

West Virginia Board of Treasury Investments

Analysis of Investment Performance

Period Ending December 31, 2025

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Executive Summary

Executive Summary

As of December 31, 2025, total assets in the **West Virginia Board of Treasury Investments Portfolio** totaled \$9.6 billion.

Assets in the Money Market Pool decreased \$644.4 million during the quarter. The Government Money Market Pool decreased \$10.8 million, while Short-Term Bond Pool assets increased \$8 million.

The **West Virginia Money Market Pool** led the return of the benchmark index by 14 basis points for the quarter. Longer-term results also have the fund ahead of its benchmark for the 1, 3 and 5 year periods.

The **West Virginia Government Money Market Pool** led the return of the benchmark by 10 basis points during the quarter. Longer-term results for the pool outpaced the benchmark for the 1, 3 and 5 year periods.

The **West Virginia Short Term Bond Pool** led the return of the benchmark index by 4 basis points for the quarter. Longer term results for the pool were above-benchmark for all longer time periods measured.

Proxy Votes:

There were no proxy votes cast this quarter.

Performance commentary is based on net of fee results.

Financial Market Conditions

Market Environment – December 2025

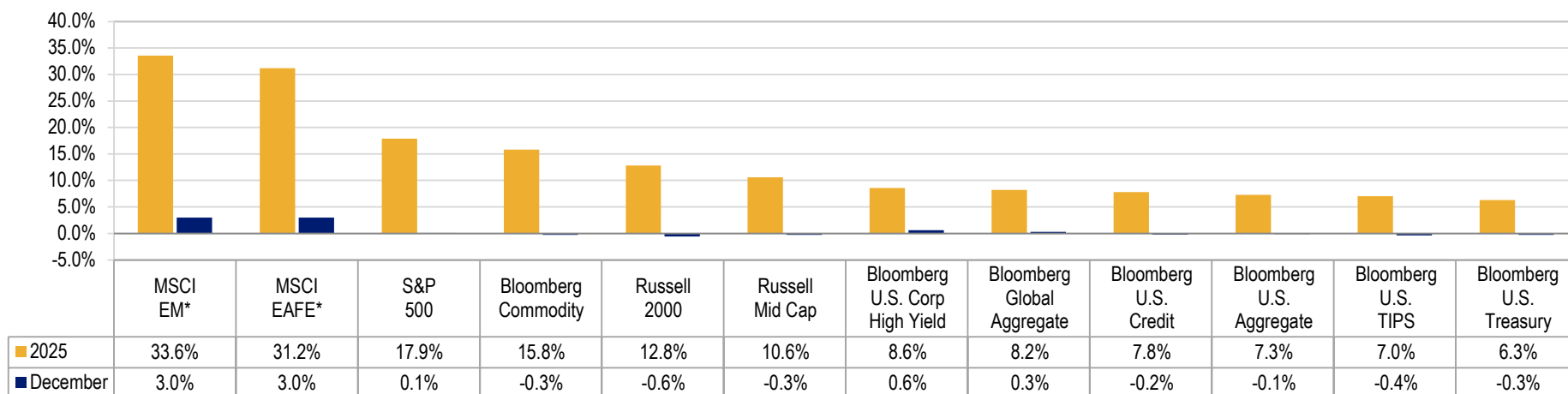
December Highlights

- ❑ The Fed reduced its benchmark rate by 25 basis points to 3.50%-3.75%. The 9-3 vote reflects a divided Fed, with consensus projections suggesting another cut in 2026. November's monthly CPI increase of 0.2% raised annual inflation to a lower than expected 2.7%.
- ❑ US equities had an eighth consecutive month of positive returns with the S&P 500 barely positive with valuations still ahead of longer-term averages. Large cap was the leading size segment followed by negative returns in mid and small cap. Value exceeded growth on a relative basis across the size spectrum. Financials (+3.1%) were the leading S&P 500 sector, while Utilities (-5.1%) performed worst.
- ❑ International equity markets outperformed on a relative basis. Within developed markets, Europe (+3.9%) led Pacific (+1.1%) on a regional basis. Within emerging markets, Eastern Europe (+4.7%) was ahead of Asia (+3.0%) and Latin America (+1.1%) on a regional basis.
- ❑ The Bloomberg US Aggregate index was negative as the yield curve steepened. Yields fell at the front-end given the Fed rate cut but increased at the middle and long-end with the 10-year reaching 4.17% principally due to persistent inflation concerns. US bonds were mixed with HY (+0.6%) leading, while Long G/C (-1.4%) trailed on a sector basis.
- ❑ Commodities were positive across major subsectors, including Precious Metals (+8.2%), Industrial Metals (+6.4%), Agriculture (-5.4%) and Energy (-9.1%).

2025 Highlights

- ❑ Global capital markets experienced another strong performance year, including one of the most rapid recoveries on record after approaching bear market territory in early April, amid issues of geopolitics, tariffs, inflation, weakening labor market and a historically long government shutdown. A weaker US Dollar Index (-9.4%) was a tailwind to international asset returns.
- ❑ US equities lagged global markets with Communication Services (+33.6%) the top performing S&P 500 sector YTD, while Real Estate (+3.2%) was the worst. Large capitalization stocks (+17.4%) were ahead of small cap (+12.8%) and mid-cap (+10.6%). All-cap growth (+18.2%) was ahead of value (+15.7%).
- ❑ International equities surged with emerging markets ahead of developed regions. The weakened US Dollar impacted EAFE returns (+20.6% in Local Currency) more on a relative basis compared to EM returns (+31.2% Local Currency).
- ❑ Global fixed income outperformed US. Domestically, all sectors were positive with Mortgage Backed and HY (+8.4%) the top performing sectors while Municipal Bonds (+4.2%) lagged. Treasury yields declined across most of the yield curve, with the largest fall in short and middle sections. US Fed cut rates three times this year, while the ECB reduced rates four times to a level of 2.0%.
- ❑ Commodities had wide performance dispersion across major subsectors, including Precious Metals (+80.2%), Industrial Metals (+21.4%), Agriculture (-2.3%) and Energy (-10.5%).

Returns



Source: Investment Metrics *Net dividends reinvested

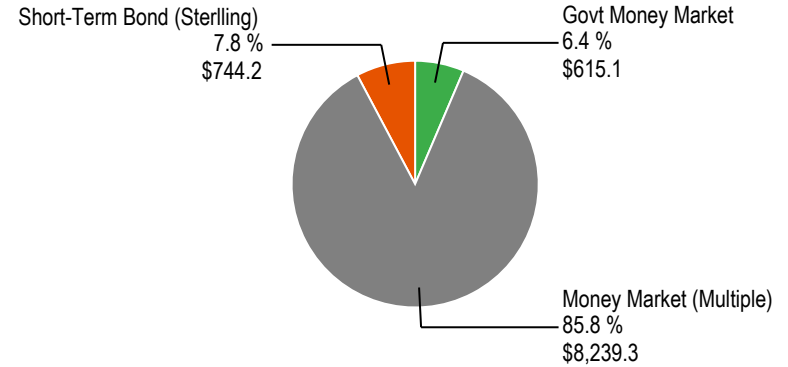
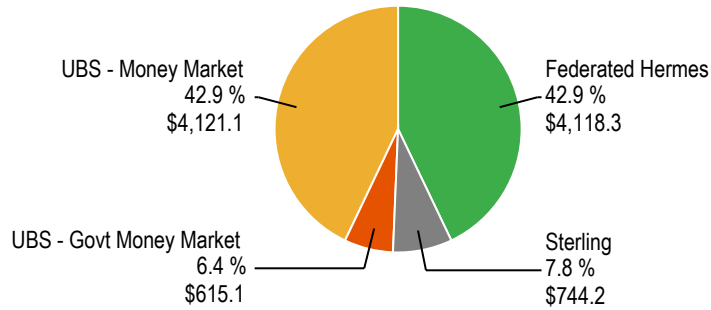
Total Fund

Total Assets

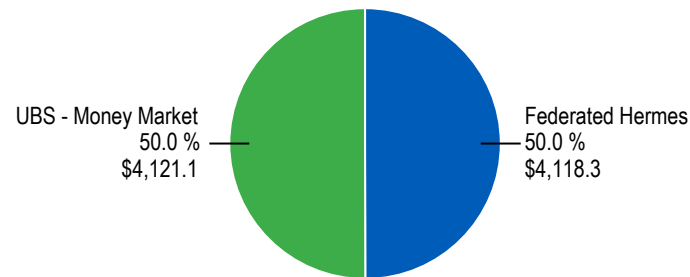
\$9,598,634,599

Manager Allocation

Investment Pool Allocation



Money Market Allocation



West Virginia Board of Treasury Investments

Total Fund Allocation and Performance - Net of Fees

As of December 31, 2025

	Allocation		Performance (%)						
	Market Value (\$)	% of Portfolio	1 Month	Quarter	Year To Date	FYTD	1 Year	3 Years	5 Years
Total Composite	9,598,634,599	100.0							
Money Market Pool*	8,239,342,909	85.8	0.357	1.041	4.497	2.187	4.497	5.116	3.429
<i>Custom Money Market Pool Index**</i>			0.287	0.899	3.896	1.880	3.896	4.474	2.944
Federated Hermes - Money Market	4,118,291,521	42.9	0.356	1.037	4.490	2.194	4.490	5.129	3.437
UBS - Money Market	4,121,051,388	42.9	0.358	1.045	4.504	2.181	4.504	5.103	3.421
Government Money Market Pool	615,086,674	6.4	0.342	1.019	4.328	2.124	4.328	4.936	3.264
<i>Custom Government Money Market Pool Index***</i>			0.293	0.916	3.956	1.897	3.956	4.524	2.975
UBS - Government	615,086,674	6.4	0.342	1.019	4.328	2.124	4.328	4.936	3.264
Short-Term Bond Pool	744,205,017	7.8	0.397	1.200	5.697	2.581	5.697	5.502	2.624
<i>Short-Term Bond Pool Index****</i>			0.338	1.159	5.413	2.402	5.413	4.898	2.075
Sterling - Short-Term Bond	744,205,017	7.8	0.397	1.200	5.697	2.581	5.697	5.502	2.624

*The West Virginia Money Market Pool is a multi manager investment pool, which is managed by Federated Hermes and UBS Global Asset Management.

** Benchmark is iMoneyNet First Tier Retail Average as of 8/1/2021.

*** Benchmark is iMoneyNet Government & Agency Institutional Average as of 8/1/2021.

****Benchmark is BofA Merrill Lynch 1-3 Year Government/Credit Index + 10 bps.

West Virginia Board of Treasury Investments

Total Fund Allocation and Performance - Gross of Fees

As of December 31, 2025

	Allocation		Performance (%)						
	Market Value (\$)	% of Portfolio	1 Month	Quarter	Year To Date	FYTD	1 Year	3 Years	5 Years
Total Composite	9,598,634,599	100.0							
Money Market Pool*	8,239,342,909	85.8	0.360	1.049	4.530	2.203	4.530	5.147	3.459
<i>Custom Money Market Pool Index**</i>			0.287	0.899	3.896	1.880	3.896	4.474	2.944
Federated Hermes - Money Market	4,118,291,521	42.9	0.358	1.045	4.522	2.210	4.522	5.159	3.465
UBS - Money Market	4,121,051,388	42.9	0.361	1.053	4.537	2.197	4.537	5.135	3.453
Government Money Market Pool	615,086,674	6.4	0.345	1.027	4.359	2.140	4.359	4.967	3.295
<i>Custom Government Money Market Pool Index***</i>			0.293	0.916	3.956	1.897	3.956	4.524	2.975
UBS - Government	615,086,674	6.4	0.345	1.027	4.359	2.140	4.359	4.967	3.295
Short-Term Bond Pool	744,205,017	7.8	0.402	1.215	5.759	2.611	5.759	5.565	2.685
<i>Short-Term Bond Pool Index****</i>			0.338	1.159	5.413	2.402	5.413	4.898	2.075
Sterling - Short-Term Bond	744,205,017	7.8	0.402	1.215	5.759	2.611	5.759	5.565	2.685

*The West Virginia Money Market Pool is a multi manager investment pool, which is managed by Federated Hermes and UBS Global Asset Management.

** Benchmark is iMoneyNet First Tier Retail Average as of 8/1/2021.

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West Virginia Board of Treasury Investments

Investment Managers Cash Flow - Net of Fees

Quarter Ending December 31, 2025

	Beginning Market Value (\$)	Net Cash Flows (\$)	Net Investment Change (\$)	Ending Market Value (\$)
Total Composite	10,245,878,822	-752,121,018	104,876,795	9,598,634,599
Money Market Pool	8,883,718,771	-733,830,878	89,455,016	8,239,342,909
Federated Hermes - Money Market	4,440,637,940	-366,908,769	44,562,350	4,118,291,521
UBS - Money Market	4,443,080,831	-366,922,110	44,892,666	4,121,051,388
Government Money Market Pool - UBS	625,914,435	-17,315,638	6,487,876	615,086,674
Short-Term Bond Pool - Sterling Capital	736,245,616	-974,502	8,933,903	744,205,017

West Virginia Board of Treasury Investments

Investment Managers Cash Flow - Net of Fees

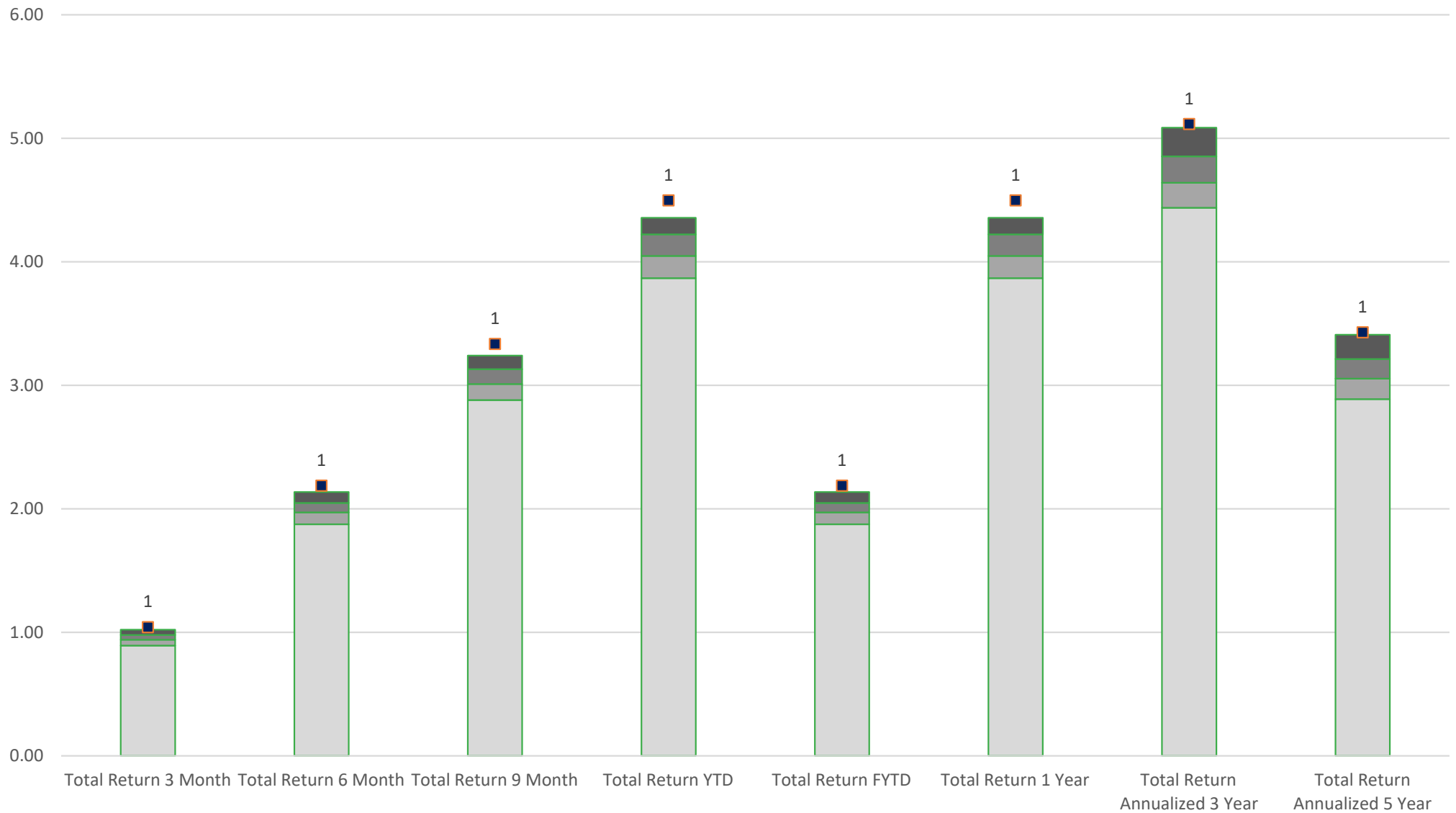
Fiscal Year To Date Ending December 31, 2025

	Beginning Market Value (\$)	Net Cash Flows (\$)	Net Investment Change (\$)	Ending Market Value (\$)
Total Composite	9,936,172,620	-557,684,580	220,146,559	9,598,634,599
Money Market Pool	8,642,632,788	-591,224,959	187,935,080	8,239,342,909
Federated Hermes - Money Market	4,319,681,498	-295,599,642	94,209,665	4,118,291,521
UBS - Money Market	4,322,951,290	-295,625,318	93,725,415	4,121,051,388
Government Money Market Pool - UBS	568,084,752	33,745,855	13,256,067	615,086,674
Short-Term Bond Pool - Sterling Capital	725,455,081	-205,476	18,955,412	744,205,017

Money Market Pool

WV Money Market Pool - Prime Money Market Universe*

As of December 31, 2025

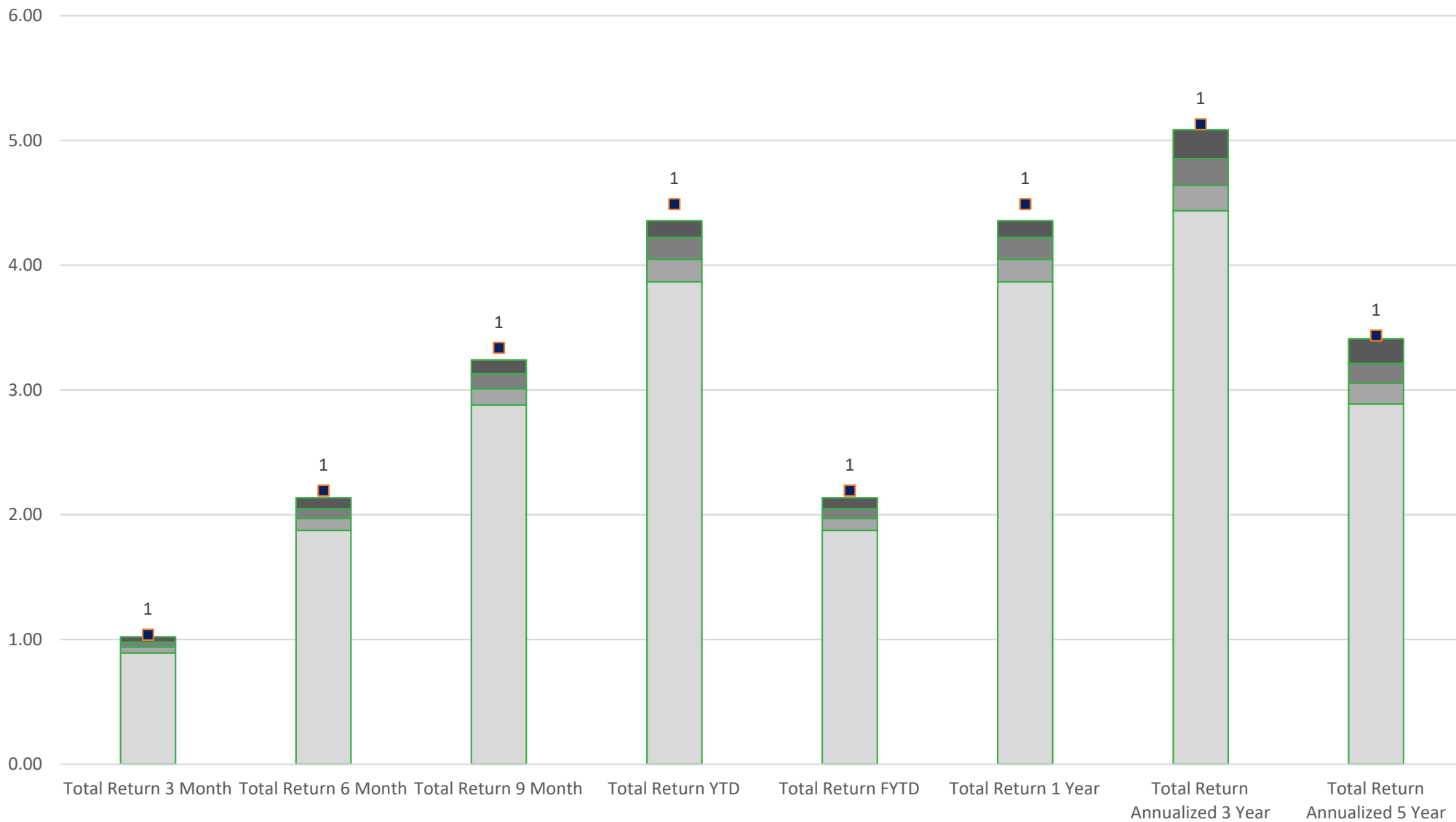


*Universe AUM: \$1,241 Billion, 141 Investments

Federated Hermes - Money Market

Federated Money Market Fund - Prime Money Market Universe*

As of December 31, 2025

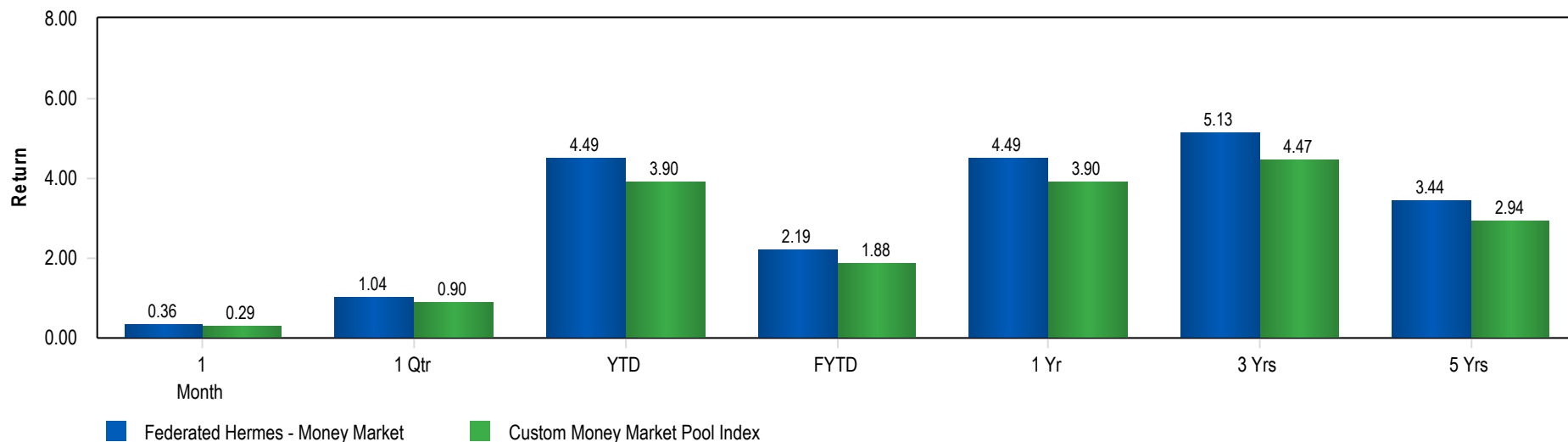


*Universe AUM: \$1,241 Billion, 141 Investments

Gain/Loss

	1 Month	1 Quarter	Year To Date	FYTD	1 Year	3 Years	5 Years
Federated Hermes - Money Market							
Beginning Market Value	4,214,962,358	4,440,637,940	4,569,047,806	4,319,681,498	4,569,047,806	4,403,334,571	2,452,928,573
Net Cash Flows	-111,727,909	-366,908,769	-646,616,287	-295,599,642	-646,616,287	-1,001,605,441	867,366,510
Income							
Gain/Loss	15,057,072	44,562,350	195,860,001	94,209,665	195,860,001	716,562,391	797,996,438
Ending Market Value	4,118,291,521	4,118,291,521	4,118,291,521	4,118,291,521	4,118,291,521	4,118,291,521	4,118,291,521

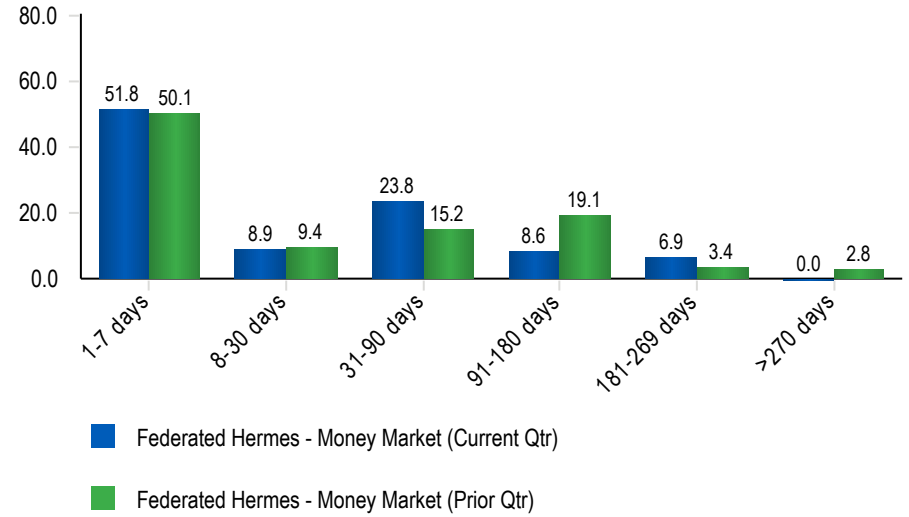
Return Summary



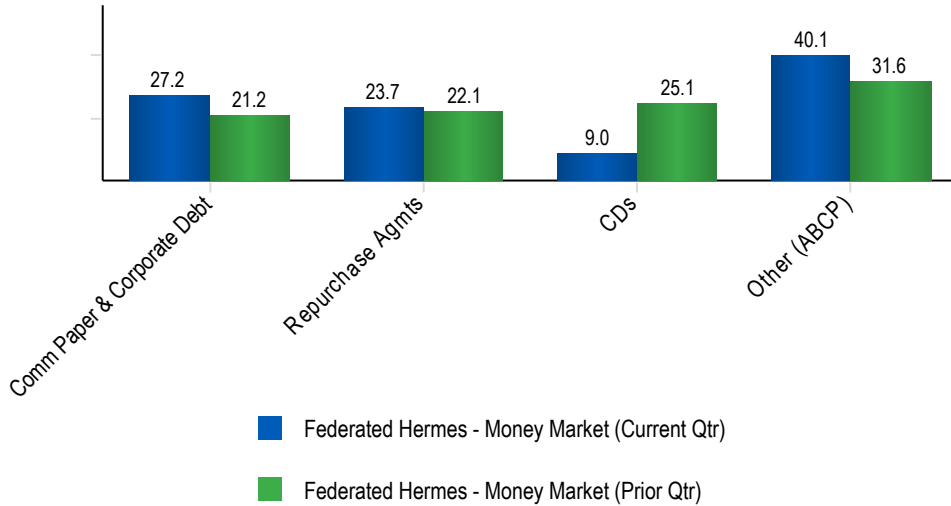
Portfolio Characteristics

	Portfolio	Portfolio (9/30/25)
Avg. Quality	A1/P1	A1/P1
Avg. Coupon	4.07	4.35
Weighted Average Maturity (Days)	43.64	51.78
Weighted Average Life (Days)	67.94	76.37
Yield To Maturity (%)	4.07	4.35
Number of Issuers	97	115

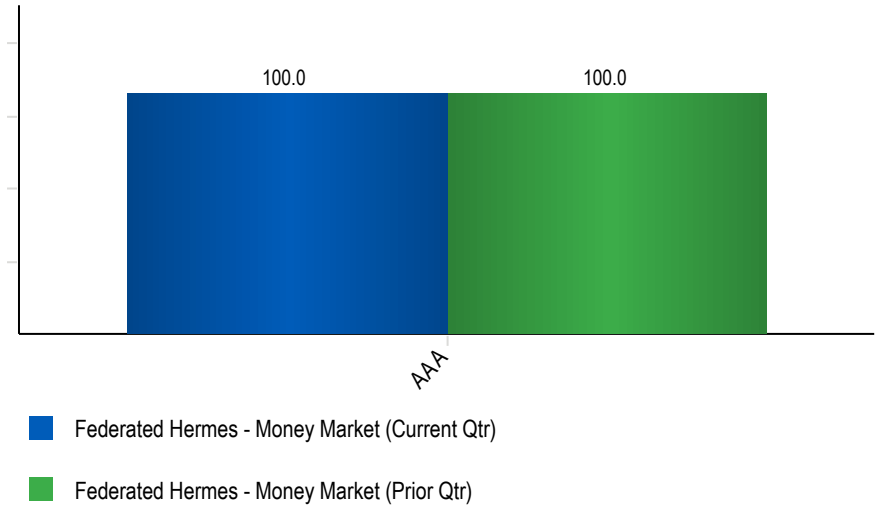
Maturity Distribution (%)



Sector Distribution (%)



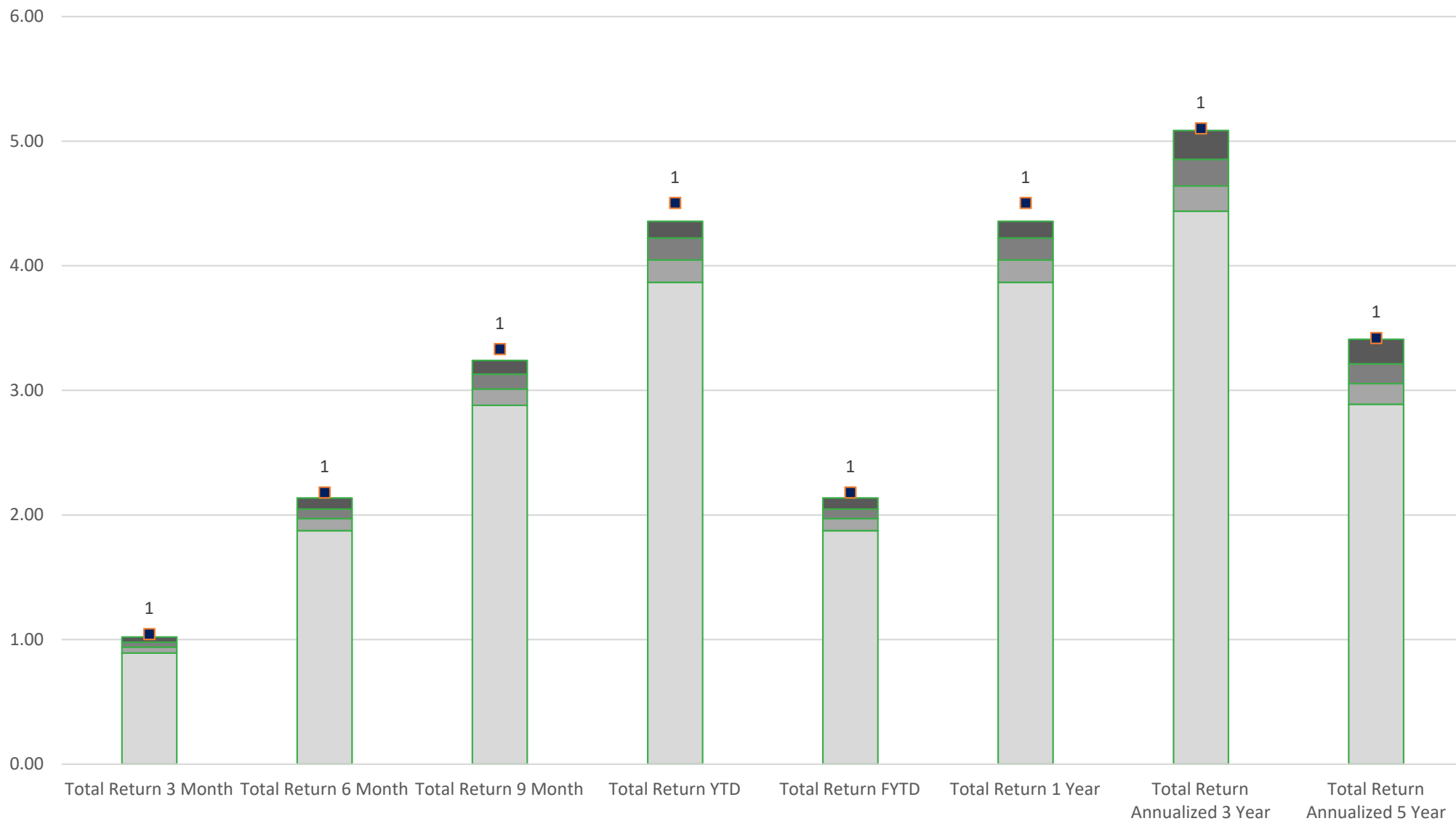
Credit Quality Distribution (%)



UBS - Money Market

UBS Money Market Fund - Prime Money Market Universe*

As of December 31, 2025

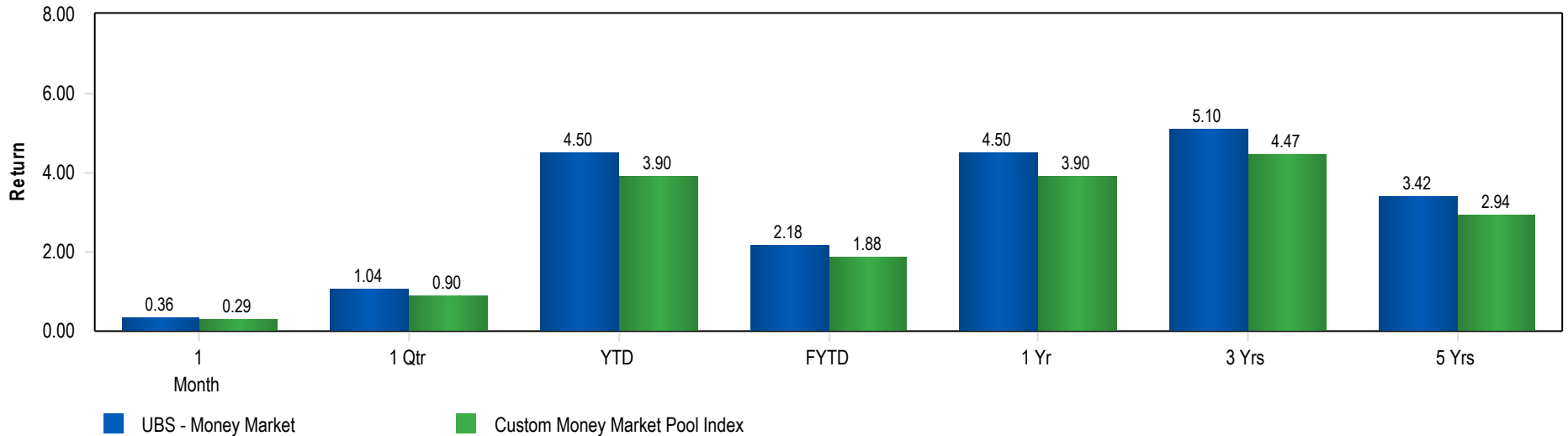


*Universe AUM: \$1,241 Billion, 141 Investments

Gain/Loss

	1 Month	1 Quarter	Year To Date	FYTD	1 Year	3 Years	5 Years
UBS - Money Market							
Beginning Market Value	4,217,631,754	4,443,080,831	4,571,028,170	4,322,951,290	4,571,028,170	4,409,312,191	2,458,845,026
Net Cash Flows	-111,739,437	-366,922,110	-646,667,743	-295,625,318	-646,667,743	-1,002,082,643	866,436,642
Income							
Gain/Loss	15,159,071	44,892,666	196,690,961	93,725,415	196,690,961	713,821,839	795,769,719
Ending Market Value	4,121,051,388	4,121,051,388	4,121,051,388	4,121,051,388	4,121,051,388	4,121,051,388	4,121,051,388

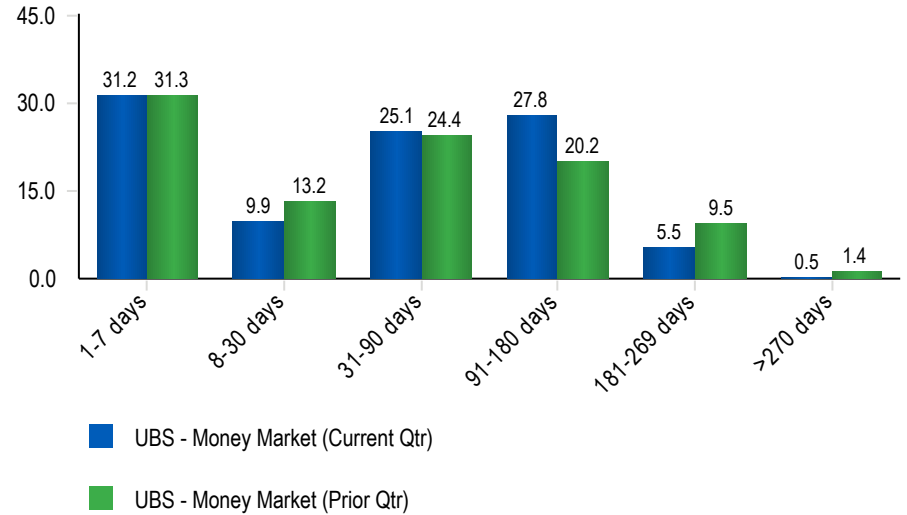
Return Summary



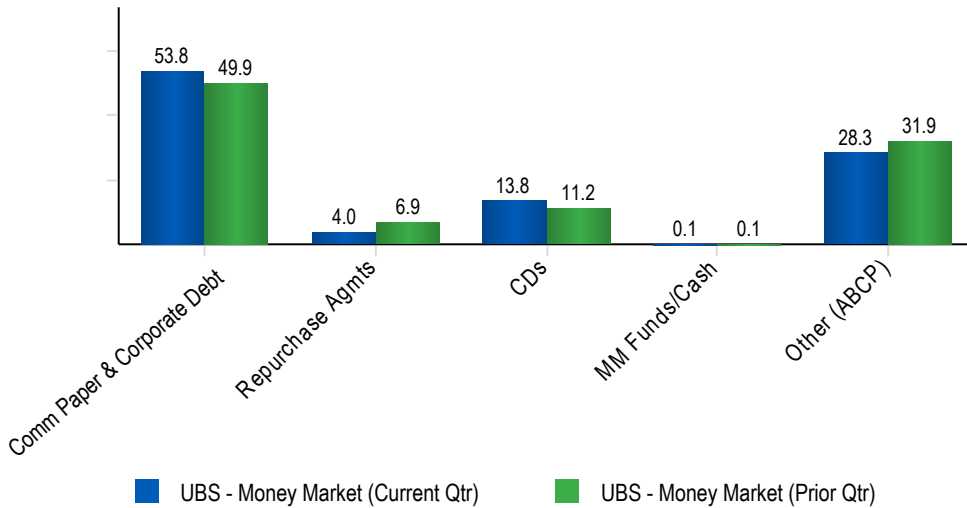
Portfolio Characteristics

	Portfolio	Portfolio (9 /30/25)
Avg. Quality	AAA	AAA
Avg. Coupon	1.57	1.67
Weighted Average Maturity (Days)	35.29	33.71
Weighted Average Life (Days)	66.66	68.81
Yield To Maturity (%)	3.31	4.18
Number of Issuers	148	170

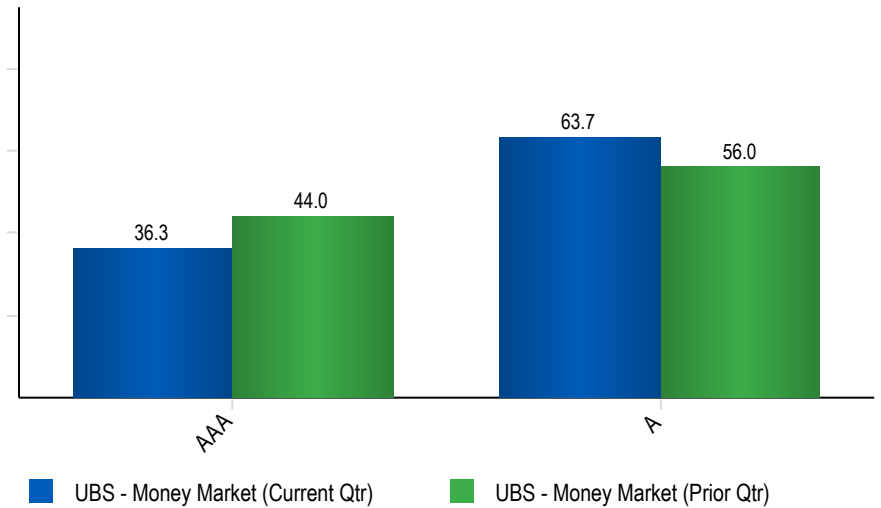
Maturity Distribution (%)



Sector Distribution (%)



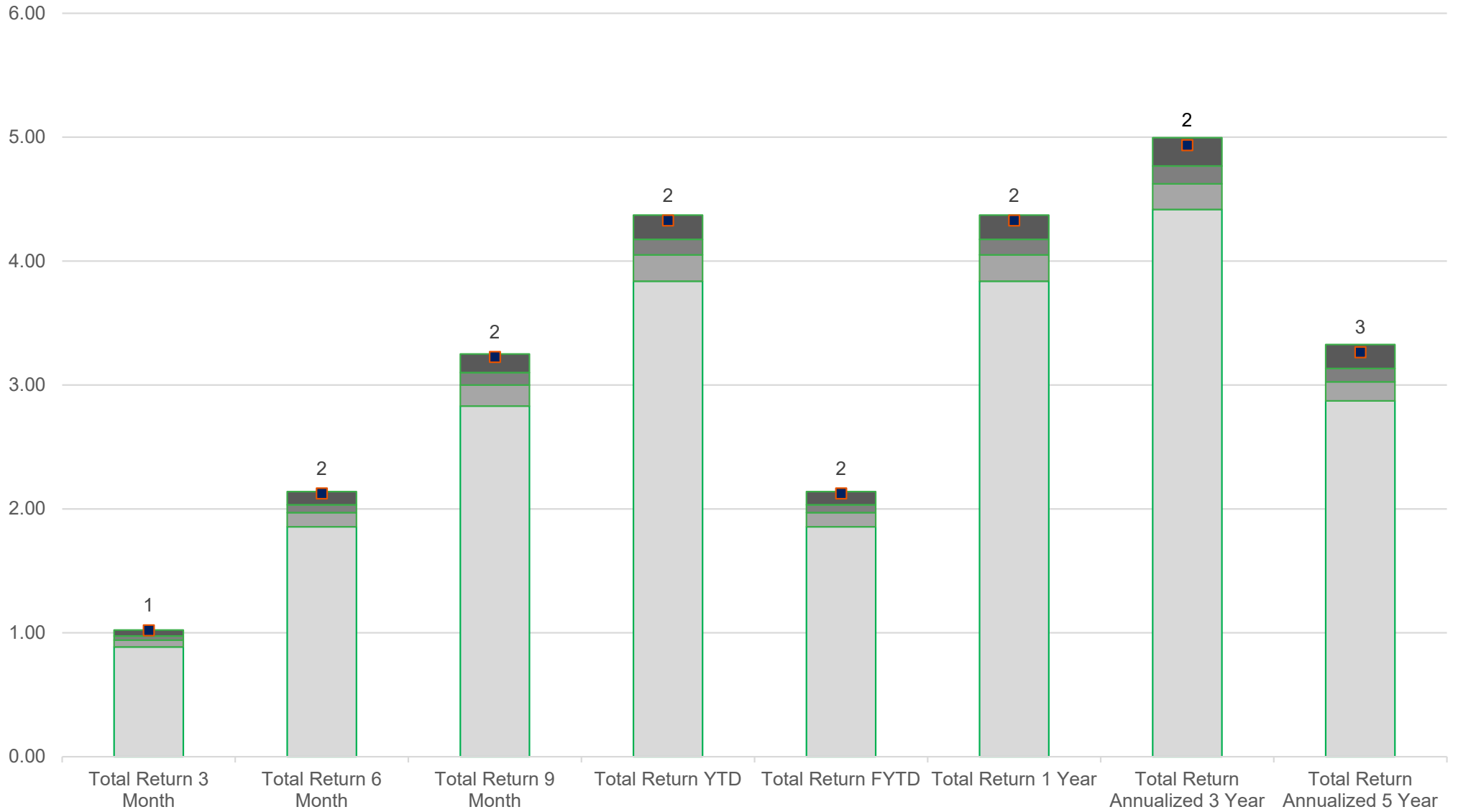
Credit Quality Distribution (%)



Government Money Market Pool

UBS Government – Taxable Money Market Universe*

As of December 31, 2025



*Universe AUM: \$6,410 Billion, 693 investments

West Virginia Board of Treasury Investments

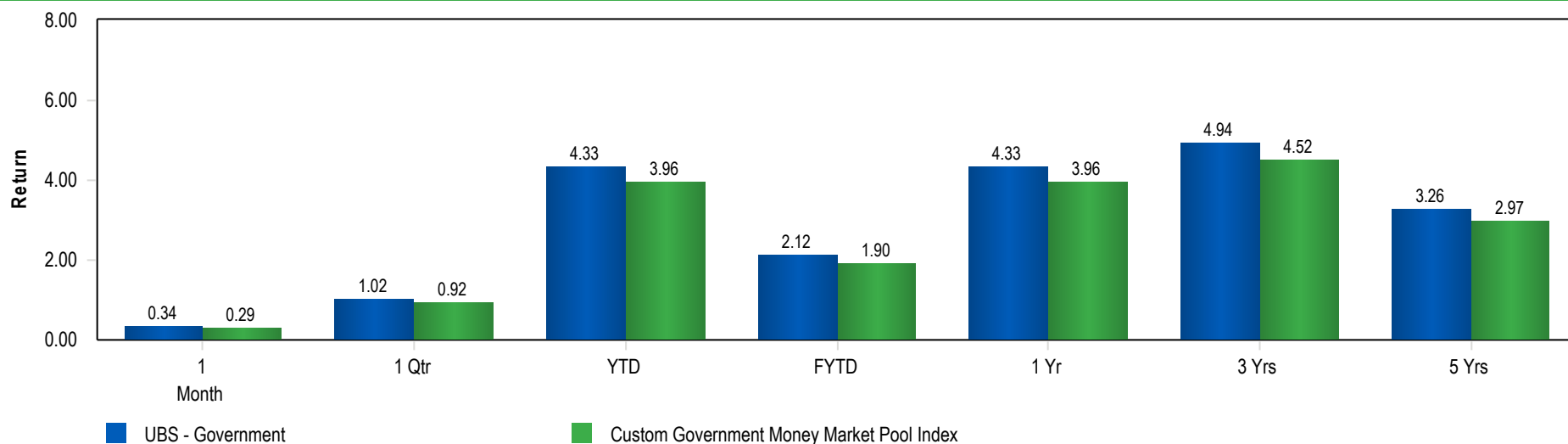
UBS - Government

As of December 31, 2025

Gain/Loss

	1 Month	1 Quarter	Year To Date	FYTD	1 Year	3 Years	5 Years
UBS - Government							
Beginning Market Value	608,344,227	625,914,435	546,300,036	568,084,752	546,300,036	269,974,838	257,986,089
Net Cash Flows	4,627,439	-17,315,638	42,723,353	33,745,855	42,723,353	273,337,501	280,914,838
Income							
Gain/Loss	2,115,008	6,487,876	26,063,285	13,256,067	26,063,285	71,774,335	76,185,746
Ending Market Value	615,086,674	615,086,674	615,086,674	615,086,674	615,086,674	615,086,674	615,086,674

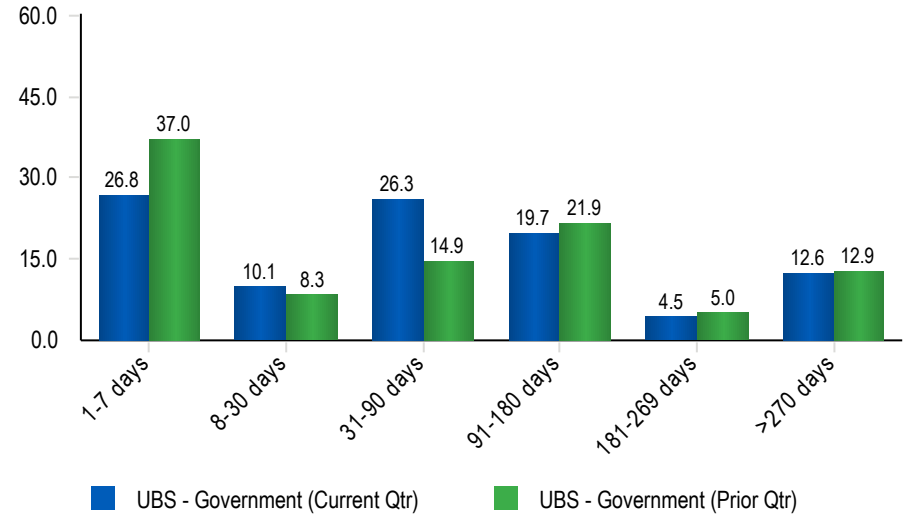
Return Summary



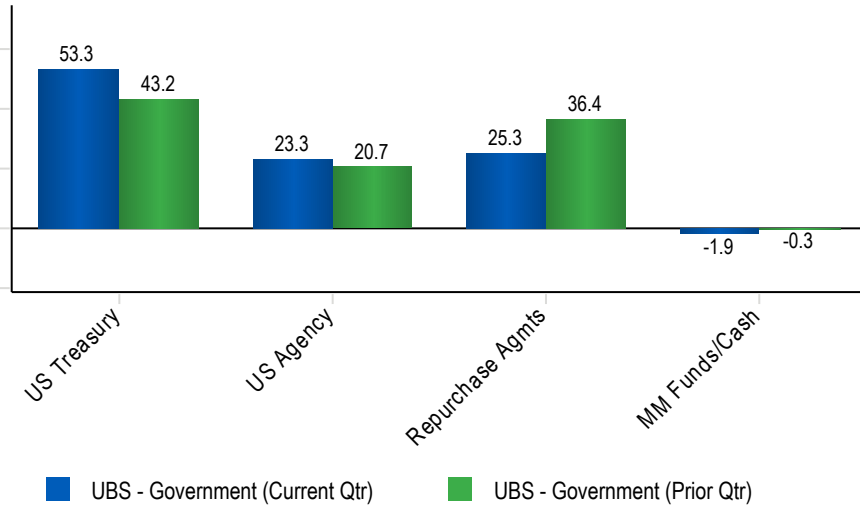
Portfolio Characteristics

	Portfolio	Portfolio (9/30/25)
Avg. Quality	AAA	AAA
Avg. Coupon	2.15	2.52
Weighted Average Maturity (Days)	36.44	37.85
Weighted Average Life (Days)	106.18	102.74
Yield To Maturity (%)	3.78	4.11
Number of Issuers	108	88

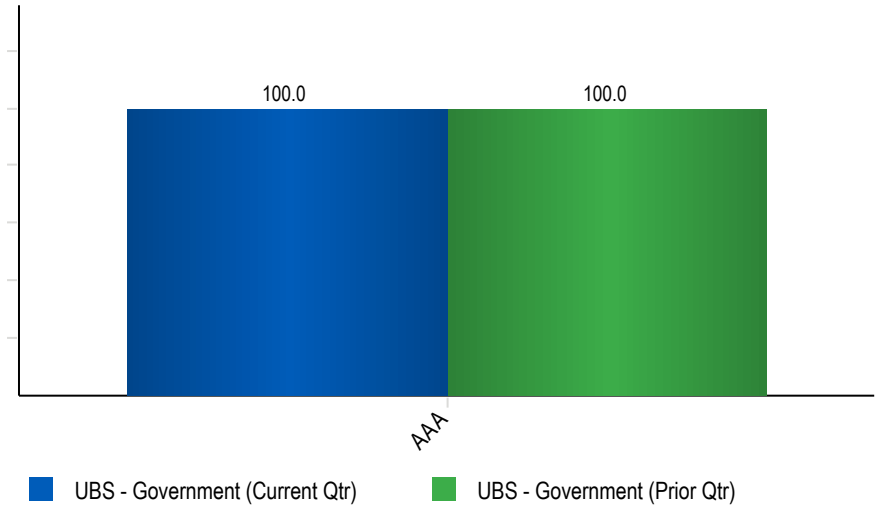
Maturity Distribution (%)



Sector Distribution (%)



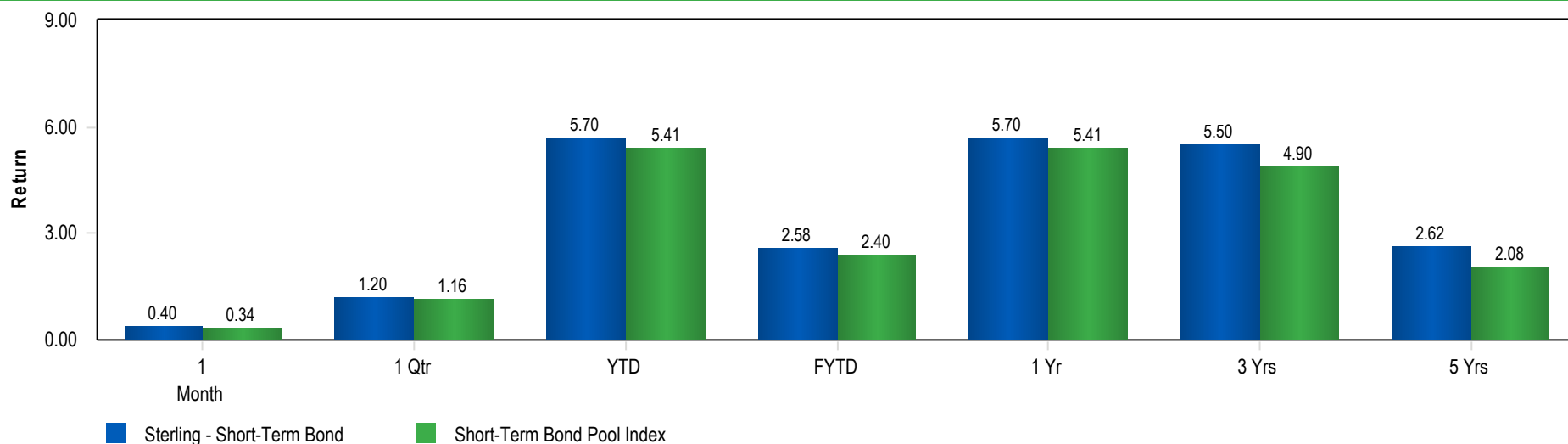
Credit Quality Distribution (%)



Short-Term Bond Pool

	Gain/Loss						
	1 Month	1 Quarter	Year To Date	FYTD	1 Year	3 Years	5 Years
Sterling - Short-Term Bond							
Beginning Market Value	741,250,542	736,245,616	707,101,969	725,455,081	707,101,969	691,623,622	818,123,943
Net Cash Flows	-25,525	-974,502	-3,516,370	-205,476	-3,516,370	-61,512,430	-165,477,162
Income							
Gain/Loss	2,980,000	8,933,903	40,619,417	18,955,412	40,619,417	114,093,825	91,558,237
Ending Market Value	744,205,017	744,205,017	744,205,017	744,205,017	744,205,017	744,205,017	744,205,017

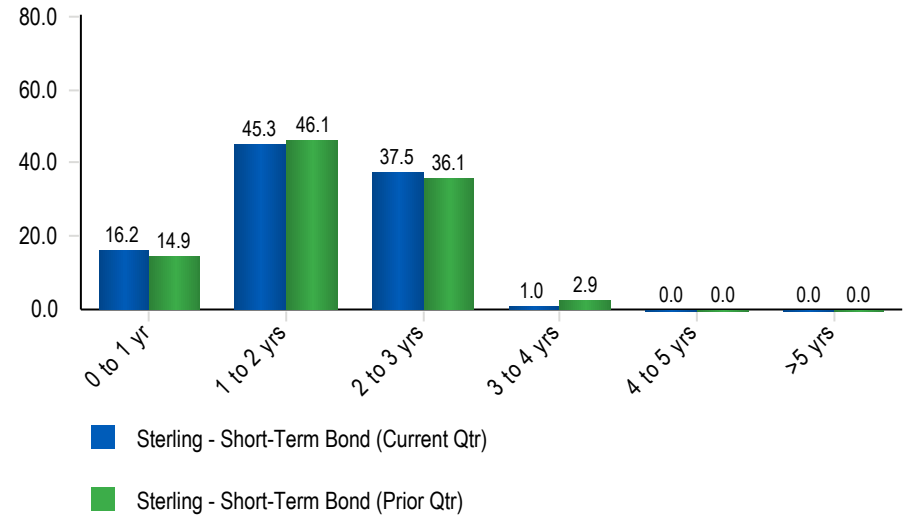
Return Summary



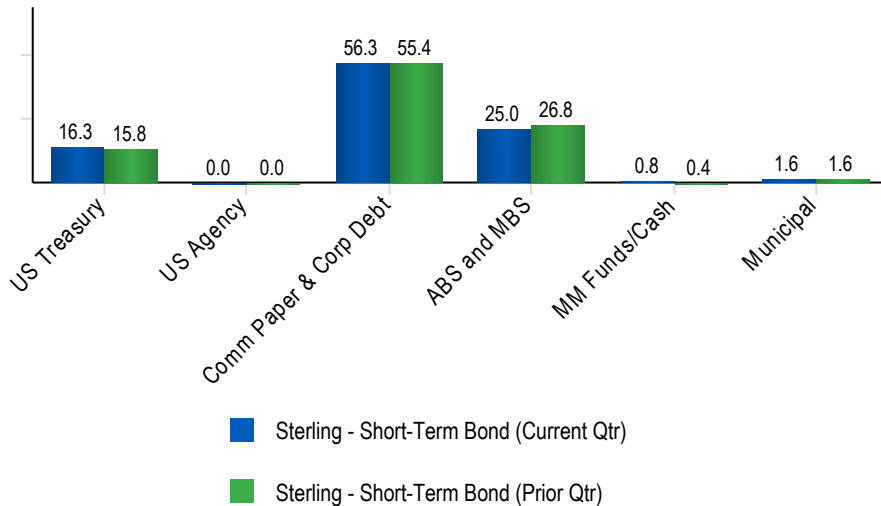
Portfolio Characteristics

	Portfolio	Portfolio (9/30/25)
Avg. Quality	A1	A1
Avg. Coupon	4.40	4.37
Effective Duration	1.75	1.81
Weighted Average Life (Days)	682.55	704.45
Yield To Maturity (%)	4.05	4.15
Number of Issuers	166	162

Maturity Distribution (%)



Sector Distribution (%)



Credit Quality Distribution (%)

