



Fiat Lux Risk and Insurance Company

June 30, 2020

UC INVESTMENTS

UC Investments Way



Fiat Lux Risk and Insurance Company

1. Asset Allocation
2. Performance
3. Asset Classes
4. Risk Allocation

INVESTMENT OBJECTIVES

- Generate a rate of return, net of fees, in excess of the policy benchmark, and consistent with liquidity, cash flow requirements, and risk tolerance.
- Maintain the ability to pay claim obligations and operating expenses when due.

UC Investments

INVESTMENT PRODUCTS

- Investing **Endowment** assets since 1933 (88 years)

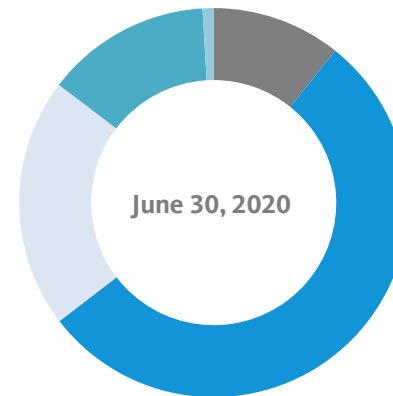
- Investing **Pension** assets since 1961 (60 years)

- Investing **Retirement Savings** assets since 1967 (54 years)

- Investing **Working Capital** since 1976 (45 years)
 Investing Total Return since 2008 (12 years)
 Investing Short Term since 1976 (45 years)

- Investing **Fiat Lux Insurance** assets since 2016 (4 years)

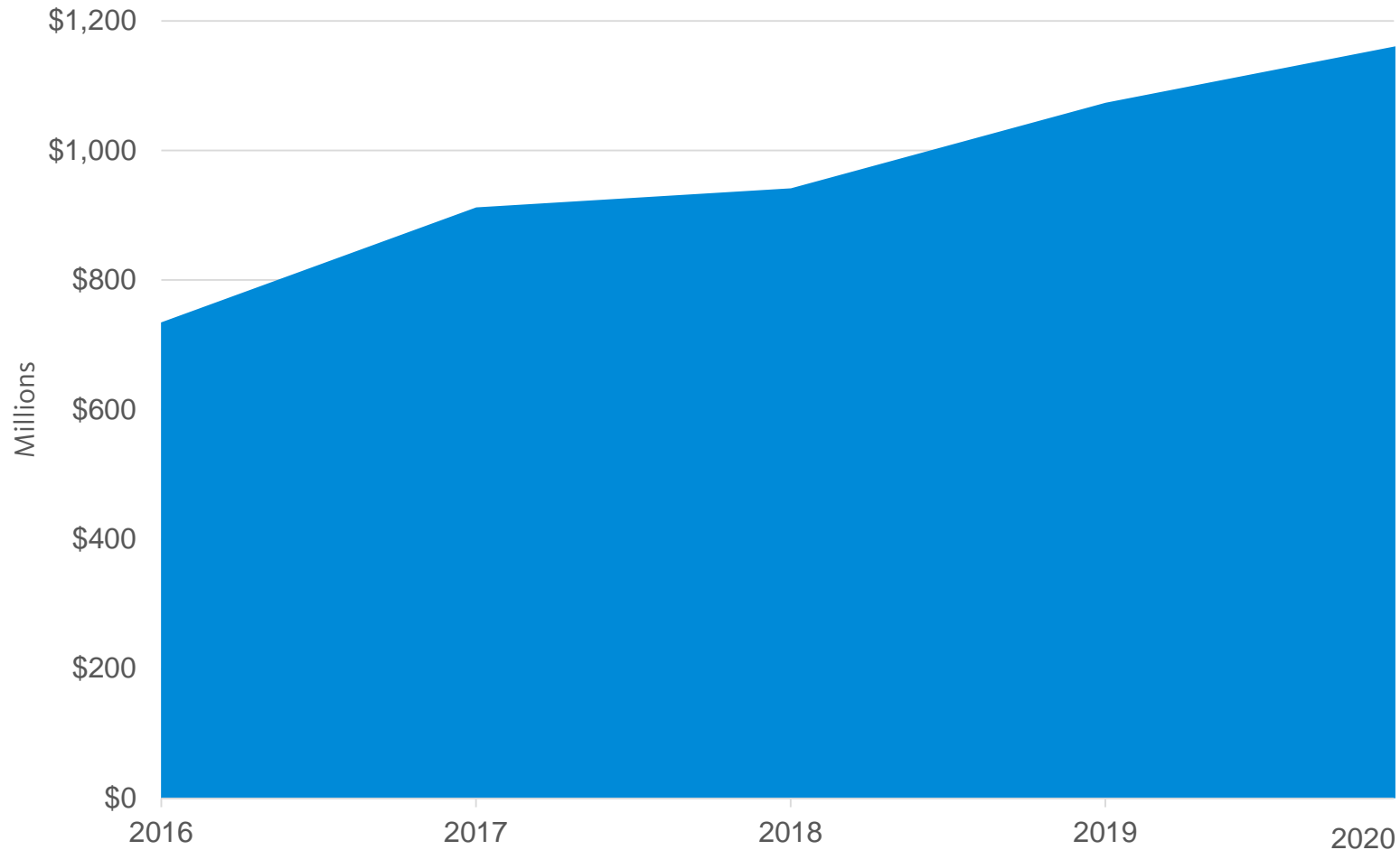
\$130.4 BILLION ACROSS 6 PRODUCTS



	<u>\$ Billion</u>	<u>(%)</u>
● Endowment	14.0	11
● Pension	70.2	54
● Retirement Savings	27.1	21
● Working Capital	17.9	13
● Total Return	7.4	6
● Short Term	10.5	8
● Fiat Lux Insurance	1.2	1

Fiat Lux Assets Growth

FIAT LUX ASSETS 2016 – 2020



ASSET GROWTH

June 30, 2020

Today	\$1,169M	△ Change
1 Year Ago	\$1,074M	+\$95M
3 Years Ago	\$912M	+\$257M
Inception*	\$735M	+\$434M

*Inception July 1st, 2016

Fiat Lux Assets Under Management

1 Year	Market Value (\$M)
June 30, 2019	1,074
Market Gains	54
Value Added	(51)
Net Cash Flow	92
June 30, 2020	1,169

Fiat Lux Asset Allocation

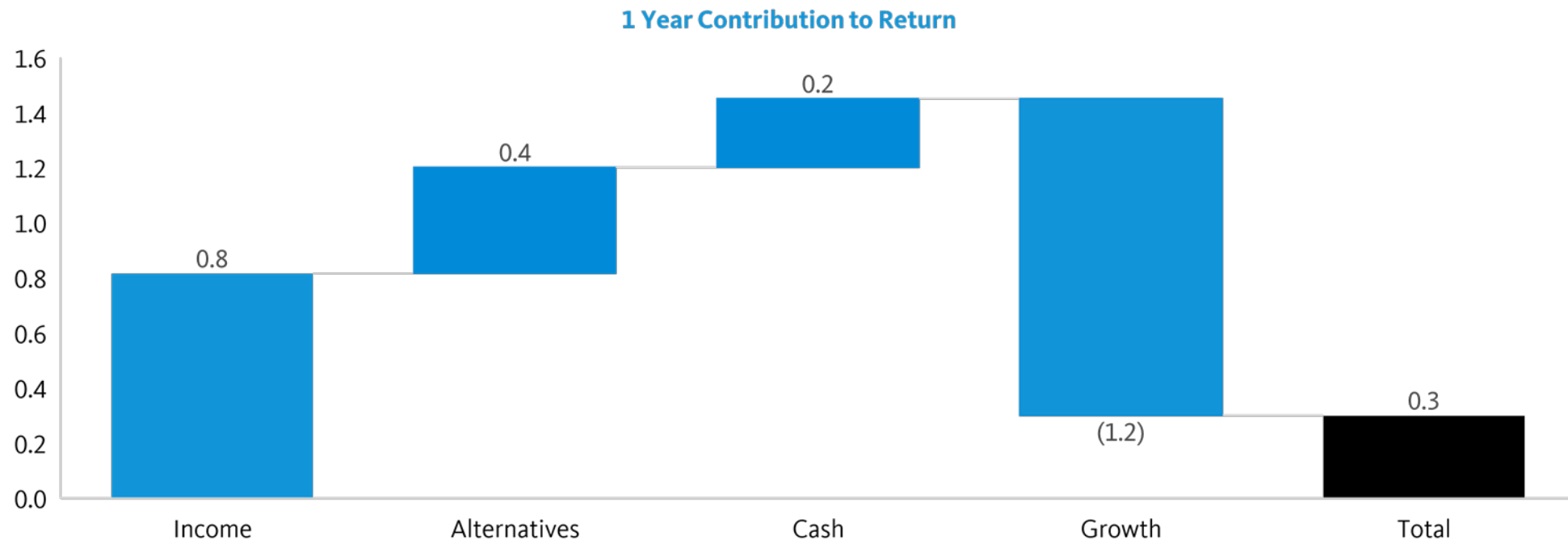
As of June 30, 2020	Market Value (\$M)	Weight (%)	Over/Underweight to Policy Benchmark (%)	Policy Benchmark (%)
Growth	0	0.0	(14.0)	14.0
Income	0	0.0	(65.0)	65.0
Alternatives	0	0.0	(7.5)	7.5
Cash	1,169	100.0	86.5	13.5
Total	\$1,169M	100.0%		100.0%

Fiat Lux Performance

As of June 30, 2020 Net Returns (%)	Market Value (\$M)	Weight (%)	Annualized Returns		
			1 Year	3 Year	ITD*
Fiat Lux	1,168.9	100	0.3	2.5	2.2
Policy Benchmark**			4.9	4.1	3.2
Value Added			(4.6)	(1.6)	(1.0)

*ITD: Inception-to-Date (July, 1st 2016)

**Policy Benchmark as of January 2019 was 65% Bloomberg Barclays Intermediate Aggregate Index + 14% MSCI ACWI IMI Index (Net Dividends) + 13.5% Citigroup 3-Month T-bill + 7.5% HFRI Fund of Funds.



Fiat Lux Policy Benchmark

Asset Class	Policy Benchmark Component	Target	Allowable Ranges	
			Min	Max
Income	Barclays Intermediate Aggregate	65%	55%	100%
Growth (Equities)	MSCI All Country World Index IMI Net	14%	0%	30%
Alternatives	HFRI Fund of Funds Composite	7.5%	0%	20%
Cash	90 Day T-Bill	13.5%	0%	15%