

IN THE CHANCERY COURT OF JACKSON COUNTY, MISSISSIPPI

IN RE: Lay, et al. v. Singing River Health System, et al.; Cause No. 2015-0060

REPORT BY SPECIAL FIDUCIARY TRACI M. CHRISTIAN

Pursuant to the appointment of Traci M. Christian as Special Fiduciary of the Singing River Health System Employees' Retirement Plan and Trust (the "Plan"), the Court has requested a monthly report. The Special Fiduciary brings to the Court's attention the following items for the month of July, 2022.

Repeated - Ongoing Litigation

We have one lawsuit involving the Plan that is still pending.

In Beasley et al vs SRHS et al, the Plan is a Respondent. The lawsuit alleges benefits owed from the Plan that were not paid. The parties are awaiting a trial setting.

As the Court is aware, the Special Fiduciary's dismissed her claims against KPMG and Transamerica allowing the claims of individual participants to move forward. On May 18, 2022, the Circuit Court of Jackson County ruled that the deadline for filing such individual claims is on or about December 18, 2022. An additional notice to plan participants has been posted on the Plan's website. This notice will also be mailed to all current payees of the Plan.

Plan Investments

Attached for the Court's review is a report showing asset positions and activity for the month ending June 30. June was a rough month for investments in retirement plans across the country. This Plan's investments continue to perform reasonably well keeping pace with current market conditions. The Plan is well diversified and hopefully able to weather this volatility. Subsequent reports will keep the Court apprised as to the investment performance in coming months. As of June 30, the market value of the Trust is \$98.441 million.

Of particular note for the month: We trimmed again Invesco Balanced Risk hedge fund for distributions. The market value for the end of June is probably understated slightly because Eastern Timberland II and III reports are not yet out for the month of June.

Discussions continue regarding moving more funds out of active management and more toward passive investment strategies. Such strategies are common for pension plans of this size and the goal continues to be to maintain a balance between maximizing investment return, minimizing investment expenses and mitigating risk to the portfolio due to market volatility. This is a process that will continue indefinitely.

Administration

All Plan benefits due and vendor invoices to date have been authorized for payment.

This concludes the report for the 23th day of July, 2022.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "Traci Miller Christian".

TRACI MILLER CHRISTIAN

Singing River Health System Employees' Pension Plan Trust

One Month Ended

Mark to Market Accounting Summary

June 30, 2022

Investment (\$000's)	Beginning Market Value	Net Additions/ Withdrawals	Interest/ Dividends/Fees	Gains/ Losses	Ending Market Value
Total	104,508	(1,048)	51	(5,070)	98,441
Cash	2,007	(39)	1	-	1,969
Cash in Mutual Fund Account	29	0	-	0	29
FCI Advisors Fixed Income	11,176	-	28	(203)	11,001
Regiment Capital ¹	251	-	-	-	251
Vanguard High Yield Corp Adm Fund	1,677	-	-	(107)	1,570
III Credit Opportunities Fund	-	-	-	-	-
Coho Partners	6,397	-	14	(357)	6,055
Schwab S&P 500 Index Fund	8,612	-	-	(711)	7,901
Sustainable Growth Advisers	4,080	(9)	2	(320)	3,753
Fidelity Mid Cap Index	10,391	-	-	(1,038)	9,353
Wells Fargo Special Small Cap Value	6,763	-	-	(561)	6,202
Westfield Capital	5,061	-	6	(379)	4,688
Vanguard Real Estate Index	4,352	-	-	(326)	4,026
Fidelity Total International Index	8,170	-	-	(697)	7,472
DFA International Small Cap Value	2,409	-	-	(260)	2,149
Fidelity Emerging Markets Index Prem	3,059	-	-	(181)	2,879
Invesco Opp Developing Markets	2,887	-	-	(174)	2,713
Gramercy Distressed Opportunities Fund II ²	1,643	-	-	-	1,643
Invesco Balanced Risk Allocation ²	4,778	(1,000)	-	-	3,778
Elliott International Ltd.	7,789	-	-	(93)	7,696
Invesco Mortgage Recovery Fund-Loans ⁴	157	-	-	-	157
Invesco US Income ⁵	5,453	-	-	343	5,796
Eastern Timberland Opportunities II ³	4,472	-	-	-	4,472
Eastern Timberland Opportunities III ³	2,175	-	-	-	2,175
Lord Abbet Short Duration Income	720	-	-	(7)	713

¹Valuation date: 9/30/2021 and taken from Mark to Market report previously provided by FiduciaryVest²Valuation date: 05/31/2022 using estimated monthly investment performance³Valuation date: 03/31/2022 asset prices quarterly⁴Valuation date: 03/31/2022⁵Valuation date: 06/30/2022 asset prices quarterly

Withdrawals represent "Employee Benefit Payments" and Additions represent hospital contributions.

Fees represent investment management fees.

Beginning market value may vary from previous month ending market values due to adjustments made during current month.

All values are preliminary.