



# ***SINGING RIVER HEALTH SYSTEM EMPLOYEES' RETIREMENT PLAN & TRUST***

## **Investment Report**

*March 31, 2025*

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FCI Advisors created this report. We strongly encourage you to compare your account information with your custodian statements on a regular basis and bring any questions or concerns to our attention.



FCI  
ADVISORS

*Second Quarter 2025*

# Market Environment

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This publication is intended for use by clients of FCI Advisors and investment professionals.

## **CURRENT DISCLOSURES**

Factual materials obtained from sources believed to be reliable but cannot be guaranteed. Past performance is not indicative of future results. Investing in the securities markets involves the potential risk of loss. These investment risks are described in our disclosure brochure (ADV), which can be found on our website: [www.fciadvisors.com](http://www.fciadvisors.com). Specific securities may be referenced in order to demonstrate a point; these are not investment recommendations. For further information please contact FCI at 800-615-2536 or [SourceNotes@fciadvisors.com](mailto:SourceNotes@fciadvisors.com).

## Market Strengths

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- The U.S. economy is expected to continue to grow in 2025 albeit at a slower pace than previous years
- The unemployment rate should remain relatively stable given restrictive immigration policy and investments
- Corporate earnings growth is expected to be relatively strong this year and should give support to the markets
- Historically a period of heightened uncertainty has provided opportunities for a nice rebound

## Market Challenges

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- Uncertainty and unpredictability around world trade policies having a cascading effect on markets
- Consumer sentiment, investor sentiment, and other soft data points have become extremely negative
- Both domestic and multi-national companies rethinking their supply chains due to potentially higher input cost
- Fed continues to be “data-dependent”, and has paused on additional interest rate cuts due to mixed data

## What to Watch For ...

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- Trade and other negotiations among allies and adversaries providing more clarity to markets
- Fiscal stimulus via massive tax-reform legislation, and deregulation relief
- Ultimate impact from tariffs on economic growth, inflation and future moves by the Fed

# Market Returns – 2<sup>nd</sup> QTD 2025 and YTD 2025

## Equity Markets

### Value vs. Growth

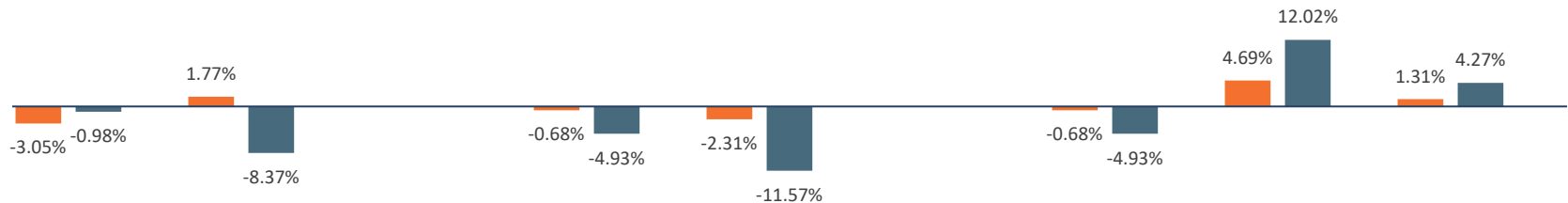
Russell 1000V   Russell 1000G

### Large Cap vs. Small Cap

S&P 500   Russell 2000

### Domestic vs. International\*

S&P 500   MSCI EAFE   MSCI Emrg Mkts



## Bonds, Commodities and Cash

ICE BofA 3-Month  
T-Bills

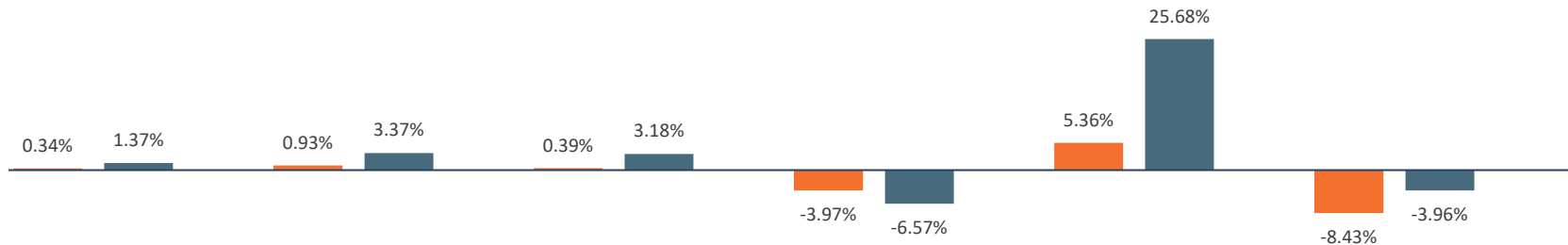
Bloomberg  
Interm G/C

Bloomberg  
Aggregate

Bloomberg Dollar  
Spot Index

S&P GSCI  
Gold TR

S&P GSCI  
TR Index



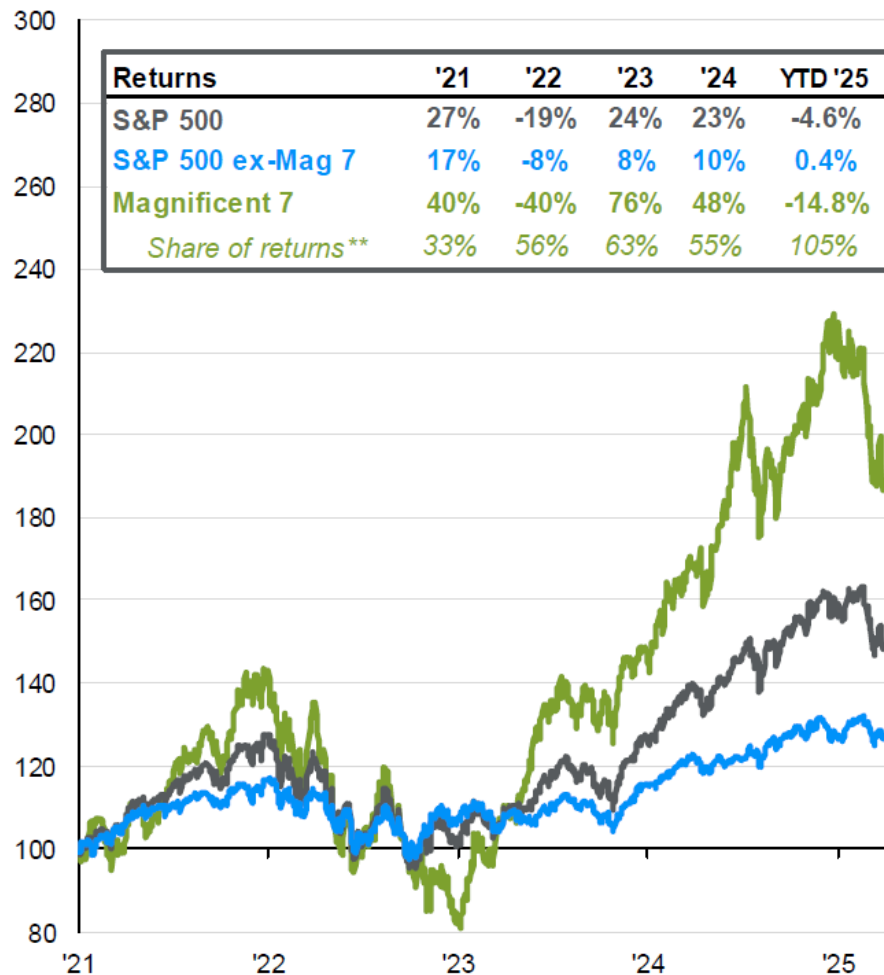
■ 2<sup>nd</sup> QTD 2025   ■ YTD 2025

\*US Dollars  
Data source: IDC, Bloomberg and MSCI  
Data as of 04/30/2025

# Magnificent Seven Performance and Earnings Dynamics

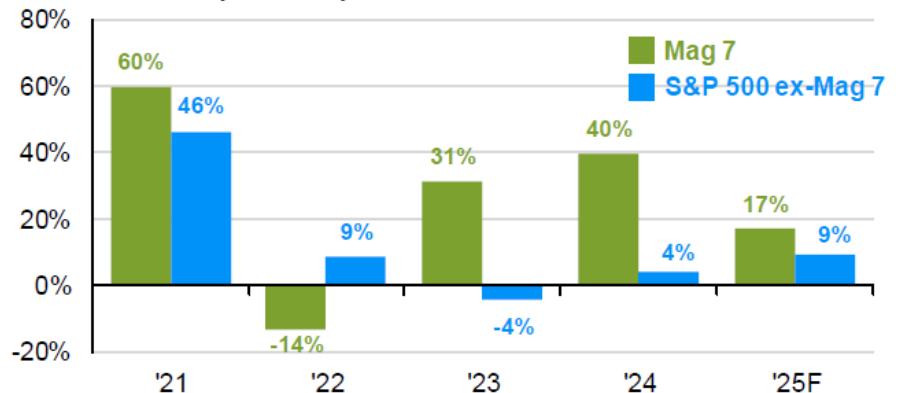
## Performance of “Magnificent 7” stocks in S&P 500\*

Indexed to 100 on 1/1/2021, price return



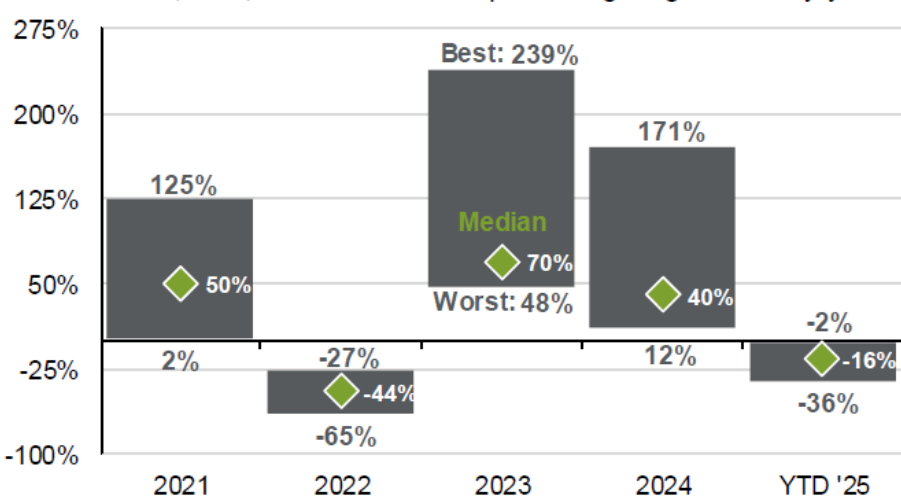
## Earnings growth

Pro forma EPS, year-over-year



## Magnificent 7 performance dispersion

Price returns, best, median and worst performing Mag 7 stock by year



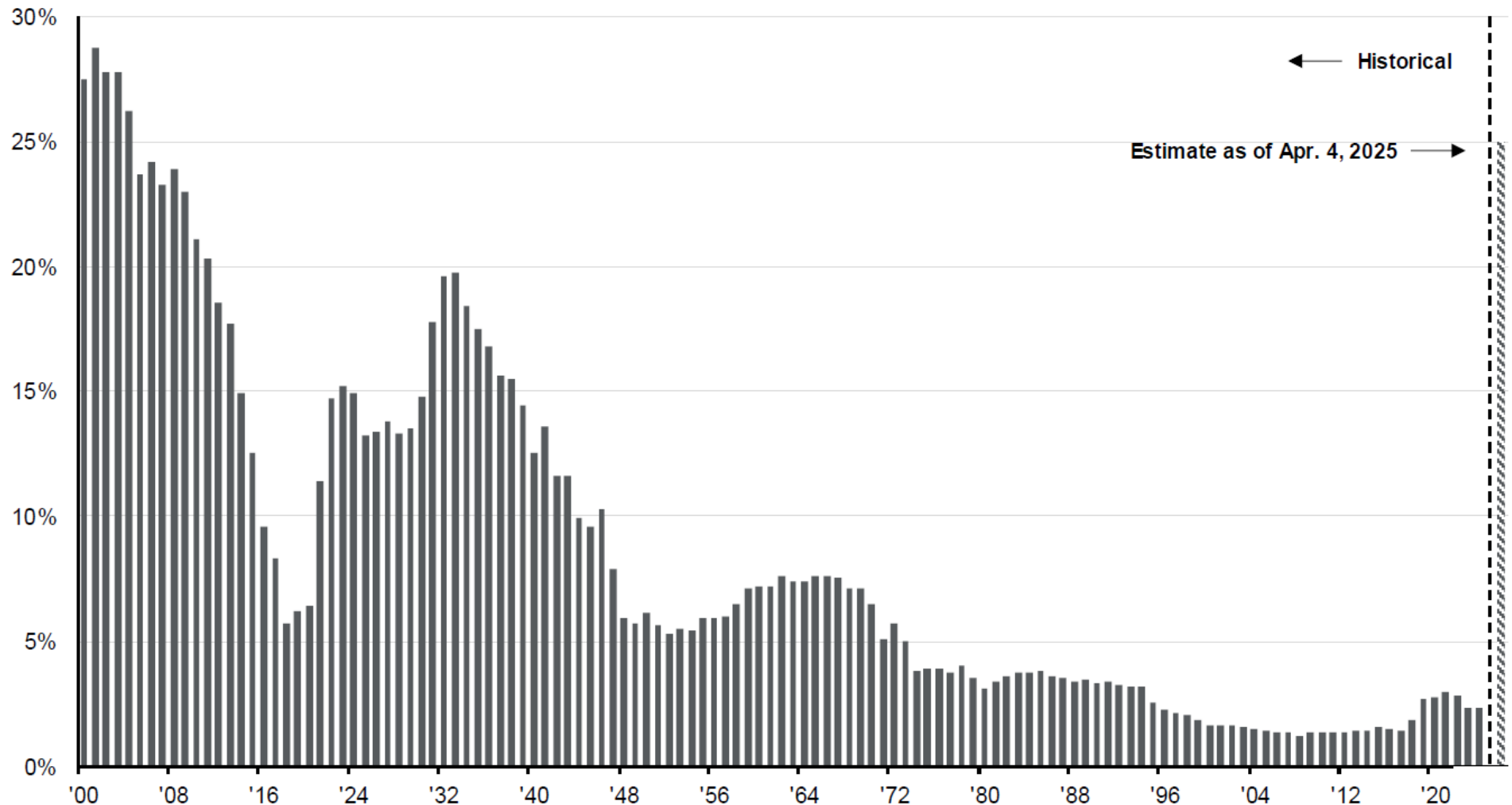
Source: FactSet, Standard & Poor's, J.P. Morgan Asset Management.

\*Magnificent 7 includes AAPL, AMZN, GOOG, GOOGL, META, MSFT, NVDA and TSLA. Earnings estimates for 2025 are forecasts based on consensus analyst expectations. \*\*Share of returns represent how much each group contributed to the overall return.

Guide to the Markets – U.S. Data are as of March 31, 2025.

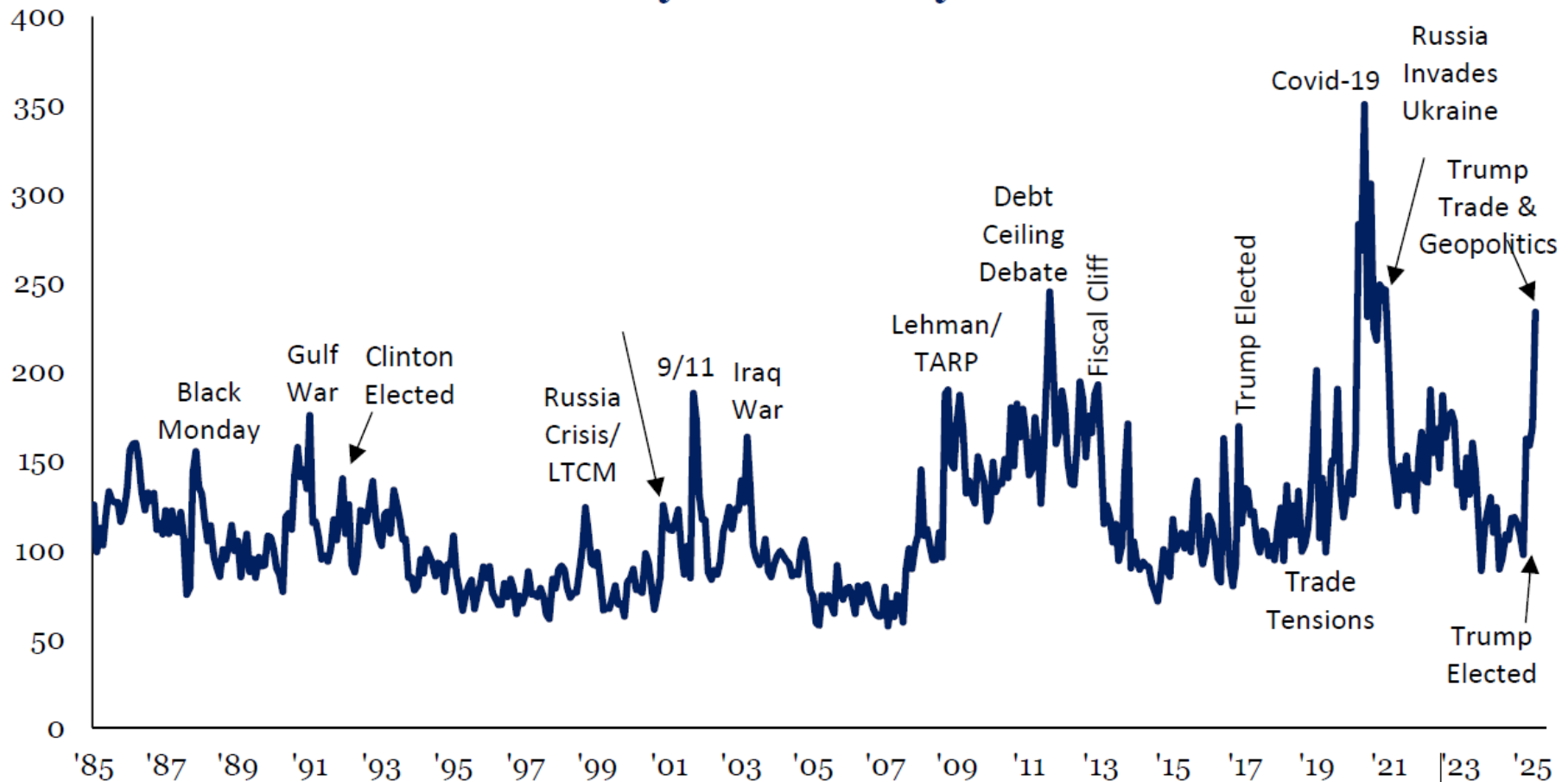
## Average tariff rate on U.S. goods imports for consumption

Duties collected / value of total goods imports for consumption



# Historic Jump for Policy Uncertainty in 1Q Was Similar to 2011 Debt Downgrade

## US Policy Uncertainty Index



Source: [policyuncertainty.com](https://policyuncertainty.com)  
Data as of 04/01/2025

This information was compiled from sources believed to be reliable. It is intended for illustrative purposes only and is furnished without responsibility for completeness or accuracy. This is NOT an investment recommendation. Past performance does not predict future results.



## Trade Uncertainty Has Gone Parabolic in Trade War 2.0



Source: Baker Bloom & Davis, Evercore ISI Research

## A Peak in Trade Uncertainty in Summer 2019 Was Followed By a Soaring Stock Market

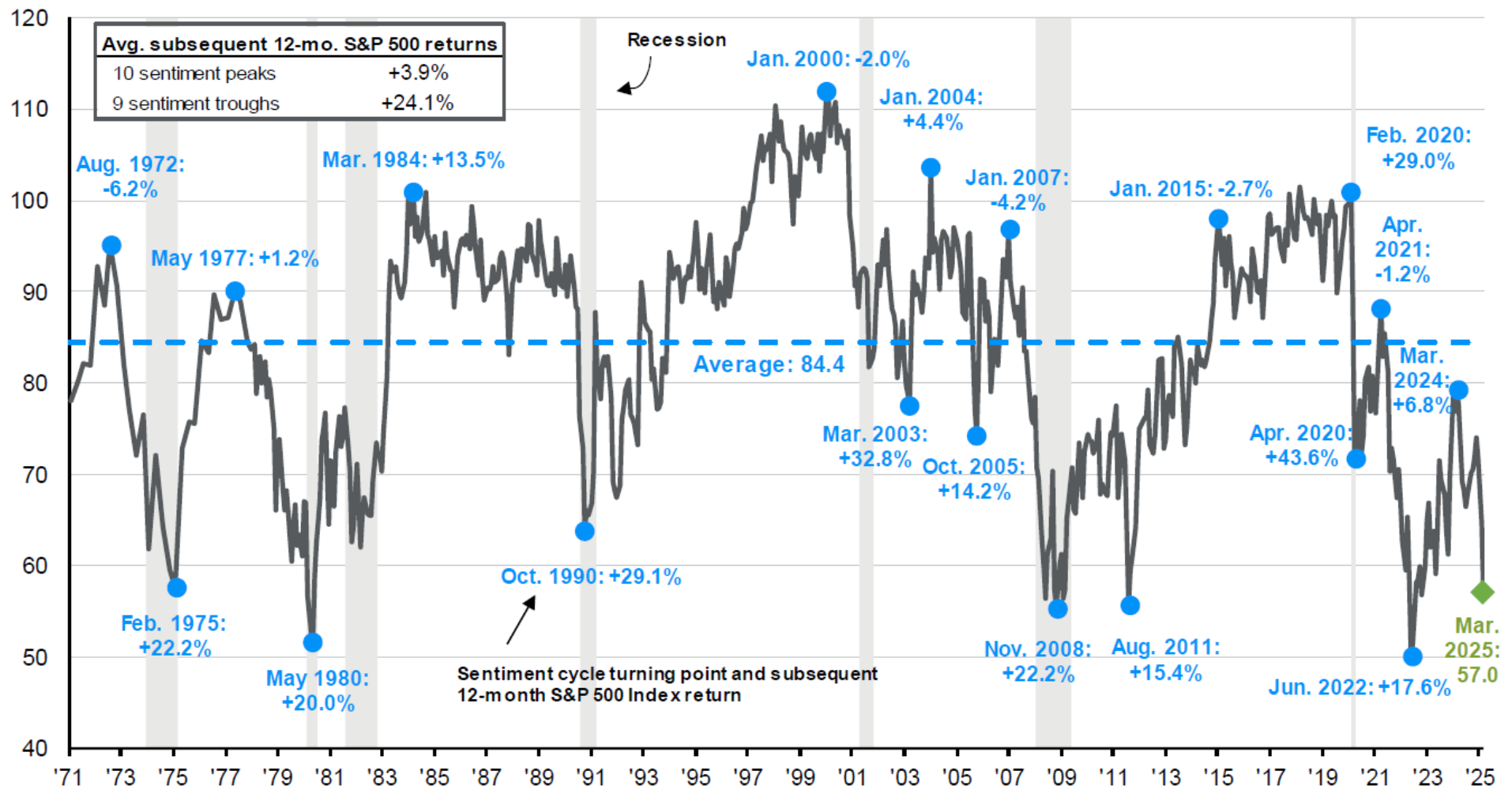


Source: Baker Bloom & Davis, Bloomberg, Evercore ISI Research

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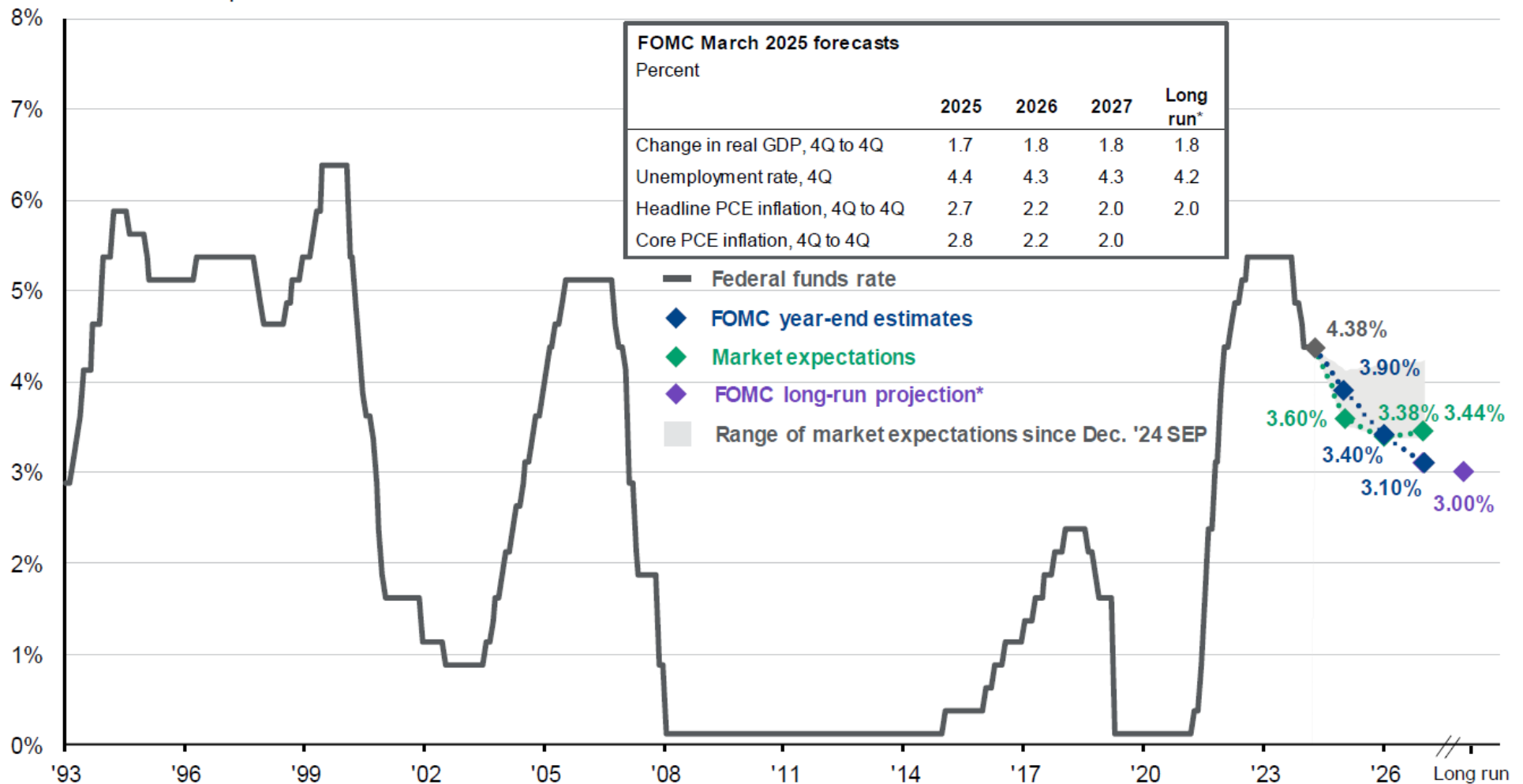
## Consumer Sentiment Index and subsequent 12-month S&P 500 returns



Source: FactSet, Standard & Poor's, University of Michigan, J.P. Morgan Asset Management.  
 Peak is defined as the highest index value before a series of lower lows, while a trough is defined as the lowest index value before a series of higher highs. Subsequent 12-month S&P 500 returns are price returns only starting from the end of the month and excluding dividends. Past performance is not a reliable indicator of current and future results.  
 Guide to the Markets – U.S. Data are as of March 31, 2025.

## Federal funds rate expectations

FOMC and market expectations for the federal funds rate

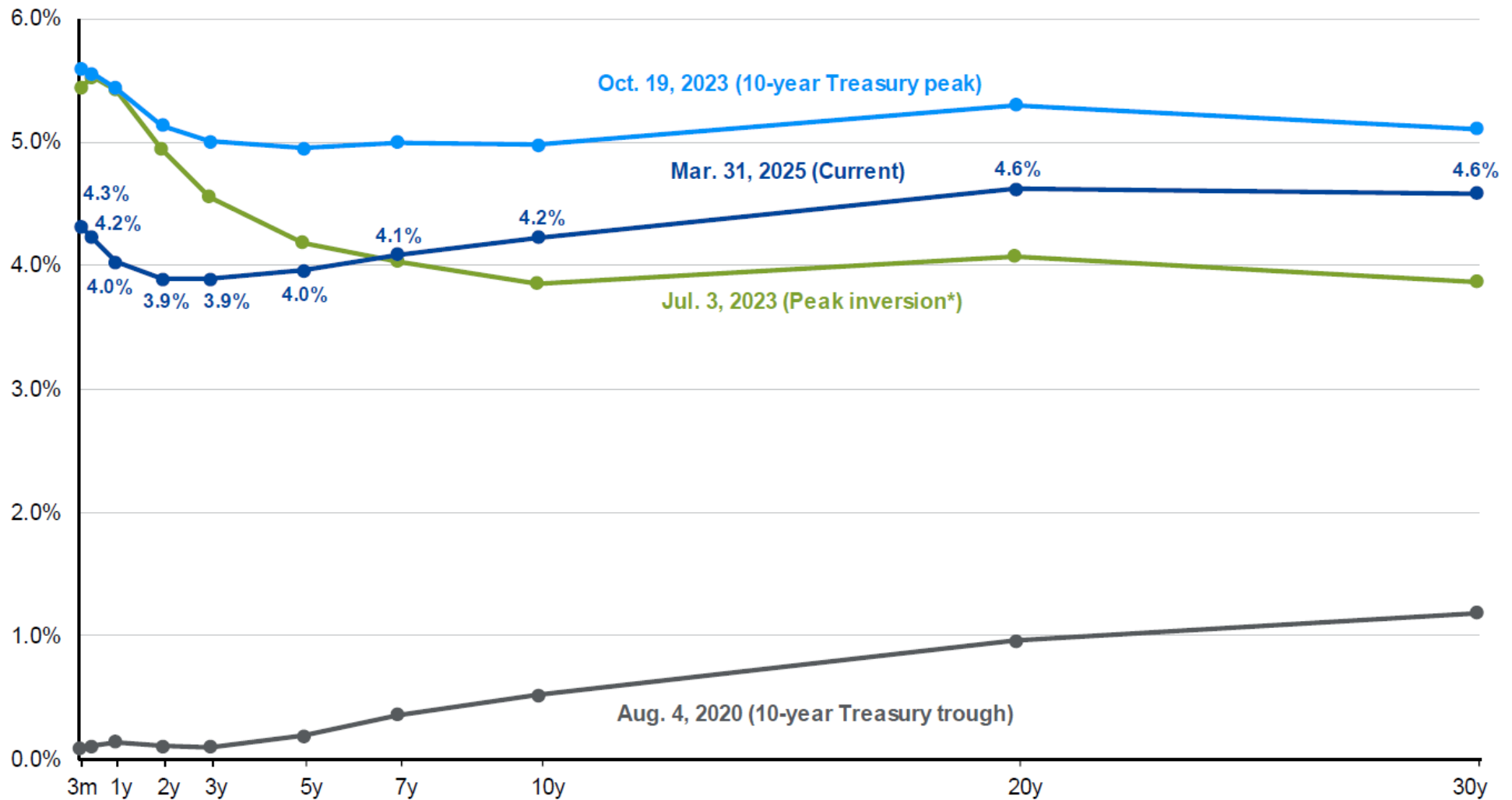


Source: Bloomberg, FactSet, Federal Reserve, J.P. Morgan Asset Management.

Market expectations are based off of USD Overnight Index Swaps. \*Long-run projections are the rates of growth, unemployment and inflation to which a policymaker expects the economy to converge over the next five to six years in absence of further shocks and under appropriate monetary policy. Forecasts are not a reliable indicator of future performance. Forecasts, projections and other forward-looking statements are based upon current beliefs and expectations. They are for illustrative purposes only and serve as an indication of what may occur. Given the inherent uncertainties and risks associated with forecasts, projections or other forward-looking statements, actual events, results or performance may differ materially from those reflected or contemplated.

Guide to the Markets – U.S. Data are as of March 31, 2025.

## U.S. Treasury yield curve



Source: FactSet, Federal Reserve, J.P. Morgan Asset Management. Analysis references data back to 2020. \*Peak inversion is measured by the spread between the yield on a 10-year Treasury and 2-year Treasury.  
*Guide to the Markets – U.S.* Data are as of March 31, 2025.

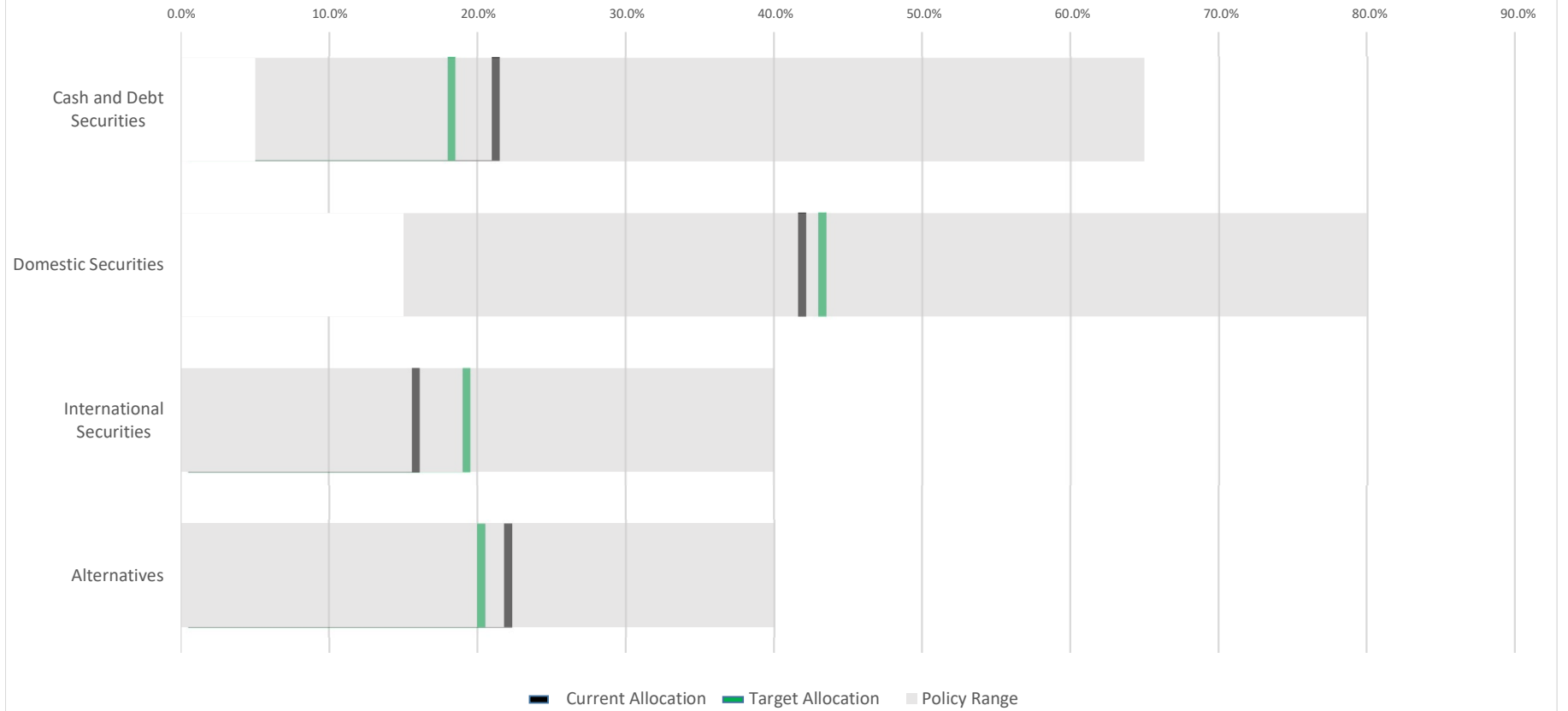
2010-2024		Ann.	Vol.	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	YTD
Large Cap	Small Cap	REITs	REITs	REITs	Small Cap	REITs	REITs	Small Cap	EM Equity	Cash	Large Cap	Small Cap	REITs	Comdty.	Large Cap	Large Cap	Comdty.		
13.9%	20.6%	27.9%	8.3%	19.7%	38.8%	28.0%	2.8%	21.3%	37.8%	1.8%	31.5%	20.0%	41.3%	16.1%	26.3%	25.0%	8.9%		
Small Cap	EM Equity	Small Cap	Fixed Income	High Yield	Large Cap	Large Cap	Large Cap	High Yield	DM Equity	Fixed Income	REITs	EM Equity	Large Cap	Cash	DM Equity	Small Cap	DM Equity		
10.3%	17.9%	26.9%	7.8%	19.6%	32.4%	13.7%	1.4%	14.3%	25.6%	0.0%	28.7%	18.7%	28.7%	1.5%	18.9%	11.5%	7.0%		
REITs	REITs	EM Equity	High Yield	EM Equity	DM Equity	Fixed Income	Fixed Income	Large Cap	Large Cap	REITs	Small Cap	Large Cap	Comdty.	High Yield	Small Cap	Asset Alloc.	EM Equity		
9.4%	16.8%	19.2%	3.1%	18.6%	23.3%	6.0%	0.5%	12.0%	21.8%	-4.0%	25.5%	18.4%	27.1%	-12.7%	16.9%	10.0%	3.0%		
Asset Alloc.	DM Equity	Comdty.	Large Cap	DM Equity	Asset Alloc.	Asset Alloc.	Cash	Comdty.	Small Cap	High Yield	DM Equity	Asset Alloc.	Small Cap	Fixed Income	Asset Alloc.	High Yield	Fixed Income		
7.2%	16.5%	16.8%	2.1%	17.9%	14.9%	5.2%	0.0%	11.8%	14.6%	-4.1%	22.7%	10.6%	14.8%	-13.0%	14.1%	9.2%	2.8%		
High Yield	Comdty.	Large Cap	Cash	Small Cap	High Yield	Small Cap	DM Equity	EM Equity	Asset Alloc.	Large Cap	Asset Alloc.	DM Equity	Asset Alloc.	Asset Alloc.	High Yield	EM Equity	REITs		
5.9%	16.1%	15.1%	0.1%	16.3%	7.3%	4.9%	-0.4%	11.6%	14.6%	-4.4%	19.5%	8.3%	13.5%	-13.9%	14.0%	8.1%	2.8%		
DM Equity	Large Cap	High Yield	Asset Alloc.	Large Cap	REITs	Cash	Asset Alloc.	REITs	High Yield	Asset Alloc.	EM Equity	Fixed Income	DM Equity	DM Equity	REITs	Comdty.	High Yield		
5.7%	15.1%	14.8%	-0.7%	16.0%	2.9%	0.0%	-2.0%	8.6%	10.4%	-5.8%	18.9%	7.5%	11.8%	-14.0%	11.4%	5.4%	1.8%		
EM Equity	Asset Alloc.	Asset Alloc.	Small Cap	Asset Alloc.	Cash	High Yield	High Yield	Asset Alloc.	REITs	Small Cap	High Yield	High Yield	High Yield	Large Cap	EM Equity	Cash	Cash		
3.4%	10.4%	13.3%	-4.2%	12.2%	0.0%	0.0%	-2.7%	8.3%	8.7%	-11.0%	12.6%	7.0%	1.0%	-18.1%	10.3%	5.3%	1.0%		
Fixed Income	High Yield	DM Equity	DM Equity	Fixed Income	Fixed Income	EM Equity	Small Cap	Fixed Income	Fixed Income	Comdty.	Fixed Income	Cash	Cash	EM Equity	Fixed Income	REITs	Asset Alloc.		
2.4%	9.4%	8.2%	-11.7%	4.2%	-2.0%	-1.8%	-4.4%	2.6%	3.5%	-11.2%	8.7%	0.5%	0.0%	-19.7%	5.5%	4.9%	0.6%		
Cash	Fixed Income	Fixed Income	Comdty.	Cash	EM Equity	DM Equity	EM Equity	DM Equity	Comdty.	DM Equity	Comdty.	Comdty.	Fixed Income	Small Cap	Cash	DM Equity	Large Cap		
1.2%	4.7%	6.5%	-13.3%	0.1%	-2.3%	-4.5%	-14.6%	1.5%	1.7%	-13.4%	7.7%	-3.1%	-1.5%	-20.4%	5.1%	4.3%	-4.3%		
Comdty.	Cash	Cash	EM Equity	Comdty.	Comdty.	Comdty.	Comdty.	Cash	Cash	EM Equity	Cash	REITs	EM Equity	REITs	Comdty.	Fixed Income	Small Cap		
-1.0%	0.9%	0.1%	-18.2%	-1.1%	-9.5%	-17.0%	-24.7%	0.3%	0.8%	-14.2%	2.2%	-5.1%	-2.2%	-24.9%	-7.9%	1.3%	-9.5%		

Source: Bloomberg, FactSet, MSCI, NAREIT, Russell, Standard & Poor's, J.P. Morgan Asset Management.  
 Large cap: S&P 500, Small cap: Russell 2000, EM Equity: MSCI EME, DM Equity: MSCI EAFE, Comdty: Bloomberg Commodity Index, High Yield: Bloomberg Global HY Index, Fixed Income: Bloomberg U.S. Aggregate, REITs: NAREIT Equity REIT Index, Cash: Bloomberg 1-3m Treasury. The "Asset Allocation" portfolio assumes the following weights: 25% in the S&P 500, 10% in the Russell 2000, 15% in the MSCI EAFE, 5% in the MSCI EME, 25% in the Bloomberg U.S. Aggregate, 5% in the Bloomberg 1-3m Treasury, 5% in the Bloomberg Global High Yield Index, 5% in the Bloomberg Commodity Index and 5% in the NAREIT Equity REIT Index. Balanced portfolio assumes annual rebalancing. Annualized (Ann.) return and volatility (Vol.) represents period from 12/31/2009 to 12/31/2024. Please see disclosure page at end for index definitions. All data represents total return for stated period. The "Asset Allocation" portfolio is for illustrative purposes only. Past performance is not indicative of future returns.  
 Guide to the Markets – U.S. Data are as of March 31, 2025.

## Executive Summary: SRHS Employees Retirement Plan & Trust

- The Plan finished the quarter with a gross return of -0.67 and a return of -1.39 for the first six months of the fiscal year (excluding SMA and Plan expenses).
  - Trade policy and tariff uncertainty along caused heightened U.S. equity market volatility during the quarter.
    - The decline in the domestic equity markets were mostly driven by Growth stocks: technology and AI related.
    - Bond prices increased slightly during the quarter
    - Since the stock market peak decline in early April the market has rebounded substantially.
- Trimmed the following asset classes during the quarter for cash flow needs
  - Large, Mid and Small Cap U.S. stocks
  - Emerging Market International stocks
  - Domestic bonds
  - Public REITs
- Expect to receive distributions for Eastern Timberland II and III throughout the next couple years.
  - Eastern Timberland II should be fully liquidated by the end of 2027.
- Gramercy Distressed Opp Fund Update
  - Seven illiquid “remaining positions to sell with no observable secondary market trading volume”.
  - Primary objective to exit in a timely manner.
  - Considering additional options available for a secondary sale of LP Fund interests.

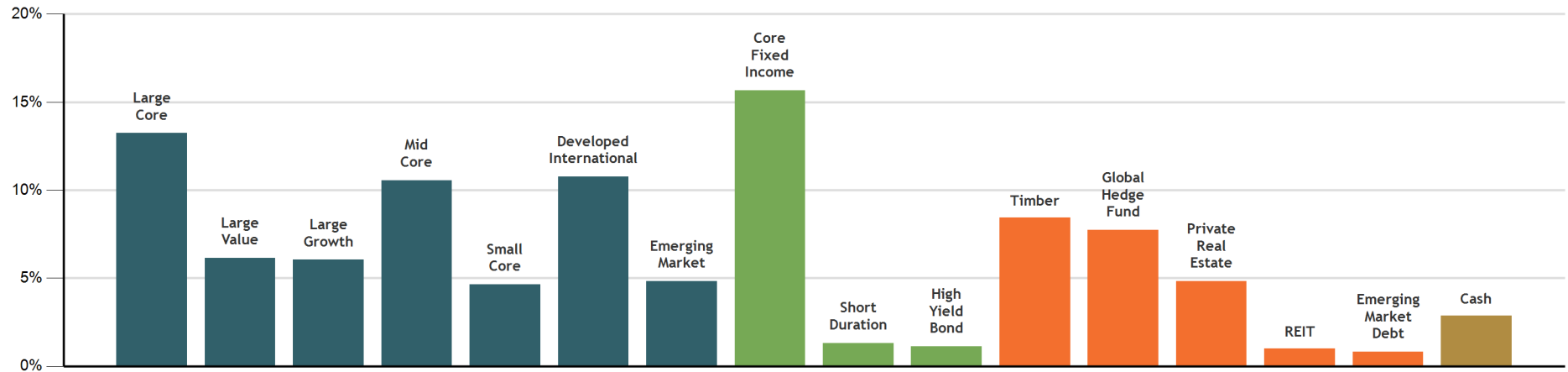
## Asset Allocation Compliance



	Market Value	Current Allocation	Target	Variance
<b>Total Plan</b>	<b>96,826,151</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.0%</b>
Debt Securities/Money Market	20,308,016	21.0%	18.0%	3.0%
Domestic Securities	40,306,117	41.6%	43.0%	-1.4%
International Securities	15,099,108	15.6%	19.0%	-3.4%
Alternatives	21,112,910	21.8%	20.0%	1.8%

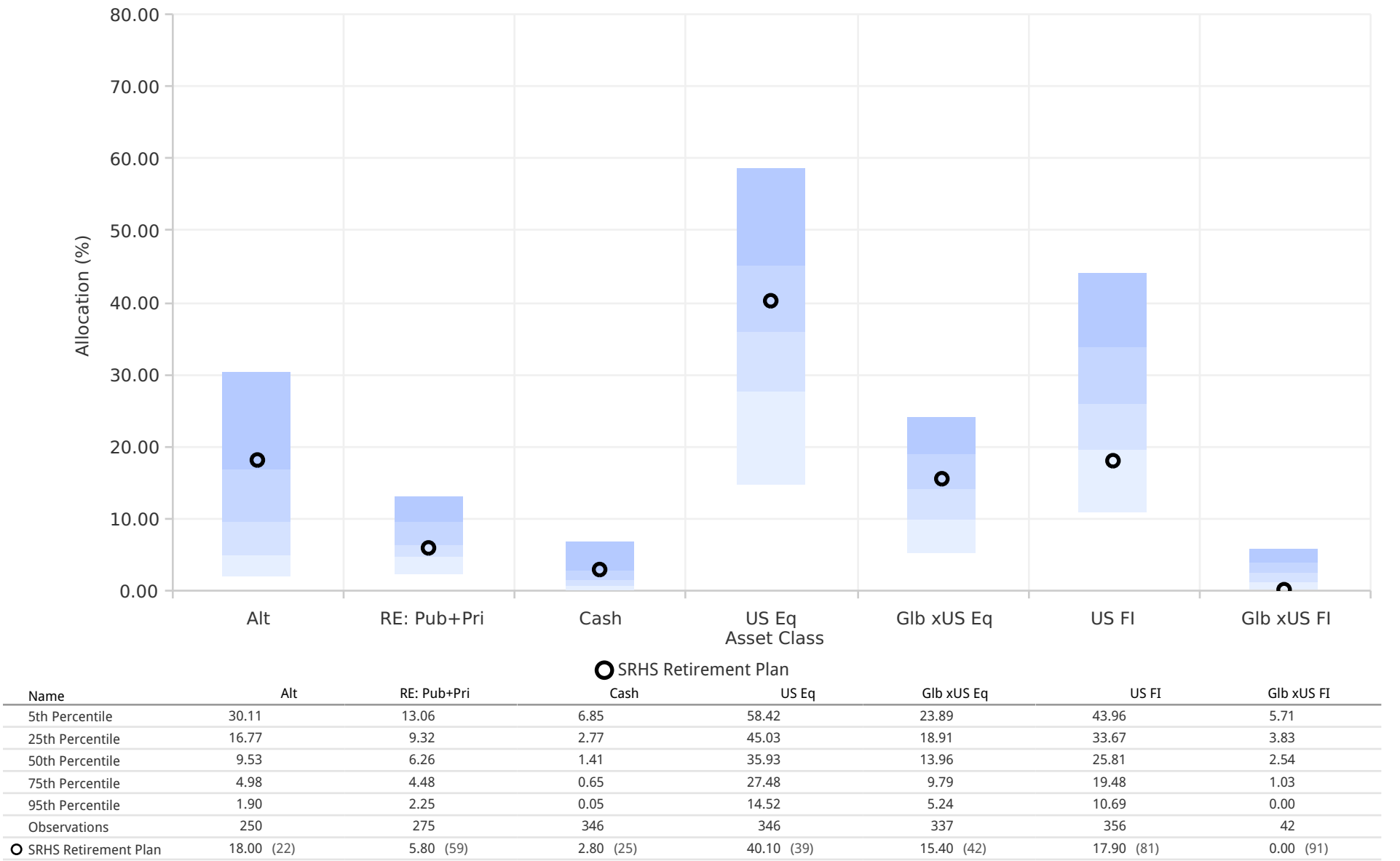
As of 03/31/2025





Style	Manager	Market Value	Portfolio Allocation (%)	% of Equities
<b>Equity</b>		<b>55,405,224</b>	<b>57.2</b>	
Large Core	Schwab	12,815,734	13.2	23.1
Large Value	FCI Value Equity	5,945,322	6.1	10.7
Large Growth	FCI Select Growth	5,847,804	6.0	10.6
Mid Core	Fidelity	10,227,417	10.6	18.5
Small Core	DFA, Westfield Growth	4,497,008	4.6	8.1
Developed International	Fidelity, DFA	10,431,664	10.8	18.8
Emerging Market	Fidelity, DFA	4,667,444	4.8	8.4
REIT	Vanguard	972,831	1.0	1.8
<b>Fixed Income</b>		<b>17,534,887</b>	<b>18.1</b>	
Core Fixed Income	FCI Core Fixed Income	15,172,489	15.7	
Short Duration	Lord Abbett	1,277,621	1.3	
High Yield Bond	Vanguard	1,084,777	1.1	
<b>Alternative</b>		<b>21,112,910</b>	<b>21.8</b>	
Timber	Eastern Timberland Opp II, Eastern Timberland Opp III	8,159,028	8.4	
Global Hedge Fund	Elliott	7,490,888	7.7	
Private Real Estate	Invesco US Income	4,672,222	4.8	
Emerging Market Debt	Gramercy	790,772	0.8	
<b>Cash</b>		<b>2,773,129</b>	<b>2.9</b>	
<b>Total Portfolio</b>		<b>96,826,150</b>	<b>100.0</b>	





PERFORMANCE SUMMARY  
SINGING RIVER HEALTH SYSTEM EMPLOYEES' RETIREMENT PLAN & TRUST  
As of 03-31-25

Asset Class	Target %	QTD Return	YTD Return	Annualized			Since 09/30/2024
				1 Year	3 Year	5 Year	
Cash and Equivalents	0.00%	1.16%	1.16%	5.02%	4.07%	2.44%	2.49%
Fixed Income	18.00%	2.48%	2.48%	5.15%	1.18%	4.48%	-0.29%
FCI CORE FIXED INCOME		2.60%	2.60%	5.13%	0.72%	-0.07%	-0.26%
LORD ABBETT SHORT DURATION INCOME R6		1.57%	1.57%	-	-	-	-
<i>BBG Govt/Credit (US)</i>		<i>2.69%</i>	<i>2.69%</i>	<i>4.67%</i>	<i>0.45%</i>	<i>-0.34%</i>	<i>-0.47%</i>
VANGUARD HIGH YIELD CORPORATE FUND ADM		1.57%	1.57%	7.22%	4.77%	-	1.29%
<i>BBG Corp High Yield (US)</i>		<i>1.00%</i>	<i>1.00%</i>	<i>7.69%</i>	<i>4.98%</i>	<i>-</i>	<i>1.18%</i>
Equities	62.00%	-2.47%	-2.47%	3.99%	5.25%	14.37%	-3.41%
<b>Large Cap</b>							
FCI SELECT GROWTH EQUITY		-11.01%	-11.01%	5.09%	-	-	-5.97%
<i>Russell 1000 Growth TR</i>		<i>-9.97%</i>	<i>-9.97%</i>	<i>7.76%</i>	<i>-</i>	<i>-</i>	<i>-3.60%</i>
SCHWAB S&P 500 INDEX		-4.28%	-4.28%	8.21%	9.14%	18.61%	-1.98%
<i>S&amp;P 500 TR</i>		<i>-4.28%</i>	<i>-4.28%</i>	<i>8.23%</i>	<i>9.06%</i>	<i>18.59%</i>	<i>-1.99%</i>
FCI VALUE EQUITY		1.37%	1.37%	-	-	-	0.34%
<i>Russell 1000 Value Tr</i>		<i>2.14%</i>	<i>2.14%</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>0.11%</i>
<b>Mid Cap</b>							
FIDELITY MID CAP INDEX FD		-3.44%	-3.44%	2.55%	4.62%	-	-2.83%
<i>Russell Midcap TR</i>		<i>-3.40%</i>	<i>-3.40%</i>	<i>2.59%</i>	<i>4.62%</i>	<i>-</i>	<i>-2.81%</i>
<b>Small Cap</b>							
WESTFIELD		-11.34%	-11.34%	-9.30%	1.34%	12.81%	-12.73%
<i>Russell 2000 Growth TR</i>		<i>-11.12%</i>	<i>-11.12%</i>	<i>-4.86%</i>	<i>0.78%</i>	<i>10.78%</i>	<i>-9.60%</i>
DFA US SMALL CAP I		-7.81%	-7.81%	-2.17%	-	-	-7.34%
<i>Russell 2000 TR</i>		<i>-9.48%</i>	<i>-9.48%</i>	<i>-4.01%</i>	<i>-</i>	<i>-</i>	<i>-9.18%</i>

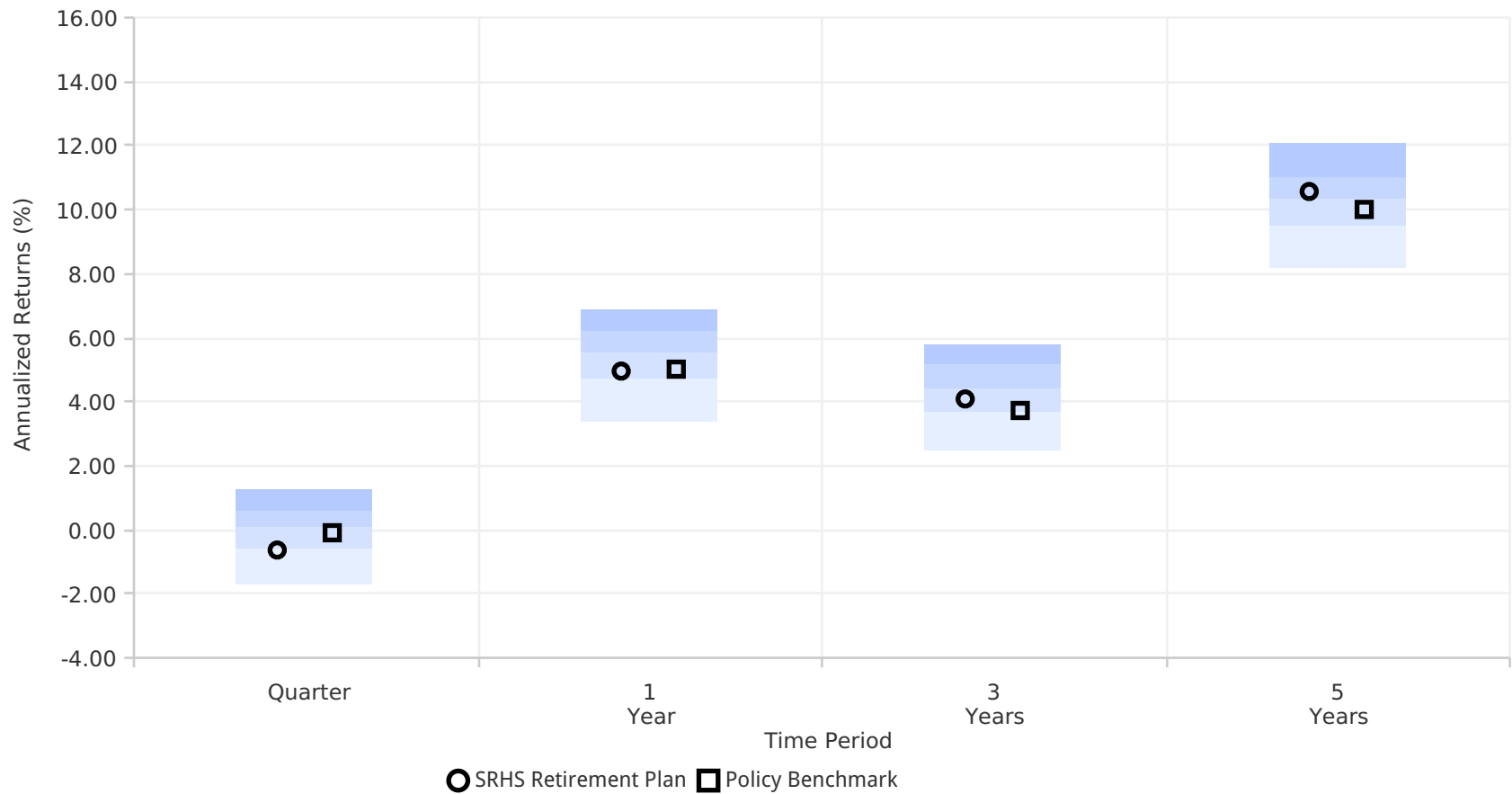
PERFORMANCE SUMMARY  
SINGING RIVER HEALTH SYSTEM EMPLOYEES' RETIREMENT PLAN & TRUST  
As of 03-31-25

Asset Class	Target %	QTD Return	YTD Return	Annualized			Since 09/30/2024
				1 Year	3 Year	5 Year	
International							
DFA INTERNATIONAL SMALL CAP VALUE I		10.35%	10.35%	13.04%	9.04%	17.26%	3.19%
FIDELITY TOTAL INTERNATIONAL INDEX FUND		5.58%	5.58%	6.32%	4.55%	11.23%	-2.43%
MSCI EAFE		7.00%	7.00%	5.42%	6.60%	12.17%	-1.62%
FIDELITY EMERGING MARKET INDEX FUND		3.92%	3.92%	8.61%	1.70%	7.85%	-3.76%
DFA EMERGING MARKETS CORE EQUITY I		1.09%	1.09%	-	-	-	-5.86%
MSCI Emerg Mkts TR		2.92%	2.92%	-	-	-	-5.32%
ALTERNATIVES	20.00%	1.13%	1.13%	6.38%	2.20%	6.55%	1.95%
VANGUARD REIT INDEX ADM		2.66%	2.66%	9.00%	-1.86%	-	-5.19%
NAREIT Index		-0.01%	-0.01%	5.48%	-4.95%	-	-7.09%
INTERNAL RATE OF RETURN							
ELLIOTT INTERNATIONAL LIMITED		2.42%	2.42%	10.13%	6.52%	9.81%	3.96%
INVESCO US INCOME FUND, LP		1.23%	1.23%	3.09%	-1.44%	5.32%	3.10%
EASTERN TIMBERLAND OPPORTUNITIES II, LP		0.68%	0.68%	9.15%	10.02%	9.50%	2.26%
EASTERN TIMBERLAND OPPORTUNITIES III, LP		1.61%	1.61%	7.28%	8.11%	-	1.11%
GRAMERCY DISTRESSED OPPORTUNITY FUND II, LP		-9.73%	-9.73%	-24.09%	-15.88%	-10.33%	-10.70%
Total Gross of Fee		-0.67%	-0.67%	4.92%	4.05%	10.53%	-1.39%
SRHS Blended Index		-0.13%	-0.13%	4.98%	3.69%	9.97%	-2.05%

Rolling 3 year Returns

As of 03/31/2025



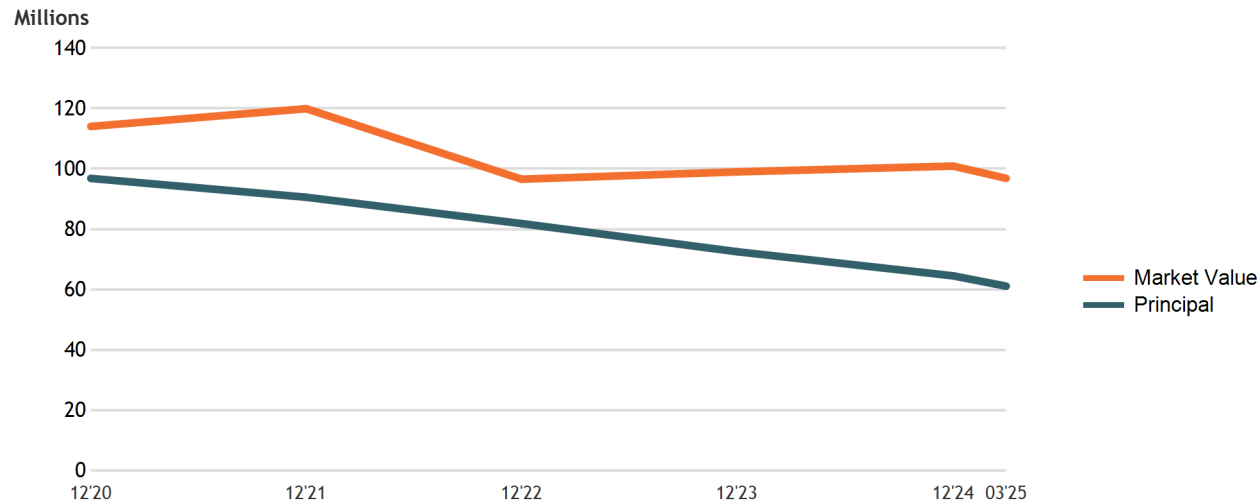


Name	Quarter	1 Year	3 Years	5 Years
5th Percentile	1.27	6.83	5.74	12.00
25th Percentile	0.58	6.20	5.11	10.98
50th Percentile	0.03	5.48	4.37	10.29
75th Percentile	-0.65	4.71	3.61	9.47
95th Percentile	-1.74	3.32	2.41	8.11
Observations	421	415	394	376
○ SRHS Retirement Plan	-0.67 76	4.92 70	4.05 61	10.53 39
□ Policy Benchmark	-0.13 60	4.98 68	3.69 74	9.97 60

## SINGING RIVER HEALTH SYSTEM EMPLOYEES' RETIREMENT PLAN

Period	Beginning Market Value	Additions Withdrawals Expenses	Interest Dividends	Gain Losses	Ending Market Value
12/31/19 to 12/31/20	111,217,611.54	-9,633,173.94	1,235,050.10	11,189,905.26	114,009,392.96
12/31/20 to 12/31/21	114,009,392.96	-8,975,947.18	2,006,776.01	12,859,661.58	119,899,883.36
12/31/21 to 12/31/22	119,899,883.36	-9,721,025.22	1,719,349.42	-15,370,175.53	96,528,032.03
12/31/22 to 12/31/23	96,528,032.03	-9,455,332.34	2,488,754.34	9,401,898.93	98,963,352.95
12/31/23 to 12/31/24	98,963,352.95	-7,992,149.03	2,395,459.29	7,506,655.38	100,873,318.59
12/31/24 to 03/31/25	100,873,318.59	-3,433,249.37	316,615.87	-930,534.60	96,826,150.49
	<b>111,217,611.54</b>	<b>-49,210,877.08</b>	<b>10,162,005.03</b>	<b>24,657,411.01</b>	<b>96,826,150.49</b>

### Market Value



## Singing River Health System Profit Sharing Plan - Fee Analysis

03/31/2025

Asset Class	Asset	Ticker	Portfolio Weight	Portfolio Dollars	Expenses	Fee Amount	Fee Payment Method	Liquidity
<b>CASH</b>			<b>2%</b>					
Money Market	FifthThird		2%	\$2,310,827	N/A	Included Below		Daily
<b>FIXED INCOME</b>			<b>18%</b>					
US Gov/Credit	FCI Govt / Credit		16%	\$15,383,011	0.00%	Included Below		
High Yield	Vanguard High Yield Fund	VWEAX	1%	\$1,084,777	0.12%	\$1,302	NA-Included in NAV	Daily
Short Duration	Lord Abbett	LDLVX	1%	\$1,277,621	0.31%	\$3,961	NA-Included in NAV	Daily
<b>EQUITY</b>			<b>57%</b>					
Large Cap Core Equity	Schwab S&P 500 Index	SWPPX	13%	\$12,815,734	0.020%	\$2,563	NA-Included in NAV	Daily
Large Cap Value Equity	FCI Value Equity		6%	\$5,992,262	0.000%	Included Below		Daily
Large Cap Growth Equity	FCI Select Growth		6%	\$5,970,406	0.000%	Included Below		Daily
Mid Cap Core Equity	Fidelity Mid Cap Index	FSMDX	11%	\$10,227,417	0.020%	\$2,045	NA-Included in NAV	Daily
Small Cap Value Equity	DFA U.S. Small Cap	DFSTX	2%	\$2,282,746	0.270%	\$6,163	NA-Included in NAV	Daily
Small Cap Growth Equity	Westfield Capital - Separate Account		2%	\$2,255,910	0.750%	\$16,919		Daily
International	Fidelity Total International Index Fund	FTIHX	10%	\$9,519,404	0.060%	\$5,712	NA-Included in NAV	Daily
International	DFA International Small Cap Value I	DISVX	1%	\$912,260	0.430%	\$3,923	NA-Included in NAV	Daily
Emerging Market Equity	Fidelity Emerging Market Index	FPADX	2%	\$2,412,056	0.075%	\$1,809	NA-Included in NAV	Daily
Emerging Market Equity	DFA Emerging Markets Core Equity I	DFCEX	2%	\$2,255,388	0.390%	\$8,796	NA-Included in NAV	Daily
Public REITS	Vanguard REIT Index	VGSLX	1%	\$972,831	0.120%	\$1,167	NA-Included in NAV	Daily
<b>ALTERNATIVES</b>			<b>22%</b>					
Hedge Fund	Elliott International LP		8%	\$7,490,888	1.500%	\$112,363		Quarterly
Private Real Estate	Invesco US Income LP		5%	\$4,672,222	1.000%	\$46,722		Quarterly
Timber	Eastern Timberland Opp II LP		5%	\$4,789,521	0.900%	\$43,106		Illiquid
Timber	Eastern Timberland Opp III LP		4%	\$3,410,097	0.850%	\$28,986		Illiquid
Distressed Debt	Gramercy Distressed Opp Fund II LP		1%	\$790,772	1.000%	\$7,908		Illiquid
<b>Total Estimated Investment Fees - Subtotal for Outside Managers (Direct &amp; Indirect)</b>				<b>\$96,826,150</b>	<b>0.30%</b>	<b>\$293,445</b>		
			100%	\$96,826,150				
Total Annual Estimated Administrative Expenses						\$386,250		
Total Annual Estimated Investment Management Expenses (FCI)						\$190,153		
Total Annual Estimated Custody & Benefit Expense (FifthThird)						\$52,000		
<b>Total Estimated Plan Expenses</b>						<b>\$628,403</b>		
<b>TOTAL ESTIMATED ANNUAL COSTS</b>					<b>0.95%</b>	<b>\$921,848</b>		

Investment fees are direct investment management fees paid to separate account managers and indirect investment fees from mutual funds and ETF's.

Costs as a percent of assets includes both estimated plan expenses and estimated investment fees.



Portfolio:

SINGING RIVER HEALTH SYSTEM EMPLOYEES' RETIREMENT PLAN & TRUST

Benchmark:

Russell 1000 Growth

Currency:

USD

Start Date:

12/31/2024

End Date:

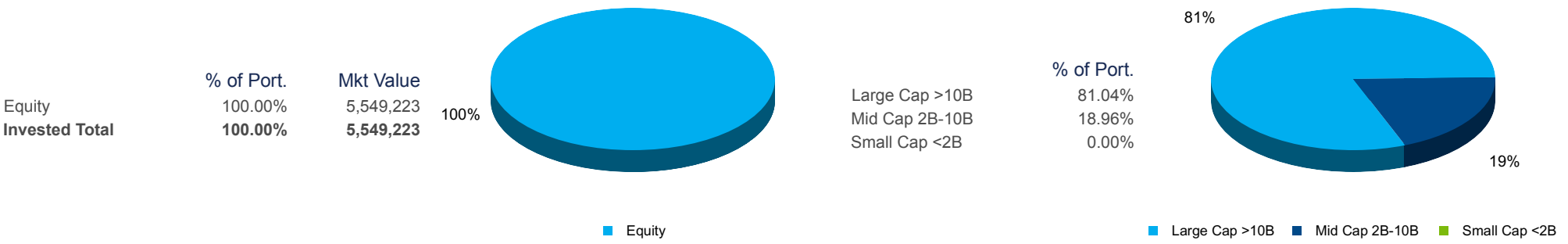
03/31/2025

Holdings Type:

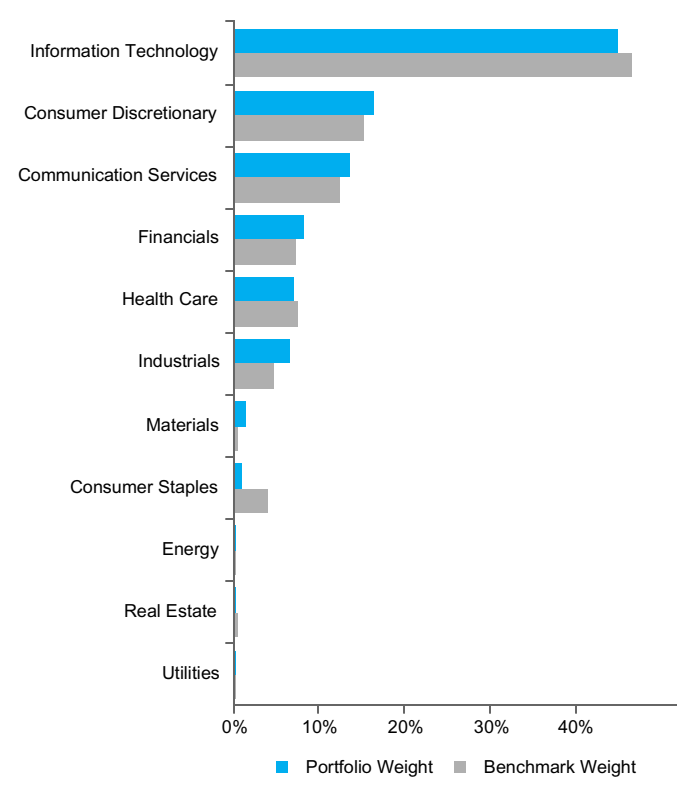
Direct

Asset Allocation

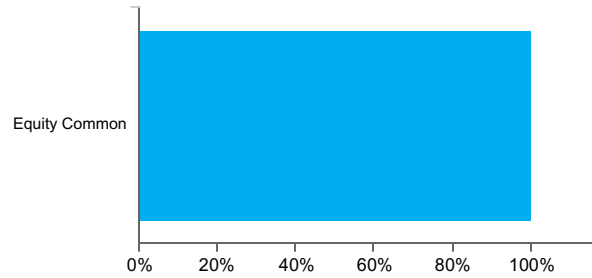
Equity Market Cap Exposure



Equity Sector Weights



Equity Breakdown



Portfolio Characteristics

	Portfolio	Benchmark
Market Capitalization	1378174.00	1447649.50
Dividend Yield	0.46	0.68
Price/ Book	16.96	24.34
Price/ Earnings	33.10	31.10
Est 3-5 Yr EPS Growth	13.80	12.80
# of Securities	38.00	307.00

Top 10 Equity Holdings

	% of Equity	Market Value	Total Return
NVIDIA Corporation	13.51	749,447.70	-19.29
Microsoft Corporation	9.74	540,561.60	-10.76
Amazon.com, Inc.	8.53	473,557.14	-13.28
Apple Inc.	7.79	432,264.98	-11.20
Alphabet Inc. Class C	5.62	311,991.31	-17.87
Meta Platforms Inc Cl...	5.09	282,416.40	-1.48
Tesla, Inc.	4.16	230,911.56	-35.83
Visa Inc. Class A	3.07	170,323.56	11.08
ServiceNow, Inc.	3.03	167,985.54	-24.90
Netflix, Inc.	2.97	165,057.81	4.62

# Performance Summary - Equity

FACTSET

Portfolio: SINGING RIVER HEALTH SYSTEM EMPLOYEES' RETIREMENT PLAN & TRUST  
 Benchmark: Russell 1000 Growth  
 Currency: USD

Start Date: 12/31/2024  
 End Date: 03/31/2025  
 Holdings Type: Direct

## Largest Holdings

	Avg. Weight	Total Return
NVIDIA Corporation	14.50	-19.29
Microsoft Corporation	9.68	-10.76
Amazon.com, Inc.	8.90	-13.28
Apple Inc.	7.45	-11.20
Alphabet Inc. Class C	6.04	-17.87

## Best Performers (Absolute)

	Avg. Weight	Total Return
Progressive Corporation	1.81	20.42
Cintas Corporation	1.15	12.71
Visa Inc. Class A	2.72	11.08
Northrop Grumman Corp.	0.85	9.58
Eli Lilly and Company	1.21	7.17

## Greatest Contributors

	Avg. Weight	Contrib. to Return
Progressive Corporation	1.81	0.29
Visa Inc. Class A	2.72	0.23
Cintas Corporation	1.15	0.11
Northrop Grumman Corp.	0.85	0.09
UnitedHealth Group Incorporated	1.10	0.09

## Economic Sector Weights

	Portfolio	Benchmark	Diff %
Information Techn...	45.02	46.55	-1.53
Consumer Discret...	16.51	15.23	1.28
Communication S...	13.69	12.56	1.13
Financials	8.20	7.36	0.84
Health Care	7.21	7.69	-0.48
Industrials	6.75	4.69	2.06
Materials	1.57	0.65	0.92
Consumer Staples	1.06	4.00	-2.94
Energy	0.00	0.44	-0.44
Real Estate	0.00	0.59	-0.59
Utilities	0.00	0.23	-0.23

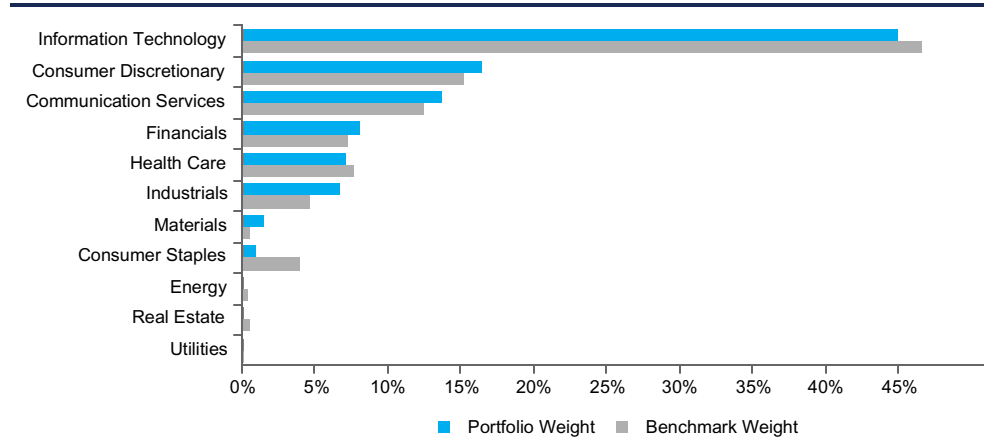
## Worst Performers (Absolute)

	Avg. Weight	Total Return
Tesla, Inc.	3.87	-35.83
Broadcom Inc.	2.26	-27.56
lululemon athletica inc.	0.65	-25.98
ServiceNow, Inc.	3.36	-24.90
KKR & Co Inc	0.75	-19.42

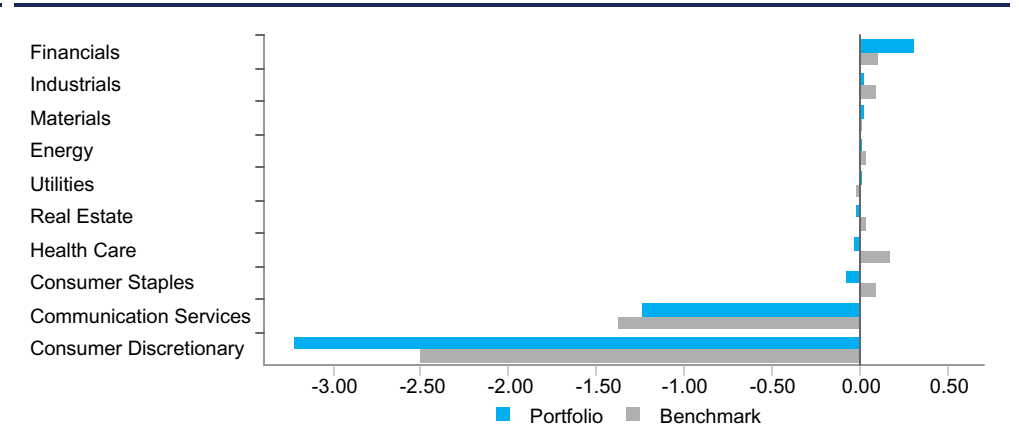
## Greatest Detractors

	Avg. Weight	Contrib. to Return
NVIDIA Corporation	14.50	-2.73
Tesla, Inc.	3.87	-1.48
Amazon.com, Inc.	8.90	-1.17
Alphabet Inc. Class C	6.04	-1.09
Microsoft Corporation	9.68	-1.04

## Equity Sector Weights



## Top 10 Sectors By Contribution To Return



Portfolio:

SINGING RIVER HEALTH SYSTEM EMPLOYEES' RETIREMENT PLAN & TRUST

Benchmark:

Russell 1000 Value

Currency:

USD

Start Date:

12/31/2024

End Date:

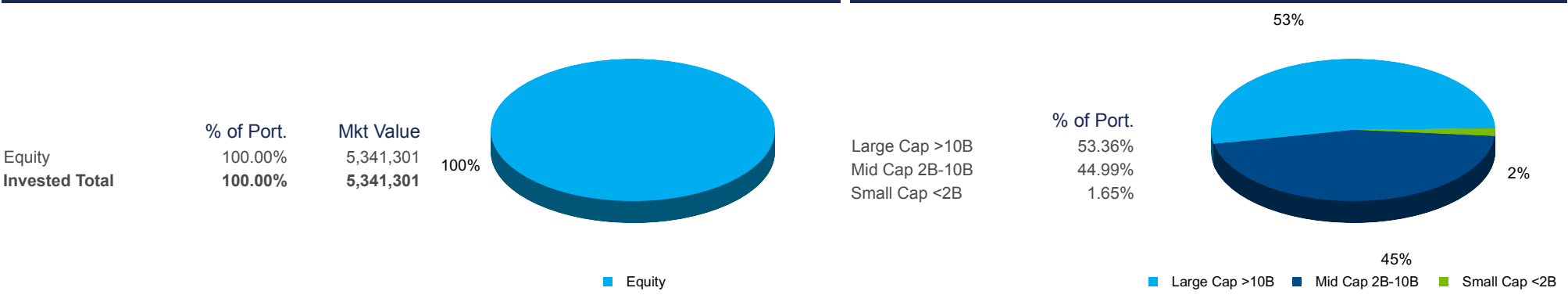
03/31/2025

Holdings Type:

Direct

Asset Allocation

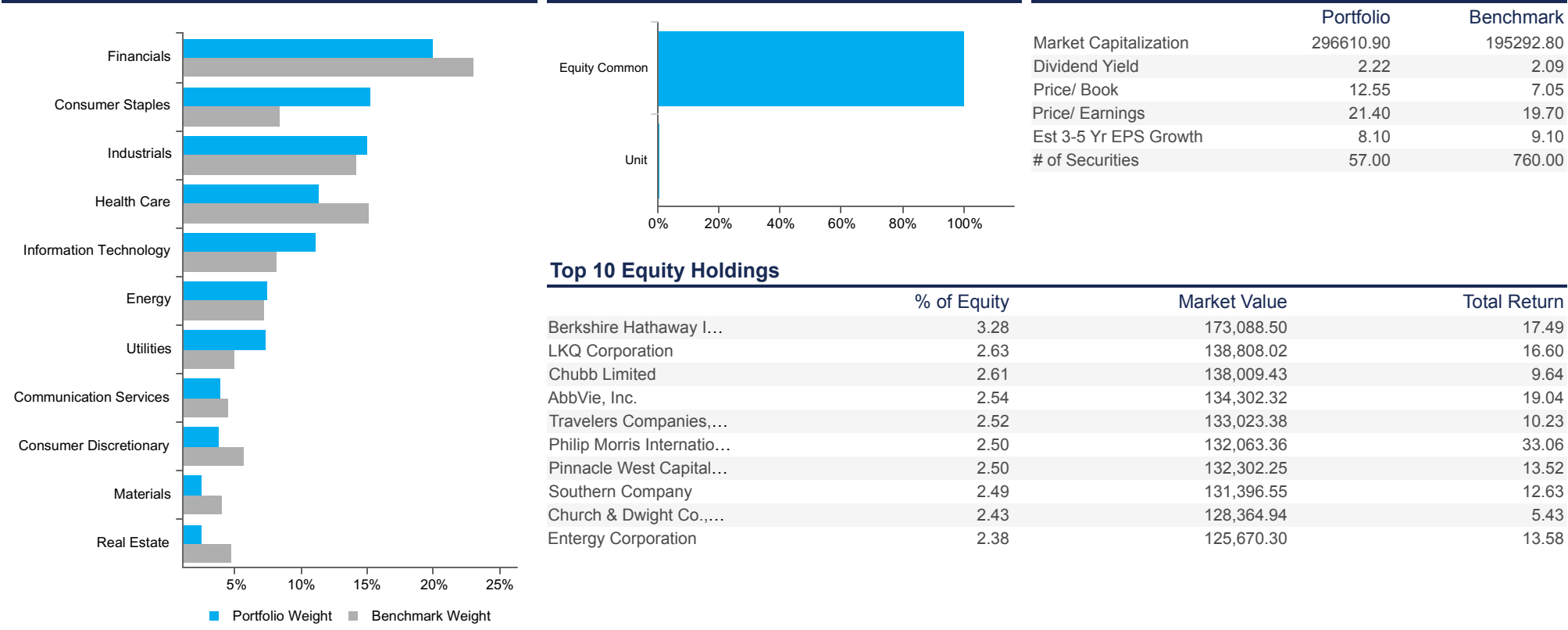
Equity Market Cap Exposure



Equity Sector Weights

Equity Breakdown

Portfolio Characteristics



Top 10 Equity Holdings

	% of Equity	Market Value	Total Return
Berkshire Hathaway I...	3.28	173,088.50	17.49
LKQ Corporation	2.63	138,808.02	16.60
Chubb Limited	2.61	138,009.43	9.64
AbbVie, Inc.	2.54	134,302.32	19.04
Travelers Companies,...	2.52	133,023.38	10.23
Philip Morris Internatio...	2.50	132,063.36	33.06
Pinnacle West Capital...	2.50	132,302.25	13.52
Southern Company	2.49	131,396.55	12.63
Church & Dwight Co.,...	2.43	128,364.94	5.43
Entergy Corporation	2.38	125,670.30	13.58

# Performance Summary - Equity

FACTSET

Portfolio: SINGING RIVER HEALTH SYSTEM EMPLOYEES' RETIREMENT PLAN & TRUST  
 Benchmark: Russell 1000 Value  
 Currency: USD

Start Date: 12/31/2024  
 End Date: 03/31/2025  
 Holdings Type: Direct

## Largest Holdings

	Avg. Weight	Total Return
Berkshire Hathaway Inc. Class B	2.99	17.49
Entergy Corporation	2.68	13.58
Philip Morris International Inc.	2.47	33.06
Walmart Inc.	2.45	-2.57
Cisco Systems, Inc.	2.44	4.95

## Best Performers (Absolute)

	Avg. Weight	Total Return
Philip Morris International Inc.	2.47	33.06
Amgen Inc.	1.49	20.51
AbbVie, Inc.	2.34	19.04
American Tower Corporation	1.39	18.64
Berkshire Hathaway Inc. Class B	2.99	17.49

## Greatest Contributors

	Avg. Weight	Contrib. to Return
Philip Morris International Inc.	2.47	0.74
Berkshire Hathaway Inc. Class B	2.99	0.49
AbbVie, Inc.	2.34	0.39
Entergy Corporation	2.68	0.37
LKQ Corporation	2.22	0.35

## Economic Sector Weights

	Portfolio	Benchmark	Diff %
Financials	19.95	23.10	-3.15
Consumer Staples	15.26	8.40	6.86
Industrials	14.99	14.14	0.85
Health Care	11.39	15.13	-3.74
Information Techn...	11.08	8.15	2.93
Energy	7.43	7.17	0.26
Utilities	7.29	4.96	2.33
Communication S...	3.85	4.52	-0.67
Consumer Discret...	3.76	5.72	-1.96
Materials	2.53	4.00	-1.47
Real Estate	2.47	4.71	-2.24

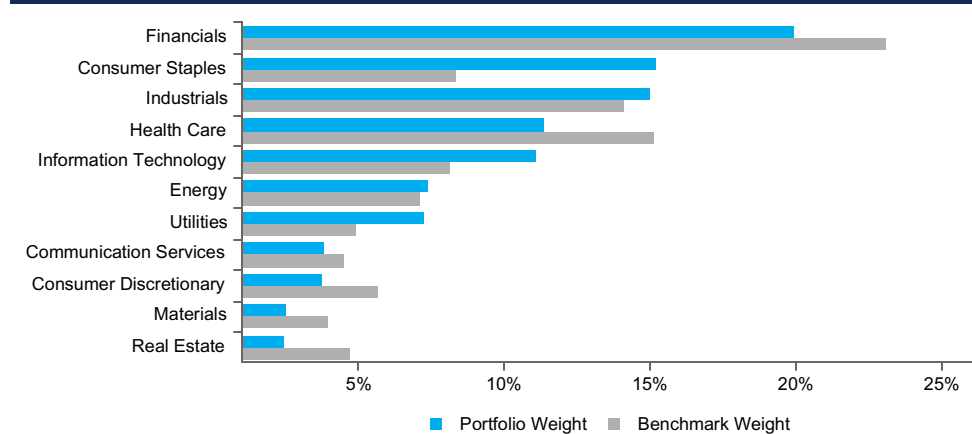
## Worst Performers (Absolute)

	Avg. Weight	Total Return
PayPal Holdings, Inc.	1.92	-23.55
Hillenbrand, Inc.	1.64	-20.88
Salesforce, Inc.	1.47	-19.73
Fortrea Holdings Inc.	0.19	-19.20
Alphabet Inc. Class A	1.73	-18.21

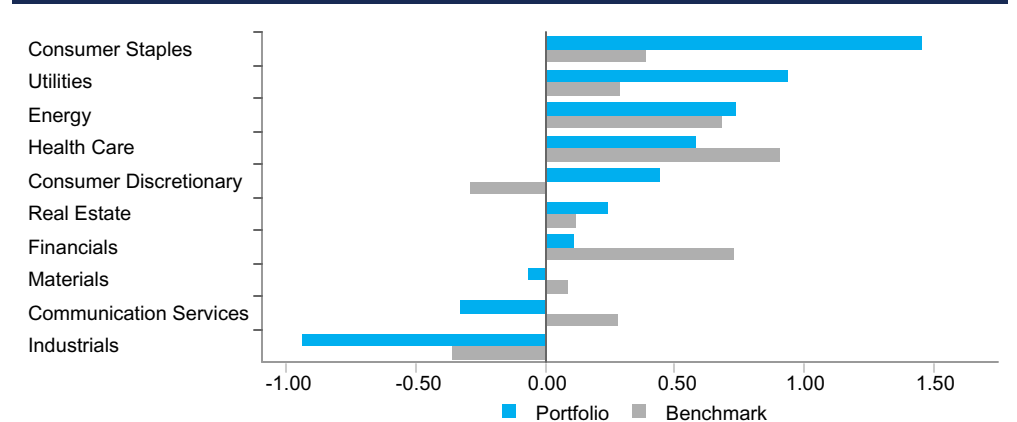
## Greatest Detractors

	Avg. Weight	Contrib. to Return
Hillenbrand, Inc.	1.64	-0.53
PayPal Holdings, Inc.	1.92	-0.47
Alphabet Inc. Class A	1.73	-0.34
Eaton Corp. Plc	1.74	-0.30
Salesforce, Inc.	1.47	-0.29

## Equity Sector Weights

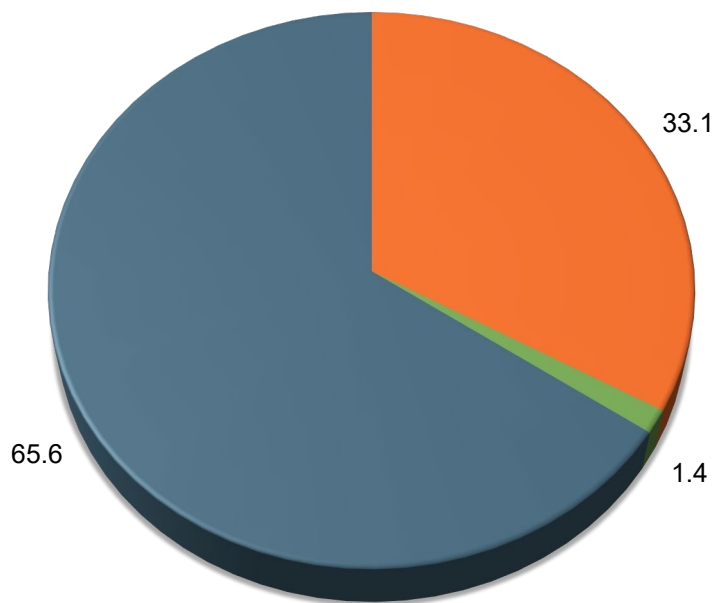


## Top 10 Sectors By Contribution To Return



## Singing River Health Systems

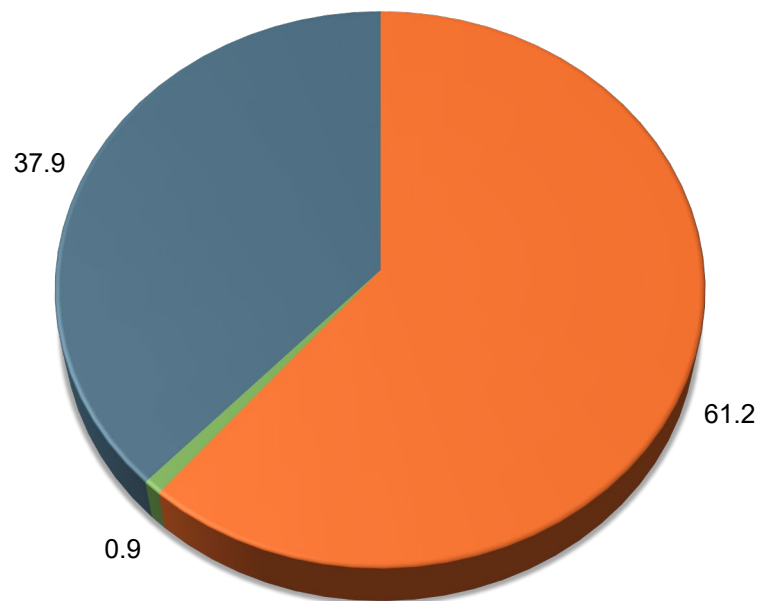
Yield to Worst	4.69
Average Coupon	3.71
Current Yield	3.99
Average Maturity	8.21 Years
Effective Duration	6.15



■ Treasury ■ Cash ■ Corporates

## Bloomberg's Intermediate G/C

Yield to Worst	4.48
Average Coupon	3.55
Current Yield	3.81
Average Maturity	8.69 Years
Effective Duration	6.22



■ Treasury ■ Agency ■ Corporates

Investment Policy  
of the  
Singing River Health System Employees'  
Retirement Plan and Trust

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## **Investment Policy Contents**

- I. Introduction**
- II. Plan Overview**
- III. Roles and Responsibilities**
- IV. Investment Goals**
- V. Asset Allocation Strategy**
- VI. Investment Performance Evaluation and Review**
- VII. Policy Adoption**

### **Appendix**

**Exhibit A: Specific Portfolio Constraints**

**Exhibit B: Asset Allocation and Allowable Ranges around Target**



## Introduction

This document refers to the Singing River Health System Employees' Retirement Plan and Trust (the Plan and Trust) and the fund from which benefits are paid to its beneficiaries. The Trust was established in 1983 to provide retirement benefits for employees of the Singing River Health System (SRHS). Originally, the plan was an employer-directed defined benefit plan. The SRHS Board of Trustees appointed Plan Trustees to oversee the Plan and Trust. On October 19, 2015, by order of the Chancery Court of Jackson County, Mississippi (the Court), a Special Fiduciary was appointed to take possession of the Trust property and to administer the Trust, including all plan assets and property. The Special Fiduciary is the Plan's sole trustee and is granted all power and authority prescribed by the Trust and consistent with the *Mississippi Uniform Trust Code, Miss Code Ann. § 91-8-101, et seq.*

This document is intended to serve as a reference tool, operating investment guidelines, and a communications link between the Plan and Plan Trustee and:

- The Plan's investment managers,
- The Plan's investment advisor and
- The Plan's other professional advisors

This document records the Special Fiduciary's logical and diligent process of study, examination, evaluation and conclusions about the most suitable combination of investment risk level and rate of return objectives which will satisfy both the Plan's present and future benefits obligations and the Trust's ongoing ability to fund them.

This policy document establishes the specific guidelines for action, and also conveys the philosophical foundations for those guidelines.

## **Plan Overview**

The Plan is a defined benefit pension plan, which bases its benefits upon an employee's highest average quarterly compensation from SRHS for the 19 consecutive quarters, plus the last quarter of employment during the last 40 consecutive quarters of employment. An employee's number of years of service also determines his or her retirement benefit. Accrued benefits in the Plan were frozen effective December 5, 2014. No new benefits will be earned after that date. All benefits under the Plan were reduced by 25% in May of 2018 by order of the Court. The Court has further ordered that the funded status of the Plan remain within a corridor of 90% to 110% funded. Benefit amounts may be further revised under order of the Court if the funded status of the Plan falls outside of this range.

### **Taxation**

The Plan has qualified for exemption pursuant to Section 401(a) of the Internal Revenue Code as a governmental plan. As such, the Plan's investment returns are not subject to current income taxation.

### **Funding Resources and Obligations**

The Plan's contribution resources previously came from employer contributions made by SRHS and from mandatory employee contributions of 3% of annual compensation, up to the limits established by Federal regulations. Currently SRHS is making annual contributions to the Plan in accordance with the finalized legal settlement.

### **Liquidity Needs**

The Special Fiduciary and the professional advisors expect to periodically review and update their understanding of the Plan's forecasts of cash disbursement for Plan benefits and expenses, so that the elements and time horizon(s) of the Plan's investment program can be adjusted, as needed and appropriate for that context.

## Roles and Responsibilities

The Court has delegated certain responsibilities, as outlined in the Plan document, for the Plan described here to the Special Fiduciary, who recommends and implements the investment policy with regard to asset allocation, manager and custodian selection and portfolio supervision. The Special Fiduciary reports to the Court regarding the status of the Trust. The Special Fiduciary shall act as a prudent investor respecting that individual assets of the Trust must not be evaluated in isolation, but in the context of the Trust portfolio as a whole and as part of the overall investment strategy having risk and return objectives reasonably suited to the Plan.

### Special Fiduciary Duties with respect to Plan operations and administration

- Ensure the Trust is operated for the exclusive benefit of participants and their beneficiaries taking into account the interest of both the current and future beneficiaries.
- Ensure expenses paid out of the Trust are appropriate and reasonable.
- Ensure Trust assets as accounted for and periodically audited.
- Ensure Trust reports are maintained and periodically reviewed.
- Ensure Trust operation complies with all state and federal laws, and the Plan and Trust documents.
- Refrain from conflicts of interest and prohibited transactions.

### Special Fiduciary Duties with respect to Plan Investments

- Hire and fire investment advisor and/or investment manager(s).
- Establish and maintain the Investment Policy Statement.
- Diversify the investments of the Trust unless the Special Fiduciary determines that the Trust and the beneficiaries would be better served without diversifying.
- Establish and maintain minimum quality and diversification standards for employing investment managers as listed in **Exhibit A**.
- Select, monitor and replace (as necessary) investment managers, insurance contracts and/or any unmanaged investments.
- Approve contracts with investment managers.
- Review performance of investment funds and investment managers, relative to their benchmarks, and appropriate peers at least annually.

- Monitor all fees being paid on plan investments.
- Refrain from conflicts of interest in selecting investment managers.

## Investment Goals

The overall objective of the investment program is to achieve a rate of return in the Trust that, over the long term, will fund the liabilities and provide for the required benefits in a manner that satisfies the fiduciary requirements of the Plan.

The Special Fiduciary recognizes that financial markets are cyclical and that:

- the beginning points, ending points and magnitude of market cycles cannot be predicted; and
- there is no relationship between market cycles and calendar or other time periods commonly used for performance measurement and evaluation.

The long-range goals (greater than 5 years) of this investment plan are to:

1. Meet the pension benefit obligations to the Plan participants
2. Exceed the return of a Policy Benchmark comprised of the appropriate market indexes reflecting the Plan's asset allocation (see **Exhibit B**)
3. Perform in line with comparable pension plans on a risk-adjusted basis
4. Match or exceed the assumed discount rate used by the plan's actuary

Total fund, asset class, and individual investment manager performance will be compared to appropriate passive market indices and a universe of peers. The performance benchmarks used may differ from those outlined in **Exhibit B**. Investment performance is reviewed and analyzed over multiple time periods allowing for greater variance from this policy's objectives over periods shorter than three years for each investment fund and over five years for the total fund.

## Asset Allocation Strategy

*Please see **Exhibit B** for Asset Allocation Targets and Allowable Ranges Around Target Allocations.*

Using asset allocation studies based on long-term historical capital market performance, the Special Fiduciary finds the target mixture of asset classes in **Exhibit B** appropriate to produce the desired performance at acceptable fluctuation levels over time for the portfolio.

The Asset Allocation schedule shown in **Exhibit B** of this Investment Policy provides for allowable ranges within each asset class, or strategy, in order to provide investment managers some flexibility in asset allocation to meet the goals of this Investment Policy.

The Special Fiduciary recognizes that a rigid asset allocation would be both impractical and, to some extent, undesirable under various potential market conditions. Therefore, the allocation of the Trust's total assets may vary from time to time within the ranges listed in **Exhibit B**, without being considered an exception to these operating guidelines.

The Special Fiduciary, with the counsel of the investment advisor, may engage active investment managers, whose goals over time are to outperform respective indices, or passive managers who seek to replicate the return of corresponding indices.

## Investing Strategies and Vehicles

The Trust may invest in the following investment vehicles:

- Separately managed accounts
- Mutual funds
- Exchange-Traded Funds (ETFs)
- Commingled funds
- Collective investment trusts
- Limited Partnerships
- Foreign exempted companies

## **Rebalancing**

Because different asset classes will perform at different rates, the Special Fiduciary will closely watch the asset allocation shifts caused by performance in the Trust. The Special Fiduciary will review the relative market values of the asset segments and will generally rebalance the asset classes which are farthest short of their target allocations in this Policy. Rebalancing will typically occur as of any quarter-end at which the allocations reach a point where they are out of target ranges.

## **Unallocated Cash**

Investment managers performing under this Policy are not expected to accumulate a significant cash position without prior approval of the Special Fiduciary. If the basic investing style of a particular manager includes a routine, temporary use of instruments having a maturity of less than one year, they must inform the Special Fiduciary and agree to the use of that investing style in advance.

## **Investment Performance Evaluation and Review**

### **Frequency of Measurement**

The Special Fiduciary will measure investment performance quarterly, or more often, as deemed appropriate.

### **Expected Interim Progress Toward Multi-Year Objectives**

The Special Fiduciary will generally follow the time horizons set forth in this policy, when making judgments about performance. However, Investment Managers for the Trust should be advised that the Special Fiduciary intends to track their interim progress toward multi-year goals. If the Special Fiduciary finds (or is professionally advised) that performance is sub-standard, then the Special Fiduciary's reviews of such a manager may disregard the time horizon concept for purposes of considering possible actions.

Investment Managers hired by the Special Fiduciary shall generally be expected to outperform an appropriate market benchmark and perform well against a universe of their peers over multi-year time periods.

### **Corrective Action Guidelines**

Corrective action should be taken as a result of an ongoing investment manager review process. The following are instances where corrective action or termination may be in order:

1. Major organizational changes in a firm, including any changes in portfolio managers, may require a new contract and interview process. Failure on the part of the Investment Manager to notify the Special Fiduciary of such changes is grounds for termination. At all times, communication with the managers should be open and informative. Investment Managers should be willing and able to meet at least annually with the Special Fiduciary.
2. Violation of terms of contract constitutes grounds for termination.
3. Surges in portfolio trading volume.
4. As part of its overall asset allocation strategy, the Special Fiduciary will choose managers with certain styles and approaches to provide portfolio diversification. Therefore, it is critical that managers adhere to the original intent of the Special Fiduciary at the time they are engaged. Any significant changes in investment approach may be grounds for termination.



5. Performance patterns not logically explainable in terms of the published style, or performance out-of-step with manager's style peer group.
6. The manager's performance will be viewed in light of the management firm's assigned investment style and approach, keeping in mind at all times the Trust's diversification strategy as well as other organizational and relationship issues. Decisions to terminate managers are solely within the discretion of the Special Fiduciary.
7. Investment managers may be replaced at any time as part of the overall restructuring of the Plan.
8. Other events or circumstances that are deemed to be in the best interest of Trust, its participants and beneficiaries, or the Plan.

## VII. Policy Adoption

### Singing River Health System Employee's Retirement Plan and Trust Special Fiduciary

Executed the 26th day of November, 2024

Signature: \_\_\_\_\_

Traci M. Christian

Title: Special Fiduciary

## **Exhibit A**

### **Specific Portfolio Constraints**

The following standards apply to all investment portfolios that are separately managed. The Special Fiduciary recognizes that any pooled investment vehicle or mutual fund cannot be subjected to these requirements, except to the extent these distinctions can be incorporated by the Special Fiduciary into their process of selecting such vehicles. Nevertheless, the Special Fiduciary will review investing activities in any pooled investment vehicles utilized, versus the investment policy and, if appropriate, the Special Fiduciary may accordingly decide that a particular pooled/mutual fund has ceased to be suitable.

#### **Fixed Income**

The purpose of domestic and international fixed income investments is to provide liquidity and a highly predictable, dependable source of income. Fixed instruments should reduce the overall volatility of the Trust's assets and provide a deflation hedge.

The following standards are for the separately managed fixed income accounts and are not monitored by the Special Fiduciary. Each manager is expected to confirm receipt of the standards in writing.

#### **1. Quality Standards** (not applicable to a portfolio which is specifically committed to invest in High Yield Bonds)

- Minimum: Must be rated investment-grade by at least one major rating agency
- Maximum: No manager's portfolio allocation to the lowest investment-grade category (BBB-rated) shall be greater than the bench index allocation plus 3%
- Weighted average (target) quality for each portfolio manager: A-rated or better

#### **2. Duration Standards**

- Maximum/Minimum: Portfolio modified duration should not be greater than (+/-) 25% of benchmark index

#### **3. Diversification Standards**

- Single security issue: Maximum 5%

- Single Sector Allocation (level 2): Maximum benchmark index allocation (+/-) 20% (except U.S. Government securities)
- Non-Index Sector Allocation (level 2): Maximum allocation to non-index sectors shall be limited to 30% of the manager's portfolio market value

#### **4. Liquidity Standards**

- Original issuance for corporate securities must be at least \$300 million, unless the Special Fiduciary approves the investment in advance.
- Securities that are thinly traded and therefore cannot be considered liquid are not permitted without prior specific permission from the Special Fiduciary.

#### **5. Prohibited Categories for all investment managers, unless authorized by the Special Fiduciary**

- Derivative instruments including, but not limited to options, futures, swaps, structured finance products, etc. in which either the inherent structure of the instrument or the nature of the transaction is leveraged, i.e. creates market exposure in excess of the market value of the underlying assets.
- Issuer affiliated with the investment manager

#### **6. Frequency of Reporting to Special Fiduciary**

- At least quarterly

### **Equities**

#### **1. Diversification Standards**

Diversification for the total investment program is achieved through manager selection. The Special Fiduciary recognizes the value of including concentrated, high-conviction managers within the total equity allocation. Appropriately sizing each manager's allocation creates the desired diversification across the overall program.

Should any single manager's designated allocation be greater than 10% of the total program, they shall adhere to the following standards unless granted written exception

authorized by the Special Fiduciary. Such designated managers will be explicitly notified and will submit written acknowledgement of adherence to these standards.

- Market value of any single holding not to exceed 7.5% of the manager's allocation, without obtaining permission from the Special Fiduciary
- Maximum sector concentration: greater of 2.5x benchmark, or 20% of current portfolio market value

## **2. Liquidity Standards**

- Traded on one or more national and/or international exchanges (NASDAQ, National Market, or quoted in the NASDAQ Bid/Asked section)
- \$100 million minimum market capitalization
- Managers should maintain appropriate procedures to determine their liquidity exposure to an individual security holding on a **firm wide basis**, i.e., awareness and documentation of what percent of normal trading volume is represented by their total holding for the Plan in a particular issue.

## **3. Proxy Voting**

- Unless specifically directed by the Special Fiduciary, the managers have sole responsibility for voting proxies of shares of companies in the portfolio in a manner consistent with the best interests of the Plan.
- Managers are required to vote proxies on every issue that could be reasonably expected to have a significant impact on the value of the investment.
- Managers are required to keep a record of all proxy votes and upon request report to the Special Fiduciary at least annually.

## **4. Prohibited Categories for all Equity managers, unless authorized by the Special Fiduciary**

- Issuer related to the investment manager,
- Restricted or letter stock,
- Private placement debt, and
- Derivative instruments that create or add leverage.

## **Alternatives**

These apply only to investment managers that have been authorized by the Special Fiduciary or previous Plan Trustees and use these categories as inherent elements within their investment programs. Examples of investment managers that may qualify for this authorization include hedge funds, real estate managers, commodities managers, and private equity managers.

1. Short sales, or “naked” positions should be limited to only within investments in hedge funds.
2. Margin purchases, which create leverage or market exposure in excess of the market value of underlying assets, and which create asymmetric return patterns that could result in substantial losses, shall be limited to include only purchases made in hedge funds.
3. Real Estate investments shall be limited to pooled investments that are professionally managed to include REITs, timberland or other institutional classes of real estate portfolios.
4. Distressed debt securities that trade at a significant discount to the principal amount of the obligation shall be limited to include only specific investment manager mandates.
5. Private partnership investments shall be limited to include only investments in institutionally managed strategies that may include real estate, distressed debt, private equity, timberland and hedge funds.
6. Fully collateralized securities lending programs are not considered margin purchases and may be utilized, subject to a separate Supplemental Agreement approved by the Special Fiduciary.

## Exhibit B

### Asset Allocation and Allowable Ranges around Target

In Force as of: 11/25/2024

The Asset Class benchmarks will be used for the construction of the Policy Benchmark, but individual managers may be measured against a different benchmark.

Asset Class	Policy Benchmark	Policy Target	Min	Max
Cash Equivalent	ICE BofA 3-Month T-Bill	2%	0%	10%
US Intermediate Fixed Income	Blmb. Barc. Govt/Credit	12%	5%	40%
High Yield / Bank Loans	Bloomberg Corp High Yield	4%	0%	15%
<b>Total Debt Securities</b>		<b>18%</b>		
US Large Cap Equities	S&P 500	15%	5%	25%
US Mid Cap Equities	Russell Midcap	13%	5%	25%
US Small Cap Equities	Russell 2000	11%	5%	20%
Real Estate Securities (REITs)	FTSE NAREIT All REITs	4%	0%	10%
International Developed	MSCI EAFE	12%	0%	20%
Emerging Markets Equities	MSCI Emerging Markets	7%	0%	15%
<b>Total Equity Securities</b>		<b>62%</b>		
Hedge Funds	DJCS Multi-Strategy	6%	0%	10%
Global Macro	Global Hedge Fd Ind (HFRI)	5%	0%	10%
Timberland	Global Hedge Fd Ind (HFRI)	5%	0%	10%
Direct Real Estate	NCREIF Property	4%	0%	10%
<b>Total Alternative Securities</b>		<b>20%</b>		

## Historical Asset Allocation

Asset Class	Amended Nov 24	Amended Mar 21	Amended Jul 19	Amended Apr 18	Amended June 16	Amended June 14	Amended Dec 06	Amended Jan 01	Amended Jan 99	Amended Nov 96
Cash Equivalent	2%	2%	2%	2%						
US Intermediate Fixed Income	12%	12%	17%	17%	24%	15%	10%	30%	35%	40%
Bank Loans / Direct Lending			1%	1%	1%	5%				
High Yield	4%	4%	6%	6%	5%	5%	10%			
<b>Total Debt Securities</b>	<b>18%</b>	<b>18%</b>	<b>26%</b>	<b>26%</b>	<b>30%</b>	<b>25%</b>	<b>20%</b>	<b>30%</b>	<b>35%</b>	<b>40%</b>
US Large Cap Equities	15%	15%	12%	12%	10%	10%	10%	40%	40%	50%
US Mid Cap Equities	13%	13%	12%	12%	10%	10%	10%			
US Small Cap Equities	11%	11%	12%	12%	10%	10%	15%	15%	15%	
Real Estate Securities (REITs)	4%	4%	4%	4%	3%	3%				
International Developed	12%	9%								
International Small Cap		3%	9%	9%	5%	5%	10%	10%	10%	10%
Emerging Markets Equities	7%	7%	3%	3%	2%	2%	5%			
<b>Total Equity Securities</b>	<b>62%</b>	<b>62%</b>	<b>52%</b>	<b>52%</b>	<b>40%</b>	<b>40%</b>	<b>50%</b>	<b>65%</b>	<b>65%</b>	<b>60%</b>
Long / Short Equity					8%	8%	15%			
Hedge Funds	6%	6%	5%	5%	3%	8%				
Distressed Securities			2%	2%	3%	3%				
Commodities					4%	4%	5%	5%		
Global Macro	5%	5%	6%	6%	5%	5%				
Timberland	5%	5%	5%	5%	3%	3%				
Direct Real Estate	4%	4%	4%	4%	4%	4%	10%			
<b>Total Alternative Securities</b>	<b>20%</b>	<b>20%</b>	<b>22%</b>	<b>22%</b>	<b>30%</b>	<b>35%</b>	<b>30%</b>	<b>5%</b>	<b>0%</b>	<b>0%</b>