Quarterly Portfolio Report

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CalPERS

Investment Highlights

$651.3 bn
AUM

+6.9%
5-Year Return

250 bps
Active Risk



- Total Portfolio Approach (TPA) implemented July 1, 2026
- TPA reporting is well advanced in development, maintaining the same level of detail and comprehensive coverage as prior reports.
- NEW: Quarterly Portfolio Report
  - ✓ Presents long- and short-term Total PERF performance relative to the Reference Portfolio
  - ✓ Distinguishes Active Programs from Reference Portfolio Assets
  - ✓ Highlights key portfolio risk metrics
  - ✓ Includes performance and risk summaries for the Affiliate Funds

PERF Metrics

On Target
At Risk
Off Target
Threshold Not Applicable

PERF Performance

Total Assets
Current: $651.3B
Data as of 09/30/2026

20-Yr Total Return
Current: +6.7%
Data as of 09/30/2026

10-Yr Total Return
Current: +8.4%
Data as of 09/30/2026

5-Yr Total Return
Current: +6.9%
Data as of 09/30/2026

1-Yr Total Return
Current: +11.3%
Data as of 09/30/2026

FYTD Total Return
Current: +1.5%
Data as of 09/30/2026

QTD Total Return
Current: +1.5%
Data as of 09/30/2026

5-Year Total Return
Ref Portfolio: 6.1%
Excess: 79 bps
Data will begin 07/01/2026

FYTD Total Return
Ref Portfolio: 0.2%
Excess: 131 bps
Data will begin 07/01/2026

CEM 5-Yr Net Value Added [1]
Below US Peer median
2024 Calendar Year | Updated Annually

Estimated Funded Status
Current: 86.4%
Data as of 06/30/2026

Governance

Policy Exceptions
Current: 0
Data as of 09/30/2026

Equity Equivalent Exposure
Operating Range: 75% +/-5%
Current: 75.2%
Data as of 09/30/2026

Active Risk
Operating Range: 250-350 bps
Current: 250 bps
Data as of 09/30/2026

Market Risk, Liquidity, and Leverage

Chance Funded Status < 70%
Over 5-year period
Current: 22.2%
Data as of 06/30/2026 | Updated Annually

Forecasted Volatility
Current: 14.2%
Data as of 09/30/2026

Sustainability Climate Solutions
$100 bn by 2030
Current Allocation: $71.0 bn
Data as of 06/30/2026 | Updated Annually

Surplus Accessible Liquidity Ratio
Current: 3.3X
Data as of 09/30/2026

Total Fund Leverage
Current Limit 20%[2]
Current: 11.8%
Data as of 09/30/2026

All performance reported net of investment expenses and annualized for periods greater than 1-Yr unless noted as cumulative.
1 CEM Report reflects 5-Year period ending 12/31/2024
2 Total Fund Leverage measures financing and derivatives activities that create recourse to PERF. The value includes 6.9% total fund financing (allocation related) and an additional 4.9% from asset class-level positioning

PERF Performance

Retains same reporting detail as prior reports: performance, benchmarks, excess returns, and cumulative value add

	End Value (B)	20-Yr	10-Yr	5-Yr	3-Yr	1-Yr	FYTD
Total PERF	**$ 651.3**	**6.7%**	**8.4%**	**6.9%**	**13.4%**	**11.3%**	**1.5%**
Reference Portfolio[1]		7.0%	8.0%	6.1%	12.2%	7.6%	0.2%
Excess[1]		(39) bps	39 bps	79 bps	121 bps	368 bps	131 bps
Cumulative Value Add[1] (B)		$ (0.0)	$ 21.7	$ 21.6	$ 20.0	$ 21.3	$ 8.5
Reference Portfolio Assets							
Indexed Public Equity	$ 102.9	-	12.7%	11.5%	21.6%	16.7%	1.3%
Indexed Treasury	$ 33.1	-	-	(4.8)%	3.0%	(2.5)%	(3.0)%
Active Investment Programs							
Public Equity	$ 133.2	-	13.9%	13.8%	24.5%	20.9%	1.6%
Fixed Income	$ 97.3	4.4%	2.1%	0.3%	6.4%	(0.9)%	(4.1)%
Private Equity	$ 145.6	11.8%	13.8%	11.6%	16.4%	22.6%	8.8%
Real Estate	$ 55.3	1.4%	3.7%	1.9%	(0.5)%	4.6%	1.1%
Infrastructure	$ 26.5	-	9.3%	8.0%	7.8%	8.2%	3.2%
Private Debt[2]	$ 31.5	-	-	-	13.0%	10.7%	2.3%
Balance Sheet Related[3]	$ 35.2	-	-	-	-	-	-
Diversifiers							
Diversifying Multi-Strategy[4]	$ 2.6	-	-	-	-	13.6%	4.3%
Treasuries	$ 27.6	-	-	-	-	-	(7.0)%
Other	$ 0.6	-	-	-	-	-	-
Financing & Liquidity	$ (40.1)	-	-	-	-	-	-

[1] Reference Portfolio performance consists of the SAA Policy Benchmark through 06/30/2026 and the Reference Portfolio from 7/1/2026.

Clearly distinguishes the Reference Portfolio (our Benchmark)

Provides analysis of performance (how well management used its discretion)

**Future version will contain additional details related to implementation benchmarks (how well our selections performed)*

All performance reported net of investment expenses and annualized for periods greater than 1-Yr unless noted as cumulative.

PERF Asset Allocation

	Market Value ($ Billions)	Current Allocation
Reference Portfolio Assets		
Indexed Public Equity	102.9	15.8%
Indexed Treasury	33.1	5.1%
Active Investment Programs		
Public Equity	133.2	20.5%
Fixed Income	97.3	14.9%
Private Equity	145.6	22.4%
Real Estate	55.3	8.5%
Infrastructure	26.5	4.1%
Private Debt	31.5	4.8%
Balance Sheet-Related Strategies[1]	35.2	5.4%
Diversifiers		
Diversifying Multi-Strategy[2]	2.6	0.4%
Treasuries	27.6	4.2%
Other	0.6	0.1%
Financing & Liquidity	-40.1	-6.2%
Total	**651.3**	**100%**

[1] Includes Balance Sheet and Low Liquidity Enhanced Return (LLER)
[2] New investment strategy, currently being incubated

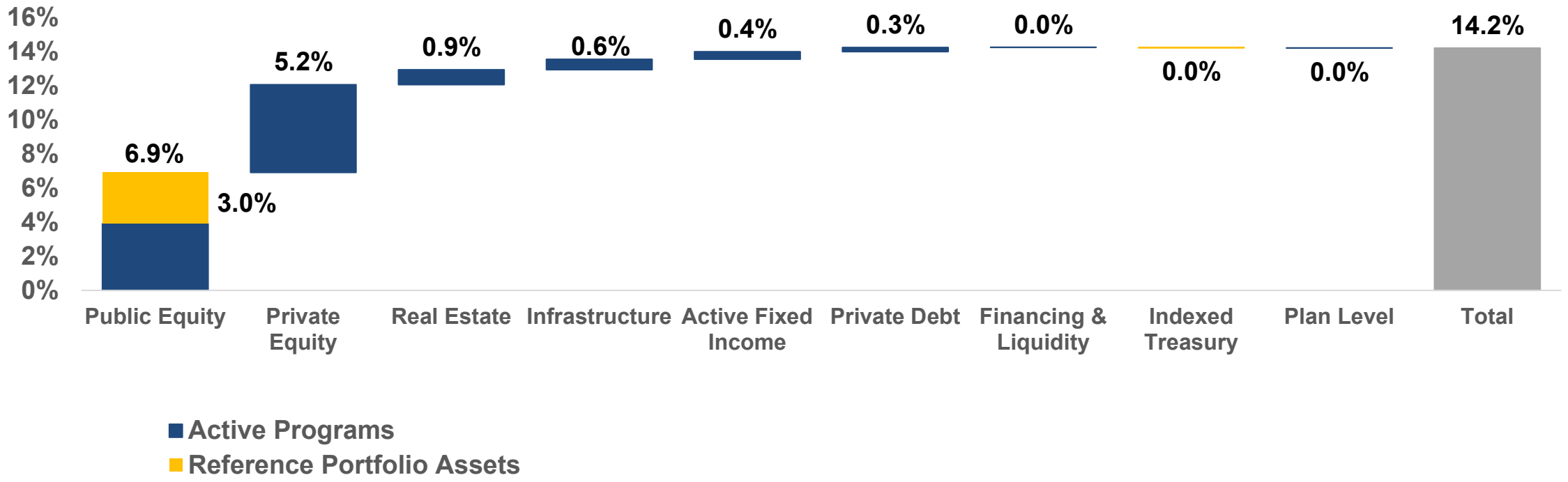
- Reference Portfolio assets noted
- Active Investment Programs include:
  - Balance Sheet-Related
  - Diversifiers

PERF Risk Metrics

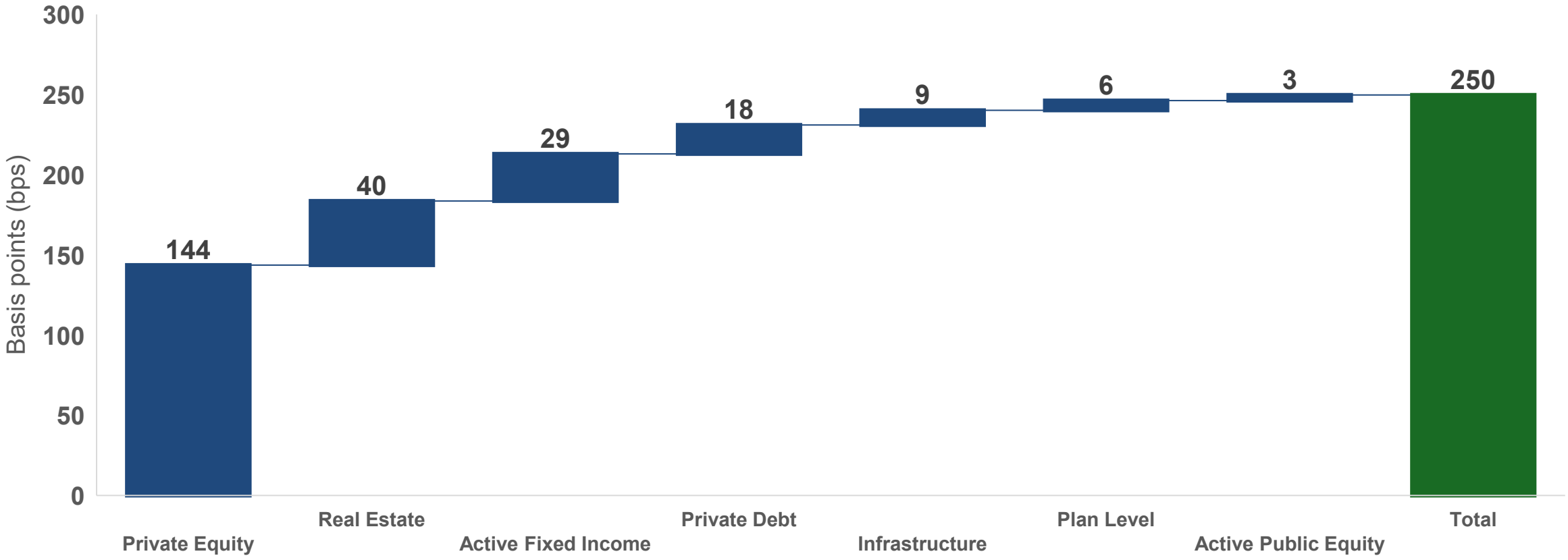
Equity Equivalent Exposure (EEE) and Forecasted Volatility

	Current 09/30/26	Last Qtr. 06/30/26	Last Year 09/30/25	Expected Range	Policy Limit
Equity Equivalent Exposure	**75.2%**	74.6%	N/A	70 - 80%	
Active Risk (bps)	**250**	235	N/A	250 - 350	400
Total Fund Volatility	**14.2%**	13.9%	13.0%		
Reference Portfolio Volatility	**14.4%**	14.3%	N/A		

PERF Contribution to Total Portfolio Volatility



PERF Contribution to Active Risk (Use of Discretion)



Risk estimates are forward looking and are based on economic fundamentals. Reported outcomes may differ from forecasts due to lagging in private asset valuations and other factors. Data source: Blackrock Aladdin and CalPERS Active Risk model.

Affiliates' Summary of Returns

Fund	End Value (M)	10-Yr	5-Yr	3-Yr	1-Yr	FYTD
CERBT Strategy 1	**26,016.0**	**8.0%**	6.0%	14.5%	9.7%	(1.3)%
CERBT Strategy 2	**2,258.0**	**6.1%**	3.9	11.8%	6.5%	(2.2)%
CERBT Strategy 3	**1,151.6**	**4.7%**	2.6%	9.7%	4.1%	(2.8)%
CEPPT Strategy 1	**275.4**	**-**	**4.1%**	11.2%	5.6%	(2.1)%
CEPPT Strategy 2	**97.6**	**-**	**2.2%**	8.2%	2.4%	(2.7)%
Legislators' Retirement System	**85.0**	**3.9%**	1.1%	7.1%	0.7%	(3.4)%
Judges' Retirement Fund I	**49.7**	**2.6%**	4.0%	4.8%	4.0%	1.0%
Judges' Retirement Fund II	**3,339.0**	**7.6%**	5.8%	13.9%	8.5%	(1.6)%
Health Care Fund	**81.1**	**1.5%**	0.1%	5.3%	3.9%	1.0%
Long-Term Care Fund	**4,940.2**	**4.4%**	3.0%	10.5%	4.8%	(1.8)%