

City of Brockton Retirement System

# Investment Review

Review as of 5/31/20

This material represents performance related to City of Brockton Retirement System's account with SEI and should not be deemed an offer to sell or a solicitation of an offer to buy shares of any SEI Fund named.

**SEI** New ways.  
New answers.®

June 24, 2020

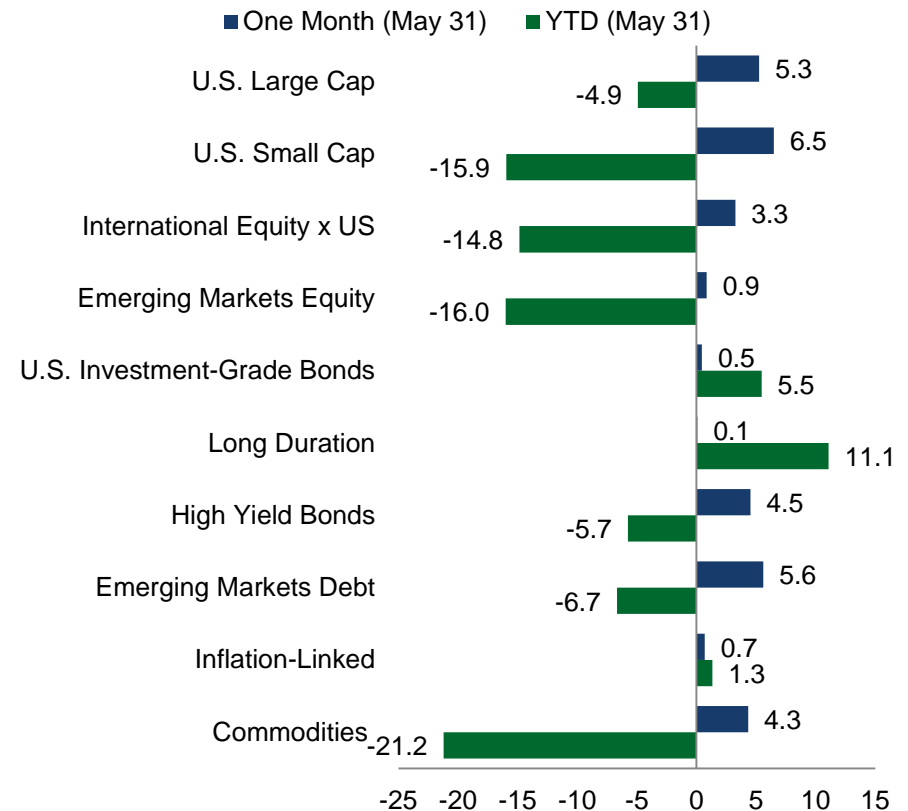
# Capital Markets Review

**SEI** New ways.  
New answers.®

# Market performance overview

- Equity markets around the globe continued their sharp rallies in May, although short of their remarkable April rebounds. The “risk-on” sentiment came amid a push by local governments to slowly reverse lockdowns of non-essential economic activity.
  - U.S. and European stocks generated solid monthly performance, while U.K. stocks delivered more subdued gains.
  - Within U.S. equities, information technology and materials companies posted robust returns.
  - Consumer staples and energy companies underperformed the rest of the pack.
  - Small-cap stocks beat large-cap stocks during the month. Growth stocks continued to beat value stocks.
- Government-bond rates followed divergent paths from country to country.
  - Short- and long-term U.S. Treasury rates increased as intermediate-term rates declined for the month.
  - The Federal Open Market Committee held no meeting in May after maintaining its monetary policy orientation at a late-April meeting. As part of its crisis-period response, the Federal Reserve began buying corporate bond exchange-traded funds on May 12 to support secondary-market liquidity.
- U.S. investment-grade corporate-bond issuance continued an unprecedented recovery from its standstill in March, racing past \$1 trillion in year-to-date issuance in late May.

## Financial Markets Review (%)

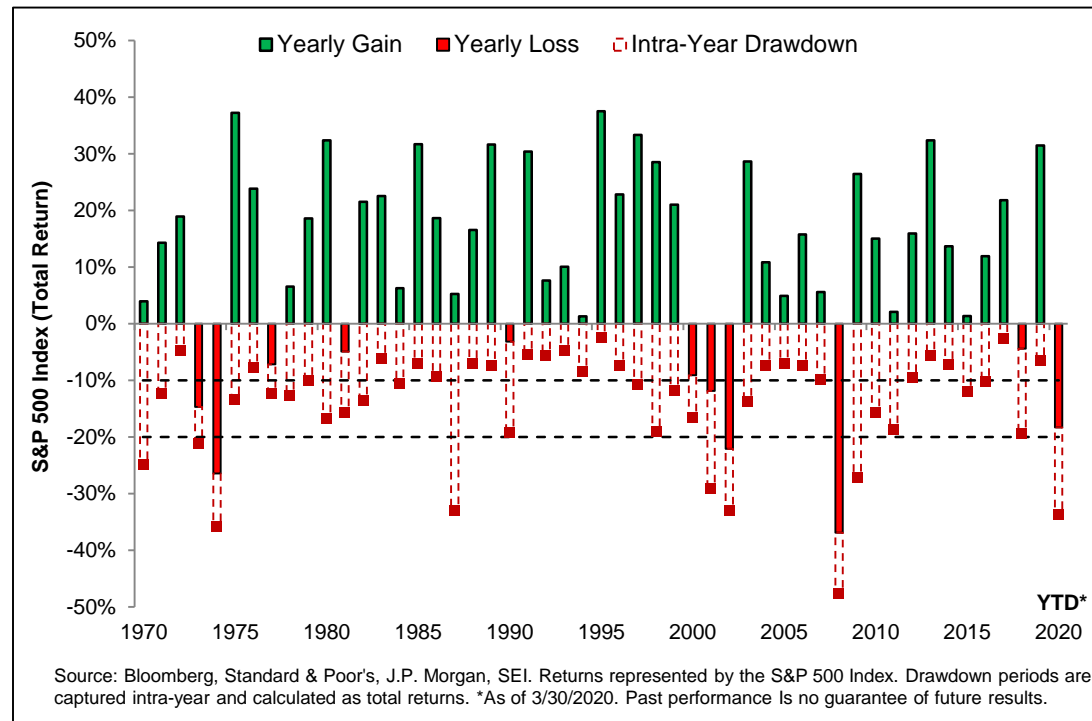


U.S. Large Cap = Russell 1000, U.S. Small Cap = Russell 2000, International Equity x U.S. = MSCI ACWI ex-US (net), Emerging Markets Equity = MSCI EFM (Emerging+Frontier Markets) (net), U.S. Investment Grade Bonds = Bloomberg Barclays U.S. Aggregate, High Yield = ICE BofA US HY Constrained, Emerging Markets Debt = 50% JPM EMBI GD / 50% GBI- EM GD Index, Long Duration = Bloomberg Barclays Long US Govt/Credit, Inflation Linked = Bloomberg Barclays 1-5 Year TIPS, Commodities = Bloomberg Commodity. Sources: SEI, index providers. Past performance is no guarantee of future results. As of 5/31/2020

# Equity market perspective

**While painful in the moment, significant market drawdowns are fairly common and represent an inherent part of equity investing.**

- From 1970 to 2019, the average intra-year pullback (peak-to-trough) of the S&P 500 Total Return Index measured almost -14%.
- Equity markets have spoiled investors over the last few years (2017 and 2019 in particular) with prolonged market rallies, relatively muted pullbacks, and sustained periods of low volatility.
  - Although, the fourth quarter of 2018 saw a decline of -19.4%, this was in line with historical market behavior.
- Startling to many, the current selloff has unfolded in a much shorter period of time which certainly plays a factor in emotional responses toward investing.



## Our outlook:

- The market has reached similar extreme oversold conditions as at the bottom of the previous three corrections. Whether prices now reflect all of the economic pain ahead is debatable. It is going to depend on the trajectory of the virus, the effectiveness of the monetary and fiscal measures that are now being put in place, and the confidence of investors. We expect to see more volatility ahead, perhaps even a retesting of the lows. We continue to encourage investors to stay diversified. If market prices are based on a long-term, multi-year expectation, then this fallout should represent a relatively small part of the market's forward-looking focus.

# Global factor composite performance

## Value

- “Cash crunch” and increased likelihood of extreme loss saw both cyclical and stable value underperform for the quarter.
- Cheaper energy and financials lagged the expensive IT

## Stability

- “Cash starved” economic environment rewarded profitability at all costs.
- Exposure to healthcare and information technology helped.
- Low volatility was ahead, but less than expected, hindered by lack of IT exposure. High Interest rate sensitivity benefited from collapsing rates worldwide.

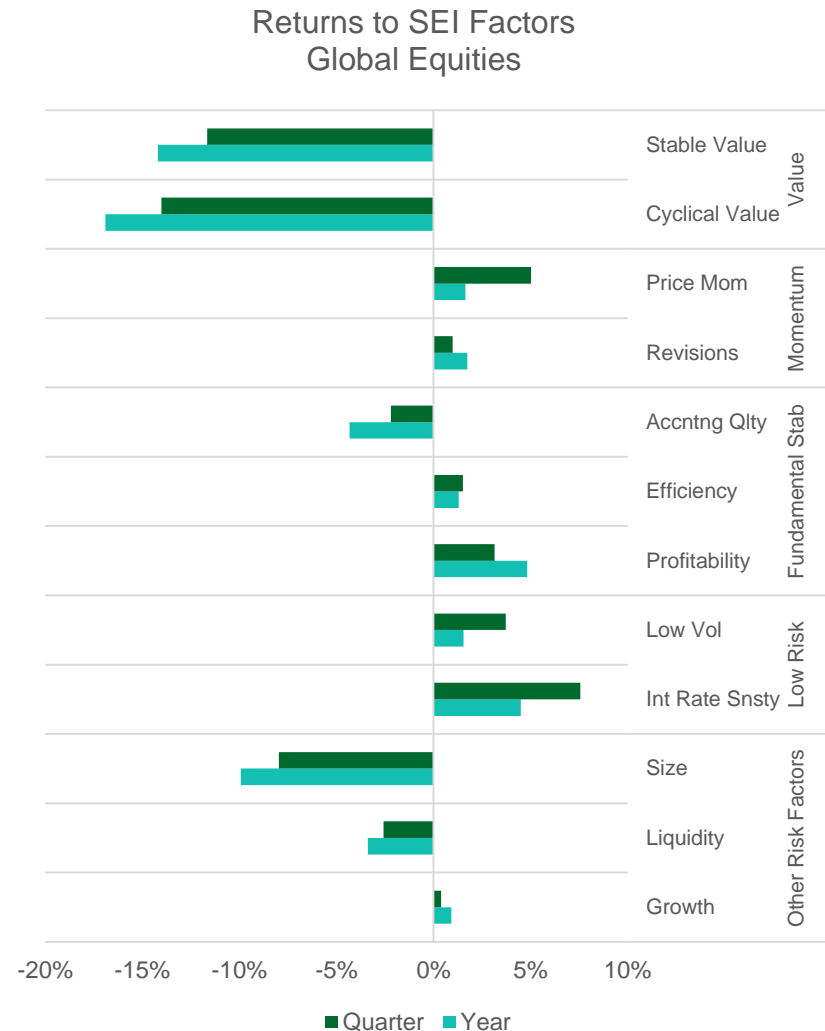
## Momentum

- Price momentum benefited from continuation of the pre-pandemic established tech trend
- Under uncertainty, companies and analysts have been pulling guidance and forecasts making it challenging environment for revisions.

## Size and Diversity

- Diversity detracted strongly as some market participants attempted to “de-risk” into a falling stock-market.

Source: SEI based on data from MSCI and Factset. Returns quoted in USD. The metrics are composites of underlying ratios that SEI has determined to be appropriate measures of each factor. Global equities are represented by the MSCI AC World Index. Data refers to past performance of liquidity-weighted top-tercile portfolios vs. the capitalization-weighted benchmark and rebalanced quarterly.. Past performance is not a guarantee of future results.



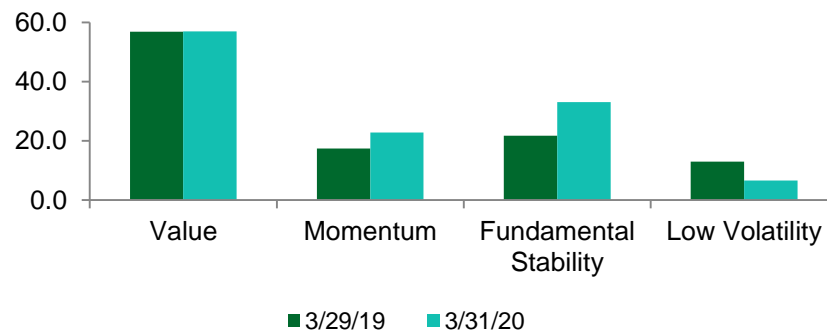
# World Select Equity

## Positioning by manager and scope

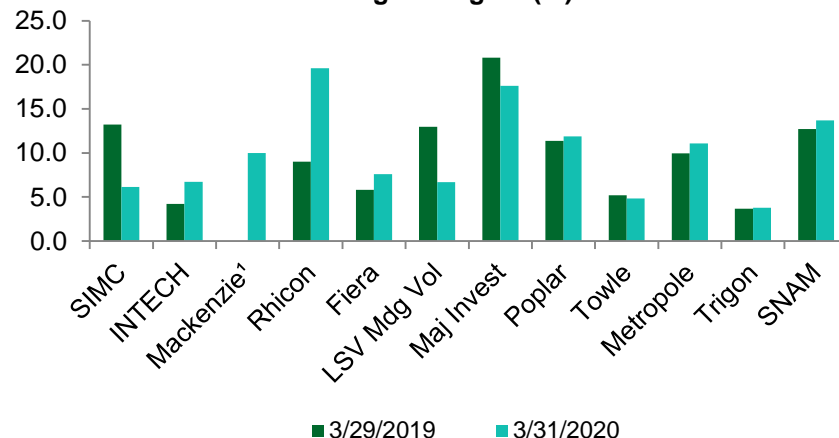
### Positioning Review

- Overweight Value vs Momentum due to high dispersion in the former and high valuation in the latter.
- Strategically overweight Diversity through utilization of active managers.
- Marginally overweight on Stability, with increase to Rhicon and decrease to LSV's managed volatility

Manager Allocation by Factor (%)



Manager Weights (%)



Manager weights exclude cash. Value is implemented through SNAM in Japan, Metropole in Europe, Trigon in EM Europe, Poplar and Towle in the US, and partially through Maj Invest. Momentum is implemented through INTECH, SIMC globally and Mackenzie in EM. Fundamental stability is implemented through Fiera in US, currency manager Rhicon and partially Maj Invest. Low Volatility is implemented through LSV Global Mgd Vol strategy. Maj Invest's allocation is split 2/3rds in value and 1/3rd in fundamental stability. <sup>1</sup>Mackenzie was introduced on 10-Apr-2019

# World Select Equity

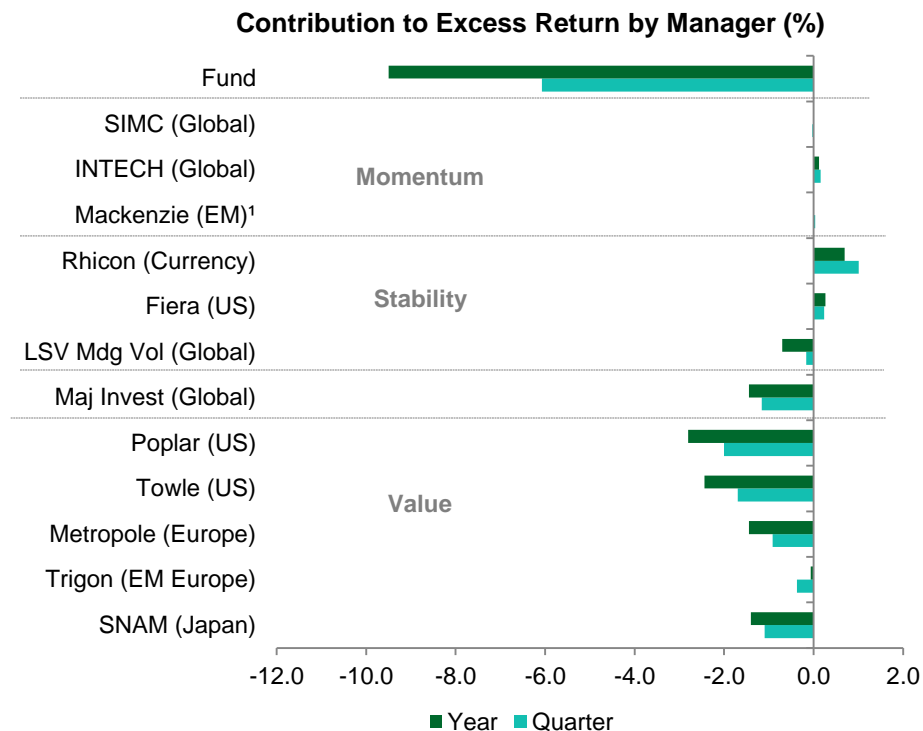
## Attribution by alpha source and manager

### Fund Level Comments

- Although the market direction changed abruptly, the underlying leadership remained broadly unchanged, favouring large profitable stocks versus the rest.
- Struggling diversity was a negative theme across most active strategies
- The fund underperformed over the quarter, suffering from its mid cap bias, overweight to value, and poor stock specifics from some managers.

### Manager Level Comments

- Value managers lagged, affected by their alpha source. SNAM, Poplar and Towle were also affected by additional stock specific negatives.
- Momentum managers benefited from a benign environment to their process, as previously established positive trend in large cap tech stocks proved particularly beneficial.
- Rhicon, our “hedge” for stress times, delivered strong returns, benefiting from an environment of rising volatility.



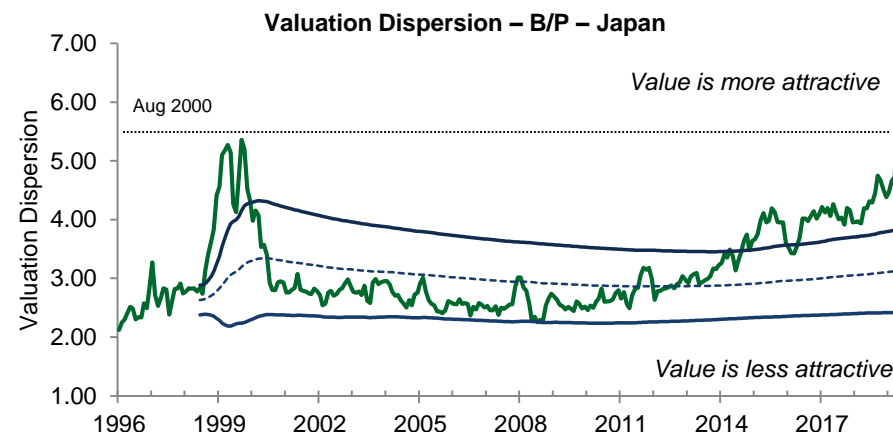
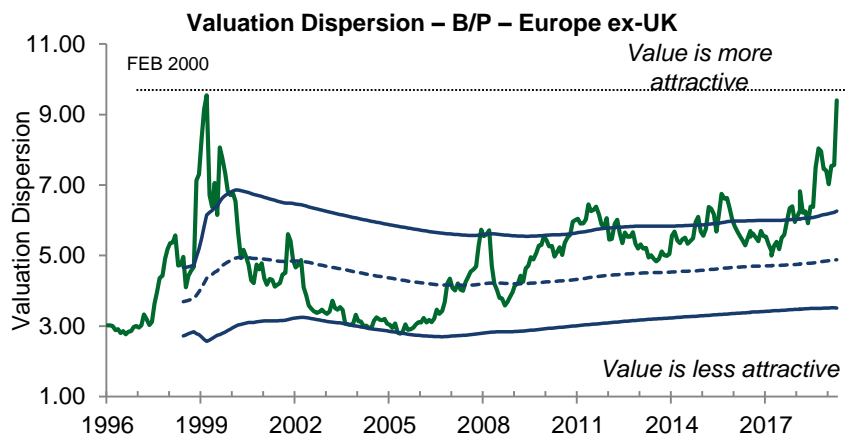
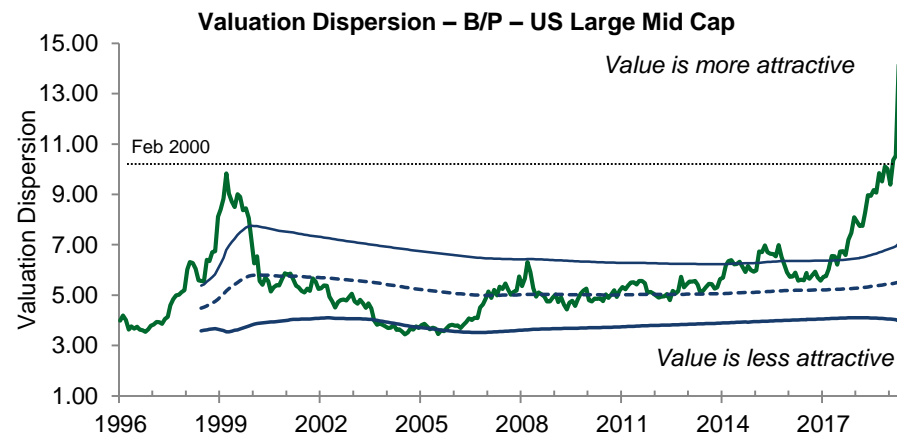
Source: FactSet/SEI. Performance data quoted is past performance, gross of fees. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost, and current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please call 1-800-DIAL-SEI.

The manager contribution to excess return is an estimation of each manager's contribution, arrived at by calculating their weight in the Fund and their relative return against the manager's respective benchmark. Benchmarks: MSCI ACWI (Net) for INTECH, SIMC, Maj Invest, LSV and Fund; MSCI Europe (Net) for Metropole; MSCI Japan (Net) for Sompo Japan Nipponkoa Asset Management ("SNAM"); zero for Rhicon; MSCI US (Net) for Towle, Fiera and Poplar; MSCI EM (Net) for Mackenzie (EM) and Trigon (EM Europe). As the manager benchmarks vary, the sum of the relative returns may not add up to the Fund's relative return against its benchmark, the MSCI ACWI (Net). SEI Investments has an approximately 38.9% minority ownership interest in LSV Asset Management as of Dec 31, 2019. <sup>1</sup>Mackenzie was introduced on 10-Apr-2019.

# World Equity Strategies

## Value outlook

- Panic selling created unprecedented opportunity for value investing.
- While some cheap stocks will clearly struggle with debt, cash flows, and hesitant consumers, the majority should survive.
- Dual monetary and fiscal stimulus may also lead to inflationary pressures in the future, something that value stocks are more resilient to



Indexes: S&P United States Large Midcap Index, S&P Europe ex UK Large Midcap Index, and S&P LargeMid Cap Japan Index. Valuation dispersion is measured by a ratio in median values of equally weighted 2nd and 9th deciles. The charts also show Average (dotted blue), +1 and -1 standard deviation (solid blue) lines on an expanding basis. Source: SEI based on data from FactSet, Axioma. Data refers to past performance. Past performance is not a reliable indicator of future results.





# Portfolio Summary and Performance

FOR INSTITUTIONAL INVESTOR USE ONLY. NOT FOR PUBLIC DISTRIBUTION.

# Important information: asset valuation and portfolio returns

Inception date **09/30/2014**. Historical Total Index can be provided upon request.

The Portfolio Return and fund performance numbers are calculated using Gross Fund Performance, using a true time-weighted performance method (prior to 6/30/2012, the Modified Dietz method of calculation was used). Gross Fund Performance reflects the effective performance of the underlying mutual funds that are selected or recommended by SIMC to implement an institutional client's investment strategy. Gross Fund Performance does not reflect the impact of fund level management fees, fund administration or shareholder servicing fees, all of which, if applicable, are used to offset the account level investment management fees the client pays to SIMC. Gross Fund Performance does reflect certain operational expenses charged by the funds and the reinvestment of dividends and other earnings. The inclusion of the fund level expenses that the client incurs but that are offset against the client's account level investment management fees would reduce the Gross Fund Performance of the mutual funds. For additional information about how performance is calculated, please see your monthly performance report.

If applicable, alternative, property and private assets performance and valuations may be reported on a monthly or quarterly lag. Alternative, property and private assets performance is calculated gross of investment management fees and net of administrative expenses and underlying fund expenses. However: Structured Credit Fund performance is calculated gross of investment management fees and net of administrative expenses; SEI Offshore Opportunity Fund II Ltd. Class A performance is calculated net of investment management and administrative expenses; and Energy Debt Fund performance is calculated net of management fees, performance fees, as applicable, and operating expenses.

Net Portfolio Returns since 6/30/12 reflect the deduction of SIMC's investment management fee and the impact that fee had on the client's portfolio performance. Prior to 6/30/12, Net Portfolio Returns deduct a proxy annual fee for all periods to demonstrate the impact that SIMC's investment management fee had on the portfolio performance. However, this is a hypothetical calculation, as it does not reflect the actual fees paid by the client during the period. Please see your client invoice for actual fees paid.

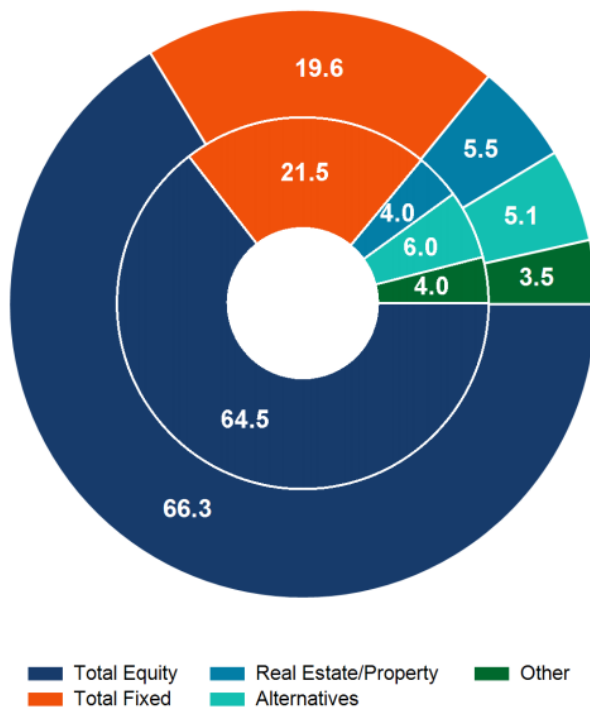
Performance prior to client's transition to SEI was provided to SEI by client's previous provider ("Prior Performance"). Neither SEI nor its affiliates assumes any responsibility for the accuracy or completeness of the Prior Performance and such information has not been independently verified by SEI. Performance since client's inception date with SEI is calculated by SEI and has been linked to the Prior Performance. Prior performance is gross of fees.

As of the close of business on 8/5/2014, the Total Index Composition is as follows:  
100% PRIT Fund Index

# City of Brockton Retirement System

## Asset summary at May 31, 2020

**Asset Allocation (%)**  
Actual (Outer Ring) vs. Target (Inner Ring)



**Summary for periods ending 5/31/2020**

	One Month	Three Month	Year To Date	1 Year
Beginning Portfolio Value	\$372,148,086	\$402,707,119	\$436,173,767	\$389,095,626
Net Cash Flows	(\$3,339,329)	(\$9,339,288)	(\$15,656,818)	(\$8,760,081)
Gain / Loss	\$14,362,752	(\$10,196,322)	(\$37,345,440)	\$2,835,964
Ending Portfolio Value	\$383,171,509	\$383,171,509	\$383,171,509	\$383,171,509

Please refer to the important disclosures accompanying your portfolio performance in this presentation for information on performance calculations.

# City of Brockton Retirement System – SEI Only Report

## Fund balances and performance at May 31,2020

Returns for periods ending 5/31/2020										
	Total	Actual	Cumulative (%)			Annualized (%)				Inception
	Assets (\$)	Alloc (%)	1 Month	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	9/30/2014
<b>Total Portfolio Return</b>	362,620,258	100	4.15	-2.45	-8.88	1.13	3.32	4.39	-	4.83
<i>Standard Deviation Portfolio</i>							12.22	10.62		
<b>Total Portfolio Return Net</b>			4.03	-2.82	-9.33	0.38	2.71	3.81	-	4.26
<i>Standard Deviation Portfolio (Net)</i>							12.19	10.60		
<b>PRIT Fund Index</b>			2.23	-0.44	-3.76	6.16	6.41	6.47	-	6.72
<b>Total Equity</b>	241,119,031	66.5	5.07	-2.66	-13.14	-0.07	2.67	4.01	-	4.73
<b>Global Equity</b>	137,730,862	38.0	4.85	-4.43	-15.77	-3.58	-	-	-	0.52
World Select Equity Fund	137,730,862	38.0	4.85	-4.43	-15.77	-3.58	-	-	-	0.52
<i>MSCI All Country World Index (Net)</i>			4.35	-0.07	-9.16	5.43	-	-	-	5.17
<b>US Equity</b>	79,605,323	21.9	5.72	1.72	-6.80	9.27	8.56	8.59	-	9.12
S&P 500 Index Fund	60,075,817	16.6	4.74	3.65	-4.96	12.78	10.21	9.80	-	10.16
<i>S&amp;P 500 Index</i>			4.76	3.59	-4.97	12.84	10.23	9.86	-	10.20
Extended Market Index Fund	19,529,506	5.4	8.80	-0.73	-9.16	3.92	6.04	6.00	-	7.43
<i>Russell Small Cap Completeness Index</i>			8.79	-0.87	-9.25	3.83	5.93	5.93	-	7.35
<b>World Equity x-US</b>	23,782,846	6.5	4.17	-5.33	-14.88	-3.64	0.25	1.17	-	1.69
State Street Glb All Cap Eq x-US Index Fund	23,782,846	6.5	4.17	-5.33	-14.88	-3.64	-	-	-	-0.37
<i>Hist Blend: SSGA MSCI ACWI ex-US IMI</i>			3.63	-4.86	-14.94	-3.40	-	-	-	-0.34
<b>Total Fixed Income</b>	70,636,876	19.5	3.32	-1.41	-0.86	4.24	3.46	3.94	-	3.80
Core Fixed Income Fund	38,273,280	10.6	0.95	2.14	5.67	10.12	-	-	-	10.35
<i>Bloomberg Barclays US Agg Bond Index</i>			0.47	1.65	5.47	9.42	-	-	-	9.66
Emerging Markets Debt Fund	20,551,630	5.7	7.00	-5.84	-7.82	0.65	1.43	3.00	-	2.09
<i>Hist Blend: Emerging Markets Debt Index</i>			5.62	-4.69	-6.67	1.26	1.81	3.19	-	2.18
High Yield Bond Fund	11,811,967	3.3	4.97	-8.06	-9.17	-4.06	1.72	3.57	-	3.78
<i>Hist Blend: High Yield Bond Index</i>			4.52	-4.24	-5.76	0.29	2.63	4.05	-	4.10
<b>Real Estate / Property</b>	19,811,517	5.5	0.00	1.02	2.64	6.01	7.64	9.09	-	9.14
SEI Core Property Fund	19,811,517	5.5	0.00	1.02	2.64	6.01	7.64	9.09	-	9.15
<i>Hist Blend: Core Property Index</i>			0.00	0.71	2.27	5.28	6.41	7.65	-	7.87

PRIT Returns are gross of fees, except for the returns of certain constituent portfolios, and were calculated by PERAC. Neither SEI nor its affiliates assumes any responsibility for the accuracy or completeness of the PRIT Returns and such information has not been independently verified by SEI.

# City of Brockton Retirement System – SEI Only Report

## Fund balances and performance at May 31,2020

Returns for periods ending 5/31/2020

	Total	Actual	Cumulative (%)			Annualized (%)				Inception
	Assets (\$)	Alloc (%)	1 Month	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	9/30/2014
<b>Alternatives</b>	18,305,618	5.0	1.95	-18.37	-15.55	-15.12	-0.03	3.30	-	3.83
SEI Structured Credit Fund	9,702,165	2.7	3.74	-31.27	-27.35	-29.26	-5.62	0.05	-	0.78
SEI GPA III, LP	6,244,940	1.7	0.00	1.71	1.71	7.35	13.01	12.80	-	12.03
SEI GPA IV, LP	2,133,270	0.6	0.00	3.52	3.52	10.54	-	-	-	8.49
SEI GPA V, L.P.	225,243	0.1	0.00	-	-	-	-	-	-	0.00
<b>Other</b>	12,747,214	3.5	1.39	-7.27	-13.21	-3.57	1.45	3.03	-	4.48
Multi Asset Real Return Fund	12,747,214	3.5	1.39	-2.86	-6.29	-3.21	-0.48	-	-	-0.56
Bloomberg Barclays 1-5 Year US TIPS Index			0.70	0.23	1.34	3.54	2.29	-	-	2.09
<b>Cash/Cash Equivalents</b>	1	0.0	-	-	-	-	-	-	-	-
Daily Income TR Govt Portfolio A	1	0.0	-	-	-	-	-	-	-	-
ICE BofA ML 3 Month US T-Bill Index			-	-	-	-	-	-	-	-

PRIT Returns are gross of fees, except for the returns of certain constituent portfolios, and were calculated by PERAC. Neither SEI nor its affiliates assumes any responsibility for the accuracy or completeness of the PRIT Returns and such information has not been independently verified by SEI.

# City of Brockton Retirement System – Consolidated Report

## Fund balances and performance at May 31,2020

Returns for periods ending 5/31/2020

	Total Assets (\$)	Actual Alloc (%)	Cumulative (%)			Annualized (%)				Inception 9/30/2014
			1 Month	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	
<b>Total Portfolio Return</b>	383,171,509	100	3.88	-2.38	-8.50	0.88	3.01	4.10	-	4.51
<i>Standard Deviation Portfolio</i>							11.53	9.91		
<b>Total Portfolio Return Net</b>			3.78	-2.73	-8.92	0.17	2.45	3.57	-	3.98
<i>Standard Deviation Portfolio (Net)</i>							11.49	9.88		
<b>PRIT Fund Index</b>			2.23	-0.44	-3.76	6.16	6.41	6.47	-	6.72
<b>Total Equity</b>	241,119,031	63.0	5.07	-2.66	-13.14	-0.07	2.67	4.01	-	4.76
<b>Global Equity</b>	137,730,862	36.1	4.85	-4.43	-15.77	-3.58	-	-	-	0.52
World Select Equity Fund	137,730,862	36.1	4.85	-4.43	-15.77	-3.58	-	-	-	0.52
<i>MSCI All Country World Index (Net)</i>			4.35	-0.07	-9.16	5.43	-	-	-	5.17
<b>US Equity</b>	79,605,323	20.8	5.72	1.72	-6.80	9.27	8.56	8.59	-	9.12
S&P 500 Index Fund	60,075,817	15.7	4.74	3.65	-4.96	12.78	10.21	9.80	-	10.16
<i>S&amp;P 500 Index</i>			4.76	3.59	-4.97	12.84	10.23	9.86	-	10.20
Extended Market Index Fund	19,529,506	5.1	8.80	-0.73	-9.16	3.92	6.04	6.00	-	7.43
<i>Russell Small Cap Completeness Index</i>			8.79	-0.87	-9.25	3.83	5.93	5.93	-	7.35
<b>World Equity x-US</b>	23,782,846	6.2	4.17	-5.33	-14.88	-3.64	0.25	1.17	-	1.69
State Street Glb All Cap Eq x-US Index Fund	23,782,846	6.2	4.17	-5.33	-14.88	-3.64	-	-	-	-0.37
<i>Hist Blend: SSGA MSCI ACWI ex-US IMI</i>			3.63	-4.86	-14.94	-3.40	-	-	-	-0.34
<b>Total Fixed Income</b>	70,636,876	18.4	3.32	-1.41	-0.86	4.24	3.45	3.94	-	3.80
Core Fixed Income Fund	38,273,280	10.0	0.95	2.14	5.67	10.12	-	-	-	10.35
<i>Bloomberg Barclays US Agg Bond Index</i>			0.47	1.65	5.47	9.42	-	-	-	9.66
Emerging Markets Debt Fund	20,551,630	5.4	7.00	-5.84	-7.82	0.65	1.43	2.99	-	2.09
<i>Hist Blend: Emerging Markets Debt Index</i>			5.62	-4.69	-6.67	1.26	1.81	3.19	-	2.18
High Yield Bond Fund	11,811,967	3.1	4.97	-8.06	-9.17	-4.06	1.72	3.57	-	3.78
<i>Hist Blend: High Yield Bond Index</i>			4.52	-4.24	-5.76	0.29	2.63	4.05	-	4.10

PRIT Returns are gross of fees, except for the returns of certain constituent portfolios, and were calculated by PERAC. Neither SEI nor its affiliates assumes any responsibility for the accuracy or completeness of the PRIT Returns and such information has not been independently verified by SEI.

# City of Brockton Retirement System – Consolidated Report

## Fund balances and performance at May 31,2020

Returns for periods ending 5/31/2020										
	Total	Actual	Cumulative (%)			Annualized (%)				Inception
	Assets (\$)	Alloc (%)	1 Month	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	9/30/2014
<b>Alternatives</b>	36,254,008	9.4	0.83	-10.67	-9.10	-9.98	-0.02	1.41	-	0.74
SEI Structured Credit Fund	9,702,165	2.5	3.74	-31.27	-27.35	-29.26	-5.62	0.05	-	0.78
Ascent Venture Partners V, LP	6,639,009	1.7	0.00	-0.48	-0.48	-0.96	-0.57	3.28	-	2.95
SEI GPA III, LP	6,244,940	1.6	0.00	1.71	1.71	7.35	13.01	12.80	-	12.03
Ascent Venture Partners VI, LP	5,889,189	1.5	0.00	0.00	0.00	-1.83	6.66	-	-	3.62
Oppenheimer Global Res PE Offshore	2,382,295	0.6	0.00	-2.41	-4.62	-9.17	-0.75	-2.56	-	-2.27
SEI GPA IV, LP	2,133,270	0.6	0.00	3.52	3.52	10.54	-	-	-	8.49
Aberdeen Energy & Resources Partners II LP	2,089,965	0.5	-2.45	-2.73	-2.73	-10.42	-9.92	-8.56	-	-9.08
Healthpoint Partners Venture	320,416	0.1	0.00	0.00	0.00	0.47	-2.80	-12.03	-	-10.69
Landmark Equity Partners XIV LP	480,357	0.1	0.00	0.00	0.10	-1.30	2.50	-1.55	-	0.01
SEI GPA V, L.P.	225,243	0.1	0.00	-	-	-	-	-	-	0.00
Ascent Venture Partners III, LP	87,225	0.0	0.00	-8.90	-8.90	-26.93	-15.81	-14.63	-	-16.40
Ascent Venture Partners IV, LP	39,296	0.0	0.00	-0.94	-0.94	-37.35	-50.76	-44.38	-	-45.51
Boston Capital Ventures III, LP	20,638	0.0	0.00	0.00	0.00	0.00	0.00	-5.66	-	-5.01
<b>Real Estate / Property</b>	22,414,378	5.8	-0.28	0.58	2.39	5.06	5.23	6.61	-	7.32
SEI Core Property Fund	19,811,517	5.2	0.00	1.02	2.64	6.01	7.64	9.09	-	9.15
<i>Hist Blind: Core Property Index</i>			0.00	0.71	2.27	5.28	6.41	7.65	-	7.87
Siguler Guff Dist RE Opportunity	1,985,063	0.5	-2.89	-2.89	1.65	4.06	8.30	10.49	-	13.12
<i>NCREIF Property Index</i>			0.00	0.71	0.71	5.28	6.41	7.65	-	7.95
Arsenal Real Estate Fund IA, LP	215,351	0.1	-1.04	-3.15	-3.15	-5.20	-35.19	-32.13	-	-29.41
<i>NCREIF Property Index</i>			0.00	0.71	0.71	5.28	6.41	7.65	-	7.95
Landmark Real Estate Fund VI LP	316,246	0.1	0.00	0.00	-3.11	-20.37	-6.79	-2.24	-	0.74
<i>NCREIF Property Index</i>			0.00	0.71	0.71	5.28	6.41	7.65	-	7.95
Mesirov Financial Real Estate Value Fund	22,427	0.0	0.00	-11.26	-11.26	-10.33	0.19	8.87	-	8.59
<i>NCREIF Property Index</i>			0.00	0.71	0.71	5.28	6.41	7.65	-	7.95
Tuckerman Residential Income & Value Add	63,774	0.0	-1.39	-1.39	-0.29	0.68	-2.12	-0.26	-	-1.17
<i>NCREIF Property Index</i>			0.00	0.71	0.71	5.28	6.41	7.65	-	7.95

PRIT Returns are gross of fees, except for the returns of certain constituent portfolios, and were calculated by PERAC. Neither SEI nor its affiliates assumes any responsibility for the accuracy or completeness of the PRIT Returns and such information has not been independently verified by SEI.

# City of Brockton Retirement System – Consolidated Report

## Fund balances and performance at May 31,2020

Returns for periods ending 5/31/2020

	Total Assets (\$)	Actual Alloc (%)	Cumulative (%)			Annualized (%)				Inception
			1 Month	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	9/30/2014
<b>Other</b>	12,747,214	3.3	1.39	-7.27	-13.21	-3.57	1.45	3.03	-	4.48
Multi Asset Real Return Fund	12,747,214	3.3	1.39	-2.86	-6.29	-3.21	-0.48	-	-	-0.56
Bloomberg Barclays 1-5 Year US TIPS Index			0.70	0.23	1.34	3.54	2.29	-	-	2.09
<b>Cash/Cash Equivalents</b>	1	0.0	-	-	-	-	-	-	-	-
Daily Income TR Govt Portfolio A	1	0.0	-	-	-	-	-	-	-	-
ICE BofA ML 3 Month US T-Bill Index			-	-	-	-	-	-	-	-

PRIT Returns are gross of fees, except for the returns of certain constituent portfolios, and were calculated by PERAC. Neither SEI nor its affiliates assumes any responsibility for the accuracy or completeness of the PRIT Returns and such information has not been independently verified by SEI.



# Important information:

## YTD performance attribution versus PRIT

---

Data as of 5/31/2020. PRIT returns are as reported by the Massachusetts Pension Reserves Investment Management Board. SEI makes no representation as to the accuracy or methodology of performance calculation.

The SEI Portfolio Return and fund performance numbers are calculated using Gross Fund Performance, using a true time-weighted performance method (prior to 6/30/2012, the Modified Dietz method of calculation was used). Gross Fund Performance reflects the effective performance of the underlying mutual funds that are selected or recommended by SIMC to implement an institutional client's investment strategy. Gross Fund Performance does not reflect the impact of fund level management fees, fund administration or shareholder servicing fees, all of which, if applicable, are used to offset the account level investment management fees the client pays to SIMC. Gross Fund Performance does reflect certain operational expenses charged by the funds and the reinvestment of dividends and other earnings. The inclusion of the fund level expenses that the client incurs but that are offset against the client's account level investment management fees would reduce the Gross Fund Performance of the mutual funds. For additional information about how performance is calculated, please see your monthly performance report.

SEI performance for the Value Added Fixed Income category is comprised of the returns of the SEI Emerging Market Debt, High Yield Bond and Structured Credit Funds, weighted in accordance with their end of period weights as reported in these materials. SEI performance for the Private Equity category is comprised of the returns of the SEI Global Private Assets Fund III and Fund IV, weighted in accordance with their end of period weights as reported in these materials.

If applicable, alternative, property and private assets performance and valuations may be reported on a monthly or quarterly lag. Alternative, property and private assets performance is calculated gross of investment management fees and net of administrative expenses and underlying fund expenses. However: Structured Credit Fund performance is calculated gross of investment management fees and net of administrative expenses;

PRIT returns are gross of fees.

## YTD performance attribution versus PRIT

	SEI	PRIT	Comments
Global Equity	-17.3%	-14.7%	Value bias hurt but strongly believe in potential to outperform
Core Fixed	+4.7	+10.0	PRIT's 30 Yr Treasury strips outperformed as rates plummeted
Value Added Fixed	-12.6	-8.1	Lagged performance of SEI Structured Credit doesn't yet reflect strong rebound
Real Estate	+2.6	-3.1	Continued strong outperformance of SEI real estate
Private Equity	+2.2	+5.5	SEI outperforming PRIT's funds of similar vintage years

Outlook: Expect to make up ground in equities and core bonds as recovery continues. May performance a good example.

Recommendation: Real estate allocation has drifted lower as legacy funds pay out. Add 5% to core real estate.

# SEI's representative institutional investment strategies

## Domestic Equity

### Large Cap Equity Strategy

AJO, L.P. – Quantitative Relative Value  
Coho Partners – Relative Value  
Fred Alger Management, Inc. – Differentiated Momentum  
LSV Asset Management\* – Quantitative Contrarian Value  
Mar Vista Investment Partners LLC – Stability  
Schafer Cullen Capital Management – Disciplined Value

### U.S. Small Cap II Equity Strategy

ArrowMark Partners – Stable Growth  
Copeland Capital Management, LLC – Dividend Growth  
EAM Investors, LLC – Momentum Growth  
LMCG Investments, LLC – Relative Value  
Los Angeles Capital Management – Micro Cao  
Snow Capital Management, LP – Value

### SEI Extended Markets Index Strategy

SSGA Funds Management, Inc. – Passive

### World Equity ex-U.S. Strategy

Acadian Asset Management – Quant Value/Momentum  
Alliance Bernstein, L.P. – Quant Value  
Baillie Gifford – Growth  
JO Hambro Capital Management – GARP  
McKinley Capital Management – Quantitative Momentum  
Wells Fargo Asset Management – Value

### Global Managed Volatility Strategy

Acadian Asset Management  
Wells Fargo Asset Management  
LSV Asset Management\*

### U.S. Equity Factor Allocation Strategy

SEI Investments Management Corporation

### U.S. Large Cap Disciplined Equity Strategy

AJO, L.P. – Large Cap Momentum  
Ceredex Value Advisors LLC – Large Cap Value  
Coho Partners, Ltd. – Stability  
Quantitative Mgmt. Associates – Quantitative Bias Exploitation

### U.S. Small Cap Equity Strategy

Axiom International Investors, LCC – Quantitative Growth  
EAM Investors, LLC – Momentum Growth  
Falcon Point Capital – Emerging Growth  
Los Angeles Capital Management – Micro Cao  
LSV Asset Management L.P. – Value  
Martingale Asset Management, L.P. – Low Volatility

### Large Cap Index Strategy

SSGA Funds Management, Inc. – Passive

### S&P 500 Index Strategy

SSGA Funds Management, Inc. – Passive

### Emerging Markets Equity Strategy

JO Hambro Capital Management – Growth  
Kleinwort Benson Investors International Ltd. – Dividend Focus  
Lazard Asset Management – Growth  
Macquarie Investment Management – Intrinsic Value  
Neuberger Berman – QuaRP  
Qtron Investments, LLC – Contextual modeling  
RWC Asset Advisors (U.S.) LLC. – Growth

### U.S. Small/Mid Cap Equity Strategy

ArrowMark Partners – Stable Growth  
Axiom International Investors – Quantitative Growth  
Cardinal Capital - SMID Cap Value  
Copeland Capital Management, LLC – Dividend Growth  
LSV Asset Management\* – Contrarian Value  
361 Capital, LLC – Diversified Momentum

### Real Estate Strategy

CenterSquare Investment Management – REIT

### U.S. Managed Volatility Strategy

Wells Fargo Asset Management  
LSV Asset Management\* – Contrarian Value

## Global Equity

### Screened World Equity ex-U.S. Strategy

Acadian Asset Management – Core  
Baillie Gifford – Growth  
McKinley Capital Management – Growth  
Wells Fargo Asset Management – International Equity

### World Select Equity Strategy

AS Trigon – Emerging European Value  
Fiera Capital – Deep Quality/Stability  
INTECH – Global Volatility Capture / Momentum  
LSV Asset Management\* – U.S. Value  
Mackenzie Investments – Momentum  
Maj Invest. – Global Value/Stability  
Metropole – Pan European Value  
Poplar Forest Capital, LLC – Value  
Rhicon Currency Management – Currency Overlay  
SNAM – Japan Value  
Towle & Co – U.S. Value

Sub-Adviser Diversification as of April 30, 2020. The strategies above are not an exhaustive list, but represent those that are typically utilized by SEI Institutional clients. Certain strategies are currently available only in registered mutual fund products. References to specific SEI funds are designed to illustrate SEI's manager selection process, which is implemented by SEI Investments Management Corporation (SIMC). The managers may be offered exclusively through mutual funds. References to specific securities do not constitute an offer or recommendation to buy, sell or hold such securities. \*As of December 31, 2019, SEI Investments Company has a 38.9% minority ownership interest in LSV Asset Management.

# SEI's representative institutional investment strategies (continued)

## Fixed Income

### Cash Management Strategies

Money Market Funds  
Custom Separate Accounts

### Opportunistic Income Strategy

Ares Management – Bank Loans  
Manulife Investment Management – Multi-Sector  
LIBOR Plus  
Schroders Asset Management. – Enhanced Cash  
Wellington Management Company – Enhanced Cash

### Ultra Short Duration Bond Strategy

MetLife Investment Management, LLC  
Wellington Management Company

### Short Gov't Bond Strategy

Wellington Management Company

### Limited Duration Bond Strategy

Logan Circle Partners  
Metropolitan West Asset Management LLC

### High Yield Bond Strategy

Ares Management – Opportunistic  
Benefit Street Partners – Relative Value  
Brigade Capital Management – Opportunistic  
J.P. Morgan Asset Management – Relative Value  
T. Rowe Price Associates – High Yield

### Emerging Markets Debt Strategy

Colchester Global Investors – Consistency  
Investec Asset Management – Security Selection  
Marathon Asset Management, LP – Experience  
Neuberger Berman – Macro  
Stone Harbor Investment Partners – Relative Value

### Core Fixed Income Plus Strategy

U.S. Core Fixed Income Strategy  
High Yield Strategy  
Emerging Debt Strategy

### U.S. Core Fixed Income Strategy

Jennison Associates – Security Selector w/Corporate Bond  
Focus  
MetLife Investment Management, LLC – Core Fixed Income  
Metropolitan West Asset Management – Macro/Value-Oriented  
Wells Fargo Asset Management – Security Selection  
Western Asset Management – Macro/Sector Rotator

### Intermediate Duration Credit Strategy

Income Research & Management  
Legal & General Inv. Mgmt. America  
MetLife Investment Management, LLC

### Long Duration Credit Strategy

Income Research & Management  
Jennison Associates  
Legal & General Inv. Mgmt. America  
MetLife Investment Management, LLC  
Metropolitan West Asset Management

### Long Duration Bond Strategy

Income Research & Management  
Jennison Associates  
Legal & General Inv. Mgmt. America  
Metropolitan West Asset Management

## Alternative Investments

### Alternative Investments

Equity Long/Short Strategies  
Event Driven Strategies  
Global Macro Strategies  
Relative Value Strategies  
Venture Capital Strategies  
Buyout Strategies  
Private Debt Strategies  
Private Real Assets Strategies  
Private Real Estate Strategies  
Structured Credit Strategies  
Energy Debt Strategies

## Other

### Dynamic Asset Allocation Strategy

State Street Global Advisors

### Multi-Asset Real Return Strategy

AllianceBernstein L.P. – Multi Asset Real Return  
Columbia Management Investments – Active Commodities  
Credit Suisse – Quantitative  
QS Investors, LLC – Inflation Long/Short Equity

Sub-Adviser Diversification as of April 30, 2020. The strategies above are not an exhaustive list, but represent those that are typically utilized by SEI Institutional clients. Certain strategies are currently available only in registered mutual fund products. References to specific SEI funds are designed to illustrate SEI's manager selection process, which is implemented by SEI Investments Management Corporation (SIMC). The managers may be offered exclusively through mutual funds. References to specific securities do not constitute an offer or recommendation to buy, sell or hold such securities.

# Private Equity

**SEI** New ways.  
New answers.®

# Market environment

---

- The first quarter of 2020 generally saw varying degrees of slowdown in the different areas of the private assets (PA) markets, although there were some positive items.
- To start, net asset values (NAVs) are expected to see the effect of significantly negative mark-to-market comparables due to the recent performance in public equity markets on the back of the COVID-19 outbreak and subsequent efforts to minimize the spread of the virus. Company-level operations were remaining steady until the final month of the quarter, after which many were required to scale back, if not shut down entirely. However, not all companies are the same; the impacts range from negative to nothing to positive, depending on the industry and product line or service offering.
- The number of buyout transactions during the first quarter increased slightly from the fourth quarter of 2019, while the dollar value decreased due primarily to smaller deal sizes. Smaller deals were most prominent in Asia where the COVID-19 outbreak occurred earlier in the quarter and the business disruption limited larger, more complex transactions. Venture-capital deals appeared to see the most immediate impact as the number and dollar value in this area both slowed sharply when compared to the previous quarter. Given the country was the epicenter of the COVID-19 outbreak, investments in China-based companies, which had been a primary driver of deal flow and value during prior quarters, were hit hardest and fell by 39% quarter to quarter.
- Despite seeing an abrupt late-quarter change in business practices and market environment, buyout exit markets were open and active to start the year with the number of exits up from the prior quarter. The number of venture exits declined during the quarter, but the overall value was higher due to larger average deal sizes.
- In aggregate, fundraising was lower based on the number of funds having a final close and the total dollars raised relative to the fourth quarter as investors began pausing commitments amid increased public market volatility.

Performance is gross of investment management fees and net of administrative expenses and underlying fund expenses. Performance data quoted is past performance. Past performance is no guarantee of future results. The principal value and investment return of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original value. Current performance may be higher or lower. For performance data current to the most recent month end, please call your client service representative.

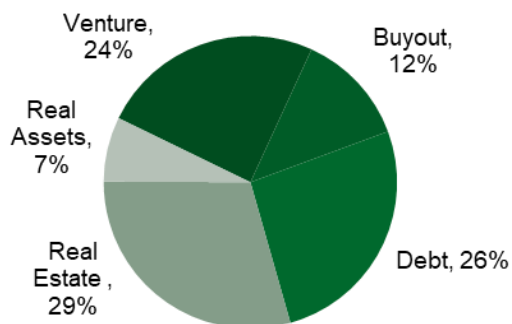
# SEI GPA III

## Fund Overview

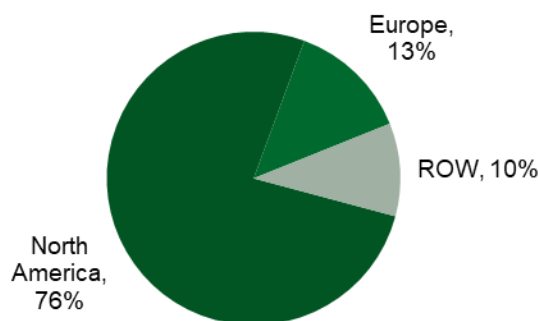
SEI GPA III is an approximately \$275 million private-equity vehicle diversified over a variety of investment strategies, multiple geographies and several vintage years.

### SEI GPA III Diversification (as of 4Q19)

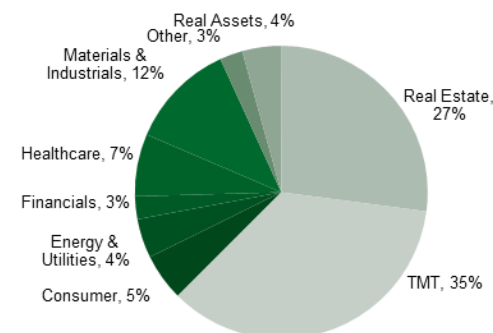
#### Sub-Asset Class Diversification \*



#### Geography Diversification \*



#### Sector Diversification \*\*



### SEI GPA III Investor Overview

Fund	Time Period	Vintage Years	Committed (\$M)	Called (\$M)	Returned (\$M)	NAV (\$M)
SEI GPA III	4Q19	2015	275.3	196.2	77.2	197.7

### SEI GPA III Investor Status

Fund	Time Period	Funded (%)	Total Value (\$M)	DPI (X)	TVPI (X)	IRR (%)
SEI GPA III	4Q19	71.3	274.9	0.4	1.4	14.3
SEI GPA III	3Q19	67.6	261.6	0.3	1.4	14.9
Preqin Peer Group***	3Q19	68.7	NA	0.2	1.3	13.7

\*Based on Commitments \*\*Based on NAV \*\*\*Preqin Peer Group data is taken from the Preqin database for Vintage 2015 Fund of Funds from all geographies and metrics are for the Median. Data is through 3Q19 as of 4/8/20 With these parameters, the metrics above are based on a sample size of 37.

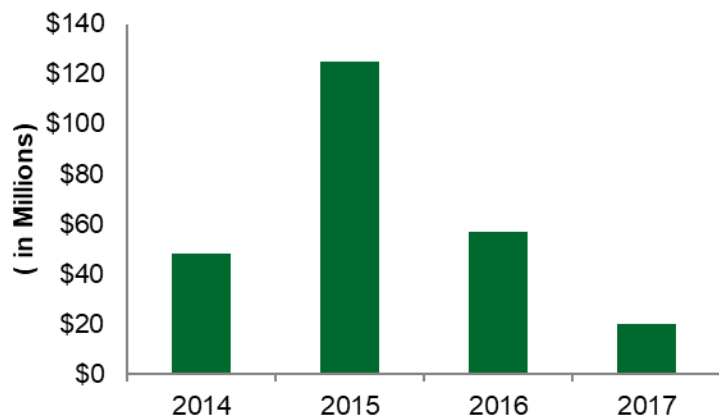
Performance is gross of investment management fees and net of administrative expenses and underlying fund expenses. Performance data quoted is past performance. Past performance is no guarantee of future results. The principal value and investment return of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original value. Current performance may be higher or lower. For performance data current to the most recent month end, please call your client service representative.

# SEI GPA III

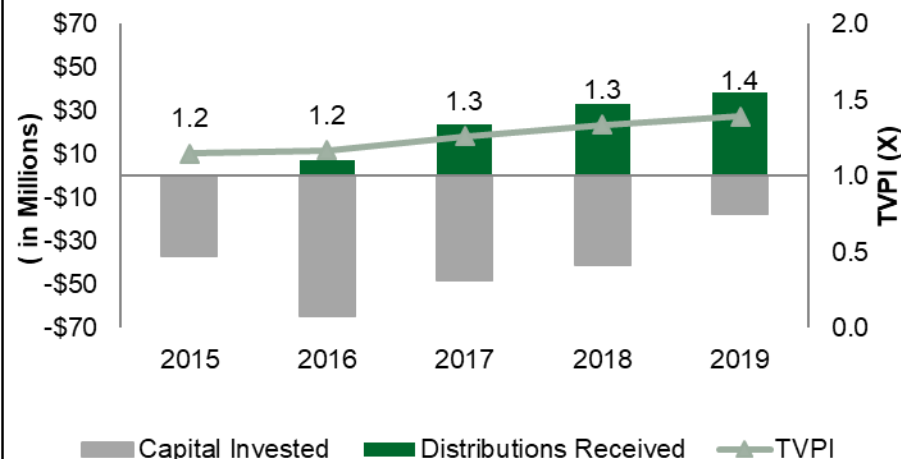
## Portfolio Overview

Asset Class	Commitment (\$M)	Funding (\$M)	Additional Fees (\$M)	Unfunded (\$M)	Percent Funded (%)	Distributions (\$M)	Adjusted Valuation (\$M)	DPI (X)	TVPI (X)	IRR (%)
Buyout	50.0	44.0	0.1	16.8	88.0	31.5	27.4	0.7	1.3	17.9
Debt	65.0	42.9	0.3	26.9	66.0	10.2	37.2	0.2	1.1	5.4
Real Assets	17.0	10.0	0.0	7.0	59.0	2.1	12.7	0.2	1.5	30.1
Real Estate	73.0	64.5	1.2	7.6	89.4	36.1	47.4	0.5	1.3	10.7
Venture Capital	45.0	48.5	0.5	1.2	107.8	23.9	66.6	0.5	1.8	24.7
<b>Total:</b>	<b>250.0</b>	<b>209.9</b>	<b>2.1</b>	<b>59.4</b>	<b>84.3</b>	<b>103.8</b>	<b>191.4</b>	<b>0.5</b>	<b>1.4</b>	<b>15.9</b>

Commitments by Vintage Year



Cash Flows by Year



All chart and table information based on data as of 12/31/2019.

Portfolio level information may not reflect an investor's actual experience within the Fund.



*Performance is gross of investment management fees and net of administrative expenses and underlying fund expenses. Performance data quoted is past performance. Past performance is no guarantee of future results. The principal value and investment return of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original value. Current performance may be higher or lower. For performance data current to the most recent month end, please call your client service representative.*

# SEI GPA III Commentary

## Key Characteristics

- SEI Global Private Assets Fund III had its final close in April 2015 and is diversified over a variety of investment strategies, multiple geographies and several vintage years.
- As of 12/31/19, the Fund has made eleven commitments representing \$250 million, or 91% of committable capital; any additional investments will be secondary purchases of partnership stakes alongside one of the existing managers.
- Seven of the commitments are to managers pursuing a secondaries approach and with eight of the managers SEI GPA III invested at a point where significant capital had been drawn and gains were already present in the portfolios.
- Given the strategy and construction process, SEI GPA III's TVPI never dipped below 1.0X and currently sits at 1.4X.
- Over the last three months the Fund's NAV increased slightly by 1.7% and on a trailing 12-month basis has risen by 8.2%.
- SEI GPA III is getting to the end of the investing phase of its lifecycle but given the nature of the underlying strategies continues to receive sufficient distributions from investments to fund the majority of capital calls.

## Portfolio Update and Outlook

- On the performance front, SEI GPA III's Venture strategies led the way with a quarterly return of 5.5%.
- The portfolio also saw cash investment activity continue to improve during the fourth quarter of 19, with four of the strategies calling \$1.6 million and four combining to distribute \$8.5 million.
- Buyout strategies made distributions from a variety of its secondary investments in various geographies.
- Within the venture space, proceeds were made from the recapitalization of True Potential, the sale of 6 River Systems (a warehouse fulfillment solutions provider sold to Shopify) and the sale of Profitect, an analytics company for the retail and CPG industries.
- The debt strategies continued to draw capital to fund new loans and participate in distressed situations while at the same time provided distributions of income generated in line with the strategies while the real estate strategies distributed cash on the back of numerous property sales and income generated from rents.

As of 12/31/2019.

Performance is gross of investment management fees and net of administrative expenses and underlying fund expenses. Performance data quoted is past performance. Past performance is no guarantee of future results. The principal value and investment return of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original value. Current performance may be higher or lower. For performance data current to the most recent month end, please call your client service representative.

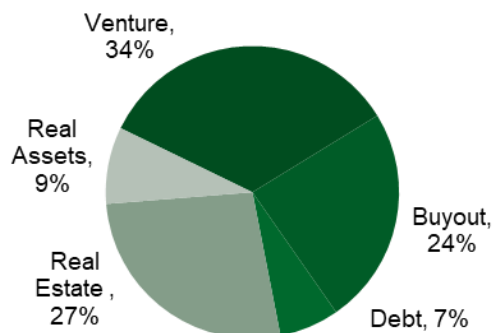
# SEI GPA IV

## Fund Overview

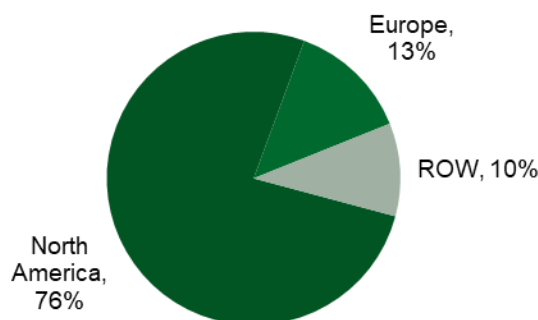
SEI GPA IV is an approximately \$588 million private-equity vehicle diversified over a variety of investment strategies, multiple geographies and several vintage years.

### SEI GPA IV Diversification (as of 4Q19)

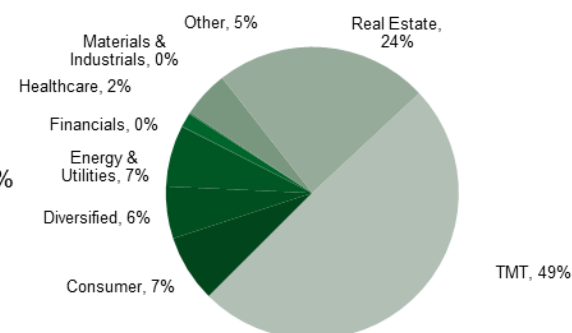
#### Sub-Asset Class Diversification \*



#### Geography Diversification \*



#### Sector Diversification \*\*



### SEI GPA IV Investor Overview

Fund	Time Period	Vintage Years	Committed (\$M)	Called (\$M)	Returned (\$M)	NAV (\$M)
SEI GPA IV	4Q19	2018	588.5	157.6	0.0	179.3

### SEI GPA IV Investor Status

Fund	Time Period	Funded (%)	Total Value (\$M)	DPI (X)	TVPI (X)	IRR (%)
SEI GPA IV	4Q19	26.8	179.3	0.0	1.1	13.3
SEI GPA IV	3Q19	22.8	149.7	0.0	1.1	12.5
Preqin Peer Group***	3Q19	17.4	NA	0.0	1.1	NA

\*Based on Commitments \*\*Based on NAV \*\*\*Preqin Peer Group data is taken from the Preqin database for Vintage 2018 Fund of Funds from all geographies and metrics are for the Median. Data is through 3Q19 as of 4/9/20 With these parameters, the metrics above are based on a sample size of 30.

*Performance is gross of investment management fees and net of administrative expenses and underlying fund expenses. Performance data quoted is past performance. Past performance is no guarantee of future results. The principal value and investment return of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original value. Current performance may be higher or lower. For performance data current to the most recent month end, please call your client service representative.*

# SEI GPA IV Commentary

## Key Characteristics

- SEI Global Private Assets Fund IV had its final close in January 2018 and is diversified over a variety of investment strategies, multiple geographies and several vintage years.
- As of December 31, 2019, the Fund has made 17 commitments, including three new relationships with premier venture capital firms based in Silicon Valley and four follow-up investments with funds in GPA III.
- We are actively working on additional investments, involving both new strategies and firms as well as new commitments to subsequent funds run by managers in SEI GPA III.
- SEI GPA IV's initial capital call occurred during the fourth quarter of 2017 and future calls will be sporadic as investments are made.

## Portfolio Update and Outlook

- The portfolio saw cash investment activity continue to improve during the fourth quarter of 2019, with four strategies calling a total of \$26.2 million.
- Also, although all of the strategies are still early in their tenure, some of the earlier investments, as well as some of the income-generating strategies, have begun making small distributions. During the fourth quarter of 2019, for example, two venture strategies and three real estate strategies made distributions totaling \$6.7 million.
- Among the more notable distributions from venture strategies was the distribution from the sale of Looker (an analytics and BI platform) to Google.
- Energy strategies called capital to fund various projects pursuing acquisition and developments strategies in the Midland Basin, DJ Basin, Anadarko Basin, and Powder River Basin and various midstream businesses.
- The debt strategies continued to draw capital to fund new loans and participate in distressed situations while the real estate strategies made several acquisitions and also provided distributions from income and sale or disposition of investments.

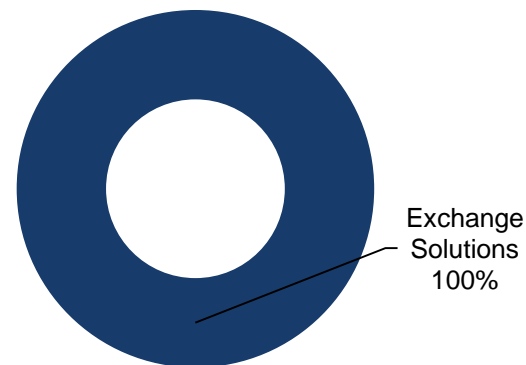
As of 12/31/2019.

# Ascent Venture Partners III

## Third Quarter 2019 Update

- Ascent Venture Partners III is a closed-end, commingled private equity fund. The Fund was organized to provide early-stage, growth, acquisition and recapitalization financing to companies in a variety of industries. The Fund commenced operations October 1999 with \$116 million in commitments.
- The manager is working to maximize the realized value of the sole remaining investment, Exchange Solutions, Inc. Since 2011, AVM no longer charges a management fee to the partnership.

Strategy



Fund	Time Period	Committed (\$M)	Called (\$M)	Returned (\$M)	NAV
AVP III	3Q19	\$2.5 M	\$2.3 M	\$2.8 M	\$0.1 M

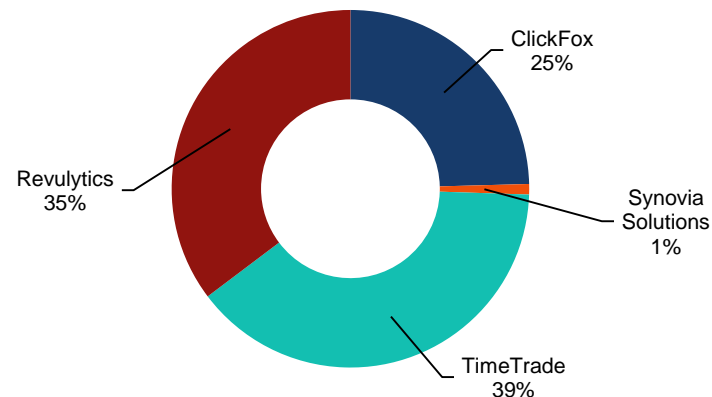
Source = Ascent, Fund level net IRR = 4%

# Ascent Venture Partners IV

## Third Quarter 2019 Update

- Ascent Venture Partners IV is a closed-end, commingled private equity fund. The Fund was organized to provide early-stage, growth, acquisition and recapitalization financing primarily to New England-based companies in a variety of industries. The Fund commenced operations in January 2004 with \$155 million in commitments.
- The fund invested in 17 companies, of which currently 4 have unrealized value remaining.

Portfolio Companies by RV



Fund	Time Period	Committed (\$M)	Called (\$M)	Returned (\$M)	NAV
AVP IV	3Q19	\$2.5 M	\$2.5 M	\$0.4 M	\$0.04 M

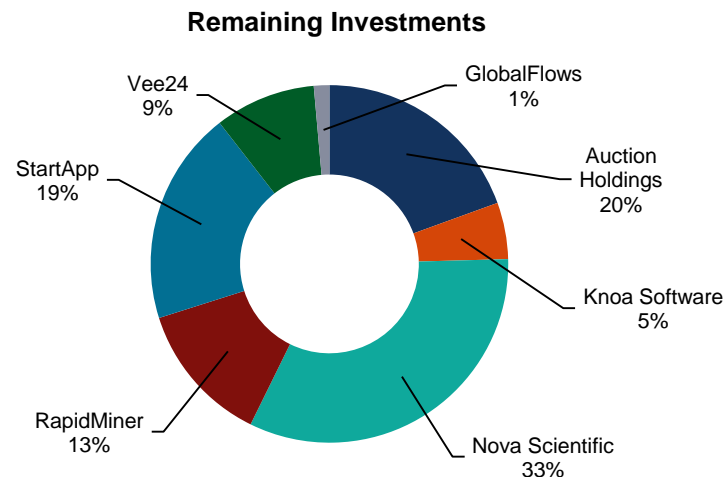
Fund	Time Period	% Funded	Net Cash on Cash	Net Multiple	Net IRR	Quarterly NAV Change
AVP IV	3Q19	100%	16%	0.17x	-30.2%	(0.8%)
Peer Median	3Q19	100%	67%	0.81x	-4.2%	n/a

Source = Ascent, Preqin – 2004 Early Stage Venture Capital.

# Ascent Venture Partners V

## Third Quarter 2019 Update

- Ascent Venture Partners V is a closed-end, commingled private equity fund. The Fund was organized to provide early-stage financing to emerging technology companies. The Fund commenced operations in March 2008 with \$82 million in commitments.
- The fund invested in 10 companies, of which currently 7 remain.



Fund	Time Period	Committed (\$M)	Called (\$M)	Returned (\$M)	NAV
AVP V	3Q19	\$7.5 M	\$7.1 M	\$4.8 M	\$6.6 M

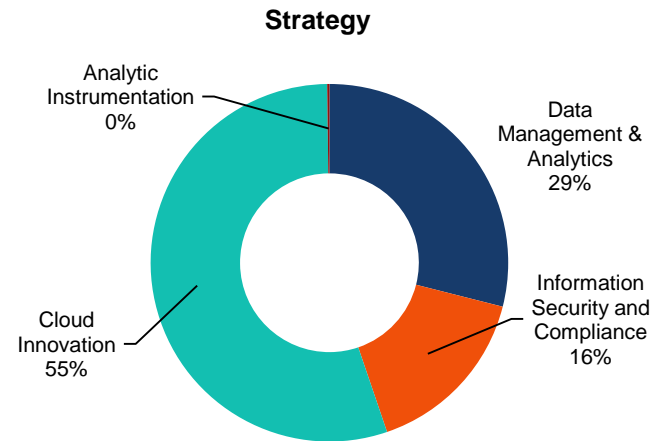
Fund	Time Period	% Funded	Net Cash on Cash	Net Multiple	Net IRR	Quarterly NAV Change
AVP V	3Q19	94%	68%	1.61x	8.5%	2.9%
Peer Median	2Q19	100%	147%	2.61x	17.1%	n/a

Source = Ascent, Preqin – 2008 Early Stage Venture Capital.

# Ascent Venture Partners VI

## Third Quarter 2019 Update

- Ascent Venture Partners V is a closed-end, commingled private equity fund. The Fund was organized to provide early-stage financing to emerging technology companies. The Fund commenced operations August 2015 with \$71 million in commitments.
- The Fund currently has called 74% of capital and invested in 9 portfolio companies.



Fund	Time Period	Committed (\$M)	Called (\$M)	Returned (\$M)	NAV
AVP VI	3Q19	\$6.0 M	\$4.4 M	\$0.0 M	\$5.2 M

Fund	Time Period	% Funded	Net Cash on Cash	Net Multiple	Net IRR	Quarterly NAV Change
AVP VI	3Q19	74%	0%	1.16x	6.0%	(0.7%)

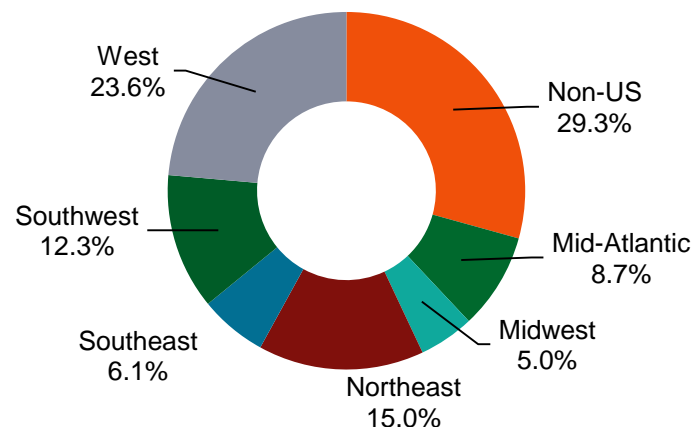
Source = Ascent

# Landmark Equity Partners XIV, L.P.(LEP XIV)

## Third Quarter 2019 Update

- Landmark Equity Partners XIV is a closed-end, commingled investment fund. The Fund's strategy is to acquire private equity partnership interests and direct investments through secondary market transactions. The Fund had its final close on 7/30/2010 with \$2.0 billion in commitments. The fund's four year investment period ended January 31, 2014.
- The Fund is broadly diversified with vintage year representation from 1996 through 2013, global exposure and broad sector coverage. The Fund's biggest regional exposures are to the Western US, Northeast US, and China and France within non-US. The Fund's biggest sector exposures are to Industrials, Healthcare, Information Technology and Financials.

RV by Location (9/30/2019)



Fund	Time Period	Committed (\$M)	Called (\$M)	Returned (\$M)	NAV
LEP XIV	3Q19	\$3.0 M	\$2.9 M	\$3.3 M	\$0.5 M

Fund	Time Period	% Funded	Net Cash on Cash	Net Multiple	Net IRR	Quarterly NAV Change
LEP XIV	3Q19	97%	114%	1.32x	9.9%	2.6%
Peer Median	3Q19	99%	146%	1.55x	11.5%	n/a

Source = Landmark Capital, Preqin, 2008 Secondaries.

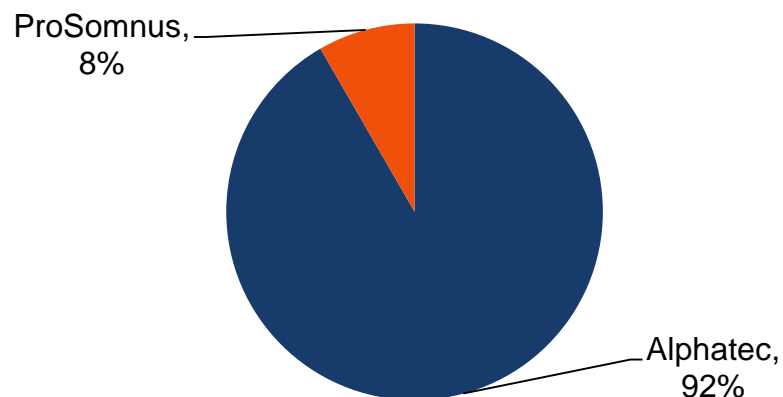


# Healthpoint Capital Partners, L.P. (“Fund I”)

## Second Quarter 2019 Update

- HealthpointCapital Partners was organized to make private equity investments in the medical device segment of the orthopedics industry.
- The Fund’s effective date was November, 2003 with \$160 million in capital. The original partnership term expired in November 2013 but was extended three times until November 2014, 2015 and 2017. In the first quarter of 2018, the partnership was extended for an additional three-year period to November 2020 to allow time to fully realize exit strategies for remaining investments. No management fees will be paid during the remaining term.
- In the fourth quarter of 2018, the Fund made final distributions related to the sale of BioHorizons. The fund currently has two remaining investments in Alphatec and ProSomnus.

**RV by Portfolio Company**



Fund	Time Period	Committed (\$M)	Called (\$M)	Returned (\$M)	NAV
HealthpointCapital	2Q19	\$3.5 M	\$3.5 M	\$3.4 M	\$0.4 M

Fund	Time Period	% Funded	Net Cash on Cash	Net Multiple	Net IRR	Quarterly NAV Change
HealthpointCapital	2Q19	100%	97%*	1.08x	1.4%	(1.8%)
Peer Median	2Q19	100%	148%	1.48x	11.2%	n/a

Source = Heritage. Preqin – 2004 Vintage Funds

\*Includes common stock distributions

**Real Estate**

**SEI** New ways.  
New answers.®

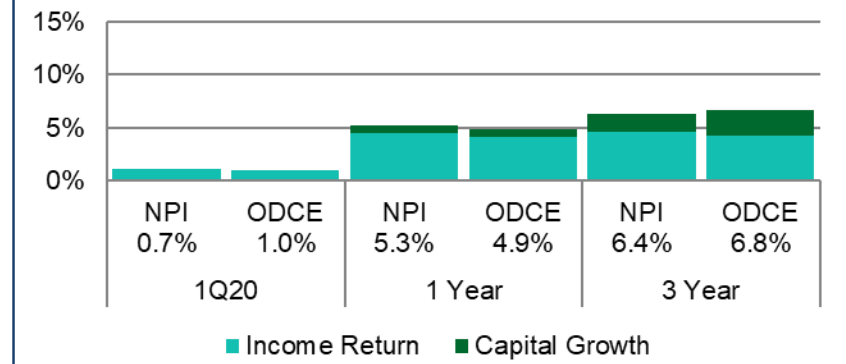
# U.S. property market returns

- It was another positive quarter for the U.S. property market, with income contributing to returns. Capital growth detracted from returns as a result of the impact stemming from the coronavirus (COVID-19) pandemic.
- Consistent operating fundamentals persisted. Uncertainty surrounding future rent collections in some sectors combined with the continued struggles of the retail sector led to depreciation detracting 0.04% from the ODCE's 1.0% total return.
- Three of the main sectors had gains; industrial and office led the way with increases of 2.6% and 1.3%, respectively, and were followed by a 1.0% increase in multi-family. Retail and hotels struggled, declining 3.2% and 4.8%, respectively.
- Rounding out the real estate marketplace, the west and east regions had the strongest performance (up 1.1% and 0.6%, respectively). Occupancy rates and current cap rates all remained in line with the prior quarter. Same store net-operating-income growth rate slightly decreased relative to the prior quarter.

**U.S. Core Property Sector Returns**



**U.S. Core Property Returns**



Source: NCREIF. NPI is a quarterly time series composite total rate of return measure of a very large pool of individual commercial real estate properties acquired in the private market for investment purposes only on an unlevered basis. The ODCE (Open-End Diversified Core Equity) is a Fund-level capitalization weighted, time-weighted return index and includes property investments at ownership share, cash balances and leverage. Past performance does not guarantee future results. Performance for periods of less than one year is cumulative; greater than one year is annualized.

# Core Property Fund: Performance review

## Contributors

- Of the eight underlying funds, seven exceeded the NPI benchmark of 0.7% and six were ahead of the ODCE peer group's 1.0% return.
- Gains were broad-based, as three of the four primary sectors posted positive returns. The three sector specialists generated attractive income returns relative to the more diversified funds.
- The Fund's overweight to industrial assets, as well as the non-core exposure to self storage, both contributed on a comparative basis.

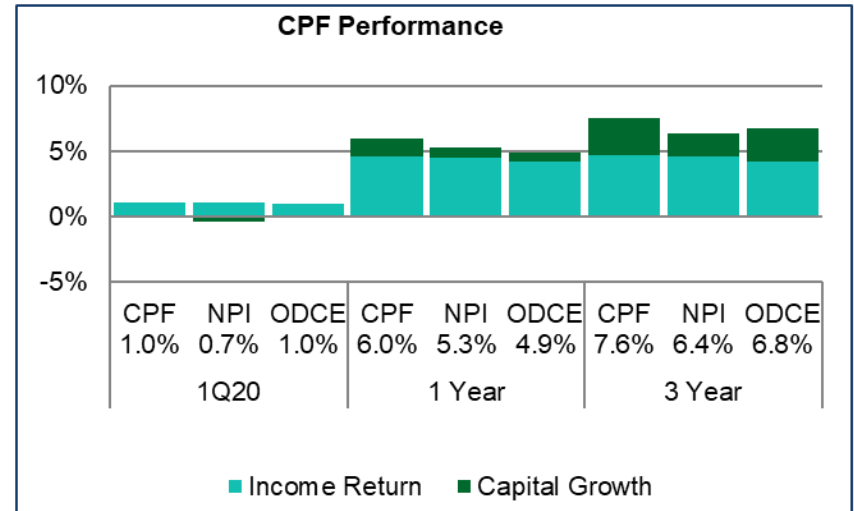
## Detractors

- The primary laggard within the diversified funds continued to be the retail exposure as appraisers reassess future rent growth expectations.
- The impacts of various COVID-19 responses also began to constrain the returns of several assets and specific segments of sectors and we expect are likely to be more widespread in the next set of valuations.

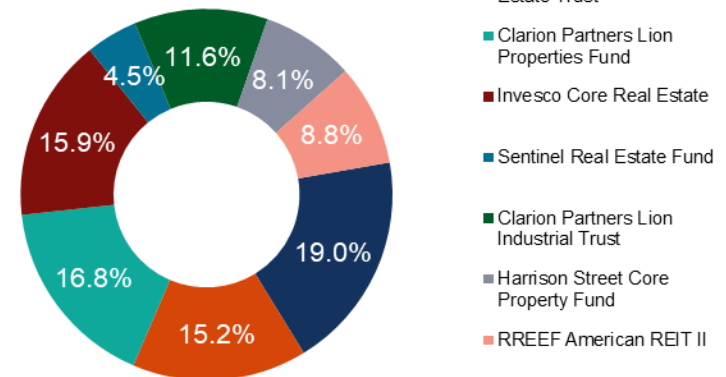
Sources: SEI and NCREIF. Fund Allocation excludes cash.

Performance for periods of less than one year is cumulative; greater than one year is annualized. Performance is gross of investment management fees and net of administrative expenses and underlying fund expenses. Clients implemented via collective investment trusts incur product-level fees, including trustee and administrative fees, which will affect performance.

*Performance data quoted represents past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost, and current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please call your client service representative.*



**CPF Underlying Fund Allocation  
(Based on NAV as of 3/31/20)**



# Core Property Fund: Positioning and actions

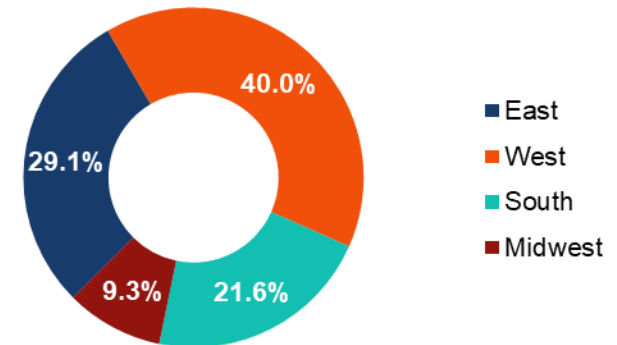
## Positioning

- The Fund currently maintains an overweight to the industrial and land/other sectors at the expense of office and retail.
- Fund-level leverage stands at 22.9%, and occupancy was 93.7% for the quarter; both of these are higher than the corresponding ODCE figures by 1.0% and 0.6%, respectively.
- The Fund remains well diversified through its eight underlying funds, which in total provide exposure to more than 900 individual properties.

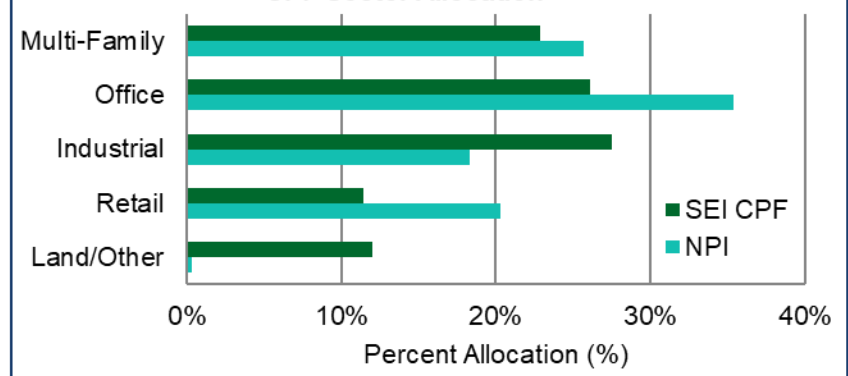
## Actions

- The Fund received additional commitments of \$13.0 million for January 1, 2020 and currently has no investment queue.
- Redemption requests totaled \$31.5 million for March 31, 2020.
- Current assets under management are \$2.2 billion.
- For a variety of reasons, including both risk positioning and capacity addition, we are in the process of increasing exposure to one of the diversified funds. We believe this will allow us to better balance the relative weights of the Fund's underlying fund roster. We believe it will enable the reduction of the Fund's leverage ratio, while also adding to an underlying fund with a larger portfolio of properties in an effort to lower individual property risk.

CPF Geographic Allocation



CPF Sector Allocation



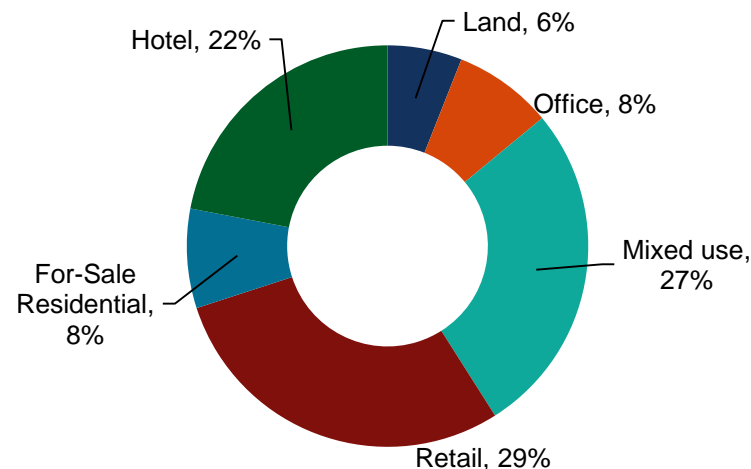
Sources: SEI, NPI. Based on actual invested position of money drawn by Underlying Funds and excluding cash; "Other" includes predominantly self-storage, hotel and land.

# Landmark Real Estate Partners VI (LREP VI)

## Third Quarter 2019 Update

- Landmark Real Estate Partners VI is one of two LPs that comprise Landmark Real Estate Fund VI. LREP VI was formed as the domestic vehicle to invest alongside Landmark Real Estate Partners VI Offshore, LP in making direct and indirect investments in diversified real estate assets through secondary market transactions.
- LREP VI had its final close on March 31, 2011 with \$605 million in commitments.

**Allocation by Property Type**



Fund	Time Period	Committed (\$M)	Called (\$M)	Returned (\$M)	NAV
LREP VI	3Q19	\$5.0 M	\$4.4 M	\$6.5 M	\$0.4 M

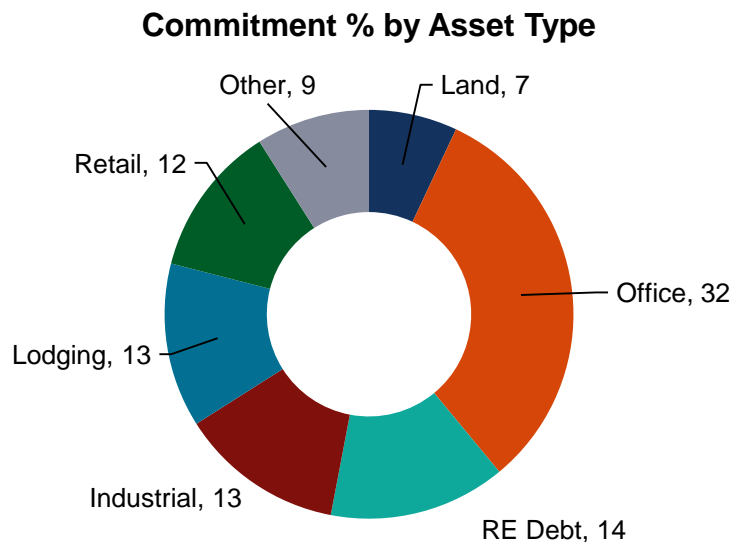
Fund	Time Period	% Funded	Net Cash on Cash	Net Multiple	Net IRR	Quarterly NAV Change
LREP VI	3Q19	88%	148%	1.57x	19.9%	(1.1%)
Peer Median	3Q19	100%	149%	1.57x	16.1%	n/a

Source = Landmark Partners, Preqin - 2010 Real Estate.

# Siguler Guff Distressed Real Estate Opportunities Fund

## Third Quarter 2019 Update

- Siguler Guff Distressed Real Estate Opportunities Fund is a closed-end fund of fund primarily focused on opportunistic distressed real estate funds. The Fund also focuses on co-investments alongside their fund investments due to the favorable fees and terms.
- The Fund had its final close on December 30, 2011 with \$630 million in commitments. The fund is primarily North American focused but also has a European presence.



Fund	Time Period	Committed (\$M)	Called (\$M)	Returned (\$M)	NAV
DREOF	3Q19	\$5.0 M	\$4.7 M	\$6.0 M	\$2.2 M

Fund	Time Period	% Funded	Net Cash on Cash	Net Multiple	Net IRR	Quarterly NAV Change
DREOF	3Q19	93%	130%	1.78x	12.5%	1.9%
Peer Median	3Q19	100%	149%	1.57x	16.1%	n/a

Source = Siguler Guff, Preqin.- 2010 Real Estate

# Private Real Assets

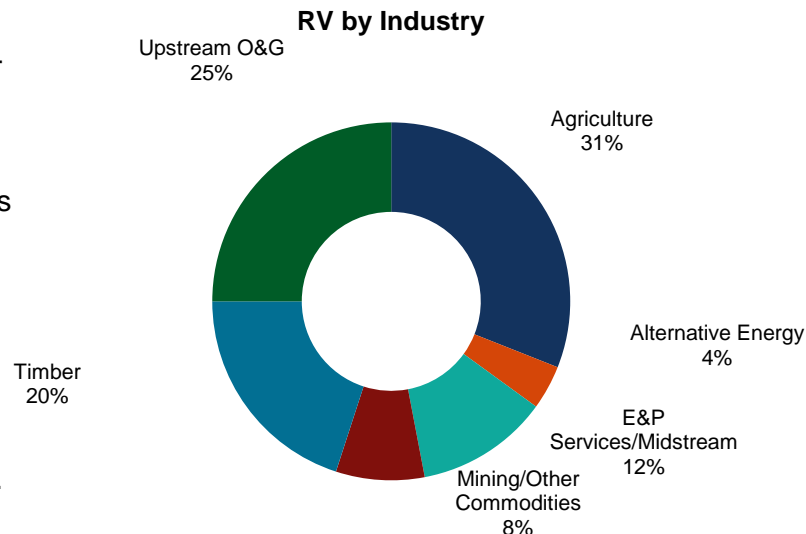
**SEI** New ways.  
New answers.®



# Aberdeen Energy & Resources Partners II, L.P. (AERP II)

## Third Quarter 2019 Update

- Aberdeen Energy & Resources Partners II is a closed-end fund-of-fund. The Fund was organized for the purpose of developing and actively managing a diversified portfolio of highly regarded energy and other natural resources funds (including mining, timber and agriculture). An intended byproduct of this investment is serving as an inflation hedge and diversifier within a broader portfolio. AERP II emphasizes value-added and opportunistic fund manager strategies.
- AERP II has \$133.9 million in commitments and made its first capital call in April 2010.
- The fund is primarily invested in the US, with investments in Asia, Canada and Australia making up the majority of non-US exposure.



Fund	Time Period	Committed (\$M)	Called (\$M)	Returned (\$M)	NAV
AERP II	3Q19	\$5.0 M	\$4.9 M	\$1.6 M	\$2.1 M

Fund	Time Period	% Funded	Net Cash on Cash	Net Multiple	Net IRR	Quarterly NAV Change
AERP II	3Q19	100%	31%	0.74x	(4.4%)	(3.5%)

Source = FLAG Capital Management.

# Important Information

---

This presentation is provided by SEI Investments Management Corporation (SIMC), a registered investment adviser and wholly owned subsidiary of SEI Investments Company. The material included herein is based on the views of SIMC. Statements that are not factual in nature, including opinions, projections and estimates, assume certain economic conditions and industry developments and constitute only current opinions that are subject to change without notice. Nothing herein is intended to be a forecast of future events, or a guarantee of future results. This presentation should not be relied upon by the reader as research or investment advice (unless SIMC has otherwise separately entered into a written agreement for the provision of investment advice).

There are risks involved with investing including loss of principal. There is no assurance that the objectives of any strategy or fund will be achieved or will be successful. No investment strategy, including diversification, can protect against market risk or loss. Current and future portfolio holdings are subject to risk. Past performance does not guarantee future results.

Certain economic and market information contained herein has been obtained from published sources prepared by other parties, which in certain cases have not been updated through the date hereof. While such sources are believed to be reliable, neither SEI nor its affiliates assumes any responsibility for the accuracy or completeness of such information and such information has not been independently verified by SEI.

The alternative products referenced in this presentation are not sponsored or advised by SEI Investments Management Corporation (SIMC). SIMC does not participate in the management or offering of such entities. This presentation was prepared by SIMC, at the investor's request, based on information provided to SIMC by the investor or unaffiliated third parties. SIMC has not confirmed the accuracy or determined the adequacy of the information provided to either the investor or SIMC. Further, SIMC makes no representations as to the accuracy, completeness or timeliness of such information and assumes no liability for it.

The success or failure of an alternative product will rely (and are dependent) on the management of and the investment decisions made by management of such alternative products. As to alternative products generally, there is no assurance that the objectives of any such products will be achieved or that the strategies implemented in any alternative product will be successful. Alternative investments by their nature involve a substantial degree of risk, including the risk of complete loss of capital, and are only appropriate for parties who can bear that high degree of risk and the highly illiquid nature of an investment. Specifically, alternative funds often engage in leveraging and other speculative investment practices that may increase the risk of investment loss, are not required to provide periodic pricing or valuation information to investors, involve complex tax structures and delays in distributing important tax information, are not subject to the same regulatory requirements as mutual funds, and often charge higher fees. Further, alternative products are often subject to substantial restrictions on an investor's ability to redeem, withdraw or liquidate its investment. The investor should review the government documents of each alternative product to further understand the objectives, risks and liquidation provisions of such investment.

Past performance does not guarantee future results.



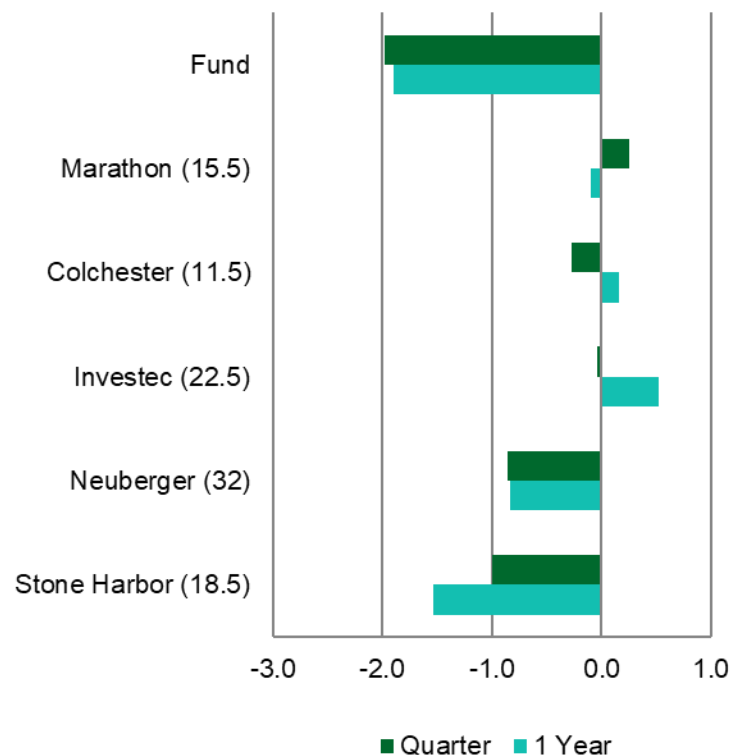
# Appendix

# Emerging Markets Debt

## Performance Review

- The Fund performed poorly during the quarter.
- Stone Harbor Investment Partners was hurt by overweights to Ecuador and Mexico. Underweights to Sri Lanka and Bahrain were beneficial.
- Colchester Global Investors' overweights to Mexico and Colombia detracted, while underweights to Thailand and the Czech Republic contributed.
- Neuberger Berman Investment Advisers struggled on overweights to Mexico and South Africa, while underweights to Lebanon and Bahrain contributed.
- Marathon Asset Management (Marathon), gained on selection within Sri Lanka and an overweight to Chile, which was somewhat offset by unfavorable selection in Mexico and Ghana.

**Emerging Markets Debt Fund  
Manager Contribution to Excess Return (%)**



(#) indicates the percent target allocation in the Fund excluding cash

Benchmark: 50% JPM EMBI Global Diversified / 50% JPM GBI-EM Global Diversified.

Source: SEI Data Portal with data from Fund sub-advisors.

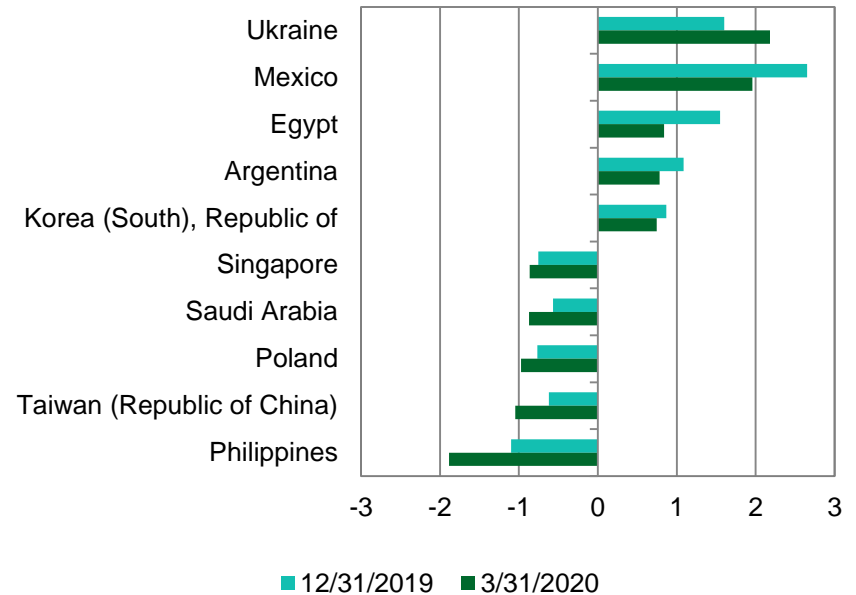
*Performance data quoted is past performance, gross of fees. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost, and current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please call 1-800-DIAL-SEI.*

# Emerging Markets Debt

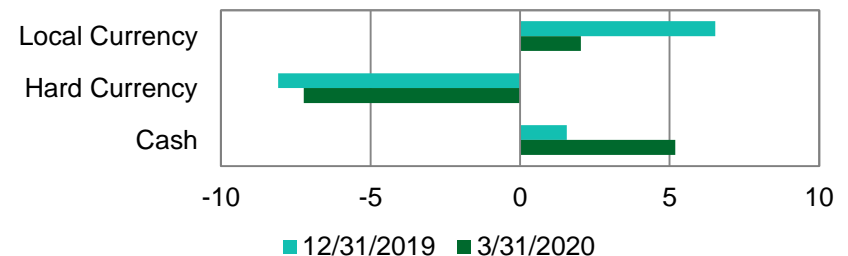
## Positioning Review

- The Fund increased its weighting of Marathon, a sub-advisor with less sensitivity to market volatility, as part of a long-term strategic change in an effort to reduce overall volatility in the Fund. While the decision was not made in response to the coronavirus-induced slowdown, the move proved prudent as the selection-focused manager outperformed other Fund managers in the volatile quarter.
- The weighting between hard- and local-currency debt moved close to neutral in the midst of recent uncertainty. Hard-currency debt is issued in the currency of a G7 country (group consisting of the finance ministers from the seven largest industrialized nations) and is mostly comprised of U.S. dollar, euro, sterling or Japanese yen. Market illiquidity made it difficult for the Fund's sub-advisors to trade often during March; but when possible, they moved into positions viewed as the best value within a given country and moved out of positions viewed as having the least value within a given country.
- We anticipate uncertainty regarding the depth and length of the global slowdown will be the biggest risk to Fund performance moving forward.

**Emerging Markets Debt Fund  
Top and Bottom Country Relative Weights (%)\***



**Emerging Markets Debt Fund  
Currency Type Relative Weights (%)**

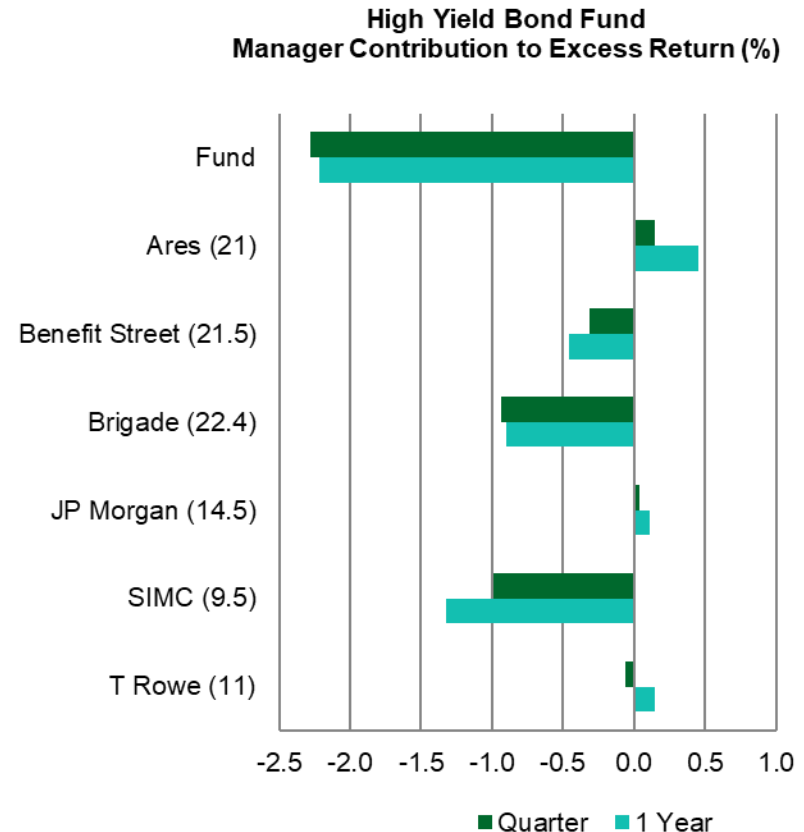


Benchmark: 50% JPM EMBI Global Diversified/50% JPM GBI-EM Global Diversified Index. Source: SEI Data Portal

# High Yield Bond

## Performance Review

- The Fund was hurt during the quarter by overweights to collateralized loan obligations (CLOs) and retail and an underweight to health care.
- It gained on underweights to energy (the worst-performing sector) and leisure and transportation, all of which were affected by the economic impact of the COVID-19 pandemic.
- SEI Investments Management Corporation's collateralized debt obligation allocation hurt.
- Brigade Capital Management struggled on selection win retail and an underweight to and selection in telecommunications.
- Benefit Street Partners' underweight to and selection in health care hurt, as did selection in retail.
- Ares Management benefited from selection in leisure and an overweight to and selection in telecommunications.
- J.P. Morgan Investment Management's underweight to energy helped, as did an overweight to and selection in telecommunications.



(#) indicates the percent target allocation in the Fund excluding cash.

Benchmark: ICE BofA U.S. High Yield Constrained Index. Source: SEI Data Portal with data from sub-advisors.

*Performance data quoted is past performance, gross of fees. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost, and current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please call 1-800-DIAL-SEI.*

# High Yield Bond

## Positioning Review

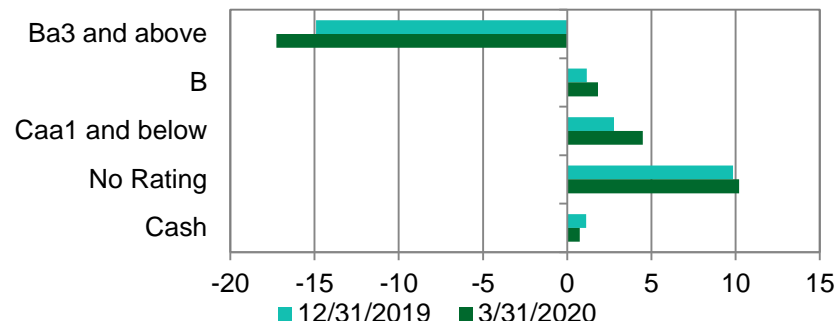
- In general, the Fund's managers have been trading incrementally as they continue to assess COVID-19-impacted names that have been disproportionately punished during the extreme market volatility.
- The Fund's underweight to consumer goods increased as many companies struggled to generate demand. The overweight to basic industry increased (chemicals and metals and mining). Within chemicals, the Fund's managers were concentrated in attractively-priced companies that they believe should offset the broader effects of an economic slowdown. Within metals and mining, managers focused on companies that were not correlated with the overall commodities industry.
- We believe that opportunities in the market exist; the Fund's managers are attempting to position their portfolios accordingly.
- We believe that recent Federal Reserve actions and fiscal stimulus should bridge the current gap. We anticipate a solid rebound trade from March's displacement, although not in a straight line.
- In late March, the Fund's managers were encouraged by the opening of the high-yield new-issue market, which typically improves secondary-market liquidity and activity. The managers said they expect defaults and out-of-court restructurings to increase (mostly in commodities and retail).
- "Fallen angels" (bonds reduced from investment-grade to junk-bond status) increased in number year to date. So far, the Fund's managers have seen little value in the recent fallen-angel cohort.
- The managers continue to focus on industries/issuers with a solid cash flow, fewer near-term maturities, flexible liquidity and strong asset coverage.

Benchmark: ICE BofA U.S. High Yield Constrained Index.

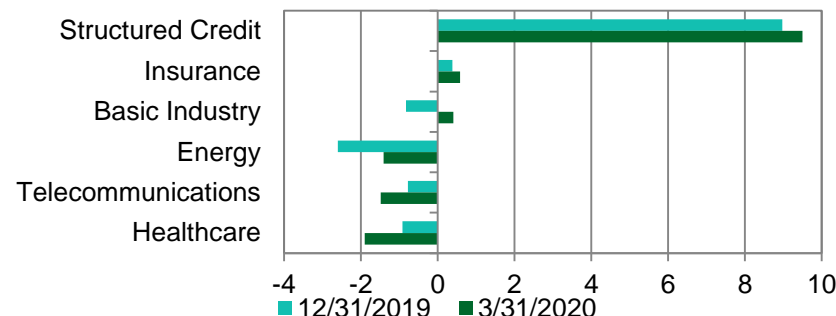
Source: BlackRock Solutions based on data from SEI.

\*Only the three largest active sector over- and underweights are shown.

**High Yield Bond Fund**  
**Credit Quality Relative Weights - Moody's (%)**



**High Yield Bond Fund**  
**Sector Relative Weights (%) \***

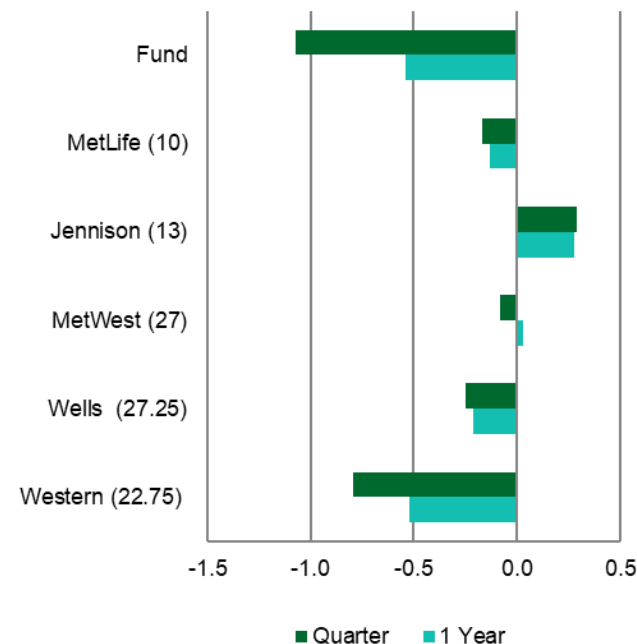


# Core Fixed Income Fund

## Performance Review

- The Fund performed poorly during the quarter as an economic shutdown resulted in a dramatic flight to safety.
- The Fund was hurt by overweights to non-agency mortgage-backed securities (MBS) on payment concerns; corporates (concentrated in financials) as investors sold more liquid assets; commercial MBS (CMBS) amid the selloff of liquid bonds, especially given the Fund's higher-quality bias; and asset-backed securities (ABS), also hurt by liquidity demands.
- An underweight to strongly-performing taxable municipals also detracted, as did the Fund's overweight to U.S. dollar-denominated sovereigns as Latin American and Russian sovereign issuers struggled in the "risk-off" environment.
- An overweight to agency MBS modestly contributed as mortgages rallied toward the end of the quarter after the Federal Reserve (Fed) announced unlimited asset purchases that support the sector. Selection in specified mortgage pools helped. An overweight to the long end of the U.S. Treasury yield curve contributed as both two-year and 30-year Treasury yields fell.
- Wells Fargo Asset Management's overweights to ABS and student loans detracted, as did a slight overweight to CMBS (one of the few securitized sectors without a specific Fed asset-purchase program). MetLife Investment Management's overweight to corporates detracted (on widening spreads), as did selection in industrials.
- Western Asset Management suffered due to an overweight to credit sectors as spreads widened; selection in and an overweight to energy. Currency positions in the Brazilian real, Canadian dollar and short euro also hurt.
- Jennison Associates benefited from an overweight to the 30-year segment of the Treasury yield curve as yields fell during the quarter; a steepening trade in the intermediate segment of the yield curve, as the Fed cut interest rates; and its defensive corporate positioning as spreads widened. Selection in agency MBS contributed modestly.

**Core Fixed Income Fund**  
**Manager Contribution to Excess Return (%)**



(#) indicates the percent target allocation in the Fund excluding cash  
 Benchmark: Bloomberg Barclays U.S. Aggregate Bond Index.  
 Source: SEI Data Portal with data from Fund sub-advisors.  
*Performance data quoted is past performance, gross of fees.  
 Past performance does not guarantee future results. The investment  
 return and principal value of an investment will fluctuate so that an  
 investor's shares, when redeemed, may be worth more or less than  
 their original cost, and current performance may be lower or higher  
 than the performance quoted. For performance data current to the  
 most recent month end, please call 1-800-DIAL-SEI.*

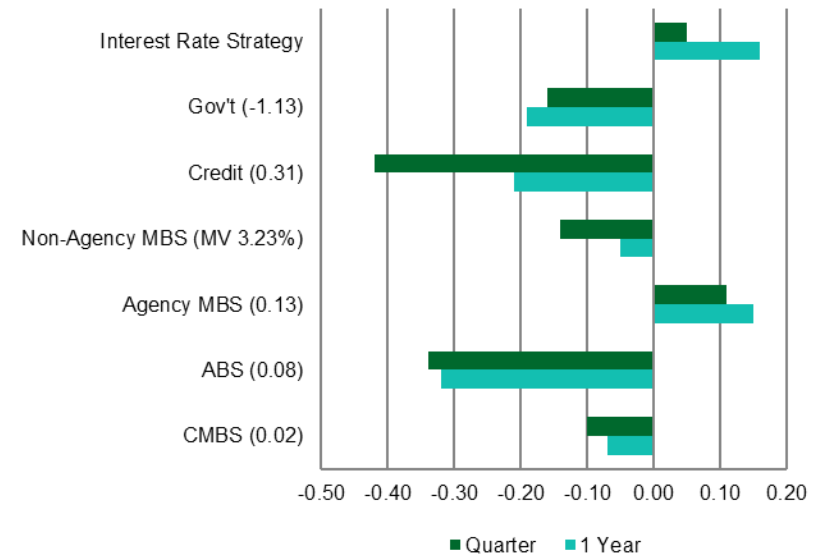


# Core Fixed Income Fund

## Positioning Review

- The Fund's duration positioning is likely to remain around neutral until volatility subsides and there is better visibility on the path of COVID-19.
- Managers continued to emphasize maintaining liquidity.
- The Fund remained modestly overweight corporates. Managers selectively added in the new-issue market as credit spreads widened and new issuance set a record in March.
- Banking remained a significant corporate overweight as capital positions are much stronger than they were prior to the global financial crisis, and the prospects for top-line growth have improved. However, exposure was reduced as valuations have narrowed.
- The Fund was slightly overweight both the industrials and utilities sectors, with a small overweight to energy through holdings in independent energy companies and pipelines.
- While securitized sectors sold off on liquidity concerns, the Fund maintained overweights to ABS and CMBS (higher-quality tranches) as they offered competitive yields—especially on a risk-adjusted basis. Yet managers selectively reduced risk in student loans.
- The Fund maintained its allocation to non-agency MBS. Managers will monitor the housing market's reaction to a temporary shutdown. Rates are expected to remain low for a longer period, which should support future housing activity.
- The overweight to agency MBS, a high-quality alternative to U.S. Treasuries, was increased as the Fed reinstated mortgage purchases. We expect gradual changes to portfolio positioning as the Fund's managers plan to "follow the Fed" by purchasing agency MBS and selected corporate issuers with stronger balance sheets. We anticipate plenty of issuance in the months ahead, which would provide opportunities to add risk once markets normalize.

Core Fixed Income Fund  
Sector Contribution to Excess Return (%)



Benchmark: Bloomberg Barclays U.S. Aggregate Bond Index.

Source: BlackRock Solutions based on data from SEI.

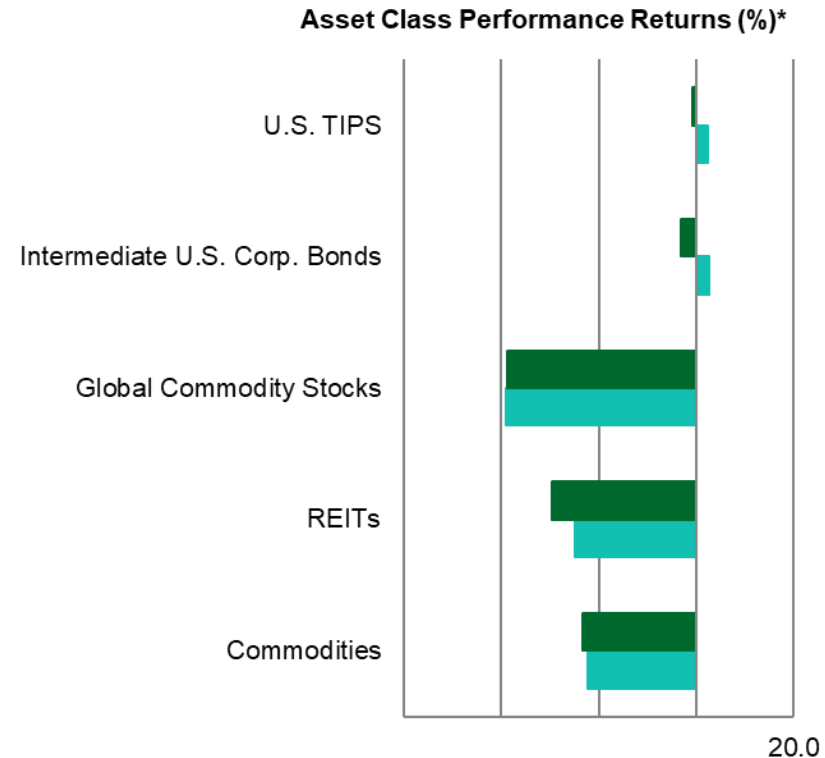
*Performance data quoted represents past performance, gross of fees. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost, and current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please call 1-800-DIAL-SEI.*

(#) indicates the relative weight to the benchmark on a contribution-to-duration basis; because of its different interest-rate sensitivities, Non-Agency MBS is shown on a market-value basis.

# Multi-Asset Real Return Fund

## Performance Review

- The Fund performed poorly during the quarter, driven by the commodity allocation. Commodities performed poorly due to severe weakness in the energy sector from concerns over an oil-price war between Saudi Arabia and Russia as well as demand destruction from the impact of the COVID-19 pandemic.
- The spread sectors in the U.S. Treasury inflation protected securities (TIPS) strategy experienced declines as credit sold off in the quarter.
- The inflation-sensitive equity long/short strategy detracted as all equity sectors performed poorly.



Source: FactSet, Bloomberg

\*U.S. TIPS = Bloomberg Barclays U.S. Treasury TIPS 1-5 Years Index, Intermediate

U.S. Corp Bonds = Bloomberg Barclays Intermediate U.S. Corporate Bond Index,

Global Commodity Stocks = MSCI ACWI Commodity Producers Index (Net), REITs = FTSE

EPRA/NAREIT North America Index, Commodities = Dow Jones-UBS Commodity Index TR.

*Performance data quoted is past performance, gross of fees, and is no guarantee of future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost and current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please call 1.800.DIAL.SEI.*

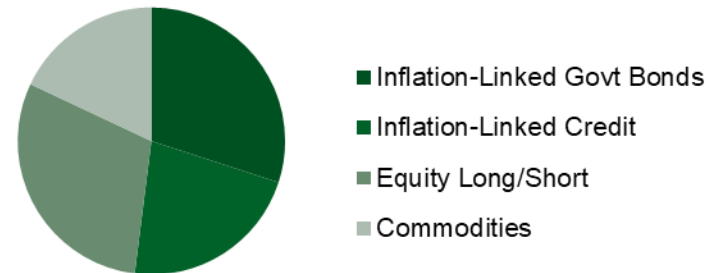
*Index returns are for illustrative purposes only and do not represent actual Fund performance.*

# Multi-Asset Real Return Fund

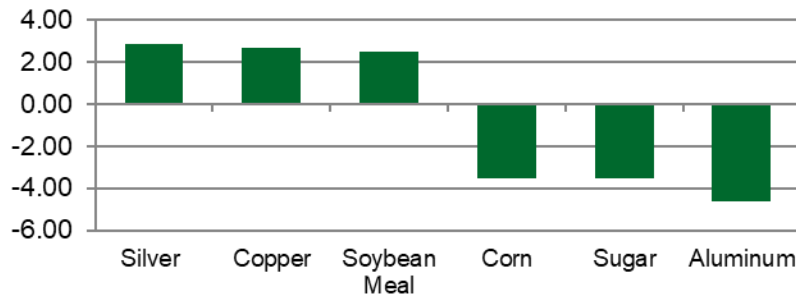
## Positioning Review

- The COVID-19 pandemic has reset inflation expectations as economic activity and demand has fallen significantly in the past month.
- The Fund has been defensively positioned with an underweight to commodities and an overweight to U.S. Treasury inflation protected securities compared to their strategic weights, as additional volatility is expected.

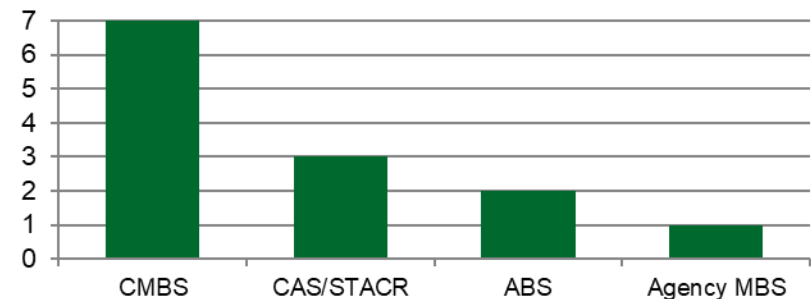
**Asset Allocation (%)**



**Top Active Commodity Over/Under Weight (%)\***



**Top Active TIPS Plus Positions (%)**



\* Relative to the Bloomberg Commodity Index

Source: Bloomberg

CAS: Connecticut Avenue Securities

STACR: Structured Agency Credit Risk Debt

# S&P 500 Index Fund

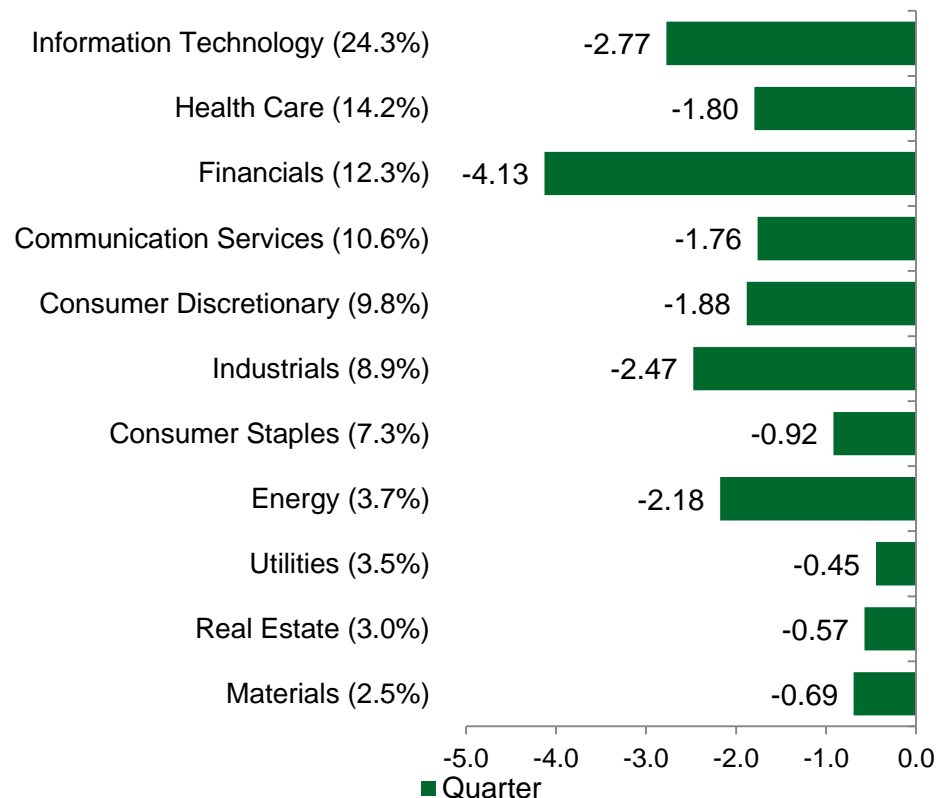
## Performance Review

- The first quarter of 2020 was one of the worst quarters ever for U.S. markets, which plummeted into bear-market territory on the sudden economic impact of the COVID-19 pandemic.
- The S&P 500 Index returned -19.60% during the quarter.
- Value stocks once again lagged growth stocks.
- Companies perceived as having cyclical business models were hit the hardest by the downturn, while those thought to have strong balance sheets and non-cyclical business models fared much better.
- Information technology, health care and consumer staples were the best-performing sectors (on an absolute return basis).
- Energy, financials and materials were the worst-performing sectors (on an absolute return basis).

## Positioning Review

- The Fund seeks to track the performance of the S&P 500 Index before fees and expenses

## Contribution to Absolute Return By Sector (%)



Source: FactSet based on data from SEI.

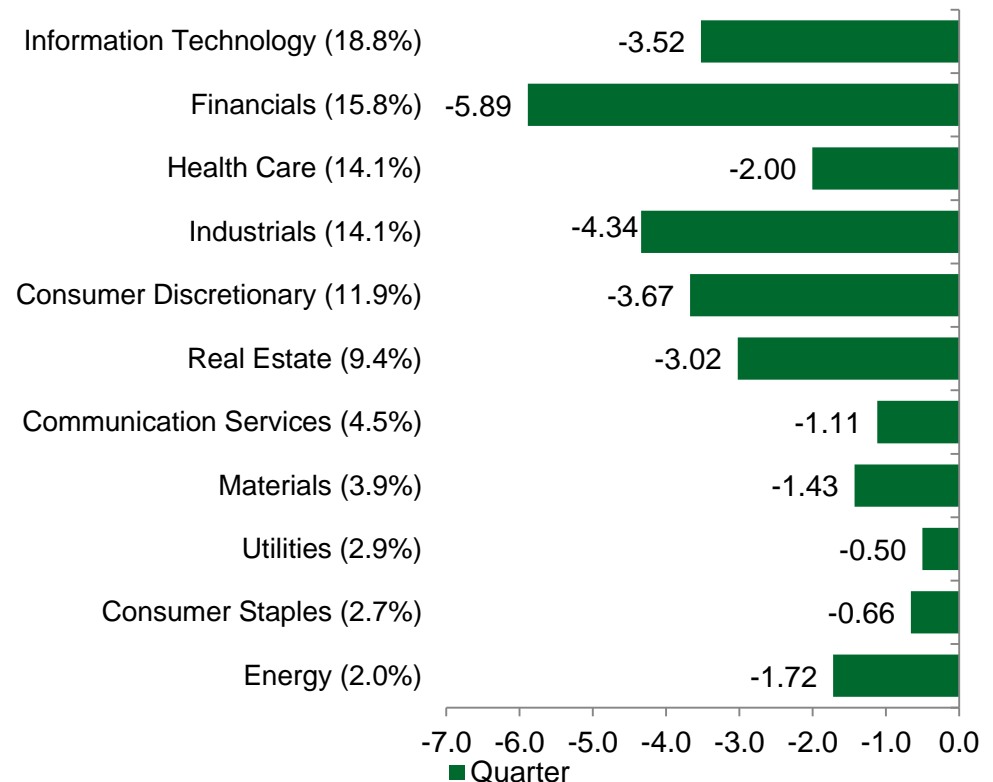
Figures in parenthesis are end of period weights.

*Performance data quoted is past performance, gross of fees. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost, and current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please call 1-800-DIAL-SEI.*

# Extended Market Index Fund

- The Fund aims to produce investment results that correspond to the performance of the Russell Small Cap Completeness Index.
- The first quarter of 2020 was one of the worst quarters ever for U.S. markets, which plummeted into bear-market territory on the sudden economic impact of the COVID-19 pandemic.
- Utilities and consumers staples held up the best in a bleak environment.

**Contribution to Absolute Return By Sector (%)**



Source: FactSet, SEI

Figures in parenthesis are end of period weights.

*Performance data quoted is past performance, gross of fees. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost, and current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please call 1-800-DIAL-SEI.*

# Structured Credit Fund Quarterly Investment Review

**SEI** New ways.  
New answers.®

# Structured Credit Fund Executive Summary

---

## **Market Commentary**

- March 2020 was one of the worst months in the history of financial markets for risk assets. The economic impact of the coronavirus was devastating. Some forecasts expect U.S. economic growth to be down more than 30%.
- The decline in fixed-income markets was exacerbated by forced selling in mutual funds, exchange-traded funds and other leveraged vehicles.
- At the lowest level in late March, loans (as measured by the Credit Suisse Leveraged Loan Index) were down approximately 20% and on track for their worst month ever. However, a rally during the final week of March improved its standing to second-worst month in history.
- The Credit Suisse Leveraged Loan Index average index price ended March 31, 2020 at \$82.7. Prior to the global financial crisis, the lowest month-end closing price was \$85.5.
- The JP Morgan CLOIE Index was created several years ago and backdated to the end of 2011. March was easily its worst month since inception.
- Estimates of collateralized loan obligation (CLO) returns vary wildly. Some bank research groups estimate BB rated collateralized loan obligations (CLOs) were down 30%, while others estimate a 70% reduction.

## **Structured Credit Fund Commentary**

- The Fund was down 32.08% as of March 31, 2020 due to massive markdowns in BB rated CLOs and equity tranches.
- Since its inception in 2007, the Fund's worst monthly return was -33.28% in October 2008.
- Heading into 2020, our view was that credit conditions were generally healthy and that defaults would remain low. However, we were aware that lending standards were weakening (fewer covenants, higher leverage, lower-quality companies). Accordingly, we focused on the highest-quality deals and managers.
- CLOs are not mark-to-market vehicles. Therefore, we expect the downturn in loan prices to not result in margin calls or liquidations.
- Current CLO prices reflect a level of stress and defaults that would be unprecedented. Even under high stress scenarios, we believe the Fund is well positioned.
- The Fund did not realize losses during this downturn due to limited redemptions for the first quarter.

# Structured Credit Fund Return summary

Fund Size	\$1.8 billion		Distinct Investors				~115		
Annualized Performance as of 03/31/2020	1Q	YTD	1-year	2-year	3-year	5-year	7-year	10-year	Since Inception*
<b>SEI Structured Credit Fund (Net**)</b>	<b>-32.08%</b>	<b>-32.08%</b>	<b>-30.01%</b>	<b>-14.52%</b>	<b>-6.18%</b>	<b>-0.51%</b>	<b>1.45%</b>	<b>6.52%</b>	<b>7.43%</b>
CLO Index***	-7.91%	-7.91%	-4.97%	-1.16%	0.37%	1.51%	-	-	3.06%
<b>Excess</b>	<b>-24.17%</b>	<b>-24.17%</b>	<b>-25.04%</b>	<b>-13.36%</b>	<b>-6.55%</b>	<b>-2.02%</b>	<b>-</b>	<b>-</b>	<b>+4.37%</b>
J.P. Morgan CLOIE †	-7.91%	-7.91%	-4.97%	-1.16%	0.37%	0.31%	-	-	
Credit Suisse Leveraged Loan Index	-13.19%	-13.19%	-9.51%	-3.30%	-0.73%	1.21%	1.98%	3.26%	3.31%
ICE BofA US High Yield Constrained	-13.13%	-13.13%	-7.46%	-0.99%	0.55%	2.67%	3.26%	5.49%	6.20%
S&P 500 Index	-19.60%	-19.60%	-6.98%	0.92%	5.10%	6.73%	9.62%	10.53%	6.89%
Bloomberg Barclays Aggregate Bond Index	3.15%	3.15%	8.93%	6.68%	4.82%	3.36%	3.19%	3.88%	4.49%
JPM EMBI Global Diversified	-13.38%	-13.38%	-6.84%	-1.47%	0.42%	2.82%	2.89%	4.94%	5.83%

\*Inception: August 1, 2007

Sources: SEI Data Portal, Credit Suisse, Merrill Lynch, S&P, Bloomberg Barclays, J.P. Morgan, FactSet

†JPM CLOIE includes estimated returns.

\*\*Performance is gross of investment management fees and net of administrative expenses. Clients implemented via collective investment trusts incur product-level fees, including trustee and administrative fees, which will affect performance.

\*\*\* CLO Index: CS Leveraged Loan Index from Inception through December 2011, JPM CLOIE from January 2015 to current. JPM CLOIE includes estimated returns.

Performance data quoted is past performance. Past performance is no guarantee of future results. The principal value and investment return of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original value. Current performance may be higher or lower. For performance data current to the most recent month end, please call 1-800-DIAL-SEI.



# Structured Credit Fund Return summary

Year	Structured Credit Fund Net	Benchmark*	Excess
2007	5.83%	-	-
2008	-62.03%	-	-
2009	189.33%	-	-
2010	42.37%	-	-
2011	8.34%	-	-
2012	25.46%	-	-
2013	8.03%	-	-
2014	5.06%	-	-
2015	-6.96%	1.01%	-7.96%
2016	24.93%	5.19%	19.74%
2017	12.74%	4.29%	8.45%
2018	1.58%	1.27%	0.37%
2019	9.63%	5.50%	4.13%
2020	-32.08%	-8.00%	-22.00%

Sources: SEI Data Portal,

\*JPM CLOIE includes estimated returns.

Performance data quoted is past performance. Past performance is no guarantee of future results. The principal value and investment return of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original value. Current performance may be higher or lower. For performance data current to the most recent month end, please call 1-800-DIAL-SEI.

# Important information

This presentation is provided by SEI Investments Management Corporation (SIMC), a registered investment adviser and wholly owned subsidiary of SEI Investments Company. The material included herein is based on the views of SIMC. Statements that are not factual in nature, including opinions, projections and estimates, assume certain economic conditions and industry developments and constitute only current opinions that are subject to change without notice. Nothing herein is intended to be a forecast of future events, or a guarantee of future results. This presentation should not be relied upon by the reader as research or investment advice (unless SIMC has otherwise separately entered into a written agreement for the provision of investment advice).

There are risks involved with investing including loss of principal. There is no assurance that the objectives of any strategy or fund will be achieved or will be successful. No investment strategy, including diversification, can protect against market risk or loss. Current and future portfolio holdings are subject to risk. Past performance does not guarantee future results.

For those SEI funds which employ a “manager of managers” structure, SIMC is responsible for overseeing the sub-advisers and recommending their hiring, termination, and replacement. References to specific securities, if any, are provided solely to illustrate SIMC’s investment advisory services and do not constitute an offer or recommendation to buy, sell or hold such securities.

Any presentation of gross mutual fund performance of underlying mutual fund investments or gross account level performance is only intended for one-on-one presentations with clients and may not be duplicated in any form by any means or redistributed without SIMC’s prior written consent.

Through June 30, 2012, annual performance is calculated based on monthly return streams, geometrically linked. From June 30, 2012 onward, annual performance is based upon daily return streams, geometrically linked as of the specific month end.

Performance results do not reflect the effect of certain account level advisory fees. The inclusion of such fees would reduce account level performance, particularly when compounded over a period of years. The following hypothetical illustration shows the compound effect fees have on investment return: For an account charged 1% with a stated annual return of 10%, the net total return before taxes would be reduced from 10% to 9%. A ten year investment of \$100,000 at 10% would grow to \$259,374, and at 9%, to \$236,736 before taxes. For a complete description of all fees and expenses, please refer to SIMC’s Form ADV Part 2A, the investment management agreement between SIMC and each client, and quarterly client invoices.

Certain economic and market information contained herein has been obtained from published sources prepared by other parties, which in certain cases have not been updated through the date hereof. While such sources are believed to be reliable, neither SEI nor its affiliates assumes any responsibility for the accuracy or completeness of such information and such information has not been independently verified by SEI.

Index returns are for illustrative purposes only and do not represent actual fund performance. Index performance returns do not reflect any management fees, transaction costs, or expenses, which would reduce returns. Indexes are unmanaged and one cannot invest directly in an index.