

Attachment 2 – Diversity in the Management of Investments: AB 890 Emerging Manager Definition

AB 890: Emerging Manager

	Global Equity	Fixed Income	Risk Mitigating Strategies	Private Equity	Real Estate	Inflation Sensitive
AUM	≤ \$5 Billion	≤ \$5 Billion	≤ \$2 Billion	≤ \$1.5 Billion	≤ \$2 Billion (Gross) for all clients	≤ \$3 Billion
Lifecycle	N/A	N/A	N/A	1st – 5th institutional funds; [Co-investsw/ Emerging Manager]	1st– 3rd institutional funds/SA/JV; Latest Fund Offering(s). ≤\$500M equity with targeted strategies	1st, 2nd, or 3rd time vehicle ≤ \$1.5B
Ownership (Non -Employee)	Maximum 50%	Maximum 50%	Maximum 50%	Maximum 50%	Maximum 50%	Maximum 50%
Legal Structure	Entity with Corporate Tax Identification	Entity with Corporate Tax Identification	Entity with Corporate Tax Identification	Entity with Corporate Tax Identification	Entity with Corporate Tax Identification	Entity with Corporate Tax Identification
Other	Registered investment advisor or must qualify for registration exemption	Registered investment advisor or must qualify for registration exemption	≤3-year track record	Private Placement Memorandum for the investment being raised	N/A	Private Placement Memorandum for the investment being raised