

San Diego City Employees Retiree Medical Trust

Investment Performance

For Period Ending April 30, 2019

INVESTMENT OPTION / Index	Ticker	YTD	1YR	3YR	5YR	10YR / Inception	Exp Ratio	
INTERNATIONAL		INTERNATIONAL STOCK FUNDS						
American Funds Europacific Growth R6	RERGX	16.60	-2.05	9.92	4.92	9.20	--	0.49
MSCI ACWI Ex USA NR USD		13.22	-3.23	8.09	2.83	7.75		
TOTAL MARKET INDEX		U.S. STOCK FUNDS						
Vanguard Total Stock Market Idx I	VIT SX	18.59	12.72	14.77	11.20	15.35	--	0.03
CRSP US Total Market TR USD		18.60	12.72	14.77	11.20	15.31		
GLOBAL BOND		BOND & INCOME FUNDS						
PGIM Global Total Return R6	PGTQX	3.73	2.03	3.38	2.71	6.58	--	0.58
FTSE WGBI USD		1.24	-0.18	0.37	0.27	2.15		
DIVERSIFIED BOND								
PGIM Total Return Bond R6	PTRQX	4.25	5.91	3.58	3.77	6.38	--	0.41
Western Asset Core Plus Bond IS	WAP SX	4.57	5.40	3.70	3.95	7.00	--	0.42
Dodge & Cox Income	DODIX	4.23	5.32	3.35	3.08	5.07	--	0.42
BBgBarc US Agg Bond TR USD		2.97	5.29	1.90	2.57	3.72		
MONEY MARKET								
Vanguard Prime Money Market Admiral	VMRXX	0.83	2.31	1.44	0.92	0.54	--	0.10
FTSE Treasury Bill 3 Mon USD		0.80	2.18	1.23	0.76	0.42		
MANAGED PORTFOLIO STRATEGIES								
Option 6) Aggressive Portfolio		15.01	-	-	-	3.90 Jul-18		0.26
American Funds Europacific Growth (32%), Vanguard Total Stock Market Idx (48%), PGIM Global Total Return (4%), PGIM Total Return Bond (9%), Western Asset Core Plus Bond (7%).								
Option 5) Moderate Portfolio		12.26	-	-	-	4.25 Jul-18		0.30
American Funds Europacific Growth (24%), Vanguard Total Stock Market Idx (36%), PGIM Global Total Return (6%), PGIM Total Return Bond (14%), Western Asset Core Plus Bond (12%) Dodge & Cox Income (8%).								
Option 4) Moderately Conservative Portfolio		9.54	-	-	-	4.51 Jul-18		0.35
American Funds Europacific Growth (16%), Vanguard Total Stock Market Idx (24%), PGIM Global Total Return (10%), PGIM Total Return Bond (20%), Western Asset Core Plus Bond (15%) Dodge & Cox Income (15%).								
Option 3) Conservative Portfolio		6.89	-	-	-	4.70 Jul-18		0.39
American Funds Europacific Growth (8%), Vanguard Total Stock Market Idx (12%), PGIM Global Total Return (10%), PGIM Total Return Bond (25%), Western Asset Core Plus Bond (20%) Dodge & Cox Income (25%).								
Option 2) Bond Portfolio		4.27	-	-	-	4.83 Jul-18		0.43
PGIM Global Total Return (10%), PGIM Total Return Bond (32%), Western Asset Core Plus Bond (26%) Dodge & Cox Income (32%).								
Option 1) Cash Portfolio		0.75	-	-	-	1.66 Jul-18		0.10
Vanguard Prime Money Market Adm (100%).								

Investors should consider the investment objectives, risks, and fees and expenses of a mutual fund carefully before investing. A prospectus containing this and other information about each fund is available by contacting your RBC Wealth Management financial advisor. Please read the prospectus carefully before investing to make sure that the fund is appropriate for your goals and risk tolerance.

The performance data quoted represents past performance. Past performance is no guarantee of future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original value. Current performance may be lower or higher than the performance data quoted. For performance data current to the most recent month-end, please contact RBC Wealth Management at (866) 416-9716 or contact the fund company directly.

Disclosures:

Morningstar, an independent provider of mutual fund information, provided the mutual fund data represented in the table on the previous page. This material is provided as an informational resource only and is not intended to be the primary basis of any investment decisions. This material is derived from data sources deemed to be reliable, but is not guaranteed as to accuracy and completeness and does not purport to be a complete analysis of the material discussed. The information provided is for illustrative purposes only and does not constitute an offer to sell or a solicitation of an offer to buy any securities or services mentioned.

Performance returns for individual funds are total returns provided by Morningstar. Morningstar's calculation of total return is determined each month by taking the change in monthly net asset value (NAV), reinvesting all income and capital-gains distributions during that month, and dividing by the starting NAV. Reinvestments are made using the actual reinvestment NAV, and daily payoffs are reinvested monthly. Total returns do not include sales charges, commissions, advisory fees, or other costs associated with investing, but do account for management, administrative, 12b-1 fees, and other costs taken out of fund assets. Total returns for periods longer than one year are expressed in terms of compounded average annual returns (also known as geometric total returns).

Performance returns for the Managed Portfolio Strategies are calculated using Morningstar. Accounts participating in Managed Portfolio Strategies are invested in the funds listed for each Strategy according to the target percentages listed for each fund. The returns depicted for each Strategy include the returns for the funds listed in the Strategy, as well as returns for funds that have been removed from the Strategy—information regarding these funds is available upon request. The returns depicted for the Strategies do not reflect investment returns for actual investments in each Strategy.

Performance returns for the Managed Portfolio Strategies are calculated using Morningstar. In Morningstar, the target percentages listed for each fund are applied to that fund's monthly returns, beginning at the end of the day on the start date of the period listed, and then the resulting weighted average monthly returns are geometrically linked. The return calculations assume monthly rebalancing, as well as the reinvestment of dividends and capital gains, which may be reinvested at the end of the month in which they are made at the month-end closing price. Returns for participant accounts invested according to the Strategies may differ from the returns depicted for the Strategies.

Managed Portfolio Strategies performance returns are depicted gross of fees and costs. Gross returns do not include sales charges, commissions, advisory fees, or other costs associated with investing. Gross returns do account for the expense ratio of each fund, which includes management, administrative, 12b-1 fees, and other costs that are deducted from fund assets. The expense ratio for each Strategy is calculated by averaging the expense ratios provided by Morningstar for each fund in each Strategy, weighted by the target percentages listed for each fund.

Participant accounts may incur fees and costs, resulting in reduced returns. The effect of such fees and costs on returns compounds over time. For example: if a participant were to invest \$100,000 in a fund that earns an average annual return of 7.0% and has an expense ratio of 0.9%, after 30 years that investment would be worth about \$580,000. If a participant were to incur additional annual fees and costs of 0.6%, for a total of 1.5% over that 30-year period, the participant would finish the 30-year period with about \$490,000, nearly \$100,000 less. For additional information regarding the actual fees and costs participants will incur, please contact the plan sponsor.

For additional information regarding RBC Wealth Management, a division of RBC Capital Markets, LLC, advisory fees, please refer to the RBC Institutional Consulting Disclosure Document (Form ADV, Part 2A Appendix 1, Wrap Fee Program Brochure), available at www.adviserinfo.sec.gov.

Some funds invest in the securities of international countries, including emerging markets, which may involve different risks than U.S. investments. Some of these additional risks include political and economic instability, greater price volatility, currency fluctuation, foreign taxation, and different accounting methods.

Funds investing in small and mid-sized company stocks may be subject to a higher degree of risk than funds investing in larger company stocks, as the stocks of small and mid-sized companies are more volatile than the stocks of larger companies. The illiquidity of small company stocks may adversely affect the value of such investments.

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Each sector of the bond market entails specific risks. While some sectors (treasuries and government bonds) may guarantee the timely repayment of principal and interest, the actual mutual fund shares invested in treasuries and government bonds are not guaranteed. Mortgage-backed securities and corporate bonds may be sensitive to interest rates. When interest rates rise, the value of fixed income securities generally declines. There is no assurance that private guarantors or insurers will meet their obligations. High-yield bonds typically have a lower credit rating than other bonds. Lower rated bonds generally involve a greater risk to principal than higher rated bonds.

Indexes are unmanaged statistical composites that reflect a group of securities that are representative of the asset class and style of the fund as categorized in the Investment Performance report. An investment cannot be made into an index.



Index Definitions:

The MSCI Emerging Markets Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global emerging markets. **The MSCI ACWI Ex US Index** captures large and mid cap representation across 22 of 23 developed markets (excluding the US) and 23 emerging markets countries. With 1,829 constituents, the index covers approximately 85% of the global equity opportunity set outside the US. **The MSCI ACWI Index** is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets. The MSCI ACWI consists of 46 country indexes comprising 23 developed and 23 emerging market country indexes. **The MSCI US REIT Index** is a free float-adjusted market capitalization weighted index that is comprised of equity REITs with 137 constituents. The index represents approximately 95% of the US REIT universe.

The Russell 2000 Index consists of the smallest 2000 securities in the Russell 3000 Index, representing approximately 11% of the Russell 3000 total market capitalization. **The Russell 2000 Growth Index** contains those securities in the Russell 2000 index with a greater-than-average growth orientation. Securities in this index tend to exhibit higher price to book and price to earnings ratios, lower dividend yields, and higher forecasted growth rates than Value universe. **The Russell 2000 Value Index** contains those securities in the Russell 2000 index with a less-than-average growth orientation. Securities in this index tend to exhibit lower price-to-book and price-to-earnings ratios, higher dividend yields, and lower forecasted growth rates than Growth universe.

The Russell Midcap Index consists of the smallest 800 securities in the Russell 1000 Index, as ranked by total market capitalization. This index accurately captures the medium-sized universe of securities and represents approximately 35 percent of the Russell 1000 total market capitalization. **The Russell Midcap Growth Index** contains securities with a greater-than-average growth orientation. Securities in this index tend to exhibit higher price-to-book and price to earnings ratios, lower dividend yields, and higher forecasted growth rates than the value universe. **The Russell Midcap Value Index** contains those securities in the Russell Midcap Index with a less-than-average growth orientation. Securities in this index tend to exhibit lower price-to-book and price-to-earnings ratios, higher dividend yields, and lower forecasted growth rates than the Growth universe.

The Russell 2500 Index measures the performance of the small-cap segment of the U.S. equity universe. The Russell 2500 Index is a subset of the Russell 3000® Index representing approximately 10% of the total market capitalization of that index. **The Russell 2500 Growth Index** measures the performance of the small to mid-cap growth segment of the U.S. equity universe. It includes those Russell 2500 companies with higher growth earning potential as defined by Russell's leading style methodology. **The Russell 2500 Value Index** contains those securities in the Russell 3000 Index with a less-than-average growth orientation. Securities in this index tend to exhibit lower price-to-book and price-to-earnings ratios, higher dividend yields, and lower forecasted growth rates than Growth universe.

The Russell 1000 Index consists of the 1000 largest securities in the Russell 3000 Index. This large cap (market oriented) index represents the universe of stocks from which most active money managers typically select. The Russell 1000 is highly correlated with the S&P 500 index. **The Russell 1000 Growth Index** contains those securities in the Russell 1000 Index with a greater-than-average growth orientation. Securities in the index tend to exhibit higher price-to-book and price-to-earnings ratios; lower dividend yields and higher forecasted growth rates than the Value universe. **The Russell 1000 Value Index** contains those securities in the Russell 1000 Index with a less-than-average growth orientation. It represents the universe of stocks from which value managers typically select. Securities in this index tend to exhibit lower price-to-book and price-to-earnings ratios, higher dividend yields and lower forecasted growth rates than the Growth universe.

The S&P 500 Index is an unmanaged, capitalization weighted benchmark that tracks broad-based changes in the U.S. stock market. This index of 500 common stocks is comprised of 400 industrial, 20 transportation, 40 utility, and 40 financial companies representing major U.S. industry sectors. **The S&P Completion Index** comprises all members of the S&P Total Market Index except for the current constituents of the S&P 500 and has an inception date of 12/31/14. The index covers approximately 3000 constituents, offering investors broad exposure to mid, small, and micro cap companies. **The S&P Midcap 400 Index** consists of 400 domestic stocks chosen for market size, liquidity, and industry group representation. It is a capitalization-weighted index, with each stock's weight in the Index proportionate to its market value. **The S&P 500® Information Technology Index** comprises those companies included in the S&P 500 that are classified as members of the GICS® information technology sector.

The CRSP US Small Cap Value Index includes U.S. companies that fall between the bottom 2%-15% of the investable market capitalization. CRSP uses a multifactor model to classify value securities. **The CRSP US Small Cap Index** includes U.S. companies that fall between the bottom 2%-15% of the investable market capitalization. There is no lower limit in market capitalization, other than what is specified by investability screens. **The CRSP US Mid Cap Index** includes U.S. companies that fall between the 70%-85% of the investable market capitalization. **The CRSP US Total Market TR Index** comprises nearly 4,000 constituents across mega, large, small and micro capitalizations, representing nearly 100% of the U.S. investable equity market.

The Barclay Global Aggregate Index provides a broad-based measure of the global investment-grade fixed-rate debt markets. **The Barclays US Aggregate Bond Index** is composed of securities from the Barclays Government/Corporate Bond Index, Mortgage-Backed Securities Index, and the Asset-Backed Securities Index. **The Barclays Credit 1-5 Year Index** is composed of all bonds that are investment grade and have at least one to five years to maturity. **The Barclays Intmed Govt/Mortgage Index** is composed of all bonds covered by the Barclays Government/Corporate Bond Index with maturities between 1 and 9.99 years. **The Barclays US Government Inflation-Linked Bond Index** measures the performance of the US Treasury Inflation Protected Securities ("TIPS") market. The index includes TIPS with one or more years remaining maturity with total outstanding issue size of \$500m or more.

The Credit Suisse High Yld Bond Index reflects a trader-priced portfolio constructed to mirror the global high-yield debt market.

The Citi Treasury 3 Month T Bill is an unmanaged index representing monthly return equivalents of yield averages of the last 3 month Treasury Bill issues.

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