

**Wilshire**

# California Public Employees' Retirement System

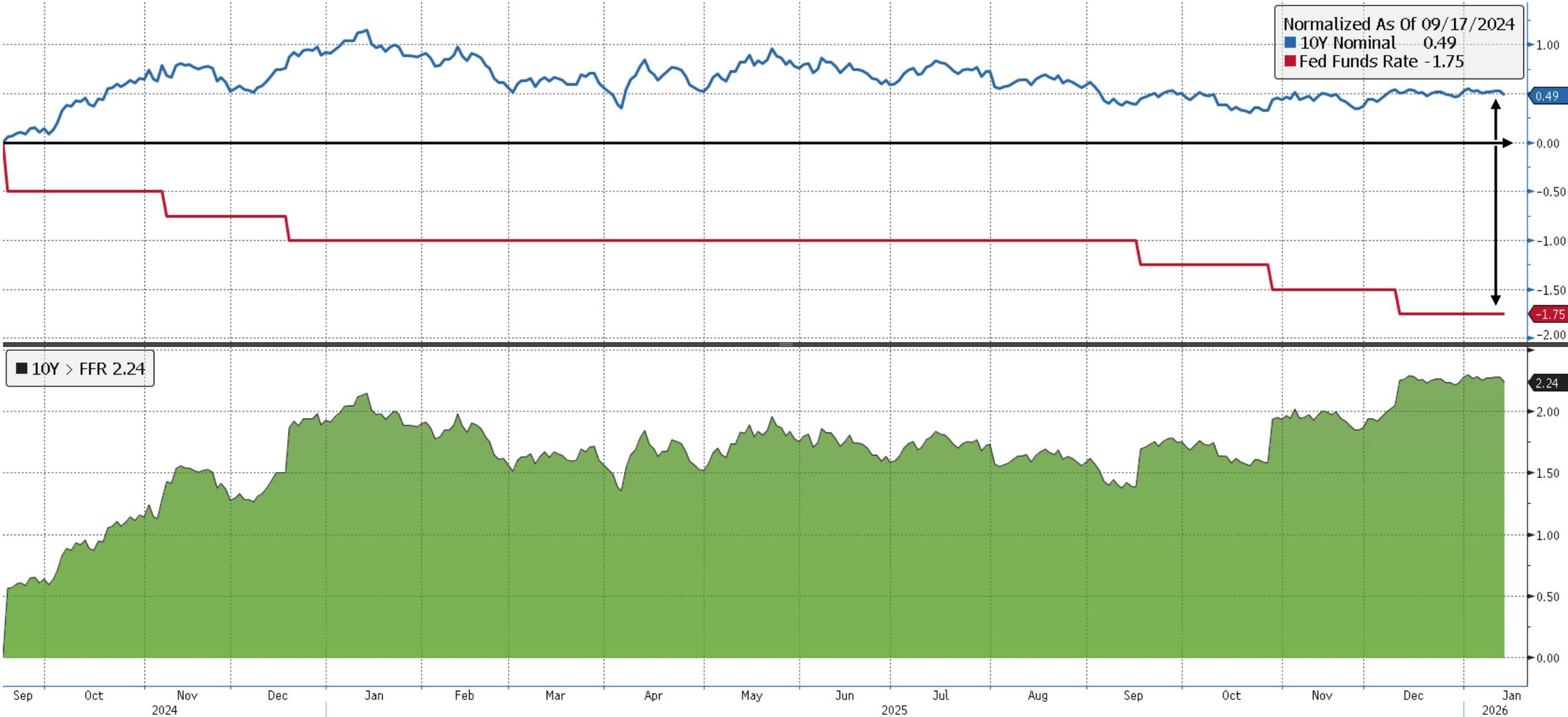
Performance Review

Fourth Quarter 2025

## U.S. Objectives (and Their Related Risks)

- **U.S. Strategic Objectives (largely tied to geopolitical positioning vs China)**
  - AI Dominance: Win the AI arms race
    - Requires massive investment in compute, energy & rare earth minerals
  - Rebuild Industrial Base: Onshore U.S. manufacturing and reduce external dependencies/vulnerabilities
    - Requires massive investment (internal & FDI)
  - Financial Stability: Address unsustainability of current deficit/debt path
    - Reduce annual % deficits (sustained real growth > rate of expenditure increases)
- **Risks & Tradeoffs (to achieving those objectives)**
  - Rising Interest Rates: Impact on net interest payments makes deficit & debt management challenging
  - Market Drawdown: Government revenues (i.e., tax receipts) are heavily impacted by capital market performance
  - Inflation: Rebuild of U.S. manufacturing (and AI spend) is inflationary (with longer-term offsets from AI efficiency gains)

# Fed Cuts Don't Necessarily Lead to Lower Long Rates



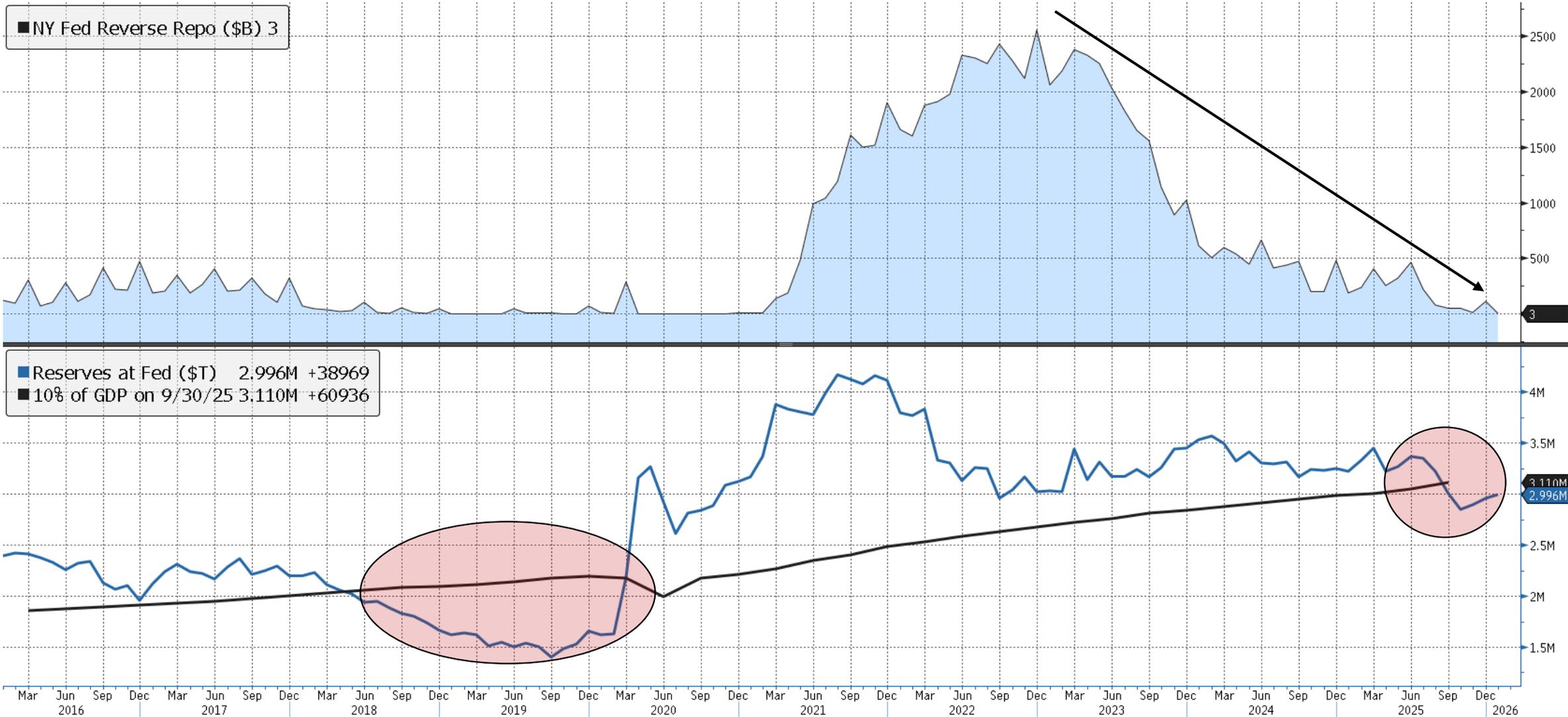
USGG10YR Index (US Generic Govt 10 Yr) 10yr v FFR Change Daily 17SEP2024-14JAN2026

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Data Source: Bloomberg

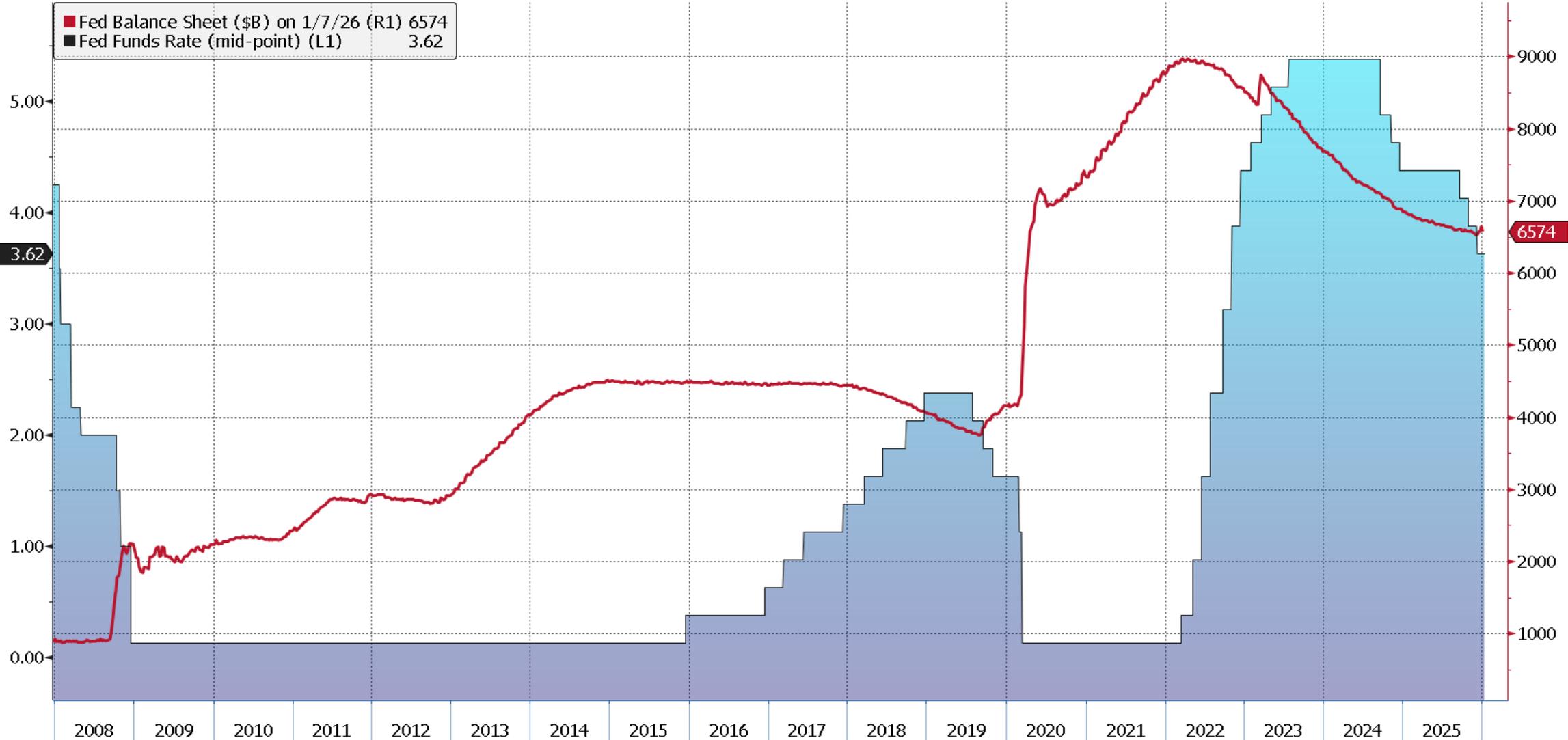
# Liquidity Conditions: Reserve Management Purchases (RMP)



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Data Source: Bloomberg

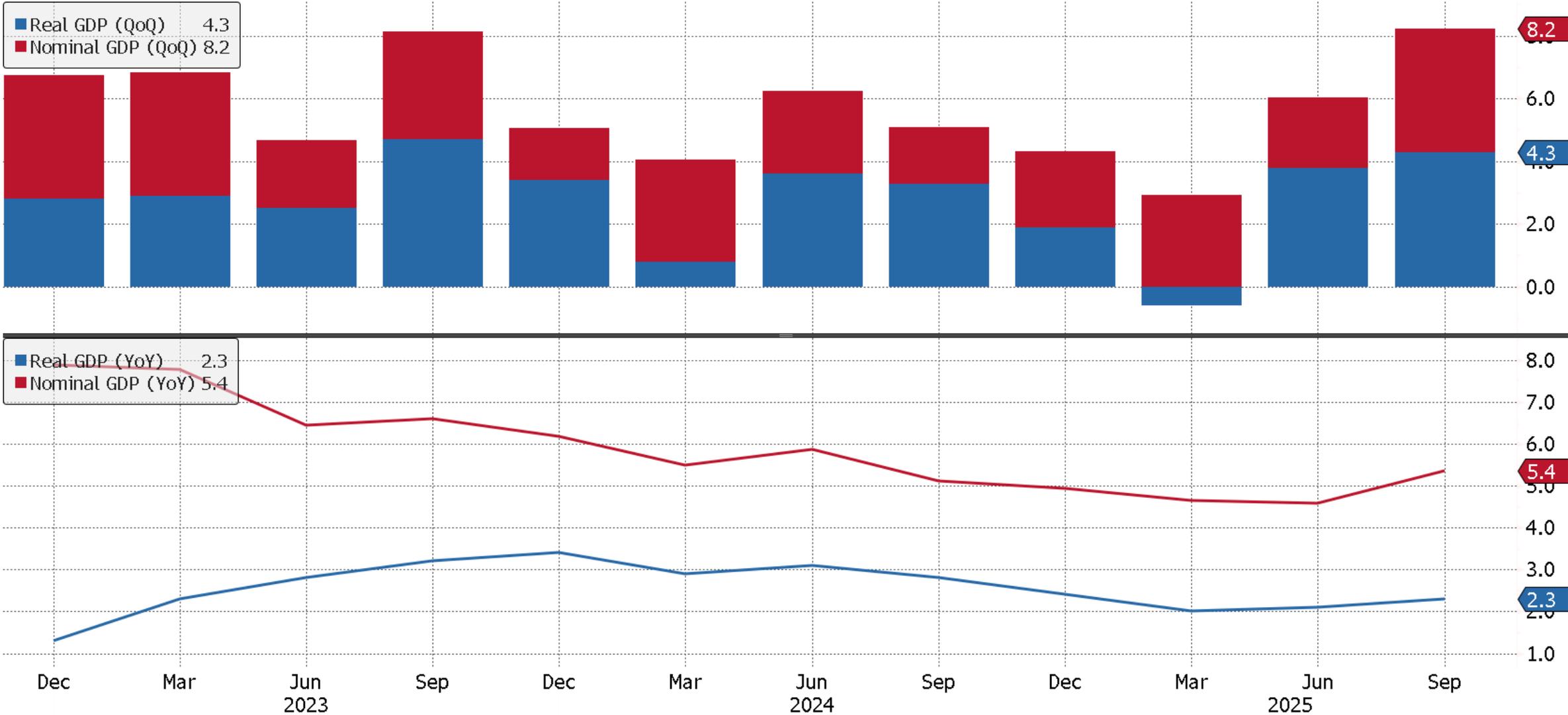
# Liquidity Conditions: Fed Balance Sheet



BSPGCPUS Index (Federal Reserve Balance Sheet as a % of GDP) Fed BS & FFR Daily 24DEC2007-14JAN2026 Copyright© 2026 Bloomberg Finance L.P. 14-Jan-2026 15:56:01

Data Source: Bloomberg

# A Glimpse of How "Running it Hot" Might Look



GDP CQOQ Index (GDP US Chained Dollars QoQ SAAR) GDP N v R YoY Quarterly 31DEC2022-30SEP2025

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Data Source: Bloomberg

## K-Shaped Economy: A Tale of Two Economies

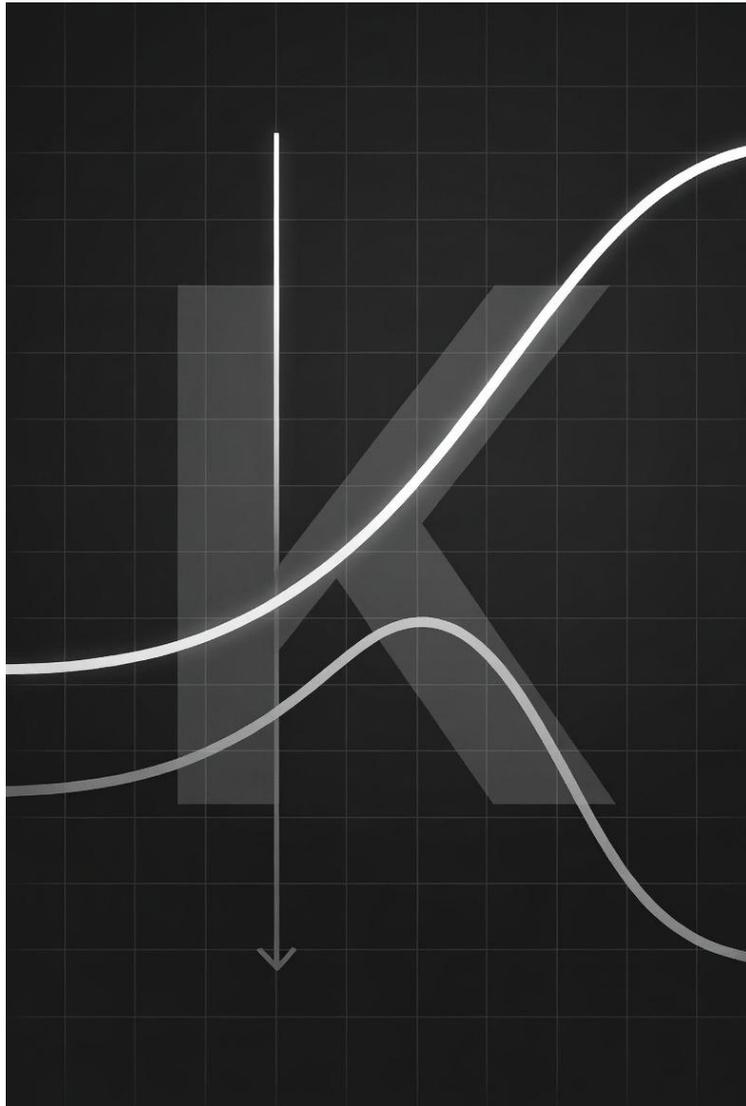


Image Source: Grok

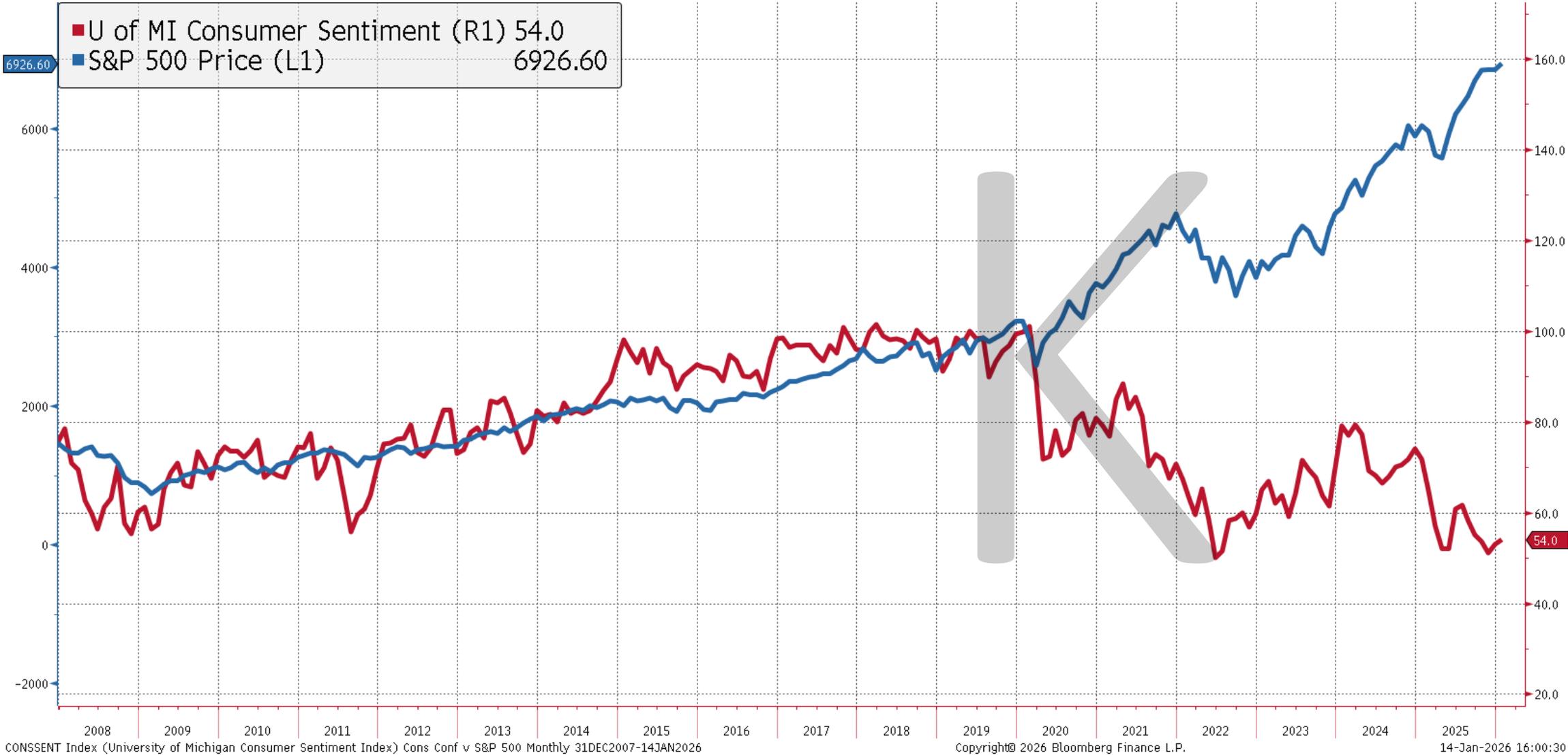
### K-Up: The “Haves”

- Who: Own assets/homes, white-collar jobs (i.e., Tech/Finance)
- Situation: Protected/Benefit from inflation. Vulnerable to AI efficiency.
- Impact: Drive aggregate economic output (i.e., concentrated / cap-weighted)

### K-Down: The “Have Nots”

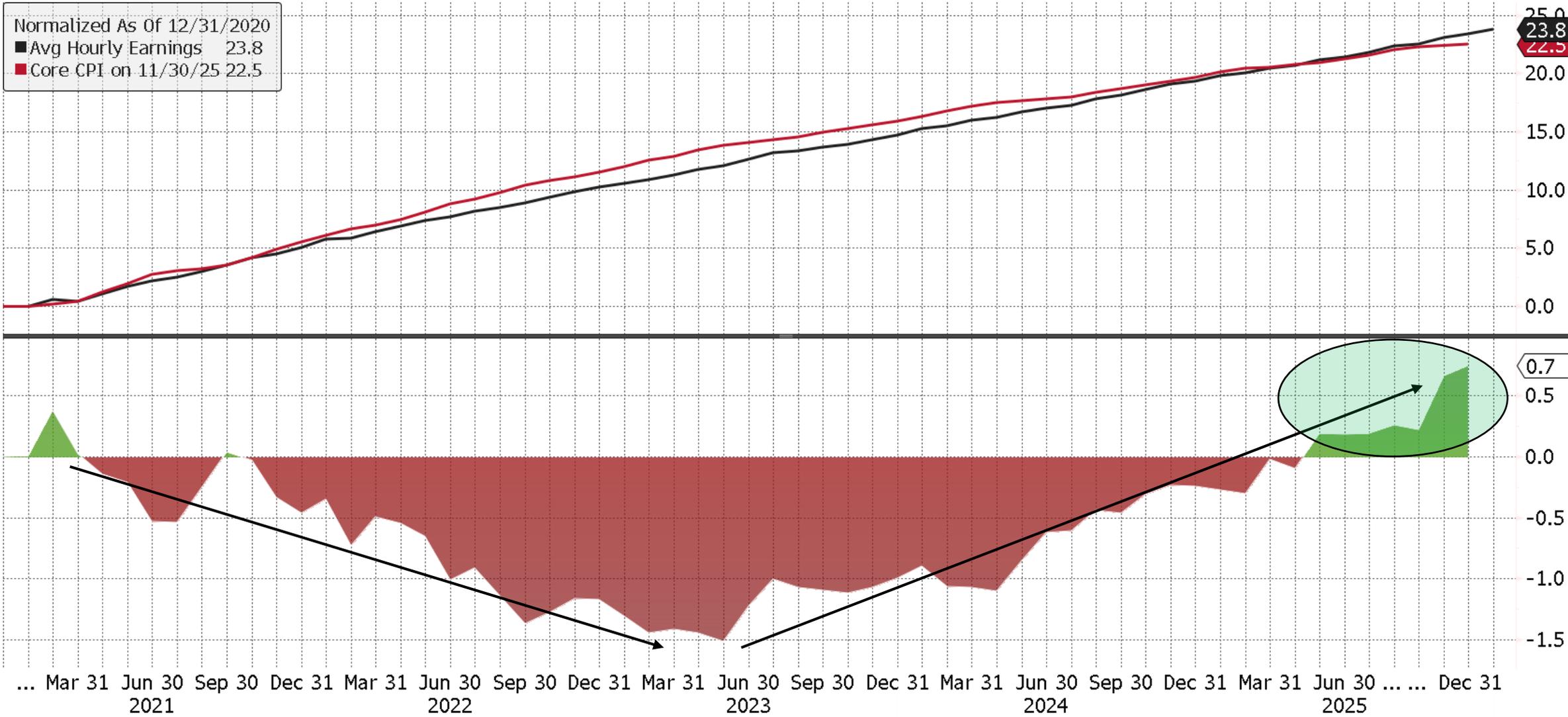
- Who: Don't hold meaningful assets, blue-collar jobs, carry relatively large debt burdens
- Situation: Have suffered from globalization/outsourcing, struggle to keep pace with inflation
- Impact: Muted impact on aggregate economic output but large in # so drive overall confidence stats (i.e., equal-weighted measures)

# S&P 500 vs. Consumer Sentiment



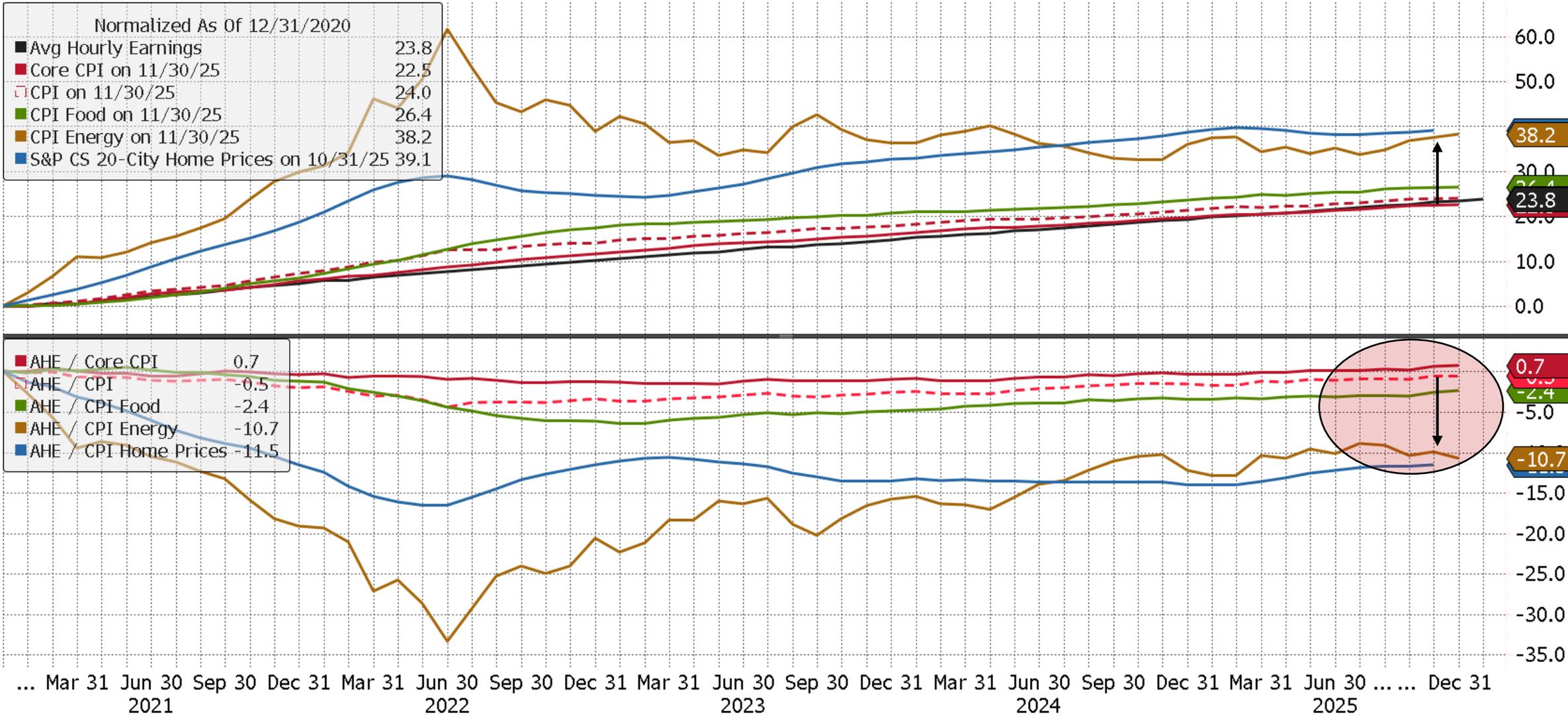
Data Source: Bloomberg

# “Affordability” Driving K-Down’s Sentiment... But this Doesn’t Look So Bad



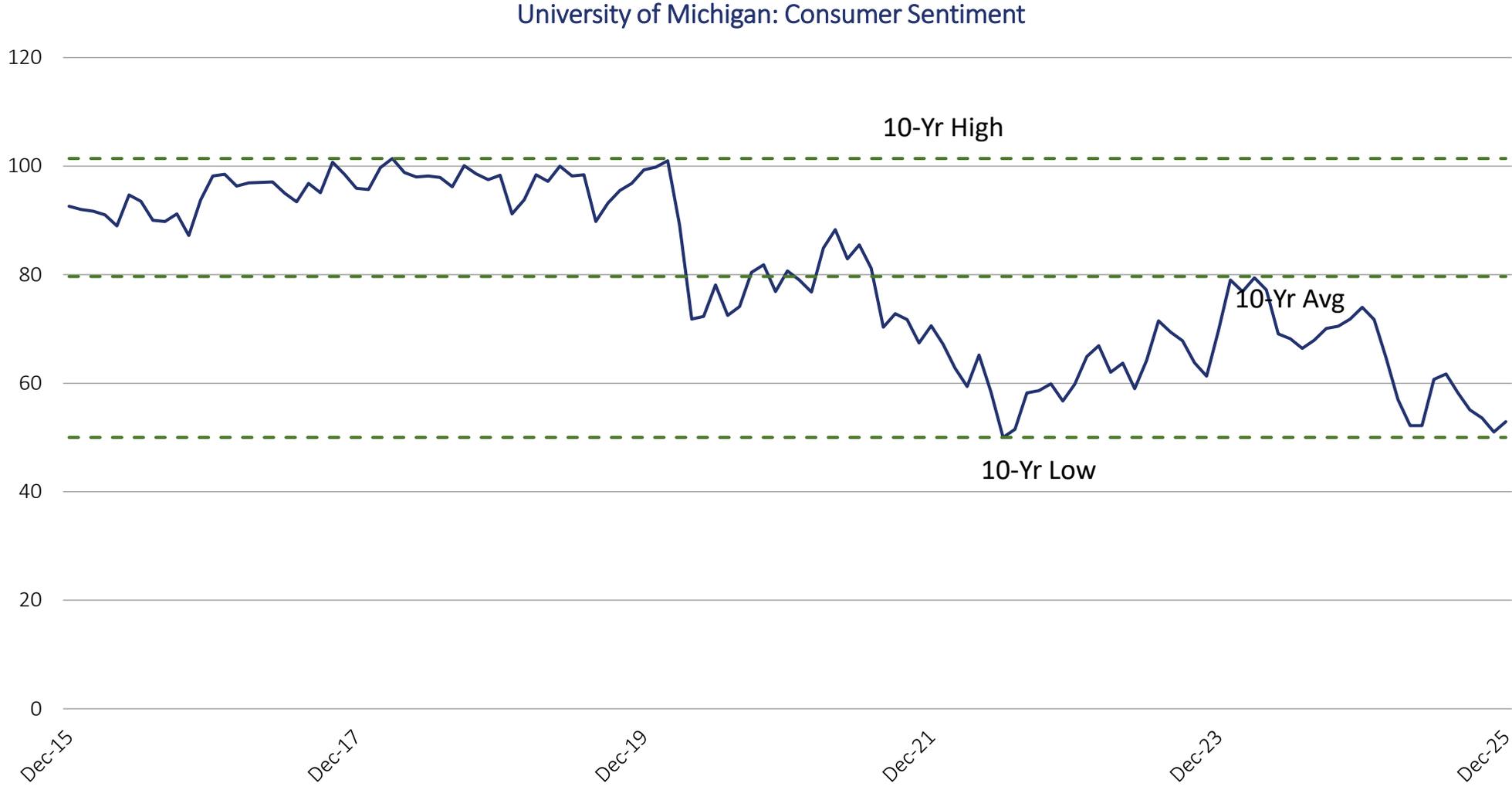
AHE TOTL Index (US Average Hourly Earnings All Employees Total Private SA) CPI v Wages Daily 30DEC2020-12JAN2026  
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# “Affordability” Driving K-Down’s Sentiment... This Looks Much Worse



AHE TOTL Index (US Average Hourly Earnings All Employees Total Private SA) CPI v Wages Daily 30DEC2020-12JAN2026 Copyright© 2026 Bloomberg Finance L.P. 12-Jan-2026 08:40:06

# Consumer Sentiment

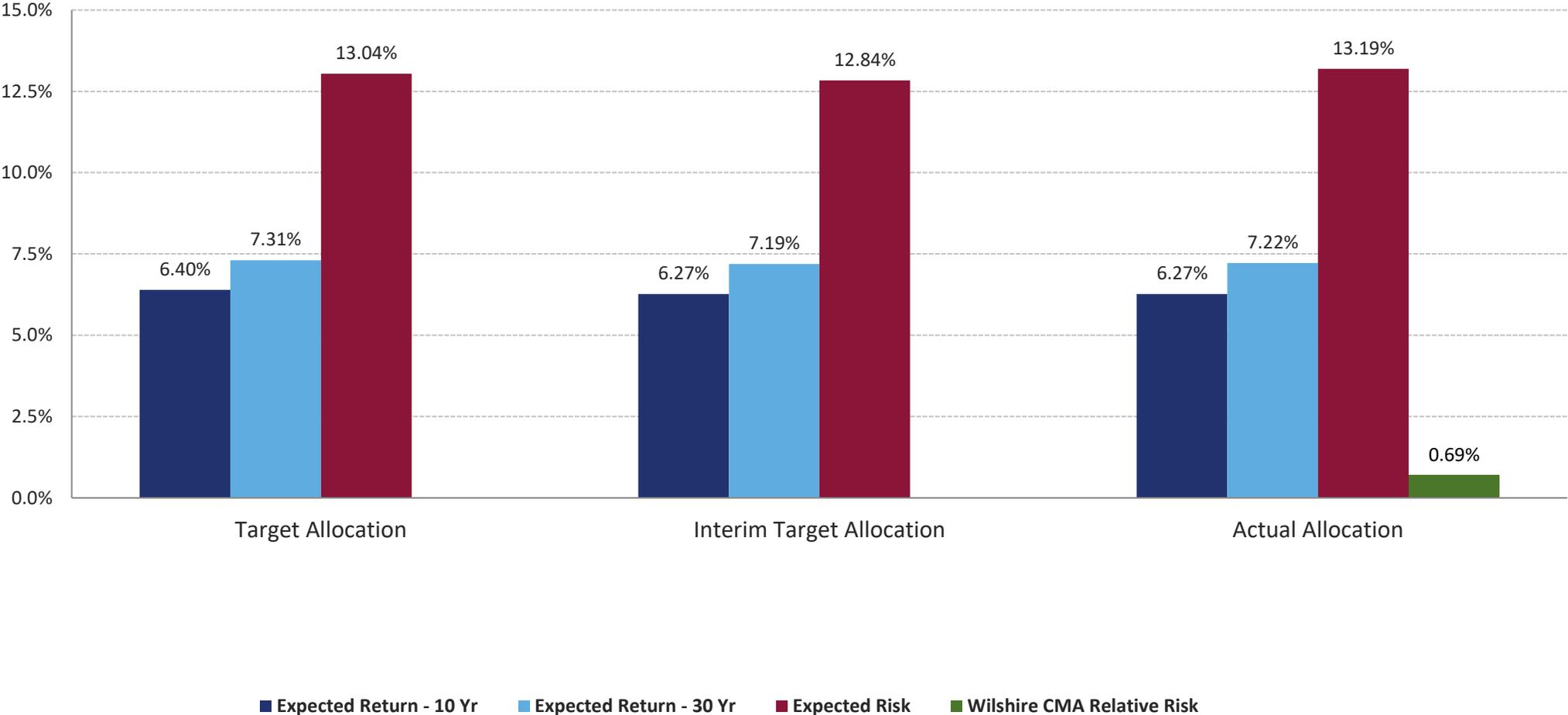


Data Source: Bloomberg

# Economic/Market Activity

# CalPERS PERF Expected Return and Risk Estimates

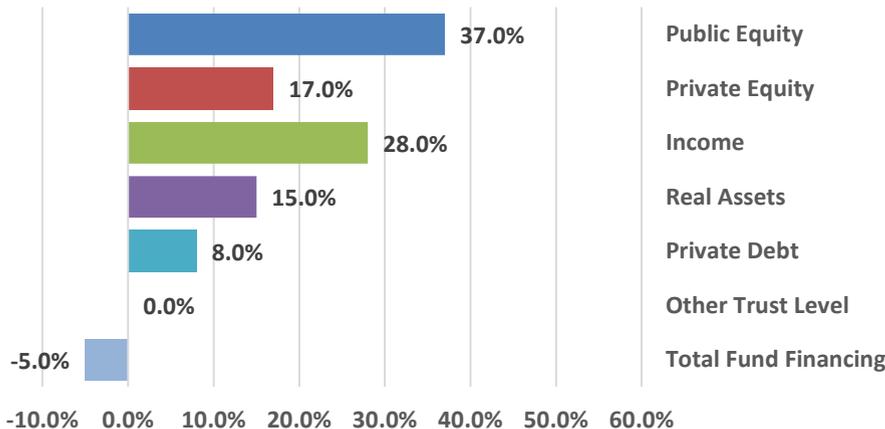
As of December 31, 2025



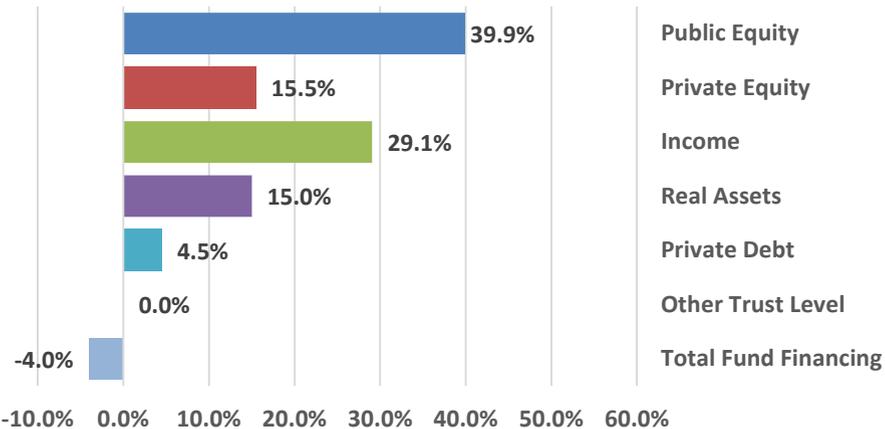
# CalPERS PERF Assets and Risk Allocation

As of December 31, 2025

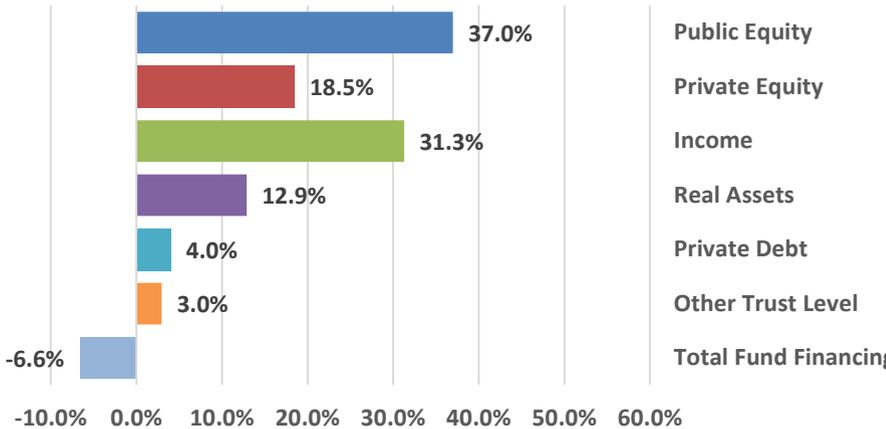
### Target Asset Allocation



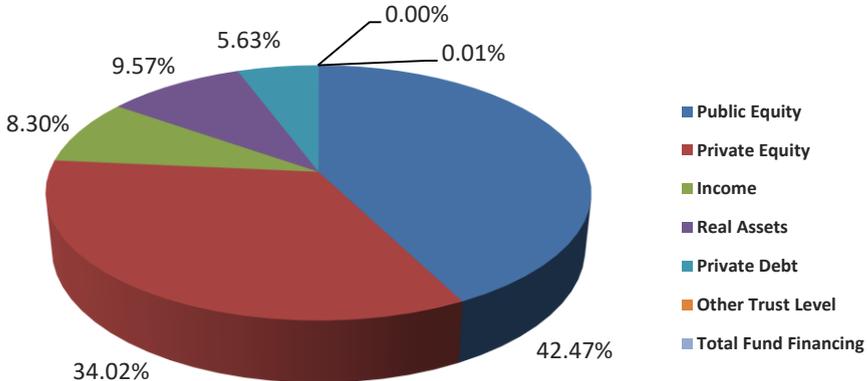
### Interim Target Asset Allocation



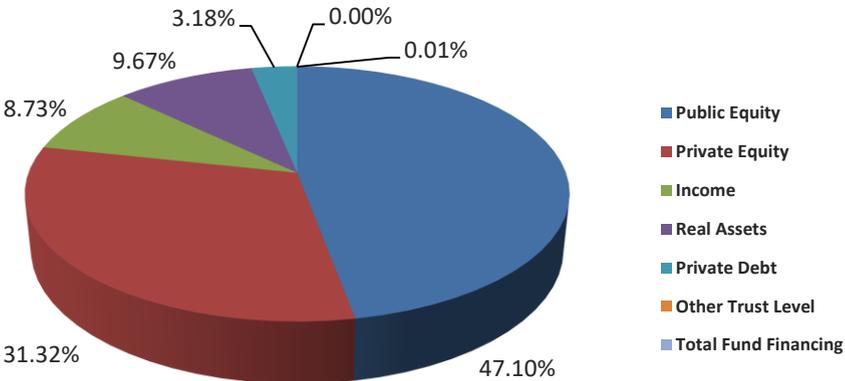
### Actual Asset Allocation



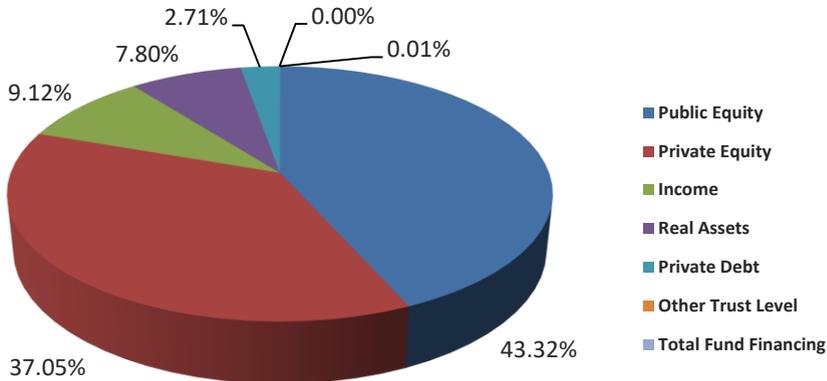
### Contribution to Total Risk - Target Allocation



### Contribution to Total Risk - Interim Target



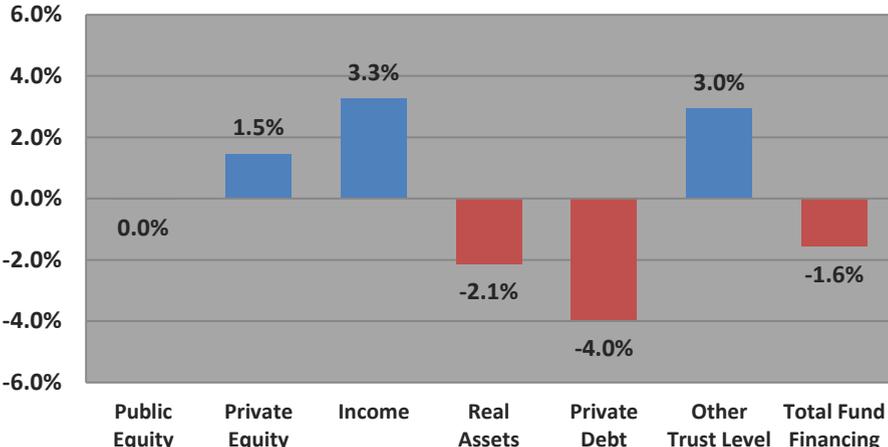
### Contribution to Total Risk - Actual Allocation



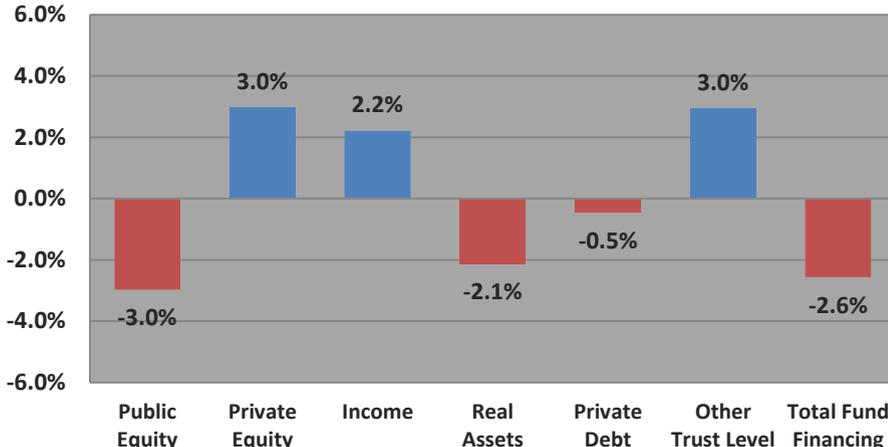
# CalPERS PERF Drivers of Expected Excess Risk

As of December 31, 2025

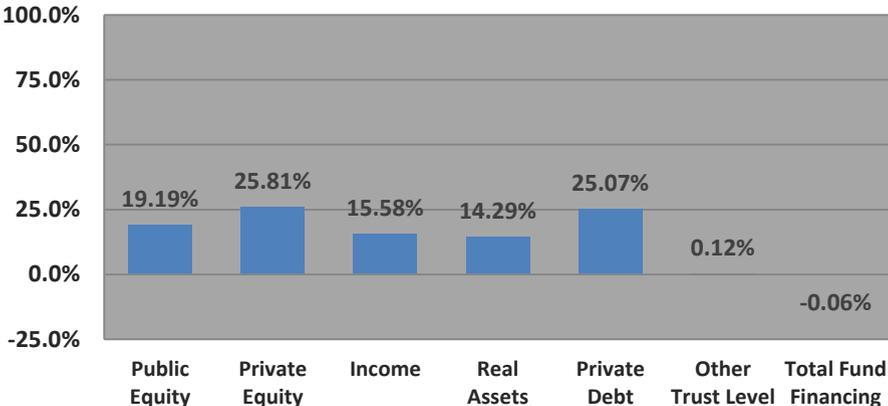
### Allocation vs. Long-Term Strategic Targets



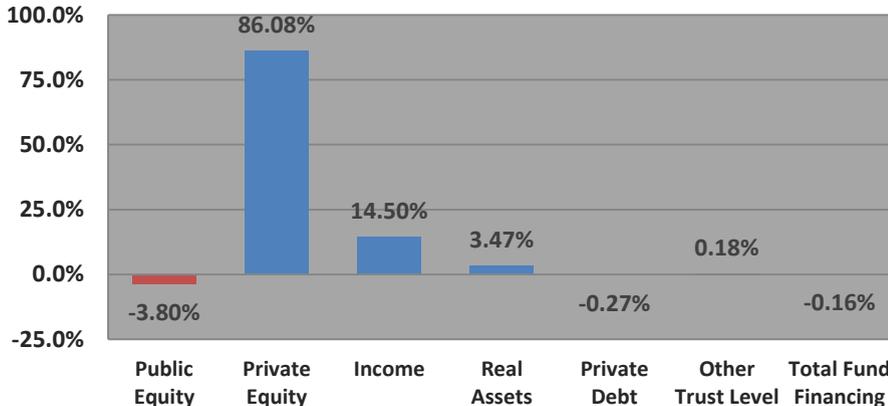
### Allocation vs. Interim Targets



### Contribution to Tracking Error vs. Long-Term Strategic Targets



### Contribution to Tracking Error vs. Interim Targets



- This excess risk forecast is based on asset allocation variance only.
- Other sources of risk (structural within asset classes, manager/program specific source of tracking error, covariance, etc.) are not considered here.

# December 2025 Asset Class Assumptions

	Equity						Fixed Income						Real Assets						
	U.S. Stock	Dev ex-U.S. Stock	Emg Stock	Global ex-U.S. Stock	Global Stock	Private Equity	Cash	Core Bond	LT Core Bond	TIPS	High Yield	Private Credit	Dev ex-U.S. Bond (Hdg)	U.S. RES	Global RES	Private RE	Cmdty	Real Assets	U.S. CPI
Compound Return (%)	4.45	5.45	5.70	5.80	5.05	6.30	3.25	4.90	5.15	4.45	6.05	7.45	3.25	5.80	5.95	6.55	4.80	6.90	2.30
Arithmetic Return (%)	5.80	6.95	8.70	7.45	6.40	10.10	3.25	5.05	5.65	4.60	6.50	8.20	3.35	7.20	7.20	7.45	6.00	7.60	2.30
Risk (%)	17.00	18.00	26.00	19.15	17.05	29.65	0.75	4.75	9.95	6.00	10.00	12.75	4.00	17.50	16.55	13.95	16.00	12.20	1.75
Yield (%)	1.20	2.70	2.05	2.50	1.65	0.00	3.25	5.75	5.85	5.15	9.70	4.70	4.40	4.05	4.05	2.95	3.25	3.75	0.00
Growth Factor Exposure	8.00	8.00	8.00	8.00	8.00	14.00	0.00	-1.00	-2.75	-3.00	4.00	5.10	-1.00	6.00	6.00	3.70	0.00	2.90	0.00
Inflation Factor Exposure	-3.00	-1.00	3.00	0.20	-1.85	-4.25	0.00	-2.65	-7.10	2.50	-1.00	-1.50	-3.00	1.00	1.65	1.00	12.00	5.25	1.00

## Correlations

U.S. Stock	1.00																		
Dev ex-U.S. Stock (USD)	0.81	1.00																	
Emerging Mkt Stock	0.74	0.74	1.00																
Global ex-U.S. Stock	0.84	0.96	0.90	1.00															
Global Stock	0.98	0.90	0.83	0.94	1.00														
Private Equity	0.72	0.63	0.61	0.66	0.73	1.00													
Cash Equivalents	-0.05	-0.09	-0.05	-0.08	-0.06	0.00	1.00												
Core Bond	0.27	0.12	-0.01	0.08	0.20	0.29	0.18	1.00											
LT Core Bond	0.29	0.15	0.00	0.10	0.23	0.30	0.11	0.95	1.00										
TIPS	-0.05	0.00	0.15	0.06	-0.01	-0.03	0.20	0.59	0.47	1.00									
High Yield Bond	0.54	0.39	0.49	0.46	0.53	0.31	-0.10	0.24	0.31	0.05	1.00								
Private Credit	0.68	0.55	0.58	0.60	0.68	0.44	0.00	0.23	0.29	0.00	0.76	1.00							
Dev ex-U.S. Bond (Hdg)	0.16	0.25	-0.01	0.16	0.17	0.26	0.10	0.68	0.66	0.39	0.26	0.22	1.00						
U.S. RE Securities	0.57	0.47	0.44	0.49	0.56	0.49	-0.05	0.16	0.21	0.10	0.56	0.62	0.05	1.00					
Global RE Securities	0.62	0.55	0.52	0.58	0.63	0.54	-0.05	0.16	0.21	0.11	0.61	0.67	0.04	0.99	1.00				
Private Real Estate	0.55	0.45	0.45	0.49	0.54	0.50	-0.05	0.18	0.24	0.09	0.58	0.63	0.05	0.79	0.79	1.00			
Commodities	0.25	0.34	0.39	0.38	0.31	0.28	0.00	-0.03	-0.04	0.25	0.29	0.29	-0.10	0.25	0.28	0.25	1.00		
Real Assets	0.62	0.62	0.64	0.67	0.66	0.57	-0.03	0.24	0.25	0.32	0.64	0.69	0.06	0.79	0.84	0.78	0.64	1.00	
Inflation (CPI)	-0.10	-0.15	-0.13	-0.15	-0.13	-0.10	0.10	-0.12	-0.12	0.15	-0.08	0.00	-0.08	0.05	0.04	0.05	0.44	0.21	1.00

# CalPERS Total Fund Performance

# CalPERS PERF – Performance

As of December 31, 2025

	Asset Value						VaR	5-Year Ratios	
	(\$Billion)	Quarter	1-Year	3-Year	5-Year	10-Year		(\$Billion)	Sharpe
<b>CALPERS PERF</b>	\$ 600.2	2.8%	15.4%	11.6%	6.9%	8.3%	\$ 85.7	0.5	0.1
<i>CalPERS PERF Policy Benchmark</i>		3.0%	14.7%	12.3%	6.8%	8.4%		0.4	0.0
<i>Actuarial Rate</i>		1.7%	6.8%	6.8%	6.8%	7.1%			
<b>PUBLIC EQUITY*</b>	\$ 221.9	3.3%	22.6%	19.2%	10.9%	11.5%	\$ 44.4	0.6	1.4
<i>Public Equity Policy Benchmark</i>		3.1%	21.6%	18.8%	10.6%	11.4%		0.6	0.0
<b>PRIVATE EQUITY</b>	\$ 110.8	5.0%	17.8%	12.8%	14.3%	12.3%	\$ 42.8	1.7	-0.1
<i>Private Equity Policy Benchmark</i>		8.1%	18.8%	24.9%	15.6%	14.4%		0.8	0.0
<b>INCOME*</b>	\$ 187.7	1.2%	9.0%	6.1%	-0.8%	3.0%	\$ 9.8	-0.4	1.1
<i>Income Blended Benchmark</i>		1.1%	8.7%	5.9%	-1.0%	2.6%		-0.4	0.0
<b>REAL ASSETS</b>	\$ 77.2	1.4%	5.2%	-2.2%	4.4%	4.6%	\$ 10.1	0.2	0.3
<i>Real Assets Policy Benchmark</i>		0.5%	3.2%	-6.1%	2.6%	4.0%		-0.1	0.0
<b>PRIVATE DEBT</b>	\$ 24.2	2.9%	12.4%	13.4%	-.-%	-.-%	\$ 3.1	N/A	N/A
<i>Private Debt Policy Benchmark</i>		2.3%	9.2%	11.7%	-.-%	-.-%		N/A	N/A
<b>OTHER TRUST LEVEL</b>	\$ 17.7							N/A	N/A
<b>TOTAL FUND FINANCING</b>	\$ (39.3)							N/A	N/A
<b>TERMINATED AGENCY POOL</b>	\$ 0.2	0.2%	6.2%	2.8%	-2.5%	2.2%		N/A	N/A
<b>CalPERS PERF PLUS TAP</b>	\$ 600.4	2.8%	15.4%	11.5%	6.9%	8.3%		N/A	N/A

\* The CalPERS PERF asset values shown include derivative exposure.

# CalPERS PERF – Attribution (Quarter)

As of December 31, 2025

Asset Class	Actual (%)		Benchmark (%)		Difference (%)		Total Fund Return Contribution (%)		
	Weight *	Return	Weight *	Return	Weight	Return	Actual Allocation	Active Management	Total
<b>Public Equity</b>	<b>37.79</b>	<b>3.34</b>	<b>39.24</b>	<b>3.10</b>	<b>-1.45</b>	<b>0.25</b>	<b>0.09</b>	<b>0.09</b>	<b>0.18</b>
Public Equity - Cap Weighted	33.39	3.53	29.27	3.30	4.12	0.23	0.00	0.08	0.08
Public Equity - Factor Weighted	4.39	1.78	9.96	1.46	-5.57	0.32	0.09	0.02	0.11
<b>Private Equity</b>	<b>18.14</b>	<b>5.00</b>	<b>18.14</b>	<b>7.69</b>	<b>0.00</b>	<b>-2.68</b>	<b>0.00</b>	<b>-0.60</b>	<b>-0.60</b>
<b>Income</b>	<b>31.09</b>	<b>1.21</b>	<b>29.96</b>	<b>1.11</b>	<b>1.12</b>	<b>0.09</b>	<b>-0.05</b>	<b>0.03</b>	<b>-0.03</b>
Treasury	9.13	0.32	7.48	0.32	1.64	0.00	-0.07	0.00	-0.07
Mortgage-Backed Securities	5.48	1.81	5.36	1.68	0.12	0.13	0.00	0.01	0.01
Investment Grade Credit	5.86	0.50	6.42	0.45	-0.55	0.05	0.02	0.00	0.02
High Yield	5.29	1.65	5.34	1.57	-0.05	0.08	0.00	0.00	0.01
EM Sovereign	5.33	2.24	5.37	1.98	-0.04	0.26	0.00	0.01	0.01
<b>Real Assets</b>	<b>12.79</b>	<b>1.43</b>	<b>12.78</b>	<b>0.50</b>	<b>0.00</b>	<b>0.93</b>	<b>0.00</b>	<b>0.12</b>	<b>0.12</b>
<b>Private Debt</b>	<b>3.87</b>	<b>2.94</b>	<b>3.87</b>	<b>2.34</b>	<b>0.00</b>	<b>0.60</b>	<b>0.00</b>	<b>0.02</b>	<b>0.02</b>
<b>Other Trust Level</b>	<b>2.66</b>	<b>-</b>	<b>0.00</b>	<b>-</b>	<b>2.66</b>	<b>-</b>	<b>-0.05</b>	<b>0.00</b>	<b>-0.05</b>
LLER	2.18	1.29	0.00	1.00	2.18	0.29	-0.05	0.01	-0.04
Opportunistic Strategies	0.15	4.85	0.00	1.24	0.15	3.60	0.00	0.01	0.00
Total Fund Income	0.00	-	0.00	-	0.00	-	0.00	0.00	0.00
Other PERF	0.03	-	0.00	-	0.03	-	0.00	0.00	0.00
TLPM	0.31	-	0.00	-	0.31	-	0.00	-0.01	-0.01
<b>Total Fund Financing</b>	<b>-6.33</b>	<b>-</b>	<b>-3.99</b>	<b>-</b>	<b>-2.34</b>	<b>-</b>	<b>0.05</b>	<b>0.00</b>	<b>0.05</b>
<b>Monthly Linked Return</b>	<b>100.00</b>	<b>2.77</b>	<b>100.00</b>	<b>3.07</b>	<b>-</b>	<b>-0.30</b>	<b>0.03</b>	<b>-0.34</b>	<b>-0.30</b>
<b>Residual</b>		0.04		-0.03		0.07			<b>0.07</b>
<b>Total PERF</b>		<b>2.81</b>		<b>3.04</b>		<b>-0.24</b>			<b>-0.24</b>

\* Average period weight displayed.

# CalPERS PERF – Attribution (Fiscal YTD)

As of December 31, 2025

Asset Class	Actual (%)		Benchmark (%)		Difference (%)		Total Fund Return Contribution (%)		
	Weight *	Return	Weight *	Return	Weight	Return	Actual Allocation	Active Management	Total
<b>Public Equity</b>	<b>38.26</b>	<b>10.68</b>	<b>39.45</b>	<b>10.29</b>	<b>-1.19</b>	<b>0.39</b>	<b>0.23</b>	<b>0.15</b>	<b>0.38</b>
Public Equity - Cap Weighted	32.80	11.59	29.48	11.24	3.32	0.35	0.03	0.11	0.15
Public Equity - Factor Weighted	5.45	5.56	9.97	4.92	-4.51	0.63	0.20	0.04	0.23
<b>Private Equity</b>	<b>17.91</b>	<b>8.98</b>	<b>17.91</b>	<b>20.22</b>	<b>0.00</b>	<b>-11.24</b>	<b>0.00</b>	<b>-2.17</b>	<b>-2.17</b>
<b>Income</b>	<b>30.73</b>	<b>4.33</b>	<b>29.88</b>	<b>4.19</b>	<b>0.84</b>	<b>0.14</b>	<b>-0.08</b>	<b>0.04</b>	<b>-0.04</b>
Treasury	8.55	2.60	7.43	2.60	1.12	0.00	-0.10	0.00	-0.10
Mortgage-Backed Securities	5.66	4.36	5.34	4.10	0.32	0.26	-0.02	0.02	0.00
Investment Grade Credit	5.92	3.93	6.40	3.94	-0.49	-0.01	0.03	0.00	0.03
High Yield	5.28	4.01	5.34	3.93	-0.06	0.08	0.00	0.00	0.01
EM Sovereign	5.32	7.72	5.37	7.25	-0.05	0.46	0.00	0.02	0.02
<b>Real Assets</b>	<b>12.91</b>	<b>3.79</b>	<b>12.91</b>	<b>1.31</b>	<b>0.00</b>	<b>2.48</b>	<b>0.00</b>	<b>0.34</b>	<b>0.34</b>
<b>Private Debt</b>	<b>3.84</b>	<b>5.69</b>	<b>3.84</b>	<b>5.48</b>	<b>0.00</b>	<b>0.21</b>	<b>0.00</b>	<b>0.01</b>	<b>0.01</b>
<b>Other Trust Level</b>	<b>2.57</b>	<b>-</b>	<b>0.00</b>	<b>-</b>	<b>2.57</b>	<b>-</b>	<b>-0.17</b>	<b>0.00</b>	<b>-0.17</b>
LLER	2.16	2.86	0.00	2.12	2.16	0.74	-0.15	0.02	-0.14
Opportunistic Strategies	0.14	9.03	0.00	2.65	0.14	6.38	-0.01	0.01	0.00
Total Fund Income	0.00	-	0.00	-	0.00	-	0.00	0.00	0.00
Other PERF	0.03	-	0.00	-	0.03	-	0.00	0.00	0.00
TLPM	0.24	-	0.00	-	0.24	-	0.00	-0.03	-0.03
<b>Total Fund Financing</b>	<b>-6.22</b>	<b>-</b>	<b>-3.99</b>	<b>-</b>	<b>-2.23</b>	<b>-</b>	<b>0.16</b>	<b>0.01</b>	<b>0.16</b>
<b>Monthly Linked Return</b>	<b>100.00</b>	<b>7.61</b>	<b>100.00</b>	<b>9.10</b>	<b>-</b>	<b>-1.49</b>	<b>0.13</b>	<b>-1.62</b>	<b>-1.49</b>
<b>Residual</b>		<b>0.05</b>		<b>-0.03</b>		<b>0.08</b>			<b>0.08</b>
<b>Total PERF</b>		<b>7.66</b>		<b>9.08</b>		<b>-1.41</b>			<b>-1.41</b>

\* Average period weight displayed.

# CalPERS PERF – Attribution (Calendar YTD)

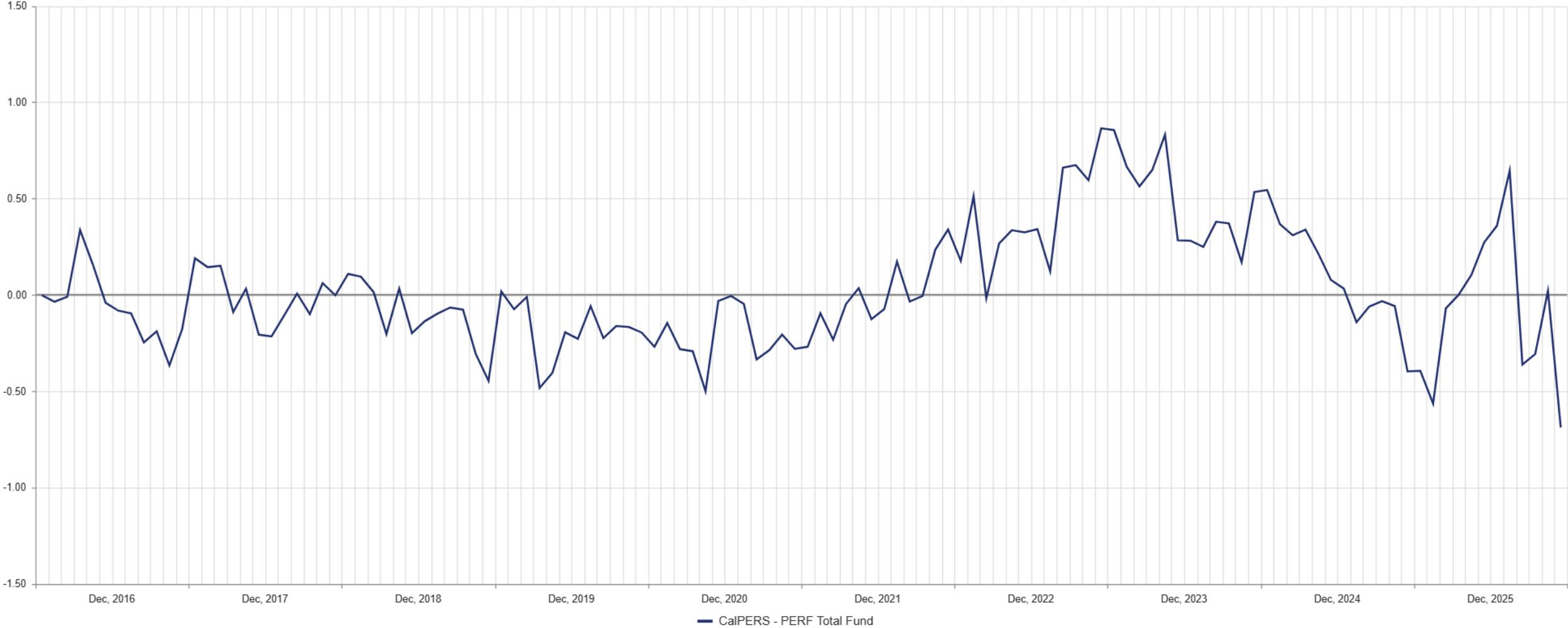
As of December 31, 2025

Asset Class	Actual (%)		Benchmark (%)		Difference (%)		Total Fund Return Contribution (%)		
	Weight *	Return	Weight *	Return	Weight	Return	Actual Allocation	Active Management	Total
<b>Public Equity</b>	<b>38.77</b>	<b>22.60</b>	<b>39.36</b>	<b>21.60</b>	<b>-0.59</b>	<b>1.00</b>	<b>0.30</b>	<b>0.37</b>	<b>0.67</b>
Public Equity - Cap Weighted	31.14	23.46	29.32	22.38	1.82	1.08	0.08	0.31	0.39
Public Equity - Factor Weighted	7.63	16.21	10.04	15.28	-2.41	0.93	0.22	0.06	0.28
<b>Private Equity</b>	<b>17.65</b>	<b>17.84</b>	<b>17.65</b>	<b>17.10</b>	<b>0.00</b>	<b>0.74</b>	<b>0.00</b>	<b>-0.33</b>	<b>-0.33</b>
<b>Income</b>	<b>30.04</b>	<b>8.97</b>	<b>29.62</b>	<b>8.74</b>	<b>0.42</b>	<b>0.24</b>	<b>-0.10</b>	<b>0.07</b>	<b>-0.02</b>
Treasury	7.91	6.50	7.34	6.50	0.57	0.00	-0.11	0.00	-0.11
Mortgage-Backed Securities	5.46	8.84	5.29	8.49	0.16	0.35	-0.02	0.02	0.00
Investment Grade Credit	6.12	8.44	6.37	8.25	-0.25	0.19	0.03	0.01	0.04
High Yield	5.27	8.94	5.30	8.69	-0.03	0.26	0.00	0.01	0.02
EM Sovereign	5.28	13.41	5.31	12.93	-0.03	0.48	0.00	0.03	0.03
<b>Real Assets</b>	<b>13.09</b>	<b>5.19</b>	<b>13.09</b>	<b>3.20</b>	<b>0.00</b>	<b>1.99</b>	<b>0.00</b>	<b>0.28</b>	<b>0.28</b>
<b>Private Debt</b>	<b>3.77</b>	<b>12.38</b>	<b>3.77</b>	<b>9.25</b>	<b>0.00</b>	<b>3.14</b>	<b>0.00</b>	<b>0.12</b>	<b>0.12</b>
<b>Other Trust Level</b>	<b>2.45</b>	<b>-</b>	<b>0.00</b>	<b>-</b>	<b>2.45</b>	<b>-</b>	<b>-0.26</b>	<b>0.01</b>	<b>-0.25</b>
LLER	2.18	5.80	0.00	4.36	2.18	1.45	-0.24	0.04	-0.20
Opportunistic Strategies	0.09	9.13	0.00	6.15	0.09	2.98	-0.01	0.01	0.00
Total Fund Income	0.00	-	0.00	-	0.00	-	0.00	0.00	0.00
Other PERF	0.03	-	0.00	-	0.03	-	-0.01	0.00	0.00
TLPM	0.14	-	0.00	-	0.14	-	0.00	-0.04	-0.04
<b>Total Fund Financing</b>	<b>-5.77</b>	<b>-</b>	<b>-3.49</b>	<b>-</b>	<b>-2.28</b>	<b>-</b>	<b>0.24</b>	<b>0.01</b>	<b>0.25</b>
<b>Monthly Linked Return</b>	<b>100.00</b>	<b>15.41</b>	<b>100.00</b>	<b>14.69</b>		<b>0.72</b>	<b>0.19</b>	<b>0.53</b>	<b>0.72</b>
<b>Residual</b>		0.02		-0.04		0.06			<b>0.06</b>
<b>Total PERF</b>		<b>15.44</b>		<b>14.65</b>		<b>0.78</b>			<b>0.78</b>

\* Average period weight displayed.

# CalPERS PERF – Rolling Excess Return

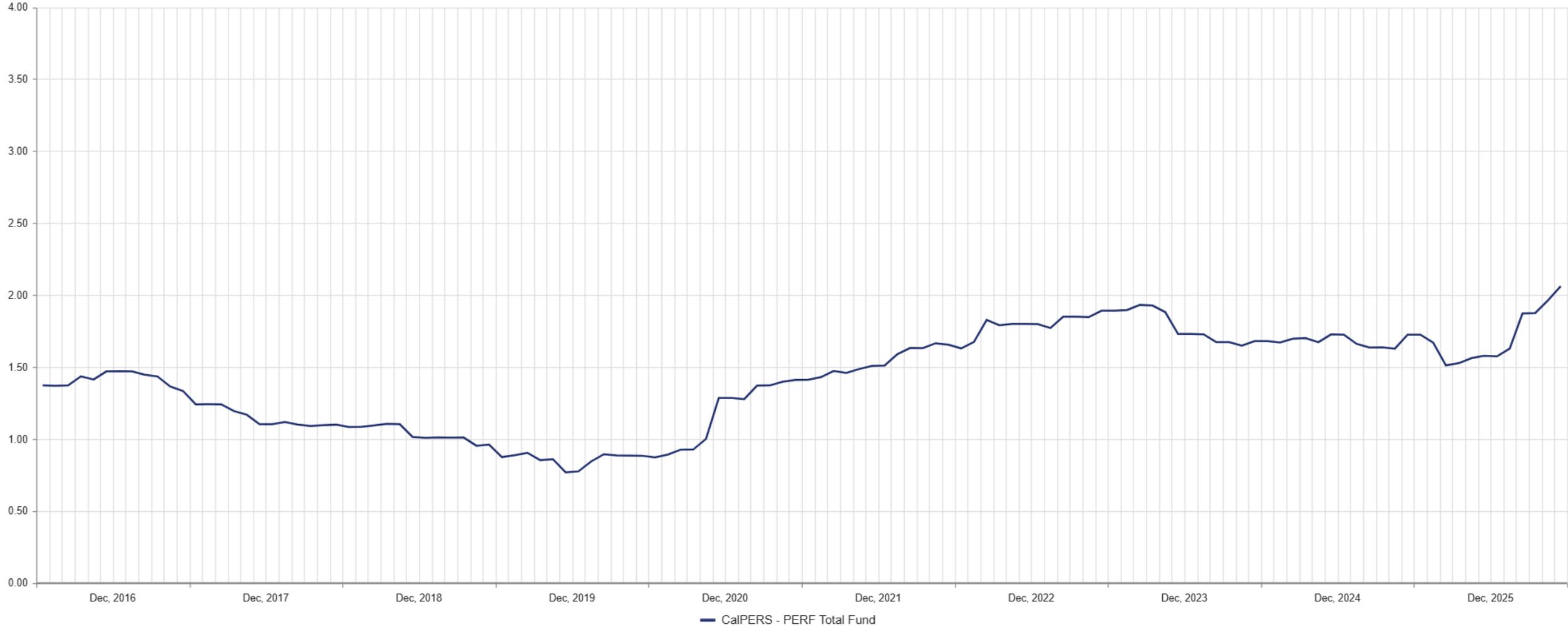
CalPERS - PERF Total Fund  
36-Month Rolling Geometric Excess Return: December 31, 2015 - December 31, 2025  
Benchmark: PERF Total Fund Policy Benchmark



\* Monthly data, Net of Investment Management Fees

# CalPERS PERF – Rolling Tracking Error

CalPERS - PERF Total Fund  
36-Month Rolling Geometric Excess Standard Deviation of Return: December 31, 2015 - December 31, 2025  
Benchmark: PERF Total Fund Policy Benchmark



\* Monthly data; Net of Investment Management Fees

# CalPERS Affiliate Investment Programs – Performance

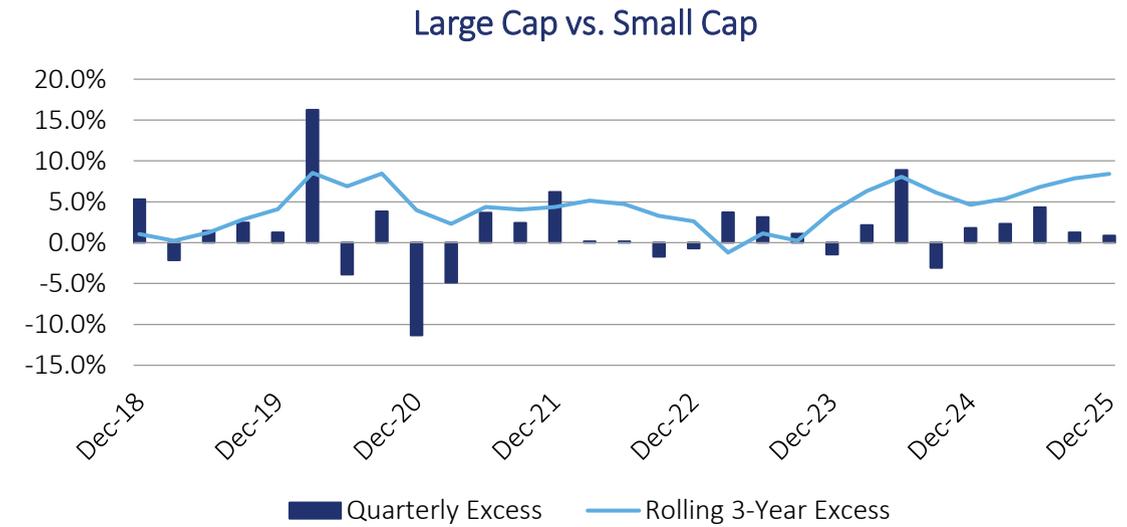
As of December 31, 2025

	Asset Value (\$Million)	Quarter	1-Year	3-Year	5-Year	10-Year
<b>Judges I</b> ICE BofA US 3-Month Treasury Bill Index	\$ 56.3	1.0%	4.5%	5.1%	3.4%	2.4%
		1.0%	4.2%	4.8%	3.2%	2.2%
<b>Judges II</b> Weighted Policy Benchmark	\$ 3,188.3	1.6%	14.8%	12.7%	5.9%	7.8%
		1.6%	14.6%	12.4%	5.7%	7.6%
<b>Legislators' Retirement System</b> Weighted Policy Benchmark	\$ 90.6	0.6%	9.1%	7.0%	1.9%	4.8%
		0.7%	9.2%	7.0%	1.9%	4.7%
<b>Long-Term Care ("LTC")</b> Weighted Policy Benchmark	\$ 4,879.4	1.9%	11.1%	9.3%	3.4%	5.0%
		1.8%	11.2%	9.5%	3.4%	5.0%
<b>CERBT Strategy 1</b> CERBT Strategy 1 Policy Benchmark	\$ 24,011.0	1.7%	15.7%	12.9%	6.1%	8.0%
		1.7%	15.4%	12.6%	5.9%	7.7%
<b>CERBT Strategy 2</b> CERBT Strategy 2 Policy Benchmark	\$ 2,147.7	1.4%	13.5%	10.5%	4.1%	6.5%
		1.4%	13.4%	10.3%	4.0%	6.3%
<b>CERBT Strategy 3</b> CERBT Strategy 3 Policy Benchmark	\$ 1,163.5	1.1%	11.9%	8.7%	2.9%	5.3%
		1.2%	11.9%	8.6%	2.9%	5.1%
<b>CEPPT Strategy 1</b> CEPPT Strategy 1 Policy Benchmark	\$ 260.3	1.5%	13.1%	10.6%	4.4%	-.-%
		1.6%	13.0%	10.5%	4.3%	-.-%
<b>CEPPT Strategy 2</b> CEPPT Strategy 2 Policy Benchmark	\$ 90.9	1.2%	10.6%	8.1%	2.3%	-.-%
		1.3%	10.6%	8.0%	2.3%	-.-%
<b>Health Care Fund</b> Health Care Fund Policy Benchmark	\$ 78.8	1.0%	4.4%	4.0%	-0.8%	1.8%
		1.0%	4.2%	3.8%	-0.8%	1.8%
<b>Supplemental Contribution Plan</b>	\$ 126.0	NM	NM	NM	NM	NM
<b>457 Program</b>	\$ 2,954.8	NM	NM	NM	NM	NM

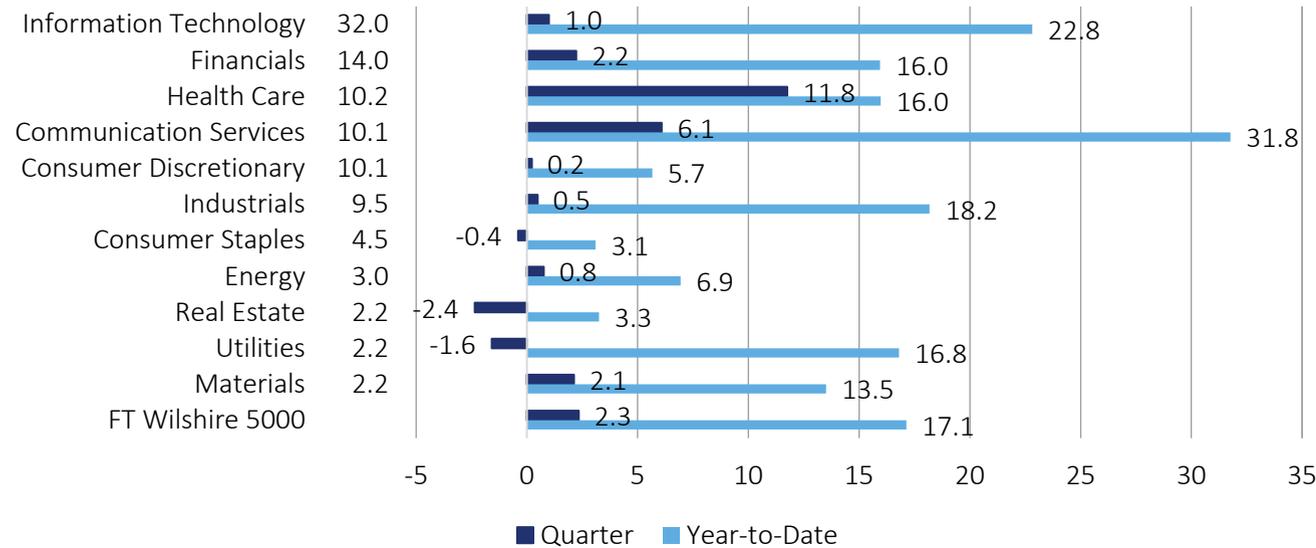
Appendix:  
Asset Class Performance Detail

# U.S. Equity Market

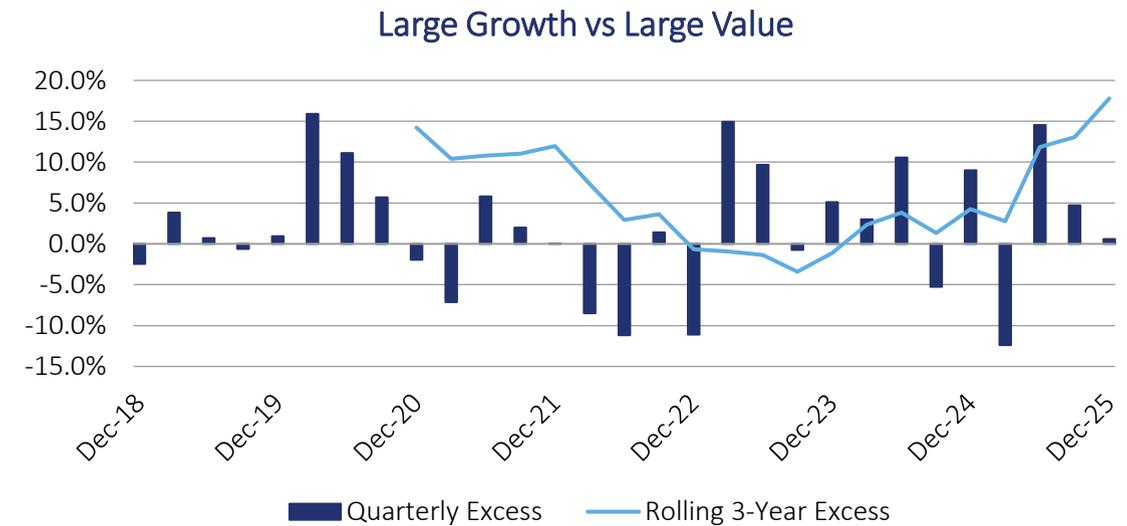
As of 12/31/2025	Quarter	YTD	1 Year	3 Year	5 Year	10 Year
FT Wilshire 5000	2.3	17.1	17.1	22.3	13.4	14.5
FT Wilshire U.S. Large Cap	2.4	18.3	18.3	23.6	14.3	14.9
FT Wilshire U.S. Small Cap	1.6	8.5	8.5	14.0	7.8	10.6
FT Wilshire U.S. Large Growth	2.7	21.6	21.6	34.0	16.2	n/a
FT Wilshire U.S. Large Value	2.1	15.0	15.0	13.8	12.0	n/a
FT Wilshire U.S. Small Growth	1.0	7.7	7.7	14.9	4.8	n/a
FT Wilshire U.S. Small Value	2.2	9.4	9.4	13.0	10.6	n/a
Wilshire REIT Index	-1.7	2.7	2.7	9.2	6.9	5.5
MSCI USA Min. Vol. Index	-0.5	7.8	7.8	11.2	8.6	10.6
FTSE RAFI U.S. 1000 Index	3.8	16.9	16.9	16.7	14.1	12.9



U.S. Sector Weight and Return (%)



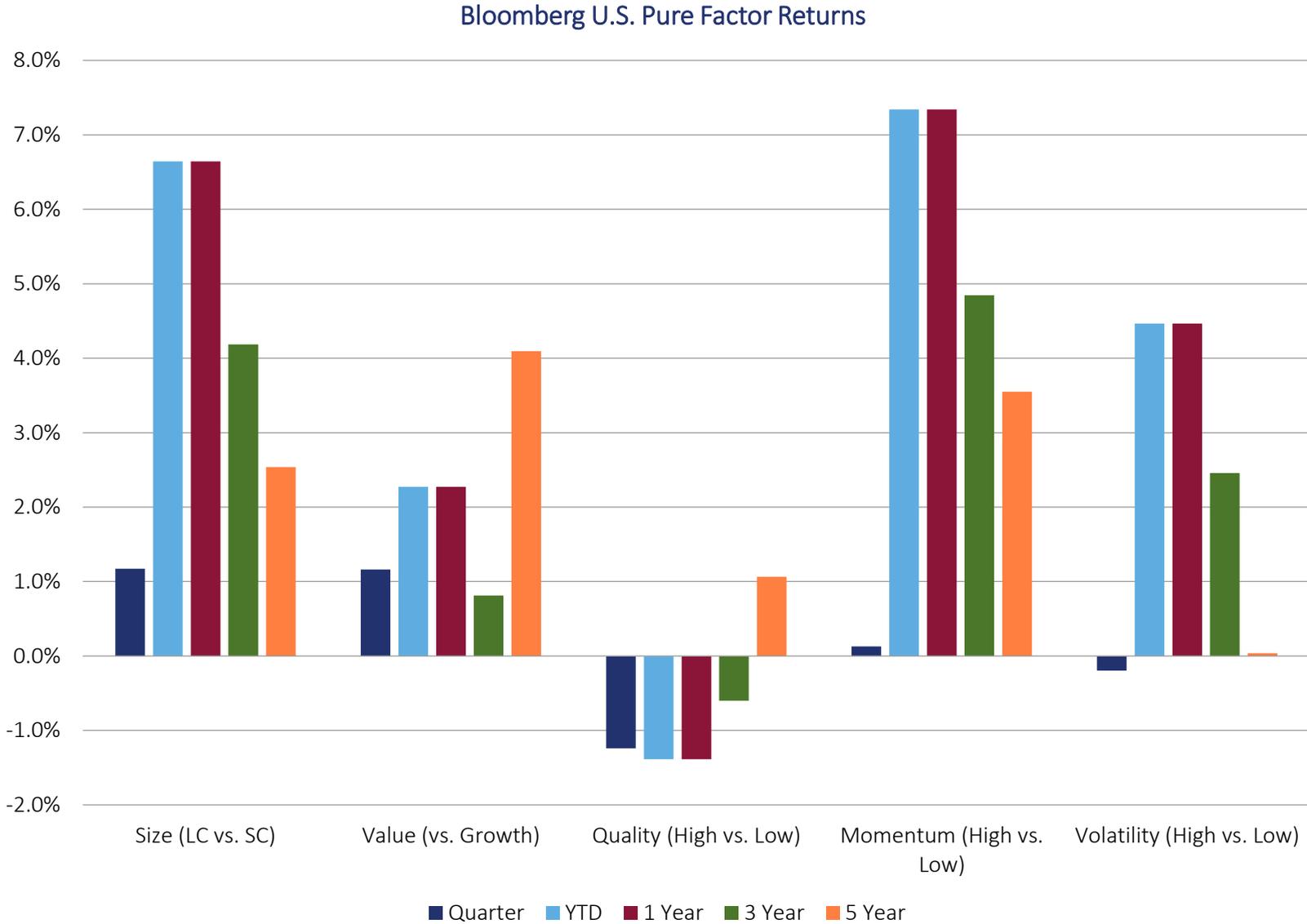
Data Sources: Bloomberg, Wilshire Atlas



# U.S. Factor Returns

Factor returns represent the contribution from large cap, value, etc. stocks within Bloomberg's Portfolio & Risk Analytics module

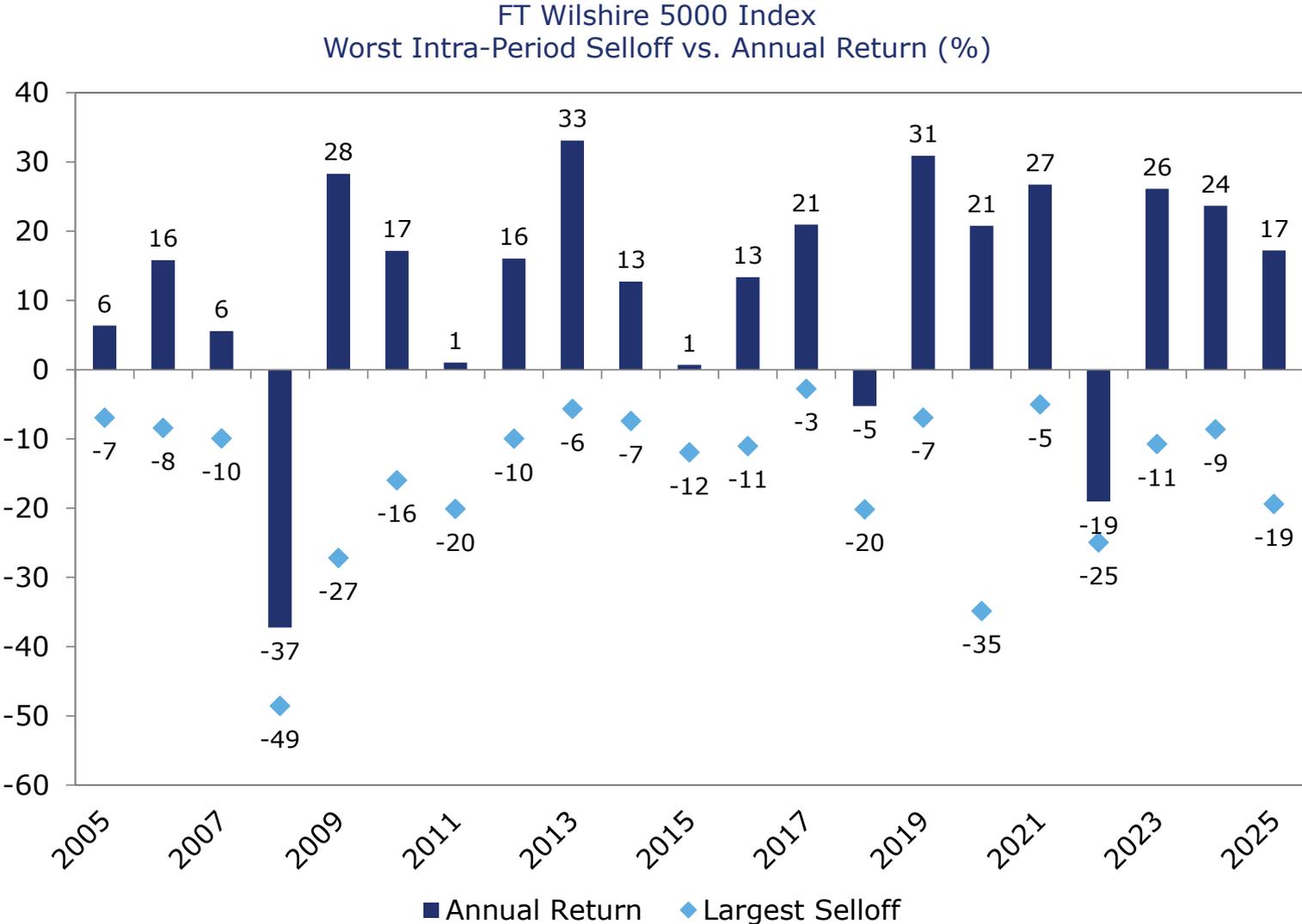
Size and value mainly contributed during Q4



Data Source: Bloomberg

# Annual Equity Market Selloffs

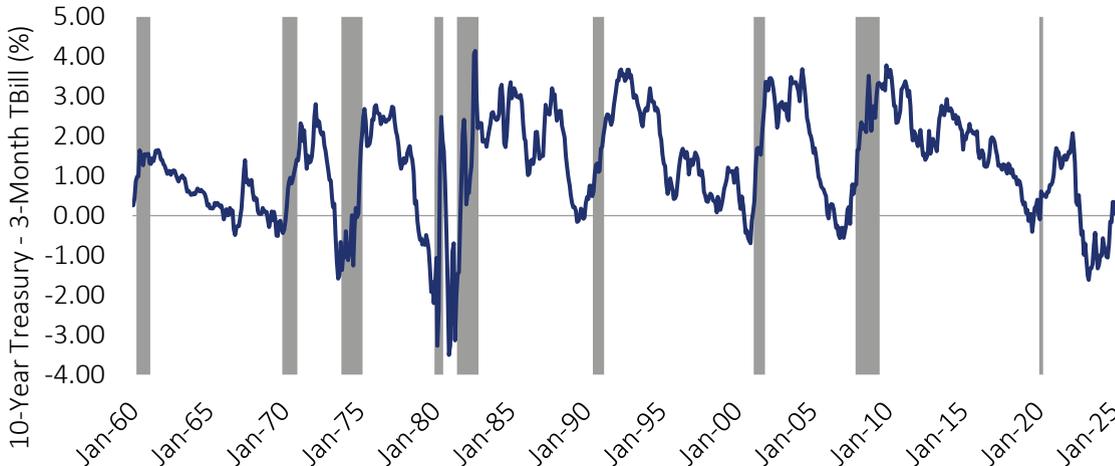
U.S. equity initially reached correction territory in mid-March and then worsened into April; recovering in May and June and up 17% for 2025



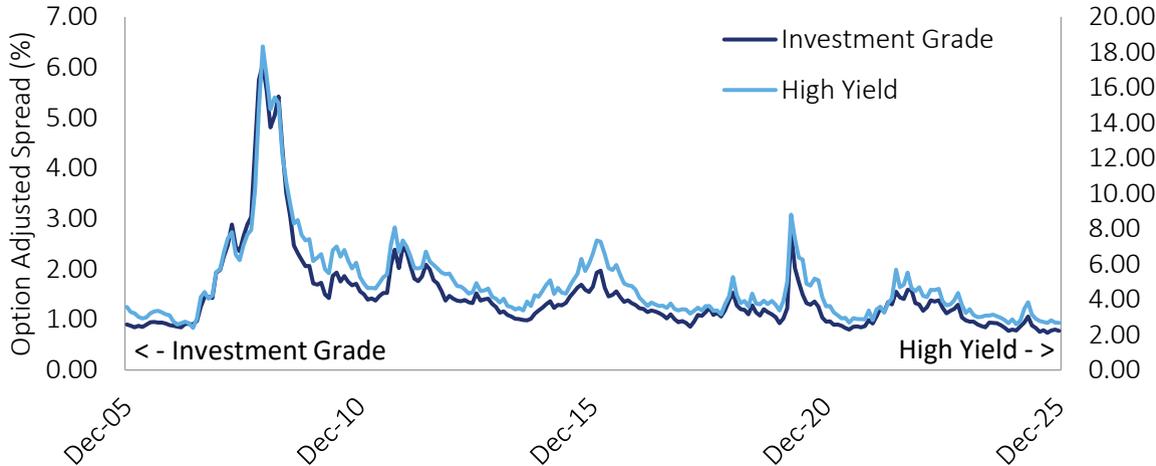
Data Source: Bloomberg

# Risk Monitor

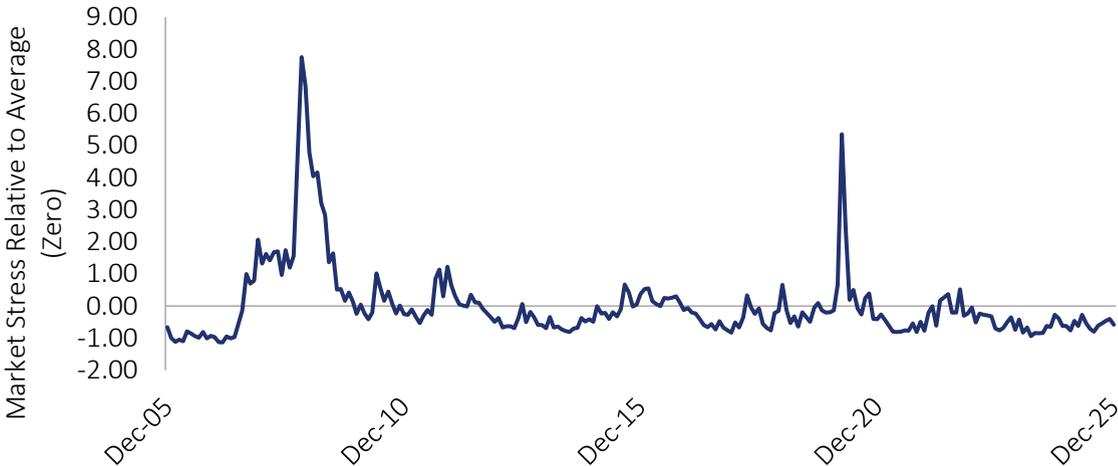
### Yield Curve Slope vs Recessions (IN GRAY)



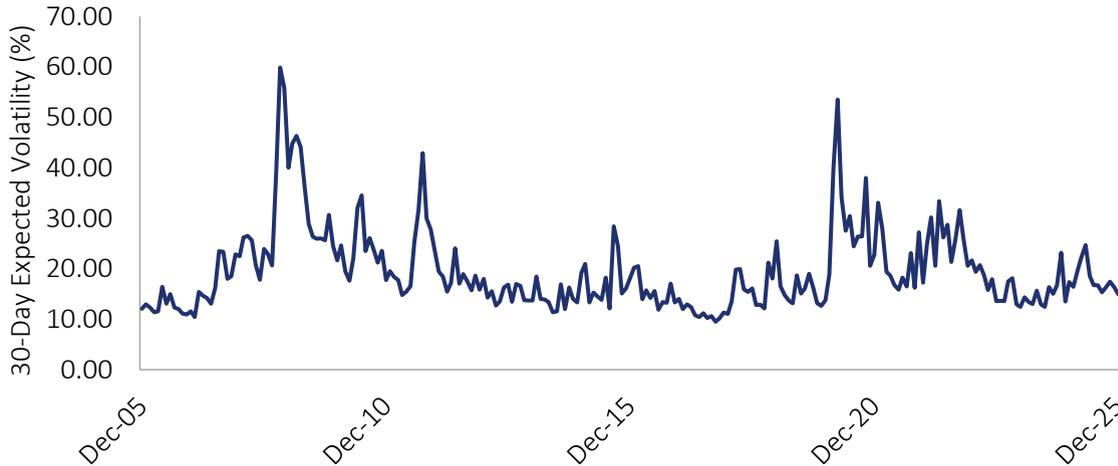
### Bloomberg Credit Indexes



### St. Louis Fed. Financial Stress Index



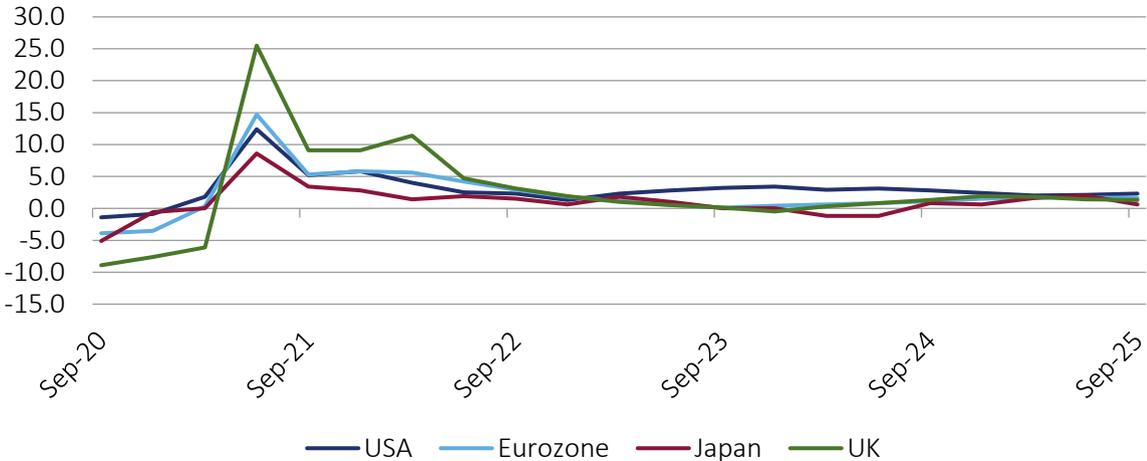
### CBOE Volatility Index



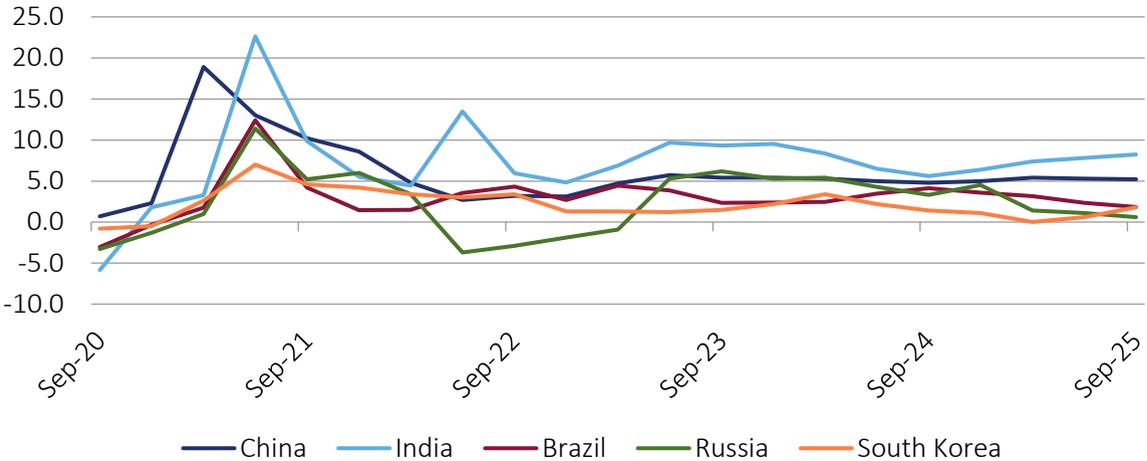
Data Source: Bloomberg

# Non-U.S. Growth and Inflation

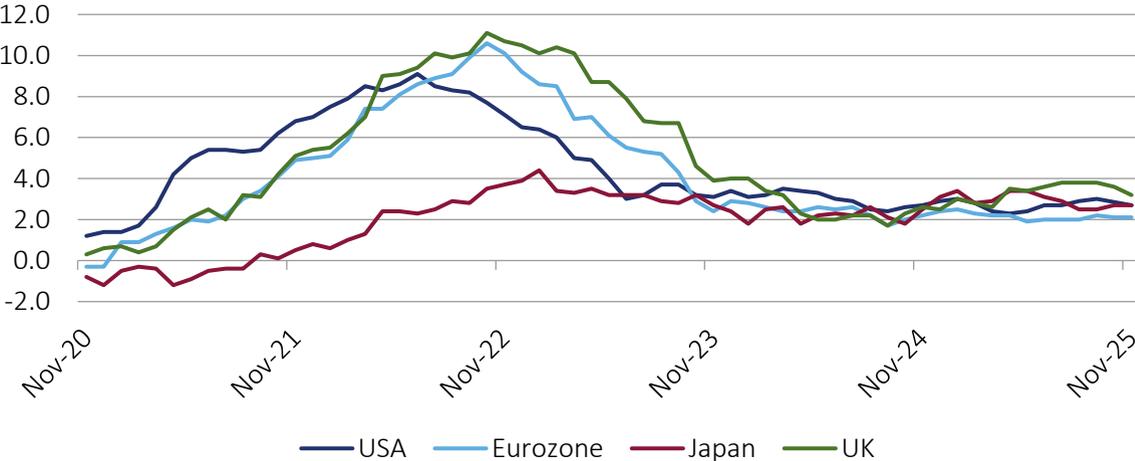
### Developed Markets Real GDP Growth YoY (%)



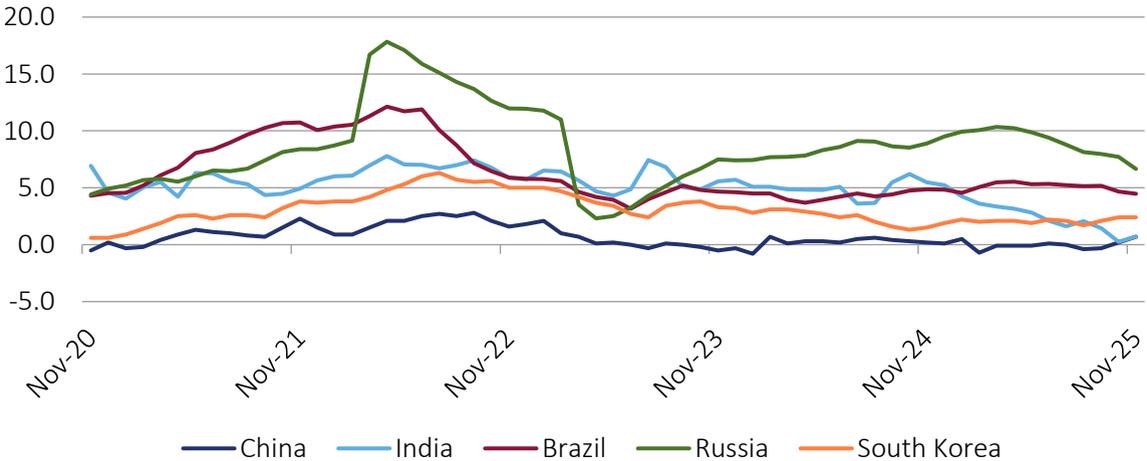
### Emerging Markets Real GDP Growth YoY (%)



### Developed Markets CPI Growth YoY (%)



### Emerging Markets CPI Growth YoY (%)



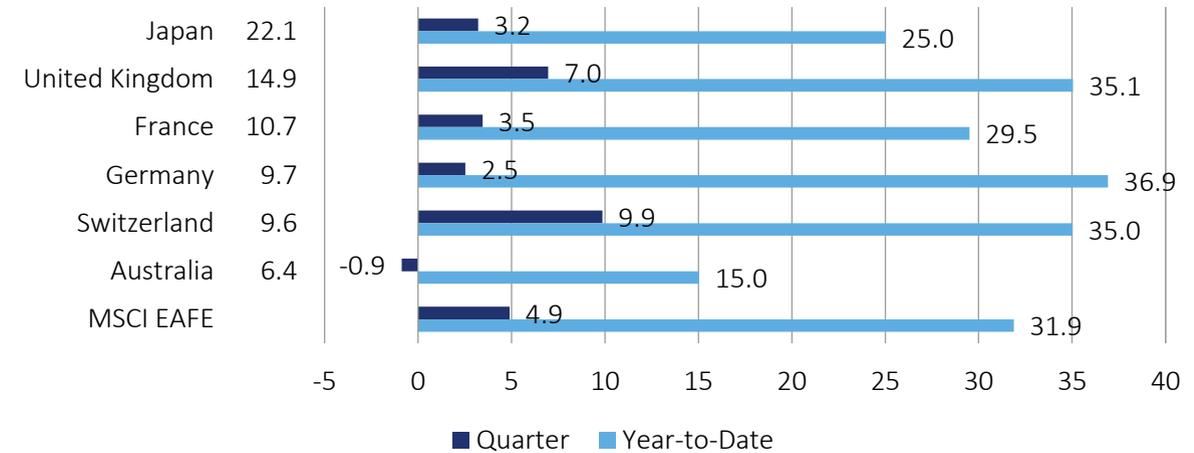
Data Source: Bloomberg

# Non-U.S. Equity Market

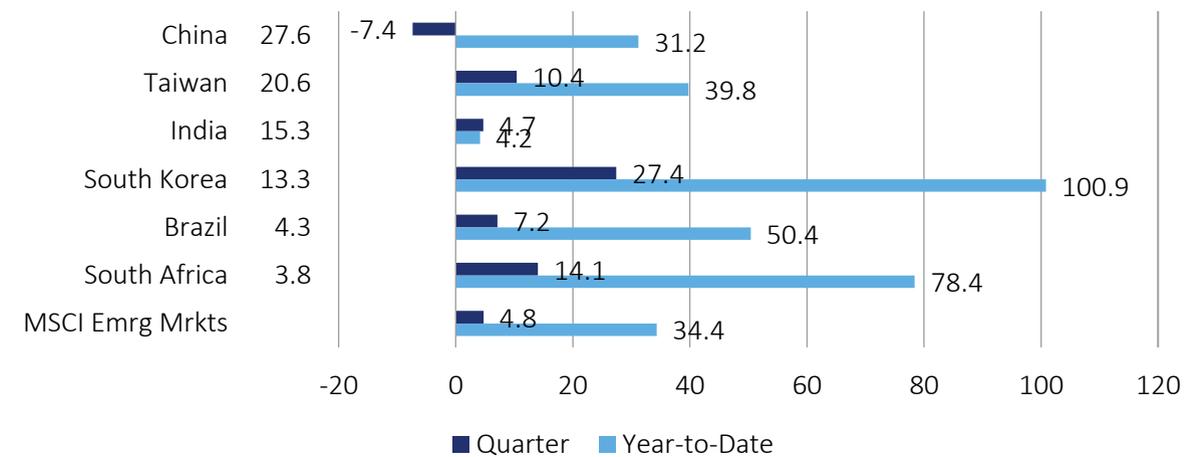
As of 12/31/2025	Quarter	YTD	1 Year	3 Year	5 Year	10 Year
MSCI ACWI ex-US (\$G)	5.1	33.1	33.1	18.0	8.5	8.9
MSCI EAFE (\$G)	4.9	31.9	31.9	17.8	9.5	8.7
MSCI Emerging Markets (\$G)	4.8	34.4	34.4	17.0	4.7	8.9
MSCI Frontier Markets (\$G)	7.7	43.7	43.7	19.9	8.2	6.6
MSCI ACWI ex-US Growth (\$G)	2.6	26.0	26.0	15.0	4.3	8.3
MSCI ACWI ex-US Value (\$G)	7.2	39.6	39.6	20.6	12.3	9.4
MSCI ACWI ex-US Small (\$G)	3.0	29.9	29.9	16.2	7.4	8.6
MSCI All Country World Index	3.4	22.9	22.9	21.2	11.7	12.3
MSCI ACWI Minimum Volatility	0.2	11.2	11.2	10.5	6.9	8.3
MSCI EAFE Minimum Volatility	3.2	26.5	26.5	14.7	6.7	6.4
FTSE RAFI Developed ex-US	8.3	41.7	41.7	20.8	13.1	9.8
MSCI EAFE LC (G)	6.2	21.2	21.2	16.5	12.0	9.1
MSCI Emerging Markets LC (G)	5.7	32.1	32.1	18.3	7.1	10.0

Data Source: Bloomberg

Developed Markets Weight and Return (%)



Emerging Markets Weight and Return (%)



# CalPERS PERF Public Equity – Performance

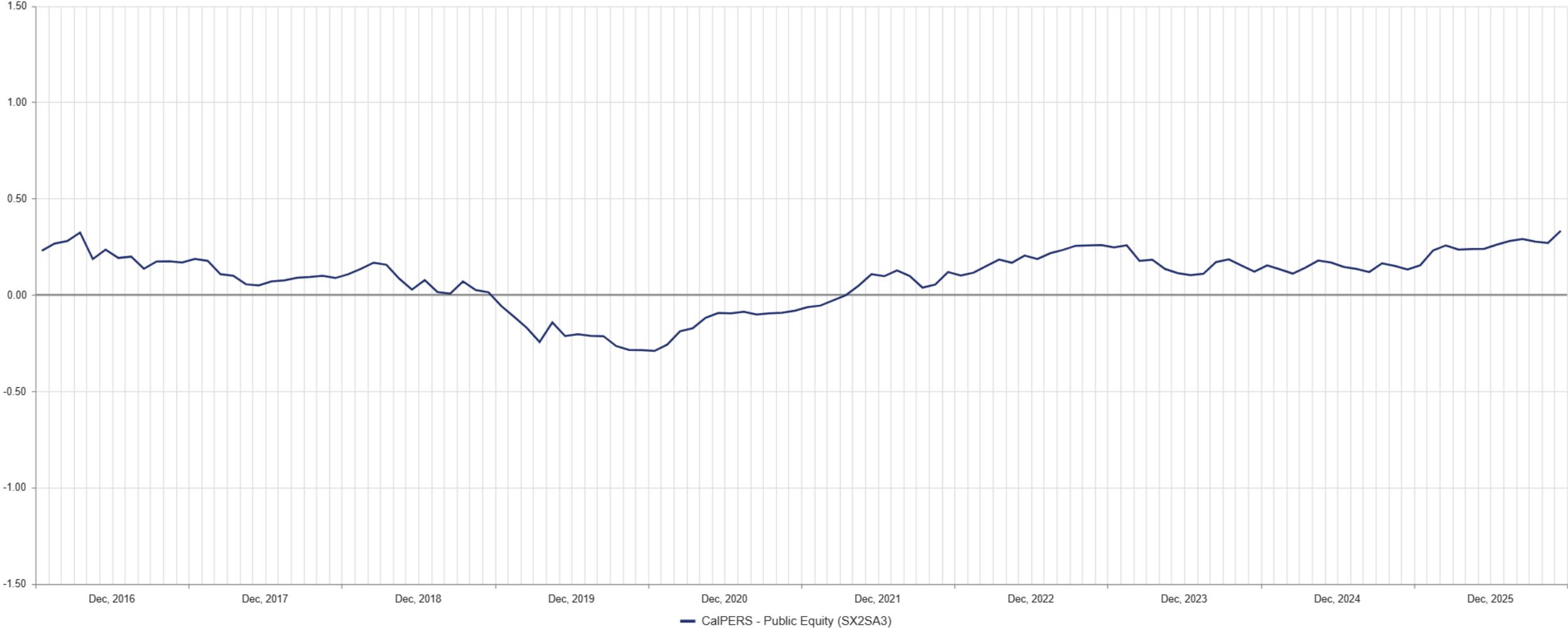
As of December 31, 2025

	Asset Value							VaR	5-Year Ratios		
	(\$Billion)		Quarter	1-Year	3-Year	5-Year	10-Year	(\$Billion)	Sharpe	Info	
<b>PUBLIC EQUITY*</b>	\$	<b>221.9</b>	<b>3.3%</b>	<b>22.6%</b>	<b>19.2%</b>	<b>10.9%</b>	<b>11.5%</b>	\$	<b>44.4</b>	<b>0.6</b>	<b>1.4</b>
<i>Public Equity Policy Benchmark</i>			3.1%	21.6%	18.8%	10.6%	11.4%			<b>0.6</b>	<b>0.0</b>
<b>Public Equity - Cap Weighted*</b>	\$	<b>200.2</b>	<b>3.5%</b>	<b>23.5%</b>	<b>21.1%</b>	<b>11.6%</b>	<b>12.2%</b>	\$	<b>43.4</b>	<b>0.6</b>	<b>1.2</b>
<i>CalPERS Custom FTSE Global Benchmark</i>			3.3%	22.4%	20.6%	11.3%	12.0%			<b>0.6</b>	<b>0.0</b>
<b>Public Equity - Factor Weighted</b>	\$	<b>21.7</b>	<b>1.8%</b>	<b>16.2%</b>	<b>12.9%</b>	<b>8.0%</b>	<b>-.-%</b>	\$	<b>3.5</b>	<b>0.4</b>	<b>0.8</b>
<i>CalPERS FTSE Factor Wtd Blend Benchmark</i>			1.5%	15.3%	12.5%	7.8%	-.-%			<b>0.4</b>	<b>0.0</b>

\* The CalPERS asset values shown include derivative exposure.

# CalPERS PERF Public Equity – Rolling Excess Return

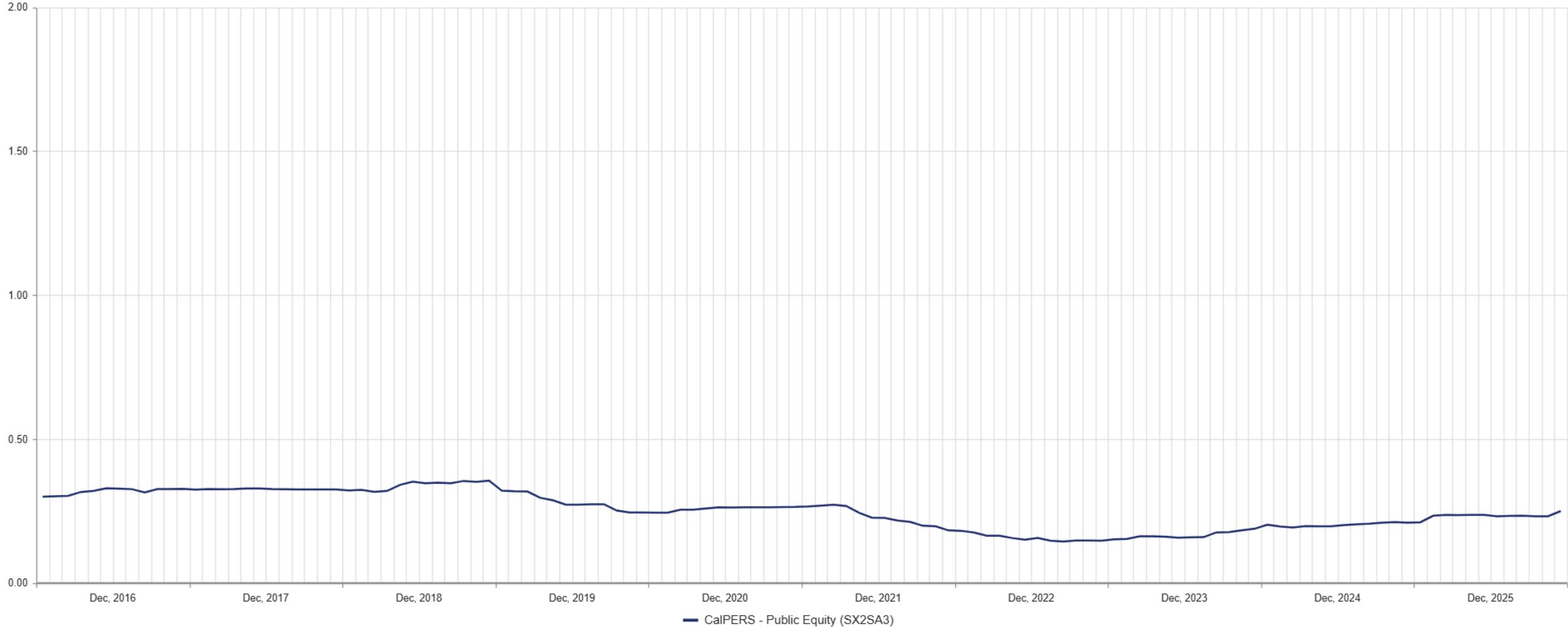
CalPERS - Public Equity (SX2SA3)  
36-Month Rolling Geometric Excess Return: December 31, 2015 - December 31, 2025  
Benchmark: Public Equity Policy Benchmark



\* Monthly data, Net of Investment Management Fees

# CalPERS PERF Public Equity – Rolling Tracking Error

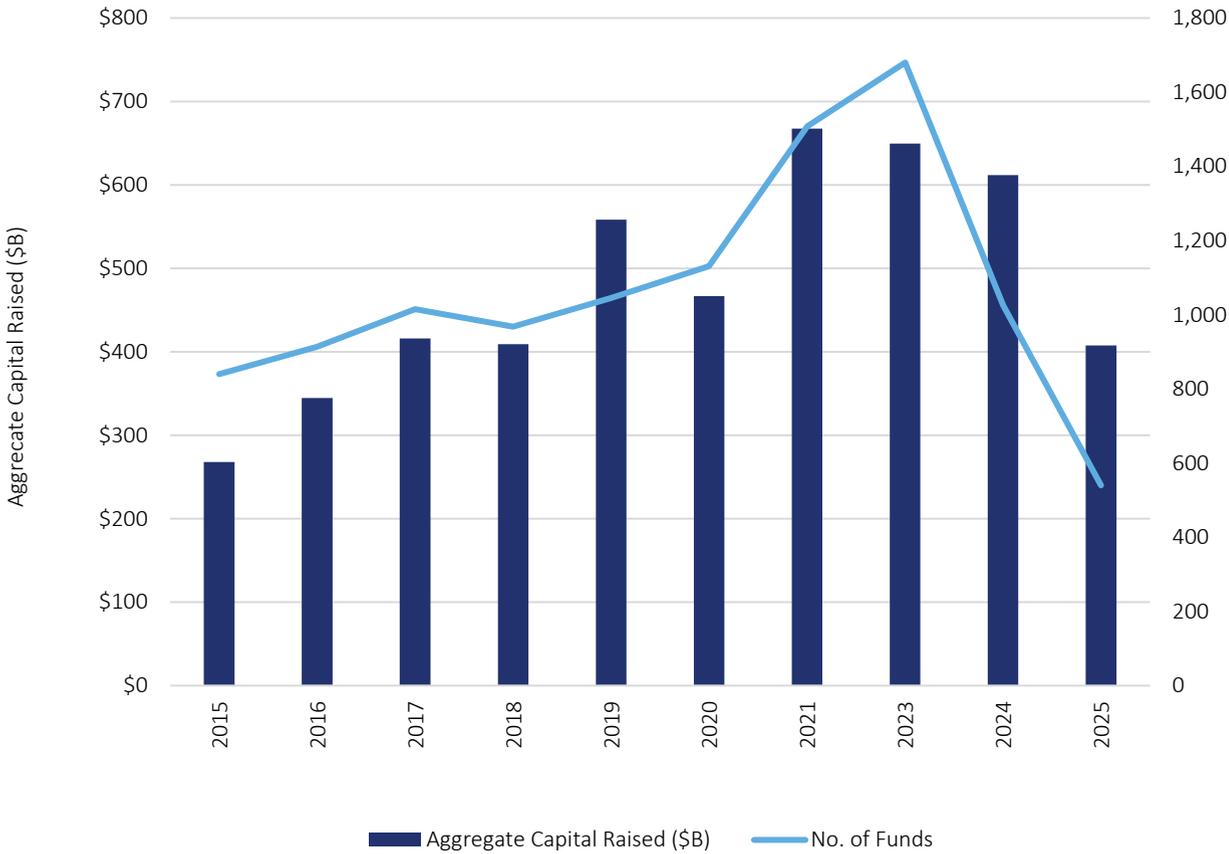
CalPERS - Public Equity (SX2SA3)  
36-Month Rolling Geometric Excess Standard Deviation of Return: December 31, 2015 - December 31, 2025  
Benchmark: Public Equity Policy Benchmark



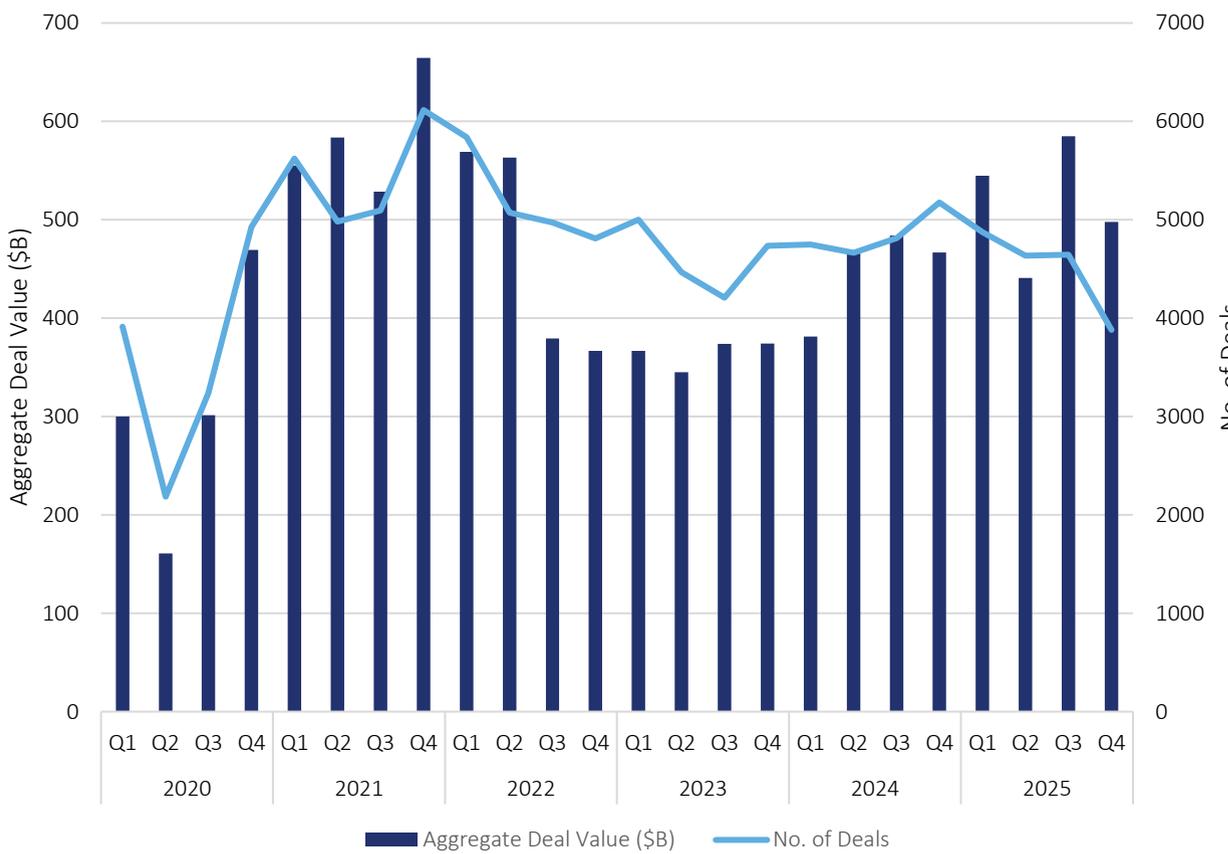
\* Monthly data; Net of Investment Management Fees

# Private Equity – Fundraising & Investment Activity

### Global Private Equity Fundraising



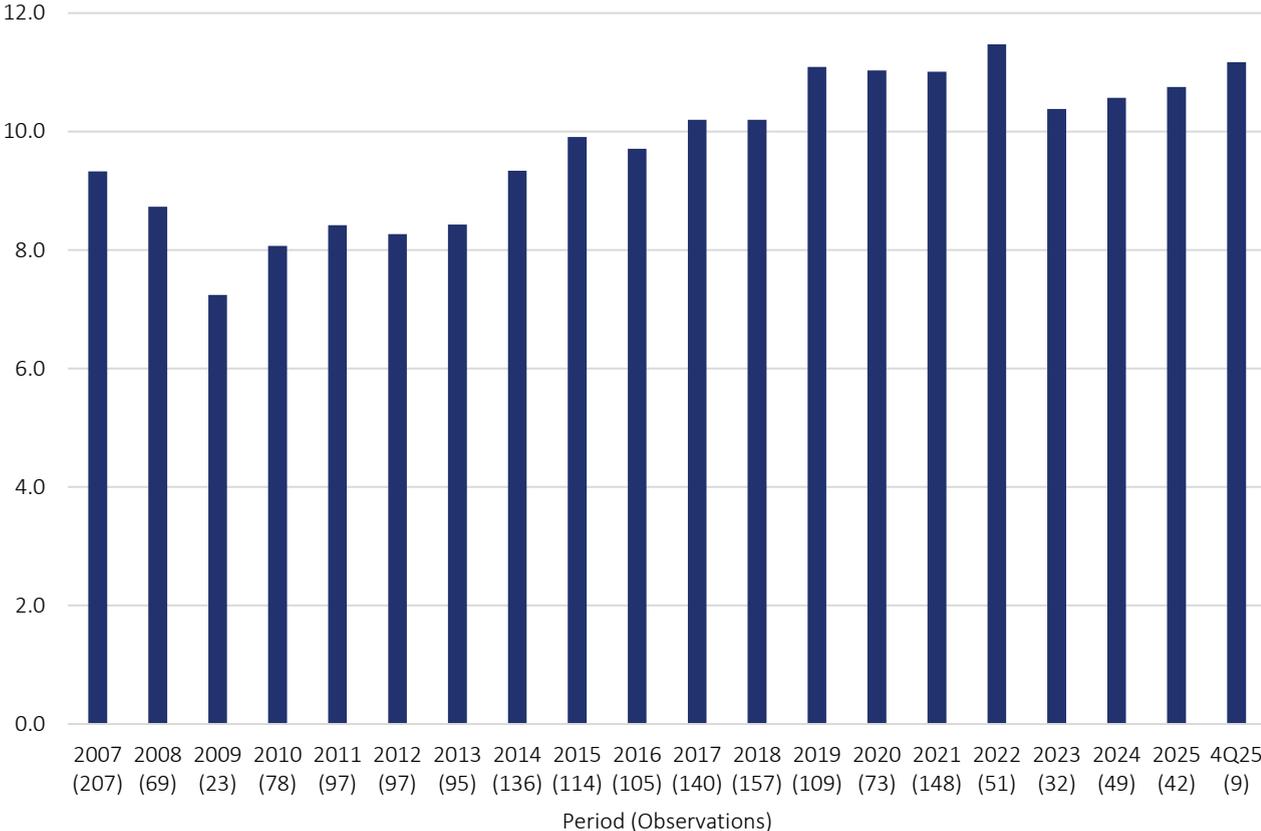
### Global Private Equity-Backed Deals, by Quarter



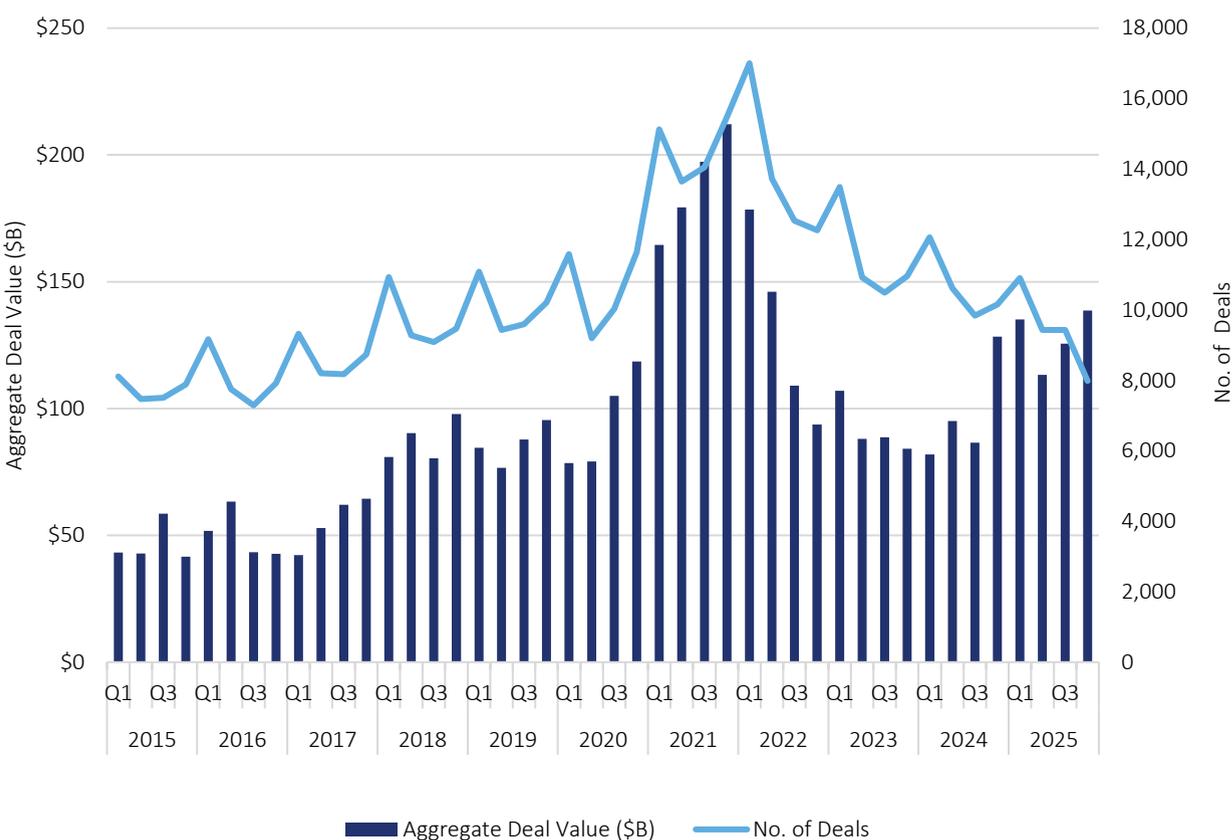
Source: Pitchbook as of December 31, 2025.

# Private Equity – Pricing & Valuations

LBO Purchase Price Multiples



Global Venture Capital Deals, by Quarter

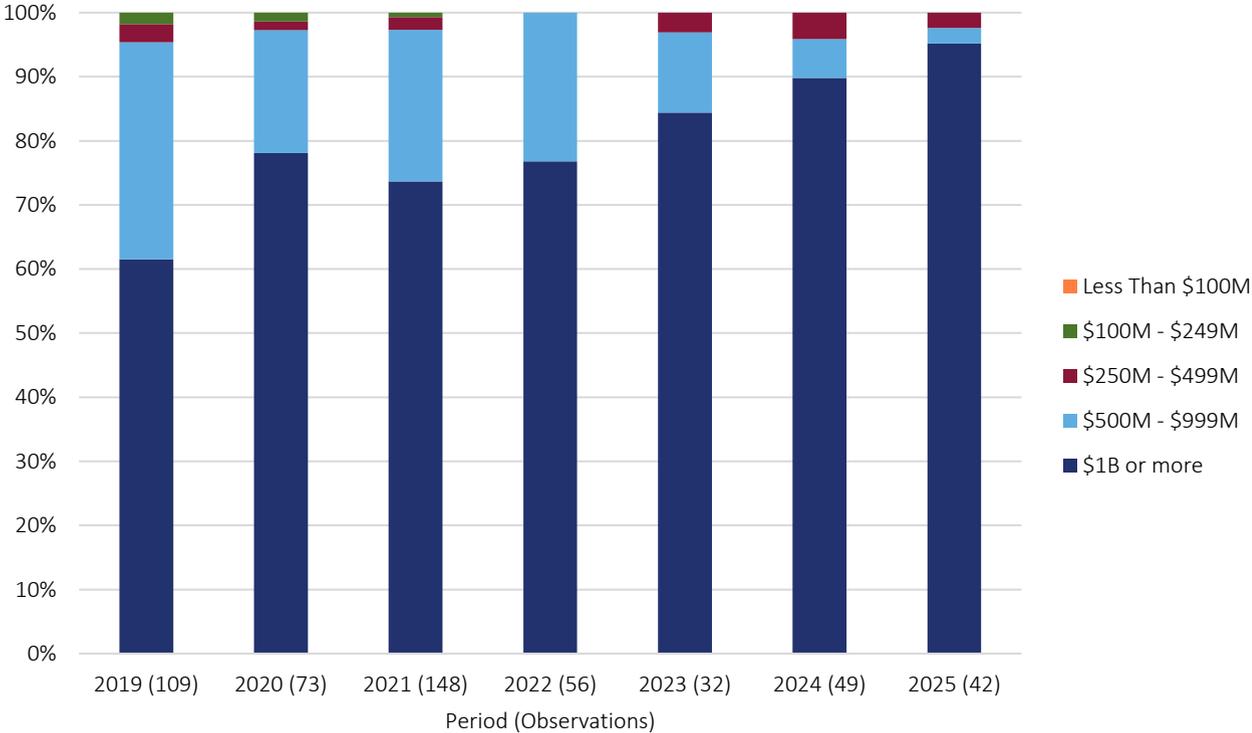


Source: Pitchbook as of December 31, 2025.

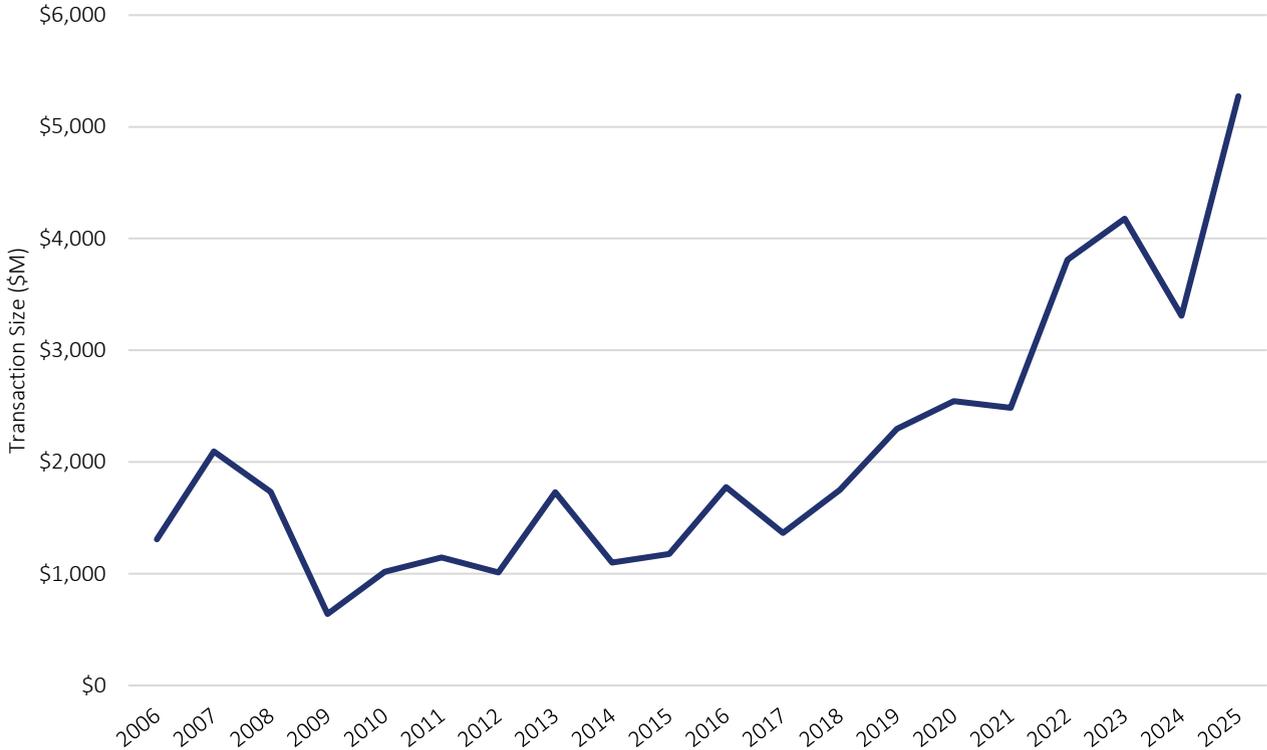
# U.S. Investment Activity by Deal Size

- Deal volume in 2025 was generally consistent with 2024 but has not returned to pre-COVID levels, though a majority of deals stay in the upper, large cap market.
- Average LBO transaction size increased during 2025 as transactions continue to move upmarket.

Distribution of U.S. LBO Transactions, by Deal Size



Average Transaction Size of U.S. LBOs

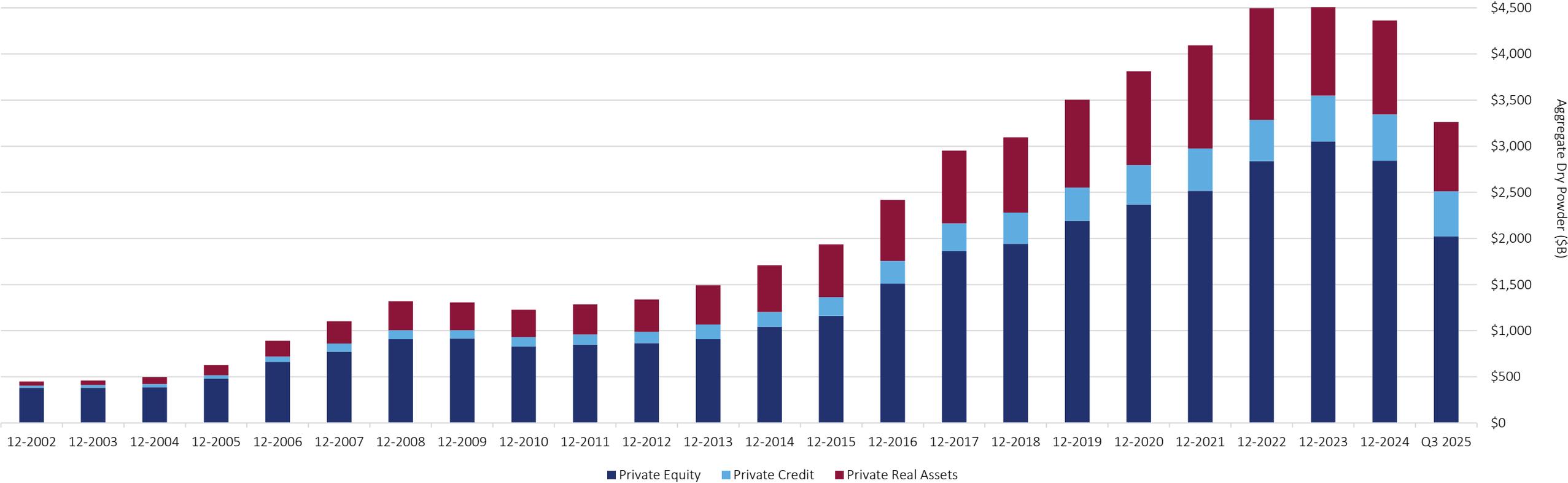


Source: Pitchbook as of December 31, 2025.

# Private Capital Dry Powder

- Global private equity and real assets dry powder continues to decrease from peak at the end of 2023, but global private credit remains elevated.
- Private equity comprises approximately 62% of total dry powder as of November 11, 2025, and continues to drive heightened levels of dry powder.

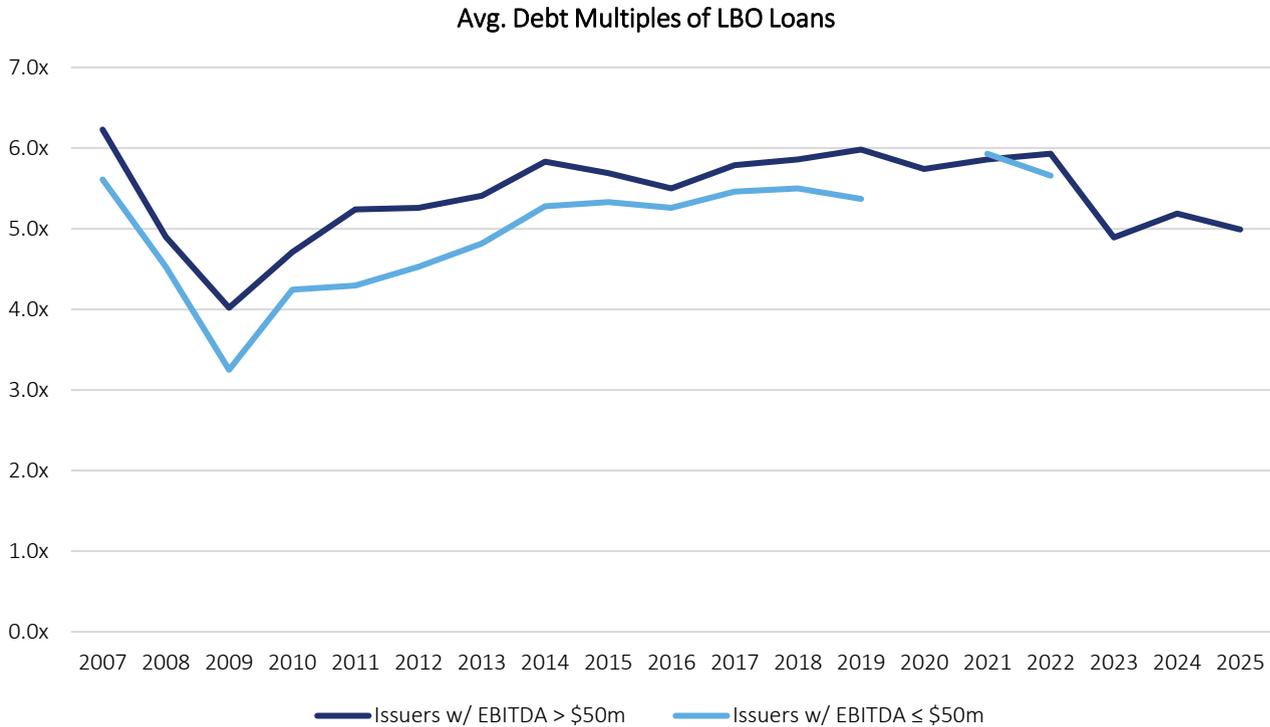
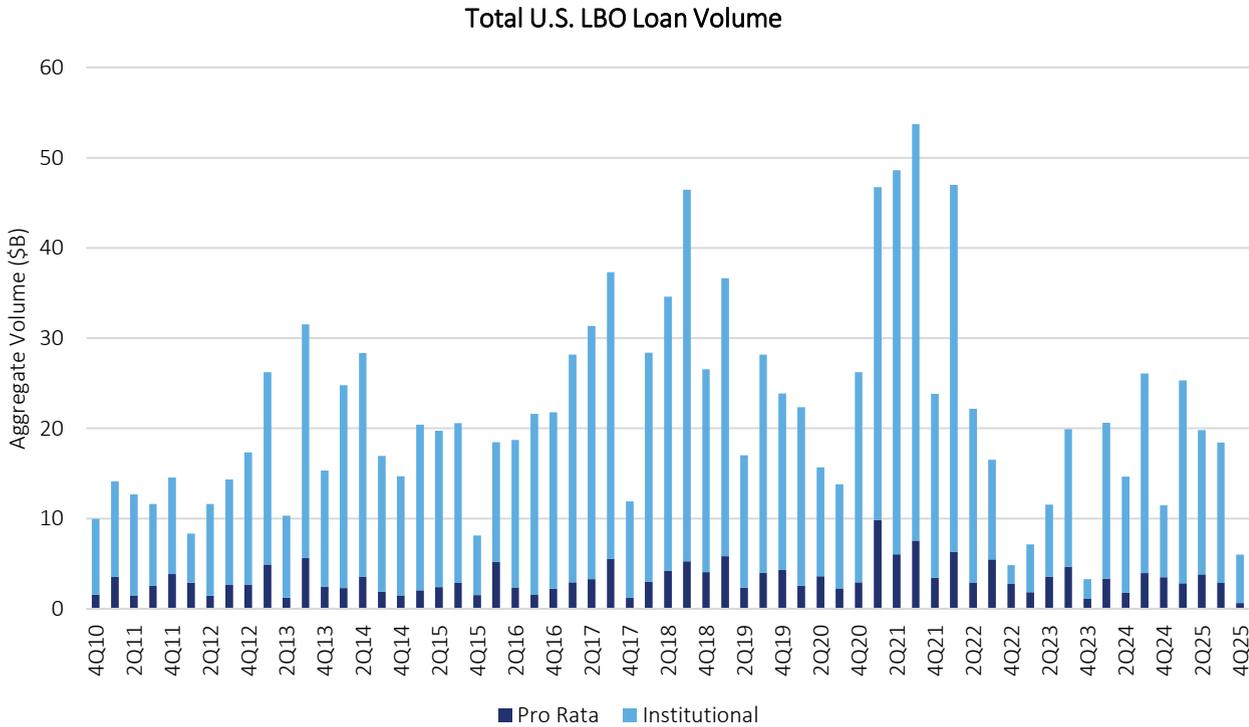
Global Private Capital Dry Powder, at Month



Source: Pitchbook as of December 31, 2025.

# Private Equity – U.S. Debt Market

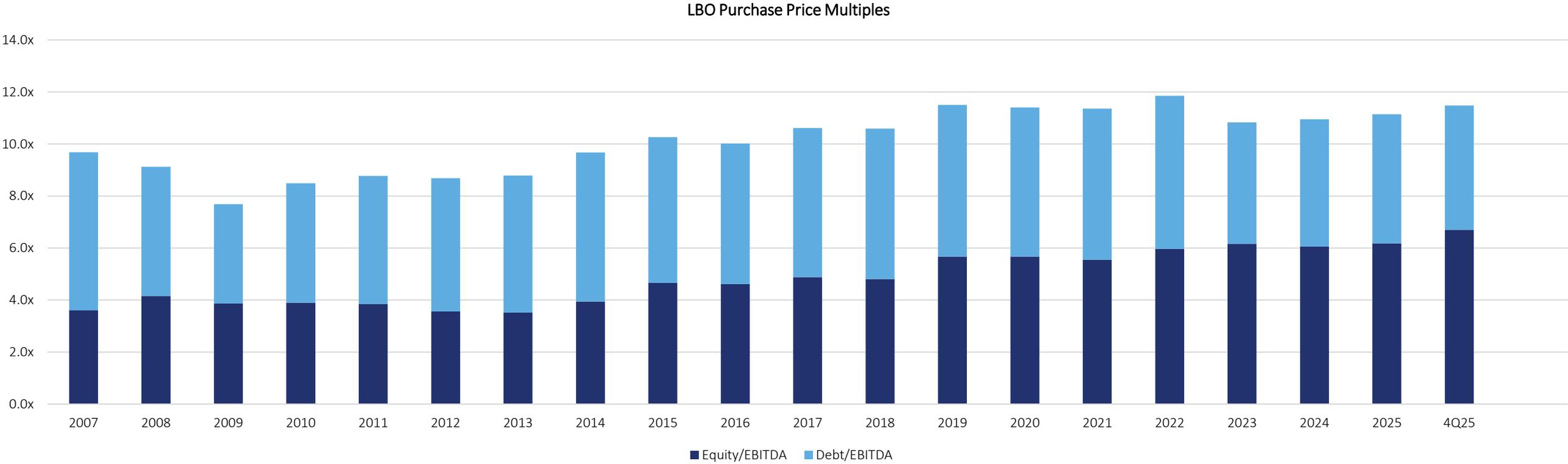
- Q4 2025 saw ~6.0 billion in supporting loan issuance, decreasing from the recent rebound since record low levels in 2023.
- Debt multiples of sponsor-backed, large corporate loans stay approximately the same as 2023 for 2024 in total at ~5.0x, lower than recent years with debt multiples just under 6.0x.



Source: Pitchbook as of December 31, 2025.

# Private Equity – U.S. LBO Purchase Price Multiples

- All in purchase price multiples for 2025 have increased slightly from 2024 purchase price multiples, with equity contributing a majority of capital.
- Debt contributions in Q4 2025 are 42% of purchase price multiples.



Source: Pitchbook as of December 31, 2025.

# CalPERS PERF Private Equity – Performance

As of December 31, 2025

	Asset Value							VaR	5-Year Ratios		
	(\$Billion)		<u>Quarter</u>	<u>1-Year</u>	<u>3-Year</u>	<u>5-Year</u>	<u>10-Year</u>	(\$Billion)	<u>Sharpe</u>	<u>Info</u>	
<b>PRIVATE EQUITY</b>	\$	<b>110.8</b>	<b>5.0%</b>	<b>17.8%</b>	<b>12.8%</b>	<b>14.3%</b>	<b>12.3%</b>	\$	<b>42.8</b>	<b>1.7</b>	<b>-0.1</b>
<i>Private Equity Policy Benchmark</i>			8.1%	18.8%	24.9%	15.6%	14.4%			<b>0.8</b>	<b>0.0</b>
<b>Private Equity Partnership Investments</b>	\$	<b>110.8</b>	<b>5.0%</b>	<b>17.9%</b>	<b>12.8%</b>	<b>14.4%</b>	<b>12.4%</b>			N/A	N/A
<b>Private Equity Distribution Stock</b>	\$	<b>0.0</b>	<b>NM</b>	<b>NM</b>	<b>NM</b>	<b>NM</b>	<b>NM</b>			N/A	N/A

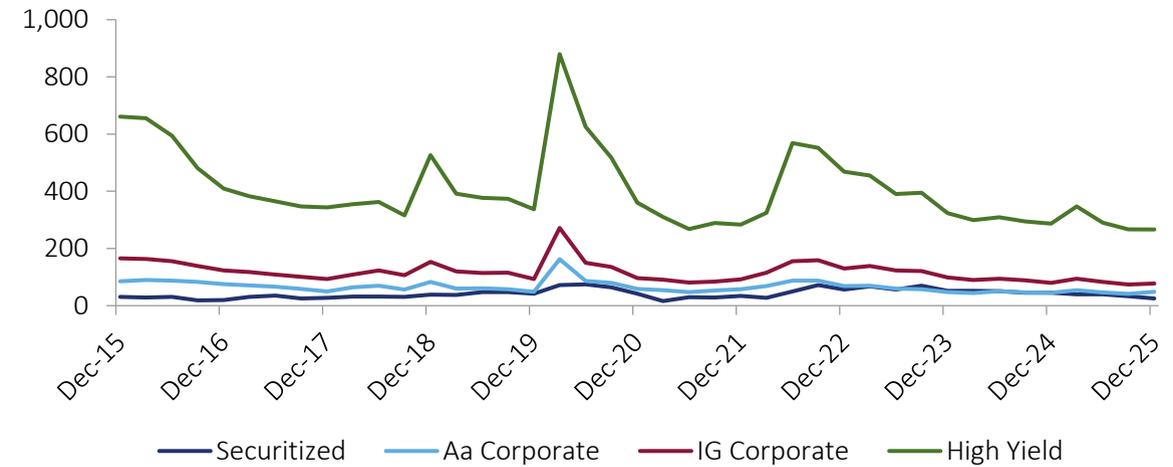
# U.S. Fixed Income

As of 12/31/2025	YTW	Dur.	QTR	YTD	1 YR	3 YR	5 YR	10 YR
Bloomberg Aggregate	4.3	6.0	1.1	7.3	7.3	4.7	-0.4	2.0
Bloomberg Treasury	3.9	5.9	0.9	6.3	6.3	3.6	-1.0	1.4
Bloomberg Gov't-Rel.	4.3	5.3	1.1	7.9	7.9	5.1	0.4	2.4
Bloomberg Securitized	4.6	5.5	1.7	8.5	8.5	5.0	0.2	1.7
Bloomberg Corporate	4.8	6.8	0.8	7.8	7.8	6.1	-0.1	3.3
Bloomberg LT Gov't/Credit	5.2	13.6	0.0	6.6	6.6	3.1	-4.9	2.0
Bloomberg LT Treasury	4.8	14.6	0.0	5.6	5.6	0.6	-7.2	0.0
Bloomberg LT Gov't-Rel.	5.5	11.5	1.0	10.6	10.6	5.5	-2.2	2.9
Bloomberg LT Corporate	5.6	12.7	-0.1	7.4	7.4	5.3	-3.0	3.4
Bloomberg U.S. TIPS*	3.9	6.1	0.1	7.0	7.0	4.2	1.1	3.1
Bloomberg High Yield	6.5	2.8	1.3	8.6	8.6	10.1	4.5	6.5
S&P/LSTA Leveraged Loan	7.0	0.3	1.2	5.9	5.9	9.4	6.4	5.8
Treasury Bills	3.6	0.3	1.0	4.3	4.3	4.9	3.2	2.2

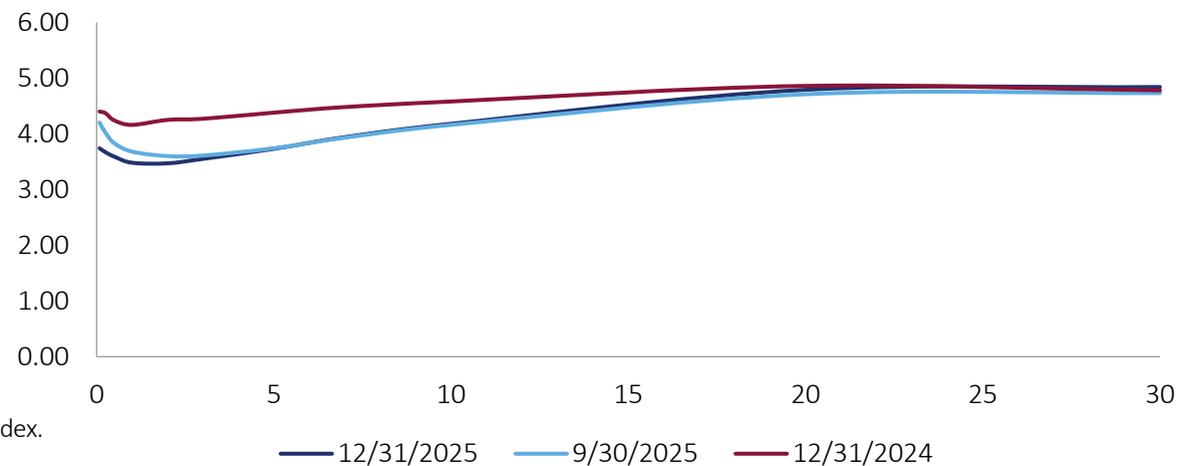
\*Yield and Duration statistics are for a proxy index based on similar maturity, the Bloomberg Barclays U.S. Treasury 5-10 Year Index.

Data Source: Bloomberg

Fixed Income Option Adjusted Spread (bps)



Treasury Yield Curve (%)



# Federal Reserve

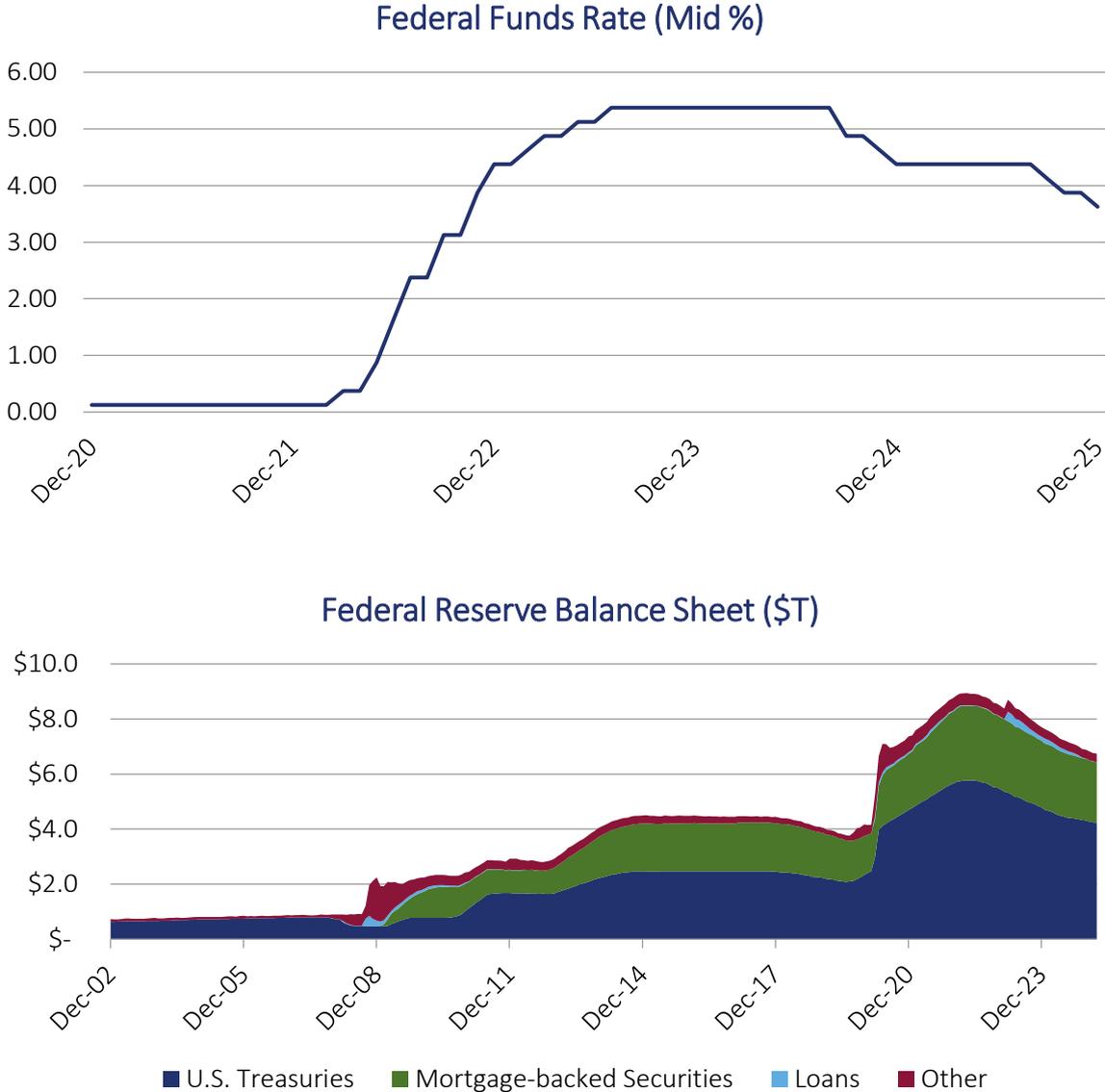
The Federal Open Market Committee decreased their overnight rate by 0.50% during Q4

QE4 was larger than the 3 phases of quantitative easing – combined – following the global financial crisis

The Fed’s current balance sheet is roughly equal to its level following the COVID spike

	Announced	Closed	Amount (bil)
QE1	11/25/2008	3/31/2010	\$1,403
QE2	11/3/2010	6/29/2012	\$568
QE3	9/13/2012	10/29/2014	\$1,674
QE4	3/23/2020	3/15/2022	\$4,779

Data Source: Bloomberg

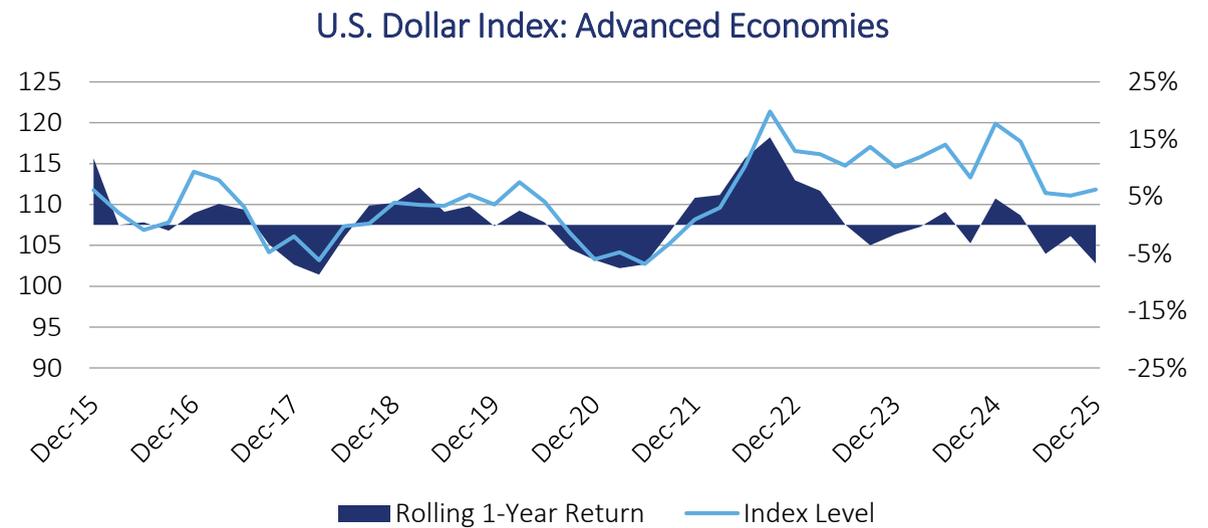
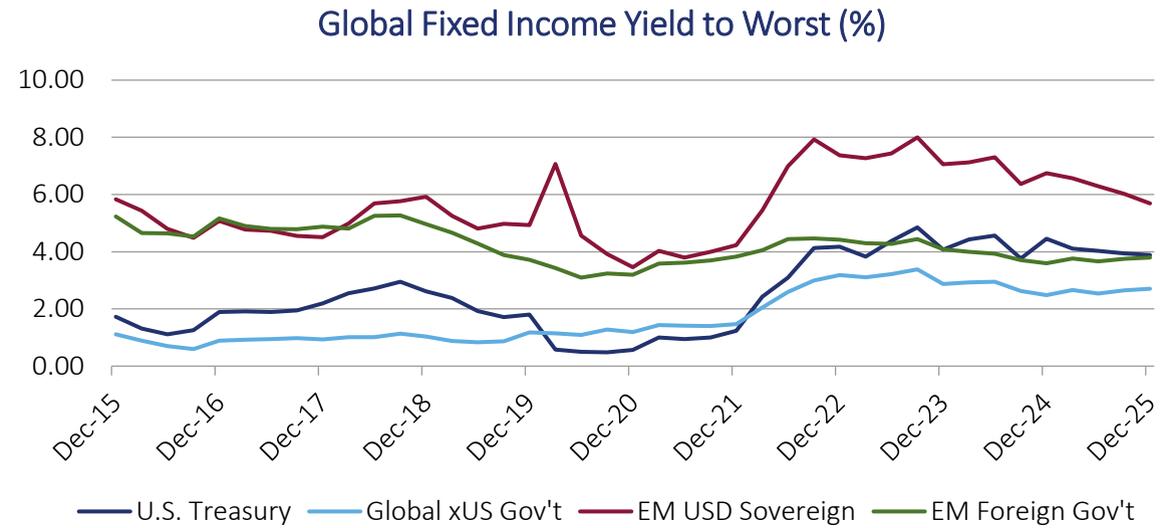


# Non-U.S. Fixed Income

<u>As of 12/31/2025</u>	<u>Quarter</u>	<u>YTD</u>	<u>1 Year</u>	<u>3 Year</u>	<u>5 Year</u>	<u>10 Year</u>
<b>Developed Markets</b>						
Bloomberg Global Aggregate xUS	-0.5	8.8	8.8	3.3	-3.6	0.6
Bloomberg Global Aggregate xUS*	0.5	2.8	2.8	5.3	0.8	2.6
Bloomberg Global Inflation Linked xUS	1.3	11.0	11.0	3.0	-5.0	0.4
Bloomberg Global Inflation Linked xUS*	1.8	2.3	2.3	1.6	-2.8	2.0
<b>Emerging Markets (Hard Currency)</b>						
Bloomberg EM USD Aggregate	2.4	11.1	11.1	8.9	1.5	4.2
<b>Emerging Markets (Foreign Currency)</b>						
Bloomberg EM Local Currency Gov't	1.7	9.3	9.3	5.9	1.4	3.7
Bloomberg EM Local Currency Gov't*	0.7	4.5	4.5	7.4	3.5	3.9
Euro vs. Dollar	0.1	13.4	13.4	3.1	-0.8	0.8
Yen vs. Dollar	-5.6	0.3	0.3	-5.8	-8.0	-2.6
Pound vs. Dollar	0.2	7.7	7.7	3.7	-0.3	-0.9

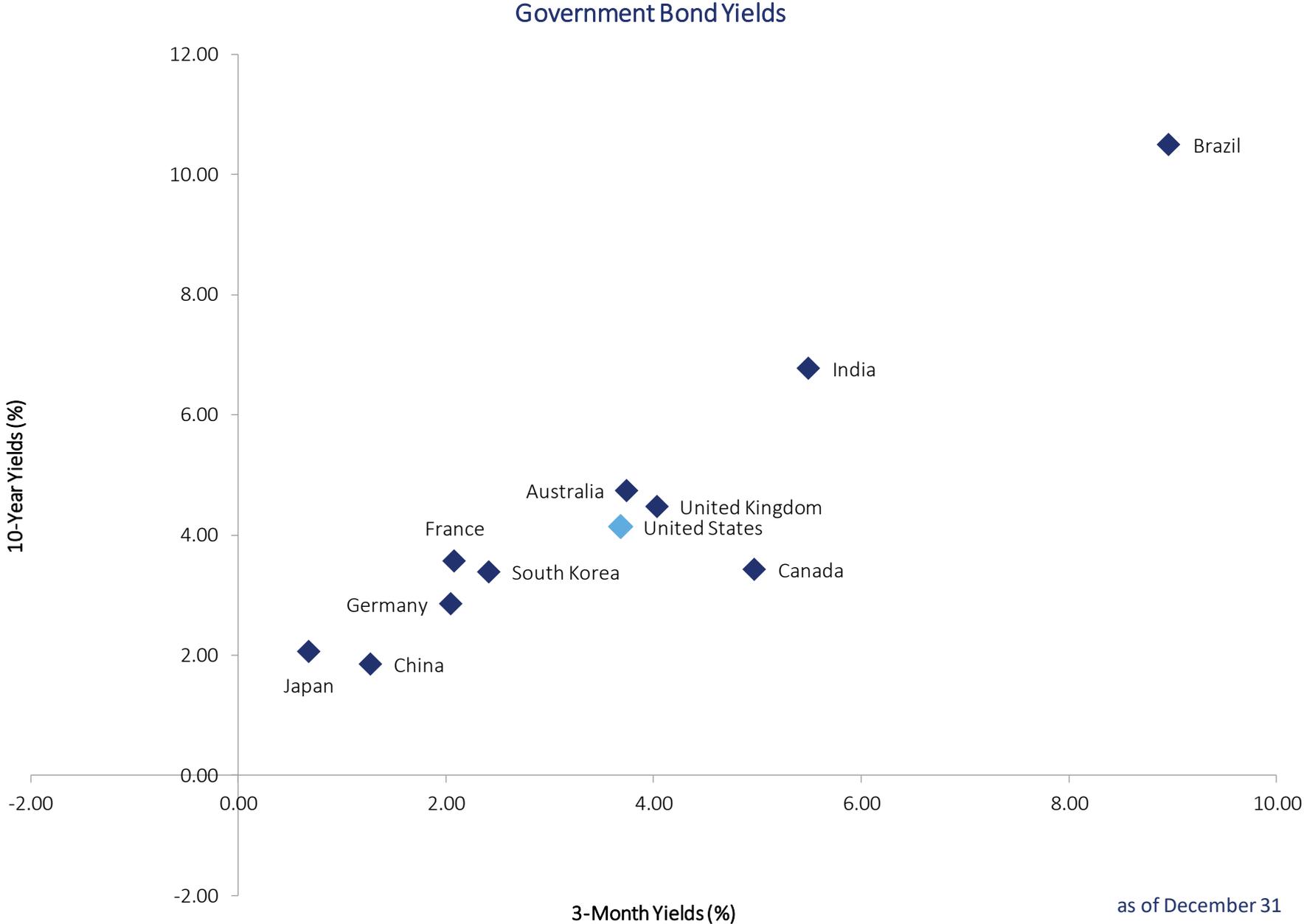
\*Returns are reported in terms of local market investors, which removes currency effects.

Data Source: Bloomberg



# Global Interest Rates

Short-term rates remain positive across the globe; longer-term rates near 4.0% in the U.S., U.K. and Australia



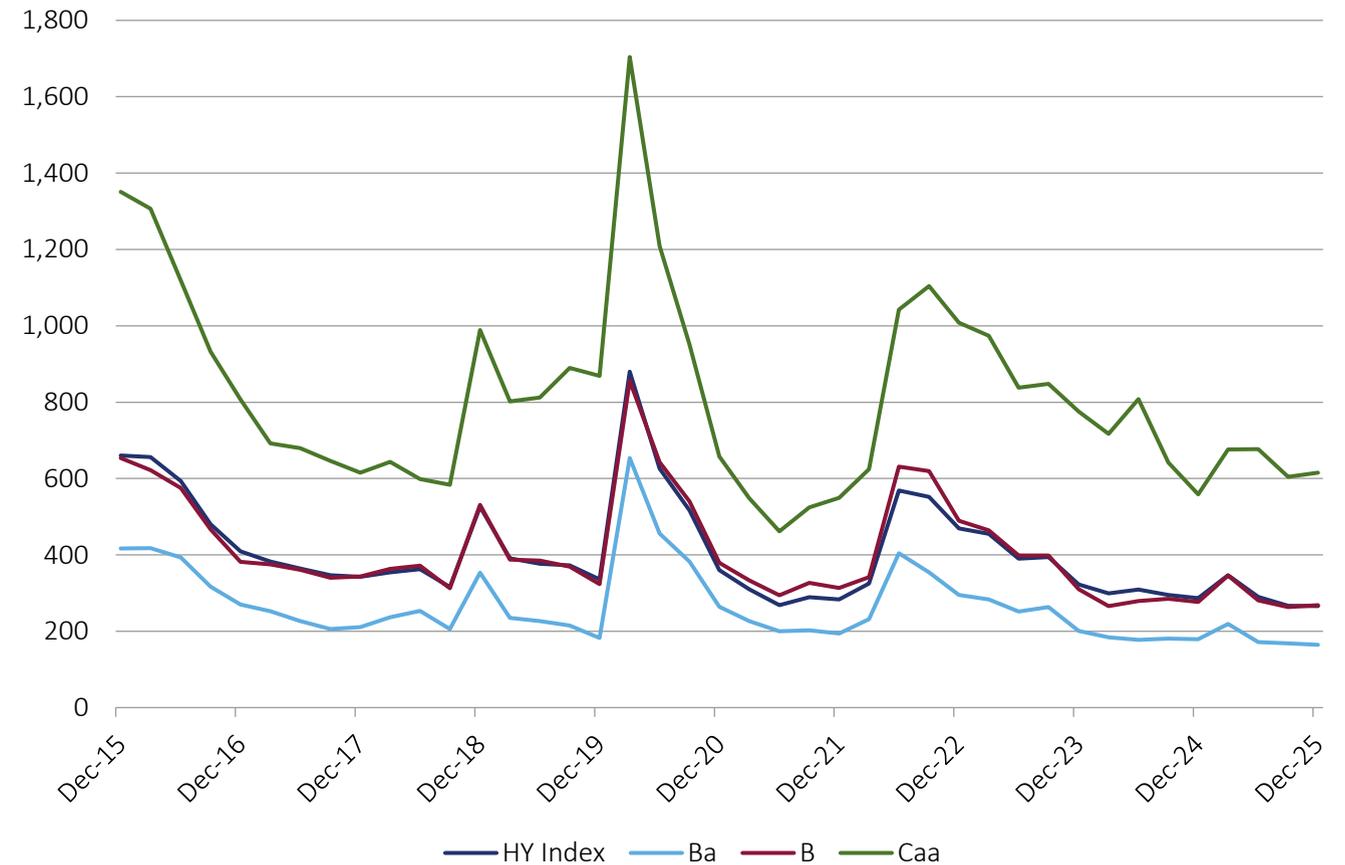
Data Source: Bloomberg

as of December 31

# High Yield Bond Market

As of 12/31/2025	Weight	YTW	QTR	YTD	1 YR	3 YR	5 YR	10 YR
Bloomberg High Yield		6.5	1.3	8.6	8.6	10.1	4.5	6.5
S&P LSTA Leveraged Loan		7.0	1.8	7.2	7.2	9.7	6.3	5.8
<b>High Yield Quality Distribution</b>								
Ba U.S. High Yield	54.8%	5.6	1.5	9.0	9.0	9.0	3.8	6.1
B U.S. High Yield	33.2%	6.5	1.6	8.4	8.4	9.8	4.5	6.2
Caa U.S. High Yield	11.3%	9.8	0.2	8.3	8.3	14.3	6.3	7.8
Ca to D U.S. High Yield	0.7%	30.5	-6.8	-2.9	-2.9	18.8	11.1	13.5

Fixed Income Option Adjusted Spread (bps)



Data Source: Bloomberg

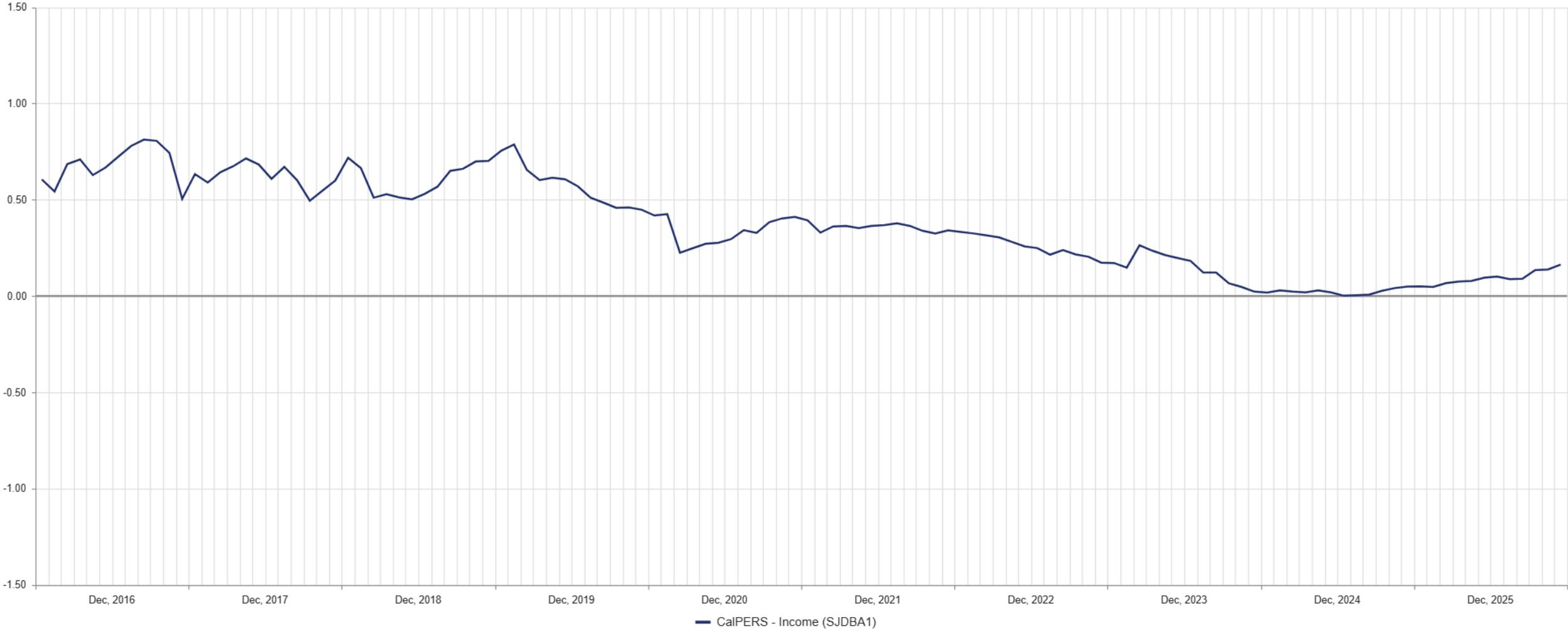
# CalPERS PERF Income – Performance

As of December 31, 2025

	Asset Value							VaR	5-Year Ratios	
	(\$Billion)	Quarter	1-Year	3-Year	5-Year	10-Year	(\$Billion)	Sharpe	Info	
<b>INCOME</b>	\$ 187.7	1.2%	9.0%	6.1%	-0.8%	3.0%	\$ 9.8	-0.4	1.1	
<i>Income Policy Benchmark</i>		1.1%	8.7%	5.9%	-1.0%	2.6%		-0.4	0.0	
<b>Treasury</b>	\$ 59.2	0.3%	6.5%	1.6%	-5.5%	0.4%	\$ 7.6	-0.7	0.0	
<i>Custom Bloomberg Government</i>		0.3%	6.5%	1.6%	-5.5%	0.4%		-0.7	0.0	
<b>Mortgage-Backed Securities</b>	\$ 31.6	1.8%	8.8%	5.3%	0.4%	2.1%	\$ 0.1	-0.4	0.6	
<i>Custom Bloomberg Mortgage</i>		1.7%	8.5%	5.0%	0.2%	1.7%		-0.4	0.0	
<b>Investment Grade Credit</b>	\$ 33.2	0.5%	8.4%	5.9%	-1.9%	3.7%	\$ 3.2	-0.4	-0.1	
<i>Custom Bloomberg Corp ex Sov</i>		0.4%	8.2%	5.9%	-1.9%	3.3%		-0.4	0.0	
<b>High Yield</b>	\$ 31.6	1.6%	8.9%	9.5%	4.3%	-.%	\$ 3.1	0.2	0.5	
<i>Custom Bloomberg High Yield</i>		1.6%	8.7%	9.4%	4.2%	-.%		0.1	0.0	
<b>EM Sovereign</b>	\$ 32.0	2.2%	13.4%	8.8%	-.%	-.%	\$ 1.9	N/A	N/A	
<i>Custom JPM EMBIG Diversified</i>		2.0%	12.9%	8.3%	-.%	-.%		N/A	N/A	

# CalPERS PERF Income – Rolling Excess Return

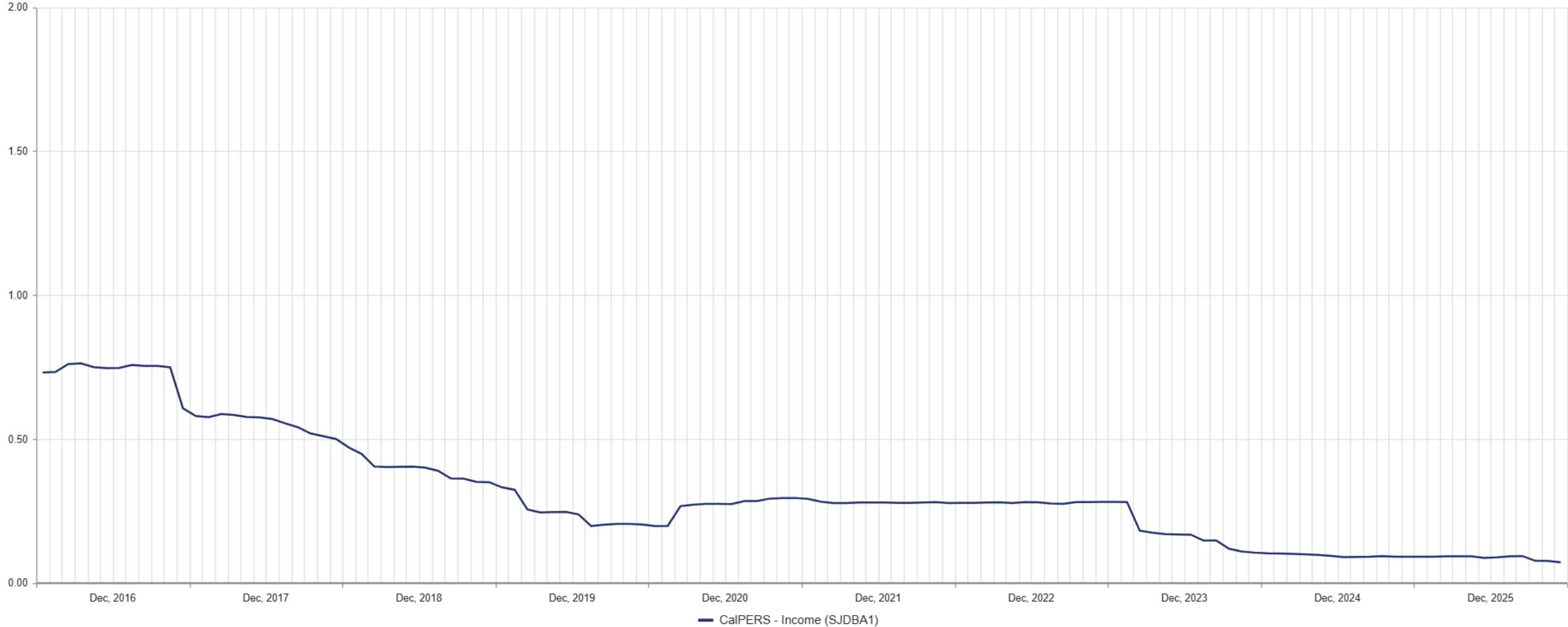
CalPERS - Income (SJDBA1)  
36-Month Rolling Geometric Excess Return: December 31, 2015 - December 31, 2025  
Benchmark: Income Policy Benchmark



\* Monthly data, Net of Investment Management Fees

# CalPERS PERF Income – Rolling Tracking Error

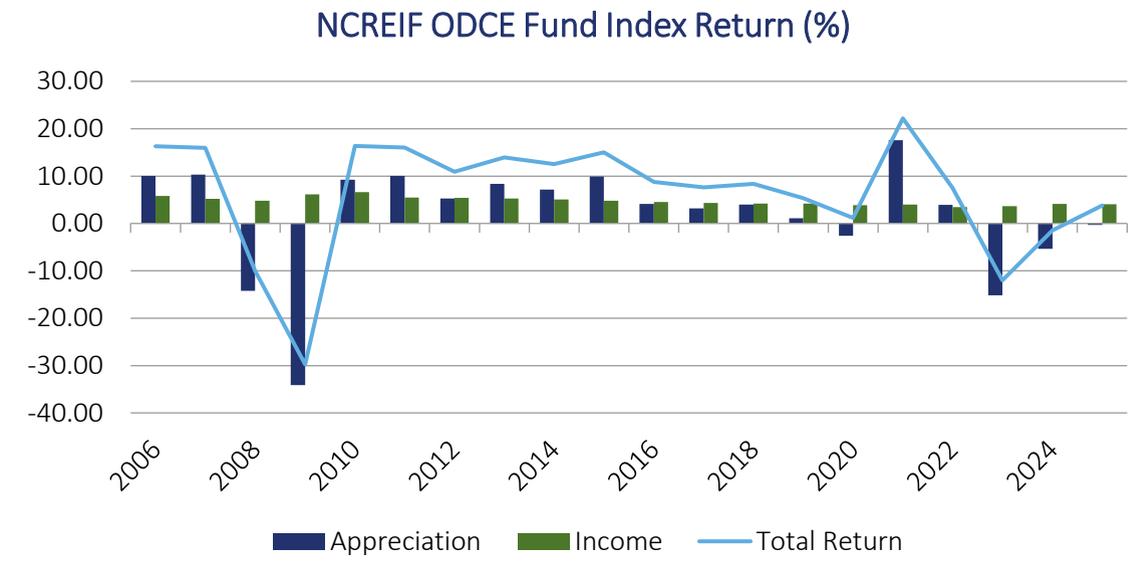
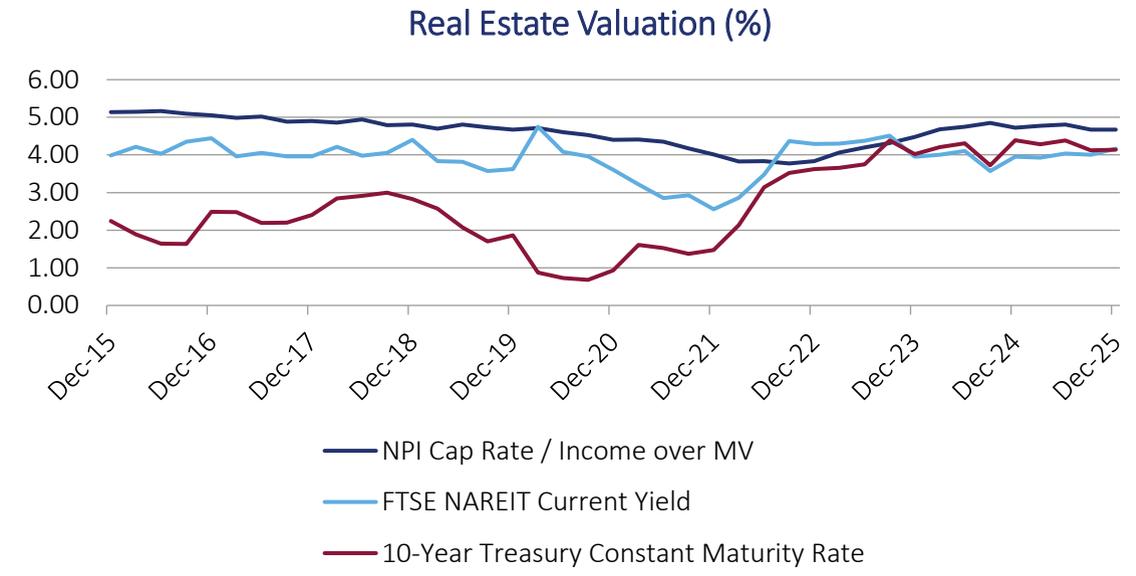
CalPERS - Income (SJDBA1)  
36-Month Rolling Geometric Excess Standard Deviation of Return: December 31, 2015 - December 31, 2025  
Benchmark: Income Policy Benchmark



\* Monthly data; Net of Investment Management Fees

# Real Assets

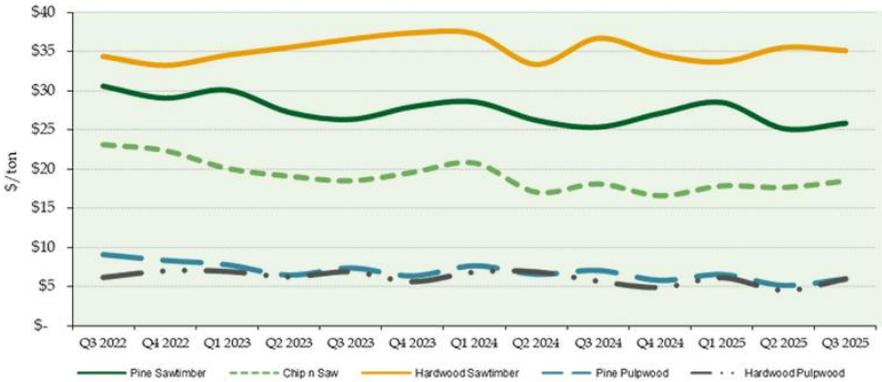
As of 12/31/2025	Quarter	YTD	1 Year	3 Year	5 Year	10 Year
Bloomberg U.S. TIPS	0.1	7.0	7.0	4.2	1.1	3.1
Bloomberg Commodity Index	5.8	15.8	15.8	4.0	10.6	5.7
Bloomberg Gold Index	12.2	62.5	62.5	32.4	17.1	14.0
Wilshire Global RESI Index	-1.5	6.3	6.3	8.8	5.3	5.0
NCREIF ODCE Fund Index	0.9	3.8	3.8	-3.4	3.4	4.8
NCREIF Timberland Index	1.6	4.6	4.6	7.0	8.6	5.4
FTSE Global Core Infrastructure	1.0	15.3	15.3	9.5	7.8	8.6
Alerian Midstream Energy	-1.4	5.0	5.0	20.0	23.8	12.1
Bitcoin	-23.5	-6.5	-6.5	74.3	24.8	70.1



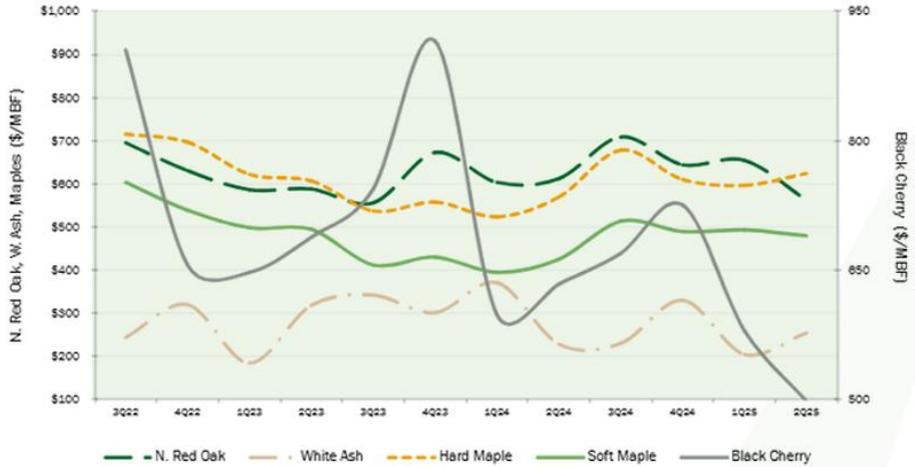
Data Sources: Bloomberg, National Council of Real Estate Investment Fiduciaries

# Timber Investments

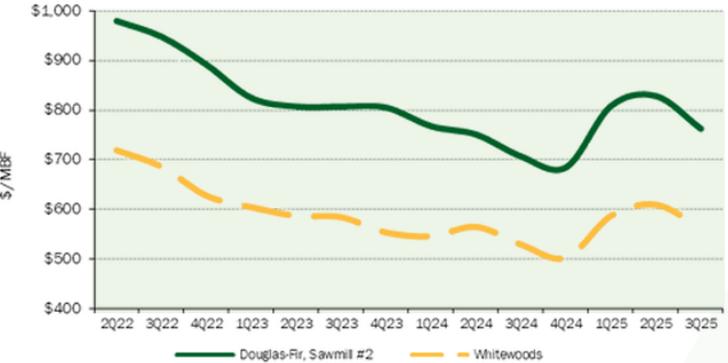
### Southeastern Timber Prices



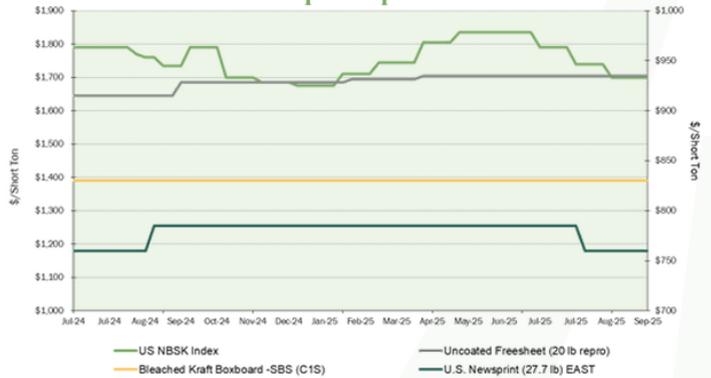
### Northeast Hardwood



### PNW Lumber Prices



### Pulp & Paper



Data Sources: Forest Investment Associates

# CalPERS PERF Real Assets – Performance

As of December 31, 2025

	Asset Value							VaR	5-Year Ratios	
	(\$Billion)	Quarter	1-Year	3-Year	5-Year	10-Year	(\$Billion)	Sharpe	Info	
<b>REAL ASSETS</b>	\$ 77.2	1.4%	5.2%	-2.2%	4.4%	4.6%	\$ 10.1	0.2	0.3	
<i>Real Assets Policy Benchmark</i>		0.5%	3.2%	-6.1%	2.6%	4.0%		-0.1	0.0	
<b>Real Estate</b>	\$ 53.7	1.5%	5.1%	-5.1%	2.9%	3.9%	\$ 7.0	0.0	0.0	
<i>CalPERS Custom Real Estate Benchmark</i>		0.5%	3.2%	-6.1%	2.6%	4.1%		-0.1	0.0	
<b>Infrastructure</b>	\$ 23.2	1.2%	5.1%	7.7%	9.3%	9.0%	\$ 3.0	1.4	0.8	
<i>CalPERS Custom Infrastructure Benchmark</i>		0.5%	3.2%	-6.1%	2.6%	3.6%		-0.1	0.0	
<b>Forestland</b>	\$ 0.3	0.1%	9.2%	6.7%	5.6%	0.9%	\$ 0.0	0.3	0.3	
<i>CalPERS Custom Forestland Benchmark</i>		0.5%	3.2%	-6.1%	2.6%	3.1%		-0.1	0.0	

# CalPERS PERF Real Assets – Rolling Excess Return

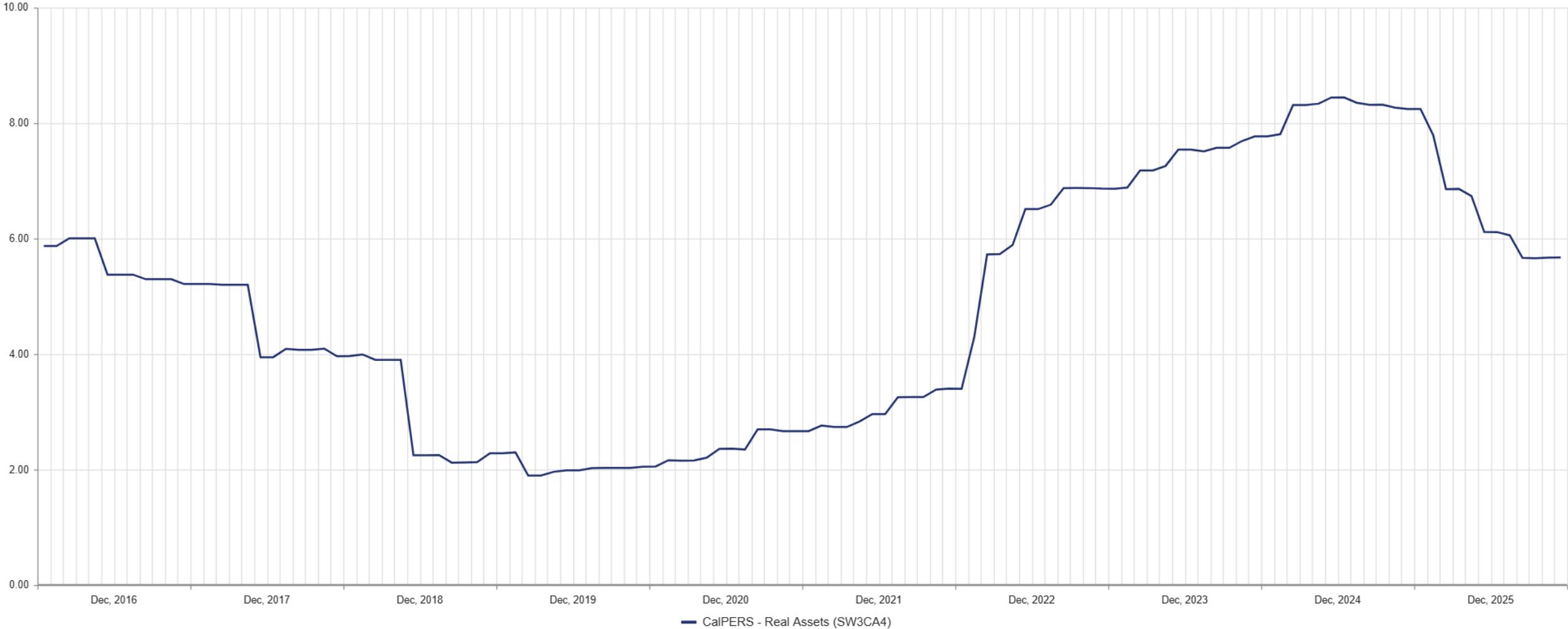
CalPERS - Real Assets (SW3CA4)  
36-Month Rolling Geometric Excess Return: December 31, 2015 - December 31, 2025  
Benchmark: Real Assets Policy Benchmark



\* Monthly data; Net of Investment Management Fees

# CalPERS PERF Real Assets – Rolling Tracking Error

CalPERS - Real Assets (SW3CA4)  
36-Month Rolling Geometric Excess Standard Deviation of Return: December 31, 2015 - December 31, 2025  
Benchmark: Real Assets Policy Benchmark



\* Monthly data; Net of Investment Management Fees

# CalPERS PERF Private Debt, Other Trust Level – Performance

As of December 31, 2025

	Asset Value						VaR	5-Year Ratios	
	(\$Billion)	Quarter	1-Year	3-Year	5-Year	10-Year	(\$Billion)	Sharpe	Info
<b>PRIVATE DEBT</b>	\$ 24.2	2.9%	12.4%	13.4%	-.-%	-.-%	\$ 3.1	N/A	N/A
<i>Private Debt Policy Benchmark</i>		2.3%	9.2%	11.7%	-.-%	-.-%		N/A	N/A

	Asset Value						VaR	5-Year Ratios	
	(\$Billion)	Quarter	1-Year	3-Year	5-Year	10-Year	(\$Billion)	Sharpe	Info
<b>OTHER TRUST LEVEL</b>	\$ 17.7								
<b>LLER</b>	\$ 13.5	1.3%	5.8%	7.5%	4.9%	4.0%	\$ 0.1	1.1	1.2
<i>Custom LLER Benchmark</i>		1.0%	4.4%	5.0%	3.4%	2.3%		0.3	0.0
<b>Opportunistic Strategies</b>	\$ 1.7	4.8%	9.1%	9.4%	8.0%	-.-%	\$ 0.1	0.8	0.6
<i>Custom Opportunistic Strategies Benchmark</i>		1.2%	6.1%	6.7%	6.8%	-.-%		1.6	0.0
<b>TFI EMD Local CCY</b>	\$ 2.0	-.-%	-.-%	-.-%	-.-%	-.-%		N/A	N/A
<i>Custom TFI EMD Benchmark</i>		-.-%	-.-%	-.-%	-.-%	-.-%		N/A	N/A
<b>Trust Level Portfolio Management</b>	\$ 0.3	NM	NM	NM	NM	NM		N/A	N/A
<b>Other Perf</b>	\$ 0.2	NM	NM	NM	NM	NM		N/A	N/A

# CalPERS PERF Total Fund Financing – Performance

As of December 31, 2025

	Asset Value							VaR	5-Year Ratios	
	(\$Billion)	Quarter	1-Year	3-Year	5-Year	10-Year	(\$Billion)	Sharpe	Info	
<b>TOTAL FUND FINANCING</b>	\$ (39.3)	--%	--%	--%	--%	--%		N/A	N/A	
<b>Strategic</b>	\$ (21.6)	--%	--%	--%	--%	--%		N/A	N/A	
<b>Active</b>	\$ (17.7)	--%	--%	--%	--%	--%		N/A	N/A	

# Asset Class Performance

Asset Class Returns - Best to Worst

2020	2021	2022	2023	2024	2025 YTD	Annualized 5-Year as of 12/25
U.S. Equity 20.8%	REITs 46.2%	Commodities 16.1%	U.S. Equity 26.1%	U.S. Equity 23.8%	Emrg Mrkts 34.4%	U.S. Equity 13.4%
Emrg Mrkts 18.7%	Commodities 27.1%	T-Bills 1.3%	Developed 18.9%	REITs 9.1%	Developed 31.9%	Commodities 10.6%
U.S. TIPS 11.0%	U.S. Equity 26.7%	High Yield -11.2%	REITs 16.1%	High Yield 8.2%	U.S. Equity 17.1%	Developed 9.5%
Developed 8.3%	Developed 11.8%	U.S. TIPS -11.8%	High Yield 13.4%	Emrg Mrkts 8.1%	Commodities 15.8%	REITs 6.9%
Core Bond 7.5%	U.S. TIPS 6.0%	Core Bond -13.0%	Emrg Mrkts 10.3%	Commodities 5.4%	High Yield 8.6%	Emrg Mrkts 4.7%
High Yield 7.1%	High Yield 5.3%	Developed -14.0%	Core Bond 5.5%	T-Bills 5.3%	Core Bond 7.3%	High Yield 4.5%
T-Bills 0.7%	T-Bills 0.0%	U.S. Equity -19.0%	T-Bills 5.1%	Developed 4.3%	U.S. TIPS 7.0%	T-Bills 3.2%
Commodities -3.1%	Core Bond -1.5%	Emrg Mrkts -19.7%	U.S. TIPS 3.9%	U.S. TIPS 1.8%	T-Bills 4.3%	U.S. TIPS 1.1%
REITs -7.9%	Emrg Mrkts -2.2%	REITs -26.8%	Commodities -1.3%	Core Bond 1.3%	REITs 2.7%	Core Bond -0.4%

Data Sources: Bloomberg

Note: Developed asset class is developed equity markets ex-U.S., ex-Canada