

Wilshire

First Quarter 2026 Market Update Webinar

2026

Today's Agenda



- Is the current geopolitical environment likely to advance the structural outlook Wilshire has been communicating for several years?
- How has recent volatility impacted long-term capital market assumptions?
- What is our economic outlook against heightened geopolitical uncertainty; is a recession inevitable?
- What are markets pricing in, and where are the biggest risks and opportunities?
- How is Wilshire positioning portfolios in this environment?

Wilshire Firm Overview

Since 1972, Wilshire has been dedicated to improving investment outcomes for institutional investors and financial intermediaries worldwide.

- Investment advisor and manager to some of the largest institutions in the world
- Full spectrum provider of alternative investment solutions
- Leader in both intermediary and institutional markets
- Market leader in investment cost data, transparency, and analytics

\$1.6 Trillion

In assets under advisement²

\$176B

In assets under management²

\$30.3B

In alternative assets under management^{1,2}

~300

Client Relationships

2,100

Manager research meetings
a year on average

As of 12/31/2025. ¹ Includes institutional investors, financial intermediaries, and Wilshire-sponsored vehicles. Does not include individual retirement plans and retail investors via financial intermediary platforms. ² Assets under management refers to the amount of assets attributable to securities portfolios for which Wilshire provides discretionary and non-discretionary asset management services and is calculated differently than "regulatory assets under management." Assets under advisement refers to the total amount of assets (inclusive of assets under management) attributable to all of Wilshire's advisory relationships, including various consulting and advisory relationships for which Wilshire provides investment advisory services without engaging, on either a discretionary or non-discretionary basis, in the direct management of a client's portfolio. ³ Includes discretionary private markets and hedge fund assets.

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Presenters



Josh Emanuel, CFA

Chief Investment Officer

20+ years of industry experience

As CIO, leads Wilshire's investment activities, including:

- investment strategy
- manager research
- quantitative alpha research
- portfolio management



Steve Foresti

Chief Investment Officer Emeritus

30+ years of industry experience

Guides and supports Wilshire's investment and research efforts, including

- strategic asset allocation research
- capital market forecasts
- thought leadership

Market Performance Summary

Global Equities as of 3/31/2026

U.S. Equity	MTD (%)	QTD (%)	YTD (%)	1Y (%)
Wilshire 5000 Index SM	(4.95)	(3.88)	(3.88)	18.32
Standard & Poor's 500	(4.98)	(4.33)	(4.33)	17.80
Wilshire 4500 Completion Index SM	(4.78)	(0.95)	(0.95)	20.75
MSCI USA Minimum Volatility	(4.84)	(1.15)	(1.15)	0.70

U.S. Equity by Size / Style	MTD (%)	QTD (%)	YTD (%)	1Y (%)
Wilshire Large Cap Index SM	(4.95)	(4.30)	(4.30)	17.97
Wilshire Large Cap Growth Index SM	(4.82)	(9.87)	(9.87)	16.50
Wilshire Large Cap Value Index SM	(4.93)	3.15	3.15	17.17
Wilshire Small Cap Index SM	(4.92)	2.42	2.42	22.71
Wilshire Small Cap Growth Index SM	(5.11)	1.49	1.49	21.66
Wilshire Small Cap Value Index SM	(4.77)	3.48	3.48	24.15
Wilshire Micro Cap Index SM	(3.97)	1.85	1.85	46.82

Non-U.S. Equity	MTD (%)	QTD (%)	YTD (%)	1Y (%)
MSCI ACWI	(7.18)	(3.20)	(3.20)	20.01
MSCI ACWI ex USA	(10.79)	(0.71)	(0.71)	24.92
MSCI ACWI ex USA Minimum Volatility	(5.99)	0.01	0.01	14.10
MSCI EAFE	(10.29)	(1.24)	(1.24)	21.27
MSCI Emerging Markets	(13.06)	(0.17)	(0.17)	29.55
MSCI ACWI ex USA Small Cap	(11.17)	(0.48)	(0.48)	27.82

Non-U.S. Equity (local currency)	MTD (%)	QTD (%)	YTD (%)	1Y (%)
MSCI ACWI	(6.27)	(2.57)	(2.57)	19.19
MSCI ACWI ex USA	(8.43)	0.99	0.99	22.38
MSCI ACWI ex USA Minimum Volatility	(3.93)	1.58	1.58	13.34
MSCI EAFE	(7.99)	0.15	0.15	17.38
MSCI Emerging Markets	(10.55)	2.12	2.12	30.60
MSCI ACWI ex USA Small Cap	(8.77)	1.08	1.08	26.52

As of 3/31/2026. Source: Bloomberg. Indexes are total return. For illustrative purposes only.

Fixed Income Markets, Real Assets & Alternatives as of 3/31/2026

U.S. Fixed Income	MTD (%)	QTD (%)	YTD (%)	1Y (%)
Bloomberg U.S. Aggregate	(1.76)	(0.05)	(0.05)	4.35
Bloomberg Long Term Treasury	(3.97)	(0.41)	(0.41)	0.47
Bloomberg Long Term Corporate	(3.21)	(1.20)	(1.20)	3.68
Bloomberg U.S. TIPS	(1.34)	0.26	0.26	3.00
Bloomberg U.S. Credit	(1.96)	(0.48)	(0.48)	4.84
Bloomberg U.S. Corporate High Yield	(1.18)	(0.50)	(0.50)	7.01
S&P/LSTA Leveraged Loan	0.54	(0.55)	(0.55)	4.81

Market Rates	Mar 31	Dec 31	Sept 30	June 30
10-Year Treasury	4.32	4.17	4.15	4.23
10-Year Breakeven Inflation	2.31	2.25	2.37	2.28

Global Fixed Income	MTD (%)	QTD (%)	YTD (%)	1Y (%)
Bloomberg Global Aggregate	(3.07)	(1.07)	(1.07)	4.26
Bloomberg Global Aggregate (Hdg)	(1.78)	(0.15)	(0.15)	3.49
Bloomberg EM LC Gov't Universal	(3.75)	(1.56)	(1.56)	4.98
Bloomberg EM LC Gov't Universal (Hdg)	(1.23)	(0.47)	(0.47)	3.05

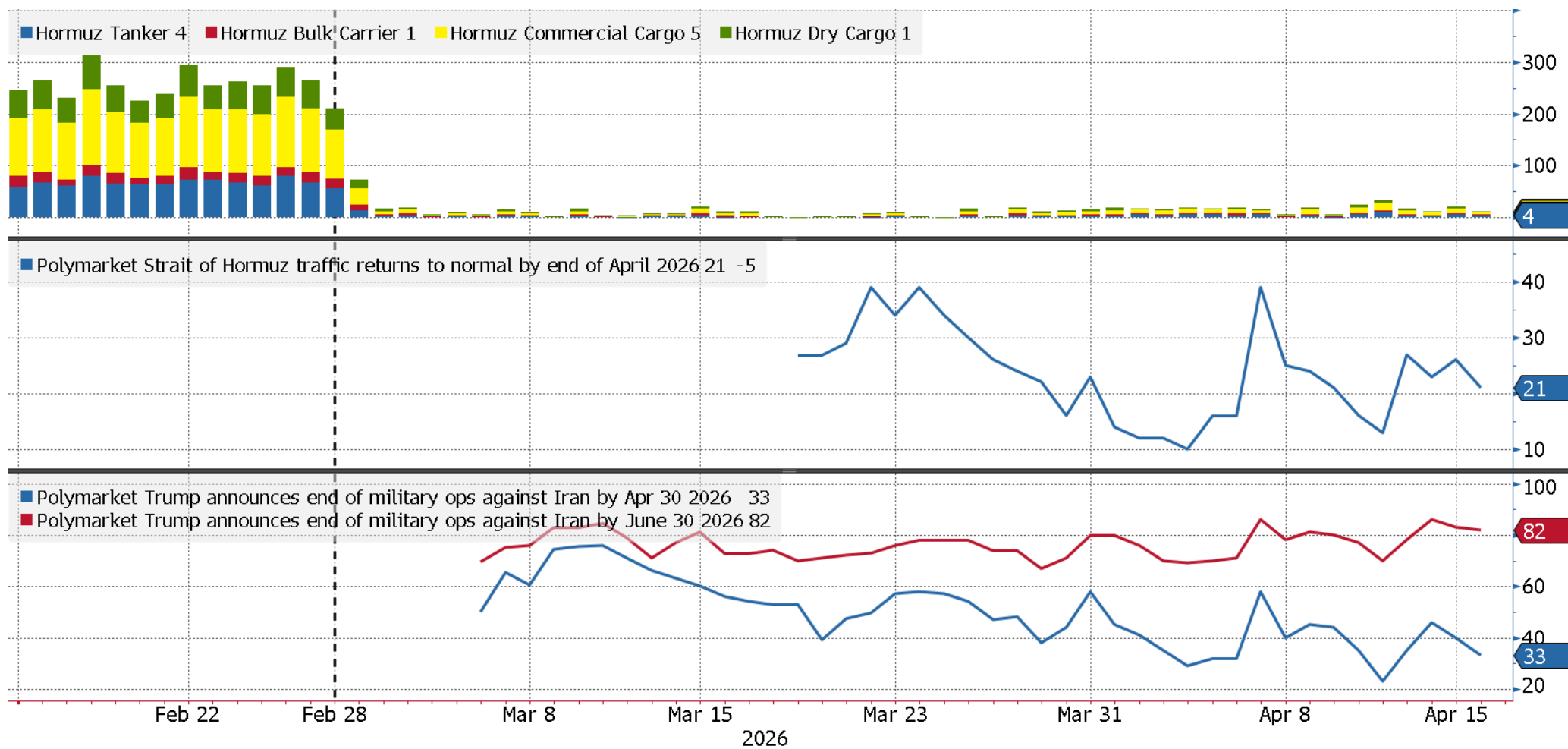
Real Assets	MTD (%)	QTD (%)	YTD (%)	1Y (%)
Wilshire US Real Estate Securities Index SM	(6.21)	2.17	2.17	3.12
Wilshire Global Real Estate Securities Index SM	(7.77)	0.73	0.73	4.39
FTSE Global Core Infrastructure 50/50	(4.12)	8.32	8.32	18.93
Alerian Midstream Energy	3.93	22.94	22.94	21.36
Bloomberg Commodity	11.50	24.41	24.41	32.29
Gold	(11.57)	8.07	8.07	49.45
Bitcoin	4.07	(22.20)	(22.20)	(17.26)

As of 3/31/2026. Source: Bloomberg. Indexes are total return. For illustrative purposes only.

Market/Situational Rundown & Strategic Pressure Points

Geopolitics

The 1st, 2nd and 3rd Most Important Issue: US/Iran / Strait of Hormuz



TRHBTKCD Index (HOR Tnkr Xings) Iran War Daily 15FEB2026-16APR2026

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Data Source: Bloomberg

Inflation

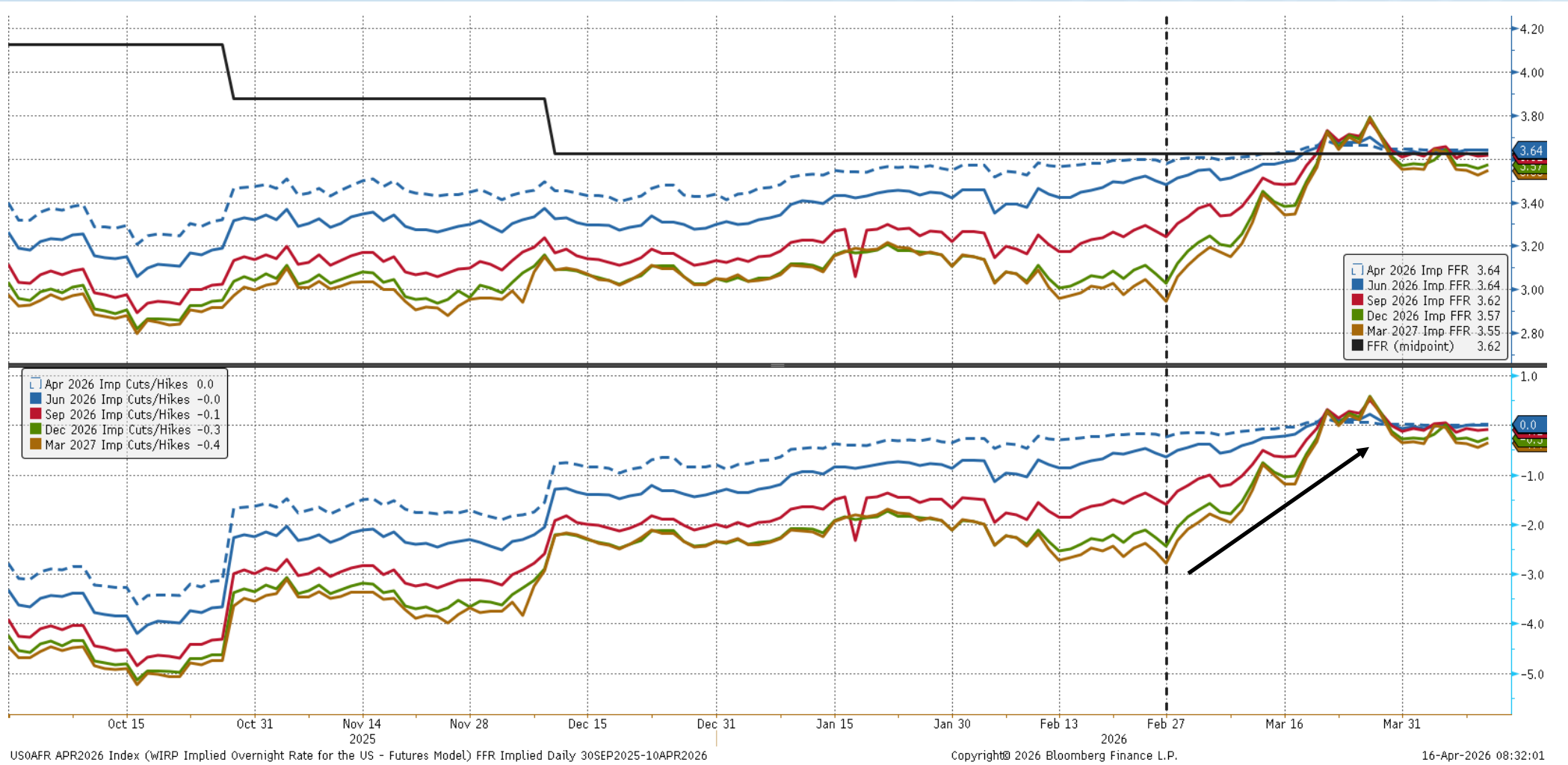
Inflation Expectations: ST Spike while LT Remains Anchored



Data Source: Bloomberg

Interest Rates

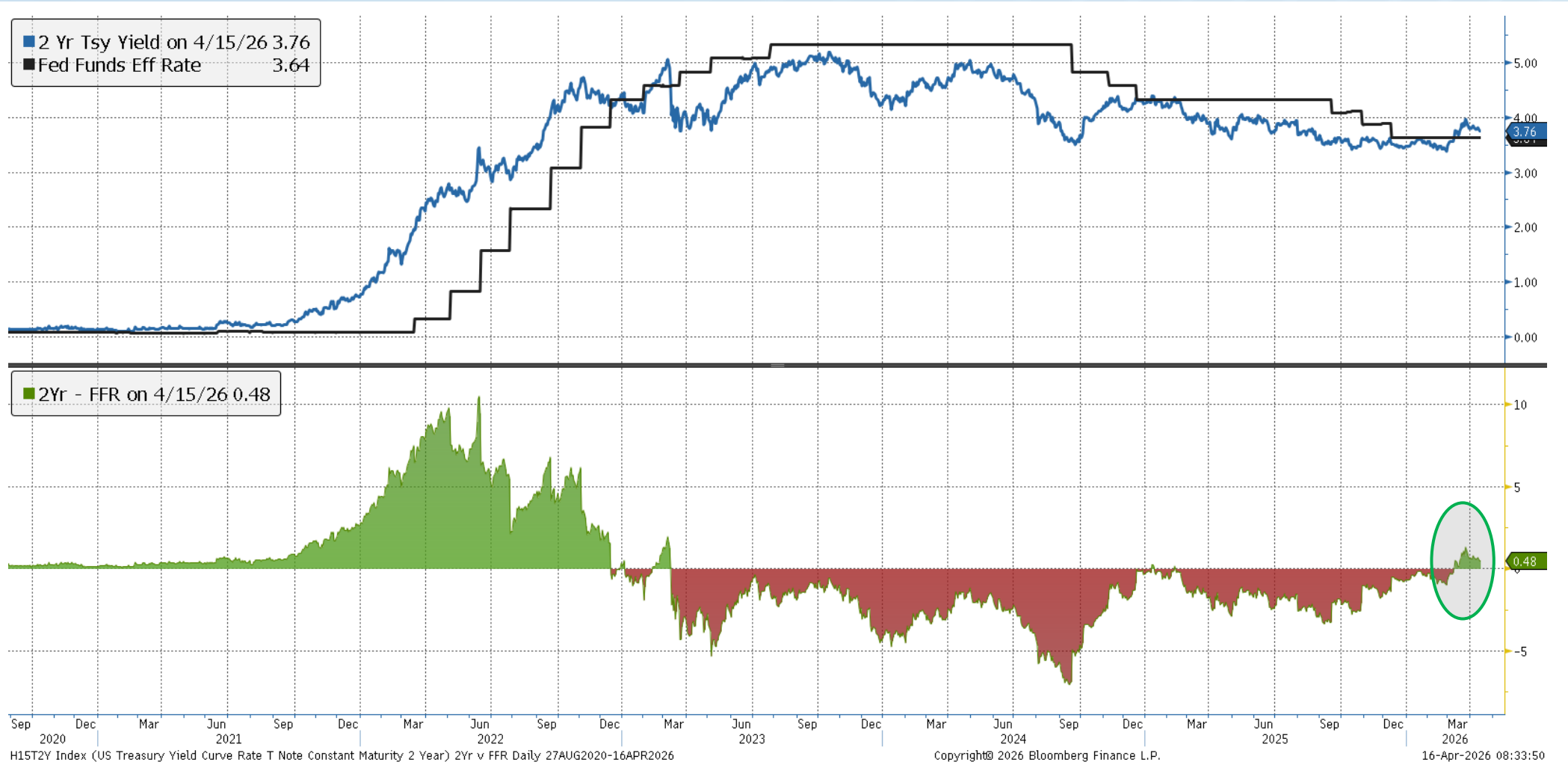
Fed Funds Implied Rate: Shift from Easing to Neutral



Data Source: Bloomberg

Interest Rates

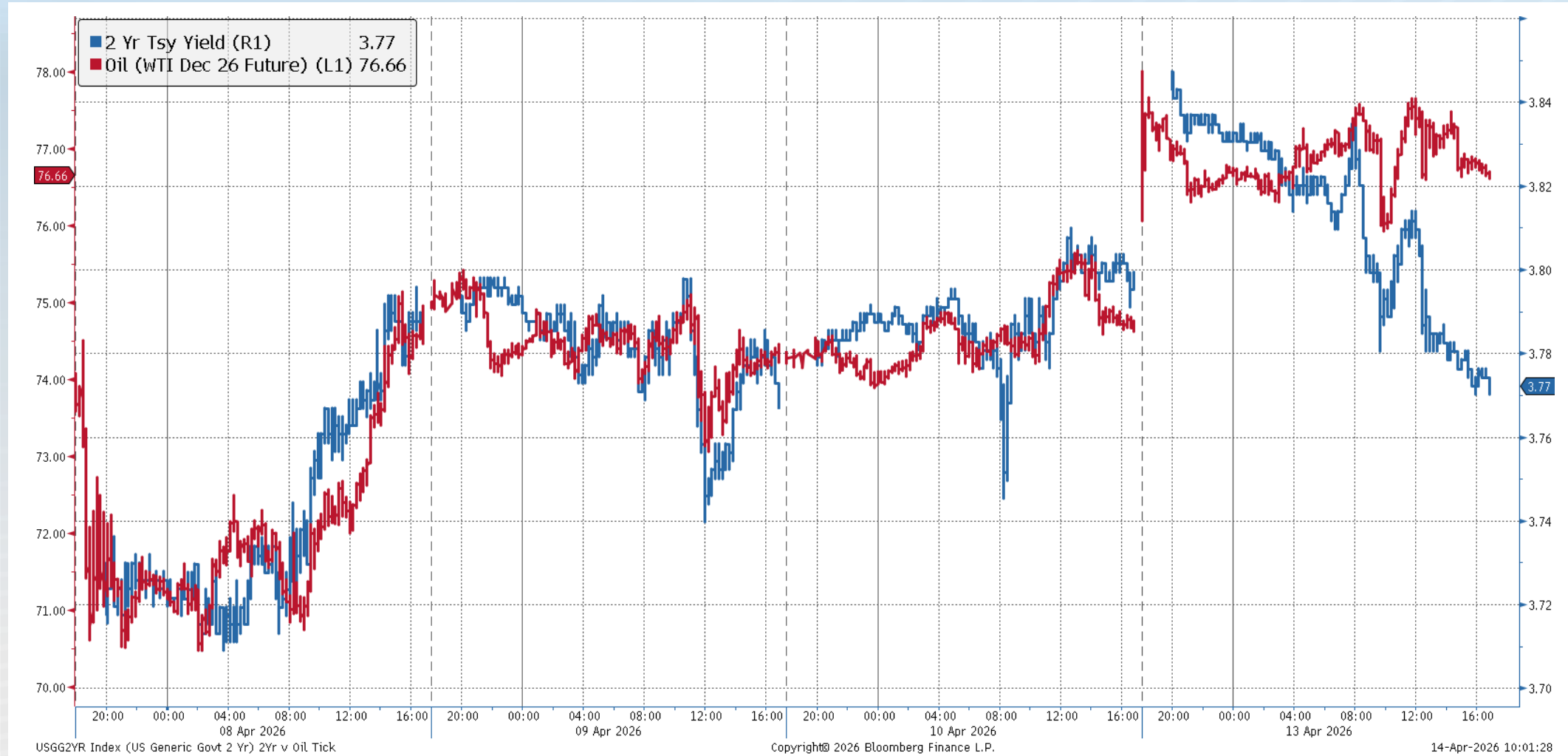
2-Year Yields Up (Above Fed Funds Rate)



Data Source: Bloomberg

Interest Rates

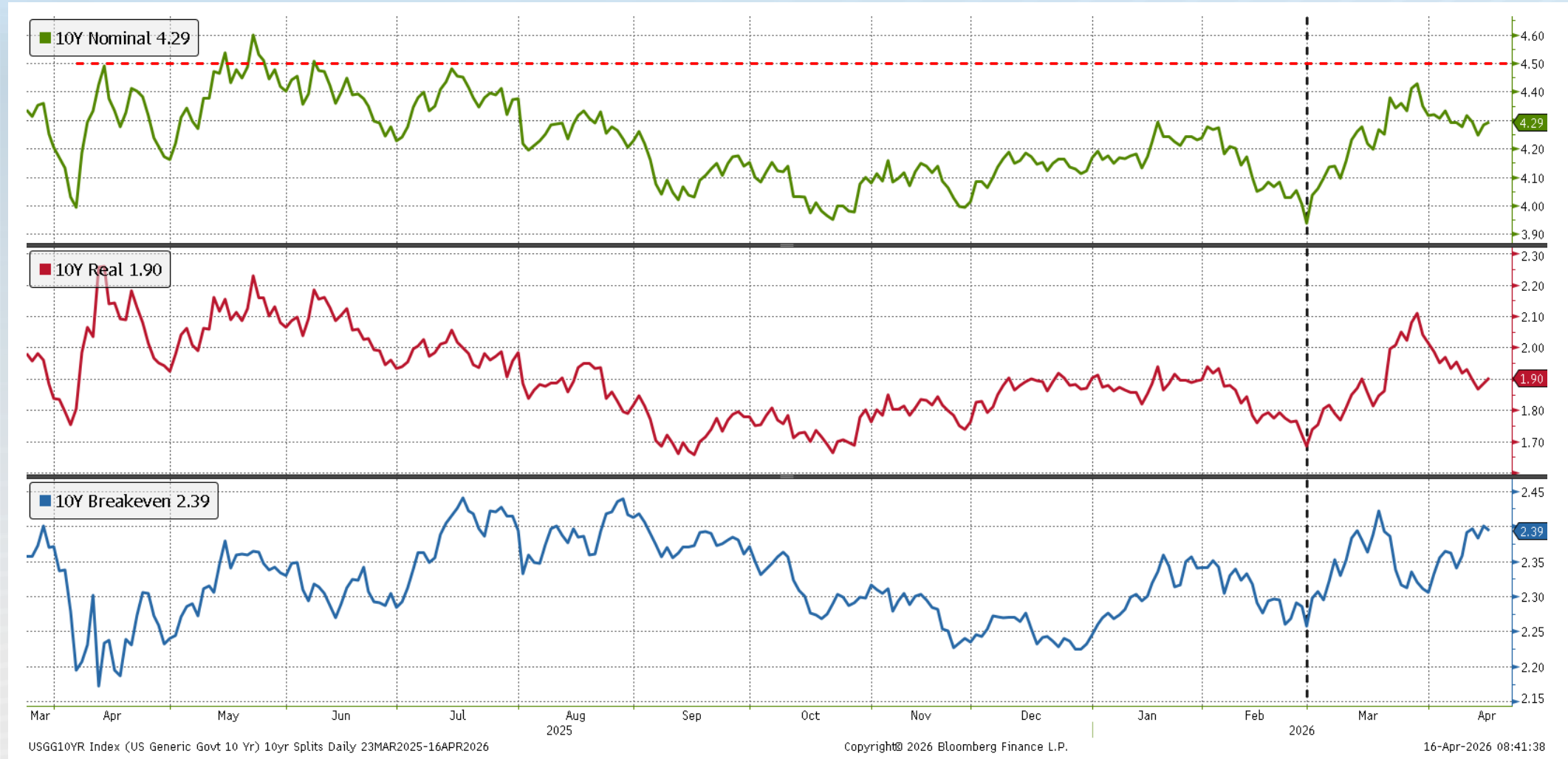
2-Year Yields Tracking Oil Prices



Data Source: Bloomberg

Interest Rates

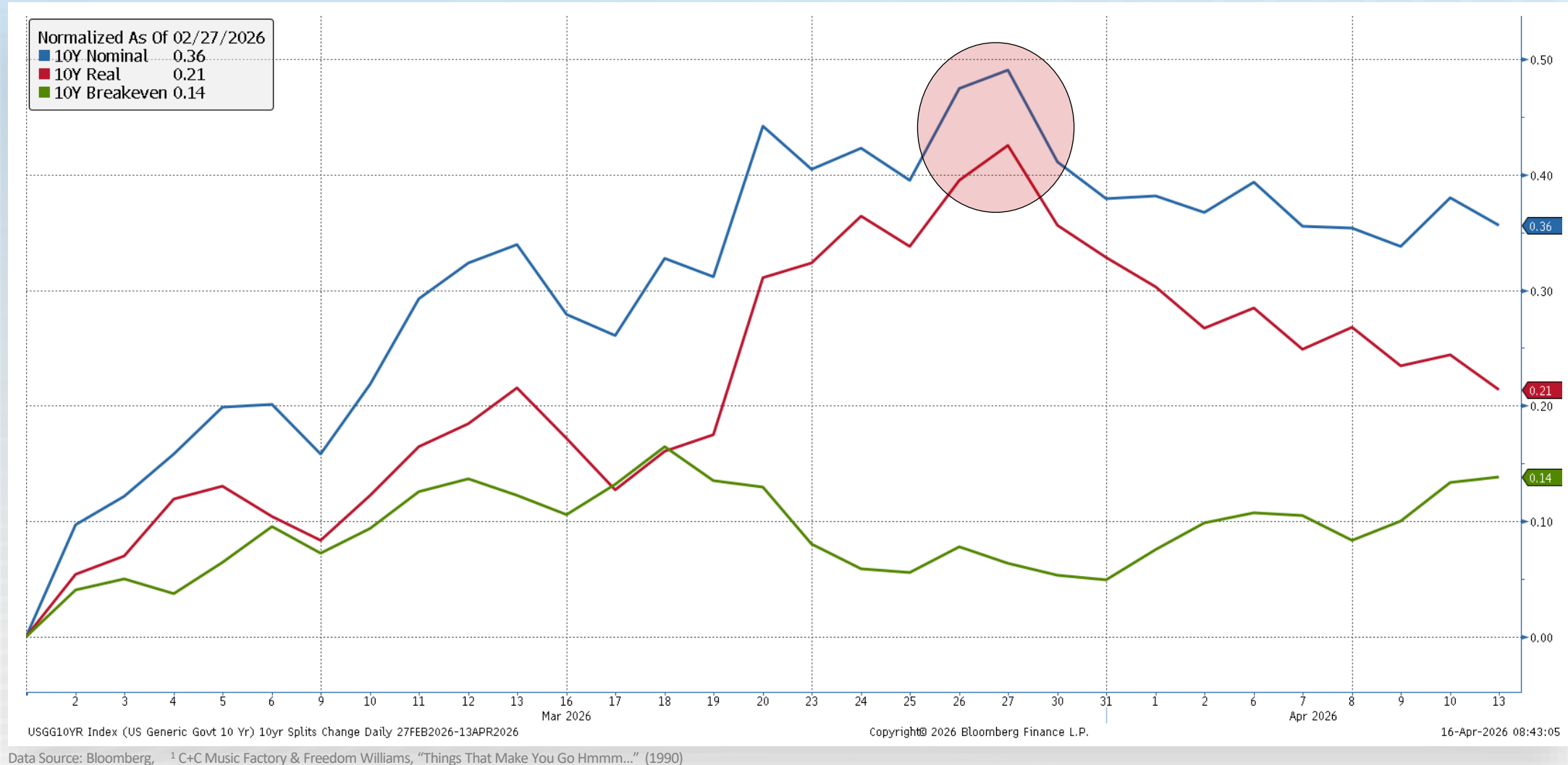
10-Year Rates Rise



Data Source: Bloomberg

Interest Rates

“Things That Make You Go, Hmmm”¹ — If Not Inflation Fears, What?



U.S. Objectives (and Their Related Risks)

U.S. Strategic Objectives (largely tied to geopolitical positioning vs. China)

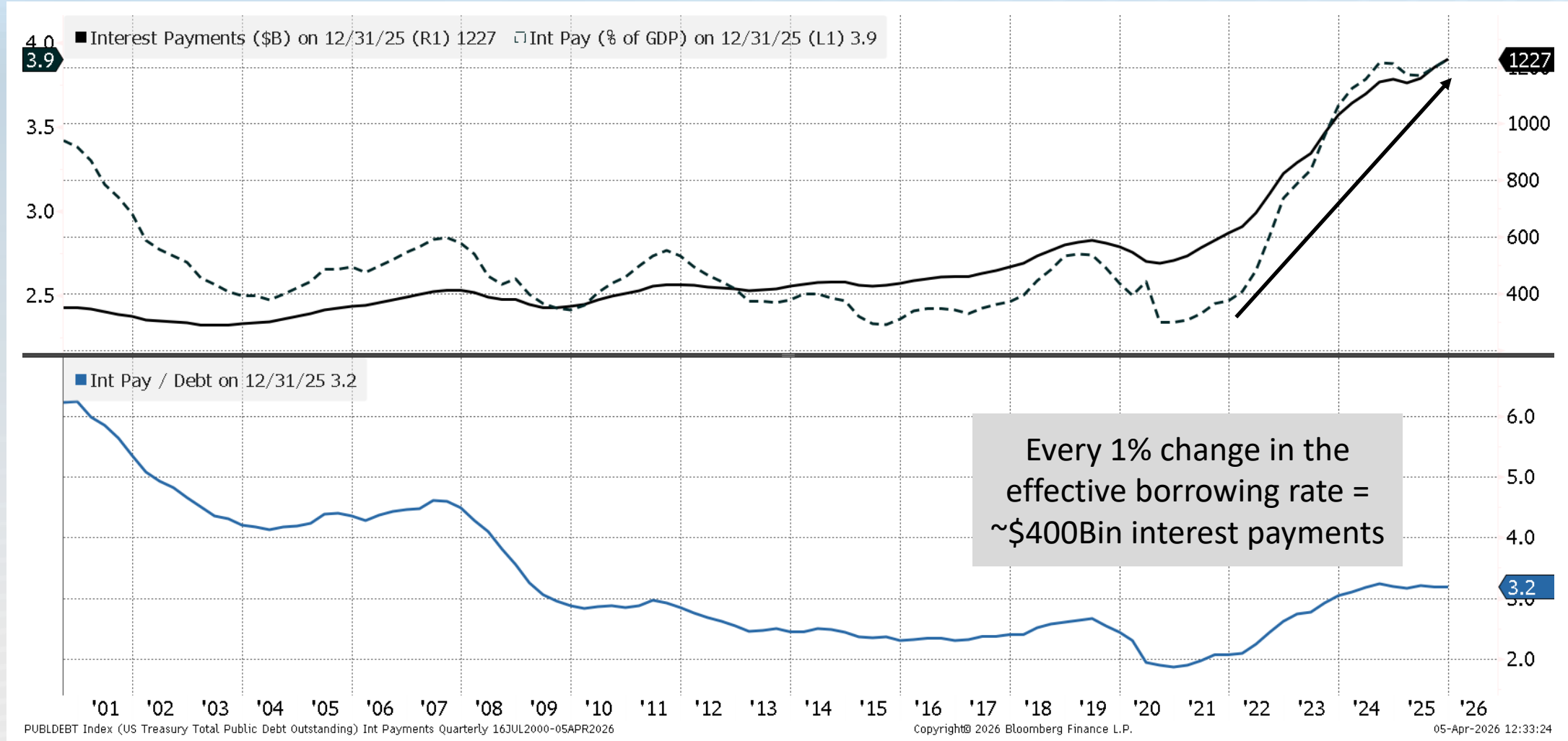
- **AI Dominance:** Win the AI arms race
 - Requires massive investment in compute, energy & rare earth minerals
- **Rebuild Industrial Base:** Onshore U.S. manufacturing and reduce external dependencies/vulnerabilities
 - Requires massive investment (internal & FDI)
- **Financial Stability:** Address unsustainability of current deficit/debt path
 - Reduce annual % deficits (sustained real growth > rate of expenditure increases)

Risks & Tradeoffs (to achieving those objectives)

- **Inflation:** Rebuild of U.S. manufacturing (and AI spend) is inflationary (with longer-term offsets from AI efficiency gains)
- **Rising Interest Rates:** Impact on net interest payments makes deficit & debt management challenging
- **Market Drawdown:** Government revenues (i.e., tax receipts) are heavily impacted by capital market performance

U.S. Debt

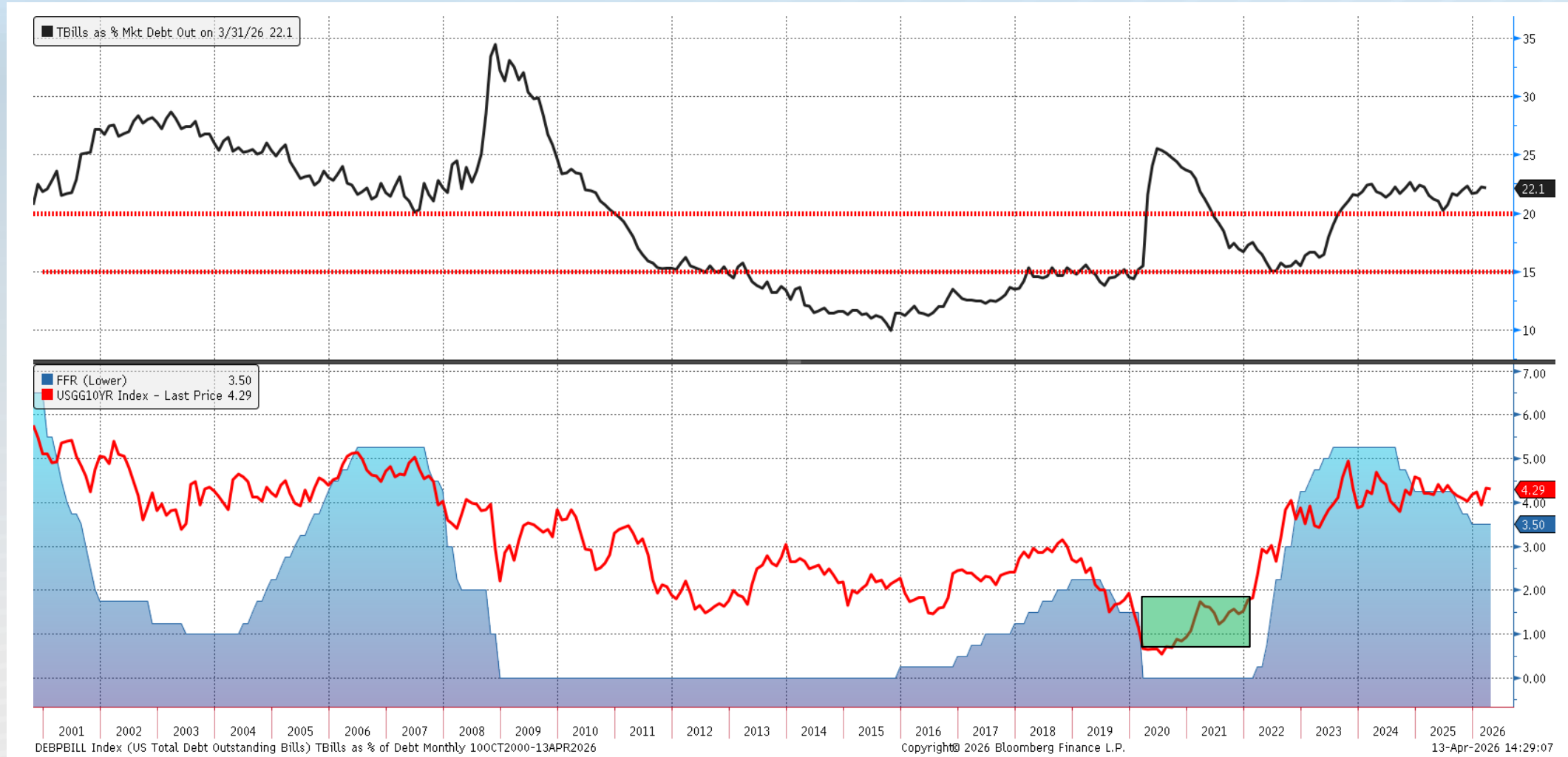
The U.S. Cannot Get on a Sustainable Path if Rates Rise



Data Source: Bloomberg

U.S. Debt

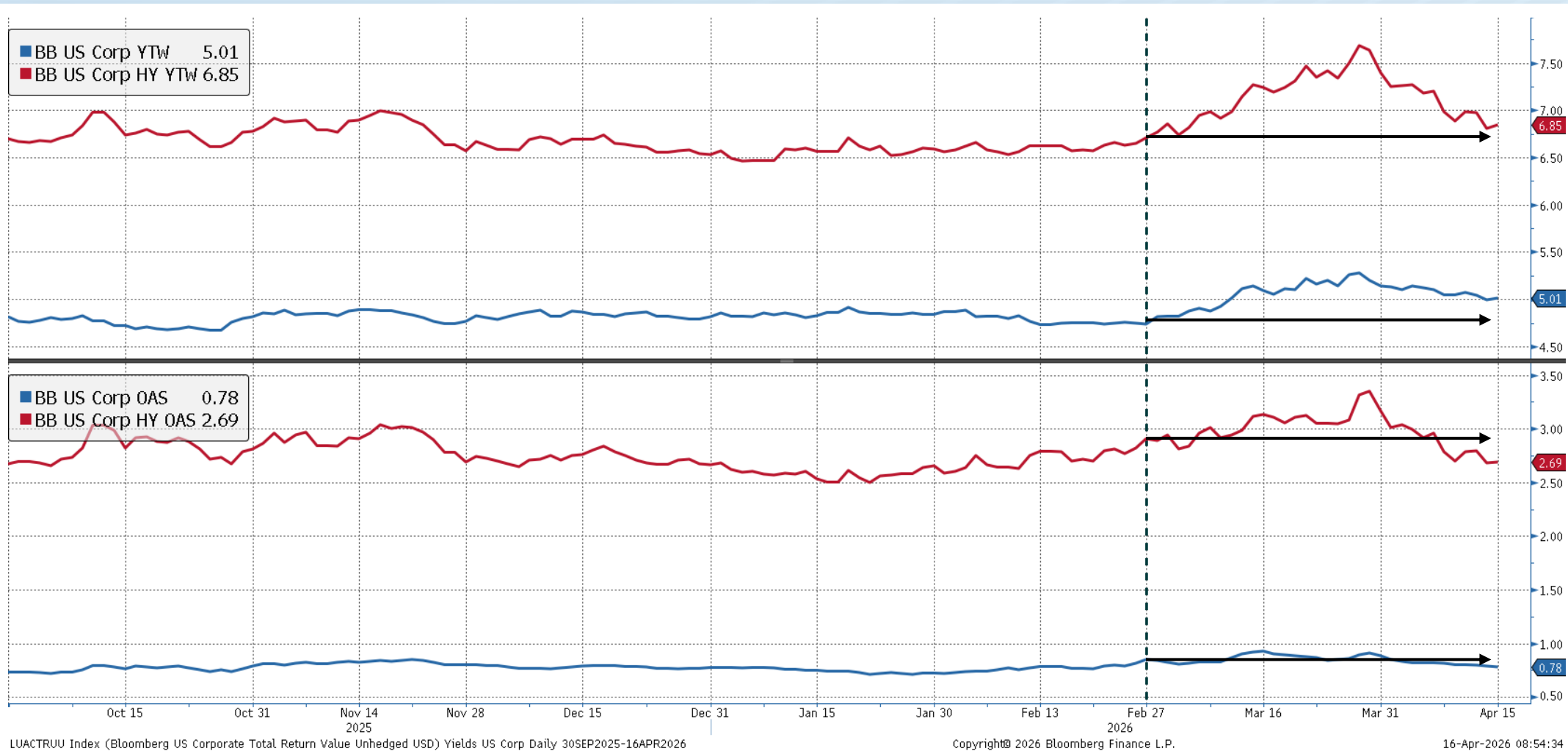
Bessent's Plan: If the Opportunity to Term-out Debt Arises, Take It



Data Source: Bloomberg

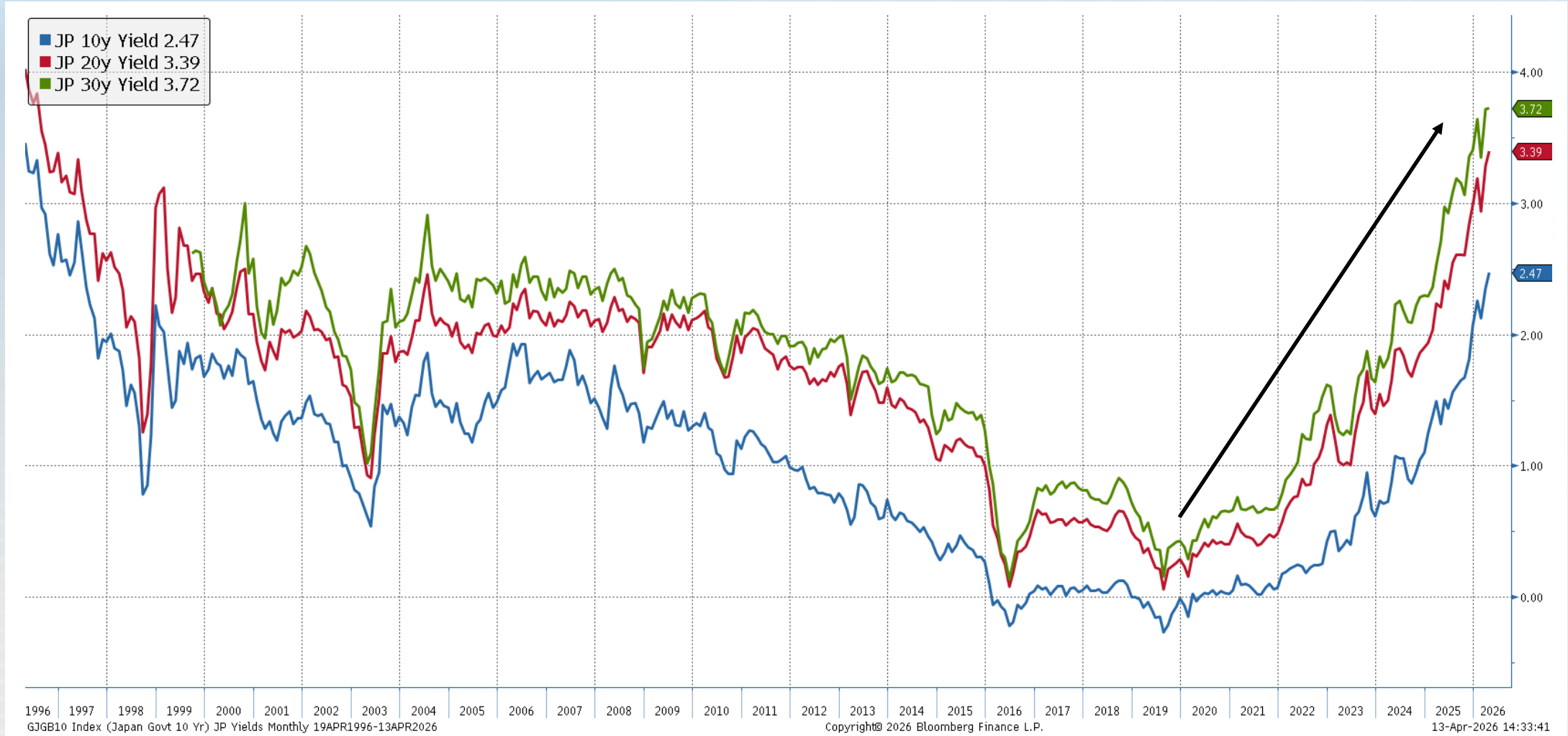
Credit Spreads

“Things That Make You Go, Hmmm”¹ — OAS: This Is Risk-Off?



Data Source: Bloomberg, ¹ C+C Music Factory & Freedom Williams, “Things That Make You Go Hmmm...” (1990)

Japan: JGB Yields Rising



Data Source: Bloomberg

“Things That Make You Go, Hmmm”¹ — JGB vs. JPY Looking Pretty EM



Data Source: Bloomberg, ¹ C+C Music Factory & Freedom Williams, “Things That Make You Go Hmmm...” (1990)

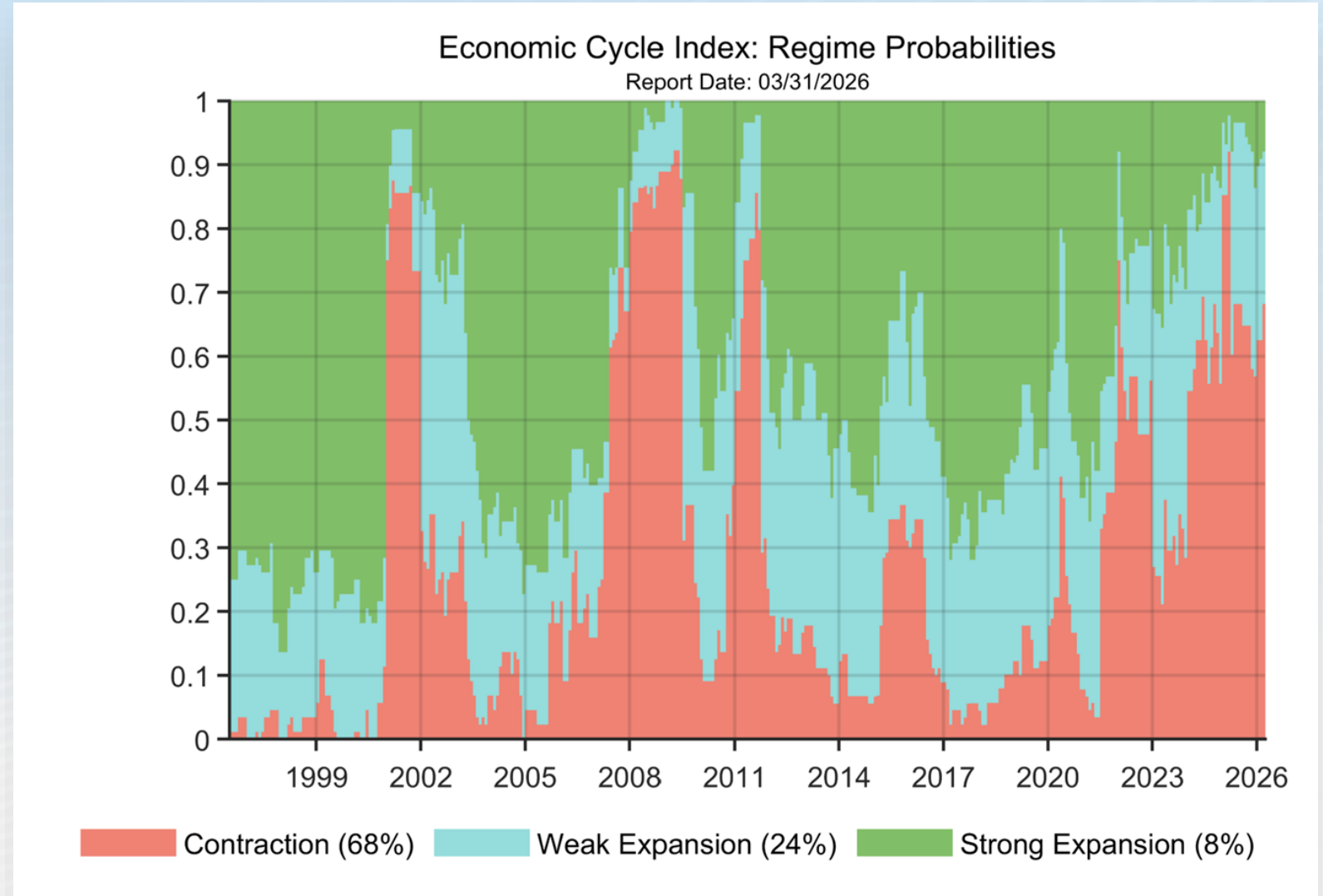
Don't Remain Complacent when Consensus is Optimistic

Investment Strategy Process & Outlook



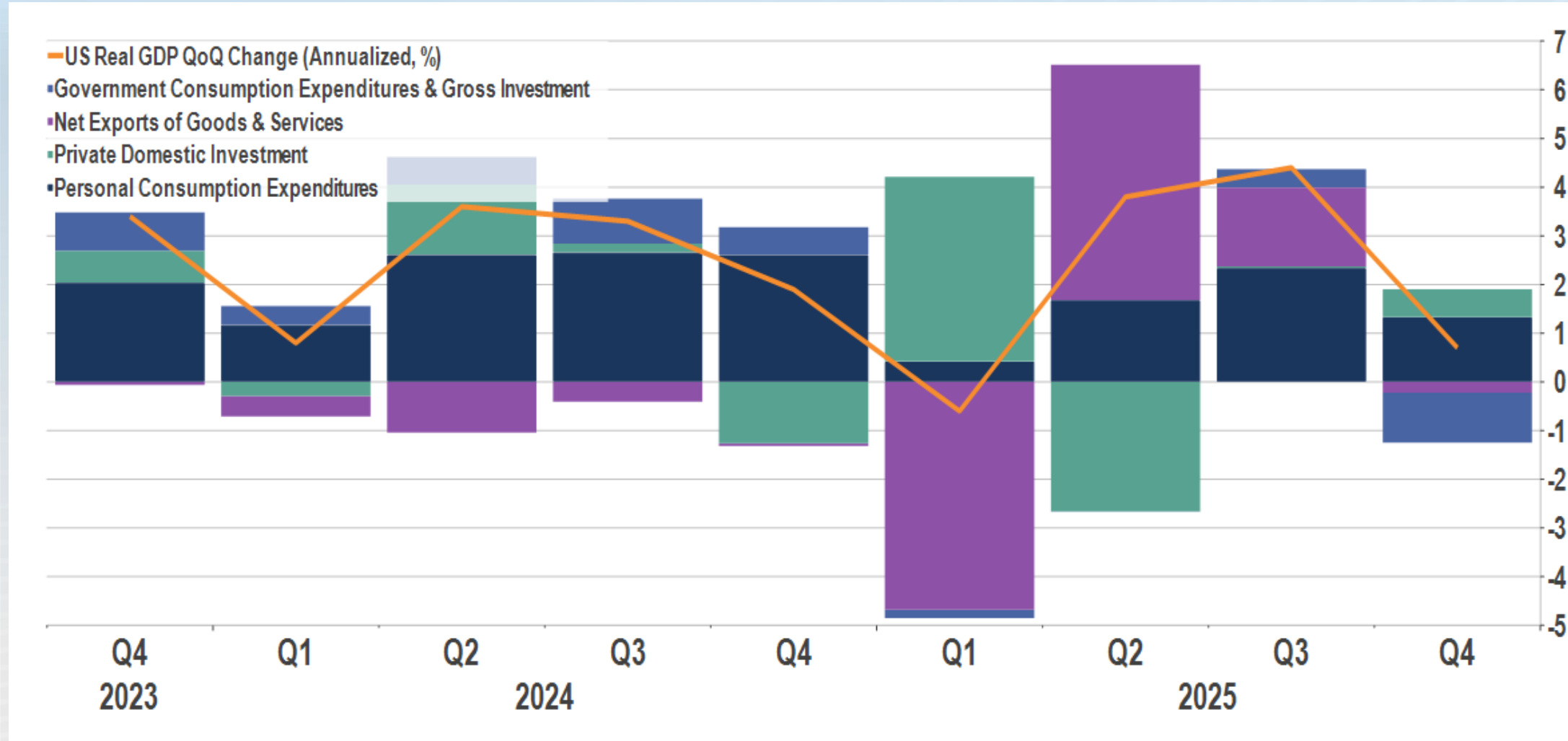
The Economy

Neutral General Economy Offset by Weakness in Corporate and Household Segments



Data Source: Wilshire

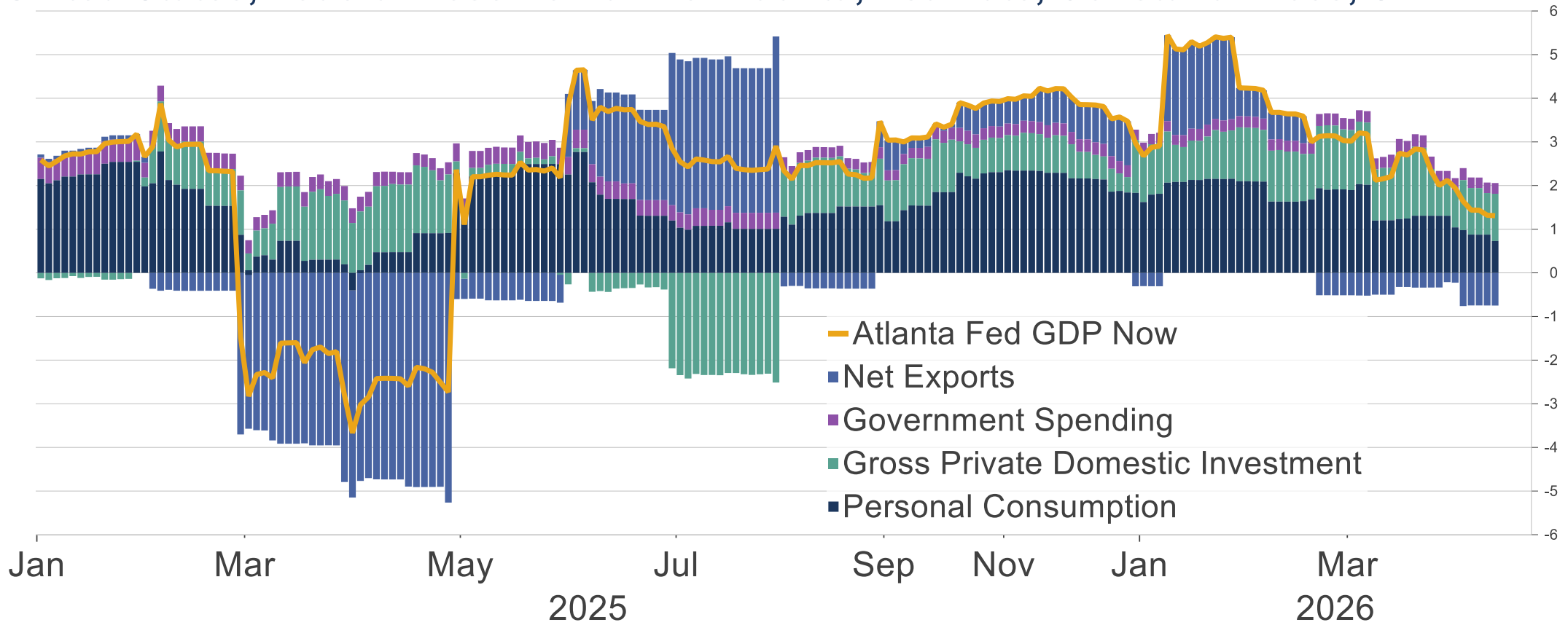
Q4 Growth Revised Lower, Impacted by Government Shutdown



Data Source: Macrobond

Consumption is Slipping in 1H26; Investment Looks Healthy

United States, Federal Reserve Bank of Atlanta, Estimate, Constant Prices, SA

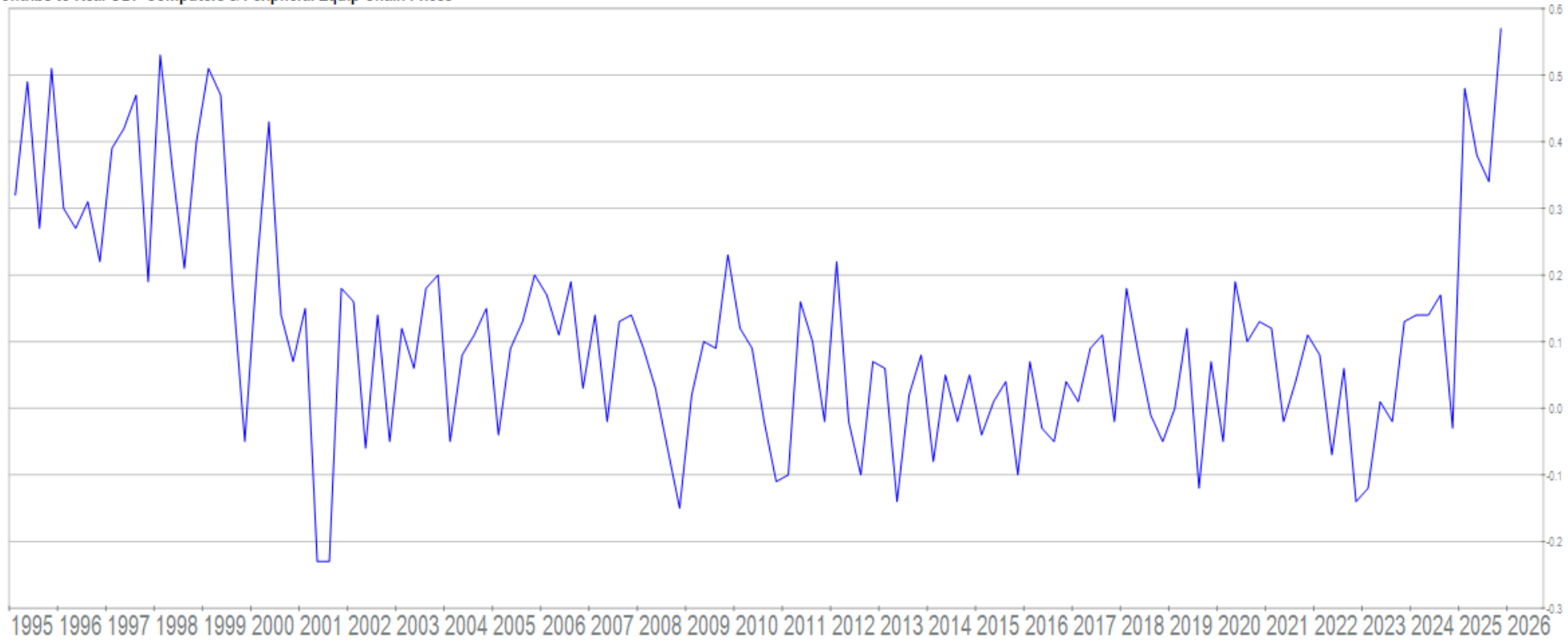


Source: Federal Reserve Bank of Atlanta, Macrobond

Data Source: Macrobond

Private Investment was Modest Despite Strong Contributions from AI Spending

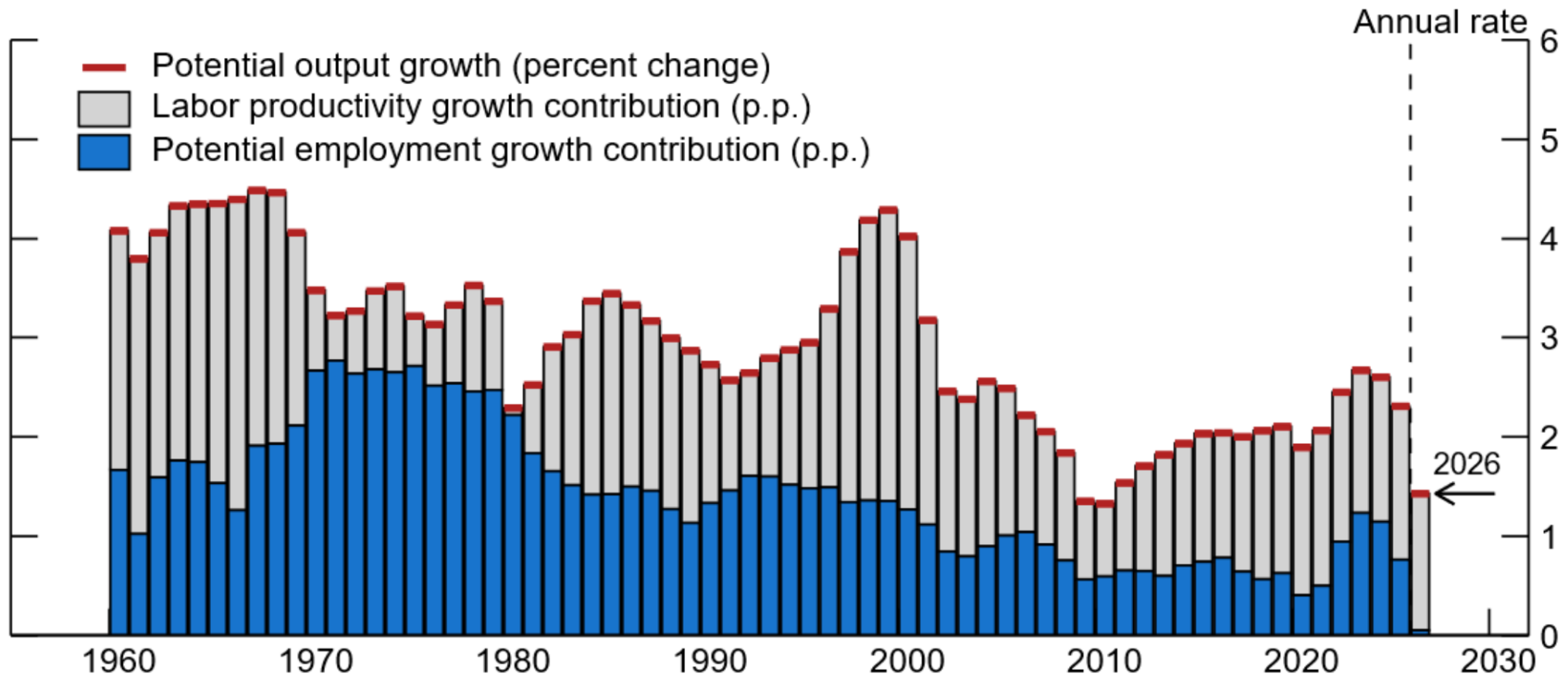
Contribs to Real GDP Computers & Peripheral Equip Chain Prices



Data Source: Bloomberg, BEA

The Economic Outlook is Very Dependent on Productivity...

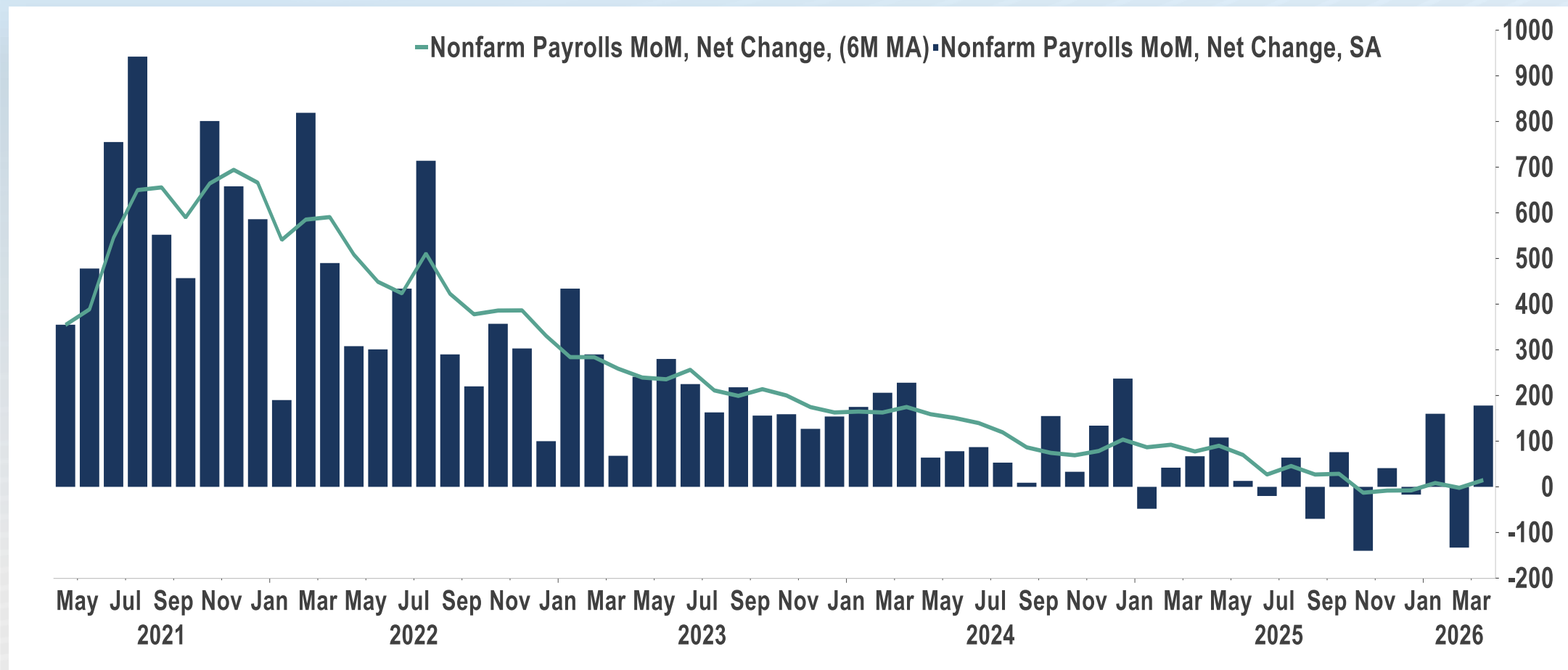
Potential GDP Growth Decomposition



Data Source: Federal Reserve, <https://www.federalreserve.gov/econres/notes/feds-notes/labor-force-growth-breakeven-employment-and-potential-gdp-growth-20260402.html>

Employment

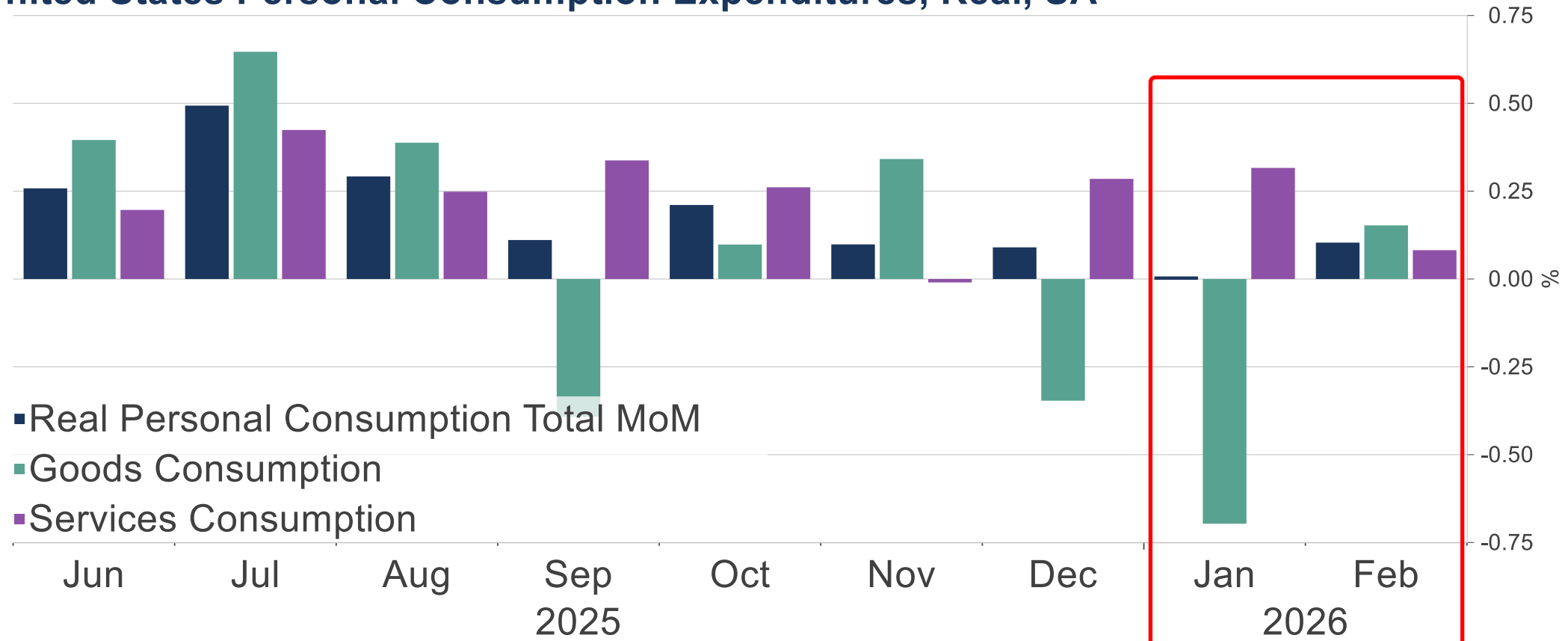
Despite the Strong March Jobs Report, the Trend in Payrolls is Concerning



Data Source: Macrobond, BLS

Personal Consumption has been Gradually Slowing since Mid 2026...

United States Personal Consumption Expenditures, Real, SA

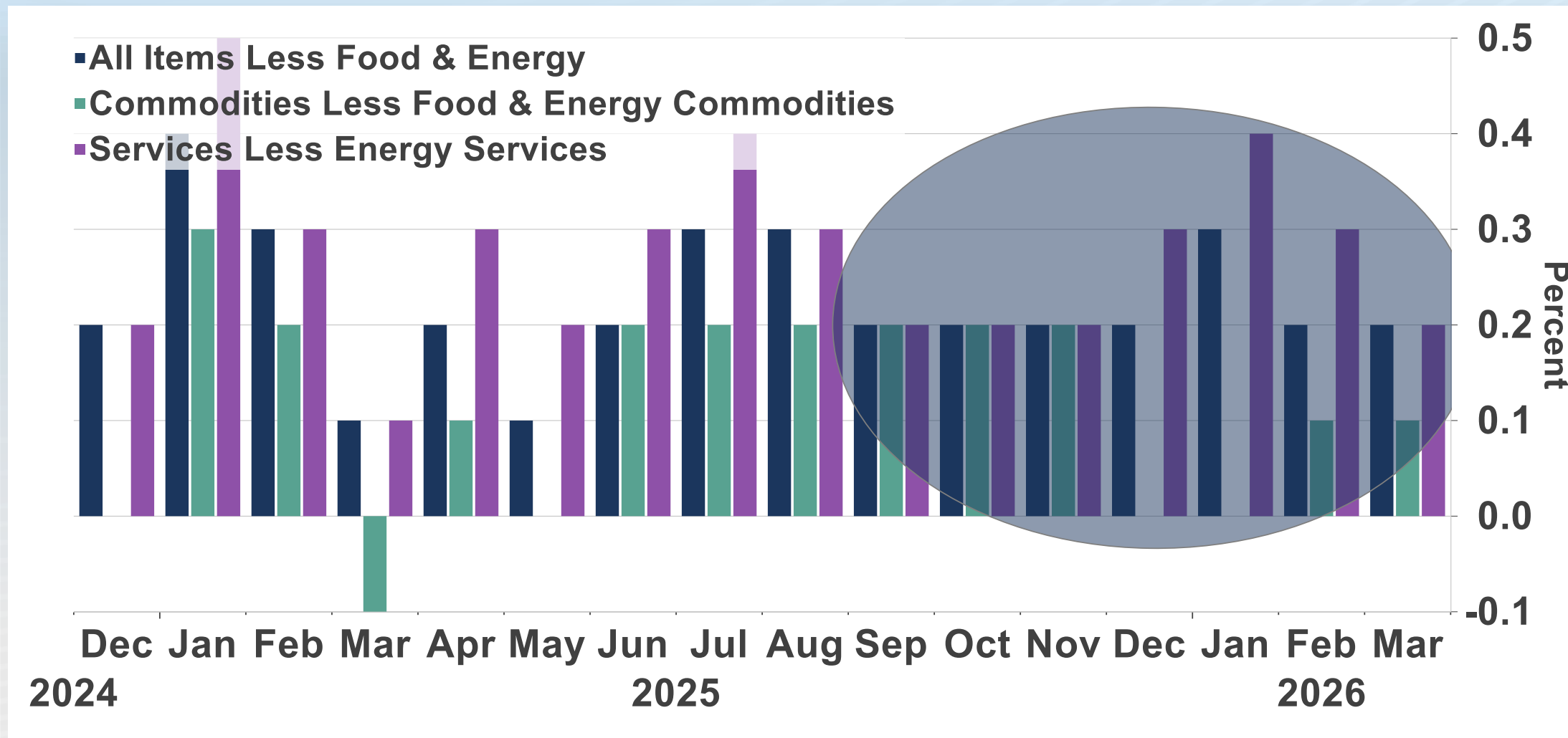


Source: U.S. Bureau of Economic Analysis (BEA), Macrobond

Data Source: Macrobond

Inflation

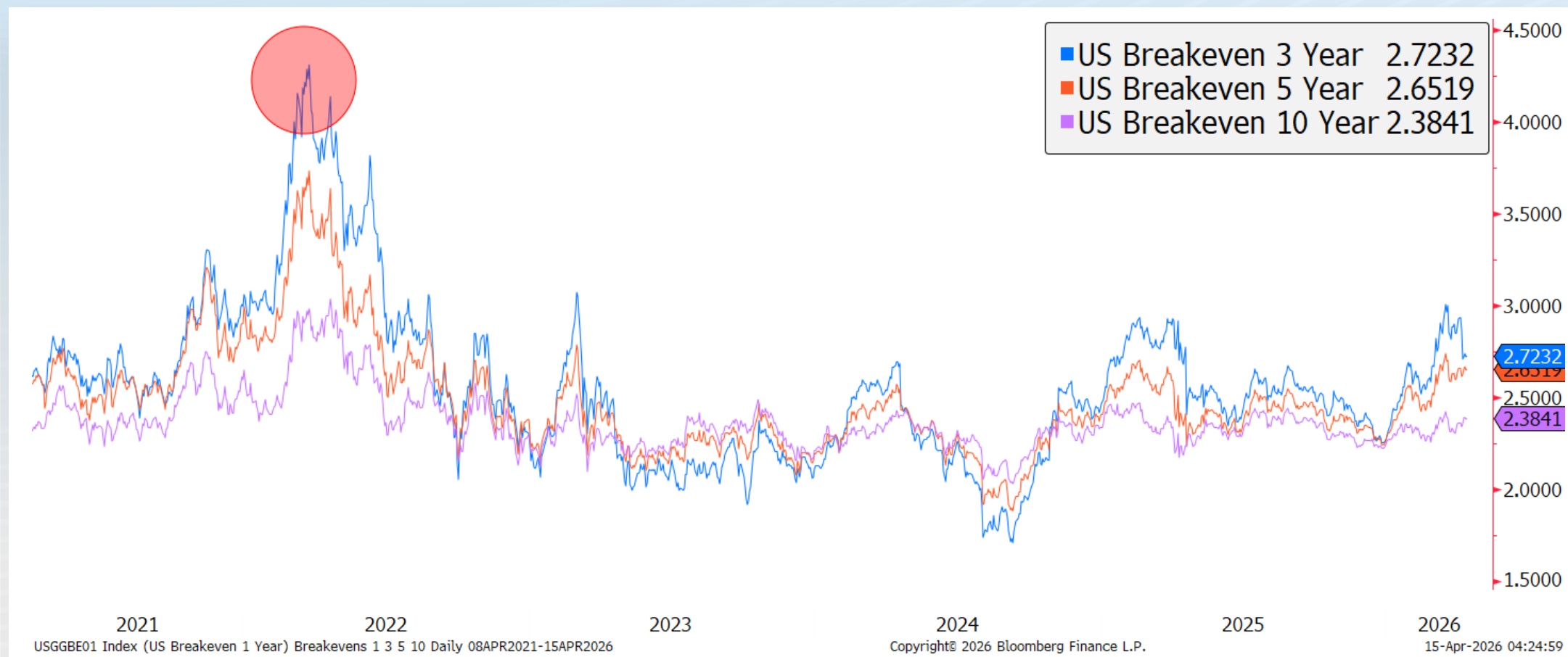
Inflation was Trending Closer to Target Before the War Started...



Data Source: Macrobond

Inflation

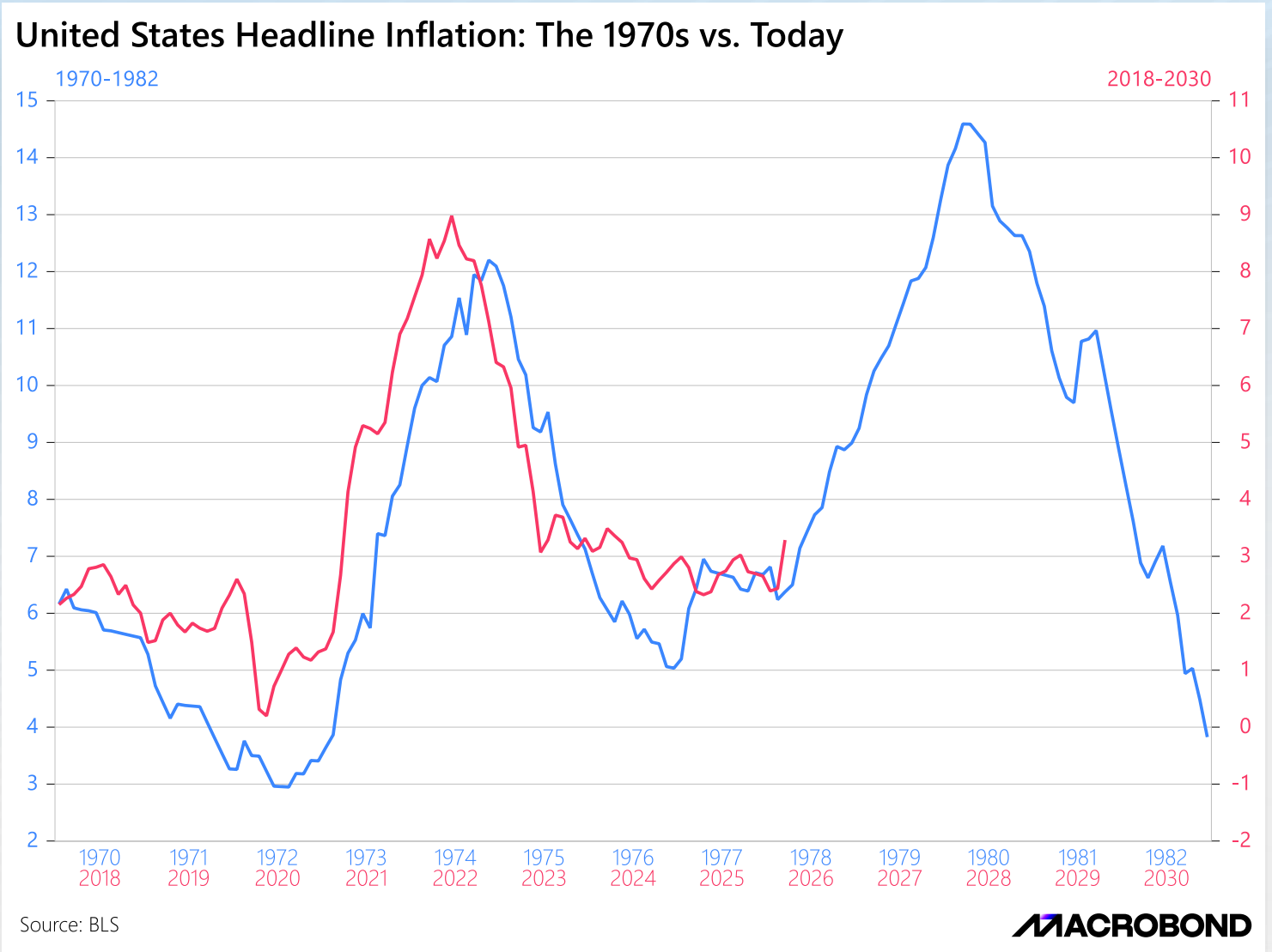
Short-Term Inflation is Expected to Head Higher but Nothing like 2022... Long-Term Inflation is Uncertain



Data Source: Bloomberg

Inflation

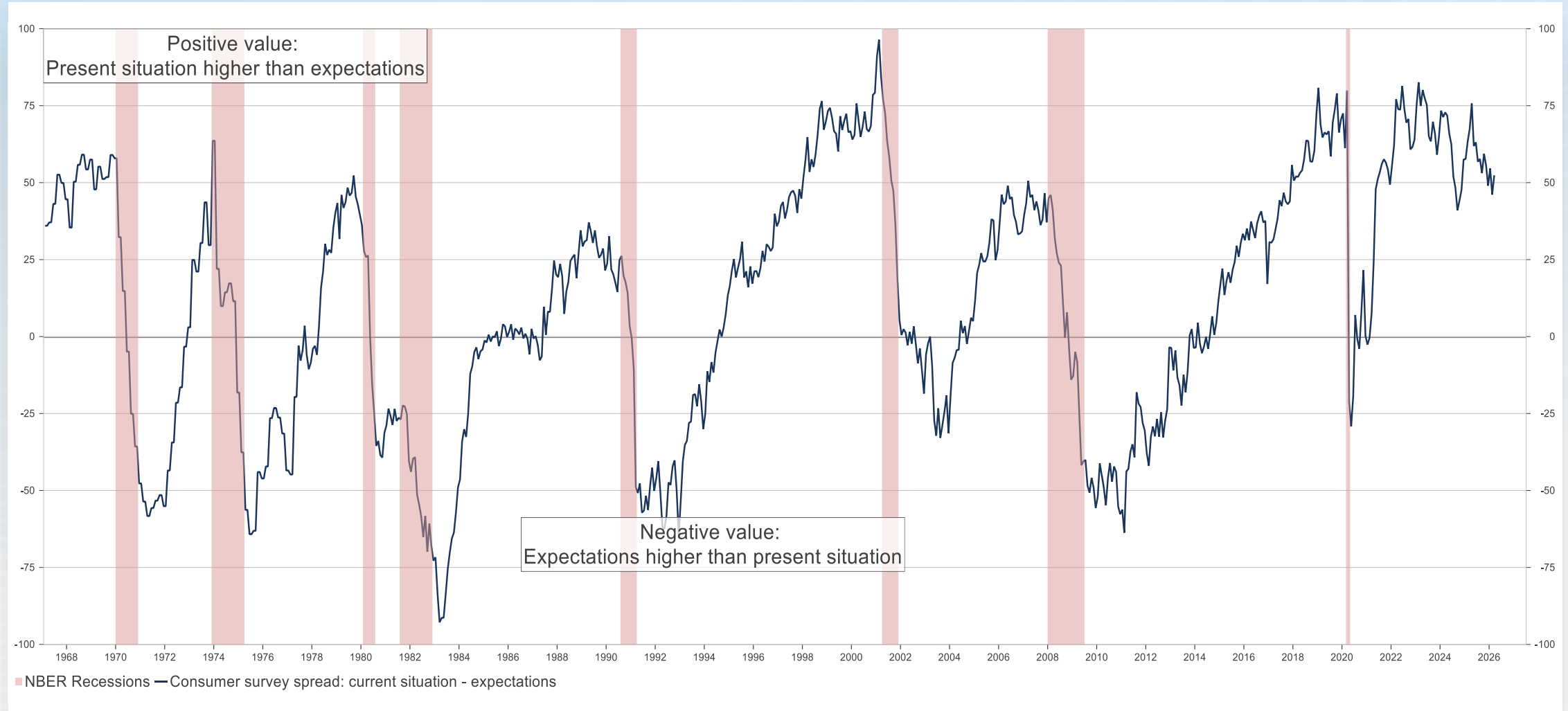
Hopefully, History Doesn't Repeat Itself, but Hope is not a Good Investment Strategy



Data Source: Macrobond

Consumer Sentiment

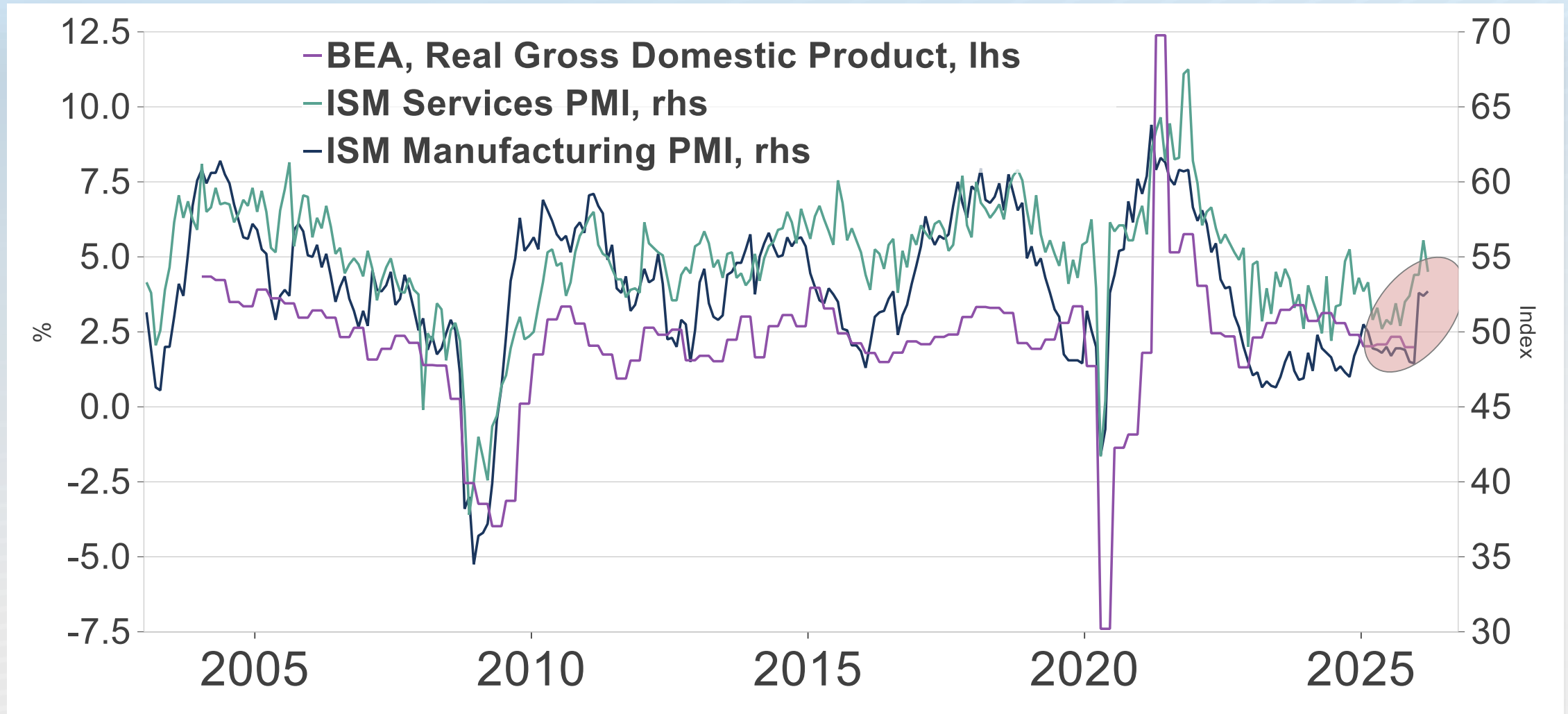
Consumer Confidence Shows Growing Risk of Economic Weakness



Data Source: Macrobond; Conference Board

Business Sentiment

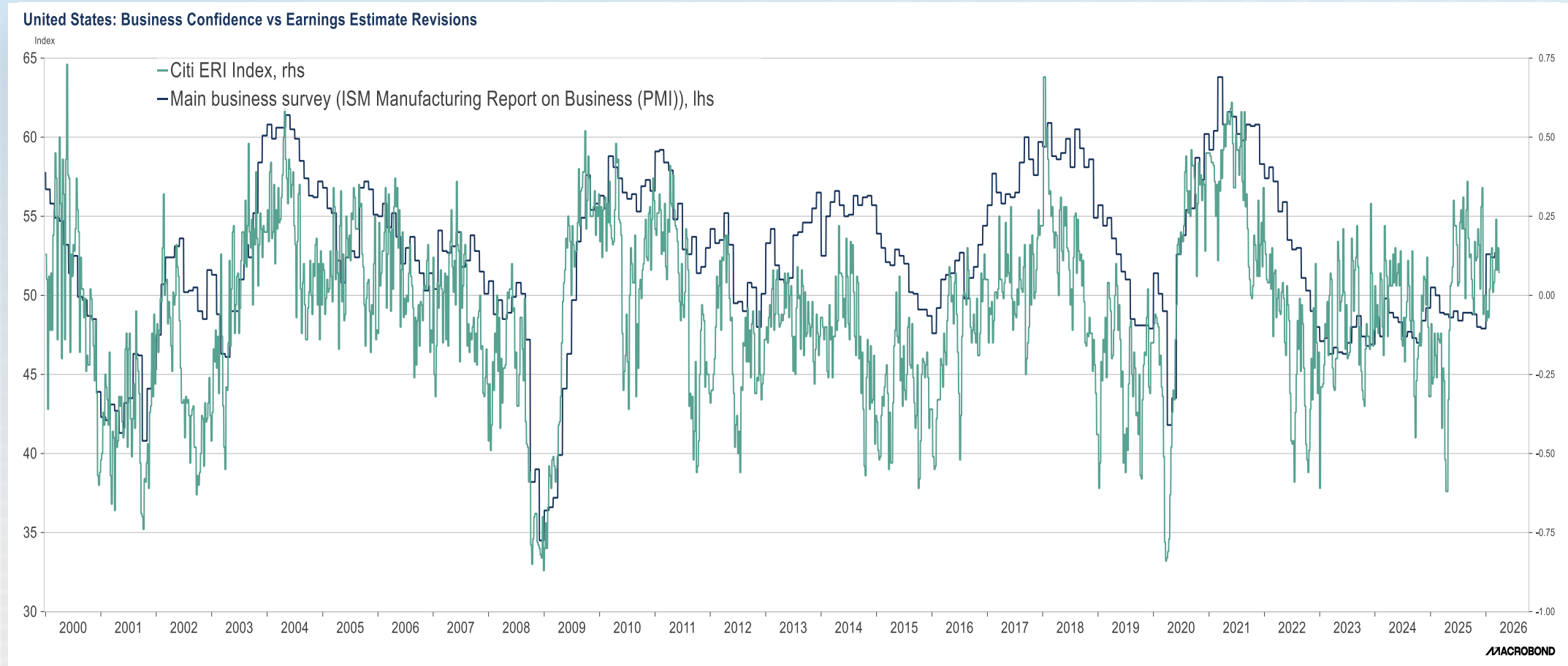
ISM PMIs Show a Material Improvement in Business Sentiment



Data Source: Macrobond

Business Sentiment

Improving Business Sentiment has Historically Coincided with Upward Revisions

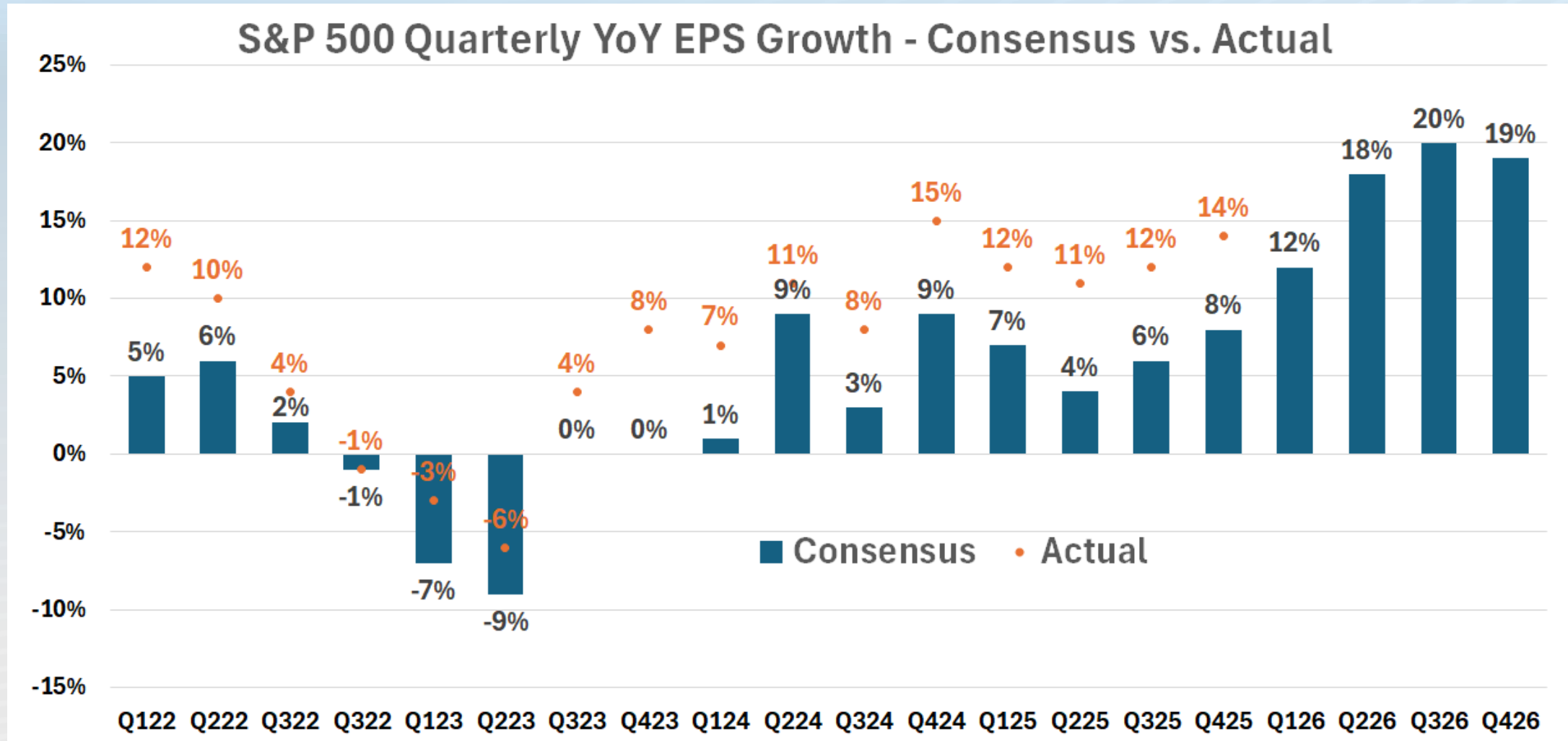


Data Source: Macrobond

Market Outlook and Positioning

Earnings Sentiment

The Bar Was Low Last Year, but Expectations are VERY High in 2026...



Data Source: Goldman Sachs, FactSet

Equity Valuations

Nothing Cheap Here: Still Far from Equilibrium Valuations; Earnings and Rates are Offsetting...

This table shows a matrix of U.S. Equity 2026 EPS levels vs. the U.S. 10-yr Treasury yield, with each cell indicating the price movement needed to reach long-term equilibrium valuations, as measured by the equity risk premium. The equity risk premium is measured based on the spread of the earnings yield of the S&P 500 Index vs. the U.S. 10-year yield.

The table indicates that U.S. equities would need to decline approximately 20-26% to be consistent with long-term equilibrium valuations, assuming earnings of \$320 for the S&P 500 Index® in 2026.

This implies a richness to equity valuations, however the path to reaching equilibrium valuations can be gradual and do not require such a decline to the extent that interest rates decline and earnings growth is stronger than expected.

		US 10 Year Treasury Yield (%)														
		2.00	2.25	2.50	2.75	3.00	3.25	3.50	3.75	4.00	4.25	4.50	4.75	5.00	5.25	5.50
US Equity 2026 EPS (\$)	320	20%	13%	7%	1%	-4%	-8%	-12%	-16%	-20%	-23%	-26%	-29%	-31%	-33%	-36%
	310	16%	10%	4%	-2%	-7%	-11%	-15%	-19%	-22%	-25%	-28%	-31%	-33%	-35%	-38%
	305	14%	8%	2%	-3%	-8%	-13%	-17%	-20%	-23%	-26%	-29%	-32%	-34%	-37%	-39%
	300	13%	6%	0%	-5%	-10%	-14%	-18%	-21%	-25%	-28%	-30%	-33%	-35%	-38%	-40%
	295	11%	4%	-2%	-7%	-11%	-15%	-19%	-23%	-26%	-29%	-32%	-34%	-36%	-39%	-41%
	290	9%	2%	-3%	-8%	-13%	-17%	-21%	-24%	-27%	-30%	-33%	-35%	-38%	-40%	-42%
	285	7%	1%	-5%	-10%	-14%	-18%	-22%	-25%	-28%	-31%	-34%	-36%	-39%	-41%	-43%
	280	5%	-1%	-7%	-11%	-16%	-20%	-23%	-27%	-30%	-32%	-35%	-37%	-40%	-42%	-44%
	275	3%	-3%	-8%	-13%	-17%	-21%	-25%	-28%	-31%	-34%	-36%	-39%	-41%	-43%	-45%
	270	1%	-5%	-10%	-15%	-19%	-23%	-26%	-29%	-32%	-35%	-37%	-40%	-42%	-44%	-46%
	265	-1%	-6%	-12%	-16%	-20%	-24%	-27%	-31%	-33%	-36%	-39%	-41%	-43%	-45%	-47%
	260	-2%	-8%	-13%	-18%	-22%	-25%	-29%	-32%	-35%	-37%	-40%	-42%	-44%	-46%	-48%
	250	-6%	-12%	-17%	-21%	-25%	-28%	-32%	-35%	-37%	-40%	-42%	-44%	-46%	-48%	-50%
	245	-8%	-13%	-18%	-22%	-26%	-30%	-33%	-36%	-38%	-41%	-43%	-45%	-47%	-49%	-51%
	240	-10%	-15%	-20%	-24%	-28%	-31%	-34%	-37%	-40%	-42%	-44%	-46%	-48%	-50%	-52%
	235	-12%	-17%	-22%	-26%	-29%	-33%	-36%	-38%	-41%	-43%	-45%	-47%	-49%	-51%	-53%
230	-14%	-19%	-23%	-27%	-31%	-34%	-37%	-40%	-42%	-45%	-47%	-49%	-50%	-52%	-54%	
225	-16%	-21%	-25%	-29%	-32%	-36%	-38%	-41%	-43%	-46%	-48%	-50%	-52%	-53%	-55%	
220	-17%	-22%	-27%	-30%	-34%	-37%	-40%	-42%	-45%	-47%	-49%	-51%	-53%	-54%	-56%	
215	-19%	-24%	-28%	-32%	-35%	-38%	-41%	-44%	-46%	-48%	-50%	-52%	-54%	-55%	-57%	

Data Source: Wilshire. For illustrative and discussion purposes only.

Equity Valuations

It's a Margin Story; Productivity Needs to Drive Margins Supported by Layoffs

Global Equity Markets Fundamentals as of 3/31/2026

	Dividend Yield			Profit Margin			Price to Sales			Price to Book			TR12M P/E			Forward P/E		
	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y
U.S. Equity	1.2	-1.0	-1.8	11.8	0.8	1.8	3.2	1.0	1.7	5.1	0.8	1.6	25.5	0.4	1.2	20.1	-0.3	0.6
Developed Market	2.9	-0.5	-1.0	8.8	0.3	1.2	1.6	1.3	1.9	2.1	1.4	2.2	17.2	0.6	0.5	15.6	0.7	0.6
Eurozone	2.9	-0.2	-0.7	8.2	0.0	1.0	1.5	1.2	1.8	2.2	1.4	2.0	16.7	0.5	0.5	15.1	0.6	0.7
Japan	2.0	-1.2	-0.7	7.5	1.1	1.4	1.4	2.1	2.4	1.8	1.8	2.4	18.5	0.9	0.6	17.1	1.1	1.1
UK	3.2	-1.8	-1.8	8.6	-0.2	0.5	1.5	1.5	2.1	2.3	2.2	3.0	16.5	1.4	0.5	13.3	1.0	0.2
Emerging Market	2.4	-0.9	-1.0	10.6	1.0	1.6	1.7	1.5	2.2	2.1	1.4	2.1	16.4	0.8	0.8	11.7	-0.8	-0.2
China	2.2	-0.3	-0.5	9.5	0.3	-0.5	1.3	0.2	0.2	1.5	-0.1	-0.5	14.0	0.2	0.4	11.4	0.0	0.1
India	1.4	1.3	0.1	11.1	2.0	1.4	2.3	-0.8	0.7	3.3	-1.6	0.3	22.3	-1.6	0.0	18.9	-2.3	-0.0
Brazil	5.2	-0.8	0.3	10.3	-0.9	0.3	1.3	0.9	0.6	2.2	1.7	1.7	12.1	1.6	-0.2	9.7	1.3	-0.4
South Korea	1.2	-2.5	-1.2	9.4	1.4	2.1	1.7	2.7	4.2	1.9	2.5	3.6	18.9	1.2	1.6	7.1	-1.8	-1.8

U.S. Equities Fundamentals as of 3/31/2026

	Dividend Yield			Profit Margin			Price to Sales			Price to Book			TR12M P/E			Forward P/E		
	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y
Large Cap	1.2	-1.0	-1.8	11.8	0.8	1.8	3.2	1.0	1.7	5.1	0.8	1.6	25.5	0.4	1.2	20.1	-0.3	0.6
Large Cap Growth	0.6	-0.9	-1.6	15.8	1.3	2.1	5.3	0.5	1.4	12.2	-0.0	1.1	33.3	-0.1	0.9	24.5	-1.0	0.4
Large Cap Value	1.9	-1.2	-1.8	8.9	0.1	0.9	2.1	1.2	1.7	3.0	1.7	2.1	20.9	0.7	1.1	16.9	0.3	0.6
Mid Cap	1.6	0.1	-0.6	5.5	-0.9	-0.2	1.6	-0.6	0.1	3.1	-0.3	0.7	21.9	-0.3	-0.1	17.8	-0.5	-0.4
Small Cap	1.3	-0.7	-1.0	0.6	-1.0	-0.7	1.4	0.6	1.1	2.2	0.2	0.3	45.9	0.2	0.1	26.0	-0.0	0.0

Equities Relative Fundamentals as of 3/31/2026

	Dividend Yield			Profit Margin			Price to Sales			Price to Book			TR12M P/E			Forward P/E		
	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y	Value	Z-5Y	Z-15Y
US vs. EAFE	-1.7	-0.2	-0.8	3.0	0.8	0.4	1.9	-0.2	0.8	2.4	-0.9	0.8	1.5	-0.4	0.9	1.3	-2.0	0.4
EAFE vs. EM	0.5	1.2	-0.1	-1.8	-0.6	0.2	1.0	-1.2	-0.2	1.0	-0.4	-0.1	1.0	-0.4	-0.5	1.3	2.2	1.2
US LC vs. US SC	-0.1	-0.2	-1.4	11.2	1.8	2.2	2.2	0.5	1.3	2.3	0.5	1.5	0.6	-0.4	0.3	0.8	-0.4	0.7
US LCG vs. US LCV	-1.3	0.5	-0.4	6.9	1.1	1.9	2.6	-0.2	0.9	4.0	-1.5	0.3	1.6	-1.6	0.3	1.5	-2.0	0.1

Data Source: Wilshire. As of 9/30/2025. For illustrative and discussion purposes only.

The Market Never Really Priced in this Risk Like it Had Historically...

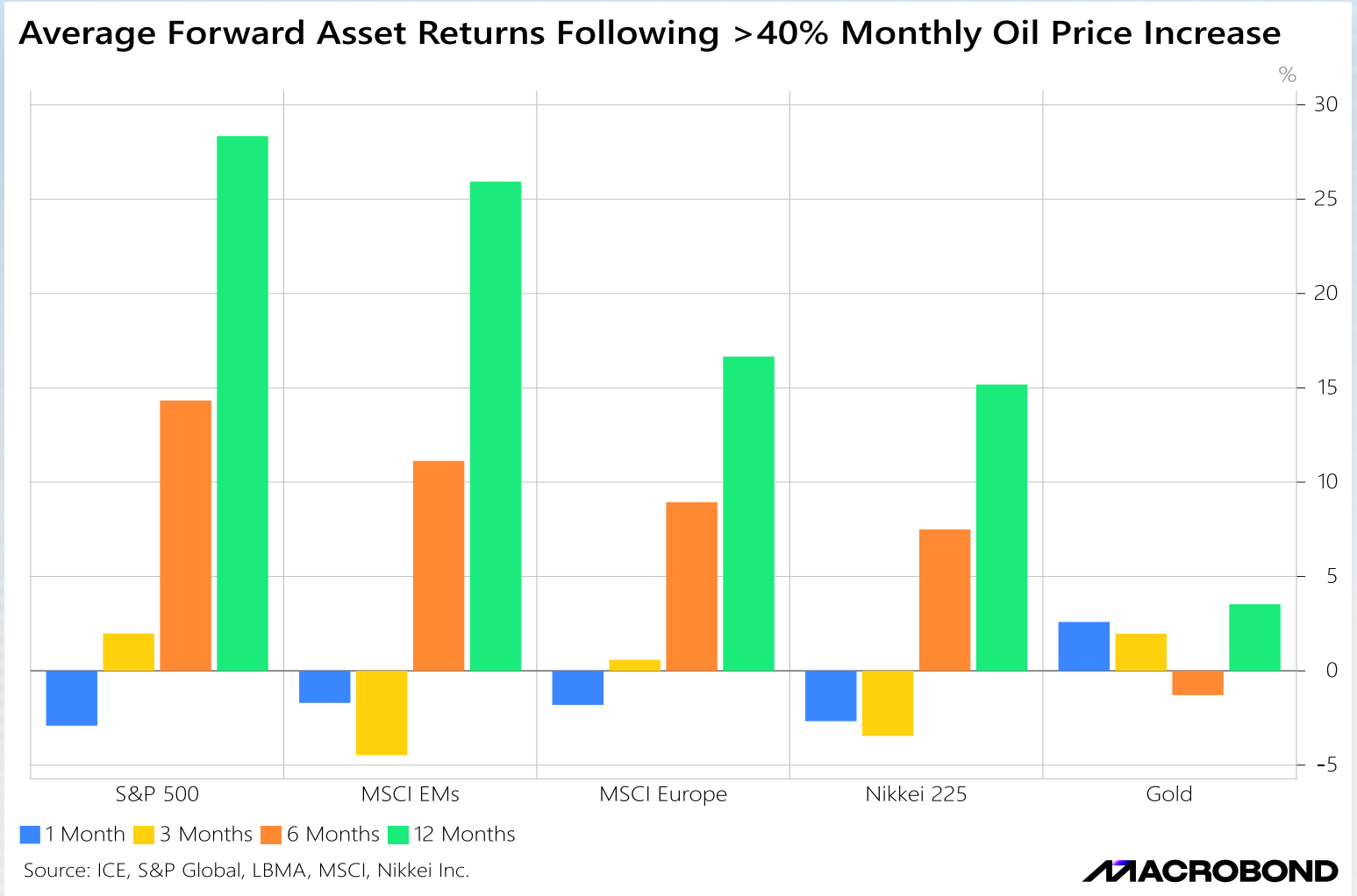
S&P 500 Performance Following >40% Rise in Oil

Event	Start Date	Oil Peak	Months Elapsed	Rise in Crude Oil Price (%)	Headline YoY CPI at Start (%)	S&P 500 During Oil Spike (%)	Peak-Trough S&P 500 decline (%)
Arab Oil Embargo	Sep-73	Jun-74	9	265	7.4	(21)	(44)
Iranian Revolution	Jan-79	Apr-80	15	166	9.3	6	(17)
Iraqi Invasion of Kuwait	Jun-90	Oct-90	4	172	4.4	(17)	(20)
Russia-Ukrainian War	Dec-21	Mar-22	3	85	6.8	(8)	(25)
Average			8	172	7.0	(10)	(27)
Median			7	169	7.1	(12)	(23)

Data Source: Goldman Sachs

Technicals

But the Forward Return Experience Has Historically Been Very Positive

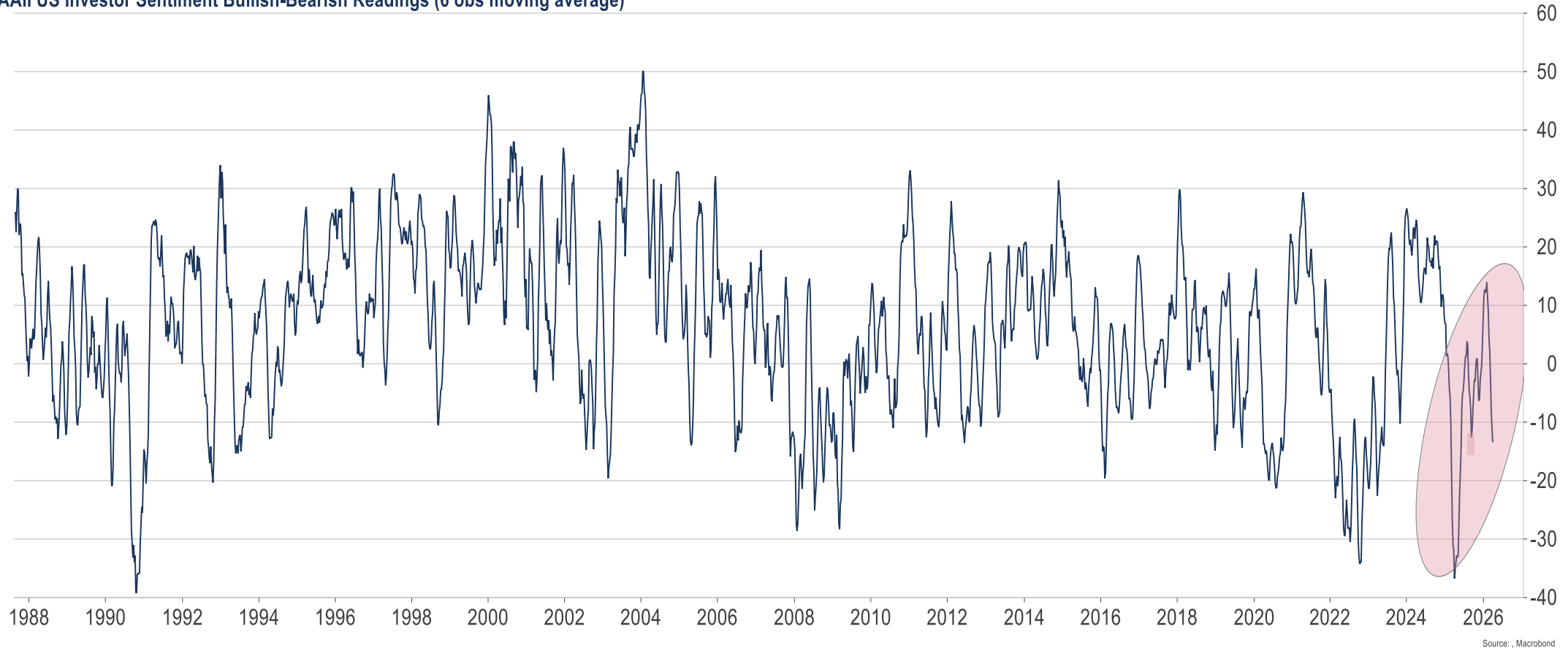


Data Source: Macrobond

Sentiment and Technicals

Retail Sentiment Deteriorated, but Never Reached Extremes

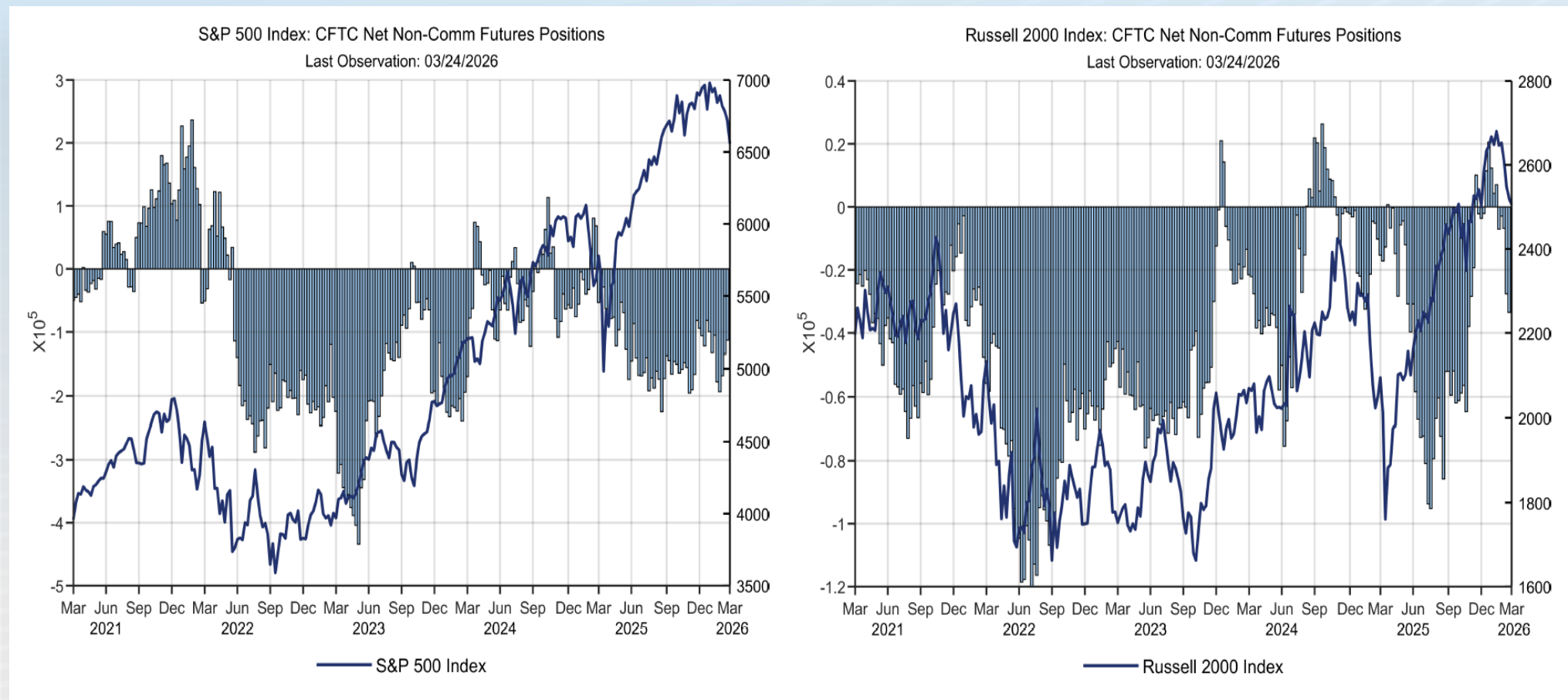
AAll US Investor Sentiment Bullish-Bearish Readings (6 obs moving average)



Data Source: Bloomberg, Macrobond

Sentiment and Technicals

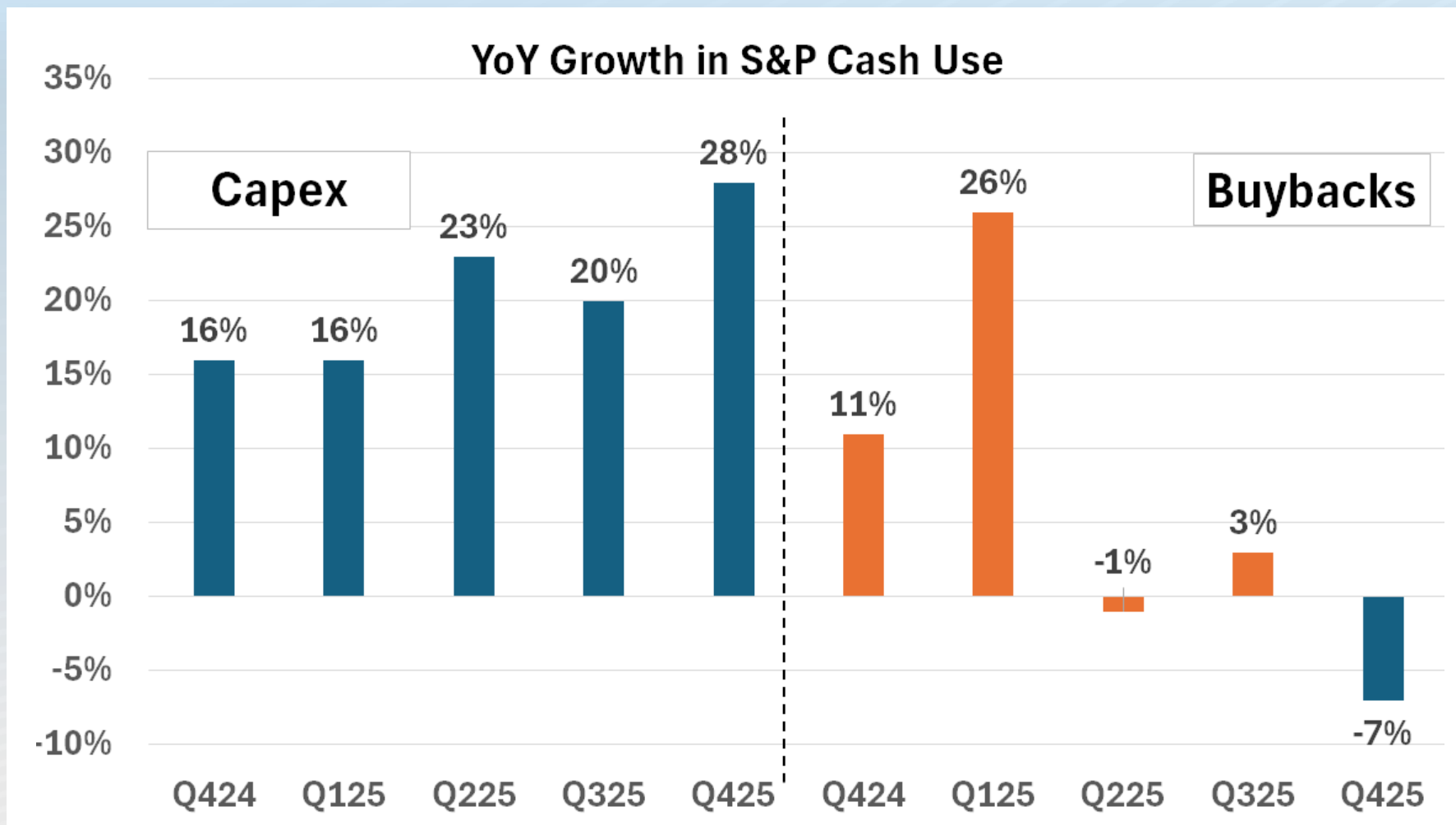
Net Short Exposure in Equities, R2K Continues to Look Like a Trade Not an Investment...



Data Source: Wilshire

Technicals

Cash Flow Implications:
AI Capex is Taking the Cash Out of Your Buyback Tailwind...



Data Source: Goldman Sachs Investment Research

Fixed Income Valuations

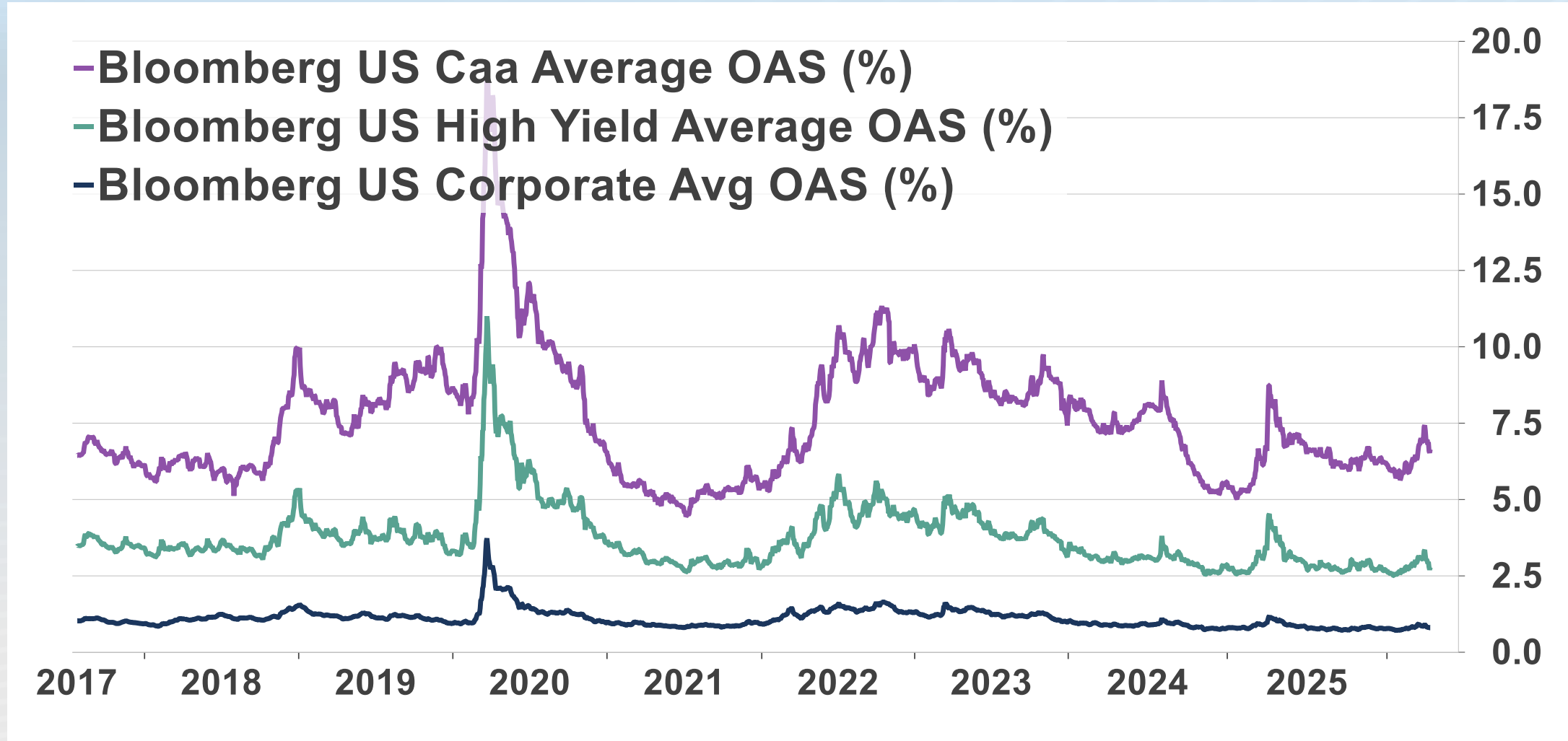
Wilshire's 10-year Fair Value Model Indicates Reasonable Bond Valuations



Data Source: Wilshire

Fixed Income Valuations

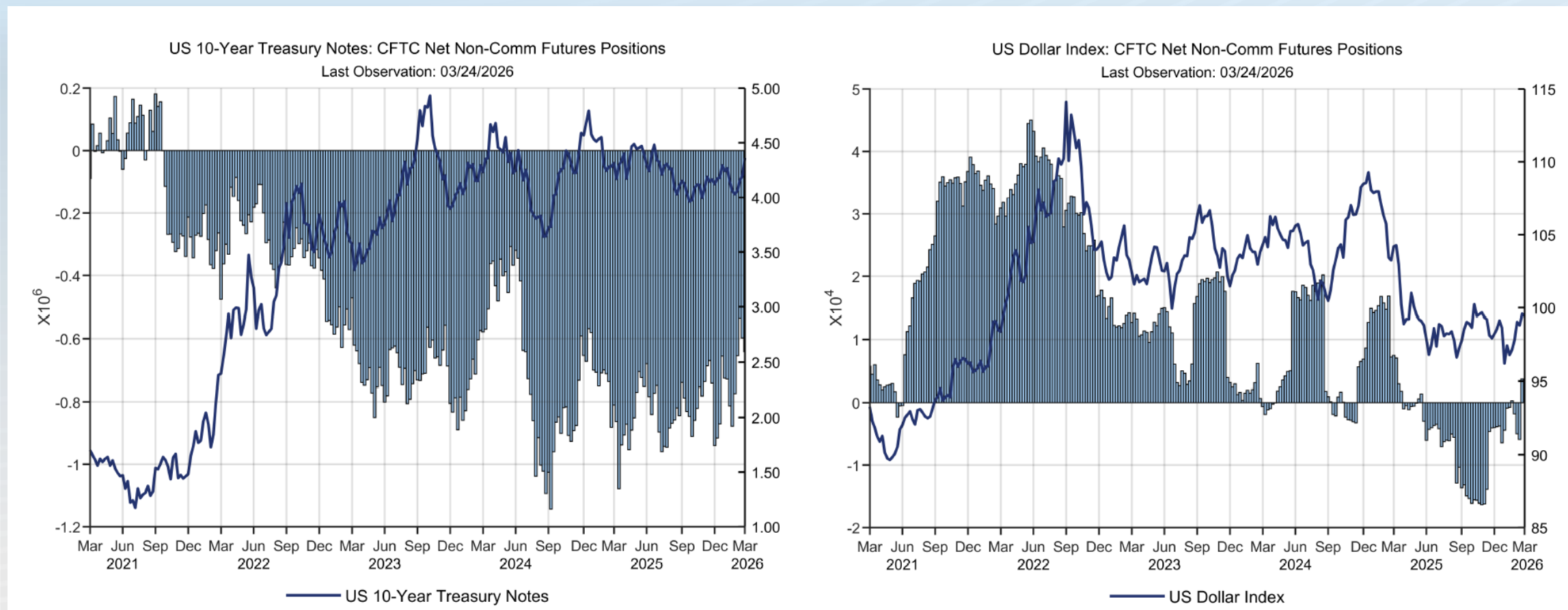
Credit Spreads have Started to Rise; but Remain near Historic Lows



Data Source: Wilshire

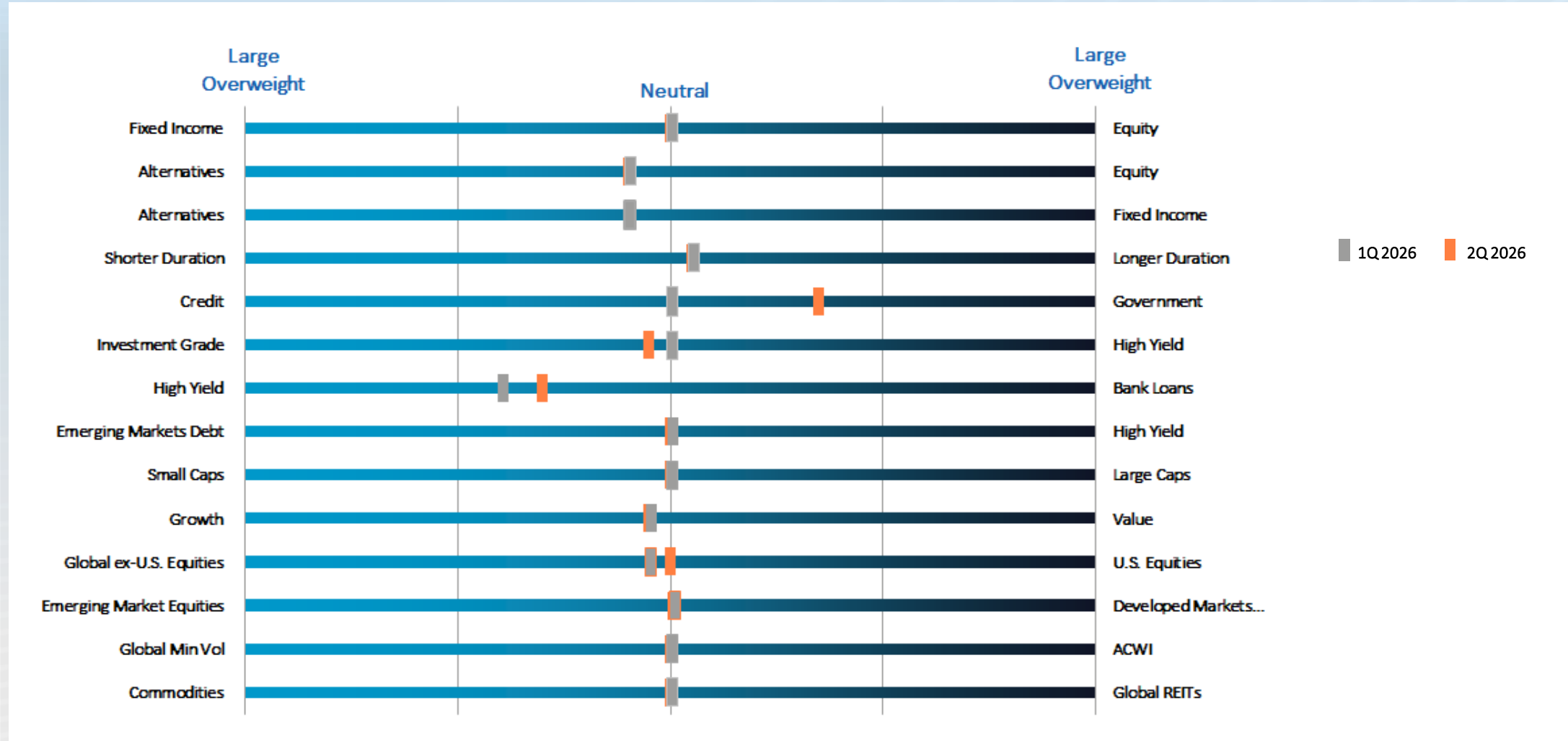
Sentiment and Technicals

Rates and Dollar Positioning Remains Very Negative / Low



Data Source: Wilshire

Wilshire Investment Strategy Views — Q2 2026

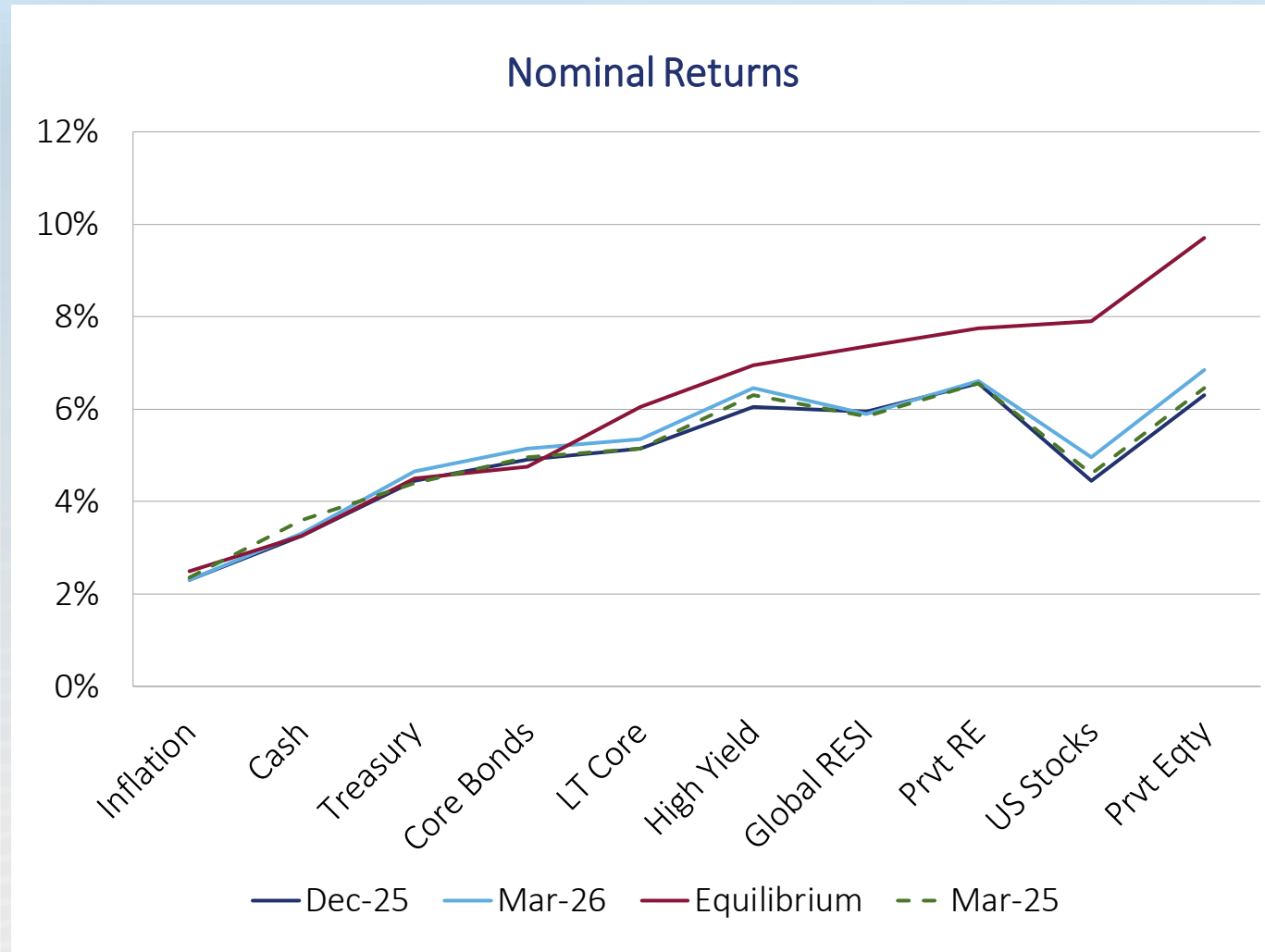


For illustrative and discussion purposes only.

March 2026 Capital Market Assumptions

Capital Market Assumptions

Mar 2026, Dec 2025, Mar 2025 & Equilibrium Assumptions



Data Source: Wilshire

Capital Market Assumptions

CMA Summary Changes

Yield curve rose across the entire maturity spectrum

- Curve movements resulted in higher forecasts for fixed income asset classes
- Modest increase in spreads for investment grade and high yield bonds

Yields on real asset securities are mostly down from last quarter; inflation assumption unchanged at 2.30%

Equity assumptions are up; private equity to a similar degree due to slight changes in leverage costs

Equity risk premium increased due to an increase in the equity forecast greater than the change in core bonds

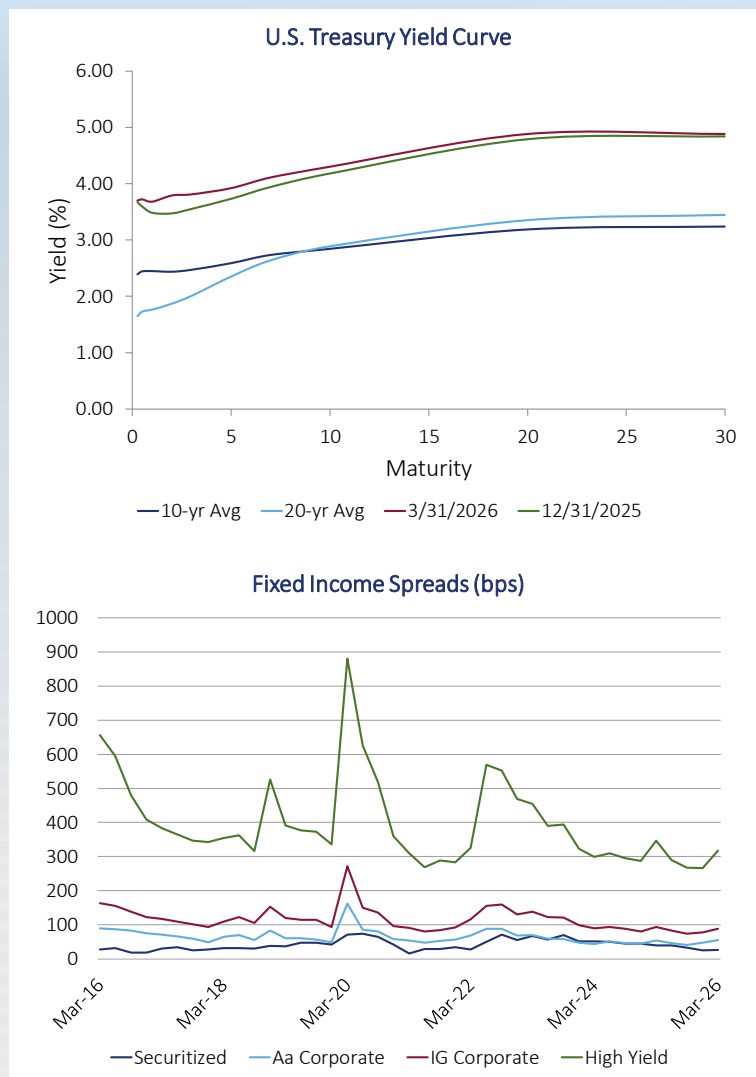
Data Source: Wilshire

Asset Class Assumption	Total Return (%)			Risk (%)
	Dec 2025	Change	Mar 2026	
	Inflation	2.30	0.00	
Cash Equivalents	3.25	0.05	3.30	0.75
Treasuries	4.45	0.20	4.65	5.00
Core Bonds	4.90	0.25	5.15	4.75
LT Core Bonds	5.15	0.20	5.35	9.95
High Yield Bonds	6.05	0.40	6.45	10.00
Private Credit	7.45	0.15	7.60	12.75
Global RE Securities	5.95	-0.05	5.90	16.55
Private Real Estate	6.55	0.05	6.60	13.95
U.S. Stocks	4.45	0.50	4.95	17.00
Dev. ex-U.S. Stocks	5.45	0.50	5.95	18.00
Emerging Market Stocks	5.70	0.50	6.20	26.00
Private Equity	6.30	0.55	6.85	29.65
Hedge Funds	6.00	0.20	6.20	6.60
Global 60/40 (ACWI/U.S. Core)	5.30	0.40	5.70	10.75

Implied Risk Premia	Relative Return (%)		
	Dec 2025	Change	Mar 2026
Cash - Inflation	0.95	0.05	1.00
Treasury - Cash	1.20	0.15	1.35
Core - Treasury	0.45	0.05	0.50
Long-Term Core - Core	0.25	-0.05	0.20
High Yield - Core	1.15	0.15	1.30
Global RESI - Core	1.05	-0.30	0.75
U.S. Stocks - Core	-0.45	0.25	-0.20
Private Equity - U.S. Stocks	1.85	0.05	1.90
Implied Real Return (ACA - CPI)			
U.S. Stocks	2.15	0.50	2.65
U.S. Bonds	2.60	0.25	2.85
Cash Equivalents	0.95	0.05	1.00

Capital Market Assumptions

Fixed Income

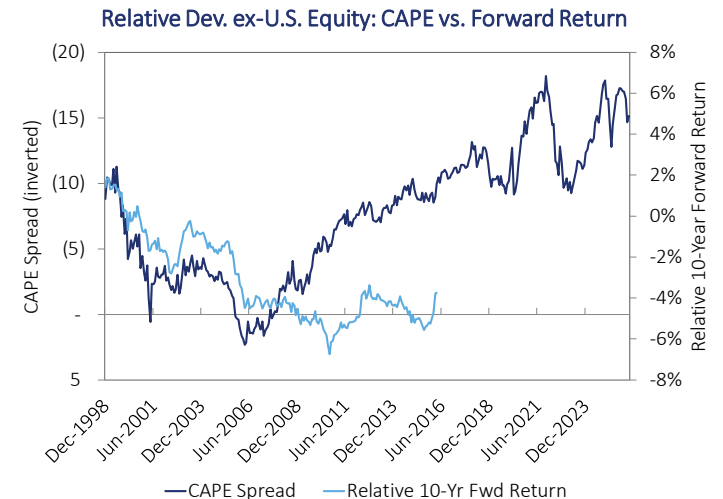
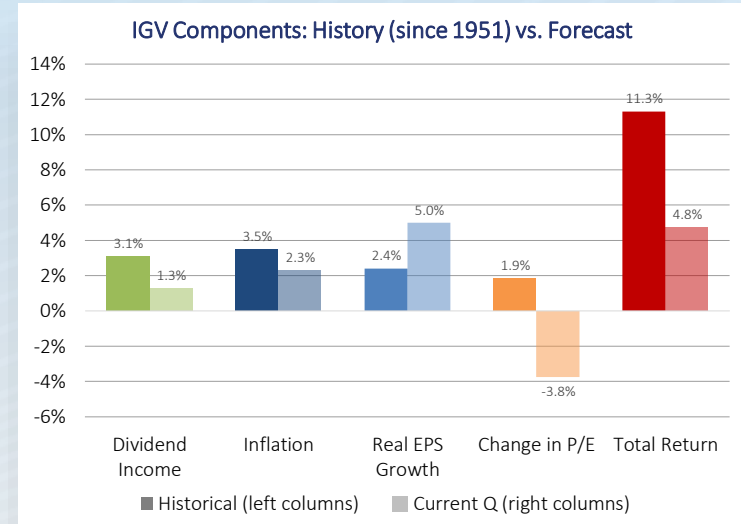
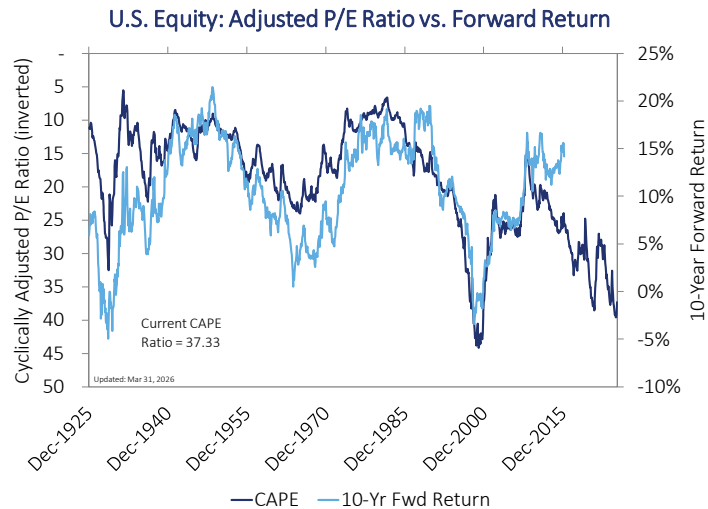


Data Source: Bloomberg, Wilshire

Inflation & Fixed Income		Dec 2025	Change	Mar 2026
Inflation	10-Year Treasury Yield	4.17	0.15	4.32
	10-Year Real Yield	<u>1.90</u>	<u>0.11</u>	<u>2.01</u>
	Breakeven Inflation	2.27	0.04	2.31
	Inflation Forecast	2.30	0.00	2.30
Cash	91-Day T-Bill Yield	3.67	0.03	3.70
	T-Bill Yield in 10 Yrs	3.25	0.00	3.25
	Cash Forecast	3.25	0.05	3.30
Treasury	U.S. Treasury Idx Yield	3.89	0.25	4.14
	Treasury Idx Yield in 10 Yrs	5.30	0.10	5.40
	Treasury Idx Forecast	4.45	0.20	4.65
	U.S. LT Treasury Idx Yield	4.79	0.12	4.91
	LT Treasury Idx Yield in 10 Yrs	5.21	0.03	5.23
	LT Treasury Idx Forecast	4.75	0.10	4.85
Spread	U.S. Corporate Idx OAS	0.78	0.11	0.89
	Corporate Idx OAS in 10 Yrs	1.48	(0.00)	1.48
	Corporate Idx Forecast	5.35	0.30	5.65
	U.S. Core Bond Forecast	4.90	0.25	5.15
	U.S. LT Core Bond Forecast	5.15	0.20	5.35
	U.S. High Yield Idx OAS	2.66	0.51	3.17
	High Yield Idx OAS in 10 Yrs	4.89	(0.00)	4.89
	High Yield Bond Forecast	6.05	0.40	6.45

Equity Markets

Equity: Public & Private		Dec		Mar
Wilshire Modeling Output		2025	Change	2026
Equity	DDM	6.85	0.10	6.95
	IGV	4.10	0.65	4.75
	CAPE	0.25	1.60	1.85
	U.S. Equity Forecast	4.45	0.50	4.95
	Dev-ex-US Equity Forecast	5.45	0.50	5.95
	EM Equity Forecast	5.70	0.50	6.20
Private	Cost of Debt (Public)	5.90	0.05	5.95
	Cost of Debt (Private)	7.25	0.05	7.30
	Private Market Basket Forecast	6.30	0.55	6.85

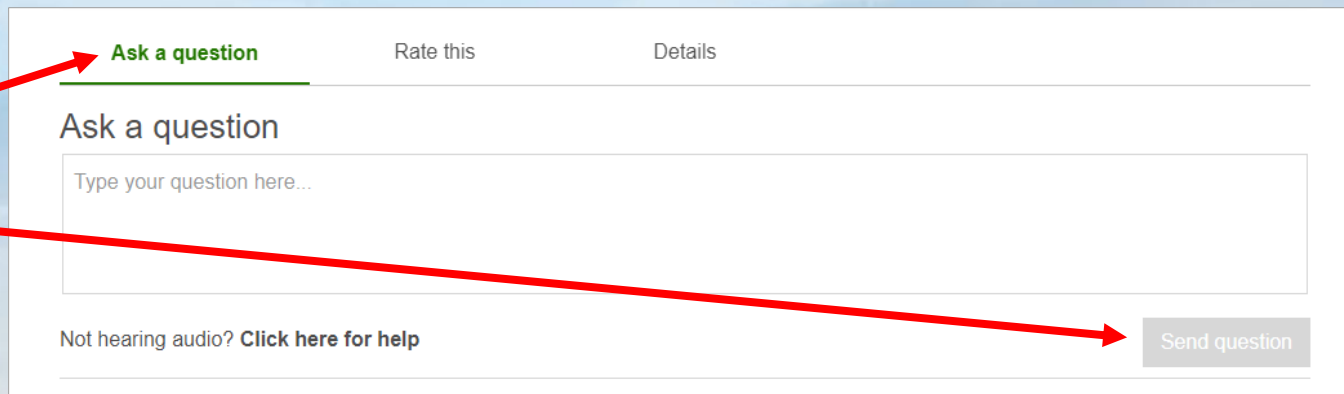


Data Source: S&P, Bloomberg, Wilshire

Q & A

Thank you for joining us!

Please use the Q&A panel to submit questions.



The screenshot shows a Q&A interface with three tabs: 'Ask a question' (highlighted in green), 'Rate this', and 'Details'. Below the tabs is a text input field with the placeholder 'Type your question here...'. At the bottom left, there is a link: 'Not hearing audio? Click here for help'. At the bottom right, there is a 'Send question' button. Two red arrows originate from the text 'Please use the Q&A panel to submit questions.'; one points to the 'Ask a question' tab, and the other points to the 'Send question' button.

To find out more about our solutions or speak to one of our experts, we're ready to connect you to the right team and answer any of your questions.

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