



---

***NMI Settlement Fund***  
***December 2016 Flash Report***

**NMI Settlement Fund**  
**Monthly Performance and Market Value Summary**  
 Periods Ended 12/31/16

Manager	Returns						Market Value	
	Month	QTD	CYTD	1 Year	Inception Date	Inception Return	\$(000)	Percent
<b>BlackRock ACWI Superfund B</b>	2.18	1.28	8.11	8.11	9/30/13	5.41	7,883	10.65
MSCI ACWI (N)	2.16	1.19	7.86	7.86	9/30/13	5.14		
Value Added	0.02	0.09	0.25	0.25	9/30/13	0.27		
<b>Global Equity Composite</b>	2.18	1.28	8.11	8.11	9/30/13	5.41	7,883	10.65
MSCI ACWI (N)	2.16	1.19	7.86	7.86	9/30/13	5.14		
Value Added	0.02	0.09	0.25	0.25	9/30/13	0.27		
<b>BlackRock Interm. Govt/Credit Idx B</b>	0.09	-2.04	2.21	2.21	9/30/13	2.04	8,176	11.04
Barclays Gov/Credit Inter. Index	0.07	-2.07	2.08	2.08	9/30/13	1.92		
Value Added	0.02	0.03	0.13	0.13	9/30/13	0.12		
<b>Hotchkis &amp; Wiley High Yield Fund</b>	1.96	2.23	16.02	16.02	4/30/14	3.03	21,738	29.36
ML US High Yld. BB/B Const.	1.67	1.26	14.72	14.72	4/30/14	4.10		
Value Added	0.30	0.97	1.30	1.30	4/30/14	-1.06		
<b>Dodge &amp; Cox Income Fund</b>	0.57	-1.25	5.61	5.61	10/31/14	2.35	34,843	47.06
Barclays Aggregate	0.14	-2.98	2.65	2.65	10/31/14	1.85		
Value Added	0.43	1.72	2.96	2.96	10/31/14	0.51		
<b>Indices</b>								
MSCI ACWI (N)	2.16	1.19	7.86	7.86	9/30/13	5.14		
Barclays Gov/Cred Intermediate	0.07	-2.07	2.08	2.08	9/30/13	1.92		
ML US High Yld. BB/B Const.	1.67	1.26	14.72	14.72	9/30/13	5.57		
Bloomberg Barclays Aggregate	0.14	-2.98	2.65	2.65	9/30/13	2.75		

**NMI Settlement Fund**  
**Monthly Performance and Market Value Summary**  
 Periods Ended 12/31/16

Manager	Returns						Market Value	
	Month	QTD	CYTD	1 Year	Inception Date	Inception Return	\$(000)	Percent
<b>Fixed Income Composite</b>	0.97	-0.21	8.37	8.37	9/30/13	2.79	64,758	87.45
Policy Index	0.64	-1.46	5.53	5.53	9/30/13	2.95		
Value Added	0.33	1.25	2.85	2.85	9/30/13	-0.16		
<b>Mutual Fund Cash</b>	0.03	0.07	0.28	0.28	9/30/13	0.01	1,406	1.90
<b>Total Fund</b>	1.08	-0.05	8.18	8.18	9/30/13	2.70	74,047	100.00
Policy Index	0.79	-1.15	5.86	5.86	9/30/13	3.02		
Value Added	0.29	1.10	2.32	2.32	9/30/13	-0.32		
<b>Indices</b>								
MSCI ACWI (N)	2.16	1.19	7.86	7.86	9/30/13	5.14		
Barclays Gov/Cred Intermediate	0.07	-2.07	2.08	2.08	9/30/13	1.92		
ML US High Yld. BB/B Const.	1.67	1.26	14.72	14.72	9/30/13	5.57		
Bloomberg Barclays Aggregate	0.14	-2.98	2.65	2.65	9/30/13	2.75		

**NMI Settlement Fund**  
**Asset Allocation by Account Type**  
**Total Fund**  
**Month Ended 12/31/16**

Manager Name	Equity		Bonds		Cash		Intl Equity		Intl Bonds		Real Estate		Special Invest		Other		As Allocated To Manager	
	\$(000)	%	\$(000)	%	\$(000)	%	\$(000)	%	\$(000)	%	\$(000)	%	\$(000)	%	\$(000)	%	\$(000)	%
BlackRock Interm. Govt/Credit Idx B		0.0	8,176	11.0		0.0		0.0		0.0		0.0		0.0		0.0	8,176	11.0
Hotchkis & Wiley High Yield Fund		0.0	21,738	29.4	0	0.0		0.0		0.0		0.0		0.0		0.0	21,738	29.4
Dodge & Cox Income Fund		0.0	34,843	47.1		0.0		0.0		0.0		0.0		0.0		0.0	34,843	47.1
<b>Managed Fixed</b>	<b>0</b>	<b>0.0</b>	<b>64,757</b>	<b>87.5</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>64,757</b>	<b>87.5</b>
Mutual Fund Cash		0.0		0.0	1,406	1.9		0.0		0.0		0.0		0.0		0.0	1,406	1.9
<b>Managed Short Term</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>1,406</b>	<b>1.9</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>1,406</b>	<b>1.9</b>
BlackRock ACWI Superfund B	4,319	5.8		0.0		0.0	3,564	4.8		0.0		0.0		0.0		0.0	7,883	10.6
<b>Managed Equity</b>	<b>4,319</b>	<b>5.8</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>3,564</b>	<b>4.8</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>7,883</b>	<b>10.6</b>
<b>As Invested by Managers</b>	<b>4,319</b>	<b>5.8</b>	<b>64,757</b>	<b>87.5</b>	<b>1,406</b>	<b>1.9</b>	<b>3,564</b>	<b>4.8</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>74,047</b>	<b>100.0</b>
<b>As Allocated to Managers</b>	<b>4,154</b>	<b>5.6</b>	<b>64,757</b>	<b>87.5</b>	<b>1,406</b>	<b>1.9</b>	<b>3,729</b>	<b>5.0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>74,047</b>	<b>100.0</b>
<b>Total Fund Policy Targets</b>	<b>3,702</b>	<b>5.0</b>	<b>66,642</b>	<b>90.0</b>	<b>0</b>	<b>0</b>	<b>3,702</b>	<b>5.0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>74,047</b>	<b>100.0</b>

**NMI Settlement Fund**  
**Sources of Fund Growth**  
 Total Fund  
 Month Ended 12/31/16

Manager Name	Beginning Value \$(000)	Net Contrib \$(000)	Distrib & Adm Fees \$(000)	Invest Fees \$(000)	Invest Gain/Loss \$(000)	Ending Value \$(000)	Time Wtd Return (%)
BlackRock Interm. Govt/Credit Idx	8,230	0	61	0	7	8,176	0.09
Hotchkis & Wiley High Yield Fund	21,320	0	0	0	418	21,738	1.96
Dodge & Cox Income Fund	34,646	0	0	0	197	34,843	0.57
<b>Managed Fixed</b>	<b>64,195</b>	<b>0</b>	<b>61</b>	<b>0</b>	<b>623</b>	<b>64,757</b>	
Mutual Fund Cash	1,409	0	4	0	0	1,406	0.03
<b>Managed Short Term</b>	<b>1,409</b>	<b>0</b>	<b>4</b>	<b>0</b>	<b>0</b>	<b>1,406</b>	
BlackRock ACWI Superfund B	7,718	0	3	0	168	7,883	2.18
<b>Global Equity</b>	<b>7,718</b>	<b>0</b>	<b>3</b>	<b>0</b>	<b>168</b>	<b>7,883</b>	
<b>Total Fund</b>	<b>73,322</b>	<b>0</b>	<b>67</b>	<b>0</b>	<b>792</b>	<b>74,047</b>	<b>1.08</b>