



Executive Summary Performance Review

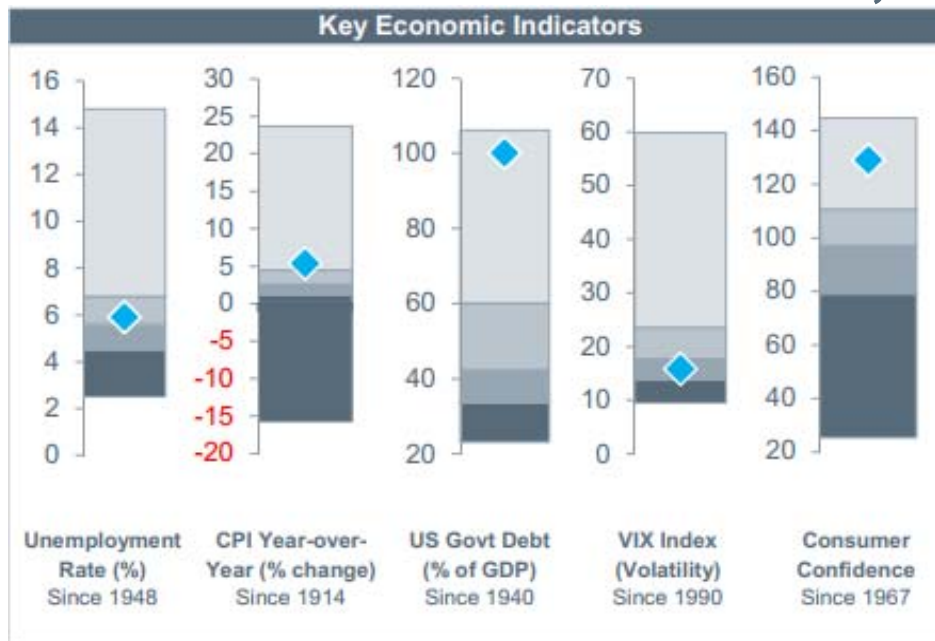
New Mexico State Investment Council
As of June 30, 2021



Capital Markets Review



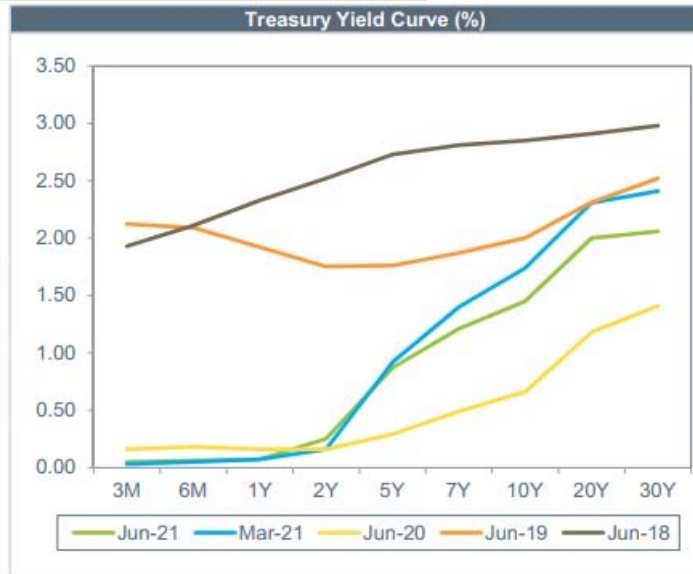
Capital Markets Review as of June 30, 2021



- In Q2, markets were defined by optimism stemming from reopening efforts, an accelerating global vaccine rollout, continued accommodative global central bank policy, and expectations for further fiscal expansion in the US.
- Global equities were paced by the US, as substantial upward earnings revisions during the quarter helped the S&P 500 index to an 8.5% gain, bringing YTD returns to 15.3%.
- The MSCI EAFE and MSCI Emerging Markets indexes still produced returns of 5.2% and 5.1% respectively during the quarter, as increasingly confident market participants looked past virus-related disruptions.
- Commodities and fixed income assets both rallied, moving together in Q2 as declining rates helped longer duration investments pare back losses from earlier in the year.

Economic Indicators	Jun-21	Mar-21	Jun-20	Jun-18	20 Yr
Federal Funds Rate (%)	0.08 ▲	0.06	0.08	1.91	1.37
Breakeven Infl. - 5 Yr (%)	2.50 ▼	2.60	1.17	2.08	1.83
Breakeven Infl. - 10 Yr (%)	2.34 ▼	2.37	1.34	2.13	2.02
CPI YoY (Headline) (%)	5.4 ▲	2.6	0.6	2.9	2.1
Unemployment Rate (%)	5.9 ▼	6.0	11.1	4.0	6.1
Real GDP YoY (%)	12.2 ▲	0.5	-9.1	3.3	1.8
PMI - Manufacturing	60.6 ▼	64.7	52.2	59.7	53.1
USD Total Wtd Idx	112.85 ▼	114.13	120.78	113.26	103.17
WTI Crude Oil per Barrel (\$)	73.5 ▲	59.2	39.3	74.2	63.2
Gold Spot per Oz (\$)	1,770 ▲	1,708	1,781	1,253	1,048

Market Performance (%)	QTD	CYTD	1 Yr	5 Yr	10 Yr
S&P 500 (Cap Wtd)	8.55	15.25	40.79	17.65	14.84
Russell 2000	4.29	17.54	62.03	16.47	12.34
MSCI EAFE (Net)	5.17	8.83	32.35	10.28	5.89
MSCI EAFE SC (Net)	4.34	9.04	40.98	12.03	8.38
MSCI Emg Mkts (Net)	5.05	7.45	40.90	13.03	4.29
Bloomberg US Agg Bond	1.83	-1.61	-0.34	3.03	3.39
ICE BofAML 3 Mo US T-Bill	0.00	0.02	0.09	1.17	0.63
NCREIF ODCE (Gross)	3.93	6.12	8.02	6.57	9.60
FTSE NAREIT Eq REIT (TR)	12.02	21.96	38.02	6.31	9.41
HFRI FOF Comp	2.89	4.97	18.31	6.13	3.86
Bloomberg Cmtty (TR)	13.30	21.15	45.61	2.40	-4.44



Treasury data courtesy of the US Department of the Treasury. Economic data courtesy of Bloomberg Professional Service.

Capital Markets Review

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	YTD
Best	39.38	8.44	78.51	27.94	22.49	20.00	38.82	30.14	15.02	21.31	37.28	8.35	31.49	19.96	21.96
	16.23	5.24	58.21	26.85	15.99	18.23	32.39	19.31	9.59	17.13	33.01	1.87	26.00	18.40	21.15
	15.97	2.06	46.78	22.04	13.56	18.06	29.30	13.69	3.20	11.96	25.03	0.01	25.53	18.31	17.54
	11.63	-2.35	31.78	18.88	8.29	17.32	22.78	12.50	1.38	11.77	21.83	-1.26	24.96	16.12	15.25
	11.17	-10.01	28.01	16.83	7.84	16.35	13.94	5.97	0.55	11.19	14.65	-2.08	22.01	12.34	9.04
	10.25	-21.37	27.17	16.36	4.98	16.00	8.96	4.89	0.05	8.77	10.71	-4.02	19.59	10.99	8.83
	6.97	-26.16	26.46	15.12	2.11	15.81	7.44	3.64	-0.27	8.52	7.77	-4.38	18.44	10.88	7.45
	6.60	-33.79	18.91	15.06	0.10	10.94	2.47	3.37	-0.81	6.67	7.62	-4.62	14.32	7.82	6.12
	5.49	-35.65	11.47	10.16	-4.18	8.78	0.07	2.45	-1.44	4.68	7.50	-4.68	8.72	7.51	4.97
	5.00	-37.00	11.41	7.75	-5.72	6.98	-2.02	0.04	-3.30	2.65	5.23	-11.01	8.43	7.11	3.62
	1.87	-37.74	5.93	6.54	-12.14	4.79	-2.60	-2.19	-4.41	2.18	3.54	-11.25	8.39	1.19	1.73
	1.45	-43.38	1.92	6.31	-13.32	4.21	-8.61	-4.90	-4.47	1.00	3.01	-13.79	7.69	0.67	0.02
	-1.57	-47.01	0.21	5.70	-15.94	0.11	-8.83	-4.95	-14.92	0.51	1.70	-14.58	5.34	-3.12	-1.61
Worst	-15.70	-53.33	-29.76	0.13	-18.42	-1.06	-9.52	-17.01	-24.66	0.33	0.86	-17.89	2.28	-8.00	-4.64
	S&P 500 - US Large Cap	R 2000 - US Small Cap	MSCI EAFE (Net) - Int'l Dev.	MSCI EAFE SC (Net) - Int'l SC	MSCI EM (Net) - Int'l Emg Mkts	Bloombrg US Agg Bond - FI	Bloombrg US Corp Hi Yield - FI	Bloombrg US Trsy US TIPS - FI	Bloombrg US Gov Credit Lng - FI	NCREIF ODCE (Gross) - Real Estate	FTSE NAREIT Eq REITs Index (TR)	HFRI FOF Comp Index - ARS	Bloombrg Cmdty (TR) - Commod.	ICE BofAML 3 Mo T-Bill - Cash Equiv	

SIC Permanent Fund Allocation vs. Policy Index



Allocations as of June 30, 2021

Strategic Asset Allocation Guidelines

Land Grant Total Fund Composite

Asset Allocation	Min	Current	Max	Targets	Within Range ?
US Equity	15.0	23.6	25.0	20.0	Yes
Non-US Equity	15.0	22.3	25.0	20.0	Yes
Core FI	8.0	12.1	12.0	10.0	No
Non-Core FI	11.0	11.2	19.0	15.0	Yes
Real Return	8.0	8.3	16.0	10.0	Yes
Real Estate	8.0	8.8	16.0	12.0	Yes
Private Equity	7.0	12.3	15.0	13.0	Yes
Cash Equivalent	0.0	1.2	N/A	0.0	Yes

Severance Tax Total Fund (Ex. ETI) Composite

Asset Allocation	Min	Current	Max	Targets	Within Range ?
US Equity	15.0	24.5	25.0	20.0	Yes
Non-US Equity	15.0	22.8	25.0	20.0	Yes
Core FI	10.0	11.1	14.0	12.0	Yes
Non-Core FI	8.0	8.6	16.0	12.0	Yes
Real Return	8.0	8.8	16.0	10.0	Yes
Real Estate	8.0	8.9	16.0	12.0	Yes
Private Equity	8.0	13.1	16.0	14.0	Yes
Cash Equivalent	0.0	2.2	N/A	0.0	Yes

As of June 30, 2021, the Land Grant Policy Index consists of:

- 20% Russell 3000 Index,
- 20% Non-US Equity Custom Index
- 10% Bloomberg US Agg Bond Index,
- 15% Non-Core Fixed Income Custom Index,
- 10% Real Return Custom Index,
- 12% NCREIF ODCE Index (Net) (Lagged 1 Qtr),
- 13% Land Grant Private Equity Composite.

Land Grant Asset Allocation vs. Target



*Severance Tax Asset Allocation vs. Target



Severance Tax target allocation excludes Economically Targeted Investments. New Policy Targets are effective 6/1/2021, and the new Policy Ranges will be proposed for approval at the next Investment Policy Review.

Allocations as of June 30, 2021

Strategic Asset Allocation Guidelines

Tax Stabilization Total Fund Composite

Asset Allocation	Min	Current	Max	Targets	Within Range?
Low Duration FI	25.0	19.5	35.0	30.0	No
Core FI	18.0	44.2	26.0	22.0	No
Non-Core FI	21.0	21.6	35.0	28.0	Yes
Real Estate	15.0	14.6	25.0	20.0	No
Cash Equivalent	0.0	0.1	N/A	0.0	Yes

Water Trust Total Fund Composite

Asset Allocation	Min	Current	Max	Targets	Within Range?
US Equity	8.0	9.8	12.0	10.0	Yes
Non-US Equity	8.0	10.3	12.0	10.0	Yes
Core FI	6.0	7.8	10.0	8.0	Yes
Non-Core FI	6.0	9.2	12.0	8.0	Yes
Real Return	15.0	18.9	25.0	20.0	Yes
Real Estate	16.0	21.2	28.0	22.0	Yes
Private Equity	16.0	22.4	28.0	22.0	Yes
Cash Equivalent	0.0	0.5	N/A	0.0	Yes

Early Childhood Total Fund Composite

Asset Allocation	Min	Current	Max	Targets	Within Range?
US Equity	0.0	8.0	0.0	8.5	No
Non-US Equity	0.0	7.9	0.0	8.5	No
Low Duration FI	25.0	4.4	35.0	0.0	No
Core FI	18.0	19.8	26.0	24.0	Yes
Non-Core FI	21.0	24.8	35.0	25.0	Yes
Real Return	0.0	9.9	0.0	10.0	No
Real Estate	15.0	12.0	20.0	12.0	No
Private Equity	0.0	12.8	0.0	12.0	No
Cash Equivalent	0.0	0.5	N/A	0.0	Yes

Tobacco Settlement Total Fund Composite

Asset Allocation	Min	Current	Max	Targets	Within Range?
US Equity	8.0	12.9	12.0	10.0	No
Non-US Equity	8.0	11.1	12.0	10.0	Yes
Core FI	8.0	11.3	12.0	10.0	Yes
Non-Core FI	19.0	24.4	31.0	25.0	Yes
Real Return	19.0	20.5	31.0	25.0	Yes
Real Estate	15.0	18.8	25.0	20.0	Yes
Cash Equivalent	0.0	0.9	N/A	0.0	Yes

Rural Libraries Total Fund Composite

Asset Allocation	Min	Current	Max	Targets	Within Range?
Low Duration FI	25.0	9.0	35.0	30.0	No
Core FI	18.0	42.0	26.0	22.0	No
Non-Core FI	21.0	28.0	35.0	28.0	Yes
Real Estate	15.0	20.5	25.0	20.0	Yes
Cash Equivalent	0.0	0.5	N/A	0.0	Yes

New Early Childhood Education Policy Targets are effective 6/1/2021, and the new Policy Ranges will be proposed for approval at the next Investment Policy Review.

SIC Permanent Fund Performance vs. Benchmarks



Investment Policy Review – Total Fund

Investment Policy Objectives - Total Fund

Land Grant Total Fund Expectations	5 Years	Meets Return Objective
Exceed the return of the Land Grant Policy Index on a gross-of-fees basis over a trailing five-year period.	Land Grant Total Fund 10.45 Land Grant Policy Index 10.11 Difference 0.34	Yes

Explanation

Over the trailing five-year period, the Land Grant Total Fund Composite returned 10.45% vs. 10.11% for the Land Grant Policy Index.

Severance Tax Total Fund Expectations	5 Years	Meets Return Objective
Exceed the return of the Severance Tax Policy Index on a gross-of-fees basis over a trailing five-year period.	Severance Tax Total Fund 9.57 Severance Tax Policy Index 9.95 Difference -0.38	No

Explanation

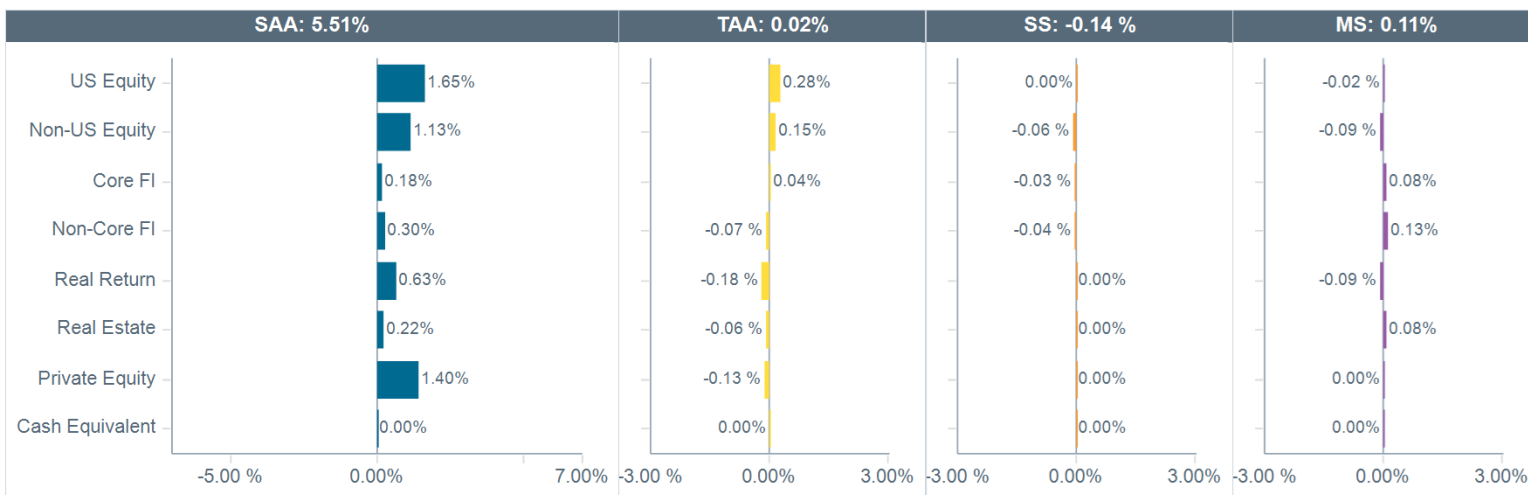
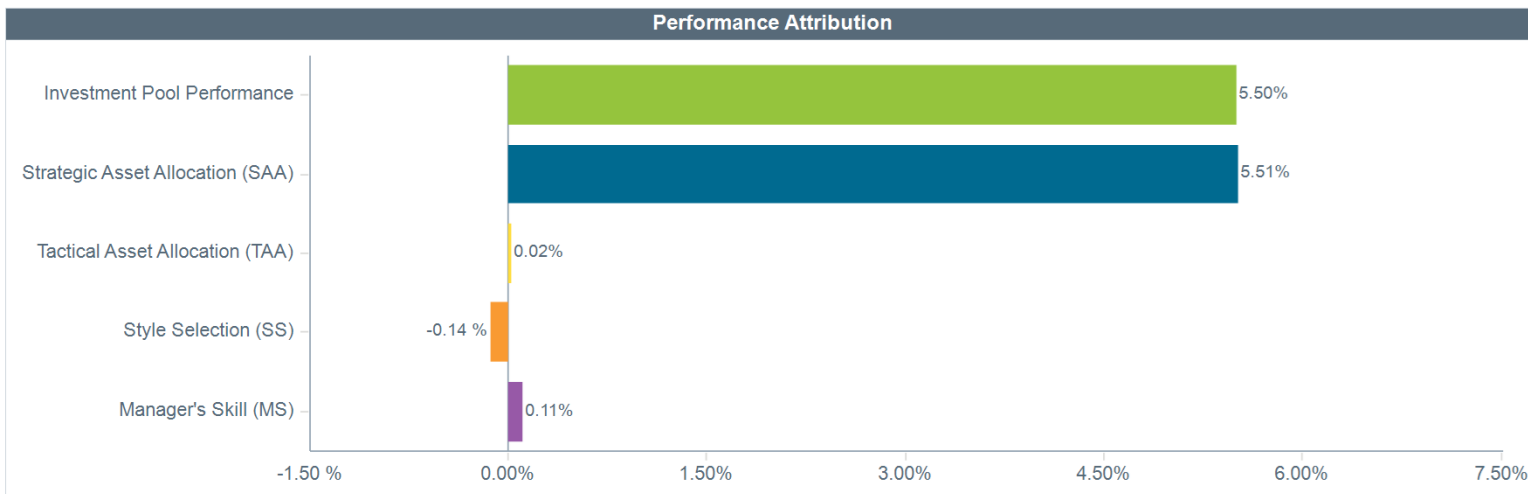
Over the trailing five-year period, the Severance Tax Total Fund Composite returned 9.57% vs. 9.95% for the Severance Tax Policy Index.

	QTD	CYTD	FYTD	1 Year	3 Years	5 Years	7 Years	10 Years	FY 2020	FY 2019	FY 2018	FY 2017	FY 2016
Land Grant Total Fund - Gross	5.50	10.16	25.88	25.88	10.19	10.45	7.95	8.47	0.38	5.89	8.55	13.16	0.37
Land Grant Total Fund - Net	5.43	10.06	25.73	25.73	10.04	10.28	7.78	8.30	0.24	5.72	8.36	12.96	0.20
Land Grant Policy Index	5.51	9.45	25.20	25.20	10.27	10.11	7.89	8.42	1.10	5.92	8.25	11.52	0.70
Severance Tax Total Fund - Gross	5.07	8.80	22.49	22.49	8.77	9.57	7.32	7.87	-0.46	5.54	8.62	13.00	0.44
Severance Tax Total Fund - Net	5.01	8.71	22.35	22.35	8.62	9.41	7.16	7.70	-0.60	5.37	8.43	12.80	0.28
Severance Tax Policy Index	5.00	8.12	23.80	23.80	9.90	9.95	7.78	8.34	1.17	5.98	8.41	11.68	0.68

The Investment Policy Statement does not contain a performance objective relative to peers for the Total Fund or Investment Pools. Net performance from fiscal year 2009 through the third quarter of 2015 is calculated using the spread between net and gross Total Fund Composite returns, while net performance beyond the third quarter of 2015 is derived from fees reported in New Mexico SIC Investment Holdings Reports.

LGPF Performance Attribution as of June 30, 2021

LGPF underperformed its Policy Index over the quarter

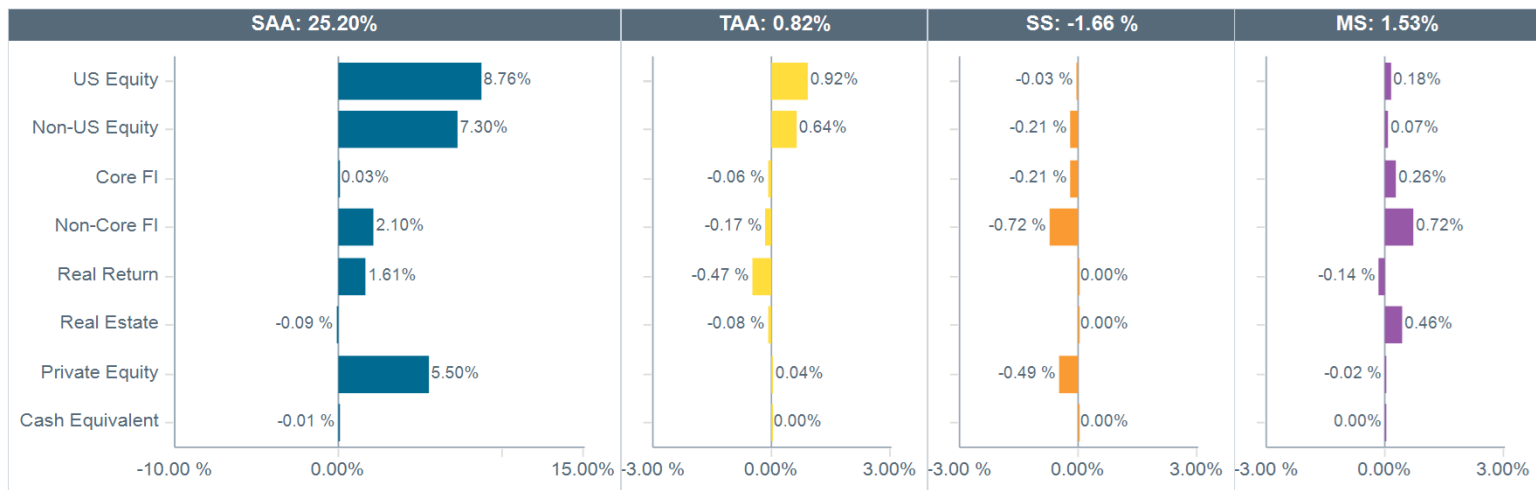
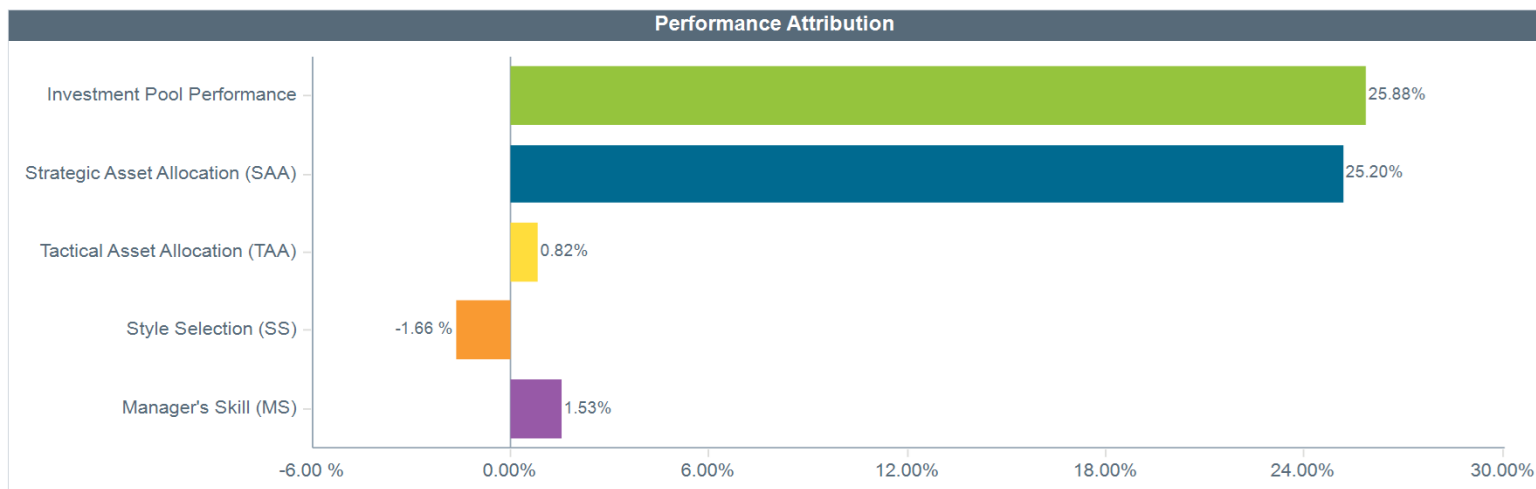


- The Land Grant's strategic asset allocation was the primary driver of positive returns over the quarter, with exposure to US equity, private equity and non-US equity being the most significant contributors.
- Asset class structures had the largest negative impact on performance during the quarter, driven by non-US equity and non-core fixed income.
- Manager performance had a positive impact on the Fund's relative returns over the quarter, driven by non-core fixed income.
- Deviations from the policy index had a neutral impact on performance over the quarter.

Performance shown is gross of fees, except for Private Equity, Real Estate, and Real Return investments, which are net of fees. Calculation is based on monthly periodicity.

LGPF Performance Attribution as of June 30, 2021

LGPF outperformed its Policy Index over the trailing year



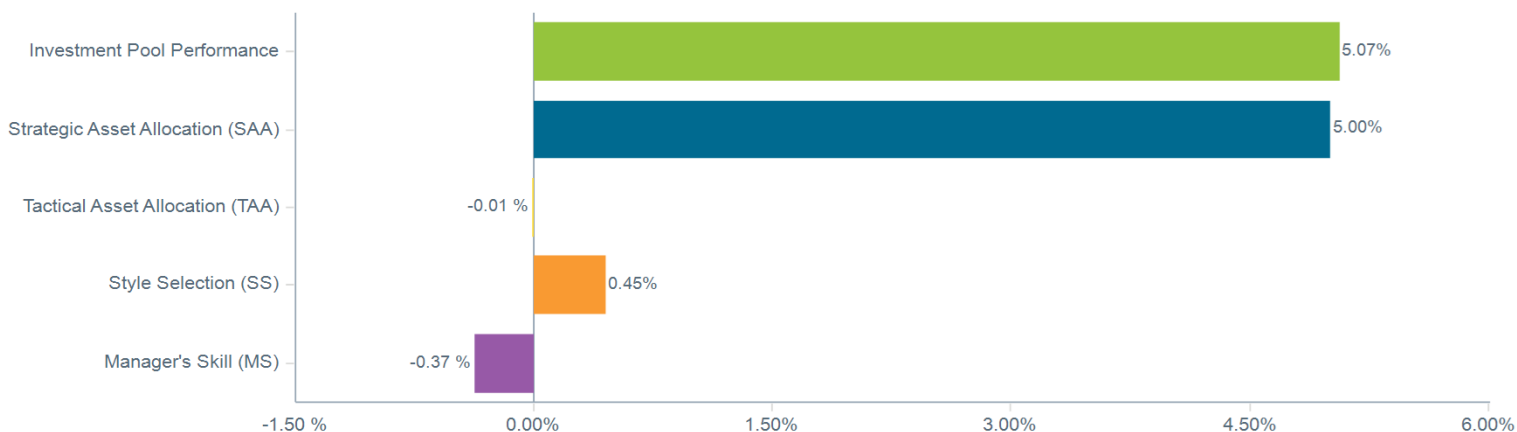
- The Land Grant's strategic asset allocation was the primary driver of positive returns over the last year, with exposure to US equity, non-US equity and private equity being the most significant contributors.
- Asset class structures relative to their respective primary benchmarks, notably influenced by non-core fixed income and private equity, had the largest negative effect on performance.
- Manager performance had a positive impact on the Fund's relative returns over the past year, primarily driven by non-core fixed income and real estate.
- Deviations from the interim policy index had a positive impact on the funds performance, primarily driven by overweights to US and non-US equity.

Performance shown is gross of fees, except for Private Equity, Real Estate, and Real Return investments, which are net of fees. Calculation is based on monthly periodicity.

STPF Performance Attribution as of June 30, 2021

STPF outperformed its Policy Index over the quarter

Performance Attribution

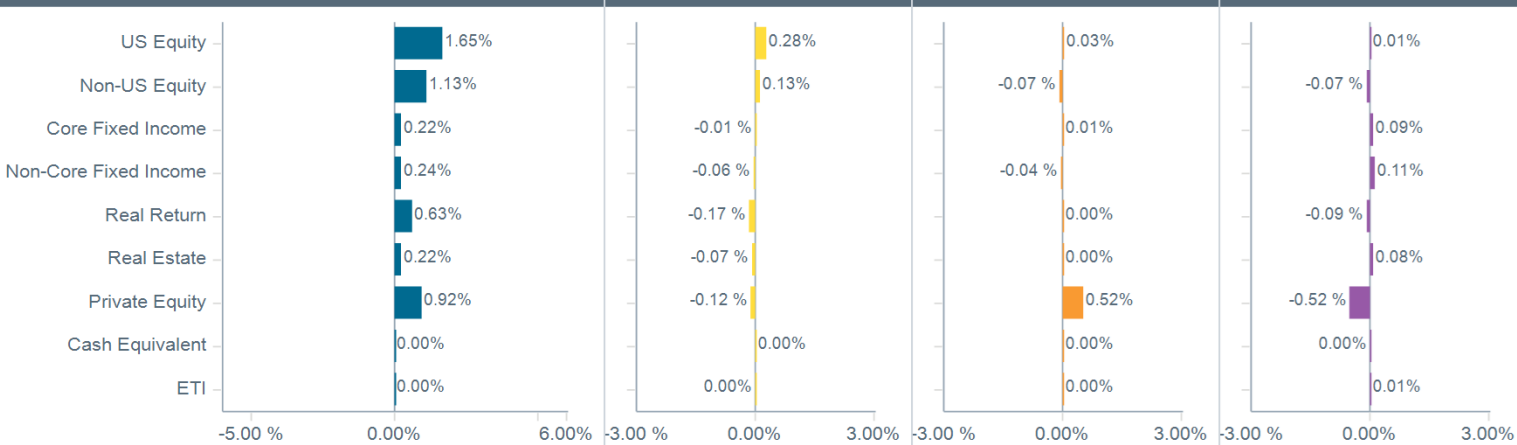


SAA: 5.00%

TAA: -0.01%

SS: 0.45%

MS: -0.37%



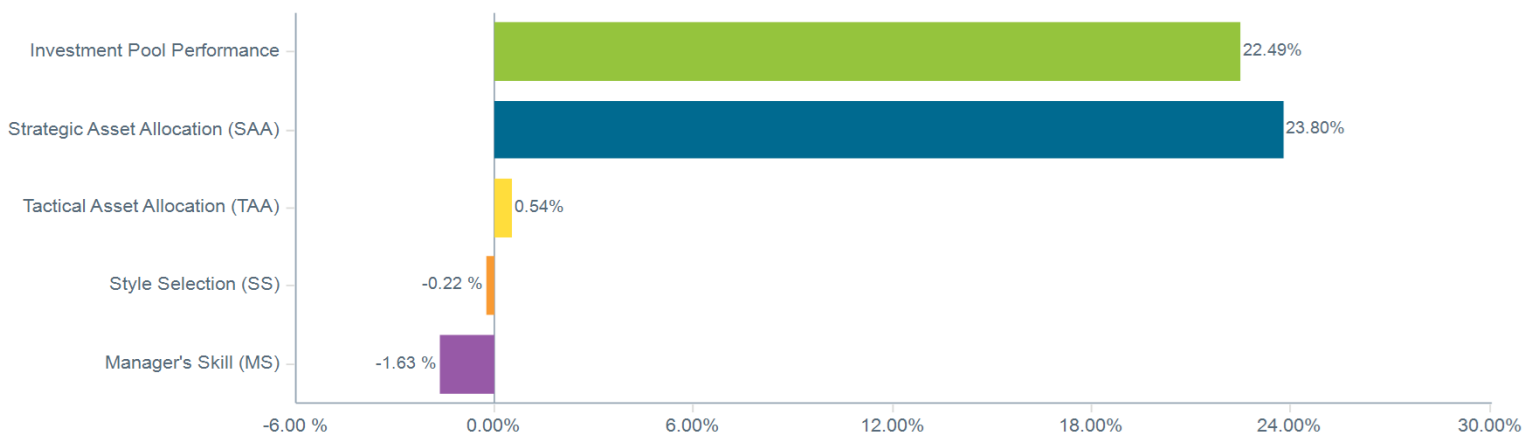
- The Severance Tax's strategic asset allocation was the primary driver of positive returns experienced over the quarter, with US equity, non-US equity and private equity being the most significant contributors.
- Asset class structures had a positive impact on relative performance, notably driven by private equity.
- Manager performance, private equity in particular, had a negative impact on relative performance.
- Deviations from the policy index had a neutral impact on performance over the quarter.

Performance shown is gross of fees, except for Private Equity, Real Estate, and Real Return investments, which are net of fees. Calculation is based on monthly periodicity.

STPF Performance Attribution as of June 30, 2021

STPF underperformed its Policy Index over the trailing year

Performance Attribution

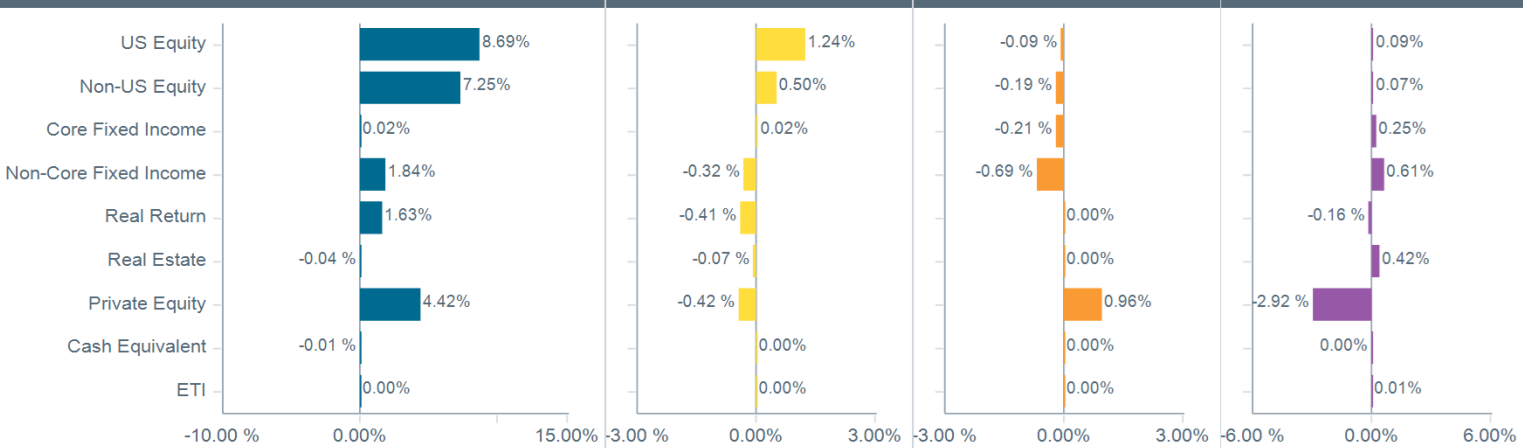


SAA: 23.80%

TAA: 0.54%

SS: -0.22 %

MS: -1.63 %



- The strategic asset allocation was the primary driver of positive returns over the last year, with exposure to US equity, non-US equity and private equity being the most significant contributors.
- Manager performance was the largest detractor to the Fund's relative returns over the past year, driven by private equity.
- Deviations from the policy index had a positive effect on performance, driven by US equity and non-US equity.
- Asset class structures had a negative impact on performance, largely driven by non-core fixed income.

Performance shown is gross of fees, except for Private Equity, Real Estate, and Real Return investments, which are net of fees. Calculation is based on monthly periodicity.

Schedule of Investable Assets – Calendar Year to Date

NMSIC Total Fund					
Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	% Return
CYTD	30,780,249,843	490,292,668	2,900,495,792	34,171,038,303	9.26
Land Grant Total Fund					
Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	% Return
CYTD	21,508,093,411	114,082,558	2,195,254,488	23,817,430,457	10.16
Severance Tax Total Fund					
Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	% Return
CYTD	5,817,105,097	-91,523,605	508,911,985	6,234,493,477	8.80
Tax Stabilization Reserve Total Fund					
Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	% Return
CYTD	1,328,357,058	438,410,892	28,747,090	1,795,515,039	1.63
Tobacco Settlement Total Fund					
Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	% Return
CYTD	262,170,403	-146,929	18,368,902	280,392,376	6.69

Performance and cash flows shown are gross of fees. Composite gross performance is a mix of gross and net performance due to the valuation and reporting nature of underlying alternative investments. Cash flows shown are as reported by JP Morgan. External clients total fund represents the combined market values, cash flows, and performance of all third-party investors.

Schedule of Investable Assets - Calendar Year to Date

Water Trust Total Fund					
Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	% Return
CYTD	39,667,657	-18,859	4,266,515	43,915,313	10.76
Rural Libraries Total Fund					
Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	% Return
CYTD	3,094,194	-2,099	75,710	3,167,805	2.45
Early Childhood Education and Care Total Fund					
Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	% Return
CYTD	306,133,984	-193,257	7,776,049	313,716,776	2.54
External Clients Total Fund					
Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	% Return
CYTD	1,515,627,798	29,831,989	136,947,092	1,682,406,879	8.93

Performance and cash flows shown are gross of fees. Composite gross performance is a mix of gross and net performance due to the valuation and reporting nature of underlying alternative investments. Cash flows shown are as reported by JP Morgan. External clients total fund represents the combined market values, cash flows, and performance of all third-party investors.

Permanent Fund Performance as of June 30, 2021

	QTD	CYTD	FYTD	1 Year	3 Years	5 Years	7 Years	10 Years	FY 2020	FY 2019	FY 2018	FY 2017	FY 2016
Tax Stabilization Reserve Total Fund - Net	2.23	1.55	4.72	4.72	N/A	N/A	N/A	N/A	4.78	N/A	N/A	N/A	N/A
Tax Stabilization Reserve Total Fund - Gross	2.29	1.63	4.83	4.83	N/A	N/A	N/A	N/A	4.94	N/A	N/A	N/A	N/A
Tobacco Settlement Total Fund - Net	3.66	6.63	15.85	15.85	7.06	8.15	6.53	7.73	-1.80	7.87	7.64	12.02	1.39
Tobacco Settlement Total Fund - Gross	3.69	6.69	15.93	15.93	7.13	8.22	6.59	7.77	-1.74	7.96	7.73	12.06	1.46
Water Trust Total Fund - Net	5.78	10.71	23.37	23.37	9.40	9.99	7.92	8.32	-0.96	7.17	9.64	12.15	1.97
Water Trust Total Fund - Gross	5.81	10.76	23.44	23.44	9.48	10.07	7.98	8.37	-0.90	7.25	9.73	12.21	2.03
Rural Libraries Total Fund - Net	2.27	2.38	6.35	6.35	N/A	N/A	N/A	N/A	1.72	N/A	N/A	N/A	N/A
Rural Libraries Total Fund - Gross	2.31	2.45	6.44	6.44	N/A	N/A	N/A	N/A	1.79	N/A	N/A	N/A	N/A
Early Childhood Total Fund - Net	3.61	2.48	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Early Childhood Total Fund - Gross	3.65	2.54	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Tax Stabilization Reserve and Rural Libraries were funded in July 2019. Early Childhood was funded in August 2020.

SIC Permanent Fund Performance vs. Peers

NMSIC has unique objectives and its assets are allocated to best meet those goals. While performance relative to peer funds is not a specific objective for NMSIC, it is prudent to remain aware of the performance they deliver.

Land Grant Total Fund vs. Peers as of June 30, 2021

Fund Objective: The objectives of the Land Grant Permanent Fund are as follows:

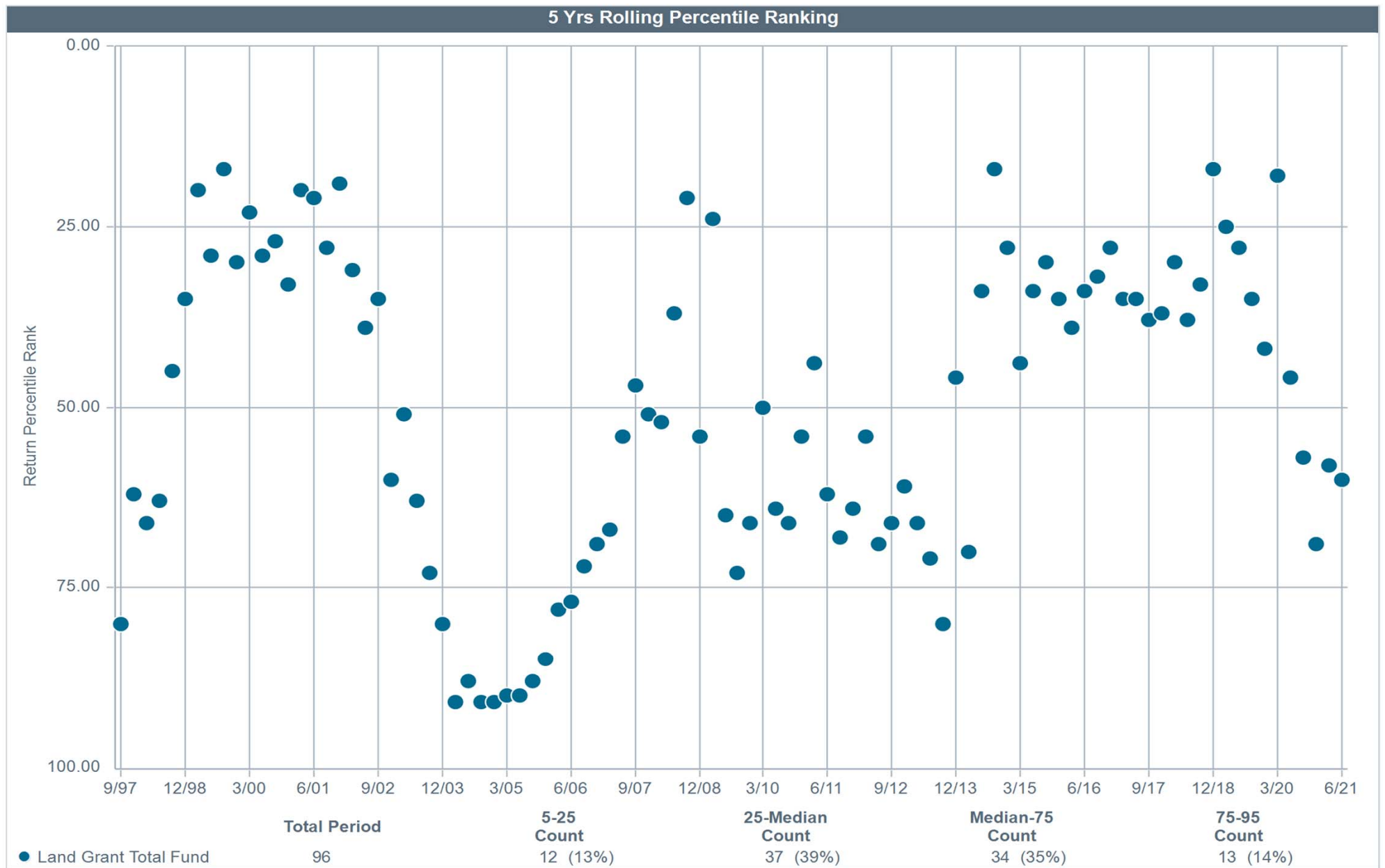
1. Provide the annual distribution to beneficiaries as defined in State statute;
2. Protect the purchasing power of the corpus of the fund such that future distributions from the fund stay stable or increase in economic value; and
3. Provide some growth in real value, to keep up with population growth and other growth factors of the beneficiaries.

	QTD	CYTD	FYTD	1 Year	3 Years	5 Years	7 Years	10 Years	FY 2020	FY 2019	FY 2018	FY 2017	FY 2016
Land Grant Total Fund	5.43	10.06	25.73	25.73	10.04	10.28	7.78	8.30	0.24	5.72	8.36	12.96	0.20
Land Grant Policy Index	5.51	9.45	25.20	25.20	10.27	10.11	7.89	8.42	1.10	5.92	8.25	11.52	0.70
All Public Plans (>\$1B) (Custom PG) Median	5.26	9.13	26.51	26.51	10.57	10.49	7.69	8.10	1.39	5.67	8.34	12.56	0.25
Land Grant Total Fund Rank	44	29	63	63	72	60	46	42	78	46	46	38	55
Land Grant Policy Index Rank	39	42	68	68	64	65	41	39	59	42	58	78	43
Population	93	92	92	92	85	84	82	78	102	62	38	36	34
All Public Plans (>\$10B) (Custom PG) Median	6.18	10.22	27.70	27.70	11.30	10.86	8.19	8.51	1.61	5.81	8.59	12.83	0.47
Land Grant Total Fund Rank	81	61	76	76	89	84	84	62	85	57	77	47	62
Land Grant Policy Index Rank	76	75	84	84	82	86	71	53	54	47	85	96	47
Population	22	21	21	21	19	19	19	19	27	17	14	14	14
All Public Plans - Total Fund Median	5.31	8.82	26.66	26.66	11.65	10.99	8.25	8.52	3.91	6.51	8.26	11.43	0.68
Land Grant Total Fund Rank	45	17	61	61	85	70	68	61	93	76	47	19	59
Land Grant Policy Index Rank	40	31	67	67	81	74	64	56	87	72	51	49	50
Population	707	704	699	699	653	624	563	499	933	761	600	579	538
Plan Sponsor Peer Group	Median	Average											
All Public Plans (>\$1B) (Custom PG)	\$3.7B	\$13.2B											
All Public Plans (>\$10B) (Custom PG)	\$23.0B	\$34.1B											
All Public Plans - Total Fund	\$95.1M	\$2.6B											

Performance shown is net of fees. Performance is annualized for periods greater than one year. Long-term allocation data is backfilled using data as of August 2011. Fund Objective Source: Annual Investment Plan.

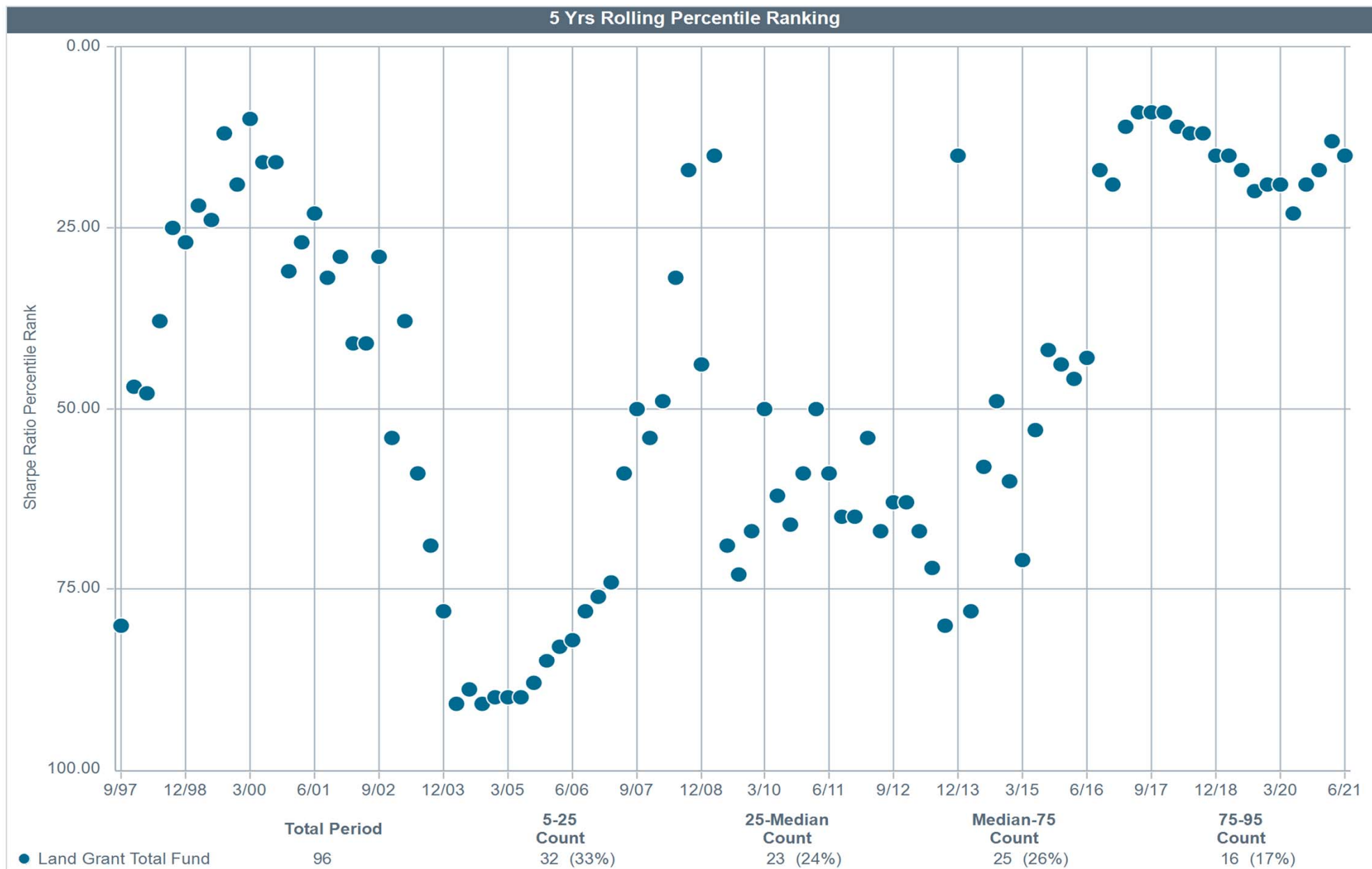


Land Grant Rolling Return 5-Year Peer Rank vs. All Public Plans >\$1B



Performance shown is net of fees. Performance is annualized for periods greater than one year.

Land Grant Rolling Sharpe Ratio 5-Year Peer Rank vs. All Public Plans >\$1B



Performance shown is net of fees. Performance is annualized for periods greater than one year. Sharpe ratio calculation assumes a risk free benchmark of ICE BofAML 3 Mo T-Bill Index.

Severance Tax Total Fund vs. Peers as of June 30, 2021

Fund Objective: The objectives of the Severance Tax Permanent Fund are as follows:

1. Provide the annual distribution to beneficiaries as defined in State statute;
2. Protect the purchasing power of the corpus of the fund such that future distributions from the fund stay stable or increase in economic value; and
3. Provide some growth in real value, to keep up with population growth and other growth factors of the beneficiaries.

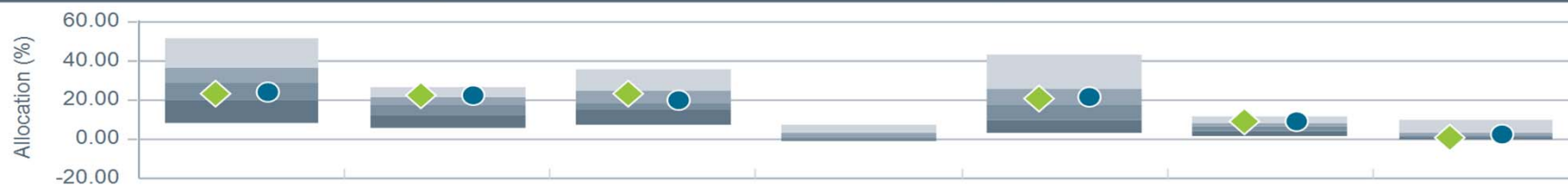
	QTD	CYTD	FYTD	1 Year	3 Years	5 Years	7 Years	10 Years	FY 2020	FY 2019	FY 2018	FY 2017	FY 2016
Severance Tax Total Fund	5.01	8.71	22.35	22.35	8.62	9.41	7.16	7.70	-0.60	5.37	8.43	12.80	0.28
Severance Tax Policy Index	5.00	8.12	23.80	23.80	9.90	9.95	7.78	8.34	1.17	5.98	8.41	11.68	0.68
All Public Plans (>\$1B) (Custom PG) Median	5.26	9.13	26.51	26.51	10.57	10.49	7.69	8.10	1.39	5.67	8.34	12.56	0.25
Severance Tax Total Fund Rank	65	62	91	91	92	87	80	69	88	60	44	41	49
Severance Tax Policy Index Rank	65	78	84	84	75	66	47	40	57	40	45	77	43
Population	93	92	92	92	85	84	82	78	102	62	38	36	34
All Public Plans (>\$10B) (Custom PG) Median	6.18	10.22	27.70	27.70	11.30	10.86	8.19	8.51	1.61	5.81	8.59	12.83	0.47
Severance Tax Total Fund Rank	89	85	93	93	94	92	92	88	93	62	71	51	54
Severance Tax Policy Index Rank	89	89	92	92	90	89	84	56	54	45	74	95	47
Population	22	21	21	21	19	19	19	19	27	17	14	14	14
All Public Plans - Total Fund Median	5.31	8.82	26.66	26.66	11.65	10.99	8.25	8.52	3.91	6.51	8.26	11.43	0.68
Severance Tax Total Fund Rank	68	55	88	88	95	89	84	84	97	83	44	21	57
Severance Tax Policy Index Rank	69	69	80	80	87	78	68	59	86	71	45	44	51
Population	707	704	699	699	653	624	563	499	933	761	600	579	538
Plan Sponsor Peer Group	Median	Average											
All Public Plans (>\$1B) (Custom PG)	\$3.7B	\$13.2B											
All Public Plans (>\$10B) (Custom PG)	\$23.0B	\$34.1B											
All Public Plans - Total Fund	\$95.1M	\$2.6B											

Performance shown is net of fees. Performance is annualized for periods greater than one year. Long-term allocation data is backfilled using data as of August 2011. Fund Objective Source: Annual Investment Plan.



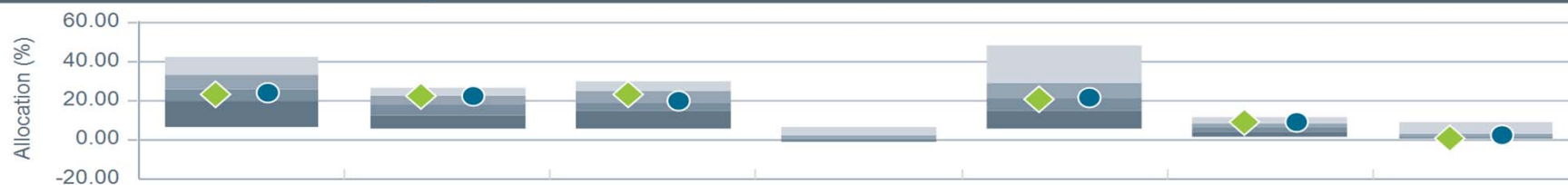
Asset Allocation vs. Peers as of June 30, 2021

Plan Sponsor TF Asset Allocation - All Public Plans > \$1 Billion



	US Equity	Global ex-US Equity	US Fixed	Global ex-US Fixed	Alternatives	Total Real Estate	Cash & Equivalents
◆ Land Grant Total Fund	23.64 (66)	22.35 (20)	23.21 (33)	N/A	20.76 (45)	8.82 (21)	1.23 (63)
● Severance Tax Total Fund	24.53 (61)	22.82 (19)	19.65 (43)	N/A	21.94 (35)	8.89 (19)	2.16 (37)
5th Percentile	51.94	26.44	35.96	7.31	43.34	12.03	10.17
1st Quartile	36.70	21.42	24.83	3.38	25.61	8.57	3.05
Median	28.77	17.42	18.52	0.78	17.51	6.26	1.76
3rd Quartile	20.03	12.59	14.87	0.12	10.16	4.22	0.87
95th Percentile	8.03	5.44	7.57	0.02	3.06	1.67	0.28
Population	129	125	116	45	97	100	68

Plan Sponsor TF Asset Allocation - All Public Plans > \$10 Billion

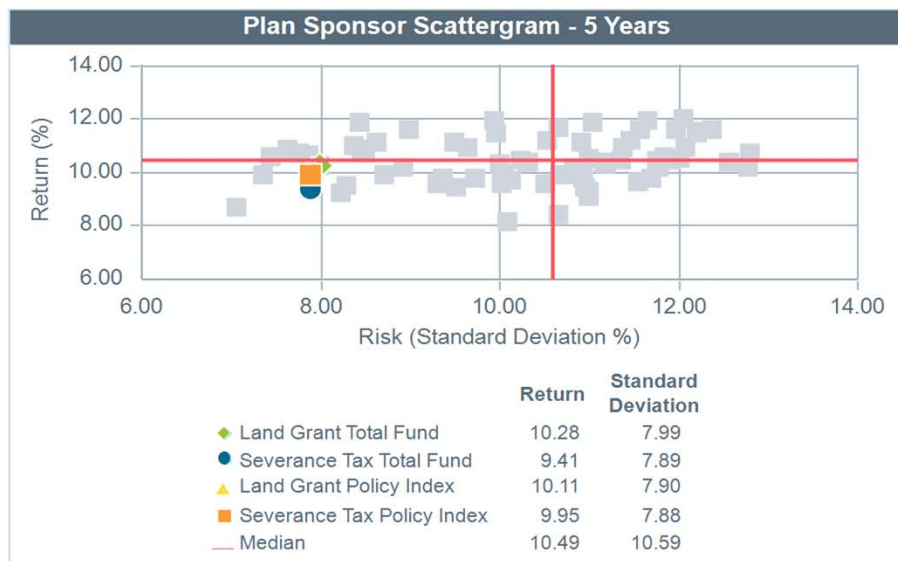


	US Equity	Global ex-US Equity	US Fixed	Global ex-US Fixed	Alternatives	Total Real Estate	Cash & Equivalents
◆ Land Grant Total Fund	23.64 (61)	22.35 (23)	23.21 (35)	N/A	20.76 (62)	8.82 (19)	1.23 (78)
● Severance Tax Total Fund	24.53 (55)	22.82 (20)	19.65 (46)	N/A	21.94 (47)	8.89 (15)	2.16 (49)
5th Percentile	42.91	26.95	29.85	6.98	48.01	11.80	9.40
1st Quartile	33.17	22.12	24.77	2.39	28.75	8.26	3.15
Median	25.94	18.34	18.98	0.42	21.50	6.53	2.03
3rd Quartile	19.72	12.55	14.83	0.11	14.72	4.42	1.26
95th Percentile	6.32	5.56	5.79	0.02	6.18	1.79	0.69
Population	47	44	42	24	37	39	27

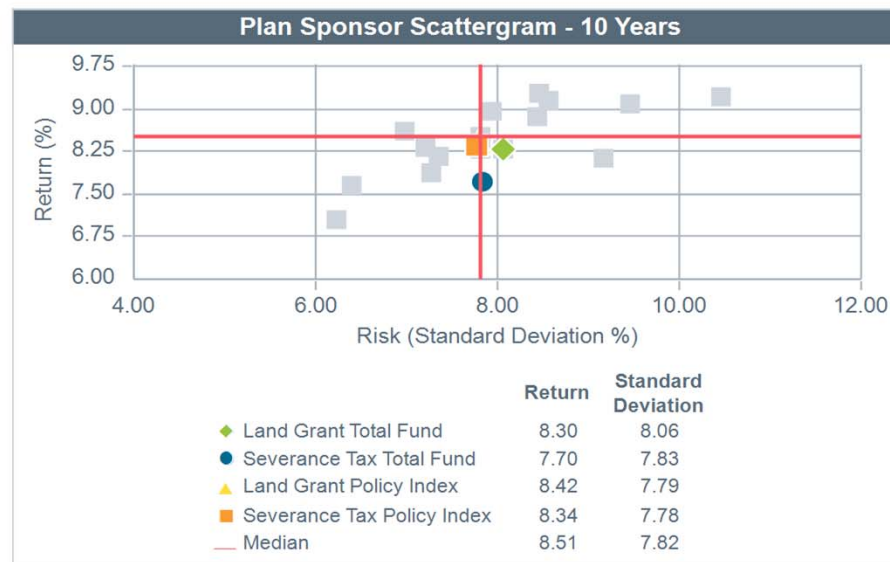
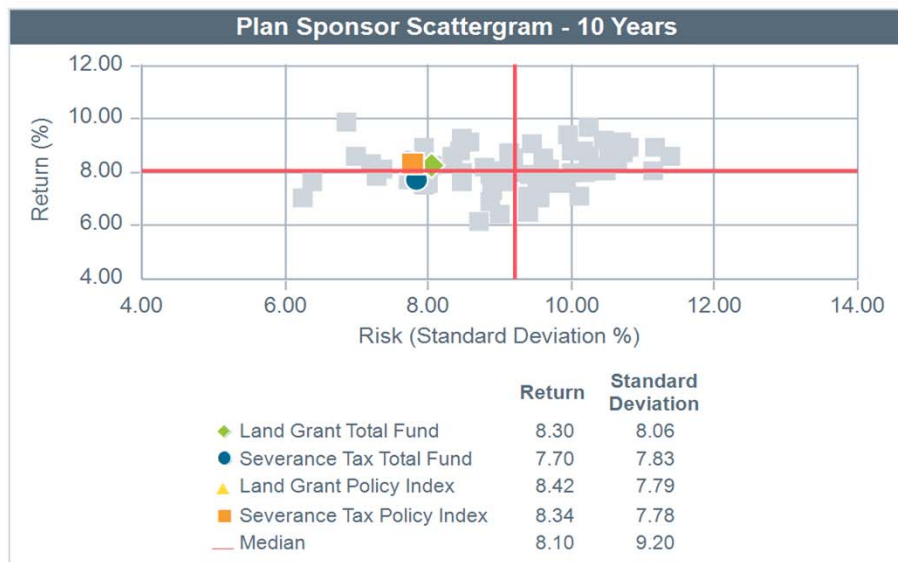
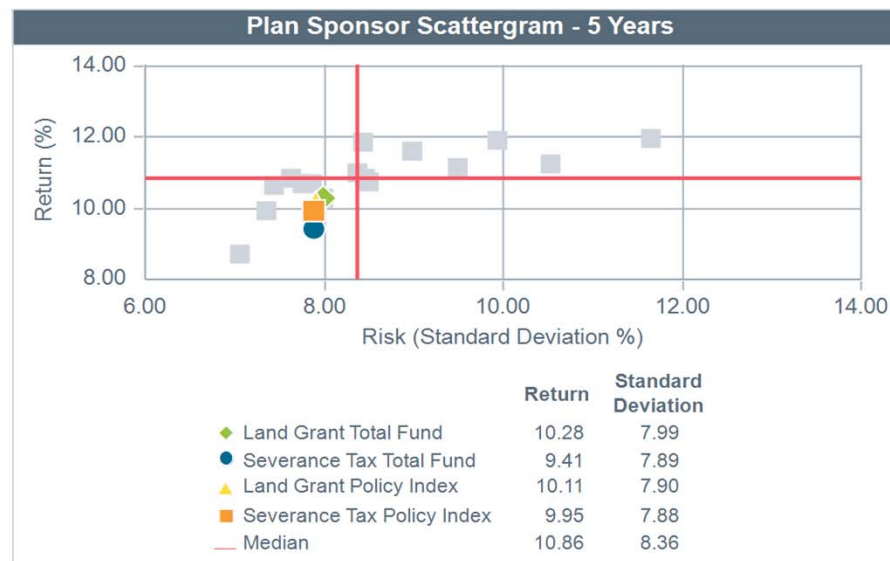
Parentheses contain percentile ranks. Alternatives include Absolute Return, Real Return, and Private Equity investments.
Severance Tax Total Fund Composite allocations exclude allocation to ETI.

Risk / Return vs. Peers as of June 30, 2021

All Public Plans > \$1B - Total Fund Universe



All Public Plans > \$10B - Total Fund Universe



Performance shown is net of fees. Calculation is based on quarterly periodicity.

Asset Class Performance



Asset Class Composite Performance

	Allocation	Performance (%)							
	Market Value (\$)	QTD	CYTD	FYTD	1 Year	3 Years	5 Years	7 Years	10 Years
US Equity Composite	7,704,980,508	8.25	15.94	45.32	45.32	17.72	17.15	13.24	13.66
Russell 3000 Index		8.24	15.11	44.16	44.16	18.73	17.89	13.95	14.70
Difference		0.01	0.83	1.16	1.16	-1.01	-0.74	-0.71	-1.04
All Public Plans-US Equity Segment Median		8.01	15.31	44.48	44.48	17.51	17.20	13.26	14.11
Rank		35	32	42	42	45	52	51	65
Non-US Equity Composite	7,087,471,640	4.96	9.28	36.01	36.01	9.74	11.95	5.93	5.22
Non-US Equity Custom Index		5.60	9.58	37.18	37.18	9.42	11.20	5.44	5.22
Difference		-0.64	-0.30	-1.17	-1.17	0.32	0.75	0.49	0.00
All Public Plans-Intl. Equity Segment Median		5.85	10.23	39.50	39.50	11.24	12.29	6.99	7.12
Rank		88	71	80	80	86	63	90	100
Core Fixed Income Composite	5,236,277,850	2.35	-0.90	2.10	2.10	6.02	4.22	4.03	4.65
Bloomberg US Agg Bond Index		1.83	-1.61	-0.34	-0.34	5.34	3.03	3.28	3.39
Difference		0.52	0.71	2.44	2.44	0.68	1.19	0.75	1.26
All Public Plans-US Fixed Income Segment Median		2.45	-0.28	3.12	3.12	6.19	4.28	3.97	4.16
Rank		58	73	60	60	55	52	49	33
Non-Core Fixed Income Composite	3,878,996,127	2.84	6.35	15.95	15.95	5.31	6.04	4.31	5.10
Non-Core FI Custom Index		2.02	5.68	16.18	16.18	3.01	4.97	4.01	5.55
Difference		0.82	0.67	-0.23	-0.23	2.30	1.07	0.30	-0.45
ICE BofAML 3 Mo US T-Bill Index+4%		0.98	2.00	4.10	4.10	5.39	5.22	4.90	4.65
Difference		1.86	4.35	11.85	11.85	-0.08	0.82	-0.59	0.45
Cash Equivalent Composite	428,098,288	0.01	0.02	0.06	0.06	2.39	1.87	1.37	1.29
ICE BofAML 3 Mo US T-Bill Index		0.00	0.02	0.09	0.09	1.34	1.17	0.87	0.63
Difference		0.01	0.00	-0.03	-0.03	1.05	0.70	0.50	0.66
Private Equity Composite (Ex. State)*	3,405,433,034	10.73	22.40	43.45	43.45	17.76	16.07	12.63	12.22
Cambridge US Prvt Eq Index (Lagged 1 Qtr)		10.05	22.61	48.11	48.11	17.68	17.51	14.35	14.43
Difference		0.68	-0.21	-4.66	-4.66	0.08	-1.44	-1.72	-2.21
MSCI All Country World Index (USD) (Net)+3%		8.19	13.97	43.44	43.44	18.00	18.05	13.04	13.20
Difference		2.54	8.43	0.01	0.01	-0.24	-1.98	-0.41	-0.98
Townsend-Reported Real Estate Composite*	2,986,072,985	2.74	5.87	6.32	6.32	4.83	6.73	8.76	9.26
NCREIF ODCE Index (Net) (Lagged 1 Qtr)		1.89	3.00	1.47	1.47	3.96	5.26	7.28	8.67
Difference		0.85	2.87	4.85	4.85	0.87	1.47	1.48	0.59
NCREIF/Townsend Wtd Index (Lagged 1 Qtr)		2.30	4.49	3.38	3.38	4.78	6.27	8.40	9.58
Difference		0.45	1.38	2.94	2.94	0.05	0.46	0.36	-0.32
Real Return Composite*	2,640,138,516	4.39	10.05	13.68	13.68	1.37	3.84	2.35	N/A
Real Return Custom Index		5.43	7.40	15.10	15.10	5.04	3.85	2.02	2.15
Difference		-1.04	2.65	-1.42	-1.42	-3.67	-0.01	0.33	N/A

Performance shown is gross of fees, except for Private Equity, Real Estate, and Real Return investments, which are shown net of fees. Performance is annualized for periods greater than one year. Fiscal year ends June 30. For other performance-related comments, please see the Addendum.

*Indicates performance is lagged. Cash Equivalent Composite performance includes payments received from the SIC's Administrative Fund and is reflected as income.



Asset Class: US Equity



NMSIC US Equity Structure Update

Recent Manager Hires:

- There were no new managers funded during the quarter.

Recent Manager Terminations:

- There were no managers terminated during the quarter.

Target Changes:

- Policy Targets as of 1/1/2021
 - 20% LGPF and STPF

Manager Events:

- There were no significant manager events during the quarter.

Performance Commentary:

- The US Equity Composite outperformed the Russell 3000 Index during the quarter (8.25% vs. 8.24%). Relative outperformance was primarily driven by US large cap stocks, investments in T. Rowe Price LC Growth outperformance.
- The US large cap equity composite outperformed the Russell 1000 Index by 9 basis points for the quarter.
- The US small/mid cap composite outperformed its custom index by 26 basis points over the quarter.
- Overweight allocations to Energy and Communication Services combined with underweight allocations to Utilities and Consumer Staples were the biggest contributors to relative performance during the quarter.

NMSIC US Equity as of June 30, 2021

Investment Policy Objectives - Asset Class Composites

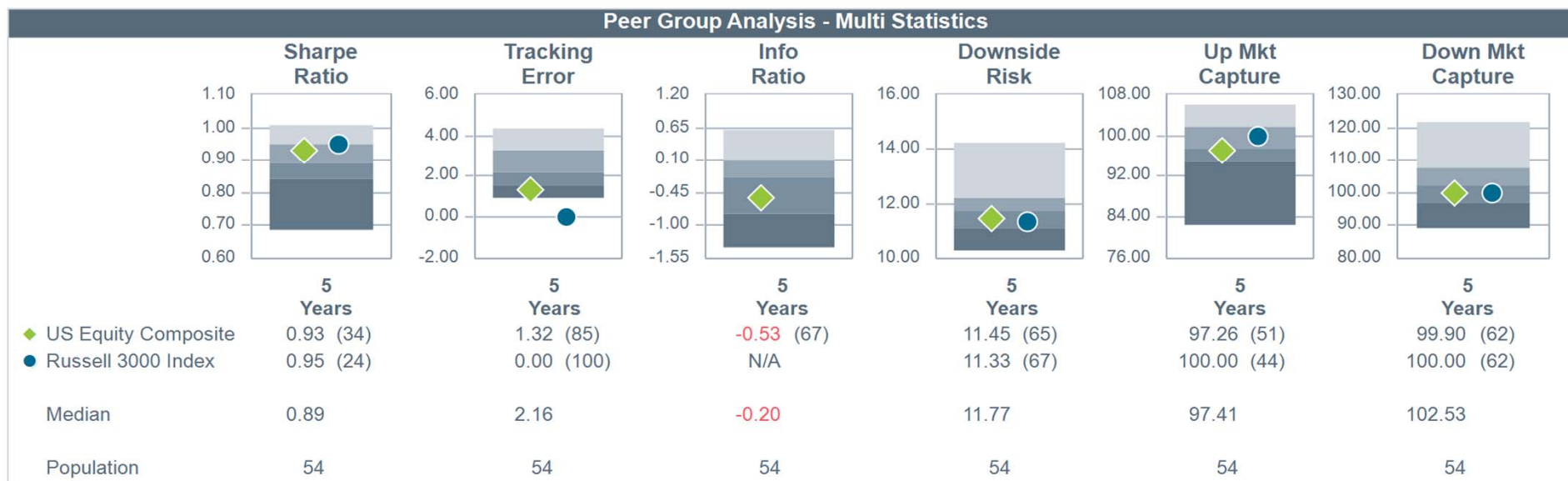
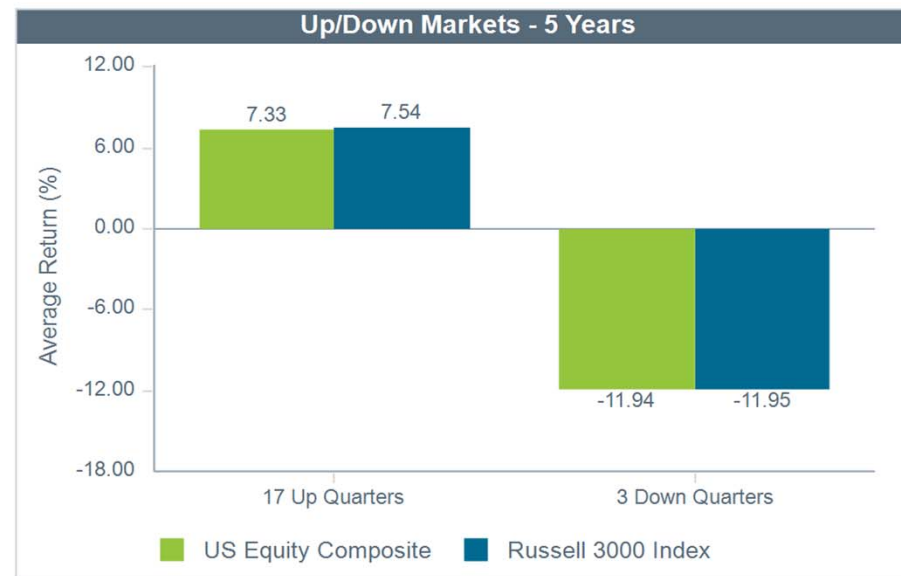
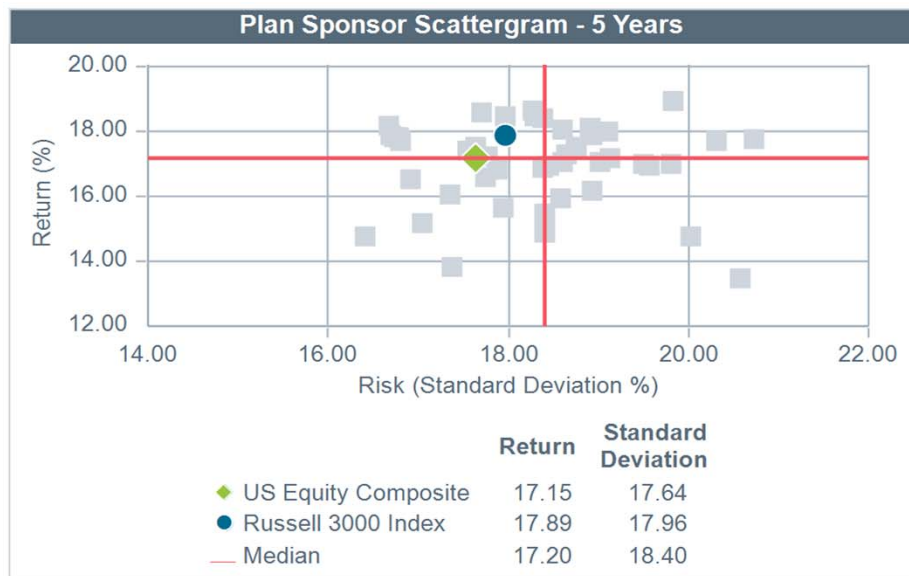
US Equity	Performance Objectives	Meets Objective	Performance	5 Years
	Exceed the return of the Russell 3000 Index on a gross-of-fees basis over a trailing five-year period.	No	US Equity Composite	17.15
			Russell 3000 Index	17.89
			Difference	-0.74
US Equity	Objective	Meets Objective	Explanation	
	Rank at a minimum in the top two-thirds of a nationally recognized plan sponsor universe of equity segments possessing a similar style.	Yes	US Equity underperformed due to the portfolio's defensive structure, and exposure to non-traditional beta which lagged more traditional strategies over the trailing 5 year period. For the same time period, the fund had a percentile ranking of 52 when compared to other US Equity segments within the All Public Plans Universe.	

	QTD	CYTD	FYTD	1 Year	3 Years	5 Years	7 Years	10 Years
NMSIC US Equity Composite - Gross	8.25	15.94	45.32	45.32	17.72	17.15	13.24	13.66
Russell 3000 Index	8.24	15.11	44.16	44.16	18.73	17.89	13.95	14.70
All Public Plans-US Equity Segment Median	8.01	15.31	44.48	44.48	17.51	17.20	13.26	14.11
Rank	35	32	42	42	45	52	51	65
NMSIC US Equity Composite - Net	8.21	15.88	45.21	45.21	17.58	16.97	13.04	13.44
Russell 3000 Index	8.24	15.11	44.16	44.16	18.73	17.89	13.95	14.70
US Large Cap Equity Composite	8.63	15.64	43.51	43.51	17.98	17.27	13.63	13.85
Russell 1000 Index	8.54	14.95	43.07	43.07	19.16	17.99	14.16	14.90
US Small/Mid Cap Equity Composite	4.55	18.57	64.65	64.65	14.62	15.44	9.72	11.56
US Small/Mid Cap Equity Custom Index	4.29	17.54	62.03	62.03	14.59	16.36	11.70	12.70

Performance shown is gross of fees, except where noted otherwise. Performance is annualized for periods greater than one year.

NMSIC US Equity as of June 30, 2021 - Continued

All Public Plans – US Equity Segment



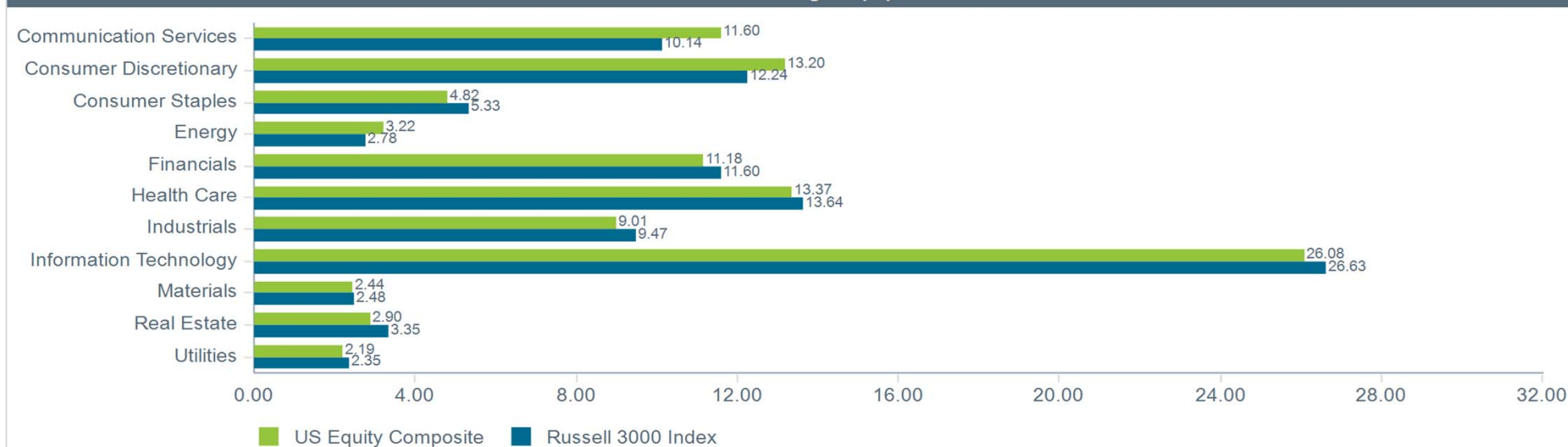
Performance shown is gross of fees. Calculation is based on quarterly periodicity. Parentheses contain percentile ranks.

NMSIC US Equity as of June 30, 2021 - Continued

Distribution of Market Capitalization (%)



Sector Weights (%)



Asset Class: Non-US Equity



NMSIC Non-US Equity Structure Update

Recent Manager Hires:

- There were no new managers funded during the quarter.

Recent Manager Terminations:

- There were no managers terminated during the quarter.

Target Changes:

- Policy Targets as of 1/1/2021
 - 20% LGPF and STPF

Manager Events:

- There were no significant manager events during the quarter.

Performance Commentary:

- The non-US equity composite underperformed its custom index (4.96% vs. 5.60%). During the quarter, the developed markets composite outperformed its custom index by 14 basis points, driving results for the broad asset class. Relative performance from active managers within the developed markets composite was generally positive, led by Neuberger Berman Int'l, which outperformed the MSCI EAFE Index by 335 basis points.
- The emerging markets composite underperformed the MSCI Emerging Markets Index by 97 basis points, during the quarter. Of the active managers, William Blair underperformed the MSCI emerging markets index by 190 basis points and BlackRock Emg Mkts Opp Fund underperformed MSCI emerging markets by 5 basis points.
- Overweight allocations to Utilities and Communication Services combined with underweight allocations to Energy and Materials were the biggest detractors during the quarter.

NMSIC Non-US Equity as of June 30, 2021

Investment Policy Objectives - Asset Class Composites

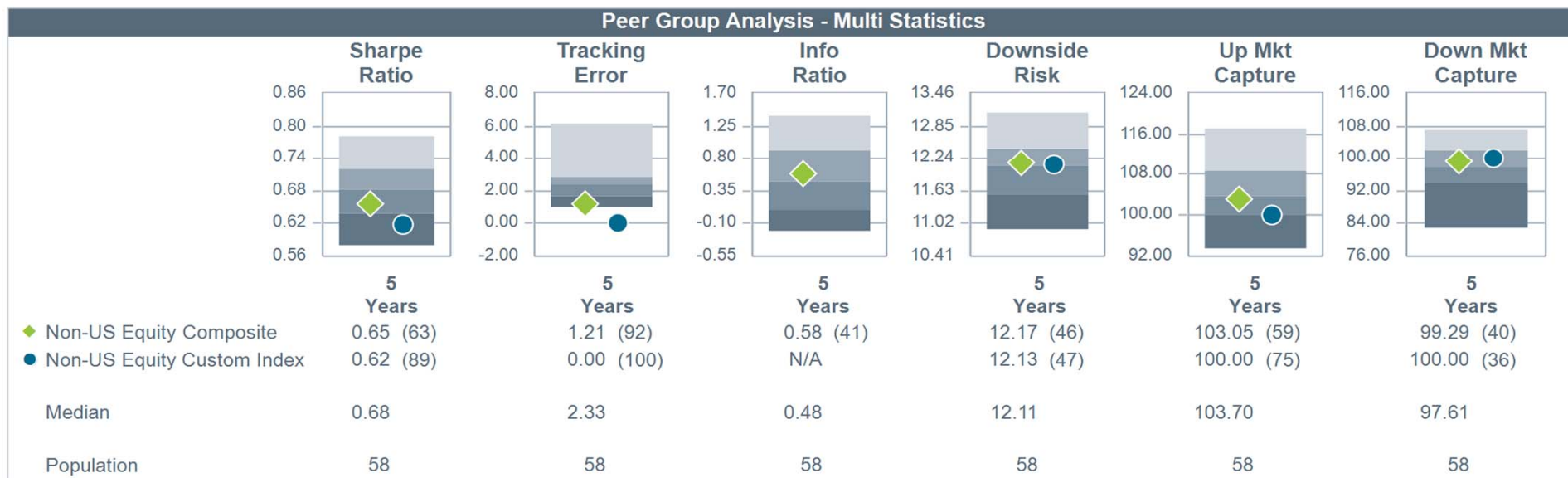
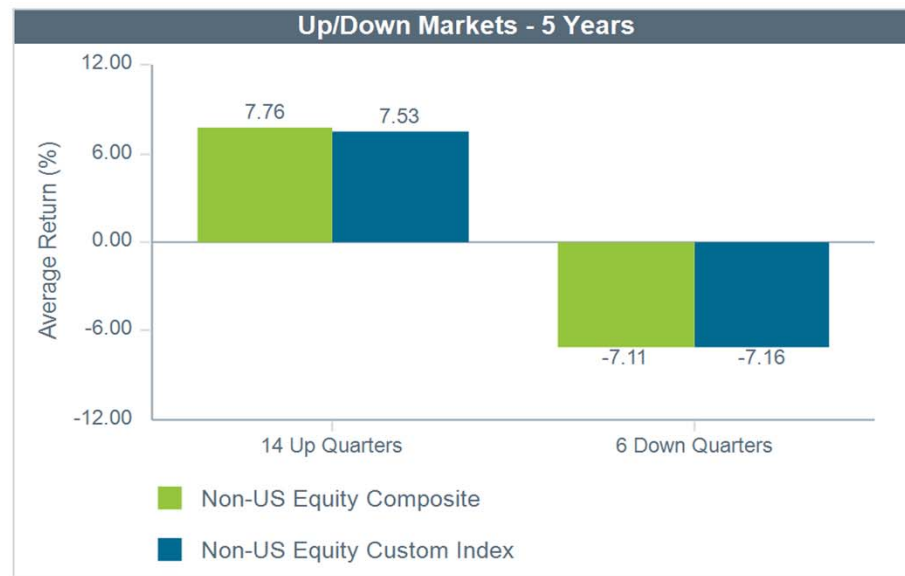
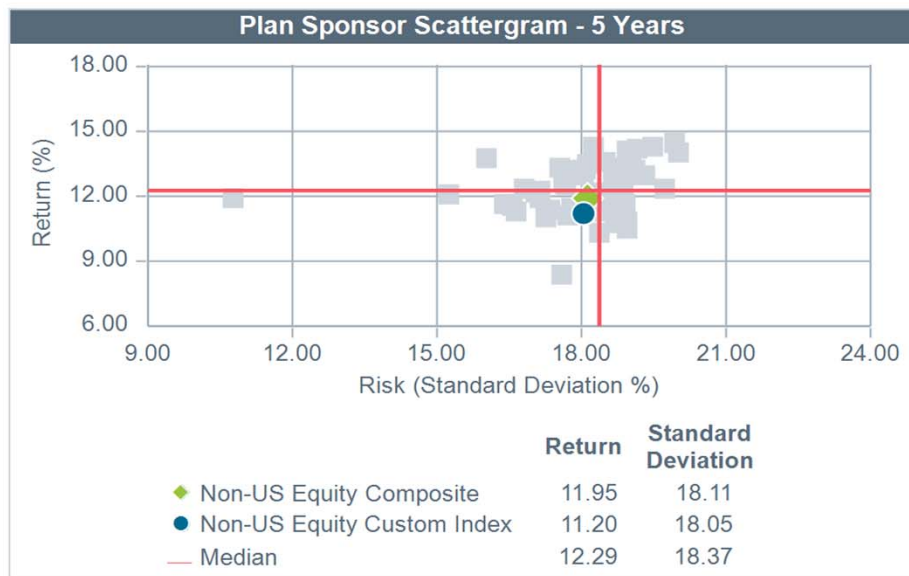
Non-US Equity	Performance Objectives	Meets Objective	Performance	5 Years
	Exceed the return of the Non-US Equity Custom Index on a gross-of-fees basis over a trailing five-year period.	Yes	Non-US Equity Composite	11.95
			Non-US Equity Custom Index	11.20
			Difference	0.75
Non-US Equity	Objective	Meets Objective	Explanation	
	Rank at a minimum in the top two-thirds of a nationally recognized plan sponsor universe of equity segments possessing a similar style.	Yes	Non-US Equity performance was driven by alpha generated by active managers in both developed and emerging markets, with MFS Int'l Large Cap Growth and William Blair Emg Mkts being the primary contributors to outperformance. For the trailing 5 year period, the fund had a percentile ranking of 63 when compared to other Non-US Equity segments within the All Public Plans Universe.	

	QTD	CYTD	FYTD	1 Year	3 Years	5 Years	7 Years	10 Years
NMSIC Non-US Equity Composite - Gross	4.96	9.28	36.01	36.01	9.74	11.95	5.93	5.22
<i>Non-US Equity Custom Index</i>	5.60	9.58	37.18	37.18	9.42	11.20	5.44	5.22
All Public Plans-Intl. Equity Segment Median	5.85	10.23	39.50	39.50	11.24	12.29	6.99	7.12
Rank	88	71	80	80	86	63	90	100
NMSIC Non-US Equity Composite - Net	4.81	9.03	35.60	35.60	9.38	11.57	5.54	4.88
<i>Non-US Equity Custom Index</i>	5.60	9.58	37.18	37.18	9.42	11.20	5.44	5.22
Non-US Developed Markets Composite	5.18	9.96	34.93	34.93	8.98	11.54	6.25	6.88
<i>Non-US Developed Markets Custom Index</i>	5.04	8.86	33.57	33.57	8.28	10.53	5.20	6.06
Non-US Emerging Markets Composite	4.08	6.58	40.76	40.76	13.10	14.13	7.10	3.86
<i>MSCI Emg Mkts Index (USD) (Net)</i>	5.05	7.45	40.90	40.90	11.27	13.03	6.35	4.29

Performance shown is gross of fees, except where noted otherwise. Performance is annualized for periods greater than one year.

NMSIC Non-US Equity as of June 30, 2021 - Continued

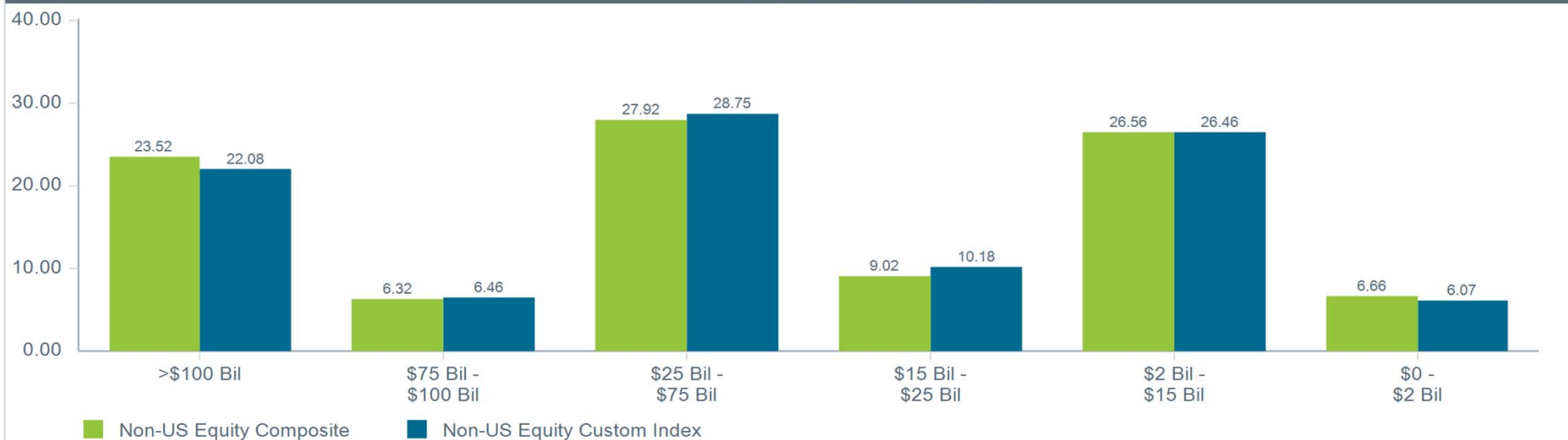
All Public Plans – Non-US Equity Segment



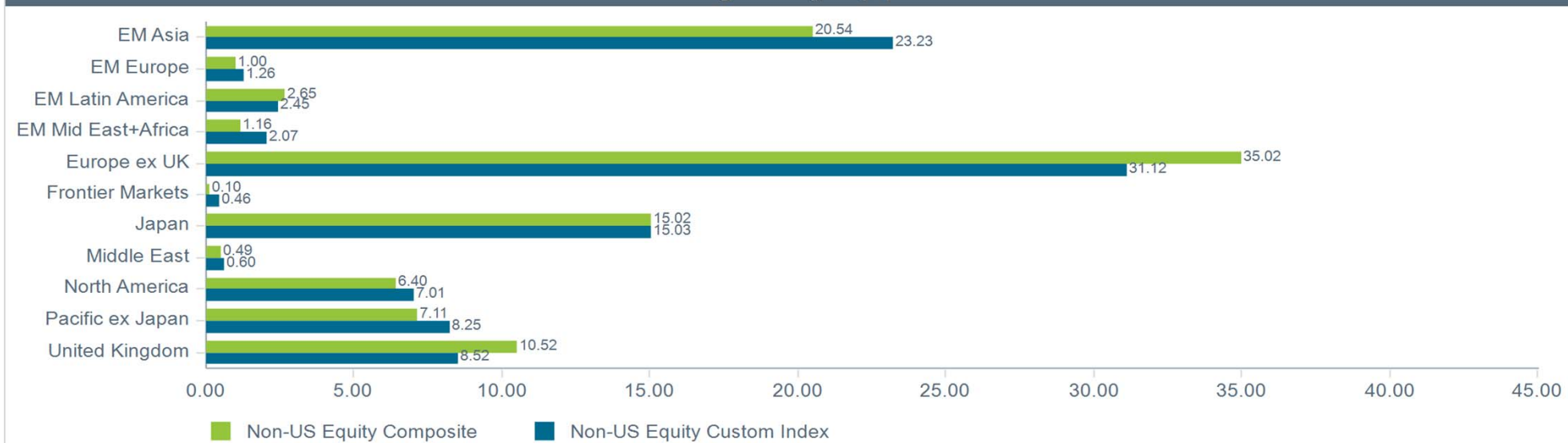
Performance shown is gross of fees. Calculation is based on quarterly periodicity. Parentheses contain percentile ranks.

NMSIC Non-US Equity as of June 30, 2021 - Continued

Distribution of Market Capitalization (%)



Region Weights (%)



Asset Class: Fixed Income



NMSIC Fixed Income Structure Update

Recent Manager Hires:

- There were no new managers funded during the quarter.

Recent Manager Terminations:

- There were no managers terminated during the quarter.

Target Changes:

- Policy Targets as of 1/1/2021
 - 10% Core FI / 15% Non-Core FI - LGPF
 - 12% Core FI / 12% Non-Core FI - STPF

Manager Events:

- There were no significant manager events during the quarter.

Performance Commentary:

- Over the quarter, the core fixed income composite outperformed the Bloomberg US Aggregate Bond Index (2.35% vs 1.83%) by 52 basis points.
- During the same period, non-core fixed income outperformed its custom benchmark (2.84% vs 2.02%) by 82 basis points and outperformed the ICE BofAML 3 Mo US T-Bill Index+4% (2.84% vs 0.98%) by 186 basis points.

NMSIC Fixed Income as of June 30, 2021

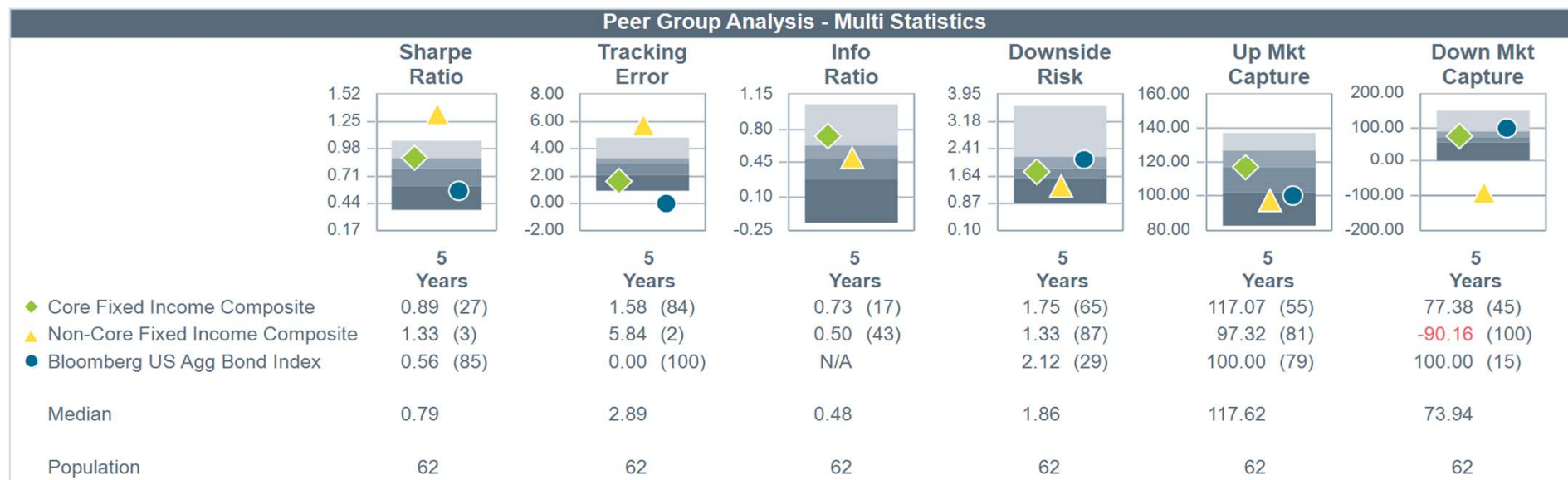
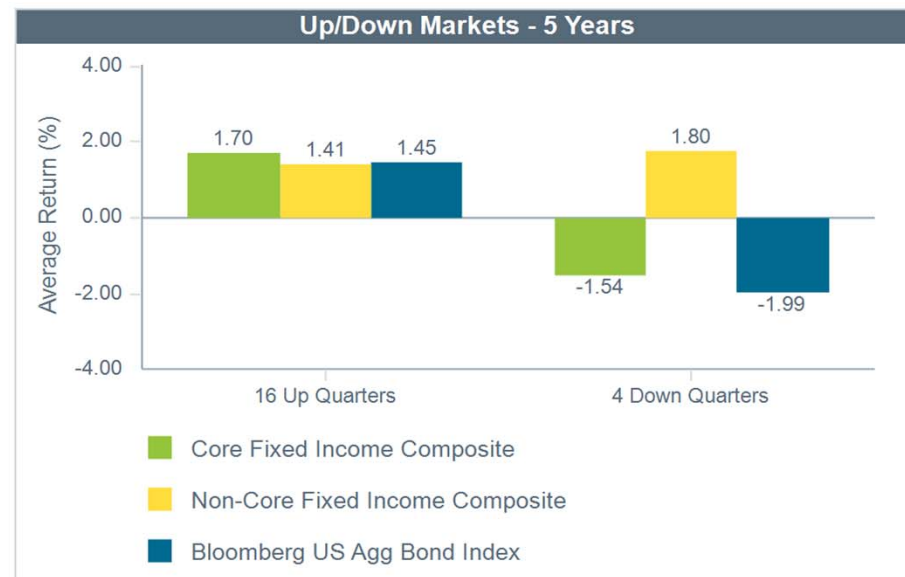
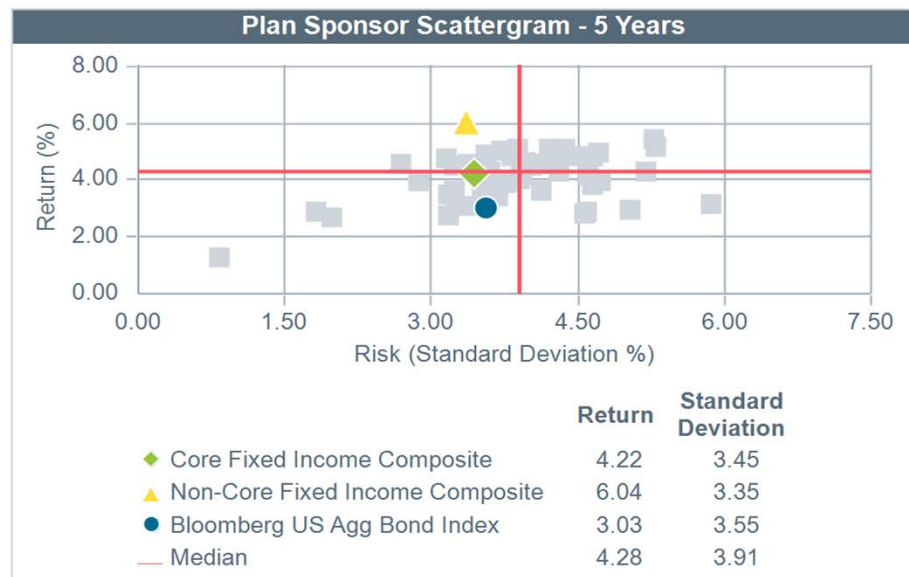
Investment Policy Objectives - Asset Class Composites

Core Fixed Income	Performance Objectives	Meets Objective	Performance		5 Years			
	Exceed the return of the Bloomberg US Agg Bond Index on a gross-of-fees basis over a trailing five-year period.	Yes	Core Fixed Income Composite		4.22			
			Bloomberg US Agg Bond Index		3.03			
			Difference		1.19			
	Objective	Meets Objective	Explanation					
	Rank at a minimum in the top two-thirds of a nationally recognized plan sponsor universe of fixed income segments possessing a similar style.	Yes	The Core Fixed Income portfolio outperformed its benchmark as a result of differences in structure and market exposure. Specifically, BlackRock and Loomis Sayles provided significant alpha for the portfolio. For the trailing 5 year period, the fund had a percentile ranking of 52 when compared to other US Fixed Income segments within the All Public Plans Universe.					
Non-Core Fixed Income	Performance Objective	Meets Objective	Performance		5 Years			
	Exceed the return of the Non-Core FI Custom Index on a gross-of-fees basis over a trailing five-year period.	Yes	Non-Core Fixed Income Composite		6.04			
			Non-Core FI Custom Index		4.97			
	Difference		1.07					
			Explanation					
			Over the trailing 5 year period, returns from absolute return strategies and fixed income hedge funds in the non-core fixed income pool were enough to offset the underperformance from the unconstrained fixed income pool.					
	QTD	CYTD	FYTD	1 Year	3 Years	5 Years	7 Years	10 Years
Core Fixed Income Composite	2.35	-0.90	2.10	2.10	6.02	4.22	4.03	4.65
<i>Bloomberg US Agg Bond Index</i>	<i>1.83</i>	<i>-1.61</i>	<i>-0.34</i>	<i>-0.34</i>	<i>5.34</i>	<i>3.03</i>	<i>3.28</i>	<i>3.39</i>
<i>All Public Plans-US Fixed Income Segment Median</i>	<i>2.45</i>	<i>-0.28</i>	<i>3.12</i>	<i>3.12</i>	<i>6.19</i>	<i>4.28</i>	<i>3.97</i>	<i>4.16</i>
<i>Rank</i>	<i>58</i>	<i>73</i>	<i>60</i>	<i>60</i>	<i>55</i>	<i>52</i>	<i>49</i>	<i>33</i>
Non-Core Fixed Income Composite	2.84	6.35	15.95	15.95	5.31	6.04	4.31	5.10
<i>Non-Core FI Custom Index</i>	<i>2.02</i>	<i>5.68</i>	<i>16.18</i>	<i>16.18</i>	<i>3.01</i>	<i>4.97</i>	<i>4.01</i>	<i>5.55</i>
<i>ICE BofAML 3 Mo US T-Bill Index+4%</i>	<i>0.98</i>	<i>2.00</i>	<i>4.10</i>	<i>4.10</i>	<i>5.39</i>	<i>5.22</i>	<i>4.90</i>	<i>4.65</i>

Performance shown is gross of fees, except where noted otherwise. Performance is annualized for periods greater than one year.

NMSIC Fixed Income as of June 30, 2021

All Public Plans – US Fixed Income Segment



Performance shown is gross of fees. Calculation is based on quarterly periodicity. Parentheses contain percentile ranks.

Asset Class: Alternative Investments



Investment Policy Review

Investment Policy Objectives - Asset Class Composites

Private Equity	Performance Objectives	Meets Objective	Performance		5 Years				
	Exceed the return of the Cambridge US Prvt Eq Index (Lagged 1 Qtr) on a net-of-fees basis over a trailing five-year period.		Private Equity Composite (Ex. State)*		16.07				
			Cambridge US Prvt Eq Index (Lagged 1 Qtr)		17.51				
			Difference		-1.44				
Explanation		Over the trailing five-year period, the Private Equity Composite (Ex. State) returned 16.07% vs. 17.51% for the Cambridge US Prvt Eq Index (Lagged 1 Qtr).							
Real Estate	Performance Objective	Meets Objective	Performance		5 Years				
	Exceed the return of the NCREIF ODCE Index (Net) (Lagged 1 Qtr) on a gross-of-fees basis over a trailing five-year period.		Townsend-Reported Real Estate Composite*		6.73				
		NCREIF ODCE Index (Net) (Lagged 1 Qtr)		5.26					
		NCREIF/Townsend Wtd Index (Lagged 1 Qtr)		6.27					
Explanation		Meets Objective	Over the trailing five-year period, the Townsend-Reported Real Estate Composite returned 6.73% vs. 5.26% for the NCREIF ODCE Index (Net) (Lagged 1 Qtr) and 6.27% for the NCREIF/Townsend Wtd Index (Lagged 1 Qtr).						
Exceed the return of the NCREIF/Townsend Wtd Index (Lagged 1 Qtr) on a gross-of-fees basis over a trailing five-year period.	Yes								
Real Return	Performance Objectives	Meets Objective	Performance		5 Years				
	Exceed the return of the Real Return Custom Index on a net-of-fees basis over a trailing five-year period.		Real Return Composite*		3.84				
			Real Return Custom Index		3.85				
			Difference		-0.01				
Explanation		Over the trailing five-year period, the Real Return Composite returned 3.84% vs. 3.85% for the Real Return Custom Index.							
QTD CYTD FYTD 1 3 5 7 10									
Year Years Years Years Years									
Private Equity Composite (Ex. State) - Net* 10.73 22.40 43.45 43.45 17.76 16.07 12.63 12.22									
Cambridge US Prvt Eq Index (Lagged 1 Qtr)10.0522.6148.1148.1117.6817.5114.3514.43									
MSCI All Country World Index (USD) (Net)+3%8.1913.9743.4443.4418.0018.0513.0413.20									
Townsend-Reported Real Estate Composite - Net* 2.74 5.87 6.32 6.32 4.83 6.73 8.76 9.26									
NCREIF ODCE Index (Net) (Lagged 1 Qtr)1.893.001.471.473.965.267.288.67									
NCREIF/Townsend Wtd Index (Lagged 1 Qtr)2.304.493.383.384.786.278.409.58									
Real Return Composite - Net* 4.39 10.05 13.68 13.68 1.37 3.84 2.35 N/A									
Real Return Custom Index5.437.4015.1015.105.043.852.022.15									

Performance shown is net of fees, except where noted otherwise. Performance is annualized for periods greater than one year. *Indicates performance is lagged 1 quarter.

Supplemental Information



Addendum

Performance Related Comments

- Performance shown is gross of fees unless otherwise noted. Performance is annualized for periods greater than one year. Fiscal year ends on June 30.
- Private Equity, Real Estate, and Townsend-Reported Other Real Return investments are lagged 1 quarter, and performance assumes a 0.00% return during interim-quarter months.
- Market values shown for the Real Estate and Other Real Return composites may differ from Townsend-reported data due to factors such as timing, pending contributions or distributions, differing valuation sources, or historical updates. As such, the underlying constituents may not sum up to the total respective asset class composite.
- With the exception of Financial Real Return investments, performance shown for the Real Return investments assumes a 0.00% return during interim-quarter months.
- Indices show N/A for since inception returns when the fund contains more history than the corresponding benchmark.
- Since Inception dates reflect first month of reliable and verifiable data and may not reflect the actual full month following initial funding.
- RVK began calculating performance in May 2011 using data provided by J.P. Morgan. Historical performance prior to this date was provided by NEPC.
- Performance and market values for Total Fund Composites and the Cash Equivalent Composite may not match J.P. Morgan. RVK includes Beta Overlay Futures and Options within each Total Fund Composite, as well as Beta Overlay Cash within the Cash Equivalent Composite.
- *Indicates performance is lagged 1 quarter.
- Due to the Severance Tax portfolio's current composition, overall valuation of the Severance Tax State PE program is heavily influenced by changes in valuation of its largest holdings. During the last reporting period, significant markdowns were recorded in some of the largest positions in the program. Note that some of these same positions saw a significant increase in valuation in 2018 and that this portfolio will continue to experience higher levels of volatility.
- February 2020 Cash Equivalent Composite performance includes payments received from the SIC's Administrative Fund and is reflected as income.
- As of 06/30/2021, fees have been estimated until available.

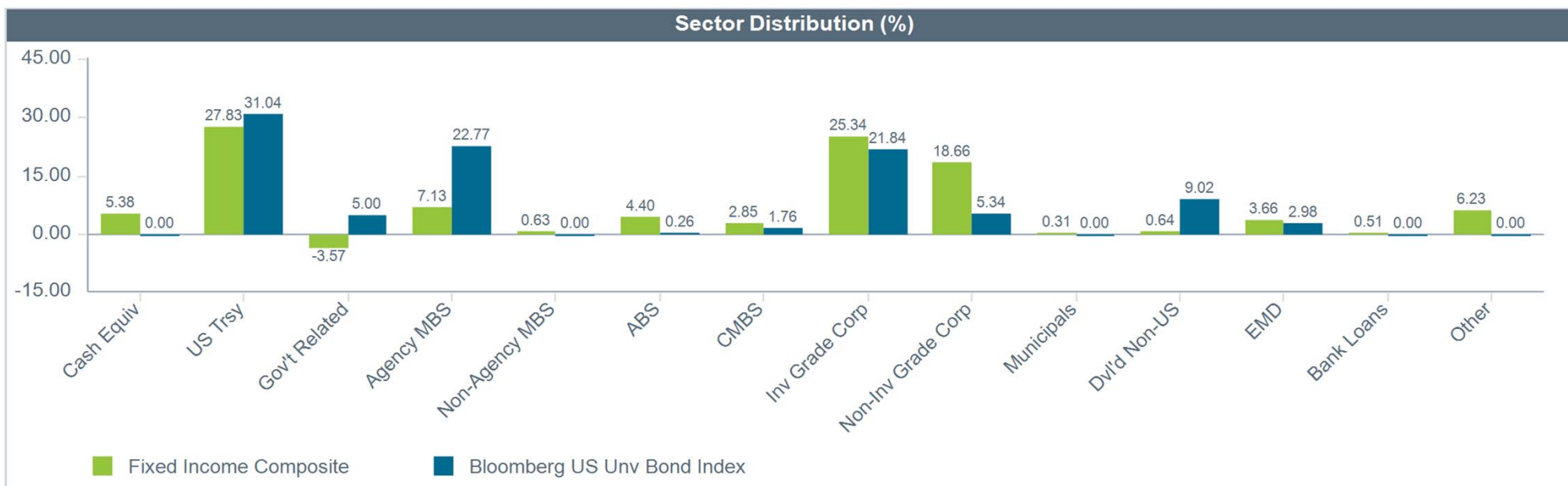
Custom Index Comments

- **Land Grant Policy Index** is based on the target allocation and currently consists of 20% Russell 3000 Index, 20% Non-US Equity Custom Index, 10% Bloomberg US Agg Bond Index, 15% Non-Core Fixed Income Custom Index, 10% Real Return Custom Index, 12% NCREIF ODCE Index (AWA) (Net) (Lagged 1 Qtr) and 13% Land Grant Private Equity Composite.
- **Severance Tax Policy Index** is based on the target allocation and currently consists of 20% Russell 3000 Index, 20% Non-US Equity Custom Index, 12% Bloomberg US Agg Bond Index, 12% Non-Core Fixed Income Custom Index, 10% Real Return Custom Index, 12% NCREIF ODCE Index (AWA) (Net) (Lagged 1 Qtr) and 14% Severance Tax Private Equity Composite.
- **Global Equity Custom Index** consists of 70% Russell 3000 Index, 18% MSCI EAFE Index (Net), and 12% MSCI Emg Mkts Index (Net) through December 2000; 70% Russell 3000 Index and 30% 60% EAFE/40% MSCI Emg Mkts Index through October 2015; 64% Russell 3000 Index, 28% MSCI EAFE Index (Net), and 8% MSCI Emg Mkts Index (Net) through June 2016; 59% Russell 3000 Index, 32% MSCI EAFE Index (Net), and 9% MSCI Emg Mkts Index (Net) through April 2018, 54.5% Russell 3000 Index, 37.5% MSCI EAFE Index (Net), and 8% MSCI Emg Mkts Index (Net) through February 2019 and 100% MSCI ACW IM Index (USD) (Net) thereafter.
- **US Small/Mid Cap Equity Custom Index** consists of 70% Russell 2000 Index and 30% Russell Mid Cap Index through April 2019, and 100% Russell 2000 Index thereafter.
- **Non-US Equity Custom Index** consists of 60% MSCI EAFE Index (Net) and 40% MSCI Emg Mkts Index (Net) through October 2015, and the MSCI ACWI ex-US IM Index (Net) thereafter.
- **Non-US Developed Markets Custom Index** consists of the MSCI EAFE Index (Net) through November 2015 and the MSCI EAFE IM Index (Net) thereafter.
- **Core Fixed Income Custom Index** consists of 10% Bloomberg US Trsy Index, 5% Bloomberg US Gov't/Crdt 1-3Yr Bond Index, 15% Bloomberg US Corp IG Index, 55% Bloomberg US Unv Bond Index, and 15% ICE BofAML HY US Corp Cash Pay BB-B 1-5Yr Constrained Index.
- **Non-Core Fixed Income Custom Index** consists of 20% ICE BofAML US Hi Yld Master II Index, 30% CS Lvg'd Loan Index (1 Mo Lag), 20% ICE BofA US Hi Yld CCC & Lower Index (1 Mo Lag), and 30% ICE BofAML US Hi Yld Master II Index (1 Mo Lag).
- The Private Equity benchmark was updated to the Cambridge US Prvt Eq Index (Lagged 1 Qtr) in November 2014.
- **NCREIF/Townsend Wtd Index** is calculated by Townsend, lagged 1 quarter, and is a weighted benchmark based on target allocations to each real estate sector in the universe.
- **Real Return Custom Index** consists of 35% Bloomberg US Trsy US TIPS Index, 25% Bloomberg Commodity Index (TR), 20% NCREIF Timberland Index, and 20% CPI+3%.

NMSIC Fixed Income as of June 30, 2021

Fixed Income Characteristics vs. the Bloomberg US Unv Bond Index

Portfolio Characteristics		
	Portfolio	Benchmark
Effective Duration	4.86	6.36
Avg. Maturity	6.95	8.43
Avg. Quality	A3	N/A
Yield To Maturity (%)	2.23	1.86
Coupon Rate (%)	3.16	2.89
Current Yield (%)	3.03	N/A

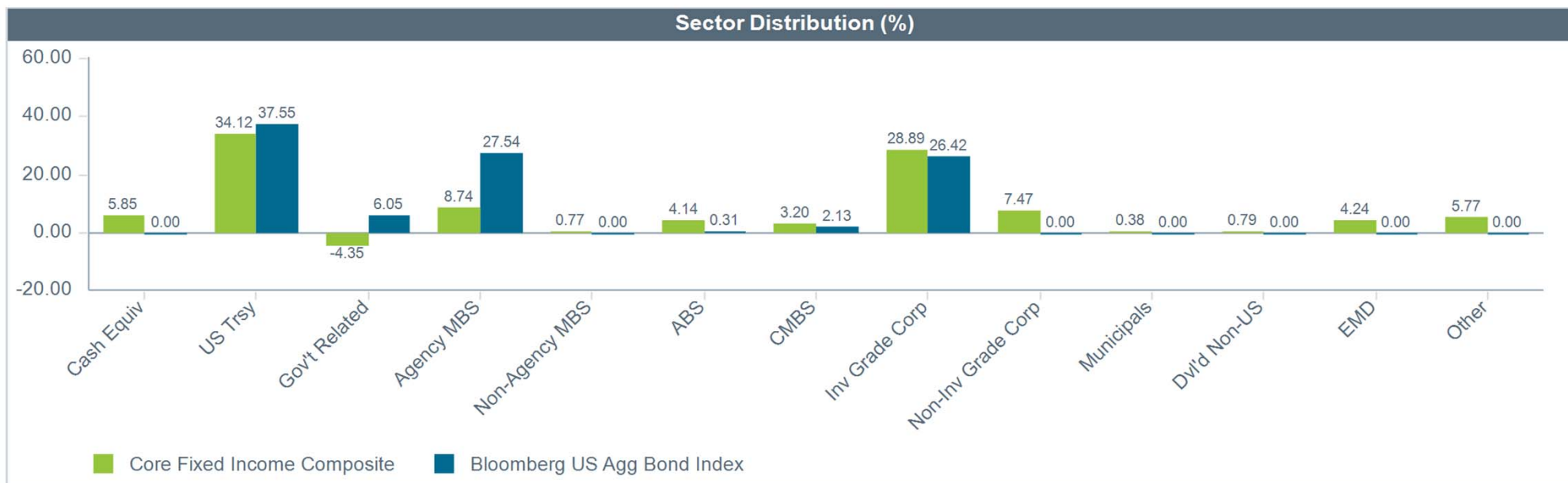


Characteristics shown represent the Core Fixed Income composite, as well as, Loomis Sayles Unconstrained, Shenkman High Yield Short Duration, and the Bank Loan Pool from the Non-Core Fixed Income composite. Negative sector allocation reflects the managers' use of derivatives, short selling, or interest rate swaps. Allocation to "Other" consists of Swaps, RMBS, Euro/Yankee securities, Convertibles, Non-USD currency, and CLOs held by the underlying managers. As of 06/30/2021, Voya Floating Rate Bank Loans and Credit Suisse Floating Bank Loans are undergoing liquidation and have been excluded from portfolio characteristics. Voya Floating Rate Bank Loan currently consists of 93.54% Cash Equivalents and 6.46% Bank Loans. Credit Suisse Floating Bank Loans currently consists of 95.01% Cash Equivalents and 4.99% Bank Loans.

NMSIC Core Fixed Income as of June 30, 2021

Core Fixed Income Characteristics vs. the Bloomberg US Agg Bond Index

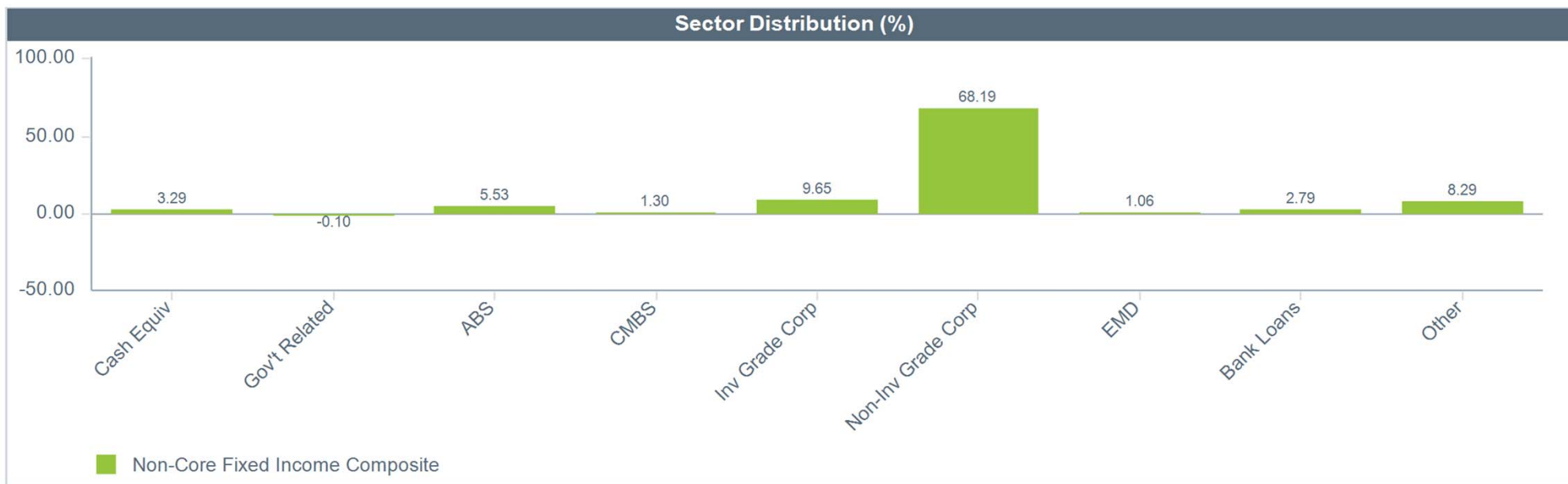
Portfolio Characteristics		
	Portfolio	Benchmark
Effective Duration	5.68	6.58
Avg. Maturity	7.50	8.53
Avg. Quality	A1	Aa1/Aa2
Yield To Maturity (%)	1.91	1.51
Coupon Rate (%)	2.68	2.55
Current Yield (%)	2.60	N/A



Characteristics shown represent the Core Fixed Income Composite, which consists of Loomis Sayles Bloomberg US Universal, PGIM Bloomberg US Universal, PIMCO Investment Grade, BlackRock US Treasury Index, and J.P. Morgan Asset Mgmt Short Duration only. Negative sector allocation reflects the managers' use of derivatives, short selling, or interest rate swaps. Allocation to "Other" consists of RMBS, Euro/Yankees, Swaps, and CLOs held by the underlying managers.

NMSIC Non-Core Fixed Income as of June 30, 2021

Portfolio Characteristics	
	Portfolio
Effective Duration	1.23
Avg. Maturity	4.49
Avg. Quality	Ba3
Yield To Maturity (%)	3.63
Coupon Rate (%)	5.29
Current Yield (%)	4.95



Characteristics shown represent the Non-Core Fixed Income Composite, which consists of Loomis Sayles Unconstrained and Shenkman High Yield Short Duration only. Negative sector allocation reflects the managers' use of derivatives, short selling, or interest rate swaps. Allocation to "Other" consists of RMBS, CDO/CLOs, Convertibles, and Non-USD Currency held by the underlying managers. As of 06/30/2021, Voya Floating Rate Bank Loans and Credit Suisse Floating Bank Loans are undergoing liquidation and have been excluded from portfolio characteristics. Voya Floating Rate Bank Loan currently consists of 93.54% Cash Equivalents and 6.46% Bank Loans. Credit Suisse Floating Bank Loans currently consists of 95.01% Cash Equivalents and 4.99% Bank Loans.

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