

Quarterly Chief Investment Officer Report

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Trust Level Review, As of March 31, 2025– PERF Metrics

\$527.3bnAssets Under
Management**+6.7%**10-Yr
Total Return**+5.6%**Fiscal Year-to-Date
Total Return**\$1.0bn**5-Yr Cumulative
Value Added**\$0.2bn**Fiscal Year to-Date
Value Added**12.8%**Forecasted
Volatility**12bps**Forecasted
Actionable
Tracking Error**34.5%**Allocation to
Private Assets**2.0x**30-Day Tier 1
Stress Liquidity
Coverage Ratio¹**63.4%**Allocation to
Actively Managed
Assets

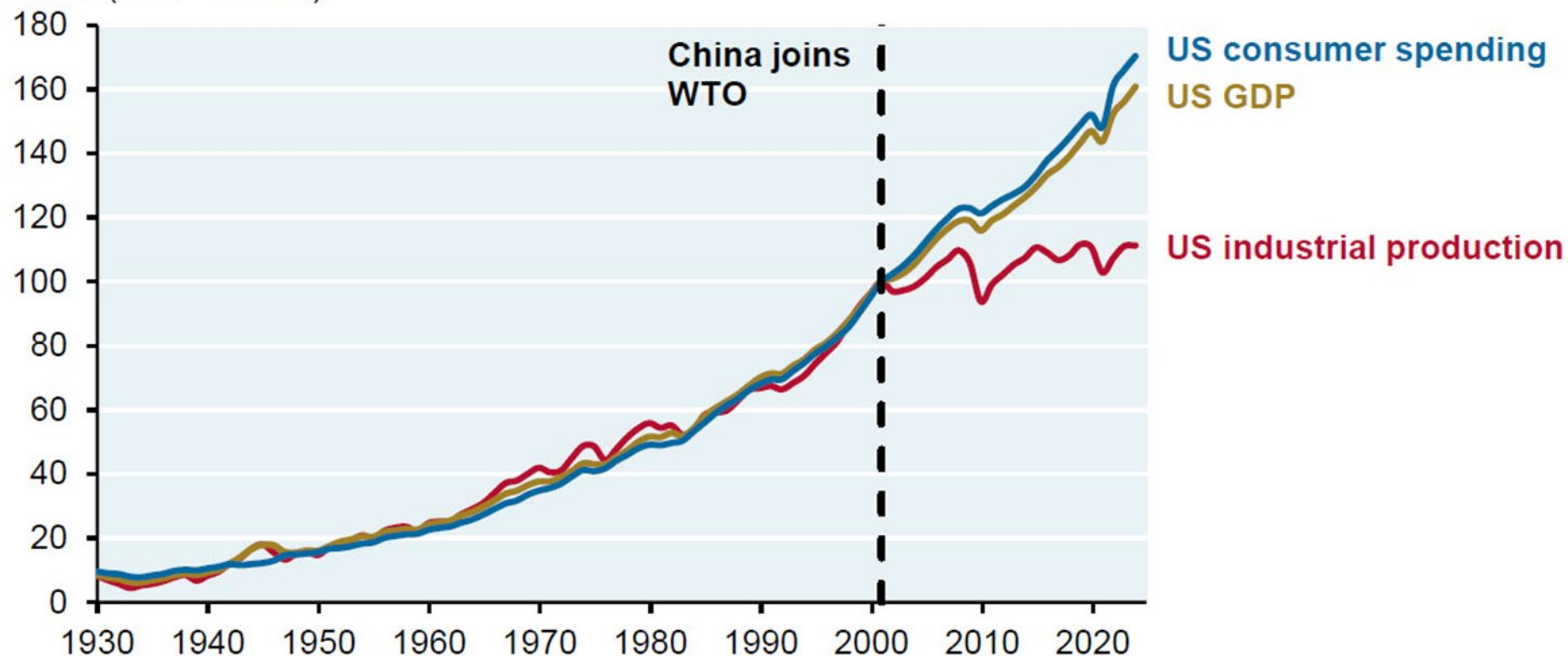
IMF/World Bank Spring Meetings

1. Multi-domain regime change is now reality and is rapidly disrupting global trade, security and alliances.
 - Speakers argued that the world is on the precipice of a new world order characterized by reduced global economic interdependence.

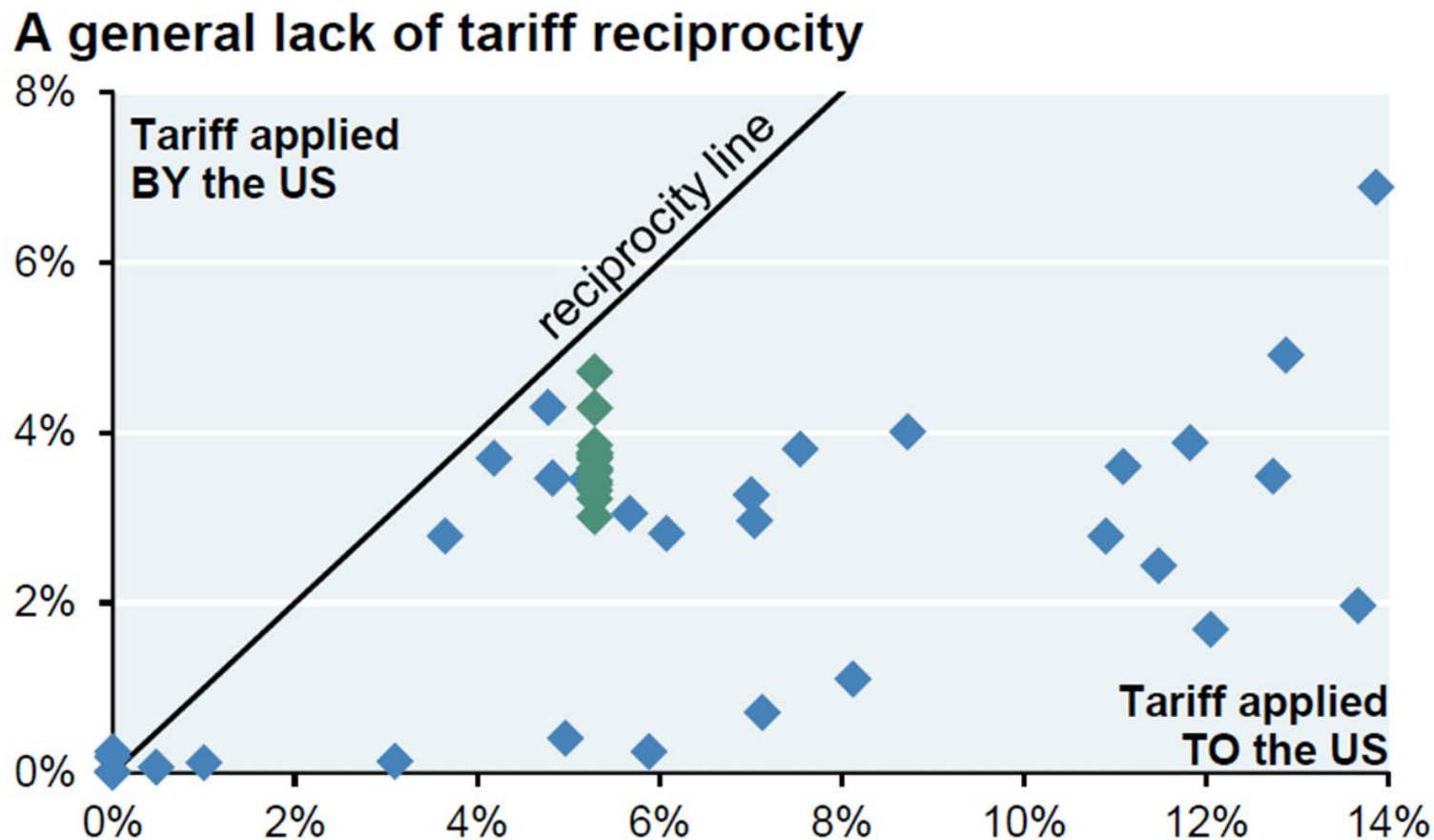
US industrial production has lagged

The Silence of the Plants

Index (100 = 2000)



US provides more favorable trade access

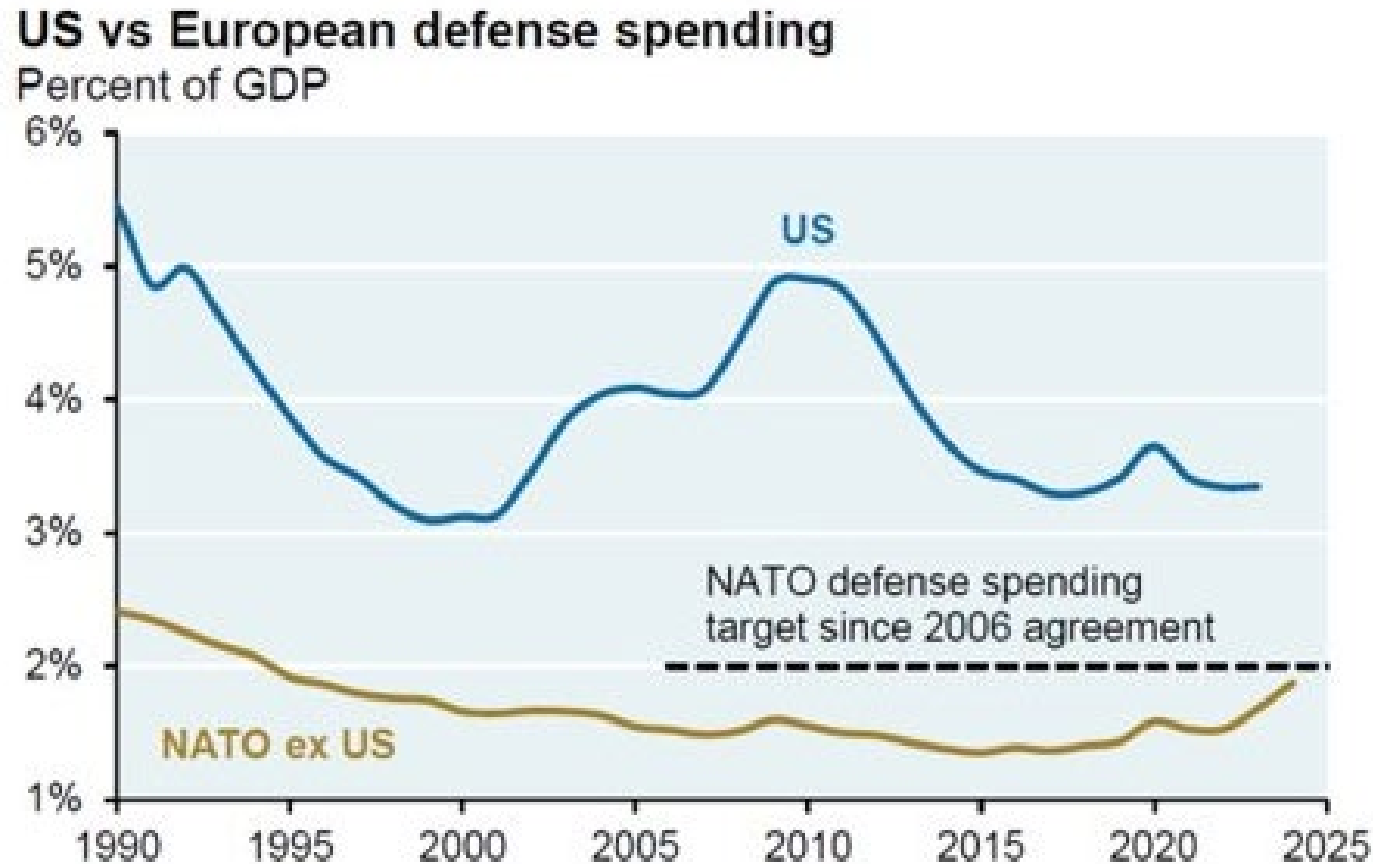


US has run a persistent trade deficit

US trade balance of goods
Percent of US nominal GDP

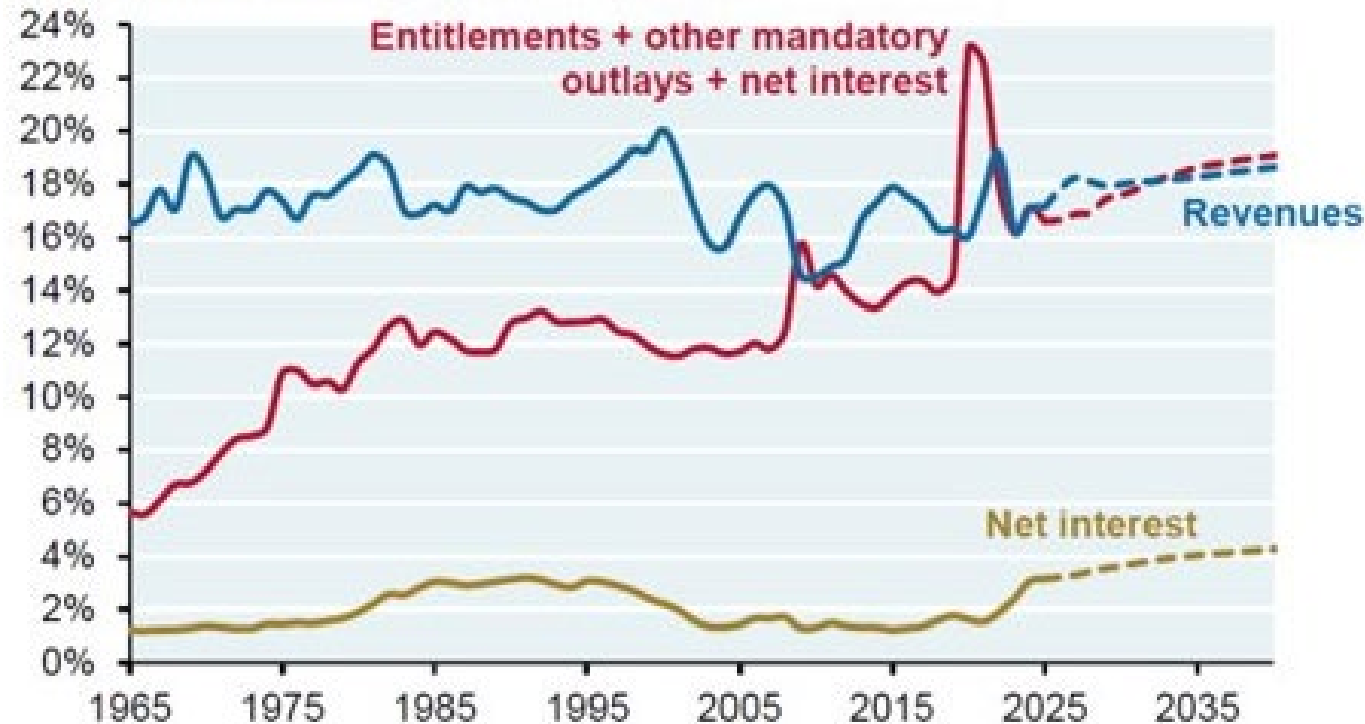


US spends more on defense than NATO allies

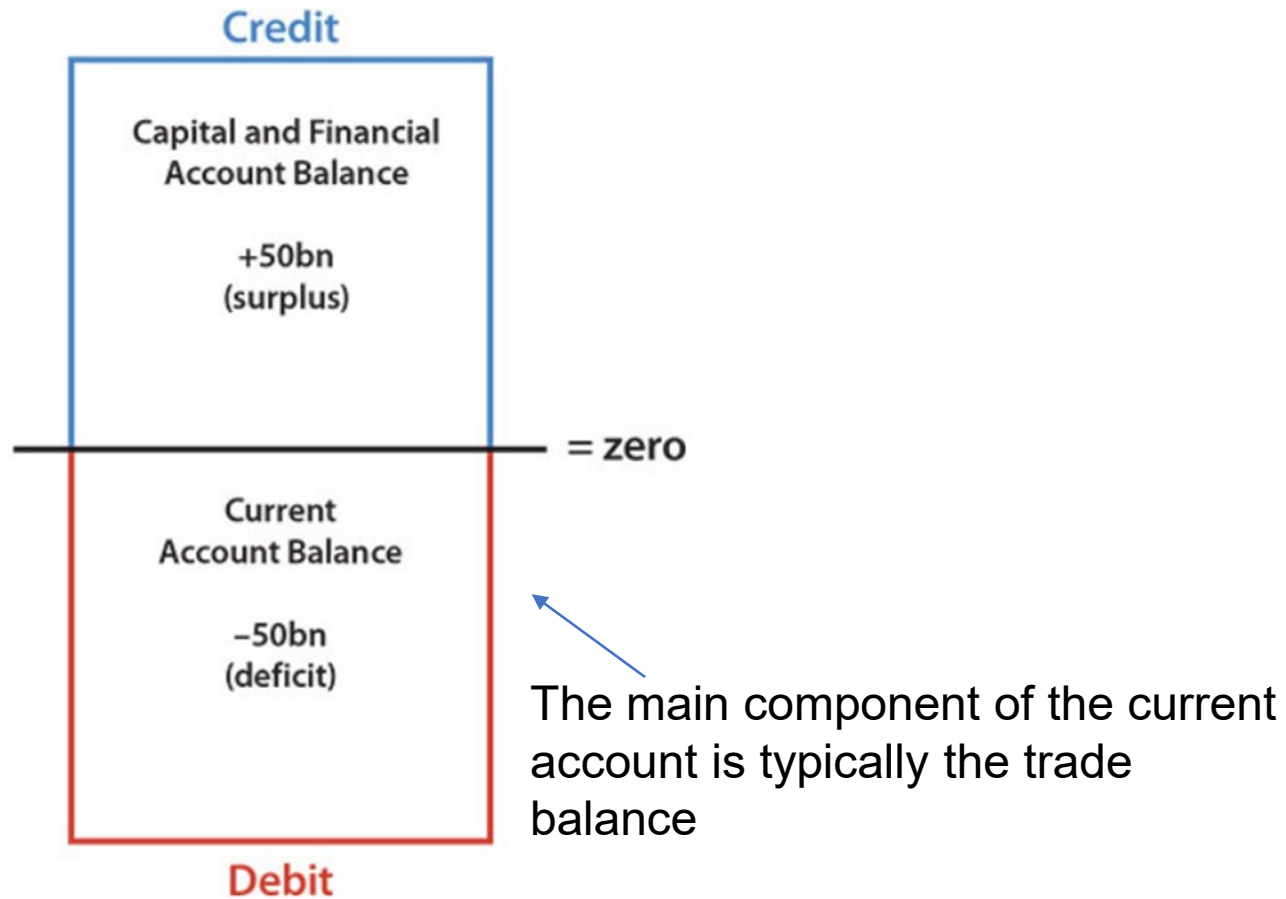


The fiscal position is becoming more challenging

Entitlement spending, mandatory outlays and net interest payments vs revenues, % of GDP



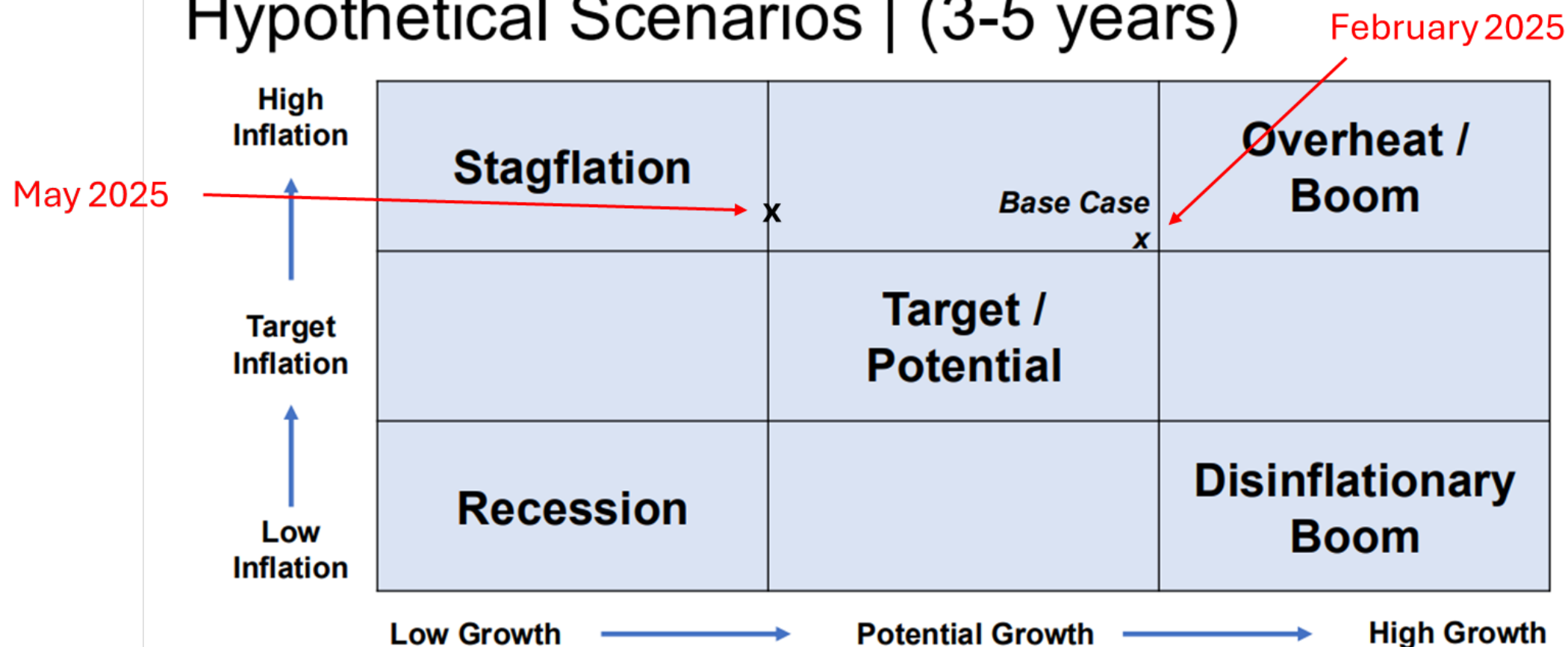
The Trade & Capital Account & Fiscal Position



$$\begin{aligned} &\text{Current Account} \\ &= \\ &(\text{Savings} - \text{Investment}) \\ &+ \\ &(\text{Government Spending} - \text{Taxation}) \end{aligned}$$

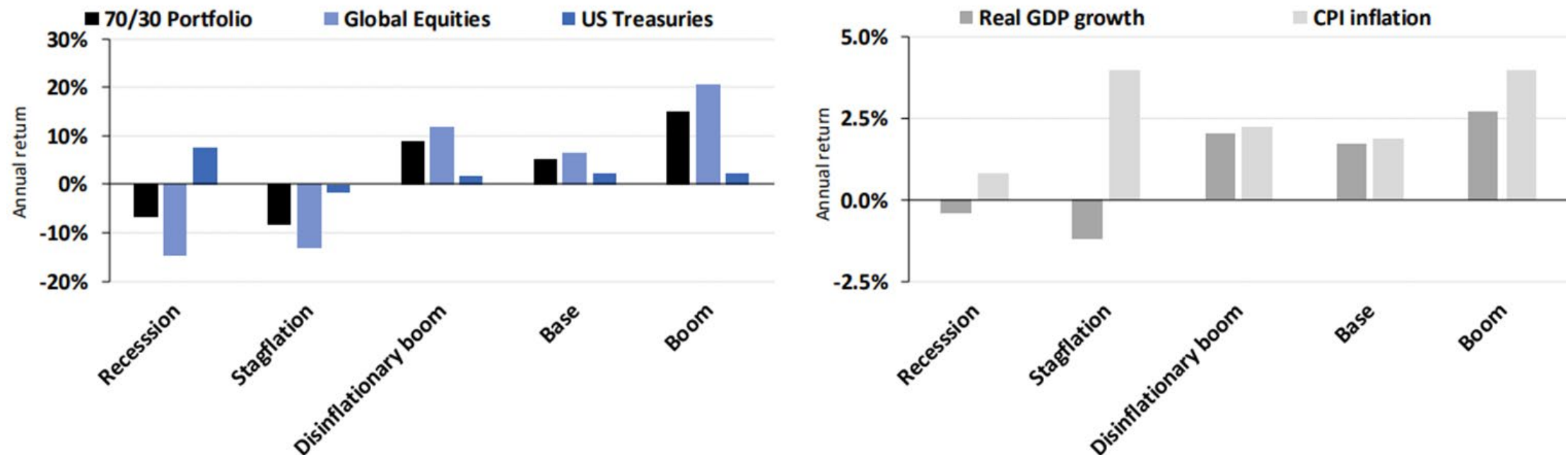
Possible Economic Scenarios

Hypothetical Scenarios | (3-5 years)



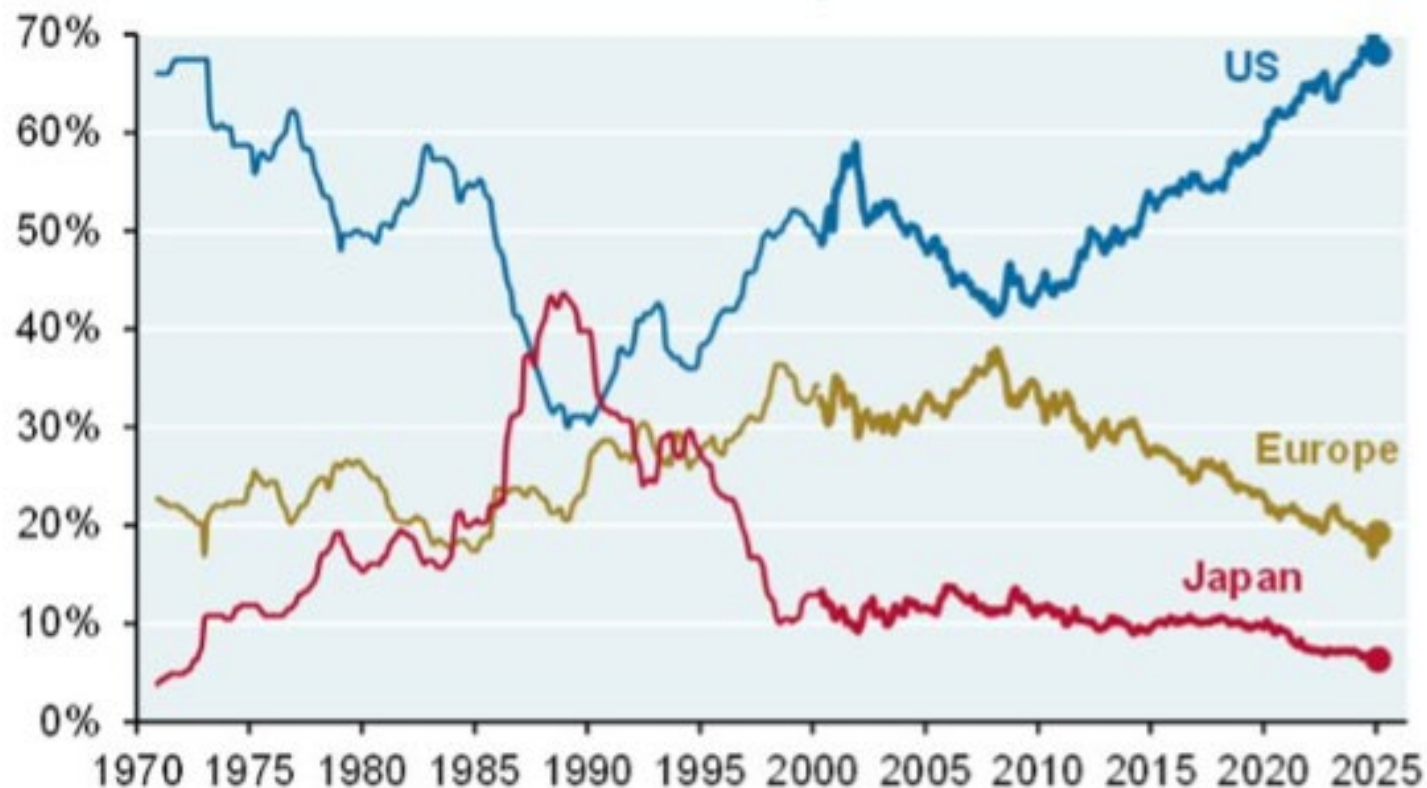
February Scenario Returns

Forecasted Scenario-based Returns



US Equity Outperformance Since GFC

Regions as a share of MSCI World market capitalization
Percent of total MSCI World market capitalization



Still High US Equity Valuations

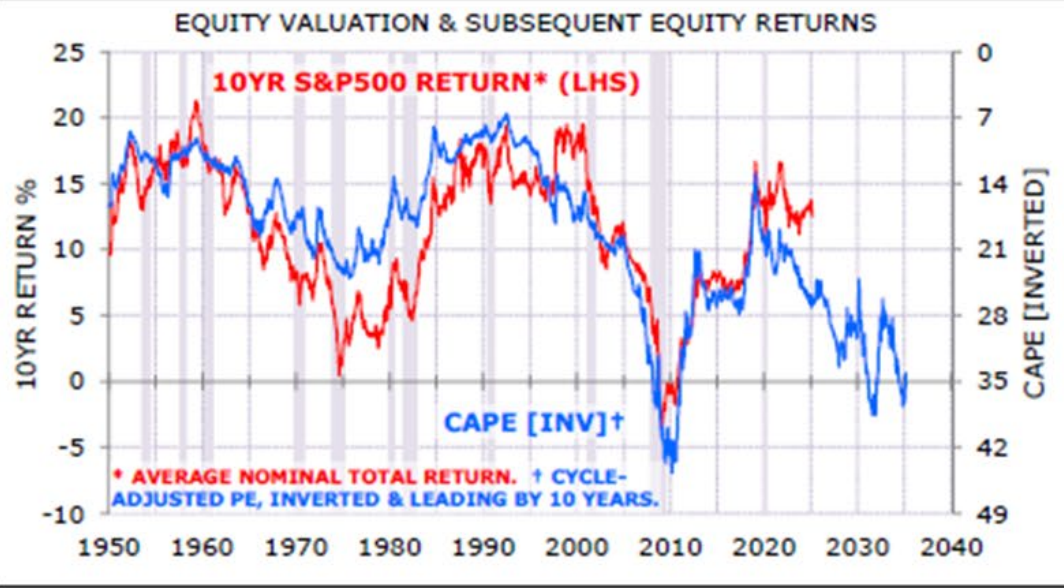
Exhibit 1

Squint: global equities break out of the range



Exhibit 6

High valuation points to low future returns



Real 5y5y Interest Rates Higher



Strong US Dollar Real Exchange Rate

