

## Strategic Asset Allocation Alternatives

Candidate Portfolios				<u>Current Policy Portfolio</u>
Asset Class Component	Portfolio A	Portfolio B	Portfolio C	
Global Equity	47%	50%	52%	<u>50%</u>
Global Fixed Income	19%	17%	16%	<u>17%</u>
Inflation Sensitive	6%	5%	4%	<u>4%</u>
Private Equity	12%	12%	12%	<u>14%</u>
Real Estate	11%	11%	11%	<u>9%</u>
Infrastructure and Forestland	3%	3%	3%	<u>2%</u>
Liquidity	2%	2%	2%	<u>4%</u>
Expected Compound Return (1-10 yrs.) :	7.15%	7.27%	7.35%	<u>7.25%</u>
Blended Return (1-60 yrs.) <sup>1</sup> :	7.56%	7.66%	7.72%	<u>7.63%</u>
Expected Volatility :	11.76%	12.22%	12.52%	<u>12.45%</u>
Potential Discount Rate:	7.50%	7.50%	7.50%	<u>7.50%</u>