

**Hand Composite Employee Benefit Trust  
Western Asset Core Plus Bond CIF**

Independent Auditor's Report and Financial Statements

December 31, 2015



# Hand Composite Employee Benefit Trust

## December 31, 2015

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## Independent Auditor's Report

Board of Directors  
Hand Composite Employee Benefit Trust  
Houston, Texas

We have audited the accompanying financial statements of the selected fund, Western Asset Core Plus Bond CIF, included in the Hand Composite Employee Benefit Trust ("Trust" or "Fund"), which comprise the statement of assets and liabilities, including the schedule of investments, as of December 31, 2015, the related statements of operations and changes in net assets for the year then ended, and the related notes to the financial statements.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the selected fund, Western Asset Core Plus Bond CIF, as of December 31, 2015, and the results of its operations and the changes in its net assets for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of investment purchases and sales listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

**BKD, LLP**

Houston, Texas  
June 2, 2016

**Hand Composite Employee Benefit Trust**  
**Statement of Assets and Liabilities – Selected Fund**  
**December 31, 2015**

	<b>Western Asset Core Plus Bond CIF</b>
<b>ASSETS</b>	
Investments, at cost	\$ <u>560,160,371</u>
Investments, at fair value	\$ 545,281,057
Cash denominated in foreign currencies (cost - \$701,368)	674,977
Receivable from broker - variation margin on open futures contracts	333,044
Unrealized gain on foreign currency forward exchange contracts	1,122,024
Deposits with brokers for open futures contracts	2,597,197
Deposits with brokers for centrally cleared swap contracts	2,311,645
Foreign currency collateral for open futures contracts, at value (cost - \$128,780)	142,408
Receivable for:	
Investment securities sold	35,713,287
Capital shares sold	28,141
Dividend and interest	3,043,882
Investment advisor waived fees	126,679
Principal paydown	28,777
Other assets	<u>68,917</u>
Total assets	<u>\$ 591,472,035</u>
<b>LIABILITIES</b>	
Payable for investment securities purchased	\$ 53,038,684
Due to custodian	146,442
Payable for capital shares redeemed	61,670,985
Management fee payable	173,680
Written options, at value (premiums received - \$601,021)	427,408
Investments sold short, at value (proceeds received - \$11,772,281)	11,761,644
Payable to broker - variation margin on centrally cleared swap contracts	196,530
Unrealized loss on foreign currency forward exchange contracts	142,049
Accounts payable and accrued liabilities	<u>42,495</u>
Total liabilities	<u>\$ 127,599,917</u>
Net assets held for participants:	
Class R1	\$ 431,353,355
Class R-INT	<u>32,518,763</u>
Total net assets held for participants	<u>\$ 463,872,118</u>
Units outstanding:	
Class R1	28,752,618
Class R-INT	<u>2,160,628</u>
Total units outstanding	<u>30,913,246</u>
Net asset value per unit:	
Class R1	<u>\$ 15.00</u>
Class R-INT	<u>\$ 15.05</u>

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments**  
**Western Asset Core Plus Bond CIF**  
**December 31, 2015**

Number of Shares		Cost	Fair Value
<b><u>Short Term Investment</u></b>			
115,125,565	SSgA United States Treasury Money Market Fund Class N .42%	\$ 115,125,565	\$ 115,125,565
<b>Total Short Term Investment</b>		<b>21.11%</b>	<b>115,125,565</b>
<b><u>Preferred Stocks</u></b>			
<b><u>Consumer Discretionary</u></b>			
5,975	Citigroup Capital XIII	163,389	155,290
<b>Total Consumer Discretionary</b>		<b>0.02%</b>	<b>163,389</b>
<b><u>Financials</u></b>			
6,282	GMAC Capital Trust I Series 2	155,793	159,312
<b>Total Financials</b>		<b>0.03%</b>	<b>155,793</b>
<b>Total Preferred Stocks</b>		<b>0.05%</b>	<b>319,182</b>
Principal Amount†		Cost	Fair Value
<b><u>Corporate Bonds</u></b>			
<b><u>Consumer Discretionary</u></b>			
\$ 40,000	21st Century Fox America, Inc. Company Guarantee 4.50% 02/15/2021	40,042	43,041
280,000	Amazon.com, Inc. Sr Unsecured 4.95% 12/05/2044	275,882	298,182
490,000	Comcast Corp. Company Guarantee 3.375% 02/15/2025	508,848	494,519
130,000	Comcast Corp. Company Guarantee 4.20% 08/15/2034	130,964	128,777
230,000	Comcast Corp. Company Guarantee 6.30% 11/15/2017	239,938	250,236
110,000	Comcast Corp. Company Guarantee 6.50% 11/15/2035	129,284	137,865
90,000	Comcast Corp. Company Guarantee 6.55% 07/01/2039	107,856	113,351
50,000	Comcast Corp. Company Guarantee 6.95% 08/15/2037	62,006	65,244
380,000	Comcast Corp. Company Guarantee 3.375% 08/15/2025	379,549	384,701
90,000	Comcast Corp. Company Guarantee 4.25% 01/15/2033	96,849	88,436
513,749	Continental Airlines 2007-1 Class A Pass Through Trust Series 071A 5.983% 10/19/2023	566,358	567,332
250,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA Company Guarantee 3.375% 01/19/2017	254,928	255,559
1,410,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA Company Guarantee 4.625% 12/01/2023	1,450,479	1,469,424
560,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA Company Guarantee 4.375% 08/04/2025	559,177	569,550
270,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA Company Guarantee 5.25% 08/04/2045	275,025	282,930
460,000	Credit Agricole S.A. Jr Subordinated 144A 8.375% 10/13/2019	462,779	515,200
320,000	DISH DBS Corp. Company Guarantee 5.875% 07/15/2022	325,627	298,400
110,000	DISH DBS Corp. Company Guarantee 5.125% 05/01/2020	112,640	108,900
670,000	DISH DBS Corp. Company Guarantee 5.875% 11/15/2024	658,567	596,300
1,070,000	Dollar Tree, Inc. Company Guarantee 144A 5.75% 03/01/2023	1,126,931	1,107,450
1,190,000	Ford Motor Co. Sr Unsecured 4.75% 01/15/2043	1,228,018	1,121,731
450,000	General Motors Co. Sr Unsecured 6.25% 10/02/2043	514,513	475,441
60,000	General Motors Financial Co., Inc. Company Guarantee 2.75% 05/15/2016	60,000	60,175
50,000	General Motors Financial Co., Inc. Company Guarantee 3.25% 05/15/2018	50,000	50,250
180,000	General Motors Financial Co., Inc. Company Guarantee 4.375% 09/25/2021	180,000	182,530

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<b><u>Corporate Bonds (continued)</u></b>			
<b><u>Consumer Discretionary (continued)</u></b>			
\$	50,000 General Motors Financial Co., Inc. Company Guarantee 3.45% 04/10/2022	\$ 48,163	\$ 47,963
	290,000 Glencore Finance Canada Ltd. Company Guarantee 144A 2.70% 10/25/2017	281,881	265,350
	30,000 Glencore Finance Canada Ltd. Company Guarantee 144A 5.80% 11/15/2016	31,005	29,888
	150,000 Goodyear Tire & Rubber Co. Company Guarantee 5.125% 11/15/2023	150,729	153,750
	300,000 Hilton Worldwide Finance LLC / Hilton Worldwide Finance Corp. Company Guarantee 5.625% 10/15/2021	300,044	310,875
	100,000 L Brands, Inc. Company Guarantee 5.625% 10/15/2023	105,999	106,000
	370,000 McDonald's Corp. Sr Unsecured 3.70% 01/30/2026	368,807	369,696
	280,000 NCL Corp. Ltd. Sr Unsecured 144A 4.625% 11/15/2020	280,000	274,182
	10,000 Netflix, Inc. 144A 5.50% 02/15/2022	10,427	10,250
	100,000 Netflix, Inc. 144A 5.875% 02/15/2025	105,074	102,500
	200,000 Schaeffler Holding Finance BV Sr Secured 144A 6.75% 11/15/2022	200,000	215,000
	130,000 Taylor Morrison Communities, Inc. / Monarch Communities, Inc. Company Guarantee 144A 5.25% 04/15/2021	127,940	130,000
	300,000 Time Warner Cable, Inc. Company Guarantee 4.00% 09/01/2021	309,102	302,919
	180,000 Time Warner Cable, Inc. Company Guarantee 4.125% 02/15/2021	185,623	183,794
	10,000 Time Warner Cable, Inc. Company Guarantee 5.00% 02/01/2020	11,007	10,586
	50,000 Time Warner Cable, Inc. Company Guarantee 5.50% 09/01/2041	49,503	45,182
	290,000 Time Warner Cable, Inc. Company Guarantee 5.875% 11/15/2040	332,823	274,823
	10,000 Time Warner Cable, Inc. Company Guarantee 8.75% 02/14/2019	10,673	11,601
	150,000 Time Warner Cable, Inc. Company Guarantee 7.30% 07/01/2038	174,408	162,624
	220,000 Time Warner, Inc. Company Guarantee 6.25% 03/29/2041	278,082	244,326
	100,000 UBM PLC Sr Unsecured 144A 5.75% 11/03/2020	98,865	106,874
	262,000 Univision Communications, Inc. Sr Secured 144A 6.75% 09/15/2022	268,311	271,498
	90,000 Viacom, Inc. Sr Unsecured 4.25% 09/01/2023	89,147	87,010
	10,000 Viacom, Inc. Sr Unsecured 3.875% 04/01/2024	9,370	9,370
	Total Consumer Discretionary	2.46% 13,623,243	13,391,585
<b><u>Consumer Staples</u></b>			
	430,000 Altria Group, Inc. Company Guarantee 2.85% 08/09/2022	429,328	419,199
	340,000 Altria Group, Inc. Company Guarantee 4.75% 05/05/2021	339,594	368,907
	700,000 Altria Group, Inc. Company Guarantee 5.375% 01/31/2044	788,639	752,948
	310,000 Altria Group, Inc. Company Guarantee 10.20% 02/06/2039	518,010	508,354
	171,000 CCO Holdings LLC / CCO Holdings Capital Corp. Company Guarantee 7.00% 01/15/2019	171,636	174,634
	90,000 CCO Holdings LLC / CCO Holdings Capital Corp. Company Guarantee 144A 5.375% 05/01/2025	90,000	89,550
	40,000 Constellation Brands, Inc. Company Guarantee 4.25% 05/01/2023	39,648	40,000
	50,000 Constellation Brands, Inc. Company Guarantee 6.00% 05/01/2022	54,411	55,000
	280,000 CVS Health Corp. Sr Unsecured 2.75% 12/01/2022	278,546	272,806
	100,000 CVS Health Corp. Sr Unsecured 4.00% 12/05/2023	99,871	103,922
	140,000 CVS Health Corp. Sr Unsecured 5.75% 05/15/2041	153,486	157,108
	210,000 CVS Health Corp. Sr Unsecured 3.875% 07/20/2025	207,965	214,322
	260,000 CVS Health Corp. Sr Unsecured 4.875% 07/20/2035	256,006	268,448
	580,000 CVS Health Corp. Sr Unsecured 5.125% 07/20/2045	593,400	610,990
	480,000 Diageo Capital PLC Company Guarantee 4.828% 07/15/2020	489,039	524,157
	40,000 Heineken N.V. Sr Unsecured 144A 1.40% 10/01/2017	39,953	39,843
	100,000 Heineken N.V. Sr Unsecured 144A 2.75% 04/01/2023	99,458	96,752
	390,000 Kraft Foods Group, Inc. Sr Unsecured 3.50% 06/06/2022	392,733	394,269
	18,000 Kraft Foods Group, Inc. Sr Unsecured 5.375% 02/10/2020	20,087	19,709
	250,000 Kraft Heinz Foods Co. Company Guarantee 144A 3.95% 07/15/2025	249,681	252,327
	240,000 Kraft Heinz Foods Co. Company Guarantee 144A 5.00% 07/15/2035	237,751	245,884
	150,000 Kraft Heinz Foods Co. Company Guarantee 144A 5.20% 07/15/2045	155,344	156,736
	320,000 Kraft Heinz Foods Co. Secured 144A 4.875% 02/15/2025	326,086	340,152
	90,000 Kroger Co. Company Guarantee 6.90% 04/15/2038	109,121	111,200

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<u>Corporate Bonds (continued)</u>			
<u>Consumer Staples (continued)</u>			
\$	20,000 Molson Coors Brewing Co. Company Guarantee 3.50% 05/01/2022	\$ 20,029	\$ 20,110
	130,000 Mondelez International, Inc. Sr Unsecured 4.00% 02/01/2024	130,018	134,003
	50,000 PepsiCo, Inc. Sr Unsecured 4.00% 03/05/2042	45,658	48,265
	105,000 PepsiCo, Inc. Sr Unsecured 7.90% 11/01/2018	116,580	123,035
	1,140,000 Pemod Ricard S.A. Sr Unsecured 144A 4.45% 01/15/2022	1,192,070	1,181,819
	540,000 Philip Morris International, Inc. Sr Unsecured 2.50% 08/22/2022	530,181	529,096
	180,000 Philip Morris International, Inc. Sr Unsecured 2.90% 11/15/2021	178,492	182,151
	180,000 Philip Morris International, Inc. Sr Unsecured 4.50% 03/20/2042	174,122	178,636
	540,000 Reynolds American, Inc. Company Guarantee 3.25% 11/01/2022	528,526	533,936
	10,000 Reynolds American, Inc. Company Guarantee 6.15% 09/15/2043	11,008	11,344
	240,000 Reynolds American, Inc. Company Guarantee 3.25% 06/12/2020	239,961	243,913
	310,000 Reynolds American, Inc. Company Guarantee 3.75% 05/20/2023	301,271	309,289
	1,020,000 Reynolds American, Inc. Company Guarantee 5.85% 08/15/2045	1,062,736	1,133,975
	10,000 Reynolds American, Inc. Company Guarantee 8.125% 06/23/2019	11,635	11,767
	200,000 Sinopec Group Overseas Development 2012 Ltd. Company Guarantee 144A 2.75% 05/17/2017	199,836	201,702
	820,000 Sinopec Group Overseas Development 2014 Ltd. Company Guarantee 144A 4.375% 04/10/2024	848,283	847,177
	110,000 Spectrum Brands, Inc. Company Guarantee 144A 5.75% 07/15/2025	114,748	112,750
	60,000 Tyson Foods, Inc. Company Guarantee 5.15% 08/15/2044	62,289	62,652
	Total Consumer Staples	2.22% 11,907,236	12,082,837
<u>Energy</u>			
	300,000 Anadarko Petroleum Corp. Sr Unsecured 4.50% 07/15/2044	294,722	229,675
	160,000 Anadarko Petroleum Corp. Sr Unsecured 6.375% 09/15/2017	167,282	167,780
	80,000 Antero Resources Finance Corp. Company Guarantee 5.375% 11/01/2021	80,833	64,000
	152,000 Apache Corp. Sr Unsecured 3.25% 04/15/2022	151,494	144,771
	200,000 Apache Corp. Sr Unsecured 6.00% 01/15/2037	203,089	193,167
	500,000 Apache Corp. Sr Unsecured 5.10% 09/01/2040	501,066	427,407
	260,000 Arch Coal, Inc. Company Guarantee 7.00% 06/15/2019	260,054	1,950
	70,000 Atwood Oceanics, Inc. Sr Unsecured 6.50% 02/01/2020	71,435	37,450
	340,000 Baker Hughes, Inc. Sr Unsecured 7.50% 11/15/2018	363,957	383,867
	40,000 Berkshire Hathaway Energy Co. Sr Unsecured 6.50% 09/15/2037	52,215	48,681
	840,000 BHP Billiton Finance USA Ltd. Company Guarantee 3.25% 11/21/2021	847,348	789,014
	200,000 BHP Billiton Finance USA Ltd. Company Guarantee 5.00% 09/30/2043	199,685	179,761
	550,000 BHP Billiton Finance USA Ltd. Company Guarantee 144A 6.75% 10/19/2075	550,000	530,750
	2,060,000 California Resources Corp. Company Guarantee 6.00% 11/15/2024	2,106,840	628,300
	130,000 Chesapeake Energy Corp. Company Guarantee 6.125% 02/15/2021	112,609	36,660
	15,000 Chesapeake Energy Corp. Company Guarantee 6.50% 08/15/2017	14,832	7,500
	160,000 Chesapeake Energy Corp. Company Guarantee 6.875% 11/15/2020	161,441	45,600
	40,000 Concho Resources, Inc. Company Guarantee 5.50% 10/01/2022	40,117	36,400
	70,000 Concho Resources, Inc. Company Guarantee 5.50% 04/01/2023	69,506	64,750
	98,000 Concho Resources, Inc. Company Guarantee 6.50% 01/15/2022	98,000	94,080
	70,000 Continental Resources, Inc. Company Guarantee 4.50% 04/15/2023	69,194	50,292
	20,000 Continental Resources, Inc. Company Guarantee 5.00% 09/15/2022	20,296	14,750
	50,000 Devon Energy Corp. Sr Unsecured 3.25% 05/15/2022	49,800	42,502
	170,000 Devon Energy Corp. Sr Unsecured 7.95% 04/15/2032	201,014	175,670
	940,000 Devon Energy Corp. Sr Unsecured 5.00% 06/15/2045	930,844	712,429
	50,000 Devon Energy Corp. Sr Unsecured 5.60% 07/15/2041	50,637	37,791
	380,000 Devon Energy Corp. Sr Unsecured 5.85% 12/15/2025	380,349	369,567
	740,000 Eagle Spinco, Inc. Company Guarantee 4.625% 02/15/2021	720,914	680,800
	240,000 Ecopetrol S.A. Sr Unsecured 5.875% 05/28/2045	238,437	170,400
	730,000 Ecopetrol S.A. Sr Unsecured 5.375% 06/26/2026	725,266	622,325
	260,000 EP Energy LLC / Everest Acquisition Finance, Inc. Company Guarantee 6.375% 06/15/2023	175,191	130,000



**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value		
<u>Corporate Bonds (continued)</u>					
<i>Energy (continued)</i>					
\$	32,000	Freeport-McMoran Oil & Gas LLC / FCX Oil & Gas, Inc. Company Guarantee 6.50% 11/15/2020	\$ 33,300	\$ 20,640	
	46,000	Freeport-McMoran Oil & Gas LLC / FCX Oil & Gas, Inc. Company Guarantee 6.875% 02/15/2023	50,681	28,980	
	160,000	Halliburton Co. Sr Unsecured 2.70% 11/15/2020	159,680	158,152	
	480,000	Halliburton Co. Sr Unsecured 3.80% 11/15/2025	479,516	467,387	
	570,000	Kerr-McGee Corp. Company Guarantee 6.95% 07/01/2024	644,927	612,353	
	90,000	Kinder Morgan Energy Partners L.P. Company Guarantee 6.85% 02/15/2020	97,846	93,089	
	130,000	Kinder Morgan, Inc. Company Guarantee 7.00% 06/15/2017	130,312	133,916	
	60,000	Kinder Morgan, Inc. Company Guarantee 7.25% 06/01/2018	65,172	62,303	
	50,000	MEG Energy Corp. Company Guarantee 144A 6.50% 03/15/2021	34,324	35,000	
	300,000	MPLX L.P. Company Guarantee 144A 4.875% 12/01/2024	304,797	269,250	
	530,000	MPLX L.P. Company Guarantee 144A 4.875% 06/01/2025	487,622	474,350	
	30,000	MPLX L.P. Company Guarantee 144A 5.50% 02/15/2023	30,609	26,250	
	230,000	Murray Energy Corp. Secured 144A 11.25% 04/15/2021	223,389	42,550	
	180,000	Noble Energy, Inc. Sr Unsecured 4.15% 12/15/2021	181,568	174,445	
	120,000	Noble Energy, Inc. Sr Unsecured 6.00% 03/01/2041	122,430	103,462	
	100,000	Occidental Petroleum Corp. Sr Unsecured 3.125% 02/15/2022	98,939	97,777	
	280,000	Occidental Petroleum Corp. Sr Unsecured 4.625% 06/15/2045	276,229	271,596	
	1,890,000	Petrobras International Finance Co. S.A. Company Guarantee 5.375% 01/27/2021	1,870,142	1,408,050	
	132,000	Petrobras International Finance Co. S.A. Company Guarantee 5.75% 01/20/2020	132,396	103,620	
	300,000	Petroleos Mexicanos Company Guarantee 6.375% 01/23/2045	297,804	253,914	
	1,100,000	Petroleos Mexicanos Company Guarantee 6.625% 06/15/2035	1,202,447	983,125	
	40,000	Petroleos Mexicanos Company Guarantee 144A 5.50% 06/27/2044	40,745	30,094	
	70,000	Pride International, Inc. Company Guarantee 6.875% 08/15/2020	64,236	64,995	
	70,000	QEP Resources, Inc. Sr Unsecured 5.25% 05/01/2023	68,914	49,700	
	290,000	QEP Resources, Inc. Sr Unsecured 6.875% 03/01/2021	298,146	237,800	
	10,000	Range Resources Corp. Company Guarantee 5.00% 03/15/2023	10,074	7,450	
	680,000	Range Resources Corp. Company Guarantee 144A 4.875% 05/15/2025	670,517	516,800	
	150,000	Sabine Pass Liquefaction LLC Sr Secured 5.625% 02/01/2021	154,576	138,000	
	230,000	Samson Investment Co. Company Guarantee 9.75% 02/15/2020	233,492	460	
	370,000	Schlumberger Holdings Corp. Sr Unsecured 144A 3.00% 12/21/2020	369,168	365,220	
	300,000	Schlumberger Holdings Corp. Sr Unsecured 144A 4.00% 12/21/2025	299,805	296,034	
	50,000	Shelf Drilling Holdings Ltd. Secured 144A 8.625% 11/01/2018	51,689	36,250	
	200,000	Shell International Finance BV Company Guarantee 6.375% 12/15/2038	248,405	236,440	
	180,000	Shell International Finance BV Company Guarantee 4.125% 05/11/2035	181,384	171,815	
	410,000	Shell International Finance BV Company Guarantee 4.375% 05/11/2045	409,193	387,067	
	140,000	Southern Natural Gas Co. LLC Company Guarantee 8.00% 03/01/2032	161,286	137,478	
	150,000	Statoil ASA Company Guarantee 3.125% 08/17/2017	149,556	153,855	
	84,000	Vale Overseas Ltd. Company Guarantee 4.375% 01/11/2022	83,767	63,574	
	480,000	Vale Overseas Ltd. Company Guarantee 6.875% 11/21/2036	472,278	335,539	
	50,000	Whiting Petroleum Corp. Company Guarantee 5.00% 03/15/2019	41,716	37,750	
	210,000	Whiting Petroleum Corp. Company Guarantee 6.25% 04/01/2023	183,358	151,200	
	490,000	Williams Cos., Inc. Sr Unsecured 7.875% 09/01/2021	579,043	441,004	
	248,000	Williams Cos., Inc. Sr Unsecured Series A 7.50% 01/15/2031	262,584	171,578	
	160,000	WPX Energy, Inc. Sr Unsecured 8.25% 08/01/2023	132,495	128,000	
		Total Energy	3.14%	21,999,024	17,096,401
<b>Financials</b>					
	190,000	1011778 BC ULC / New Red Finance, Inc. Secured 144A 6.00% 04/01/2022	190,000	195,700	
	320,000	ABN AMRO Bank N.V. Subordinated 144A 4.75% 07/28/2025	319,171	316,849	
	232,000	Ally Financial, Inc. Company Guarantee 7.50% 09/15/2020	255,749	262,450	
	400,000	Altice Financing S.A. Sr Secured 144A 6.625% 02/15/2023	403,596	395,000	
	120,000	American Express Co. Subordinated 6.80% 09/01/2066	117,858	120,900	
	660,000	American International Group, Inc. Sr Unsecured 3.75% 07/10/2025	657,800	654,100	

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<b><u>Corporate Bonds (continued)</u></b>			
<b><u>Financials (continued)</u></b>			
\$	80,000 Anthem, Inc. Sr Unsecured 3.125% 05/15/2022	\$ 79,725	\$ 78,514
	220,000 Anthem, Inc. Sr Unsecured 5.875% 06/15/2017	220,168	232,552
	390,000 Bank of America Corp. Jr Subordinated Series X 6.25% 09/05/2024	390,000	390,975
	160,000 Bank of America Corp. Sr Unsecured 3.30% 01/11/2023	157,044	157,492
	290,000 Bank of America Corp. Sr Unsecured 4.00% 04/01/2024	289,297	296,587
	300,000 Bank of America Corp. Sr Unsecured 4.10% 07/24/2023	297,891	310,189
	220,000 Bank of America Corp. Sr Unsecured 4.125% 01/22/2024	222,626	227,227
	920,000 Bank of America Corp. Sr Unsecured 4.875% 04/01/2044	988,750	952,618
	340,000 Bank of America Corp. Sr Unsecured 5.00% 05/13/2021	362,575	371,467
	510,000 Bank of America Corp. Sr Unsecured 5.00% 01/21/2044	508,959	532,282
	470,000 Bank of America Corp. Sr Unsecured 5.625% 07/01/2020	477,199	522,061
	30,000 Bank of America Corp. Sr Unsecured 5.75% 12/01/2017	31,355	32,093
	190,000 Bank of America Corp. Sr Unsecured 5.875% 01/05/2021	196,708	215,031
	400,000 Bank of America Corp. Sr Unsecured 3.875% 08/01/2025	399,301	406,051
	20,000 Bank of America Corp. Sr Unsecured Series L 2.60% 01/15/2019	19,998	20,065
	110,000 Bank of America Corp. Sr Unsecured Series L 5.65% 05/01/2018	117,247	118,284
	1,960,000 Bank of America Corp. Subordinated 4.20% 08/26/2024	1,966,712	1,944,669
	300,000 Bear Stearns Cos. LLC Sr Unsecured 7.25% 02/01/2018	331,386	330,926
	80,000 BNP Paribas S.A. Sr Unsecured 2.375% 09/14/2017	80,273	80,950
	10,000 BP Capital Markets PLC Company Guarantee 3.245% 05/06/2022	10,058	9,875
	10,000 BP Capital Markets PLC Company Guarantee 3.561% 11/01/2021	10,000	10,200
	1,370,000 BP Capital Markets PLC Company Guarantee 3.506% 03/17/2025	1,369,589	1,326,707
	10,000 CIT Group, Inc. Sr Unsecured 4.25% 08/15/2017	10,000	10,225
	350,000 CIT Group, Inc. Sr Unsecured 5.00% 08/01/2023	347,883	355,250
	60,000 Citigroup, Inc. Jr Subordinated 5.90% 02/15/2023	60,000	58,950
	110,000 Citigroup, Inc. Jr Subordinated 5.95% 01/30/2023	110,000	107,635
	110,000 Citigroup, Inc. Jr Subordinated Series D 5.35% 05/15/2023	110,000	104,225
	190,000 Citigroup, Inc. Jr Subordinated Series M 6.30% 05/15/2024	189,803	185,250
	790,000 Citigroup, Inc. Jr Subordinated Series P 5.95% 05/15/2025	790,000	760,375
	1,280,000 Citigroup, Inc. Sr Unsecured 4.65% 07/30/2045	1,283,568	1,298,941
	262,000 Citigroup, Inc. Sr Unsecured 8.125% 07/15/2039	380,382	375,781
	50,000 Citigroup, Inc. Subordinated 4.05% 07/30/2022	51,455	51,143
	840,000 Citigroup, Inc. Subordinated 5.30% 05/06/2044	902,631	873,747
	1,340,000 Citigroup, Inc. Subordinated 5.50% 09/13/2025	1,442,551	1,454,562
	40,000 Citigroup, Inc. Subordinated 6.625% 06/15/2032	46,398	47,205
	210,000 Citigroup, Inc. Subordinated 6.675% 09/13/2043	231,895	257,495
	650,000 Citigroup, Inc. Subordinated 4.40% 06/10/2025	648,164	656,505
	480,000 Citigroup, Inc. Subordinated 4.45% 09/29/2027	477,828	476,822
	170,000 Commonwealth Bank of Australia Sr Unsecured 144A 5.00% 10/15/2019	170,991	185,606
	160,000 Cooperatieve Centrale Raiffeisen-Boerenleenbank BA Jr Subordinated 144A 11.00% 06/30/2019	170,793	197,520
	500,000 Credit Agricole S.A. Subordinated 144A 4.375% 03/17/2025	493,933	483,721
	195,000 Deutsche Telekom International Finance BV Company Guarantee 5.75% 03/23/2016	195,356	196,802
	380,000 FMG Resources August 2006 Pty Ltd. Sr Secured 144A 9.75% 03/01/2022	374,687	347,700
	440,000 Ford Motor Credit Co. LLC Sr Unsecured 8.125% 01/15/2020	514,409	518,224
	690,000 Ford Motor Credit Co. LLC Sr Unsecured 3.20% 01/15/2021	689,509	685,334
	938,000 GE Capital International Funding Co. Company Guarantee 144A 2.342% 11/15/2020	1,005,107	930,177
	823,000 GE Capital International Funding Co. Company Guarantee 144A 3.373% 11/15/2025	820,924	837,884
	1,558,000 GE Capital International Funding Co. Company Guarantee 144A 4.418% 11/15/2035	1,602,326	1,589,911
	121,000 General Electric Capital Corp. Company Guarantee 5.30% 02/11/2021	137,311	136,442
	170,000 Goldman Sachs Capital II Limited Guarantee 4.00% 02/01/2016	133,878	119,850
	200,000 Goldman Sachs Group, Inc. Sr Unsecured 3.625% 01/22/2023	193,246	202,271
	1,340,000 Goldman Sachs Group, Inc. Sr Unsecured 4.00% 03/03/2024	1,376,122	1,375,349
	100,000 Goldman Sachs Group, Inc. Sr Unsecured 5.25% 07/27/2021	102,813	110,562
	90,000 Goldman Sachs Group, Inc. Sr Unsecured 6.15% 04/01/2018	89,205	97,732
	320,000 Goldman Sachs Group, Inc. Sr Unsecured 6.25% 02/01/2041	321,383	381,697

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value		
<u>Corporate Bonds (continued)</u>					
<u>Financials (continued)</u>					
\$	350,000	Goldman Sachs Group, Inc. Sr Unsecured 4.75% 10/21/2045	\$ 346,804	\$ 347,682	
	270,000	Goldman Sachs Group, Inc. Sr Unsecured Series GLOB 2.375% 01/22/2018	269,952	272,333	
	30,000	Goldman Sachs Group, Inc. Subordinated 6.75% 10/01/2037	30,504	35,068	
	350,000	Goldman Sachs Group, Inc. Subordinated 4.25% 10/21/2025	348,345	347,325	
	1,240,000	Goldman Sachs Group, Inc. Subordinated 5.15% 05/22/2045	1,200,383	1,204,519	
	230,000	HSBC Finance Corp. Subordinated 6.676% 01/15/2021	251,976	263,966	
	240,000	HSBC Holdings PLC Jr Subordinated 6.375% 09/17/2024	240,000	237,000	
	650,000	HSBC Holdings PLC Subordinated 4.25% 08/18/2025	644,829	645,065	
	220,000	HSBC Holdings PLC Subordinated 5.25% 03/14/2044	254,428	228,277	
	1,100,000	Intesa Sanpaolo S.p.A. Subordinated 144A 5.017% 06/26/2024	1,096,663	1,082,234	
	100,000	JPMorgan Chase & Co. Sr Unsecured 3.25% 09/23/2022	102,308	100,577	
	250,000	JPMorgan Chase & Co. Sr Unsecured 4.35% 08/15/2021	267,109	266,058	
	130,000	JPMorgan Chase & Co. Subordinated 3.375% 05/01/2023	129,314	127,766	
	1,360,000	JPMorgan Chase & Co. Subordinated 3.875% 09/10/2024	1,359,768	1,352,852	
	630,000	JPMorgan Chase & Co. Subordinated 6.125% 06/27/2017	634,600	667,154	
	350,000	JPMorgan Chase & Co. Subordinated 4.25% 10/01/2027	348,813	349,164	
	480,000	JPMorgan Chase & Co. Subordinated 4.95% 06/01/2045	478,626	479,908	
	50,000	KKR Group Finance Co. II LLC Company Guarantee 144A 5.50% 02/01/2043	50,905	52,128	
	790,000	Lehman Brothers Holdings, Inc. 6.50% 07/19/2017	780,169	8	
	480,000	M&T Bank Corp. Jr Subordinated 6.875% 06/15/2016	482,932	480,000	
	950,000	MetLife, Inc. Jr Subordinated 6.40% 12/15/2066	989,733	1,037,875	
	110,000	MetLife, Inc. Sr Unsecured 4.75% 02/08/2021	109,985	120,398	
	40,000	Morgan Stanley Sr Unsecured 4.75% 03/22/2017	39,981	41,433	
	700,000	Morgan Stanley Sr Unsecured 5.50% 07/24/2020	771,485	778,831	
	200,000	Morgan Stanley Sr Unsecured 6.625% 04/01/2018	218,772	219,306	
	420,000	Nationwide Building Society Sr Unsecured 144A 3.90% 07/21/2025	418,475	433,227	
	120,000	Progress Energy, Inc. Sr Unsecured 4.40% 01/15/2021	119,330	126,926	
	30,000	Royal Bank of Scotland Group PLC Jr Subordinated 7.648% 09/30/2031	27,280	37,163	
	1,190,000	Royal Bank of Scotland Group PLC Subordinated 5.125% 05/28/2024	1,213,945	1,205,654	
	80,000	Royal Bank of Scotland Group PLC Subordinated 6.00% 12/19/2023	85,559	86,161	
	230,000	Royal Bank of Scotland Group PLC Subordinated 6.10% 06/10/2023	228,271	247,122	
	150,000	Royal Bank of Scotland Group PLC Subordinated 6.125% 12/15/2022	161,510	163,305	
	100,000	Royal Bank of Scotland N.V. Company Guarantee 4.65% 06/04/2018	103,662	103,106	
	50,000	SESI LLC Company Guarantee 7.125% 12/15/2021	50,000	44,500	
	1,150,000	Standard Chartered PLC Subordinated 144A 5.70% 03/26/2044	1,206,272	1,150,928	
	280,000	State Street Corp. Jr Subordinated 4.956% 03/15/2018	283,423	293,777	
	500,000	Teachers Insurance & Annuity Association of America Subordinated 144A 4.90% 09/15/2044	527,442	505,043	
	180,000	Teachers Insurance & Annuity Association of America Subordinated 144A 6.85% 12/16/2039	185,305	222,548	
	440,000	UBS Group Funding Jersey Ltd. Company Guarantee 144A 4.125% 09/24/2025	439,196	439,426	
	40,000	Voya Financial, Inc. Company Guarantee 2.90% 02/15/2018	40,110	40,432	
	80,000	Wells Fargo & Co. Sr Unsecured 1.50% 01/16/2018	79,941	79,659	
	30,000	Wells Fargo & Co. Sr Unsecured 3.676% 06/15/2016	30,000	30,375	
	50,000	Wells Fargo & Co. Sr Unsecured 4.60% 04/01/2021	52,199	54,507	
	1,230,000	Wells Fargo & Co. Subordinated 4.30% 07/22/2027	1,227,255	1,256,487	
	1,586,000	Wells Fargo & Co. Subordinated 4.48% 01/16/2024	1,659,318	1,668,099	
	410,000	Wells Fargo & Co. Subordinated 4.65% 11/04/2044	434,517	398,880	
	350,000	Wells Fargo & Co. Subordinated 4.90% 11/17/2045	347,338	353,121	
	130,000	Wells Fargo & Co. Subordinated 5.375% 11/02/2043	129,627	139,132	
	410,000	Wells Fargo & Co. Subordinated Series M 3.45% 02/13/2023	396,959	410,966	
		Total Financials	8.47%	46,840,904	46,210,178

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
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Principal Amount†		Cost	Fair Value
<u>Corporate Bonds (continued)</u>			
<i>Health Care</i>			
\$	120,000 AbbVie, Inc. Sr Unsecured 1.75% 11/06/2017	\$ 119,979	\$ 119,767
	80,000 AbbVie, Inc. Sr Unsecured 2.90% 11/06/2022	79,486	77,395
	440,000 AbbVie, Inc. Sr Unsecured 4.50% 05/14/2035	433,120	431,023
	300,000 Access Midstream Partners L.P. / ACMP Finance Corp. Company Guarantee 4.875% 05/15/2023	302,382	243,199
	120,000 ACE INA Holdings, Inc. Company Guarantee 2.30% 11/03/2020	119,935	119,137
	160,000 ACE INA Holdings, Inc. Company Guarantee 3.35% 05/03/2026	159,677	159,510
	30,000 Amgen, Inc. Sr Unsecured 3.625% 05/22/2024	29,957	29,989
	490,000 Amgen, Inc. Sr Unsecured 5.375% 05/15/2043	537,174	520,581
	230,000 Ardagh Packaging Finance PLC / Ardagh Holdings USA, Inc. Company Guarantee 144A 6.25% 01/31/2019	232,485	220,800
	180,000 Baxalta, Inc. Sr Unsecured 144A 5.25% 06/23/2045	181,075	180,607
	180,000 Becton Dickinson & Co. Sr Unsecured 3.734% 12/15/2024	187,167	181,535
	80,000 Becton Dickinson & Co. Sr Unsecured 4.685% 12/15/2044	79,012	80,713
	70,000 Celgene Corp. Sr Unsecured 3.55% 08/15/2022	69,820	70,680
	300,000 Celgene Corp. Sr Unsecured 3.625% 05/15/2024	298,982	295,050
	820,000 Celgene Corp. Sr Unsecured 3.875% 08/15/2025	812,482	816,679
	660,000 Celgene Corp. Sr Unsecured 5.00% 08/15/2045	659,286	662,566
	150,000 Celgene Corp. Sr Unsecured 5.25% 08/15/2043	153,787	153,263
	120,000 Celulosa Arauco y Constitucion S.A. Sr Unsecured 4.75% 01/11/2022	120,728	122,134
	290,000 DaVita HealthCare Partners, Inc. Company Guarantee 5.00% 05/01/2025	290,093	279,850
	290,000 DaVita HealthCare Partners, Inc. Company Guarantee 5.125% 07/15/2024	290,469	290,000
	190,000 Gilead Sciences, Inc. Sr Unsecured 3.65% 03/01/2026	190,336	191,611
	480,000 Gilead Sciences, Inc. Sr Unsecured 3.70% 04/01/2024	492,045	491,673
	400,000 Gilead Sciences, Inc. Sr Unsecured 4.50% 02/01/2045	405,438	391,266
	130,000 Gilead Sciences, Inc. Sr Unsecured 4.75% 03/01/2046	131,861	131,563
	390,000 HCA, Inc. Company Guarantee 5.375% 02/01/2025	397,138	385,125
	250,000 HCA, Inc. Company Guarantee 5.875% 02/15/2026	250,842	250,937
	190,000 Humana, Inc. Sr Unsecured 3.15% 12/01/2022	189,729	184,696
	50,000 Humana, Inc. Sr Unsecured 4.625% 12/01/2042	50,779	46,987
	170,000 Humana, Inc. Sr Unsecured 7.20% 06/15/2018	174,403	190,216
	140,000 Mallinckrodt International Finance S.A. / Mallinckrodt CB LLC Company Guarantee 144A 4.875% 04/15/2020	129,281	134,750
	20,000 Mallinckrodt International Finance S.A. / Mallinckrodt CB LLC Company Guarantee 144A 5.625% 10/15/2023	17,076	19,000
1,180,000	Medtronic, Inc. Company Guarantee 3.50% 03/15/2025	1,194,574	1,189,641
	80,000 Medtronic, Inc. Sr Unsecured 4.45% 03/15/2020	80,268	86,144
	150,000 Merck & Co., Inc. Sr Unsecured 2.75% 02/10/2025	149,772	146,026
	10,000 Pfizer, Inc. Sr Unsecured 7.20% 03/15/2039	13,021	13,772
	50,000 Regency Energy Partners L.P. / Regency Energy Finance Corp. Company Guarantee 4.50% 11/01/2023	50,000	43,257
	128,000 Regency Energy Partners L.P. / Regency Energy Finance Corp. Company Guarantee 5.875% 03/01/2022	130,067	120,648
	10,000 Telefonica Emisiones SAU Company Guarantee 5.877% 07/15/2019	10,030	10,990
	60,000 Telefonica Emisiones SAU Company Guarantee 6.221% 07/03/2017	59,228	63,766
	150,000 Tenet Healthcare Corp. Sr Unsecured 6.75% 06/15/2023	141,462	139,125
	270,000 Tenet Healthcare Corp. Sr Unsecured 8.125% 04/01/2022	265,848	269,325
	80,000 Thermo Fisher Scientific, Inc. Sr Unsecured 3.60% 08/15/2021	79,907	81,235
	690,000 Time Warner, Inc. Company Guarantee 7.70% 05/01/2032	913,632	861,232
	15,775 UAL 2009-2A Pass Through Trust Series 09-2 9.75% 07/15/2018	15,761	16,642
	200,000 UnitedHealth Group, Inc. Sr Unsecured 2.75% 02/15/2023	202,366	196,044
	70,000 UnitedHealth Group, Inc. Sr Unsecured 3.375% 11/15/2021	69,760	72,353
	320,000 UnitedHealth Group, Inc. Sr Unsecured 3.75% 07/15/2025	319,165	329,880
	230,000 UnitedHealth Group, Inc. Sr Unsecured 4.75% 07/15/2045	233,716	242,257
	480,000 Valeant Pharmaceuticals International, Inc. Company Guarantee 144A 5.375% 03/15/2020	480,000	451,200
	450,000 Valeant Pharmaceuticals International, Inc. Company Guarantee 144A 7.50% 07/15/2021	483,391	448,875
	520,000 Wyeth LLC Company Guarantee 5.95% 04/01/2037	601,868	618,297
	450,000 Zimmer Biomet Holdings, Inc. Sr Unsecured 4.45% 08/15/2045	413,194	413,829
	Total Health Care	2.44% 13,493,054	13,286,840

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<b><u>Corporate Bonds (continued)</u></b>			
<b><u>Industrials</u></b>			
\$	190,000 Actavis Funding SCS Company Guarantee 3.45% 03/15/2022	\$ 189,758	\$ 190,207
	430,000 Actavis Funding SCS Company Guarantee 3.80% 03/15/2025	435,209	427,804
	110,000 Actavis Funding SCS Company Guarantee 4.55% 03/15/2035	112,149	106,904
	540,000 Actavis Funding SCS Company Guarantee 4.75% 03/15/2045	534,200	526,524
	790,000 AerCap Ireland Capital Ltd. / AerCap Global Aviation Trust Company Guarantee 3.75% 05/15/2019	788,797	789,012
	260,000 Barrick North America Finance LLC Company Guarantee 4.40% 05/30/2021	261,362	233,462
	320,000 Boeing Co. Sr Unsecured 4.875% 02/15/2020	328,857	356,389
	60,000 CCO Safari II LLC Sr Secured 144A 6.384% 10/23/2035	60,000	60,620
	590,000 CCO Safari II LLC Sr Secured 144A 6.484% 10/23/2045	600,436	590,967
	780,000 Credit Suisse Group Funding Guernsey Ltd. Company Guarantee 144A 4.875% 05/15/2045	774,063	769,147
	280,000 Daimler Finance North America LLC Company Guarantee 144A 2.625% 09/15/2016	279,729	282,422
	581,120 Delta Air Lines 2007-1 Class A Pass Through Trust Series 071A 6.821% 02/10/2024	673,798	669,334
	100,000 Eaton Corp. Company Guarantee 1.50% 11/02/2017	99,818	99,369
	860,000 Eaton Corp. Company Guarantee 2.75% 11/02/2022	844,177	832,172
	110,000 Eaton Corp. Company Guarantee 4.15% 11/02/2042	110,819	101,434
	180,000 Florida East Coast Holdings Corp. Sr Secured 144A 6.75% 05/01/2019	183,658	164,700
	670,000 General Electric Capital Corp. Company Guarantee 6.375% 11/15/2067	671,065	699,681
	439,000 General Electric Capital Corp. Company Guarantee 6.875% 01/10/2039	610,259	598,389
	315,000 General Electric Capital Corp. Sr Unsecured 3.15% 09/07/2022	313,950	322,398
	50,000 General Electric Capital Corp. Sr Unsecured 4.375% 09/16/2020	50,783	54,279
	104,000 General Electric Capital Corp. Sr Unsecured 4.625% 01/07/2021	103,595	114,231
	106,000 General Electric Capital Corp. Sr Unsecured 4.65% 10/17/2021	115,490	117,360
	200,000 General Electric Capital Corp. Sr Unsecured 6.00% 08/07/2019	199,904	226,568
	80,000 General Electric Co. Sr Unsecured 4.50% 03/11/2044	79,293	82,331
	10,000 Hess Corp. Sr Unsecured 7.30% 08/15/2031	11,043	9,928
	480,000 International Lease Finance Corp. Sr Secured 144A 6.75% 09/01/2016	481,488	493,200
	120,000 Lockheed Martin Corp. Sr Unsecured 3.10% 01/15/2023	121,042	119,921
	330,000 Lockheed Martin Corp. Sr Unsecured 3.55% 01/15/2026	327,931	331,161
	280,000 Navient Corp. Sr Unsecured 8.00% 03/25/2020	279,880	276,640
	100,000 NBCUniversal Enterprise, Inc. Company Guarantee 144A 1.974% 04/15/2019	100,530	99,938
	170,000 Time Warner Entertainment Co. L.P. Company Guarantee 8.375% 07/15/2033	189,468	200,550
	90,000 Transocean, Inc. Company Guarantee 5.80% 12/15/2016	92,645	87,300
	220,000 United Rentals North America, Inc. Company Guarantee 5.75% 11/15/2024	224,753	217,800
	120,000 United Technologies Corp. Sr Unsecured 4.50% 06/01/2042	118,988	120,844
	730,000 Wachovia Capital Trust III Limited Guarantee 5.57% 02/01/2016	713,116	703,172
	110,000 Waste Management, Inc. Company Guarantee 3.50% 05/15/2024	109,762	110,882
	80,000 Waste Management, Inc. Company Guarantee 7.375% 05/15/2029	96,774	103,708
	830,000 Wells Fargo Bank NA Subordinated 6.00% 11/15/2017	849,362	895,177
	220,000 West Corp. Company Guarantee 144A 5.375% 07/15/2022	216,728	189,750
	40,000 WM Wrigley Jr Co. Sr Unsecured 144A 2.40% 10/21/2018	39,957	40,107
	160,000 WM Wrigley Jr Co. Sr Unsecured 144A 2.90% 10/21/2019	160,538	161,481
	150,000 WM Wrigley Jr Co. Sr Unsecured 144A 3.375% 10/21/2020	149,937	152,922
	120,000 WPP Finance 2010 Company Guarantee 5.125% 09/07/2042	113,412	113,161
	Total Industrials	2.36% 12,818,523	12,843,346
<b><u>Information Technology</u></b>			
	90,000 Activision Blizzard, Inc. Company Guarantee 144A 5.625% 09/15/2021	90,426	94,275
	990,000 Anheuser-Busch InBev Worldwide, Inc. Company Guarantee 2.50% 07/15/2022	968,409	952,463
	60,000 Anheuser-Busch InBev Worldwide, Inc. Company Guarantee 5.00% 04/15/2020	60,647	65,675
	110,000 Anheuser-Busch InBev Worldwide, Inc. Company Guarantee 5.375% 01/15/2020	109,668	121,721
	1,180,000 CNOOC Finance 2015 USA LLC Company Guarantee 3.50% 05/05/2025	1,167,462	1,123,178
	170,000 ConocoPhillips Holding Co. Sr Unsecured 6.95% 04/15/2029	187,093	194,716
	310,000 CSC Holdings LLC Sr Unsecured 6.75% 11/15/2021	329,251	304,575

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
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Principal Amount†		Cost	Fair Value
<b><u>Corporate Bonds (continued)</u></b>			
<b><u>Information Technology (continued)</u></b>			
\$	270,000 Enterprise Products Operating LLC Company Guarantee Series A 8.375% 08/01/2066	\$ 275,261	\$ 241,650
	200,000 Fiat Chrysler Automobiles N.V. Sr Unsecured 4.50% 04/15/2020	202,764	202,500
	560,000 First Data Corp. Company Guarantee 144A 7.00% 12/01/2023	560,000	560,000
	546,000 First Data Corp. Sr Unsecured 144A 5.375% 08/15/2023	549,076	548,730
	20,000 Fresenius Medical Care US Finance II, Inc. Company Guarantee 144A 4.125% 10/15/2020	20,000	20,200
	90,000 Fresenius Medical Care US Finance II, Inc. Company Guarantee 144A 5.875% 01/31/2022	93,735	96,300
	110,000 Fresenius Medical Care US Finance, Inc. Company Guarantee 144A 5.75% 02/15/2021	113,756	117,700
	170,000 HCA, Inc. Company Guarantee 7.50% 02/15/2022	193,710	188,275
	190,000 HCA, Inc. Sr Secured 4.25% 10/15/2019	190,967	193,800
	20,000 HCA, Inc. Sr Secured 5.875% 03/15/2022	20,661	21,100
	200,000 HSBC Bank PLC Sr Unsecured 144A 4.75% 01/19/2021	199,902	220,302
	420,000 ING Bank N.V. Subordinated 144A 5.80% 09/25/2023	424,810	456,317
	70,000 Intel Corp. Sr Unsecured 3.70% 07/29/2025	69,899	72,405
	120,000 Intel Corp. Sr Unsecured 4.90% 07/29/2045	123,639	126,835
	100,000 Lloyds Bank PLC Company Guarantee 144A 6.50% 09/14/2020	100,837	114,028
	250,000 Lloyds Banking Group PLC Subordinated 4.50% 11/04/2024	248,721	253,782
	70,000 Micron Technology, Inc. Sr Unsecured 5.50% 02/01/2025	68,444	60,900
	110,000 Micron Technology, Inc. Sr Unsecured 144A 5.625% 01/15/2026	102,677	95,150
	20,000 National Semiconductor Corp. Sr Unsecured 6.60% 06/15/2017	20,206	21,493
	200,000 Numericable-SFR Sr Secured 144A 6.00% 05/15/2022	200,000	194,000
	330,000 Numericable-SFR Sr Secured 144A 6.25% 05/15/2024	335,720	318,450
	250,000 Oracle Corp. Sr Unsecured 1.20% 10/15/2017	249,718	250,133
	910,000 Visa, Inc. Sr Unsecured 3.15% 12/14/2025	906,683	911,125
	180,000 Visa, Inc. Sr Unsecured 4.30% 12/14/2045	181,704	182,621
	300,000 WEA Finance LLC / Westfield UK & Europe Finance PLC Company Guarantee 144A 3.75% 09/17/2024	299,006	298,325
	500,000 WEA Finance LLC / Westfield UK & Europe Finance PLC Company Guarantee 144A 4.75% 09/17/2044	509,762	489,897
	Total Information Technology	1.67% 9,174,614	9,112,621
<b><u>Materials</u></b>			
	200,000 ArcelorMittal Sr Unsecured 6.125% 06/01/2025	180,639	145,500
	130,000 ArcelorMittal Sr Unsecured 6.50% 03/01/2021	116,269	104,636
	110,000 ArcelorMittal Sr Unsecured 7.25% 02/25/2022	113,417	88,550
	160,000 ArcelorMittal Sr Unsecured 8.00% 10/15/2039	126,436	109,200
	40,000 Axiall Corp. Company Guarantee 4.875% 05/15/2023	37,215	36,000
	164,000 Barrick Gold Corp. Sr Unsecured 4.10% 05/01/2023	160,535	140,689
	130,000 Barrick Gold Corp. Sr Unsecured 6.95% 04/01/2019	146,581	133,002
	760,000 Bharti Airtel Ltd. Sr Unsecured 144A 4.375% 06/10/2025	756,434	742,741
	500,000 Compass Bank Subordinated 3.875% 04/10/2025	483,880	458,285
	40,000 Ecolab, Inc. Sr Unsecured 4.35% 12/08/2021	40,642	42,711
	200,000 Ensco PLC Sr Unsecured 4.70% 03/15/2021	183,217	161,036
	10,000 Ensco PLC Sr Unsecured 5.20% 03/15/2025	7,077	7,117
	100,000 Freeport-McMoRan, Inc. Company Guarantee 3.55% 03/01/2022	94,859	58,000
	250,000 Freeport-McMoRan, Inc. Company Guarantee 4.00% 11/14/2021	249,808	150,000
	180,000 GlaxoSmithKline Capital PLC Company Guarantee 2.85% 05/08/2022	177,906	181,398
	450,000 Glencore Funding LLC Company Guarantee 144A 2.50% 01/15/2019	445,462	375,750
	1,070,000 Glencore Funding LLC Company Guarantee 144A 2.875% 04/16/2020	1,069,747	834,600
	20,000 Goldman Sachs Group, Inc. Sr Unsecured 2.90% 07/19/2018	20,061	20,391
	490,000 Goldman Sachs Group, Inc. Sr Unsecured 5.375% 03/15/2020	518,165	538,286
	210,000 Goldman Sachs Group, Inc. Sr Unsecured Series D 6.00% 06/15/2020	220,487	237,323
	270,000 Hexion, Inc. Sr Secured 6.625% 04/15/2020	233,785	209,925
	200,000 Nordea Bank AB Subordinated 144A 4.25% 09/21/2022	205,466	204,874
	400,000 Nordea Bank AB Subordinated 144A 4.875% 05/13/2021	398,826	431,669
	1,080,000 OCP S.A. Sr Unsecured 144A 4.50% 10/22/2025	1,048,657	1,004,538

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
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Principal Amount†		Cost	Fair Value
<b><u>Corporate Bonds (continued)</u></b>			
<b><i>Materials (continued)</i></b>			
\$	10,000 Potash Corp. of Saskatchewan, Inc. Sr Unsecured 4.875% 03/30/2020	\$ 10,336	\$ 10,841
	380,000 Rio Tinto Finance USA Ltd. Company Guarantee 3.75% 09/20/2021	390,222	369,373
	60,000 Rio Tinto Finance USA Ltd. Company Guarantee 4.125% 05/20/2021	59,700	60,085
	20,000 Rio Tinto Finance USA PLC Company Guarantee 2.25% 12/14/2018	20,058	19,501
	60,000 Rock-Tenn Co. Company Guarantee 3.50% 03/01/2020	59,788	60,601
	20,000 Rock-Tenn Co. Company Guarantee 4.00% 03/01/2023	19,897	20,068
	400,000 Southern Copper Corp. Sr Unsecured 5.25% 11/08/2042	393,162	288,692
	Total Materials	1.33% 7,988,734	7,245,382
<b><i>Telecommunication Services</i></b>			
	100,000 America Movil S.A.B. de C.V. Company Guarantee 5.00% 03/30/2020	99,687	108,513
	130,000 America Movil S.A.B. de C.V. Company Guarantee 5.625% 11/15/2017	129,201	138,717
	90,000 AT&T, Inc. Sr Unsecured 2.625% 12/01/2022	89,949	85,328
	1,210,000 AT&T, Inc. Sr Unsecured 3.40% 05/15/2025	1,211,399	1,162,919
	550,000 AT&T, Inc. Sr Unsecured 3.875% 08/15/2021	572,984	567,420
	480,000 AT&T, Inc. Sr Unsecured 4.35% 06/15/2045	429,854	410,626
	30,000 AT&T, Inc. Sr Unsecured 4.45% 05/15/2021	32,497	31,931
	30,000 AT&T, Inc. Sr Unsecured 5.50% 02/01/2018	32,064	32,070
	290,000 AT&T, Inc. Sr Unsecured 5.55% 08/15/2041	327,108	291,412
	800,000 BPCE S.A. Subordinated 144A 5.15% 07/21/2024	829,518	806,723
	170,000 British Telecommunications PLC Sr Unsecured 9.625% 12/15/2030	204,717	248,056
	60,000 CenturyLink, Inc. Sr Unsecured 5.625% 04/01/2025	60,000	50,700
	150,000 CenturyLink, Inc. Sr Unsecured Series Q 6.15% 09/15/2019	159,546	153,000
	220,000 CenturyLink, Inc. Sr Unsecured Series T 5.80% 03/15/2022	215,303	201,630
	90,000 CenturyLink, Inc. Sr Unsecured Series V 5.625% 04/01/2020	92,887	88,987
	70,000 Hyundai Capital America Sr Unsecured 144A 2.125% 10/02/2017	69,965	69,585
	70,000 Rogers Communications, Inc. Company Guarantee 6.80% 08/15/2018	71,114	78,128
	290,000 Sprint Capital Corp. Company Guarantee 8.75% 03/15/2032	299,721	217,500
	230,000 Sprint Communications, Inc. Company Guarantee 144A 9.00% 11/15/2018	255,696	242,075
	290,000 Sprint Corp. Company Guarantee 7.25% 09/15/2021	221,890	218,863
	280,000 Sprint Corp. Company Guarantee 7.625% 02/15/2025	280,117	204,400
	360,000 Sprint Corp. Company Guarantee 7.875% 09/15/2023	374,035	270,360
	20,000 Verizon Communications, Inc. Sr Unsecured 2.45% 11/01/2022	19,992	18,932
	110,000 Verizon Communications, Inc. Sr Unsecured 4.50% 09/15/2020	118,897	118,185
	660,000 Verizon Communications, Inc. Sr Unsecured 5.15% 09/15/2023	701,436	725,555
	284,000 Verizon Communications, Inc. Sr Unsecured 6.40% 09/15/2033	298,236	323,555
	2,504,000 Verizon Communications, Inc. Sr Unsecured 6.55% 09/15/2043	3,150,060	2,972,774
	Total Telecommunication Services	1.80% 10,347,873	9,837,944
<b><i>Utilities</i></b>			
	120,000 AES Corp. Sr Unsecured 4.875% 05/15/2023	117,610	105,000
	580,000 AES Corp. Sr Unsecured 5.50% 03/15/2024	564,625	517,650
	160,000 Calpine Corp. Sr Secured 144A 5.875% 01/15/2024	165,516	164,000
	160,000 Duke Energy Carolinas LLC 5.30% 02/15/2040	164,908	183,586
	80,000 FirstEnergy Corp. Sr Unsecured Series A 2.75% 03/15/2018	79,996	80,364
	720,000 FirstEnergy Corp. Sr Unsecured Series B 4.25% 03/15/2023	731,848	732,522
	1,220,000 FirstEnergy Corp. Sr Unsecured Series C 7.375% 11/15/2031	1,350,469	1,485,939
	210,000 Intelsat Jackson Holdings S.A. Company Guarantee 5.50% 08/01/2023	194,840	164,850
	505,000 Intelsat Jackson Holdings S.A. Company Guarantee 7.50% 04/01/2021	502,376	439,350

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<b><u>Corporate Bonds (continued)</u></b>			
<b><u>Utilities (continued)</u></b>			
\$	300,000 Pacific Gas & Electric Co. Sr Unsecured 5.40% 01/15/2040	\$ 296,641	\$ 338,898
	840,000 Pacific Gas & Electric Co. Sr Unsecured 6.05% 03/01/2034	1,041,932	989,722
	30,000 Pacific Gas & Electric Co. Sr Unsecured 8.25% 10/15/2018	31,422	34,868
	Total Utilities	0.96% 5,242,183	5,236,749
	<b>Total Corporate Bonds</b>	<b>26.85% 153,435,388</b>	<b>146,343,883</b>
<b><u>Floating Rate Loans</u></b>			
<b><u>Consumer Discretionary</u></b>			
	437,168 1011778 B.C. Unlimited Liability Company Term Loan B2 3.75% 12/12/2021	435,549	434,162
	165,761 ABC Supply Co., Inc. Term Loan 3.50% 04/16/2020	165,571	163,855
	376,082 Academy, Ltd. 2015 Term Loan B 5.00% 07/01/2022	374,311	361,666
	55,592 Hilton Worldwide Finance, LLC USD Term Loan B2 3.50% 10/26/2020	55,392	55,425
	324,848 Landry's, Inc. Term Loan B 4.00% 04/24/2018	326,898	322,716
	156,000 Michaels Stores, Inc. Term Loan B 3.75% 01/28/2020	156,769	154,167
	397,975 Neiman Marcus Group, Inc. 2020 Term Loan 4.25% 10/25/2020	397,512	351,275
	414,656 Party City Holdings Inc. 2015 Term Loan B 4.25% 08/19/2022	413,663	402,087
	457,700 PetSmart, Inc. Term Loan B 4.25% 03/11/2022	458,810	445,256
	595,000 Staples, Inc. Term Loan B 3.50% 04/07/2021	595,744	587,265
	248,015 Univision Communications, Inc. Term Loan C3 4.00% 03/01/2020	247,155	242,383
	512,892 Univision Communications, Inc. Term Loan C4 4.00% 03/01/2020	512,666	501,459
	129,426 Ziggo Financing Partnership USD Term Loan B1 3.50% 01/15/2022	128,964	125,442
	83,404 Ziggo Financing Partnership USD Term Loan B2A 3.50% 01/15/2022	83,107	80,837
	137,170 Ziggo Financing Partnership USD Term Loan B3 3.50% 01/15/2022	136,681	132,948
	Total Consumer Discretionary	0.80% 4,488,792	4,360,943
<b><u>Energy</u></b>			
	1,270,000 Energy Future Intermediate Holding Co LLC DIP Term Loan 4.25% 06/19/2016	1,268,615	1,264,444
	278,575 Murray Energy Corp. Term Loan B2 7.50% 04/16/2020	270,837	177,522
	Total Energy	0.26% 1,539,452	1,441,966
<b><u>Financials</u></b>			
	294,000 Syncreon Global Finance (US) Inc. Term Loan B 5.25% 10/28/2020	292,906	238,140
	Total Financials	0.04% 292,906	238,140
<b><u>Health Care</u></b>			
	189,050 Air Medical Group Holdings, Inc. Term Loan B 4.50% 04/28/2022	188,719	182,079
	426,501 DPx Holdings B.V. 2014 USD Incremental Term Loan 4.25% 03/11/2021	425,269	410,330
	418,842 MPH Acquisition Holdings LLC Term Loan 3.75% 03/31/2021	417,855	406,975
	327,525 Valeant Pharmaceuticals International, Inc. Term Loan B F1 4.00% 04/01/2022	327,525	315,106
	Total Health Care	0.24% 1,359,368	1,314,490



**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<b><u>Floating Rate Loans (continued)</u></b>			
<b>Industrials</b>			
\$	148,864 Brickman Group Ltd. LLC 1st Lien Term Loan 4.00% 12/18/2020	\$ 148,635	\$ 144,002
	156,400 Gardner Denver, Inc. USD Term Loan 4.25% 07/30/2020	155,857	140,369
	Total Industrials	0.05% 304,492	284,371
<b>Information Technology</b>			
	125,000 First Data Corporation New 2018 Extended Term Loan 3.50% 03/24/2018	125,118	123,170
	200,000 First Data Corporation New 2018 Term Loan 3.50% 09/24/2018	200,309	197,200
	Total Information Technology	0.06% 325,427	320,370
<b>Materials</b>			
	195,455 Consolidated Container Company LLC New Term Loan 5.00% 07/03/2019	196,110	177,375
	391,000 FMG Resources (August 2006) Pty Ltd. New Term Loan B 4.25% 06/30/2019	393,652	290,643
	Total Materials	0.09% 589,762	468,018
<b>Telecommunication Services</b>			
	538,829 Virgin Media Investment Holdings Limited USD Term Loan F 3.50% 06/30/2023	537,684	526,556
	Total Telecommunication Services	0.10% 537,684	526,556
	<b>Total Floating Rate Loans</b>	<b>1.64% 9,437,883</b>	<b>8,954,854</b>
<b><u>Foreign Government</u></b>			
<b>Brazil</b>			
BRL	3,075,850 Brazil Notas do Tesouro Nacional 6.00% 08/15/2050	1,189,624	671,668
BRL	9,345,000 Brazil Notas do Tesouro Nacional 10.00% 01/01/2017	3,410,860	2,248,516
	500,000 Brazilian Government International Bond Sr Unsecured 5.00% 01/27/2045	418,221	333,750
	960,000 Brazilian Government International Bond Sr Unsecured 5.625% 01/07/2041	891,664	696,000
	Total Brazil	0.72% 5,910,369	3,949,934
<b>Colombia</b>			
	700,000 Colombia Government International Bond Sr Unsecured 5.625% 02/26/2044	738,725	638,750
	Total Colombia	0.12% 738,725	638,750
<b>Indonesia</b>			
	660,000 Indonesia Government International Bond Sr Unsecured REGS 3.75% 04/25/2022	638,229	632,215
	Total Indonesia	0.12% 638,229	632,215

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<b><u>Foreign Government (continued)</u></b>			
<b>Mexico</b>			
MXN \$ 86,353,000	Mexican Bonos 6.50% 06/09/2022	\$ 6,433,654	\$ 5,155,672
MXN 69,726,300	Mexican Bonos Sr Unsecured 7.75% 11/13/2042	5,604,958	4,420,816
680,000	Mexico Government International Bond Sr Unsecured 3.60% 01/30/2025	676,527	662,660
1,280,000	Mexico Government International Bond Sr Unsecured 5.55% 01/21/2045	1,353,965	1,312,000
	Total Mexico	2.12% 14,069,104	11,551,148
<b>Peru</b>			
490,000	Peruvian Government International Bond Sr Unsecured 5.625% 11/18/2050	552,092	499,800
90,000	Peruvian Government International Bond Sr Unsecured 6.55% 03/14/2037	111,813	103,950
	Total Peru	0.11% 663,905	603,750
<b>Poland</b>			
PLN 15,790,000	Poland Government Bond 3.25% 07/25/2025	4,321,146	4,140,098
850,000	Poland Government International Bond Sr Unsecured 4.00% 01/22/2024	878,861	889,211
	Total Poland	0.92% 5,200,007	5,029,309
<b>Portugal</b>			
410,000	Portugal Government International Bond Unsecured 144A 5.125% 10/15/2024	412,068	416,888
	Total Portugal	0.08% 412,068	416,888
<b>Russia</b>			
130,900	Russian Foreign Bond - Eurobond Sr Unsecured 144A 7.50% 03/31/2030	147,421	156,829
400,000	Russian Foreign Bond - Eurobond Sr Unsecured REGS 4.50% 04/04/2022	395,261	402,382
63,665	Russian Foreign Bond - Eurobond Sr Unsecured REGS 7.50% 03/31/2030	73,993	76,276
	Total Russia	0.12% 616,675	635,487
<b>Turkey</b>			
230,000	Turkey Government International Bond Sr Unsecured 4.875% 04/16/2043	227,389	202,400
490,000	Turkey Government International Bond Sr Unsecured 5.75% 03/22/2024	511,816	517,695
	Total Turkey	0.12% 739,205	720,095
	<b>Total Foreign Government</b>	<b>4.43% 28,988,287</b>	<b>24,177,576</b>
<b><u>Asset-Backed Securities</u></b>			
1,579,853	Airspeed Ltd. Series 2007-1A, Class G1, 144A .601% 06/15/2032	1,315,154	1,304,036
100,000	Avis Budget Rental Car Funding AESOP LLC Series 2013-1A, Class A, 144A 1.92% 09/20/2019	99,976	99,250
150,000	Avis Budget Rental Car Funding AESOP LLC Series 2013-2A, Class A, 144A 2.97% 02/20/2020	149,984	152,660
1,320,000	Community Funding CLO Series 2015-1A, Class A, 144A 5.75% 11/01/2027	1,320,000	1,320,000
456,776	Encore Credit Receivables Trust Series 2005-3, Class M2 .912% 10/25/2035	441,177	447,978
500,000	Federal National Mortgage Association 3.50% 01/01/2046	515,078	515,063
500,000	Federal National Mortgage Association 3.50% 01/01/2046	514,297	514,147
150,000	Greenpoint Manufactured Housing Pass-Through Certificates Series 2001-2, Class IA2 3.793% 02/20/2032	131,380	137,811
225,000	Greenpoint Manufactured Housing Pass-Through Certificates Series 2001-2, Class IIA2 3.697% 03/13/2032	197,004	204,067

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
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Principal Amount†		Cost	Fair Value
<b><u>Asset-Backed Securities (continued)</u></b>			
\$	160,000 Hertz Vehicle Financing LLC Series 2013-1A, Class A2, 144A 1.83% 08/25/2019	\$ 159,959	\$ 157,877
	2,397,601 JG Wentworth XXXV LLC Series 2015-2A, Class A, 144A 3.87% 03/15/2058	2,395,752	2,370,781
	2,432,292 MASTR Asset Backed Securities Trust Series 2007-NCW, Class A1, 144A .722% 05/25/2037	2,221,662	2,167,101
	300,000 SLM Student Loan Trust Series 2003-11, Class A6, 144A 1.262% 12/15/2025	286,044	289,500
	1,560,000 SLM Student Loan Trust Series 2006-2, Class A6 .49% 01/25/2041	1,351,056	1,362,296
	1,370,000 SLM Student Loan Trust Series 2008-5, Class A4 2.02% 07/25/2023	1,384,127	1,378,087
	1,529,276 SLM Student Loan Trust Series 2012-3, Class A 1.072% 12/26/2025	1,477,818	1,477,364
	488,690 SLM Student Loan Trust Series 2013-M1, Class M1, 144A 3.50% 10/28/2029	481,044	477,938
	290,682 United States Small Business Administration Series 2013-20J, Class 1 3.37% 10/01/2033	303,530	301,963
	107,160 United States Small Business Administration Series 2015-20B, Class 1 2.46% 02/01/2035	107,160	106,625
	225,320 United States Small Business Administration Series 2015-20D, Class 1 2.51% 04/01/2035	225,320	224,409
	<b>Total Asset-Backed Securities</b>	<b>2.75% 15,077,522</b>	<b>15,008,953</b>
<b><u>Collateralized Mortgage Obligations</u></b>			
	406,648 Alternative Loan Trust Series 2005-38, Class A3 .772% 09/25/2035	333,955	338,064
	478,233 Alternative Loan Trust Series 2006-OA22, Class A1 .582% 02/25/2047	335,257	397,623
	339,459 Banc of America Funding Corp. Series 2005-F, Class 2A1 2.927% 09/20/2035	285,215	257,953
	682,942 Banc of America Funding Corp. Series 2015-R3, Class 3A1, 144A 1.003% 04/29/2047	662,938	664,024
	2,980,000 Banc of America Funding Corp. Series 2015-R4, Class 4A2, 144A 4.50% 01/01/2030	2,980,000	2,888,752
	630,000 BCAP LLC Trust Series 2015-RR2, Class 2A1, 144A .441% 07/28/2034	601,649	602,784
	269,290 Bear Stearns Adjustable Rate Mortgage Trust Series 2005-6, Class 3A1 2.723% 08/25/2035	239,064	243,079
	791,300 Chevy Chase Funding LLC Mortgage-Backed Certificates Series 2004-3A, Class A1, 144A .672% 08/25/2035	717,983	708,332
	179,092 Citigroup Mortgage Loan Trust, Inc. Series 2005-5, Class 1A5 2.316% 08/25/2035	142,661	150,212
	1,492,830 CSMC Series 2015-3R, Class 2A1, 144A .387% 01/29/2037	1,435,191	1,395,873
	1,125,900 CSMC Series 2015-8R, Class 2A1, 144A 4.50% 06/27/2036	1,121,746	1,134,229
	1,864,155 CSMC Trust Series 2014-CIM1, Class A1, 144A 1.971% 01/25/2058	1,855,079	1,858,894
	440,000 Federal Home Loan Mortgage Corp. Series 2014-DN3, Class M3 4.422% 08/25/2024	440,000	421,458
	610,000 Federal Home Loan Mortgage Corp. Series 2014-HQ1, Class M3 4.522% 08/25/2024	610,000	582,413
	610,000 Federal Home Loan Mortgage Corp. Series 2014-HQ3, Class M3 5.172% 10/25/2024	610,132	612,247
	1,330,000 Federal Home Loan Mortgage Corp. Series 2015-DNA2, Class B 7.972% 12/25/2027	1,330,000	1,242,145
	1,530,000 Federal Home Loan Mortgage Corp. Series 2015-DNA3, Class B 9.772% 04/25/2028	1,530,000	1,496,852
	1,340,000 Federal Home Loan Mortgage Corp. Series 2015-DNA3, Class M3 5.122% 04/25/2028	1,340,000	1,319,199
	2,120,000 Federal Home Loan Mortgage Corp. Series 2015-HQ2, Class M3 3.672% 05/25/2025	2,120,000	1,936,849
	344,813 Federal Home Loan Mortgage Corp. Series 3281, Class AI, IO, REMIC 6.10% 02/15/2037	68,489	65,303
	916,108 Federal Home Loan Mortgage Corp. Series 3349, Class AS, IO, REMIC 6.17% 07/15/2037	224,986	163,738
	18,439 Federal Home Loan Mortgage Corp. Series 3621, Class SB, IO, REMIC 5.90% 01/15/2040	4,892	3,336
	798,949 Federal Home Loan Mortgage Corp. Series 3947, Class SG, IO, REMIC 5.62% 10/15/2041	218,959	135,824
	183,648 Federal Home Loan Mortgage Corp. Series 3997, Class SK, IO, REMIC 6.27% 11/15/2041	36,578	31,891
	1,337,285 Federal Home Loan Mortgage Corp. Series 4092, Class AI, IO, REMIC 3.00% 09/15/2031	120,058	154,112
	1,942,189 Federal Home Loan Mortgage Corp. Series 4096, Class PI, IO, REMIC 2.50% 08/15/2027	150,408	181,497
	70,579 Federal Home Loan Mortgage Corp. Series 4097, Class ST, IO, REMIC 5.72% 08/15/2042	17,065	11,548
	364,927 Federal Home Loan Mortgage Corp. Series 4099, Class ST, IO, REMIC 5.67% 08/15/2042	84,625	76,248
	72,369 Federal Home Loan Mortgage Corp. Series 4136, Class SE, IO, REMIC 5.82% 11/15/2042	18,498	15,248
	77,075 Federal Home Loan Mortgage Corp. Series 4136, Class SJ, IO, REMIC 5.82% 11/15/2042	19,073	15,100
	370,838 Federal Home Loan Mortgage Corp. Series 4136, Class SQ, IO, REMIC 5.82% 11/15/2042	81,014	78,833
	2,243,797 Federal Home Loan Mortgage Corp. Series 4139, Class SB, IO, REMIC 5.82% 12/15/2042	559,962	463,124
	216,096 Federal Home Loan Mortgage Corp. Series 4206, Class CZ, REMIC 3.00% 05/15/2043	184,081	204,401
	211,615 Federal Home Loan Mortgage Corp. Series 4210, Class Z, REMIC 3.00% 05/15/2043	177,157	193,534
	107,510 Federal Home Loan Mortgage Corp. Series 4226, Class GZ, REMIC 3.00% 07/15/2043	84,752	97,028
	446,808 Federal Home Loan Mortgage Corp. Series 4239, Class IO, IO, REMIC 3.50% 06/15/2027	58,880	51,515
	177,359 Federal Home Loan Mortgage Corp. Series 4310, Class SA, IO, REMIC 5.62% 02/15/2044	35,638	35,076
	358,086 Federal Home Loan Mortgage Corp. Series 4335, Class SW, IO, REMIC 5.67% 05/15/2044	77,883	72,616
	1,317,117 Federal Home Loan Mortgage Corp. Series 4415, Class IO, IO, REMIC 1.953% 04/15/2041	95,494	94,069

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<u><i>Collateralized Mortgage Obligations (continued)</i></u>			
\$	204,257 Federal Home Loan Mortgage Corp. Series R007, Class ZA, REMIC 6.00% 05/15/2036	\$ 230,528	\$ 229,107
	611,874 Federal National Mortgage Association Series 2005-29, Class ZA, REMIC 5.50% 04/25/2035	684,429	669,505
	798,690 Federal National Mortgage Association Series 2006-115, Class EI, IO, REMIC 6.218% 12/25/2036	165,882	161,599
	935,468 Federal National Mortgage Association Series 2010-100, Class SD, IO, REMIC 6.158% 09/25/2040	176,464	181,253
	371,244 Federal National Mortgage Association Series 2010-150, Class SK, IO, REMIC 6.108% 01/25/2041	76,221	66,249
	128,010 Federal National Mortgage Association Series 2011-59, Class NZ, REMIC 5.50% 07/25/2041	138,369	146,670
	583,532 Federal National Mortgage Association Series 2011-87, Class SG, IO, REMIC 6.128% 04/25/2040	104,660	98,747
	374,335 Federal National Mortgage Association Series 2011-96, Class SA, IO, REMIC 6.128% 10/25/2041	55,905	64,596
	787,166 Federal National Mortgage Association Series 2012-118, Class CI, IO, REMIC 3.50% 12/25/2039	115,529	104,142
	77,928 Federal National Mortgage Association Series 2012-128, Class SL, IO, REMIC 5.728% 11/25/2042	18,327	17,254
	156,056 Federal National Mortgage Association Series 2012-128, Class SQ, IO, REMIC 5.728% 11/25/2042	35,425	36,065
	301,489 Federal National Mortgage Association Series 2012-133, Class SA, IO, REMIC 5.728% 12/25/2042	66,427	60,916
	70,301 Federal National Mortgage Association Series 2012-28, Class B, REMIC 6.50% 06/25/2039	80,496	78,042
	188,327 Federal National Mortgage Association Series 2012-46, Class BA, REMIC 6.00% 05/25/2042	212,762	212,905
	128,108 Federal National Mortgage Association Series 2012-51, Class B, REMIC 7.00% 05/25/2042	150,031	147,050
	621,569 Federal National Mortgage Association Series 2012-70, Class HS, IO, REMIC 5.578% 07/25/2042	113,231	126,786
	63,538 Federal National Mortgage Association Series 2012-70, Class YS, IO, REMIC 6.228% 02/25/2041	12,036	10,274
	154,725 Federal National Mortgage Association Series 2012-74, Class SA, IO, REMIC 6.228% 03/25/2042	22,434	26,284
	47,576 Federal National Mortgage Association Series 2012-75, Class NS, IO, REMIC 6.178% 07/25/2042	8,880	9,417
	482,304 Federal National Mortgage Association Series 2012-93, Class SG, IO, REMIC 5.678% 09/25/2042	110,875	93,973
	80,563 Federal National Mortgage Association Series 2013-67, Class KS, IO, REMIC 5.678% 07/25/2043	16,276	17,883
	538,892 Federal National Mortgage Association Series 2013-70, Class JZ, REMIC 3.00% 07/25/2043	424,393	488,780
	312,946 Federal National Mortgage Association Series 2013-9, Class BC, REMIC 6.50% 07/25/2042	371,581	356,638
	703,919 Federal National Mortgage Association Series 2013-9, Class CB, REMIC 5.50% 04/25/2042	800,837	782,567
	1,333,186 Federal National Mortgage Association Series 2014-47, Class AI, IO, REMIC 1.964% 08/25/2044	101,100	83,409
	1,180,000 Federal National Mortgage Association Series 2014-C02, Class 1M2 3.022% 05/25/2024	1,179,665	1,036,294
	1,940,000 Federal National Mortgage Association Series 2014-C03, Class 1M2 3.422% 07/25/2024	1,937,483	1,747,878
	780,000 Federal National Mortgage Association Series 2014-C04, Class 2M2 5.422% 11/25/2024	780,000	781,647
	936,012 Federal National Mortgage Association Series 2015-37, Class ST, IO, REMIC 5.198% 06/25/2045	175,188	168,309
	483,556 Federal National Mortgage Association Series 2015-48, Class SA, IO, REMIC 5.778% 07/25/2045	116,881	117,469
	475,586 Federal National Mortgage Association Series 2015-48, Class SB, IO, REMIC 5.778% 07/25/2045	112,807	111,157
	93,885 Federal National Mortgage Association Series 2015-55, Class IO, IO, REMIC 1.742% 08/25/2055	5,504	5,876
	388,923 Federal National Mortgage Association Series 2015-56, Class AS, IO, REMIC 5.728% 08/25/2045	96,302	99,065
	390,717 Federal National Mortgage Association Series 2015-60, Class SA, IO, REMIC 5.728% 08/25/2045	92,598	90,115
	140,000 Federal National Mortgage Association Series 2015-M13, Class A2 2.71% 06/25/2025	139,182	137,881
	270,000 Federal National Mortgage Association Series 2015-M7, Class AB2 2.502% 12/25/2024	269,367	263,472
	9,847,805 Federal National Mortgage Association Series 2015-M7, Class X2, IO, 5.29% 12/25/2024	385,634	374,297
	389,245 Federal National Mortgage Association Series 409, Class C13, IO, STRIPS 3.50% 11/25/2041	78,738	81,691
	685,350 Federal National Mortgage Association Series 409, Class C17, IO, STRIPS 4.00% 11/25/2041	146,157	137,614
	720,814 Federal National Mortgage Association Series 409, Class C2, IO, STRIPS 3.00% 04/25/2027	70,728	74,604
	187,053 Federal National Mortgage Association Series 409, Class C22, IO, STRIPS 4.50% 11/25/2039	30,357	39,167
	615,000 FREMF Mortgage Trust Series 2015-K48, Class C, 144A 3.636% 08/25/2048	526,101	498,346
	45,269 Government National Mortgage Association Series 2010-31, Class GS, IO, REMIC 6.098% 03/20/2039	4,683	4,452
	79,264 Government National Mortgage Association Series 2010-42, Class BS, IO, REMIC 6.078% 04/20/2040	16,114	13,056
	76,388 Government National Mortgage Association Series 2010-85, Class HS, IO, REMIC 6.248% 01/20/2040	9,730	10,532
	486,984 Government National Mortgage Association Series 2010-H10, Class FC, REMIC 1.232% 05/20/2060	498,324	491,576
	857,655 Government National Mortgage Association Series 2010-H20, Class AF, REMIC .522% 10/20/2060	857,655	849,081
	153,172 Government National Mortgage Association Series 2011-H09, Class AF, REMIC .692% 03/20/2061	153,155	152,599
	3,187,089 Government National Mortgage Association Series 2012-34, Class SA, IO, REMIC 5.648% 03/20/2042	683,560	682,027
	2,789,174 Government National Mortgage Association Series 2012-43, Class SN, IO, REMIC 6.256% 04/16/2042	671,703	652,617
	269,279 Government National Mortgage Association Series 2012-44, Class A, REMIC 2.17% 04/16/2041	272,137	270,754
	625,232 Government National Mortgage Association Series 2012-66, Class CI, IO, REMIC 3.50% 02/20/2038	80,493	68,816
	332,971 Government National Mortgage Association Series 2014-117, Class SJ, IO, REMIC 5.198% 08/20/2044	54,959	50,936
	8,971,946 Government National Mortgage Association Series 2014-130, Class IB, IO, REMIC .952% 08/16/2054	574,279	561,570
	1,946,224 Government National Mortgage Association Series 2014-176, Class IA, IO, REMIC 4.00% 11/20/2044	535,900	313,693
	140,684 GSMPs Mortgage Loan Trust Series 2005-RP2, Class 1AF, 144A .772% 03/25/2035	131,042	120,683

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<b><u>Collateralized Mortgage Obligations (continued)</u></b>			
\$	249,992 GSR Mortgage Loan Trust Series 2004-11, Class 2A2 2.848% 09/25/2034	\$ 218,817	\$ 246,242
	324,918 IMPAC Secured Assets Corp. Series 2005-2, Class A1 .742% 03/25/2036	262,879	233,323
	1,373,686 JP Morgan Resecuritization Trust Series 2014-6, Class 1A1, 144A .431% 07/27/2036	1,315,039	1,320,415
	1,301,993 JP Morgan Resecuritization Trust Series 2014-6, Class 2A1, 144A .431% 12/27/2036	1,249,441	1,257,580
	1,264,464 JP Morgan Resecuritization Trust Series 2014-6, Class 3A1, 144A .431% 07/27/2046	1,212,991	1,186,965
	2,138,351 JP Morgan Resecuritization Trust Series 2014-6, Class 8A1, 144A .401% 10/27/2036	2,006,402	1,948,340
	289,762 La Hipotecaria Panamanian Mortgage Trust Series 2007-1GA, Class A, 144A 4.773% 12/23/2036	264,557	283,967
	368,172 Luminent Mortgage Trust Series 2006-6, Class A1 .622% 10/25/2046	262,652	313,772
	354,398 MASTR Adjustable Rate Mortgages Trust Series 2007-R5, Class A1, 144A 2.632% 11/25/2035	308,238	271,573
	1,950,119 Morgan Stanley Resecuritization Trust Series 2015-R2, Class 2A1, 144A 1.347% 12/26/2046	1,901,211	1,899,139
	2,109,399 Nomura Resecuritization Trust Series 2015-5R, Class 3A1, 144A .481% 02/26/2046	2,037,183	2,004,745
	1,148,906 Nomura Resecuritization Trust Series 2015-6R, Class 3A1, 144A .411% 05/26/2046	1,098,170	1,099,290
	1,434,612 Nomura Resecuritization Trust Series 2015-7R, Class 1A1, 144A .361% 09/26/2035	1,392,651	1,392,648
	242,538 Residential Asset Securitization Trust Series 2007-A7, Class A3 6.00% 07/25/2037	189,500	172,035
	156,615 Structured Asset Mortgage Investments II Trust Series 2006-AR1, Class 2A1 .652% 02/25/2036	132,483	129,532
	72,751 WaMu Mortgage Pass-Through Certificates Series 2003-AR8, Class A 2.484% 08/25/2033	69,545	74,494
	235,448 WaMu Mortgage Pass-Through Certificates Series 2004-AR11, Class A 2.543% 10/25/2034	224,870	237,531
	345,135 WaMu Mortgage Pass-Through Certificates Trust Series 2006-AR14, Class 2A3 2.149% 11/25/2036	302,279	292,202
	93,624 Washington Mutual MSC Mortgage Pass-Through Certificates Series 2004-RA2, Class 2A 7.00% 07/25/2033	92,834	101,940
	319,411 Wells Fargo Alternative Loan Trust Series 2007-PA2, Class 2A1 .852% 06/25/2037	228,272	230,314
	<b>Total Collateralized Mortgage Obligations</b>	<b>9.05%</b>	<b>50,758,900</b>
			<b>49,368,455</b>
<b><u>Mortgage-Backed Securities</u></b>			
	1,200,000 BBCCRE Trust Series 2015-GTP, Class D, 144A 4.563% 08/10/2033	1,123,848	1,127,023
	49,673 CD Mortgage Trust Series 2006-CD2, Class AM 5.415% 01/15/2046	53,397	49,609
	300,000 Citigroup Commercial Mortgage Trust Series 2014-388G, Class A, 144A 1.081% 06/15/2033	299,107	296,882
	210,000 Citigroup Commercial Mortgage Trust Series 2014-GC25, Class AS 4.017% 10/10/2047	216,060	214,919
	110,000 Citigroup Commercial Mortgage Trust Series 2015-GC27, Class B 3.772% 02/10/2048	113,203	104,414
	380,000 Citigroup Commercial Mortgage Trust Series 2015-GC29, Class D, 144A 3.11% 04/10/2048	313,952	265,584
	450,000 Colony Mortgage Capital Series Ltd. Series 2014-FL2, Class B, 144A 2.743% 11/10/2031	450,000	449,325
	70,000 COMM Mortgage Trust Series 2013-CR12, Class AM 4.30% 10/10/2046	71,958	73,759
	30,000 COMM Mortgage Trust Series 2013-CR12, Class B 4.762% 10/10/2046	30,840	31,783
	10,000 COMM Mortgage Trust Series 2013-CR12, Class C 5.084% 10/10/2046	10,128	10,364
	330,000 COMM Mortgage Trust Series 2014-SAVA, Class D, 144A 3.431% 06/15/2034	330,000	325,214
	240,000 COMM Mortgage Trust Series 2015-DC1, Class B 4.035% 02/10/2048	247,000	240,390
	70,000 COMM Mortgage Trust Series 2015-DC1, Class C 4.354% 02/10/2048	70,872	67,425
	20,000 Commercial Mortgage Pass Through Certificates Series 2012-CR3, Class A3 2.822% 10/15/2045	20,402	19,773
	3,486,854 Commercial Mortgage Pass Through Certificates Series 2012-CR3, Class XA, IO 2.113% 10/15/2045	333,163	322,301
	92,000 Credit Suisse Commercial Mortgage Trust Series 2007-C2, Class AM 5.604% 01/15/2049	101,925	94,951
	200,000 CSMC Trust Series 2014-USA, Class A2, 144A 3.953% 09/15/2037	205,671	205,496
	530,000 CSMC Trust Series 2015-GLPA, Class A, 144A 3.881% 11/15/2037	545,861	546,869
	230,000 EQTY Mortgage Trust Series 2014-INNS, Class D, 144A 2.626% 05/08/2031	230,000	224,896
	355,577 Federal Home Loan Mortgage Corp. 1.969% 03/01/2035	357,357	374,346
	152,818 Federal Home Loan Mortgage Corp. 2.316% 07/01/2037	155,950	161,518
	253,523 Federal Home Loan Mortgage Corp. 3.50% 11/01/2042	267,410	261,941
	80,914 Federal Home Loan Mortgage Corp. 3.50% 12/01/2042	85,358	83,598
	179,796 Federal Home Loan Mortgage Corp. 3.50% 01/01/2043	189,567	185,750
	80,590 Federal Home Loan Mortgage Corp. 3.50% 01/01/2043	85,018	83,255
	93,709 Federal Home Loan Mortgage Corp. 3.50% 02/01/2043	98,859	96,818
	91,554 Federal Home Loan Mortgage Corp. 3.50% 02/01/2043	96,586	94,592
	407,270 Federal Home Loan Mortgage Corp. 3.50% 05/01/2043	433,616	420,512
	7,209,067 Federal Home Loan Mortgage Corp. 3.50% 03/01/2045	7,547,044	7,447,943
	107,652 Federal Home Loan Mortgage Corp. 4.00% 10/01/2025	112,292	113,697

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<u><i>Mortgage-Backed Securities (continued)</i></u>			
\$	81,136 Federal Home Loan Mortgage Corp. 4.00% 10/01/2042	\$ 89,441	\$ 86,408
	174,250 Federal Home Loan Mortgage Corp. 4.00% 04/01/2043	179,544	185,536
	79,581 Federal Home Loan Mortgage Corp. 4.00% 06/01/2043	82,227	84,756
	92,111 Federal Home Loan Mortgage Corp. 4.00% 06/01/2043	95,175	98,260
	162,840 Federal Home Loan Mortgage Corp. 4.00% 07/01/2043	168,889	174,430
	163,331 Federal Home Loan Mortgage Corp. 4.00% 07/01/2043	168,978	174,235
	90,819 Federal Home Loan Mortgage Corp. 4.00% 08/01/2043	93,068	96,740
	455,598 Federal Home Loan Mortgage Corp. 4.50% 06/01/2038	498,051	492,273
	907,548 Federal Home Loan Mortgage Corp. 4.50% 12/01/2043	974,080	998,834
	91,288 Federal Home Loan Mortgage Corp. 4.50% 12/01/2043	97,980	100,478
	724,487 Federal Home Loan Mortgage Corp. 4.50% 02/01/2044	777,616	797,227
	186,558 Federal Home Loan Mortgage Corp. 4.50% 03/01/2044	200,241	205,390
	88,405 Federal Home Loan Mortgage Corp. 4.50% 11/01/2044	97,545	96,509
	415,738 Federal Home Loan Mortgage Corp. 5.00% 03/01/2038	444,459	454,150
	389,534 Federal Home Loan Mortgage Corp. 5.00% 06/01/2041	435,967	433,260
	85,252 Federal Home Loan Mortgage Corp. 5.50% 04/01/2038	84,879	94,811
	90,561 Federal Home Loan Mortgage Corp. 5.50% 12/01/2038	98,378	100,661
	79,001 Federal Home Loan Mortgage Corp. 5.50% 12/01/2038	84,415	87,847
	205,713 Federal Home Loan Mortgage Corp. 6.00% 10/01/2036	230,305	234,638
	43,312 Federal Home Loan Mortgage Corp. 6.50% 09/01/2039	47,814	49,326
	89,874 Federal Home Loan Mortgage Corp. 6.50% 09/01/2039	98,723	102,354
	267,302 Federal Home Loan Mortgage Corp. Series K006, Class AX1, IO 1.009% 01/25/2020	7,527	8,950
	470,346 Federal Home Loan Mortgage Corp. Series K008, Class X1, IO 1.645% 06/25/2020	22,356	25,205
	462,367 Federal Home Loan Mortgage Corp. Series K015, Class X1, IO 1.631% 07/25/2021	9,447	34,600
	113,823 Federal Home Loan Mortgage Corp. Series K016, Class X1, IO 1.553% 10/25/2021	6,804	8,359
	1,200,000 Federal Home Loan Mortgage Corp. TBA 3.50% 01/01/2046	1,229,062	1,235,262
	700,000 Federal Home Loan Mortgage Corp. TBA 4.00% 02/11/2046	736,750	737,994
	291,832 Federal National Mortgage Association 1.884% 01/01/2035	292,859	306,076
	240,093 Federal National Mortgage Association 2.50% 10/01/2042	244,462	232,006
	277,418 Federal National Mortgage Association 2.546% 02/01/2036	282,296	296,653
	120,000 Federal National Mortgage Association 2.81% 04/01/2025	117,774	118,565
	77,727 Federal National Mortgage Association 3.00% 09/01/2042	81,069	78,220
	1,086,494 Federal National Mortgage Association 3.50% 03/01/2043	1,155,039	1,123,312
	667,542 Federal National Mortgage Association 3.50% 04/01/2043	709,810	690,170
	83,777 Federal National Mortgage Association 3.50% 05/01/2043	89,507	86,619
	996,997 Federal National Mortgage Association 3.50% 01/01/2044	1,040,464	1,033,305
	965,982 Federal National Mortgage Association 3.50% 06/01/2045	1,009,164	1,000,591
	4,150,487 Federal National Mortgage Association 3.50% 10/01/2045	4,327,380	4,285,316
	1,295,923 Federal National Mortgage Association 3.50% 10/01/2045	1,351,155	1,338,036
	2,993,592 Federal National Mortgage Association 3.50% 12/01/2045	3,081,061	3,090,871
	500,000 Federal National Mortgage Association 3.50% 12/01/2045	517,387	516,867
	3,908,023 Federal National Mortgage Association 4.00% 11/01/2041	4,184,175	4,170,454
	75,338 Federal National Mortgage Association 4.00% 04/01/2042	82,869	80,018
	458,561 Federal National Mortgage Association 4.00% 04/01/2042	504,398	487,120
	158,706 Federal National Mortgage Association 4.00% 08/01/2042	169,814	168,964
	76,337 Federal National Mortgage Association 4.00% 09/01/2042	84,099	81,091
	330,038 Federal National Mortgage Association 4.00% 11/01/2042	354,132	351,409
	147,413 Federal National Mortgage Association 4.00% 12/01/2042	159,495	156,361
	66,546 Federal National Mortgage Association 4.00% 12/01/2042	73,215	70,691
	83,758 Federal National Mortgage Association 4.00% 01/01/2043	92,615	89,027
	78,874 Federal National Mortgage Association 4.00% 04/01/2043	81,608	84,276
	2,522,985 Federal National Mortgage Association 4.00% 05/01/2043	2,710,179	2,692,353
	81,975 Federal National Mortgage Association 4.00% 06/01/2043	84,943	87,448
	80,104 Federal National Mortgage Association 4.00% 06/01/2043	82,879	85,257
	88,416 Federal National Mortgage Association 4.00% 06/01/2043	91,382	94,321
	166,075 Federal National Mortgage Association 4.00% 06/01/2043	172,089	177,452

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<u>Mortgage-Backed Securities (continued)</u>			
\$	83,617 Federal National Mortgage Association 4.00% 07/01/2043	\$ 86,514	\$ 88,996
	168,087 Federal National Mortgage Association 4.00% 07/01/2043	174,175	179,602
	145,758 Federal National Mortgage Association 4.00% 07/01/2043	150,703	154,866
	89,492 Federal National Mortgage Association 4.00% 08/01/2043	92,220	95,263
	89,112 Federal National Mortgage Association 4.00% 08/01/2043	91,829	94,900
	3,654,320 Federal National Mortgage Association 4.00% 09/01/2043	3,920,680	3,911,853
	283,235 Federal National Mortgage Association 4.00% 01/01/2045	304,289	301,558
	1,854,210 Federal National Mortgage Association 4.00% 07/01/2045	1,999,914	1,978,736
	65,996 Federal National Mortgage Association 4.50% 04/01/2031	69,210	71,844
	208,841 Federal National Mortgage Association 4.50% 05/01/2031	219,023	227,388
	68,621 Federal National Mortgage Association 4.50% 06/01/2031	71,971	74,720
	96,103 Federal National Mortgage Association 4.50% 11/01/2031	102,158	104,641
	112,872 Federal National Mortgage Association 4.50% 12/01/2031	119,992	122,910
	495,881 Federal National Mortgage Association 4.50% 10/01/2041	526,055	536,687
	334,424 Federal National Mortgage Association 4.50% 10/01/2041	354,773	361,686
	75,771 Federal National Mortgage Association 4.50% 09/01/2042	82,214	83,337
	264,592 Federal National Mortgage Association 4.50% 09/01/2043	287,275	291,096
	378,467 Federal National Mortgage Association 4.50% 10/01/2043	408,545	408,814
	76,931 Federal National Mortgage Association 4.50% 10/01/2043	83,045	83,400
	179,282 Federal National Mortgage Association 4.50% 10/01/2043	194,654	197,250
	177,112 Federal National Mortgage Association 4.50% 11/01/2043	192,209	194,891
	176,160 Federal National Mortgage Association 4.50% 12/01/2043	191,230	193,845
	87,641 Federal National Mortgage Association 4.50% 01/01/2044	95,114	96,371
	352,468 Federal National Mortgage Association 4.50% 05/01/2044	380,501	380,675
	339,327 Federal National Mortgage Association 4.50% 06/01/2044	367,519	367,879
	176,834 Federal National Mortgage Association 4.50% 07/01/2044	193,245	194,001
	203,153 Federal National Mortgage Association 4.50% 08/01/2044	219,315	219,411
	1,054,180 Federal National Mortgage Association 4.50% 10/01/2044	1,152,673	1,153,432
	91,685 Federal National Mortgage Association 4.50% 01/01/2045	102,557	101,123
	646,013 Federal National Mortgage Association 4.50% 01/01/2045	720,849	710,521
	573,376 Federal National Mortgage Association 4.50% 02/01/2045	639,803	630,630
	284,389 Federal National Mortgage Association 4.50% 02/01/2045	318,112	313,663
	34,598 Federal National Mortgage Association 5.00% 07/01/2033	36,872	38,275
	37,795 Federal National Mortgage Association 5.00% 09/01/2033	40,284	41,813
	95,944 Federal National Mortgage Association 5.00% 10/01/2035	102,408	106,116
	103,208 Federal National Mortgage Association 5.00% 04/01/2038	111,608	113,514
	115,108 Federal National Mortgage Association 5.00% 05/01/2038	123,936	126,603
	109,246 Federal National Mortgage Association 5.00% 06/01/2038	118,128	120,155
	623,594 Federal National Mortgage Association 5.00% 08/01/2038	690,441	687,376
	60,079 Federal National Mortgage Association 5.50% 08/01/2038	64,810	67,140
	20,967 Federal National Mortgage Association 6.00% 04/01/2033	23,484	23,915
	3,902 Federal National Mortgage Association 6.00% 02/01/2034	4,373	4,453
	59,685 Federal National Mortgage Association 6.00% 11/01/2035	67,001	68,039
	120,750 Federal National Mortgage Association 6.00% 08/01/2037	135,802	137,563
	128,431 Federal National Mortgage Association 6.00% 09/01/2039	144,759	147,523
	430,270 Federal National Mortgage Association 6.50% 05/01/2040	472,786	491,733
	4,144 Federal National Mortgage Association 7.00% 10/01/2037	4,717	4,978
	5,260 Federal National Mortgage Association 7.00% 12/01/2037	5,999	6,222
	4,533 Federal National Mortgage Association 7.00% 08/01/2038	5,163	4,908
	22,059 Federal National Mortgage Association 7.00% 11/01/2038	25,179	25,931
	6,098 Federal National Mortgage Association 7.00% 11/01/2038	6,947	7,113
	150,759 Federal National Mortgage Association 7.00% 02/01/2039	171,136	175,280
	9,795,601 Federal National Mortgage Association Series 2012-M14, Class X2, IO .51% 09/25/2022	263,893	247,563
	1,900,000 Federal National Mortgage Association TBA 2.50% 01/01/2031	1,918,703	1,915,020
	9,900,000 Federal National Mortgage Association TBA 3.00% 01/01/2031	10,217,046	10,198,416
	2,700,000 Federal National Mortgage Association TBA 3.50% 01/01/2031	2,831,414	2,827,513

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<b><u>Mortgage-Backed Securities (continued)</u></b>			
\$	1,000,000 Federal National Mortgage Association TBA 4.50% 02/01/2046	\$ 1,076,875	\$ 1,078,234
	3,400,000 Federal National Mortgage Association TBA 5.00% 01/01/2046	3,743,828	3,742,311
	4,300,949 FREMF Mortgage Trust Series 2012-K20, Class X2A, IO, 144A .20% 05/25/2045	44,348	43,229
	1,227,395 GE Business Loan Trust Series 2006-2A, Class B, 144A .611% 11/15/2034	1,142,073	1,140,218
	356,810 Government National Mortgage Association 1.921% 11/20/2060	376,030	368,185
	293,775 Government National Mortgage Association 1.929% 07/20/2060	307,970	304,587
	2,977,097 Government National Mortgage Association 3.00% 09/20/2045	3,011,430	3,021,517
	97,196 Government National Mortgage Association 4.50% 01/20/2040	104,871	105,876
	131,177 Government National Mortgage Association 4.50% 05/20/2040	141,555	142,891
	36,935 Government National Mortgage Association 4.50% 01/20/2041	38,778	40,234
	918,847 Government National Mortgage Association 4.50% 03/20/2041	965,455	1,000,909
	138,838 Government National Mortgage Association 4.50% 07/20/2041	150,385	151,238
	42,188 Government National Mortgage Association 5.00% 04/15/2040	43,732	46,699
	84,674 Government National Mortgage Association 5.00% 05/15/2040	87,910	93,819
	142,745 Government National Mortgage Association 5.00% 07/20/2040	151,344	157,718
	58,527 Government National Mortgage Association 5.00% 09/20/2040	61,730	64,667
	493,044 Government National Mortgage Association 6.00% 09/20/2038	543,517	551,661
	31,122 Government National Mortgage Association 6.00% 05/20/2040	34,036	35,257
	49,780 Government National Mortgage Association 6.00% 08/20/2040	54,325	56,271
	73,959 Government National Mortgage Association 6.00% 01/20/2041	80,719	84,329
	96,890 Government National Mortgage Association 6.00% 02/20/2041	105,724	108,402
	91,281 Government National Mortgage Association 6.50% 10/20/2037	99,865	105,203
	600,438 Government National Mortgage Association Series 2013-178, Class IO, IO, REMIC .921% 06/16/2055	33,409	33,722
	5,098,201 Government National Mortgage Association Series 2013-85, Class IA, IO, REMIC .755% 03/16/2047	301,985	261,160
	1,000,000 Government National Mortgage Association TBA 3.50% 01/01/2046	1,037,344	1,040,370
	3,400,000 Government National Mortgage Association TBA 4.00% 01/01/2046	3,598,406	3,610,640
	2,000,000 Government National Mortgage Association TBA 4.50% 01/01/2046	2,144,062	2,148,750
	90,000 GS Mortgage Securities Trust 2013-GC16 B 5.161% 11/10/2046	92,630	97,269
	2,717,134 GS Mortgage Securities Trust Series 2014-GC20, Class XA, IO 1.191% 04/10/2047	181,014	178,359
	4,103,171 GS Mortgage Securities Trust Series 2015-GC28, Class XA, IO 1.171% 02/10/2048	291,664	281,286
	550,000 JP Morgan Chase Commercial Mortgage Securities Trust Series 2006-LDP9, Class AM 5.372% 05/15/2047	576,907	559,266
	740,000 JP Morgan Chase Commercial Mortgage Securities Trust Series 2014-FL6, Class B, 144A 2.611% 11/15/2031	733,065	732,929
	400,000 JP Morgan Chase Commercial Mortgage Securities Trust Series 2015-FL7, Class D, 144A 4.081% 05/15/2028	392,315	383,493
	60,000 JPMBB Commercial Mortgage Securities Trust Series 2013-C15, Class C 5.081% 11/15/2045	60,279	62,385
	700,000 JPMBB Commercial Mortgage Securities Trust Series 2014-C18, Class D, 144A 4.81% 02/15/2047	658,971	607,363
	250,000 JPMBB Commercial Mortgage Securities Trust Series 2014-C21, Class AS 3.997% 08/15/2047	257,171	256,302
	700,000 JPMBB Commercial Mortgage Securities Trust Series 2014-C21, Class D, 144A 4.661% 08/15/2047	641,415	580,276
	1,230,000 JPMBB Commercial Mortgage Securities Trust Series 2015-C29, Class AS 3.917% 05/15/2048	1,266,327	1,248,815
	1,730,000 JPMBB Commercial Mortgage Securities Trust Series 2015-C30, Class A5 3.822% 07/15/2048	1,781,215	1,772,347
	2,600,000 JPMBB Commercial Mortgage Securities Trust Series 2015-C31, Class A3 3.801% 08/15/2048	2,677,179	2,658,857
	250,000 Morgan Stanley Bank of America Merrill Lynch Trust Series 2012-C6, Class E, 144A 4.657% 11/15/2045	248,061	238,816
	50,000 Morgan Stanley Bank of America Merrill Lynch Trust Series 2013-C10, Class A4 4.081% 07/15/2046	51,747	53,151
	21,000 Morgan Stanley Bank of America Merrill Lynch Trust Series 2013-C7, Class AS 3.214% 02/15/2046	21,573	20,831
	400,000 Morgan Stanley Bank of America Merrill Lynch Trust Series 2015-C22, Class AS 3.561% 04/15/2048	411,734	393,773
	1,060,000 Motel 6 Trust Series 2015-MTL6, Class D, 144A 4.532% 02/05/2030	1,053,757	1,040,797
	880,000 MSCG Trust Series 2015-ALDR, Class A2, 144A 3.462% 06/07/2035	895,341	894,294
	560,000 Wachovia Bank Commercial Mortgage Trust Series 2007-C30, Class AMFL, 144A .551% 12/15/2043	535,158	536,188
	70,000 Wells Fargo Commercial Mortgage Trust Series 2013-LC12, Class B 4.299% 07/15/2046	72,572	71,775
	20,000 Wells Fargo Commercial Mortgage Trust Series 2014-LC16, Class A5 3.817% 08/15/2050	20,879	20,672
	250,000 Wells Fargo Commercial Mortgage Trust Series 2014-LC18, Class AS 3.808% 12/15/2047	257,258	252,259
	220,000 Wells Fargo Commercial Mortgage Trust Series 2015-LC20, Class AS 3.467% 04/15/2050	226,446	215,259
	1,230,000 Wells Fargo Commercial Mortgage Trust Series 2015-NXS1, Class A5 3.148% 05/15/2048	1,266,073	1,201,871
	1,300,000 Wells Fargo Commercial Mortgage Trust Series 2015-NXS1, Class A5 3.406% 05/15/2048	1,338,133	1,271,989
	1,130,000 Wells Fargo Commercial Mortgage Trust Series 2015-NXS1, Class C 3.848% 05/15/2048	1,129,958	1,034,916
	1,280,000 Wells Fargo Commercial Mortgage Trust Series 2015-NXS1, Class D 4.105% 05/15/2048	1,192,708	1,030,039
	5,142,999 Wells Fargo Commercial Mortgage Trust Series 2015-NXS1, Class XA, IO 1.207% 05/15/2048	396,541	378,635



**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<b><u>Mortgage-Backed Securities (continued)</u></b>			
\$	1,070,631 WF-RBS Commercial Mortgage Trust Series 2012-C7, Class XA, IO, 144A 1.524% 06/15/2045	\$ 74,117	\$ 77,188
	3,873,846 WF-RBS Commercial Mortgage Trust Series 2014-C20, Class XA, IO 1.21% 05/15/2047	254,868	251,810
	<b>Total Mortgage-Backed Securities</b>	<b>20.86%</b>	<b>114,521,521</b>
			<b>113,720,747</b>
<b><u>Municipals</u></b>			
	175,000 Northstar Education Finance Inc. 1.924% 01/29/2046	146,654	156,034
	<b>Total Municipals</b>	<b>0.03%</b>	<b>146,654</b>
			<b>156,034</b>
<b><u>U.S. Government and Agency Obligations</u></b>			
<b><u>U.S. Government Agencies</u></b>			
	760,000 Federal National Mortgage Association 6.625% 11/15/2030	1,047,104	1,076,263
	150,092 Federal National Mortgage Association 4.00% 06/01/2043	154,955	159,471
	3,470,000 Federal National Mortgage Association Subordinated .00% 10/09/2019	3,109,694	3,213,275
	260,000 Financing Corp. Fico Debentures .00% 05/11/2018	234,250	251,862
	130,000 Financing Corp. Fico Debentures .00% 08/03/2018	117,224	125,254
	70,000 Financing Corp. Fico Debentures .00% 02/08/2018	63,816	68,190
	210,000 Financing Corp. Fico Debentures .00% 04/06/2018	190,028	203,873
	250,000 Financing Corp. Fico Debentures .00% 11/02/2018	219,462	239,185
	10,000 Financing Corp. Fico Secured .00% 09/26/2019	8,363	9,272
	40,000 Residual Funding Corp. Principal Strip .00% 10/15/2019	37,327	37,241
	410,000 Residual Funding Corp. Principal Strip Secured .00% 10/15/2020	372,751	371,009
	290,000 Tennessee Valley Authority Sr Unsecured 5.25% 09/15/2039	337,345	348,550
	<b>Total U.S. Government Agencies</b>	<b>1.12%</b>	<b>5,892,319</b>
			<b>6,103,445</b>
<b><u>U.S. Government Obligations</u></b>			
	1,100,410 Treasury Inflation Protected Security 2.125% 02/15/2040	1,386,191	1,295,575
	2,105,160 Treasury Inflation Protected Security .75% 02/15/2042	1,982,110	1,849,417
	1,468,976 Treasury Inflation Protected Security .625% 02/15/2043	1,285,459	1,243,121
	401,850 Treasury Inflation Protected Security 2.125% 02/15/2041	484,937	475,794
	520,465 Treasury Inflation Protected Security 1.375% 02/15/2044	539,988	529,682
	3,110,862 Treasury Inflation Protected Security .75% 02/15/2045	2,750,296	2,713,010
	3,319,731 Treasury Inflation Protected Security .375% 07/15/2025	3,246,694	3,214,088
	14,590,000 United States Treasury Bond 3.00% 05/15/2045	14,789,562	14,523,324
	200,000 United States Treasury Bond 2.875% 08/15/2045	198,541	194,242
	5,900,000 United States Treasury Bond 3.00% 11/15/2045	5,879,471	5,882,253
	7,860,000 United States Treasury Bond 3.375% 05/15/2044	8,359,774	8,435,376
	3,820,000 United States Treasury Bond 3.00% 11/15/2044	3,849,453	3,806,122
	500,000 United States Treasury Bond Principal Strip .00% 02/15/2043	170,451	215,834
	3,690,000 United States Treasury Note 2.125% 12/31/2021	3,678,853	3,722,575
	990,000 United States Treasury Note 1.25% 01/31/2020	988,509	974,763
	5,670,000 United States Treasury Note 1.75% 03/31/2022	5,667,042	5,582,733
	30,000 United States Treasury Note 1.375% 09/30/2020	29,810	29,482
	1,540,000 United States Treasury Note 2.25% 11/15/2025	1,542,281	1,536,570
	30,000 United States Treasury Note .875% 11/30/2017	29,963	29,913
	800,000 United States Treasury Note 2.625% 11/15/2020	834,219	831,187
	1,620,000 United States Treasury Note 1.875% 05/31/2022	1,611,457	1,604,306
	220,000 United States Treasury Note 1.50% 12/31/2018	219,542	220,997
	430,000 United States Treasury Note 2.375% 08/15/2024	435,450	434,485
	110,000 United States Treasury Note 1.75% 09/30/2019	109,961	110,743
	80,000 United States Treasury Note 1.50% 10/31/2019	79,551	79,750

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Cost	Fair Value
<b><u>U.S. Government and Agency Obligations (continued)</u></b>			
<b><u>U.S. Government Obligations (continued)</u></b>			
\$ 1,340,000	United States Treasury Note 1.50% 11/30/2019	\$ 1,335,413	\$ 1,334,662
100,000	United States Treasury Note 1.50% 08/31/2018	100,062	100,664
1,750,000	United States Treasury Note .625% 11/30/2017	1,735,938	1,735,508
2,910,000	United States Treasury Note 1.625% 07/31/2019	2,903,710	2,920,118
	Total U.S. Government Obligations	12.04% 66,224,688	65,626,294
	<b>Total U.S. Government and Agency Obligations</b>	<b>13.16% 72,117,007</b>	<b>71,729,739</b>
<b><u>Contracts</u></b>			
<b><u>Call Options Purchased</u></b>			
1,530,000	Credit default swaption with Barclays Capital Inc. to sell protection on Markit CDX.NA.HY.25 Index, Call @ \$103.00	6,235	673
5,280,000	Credit default swaption with BNP Paribas to sell protection on Markit CDX.NA.IG.25 Index, Call @ 80.00 basis points spread	6,336	772
3,600,000	Credit default swaption with JPMorgan Securities Inc. to sell protection on Markit CDX.NA.HY.25 Index, Call @ \$103.50	14,159	1,583
300,000	Eurodollar Futures, Call	9,390	1,500
92,500	Eurodollar Mid Curve 1-Year Futures, Call @ \$98.75	4,745	5,087
14,000	United States Treasury 10-Year Notes Futures, Call @ \$126.00	8,795	7,219
13,000	United States Treasury 5-Year Notes Futures, Call @ \$118.20	3,800	5,078
57,000	United States Treasury 5-Year Notes Futures, Call @ \$118.50	18,435	15,586
15,000	United States Treasury 5-Year Notes Futures, Call @ \$118.70	5,322	2,695
10,000	United States Treasury Long-Term Bonds Futures, Call @ \$154.00	10,486	13,125
3,000	United States Treasury Long-Term Bonds Futures, Call @ \$155.00	3,971	2,719
	<b>Total Call Options Purchased</b>	<b>0.01% 91,674</b>	<b>56,037</b>
<b><u>Put Options Purchased</u></b>			
1,472,500	Eurodollar Futures, Put @ \$99.38	63,233	180,381
275,000	Eurodollar Mid Curve 1-Year Futures, Put @ \$98.63	14,107	14,437
185,000	Eurodollar Mid Curve 1-Year Futures, Put @ \$98.75	10,466	25,900
202,500	Eurodollar Mid Curve 1-Year Futures, Put @ \$98.88	18,638	52,144
24,000	United States Treasury Long-Term Bonds Futures, Put	34,344	51,750
	<b>Total Put Options Purchased</b>	<b>0.06% 140,788</b>	<b>324,612</b>
	<b>Total Investments</b>	<b>100.00% \$ 560,160,371</b>	<b>\$ 545,281,057</b>

† Principal amount denominated in U.S. dollars, unless otherwise noted.

**Abbreviations used in this table:**

BRL Brazilian Real  
 MXN Mexican Peso  
 PLN Polish Zloty

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

Principal Amount†		Proceeds	Fair Value
<b><u>Securities Sold Short</u></b>			
<b><u>Mortgage-Backed Securities</u></b>			
\$ (11,000,000)	Federal National Mortgage Association (FNMA)	(2.54)% \$ (11,772,281)	\$ (11,761,644)

† Principal amount denominated in U.S. dollars, unless otherwise noted.

**SCHEDULE OF WRITTEN OPTIONS**

Security	Expiration Date	Strike Price	Contracts	Value
Euro Fx Futures, Call,	1/8/16	\$ 1.09	40	\$ 27,300
Euro Fx Futures, Call,	1/8/16	1.08	6	8,625
Euro Fx Futures, Call,	2/5/16	1.10	5	5,375
Euro Fx Futures, Put,	1/8/16	1.08	1	362
Euro Fx Futures, Put,	1/8/16	1.06	6	300
Euro Fx Futures, Put,	1/8/16	1.07	8	1,000
Euro Fx Futures, Put,	1/8/16	1.09	5	4,375
Euro Fx Futures, Put,	2/5/16	1.08	17	21,038
Euro Fx Futures, Put,	2/5/16	1.07	4	3,250
Euro Fx Futures, Put,	2/5/16	1.06	9	4,613
Eurodollar Futures, Call,	3/14/16	99.38	30	937
Eurodollar Futures, Call,	6/13/16	99.25	4	325
Eurodollar Futures, Call,	6/13/16	99.00	12	4,275
Eurodollar Futures, Put,	3/14/16	99.25	738	69,188
Eurodollar Mid Curve 1-Year Futures, Put,	1/15/16	98.50	220	6,875
United States Dollar/Brazilian Real, Call,	1/14/16	4.05	3,070,000	35,044
United States Treasury 10-Year Notes Futures, Call,	1/22/16	127.00	40	7,500
United States Treasury 10-Year Notes Futures, Call,	1/22/16	128.00	17	1,062
United States Treasury 10-Year Notes Futures, Call,	1/22/16	126.50	25	7,813
United States Treasury 10-Year Notes Futures, Call,	1/22/16	129.00	4	125
United States Treasury 10-Year Notes Futures, Call,	1/22/16	127.50	29	3,172
United States Treasury 10-Year Notes Futures, Call,	2/19/16	130.00	23	1,797
United States Treasury 10-Year Notes Futures, Call,	2/19/16	127.00	125	56,641
United States Treasury 10-Year Notes Futures, Call,	2/19/16	127.50	4	1,312
United States Treasury 10-Year Notes Futures, Call,	2/19/16	128.00	13	3,047
United States Treasury 10-Year Notes Futures, Call,	2/19/16	126.50	21	13,125
United States Treasury 10-Year Notes Futures, Put,	1/22/16	124.00	4	312
United States Treasury 10-Year Notes Futures, Put,	1/22/16	125.00	14	3,281
United States Treasury 10-Year Notes Futures, Put,	2/19/16	125.00	30	15,000
United States Treasury 10-Year Notes Futures, Put,	2/19/16	123.50	4	687
United States Treasury 5-Year Notes Futures, Call,	1/22/16	119.00	23	2,695
United States Treasury 5-Year Notes Futures, Call,	2/19/16	119.00	8	2,125
United States Treasury 5-Year Notes Futures, Call,	2/19/16	118.75	40	14,063
United States Treasury 5-Year Notes Futures, Put,	1/22/16	117.75	8	1,125
United States Treasury 5-Year Notes Futures, Put,	1/22/16	118.00	18	3,937
United States Treasury Long-Term Bonds Futures, Call,	1/22/16	158.00	25	6,641
United States Treasury Long-Term Bonds Futures, Call,	1/22/16	157.00	39	16,250
United States Treasury Long-Term Bonds Futures, Call,	1/22/16	156.00	13	7,922
United States Treasury Long-Term Bonds Futures, Call,	1/22/16	159.00	4	687
United States Treasury Long-Term Bonds Futures, Call,	2/19/16	157.00	4	4,300
United States Treasury Long-Term Bonds Futures, Call,	2/19/16	158.00	22	17,875
United States Treasury Long-Term Bonds Futures, Put,	1/22/16	151.00	9	4,219
United States Treasury Long-Term Bonds Futures, Put,	1/22/16	152.00	14	10,281

**Hand Composite Employee Benefit Trust**  
**Schedule of Investments (Continued)**  
**Western Asset Core Plus Bond CIF (Continued)**  
**December 31, 2015**

*SCHEDULE OF WRITTEN OPTIONS (continued)*

Security	Expiration Date	Strike Price	Contracts	Value
United States Treasury Long-Term Bonds Futures, Put,	1/22/16	154.00	7	\$ 10,938
United States Treasury Long-Term Bonds Futures, Put,	2/19/16	152.00	4	5,938
United States Treasury Long-Term Bonds Futures, Put,	2/19/16	148.00	22	10,656
<b>TOTAL WRITTEN OPTIONS (Premiums received - \$601,021)</b>				<b>\$ 427,408</b>

**Hand Composite Employee Benefit Trust**  
**Statement of Operations – Selected Fund**  
**Year Ended December 31, 2015**

	<b>Western Asset Core Plus Bond CIF</b>
<b>Income</b>	
Interest (net of foreign withholding taxes of \$79,299)	\$ 14,002,694
Dividends	24,524
	14,027,218
<b>Expenses</b>	
Trustee and administrative	355,229
Class R1 expenses	1,327,589
	1,682,818
Total expenses before reimbursement	1,682,818
Reimbursement of fees	(120,661)
	1,562,157
Net expenses	1,562,157
<b>Net Investment Income</b>	<b>12,465,061</b>
<b>Net Realized Gains (Losses) on Investments, Options Written, Futures Contracts, Swap Contracts and Foreign Currency</b>	
Net realized losses on investments	(2,263,405)
Net realized gains on options written	4,097,288
Net realized gains on futures contracts	3,286,405
Net realized gains on swap contracts	496,974
Net realized losses on foreign currency transactions	(288,088)
Net realized losses on foreign currency forward exchange contracts	(40,695)
	5,288,479
Net realized gains on investments, options written, futures contracts, swap contracts and foreign currency	5,288,479
<b>Change in Net Unrealized Appreciation (Depreciation) on:</b>	
Investments	(18,656,071)
Options written	138,712
Futures contracts	(47,565)
Swap contracts	233,602
Investments sold short	10,637
Foreign currencies	29,677
Foreign currency forward exchange contracts	863,832
	(17,427,176)
Change in net unrealized appreciation (depreciation)	(17,427,176)
Net realized and unrealized losses on investments, options written, futures contracts, swap contracts and foreign currency	(12,138,697)
<b>Net Increase in Net Assets Resulting From Operations</b>	<b>\$ 326,364</b>

**Hand Composite Employee Benefit Trust**  
**Statement of Changes in Net Assets – Selected Fund**  
**Year Ended December 31, 2015**

	<b>Western Asset Core Plus Bond CIF</b>
<b>Operations</b>	
Net investment income	\$ 12,465,061
Net realized gains	5,288,479
Change in net unrealized appreciation (depreciation)	(17,427,176)
Net increase in net assets from operations	326,364
<b>Net Increase in Net Assets From Participant Unit Transactions</b>	147,059,398
<b>Increase in Net Assets</b>	147,385,762
<b>Net Assets</b>	
Beginning of year	316,486,356
End of year	\$ 463,872,118

# Hand Composite Employee Benefit Trust

## Notes to Financial Statements

### December 31, 2015

#### **Note 1: Nature of Operations and Summary of Significant Accounting Policies**

##### ***Nature of Operations***

Hand Composite Employee Benefit Trust ("HB&T" or "the Trust") was created in order to provide broad and uniform diversification programs for pension and profit sharing plans which, having complied with the requirements of the Internal Revenue Code (the IRC), are exempt from taxation under the provisions of the IRC. The Trust is comprised of 94 portfolios (the Funds); the financial statements of one of those funds, the Western Asset Core Plus Bond CIF (the Fund), are included in this report.

Each class of the Fund has equal rights as to earnings and assets except that each class bears different distribution, shareholder servicing and transfer agent expenses. Income, expenses (other than expenses attributable to a specific class), and realized and unrealized gains or losses on investments and foreign currency are allocated to each class of units based on its relative net assets.

##### ***Use of Estimates***

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of investment income and expenses during the reporting period. Actual results could differ from those estimates.

##### ***Investment Valuation***

All investments in securities are recorded at their estimated fair value. Transfers in and out of Level 1 (quoted market prices), Level 2 (significant other observable inputs) and Level 3 (significant unobservable inputs) are recognized on the period ending date.

##### ***Investment Transactions***

Investment transactions are accounted for on trade date. Realized gains and losses from investment transactions and unrealized appreciation or depreciation of investments are reported on the identified cost basis.

##### ***Foreign Currency***

Investment securities and other assets and liabilities denominated in, or expected to settle in, foreign currencies are translated into U.S. dollar amounts at the date of valuation. Purchases and sales of investment securities and income and expense items denominated in foreign currencies are translated into U.S. dollar amounts on the respective dates of such transactions.

# Hand Composite Employee Benefit Trust

## Notes to Financial Statements

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The Fund isolates that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in market prices of securities held.

Reported net realized foreign exchange gains or losses arise from sales of portfolio securities, sales and maturities of short term securities, sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions and the difference between the amounts of dividends, interest and foreign withholding taxes recorded on the Fund's books and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in the values of assets and liabilities, including investments in securities at December 31, 2015, resulting from changes in the exchange rates.

#### ***Futures Contracts***

The Fund uses futures contracts generally to gain exposure to, or hedge against, changes in interest rates or gain exposure to, or hedge against, changes in certain asset classes. A futures contract represents a commitment for the future purchase or sale of an asset at a specified price on a specified date.

Upon entering into a futures contract, the Fund is required to deposit cash or cash equivalents with a broker in an amount equal to a certain percentage of the contract amount. This is known as the "initial margin" and subsequent payments ("variation margin") are made or received by the Fund each day, depending on the daily fluctuation in the value of the contract. For certain futures, including foreign denominated futures, variation margin is not settled daily, but is recorded as a net variation margin payable or receivable. Futures contracts are valued daily at the settlement price established by the board of trade or exchange on which they are traded. The daily changes in contract value are recorded as unrealized gains or losses in the statement of operations and the Fund recognizes a realized gain or loss when the contract is closed.

Futures contracts involve, to varying degrees, risk of loss in excess of the amounts reflected in the financial statements. In addition, there is the risk that the Fund may not be able to enter into a closing transaction because of an illiquid secondary market.

#### ***Foreign Currency Forward Exchange Contracts***

The Fund may enter into foreign currency forward exchange contracts primarily to hedge against foreign currency exchange rate risks on its non-U.S. dollar denominated investment securities. When entering into a forward currency contract, the Fund agrees to receive or deliver a fixed quantity of foreign currency for an agreed-upon price on an agreed future date. The Fund's net equity therein, representing unrealized gain or loss on the contracts, as measured by the difference between the forward foreign exchange rates at the dates of entry into the contracts and the forward rates at the reporting date, is included in the statement of assets and liabilities. Realized and unrealized gains and losses are included in the statement of operations. These instruments



# Hand Composite Employee Benefit Trust

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involve market risk, credit risk or both kinds of risks in excess of the amount recognized in the statement of assets and liabilities. Risks arise from the possible inability of counterparties to meet the terms of their contracts and movement in currency and securities values and interest rates.

### ***Written Options***

When the Fund writes an option, an amount equal to the premium received by the Fund is recorded as a liability, the value of which is marked-to-market daily to reflect the current market value of the option written. If the option expires, the premium received is recorded as a realized gain. When a written call option is exercised, the difference between the premium received plus the option exercise price and the Fund's basis in the underlying security (in the case of a covered written call option), or the cost to purchase the underlying security (in the case of an uncovered written call option), including brokerage commission, is recognized as a realized gain or loss. When a written put option is exercised, the amount of the premium received is subtracted from the cost of the security purchased by the Fund from the exercise of the written put option to form the Fund's basis in the underlying security purchased. The writer or buyer of an option traded on an exchange can liquidate the position before the exercise of the option by entering into a closing transaction. The cost of a closing transaction is deducted from the original premium received resulting in a realized gain or loss to the Fund.

The risk in writing a covered call option is that the Fund may forego the opportunity of profit if the market price of the underlying security increases and the option is exercised. The risk in writing a put option is that the Fund may incur a loss if the market price of the underlying security decreases and the option is exercised. The risk in writing an uncovered call option is that the Fund is exposed to the risk of loss if the market price of the underlying security increases. In addition, there is the risk that the Fund may not be able to enter into a closing transaction because of an illiquid secondary market.

### ***Purchased Options***

When the Fund purchases an option, an amount equal to the premium paid by the Fund is recorded as an investment on the statement of assets and liabilities, the value of which is marked-to-market to reflect the current market value of the option purchased. If the purchased option expires, the Fund realizes a loss equal to the amount of premium paid. When an instrument is purchased or sold through the exercise of an option, the related premium paid is added to the basis of the instrument acquired or deducted from the proceeds of the instrument sold. The risk associated with purchasing put and call options is limited to the premium paid.

### ***Swap Agreements***

The Fund invests in swaps for the purpose of managing its exposure to interest rate, credit or market risk, or for other purposes. The use of swaps involves risks that are different from those associated with other portfolio transactions. Swap agreements are privately negotiated in the over-the-counter market ("OTC Swaps") or may be executed on a registered exchange ("Centrally Cleared Swaps"). Unlike Centrally Cleared Swaps, the Fund has credit exposure to the counterparties of OTC Swaps.

# Hand Composite Employee Benefit Trust

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### December 31, 2015

Swap contracts are marked-to-market daily and changes in value are recorded as unrealized appreciation (depreciation). The daily change in valuation of Centrally Cleared Swaps, if any, is recorded as a receivable or payable for variation margin on the statement of assets and liabilities. Gains or losses are realized upon termination of the swap agreement. Collateral, in the form of restricted cash or securities, may be required to be held in segregated accounts with the Fund's custodian in compliance with the terms of the swap contracts. Securities posted as collateral for swap contracts are identified in the schedule of investments and restricted cash, if any, is identified on the statement of assets and liabilities. Risks may exceed amounts recorded in the statement of assets and liabilities. These risks include changes in the returns of the underlying instruments, failure of the counterparties to perform under the contracts' terms, and the possible lack of liquidity with respect to the swap agreements.

OTC swap payments received or made at the beginning of the measurement period are reflected as a premium or deposit, respectively, on the statement of assets and liabilities. These upfront payments are amortized over the life of the swap and are recognized as realized gain or loss in the statement of operations. Net periodic payments received or paid by the Fund are recognized as a realized gain or loss in the statement of operations.

The Fund's maximum exposure in the event of a defined credit event on a credit default swap to sell protection is the notional amount. As of December 31, 2015, the total notional value of all credit default swaps to sell protection was \$26,636,030. This amount would be offset by the value of the swap's reference entity, upfront premiums received on the swap and any amounts received from the settlement of a credit default swap where the Fund bought protection for the same referenced security/entity.

For average notional amounts of swaps held during the year ended December 31, 2015, see Note 11.

#### ***Credit Default Swaps***

The Fund enters into credit default swap ("CDS") contracts for investment purposes, to manage its credit risk or to add leverage. CDS agreements involve one party making a stream of payments to another party in exchange for the right to receive a specified return in the event of a default by a third party, typically corporate or sovereign issuers, on a specified obligation, or in the event of a write-down, principal shortfall, interest shortfall or default of all or part of the referenced entities comprising a credit index. The Fund may use a CDS to provide protection against defaults of the issuers (i.e., to reduce risk where the Fund has exposure to an issuer) or to take an active long or short position with respect to the likelihood of a particular issuer's default. As a seller of protection, the Fund generally receives an upfront payment or a stream of payments throughout the term of the swap provided that there is no credit event. If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the maximum potential amount of future payments (undiscounted) that the Fund could be required to make under a credit default swap agreement would be an amount equal to the notional amount of the agreement. These amounts of potential payments will be partially offset by any recovery of values from the respective referenced obligations. As a seller of protection, the Fund

# Hand Composite Employee Benefit Trust

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effectively adds leverage to its portfolio because, in addition to its total net assets, the Fund is subject to investment exposure on the notional amount of the swap. As a buyer of protection, the Fund generally receives an amount up to the notional value of the swap if a credit event occurs.

Implied spreads are the theoretical prices a lender receives for credit default protection. When spreads rise, market perceived credit risk rises and when spreads fall, market perceived credit risk falls. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to enter into the agreement. Wider credit spreads and decreasing market values, when compared to the notional amount of the swap, represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement. Credit spreads utilized in determining the period end market value of credit default swap agreements on corporate or sovereign issues are disclosed in the notes to financial statements and serve as an indicator of the current status of the payment/performance risk and represent the likelihood or risk of default for credit derivatives. For credit default swap agreements on asset-backed securities and credit indices, the quoted market prices and resulting values, particularly in relation to the notional amount of the contract as well as the annual payment rate, serve as an indication of the current status of the payment/performance risk.

The Fund's maximum risk of loss from counterparty risk, as the protection buyer, is the fair value of the contract (this risk is mitigated by the posting of collateral by the counterparty to the Fund to cover the Fund's exposure to the counterparty). As the protection seller, the Fund's maximum risk is the notional amount of the contract. Credit default swaps are considered to have credit risk-related contingent features since they require payment by the protection seller to the protection buyer upon the occurrence of a defined credit event.

Entering into a CDS agreement involves, to varying degrees, elements of credit, market and documentation risk in excess of the related amounts recognized on the statement of assets and liabilities. Such risks involve the possibility that there will be no liquid market for these agreements, that the counterparty to the agreement may default on its obligation to perform or disagree as to the meaning of the contractual terms in the agreement, and that there will be unfavorable changes in net interest rates.

### ***Interest Rate Swaps***

The Fund enters into interest rate swap contracts to manage its exposure to interest rate risk. Interest rate swaps are agreements between two parties to exchange cash flows based on a notional principal amount. The Fund may elect to pay a fixed rate and receive a floating rate, or receive a fixed rate and pay a floating rate, on a notional principal amount. Interest rate swaps are marked-to-market daily based upon quotations from market makers and the change, if any, is recorded as an unrealized gain or loss in the statement of operations. When a swap contract is terminated early, the Fund records a realized gain or loss equal to the difference between the original cost and the settlement amount of the closing transaction.

# Hand Composite Employee Benefit Trust

## Notes to Financial Statements

### December 31, 2015

The risks of interest rate swaps include changes in market conditions that will affect the value of the contract or changes in the present value of the future cash flow streams and the possible inability of the counterparty to fulfill its obligations under the agreement. The Fund's maximum risk of loss from counterparty credit risk is the discounted net value of the cash flows to be received from the counterparty over the contract's remaining life, to the extent that amount is positive. This risk is mitigated by the posting of collateral by the counterparty to the Fund to cover the Fund's exposure to the counterparty.

#### ***Swaptions***

The Fund purchases and writes swaption contracts to manage exposure to an underlying instrument. The Fund may also purchase or write swaptions to manage exposure to fluctuations in interest rates or to enhance yield. Swaption contracts written by the Fund represent an option that gives the purchaser the right, but not the obligation, to enter into a previously agreed upon swap contract at a future date. Swaption contracts purchased by the Fund represent an option that gives the Fund the right, but not the obligation, to enter into a previously agreed upon swap contract at a future date.

When the Fund writes a swaption, an amount equal to the premium received by the Fund is recorded as a liability, the value of which is marked-to-market daily to reflect the current market value of the swaption written. If the swaption expires, the Fund realizes a gain equal to the amount of the premium received.

When the Fund purchases a swaption, an amount equal to the premium paid by the Fund is recorded as an investment on the statement of assets and liabilities, the value of which is marked-to-market daily to reflect the current market value of the swaption purchased. If the swaption expires, the Fund realizes a loss equal to the amount of the premium paid.

Swaptions are marked-to-market daily based upon quotations from market makers. Changes in the value of the swaption are reported as unrealized gains or losses in the statement of operations.

#### ***Investment Income and Distribution of Income***

Dividend income less foreign taxes withheld, if any, is recorded on the ex-dividend date and interest income is recorded on the accrual basis. Investment income is allocated ratably on the valuation dates among all participants. No distributions are made to participants in the Fund until units owned are redeemed, at which time the market value of redeemed units is distributed. Investment income and realized gains (if any) earned by the Fund are reinvested, thereby increasing the respective unit values.

#### ***Valuation of Participants' Interest***

Units of participation may be purchased or redeemed on the valuation dates at the fair value per unit on such valuation dates. The Fund is valued daily.

# Hand Composite Employee Benefit Trust

## Notes to Financial Statements

### December 31, 2015

#### **Federal Income Taxes**

The Fund complies with the requirements under Section 501(a) of the IRC and apportion all of its taxable income to its participants. Therefore, no federal income tax provision is required.

#### **Subsequent Events**

Subsequent events have been evaluated through the date of the Independent Auditor's Report, which is the date the financial statements were available to be issued.

#### **Investment Management Advisors**

The investment management advisor for the Fund is Western Asset Management Company.

#### **Note 2: Futures Contracts**

At December 31, 2015, the Fund held the following open futures contracts:

	Number of Contracts	Expiration Date	Basis Value	Market Value	Unrealized Appreciation (Depreciation)
<b>Contracts to Buy</b>					
90-Day Eurodollar	9,500,000	6/16	\$ 9,408,449	\$ 9,414,500	\$ 6,051
90-Day Eurodollar	20,000,000	3/17	19,730,448	19,724,000	(6,448)
90-Day Eurodollar	11,250,000	6/17	11,085,559	11,077,875	(7,684)
Euro-BOBL	8,100,000	3/16	11,584,463	11,502,453	(82,010)
Euro-BTP	1,200,000	3/16	1,786,670	1,798,614	11,944
U.S. Treasury 2-Year Notes	9,600,000	3/16	10,425,000	10,427,250	2,250
U.S. Treasury 5-Year Notes	91,900,000	3/16	108,866,682	108,736,368	(130,314)
U.S. Treasury Long-Term Bonds	10,400,000	3/16	15,939,775	15,990,000	50,225
U.S. Treasury Ultra Long-Term Bonds	20,700,000	3/16	32,634,587	32,848,313	213,726
					<u>57,740</u>
<b>Contracts to Sell:</b>					
90-Day Eurodollar	174,750,000	3/16	173,683,828	173,465,588	218,240
90-Day Eurodollar	15,750,000	12/16	15,571,983	15,556,275	15,708
Australian Dollar	100,000	3/16	72,273	72,660	(387)
British Pound	312,500	3/16	470,640	460,438	10,202
Euro-Bund	4,800,000	3/16	8,350,847	8,237,737	113,110
U.S. Dollar/Eurodollar	12,125,000	3/16	13,208,372	13,199,275	9,097
U.S. Dollar/Japanese Yen	61,250	3/16	5,029,085	5,103,656	(74,571)
U.S. Treasury 10-Year Notes	42,700,000	3/16	53,935,956	53,761,969	173,987
					<u>465,386</u>
Net unrealized appreciation on open futures contracts					<u>\$ 523,126</u>

# Hand Composite Employee Benefit Trust

## Notes to Financial Statements

### December 31, 2015

#### Note 3: Foreign Currency Forward Exchange Contracts

At December 31, 2015, the Fund had the following open forward foreign currency contracts:

	Currency Purchased	Currency Sold	Counterparty	Settlement Date	Unrealized Appreciation (Depreciation)	
USD	1,710,480	EUR	1,500,000	Bank of America, N.A.	1/19/16	\$ 79,780
USD	1,329,768	MXN	22,178,931	Bank of America, N.A.	1/19/16	44,188
EUR	4,900,000	USD	5,265,442	Barclays Bank PLC	1/19/16	61,512
USD	710,436	BRL	2,735,000	Barclays Bank PLC	1/19/16	22,497
USD	6,303,853	EUR	5,500,000	Barclays Bank PLC	1/19/16	324,618
USD	2,287,583	EUR	2,082,385	Barclays Bank PLC	1/19/16	23,753
USD	1,630,526	MXN	27,304,781	Barclays Bank PLC	1/19/16	47,831
EUR	2,210,000	USD	2,503,488	Citibank, N.A.	1/19/16	(100,923)
EUR	780,039	USD	860,666	Citibank, N.A.	1/19/16	(12,660)
EUR	623,069	USD	689,648	Citibank, N.A.	1/19/16	(12,290)
EUR	806,130	USD	892,547	Citibank, N.A.	1/19/16	(16,176)
USD	2,423,294	BRL	9,323,000	Citibank, N.A.	1/19/16	78,266
USD	2,660,755	CNY	17,080,000	Citibank, N.A.	1/19/16	32,803
USD	5,266,281	CNY	33,720,000	Citibank, N.A.	1/19/16	78,075
USD	6,021,385	EUR	5,260,000	Citibank, N.A.	1/19/16	303,063
USD	2,148,157	EUR	1,963,347	Bank of America, N.A.	2/16/16	12,275
USD	124,781	EUR	114,518	Citibank, N.A.	2/16/16	200
EUR	400,000	USD	423,386	UBS AG	2/16/16	11,765
USD	545,337	EUR	500,000	UBS AG	2/16/16	1,398
Total					\$	<u>979,975</u>

#### Note 4: Swap Contracts

At December 31, 2015, the Fund had the following open swap contracts:

Centrally Cleared Interest Rate Swaps						
Central Counterparty	Notional Amount	Termination Date	Payments Made by the Fund <sup>†</sup>	Payments Received by the Fund <sup>†</sup>	Upfront Premiums Paid (Received)	Unrealized Appreciation (Depreciation)
Chicago Mercantile Exchange	\$ 20,000,000	8/31/22	1.897% semi-annually	3-Month LIBOR	\$ 0	\$ 48,484
Chicago Mercantile Exchange	46,128,000	11/30/22	1.900% semi-annually	3-Month LIBOR	21,312	326,448
Chicago Mercantile Exchange	<u>6,072,000</u>	2/15/41	2.720% semi-annually	3-Month LIBOR	<u>(10,538)</u>	<u>(96,535)</u>
	<u>\$ 72,200,000</u>				<u>\$ 10,774</u>	<u>\$ 278,397</u>
Centrally Cleared Credit Default Swaps On Credit Indices - Sell Protection <sup>1</sup>						
Central Counterparty (Reference Entity)	Notional Amount <sup>2</sup>	Termination Date	Periodic Payments Received by the Fund <sup>†</sup>	Market Value <sup>3</sup>	Upfront Premiums Paid (Received)	Unrealized Appreciation (Depreciation)
Chicago Mercantile Exchange (Markit CDX.NA.HY.24 Index)	\$ 3,264,030	6/20/20	5.000% quarterly	\$ 119,956	\$ 143,437	\$ (23,481)
Chicago Mercantile Exchange (Markit CDX.NA.HY.25 Index)	4,960,000	12/20/20	5.000% quarterly	55,734	45,038	10,696
Chicago Mercantile Exchange (Markit CDX.NA.IG.23 Index)	370,000	12/20/19	1.000% quarterly	2,379	3,978	(1,599)
Chicago Mercantile Exchange (Markit CDX.NA.IG.24 Index)	11,892,000	6/20/20	1.000% quarterly	74,798	99,462	(24,664)
Chicago Mercantile Exchange (Markit CDX.NA.IG.25 Index)	<u>6,150,000</u>	12/20/20	1.000% quarterly	<u>33,404</u>	<u>30,964</u>	<u>2,440</u>
	<u>\$ 26,636,030</u>			<u>\$ 286,271</u>	<u>\$ 322,879</u>	<u>\$ (36,608)</u>

# Hand Composite Employee Benefit Trust

## Notes to Financial Statements

### December 31, 2015

- 1 If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash or securities equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.
  - 2 The maximum potential amount the Fund could be required to pay as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.
  - 3 The quoted market prices and resulting values for credit default swap agreements on asset-backed securities and credit indices serve as an indicator of the current status of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative had the notional amount of the swap agreement been closed/sold as of the period end. Decreasing market values (sell protection) or increasing market values (buy protection) when compared to the notional amount of the swap, represent a deterioration of the referenced entity's credit soundness and a greater likelihood of risk of default or other credit event occurring as defined under the terms of the agreement.
- † Percentage shown is an annual percentage rate.

#### Note 5: Written Options Rollforward

During the year ended December 31, 2015, written option transactions for the Fund were as follows:

	<b>Number of Contracts/ Notional Amount</b>	<b>Premiums</b>
Written options, outstanding as of December 31, 2014	413	\$ 242,687
Options written	33,248,659	5,479,030
Options closed	(8,473,748)	(2,229,341)
Options exercised	(237)	(131,224)
Options expired	(21,703,369)	(2,760,131)
	3,071,718	\$ 601,021
Written options, outstanding as of December 31, 2015		

#### Note 6: Investment Advisory Fees and Other Transactions With Affiliates

The Fund is charged an administrative fee by HB&T for trustee/administrative services (fund accounting services, transfer agency services, trustee services, etc.). The Fund has also entered into investment advisory and service agreements with a third party advisor. These fees compensate the advisor for the services it provides and for expenses borne by the advisor under the agreement.

During the year ended December 31, 2015, the investment advisor voluntarily reimbursed the Fund for a portion of its expenses.

The following table indicates the fees charged to the Fund and the various classes of units within the Fund (as a percentage of net assets). These charges are calculated using the Fund's prior day's total net assets.

# Hand Composite Employee Benefit Trust

## Notes to Financial Statements

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Fund	Trustee/ Administrative Fees	Investment Management Fees	Other Fees	Total Fees
<b>Western Asset Core Plus Bond CIF:</b>				
Class R1	0.04%	0.30%	0.04%	0.38%
Class R-INT	0.04%	0.00%	0.04%	0.08%

### Note 7: Financial Highlights

	<b>Western Asset Core Plus Bond CIF</b>	
	<b>Class R1</b>	<b>Class R-INT</b>
Net asset value, beginning of year	\$ 14.90	\$ 14.90
Net investment income	0.40	0.46
Net realized and unrealized losses	(0.30)	(0.31)
Net increase from investment operations	0.10	0.15
Net asset value, end of year	\$ 15.00	\$ 15.05
Total return	0.67%	1.01%
Ratio to average net assets:		
Net investment income	2.69%	3.05%
Expenses without reimbursement	0.38%	0.08%
Expenses with reimbursement	0.35%	0.07%

### Note 8: Participant Unit Transactions

	<b>Western Asset Core Plus Bond CIF</b>	
	<b>Units</b>	<b>Dollars</b>
Class R1:		
Proceeds from sales of units	16,585,050	\$ 251,181,893
Cost of units redeemed	(9,055,187)	(135,961,795)
Net change in Class R1 from participant transactions	7,529,863	115,220,098



**Hand Composite Employee Benefit Trust**  
**Notes to Financial Statements**  
**December 31, 2015**

	<b>Western Asset Core Plus Bond CIF</b>	
	<b>Units</b>	<b>Dollars</b>
Class R-INT:		
Proceeds from sales of units	2,415,692	\$ 35,940,293
Cost of units redeemed	(272,137)	(4,100,993)
	2,143,555	31,839,300
Net change in Class R-INT from participant transactions		
	2,143,555	31,839,300
Net increase in total net assets from participant transactions		\$ 147,059,398
		\$ 147,059,398

**Note 9: Disclosures About Fair Value of Financial Instruments**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value.

**Level 1:** Quoted prices in active markets for identical assets or liabilities.

**Level 2:** Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

**Level 3:** Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

Following is a description of the valuation methodologies and inputs used for assets and liabilities measured at fair value on a recurring basis and recognized in the accompanying statement of assets and liabilities, as well as the general classification of such assets and liabilities pursuant to the valuation hierarchy. There have been no significant changes in the valuation techniques during the year ended December 31, 2015.

**Short Term Investments.** Short term investments, including money market funds, for which market quotations are readily available, are valued at the last reported sales price or official closing price as reported by an independent pricing service on the primary market or exchange on which they are traded and are categorized as Level 1 in the hierarchy.

**Preferred Stock.** Securities traded on a national securities exchange (or reported on the NASDAQ national market) are valued at the last reported sales price or official closing price as reported by an independent pricing service on the primary market or exchange on which they are traded and are categorized as Level 1 in the hierarchy. Certain foreign securities may be fair valued using a pricing service that considers the correlation of the trading patterns of the foreign

# Hand Composite Employee Benefit Trust

## Notes to Financial Statements

### December 31, 2015

security to the intraday trading in the U.S. markets for investments, such as American Depository Receipts and the movement of certain indexes of securities based on a statistical analysis of the historical relationship and are categorized as either Level 1 or 2 of the hierarchy.

**U.S. Government and Agency Obligations.** U.S. Government and agency obligations are valued using a model that incorporates market observable data, such as reported sales of similar securities, broker quotes, yields, bids, offers and reference data. Certain securities are valued principally using dealer quotations. U.S. Government and agency obligations are categorized as Level 2 in the hierarchy.

**Floating Rate Loans.** The fair value of floating rate loans is generally valued using recently executed transactions, market price quotations (where observable), bid/ask quotes received by brokers specializing in floating rate loans and market observable credit default swap levels. Floating rate loans are categorized as Level 2 in the hierarchy.

**Corporate Bonds and Municipal Bonds.** The fair value of corporate bonds and municipal bonds are estimated using various techniques, which may consider recently executed transactions in securities of the issuer or comparable issuers, market price quotations (where observable), bond spreads, fundamental data relating to the issuer, and credit default swap spreads adjusted for any basis difference between cash and derivative instruments. Corporate bonds and municipal bonds are categorized as Level 2 in the hierarchy.

**Foreign Government Obligations.** Foreign Government obligations are valued using models that incorporate market observable data, such as reported sales of similar securities, broker quotes, yields, bids, offers and reference data. Certain securities are valued principally using dealer quotations. These securities are categorized as Level 2 in the hierarchy.

**Collateralized Mortgage Obligations and Asset-Backed and Mortgage-Backed Securities.** These securities are valued using models that incorporate observable data, such as prepayments, delinquencies, yields, bids, offers, collateral seasoning and other factors. Deal specific scenarios are derived from historical performance information and loan level details. These securities are categorized as Level 2 in the hierarchy.

**Call and Put Options.** Options are marked-to-market based on quoted market prices in active markets. If recent market transactions are not available, observable market quotations are obtained from brokers specializing in options. Options are generally categorized as Level 2 in the hierarchy.

**Foreign Currency Contracts.** Foreign currency contracts that are actively traded are valued based on quoted prices from the exchanges and are categorized in Level 1 of the hierarchy.

**Futures Contracts.** Futures contracts are marked-to-market on the daily fluctuations between the contract price and the market value of the underlying, as reported on a recognized exchange. Futures contracts are categorized as Level 1 in the hierarchy.

# Hand Composite Employee Benefit Trust

## Notes to Financial Statements

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**Credit Default Swaps.** Credit default swaps are traded on the over-the-counter (OTC) market. Fair value for credit default swaps is based on models, which take into account multiple inputs including specific contract terms, interest rate yield curves, interest rates, credit curves, recovery rates and current credit spreads obtained from swap counterparties and other market participants. Many inputs into the model do not require material subjectivity as they are observable in the marketplace or set per the contract. Other than the contract terms, valuation is heavily determined by the difference between the contract spread and the current market spread. The contract spread (or rate) is generally fixed and the market spread is determined by the credit risk of the underlying debt or reference entity. As the underlying debt on credit default swaps held by the Fund are liquid and the OTC market for the current spread is active, credit default swaps are categorized as Level 2 in the hierarchy.

**Short Sale Transactions.** Short sales are transactions in which the Fund sells a security it does not own in anticipation of a decline in the market value of that security. To complete such a transaction, a Fund must borrow the security to deliver to the buyer. The Fund is then obligated to replace the security borrowed by purchasing it in the open market at the time of replacement. The proceeds received by the Fund for the short sale are retained by the broker as collateral until the Fund replaces the borrowed security. The collateral required is determined daily by reference to the market value of the short positions. Liabilities for securities sold short are marked-to-market daily and reported at market value in the financial statements.

Short sale transactions may result in a risk of loss that may exceed the amount shown on the statement of assets and liabilities. A gain, limited to the price at which the Fund sold the security short, or a loss, potentially unlimited in size, will be recognized upon termination of a short sale. Dividends on short positions are recorded as a liability on the ex-dividend date and are shown in the statement of operations as Dividend Expense because the Fund must pay the dividend to the lender of the security.

Short selling is a technique that may be considered speculative, involves risk beyond the amount of money used to secure each transaction and may represent a form of leverage.

**Interest Rate Swaps.** The Fund enters into interest rate swap contracts to manage its exposure to interest rate risk. Interest rate swaps are agreements between two parties to exchange cash flows based on a notional principal amount. The Fund may elect to pay a fixed rate and receive a floating rate, or receive a fixed rate and pay a floating rate, on a notional principal amount. Interest rate swaps are marked-to-market daily based upon quotations from market makers and the change, if any, is recorded as an unrealized gain or loss in the statement of operations. When a swap contract is terminated early, the Fund records a realized gain or loss equal to the difference between the original cost and the settlement amount of the closing transaction.

The risks of interest rate swaps include changes in market conditions that will affect the value of the contract or changes in the present value of the future cash flow streams and the possible inability of the counterparty to fulfill its obligations under the agreement. The Fund's maximum risk of loss from counterparty credit risk is the discounted net value of the cash flows to be

# Hand Composite Employee Benefit Trust

## Notes to Financial Statements

### December 31, 2015

received from the counterparty over the contract's remaining life, to the extent that amount is positive. This risk is mitigated by the posting of collateral by the counterparty to the Fund to cover the Fund's exposure to the counterparty.

The following tables present the fair value measurements of assets and liabilities recognized in the accompanying statement of assets and liabilities measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at December 31, 2015.

	Fair Value	Fair Value Measurement Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<b>Western Asset Core Plus Bond CIF</b>				
Financial instruments - assets:				
Short Term Investments	\$ 115,125,565	\$ 115,125,565	\$ -	\$ -
Preferred Stocks	314,602	314,602	-	-
Corporate Bonds	146,343,883	-	146,343,875	8
Floating Rate Loans	8,954,854	-	8,954,854	-
Foreign Government	24,177,576	-	24,177,576	-
Asset-Backed Securities	15,008,953	-	12,659,743	2,349,210
Collateralized Mortgage Obligations	49,368,455	-	49,084,488	283,967
Mortgage-backed Securities	113,720,747	-	113,720,747	-
Municipals	156,034	-	156,034	-
U.S. Government and Agency Obligations	71,729,739	-	71,729,739	-
Call Options Purchased	56,037	53,009	3,028	-
Put Options Purchased	324,612	324,612	-	-
Total financial instruments - assets	<u>\$ 545,281,057</u>	<u>\$ 115,817,788</u>	<u>\$ 426,830,084</u>	<u>\$ 2,633,185</u>
Derivative instruments – assets:				
Futures Contracts	\$ 824,540	\$ 824,540	\$ -	\$ -
Foreign Currency Exchange Contracts	1,122,024	-	1,122,024	-
Centrally Cleared Credit Default Swaps on Credit Indices – Sell Protection	13,136	-	13,136	-
Centrally Cleared Interest Rate Swaps	374,932	-	374,932	-
Total derivative instruments - assets	<u>\$ 2,334,632</u>	<u>\$ 824,540</u>	<u>\$ 1,510,092</u>	<u>\$ 0</u>
Financial instruments – liabilities:				
Securities Sold Short	\$ 11,761,644	\$ -	\$ 11,761,644	\$ -
Options Written	427,408	392,364	35,044	-
Futures Contracts	301,414	301,414	-	-
Foreign Currency Exchange Contracts	142,049	-	142,049	-
Centrally Cleared Credit Default Swaps on Credit Indices – Sell Protection	49,744	-	49,744	-
Centrally Cleared Interest Rate Swaps	96,535	-	96,535	-
Total financial instruments - liabilities	<u>\$ 12,778,794</u>	<u>\$ 693,778</u>	<u>\$ 12,085,016</u>	<u>\$ 0</u>

### **Level 3 Reconciliation**

The following is a reconciliation of the beginning and ending balances of recurring fair value measurements recognized in the accompanying balance sheets using significant unobservable (Level 3) inputs.

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**Notes to Financial Statements**  
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	<b>Asset Corporate Bonds</b>	<b>Asset Asset- backed Securities</b>
Balance as of December 31, 2014	\$ -	\$ -
Included in other comprehensive income:		
Unrealized appreciation on available-for-sale securities	-	(165)
Purchases	-	2,349,375
Transfers in and/or out of Level 3	8	283,967
Balance, December 31, 2015	\$ 8	\$ 2,633,177
Total gains or losses for the period included in net income attributable to the change in unrealized gains or losses related to assets and liabilities still held at December 31, 2015	\$ 0	\$ (165)

**Note 10: Risk Factors**

***Investment Securities Risk***

The Fund invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the accompanying statement of assets and liabilities.

***Foreign Securities Risk***

Securities traded in foreign markets have often (though not always) performed differently from securities traded in the United States. However, such investments often involve special risks not present in U.S. investments that can increase the chances that the Fund will lose money. In particular, the Fund is subject to the risk that because there may be fewer investors on foreign exchanges and a smaller number of securities traded each day, it may be more difficult for the Fund to buy and sell securities on those exchanges. In addition, prices of foreign securities may go up and down more than prices of securities traded in the United States.

***Currency Risk***

Securities and other instruments in which the Fund invests may be denominated or quoted in currencies other than the U.S. dollar. Changes in foreign currency exchange rates may affect the value of the Fund's portfolio. Because the Fund's assets are primarily invested in securities of foreign countries, the U.S. dollar equivalent of the Fund's net assets would be adversely affected by reductions in the value of the foreign currencies relative to the U.S. dollar. For this reason, changes in foreign currency exchange rates can affect the value of the Fund's portfolio. Generally, when the U.S. dollar rises in value against a foreign currency, a security denominated in that currency loses value because the currency is worth fewer U.S. dollars. Conversely, when

# Hand Composite Employee Benefit Trust

## Notes to Financial Statements

### December 31, 2015

the U.S. dollar decreases in value against a foreign currency, a security denominated in that currency gains value because the currency is worth more U.S. dollars. This risk, generally known as "currency risk," means that a strong U.S. dollar may reduce returns for U.S. investors in foreign stocks while a weak U.S. dollar may increase those returns.

#### Note 11: Derivative Instruments and Hedging Activities

Below is a table, grouped by derivative type, that provides information about the fair value and the location of derivatives within the statement of assets and liabilities at December 31, 2015.

	Asset Derivatives <sup>1</sup>			
	Interest Rate Risk	Foreign Exchange Risk	Credit Risk	Total
Purchased options <sup>2</sup>	\$ 378,294	\$ -	\$ 2,355	\$ 380,649
Futures contracts <sup>3</sup>	805,241	19,299	-	824,540
Centrally cleared swap contracts <sup>4</sup>	374,932	-	13,136	388,068
Forward foreign currency contracts	-	1,122,024	-	1,122,024
Total	<u>\$ 1,558,467</u>	<u>\$ 1,141,323</u>	<u>\$ 15,491</u>	<u>\$ 2,715,281</u>

  

	Liability Derivatives <sup>1</sup>			
	Interest Rate Risk	Foreign Exchange Risk	Credit Risk	Total
Written options	\$ 315,189	\$ 112,219	\$ -	\$ 427,408
Futures contracts <sup>3</sup>	226,456	74,958	-	301,414
Centrally cleared swap contracts <sup>4</sup>	96,535	-	49,744	146,279
Forward foreign currency Contracts	-	142,049	-	142,049
Total	<u>\$ 638,180</u>	<u>\$ 329,226</u>	<u>\$ 49,744</u>	<u>\$ 1,017,150</u>

<sup>1</sup> Generally, the statement of assets and liabilities location for asset derivatives is receivables/net unrealized appreciation (depreciation) and for liability derivatives is payables/net unrealized appreciation (depreciation).

<sup>2</sup> Market value of purchased options is reported in Investments at value in the statement of assets and liabilities.

<sup>3</sup> Includes cumulative appreciation (depreciation) of futures contracts as reported in the footnotes. Only variation margin is reported within the receivables and/or payables on the statement of assets and liabilities.

<sup>4</sup> Includes cumulative appreciation (depreciation) of centrally cleared swap contracts as reported in the footnotes. Only variation margin is reported within the receivables and/or payables on the statement of assets and liabilities.

The following tables provide information about the effect of derivatives and hedging activities on the Fund's statement of operations for the year ended December 31, 2015. The first table provides additional detail about the amounts and sources of gains (losses) realized on derivatives during the year. The second table provides additional information about the change in unrealized appreciation (depreciation) resulting from the Fund's derivatives and hedging activities during the year.

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## Notes to Financial Statements

### December 31, 2015

	<b>Amount of Realized Gain (Loss) on Derivatives Recognized</b>			
	<b>Interest Rate Risk</b>	<b>Foreign Exchange Risk</b>	<b>Credit Risk</b>	<b>Total</b>
Purchased options <sup>1</sup>	\$ (1,228,407)	\$ (128,958)	\$ (8,060)	\$ (1,365,425)
Written options	3,497,586	576,735	22,967	4,097,288
Futures contracts	2,338,168	948,237	-	3,286,405
Swap contracts	205,360	-	291,614	496,974
Forward foreign currency contracts	-	(40,695)	-	(40,695)
<b>Total</b>	<b>\$ 4,812,707</b>	<b>\$ 1,355,319</b>	<b>\$ 306,521</b>	<b>\$ 6,474,547</b>

<sup>1</sup> Net realized gain (loss) from purchased options is reported in net realized gain (loss) from investment transactions in the statement of operations.

	<b>Change in Unrealized Appreciation (Depreciation) on Derivatives Recognized</b>			
	<b>Interest Rate Risk</b>	<b>Foreign Exchange Risk</b>	<b>Credit Risk</b>	<b>Total</b>
Purchased options <sup>1</sup>	\$ 163,868	\$ 22,153	\$ (11,199)	\$ 174,822
Written options	101,179	37,533	-	138,712
Futures contracts	181,577	(229,142)	-	(47,565)
Swap contracts	278,397	-	(44,795)	233,602
Forward foreign currency contracts	-	863,832	-	863,832
<b>Total</b>	<b>\$ 725,021</b>	<b>\$ 694,376</b>	<b>\$ (55,994)</b>	<b>\$ 1,363,403</b>

<sup>1</sup> The change in unrealized appreciation (depreciation) from purchased options is reported in the change in net unrealized appreciation (depreciation) from investments in the statement of operations.

During the year ended December 31, 2015, the volume of derivative activity for the Fund was as follows:

	<b>Average Market Value</b>
Purchased options	\$ 166,074
Written options	486,035
Futures contracts (to buy)	207,412,867
Futures contracts (to sell)	280,634,841
Forward foreign currency contracts (to buy)	6,800,861
Forward foreign currency contracts (to sell)	21,757,823
	<b>Average Notional Balance</b>
Interest rate swap contracts	\$ 23,468,385
Credit default swap contracts (to buy protection) †	168,909
Credit default swap contracts (to sell protection)	10,724,550

† At December 31, 2015, there were no open positions held in this derivative.

# Hand Composite Employee Benefit Trust

## Notes to Financial Statements

### December 31, 2015

The following table presents, by financial instrument, the Fund's derivative assets net of the related collateral received by the Fund at December 31, 2015:

	<b>Gross Amount of Derivative Assets in the Statement of Assets and Liabilities</b>	<b>Collateral Received</b>	<b>Net Amount</b>
Purchased options <sup>2</sup>	\$ 380,649	\$ -	\$ 380,649
Futures contracts <sup>3</sup>	333,044	-	333,044
Forward foreign currency contracts	1,122,024	-	1,122,024
<b>Total</b>	<b>\$ 1,835,717</b>	<b>\$ 0</b>	<b>\$ 1,835,717</b>

The following table presents, by financial instrument, the Fund's derivative liabilities net of the related collateral pledged by the Fund at December 31, 2015.

	<b>Gross Amount of Derivative Liabilities in the Statement of Assets and Liabilities</b>	<b>Collateral Pledged</b>	<b>Net Amount</b>
Written options	\$ 427,408	\$ -	\$ 427,408
Centrally cleared swap contracts <sup>3</sup>	196,530	(196,530)	-
Forward foreign currency contracts	142,049	-	142,049
<b>Total</b>	<b>\$ 765,987</b>	<b>\$ (196,530)</b>	<b>\$ 569,457</b>

<sup>1</sup> Absent an event of default or early termination, derivative assets and liabilities are presented gross and not offset in the statement of assets and liabilities.

<sup>2</sup> Market value of purchased options is shown in Investments at value in the statement of assets and liabilities.

<sup>3</sup> Amount represents the current day's variation margin as reported in the statement of assets and liabilities. It differs from the cumulative appreciation (depreciation) presented in the previous table.

<sup>4</sup> Gross amounts are not offset in the statement of assets and liabilities.

<sup>5</sup> In some instances, the actual collateral received and/or pledged may be more than the amount shown here due to overcollateralization.



## **Supplemental Information**

**Hand Composite Employee Benefit Trust**  
**Schedule of Investment Purchases and Sales – Selected Fund**  
**Western Asset Core Plus Bond CIF**  
**December 31, 2015**

<b>Purchases</b>	
<b>Investment Class</b>	<b>Cost</b>
Asset-Backed Securities	\$ 16,865,602
Collateralized Mortgage Obligations	32,508,105
Corporate Bonds	90,259,042
Floating Rate Loans	6,185,076
Foreign Government	31,181,731
Mortgage-backed Securities	1,110,631,706
U.S. Government and Agency Obligations	289,463,533
	<hr/>
Total Investments Purchased	\$ 1,577,094,795

<b>Investment Class</b>	<b>Sales</b>		
	<b>Proceeds</b>	<b>Cost</b>	<b>Gain (Loss)</b>
Asset-Backed Securities	\$ 9,053,374	\$ 9,050,777	\$ 2,597
Collateralized Mortgage Obligations	15,177,130	15,232,022	(54,892)
Corporate Bonds	36,515,781	36,292,361	223,420
Floating Rate Loans	1,546,819	1,604,457	(57,638)
Foreign Government	17,915,128	18,012,799	(97,671)
Mortgage-backed Securities	1,066,105,781	1,065,928,000	177,781
U.S. Government and Agency Obligations	273,301,223	274,510,573	(1,209,350)
	<hr/>	<hr/>	<hr/>
Total Investments Sold	\$ 1,419,615,236	\$ 1,420,630,989	\$ (1,015,753)