



2Q 2026 PERFORMANCE REPORT

SEPTEMBER 23, 2026

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TOTAL FUND PERFORMANCE SUMMARY – NET RETURNS AS OF JUNE 30, 2026

COMPARED TO TRUST FUND BENCHMARK

	Market Value (\$)	1 Yr (%)	5 Yrs (%)
Total Fund, Net of Fees	52,775,226,064	16.33	8.37
Trust Fund Benchmark		13.65	5.82
Over/Under		2.68	2.55

- **For the one-year period ended June 30, 2026, the Trust Fund returned 16.33%, exceeding the Trust Fund Benchmark by 2.68%.**
 - Global Equity, Private Equity, Credit, Tactical Opportunities, and Real Assets exceeded their respective benchmarks, while Cash trailed.
- **For the five-year period ended June 30, 2026, the Trust Fund returned 8.37%, exceeding the Trust Fund Benchmark by 2.55%.**
 - Global Equity, Private Equity, Credit, Tactical Opportunities, Real Assets, and Cash exceeded their respective benchmarks.



TOTAL FUND PERFORMANCE SUMMARY – NET RETURNS AS OF JUNE 30, 2026

COMPARED TO OTHER PUBLIC PENSION PLANS GREATER THAN \$10
BILLION IN ASSETS

	1 Yr (%)	Quartile Rank	5 Yrs (%)	Quartile Rank
Total Fund, Net of Fees	16.33	1st	8.37	1st
Trust Fund Benchmark	13.65	3 rd	5.82	4 th
<i>InvMetrics Public DB > \$10 Billion Median</i>	<i>14.04</i>		<i>7.13</i>	

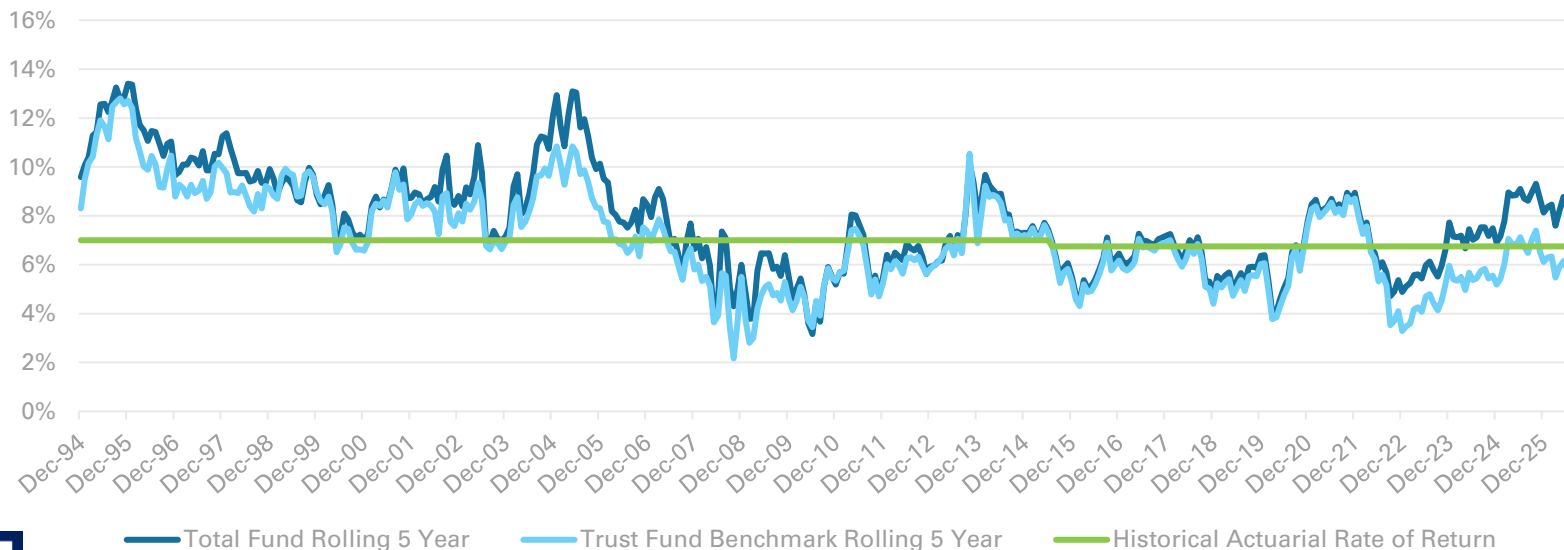
- For the one-year period ended June 30, 2026, the Trust Fund returned 16.33% and ranked in the first quartile among other Public Defined Benefit Plans greater than \$10 billion in assets.
- For the five-year period ended June 30, 2026, the Trust Fund returned 8.37% and ranked in the first quartile among other Public Defined Benefit Plans greater than \$10 billion in assets.

TOTAL FUND PERFORMANCE AS OF JUNE 30, 2026

VERSUS TRUST FUND BENCHMARK AND ASSUMED RATE OF
RETURN

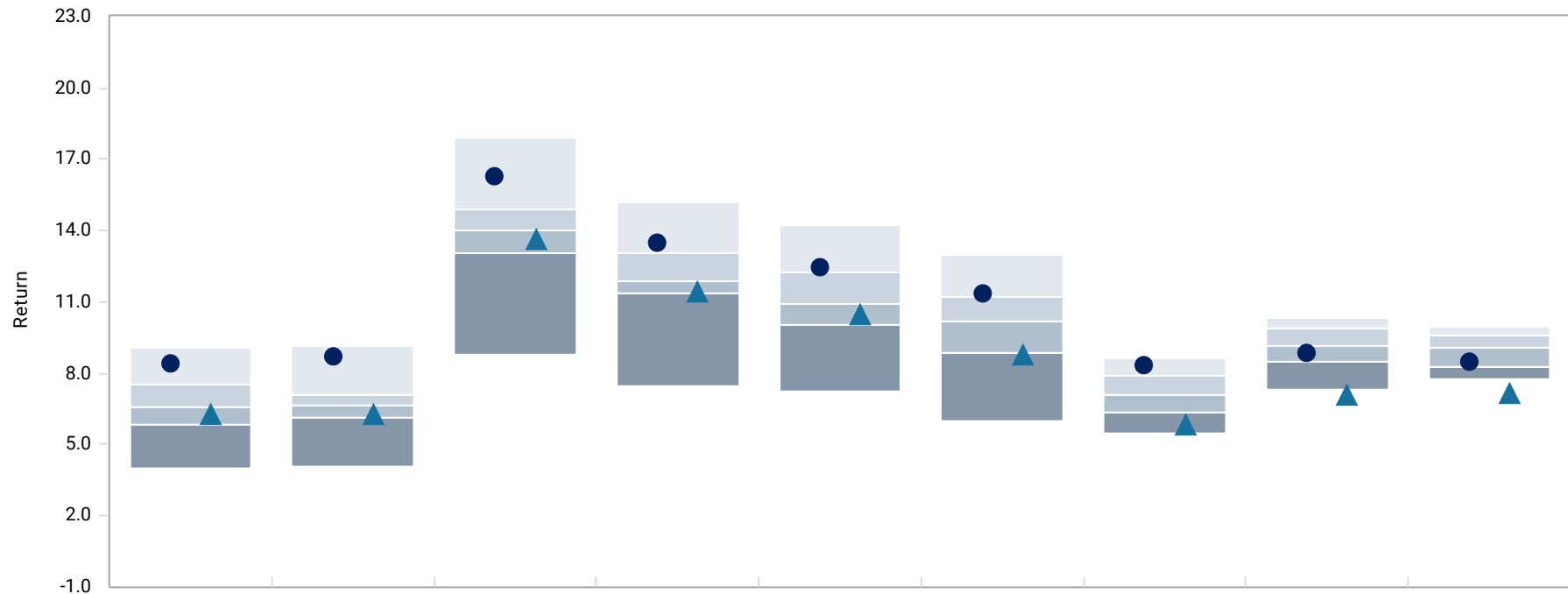
- The Trust Fund performance expectation is to exceed the Trust Fund Benchmark over rolling five-year periods.
- In the five-year period ended June 30, 2026, the Trust Fund's net return of 8.37% outperformed the Trust Fund Benchmark by 2.55%. It also exceeded the Board's Assumed Long-Term Rate of Return of 6.75%.

Rolling 5-Year Total Fund Performance vs. Trust Fund Benchmark vs.
Historical Actuarial Rate of Return



RETURN SUMMARY VS. PEER UNIVERSE AS OF JUNE 30, 2026

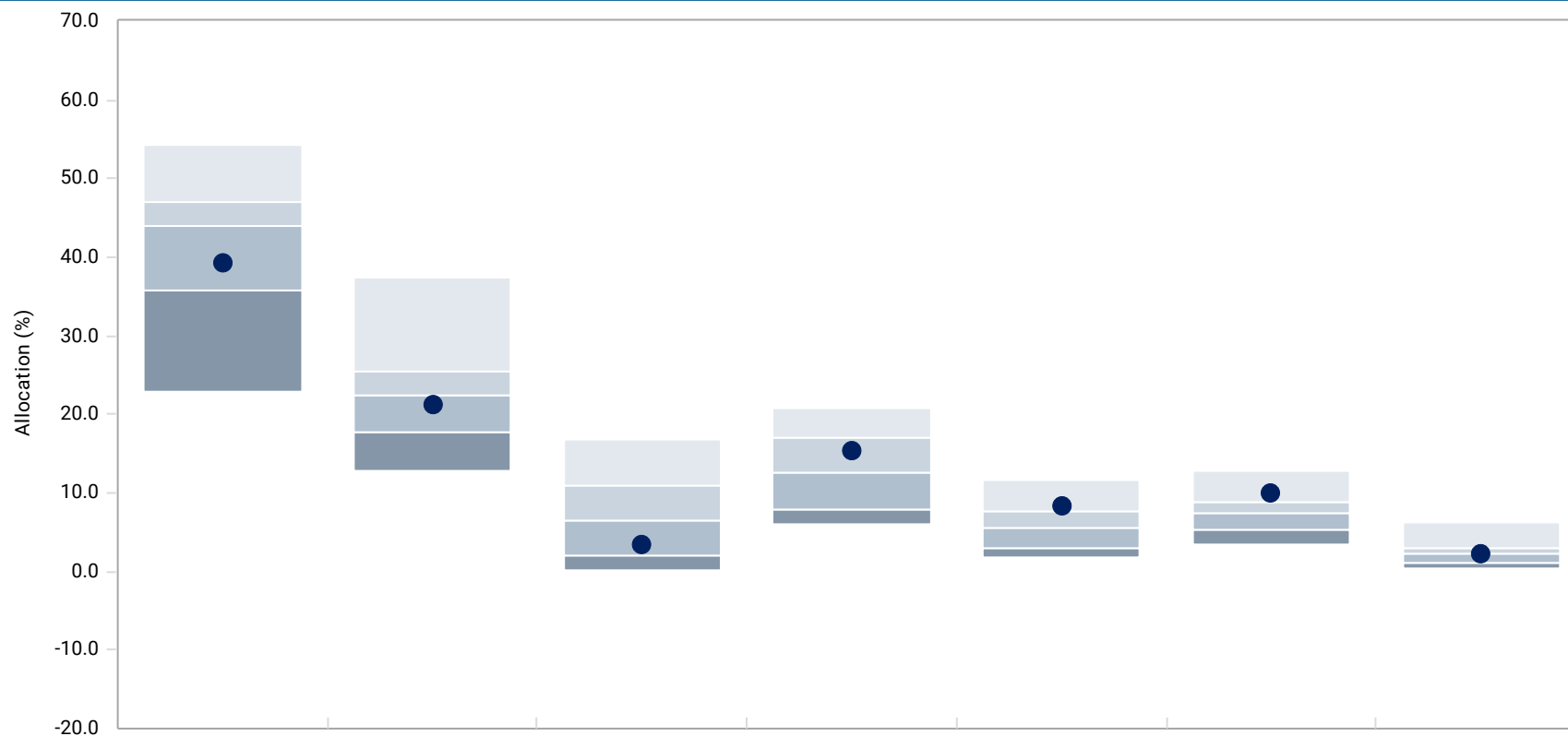
Total Fund vs. InvMetrics Public DB > \$10 Billion



	3 Mo	YTD	1 Year	2 Years	3 Years	4 Years	5 Years	7 Years	10 Years
● Total Fund	8.45 (10)	8.75 (7)	16.33 (14)	13.52 (15)	12.49 (24)	11.40 (24)	8.37 (12)	8.84 (56)	8.53 (71)
▲ Trust Fund Benchmark	6.26 (68)	6.32 (60)	13.65 (63)	11.48 (68)	10.48 (67)	8.80 (81)	5.82 (92)	7.08 (98)	7.17 (98)
5th Percentile	9.07	9.13	17.95	15.20	14.27	12.95	8.63	10.34	10.00
1st Quartile	7.51	7.11	14.87	13.09	12.28	11.19	7.93	9.87	9.62
Median	6.59	6.62	14.04	11.86	10.95	10.16	7.13	9.13	9.05
3rd Quartile	5.81	6.15	13.05	11.34	10.04	8.88	6.35	8.48	8.31
95th Percentile	3.99	4.11	8.82	7.48	7.27	6.01	5.51	7.28	7.74
Population	27	27	27	27	27	27	26	24	23

ALLOCATIONS VS. PEER UNIVERSE AS OF JUNE 30, 2026

Total Fund Allocation vs. InvMetrics Public DB > \$10 Billion



	Total Equity	Total Fixed Income	Hedge Funds	Private Equity	Real Assets/Commod	Total Real Estate	Cash & Equivalents
● Total Fund	39.3 (70)	21.3 (60)	3.5 (71)	15.3 (30)	8.4 (20)	9.9 (20)	2.4 (51)
5th Percentile	54.4	37.5	16.7	20.9	11.6	12.9	6.4
1st Quartile	47.1	25.6	10.9	17.1	7.6	8.8	3.0
Median	43.9	22.5	6.6	12.7	5.5	7.4	2.4
3rd Quartile	35.8	17.8	2.1	7.9	2.9	5.3	1.1
95th Percentile	22.8	12.8	0.1	5.9	1.9	3.5	0.4
Population	33	33	22	33	26	29	31

Total Fixed Income includes 8.2% of Private Debt.

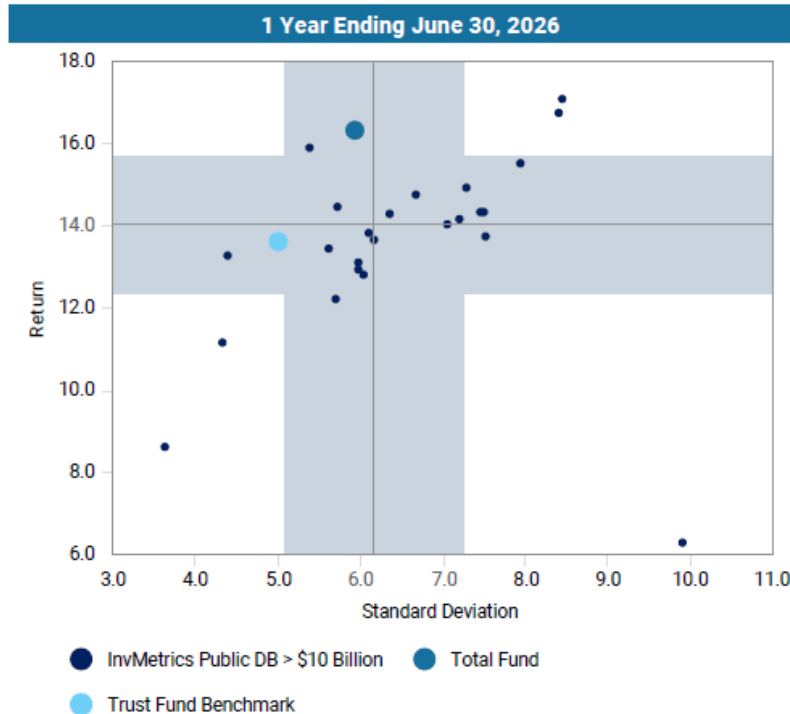
ASSET ALLOCATION COMPLIANCE AS OF JUNE 30, 2026

ACTUAL ASSET ALLOCATION VS. INVESTMENT POLICY ALLOCATION

	Current (\$)	Current (%)	Policy (%)	Differences* (%)	Policy Range (%)	Within Range
■ Global Equity	20,725,420,375	39.3	35.0	4.3	25.0 - 45.0	Yes
■ Private Equity	8,079,145,243	15.3	20.0	-4.7	10.0 - 25.0	Yes
■ Credit	11,258,972,175	21.3	21.0	0.3	16.0 - 26.0	Yes
■ Tactical Opportunities	1,824,394,293	3.5	6.0	-2.5	0.0 - 11.0	Yes
■ Real Assets	9,645,468,243	18.3	18.0	0.3	13.0 - 23.0	Yes
■ Cash Composite	1,241,407,207	2.4	0.0	2.4		
Total Fund	52,775,226,064	100.0	100.0	0.0		

- **Actual asset class allocations are in compliance with Investment Policy ranges as of June 30, 2026.**

TOTAL FUND RISK VS. NET RETURN: ONE YEAR AS OF JUNE 30, 2026

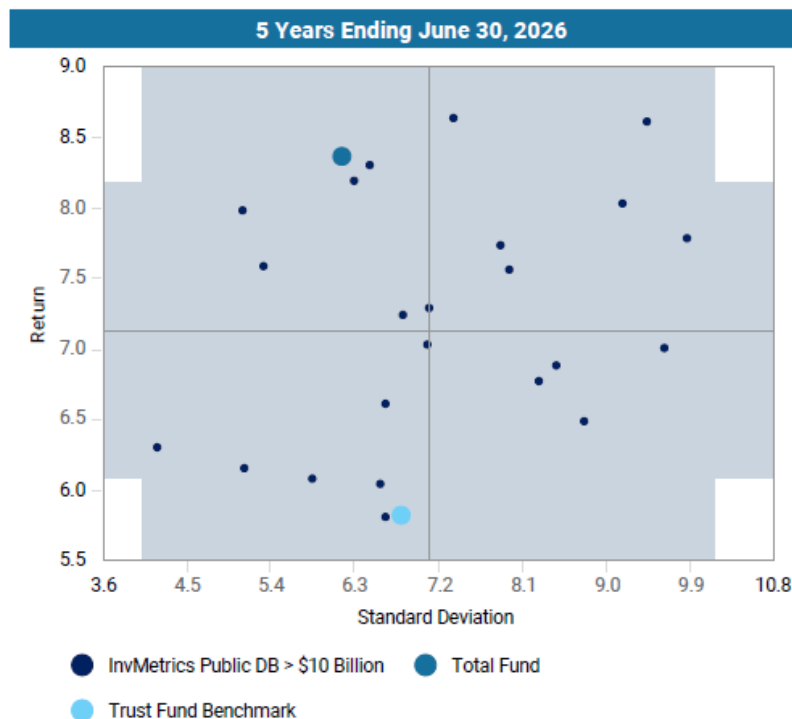


The Trust Fund generated a first quartile net investment return with one of the lower risk levels, as measured by standard deviation, among other Public Defined Benefit Plans with more than \$10 billion in assets for the 1-year period ended June 30, 2026.

1 Year Ending June 30, 2026						
	Risk	Quartile Rank	Return	Quartile Rank	Sharpe Ratio	Quartile Rank
Total Fund	5.94	2nd	16.33	1st	1.95	1st
Trust Fund Benchmark	5.00	1 st	13.65	3 rd	1.85	1 st
<i>InvMetrics Public DB > \$10 Billion Median</i>	<i>6.16</i>		<i>14.04</i>		<i>1.45</i>	

- The Standard Deviation interquartile range is defined as the lowest Standard Deviation measuring in the first quartile.
- InvMetrics Public DB > \$10B Median includes 27 observations.

TOTAL FUND RISK VS. NET RETURN: FIVE YEARS AS OF JUNE 30, 2026

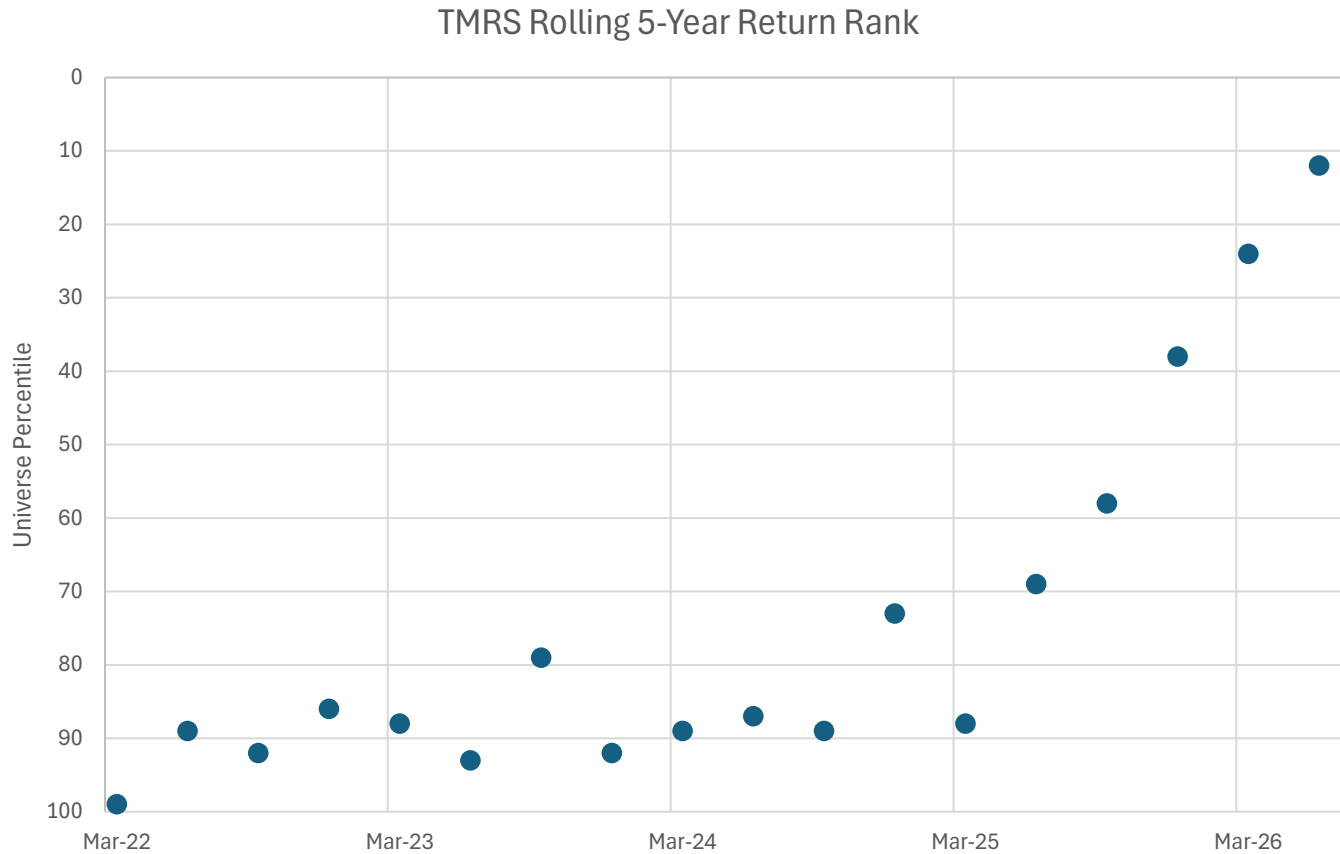


The Trust Fund generated a first quartile net investment return with one of the lower risk levels, as measured by standard deviation, among other Public Defined Benefit Plans with more than \$10 billion in assets for the 5-year period ended June 30, 2026.

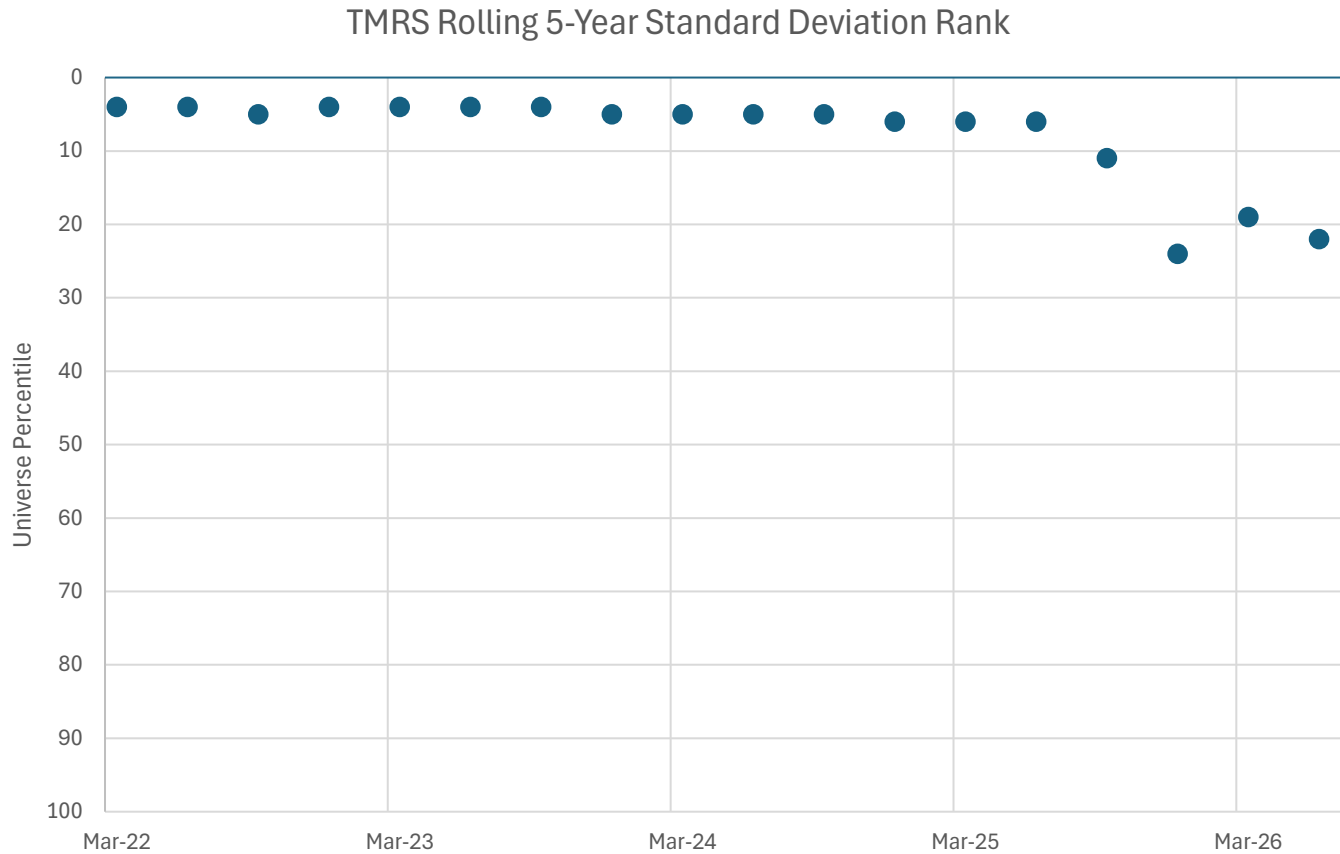
5 Year Ending June 30, 2026						
	Risk	Quartile Rank	Return	Quartile Rank	Sharpe Ratio	Quartile Rank
Total Fund	6.17	1st	8.37	1st	0.79	1st
Trust Fund Benchmark	6.79	2 nd	5.82	4 th	0.36	4 th
<i>InvMetrics Public DB > \$10 Billion Median</i>	<i>7.09</i>		<i>7.13</i>		<i>0.52</i>	

- The Standard Deviation interquartile range is defined as the lowest Standard Deviation measuring in the first quartile.
- InvMetrics Public DB > \$10B Median includes 26 observations.

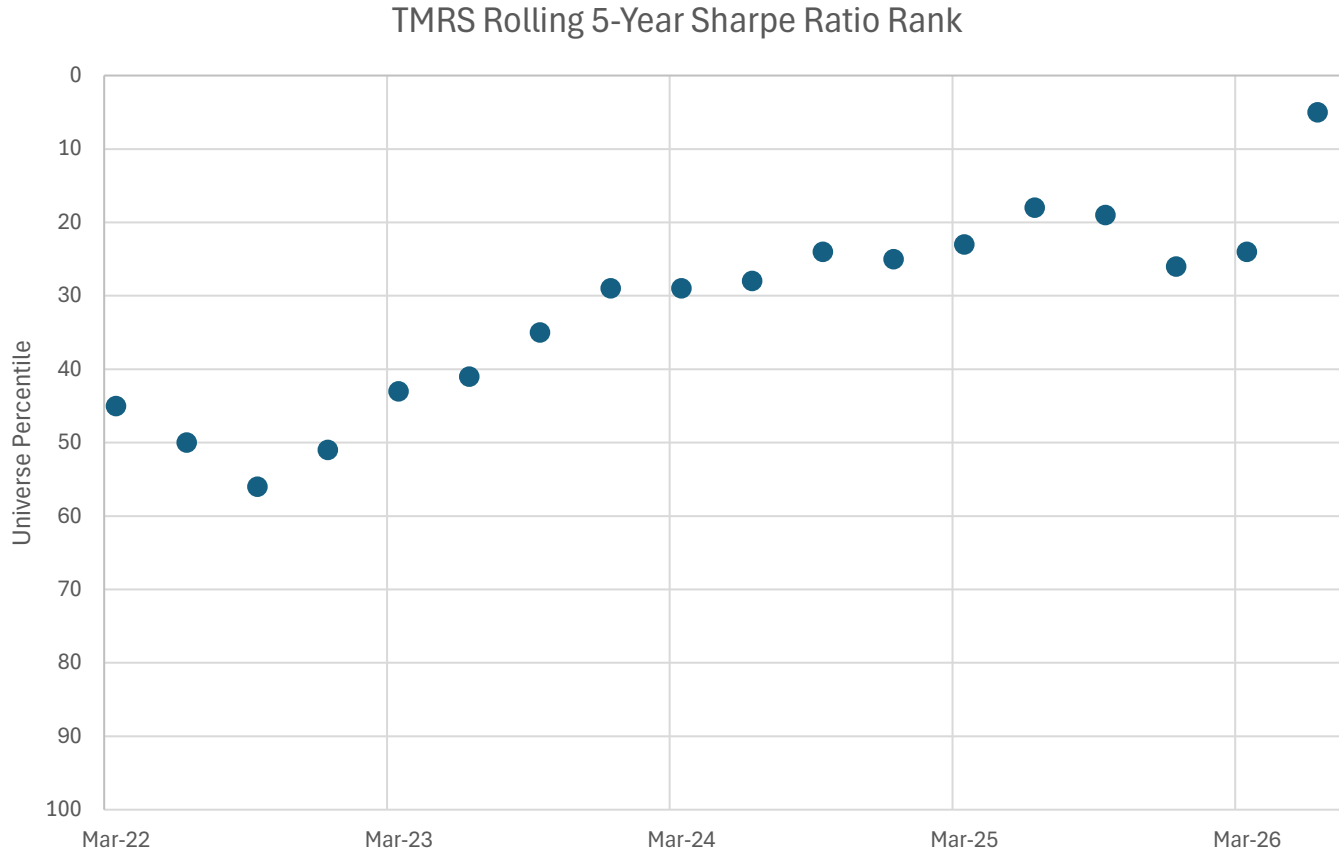
TOTAL FUND ROLLING 5-YR RETURN RANKINGS AS OF JUNE 30, 2026



TOTAL FUND ROLLING 5-YR STANDARD DEVIATION RANKINGS AS OF JUNE 30, 2026



TOTAL FUND ROLLING 5-YR SHARPE RATIO RANKINGS AS OF JUNE 30, 2026



PERFORMANCE DETAIL AS OF JUNE 30, 2026

	Allocation		Performance (%)								
	Market Value (\$)	% of Portfolio	3 Mo (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	7 Yrs (%)	10 Yrs (%)	Inception (%)	Inception Date
Total Fund (Peer Comparison*)	52,775,226,064	100.0	8.45 (10)	8.75 (7)	16.33 (14)	12.49 (24)	8.37 (12)	8.84 (56)	8.53 (71)	8.49	Jan-89
Trust Fund Benchmark			<u>6.26</u>	<u>6.32</u>	<u>13.65</u>	<u>10.48</u>	<u>5.82</u>	<u>7.08</u>	<u>7.17</u>	<u>7.72</u>	
Over/Under			2.19	2.43	2.68	2.01	2.54	1.76	1.36	0.77	
Global Equity	20,725,420,375	39.3	16.91	14.20	27.15	20.71	11.07	13.03	12.54	8.18	Jan-08
Total Equity Index			<u>15.64</u>	<u>12.62</u>	<u>25.16</u>	<u>19.66</u>	<u>10.68</u>	<u>13.11</u>	<u>12.70</u>	<u>8.18</u>	
Over/Under			1.27	1.58	1.99	1.05	0.38	-0.07	-0.16	-0.01	
Private Equity	8,079,145,243	15.3	5.69	10.82	18.60	11.91	12.95	16.26	16.21	14.92	Dec-15
Private Equity Index			<u>0.39</u>	<u>3.60</u>	<u>11.05</u>	<u>7.87</u>	<u>4.26</u>	<u>10.30</u>	<u>14.58</u>	<u>12.57</u>	
Over/Under			5.30	7.21	7.55	4.04	8.70	5.96	1.63	2.35	
Credit	11,258,972,175	21.3	2.70	2.80	6.81	7.90	4.72	4.95	4.62	7.13	Jan-89
Credit Custom Blend			<u>0.39</u>	<u>1.30</u>	<u>4.80</u>	<u>5.53</u>	<u>1.55</u>	<u>2.52</u>	<u>2.66</u>	<u>6.18</u>	
Over/Under			2.31	1.51	2.01	2.36	3.17	2.42	1.95	0.95	
Tactical Opportunities	1,824,394,293	3.5	5.98	10.16	19.03	13.29	8.75	8.22	7.61	6.47	Jul-14
Tactical Opportunities Custom Blend			<u>2.73</u>	<u>7.07</u>	<u>14.86</u>	<u>9.41</u>	<u>6.03</u>	<u>6.89</u>	<u>5.85</u>	<u>4.78</u>	
Over/Under			3.25	3.09	4.17	3.87	2.72	1.32	1.76	1.68	
Real Assets	9,645,468,243	18.3	2.35	3.73	6.78	4.32	7.84	7.21	7.89	8.97	Nov-11
Real Assets Custom Blend			<u>1.10</u>	<u>2.08</u>	<u>5.47</u>	<u>0.96</u>	<u>4.08</u>	<u>4.22</u>	<u>5.31</u>	<u>7.75</u>	
Over/Under			1.25	1.65	1.31	3.36	3.76	2.99	2.58	1.22	
Cash Composite	1,241,407,207	2.4	0.92	1.83	3.87	4.85	3.78	2.91	2.41	1.49	Jun-08
FTSE 1 Month US T-Bill index			<u>0.93</u>	<u>1.85</u>	<u>4.02</u>	<u>4.79</u>	<u>3.63</u>	<u>2.79</u>	<u>2.35</u>	<u>1.35</u>	
Over/Under			-0.01	-0.02	-0.15	0.06	0.15	0.12	0.06	0.14	

* Peer comparison is expressed as a percentile. The lower the number, the better (e.g., "1" is the top percentile).

COMPOSITE BENCHMARK DEFINITIONS AS OF JUNE 30, 2026

The Trust Fund Benchmark represents the Actual Allocation Benchmark through 12/31/2023; the Strategic Target Allocation weights through 12/31/2024; actual asset class weights as of 1/1/2025.

Strategic Target Allocation 1/1/2024-12/31/2024

- 35.0% Total Equity Benchmark
- 6.0% Core Fixed Income Benchmark
- 6.0% Non-Core Fixed Income Benchmark
- 5.0% Hedge Funds Benchmark
- 13.0% Private Equity Benchmark
- 12.0% Real Estate Benchmark
- 6.0% Infrastructure Benchmark
- 4.0% Other Private Markets Benchmark
- 13.0% Private Debt Benchmark

The Actual Allocation Benchmark was calculated monthly using the beginning of the month asset class weights applied to each corresponding benchmark return.

Asset Class Composite Benchmarks:

The Total Equity Benchmark is calculated monthly and consists of 50% Russell 3000 Index and 50% MSCI EAFE Index (USD) (Net) through 07/31/2010; a blend of the Russell 3000 Index, MSCI ACW Ex US IM Index (USD) (Net) and MSCI EAFE Index (USD) (Net) at beginning of month investment weights through 11/30/2012; and a blend of the Russell 3000 Index and MSCI ACW Ex US IM Index (USD) (Net) at beginning of the month weights through 12/31/2018; and MSCI ACW IM Index (USD) (Net) through 12/31/2024; and MSCI ACWI IMI ex-China ex-Hong Kong (Net) thereafter.

The Private Equity Benchmark is set equal to the Composite return through 6/30/2021; the MSCI ACW IM Index (USD) (Net), one quarter lag through 12/31/2023; the Cambridge US PE and Venture Capital, one quarter lag through 12/31/2024; and the Cambridge Global PE and Venture Capital, one quarter lag thereafter.

The Tactical Opportunities Benchmark is calculated monthly and consists of the HFRI FOF: Dv'd Index (1 Mo Lag) through 6/30/2021, and HFRI Asset Weighted Composite Index (1 Mo Lag) thereafter.

The Credit Benchmark consists of 40% ICE BofA 1-3YR A-BBB US Corporate Index and 60% CS Leverage Loans Index +100bps.

The Real Assets Benchmark consists of 50% Cambridge Infrastructure and 50% NCREIF NFI-ODCE (Net).

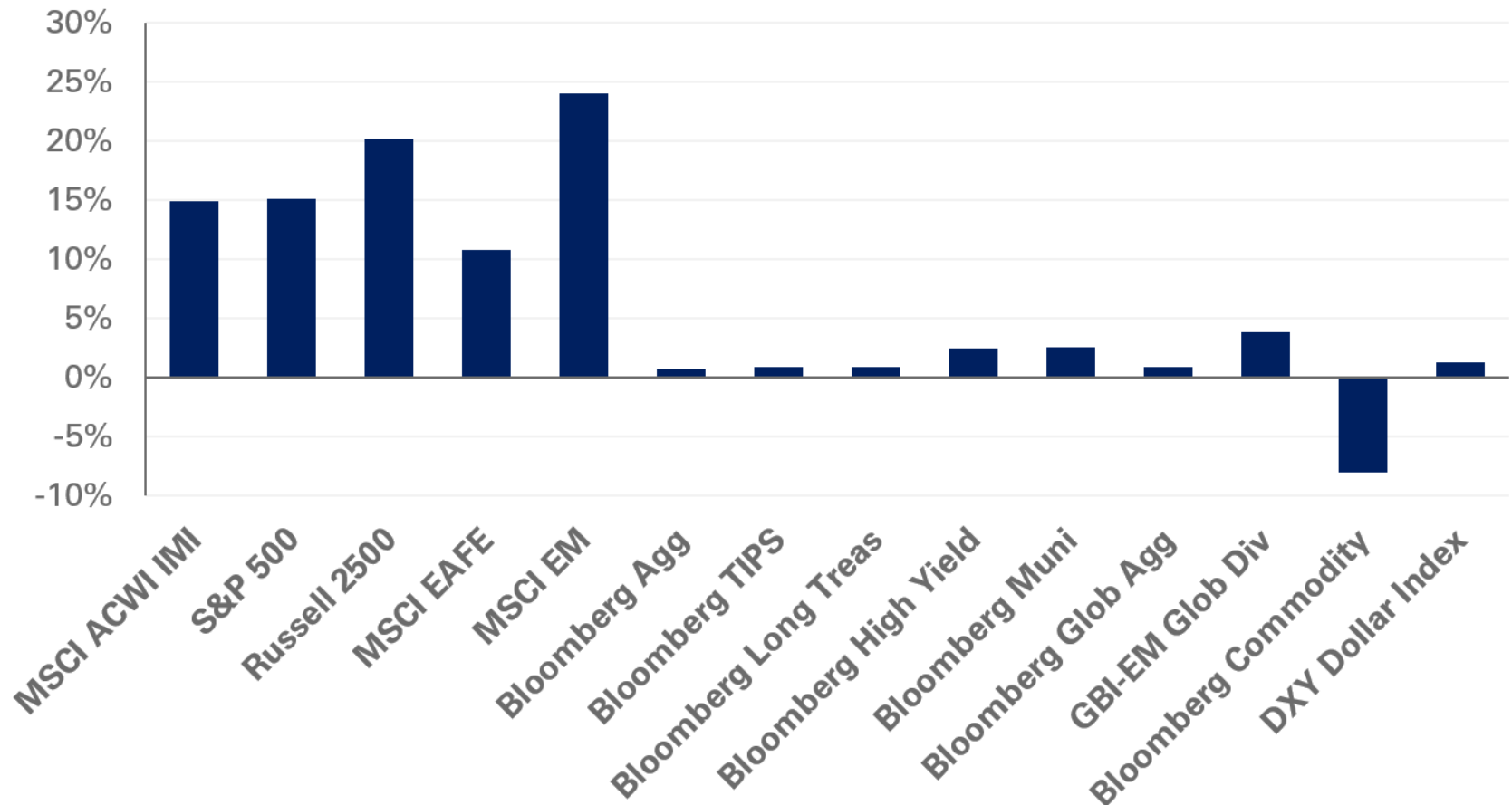
MARKET ENVIRONMENT



PROPRIETARY & CONFIDENTIAL

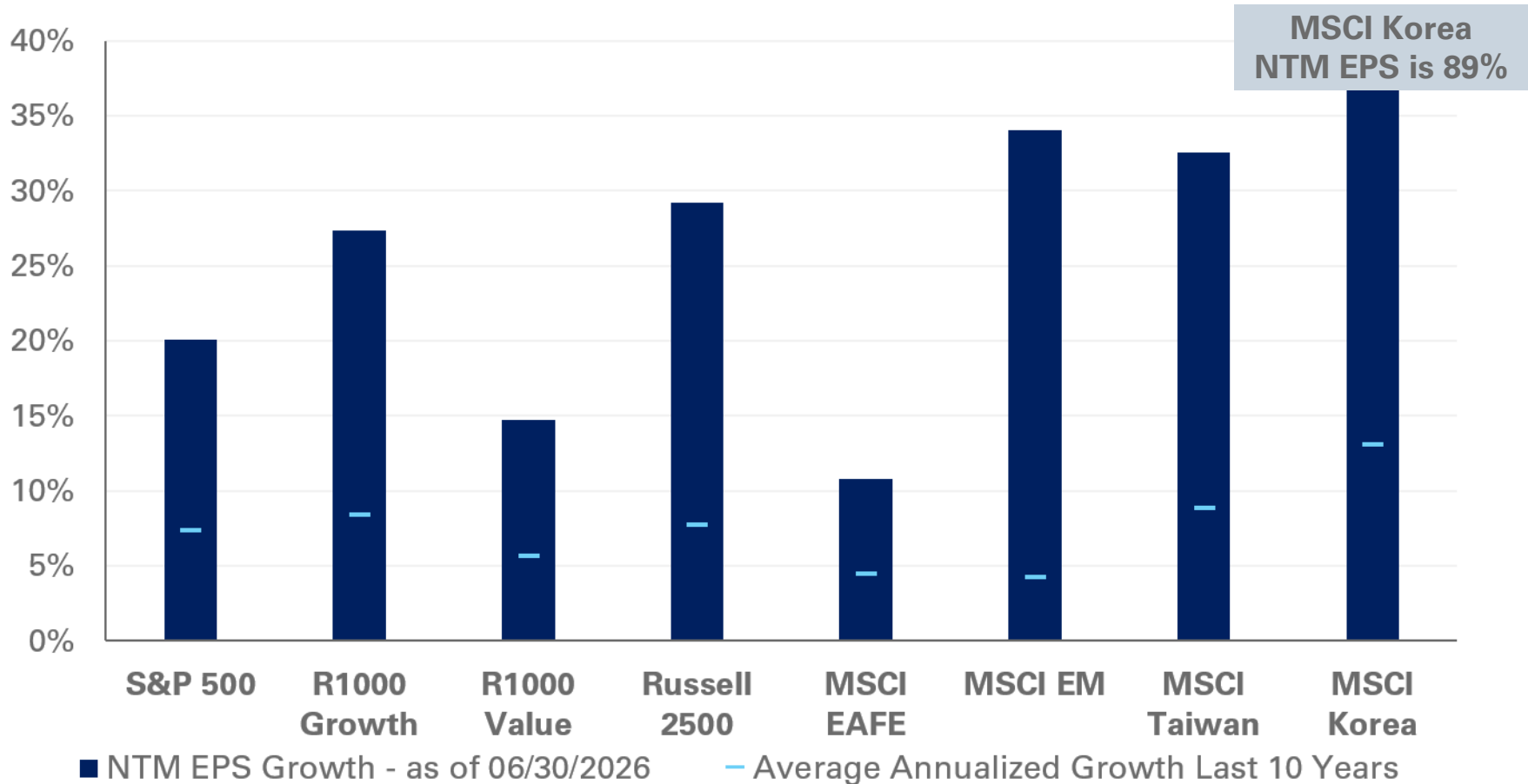
GLOBAL EQUITIES POSTED OUTSIZED RETURNS

Q2 2026 QUARTERLY TOTAL RETURNS



EARNINGS GROWTH SUPPORTS EQUITY OUTLOOK

CURRENT EPS ESTIMATES VERSUS HISTORICAL AVERAGES

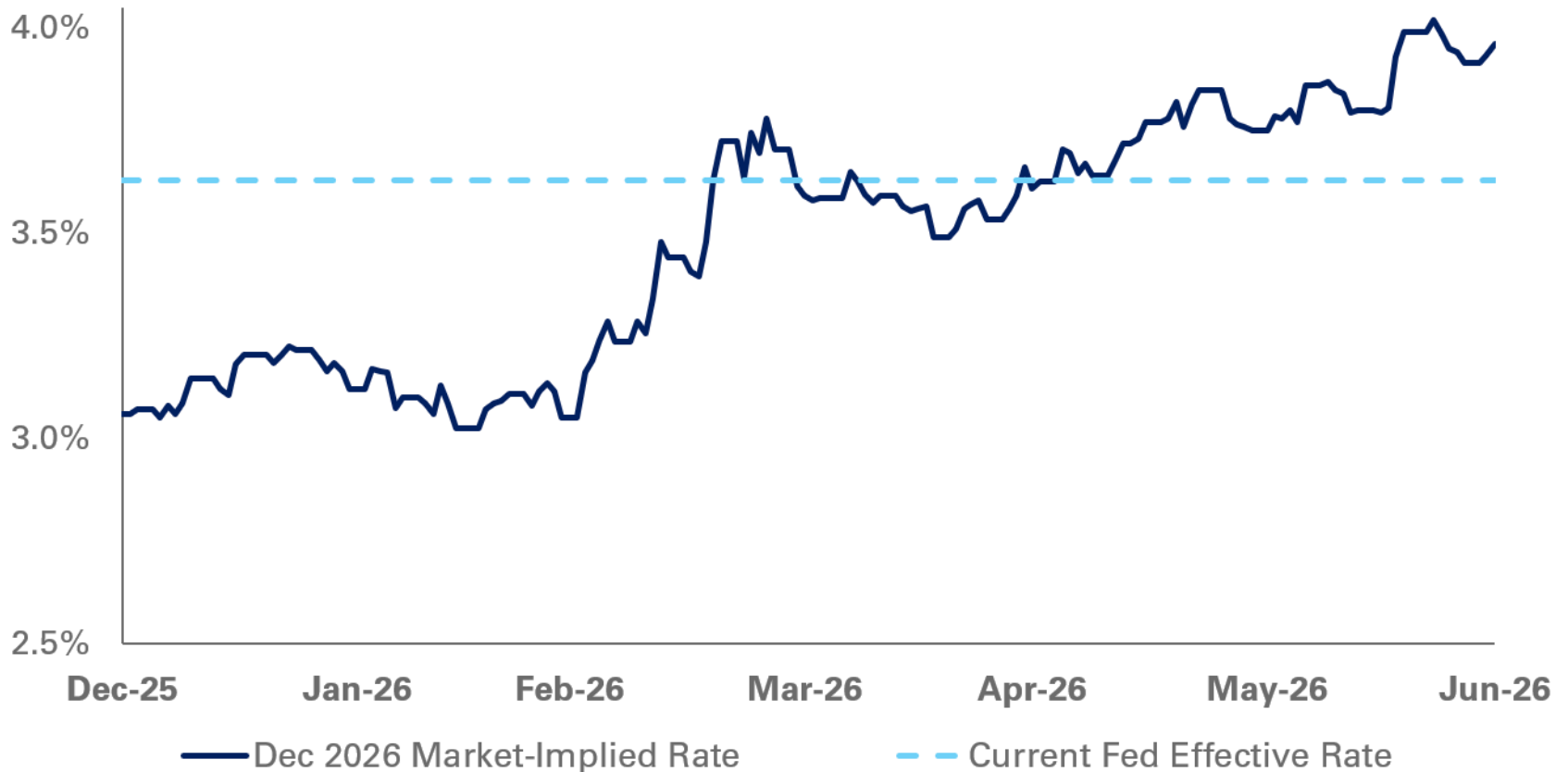


Note: Chart truncated at 40% - MSCI Korea NTM EPS growth rate as of 06/30/2026 is 89%. Average annualized growth over the last 10 years calculated from 6/30/2016-6/30/2026. NTM = next twelve months.

Sources: S&P, Russell, MSCI, FactSet, NEPC

MARKETS PRICED IN TIGHTER FED POLICY IN 2026

ACTUAL FED FUNDS RATE VS. MARKET-IMPLIED RATE FOR DEC 2026

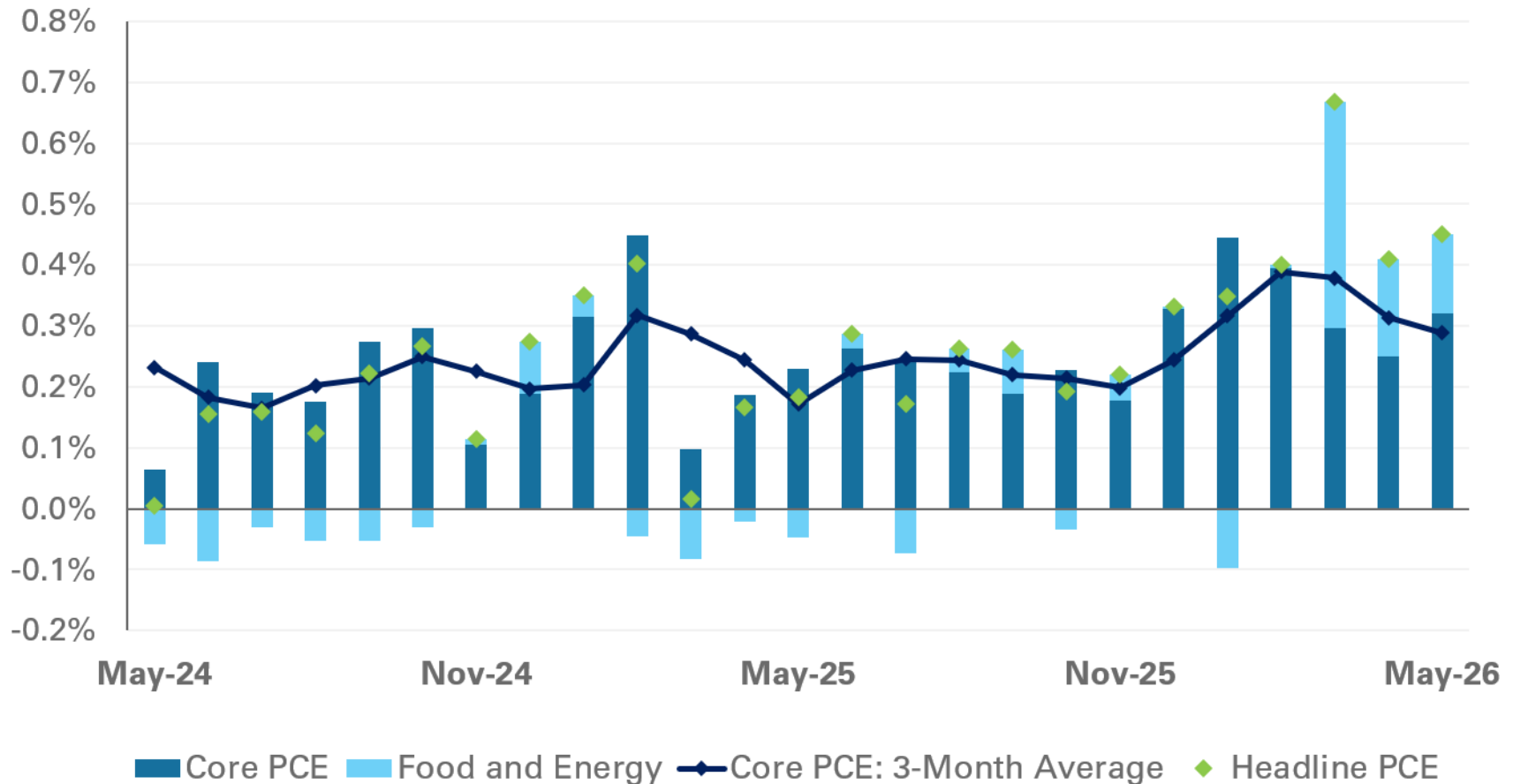


Note: Current Fed Effective Rate as of July 6, 2026.

Sources: FRED, FactSet, NEPC

CORE INFLATION REMAINS ABOVE FED TARGET

U.S. PERSONAL CONSUMPTION EXPENDITURE MONTHLY CHANGE



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