

December 8, 2016

Dear MEBT Participant:

On November 14, 2016, a pricing error of the MEBT Balanced Fund was discovered by Matrix Trust Company and corrected. The pricing inaccuracy resulted in an overstated market value of the Fund on November 11, 2016.

What caused this pricing error? An underlying security in the MEBT Balanced Fund was incorrectly posted at Matrix Trust Company causing the net asset value of the MEBT Balanced Fund to be overstated. The error was discovered and corrected on November 14, 2016. The cause of the error has been identified and controls have been put into place to ensure this will not occur in the future.

How did this impact me? If you viewed your account online on November 14, 2016, your balance in the MEBT Balanced Fund (as of November 11, 2016) would have been overstated by approximately 0.38%. This represents an overstatement of \$0.08 of the net asset value (NAV) of the MEBT Balance Fund.

Example: If you viewed your account online on November 14, 2016 and you held 100 units of the MEBT Balanced Fund with the incorrect NAV of \$21.4634 per share, your balance would have reflected \$2,146.34. The correct NAV was \$21.3823 and the correct balance should have reflected \$2,138.23.

Contributions to MEBT: If you made a contribution into the MEBT Balanced Fund on November 11, 2016, your contribution purchased fewer units than it would have purchased at the correct NAV. Matrix Trust Company and the Third Party Administrator (TPA) corrected the NAV on November 14, 2016 and adjusted the number of units accordingly on November 16, 2016. Your account would have reflected the correct NAV and units on the MEBT.org website on November 17, 2016.

Distributions: If you had a partial distribution processed on November 11, 2016, the dollar amount was processed correctly; it was the amount of units sold which was overstated. On November 16, 2016, the remaining units were adjusted accordingly and would have reflected the correct NAV and units on the MEBT.org website on November 17, 2016.

How can I view my current account balance? You can always check your account balance online by going to MEBT.org and logging into your account. The website allows you to generate a Personal Activity Summary for you to view your account balance for any specified time period that you choose. If you don't know your PIN, you can call the MEBT Service Center at 1-877-690-5410 between 8:30 am and 5:00 pm Pacific Time to receive your PIN after providing proper identifying information.

Do I need to do anything? No. Matrix Trust Company in conjunction with the TPA has corrected the problem to ensure all trust and participant records are accurate.

Did this result in a loss to my account? No. As mentioned above, the pricing issue has been corrected and there has been no loss to your account.

We apologize for the inconvenience this may have caused you. Should you have any additional questions, please feel free to contact David Appleby at Matrix Trust Company toll-free at (800) 458-9269 ext. 1389.

Sincerely,
Matrix Trust Company