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Press Release

For immediate release

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SDCERA Reports Preliminary Investment Returns for Fiscal Year 2017

SAN DIEGO, CA (July 20, 2017) — The San Diego County Employees Retirement Association (SDCERA) reported a preliminary investment return of 12.0 percent for the fiscal year ended June 30, 2017 (FY 2017). As of June 30, 2017, SDCERA's assets under management (AUM) were \$11.4 billion, an all-time high.

Based on FY 2017's preliminary return of 12.0%, SDCERA's estimated three-year investment return would be 4.9 percent, the five-year return would be 7.1 percent, and the 10-year return would be 4.4 percent, all as of June 30, 2017. These preliminary and estimated investment returns are annualized and net of fees.

SDCERA's final investment return data is expected to be reported at the October 19, 2017 Board of Retirement meeting.

SDCERA also announced that beginning with FY 2017 performance reporting, all performance and incentive fees were included in the calculation of Trust Fund net-of-fees performance. This change in calculation and reporting methodology reflects SDCERA's continuing effort to ensure transparency and accountability in performance reporting.

SDCERA also reported that a miscommunication by SDCERA with its custodian bank resulted in SDCERA's Fiscal Year 2016 investment return being 5 basis points (0.05 percent) less than previously reported. The actual FY 2016 return was 0.40 percent, not 0.45 percent as previously reported. The revised FY 2016 return of 0.40 percent is reflected in the estimated

three, five and ten-year return estimates announced above and had no impact on SDCERA's FY 2016 assets under management or financial results.

About SDCERA

The San Diego County Employees Retirement Association (SDCERA) is an independent association established by the County Employees Retirement Law of 1937. SDCERA administers retirement and associated benefits for eligible employees and retirees of the County of San Diego and other participating employers. For more information, please visit www.sdcera.org.

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