

July 2005

Dear Client,

You may have noticed that First Affirmative Financial Network is now mailing quarterly reports directly to you. If you signed up for FAFN electronic delivery, you are already logged in and viewing the reports and newsletters saved on the secured web site for you. If you are receiving this by paper mail, you will notice that we are no longer personally assembling the mailing but it is all done by FAFN's mailing house. While perhaps a bit less personal, either way, this is a good time saver and frees us up to do more meaningful work for you. Let us know if you want to switch to electronic delivery, or back to paper for that matter.

Ok, enough with the mundane, now something that really has to do with what we're all about: In June, two new studies came out finding that more large companies in the U.S. and around the world are issuing annual reports describing their social and environmental performance. Members of a Social Investment Forum working group, Social Investment Research Analysts Network (SIRAN), completed a study on sustainability reporting by companies in the S&P 100 Index. Remarkably, they found that 39 of the S&P 100 now issue annual corporate social responsibility reports, and 24 now issue reports based on the Global Reporting Initiative (GRI) guidelines. A copy of the press release summarizing their findings and more is at [www.siran.org](http://www.siran.org). Let us know if you need a print copy mailed to you. SIRAN now has a similar effort underway looking at reporting of Equal Employment Opportunity (EEO) data among these same companies.

Want to do more with just a little time? The Social Investment Forum's Advocacy & Public Policy program ([www.sriadvocacy.org](http://www.sriadvocacy.org)) can help you take direct action via public comment and other letters that you can sign via tools on their web site.

Please give us a call if you have any questions about your accounts or financial planning decisions. Otherwise, we look forward to talking with you at our next scheduled financial review.

Sincerely,



Eric A. Smith



Wade G. Smith