

**Hand Composite Employee Benefit Trust
BrandywineGLOBAL - Global Investment
Grade Fixed Income CIF**

Independent Auditor's Report and Financial Statements

December 31, 2020



Hand Composite Employee Benefit Trust

December 31, 2020

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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, BrandywineGLOBAL – Global Investment Grade Fixed Income 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, 2020, and 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 BrandywineGLOBAL – Global Investment Grade Fixed Income CIF, included in the Hand Composite Employee Benefit Trust, as of December 31, 2020, 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
May 27, 2021

Hand Composite Employee Benefit Trust
Statement of Assets and Liabilities – Selected Fund
December 31, 2020

**BrandywineGLOBAL -
Global Investment Grade
Fixed Income CIF**

Assets

Investments, at cost	\$	220,987,335
Investments, at fair value	\$	217,820,603
Cash denominated in foreign currencies (Cost - \$2)		2
Receivable from broker - variation margin on open futures contracts		102,300
Unrealized gain on foreign currency forward exchange contracts		4,362,226
Deposits with brokers for foreign currency forward exchange contracts		567,278
Receivable for:		
Investment securities sold		69,790
Capital shares sold		49,046
Dividends and interest		1,214,610
Investment advisor waived fees		24,289
Total assets	\$	224,210,144

Liabilities

Payable for capital shares redeemed		23,763
Management fee payable		83,428
Foreign currency collateral for open futures contracts, at value (Cost \$12)		12
Deposits payable to brokers for foreign currency forward exchange contracts		1,530,000
Unrealized loss on foreign currency forward exchange contracts		888,883
Accounts payable and accrued liabilities		34,690
Total liabilities	\$	2,560,776

Net assets held for participants:		
Class R1	\$	191,784,057
Class R3		23,365,064
Class R-INT		6,500,247
Total net assets held for participants	\$	221,649,368

Units outstanding:		
Class R1		13,507,333
Class R3		1,648,942
Class R-INT		454,246
Total units outstanding		15,610,521

Net asset value per unit:		
Class R1	\$	14.20
Class R3	\$	14.17
Class R-INT	\$	14.31

Hand Composite Employee Benefit Trust
Schedule of Investments
BrandywineGLOBAL – Global Investment Grade Fixed Income CIF
December 31, 2020

Number of Shares or Principal Amount †		Cost	Fair Value
<u>Short Term Investment</u>			
9,178,971	State Street Institutional U. S. Government Money Market Fund, Premier Class 0.03%	\$ 9,178,971	\$ 9,178,971
	Total Short Term Investment	4.21% 9,178,971	9,178,971
<u>Corporate Bonds</u>			
<i>Consumer, Discretionary</i>			
\$ 645,000	General Motors Co. Sr Unsecured 5.95% 04/01/2049	742,996	872,311
990,000	General Motors Co. Sr Unsecured 6.25% 10/02/2043	1,100,555	1,335,480
3,115,000	General Motors Financial Co., Inc. 1.29% 11/17/2023	3,115,000	3,121,225
	Total Consumer, Discretionary	2.45% 4,958,551	5,329,016
<i>Consumer, Cyclical</i>			
3,375,000	Ford Motor Credit Co. LLC Sr Unsecured 1.05% 04/05/2021	3,375,000	3,360,539
	Total Consumer, Cyclical	1.54% 3,375,000	3,360,539
<i>Energy</i>			
145,000	Devon Energy Corp. Sr Unsecured 4.75% 05/15/2042	146,884	163,685
165,000	Devon Energy Corp. Sr Unsecured 5.00% 06/15/2045	166,724	194,349
415,000	Devon Energy Corp. Sr Unsecured 5.60% 07/15/2041	430,145	507,536
1,305,000	Exxon Mobil Corp. Sr Unsecured 3.45% 04/15/2051	1,313,583	1,491,469
1,185,000	Hess Corp. Sr Unsecured 5.60% 02/15/2041	1,294,850	1,446,124
780,000	Hess Corp. Sr Unsecured 5.80% 04/01/2047	866,379	992,446
510,000	Petroleos Mexicanos Company Guarantee 6.75% 09/21/2047	491,298	478,125
3,305,000	Petroleos Mexicanos Company Guarantee 7.69% 01/23/2050	3,371,603	3,332,266
1,125,000	Total Capital International S.A. Company Guarantee 3.13% 05/29/2050	1,125,000	1,219,228
	Total Energy	4.51% 9,206,466	9,825,228
<i>Financials</i>			
1,600,000	American Express Co. Sr Unsecured .83% 11/05/2021	1,600,000	1,606,562
1,805,000	Bank of America Corp. Sr Unsecured MTN 4.08% 03/20/2051	1,928,586	2,279,478
3,485,000	Bank of Montreal Sr Unsecured, MTN .77% 03/10/2023	3,485,000	3,514,937
4,425,000	Bank of Nova Scotia Sr Unsecured .64% 09/15/2023	4,425,000	4,451,768
2,820,000	Canadian Imperial Bank of Commerce Sr Unsecured .89% 03/17/2023	2,820,000	2,846,647
5,030,000	Goldman Sachs Group, Inc. Sr Unsecured .96% 02/23/2023	5,032,191	5,076,846
1,965,000	Metropolitan Life Global Funding I, 144A .66% 01/13/2023	1,965,000	1,975,029
1,850,000	Wells Fargo & Co. Sr Unsecured 1.24% 07/26/2021	1,851,330	1,859,961
	Total Financials	10.84% 23,107,107	23,611,228

Hand Composite Employee Benefit Trust
Schedule of Investments (Continued)
BrandywineGLOBAL – Global Investment Grade Fixed Income CIF (Continued)
December 31, 2020

Principal Amount †		Cost	Fair Value
<i>Industrials</i>			
\$ 820,000	Boeing Co. Sr Unsecured 3.95% 08/01/2059	\$ 756,369	\$ 877,611
475,000	Boeing Co. Sr Unsecured 5.71% 05/01/2040	475,000	616,417
1,405,000	Boeing Co. Sr Unsecured 5.81% 05/01/2050	1,585,801	1,936,294
810,000	Boeing Co. Sr Unsecured 5.93% 05/01/2060	865,844	1,149,061
2,805,000	Caterpillar Financial Services Corp. Sr Unsecured MTN .45% 03/15/2021	2,804,922	2,805,885
2,700,000	Daimler Finance North America LLC Company Guarantee 144A .66% 02/22/2021	2,700,000	2,701,244
600,000	Delta Air Lines, Inc. Sr Secured 144A 7.00% 05/01/2025	631,133	692,731
395,000	Delta Air Lines, Inc. Sr Unsecured 3.75% 10/28/2029	326,849	382,855
785,000	Delta Air Lines, Inc. Sr Unsecured 7.38% 01/15/2026	788,828	896,708
3,565,000	General Electric Co. Sr Unsecured 4.35% 05/01/2050	3,663,650	4,335,568
1,035,000	Saudi Arabian Oil Co. Sr Secured 144A 3.25% 11/24/2050	1,029,595	1,049,560
1,945,000	Southwest Airlines Co. Sr Unsecured 5.13% 06/15/2027	2,007,274	2,313,801
	Total Industrials	9.07% <u>17,635,265</u>	<u>19,757,735</u>
<i>Information Technology</i>			
125,000	Hewlett Packard Enterprise Co. Sr Unsecured 6.20% 10/15/2035	145,327	161,291
1,815,000	Oracle Corp. Sr Unsecured 3.60% 04/01/2050	1,825,780	2,114,627
1,200,000	Oracle Corp. Sr Unsecured 3.85% 04/01/2060	1,214,196	1,475,657
	Total Information Technology	1.72% <u>3,185,303</u>	<u>3,751,575</u>
<i>Telecommunication Services</i>			
220,000	Walt Disney Co. Company Guarantee 4.63% 03/23/2040	219,500	293,792
440,000	Walt Disney Co. Company Guarantee 4.70% 03/23/2050	438,348	621,481
	Total Telecommunication Services	0.42% <u>657,848</u>	<u>915,273</u>
	Total Corporate Bonds	30.55% <u>62,125,540</u>	<u>66,550,594</u>
<i>Foreign Government</i>			
<i>Australia</i>			
AUD 5,125,000	Australia Government Bond Sr Unsecured 1.75% 06/21/2051	3,687,075	3,759,739
AUD 5,130,000	Australia Government Bond Sr Unsecured REGS 5.75% 07/15/2022	3,757,011	4,298,979
AUD 1,460,000	New South Wales Treasury Corp. Local Government Guarantee REGS 4.00% 04/08/2021	1,026,220	1,136,776
AUD 3,245,000	Queensland Treasury Corp. Local Government Guarantee REGS 5.50% 06/21/2021	2,388,453	2,564,167
AUD 2,930,000	Western Australian Treasury Corp. Local Government Guarantee 7.00% 07/15/2021	2,060,139	2,340,971
	Total Australia	6.47% <u>12,918,898</u>	<u>14,100,632</u>

Hand Composite Employee Benefit Trust
Schedule of Investments (Continued)
BrandywineGLOBAL – Global Investment Grade Fixed Income CIF (Continued)
December 31, 2020

Principal Amount †			Cost	Fair Value
<i>Brazil</i>				
BRL \$	1,575,000	Brazil Notas do Tesouro Nacional Sr Unsecured 10.00% 01/01/2021	\$ 668,595	\$ 303,223
BRL	11,540,000	Brazil Notas do Tesouro Nacional Sr Unsecured 10.00% 01/01/2023	4,686,309	2,452,770
		Total Brazil	1.27% <u>5,354,904</u>	<u>2,755,993</u>
<i>Malaysia</i>				
MY	8,015,000	Malaysia Government Bond Sr Unsecured 3.48% 03/15/2023	2,151,912	2,060,269
MY	6,530,000	Malaysia Government Bond Sr Unsecured 3.88% 03/10/2022	1,580,433	1,662,709
MY	6,205,000	Malaysia Government Bond Sr Unsecured 3.90% 11/16/2027	1,441,355	1,692,148
MY	3,455,000	Malaysia Government Bond Sr Unsecured 3.96% 09/15/2025	795,758	928,560
MY	9,090,000	Malaysia Government Bond Sr Unsecured 4.05% 09/30/2021	2,443,430	2,299,090
		Total Malaysia	3.97% <u>8,412,888</u>	<u>8,642,776</u>
<i>Mexico</i>				
MX	43,200,000	Mexican Bonos 8.00% 11/07/2047	2,444,575	2,562,041
MX	35,000,000	Mexican Bonos Sr Unsecured 7.75% 11/23/2034	1,763,642	2,071,454
MX	130,300,000	Mexican Bonos Sr Unsecured 7.75% 11/13/2042	9,230,282	7,541,417
MX	89,200,000	Mexican Bonos Sr Unsecured 8.50% 05/31/2029	6,963,014	5,463,749
MX	14,900,000	Mexican Bonos Sr Unsecured 8.50% 11/18/2038	832,597	928,301
MX	92,500,000	Mexican Bonos Sr Unsecured 8.50% 11/18/2038	6,961,117	5,762,941
		Total Mexico	11.17% <u>28,195,227</u>	<u>24,329,903</u>
<i>Poland</i>				
PLN	7,025,000	Poland Government Bond Sr Unsecured 2.00% 04/25/2021	1,872,971	1,891,787
		Total Poland	0.87% <u>1,872,971</u>	<u>1,891,787</u>
<i>South Africa</i>				
ZAR	2,925,000	Republic of South Africa Government Bond Sr Unsecured 8.75% 02/28/2048	176,420	163,698
ZAR	5,200,000	Republic of South Africa Government Bond Sr Unsecured 6.50% 02/28/2041	250,995	231,430
ZAR	64,200,000	South Africa Government International Bond Sr Unsecured 6.50% 02/28/2041	4,573,052	2,857,275
ZAR	66,275,000	South Africa Government International Bond Sr Unsecured 8.75% 02/28/2048	4,617,792	3,709,075
		Total South Africa	3.20% <u>9,618,259</u>	<u>6,961,478</u>
		Total Foreign Government	26.95% <u>66,373,147</u>	<u>58,682,569</u>

Hand Composite Employee Benefit Trust
Schedule of Investments (Continued)
BrandywineGLOBAL – Global Investment Grade Fixed Income CIF (Continued)
December 31, 2020

Principal Amount †		Cost	Fair Value
<i><u>Asset-backed Securities</u></i>			
\$ 230,000	Towd Point Mortgage Trust Series 2017-6, Class A2, VRN, 144A 3.00% 10/25/2057	\$ 223,235	\$ 244,808
	Total Asset-backed Securities	0.11% <u>223,235</u>	<u>244,808</u>
<i><u>Mortgage-backed Securities</u></i>			
495,000	Benchmark Mortgage Trust Series 2020-B17, Class A2 2.21% 03/15/2053	501,851	520,720
436,677	BX Commercial Mortgage Trust Series 2019-XL, Class A, 144A 1.08% 10/15/2036	425,438	437,491
255,000	COMM Mortgage Trust Series 2015-3BP, Class A, 144A 3.18% 02/10/2035	260,965	274,871
240,000	Credit Suisse Mortgage Capital Certificates Series 2019-ICE4, Class A, 144A 1.14% 05/15/2036	233,830	240,321
	Total Mortgage-backed Securities	0.68% <u>1,422,084</u>	<u>1,473,403</u>
<i><u>U.S. Government and Agency Obligations</u></i>			
27,230,000	U.S. Treasury Note .15% 07/31/2022	27,234,298	27,228,922
9,710,000	U.S. Treasury Note .15% 10/31/2022	9,710,774	9,708,187
10,240,000	U.S. Treasury Note .21% 04/30/2022	10,243,758	10,248,095
14,685,000	U.S. Treasury Note .25% 01/31/2022	14,693,076	14,699,476
11,105,000	U.S. Treasury Note .32% 07/31/2021	11,104,396	11,117,847
8,670,000	U.S. Treasury Note .40% 10/31/2021	8,678,056	8,687,731
	Total U.S. Government and Agency Obligations	37.50% <u>81,664,358</u>	<u>81,690,258</u>
	Total Investments	100.00% <u>\$ 220,987,335</u>	<u>\$ 217,820,603</u>

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

Abbreviations used in this table:

AUD	Australian Dollar
BRL	Brazilian Real
MXN	Mexican Peso
MYR	Malaysian Ringgit
PLN	Polish Zloty
USD	United States Dollar
ZAR	South African Rand

Hand Composite Employee Benefit Trust
Statement of Operations – Selected Fund
Year Ended December 31, 2020

	BrandywineGLOBAL - Global Investment Grade Fixed Income CIF
Income	
Interest (net of foreign withholding taxes of \$24,182)	\$ 5,180,113
Total income	5,180,113
Expenses	
Trustee and administrative	216,397
Class R1 expenses	774,977
Class R3 expenses	88,812
Total expenses before reimbursement	1,080,186
Reimbursement of fees	(158,075)
Net expenses	922,111
Net Investment Income	4,258,002
Net Realized Gains (Losses) on Investments, Futures Contracts and Foreign Currency	
Net realized gains on investments	8,471,595
Net realized gains on futures contracts	3,765,862
Net realized losses on foreign currency transactions	(40,003)
Net realized losses on foreign currency forward exchange contracts	(61,755)
Net realized gains	12,135,699
Change in Net Unrealized Appreciation (Depreciation)	
Investments	4,934,144
Futures contracts	102,143
Foreign currencies	16,342
Foreign currency forward exchange contracts	1,491,053
Change in net unrealized appreciation (depreciation)	6,543,682
Net realized and unrealized gains on investments, futures contracts and foreign currency	18,679,381
Net Increase in Net Assets Resulting From Operations	\$ 22,937,383

Hand Composite Employee Benefit Trust
Statement of Changes in Net Assets – Selected Fund
Year Ended December 31, 2020

	BrandywineGLOBAL - Global Investment Grade Fixed Income CIF
Operations	
Net investment income	\$ 4,258,002
Net realized gains	12,135,699
Change in net unrealized appreciation (depreciation)	6,543,682
Net increase in net assets from operations	22,937,383
Net Increase in Net Assets From Participant Unit Transactions	14,401,606
Increase in Net Assets	37,338,989
Net Assets	
Beginning of year	184,310,379
End of year	\$ 221,649,368

Hand Composite Employee Benefit Trust

Notes to Financial Statements

December 31, 2020

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 80 portfolios (the Funds); the financial statements of one of those funds, the BrandywineGLOBAL - Global Investment Grade Fixed Income 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.

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.

Hand Composite Employee Benefit Trust

Notes to Financial Statements

December 31, 2020

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, 2020, 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 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.

Hand Composite Employee Benefit Trust

Notes to Financial Statements

December 31, 2020

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.

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 May 27, 2021, which is the date the financial statements were available to be issued.

Investment Management Advisors

The investment management advisor for the Fund is Brandywine Global Investment Management, LLC.

Note 2: Futures Contracts

At December 31, 2020, the Fund had the following open futures contracts:

	Number of Contracts	Expiration Date	Basis Value	Market Value	Unrealized Appreciation
Contracts to Sell:					
U.S. Treasury Ultra Long-term Bonds	71	3/21	\$ 15,265,238	\$ 15,163,095	<u>\$ 102,143</u>

Hand Composite Employee Benefit Trust

Notes to Financial Statements

December 31, 2020

Note 3: Foreign Currency Forward Exchange Contracts

At December 31, 2020, the Fund had the following open foreign currency forward exchange contracts:

	Currency Purchased	Currency Sold	Counterparty	Settlement Date	Unrealized Appreciation (Depreciation)
MYR	\$ 11,000,000	USD \$ 2,657,005	Barclays Bank PLC	1/14/2021	\$ 76,613
KRW	10,380,000,000	USD 9,183,809	Citibank, N. A.	1/15/2021	373,432
CLP	2,090,000,000	USD 2,624,672	HSBC Bank USA, N. A.	1/15/2021	316,505
CZK	81,100,000	USD 3,477,478	JPMorgan Chase Bank, N. A.	1/20/2021	298,678
KRW	1,120,000,000	USD 967,101	Citibank, N. A.	1/22/2021	64,151
KRW	1,990,000,000	USD 1,737,233	Citibank, N. A.	1/22/2021	95,081
JPY	2,570,000,000	USD 24,528,869	Citibank, N. A.	1/28/2021	368,056
USD	8,223,826	JPY 858,000,000	Citibank, N. A.	1/28/2021	(88,066)
USD	16,382,728	JPY 1,710,000,000	Citibank, N. A.	1/28/2021	(202,305)
PLN	6,000,000	USD 1,513,642	Citibank, N. A.	1/29/2021	92,729
PLN	23,190,000	USD 6,248,956	Citibank, N. A.	1/29/2021	(40,333)
USD	3,149,658	PLN 12,410,000	Citibank, N. A.	1/29/2021	(172,852)
CLP	2,340,000,000	USD 2,975,963	HSBC Bank USA, N. A.	1/29/2021	317,028
MXN	77,200,000	USD 3,581,702	Citibank, N. A.	2/3/2021	285,117
CAD	8,360,000	USD 6,426,765	Goldman Sachs International	2/5/2021	141,752
CAD	8,420,000	USD 6,581,467	Goldman Sachs International	2/5/2021	34,192
USD	6,053,084	ZAR 95,100,000	HSBC Bank USA, N. A.	2/12/2021	(385,327)
GBP	5,270,000	USD 6,986,834	HSBC Bank USA, N. A.	2/19/2021	222,135
CZK	103,000,000	USD 4,608,563	JPMorgan Chase Bank, N. A.	2/19/2021	187,918
CLP	2,610,000,000	USD 3,415,023	HSBC Bank USA, N. A.	2/22/2021	258,180
AUD	1,850,000	USD 1,352,970	HSBC Bank USA, N. A.	2/25/2021	73,959
CLP	2,400,000,000	USD 3,159,017	HSBC Bank USA, N. A.	3/5/2021	218,791
GBP	17,730,000	USD 23,647,919	Citibank, N. A.	3/8/2021	607,505
NOK	57,100,000	USD 6,511,508	Barclays Bank PLC	3/9/2021	146,588
NOK	58,200,000	USD 6,607,618	Citibank, N. A.	3/9/2021	178,743
KRW	4,570,000,000	USD 4,203,342	HSBC Bank USA, N. A.	3/11/2021	5,073
Total					<u>\$ 3,473,343</u>

Abbreviations used in this table:

AUD	Australian Dollar	KRW	South Korean Won
CAD	Canadian Dollar	MXN	Mexican Peso
CLP	Chilean Peso	MYR	Malaysian Ringgit
CZK	Czech Republic Koruna	NOK	Norwegian Krone
GBP	British Pound	PLN	Polish Zloty
JPY	Japanese Yen	ZAR	South African Rand

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Note 4: Investment Advisory Fees and Other Transactions With Affiliates

The Fund is charged a fee by HB&T for trustee/administrative services and other fees which include fund accounting services, transfer agency services, custody 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, 2020, 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:

Fund	Trustee/ Administrative Fees	Investment Management Fees	Other Fees	Total Fees
BW Global Investment Grade				
Fixed Income CIF:				
Class R1	0.04%	0.47%	0.07%	0.58%
Class R3	0.04%	0.42%	0.07%	0.53%
Class R-INT	0.04%	0.00%	0.07%	0.11%

Note 5: Financial Highlights

	BrandywineGLOBAL - Global Investment Grade Fixed Income CIF		
	Class R1	Class R3	Class R-INT
Net asset value, beginning of year	\$ 12.70	\$ 12.68	\$ 12.75
Net investment income	0.28	0.28	0.33
Net realized and unrealized gains	1.22	1.21	1.23
Net increase from investment operations	1.50	1.49	1.56
Net asset value, end of year	\$ 14.20	\$ 14.17	\$ 14.31
Total return	11.81%	11.75%	12.24%
Ratio to average net assets:			
Net investment income	2.21%	2.20%	2.58%
Expenses without reimbursement	0.58%	0.53%	0.11%
Expenses with reimbursement	0.49%	0.51%	0.11%

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Note 6: Participant Unit Transactions

	BrandywineGLOBAL - Global Investment Grade Fixed Income CIF	
	Units	Dollars
Class R1:		
Proceeds from sales of units	2,798,219	\$ 36,192,017
Cost of units redeemed	(1,690,112)	(21,757,257)
Net change in Class R1 from participant transactions	1,108,107	14,434,760
Class R3:		
Proceeds from sales of units	849,368	11,031,884
Cost of units redeemed	(943,279)	(12,113,023)
Net change in Class R3 from participant transactions	(93,911)	(1,081,139)
Class R-INT:		
Proceeds from sales of units	276,911	\$ 3,506,499
Cost of units redeemed	(196,057)	(2,458,514)
Net change in Class R-INT from participant transactions	80,854	1,047,985
Net change in net assets from participant unit transactions		\$ 14,401,606

Note 7: 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 that the fund can access at the measurement date.

Level 2: Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities that the entity can access at the measurement date; 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.

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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, 2020.

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.

Corporate Bonds. The fair value of corporate bonds is 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 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.

Asset-backed Securities 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.

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.

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.

Foreign Currency Forward Exchange Contracts. These contracts are valued at the prevailing forward exchange rate of the underlying currencies on the reporting date and unrealized gains or losses recorded daily. Foreign currency contracts are generally categorized as Level 2 in the hierarchy.

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The following table presents 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, 2020:

	Fair Value	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
BrandywineGLOBAL - Global Investment Grade Fixed Income CIF				
Financial Instruments - Assets:				
Short Term Investment	\$ 9,178,971	\$ 9,178,971	\$ -	\$ -
Corporate Bonds	66,550,594	-	66,550,594	-
Foreign Government	58,682,569	-	58,682,569	-
Asset-backed Securities	244,808	-	244,808	-
Mortgage-backed Securities	1,473,403	-	1,473,403	-
U.S. Government and Agency Obligations	81,690,258	-	81,690,258	-
Total Financial Instruments - Assets	<u>\$ 217,820,603</u>	<u>\$ 9,178,971</u>	<u>\$ 208,641,632</u>	<u>\$ 0</u>
Derivative Instruments - Assets:				
Futures Contracts	\$ 102,143	\$ 102,143	\$ -	\$ -
Foreign Currency Exchange Contracts	4,362,226	-	4,362,226	-
Total Derivative Instruments - Assets	<u>\$ 4,464,369</u>	<u>\$ 102,143</u>	<u>\$ 4,362,226</u>	<u>\$ 0</u>
Derivative Instruments - Liabilities:				
Foreign Currency Exchange Contracts	\$ 888,883	\$ 0	\$ 888,883	\$ 0

Note 8: 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.

Since January 2020, the COVID-19 pandemic created outbreaks of infectious illnesses, and countries throughout the globe were subject to other public health threats, infectious illnesses, diseases, or similar issues. Any spread of an infectious illness, public health threat or similar issue could alter

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consumer demand or economic output, result in market closures, travel restrictions or quarantines, and have a significant impact on the global economy, which in turn could adversely affect the Fund's investments and could result in increases or decreases in the Fund's net asset value.

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 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 9: Derivative Instruments and Hedging Activities

The following table, grouped by derivative type, provides information about the fair value and the location of derivatives within the statement of assets and liabilities at December 31, 2020:

	Asset Derivatives ⁽¹⁾		
	Interest Rate Risk	Foreign Exchange Risk	Total
Futures contracts ⁽²⁾	\$ 102,143	\$ -	\$ 102,143
Forward foreign currency contracts	-	4,362,226	4,362,226
Total	<u>\$ 102,143</u>	<u>\$ 4,362,226</u>	<u>\$ 4,464,369</u>

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

⁽²⁾ Includes cumulative unrealized appreciation (depreciation) of futures contracts as reported in Note 2. Only variation margin is reported within the receivables and/or payables on the statement of assets and liabilities.

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	Liability Derivatives ⁽¹⁾	
	Foreign Exchange Risk	Total
Forward foreign currency contracts	\$ 888,883	\$ 888,883
Total	\$ 888,883	\$ 888,883

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

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, 2020. 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:

	Amount of Realized Gain (Loss) on Derivatives Recognized		
	Interest Rate Risk	Foreign Exchange Risk	Total
Futures contracts	\$ 3,765,862	\$ -	\$ 3,765,862
Forward foreign currency contracts	-	(61,755)	(61,755)
Total	\$ 3,765,862	\$ (61,755)	\$ 3,704,107

	Change in Unrealized Appreciation (Depreciation) on Derivatives Recognized		
	Interest Rate Risk	Foreign Exchange Risk	Total
Futures contracts	\$ 102,143	\$ -	\$ 102,143
Forward foreign currency contracts	-	1,491,053	1,491,053
Total	\$ 102,143	\$ 1,491,053	\$ 1,593,196

During the year ended December 31, 2020, the volume of derivative activity for the Fund was as follows.

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	Average Market Value
Futures contracts (to buy)	\$ 12,374,861
Futures contracts (to sell)	6,292,555
Forward foreign currency contracts (to buy)	123,844,571
Forward foreign currency contracts (to sell)	41,368,680

The following table presents, by financial instrument, the Fund's derivative assets net of the related collateral received by the Fund at December 31, 2020:

	Gross Amount of Derivative Assets in the Statement of Assets and Liabilities⁽¹⁾	Collateral Received	Net Amount
Futures contracts ⁽²⁾	\$ 102,300	\$ -	\$ 102,300
Forward foreign currency contracts	4,362,226	-	4,362,226
Total	\$ 4,464,526	\$ 0	\$ 4,464,526

(1) 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

(2) 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.

The following table presents, by financial instrument, the Fund's derivative liabilities net of the related collateral pledged by the Fund at December 31, 2020:

	Gross Amount of Derivative Liabilities in the Statement of Assets and Liabilities⁽¹⁾	Collateral Pledged	Net Amount
Forward foreign currency contracts	\$ 888,883	\$ -	\$ 888,883
Total	\$ 888,883	\$ 0	\$ 888,883

(1) 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

Supplemental Information

Hand Composite Employee Benefit Trust
Schedule of Investment Purchases and Sales – Selected Fund
BrandywineGLOBAL – Global Investment Grade Fixed Income CIF
Year Ended December 31, 2020

Purchases	
Investment Class	Cost
Asset-backed Securities	\$ 223,100
Collateralized Mortgage Obligations	1,424,498
Corporate Bonds	66,579,777
Foreign Government	11,856,839
U.S. Government and Agency Obligations	276,170
Total Investments Purchased	\$ 80,360,384

Sales			
Investment Class	Proceeds	Cost	Gain
Corporate Bonds	\$ 41,939,399	\$ 36,946,759	\$ 4,992,640
Foreign Government	4,175,927	3,803,344	372,583
U.S. Government and Agency Obligations	87,801,376	84,442,640	3,358,736
Total Investments Sold	\$ 133,916,702	\$ 125,192,743	\$ 8,723,959