

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 October, 2025.

Plan Investments

Attached for the Court's review is a report showing asset positions and activity for the month ending September 30.

Of note this month:

- We had a strong finish to the fiscal year end with almost every asset class finishing positively for the quarter.
- Markets continue to grind higher despite concerns in many areas:
 - Better than expected corporate earnings growth
 - Strong profit margins
 - Decent economic growth
 - Well-behaved inflation expectations
- We do not have return data yet for some of the alternative managers and so expect the total market value to end the quarter slightly higher than the preliminary report shows.

The Plan's investments continue to perform well keeping pace with current market conditions. Subsequent reports will keep the Court apprised as to the investment performance in coming months. **As of September 30, the market value of the Trust is \$104.388 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 - Financial Audit of the Fund

An audit for the year ended September 30, 2025 has begun and will be completed by the audit firm of Williams Keepers.

Actuarial Valuation as of October 1, 2025

The Special Fiduciary is planning to present the results of the October 1, 2025 Actuarial Funding Valuation to the Hospital committee and to Plan participants.

This report is in process and will contain information related to the Court's order of April 12, 2018 that "The Special Fiduciary shall institute the 90% to 110% funding level corridor ..." This report is expected to confirm that the Plan is within that corridor at **over 98%** as of the October 1, 2025 valuation date and **no recommendation for changes to benefits will be forthcoming.**

Also included with the report – as in years past – will be a summary of all Plan expenses for the year and targeted expenses for the current year.

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 December 2, 2025. It is anticipated that the October 1, 2025 Actuarial Valuation will be completed by early November and presented to the Court and then to Plan participants. Retired Plan participants received notice of the meeting through the mail and participant's still employed by SRHS will receive notice via e-mail. Notice of the meeting is also posted on the Plan's website.

This concludes the report for the 17th day of October, 2025.

Respectfully submitted,



TRACI MILLER CHRISTIAN

Singing River Health System Employees' Pension Plan Trust

One Month Ended

Mark to Market Accounting Summary

September 30, 2025

Investment (\$000's)	Beginning Market Value	Net Additions/ Withdrawals	Interest/ Dividends/Fees	Gains/ Losses	Ending Market Value
Total	97,845	4,529	83	1,931	104,388
Money Market in Distribution Account	508	3,484	12	-	4,004
Money Market in Mutual Fund Account	1	1,000	-	-	1,001
FCI Advisors Fixed Income	15,776	(0)	52	136	15,964
Vanguard High Yield Corp Adm Fund	1,040	5	-	2	1,047
FCI Advisors Value Equity	6,278	(0)	14	99	6,391
Schwab S&P 500 Index Fund	14,626	-	-	526	15,153
FCI Advisors Select Growth Equity	7,459	(0)	3	296	7,758
Fidelity Mid Cap Index	10,729	-	-	96	10,825
Westfield Capital	2,119	(0)	2	69	2,190
Fidelity Total International Index	10,512	-	-	377	10,889
DFA International Small Cap Value	1,128	10	-	33	1,171
Fidelity Emerging Markets Index Prem	2,783	-	-	191	2,973
DFA US Small Cap I	1,791	5	-	2	1,798
DFA Emerging Markets Core Equity I	2,168	22	-	84	2,274
Lord Abbett Short Duration Income R6	811	4	-	0	815
Gramercy Distressed Opportunities Fund II ¹	686	-	-	-	686
Elliott International Ltd. ²	7,634	-	-	21	7,654
Invesco US Income ³	4,636	-	-	-	4,636
Eastern Timberland Opportunities II ³	3,992	-	-	-	3,992
Eastern Timberland Opportunities III ³	3,168	-	-	-	3,168

¹Valuation date: 8/31/2025 using estimated monthly investment performance²Valuation date: 9/30/2025 using estimated monthly investment performance³Valuation date: 6/30/2025 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.