



Illinois Police Officers' Pension Investment Fund

Investment Update
As of 5/28/26

Performance Update

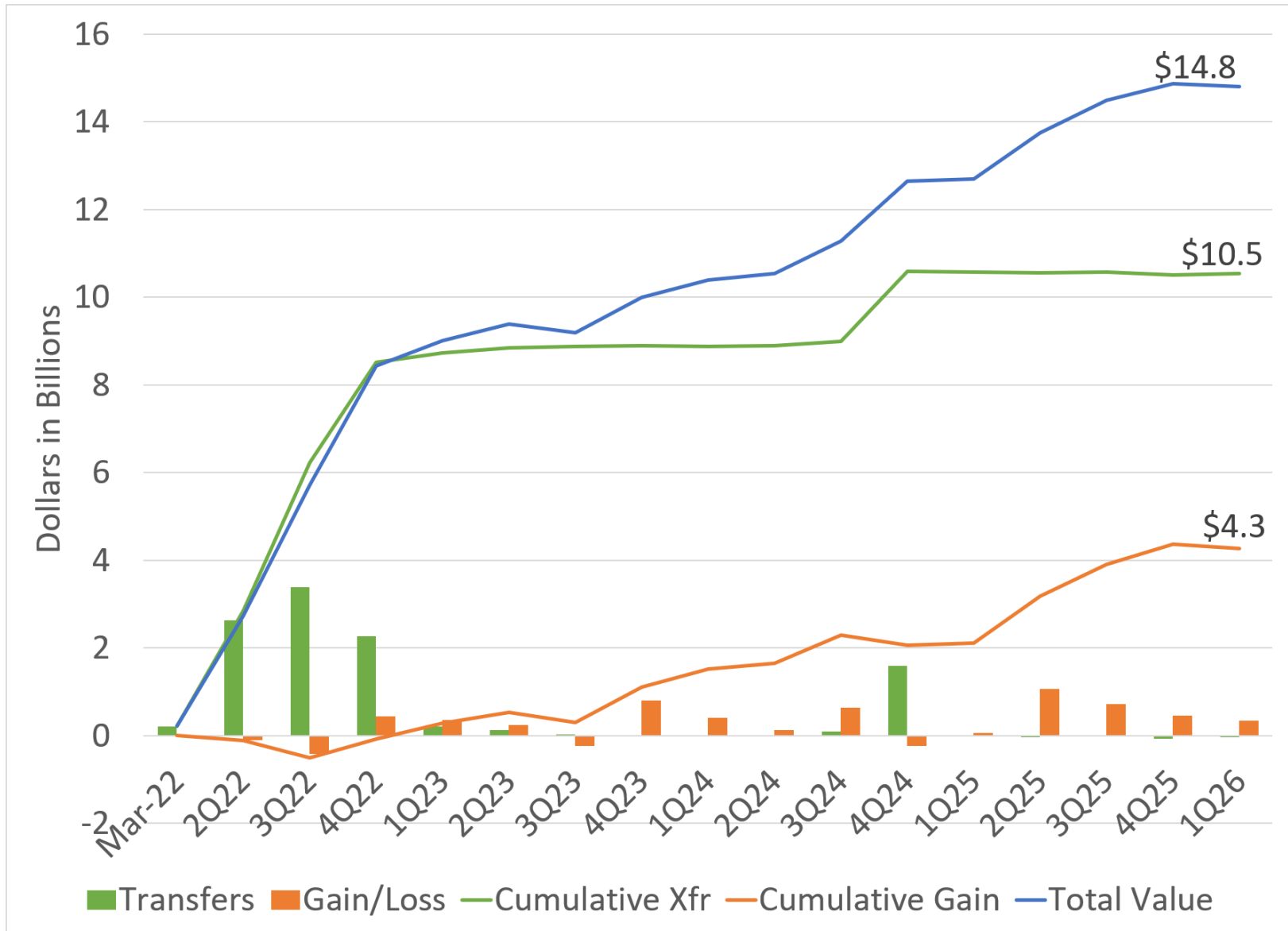
	Apr. '26	FY26 July – Apr. '26	3 years ending Apr. '26	Since Incept. 4/22
IPOPIF Pool	+7.1%	+15.9%	+14.4%	+9.1%
Policy Benchmark	+6.6%	+14.8%	+13.9%	+8.7%
Broad Benchmark	+7.5%	+13.5%	+14.5%	+8.6%

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

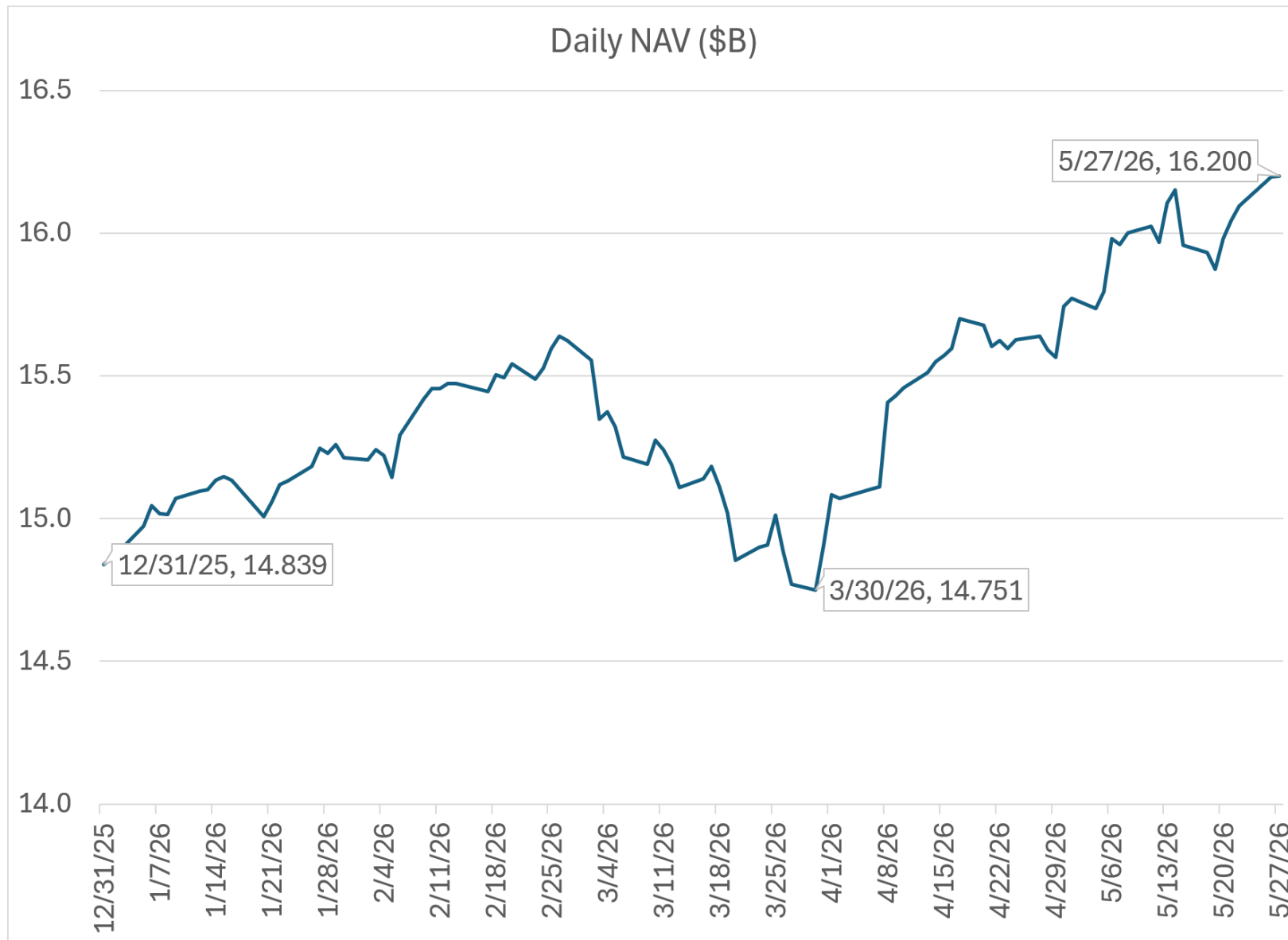
- Returns for periods longer than one year are annualized.
- IPOPIF Performance is net of investment management fees.
- Policy Benchmark – Weighted average of asset class benchmarks; gauges success of implementation (currently less stock exposure than the broad benchmark).
- Broad Benchmark – 70/30 global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

Preliminary data indicates that the Fund gained approximately 3% month to date through May 27.

IPOPIF Growth



2026 Drawdown and Recovery



FY 26 Performance Commentary

- **3Q25** – Following a strong 2Q, but a muted July, Stocks rallied in August and into September on strong 2Q earnings and a Fed rate cut. The portfolio gained 5.2% for the quarter, led by stocks (+7.1%), especially U.S. Small Caps (+12.3%), playing catch up from prior quarters.
- **4Q25** – 3Q momentum carried into 4Q, driving a 3.1% gain for the quarter. International stocks led the charge. International Developed Market stocks were up 5.2% vs. 2.4% for US Large Cap (Russell 1000). Emerging Market Equity ex China posted a 12.0% return for the quarter, bringing 2025 returns to 40.3%. ARGA gained 52.5% in 2025 vs. the benchmark index at 34.6%.
- **1Q26** – The portfolio gained 5.6% in the first two months of 2026 but gave it back in March (-5.5%) as the Iran war and higher energy prices dampened economic enthusiasm. Emerging market equity was volatile but still lead for the quarter and fiscal year. Rising interest rates are weighing on fixed income returns.
- **April** – Stocks came roaring back in April as the markets digested geopolitical events and shifted from defense to offense. EME ex China (+21.9%) led the pack followed by US Small Cap (+14.5%). WCM (+13.9%) recovered, consistent with growth profile.
- **May** MTD preliminary – Recovery dynamics continued in May, adding another 3% through May 27th.

12-Month Returns as of 3/31/26

Style	Manager - 1 year	Return	Index	Excess
value	ARGA Emerging Mkt Ex China Equity	59.4%	41.3%	18.1%
growth	Wm Blair Emerging Mkt ex China Growth Fund	47.5%	39.4%	8.1%
value	LSV International Small Cap Value Equity Fund	38.3%	28.4%	9.9%
	Acadian ACWI ex US Small-Cap Fund	27.8%	27.8%	-0.1%
	RhumbLine Russell 2000 Index	25.6%	25.7%	-0.1%
	SSgA Non-US Developed Index	23.5%	23.0%	0.5%
growth	WCM International Small Cap Growth Fund	21.4%	27.8%	-6.5%
	RhumbLine Russell 1000 Index	17.7%	17.7%	0.0%
	SSgA EMD Hard Index Fund	10.4%	10.4%	0.0%
	SSgA REITs Index	7.2%	7.2%	0.0%
	SSgA High Yield Corporate Credit	7.0%	6.9%	0.1%
	Aristotle Institutional Loan Fund	6.0%	4.8%	1.2%
	Principal USPA	5.4%	3.1%	2.3%
	Ares Institutional Loan Fund	4.8%	4.8%	0.0%
	SSgA Core Fixed Income Index	4.3%	4.3%	0.0%
	SSgA Short-Term Gov't/Credit Index	4.0%	4.0%	0.0%
	SSgA US TIPS Index	3.9%	3.9%	0.0%
	SSgA US Treasury Index	3.2%	3.3%	0.0%

This table provides a quick performance snapshot. Please see the Cerity quarterly report for important additional data and perspective

Active Manager Value Add – 3/31/26

month =>	2026-03					Fee %
	Start	End \$M	GVA	Fees	NVA	of GVA
Acadian	Jan 2024	386	30,258,511	4,209,244	26,049,267	13.9%
LSV	Mar 2024	216	35,768,313	2,915,295	32,853,018	8.2%
WCM	Mar 2024	187	(14,044,803)	2,337,862	(16,382,666)	Neg GVA
ARGA	Dec 2024	552	93,307,445	4,163,132	89,144,313	4.5%
Wm Blair	Dec 2024	504	17,208,701	2,362,452	14,846,249	13.7%
Capital Grp.	Nov 2024	219	3,020,367	970,213	2,050,154	32.1%
Ares	Mar 2024	151	917,683	652,166	265,517	71.1%
Aristotle	Mar 2024	304	3,328,201	1,606,458	1,721,743	48.3%
Hood River	Nov 2025	232	21,724,551	776,575	20,947,976	3.6%
Reinhart	Nov 2025	229	(9,456,428)	485,307	(9,941,735)	Neg GVA
Total		2,980	182,032,541	20,478,704	161,553,837	11.3%

Source: Investment Staff Calculations

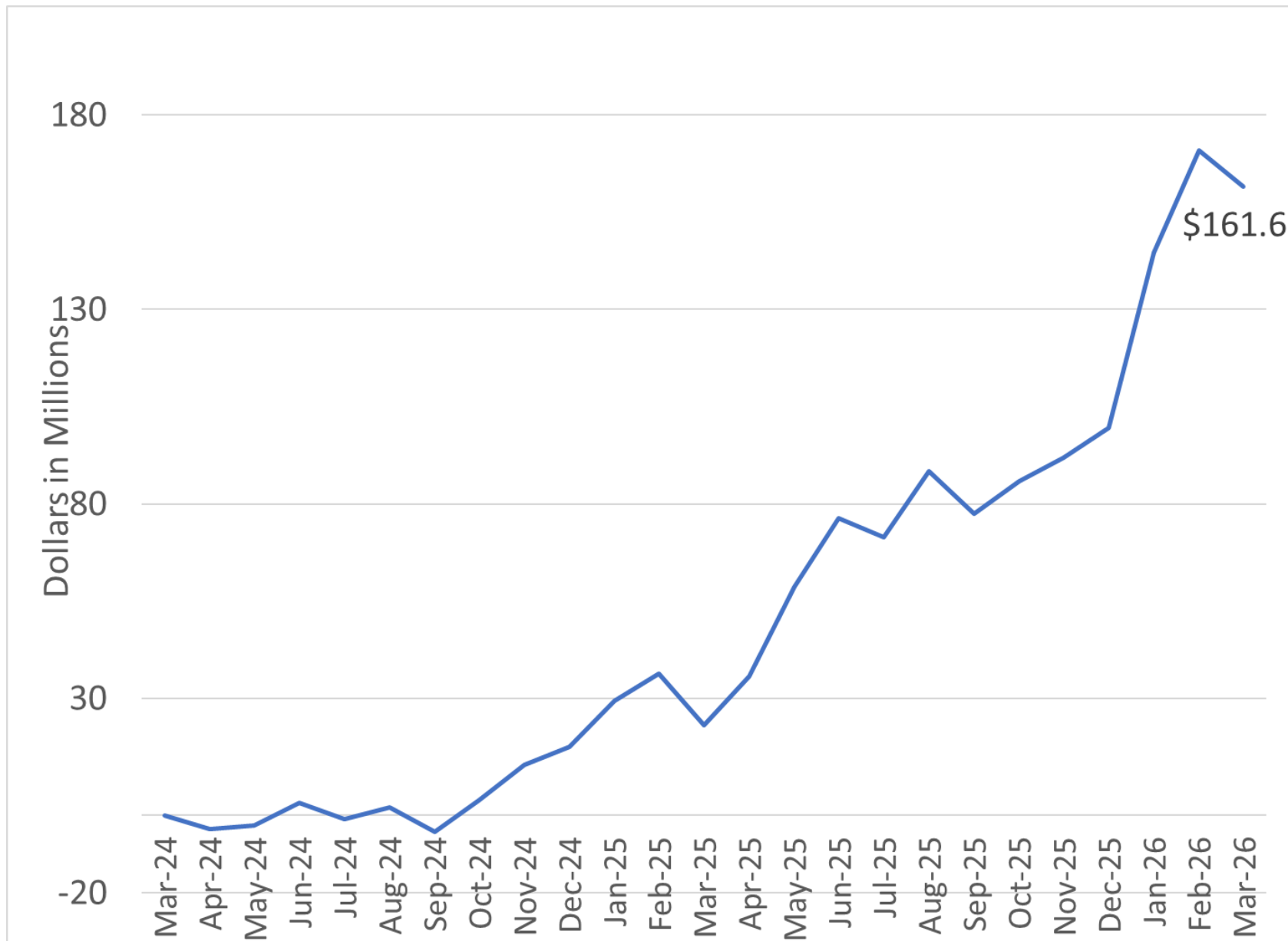
NAV - Net Asset Value

GVA - Gross Value Add (before fees)

NVA - Net Value Add (after fees)

- The Value-add model compares the ending value of an investment to a theoretical investment in the benchmark with the same cash flow dates. Fees and value added are cumulative since inception.
- Manager evaluation is multifaceted and should take a long-term perspective. This is only one view.
- The short timeframe summarized above provides a baseline but is not sufficient for meaningful conclusions.

Active Manager Value Add History



IPOPIF Expense Load

Quarterly	3Q24	4Q24	1Q25	2Q25	3Q25	4Q25	1Q26*
Admin ops + BOT	390,834	430,024	551,065	1,012,441	466,507	418,502	621,613
Investment Ops	225,651	419,849	554,415	1,058,941	361,871	695,491	538,359
IM Fees invoiced	1,016,759	1,281,220	1,573,899	1,784,367	1,864,498	2,399,904	2,907,426
IM Fees paid from fund	767,351	1,035,520	1,496,971	1,746,452	2,172,343	2,545,668	2,497,906
Total	2,400,595	3,166,612	4,176,351	5,602,201	4,865,219	6,059,566	6,565,304
Ending Fund NAV	11,280,824,565	12,648,678,759	12,702,119,945	13,745,843,365	14,487,544,975	14,870,144,122	14,797,395,577

Trailing Four Quarters	9/30/2024	12/31/2024	3/31/2025	6/30/2025	9/30/2025	12/31/2025	3/31/2026
Admin ops + BOT				2,384,364	2,460,037	2,448,515	2,519,063
Investment Ops				2,258,856	2,395,076	2,670,718	2,654,662
IM Fees invoiced				5,656,245	6,503,984	7,622,669	8,956,195
IM Fees paid from fund				5,046,294	6,451,286	7,961,435	8,962,370
Total				15,345,760	17,810,383	20,703,336	23,092,289
Average Fund NAV				12,594,366,659	13,396,046,761	13,951,413,102	14,475,232,010

Expense Load (annualized)	9/30/2024	12/31/2024	3/31/2025	6/30/2025	9/30/2025	12/31/2025	3/31/2026
Admin ops + BOT				0.019%	0.018%	0.018%	0.017%
Investment Ops				0.018%	0.018%	0.019%	0.018%
IM Fees invoiced				0.045%	0.049%	0.055%	0.062%
IM Fees paid from fund				0.040%	0.048%	0.057%	0.062%
Total				0.122%	0.133%	0.148%	0.160%

*Note that the MetLife 1Q26 fee (to be invoiced) is estimated.

This exhibit summarizes expenses and calculates the fee load on average NAV for the trailing for quarters. IM fees are expected to increase substantially with the implementation of active management, especially private markets. A Verus Asset Allocation presentation in March 2024 estimated the investment manager fee load of 0.49% for the long-term asset allocation. This would equate to \$78.4 million based on \$16 billion NAV. We expect active management to increase fund returns NET of fees and expenses.

Asset Allocation 5/27/26

Account	Current		Target		Variance	
	\$M	%	\$M	%	\$M	%
Growth	9,788	60.4%	9,396	58.0%	392	2.4%
RhumbLine US Large	3,712	22.9%	3,726	23.0%	(13)	-0.1%
US Small Cap (3 mgrs)	902	5.6%	810	5.0%	92	0.6%
RhumbLine US Small	332	2.1%	324	2.0%	8	0.1%
Hood River	301	1.9%	243	1.5%	58	0.4%
Reinhart	269	1.7%	243	1.5%	26	0.2%
SSGA Non-US Developed	3,021	18.6%	3,078	19.0%	(57)	-0.4%
Intl. Small Cap (3 mgrs)	874	5.4%	810	5.0%	64	0.4%
Acadian	438	2.7%	405	2.5%	33	0.2%
LSV (1 day lag)	222	1.4%	202	1.25%	20	0.1%
WCM (monthly)	213	1.3%	202	1.25%	11	0.1%
EME ex China	1,278	7.9%	972	6.0%	306	1.9%
ARGA (monthly)	611	3.8%	486	3.00%	125	0.8%
William Blair	667	4.1%	486	3.00%	181	1.1%
Income	2,445	15.1%	2,592	16.0%	(147)	-0.9%
High Yield (2 mgrs)	626	3.9%	648	4.0%	(22)	-0.1%
SSGA High Yield	319	2.0%	324	2.0%	(5)	0.0%
MetLife	307	1.9%	324	2.0%	(17)	-0.1%
EM Debt (2 mgrs)	951	5.9%	972	6.0%	(21)	-0.1%
Cap Group EMD	261	1.6%	243	1.5%	18	0.1%
SSGA EM Debt	691	4.3%	729	4.5%	(38)	-0.2%
Bank Loans (2 mgrs)	460	2.8%	486	3.0%	(26)	-0.2%
Ares (monthly)	152	0.9%	162	1.0%	(10)	-0.1%
Aristotle (monthly)	308	1.9%	324	2.0%	(16)	-0.1%
Oaktree Priv. Cred. (Qrtly)	408	2.5%	486	3.00%	(78)	-0.5%
Real Return	912	5.6%	972	6.0%	(60)	-0.4%
SSGA REITS	686	4.2%	648	4.0%	38	0.2%
PRINCIPAL USPA	227	1.4%	324	2.0%	(97)	-0.6%
Risk Mitigation	3,055	18.9%	3,240	20.0%	(185)	-1.1%
Cash Accounts	215	1.3%	162	1.0%	53	0.3%
SSGA ST GOV-CREDIT	1,488	9.2%	1,620	10.0%	(132)	-0.8%
SSGA TIPS	449	2.8%	486	3.0%	(37)	-0.2%
SSGA US TREASURY	446	2.8%	486	3.0%	(40)	-0.2%
SSGA CORE BONDS	456	2.8%	486	3.0%	(30)	-0.2%
Legacy Transition Bonds	0.874	0.0%	-	0.0%	1	0.0%
Total Investment Pool	16,200	100.0%	16,200	100.0%		

Funding and Rebalancing

Trade Date	Account	Flow \$ mil	Trading Costs \$*
24-Apr	Cap Group EMD	+35	0
27-Apr	IPOPIF Cash	-35	
28-Apr	Wm Blair EM ex China	-20	0
30-Apr	IPOPIF Cash	+20	
30-Apr	LSV	-15	-52,500
5-May	IPOPIF Cash	+15	
1-May	ARGA	-20	-54,000
22-May	IPOPIF Cash	+20	
12-May	Wm Blair EM ex China	-20	0
14-May	IPOPIF Cash	+20	

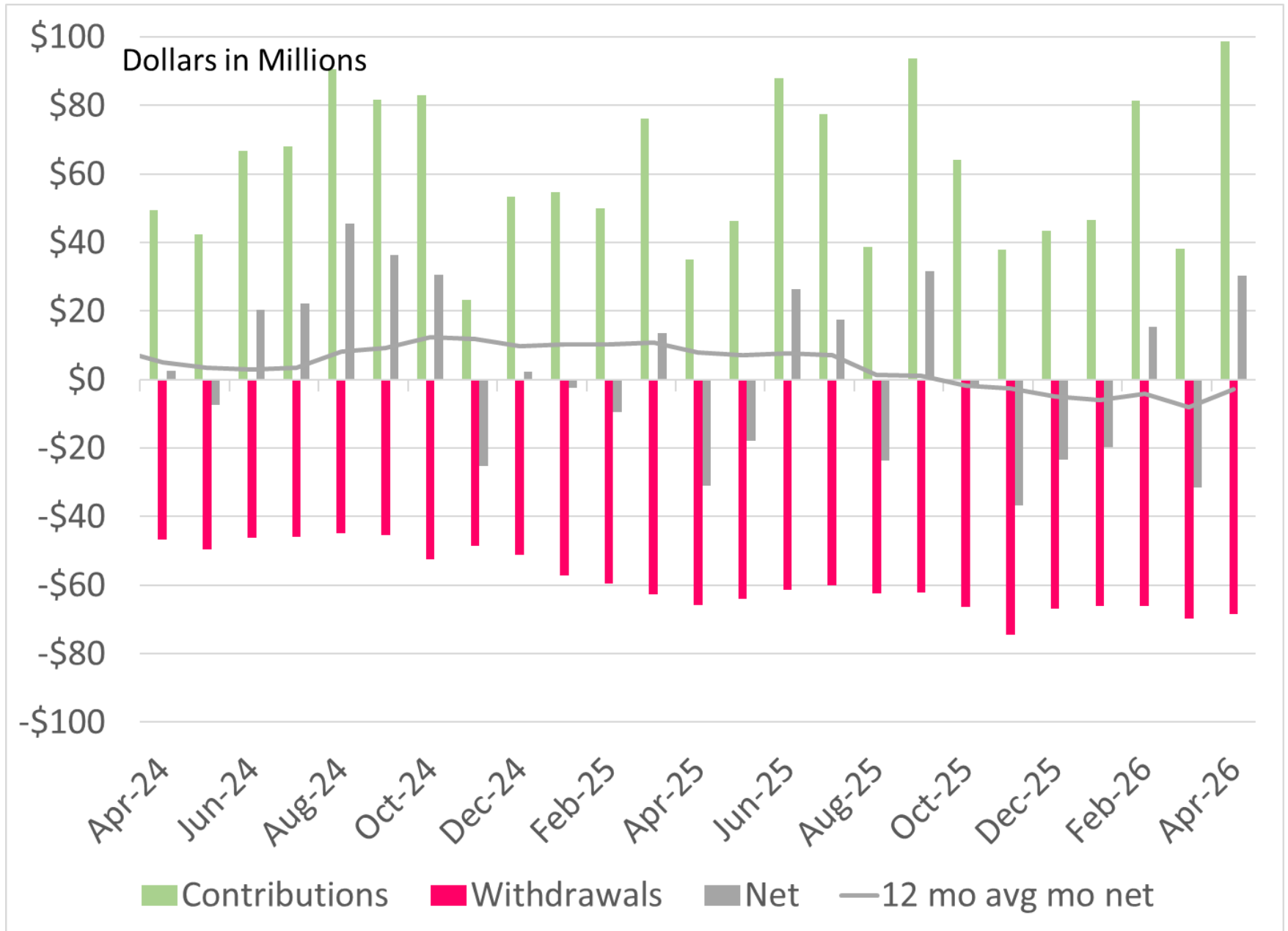
Added to Cap Group for rebalancing and to reach lower fee tier.

Trimming ARGA and William Blair overweights gradually to minimize cost and impact.

Trimmed LSV overweight for rebalancing.

*Trading costs include commissions, charges, and market impact adjustments, which can be positive (i.e., gain).

Monthly Participant Fund Cash Flow



Investment Updates

- Lexington private equity documentation slower than expected but we expect finalization soon and implementation in June or July.
- Private infrastructure Board interviews on June 5, followed by on-site due diligence and final selection at the July 31 Board meeting.
- Strong response to Private Real Estate RFI. Proposal invitations targeted for May 29 with June 18 submission deadline. Board interviews planned for Sept. 18 with selection at the Oct. 16 meeting.
- Private Credit search preparation is underway with search request expected at the July 31 meeting.
- Investment Strategic Analysis and Planning moving forward.

Board Agenda Projection

- June 5, 2026
 - Quarterly Performance
 - Private Infrastructure Interviews
 - Enterprise Risk Assessment
 - Asset Allocation Research Agenda
 - ~~Asset Allocation Study and IPS review and revisions (or July).~~
- July 31, 2026
 - Private Infrastructure Selection
 - Private Credit Search Request
 - Investment Strategic Planning
- September 18, 2026
 - Private Real Estate Interviews
 - Asset allocation
 - Investment Policy
- October 16, 2026
 - Private Real Estate Selection
- December 11, 2026
 - Private Market Strategic Plan update (or early 2027)

For discussion and planning purposes. Subject to revision.