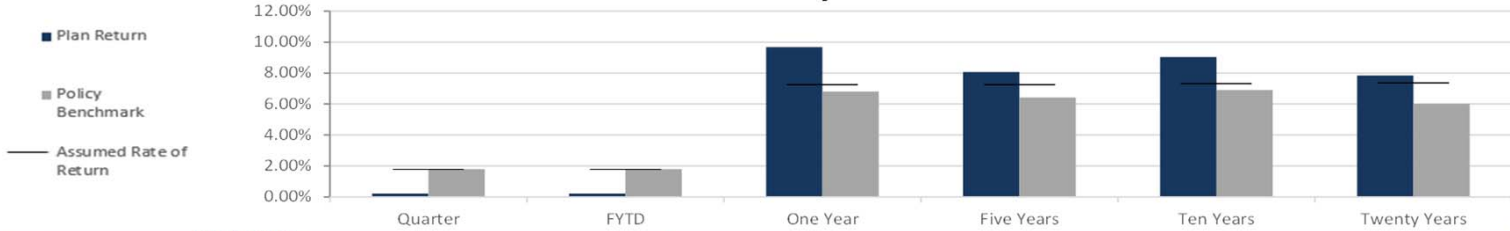




"The goal of LAGERS' investment portfolio is to achieve the assumed rate of return over the long-term, while maintaining reasonable risk. If the portfolio meets this goal, we can assure that future benefits of LAGERS' members are safe and secure." - LAGERS' Investment Team

Net of Fee Returns By Time Period¹



Executive Summary	Market Value (millions)	Quarter	FYTD ²	One Year	Five Years	Ten Years	Twenty Years
Total Plan	\$7,718,667,298	0.22%	0.22%	9.67%	8.07%	9.04%	7.85%
Policy Benchmark		1.80%	1.80%	6.81%	6.43%	6.91%	6.01%
Excess Return		-1.58%	-1.58%	2.86%	1.64%	2.13%	1.84%

Estimated Allocation / Exposure	Portfolio Exposure	Policy Target	Variance	LAGERS Portfolio Exposure
Equity	36.23%	43.00%	-6.77%	
Private Equity	10.10%			
Public Equity	26.13%			
Fixed Income	27.80%	26.00%	1.80%	
Private Fixed Income	10.71%			
Public Fixed Income	17.09%			
Real Assets/Real Return	29.08%	21.00%	8.08%	
Private Real Assets	21.35%			
Public Real Assets	7.73%			
Strategic	6.89%	10.00%	-3.11%	
Private Strategic	3.44%			
Public Strategic	3.45%			

Beginning Value	(as of 06/30/18)	\$7,726,545,937
Payment to Retirees		-\$79,977,007
Contributions Received		\$62,732,295
Investment Gain/Loss & Expenses		\$9,366,074
Ending Value	(as of 09/30/18)	\$7,718,667,298

Key Developments During the Quarter

Notable activity for the quarter included our decision to re-up with Riverside Micro-Cap Fund V for \$60 million, we had committed \$31.5 million in their previous fund.

¹LAGERS' assumed rate of return is 7.25%

²LAGERS' 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.