

# UC Bond Fund

**Benchmark**

 BBG Barclays US  
Aggregate Bond  
Index

**Morningstar Category**

Intermediate Core Bond

## Investment Information

**Investment Objective**

The Fund seeks to provide long-term investment returns and limit downside risk by investing in intermediate-term debt securities.

**Investment Strategy**

The fund is a separate account managed by State Street Global Advisors. The fund employs an indexing investment approach designed to track the performance of the Bloomberg Barclays US Aggregate Bond Index.

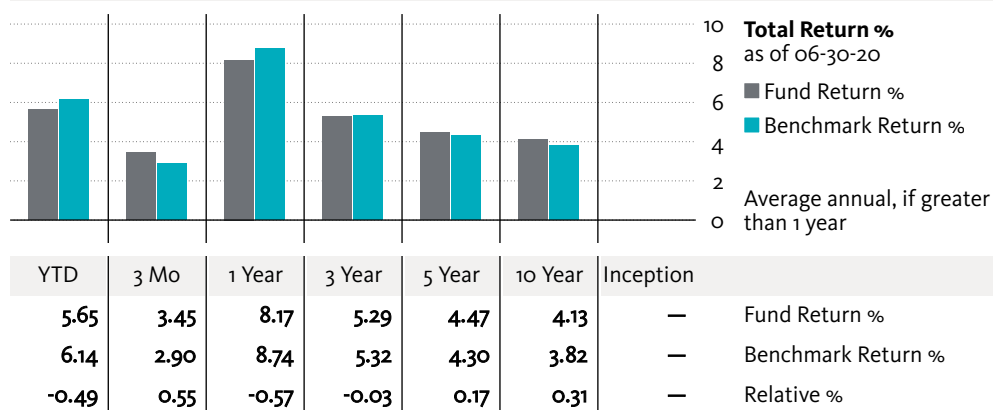
**Who May Want To Invest**

The Bond Fund may be appropriate for investors interested in a fixed-income vehicle that seeks to provide long-term investment returns and limit downside risk through a diversified portfolio of intermediate-term debt securities. The Bond Fund may not be appropriate for investors with very long time horizons needing a return that is higher than fixed income holdings can provide.

**Fees and Expenses as of 06-30-2020**

Total Annual Operating Expense **0.01%**  
Gross

Gross expense ratio is a measure of what it costs to invest in the fund, expressed as a percentage of its assets, as a dollar amount, or in basis points. These are costs the investor pays through a reduction in the investment's rate of return. This ratio also includes Acquired Fund Fees and Expenses, which are expenses indirectly incurred by a fund through its ownership of shares in underlying funds. The performance of Total Return Funds is driven by a combination of price appreciation and income.

**Performance (Net of Fee Returns)**


[Click here for current performance](#)

**Fund Characteristics**

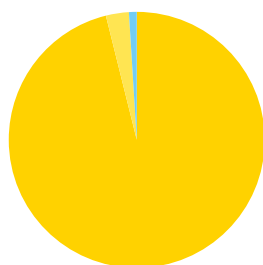
Inception Date	01/03/78
Fund AUM (\$M)	1,482.66
Total Number of Holdings	802
Beta	1.11
Standard Deviation (Risk) in %	4.23

The performance data featured represents past performance, which is no guarantee of future results. Investment return and principal value of an investment will fluctuate; therefore, you may have a gain or loss when you sell your shares. Current performance may be higher or lower than the performance data quoted. Fund returns reflect all items of income, gain and loss and the reinvestment of dividends and other income and are calculated in US dollars. Index returns are unmanaged and do not reflect the deduction of any fees or expenses. Index returns reflect all items of income, gain and loss and the reinvestment of dividends and other income. If performance for a time period is N/A, Fund's inception date is less than time period specified.

# UC Bond Fund

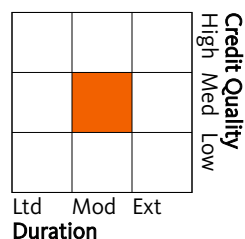
Portfolio Analysis as of 06-30-20

## Composition



	% Fund
Bonds	96.12
Cash	2.90
Other	0.98
Non-U.S. Stocks	0.00
U.S. Stocks	0.00

## Morningstar Fixed Income Style Box™ as of 06-30-20



## Top 10 Holdings

	% Fund
Fnma Pass-Thru I 3.5% 08-01-49	2.93
Federal Home Loan Mor 3% 12-01-46	2.90
Federal National Mort 4% 01-01-48	1.97
United States Trea 1.62% 05-31-23	1.49
United States Trea 1.62% 11-15-22	1.41
Federal Home Loan B 3.5% 11-01-49	1.11
Federal National Mo 2.5% 07-16-35	1.07
Federal Home Loan Ban 3% 03-01-50	1.04
Federal National Mort 3% 01-01-47	1.03
Government National M 3% 09-20-46	1.02

## Fixed Income Statistics

Avg Eff Duration	6.11
Avg Credit Quality	A
Avg Wtd Price	109.96
Yield to Maturity	1.15

## Fixed Income Sectors

	% Fund
Government	40.8
Securitized	28.3
Corporate	27.6
Cash/Cash Equivalent	2.9
Municipal	0.3
Other	0.0

## Credit Analysis: % Bonds as of 06-30-20

AAA	9	BB	1
AA	61	B	2
A	10	Below B	0
BBB	17	Not Rated	0

# UC Bond Fund

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## Risk

The bond market is volatile and bonds entail interest rate risk (as interest rates rise bond prices usually fall and vice versa). This effect is usually pronounced for longer-term securities. Bonds also entail the risk of issuer default, issuer credit risk and inflation risk.

"Risk" refers to the possibility of loss of principal, or alternatively to a rate of investment return below expectations or requirements. While volatility (price fluctuation) is not synonymous with risk, it is true that high volatility on the downside results in loss, and therefore higher volatility is associated with higher risk. Volatility, however results in realized losses *only if securities are sold after a fall in price*.

For more information on risk, see the "Investment Risk Factor Guide" available online in the "UCRSP Fund Menu" section at [www.myuc retirement.com](http://www.myuc retirement.com).

## Statement on Sustainability

### ***Disclosure of UC'S Sustainability Investment Screening Process***

As reflected in the UCRSP Investment Implementation Manual, the University believes that investing in businesses with principled ethics and sound environmental and social practices simply makes good business sense. While short-term gains can be garnered from businesses taking excessive risks in governance, environmental or social standards, such gains can erode quickly and drastically; therefore, we must take a measured approach to the risk and rewards available in the universe of investment options. The Office of the Chief Investment Officer of the Regents (OCIO) works with the investment managers to screen for identified ESG risks, including, for example, the manufacturing of civil firearms. In selecting and monitoring the type of companies included in the funds, the fund managers are responsible for complying with UC's sustainable investing policy. Mutual funds and collective investment trusts that include assets from other organizations are not subject to UC's sustainable investing policy.

### **This fund is screened.**

Please access [www.myUCretirement.com](http://www.myUCretirement.com) for more information about the University's commitment to sustainability.

## Fees and Expenses

Gross expense ratio is a measure of what it costs to invest in the fund, expressed as a percentage of its assets, as a dollar amount, or in basis points. These are costs the investor pays through a reduction in the investment's rate of return. This ratio also includes Acquired Fund Fees and Expenses, which are expenses indirectly incurred by a fund through its ownership of shares in underlying funds. The performance of Total Return Funds is driven by a combination of price appreciation and income.

## Additional Disclosures

The Fund is a separate account managed by State Street Global Advisors: available exclusively to UC Retirement Savings Program participants. This description is only intended to provide a brief overview of the fund. The Bloomberg Barclays U.S. Aggregate Bond Index is an unmanaged market value-weighted index for U.S. dollar denominated investment-grade fixed-rate debt issues, including government, corporate, asset-backed, and mortgage-backed securities with maturities of at least one year.

**The information contained herein regarding the UC Funds has been provided by the University of California Office of the Chief Investment Officer of the Regents and is solely the responsibility of the University of California Office of the Chief Investment Officer of the Regents.**

This investment option is not a mutual fund.