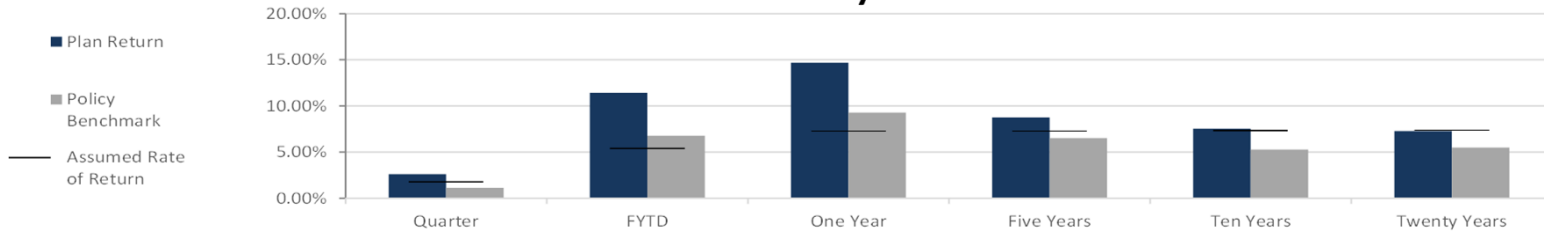




"The goal of LAGERS' investment portfolio is to achieve the assumed rate of return over the long-term, while maintaining reasonable risk. If the portfolio meets this goal, we can assure that future benefits of LAGERS' members are safe and secure." - LAGERS' Investment Team

**Net of Fee Returns By Time Period<sup>1</sup>**



Executive Summary	Market Value (millions)	Quarter	FYTD <sup>2</sup>	One Year	Five Years	Ten Years	Twenty Years
<b>Total Plan</b>	<b>\$7,615,049,075</b>	<b>2.60%</b>	<b>11.43%</b>	<b>14.69%</b>	<b>8.76%</b>	<b>7.54%</b>	<b>7.28%</b>
Policy Benchmark		1.13%	6.78%	9.27%	6.51%	5.26%	5.49%
Excess Return		1.47%	4.65%	5.42%	2.25%	2.28%	1.79%

Estimated Allocation / Exposure	Portfolio Exposure	Policy Target	Variance	LAGERS Portfolio Exposure
<b>Equity</b>	<b>45.14%</b>	<b>43.00%</b>	<b>2.14%</b>	
Private Equity	9.11%			
Public Equity	36.03%			
<b>Fixed Income</b>	<b>24.42%</b>	<b>26.00%</b>	<b>-1.58%</b>	
Private Fixed Income	11.72%			
Public Fixed Income	12.70%			
<b>Real Assets/Real Return</b>	<b>24.40%</b>	<b>21.00%</b>	<b>3.40%</b>	
Private Real Assets	17.72%			
Public Real Assets	6.68%			
<b>Strategic</b>	<b>6.04%</b>	<b>10.00%</b>	<b>-3.96%</b>	
Private Strategic	2.83%			
Public Strategic	3.22%			

FYTD Contributions to Plan Value			Key Developments During the Quarter
Beginning Value	(as of 06/30/17)	\$6,958,592,384	Notable activity includes the hiring of a new mining manager, Resource Capital Funds, with a commitment of \$100 million to Resource Capital Fund VII. LAGERS also committed £45 million to Alchemy Special Opportunities Fund IV and \$60 million to Eagle Private Capital's Fund IV. Another \$60 million commitment was made across Noble Hospitality's Value Add Fund IV and Income Fund IV.
Payment to Retirees		-\$229,035,343	
Contributions Received		\$167,150,706	
Investment Gain/Loss & Expenses		\$718,341,328	
Ending Value	(as of 03/31/18)	\$7,615,049,075	

<sup>1</sup>LAGERS' assumed rate of return is 7.25%

<sup>2</sup>LAGERS' fiscal year is June 30

This report was compiled by LAGERS' staff utilizing data primarily from LAGERS' Custodian. No information contained in this report should be used to calculate returns or compare multiple funds, including private equity funds. The information in this report has not been reviewed, approved or verified by the external investment managers.