

# UC Pathway Fund 2045

**Benchmark**

 UC Pathway 2045  
Policy Benchmark

**Morningstar Category**

Target-Date 2045

## Investment Information

**Investment Objective**

The Fund is part of a series of Target Date Funds (TDFs) designed for investors who want a single, diversified approach to saving for retirement. The UC Pathway Funds are managed to adjust the investment risk level lower as each approaches its specified target date.

**Investment Strategy**

The UC Pathway Fund 2045 is a diversified multi asset class fund. The Fund invests in a combination of Funds and allocates its assets among these Funds according to an asset allocation strategy managed by State Street Global Advisors. As the Fund moves toward its target date, its asset allocation becomes more conservative. Once the target date is met, the asset mix will be similar to the UC Pathway Income Fund and the two Funds will merge. The fund's asset allocation is comprised of Domestic Equity/

REITs, International Equity, Bonds, Commodities and Short Term investments. Both asset allocation and underlying Funds of the Pathway Funds may be adjusted from time to time to align with the Fund's investment objective.

The current underlying fund holdings and weights can be found under the Composition tab on netbenefits.com. Please refer to the individual Fund profiles for further information on the specific investment objectives, strategies, benchmarks, returns and risks associated with those funds.

**Who May Want To Invest**

This UC Pathway Fund 2045 may be appropriate for those investors planning to begin drawing income from their 403(b), 457(b), or DC accounts at or around the vintage year.

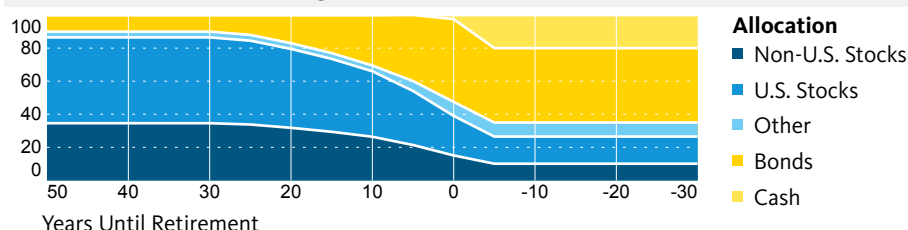
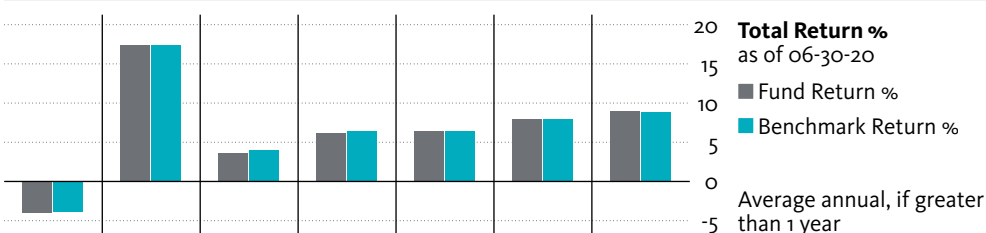
**Fees and Expenses** as of 06-30-2020

Total Annual Operating Expense **0.02%**  
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.

**Fund Characteristics**

Inception Date	12/01/08
Fund AUM (\$M)	740.84
Total Number of Fund Holdings	7
Annual Dividend Yield (%)	2.25
Beta	1.35
Standard Deviation (Risk) in %	18.81

**Allocation of Assets Through Retirement Date**

**Performance (Net of Fee Returns)**


YTD	3 Mo	1 Year	3 Year	5 Year	10 Year	Inception	
-4.04	17.45	3.63	6.13	6.45	7.98	9.01	Fund Return %
-3.87	17.38	3.95	6.37	6.48	7.90	8.86	Benchmark Return %
-0.17	0.07	-0.32	-0.24	-0.03	0.08	0.15	Relative %

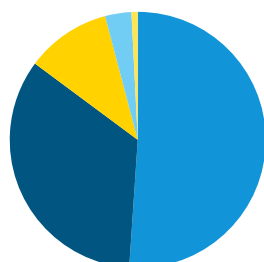
[Click here for current performance](#)

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 Pathway Fund 2045

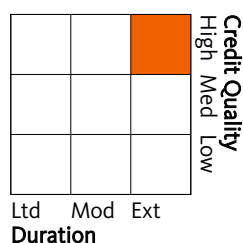
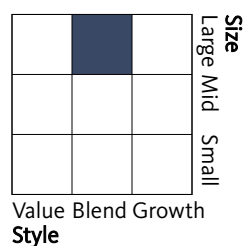
Portfolio Analysis as of 06-30-20

## Composition



	% Fund
U.S. Stocks	51.07
Non-U.S. Stocks	34.09
Bonds	10.73
Other	3.32
Cash	0.78

## Morningstar Style Box™ as of 06-30-20(EQ); 06-30-20(F-I)



## Top 10 Holdings

	% Fund
UC Domestic Equity Index Fund	43.75
UC International Equity Index Fund	25.92
UC Long Duration Fund	8.81
UC Emerging Markets Equity Fund	8.20
UC Domestic Small Cap Equity Fund	8.05
UC Commodity Fund	3.25
UC Bond Fund	2.03

## Market Cap

	% Market Cap
Giant	38.69
Large	29.12
Medium	18.43
Small	11.87
Micro	1.90

## Fixed Income Statistics

Avg Eff Duration	16.17
Avg Credit Quality	AA

## Morningstar Equity Sectors

	% Fund
Technology	18.42
Financial Services	14.92
Healthcare	13.86
Industrials	11.00
Consumer Cyclical	10.55
Communication Services	8.41
Consumer Defensive	7.23
Basic Materials	4.77
Real Estate	4.37
Utilities	3.26
Energy	3.21

## Fixed Income Sectors

	% Fund
Government	83.1
Cash/Cash Equivalent	6.8
Corporate	5.1
Securitized	5.0
Municipal	0.1
Other	0.0

## Risk

The investment risk of each target date fund changes over time as its asset allocation changes. They are subject to the volatility of the financial markets, including that of equity and fixed income investments in the U.S. and abroad, and may be subject to risks associated with investing in high-yield, small-cap, and foreign securities. Principal invested is not guaranteed at any time, including at or after their target dates. "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 partially screened.**

Please access [www.myUC retirement.com](http://www.myUC retirement.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 custom strategy fund offered by the University of California Office of the Chief Investment Officer of the Regents: available exclusively to UC Retirement Savings Program participants. This description is only intended to provide a brief overview of the fund. The custom benchmark is a weighted average of the underlying fund benchmarks.

**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.