

CALIFORNIA 457 BENEFITS INVESTMENT PERFORMANCE RESULTS FOR SEPTEMBER 30, 2018

These performance results are authorized only when preceded or accompanied by a current prospectus which can be downloaded from www.morningstar.com. You may click on each fund's name or ticker to view the Morningstar webpage. The costs, benefits, risks, and structure of each investment should be thoroughly evaluated prior to investing. Funds denoted with an asterisk (*) were requested to be added to the Plan by the City's deferred compensation committee under advisement from an unrelated third-party consultant and are not necessarily recommended for investment by CA 457 Benefits.

Ticker	Fund Name	3-Month	Year-To-Date	One Year	Average Annual Rate of Return		
		Total Return	Total Return		Three Year	Five Year	Ten Year
		%	%	%	%	%	%
Fixed-Income Mutual Funds							
<i>Index:</i>	<i>Bloomberg Barclays US Aggregate Bond Index</i>	0.02	-1.60	-1.22	1.31	2.16	3.77
BGNMX	American Century Ginnie Mae Investor Class	-0.21	-1.26	-1.45	0.28	1.22	2.93
MWTRX	Metropolitan West Total Return Bond	-0.01	-1.41	-1.10	1.13	2.03	5.49
MWHYX	Metropolitan West High Yield Bond	1.37	0.94	1.53	4.90	3.20	7.58
PRRIX	Pimco Real Return Institutional	-0.80	-1.06	0.26	2.32	1.24	3.89
VFSUX	Vanguard Short-Term Investment Grade Admiral	0.61	0.30	0.25	1.65	1.77	3.23
WFTVZ	Wells Fargo Stable Value Fund Class C	0.49	1.42	1.87	1.65	1.51	1.95
U.S.-Focused Stock Mutual Funds							
<i>Large-Cap Focused</i>							
<i>Index:</i>	<i>S&P 500 Stock Index</i>	7.71	10.56	17.91	17.31	13.95	11.97
OAKMX	Oakmark Fund	4.24	5.53	11.84	16.55	12.57	13.11
PRWAX	T. Rowe Price New America Growth	7.21	18.32	26.73	21.25	16.43	14.77
VFIAX	Vanguard 500 Index Admiral	7.70	10.53	17.87	17.27	13.91	11.95
TRPIX*	T. Rowe Price Value I Class*	3.42	1.26	7.41	13.03	10.57	10.83
<i>Mid-Cap Focused</i>							
<i>Index:</i>	<i>S&P MidCap 400 Stock Index</i>	3.86	7.49	14.21	15.68	11.91	12.49
VIMAX	Vanguard Mid Cap Index Admiral	4.67	7.37	13.42	13.78	11.66	12.42
MGRFX*	MassMutual Select Mid Cap Growth Fund R5*	7.18	12.12	17.06	15.74	13.82	14.00
WFPRX*	Wells Fargo Special Mid Cap Value R6*	3.09	0.83	4.95	11.78	10.44	11.85
<i>Small-Cap Focused</i>							
<i>Index:</i>	<i>Russell 2000 Stock Index</i>	3.58	11.51	15.24	17.12	11.07	11.11
JAVTX	Janus Henderson Venture T	5.57	17.28	21.95	18.06	13.06	14.98
VSMAX	Vanguard Small Cap Index Admiral	4.77	11.04	16.70	16.34	11.48	12.36
BPSCX*	Boston Partners Small Cap Value II Investor Class*	0.78	2.90	6.05	13.07	8.70	11.19
Specialty Stock Mutual Funds							
PRHSX	T. Rowe Price Health Sciences	11.58	20.23	22.22	14.00	17.46	18.94
PRNEX	T. Rowe Price New Era	2.03	3.51	10.36	13.27	2.46	2.62
VGSLX	Vanguard REIT Index Admiral	0.52	0.52	1.92	7.00	8.68	7.50
International Stock Mutual Funds							
<i>Index:</i>	<i>MSCI All Country World Ex-US Index</i>	0.71	-3.09	1.76	9.97	4.12	5.18
RERGX	American Funds Europacific Growth R6	-0.84	-2.65	1.47	9.93	6.20	6.83
DODWX	Dodge & Cox Global Stock	3.58	0.07	3.52	13.80	9.05	9.93
MACSX	Matthews Asian Growth and Income	1.61	-4.70	0.62	6.58	2.46	6.72
OIGYX*	Oppenheimer International Growth Y*	-2.64	-5.48	-2.01	7.38	3.70	7.54

Performance is based on reinvested income and capital gain distributions plus or minus any change in principal value for the respective periods ended September 30, 2018. Individual results may vary depending on timing of deposits. Results shown are not a guarantee of future performance, and account values at the time of redemption may be worth more or less than cash invested. Returns do not reflect the deduction of a gross annual CA 457 fee of 0.34%. Many of the mutual funds offered in the Plan provide expense reimbursements at various rates to plan participant accounts. Reimbursements are credited only to participant accounts that have an active investment in mutual funds that offer reimbursements. Typically, the higher expense funds offer reimbursements and the lower expense funds do not. On average, most participant accounts receive a credit of approximately 0.20% of their account value per year (or 0.05% of the account value per quarter). The average net result is a 0.14% annual CA 457 fee. Therefore, if the typical account value remained static at \$1,000 at the end of each quarter, the annual CA 457 fee would be approximately \$1.40. To offset costs, the City of Costa Mesa also deducts a fee of 0.08% annually. Feel free to contact CA 457 at 800-770-0457 for a list of mutual fund expenses and reimbursements or other clarifications.