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Real Assets Performance

Period Ending: June 30, 2017

Performance
— The portfolio is currently valued at $49.7 million. Together with $11.7 million in realized distributions, the Total Value at $61.4 million is approximately $1.9 million above $59.5 million total capital contributions, resulting in a total value multiple of 1.03x and a net IRR of 1.28%. Capital weighted average investment age of the portfolio is 2.63 years.

— SamCERA funded a liquid real asset pool in 2016 that seeks to proxy many of the risk exposures targeted in private real assets. SSgA is managing the pool in a mix of passive exposures to infrastructure, natural resource equities and commodities.

— Within Private Real Assets, the current allocation of invested capital is 13.0% to Agriculture, 37.3% to Energy, 37.5% to Infrastructure, and 12.2% to Mining. The Portfolio is expected to be diversified over a period of 3 to 5 years.
PRIVATE EQUITY PORTFOLIO: CURRENT EXPOSURE

- Infrastructure: 38%
- Energy: 37%
- Agriculture: 13%
- Mining: 12%
Portfolio Diversification

Period Ending: June 30, 2017

North America*
75%

Rest of World**
13%

Asia
9%

Africa
3%

* North America includes 100% market value from Sheridan II-B.
** Rest of World includes Chile and Australia.

Based on invested capital as of June 30, 2017, if provided by the partnerships. The portfolio is expected to be US-biased given the mandate to hedge domestic inflation.
Portfolio Diversification

Period Ending: June 30, 2017

Vintage Year

VY 2010 18%
VY 2013 9%
VY 2014 32%
VY 2015 9%
VY 2016 23%
VY 2017 9%
— SamCERA committed to Quantum Energy VII in September 2017 which will be the Plan’s first upstream energy investment since EnCap in 2013.

— Verus and Staff are in the final stages of due diligence on an global infrastructure fund which will mark our third infrastructure investment in the Private Real Assets portfolio.

— Looking forward, we expect to increase exposure to infrastructure as a way to balance out the risk associated with commodity-linked investments. Opportunities in power and sector-focused infrastructure funds appear promising in the 2018 pipeline.