

Stable Value Fund

FUND FACTS

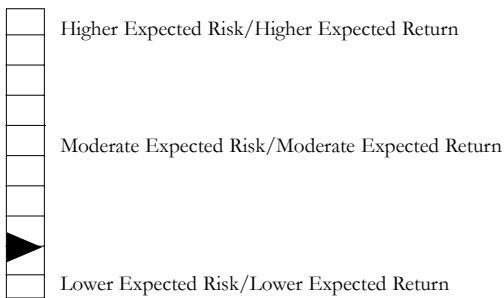
A collective investment fund managed by Barclays Global Investors

WHO SHOULD CONSIDER INVESTING IN THIS FUND?

This Fund is intended for short-term investors seeking to preserve the value of their investment and achieve a stable return.

Stable value investments are appropriate for investors who want to maintain a stable dollar value for their invested principal, need access to their money in the near future, and take a conservative approach to investment risk.

RISK/RETURN POTENTIAL



Risk is the possibility that you will lose money—or not make money—on your investment. All investments involve some degree of risk, which is often commensurate with the level of return that could be expected from such investments. Investments with higher/lower expected returns often have higher/lower levels of risk.

While stable value funds are designed to maintain a stable share price, they have a high level of inflation risk, or the possibility that their returns will not keep up with inflation.

This chart is for illustrative purposes only and does not predict future risk or performance.

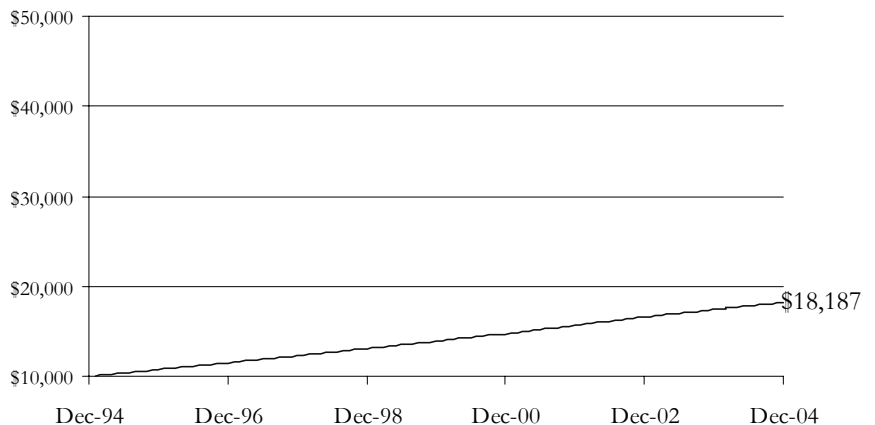
WHAT THE FUND INVESTS IN

The Pentegra Stable Value Fund invests primarily in Guaranteed Investment Contracts (GICs), which are individually negotiated investments offered by insurance companies. The Fund also invests in Synthetic Guaranteed Investment Contracts (SGICs). These contracts are individually negotiated agreements between the Fund manager and the insurance company or bank that issues them. Most of these contracts pay a constant rate of interest over a specified period of time. However, the rate of interest for this Fund can fluctuate, because individual contracts will mature and be replaced.

WHY INVEST IN A STABLE VALUE FUND?

Investments such as GICs and SGICs provide investors with protection from interest rate risk since their contracts span short periods of time (usually two to seven years). The trade-off for investors who opt for stable value investments is lower appreciation over longer periods of time. Stable value funds are primarily for short-to-medium term investors who wish to preserve investment capital and minimize risk.

GROWTH OF \$10,000



This graph represents the growth of a hypothetical investment of \$10,000. It assumes reinvestment of all income. Returns reflected here are those of a fund with a similar investment strategy. Past performance is no guarantee of future results.

Stable Value Fund

PERFORMANCE

PERFORMANCE NOTES

Fund returns are reported gross of management fees. All income is reinvested in the Fund and reflected in the unit value. Barclays Global Investors (BGI) began management of this Fund on June 17, 1997. Returns prior to June 17, 1997, reflect actual performance of this Fund. Past performance does not guarantee future results.

FEES AND EXPENSES

Expenses charged vary by fund. Please refer to the monthly investment performance summary for specific fee information.

FUND MANAGER

The Fund is managed by Barclays Global Investors (BGI).

FUND STRUCTURE

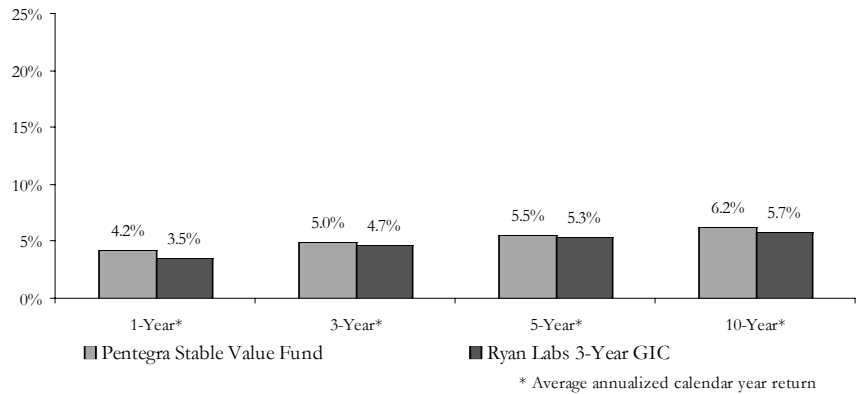
The Pentegra Stable Value Fund is an unregistered custom separate account created for Pentegra. Although this investment is referred to as a "Fund", it is legally structured as a custom separate account. The only investors in this account are participants in a Pentegra plan.

The Fund is a collective investment fund and is privately offered. Prospectuses are not required.

WHAT IS THE FUND'S BENCHMARK?

The Fund seeks to track the performance of the Ryan Lab 3-Year GIC, a widely used barometer of the performance of stable value investments.

PERFORMANCE



TOP 10 HOLDINGS

Rabobank Nederland ¹	23.0%
Monumental Life ¹	22.7%
Bank of America	16.9%
State Street Bank ¹	13.2%
Hartford Life Insurance Co.	4.3%
GE Capital Assurance Co.	3.1%
Security Life of Denver	2.8%
Canada Life	2.6%
Protective Life	2.6%
Mellon Bank, N.A.	1.5%

DIVERSIFICATION

Synthetic GIC	70.9%
Traditional GIC	21.2%
Pooled Stable Value Fund	5.5%
Cash	2.4%

¹ The Fund assets shown for these banks and insurance companies are actually shares in funds managed by Barclay's Global Investors. These funds are high-quality, well-diversified fixed income (bond) funds managed to track an underlying index. These banks and insurance companies provide third-party guarantees assuring that participants will receive book value for any plan-related transactions (retirement, transfers to other plan options, etc.). If the market value of the bond funds is less than the book value at the time of the transaction, these banks and insurance companies will make up the difference. The value shown for this investment is the book value of the fund shares. It is comprised of the market value of the fund shares plus, if market is less than book, the value of the "insurance" provided by these banks and insurance companies. The value of the insurance is typically no more than 5% of the total value of the investment.