INSIGHTS

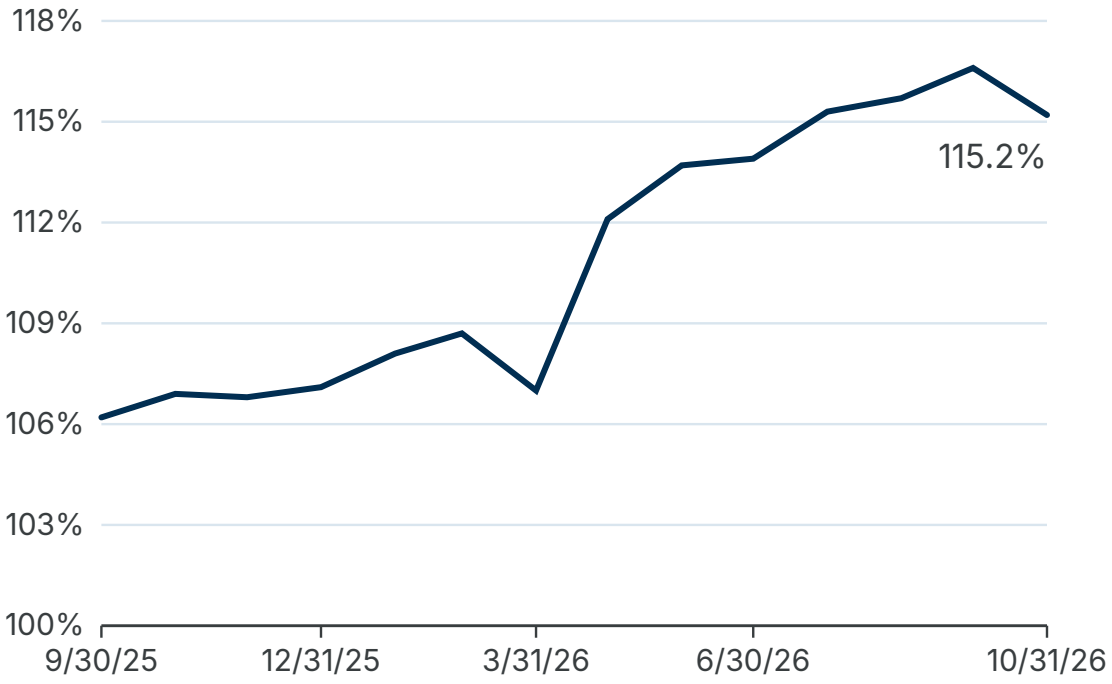
LDI Update

October 2026

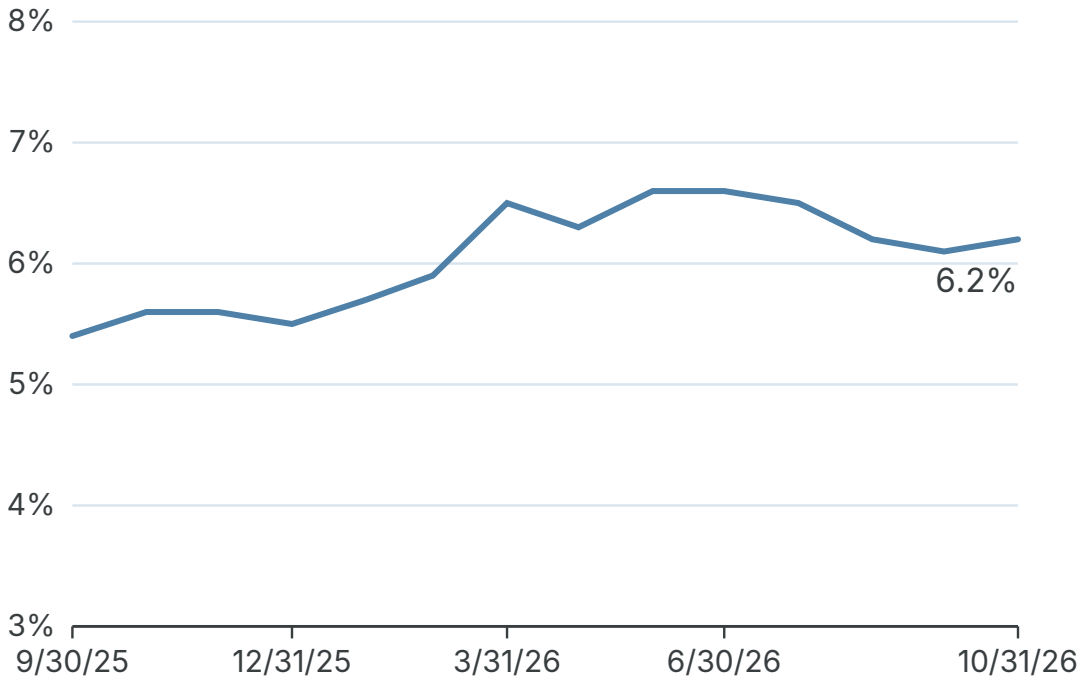
Funded Status

Average funded status decreased from 116.6% to 115.2%, driven by higher liability values. The PSRX increased 0.1% to 6.2%.

Funded Status



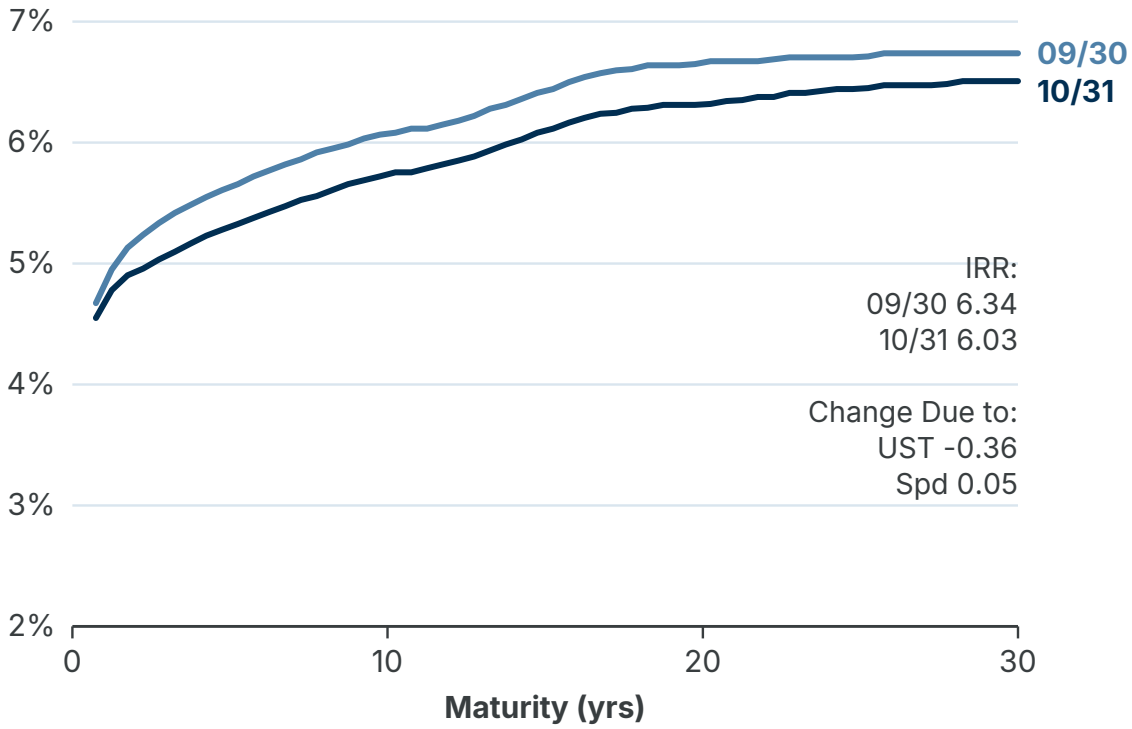
PSRX®1 Funded Status Volatility | Annualized



Discount Rates and Returns

The IRR on NISA's illustrative liability[2] decreased 31 bps. The S&P 500 fell over the final two days amid concerns that AI euphoria was excessive.

FTSE Pension Discount Curve



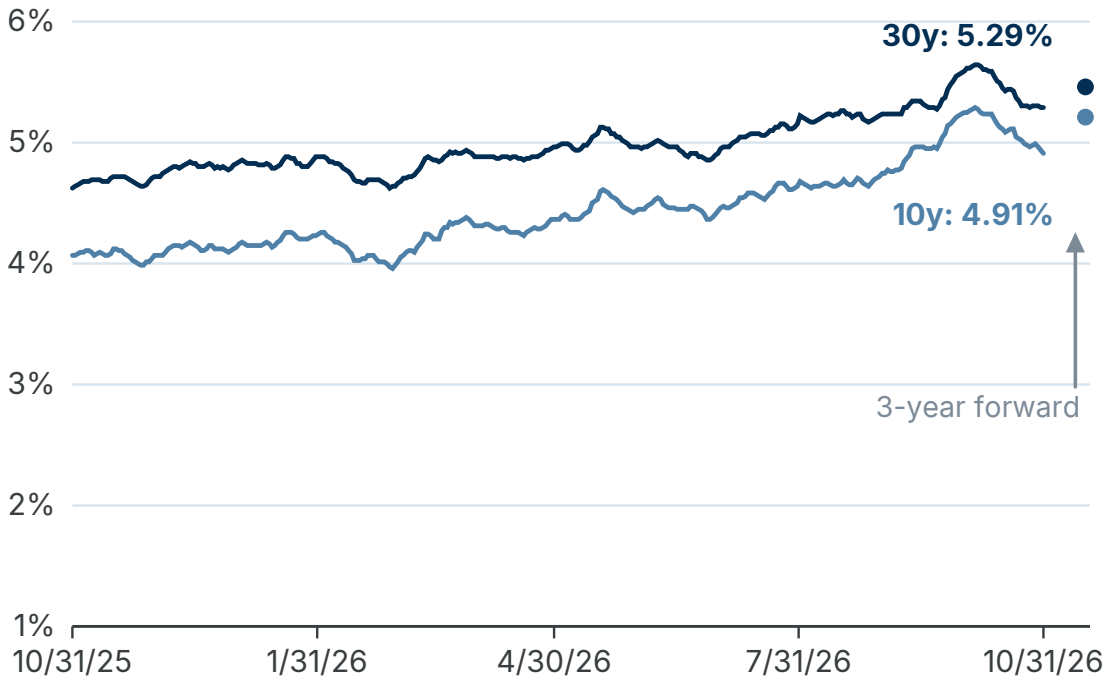
Return-seeking Assets | Returns

Index	1m	YTD	12m
S&P 500	-0.9%	+11.8%	+12.1%
Russell 2000®	+0.6%	+14.4%	+14.8%
MSCI ACWI	-1.6%	+11.2%	+12.3%
MSCI EAFE	-0.7%	+9.5%	+13.5%
MSCI Em. Mkts.	-8.0%	+13.5%	+14.1%
U.S. Corp. High Yield3	+0.3%	+0.0%	+1.6%
Implied Liability Return2	+3.0%	-7.7%	-9.0%

Treasury Yields and Credit Spreads

Treasuries rebounded from a brutal September and credit spreads widened.

Treasury Yields



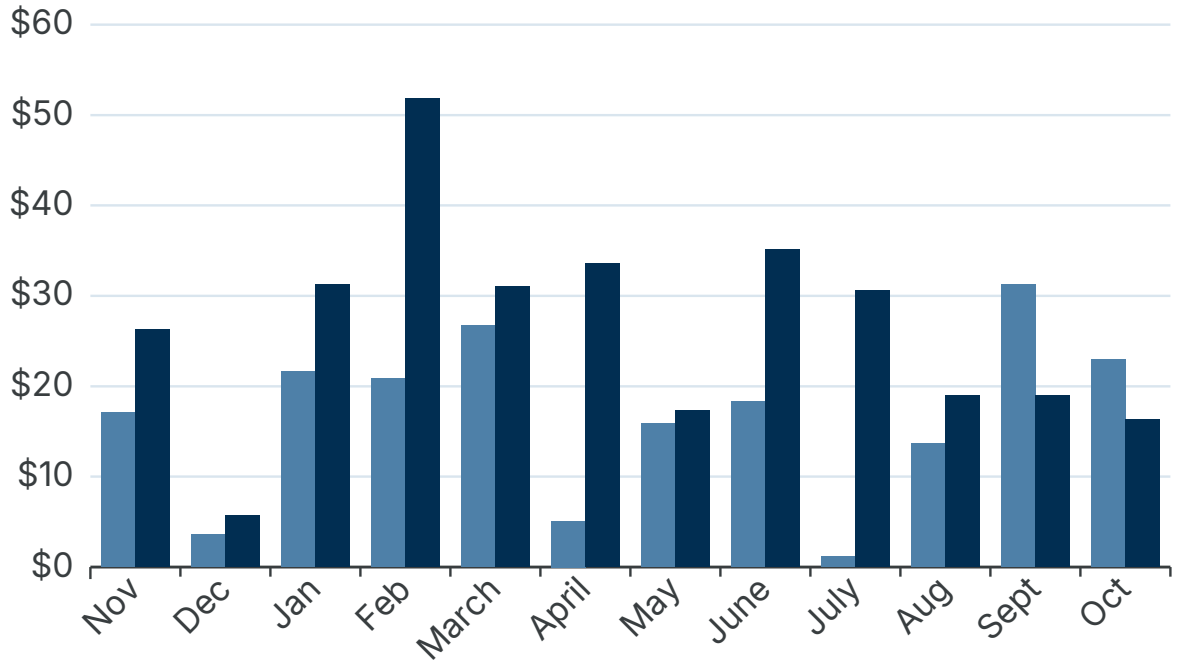
Index OAS Credit Spreads | bps



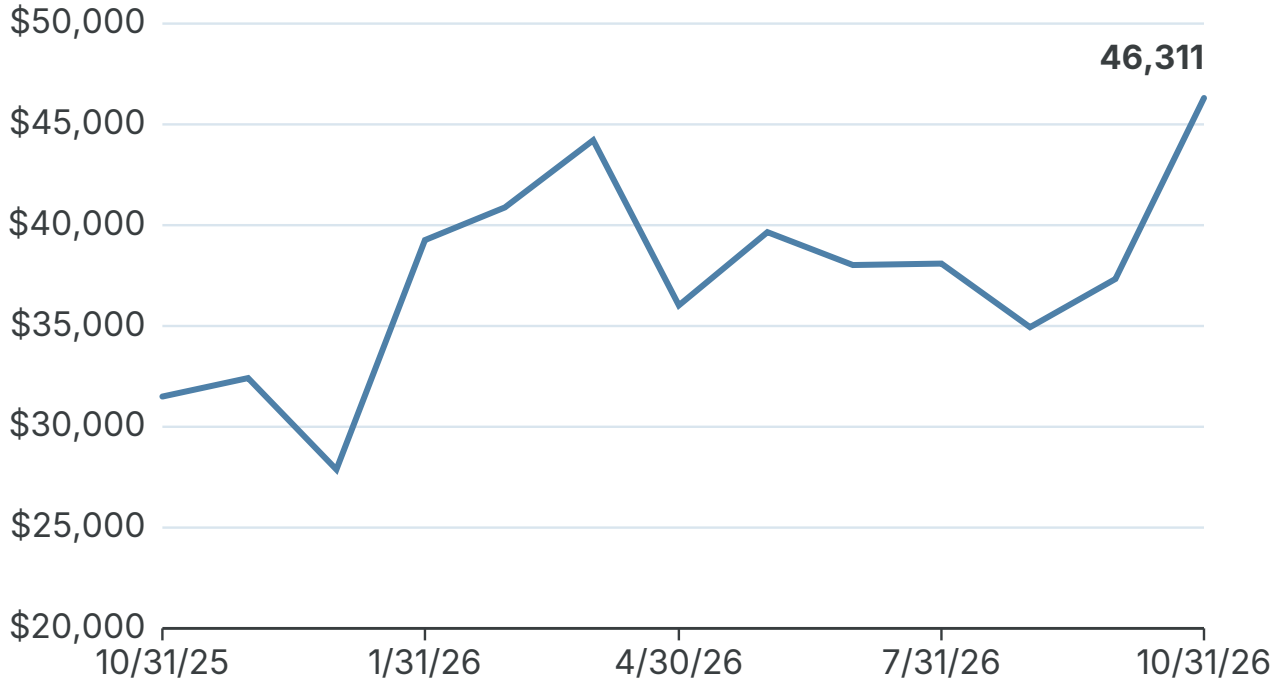
Investment Grade Supply and Trading

Investment-grade supply slowed a touch but remained heavy relative to history. Trading volumes increased modestly.

New Investment Grade Supply 13+ Years | $b



TRACE IG Avg Daily Dollar Volume | $mm4



[1] NISA Investment Advisors, LLC (NISA) created and maintains the Pension Surplus Risk Index, or PSRX®, a forward-looking estimate of the funded status volatility of U.S. corporate defined benefit pension plans. The index level represents a one standard deviation change in funded status over a one-year horizon, based on the average of the 100 largest pension plans, as determined by NISA based on publicly available information. For example, an index value of 15% suggests approximately a one in three chance that a $1 billion plan could lose or gain more than 15%, or $150 million, in funded status in one year, based on common simplifying assumptions, including normal distributions, approximately zero expected surplus return, etc. Please see the PSRX Guide for more detailed descriptions.

[2] Liability IRR (Internal Rate of Return) and implied liability return are calculated using liability cash flows that create a present value of $1 billion and a duration of 11 years using the FTSE Pension Discount Curve as of 10/31/2026.

[3] Bloomberg U.S. Corporate High Yield Index.

[4] FINRA TRACE Market Breadth Investment Grade Bond Dollar Volume daily average for each month.

Sources: Bloomberg, FTSE, SIFMA. With respect to Bloomberg index data in this presentation – Source Bloomberg Index Services Ltd. © 2026 Bloomberg Index Services Ltd. Used with permission. Bloomberg is a registered trademark of Bloomberg Finance L.P. and its affiliates.

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