

Wilshire

NMI Settlement Fund

Monthly Investment Summary

Mar-2022

Market Commentary

Month Ended March 31, 2022

U.S. Economy and Markets

- Domestic equity markets were positive in March, as the FT Wilshire 5000 IndexSM and the S&P 500 Index returned 3.35% and 3.71%, respectively.
- The CBOE Volatility Index (VIX) ended March at 20.56—a decrease from its February close of 30.15, but up since year-end 2021.
- Performance across GICS sectors was positive for the month—save for financials which were down slightly. Energy, Materials, Real Estate, and Utilities had the strongest returns.
- Small cap stocks underperformed their large cap counterparts in March, with the Wilshire U.S. Small Cap IndexSM and the Wilshire U.S. Large Cap IndexSM returning 1.32% and 3.53%, respectively.
- For the month of March, value-oriented equities underperformed their growth-oriented counterparts in the large capitalization segment, and outperformed in the small capitalization segment of the market.

International Economy and Markets

- Developed international equity markets, as measured by the MSCI EAFE Index, returned 0.64% this month.
- The MSCI Emerging Markets Index was down -2.26% in March.

Fixed Income & Real Assets

- The 10-year U.S. Treasury yield ended the month at 2.34%, up significantly from a 2021 year-end yield of 1.51%.
- The Bloomberg U.S. Aggregate Index dropped -2.78% in March.
- Long duration fixed income was the hardest-hit segment within U.S. fixed income, with the Bloomberg Long-Term Treasury Index dropping -5.34%. Credit indices, such as the Bloomberg U.S. Credit Index and Bloomberg U.S. Corporate High Yield Index, were down -2.51% and -1.15%, respectively.
- Listed U.S. real estate provided strong returns in March, with the Wilshire U.S. Real Estate Securities IndexSM returning 6.84%. Listed global infrastructure was up as well, with the FTSE Global Core 50/50 Index gaining 7.51%.
- Commodities, as measured by the Bloomberg Commodity Index, gained 8.65% in March.

Monthly Index Performance

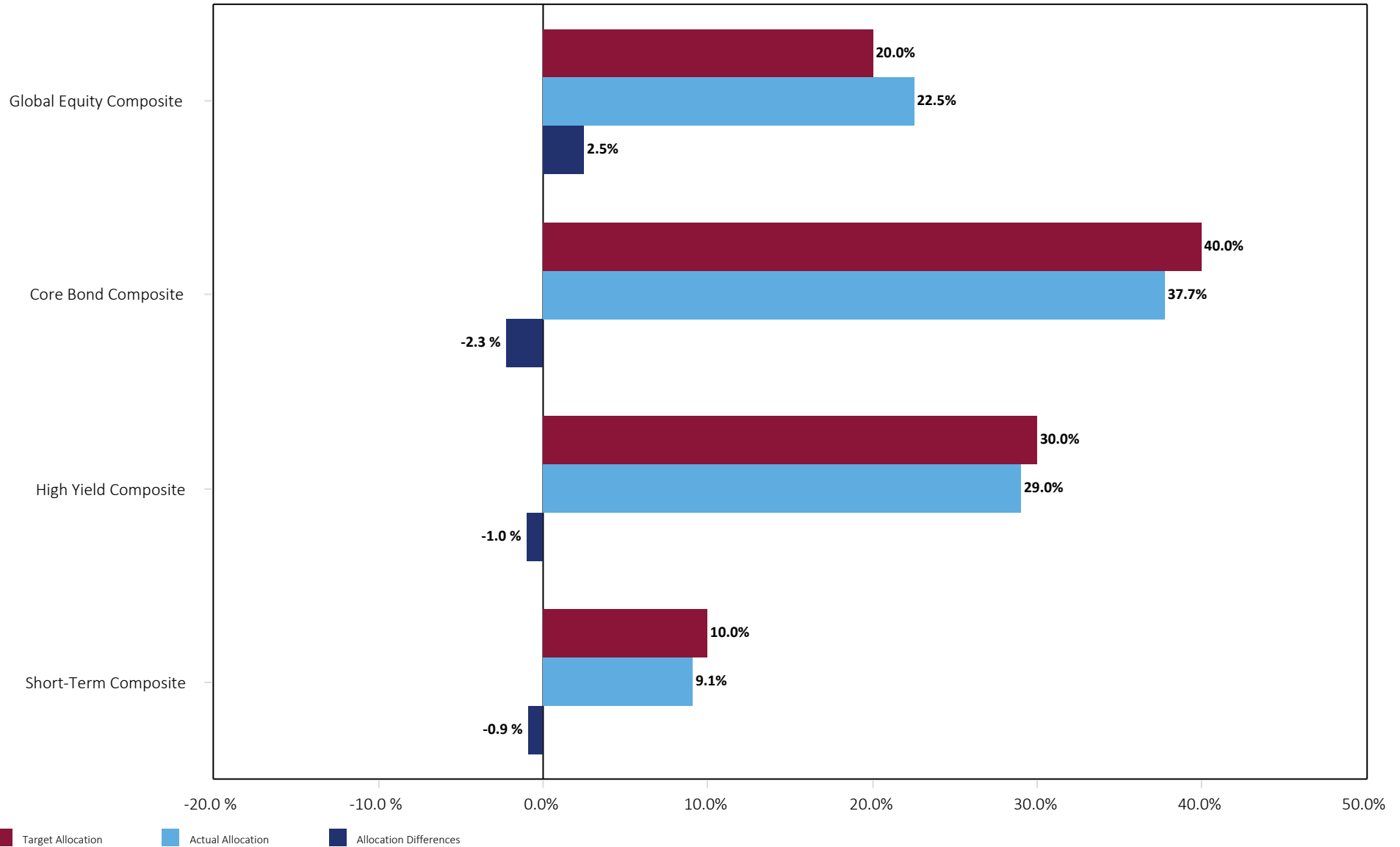
Periods Ended March 31, 2022

	Performance (%)				
	1 Month	QTD	1 Year	3 Years	5 Years
U.S. Equity					
FT Wilshire 5000 Total Market TR Index	3.35	-4.95	13.09	18.66	15.65
S&P 500	3.71	-4.60	15.65	18.92	15.99
FT Wilshire 4500 Completion Index	1.26	-7.49	-1.25	16.02	13.18
MSCI USA Minimum Volatility Index	5.49	-3.76	13.82	11.82	12.45
U.S. Equity by Size/Style					
FT Wilshire U.S. Large-Cap Index	3.53	-4.83	14.65	19.25	16.40
FT Wilshire U.S. Large-Cap Growth Index	4.17	-7.96	16.32	23.51	19.39
FT Wilshire U.S. Large-Cap Value Index	2.78	-0.69	12.63	14.68	12.45
FT Wilshire U.S. Small-Cap Index	1.32	-6.11	-1.44	12.81	10.39
FT Wilshire U.S. Small-Cap Growth Index	0.05	-10.35	-9.42	12.52	11.09
FT Wilshire U.S. Small-Cap Value Index	2.51	-1.84	7.32	13.08	9.19
FT Wilshire U.S. Micro-Cap Index	1.23	-9.07	-18.15	7.49	6.64
Non-U.S. Equity (USD)					
MSCI AC World ex USA (Net)	0.16	-5.44	-1.48	7.51	6.76
MSCI ACWI ex USA Minimum Volatility Index (Net)	0.90	-2.05	6.69	5.28	6.40
MSCI EAFE Index (Net)	0.64	-5.91	1.16	7.78	6.72
MSCI Emerging Markets (Net)	-2.26	-6.97	-11.37	4.94	5.98
MSCI AC World ex USA Small Cap (Net)	1.02	-6.52	0.03	10.22	7.89
U.S. Fixed Income					
Blmbg. U.S. Aggregate	-2.78	-5.93	-4.15	1.69	2.14
Blmbg. U.S. Treasury: Long	-5.34	-10.58	-1.42	3.26	3.90
Blmbg. U.S. Long Corporate Index	-2.78	-11.41	-4.27	4.62	4.87
Blmbg. U.S. TIPS	-1.86	-3.02	4.29	6.22	4.43
Blmbg. U.S. Credit Index	-2.51	-7.42	-4.16	2.81	3.18
Blmbg. U.S. Corp: High Yield	-1.15	-4.84	-0.66	4.58	4.69
S&P LSTA Leverage Loan Index	0.05	-0.10	3.21	4.20	4.00

Asset Allocation Compliance

Total Fund

Periods Ended As of March 31, 2022



Asset Allocation & Performance

NMI Settlement Fund

Periods Ended March 31, 2022

	Allocation		Performance (%) net of fees							
	Market Value \$	%	Since Inception	5 Years	3 Years	1 Year	FYTD	QTD	1 Month	Inception Date
Total Fund	124,647,473	100.00	3.90	4.41	4.87	-0.49	-3.65	-4.92	-0.95	10/1/2013
Total Fund Policy			4.01	4.48	4.91	-0.91	-3.87	-5.19	-1.22	
Value Added			-0.11	-0.07	-0.04	0.42	0.22	0.27	0.27	
Vanguard Total World Stock	28,092,224	22.54	11.28		13.68	6.10	0.37	-5.64	1.77	7/1/2018
FTSE Global All Cap Net Tax (US RIC) Idx			11.42		13.89	6.68	0.61	-5.30	2.08	
Value Added			-0.14		-0.21	-0.58	-0.24	-0.34	-0.31	
Global Equity Composite	28,092,224	22.54	9.70	11.58	13.68	6.10	0.37	-5.64	1.77	10/1/2013
Global Equity Policy			9.60	11.61	13.89	6.68	0.61	-5.30	2.08	
Value Added			0.10	-0.03	-0.21	-0.58	-0.24	-0.34	-0.31	
PGIM High Yield	36,196,953	29.04	0.70			0.03	-4.06	-4.67	-1.40	2/1/2021
Blmbrg Barc U.S. High Yield 1% Issuer Cap			-0.15			-0.71	-4.14	-4.76	-1.12	
Value Added			0.85			0.74	0.08	0.09	-0.28	
Dodge & Cox Income Fund	47,041,604	37.74	2.88	3.01	2.85	-3.64	-5.61	-5.20	-2.00	11/1/2014
Blmbg. U.S. Aggregate			2.09	2.14	1.69	-4.15	-5.92	-5.93	-2.78	
Value Added			0.79	0.87	1.16	0.51	0.31	0.73	0.78	
Vanguard Short-Term Bond	11,315,781	9.08	1.75		1.07	-3.85	-4.14	-3.39	-1.89	7/1/2018
Blmbg. 1-5 Year Gov/Credit			1.80		1.14	-3.84	-4.15	-3.45	-1.91	
Value Added			-0.05		-0.07	-0.01	0.01	0.06	0.02	

Asset Allocation & Performance

NMI Settlement Fund

Periods Ended March 31, 2022

	Allocation		Performance (%) net of fees							
	Market Value \$	%	Since Inception	5 Years	3 Years	1 Year	FYTD	QTD	1 Month	Inception Date
Fixed Income Composite	94,554,483	75.86	3.05	2.99	2.79	-2.30	-4.86	-4.80	-1.75	10/1/2013
Fixed Income Policy			3.01	2.93	2.61	-2.82	-5.03	-5.18	-2.05	
Value Added			0.04	0.06	0.18	0.52	0.17	0.38	0.30	
Mutual Fund Cash	2,000,767	1.61	0.64	1.07	0.79	0.04	0.04	0.00	0.00	10/1/2013

Cash Flow Summary

Total Fund

One Month Ending March 31, 2022

	Begin Value	Net Cash Flow	Expenses	Capital Apprec./ Deprec.	End Value
Total Fund	125,853,373		-5,820	-1,200,079	124,647,473
Global Equity Composite	27,603,335			488,889	28,092,224
Vanguard Total World Stock	27,603,335			488,889	28,092,224
Fixed Income Composite	96,243,466			-1,688,983	94,554,483
Vanguard Short-Term Bond	11,534,270			-218,489	11,315,781
Hotchkis & Wiley High Yield Fund					
PGIM High Yield	36,709,459			-512,505	36,196,953
Dodge & Cox Income Fund	47,999,588			-957,984	47,041,604
Mutual Fund Cash	2,006,572		-5,820	15	2,000,767

Historical Hybrid Composition

Total Fund Composite

As of March 31, 2022

Policy Index	Weight (%)	Policy Index	Weight (%)
Feb-2021		Sep-2020	
Blmbg. U.S. Aggregate	40.00	Blmbg. U.S. Aggregate	46.55
Blmbg U.S. High Yield 1% Issuer Cap Index	30.00	ICE BofAML High Yield BB-B Constrained Index	20.10
Blmbg. 1-5 Year Gov/Credit	10.00	Blmbg. 1-5 Year Gov/Credit	17.67
FTSE Global All Cap Net Tax (US RIC) Index	20.00	FTSE Global All Cap Net Tax (US RIC) Index	15.68
Jan-2021		Dec-2019	
Blmbg. U.S. Aggregate	40.65	Blmbg. U.S. Aggregate	50.00
ICE BofAML High Yield BB-B Constrained Index	29.26	ICE BofAML High Yield BB-B Constrained Index	20.00
Blmbg. 1-5 Year Gov/Credit	9.65	Blmbg. 1-5 Year Gov/Credit	20.00
FTSE Global All Cap Net Tax (US RIC) Index	20.44	FTSE Global All Cap Net Tax (US RIC) Index	10.00
Dec-2020		Oct-2019	
Blmbg. U.S. Aggregate	45.31	Blmbg. U.S. Aggregate	40.00
ICE BofAML High Yield BB-B Constrained Index	20.64	ICE BofAML High Yield BB-B Constrained Index	20.00
Blmbg. 1-5 Year Gov/Credit	16.83	Blmbg. 1-5 Year Gov/Credit	15.00
FTSE Global All Cap Net Tax (US RIC) Index	17.22	FTSE Global All Cap Net Tax (US RIC) Index	25.00
Nov-2020		Jul-2018	
Blmbg. U.S. Aggregate	45.85	Blmbg. U.S. Aggregate	50.00
ICE BofAML High Yield BB-B Constrained Index	20.37	ICE BofAML High Yield BB-B Constrained Index	32.00
Blmbg. 1-5 Year Gov/Credit	17.10	Blmbg. 1-5 Year Gov/Credit	12.00
FTSE Global All Cap Net Tax (US RIC) Index	16.68	FTSE Global All Cap Net Tax (US RIC) Index	6.00
Oct-2020		Jan-2018	
Blmbg. U.S. Aggregate	46.73	Blmbg. U.S. Aggregate	50.00
ICE BofAML High Yield BB-B Constrained Index	20.12	ICE BofAML High Yield BB-B Constrained Index	32.00
Blmbg. 1-5 Year Gov/Credit	17.74	MSCI AC World Index (Net)	6.00
FTSE Global All Cap Net Tax (US RIC) Index	15.41	Blmbg. Intermed. U.S. Government/Credit	12.00
		Oct-2016	
		TF Policy custom2	100.00

Historical Hybrid Composition

Total Fund Composite

As of March 31, 2022

Policy Index	Weight (%)
Jan-2015	
MSCI AC World Index (Net)	10.00
ICE BofAML High Yield BB-B Constrained Index	20.00
Blmbg. U.S. Aggregate	50.00
Blmbg. Intermed. U.S. Government/Credit	20.00
Apr-2014	
MSCI AC World Index (Net)	15.00
ICE BofAML High Yield BB-B Constrained Index	20.00
Blmbg. U.S. Aggregate	45.00
Blmbg. Intermed. U.S. Government/Credit	20.00
Oct-2013	
TF Policy custom1	100.00

Historical Hybrid Composition

Global Equity Composite

As of March 31, 2022

Policy Index	Weight (%)
Jul-2018	
FTSE Global All Cap Net Tax (US RIC) Index	100.00
Oct-2013	
MSCI AC World Index (Net)	100.00

Historical Hybrid Composition

Fixed Income Composite

As of March 31, 2022

Policy Index	Weight (%)	Policy Index	Weight (%)
Feb-2021		Dec-2019	
Blmbg. 1-5 Year Gov/Credit	12.50	Blmbg. 1-5 Year Gov/Credit	22.22
Blmbg U.S. High Yield 1% Issuer Cap Index	37.50	ICE BofAML High Yield BB-B Constrained Index	22.22
Blmbg. U.S. Aggregate	50.00	Blmbg. U.S. Aggregate	55.56
Jan-2021		Oct-2019	
Blmbg. 1-5 Year Gov/Credit	12.13	Blmbg. 1-5 Year Gov/Credit	20.00
ICE BofAML High Yield BB-B Constrained Index	36.78	ICE BofAML High Yield BB-B Constrained Index	26.67
Blmbg. U.S. Aggregate	51.09	Blmbg. U.S. Aggregate	53.33
Dec-2020		Jul-2018	
Blmbg. 1-5 Year Gov/Credit	20.33	Blmbg. 1-5 Year Gov/Credit	12.77
ICE BofAML High Yield BB-B Constrained Index	24.93	ICE BofAML High Yield BB-B Constrained Index	34.04
Blmbg. U.S. Aggregate	54.74	Blmbg. U.S. Aggregate	53.19
Nov-2020		Jan-2018	
Blmbg. 1-5 Year Gov/Credit	20.52	Blmbg. Intermed. U.S. Government/Credit	12.77
ICE BofAML High Yield BB-B Constrained Index	24.45	ICE BofAML High Yield BB-B Constrained Index	34.04
Blmbg. U.S. Aggregate	55.03	Blmbg. U.S. Aggregate	53.19
Oct-2020		Oct-2016	
Blmbg. 1-5 Year Gov/Credit	20.98	Fixed Income Policy custom2	100.00
ICE BofAML High Yield BB-B Constrained Index	23.78		
Blmbg. U.S. Aggregate	55.24		
Sep-2020		Jan-2015	
Blmbg. 1-5 Year Gov/Credit	20.96	ICE BofAML High Yield BB-B Constrained Index	22.20
ICE BofAML High Yield BB-B Constrained Index	23.84	Blmbg. Intermed. U.S. Government/Credit	22.20
Blmbg. U.S. Aggregate	55.20	Blmbg. U.S. Aggregate	55.60
		Apr-2014	
		ICE BofAML High Yield BB-B Constrained Index	23.55
		Blmbg. Intermed. U.S. Government/Credit	23.55
		Blmbg. U.S. Aggregate	52.90

Historical Hybrid Composition

Fixed Income Composite

As of March 31, 2022

Policy Index	Weight (%)
Oct-2013	
Fixed Income Policy custom1	100.00