

TROSTLE INVESTMENT PORTFOLIO (TIP)
A Student-Managed Investment Portfolio
3rd Quarter Report
30 September 2012

For the third quarter ending 30 September 2012, the Elizabethtown College student-managed investment portfolio rose 7.49% compared to a rise of 6.35% for the S&P 500 Stock Index. Year-to-date, the student portfolio has risen 16.46% compared to a rise of 16.44% for the S&P 500. Since inception (August 2007), the student portfolio has risen at a compound annual rate of 7.71% compared to a rise of 2.03% for the S&P 500.

Since the previous quarterly report ending 30 June 2012, the TIP distributed \$8,218 to the College's operating fund as provided for in the Investment Policy Statement. This amount represents 4.0% of the trailing 12 quarters' average market value of the portfolio.

Subsequent Events:

On 2 October the students in BA424 Investments voted to:

- Sell 300 shares of Bed Bath & Beyond Incorporated (BBBY), net amount \$18,740.

Compliance:

To my knowledge, the student portfolio is in compliance with the Investment Policy Statement with the exception of the cash balance. As a result of the sale of BBBY, the cash balance is 21% of the portfolio value as of 9 October 2012 (target = 10%; maximum = 20%).

Sincerely,

Randy Trostle, Ph.D.
Department of Business
Elizabethtown College
9 October 2012