



QUARTERLY INVESTMENT REPORT

For the Quarter Ended

September 30, 2022

Prepared by

Valley View Consulting, L.L.C.

The investment portfolio of Montgomery County Hospital District is in compliance with the Public Funds Investment Act and the Montgomery County Hospital District Investment Policy.

Chief Executive Officer
Investment Officer,
Montgomery County Hospital District

Chief Financial Officer
Investment Officer,
Montgomery County Hospital District

Treasurer, MCHD Board
Investment Officer,
Montgomery County Hospital District

'Disclaimer: These reports were compiled using information provided by the Montgomery County Hospital District. No procedures were performed to test the accuracy or completeness of this information. The market values included in these reports were obtained by Valley View Consulting, L.L.C. from sources believed to be accurate and represent proprietary valuation. Due to market fluctuations these levels are not necessarily reflective of current liquidation values. Yield calculations are not determined using standard performance formulas, are not representative of total return yields and do not account for investment adviser fees.

Montgomery County Hospital District Annual Comparison of Portfolio Performance

FYE Results by Investment Category:

| Asset Type | September 30, 2021 | | | September 30, 2022 | | |
|--------------------------|--------------------|----------------------|----------------------|--------------------|----------------------|----------------------|
| | Ave. Yield | Book Value | Market Value | Ave. Yield | Book Value | Market Value |
| DDA | 0.30% | \$ 4,690,394 | \$ 4,690,394 | 0.30% | \$ 3,077,856 | \$ 3,077,856 |
| MMA | 0.25% | 18,407,742 | 18,407,742 | 2.82% | 24,434,691 | 24,434,691 |
| MMF/LGIP | 0.02% | 7,672,236 | 7,672,236 | 2.36% | 306,374 | 306,374 |
| CD/Security | 0.21% | 12,068,717 | 12,068,717 | 2.01% | 18,145,450 | 18,145,450 |
| Totals | | \$ 42,839,088 | \$ 42,839,088 | | \$ 45,964,371 | \$ 45,964,371 |
| Fourth Quarter-End Yield | 0.20% | | | 2.32% | | |

Average Quarter-End Yields (1):

| | 2021 Fiscal Year | 2022 Fiscal Year |
|-------------------------------------|---------------------------------|---------------------------------|
| Montgomery County Hospital District | 0.29% | 0.98% |
| Rolling Three Month Treasury | 0.06% | 1.06% |
| Rolling Six Month Treasury | 0.08% | 1.01% |
| TexPool | 0.04% | 0.90% |
| Fiscal YTD Interest Earnings | \$ 133,844 (Approximate) | \$ 366,057 (Approximate) |

(1) Average Quarterly Yield calculated using quarter end report average yield and adjusted book value.

Summary

Quarter End Results by Investment Category:

| Asset Type | June 30, 2022 | | September 30, 2022 | | |
|---------------|----------------------|----------------------|----------------------|----------------------|--------------|
| | Book Value | Market Value | Book Value | Market Value | Ave. Yield |
| DDA | \$ 4,213,316 | \$ 4,213,316 | \$ 3,077,856 | \$ 3,077,856 | 0.30% |
| MMA | 28,437,984 | 28,437,984 | 24,434,691 | 24,434,691 | 2.82% |
| MMF/LGIP | 6,545,562 | 6,545,562 | 306,374 | 306,374 | 2.36% |
| CD/Security | 18,107,887 | 18,107,887 | 18,145,450 | 18,145,450 | 2.01% |
| Totals | \$ 57,304,749 | \$ 57,304,749 | \$ 45,964,371 | \$ 45,964,371 | 2.32% |

Current Quarter Portfolio Performance: (1)

| | |
|------------------------------|-------|
| Average Quarterly Yield | 2.32% |
| Rolling Three Month Treasury | 2.76% |
| Rolling Six Month Treasury | 2.46% |
| TexPool | 2.41% |

Fiscal Year-to-Date Portfolio Performance: (2)

| | |
|------------------------------|-------|
| Average Quarter End Yield | 0.98% |
| Rolling Three Month Treasury | 1.06% |
| Rolling Six Month Treasury | 1.01% |
| TexPool | 0.90% |

Interest Earnings (Approximate)

| | |
|------------------------------|------------|
| Quarterly Interest Earnings | \$ 216,792 |
| Fiscal YTD Interest Earnings | \$ 366,057 |

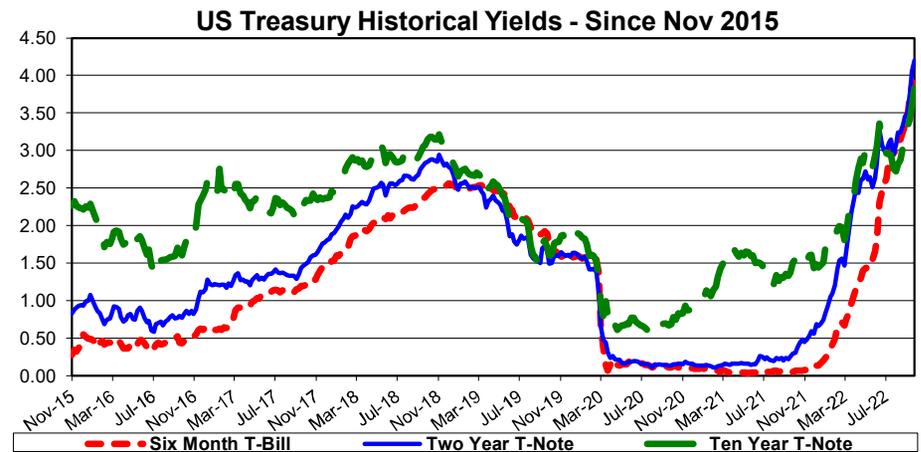
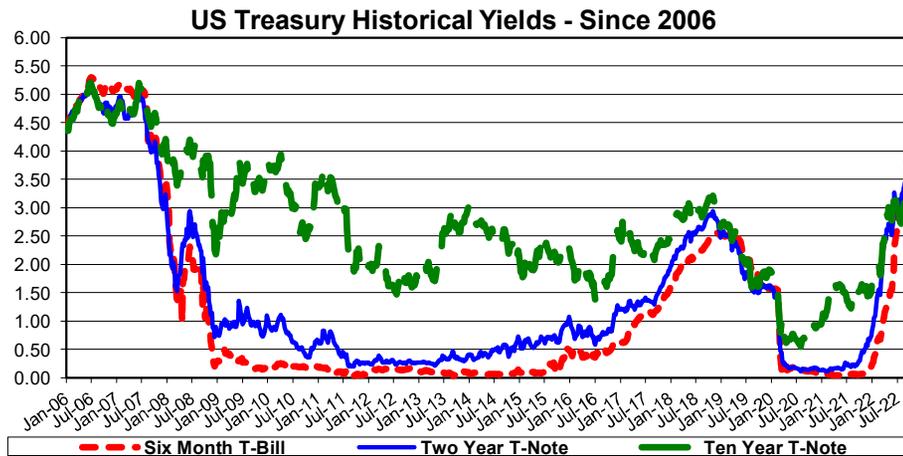
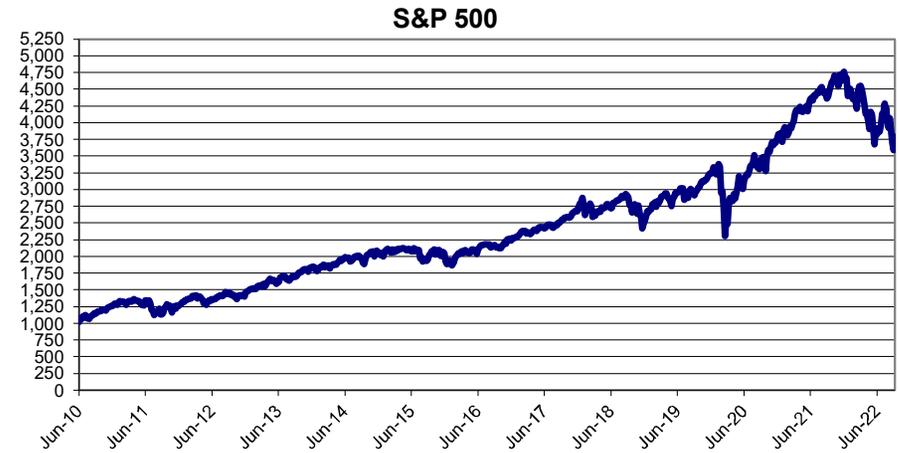
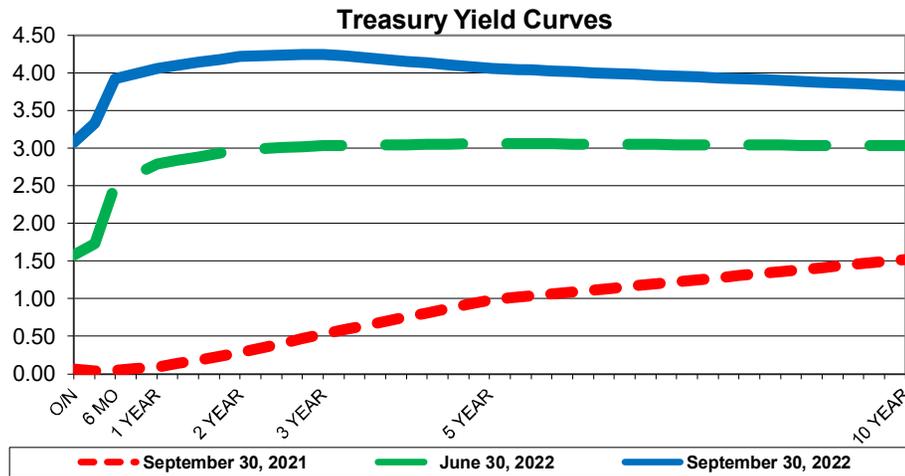
(1) **Current Quarter Average Yield** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

(2) **Fiscal Year-to-Date Average Yields** - calculated using quarter end report yield and adjusted book values and does not reflect a total return analysis or account for advisory fees.

Economic Overview

9/30/2022

The Federal Open Market Committee (FOMC) raised the Fed Funds target range 0.75% to 3.00% - 3.25% September 21st (Effective Fed Funds are trading +/-3.10%). The FOMC continued actively reducing their balance sheet. An additional 0.50% - 0.75% increase is currently anticipated November 2nd. Second Quarter GDP was confirmed at -0.6%. Domestic and international economies are slowing. September Non-Farm Payroll added 263k new jobs with a Three Month Average of 372k. Crude oil fell below \$80 per barrel, but OPEC+ announced a target production reduction of 2 million barrels/day. The Stock Markets continued bouncing down and are +/-20% below the 2021 peak. The negatively sloped yield curve (6 months to 10 years, with peak yield at 3 years) may indicate lower future interest rates. Inflation remained well over the FOMC 2% target (Core PCE +/-4.9% and CPI exceeding 8%).



Investment Holdings
September 30, 2022

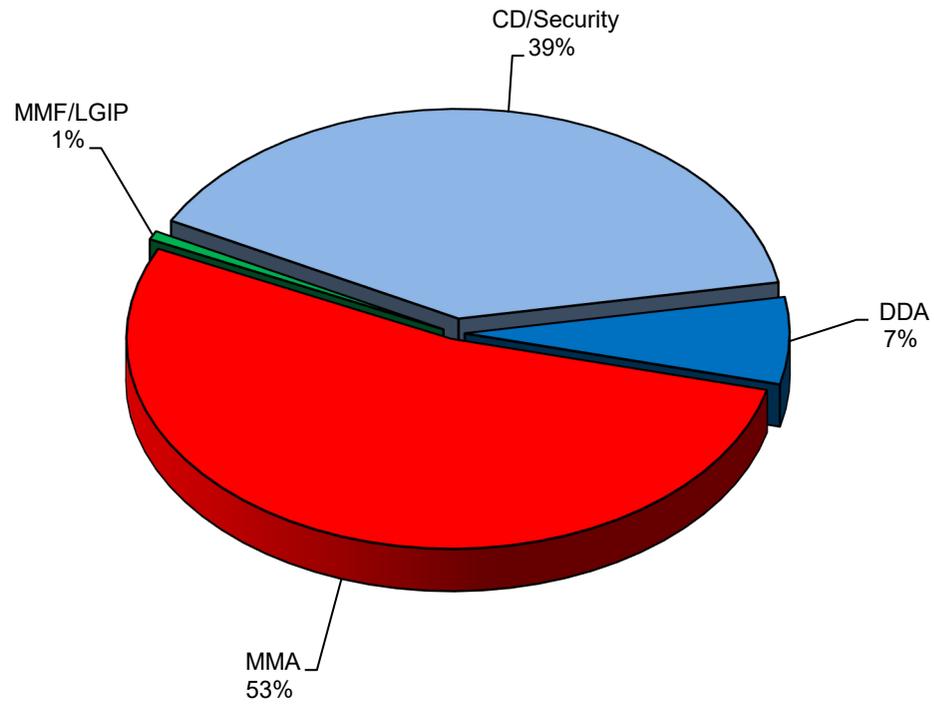
| Description | Rating | Coupon/ Discount | Maturity Date | Settlement Date | Original Face\ Par Value | Book Value | Market Price | Market Value | Life (Days) | Yield |
|-----------------------|--------|---------------------|------------------|--------------------|-----------------------------|----------------------|-----------------|-----------------|----------------|--------------|
| Woodforest Bank - DDA | | 0.30% | 10/01/22 | 09/30/22 | \$ 3,077,856 | \$ 3,077,856 | 1.00 | \$ 3,077,856 | 1 | 0.30% |
| Woodforest Bank - MMA | | 2.68% | 10/01/22 | 09/30/22 | 12,175,382 | 12,175,382 | 1.00 | 12,175,382 | 1 | 2.68% |
| LegacyTexas Bank MMA | | 2.45% | 10/01/22 | 09/30/22 | 2,059,622 | 2,059,622 | 1.00 | 2,059,622 | 1 | 2.45% |
| NexBank IntraFi MMA | | 3.05% | 10/01/22 | 09/30/22 | 10,199,687 | 10,199,687 | 1.00 | 10,199,687 | 1 | 3.05% |
| TexPool | AAAm | 2.41% | 10/01/22 | 09/30/22 | 159,782 | 159,782 | 1.00 | 159,782 | 1 | 2.41% |
| TexSTAR | AAAm | 2.29% | 10/01/22 | 09/30/22 | 146,592 | 146,592 | 1.00 | 146,592 | 1 | 2.29% |
| East West Bank CD | | 0.19% | 10/27/22 | 10/27/21 | 4,020,310 | 4,020,310 | 100.00 | 4,020,310 | 27 | 0.19% |
| East West Bank CD | | 1.28% | 11/15/22 | 03/29/22 | 4,026,176 | 4,026,176 | 100.00 | 4,026,176 | 46 | 1.29% |
| East West Bank CD | | 1.59% | 03/15/23 | 03/29/22 | 2,016,270 | 2,016,270 | 100.00 | 2,016,270 | 166 | 1.60% |
| East West Bank CD | | 3.05% | 07/31/23 | 07/29/22 | 2,047,693 | 2,047,693 | 100.00 | 2,047,693 | 304 | 3.10% |
| East West Bank CD | | 3.30% | 08/15/23 | 08/15/22 | 4,031,745 | 4,031,745 | 100.00 | 4,031,745 | 319 | 3.30% |
| East West Bank CD | | 3.71% | 09/15/23 | 09/15/22 | 2,003,255 | 2,003,255 | 100.00 | 2,003,255 | 350 | 3.78% |
| | | | | | \$ 45,964,371 | \$ 45,964,371 | | | 71 | 2.32% |
| | | | | | | | | | (1) | (2) |

(1) **Weighted average life** - Pools, Money Market Funds, and Bank Deposits are assumed to have a one day maturity.

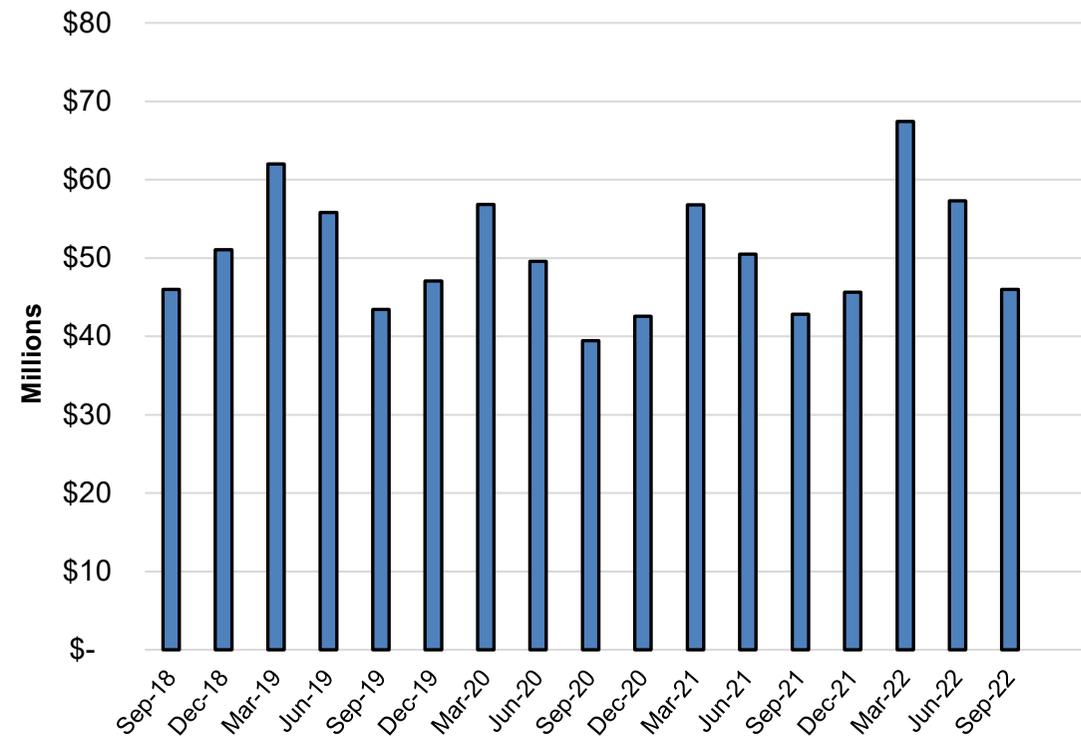
(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on Book Value, adviser fees and realized and unrealized gains/losses are not considered. The pool and mutual fund yields are the average for the last month of the quarter. Bank deposit yields are estimated from the monthly allocated earnings.

Note: All deposits FDIC insured or collateralized per the Public Funds Collateral Act.

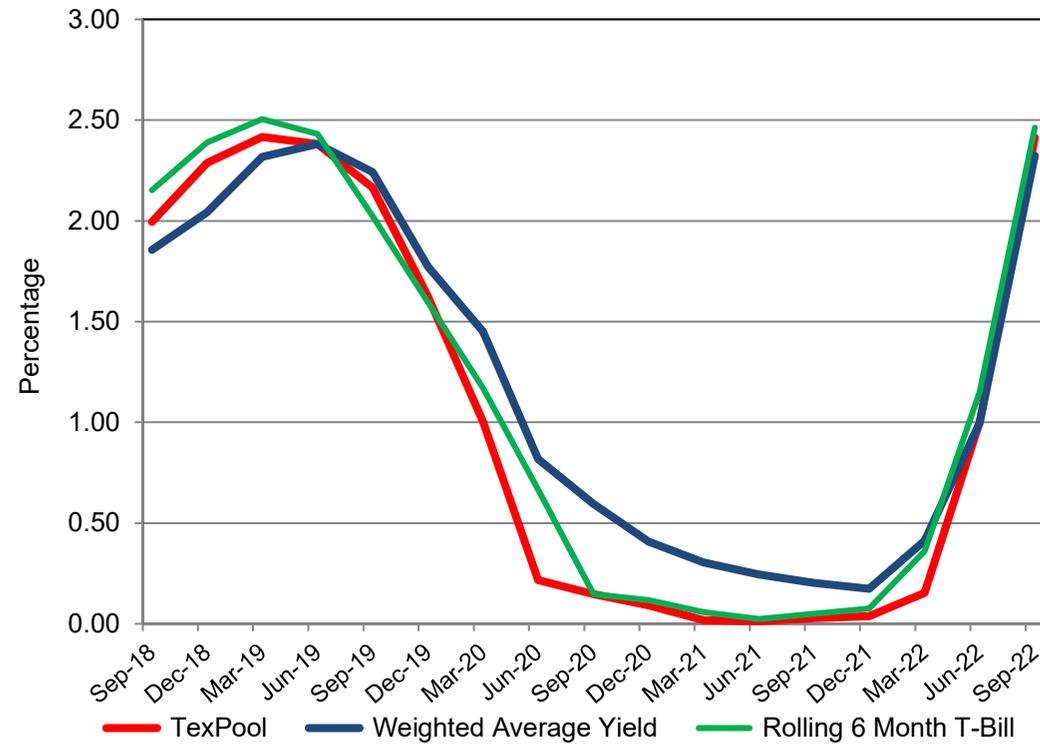
Portfolio Composition



Quarter End Book Value



Total Portfolio Performance



Book & Market Value Comparison

| Issuer/Description | Yield | Maturity Date | Book Value 06/30/22 | Increases | Decreases | Book Value 09/30/22 | Market Value 06/30/22 | Change in Market Value | Market Value 09/30/22 |
|-----------------------|--------------|---------------|----------------------|---------------------|-----------------------|----------------------|-----------------------|------------------------|-----------------------|
| Woodforest Bank - DDA | 0.30% | 10/01/22 | \$ 4,213,316 | \$ - | \$ (1,135,460) | \$ 3,077,856 | \$ 4,213,316 | \$ (1,135,460) | \$ 3,077,856 |
| Woodforest Bank - MMA | 2.68% | 10/01/22 | 16,244,796 | - | (4,069,414) | 12,175,382 | 16,244,796 | (4,069,414) | 12,175,382 |
| LegacyTexas Bank MMA | 2.45% | 10/01/22 | 2,048,998 | 10,624 | - | 2,059,622 | 2,048,998 | 10,624 | 2,059,622 |
| NexBank IntraFi MMA | 3.05% | 10/01/22 | 10,144,190 | 55,497 | - | 10,199,687 | 10,144,190 | 55,497 | 10,199,687 |
| TexPool | 2.41% | 10/01/22 | 3,279,095 | - | (3,119,313) | 159,782 | 3,279,095 | (3,119,313) | 159,782 |
| TexSTAR | 2.29% | 10/01/22 | 3,266,467 | - | (3,119,875) | 146,592 | 3,266,467 | (3,119,875) | 146,592 |
| East West Bank CD | 0.12% | 07/29/22 | 2,037,079 | - | (2,037,079) | - | 2,037,079 | (2,037,079) | - |
| East West Bank CD | 0.96% | 08/15/22 | 4,009,901 | - | (4,009,901) | - | 4,009,901 | (4,009,901) | - |
| Bank OZK CD | 0.15% | 09/10/22 | 2,021,108 | - | (2,021,108) | - | 2,021,108 | (2,021,108) | - |
| East West Bank CD | 0.19% | 10/27/22 | 4,018,385 | 1,925 | - | 4,020,310 | 4,018,385 | 1,925 | 4,020,310 |
| East West Bank CD | 1.29% | 11/15/22 | 4,013,207 | 12,969 | - | 4,026,176 | 4,013,207 | 12,969 | 4,026,176 |
| East West Bank CD | 1.60% | 03/15/23 | 2,008,206 | 8,064 | - | 2,016,270 | 2,008,206 | 8,064 | 2,016,270 |
| East West Bank CD | 3.10% | 07/31/23 | - | 2,047,693 | - | 2,047,693 | - | 2,047,693 | 2,047,693 |
| East West Bank CD | 3.30% | 08/15/23 | - | 4,031,745 | - | 4,031,745 | - | 4,031,745 | 4,031,745 |
| East West Bank CD | 3.78% | 09/15/23 | - | 2,003,255 | - | 2,003,255 | - | 2,003,255 | 2,003,255 |
| TOTAL /AVERAGE | 2.32% | | \$ 57,304,749 | \$ 8,171,772 | \$(19,512,150) | \$ 45,964,371 | \$ 57,304,749 | \$(11,340,378) | \$ 45,964,371 |