

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

## AB 890: Emerging Manager

	<b>Global Equity</b>	<b>Fixed Income</b>	<b>Risk Mitigating Strategies</b>	<b>Private Equity</b>	<b>Real Estate</b>	<b>Inflation Sensitive</b>
<b>AUM</b>	≤ \$5 Billion	≤ \$5 Billion	≤ \$2 Billion	≤ \$1.5 Billion	≤ \$2 Billion (Gross) for all clients	≤ \$3 Billion
<b>Lifecycle</b>	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
<b>Ownership (Non -Employee)</b>	Maximum 50%	Maximum 50%	Maximum 50%	Maximum 50%	Maximum 50%	Maximum 50%
<b>Legal Structure</b>	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
<b>Other</b>	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