



## *Investment Program*

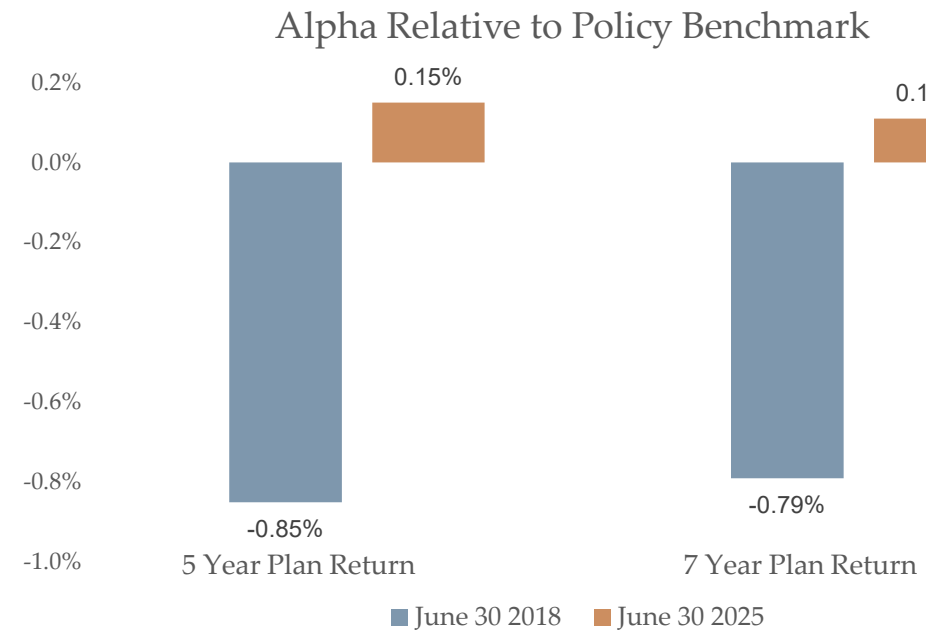
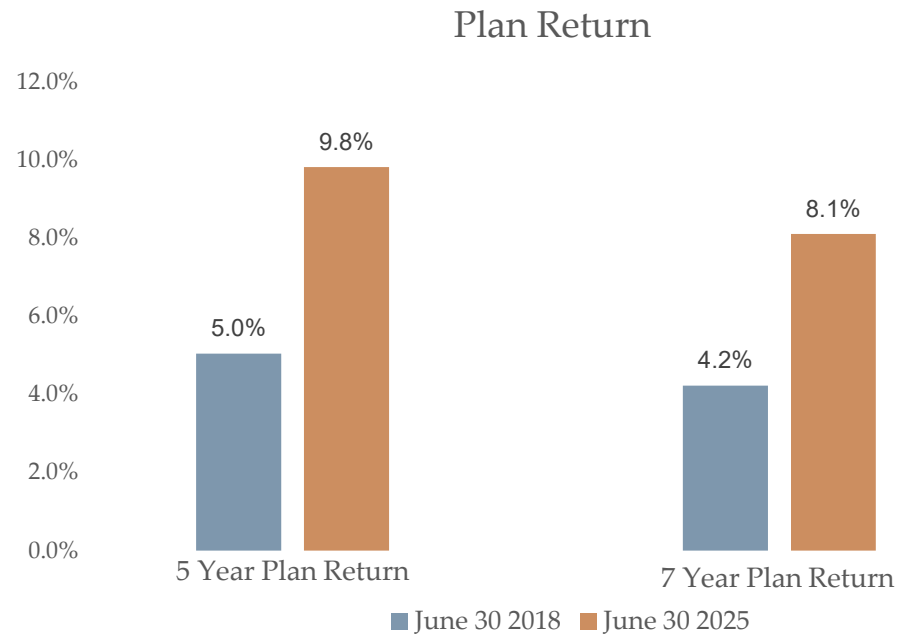
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# SAN JOSE FEDERATED CITY EMPLOYEE'S RETIREMENT SYSTEM

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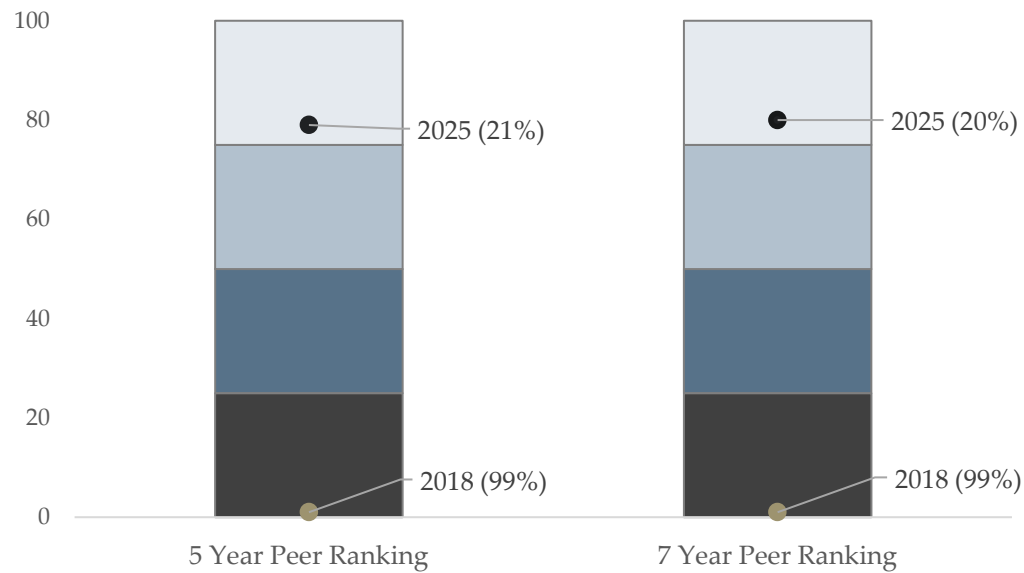
## 7-Year Investment Performance

# Plan Performance

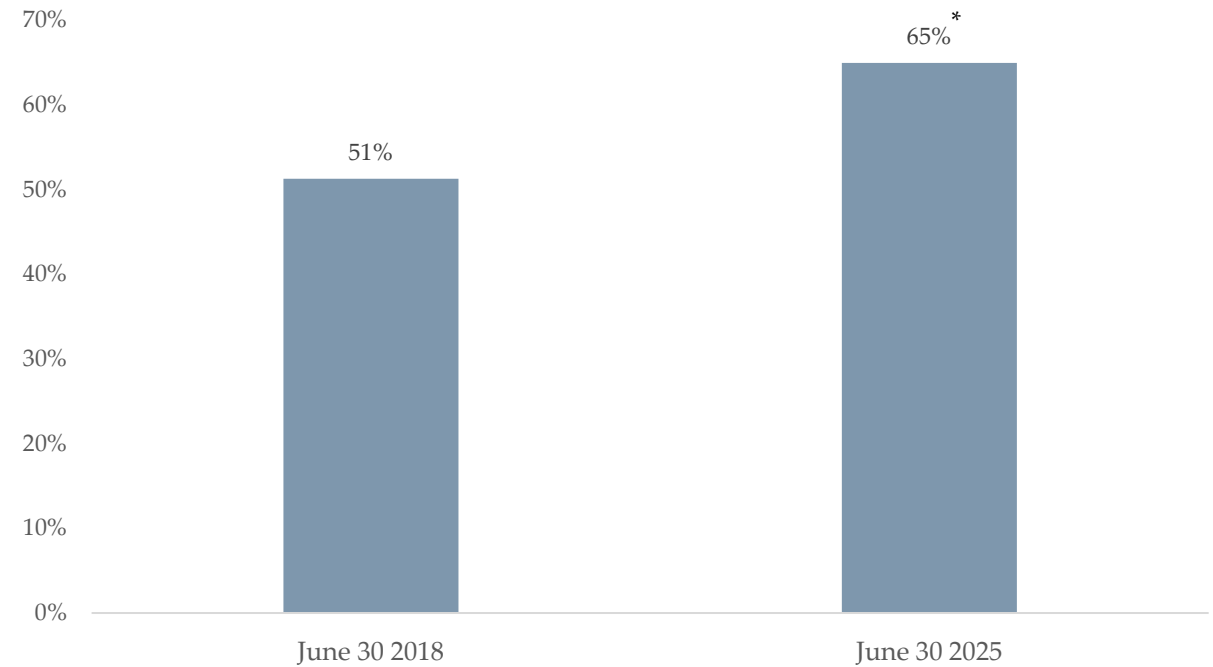


# Peer Ranking & Funded Ratio

## Peer Ranking of Plan Returns

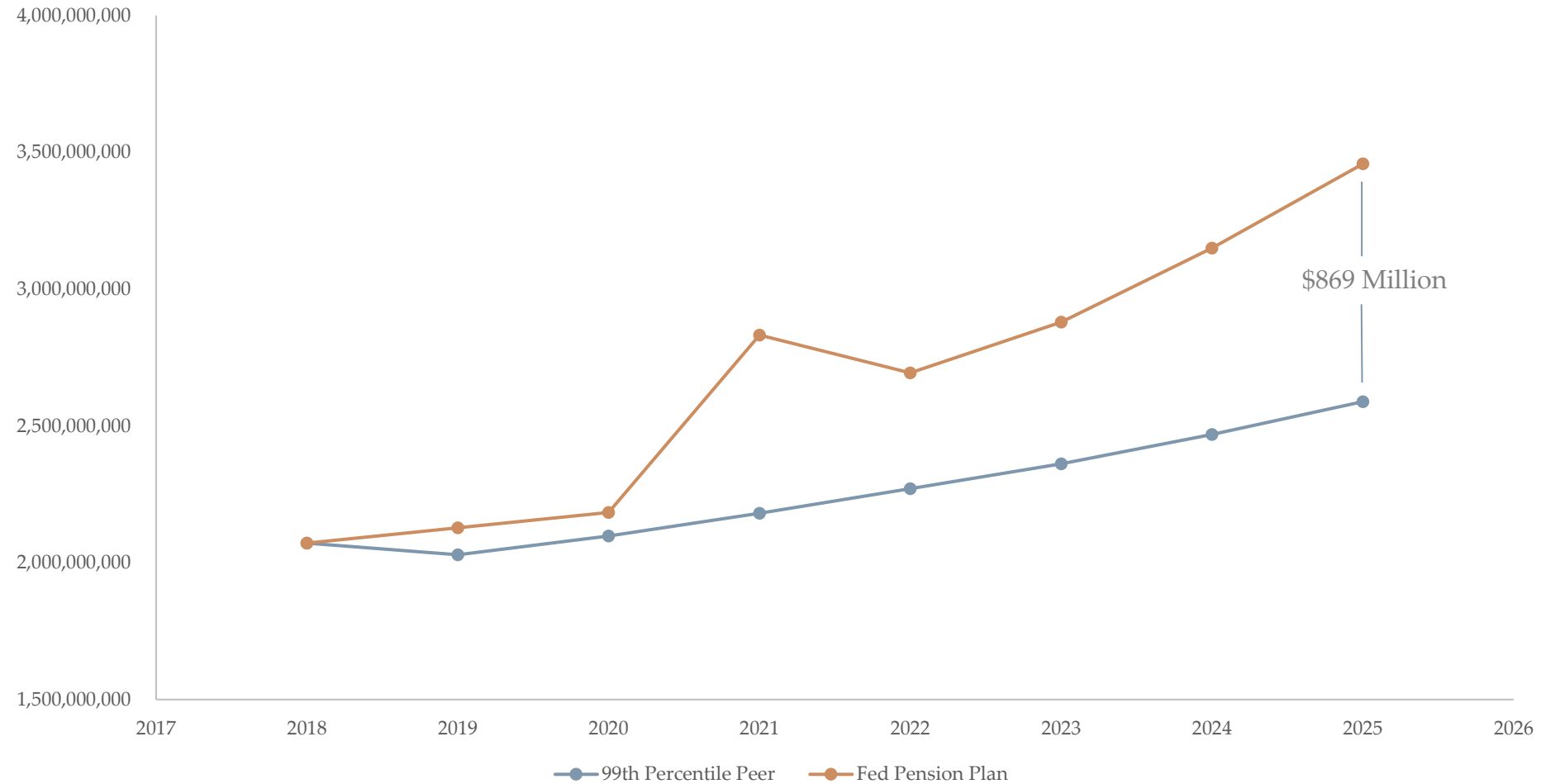


## Funded Ratio by MVA



\*65% is a preliminary estimate

# Pension Plan AUM Growth vs Hypothetical Scenario

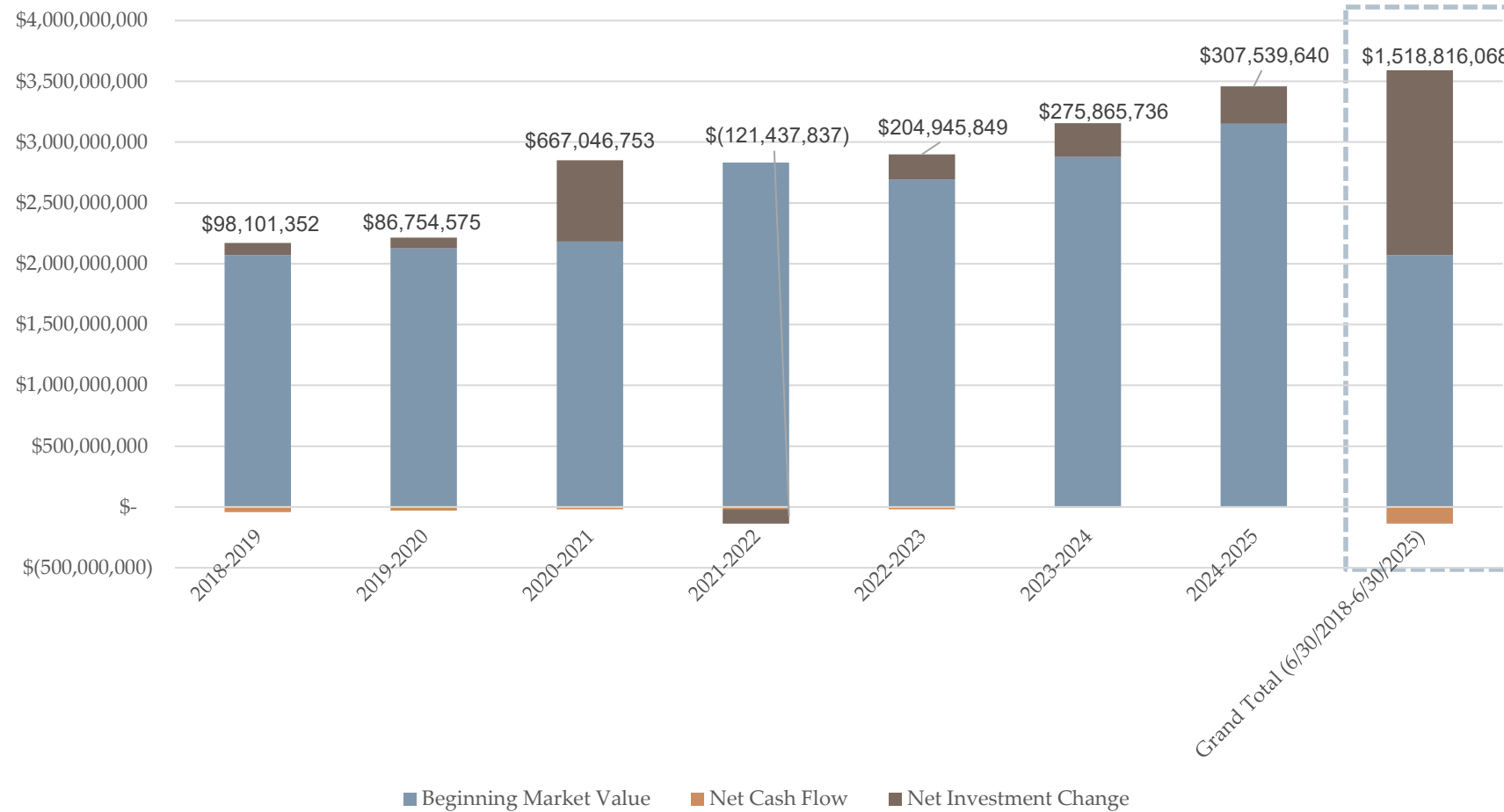


*99<sup>th</sup> Percentile Peer AUM Growth Simulated Using 7-Year 99<sup>th</sup> Peer Annualized Return*

*Fed Pension Plan Data*

*Source: Meketa*

# \$1.5B Added in Investment Returns



# Asset Allocation Comparison

	6/30/2018	6/30/2025
<b>Growth</b>	<b>50.4%</b>	<b>76.3%</b>
<i>Global Equity</i>	8.7%	7.3%
<i>US Equity</i>	7.6%	20.6%
<i>International Equity</i>	9.9%	10.4%
<i>Emerging Markets Equity</i>	3.2%	10.9%
<i>Private Markets</i>	15.7%	22.0%
<i>Emerging Market Debt</i>	3.4%	3.0%
<i>High Yield Credit</i>	1.9%	2.1%
<b>Low Beta</b>	<b>12.9%</b>	<b>7.2%</b>
<i>Market Neutral Strategies</i>	12.3%	2.7%
<i>Total Cash</i>	0.6%	4.5%
<b>Other</b>	<b>36.4%</b>	<b>15.8%</b>
<i>Commodities</i>	4.5%	0.0%
<i>Core Real Estate</i>	5.3%	4.9%
<i>TIPS</i>	7.3%	1.9%
<i>Investment Grade Bonds</i>	17.4%	6.1%
<i>Long Term Government Bonds</i>	1.9%	2.9%