RATE OF RETURN		
3 year average return	9.91%	11.95%
5 year average return	14.15%	17.51%
10 year average return	8.25%	12.27%

Morningstar.com X-Ray Interpreter View Print Report

Portfolio Name	Date	Current Value
PCTF	9/28/2018 at 9:05 AM	2,008,845.39

Asset Allocation | Holdings Detail

	Long%	Short%	Net%
Cash	9	0	9
U.S. Stocks	84	0	84
Foreign Stocks	7	0	7
Bonds	0	0	0
Other	0	0	0
Not Classified	0	0	0
Total	**100**	**0**	**100**

☐ Show Short Position

Learn more about asset allocation

Your portfolio is aggressive. An asset mix such as yours normally generates high long-term returns but can be very volatile. Financial planners typically recommend these types of mixes for investors who have investment horizons longer than 10 years, need high returns, and are comfortable with a high level of risk.

Stock Style Diversification | Holdings Detail

	Your Portfolio (%)	Wilshire 5000 (%)
Large Cap Value	**37.03**	38.10
Large Cap Growth	**11.10**	40.89
Mid/Small Value	**44.22**	10.95
Mid/Small Growth	**7.66**	10.06

Your overall portfolio style: **Value**

Your portfolio's stock exposure is biased toward conservatively priced value stocks. Among these, it is worth noting that compared to the broader stock market, you have a healthy mix of small, medium, and large companies. Depending on your investment goals, you may want to further diversify your portfolio by increasing your exposure to growth stocks.

Stock Sector | Holdings Detail

	Portfolio (% of Stocks)	Value (%)
Cyclical	**53.53**	**37.74**
Basic Materials	0.00	4.12
Consumer Cyclical	21.53 ◆	11.01
Financial Services	30.38 ◆	19.42
Real Estate	1.62	3.19
Sensitive	**19.42**	**38.31**
Communication Services	0.92	3.16
Energy	2.41 ◇	8.95
Industrials	4.09 ◇	12.56
Technology	12.01	13.64
Defensive	**27.05**	**23.92**
Consumer Defensive	8.48	7.65
Healthcare	13.12	12.47
Utilities	5.45	3.81
Not Classified	0.00	0.00

Change Benchmark: S&P 500 similar investment style

You have a value portfolio. Compared with a benchmark with a similar investment style:

◆ You have a lot of exposure to sectors marked by this icon. You should take special note of your large position in financial services stocks. Financial services stocks may not be the riskiest ones out there, but their prices tend to move together and can react strongly to factors that affect stock market, such as rises in interest rates.

◇ You have very little exposure to sectors marked by this icon.

Stock Type | Holdings Detail

	Portfolio (% of Domestic Stocks)	Value (%)
High Yield	**8.08**	1.66
Distressed	**0.00**	0.93
Hard Asset	**4.36** ◇	10.73
Cyclical	**34.99**	45.70
Slow Growth	**21.42**	18.27
Classic Growth	**13.40**	10.26
Aggressive Growth	**8.46** ◆	5.22
Speculative Growth	**6.19**	2.81
Not Classified	**3.11**	4.40

Change Benchmark: S&P 500 similar investment style

You have a value portfolio. Compared with a benchmark with a similar investment style:

◆ You have a lot of exposure to stock types marked by this icon.

◇ You have very little exposure to types marked by this icon.

World Regions | Holdings Detail

Greater Asia **Americas** **Greater Europe**

Fees & Expenses | Holdings Detail

Average Mutual Fund Expense Ratio (%)	**0.00**
Expense Ratio of Similarly Weighted Hypothetical Portfolio (%)	**0.00**
Estimated Mutual Fund Expenses ($)	**0.00**
Total Sales Charge Paid ($)	**2,155.38**

Either you own no mutual funds or we do not have the data necessary to provide a written evaluation of the expense ratios of your holdings. You can still view detailed cost data on individual holdings, however.

0-10 10-20 20-50 50-90 >90%

	Stock Exposure (%)	Foreign Stocks (%)	MSCI-EAFE (%)
North America	**95.02**	0.00	1.57
Latin America	**0.00**	0.00	0.02
United Kingdom	**0.00**	0.00	16.54
Europe Developed	**0.00**	0.00	44.56
Europe Emerging	**0.00**	0.00	0.00
Africa/Middle East	**0.00**	0.00	0.47
Japan	**0.00**	0.00	24.48
Australasia	**0.00**	0.00	6.79
Asia Developed	**0.00**	0.00	5.10
Asia Emerging	**4.98**	100.00	0.48
Not Classified	**0.00**	0.00	0.00

While Morningstar has the data necessary to evaluate the regional exposure of your portfolio, you have so few assets in foreign stocks that it is not relevant for us to provide a written assessment of their regional distribution. Foreign stocks are an excellent diversifier, and you may want to consider increasing your exposure to them. In any case, you can still view the regional breakdown of individual portfolio holdings.

Stock Stats | Holdings Detail

	Your Portfolio	Relative to S&P 500
Price/Prospective Earnings	**10.28**	0.57
Price/Book Ratio	**1.72**	0.55
Return on Assets (ROA)	**6.73**	0.84
Return on Equity (ROE)	**49.50**	2.15

	Your Portfolio	Relative to S&P 500
Projected EPS Growth - 5 yr %	**9.17**	0.75
Yield %	**2.12**	1.30
Average Market Cap $mil	**14,103.53**	0.13

Top 10 Holdings | Holdings Detail

% of Assets	Holding Name	Stock Industry/ Fund Category	Price ($)	Market Value ($)	YTD Total Return (%)
9.32	Cash		1.00	187,254.90	---
3.50	Fidelity National Fi	Insurance - Specialty	39.05	70,290.00	1.86
3.13	Southwest Airlines C	Airlines	62.79	62,790.00	-3.51
3.12	KKR & Co Inc	Asset Management	27.22	62,594.50	33.00
2.85	Sabre Corp	Information Technology Services	26.00	57,200.00	30.24
2.72	AMC Networks Inc A	Media - Diversified	65.88	54,680.40	22.50
2.60	Nexstar Media Group	Broadcasting - TV	80.40	52,260.00	4.64
2.56	Tailored Brands Inc	Apparel Stores	25.72	51,440.00	20.20
2.55	Infosys Ltd ADR	Information Technology Services	10.22	51,304.90	28.34
2.42	Meritage Homes Corp	Residential Construction	40.45	48,540.00	-21.29