

**Hand Composite Employee
Benefit Trust
HB&T Stable Value Fund**

**Independent Auditor's Report
and Financial Statements**

December 31, 2022



Hand Composite Employee Benefit Trust

December 31, 2022

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Independent Auditor's Report

To the Unitholders and Board of Directors
Hand Composite Employee Benefit Trust
Houston, Texas

Opinion

We have audited the financial statements of the selected fund, HB&T Stable Value Fund, included in the Hand Composite Employee Benefit Trust, which comprise the statement of assets and liabilities, including the schedule of investments, as of December 31, 2022, and the related statements of operations and changes in net assets for the period September 30, 2022 (inception) to December 31, 2022, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the selected fund, included in the Hand Composite Employee Benefit Trust, as of December 31, 2022, and the results of its operations and the changes in its net assets for the period September 30, 2022 (inception) to December 31, 2022, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are required to be independent of Hand Composite Employee Benefit Trust and the selected fund and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Hand Composite Employee Benefit Trust's and the selected fund's ability to continue as a going concern within one year after the date that these financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Hand Composite Employee Benefit Trust's and the selected fund's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Hand Composite Employee Benefit Trust's and the selected fund's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the selected fund's basic financial statements. 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 basic 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other

records used to prepare the basic financial statements or to the basic 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 basic financial statements as a whole.

FORVIS, LLP

Houston, Texas
June 23, 2023

Hand Composite Employee Benefit Trust
Statement of Assets and Liabilities – Selected Fund
December 31, 2022

	HB&T Stable Value Fund
Assets	
Investments, at fair value	\$ 190,837
Security-backed contracts, at fair value	238,844,459
Receivable for:	
Capital shares sold	4,500,000
Interest	601
Total assets	\$ 243,535,897
Liabilities	
Payable for investment securities purchased	\$ 4,500,000
Management fee payable	44,669
Due to custodian	19,574
Accounts payable and accrued liabilities	35,050
Total liabilities	\$ 4,599,293
Net assets reflecting investments at fair value	\$ 238,936,604
Adjustment from fair value to contract value for fully benefit-responsive contracts	748,666
Net assets held for participants:	
Class R	\$ 239,685,270
Units outstanding:	
Class R	23,721,468
Net asset value per unit:	
Class R	\$ 10.10

Hand Composite Employee Benefit Trust

Schedule of Investments

HB&T Stable Value Fund

December 31, 2022

Number of Shares			Cost	Fair Value				
<u>Short Term Investment</u>								
190,873	State Street Institutional Investment Trust Treasury Money Market Fund		\$ 190,873	\$ 190,873				
	Total Short Term Investment	0.08%	\$ 190,873	\$ 190,873				
Name of Issuer		Contract Issuer Moody's/S & P Rating (b)	Cost	Fair Value	Wrapper Contracts at Fair Value (a)	Adjustment to Contract Value	Contract Value (a)	
<u>Security-backed Contracts^(c)</u>								
The Prudential Insurance Company of America, 4.64%^(d)		49.96%			-	\$ 374,333	\$ 119,796,585	
Voya Retirement Insurance and Annuity Company, 4.64%^(d)		49.96%			-	374,333	119,796,540	
7-Eleven, Inc. Sr Unsecured 144A .80% 02/10/2024			\$ 324,784	\$ 323,508				
7-Eleven, Inc. Sr Unsecured 144A .95% 02/10/2026			136,067	135,870				
AbbVie, Inc. Sr Unsecured 2.60% 11/21/2024			897,659	894,914				
Adobe, Inc. Sr Unsecured 1.90% 02/01/2025			218,885	217,425				
AECOM Company Guarantee 5.13% 03/15/2027			458,290	457,188				
AerCap Ireland Capital DAC / AerCap Global Aviation Trust Company Guarantee 2.45% 10/29/2026			708,085	717,886				
AerCap Ireland Capital DAC / AerCap Global Aviation Trust Company Guarantee 4.13% 07/03/2023			526,703	526,282				
Aetna, Inc. Sr Unsecured 2.80% 06/15/2023			426,552	425,467				
AGL CLO 3 Ltd. Series 2020-3A, Class A, ABS, FRN, 144A 5.38% 01/15/2033			878,436	883,345				
Air Lease Corp. Sr Unsecured 2.20% 01/15/2027			352,806	357,939				
Air Lease Corp. Sr Unsecured 2.30% 02/01/2025			344,627	344,631				
Air Lease Corp. Sr Unsecured, MTN 2.25% 01/15/2023			184,811	184,824				
Albertsons Cos., Inc. 144A 7.50% 03/15/2026			410,628	413,562				
Ally Financial, Inc. Sr Unsecured 4.75% 06/09/2027			393,048	394,233				
Amazon.com, Inc. Sr Unsecured .80% 06/03/2025			496,289	493,471				
AMC Networks, Inc. Company Guarantee 4.75% 08/01/2025			519,938	429,400				
American Express Co. Sr Unsecured 3.70% 08/03/2023			373,426	372,553				
Amsted Industries, Inc. Company Guarantee 144A 5.63% 07/01/2027			133,166	131,864				
Apple, Inc. Sr Unsecured 1.13% 05/11/2025			501,419	497,550				
ASB Bank Ltd. Sr Unsecured 144A 1.63% 10/22/2026			543,990	543,280				
Astrazeneca Finance LLC Company Guarantee .70% 05/28/2024			872,786	867,431				
AT&T, Inc. Sr Unsecured 1.70% 03/25/2026			833,066	834,926				
Avangrid, Inc. Sr Unsecured 3.20% 04/15/2025			352,595	353,776				
Avolon Holdings Funding Ltd. Company Guarantee 144A 2.88% 02/15/2025			289,181	290,849				
Ball Corp. Company Guarantee 4.88% 03/15/2026			409,869	411,868				
Bank of America Corp. Sr Unsecured FRN .98% 09/25/2025			1,022,908	1,021,971				
Bank of America Corp. Sr Unsecured FRN, MTN 1.84% 02/04/2025			1,823,342	1,825,395				
Bank of America Corp. Sr Unsecured FRN, MTN 3.86% 07/23/2024			945,122	946,355				
Bank of New York Mellon Corp. Sr Unsecured 3.45% 08/11/2023			248,768	247,768				

Hand Composite Employee Benefit Trust
Schedule of Investments (Continued)
HB&T Stable Value Fund (Continued)
December 31, 2022

Name of Issuer	Cost	Fair Value	Wrapper Contracts at Fair Value (a)	Adjustment to Contract Value	Contract Value (a)
Bank of New York Mellon Corp. Sr Unsecured FRN 4.41% 07/24/2026	\$ 358,840	\$ 359,730			
Banque Federative du Credit Mutuel S.A. Sr Unsecured 144A 3.75% 07/20/2023	512,226	510,892			
Bayer US Finance II LLC Company Guarantee 144A 3.88% 12/15/2023	399,712	399,115			
Berkshire Hathaway Energy Co. Sr Unsecured 4.05% 04/15/2025	341,051	339,952			
BNP Paribas S.A. Sr Unsecured 144A 2.22% 06/09/2026	272,613	275,660			
Boeing Co. Sr Unsecured 1.17% 02/04/2023	578,059	577,772			
BPCE S.A. Sr Unsecured 144A 2.38% 01/14/2025	238,186	237,994			
Bristol-Myers Squibb Co. Sr Unsecured .75% 11/13/2025	521,264	521,667			
Bristol-Myers Squibb Co. Sr Unsecured 2.90% 07/26/2024	166,068	165,091			
Broadcom Corp. / Broadcom Cayman Finance Ltd. Company Guarantee 3.63% 01/15/2024	330,696	329,350			
Broadcom, Inc. Company Guarantee 3.63% 10/15/2024	788,814	784,150			
Canadian Natural Resources Ltd. Sr Unsecured 2.05% 07/15/2025	366,005	367,789			
Capital One Financial Corp. Sr Unsecured 2.60% 05/11/2023	417,588	416,589			
Cargill, Inc. Sr Unsecured 144A 3.25% 03/01/2023	219,756	219,524			
Celanese US Holdings LLC Company Guarantee 3.50% 05/08/2024	121,373	120,697			
Centene Corp. Sr Unsecured 2.45% 07/15/2028	411,509	413,179			
Charter Communications Operating LLC Sr Secured FRN 6.09% 02/01/2024	281,371	281,289			
Chevron Corp. Sr Unsecured 1.55% 05/11/2025	514,008	512,118			
Citibank NA Sr Unsecured 3.65% 01/23/2024	644,251	641,008			
Citigroup, Inc. Sr Unsecured 1.68% 05/15/2024	756,610	759,168			
Citigroup, Inc. Sr Unsecured 3.88% 10/25/2023	248,752	247,827			
Citigroup, Inc. Sr Unsecured FRN 1.28% 11/03/2025	646,512	645,325			
Citigroup, Inc. Sr Unsecured FRN 4.14% 05/24/2025	274,989	274,549			
Citigroup, Inc. Sr Unsecured FRN 4.62% 01/25/2026	666,761	664,693			
Citizens Bank NA Sr Unsecured 2.25% 04/28/2025	487,018	484,759			
Comcast Corp. Company Guarantee 3.70% 04/15/2024	365,873	364,496			
Comerica Bank Sr Unsecured 2.50% 07/23/2024	241,936	239,996			
Credit Suisse AG Sr Unsecured 1.25% 08/07/2026	762,888	777,743			
Credit Suisse AG Sr Unsecured 2.95% 04/09/2025	224,675	225,164			
Credit Suisse AG Sr Unsecured 3.70% 02/21/2025	526,316	530,565			
Dell International LLC / EMC Corp. Sr Unsecured 5.45% 06/15/2023	365,468	365,228			
Deutsche Bank AG Sr Unsecured 4.16% 05/13/2025	401,614	406,447			
Discover Card Execution Note Trust Series 2022-A4, ABS, Class A 5.03% 10/15/2027	299,962	303,236			
DTE Energy Co. Series F, Sr Unsecured 1.05% 06/01/2025	267,877	267,473			
DTE Energy Co. Sr Unsecured 4.22% 11/01/2024	1,040,623	1,037,455			
East Ohio Gas Co. Sr Unsecured 144A 1.30% 06/15/2025	122,588	122,446			
eBay, Inc. Sr Unsecured 1.40% 05/10/2026	195,520	195,326			
Ecolab, Inc. Sr Unsecured 1.65% 02/01/2027	311,369	310,259			
Enbridge, Inc. Company Guarantee 1.60% 10/04/2026	504,432	504,265			
Energy Transfer L.P. Sr Unsecured 2.90% 05/15/2025	263,965	264,055			
Energy Transfer L.P. Sr Unsecured 4.50% 04/15/2024	188,239	187,354			
Entergy Corp. Sr Unsecured .90% 09/15/2025	411,630	410,135			
Eversource Energy Sr Unsecured 4.20% 06/27/2024	331,664	331,249			
Exxon Mobil Corp. Sr Unsecured 2.99% 03/19/2025	425,873	424,243			
Fair Isaac Corp. Sr Unsecured 144A 5.25% 05/15/2026	444,559	440,518			
Federal Home Loan Mortgage Corp. MBS 2.00% 03/01/2052	11,070,925	10,927,668			

Hand Composite Employee Benefit Trust
Schedule of Investments (Continued)
HB&T Stable Value Fund (Continued)
December 31, 2022

Name of Issuer	Cost	Fair Value	Wrapper Contracts at Fair Value (a)	Adjustment to Contract Value	Contract Value (a)
Federal National Mortgage Association MBS 2.00% 04/01/2052	\$ 5,005,412	\$ 4,896,309			
Federal National Mortgage Association MBS 2.00% 04/01/2052	5,448,478	5,380,445			
Federal National Mortgage Association MBS 5.50% 11/01/2052	2,976,926	3,028,516			
Federal National Mortgage Association MBS, TBA 4.50% 01/15/2053	3,923,594	3,853,125			
Federal National Mortgage Association MBS, TBA 5.00% 01/15/2053	3,997,969	3,944,375			
Federal National Mortgage Association MBS, TBA 5.50% 01/15/2053	1,012,969	1,003,197			
Federal National Mortgage Association MBS, TBA 6.00% 01/15/2053	4,094,531	4,061,250			
Federal National Mortgage Association TBA 3.00% 01/15/2053	1,800,234	1,757,590			
Fidelity National Information Services, Inc. Sr Unsecured 4.70% 07/15/2027	543,883	547,153			
Fifth Third Bank NA Sr Unsecured 1.80% 01/30/2023	564,014	563,786			
First Republic Bank Sr Unsecured FRN 1.91% 02/12/2024	346,830	348,588			
Fiserv, Inc. Sr Unsecured 2.75% 07/01/2024	517,543	515,293			
Florida Power & Light Co. 2.85% 04/01/2025	202,157	201,194			
Ford Credit Auto Owner Trust Series 2022-A2A, Class A2A,ABS 5.37% 08/15/2025	1,124,926	1,127,480			
Ford Motor Credit Co. LLC Sr Unsecured 4.13% 08/04/2025	411,467	411,836			
Fox Corp. Sr Unsecured 4.03% 01/25/2024	639,368	637,703			
Gen Digital, Inc. Company Guarantee 144A 6.75% 09/30/2027	510,443	509,600			
General Dynamics Corp. Company Guarantee 3.38% 05/15/2023	259,178	258,551			
General Motors Financial Co., Inc. Sr Unsecured 2.35% 02/26/2027	537,178	542,240			
General Motors Financial Co., Inc. Sr Unsecured 3.80% 04/07/2025	706,251	710,031			
Georgia Power Co. Series A, Sr Unsecured 2.10% 07/30/2023	443,108	442,486			
GFL Environmental, Inc. Sr Secured 144A 4.25% 06/01/2025	414,557	410,660			
Gilead Sciences, Inc. Sr Unsecured .75% 09/29/2023	58,245	58,126			
GlaxoSmithKline Capital PLC Company Guarantee .53% 10/01/2023	305,893	304,784			
Glencore Funding LLC Company Guarantee 144A 1.63% 09/01/2025	713,280	711,114			
Global Payments, Inc. Sr Unsecured 1.20% 03/01/2026	170,382	170,157			
Goodyear Tire & Rubber Co. Company Guarantee 9.50% 05/31/2025	404,845	400,741			
Government National Mortgage Association MBS 3.00% 02/20/2052	491,503	481,316			
Government National Mortgage Association MBS 3.00% 03/20/2050	422,172	412,051			
Government National Mortgage Association MBS 4.50% 10/20/2052	3,789,314	3,861,108			
Government National Mortgage Association MBS, TBA 4.00% 01/15/2053	2,893,945	2,841,917			
Government National Mortgage Association MBS, TBA 5.00% 01/23/2053	3,000,938	2,974,805			
Government National Mortgage Association MBS, TBA 5.50% 01/23/2053	3,022,773	3,018,966			
Government National Mortgage Association MBS, TBA 6.00% 01/23/2053	3,048,516	3,049,336			
Government National Mortgage Association TBA 3.00% 01/15/2053	1,831,836	1,783,215			
Hewlett Packard Enterprise Co. Sr Unsecured 1.45% 04/01/2024	556,548	554,131			
Hewlett Packard Enterprise Co. Sr Unsecured 4.45% 10/02/2023	309,153	308,148			
Hillenbrand, Inc. Company Guarantee 5.00% 09/15/2026	458,679	458,518			
HSBC Holdings PLC Sr Unsecured FRN 1.65% 04/18/2026	990,401	999,375			
Huntington Bancshares, Inc. Sr Unsecured 2.63% 08/06/2024	429,048	427,297			
Infor, Inc. Sr Unsecured 144A 1.45% 07/15/2023	92,836	92,771			

Hand Composite Employee Benefit Trust
Schedule of Investments (Continued)
HB&T Stable Value Fund (Continued)
December 31, 2022

Name of Issuer	Cost	Fair Value	Wrapper Contracts at Fair Value (a)	Adjustment to Contract Value	Contract Value (a)
Infor, Inc. Sr Unsecured 144A 1.75% 07/15/2025	\$ 137,304	\$ 135,615			
ING Groep N.V. Sr Unsecured 4.10% 10/02/2023	476,904	476,087			
ING Groep N.V. Sr Unsecured FRN, 144A 1.40% 07/01/2026	884,296	886,233			
Intercontinental Exchange, Inc. Sr Unsecured 3.65% 05/23/2025	316,564	318,157			
International Flavors & Fragrances, Inc. Sr Unsecured 144A 1.23% 10/01/2025	750,407	746,807			
Intuit, Inc. Sr Unsecured .65% 07/15/2023	102,918	102,681			
Intuit, Inc. Sr Unsecured .95% 07/15/2025	168,960	168,490			
ITC Holdings Corp. Sr Unsecured 144A 4.95% 09/22/2027	762,412	765,986			
JPMorgan Chase & Co. Sr Unsecured 1.51% 06/01/2024	578,590	580,449			
JPMorgan Chase & Co. Sr Unsecured 3.20% 01/25/2023	494,927	494,619			
JPMorgan Chase & Co. Sr Unsecured 4.02% 12/05/2024	410,160	408,912			
JPMorgan Chase & Co. Sr Unsecured FRN .56% 02/16/2025	235,689	235,842			
JPMorgan Chase & Co. Sr Unsecured FRN .65% 09/16/2024	807,256	810,207			
JPMorgan Chase & Co. Sr Unsecured FRN 1.58% 04/22/2027	403,305	404,859			
JPMorgan Chase & Co. Sr Unsecured FRN 3.85% 06/14/2025	1,256,667	1,256,859			
KeyBank NA Sr Unsecured 1.25% 03/10/2023	676,307	675,806			
Kinder Morgan, Inc. Company Guarantee 1.75% 11/15/2026	572,429	574,432			
Macquarie Bank Ltd. Sr Unsecured 144A 2.30% 01/22/2025	446,643	444,972			
Macquarie Group Ltd. Sr Unsecured FRN, 144A 1.20% 10/14/2025	598,542	596,786			
Macquarie Group Ltd. Sr Unsecured FRN, 144A 1.63% 09/23/2027	518,144	520,272			
Methanex Corp. Sr Unsecured 4.25% 12/01/2024	413,585	406,953			
Mineral Resources Ltd. Sr Unsecured 144A 8.00% 11/01/2027	517,258	541,936			
Mitsubishi UFJ Financial Group, Inc. Sr Unsecured 2.80% 07/18/2024	280,210	278,811			
Mitsubishi UFJ Financial Group, Inc. Sr Unsecured FRN, 144A 1.64% 10/13/2027	1,581,689	1,595,674			
Mizuho Financial Group, Inc. Sr Unsecured FRN, 144A 1.24% 07/10/2024	394,053	395,243			
Mondelez International, Inc. Sr Unsecured 1.50% 05/04/2025	268,380	268,615			
Morgan Stanley Series F, Sr Unsecured 3.88% 04/29/2024	395,568	393,926			
Morgan Stanley Series I, Sr Unsecured FRN .86% 10/21/2025	284,847	284,632			
Morgan Stanley Sr Unsecured FRN .79% 05/30/2025	804,541	805,980			
Morgan Stanley Sr Unsecured FRN 4.58% 01/24/2025	837,330	838,185			
Morgan Stanley Sr Unsecured FRN 4.68% 07/17/2026	318,691	319,686			
Morgan Stanley Sr Unsecured FRN, MTN 1.16% 10/21/2025	1,303,308	1,300,581			
Morgan Stanley Sr Unsecured MTN 3.13% 01/23/2023	169,939	169,844			
Morgan Stanley Sr Unsecured MTN 3.75% 02/25/2023	494,645	493,984			
MPLX L.P. Sr Unsecured 1.75% 03/01/2026	681,402	682,851			
MPT Operating Partnership L.P. / MPT Finance Corp. Company Guarantee 5.25% 08/01/2026	515,823	500,913			
NatWest Group PLC Sr Unsecured 4.52% 06/25/2024	451,224	450,829			
NatWest Markets PLC Sr Unsecured 144A 2.38% 05/21/2023	661,210	661,458			
NetApp, Inc. Sr Unsecured 1.88% 06/22/2025	157,160	156,267			
Netflix, Inc. Sr Unsecured 144A 3.63% 06/15/2025	409,875	408,679			
NextEra Energy Capital Holdings, Inc. Company Guarantee 4.26% 09/01/2024	796,860	795,313			
NextEra Energy Capital Holdings, Inc. Company Guarantee 4.45% 06/20/2025	375,610	375,475			
NIKE, Inc. Sr Unsecured 2.40% 03/27/2025	373,537	372,575			
NiSource, Inc. Sr Unsecured .95% 08/15/2025	463,966	464,695			
Nomura Holdings, Inc. Sr Unsecured 5.10% 07/03/2025	287,042	286,978			
Nordea Bank Abp Sr Unsecured 144A 1.50% 09/30/2026	376,045	376,827			
NRG Energy, Inc. Sr Secured 144A 3.75% 06/15/2024	155,069	154,161			
NXP B.V. / NXP Funding LLC / NXP USA, Inc. company Guarantee 2.70% 05/01/2025	150,185	150,711			
OGE Energy Corp. Sr Unsecured .70% 05/26/2023	167,170	166,987			
OneMain Finance Corp. Company Guarantee 7.13% 03/15/2026	413,448	423,142			

Hand Composite Employee Benefit Trust
Schedule of Investments (Continued)
HB&T Stable Value Fund (Continued)
December 31, 2022

Name of Issuer	Cost	Fair Value	Wrapper Contracts at Fair Value (a)	Adjustment to Contract Value	Contract Value (a)
ONEOK, Inc. Company Guarantee 7.50% 09/01/2023	\$ 186,764	\$ 187,065			
Oracle Corp. Sr Unsecured 2.50% 04/01/2025	717,179	716,248			
Oracle Corp. Sr Unsecured 5.80% 11/10/2025	574,281	588,132			
Otis Worldwide Corp. Sr Unsecured 2.06% 04/05/2025	885,039	884,829			
PACCAR Financial Corp. Sr Unsecured MTN 1.80% 02/06/2025	255,655	254,231			
Parker-Hannifin Corp. Sr Unsecured 2.70% 06/14/2024	242,479	240,834			
PayPal Holdings, Inc. Sr Unsecured 1.65% 06/01/2025	214,624	213,339			
PayPal Holdings, Inc. Sr Unsecured 2.40% 10/01/2024	491,167	488,997			
Penske Truck Leasing Co. L.P. / PTL Finance Corp. Sr Unsecured 144A 1.20% 11/15/2025	374,609	374,303			
Perrigo Finance Unlimited Co. Company Guarantee 3.90% 12/15/2024	412,930	406,350			
Philip Morris International, Inc. Sr Unsecured 5.00% 11/17/2025	898,137	903,524			
PNC Bank NA Sr Unsecured, MTN 2.50% 08/27/2024	459,925	455,641			
Prime Security Services Borrower LLC / Prime Finance, Inc. Sr Secured 144A 5.75% 04/15/2026	408,164	403,044			
Public Service Enterprise Group, Inc. Sr Unsecured .80% 08/15/2025	302,849	304,720			
Public Service Enterprise Group, Inc. Sr Unsecured .84% 11/08/2023	352,560	351,437			
Public Service Enterprise Group, Inc. Sr Unsecured 2.88% 06/15/2024	261,698	260,849			
Regency Energy Partners L.P. / Regency Energy Finance Corp. Sr Unsecured 4.50% 11/01/2023	223,697	223,334			
Republic Services, Inc. Sr Unsecured 2.50% 08/15/2024	144,493	143,806			
Rocket Mortgage LLC / Rocket Mortgage Co-Issuer, Inc. Company Guarantee 144A 2.88% 10/15/2026	516,953	521,074			
Roper Technologies, Inc. Sr Unsecured 1.00% 09/15/2025	468,095	466,316			
Roper Technologies, Inc. Sr Unsecured 2.35% 09/15/2024	215,749	214,924			
Royalty Pharma PLC Company Guarantee .75% 09/02/2023	320,270	319,688			
Sabine Pass Liquefaction LLC Sr Secured 5.75% 05/15/2024	185,885	185,224			
Sensata Technologies BV Company Guarantee 144A 5.63% 11/01/2024	447,887	446,945			
Silgan Holdings, Inc. Sr Secured 144A 1.40% 04/01/2026	177,977	181,070			
Six Flags Theme Parks, Inc. Sr Secured 144A 7.00% 07/01/2025	160,759	161,217			
SMBC Aviation Capital Finance DAC Company Guarantee 144A 1.90% 10/15/2026	307,718	306,841			
SMBC Aviation Capital Finance DAC Company Guarantee 144A 3.55% 04/15/2024	350,557	348,117			
Southern Co. Sr Unsecured 5.15% 10/06/2025	369,606	372,743			
Southern Power Co. Sr Unsecured .90% 01/15/2026	136,895	136,589			
Sprint LLC Company Guarantee 7.63% 02/15/2025	411,430	413,018			
State Street Institutional Investment Trust Treasury Money Market Fund Institutional 3.78%	17,868,889	17,868,889			
Steel Dynamics, Inc. Sr Unsecured 2.40% 06/15/2025	74,755	75,077			
Stryker Corp. Sr Unsecured 1.15% 06/15/2025	274,671	274,541			
Sumitomo Mitsui Financial Group, Inc. Sr Unsecured 1.47% 07/08/2025	223,426	223,420			
Sumitomo Mitsui Financial Group, Inc. Sr Unsecured 2.70% 07/16/2024	457,785	455,710			
Sumitomo Mitsui Trust Bank Ltd. Sr Unsecured 144A 1.05% 09/12/2025	443,179	441,775			
Synchrony Bank Sr Unsecured 5.40% 08/22/2025	392,474	394,507			
Texas Instruments, Inc. Sr Unsecured 1.38% 03/12/2025	187,620	186,873			
T-Mobile USA, Inc. company Guarantee 3.50% 04/15/2025	690,163	688,066			
Toronto-Dominion Bank Sr Unsecured 3.77% 06/06/2025	1,365,999	1,363,353			
Toronto-Dominion Bank Sr Unsecured MTN 4.69% 09/15/2027	400,286	405,944			
TransCanada PipeLines Ltd. Sr Unsecured 1.00% 10/12/2024	210,215	208,293			
Truist Bank Sr Unsecured 1.25% 03/09/2023	522,349	521,674			
Truist Bank Sr Unsecured 1.50% 03/10/2025	409,273	408,508			

Hand Composite Employee Benefit Trust
Schedule of Investments (Continued)
HB&T Stable Value Fund (Continued)
December 31, 2022

Name of Issuer	Cost	Fair Value	Wrapper Contracts at Fair Value (a)	Adjustment to Contract Value	Contract Value (a)
U.S. Treasury Note .50% 02/28/2026	\$ 4,968,922	\$ 4,977,971			
U.S. Treasury Note .50% 10/31/2027	9,380,096	9,244,520			
U.S. Treasury Note .75% 04/30/2026	56,737,044	56,581,900			
U.S. Treasury Note .75% 11/15/2024	17,828,577	17,762,897			
UBS AG Sr Unsecured 144A .45% 02/09/2024	414,649	412,296			
UBS AG Sr Unsecured 144A 1.25% 06/01/2026	376,665	376,163			
UBS Group AG Sr Unsecured FRN 144A 1.36% 01/30/2027	419,404	425,203			
United Parcel Service, Inc. Sr Unsecured 3.90% 04/01/2025	508,001	507,201			
Verizon Communications, Inc. Sr Unsecured 1.45% 03/20/2026	953,176	957,077			
Vistra Operations Co. LLC Sr Secured 144A 3.55% 07/15/2024	350,524	350,200			
VMware, Inc. Sr Unsecured 1.00% 08/15/2024	646,054	642,324			
Volkswagen Group of America Finance LLC Company Guarantee 144A 3.95% 06/06/2025	585,627	585,970			
Walt Disney Co. Company Guarantee 3.35% 03/24/2025	428,088	426,440			
Waste Management, Inc. Company Guarantee .75% 11/15/2025	228,958	228,204			
Wells Fargo & Co. Sr Unsecured 2.19% 04/30/2026	998,062	1,005,874			
Wells Fargo & Co. Sr Unsecured FRN, MTN .81% 05/19/2025	281,032	280,921			
Wells Fargo & Co. Sr Unsecured FRN, MTN 4.54% 08/15/2026	506,315	509,882			
Wells Fargo & Co. Sr Unsecured MTN 1.65% 06/02/2024	510,176	511,657			
Wells Fargo & Co. Sr Unsecured MTN 3.75% 01/24/2024	677,911	675,875			
Wisconsin Electric Power Co. Sr Unsecured 2.05% 12/15/2024	171,692	170,465			
Workday, Inc. Sr Unsecured 3.50% 04/01/2027	534,015	533,593			
Xerox Holdings Corp. Company Guarantee 144A 5.00% 08/15/2025	521,125	512,394			
XPO Escrow Sub LLC Company Guarantee 144A 7.50% 11/15/2027	506,688	516,079			
Zimmer Biomet Holdings, Inc. Sr Unsecured 1.45% 11/22/2024	449,301	446,473			
Total Securities	<u>\$ 262,507,908</u>	<u>261,548,663</u>			
Securities Sold Short:					
Federal National Mortgage Association MBS, TBA		(20,373,854)			
Government National Mortgage Association MBS, TBA		(970,938)			
Total Securities Sold Short		<u>(21,344,792)</u>			
Cash		38,441			
Deposits with brokers for open futures contracts		104,684			
Receivable from broker - variation margin on open futures contracts		52,336			
Receivable for investments securities sold		23,430,156			
Receivable for:					
Interest		1,000,971			
Guaranteed investment contract units sold		4,500,000			
Payable for investment securities purchased		(30,355,390)			
Other liabilities		(130,610)			
Total		<u>(1,359,412)</u>			
Total investments in underlying security-backed contracts (excluding wrapper contracts at fair value)		<u>\$ 238,844,459</u>	<u>\$ -</u>	<u>\$ 748,666</u>	<u>\$ 239,593,125</u>

(a) Investments and wrapper contracts are valued by procedures described in Note 2 to the financial statements.

(b) The Moody's Investors Service (Moody's) and Standard and Poor's (S & P) ratings are current assessments of the contract issuer's overall financial capacity (its creditworthiness) to pay its financial obligations. Ratings shown for security-backed contracts are assessments on the issuer of the contract wrapper and not the underlying securities.

(c) A security-backed contract has similar characteristics to a traditional investment contract and is comprised of two parts: the first part is a fixed income portfolio of fixed income securities; the second part is a contract value liquidity agreement (wrapper) provided by a third party (indicated in BOLD on schedule). Wrappers provide for contract value payments for participant-initiated withdrawals and transfers, a floor crediting rate, and return of fully accrued contract value at maturity. The contract rate of a security-backed contract is based on actual yields of the underlying securities and is a function of the relationship between the contract value and the value of the underlying assets. The contract rate is reset periodically by the issuer of the contract and cannot be less than zero. Rate shown for a contract is the current rate as of December 31, 2022. A maturity date is not disclosed for these contracts as they are open-ended with no maturity, unless otherwise stated.

(d) Contract crediting rate resets or fluctuates periodically. Rate shown is the current rate as of December 31, 2022.

Hand Composite Employee Benefit Trust
Schedule of Investments (Continued)
HB&T Stable Value Fund (Continued)
December 31, 2022

Interest Rate Futures Contracts

	Number of Contracts	Expiration Date	Basis Value	Market Value	Unrealized Appreciation (Depreciation)
Contracts to buy:					
U.S. Treasury 2-Year Notes	95	3/23	\$ 19,595,294	\$ 19,482,422	\$ (112,872)
U.S. Treasury 5-Year Notes	112	3/23	12,175,993	12,088,125	(87,868)
					<u>(200,740)</u>
Contracts to sell:					
U.S. Treasury 10-Year Notes	24	3/23	2,755,456	2,695,125	60,331
U.S. Treasury Long-Term Bonds	31	3/23	4,066,753	3,885,656	181,097
U.S. Treasury Ultra Long-Term Bonds	2	3/23	279,809	268,625	11,184
					<u>252,612</u>
Net unrealized appreciation on open futures contracts					<u>\$ 51,872</u>

The realized and unrealized losses on the futures contracts in the underlying portfolio of the Fund do not directly impact the statement of operations. This activity impacts the determination of the crediting rate of the security-backed contracts and the interest accrued at the crediting rate is reported on the statement of operations.

	Amount of Realized Losses on Derivatives Recognized	Change in Unrealized Appreciation/ Depreciation on Derivatives
Interest rate futures contracts	<u>\$ (18,990)</u>	<u>\$ 51,872</u>

Hand Composite Employee Benefit Trust
Statement of Operations – Selected Fund
For the Period September 30, 2022 (Inception) to December 31, 2022

	HB&T Stable Value Fund
Income	
Interest	\$ 2,381,947
Total income	2,381,947
Expenses	
Trustee and administrative	35,006
Class R expenses	64,243
Total expenses	99,249
Net Investment Income	2,282,698
Net Increase in Net Assets Resulting From Operations	\$ 2,282,698

Hand Composite Employee Benefit Trust
Statement of Changes in Net Assets – Selected Fund
For the Period September 30, 2022 (Inception) to December 31, 2022

	HB&T Stable Value Fund
Operations	
Net investment income	\$ 2,282,698
Net increase in net assets from operations	2,282,698
Net Increase in Net Assets From Participant Unit Transactions	237,402,572
Increase in Net Assets	239,685,270
Net Assets	
Beginning of period	-
End of period	\$ 239,685,270

Hand Composite Employee Benefit Trust

Notes to Financial Statements

December 31, 2022

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 71 portfolios (the Funds); the financial statements of one of those funds, the HB&T Stable Value Fund (the Fund), are included in this report.

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 year. Actual results could differ from those estimates.

FASB Accounting Standards Codification for Stable Value Investment Funds

The Fund is an investment company and follows accounting and reporting guidance under Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 946, "Financial Services – Investment Companies." The Fund carries its investments at contract value and applies the provisions of FASB ASC Sections 946-210-45 and 946-210-50 for stable value investment funds. These sections affirm contract value accounting for fully benefit-responsive investment contracts.

Valuation of Investments

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 year 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.

Hand Composite Employee Benefit Trust

Notes to Financial Statements

December 31, 2022

Future 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.

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 June 23, 2023, which is the date the financial statements were available to be issued.

Hand Composite Employee Benefit Trust

Notes to Financial Statements

December 31, 2022

Investment Management Advisors

The investment management advisor for the Fund is GSAM Stable Value, LLC.

Note 2: Guaranteed Investment Contracts and Security-backed Contracts

Description

The Fund primarily invests in guaranteed investment contracts (GICs), including security-backed contracts issued by insurance companies. The Fund also invests in the State Street Institutional Investment Trust Treasury Money Market Fund, which invests in highly liquid assets, and uses the investment for daily liquidity needs.

A security-backed contract is an investment contract (also known as a synthetic GIC or a separate account GIC) issued by an insurance company or other financial institution, backed by a portfolio of bonds. The bond portfolio is either owned directly by the Fund or owned by the contract issuer and segregated in a separate account for the benefit of the Fund. The portfolio underlying the contract is maintained separately from the contract issuer's general assets, usually by a third-party custodian. The interest crediting rate of a security-backed contract is based on the contract value and the fair value, duration, and yield to maturity of the underlying portfolio. These contracts typically allow for realized and unrealized gains and losses on the underlying assets to be amortized, usually over the duration of the underlying investments, through adjustments to the future interest crediting rate, rather than reflected immediately in the net assets of the Fund. The issuer guarantees that all qualified participant withdrawals will be at contract value. In the case of a full liquidation event, the issuer is responsible for covering any amount by which the contract value exceeds fair value of the underlying portfolio. No payments related to the security-backed contracts were made during the year ended December 31, 2022.

Risks arise when entering into any investment contract due to the potential inability of the issuer to meet the terms of the contract. In addition, security-backed contracts have the risk of default or the lack of liquidity of the underlying portfolio assets. The credit risk of each issuer is evaluated and monitored through Goldman Sach's credit analysis. The credit analysis includes, but is not limited to, asset quality and liquidity, management quality, surplus adequacy, and profitability. The Fund requires that each investment contract, and subsequently the issuers of each contract, have at least an "A-" rating as of the contract effective and that all underlying portfolio assets be rated investment grade at the time of purchase.

Variables that Impact Future Crediting Rates

The primary variables impacting the future crediting rates of security-backed contracts include:

- The current yield of the assets underlying the contract

Hand Composite Employee Benefit Trust

Notes to Financial Statements

December 31, 2022

- The duration of the assets underlying the contract
- The existing difference between the fair value and contract value of the assets within the contract

Crediting Rate Calculation Methodology

The Fund primarily uses the following formula for security-backed contracts:

$$CR = (1+Y) * (FV/CV)^{(1/D)} - 1 - C - F, \text{ where:}$$

CR = crediting rate, on an effective annual rate basis

Y = annualized weighted average yield to maturity of underlying portfolio

FV = fair value of underlying portfolio

CV = contract value

D = weighted average duration of underlying portfolio

C = any estimated compensation payable from investment account (e.g., management fees)

F = fees payable pursuant to the fee schedule

Basis and Frequency of Determining Contract Crediting Rates

The security-backed contracts are designed to reset their respective crediting rates on a quarterly basis, but may reset more or less frequently

Minimum Crediting Rates

Security-backed contracts cannot credit an interest rate that is less than zero percent.

Relationship between Future Crediting Rates and Adjustment between Fair Value and Contract Value

The crediting rate of security-backed contracts will track current market yields on a trailing basis. The rate reset allows the contract value to converge with the fair value of the underlying portfolio over time, assuming the portfolio continues to earn the current yield for a period of time equal to the current portfolio duration.

To the extent that the underlying portfolio of a security-backed contract has unrealized and/or realized losses, a positive adjustment is made to the adjustment from fair value to contract value under contract value accounting. As a result, the future crediting rate may be lower over time than

Hand Composite Employee Benefit Trust
Notes to Financial Statements
December 31, 2022

the then-current market rates. Similarly, if the underlying portfolio generates unrealized and/or realized gains, a negative adjustment is made to the adjustment from fair value to contract value, and the future crediting rate may be higher than the then-current market rates.

Reconciliation of the Adjustment from Fair Value to Contract Value

September 30, 2022 (inception) adjustment from fair value to contract value	\$ -
Net increase (decrease) due to changes in the fully benefit-responsive status of the Fund's investment contracts	-
Net increase (decrease) in adjustment from fair value to contract value of fully benefit-responsive investment contracts	<u>748,666</u>
December 31, 2022 adjustment from fair value to contract value	<u>\$ 748,666</u>

Fair Value to Contract Value Ratios for the Fund as of December 31, 2022 were:

	<u>2022</u>
Net assets reflecting investments at fair value	\$ 238,936,604
Net assets reflecting investments at contract value	239,685,270
Fair value to contract value ratio	99.69%

Note 3: Expenses, Investment Advisory Fees and 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.

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	Investment Management Fees	Other Fees	Total Fees
HB&T Stable Value Fund:			
Class R	0.12%	0.06%	0.18%

Hand Composite Employee Benefit Trust

Notes to Financial Statements

December 31, 2022

The Fund pays wrapper contract fees, either as a liability to the Fund or embedded in the crediting rates, to the security-backed contract issuers to assure contract liquidity for plan participant-directed withdrawals. The Fund's financial statements and financial highlights exclude the impact of any ancillary expense arrangements that are paid outside the Fund.

Note 4: Financial Highlights and Other Information

Financial Highlights

Selected data for a participant unit outstanding for the period ended December 31, 2022 are as follows:

	HB&T Stable Value Fund⁽¹⁾
	Class R1
Net asset value, beginning of period	\$ 10.00
Net investment income	0.11
Net realized and unrealized losses	(0.01)
Net increase from investment operations	0.10
Net asset value, end of period	\$ 10.10
Total return	1.00%
Ratio to average net assets:	
Net investment income	4.10% ⁽²⁾
Expenses with reimbursement	0.18% ⁽²⁾

⁽¹⁾ For the period September 30, 2022 (inception date) to December 31, 2022

⁽²⁾ Annualized

Yield Analysis

The yield earned by the Fund at December 31, 2022 was 4.95%. This represents the annualized earnings of all investments in the Fund divided by the fair value of all investments in the Fund at December 31, 2022.

The yield earned by the Fund with an adjustment to reflect the actual interest rate credited to participants in the Fund at December 31, 2022 was 4.65%. This represents the annualized earnings credited to participants in the Fund divided by the fair value of all investments in the Fund at December 31, 2022.

Hand Composite Employee Benefit Trust

Notes to Financial Statements

December 31, 2022

As the Fund's inception date was September 30, 2022, there are no yields to disclose for December 31, 2021.

Sensitivity Analysis*

Table 1. The weighted average interest crediting rate versus an immediate hypothetical increase or decrease in market yields, with no change to the duration of the underlying investment portfolio and no contributions or withdrawals.

Fund crediting rate: 4.64%
 Current market interest rate: 4.95%
 Participant cash flows: 0.00%

Scenario	Market Rate	Effect on the Crediting Rate at the End of Period			
		Quarter 1 Projected	Quarter 2 Projected	Quarter 3 Projected	Quarter 4 Projected
Increase of 50%	7.43%	4.59%	4.38%	4.19%	4.02%
Increase of 25%	6.19%	4.73%	4.63%	4.54%	4.46%
No change	4.95%	4.83%	4.85%	4.86%	4.87%
Decrease of 50%	3.71%	4.89%	5.02%	5.13%	5.24%
Decrease of 25%	2.48%	4.89%	5.14%	5.37%	5.57%

Table 2. The weighted average interest crediting rate versus an immediate hypothetical increase or decrease in market yields, combined with an immediate, one-time hypothetical 10% decrease in the net assets of the Fund due to a participant transfer with no change to the duration of the portfolio.

Fund crediting rate: 4.64%
 Current market interest rate: 4.95%
 Participant cash flows: -10.00%

Scenario	Market Rate	Effect on the Crediting Rate at the End of Period			
		Quarter 1 Projected	Quarter 2 Projected	Quarter 3 Projected	Quarter 4 Projected
Increase of 50%	7.43%	4.88%	4.64%	4.43%	4.23%
Increase of 25%	6.19%	4.91%	4.79%	4.68%	4.59%
No change	4.95%	4.89%	4.89%	4.90%	4.91%
Decrease of 50%	3.71%	4.81%	4.95%	5.07%	5.18%
Decrease of 25%	2.48%	4.67%	4.95%	5.19%	5.41%

* The projected crediting rates above are based on simplified assumptions and are illustrative only. The Fund's actual crediting rates and the future returns actually achieved by the participants in the future may vary significantly from the above illustrations due to market conditions and cash flows.

The current market interest rates used in the illustrations are based upon the actual yield to maturity of the underlying portfolios and other Fund investments. The illustrations above are based upon current crediting rate calculation conventions.

Illustrations showing a 10% decrease in net assets due to participant transfers assume the transfers occur immediately after the rate shift and crediting rate reset.

Hand Composite Employee Benefit Trust
Notes to Financial Statements
December 31, 2022

Note 5: Participant Unit Transactions

	HB&T Stable Value Fund⁽¹⁾	
	Units	Dollars
Class R:		
Proceeds from sales of units	23,721,468	\$ 237,402,572
Cost of units redeemed	-	-
Net increase in Class R from participant unit transactions	23,721,468	237,402,572
Net increase in net assets from participant unit transactions		\$ 237,402,572

⁽¹⁾ For the period September 30, 2022 (inception date) to December 31, 2022

Note 6: 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; 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 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 pursuant to the valuation hierarchy. There have been no significant changes in the valuation techniques during the period ended December 31, 2022.

Hand Composite Employee Benefit Trust

Notes to Financial Statements

December 31, 2022

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.

Security-backed contracts. Security-backed contracts are carried at contract value in the aggregate, which consists of the fair value of the underlying portfolio, accrued interest on the underlying portfolio assets, the fair value of the contract, and the adjustments to contract value. These adjustments generally represent the contract value less the fair value of the contract, fair value of the underlying portfolio, and accrued interest on the underlying portfolio assets. The contract rate resets periodically, normally each quarter using end-of-period data. The interest rate disclosed on the schedule of investments represents the rate in effect at year-end. The underlying portfolio assets, the adjustments to contract value, and the accrued interest receivable are shown by contract on the schedule of investments.

The fair value of a security-backed contract includes the value of the underlying securities and the value of the wrapper contract. The fair value of a wrapper contract provided by a security-backed contract issuer is the present value of the difference between the current wrapper fee and the contracted wrapper fee.

All security-backed contracts held by the Fund are fully benefit-responsive, which means withdrawals from these investment contracts may be made at contract value for qualifying benefit payments, including participant-directed transfers.

GICs generally do not permit issuers or the Fund to terminate the agreement prior to the scheduled maturity date except to allow for benefit-responsive withdrawals. Most security-backed contracts are evergreen contracts that contain termination provisions, allowing the Fund or the contract issuer to terminate with notice, at any time at fair value, and providing for automatic termination of the contract if the contract value or the fair value of the underlying portfolio equals zero. The issuer is obligated to pay the excess contract value when the fair value of the underlying portfolio equals zero. Security-backed contracts are not assignable or transferable without the consent of the issuers and have no publicly traded secondary market.

Security-backed contracts that permit the issuer to terminate at fair value generally provide that the Fund may elect to convert such termination to an amortization election as described below. In addition, if the Fund defaults in its obligations under the contract (including the issuer's determination that the agreement constitutes a nonexempt prohibited transaction as defined under ERISA), and such default is not corrected within the time permitted by the contract, then the contract may be terminated by the issuer and the Fund will receive the fair value as of the date of termination. Each contract recognizes certain "events of default" which can invalidate the contract's coverage. Among these are investments outside of the range of instruments which are permitted under the investment guidelines contained in the investment contract, fraudulent or other material misrepresentations made to the investment contract provider, changes of control of the investment adviser not approved by the contract issuer, changes in certain key regulatory requirements, or failure of the trust to be tax qualified.

Hand Composite Employee Benefit Trust

Notes to Financial Statements

December 31, 2022

Generally, security-backed contracts permit the issuer or investment manager to elect at any time to convert the underlying portfolio to a declining duration strategy whereby the contract would terminate at a date which corresponds to the duration of the underlying portfolio on the date of the amortization election. After the effective date of an amortization election, the underlying portfolio must conform to the guidelines agreed upon by the contract issuer and the investment manager for the amortization election period. The guidelines are intended to result in the convergence of the contract value and the fair value of the underlying portfolio by the termination date.

Security-backed contracts also generally provide for withdrawals associated with certain events which are not in the ordinary course of Fund operations. These withdrawals are paid with a market value adjustment applied to the withdrawal as defined in the investment contract. Each contract issuer specifies the events which may trigger a market value adjustment; however, such events may include, but are not limited to, the following:

- material amendments to the Fund's structure or administration;
- changes to the participating plans' competing investment options including elimination of equity wash provisions;
- complete or partial termination of the Fund, including a merger with another fund;
- the failure of the Fund to qualify for exemption from federal income taxes or any required prohibited transaction exemption under ERISA;
- the redemption of all or a portion of the interests in the Fund held by a participating plan at the direction of the participating plan sponsor, including withdrawals due to the removal of a specifically identifiable group of employees from coverage under the participating plan (such as a group layoff or early retirement incentive program), the closing or sale of a subsidiary, employing unit, or affiliate, the bankruptcy or insolvency of a plan sponsor, the merger of the plan with another plan, or the plan sponsor's establishment of another tax qualified defined contribution plan;
- any change in law, regulation, ruling, administrative or judicial position, or accounting requirement, applicable to the Fund or participating plans; and
- the delivery of any communication to plan participants designed to influence a participant not to invest in the Fund.

At this time, management of the Fund does not believe that the occurrence of any such market value events, which would limit the Fund's ability to transact at contract value with participants, is probable.

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The fair values of the security-backed contracts are based on the cumulative value of their underlying investments, as detailed below. The Fund's investments in security-backed contracts generally allow for periodic deposits and withdrawals, thus the security-backed contracts are generally considered Level 2.

Prices for securities held in the underlying portfolio of the Fund are primarily obtained from independent pricing services. These prices are based on observable market data for the same or similar securities and, consequently, are classified as Level 2. To a lesser extent, indicative quotes are obtained from independent brokers. Broker prices may be based on observable market data for the same or similar securities and may be classified as Level 2 or Level 3. Finally, when accurate prices are unavailable from either of those two sources, securities may be priced internally, using a combination of observable and unobservable market data. Consequently, these securities are classified as Level 3. All prices are validated through internal pricing models. Transfers in and transfers out of Level 2 and Level 3 are the result of a change in the source of the price of individual securities.

Wrapper Contracts. As described in Note 2, the fair value of a wrapper contract provided by a security-backed contract issuer is the present value of the difference between the current wrapper fee and the contracted wrapper fee. The fees and discount rate are also directly observable inputs, making the fair value of wrapper contracts generally Level 2.

There were no transfers between any of the levels of the hierarchy during the period ended December 31, 2022.

Table 1. 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, 2022:

	Fair Value Measurements Using			
	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
HB&T Stable Value Fund				
Financial Instruments - Assets:				
Short Term Investment	\$ 190,837	\$ 190,837	\$ -	\$ -
Security-backed contracts	238,844,459	-	238,844,459	-
Total	<u>\$ 239,035,296</u>	<u>\$ 190,837</u>	<u>\$ 238,844,459</u>	<u>\$ 0</u>

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Table 2. Supplemental Information. The classification of the fair value measurements for securities underlying the security-backed contracts is presented below. These securities represent the significant inputs to the valuation of the security-backed contracts and do not have a direct impact on the statement of assets and liabilities, statement of operations, or statement of changes in net assets. This table also includes other assets and liabilities underlying the security-backed contracts which are not recorded at fair value at December 31, 2022.

	Fair Value Measurements Using				
	Total Underlying Portfolios and Wrapper Contracts	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Excluded From the Fair Value Hierarchy
HB&T Stable Value Fund					
Securities	\$ 240,203,871	\$ 17,868,889	\$ 222,334,982	\$ -	\$ -
Wrapper contracts	-	-	-	-	-
Other assets and liabilities, net	(1,359,412)	-	-	-	(1,359,412)
Total	<u>\$ 238,844,459</u>	<u>\$ 17,868,889</u>	<u>\$ 222,334,982</u>	<u>\$ -</u>	<u>\$ (1,359,412)</u>

Note 7: 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.

Note 8: Concentrations

Issuers of investment contracts which represent aggregate exposure greater than 10 percent of the Fund's total net assets at December 31, 2022 are as follows:

	Contract Value	Percentage of Net Assets
The Prudential Insurance Company of America	\$ 119,796,585	49.98%
Voya Retirement Insurance and Annuity Company	119,796,540	49.98%
	<u>\$ 239,593,125</u>	<u>99.96%</u>

Supplemental Information

Hand Composite Employee Benefit Trust

Schedule of Investment Purchases and Sales

HB&T Stable Value Fund

For the Period September 30, 2022 (Inception) to December 31, 2022

Purchases	
Investment Class	Cost
Investment contracts	\$ 237,212,613
Security-backed contracts	532,400,357
Short Term Investments	190,873
Total Investments Purchased	<u>\$ 769,803,843</u>

Sales & Maturities		
Investment Class	Proceeds	Net Realized Gains (Losses)
Security-backed contracts	\$ 310,067,951	\$ -
Total Investments Sold	<u>\$ 310,067,951</u>	<u>\$ 0</u>