

**Wilshire**

# NMI Settlement Fund

Monthly Investment Summary

Mar-2024

## Market Commentary

*Month Ended March 31, 2024*

### U.S. Economy and Markets

- The broad U.S. equity market was up in March as the FT Wilshire 5000 Index<sup>SM</sup> returned 3.22%, with a positive return of 29.26% for the past 12 months.
- Large-cap stocks underperformed their small-cap counterparts for the month, with the FT Wilshire Large Cap Index<sup>SM</sup> and the FT Wilshire Small Cap Index<sup>SM</sup> returning 3.06% and 4.58%, respectively.
- Performance across GICS sectors was positive in March. Energy and utilities were the market leaders while consumer discretionary and information technology were the worst performing sectors.

### International Economy and Markets

- Developed international equity markets, as measured by the MSCI EAFE Index, returned 3.29% this month. The MSCI Emerging Markets Index produced a gain in March, up 2.48%.
- After a long period of economic stagnation, sentiment in Europe is showing signs of life as their economic sentiment indicator increased modestly in March to a three-month high.

### Fixed Income & Real Assets

- Core bonds posted a positive return of 0.92% in March as the 10-year U.S. Treasury yield rose 32 basis points from December.
- Credit spreads were down during the quarter with high yield bond spreads down -24 basis points, the lowest level in more than a year.
- Multiple listed real asset markets were up in March with the Wilshire Global Real Estate Securities Index<sup>SM</sup> returning 2.61% and the FTSE Global Core Infrastructure Index up 3.49%.
- Commodities, as measured by the Bloomberg Commodity Index, were up 3.31% in March.

# Monthly Index Performance

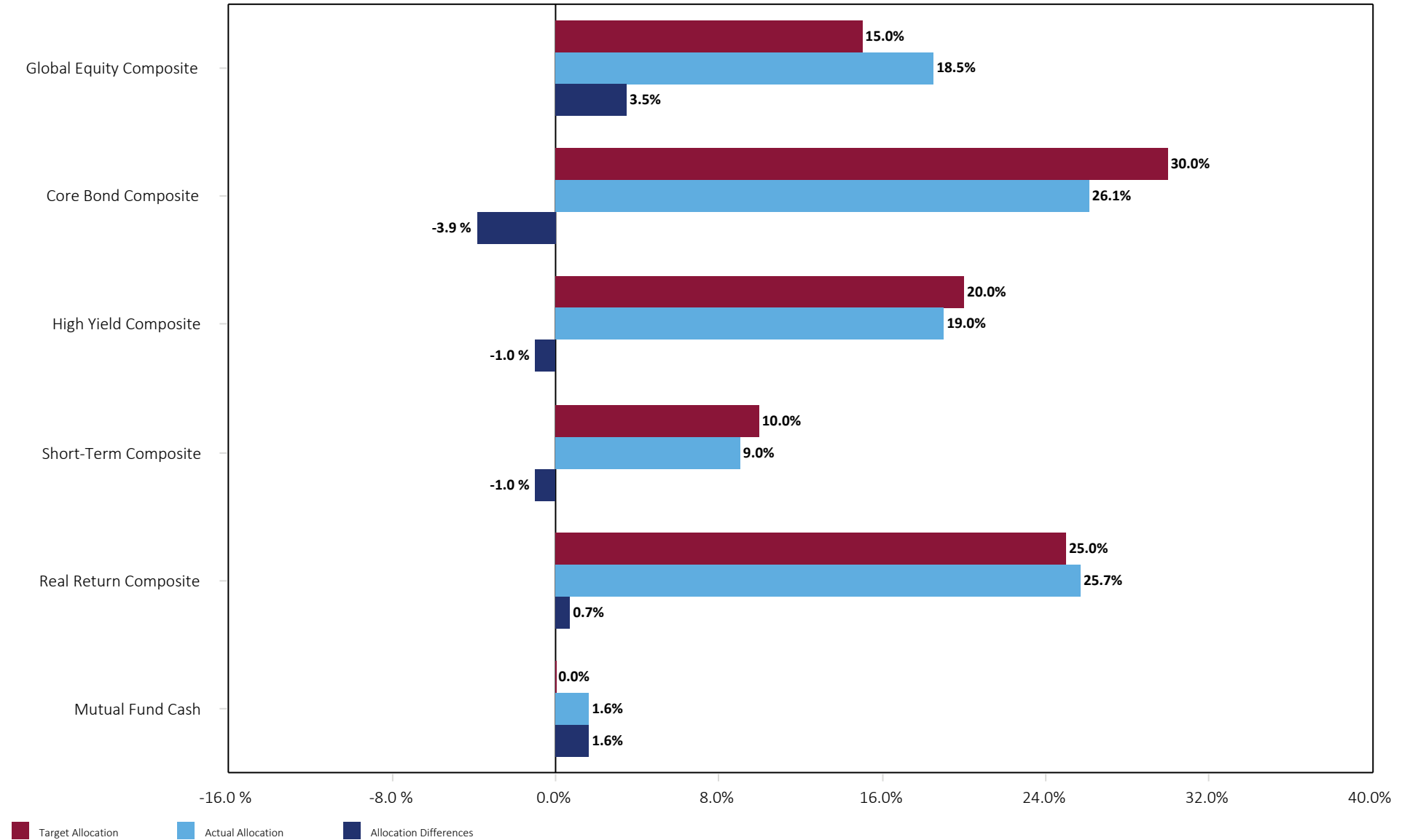
*Periods Ended March 31, 2024*

|   | Performance (%) |       |       |        |         |         |          |
|---|-----------------|-------|-------|--------|---------|---------|----------|
|   | 1 Month         | QTD   | YTD   | 1 Year | 3 Years | 5 Years | 10 Years |
| U.S. Equity                                     |                 |       |       |        |         |         |          |
| FT Wilshire 5000 Index                          | 3.22            | 9.95  | 9.95  | 29.26  | 10.12   | 14.56   | 12.52    |
| S&P 500 Index                                   | 3.22            | 10.56 | 10.56 | 29.88  | 11.49   | 15.05   | 12.96    |
| Wilshire 4500 Completion Index                  | 3.38            | 7.53  | 7.53  | 26.96  | 2.96    | 11.53   | 10.00    |
| MSCI USA Minimum Volatility Index               | 3.16            | 7.69  | 7.69  | 16.72  | 8.29    | 9.30    | 11.00    |
| U.S. Equity by Size/Style                       |                 |       |       |        |         |         |          |
| Wilshire U.S. Large-Cap Index                   | 3.20            | 10.37 | 10.37 | 30.01  | 10.93   | 15.09   | 13.08    |
| Wilshire U.S. Large-Cap Growth Index            | 2.01            | 12.00 | 12.00 | 40.65  | 13.16   | 18.60   | 15.32    |
| Wilshire U.S. Large-Cap Value Index             | 4.82            | 8.35  | 8.35  | 18.21  | 8.22    | 11.16   | 10.24    |
| Wilshire U.S. Small-Cap Index                   | 3.47            | 4.74  | 4.74  | 20.47  | 2.13    | 9.18    | 8.19     |
| Wilshire U.S. Small-Cap Growth Index            | 2.48            | 4.99  | 4.99  | 21.69  | 0.19    | 9.61    | 8.21     |
| Wilshire U.S. Small-Cap Value Index             | 4.49            | 4.51  | 4.51  | 19.32  | 4.18    | 8.78    | 7.87     |
| Wilshire U.S. Micro-Cap Index                   | 5.60            | 7.45  | 7.45  | 12.25  | -8.26   | 3.22    | 3.95     |
| Non-U.S. Equity (USD)                           |                 |       |       |        |         |         |          |
| MSCI AC World ex USA (Net)                      | 3.13            | 4.69  | 4.69  | 13.26  | 1.94    | 5.97    | 4.25     |
| MSCI ACWI ex USA Minimum Volatility Index (Net) | 0.79            | 2.13  | 2.13  | 9.20   | 2.49    | 3.33    | 4.72     |
| MSCI EAFE (Net)                                 | 3.29            | 5.78  | 5.78  | 15.32  | 4.78    | 7.33    | 4.80     |
| MSCI Emerging Markets (Net)                     | 2.48            | 2.37  | 2.37  | 8.15   | -5.05   | 2.22    | 2.95     |
| MSCI AC World ex USA Small Cap (Net)            | 2.86            | 2.11  | 2.11  | 12.80  | 0.38    | 6.24    | 4.74     |
| U.S. Fixed Income                               |                 |       |       |        |         |         |          |
| Blmbg. U.S. Aggregate Index                     | 0.92            | -0.78 | -0.78 | 1.70   | -2.46   | 0.36    | 1.54     |
| Blmbg. U.S. Treasury: Long                      | 1.23            | -3.26 | -3.26 | -6.08  | -8.04   | -2.78   | 1.25     |
| Blmbg. U.S. Long Corporate Index                | 1.95            | -1.69 | -1.69 | 3.43   | -4.29   | 0.95    | 3.11     |
| Blmbg. U.S. TIPS Index                          | 0.82            | -0.08 | -0.08 | 0.46   | -0.53   | 2.49    | 2.21     |
| Blmbg. U.S. Credit Index                        | 1.23            | -0.41 | -0.41 | 4.15   | -1.86   | 1.39    | 2.49     |
| Blmbg. U.S. Corp: High Yield Index              | 1.18            | 1.47  | 1.47  | 11.15  | 2.19    | 4.21    | 4.44     |
| Morningstar LSTA U.S. Leveraged Loan            | 0.85            | 2.46  | 2.46  | 12.47  | 5.99    | 5.48    | 4.55     |

# Asset Allocation Compliance

Total Fund

Periods Ended As of March 31, 2024



# Asset Allocation & Performance

NMI Settlement Fund

Periods Ended March 31, 2024

|   | Allocation         |               | Performance (%) net of fees |             |              |              |              |              |              |              |             |                  |
|---|--------------------|---------------|-----------------------------|-------------|--------------|--------------|--------------|--------------|--------------|--------------|-------------|------------------|
|   | Market Value \$    | %             | Since Inception             | 10 Years    | 5 Years      | 3 Years      | 1 Year       | YTD          | FYTD         | QTD          | 1 Month     | Inception Date   |
| <b>Total Fund</b>                         | <b>128,695,181</b> | <b>100.00</b> | <b>3.48</b>                 | <b>3.52</b> | <b>3.59</b>  | <b>0.97</b>  | <b>8.84</b>  | <b>2.12</b>  | <b>8.67</b>  | <b>2.12</b>  | <b>1.75</b> | <b>10/1/2013</b> |
| Total Fund Policy                         |                    |               | 3.41                        | 3.44        | 3.29         | 0.30         | 7.97         | 1.54         | 8.28         | 1.54         | 1.63        |                  |
| Value Added                               |                    |               | 0.07                        | 0.08        | 0.30         | 0.67         | 0.87         | 0.58         | 0.39         | 0.58         | 0.12        |                  |
| <b>Vanguard Total World Stock</b>         | <b>23,829,708</b>  | <b>18.52</b>  | <b>9.72</b>                 |             | <b>10.90</b> | <b>6.61</b>  | <b>22.73</b> | <b>7.81</b>  | <b>19.95</b> | <b>7.81</b>  | <b>3.14</b> | <b>7/1/2018</b>  |
| FTSE Global All Cap Net Tax (US RIC) Idx  |                    |               | 9.76                        |             | 10.96        | 6.70         | 22.90        | 7.76         | 19.79        | 7.76         | 3.11        |                  |
| Value Added                               |                    |               | -0.04                       |             | -0.06        | -0.09        | -0.17        | 0.05         | 0.16         | 0.05         | 0.03        |                  |
| <b>Global Equity Composite</b>            | <b>23,829,708</b>  | <b>18.52</b>  | <b>9.15</b>                 | <b>8.73</b> | <b>10.90</b> | <b>6.61</b>  | <b>22.73</b> | <b>7.81</b>  | <b>19.95</b> | <b>7.81</b>  | <b>3.14</b> | <b>10/1/2013</b> |
| Global Equity Policy                      |                    |               | 9.04                        | 8.63        | 10.96        | 6.70         | 22.90        | 7.76         | 19.79        | 7.76         | 3.11        |                  |
| Value Added                               |                    |               | 0.11                        | 0.10        | -0.06        | -0.09        | -0.17        | 0.05         | 0.16         | 0.05         | 0.03        |                  |
| <b>PGIM High Yield</b>                    | <b>24,479,608</b>  | <b>19.02</b>  | <b>2.09</b>                 |             |              | <b>1.94</b>  | <b>10.77</b> | <b>1.63</b>  | <b>8.66</b>  | <b>1.63</b>  | <b>1.27</b> | <b>2/1/2021</b>  |
| Blmbrg Barc U.S. High Yield 1% Issuer Cap |                    |               | 2.26                        |             |              | 2.20         | 11.22        | 1.53         | 8.77         | 1.53         | 1.18        |                  |
| Value Added                               |                    |               | -0.17                       |             |              | -0.26        | -0.45        | 0.10         | -0.11        | 0.10         | 0.09        |                  |
| <b>Dodge &amp; Cox Income Fund</b>        | <b>33,615,064</b>  | <b>26.12</b>  | <b>2.36</b>                 |             | <b>1.89</b>  | <b>-0.92</b> | <b>4.09</b>  | <b>-0.32</b> | <b>6.98</b>  | <b>-0.32</b> | <b>1.04</b> | <b>11/1/2014</b> |
| Blmbg. U.S. Aggregate Index               |                    |               | 1.30                        |             | 0.36         | -2.46        | 1.70         | -0.78        | 5.99         | -0.78        | 0.92        |                  |
| Value Added                               |                    |               | 1.06                        |             | 1.53         | 1.54         | 2.39         | 0.46         | 0.99         | 0.46         | 0.12        |                  |
| <b>Vanguard Short-Term Bond</b>           | <b>11,627,216</b>  | <b>9.03</b>   | <b>1.62</b>                 |             | <b>1.19</b>  | <b>-0.40</b> | <b>3.07</b>  | <b>0.17</b>  | <b>3.57</b>  | <b>0.17</b>  | <b>0.47</b> | <b>7/1/2018</b>  |
| Bloomberg U.S. Gov/Credit 1-5 Year Index  |                    |               | 1.66                        |             | 1.24         | -0.38        | 3.16         | 0.14         | 3.58         | 0.14         | 0.48        |                  |
| Value Added                               |                    |               | -0.04                       |             | -0.05        | -0.02        | -0.09        | 0.03         | -0.01        | 0.03         | -0.01       |                  |

# Asset Allocation & Performance

NMI Settlement Fund

Periods Ended March 31, 2024

|                                       | Allocation        |              | Performance (%) net of fees |             |             |             |             |             |             |             |             |                  |
|---------------------------------------|-------------------|--------------|-----------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|------------------|
|                                       | Market Value \$   | %            | Since Inception             | 10 Years    | 5 Years     | 3 Years     | 1 Year      | YTD         | FYTD        | QTD         | 1 Month     | Inception Date   |
| <b>Fixed Income Composite</b>         | <b>69,722,029</b> | <b>54.18</b> | <b>2.70</b>                 | <b>2.72</b> | <b>2.18</b> | <b>0.06</b> | <b>6.16</b> | <b>0.44</b> | <b>6.97</b> | <b>0.44</b> | <b>1.02</b> | <b>10/1/2013</b> |
| Fixed Income Policy                   |                   |              | 2.52                        | 2.51        | 1.76        | -0.62       | 5.05        | 0.14        | 6.51        | 0.14        | 0.94        |                  |
| Value Added                           |                   |              | 0.18                        | 0.21        | 0.42        | 0.68        | 1.11        | 0.30        | 0.46        | 0.30        | 0.08        |                  |
| <b>Fidelity Strategic Real Return</b> | <b>33,077,606</b> | <b>25.70</b> | <b>1.93</b>                 |             |             |             | <b>6.06</b> | <b>1.91</b> | <b>5.44</b> | <b>1.91</b> | <b>2.40</b> | <b>8/1/2022</b>  |
| Fidelity Strategic Real Return Policy |                   |              | 2.71                        |             |             |             | 6.18        | 1.22        | 5.67        | 1.22        | 2.41        |                  |
| Value Added                           |                   |              | -0.78                       |             |             |             | -0.12       | 0.69        | -0.23       | 0.69        | -0.01       |                  |
| <b>Real Return Composite</b>          | <b>33,077,606</b> | <b>25.70</b> | <b>1.93</b>                 |             |             |             | <b>6.06</b> | <b>1.91</b> | <b>5.44</b> | <b>1.91</b> | <b>2.40</b> | <b>8/1/2022</b>  |
| Real Return Policy                    |                   |              | 2.71                        |             |             |             | 6.18        | 1.22        | 5.67        | 1.22        | 2.41        |                  |
| Value Added                           |                   |              | -0.78                       |             |             |             | -0.12       | 0.69        | -0.23       | 0.69        | -0.01       |                  |
| <b>Mutual Fund Cash</b>               | <b>2,065,839</b>  | <b>1.61</b>  | <b>1.26</b>                 | <b>1.36</b> | <b>2.05</b> | <b>2.63</b> | <b>5.25</b> | <b>1.30</b> | <b>2.64</b> | <b>1.30</b> | <b>0.44</b> | <b>10/1/2013</b> |

# Cash Flow Summary

Total Fund

One Month Ending March 31, 2024

|                                | Begin Value        | Net Cash Flow | Expenses      | Capital Apprec./ Deprec. | End Value          |
|--------------------------------|--------------------|---------------|---------------|--------------------------|--------------------|
| <b>Total Fund</b>              | <b>126,483,779</b> |               | <b>-5,846</b> | <b>2,217,248</b>         | <b>128,695,181</b> |
| <b>Global Equity Composite</b> | <b>23,104,087</b>  |               |               | <b>725,621</b>           | <b>23,829,708</b>  |
| Vanguard Total World Stock     | 23,104,087         |               |               | 725,621                  | 23,829,708         |
| <b>Fixed Income Composite</b>  | <b>69,015,043</b>  |               |               | <b>706,986</b>           | <b>69,722,029</b>  |
| Vanguard Short-Term Bond       | 11,573,129         |               |               | 54,087                   | 11,627,216         |
| PGIM High Yield                | 24,172,264         |               |               | 307,344                  | 24,479,608         |
| Dodge & Cox Income Fund        | 33,269,511         |               |               | 345,553                  | 33,615,064         |
| <b>Real Return Composite</b>   | <b>32,302,047</b>  |               |               | <b>775,559</b>           | <b>33,077,606</b>  |
| Fidelity Strategic Real Return | 32,302,047         |               |               | 775,559                  | 33,077,606         |
| Mutual Fund Cash               | 2,062,603          |               | -5,846        | 9,082                    | 2,065,839          |

# Historical Hybrid Composition

## Total Fund Composite

As of March 31, 2024

| Policy Index                               | Weight (%) | Policy Index                               | Weight (%) |
|--|------------|--|------------|
| <b>Aug-2022</b>                            |            | <b>Nov-2020</b>                            |            |
| FTSE Global All Cap Net Tax (US RIC) Index | 15.00      | Blmbg. U.S. Aggregate Index                | 45.85      |
| Blmbg. U.S. Aggregate Index                | 30.00      | ICE BofA High Yield BB-B Constrained Index | 20.37      |
| Blmbg U.S. High Yield 1% Issuer Cap Index  | 20.00      | Bloomberg U.S. Gov/Credit 1-5 Year Index   | 17.10      |
| Bloomberg U.S. Gov/Credit 1-5 Year Index   | 10.00      | FTSE Global All Cap Net Tax (US RIC) Index | 16.68      |
| Fidelity Strategic Real Return Policy      | 25.00      |  |            |
| <b>Jul-2022</b>                            |            | <b>Oct-2020</b>                            |            |
| FTSE Global All Cap Net Tax (US RIC) Index | 15.00      | Blmbg. U.S. Aggregate Index                | 46.73      |
| Blmbg. U.S. Aggregate Index                | 30.00      | ICE BofA High Yield BB-B Constrained Index | 20.12      |
| Blmbg U.S. High Yield 1% Issuer Cap Index  | 20.00      | Bloomberg U.S. Gov/Credit 1-5 Year Index   | 17.74      |
| Bloomberg U.S. Gov/Credit 1-5 Year Index   | 10.00      | FTSE Global All Cap Net Tax (US RIC) Index | 15.41      |
| 90 Day U.S. Treasury Bill                  | 25.00      |  |            |
| <b>Feb-2021</b>                            |            | <b>Sep-2020</b>                            |            |
| Blmbg. U.S. Aggregate Index                | 40.00      | Blmbg. U.S. Aggregate Index                | 46.55      |
| Blmbg U.S. High Yield 1% Issuer Cap Index  | 30.00      | ICE BofA High Yield BB-B Constrained Index | 20.10      |
| Bloomberg U.S. Gov/Credit 1-5 Year Index   | 10.00      | Bloomberg U.S. Gov/Credit 1-5 Year Index   | 17.67      |
| FTSE Global All Cap Net Tax (US RIC) Index | 20.00      | FTSE Global All Cap Net Tax (US RIC) Index | 15.68      |
| <b>Jan-2021</b>                            |            | <b>Dec-2019</b>                            |            |
| Blmbg. U.S. Aggregate Index                | 40.65      | Blmbg. U.S. Aggregate Index                | 50.00      |
| ICE BofA High Yield BB-B Constrained Index | 29.26      | ICE BofA High Yield BB-B Constrained Index | 20.00      |
| Bloomberg U.S. Gov/Credit 1-5 Year Index   | 9.65       | Bloomberg U.S. Gov/Credit 1-5 Year Index   | 20.00      |
| FTSE Global All Cap Net Tax (US RIC) Index | 20.44      | FTSE Global All Cap Net Tax (US RIC) Index | 10.00      |
| <b>Dec-2020</b>                            |            | <b>Oct-2019</b>                            |            |
| Blmbg. U.S. Aggregate Index                | 45.31      | Blmbg. U.S. Aggregate Index                | 40.00      |
| ICE BofA High Yield BB-B Constrained Index | 20.64      | ICE BofA High Yield BB-B Constrained Index | 20.00      |
| Bloomberg U.S. Gov/Credit 1-5 Year Index   | 16.83      | Bloomberg U.S. Gov/Credit 1-5 Year Index   | 15.00      |
| FTSE Global All Cap Net Tax (US RIC) Index | 17.22      | FTSE Global All Cap Net Tax (US RIC) Index | 25.00      |



# Historical Hybrid Composition

## Total Fund Composite

As of March 31, 2024

| Policy Index                               | Weight (%) |
|--|------------|
| <b>Jul-2018</b>                            |            |
| Blmbg. U.S. Aggregate Index                | 50.00      |
| ICE BofA High Yield BB-B Constrained Index | 32.00      |
| Bloomberg U.S. Gov/Credit 1-5 Year Index   | 12.00      |
| FTSE Global All Cap Net Tax (US RIC) Index | 6.00       |
| <b>Jan-2018</b>                            |            |
| Blmbg. U.S. Aggregate Index                | 50.00      |
| ICE BofA High Yield BB-B Constrained Index | 32.00      |
| MSCI AC World Index (Net)                  | 6.00       |
| Blmbg. Intermed. U.S. Government/Credit    | 12.00      |
| <b>Oct-2016</b>                            |            |
| TF Policy custom2                          | 100.00     |
| <b>Jan-2015</b>                            |            |
| MSCI AC World Index (Net)                  | 10.00      |
| ICE BofA High Yield BB-B Constrained Index | 20.00      |
| Blmbg. U.S. Aggregate Index                | 50.00      |
| Blmbg. Intermed. U.S. Government/Credit    | 20.00      |
| <b>Apr-2014</b>                            |            |
| MSCI AC World Index (Net)                  | 15.00      |
| ICE BofA High Yield BB-B Constrained Index | 20.00      |
| Blmbg. U.S. Aggregate Index                | 45.00      |
| Blmbg. Intermed. U.S. Government/Credit    | 20.00      |
| <b>Oct-2013</b>                            |            |
| TF Policy custom1                          | 100.00     |

# Historical Hybrid Composition

Global Equity Composite

*As of March 31, 2024*

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

# Historical Hybrid Composition

## Fixed Income Composite

As of March 31, 2024

| Policy Index                               | Weight (%) | Policy Index                               | Weight (%) |
|--|------------|--|------------|
| <b>Jul-2022</b>                            |            | <b>Sep-2020</b>                            |            |
| Bloomberg U.S. Gov/Credit 1-5 Year Index   | 16.67      | Bloomberg U.S. Gov/Credit 1-5 Year Index   | 20.96      |
| Blmbrg U.S. High Yield 1% Issuer Cap Index | 33.33      | ICE BofA High Yield BB-B Constrained Index | 23.84      |
| Blmbg. U.S. Aggregate Index                | 50.00      | Blmbg. U.S. Aggregate Index                | 55.20      |
| <b>Feb-2021</b>                            |            | <b>Dec-2019</b>                            |            |
| Bloomberg U.S. Gov/Credit 1-5 Year Index   | 12.50      | Bloomberg U.S. Gov/Credit 1-5 Year Index   | 22.22      |
| Blmbrg U.S. High Yield 1% Issuer Cap Index | 37.50      | ICE BofA High Yield BB-B Constrained Index | 22.22      |
| Blmbg. U.S. Aggregate Index                | 50.00      | Blmbg. U.S. Aggregate Index                | 55.56      |
| <b>Jan-2021</b>                            |            | <b>Oct-2019</b>                            |            |
| Bloomberg U.S. Gov/Credit 1-5 Year Index   | 12.13      | Bloomberg U.S. Gov/Credit 1-5 Year Index   | 20.00      |
| ICE BofA High Yield BB-B Constrained Index | 36.78      | ICE BofA High Yield BB-B Constrained Index | 26.67      |
| Blmbg. U.S. Aggregate Index                | 51.09      | Blmbg. U.S. Aggregate Index                | 53.33      |
| <b>Dec-2020</b>                            |            | <b>Jul-2018</b>                            |            |
| Bloomberg U.S. Gov/Credit 1-5 Year Index   | 20.33      | Bloomberg U.S. Gov/Credit 1-5 Year Index   | 12.77      |
| ICE BofA High Yield BB-B Constrained Index | 24.93      | ICE BofA High Yield BB-B Constrained Index | 34.04      |
| Blmbg. U.S. Aggregate Index                | 54.74      | Blmbg. U.S. Aggregate Index                | 53.19      |
| <b>Nov-2020</b>                            |            | <b>Jan-2018</b>                            |            |
| Bloomberg U.S. Gov/Credit 1-5 Year Index   | 20.52      | Blmbg. Intermed. U.S. Government/Credit    | 12.77      |
| ICE BofA High Yield BB-B Constrained Index | 24.45      | ICE BofA High Yield BB-B Constrained Index | 34.04      |
| Blmbg. U.S. Aggregate Index                | 55.03      | Blmbg. U.S. Aggregate Index                | 53.19      |
| <b>Oct-2020</b>                            |            | <b>Oct-2016</b>                            |            |
| Bloomberg U.S. Gov/Credit 1-5 Year Index   | 20.98      | Fixed Income Policy custom2                | 100.00     |
| ICE BofA High Yield BB-B Constrained Index | 23.78      |  |            |
| Blmbg. U.S. Aggregate Index                | 55.24      |  |            |
|  |            | <b>Jan-2015</b>                            |            |
|  |            | ICE BofA High Yield BB-B Constrained Index | 22.20      |
|  |            | Blmbg. Intermed. U.S. Government/Credit    | 22.20      |
|  |            | Blmbg. U.S. Aggregate Index                | 55.60      |

# Historical Hybrid Composition

Fixed Income Composite

*As of March 31, 2024*

| <b>Policy Index</b>                        | <b>Weight (%)</b> |
|--|-------------------|
| <b>Apr-2014</b>                            |                   |
| ICE BofA High Yield BB-B Constrained Index | 23.55             |
| Blmbg. Intermed. U.S. Government/Credit    | 23.55             |
| Blmbg. U.S. Aggregate Index                | 52.90             |
| <b>Oct-2013</b>                            |                   |
| Fixed Income Policy custom1                | 100.00            |