



Executive Summary of Performance for

California Public Employees' Retirement System

Judges II

Legislators' Fund

Long-Term Care

California Employers' Retiree Benefit Trusts

California Employers' Pension Prefunding Trust

Health Care Fund

Supplemental Income Plans

Fourth Quarter 2025

FOURTH QUARTER 2025

Quarterly Market Commentary

Market Dashboard

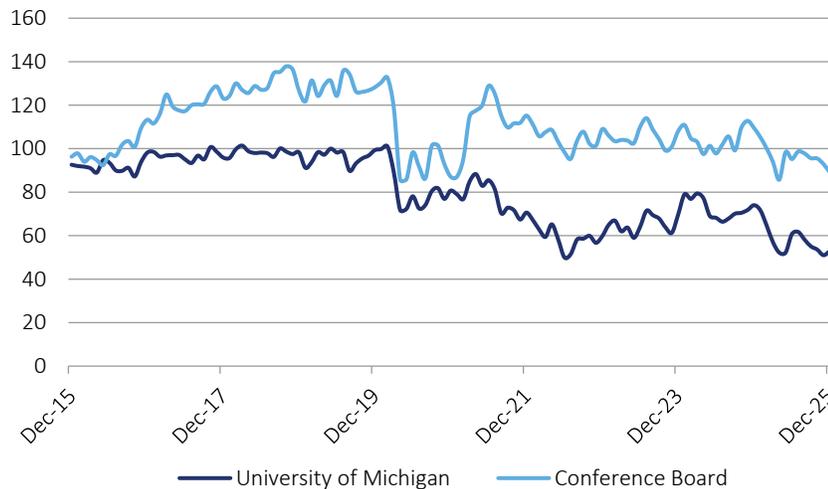
Strategic Allocation Themes	MTD (%)	QTD (%)	YTD (%)	1Y (%)
Global 60/40 (ACWI/U.S. Core Bonds)	0.57	2.42	16.23	16.23
Growth ⁱ	1.04	3.29	22.34	22.34
Defensive Growth ⁱⁱ	(0.60)	0.90	13.67	13.67
Diversified Credit ⁱⁱⁱ	0.65	2.13	10.60	10.60
Real Assets ^{iv}	(0.62)	2.97	17.61	17.61
Defensive ^v	(0.15)	1.10	7.30	7.30

As of 12/31/2025. Source: Bloomberg. Indexes are total return. For illustrative purposes only.

Quarterly Insight

As 2025 comes to an end, the U.S. economy continues to report positive gains. The real GDP measures 2.5% (annualized) through September and expectations are for continued growth. However, signs of concern are present in some data. While the unemployment rate remains low, nonfarm payrolls are only up 600,000 through November, well below longer trends. Broad measures of inflation continue to moderate but future price changes are still mentioned regularly in consumer surveys. Two closely watched measures of consumer sentiment — from the University of Michigan and the Conference Board think tank — have fallen this year and are close to their ten-year lows as of December. While sentiment and spending do not always move in unison, U.S. consumers have placed an outsized importance on economic growth, representing approximately 70% of GDP. As such, all eyes will be focused on any indicator of a household’s ability to spend entering the new year.

Consumer Sentiment Surveys



As of 12/31/2025. Source: Bloomberg. For illustrative and discussion purposes only.

Economic highlights

GDP: The United States produced a second consecutive strong quarter with an economic growth rate of 4.3% during the third quarter. Consumer spending was positive, contributing 2.4% to growth, while weakness in residential spending detracted modestly from growth. Net exports/imports continued to swing wildly, contributing 1.6% during the quarter. The Atlanta Federal Reserve’s (Fed) GDPNow forecast for the fourth quarter of 2025 currently stands at 3.0%.

Source: Bureau of Economic Analysis.

Interest Rates: The Treasury curve rotated during the fourth quarter with the short end falling and longer rates up. The 10-year Treasury closed at 4.17%, up just two basis points. The 10-year real yield (i.e., net of inflation) rose 12 basis points to 1.90%. The Federal Open Market Committee (FOMC) decreased their overnight rate by a total of 0.50% at two monthly meetings, targeting 3.625%. The committee’s current median outlook for the end of 2026 is for a modest reduction of 0.25%.

Source: U.S. Treasury.

Inflation: Consumer price changes have slowed as the Consumer Price Index (CPI) rose 0.5% for the three months ending November. For the one-year period, the CPI was up 2.7%. The 10-year breakeven inflation rate was down slightly at 2.25% in December versus 2.37% in September.

Source: Dept. of Labor (BLS), U.S. Treasury.

Employment: Jobs growth has slowed, with an average of 22,000 jobs/month added during the three months ending in November. The unemployment rate is up, however, from three months ago at 4.6%. Wage growth has moderated recently, equaling 0.1% in November.

Source: Dept. of Labor (BLS).

Housing: New data suggests that the housing market may be rebounding as prices have risen. The S&P Case-Shiller 20-City Home Price Index was up 0.7% during the three months through October and up 1.3% during the trailing 12-months.

Source: Standard & Poor’s.

U.S. Economy and Markets

The U.S. stock market, represented by the FT Wilshire 5000 IndexSM, was up 2.34% for the fourth quarter and 17.13% for all of 2025. Sector performance was mostly positive for the quarter, with eight of eleven sectors producing a gain. The two best performing sectors were health care (+11.8%) and communication services (+6.1%). The main laggards were real estate (-2.4%) and utilities (-1.6%). From a size perspective, small caps underperformed large by 86 basis points. Growth stocks outperformed value during the fourth quarter by a modest amount, in aggregate. For all of 2025, the return on large-cap growth stocks was nearly 50% higher than large-cap value, as measured by the representative indexes.

U.S. Equity	MTD (%)	QTD (%)	YTD (%)	1Y (%)
FT Wilshire 5000 Index SM	(0.07)	2.34	17.13	17.13
Standard & Poor's 500	0.06	2.65	17.88	17.88
FT Wilshire 4500 Index SM	0.03	1.80	9.36	9.36
MSCI USA Minimum Volatility	(0.75)	(0.51)	7.84	7.84

As of 12/31/2025. Source: Bloomberg. Indexes are total return. For illustrative purposes only.

U.S. Equity by Size/Style	MTD (%)	QTD (%)	YTD (%)	1Y (%)
FT Wilshire Large Cap Index SM	(0.08)	2.42	18.28	18.28
FT Wilshire Large Cap Growth Index SM	(0.73)	2.72	21.59	21.59
FT Wilshire Large Cap Value Index SM	0.60	2.12	15.04	15.04
FT Wilshire Small Cap Index SM	(0.03)	1.56	8.50	8.50
FT Wilshire Small Cap Growth Index SM	(0.67)	0.97	7.71	7.71
FT Wilshire Small Cap Value Index SM	0.63	2.17	9.37	9.37
FT Wilshire Micro Cap Index SM	0.52	3.59	15.67	15.67

As of 12/31/2025. Source: Bloomberg. Indexes are total return. For illustrative purposes only.

GICS sector returns	MTD (%)	QTD (%)	YTD (%)	1Y (%)
Communication Services	(1.12)	6.09	31.77	31.77
Consumer Discretionary	0.73	0.23	5.66	5.66
Consumer Staples	(1.65)	(0.40)	3.10	3.10
Energy	(0.34)	0.76	6.94	6.94
Financials	2.95	2.23	15.95	15.95
Health Care	(1.71)	11.75	15.97	15.97
Industrials	0.69	0.48	18.18	18.18
Information Technology	(0.37)	1.00	22.81	22.81
Materials	2.62	2.12	13.51	13.51
Real Estate	(2.20)	(2.35)	3.25	3.25
Utilities	(5.13)	(1.58)	16.80	16.80

As of 12/31/2025. Source: Clearwater Wilshire AtlasSM. Indexes are total return. For illustrative purposes only.

For all of 2025, the large-cap growth index was up 22% while large-cap value trailed at 15%

International Economy and Markets

Performance results within international equity markets were positive for the fourth quarter, although U.S. dollar-based returns were hampered by weakening foreign currencies. The MSCI EAFE Index was up 4.86% for the quarter, while the MSCI Emerging Markets Index was up 4.73%. Economic growth in the United Kingdom weakened during the second half of 2025 as most businesses and consumers awaited the central government’s latest budget. Announced in November — and despite tax-raising measures — early PMI indicators suggest businesses are comfortable with the results. Germany continues to struggle to produce economic growth as exporters face challenges in their two largest markets, the United States and China. Optimism about the future exists, however, on government-backed infrastructure projects and increased demand for defense equipment. China’s economy is proving to be resilient, despite continued weakness in property prices that are hampering many in the middle class. While exports to the United States have fallen sharply during 2025, shipments have surged lately to regions such as Africa and the European Union. In fact, French President Emmanuel Macron recently threatened to follow the United States and push the EU to impose tariffs on China if the current trade imbalance is not addressed by Beijing. An effective “trade truce” was announced by U.S. and Chinese leaders following an October meeting.

Awaiting a formal agreement, both the United States and China announced a tariff pause in October

Non-U.S. Equity	MTD (%)	QTD (%)	YTD (%)	1Y (%)
MSCI ACWI	1.05	3.29	22.34	22.34
MSCI ACWI ex USA	3.00	5.05	32.39	32.39
MSCI ACWI ex USA Minimum Volatility	1.15	3.15	19.10	19.10
MSCI EAFE	3.00	4.86	31.22	31.22
MSCI Emerging Markets	2.99	4.73	33.57	33.57
MSCI ACWI ex USA Small Cap	1.96	2.96	29.26	29.26

As of 12/31/2025. Source: Bloomberg. Indexes are total return. For illustrative purposes only.

Non-U.S. Equity (local currency)	MTD (%)	QTD (%)	YTD (%)	1Y (%)
MSCI ACWI	0.76	3.62	19.71	19.71
MSCI ACWI ex USA	2.17	5.97	24.41	24.41
MSCI ACWI ex USA Minimum Volatility	0.68	4.21	14.63	14.63
MSCI EAFE	2.07	6.13	20.60	20.60
MSCI Emerging Markets	2.61	5.62	31.28	31.28
MSCI ACWI ex USA Small Cap	1.25	4.38	22.83	22.83

As of 12/31/2025. Source: Bloomberg. Indexes are total return. For illustrative purposes only.

Fixed Income Markets

The U.S. Treasury yield curve rotated during the quarter with the 10-year Treasury yield up two basis points to 4.17% while the short-to-intermediate end fell. Credit spreads were little changed as high-yield bond spreads were up in October but fell again by year-end, finishing the quarter at 2.66%. The FOMC met twice during the quarter, as scheduled, and dropped the overnight rate by a total of 50 basis points, targeting a range of 3.50% to 3.75%. The Fed “dot plot” is messaging that the current expectation is for a decrease in rates of only 0.25% in 2026. Underlining the recent need to cut rates, outgoing Fed Chair Jerome Powell mentioned that the United States may be overstating current jobs numbers, citing technical reasons. Powell discussed the Fed’s dual mandate challenge at his December press conference, saying, “There is no risk-free path for policy as we navigate this tension between our employment and inflation goals.”

The Fed cut its overnight rate by a total of 50 basis points during the quarter

U.S. Fixed Income	MTD (%)	QTD (%)	YTD (%)	1Y (%)
Bloomberg U.S. Aggregate	(0.15)	1.10	7.30	7.30
Bloomberg Long Term Treasury	(1.73)	(0.05)	5.59	5.59
Bloomberg Long Term Corporate	(1.04)	(0.11)	7.44	7.44
Bloomberg U.S. TIPS	(0.40)	0.13	7.01	7.01
Bloomberg U.S. Credit	(0.19)	0.88	7.83	7.83
Bloomberg U.S. Corporate High Yield	0.57	1.31	8.62	8.62
S&P/LSTA Leveraged Loan	0.64	1.22	5.90	5.90

As of 12/31/2025. Source: Bloomberg. Indexes are total return. For illustrative purposes only.

Market Rates	Dec 31	Sept 30	June 30	Mar 31
10-Year Treasury	4.17	4.15	4.23	4.21
10-Year Breakeven Inflation	2.25	2.37	2.28	2.37

As of 12/31/2025. Source: Bloomberg. Indexes are total return. For illustrative purposes only.

Global Fixed Income	MTD (%)	QTD (%)	YTD (%)	1Y (%)
Bloomberg Global Aggregate	0.26	0.24	8.17	8.17
Bloomberg Global Aggregate (Hdg)	(0.21)	0.78	4.86	4.86
Bloomberg EM LC Gov’t Universal	1.07	1.49	8.53	8.53
Bloomberg EM LC Gov’t Universal (Hdg)	0.12	0.69	4.58	4.58

As of 12/31/2025. Source: Bloomberg. Indexes are total return. For illustrative purposes only.

Real Asset Markets

U.S. real estate securities were down during the fourth quarter while listed global infrastructure was positive. Commodity results were up for the quarter although crude oil was down (-7.9%), ending the quarter at \$57.42 per barrel. Oil has dipped below \$60 a few times this year but had not previously been at this level since 2021. Natural gas prices moved higher during the quarter after falling for the past six months. Prices closed December at \$3.69 per million BTUs. Gold prices continue to surge — up 12% during the fourth quarter, 65% for the year and 135% since September of 2023. Gold closed December at \$4,341 per troy ounce. This year marks the first time in its history that gold has been above \$4,000. The digital currency, bitcoin, produced a big loss for the quarter and is negative for the year.

Gold prices were up 65% during 2025

Real Assets	MTD (%)	QTD (%)	YTD (%)	1Y (%)
Wilshire US Real Estate Securities Index SM	(2.21)	(1.89)	3.47	3.47
Wilshire Global Real Estate Securities Index SM	(1.50)	(1.47)	6.32	6.32
FTSE Global Core Infrastructure 50/50	(1.63)	1.00	15.30	15.30
Alerian Midstream Energy	(0.30)	(1.39)	4.98	4.98
Bloomberg Commodity	(0.32)	5.85	15.77	15.77
Gold	1.89	11.93	64.58	64.58
Bitcoin	(3.59)	(23.55)	(6.47)	(6.47)

As of 12/31/2025. Source: Bloomberg. Indexes are total return. For illustrative purposes only.

Alternatives

The Wilshire Liquid Alternative Index generated a modest gain for the quarter, resulting in a successful 2025. Equity Hedge led the peer group though returns were front-loaded earlier in the quarter and partially retraced in December amid the growth name pullback and factor volatility. Global Macro was supported primarily by discretionary managers who successfully positioned around central bank divergence and rate-path uncertainty, as well as systematic managers benefitting from strong trends in equities and precious metals. Relative Value managers posted a gain for the quarter, driven largely by positive returns in fixed income across both corporate and government issues, as well as convertibles which benefited from a pickup in primary issuance. Event Driven strategies also finished the quarter up similarly, with deal activity picking up and spreads compressing throughout the quarter.

Global Macro advanced on managers who successfully positioned around central bank divergence and rate-path uncertainty

SUMMARY REVIEW OF PLANS

Period Ended December 31, 2025

	Asset Value					
	(\$Million)	Quarter	1-Year	3-Year	5-Year	10-Year
CalPERS PERF	\$ 600,177.8	2.8%	15.4%	11.6%	6.9%	8.3%
CalPERS PERF Policy Benchmark ¹		3.0%	14.7%	12.3%	6.8%	8.4%
Actuarial Rate		1.7%	6.8%	6.8%	6.8%	7.1%
Judges I						
Judges I	\$ 56.3	1.0%	4.5%	5.1%	3.4%	2.4%
ICE BofA US 3M Treasury Bill Index		1.0%	4.2%	4.8%	3.2%	2.2%
Judges II						
Judges II	\$ 3,188.3	1.6%	14.8%	12.7%	5.9%	7.8%
Weighted Policy Benchmark		1.6%	14.6%	12.4%	5.7%	7.6%
Legislators' Retirement System						
Legislators' Retirement System	\$ 90.6	0.6%	9.1%	7.0%	1.9%	4.8%
Weighted Policy Benchmark		0.7%	9.2%	7.0%	1.9%	4.7%
Long-Term Care ("LTC")						
Long-Term Care ("LTC")	\$ 4,879.4	1.9%	11.1%	9.3%	3.4%	5.0%
Weighted Policy Benchmark		1.8%	11.2%	9.5%	3.4%	5.0%
CERBT Strategy 1						
CERBT Strategy 1	\$ 24,011.0	1.7%	15.7%	12.9%	6.1%	8.0%
CERBT Strategy 1 Policy Benchmark		1.7%	15.4%	12.6%	5.9%	7.7%
CERBT Strategy 2						
CERBT Strategy 2	\$ 2,147.7	1.4%	13.5%	10.5%	4.1%	6.5%
CERBT Strategy 2 Policy Benchmark		1.4%	13.4%	10.3%	4.0%	6.3%
CERBT Strategy 3						
CERBT Strategy 3	\$ 1,163.5	1.1%	11.9%	8.7%	2.9%	5.3%
CERBT Strategy 3 Policy Benchmark		1.2%	11.9%	8.6%	2.9%	5.1%
CEPPT Strategy 1						
CEPPT Strategy 1	\$ 260.3	1.5%	13.1%	10.6%	4.4%	-.%
CEPPT Strategy 1 Policy Benchmark		1.6%	13.0%	10.5%	4.3%	-.%
CEPPT Strategy 2						
CEPPT Strategy 2	\$ 90.9	1.2%	10.6%	8.1%	2.3%	-.%
CEPPT Strategy 2 Policy Benchmark		1.3%	10.6%	8.0%	2.3%	-.%
Health Care Fund						
Health Care Fund	\$ 78.8	1.0%	4.4%	4.0%	-0.8%	1.8%
Health Care Fund Policy Benchmark		1.0%	4.2%	3.8%	-0.8%	1.8%
Supplemental Contribution Plan						
Supplemental Contribution Plan	\$ 126.0	NM	NM	NM	NM	NM
CalPERS Custom SCP Plan Index		NM	NM	NM	NM	NM
457 Program						
457 Program	\$ 2,954.8	NM	NM	NM	NM	NM
CalPERS Custom 457 Plan Index		NM	NM	NM	NM	NM

¹ CalPERS PERF Policy Benchmark is currently computed by weighting the System's major asset class benchmarks at their respective policy targets, rebalanced periodically.

CALPERS PERF

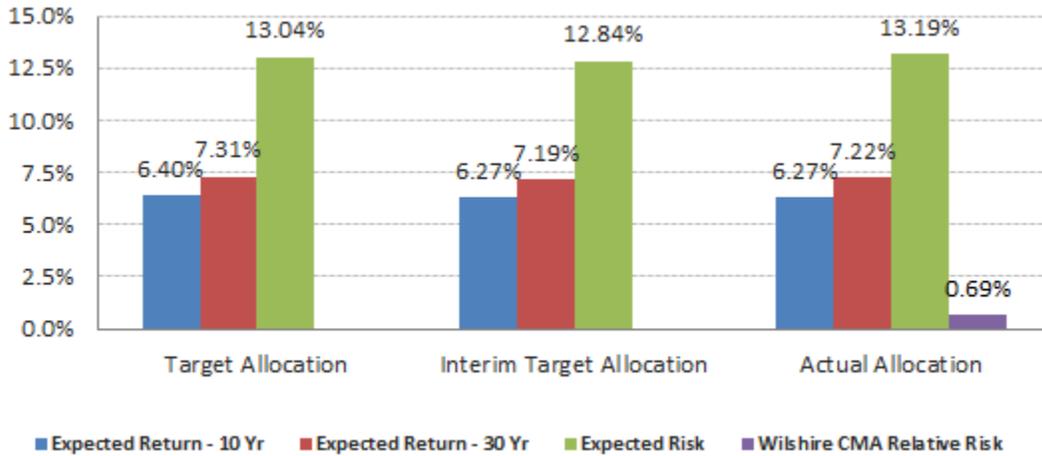
Period Ended December 31, 2025

PERF TOTAL FUND PERFORMANCE									
	Asset Value						VaR	5-Year Ratios	
	(\$Billion)	Quarter	1-Year	3-Year	5-Year	10-Year		(\$Billion)	Sharpe
CALPERS PERF	\$ 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%			
PUBLIC EQUITY*	\$ 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
PUBLIC EQUITY - CAP WEIGHTED*	\$ 200.2	3.5%	23.5%	21.1%	11.6%	12.2%	\$ 43.4	0.6	1.2
<i>CalPERS Custom FTSE Global Benchmark</i>		3.3%	22.4%	20.6%	11.3%	12.0%		0.6	0.0
PUBLIC EQUITY - FACTOR WEIGHTED	\$ 21.7	1.8%	16.2%	12.9%	8.0%	--%	\$ 3.5	0.4	0.8
<i>CalPERS FTSE Factor Wtd Blend Benchmark</i>		1.5%	15.3%	12.5%	7.8%	--%		0.4	0.0
PRIVATE EQUITY	\$ 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
INCOME*	\$ 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
TREASURY*	\$ 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
MORTGAGE-BACKED SECURITIES	\$ 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
INVESTMENT GRADE CREDIT	\$ 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
HIGH YIELD	\$ 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
EM SOVEREIGN	\$ 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
REAL ASSETS	\$ 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
PRIVATE DEBT	\$ 24.2	2.9%	12.4%	13.4%	--%	--%	\$ 3.1	N/A	N/A
<i>Private Debt Blended Benchmark</i>		2.3%	9.2%	11.7%	--%	--%		N/A	N/A
OTHER TRUST LEVEL	\$ 17.7							N/A	N/A
LLER	\$ 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
OPPORTUNISTIC STRATEGIES	\$ 1.7	4.8%	9.1%	9.4%	8.0%	--%	\$ 0.1	0.8	0.6
<i>CalPERS Opportunistic Strategies BM</i>		1.2%	6.1%	6.7%	6.8%	--%		1.6	0.0
TOTAL FUND INCOME	\$ 0.0	--%	--%	--%	--%	--%	\$ 0.0	N/A	N/A
<i>Custom Tactical Fixed Income BM</i>		--%	--%	--%	--%	--%		N/A	N/A
OTHER	\$ 2.6	NM	NM	NM	NM	NM		N/A	N/A
TOTAL FUND FINANCING	\$ (39.3)							N/A	N/A
TERMINATED AGENCY POOL	\$ 0.2	0.2%	6.2%	2.8%	-2.5%	2.2%		N/A	N/A
CalPERS PERF PLUS TAP	\$ 600.4	2.8%	15.4%	11.5%	6.9%	8.3%		N/A	N/A

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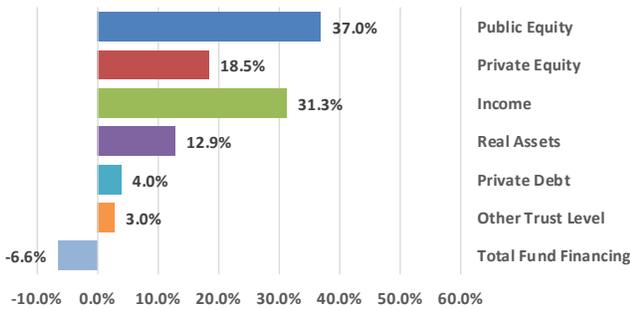
Period Ended December 31, 2025

EXPECTED RETURN AND RISK²

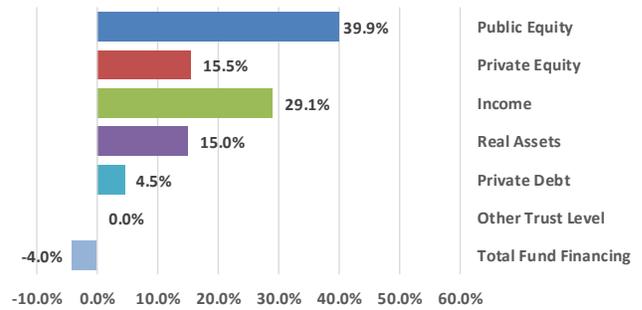


TOTAL FUND ASSET ALLOCATION BASED TRACKING ERROR

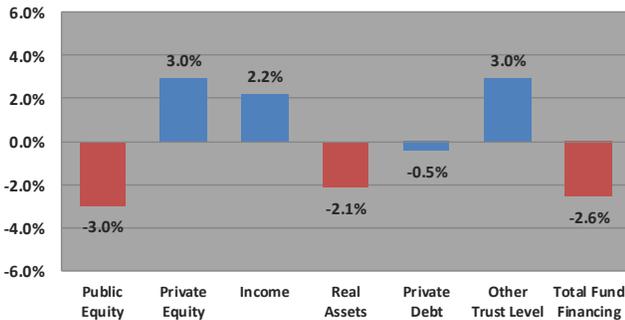
Actual Asset Allocation



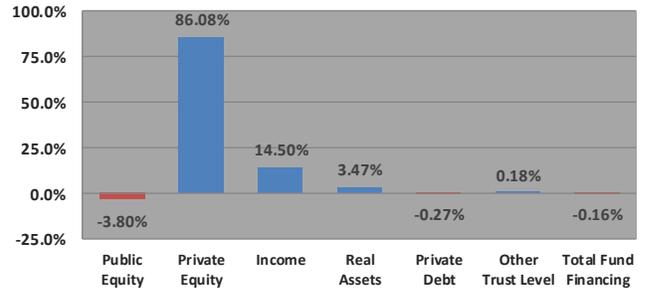
Interim Target Asset Allocation



Allocation vs. Interim Targets



Contribution to Tracking Error vs. Interim Targets



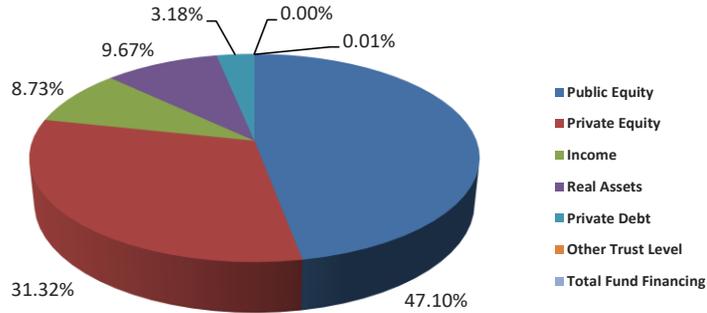
² Return and risk values expressed in this page are derived based on Wilshire Consulting Capital Market Assumptions, which are forward looking in nature.

CALPERS PERF

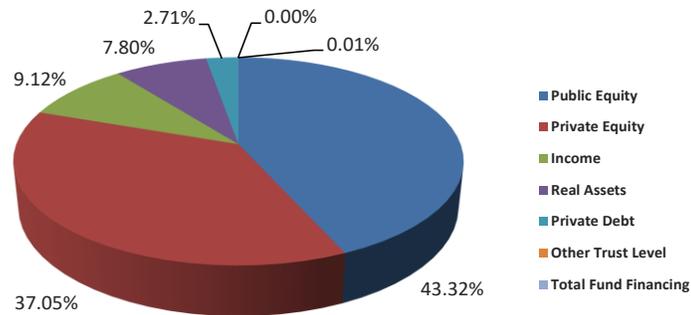
Period Ended December 31, 2025

CONTRIBUTION TO TOTAL RISK³

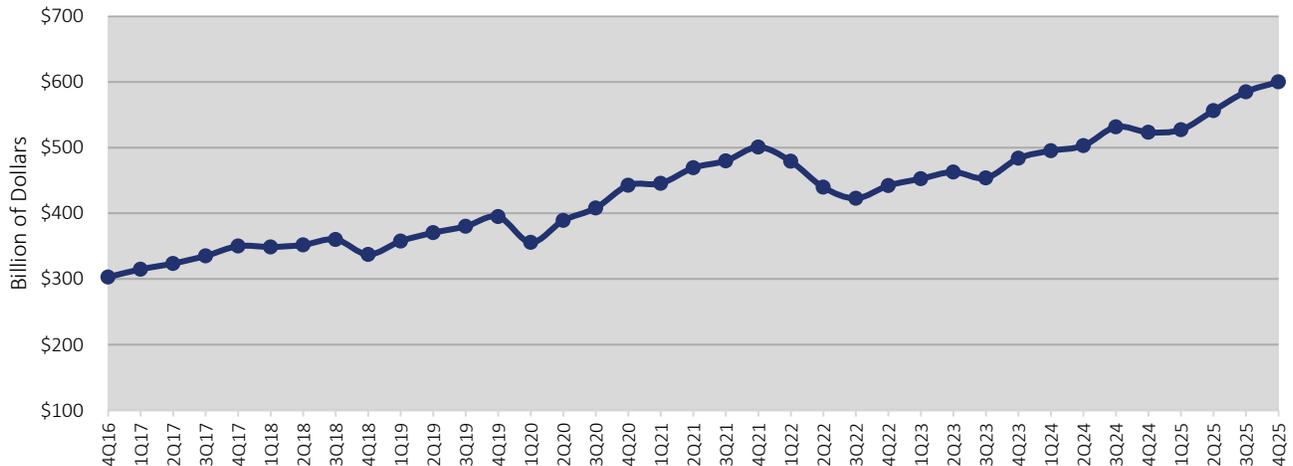
Contribution to Total Risk - Interim Target



Contribution to Total Risk - Actual Allocation



CHANGES IN ASSET VALUE



³ Return and risk values expressed in this page are derived based on Wilshire Consulting Capital Market Assumptions, which are forward looking in nature.

CALPERS PERF

Period Ended December 31, 2025

CALPERS PERF ATTRIBUTION – QUARTER

Asset Class	Actual (%)		Benchmark (%)		Difference (%)		Total Fund Return Contribution (%)		
	Weight *	Return	Weight *	Return	Weight	Return	Actual Allocation	Active Management	Total
Public Equity	37.79	3.34	39.24	3.10	-1.45	0.25	0.09	0.09	0.18
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
Private Equity	18.14	5.00	18.14	7.69	0.00	-2.68	0.00	-0.60	-0.60
Income	31.09	1.21	29.96	1.11	1.12	0.09	-0.05	0.03	-0.03
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
Real Assets	12.79	1.43	12.78	0.50	0.00	0.93	0.00	0.12	0.12
Private Debt	3.87	2.94	3.87	2.34	0.00	0.60	0.00	0.02	0.02
Other Trust Level	2.66	-	0.00	-	2.66	-	-0.05	0.00	-0.05
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
Total Fund Financing	-6.33	-	-3.99	-	-2.34	-	0.05	0.00	0.05
Monthly Linked Return	100.00	2.77	100.00	3.07	-0.30	-	0.03	-0.34	-0.30
Residual		0.04		-0.03		0.07			0.07
Total PERF		2.81		3.04		-0.24			-0.24

* Average period weight displayed.

CALPERS PERF

Period Ended December 31, 2025

CALPERS PERF ATTRIBUTION – FISCAL YEAR-TO-DATE

Asset Class	Actual (%)		Benchmark (%)		Difference (%)		Total Fund Return Contribution (%)		
	Weight *	Return	Weight *	Return	Weight	Return	Actual Allocation	Active Management	Total
Public Equity	38.26	10.68	39.45	10.29	-1.19	0.39	0.23	0.15	0.38
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
Private Equity	17.91	8.98	17.91	20.22	0.00	-11.24	0.00	-2.17	-2.17
Income	30.73	4.33	29.88	4.19	0.84	0.14	-0.08	0.04	-0.04
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
Real Assets	12.91	3.79	12.91	1.31	0.00	2.48	0.00	0.34	0.34
Private Debt	3.84	5.69	3.84	5.48	0.00	0.21	0.00	0.01	0.01
Other Trust Level	2.57	-	0.00	-	2.57	-	-0.17	0.00	-0.17
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
Total Fund Financing	-6.22	-	-3.99	-	-2.23	-	0.16	0.01	0.16
Monthly Linked Return	100.00	7.61	100.00	9.10	-1.49	-	0.13	-1.62	-1.49
Residual		0.05		-0.03		0.08			0.08
Total PERF		7.66		9.08		-1.41			-1.41

* Average period weight displayed.

CALPERS PERF

Period Ended December 31, 2025

CALPERS PERF ATTRIBUTION – CALENDAR YEAR-TO-DATE

Asset Class	Actual (%)		Benchmark (%)		Difference (%)		Total Fund Return Contribution (%)		
	Weight *	Return	Weight *	Return	Weight	Return	Actual Allocation	Active Management	Total
Public Equity	38.77	22.60	39.36	21.60	-0.59	1.00	0.30	0.37	0.67
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
Private Equity	17.65	17.84	17.65	17.10	0.00	0.74	0.00	-0.33	-0.33
Income	30.04	8.97	29.62	8.74	0.42	0.24	-0.10	0.07	-0.02
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
Real Assets	13.09	5.19	13.09	3.20	0.00	1.99	0.00	0.28	0.28
Private Debt	3.77	12.38	3.77	9.25	0.00	3.14	0.00	0.12	0.12
Other Trust Level	2.45	-	0.00	-	2.45	-	-0.26	0.01	-0.25
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
Total Fund Financing	-5.77	-	-3.49	-	-2.28	-	0.24	0.01	0.25
Monthly Linked Return	100.00	15.41	100.00	14.69			0.19	0.53	0.72
Residual		0.02		-0.04		0.06			0.06
Total PERF		15.44		14.65		0.78			0.78

* Average period weight displayed.

CALPERS PERF

Period Ended December 31, 2025

CALPERS PERF ATTRIBUTION – WILSHIRE COMMENT

The California Public Employees’ Retirement System (“CalPERS PERF, the System”) generated a total fund return of 2.81% for the quarter ended December 31, 2025. CalPERS’ return can be attributed as follows:

3.04%	Strategic Policy Allocation
0.03%	Actual/Tactical Asset Allocation
-0.34%	Active Management
<u>0.07%</u>	Residual (Trading/Currency Hedging)
2.81%	Total Return

The total fund attribution table in the previous pages display the return contribution of each asset class to the total fund. These tables allows the Board to see whether tactical allocation and active management within asset classes helped or hurt performance during the measured period.

- Strategic Policy: The contribution to total return from each asset class, calculated as the percentage allocated to each asset class multiplied by the benchmark return for that asset class
- Actual Allocation: The return contribution during the measured period due to differences in the actual allocation from the policy allocation (i.e. the actual allocation to total equity was higher than the policy allocation). A positive number would indicate an overweight benefited performance and vice versa
- Active Management: The return contribution from active management. The number would be positive if the asset class outperformed the designated policy index and vice versa (i.e. the Income segment outperformed its custom benchmark during a quarter and contributed positively to active management)
- Actual Return: The actual return of the asset classes if allocations to them were static during the quarter. These returns will not match exactly with the actual segment returns since asset class allocations change during the quarter due to market movement, cash flows, etc.

Wilshire attribution showed that CalPERS PERF finishing mildly behind its policy benchmark in the fourth quarter of 2025 primarily due to relative performance drag from the Private Equity program, which turned in a welcoming 5% return for the quarter but did not match the pace of the program benchmark (up 7.7%). This -268 bps miss overshadowed the active management contribution from other major asset class programs, as Public Equity, Income, Real Assets, and Private Debt all delivered outperformance in various sizes over their respective policy benchmarks.

CALPERS PERF

Period Ended December 31, 2025

CALPERS PERF PROGRAMS NOTES

Public Equity: Global equities were generally positive in the fourth quarter. Investors balanced a host of crosscurrents in uneven economic momentum, AI bubble concerns, and ongoing/elevated geopolitical tensions, while also witnessing the U.S. further ceding market leadership over rising tech valuation volatility and economic uncertainty. However, the resulting rotation into less volatile/concentrated areas allowed developed and emerging market equities to step up and deliver stronger gains that offset a more muted U.S. market returns. Performance of CalPERS Public Equity asset class showed well under this macro backdrop to close Q4 up 3.3%; for the full year it earned 22.6%. Both figures compared favorably against the Public Equity's own policy benchmark to provide welcoming value-added, and allow this asset class to continue serving as plan's key growth engine over the long term.

Private Equity: The private equity market endured a volatile first half of 2025 amid the high uncertainty and business disruption around US tariff announcements, but has appeared to regain some momentum in the second half of the year that was in part supported by interest rate cuts in September/October/December, which are bringing down the cost of debt. Further clarity on the tariff front, AI enthusiasm, and a rebound of IPO activity also helped. This improved narrative translated to the CalPERS Private Equity program's results: it gained 5.0% in Q4 that was the highest returning major asset class program in the plan. Combining with Q3's 3.8% and Q2's 6.2% returns, Private Equity was up total of 17.8% in 2025 that marked its best single-year return since 2021. Both the quarter and annual figures were at or near the top of the leaderboard among the CalPERS programs and contributed in absolute terms, although they did trail by modest margins when compared to the Private Equity policy benchmark, which was up 8.1% in Q4 and 18.8% for the year.

Income: The U.S. bond market generally performed well in Q4 2025 to finish with an overall gain, as investors welcomed two interest rate cuts by the Fed and lifted the Bloomberg U.S. Aggregate Bond Index up 1.1%. Despite the cuts pushing down front end yields, the rest of the yield curve steepened in December and for the quarter, driven in part by long term fiscal policy concerns, sticky inflation expectations, and (fewer) future rate cut forecasts. This bear steepening was a negative pressure but was largely offset by continued spread compression, which provided support to bond returns across most credit sectors. Against this backdrop the CalPERS Income asset class generated a 1.2% total return for the quarter that was ahead of the Income policy benchmark (1.1%). Q4's steady gain was a continuation of the 2025 theme and linked up to a solid 9.0% full-year return, outperforming the benchmark's 8.7% pace to contribute at the Total Fund level from an active management perspective, while also providing diversification benefits to PERF.

Real Assets: This CalPERS program is a blend of privately held real estate, infrastructure, and forestland investments. Following a couple years of negative showings that was primarily weighed down by a protracted period of real estate price correction, overall performance here has aligned with a nascent real estate recovery and turned positive at the end of 2024. While the overall pace currently remains muted, Real Assets has seen a clear trend of gradual and continuous improvement in its total return in 2025, advancing 1.4% in the fourth quarter and 5.2% for the year. Relative to the Real Assets policy benchmark, which was up 0.5% and 3.2% respectively, this represented welcoming outperformance and made Real Assets a modest contributor to Total Fund.

Private Debt: The Private Debt program remains a steady performer in the CalPERS portfolio amid 2025's macro backdrop of elevated economic uncertainty. And despite the Fed easing (6 rate cuts totaling 1.75% since the 2H 2024) is starting to bring down base rates, CalPERS has seen this program's returns staying within a consistent range, delivering 2.9% in Q4 and 12.4% for the full year. These rate of returns not only compared favorably against the Private Debt Blended Benchmark (2.3%/Q4 and 9.2%/year), but also outpaced the Income program's performance over the same periods by notable margins, validating the intended purpose of providing diversification and dampening market volatility.

PUBLIC EQUITY

Period Ended December 31, 2025

PUBLIC EQUITY ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
PUBLIC EQUITY	37.0%	39.9%	-3.0%
Public Equity - Cap Weighted	33.3%	29.9%	3.4%
Public Equity - Factor Weighted	3.6%	10.0%	-6.4%

PUBLIC EQUITY SEGMENT PERFORMANCE

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

* The CalPERS asset values shown include derivative exposure.

PUBLIC EQUITY PORTFOLIOS PERFORMANCE

	Asset Value (\$Billion)	Asset Value					VaR (\$Billion)	5-Year Ratios	
		Quarter	1-Year	3-Year	5-Year	10-Year		Sharpe	Info
PUBLIC EQUITY – CAP WEIGHTED									
Public Equity - Index-Oriented x Enhance	\$ 117.5	3.2%	22.1%	20.4%	11.2%	10.6%		0.6	1.1
<i>GE Index x Enhanced Benchmark</i>		3.2%	22.0%	20.4%	11.1%	10.5%		0.5	0.0
Public Equity – Enhanced Index	\$ 37.2	3.5%	22.9%	22.8%	14.2%	-.%		0.7	1.2
<i>GE Enhanced Index Benchmark</i>		3.3%	22.4%	22.6%	13.4%	-.%		0.7	0.0
Public Equity - Alternative Beta	\$ 9.3	3.5%	23.4%	20.1%	12.5%	12.2%		0.7	0.6
<i>GE Alternative Beta Custom Index</i>		3.3%	22.4%	20.6%	11.3%	12.1%		0.6	0.0
Public Equity - Traditional Active	\$ 33.1	4.9%	31.1%	23.7%	13.6%	13.4%		0.8	0.8
<i>GE Active ex-Alt Beta Custom Index</i>		3.8%	24.3%	20.5%	11.0%	11.5%		0.5	0.0
Other	\$ 3.1	NM	NM	NM	NM	NM		N/A	N/A
PUBLIC EQUITY – FACTOR WEIGHTED									
Internal Factor Weighted Index Oriented	\$ 15.7	1.2%	14.6%	12.4%	7.7%	-.%		0.4	0.5
<i>CalPERS Custom FTSE Factor Weighted BM</i>		1.2%	14.5%	12.3%	7.6%	-.%		0.4	0.0
Internal Global Climate Portfolio	\$ 6.0	3.5%	21.7%	-.%	-.%	-.%		N/A	N/A
<i>CalPERS Custom FTSE Glb Climate Transition BM</i>		3.5%	21.7%	-.%	-.%	-.%		N/A	N/A

PUBLIC EQUITY

Period Ended December 31, 2025

PERFORMANCE NOTES – PUBLIC EQUITY

Cap Weighted Public Equity – Index-Oriented ex Enhanced Strategy: The largest Public Equity component with 53% of the assets at the end of December, Index ex Enhanced Strategy continues to function as designed by providing beta exposure in a cost-effective way and closely tracked the global equity market's 3.2% 4th Quarter return as well as the 22% full year gain. This strategy's longer-term track record also reflects the ability in properly mirroring the broader global equity opportunity set by tracking its own assigned benchmark measure while incrementally adding value.

Cap Weighted Public Equity – Enhanced Index: Performance of the Enhanced Index program was above par during the fourth quarter of 2025, coming in at 3.5% that was both comfortably atop its own benchmark as well as stronger than the Index program. For the full year, Enhanced Index holds a solid 22.9% return as it successfully produced further value-added than what the Index program was able to earn, while also managing to stay ahead of the benchmark measure to contribute positively to Public Equity.

Cap Weighted Public Equity – Traditional Active: With assets invested either directly by external managers or through models provided by external managers, the Traditional Active Equity program once again found success during Q4's generally expansionary macro backdrop to conclude with a 4.9% total return. This was +112 bps better than the program custom benchmark and paced all other Public Equity programs. This solid end of the year finish propelled the full 2025 return to 31.1%, which was also the highest in Public Equity in both absolute and relative terms. Traditional Active Equity has demonstrated the ability to capture broad equity market's forward momentum while adding valuable alpha: its 13.6% 5-year return and 13.4% 10-year return have represented strong outperformance while also adding to Public Equity's overall success.

Cap Weighted Public Equity – Alternative Beta: A small member component of Public Equity (accounting for approx. 4% of the asset class assets), Alternative Beta provided middle of the pack performance in the fourth quarter by turning in a modestly benchmark-beating 3.5% return. Full year results showed stronger, at 23.4% that represented a +98 bps out-performance. With a lower volatility profile that's offered good down market protection while able to participate on the upside, this program maintains a stable long-term footing with annualized returns sandwiched between the Active and Index programs, at 12.5% over the 5-year (vs. 11.3% benchmark) and 12.2% (vs. 12.1% benchmark) over the 5-year marks.

Factor Weighted Public Equity: The CalPERS factor weighted equity segment finished the fourth quarter with a respectable return of 1.8% that was its lowest quarterly output in 2025. This level of performance notably lagged the pace of its cap-weighted counterparts, as most volatility spikes during Q4 were short-lived, allowing global equity markets to continue climbing new highs with risk appetite tilted toward faster-growing, higher-beta, and cyclical areas. But against the custom FTSE Factor Weighted Benchmark this modest return did show well and outperformed by +32 bps. For the full year, Factor Weighted Public Equity was up 16.2%, also beating its benchmark and continues to serve CalPERS PERF well by providing key diversification benefits over the long term.

PRIVATE EQUITY

Period Ended December 31, 2025

PRIVATE EQUITY ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
PRIVATE EQUITY	18.5%	15.5%	3.0%
Private Equity	18.5%	15.5%	3.0%

PRIVATE EQUITY SEGMENT PERFORMANCE ⁴

	Asset Value						VaR	5-Year Ratios	
	(\$Billion)	Quarter	1-Year	3-Year	5-Year	10-Year	(\$Billion)	Sharpe	Info
PRIVATE EQUITY	\$ 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

PRIVATE EQUITY PORTFOLIOS PERFORMANCE

	Asset Value						VaR	5-Year Ratios	
	(\$Billion)	Quarter	1-Year	3-Year	5-Year	10-Year	(\$Billion)	Sharpe	Info
PRIVATE EQUITY									
Private Equity Partnership Investments	\$ 110.8	5.0%	17.9%	12.8%	14.4%	12.4%		N/A	N/A
Private Equity Distribution Stock	\$ 0.0	-37.3%	-41.9%	-35.7%	-41.5%	-22.6%		N/A	N/A

⁴ Performance of CalPERS' private equity investments is 1-quarter lagged.

INCOME

Period Ended December 31, 2025

INCOME ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
INCOME	31.3%	29.1%	2.2%
Treasury	9.9%	7.2%	2.6%
Mortgages	5.3%	5.2%	0.1%
Investment Grade Corporates	5.5%	6.2%	-0.7%
High Yield	5.3%	5.2%	0.1%
EM Sovereign Bonds	5.3%	5.2%	0.1%

INCOME SEGMENT & PORTFOLIO PERFORMANCE

	Asset Value		Performance					VaR	5-Year Ratios	
	(\$Billion)	Quarter	1-Year	3-Year	5-Year	10-Year	(\$Billion)	Sharpe	Info	
INCOME	\$ 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	
Treasury	\$ 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	
Mortgage-Backed Securities	\$ 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	
Investment Grade Credit	\$ 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	
High Yield	\$ 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	
EM Sovereign	\$ 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	

INCOME

Period Ended December 31, 2025

PERFORMANCE NOTES – INCOME

Treasury: This was the lowest returning Income program in the fourth quarter of 2025. Performance was weighed down by market development in December, following the last FOMC rate cut decision of the year that saw longer UST yields being driven higher on both fiscal and inflation concerns. As a result of this pullback, the internally-managed Treasury program, which is of longer duration, ended the quarter with a modest return at 0.3%. For the full 2025, Treasury netted a 6.5% total return that was also outshined by other spread portfolios in the Income asset class. But in relative terms this program did perform as intended by properly mirroring its own custom benchmark.

Mortgage-Backed Securities: The MBS program enjoyed another positive quarter, benefiting from continued spread compression to post a solid 1.8% return. This represented a sizable excess return over what the Treasury portfolio earned (by +149 bps) while also outpacing MBS's own benchmark. For the full year of 2025, MBS delivered a 8.8% total return that was +35 bps value-added for the Income asset class.

Investment Grade Credit: With investment grade credit spreads remaining near multi-year lows and corporate fundamentals staying resilient despite a slowing labor market, this Income program has shown strength and continued to outperform Treasuries. It delivered a modest 4th Quarter gain of 0.5% and a solid full-year return of 8.4%, both were stronger than the Treasury portfolio's returns and bettered IG Credit's own benchmark.

High Yield: High yield bonds saw welcoming results in the fourth quarter, benefiting from the combination of accommodative Fed policy shift, healthy corporate credit quality base, and still elevated all-in yields that continued to draw in investor demand. The CalPERS High Yield program did not disappoint under this constructive macro condition and posted a 1.6% total return that was among the strongest Income asset class components; this return matched the pace of the Bloomberg U.S. High Yield BB/B Liquid Index. For the year, the program was up 8.9%, which also compared well against its own benchmark and continues to provide a diversified source of return for CalPERS PERF.

EM Sovereign: Emerging market fixed income capped off a volatile year on a high note and led in performance over other U.S. bond sectors. The continued slide in US dollar, contained inflation among emerging economies, higher real yields (vs. falling US interest rates) and resilient growth were all tailwinds that buoyed the EM Sovereign program to deliver asset class-leading performance in the second half of 2025: +2.2% in Q4 and +5.4% in Q3. Results for the full year were also impressive, with this program delivering double-digit total return (+13.4%) while outpacing the program benchmark by a +48 bps margin. Since its 2023 inception, the EM Sovereign portfolio remains a welcoming element of diversification in the Income asset class.

REAL ASSETS

Period Ended December 31, 2025

REAL ASSETS ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
REAL ASSETS	12.9%	15.0%	-2.1%
Real Estate	9.0%	--	--
Forestland	0.0%	--	--
Infrastructure	3.9%	--	--

REAL ASSETS SEGMENT & PORTFOLIOS PERFORMANCE ⁵

	Asset Value							VaR	5-Year Ratios	
	(\$Billion)	Quarter	1-Year	3-Year	5-Year	10-Year	(\$Billion)	Sharpe	Info	
REAL ASSETS	\$ 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	
Real Estate	\$ 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	
Infrastructure	\$ 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	
Forestland	\$ 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	

PERFORMANCE NOTES – REAL ASSETS

Real Estate: With the worst part of the capitalization rate expansion/price reset appears over for commercial real estate and that valuations have now found firmer footing, 2025 saw a continued, albeit incremental, trend of recovery that was reflected in the PERF Real Estate program’s performance: it posted small and improving positive returns for four straight quarters to close the year with a 5.1% total gain. This was a marked improvement over the past two years (-6.3% in 2024, -13.1% in 2023) and represented solid value-added versus the real estate custom benchmark. There remains some softness in the medium-term track record, but Real Estate has otherwise done well over the long run with a 3.9% 10-year annualized return.

Infrastructure: The PERF Infrastructure portfolio’s Q4 result was stable, with a gain of 1.2%. Full calendar year performance remained steadfast, with a cumulative 5.1% return that was comfortably ahead of the custom infrastructure benchmark and nicely supported Real Assets’ overall outperformance. Having only recorded three down quarters since 2021, this defensive portfolio currently maintains a healthy longer-term track record that stands as the strongest returning Real Assets member.

Forestland: Real Assets’ smallest component concluded Q4 nearly flat and did not contribute to this asset class’s overall results. But thanks to a 12% gain from Q1 its full-calendar year total return closed at 9.2%, which led all RA programs and markedly outpaced the custom benchmark’s 3.2% same period return. With a modest and relatively steady return profile, the Forestland portfolio has generated welcoming value-added for Real Assets, returning 6.7% annualized over the last 3 years and 5.6% over the past 5 years that represent sizable outperformance and contributed in relative terms.

⁵ Performance of CalPERS’ Real Assets investments is reported on a 1-quarter lagged basis.

PRIVATE DEBT

Period Ended December 31, 2025

PRIVATE DEBT LEVEL ALLOCATION: ACTUAL VS. TARGET WEIGHTS

Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
PRIVATE DEBT	4.0%	4.5%	-0.5%
Private Debt	4.0%	4.5%	-0.5%

PRIVATE DEBT SEGMENT & PORTFOLIO PERFORMANCE

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

OTHER TRUST LEVEL

Period Ended December 31, 2025

OTHER TRUST LEVEL ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
OTHER TRUST LEVEL	3.0%	0.0%	3.0%
LLER	2.3%	-.%	2.3%
Opportunistic Strategies	0.3%	-.%	0.3%
TFI EMD Local CCY	0.3%	-.%	0.3%
TLPM	0.1%	-.%	0.1%
Other PERF	0.0%	-.%	0.0%

OTHER TRUST LEVEL SEGMENT & PORTFOLIO PERFORMANCE

	Asset Value							VaR		5-Year Ratios	
	(\$Billion)	Quarter	1-Year	3-Year	5-Year	10-Year	(\$Billion)	Sharpe	Info		
OTHER TRUST LEVEL	\$ 17.7										
LLER	\$ 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		
Opportunistic Strategies	\$ 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		
TFI EMD Local CCY	\$ 2.0	-.%	-.%	-.%	-.%	-.%		N/A	N/A		
<i>ICE BofA Q1BZ Custom Index</i>		-.%	-.%	-.%	-.%	-.%		N/A	N/A		
Trust Level Portfolio Management	\$ 0.2	NM	NM	NM	NM	NM		N/A	N/A		
Other Perf	\$ 0.2	NM	NM	NM	NM	NM		N/A	N/A		

TOTAL FUND FINANCING

Period Ended December 31, 2025

TOTAL FUND FINANCING ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
TOTAL FUND FINANCING	-6.6%	-4.0%	-2.6%
Strategic	-3.6%	-4.0%	0.4%
Active	-3.0%	0.0%	-3.0%

TOTAL FUND FINANCING SEGMENT PERFORMANCE

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

SECURITIES LENDING

Period Ended December 31, 2025

SEC LENDING SEGMENT & PORTFOLIOS PERFORMANCE

	Asset Value (\$Billion)	Asset Value					VaR (\$Billion)	5-Year Ratios	
		Quarter	1-Year	3-Year	5-Year	10-Year		Sharpe	Info
Sec Lending Composite	\$ 21.5	1.0%	4.3%	5.0%	3.3%	2.3%		N/A	N/A
Internal Sec Lending Portfolio	\$ 1.8	1.1%	4.5%	5.1%	3.4%	2.4%		N/A	N/A
<i>CaIPERS GSTIF</i>		1.1%	4.5%	5.1%	3.4%	2.4%		N/A	N/A

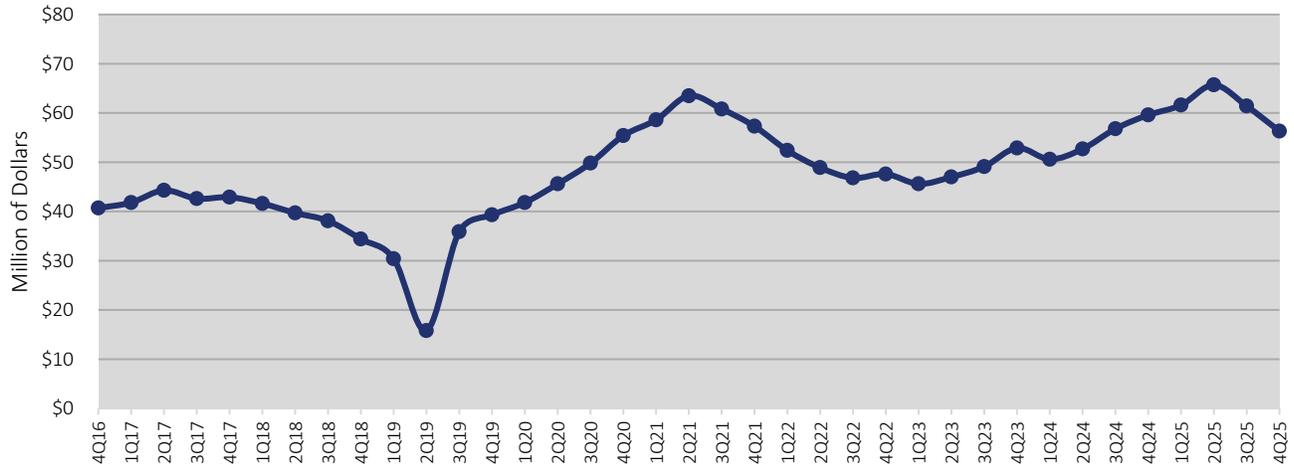
AFFILIATE FUND INFORMATION

JUDGES RETIREMENT SYSTEM I FUND

JUDGES I PERFORMANCE

Period Ended December 31, 2025

GROWTH IN ASSETS



NET OF FEE PLAN PERFORMANCE RESULTS – JUDGES I ⁶

	Asset Value						
	(\$Million)		Quarter	1-Year	3-Year	5-Year	10-Year
Judges Retirement I Fund	\$ 56.3		1.0%	4.5%	5.1%	3.4%	2.4%
<i>ICE BofA US 3-Month Treasury Bill Index</i>			1.0%	4.2%	4.8%	3.2%	2.2%
Judges I Programs:							
Judges I Internal Short-Term	\$ 56.3		1.0%	4.5%	5.1%	3.4%	2.4%
<i>ICE BofA US 3-Month Treasury Bill Index</i>			1.0%	4.2%	4.8%	3.2%	2.2%

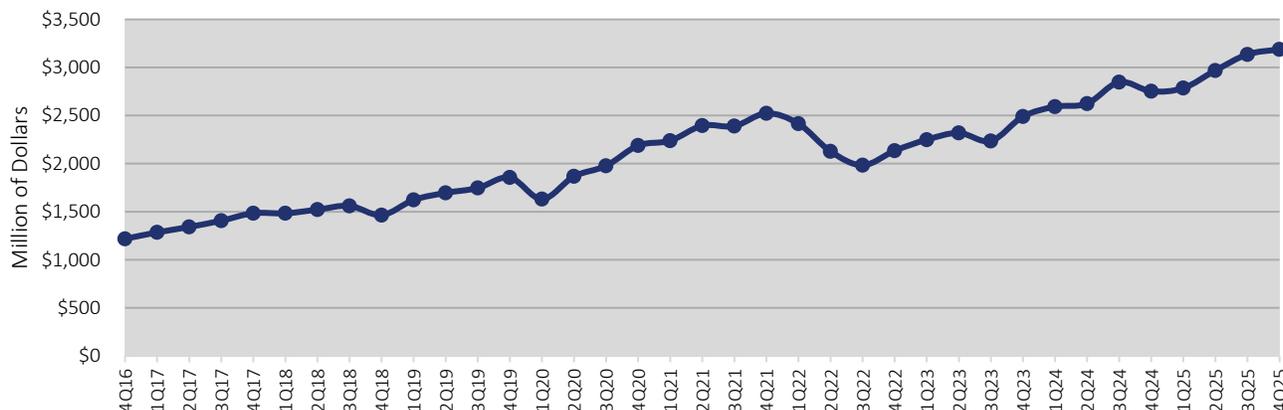
⁶ JRS I maintains a reserve balance of approximately two months of benefit payments. Prior to 2009-2010 fiscal year, the fund held approximately one month of benefit reserve with the majority of funds held at the State Treasurer’s Office.

JUDGES RETIREMENT SYSTEM II FUND

JUDGES II PERFORMANCE

Period Ended December 31, 2025

GROWTH IN ASSETS



NET OF FEE PLAN PERFORMANCE RESULTS – JUDGES II ⁷

	Asset Value (\$Million)	Quarter	1-Year	3-Year	5-Year	10-Year
Judges Retirement II Fund	\$ 3,188.3	1.6%	14.8%	12.7%	5.9%	7.8%
<i>Weighted Policy Benchmark</i>		1.6%	14.6%	12.4%	5.7%	7.6%
Judges II Programs:						
JRS II Global Equity	\$ 1,368.7	3.3%	22.5%	20.4%	11.1%	11.9%
<i>Global Equity Benchmark</i>		3.2%	22.1%	20.0%	10.7%	11.6%
JRS II US Fixed Income	\$ 926.4	0.9%	8.8%	4.8%	-2.1%	2.3%
<i>Custom Benchmark</i>		1.0%	9.0%	4.9%	-2.0%	2.1%
JRS II TIPS	\$ 159.9	0.0%	6.9%	4.2%	1.1%	3.1%
<i>Bloomberg U.S. TIPS Index</i>		0.1%	7.0%	4.2%	1.1%	3.1%
JRS II REITs	\$ 637.2	-0.6%	10.4%	7.5%	3.5%	4.2%
<i>Custom Benchmark</i>		-0.7%	9.6%	6.6%	2.8%	3.5%
JRS II Commodities	\$ 96.0	1.0%	7.0%	3.8%	14.5%	6.1%
<i>GSCI Total Return</i>		1.0%	7.1%	3.9%	14.6%	6.1%
JRS II Cash/Short-Term	\$ 0.2	NM	NM	NM	NM	NM
<i>ICE BofA US 3-Month Treasury Bill Index</i>		1.0%	4.2%	4.8%	3.2%	2.2%

⁷ JRS II weighted policy benchmark is calculated based on asset class index returns weighted at their respective asset class policy targets.

JRS II Global Equity Benchmark is MSCI ACWI IMI Net starting 6/07/2018. Between 6/06/2018 and 9/08/2011 the custom benchmark was run by FTSE. Prior of that it was calculated as an asset weighted benchmark of its underlying domestic and international funds.

Current US Fixed Income Custom Benchmark is the Bloomberg Long Liability Index. Bloomberg Long Liability ex TIPS was used as the benchmark between June 2005 and May 2007. Prior of that the benchmark was Citigroup LPF.

The REIT Custom Benchmark is the FTSE EPRA/NAREIT Developed (Net) Index starting 3/27/2020. Between 3/26/2020 and 6/07/2018 it was FTSE EPRA/NAREIT Developed Liquid (Net) Index. Between 6/06/2018 and 9/08/2011 the it was FTSE EPRA/NAREIT Developed (TR) Index. Prior of that it was the Wilshire RESI and REIT Indices.

JUDGES II PERFORMANCE

Period Ended December 31, 2025

JUDGES II ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

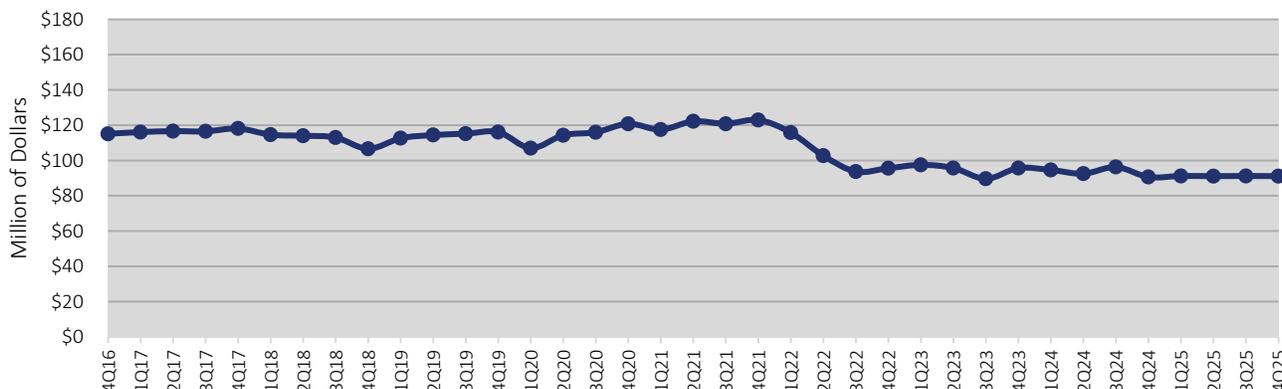
Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
JUDGES II TOTAL FUND	100.0%	100.0%	0.0%
Global Equity	42.9%	43.0%	-0.1%
US Fixed Income	29.1%	29.0%	0.1%
TIPS	5.0%	5.0%	0.0%
REITs	20.0%	20.0%	0.0%
Commodities	3.0%	3.0%	0.0%
Cash/Short-Term	0.0%	0.0%	0.0%

LEGISLATORS' RETIREMENT SYSTEM FUND

LEGISLATORS' RETIREMENT SYSTEM PERFORMANCE

Period Ended December 31, 2025

GROWTH IN ASSETS



NET OF FEE PLAN PERFORMANCE RESULTS – LEGISLATORS' ⁸

	Asset Value					
	(\$Million)	Quarter	1-Year	3-Year	5-Year	10-Year
Legislators' Retirement System Fund	\$ 90.6	0.6%	9.1%	7.0%	1.9%	4.8%
<i>Weighted Policy Benchmark</i>		0.7%	9.2%	7.0%	1.9%	4.7%
LRS Programs:						
LRS Global Equity	\$ 6.3	3.3%	22.5%	20.4%	11.1%	11.9%
<i>Global Equity Benchmark</i>		3.2%	22.1%	20.0%	10.7%	11.6%
LRS US Fixed Income	\$ 40.8	0.9%	8.8%	4.9%	-2.1%	2.3%
<i>Custom Benchmark</i>		1.0%	9.0%	4.9%	-2.0%	2.1%
LRS TIPS	\$ 31.8	0.0%	6.9%	4.2%	1.1%	3.1%
<i>Custom Benchmark</i>		0.1%	7.0%	4.2%	1.1%	3.1%
LRS REITs	\$ 9.0	-0.6%	10.4%	7.5%	3.5%	4.2%
<i>Custom Benchmark</i>		-0.7%	9.6%	6.6%	2.8%	3.5%
LRS Commodities	\$ 2.7	1.0%	7.0%	3.8%	14.5%	6.2%
<i>GSCI Total Return</i>		1.0%	7.1%	3.9%	14.6%	6.1%
LRS Cash/Short-Term	\$ 0.0	NM	NM	NM	NM	NM
<i>ICE BofA US 3-Month Treasury Bill Index</i>		1.0%	4.2%	4.8%	3.2%	2.2%

⁸ LRS weighted policy benchmark is calculated based on asset class index returns weighted at their respective asset class policy targets.

LRS Global Equity Benchmark is MSCI ACWI IMI Net starting 6/07/2018. Between 6/06/2018 and 9/08/2011 the custom benchmark was run by FTSE. Prior of that it was calculated as an asset weighted benchmark of its underlying domestic and international funds.

Current US Fixed Income Custom Benchmark is the Bloomberg Long Liability Index. Bloomberg Long Liability ex TIPS was used as the benchmark between June 2005 and May 2007. Prior of that the benchmark was Citigroup LPF.

TIPS Benchmark is currently the Bloomberg U.S. TIPS Index. Prior of July 2017 it was the Bloomberg Long Liability TIPS Index.

The REIT Custom Benchmark is the FTSE EPRA/NAREIT Developed (Net) Index starting 3/27/2020. Between 3/26/2020 and 6/07/2018 it was FTSE EPRA/NAREIT Developed Liquid (Net) Index. Between 6/06/2018 and 9/08/2011 the benchmark was FTSE EPRA/NAREIT Developed (TR) Index. Prior of that it was the Wilshire RESI and REIT Indices.

LEGISLATORS' RETIREMENT SYSTEM PERFORMANCE

Period Ended December 31, 2025

LEGISLATORS' ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

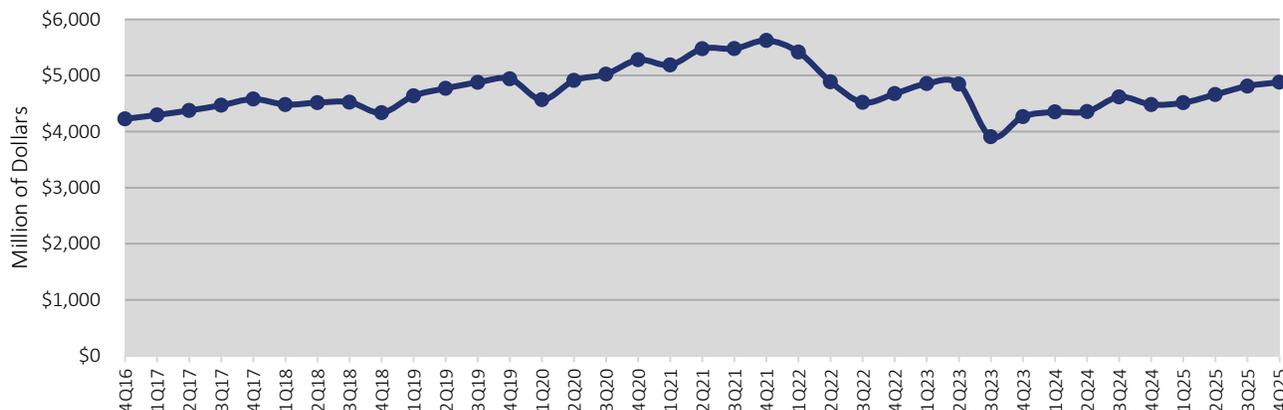
Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
LEGISLATORS' RETIREMENT SYSTEM FUND	100.0%	100.0%	0.0%
Global Equity	7.0%	7.0%	0.0%
US Fixed Income	45.0%	45.0%	0.0%
TIPS	35.0%	35.0%	0.0%
REITs	10.0%	10.0%	0.0%
Commodities	3.0%	3.0%	0.0%
Cash/Short-Term	0.0%	0.0%	0.0%

LONG-TERM CARE FUND

LONG-TERM CARE FUND PERFORMANCE

Period Ended December 31, 2025

GROWTH IN ASSETS



NET OF FEE PLAN PERFORMANCE RESULTS – LONG-TERM CARE FUND⁹

	Asset Value					
	(\$Million)	Quarter	1-Year	3-Year	5-Year	10-Year
Long-Term Care Fund	\$ 4,879.4	1.9%	11.1%	9.3%	3.4%	5.0%
<i>Weighted Policy Benchmark</i>		1.8%	11.2%	9.5%	3.4%	5.0%
LTC Programs:						
LTC Global Equity	\$ 1,394.4	4.1%	23.0%	20.4%	11.1%	11.8%
<i>Custom Benchmark</i>		4.1%	23.0%	20.4%	11.0%	11.6%
LTC US Fixed Income	\$ 3,340.0	1.1%	6.6%	5.7%	-1.3%	2.4%
<i>Custom Benchmark</i>		1.0%	6.7%	5.8%	-1.1%	2.5%
LTC REITs	\$ 143.4	0.1%	8.9%	7.5%	3.6%	3.9%
<i>Custom Benchmark</i>		-0.1%	8.0%	7.4%	3.2%	3.3%
LTC Cash/Short-Term	\$ 1.6	NM	NM	NM	NM	NM
<i>ICE BofA US 3-Month Treasury Bill Index</i>		1.0%	4.2%	4.8%	3.2%	2.2%

⁹ LTC weighted policy benchmark is calculated based on asset class index returns weighted at their respective asset class policy targets.

LTC Global Equity Benchmark is MSCI ACWI IMI Net starting 12/12/2012. Prior of that it was calculated as an asset weighted benchmark of its underlying domestic and international funds.

Current US Fixed Income Custom Benchmark is the Bloomberg Long Liability Index. Bloomberg Long Liability ex TIPS ex High Yield was the benchmark between June 2007 and July 2005. Prior of that the benchmark was Bloomberg Aggregate Bond Index.

The REIT Custom Benchmark is the FTSE EPRA/NAREIT Developed (Net) Index starting 3/27/2020. Between 3/26/2020 and 12/12/2012 it was FTSE EPRA/NAREIT Developed Liquid (Net) Index.

LONG-TERM CARE FUND PERFORMANCE

Period Ended December 31, 2025

LONG-TERM CARE FUND ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

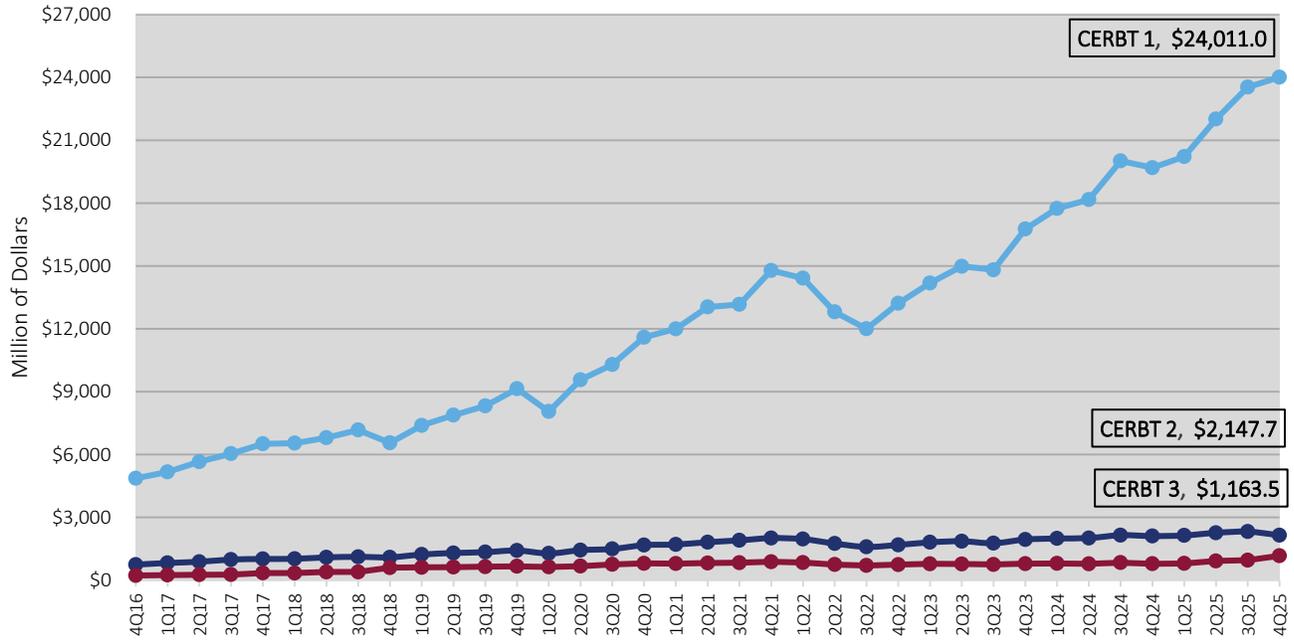
Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
LONG-TERM CARE TOTAL FUND	100.0%	100.0%	0.0%
Global Equity	28.6%	28.0%	0.6%
US Fixed Income	68.5%	69.0%	-0.5%
REITs	2.9%	3.0%	-0.1%
Cash/Short-Term	0.0%	0.0%	0.0%

**CALIFORNIA EMPLOYERS' RETIREE
BENEFIT TRUST**

CALIFORNIA EMPLOYERS' RETIREE BENEFIT TRUST

Period Ended December 31, 2025

GROWTH IN ASSETS – CERBT 1, 2, 3



CALIFORNIA EMPLOYERS' RETIREE BENEFIT TRUST 1

Period Ended December 31, 2025

CERBT 1 ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
TOTAL CERBT 1	100.0%	100.0%	0.0%
Global Equity	48.9%	49.0%	-0.1%
US Fixed Income	23.0%	23.0%	0.0%
TIPS	5.0%	5.0%	0.0%
REITs	20.0%	20.0%	0.0%
Commodities	3.0%	3.0%	0.0%
Cash/Short-Term	0.0%	0.0%	0.0%

NET OF FEE PLAN PERFORMANCE RESULTS – CERBT 1 ¹⁰

	Asset Value (\$Million)	Performance				
		Quarter	1-Year	3-Year	5-Year	10-Year
CERBT Strategy 1	\$ 24,011.0	1.7%	15.7%	12.9%	6.1%	8.0%
<i>Total CERBT Strategy 1 Benchmark</i>		1.7%	15.4%	12.6%	5.9%	7.7%
CERBT 1 Programs:						
Global Equity	\$ 11,748.3	3.3%	22.4%	20.3%	11.0%	11.8%
<i>CERBT Global Equity Benchmark</i>		3.2%	22.1%	20.0%	10.7%	11.4%
Domestic Fixed Income	\$ 5,533.6	0.9%	8.8%	4.9%	-2.1%	2.3%
<i>CalPERS Custom Long Liability</i>		1.0%	9.0%	4.9%	-2.0%	2.1%
TIPS	\$ 1,203.6	0.0%	6.9%	4.2%	1.1%	3.1%
<i>Bloomberg US TIPS Index</i>		0.1%	7.0%	4.2%	1.1%	3.1%
REITs	\$ 4,799.1	-0.6%	10.4%	7.5%	3.5%	3.9%
<i>Custom Benchmark</i>		-0.7%	9.6%	6.6%	2.8%	3.1%
Commodities	\$ 722.2	1.0%	7.0%	3.8%	14.5%	6.0%
<i>S&P GSCI Total Return</i>		1.0%	7.1%	3.9%	14.6%	6.1%
Cash/Short-Term	\$ 4.2	NM	NM	NM	NM	NM
<i>ICE BofA US 3-Month Treasury Bill Index</i>		1.0%	4.2%	4.8%	3.2%	2.2%

¹⁰ CERBT Strategy 1 cash balances are inclusive of employer fund contributions that are in the process of being invested into asset classes. These contributions may occur daily, and tend to be higher at the end of each quarter.

The REIT Custom Benchmark is the FTSE EPRA/NAREIT Developed (Net) Index starting 3/27/2020. Prior to that it was the FTSE EPRA/NAREIT Developed Liquid (Net) Index.

CALIFORNIA EMPLOYERS' RETIREE BENEFIT TRUST 2

Period Ended December 31, 2025

CERBT 2 ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
TOTAL CERBT 2	100.0%	100.0%	0.0%
Global Equity	33.9%	34.0%	-0.1%
US Fixed Income	41.1%	41.0%	0.1%
TIPS	5.0%	5.0%	0.0%
REITs	17.0%	17.0%	0.0%
Commodities	3.0%	3.0%	0.0%
Cash/Short-Term	0.0%	0.0%	0.0%

NET OF FEE PLAN PERFORMANCE RESULTS – CERBT 2 ¹¹

	Asset Value (\$Million)	Performance				
		Quarter	1-Year	3-Year	5-Year	10-Year
CERBT Strategy 2	\$ 2,147.7	1.4%	13.5%	10.5%	4.1%	6.5%
<i>Total CERBT Strategy 2 Benchmark</i>		1.4%	13.4%	10.3%	4.0%	6.3%
CERBT 2 Programs:						
Global Equity	\$ 728.7	3.3%	22.4%	20.3%	11.0%	11.8%
<i>CERBT Global Equity Benchmark</i>		3.2%	22.1%	20.0%	10.7%	11.4%
Domestic Fixed Income	\$ 881.9	0.9%	8.8%	4.9%	-2.1%	2.3%
<i>CalPERS Custom Long Liability</i>		1.0%	9.0%	4.9%	-2.0%	2.1%
TIPS	\$ 107.6	0.0%	6.9%	4.2%	1.1%	3.1%
<i>Bloomberg US TIPS Index</i>		0.1%	7.0%	4.2%	1.1%	3.1%
REITs	\$ 364.6	-0.6%	10.4%	7.5%	3.5%	3.9%
<i>Custom Benchmark</i>		-0.7%	9.6%	6.6%	2.8%	3.1%
Commodities	\$ 64.6	1.0%	7.0%	3.8%	14.5%	6.1%
<i>S&P GSCI Total Return</i>		1.0%	7.1%	3.9%	14.6%	6.1%
Cash/Short-Term	\$ 0.3	NM	NM	NM	NM	NM
<i>ICE BofA US 3-Month Treasury Bill Index</i>		1.0%	4.2%	4.8%	3.2%	2.2%

¹¹ CERBT Strategy 2 cash balances are inclusive of employer fund contributions that are in the process of being invested into asset classes. These contributions may occur daily, and tend to be higher at the end of each quarter.

The REIT Custom Benchmark is the FTSE EPRA/NAREIT Developed (Net) Index starting 3/27/2020. Prior to that it was the FTSE EPRA/NAREIT Developed Liquid (Net) Index.

CALIFORNIA EMPLOYERS' RETIREE BENEFIT TRUST 3

Period Ended December 31, 2025

CERBT 3 ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
TOTAL CERBT 3	100.0%	100.0%	0.0%
Global Equity	22.9%	23.0%	-0.1%
US Fixed Income	51.1%	51.0%	0.1%
TIPS	9.0%	9.0%	0.0%
REITs	14.0%	14.0%	0.0%
Commodities	3.0%	3.0%	0.0%
Cash/Short-Term	0.0%	0.0%	0.0%

NET OF FEE PLAN PERFORMANCE RESULTS – CERBT 3 ¹²

	Asset Value (\$Million)	Performance				
		Quarter	1-Year	3-Year	5-Year	10-Year
CERBT Strategy 3	\$ 1,163.5	1.1%	11.9%	8.7%	2.9%	5.3%
<i>Total CERBT Strategy 3 Benchmark</i>		1.2%	11.9%	8.6%	2.9%	5.1%
CERBT 3 Programs:						
Global Equity	\$ 266.9	3.3%	22.4%	20.3%	11.0%	11.8%
<i>CERBT Global Equity Benchmark</i>		3.2%	22.1%	20.0%	10.7%	11.4%
Domestic Fixed Income	\$ 594.0	0.9%	8.8%	4.9%	-2.1%	2.3%
<i>CalPERS Custom Long Liability</i>		1.0%	9.0%	4.9%	-2.0%	2.1%
TIPS	\$ 104.9	0.0%	6.9%	4.2%	1.1%	3.1%
<i>Bloomberg US TIPS Index</i>		0.1%	7.0%	4.2%	1.1%	3.1%
REITs	\$ 162.6	-0.6%	10.4%	7.5%	3.5%	3.9%
<i>Custom Benchmark</i>		-0.7%	9.6%	6.6%	2.8%	3.1%
Commodities	\$ 35.0	1.0%	7.0%	3.8%	14.5%	6.2%
<i>S&P GSCI Total Return</i>		1.0%	7.1%	3.9%	14.6%	6.1%
Cash/Short-Term	\$ 0.2	NM	NM	NM	NM	NM
<i>ICE BofA US 3-Month Treasury Bill Index</i>		1.0%	4.2%	4.8%	3.2%	2.2%

¹² CERBT Strategy 3 cash balances are inclusive of employer fund contributions that are in the process of being invested into asset classes. These contributions may occur daily, and tend to be higher at the end of each quarter.

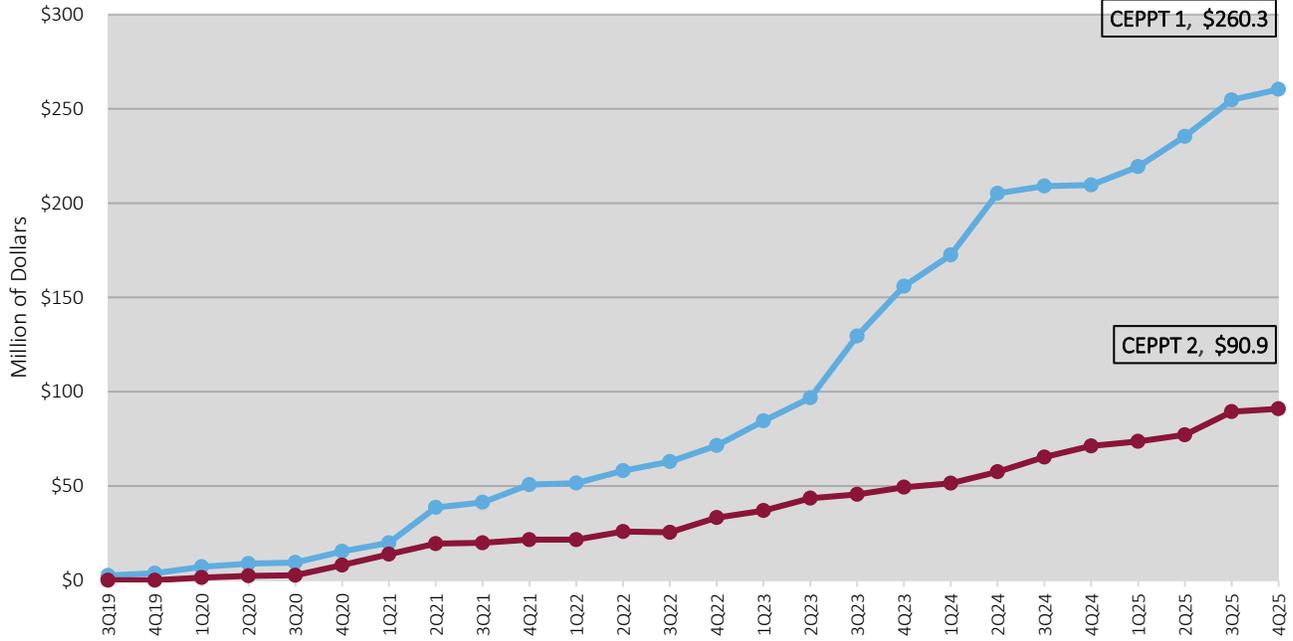
The REIT Custom Benchmark is the FTSE EPRA/NAREIT Developed (Net) Index starting 3/27/2020. Prior to that it was the FTSE EPRA/NAREIT Developed Liquid (Net) Index.

CA EMPLOYERS' PENSION PREFUNDING TRUST

CALIFORNIA PREFUNDING TRUST

Period Ended December 31, 2025

GROWTH IN ASSETS – CEPPT 1, 2



CA PENSION PREFUNDING TRUST PERFORMANCE

Period Ended December 31, 2025

CEPPT STRATEGY 1 ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
PENSION PREFUNDING TRUST-STRATEGY 1	100.0%	100.0%	0.0%
Global Equity	36.9%	37.0%	-0.1%
US Fixed Income	44.1%	44.0%	0.1%
REITs	14.0%	14.0%	0.0%
TIPS	5.0%	5.0%	0.0%
Cash/Short-Term	0.0%	0.0%	0.0%

NET OF FEE PERFORMANCE RESULTS – CEPPT STRATEGY 1 ¹³

	Asset Value (\$Million)	Performance				
		Quarter	1-Year	3-Year	5-Year	10-Year
Pension Prefunding Trust - Strategy 1	\$ 260.3	1.5%	13.1%	10.6%	4.4%	-.-%
<i>CEPPT Strategy 1 Policy Benchmark</i>		1.6%	13.0%	10.5%	4.3%	-.-%
CEPPT Strategy 1 Programs:						
CEPPT S1 Equity	\$ 96.1	3.3%	22.4%	20.3%	11.0%	-.-%
<i>MSCI ACWI IMI Net</i>		3.2%	22.1%	20.0%	10.7%	-.-%
CEPPT S1 Fixed Income	\$ 114.7	1.0%	7.2%	4.7%	-0.4%	-.-%
<i>Bloomberg US Aggregate Bond Indx</i>		1.1%	7.3%	4.7%	-0.4%	-.-%
CEPPT S1 REITs	\$ 36.4	-0.6%	10.4%	7.4%	3.5%	-.-%
<i>Custom Benchmark</i>		-0.7%	9.6%	6.6%	2.8%	-.-%
CEPPT S1 TIPS	\$ 13.0	0.0%	6.9%	4.2%	1.1%	-.-%
<i>Bloomberg US TIPS Index</i>		0.1%	7.0%	4.2%	1.1%	-.-%
CEPPT S1 Cash	\$ 0.0	NM	NM	NM	NM	-.-%
<i>ICE BofA US 3-Month Treasury Bill Index</i>		1.0%	4.2%	4.8%	3.2%	-.-%

¹³ CEPPT Strategy 1 cash balances are inclusive of employer fund contributions that are in the process of being invested into asset classes. These contributions may occur daily, and tend to be higher at the end of each quarter.

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CA PENSION PREFUNDING TRUST PERFORMANCE

Period Ended December 31, 2025

CEPPT STRATEGY 2 ASSET ALLOCATION: ACTUAL VS. TARGET WEIGHTS

Asset Class	Actual Asset Allocation	Target Asset Allocation	Difference
PENSION PREFUNDING TRUST-STRATEGY 2	100.0%	100.0%	0.0%
Global Equity	20.9%	21.0%	-0.1%
US Fixed Income	61.1%	61.0%	0.1%
REITs	9.0%	9.0%	0.0%
TIPS	9.0%	9.0%	0.0%
Cash/Short-Term	0.0%	0.0%	0.0%

NET OF FEE PERFORMANCE RESULTS – CEPPT STRATEGY 2 ¹⁴

	Asset Value					
	(\$Million)	Quarter	1-Year	3-Year	5-Year	10-Year
Pension Prefunding Trust - Strategy 2	\$ 90.9	1.2%	10.6%	8.1%	2.3%	-.-%
<i>CEPPT Strategy 2 Policy Benchmark</i>		1.3%	10.6%	8.0%	2.3%	-.-%
CEPPT Strategy 2 Programs:						
CEPPT S2 Equity	\$ 19.0	3.3%	22.4%	20.3%	11.0%	-.-%
<i>MSCI ACWI IMI Net</i>		3.2%	22.1%	20.0%	10.7%	-.-%
CEPPT S2 Fixed Income	\$ 55.5	1.0%	7.2%	4.7%	-0.4%	-.-%
<i>Bloomberg US Aggregate Bond Indx</i>		1.1%	7.3%	4.7%	-0.4%	-.-%
CEPPT S2 REITs	\$ 8.2	-0.6%	10.4%	7.5%	3.5%	-.-%
<i>Custom Benchmark</i>		-0.7%	9.6%	6.6%	2.8%	-.-%
CEPPT S2 TIPS	\$ 8.2	0.0%	6.9%	4.2%	1.1%	-.-%
<i>Bloomberg US TIPS Index</i>		0.1%	7.0%	4.2%	1.1%	-.-%
CEPPT S2 Cash	\$ 0.0	NM	NM	NM	NM	-.-%
<i>ICE BofA US 3-Month Treasury Bill Index</i>		1.0%	4.2%	4.8%	3.2%	-.-%

¹⁴ CEPPT Strategy 2 cash balances are inclusive of employer fund contributions that are in the process of being invested into asset classes. These contributions may occur daily, and tend to be higher at the end of each quarter.

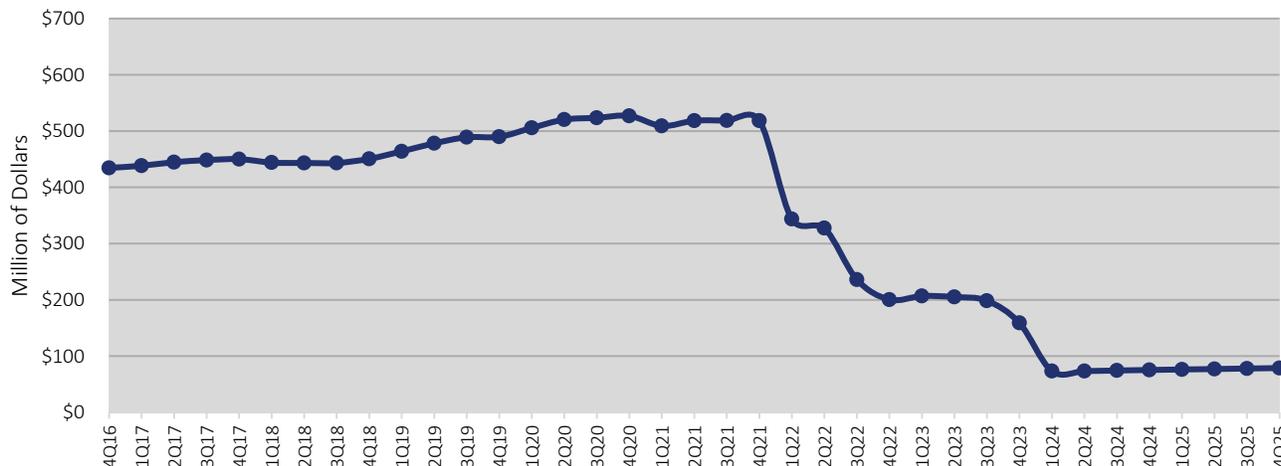
The REIT Custom Benchmark is the FTSE EPRA/NAREIT Developed (Net) Index starting 3/27/2020. Prior to that it was the FTSE EPRA/NAREIT Developed Liquid (Net) Index.

HEALTH CARE FUND

HEALTH CARE FUND PERFORMANCE

Period Ended December 31, 2025

GROWTH IN ASSETS ¹⁵



NET OF FEE PLAN PERFORMANCE RESULTS – HEALTH CARE FUND

	Asset Value					
	(\$Million)	Quarter	1-Year	3-Year	5-Year	10-Year
CalPERS Health Care Fund	\$ 78.8	1.0%	4.4%	4.0%	-0.8%	1.8%
<i>Health Care Fund Benchmark¹⁶</i>		<i>1.0%</i>	<i>4.2%</i>	<i>3.8%</i>	<i>-0.8%</i>	<i>1.8%</i>

¹⁵ The decline in assets starting in the 4th Quarter of 2021 was due to periodic withdrawals from the fund in the amount of \$240 million through 12/31/2022, with the remaining decline due to investment performance of bonds during calendar year 2022.

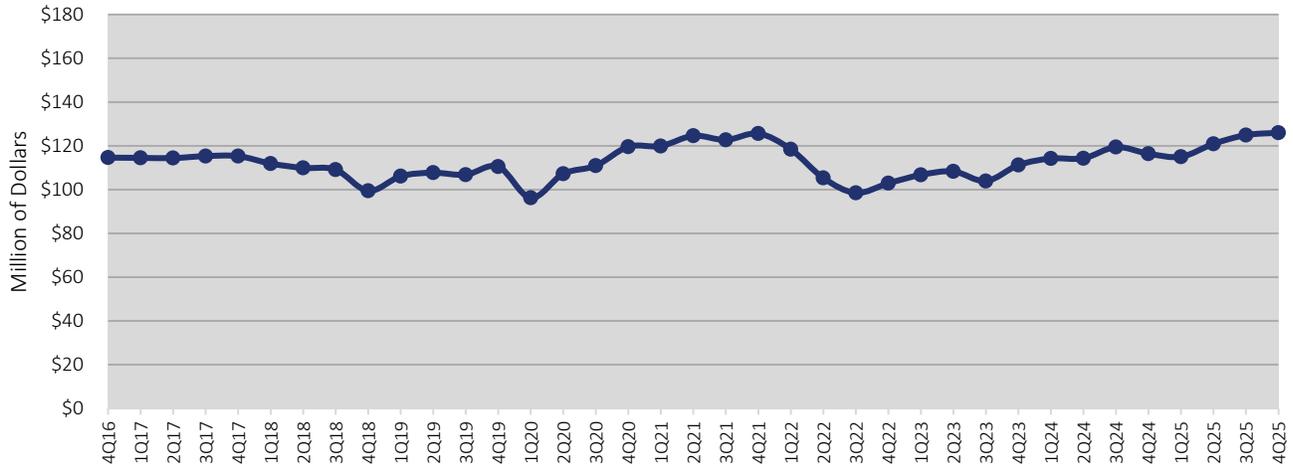
¹⁶ Health Care Fund Benchmark is ICE BofA US 3-Month Treasury Bill Index starting 7/01/2024. Prior to that it was the Bloomberg US Aggregate Bond Index.

SUPPLEMENTAL INCOME PLANS

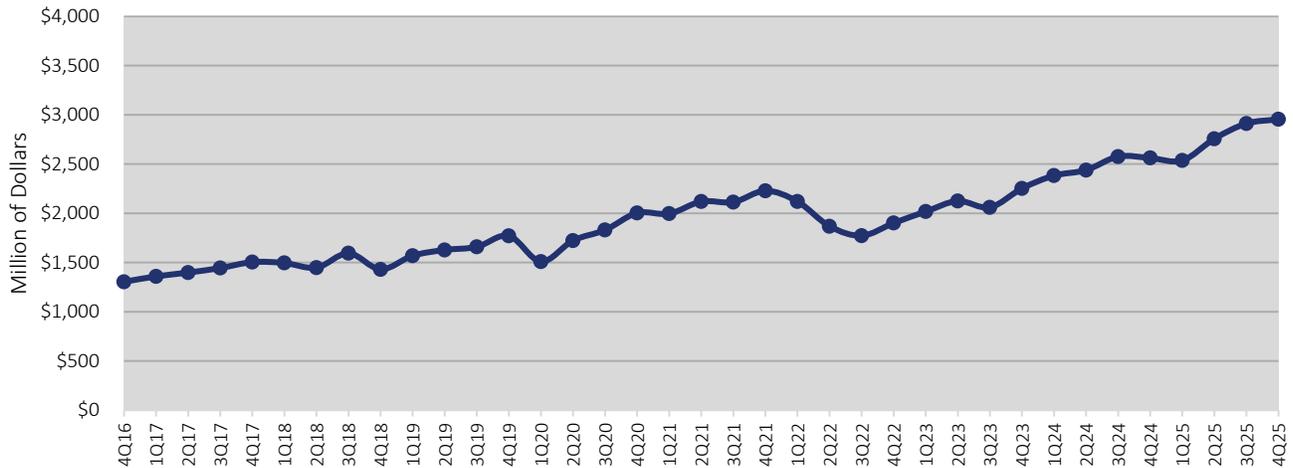
SUPPLEMENTAL INCOME PLANS

Period Ended December 31, 2025

GROWTH IN ASSETS – SUPPLEMENTAL CONTRIBUTION PLAN



GROWTH IN ASSETS – 457 PROGRAM



SUPPLEMENTAL CONTRIBUTION PLAN PERFORMANCE

Period Ended December 31, 2025

NET OF FEE PLAN PERFORMANCE RESULTS – SCP						
	Asset Value (\$Million)	Quarter	1-Year	3-Year	5-Year	10-Year
CalPERS Target Income Fund <i>SIP Income Policy</i>	\$ 29.5	1.8% 1.9%	12.3% 12.2%	9.8% 9.7%	3.9% 3.9%	5.1% 5.0%
CalPERS Target 2020 Fund <i>SIP 2020 Policy</i>	\$ 22.5	1.9% 1.9%	13.0% 13.0%	10.8% 10.8%	4.9% 4.8%	5.9% 5.8%
CalPERS Target 2025 Fund <i>SIP 2025 Policy</i>	\$ 22.2	2.1% 2.2%	14.9% 14.8%	12.9% 12.8%	6.2% 6.2%	7.2% 7.1%
CalPERS Target 2030 Fund <i>SIP 2030 Policy</i>	\$ 19.3	2.4% 2.4%	16.9% 16.7%	14.7% 14.6%	7.5% 7.4%	8.2% 8.1%
CalPERS Target 2035 Fund <i>SIP 2035 Policy</i>	\$ 11.5	2.7% 2.7%	18.6% 18.4%	16.6% 16.5%	8.8% 8.7%	9.4% 9.2%
CalPERS Target 2040 Fund <i>SIP 2040 Policy</i>	\$ 6.5	3.0% 3.0%	20.7% 20.5%	18.6% 18.5%	10.2% 10.0%	10.5% 10.3%
CalPERS Target 2045 Fund <i>SIP 2045 Policy</i>	\$ 1.8	3.2% 3.2%	21.8% 21.6%	19.5% 19.4%	10.7% 10.5%	11.0% 10.9%
CalPERS Target 2050 Fund <i>SIP 2050 Policy</i>	\$ 0.3	3.2% 3.2%	21.9% 21.6%	19.5% 19.4%	10.7% 10.5%	11.0% 10.9%
CalPERS Target 2055 Fund <i>SIP 2055 Policy</i>	\$ 0.2	3.2% 3.2%	21.9% 21.6%	19.5% 19.4%	10.7% 10.5%	11.0% 10.9%
CalPERS Target 2060 Fund <i>SIP 2060 Policy</i>	\$ 0.0	3.2% 3.2%	21.9% 21.6%	19.5% 19.4%	--% --%	--% --%
CalPERS Target 2065 Fund <i>SIP 2065 Policy</i>	\$ 0.1	3.2% 3.2%	21.9% 21.6%	--% --%	--% --%	--% --%
State Street Russell All Cap Index <i>Russell 3000</i>	\$ 7.6	2.4% 2.4%	17.1% 17.1%	22.2% 22.2%	13.2% 13.1%	14.3% 14.3%
State Street Global All Cap ex-US <i>MSCI ACWI ex-US IMI (N)</i>	\$ 1.3	4.8% 4.8%	32.7% 32.0%	17.4% 17.1%	8.0% 7.8%	8.7% 8.4%
State Street US Bond Index SL <i>Bloomberg US Aggregate Bond</i>	\$ 0.3	1.0% 1.1%	7.2% 7.3%	4.7% 4.7%	-0.4% -0.4%	2.0% 2.0%
State Street US Short Term Bond <i>Bloomberg US Gov/Credit</i>	\$ 0.3	1.1% 1.2%	5.3% 5.3%	4.8% 4.8%	1.9% 2.0%	2.0% 2.1%
State Street Real Asset NL <i>Real Assets Blended Index</i>	\$ 0.9	3.5% 3.5%	19.8% 19.8%	8.1% 8.1%	9.5% 9.6%	7.8% 7.9%
State Street STIF <i>ICE BofA US 3-Month T-Bill Index</i>	\$ 1.8	1.0% 1.0%	4.5% 4.2%	5.1% 4.8%	3.4% 3.2%	2.4% 2.2%
SCP AGGREGATE	\$ 126.0					

457 PROGRAM PERFORMANCE

Period Ended December 31, 2025

NET OF FEE PLAN PERFORMANCE RESULTS – 457

	Asset Value (\$Million)	Quarter	1-Year	3-Year	5-Year	10-Year
CalPERS Target Income Fund	\$ 167.7	1.8%	12.3%	9.8%	3.9%	5.1%
<i>SIP Income Policy</i>		1.9%	12.2%	9.7%	3.9%	5.0%
CalPERS Target 2020 Fund	\$ 156.7	1.9%	13.0%	10.8%	4.9%	5.9%
<i>SIP 2020 Policy</i>		1.9%	13.0%	10.8%	4.8%	5.8%
CalPERS Target 2025 Fund	\$ 234.5	2.1%	14.9%	12.9%	6.2%	7.2%
<i>SIP 2025 Policy</i>		2.2%	14.8%	12.8%	6.2%	7.1%
CalPERS Target 2030 Fund	\$ 305.3	2.4%	16.9%	14.7%	7.5%	8.2%
<i>SIP 2030 Policy</i>		2.4%	16.7%	14.6%	7.4%	8.1%
CalPERS Target 2035 Fund	\$ 245.0	2.7%	18.6%	16.6%	8.8%	9.3%
<i>SIP 2035 Policy</i>		2.7%	18.4%	16.5%	8.7%	9.2%
CalPERS Target 2040 Fund	\$ 241.2	3.0%	20.7%	18.6%	10.2%	10.5%
<i>SIP 2040 Policy</i>		3.0%	20.5%	18.5%	10.0%	10.3%
CalPERS Target 2045 Fund	\$ 162.6	3.2%	21.9%	19.5%	10.7%	11.0%
<i>SIP 2045 Policy</i>		3.2%	21.6%	19.4%	10.5%	10.9%
CalPERS Target 2050 Fund	\$ 109.5	3.2%	21.9%	19.5%	10.7%	11.0%
<i>SIP 2050 Policy</i>		3.2%	21.6%	19.4%	10.5%	10.9%
CalPERS Target 2055 Fund	\$ 46.4	3.2%	21.9%	19.5%	10.7%	11.0%
<i>SIP 2055 Policy</i>		3.2%	21.6%	19.4%	10.5%	10.9%
CalPERS Target 2060 Fund	\$ 19.9	3.2%	21.9%	19.5%	10.7%	-.%
<i>SIP 2060 Policy</i>		3.2%	21.6%	19.4%	10.5%	-.%
CalPERS Target 2065 Fund	\$ 8.8	3.2%	21.9%	19.5%	-.%	-.%
<i>SIP 2065 Policy</i>		3.2%	21.6%	19.4%	-.%	-.%
State Street Russell All Cap Index	\$ 923.9	2.4%	17.2%	22.2%	13.2%	14.3%
<i>Russell 3000</i>		2.4%	17.1%	22.2%	13.1%	14.3%
State Street Global All Cap ex-US	\$ 99.8	4.8%	32.7%	17.4%	8.0%	8.7%
<i>MSCI ACWI ex-US IMI (N)</i>		4.8%	32.0%	17.1%	7.8%	8.4%
State Street US Bond Index SL	\$ 54.3	1.0%	7.2%	4.7%	-0.4%	2.0%
<i>Bloomberg US Aggregate Bond</i>		1.1%	7.3%	4.7%	-0.4%	2.0%
State Street US Short Term Bond	\$ 41.6	1.1%	5.3%	4.8%	1.9%	2.0%
<i>Bloomberg US Gov/Credit</i>		1.2%	5.3%	4.8%	2.0%	2.1%
State Street Real Asset NL	\$ 20.7	3.5%	19.8%	8.1%	9.5%	7.8%
<i>Real Assets Blended Index</i>		3.5%	19.8%	8.1%	9.6%	7.9%
State Street STIF	\$ 116.8	1.0%	4.5%	5.1%	3.4%	2.4%
<i>ICE BofA US 3-Month T-Bill Index</i>		1.0%	4.2%	4.8%	3.2%	2.2%
457 AGGREGATE	\$ 2,954.8					

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