
Investment Committee Semi-Annual Activity Report

| 7. Risk Mitigating Strategies



Fast Facts (as of December 31, 2023):

Objective:

Diversify CalSTRS' significant exposure to growth assets and provide downside protection during deep and extended equity market drawdowns.

Benchmark:

A blended benchmark based on the actual weight of each strategy.

- Trend: SG Trend Index
- UST: Bloomberg U.S. Treasury: 20+ Year Total Return Index
- Macro: HFRI Macro: Discretionary Thematic Index
- SRP: SG Multi Alternative Risk Premia Index

Risk Factors:

- Trend: Quiet or trendless environments
- UST: Rising rate or inflationary periods; current rates near historical lows
- Macro: Higher cost and less scalable
- SRP: Heavily academically supported but limited live experience

Special Projects:

- Trend, macro, and SRP manager searches
- New diversifying strategy research
- Enhancing risk management oversight

Advisor:

Albourne America currently serves as the advisor for RMS.

Managed Account Platform Provider:

Wilshire Associates (formerly Lyxor Asset Management) currently serves as the managed account platform provider for RMS.

Consultant:

Meketa Investment Group currently serves as the general consultant to the Board as well as the oversight consultant for RMS.

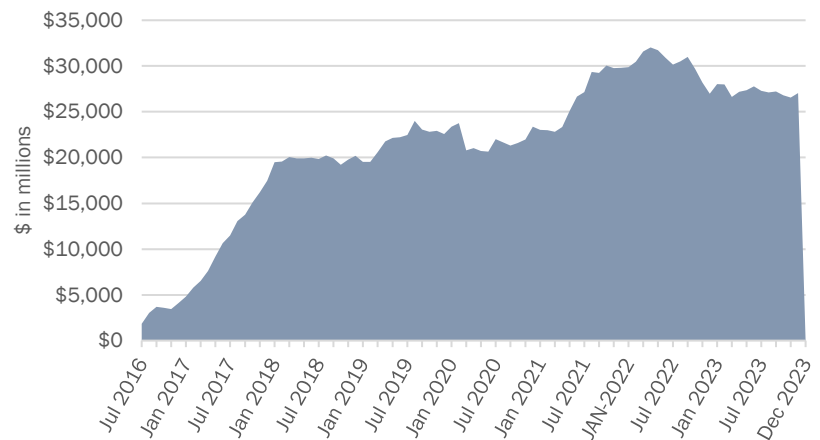
Allocation by Strategy (as of December 31, 2023):

Strategy	Market Value (\$ in millions)	Current Allocation	Short-Term Target Allocation	Long-Term Target Allocation	Number of Managers
Trend	\$13,452	49.8%	45.0%	45.0%	6
UST	\$8,146	30.1%	35.0%	35.0%	1 ¹
Macro	\$3,498	12.9%	15.0%	15.0%	6
SRP	\$1,932	7.2%	5.0%	5.0%	3
Total RMS	\$27,028	8.3%²	10.0%²	10.0%²	16

¹ Managed internally by CalSTRS staff

² Expressed as a percentage of the CalSTRS Total plan

Market Value Since Inception



Annualized Performance

