

“Net Appreciation” (of Securities Comprising PM Principal)

“Net Appreciation” (“NA”) measures the growth or diminishment in dollar value of the PM principal which is attributable solely to appreciation and depreciation in the values of securities held in the fund. The NA from the beginning of a cemetery’s official accounting year to the end of that same year is the primary calculation.

For cemeteries which have adopted SFAS #124, data for the lines below labeled “Realized Capital Gains/Losses (income)” and “Unrealized Capital Gains/Losses (income)” can be obtained directly from the Statement of Activities (PM Fund) of the audited Annual Report.

Cemeteries which keep their records “at cost” and list only “Realized Capital Gains (income)¹” can calculate “Unrealized Gains (income)” by subtracting the aggregate difference between market and cost of the PM portfolio at the beginning of the year from the aggregate difference between market and cost of the PM fund portfolio at the end of the year.

NOTE: Either or both Realized and Unrealized Gains/Losses “income” could be (a) negative number(s).

Guideline For Calculation of “Net Appreciation”

For the purpose of calculating Maximum Annual Appropriation of Net Appreciation (pursuant to N-PCL §1507(a)(2), as amended), “Net Appreciation” for the three years previous must be calculated. For each of these three previous years, Net Appreciation shall be calculated as follows:

PM Fund Realized Capital Gains/Losses (income)....._____

PM Fund Unrealized Capital Gains/Losses (income)....._____

TOTAL = Net Appreciation _____

¹ Such cemeteries, it is assumed, will have calculated Realized Capital gains using historical cost of securities as “basis”.