



Local 634 H&W Fund Meeting

7/23/26

AGENDA

- INTRODUCTION
- MARKET VIEW/THEMES
- PORTFOLIO REVIEW
- QUESTIONS

A stylized financial chart with a dark blue background. It features a candlestick chart with blue and green bars, a red line graph, and a blue line graph. The chart is overlaid with a grid of dashed lines. The numbers 1500, 45, and 10 are visible on the right side of the chart, indicating different scales or values.

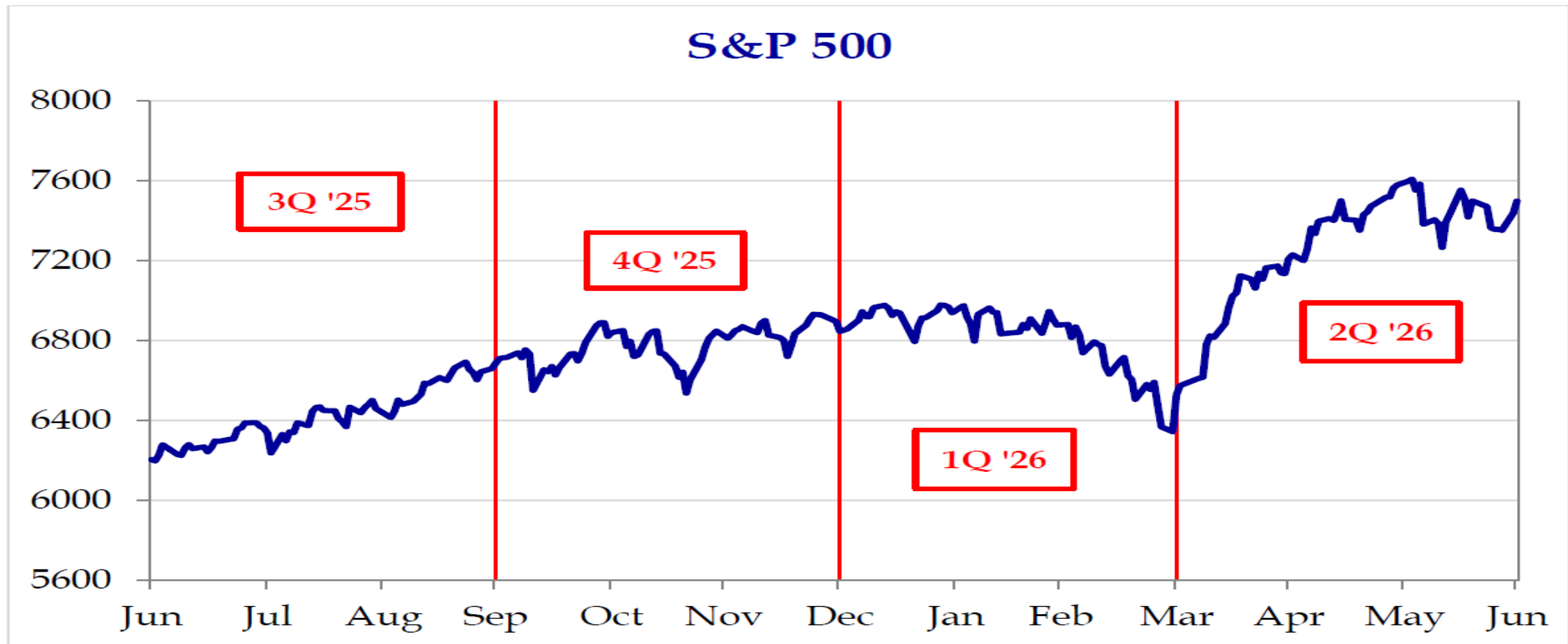
2026 Q2 Economic Review

JULY 23, 2026

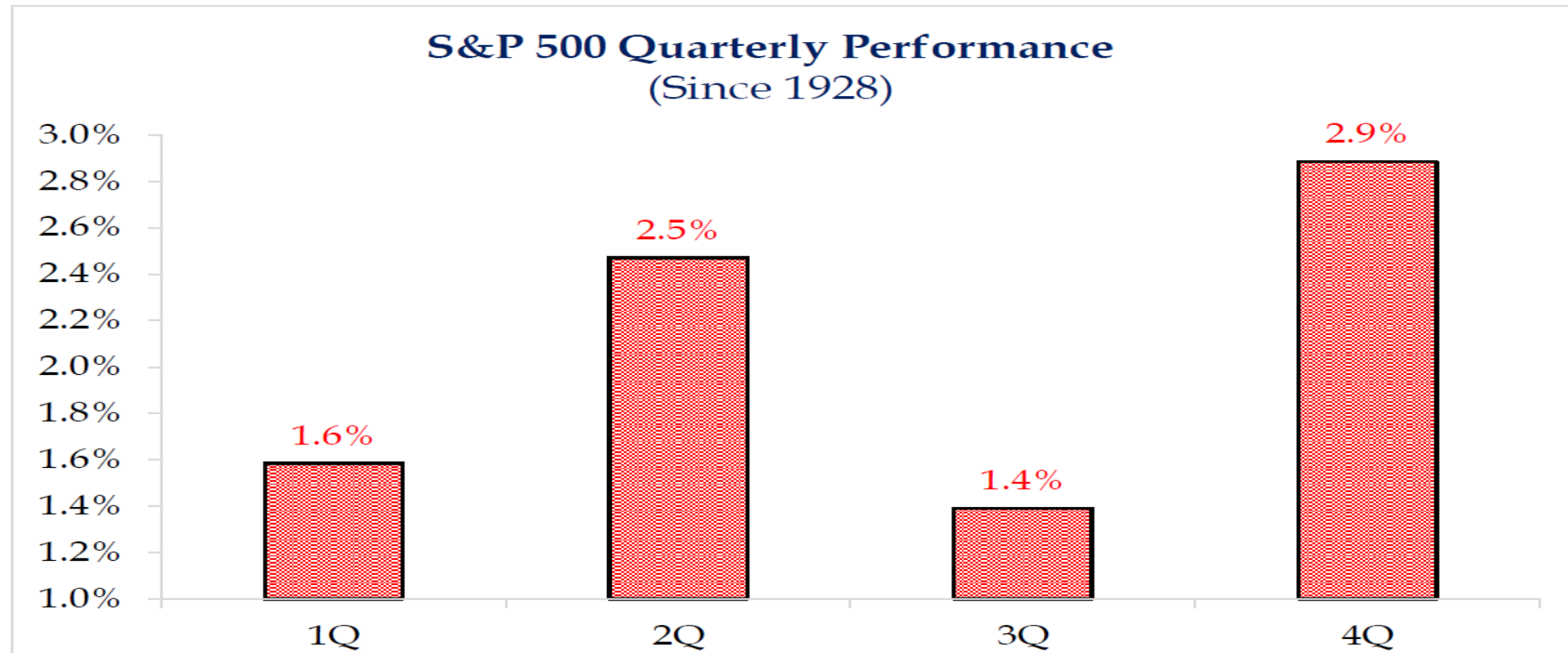
Second Quarter Statistics

<u>Leading US Indices (Total Return)</u>	4Q'24	1Q'25	2Q'25	3Q'25	4Q'25	1Q'26	2Q'26 (sorted)	TTM
S&P/Citigroup Growth	6.2%	-8.5%	18.9%	9.8%	2.2%	-8.1%	21.9%	25.7%
Nasdaq	6.3%	-10.3%	18.0%	11.4%	2.7%	-7.0%	21.6%	29.5%
Russell 2000	0.3%	-9.5%	8.5%	12.4%	2.2%	0.9%	21.5%	40.8%
S&P 600 Small-Cap	-0.6%	-8.9%	4.9%	9.1%	1.7%	3.5%	19.7%	37.5%
S&P 100 Mega-Cap	4.6%	-6.0%	12.8%	9.7%	3.3%	-6.9%	15.4%	21.7%
S&P 500 Total Return	2.4%	-4.3%	10.9%	8.1%	2.7%	-4.3%	15.2%	22.3%
S&P 400 Mid-Cap	0.3%	-6.1%	6.7%	5.5%	1.6%	2.5%	14.5%	25.9%
S&P/Citigroup Value	-2.7%	0.3%	3.0%	6.2%	3.2%	0.0%	8.0%	18.4%
<u>S&P 500 Sectors (Total Return)</u>	4Q'24	1Q'25	2Q'25	3Q'25	4Q'25	1Q'26	2Q'26 (sorted)	TTM
Technology	4.8%	-12.7%	23.7%	13.2%	1.4%	-9.1%	31.8%	37.5%
S&P 500 Total Return	2.4%	-4.3%	10.9%	8.1%	2.7%	-4.3%	15.2%	22.3%
Industrials	-2.3%	-0.2%	12.9%	5.0%	0.9%	4.6%	14.9%	27.3%
Discretionary	14.3%	-13.8%	11.5%	9.5%	0.7%	-9.2%	9.3%	9.5%
Financials	7.1%	3.5%	5.5%	3.2%	2.0%	-9.3%	9.0%	4.1%
Health Care	-10.3%	6.5%	-7.2%	3.8%	11.7%	-4.9%	8.8%	19.9%
Real Estate	-7.9%	3.6%	-0.1%	2.6%	-2.9%	2.8%	8.5%	11.1%
Communication Services	8.9%	-6.2%	18.5%	12.0%	7.3%	-6.9%	8.3%	21.1%
Materials	-12.4%	2.8%	3.1%	3.1%	1.1%	9.7%	2.0%	16.7%
Staples	-3.3%	5.2%	1.1%	-2.4%	0.0%	7.7%	0.3%	5.5%
Utilities	-5.5%	4.9%	4.3%	7.6%	-1.4%	8.3%	-0.5%	14.2%
Energy	-2.4%	10.2%	-8.6%	6.2%	1.5%	38.2%	-13.4%	29.0%
<u>US Yields</u>	1Q'25	2Q'25	3Q'25	4Q'25	1Q'26	2Q'26	Q/Q Chg (bps)	Y/Y Chg (bps)
Fed Funds Target Rate	4.5	4.5	4.3	3.8	3.8	3.8	0	-75
3-Month T-Bill	4.2	4.4	4.0	3.7	3.6	3.9	23	-54
2-Year Note	3.9	3.7	3.6	3.5	3.8	4.2	35	43
5-Year Note	4.0	3.8	3.7	3.7	3.9	4.2	26	41
10-Year Bond	4.2	4.2	4.1	4.2	4.3	4.4	12	21
30-Year Bond	4.6	4.8	4.7	4.9	4.9	4.9	2	15
<u>International Indices (Price Chg)</u>	4Q'24	1Q'25	2Q'25	3Q'25	4Q'25	1Q'26	2Q'26 (sorted)	TTM
Kospi (South Korea)	-7.5%	3.4%	23.8%	11.5%	23.1%	19.9%	67.8%	176.0%
Nikkei 225 (Japan)	5.2%	-10.7%	13.7%	11.0%	12.0%	1.4%	37.2%	73.0%
MSCI AC World	1.0%	-2.5%	8.8%	7.6%	3.4%	-2.9%	14.7%	23.9%
IBEX 35 (Spain)	-2.4%	13.3%	6.5%	10.6%	11.8%	-1.5%	14.2%	39.2%
Shenzhen SE A Shares (China)	1.6%	2.4%	3.5%	21.4%	0.5%	0.2%	12.1%	37.0%
Swiss Market Index	-4.7%	8.6%	-5.4%	1.6%	9.6%	-3.7%	11.1%	19.1%
MSCI EAFE	-0.9%	2.2%	3.7%	4.8%	5.8%	-0.5%	10.5%	22.0%
OMX Stockholm 30 (Sweden)	-5.5%	0.4%	0.0%	6.8%	8.3%	1.6%	9.3%	28.5%
DAX (Germany)	3.0%	11.0%	5.5%	-0.1%	2.6%	-7.7%	7.7%	1.9%
CAC 40 (France)	-3.3%	5.6%	-1.6%	3.0%	3.2%	-4.1%	7.5%	9.6%
S&P/TSX (Canada)	3.0%	0.8%	7.8%	11.8%	5.6%	3.3%	6.4%	29.8%
Sensex (India)	-7.3%	-0.9%	8.0%	-4.0%	6.2%	-15.6%	6.3%	-8.5%
All Ordinaries (Australia)	-1.4%	-4.4%	8.9%	4.1%	-1.3%	-3.7%	3.5%	2.4%
FTSE 100 (UK)	-0.8%	5.0%	2.1%	6.7%	6.2%	2.5%	3.2%	19.8%
Bolsa (Mexico)	-5.6%	6.0%	9.5%	9.5%	2.2%	6.7%	-2.4%	16.6%
Hang Seng (Hong Kong)	-5.1%	15.3%	4.1%	11.6%	-4.6%	-3.3%	-7.7%	-4.9%
Bovespa (Brazil)	-8.7%	8.3%	6.6%	5.3%	10.2%	16.3%	-8.2%	23.9%

Past 4 Quarters



Historic Quarterly Performance



Q2 Commentary

Q2 concerns:

Straites: Most market participants feel that the war will resolve itself in a way that allows free passage through the Strait of Hormuz.

Private credit: Requests for redemptions from these funds continue to well exceed the gates established in the offering memoranda. Most investors have concluded that this may be a problem for publicly traded PE firms but is not large enough to pose a systemic risk

Q3 Concerns

1) Potential Fed tightening from a new Chairman wishing to establish his inflation fighting bona fides

-Fed will not be tightening while oil supply is constrained

2) The sustainability of capital expenditures on AI

-demand is exceeding supply and hyperscales do not want to be left behind

Earnings Growth

Earnings growth of the S&P 500:

Exceeded 29% in the first quarter

Appears to be on track to grow at 24% in the second quarter

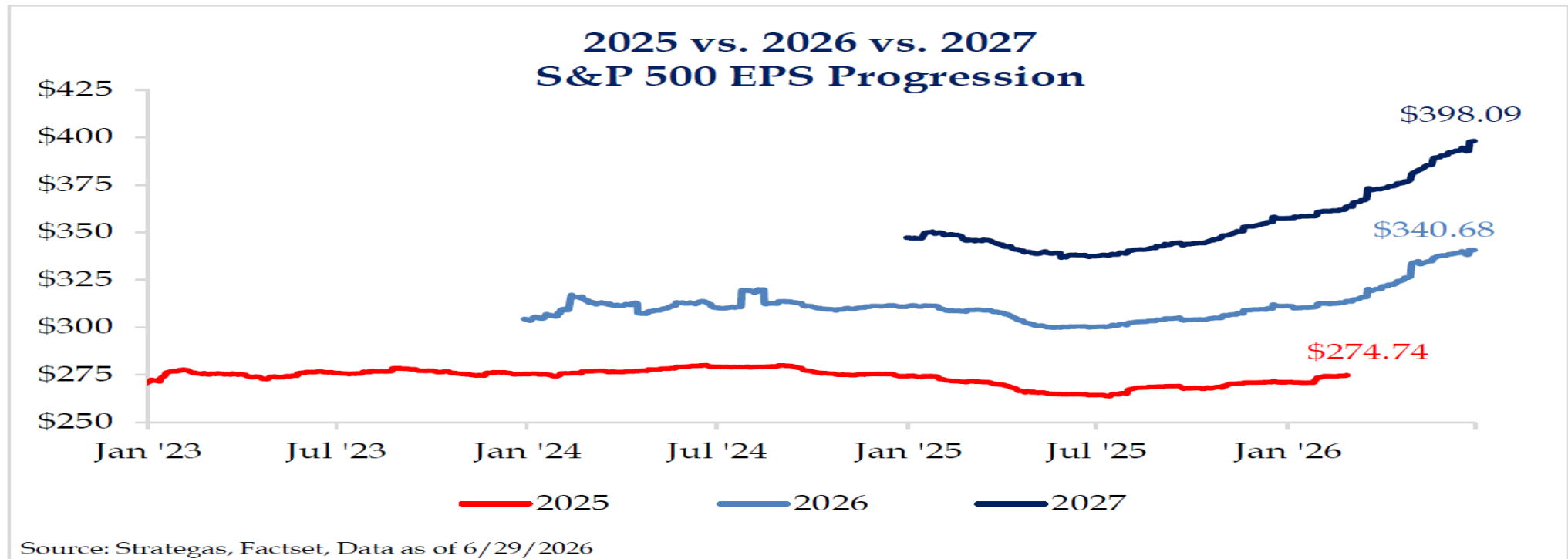
+27% earnings growth for 2026 overall

While still tame interest rates in which the yield on the 10-year Treasury is less than 4.5%

Corporate credit spreads are tight

Earnings Expectations

**2026 & 2027 EARNINGS EXPECTATIONS
HAVE RISEN MEANINGFULLY YEAR-TO-DATE**



1999 Comp

The S&P's earnings growth in the last five years (+79%) is roughly equivalent to its total return (+85%) over the same time period. This lies in stark contrast to the Dot.com bubble when earnings growth for the Index from 1995-1999 (+67%) trailed its total return (220%) by a wide margin. There was, of course, a new, new thing at the time but capex spending then was largely being carried out by unprofitable companies.

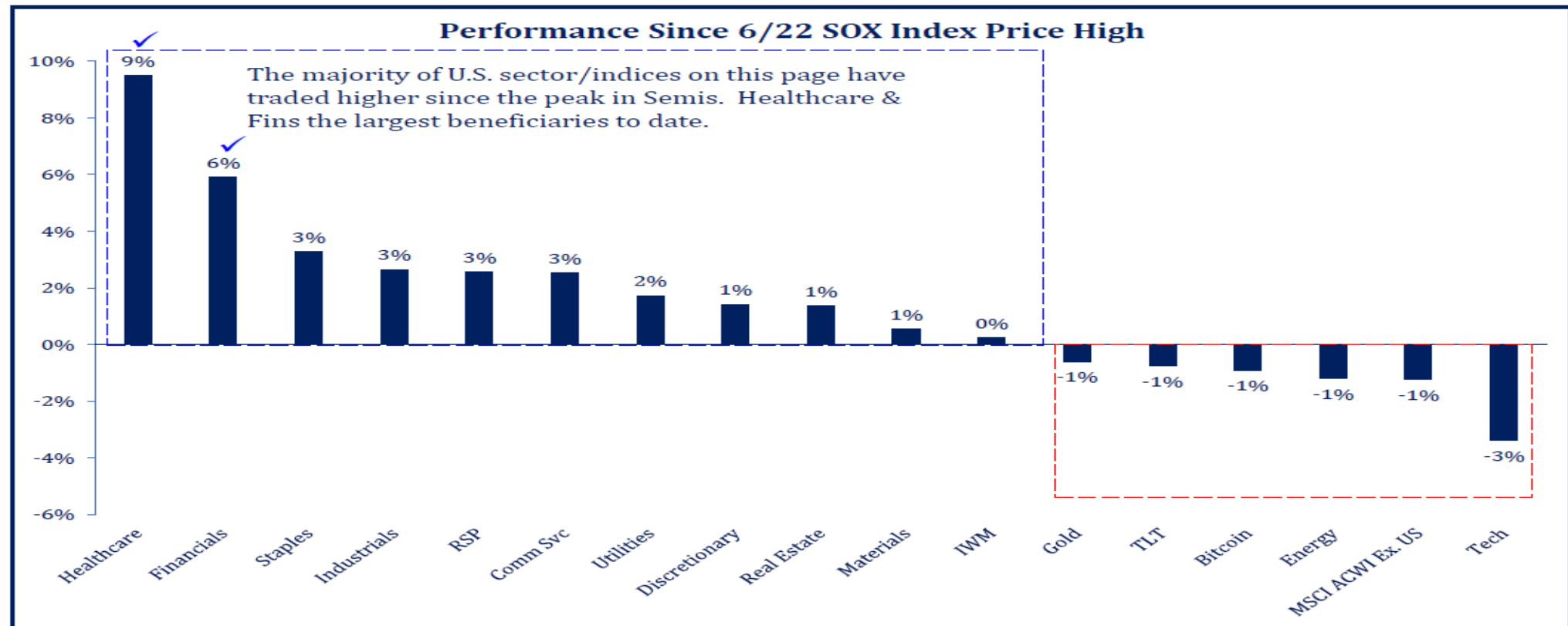
UNLIKE 1999, TOTAL RETURNS TODAY ARE CONSISTENT WITH EARNINGS GROWTH

	EPS Growth %	Total Return %
1995	16%	38%
1996	11%	23%
1997	7%	33%
1998	0%	29%
1999	20%	21%
1995-1999	67%	220%

	EPS Growth %	Total Return %
2021	40%	29%
2022	5%	-18%
2023	0%	26%
2024	14%	25%
2025	15%	18%
2021-2025	79%	85%

Since June 22

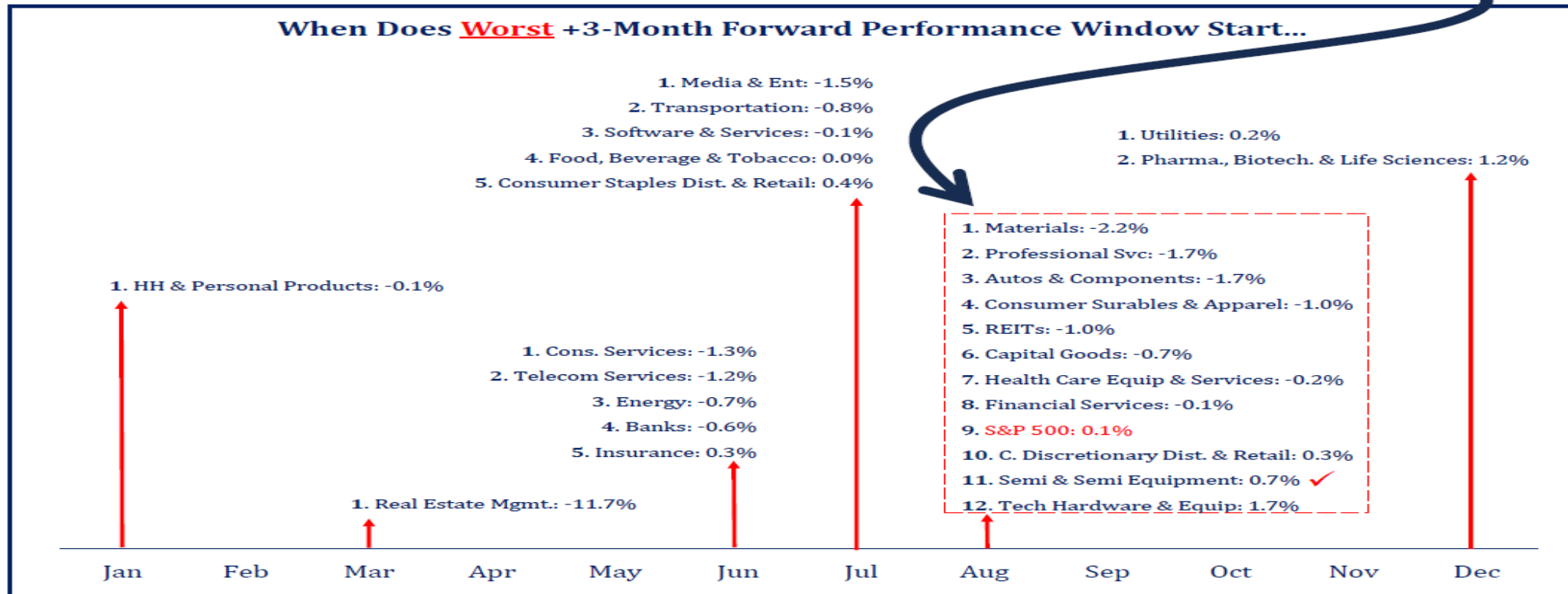
WHERE HAS THE \$ GONE?



Entering a bad stretch

SEMI-ENTERING THEIR WEAKEST 3-MONTH SEASONAL WINDOW

When Does **Worst** +3-Month Forward Performance Window Start...



Portfolio Review

Account Name: Local 634 Health & Welfare Fund

Account Number: ***701

As Of: 06/30/2026

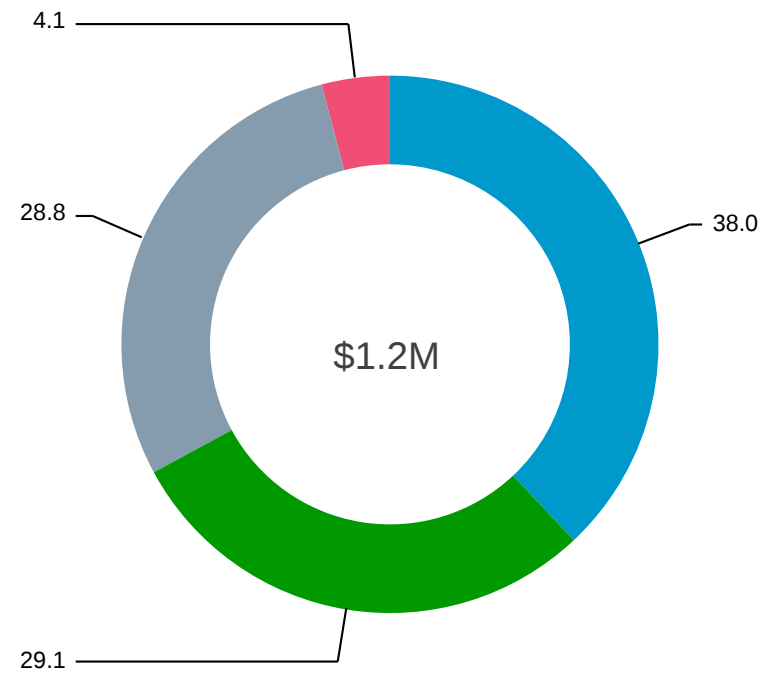
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Local 634 Health & Welfare Fund (**701)

Asset Allocation Analysis Graph

Period Ending: June 30, 2026

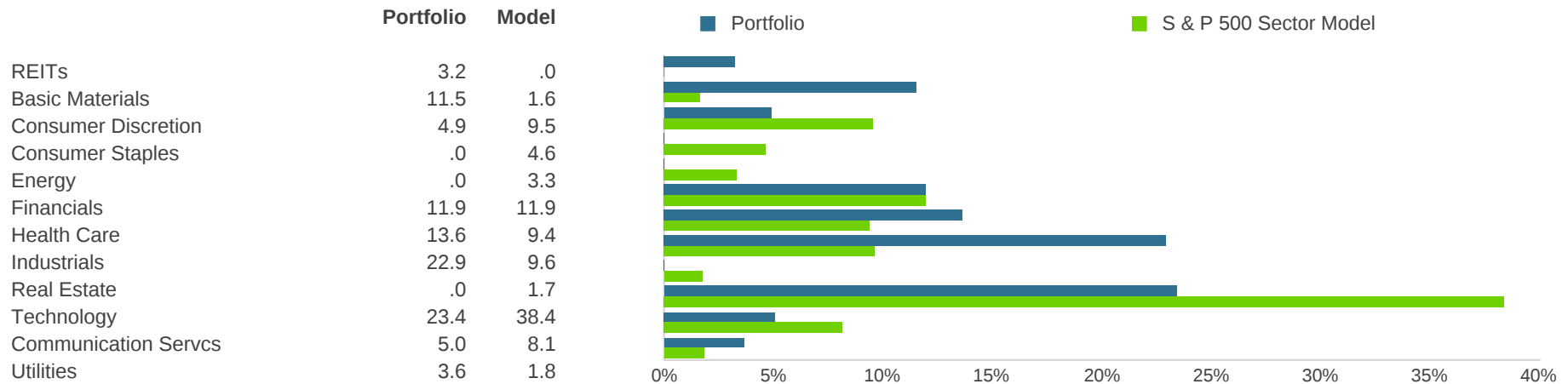
	Market Value	% of Mkt Val
Fixed Income	\$ 468,630	38.0%
Cash & Equivalents	\$ 359,121	29.1%
Equity	\$ 355,737	28.8%
Non Marketable Asset	\$ 50,816	4.1%
Total	\$ 1,234,304	100.0%



Equity

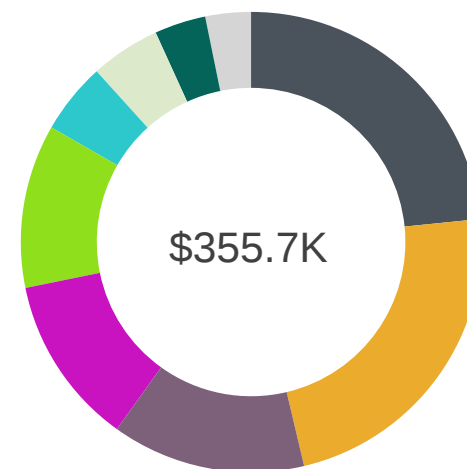
	Ticker	Market Value	Cost	Weight	Unrealized Gain/Loss	% Gain/Loss
Broadcom INC	AVGO	47,218.75	3,134.99	13.3	44,083.76	1406.2
Goldman Sachs Group Inc/The	GS	25,284.25	4,591.23	7.1	20,693.02	450.7
International Business Machines Corp	IBM	21,090.75	10,551.47	5.9	10,539.28	99.9
BWX Technologies Inc	BWXT	19,465.00	10,846.28	5.5	8,618.72	79.5
RTX Corp	RTX	18,973.00	4,498.46	5.3	14,474.54	321.8
AbbVie INC	ABBV	18,873.00	7,054.97	5.3	11,818.03	167.5
Amgen Inc	AMGN	18,106.00	11,300.34	5.1	6,805.66	60.2
Alphabet Inc	GOOGL	17,868.50	9,195.80	5.0	8,672.70	94.3
Rockwell Automation Inc	ROK	17,327.80	10,494.11	4.9	6,833.69	65.1
Bank of America Corp	BAC	17,094.00	13,464.32	4.8	3,629.68	27.0

Allocation Comparison



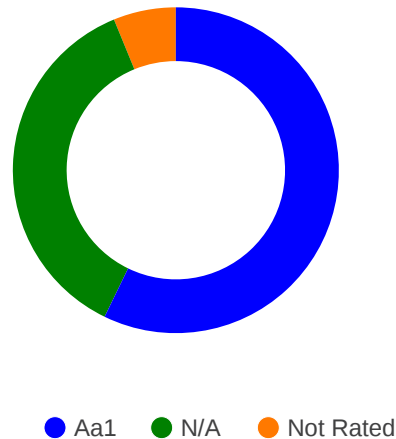
Sector Allocation

	Market Value	% of Mkt Val
Technology	\$ 83,230	23.4%
Industrials	\$ 81,420	22.9%
Health Care	\$ 48,322	13.6%
Financials	\$ 42,378	11.9%
Basic Materials	\$ 40,928	11.5%
Communication Servcs	\$ 17,869	5.0%
Consumer Discretion	\$ 17,399	4.9%
Utilities	\$ 12,658	3.6%
REITs	\$ 11,534	3.2%

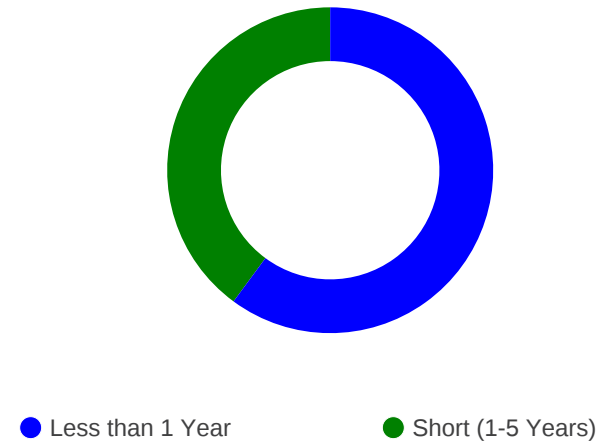


	06/30/2026	03/31/2026	06/30/2025	06/30/2024
Coupon	2.36%	3.00%	2.89%	3.30%
Current Yield	2.37%	2.99%	2.87%	3.33%
Yield to Maturity	3.70%	3.43%	3.71%	4.81%
Maturity	1.01	1.36	1.25	.76
Duration	.98	1.31	1.20	.75
Face Amount	\$ 815,000	\$ 540,000	\$ 745,000	\$ 720,000
Market Value	\$ 811,285	\$ 540,954	\$ 745,769	\$ 714,808
Total Accrual	\$ 5,380	\$ 3,781	\$ 6,698	\$ 7,043
Cost	\$ 810,317	\$ 538,441	\$ 742,083	\$ 718,398

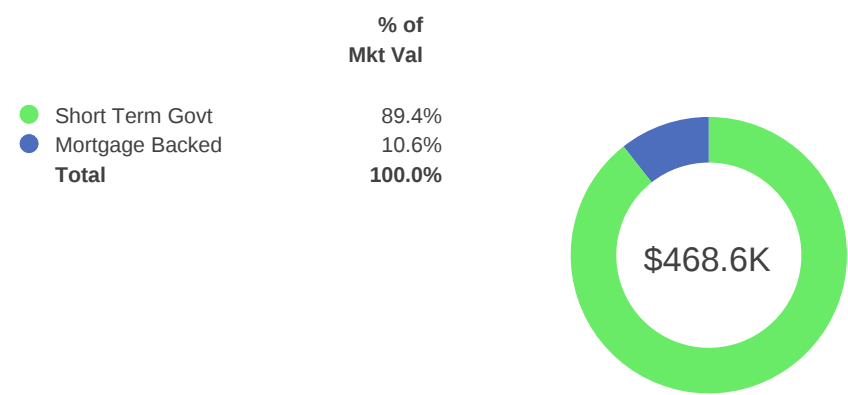
Quality Allocation by Market Value



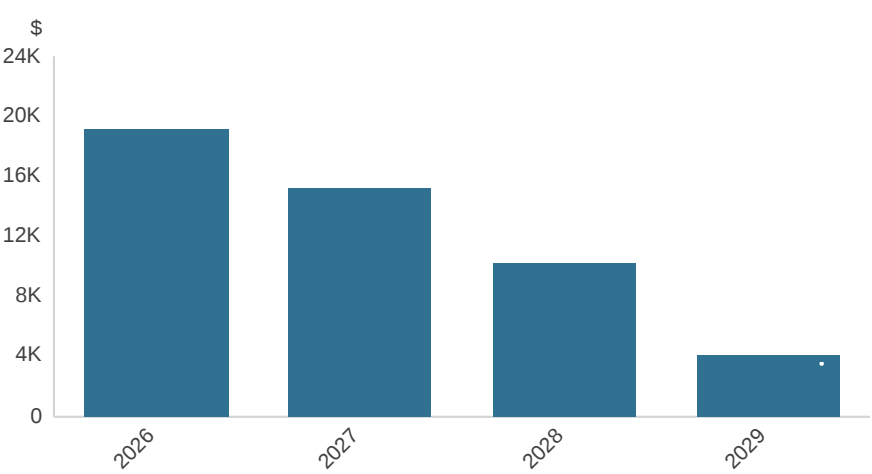
Maturity Allocation by Market Value



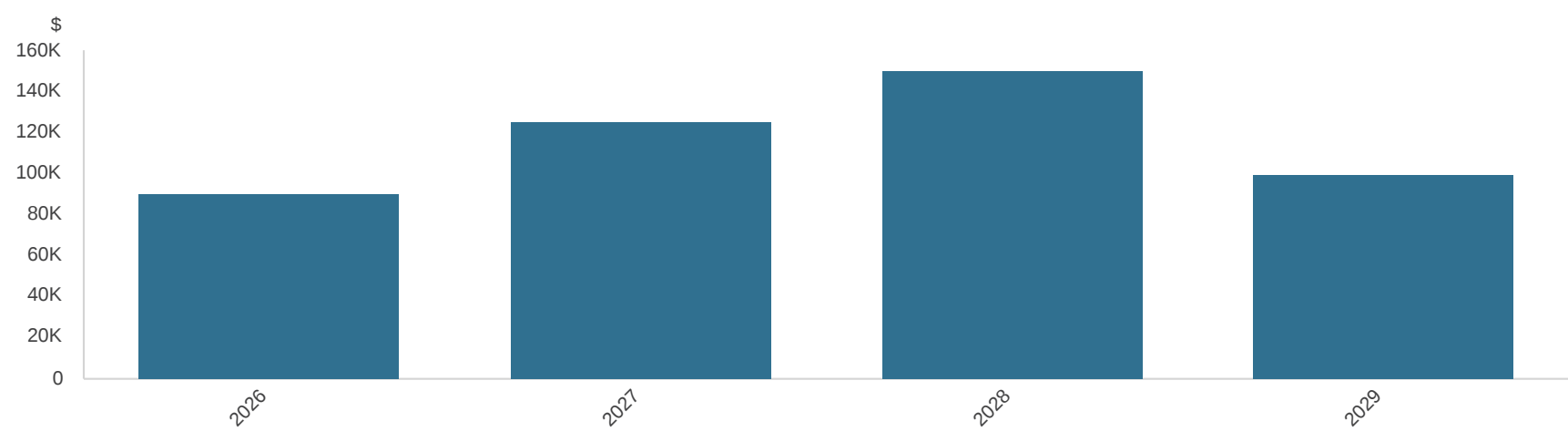
Asset Class Allocation



Anticipated Income



Maturity Graph



Local 634 Health & Welfare Fund (**701)

Fixed Income Analytics

Period Ending: June 30, 2026

	ID	Market Value	Moodys Rating	Units	S & P Rating	Yield to Maturity
Domestic Fixed Income						
Federal Farm Credit Banks Funding Corp 4.18% 13 No 4.180%11/13/2029	3133ETT31	49,840.17	Aa1	50,000.000	AA+	4.462
Total Domestic Fixed Income		49,840.17				
Short Term Government						
United States Treasury Note/Bond 4.625% 15 Sep 202 4.625%09/15/2026	91282CHY0	40,611.33	Aa1	40,000.000	N/A	3.778
United States Treasury Note/Bond 4.125% 31 Oct 202 4.125%10/31/2026	91282CLS8	50,375.49	Aa1	50,000.000	N/A	3.943
United States Treasury Note/Bond 4.125% 15 Feb 202 4.125%02/15/2027	91282CKA8	50,803.86	Aa1	50,000.000	N/A	4.024
United States Treasury Note/Bond 4% 15 Dec 2027 4.000%12/15/2027	91282CMB4	74,958.65	Aa1	75,000.000	N/A	4.163
United States Treasury Note/Bond 4.25% 15 Jan 2028 4.250%01/15/2028	91282CMF5	51,034.82	Aa1	50,000.000	N/A	4.175
United States Treasury Note/Bond 4% 29 Feb 2028 4.000%02/29/2028	91282CGP0	50,535.48	Aa1	50,000.000	N/A	4.164
United States Treasury Note/Bond 4% 30 Jun 2028 4.000%06/30/2028	91282CHK0	49,850.94	Aa1	50,000.000	N/A	4.163
United States Treasury Note/Bond 4% 31 Jan 2029 4.000%01/31/2029	91282CJW2	50,619.25	Aa1	50,000.000	N/A	4.176
Total Short Term Government		418,789.82				
Total		468,629.99				

Local 634 Health & Welfare Fund (**701)

Holdings Report Standard Sectors

Period Ending: June 30, 2026

Standard Sectors

	Ticker	Units	Current Yield	Unit Cost	Total Cost	Price	Market Value	Accrual	% of Mkt Val	Unrealized Gain/Loss
Equity										
REITs										
STAG Industrial Inc	STAG	300.000	4.073	32.92	9,875.21	38.060	11,418.00	116.25	.9	1,542.79
Total: REITs			4.073		9,875.21		11,418.00	116.25	.9	1,542.79
Basic Materials										
Freeport-McMoRan Inc	FCX	250.000	.954	49.77	12,442.76	62.890	15,722.50	.00	1.3	3,279.74
Newmont Corp	NEM	175.000	1.113	41.44	7,251.90	93.400	16,345.00	.00	1.3	9,093.10
Solstice Advanced Materials Inc	SOLS	100.000	.339	78.10	7,809.73	88.600	8,860.00	.00	.7	1,050.27
Total: Basic Materials			.884		27,504.39		40,927.50	.00	3.3	13,423.11
Consumer Discretionary										
DR Horton Inc	DHI	75.000	1.105	160.23	12,017.51	162.880	12,216.00	.00	1.0	198.49
NIKE Inc	NKE	125.000	3.995	77.19	9,648.33	41.050	5,131.25	51.25	.4	-4,517.08
Total: Consumer Discretionary			1.960		21,665.84		17,347.25	51.25	1.4	-4,318.59
Financials										
Bank of America Corp	BAC	300.000	1.966	44.88	13,464.32	56.980	17,094.00	.00	1.4	3,629.68
Goldman Sachs Group Inc/The	GS	25.000	1.978	183.65	4,591.23	1,011.370	25,284.25	.00	2.1	20,693.02
Total: Financials			1.973		18,055.55		42,378.25	.00	3.5	24,322.70
Health Care										
AbbVie INC	ABBV	75.000	2.750	94.07	7,054.97	251.640	18,873.00	.00	1.5	11,818.03
Abbott Laboratories	ABT	125.000	2.777	58.13	7,266.75	90.740	11,342.50	.00	.9	4,075.75
Amgen Inc	AMGN	50.000	2.784	226.01	11,300.34	362.120	18,106.00	.00	1.5	6,805.66
Total: Health Care			2.769		25,622.06		48,321.50	.00	3.9	22,699.44
Industrials										
BWX Technologies Inc	BWXT	100.000	.555	108.46	10,846.28	194.650	19,465.00	.00	1.6	8,618.72
Honeywell Aerospace Inc	HONA	25.000	.000	179.79	4,494.67	221.080	5,527.00	.00	.4	1,032.33
Honeywell International Inc	HON	.000	.000	.00	.00	.000	.00	.00	.0	.00
Honeywell International Inc	HON	25.000	4.198	190.39	4,759.70	223.900	5,597.50	.00	.5	837.80
L3Harris Technologies Inc	LHX	50.000	1.721	88.63	4,431.51	290.590	14,529.50	.00	1.2	10,097.99
RTX Corp	RTX	100.000	1.539	44.98	4,498.46	189.730	18,973.00	.00	1.5	14,474.54
Rockwell Automation Inc	ROK	35.000	1.115	299.83	10,494.11	495.080	17,327.80	.00	1.4	6,833.69
Total: Industrials			1.324		39,524.73		81,419.80	.00	6.6	41,895.07

Local 634 Health & Welfare Fund (**701)

Holdings Report Standard Sectors

Period Ending: June 30, 2026

Standard Sectors

	Ticker	Units	Current Yield	Unit Cost	Total Cost	Price	Market Value	Accrual	% of Mkt Val	Unrealized Gain/Loss
Technology										
Broadcom INC	AVGO	125.000	.688	25.08	3,134.99	377.750	47,218.75	.00	3.8	44,083.76
International Business Machines Corp	IBM	75.000	2.404	140.69	10,551.47	281.210	21,090.75	.00	1.7	10,539.28
Microsoft Corp	MSFT	40.000	.976	45.53	1,821.15	373.020	14,920.80	.00	1.2	13,099.65
Total: Technology			1.175		15,507.61		83,230.30	.00	6.7	67,722.69
Communication Services										
Alphabet Inc	GOOGL	50.000	.246	183.92	9,195.80	357.370	17,868.50	.00	1.5	8,672.70
Total: Communication Services			.246		9,195.80		17,868.50	.00	1.5	8,672.70
Utilities										
Duke Energy Corp	DUK	100.000	3.429	88.17	8,817.03	126.580	12,658.00	.00	1.0	3,840.97
Total: Utilities			3.429		8,817.03		12,658.00	.00	1.0	3,840.97
Total: Equity			1.652		175,768.22		355,569.10	167.50	28.8	179,800.88
Fixed Income										
Mortgage Backed										
Federal Farm Credit Banks Funding Corp 4.18% 13 No		50,000.000	4.217	100.02	50,010.50	99.123	49,561.50	278.67	4.0	-449.00
Total: Mortgage Backed			4.217		50,010.50		49,561.50	278.67	4.0	-449.00
Short Term Government Bond										
United States Treasury Note/Bond 4% 15 Dec 2027		75,000.000	4.009	100.02	75,016.50	99.770	74,827.50	131.15	6.1	-189.00
United States Treasury Note/Bond 4% 29 Feb 2028		50,000.000	4.011	100.05	50,025.50	99.734	49,867.00	668.48	4.1	-158.50
United States Treasury Note/Bond 4% 30 Jun 2028		50,000.000	4.012	100.07	50,036.50	99.691	49,845.50	5.44	4.1	-191.00
United States Treasury Note/Bond 4% 31 Jan 2029		50,000.000	4.017	99.95	49,973.00	99.570	49,785.00	834.25	4.1	-188.00
United States Treasury Note/Bond 4.125% 15 Feb 202		50,000.000	4.123	99.92	49,960.00	100.058	50,029.00	774.86	4.1	69.00
United States Treasury Note/Bond 4.125% 31 Oct 202		50,000.000	4.123	99.89	49,943.50	100.056	50,028.00	347.49	4.1	84.50

Local 634 Health & Welfare Fund (**701)

Holdings Report Standard Sectors

Period Ending: June 30, 2026

Standard Sectors

	Ticker	Units	Current Yield	Unit Cost	Total Cost	Price	Market Value	Accrual	% of Mkt Val	Unrealized Gain/Loss
United States Treasury Note/Bond 4.25% 15 Jan 2028		50,000.000	4.245	100.00	49,999.50	100.109	50,054.50	980.32	4.1	55.00
United States Treasury Note/Bond 4.625% 15 Sep 202		40,000.000	4.617	100.05	40,019.20	100.171	40,068.40	542.93	3.3	49.20
Total: Short Term Government Bond			4.125		414,973.70		414,504.90	4,284.92	34.0	-468.80
Total: Fixed Income			4.135		464,984.20		464,066.40	4,563.59	38.0	-917.80
Cash & Equivalents										
Cash Equivalents										
SEI Daily Income Trust Treasury II Fund	SCPXX	61,731.390	3.443	1.00	61,731.39	1.000	61,731.39	170.88	5.0	.00
United States Treasury Bill Zero 09 Jul 2026		75,000.000	.000	99.15	74,359.50	99.919	74,939.25	.00	6.1	579.75
United States Treasury Bill Zero 10/08/2026		75,000.000	.000	98.24	73,676.25	98.977	74,232.75	.00	6.0	556.50
United States Treasury Bill Zero 20 Aug 2026		75,000.000	.000	99.11	74,335.50	99.489	74,616.75	.00	6.1	281.25
United States Treasury Bill Zero 21 Jan 2027		75,000.000	.000	97.28	72,961.50	97.906	73,429.50	.00	6.0	468.00
Total: Cash Equivalents			.592		357,064.14		358,949.64	170.88	29.2	1,885.50
Cash										
US Uninvested Cash		.000	.000	.00	.00	.000	.00	.00	.0	.00
Total: Cash			.000		.00		.00	.00	.0	.00
Total: Cash & Equivalents			.592		357,064.14		358,949.64	170.88	29.2	1,885.50
Non Marketable Assets										
Non Marketable Assets										
PTC CD 4.00% 08/03/26		50,000.000	4.000	100.00	50,000.00	100.000	50,000.00	816.44	4.1	.00
Total: Non Marketable Assets			4.000		50,000.00		50,000.00	816.44	4.1	.00
Total: Non Marketable Assets			4.000		50,000.00		50,000.00	816.44	4.1	.00

Standard Sectors

	Ticker	Units	Current Yield	Unit Cost	Total Cost	Price	Market Value	Accrual	% of Mkt Val	Unrealized Gain/Loss
Total			2.376		1,047,816.56		1,228,585.14	5,718.41	100.0	180,768.58

Local 634 Health & Welfare Fund (**701)

Sector Inception Selected Period Performance

Period Ending: June 30, 2026

	Sector Inception	Market Value	Year to Date	1 Year	3 Years	5 Years	Inception to Date
Total Fund	10/01/2010	1,234,304	2.39	8.65	8.91	5.00	4.16
Equity	10/01/2010	355,737	5.20	23.71	22.04	11.47	12.49
Russell 1000 Value TR USD	10/01/2010		16.23	27.09	17.78	11.17	12.01
S&P 500 TR USD	10/01/2010		10.21	22.32	20.61	13.41	14.80
Fixed Income	10/01/2010	468,630	1.02	3.29	4.57	2.50	1.83
Bloomberg 1-3 Yr Gov/Credit TR USD	10/01/2010		.76	3.14	4.64	2.12	1.68
Cash Equivalents	10/01/2010	359,121	1.73	3.81	4.53	3.39	1.40
FTSE US 3-Month Treasury Bill Index TR USD	10/01/2010		1.87	4.05	4.86	3.68	1.55
Non Marketable Assets	08/07/2024	50,816	-.12	.36			2.52

Portfolio Inception: 10/01/2010