



Singing River Health System Employees' Retirement Plan & Trust

Investment Performance Report

Periods ended 03/31/2017



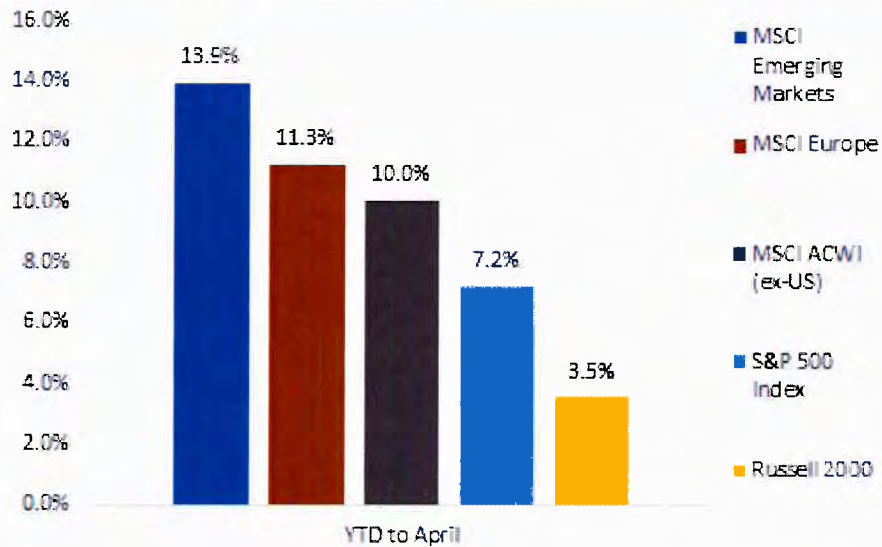
FIDUCIARY VEST

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Market Commentary

“Oh, mercy, mercy me; things ain’t what they used to be” - Marvin Gaye



We suggested three months ago in this space that the 2016 election results heralded changes of the likes not seen in America in decades¹. The one sure thing at the time was that financial markets had been registering enthusiasm and positive results from mere hours after Election Day forward. That trend has largely continued well into 2017, with Non-US markets showing some of the Love (American Style) witnessed in late 2016.

Clearly, attitudes about several primary economic influences – healthcare finance, tax policy, and regulatory interpretation – have shifted significantly from the worldview that remained intact through most of

2016. As Exhibit A, repeal and replacement of the Affordable Care Act played out in a multi-act drama over the winter and spring, with no passed legislation to date. Making transformative tax changes are similarly front-loaded into the 2017 political calendar, presumably in the hopes that their purported economic benefits will bend the economic growth curve upward from its recent doldrums².

Second only to the Trump agenda summarized above, recent investor concern also centers around interest rates and the Fed’s announced upward path for short term interest rates. Bonds roughly earned their (low) coupon for the first calendar quarter, with a bit of capital gain added since then with rates dropping as the Fed backed off its early 2017 more hawkish stance (see table).

| Date | Action | New Fed Funds Target |
|---------|---------|----------------------|
| 12/2016 | +0.25%; | 0.5% to 0.75% |
| 02/2017 | None | 0.5% to 0.75% |
| 03/2017 | +0.25%; | 0.75% to 1% |
| 05/2017 | None | 0.75% to 1% |

¹ And Now For Something Completely Different - <http://fiduciaryvest.com/now-something-completely-different/>

² Gross domestic product increased at a 0.7 percent annual rate... the Commerce Department said on Friday... the weakest performance since the first quarter of 2014. <http://www.cnbc.com/2017/04/28/first-estimate-of-2017-q1-gdp.html>

“Go on take the money and run”

- Steve Miller

Health finance and tax legislative priorities are inter-related, complex and controversial, and will be more arduous to implement than a shift in regulatory policy, subject as they are to action from Congress (with the attendant personal grandstanding and horse trading inherent in the body's functioning). While value judgments about the efficacy of these as yet unknown outcomes of course vary by political philosophy, markets continue to discount things expected to be positive for business and economic welfare if they get done as if they **have already been** done.

Disappointment, should one or more of those expectations (for example, lower corporate tax rates leading to repatriation of hundreds of billions of overseas US corporate cash hoards) would likely take some wind out of equity markets' sails. With US stocks up 7/10th of their long term average already in 2017, investors might be forgiven for considering the old market saw of “sell in May and go away,”

Perusal of print and video media of late indicate that there appears to be more than passing interest about whether President Trump's unorthodox style or his opponents antipathy toward him (which seem quite tightly intertwined) will cause his agenda to stall or him to stumble badly enough to immunize his stated economic growth agenda. This column pursues political neutrality, and we thus have no particular dog in the hunt related to the policies being vetted in Washington. We trust for a workable (though imperfect) outcome in the wisdom and durability of the American government's system of multiple checks and balances – federalism, split authority among branches, frequent elections, etc.

We have gleaned from our frequent conversations with clients that investment decision makers remain concerned about, in no particular order:

- producing adequate future returns in a world that is largely expecting lower ones;
- making up “lost ground” if portfolios include capital protection strategies instituted in the aftermath of 2008;
- the specter of “payback” for the now eight-plus “fat” return years of the post great financial crisis

For our part, as we've said in this space previously, our primary current concern revolves around decision making in what largely amounts to only the recovery portion of a capital market cycle. Risk control should be valued above heroics, portfolio wise, and that includes not abandoning diversification that appears to “not be working” lately. Much about investing is uncertain, and the older we get the more we value humility, are suspicious of absolutes, and find great value in answering queries with “it depends,” before trotting out a pre-fabricated solution.

We do not see in our review of the asset class landscape any obvious “red alert” signals, and yet find few if any “fat pitch” opportunities that are compelling on a risk-adjusted basis. The one area that comes the closest to the latter is the divergence between results for US and Non-US Equity benchmarks, leading to active discussions with clients related to portfolio adjustments in that regard.

US market returns exceeded Non-US by ~60% compounded at the index level from 2007 – 2016.

| <u>Annualized Returns</u> | S&P 500 | MSCI World Ex-US | Excess Return |
|---------------------------|---------|------------------|---------------|
| 5 Years | +14.7% | +5.0% | 9.7% |
| 10 Years | +7.0% | +1.0% | 6.0% |

“...I think it’s a shame that I get feelin’ better when I’m feelin’ no pain” -Gordon Lightfoot

The one area that keeps us up at night³ relates to an unknowable; and yet we cannot help but wonder how the strange, experimental monetary policy that has been lately wrought globally might impact asset values, inflation, interest rates, currency values and other such opaque macroeconomic influences on long term returns on capital, which is after all what our clients seek. Central bankers have taken it upon themselves to dampen near term financial market instability via the expansion of paper money and credit with what we suspect is little actual knowledge of the long term consequences. (We cannot recall the source, but found the comment accurate that future central bankers will look back and observe that the Fed, after 2012 or so, had likely created much more in the way of future financial excesses to be corrected than the financial crisis excess of 2008 for which they were trying to compensate. Feeling no pain, **on their watch** anyway.) We take little comfort that Fed chair Janet Yellen recently acknowledged⁴ a concern over the necessary if not yet sufficient conditions for inflation, courtesy of years of loose money.

In fact, thinking about the 1970s and its rampant price inflation provided the inspiration for this quarter’s series of (mostly) song lyric headlines. Things “*ain’t what they used to be*,” as the late, great Marvin Gaye put it, when the financial ecosphere obsesses over the minute increments of Federal Reserve fed funds rate tinkering, yet appears little concerned with precisely how the same Fed might unwind the **3+ TRILLION dollars** in securities that have ballooned its assets and thereby surreptitiously expanded the supply of US dollars⁵. *We don’t want to get off on a rant here, but...*What normally happens to the price / value of something for which supply dramatically expands? And what about the monetary expansion the rest of the globe has been on?

Experience tells us that market volatility, again plumbing new lows of late as measured by the VIX index, is unlikely to remain perennially quiescent. That a hedge fund manager we respect, long closed, recently raised capital to be ready for future dislocated opportunities on a large scale is not predictive necessarily, but it isn’t comforting either. The famous line from the film **Bridge on the River Kwai**, “*of course there’s always the unexpected*” is a wise mindset to adopt in our view.

Several recent musings we read in the plethora of investment opinions we gather were somewhat dour about debt expansion and monetary mischief. This sent us in search of primary insight into prior times - again, the 1970s - when the linkage between economics and social policy created a backdrop of similar societal discontent. It’s not a light read, but for the intrepid, we highly recommend [The Anguish of Central Banking](#), by former Federal Reserve Chairman Arthur Burns (link below⁶) for its lucid assessment of the connection between political pressures and monetary debasement on the one side and the values and (expanding list of) wants, priorities and baseline expectations of America’s citizenry. It is difficult in our view to read the ideas this treatise so thoroughly outlines and not connect them to today’s societal debates over resources and their appropriate use and (re)distribution.

Promises are hard to unmake, once-proffered benefits difficult to reduce, political consensus problematic to achieve, and the clock is ticking on some sizable problems, like large on balance sheet US debt (\$18 trillion and counting), as well as perhaps **five times that figure** in future promises to pay for Social Security and Medicare. As the late Herb Stein observed,

³ We say, somewhat metaphorically, though some midnight oil is burning as we type.

⁴ Ms. Yellen [cautioned](#) that holding off too long on rate increases ‘would be unwise,’ since it could force the Fed to lift rates more aggressively if inflation shoots higher, which could risk pushing the economy into recession.”

⁵ What’s Another Trillion Among Friends? - <http://fiduciaryvest.com/whats-another-trillion-among-friends/>

⁶ [The Anguish of Central Banking](#), The 1979 Per Jacobsson Lecture, Belgrade

In a rapidly changing world the opportunities for making mistakes are legion - Arthur Burns

when a thing cannot continue forever, it will end. Surprises are coming, but they remain in the “someday,” and we have a divided democratic republic, so making progress is slow, painful, fitful, and only eventual. There will be unexpected shockwaves occasionally given this set of conditions. As we observed many years ago about capitalism, we repeat now about democracy: It’s tough; wear a cup.

It is interesting (depressing?) to witness how little progress has been made in addressing the challenges highlighted when Arthur Burns penned his transparent display of central banking angst nearly 40 years ago. It is unlikely to improve one’s mood to note that the dollar figures then causing such great concern have long since been surpassed, some by orders of magnitude. But we suppose that if the problems were easy, even the US Congress could solve them⁷. The price inflation which so vexed the 1970s had more than one root cause, but monetary expansion was a big one, and required sometimes painful financial and economic retrenchment to control.

But before this tract descends into a financial version of **Manchester By the Sea**, we note that for all of the substantive changes in the world since 1979, for example:

- US consumer inflation was **11%!**, and required huge interest rate increases by Arthur Burns successor at the Fed, Paul Volker;
- Belgrade, where Burns delivered his sobering comments, was part of Yugoslavia, then a communist dictatorship like much of Eastern

Europe (millennials, hit Google or watch Bridge of Spies – there was once both an East and West Berlin and Germany!); and

- Senator Al Franken from Minnesota was doing comedy bits on television⁸, and thinking mostly about himself (well, some things never change⁹); and



Since then, the S&P500 has then turned in decades-long annualized returns of:

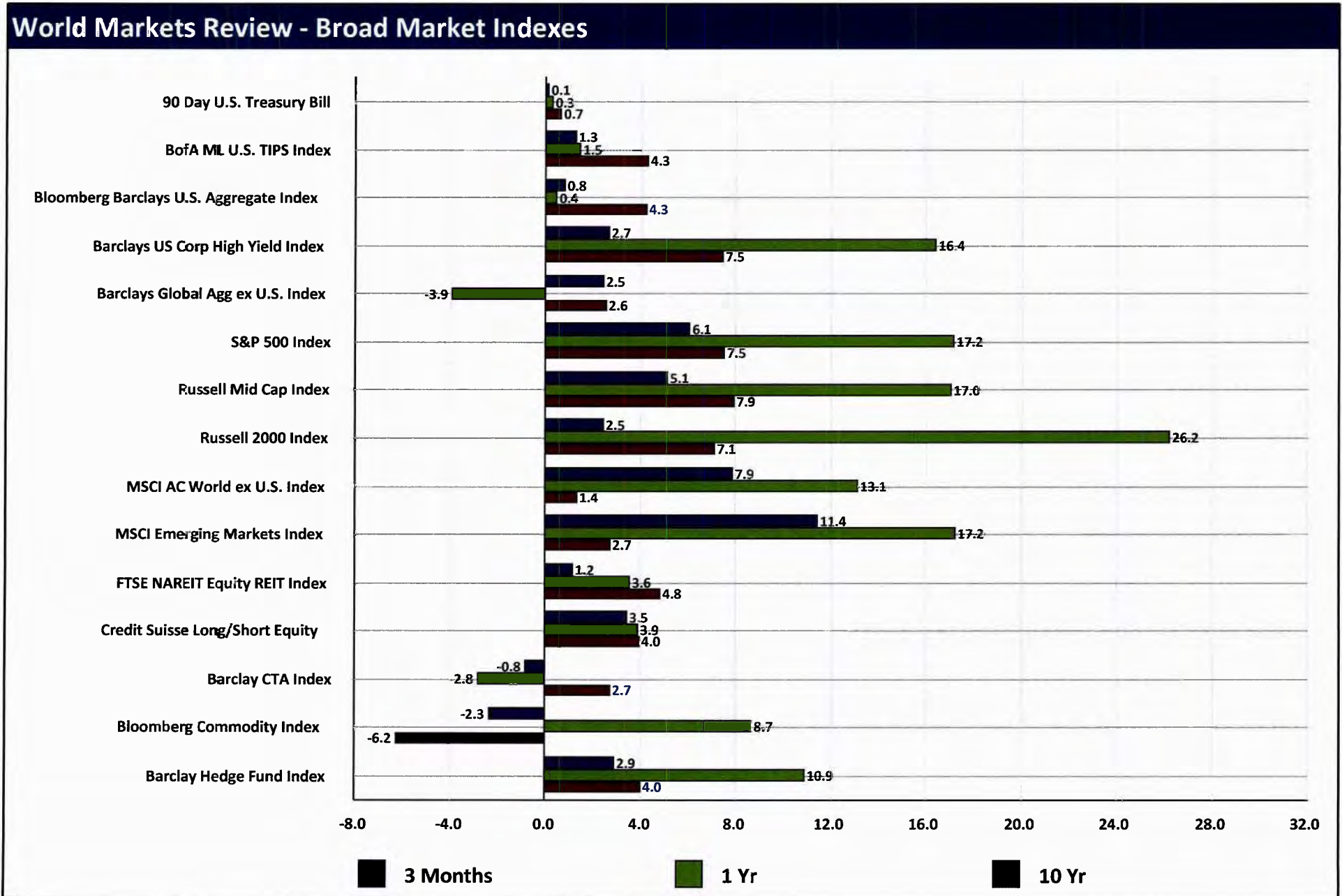
- 1980-1989 **+17.5%**;
- 1990-1999 **+18.2%**;
- 2000 – 2009 **-3.6% (ouch!)**;
- most recently adding **+13%** from 2010-2016
- (plus another 7% in 2017)

The entire 37 year period average return: **11.5%, right on top of stocks’ very long term (since 1955) returns.** Stocks for the long run (not **ONLY** stocks, and not always the same proportion of stocks, but definitely *including* stocks in a portfolio) remains a sensible investment approach. *Of course that’s only our opinion; we could be wrong.*

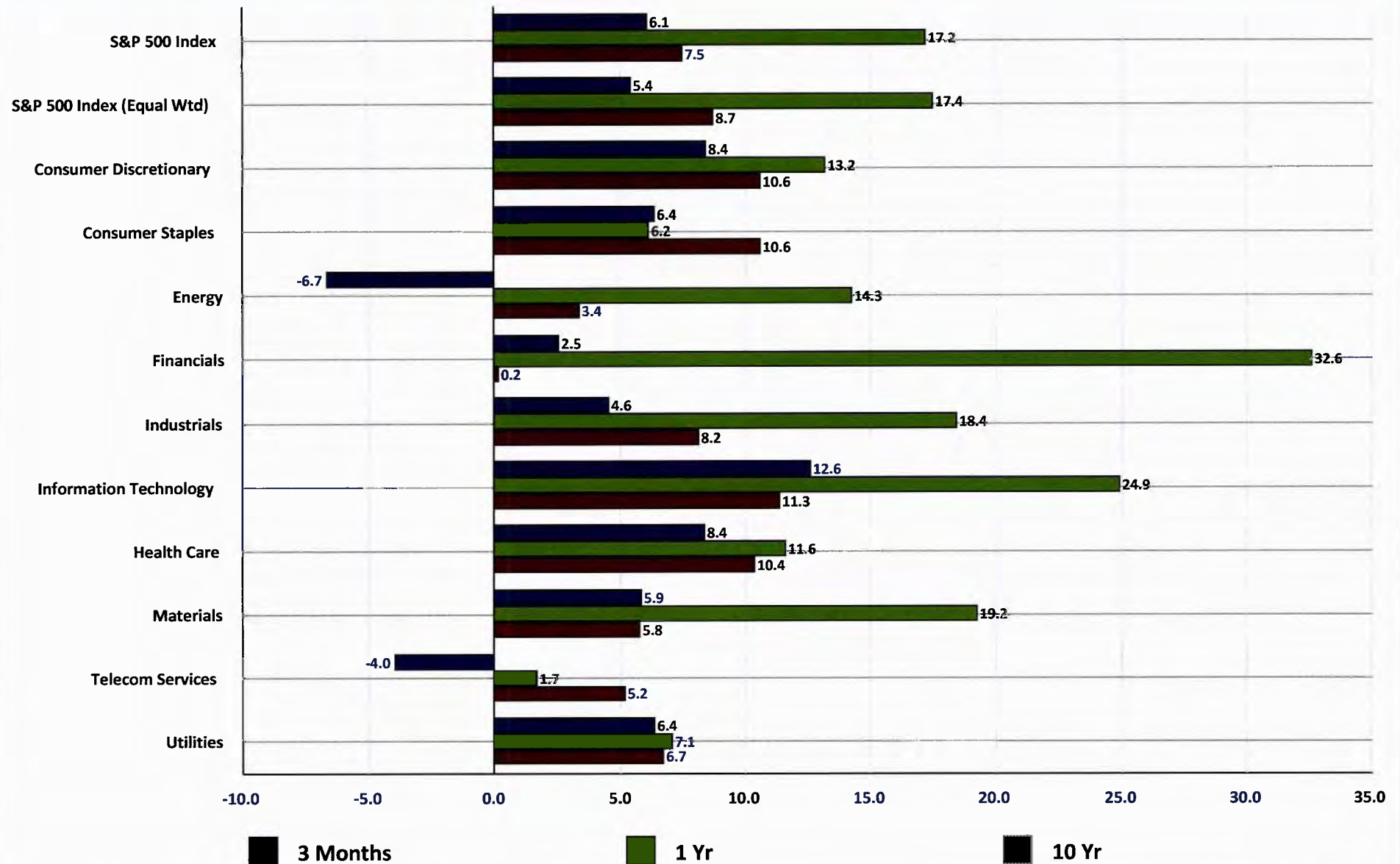
⁷ “All Congresses and Parliaments have a kindly feeling for idiots, and a compassion for them, on account of personal experience and heredity. – Mark Twain

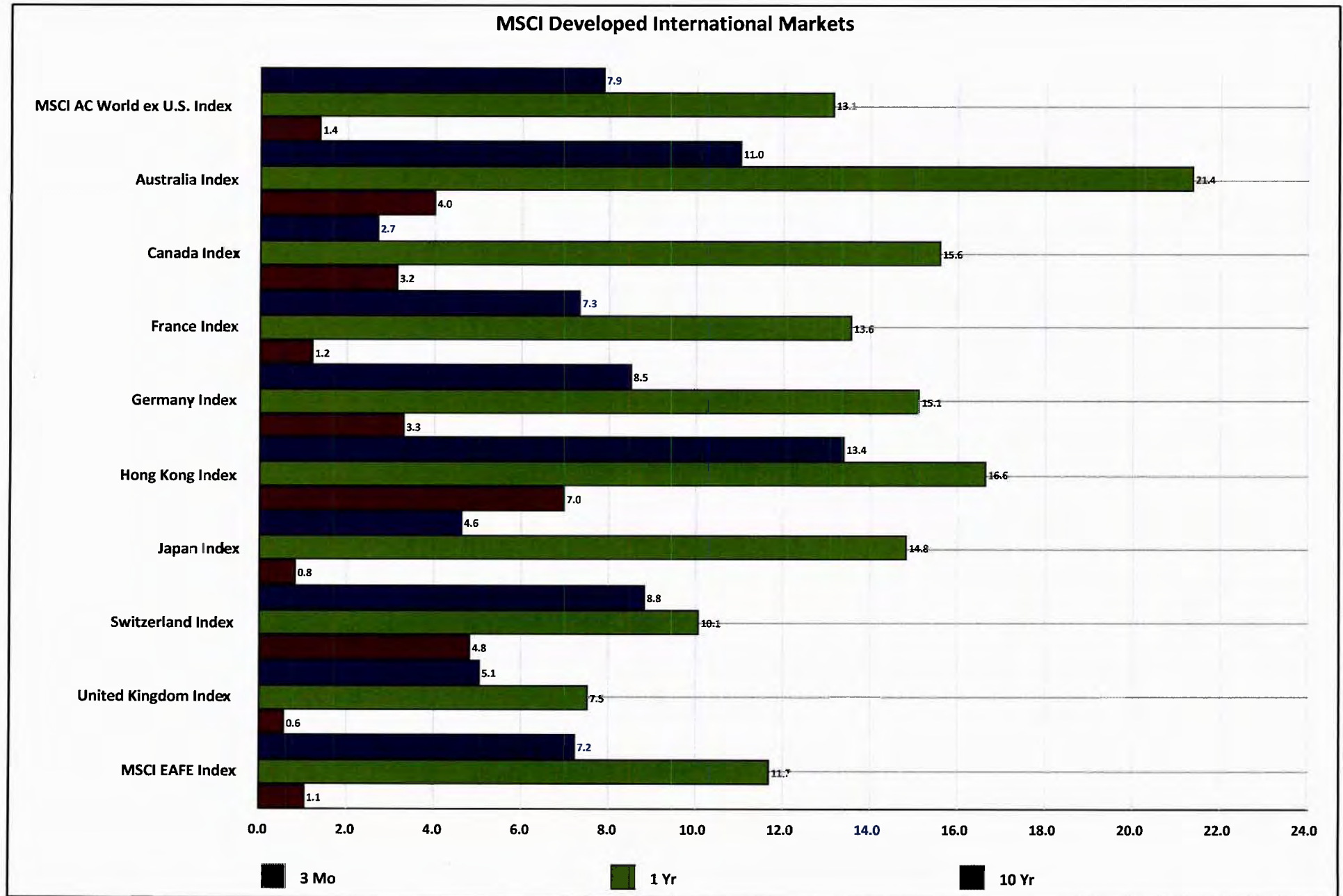
⁸ [SNL Weekend Update, Season 5 Episode 6](#)

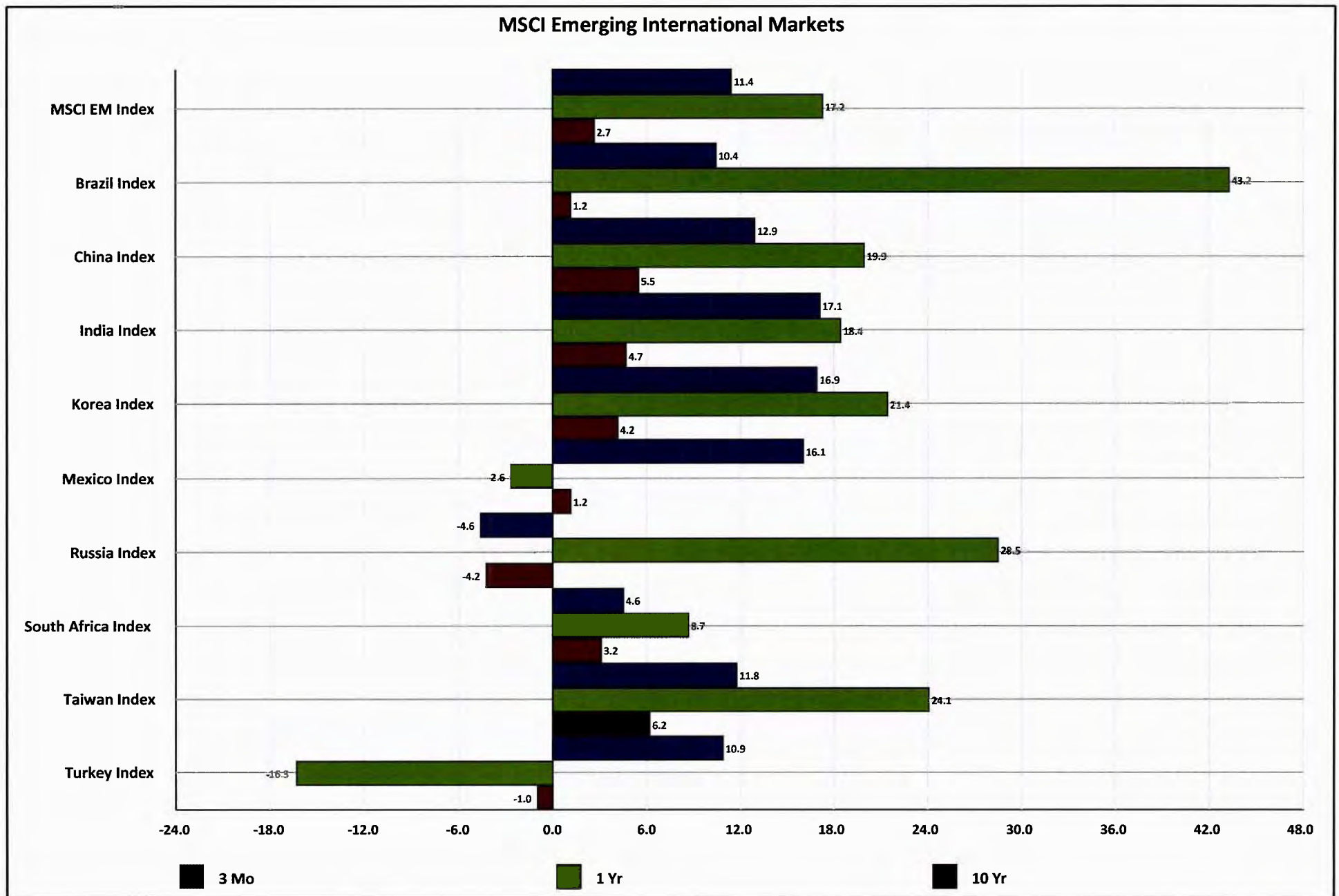
⁹ [Al Franken - Rick Perry US Senate confirmation](#)

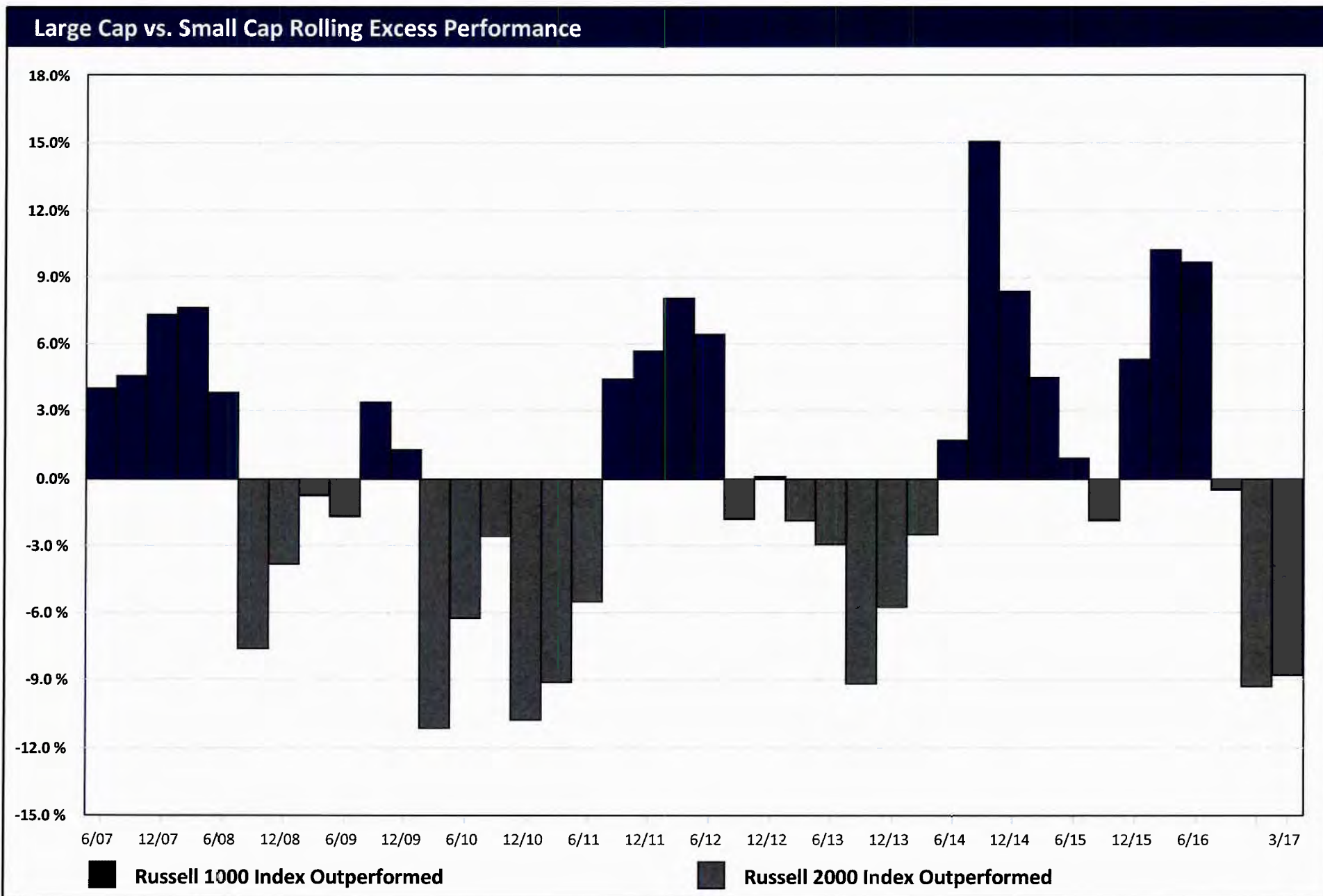


World Markets Review - S&P 500 Sectors

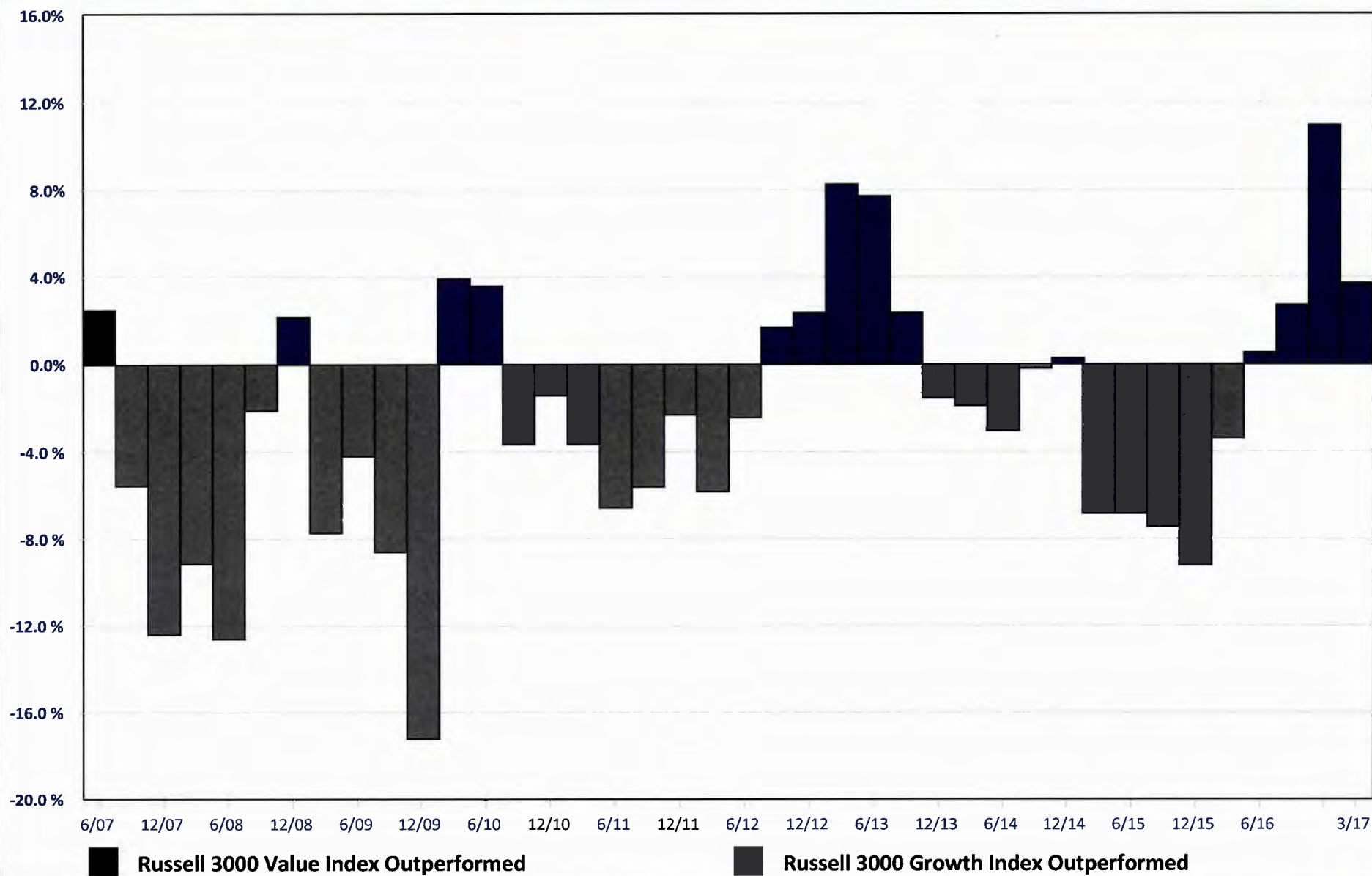








Value vs. Growth Rolling Excess Performance



| Historical Capital Markets Returns | | | | | | | |
|---|----------|-------|--------|---------|---------|---------|----------|
| | 3 Months | YTD | 1 Year | 3 Years | 5 Years | 7 Years | 10 Years |
| Fixed Income | | | | | | | |
| Barclays 1-3 Year U.S. Treasury Index | 0.3 | 0.3 | 0.2 | 0.7 | 0.6 | 0.9 | 2.0 |
| Barclays Long U.S. Treasury Index | 1.4 | 1.4 | (5.0) | 5.8 | 4.0 | 7.1 | 6.7 |
| BofA ML U.S. TIPS Index | 1.3 | 1.3 | 1.5 | 2.2 | 1.0 | 3.6 | 4.3 |
| Bloomberg Barclays U.S. Aggregate Index | 0.8 | 0.8 | 0.4 | 2.7 | 2.3 | 3.5 | 4.3 |
| Barclays US Corp High Yield Index | 2.7 | 2.7 | 16.4 | 4.6 | 6.8 | 7.8 | 7.5 |
| Barclays Global Agg ex U.S. Index | 2.5 | 2.5 | (3.9) | (2.7) | (1.1) | 0.9 | 2.6 |
| Barclays Global Aggregate Index | 1.8 | 1.8 | (1.9) | (0.4) | 0.4 | 2.0 | 3.3 |
| JPM EMBI Global Diversified Index | 3.9 | 3.9 | 8.9 | 6.2 | 5.8 | 6.9 | 7.0 |
| U.S. Equity | | | | | | | |
| Wilshire 5000 Total Market Index | 5.7 | 5.7 | 18.5 | 9.4 | 13.0 | 12.8 | 7.6 |
| S&P 500 Index | 6.1 | 6.1 | 17.2 | 10.4 | 13.3 | 12.9 | 7.5 |
| S&P 500 Equal Weighted Index | 5.4 | 5.4 | 17.4 | 9.6 | 14.0 | 13.6 | 8.7 |
| Russell 1000 Value Index | 3.3 | 3.3 | 19.2 | 8.7 | 13.1 | 12.2 | 5.9 |
| Russell 1000 Growth Index | 8.9 | 8.9 | 15.8 | 11.3 | 13.3 | 13.7 | 9.1 |
| Russell Mid Cap Index | 5.1 | 5.1 | 17.0 | 8.5 | 13.1 | 13.2 | 7.9 |
| Russell Mid Cap Value Index | 3.8 | 3.8 | 19.8 | 8.9 | 14.1 | 13.4 | 7.5 |
| Russell Mid Cap Growth Index | 6.9 | 6.9 | 14.1 | 7.9 | 12.0 | 12.8 | 8.1 |
| Russell 2000 Index | 2.5 | 2.5 | 26.2 | 7.2 | 12.4 | 12.3 | 7.1 |
| Russell 2000 Value Index | (0.1) | (0.1) | 29.4 | 7.6 | 12.5 | 11.6 | 6.1 |
| Russell 2000 Growth Index | 5.3 | 5.3 | 23.0 | 6.7 | 12.1 | 12.9 | 8.1 |
| FTSE NAREIT Equity REIT Index | 1.2 | 1.2 | 3.6 | 10.3 | 10.0 | 12.3 | 4.8 |
| Non-U.S. Equity | | | | | | | |
| MSCI EAFE Index | 7.2 | 7.2 | 11.7 | 0.5 | 5.8 | 4.7 | 1.1 |
| MSCI AC World ex U.S. Index | 7.9 | 7.9 | 13.1 | 0.6 | 4.4 | 3.8 | 1.4 |
| MSCI AC Europe Index | 7.4 | 7.4 | 10.5 | (1.1) | 5.8 | 4.8 | 1.1 |
| MSCI AC Pacific Index | 9.1 | 9.1 | 17.0 | 4.8 | 5.9 | 5.3 | 2.8 |
| MSCI Emerging Markets Index | 11.4 | 11.4 | 17.2 | 1.2 | 0.8 | 1.7 | 2.7 |
| MSCI AC World ex USA Small Cap Index | 8.9 | 8.9 | 12.7 | 2.8 | 7.1 | 6.6 | 3.4 |
| Alternatives | | | | | | | |
| Credit Suisse Long/Short Equity Index | 3.5 | 3.5 | 3.9 | 2.4 | 5.4 | 4.6 | 4.0 |
| Barclay CTA Index | (0.8) | (0.8) | (2.8) | 1.6 | 0.3 | 0.7 | 2.7 |
| Bloomberg Commodity Index | (2.3) | (2.3) | 8.7 | (13.9) | (9.5) | (5.9) | (6.2) |
| Barclay Hedge Fund Index | 2.9 | 2.9 | 10.9 | 3.7 | 5.2 | 4.7 | 4.0 |
| HFRI Merger Arbitrage Index | 0.9 | 0.9 | 3.8 | 3.0 | 3.1 | 3.1 | 3.2 |
| HFRI Macro Index | (0.1) | (0.1) | (0.6) | 1.8 | 0.8 | 1.2 | 2.7 |
| NCREIF Timberland Index | | | | | | | |
| CA US Private Equity Index | | | | | | | |

Returns for Key Indexes (previous 15 periods)

| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | YTD |
|-------|----------------------------|----------------------------|----------------------------|----------------------------|-----------------------------|------------------------------|----------------------------|----------------------------|------------------------------|----------------------------|-----------------------------|-----------------------------|------------------------------|----------------------------|----------------------------|
| Best | Emerging Markets 55.8 % | REITs 31.6 % | Emerging Markets 34.0 % | REITs 35.0 % | Emerging Markets 39.4 % | Managed Futures 14.1 % | Emerging Markets 78.5 % | REITs 27.9 % | TIPS 14.1 % | Emerging Markets 18.2 % | Small Cap Equity 38.8 % | REITs 30.1 % | L/S Equity 3.6 % | Small Cap Equity 21.3 % | Emerging Markets 11.4 % |
| | Small Cap Equity 47.3 % | Emerging Markets 25.6 % | Commodity 21.4 % | Emerging Markets 32.2 % | Non-US Equity 16.7 % | Core Bonds 5.2 % | High Yield 58.2 % | Small Cap Equity 26.9 % | REITs 8.3 % | REITs 18.1 % | Mid Cap Equity 34.8 % | S&P 500 13.7 % | REITs 3.2 % | High Yield 17.1 % | Non-US Equity 7.9 % |
| | Non-US Equity 40.8 % | Non-US Equity 20.9 % | Non-US Equity 16.6 % | Non-US Equity 26.7 % | Commodity 16.2 % | Non-US Bonds 4.4 % | Non-US Equity 41.4 % | Mid Cap Equity 25.5 % | Core Bonds 7.8 % | Mid Cap Equity 17.3 % | S&P 500 32.4 % | Mid Cap Equity 13.2 % | S&P 500 1.4 % | Mid Cap Equity 13.8 % | S&P 500 6.1 % |
| | Mid Cap Equity 40.1 % | Mid Cap Equity 20.2 % | Mid Cap Equity 12.7 % | Small Cap Equity 18.4 % | L/S Equity 13.7 % | 90 Day T-Bill 2.1 % | Mid Cap Equity 40.5 % | Emerging Markets 18.9 % | High Yield 5.0 % | Non-US Equity 16.8 % | L/S Equity 17.7 % | Managed Futures 7.6 % | Core Bonds 0.5 % | S&P 500 12.0 % | Mid Cap Equity 5.1 % |
| | REITs 37.1 % | Small Cap Equity 18.3 % | REITs 12.2 % | S&P 500 15.8 % | TIPS 11.6 % | TIPS (1.1) % | REITs 28.0 % | Commodity 16.8 % | Non-US Bonds 4.4 % | Small Cap Equity 16.3 % | Non-US Equity 15.3 % | Core Bonds 6.0 % | 90 Day T-Bill 0.0 % | Commodity 11.7 % | L/S Equity 3.5 % |
| | High Yield 29.0 % | Non-US Bonds 12.5 % | L/S Equity 9.7 % | Mid Cap Equity 15.3 % | Non-US Bonds 11.0 % | L/S Equity (19.7) % | Small Cap Equity 27.2 % | High Yield 15.1 % | S&P 500 2.1 % | S&P 500 16.0 % | High Yield 7.4 % | L/S Equity 5.5 % | Managed Futures (1.5) % | Emerging Markets 11.2 % | High Yield 2.7 % |
| | S&P 500 28.7 % | L/S Equity 11.6 % | S&P 500 4.9 % | L/S Equity 14.4 % | Managed Futures 7.7 % | High Yield (26.2) % | S&P 500 26.5 % | S&P 500 15.1 % | 90 Day T-Bill 0.1 % | High Yield 15.8 % | REITs 2.5 % | Small Cap Equity 4.9 % | TIPS (1.7) % | REITs 8.5 % | Non-US Bonds 2.5 % |
| | Commodity 23.9 % | High Yield 11.1 % | Small Cap Equity 4.6 % | High Yield 11.9 % | Core Bonds 7.0 % | Small Cap Equity (33.8) % | L/S Equity 19.5 % | Non-US Equity 11.2 % | Mid Cap Equity (1.5) % | L/S Equity 8.2 % | 90 Day T-Bill 0.0 % | TIPS 4.5 % | Mid Cap Equity (2.4) % | TIPS 4.8 % | Small Cap Equity 2.5 % |
| | Non-US Bonds 19.4 % | S&P 500 10.9 % | 90 Day T-Bill 2.9 % | Non-US Bonds 8.2 % | Mid Cap Equity 5.6 % | Commodity (35.6) % | Commodity 18.9 % | L/S Equity 9.3 % | Managed Futures (3.1) % | TIPS 7.3 % | Managed Futures (1.5) % | High Yield 2.5 % | Small Cap Equity (4.4) % | Non-US Equity 4.5 % | TIPS 1.3 % |
| | L/S Equity 17.3 % | Commodity 9.1 % | TIPS 2.8 % | 90 Day T-Bill 4.8 % | S&P 500 5.5 % | S&P 500 (37.0) % | TIPS 10.0 % | Managed Futures 7.0 % | Small Cap Equity (4.2) % | Core Bonds 4.2 % | Core Bonds (2.0) % | 90 Day T-Bill 0.0 % | High Yield (4.5) % | Core Bonds 2.6 % | REITs 1.2 % |
| | Managed Futures 8.7 % | TIPS 8.5 % | High Yield 2.7 % | Core Bonds 4.3 % | 90 Day T-Bill 4.9 % | REITs (37.7) % | Non-US Bonds 7.5 % | Core Bonds 6.5 % | L/S Equity (7.3) % | Non-US Bonds 4.1 % | Emerging Markets (2.6) % | Emerging Markets (2.2) % | Non-US Equity (5.7) % | Non-US Bonds 1.5 % | Core Bonds 0.8 % |
| | TIPS 8.3 % | Core Bonds 4.3 % | Core Bonds 2.4 % | Managed Futures 3.6 % | High Yield 1.9 % | Mid Cap Equity (41.5) % | Core Bonds 5.9 % | TIPS 6.3 % | Commodity (13.3) % | 90 Day T-Bill 0.1 % | Non-US Bonds (3.1) % | Non-US Bonds (3.1) % | Non-US Bonds (6.0) % | 90 Day T-Bill 0.3 % | 90 Day T-Bill 0.1 % |
| | Core Bonds 4.1 % | Managed Futures 3.3 % | Managed Futures 1.7 % | Commodity 2.1 % | Small Cap Equity (1.6) % | Non-US Equity (45.5) % | 90 Day T-Bill 0.2 % | Non-US Bonds 4.9 % | Non-US Equity (13.7) % | Commodity (1.1) % | TIPS (9.4) % | Non-US Equity (3.9) % | Emerging Markets (14.9) % | Managed Futures (1.2) % | Managed Futures (0.8) % |
| Worst | 90 Day T-Bill 1.1 % | 90 Day T-Bill 1.1 % | Non-US Bonds (8.7) % | TIPS 0.5 % | REITs (15.7) % | Emerging Markets (53.3) % | Managed Futures (0.1) % | 90 Day T-Bill 0.1 % | Emerging Markets (18.4) % | Managed Futures (1.7) % | Commodity (9.5) % | Commodity (17.0) % | Commodity (24.7) % | L/S Equity (3.4) % | Commodity (2.3) % |

Notes: 90 Day T-Bill represented by 90 Day U.S. T-Bill Index. TIPS represented by BofA ML U.S. Treasuries Inflation-Linked Index. Core Bonds represented by Bloomberg Barclays Aggregate Index. High Yield represented by Bloomberg Barclays U.S. High Yield Index. Non-US Bonds represented by Bloomberg Barclays Global Aggregate ex U.S. Index. S&P 500 represented by S&P 500 Index. Mid Cap Equity represented by Russell Mid Cap Index. Small Cap Equity represented by Russell 2000 Index. Non-US Equity represented by MSCI World ex U.S. Index. Emerging Markets represented by MSCI Emerging Markets Index. L/S Equity represented by Credit Suisse Long/Short Equity Index. Managed Futures represented by Bloomberg Barclay CTA Index. Commodity represented by Bloomberg Commodity Index.

Total Plan Analysis



Observations: Singing River Health System Employees' Pension Plan & Trust

Performance and Observations

- The Total Plan return for the quarter ended March 31, 2017 was **3.5%** gross of some fees (**3.3%** net), compared to the policy benchmark return of **2.9%**. Fiscal year to date the Plan earned **4.7%** gross (**4.2%** net), compared to the benchmark return of **4.7%**.
- Value added for the quarter mostly came from the Domestic Equities managers, who in aggregate earned 50 basis points of relative performance.
- International Equities managers underperformed detracting 10 basis points from relative performance.
- Alternative managers outperformed respective indices adding 10 basis points of relative performance over the quarter.

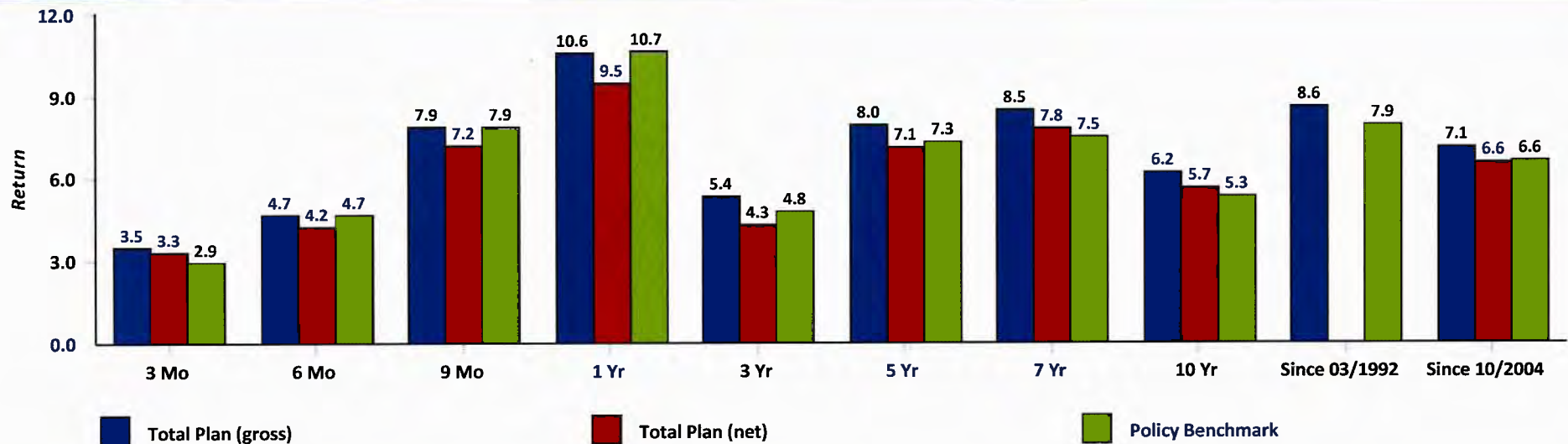
Probation or Watch List

- Barrow Hanley's **3.5%** return slightly outperformed the **3.3%** of the Russell 1000 Value Index but ranked below the median of its peers. This manager was replaced by Coho Partners in April.
- Janus Capital posted an **8.8%** return for the three months, but it wasn't enough to beat the **8.9%** return of the Russell 1000 Growth Index. The manager ranks right at the median of its large cap growth peer universe for the quarter. This manager was replaced by Sustainable Growth Advisors in April.
- The Wedge Capital strategy returned **5.9%** for the quarter, outperforming the **3.8%** Russell Mid Cap Value Index by 210 basis points. The gain ranks the manager in the top 20% of its peers for the quarter and above median for all periods shown in this report.
- The Schroders Commodities portfolio lost **2.7%** during the first quarter of 2017, which is 40 basis points behind the **2.3%** loss of the Bloomberg Commodity Index.

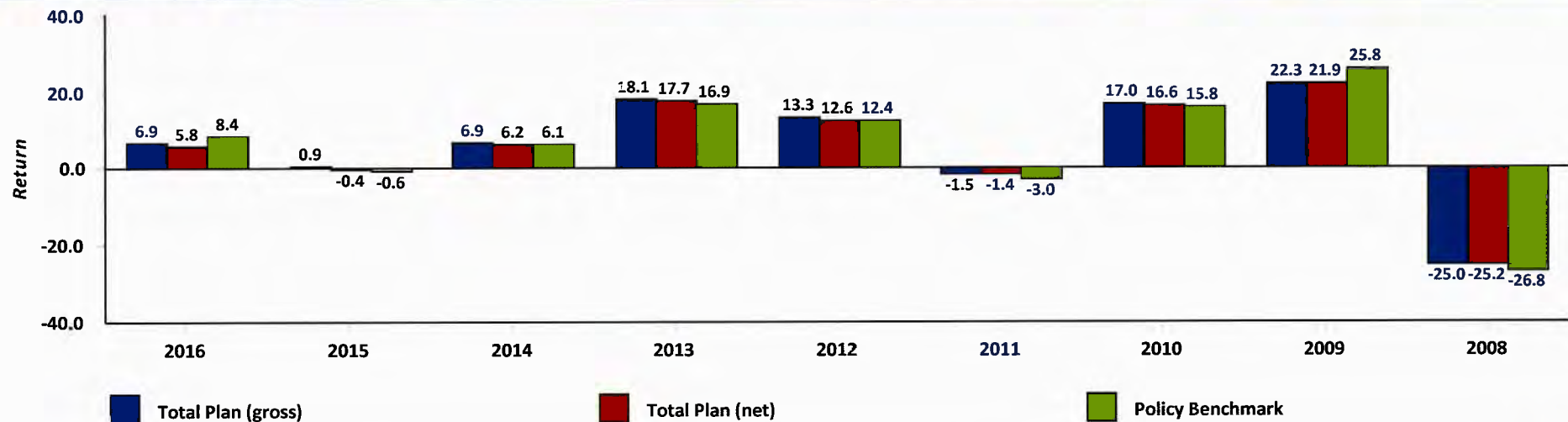
Recommended Actions

- Recommend removing Wedge Capital from probation as near- and long-term performance results indicate effective transition of investment management responsibilities initiated by the retirement of a key investment team member.
- Recommend extending probation for Schroders Commodity Portfolio, not due to manager performance but rather the need for inflation protection offered by the asset class in the portfolio.

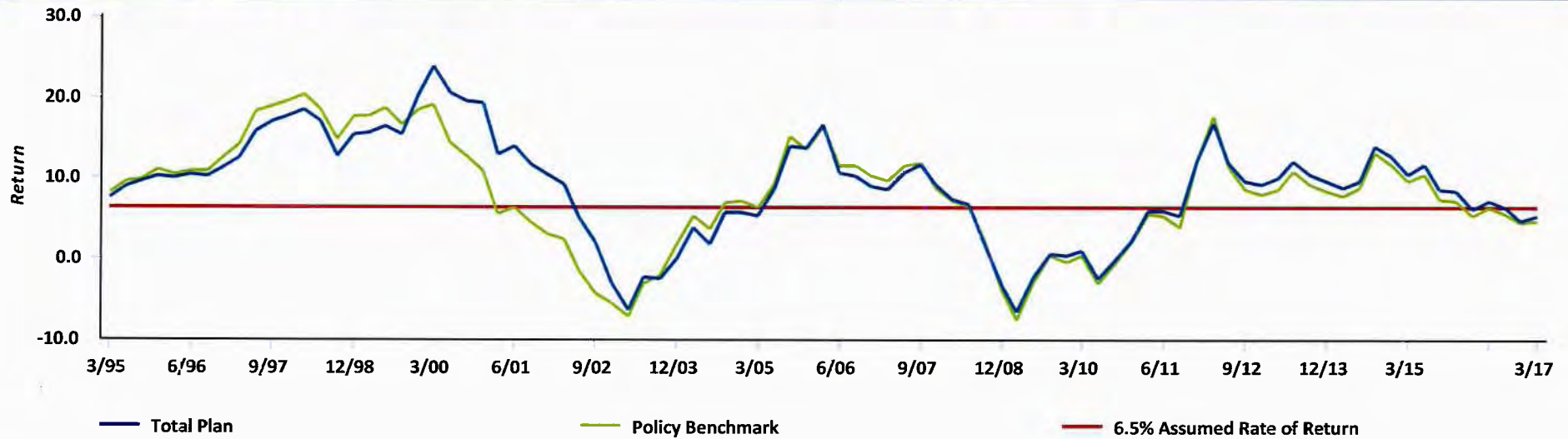
Trailing Returns



Calendar Year Returns



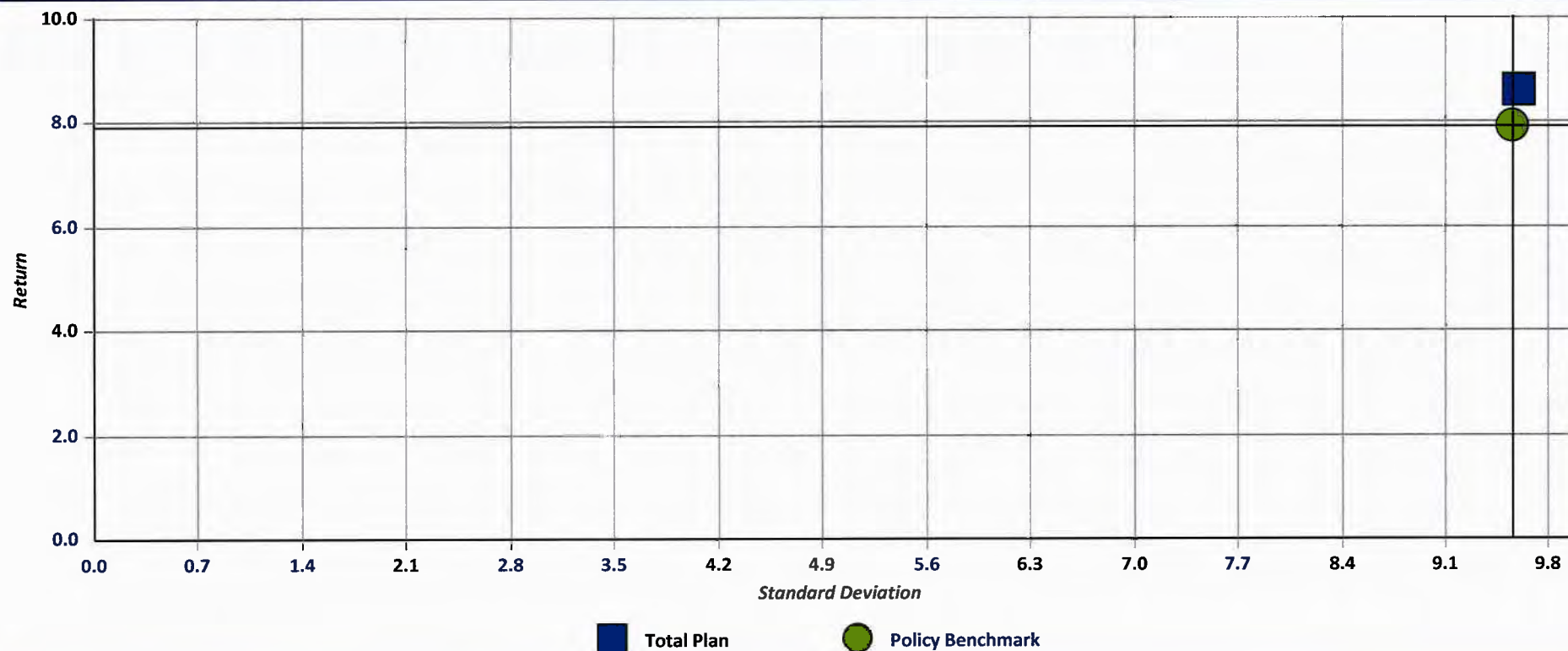
Rolling Three-Year Return



Rolling Three Year Standard Deviation



Risk/Return since Inception



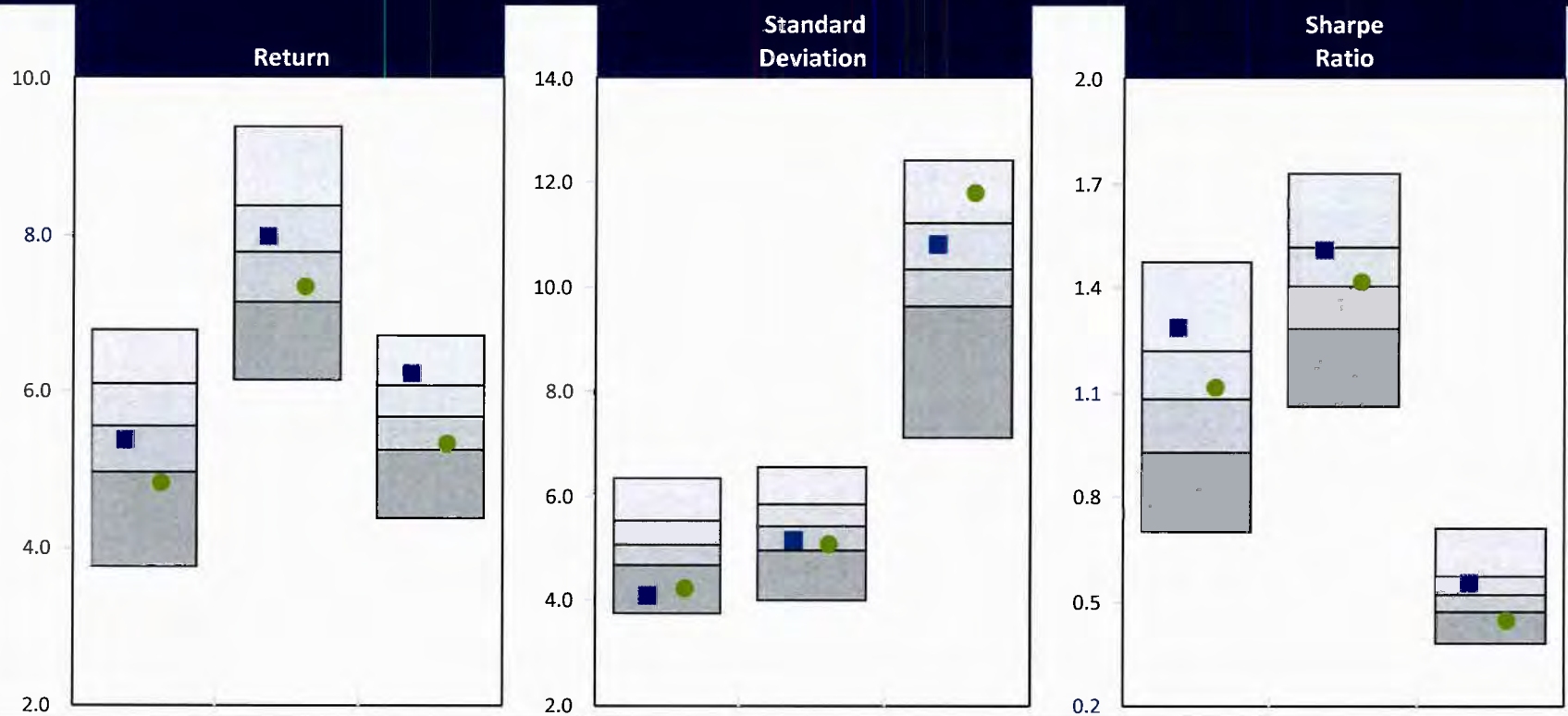
Performance & Risk Statistics since Inception

| | Return | Standard Deviation | Alpha | Beta | Sharpe Ratio | Best Quarter | Worst Quarter | Up Market Capture | Down Market Capture | Inception Date |
|---------------------------|------------|--------------------|------------|------------|--------------|--------------|---------------|-------------------|---------------------|-----------------|
| Total Plan | 8.6 | 9.6 | 1.6 | 0.9 | 0.6 | 19.3 | (21.5) | 94.1 | 81.9 | 3/1/1992 |
| <i>Policy Benchmark</i> | <i>7.9</i> | <i>9.6</i> | <i>0.0</i> | <i>1.0</i> | <i>0.6</i> | <i>20.4</i> | <i>(24.8)</i> | <i>100.0</i> | <i>100.0</i> | <i>3/1/1992</i> |
| 90 Day U.S. Treasury Bill | 2.6 | 0.6 | 2.6 | 0.0 | - | 1.8 | 0.0 | 10.2 | (9.2) | 3/1/1992 |

Singing River Health System Employees' Pension Plan & Trust

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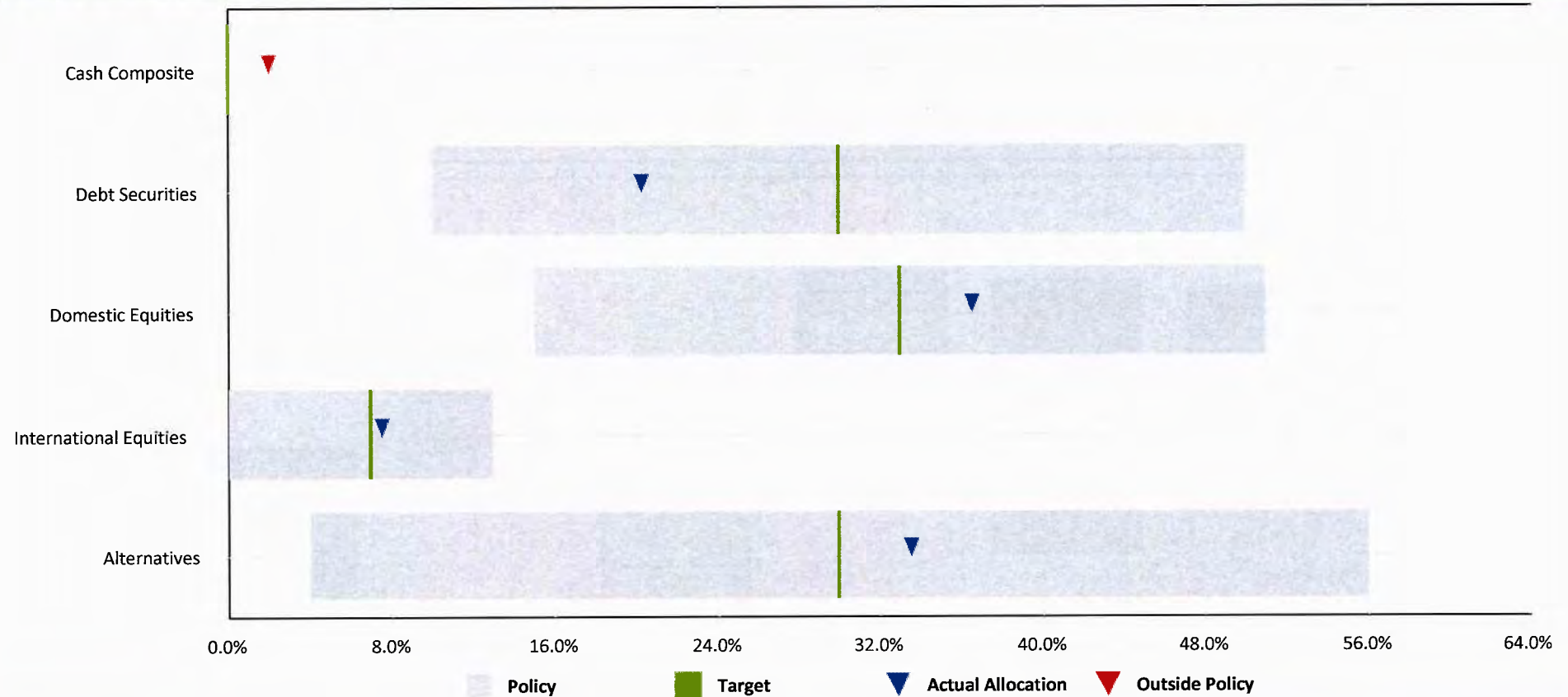
Plan Sponsor Peer Group Analysis All Public Plans-Total Fund



| | 3 Years | 5 Years | 10 Years | 3 Years | 5 Years | 10 Years | 3 Years | 5 Years | 10 Years |
|--------------------|----------|----------|----------|----------|----------|-----------|----------|----------|----------|
| ■ Total Plan | 5.4 (58) | 8.0 (42) | 6.2 (22) | 4.1 (94) | 5.2 (68) | 10.8 (35) | 1.3 (19) | 1.5 (28) | 0.5 (35) |
| ● Policy Benchmark | 4.8 (80) | 7.3 (69) | 5.3 (73) | 4.2 (92) | 5.1 (73) | 11.8 (12) | 1.1 (44) | 1.4 (49) | 0.4 (86) |
| 5th Percentile | 6.8 | 9.4 | 6.7 | 6.4 | 6.6 | 12.5 | 1.5 | 1.7 | 0.7 |
| 1st Quartile | 6.1 | 8.4 | 6.1 | 5.5 | 5.8 | 11.2 | 1.2 | 1.5 | 0.6 |
| Median | 5.6 | 7.8 | 5.7 | 5.1 | 5.4 | 10.4 | 1.1 | 1.4 | 0.5 |
| 3rd Quartile | 5.0 | 7.1 | 5.3 | 4.7 | 5.0 | 9.7 | 0.9 | 1.3 | 0.5 |
| 95th Percentile | 3.8 | 6.1 | 4.4 | 3.8 | 4.0 | 7.1 | 0.7 | 1.1 | 0.4 |
| Population | 487 | 475 | 401 | 487 | 475 | 401 | 487 | 475 | 401 |

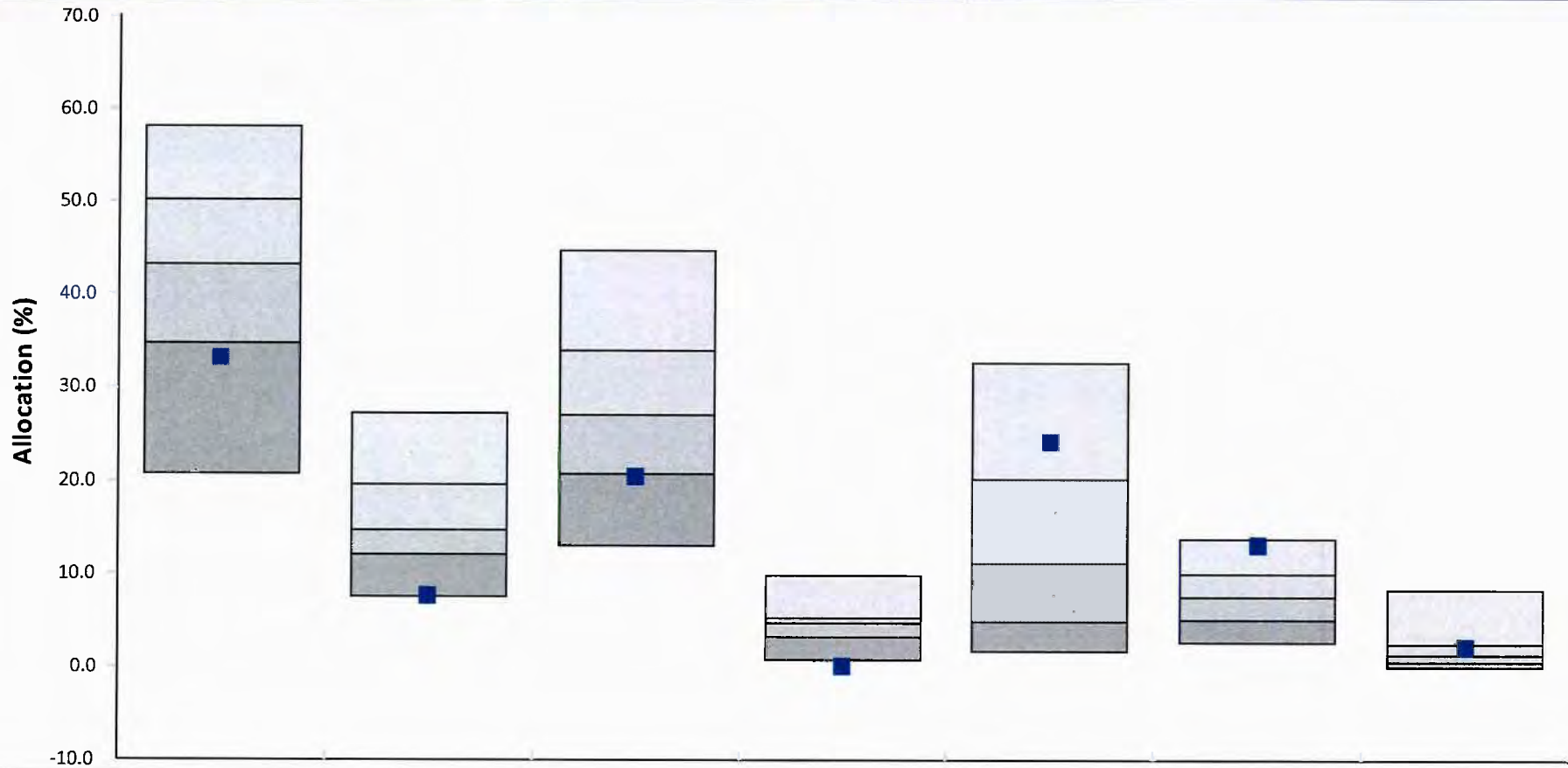
Parentheses contain percentile rankings.
Calculation based on quarterly periodicity.

Asset Allocation Compliance



| | Market Value (\$) | Current Allocation | Target Allocation | Variance |
|------------------------|-------------------|--------------------|-------------------|----------|
| Total Plan | 128,123,968 | 100.0 | 100.0 | 0.0 |
| Cash Composite | 2,576,512 | 2.0 | 0.0 | 2.0 |
| Debt Securities | 26,055,177 | 20.3 | 30.0 | (9.7) |
| Domestic Equities | 46,874,692 | 36.6 | 33.0 | 3.6 |
| International Equities | 9,646,797 | 7.5 | 7.0 | 0.5 |
| Alternatives | 42,970,791 | 33.5 | 30.0 | 3.5 |

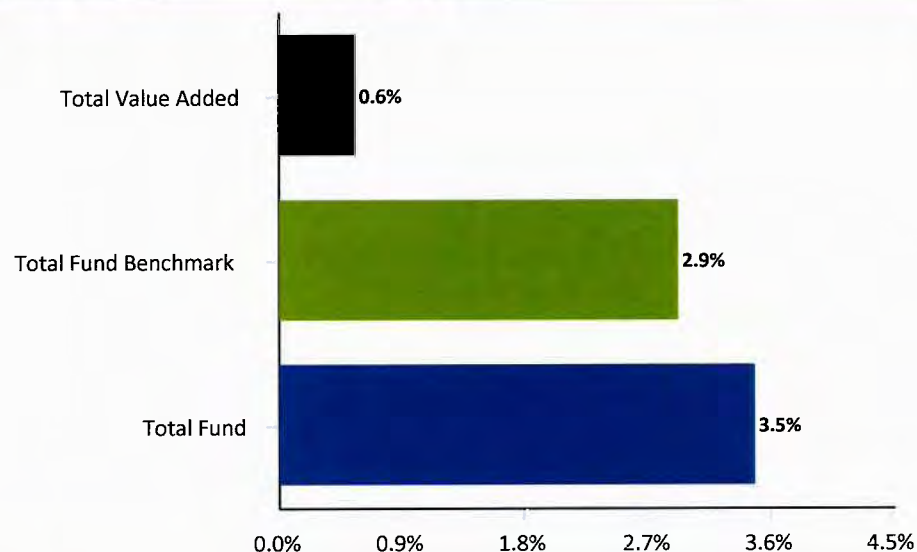
Plan Sponsor Asset Allocation
All Public Plans-Total Fund



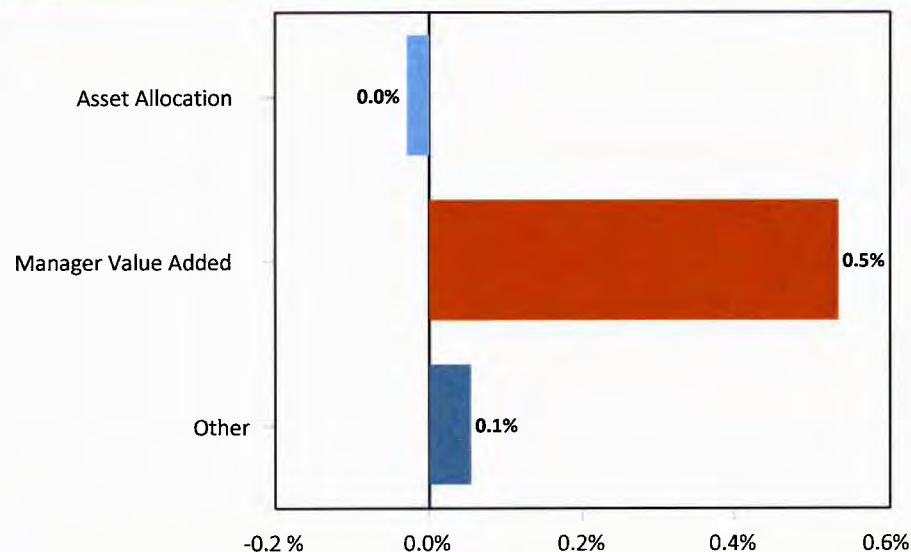
| | US Equity | Intl. Equity | US Fixed Income | Intl. Fixed Income | Alternative Inv. | Real Estate | Cash |
|-----------------|-----------|--------------|-----------------|--------------------|------------------|-------------|----------|
| ■ Total Plan | 33.1 (77) | 7.5 (95) | 20.3 (77) | 0.0 | 24.1 (17) | 13.0 (7) | 2.0 (31) |
| 5th Percentile | 58.1 | 27.3 | 44.7 | 9.7 | 32.8 | 13.6 | 8.3 |
| 1st Quartile | 50.2 | 19.6 | 34.1 | 5.2 | 20.1 | 10.0 | 2.5 |
| Median | 43.3 | 14.7 | 27.2 | 4.7 | 11.2 | 7.6 | 1.2 |
| 3rd Quartile | 34.7 | 12.0 | 20.7 | 3.2 | 5.0 | 5.0 | 0.6 |
| 95th Percentile | 20.7 | 7.4 | 12.9 | 0.7 | 1.8 | 2.7 | 0.1 |

Parentheses contain percentile rankings.

Total Fund Performance: 1 Quarter



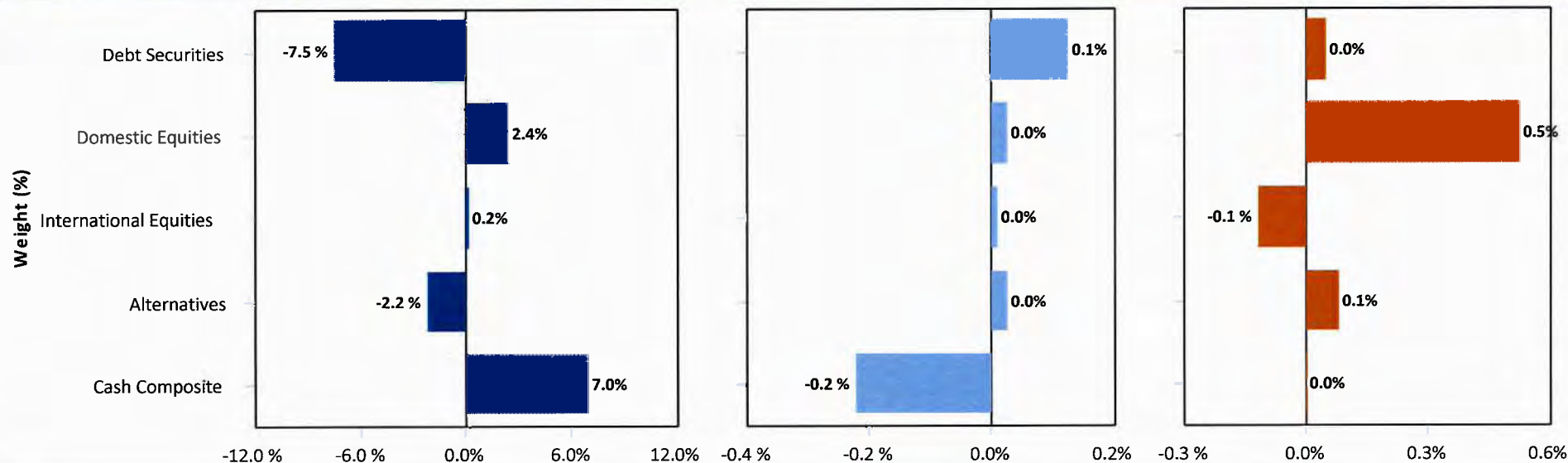
Total Value Added: 0.6%



Average Active Weight: 0.0%

Allocation Value Added: 0.0%

Total Manager Value Added: 0.5%



Singing River Health System Employees' Pension Plan & Trust

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| | Allocation | | Performance(%) | | | | | | | | | | | Inception Date |
|----------------------------------|-----------------|-------|----------------|------|------|------|------|------|------|------|------|-------|-----------------|----------------|
| | Market Value \$ | | % | 3 Mo | 6 Mo | 9 Mo | 1 Yr | 2 Yr | 3 Yr | 5 Yr | 7 Yr | 10 Yr | Since Inception | |
| Total Plan (GR) | 128,123,968 | 100.0 | 3.5 | 4.7 | 7.9 | 10.6 | 4.2 | 5.4 | 8.0 | 8.5 | 6.2 | 8.6 | 3/1/1992 | |
| Policy Benchmark | | | 2.9 | 4.7 | 7.9 | 10.7 | 4.0 | 4.8 | 7.3 | 7.5 | 5.3 | 7.9 | | |
| Total Plan (NR) | | | 3.3 | 4.2 | 7.2 | 9.5 | 3.3 | 4.3 | 7.1 | 7.8 | 5.7 | - | | |
| Cash | 2,576,512 | 2.0 | | | | | | | | | | | | |
| Debt Securities | 26,055,177 | 20.3 | 1.6 | 1.4 | 3.4 | 5.6 | 2.5 | 3.4 | 5.0 | 5.7 | 5.1 | 5.4 | 2/1/1993 | |
| Debt Securities Benchmark | | | 1.3 | 0.2 | 2.0 | 4.8 | 2.5 | 3.2 | 4.3 | 5.4 | 5.8 | 5.9 | | |
| Domestic Equities | 46,874,692 | 36.6 | 5.9 | 9.0 | 15.5 | 18.1 | 4.9 | 7.7 | 12.7 | 12.9 | 9.0 | 11.9 | 3/1/1992 | |
| Domestic Equities Benchmark | | | 4.4 | 9.0 | 14.5 | 18.7 | 7.2 | 9.0 | 13.0 | 12.9 | 7.6 | 10.1 | | |
| International Equities | 9,646,797 | 7.5 | 6.8 | 3.0 | 7.5 | 10.4 | 4.9 | 4.4 | 6.6 | 5.4 | 1.4 | 5.1 | 5/1/1997 | |
| International Equities Benchmark | | | 8.5 | 6.6 | 14.3 | 13.5 | 1.5 | 0.9 | 4.3 | 3.8 | 1.7 | 5.0 | | |
| Alternatives | 42,970,791 | 33.5 | 1.9 | 3.3 | 5.0 | 9.2 | 4.3 | 3.8 | 5.3 | 5.8 | 3.6 | 2.7 | 1/1/2001 | |
| Alternatives Benchmark | | | 1.7 | 3.3 | 4.6 | 6.8 | 2.2 | 2.4 | 4.6 | 5.3 | 3.4 | 3.6 | | |

NR=Net of fees return. GR=gross of fees return. Returns for periods longer than 12 months are annualized. Green highlighted cells indicate the manager's performance in that time period is better than its benchmark. Cells highlighted in yellow indicate the manager's performance in that time period is trailing the benchmark. Red highlighted cells indicate manager's performance is in the fourth quartile of its peers.



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| | Allocation | | Performance(%) | | | | | | | | | | Inception Date |
|--|-----------------|-------|----------------|-------|-------|------|------|------|------|-------|-----------------|-----------|----------------|
| | Market Value \$ | % | 3 Mo | 6 Mo | 9 Mo | 1 Yr | 3 Yr | 5 Yr | 7 Yr | 10 Yr | Since Inception | | |
| Total Plan (GR) | 128,123,968 | 100.0 | 3.5 | 4.7 | 7.9 | 10.6 | 5.4 | 8.0 | 8.5 | 6.2 | 8.6 | 3/1/1992 | |
| Policy Benchmark | | | 2.9 | 4.7 | 7.9 | 10.7 | 4.8 | 7.3 | 7.5 | 5.3 | 7.9 | | |
| Total Plan (NR) | | | 3.3 | 4.2 | 7.2 | 9.5 | 4.3 | 7.1 | 7.8 | 5.7 | - | | |
| Cash | 2,576,512 | 2.0 | | | | | | | | | | | |
| Debt Securities | 26,055,177 | 20.3 | 1.6 | 1.4 | 3.4 | 5.6 | 3.4 | 5.0 | 5.7 | 5.1 | 5.4 | 2/1/1993 | |
| Debt Securities Benchmark | | | 1.3 | 0.2 | 2.0 | 4.8 | 3.2 | 4.3 | 5.4 | 5.8 | 5.9 | | |
| Metropolitan West Total Return Bond M (NR) | 18,240,883 | 14.2 | 0.8 | (1.9) | (1.2) | 0.7 | 2.3 | 3.5 | 4.7 | 5.6 | 3.8 | 10/1/2011 | |
| Bloomberg Barclays U.S. Aggregate Index | | | 0.8 | (2.2) | (1.7) | 0.4 | 2.7 | 2.3 | 3.5 | 4.3 | 2.4 | | |
| IM U.S. Broad Market Core Fixed Income (MF) Rank | | | 76 | 56 | 55 | 63 | 56 | 5 | 5 | 1 | 5 | | |
| Regiment Capital | 1,020,190 | 0.8 | | | | | | | | | | | |
| S&P/LSTA Leveraged Loan Index | | | 1.1 | 3.4 | 6.6 | 9.7 | 3.6 | 4.6 | 4.8 | 4.6 | 4.3 | | |
| III Credit Opportunities Fund | 6,794,104 | 5.3 | 4.0 | 6.5 | 11.5 | 13.3 | 4.8 | 7.3 | 10.2 | - | 4.6 | 12/1/2016 | |
| BofA Merrill Lynch High Yield Master II | | | 2.7 | 4.6 | 10.4 | 16.9 | 4.6 | 6.8 | 7.7 | 7.3 | 4.7 | | |
| IM U.S. High Yield Bonds (MF) Rank | | | 1 | 3 | 10 | 53 | 7 | 6 | 1 | - | 27 | | |
| Domestic Equities | 46,874,692 | 36.6 | 5.9 | 9.0 | 15.5 | 18.1 | 7.7 | 12.7 | 12.9 | 9.0 | 11.9 | 3/1/1992 | |
| Domestic Equities Benchmark | | | 4.4 | 9.0 | 14.5 | 18.7 | 9.0 | 13.0 | 12.9 | 7.6 | 10.1 | | |
| Barrow Hanley (GR) (Replaced April 2017) | 7,568,810 | 5.9 | 3.5 | 10.6 | 14.2 | 19.1 | 8.3 | 12.4 | 11.5 | 6.3 | 7.3 | 5/1/2005 | |
| Russell 1000 Value Index | | | 3.3 | 10.2 | 14.0 | 19.2 | 8.7 | 13.1 | 12.2 | 5.9 | 7.6 | | |
| IM U.S. Large Cap Value Equity (SA+CF) Rank | | | 64 | 54 | 61 | 43 | 56 | 64 | 72 | 80 | 87 | | |
| Janus Capital (GR) (Replaced April 2017) | 7,342,449 | 5.7 | 8.8 | 12.3 | 16.5 | 14.9 | 8.3 | 12.3 | 11.9 | 8.6 | 9.7 | 7/1/1992 | |
| Russell 1000 Growth Index | | | 8.9 | 10.0 | 15.1 | 15.8 | 11.3 | 13.3 | 13.7 | 9.1 | 8.9 | | |
| IM U.S. Large Cap Growth Equity (SA+CF) Rank | | | 50 | 6 | 29 | 59 | 78 | 59 | 77 | 62 | 82 | | |

NR-Net of fees return. GR=Gross of fees return. Returns calculated using Time-Weighted rate of return method. Investments with no returns are shown on the "Internal Rate of Return" table. Returns for periods longer than 12 months are annualized. Returns shown prior to inception in portfolio represent composite returns provided by manager. Green highlighted cells indicate the manager's performance in that time period is better than its benchmark. Cells highlighted in yellow indicate the manager's performance in that time period is trailing the benchmark. Red highlighted cells indicate

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| | | | Allocation | | Performance(%) | | | | | | | | | | Inception Date |
|--|--|--|-----------------|------|----------------|-------|-------|------|-------|-------|------|-------|-----------------|-----------|----------------|
| | | | Market Value \$ | % | 3 Mo | 6 Mo | 9 Mo | 1 Yr | 3 Yr | 5 Yr | 7 Yr | 10 Yr | Since Inception | | |
| Wedge Capital (GR) Probation as of 11/2015 | | | 6,983,493 | 5.5 | 5.9 | 11.5 | 17.4 | 21.7 | 10.0 | 14.8 | 14.8 | 9.4 | 11.3 | 1/1/2004 | |
| Russell Midcap Value Index | | | | | 3.8 | 9.5 | 14.4 | 19.8 | 8.9 | 14.1 | 13.4 | 7.5 | 10.2 | | |
| IM U.S. Mid Cap Value Equity (SA+CF) Rank | | | | | 16 | 47 | 44 | 40 | 27 | 26 | 16 | 34 | 27 | | |
| Disciplined Growth Investors (GR) | | | 7,419,733 | 5.8 | 2.9 | 6.1 | 17.0 | 18.3 | 9.6 | 12.8 | 14.9 | 11.7 | 12.2 | 1/1/2004 | |
| Russell Midcap Growth Index | | | | | 6.9 | 7.4 | 12.3 | 14.1 | 7.9 | 12.0 | 12.8 | 8.1 | 9.3 | | |
| IM U.S. Mid Cap Growth Equity (SA+CF) Rank | | | | | 100 | 82 | 19 | 19 | 15 | 25 | 10 | 4 | 2 | | |
| Westfield Capital (GR) | | | 13,063,207 | 10.2 | 8.3 | 11.3 | 20.9 | 24.8 | 7.0 | 13.5 | 13.1 | 9.4 | 13.4 | 4/1/1999 | |
| Russell 2000 Growth Index | | | | | 5.3 | 9.1 | 19.2 | 23.0 | 6.7 | 12.1 | 12.9 | 8.1 | 6.6 | | |
| IM U.S. Small Cap Growth Equity (SA+CF) Rank | | | | | 17 | 23 | 31 | 40 | 44 | 35 | 62 | 35 | 3 | | |
| Invesco Global Real Estate R5 (NR) | | | 4,497,000 | 3.5 | 3.2 | (3.2) | (1.4) | 1.3 | 4.8 | 7.0 | 7.8 | 1.2 | 5.8 | 10/1/2008 | |
| FTSE NAREIT All REITs Index | | | | | 3.0 | 0.0 | (1.0) | 6.3 | 10.5 | 10.4 | 12.4 | 4.8 | 8.6 | | |
| S&P Global REIT Index | | | | | 1.4 | (3.7) | (4.0) | 0.3 | 6.7 | 7.9 | 9.5 | 1.7 | 6.2 | | |
| IM Global Real Estate (MF) Rank | | | | | 14 | 37 | 34 | 36 | 57 | 53 | 45 | 43 | 51 | | |
| International Equities | | | 9,646,797 | 7.5 | 6.8 | 3.0 | 7.5 | 10.4 | 4.4 | 6.6 | 5.4 | 1.4 | 5.1 | 5/1/1997 | |
| International Equities Benchmark | | | | | 8.5 | 6.6 | 14.3 | 13.5 | 0.9 | 4.3 | 3.8 | 1.7 | 5.0 | | |
| First Eagle Overseas I (NR) | | | 7,230,054 | 5.6 | 6.5 | 2.9 | 6.5 | 9.3 | 3.4 | 6.2 | 6.8 | 5.2 | 6.4 | 7/1/2013 | |
| MSCI EAFE (Net) Index | | | | | 7.2 | 6.5 | 13.3 | 11.7 | 0.5 | 5.8 | 4.7 | 1.1 | 5.1 | | |
| IM International Large Cap Core Equity (MF) Rank | | | | | 81 | 95 | 99 | 81 | 1 | 8 | 1 | 1 | 8 | | |
| Lazard Emerging Markets Multi Asset Inst (NR) | | | 2,416,743 | 1.9 | 7.8 | 3.3 | 10.6 | 14.0 | (0.3) | (0.6) | - | - | 0.7 | 7/1/2013 | |
| MSCI Emerging Markets Index | | | | | 11.5 | 6.9 | 16.7 | 17.7 | 1.5 | 1.2 | 2.0 | 3.1 | 3.2 | | |
| IM Emerging Markets Equity (MF) Rank | | | | | 92 | 78 | 74 | 69 | 70 | 79 | - | - | 80 | | |
| Alternatives | | | 42,970,791 | 33.5 | 1.9 | 3.3 | 5.0 | 9.2 | 3.8 | 5.3 | 5.8 | 3.6 | 2.7 | 1/1/2001 | |
| Alternatives Benchmark | | | | | 1.7 | 3.3 | 4.6 | 6.8 | 2.4 | 4.6 | 5.3 | 3.4 | 3.6 | | |
| Gramercy Distressed Opportunities Fund II (NR) | | | 3,518,853 | 2.7 | (0.5) | 6.5 | 5.9 | 11.4 | 0.9 | - | - | - | 10.4 | 7/1/2012 | |
| HFN Distressed Index | | | | | 1.5 | 5.5 | 10.9 | 16.6 | 1.4 | 6.0 | 6.2 | 4.5 | 6.8 | | |

NR=Net of fees return. GR=Gross of fees return. Returns calculated using Time-Weighted rate of return method. Investments with no returns are shown on the "Internal Rate of Return" table. Returns for periods longer than 12 months are annualized. Returns shown prior to inception in portfolio represent composite returns provided by manager. Green highlighted cells indicate the manager's performance in that time period is better than its benchmark. Cells highlighted in yellow indicate the manager's performance in that time period is trailing the benchmark. Red highlighted cells indicate



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| | Allocation | | Performance(%) | | | | | | | | | | Inception Date |
|---|-----------------|-----|----------------|-------|-------|------|--------|--------|-------|-------|-----------------|----------|----------------|
| | Market Value \$ | % | 3 Mo | 6 Mo | 9 Mo | 1 Yr | 3 Yr | 5 Yr | 7 Yr | 10 Yr | Since Inception | | |
| Invesco Balanced Risk Allocation (NR) | 8,051,479 | 6.3 | 2.6 | 1.6 | 4.2 | 12.4 | 5.2 | 5.1 | 7.9 | - | 7.9 | 4/1/2010 | |
| Barclay Global Macro Index | | | 1.1 | 4.2 | 3.5 | 3.2 | 3.5 | 2.7 | 2.6 | 3.7 | 2.6 | | |
| Schroders Commodity Portfolio (NR) Probation as of 6/2015 | 3,513,935 | 2.7 | (2.7) | (0.2) | (2.7) | 11.1 | (16.4) | (11.6) | - | - | (7.0) | 5/1/2010 | |
| Bloomberg Commodity Index | | | (2.3) | 0.3 | (3.6) | 8.7 | (13.9) | (9.5) | (5.9) | (6.2) | (6.3) | | |
| Aetos Capital Long/Short Strategies (NR) | 10,145,758 | 7.9 | 3.6 | 3.8 | 6.0 | 7.8 | 4.5 | 5.6 | 4.5 | 3.1 | 3.4 | 1/1/2007 | |
| Dow Jones Credit Suisse Long/Short Equity Index | | | 3.5 | 3.2 | 5.2 | 3.9 | 2.4 | 5.4 | 4.6 | 4.0 | 4.3 | | |
| Elliott International Ltd (NR) | 4,958,396 | 3.9 | 3.0 | 7.5 | 10.7 | 13.3 | 7.6 | 8.9 | 7.9 | - | 8.7 | 1/1/2013 | |
| Dow Jones Credit Suisse Multi-Strategy Index | | | 2.8 | 3.9 | 6.6 | 7.9 | 5.0 | 6.9 | 6.8 | 5.1 | 6.6 | | |
| Invesco Mortgage Recovery Fund-Loans | 665,081 | 0.5 | | | | | | | | | | | |
| Invesco Real Estate Fund II | 19,488 | 0.0 | | | | | | | | | | | |
| NCREIF Property Index | | | 1.5 | 3.3 | 5.1 | 7.3 | 10.6 | 10.7 | 11.8 | 6.7 | 6.3 | | |
| Invesco US Income | 6,157,476 | 4.8 | | | | | | | | | | | |
| NCREIF Property Index | | | 1.5 | 3.3 | 5.1 | 7.3 | 10.6 | 10.7 | 11.8 | 6.7 | 10.6 | | |
| Timber Investment Resources | 5,940,325 | 4.6 | | | | | | | | | | | |
| NCREIF Timberland Index | | | 0.8 | 2.0 | 2.6 | 3.6 | 5.7 | 7.1 | 5.4 | 5.7 | 5.8 | | |

NR=Net of fees return. GR=Gross of fees return. Returns calculated using Time-Weighted rate of return method. Investments with no returns are shown on the "Internal Rate of Return" table. Returns for periods longer than 12 months are annualized. Returns shown prior to inception in portfolio represent composite returns provided by manager. Green highlighted cells indicate the manager's performance in that time period is better than its benchmark. Cells highlighted in yellow indicate the manager's performance in that time period is trailing the benchmark. Red highlighted cells indicate

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| Internal Rate of Return | | | | | | | | | | | |
|--------------------------------------|-----------------|-------|-------|-------|-------|------|------|------|-------|-----------------|----------------|
| | Market Value \$ | 3 Mo | 6 Mo | 9 Mo | 1 Yr | 3 Yr | 5 Yr | 7 Yr | 10 Yr | Since Inception | Inception Date |
| Regiment Capital | 1,020,190 | 0.0 | 5.3 | 4.0 | 6.5 | 10.6 | 9.7 | - | - | 8.8 | 5/31/2011 |
| Invesco Mortgage Recovery Fund-Loans | 665,081 | 0.0 | (5.4) | (5.2) | (4.4) | 15.6 | 12.6 | 14.2 | - | 11.3 | 10/31/2009 |
| Invesco Real Estate Fund II | 19,488 | 7.0 | 2.0 | (2.1) | (4.9) | 5.9 | 16.5 | 24.7 | - | 8.3 | 9/30/2008 |
| Invesco US Income | 6,157,476 | 4.0 | 6.8 | 10.1 | 13.0 | 13.5 | - | - | - | 13.1 | 12/6/2013 |
| Timber Investment Resources | 5,940,325 | (0.5) | (0.2) | 2.1 | 2.9 | - | - | - | - | 8.2 | 7/3/2014 |

The investments on this page have active capital flows which require a Dollar-Weighted return calculation, in contrast to the Time-Weighted method used on other investment factor.



Mark to Market Accounting Summary: 1 Quarter (in 000s)

| | Beginning Market Value | Deposits | Withdrawals | Net Transfers | Fees | Income | Asset Value Change | Ending Market Value |
|---|---------------------------|-----------|----------------|------------------|--------------|------------|-----------------------|------------------------|
| Total Plan | 127,802 | 26 | (3,749) | 3 | (224) | 210 | 4,194 | 128,124 |
| Cash | 3,920 | - | - | (2,285) | - | 3 | - | 1,637 |
| Distributed Cash | 17,027 | - | - | (16,088) | - | - | - | 939 |
| Metropolitan West Total Return Bond M | 4,125 | 26 | (3,749) | 18,000 | (130) | - | 93 | 18,241 |
| Regiment Capital | 1,020 | - | - | - | - | - | - | 1,020 |
| Bradford & Marzec High Yield | - | - | - | - | - | - | - | - |
| III Credit Opportunities Fund | 6,542 | - | - | - | (28) | 128 | 158 | 6,794 |
| Barrow Hanley | 7,323 | - | - | - | (13) | - | 259 | 7,569 |
| Janus Capital | 6,758 | - | - | - | (9) | 23 | 572 | 7,342 |
| Disciplined Growth Investors | 7,208 | - | - | - | - | - | 212 | 7,420 |
| Wedge Capital | 6,604 | - | - | - | (12) | 34 | 358 | 6,983 |
| Westfield Capital | 12,083 | - | - | - | (21) | 18 | 985 | 13,063 |
| Invesco Global Real Estate R5 | 4,358 | - | - | - | - | - | 139 | 4,497 |
| First Eagle Overseas I | 6,791 | - | - | - | - | - | 440 | 7,230 |
| Lazard Emerging Markets Multi Asset Inst | 2,243 | - | - | - | - | - | 174 | 2,417 |
| Private Advisors Distressed Opportunities | - | - | - | - | - | - | - | - |
| Gramercy Distressed Opportunities Fund II | 3,536 | - | - | - | - | - | (17) | 3,519 |
| Invesco Balanced Risk Allocation | 7,849 | - | - | - | (3) | - | 206 | 8,051 |
| Schroders Commodity Portfolio | 3,611 | - | - | - | (8) | 4 | (94) | 3,514 |
| Aetos Capital Long/Short Strategies | 9,789 | - | - | 5 | - | - | 352 | 10,146 |
| Pointer L.P. | - | - | - | - | - | - | - | - |
| Elliott International Ltd | 4,812 | - | - | - | - | - | 146 | 4,958 |
| Invesco Mortgage Recovery Fund-Loans | 665 | - | - | - | - | - | - | 665 |
| Invesco Real Estate Fund II | 18 | - | - | - | - | - | 1 | 19 |
| Invesco US Income | 5,993 | - | - | (71) | - | - | 235 | 6,157 |
| Timber Investment Resources | 5,526 | - | - | 441 | - | - | (27) | 5,940 |

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Mark to Market Accounting Summary: 2 Quarters (in 000s)

| | Beginning Market Value | Deposits | Withdrawals | Net Transfers | Fees | Income | Asset Value Change | Ending Market Value |
|---|---------------------------|------------|----------------|------------------|--------------|------------|-----------------------|------------------------|
| Total Plan | 130,943 | 374 | (8,312) | 3 | (588) | 412 | 5,433 | 128,124 |
| Cash | 3,228 | - | - | (1,592) | (4) | 6 | - | 1,637 |
| Distributed Cash | 16,331 | - | - | (15,392) | - | - | - | 939 |
| Metropolitan West Total Return Bond M | 8,781 | 374 | (8,310) | 18,000 | (385) | - | (95) | 18,241 |
| Regiment Capital | 968 | - | - | - | - | - | 52 | 1,020 |
| Bradford & Marzec High Yield | 7,183 | - | - | (7,200) | (14) | 2 | 29 | - |
| III Credit Opportunities Fund | - | - | - | 6,500 | (38) | 134 | 206 | 6,794 |
| Barrow Hanley | 6,870 | - | - | - | (26) | - | 727 | 7,569 |
| Janus Capital | 6,557 | - | - | - | (21) | 47 | 761 | 7,342 |
| Disciplined Growth Investors | 6,995 | - | - | - | - | - | 425 | 7,420 |
| Wedge Capital | 6,285 | - | - | - | (24) | 71 | 653 | 6,983 |
| Westfield Capital | 11,777 | - | - | - | (42) | 147 | 1,184 | 13,063 |
| Invesco Global Real Estate R5 | 4,644 | - | - | - | - | - | (147) | 4,497 |
| First Eagle Overseas I | 7,024 | - | - | 2 | - | - | 205 | 7,230 |
| Lazard Emerging Markets Multi Asset Inst | 2,339 | - | - | - | - | - | 78 | 2,417 |
| Private Advisors Distressed Opportunities | 121 | - | - | (39) | - | - | (82) | - |
| Gramercy Distressed Opportunities Fund II | 3,303 | - | - | 1 | - | - | 215 | 3,519 |
| Invesco Balanced Risk Allocation | 7,918 | - | - | 3 | (3) | - | 133 | 8,051 |
| Schroders Commodity Portfolio | 3,522 | - | - | - | (15) | 6 | 2 | 3,514 |
| Aetos Capital Long/Short Strategies | 9,772 | - | - | 4 | - | - | 371 | 10,146 |
| Pointer L.P. | 86 | - | - | (86) | - | - | - | - |
| Elliott International Ltd | 4,609 | - | - | 3 | - | - | 347 | 4,958 |
| Invesco Mortgage Recovery Fund-Loans | 705 | - | (2) | - | - | - | (38) | 665 |
| Invesco Real Estate Fund II | 515 | - | - | (500) | - | - | 5 | 19 |
| Invesco US Income | 5,902 | - | - | (142) | (15) | - | 412 | 6,157 |
| Timber Investment Resources | 5,507 | - | - | 442 | - | - | (9) | 5,940 |

Singing River Health System Employees' Pension Plan & Trust Fee Analysis

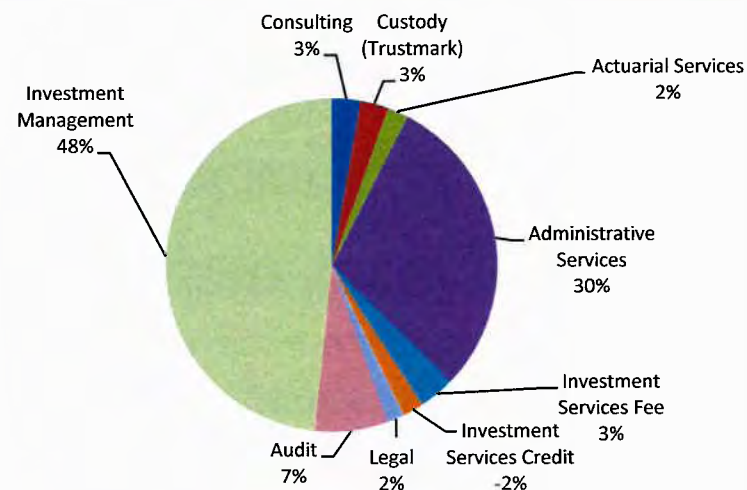
As of 3/31/2017

| Annual costs | Dollars |
|--------------|---------|
|--------------|---------|

Direct costs

| | |
|----------------------------|--------------------|
| Consulting | \$62,079 |
| Custody (Trustmark) | 60,177 |
| Actuarial Services | 45,000 |
| Administrative Services | 664,628 |
| Investment Services Fee | 76,875 |
| Investment Services Credit | (46,031) |
| Legal | 37,418 |
| Audit | 160,063 |
| Investment Management | 1,075,116 |
| Total direct costs | \$2,135,324 |

| | |
|------------------------------|---------------|
| Total assets | \$128,122,205 |
| Costs as a percent of assets | 1.67% |



Notes:

Consulting fees invoiced by FiduciaryVest in the twelve months ending 3/31/2017.

Actuarial, Administrative, Legal and Investment Service fees represent actual fees deducted from plan by Transamerica in the twelve months ending 12/31/16. Investment Services fee is net of credits from revenue sharing.

Trustmark custody fees estimated based on current fee schedule.

Managers' fees are computed from the applicable formula, whether or not they were paid during the quarter.

Mutual fund fees are computed based on total expense ratio which includes investment management, custody, commissions and other costs of the fund. They are not actual negative cash flows but are embedded in the fund performance, and are shown here as an indication of the total investment program cost.

Singing River Health System Employees' Pension Plan & Trust
Investment Management Fees

As of 3/31/2017

| Manager | Vehicle | Performance | Fee Schedule |
|---|---------------------|-------------|---|
| Metropolitan West Total Return Bond M | Mutual Fund | Net | 0.69% expense ratio (0.35% revenue share credited back to Plan) |
| Regiment Capital | Limited Partnership | Net | 1.50% |
| III Credit Opportunities | Limited Partnership | Net | 0.75% management fee Performance fee: 10% Incentive fee accrued monthly, paid annually, subject to High Water Mark |
| Private Advisors Distressed Opportunities | Limited Partnership | Net | No fees charged during wind down process. |
| Gramercy Distressed Opportunities | Limited Partnership | Net | Management Fee: 1.50% Performance Fee: 15% |
| Invesco Balanced-Risk Allocation | Commingled Fund | Gross | 0.45% |
| Schroders Commodity Portfolio | Limited Partnership | Net | Management fee: 0.75% Operating fee: 0.09% Performance fee: 20% of annual net profit less advisory fees plus net underperformance carryover less benchmark return |
| Aetos Capital Long/Short Strategies | Hedge Fund of Funds | Net | 0.75% |
| Elliott International Ltd | Limited Partnership | Net | Management fee: 1.50% Performance fee: 20% Contribution/withdrawal fee: 1.75% |
| Invesco Mortgage Recovery Fund | Limited Partnership | Net | 1.50% |
| Invesco Real Estate Fund II | Limited Partnership | Net | 1.10% |
| Invesco US Income | Limited Partnership | Net | 1.20% |
| Timber Investment Resources | Limited Partnership | Net | Management fee: 0.90% Performance Fee: 20% of realized profits over an 8% hurdle (beginning at end of fourth year of fund) |
| Invesco Global Real Estate R5 | Mutual Fund | Net | 0.88% |
| Barrow Hanley | Commingled Fund | Gross | 0.75% on first \$10 million 0.50% on next \$15 million |
| Janus Capital | Separate Account | Gross | 0.75% |
| Wedge Capital | Separate Account | Gross | 0.75% |
| Disciplined Growth Investors | Commingled Fund | Gross | 0.79% |
| Westfield Capital | Separate Account | Gross | 0.75% on first \$10 million 0.50% over \$10 million |
| First Eagle Overseas I | Mutual Fund | Net | 0.86% |
| Lazard Emerging Markets Multi Asset Instl | Mutual Fund | Net | 1.28% |



Singing River Health System Employees' Pension Plan & Trust
Liquidity Terms

As of 3/31/2017

| Daily Liquidity | | | | \$ 77,338,883.25 | |
|------------------------------|----------------------|------------------|-----------------|-------------------------|-----------------------------|
| <u>Manager</u> | <u>Asset Class</u> | <u>Vehicle</u> | <u>% Assets</u> | <u>\$ Committed</u> | <u>Remaining Commitment</u> |
| Metropolitan West | Broad Fixed | Mutual Fund | 14.2% | | |
| Bradford & Marzec | High Yield Fixed | Separate Account | 0.0% | | |
| Invesco | Global Real Estate | Mutual Fund | 3.5% | | |
| Barrow Hanley | Large Cap Value | Commingled Fund | 5.9% | | |
| Janus Capital | Large Cap Growth | Separate Account | 5.7% | | |
| Wedge Capital | Mid Cap Value | Separate Account | 5.5% | | |
| Disciplined Growth Investors | Mid Cap Growth | Separate Account | 5.8% | | |
| Westfield Capital | Small Cap Growth | Separate Account | 10.2% | | |
| First Eagle Investment | International Equity | Mutual Fund | 5.6% | | \$ - |
| Lazard Asset Mgmt | Em Mkts Multi Strat | Mutual Fund | 1.9% | | |
| Cash | Cash | Mutual Fund | 2.0% | | \$ - |
| | | | 60.4% | | |

| Monthly Liquidity | | | | \$ 18,359,517 | |
|--------------------------|--------------------|---------------------|-----------------|----------------------|--|
| <u>Manager</u> | <u>Asset Class</u> | <u>Vehicle</u> | <u>% Assets</u> | | |
| Invesco Balanced Risk | Global Macro | Commingled Fund | 6.3% | | |
| Schroders | Commodities | Limited Partnership | 2.7% | | |
| III Credit Opp | High Yield Fixed | Limited Partnership | 5.3% | | |
| | | | 14.3% | | |

| Quarterly Liquidity | | | | \$ 16,303,234 | |
|----------------------------|----------------------|---------------------|-----------------|----------------------|--|
| <u>Manager</u> | <u>Asset Class</u> | <u>Vehicle</u> | <u>% Assets</u> | | |
| Aetos Capital | Long/Short Equity | Fund of Funds | 7.9% | | |
| Invesco ² | Real Estate (Income) | Limited Partnership | 4.8% | \$ 5,000,000 | |
| | | | 12.7% | | |

Total Portfolio \$ 128,122,205
Total Committed \$ 42,000,000
Remaining Commitment (\$) \$ 2,849,858
Remaining Commitment (%) 2%

| Illiquid | | | | \$ 16,120,570 | | |
|--------------------|---------------------------|---------------------|-----------------|----------------------|-----------------------------|-------------------------|
| <u>Manager</u> | <u>Asset Class</u> | <u>Vehicle</u> | <u>% Assets</u> | <u>\$ Committed</u> | <u>Remaining Commitment</u> | <u>Investment Term</u> |
| Regiment Capital | Bank Loans | Limited Partnership | 0.8% | \$ 7,000,000 | \$ 2,335,212 | 5/13/2017 |
| Private Advisors | Distressed Opportunities | Limited Partnership | 0.0% | \$ 2,000,000 | \$ - | 12/31/2016 ¹ |
| Gramercy Capital | Distressed Opportunities | Limited Partnership | 2.7% | \$ 3,000,000 | \$ - | 6/30/2019 |
| Elliott Management | Multi-Strategy Hedge Fund | Limited Partnership | 3.9% | \$ 11,000,000 | \$ - | |
| Invesco | Mortgage Recovery | Limited Partnership | 0.5% | \$ 4,000,000 | \$ 114,813 | 6/1/2017 |
| Timber Investment | Timber | Limited Partnership | 4.6% | \$ 5,000,000 | \$ - | 4/4/2027 |
| Invesco | Real Estate | Limited Partnership | 0.0% | \$ 5,000,000 | \$ 399,833 | 12/31/2016 |
| | | | 12.6% | | | |

¹ Fund began winding down in December 2010. Expect to have paid out by end of 2016.

² Quarterly liquidity with 45 days' notice. May be paid in installments based on investor queue and property sales.

Investment Manager Analysis



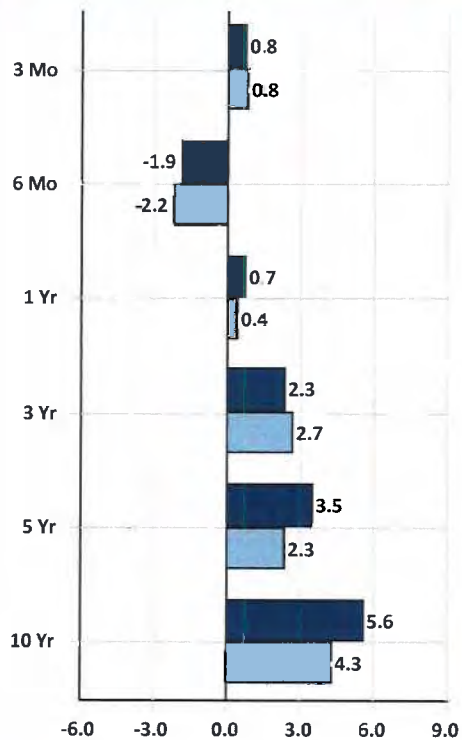
Metropolitan West Total Return Bond M

As of March 31, 2017

Fund Snapshot

Ticker : MWTRX
 Peer Group : IM U.S. Broad Market Core Fixed Income (MF)
 Benchmark : Bloomberg Barclays U.S. Aggregate Index
 Total Assets : \$15,226 Million
 Fund Inception : 3/31/1997
 Portfolio Manager : Team Managed
 Net Expense : 0.67%
 Turnover : 303%

Trailing Returns

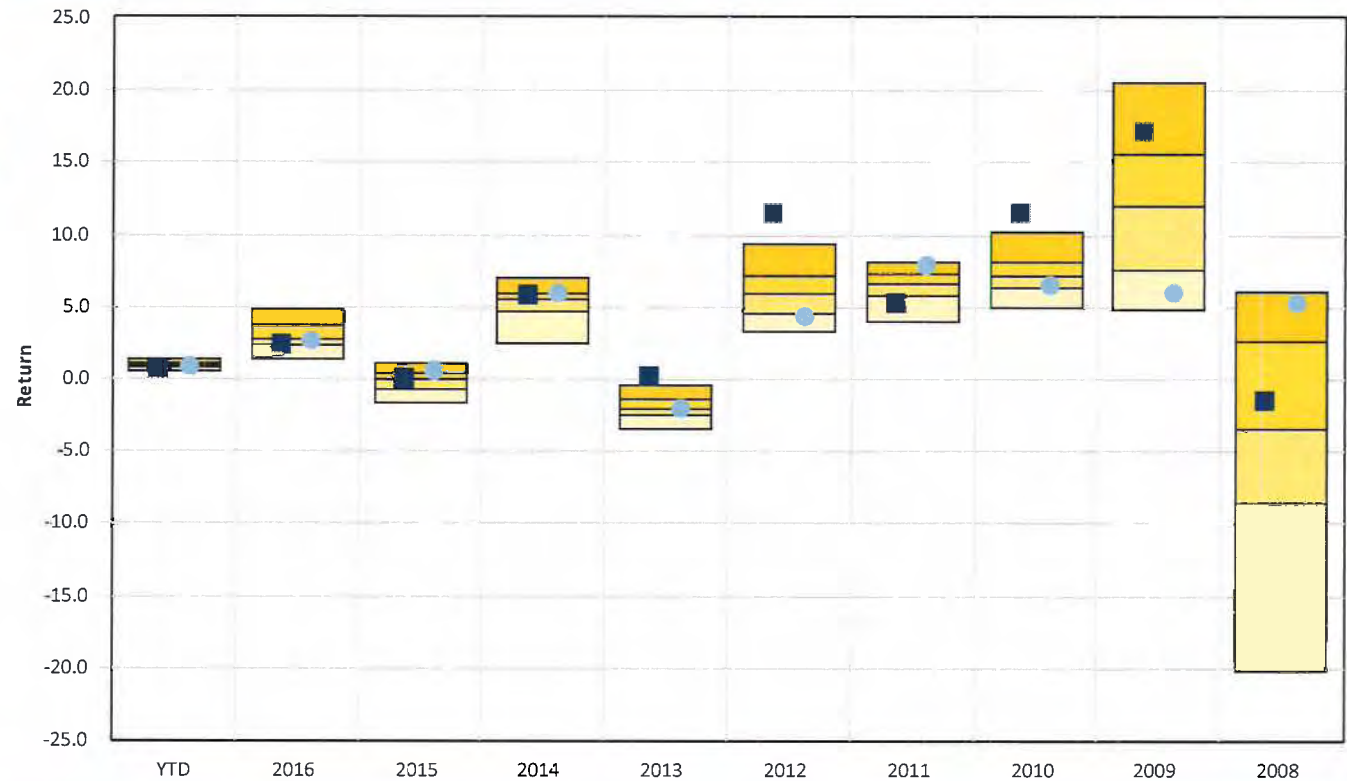


Metropolitan West Total Return Bond M
 Bloomberg Barclays U.S. Aggregate Index

Investment Strategy

The Fund seeks to maximize long-term total return by investing at least 80% of its assets in a diversified portfolio of fixed-income securities of varying maturities, issued by domestic and foreign corporations and governments with portfolio duration of two to eight years.

Performance Relative to Peer Group



Calendar Year Returns

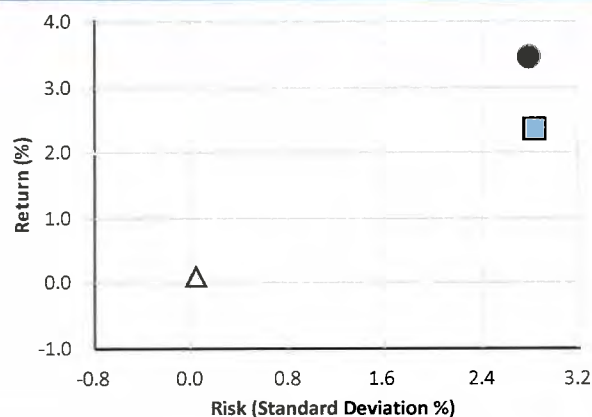
| | YTD | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|-------------------|----------|----------|----------|----------|---------|----------|----------|----------|-----------|------------|
| Fund | 0.8 (76) | 2.3 (75) | 0.0 (51) | 5.8 (35) | 0.2 (3) | 11.4 (1) | 5.2 (85) | 11.5 (2) | 17.1 (18) | (1.5) (42) |
| Benchmark | 0.8 | 2.6 | 0.5 | 6.0 | (2.0) | 4.2 | 7.8 | 6.5 | 5.9 | 5.2 |
| Peer Group Median | 0.9 | 2.8 | 0.0 | 5.5 | (2.0) | 6.0 | 6.7 | 7.2 | 12.0 | (3.4) |
| Population | 522 | 502 | 487 | 478 | 476 | 475 | 481 | 487 | 481 | 516 |



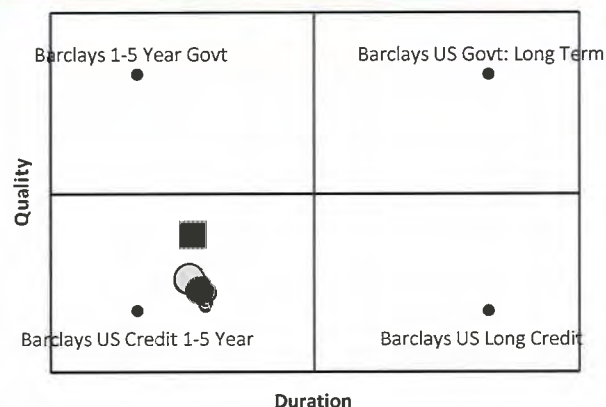
Metropolitan West Total Return Bond M

As of March 31, 2017

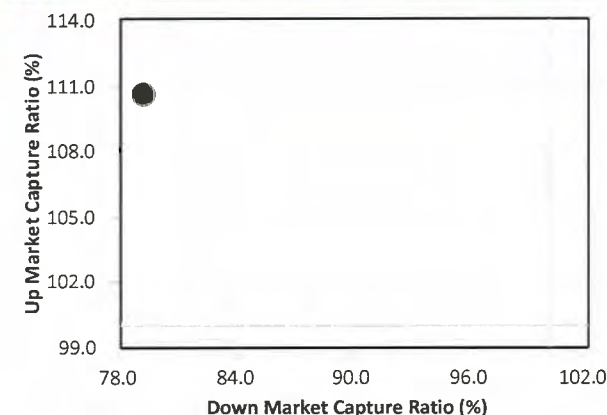
Risk/Return



3 Year Rolling Style Map



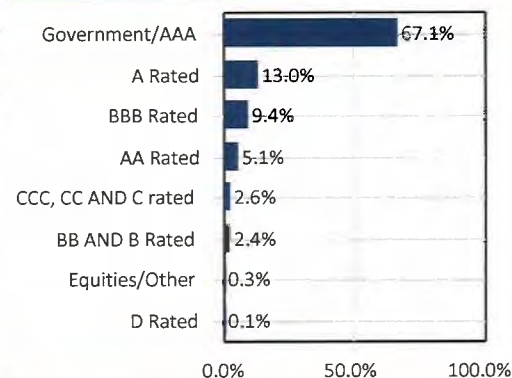
Up/Down Markets



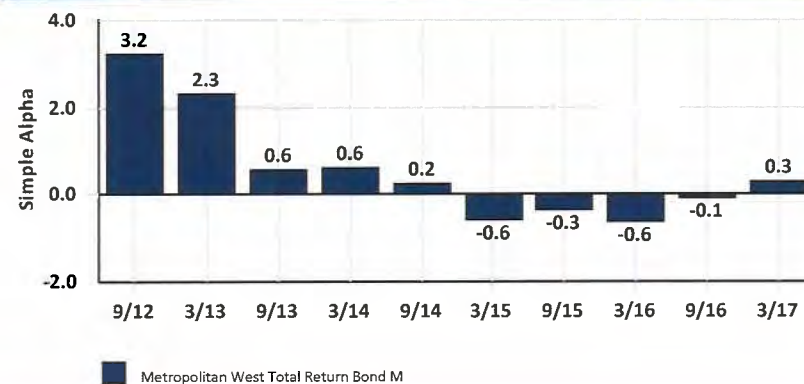
Top Holdings

| | |
|------------------------------|--------|
| GNMA and Other Mtg Backed | 37.4 % |
| Government Agency Securities | 29.4 % |
| Corporate Notes/Bonds | 25.4 % |
| Asset Backed Securities | 6.0 % |

Quality Allocation



6 Month Over/Under Performance vs. Benchmark - Last 5 Years



Portfolio Statistics

| | |
|---------------------|------------|
| Avg. Coupon | 2.82 % |
| Nominal Maturity | 7.52 Years |
| Effective Maturity | - |
| Duration | 5.56 Years |
| SEC 30 Day Yield | 3.6 |
| Avg. Credit Quality | AA |

Performance Statistics

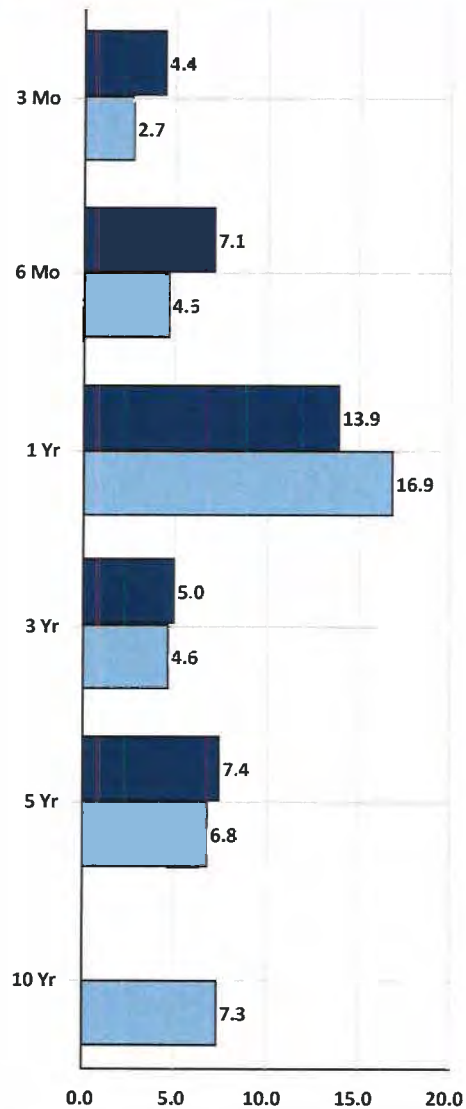
| | Consistency | Excess Return | Beta | Maximum Drawdown | Sharpe Ratio | Inception Date |
|---|-------------|---------------|------|------------------|--------------|----------------|
| Metropolitan West Total Return Bond M | 63.3 | 3.3 | 0.9 | (3.5) | 1.2 | 4/1/1997 |
| Bloomberg Barclays U.S. Aggregate Index | 0.0 | 2.2 | 1.0 | (3.7) | 0.8 | 4/1/1997 |
| 90 Day U.S. Treasury Bill | 36.7 | 0.0 | 0.0 | 0.0 | - | 4/1/1997 |

Unless specifically stated, performance time periods are 5 years. If the fund history is less than 5 years, the time period is since fund inception.

III Credit Opportunities Fund

As of March 31, 2017

Trailing Returns

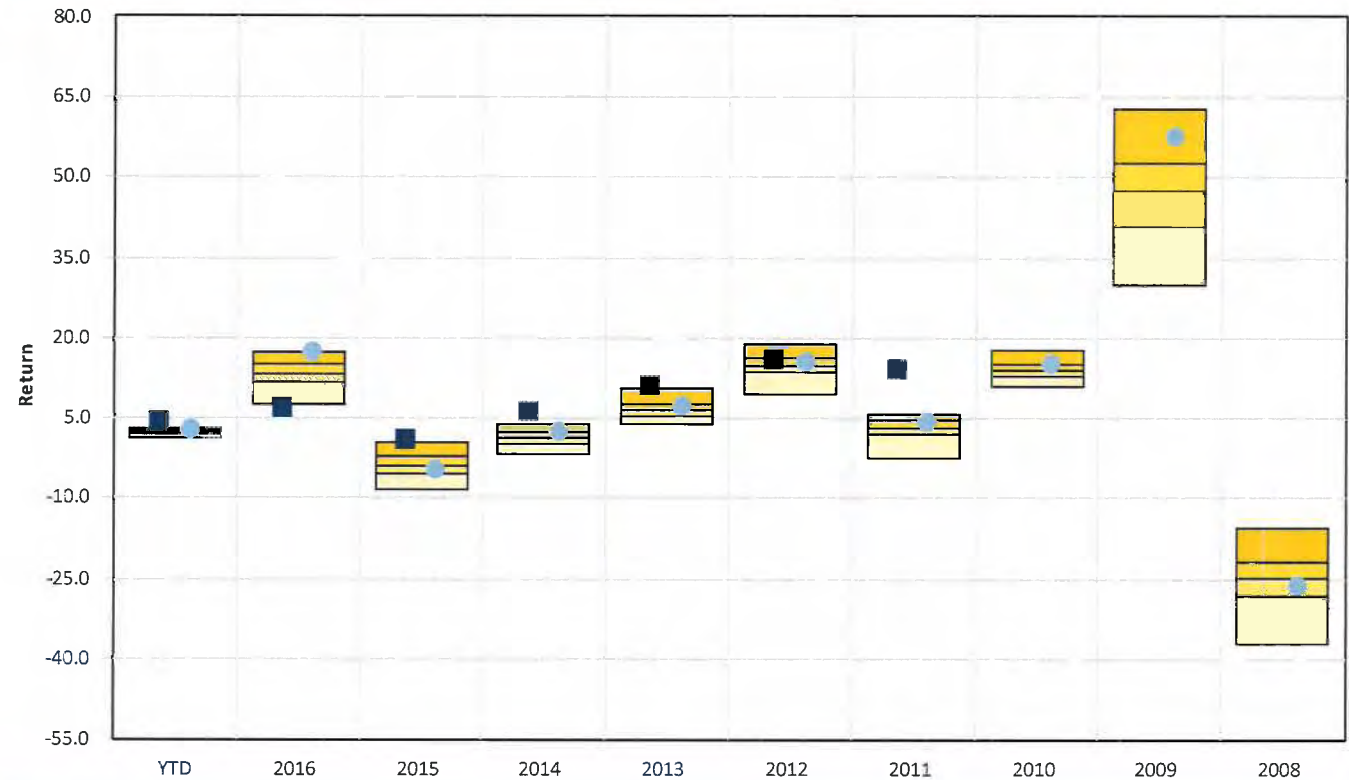


■ III Credit Opportunities Fund
 ■ BofA Merrill Lynch High Yield Master II Idx

Investment Strategy

The fund seeks to generate significant returns using long only cash credit products with no repo leverage or derivatives use. Assets in the fund are primarily structured credit instruments.

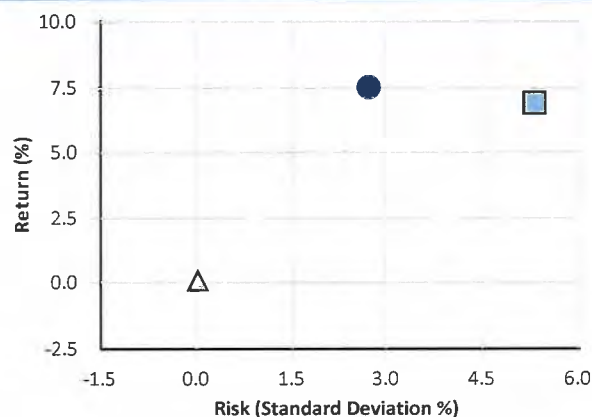
Performance Relative to Peer Group



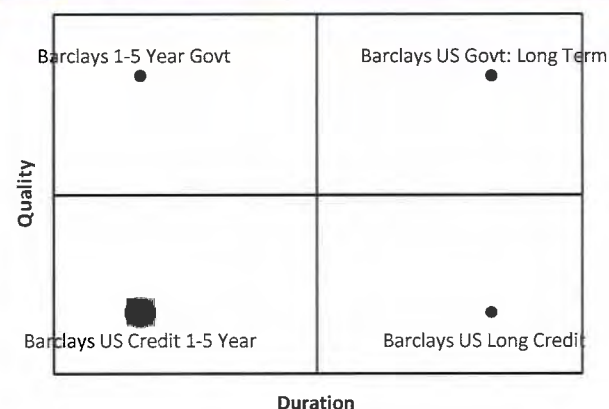
Calendar Year Returns

| | YTD | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|---|---------|----------|---------|---------|----------|-----------|----------|------|------|------|
| III Credit Opportunities Fund | 4.4 (1) | 6.7 (96) | 0.9 (4) | 6.3 (1) | 11.1 (5) | 15.8 (29) | 14.0 (1) | - | - | - |
| BofA Merrill Lynch High Yield Master II | 2.7 | 17.5 | (4.6) | 2.5 | 7.4 | 15.6 | 4.4 | 15.2 | 57.5 | 26.4 |
| Peer Group Median | 2.3 | 13.4 | (3.9) | 1.5 | 6.6 | 14.7 | 3.3 | 14.0 | 47.5 | 24.9 |
| Population | 705 | 681 | 656 | 623 | 578 | 516 | 492 | 488 | 460 | 469 |

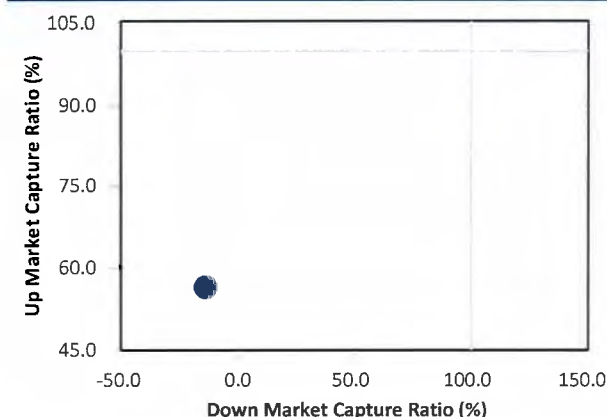
Risk/Return



3 Year Rolling Style Map



Up/Down Markets



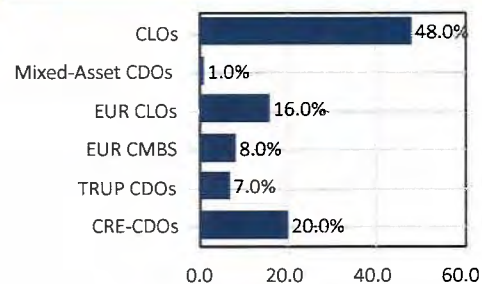
Top Holdings

Quality Allocation

6 Month Over/Under Performance vs. Benchmark - Last 5 Years



Sector Allocation



Performance Statistics

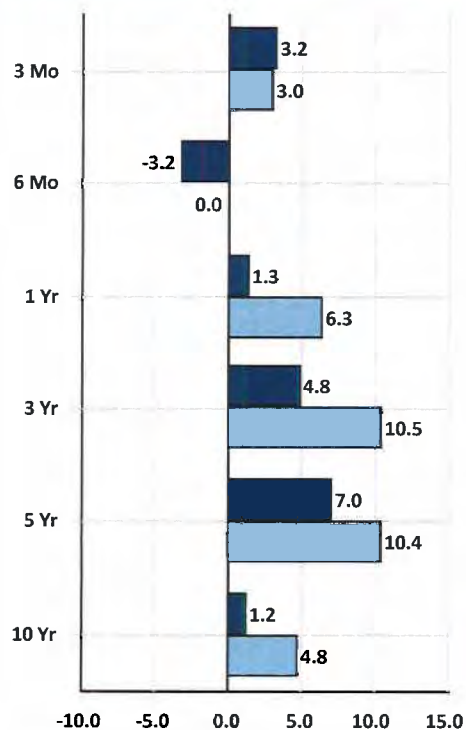
| | Consistency | Excess Return | Beta | Maximum Drawdown | Sharpe Ratio | Inception Date |
|---|-------------|---------------|------|------------------|--------------|----------------|
| III Credit Opportunities Fund | 50.0 | 7.1 | 0.3 | (4.6) | 2.6 | 4/1/2010 |
| BofA Merrill Lynch High Yield Master II Idx | 0.0 | 6.7 | 1.0 | (9.8) | 1.3 | 4/1/2010 |
| 90 Day U.S. Treasury Bill | 30.0 | 0.0 | 0.0 | 0.0 | - | 4/1/2010 |

Unless specifically stated, performance time periods are 5 years. If the fund history is less than 5 years, the time period is since fund inception.

Fund Snapshot

Ticker : IGREX
 Peer Group : IM Global Real Estate (MF)
 Benchmark : FTSE NAREIT All REITs Index
 Total Assets : \$260 Million
 Fund Inception : 4/29/2005
 Portfolio Manager : Team Managed
 Net Expense : 0.91%
 Turnover : 84%

Trailing Returns



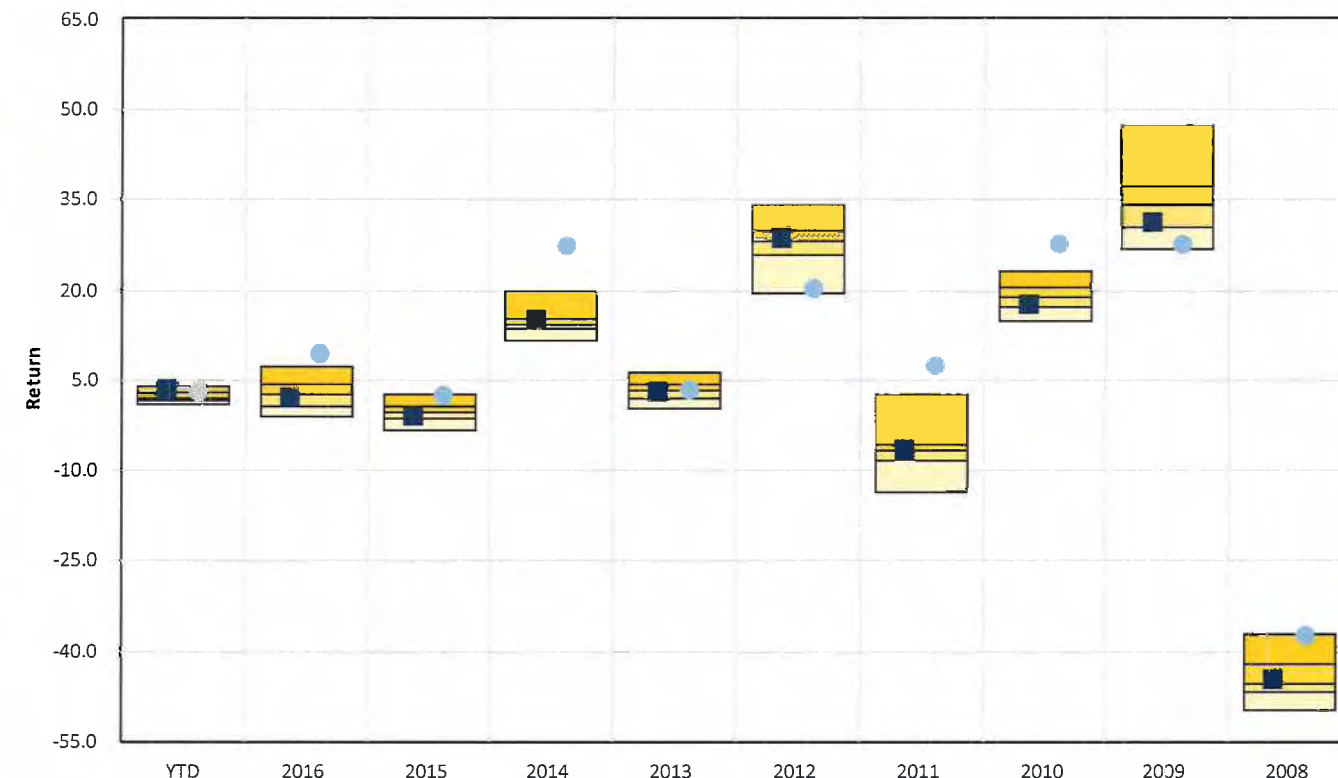
■ Invesco Global Real Estate R5

■ FTSE NAREIT All REITs Index

Investment Strategy

The Fund seeks high total return through growth of capital and current income. The Fund seeks to meet its objective by investing at least 80% of its assets in securities of real estate and real estate-related companies.

Performance Relative to Peer Group

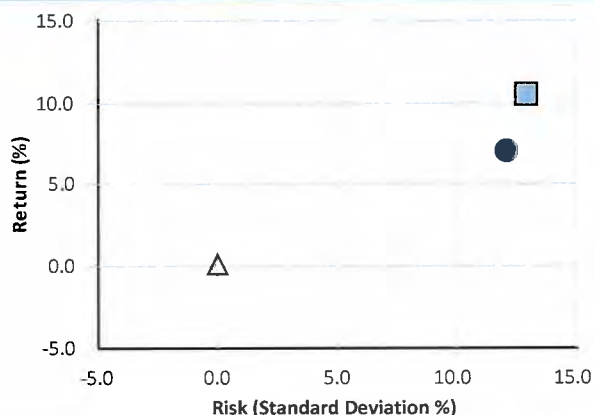


Calendar Year Returns

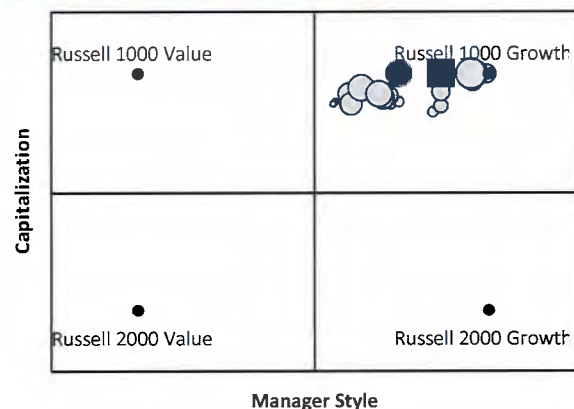
| | YTD | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|-------------------|----------|----------|------------|-----------|----------|-----------|------------|-----------|-----------|-------------|
| Fund | 3.2 (14) | 2.1 (62) | (1.1) (68) | 14.8 (38) | 3.0 (58) | 28.4 (46) | (6.5) (50) | 17.7 (63) | 31.3 (71) | (44.7) (39) |
| Benchmark | 3.0 | 9.3 | 2.3 | 27.1 | 3.2 | 20.1 | 7.3 | 27.6 | 27.4 | (37.3) |
| Peer Group Median | 2.0 | 2.8 | (0.3) | 14.3 | 3.2 | 28.2 | (6.6) | 18.8 | 34.1 | (45.3) |
| Population | 191 | 179 | 164 | 139 | 115 | 108 | 102 | 107 | 92 | 92 |



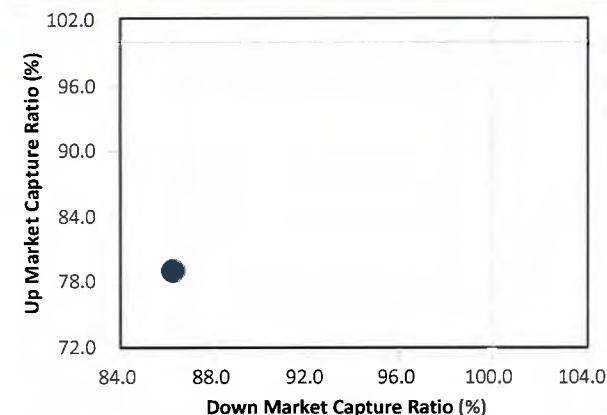
Risk/Return



3 Year Rolling Style Map



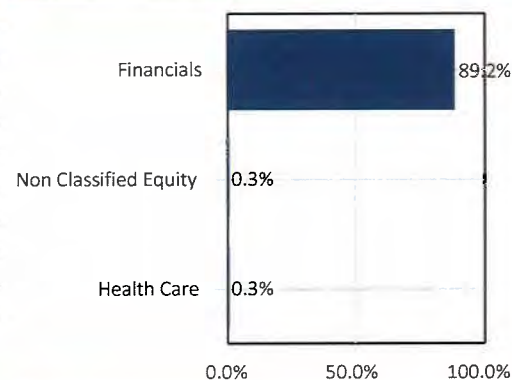
Up/Down Markets



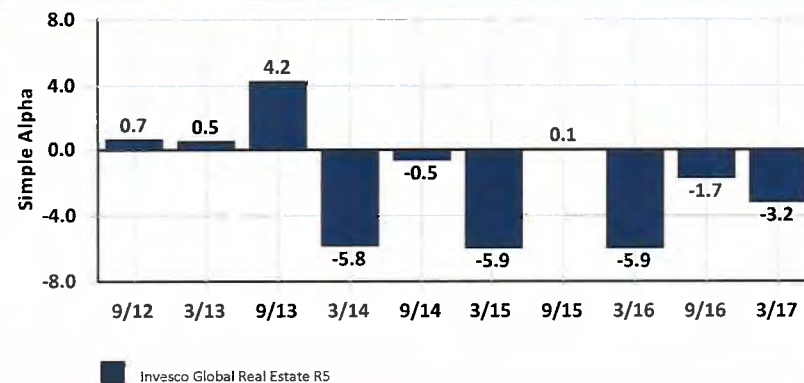
Top Holdings

| | |
|---------------------------------|-------|
| Simon Property Group Inc ORD | 4.4 % |
| Boston Properties Inc ORD | 2.8 % |
| Public Storage ORD | 2.3 % |
| AvalonBay Communities Inc ORD | 2.3 % |
| Vornado Realty Trust ORD | 2.2 % |
| Mitsubishi Estate Co Ltd ORD | 2.2 % |
| Mitsui Fudosan Co Ltd ORD | 2.1 % |
| Equity Residential ORD | 1.9 % |
| Sun Hung Kai Properties Ltd ORD | 1.9 % |
| Unibail Rodamco SE ORD | 1.8 % |

Sector Allocation



6 Month Over/Under Performance vs. Benchmark - Last 5 Years



Portfolio Statistics

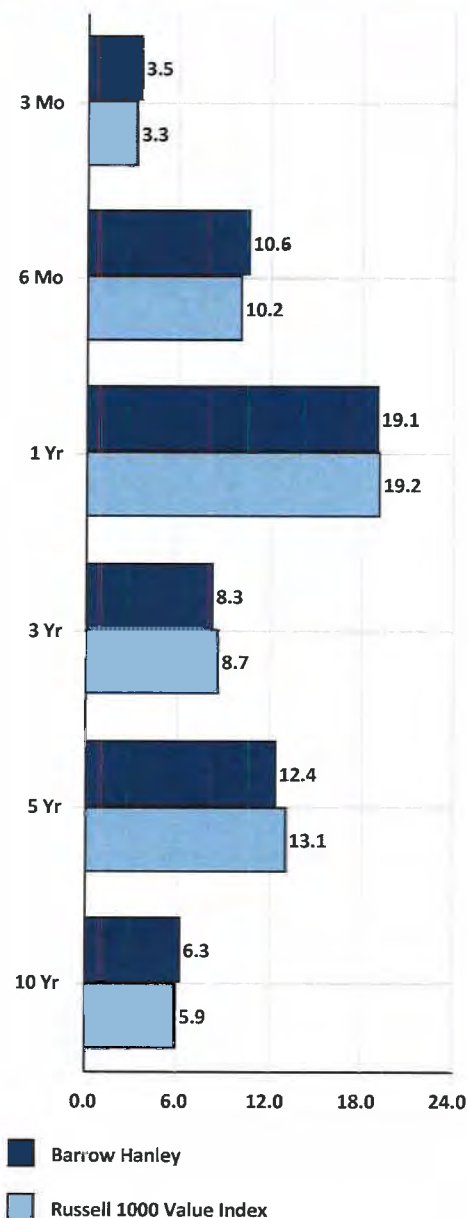
| | |
|------------------|------------------|
| Total Securities | 170 |
| Avg. Market Cap | \$15,397 Million |
| P/E | 25.8 |
| P/B | 2.6 |
| Div. Yield | 3.5% |
| Annual EPS | 22.4 |
| 5Yr EPS | 15.1 |
| 3Yr EPS Growth | 23.9 |

Performance Statistics

| | Consistency | Excess Return | Beta | Maximum Drawdown | Sharpe Ratio | Inception Date |
|-------------------------------|-------------|---------------|------|------------------|--------------|----------------|
| Invesco Global Real Estate R5 | 41.7 | 7.4 | 0.9 | (12.7) | 0.6 | 5/1/2005 |
| FTSE NAREIT All REITs Index | 0.0 | 10.7 | 1.0 | (13.9) | 0.8 | 5/1/2005 |
| 90 Day U.S. Treasury Bill | 40.0 | 0.0 | 0.0 | 0.0 | - | 5/1/2005 |

Unless specifically stated, performance time periods are 5 years. If the fund history is less than 5 years, the time period is since fund inception.

Trailing Returns



Investment Strategy

The philosophy of Barrow, Hanley, Mewhinney & Strauss is to exploit market inefficiencies through adherence to a value-oriented investment process dedicated to the selection of securities on a bottom-up basis and constructing concentrated portfolios.

Performance Relative to Peer Group

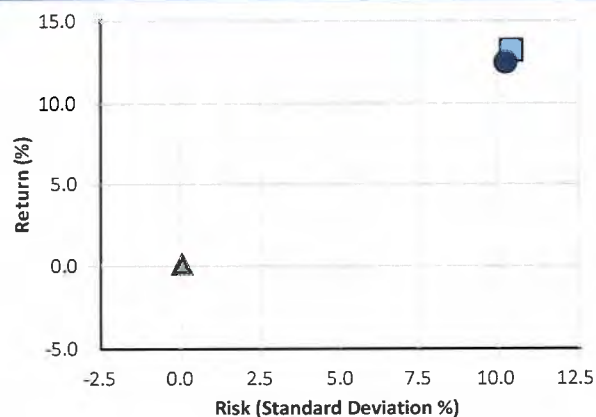


Calendar Year Returns

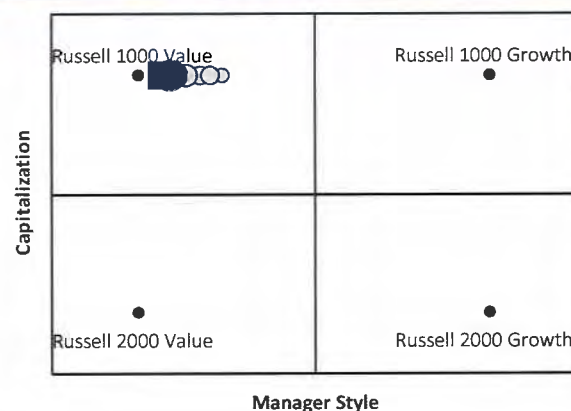
| | YTD | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|--------------------------|----------|-----------|------------|-----------|-----------|-----------|----------|-----------|-----------|-------------|
| Barrow Hanley | 3.5 (64) | 14.2 (54) | (1.3) (37) | 12.8 (43) | 32.4 (63) | 15.0 (58) | 2.4 (35) | 10.5 (93) | 22.8 (64) | (35.0) (46) |
| Russell 1000 Value Index | 3.3 | 17.3 | (3.8) | 13.5 | 32.5 | 17.5 | 0.4 | 15.5 | 19.7 | (36.8) |
| Peer Group Median | 4.0 | 14.6 | (2.3) | 12.2 | 34.3 | 15.7 | 0.6 | 14.7 | 25.3 | (35.4) |
| Population | 328 | 345 | 371 | 397 | 401 | 422 | 443 | 455 | 475 | 476 |



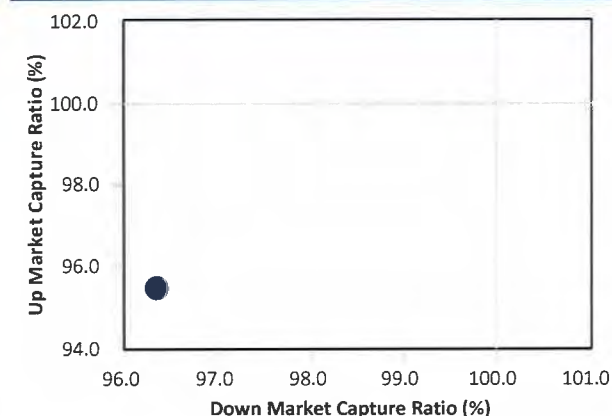
Risk/Return



3 Year Rolling Style Map



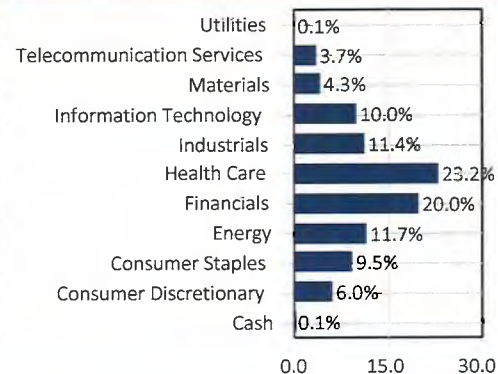
Up/Down Markets



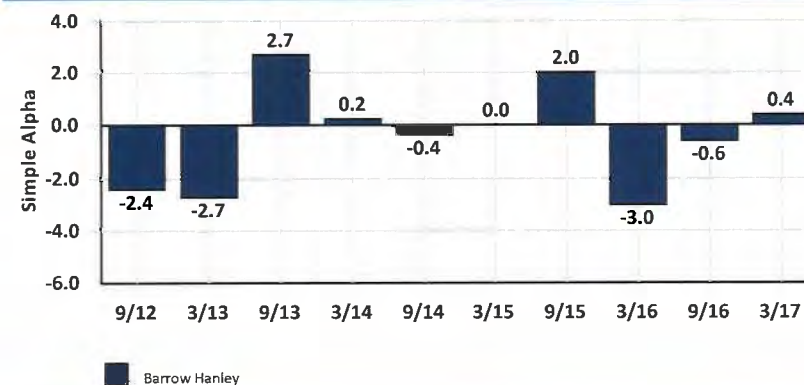
Top Holdings

| | |
|--------------------------------|-----|
| Wells Fargo & Company | 3.6 |
| Philip Morris Intl Inc | 3.4 |
| Medtronic plc | 3.4 |
| Oracle Corporation | 3.3 |
| Air Products and Chemicals Inc | 3.3 |
| CVS Health Corporation | 3.3 |
| JPMorgan Chase & Co | 3.2 |
| Anthem, Inc | 3.2 |
| Johnson Controls Intl Plc | 3.0 |
| Altria Group Inc | 3.0 |

Sector Allocation



6 Month Over/Under Performance vs. Benchmark - Last 5 Years



Portfolio Statistics

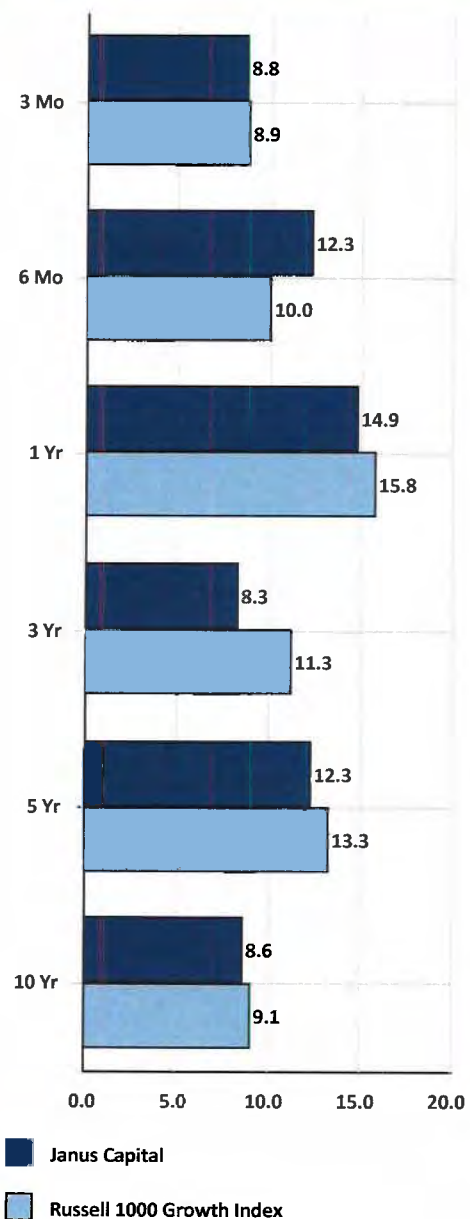
Holdings: 45
 Median Mkt Cap: \$80,236
 P/E Ratio: 19.3
 P/B Ratio: 2.2
 Div Yield: 2.6

Performance Statistics

| | Consistency | Excess Return | Beta | Maximum Drawdown | Sharpe Ratio | Inception Date |
|---------------------------|-------------|---------------|------|------------------|--------------|----------------|
| Barrow Hanley | 50.0 | 12.2 | 1.0 | (10.4) | 1.2 | 4/1/2005 |
| Russell 1000 Value Index | 0.0 | 12.8 | 1.0 | (10.2) | 1.2 | 4/1/2005 |
| 90 Day U.S. Treasury Bill | 33.3 | 0.0 | 0.0 | 0.0 | - | 4/1/2005 |

Unless specifically stated, performance time periods are 5 years. If the fund history is less than 5 years, the time period is since fund inception.

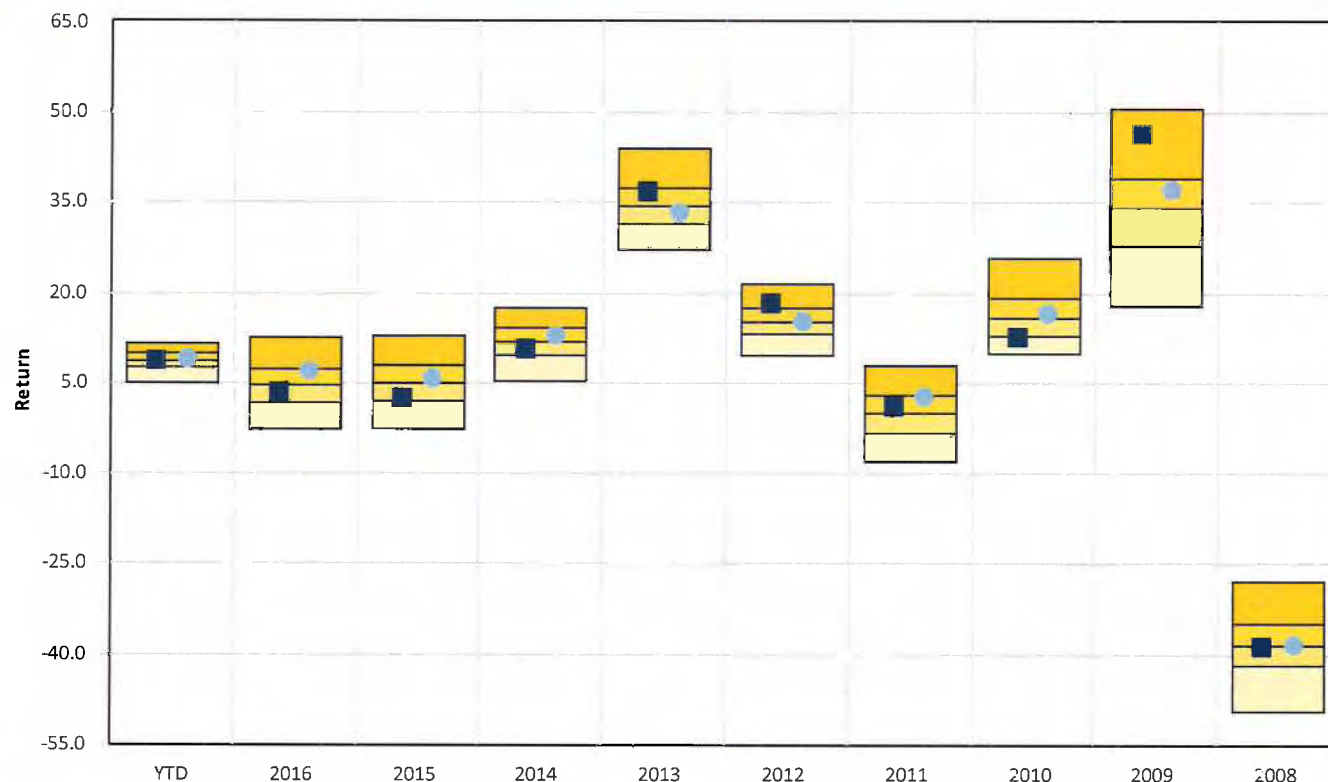
Trailing Returns



Investment Strategy

US Large cap growth equity portfolio focused on identifying strong businesses with sustainable competitive advantages and improving returns on capital.

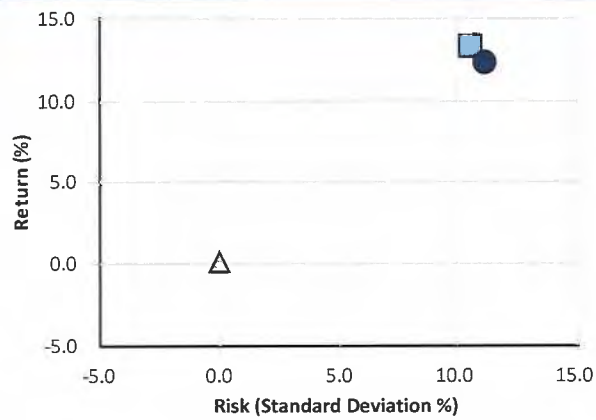
Performance Relative to Peer Group



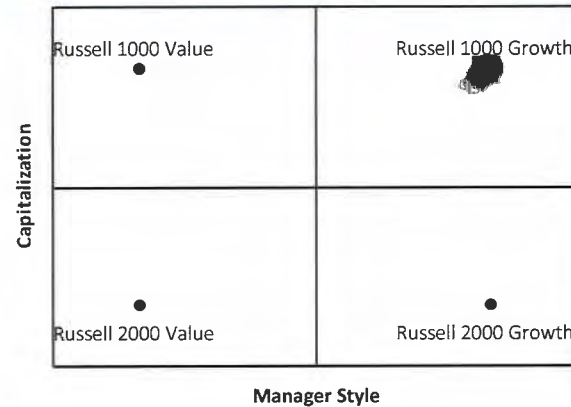
Calendar Year Returns

| | YTD | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|---------------------------|----------|----------|----------|-----------|-----------|-----------|----------|-----------|-----------|-------------|
| Janus Capital | 8.8 (50) | 3.3 (61) | 2.3 (73) | 10.5 (65) | 36.9 (29) | 18.1 (23) | 1.0 (41) | 12.5 (80) | 46.6 (10) | (38.9) (54) |
| Russell 1000 Growth Index | 8.9 | 7.1 | 5.7 | 13.1 | 33.5 | 15.3 | 2.6 | 16.7 | 37.2 | (38.4) |
| Peer Group Median | 8.8 | 4.6 | 4.9 | 11.9 | 34.5 | 15.2 | 0.1 | 16.0 | 34.0 | (38.5) |
| Population | 283 | 301 | 330 | 342 | 350 | 364 | 392 | 418 | 453 | 480 |

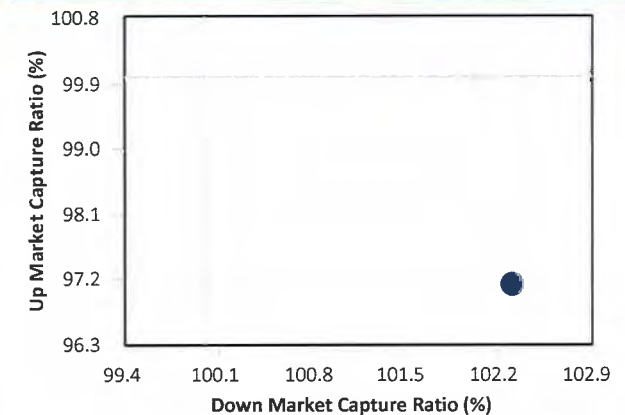
Risk/Return



3 Year Rolling Style Map



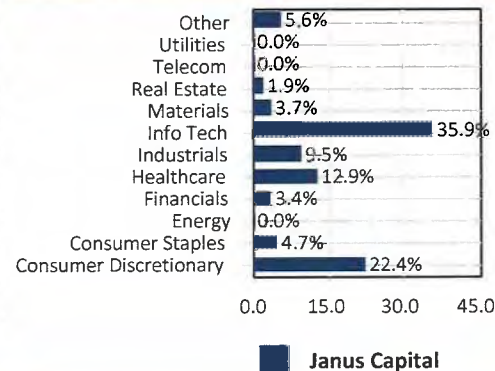
Up/Down Markets



Top Holdings

| | |
|---------------------|-----|
| Microsoft Corp | 6.3 |
| Mastercard Inc | 5.5 |
| Alphabet Inc | 5.5 |
| Boeing Co | 4.8 |
| Facebook Inc | 4.3 |
| Priceline Group Inc | 4.1 |
| NIKE Inc | 4.0 |
| Comcast Corp | 3.8 |
| Allergan Plc | 3.8 |
| Starbucks Corp | 3.7 |

Sector Allocation



6 Month Over/Under Performance vs. Benchmark - Last 5 Years



Portfolio Statistics

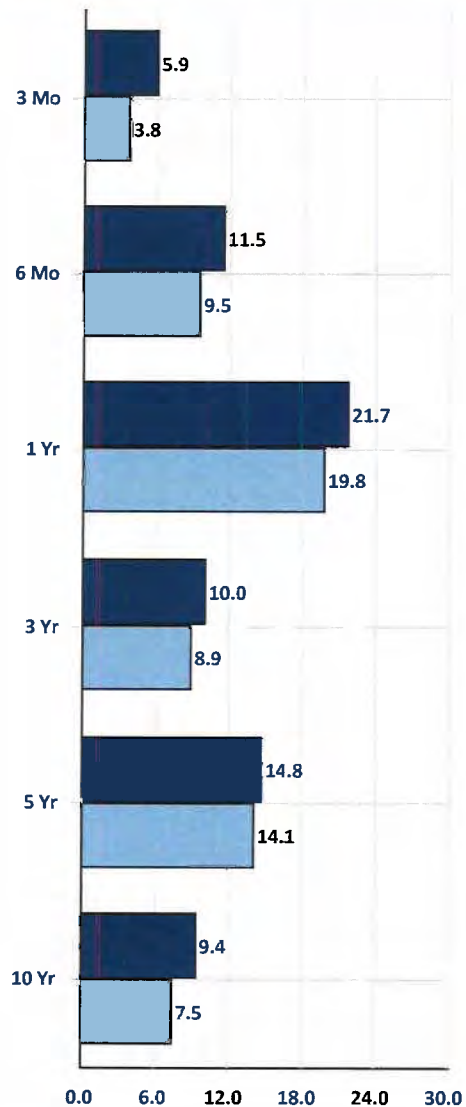
Holdings: 32
 Median Mkt Cap: \$82,550
 P/E Ratio: 28.6
 P/B Ratio: 7.7
 Turnover: 23.6

Performance Statistics

| | Consistency | Excess Return | Beta | Maximum Drawdown | Sharpe Ratio | Inception Date |
|---------------------------|-------------|---------------|------|------------------|--------------|----------------|
| Janus Capital | 40.0 | 12.2 | 1.0 | (8.0) | 1.1 | 7/1/1992 |
| Russell 1000 Growth Index | 0.0 | 13.0 | 1.0 | (8.4) | 1.2 | 7/1/1992 |
| 90 Day U.S. Treasury Bill | 40.0 | 0.0 | 0.0 | 0.0 | - | 7/1/1992 |

Unless specifically stated, performance time periods are 5 years. If the fund history is less than 5 years, the time period is since fund inception.

Trailing Returns

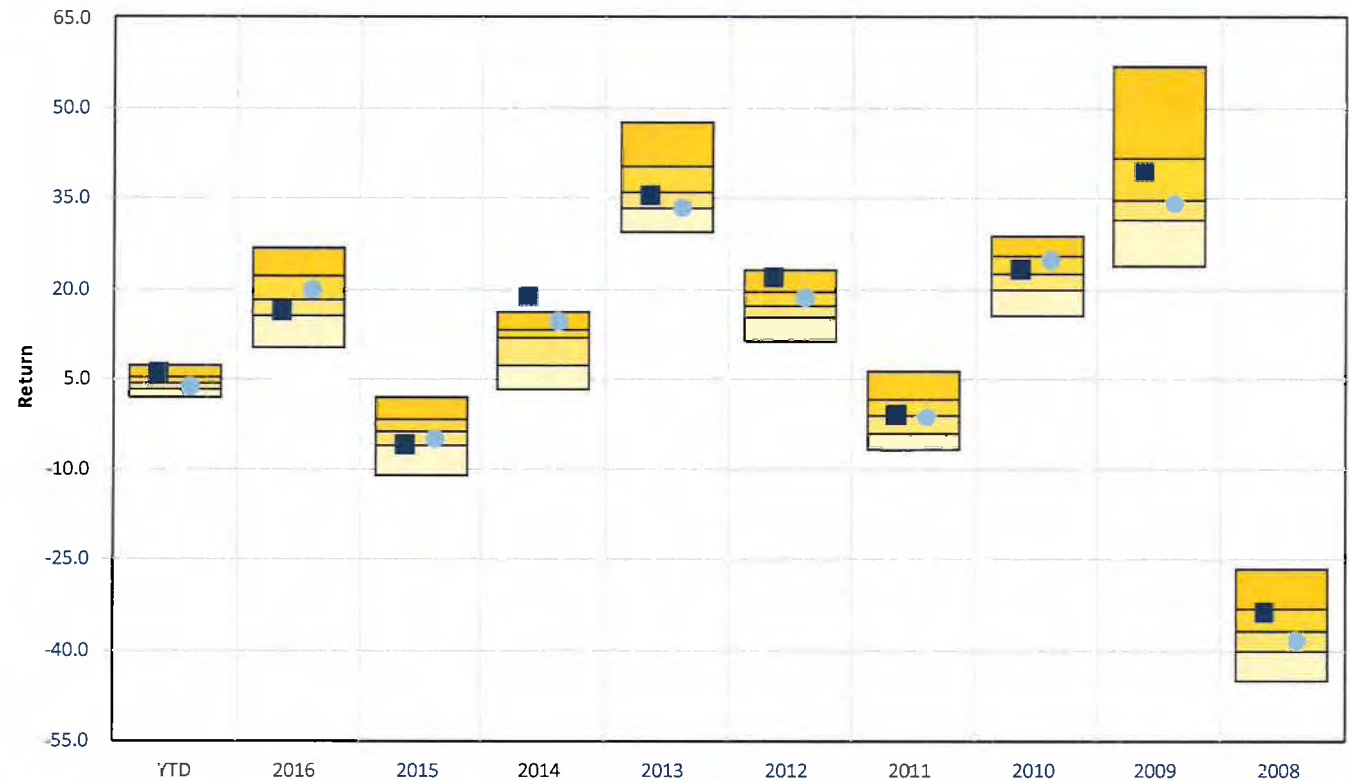


■ Wedge Capital
■ Russell Midcap Value Index

Investment Strategy

Wedge Mid Cap Value concentrates on companies with market capitalizations between \$1 billion and \$20 billion. The fund's research-driven approach to value investing and portfolio construction defines their traditional equity platform.

Performance Relative to Peer Group

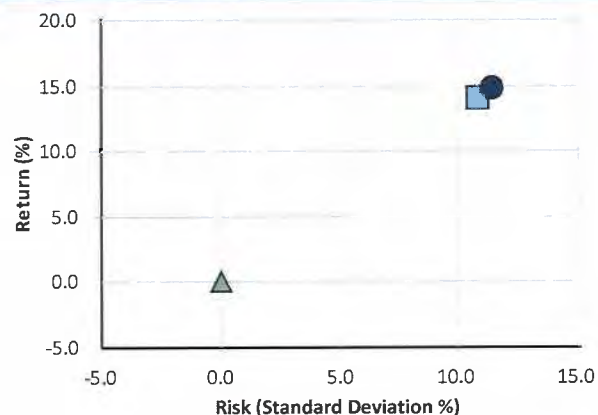


Calendar Year Returns

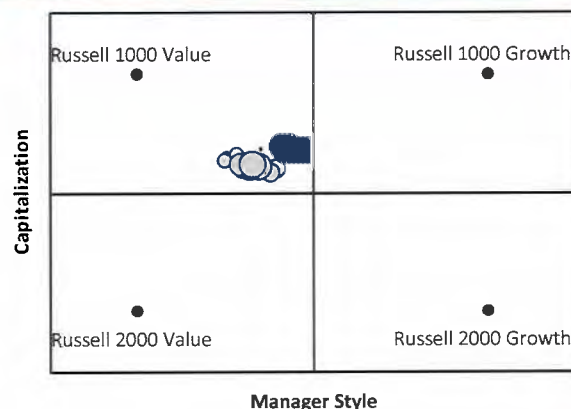
| | YTD | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|----------------------------|----------|-----------|------------|----------|-----------|-----------|------------|-----------|-----------|-------------|
| Wedge Capital | 5.9 (16) | 16.3 (65) | (5.9) (73) | 18.7 (2) | 35.4 (56) | 22.0 (10) | (0.8) (47) | 23.3 (42) | 39.5 (30) | (33.6) (27) |
| Russell Midcap Value Index | 3.8 | 20.0 | (4.8) | 14.7 | 33.5 | 18.5 | (1.4) | 24.8 | 34.2 | (38.4) |
| Peer Group Median | 4.2 | 18.2 | (3.5) | 11.9 | 36.2 | 17.3 | (1.0) | 22.5 | 35.0 | (36.6) |
| Population | 76 | 77 | 83 | 83 | 86 | 90 | 93 | 92 | 97 | 112 |



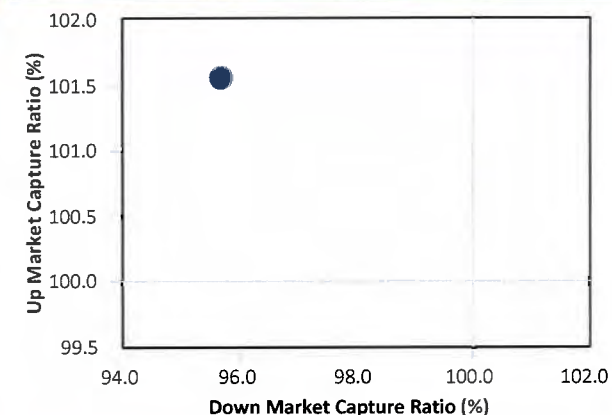
Risk/Return



3 Year Rolling Style Map



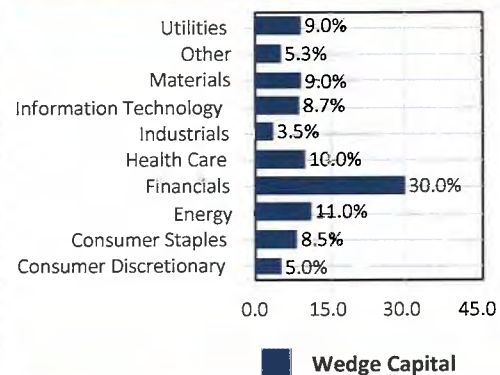
Up/Down Markets



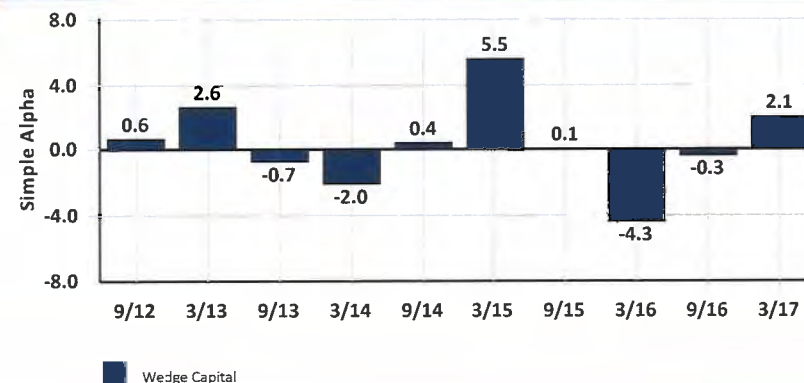
Top Holdings

| | |
|-------------------------------|-----|
| EQT Corp | 3.6 |
| Wyndham Worldwide Corp. | 3.5 |
| Zimmer Biomet Holdings In | 3.4 |
| Great Plains Energy Inc | 3.3 |
| Transdigm Group Inc | 3.3 |
| Universal Health Services Inc | 3.2 |
| Allstate Corp. | 3.2 |
| Mednax Inc | 3.1 |
| Ally Financial Inc | 3.1 |
| Murphy Oil Corp | 3.0 |

Sector Allocation



6 Month Over/Under Performance vs. Benchmark - Last 5 Years



Portfolio Statistics

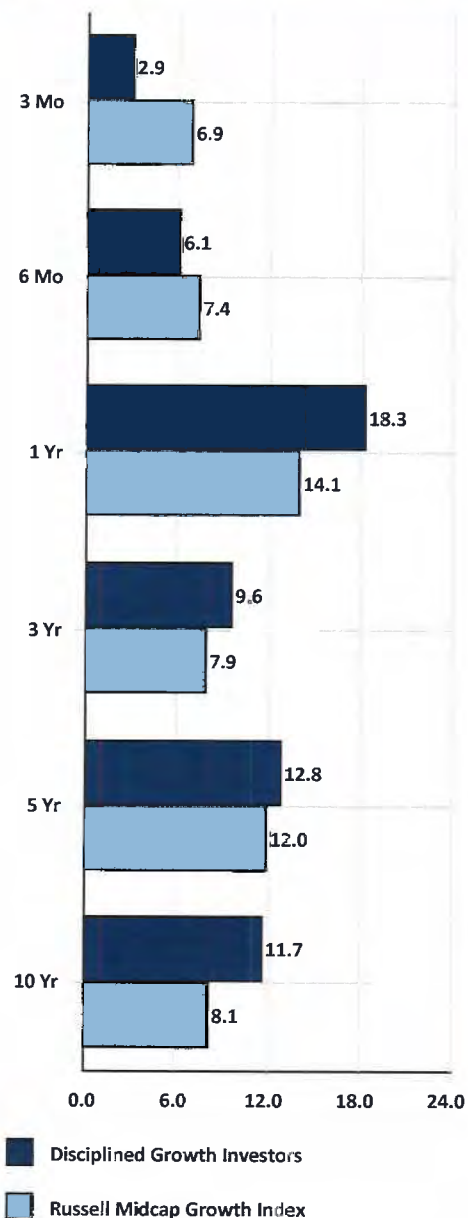
Number of Holdings: 45
P/E Ratio: 14.9
P/B Ratio: 1.89
Turnover: 28.65%

Performance Statistics

| | Consistency | Excess Return | Beta | Maximum Drawdown | Sharpe Ratio | Inception Date |
|----------------------------|-------------|---------------|------|------------------|--------------|----------------|
| Wedge Capital | 55.0 | 14.4 | 1.0 | (17.3) | 1.3 | 1/1/2004 |
| Russell Midcap Value Index | 0.0 | 13.7 | 1.0 | (12.7) | 1.3 | 1/1/2004 |
| 90 Day U.S. Treasury Bill | 31.7 | 0.0 | 0.0 | 0.0 | - | 1/1/2004 |

Unless specifically stated, performance time periods are 5 years. If the fund history is less than 5 years, the time period is since fund inception.

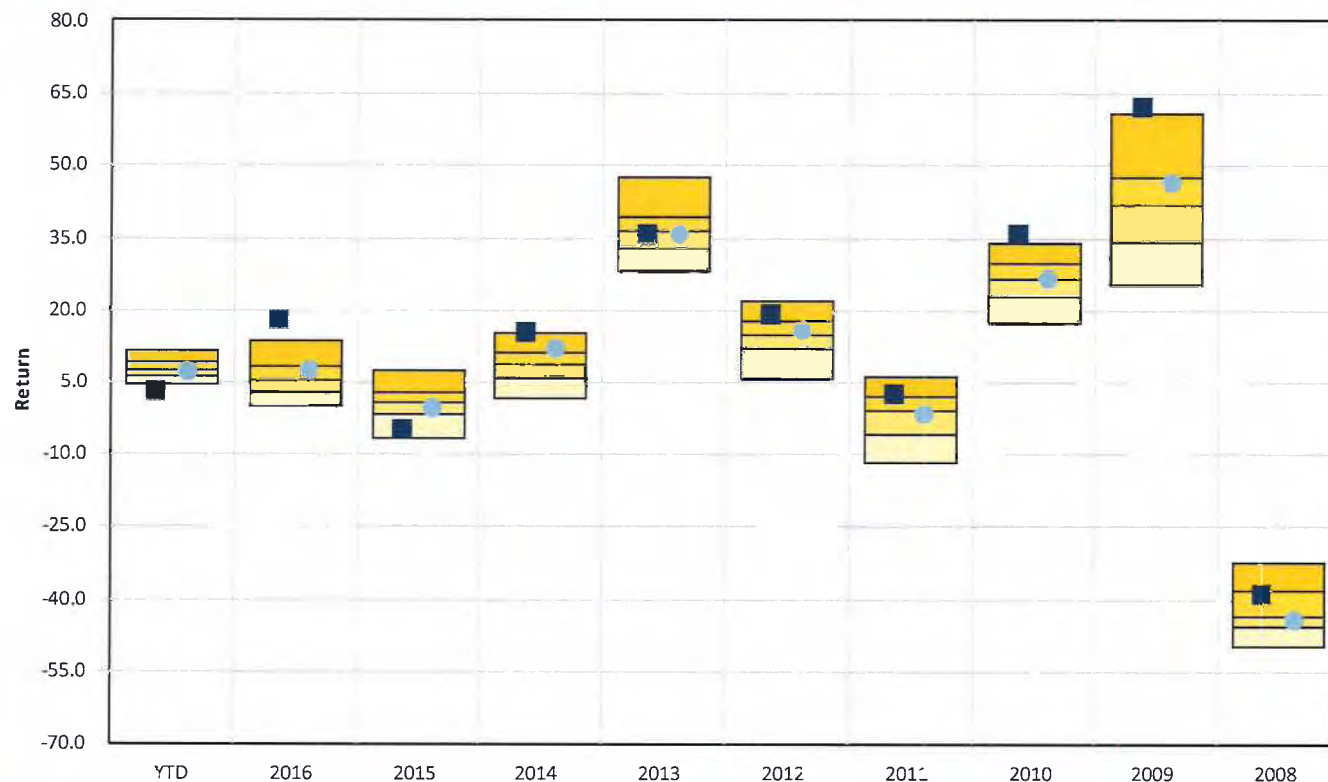
Trailing Returns



Investment Strategy

Mid cap growth domestic equity separate account. Invests in companies with market capitalizations greater than \$1 billion and less than \$10 billion. This class of stocks may present moderately more risk than larger more established companies. Strategy exploits price volatility to purchase business temporarily "on sale" for reasons DGI believes will have de minimis impact on the long-term value-creating potential of the business.

Performance Relative to Peer Group

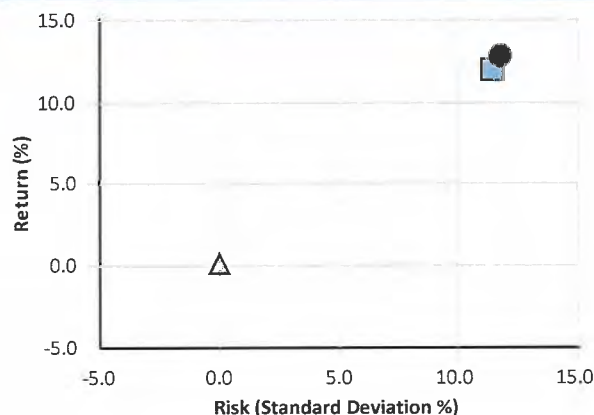


Calendar Year Returns

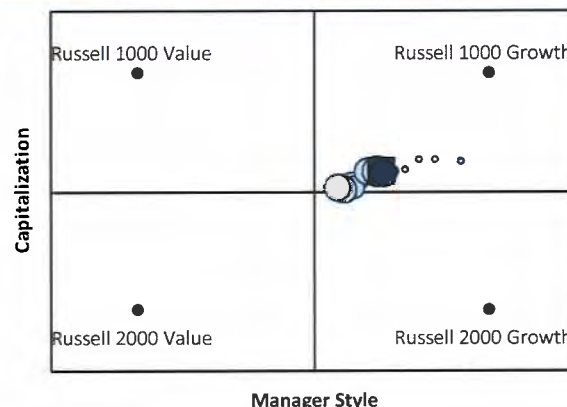
| | YTD | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|------------------------------|-----------|----------|------------|----------|-----------|-----------|----------|----------|----------|-------------|
| Disciplined Growth Investors | 2.9 (100) | 18.0 (1) | (4.9) (9C) | 15.4 (4) | 35.7 (56) | 19.0 (19) | 2.4 (24) | 35.6 (3) | 62.1 (4) | (38.7) (28) |
| Russell Midcap Growth Index | 6.9 | 7.3 | (0.2) | 11.9 | 35.7 | 15.8 | (1.7) | 26.4 | 46.3 | (44.3) |
| Peer Group Median | 7.6 | 5.4 | 0.8 | 8.6 | 36.4 | 15.1 | (1.0) | 26.8 | 41.8 | (43.5) |
| Population | 100 | 102 | 116 | 120 | 129 | 132 | 139 | 145 | 154 | 170 |



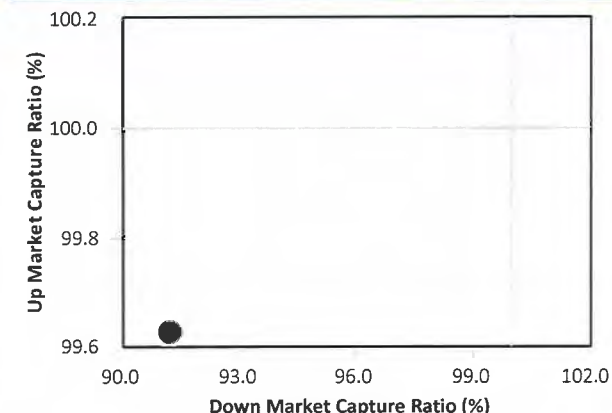
Risk/Return



3 Year Rolling Style Map



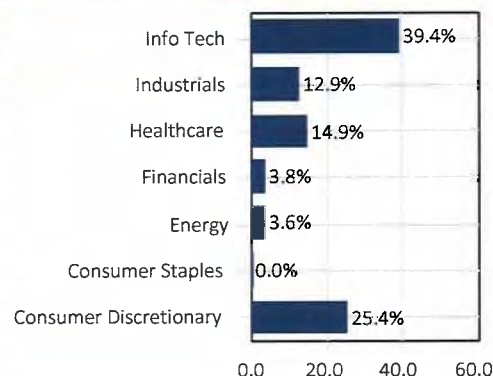
Up/Down Markets



Top Holdings

| | |
|-----------------------------|-----|
| Edwards Lifesciences Corp | 5.3 |
| TJX Companies Inc | 5.2 |
| Middleby Corp Com | 5.0 |
| Open Text Corp | 4.2 |
| Autodesk Inc. | 4.2 |
| Plexus Corp | 3.9 |
| Intuitive Surgical Inc | 3.1 |
| Royal Caribbean Cruises Ltd | 3.0 |
| Align Technology Inc | 2.8 |
| Gentex Corp | 2.8 |

Sector Allocation



6 Month Over/Under Performance vs. Benchmark - Last 5 Years



Portfolio Statistics

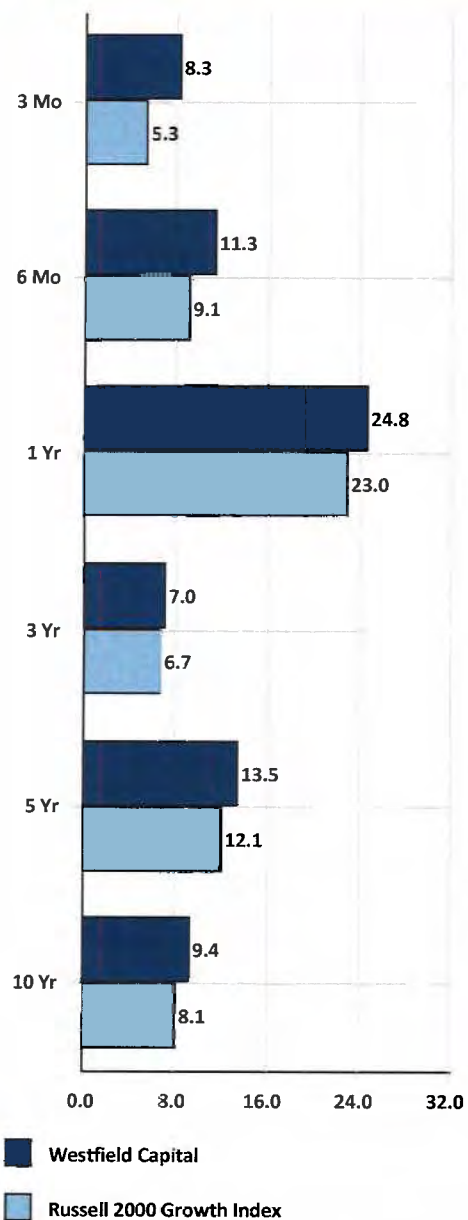
| | |
|-----------------|-----------|
| Holdings: | 52 |
| Median Mkt Cap: | \$5,284.7 |
| P/E Ratio: | 21.9 |
| P/B Ratio: | 3.9 |
| Turnover: | 3.8 |

Performance Statistics

| | Consistency | Excess Return | Beta | Maximum Drawdown | Sharpe Ratio | Inception Date |
|------------------------------|-------------|---------------|------|------------------|--------------|----------------|
| Disciplined Growth Investors | 53.3 | 12.7 | 1.0 | (12.4) | 1.1 | 1/1/2004 |
| Russell Midcap Growth Index | 0.0 | 11.9 | 1.0 | (12.9) | 1.0 | 1/1/2004 |
| 90 Day U.S. Treasury Bill | 40.0 | 0.0 | 0.0 | 0.0 | - | 1/1/2004 |

Unless specifically stated, performance time periods are 5 years. If the fund history is less than 5 years, the time period is since fund inception.

Trailing Returns



Investment Strategy

Westfield Capital US small cap growth equity portfolio invests in companies with accelerating or underappreciated earnings growth.

Performance Relative to Peer Group

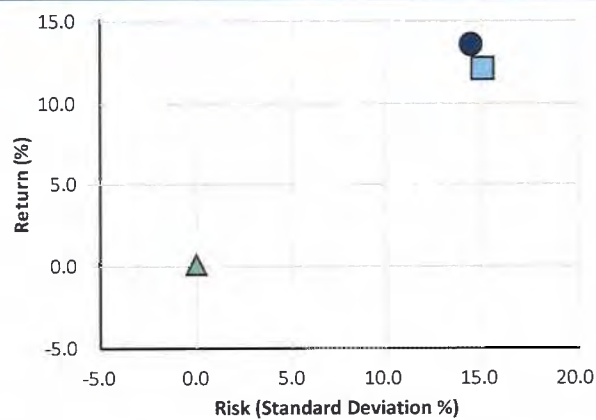


Calendar Year Returns

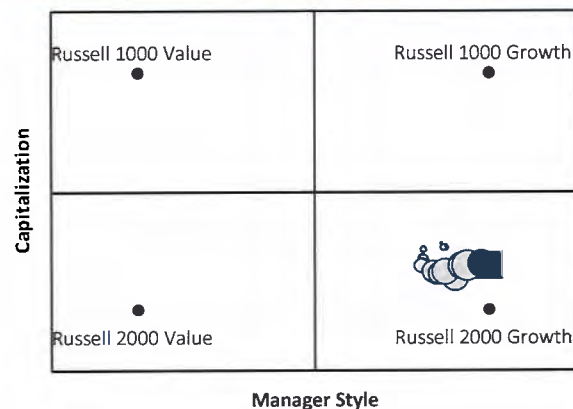
| | YTD | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|---------------------------|----------|----------|------------|----------|-----------|-----------|------------|-----------|-----------|-------------|
| Westfield Capital | 8.3 (17) | 7.1 (76) | (0.5) (48) | 8.9 (11) | 45.4 (51) | 15.3 (47) | (7.0) (83) | 32.9 (23) | 40.5 (40) | (39.2) (32) |
| Russell 2000 Growth Index | 5.3 | 11.3 | (1.4) | 5.6 | 43.3 | 14.6 | (2.9) | 29.1 | 34.5 | (38.5) |
| Peer Group Median | 5.8 | 11.4 | (0.7) | 4.0 | 45.5 | 14.7 | (1.3) | 28.7 | 37.4 | (41.2) |
| Population | 163 | 178 | 198 | 208 | 214 | 222 | 244 | 257 | 267 | 265 |



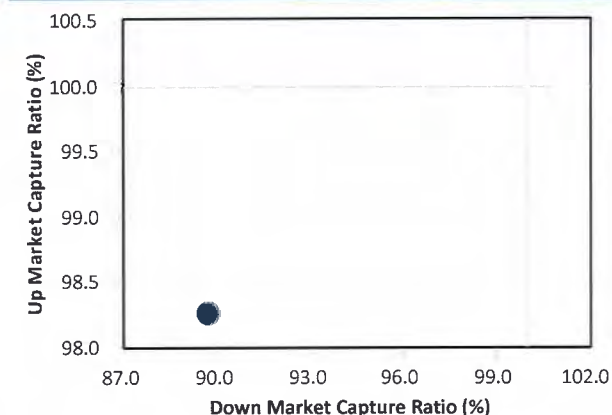
Risk/Return



3 Year Rolling Style Map



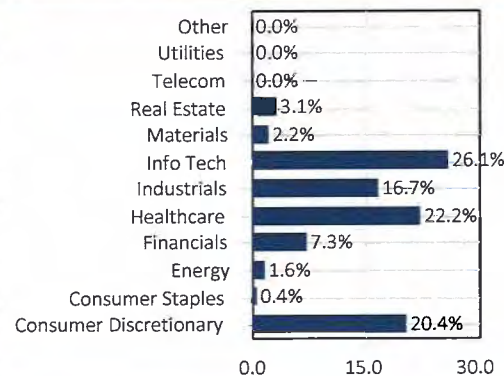
Up/Down Markets



Top Holdings

| | |
|---------------------------------|-----|
| ICON Plc | 2.4 |
| Vail Resorts | 2.4 |
| John Bean Technologies Corp | 2.4 |
| Installed Building Products INc | 2.1 |
| Berry Plastics Group Inc | 2.1 |
| Watsco Inc | 2.1 |
| Omnicell Inc | 2.0 |
| Ryder System Inc | 2.0 |
| Nektar Therapeutics | 2.0 |
| Masimo Corp | 2.0 |

Sector Allocation



6 Month Over/Under Performance vs. Benchmark - Last 5 Years



Portfolio Statistics

Holdings: 81
 Median Mkt Cap: \$2,841
 P/E Ratio: 29.13
 P/B Ratio: 3.62
 Turnover: 19.8

Performance Statistics

| | Consistency | Excess Return | Beta | Maximum Drawdown | Sharpe Ratio | Inception Date |
|---------------------------|-------------|---------------|------|------------------|--------------|----------------|
| Westfield Capital | 53.3 | 13.7 | 0.9 | (21.7) | 0.9 | 4/1/1999 |
| Russell 2000 Growth Index | 0.0 | 12.5 | 1.0 | (20.0) | 0.8 | 4/1/1999 |
| 90 Day U.S. Treasury Bill | 35.0 | 0.0 | 0.0 | 0.0 | - | 4/1/1999 |

Unless specifically stated, performance time periods are 5 years. If the fund history is less than 5 years, the time period is since fund inception.

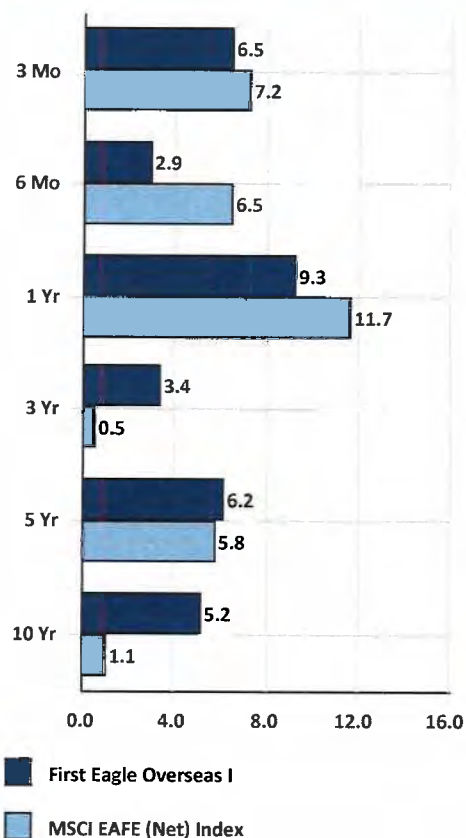
First Eagle Overseas I

As of March 31, 2017

Fund Snapshot

Ticker : SGOIX
 Peer Group : IM International Large Cap Core Equity (MF)
 Benchmark : MSCI EAFE (Net) Index
 Total Assets : \$12,372 Million
 Fund Inception : 7/31/1998
 Portfolio Manager : McLennan/Brooker, Jr.
 Net Expense : 0.88%
 Turnover : 9%

Trailing Returns



Investment Strategy

The Fund seeks to track the performance of the MSCI All Country World ex USA Investable Market Index. This Uncerlying Index is designed to measure the investment return of stocks issued by companies located in developed and emerging markets, excluding the U.S.

Performance Relative to Peer Group

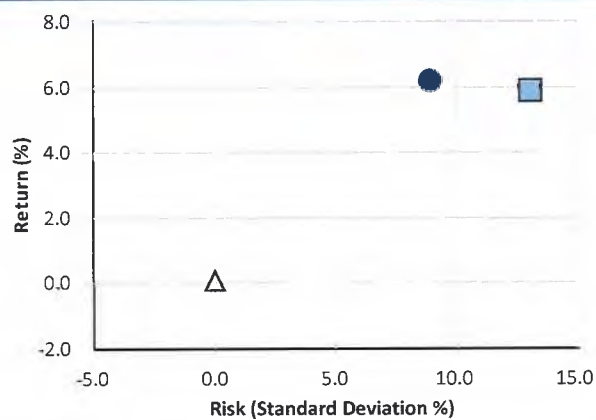


Calendar Year Returns

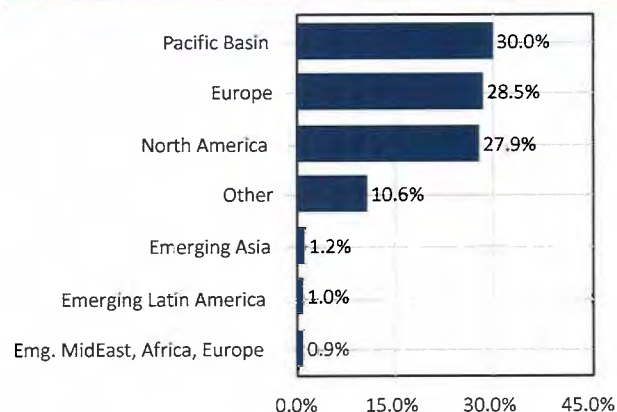
| | YTD | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|-------------------|----------|---------|---------|------------|-----------|-----------|-----------|----------|-----------|------------|
| Fund | 6.5 (81) | 5.9 (8) | 2.6 (2) | (0.7) (10) | 11.9 (85) | 14.3 (82) | (5.4) (5) | 19.5 (1) | 20.9 (95) | (20.8) (1) |
| Benchmark | 7.2 | 1.0 | (0.8) | (4.9) | 22.8 | 17.3 | (12.1) | 7.8 | 31.8 | (43.4) |
| Peer Group Median | 7.5 | 1.4 | (2.3) | (6.1) | 19.3 | 17.0 | (13.1) | 7.6 | 30.1 | (42.7) |
| Population | 142 | 129 | 116 | 116 | 131 | 124 | 145 | 150 | 160 | 158 |



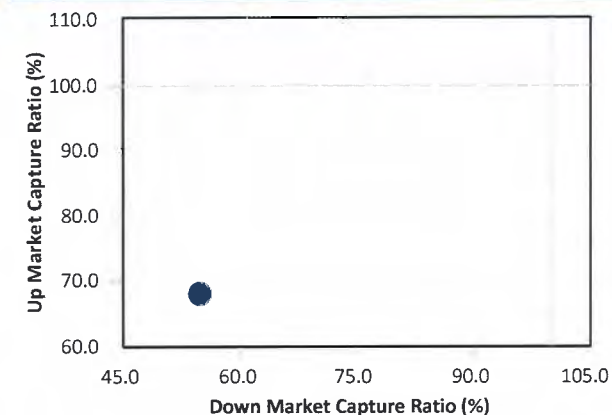
Risk/Return



Super Region Weights



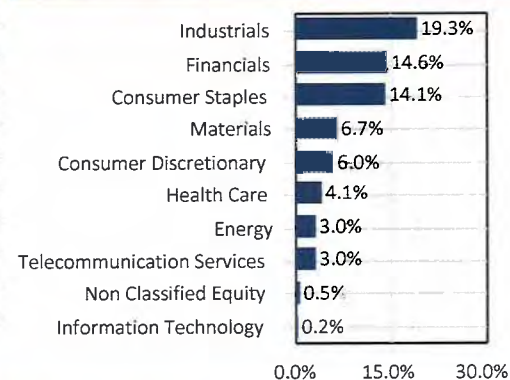
Up/Down Markets



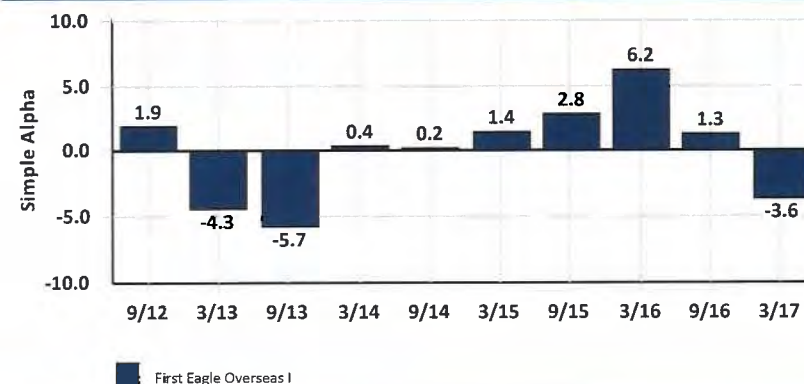
Top Holdings

| | |
|------------------------------|-------|
| KDDI Corp ORD | 2.7 % |
| Fanuc Corp ORD | 2.4 % |
| Heidelbergcement AG ORD | 2.2 % |
| Mitsubishi Estate Co Ltd ORD | 2.0 % |
| Secom Co Ltd ORD | 1.9 % |
| Sompo Holdings Inc ORD | 1.7 % |
| Nestle SA ORD | 1.7 % |
| Grupo Televisa SAB DR | 1.6 % |
| Danone SA ORD | 1.6 % |
| SMC Corp ORD | 1.5 % |

Sector Allocation



6 Month Over/Under Performance vs. Benchmark - Last 5 Years



Portfolio Statistics

| | |
|------------------|------------------|
| Total Securities | 148 |
| Avg. Market Cap | \$28,409 Million |
| P/E | 24.5 |
| P/B | 2.6 |
| Div. Yield | - |
| Annual EPS | 7.8 |
| 5Yr EPS | 4.5 |
| 3Yr EPS Growth | - |

Performance Statistics

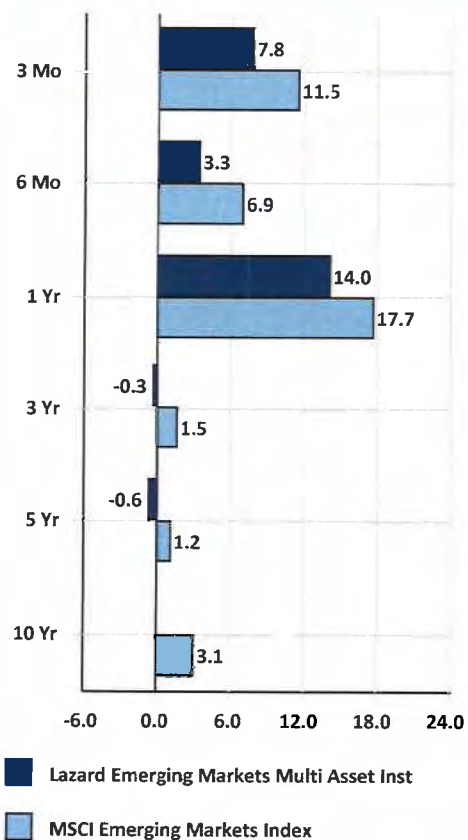
| | Consistency | Excess Return | Beta | Maximum Drawdown | Sharpe Ratio | Inception Date |
|---------------------------|-------------|---------------|------|------------------|--------------|----------------|
| First Eagle Overseas I | 50.0 | 6.3 | 0.6 | (9.6) | 0.7 | 8/1/1998 |
| MSCI EAFE (Net) Index | 0.0 | 6.4 | 1.0 | (18.0) | 0.5 | 8/1/1998 |
| 90 Day U.S. Treasury Bill | 43.3 | 0.0 | 0.0 | 0.0 | - | 8/1/1998 |

Unless specifically stated, performance time periods are 5 years. If the fund history is less than 5 years, the time period is since fund inception.

Fund Snapshot

Ticker : EMMIX
 Peer Group : IM Emerging Markets Equity (MF)
 Benchmark : MSCI Emerging Markets Index
 Total Assets : \$201 Million
 Fund Inception : 3/31/2011
 Portfolio Manager : Jacob/Donald/Marra
 Net Expense : 1.30%
 Turnover : 109%

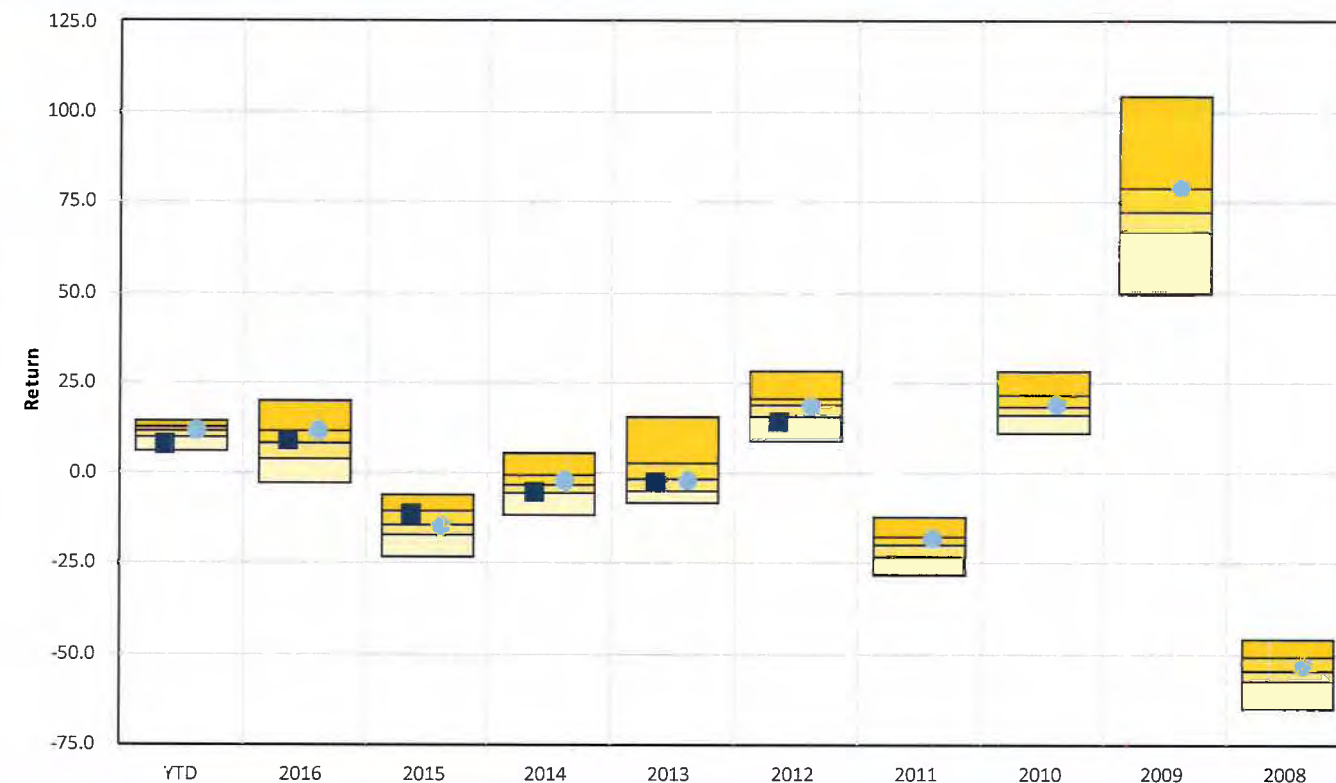
Trailing Returns



Investment Strategy

The Fund seeks total return from current income and capital appreciation. The Fund invests at least 80% of its assets in securities and other investments that are economically tied to emerging market countries. The Fund may invest in equity securities, debt securities, and emerging markets currencies and related instruments.

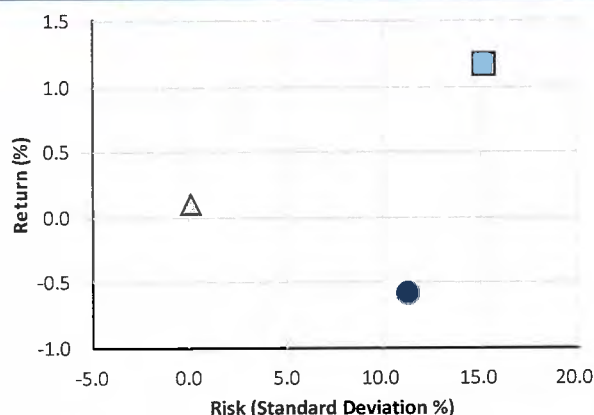
Performance Relative to Peer Group



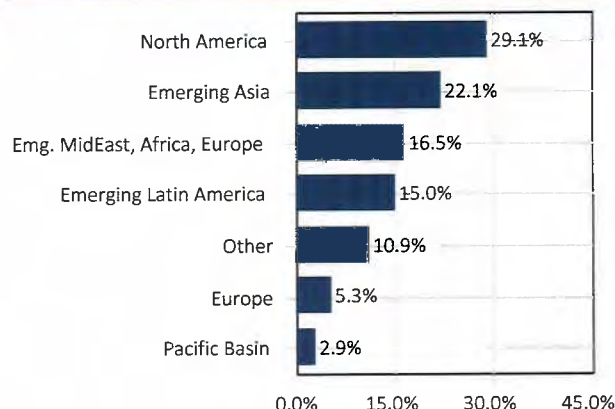
Calendar Year Returns

| | YTD | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|-------------------|----------|----------|-------------|------------|------------|-----------|--------|------|------|--------|
| Fund | 7.8 (92) | 8.9 (46) | (11.7) (33) | (5.6) (78) | (2.4) (56) | 14.0 (82) | - | - | - | - |
| Benchmark | 11.5 | 11.6 | (14.6) | (1.8) | (2.3) | 18.6 | (18.2) | 19.2 | 79.0 | (53.2) |
| Peer Group Median | 11.8 | 8.3 | (14.1) | (3.0) | (1.5) | 18.8 | (19.5) | 18.3 | 72.7 | (54.6) |
| Population | 882 | 830 | 789 | 716 | 619 | 545 | 446 | 385 | 373 | 303 |

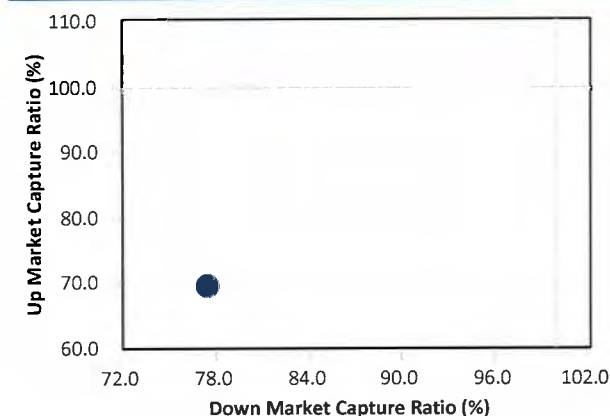
Risk/Return



Super Region Weights



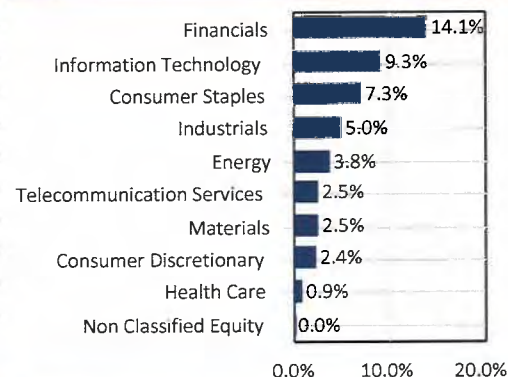
Up/Down Markets



Top Holdings

| | |
|------------------------------------|--------|
| State Street Institutional Treas | 17.0 % |
| Samsung Electronics Co Ltd ORD | 1.7 % |
| Taiwan Semiconductor Manufacturing | 1.3 % |
| Baidu Inc DR | 1.2 % |
| NetEase Inc DR | 1.1 % |
| Sberbank Rossii PAO DR | 1.0 % |
| China Construction Bank Corp ORD | 0.9 % |
| Axis Bank Ltd ORD | 0.8 % |
| Banco do Brasil SA ORD | 0.8 % |
| NK Lukoil PAO DR | 0.8 % |

Sector Allocation



6 Month Over/Under Performance vs. Benchmark - Last 5 Years



Portfolio Statistics

| | |
|------------------|------------------|
| Total Securities | 320 |
| Avg. Market Cap | \$49,684 Million |
| P/E | 19.6 |
| P/B | 3.4 |
| Div. Yield | 2.8% |
| Annual EPS | 14.1 |
| 5Yr EPS | 12.1 |
| 3Yr EPS Growth | 12.4 |

Performance Statistics

| | Consistency | Excess Return | Beta | Maximum Drawdown | Sharpe Ratio | Inception Date |
|--|-------------|---------------|------|------------------|--------------|----------------|
| Lazard Emerging Markets Multi Asset Inst | 45.0 | 0.0 | 0.7 | (25.1) | 0.0 | 4/1/2011 |
| MSCI Emerging Markets Index | 0.0 | 2.2 | 1.0 | (29.4) | 0.1 | 4/1/2011 |
| 90 Day U.S. Treasury Bill | 45.0 | 0.0 | 0.0 | 0.0 | - | 4/1/2011 |

Unless specifically stated, performance time periods are 5 years. If the fund history is less than 5 years, the time period is since fund inception.