



Illinois Police Officers' Pension Investment Fund

Investment Update

As of 10/9/25

Performance Update

	CY25 Jan. – Aug.	FY25 July – Aug.	3 years As of 8/30/25	Since Incept. 4/22
IPOPIF Pool	+12.0%	+3.0%	+11.7%	7.3%
Policy Benchmark	+11.4%	+3.0%	+11.5%	7.2%
Broad Benchmark	+12.3%	+2.9%	+13.0%	7.2%

Source: Verus Preliminary Monthly Reporting <https://www.ipopif.org/reports/investment-reports/>

- Returns for periods longer than one year are annualized.
- IPOPIF Performance is net of investment management fees.
- Policy Benchmark – Weighted average of asset class benchmarks; gauges success of implementation (currently less stock exposure than the broad benchmark).
- Broad Benchmark – 70/30 global stocks/bonds; gauges success of asset allocation.
- IPOPIF Actuarial Assumed Rate of Return is 6.8% per year.

Preliminary data indicates that the Fund returned 2.0% in September.

FY 26 Performance Commentary

- **July** – Investment returns were muted in July (+0.5%) following a strong 8.3% return in the second quarter.
- **August** – Stocks rallied again in August on strong 2Q earnings reports and solidifying expectations for the Fed to cut interest rates in September. The Growth (stock) portfolio was up 3.4% for the month, led by US small caps (+7.1%). Bond prices were up across the board on rate cut expectations.
- **September** – August dynamics continued in September, adding another 2% (preliminary).

Asset Allocation

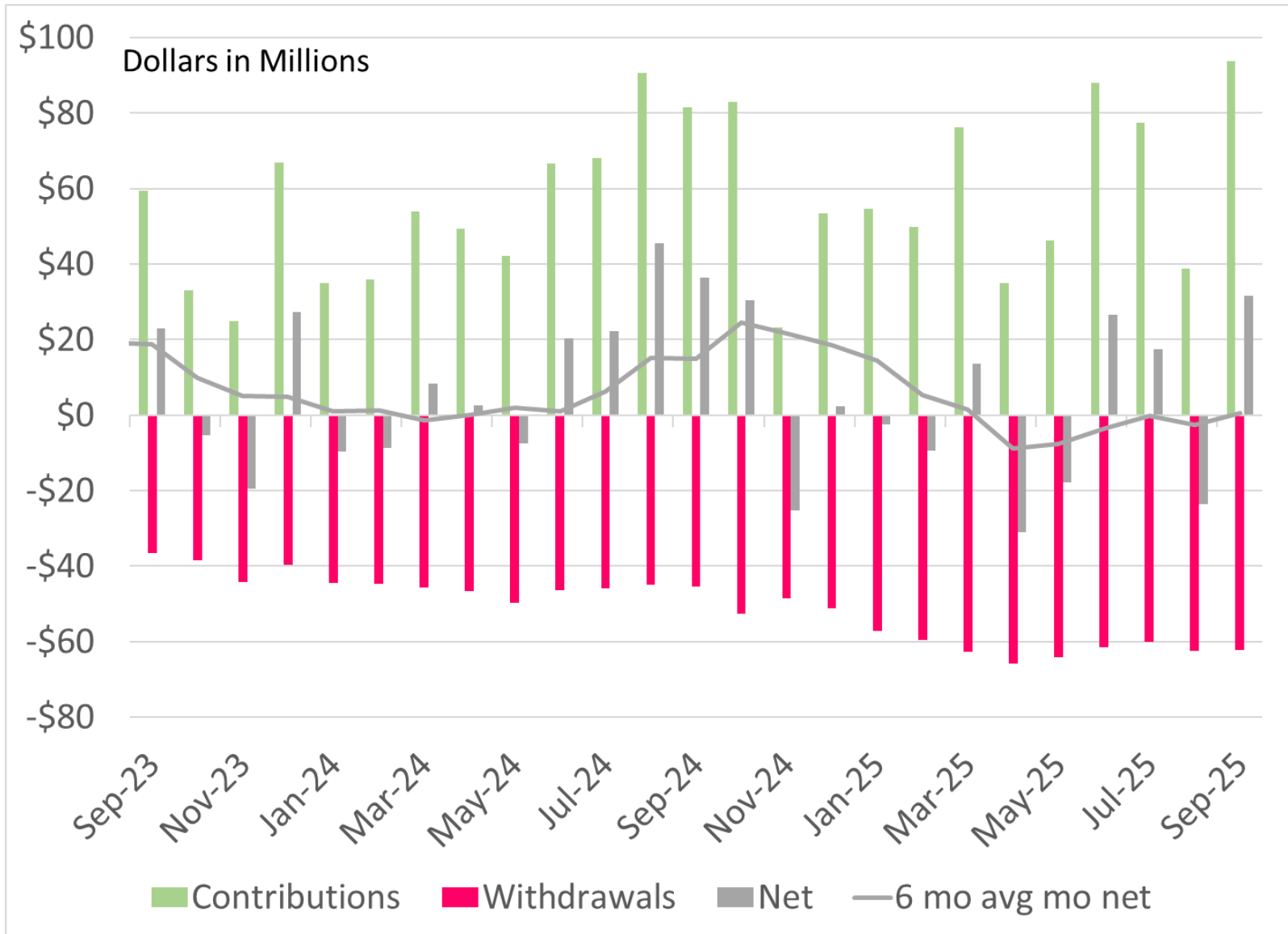
10/8/25

Funding and Rebalancing

There has been no new funding or rebalancing activity since the previous reporting through 9/3/25.

Account	Current		Target		Variance	
	\$M	%	\$M	%	\$M	%
Growth	8,829	60.6%	8,453	58.0%	376	2.6%
RhumbLine US Large	3,399	23.3%	3,352	23.0%	47	0.3%
RhumbLine US Small	784	5.4%	729	5.0%	56	0.4%
SSGA Non-US Developed	2,843	19.5%	2,769	19.0%	73	0.5%
Intl. Small Cap (3 mgrs)	820	5.6%	729	5.0%	91	0.6%
Acadian	401	2.8%	364	2.5%	37	0.3%
LSV (1 day lag)	215	1.5%	182	1.3%	33	0.2%
WCM (monthly)	203	1.4%	182	1.3%	21	0.1%
EME ex China (2 mgrs)	984	6.8%	874	6.0%	110	0.8%
ARGA (monthly)	478	3.3%	437	3.0%	40	0.3%
William Blair	506	3.5%	437	3.0%	69	0.5%
Income	2,243	15.4%	2,332	16.0%	(89)	-0.6%
SSGA High Yield	605	4.2%	583	4.0%	22	0.2%
EM Debt (2 mgrs)	831	5.7%	874	6.0%	(43)	-0.3%
Cap Group EMD	216	1.5%	219	1.5%	(2)	0.0%
SSGA EM Debt	615	4.2%	656	4.5%	(41)	-0.3%
Bank Loans (2 mgrs)	413	2.8%	437	3.0%	(24)	-0.2%
Ares (monthly)	138	0.9%	146	1.0%	(8)	-0.1%
Aristotle (monthly)	275	1.9%	291	2.0%	(16)	-0.1%
Oaktree Priv. Cred. (Qtrly)	393	2.7%	437	3.0%	(44)	-0.3%
Real Assets	789	5.4%	874	6.0%	(85)	-0.6%
SSGA REITS	569	3.9%	583	4.0%	(14)	-0.1%
PRINCIPAL USPA	221	1.5%	291	2.0%	(71)	-0.5%
Risk Mitigation	2,713	18.6%	2,915	20.0%	(202)	-1.4%
Cash Accounts	203	1.4%	146	1.0%	57	0.4%
SSGA ST GOV-CREDIT	1,353	9.3%	1,457	10.0%	(104)	-0.7%
SSGA TIPS	385	2.6%	437	3.0%	(52)	-0.4%
SSGA US TREASURY	383	2.6%	437	3.0%	(54)	-0.4%
SSGA CORE BONDS	388	2.7%	437	3.0%	(50)	-0.3%
Legacy Transition Bonds	1.0	0.0%	-	0.0%	1	0.0%
Total Investment Pool	14,575	100.0%	14,575	100.0%		

Monthly Participant Fund Cash Flow



Search Updates

- US Active Small cap equity funding soon
- US Active High Yield Bond manager search on track
 - Proposals were due 9/12/25
 - Semifinalist interviews targeted for late October
 - Board interviews and selection targeted for Dec. 12 Board meeting
- General Consultant search on track
 - Proposals due 9/12/25
 - Selection of finalist candidates at the Dec. 12 Board meeting
 - Finalist interviews and selection at January 2026 Board meeting
- Private Equity search initiated
 - RFIs due 10/6/25. Solid participation
 - Board finalist interviews in January
 - Board selection in March

Non-Transferred Asset Update

Summary of Article 3 Investments	FY24 data		FY23 data		Change	
	Value \$	%	Value \$	%	Value \$	%
Pooled Accounts	11,737,559,661	95.5%	9,501,414,444	94.2%	2,236,145,217	1.2%
Cash, Money Market, Checking	388,007,341	3.2%	408,574,342	4.1%	-20,567,001	-0.9%
Certificate of Deposit	19,598,460	0.2%	19,407,610	0.2%	190,850	0.0%
Insurance Company Contracts	137,636,366	1.1%	133,482,392	1.3%	4,153,974	-0.2%
State and Local Obligations	1,136,173	0.0%	1,038,430	0.0%	97,742	0.0%
US Government and Agency Obligations	4,585,969	0.0%	7,784,334	0.1%	-3,198,364	0.0%
Common and Preferred Stocks	2,127,056	0.0%	2,274,239	0.0%	-147,184	0.0%
Mutual Funds	6,194,965	0.1%	7,300,065	0.1%	-1,105,099	0.0%
Total	12,296,845,991	100.0%	10,081,275,856	100.0%	2,215,570,135	0.0%
# Transferred funds evaluated	343		329		14	

Source: IL DOI Detailed Financial Data, IPOPIF calculations.

- NTA model updated for FY24 data recently available from DOI.
- Now includes Funds that transferred in Oct. 2024 with 12/31 FY year ends.
- Trends are generally positive.
- Notable \$ and % drop in cash.

Board Agenda Projection

- 10/17/25
 - Strategic Plan Review
 - Principal RE Review
 - Custodian Review
 - Real Assets/Real Estate Education
- 12/12/25
 - Quarterly Performance
 - HY Bond Interviews/Selection
 - Select General Consultant Finalists
- January 2026
 - Strategic Plan Review
 - IPS and SAA Review
 - Private Equity Interviews
 - General Consultant Interview/Selection
 - (Contract begins May 2026)
- March 2026
 - Quarterly Performance
 - IPS and SAA Adoption
 - Private Equity Selection
- 2026 TBD
 - Real Estate Search
 - Real Assets Search
 - Private Credit Search

For discussion and planning purposes. Subject to revision.