
Investment Committee Semi-Annual Activity Report

| 3. Global Equity



GLOBAL EQUITY SEMI-ANNUAL REPORT

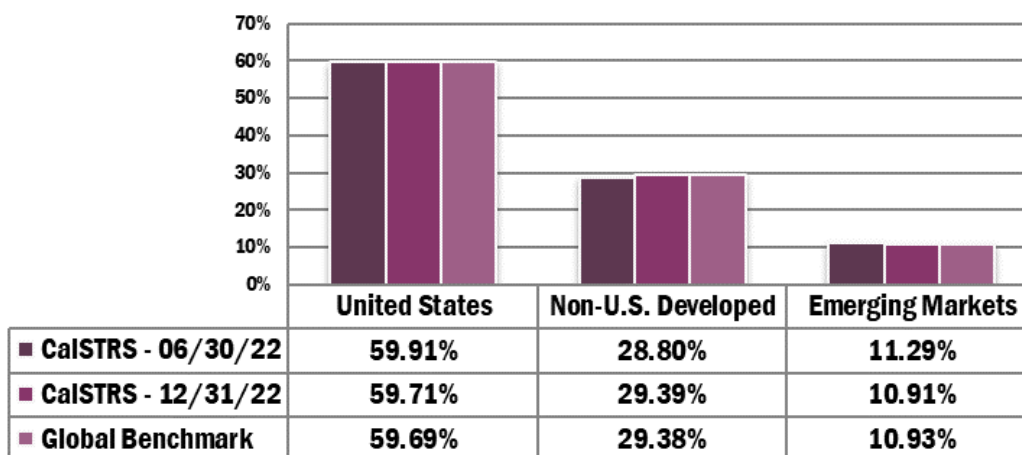
ASSET UNDER MANAGEMENT: \$ 107.6 BILLION (AS OF DECEMBER 31, 2022)

ACTIVITY UPDATE

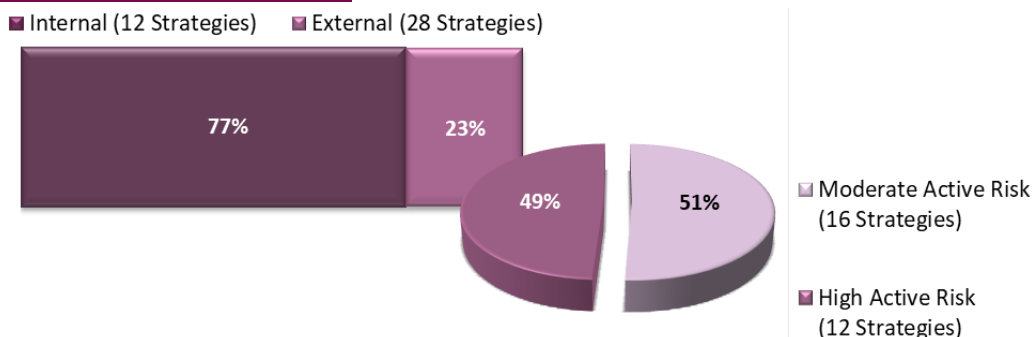
July 1 to December 31, 2022

- Defunded an externally managed Emerging Markets large cap portfolio due to staff's diminished confidence in the portfolio relative to other opportunities.
- Funded a Global Equity and an Emerging Markets all cap manager from the most recent searches.
- As approved by the Board at the Investment Committee meeting on August 31, 2022, Global Equity staff is developing an implementation plan for the 20% Public Equity allocation to MSCI ACWI Low Carbon Target.

REGIONAL EXPOSURE VS. POLICY BENCHMARK

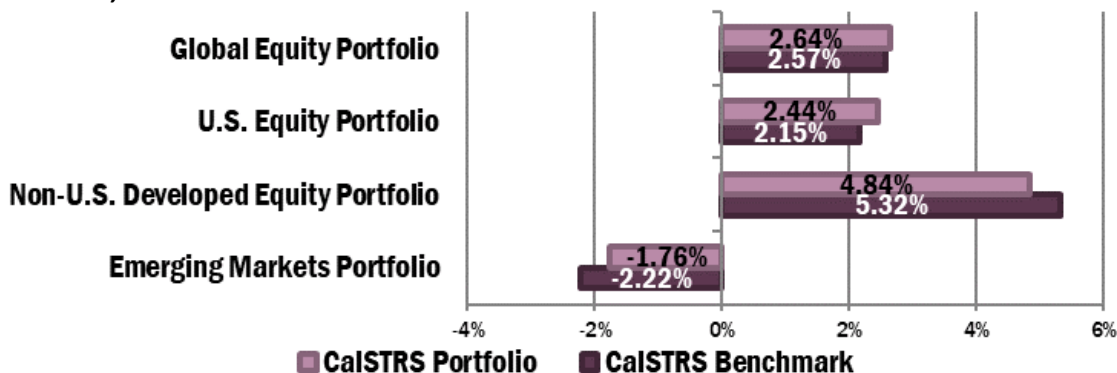


INTERNAL VS. EXTERNAL MANAGEMENT

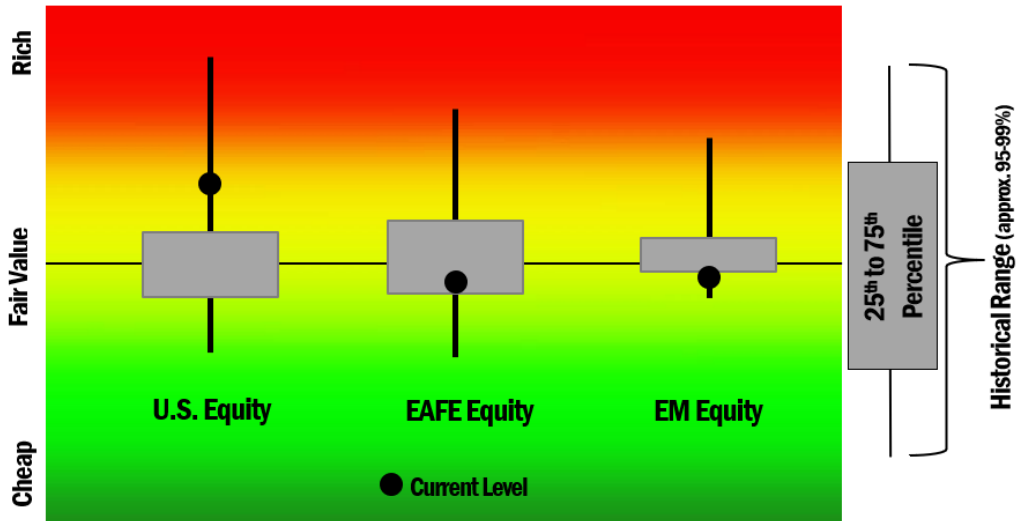


NET PERFORMANCE

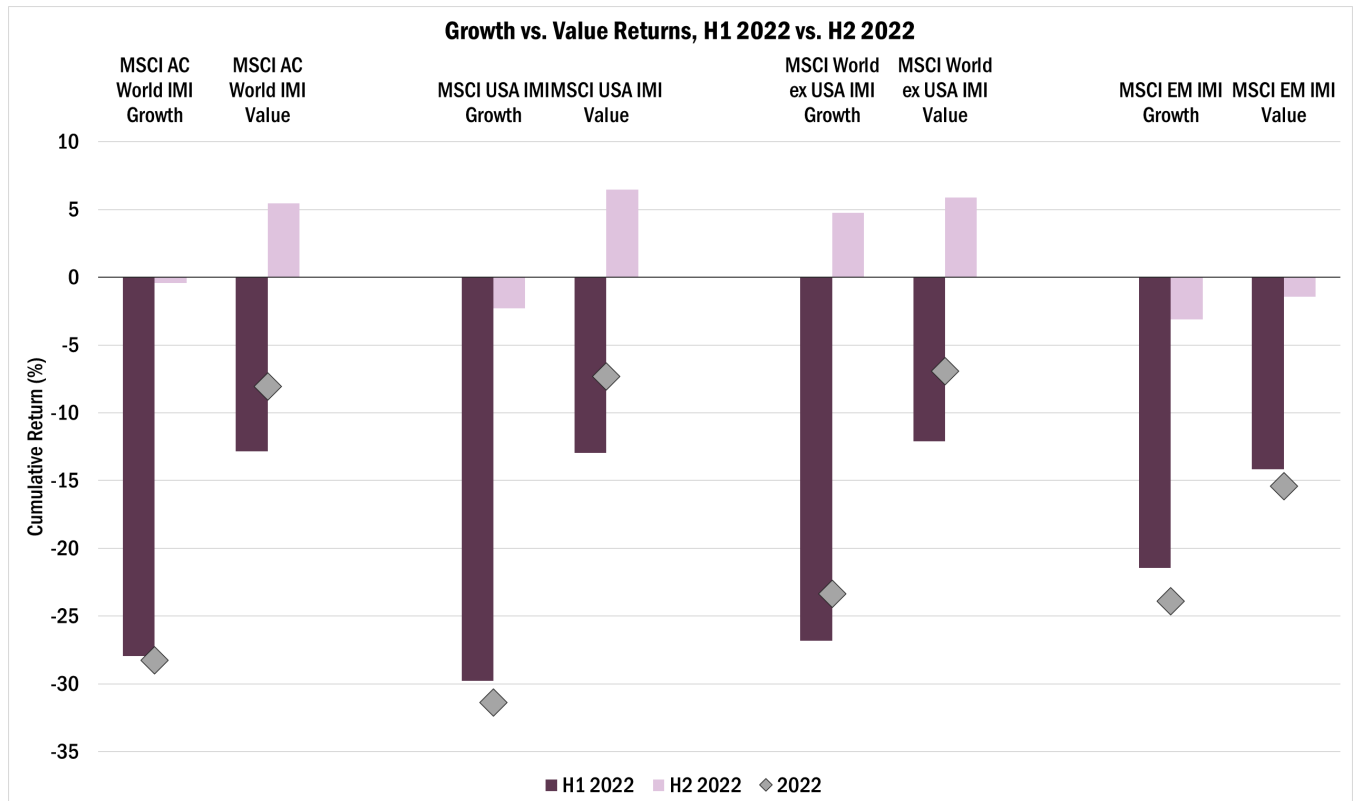
July 1 to December 31, 2022



ASSET CLASS VALUATIONS



GROWTH VS. VALUE EQUITY MARKET RETURNS



- In both the first and second half of 2022, value outperformed growth across all regions. This was driven in part by aggressive monetary tightening by the Federal Reserve, which slowed earnings growth.
- Investors shifted from cyclical sectors such as technology and towards high dividend-yield sectors such as energy. The chart shows that value outperformed growth the most for the U.S. in 2022, which was driven largely by the energy sector’s outperformance relative to other sectors.