

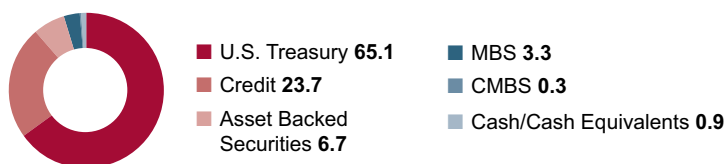
# MMDT Short Term Bond Portfolio

## Highlights

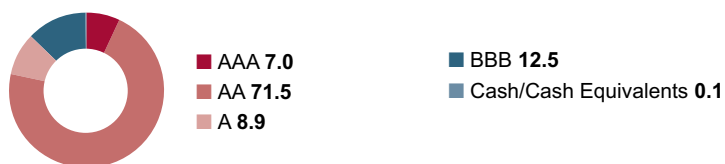
- Offers participation in a diversified portfolio of investment-grade short-term fixed-income securities that seeks to generate long-term performance exceeding the Bloomberg 1-5 Year Government/Credit Bond Index.
- Presents a fixed-income option for assets with a longer time horizon and risk tolerance than the cash portfolio.
- Offers participants an investment option for operating capital and bond proceeds consistent with their time horizons.

## Portfolio Overview as of 12/31/25

### Portfolio Composition (%)



### Credit Quality Composition\* (%)

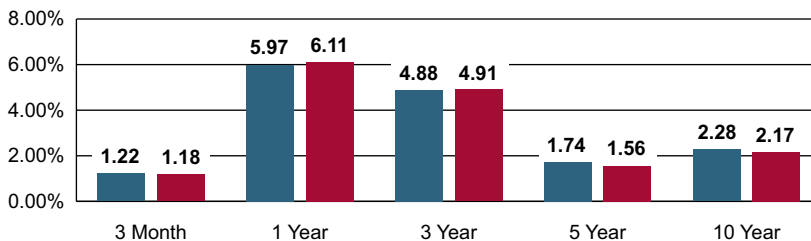


<b>30-Day Distribution Yield</b>	3.76%
<b>Weighted Average Effective Duration</b>	2.50 Yrs.
<b>Weighted Average Effective Maturity</b>	2.77 Yrs.
<b>Portfolio Manager</b>	John T. Gentry, CFA
<b>Portfolio Total Assets</b>	\$798.9 million

## Performance as of 12/31/25

### Average Annual Total Returns at NAV (%)

■ MMDT Short Term Bond Portfolio ■ Bloomberg 1-5 Year Government/Credit Index



*Performance data quoted represents past performance which is no guarantee of future results. Current performance may be lower or higher than what is stated. Investment return and principal value will fluctuate so that an investor's shares, when redeemed may be worth more or less than their original cost.*

## Portfolio Manager Commentary

During the fourth quarter, lower Treasury yields and good corporate earnings helped markets shrug off uncertainty to post solid results. The federal government shutdown postponed data releases, but the picture that emerged was one of steady labor markets and somewhat sticky inflation. The economy grew 4.3% in the third quarter, paced by higher personal consumption and strong corporate profits, and activity measures indicated a somewhat slower, but still firm pace in the fourth quarter. Market-implied inflation averaged in the 2.3-2.4% range all year, somewhat below actual inflation reports but consistent with the Fed's view for 2026, while the Federal Reserve projects the unemployment rate to fall to 4.4% in 2026, down from 4.6% now. The Fed did cut its fed funds rate twice in the fourth quarter, but its projections indicated only one cut in each of the next two years. Diverging Fed member views of the future rate path will doubtless be a key story for 2026, as Chair Powell's term ends in May. The

economy remains resilient, paced by massive artificial intelligence spending, solid corporate fundamentals, and tax policy changes.

Front-end Treasury yields followed the fed funds rate lower, while ongoing inflation and deficit spending worries helped anchor longer-maturity yields. The 10-year Treasury yield traded between 3.95% and 4.19% in the quarter, ending at 4.17%, while the 2-year note yield fell 14bp and the 30-year bond yield actually rose 11bp. The Bloomberg Aggregate bond index had a total return of 1.10%, with all sectors posting positive total returns and all sectors with positive duration-adjusted returns, except credit, which had a (0.02%) excess return. Unusually, emerging markets debt and mortgage-backed securities were the two best-performing sectors. Gold and silver both set record high prices in the quarter, while crude oil and gasoline fell, and bitcoin plummeted over 20%.

*Portfolio composition is subject to change.*

*\*Quality breakdown does not apply to Cash/Cash Equivalents.*

*Bond prices are sensitive to changes in interest rates and a rise in interest rates can cause a decline in their prices.*

*The 30-day distribution yield is calculated by taking an average of the past 30 days' daily yields at NAV.*

*Weighted average effective maturity is the average time to maturity of debt securities held in the fund.*

*Weighted average effective duration is a measure of security's price sensitivity to changes in interest rates. Securities with longer durations are more sensitive to changes in interest rates than securities of shorter durations.*

*An investment in the Short Term Bond Portfolio is not a deposit of a bank and is neither insured nor guaranteed by the Commonwealth of Massachusetts or the US government, the Federal Deposit Insurance Corporation (FDIC) or any other government agency. The Portfolio's yield will vary from day to day based on changes in interest rates and market changes.*

*The rating agencies that provided the ratings are S&P Global Ratings, Moody's, and Fitch. When ratings vary, the highest rating is used. Credit ratings of A or better are considered to be high credit quality; credit ratings of BBB are good credit quality and the lowest category of investment grade; credit ratings BB and below are lower-rated securities ("junk bonds"); and credit ratings of CCC or below have high default risk.*

***For more complete information, visit [mymmdt.com](http://mymmdt.com). You should consider the investment's objectives, risks, charges and expenses carefully before you invest. Information about these and other important subjects is in the Investment Circular, which you should read carefully before investing.***