

Andrew Junkin, CFA, CAIA
Managing Director & Principal

September 27, 2013

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

Re: Proposed Changes to the Global Equity Policy

Dear Mr. Jones:

You requested Wilshire's opinion with respect to Staff's proposed changes to the Global Equity Policy. This is the first reading of these proposed changes.

Recommendation

Wilshire recommends that the Investment Committee approve the proposed changes. Certain changes elucidate the inclusion and management of Emerging Managers within the Global Equity program. The remainder of the proposed changes are largely clarifying changes and minor language modifications.

Wilshire had several suggestions for Staff with respect to the proposed revisions. Staff and Wilshire discussed our points, which were reflected in minor revisions to the proposed policy. We believe the proposed policy is appropriate and prudent for use in governing the activities of the Global Equity program.

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

Best regards,

