

*Andrew Junkin, CFA, CAIA  
Managing Director & Principal*

April 27, 2012

Mr. Henry Jones  
Chair of the Investment Committee  
California Public Employees' Retirement System  
400 Q Street  
Sacramento, CA 95814

Re: Revision of the Global Fixed Income Policies and Delegations

Dear Mr. Jones:

You requested Wilshire's opinion with respect to the Staff's proposed revisions to the policies and delegations of authority pertaining to Global Fixed Income. These changes are being proposed as a result of Staff's intention to begin to internally manage a portion of the International Fixed Income Program, which Wilshire supports as discussed in the April review of the Global Fixed Income Program

These changes are necessary and appropriate, given the change to the International Fixed Income Program. **Therefore, Wilshire recommends that the Investment Committee approve the policy revisions that Staff has put forth.**

Should you require anything further or have any questions, please do not hesitate to contact us.

Best regards,

A handwritten signature in black ink, appearing to read 'Andrew Junkin'.