

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 September, 2023.

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.

Plan Investments

Attached for the Court's review is a report showing asset positions and activity for the month ending August 31. Asset markets gave back some of the healthy returns from July. Still strong overall returns for the fiscal year and we hope to end on a strong note.

Of note this month:

- We trimmed a little from both the Fidelity S&P 500 fund and the DFA International Small Cap Value Fund. Locking in profits. Proceeds were left in money market for upcoming distributions.
- We received income from Eastern Timberland III.
- The money market balance along with the contribution coming in from the hospital soon should cover payouts through calendar year-end.

The Plan's investments continue to perform reasonably well keeping pace with current market conditions. Subsequent reports will keep the Court apprised as to the investment performance in coming months. As of August 31, the market value of the Trust is \$94.409 million.

The Special Fiduciary with the advice of the Plan's independent investment advisor continues to monitor this allocation and make changes within the Investment Policy Statement targets.

Updated - Corporate Structure of SRHS

The hearing scheduled for September 5 at 11:00am was postponed. Once rescheduled, the Special Fiduciary as well as the Plan's investment advisor will be in attendance to provide information and answer questions about the impact of any changes in the corporate structure of the Health System on the Plan.

Repeated - Financial Audit of the Fund

The audit firm of Williams Keepers has begun their financial audit of the fund for the year ended September 30, 2022.

Administration

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

The Special Fiduciary is planning a visit to Plan participants on November 17, 2023. It is anticipated that the October 1, 2023 Actuarial Valuation will be completed by early November and presented to the Court and to Plan participants with similar timing to last year.

This concludes the report for the 25th day of September, 2023.

Respectfully submitted,



TRACI MILLER CHRISTIAN

Singing River Health System Employees' Pension Plan Trust

One Month Ended

Mark to Market Accounting Summary

August 31, 2023

Investment (\$000's)	Beginning Market Value	Net Additions/ Withdrawals	Interest/ Dividends/Fees	Gains/ Losses	Ending Market Value
Total	97,725	(1,191)	114	(2,238)	94,409
Cash	3,233	(652)	10	-	2,591
Cash in Mutual Fund Account	0	9	-	-	10
FCI Advisors Fixed Income	12,126	(0)	35	(104)	12,057
Regiment Capital ¹	42	-	-	-	42
Vanguard High Yield Corp Adm Fund	948	-	-	1	949
Coho Partners	6,583	(0)	14	(284)	6,312
Schwab S&P 500 Index Fund	10,722	(251)	-	(172)	10,299
FCI Advisors Select Growth Equity	4,744	(0)	4	(46)	4,702
Fidelity Mid Cap Index	11,681	-	-	(403)	11,278
Westfield Capital	3,602	(0)	2	(139)	3,466
Vanguard Real Estate Index	2,048	-	-	(67)	1,981
Fidelity Total International Index	8,444	-	-	(362)	8,082
DFA International Small Cap Value	2,326	(248)	-	(64)	2,013
Fidelity Emerging Markets Index Prem	3,372	-	-	(215)	3,157
DFA US Small Cap I	4,536	-	1	(152)	4,383
Invesco Opp Developing Markets	3,181	-	-	(231)	2,950
Gramercy Distressed Opportunities Fund II ²	1,464	-	-	-	1,464
Elliott International Ltd.	6,358	-	-	-	6,358
Invesco Mortgage Recovery Fund-Loans ⁴	15	-	-	-	15
Invesco US Income	5,290	-	-	-	5,290
Eastern Timberland Opportunities II ³	4,025	-	-	-	4,025
Eastern Timberland Opportunities III ³	2,985	(48)	48	-	2,985

¹Valuation date: 06/30/2023²Valuation date: 06/30/2023 using estimated monthly investment performance³Valuation date: 06/30/2023 asset prices quarterly⁴Valuation date: 03/31/2023

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.