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Nevada System of Higher Education

Discussion Materials — Operating Fund

March 12, 2026

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Wendy Walker, CFA
Ijeh Ogbechie
Lindsay Van Voorhis, CFA
David Breiner
Amanda Soto
Robin Ying
Gregory Lewis

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C|A

Operating Fund

Operating Fund

A. **Executive Summary**

B. Market Update

C. Performance & Risk/Return Characteristics

D. Nevada Investments & Local Impact

E. Operating Fund Status

EXECUTIVE SUMMARY

Market Update

Global equities extended their gains in Q4 2025, buoyed by robust corporate earnings, persistent strength in consumer spending, and continued momentum in artificial intelligence adoption across sectors. Investor sentiment was further supported by the Federal Reserve's ongoing rate cuts. Emerging markets, particularly in Latin America and EMEA, outperformed developed peers, aided by stabilizing commodity prices and improving fiscal balances. US Treasury yields remained rangebound, as mixed economic data tempered expectations for additional aggressive easing. In contrast, non-US sovereign yields edged higher, reflecting divergent central bank policies and persistent inflationary pressures in select regions. Corporate credit spreads remained tight, hovering near multi-decade lows amid strong risk appetite and limited default activity. The US dollar depreciated modestly, with losses accelerating in December as dovish Fed guidance and narrowing interest rate differentials weighed on the greenback. Real assets posted mixed results, while gold consolidated near record highs.

Global equities continued their ascent in January. Supportive financial conditions, resilient economic data, and solid corporate earnings offset stretched valuations and geopolitical tensions in regions such as Greenland and Iran. For early 2026 through February 15th, the global equity index has returned +2.9%, and the US fixed income index has returned +1.3%.

Operating Fund Performance and Asset Allocation as of December 31, 2025

For calendar year 2025, the Total Operating Fund posted a return of +14.5%, 50 basis points (bps) ahead of the Policy Index return of +14.0%. Outperformance over this period can be attributed to the Global ex US Equity and Intermediate-Term Bonds allocations, which beat their benchmarks by 260 bps and 240 bps, respectively. The Total Long-Term Pool returned +18.4% for the period, outperforming the Total Long-Term Pool Benchmark return by 90 bps. Global ex US Equities also led performance on an absolute basis, returning +33.8%.

As of December 31, 2025, the Long-Term Pool had underweights to TIPS and Long-Term Bonds, offset by overweights to US Equity and Global ex US Equity, which we address in our rebalancing recommendations below.

Operating Fund Return Projections

As shown in the following sections, while the Operating Fund Policy has a 3.9% expected real compound return over the long term (i.e., 25+ years), there is a wide range of potential outcomes, particularly over shorter time periods. For example, over any given 3-year period, the Operating Fund has a 50% likelihood of a real return between 0.9% and 6.9%, with a 25% likelihood of returns either above or below this range.

In addition to the general unpredictability of short-term returns, current market valuations pose additional headwinds to investors today: Strong performance over recent years have brought assets to levels that we view as unsustainable, implying that intermediate-term returns will likely fall short of long-term expectations. In a hypothetical scenario in which all asset class valuations reverted to their historical averages over the next 10 years, we project that US Equities would return -3.0% real (far below C|A's long-term return assumption of +5.7%), and US Treasuries would return +1.4% real (similarly falling short of C|A's long-term return assumption of +2.8%). Looking across the Operating Fund, this "return to normal" thought exercise suggests a +0.8% real return over the intermediate term – which would fail to support a 2.75% payout. We also present an analysis of returns in historical market downturns, showing that the Operating Fund could experience double-digit declines in environments like the Oil Shock of the early 1970s, the Tech Bubble Burst of the early 2000s or the Global Financial Crisis of 2007-2009.

Nevada Investments & Local Impact

At the Committee's request, in Section D we have included a summary of the Operating Fund account with RBC Access Capital Community Investment Fund, which consists of federally guaranteed mortgage-backed securities and Small Business Administration loans supporting properties and enterprises in multiple Nevada counties. The Operating Pool account was valued at $24.4 million as of 12/31/25 and is allocated as follows:

- 88.7% Affordable Homeownership
- 7.5% Multi-Family Affordable Housing
- 3.8% Small Business

Action Items

On the following page we include Operating Fund performance estimates for January (+1.8%) and mid-way through February (+0.3%). In response to the Committee's request for transparency into underlying fund holdings, we have added hyperlinks for each of the publicly traded mutual funds.

We will provide verbal updates on February and March performance at the upcoming meeting. We offer the following *preliminary* rebalancing recommendations (subject to potential adjustment if interim market volatility materially affects portfolio allocations):

- $20.0 million trim from Metis US Index Fund
- $6.0 million trim from Vanguard Developed Markets Index
- $17.0 million add to Vanguard Inflation-Protected Securities
- $9.0 million add to PIMCO Total Return

NSHE Operating Fund - Rebalancing Recommendations

	Allocation as of Dec 31, 2025		1/1/2026 - 1/31/2026	2/1/2026 - 2/15/2026	Estimated Allocation as of Feb 15, 2026		Recommendations (C|A)		Pro Forma Allocation		Targets	Allowable Range
	Assets ($ mm)	Allocation (%)	Est Perf (%)	Est Perf (%)	Assets ($ mm)	Allocation (%)	($ mm)	(%)	Assets ($ mm)	Allocation (%)	(%)	(%)
U.S. Equity												
Vanguard Institutional Index Plus (VIIIX)	207.4	29.5	1.4	-1.4	207.4	28.8			$207.4	28.8		
Metis US (S&P 500) Index Fund	85.6	12.2	1.4	-1.4	85.5	11.9	-20.0	-2.8	$65.5	9.1		
Total U.S. Equity	**$293.0**	**41.7%**	**1.4%**	**-1.4%**	**$292.9**	**40.6%**	**-$20.0**	**-2.8%**	**$272.9**	**37.9%**	**40.0%**	**33%-50%**
Global ex U.S. Equity												
Vanguard Developed Markets Index Plus (VDIPX)	128.6	18.3	6.0	2.5	139.7	19.4	-6.0	-0.8	$133.7	18.5		
Metis International (EAFE) Equity Index	70.9	10.1	4.7	2.5	76.1	10.6			$76.1	10.6		
Total Global ex U.S. Equity	**$199.5**	**28.4%**	**5.5%**	**2.5%**	**$215.7**	**29.9%**	**-$6.0**	**-0.8%**	**$209.7**	**29.1%**	**27.0%**	**17%-30%**
Marketable Alternatives												
Farallon Capital	0.5	0.1	0.0	-0.2	0.5	0.1			$0.5	0.1		
Total Marketable Alternatives	**$0.5**	**0.1%**	**0.0%**	**-0.2%**	**$0.5**	**0.1%**	**---**		**$0.5**	**0.1%**	**0.0%**	
TOTAL EQUITIES	**$492.9**	**70.2%**	**3.1%**	**0.2%**	**$509.2**	**70.6%**	**-$26.0**	**-3.6%**	**$483.2**	**67.0%**	**67.0%**	**50%-80%**
TIPS												
Vanguard Inflation-Protected Securities (VIPIX)	78.7	11.2	0.4	0.9	79.7	11.1	+17.0	2.4	$96.7	13.4		
Vanguard Short-Term Inflation-Protected Securities (VTSPX)	47.4	6.7	0.6	---	47.6	6.6			$47.6	6.6		
Total TIPS	**$126.1**	**18.0%**	**0.5%**	**0.5%**	**$127.4**	**17.7%**	**$17.0**	**2.4%**	**$144.4**	**20.0%**	**20.0%**	**8%-25%**
Long Term Bonds												
PIMCO Total Return (PTTRX)	53.1	7.6	0.3	1.2	53.9	7.5	+9.0	1.3	$62.9	8.7		
Allspring Core Fixed Income	29.9	4.3	0.3	1.2	30.3	4.2			$30.3	4.2		
Total Long Term Bonds	**$83.0**	**11.8%**	**0.3%**	**1.2%**	**$84.2**	**11.7%**	**$9.0**	**1.3%**	**$93.2**	**12.9%**	**13.0%**	**8%-25%**
TOTAL LONG-TERM POOL	**$702.0**	**100.0%**	**2.3%**	**0.4%**	**$720.7**	**100.0%**	**---**		**$720.7**	**100.0%**	**100.0%**	
Estimated MTD investment gain/(decline)			***$16.2***	***$2.6***								
							Recommendations (NSHE Staff)					
Intermediate Term Bonds												
Access Community Investment Fund	24.4		0.0	1.2	24.7				24.7			
Total Intermediate Term Bonds	**$24.4**		**0.0%**	**1.2%**	**$24.7**		**---**		**$24.7**			
Estimated MTD investment gain/(decline)			***$0.0***	***$0.3***								
Short Term Bonds and Cash												
Short Term Bonds and Cash	217.4		0.3	0.1	218.3				218.3			
Total Short Term Bonds and Cash	**$217.4**		**0.3%**	**0.1%**	**$218.3**		**---**		**$218.3**			
TOTAL OPERATING FUND	**$943.8**		**1.8%**	**0.3%**	**$963.8**		**---**		**$963.8**			

Note: Market values are estimated using manager preliminary or mutual fund returns or (if highlighted in peach) index proxies.
Actual client-specific returns may ultimately differ from managers' fund-level preliminary estimates.

Overweight Global ex US Equities/Underweight US Equities

Recommended since May 31, 2025

Investment thesis: We expect global ex US equities will outperform US equities as economic growth in the United States slows relative to elsewhere and the US dollar weakens. Relative valuations for global ex US equities remain very low, while relative performance and currency strength has more room to run as demonstrated in past episodes of USD weakness, thus allowing for higher upside potential.

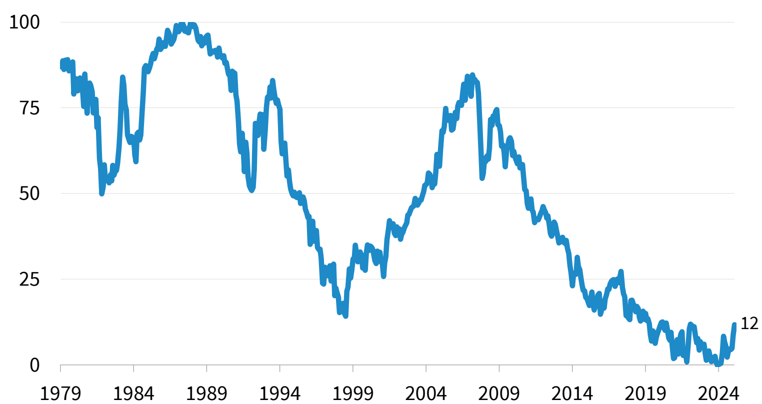
Key support 1: Global ex US equities have historically outperformed US equities in weak dollar cycles as non-US currencies rallied against the dollar. While they have lagged US equities for most of the past decade amid continued USD strength, they outperformed in 2025 as the dollar weakened. We expect the dollar to continue to weaken over our tactical horizon as US tariffs and the lagged impact of tight monetary policy result in US economic growth slowing relative to elsewhere. US policy uncertainty may also continue to weigh on the demand for US assets and place downward pressure on the dollar.

Key support 2: Valuations for both US equities and the US dollar have run up and remain near all-time highs. In contrast, relative valuations for global ex US equities and currencies remain low, which should help to mitigate some downside risks. While recent outperformance has left global ex US equities looking stretched from a 12-month momentum basis, history suggests non-US outperformance and currency strength have more room to run as demonstrated by past weak dollar cycles, such as between 1971–78, 1985–95, and 2002–11.

Key risks: US tariffs and increased policy uncertainty may weigh on the growth of non-US economies, although continued monetary and fiscal policy easing should help to provide some support. Global ex US equities are also underweight the technology sector, which drove recent US equity outperformance. Any rebound in US tech leadership could see non-US equities underperform. Nevertheless, elevated equity valuations for these sectors imply they are more vulnerable to downside shocks, particularly in the face of slowing global growth.

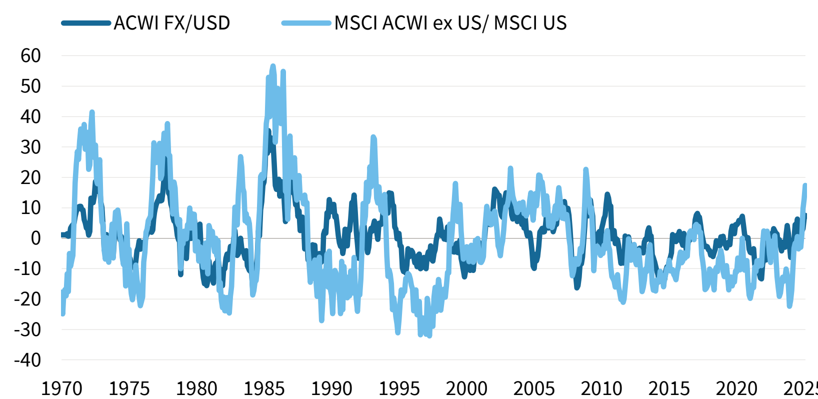
Relative CAPCE: MSCI ACWI ex US/MSCI US

December 31, 1979 – January 31, 2026 • Percentile (%)



Relative 12-month momentum

December 31, 1970 – January 31, 2026 • Percent (%)



Sources: MSCI Inc. and Thomson Reuters Datastream. MSCI data provided "as is" without any express or implied warranties.
Note: MSCI ACWI valuations prior to November 30, 1995, and MSCI ACWI performance prior to December 31, 1987, are proxied by the MSCI World ex US Index.

Cambridge Associates events provide frequent opportunities to connect with us and your peers

Coming soon

Investment Leaders Exchange

April 13–14, 2026 • Four Seasons Chicago

The Investment Leaders Exchange brings together an exclusive group of global asset allocators, portfolio managers, and industry leaders for a two-day event designed to spark bold thinking and deliver actionable investment ideas aimed at driving total portfolio outperformance.

This event is intended for private families and institutional investors, and we invite CIOs, investment committee members, family principals, senior investment staff, and trustees to join us.

In addition to Chicago, Cambridge Associates will also host similar, shorter-format events in Singapore, Milan, and London throughout 2026.

↗ Register, meet our speakers, and view the agenda.

In case you missed it

Green Horizons or Gridlocked: Challenges & Opportunities in Europe's Energy Transition

January 27, 2026 • London

Together with industry though leaders, Cambridge Associates explored Europe's energy transition. Experts emphasized that success requires moving beyond renewable generation alone to address critical gaps in grid infrastructure, demand-side electrification (transport, heating, industrial), and regulatory reforms particularly shifting taxation from electricity to gas to resolve Europe's high-price/high-renewable paradox.

↗ Click here for takeaways from the event.

2026 Outlook Webinar

December 4, 2025

Our team examines the key forces shaping the economic environment, including artificial intelligence adoption and innovation, central bank policies, energy demand growth, geopolitics, and labor market dynamics, among others. Against this backdrop, we share our perspectives on which public and private asset classes are best positioned to outperform in 2026 and beyond.

↗ Watch the replay to gain valuable insights and actionable ideas for the year ahead.

NextGen Leaders Connect

October 22–23, 2025
Santa Monica, CA

The NextGen Leaders Connect convened family members who anticipate a more engaged and active role in the future management of their family wealth, their family business, and their families' investment portfolios. Participants had the opportunity to develop relationships with peers and hear insights from leading founders across different industries.

Private Investments Summits

March–September 2025
Boston, Hong Kong, Singapore, Los Angeles, Dubai, London

Cambridge Associates recently completed a global series of Private Investments Summits that convened industry leaders to examine the evolving landscape of private investments, offering valuable perspectives on both opportunities and challenges facing investors today.

For more information, please visit cambridgeassociates.com/events or contact events@cambridgeassociates.com.

Cambridge Associates at a glance

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Cambridge Associates Year in Review 2024-25

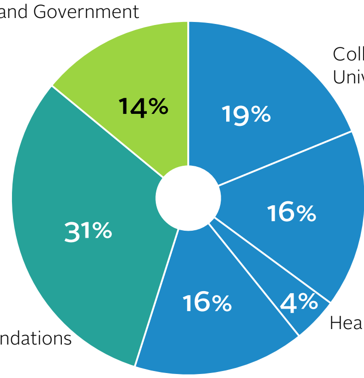
Our clients

AVERAGE TENURE

14 YRS

TOTAL ASSETS

$616B



Our locations

% OF INVESTMENT TEAM OUTSIDE US

25%

% OF INVESTMENT STRATEGIES OUTSIDE US

36%

Arlington, VA
Beijing, China
Boston, MA
Dallas, TX
Dubai, UAE
Hong Kong SAR, China
London, UK
Munich, Germany
New York, NY
San Francisco, CA
Singapore
Sydney, Australia
Zurich, Switzerland

Our networks

MANAGER CONCESSIONS NEGOTIATED SINCE 2016

700+

EMERGING MANAGERS AS PERCENT OF OVERALL PRIVATE INVESTMENT RECOMMENDATIONS

50%

Join us in 2026 for our

Investment Leaders Exchange

in Chicago, London, Dubai, or Singapore

Scan the QR code for more information

Our team

NUMBER OF SENIOR INVESTMENT PROFESSIONALS

280

LANGUAGES SPOKEN

30+

FIRM OWNERSHIP STRUCTURE

% OWNED BY CURRENT, FORMER EMPLOYEES	% OWNED BY CLIENT INVESTORS
31%	69%

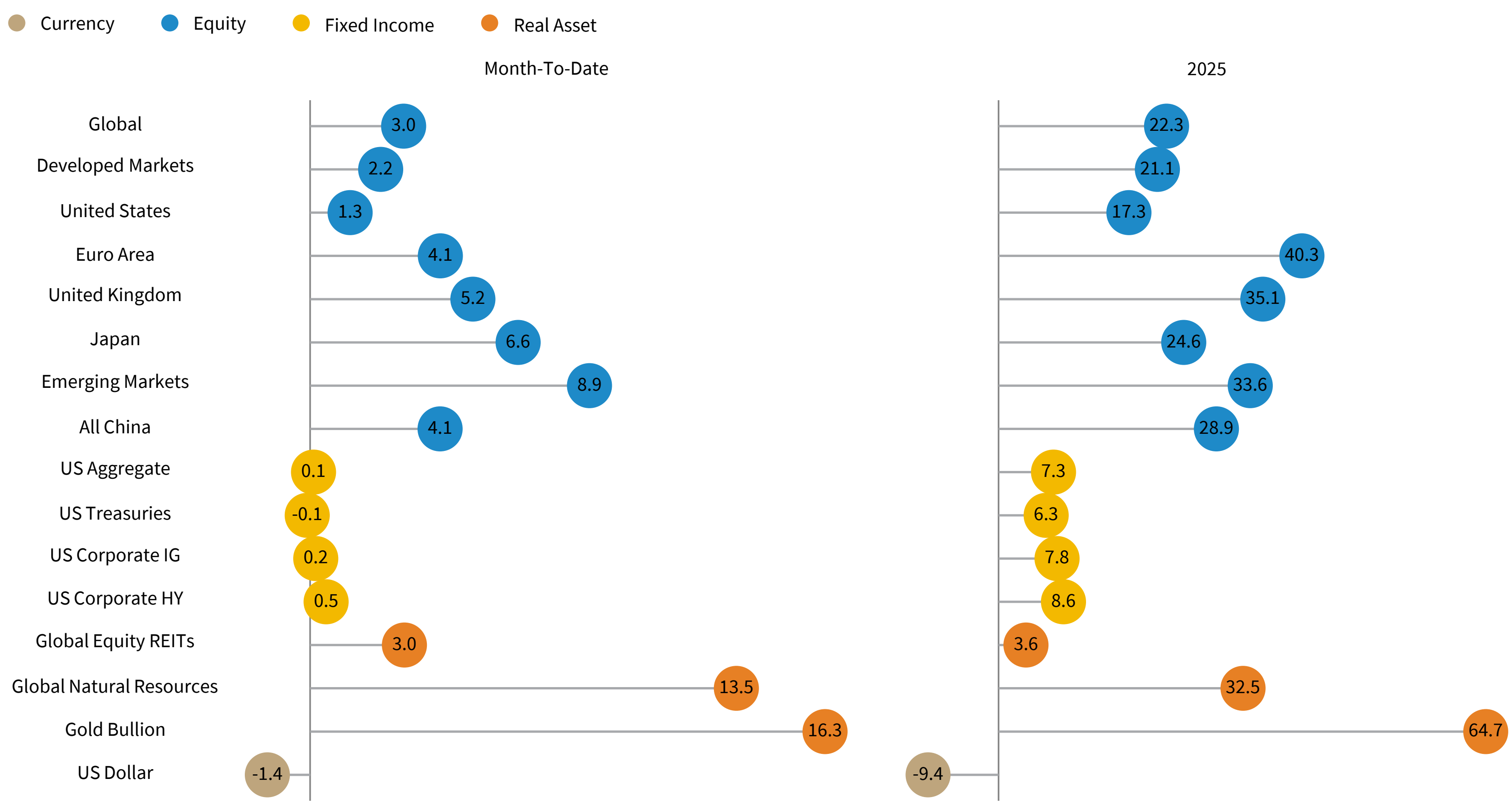
As of June 30, 2025, unless otherwise noted. Note: Client chart based on client count by type. **Other Non-Profit** clients include a wide variety of non-profit organizations including, but not limited to, medical institutions, professional and research organizations, service organizations, religious institutions, performing arts institutions, and settlement trusts. **Families & Family Foundations** include individuals, families, family offices and associated private foundations. **Government/Pension** clients include public and government-related funds, superannuation funds, and sovereign wealth funds.

Operating Fund

Solid equity gains have extended into 2026, supported by healthy economic and earnings growth

Global asset class performance

As of January 31, 2026 • US dollar terms • Percent (%)

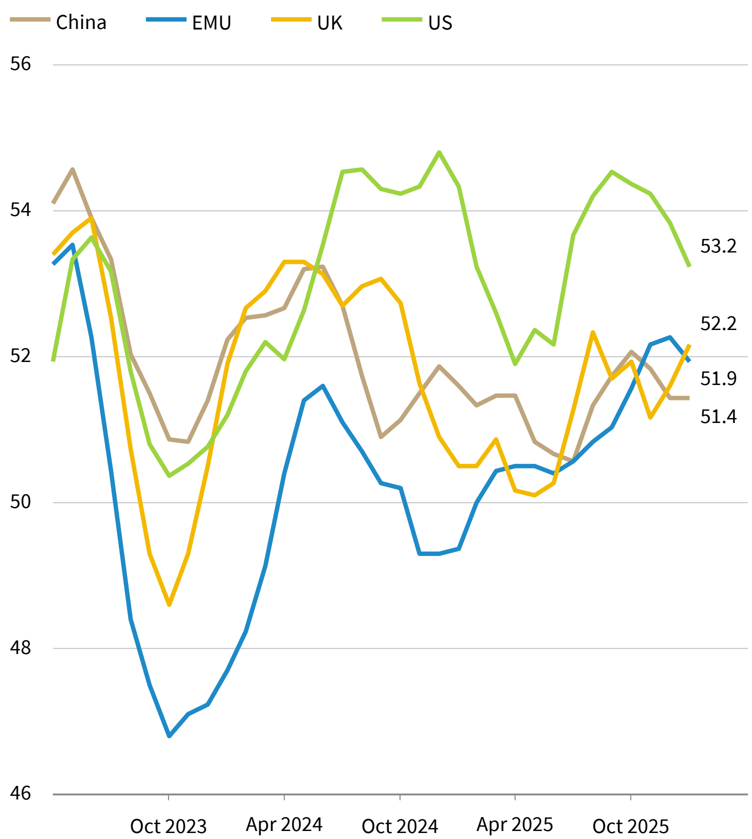


Sources: Bloomberg Index Services Limited., ICE Benchmark Administration Ltd., MSCI Inc., and Thomson Reuters Datastream. MSCI data provided "as is" without any express or implied warranties.
Notes: Equity data are total returns net of dividend taxes of MSCI indexes. Fixed income data are total returns of Bloomberg indexes. MSCI Global Equity REIT Index, the MSCI ACWI Commodity Producers Index, and LBMA gold prices are used to calculate real asset performances. The US Dollar Index (DXY) is used to calculate US dollar performance.

Accommodative policy and easing trade tensions support economic activity and the growth outlook

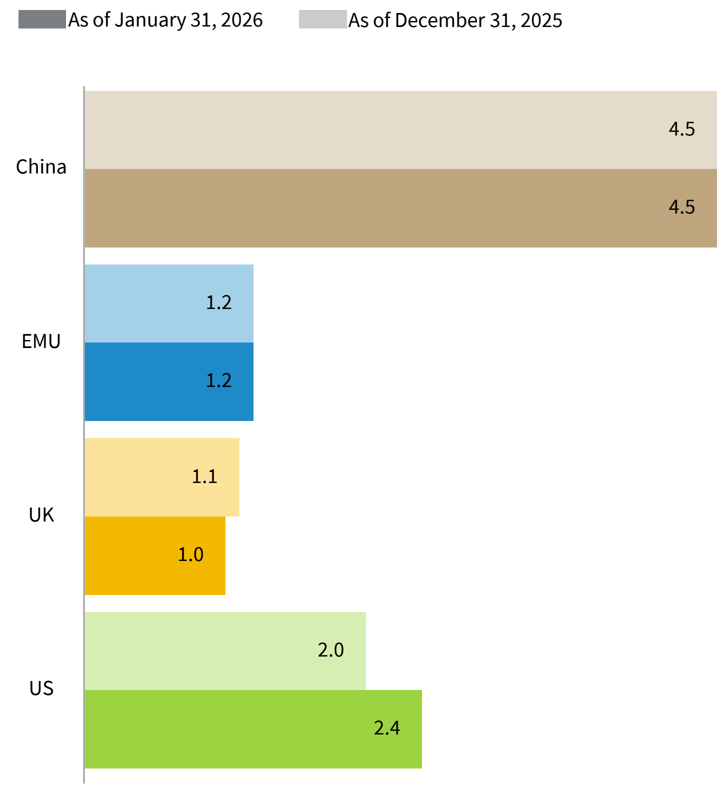
Composite PMIs

April 30, 2023 – January 31, 2026 • Index Value



2026 real GDP growth estimates

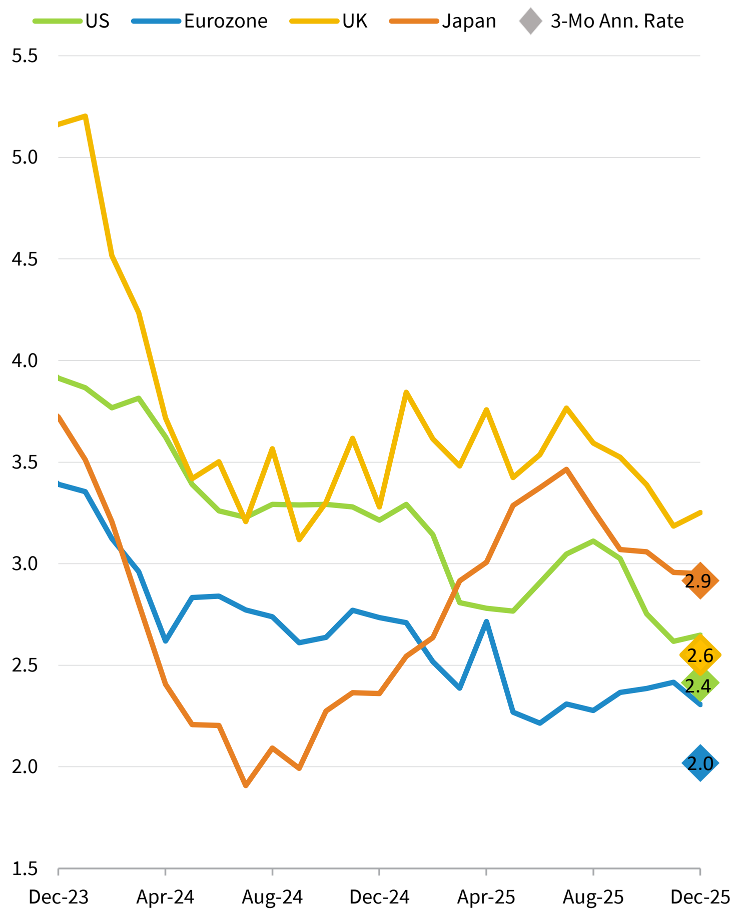
Percent (%)



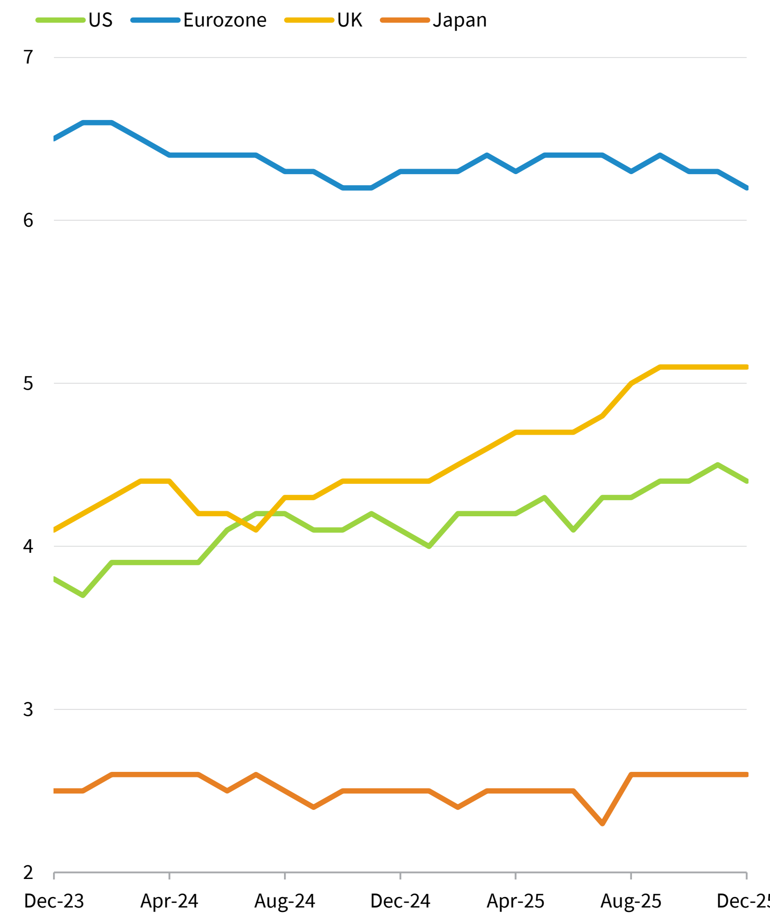
Sources: Bloomberg L.P., S&P Global, and Thomson Reuters Datastream.
Notes: Composite PMI data represent three-month averages. A composite PMI (Purchasing Managers Index) is a survey-based economic indicator that combines responses from purchasing managers in both the manufacturing and services sectors to gauge overall business activity. The index is calculated as a weighted average of the proportion of respondents reporting improvement, no change, or deterioration in key business metrics. A reading above 50 signals expansion in activity, while a reading below 50 indicates contraction.

Declining inflation rates have eased the path to rate cuts for regions with some labor market concerns

Core CPI for select regions
December 31, 2023 – December 31, 2025 • YOY percent change (%)



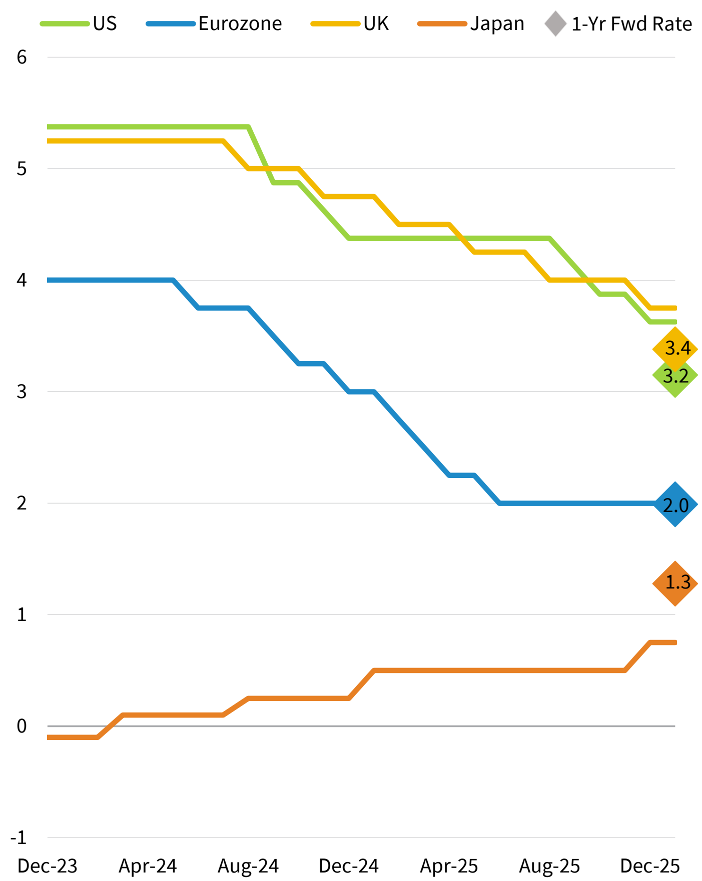
Unemployment rates for select regions
December 31, 2023 – December 31, 2025 • Percent (%)



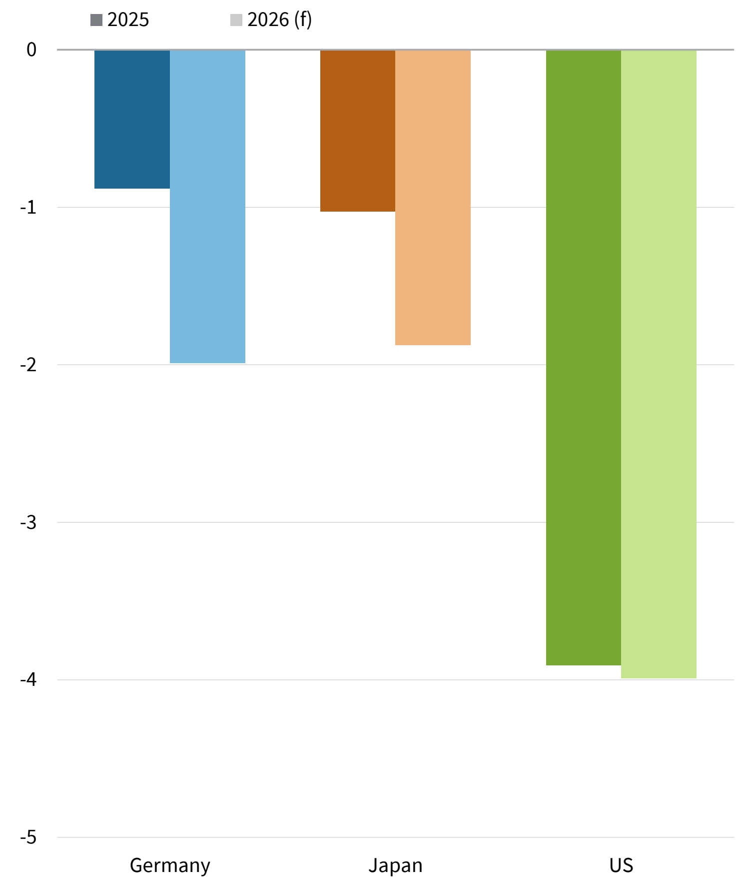
Sources: National Sources and Thomson Reuters Datastream.
Notes: The LHS chart displays the year-over-year growth rate, with diamonds indicating the latest three-month seasonally adjusted annualized rate. For the US, the seasonally adjusted annualized rate is based on two months of data due to the government shutdown. RHS chart data for the UK are as of October 31.

Rate-cutting cycles appear to be nearing an end, while fiscal policy is set to become more stimulative

Policy rates for select regions and 1-yr forward rate
December 31, 2023 – January 31, 2026 • Percent (%)



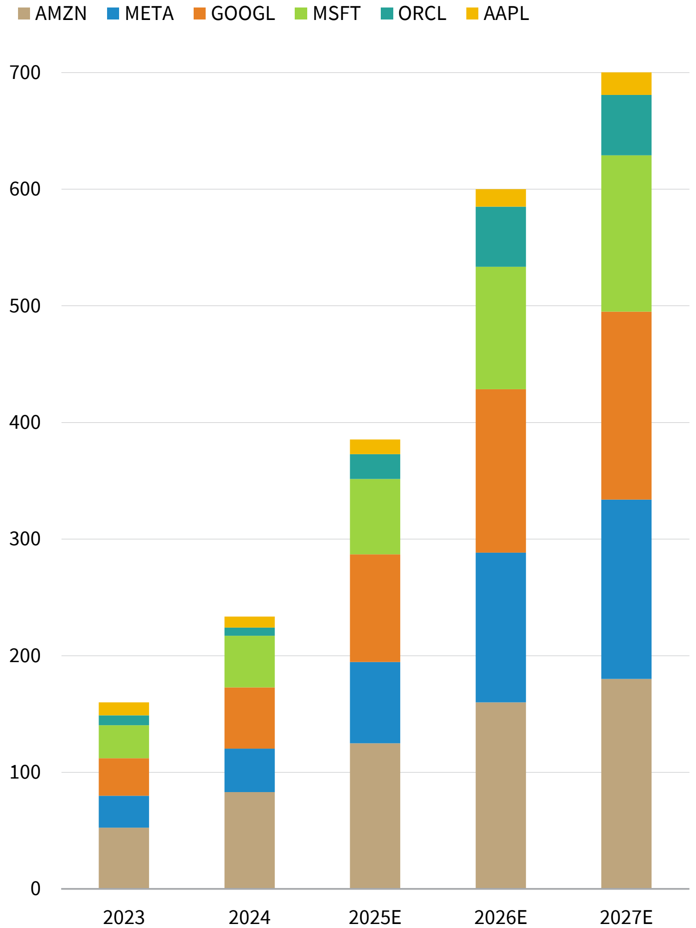
Structural primary balance
As of January 19, 2026 • Percent of potential GDP (%)



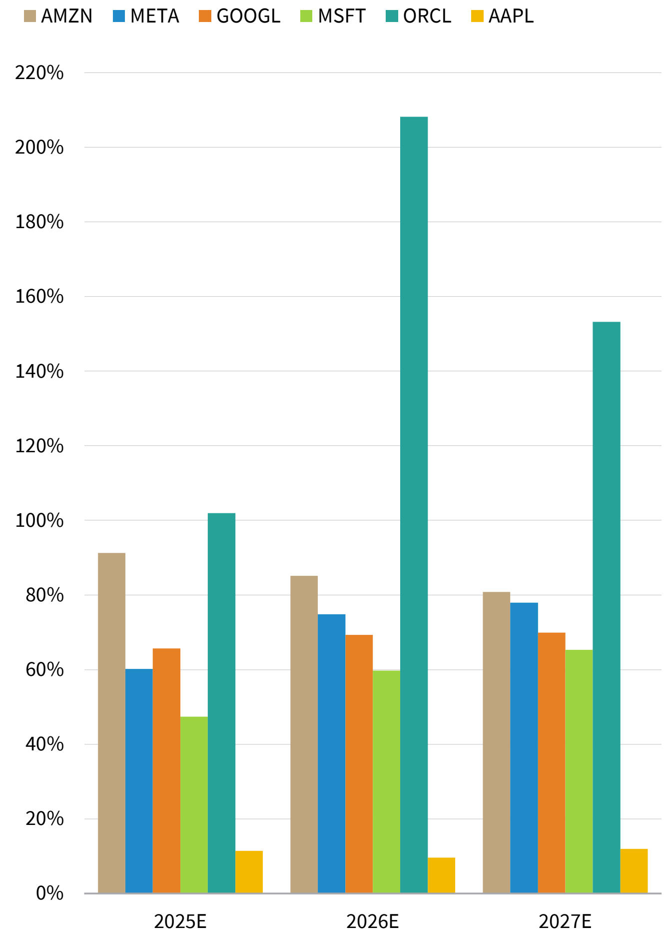
Sources: Bloomberg L.P., IMF, National Sources, and Thomson Reuters Datastream.
Notes: The federal funds target range is 3.50%–3.75%; the midpoint of 3.63% is used to represent future market expectations. Diamonds in the LHS chart indicate market-implied one-year forward rates. European Central Bank (ECB) data reflect the ECB overnight deposit rate. For the RHS chart, data are sourced from the IMF's January World Economic Outlook. The general government structural primary balance refers to the cyclically adjusted primary balance, further corrected for a broader set of noncyclical factors, including changes in asset and commodity prices.

Hyperscaler capex expectations keep rising and are joining earnings as a key performance driver

Hyperscaler CAPEX
As of January 31, 2026 • Billions ($)



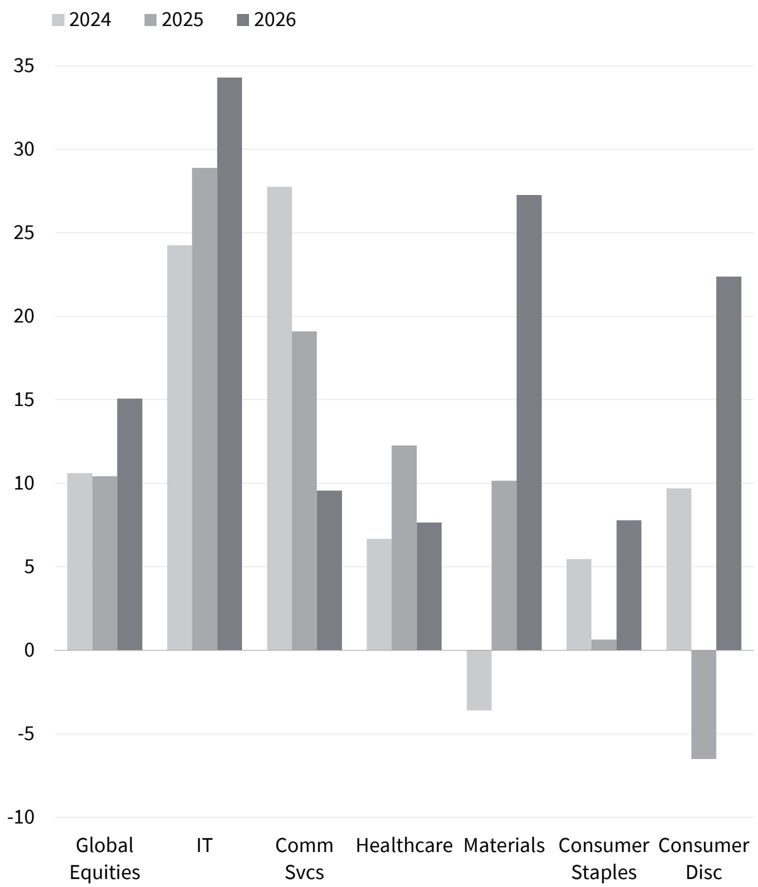
Hyperscaler CAPEX as a percent of operating cash flow
As of January 31, 2026 • Percent (%)



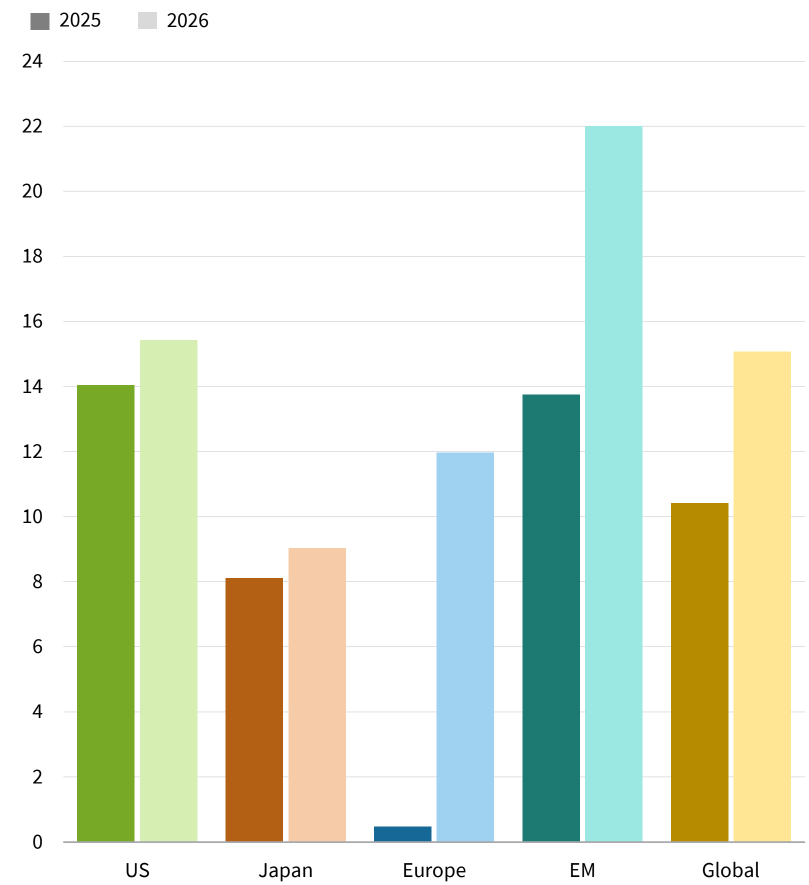
Sources: Bloomberg L.P. and Goldman Sachs US Research.
Note: Data for 2025–27 are year-end estimates.

Shifting sector leadership on earnings may allow other countries to play catch up with US

Expected EPS growth by sector
As of January 31, 2026 • US dollar • Percent (%)



Expected EPS growth by region
As of January 31, 2026 • Percent (%)



Sources: I/B/E/S, MSCI Inc., and Thomson Reuters Datastream. MSCI data are provided “as is” without any express or implied warranties.
Notes: Global equities are represented by the MSCI All Country World Index. Japan FY EPS data reflect earnings growth measured from March through the following 12-month period.

Current valuation levels of various asset classes

As of January 31, 2026

Richly Priced ⟷ **Cheaply Priced**

100th–90th Percentile
- Gold
- DM Equities
- US Equities
- US Value Equities
- US Growth Equities
- Asia ex Japan Equities
- US HY Bonds
- EM Equities
- Euro HY Bonds
- DM ex US Equities
- US Tax-Exempt Bonds
- Europe ex UK Equities
- US Small-Cap Equities
- US Corp Bonds

90th–75th Percentile
- Japanese Equities
- UK Corp Bonds
- USD vs DM Currencies
- LC EM Debt
- Euro Area Corps
- Commodities
- China A-Shares Equities

75th–25th Percentile
- USD EM Debt
- Euro Area Sov Bonds
- US Treasuries
- UK Equities
- DM Public RE
- Nat Res Equities
- DM ex US SC Equities
- Leveraged Loans
- EM Currencies vs USD
- US Infl-Linked Bonds

25th–10th Percentile
- Global Infl-Linked Bonds
- UK Gilts

10th–0 Percentile

KEY
- Equities
- Fixed Income
- Real Assets
- Currencies

Source: Cambridge Associates LLC.
Notes: This exhibit compares current valuation levels to historical levels across a variety of asset classes. A percentile rank of 50 indicates that an asset class's current valuation level is consistent with its long-term median, while a percentile rank of 75 indicates that level is higher than 75% of historical data. The valuation level for each asset class is determined by a metric or composite of metrics relevant to that asset class.
044x

Operating Fund

Investment Performance by Composite

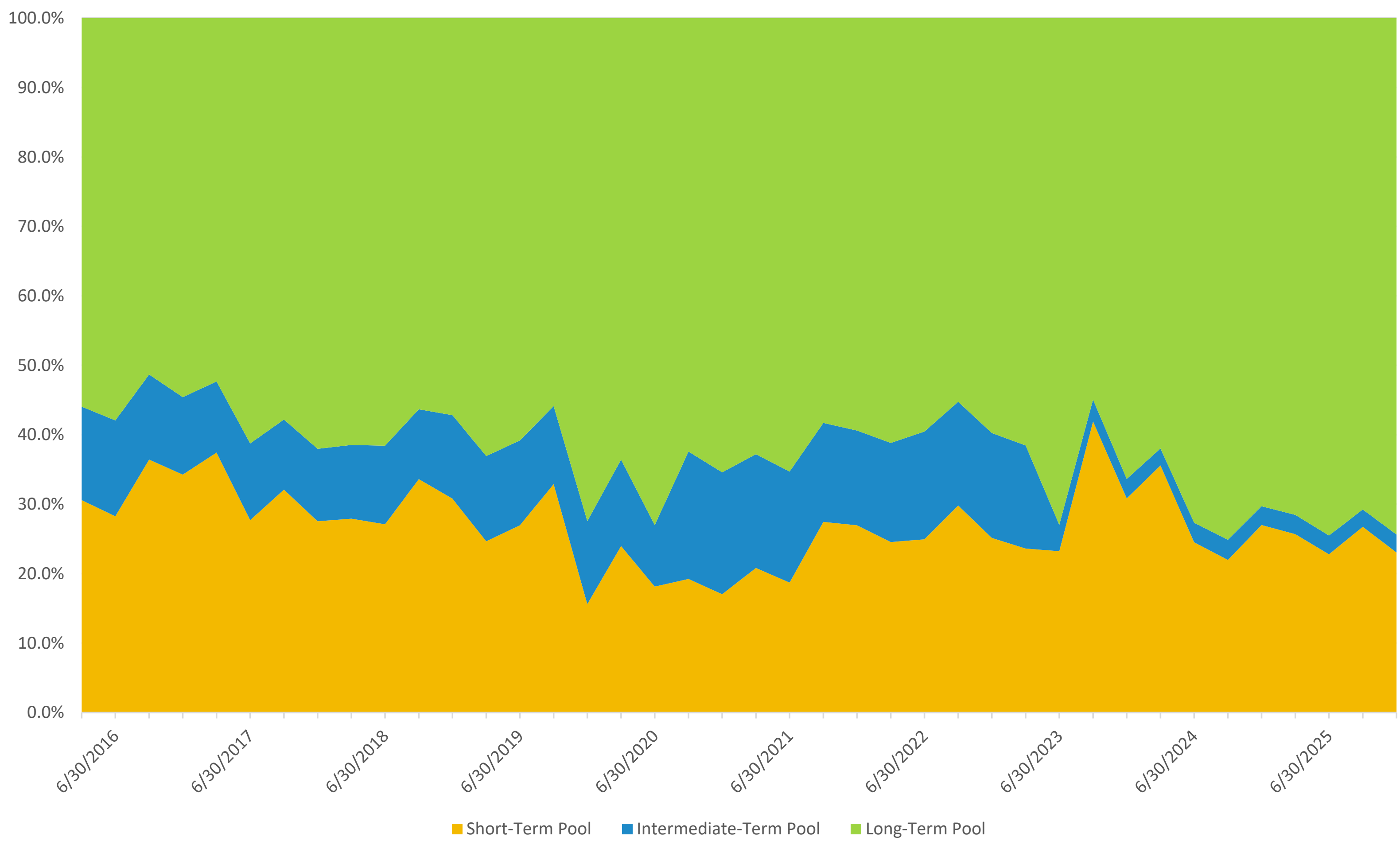
As of 12/31/2025

Returns (%)	INCEPTION DATE	CURRENT MARKET VALUE	MONTH TO DATE	FISCAL YEAR TO DATE JUN	CALENDAR YEAR TO DATE	ANNUALIZED TRAILING 5 YEARS	ANNUALIZED SINCE 03/31/17	ANNUALIZED SINCE INCEPTION
Total Operating Fund*	6/30/1996	$943,937,901	0.7	6.6	14.5	6.6	6.9	5.5
Total Operating Fund Dynamic Index	*6/30/1996*		*0.6*	*6.2*	*14.0*	*6.4*	*6.8*	*5.0*
Operating Liquidity Pools*	**6/30/1996**	**$241,807,186**	**0.4**	**1.9**	**3.9**	**1.8**	**1.7**	**2.6**
Intermediate-Term Bonds*	**6/30/1996**	**$24,394,003**	**1.4**	**3.7**	**7.5**	**1.0**	**1.6**	**3.5**
BofA ML 1-3 Yr Treasury Bond Index	*6/30/1996*		*0.3*	*2.2*	*5.1*	*1.8*	*2.0*	*3.0*
Value Add			*1.1*	*1.4*	*2.4*	*-0.8*	*-0.4*	*0.5*
Short-Term Bonds and Cash[3]	**6/30/1996**	**$217,413,183**	**0.3**	**1.7**	**3.5**	**2.5**	**2.0**	**2.3**
BofA ML 91-Day Treasury Bills	*6/30/1996*		*0.3*	*2.1*	*4.2*	*3.2*	*2.4*	*2.4*
Value Add			*0.0*	*-0.3*	*-0.7*	*-0.6*	*-0.5*	*-0.1*
Total Long-Term Pool*	**6/30/1996**	**$702,130,715**	**0.8**	**8.4**	**18.4**	**8.8**	**9.4**	**7.4**
Long-Term Pool Benchmark[1]	*6/30/1996*		*0.7*	*7.8*	*17.4*	*8.0*	*9.0*	*6.6*
Value Add			*0.2*	*0.6*	*0.9*	*0.8*	*0.4*	*0.8*
Total Equity	**6/30/2000**	**$492,471,101**	**1.3**	**11.0**	**23.9**	**12.4**	**12.4**	**7.1**
U.S. Equity	**6/30/2000**	**$292,962,953**	**0.1**	**11.0**	**17.8**	**14.4**	**14.8**	**8.4**
S&P 500 Index	*6/30/2000*		*0.1*	*11.0*	*17.9*	*14.4*	*14.8*	*8.3*
Value Add			*0.0*	*0.0*	*-0.1*	*-0.1*	*0.0*	*0.2*
Global ex U.S. Equity	**6/30/2000**	**$199,508,148**	**3.2**	**11.0**	**33.8**	**9.0**	**9.0**	**5.0**
MSCI EAFE Index (N)	*6/30/2000*		*3.0*	*9.9*	*31.2*	*8.9*	*8.4*	*4.8*
Value Add			*0.2*	*1.1*	*2.6*	*0.0*	*0.6*	*0.2*
Marketable Alternatives*	**6/30/2000**	**$608,739**	**0.0**	**-3.1**	**-31.4**	**-2.4**	**-2.7**	**3.4**
HFRI Fund of Funds Diversified Index	*6/30/2000*		*1.3*	*7.1*	*10.5*	*5.5*	*5.4*	*4.0*
Value Add			*-1.3*	*-10.2*	*-42.0*	*-7.8*	*-8.1*	*-0.6*
TIPS	**6/30/2000**	**$126,076,608**	**-0.3**	**2.1**	**6.7**	**1.8**	**3.2**	**4.8**
BBG US TIPS Index	*6/30/2000*		*-0.4*	*2.2*	*7.0*	*1.1*	*2.8*	*4.7*
Value Add			*0.1*	*-0.1*	*-0.3*	*0.7*	*0.3*	*0.1*
Long-Term Bonds	**6/30/1996**	**$82,974,267**	**-0.1**	**4.0**	**8.7**	**0.2**	**2.3**	**5.1**
BBG Aggregate Bond Index	*6/30/1996*		*-0.1*	*3.2*	*7.3*	*-0.4*	*1.9*	*4.3*
Value Add			*0.0*	*0.8*	*1.4*	*0.5*	*0.4*	*0.7*

Rows marked with "*" contain preliminary data.
[1] For Benchmark details, please refer to the Custom Benchmark Composition exhibit.
[3] Includes Funds Pending Placement.

Total Operating Fund Breakout

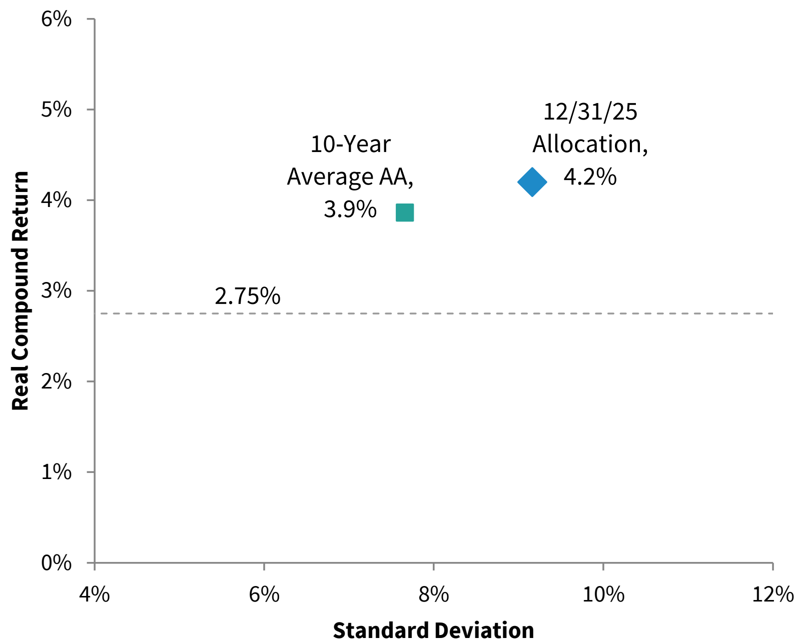
Trailing 10-Years as of 12/31/2025



Note: Total Operating Fund Portfolio comprised of Long-Term Pool, Intermediate-Term Pool, and Short-Term Pool tracked on a quarterly basis.

Operating Fund – Long-Term Risk/Return Expectations

Long-Term Real Risk/Return Projections



Summary Statistics – Real Returns

	12/31/25 Allocation	10-Year Average AA
Estimated Long-Term Real Compound Return	4.2%	3.9%
Estimated Range of Returns (25th-75th %ile)	3.0% - 5.4%	2.8 - 4.9%
Estimated Volatility (Standard Deviation)	9.2%	7.7%
Estimated Beta to Global Equity	0.50	0.41
Long-Term Risk: Estimated Probability of Not Achieving 2.75% Real Compound Return Over 25 Years	21%	23%
Short-Term Risk: Estimated Cumulative Decline, 2008 Financial Crisis	-27.0%	-21.0%

Disclosures

Before investing, you should consider carefully a fund's investment objectives, risks, charges, and expenses. This and other information is in the prospectus, which you can view by visiting http://dfinview.com/usrbcgam or request by calling 800.422.2766. Please read the prospectus carefully before investing.

RBC Global Asset Management (U.S.) Inc. is the Adviser for the RBC Funds Trust. The Funds are distributed by Quasar Distributors, LLC. Securities are offered through RBC Wealth Management, a division of RBC Capital Markets, LLC, member NYSE/FINRA/SIPC.

The Bloomberg US Aggregate Bond Index measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market. It includes Treasuries, government-related and corporate securities, mortgage-backed securities (agency fixed-rate and hybrid adjustable-rate mortgage pass-throughs), asset-backed securities, and commercial mortgage-backed securities (agency and non-agency).You cannot invest directly in an index.

Mutual fund investing involves risk. Principal loss is possible. Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. The Fund is non-diversified, which means it may concentrate its assets in fewer individual holdings than a diversified fund. Therefore, the Fund is more exposed to individual security volatility than a diversified fund. Investing in the Fund involves other risks including but not limited to concentration in the affordable housing industry, competition for investments, the effects of leveraging the Fund's portfolio, and investments in illiquid securities. These risks are described more fully in the prospectus.

Not FDIC Insured. No Bank Guarantee. May Lose Value.

NEVADA SYSTEM OF HIGHER EDUCATION
RESERVE ACCOUNT ANALYSIS
April 2000 - December 2025

	Operating Fund Market Value*	Monthly Investment Income Earned	Monthly Investment Income Distributed	Additional Distributions	Reserve Account Ending Balance	Reserve/(Deficit) as % of Total Operating Fund
Nov-2018	762,699,933	6,136,519	- 1,136,756		**23,111,191**	3.03
Dec-2018	752,705,668	- 20,825,049	- 1,078,367		**1,167,391**	0.16
Jan-2019 [19]	753,528,570	23,632,965	- 1,096,327		**23,296,550**	3.09
Feb-2019	754,807,467	9,824,828	- 1,452,664		**31,564,140**	4.18
Mar-2019	761,309,536	9,279,311	- 1,515,302		**38,857,044**	5.10
Apr-2019	764,955,436	11,312,489	- 1,614,169		**48,487,968**	6.34
May-2019	774,616,352	- 13,890,657	- 1,571,635		**32,952,377**	4.25
Jun-2019	746,443,912	21,045,778	- 1,567,035		**52,205,793**	6.99
Jul-2019	720,007,773	381,944	- 1,395,492		**51,172,462**	7.11
Aug-2019	785,158,884	- 779,722	- 1,450,754		**48,914,638**	6.23
Sep-2019	846,535,697	6,233,348	- 1,617,017		**53,507,273**	6.32
Oct-2019	856,744,736	8,834,730	- 1,693,946		**60,625,110**	7.08
Nov-2019	850,439,695	10,005,189	- 1,662,312		**68,946,980**	8.11
Dec-2019	806,757,327	12,830,074	- 1,577,866		**80,177,860**	9.94
Jan-2020	891,688,604	- 67,519	- 1,500,526		**78,625,336**	8.82
Feb-2020	922,289,270	- 26,731,149	- 1,768,312		**50,103,331**	5.43
Mar-2020	811,327,908	- 52,289,889	- 1,670,447		**- 3,927,762**	-0.48
Apr-2020	775,956,294	37,779,458	- 1,594,553		**32,236,898**	4.15
May-2020	762,669,298	18,944,864	- 1,504,025		**49,410,102**	6.48
Jun-2020	739,239,986	11,363,713	- 1,436,870		**59,317,547**	8.02
Jul-2020	715,432,013	13,526,497	- 1,367,936		**71,458,484**	9.99
Aug-2020	750,071,933	24,059,497	- 1,362,878		**94,131,414**	12.55
Sep-2020 [20]	783,127,870	- 4,553,776	- 1,506,452	- 73,000,000	**16,589,199**	2.12
Oct-2020	752,504,883	- 10,598,354	- 1,648,426		**4,321,690**	0.57
Nov-2020	770,414,379	40,817,346	- 1,674,331		**43,446,992**	5.64
Dec-2020	800,821,461	17,596,818	- 1,661,247		**59,314,129**	7.41
Jan-2021	801,989,497	- 3,592,874	- 1,620,479		**54,077,946**	6.74
Feb-2021	811,299,798	6,713,929	- 1,713,862		**59,057,334**	7.28
Mar-2021	839,464,763	13,248,129	- 1,778,902		**70,506,600**	8.40
Apr-2021	867,572,029	18,665,949	- 1,764,575		**87,388,466**	10.07
May-2021	867,559,211	8,709,068	- 1,748,219		**94,327,700**	10.87
Jun-2021	850,146,946	4,366,402	- 1,744,947		**96,682,304**	11.37
Jul-2021	846,055,682	9,850,417	- 1,696,940		**104,816,309**	12.39
Aug-2021	901,931,433	9,401,085	- 1,730,758		**112,458,814**	12.47
Sep-2021	968,136,826	- 18,290,298	- 1,812,661	- 13,055,807	**79,271,334**	8.19
Oct-2021	984,247,430	19,911,506	- 1,996,177	- 18,956,339	**78,208,255**	7.95
Nov-2021	944,077,590	- 5,851,187	- 1,961,147		**70,375,029**	7.45
Dec-2021	959,607,403	17,310,812	- 1,908,942		**85,755,161**	8.94
Jan-2022	1,011,622,318	- 24,280,980	- 1,903,980		**59,545,381**	5.89
Feb-2022	974,461,174	- 11,541,309	- 1,992,047		**45,938,564**	4.71
Mar-2022	922,855,315	2,729,592	- 2,048,720		**46,603,144**	5.05
Apr-2022	876,338,530	- 40,563,162	- 2,066,983		**3,962,090**	0.45
May-2022	801,574,962	6,736,026	- 2,038,768		**8,448,237**	1.05
Jun-2022	748,819,988	- 37,445,974	0		**- 28,941,893**	-3.87
Jul-2022	741,544,311	32,094,620	0		**3,238,566**	0.44
Aug-2022	714,610,109	- 22,563,024	0		**- 19,246,567**	-2.69
Sep-2022	696,296,970	- 44,163,254	0		**- 63,220,462**	-9.08
Oct-2022	730,359,216	22,587,745	0		**- 40,351,965**	-5.52
Nov-2022	769,940,214	34,674,251	0		**- 5,345,907**	-0.69
Dec-2022	747,040,548	- 15,973,584	0		**- 21,013,709**	-2.81
Jan-2023	724,091,333	31,375,155	0		**10,751,942**	1.48
Feb-2023	885,523,459	- 14,154,935	0		**- 3,157,792**	-0.36
Mar-2023	898,282,674	17,786,032	0		**14,873,488**	1.66
Apr-2023	901,696,797	8,984,906	- 1,995,815		**22,241,902**	2.47
May-2023	749,788,500	- 6,926,197	0		**15,617,966**	2.08
Jun-2023	746,145,145	19,941,847	- 1,612,591		**34,294,470**	4.60

* Ending Market Value. (Prior to Feb. 2023, was average Market Value for the month)
See endnotes at the end of this exhibit

NEVADA SYSTEM OF HIGHER EDUCATION
RESERVE ACCOUNT ANALYSIS
April 2000 - December 2025

	Operating Fund Market Value*	Monthly Investment Income Earned	Monthly Investment Income Distributed	Additional Distributions	Reserve Account Ending Balance	Reserve/(Deficit) as % of Total Operating Fund
Jul-2023	737,577,080	11,862,275	- 1,489,178		**45,067,919**	6.11
Aug-2023	782,301,853	- 9,365,764	- 1,624,958		**34,542,249**	4.42
Sep-2023	869,356,012	- 18,305,067	- 1,754,720		**15,380,853**	1.77
Oct-2023	758,781,192	- 9,424,113	- 1,742,851		**4,214,162**	0.56
Nov-2023	853,843,809	35,274,939	- 1,861,074		**37,628,203**	4.41
Dec-2023	793,011,615	24,170,902	- 1,653,141		**60,146,671**	7.58
Jan-2024	860,179,270	3,783,218	- 1,734,370		**62,195,809**	7.23
Feb-2024	783,899,126	14,310,147	- 1,618,604		**74,836,417**	9.55
Mar-2024	908,066,917	14,908,932	- 1,805,257		**87,938,949**	9.68
Apr-2024	776,204,689	- 16,627,990	- 1,654,177	- 7,558,885	**62,096,375**	8.00
May-2024	759,646,508	22,170,619	- 1,547,833	- 21,677,513	**82,449,233**	10.85
Jun-2024	787,663,234	8,019,926	- 1,541,163	- 4,235,684	**88,926,256**	11.29
Jul-2024	794,057,508	11,933,661	- 1,487,033	- 9,933,586	**99,371,384**	12.51
Aug-2024	765,386,354	13,121,744	- 1,426,844	- 14,690,396	**75,921,305**	9.92
Sep-2024	811,055,417	10,104,162	- 1,527,013	- 4,922,036	**69,806,469**	8.61
Oct-2024	797,518,250	- 14,399,219	- 1,518,890		**48,964,883**	6.14
Nov-2024	781,280,863	17,212,189	- 1,527,960	- 130,000	**64,517,691**	8.26
Dec-2024	831,085,325	- 10,504,014	- 1,604,524		**52,407,718**	6.31
Jan-2025	954,862,862	13,441,959	- 1,569,435		**64,279,031**	6.73
Feb-2025	929,186,163	5,299,181	- 1,834,982		**67,692,042**	7.29
Mar-2025	844,957,980	- 12,654,117	- 1,797,867		**53,238,973**	6.30
Apr-2025	855,029,144	6,353,493	- 1,817,341		**57,773,993**	6.76
May-2025	760,314,981	22,185,109	- 1,567,131		**78,118,308**	10.27
Jun-2025	873,394,480	21,391,346	- 1,581,334		**97,928,318**	11.21
Jul-2025	906,735,406	2,995,087	- 1,487,033		**64,228,535**	7.08
Aug-2025	860,237,427	17,343,965	- 1,426,844	- 28,370,903	**61,230,908**	7.12
Sep-2025	994,337,047	16,864,234	- 1,527,013	- 19,475,843	**64,884,433**	6.53
Oct-2025	1,143,581,510	11,389,205	- 1,518,890	- 2,589,603	**48,964,883**	4.28
Nov-2025	1,053,387,195	4,383,392	- 1,527,960		**64,517,691**	6.12
Dec-2025	927,167,279	6,952,735	- 1,604,524		**52,407,718**	5.65

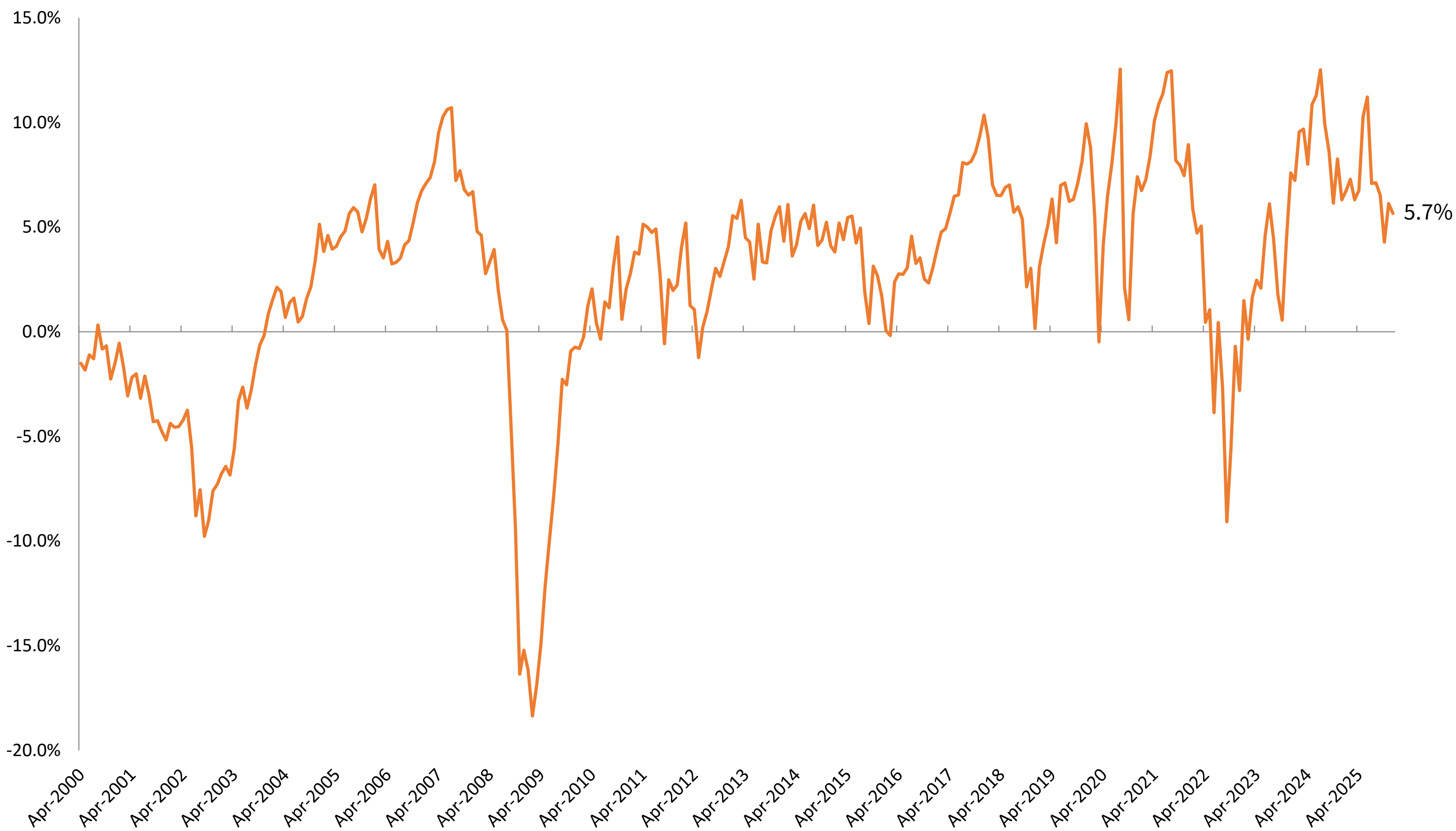
* Ending Market Value. (Prior to Feb. 2023, was average Market Value for the month)
See endnotes at the end of this exhibit

ENDNOTES

[1] New Board policy to distribute 5.0% of the average cash balance was approved at the March 2000 Investment Committee meeting, and made retroactive to January 2000.
A special cash distribution was made in April to adjust the year to date campus investment income allocation.
[2] Annual distribution rate increased to 6.2%.
[3] Annual distribution rate cut to 5.0%, effective July 2001.
[4] Annual distribution rate cut to 4.0%, effective January 1, 2002.
[5] Annual distribution rate cut to 3.5%, effective July 1, 2002.
[6] At the Oct 2002 mtg, the Committee established a "trigger" point for the Operating Fund. The distribution rate would be automatically reduced to 1.8% should the reserve account deficit exceed $20M.
[7] Includes a $15.0 mm distribution to the iNtegrate project.
[8] Includes a distribution of $10.0 mm to the campuses, $1.5 mm to Health Science, and $107,000 to WNC for Athletic Fee Waiver.
[9] Includes a distribution of $10.0 mm to the campuses.
[10] Includes a distribution of $5.2 mm to integrate.
[10.5] Includes a distribution of $5.0 mm to the campuses.
[11] Includes a distribution of $20.0 mm to the iNtegrate project, as approved by the Investment Committee at the December 2010 meeting.
[12] At the March 2012 meeting, the committee approved to decrease the Reserve Account by $30.0 mm for reallocation into the Market Fluctuation account.
[13] Includes a further decrease of the Reserve Account of $20.0 mm for reallocation into the Market Fluctuation account.
[14] Includes a distribution of $15.0 mm to address formula implementation and budgetary items otherwise foregone or delayed without this funding.
[15] Includes a distribution of $20.0 mm to the iNtegrate project.
[16] Includes a distribution of $5.0 mm for campus initiatives such as the medical education transition in Las Vegas, program start-up and other budgetary opportunities.
[17] Includes a special distribution of $25.0 mm to the campuses.
[18] Includes a special distribution of $25.0 mm to the campuses.
[19] At the November 2018 meeting, the Committee increased the annual distribution rate from 2.0% to 2.75%.
[20] At a special meeting on 8/21/20 the BOR approved a special distribution of $73.0 mm to the campuses.

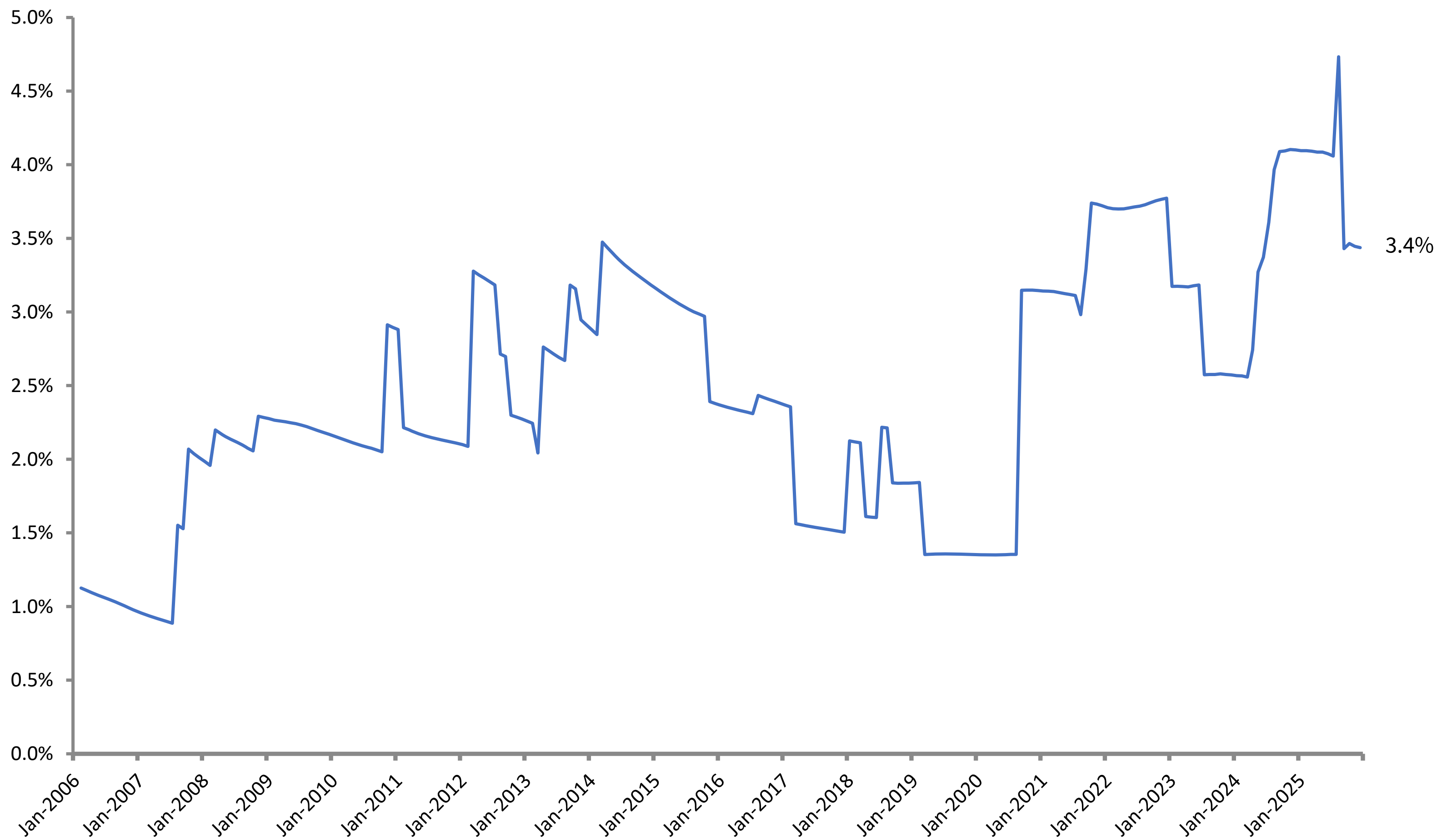
* Ending Market Value. (Prior to Feb. 2023, was average Market Value for the month)
See endnotes at the end of this exhibit

Reserve/(Deficit) as % of Total Operating Pool



Note: Data as of 12/31/2025.

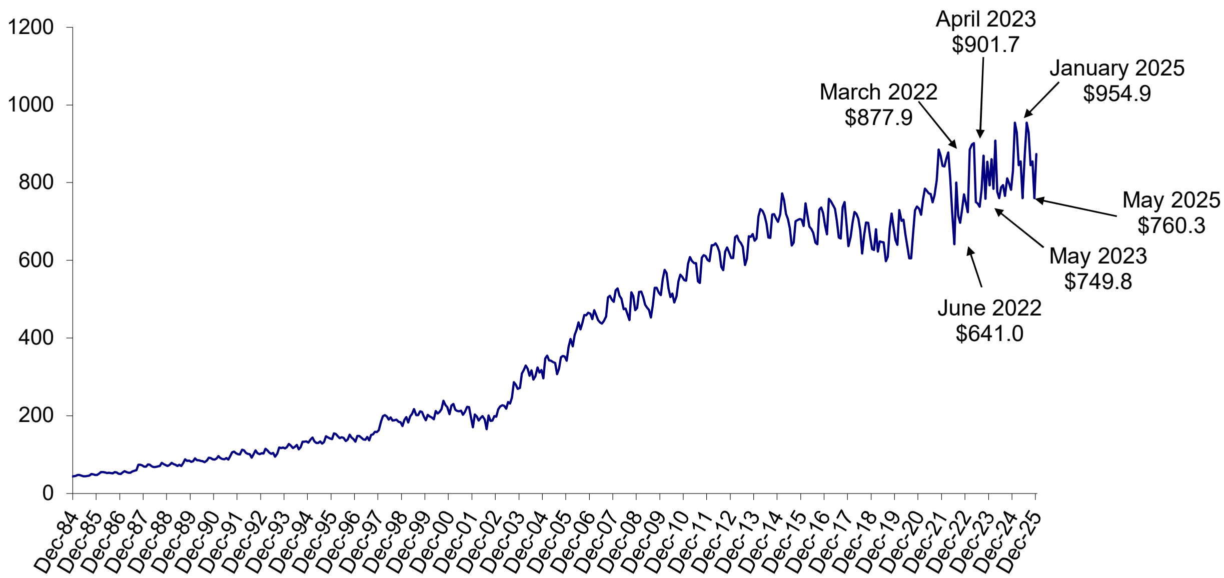
5-Yr Additional Distribution as % of 5-Yr Average Market Value



Note: Data as of 12/31/2025.

NEVADA SYSTEM OF HIGHER EDUCATION
OPERATING FUND MONTHLY BALANCES

Operating Fund Monthly Balances
January 1985 through December 2025



	$ (mm)	Date
Largest Monthly Decline	-151.9	May 2023
Largest Quarterly Decline	-236.9	Second Quarter 2022
Largest Peak to Valley	**-194.6**	**January 2025 - May 2025**