

Wilshire

NMI Settlement Fund

Monthly Investment Summary

May-2022

Market Commentary

Month Ended May 31, 2022

U.S. Economy and Markets

- The broad U.S. equity market was down slightly in May as the FT Wilshire 5000 IndexSM returned -0.15%, with a negative return of -13.67% for the year.
- Small cap stocks performed better than their large cap counterparts for the month, with the Wilshire U.S. Small Cap IndexSM and the Wilshire U.S. Large Cap IndexSM returning 0.20% and -0.17%, respectively.
- Performance across GICS sectors was mixed in May. Energy and Utilities stocks were broadly positive on higher oil prices, up 15.14% and 4.51%, respectively. The Consumer Discretionary and Real Estate sectors were in negative territory, down -4.81% and -4.77%, respectively.

International Economy and Markets

- Developed international equity markets, as measured by the MSCI EAFE Index, returned 0.75% this month. The MSCI Emerging Markets Index rose 0.44% in May.
- The U.S. dollar weakened versus advanced foreign economies during the month, resulting in local currency returns being lower than those measured in dollars.

Fixed Income & Real Assets

- Core bonds posted a gain of 0.64% in May as the 10-year U.S. Treasury yield fell nine basis points.
- High yield corporate bonds rose 0.25% despite widening high yield credit spreads. Leveraged loans experienced a meaningful sell-off in May as weakening economic conditions began to adversely effect loans.
- Listed real estate was down in May while infrastructure was up, with the Wilshire Global Real Estate Securities IndexSM returning -5.83% and the FTSE Global Core Infrastructure Index up 2.41%.
- Commodities, as measured by the Bloomberg Commodity Index, were up 1.52% in May.

Monthly Index Performance

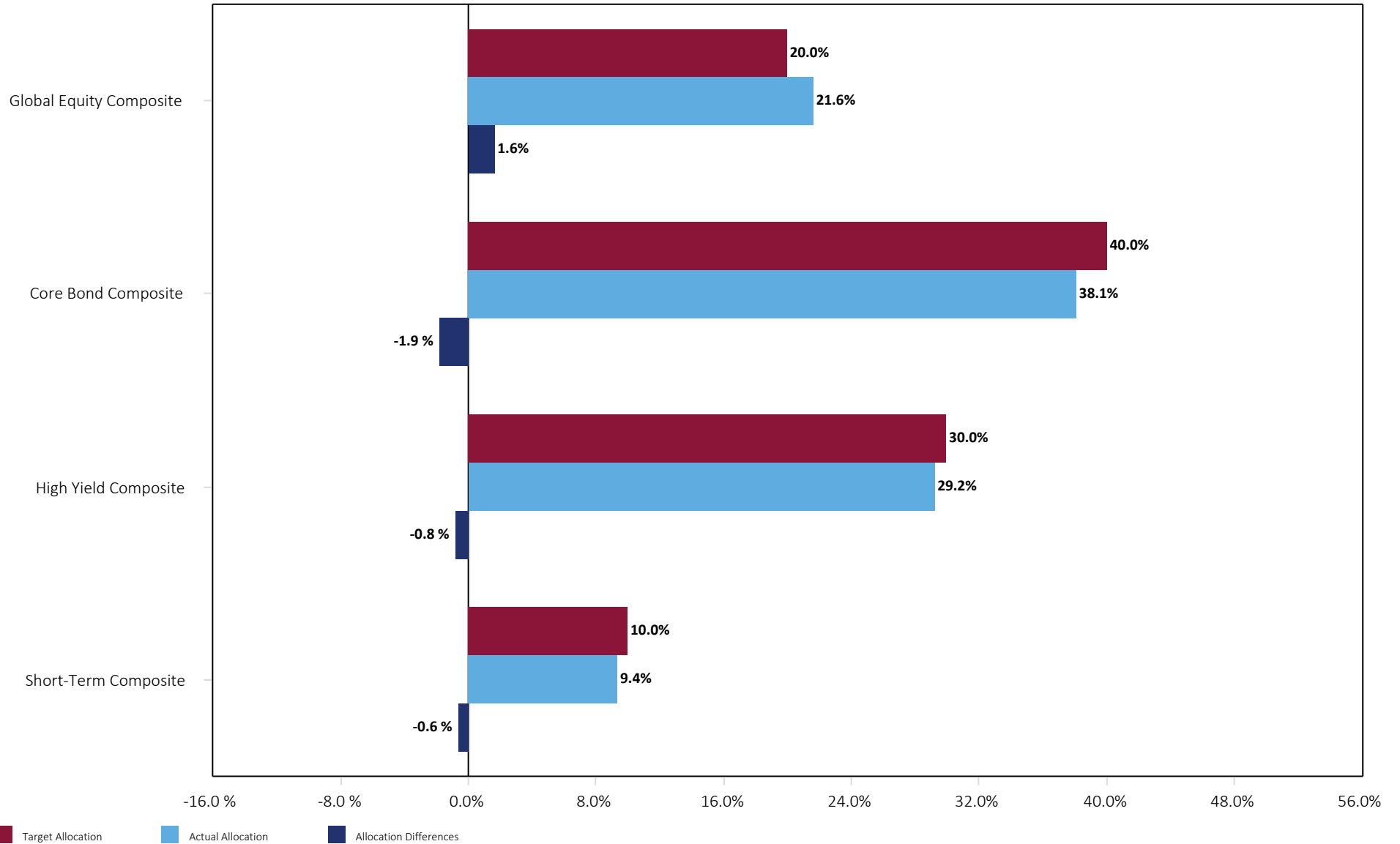
Periods Ended May 31, 2022

	Performance (%)				
	1 Month	QTD	1 Year	3 Years	5 Years
U.S. Equity					
FT Wilshire 5000 Total Market TR Index	-0.15	-9.18	-2.89	15.99	12.98
S&P 500	0.18	-8.55	-0.30	16.44	13.38
FT Wilshire 4500 Completion Index	-1.55	-11.41	-15.91	12.77	10.32
MSCI USA Minimum Volatility Index	-0.01	-5.27	2.77	9.62	10.47
U.S. Equity by Size/Style					
FT Wilshire U.S. Large-Cap Index	-0.17	-9.23	-1.81	16.49	13.62
FT Wilshire U.S. Large-Cap Growth Index	-2.07	-14.26	-6.08	18.29	14.85
FT Wilshire U.S. Large-Cap Value Index	1.92	-3.23	3.07	14.52	11.55
FT Wilshire U.S. Small-Cap Index	0.20	-8.34	-12.81	11.26	8.74
FT Wilshire U.S. Small-Cap Growth Index	-0.23	-10.55	-19.94	9.89	8.59
FT Wilshire U.S. Small-Cap Value Index	0.57	-6.34	-5.08	12.52	8.34
FT Wilshire U.S. Micro-Cap Index	-1.84	-13.55	-30.84	4.10	3.63
Non-U.S. Equity (USD)					
MSCI AC World ex USA (Net)	0.72	-5.61	-12.41	6.49	4.42
MSCI ACWI ex USA Minimum Volatility Index (Net)	-1.86	-6.11	-4.65	3.45	3.90
MSCI EAFE Index (Net)	0.75	-5.77	-10.38	6.43	4.17
MSCI Emerging Markets (Net)	0.44	-5.15	-19.83	5.00	3.80
MSCI AC World ex USA Small Cap (Net)	-0.92	-7.32	-13.37	8.58	5.07
U.S. Fixed Income					
Blmbg. U.S. Aggregate	0.64	-3.17	-8.22	0.00	1.17
Blmbg. U.S. Treasury: Long	-1.89	-10.62	-14.27	-2.02	0.89
Blmbg. U.S. Long Corporate Index	1.00	-8.86	-15.15	0.45	2.17
Blmbg. U.S. TIPS	-0.99	-3.02	-1.45	4.45	3.68
Blmbg. U.S. Credit Index	0.89	-4.40	-9.99	0.62	1.83
Blmbg. U.S. Corp: High Yield	0.25	-3.32	-5.27	3.33	3.57
S&P LSTA Leverage Loan Index	-2.56	-2.35	-0.28	2.89	3.34

Asset Allocation Compliance

Total Fund

Periods Ended As of May 31, 2022



Asset Allocation & Performance

NMI Settlement Fund

Periods Ended May 31, 2022

	Allocation		Performance (%) net of fees								
	Market Value \$	%	Since Inception	5 Years	3 Years	1 Year	YTD	FYTD	QTD	1 Month	Inception Date
Total Fund	120,182,768	100.00	3.39	3.27	3.38	-6.19	-8.31	-7.09	-3.57	0.54	10/1/2013
Total Fund Policy			3.46	3.28	3.21	-6.68	-8.84	-7.58	-3.85	0.41	
Value Added			-0.07	-0.01	0.17	0.49	0.53	0.49	0.28	0.13	
Vanguard Total World Stock	25,996,256	21.63	8.60		11.83	-7.23	-12.68	-7.12	-7.46	0.50	7/1/2018
FTSE Global All Cap Net Tax (US RIC) Idx			8.64		11.89	-7.11	-12.66	-7.21	-7.77	0.14	
Value Added			-0.04		-0.06	-0.12	-0.02	0.09	0.31	0.36	
Global Equity Composite	25,996,256	21.63	8.53	9.03	11.83	-7.23	-12.68	-7.12	-7.46	0.50	10/1/2013
Global Equity Policy			8.39	9.00	11.89	-7.11	-12.66	-7.21	-7.77	0.14	
Value Added			0.14	0.03	-0.06	-0.12	-0.02	0.09	0.31	0.36	
PGIM High Yield	35,076,707	29.19	-1.73			-4.84	-7.62	-7.03	-3.09	0.35	2/1/2021
Blmbg Barc U.S. High Yield 1% Issuer Cap			-2.63			-5.32	-7.92	-7.32	-3.32	0.20	
Value Added			0.90			0.48	0.30	0.29	0.23	0.15	
Dodge & Cox Income Fund	45,835,409	38.14	2.46	2.20	1.54	-7.23	-7.63	-8.03	-2.56	0.70	11/1/2014
Blmbg. U.S. Aggregate			1.61	1.17	0.00	-8.22	-8.92	-8.91	-3.17	0.64	
Value Added			0.85	1.03	1.54	0.99	1.29	0.88	0.61	0.06	
Vanguard Short-Term Bond	11,283,426	9.39	1.60		0.59	-4.59	-3.67	-4.41	-0.29	0.70	7/1/2018
Blmbg. 1-5 Year Gov/Credit			1.64		0.65	-4.61	-3.75	-4.45	-0.31	0.70	
Value Added			-0.04		-0.06	0.02	0.08	0.04	0.02	0.00	

Asset Allocation & Performance

NMI Settlement Fund

Periods Ended May 31, 2022

	Allocation		Performance (%) net of fees								
	Market Value \$	%	Since Inception	5 Years	3 Years	1 Year	YTD	FYTD	QTD	1 Month	Inception Date
Fixed Income Composite	92,195,681	76.71	2.69	2.15	1.64	-6.02	-7.17	-7.23	-2.49	0.57	10/1/2013
Fixed Income Policy			2.60	2.00	1.22	-6.68	-7.90	-7.75	-2.87	0.48	
Value Added			0.09	0.15	0.42	0.66	0.73	0.52	0.38	0.09	
Mutual Fund Cash	1,990,831	1.66	0.64	1.06	0.69	0.11	0.07	0.11	0.07	0.05	10/1/2013

Cash Flow Summary

Total Fund

One Month Ending May 31, 2022

	Begin Value	Net Cash Flow	Expenses	Capital Apprec./ Deprec.	End Value
Total Fund	119,538,682		-5,557	649,643	120,182,768
Global Equity Composite	25,867,043			129,213	25,996,256
Vanguard Total World Stock	25,867,043			129,213	25,996,256
Fixed Income Composite	91,676,204			519,478	92,195,681
Vanguard Short-Term Bond	11,204,620			78,807	11,283,426
Hotchkis & Wiley High Yield Fund					
PGIM High Yield	34,955,324			121,383	35,076,707
Dodge & Cox Income Fund	45,516,122			319,287	45,835,409
Mutual Fund Cash	1,995,435		-5,557	952	1,990,831

Historical Hybrid Composition

Total Fund Composite

As of May 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 May 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 May 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 May 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 May 31, 2022

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