WEST VIRGINIA

BOARD OF TREASURY INVESTMENTS

CALENDAR NOTE

Board Meeting
December 01, 2026

OPERATING REPORT
SEPTEMBER 2026

Board of Treasury Investments

315 70th Street, SE
Charleston WV 25304
(304) 340-1564
www.wvbti.com

Board of Directors

Larry Pack,
State Treasurer, Chairman

Patrick Morrisey, Governor

Mark A. Hunt, State Auditor

Patrick M. Smith, CPA
Appointed by the Governor

Mark A. Mangano, Esq. Attorney
Appointed by the Governor

Executive Staff

Executive Director
Kara K. Hughes, CPA, MBA, CFE, CGIP

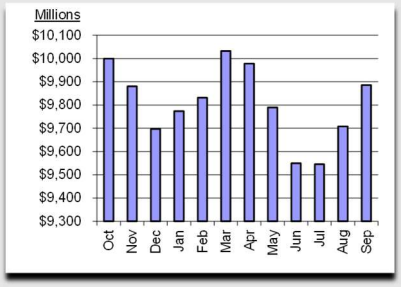
Chief Financial Officer
Karl Shanholtzer, CFA, CPA, CIA

Total Net Assets Under Management

$9,885,573,000

Last Month
$9,708,120,000

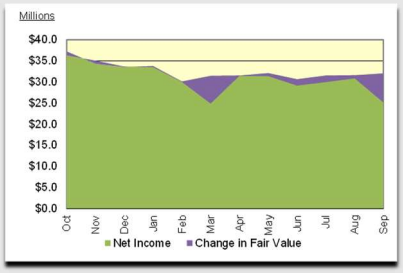
Beginning of Fiscal Year
$9,545,709,000



Net Assets for the Past 12 Months

Total Net Income & Changes in Fair Value

Fiscal Year
$85,942,000



Monthly Net Income & Changes in Fair Value for the Past 12 Months

Money Market Pools

As of September 30, 2026

Pool	30-Day Avg. Yield *	W.A.M. **	Net Assets
WV Money Market	3.9116%	37 Days	$8.5 Billion
WV Gov't Money Market	3.7763%	39 Days	$549.1 Million

* *Yields represent the simple money market yield net of fees.*
** *W.A.M. is the weighted average maturity.*

WEST VIRGINIA BOARD OF TREASURY INVESTMENTS
THE ECONOMIC STATE
SEPTEMBER 2026

Global equity markets were mixed in September, as rising interest rates weighed on most U.S. equities. Large technology and AI-related names extended their leadership, carrying the Nasdaq Composite to a gain for the month, while the S&P 500 posted a modest decline and the Dow Jones Industrial Average and Russell 2000 fell meaningfully. Market breadth narrowed, as technology was the only sector to finish the month in positive territory, while rate-sensitive sectors lagged. Oil prices climbed further as U.S. - Iran tensions persisted. Within fixed income, Treasury yields moved higher across the curve, spreads widened modestly, and the 10-year yield rose to its highest level of the year. During the September meeting, the FOMC elected to raise interest rates by 25 basis points to a range of 3.75%–4.00%, its first increase since 2023. Chair Warsh emphasized that inflation has remained above target for too long, and updated projections showed most officials anticipate at least one additional hike before year-end.

September Broad Market Environment

- Equity markets were mixed in September, with tech and AI names leading, as the gap between large-cap growth and small caps widening considerably.
- The S&P 500 slipped 0.3%, and the Dow Jones Industrial Average fell 4.1%, while the Nasdaq Composite led the major indices, up 2.0%. Small caps felt the brunt of the sell-off, with the Russell 2000 down 5.3%.
- International developed markets also retreated, with the MSCI EAFE Index down 3.1%, as a stronger U.S. dollar weighed on returns for U.S.-based investors.
- The Bloomberg U.S. Aggregate Bond Index fell 2.6% for the month, bringing its year-to-date decline to roughly 1.8%.
- The U.S. economy added just 29,000 jobs in September, short of economists' expectations, and the unemployment rate ticked up to 4.2%. Payroll growth was also revised lower for prior months, with August's figure revised down by 29,000 jobs.
- Consumer prices increased in September, rising 0.6% for the month and 3.7% from a year earlier, both higher than economists' expectations. Rising energy prices were the main driver for the increase in prices.

September Fixed Income

- Core fixed income returns were negative in September, as a sharp move higher in yields overwhelmed coupon income.
- Treasury yields rose across all maturities.The 10-year yield ended the month over 5.2%.
- Credit spreads widened modestly from historically tight levels as rising rates and heavy supply weighed on demand. High-yield spreads widened to their highest level since April, as September became the busiest month of the year for high-yield issuance, while investment-grade spreads widened only slightly.

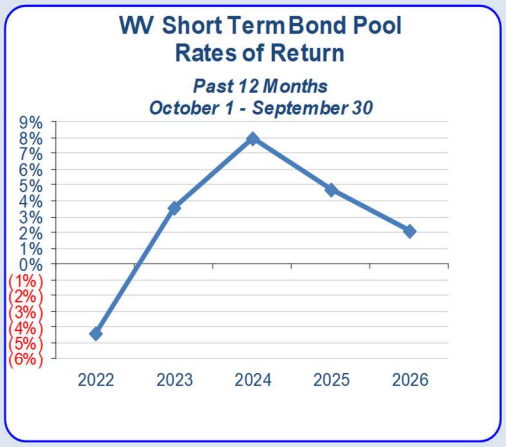
West Virginia Board of Treasury Investments
Financial Highlights as of September 30, 2026

WV Short Term Bond Pool

Rates of Return for the Past 12 Months
Net of All Fees

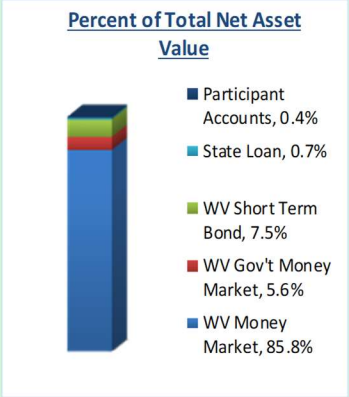
October 1 - September 30	Return	Net Assets At Sept 30 (In Millions)
2026	2.2%	$ 737.4
2025	4.7%	$ 732.9
2024	8.0%	$ 702.3
2023	3.6%	$ 683.1
2022	(4.4%)	$ 686.4

Prior to July 2007, the WV Short Term Bond Pool was known as the Enhanced Yield Pool



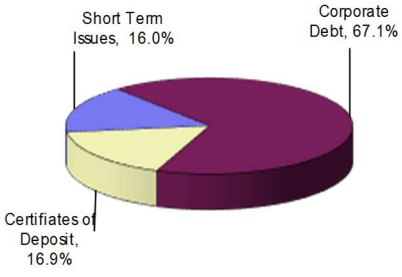
Summary of Value and Earnings *(In Thousands)*

Pool	Net Asset Value	Sep Net Income (Loss)	Fiscal YTD Net Income (Loss)
WV Money Market	$ 8,485,803	$ 27,194	$ 80,532
WV Gov't Money Market	549,051	1,728	5,220
WV Short Term Bond	737,418	(4,136)	(907)
Loans	71,506	240	734
Participant Accounts	41,795	118	363
	$ 9,885,573	$ 25,144	$ 85,942

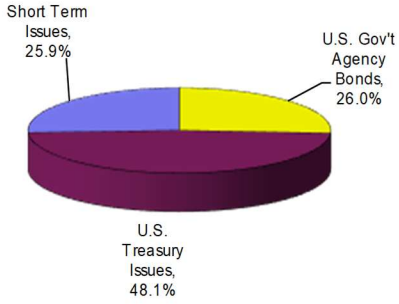


Securities by Type for Operating Pools *(Percentage of Asset Value)*

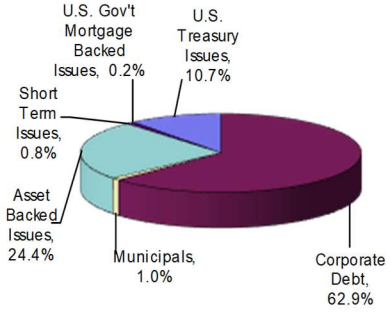
WV Money Market



WV Gov't Money Market



WV Short Term Bond



WEST VIRGINIA BOARD OF TREASURY INVESTMENTS
SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION – UNAUDITED
SEPTEMBER 30, 2026
(IN THOUSANDS)

	WV Money Market Pool	WV Government Money Market Pool	WV Short Term Bond Pool	Other Pools	Participant Directed Accounts	Total
Assets						
Investments:						
At amortized cost	$ 8,471,211	$ 563,328	$ -	$ 70,774	$ 40,635	$ 9,145,948
At fair value	-	-	737,439	-	1,042	738,481
Other assets	15,558	618	17,711	734	119	34,740
Total assets	8,486,769	563,946	755,150	71,508	41,796	9,919,169
Liabilities						
Accrued expenses, dividends payable & payables for investments purchased	966	14,895	17,732	2	1	33,596
Total liabilities	966	14,895	17,732	2	1	33,596
Net Position						
Held in trust for investment pool participants	8,485,803	549,051	737,418	-	-	9,772,272
Held in trust for individual investment account holders	-	-	-	71,506	41,795	113,301
Total net position	$ 8,485,803	$ 549,051	$ 737,418	$ 71,506	$ 41,795	$ 9,885,573
Additions						
Investment income:						
Interest and dividends	$ 12,046	$ 922	$ 2,736	$ 241	$ 119	$ 16,064
Net (amortization) accretion	15,467	828	27	-	-	16,322
Provision for uncollectible loans	-	-	-	-	-	-
Total investment income	27,513	1,750	2,763	241	119	32,386
Investment expenses:						
Investment advisor, custodian bank & administrative fees	319	22	45	1	1	388
Total investment expenses	319	22	45	1	1	388
Net investment income	27,194	1,728	2,718	240	118	31,998
Net realized gain (loss) from investments	-	-	(265)	-	-	(265)
Net increase (decrease) in fair value of investments	-	-	(6,589)	-	-	(6,589)
Net increase (decrease) in net position from operations	27,194	1,728	(4,136)	240	118	25,144
Participant transaction additions:						
Purchase of pool units by participants	1,545,202	40,786	-	-	-	1,585,988
Reinvestment of pool distributions	27,194	1,728	2,562	-	-	31,484
Contributions to individual investment accounts	-	-	-	-	119	119
Total participant transaction additions	1,572,396	42,514	2,562	-	119	1,617,591
Total additions	1,599,590	44,242	(1,574)	240	237	1,642,735
Deductions						
Distributions to pool participants:						
Net investment income	27,194	1,728	2,718	-	-	31,640
Net realized gain (loss) from investments	-	-	(265)	-	-	(265)
Total distributions to pool participants	27,194	1,728	2,453	-	-	31,375
Participant transaction deductions:						
Redemption of pool units by participants	1,399,019	34,521	-	-	-	1,433,540
Withdrawals from individual investment accounts	-	-	-	248	119	367
Total participant transaction deductions	1,399,019	34,521	-	248	119	1,433,907
Total deductions	1,426,213	36,249	2,453	248	119	1,465,282
Net increase (decrease) in net position from operations	173,377	7,993	(4,027)	(8)	118	177,453
Inter-pool transfers in	-	-	-	-	-	-
Inter-pool transfers out	-	-	-	-	-	-
Net inter-pool transfers in (out)	-	-	-	-	-	-
Change in net position	173,377	7,993	(4,027)	(8)	118	177,453
Net position at beginning of period	8,312,426	541,058	741,445	71,514	41,677	9,708,120
Net position at end of period	$ 8,485,803	$ 549,051	$ 737,418	$ 71,506	$ 41,795	$ 9,885,573