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SCOTT M. STRINGER
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MEMORANDUM

TO: Trustees
New York City Police Pension Fund

FROM: Scott C. Evans

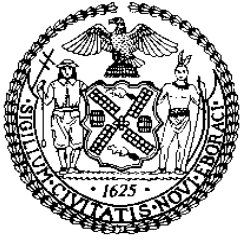
DATE: September 10, 2015

RE: New York City Police Pension Fund Investment Meeting –
September 18, 2015

Enclosed is a copy of the **public agenda** for the September 18, 2015 Investment Meeting. The meeting will be held at the Police Pension Fund, 233 Broadway – 25th Floor; *beginning at 10:00am*.

Please bring all **(3) Quarterly Performance Overview books** with you to the meeting, they will be delivered to you.

If you have questions about any agenda item, please give me a call at 212-669-8318.



THE CITY OF NEW YORK
OFFICE OF THE COMPTROLLER
1 CENTRE STREET
NEW YORK, N.Y. 10007-2341

Scott M. Stringer
COMPTROLLER

NEW YORK CITY POLICE PENSION FUND

INVESTMENT MEETING

SEPTEMBER 18, 2015

INVESTMENT MEETING

SEPTEMBER 18, 2015

PUBLIC AGENDA

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| I. Performance Reviews: (30 Minutes) | |
| • Quarterly Review/Annual Review – June 30, 2015 (To be distributed) | --- |
| • ETI Quarterly Report – June 30, 2015 | 7 |
| • Private Equity Quarterly Report – March 31, 2015 | 13 |
| • Real Assets Quarterly Report – March 31, 2015 | 42 |
| II. July Monthly Performance Review: (30 Minutes) | 70 |
| III. Trustee Education (Corporate Governance & Responsible Investing Overview) (Handout) : (30 Minutes) | 129 |
| IV. Asset Allocation Review (SIS): (30 Minutes) | --- |

NEW YORK CITY VARIABLE SUPPLEMENTS FUND
PUBLIC AGENDA

POVSE:

- | | |
|---|-----|
| I. Performance Review: (5 Minutes) | |
| • Quarterly Review – June 30, 2015 (To be distributed) | --- |

PSOVSE:

- | | |
|---|-----|
| I. Performance Review: (5 Minutes) | |
| • Quarterly Review – June 30, 2015 (To be distributed) | --- |

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PUBLIC AGENDA

I. Performance Reviews:

QUARTERLY REPORTS

Quarterly Review/Annual Review
(To be distributed)

ETI Quarterly Report

Police Pension Fund - Economically Targeted Investments Quarterly Report

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Public/Private Apartment Rehabilitation Program (PPAR)

| Lenders* | BOA | | CCD | | CFSB | | CPC | | JPM | | LIIF | | NCBCI | | NHS | | Wells Fargo | | LISC | |
|---|---------------------|--------------|--------------------|--------------|--------------------|------------|----------------------|---------------|---------------------|--------------|--------------------|------------|------------------|------------|------------------|-----------|--------------------|------------|------------------|-----------|
| Contractual Commitment | \$25.00 MM | | \$10.00 MM | | \$4.00 MM | | \$160.00 MM | | \$40.00 MM | | \$15.00 MM | | \$4.00 MM | | \$2.00 MM | | \$5.00 MM | | \$5.00 MM | |
| Current Market Value | \$10.08 MM | | \$5.23 MM | | \$1.24 MM | | \$101.58 MM | | \$5.59 MM | | \$3.02 MM | | \$0.90 MM | | \$0.60 MM | | \$0.00 MM | | \$0.00 MM | |
| | Dollars | Units | Dollars | Units | Dollars | Units | Dollars | Units | Dollars | Units | Dollars | Units | Dollars | Units | Dollars | Units | Dollars | Units | Dollars | Units |
| Commitments 2Q 15 (included in total) | | | | | | | | | | | | | | | | | | | | |
| Bronx | \$0 | 0 | \$517,354 | 66 | \$0 | 0 | \$4,156,650 | 343 | \$3,437,616 | 448 | \$0 | 0 | \$0 | 0 | \$0 | 0 | \$0 | 0 | \$0 | 0 |
| Brooklyn | 0 | 0 | 217,000 | 50 | 0 | 0 | 721,619 | 41 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Manhattan | 0 | 0 | 0 | 0 | 0 | 0 | 3,749,954 | 325 | 330,200 | 54 | 0 | 0 | 0 | 0 | 0 | 0 | 970,267 | 103 | 0 | 0 |
| Queens | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Staten Island | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Outside of NYC | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | \$0 | 0 | \$734,354 | 116 | \$0 | 0 | \$8,628,222 | 709 | \$3,767,816 | 502 | \$0 | 0 | \$0 | 0 | \$0 | 0 | \$970,267 | 103 | \$0 | 0 |
| Delivered 2Q 15 (included in total) | | | | | | | | | | | | | | | | | | | | |
| Bronx | \$0 | 0 | \$673,700 | 86 | \$0 | 0 | \$0 | 0 | \$1,136,000 | 185 | \$0 | 0 | \$0 | 0 | \$0 | 0 | \$0 | 0 | \$0 | 0 |
| Brooklyn | 0 | 0 | 0 | 0 | 0 | 0 | 537,975 | 35 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Manhattan | 0 | 0 | 0 | 0 | 0 | 0 | 1,396,800 | 133 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Queens | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 360,000 | 96 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Staten Island | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Outside of NYC | 0 | 0 | 0 | 0 | 0 | 0 | 512,100 | 21 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | \$0 | 0 | \$673,700 | 86 | \$0 | 0 | \$2,446,875 | 189 | \$1,496,000 | 281 | \$0 | 0 | \$0 | 0 | \$0 | 0 | \$0 | 0 | \$0 | 0 |
| Total Commitments | | | | | | | | | | | | | | | | | | | | |
| Bronx | \$1,400,000 | 60 | \$1,222,040 | 193 | \$0 | 0 | \$11,673,277 | 989 | \$13,579,315 | 1,176 | \$598,000 | 74 | \$0 | 0 | \$0 | 0 | \$0 | 0 | \$0 | 0 |
| Brooklyn | 2,021,521 | 112 | 217,000 | 50 | 0 | 0 | 13,787,706 | 1,179 | 1,099,320 | 151 | 2,535,993 | 251 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Manhattan | 1,792,000 | 100 | 0 | 0 | 0 | 0 | 16,545,790 | 1,268 | 2,126,220 | 286 | 3,478,918 | 338 | 0 | 0 | 0 | 0 | 970,267 | 103 | 927,637 | 90 |
| Queens | 480,000 | 54 | 0 | 0 | 0 | 0 | 5,971,050 | 406 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Staten Island | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 90,000 | 67 | 0 | 0 |
| Outside of NYC | 476,000 | 39 | 0 | 0 | 0 | 0 | 4,443,525 | 186 | 1,541,356 | 122 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | \$6,169,521 | 365 | \$1,439,040 | 243 | \$0 | 0 | \$52,421,348 | 4,028 | \$18,346,211 | 1,735 | \$6,612,911 | 663 | \$0 | 0 | \$0 | 0 | \$1,060,267 | 170 | \$927,637 | 90 |
| Historical Investments | | | | | | | | | | | | | | | | | | | | |
| Bronx | \$5,435,177 | 1,216 | \$1,771,950 | 452 | \$0 | 0 | \$78,884,603 | 6,324 | \$4,835,479 | 537 | \$319,394 | 43 | \$0 | 0 | \$0 | 0 | \$0 | 0 | \$0 | 0 |
| Brooklyn | 763,705 | 88 | 1,355,604 | 252 | 0 | 0 | 82,194,026 | 4,410 | 816,000 | 66 | 1,343,101 | 245 | 0 | 0 | 330,213 | 7 | 0 | 0 | 0 | 0 |
| Manhattan | 475,691 | 48 | 1,525,075 | 283 | 1,531,217 | 197 | 74,211,687 | 4,613 | 54,000 | 47 | 1,472,462 | 122 | 869,556 | 123 | 252,445 | 15 | 0 | 0 | 0 | 0 |
| Queens | 4,015,744 | 239 | 380,000 | 54 | 0 | 0 | 21,191,301 | 1,258 | 360,000 | 96 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Staten Island | 0 | 0 | 0 | 0 | 0 | 0 | 2,862,500 | 111 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Outside of NYC | 0 | 0 | 0 | 0 | 0 | 0 | 4,052,925 | 238 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | \$10,690,316 | 1,591 | \$5,032,629 | 1,041 | \$1,531,217 | 197 | \$263,397,042 | 16,954 | \$6,065,479 | 746 | \$3,134,957 | 410 | \$869,556 | 123 | \$582,658 | 22 | \$0 | 0 | \$0 | 0 |

*Lenders : Bank of America Citibank Community Development Carver Federal Savings Bank The Community Preservation Corp JP Morgan Chase Low Income Investment Fund NCB Capital Impact Neighborhood Housing Service Wells Fargo Local Initiatives Support Corp

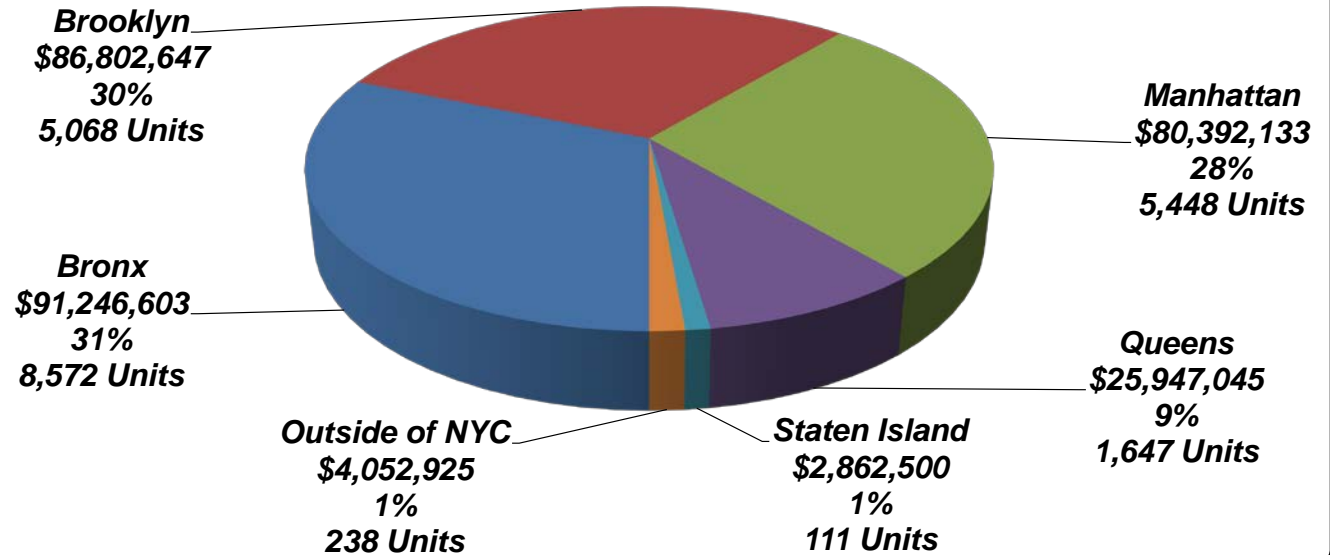
Police Pension Fund - Economically Targeted Investments Quarterly Report

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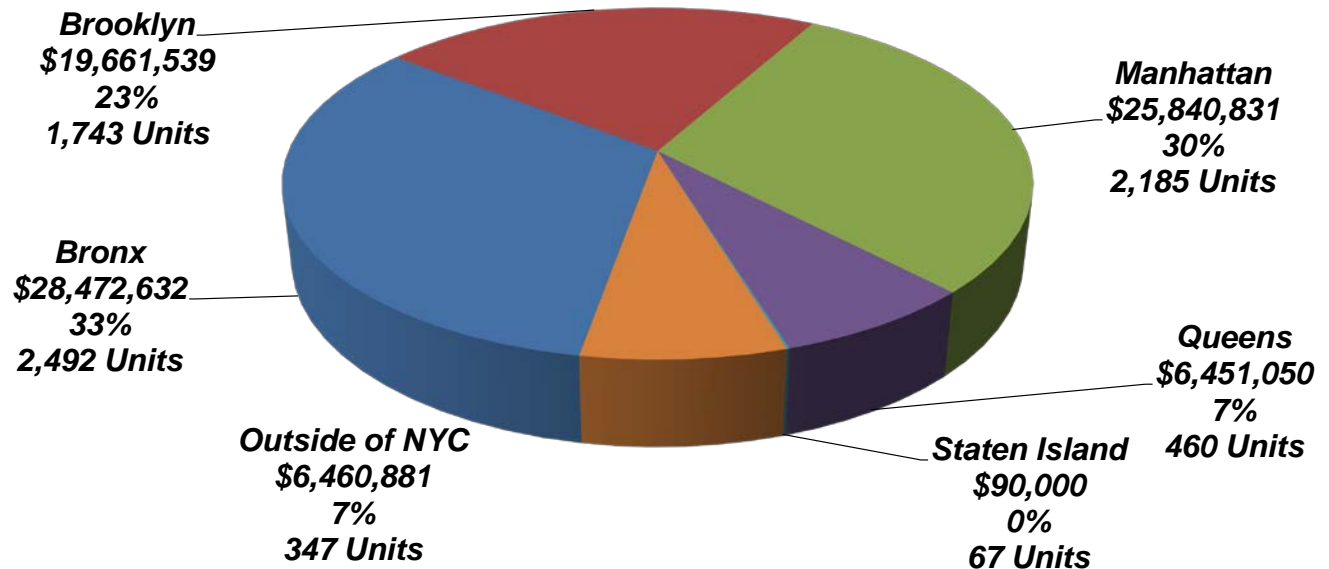
Public/Private Apartment Rehabilitation Program (PPAR)

| Lenders* | All Lender Totals | |
|---|----------------------|---------------|
| Contractual Commitment | \$270.00 MM | |
| Current Market Value | \$128.24 MM | |
| | Dollars | Units |
| Commitments 2Q 15 (included in total) | | |
| Bronx | \$8,111,620 | 857 |
| Brooklyn | 938,619 | 91 |
| Manhattan | 5,050,421 | 482 |
| Queens | 0 | 0 |
| Staten Island | 0 | 0 |
| Outside of NYC | 0 | 0 |
| Total | \$14,100,660 | 1,430 |
| Delivered 2Q 15 (included in total) | | |
| Bronx | \$1,809,700 | 271 |
| Brooklyn | 537,975 | 35 |
| Manhattan | 1,396,800 | 133 |
| Queens | 360,000 | 96 |
| Staten Island | 0 | 0 |
| Outside of NYC | 512,100 | 21 |
| Total | \$4,616,575 | 556 |
| Total Commitments | | |
| Bronx | \$28,472,632 | 2,492 |
| Brooklyn | 19,661,539 | 1,743 |
| Manhattan | 25,840,831 | 2,185 |
| Queens | 6,451,050 | 460 |
| Staten Island | 90,000 | 67 |
| Outside of NYC | 6,460,881 | 347 |
| Total | \$86,976,934 | 7,294 |
| Historical Investments | | |
| Bronx | \$91,246,603 | 8,572 |
| Brooklyn | 86,802,647 | 5,068 |
| Manhattan | 80,392,133 | 5,448 |
| Queens | 25,947,045 | 1,647 |
| Staten Island | 2,862,500 | 111 |
| Outside of NYC | 4,052,925 | 238 |
| Total | \$291,303,853 | 21,084 |

Historical Investments Since Inception All PPAR Lenders



Current Commitments All PPAR Lenders



Police Pension Fund - Economically Targeted Investments Quarterly Report

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AFL-CIO Housing Investment Trust (HIT)
Market Value \$120.92 million*
NYC Community Investment Initiative (NYCCII)

NYCCII Phase II 2006-2013 Multifamily Investments Detail

| <u>Borough</u> | <u>2Q Investments</u> | <u>Investments Since Inception</u> | <u>2Q Housing Units</u> | <u>Housing Units Since Inception</u> |
|----------------|-----------------------|------------------------------------|-------------------------|--------------------------------------|
| Bronx | \$0 | \$52,827,900 | 0 | 802 |
| Brooklyn | 0 | 103,890,446 | 0 | 5,616 |
| Manhattan | 0 | 174,075,200 | 0 | 926 |
| Queens | 0 | 17,760,000 | 0 | 1,260 |
| Staten Island | 0 | 6,414,554 | 0 | 693 |
| Outside NYC | 0 | 100,000,000 | 0 | 137 |
| Total | \$0 | \$454,968,100 | 0 | 9,434 |

Grand Total NYCCII Phase II **\$454,968,100** **9,434**

NYCCII Phase I 2002-2005

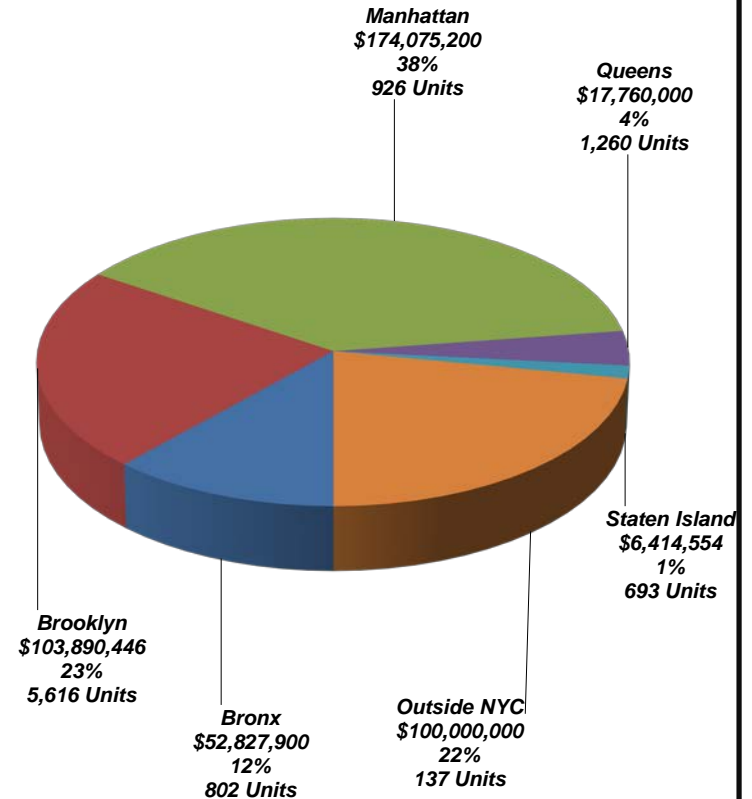
| | <u>Dollars</u> | <u>Units</u> | <u>Member Loans</u> | <u>Total All NYC PF's</u> |
|-----------------------------|----------------------|---------------|---------------------|---------------------------|
| Multifamily Investments | \$249,123,500 | 12,337 | n/a | n/a |
| HIT Home Investments | 348,300,563 | n/a | 131 | 446 |
| Total NYCCII Phase I | \$597,424,063 | 12,337 | 131 | 446 |

NYCCII Phases I & II

| | <u>Dollars</u> | <u>Units</u> | <u>Member Loans</u> | <u>Total All NYC PF's</u> |
|---|------------------------|---------------|---------------------|---------------------------|
| Multifamily Investments | \$704,091,600 | 21,771 | n/a | n/a |
| HIT Home Investments | 2,899,899,500 | n/a | 131 | 446 |
| Grand Total NYCCII Phases I & II | \$3,603,991,100 | 21,771 | 131 | 446 |

*Interest is reinvested

HIT Multifamily Investments

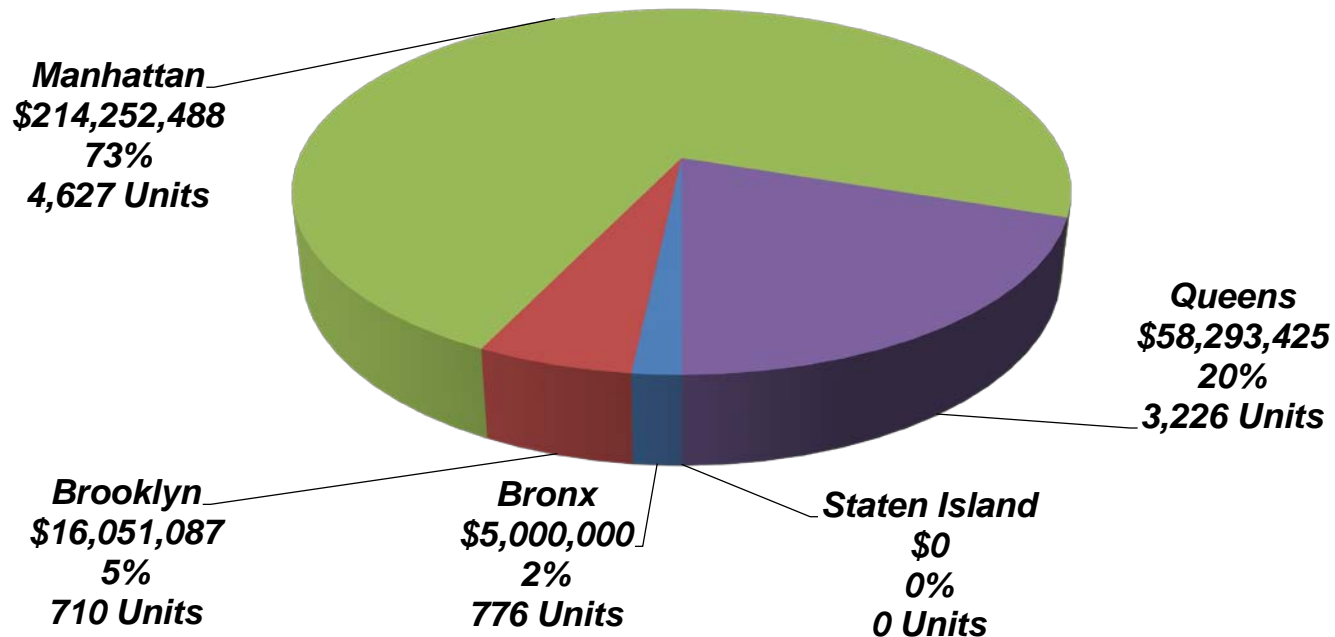


Police Pension Fund - Economically Targeted Investments Quarterly Report

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| AFL-CIO Housing Investment Trust (HIT) | | | | |
|--|-----------------------|--|-------------------------|--|
| NYC Workforce Housing Initiative | | | | |
| Investments From 2009 Through Q2 2015 | | | | |
| Workforce Investments Detail | | | | |
| <u>Borough</u> | <u>2Q Investments</u> | <u>Investments Since Inception</u> | <u>2Q Housing Units</u> | <u>Housing Units Since Inception</u> |
| Bronx | \$0 | \$5,000,000 | 0 | 776 |
| Brooklyn | 0 | 16,051,087 | 0 | 710 |
| Manhattan | 0 | 214,252,488 | 0 | 4,627 |
| Queens | 0 | 58,293,425 | 0 | 3,226 |
| Staten Island | 0 | 0 | 0 | 0 |
| Total | \$0 | \$293,597,000 | 0 | 9,339 |

HIT Workforce Housing Initiative



Police Pension Fund - Economically Targeted Investments Quarterly Report

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ACCESS CAPITAL STRATEGIES (Since Inception 2/1/07)

\$61 million Allocated (20.33% of total account)
Market Value \$63.58 million

| <u>Multifamily Investments Detail</u> | <u>\$ Invested¹</u> | | <u>Units²</u> | |
|---|--------------------------------|----------------------|--------------------------|---------------|
| | <u>2Q</u> | <u>Total</u> | <u>2Q</u> | <u>Total</u> |
| Bronx | \$0 | \$11,347,980 | 0 | 17,328 |
| Brooklyn | 0 | \$4,798,129 | 0 | 8,904 |
| Manhattan | 0 | \$14,431,150 | 0 | 6,285 |
| Queens | 0 | \$3,384,945 | 0 | 873 |
| Staten Island | 0 | \$0 | 0 | 0 |
| Total Police Multifamily Investments | 0 | \$33,962,204 | 0 | 33,390 |
| Multifamily Total All Systems | 0 | \$167,054,619 | 0 | 33,390 |

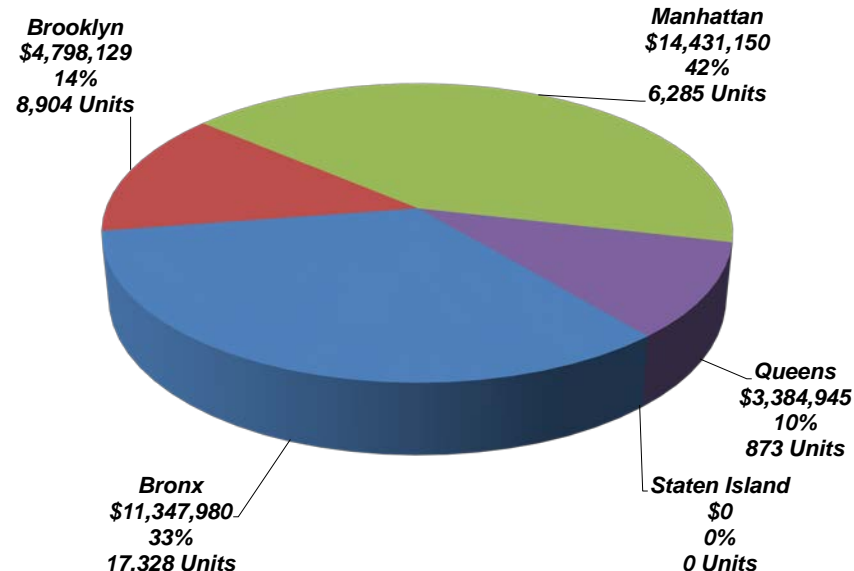
| <u>Single Family Investments Detail</u> | <u>\$ Invested</u> | | <u>Units</u> | |
|---|--------------------|----------------------|--------------|--------------|
| | <u>2Q</u> | <u>Total</u> | <u>2Q</u> | <u>Total</u> |
| Bronx | 0 | \$6,974,846 | 0 | 200 |
| Brooklyn | 0 | \$19,874,579 | 0 | 501 |
| Manhattan | 0 | \$1,736,021 | 0 | 39 |
| Queens | 0 | \$28,646,910 | 0 | 656 |
| Staten Island | 0 | \$16,017,876 | 0 | 371 |
| Total Police Single Family Investments | 0 | \$73,250,232 | 0 | 1,767 |
| Single Family Total All Systems | 0 | \$360,306,111 | 0 | 1,767 |

| <u>Other Investments Detail</u> | <u>\$ Invested</u> | | <u>Units</u> | |
|--|--------------------|----------------------|--------------|--------------|
| | <u>2Q</u> | <u>Total</u> | <u>2Q</u> | <u>Total</u> |
| Bronx | 0 | \$137,228 | 0 | 1 |
| Brooklyn | 0 | \$1,095,869 | 0 | 8 |
| Manhattan | 0 | \$494,610 | 0 | 5 |
| Queens | 0 | \$110,480 | 0 | 3 |
| Staten Island | 0 | \$0 | 0 | 0 |
| Total Police Other Investments | 0 | \$1,838,186 | 0 | 17 |
| Other Investments Total All Systems | 0 | \$9,041,740 | 0 | 17 |
| Grand Total Police | \$0 | \$109,050,622 | | |
| Grand Total All Systems | \$0 | \$536,402,470 | | |

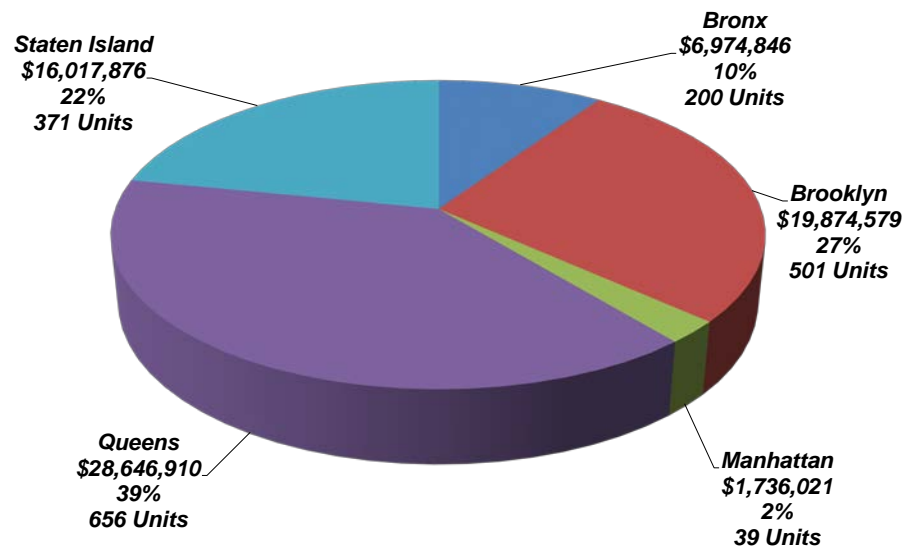
¹ Certain bond investment amounts are allocated pro rata across boroughs based upon unit count.

² If not indicated otherwise, superintendent units are allocated based on building size.

Access Multifamily Investments Since Inception Police



Access Single Family Investment Since Inception Police



Private Equity Quarterly Report



Private Equity Monitoring Report

For the period ended March 31, 2015

Report Prepared For:

New York City Police Pension Fund, Subchapter 2



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All valuations are based on current values provided by the general partners of the Underlying Funds and may include both realized and unrealized investments. Due to the inherent uncertainty of valuation, the stated value may differ significantly from the value that would have been used had a ready market existed for all of the portfolio investments, and the difference could be material. The long-term value of these investments may be lesser or greater than the valuations provided.

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Past performance is not necessarily indicative of future results. Actual performance may vary.

I. Executive Summary

The New York City Police Pension Fund, Subchapter 2 (“NYCPPF”) established the Alternative Investment Program (the “Program”) on January 1, 1997 on behalf of its beneficiaries to participate in attractive long-term investment opportunities and to provide diversification to its overall pension investment portfolio.

StepStone Group LP (“StepStone”) was engaged by NYCPPF on February 1, 2012 to provide private equity advisory services for prospective investment opportunities and monitoring and reporting services for existing and new investments.

Since inception through March 31, 2015, the Program has committed US\$4.4 billion to 180 partnership investments (the “Portfolio”). This quarterly monitoring report covers the performance of the Portfolio as of March 31, 2015 as well as significant activity that occurred during the first quarter of 2015.

Performance Summary

| <i>US\$ in millions</i> | March 31, 2015 | December 31, 2014 | March 31, 2014 | Quarterly Change | Yearly Change |
|--|----------------|-------------------|----------------|------------------|----------------|
| Number of Managers | 113 | 112 | 107 | 1 | 6 |
| Number of Investments | 180 | 178 | 168 | 2 | 12 |
| Committed Capital ¹ | \$4,383.0 | \$4,345.9 | \$4,115.5 | \$37.2 | \$267.5 |
| Contributed Capital | \$3,617.0 | \$3,528.4 | \$3,197.9 | \$88.6 | \$419.1 |
| Distributed Capital ² | \$2,692.6 | \$2,602.3 | \$2,275.0 | \$90.3 | \$417.6 |
| Market Value ² | \$2,317.4 | \$2,239.8 | \$2,090.0 | \$77.6 | \$227.4 |
| Total Value | \$5,010.0 | \$4,842.1 | \$4,365.0 | \$167.9 | \$645.0 |
| Total Gain/(Loss) | \$1,393.0 | \$1,313.7 | \$1,167.1 | \$79.3 | \$225.9 |
| Unfunded Commitment ³ | \$1,222.8 | \$1,264.1 | \$1,338.7 | (\$41.3) | (\$116.0) |
| Total Exposure ⁴ | \$3,540.2 | \$3,503.9 | \$3,428.7 | \$36.2 | \$111.4 |
| DPI ⁵ | 0.74x | 0.74x | 0.71x | 0.01x | 0.03x |
| TVM⁶ | 1.39x | 1.37x | 1.36x | 0.01x | 0.02x |
| IRR⁷ | 10.6% | 10.5% | 10.6% | + 12 bps | + 1 bps |
| TVM Net of StepStone Fees ⁸ | 1.38x | 1.37x | 1.36x | 0.01x | 0.02x |
| IRR Net of StepStone Fees ⁸ | 10.6% | 10.4% | 10.6% | + 12 bps | + 1 bps |

¹ Committed Capital is presented net of any commitment releases or expirations and reflects foreign currency exchange rate fluctuations.

² Please note that the Distributions and Market Value are presented Pro-Forma for the sale of nine partnership investments in secondary transactions that closed during the first half of 2012.

³ Unfunded Commitment represents the aggregate remaining commitments to partnership investments. Please note that the Unfunded Commitment is presented Pro-Forma for the sale of nine partnership investments in secondary transactions that closed during the first half of 2012.

⁴ Total Exposure represents the sum of Market Value and Unfunded Commitment.

⁵ DPI, or Distributed to Paid-In Multiple, is a performance metric that measures distributions received relative to capital invested. DPI is calculated as Distributed Capital divided by Contributed Capital.

⁶ TVM, or Total Value Multiple, is a performance metric that measures total value created by the Portfolio relative to capital invested, without consideration for time. TVM is calculated as Total Value, which is comprised of Market Value plus Distributed Capital, divided by Contributed Capital.

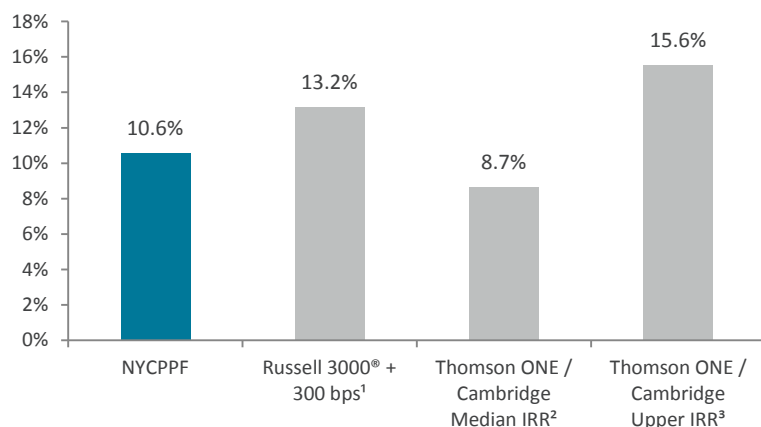
⁷ IRR, or Internal Rate of Return, is a performance metric that is calculated based on the Portfolio's daily cash flows and market value as of quarter-end. IRR is net of fund manager's fees, expenses and carried interest.

⁸ TVM and IRR Net of StepStone fees represent TVM and IRR net of fees paid by NYCPPF to StepStone.

Portfolio Performance vs. Benchmarks

The Portfolio's performance is measured against a dollar-weighted public benchmark, which produced the return that would have been earned if NYCPPF's private equity cash flows were invested in the Russell 3000® Index¹ plus a 300 basis point illiquidity premium (*the Opportunity Cost Benchmark*).

The following graph illustrates Portfolio IRR performance versus benchmarks as of March 31, 2015.



¹Benchmark is a dollar-weighted Long-Nickels calculation of quarterly changes in the Russell 3000® Index. Russell Investment Group is the source and owner of the trademark, service marks and copyrights related to the Russell Indexes. Russell® is a trademark of Russell Investment Group.

² Benchmark is for informational purposes only and is NOT part of the Program's Policy Benchmarks. Benchmark is provided by Thomson ONE/Cambridge and reflects U.S. All Private Equity Funds Median Quartile IRR as of March 31, 2015 for funds with vintage years 1998 to 2015. Note: Thomson ONE/Cambridge data is continuously updated and is therefore subject to change.

³Benchmark is for informational purposes only and is NOT part of the Program's Policy Benchmarks. Benchmark is provided by Thomson ONE/Cambridge and reflects U.S. All Private Equity Funds Upper Quartile IRR as of March 31, 2015 for funds with vintage years 1998 to 2015. Note: Thomson ONE/Cambridge data is continuously updated and is therefore subject to change.

Portfolio Diversification

By Strategy

| As of March 31, 2015 (US\$ in millions) | Market Value | | Unfunded Commitment | | Total Exposure | |
|---|----------------|---------------|---------------------|---------------|----------------|---------------|
| | \$ | % of Total | \$ | % of Total | \$ | % of Total |
| Buyout | 1,382.7 | 59.7% | 743.0 | 60.8% | 2,125.7 | 60.0% |
| Growth Equity | 212.2 | 9.2% | 101.9 | 8.3% | 314.1 | 8.9% |
| Special Situations | 106.8 | 4.6% | 73.6 | 6.0% | 180.4 | 5.1% |
| Energy | 75.3 | 3.2% | 10.6 | 0.9% | 85.9 | 2.4% |
| Secondaries | 151.7 | 6.5% | 206.4 | 16.9% | 358.0 | 10.1% |
| Co-Investment | 108.1 | 4.7% | 67.3 | 5.5% | 175.4 | 5.0% |
| Other | 280.6 | 12.1% | 20.0 | 1.6% | 300.6 | 8.5% |
| Total | 2,317.4 | 100.0% | 1,222.8 | 100.0% | 3,540.2 | 100.0% |

By Fund Geographic Focus

| As of March 31, 2015 (US\$ in millions) | Market Value | | Unfunded Commitment | | Total Exposure | |
|---|----------------|---------------|---------------------|---------------|----------------|---------------|
| | \$ | % of Total | \$ | % of Total | \$ | % of Total |
| North America | 1,752.6 | 75.6% | 785.0 | 64.2% | 2,537.6 | 71.7% |
| Global | 367.5 | 15.9% | 389.8 | 31.9% | 757.3 | 21.4% |
| Western Europe | 171.2 | 7.4% | 45.6 | 3.7% | 216.9 | 6.1% |
| Rest of World | 26.1 | 1.1% | 2.3 | 0.2% | 28.4 | 0.8% |
| Total | 2,317.4 | 100.0% | 1,222.8 | 100.0% | 3,540.2 | 100.0% |

Prior to a fund being 75% drawn, fund geographic focus is based on the GP-stated geographic strategy. Subsequent to a fund being 75% drawn, fund geographic focus is based on actual portfolio company exposure by total invested capital. Funds with less than 75% of total invested capital allocated to one geographic region are classified as Global.

II. Market Overview

Executive Summary

Central banks across the globe took center stage in the first quarter, with global divergence remaining the predominant theme of financial markets. The US economy continued to demonstrate modest gains, but stock market volatility spiked, triggered by uncertainty surrounding the timing of Federal Reserve interest rate increases and concerns about corporate earnings due to the continued strength of the US dollar. Despite the S&P 500 Index hitting record highs in February, sentiment soured in March, and the index closed the quarter with a modest 1% return. In this environment, non-US markets rallied. The European Central Bank embarked on its long-anticipated quantitative easing program, involving €60 billion of bond purchases a month until at least September 2016. The size of the package surpassed the market's expectations and buoyed investor optimism, with the MSCI Europe index rising 12% in local currency and 3% in dollar terms. The Japanese stock market rose 10% in the first quarter, largely driven by expectations of further easing by the Bank of Japan. Emerging market performance varied by country, with the MSCI Emerging Markets index increasing 2%. Chinese and Russian equities rallied as both central banks cut interest rates and embarked on measures to boost economic growth. Conversely, Latin American emerging markets suffered due to weaker commodity prices and ongoing corruption scandals.

In private markets, leveraged buyout loan activity remained robust. US LBO debt volume totaled US\$20.3 billion in the first quarter, a 27% increase from the prior quarter, and above the 10-year quarterly average of US\$18.2 billion. According to data from S&P, purchase price multiples for US LBOs rose to 9.9x EBITDA in the first quarter, compared to the fourth quarter's multiple of 9.5x and the annual weighted multiple of 9.7x throughout 2014. Average debt multiples of large corporate US LBO loans remained flat quarter-over-quarter at 5.6x EBITDA. Equity contributions for US LBOs also remained relatively flat, from 39.6% in the fourth quarter of 2014 to 39.4% in the first quarter of 2015. Private equity fundraising activity fell 11% quarter-over-quarter, while private equity investment activity fell 25%. The widening capital overhang and availability of cheap debt has created a highly competitive environment characterized by increasing difficulty in closing deals.

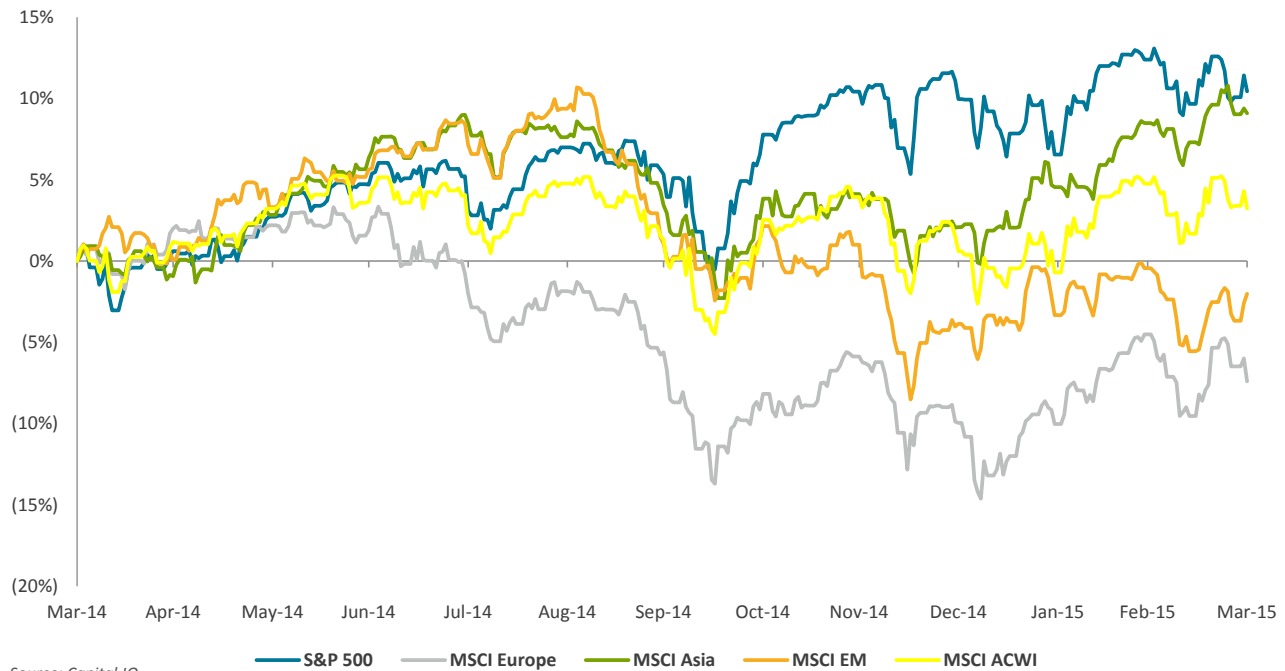
Following an active year in 2014, the IPO market slowed dramatically in the first quarter of 2015. NYSE and NASDAQ IPO transaction volume reached US\$2.7 billion for 22 private equity-backed companies in the first quarter, representing a 74% decrease in value compared to the prior quarter. This drop is likely due to cheap and widely available private funding at high valuations, particularly for technology companies. M&A volume totaled US\$229.2 billion in deals closed during the first quarter, up 51% from the fourth quarter of 2014. The increase in M&A volume was largely driven by a single deal, Actavis PLC's US\$72.9 billion acquisition of Botox manufacturer Allergan Inc., representing 32% of the quarter's aggregate M&A volume.

Capital Markets Overview

Public Equity Markets

US equities lagged international developed and emerging market equities in the first quarter. The S&P 500 Total Return Index returned a modest 1.0% during the first three months of 2015, notching its ninth-consecutive quarterly gain. International developed and emerging market stocks rallied on central bank-driven optimism, with the MSCI Asia, MSCI Europe, and MSCI Emerging Markets indices returning 6.9%, 2.9%, and 1.9% in USD terms during the quarter, respectively.

1-Year Global Public Indices Returns



The following table shows the returns of three MSCI indices and the S&P 500, as well as the S&P 500 Total Return Index, over various time horizons from three months to ten years through March 31, 2015. Returns for time periods over one year are annualized. Over the last three years, the U.S. markets have significantly outperformed the Asian, European, and emerging markets.

Regional Indices

| | 3 Mo | 1 Yr | 3 Yr | 5 Yr | 10 Yr |
|-----------------------|------|--------|--------|--------|-------|
| MSCI Asia | 6.9% | 9.1% | 5.7% | 3.7% | 3.9% |
| MSCI Europe | 2.9% | (7.4%) | 6.2% | 3.3% | 1.9% |
| MSCI EM | 1.9% | (2.0%) | (2.2%) | (0.7%) | 5.9% |
| S&P 500 | 0.4% | 10.4% | 13.7% | 12.1% | 5.8% |
| S&P 500 Total Return* | 1.0% | 12.7% | 16.1% | 14.5% | 8.0% |

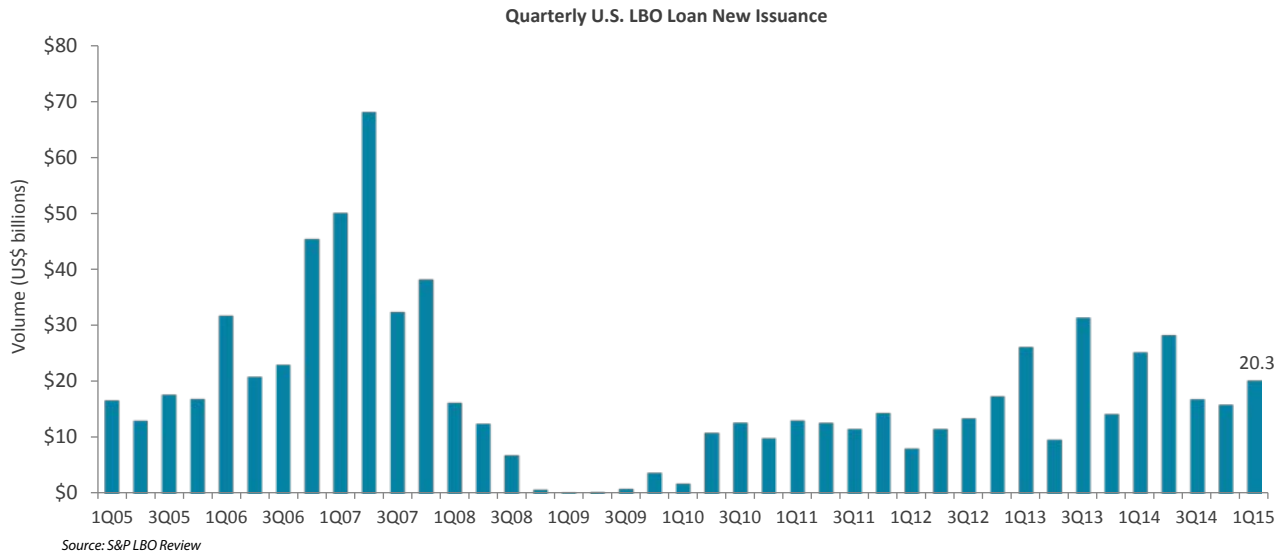
For the period ended March 31, 2015

*Includes reinvestment of dividends.

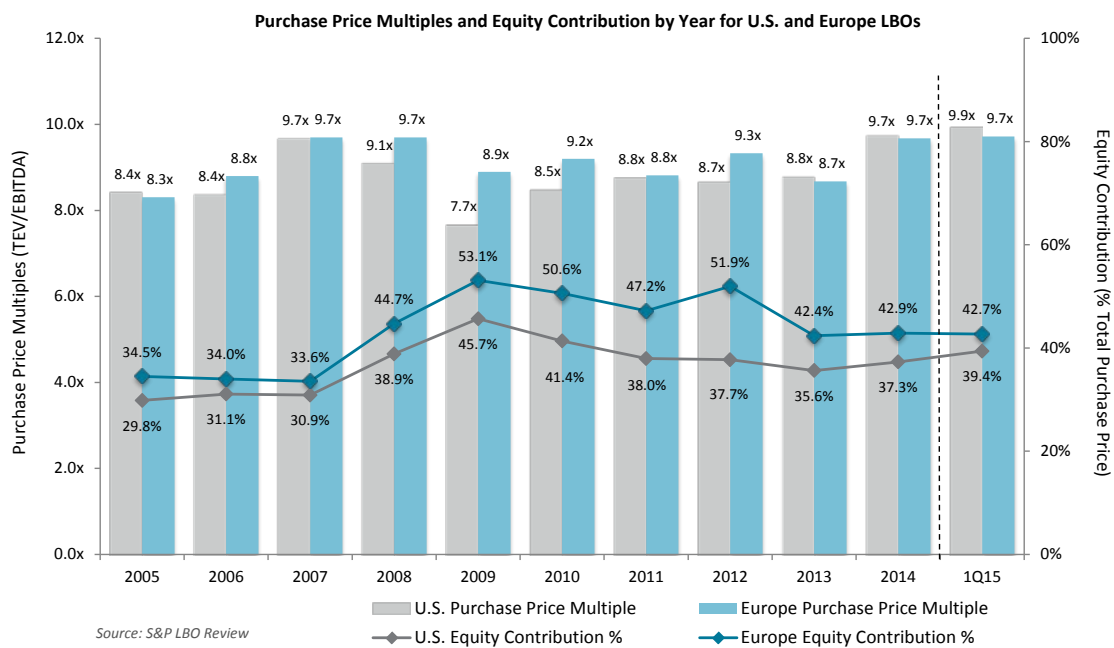
Source: Capital IQ

Debt Markets

During the first quarter of 2015, U.S. LBO new loan issuance totaled US\$20.3 billion; this figure represents an increase of 27% from the prior quarter, and is 12% higher than the 10-year quarterly average of US\$18.2 billion. The following chart shows the quarterly volume of U.S. LBO new loan issuance for the past ten years.



In the first quarter, weighted average purchase price multiples for U.S. LBO deals increased to 9.9x total enterprise value ("TEV") to EBITDA, notably higher than the fourth quarter's multiple of 9.5x and the annual weighted multiple of 9.7x throughout 2014. Purchase price multiples for Europe LBOs remained flat at 9.7x. The average equity contribution for U.S. LBOs was 39.4% in the first quarter of 2015, in-line with the previous quarter's 39.6%. Similarly, the average equity contribution for European LBOs remained flat at 42.7%. The following chart compares purchase price multiples and equity contribution percentages for LBO deals in the U.S. and Europe.



Private Equity Market Overview

All Private Equity

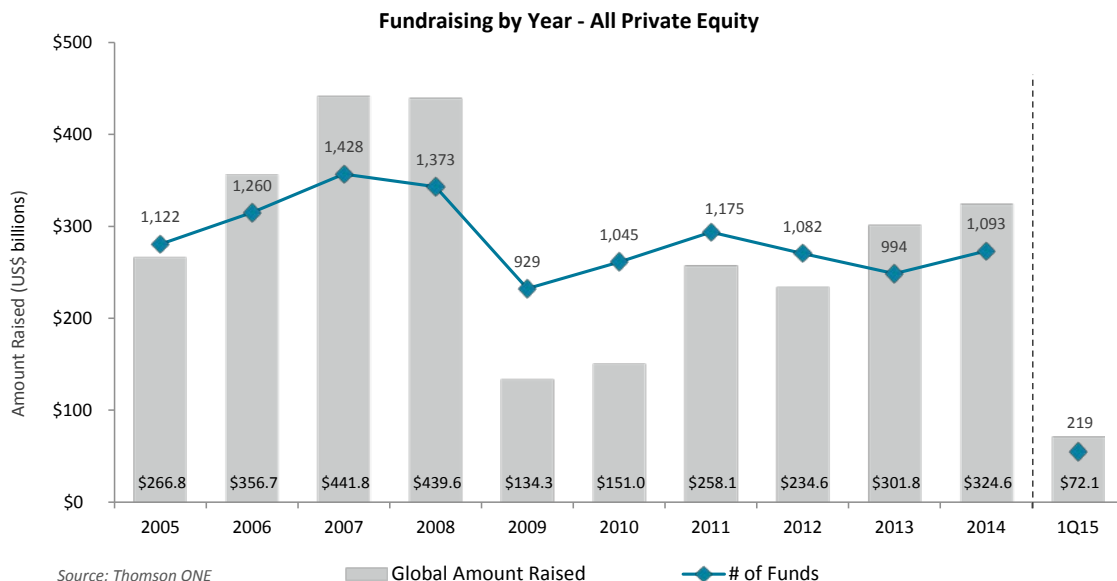
During the first quarter of 2015, the All Private Equity benchmark returned 0.4%, while the S&P 500 and S&P 500 Total Return gained 0.4% and 1.0%, respectively, during the same period. The Venture Capital sector increased 3.3%, helping to offset losses in Buyout and Mezzanine strategies. The table below shows the pooled Internal Rate of Return ("IRR") performance of global private equity investments by sector over various investment horizons from 3 months to 10 years through March 31, 2015. While Buyout and Mezzanine returns have fallen short of public markets in recent years, the Venture Capital sector has consistently outperformed the S&P 500 Total Return index over the past decade.

| Sector | 3 Mo | 1 Yr | 3 Yr | 5 Yr | 10 Yr |
|-------------------------------|-------------|-------------|--------------|--------------|--------------|
| Small/Middle Buyouts (<\$3bn) | (0.5%) | 6.6% | 11.0% | 12.5% | 13.0% |
| Large Buyouts (>\$3bn) | (0.3%) | 6.4% | 13.6% | 14.6% | 11.1% |
| Mezzanine | (1.5%) | 3.0% | 8.2% | 9.0% | 8.6% |
| Venture Capital | 3.3% | 21.1% | 17.3% | 16.6% | 11.0% |
| All Private Equity | 0.4% | 7.9% | 12.2% | 13.2% | 11.3% |

Source: Burgiss PrivateIQ

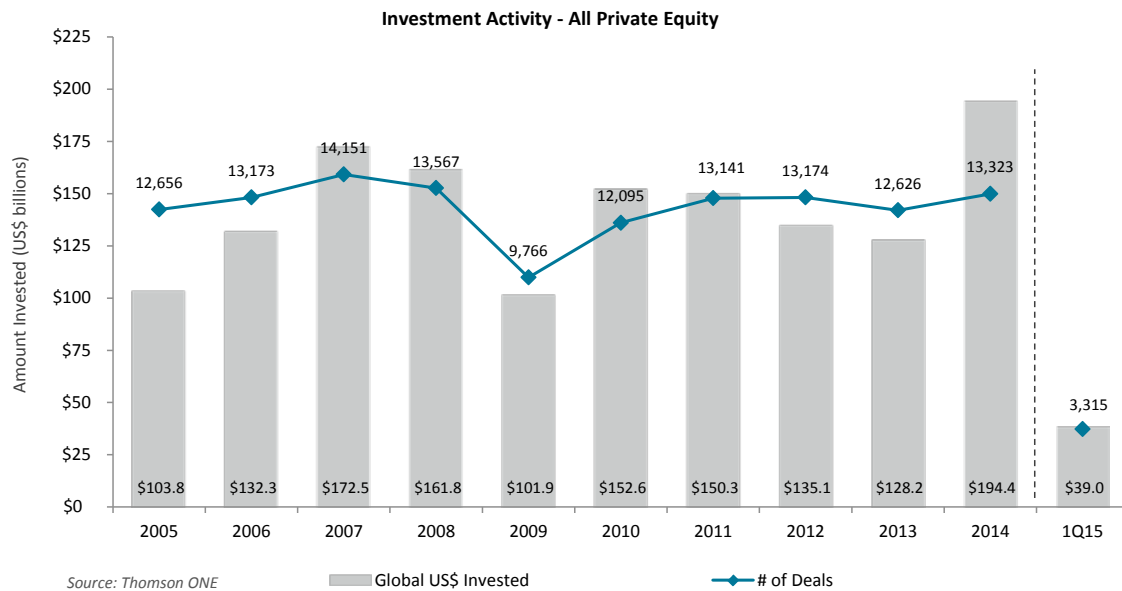
Fundraising

Private equity fundraising totaled US\$72.1 billion in the first quarter of 2015, an 11% decrease from the prior quarter but in-line with the \$72.4 billion raised in the first quarter of 2014. Buyout fundraising fell 14% quarter-over-quarter, raising US\$44.0 billion, while Venture Capital fundraising increased 18%, raising US\$10.5 billion. Geographically, U.S. fundraising represented 73% of the total amount raised in the first quarter, while Europe, Asia, and the rest of the world accounted for 18%, 7%, and 2% of the total capital raised, respectively. The chart below shows private equity fundraising activity over the past ten years.

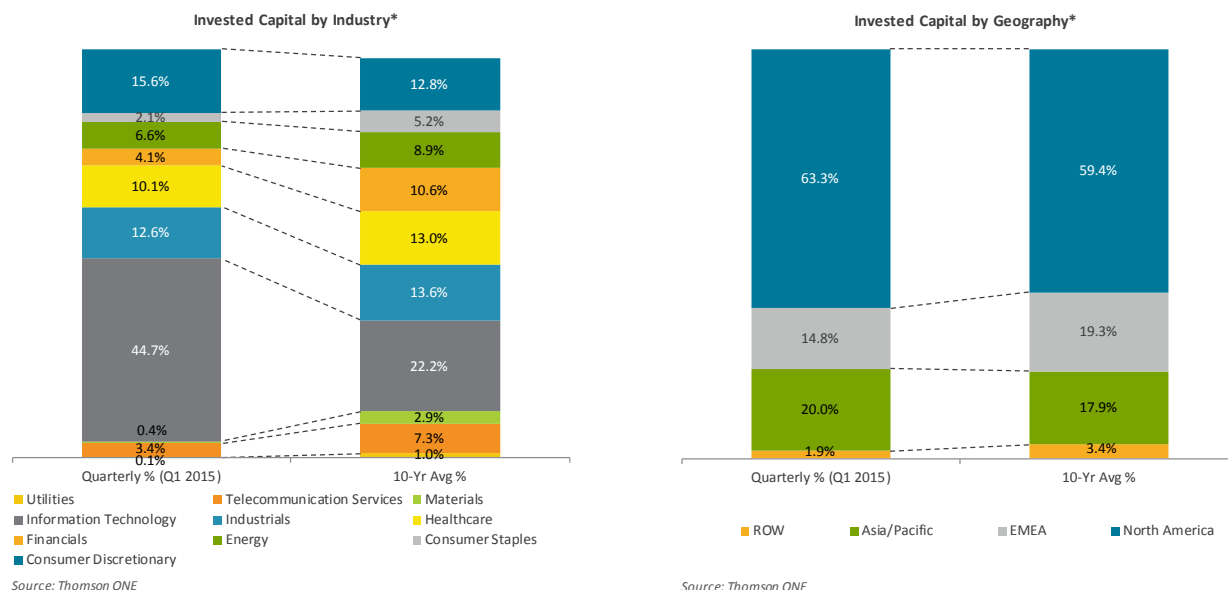


Investment Activity

Private equity funds invested US\$39.0 billion during the first quarter, a decrease of 25% from the prior quarter. The largest deal during the first quarter belonged to the ride-hailing company Uber, which raised US\$2.6 billion in debt financing and Series E funding. The average investment size during the quarter decreased to US\$11.8 million, down 20% quarter-over-quarter.



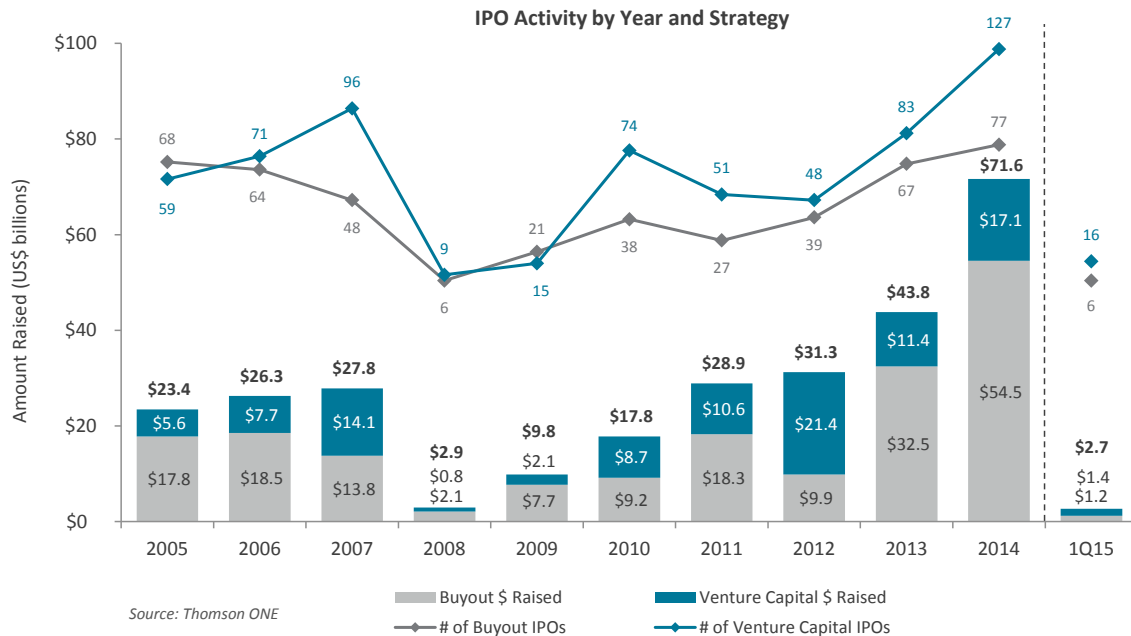
The graphs below depict the percentage of invested capital by industry and geography for the first quarter of 2015 and over the last ten years. The Information Technology sector attracted the most capital, accounting for US\$17.4 billion of transactions, or 45% of total capital invested during the first quarter by private equity firms, compared to a 10-year pro rata average of 22%. In the first quarter of 2015, investment activity in the North America region was above the historical average, representing 63% of total invested capital during the quarter compared to 59% over the last ten years.



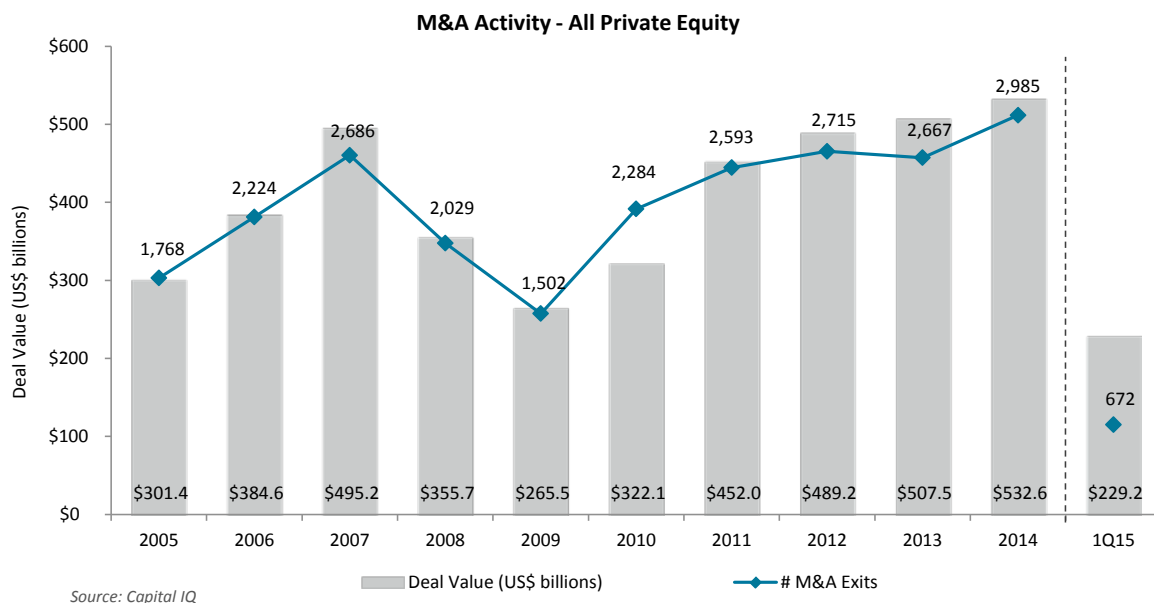
*Note: Invested Capital is for all private equity from Q2 2005 – Q1 2015.

Deal Environment

Following a record year in 2014, the IPO market slowed dramatically in the first quarter of 2015. During the first quarter, there were 22 private equity-backed IPOs which raised a total of US\$2.7 billion, compared to 52 IPOs which raised US\$10.3 billion in the previous quarter. The largest IPO of the first quarter was the web hosting company GoDaddy (NYSE:GDDY), which raised US\$520 million. The following graph shows the amount raised and the number of Buyout and Venture Capital IPOs on the NYSE and NASDAQ over the past ten years.



Private equity-backed Mergers and Acquisitions (“M&A”) activity rose 51% quarter-over-quarter, with deal value totaling US\$229.2 billion. The largest deal of the quarter was Actavis PLC’s US\$72.9 billion acquisition of Botox manufacturer Allergan Inc., representing 32% of the quarter’s aggregate M&A volume.



III. Portfolio Review

Quarterly Highlights

- Cash Flow Activity** – During the first quarter of 2015, the Portfolio made US\$88.6 million of contributions and received US\$90.3 million of distributions, for a net cash inflow of US\$1.7 million, compared to a net cash inflow of US\$36.3 million during the prior quarter and a net cash inflow of US\$46.1 million during the first quarter of 2014. Contributions decreased 7.7% from the prior quarter and increased 22.6% from the first quarter of 2014. The most recent four quarter average of the Program's contributions is US\$104.8 million. Distributions decreased 31.7% from the prior quarter and decreased 23.7% from the first quarter of 2014. The most recent four quarter average of the Program's distributions is US\$108.0 million.
- Recent Portfolio Activity** – During the first quarter of 2015, net of cash flow activity, the valuation of the Portfolio increased by US\$79.3 million, or 3.5%, from the prior quarter. The increase in Portfolio value is primarily attributable to strong performance of venture capital funds during the quarter, which generated a \$29.7 million increase in valuation from the prior quarter-end. During the last twelve months, net of cash flow activity and Pro-Forma for the Secondary Sale, the valuation of the Portfolio increased by US\$225.9 million, or 10.8%, from the quarter ended March 31, 2014.
- New Investment Commitment** – During the first quarter of 2015, the Program closed on two new investment commitments, totaling US\$52.0 million.

| <i>As of March 31, 2015 (US\$ in millions)</i> | Month Closed | Sub-Strategy | Geographic Focus | Committed Capital |
|--|---------------|----------------------|------------------|-------------------|
| American Securities Partners VII, L.P. | January 2015 | Large Buyout | North America | \$ 37.0 |
| Siris Partners III, L.P. | February 2015 | Middle-Market Buyout | North America | 15.0 |
| Total | | | | \$ 52.0 |

- Subsequent Investment Commitments** – Subsequent to quarter-end through August 25, 2015, the Program closed on six new investment commitments, totaling US\$153.8 million.

| <i>As of August 25, 2015 (US\$ in millions)</i> | Month Closed | Sub-Strategy | Geographic Focus | Committed Capital |
|---|--------------|----------------------|------------------|-------------------|
| Valor Equity Partners III, L.P. | May 2015 | Small Buyout | North America | \$ 3.0 |
| Welsh, Carson, Anderson & Stowe XII, L.P. | June 2015 | Large Buyout | North America | 37.0 |
| Bridgepoint Europe V | June 2015 | Large Buyout | Western Europe | 28.7 |
| Bridgepoint Europe V Co-Invest | June 2015 | Co/Direct Investment | Western Europe | 7.7 |
| Patriot Financial Partners II, L.P. | June 2015 | Small Buyout | North America | 2.8 |
| EQT VII, L.P. | July 2015 | Mega Buyout | Western Europe | 74.6 |
| Total | | | | \$ 153.8 |

Investment Performance

Since Inception Performance

| US\$ in millions | March 31, 2015 | December 31, 2014 | March 31, 2014 | Quarterly Change | Yearly Change |
|----------------------------------|----------------|-------------------|----------------|------------------|---------------|
| Active Investments | | | | | |
| Number of Managers | 104 | 103 | 98 | 1 | 6 |
| Number of Investments | 167 | 165 | 156 | 2 | 11 |
| Committed Capital ¹ | \$4,202.1 | \$4,164.9 | \$3,957.5 | \$37.2 | \$244.5 |
| Contributed Capital | \$3,416.1 | \$3,327.5 | \$3,025.3 | \$88.6 | \$390.8 |
| Distributed Capital ² | \$2,448.4 | \$2,358.1 | \$2,090.9 | \$90.3 | \$357.6 |
| Market Value ² | \$2,317.4 | \$2,239.8 | \$2,090.0 | \$77.6 | \$227.4 |
| Total Value | \$4,765.8 | \$4,597.9 | \$4,180.9 | \$167.9 | \$585.0 |
| Total Gain/(Loss) | \$1,349.7 | \$1,270.4 | \$1,155.5 | \$79.3 | \$194.2 |
| Unfunded Commitment ³ | \$1,222.8 | \$1,264.1 | \$1,338.7 | (\$41.3) | (\$116.0) |
| Total Exposure ⁴ | \$3,540.2 | \$3,503.9 | \$3,428.7 | \$36.2 | \$111.4 |
| DPI ⁵ | 0.72x | 0.71x | 0.69x | 0.01x | 0.03x |
| TVM ⁶ | 1.40x | 1.38x | 1.38x | 0.01x | 0.01x |
| IRR ⁷ | 10.8% | 10.6% | 11.0% | + 12 bps | - 28 bps |
| Exited Investments | | | | | |
| Number of Managers | 11 | 11 | 10 | - | 1 |
| Number of Investments | 13 | 13 | 12 | - | 1 |
| Committed Capital ¹ | \$181.0 | \$181.0 | \$158.0 | \$0.0 | \$23.0 |
| Contributed Capital | \$200.9 | \$200.9 | \$172.6 | \$0.0 | \$28.3 |
| Distributed Capital ² | \$244.2 | \$244.2 | \$184.2 | \$0.0 | \$60.0 |
| Total Value | \$244.2 | \$244.2 | \$184.2 | \$0.0 | \$60.0 |
| Total Gain/(Loss) | \$43.3 | \$43.3 | \$11.6 | \$0.0 | \$31.7 |
| Unfunded Commitment ³ | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 |
| DPI ⁵ | 1.22x | 1.22x | 1.07x | 0.00x | 0.15x |
| TVM ⁶ | 1.22x | 1.22x | 1.07x | 0.00x | 0.15x |
| IRR ⁷ | 7.3% | 7.3% | 2.1% | + 0 bps | + 522 bps |
| Total Portfolio | | | | | |
| Number of Managers | 113 | 112 | 107 | 1 | 6 |
| Number of Investments | 180 | 178 | 168 | 2 | 12 |
| Committed Capital ¹ | \$4,383.0 | \$4,345.9 | \$4,115.5 | \$37.2 | \$267.5 |
| Contributed Capital | \$3,617.0 | \$3,528.4 | \$3,197.9 | \$88.6 | \$419.1 |
| Distributed Capital ² | \$2,692.6 | \$2,602.3 | \$2,275.0 | \$90.3 | \$417.6 |
| Market Value ² | \$2,317.4 | \$2,239.8 | \$2,090.0 | \$77.6 | \$227.4 |
| Total Value | \$5,010.0 | \$4,842.1 | \$4,365.0 | \$167.9 | \$645.0 |
| Total Gain/(Loss) | \$1,393.0 | \$1,313.7 | \$1,167.1 | \$79.3 | \$225.9 |
| Unfunded Commitment ³ | \$1,222.8 | \$1,264.1 | \$1,338.7 | (\$41.3) | (\$116.0) |
| Total Exposure ⁴ | \$3,540.2 | \$3,503.9 | \$3,428.7 | \$36.2 | \$111.4 |
| DPI ⁵ | 0.74x | 0.74x | 0.71x | 0.01x | 0.03x |
| TVM ⁶ | 1.39x | 1.37x | 1.36x | 0.01x | 0.02x |
| IRR ⁷ | 10.6% | 10.5% | 10.6% | + 12 bps | + 1 bps |

¹ Committed Capital is presented net of any commitment releases or expirations and reflects foreign currency exchange rate fluctuations.

² Please note that the Distributions and Market Value are presented Pro-Forma for the sale of nine partnership investments in secondary transactions that closed during the first half of 2012.

³ Unfunded Commitment represents the aggregate remaining commitments to partnership investments. Please note that the Unfunded Commitment is presented Pro-Forma for the sale of nine partnership investments in secondary transactions that closed during the first half of 2012.

⁴ Total Exposure represents the sum of Market Value and Unfunded Commitment.

⁵ DPI, or Distributed to Paid-In Multiple, is a performance metric that measures distributions received relative to capital invested. DPI is calculated as Distributed Capital divided by Contributed Capital.

⁶ TVM, or Total Value Multiple, is a performance metric that measures total value created by the Portfolio relative to capital invested, without consideration for time. TVM is calculated as Total Value, which is comprised of Market Value plus Distributed Capital, divided by Contributed Capital.

⁷ IRR, or Internal Rate of Return, is a performance metric that is calculated based on the Portfolio's daily cash flows and market value as of quarter-end. IRR is net of fund manager's fees, expenses and carried interest.

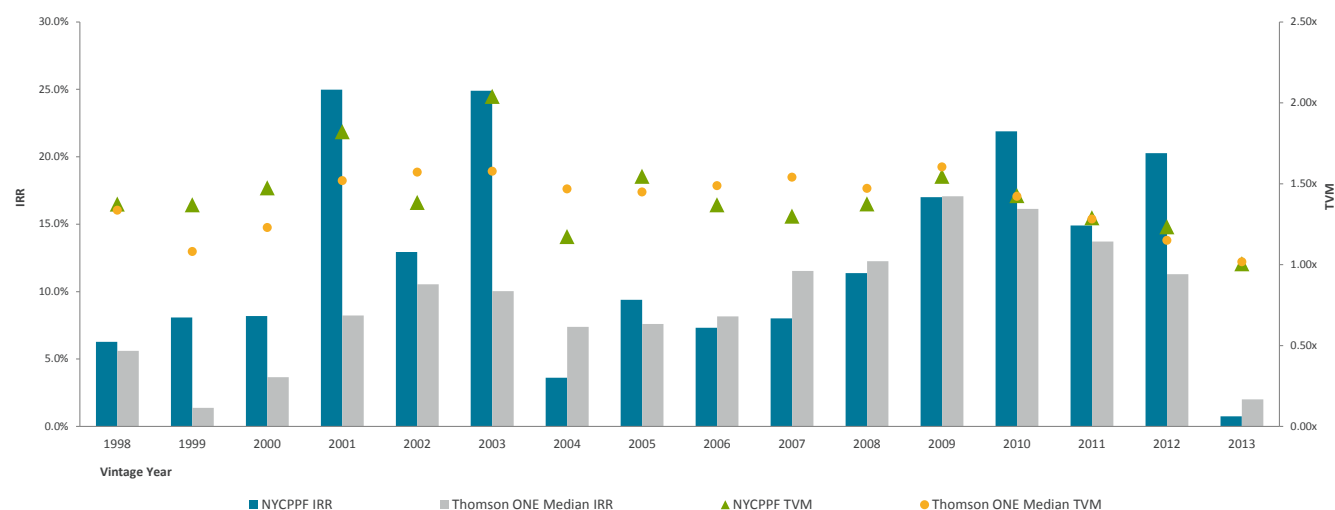
Performance by Vintage Year

The following table and chart illustrate the Portfolio's since inception investment performance by vintage year as of March 31, 2015 relative to the median quartile U.S. All Private Equity TVM and IRR benchmarks as provided by Thomson ONE/Cambridge. Performance of funds that are less than two years old is not meaningful. Note that Thomson ONE/Cambridge data is continuously updated and is therefore subject to change.

As of March 31, 2015 (US\$ in millions)

| Vintage Year | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Unfunded Commitment | Total Exposure | TVM | IRR | Thomson ONE / Cambridge U.S. All PE Median Quartile TVM | Thomson ONE / Cambridge U.S. All PE Median Quartile IRR |
|--------------|-------------------|---------------------|---------------------|------------------|---------------------|------------------|--------------|--------------|---|---|
| 1998 | \$20.0 | \$20.1 | \$27.5 | \$0.1 | \$0.0 | \$0.1 | 1.37x | 6.3% | 1.34x | 5.6% |
| 1999 | 106.2 | 122.9 | 151.2 | 17.2 | 1.3 | 18.5 | 1.37x | 8.1% | 1.08x | 1.4% |
| 2000 | 58.0 | 69.5 | 89.4 | 13.2 | 3.8 | 17.0 | 1.48x | 8.2% | 1.23x | 3.7% |
| 2001 | 98.6 | 121.4 | 218.3 | 2.6 | 4.3 | 7.0 | 1.82x | 25.0% | 1.52x | 8.2% |
| 2002 | 77.0 | 85.2 | 101.3 | 16.8 | 2.7 | 19.5 | 1.38x | 12.9% | 1.57x | 10.5% |
| 2003 | 96.3 | 112.8 | 207.1 | 23.0 | 5.6 | 28.7 | 2.04x | 24.9% | 1.58x | 10.0% |
| 2004 | 165.6 | 170.8 | 158.9 | 41.7 | 11.2 | 52.9 | 1.17x | 3.6% | 1.47x | 7.4% |
| 2005 | 331.4 | 348.0 | 346.3 | 191.8 | 20.0 | 211.8 | 1.55x | 9.4% | 1.45x | 7.6% |
| 2006 | 541.8 | 585.2 | 471.8 | 330.1 | 31.1 | 361.2 | 1.37x | 7.3% | 1.49x | 8.2% |
| 2007 | 427.0 | 442.5 | 314.1 | 261.1 | 43.9 | 305.0 | 1.30x | 8.0% | 1.54x | 11.5% |
| 2008 | 587.1 | 611.6 | 391.6 | 449.5 | 84.4 | 533.9 | 1.38x | 11.4% | 1.47x | 12.3% |
| 2009 | 113.2 | 104.3 | 72.2 | 89.0 | 15.2 | 104.2 | 1.55x | 17.0% | 1.60x | 17.1% |
| 2010 | 102.5 | 95.1 | 34.3 | 101.4 | 25.9 | 127.3 | 1.43x | 21.9% | 1.42x | 16.1% |
| 2011 | 418.2 | 325.2 | 64.0 | 355.1 | 120.9 | 476.0 | 1.29x | 14.9% | 1.28x | 13.7% |
| 2012 | 462.0 | 249.7 | 42.4 | 265.7 | 224.7 | 490.4 | 1.23x | 20.3% | 1.15x | 11.3% |
| 2013 | 416.8 | 76.4 | 2.1 | 74.7 | 342.2 | 416.9 | 1.01x | 0.8% | 1.02x | 2.0% |
| 2014 | 309.4 | 76.2 | 0.1 | 84.3 | 233.5 | 317.8 | NM | NM | NM | NM |
| 2015 | 52.0 | - | - | - | 52.0 | 52.0 | NM | NM | NM | NM |
| Total | \$4,383.0 | \$3,617.0 | \$2,692.6 | \$2,317.4 | \$1,222.8 | \$3,540.2 | 1.39x | 10.6% | 1.36x | 8.7% |

As of March 31, 2015



Portfolio Periodic Returns vs. Russell 3000® Index

| As of March 31, 2015 | 1 Year | 3 Year | 5 Year | 10 Year | Since Inception |
|---|--------|--------|--------|---------|-----------------|
| NYCPPF IRR | 10.7% | 12.4% | 12.4% | 10.6% | 10.6% |
| Russell 3000® ¹ | 12.4% | 16.3% | 14.9% | 10.5% | 10.2% |
| Russell 3000® + 300 bps ¹ | 15.4% | 19.3% | 17.9% | 13.5% | 13.2% |
| NYCPPF Outperformance/(Underperformance) | | | | | |
| vs. Russell 3000® + 300 bps ¹ | (4.7%) | (6.9%) | (5.6%) | (2.9%) | (2.6%) |

¹Benchmark is a dollar-weighted Long-Nickels calculation of quarterly changes in the Russell 3000® Index. Russell Investment Group is the source and owner of the trademark, service marks and copyrights related to the Russell Indexes. Russell® is a trademark of Russell Investment Group.

Performance by Strategy / Sub-Strategy

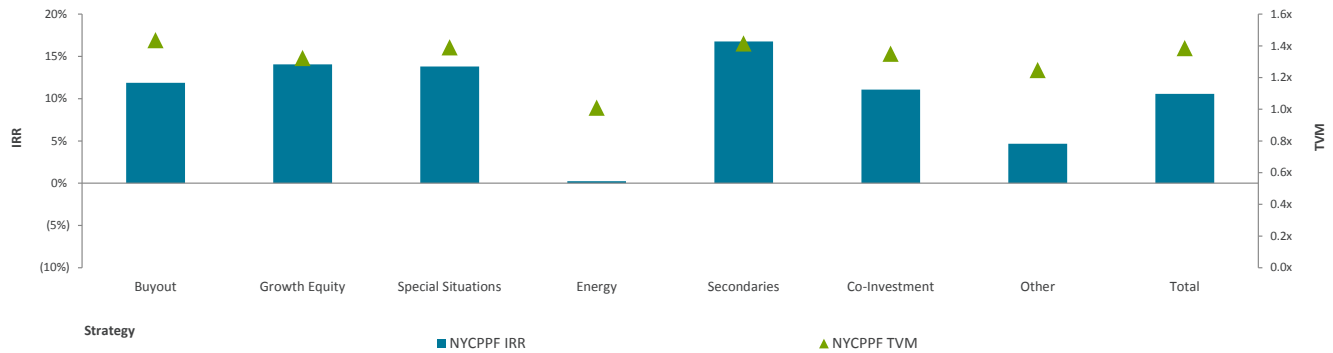
The following table and charts illustrate the Portfolio's since inception investment performance by strategy and sub-strategy as of March 31, 2015.

As of March 31, 2015 (US\$ in millions)

| Strategy / Sub-Strategy | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Unfunded Commitment | Total Exposure | TVM | IRR |
|---------------------------|-------------------|---------------------|---------------------|------------------|---------------------|------------------|--------------|--------------|
| Buyout | \$2,729.1 | \$2,314.9 | \$1,939.8 | \$1,382.7 | \$743.0 | \$2,125.7 | 1.44x | 11.9% |
| Mega Buyout | 872.3 | 638.4 | 554.1 | 394.1 | 317.3 | 711.4 | 1.49x | 13.9% |
| Large Buyout | 479.9 | 408.1 | 371.5 | 258.3 | 134.8 | 393.0 | 1.54x | 24.6% |
| Middle-Market Buyout | 687.5 | 578.8 | 491.2 | 347.6 | 199.8 | 547.4 | 1.45x | 9.5% |
| Small Buyout | 689.5 | 689.7 | 522.9 | 382.8 | 91.1 | 473.9 | 1.31x | 8.1% |
| Growth Equity | 290.6 | 220.5 | 79.6 | 212.2 | 101.9 | 314.1 | 1.32x | 14.1% |
| Special Situations | 243.9 | 205.6 | 179.2 | 106.8 | 73.6 | 180.4 | 1.39x | 13.8% |
| Energy | 130.0 | 133.8 | 59.8 | 75.3 | 10.6 | 85.9 | 1.01x | 0.2% |
| Secondaries | 411.3 | 208.3 | 143.1 | 151.7 | 206.4 | 358.0 | 1.42x | 16.8% |
| Co-Investment | 193.9 | 135.5 | 74.7 | 108.1 | 67.3 | 175.4 | 1.35x | 11.1% |
| Other | 384.3 | 398.5 | 216.5 | 280.6 | 20.0 | 300.6 | 1.25x | 4.7% |
| Venture Capital | 342.8 | 349.9 | 159.2 | 271.7 | 15.6 | 287.3 | 1.23x | 4.1% |
| Mezzanine | 41.5 | 48.6 | 57.3 | 8.9 | 4.4 | 13.3 | 1.36x | 12.0% |
| Total | \$4,383.0 | \$3,617.0 | \$2,692.6 | \$2,317.4 | \$1,222.8 | \$3,540.2 | 1.39x | 10.6% |

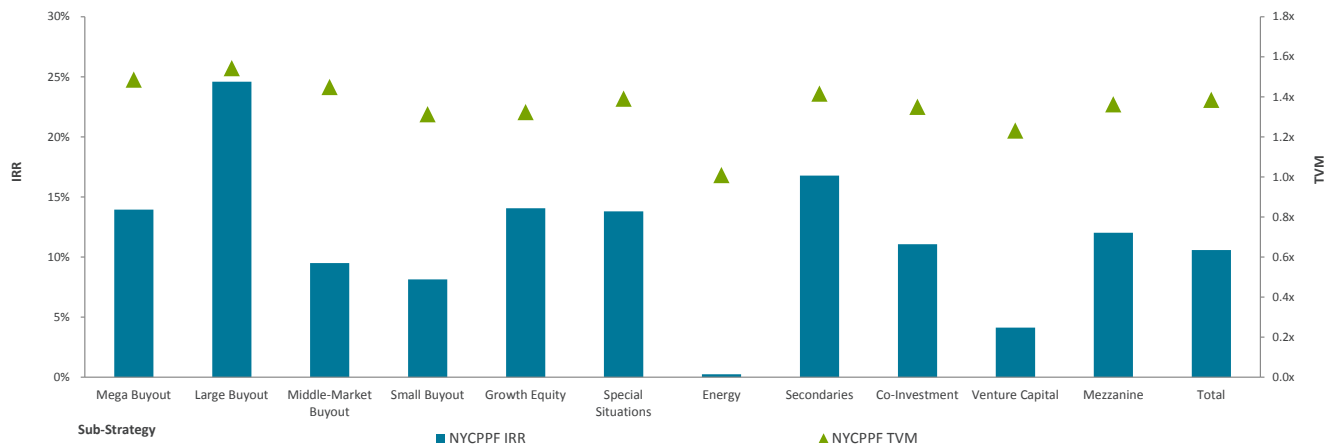
Performance by Strategy

As of March 31, 2015



Performance by Sub-Strategy

As of March 31, 2015



Portfolio Diversification

The following tables illustrate the Portfolio's diversification by strategy and fund geographic focus as of March 31, 2015.

By Strategy/Sub-Strategy

| As of March 31, 2015 (US\$ in millions) | Market Value | | Unfunded Commitment | | Total Exposure | |
|---|----------------|---------------|---------------------|---------------|----------------|---------------|
| | \$ | % of Total | \$ | % of Total | \$ | % of Total |
| Buyout | 1,382.7 | 59.7% | 743.0 | 60.8% | 2,125.7 | 60.0% |
| Mega Buyout | 394.1 | 17.0% | 317.3 | 26.0% | 711.4 | 20.1% |
| Large Buyout | 258.3 | 11.1% | 134.8 | 11.0% | 393.0 | 11.1% |
| Middle-Market Buyout | 347.6 | 15.0% | 199.8 | 16.3% | 547.4 | 15.5% |
| Small Buyout | 382.8 | 16.5% | 91.1 | 7.4% | 473.9 | 13.4% |
| Growth Equity | 212.2 | 9.2% | 101.9 | 8.3% | 314.1 | 8.9% |
| Special Situations | 106.8 | 4.6% | 73.6 | 6.0% | 180.4 | 5.1% |
| Energy | 75.3 | 3.2% | 10.6 | 0.9% | 85.9 | 2.4% |
| Secondaries | 151.7 | 6.5% | 206.4 | 16.9% | 358.0 | 10.1% |
| Co-Investment | 108.1 | 4.7% | 67.3 | 5.5% | 175.4 | 5.0% |
| Other | 280.6 | 12.1% | 20.0 | 1.6% | 300.6 | 8.5% |
| Venture Capital | 271.7 | 11.7% | 15.6 | 1.3% | 287.3 | 8.1% |
| Mezzanine | 8.9 | 0.4% | 4.4 | 0.4% | 13.3 | 0.4% |
| Total | 2,317.4 | 100.0% | 1,222.8 | 100.0% | 3,540.2 | 100.0% |

By Fund Geographic Focus

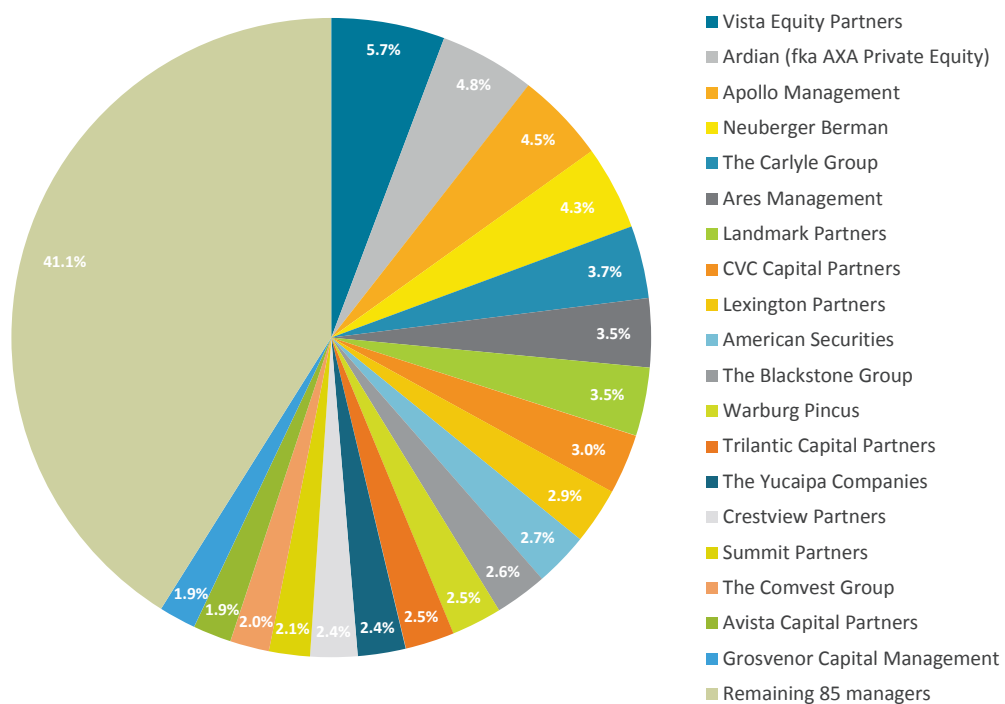
| As of March 31, 2015 (US\$ in millions) | Market Value | | Unfunded Commitment | | Total Exposure | |
|---|----------------|---------------|---------------------|---------------|----------------|---------------|
| | \$ | % of Total | \$ | % of Total | \$ | % of Total |
| North America | 1,752.6 | 75.6% | 785.0 | 64.2% | 2,537.6 | 71.7% |
| Global | 367.5 | 15.9% | 389.8 | 31.9% | 757.3 | 21.4% |
| Western Europe | 171.2 | 7.4% | 45.6 | 3.7% | 216.9 | 6.1% |
| Rest of World | 26.1 | 1.1% | 2.3 | 0.2% | 28.4 | 0.8% |
| Total | 2,317.4 | 100.0% | 1,222.8 | 100.0% | 3,540.2 | 100.0% |

Prior to a fund being 75% drawn, fund geographic focus is based on the GP-stated geographic strategy. Subsequent to a fund being 75% drawn, fund geographic focus is based on actual portfolio company exposure by total invested capital. Funds with less than 75% of total invested capital allocated to one geographic region are classified as Global.

By Investment Manager

As of March 31, 2015, the Portfolio was highly diversified by investment manager, with 19 managers comprising US\$2.1 billion, or 58.9% of total exposure. The remaining 85 managers comprised 41.1% of total exposure as of quarter-end.

Portfolio Total Exposure by Investment Manager
As of March 31, 2015

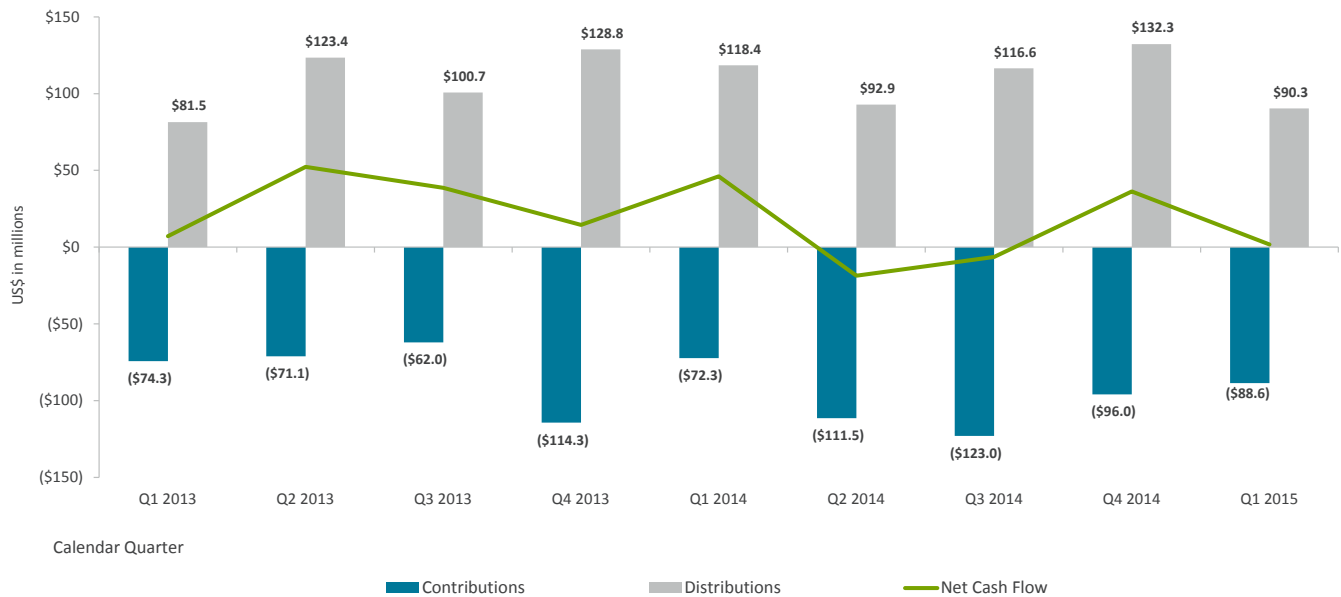


Portfolio Cash Flow Analysis

The following yearly and quarterly cash flow analysis is based on actual Portfolio cash flows during those time periods, excluding the proceeds expected to be received from the Secondary Sale that closed in the first half of 2012.

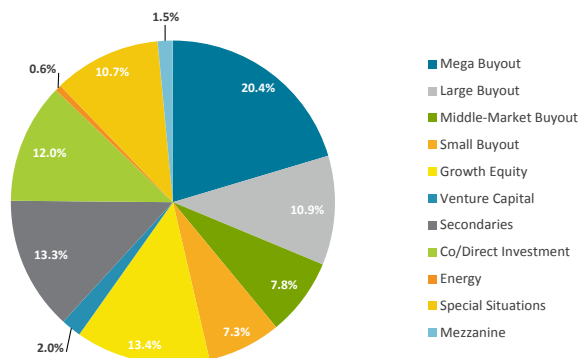
Quarterly Cash Flow Activity

During the first quarter of 2015, the Portfolio made US\$88.6 million of contributions and received US\$90.3 million of distributions, for a net cash inflow of US\$1.7 million. The graph below illustrates recent cash flow activity by quarter.

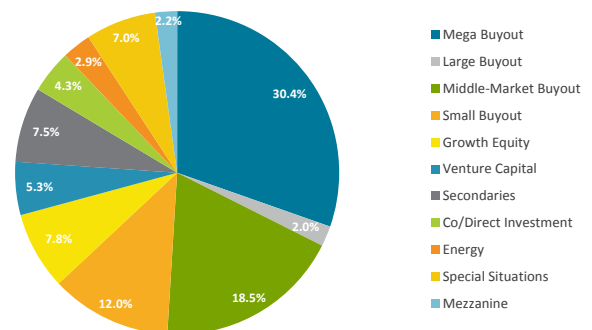


Buyout funds were the most active in terms of cash flow activity during the first quarter of 2015. Buyout funds drew down US\$41.1 million, or 46.4% of total contributions during the quarter, and distributed US\$56.9 million, or 63.0% of total distributions during the quarter.

Q1 2015 Contributed by Sub-Strategy

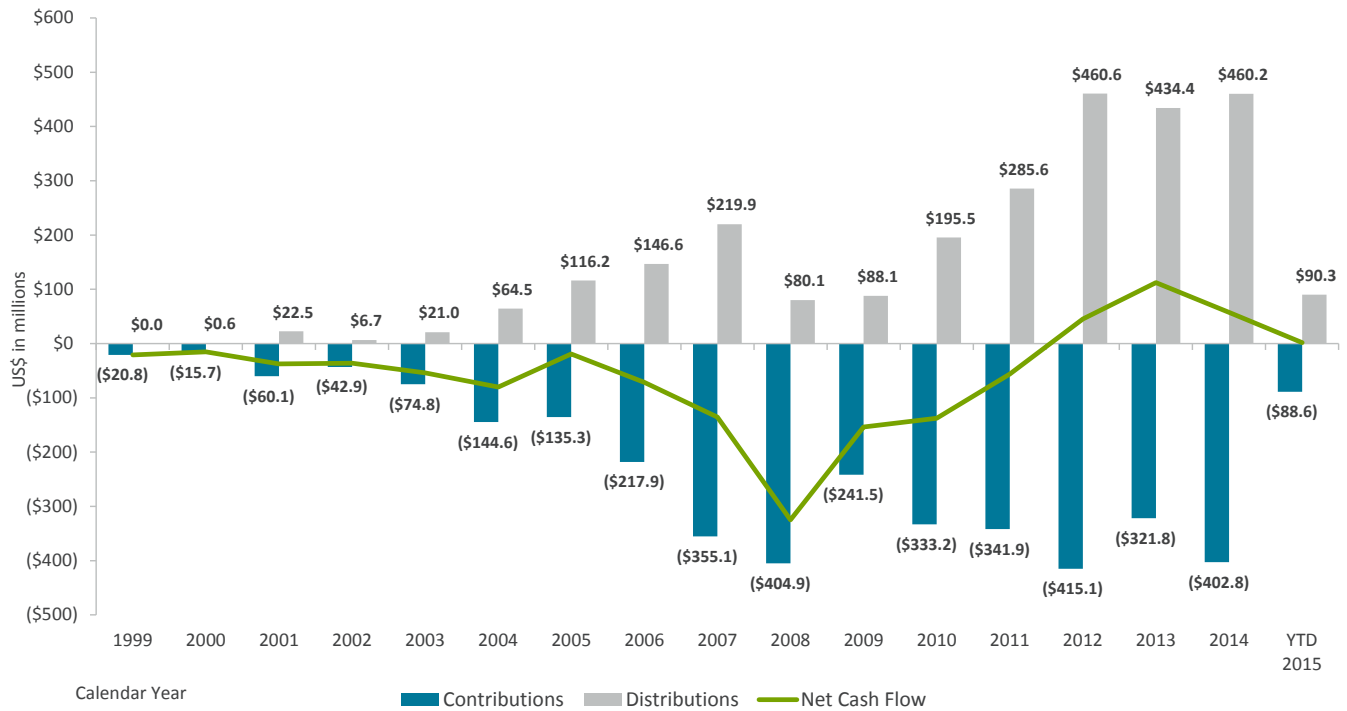


Q1 2015 Distributed by Sub-Strategy



Yearly Cash Flow Activity

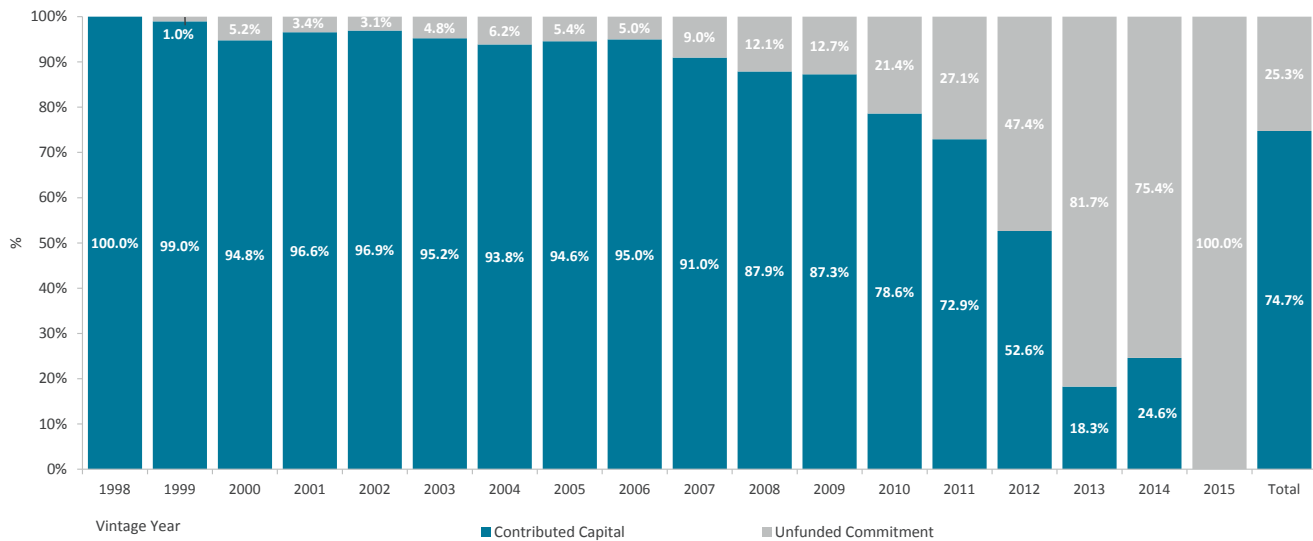
The graph below illustrates cash flow activity since inception by calendar year.



Invested Capital by Vintage Year

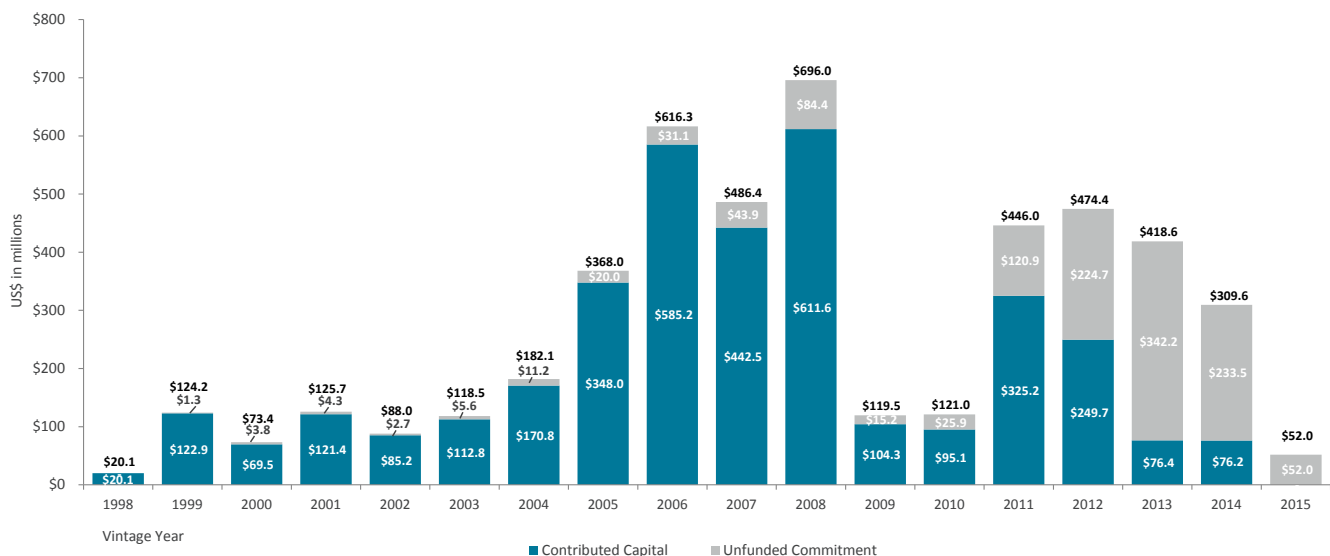
The following chart illustrates cumulative capital contributions as a percentage of total capital commitments, by fund vintage year, as of March 31, 2015.

Capital Contributions to Unfunded by Vintage Year (%)



The following chart illustrates cumulative capital contributions relative to unfunded commitment, by fund vintage year, as of March 31, 2015 Pro-Forma for the Secondary Sale.

Capital Contributions to Unfunded by Vintage Year



Portfolio Company-Level Analysis

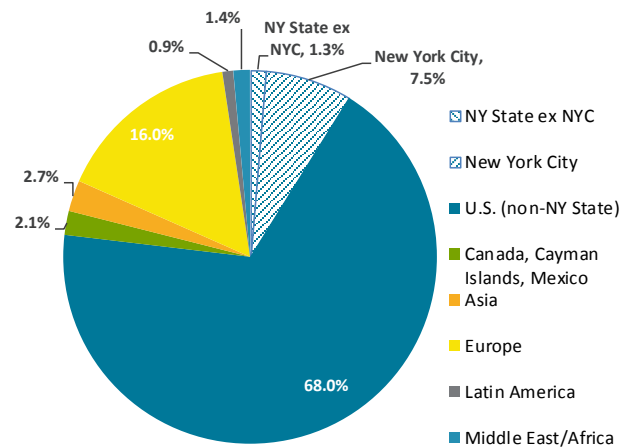
Geographic Exposure

The following charts illustrate the Portfolio's current exposure by geography at the portfolio company level as of March 31, 2015. Please note that the geography is based upon the corporate headquarters of each portfolio company.

Geographic Exposure by Current Cost

As of March 31, 2015 (US\$ in millions)

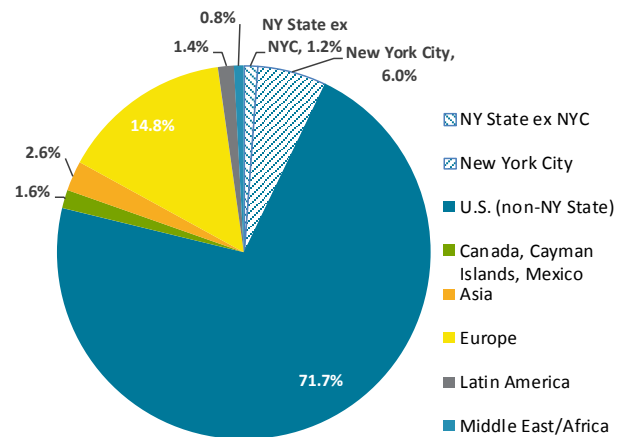
| | Sum of Current Cost | % of Total |
|--------------------------------|---------------------|---------------|
| North America | \$1,407.7 | 78.9% |
| New York | \$157.6 | 8.8% |
| NY State ex NYC | 23.3 | 1.3% |
| New York City | 134.2 | 7.5% |
| U.S. (non-NY State) | 1,213.2 | 68.0% |
| Canada, Cayman Islands, Mexico | 36.9 | 2.1% |
| Asia | 48.1 | 2.7% |
| Europe | 285.0 | 16.0% |
| Latin America | 16.6 | 0.9% |
| Middle East/Africa | 25.8 | 1.4% |
| Total | \$1,783.1 | 100.0% |



Geographic Exposure by Current Market Value

As of March 31, 2015 (US\$ in millions)

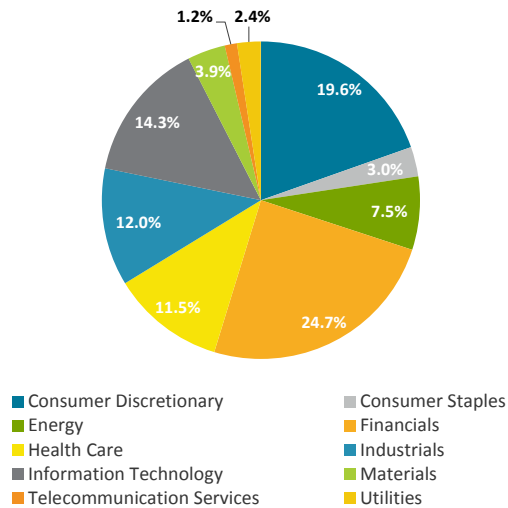
| | Sum of Current Market Value | % of Total |
|--------------------------------|-----------------------------|---------------|
| North America | \$1,956.3 | 80.4% |
| New York | \$173.7 | 7.1% |
| NY State ex NYC | 28.1 | 1.2% |
| New York City | 145.6 | 6.0% |
| U.S. (non-NY State) | 1,744.2 | 71.7% |
| Canada, Cayman Islands, Mexico | 38.4 | 1.6% |
| Asia | 62.9 | 2.6% |
| Europe | 360.3 | 14.8% |
| Latin America | 33.5 | 1.4% |
| Middle East/Africa | 20.5 | 0.8% |
| Total | \$2,433.5 | 100.0% |



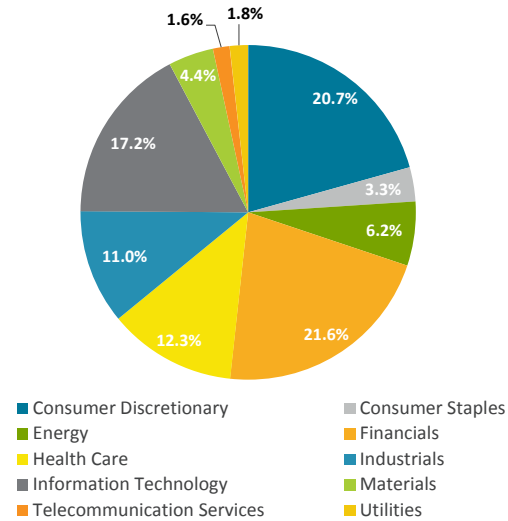
Industry Exposure

The following charts illustrate the Portfolio's current exposure by industry at the portfolio company level as of March 31, 2015. Please note that the Financials category includes investments in various debt securities as well as certain undisclosed fund of funds investments.

Industry Exposure by Current Cost



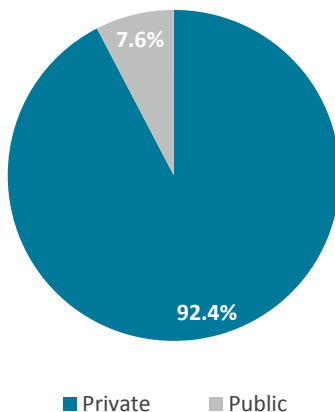
Industry Exposure by Current Market Value



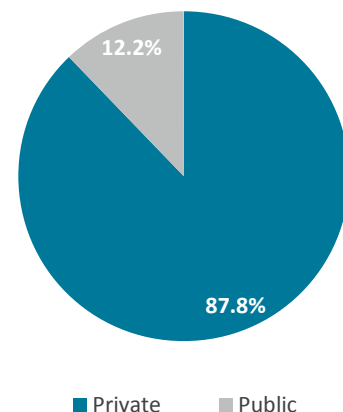
Public Market Exposure

As of quarter-end, publicly traded investments comprised 7.6% of the Portfolio's exposed cost and 12.2% of the Portfolio's exposed market value. The following charts illustrate the current public market exposure at the portfolio company level.

Public Market Exposure by Current Cost



Public Market Exposure Current Market Value



IV. Appendix

New York City Police Pension Fund, Subchapter 2
Private Equity Portfolio
As of March 31, 2015 (in USD)

| Vintage Year | Investment | First Drawdown | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Multiple | IRR |
|---------------------------|---|----------------|-------------------|---------------------|---------------------|--------------|----------|---------|
| Active Investments | | | | | | | | |
| 1998 | VS&A Communications Partners III, L.P. | 12/15/1998 | \$ 20,000,000 | \$ 20,099,362 | \$ 27,481,535 | \$ 143,345 | 1.37x | 6.3% |
| 1999 | Cypress Merchant Banking Partners II, L.P. | 3/29/1999 | 45,172,972 | 53,861,600 | 43,440,706 | 7,589,861 | 0.95x | (1.0%) |
| 1999 | FdG Capital Partners LLC | 6/2/1999 | 50,000,000 | 57,513,671 | 85,895,768 | 8,928,129 | 1.65x | 14.6% |
| 1999 | Lincolnshire Equity Fund II, L.P. | 10/20/1999 | 11,038,409 | 11,556,880 | 21,877,852 | 720,460 | 1.96x | 24.7% |
| 2000 | Solera Partners, L.P. | 5/26/2000 | 9,999,888 | 13,175,395 | 20,817,577 | 4,784,231 | 1.94x | 10.1% |
| 2000 | SCP Private Equity Partners II, L.P. | 6/15/2000 | 25,000,000 | 28,057,160 | 8,542,740 | 8,403,192 | 0.60x | (6.3%) |
| 2001 | New Mountain Partners, L.P. | 3/16/2001 | 13,606,449 | 12,837,351 | 18,323,621 | 361,290 | 1.46x | 12.4% |
| 2001 | Apollo Investment Fund V, L.P. | 4/13/2001 | 35,000,000 | 54,534,624 | 107,157,378 | 1,641,276 | 2.00x | 38.8% |
| 2001 | CVC European Equity Partners III, L.P. | 9/4/2001 | 25,000,000 | 28,947,553 | 74,439,614 | 647,155 | 2.59x | 41.1% |
| 2002 | Yucaipa American Alliance Fund I, LP | 7/1/2002 | 20,000,000 | 29,967,488 | 25,901,853 | 11,415,960 | 1.25x | 6.4% |
| 2002 | Collier International Partners IV, L.P. | 7/2/2002 | 27,000,000 | 26,761,761 | 34,526,416 | 1,914,554 | 1.36x | 11.8% |
| 2002 | Landmark Equity Partners XI, L.P. | 10/23/2002 | 30,000,000 | 28,518,970 | 40,824,368 | 3,453,456 | 1.55x | 23.8% |
| 2003 | FS Equity Partners V, L.P. | 1/20/2003 | 15,000,000 | 13,739,615 | 23,360,647 | 5,191,878 | 2.08x | 16.6% |
| 2003 | Blackstone Capital Partners IV, L.P. | 2/26/2003 | 46,253,267 | 57,076,673 | 123,611,532 | 14,465,918 | 2.42x | 36.7% |
| 2003 | Ares Corporate Opportunities Fund, L.P. | 4/1/2003 | 35,000,000 | 42,006,955 | 60,147,334 | 3,385,629 | 1.51x | 13.4% |
| 2004 | Markstone Capital Partners, LP | 1/30/2004 | 10,000,000 | 11,724,772 | 4,892,031 | 615,989 | 0.47x | (55.4%) |
| 2004 | Euro Choice II (Delaware) L.P. | 2/25/2004 | 20,249,545 | 20,142,503 | 22,254,101 | 7,076,593 | 1.46x | 7.4% |
| 2004 | FdG Capital Partners II LP | 8/30/2004 | 25,000,000 | 26,510,846 | 29,760,812 | 2,472,039 | 1.22x | 3.9% |
| 2004 | Paladin Homeland Security Fund (NY City), L.P. | 9/27/2004 | 30,000,000 | 32,254,953 | 7,537,068 | 11,266,713 | 0.58x | (7.6%) |
| 2004 | Lincolnshire Equity Fund III, L.P. | 10/1/2004 | 15,000,000 | 14,314,654 | 18,525,913 | 7,901,610 | 1.85x | 31.7% |
| 2004 | Aurora Equity Partners III L.P. | 11/16/2004 | 15,000,000 | 16,235,965 | 25,871,159 | 1,253,789 | 1.67x | 14.2% |
| 2004 | Trilantic Capital Partners III L.P. | 11/18/2004 | 20,000,000 | 17,819,516 | 28,751,696 | 799,958 | 1.66x | 14.8% |
| 2004 | Medica III Investments (International) L.P. | 12/1/2004 | 10,000,000 | 9,816,293 | 4,237,089 | 4,197,000 | 0.86x | (4.0%) |
| 2004 | Celtic Pharmaceutical Holdings L.P. | 12/23/2004 | 10,000,000 | 10,160,838 | 160,838 | 6,078,294 | 0.61x | (6.2%) |
| 2005 | Palladium Equity Partners III, L.P. | 11/12/2004 | 25,000,000 | 25,892,050 | 34,718,248 | 18,009,078 | 2.04x | 18.1% |
| 2005 | New Mountain Partners II, L.P. | 1/12/2005 | 7,741,935 | 6,898,549 | 11,915,627 | 1,593,181 | 1.96x | 13.7% |
| 2005 | VSS Communications Partners IV, L.P. | 3/14/2005 | 12,500,000 | 14,103,331 | 7,588,693 | 3,253,597 | 0.77x | (4.8%) |
| 2005 | Carlyle Partners IV, L.P. | 4/29/2005 | 50,000,000 | 51,518,317 | 94,015,613 | 9,015,260 | 2.00x | 13.3% |
| 2005 | Levine Leichtman Capital Partners Deep Value Fund, L.P. | 5/18/2005 | 20,000,000 | 24,978,381 | 21,372,931 | 4,635,877 | 1.04x | 1.1% |
| 2005 | Prism Venture Partners V-A, L.P. | 7/14/2005 | 20,000,000 | 20,199,852 | 7,883,117 | 7,898,735 | 0.78x | (5.0%) |
| 2005 | Arlington Capital Partners II, L.P. | 7/29/2005 | 20,000,000 | 20,180,610 | 19,348,963 | 13,010,878 | 1.60x | 10.5% |
| 2005 | Quadrangle Capital Partners II LP | 8/29/2005 | 23,276,501 | 22,927,979 | 20,530,380 | 6,413,757 | 1.18x | 3.5% |
| 2005 | Snow Phipps Group, L.P. | 9/7/2005 | 10,000,000 | 11,455,563 | 7,509,333 | 7,375,788 | 1.30x | 7.8% |
| 2005 | GI Partners Fund II L.P. | 9/26/2005 | 12,500,000 | 12,620,395 | 14,299,615 | 4,823,274 | 1.52x | 7.2% |
| 2005 | Blackstone Mezzanine Partners II, L.P. | 10/10/2005 | 14,000,000 | 13,349,007 | 15,932,646 | 1,236,323 | 1.29x | 7.0% |
| 2005 | Psilos Group Partners III, L.P. | 10/24/2005 | 12,500,000 | 13,287,792 | 6,410,270 | 10,416,139 | 1.27x | 5.3% |
| 2005 | FirstMark Capital I, L.P. (fka FirstMark IV) | 11/21/2005 | 10,000,000 | 10,815,838 | 11,312,611 | 49,579,154 | 5.63x | 44.7% |
| 2005 | USPF II Institutional Fund, L.P. | 11/23/2005 | 20,000,000 | 26,379,750 | 17,646,020 | 16,708,631 | 1.30x | 5.8% |
| 2005 | Bridgepoint Europe III | 12/6/2005 | 15,610,388 | 14,480,947 | 8,494,493 | 7,316,578 | 1.09x | 1.4% |
| 2005 | JP Morgan Fleming (Tranche A) | 12/21/2005 | 40,000,000 | 38,165,945 | 24,028,432 | 30,474,274 | 1.43x | 8.5% |
| 2006 | Aisling Capital II, LP | 1/12/2006 | 2,500,000 | 2,907,609 | 1,313,536 | 2,359,679 | 1.26x | 4.8% |
| 2006 | InterMedia Partners VII, L.P. | 1/20/2006 | 12,500,000 | 14,335,899 | 8,073,653 | 15,134,856 | 1.62x | 7.9% |
| 2006 | Falconhead Capital Partners II, L.P. | 1/24/2006 | 15,000,000 | 16,696,889 | 13,748,545 | 5,944,672 | 1.18x | 3.9% |
| 2006 | Terra Firma Capital Partners III, L.P. | 3/8/2006 | 15,526,850 | 15,489,042 | 331,028 | 7,929,363 | 0.53x | (11.5%) |
| 2006 | Fenway Partners Capital Fund III, L.P. | 3/29/2006 | 15,000,000 | 16,865,887 | 11,815,322 | 6,454,152 | 1.08x | 1.8% |
| 2006 | Blackstone Capital Partners V, L.P. | 4/13/2006 | 42,235,747 | 44,610,646 | 40,090,488 | 31,946,373 | 1.61x | 8.6% |
| 2006 | Avista Capital Partners, L.P. | 4/27/2006 | 20,000,000 | 25,552,770 | 20,790,116 | 12,837,513 | 1.32x | 6.4% |
| 2006 | GSC Recovery III, L.P. | 5/4/2006 | 5,000,000 | 5,619,776 | 5,859,801 | 859,348 | 1.20x | 4.7% |
| 2006 | Apollo Investment Fund VI, L.P. | 5/10/2006 | 45,000,000 | 57,919,123 | 65,834,186 | 23,328,821 | 1.54x | 10.0% |
| 2006 | Landmark Equity Partners XIII, L.P. | 5/11/2006 | 10,000,000 | 9,528,620 | 7,978,761 | 4,086,009 | 1.27x | 5.7% |
| 2006 | Ares Corporate Opportunities Fund II, L.P. | 5/23/2006 | 15,000,000 | 16,410,557 | 23,553,621 | 4,321,937 | 1.70x | 13.9% |
| 2006 | Atlantic Equity Partners IV, L.P. | 7/12/2006 | 20,000,000 | 20,580,000 | - | 13,874,351 | 0.67x | (6.7%) |
| 2006 | CCMP Capital Investors II, L.P. | 8/17/2006 | 20,000,000 | 21,832,368 | 21,633,661 | 12,312,154 | 1.55x | 13.0% |
| 2006 | Capital Partners Private Equity Income Fund, L.P. | 8/23/2006 | 15,000,000 | 14,382,706 | 16,457,743 | 11,221,718 | 1.92x | 19.8% |
| 2006 | CLP 2014 (fka Perseus Partners VII) | 8/31/2006 | 15,000,000 | 17,442,513 | 4,765,922 | 468,966 | 0.30x | (36.9%) |
| 2006 | NB Co-Investment Partners LP | 9/28/2006 | 60,279,406 | 60,279,406 | 61,282,529 | 25,763,877 | 1.44x | 9.2% |
| 2006 | Euro Choice III L.P. | 11/21/2006 | 26,710,937 | 25,811,364 | 11,555,487 | 16,285,090 | 1.08x | 1.8% |
| 2006 | Thomas, McEnerney & Partners II, L.P. | 11/30/2006 | 10,000,000 | 9,225,000 | 4,914,832 | 16,430,681 | 2.31x | 18.3% |
| 2006 | Catterton Partners VI, L.P. | 12/14/2006 | 20,000,000 | 21,836,808 | 26,469,122 | 14,182,498 | 1.86x | 13.7% |
| 2006 | First Reserve Fund XI, L.P. | 12/14/2006 | 20,000,000 | 21,253,053 | 11,726,108 | 6,132,609 | 0.84x | (4.2%) |
| 2006 | Permira IV, L.P. | 12/14/2006 | 16,152,803 | 16,759,068 | 14,820,022 | 8,598,468 | 1.40x | 7.4% |
| 2006 | Arsenal Capital Partners II, LP | 12/19/2006 | 10,000,000 | 11,790,475 | 7,034,998 | 10,525,360 | 1.49x | 9.5% |
| 2006 | RRE Ventures IV, L.P. | 12/19/2006 | 15,000,000 | 18,049,498 | 4,253,208 | 24,664,638 | 1.60x | 10.4% |

New York City Police Pension Fund, Subchapter 2
Private Equity Portfolio
As of March 31, 2015 (in USD)

| Vintage Year | Investment | First Drawdown | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Multiple | IRR |
|--------------|--|----------------|-------------------|---------------------|---------------------|--------------|----------|---------|
| 2006 | Collier International Partners V, L.P. | 12/21/2006 | 10,000,000 | 8,529,674 | 8,543,109 | 3,887,713 | 1.46x | 9.8% |
| 2006 | MidOcean Partners III, L.P. | 12/21/2006 | 40,000,000 | 43,531,374 | 26,653,372 | 35,098,089 | 1.42x | 8.5% |
| 2006 | GF Capital Private Equity Fund, L.P. | 12/22/2006 | 10,000,000 | 10,208,044 | 7,431,823 | 9,973,193 | 1.71x | 15.1% |
| 2006 | The Fourth Cinven Fund | 1/22/2007 | 13,935,722 | 13,886,333 | 13,257,527 | 5,522,095 | 1.35x | 6.5% |
| 2007 | Pegasus Partners IV, L.P. | 1/29/2007 | 15,000,000 | 17,330,508 | 7,938,472 | 10,210,912 | 1.05x | 1.2% |
| 2007 | Olympus Capital Asia III, L.P. | 1/31/2007 | 20,000,000 | 22,086,479 | 8,041,121 | 19,390,656 | 1.24x | 7.2% |
| 2007 | FTVentures III, LP | 3/1/2007 | 7,500,000 | 7,635,000 | 6,114,054 | 9,073,067 | 1.99x | 16.8% |
| 2007 | Highland Consumer Fund I LP | 3/16/2007 | 10,000,000 | 9,516,060 | - | 7,739,575 | 0.81x | (4.1%) |
| 2007 | Montreux Equity Partners IV, L.P. | 3/27/2007 | 10,000,000 | 10,000,000 | 3,296,419 | 10,402,316 | 1.37x | 7.9% |
| 2007 | Gleacher Mezzanine Fund II, L.P. | 3/30/2007 | 10,000,000 | 9,163,010 | 8,621,100 | 2,630,334 | 1.23x | 8.4% |
| 2007 | Quaker BioVentures II, L.P. | 3/30/2007 | 15,000,000 | 12,794,055 | 7,653,116 | 10,864,564 | 1.45x | 10.5% |
| 2007 | SCP Vitalife Partners II Fund | 4/13/2007 | 15,000,000 | 14,512,274 | 1,184 | 13,122,056 | 0.90x | (2.4%) |
| 2007 | Comvest Investment Partners III, L.P. | 5/15/2007 | 15,000,000 | 19,009,285 | 11,293,544 | 9,715,414 | 1.11x | 3.5% |
| 2007 | Constellation Venture Capital III, L.P. | 5/22/2007 | 15,000,000 | 16,047,224 | 3,405,627 | 7,983,136 | 0.71x | (8.2%) |
| 2007 | United States Power Fund III, L.P. | 6/28/2007 | 15,000,000 | 14,992,160 | 6,664,772 | 13,119,362 | 1.32x | 6.1% |
| 2007 | Carlyle Partners V, L.P. | 7/6/2007 | 50,000,000 | 49,928,471 | 43,205,830 | 40,165,966 | 1.67x | 14.8% |
| 2007 | PCG Clean Energy & Technology Fund (East), LLC | 7/6/2007 | 40,000,000 | 35,003,637 | 4,153,638 | 19,271,144 | 0.67x | (8.9%) |
| 2007 | GSO Capital Opportunities Fund LP | 7/16/2007 | 17,500,000 | 26,050,261 | 32,742,643 | 5,003,650 | 1.45x | 18.4% |
| 2007 | New Mountain Partners III, L.P. | 8/9/2007 | 35,000,000 | 33,986,585 | 13,221,765 | 31,795,197 | 1.32x | 8.1% |
| 2007 | Vista Equity Partners Fund III, L.P. | 10/3/2007 | 20,000,000 | 21,213,866 | 43,205,366 | 10,596,411 | 2.54x | 29.0% |
| 2007 | Trilantic Capital Partners IV L.P. | 10/22/2007 | 45,856,523 | 45,812,852 | 47,220,580 | 28,937,439 | 1.66x | 16.5% |
| 2007 | Pine Brook Capital Partners, L.P. | 1/11/2008 | 15,000,000 | 14,951,159 | 7,552,706 | 11,059,169 | 1.24x | 8.4% |
| 2008 | Paladin III (NY City), L.P. | 1/8/2008 | 30,000,000 | 32,832,220 | 16,523,491 | 23,724,739 | 1.23x | 6.6% |
| 2008 | Relativity Fund, L.P. | 1/17/2008 | 15,000,000 | 8,080,212 | 1,185,021 | 3,421,501 | 0.57x | (11.5%) |
| 2008 | Apollo Investment Fund VII, L.P. | 1/28/2008 | 50,000,000 | 56,758,307 | 80,118,626 | 21,608,276 | 1.79x | 25.9% |
| 2008 | NGN BioMed Opportunity II, L.P. | 2/11/2008 | 10,000,000 | 9,025,911 | 1,879,093 | 5,274,340 | 0.79x | (6.0%) |
| 2008 | Carpenter Community BancFund-A, L.P. | 2/12/2008 | 15,000,000 | 14,389,912 | 690,525 | 20,413,478 | 1.47x | 8.1% |
| 2008 | Riverstone/Carlyle Global Energy & Power Fund IV, L.P. | 3/3/2008 | 15,000,000 | 15,562,492 | 11,250,080 | 8,453,125 | 1.27x | 8.5% |
| 2008 | Yucaipa American Alliance Fund II, LP | 3/28/2008 | 50,000,000 | 66,658,276 | 38,417,747 | 65,551,321 | 1.56x | 13.9% |
| 2008 | Milestone Partners III, L.P. | 4/7/2008 | 15,000,000 | 15,436,158 | 4,703,525 | 10,847,601 | 1.01x | 0.2% |
| 2008 | Levine Leichtman Capital Partners IV, L.P. | 4/8/2008 | 10,000,000 | 9,976,436 | 11,142,098 | 4,959,082 | 1.61x | 19.8% |
| 2008 | Lee Equity Partners Fund, L.P. | 4/23/2008 | 20,000,000 | 21,291,066 | 8,254,478 | 18,643,419 | 1.26x | 8.0% |
| 2008 | Coral's 2007 Institutional Momentum Fund, L.P. | 5/13/2008 | 10,000,000 | 9,492,863 | - | 5,619,747 | 0.59x | (9.7%) |
| 2008 | Yucaipa Corporate Initiatives Fund II, LP | 6/23/2008 | 14,030,930 | 13,584,789 | 3,899,519 | 7,730,679 | 0.86x | (4.1%) |
| 2008 | CVC European Equity Partners V, L.P. | 7/21/2008 | 34,251,367 | 34,893,789 | 24,573,214 | 21,390,500 | 1.32x | 10.1% |
| 2008 | GI Partners Fund III L.P. | 7/29/2008 | 17,500,000 | 18,532,324 | 17,250,474 | 10,370,370 | 1.49x | 14.7% |
| 2008 | Ares Corporate Opportunities Fund III, L.P. | 7/30/2008 | 25,000,000 | 29,033,468 | 25,227,934 | 23,774,070 | 1.69x | 22.2% |
| 2008 | GCM Grosvenor NYCPPE Emerging Manager Co-Investment Fund, L.P. | 8/22/2008 | 4,457,094 | 5,126,469 | 5,986,505 | 2,568,288 | 1.67x | 13.3% |
| 2008 | GCM Grosvenor NYCPPE Emerging Manager Fund, L.P. | 8/22/2008 | 59,909,091 | 57,059,122 | 26,467,089 | 43,888,484 | 1.23x | 9.7% |
| 2008 | First Reserve Fund XII, L.P. | 8/25/2008 | 20,000,000 | 20,618,858 | 8,339,478 | 11,587,309 | 0.97x | (1.0%) |
| 2008 | Landmark Equity Partners XIV, L.P. | 9/19/2008 | 27,250,000 | 24,545,035 | 16,370,181 | 16,862,688 | 1.35x | 15.7% |
| 2008 | Crestview Partners II, L.P. | 10/1/2008 | 22,500,000 | 23,276,121 | 14,120,391 | 20,149,371 | 1.47x | 14.5% |
| 2008 | Erasmus New York City Growth Fund IA | 10/17/2008 | 4,835,960 | 4,835,960 | 1,670,495 | 1,549,781 | 0.67x | (7.5%) |
| 2008 | Euro Choice IV L.P. | 10/22/2008 | 19,272,266 | 15,971,763 | 2,551,947 | 13,634,409 | 1.01x | 0.5% |
| 2008 | Avista Capital Partners II, L.P. | 11/5/2008 | 35,000,000 | 40,813,424 | 29,777,475 | 46,453,976 | 1.87x | 20.4% |
| 2008 | Blue Wolf Capital Fund II, L.P. | 11/14/2008 | 15,000,000 | 16,046,828 | 5,988,120 | 12,368,628 | 1.14x | 5.8% |
| 2008 | Bridgepoint Europe IV | 11/14/2008 | 13,334,017 | 12,227,092 | 7,246,202 | 8,201,502 | 1.26x | 7.9% |
| 2008 | Aisling Capital III, LP | 11/20/2008 | 7,000,000 | 6,656,436 | 4,848,473 | 5,789,737 | 1.60x | 23.7% |
| 2008 | Onex Partners III LP | 12/10/2008 | 15,000,000 | 16,119,175 | 6,987,518 | 14,700,023 | 1.35x | 11.9% |
| 2009 | NorthBound Emerging Manager Custom Fund LP | 1/29/2009 | 20,000,000 | 15,309,132 | 9,508,494 | 15,254,059 | 1.62x | 17.8% |
| 2009 | Welsh, Carson, Anderson & Stowe XI, L.P. | 2/10/2009 | 22,500,000 | 20,459,686 | 12,844,263 | 17,450,142 | 1.48x | 14.2% |
| 2009 | Scale Venture Partners III, LP | 5/1/2009 | 10,000,000 | 9,695,298 | 6,460,051 | 15,070,731 | 2.22x | 27.4% |
| 2009 | FS Equity Partners VI, L.P. | 7/27/2009 | 20,000,000 | 20,124,760 | 11,663,075 | 23,585,964 | 1.75x | 22.0% |
| 2009 | Lincolnshire Equity Fund IV, L.P. | 8/5/2009 | 7,500,000 | 6,617,081 | 2,628,781 | 5,025,355 | 1.16x | 6.6% |
| 2009 | Lexington Capital Partners VII, L.P. | 12/3/2009 | 20,000,000 | 16,206,373 | 11,011,667 | 12,574,620 | 1.46x | 17.2% |
| 2010 | Snow Phipps II, L.P. | 1/8/2010 | 17,500,000 | 13,353,574 | 1,878,829 | 17,361,540 | 1.44x | 17.9% |
| 2010 | Trident V, L.P. | 4/29/2010 | 40,000,000 | 41,107,775 | 6,204,639 | 41,985,108 | 1.17x | 8.1% |
| 2010 | Comvest Investment Partners IV, L.P. | 10/21/2010 | 45,000,000 | 40,656,402 | 26,237,844 | 42,035,862 | 1.68x | 42.4% |
| 2011 | Blackstone Capital Partners VI, L.P. | 1/24/2011 | 35,000,000 | 23,653,342 | 4,105,786 | 24,552,385 | 1.21x | 13.4% |
| 2011 | Ampersand 2011 | 3/11/2011 | 12,500,000 | 11,500,000 | 705,463 | 17,424,340 | 1.58x | 18.7% |
| 2011 | BDCM Opportunity Fund III, L.P. | 4/8/2011 | 20,000,000 | 22,175,976 | 9,145,592 | 17,003,506 | 1.18x | 12.0% |
| 2011 | AXA Secondary Fund V B L.P. | 6/16/2011 | 80,000,000 | 58,217,339 | 23,638,851 | 62,904,222 | 1.49x | 21.4% |
| 2011 | Wellspring Capital Partners V, L.P. | 7/1/2011 | 22,500,000 | 13,775,097 | 1,318,086 | 14,935,923 | 1.18x | 10.1% |
| 2011 | EQT VI, L.P. | 8/1/2011 | 48,286,144 | 40,053,421 | 485,197 | 38,023,145 | 0.96x | (2.6%) |

New York City Police Pension Fund, Subchapter 2
Private Equity Portfolio
As of March 31, 2015 (in USD)

| Vintage Year | Investment | First Drawdown | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Multiple | IRR |
|------------------------------------|---|----------------|-------------------------|-------------------------|-------------------------|-------------------------|--------------|--------------|
| 2011 | Pegasus Partners V, L.P. | 8/16/2011 | 14,552,940 | 8,718,787 | 2,590,619 | 9,548,012 | 1.39x | 13.2% |
| 2011 | BC European Capital IX | 9/19/2011 | 65,341,840 | 47,106,660 | 6,616,008 | 41,321,197 | 1.02x | 1.0% |
| 2011 | American Securities Partners VI, L.P. | 11/18/2011 | 50,000,000 | 36,456,335 | 10,755,866 | 38,226,215 | 1.34x | 21.0% |
| 2011 | Vista Equity Partners Fund IV, L.P. | 11/30/2011 | 70,000,000 | 63,503,368 | 4,679,796 | 91,165,134 | 1.51x | 22.7% |
| 2012 | Warburg Pincus Private Equity XI, L.P. | 5/24/2012 | 80,000,000 | 52,688,634 | 8,821,840 | 57,760,390 | 1.26x | 19.7% |
| 2012 | Summit Partners Growth Equity Fund VIII-A, L.P. | 6/14/2012 | 75,000,000 | 44,930,639 | 8,337,230 | 41,987,397 | 1.12x | 10.1% |
| 2012 | Trilantic Capital Partners V L.P. | 9/20/2012 | 50,000,000 | 15,879,794 | 140,161 | 14,872,164 | 0.95x | (4.5%) |
| 2012 | Palladium Equity Partners IV, L.P. | 10/10/2012 | 35,000,000 | 10,771,568 | 691,636 | 11,552,548 | 1.14x | 9.1% |
| 2012 | Ares Corporate Opportunities Fund IV, L.P. | 11/5/2012 | 50,000,000 | 32,989,807 | 2,275,715 | 33,850,907 | 1.10x | 11.3% |
| 2012 | Green Equity Investors VI, L.P. | 11/30/2012 | 55,000,000 | 27,103,487 | 632,739 | 30,534,796 | 1.15x | 12.5% |
| 2012 | Platinum Equity Capital Partners III, L.P. | 1/14/2013 | 50,000,000 | 19,583,297 | 15,442,358 | 18,949,274 | 1.76x | 69.1% |
| 2012 | NYCPPF - 2012 Emerging Manager Program* | 2/7/2013 | 50,000,000 | 14,818,290 | 889,995 | 13,845,981 | 0.99x | NM |
| 2012 | Neuberger Berman Strategic Co-Investment II LP | 3/20/2013 | 60,000,000 | 42,435,424 | 5,783,220 | 52,982,143 | 1.38x | 37.4% |
| 2013 | Carlyle Partners VI, L.P. | 7/3/2013 | 60,000,000 | 18,741,982 | 507,907 | 17,760,450 | 0.97x | NM |
| 2013 | Carlyle Partners VI, L.P. (Side Car) | 9/23/2014 | 6,600,000 | 1,456,696 | - | 1,346,887 | 0.92x | NM |
| 2013 | Landmark Equity Partners XV, L.P. | 10/30/2013 | 67,000,000 | 13,539,133 | 203,618 | 16,236,998 | 1.21x | NM |
| 2013 | Landmark - NYC Fund I, L.P. | 12/24/2013 | 23,000,000 | 9,643,998 | - | 10,513,498 | 1.09x | NM |
| 2013 | Apollo Investment Fund VIII, L.P. | 12/11/2013 | 100,000,000 | 13,289,642 | 145,432 | 12,490,952 | 0.95x | NM |
| 2013 | CVC Capital Partners VI, L.P. | 2/18/2014 | 84,266,591 | 8,159,600 | 592,149 | 5,424,652 | 0.74x | NM |
| 2013 | Crestview Partners III, L.P. | 3/3/2015 | 45,000,000 | 3,978,480 | 123,877 | 3,603,025 | 0.94x | NM |
| 2013 | Crestview Partners III (Co-Investment B), L.P. | N/A | 15,000,000 | - | - | - | - | N/A |
| 2014 | Olympus Growth Fund VI, L.P. | 1/21/2014 | 35,000,000 | 4,309,126 | 19,175 | 5,039,683 | 1.17x | NM |
| 2014 | ASF VI B L.P. | 5/9/2014 | 60,000,000 | 16,809,779 | - | 20,748,617 | 1.23x | NM |
| 2014 | ASF VI B NYC Co-Invest L.P. | 5/9/2014 | 20,000,000 | 11,680,652 | - | 13,405,181 | 1.15x | NM |
| 2014 | Vista Equity Partners Fund V, L.P. | 9/8/2014 | 85,000,000 | 33,912,514 | 6,627 | 32,818,811 | 0.97x | NM |
| 2014 | Lexington Capital Partners VIII, L.P. | 1/8/2015 | 80,000,000 | 5,600,000 | - | 8,991,826 | 1.61x | NM |
| 2014 | Centerbridge Capital Partners III, L.P. | 5/21/2015 | 11,100,000 | - | - | - | - | N/A |
| 2015 | Siris Partners III, L.P. | 5/4/2015 | 15,000,000 | - | - | - | - | N/A |
| 2015 | American Securities Partners VII, L.P. | N/A | 37,000,000 | - | - | - | - | N/A |
| Total Portfolio¹ | | | \$ 4,391,831,388 | \$ 3,617,026,631 | \$ 2,692,639,667 | \$ 2,317,393,518 | 1.39x | 10.6% |

*Please note that the NYCPPF - 2012 Emerging Manager Program total commitment amount includes the full amount allocated to the Program, of which \$47.0 million has been committed as of August 25, 2015.

¹Total Portfolio includes liquidated investments.

Note: IRRs presented are interim estimates and may not be indicative of the ultimate performance of fund investments due to a number of factors, such as the lack of industry valuation standards and the differences in the investment pace and strategy of various funds. Until a fund is liquidated, typically over 10 to 12 years, the IRR is only an interim estimated return. The IRR calculated in early years of a fund is not meaningful given the J-curve effect. The actual IRR performance of any fund is not known until all capital contributed and earnings have been distributed to the investor. The IRRs contained in this report are calculated by StepStone Group LP ("StepStone"), a consultant to the New York City Police Pension Fund, Subchapter 2, based on information provided by the general partners (e.g. cash flows and valuations). The IRR calculations and other information contained in this report have not been reviewed or confirmed by the general partners. The result of the IRR calculation may differ from that generated by the general partner or other limited partners. Differences in IRR calculations can be affected by cash-flow timing, the accounting treatment of carried interest, fund management fees, advisory fees, organizational fees, other fund expenses, sale of distributed stock, and valuations.

New York City Police Pension Fund, Subchapter 2
Subsequent Commitments
As of March 31, 2015 (in USD)

| Vintage Year | Investment | First Drawdown | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Multiple | IRR |
|--|---|----------------|-----------------------|---------------------|---------------------|--------------|------------|------------|
| Commitments Closed Subsequent to as of Date | | | | | | | | |
| 2015 | Patriot Financial Partners II, L.P. | 7/21/2015 | 2,800,000 | - | - | - | N/A | N/A |
| 2015 | Valor Equity Partners III, L.P. | 8/19/2015 | 3,000,000 | - | - | - | N/A | N/A |
| 2015 | Welsh, Carson, Anderson & Stowe XII, L.P. | 8/26/2015 | 37,000,000 | - | - | - | N/A | N/A |
| 2015 | Bridgepoint Europe V | N/A | 28,724,540 | - | - | - | N/A | N/A |
| 2015 | Bridgepoint Europe V Co-Invest | N/A | 7,733,530 | - | - | - | N/A | N/A |
| 2015 | EQT VII, L.P. | N/A | 74,573,325 | - | - | - | N/A | N/A |
| Total Commitments Closed Subsequent to as of Date | | | \$ 153,831,395 | \$ - | \$ - | \$ - | N/A | N/A |

Note: IRRs presented are interim estimates and may not be indicative of the ultimate performance of fund investments due to a number of factors, such as the lack of industry valuation standards and the differences in the investment pace and strategy of various funds. Until a fund is liquidated, typically over 10 to 12 years, the IRR is only an interim estimated return. The IRR calculated in early years of a fund is not meaningful given the J-curve effect. The actual IRR performance of any fund is not known until all capital contributed and earnings have been distributed to the investor. The IRRs contained in this report are calculated by StepStone Group LP ("StepStone"), a consultant to the New York City Police Pension Fund, Subchapter 2, based on information provided by the general partners (e.g. cash flows and valuations). The IRR calculations and other information contained in this report have not been reviewed or confirmed by the general partners. The result of the IRR calculation may differ from that generated by the general partner or other limited partners. Differences in IRR calculations can be affected by cash-flow timing, the accounting treatment of carried interest, fund management fees, advisory fees, organizational fees, other fund expenses, sale of distributed stock, and valuations.

Real Assets Quarterly Report

The New York City Police Pension Fund

Executive Summary: First Quarter 2015 Performance Measurement Report Real Estate

Portfolio Profile

The New York City Police Pension Fund has allocated 6.0% (+/- 2%) of the total plan to Real Assets. Real Estate investments are categorized under Real Assets. The Real Estate Portfolio's objective is to generate a total net return that exceeds the NFI-ODCE+100 bps total net return measured over full market cycles.

Portfolio Statistics (March 31, 2015)

| | |
|------------------------------------|-----------------|
| Total Plan Assets | \$33.0 billion |
| Target Real Assets Allocation (%) | 6% |
| Target Real Assets Allocation (\$) | \$2.0 billion |
| Total Real Estate Market Value | \$1.3 billion |
| Real Estate Unfunded Commitments | \$479.2 million |
| Total Real Estate Exposure | \$1.8 billion |
| Number of Investments | 52 |
| Number of Managers | 36 |

Net Returns (as of March 31, 2015)

| | |
|--|-------|
| 1Q15 Time-Weighted Net Return: | 2.8% |
| 1 Year Time Weighted Net Return: | 15.6% |
| 3 Year Time Weighted Net Return: | 14.9% |
| Inception-to-Date (ITD) Time-Weighted: | 6.5% |
| ITD Net IRR: | 7.3% |
| ITD Net Equity Multiple: | 1.3x |

Investment Guidelines

| | |
|----------------------------|--|
| Style Sector: | Target •40-60% Core/Core Plus •40-60% Non-Core |
| Benchmark | NFI-ODCE Index +100 bps net over full market cycles |
| Region Diversification | Maximum 25% Int'l |
| Investment Diversification | Limit 15% to a single investment |
| Manager Diversification | Limit 15% to a single manager |
| Leverage | 65% |

First Quarter Investment Activity

During the Quarter, the Board made a \$26.0 million commitment to an open end core/core plus fund and a \$101.0 million commitment to a global closed-end opportunistic fund.

OVERVIEW

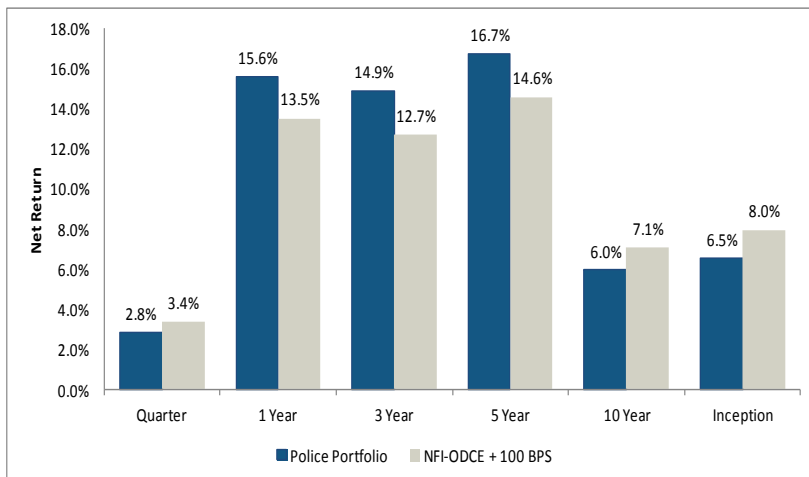
Global real estate is now experiencing steady growth throughout the sectors. This growth can be attributed to new corporate leasing commitments, increased consumer confidence and the expansion of e-commerce. Abundant equity, availability of debt and continued low interest rate environment are keeping investment volumes high for 2015. Real Estate investment markets are 9.0% higher than the same period last year. Commercial real estate investment volumes in Europe declined 1.0% due to the weakened Euro. Investment volumes for Asia overall increased 7.0% with Japan growing 6.0% year over year and Singapore increased 67.0% from 1Q14 to 1Q15. In contrast, volumes in China decreased 13.0% year over year. Developer macro concerns and the housing correction stalled investment volumes.

Direct Commercial Real Estate Investment - Regional Volumes

| \$ US Billions | Q4 14 | Q1 15 | % Change Q4 14 - Q1 15 | Q1 14 | % Change Q1 14 - Q1 15 | 2013 | 2014 | % Change 2013 - 2014 |
|----------------|-------|-------|------------------------|-------|------------------------|------|------|----------------------|
| Americas | 94 | 73 | -22% | 62 | 18% | 241 | 302 | 25% |
| EMEA | 94 | 57 | -39% | 57 | -1% | 221 | 278 | 26% |
| Asia Pacific | 44 | 25 | -43% | 23 | 7% | 127 | 131 | 3% |
| Total | 231 | 155 | -33% | 142 | 9% | 589 | 711 | 21% |

Source: Jones Lang LaSalle, April 2015

The New York City Police Pension Fund ("Police") Real Estate Portfolio is, and has been, well positioned to take advantage of conditions in the real estate market place. Post economic downturn, in the period reflected in the rolling five-year returns, Police performance exceeds the benchmark by 215 basis points. At the end of the First Quarter 2015, the Portfolio achieved a total gross return of 3.7% which was comprised of 0.9% in income and 2.9% in appreciation. The net return for the Quarter was 2.8%. The Portfolio exceeds the benchmark over the one-year, three-year and five-year time periods. A detailed analysis of the Portfolio's real estate performance is found later in this Executive Summary.



FUNDING AND COMPOSITION

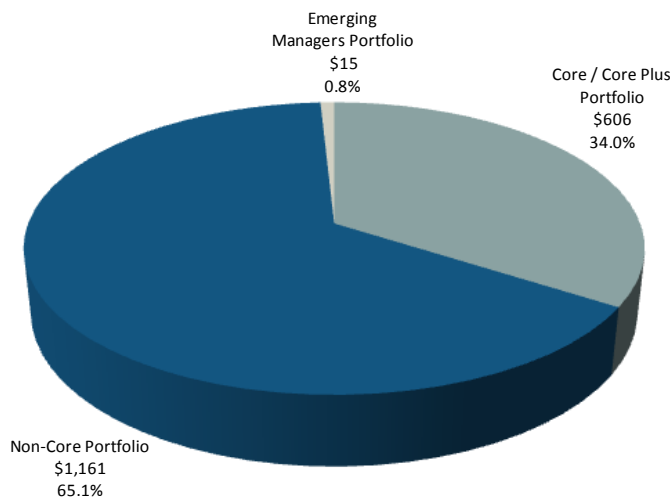
At the end of the First Quarter, the Portfolio was funded at \$1.3 billion, or 3.9% of total plan assets. A total of \$479.2 million in unfunded commitments are still outstanding. Unfunded commitments are down from \$538.5 million as of Fourth Quarter 2014. New commitment activity has accelerated over the past several months and the trend will continue throughout 2015.

New contributions for the Quarter totaled \$70.5 million, offset by approximately \$100.4 million in distributions and withdrawals. Distributions were weighted to the non-core sector.

Shown in the pie chart to the right is the current risk sector exposure calculated by Market Value + Unfunded Commitments. The Core/ Core Plus component accounts for 34.0% of the Portfolio exposure during the Quarter. The Non-Core component accounts for 65.1% of the Portfolio exposure. The Emerging Manager component accounts for 0.8% of the Portfolio exposure.

A more detailed break-down of the Portfolio Composition is shown in the table below. Attached as Exhibit A is a matrix which demonstrates compliance with various Investment Policy Statement guidelines.

Real Estate Exposure



| New York City Police Pension Fund | | |
|--|-----------|--------|
| Total Plan Assets | 3/31/2015 | 33,036 |
| Real Asset Allocation (%) | | 6.0 |
| Real Asset Allocation (\$) | | 1,982 |
| Style Sector Statistics | | |
| Funded (Market Value) Core / Core Plus Portfolio | | \$520 |
| Funded (Market Value) Non-Core Portfolio | | \$773 |
| Funded (Market Value) Emerging Managers Portfolio | | \$11 |
| Unfunded Core / Core Plus Portfolio | | \$87 |
| Unfunded Non-Core Portfolio | | \$389 |
| Unfunded Emerging Managers Portfolio | | \$4 |
| Funded (Market Value) and Committed Statistics | | |
| Core / Core Plus Portfolio | | 34.0% |
| Non-Core Portfolio | | 65.1% |
| Emerging Managers Portfolio | | 0.8% |
| \$ Committed | | 1,783 |
| % Committed on Real Asset Allocation | | 90.0% |
| % Committed on Total Plan Assets | | 5.4% |
| Funded (Market Value) Statistics | | |
| % Funded (Market Value) of Total Plan Assets | | 3.9% |
| % Funded (Market Value) of Total Real Asset Allocation | | 65.8% |

PERFORMANCE

During the Quarter under review, the Police Real Estate Portfolio produced a 3.7% total gross return. The total net return for the Quarter was 2.8%. On a rolling one-year basis the total gross return of 19.7% was recorded. On a net basis the total return was 15.6%. On a gross basis the Police Portfolio exceeds the NFI-ODCE in all relevant time periods. The benchmark return contemplates a 100 bps premium over the ODCE net return over full market cycles (10-year). This benchmark is exceeded over all relevant time periods with the exception of the Quarter, 10-year and since inception time periods. The various components of the Portfolio returns are depicted in the chart below.

Core/Core Plus

As of March 31, 2015 the market value of the Core/ Core Plus Portfolio was \$519 million, or 39.9% on an invested basis. On a funded and committed basis, the Core/ Core Plus Portfolio totaled \$606 million, or 34.0% of the total Portfolio. The Core/ Core plus Portfolio generated a 3.4% total gross return for the Quarter comprised of 1.2% in income and 2.2% in appreciation. The total net return for the Quarter was 3.0%.

The most significant contribution to the Quarterly return in this sector was JP Morgan Strategic Property Fund, adding 0.15% to the total net return. The largest detractor from the Core/Core Plus Portfolio was Almanac Realty Securities VI, which detracted (0.13%) from the total net return.

The Core/Core Plus Portfolio achieved a 11.8% net return over the three-year period ending March 31, 2015. Of the 15 Core/Core Plus Funds, PRISA II was the largest contributor, adding 0.30% to the overall performance of the Portfolio. Colony Realty Partners II was the largest detractor, taking away (0.55%) from the overall performance of the Core/Core Plus Portfolio.

Non-Core

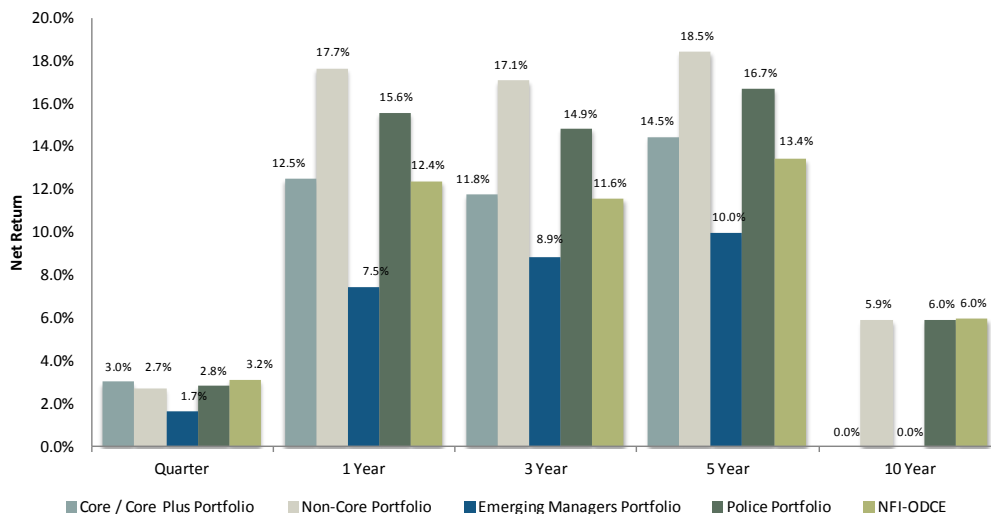
As of March 31, 2015 the market value of the Non-Core Portfolio was \$773 million, or 59.3% on an invested basis. On a funded and committed basis, the Non-Core Portfolio totaled \$1.2 billion, or 65.1% of the total Portfolio. The Non-Core Portfolio generated a 3.9% total gross return for the Quarter comprised of 0.7% in income and 3.3% in appreciation. The total net return for the Quarter was 2.7%.

Of the 35 Funds contributing to the Quarterly return of the Non-Core Portfolio, KTR Industrial Fund III was the largest contributor, adding 0.42%. Blackstone Real Estate Partners Europe IV was the largest detractor for the Quarter, taking away (0.43%) from the overall performance of the Non-Core Portfolio.

The Non-Core Portfolio generated a three-year net return of 17.1%. Of the 35 non-core Funds contributing to the three-year performance of the Portfolio, Divco West Fund III was the largest contributor, adding 1.25%. The largest detractor among these Funds was The City Investment Fund, which took away (0.72%) from overall Non-Core performance.

Emerging Managers

As of March 31, 2015 the market value of the Emerging Managers Portfolio was \$11.3 million, or 0.9% on an invested basis. On a funded and committed basis, the Emerging Managers Portfolio totaled \$15.0 million, or 0.8% of the total Portfolio. The Emerging Managers Portfolio generated a 2.1% total gross return for the Quarter comprised of 1.3% in income and 0.8% in appreciation. The total net return for the Quarter was 1.7%. The Emerging Managers Portfolio has underperformed for a number of reasons including the fact that performance has been adversely impacted



PERFORMANCE

Portfolio Performance

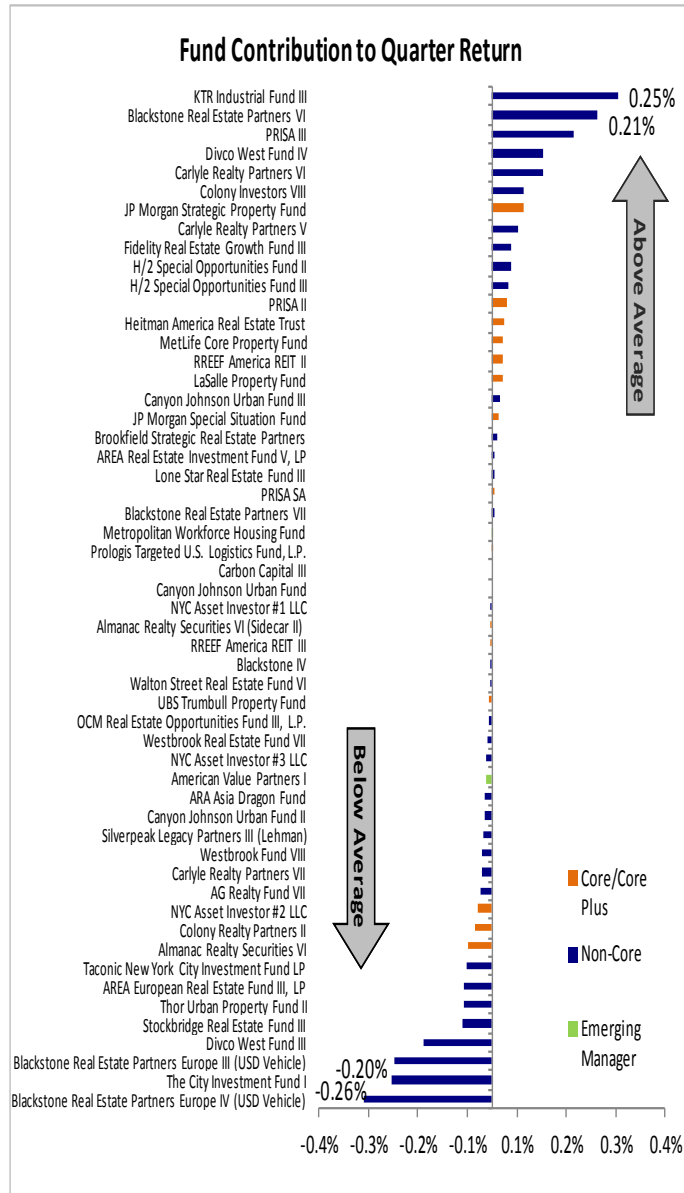
At the end of the First Quarter 2015, the Portfolio had a cumulative market value of \$1.3 billion. Total market value plus unfunded commitments was \$1.8 billion, or 90.0% of the real asset allocation. During the Quarter, the Portfolio achieved a total gross return of 3.7% which was comprised of 0.9% in income and 2.9% in appreciation. The Portfolio achieved a total net return of 2.8%. Since inception, the Portfolio has a net IRR of 7.3% and an equity multiple of 1.3x. Note, attached as Exhibit B are performance metrics relating to each investment within the Portfolio.

The Quarterly return was driven by KTR Industrial Fund III, which contributed 0.25% to the overall performance. The primary laggards in the Portfolio were Blackstone Real Estate Partners Europe IV and The City Investment Fund I, detracting (0.26%) and (0.20%), respectively. Brief reviews of Funds making positive contributions to performance during the Quarter are found below. Note, that attached as Exhibit C are charts relating to fund contributions to returns during different relevant periods.

KTR Industrial Fund III (KTR III). The Fund produced a total gross return of 31.0%, comprised of 1.9% in income and 29.2% in appreciation. The net return after fees was 24.4%. Due to the announcement of sale of the Fund assets during the First Quarter, the Fund experienced a significant write up in value contributing to an increase in appreciation returns. The definitive agreement to sell the KTR III assets was executed subsequent to Quarter end, but had been in process for over a year prior. Unrealized appreciation for the First Quarter of 2015 was approximately \$175.9 million.

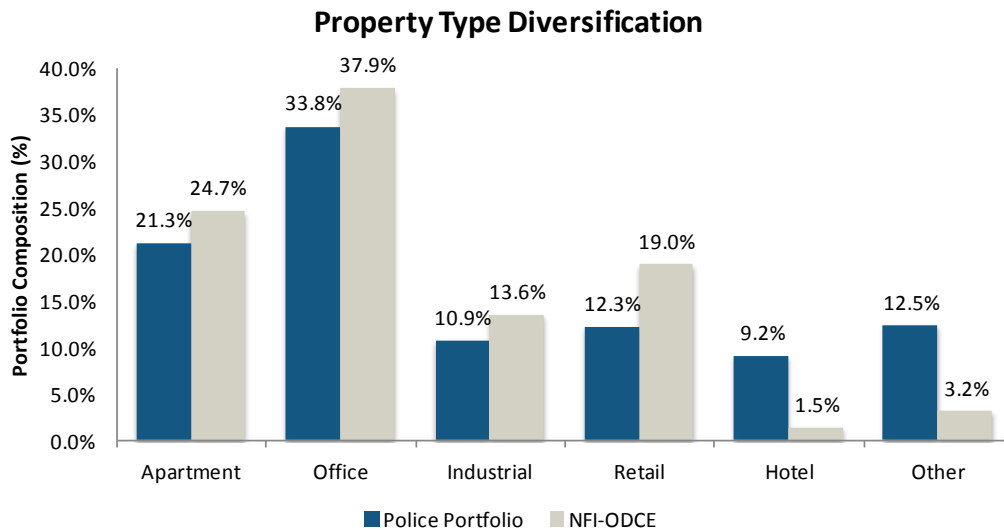
Blackstone Real Estate Partners VI (BREP VI). BREP VI produced a total gross return during the Quarter of 11.6%, comprised of 0.1% in income and 11.5% in appreciation. The net return after fees was 9.1%. Disposition activity for the Quarter was abundant. The industrial portfolio was sold during the Quarter in addition to an office portfolio. These sales resulted in distributions of \$3.1 billion for the year to date. An industrial portfolio which was owned by both BREP VI and BREP VII, generated \$3.4 billion in proceeds, a gross IRR of 29% and a 2.4x equity multiple. Part of the of an office portfolio was also sold during the Quarter. The asset was sold for the sales price of \$2.2 billion at a 4.5% capitalization rate. The Fund's valuation increased by \$1.36 billion for the Quarter.

PRISA III. PRISA III generated a 7.3% gross return during the Quarter, comprised of 0.9% in income and 6.4% in appreciation. The net return after fees was 6.6%. The majority of appreciation gains can be attributed to the Fund's interest in a hospitality portfolio. Additional appreciation resulted from property level leasing gains on Californian hotel. Four new investments were acquired during the First Quarter for \$128 million gross cost. The four assets include two office investments; one located in Chandler, Arizona and one in Berkeley, California, and industrial asset located in Azusa, California and an apartment asset in Charleston, South Carolina. There is the only redevelopment asset. The others are all development assets.



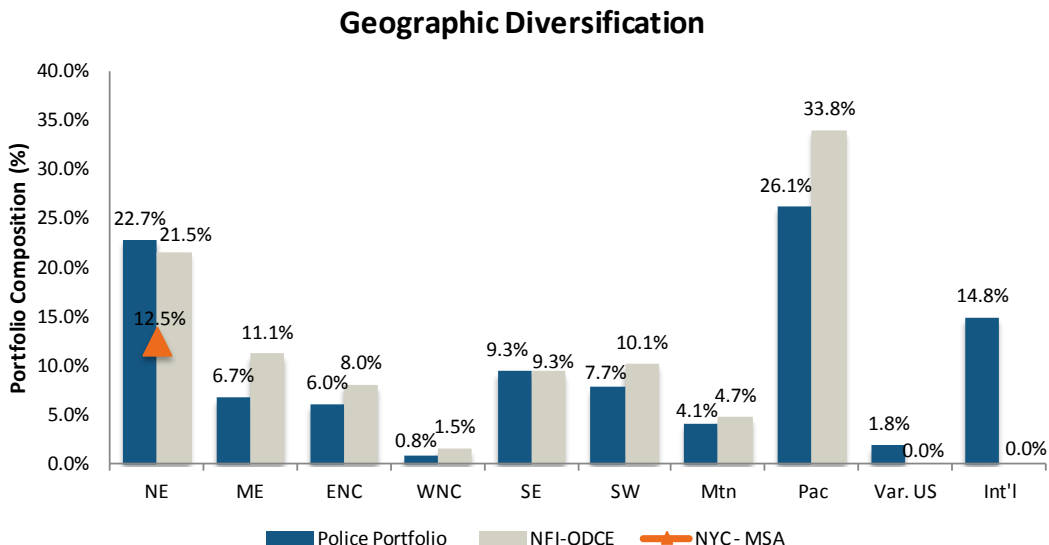
PROPERTY TYPE DIVERSIFICATION

The diversification of the current Portfolio by property type is shown below and compared to the diversification of the NCREIF-ODCE at the end of the Quarter. Relative to the ODCE, the Portfolio is still underweight to all major property sectors (excluding hotels) due to its allocation to other property types such as For Sale Residential, Self Storage, Land, Health Care, Medical Office, Data Centers, Senior Living and Student Housing.



GEOGRAPHIC DIVERSIFICATION

The diversification of the current funded Portfolio by geographic region is shown below and compared to the diversification of the NFI-ODCE at the end of the Quarter. The ODCE is a US-only index. The domestic portion of the Portfolio is well diversified relative to the ODCE. The 14.8% international exposure is appropriate for the risk and return profile of Police and consistent with our long-term target. Exposure to the NYC MSA is also included, which stands at 12.5% as of March 31, 2015.



MARKET UPDATE

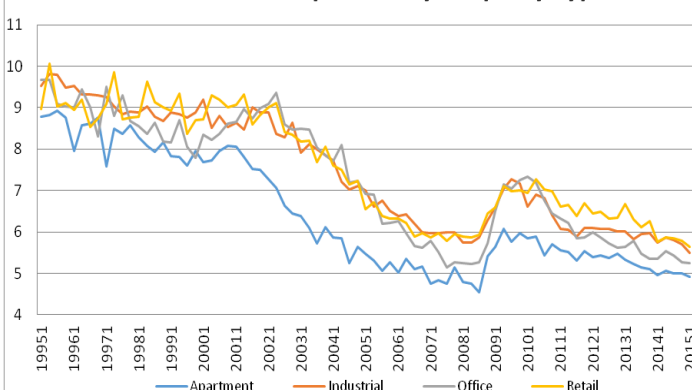
General

- For the first quarter of 2015, real GDP contracted 0.7%, a 290 bps drop from 1Q15. This was only the third time the economy shrank since the GFC. The contraction was driven by temporary factors including harsh weather, a strong dollar, which drove exports to decrease by the most since early 2009, and a labor dispute at West Coast ports.
- As of 1Q15, consumer spending grew by 1.8%, a significant decrease from the 4.4% increase in the prior Quarter. The decrease may be due to the harsh winter and therefore is expected to rebound in the second quarter, as the weather improves. However, consumer confidence is at a six-month low as of May 2015.
- In the first quarter of 2015, lending in the securitized market remained strong, with CMBS issuance rising to \$27 billion, a 33% increase year-over-year.
- Lower energy prices boosted consumer's finances by lowering their gasoline bills, a development expected to boost the economy throughout the year. But the most dramatic effect thus far has been the drop in business investment. With energy companies holding off on drilling and equipment purchases as they deal with squeezed profits. A measure of business spending on construction, machinery and R&D fell at a 2.8% pace in the winter, the biggest decline since late 2009.
- As of 1Q15, the US realized the best job growth on a year-over-year basis since the 1990s. Additionally, the quality of jobs is improving with the potential for wage growth this year. Corporate profits are also healthy, with after tax-profits growing 3.1% over the period, with robust business spending expected to continue.

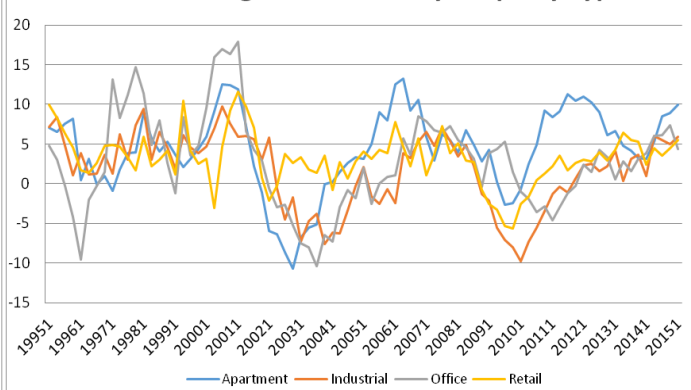
Commercial Real Estate

- In 1Q15, commercial real estate transactions reached almost \$70 billion, a 24% increase from the same period a year ago. Current macroeconomic and financial indicators suggest ample room for continued potential growth.
- During the Quarter, portfolio and entity-level transactions were a big part of the sales activity accounting for 36% of all transactions. Historically roughly 25% of the total sales volume was in portfolio or entity-level deals. This is notable because prior to the last downturn the share of portfolio deals spiked to about half of all transactions for four consecutive quarters, along with the run-up in asset prices.
- During the Quarter, transaction cap rates from all traditional property sectors continued to decline. Suburban office cap rates fell the most, year-over-year, by 55 bps to end the Quarter at 6.8%.
- Debt market activity remains strong, but terms remain generally conservative as indicated by average loan-to-value ratios that stand at 60.5% and debt service coverage that is north of 2.0 for all property types other than multifamily.

Current Value Cap Rates by Property Type



4-Qtr Rolling NOI Growth by Property Type



The New York City Police Pension Fund

Executive Summary: First Quarter 2015 Performance Measurement Report Real Estate

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EXHIBIT A: COMPLIANCE MATRIX

| Category | Requirement | Portfolio Status |
|-------------------------------|---|--|
| Benchmark | NFI-ODCE (net) +100 bps over full market cycles (10-year) | <i>Portfolio returns underperform the benchmark.</i> |
| Portfolio Composition | Core/Core Plus (minimum of 40%) | <i>The portfolio is funded (market value) and committed at 90.0% of real asset allocation with a portfolio composition of 34.0% core, 65.1% non-core, and 0.8% emerging.</i> |
| | Non Core (minimum of 40%) | |
| | Non Core Emerging | |
| | | |
| Real Asset Allocation | Target of 6.0% | <i>Funded (market value) and committed dollars place the portfolio at 5.4% of total plan assets.</i> |
| | Currently Funded at 3.9% | |
| Property Type Diversification | Up to 40% Multifamily Up to 35% Industrial Up to 45% Office Up to 35% Retail Up to 25% Hotel Up to 20% Other | <i>All property type locations are in compliance.</i> |
| Geographic Diversification | Diversified geographically Max 25% Ex-US | <i>All geographic type locations are in compliance</i> |
| LTV | 65% | <i>Portfolio is in compliance (44.4 %).</i> |
| Manager Exposure | 15% of real estate allocation | <i>Manager exposure is in compliance based on market value.</i> |

The New York City Police Pension Fund

Executive Summary: First Quarter 2015 Performance Measurement Report

Real Estate

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EXHIBIT B: FIRST QUARTER 2015 FOIL



| New York City Police Pension Fund | | | | | | | | |
|--|---|-----------------|----------------------|----------------------|---------------------|----------------------|-----------------|------------|
| Vintage Year | Fund Name | First Draw Down | Capital Committed | Contributions | Distributions | Market Value | Equity Multiple | Net IRR |
| 2012 | Almanac Realty Securities VI | 6/6/2012 | 50,000,000 | 26,318,428 | -18,514,229 | 13,398,704 | 1.2 | 14.6 |
| 2012 | Almanac Realty Securities VI (Sidecar II) | 7/31/2012 | 15,000,000 | 3,178,726 | -2,463,823 | 1,518,839 | 1.3 | 19.4 |
| 2007 | Colony Realty Partners II | 12/20/2006 | 20,000,000 | 21,420,211 | -666,108 | 7,461,500 | 0.4 | -12.5 |
| 2007 | Heitman HART | 3/29/2007 | 28,000,000 | 36,530,867 | -8,530,867 | 44,351,667 | 1.4 | 7.3 |
| 2007 | JP Morgan Special Situation Property Fund | 1/2/2007 | 15,000,000 | 16,783,726 | -3,519,707 | 16,103,948 | 1.2 | 2.2 |
| 2007 | JP Morgan Strategic Property Fund | 12/4/2006 | 56,000,000 | 59,734,518 | 0 | 92,735,531 | 1.6 | 8.0 |
| 2010 | LaSalle Property Fund | 7/1/2010 | 50,000,000 | 49,122,539 | -6,766,782 | 60,634,931 | 1.4 | 12.3 |
| 2014 | MetLife Core Property Fund | 7/1/2014 | 40,000,000 | 27,906,977 | -607,828 | 29,071,116 | 1.1 | 21.1 |
| 2013 | NYC Asset Investor #2 LLC | 7/9/2013 | 60,000,000 | 27,505,223 | -731,035 | 31,038,001 | 1.2 | 15.2 |
| 2007 | PRISA II | 6/30/2007 | 60,278,867 | 63,280,816 | -8,953,928 | 70,865,752 | 1.3 | 3.7 |
| 2006 | PRISA SA | 9/29/2006 | 21,000,000 | 22,368,539 | -4,144,117 | 24,733,236 | 1.3 | 3.3 |
| 2006 | Prologis Targeted U.S. Logistics Fund | 10/1/2006 | 10,000,000 | 12,425,007 | -2,529,107 | 10,618,361 | 1.1 | 0.8 |
| 2006 | RREEF America REIT II | 10/1/2006 | 21,000,000 | 27,724,347 | -10,798,677 | 24,735,892 | 1.3 | 3.9 |
| 2007 | RREEF America REIT III - 1410 | 10/1/2007 | 15,000,000 | 15,000,000 | -5,030,147 | 3,378,540 | 0.6 | -8.1 |
| 2006 | UBS Trumbull Property Fund | 9/28/2006 | 61,000,000 | 75,987,224 | -11,924,706 | 89,103,244 | 1.3 | 6.6 |
| Core / Core Plus Portfolio | | | 522,278,867 | 485,287,147 | -85,181,060 | 519,749,261 | 1.2 | 4.7 |
| 2008 | AG Realty Fund VII | 5/20/2008 | 25,000,000 | 23,500,000 | -28,062,500 | 8,050,864 | 1.5 | 14.1 |
| 2008 | ARA Asia Dragon Fund | 7/9/2008 | 10,000,000 | 9,284,000 | -9,757,344 | 2,681,855 | 1.3 | 8.4 |
| 2008 | AREA European Real Estate Fund III, LP | 5/6/2008 | 30,000,000 | 30,487,500 | -23,605,000 | 12,388,163 | 1.2 | 4.6 |
| 2006 | AREA Real Estate Investment Fund V, LP | 6/15/2006 | 5,000,000 | 5,000,004 | -1,853,705 | 2,539,794 | 0.9 | -2.3 |
| 2004 | Blackstone Fund IV | 5/10/2004 | 15,000,000 | 19,220,353 | -20,273,240 | 7,354,133 | 1.4 | 11.8 |
| 2010 | Blackstone Real Estate Partners Europe III (USD Vc) | 10/24/2008 | 35,000,000 | 34,930,321 | -15,533,113 | 31,404,506 | 1.3 | 13.3 |
| 2014 | Blackstone Real Estate Partners Europe IV (USD Vc) | 12/23/2013 | 97,500,000 | 43,593,234 | -4,389,228 | 37,223,160 | 1.0 | -6.6 |
| 2007 | Blackstone Real Estate Partners VI | 9/27/2007 | 40,000,000 | 44,038,889 | -46,730,511 | 39,674,700 | 2.0 | 14.8 |
| 2012 | Blackstone Real Estate Partners VII | 3/31/2012 | 100,000,000 | 102,567,600 | -51,735,511 | 95,916,186 | 1.4 | 26.9 |
| 2012 | Brookfield Strategic Real Estate Partners | 9/20/2012 | 60,000,000 | 59,692,784 | -11,423,564 | 58,096,093 | 1.2 | 15.8 |
| 2003 | Canyon Johnson Urban Fund | 12/6/2002 | 10,000,000 | 9,060,242 | -10,582,954 | 0 | 1.2 | 10.2 |
| 2005 | Canyon Johnson Urban Fund II | 5/11/2005 | 20,000,000 | 17,977,405 | -3,863,964 | 5,518,591 | 0.5 | -9.0 |
| 2010 | Canyon Johnson Urban Fund III | 3/29/2010 | 15,000,000 | 14,793,490 | -9,281,952 | 10,350,471 | 1.3 | 12.3 |
| 2009 | Carbon Capital III | 7/2/2009 | 15,000,000 | 16,408,936 | -19,925,471 | 0 | 1.2 | 8.5 |
| 2007 | Carlyle Realty Partners V | 8/27/2007 | 20,000,000 | 24,817,491 | -25,224,924 | 7,878,944 | 1.3 | 8.2 |
| 2011 | Carlyle Realty Partners VI | 9/14/2011 | 40,000,000 | 34,088,067 | -20,464,749 | 29,766,775 | 1.5 | 28.2 |
| 2014 | Carlyle Realty Partners VII | 6/30/2014 | 60,000,000 | 7,709,866 | 0 | 6,927,721 | 0.9 | -48.8 |
| 2007 | Colony Investors VIII | 9/18/2007 | 20,000,000 | 21,249,679 | -4,626,593 | 6,523,630 | 0.5 | -11.0 |
| 2012 | Divco West Fund III | 12/30/2011 | 70,000,000 | 68,667,971 | -86,186,729 | 27,264,779 | 1.7 | 26.9 |
| 2014 | Divco West Fund IV | 1/15/2014 | 70,000,000 | 57,345,714 | 0 | 63,510,548 | 1.1 | 19.4 |
| 2008 | Fidelity Real Estate Growth Fund III | 5/19/2008 | 15,000,000 | 13,388,046 | -11,382,489 | 5,629,376 | 1.3 | 6.8 |
| 2011 | H/2 Special Opportunities Fund II | 1/31/2011 | 25,000,000 | 25,000,000 | -10,975,789 | 22,350,364 | 1.3 | 18.5 |
| 2015 | H/2 Special Opportunities Fund III | 12/29/2014 | 40,000,000 | 4,674,354 | 0 | 5,345,676 | 1.1 | 163.5 |
| 2013 | KTR Industrial Fund III | 6/28/2013 | 30,000,000 | 13,109,606 | -326,608 | 20,737,283 | 1.6 | 49.6 |
| 2014 | Lone Star Real Estate Fund III | 5/20/2014 | 75,000,000 | 39,351,987 | -3,991,624 | 37,805,503 | 1.1 | 13.0 |
| 2013 | NYC Asset Investor #1 LLC | 6/25/2013 | 30,000,000 | 22,353,440 | -1,145,761 | 24,125,231 | 1.1 | 20.1 |
| 2013 | NYC Asset Investor #3 LLC | 9/20/2013 | 40,000,000 | 6,066,633 | 0 | 6,427,501 | 1.1 | 6.6 |
| 2003 | OCM Real Estate Opportunities Fund III | 3/5/2003 | 15,000,000 | 15,000,000 | -24,887,239 | 1,112,133 | 1.7 | 11.7 |
| 2008 | PRISA III | 9/30/2008 | 30,000,000 | 33,625,537 | 0 | 58,881,072 | 1.8 | 11.7 |
| 2008 | Silverpeak Legacy Partners III (Lehman) | 5/28/2008 | 30,000,000 | 13,301,089 | -1,152,446 | 4,248,122 | 0.4 | -13.9 |
| 2008 | Stockbridge Real Estate Fund III | 9/9/2008 | 27,000,000 | 26,285,345 | 0 | 38,973,149 | 1.5 | 9.2 |
| 2012 | Taconic New York City Investment Fund LP | 7/5/2012 | 40,000,000 | 16,545,454 | -363,636 | 22,213,849 | 1.4 | 15.1 |
| 2004 | The City Investment Fund I | 3/16/2004 | 70,000,000 | 69,030,360 | -65,388,175 | 5,205,611 | 1.0 | 0.5 |
| 2009 | Thor Urban Property Fund II | 10/30/2008 | 20,000,000 | 25,878,333 | -12,835,197 | 20,755,812 | 1.3 | 10.3 |
| 2009 | Walton Street Real Estate Fund VI | 4/27/2009 | 30,000,000 | 26,594,360 | -14,445,349 | 24,163,632 | 1.5 | 10.6 |
| 2008 | Westbrook Real Estate Fund VII | 12/3/2007 | 10,000,000 | 11,038,466 | -6,981,817 | 5,460,182 | 1.1 | 2.5 |
| 2010 | Westbrook Real Estate Fund VIII | 12/28/2009 | 35,000,000 | 41,317,576 | -37,524,912 | 16,095,152 | 1.3 | 13.3 |
| 2008 | American Value Partners Fund I | 10/18/2007 | 15,000,000 | 11,321,943 | -4,771,283 | 6,576,167 | 1.0 | 0.1 |
| 2007 | Metropolitan Workforce Housing Fund | 7/13/2007 | 7,000,000 | 7,006,513 | -2,904,634 | 4,736,390 | 1.1 | 2.2 |
| Non Core and Emerging Manager Portfolio | | | 1,341,500,000 | 1,065,322,588 | -592,598,011 | 783,913,117 | 1.3 | 9.5 |
| New York City Police Pension Fund | | | 1,863,778,867 | 1,550,609,735 | -677,779,071 | 1,303,662,378 | 1.3 | 7.3 |

Source: PCG historical cash flow data. TTG cash flow data from Fund Managers, effective 2005. Note: The equity multiples and IRRs contained in this report are interim calculations based upon information provided by the investment managers of the New York City Retirement Systems, including cash flows and quarterly unaudited, or audited, valuations. The IRR calculated in early years of a fund life is not meaningful given the J-curve effect and can be significantly impacted by the timing of cash flows, investment strategy, investment pacing, and fund life. The calculations are not necessarily indicative of total fund performance, which can only be determined after the fund is liquidated and all capital contributed and earnings have been distributed to the investor. All data supplied is as of March 31, 2015.

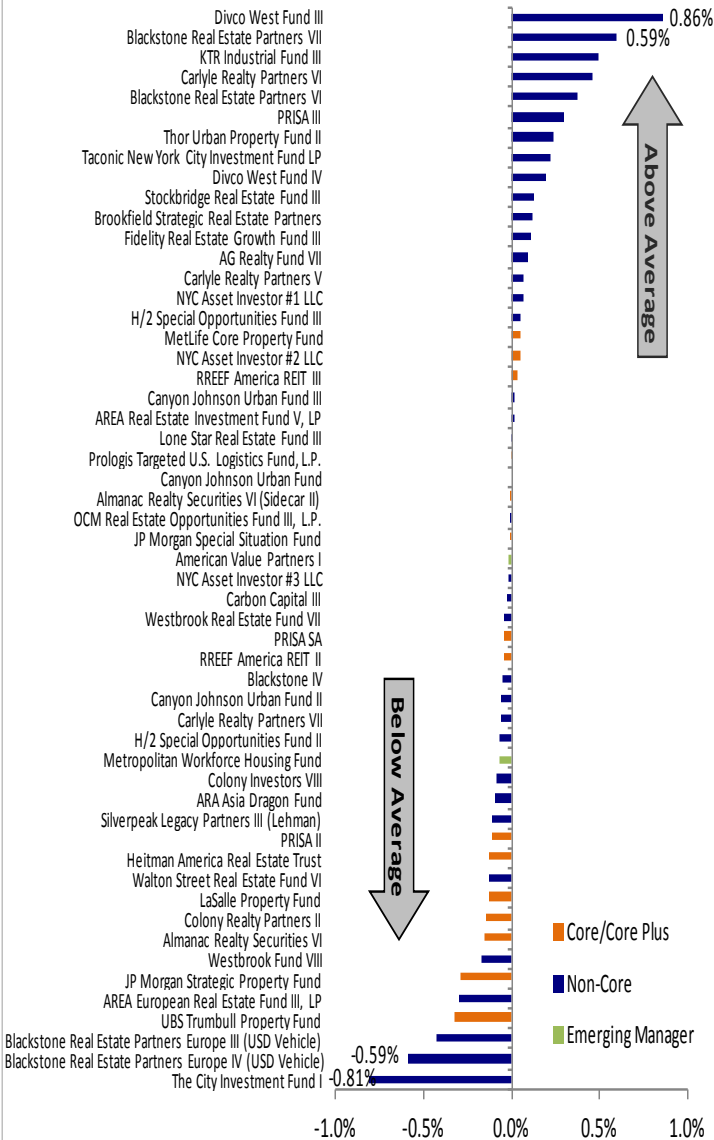
The New York City Police Pension Fund

Executive Summary: First Quarter 2015 Performance Measurement Report

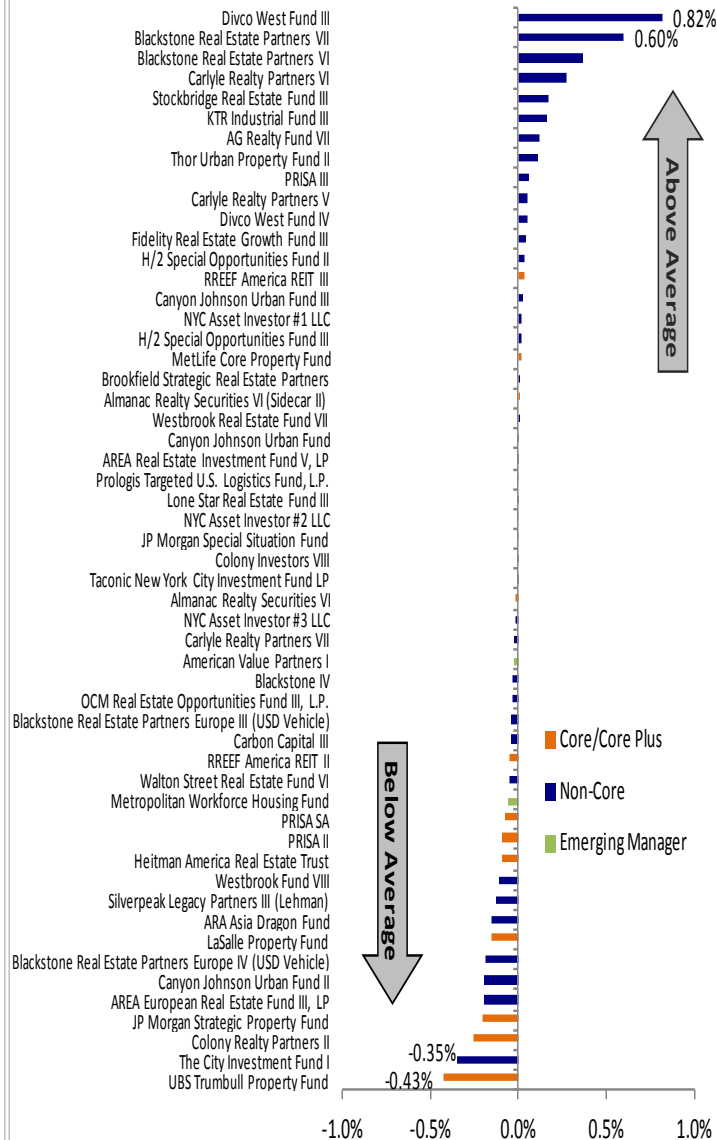
Real Estate

EXHIBIT C : ATTRIBUTION

Fund Contribution to 1 Year Return



Fund Contribution to 3 Year Return





Infrastructure Monitoring Report

For the period ended March 31, 2015

Report Prepared For:

New York City Police Pension Fund, Subchapter 2



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All valuations are based on current values provided by the general partners of the underlying funds and may include both realized and unrealized investments. Due to the inherent uncertainty of valuation, the stated value may differ significantly from the value that would have been used had a ready market existed for all of the portfolio investments, and the difference could be material. The long-term value of these investments may be lesser or greater than the valuations provided.

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An investment involves a number of risks and there are conflicts of interest.

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Past performance is not necessarily indicative of future results. Actual performance may vary.

I. Executive Summary

New York City Police Pension Fund, Subchapter 2 (“NYC PPF”) established the Infrastructure Program (the “Program”) in December of 2012 on behalf of its beneficiaries to participate in attractive long-term investment opportunities and to provide diversification to its overall pension investment portfolio.

The inclusion of infrastructure in the NYC PPF pension portfolio allows for global investments in facilities or assets that provide core essential services critical to the operation and development of economies. Typically infrastructure investments have high barriers to entry due to significant capital expenditure requirements, exclusive long term contracts or regulatory requirements. Infrastructure investments are comprised of long useful-life assets with high tangible value and relatively low value erosion over time.

The Program seeks to invest in opportunities in a variety of infrastructure sectors, including but not limited to, transportation, energy, power, utilities, water, wastewater, communications and social infrastructure.

StepStone Group LP (“StepStone”) was engaged by NYC PPF on October 20, 2014 to provide infrastructure advisory services for prospective investment opportunities and monitoring and reporting services for existing and new investments.

Since inception through March 31, 2015, the Program has committed US\$160.0 million to three partnership investments (the “Portfolio”). This quarterly monitoring report covers the performance of the Portfolio as of March 31, 2015 as well as significant activity that occurred during the first quarter of 2015.

Allocation Summary

NYC PPF has a Real Assets allocation target of 6% (plus or minus 2%) of total pension assets. Infrastructure is a component asset class within the NYC PPF Real Assets investment program.

As of March 31, 2015, the market value of NYC PPF Real Assets Program represented approximately 3.9% of total pension assets. The market value of NYC PPF Infrastructure Program represented approximately 0.1% of total pension assets, a three basis point increase from the prior quarter.

As the Program matures, the percentage of its market value relative to the total NYC PPF pension assets as well as total Real Assets will continue to increase.

| US\$ in millions * | March 31, 2015 | December 31, 2014 | March 31, 2014 | Quarterly Change | Yearly Change |
|---|----------------|-------------------|----------------|------------------|---------------|
| Total Pension Assets * | \$33,036.0 | \$32,220.0 | \$32,568 | \$816.0 | \$468.0 |
| Total Real Assets * | \$1,303.0 | \$1,282.0 | \$1,121 | \$21.0 | \$182.0 |
| % Allocation to Real Assets (Target of 6% +/- 2%) | 3.9% | 4.0% | 3.4% | -3 bps | + 50 bps |
| Total Infrastructure Assets | \$29.0 | \$18.3 | \$8.1 | \$10.6 | \$20.8 |
| % Allocation to Infrastructure vs. Total Pension Assets | 0.1% | 0.1% | 0.0% | + 3 bps | + 6 bps |
| % Allocation to Infrastructure vs. Total Real Assets | 2.2% | 1.4% | 0.7% | + 79 bps | + 150 bps |

* NYC PPF total Pension Assets and total Real Assets are as of quarter-end (or, if not yet available, the most recent month-end prior to quarter-end) as reported by The New York City Comptroller's Office on www.comptroller.nyc.gov

Performance Summary

As of March 31, 2015, the Infrastructure Program has achieved a Total Value to Paid-In multiple of 1.1x invested capital and an IRR of 14.8%. Note that, given the relative immaturity of the Portfolio and underlying fund investments, the current performance to-date is not meaningful.

| US\$ in millions * | March 31, 2015 | December 31, 2014 | March 31, 2014 | Quarterly Change | Yearly Change |
|---|----------------|-------------------|----------------|------------------|---------------|
| Number of Managers | 3 | 3 | 2 | - | 1 |
| Number of Investments | 3 | 3 | 2 | - | 1 |
| Committed Capital ¹ | \$160.0 | \$160.0 | \$120.0 | \$0.0 | \$40.0 |
| Contributed Capital | \$28.2 | \$18.1 | \$7.7 | \$10.1 | \$20.5 |
| Distributed Capital | \$1.7 | \$1.4 | \$0.1 | \$0.3 | \$1.7 |
| Market Value | \$29.0 | \$18.3 | \$8.1 | \$10.6 | \$20.8 |
| Total Value | \$30.7 | \$19.8 | \$8.2 | \$10.9 | \$22.5 |
| Total Gain/(Loss) | \$2.5 | \$1.6 | \$0.5 | \$0.9 | \$2.0 |
| Unfunded Commitment | \$131.8 | \$141.9 | \$112.3 | (\$10.1) | \$19.5 |
| Exposure ² | \$160.8 | \$160.2 | \$120.4 | \$0.6 | \$40.4 |
| DPI ³ | 0.1x | 0.1x | 0.0x | 0.0x | 0.1x |
| TVPI ⁴ | 1.09x | 1.09x | 1.06x | 0.00x | 0.03x |
| IRR ⁵ | 14.8% | 13.7% | 30.2% | 1.2% | -15.4% |
| TVPI Net of StepStone Fees ⁶ | 1.09x | 1.09x | 1.06x | 0.00x | 0.03x |
| IRR Net of StepStone Fees ⁶ | 14.8% | 13.7% | 30.2% | 1.2% | -15.4% |

* Note that amounts may not total due to rounding.

¹ Committed Capital is presented net of any commitment releases or expirations and reflects foreign currency exchange rate fluctuations. Note that the Base/(US\$) committed capital for foreign currency-denominated investments as of respective quarter-end dates is calculated as follows: (total net amount funded in Base currency) + (unfunded commitment in Local currency * quarter-end exchange rate). StepStone utilizes OANDA as the source for quarter-end exchange rates to calculate committed capital.

² Exposure represents the sum of Market Value and Unfunded Commitment.

³ DPI, or Distributed to Paid-In Multiple, is a performance metric that measures distributions received relative to capital invested. DPI is calculated as Distributed Capital divided by Contributed Capital.

⁴ TVPI, or Total Value to Paid-In Multiple, is a performance metric that measures total value created by the Portfolio relative to capital invested, without consideration for time. TVPI is calculated as Total Value, which is comprised of Market Value plus Distributed Capital, divided by Contributed Capital.

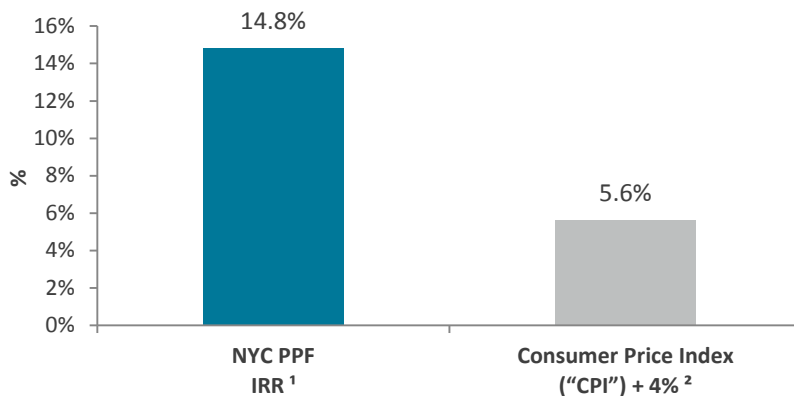
⁵ IRR, or Internal Rate of Return, is a performance metric that is calculated based on the Portfolio's daily cash flows and market value as of quarter-end. IRR is net of fund managers' fees, expenses and carried interest.

⁶ TVPI and IRR Net of StepStone fees represent TVPI and IRR net of fees paid by NYC PPF to StepStone through the quarter-end date. Note that no fees have been paid by NYC PPF to StepStone as of March 31, 2015.

Portfolio Performance vs. Benchmarks

The performance benchmark for the Infrastructure Portfolio is to meet or exceed the Consumer Price Index ("CPI") plus 4% net of fees over a rolling 5-year period. The Infrastructure Portfolio is expected to generate a total return, net of investment management fees, of at least 6.5%.

As of March 31, 2015, the Program outperformed the benchmark by 9.2%. However, as noted previously, given the relative immaturity of the Portfolio, the current performance to-date versus benchmarks is not meaningful. The following graph illustrates Portfolio IRR performance versus the benchmark as of March 31, 2015.



¹NYC PPF since inception Internal Rate of Return ("IRR") is calculated based on the Portfolio's daily cash flows and market value as of quarter-end. IRR is net of fund managers' fees, expenses and carried interest.

²Consumer Price Index ("CPI") benchmark represents the compound annual growth rate of the Consumer Price Index for All Urban Consumers and All Items, as provided by the U.S. Department of Labor: Bureau of Labor Statistics, calculated over a five-year rolling period plus a 4.0% premium.

Portfolio Diversification

The Program's objective is to build a Portfolio that is diversified by investment strategy, asset type, and geography. The target investment strategy ranges are as follows:

- Core Infrastructure Investments: 60 to 100%; and
- Non-Core Infrastructure Investments: 0% to 40%.

Actual percentages may differ substantially from these targets during the initial years of the Program. The following table illustrates the current diversification of the Portfolio by fund strategy, geography and industry focus.

| As of March 31, 2015 (US\$ in millions) | Market Value | | Unfunded Commitment | | Exposure | |
|---|--------------|---------------|---------------------|---------------|--------------|---------------|
| | \$ | % of Total | \$ | % of Total | \$ | % of Total |
| By Strategy: | | | | | | |
| Core | 29.0 | 100.0% | 131.8 | 100.0% | 160.8 | 100.0% |
| Non-Core | - | 0.0% | - | 0.0% | - | 0.0% |
| Total | 29.0 | 100.0% | 131.8 | 100.0% | 160.8 | 100.0% |
| By Geographic Focus: | | | | | | |
| Global | 28.4 | 98.1% | 32.7 | 24.8% | 61.2 | 38.0% |
| OECD | 0.6 | 1.9% | 99.1 | 75.2% | 99.6 | 62.0% |
| Total | 29.0 | 100.0% | 131.8 | 100.0% | 160.8 | 100.0% |
| By Industry Focus: | | | | | | |
| Diversified | 28.4 | 98.1% | 92.7 | 70.4% | 121.2 | 75.3% |
| Energy | 0.6 | 1.9% | 39.1 | 29.6% | 39.6 | 24.7% |
| Total | 29.0 | 100.0% | 131.8 | 100.0% | 160.8 | 100.0% |

II. Infrastructure Market Overview

Market Overview

Demand for infrastructure investments from institutional investors remained strong during the first quarter of 2015 ("1Q15"). This demand was primarily a result of expansionary monetary policies in most markets, which has kept interest rates at very low levels and caused investors to seek alternatives to traditional sources of investment income (e.g. fixed income). This demand continued to drive a high valuation environment for the infrastructure asset class, particularly in mature markets with a wide range of opportunities, such as Western Europe, the Nordic region and Australia.

Global economic growth was mixed during 1Q15. Among OECD countries, annualized gross domestic product ("GDP") was 1.9% higher than the prior corresponding period ("pcp"). Of the seven major economies – the United States, Canada, the United Kingdom, Germany, France, Italy and Japan – the US experienced the highest GDP growth rate of 2.7%, while Japan's GDP contracted by 1.0% mainly due to soft business and consumer spending. Germany achieved GDP growth of 1.0% year over year, although only 0.3% quarter over quarter which was below forecasts. In major emerging markets, economic activity was generally subdued during the quarter. China's economy expanded by 7.0% compared to pcp, its slowest rate of growth since 2009. In Brazil, a 5.7% gain in exports was insufficient to offset declines in domestic demand for the quarter. GDP contracted 0.2% quarter over quarter, and 1.6% year over year.

The energy sector in the US and Canada continued to produce infrastructure investment opportunities, driven by the dislocation in the energy sector and related oil price declines, insufficient midstream infrastructure, coal plant retirements, cross-border opportunities with Mexico, and the ongoing build out of renewable generation to satisfy state-level Renewable Portfolio Standards. And, fiscal constraints on public-sector funding have stimulated an increased consideration of public-private partnerships ("P3s") in the transport and social infrastructure sectors across North America.

European markets remain competitive, with a significant amount of capital targeting infrastructure investment in the region. The resulting upward pricing pressure, combined with uncertain medium-term economic growth in the Eurozone, ongoing financial sector reforms, concerns surrounding bank capital adequacy, and geopolitical risks in Eastern Europe, present an uncertain outlook for investors. Notwithstanding this, activity levels are being sustained by the ongoing unbundling of integrated utilities, commitments to renewable energy targets, balance sheet deleveraging by existing asset owners, and security of energy supply priorities.

Investment activity in parts of Latin America remains strong. In Mexico, recent changes in government policy are driving significant growth in infrastructure investment opportunities. Policy initiatives include allowing foreign investment in the energy sector and a National Infrastructure Plan that contains 743 projects requiring investment of approximately US\$600 billion from 2014 to 2018. StepStone is aware of several infrastructure fund managers reviewing opportunities in Mexico. Despite the current fiscal challenges in Brazil, infrastructure investment has remained a political and economic priority, and other parts of Latin America, particularly the Andean region, continue to provide a range of potential investment opportunities.

While infrastructure investment in Japan has traditionally been dominated by government-related entities and infrastructure companies with limited private participation by institutional investors, the government continues to face high debt levels. The country recently announced the privatization act for infrastructure assets including airports, and opened bidding processes for Sendai Airport and New Kansai airport. Australia's economy grew 2.3% year over year in the first quarter driven by improved consumption and exports. Fiscal constraints placed on the federal and state governments has increased the reliance on private sector capital in meeting Australia's infrastructure deficit. Government initiatives have encouraged a number of high profile asset sales/P3 transactions that expect to be continued into 2015.

Infrastructure Fundraising

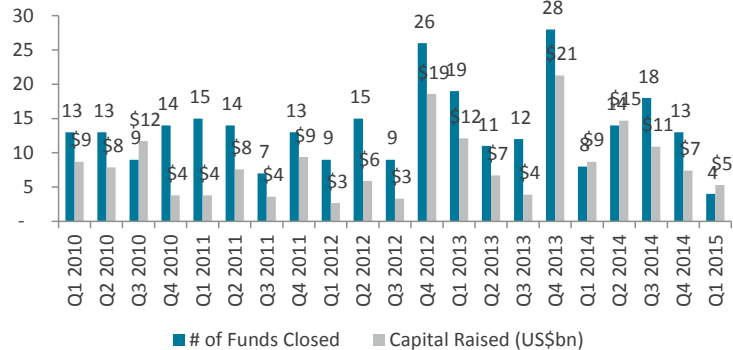
Fundraising for infrastructure strategies continues to be robust with a large number of funds in market, although the number of managers that closed new funds during the first quarter was down compared to recent periods.

During the first quarter, five funds held final closings. Aggregate capital raised was US\$5.3 billion. The amount represented a year over year decrease of 39% compared to Q1 2014, when US\$15 billion was raised. The capital was raised by five managers.

The largest fund to reach a final closing during Q4 was First State European Diversified Infrastructure Fund, which closed at its hard cap of €2.0 billion. The fund targets core assets in Europe across gas, water and electricity networks; ports; rail and toll roads; and telecommunication network infrastructure. Additionally, P2 Brasil III closed with US\$1.7 billion of commitments. P2 is managed by a joint venture between Pátria Investimentos and Brazilian engineering company Promon. The fund is focused on South America and targets greenfield, brownfield and secondary stage assets in the energy, distribution/storage, natural resources, logistics, transportation, waste management and water sectors.

Unlisted Infrastructure Fundraising

Source: Preqin

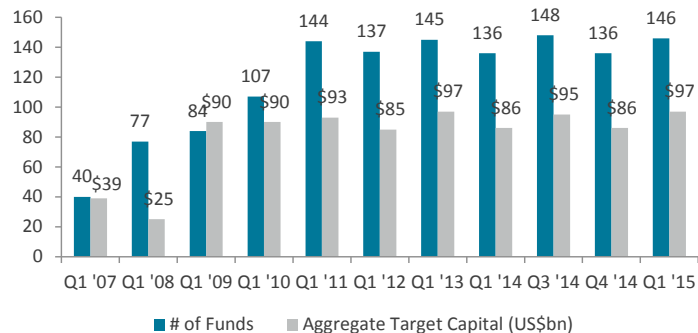


| Fund | General Partner | Size | Final Close Date | Location Focus |
|--|-------------------------|----------|------------------|----------------|
| First State European Diversified Infrastructure Fund | First State Investments | € 2,000 | Jan-15 | Europe |
| P2Brasil III | P2Brasil | \$ 1,674 | Mar-15 | South America |
| Equis Asia Fund II | Equis Funds Group | \$ 1,000 | Feb-15 | Asia |
| Equis Direct Investment Fund | Equis Funds Group | \$ 300 | Feb-15 | Asia |
| CapAsia ASEAN Infrastructure Fund III | CapAsia | \$ 100 | Mar-15 | Southeast Asia |

As of the end of Q1 2015, Preqin observed 146 funds in market targeting aggregate capital commitments of US\$97 billion. The largest funds in market include: Alinda Infrastructure Fund III which is targeting US\$5.0 billion for North America and Europe; Morgan Stanley Infrastructure Partners II, which is targeting \$4.0 billion in commitments for global infrastructure investments; and ArcLight Energy Partners Fund VI, also targeting US\$4.0 billion to invest in energy infrastructure across North America and Western Europe. Two dedicated European funds are each targeting €2bn: Deutsche Asset & Wealth Management's Pan-European Infrastructure Fund II, and Ardian Infrastructure Generation IV.

Unlisted Infrastructure Fundraising

Source: Preqin



Major Transactions

Several significant infrastructure transactions occurred on a global basis during the first quarter, with notable activity in the UK, Europe, Australia and North America.

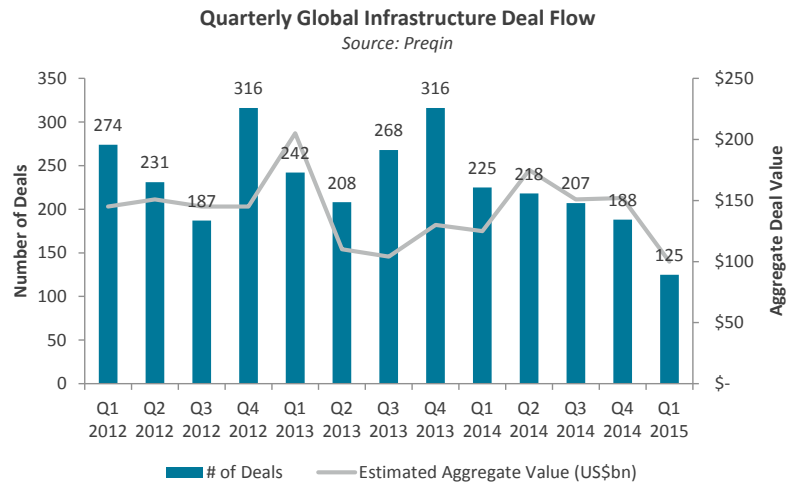
In January 2015, Cheung Kong Infrastructure Holdings reached a deal to acquire 100% of Eversholt Rail Group from 3i Infrastructure, Morgan Stanley, and STAR Capital Partners for £2.5 billion. Eversholt is one of three rolling stock companies formed in 1994 as part of the privatization of British Rail.

In February 2015, CPP Investment Board, QIC, and Transurban Group reached financial close on NorthConnex, a A\$2.9 billion toll road development project in Sydney, NSW.

In March 2015, IFM Investors announced the planned acquisition of Indiana Toll Roads for \$5.7 billion through a bankruptcy sales process. The road has 66 years of concession life remaining and serves as a transportation link between Chicago and the US east coast.

In March 2015, a consortium consisting of Borealis Infrastructure, AP-Fonden 3, AP-Fonden 1, and Folksam signed an agreement to acquire 100% of the shares of Fortum Distribution, Fortum's electricity distribution networks in Sweden for €6.6 billion. Fortum Distribution is the second largest player in the electricity distribution market in Sweden with 17% market share.

In March 2015, Canada Pension Plan Investment Board announced the acquisition of 100% of the UK student accommodation portfolio Liberty Living for £1.1 billion. Liberty Living is one of the U.K.'s largest student accommodation providers with over 40 residences located in 17 university towns and cities across the UK.



III. Portfolio Review

Quarterly Highlights

- **No New Investment Commitments** – There were no new investment commitments made during the first quarter of 2015.
- **Subsequent Investment Commitments** – Subsequent to quarter-end through August 7, 2015, the Program has not closed on any additional investment commitments.
- **Cash Outflow Increased** – During the first quarter of 2015, the Program made US\$10.1 million of contributions and received US\$0.3 million of distributions, for a net cash outflow of US\$9.8 million. This compared to a net cash inflow of US\$3.0 million during the prior quarter. Net cash flow is expected to remain negative for the next several years as the Program's committed capital is drawn down for investments, fees and expenses by fund managers.
- **Valuation Increased** – During the first quarter of 2015, net of cash flow activity, the valuation of the Portfolio increased by approximately US\$0.9 million, or 3.1%, from the prior quarter. The valuation increase reflects the increase in value of underlying investments in Brookfield Infrastructure Fund II.
- **Two New Investments** – During the first quarter of 2015, two new investment positions were added to the portfolio.

US\$ in millions

| Company | Fund(s) | Investment Date | Stage | Industry | Country | Exposed Invested Capital | Exposed Market Value | Exposed Realized Proceed | TVM |
|-------------------------------|---|-----------------|---------|-----------|---------------|--------------------------|----------------------|--------------------------|------|
| Kingfisher Wind | First Reserve Energy Infrastructure Fund II, L.P. | Jan-15 | Private | Energy | United States | 0.5 | 0.5 | - | 1.0x |
| French Telecom Infrastructure | Brookfield Infrastructure Fund II | Mar-15 | Private | Utilities | France | 4.2 | 4.2 | - | 1.0x |

- **No Exits** – There were no exits of investment positions during the quarter.

Performance by Vintage Year

The following table illustrates the Portfolio's since-inception investment performance by vintage year as of March 31, 2015. Note that the performance of funds that are less than one year old is not meaningful.

As of March 31, 2015 (US\$ in millions)

| Vintage Year | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Total Value | Total Gain/ (Loss) | Unfunded Commitment | Exposure | DPI | TVPI | IRR |
|--------------|-------------------|---------------------|---------------------|---------------|---------------|--------------------|---------------------|----------------|-------------|-------------|--------------|
| 2013 | \$60.0 | \$27.3 | \$1.7 | \$28.4 | \$30.2 | \$2.9 | \$32.7 | \$61.2 | 0.1x | 1.1x | 17.2% |
| 2014 | 100.0 | 0.9 | - | 0.6 | 0.6 | (0.4) | 99.1 | 99.6 | NM | NM | NM |
| Total | \$160.0 | \$28.2 | \$1.7 | \$29.0 | \$30.7 | \$2.5 | \$131.8 | \$160.8 | 0.1x | 1.1x | 14.8% |

Performance by Strategy and Industry Focus

The following table illustrates the Portfolio's since-inception investment performance by strategy and industry focus as of March 31, 2015.

As of March 31, 2015 (US\$ in millions)

| Strategy/Industry | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Total Value | Total Gain/ (Loss) | Unfunded Commitment | Exposure | DPI | TVPI | IRR |
|-------------------|-------------------|---------------------|---------------------|---------------|---------------|--------------------|---------------------|----------------|-------------|-------------|--------------|
| Core | \$160.0 | \$28.2 | \$1.7 | \$29.0 | \$30.7 | \$2.5 | \$131.8 | \$160.8 | 0.1x | 1.1x | 14.8% |
| Diversified | 120.0 | 27.3 | 1.7 | 28.4 | 30.2 | 2.9 | 92.7 | 121.2 | 0.1x | 1.1x | 17.2% |
| Energy | 40.0 | 0.9 | - | 0.6 | 0.6 | (0.4) | 39.1 | 39.6 | NM | NM | NM |
| Total | \$160.0 | \$28.2 | \$1.7 | \$29.0 | \$30.7 | \$2.5 | \$131.8 | \$160.8 | 0.1x | 1.1x | 14.8% |

Performance by Geographic Focus

The following table and charts illustrate the Portfolio's since-inception investment performance by geographic focus as of March 31, 2015.

As of March 31, 2015 (US\$ in millions)

| Geographic Focus | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Total Value | Total Gain/ (Loss) | Unfunded Commitment | Exposure | DPI | TVPI | IRR |
|------------------|-------------------|---------------------|---------------------|---------------|---------------|--------------------|---------------------|----------------|-------------|-------------|--------------|
| Global | \$60.0 | \$27.3 | \$1.7 | \$28.4 | \$30.2 | \$2.9 | \$32.7 | \$61.2 | 0.1x | 1.1x | 17.2% |
| OECD | 100.0 | 0.9 | - | 0.6 | 0.6 | (0.4) | 99.1 | 99.6 | NM | NM | NM |
| Total | \$160.0 | \$28.2 | \$1.7 | \$29.0 | \$30.7 | \$2.5 | \$131.8 | \$160.8 | 0.1x | 1.1x | 14.8% |

Portfolio Diversification

By Strategy, Geography and Industry Focus

The Program's objective is to build a Portfolio that is diversified by investment strategy, asset type, and geography. The target investment strategy ranges are as follows:

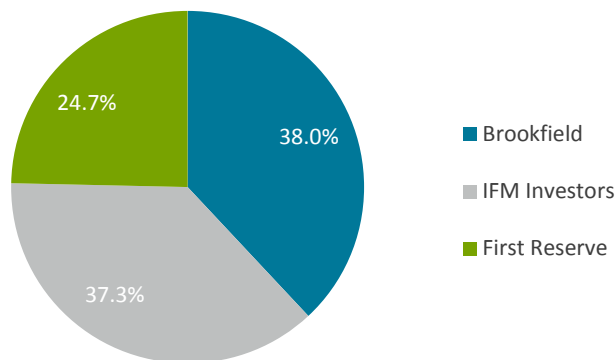
- Core Infrastructure Investments: 60 to 100%; and
- Non-Core Infrastructure Investments: 0% to 40%.

Actual percentages may differ substantially from these targets during the initial years of the Program. The following table illustrates the current diversification of the Portfolio by fund strategy, geography and industry focus.

| As of March 31, 2015 (US\$ in millions) | Market Value | | Unfunded Commitment | | Exposure | |
|---|--------------|---------------|---------------------|---------------|--------------|---------------|
| | \$ | % of Total | \$ | % of Total | \$ | % of Total |
| By Strategy: | | | | | | |
| Core | 29.0 | 100.0% | 131.8 | 100.0% | 160.8 | 100.0% |
| Non-Core | - | 0.0% | - | 0.0% | - | 0.0% |
| Total | 29.0 | 100.0% | 131.8 | 100.0% | 160.8 | 100.0% |
| By Geographic Focus: | | | | | | |
| Global | 28.4 | 98.1% | 32.7 | 24.8% | 61.2 | 38.0% |
| OECD | 0.6 | 1.9% | 99.1 | 75.2% | 99.6 | 62.0% |
| Total | 29.0 | 100.0% | 131.8 | 100.0% | 160.8 | 100.0% |
| By Industry Focus: | | | | | | |
| Diversified | 28.4 | 98.1% | 92.7 | 70.4% | 121.2 | 75.3% |
| Energy | 0.6 | 1.9% | 39.1 | 29.6% | 39.6 | 24.7% |
| Total | 29.0 | 100.0% | 131.8 | 100.0% | 160.8 | 100.0% |

By Investment Manager

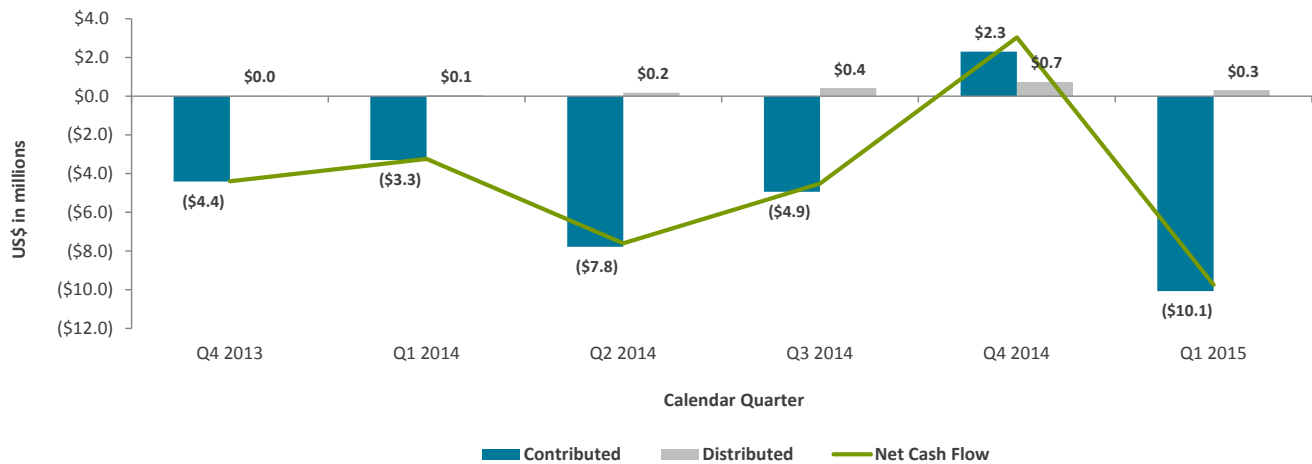
As of March 31, 2015, the Program had made three investment commitments to three managers. NYC PPF seeks to limit its exposure to any single manager to no more than 10% of the total Real Assets Program when fully invested. As the Program matures and closes on additional commitments, the single manager exposure is expected to decline significantly. Below is the Portfolio's current exposure by manager.



Portfolio Cash Flow Analysis

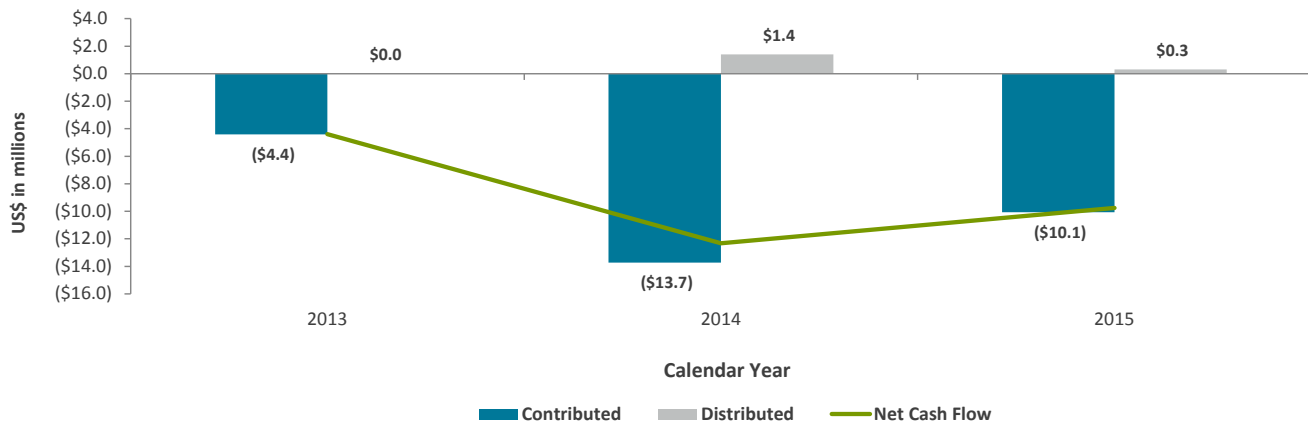
Quarterly Cash Flow Activity

During the first quarter of 2015, the Program made US\$10.1 million of contributions and received US\$0.3 million of distributions, for a net cash outflow of US\$9.8 million. As of March 31, 2015, two fund investments in the Portfolio had cash flow activity. As the Program's commitment and investment activity increases, net cash outflow is expected to increase. The graph below illustrates cash flow activity since inception by calendar quarter.



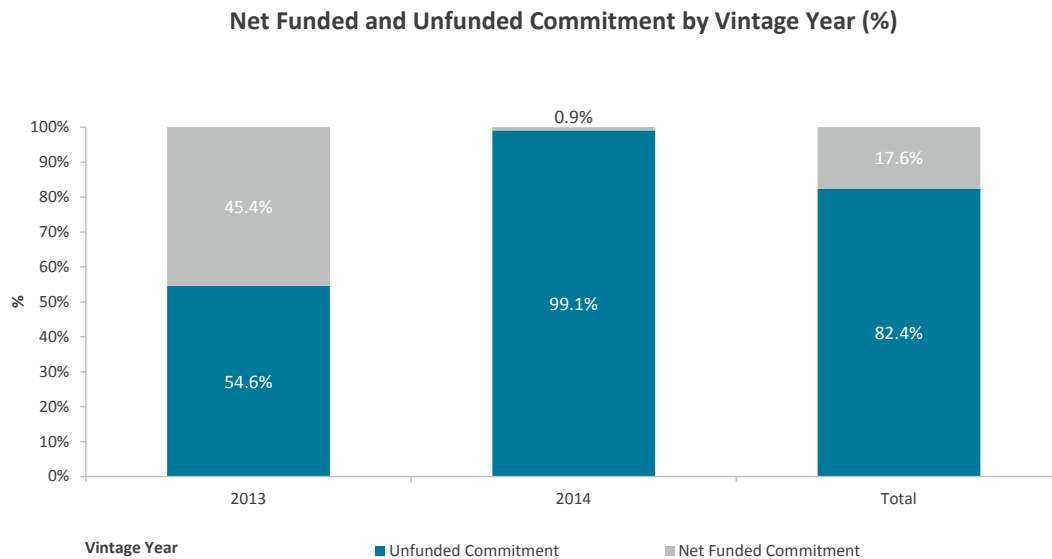
Annual Cash Flow Activity

During the first three months of 2015, the Program made US\$10.1 million of contributions and received US\$0.3 million of distributions, for a net cash outflow of US\$9.8 million. The graph below illustrates cash flow activity since inception by calendar year.

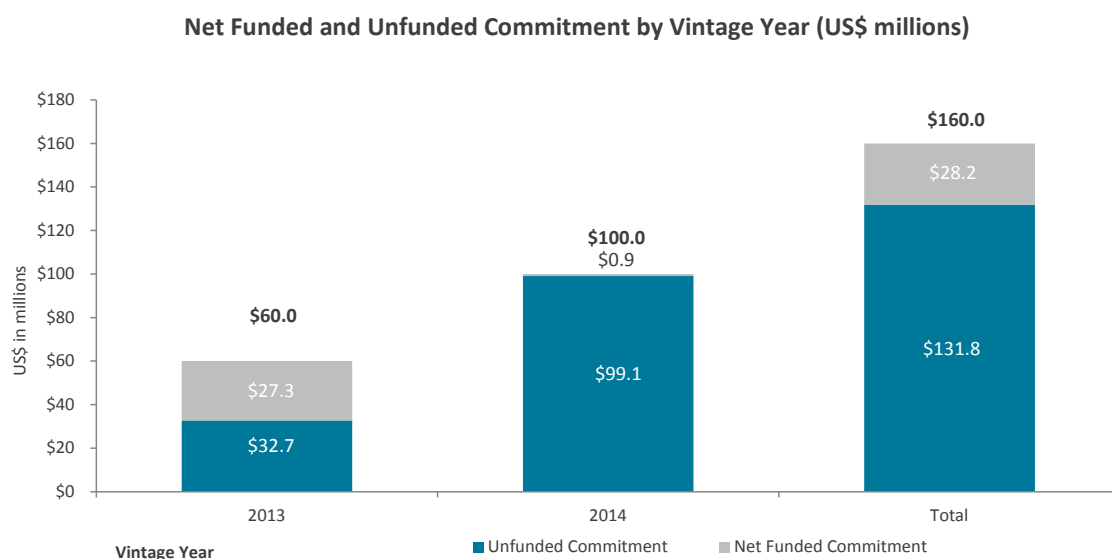


Net Funded and Unfunded Commitments by Vintage Year

The following chart illustrates the Portfolio's net funded commitments (defined as total contributions inside commitment less any returns of excess capital and callable distributions) as a percentage of total capital commitments, by fund vintage year, as of March 31, 2015. Overall, the Portfolio was 82.4% unfunded as of quarter-end.



The following chart illustrates the Portfolio's net funded commitments relative to total capital commitments, by fund vintage year, as of March 31, 2015. Overall, the Portfolio had US\$131.8 million of unfunded commitments as of quarter-end.

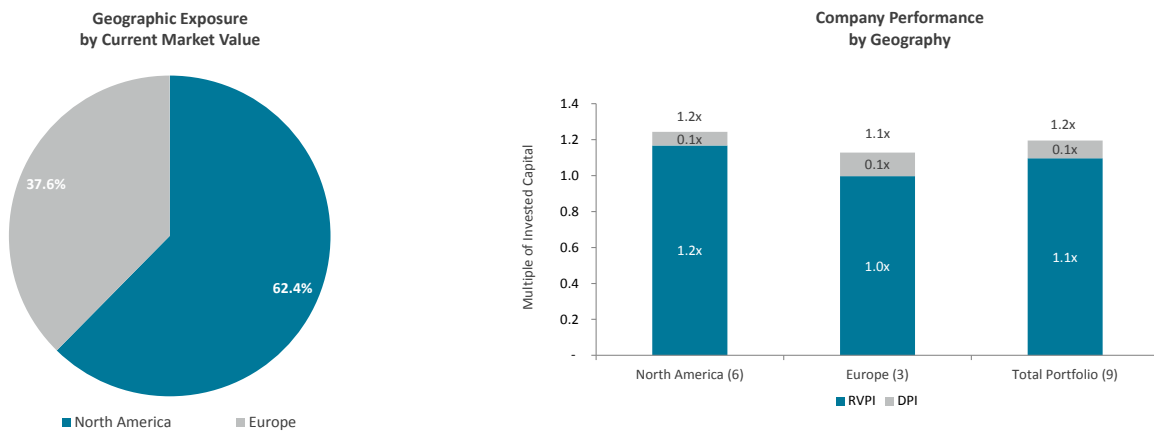


Portfolio Company-Level Analysis

As of quarter-end, the Portfolio had exposure to nine unique portfolio companies/investment positions. As the Portfolio matures, the number of unique portfolio companies/investment positions is expected to increase significantly. On the individual fund level, all current investments are within the single investment limitation of 15% of total fund size.

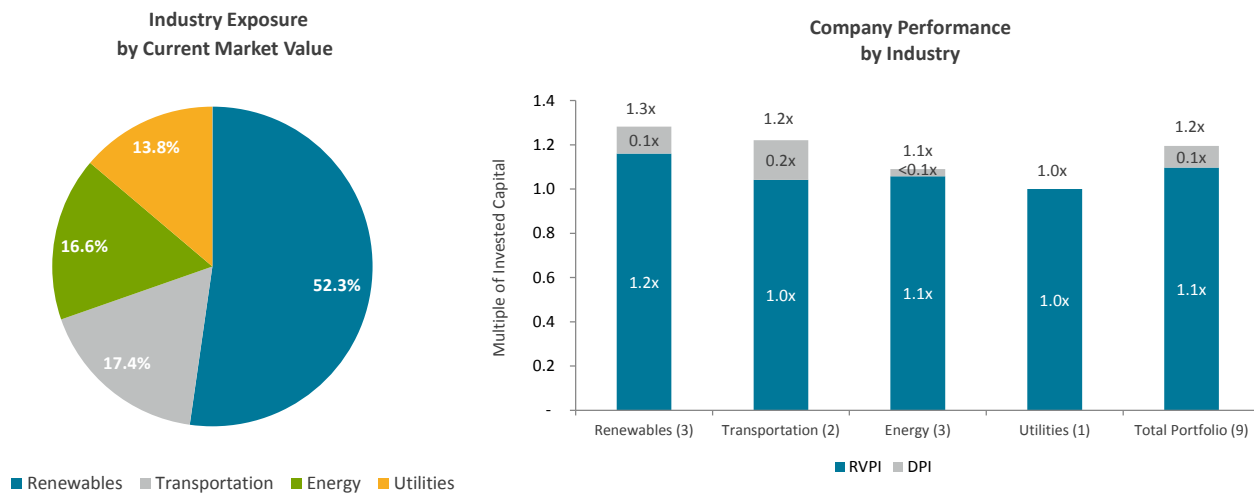
Geographic Exposure and Performance

The following charts illustrate the Portfolio's current exposure and performance by geographic region at the portfolio company level.



Industry Exposure and Performance

The following charts illustrate the Portfolio's current exposure and performance by industry at the portfolio company level.



Public Market Exposure

The Portfolio had no exposure to publicly-traded investments as of the quarter-end.

IV. Risk Management Matrix

| Category | Requirement | Status | Status Notes |
|---|---|--------|--|
| Allocation | <p>NYC PPF has a Real Assets allocation target of 6% (plus or minus 2%) of total pension assets.</p> <p>Infrastructure is a component asset class within the NYC PPF Real Assets investment program.</p> | ✓ | <p>The market value of NYC PPF Real Assets Program currently represents approximately 3.9% of total pension assets and the market value of NYC PPF Infrastructure Program represents approximately 0.1% of total pension assets.</p> <p>As the Program matures, its market value as a percentage of the total NYC PPF pension assets and the total Real Assets Program is expected to increase.</p> |
| Performance vs. Benchmarks | <p>The performance benchmark for the Infrastructure Portfolio is to meet or exceed the Consumer Price Index ("CPI") plus 4% net of fees over a rolling 5-year period.</p> <p>The Infrastructure Portfolio is expected to generate a total return, net of investment management fees, of at least 6.5%.</p> | ✓ | <p>As of March 31, 2015, the Portfolio outperformed the benchmark by 9.2%.</p> <p>However, given the relative immaturity of the Portfolio, the current performance to-date versus benchmarks is not meaningful.</p> |
| Strategy Diversification | <p>Core Infrastructure Investments: 60-100% Non-Core Infrastructure Investments: 0-40%</p> <p>Actual percentages may differ substantially from these targets during the initial years of the Program.</p> | ✓ | <p>The Program is in compliance with the Core/Non-Core allocation ranges. Currently the Program only has exposure to Core investments.</p> |
| Asset Type & Location Diversification | <p>The Program will seek diversification by asset type, revenue drivers, and geography. The portfolio may include a variety of assets including but not limited to electricity transmission, pipelines, airports, toll roads, communication towers and electric generators, windmills etc. to vary the sources of revenue to the portfolio.</p> | ✓ | <p>Given the relative immaturity of the Portfolio, it is not yet diversified by asset type.</p> <p>The asset types and geographic location of current Portfolio investments are in compliance with the Program's Investment Policy Statement and Permissible Markets.</p> |
| Leverage | <p>The average leverage of all investments in the Program is to be no higher than 65%.</p> | ✓ | <p>The Program is in compliance with the average leverage limitation. The current leverage level is 36.6%*.</p> |
| Single Investment Size & Manager Diversification | <p>The maximum commitment to a single investment is limited to no more than 15% of the aggregate committed capital of each fund.</p> <p>The maximum commitment to a single manager is limited to 10% of the total Real Assets Program allocation when fully invested.</p> | ✓ | <p>On the individual fund level, all current investments are in compliance with the single investment limitation of 15% of total fund size.</p> <p>The Program is in compliance with the single manager limitation of 10% of the total Real Assets Program.</p> <p>The Program's manager exposure is currently relatively concentrated as a result of the relative immaturity of the Program. Manager diversification is expected to increase as the Program closes on new investment commitments.</p> |

*The Program's leverage level is calculated by using a weighted average of each underlying investment's leverage and Net Asset Value as of March 31, 2015.

New York City Police Pension Fund, Subchapter 2
Infrastructure Portfolio
As of March 31, 2015

| Vintage Year | Investment | Closing Date | Committed Capital | Contributed Capital | Distributed Capital | Market Value | TVPI | IRR |
|----------------------------|---|--------------|----------------------|---------------------|---------------------|---------------------|--------------|--------------|
| Active Investments: | | | | | | | | |
| 2013 | Brookfield Infrastructure Fund II | 7/8/2013 | \$60,000,000 | \$27,286,777 | \$1,741,251 | \$28,412,522 | 1.11x | 17.2% |
| 2014 | IFM Global Infrastructure Fund | 1/2/2014 | 60,000,000 | - | - | - | N/A | N/A |
| 2014 | First Reserve Energy Infrastructure Fund II, L.P. | 4/16/2014 | 40,000,000 | 923,081 | - | 558,028 | NM | NM |
| Total | | | \$160,000,000 | \$28,209,858 | \$1,741,251 | \$28,970,550 | 1.09x | 14.8% |

Note: IRRs presented are interim estimates and may not be indicative of the ultimate performance of fund investments due to a number of factors, such as the lack of industry valuation standards and the differences in the investment pace and strategy of various funds. Until a fund is liquidated, typically over 10 to 12 years, the IRR is only an interim estimated return. The IRR calculated in the early years of a fund is usually not meaningful given the J-Curve effect. The actual IRR performance of any fund is not known until all capital contributed and earnings have been distributed to the investor. The IRRs contained in this report are calculated by StepStone Group LP, a consultant to the New York City Retirement Systems, based on information provided by the general partners of each investment (e.g. cash flows and valuations). The IRR calculations and other information contained in this report have not been reviewed or confirmed by the general partners. The result of the IRR calculation may differ from that generated by the general partner or other limited partners. Differences in IRR calculations can be affected by cash-flow timing, the accounting treatment of carried interest, fund management fees, advisory fees, organizational fees, other fund expenses, sale of distributed stock, and valuations.

II. July Monthly Performance Review:



Monthly Performance Review *July 2015*

*Prepared for the New York City
Police Pension Fund*

9.18.2015



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ECONOMIC INDICATORS

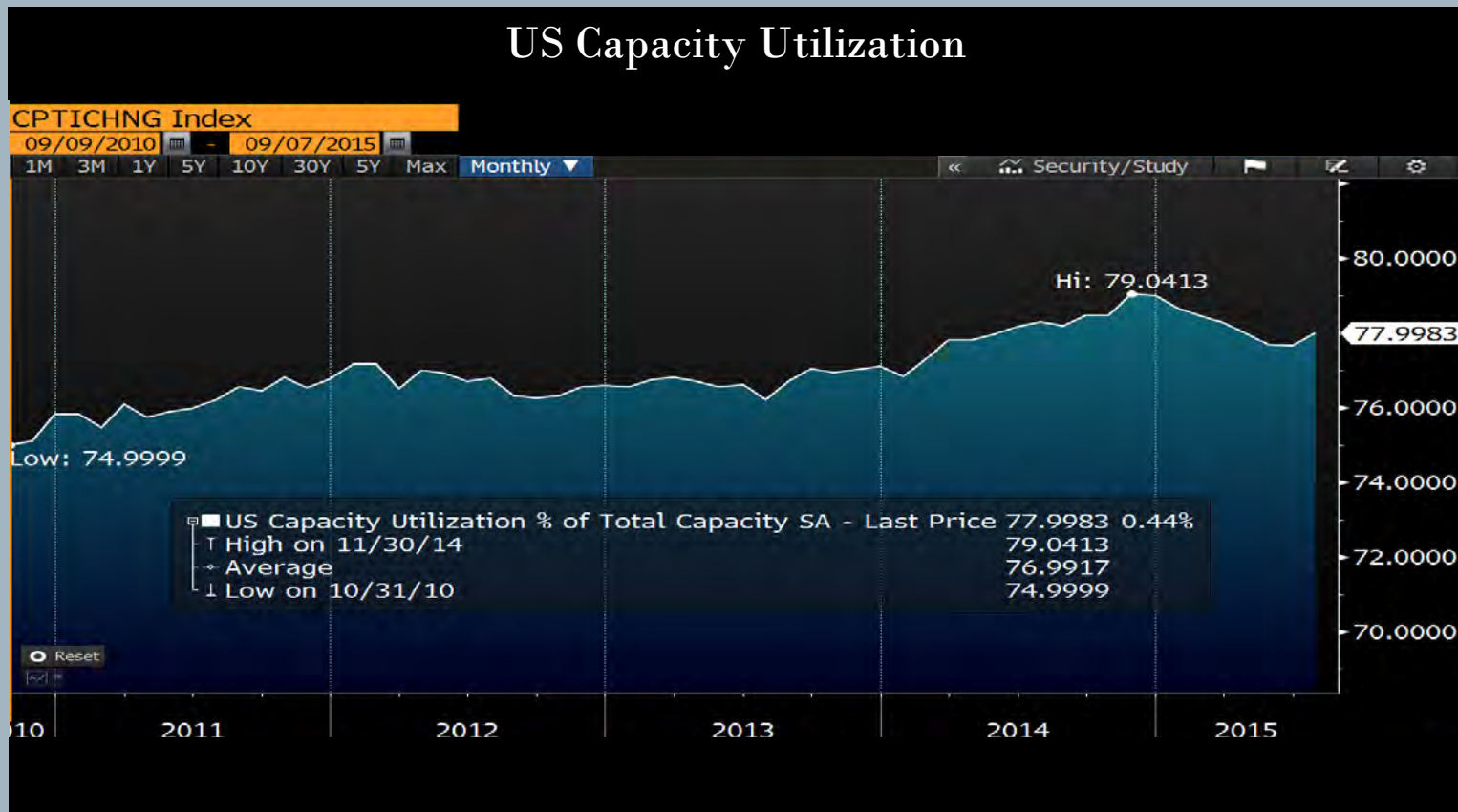
AS OF SEPTEMBER 2015



NYC OFFICE OF THE COMPTROLLER
BUREAU OF ASSET MANAGEMENT

CAPACITY UTILIZATION

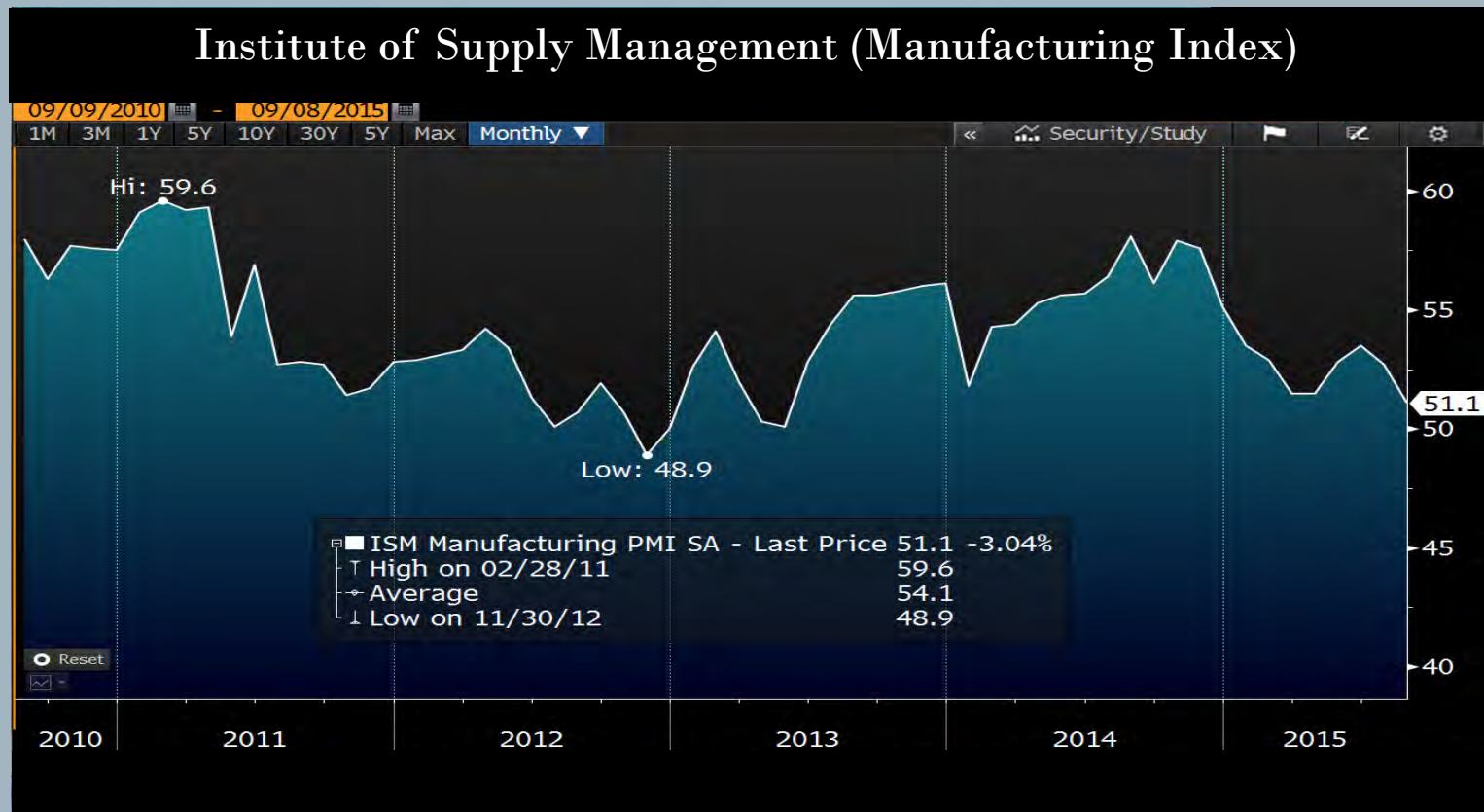
2



- NOTE: THE MARKET INDICATORS CONTAINED IN THE BOARD MATERIALS ARE A SUBSET OF INDICATORS RELEVANT TO FUND PERFORMANCE AND STRATEGIC PLANNING AND ARE NOT INTENDED AS THE EXCLUSIVE INDICATORS.

ISM MANUFACTURING INDEX

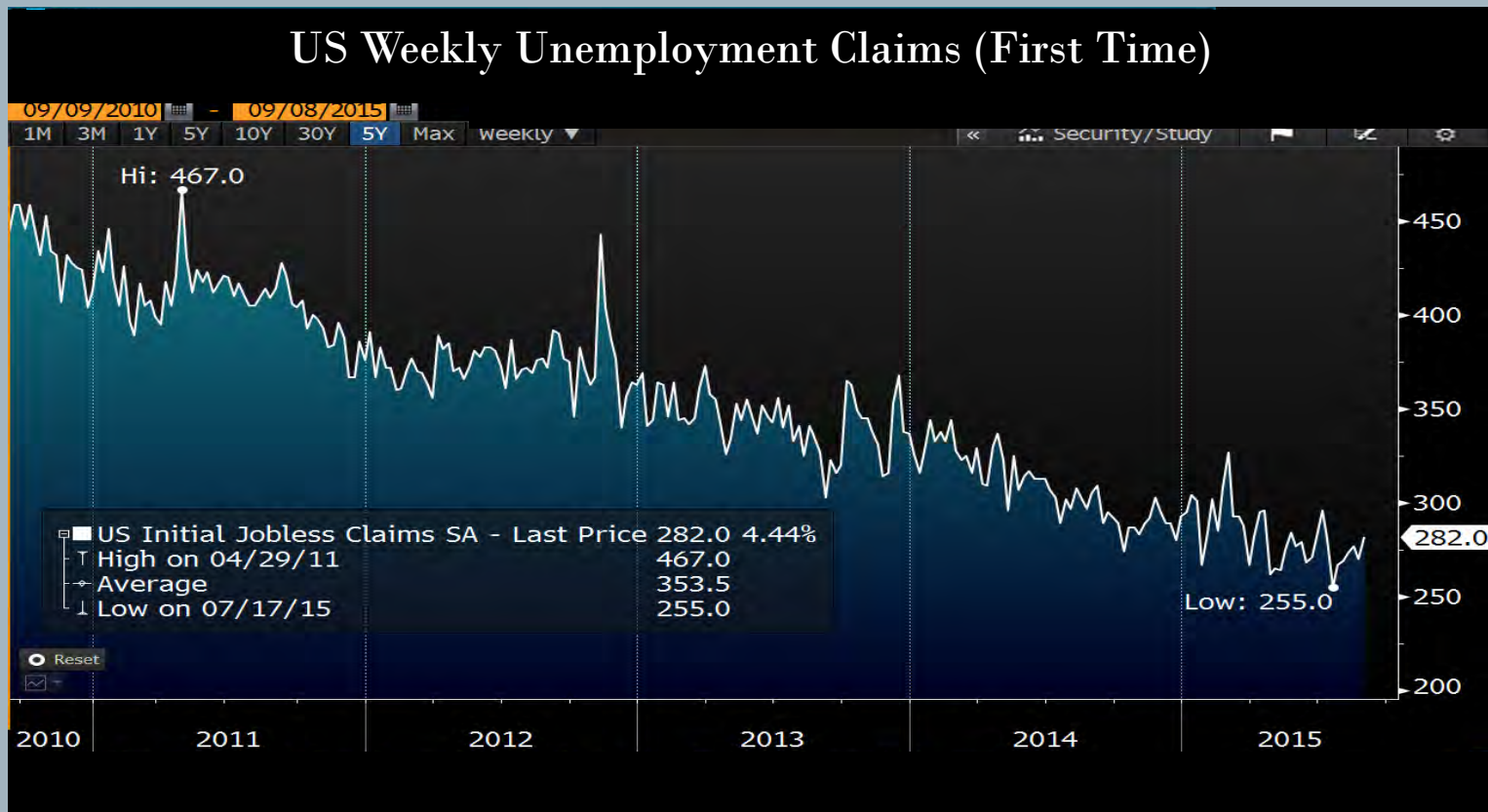
3



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WEEKLY UNEMPLOYMENT

4



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UNEMPLOYMENT RATE

5

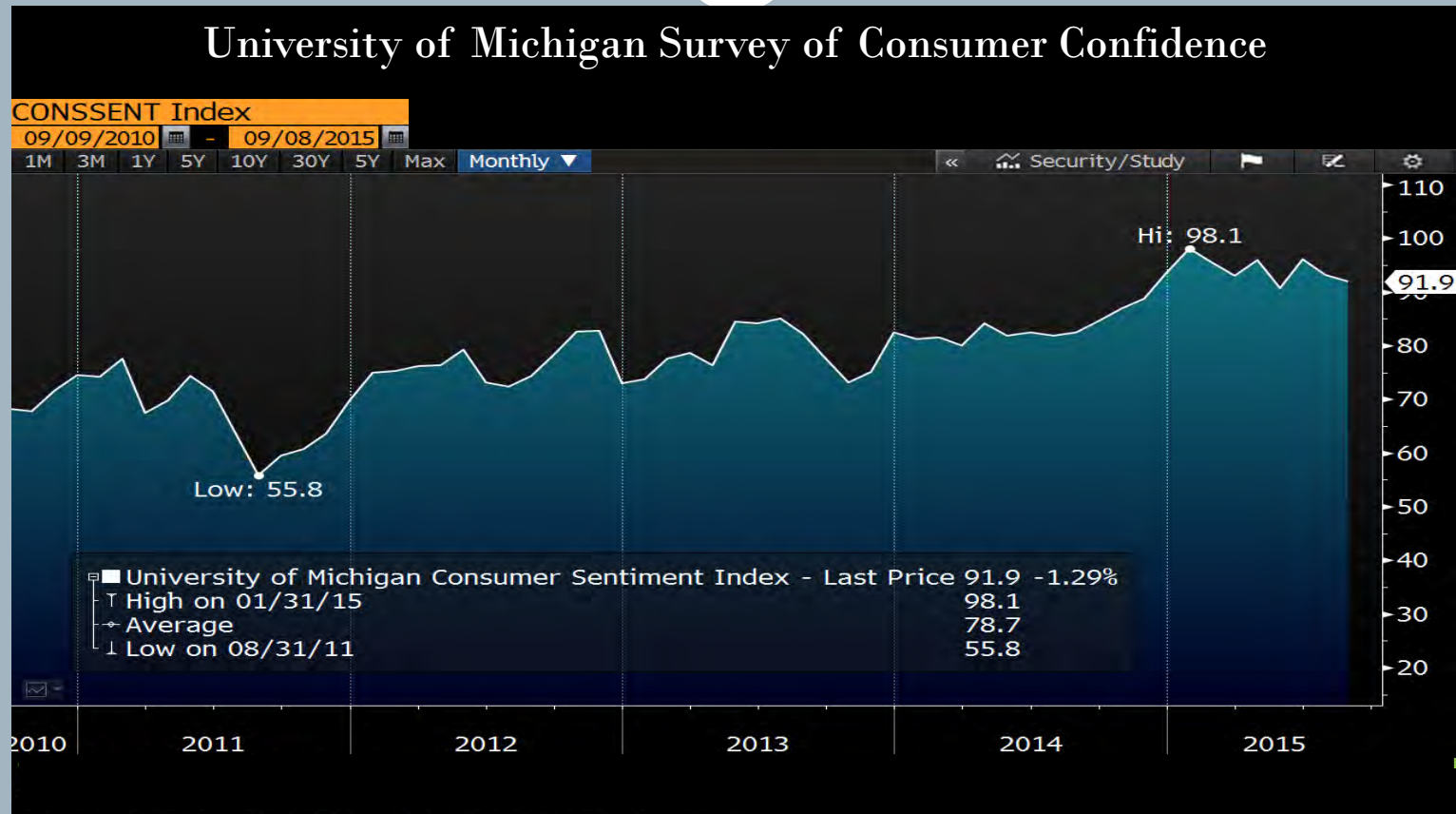
US Total Unemployment Rate (Seasonally Adjusted)



- NOTE: THE MARKET INDICATORS CONTAINED IN THE BOARD MATERIALS ARE A SUBSET OF INDICATORS RELEVANT TO FUND PERFORMANCE AND STRATEGIC PLANNING AND ARE NOT INTENDED AS THE EXCLUSIVE INDICATORS.

CONSUMER SENTIMENT

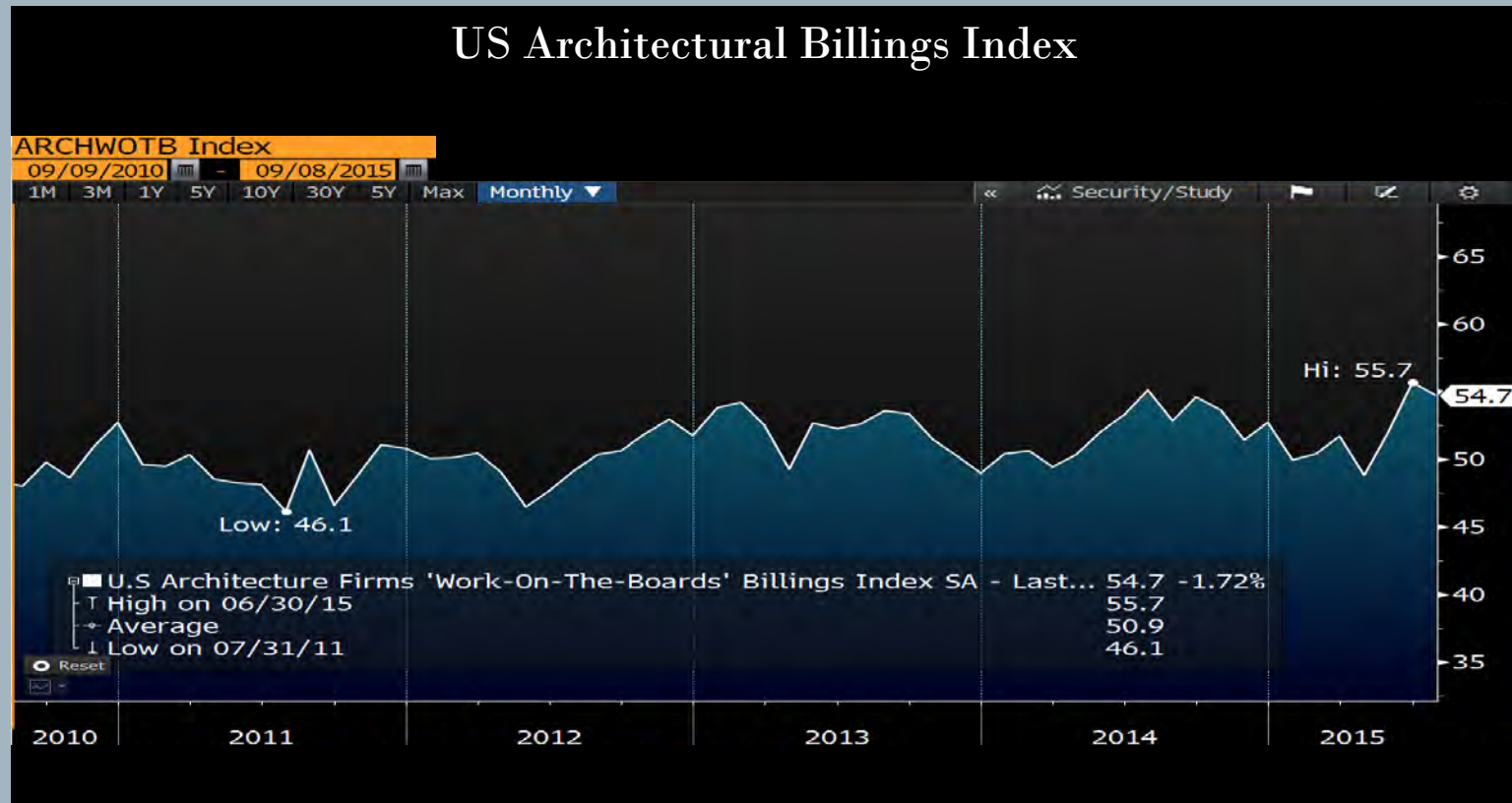
6



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ARCHITECTURAL BILLINGS INDEX

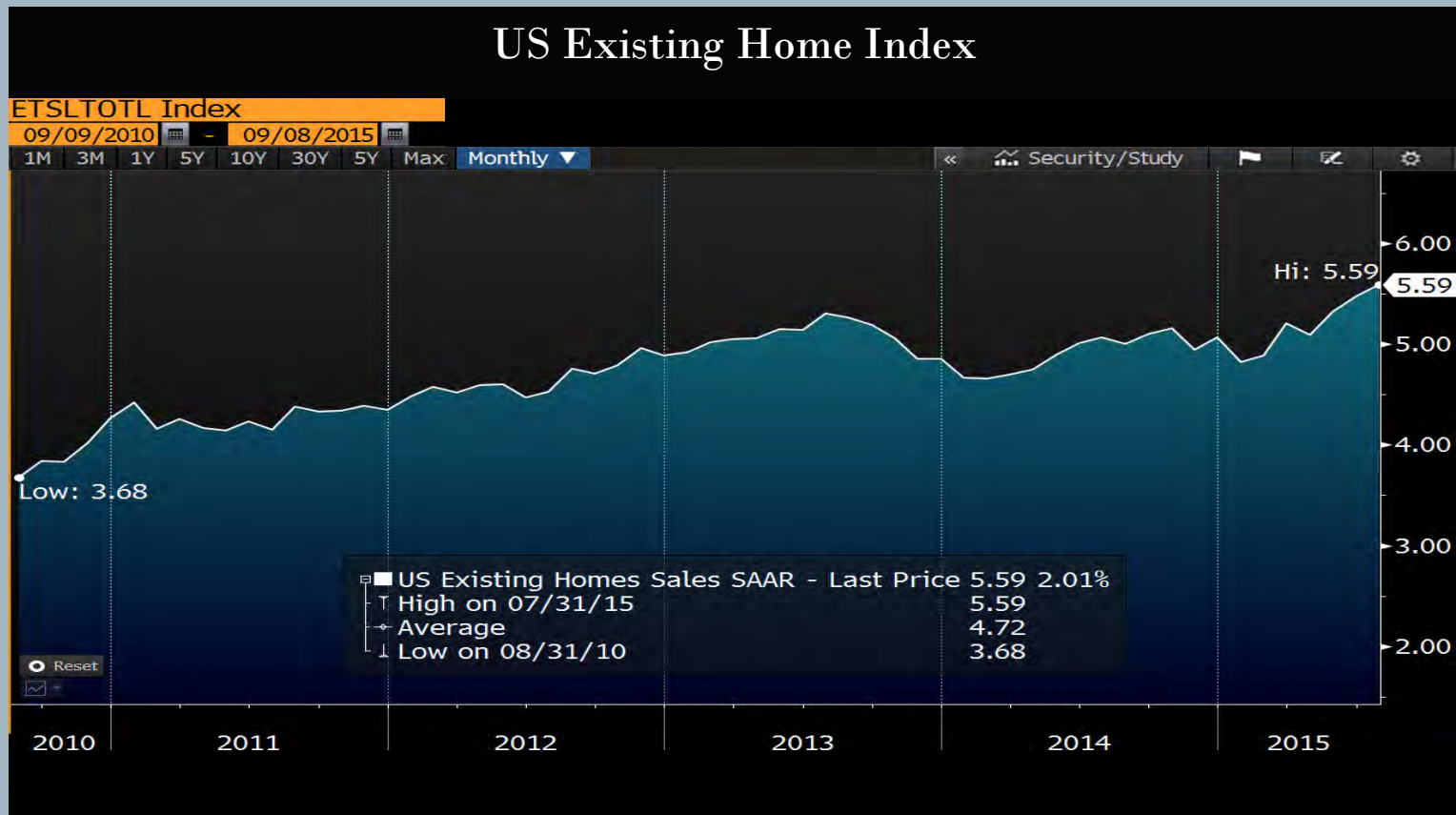
7



- A SCORE ABOVE 50 INDICATES AN INCREASE IN THE BILLINGS WHILE A READING BELOW 50 INDICATE A NEGATIVE OUTLOOK;
- THIS INDEX IS CONSIDERED A LEADING INDICATOR FOR COMMERCIAL BUILDING CONSTRUCTION WITH A SIX TO NINE MONTH LAG;
- NOTE: THE MARKET INDICATORS CONTAINED IN THE BOARD MATERIALS ARE A SUBSET OF INDICATORS RELEVANT TO FUND PERFORMANCE AND STRATEGIC PLANNING AND ARE NOT INTENDED AS THE EXCLUSIVE INDICATORS.

EXISTING HOME SALES

8

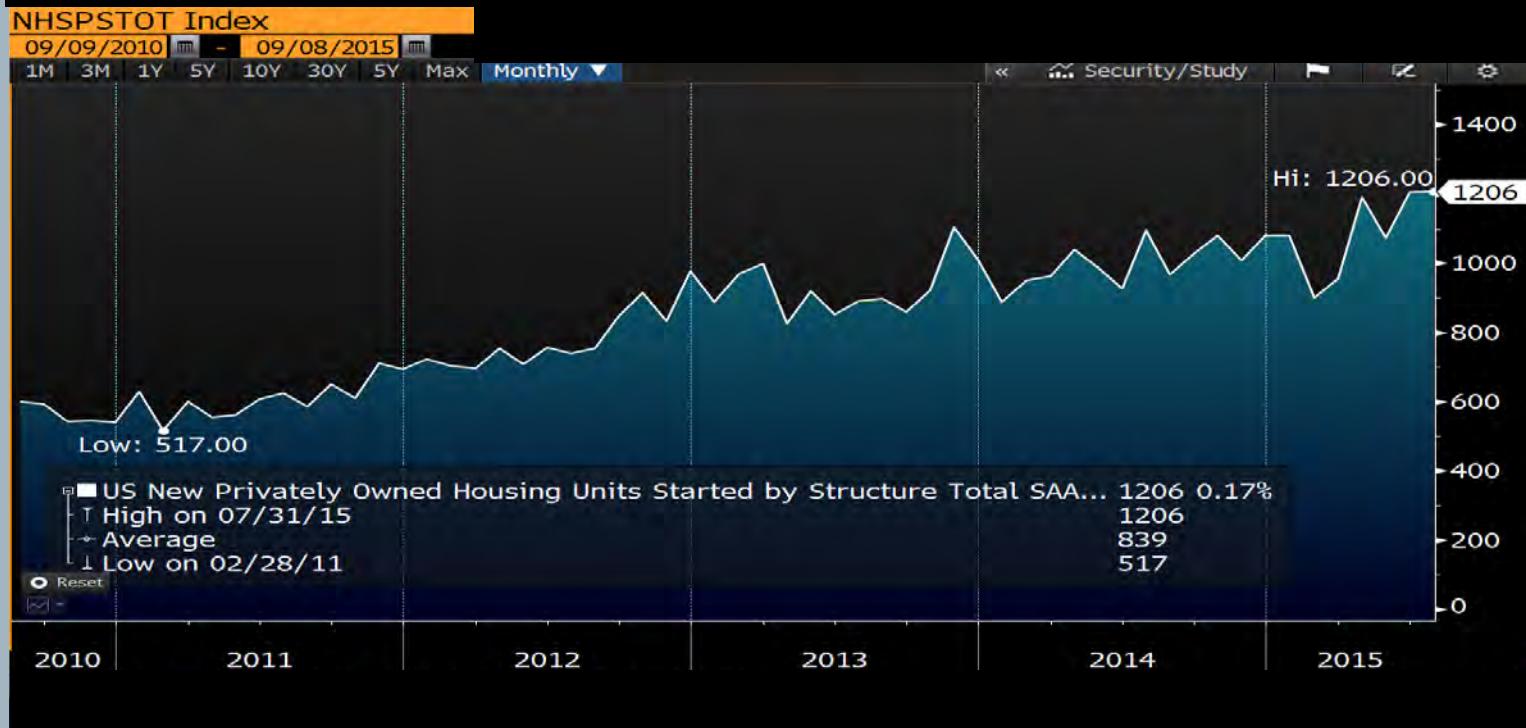


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NEW HOUSING STARTS

9

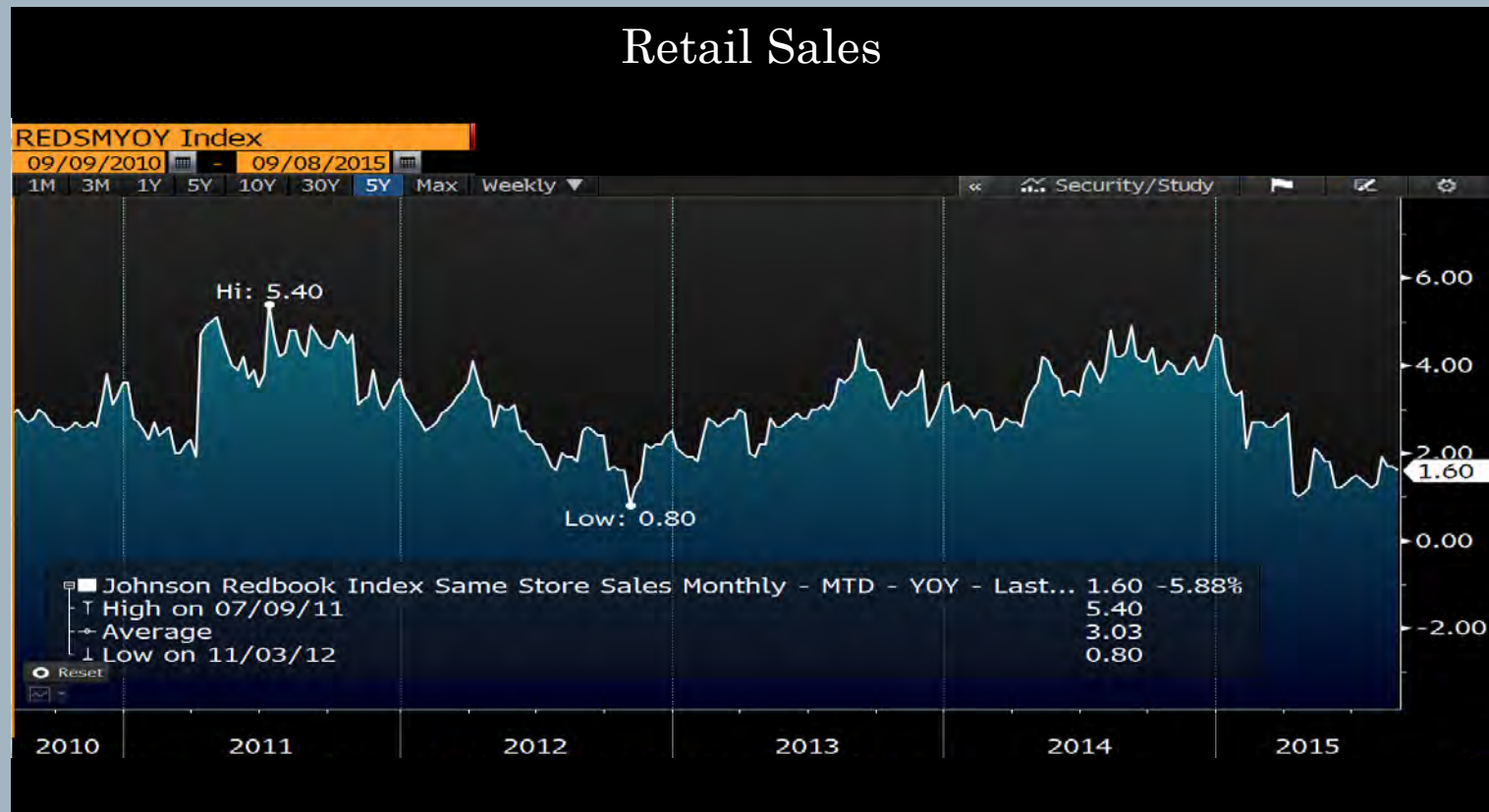
New Privately Owned Housing Starts



- NOTE: THE MARKET INDICATORS CONTAINED IN THE BOARD MATERIALS ARE A SUBSET OF INDICATORS RELEVANT TO FUND PERFORMANCE AND STRATEGIC PLANNING AND ARE NOT INTENDED AS THE EXCLUSIVE INDICATORS.

RETAIL SALES

10



- NOTE: THE MARKET INDICATORS CONTAINED IN THE BOARD MATERIALS ARE A SUBSET OF INDICATORS RELEVANT TO FUND PERFORMANCE AND STRATEGIC PLANNING AND ARE NOT INTENDED AS THE EXCLUSIVE INDICATORS.

US AUTO SALES

11

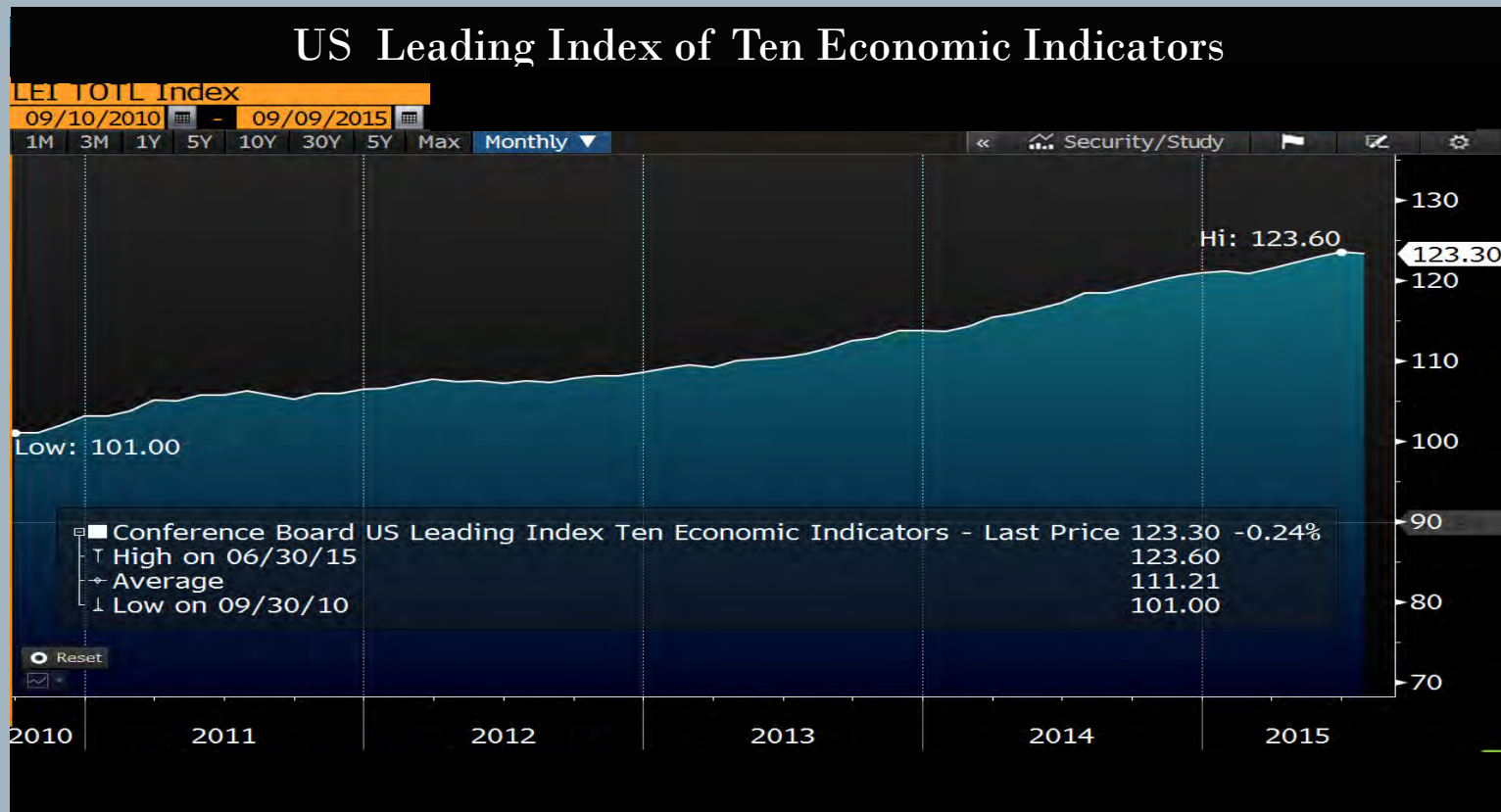
US Total Auto Sales (Annualized)



- NOTE: THE MARKET INDICATORS CONTAINED IN THE BOARD MATERIALS ARE A SUBSET OF INDICATORS RELEVANT TO FUND PERFORMANCE AND STRATEGIC PLANNING AND ARE NOT INTENDED AS THE EXCLUSIVE INDICATORS.

INDEX OF LEADING ECONOMIC INDICATORS

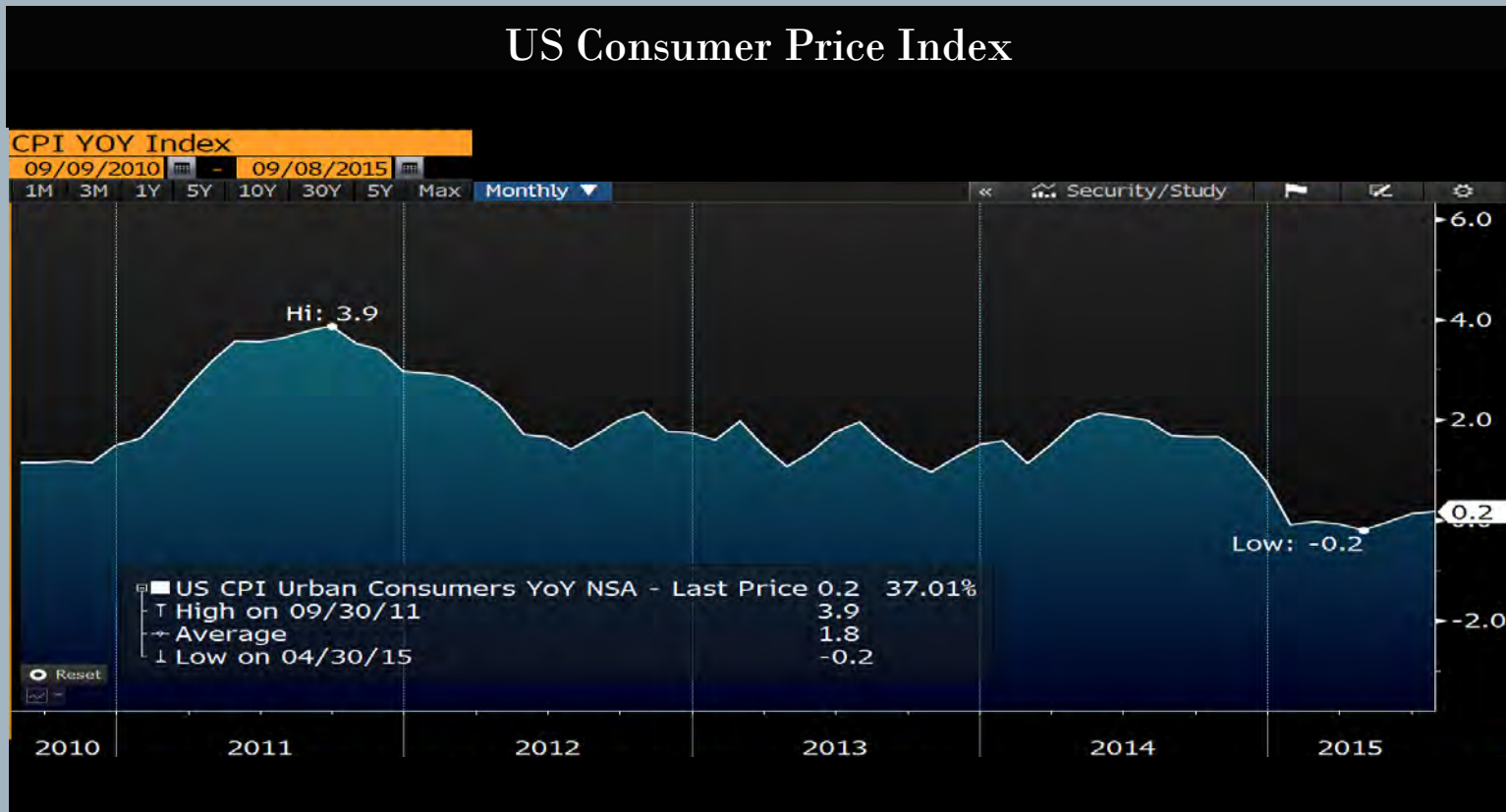
12



- NOTE: THE INDEX OF LEI IS COMPOSED OF: AVE. WEEKLY MANU. HRS., WEEKLY JOBLESS CLAIMS, MANU.'S NEW ORDERS, -CONSUMER & CAPITAL, VENDOR PERFORMANCE, NEW BUILDING PERMITS, STOCK PRICES, MONEY SUPPLY M2, INT. RATE SPREADS & CONSUMER
- NOTE: THE MARKET INDICATORS CONTAINED IN THE BOARD MATERIALS ARE A SUBSET OF INDICATORS RELEVANT TO FUND PERFORMANCE AND STRATEGIC PLANNING AND ARE NOT INTENDED AS THE EXCLUSIVE INDICATORS.

INFLATION- CPI

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MARKET INDICATORS

AS OF SEPTEMBER 2015



NYC OFFICE OF THE COMPTROLLER
BUREAU OF ASSET MANAGEMENT

TRADE WEIGHTED US DOLLAR INDEX

15



- NOTE: THE MARKET INDICATORS CONTAINED IN THE BOARD MATERIALS ARE A SUBSET OF INDICATORS RELEVANT TO FUND PERFORMANCE AND STRATEGIC PLANNING AND ARE NOT INTENDED AS THE EXCLUSIVE INDICATORS.

USD/EUR EXCHANGE RATE

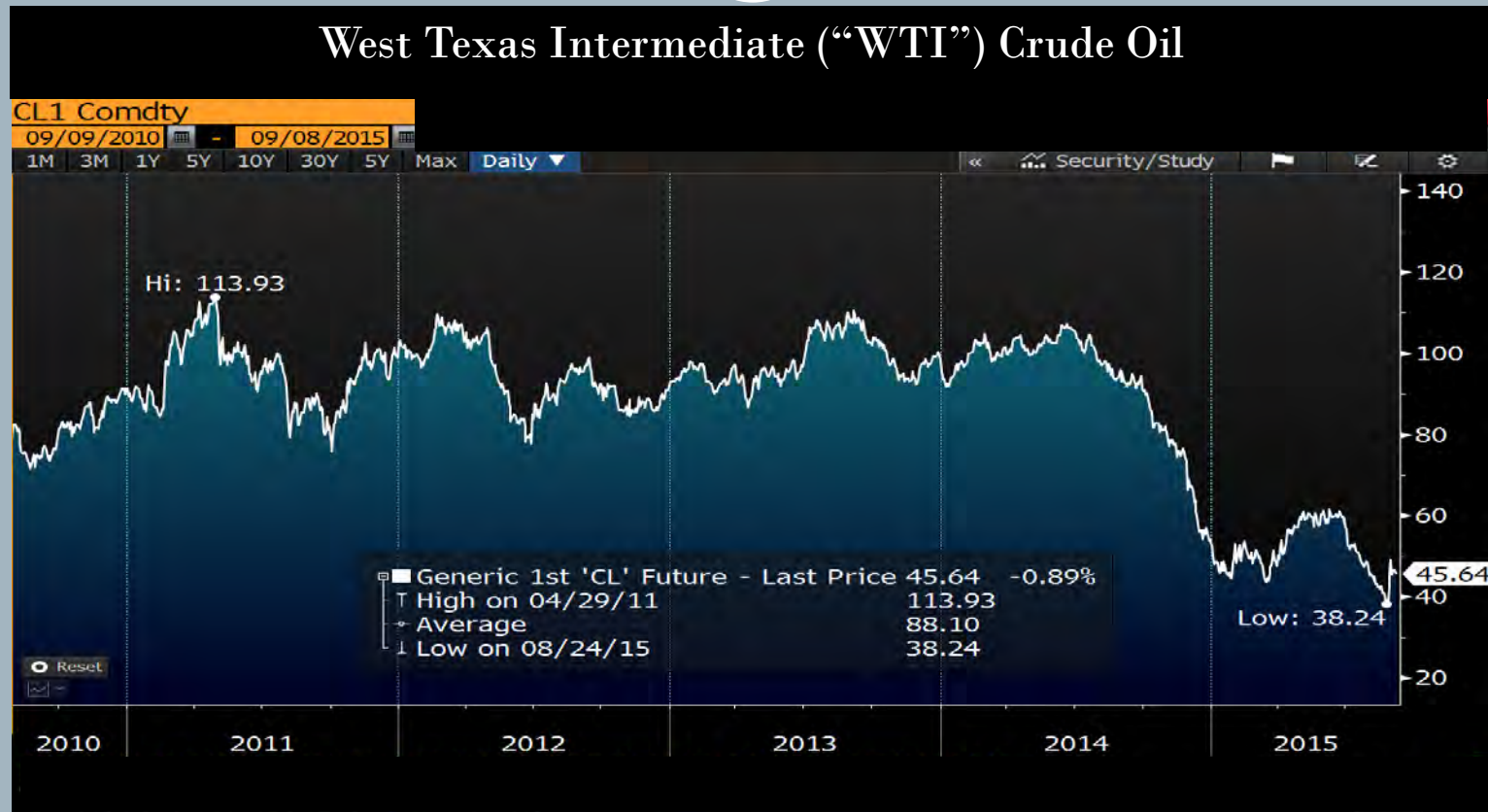
16



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WTI CRUDE OIL PRICES

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VOLATILITY INDEX (THE 'VIX')

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The S & P 500 Volatility Index

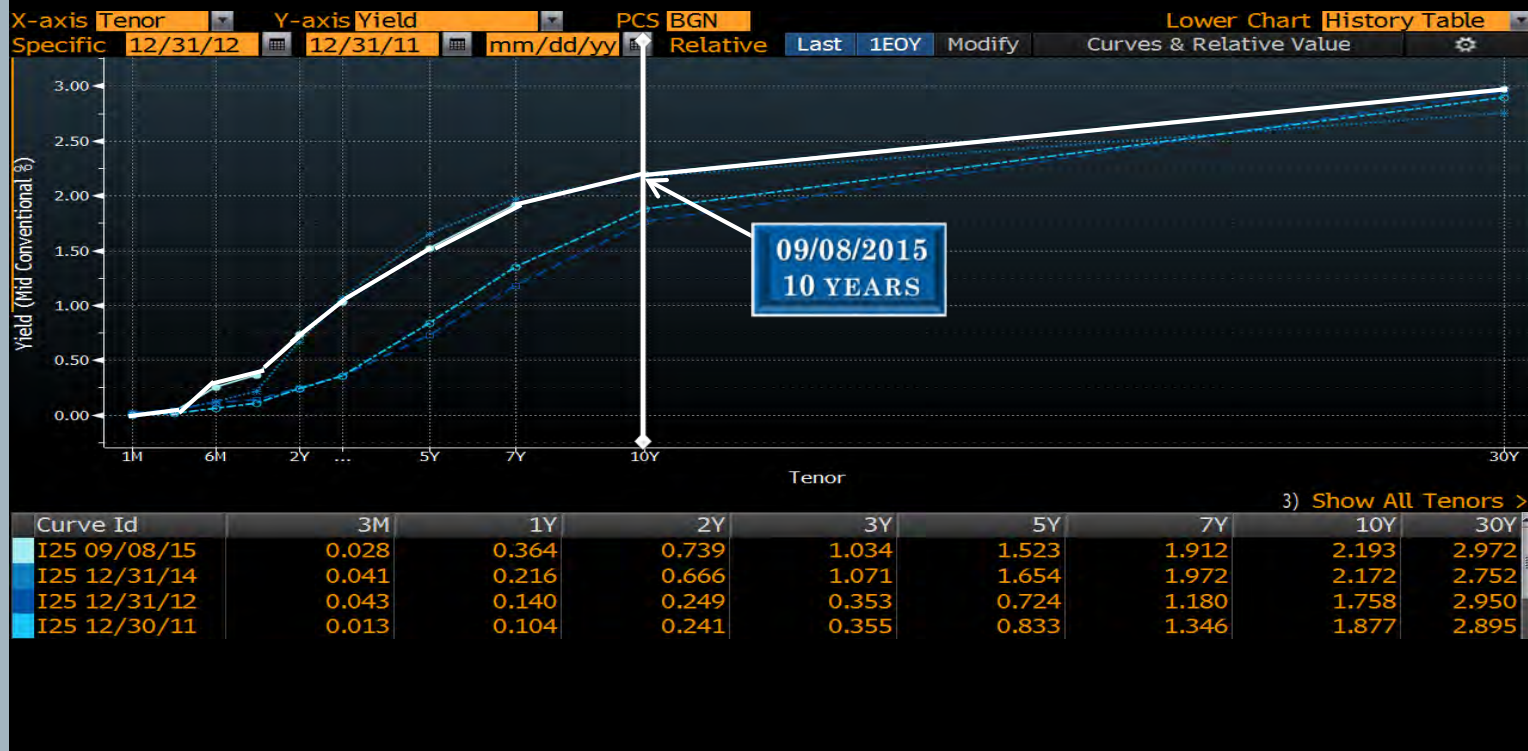


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US HISTORICAL TREASURY YIELD CURVES

19

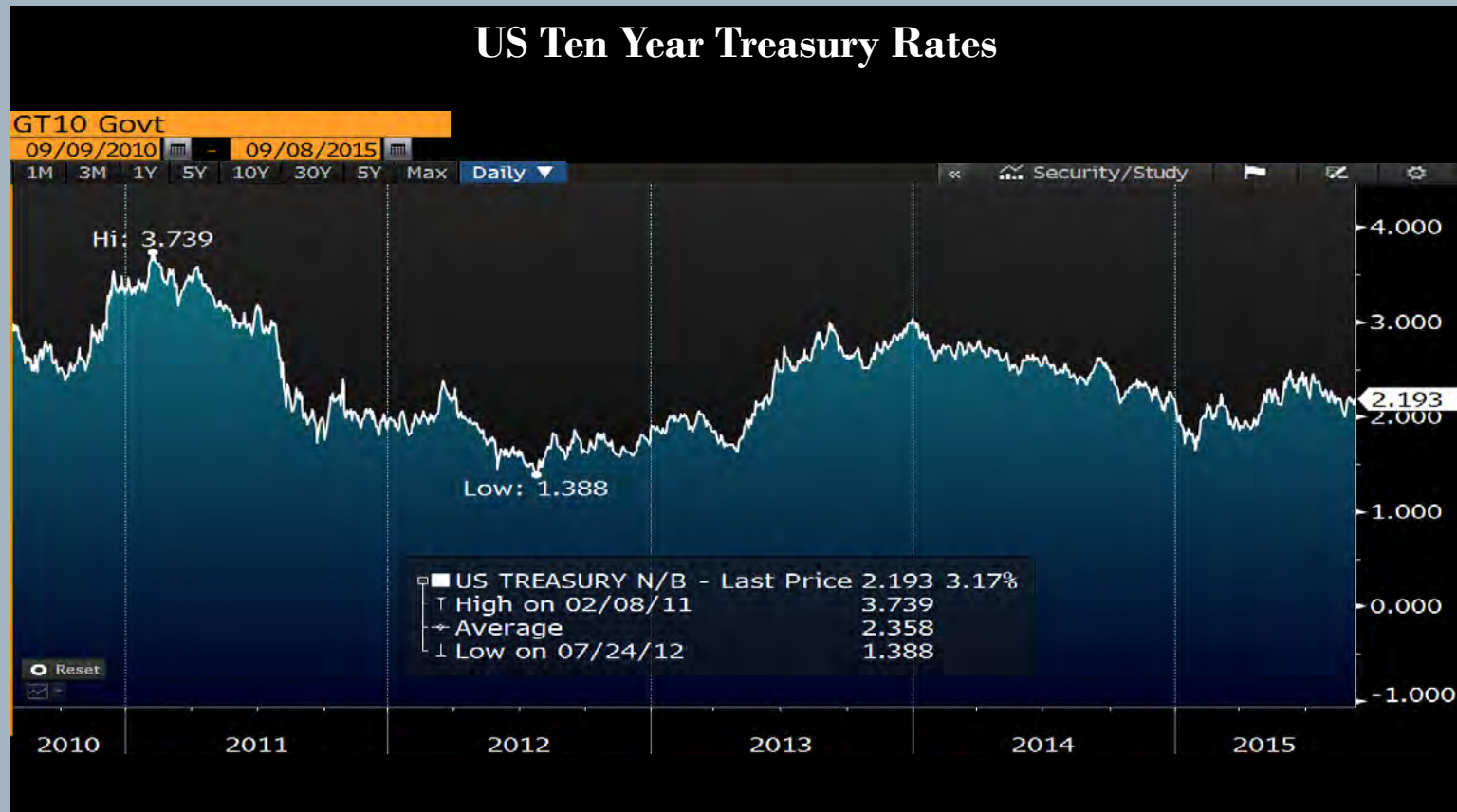
US RECENT HISTORICAL YIELD CURVES (YIELD V. MATURITY)



- NOTE: THE MARKET INDICATORS CONTAINED IN THE BOARD MATERIALS ARE A SUBSET OF INDICATORS RELEVANT TO FUND PERFORMANCE AND STRATEGIC PLANNING AND ARE NOT INTENDED AS THE EXCLUSIVE INDICATORS.

10 YEAR TREASURY RATES

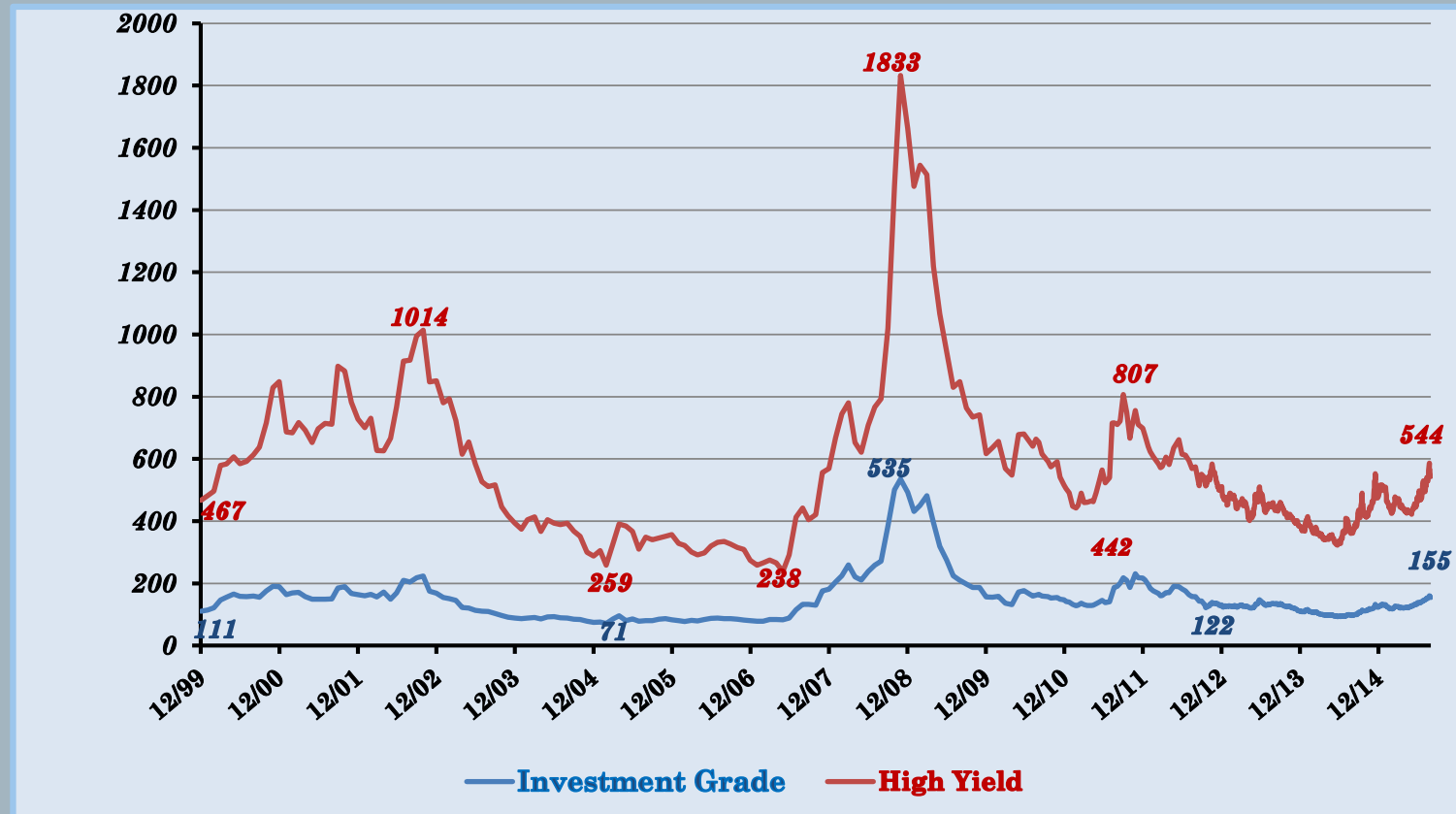
20



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INVESTMENT GRADE AND HY SPREADS

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CORPORATE EARNINGS VS. EARNINGS PER SHARE

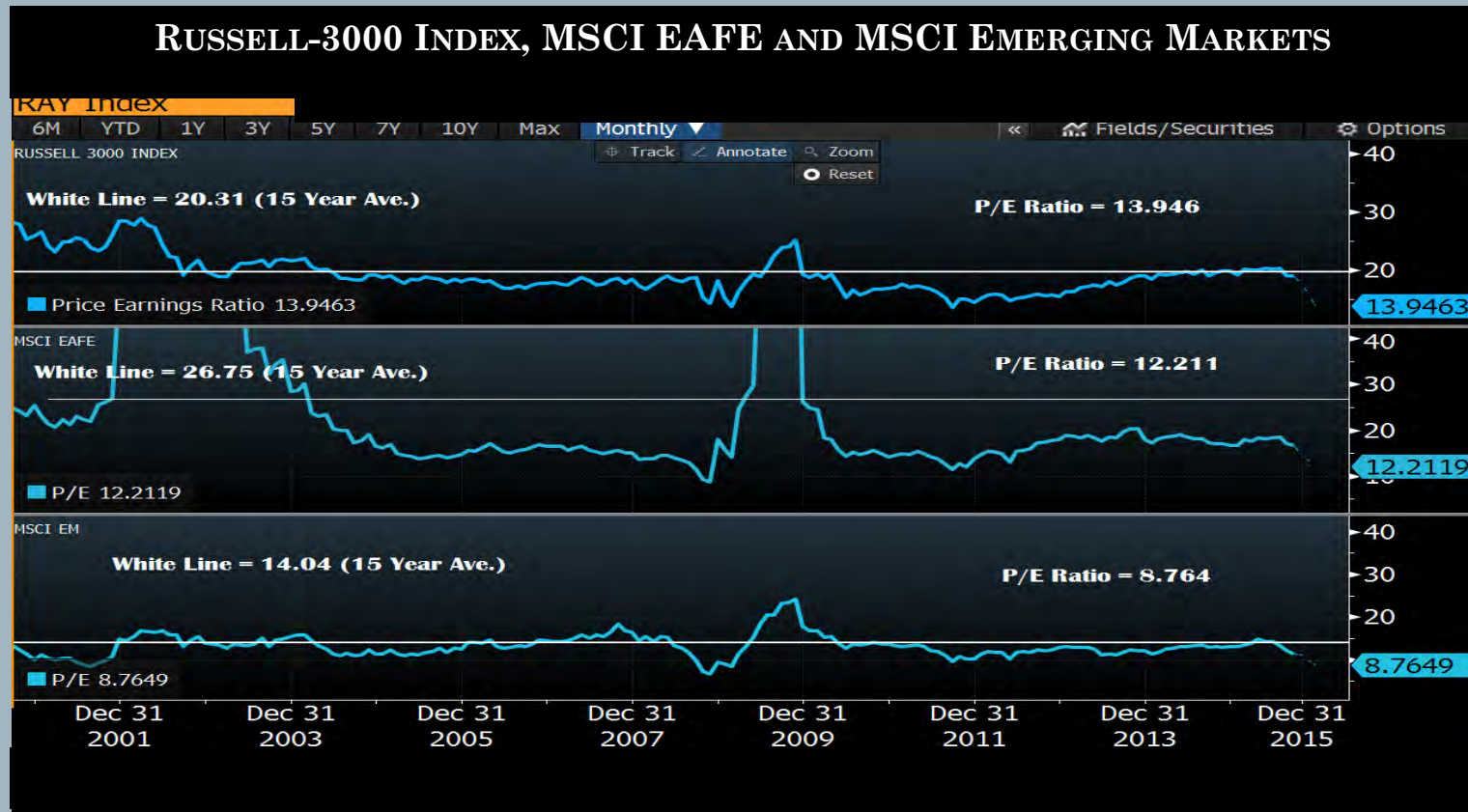
22



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PRICE TO EARNING RATIOS INCLUDING ESTIMATES

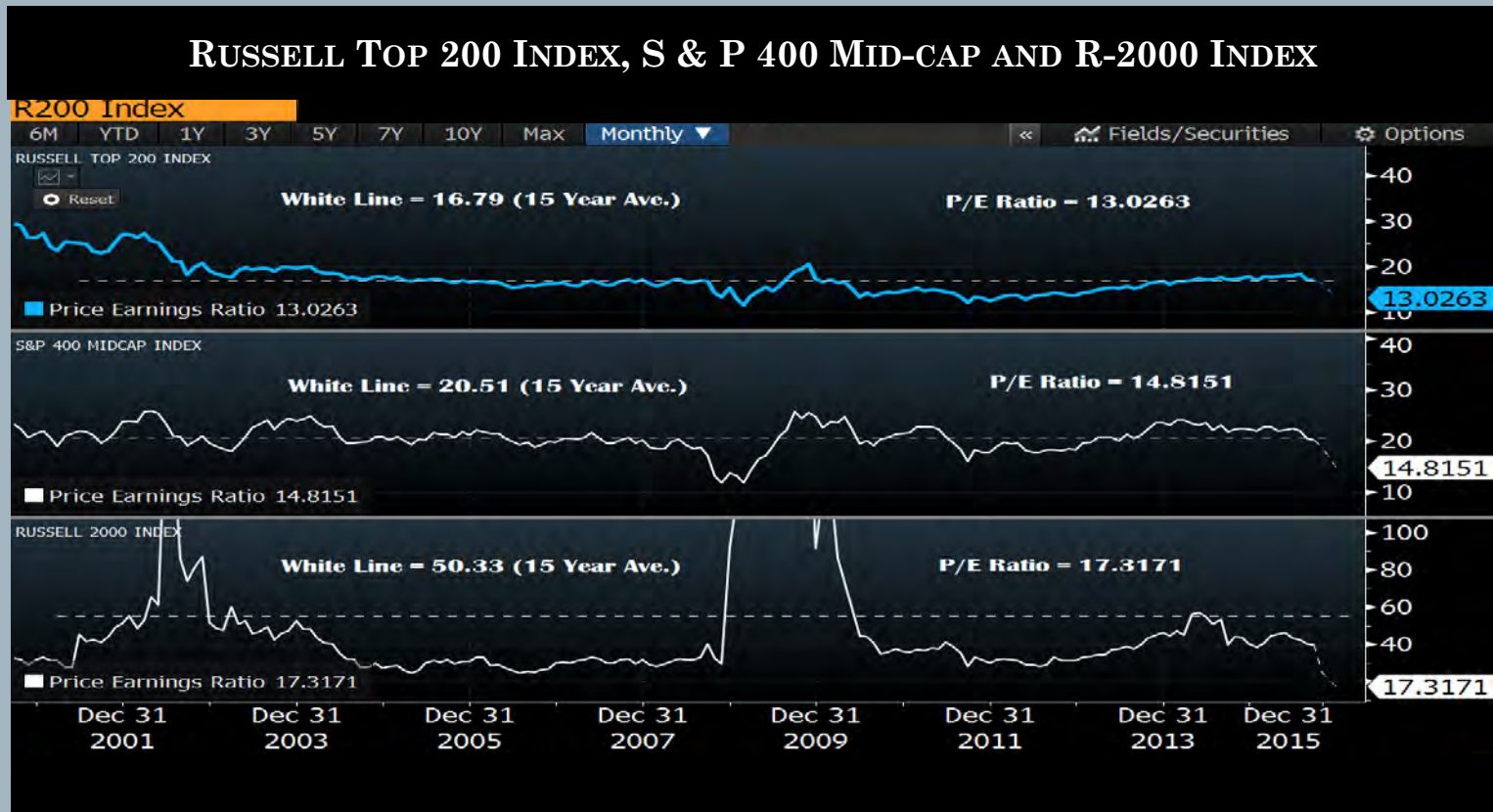
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PRICE TO EARNING RATIOS INCLUDING ESTIMATES

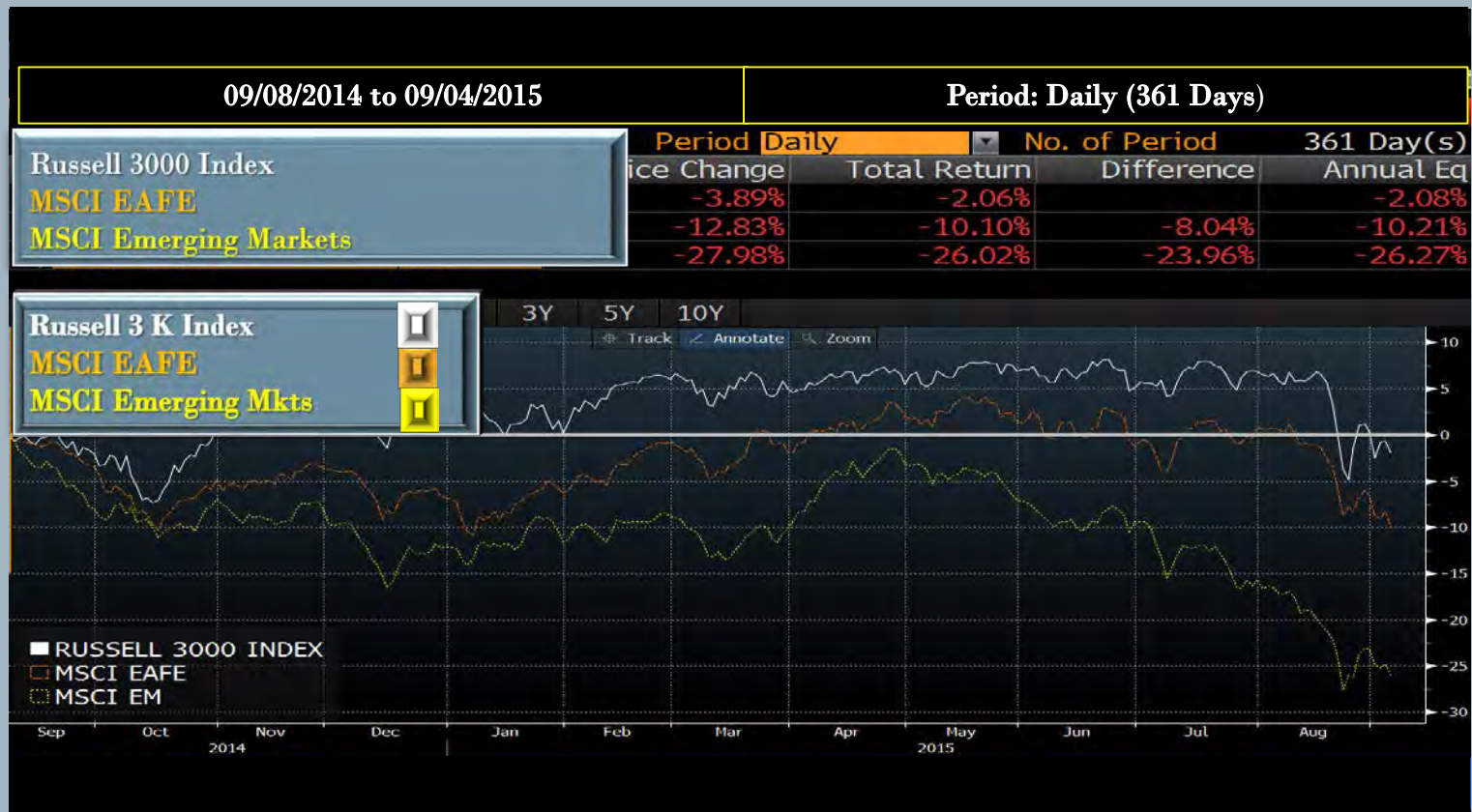
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RECENT GLOBAL EQUITY MARKET RETURNS

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MERGERS & ACQUISITIONS ACTIVITY

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- NOTE: THE MARKET INDICATORS CONTAINED IN THE BOARD MATERIALS ARE A SUBSET OF INDICATORS RELEVANT TO FUND PERFORMANCE AND STRATEGIC PLANNING AND ARE NOT INTENDED AS THE EXCLUSIVE INDICATORS.

**CITY OF NEW YORK
NYC Police Pension Fund
Market Indicator Report
July 31, 2015**



MARKET INDICATORS

| | <u>1 Month</u> | <u>3 Month</u> | <u>Fiscal YTD</u> | <u>1 Year</u> | <u>2 Year</u> | <u>3 Year</u> | <u>5 Year</u> | <u>10 Year</u> |
|-----------------------------------|----------------|----------------|-------------------|---------------|---------------|---------------|---------------|----------------|
| S&P 500 | 2.10 | 1.41 | 2.10 | 11.21 | 14.04 | 17.58 | 16.24 | 7.72 |
| S&P 400 MIDCAP | 0.14 | 0.57 | 0.14 | 11.30 | 12.09 | 18.67 | 16.29 | 9.20 |
| RUSSELL 1000 | 1.93 | 1.32 | 1.93 | 11.24 | 14.11 | 18.02 | 16.45 | 7.93 |
| RUSSELL 2000 | (1.16) | 1.85 | (1.16) | 12.03 | 10.28 | 17.90 | 15.27 | 7.61 |
| RUSSELL 3000 | 1.67 | 1.35 | 1.67 | 11.28 | 13.80 | 18.00 | 16.35 | 7.90 |
| RUSSELL 3000 GROWTH | 3.14 | 3.18 | 3.14 | 16.37 | 17.13 | 18.94 | 17.76 | 8.96 |
| RUSSELL 3000 VALUE | 0.17 | (0.51) | 0.17 | 6.23 | 10.47 | 16.92 | 14.88 | 6.72 |
| | | | | | | | | |
| MSCI EAFE NET | 2.08 | (1.32) | 2.08 | (0.28) | 7.12 | 12.32 | 8.01 | 5.02 |
| MSCI EMF NET | (6.93) | (12.98) | (6.93) | (13.38) | (0.05) | 0.61 | 0.58 | 6.62 |
| MSCI WORLD NET | 1.80 | (0.23) | 1.80 | 4.92 | 10.31 | 14.46 | 11.74 | 6.20 |
| MSCI EUROPE SMID CAP NET | 2.65 | 1.27 | 2.65 | 4.41 | 10.91 | 18.34 | 11.20 | 7.20 |
| MSCI AC WORLD ex US NET | (0.28) | (4.57) | (0.28) | (4.57) | 4.98 | 8.83 | 5.85 | 5.13 |
| | | | | | | | | |
| 1 YEAR TREASURY BILL YIELD + 4% | 0.35 | 1.06 | 0.35 | 4.33 | 4.29 | 4.29 | 4.36 | 5.93 |
| HFRI FUND OF FUNDS COMPOSITE + 1% | 0.20 | 0.30 | 0.20 | 5.47 | 6.35 | 7.08 | 5.00 | 4.07 |
| | | | | | | | | |
| NYC - TREASURY AGENCY PLUS FIVE | 1.83 | (0.94) | 1.83 | 6.08 | 5.31 | 1.00 | 4.85 | 5.79 |
| CITIGROUP MORTGAGE | 0.64 | (0.25) | 0.64 | 3.58 | 3.82 | 1.85 | 2.87 | 4.72 |
| NYC - INVESTMENT GRADE CREDIT | 0.48 | (1.61) | 0.48 | 1.64 | 3.99 | 2.34 | 4.55 | 5.12 |
| NYC - CORE PLUS FIVE | 0.81 | (0.98) | 0.81 | 3.19 | 4.17 | 1.87 | 3.91 | 5.19 |
| CITIGROUP BROAD INVESTMENT GRADE | 0.65 | (0.69) | 0.65 | 2.79 | 3.36 | 1.58 | 3.23 | 4.69 |

CITY OF NEW YORK
NYC Police Pension Fund
Market Indicator Report
July 31, 2015



MARKET INDICATORS

| | <u>1 Month</u> | <u>3 Month</u> | <u>Fiscal YTD</u> | <u>1 Year</u> | <u>2 Year</u> | <u>3 Year</u> | <u>5 Year</u> | <u>10 Year</u> |
|---|----------------|----------------|-------------------|---------------|---------------|---------------|---------------|----------------|
| BARCLAYS AGGREGATE | 0.70 | (0.64) | 0.70 | 2.82 | 3.40 | 1.60 | 3.27 | 4.61 |
| CITIGROUP BB & B | (0.61) | (1.59) | (0.61) | 0.99 | 4.23 | 5.46 | 7.51 | 6.30 |
| CITIGROUP BB & B CAPPED | (0.61) | (1.59) | (0.61) | 0.97 | 4.24 | 5.45 | 7.43 | 6.54 |
| BofA ML HIGH YIELD MASTER II | (0.62) | (1.84) | (0.62) | 0.16 | 4.14 | 5.91 | 7.54 | 7.52 |
| BofAML HYM CONSTRAINED (DAILY) | (0.61) | (1.84) | (0.61) | 0.17 | 4.15 | 5.91 | 7.52 | 7.56 |
| CSFB LEVERAGED LOAN | 0.09 | (0.02) | 0.09 | 2.29 | 3.61 | 4.97 | 5.47 | 4.67 |
| BARCLAYS GLOBAL US TIPS | 0.21 | (1.58) | 0.21 | (1.56) | 1.04 | (1.31) | 3.30 | 4.37 |
| BofA ML U.S. Convertible - Yield Alternat | (2.00) | (4.03) | (2.00) | (4.00) | 2.08 | 5.73 | 5.79 | 4.87 |
| BofA ML US Invst Grade Conv Bond Index | (0.73) | (0.71) | (0.73) | 6.58 | 11.81 | 14.37 | 10.72 | 5.33 |
| BofA ML ALL CONVERTIBLES EX MANDATORY | (0.70) | (0.78) | (0.70) | 4.72 | 10.79 | 14.40 | 11.68 | 7.81 |
| DJ US SELECT REAL ESTATE | 5.93 | 1.19 | 5.93 | 11.29 | 11.95 | 10.11 | 13.55 | 6.52 |
| NCREIF NFI - ODCE NET* | 0.00 | 3.58 | 0.00 | 13.39 | 12.56 | 12.07 | 13.33 | 5.86 |
| CPI + 4% | 0.46 | 1.89 | 0.46 | 4.22 | 5.14 | | | |
| 91 DAY TREASURY BILL | (0.00) | (0.00) | (0.00) | 0.01 | 0.03 | 0.06 | 0.08 | 1.41 |

*NCREIF NFI - ODCE NET index return calculated on a quarterly basis

CITY OF NEW YORK
NYC Police Pension Fund
Market Indicator Report
August 31, 2015



MARKET INDICATORS

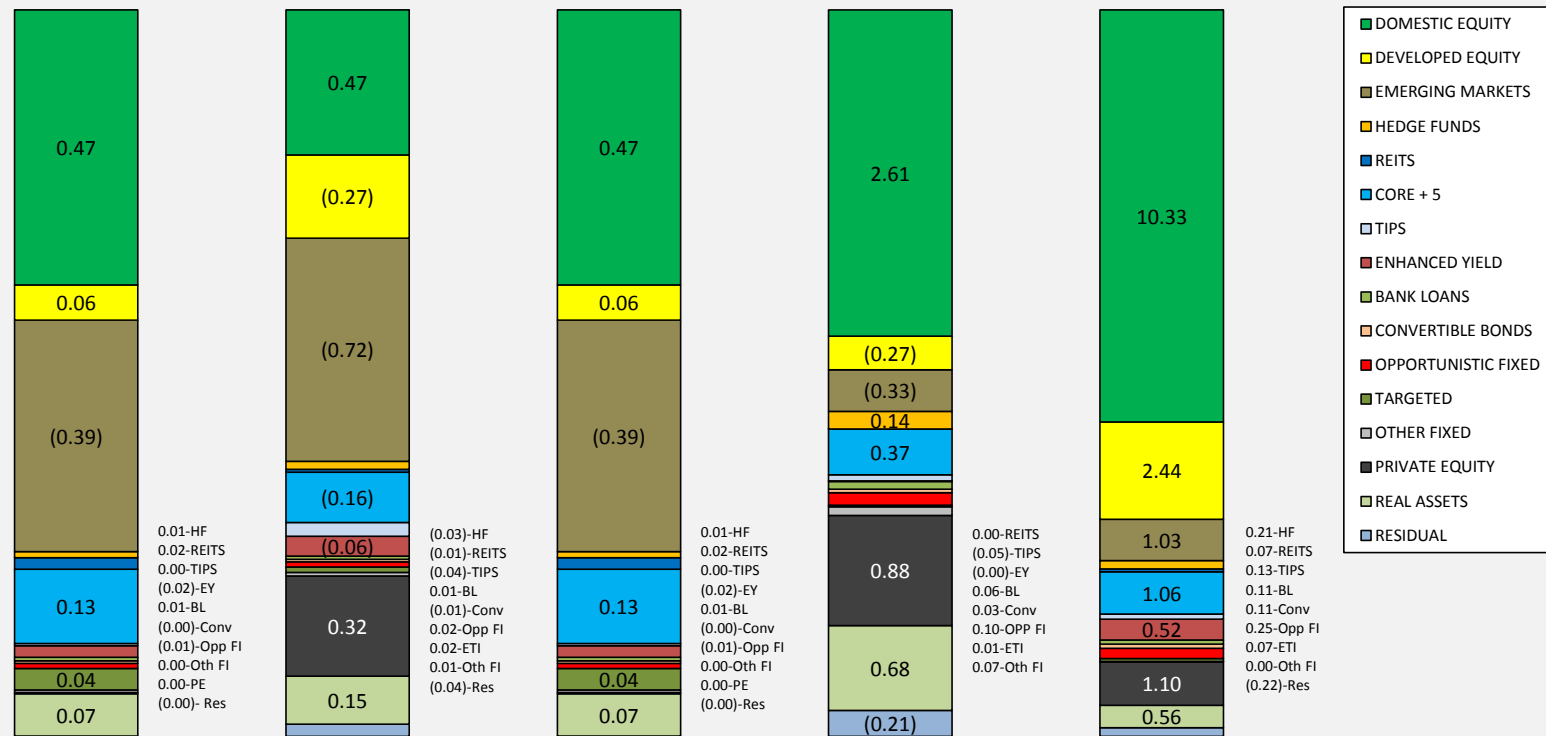
| | <u>1 Month</u> | <u>3 Month</u> | <u>Fiscal YTD</u> | <u>1 Year</u> | <u>2 Year</u> | <u>3 Year</u> | <u>5 Year</u> | <u>10 Year</u> |
|-----------------------------------|----------------|----------------|-------------------|---------------|---------------|---------------|---------------|----------------|
| S&P 500 | (6.03) | (5.92) | (4.06) | 0.48 | 12.18 | 14.31 | 15.87 | 7.15 |
| S&P 400 MIDCAP | (5.58) | (6.70) | (5.45) | 0.01 | 11.02 | 15.10 | 16.14 | 8.69 |
| RUSSELL 1000 | (6.02) | (6.00) | (4.20) | 0.40 | 12.18 | 14.68 | 16.07 | 7.35 |
| RUSSELL 2000 | (6.28) | (6.68) | (7.37) | 0.03 | 8.50 | 14.12 | 15.55 | 7.12 |
| RUSSELL 3000 | (6.04) | (6.06) | (4.47) | 0.36 | 11.88 | 14.63 | 16.03 | 7.33 |
| RUSSELL 3000 GROWTH | (6.19) | (4.72) | (3.24) | 4.30 | 14.44 | 15.38 | 17.43 | 8.41 |
| RUSSELL 3000 VALUE | (5.87) | (7.44) | (5.71) | (3.60) | 9.29 | 13.74 | 14.56 | 6.14 |
| MSCI EAFE NET | (7.36) | (8.11) | (5.43) | (7.47) | 3.80 | 8.53 | 7.05 | 3.96 |
| MSCI EMF NET | (9.04) | (17.55) | (15.35) | (22.95) | (3.85) | (2.41) | (0.92) | 5.52 |
| MSCI WORLD NET | (6.62) | (7.15) | (4.94) | (4.13) | 7.75 | 10.95 | 11.07 | 5.40 |
| MSCI EUROPE SMID CAP NET | (4.87) | (4.32) | (2.34) | (0.67) | 8.36 | 14.67 | 11.08 | 6.39 |
| MSCI AC WORLD ex US NET | (7.64) | (10.47) | (7.90) | (12.35) | 1.59 | 5.25 | 4.76 | 4.04 |
| 1 YEAR TREASURY BILL YIELD + 4% | 0.32 | 1.03 | 0.67 | 4.27 | 4.28 | 4.28 | 4.34 | 5.89 |
| HFRI FUND OF FUNDS COMPOSITE + 1% | | | | | | | | |
| NYC - TREASURY AGENCY PLUS FIVE | 0.16 | (0.19) | 1.99 | 3.88 | 5.86 | 1.17 | 4.06 | 5.56 |
| CITIGROUP MORTGAGE | 0.04 | (0.15) | 0.67 | 2.69 | 4.00 | 1.83 | 2.84 | 4.63 |
| NYC - INVESTMENT GRADE CREDIT | (0.49) | (1.57) | (0.01) | (0.29) | 4.12 | 2.07 | 4.03 | 4.92 |
| NYC - CORE PLUS FIVE | (0.17) | (0.77) | 0.64 | 1.60 | 4.39 | 1.78 | 3.54 | 5.02 |
| CITIGROUP BROAD INVESTMENT GRADE | (0.13) | (0.56) | 0.52 | 1.53 | 3.56 | 1.51 | 2.93 | 4.54 |

MARKET INDICATORS

| | <u>1 Month</u> | <u>3 Month</u> | <u>Fiscal YTD</u> | <u>1 Year</u> | <u>2 Year</u> | <u>3 Year</u> | <u>5 Year</u> | <u>10 Year</u> |
|---|----------------|----------------|-------------------|---------------|---------------|---------------|---------------|----------------|
| BARCLAYS AGGREGATE | (0.14) | (0.55) | 0.55 | 1.56 | 3.59 | 1.53 | 2.98 | 4.46 |
| CITIGROUP BB & B | (1.83) | (3.84) | (2.43) | (2.49) | 3.67 | 4.45 | 7.07 | 6.06 |
| CITIGROUP BB & B CAPPED | (1.89) | (3.89) | (2.48) | (2.57) | 3.64 | 4.41 | 6.97 | 6.29 |
| BofA ML HIGH YIELD MASTER II | (1.76) | (3.86) | (2.37) | (3.07) | 3.54 | 4.86 | 7.13 | 7.29 |
| BofAML HYM CONSTRAINED (DAILY) | (1.77) | (3.86) | (2.37) | (3.08) | 3.54 | 4.86 | 7.10 | 7.32 |
| CSFB LEVERAGED LOAN | (0.65) | (0.87) | (0.56) | 1.39 | 3.25 | 4.37 | 5.26 | 4.53 |
| BARCLAYS GLOBAL US TIPS | (0.76) | (1.53) | (0.56) | (2.73) | 1.40 | (1.47) | 2.79 | 4.06 |
| BofA ML U.S. Convertible - Yield Alternat | (1.68) | (5.72) | (3.65) | (6.77) | 1.49 | 4.58 | 5.30 | 4.69 |
| BofA ML US Invst Grade Conv Bond Index | (2.78) | (6.00) | (3.49) | 0.67 | 10.93 | 12.56 | 10.19 | 5.08 |
| BofA ML ALL CONVERTIBLES EX MANDATORY | (3.59) | (6.42) | (4.26) | (2.54) | 9.41 | 12.22 | 11.14 | 7.44 |
| DJ US SELECT REAL ESTATE | (5.87) | (4.70) | (0.29) | 1.88 | 12.51 | 8.00 | 12.50 | 6.31 |
| NCREIF NFI - ODCE NET* | 0.00 | 3.58 | 0.00 | 13.39 | 12.56 | 12.07 | 13.33 | 5.86 |
| CPI + 4% | | | | | | | | |
| 91 DAY TREASURY BILL | 0.01 | 0.01 | 0.01 | 0.03 | 0.04 | 0.06 | 0.08 | 1.38 |

*NCREIF NFI - ODCE NET index return calculated on a quarterly basis

NYC Police Pension Fund Contribution to Return - July 2015



1 Month - Total Fund
Return: 0.38%

3 Months - Total Fund
Return: (0.34)%

FYTD - Total Fund
Return: 0.38%

FY Ending 6/30/15 Total
Return: 4.09%

FY Ending 6/30/14
Return: 17.78%

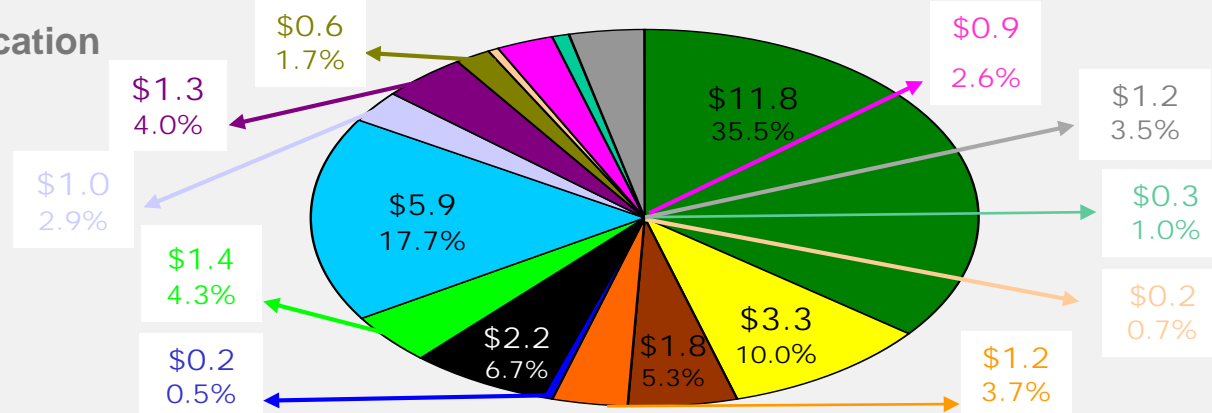
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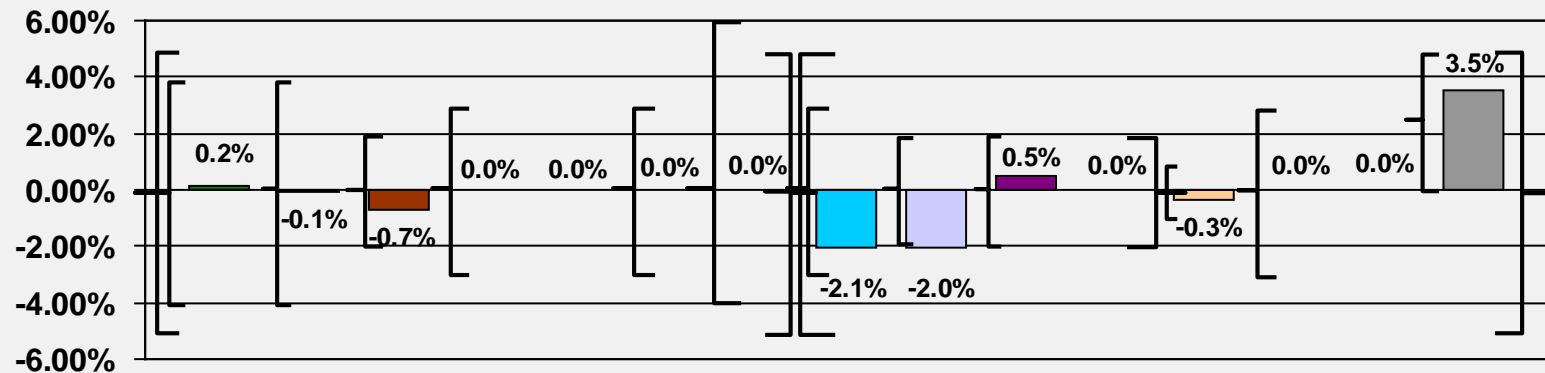
Portfolio Asset Allocation: July 31, 2015

\$33.3 B Under Management

Asset Allocation



Relative Mix to Adjusted New Policy Weights

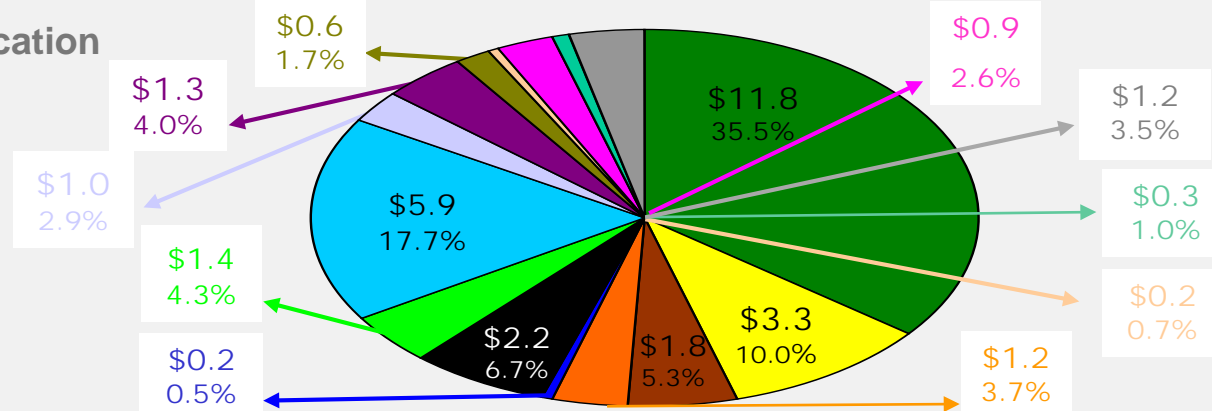


Note: Brackets represent rebalancing ranges versus Policy.

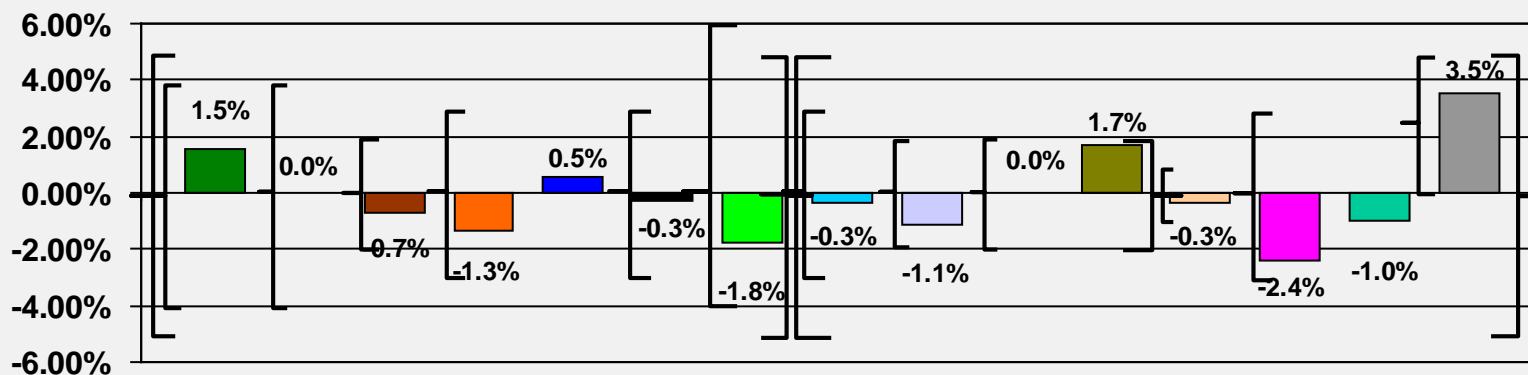
Portfolio Asset Allocation: July 31, 2015

\$33.3 B Under Management

Asset Allocation



Relative Mix to New Policy Weights



Note: Brackets represent rebalancing ranges versus Policy.

NYC POLICE PENSION FUND

CLASSIFICATION OF INVESTMENTS

(as of July 31st, 2015)

| ASSET CLASS ALLOCATIONS | | In \$MM | Actual | Policy Target | Adjustment | Adjusted Policy | Adjusted Target Range *** |
|-------------------------|--|------------|--------|---------------|------------|-----------------|---------------------------|
| TOTAL EQUITIES | | \$21,997.1 | 66.0% | 68.0% | NA | 66.6% | 61.6% - 71.6% |
| TOTAL FIXED INCOME | | \$11,347.2 | 34.0% | 32.0% | NA | 33.4% | 28.4% - 38.4% |
| TOTAL ASSETS | | \$33,344.3 | 100.0% | 100.0% | NA | 100.0% | |

| | | In \$MM | Actual | Policy Target | Adjustment | Adjusted Policy | Adjusted Target Range *** |
|-------------------------------|--|------------|--------|---------------|------------|-----------------|---------------------------|
| US Equities | | \$11,849.0 | 35.5% | 34.0% | 1.4% | 35.4% | 31.4% - 39.4% |
| Non-US Equities/EAFE | | \$3,325.4 | 10.0% | 10.0% | 0.1% | 10.1% | 6.1% - 14.1% |
| Emerging Markets | | \$1,769.9 | 5.3% | 6.0% | NA | 6.0% | 4.0% - 8.0% |
| Real Estate Investment Trusts | | \$176.4 | 0.5% | 0.0% | 0.5% | 0.5% | 0.5% |
| TOTAL PUBLIC EQUITY | | \$17,120.8 | 51.3% | 50.0% | 2.0% | 52.0% | |
| HEDGE FUNDS | | \$1,222.0 | 3.7% | 5.0% | NA | 3.7% | 2.0% - 8.0% |
| * REAL ASSETS | | \$1,417.5 | 4.3% | 6.0% | NA | 4.3% | 4.0% - 8.0% |
| * PRIVATE EQUITY | | \$2,236.9 | 6.7% | 7.0% | NA | 6.7% | 4.0% - 10.0% |
| TOTAL EQUITIES | | \$21,997.1 | 66.0% | 68.0% | NA | 66.6% | 61.6% - 71.6% |

| | | In \$MM | Actual | Policy Target | Adjustment | Adjusted Policy | Adjusted Target Range *** |
|-------------------------------|------------------------------|------------|-----------|---------------|------------|-----------------|---------------------------|
| Core +5 | US - Government | \$837.3 | 2.5% | 18.0% | NA | 19.7% | 16.7% - 22.7% |
| | US - Mortgage | \$2,241.3 | 6.7% | | NA | | |
| | US - Investment Grade Credit | \$2,668.0 | 8.0% | | NA | | |
| | TOTAL CORE + 5 | | \$5,889.6 | 17.7% | 18.0% | 1.7% | 19.7% |
| High Yield | | \$1,328.7 | 4.0% | 4.0% | NA | 5.2% | 3.2% - 7.2% |
| Bank Loans | | \$570.0 | 1.7% | | NA | | 0.0% - 1.7% |
| Total High Yield & Bank Loans | | \$1,898.7 | 5.7% | 4.0% | 1.2% | 5.2% | 3.2% - 7.2% |
| TIPS | | \$954.8 | 2.9% | 4.0% | 0.9% | 4.9% | 2.9% - 6.9% |
| Convertible Bonds | | \$220.0 | 0.7% | 1.0% | NA | 1.0% | 0.0% - 2.0% |
| **ETI | | \$329.3 | 1.0% | **2.0% | NA | **1.0% | **1.0% |
| Cash | | \$1,176.2 | 3.5% | 0.0% | NA | 0.0% | 0.0% - 5.0% |
| TOTAL PUBLIC FIXED INCOME | | \$10,468.6 | 31.4% | 27.0% | NA | 30.8% | |
| * OPPORTUNISTIC FIXED INCOME | | \$878.5 | 2.6% | 5.0% | NA | 2.6% | 1.0% - 8.0% |
| TOTAL FIXED INCOME | | \$11,347.2 | 34.0% | 32.0% | NA | 33.4% | 28.4% - 38.4% |

* Ranges for illiquid asset classes represent minimums and maximums which will be monitored and will influence pacing analysis but will not necessarily result in purchases or sales.

** ETIs have a policy of 2% of the total Fund. The ETI adjusted policy % is shown for illustrative purposes only and is not included in the sub-totals. The ETI policy % is included within the policy % of the other asset classes.

*** Adjusted Target Ranges are calculated as follows: Total Equities: +/-5%; Total Fixed Income: +/-5%; US Equities: +/-4%; Non-US Equities/EAFE: +/-4%; Emerging Markets: +/-2%; Hedge Funds: +/-3%; Real Assets: +/-2%; Private Equity: +/-3%; Core +5: +/-3%; TIPS: +/-2%; High Yield & Bank Loans: +/-2% (Bank Loans up to 1/3 of Adjusted Policy); Convertible Bonds: +/-1%; Cash: 0-5%; OFI: +3%/-4%.

NYC POLICE PENSION FUND

CLASSIFICATION OF INVESTMENTS

(as of July 31st, 2015)

Adjustments to Long-Term Asset Allocation

1) Private Equity

80% of uninvested commitments will be invested in Domestic Equity and 20% of uninvested commitments will be invested in International Equity.

2) Real Assets

20% of uninvested commitments will be invested in Domestic Equity, 30% of uninvested commitments will be invested in REITs and 50% of uninvested commitments will be invested in TIPS.

3) Opportunistic Fixed Income

50% of uninvested commitments will be invested in Fixed Income Core +5 and 50% of uninvested commitments will be invested in High Yield.

4) Hedge Funds

60% of uninvested commitments will be invested in Domestic Equity and 40% of uninvested commitments will be invested in Fixed Income Core +5.

Impact of Adjustments

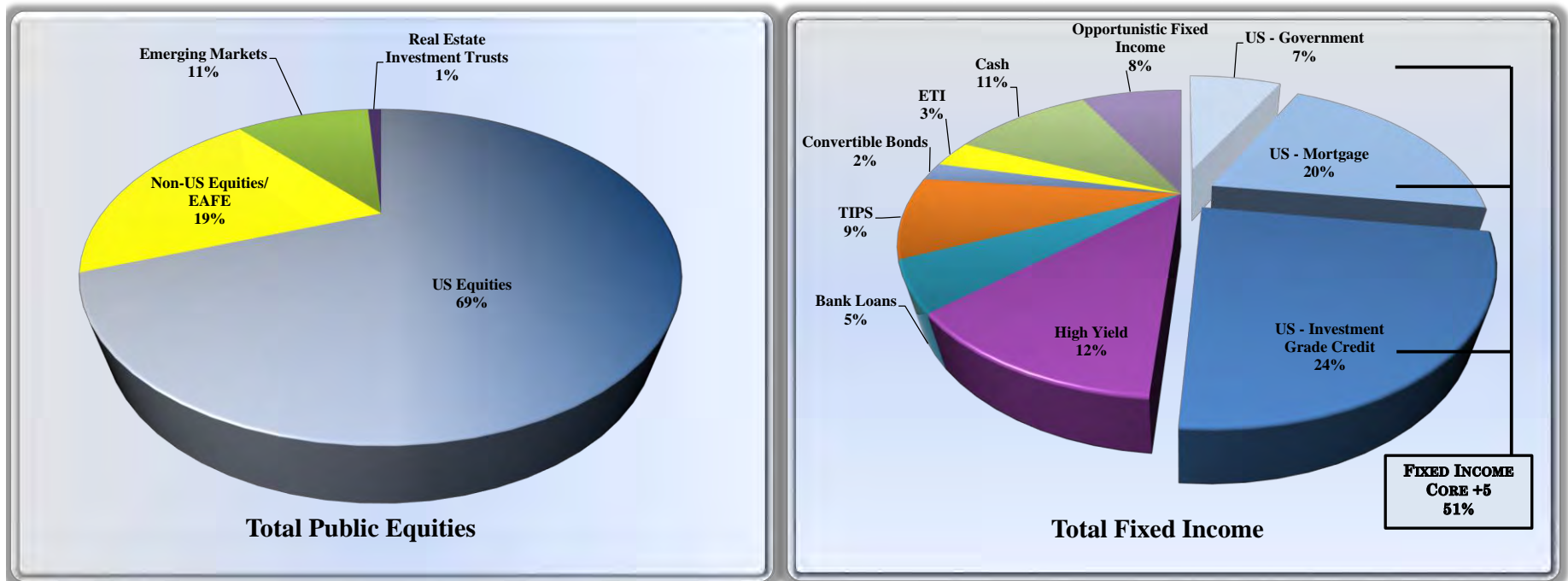
| | |
|---|--------------|
| 1) Core +5 Policy Target % | 18.0% |
| Adjustment: 50% of uninvested Opportunistic Fixed Income | 1.2% |
| Adjustment: 40% of uninvested Hedge Funds | <u>0.5%</u> |
| Adjusted Core+5 Policy Target % | 19.7% |
| 2) High Yield Policy Target % | 4.0% |
| Adjustment: 50% of uninvested Opportunistic Fixed Income | <u>1.2%</u> |
| Adjusted High Yield Policy Target % | 5.2% |
| 3) Domestic Equity Policy Target % | 34.0% |
| Adjustment: 20% of uninvested Real Assets | 0.3% |
| Adjustment: 80% of uninvested Private Equity | 0.2% |
| Adjustment: 60% of uninvested Hedge Funds | <u>0.8%</u> |
| Adjusted Domestic Equity Policy Target % | 35.4% |
| 4) Real Estate Investment Trusts Policy Target % | 0.0% |
| Adjustment: 30% of uninvested Real Assets | <u>0.5%</u> |
| Adjusted Real Estate Investment Trusts Policy Target % | 0.5% |
| 5) TIPS Policy Target % | 4.0% |
| Adjustment: 50% of uninvested Real Assets | <u>0.9%</u> |
| Adjusted TIPS Policy Target % | 4.9% |
| 6) Non-U.S. Equity (Developed) Policy Target % | 10.0% |
| Adjustment: 20% of uninvested Private Equity | <u>0.1%</u> |
| Adjusted Non-U.S. Equity (Developed) Policy Target % | 10.1% |

NYC POLICE PENSION FUND

CLASSIFICATION OF INVESTMENTS

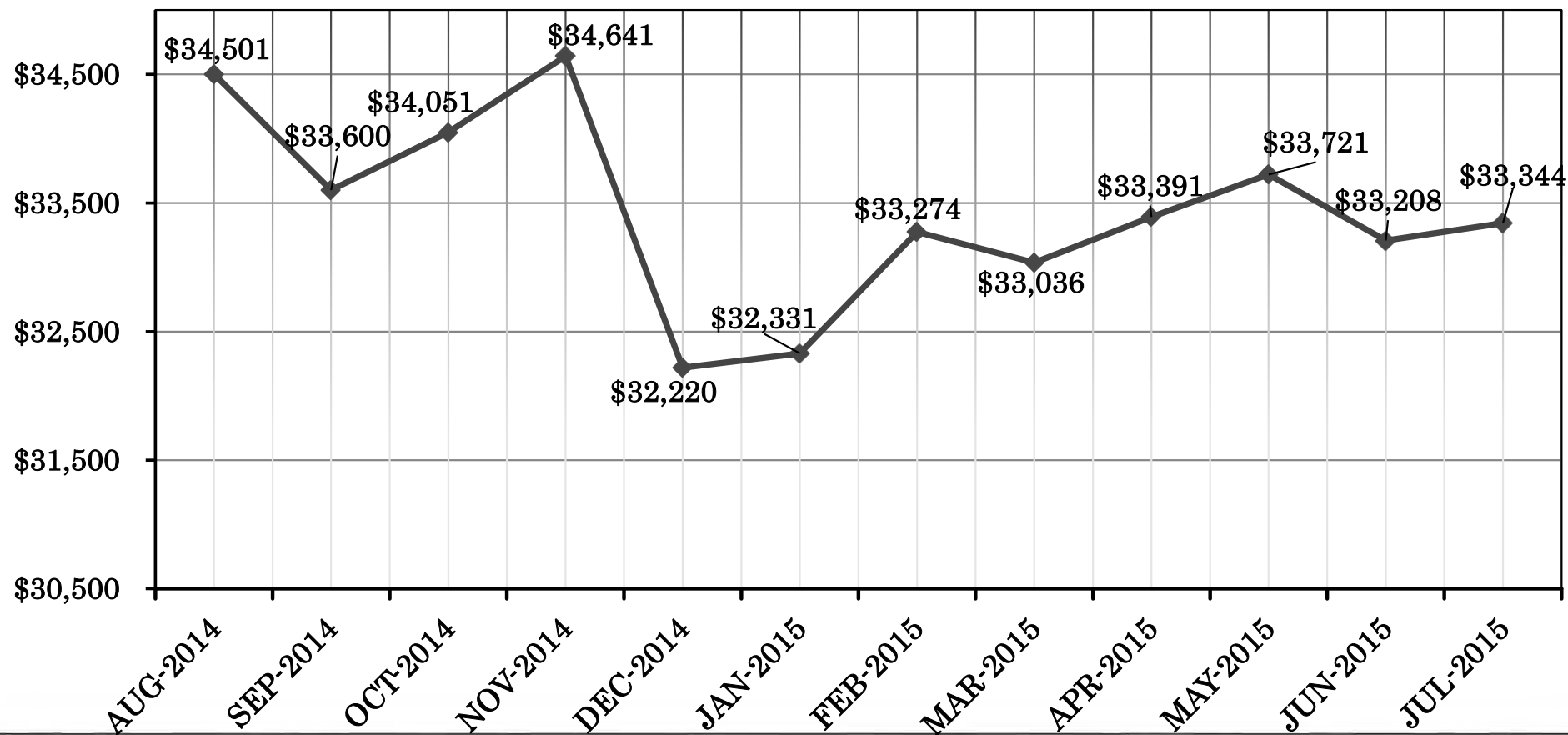
(as of July 31st, 2015)

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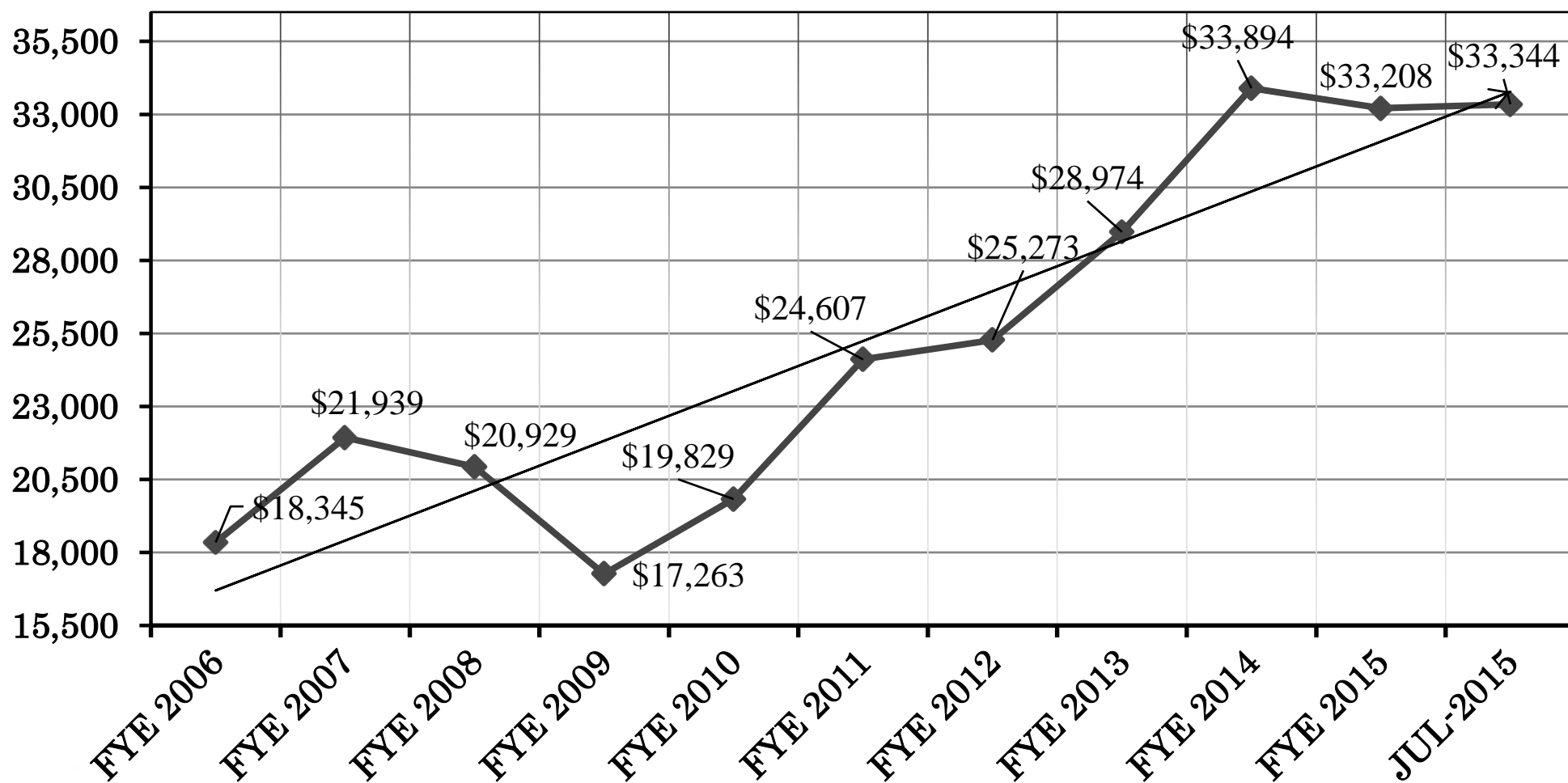


Note: Totals may not equal 100% due to rounding

POLICE MARKET VALUES AUGUST 2014 - JULY 2015



POLICE PENSION FUND MARKET VALUES 2006 - 2015



THE 10 YEAR RETURN FOR POLICE AS OF JULY 31, 2015 IS 6.83%.

New York City Police Pension Fund

Manager / Benchmark Comparison Report

Rates of Return - Net Mgr

Periods Ending July 31, 2015



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| | Ending Market Value (\$MM) | % of Total | 1 Month | 3 Month | FYTD | CYTD | 2014 |
|--|----------------------------|------------|---------|---------|--------|--------|--------|
| ASSET CLASS SUMMARY | | | | | | | |
| POLICE-TOTAL POLICE | 33,344 | 100.00 | 0.36 | (0.40) | 0.36 | 3.01 | 7.34 |
| Police Policy Benchmark | | | 0.64 | (0.14) | 0.64 | 3.35 | 8.16 |
| Excess | | | (0.28) | (0.26) | (0.28) | (0.34) | (0.81) |
| POLICE-TOTAL EQUITY (INCL PE & RA) | 21,997 | 65.97 | 0.33 | (0.25) | 0.33 | 3.97 | 7.96 |
| POLICE-TOTAL FIXED INCOME (DOM & GLOBAL) | 11,337 | 34.00 | 0.41 | (0.72) | 0.41 | 1.15 | 6.06 |
| EQUITY SUMMARY | | | | | | | |
| US EQUITY | | | | | | | |
| State Street Global Adv R3000 | 3,576 | 10.73 | 1.65 | 1.30 | 1.65 | 3.59 | 12.59 |
| RUSSELL 3000 (DAILY) | | | 1.67 | 1.35 | 1.67 | 3.65 | 12.56 |
| Excess | | | (0.02) | (0.05) | (0.02) | (0.05) | 0.04 |
| NYC POLICE BLACKROCK R2000 GROWTH | 177 | 0.53 | 0.41 | 5.50 | 0.41 | 9.16 | 5.50 |
| RUSSELL 2000 GROWTH DAILY | | | 0.41 | 5.50 | 0.41 | 9.18 | 5.60 |
| Excess | | | (0.00) | 0.00 | (0.00) | (0.02) | (0.11) |
| NYC POLICE BLACKROCK R2000 VALUE | 94 | 0.28 | (2.90) | (1.80) | (2.90) | (2.00) | 4.11 |
| RUSSELL 2000 VALUE DAILY | | | (2.76) | (1.82) | (2.76) | (2.02) | 4.22 |
| Excess | | | (0.15) | 0.03 | (0.15) | 0.02 | (0.11) |
| Brown AM - SCG | 122 | 0.37 | 1.79 | 4.57 | 1.79 | 8.32 | 2.93 |
| RUSSELL 2000 GROWTH DAILY | | | 0.41 | 5.50 | 0.41 | 9.18 | 5.60 |
| Excess | | | 1.38 | (0.92) | 1.38 | (0.86) | (2.68) |

New York City Police Pension Fund

Manager / Benchmark Comparison Report

Rates of Return - Net Mgr

Periods Ending July 31, 2015



111

| | Ending Market Value (\$MM) | % of Total | 1 Month | 3 Month | FYTD | CYTD | 2014 |
|------------------------------------|----------------------------|------------|---------|---------|--------|--------|--------|
| Ceredex SCV | 112 | 0.34 | 1.81 | 4.95 | 1.81 | 5.64 | 2.55 |
| RUSSELL 2000 VALUE DAILY | | | (2.76) | (1.82) | (2.76) | (2.02) | 4.22 |
| Excess | | | 4.56 | 6.77 | 4.56 | 7.66 | (1.66) |
| Dalton Greiner (Value) - Small Cap | 122 | 0.36 | 0.37 | 1.77 | 0.37 | 3.20 | 4.47 |
| RUSSELL 2000 VALUE DAILY | | | (2.76) | (1.82) | (2.76) | (2.02) | 4.22 |
| Excess | | | 3.13 | 3.59 | 3.13 | 5.22 | 0.25 |
| DFA Small Cap | 119 | 0.36 | (1.70) | 0.75 | (1.70) | 1.99 | 4.48 |
| RUSSELL 2000 (DAILY) | | | (1.16) | 1.85 | (1.16) | 3.54 | 4.89 |
| Excess | | | (0.54) | (1.10) | (0.54) | (1.55) | (0.42) |
| RAFI - SC Fundamental | 116 | 0.35 | (2.11) | (0.39) | (2.11) | 0.20 | 4.72 |
| RUSSELL 2000 (DAILY) | | | (1.16) | 1.85 | (1.16) | 3.54 | 4.89 |
| Excess | | | (0.95) | (2.24) | (0.95) | (3.33) | (0.17) |
| Time Square Capital SMIDG | 148 | 0.44 | 0.07 | 0.88 | 0.07 | 5.34 | 2.40 |
| RUSSELL 2500 GROWTH (DAILY) | | | 1.18 | 3.97 | 1.18 | 9.38 | 7.05 |
| Excess | | | (1.11) | (3.08) | (1.11) | (4.03) | (4.66) |
| State St GA S&P 400 | 407 | 1.22 | 0.15 | 0.59 | 0.15 | 4.87 | 10.09 |
| S&P 400 MIDCAP INDEX (DAILY) | | | 0.14 | 0.57 | 0.14 | 4.34 | 9.77 |
| Excess | | | 0.01 | 0.02 | 0.01 | 0.53 | 0.32 |
| Frontier Capital MCG | 314 | 0.94 | 0.65 | 3.95 | 0.65 | 10.93 | 11.58 |
| RUSSELL MIDCAP GROWTH (DAILY) | | | 1.62 | 1.17 | 1.62 | 5.86 | 11.90 |
| Excess | | | (0.97) | 2.77 | (0.97) | 5.06 | (0.32) |
| Time Square Capital MCG | 168 | 0.50 | 0.85 | 0.19 | 0.85 | 6.74 | 5.21 |
| RUSSELL MIDCAP GROWTH (DAILY) | | | 1.62 | 1.17 | 1.62 | 5.86 | 11.90 |
| Excess | | | (0.77) | (0.98) | (0.77) | 0.88 | (6.69) |

New York City Police Pension Fund

Manager / Benchmark Comparison Report

Rates of Return - Net Mgr

Periods Ending July 31, 2015



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| | Ending Market Value (\$MM) | % of Total | 1 Month | 3 Month | FYTD | CYTD | 2014 |
|-----------------------------------|----------------------------|------------|---------|---------|--------|--------|--------|
| Iridian Asset Mgmt. MCV | 295 | 0.88 | 1.09 | 1.07 | 1.09 | 3.88 | 14.04 |
| RUSSELL MIDCAP VALUE (DAILY) | | | (0.14) | (0.97) | (0.14) | 0.27 | 14.75 |
| Excess | | | 1.23 | 2.04 | 1.23 | 3.61 | (0.71) |
| Systematic Financial Mgmt MCV | 203 | 0.61 | (0.56) | (0.94) | (0.56) | 0.46 | 5.64 |
| RUSSELL MIDCAP VALUE (DAILY) | | | (0.14) | (0.97) | (0.14) | 0.27 | 14.75 |
| Excess | | | (0.42) | 0.03 | (0.42) | 0.19 | (9.11) |
| Wellington Mgmt. MCC | 225 | 0.68 | 2.31 | 3.03 | 2.31 | 8.14 | 10.93 |
| S&P 400 MIDCAP INDEX (DAILY) | | | 0.14 | 0.57 | 0.14 | 4.34 | 9.77 |
| Excess | | | 2.17 | 2.46 | 2.17 | 3.80 | 1.16 |
| NYC POLICE BLACKROCK R1000 GROWTH | 2,489 | 7.46 | 3.39 | 3.00 | 3.39 | 7.47 | 12.91 |
| RUSSELL 1000 GROWTH - DAILY | | | 3.39 | 3.00 | 3.39 | 7.49 | 13.05 |
| Excess | | | (0.01) | (0.00) | (0.01) | (0.01) | (0.14) |
| NYC POLICE BLACKROCK R1000 VALUE | 2,319 | 6.96 | 0.44 | (0.38) | 0.44 | (0.19) | 13.39 |
| RUSSELL 1000 VALUE (DAILY) | | | 0.44 | (0.38) | 0.44 | (0.18) | 13.45 |
| Excess | | | (0.00) | 0.00 | (0.00) | (0.01) | (0.06) |
| RAFI - LC Fundamental | 264 | 0.79 | 0.57 | (0.78) | 0.57 | 0.09 | 12.04 |
| RUSSELL 1000 (DAILY) | | | 1.93 | 1.32 | 1.93 | 3.67 | 13.24 |
| Excess | | | (1.36) | (2.10) | (1.36) | (3.58) | (1.20) |
| VTL S&P 500 Fundamental | 133 | 0.40 | 1.08 | (0.09) | 1.08 | 2.04 | 13.81 |
| S&P 500 INDEX (DAILY) | | | 2.10 | 1.41 | 2.10 | 3.35 | 13.69 |
| Excess | | | (1.01) | (1.49) | (1.01) | (1.31) | 0.12 |
| FUND OF FUNDS | | | | | | | |
| POLICE-FUND OF FUNDS | 205 | 0.61 | (1.15) | 0.89 | (1.15) | 2.28 | 1.62 |
| RUSSELL 2000 (DAILY) | | | (1.16) | 1.85 | (1.16) | 3.54 | 4.89 |
| Excess | | | 0.02 | (0.96) | 0.02 | (1.26) | (3.28) |

New York City Police Pension Fund

Manager / Benchmark Comparison Report

Rates of Return - Net Mgr

Periods Ending July 31, 2015



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| | Ending Market Value (\$MM) | % of Total | 1 Month | 3 Month | FYTD | CYTD | 2014 |
|---------------------------------|----------------------------|------------|---------|---------|--------|--------|--------|
| NON - US EQUITY | | | | | | | |
| Baillie Gifford | 520 | 1.56 | (1.46) | (4.73) | (1.46) | 4.85 | (6.77) |
| MSCI EAFE GROWTH | | | 2.41 | (0.31) | 2.41 | 9.49 | (4.43) |
| Excess | | | (3.87) | (4.42) | (3.87) | (4.64) | (2.34) |
| | | | | | | | |
| Walter Scott | 592 | 1.78 | 0.54 | (3.70) | 0.54 | 4.41 | (3.56) |
| MSCI EAFE GROWTH | | | 2.41 | (0.31) | 2.41 | 9.49 | (4.43) |
| Excess | | | (1.87) | (3.39) | (1.87) | (5.08) | 0.87 |
| | | | | | | | |
| Causeway | 507 | 1.52 | 1.88 | (2.08) | 1.88 | 7.05 | (5.18) |
| MSCI EAFE VALUE NET (DAILY) | | | 1.74 | (2.36) | 1.74 | 5.92 | (5.39) |
| Excess | | | 0.14 | 0.28 | 0.14 | 1.13 | 0.21 |
| | | | | | | | |
| Sprucegrove | 573 | 1.72 | (1.35) | (6.14) | (1.35) | (0.13) | (3.32) |
| MSCI EAFE VALUE NET (DAILY) | | | 1.74 | (2.36) | 1.74 | 5.92 | (5.39) |
| Excess | | | (3.09) | (3.78) | (3.09) | (6.05) | 2.07 |
| | | | | | | | |
| Acadian | 235 | 0.71 | 1.09 | 0.23 | 1.09 | 10.37 | (4.92) |
| S&P EPAC Small Cap Index | | | 0.50 | (0.06) | 0.50 | 11.13 | (3.10) |
| Excess | | | 0.59 | 0.29 | 0.59 | (0.75) | (1.81) |
| | | | | | | | |
| Pyramis | 251 | 0.75 | 3.47 | 2.99 | 3.47 | 14.97 | (5.60) |
| S&P EPAC Small Cap Index | | | 0.50 | (0.06) | 0.50 | 11.13 | (3.10) |
| Excess | | | 2.96 | 3.05 | 2.96 | 3.84 | (2.50) |
| | | | | | | | |
| SSGA | 434 | 1.30 | 2.05 | (1.22) | 2.05 | 8.00 | (4.75) |
| MSCI EAFE | | | 2.08 | (1.32) | 2.08 | 7.72 | (4.90) |
| Excess | | | (0.03) | 0.10 | (0.03) | 0.28 | 0.15 |
| | | | | | | | |
| SSGA MSCI EAFE Small Cap Index | 90 | 0.27 | 0.86 | 0.62 | 0.86 | 11.23 | |
| MSCI EAFE SMALL CAP NET (DAILY) | | | 0.85 | 0.61 | 0.85 | 11.08 | |
| Excess | | | 0.02 | 0.01 | 0.02 | 0.15 | |

New York City Police Pension Fund

Manager / Benchmark Comparison Report

Rates of Return - Net Mgr

Periods Ending July 31, 2015



114

| | Ending Market Value (\$MM) | % of Total | 1 Month | 3 Month | FYTD | CYTD | 2014 |
|--------------------------------|----------------------------|------------|---------|---------|--------|--------|--------|
| Generation GE | 120 | 0.36 | 1.60 | 0.47 | 1.60 | 7.28 | 11.39 |
| MSCI World Index | | | 1.80 | (0.23) | 1.80 | 4.47 | 4.94 |
| Excess | | | (0.19) | 0.70 | (0.19) | 2.80 | 6.45 |
| EMERGING MARKETS | | | | | | | |
| DFA | 271 | 0.81 | (7.95) | (14.92) | (7.95) | (7.40) | (4.50) |
| MSCI EMERGING MARKETS | | | (6.93) | (12.98) | (6.93) | (4.19) | (2.19) |
| Excess | | | (1.02) | (1.94) | (1.02) | (3.21) | (2.31) |
| Ballie Gifford | 288 | 0.86 | (7.48) | (11.27) | (7.48) | (4.91) | 0.10 |
| MSCI EMERGING MARKETS | | | (6.93) | (12.98) | (6.93) | (4.19) | (2.19) |
| Excess | | | (0.55) | 1.71 | (0.55) | (0.73) | 2.29 |
| PARAMETRIC EM | 286 | 0.86 | (4.80) | (9.96) | (4.80) | (4.20) | (3.92) |
| MSCI EMERGING MARKETS | | | (6.93) | (12.98) | (6.93) | (4.19) | (2.19) |
| Excess | | | 2.13 | 3.02 | 2.13 | (0.01) | (1.73) |
| ACADIAN | 308 | 0.92 | (7.37) | (12.26) | (7.37) | (4.32) | 3.79 |
| MSCI EMERGING MARKETS | | | (6.93) | (12.98) | (6.93) | (4.19) | (2.19) |
| Excess | | | (0.44) | 0.72 | (0.44) | (0.14) | 5.98 |
| Blackrock EM | 617 | 1.85 | (6.94) | (12.88) | (6.94) | (3.99) | (2.29) |
| MSCI EMERGING MARKETS | | | (6.93) | (12.98) | (6.93) | (4.19) | (2.19) |
| Excess | | | (0.00) | 0.10 | (0.00) | 0.20 | (0.10) |
| REAL ESTATE SECURITIES | | | | | | | |
| CONY GT SSGA REIT | 176 | 0.53 | 3.81 | (1.79) | 3.81 | 0.73 | 15.77 |
| FTSE EPRA/NAREIT Devel. Liquid | | | 3.81 | (1.94) | 3.81 | 0.37 | 14.98 |
| Excess | | | (0.00) | 0.14 | (0.00) | 0.36 | 0.79 |
| HEDGE FUNDS | | | | | | | |
| POLICE-TOTAL HEDGE FUNDS | 1,051 | 3.15 | 0.93 | (0.29) | 0.93 | 2.58 | 5.31 |

New York City Police Pension Fund

Manager / Benchmark Comparison Report

Rates of Return - Net Mgr

Periods Ending July 31, 2015



115

| | Ending Market Value (\$MM) | % of Total | 1 Month | 3 Month | FYTD | CYTD | 2014 |
|-------------------------------|----------------------------|------------|---------|---------|--------|--------|------|
| FIXED INCOME SUMMARY | | | | | | | |
| STRUCTURED FIXED INCOME | | | | | | | |
| Blackrock - Mortgage | 767 | 2.30 | 0.51 | (0.27) | 0.51 | 1.28 | 6.48 |
| CITIGROUP MORTGAGE INDEX | | | 0.64 | (0.25) | 0.64 | 1.00 | 6.12 |
| Excess | | | (0.12) | (0.03) | (0.12) | 0.28 | 0.35 |
| Neuberger Berman - Mortgage | 671 | 2.01 | 0.63 | (0.26) | 0.63 | 0.97 | 6.68 |
| CITIGROUP MORTGAGE INDEX | | | 0.64 | (0.25) | 0.64 | 1.00 | 6.12 |
| Excess | | | (0.01) | (0.01) | (0.01) | (0.03) | 0.55 |
| Wellington - Mortgage | 381 | 1.14 | 0.60 | (0.26) | 0.60 | 0.94 | 6.67 |
| CITIGROUP MORTGAGE INDEX | | | 0.64 | (0.25) | 0.64 | 1.00 | 6.12 |
| Excess | | | (0.03) | (0.02) | (0.03) | (0.06) | 0.54 |
| Goldman Sachs - Mortgage | 422 | 1.27 | 0.56 | (0.22) | 0.56 | 0.99 | 6.23 |
| CITIGROUP MORTGAGE INDEX | | | 0.64 | (0.25) | 0.64 | 1.00 | 6.12 |
| Excess | | | (0.08) | 0.02 | (0.08) | (0.01) | 0.11 |
| T. Rowe Price - Credit | 860 | 2.58 | 0.49 | (1.63) | 0.49 | 0.60 | 7.91 |
| NYC - Investment Grade Credit | | | 0.48 | (1.61) | 0.48 | (0.04) | 7.04 |
| Excess | | | 0.01 | (0.02) | 0.01 | 0.64 | 0.86 |
| Blackrock - Credit | 682 | 2.04 | 0.52 | (1.42) | 0.52 | 0.25 | 7.55 |
| NYC - Investment Grade Credit | | | 0.48 | (1.61) | 0.48 | (0.04) | 7.04 |
| Excess | | | 0.05 | 0.20 | 0.05 | 0.28 | 0.51 |
| Prudential - Credit | 626 | 1.88 | 0.57 | (1.51) | 0.57 | 0.02 | 7.19 |
| NYC - Investment Grade Credit | | | 0.48 | (1.61) | 0.48 | (0.04) | 7.04 |
| Excess | | | 0.09 | 0.10 | 0.09 | 0.06 | 0.14 |

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| | Ending Market Value (\$MM) | % of Total | 1 Month | 3 Month | FYTD | CYTD | 2014 |
|---------------------------------|----------------------------|------------|---------|---------|--------|--------|--------|
| Taplin Canida Habacht Credit | 190 | 0.57 | 0.19 | (2.25) | 0.19 | (0.81) | 7.92 |
| NYC - Investment Grade Credit | | | 0.48 | (1.61) | 0.48 | (0.04) | 7.04 |
| Excess | | | (0.29) | (0.63) | (0.29) | (0.77) | 0.88 |
| Pyramis - Credit | 189 | 0.57 | 0.52 | (1.37) | 0.52 | 0.24 | 7.38 |
| NYC - Investment Grade Credit | | | 0.48 | (1.61) | 0.48 | (0.04) | 7.04 |
| Excess | | | 0.04 | 0.24 | 0.04 | 0.28 | 0.34 |
| Prudential-Privest - Credit | 121 | 0.36 | 0.95 | (0.16) | 0.95 | 1.74 | 7.20 |
| NYC - Investment Grade Credit | | | 0.48 | (1.61) | 0.48 | (0.04) | 7.04 |
| Excess | | | 0.47 | 1.45 | 0.47 | 1.78 | 0.16 |
| State Street - Gov't | 386 | 1.16 | 1.72 | (1.04) | 1.72 | 0.38 | 12.13 |
| NYC - Treasury Agency Plus Five | | | 1.83 | (0.94) | 1.83 | 0.50 | 12.38 |
| Excess | | | (0.11) | (0.10) | (0.11) | (0.12) | (0.25) |
| Blackrock - Gov't | 226 | 0.68 | 1.77 | (0.80) | 1.77 | 0.65 | 11.93 |
| NYC - Treasury Agency Plus Five | | | 1.83 | (0.94) | 1.83 | 0.50 | 12.38 |
| Excess | | | (0.06) | 0.14 | (0.06) | 0.15 | (0.44) |
| Fischer Francis - Govt | 226 | 0.68 | 1.77 | (0.96) | 1.77 | 0.50 | 11.36 |
| NYC - Treasury Agency Plus Five | | | 1.83 | (0.94) | 1.83 | 0.50 | 12.38 |
| Excess | | | (0.06) | (0.02) | (0.06) | 0.00 | (1.02) |
| FIXED INCOME FUND OF FUNDS | | | | | | | |
| Hillswick | 7 | 0.02 | 1.01 | (0.48) | 1.01 | 0.75 | 7.09 |
| Barclays Aggregate (Daily) | | | 0.70 | (0.64) | 0.70 | 0.59 | 5.97 |
| Excess | | | 0.32 | 0.16 | 0.32 | 0.16 | 1.13 |
| Ramirez Asset | 18 | 0.05 | 0.60 | (0.55) | 0.60 | 0.46 | |
| Barclays Aggregate (Daily) | | | 0.70 | (0.64) | 0.70 | 0.59 | |
| Excess | | | (0.09) | 0.09 | (0.09) | (0.13) | |

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| | Ending Market Value (\$MM) | % of Total | 1 Month | 3 Month | FYTD | CYTD | 2014 |
|--|----------------------------|------------|---------|---------|--------|--------|--------|
| NEW CENTURY | 26 | 0.08 | 0.61 | (0.85) | 0.61 | 0.07 | 6.53 |
| Barclays Aggregate (Daily) | | | 0.70 | (0.64) | 0.70 | 0.59 | 5.97 |
| Excess | | | (0.08) | (0.21) | (0.08) | (0.52) | 0.56 |
| PUGH CAP | 22 | 0.07 | 0.78 | (0.84) | 0.78 | 0.53 | 5.88 |
| Barclays Aggregate (Daily) | | | 0.70 | (0.64) | 0.70 | 0.59 | 5.97 |
| Excess | | | 0.08 | (0.19) | 0.08 | (0.06) | (0.09) |
| ENHANCED YIELD | | | | | | | |
| Loomis Sayles - High Yield | 230 | 0.69 | (0.79) | (1.92) | (0.79) | 2.66 | 4.73 |
| NYC-Loomis (BoA MLMSTII 7-03/BB&B PRIOR) | | | (0.62) | (1.84) | (0.62) | 1.86 | 2.50 |
| Excess | | | (0.17) | (0.08) | (0.17) | 0.79 | 2.22 |
| Oaktree - High Yield | 182 | 0.55 | (0.51) | (1.53) | (0.51) | 1.98 | 1.41 |
| BofAML HYM CONSTRAINED (DAILY) | | | (0.61) | (1.84) | (0.61) | 1.87 | 2.51 |
| Excess | | | 0.11 | 0.31 | 0.11 | 0.11 | (1.10) |
| Neuberger Berman - High Yield | 247 | 0.74 | (0.59) | (2.05) | (0.59) | 1.49 | 2.05 |
| BofAML HIGH YIELD MASTER II (DAILY) | | | (0.62) | (1.84) | (0.62) | 1.86 | 2.50 |
| Excess | | | 0.03 | (0.21) | 0.03 | (0.37) | (0.45) |
| Stone Harbor - High Yield | 165 | 0.50 | (0.64) | (2.37) | (0.64) | 1.18 | 0.31 |
| BofAML HIGH YIELD MASTER II (DAILY) | | | (0.62) | (1.84) | (0.62) | 1.86 | 2.50 |
| Excess | | | (0.03) | (0.53) | (0.03) | (0.68) | (2.19) |
| T. Rowe Price - High Yield | 280 | 0.84 | (0.06) | (0.73) | (0.06) | 3.16 | 2.92 |
| CITIGROUP BB & B | | | (0.61) | (1.59) | (0.61) | 2.12 | 2.78 |
| Excess | | | 0.55 | 0.86 | 0.55 | 1.05 | 0.13 |
| Fort Washington - High Yield | 126 | 0.38 | (0.93) | (2.13) | (0.93) | 2.00 | 2.41 |
| CITIGROUP BB & B | | | (0.61) | (1.59) | (0.61) | 2.12 | 2.78 |
| Excess | | | (0.32) | (0.54) | (0.32) | (0.12) | (0.37) |

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| | Ending Market Value (\$MM) | % of Total | 1 Month | 3 Month | FYTD | CYTD | 2014 |
|---|----------------------------|------------|---------|---------|--------|--------|--------|
| Shenkman - High Yield | 98 | 0.29 | (0.37) | (1.31) | (0.37) | 2.95 | 2.64 |
| CITIGROUP BB & B | | | (0.61) | (1.59) | (0.61) | 2.12 | 2.78 |
| Excess | | | 0.24 | 0.28 | 0.24 | 0.84 | (0.15) |
| BANK LOANS | | | | | | | |
| Babson BL | 226 | 0.68 | 0.24 | 0.44 | 0.24 | 3.48 | 1.99 |
| CSFB LEVERAGED LOAN INDEX | | | 0.09 | (0.02) | 0.09 | 2.96 | 2.06 |
| Excess | | | 0.15 | 0.46 | 0.15 | 0.52 | (0.07) |
| Credit Suisse BL | 229 | 0.69 | 0.37 | 0.54 | 0.37 | 4.01 | 2.67 |
| CSFB LEVERAGED LOAN INDEX | | | 0.09 | (0.02) | 0.09 | 2.96 | 2.06 |
| Excess | | | 0.28 | 0.56 | 0.28 | 1.05 | 0.61 |
| Guggenheim BL | 115 | 0.35 | 0.42 | 0.62 | 0.42 | 3.64 | 2.88 |
| CSFB LEVERAGED LOAN INDEX | | | 0.09 | (0.02) | 0.09 | 2.96 | 2.06 |
| Excess | | | 0.33 | 0.64 | 0.33 | 0.68 | 0.83 |
| TIPS | | | | | | | |
| State Street TIPS Passive | 716 | 2.15 | 0.13 | (1.58) | 0.13 | 0.63 | 3.57 |
| Barclays Global Inflation Linked: US TIPS (Daily) | | | 0.21 | (1.58) | 0.21 | 0.55 | 3.64 |
| Excess | | | (0.08) | 0.00 | (0.08) | 0.08 | (0.07) |
| Blackrock TIPS | 239 | 0.72 | 0.16 | (1.49) | 0.16 | 0.73 | 3.74 |
| Barclays Global Inflation Linked: US TIPS (Daily) | | | 0.21 | (1.58) | 0.21 | 0.55 | 3.64 |
| Excess | | | (0.05) | 0.09 | (0.05) | 0.18 | 0.10 |
| CONVERTIBLE BONDS | | | | | | | |
| Advent Conv Bonds | 111 | 0.33 | (0.63) | (1.61) | (0.63) | 1.72 | 4.65 |
| BofA ML U.S. Convertible - Yield Alternatives | | | (2.00) | (4.03) | (2.00) | (1.57) | 2.75 |
| Excess | | | 1.37 | 2.41 | 1.37 | 3.29 | 1.91 |

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| | Ending Market Value (\$MM) | % of Total | 1 Month | 3 Month | FYTD | CYTD | 2014 |
|---|----------------------------|------------|---------|---------|--------|--------|--------|
| Victory Conv Bonds | 109 | 0.33 | (0.74) | (0.93) | (0.74) | 1.37 | 13.76 |
| BofA Merrill Lynch US Investment Grade Convertible Bond Index | | | (0.73) | (0.71) | (0.73) | 1.72 | 15.69 |
| Excess | | | (0.01) | (0.22) | (0.01) | (0.35) | (1.94) |
| CORE FIXED INCOME | | | | | | | |
| LM Capital | 34 | 0.10 | 0.59 | (0.77) | 0.59 | 0.86 | 5.57 |
| Barclays Aggregate (Daily) | | | 0.70 | (0.64) | 0.70 | 0.59 | 5.97 |
| Excess | | | (0.10) | (0.12) | (0.10) | 0.27 | (0.39) |
| GIA | 35 | 0.10 | 0.44 | | 0.44 | | |
| Barclays Aggregate (Daily) | | | 0.70 | | 0.70 | | |
| Excess | | | (0.26) | | (0.26) | | |
| OPPORTUNISTIC FIXED INCOME | | | | | | | |
| POLICE-TOTAL OPPORTUNISTIC FIXED INCOME | 879 | 2.63 | (0.32) | 0.63 | (0.32) | 1.99 | 8.70 |
| OTHER FIXED INCOME | | | | | | | |
| AFL-CIO HOUSING INV TRUST | 122 | 0.37 | 0.66 | (0.34) | 0.66 | 1.06 | 6.10 |
| Barclays Aggregate (Daily) | | | 0.70 | (0.64) | 0.70 | 0.59 | 5.97 |
| Excess | | | (0.04) | 0.30 | (0.04) | 0.47 | 0.14 |
| ACCESS RBC | 63 | 0.19 | 0.60 | (0.31) | 0.60 | 1.43 | 6.66 |
| Access RBC Benchmark | | | 0.58 | (0.11) | 0.58 | 1.01 | 5.08 |
| Excess | | | 0.02 | (0.20) | 0.02 | 0.42 | 1.58 |
| CPC CONST FACILITY | 5 | 0.01 | 1.23 | 1.67 | 1.23 | 2.55 | |
| CPC CONST BENCHMARK | | | 0.24 | 0.71 | 0.24 | 1.67 | |
| Excess | | | 0.99 | 0.96 | 0.99 | 0.88 | |
| BOA-PPAR (GNMA) | 7 | 0.02 | 12.90 | 8.68 | 12.90 | 8.82 | 15.61 |
| GNMA Plus 65bps | | | 0.59 | (0.25) | 0.59 | 1.00 | 6.65 |
| Excess | | | 12.32 | 8.94 | 12.32 | 7.82 | 8.96 |

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| | Ending Market Value (\$MM) | % of Total | 1 Month | 3 Month | FYTD | CYTD | 2014 |
|--------------------|----------------------------|------------|---------|---------|-------|-------|-------|
| BOA-PPAR (FNMA) | 6 | 0.02 | 10.84 | 6.62 | 10.84 | 42.23 | 13.31 |
| FNMA Plus 85bps | | | 0.77 | 0.07 | 0.77 | 1.64 | 7.13 |
| Excess | | | 10.07 | 6.55 | 10.07 | 40.60 | 6.19 |
| CFSB-PPAR (GNMA) | 1 | 0.00 | 9.41 | 5.42 | 9.41 | 5.74 | 15.34 |
| GNMA Plus 65bps | | | 0.59 | (0.25) | 0.59 | 1.00 | 6.65 |
| Excess | | | 8.83 | 5.68 | 8.83 | 4.73 | 8.69 |
| CCD-PPAR (GNMA) | 3 | 0.01 | 7.62 | 3.84 | 7.62 | 4.33 | 15.37 |
| GNMA Plus 65bps | | | 0.59 | (0.25) | 0.59 | 1.00 | 6.65 |
| Excess | | | 7.03 | 4.10 | 7.03 | 3.32 | 8.72 |
| CCD-PPAR (FNMA) | 2 | 0.01 | 11.53 | 7.28 | 11.53 | 6.80 | 25.71 |
| FNMA Plus 85bps | | | 0.77 | 0.07 | 0.77 | 1.64 | 7.13 |
| Excess | | | 10.75 | 7.21 | 10.75 | 5.17 | 18.58 |
| CPC-PPAR (FNMA) | 32 | 0.09 | 11.45 | 7.61 | 11.45 | 7.79 | 13.91 |
| FNMA Plus 85bps | | | 0.77 | 0.07 | 0.77 | 1.64 | 7.13 |
| Excess | | | 10.68 | 7.54 | 10.68 | 6.15 | 6.78 |
| JPMC - PPAR (FNMA) | 7 | 0.02 | 13.21 | 7.52 | 13.21 | 6.30 | 12.08 |
| FNMA Plus 85bps | | | 0.77 | 0.07 | 0.77 | 1.64 | 7.13 |
| Excess | | | 12.44 | 7.45 | 12.44 | 4.67 | 4.96 |
| LIIF-PPAR (GNMA) | 2 | 0.00 | 3.80 | 1.92 | 3.80 | 3.71 | 9.74 |
| GNMA Plus 65bps | | | 0.59 | (0.25) | 0.59 | 1.00 | 6.65 |
| Excess | | | 3.21 | 2.17 | 3.21 | 2.70 | 3.09 |
| LIIF-PPAR (FNMA) | 2 | 0.00 | 10.82 | 6.63 | 10.82 | 6.47 | 38.12 |
| FNMA Plus 85bps | | | 0.77 | 0.07 | 0.77 | 1.64 | 7.13 |
| Excess | | | 10.05 | 6.56 | 10.05 | 4.84 | 30.99 |

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Periods Ending July 31, 2015



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| | Ending Market Value (\$MM) | % of Total | 1 Month | 3 Month | FYTD | CYTD | 2014 |
|----------------------------------|----------------------------|------------|---------|---------|--------|-------|-------|
| | | | | | | | |
| NCBCI-PPAR (GNMA) | 1 | 0.00 | 7.84 | 4.03 | 7.84 | 4.73 | 16.66 |
| GNMA Plus 65bps | | | 0.59 | (0.25) | 0.59 | 1.00 | 6.65 |
| Excess | | | 7.25 | 4.28 | 7.25 | 3.73 | 10.01 |
| | | | | | | | |
| NCBCI-PPAR (FNMA) | 0 | 0.00 | 7.67 | 3.93 | 7.67 | 4.51 | 14.93 |
| FNMA Plus 85bps | | | 0.77 | 0.07 | 0.77 | 1.64 | 7.13 |
| Excess | | | 6.89 | 3.86 | 6.89 | 2.88 | 7.81 |
| | | | | | | | |
| NHS-PPAR (GNMA) | 1 | 0.00 | 6.19 | 2.97 | 6.19 | 4.20 | 13.73 |
| GNMA Plus 65bps | | | 0.59 | (0.25) | 0.59 | 1.00 | 6.65 |
| Excess | | | 5.60 | 3.23 | 5.60 | 3.19 | 7.08 |
| | | | | | | | |
| CASH | | | | | | | |
| POLICE SHORT TERM | 1,166 | 3.50 | 0.05 | 0.13 | 0.05 | 0.45 | 0.23 |
| 91 DAY T-BILL | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.02 |
| Excess | | | 0.05 | 0.13 | 0.05 | 0.45 | 0.21 |
| | | | | | | | |
| C/D - Fail Float Earnings | 1 | 0.00 | | | | | |
| | | | | | | | |
| SECURITY LENDING | 9 | 0.03 | | | | | |
| | | | | | | | |
| PRIVATE EQUITY | | | | | | | |
| POLICE-TOTAL PRIVATE EQUITY | 2,237 | 6.71 | (0.14) | 4.53 | (0.14) | 7.78 | 13.74 |
| | | | | | | | |
| REAL ASSETS | | | | | | | |
| POLICE-TOTAL PRIVATE REAL ESTATE | 1,327 | 3.98 | 1.73 | 3.61 | 1.73 | 10.15 | 17.19 |
| | | | | | | | |
| POLICE-TOTAL INFRASTRUCTURE | 91 | 0.27 | 0.79 | 1.52 | 0.79 | 9.07 | 12.49 |

New York City Police Pension Fund, Subchapter 2
Private Equity Portfolio
As of March 31, 2015 (in USD)

| Vintage Year | Investment | First Drawdown | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Multiple | IRR |
|---------------------------|---|----------------|-------------------|---------------------|---------------------|--------------|----------|---------|
| Active Investments | | | | | | | | |
| 1998 | VS&A Communications Partners III, L.P. | 12/15/1998 | \$ 20,000,000 | \$ 20,099,362 | \$ 27,481,535 | \$ 143,345 | 1.37x | 6.3% |
| 1999 | Cypress Merchant Banking Partners II, L.P. | 3/29/1999 | 45,172,972 | 53,861,600 | 43,440,706 | 7,589,861 | 0.95x | (1.0%) |
| 1999 | FdG Capital Partners LLC | 6/2/1999 | 50,000,000 | 57,513,671 | 85,895,768 | 8,928,129 | 1.65x | 14.6% |
| 1999 | Lincolnshire Equity Fund II, L.P. | 10/20/1999 | 11,038,409 | 11,556,880 | 21,877,852 | 720,460 | 1.96x | 24.7% |
| 2000 | Solera Partners, L.P. | 5/26/2000 | 9,999,888 | 13,175,395 | 20,817,577 | 4,784,231 | 1.94x | 10.1% |
| 2000 | SCP Private Equity Partners II, L.P. | 6/15/2000 | 25,000,000 | 28,057,160 | 8,542,740 | 8,403,192 | 0.60x | (6.3%) |
| 2001 | New Mountain Partners, L.P. | 3/16/2001 | 13,606,449 | 12,837,351 | 18,323,621 | 361,290 | 1.46x | 12.4% |
| 2001 | Apollo Investment Fund V, L.P. | 4/13/2001 | 35,000,000 | 54,534,624 | 107,157,378 | 1,641,276 | 2.00x | 38.8% |
| 2001 | CVC European Equity Partners III, L.P. | 9/4/2001 | 25,000,000 | 28,947,553 | 74,439,614 | 647,155 | 2.59x | 41.1% |
| 2002 | Yucaipa American Alliance Fund I, LP | 7/1/2002 | 20,000,000 | 29,967,488 | 25,901,853 | 11,415,960 | 1.25x | 6.4% |
| 2002 | Collier International Partners IV, L.P. | 7/2/2002 | 27,000,000 | 26,761,761 | 34,526,416 | 1,914,554 | 1.36x | 11.8% |
| 2002 | Landmark Equity Partners XI, L.P. | 10/23/2002 | 30,000,000 | 28,518,970 | 40,824,368 | 3,453,456 | 1.55x | 23.8% |
| 2003 | FS Equity Partners V, L.P. | 1/20/2003 | 15,000,000 | 13,739,615 | 23,360,647 | 5,191,878 | 2.08x | 16.6% |
| 2003 | Blackstone Capital Partners IV, L.P. | 2/26/2003 | 46,253,267 | 57,076,673 | 123,611,532 | 14,465,918 | 2.42x | 36.7% |
| 2003 | Ares Corporate Opportunities Fund, L.P. | 4/1/2003 | 35,000,000 | 42,006,955 | 60,147,334 | 3,385,629 | 1.51x | 13.4% |
| 2004 | Markstone Capital Partners, LP | 1/30/2004 | 10,000,000 | 11,724,772 | 4,892,031 | 615,989 | 0.47x | (55.4%) |
| 2004 | Euro Choice II (Delaware) L.P. | 2/25/2004 | 20,249,545 | 20,142,503 | 22,254,101 | 7,076,593 | 1.46x | 7.4% |
| 2004 | FdG Capital Partners II LP | 8/30/2004 | 25,000,000 | 26,510,846 | 29,760,812 | 2,472,039 | 1.22x | 3.9% |
| 2004 | Paladin Homeland Security Fund (NY City), L.P. | 9/27/2004 | 30,000,000 | 32,254,953 | 7,537,068 | 11,266,713 | 0.58x | (7.6%) |
| 2004 | Lincolnshire Equity Fund III, L.P. | 10/1/2004 | 15,000,000 | 14,314,654 | 18,525,913 | 7,901,610 | 1.85x | 31.7% |
| 2004 | Aurora Equity Partners III L.P. | 11/16/2004 | 15,000,000 | 16,235,965 | 25,871,159 | 1,253,789 | 1.67x | 14.2% |
| 2004 | Trilantic Capital Partners III L.P. | 11/18/2004 | 20,000,000 | 17,819,516 | 28,751,696 | 799,958 | 1.66x | 14.8% |
| 2004 | Medica III Investments (International) L.P. | 12/1/2004 | 10,000,000 | 9,816,293 | 4,237,089 | 4,197,000 | 0.86x | (4.0%) |
| 2004 | Celtic Pharmaceutical Holdings L.P. | 12/23/2004 | 10,000,000 | 10,160,838 | 160,838 | 6,078,294 | 0.61x | (6.2%) |
| 2005 | Palladium Equity Partners III, L.P. | 11/12/2004 | 25,000,000 | 25,892,050 | 34,718,248 | 18,009,078 | 2.04x | 18.1% |
| 2005 | New Mountain Partners II, L.P. | 1/12/2005 | 7,741,935 | 6,898,549 | 11,915,627 | 1,593,181 | 1.96x | 13.7% |
| 2005 | VSS Communications Partners IV, L.P. | 3/14/2005 | 12,500,000 | 14,103,331 | 7,588,693 | 3,253,597 | 0.77x | (4.8%) |
| 2005 | Carlyle Partners IV, L.P. | 4/29/2005 | 50,000,000 | 51,518,317 | 94,015,613 | 9,015,260 | 2.00x | 13.3% |
| 2005 | Levine Leichtman Capital Partners Deep Value Fund, L.P. | 5/18/2005 | 20,000,000 | 24,978,381 | 21,372,931 | 4,635,877 | 1.04x | 1.1% |
| 2005 | Prism Venture Partners V-A, L.P. | 7/14/2005 | 20,000,000 | 20,199,852 | 7,883,117 | 7,898,735 | 0.78x | (5.0%) |
| 2005 | Arlington Capital Partners II, L.P. | 7/29/2005 | 20,000,000 | 20,180,610 | 19,348,963 | 13,010,878 | 1.60x | 10.5% |
| 2005 | Quadrangle Capital Partners II LP | 8/29/2005 | 23,276,501 | 22,927,979 | 20,530,380 | 6,413,757 | 1.18x | 3.5% |
| 2005 | Snow Phipps Group, L.P. | 9/7/2005 | 10,000,000 | 11,455,563 | 7,509,333 | 7,375,788 | 1.30x | 7.8% |
| 2005 | GI Partners Fund II L.P. | 9/26/2005 | 12,500,000 | 12,620,395 | 14,299,615 | 4,823,274 | 1.52x | 7.2% |
| 2005 | Blackstone Mezzanine Partners II, L.P. | 10/10/2005 | 14,000,000 | 13,349,007 | 15,932,646 | 1,236,323 | 1.29x | 7.0% |
| 2005 | Psilos Group Partners III, L.P. | 10/24/2005 | 12,500,000 | 13,287,792 | 6,410,270 | 10,416,139 | 1.27x | 5.3% |
| 2005 | FirstMark Capital I, L.P. (fka FirstMark IV) | 11/21/2005 | 10,000,000 | 10,815,838 | 11,312,611 | 49,579,154 | 5.63x | 44.7% |
| 2005 | USPF II Institutional Fund, L.P. | 11/23/2005 | 20,000,000 | 26,379,750 | 17,646,020 | 16,708,631 | 1.30x | 5.8% |
| 2005 | Bridgepoint Europe III | 12/6/2005 | 15,610,388 | 14,480,947 | 8,494,493 | 7,316,578 | 1.09x | 1.4% |
| 2005 | JP Morgan Fleming (Tranche A) | 12/21/2005 | 40,000,000 | 38,165,945 | 24,028,432 | 30,474,274 | 1.43x | 8.5% |
| 2006 | Aisling Capital II, LP | 1/12/2006 | 2,500,000 | 2,907,609 | 1,313,536 | 2,359,679 | 1.26x | 4.8% |
| 2006 | InterMedia Partners VII, L.P. | 1/20/2006 | 12,500,000 | 14,335,899 | 8,073,653 | 15,134,856 | 1.62x | 7.9% |
| 2006 | Falconhead Capital Partners II, L.P. | 1/24/2006 | 15,000,000 | 16,696,889 | 13,748,545 | 5,944,672 | 1.18x | 3.9% |
| 2006 | Terra Firma Capital Partners III, L.P. | 3/8/2006 | 15,526,850 | 15,489,042 | 331,028 | 7,929,363 | 0.53x | (11.5%) |
| 2006 | Fenway Partners Capital Fund III, L.P. | 3/29/2006 | 15,000,000 | 16,865,887 | 11,815,322 | 6,454,152 | 1.08x | 1.8% |

New York City Police Pension Fund, Subchapter 2
Private Equity Portfolio
As of March 31, 2015 (in USD)

| Vintage Year | Investment | First Drawdown | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Multiple | IRR |
|--------------|--|----------------|-------------------|---------------------|---------------------|--------------|----------|---------|
| 2006 | Blackstone Capital Partners V, L.P. | 4/13/2006 | 42,235,747 | 44,610,646 | 40,090,488 | 31,946,373 | 1.61x | 8.6% |
| 2006 | Avista Capital Partners, L.P. | 4/27/2006 | 20,000,000 | 25,552,770 | 20,790,116 | 12,837,513 | 1.32x | 6.4% |
| 2006 | GSC Recovery III, L.P. | 5/4/2006 | 5,000,000 | 5,619,776 | 5,859,801 | 859,348 | 1.20x | 4.7% |
| 2006 | Apollo Investment Fund VI, L.P. | 5/10/2006 | 45,000,000 | 57,919,123 | 65,834,186 | 23,328,821 | 1.54x | 10.0% |
| 2006 | Landmark Equity Partners XIII, L.P. | 5/11/2006 | 10,000,000 | 9,528,620 | 7,978,761 | 4,086,009 | 1.27x | 5.7% |
| 2006 | Ares Corporate Opportunities Fund II, L.P. | 5/23/2006 | 15,000,000 | 16,410,557 | 23,553,621 | 4,321,937 | 1.70x | 13.9% |
| 2006 | Atlantic Equity Partners IV, L.P. | 7/12/2006 | 20,000,000 | 20,580,000 | - | 13,874,351 | 0.67x | (6.7%) |
| 2006 | CCMP Capital Investors II, L.P. | 8/17/2006 | 20,000,000 | 21,832,368 | 21,633,661 | 12,312,154 | 1.55x | 13.0% |
| 2006 | Capital Partners Private Equity Income Fund, L.P. | 8/23/2006 | 15,000,000 | 14,382,706 | 16,457,743 | 11,221,718 | 1.92x | 19.8% |
| 2006 | CLP 2014 (fka Perseus Partners VII) | 8/31/2006 | 15,000,000 | 17,442,513 | 4,765,922 | 468,966 | 0.30x | (36.9%) |
| 2006 | NB Co-Investment Partners LP | 9/28/2006 | 60,000,000 | 60,279,406 | 61,282,529 | 25,763,877 | 1.44x | 9.2% |
| 2006 | Euro Choice III L.P. | 11/21/2006 | 26,710,937 | 25,811,364 | 11,555,487 | 16,285,090 | 1.08x | 1.8% |
| 2006 | Thomas, McNerney & Partners II, L.P. | 11/30/2006 | 10,000,000 | 9,225,000 | 4,914,832 | 16,430,681 | 2.31x | 18.3% |
| 2006 | Catterton Partners VI, L.P. | 12/14/2006 | 20,000,000 | 21,836,808 | 26,469,122 | 14,182,498 | 1.86x | 13.7% |
| 2006 | First Reserve Fund XI, L.P. | 12/14/2006 | 20,000,000 | 21,253,053 | 11,726,108 | 6,132,609 | 0.84x | (4.2%) |
| 2006 | Permira IV, L.P. | 12/14/2006 | 16,152,803 | 16,759,068 | 14,820,022 | 8,598,468 | 1.40x | 7.4% |
| 2006 | Arsenal Capital Partners II, LP | 12/19/2006 | 10,000,000 | 11,790,475 | 7,034,998 | 10,525,360 | 1.49x | 9.5% |
| 2006 | RRE Ventures IV, L.P. | 12/19/2006 | 15,000,000 | 18,049,498 | 4,253,208 | 24,664,638 | 1.60x | 10.4% |
| 2006 | Coller International Partners V, L.P. | 12/21/2006 | 10,000,000 | 8,529,674 | 8,543,109 | 3,887,713 | 1.46x | 9.8% |
| 2006 | MidOcean Partners III, L.P. | 12/21/2006 | 40,000,000 | 43,531,374 | 26,653,372 | 35,098,089 | 1.42x | 8.5% |
| 2006 | GF Capital Private Equity Fund, L.P. | 12/22/2006 | 10,000,000 | 10,208,044 | 7,431,823 | 9,973,193 | 1.71x | 15.1% |
| 2006 | The Fourth Cnven Fund | 1/22/2007 | 13,935,722 | 13,886,333 | 13,257,527 | 5,522,095 | 1.35x | 6.5% |
| 2007 | Pegasus Partners IV, L.P. | 1/29/2007 | 15,000,000 | 17,330,508 | 7,938,472 | 10,210,912 | 1.05x | 1.2% |
| 2007 | Olympus Capital Asia III, L.P. | 1/31/2007 | 20,000,000 | 22,086,479 | 8,041,121 | 19,390,656 | 1.24x | 7.2% |
| 2007 | FTVentures III, LP | 3/1/2007 | 7,500,000 | 7,635,000 | 6,114,054 | 9,073,067 | 1.99x | 16.8% |
| 2007 | Highland Consumer Fund I LP | 3/16/2007 | 10,000,000 | 9,516,060 | - | 7,739,575 | 0.81x | (4.1%) |
| 2007 | Montreux Equity Partners IV, L.P. | 3/27/2007 | 10,000,000 | 10,000,000 | 3,296,419 | 10,402,316 | 1.37x | 7.9% |
| 2007 | Gleacher Mezzanine Fund II, L.P. | 3/30/2007 | 10,000,000 | 9,163,010 | 8,621,100 | 2,630,334 | 1.23x | 8.4% |
| 2007 | Quaker BioVentures II, L.P. | 3/30/2007 | 15,000,000 | 12,794,055 | 7,653,116 | 10,864,564 | 1.45x | 10.5% |
| 2007 | SCP Vitalife Partners II Fund | 4/13/2007 | 15,000,000 | 14,512,274 | 1,184 | 13,122,056 | 0.90x | (2.4%) |
| 2007 | Comvest Investment Partners III, L.P. | 5/15/2007 | 15,000,000 | 19,009,285 | 11,293,544 | 9,715,414 | 1.11x | 3.5% |
| 2007 | Constellation Venture Capital III, L.P. | 5/22/2007 | 15,000,000 | 16,047,224 | 3,405,627 | 7,983,136 | 0.71x | (8.2%) |
| 2007 | United States Power Fund III, L.P. | 6/28/2007 | 15,000,000 | 14,992,160 | 6,664,772 | 13,119,362 | 1.32x | 6.1% |
| 2007 | Carlyle Partners V, L.P. | 7/6/2007 | 50,000,000 | 49,928,471 | 43,205,830 | 40,165,966 | 1.67x | 14.8% |
| 2007 | PCG Clean Energy & Technology Fund (East), LLC | 7/6/2007 | 40,000,000 | 35,003,637 | 4,153,638 | 19,271,144 | 0.67x | (8.9%) |
| 2007 | GSO Capital Opportunities Fund LP | 7/16/2007 | 17,500,000 | 26,050,261 | 32,742,643 | 5,003,650 | 1.45x | 18.4% |
| 2007 | New Mountain Partners III, L.P. | 8/9/2007 | 35,000,000 | 33,986,585 | 13,221,765 | 31,795,197 | 1.32x | 8.1% |
| 2007 | Vista Equity Partners Fund III, L.P. | 10/3/2007 | 20,000,000 | 21,213,866 | 43,205,366 | 10,596,411 | 2.54x | 29.0% |
| 2007 | Trilantic Capital Partners IV L.P. | 10/22/2007 | 45,856,523 | 45,812,852 | 47,220,580 | 28,937,439 | 1.66x | 16.5% |
| 2007 | Pine Brook Capital Partners, L.P. | 1/11/2008 | 15,000,000 | 14,951,159 | 7,552,706 | 11,059,169 | 1.24x | 8.4% |
| 2008 | Paladin III (NY City), L.P. | 1/8/2008 | 30,000,000 | 32,832,220 | 16,523,491 | 23,724,739 | 1.23x | 6.6% |
| 2008 | Relativity Fund, L.P. | 1/17/2008 | 15,000,000 | 8,080,212 | 1,185,021 | 3,421,501 | 0.57x | (11.5%) |
| 2008 | Apollo Investment Fund VII, L.P. | 1/28/2008 | 50,000,000 | 56,758,307 | 80,118,626 | 21,608,276 | 1.79x | 25.9% |
| 2008 | NGN BioMed Opportunity II, L.P. | 2/11/2008 | 10,000,000 | 9,025,911 | 1,879,093 | 5,274,340 | 0.79x | (6.0%) |
| 2008 | Carpenter Community BancFund-A, L.P. | 2/12/2008 | 15,000,000 | 14,389,912 | 690,525 | 20,413,478 | 1.47x | 8.1% |
| 2008 | Riverstone/Carlyle Global Energy & Power Fund IV, L.P. | 3/3/2008 | 15,000,000 | 15,562,492 | 11,250,080 | 8,453,125 | 1.27x | 8.5% |

New York City Police Pension Fund, Subchapter 2
Private Equity Portfolio
As of March 31, 2015 (in USD)

| Vintage Year | Investment | First Drawdown | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Multiple | IRR |
|--------------|--|----------------|-------------------|---------------------|---------------------|--------------|----------|--------|
| 2008 | Yucaipa American Alliance Fund II, LP | 3/28/2008 | 50,000,000 | 66,658,276 | 38,417,747 | 65,551,321 | 1.56x | 13.9% |
| 2008 | Milestone Partners III, L.P. | 4/7/2008 | 15,000,000 | 15,436,158 | 4,703,525 | 10,847,601 | 1.01x | 0.2% |
| 2008 | Levine Leichtman Capital Partners IV, L.P. | 4/8/2008 | 10,000,000 | 9,976,436 | 11,142,098 | 4,959,082 | 1.61x | 19.8% |
| 2008 | Lee Equity Partners Fund, L.P. | 4/23/2008 | 20,000,000 | 21,291,066 | 8,254,478 | 18,643,419 | 1.26x | 8.0% |
| 2008 | Coral's 2007 Institutional Momentum Fund, L.P. | 5/13/2008 | 10,000,000 | 9,492,863 | - | 5,619,747 | 0.59x | (9.7%) |
| 2008 | Yucaipa Corporate Initiatives Fund II, LP | 6/23/2008 | 14,030,930 | 13,584,789 | 3,899,519 | 7,730,679 | 0.86x | (4.1%) |
| 2008 | CVC European Equity Partners V, L.P. | 7/21/2008 | 34,251,367 | 34,893,789 | 24,573,214 | 21,390,500 | 1.32x | 10.1% |
| 2008 | GI Partners Fund III L.P. | 7/29/2008 | 17,500,000 | 18,532,324 | 17,250,474 | 10,370,370 | 1.49x | 14.7% |
| 2008 | Ares Corporate Opportunities Fund III, L.P. | 7/30/2008 | 25,000,000 | 29,033,468 | 25,227,934 | 23,774,070 | 1.69x | 22.2% |
| 2008 | GCM Grosvenor NYCPPE Emerging Manager Co-Investment Fund, L.P. | 8/22/2008 | 4,457,094 | 5,126,469 | 5,986,505 | 2,568,288 | 1.67x | 13.3% |
| 2008 | GCM Grosvenor NYCPPE Emerging Manager Fund, L.P. | 8/22/2008 | 59,909,091 | 57,059,122 | 26,467,089 | 43,888,484 | 1.23x | 9.7% |
| 2008 | First Reserve Fund XII, L.P. | 8/25/2008 | 20,000,000 | 20,618,858 | 8,339,478 | 11,587,309 | 0.97x | (1.0%) |
| 2008 | Landmark Equity Partners XIV, L.P. | 9/19/2008 | 27,250,000 | 24,545,035 | 16,370,181 | 16,862,688 | 1.35x | 15.7% |
| 2008 | Crestview Partners II, L.P. | 10/1/2008 | 22,500,000 | 23,276,121 | 14,120,391 | 20,149,371 | 1.47x | 14.5% |
| 2008 | Erasmus New York City Growth Fund IA | 10/17/2008 | 4,835,960 | 4,835,960 | 1,670,495 | 1,549,781 | 0.67x | (7.5%) |
| 2008 | Euro Choice IV L.P. | 10/22/2008 | 19,272,266 | 15,971,763 | 2,551,947 | 13,634,409 | 1.01x | 0.5% |
| 2008 | Avista Capital Partners II, L.P. | 11/5/2008 | 35,000,000 | 40,813,424 | 29,777,475 | 46,453,976 | 1.87x | 20.4% |
| 2008 | Blue Wolf Capital Fund II, L.P. | 11/14/2008 | 15,000,000 | 16,046,828 | 5,988,120 | 12,368,628 | 1.14x | 5.8% |
| 2008 | Bridgepoint Europe IV | 11/14/2008 | 13,334,017 | 12,227,092 | 7,246,202 | 8,201,502 | 1.26x | 7.9% |
| 2008 | Aisling Capital III, LP | 11/20/2008 | 7,000,000 | 6,656,436 | 4,848,473 | 5,789,737 | 1.60x | 23.7% |
| 2008 | Onex Partners III LP | 12/10/2008 | 15,000,000 | 16,119,175 | 6,987,518 | 14,700,023 | 1.35x | 11.9% |
| 2009 | NorthBound Emerging Manager Custom Fund LP | 1/29/2009 | 20,000,000 | 15,309,132 | 9,508,494 | 15,254,059 | 1.62x | 17.8% |
| 2009 | Welsh, Carson, Anderson & Stowe XI, L.P. | 2/10/2009 | 22,500,000 | 20,459,686 | 12,844,263 | 17,450,142 | 1.48x | 14.2% |
| 2009 | Scale Venture Partners III, LP | 5/1/2009 | 10,000,000 | 9,695,298 | 6,460,051 | 15,070,731 | 2.22x | 27.4% |
| 2009 | FS Equity Partners VI, L.P. | 7/27/2009 | 20,000,000 | 20,124,760 | 11,663,075 | 23,585,964 | 1.75x | 22.0% |
| 2009 | Lincolnshire Equity Fund IV, L.P. | 8/5/2009 | 7,500,000 | 6,617,081 | 2,628,781 | 5,025,355 | 1.16x | 6.6% |
| 2009 | Lexington Capital Partners VII, L.P. | 12/3/2009 | 20,000,000 | 16,206,373 | 11,011,667 | 12,574,620 | 1.46x | 17.2% |
| 2010 | Snow Phipps II, L.P. | 1/8/2010 | 17,500,000 | 13,353,574 | 1,878,829 | 17,361,540 | 1.44x | 17.9% |
| 2010 | Trident V, L.P. | 4/29/2010 | 40,000,000 | 41,107,775 | 6,204,639 | 41,985,108 | 1.17x | 8.1% |
| 2010 | Comvest Investment Partners IV, L.P. | 10/21/2010 | 45,000,000 | 40,656,402 | 26,237,844 | 42,035,862 | 1.68x | 42.4% |
| 2011 | Blackstone Capital Partners VI, L.P. | 1/24/2011 | 35,000,000 | 23,653,342 | 4,105,786 | 24,552,385 | 1.21x | 13.4% |
| 2011 | Ampersand 2011 | 3/11/2011 | 12,500,000 | 11,500,000 | 705,463 | 17,424,340 | 1.58x | 18.7% |
| 2011 | BDCM Opportunity Fund III, L.P. | 4/8/2011 | 20,000,000 | 22,175,976 | 9,145,592 | 17,003,506 | 1.18x | 12.0% |
| 2011 | AXA Secondary Fund V B L.P. | 6/16/2011 | 80,000,000 | 58,217,339 | 23,638,851 | 62,904,222 | 1.49x | 21.4% |
| 2011 | Wellspring Capital Partners V, L.P. | 7/1/2011 | 22,500,000 | 13,775,097 | 1,318,086 | 14,935,923 | 1.18x | 10.1% |
| 2011 | EQT VI, L.P. | 8/1/2011 | 48,286,144 | 40,053,421 | 485,197 | 38,023,145 | 0.96x | (2.6%) |
| 2011 | Pegasus Partners V, L.P. | 8/16/2011 | 14,552,940 | 8,718,787 | 2,590,619 | 9,548,012 | 1.39x | 13.2% |
| 2011 | BC European Capital IX | 9/19/2011 | 65,341,840 | 47,106,660 | 6,616,008 | 41,321,197 | 1.02x | 1.0% |
| 2011 | American Securities Partners VI, L.P. | 11/18/2011 | 50,000,000 | 36,456,335 | 10,755,866 | 38,226,215 | 1.34x | 21.0% |
| 2011 | Vista Equity Partners Fund IV, L.P. | 11/30/2011 | 70,000,000 | 63,503,368 | 4,679,796 | 91,165,134 | 1.51x | 22.7% |
| 2012 | Warburg Pincus Private Equity XI, L.P. | 5/24/2012 | 80,000,000 | 52,688,634 | 8,821,840 | 57,760,390 | 1.26x | 19.7% |
| 2012 | Summit Partners Growth Equity Fund VIII-A, L.P. | 6/14/2012 | 75,000,000 | 44,930,639 | 8,337,230 | 41,987,397 | 1.12x | 10.1% |
| 2012 | Trilantic Capital Partners V L.P. | 9/20/2012 | 50,000,000 | 15,879,794 | 140,161 | 14,872,164 | 0.95x | (4.5%) |
| 2012 | Palladium Equity Partners IV, L.P. | 10/10/2012 | 35,000,000 | 10,771,568 | 691,636 | 11,552,548 | 1.14x | 9.1% |
| 2012 | Ares Corporate Opportunities Fund IV, L.P. | 11/5/2012 | 50,000,000 | 32,989,807 | 2,275,715 | 33,850,907 | 1.10x | 11.3% |
| 2012 | Green Equity Investors VI, L.P. | 11/30/2012 | 55,000,000 | 27,103,487 | 632,739 | 30,534,796 | 1.15x | 12.5% |

New York City Police Pension Fund, Subchapter 2
Private Equity Portfolio
As of March 31, 2015 (in USD)

| Vintage Year | Investment | First Drawdown | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Multiple | IRR |
|------------------------------------|--|----------------|-------------------------|-------------------------|-------------------------|-------------------------|--------------|--------------|
| 2012 | Platinum Equity Capital Partners III, L.P. | 1/14/2013 | 50,000,000 | 19,583,297 | 15,442,358 | 18,949,274 | 1.76x | 69.1% |
| 2012 | NYCPPF - 2012 Emerging Manager Program* | 2/7/2013 | 50,000,000 | 14,818,290 | 889,995 | 13,845,981 | 0.99x | NM |
| 2012 | Neuberger Berman Strategic Co-Investment II LP | 3/20/2013 | 60,000,000 | 42,435,424 | 5,783,220 | 52,982,143 | 1.38x | 37.4% |
| 2013 | Carlyle Partners VI, L.P. | 7/3/2013 | 60,000,000 | 18,741,982 | 507,907 | 17,760,450 | 0.97x | NM |
| 2013 | Carlyle Partners VI, L.P. (Side Car) | 9/23/2014 | 6,600,000 | 1,456,696 | - | 1,346,887 | 0.92x | NM |
| 2013 | Landmark Equity Partners XV, L.P. | 10/30/2013 | 67,000,000 | 13,539,133 | 203,618 | 16,236,998 | 1.21x | NM |
| 2013 | Landmark - NYC Fund I, L.P. | 12/24/2013 | 23,000,000 | 9,643,998 | - | 10,513,498 | 1.09x | NM |
| 2013 | Apollo Investment Fund VIII, L.P. | 12/11/2013 | 100,000,000 | 13,289,642 | 145,432 | 12,490,952 | 0.95x | NM |
| 2013 | CVC Capital Partners VI, L.P. | 2/18/2014 | 84,266,591 | 8,159,600 | 592,149 | 5,424,652 | 0.74x | NM |
| 2013 | Crestview Partners III, L.P. | 3/3/2015 | 45,000,000 | 3,978,480 | 123,877 | 3,603,025 | 0.94x | NM |
| 2013 | Crestview Partners III (Co-Investment B), L.P. | N/A | 15,000,000 | - | - | - | - | N/A |
| 2014 | Olympus Growth Fund VI, L.P. | 1/21/2014 | 35,000,000 | 4,309,126 | 19,175 | 5,039,683 | 1.17x | NM |
| 2014 | ASF VI B L.P. | 5/9/2014 | 60,000,000 | 16,809,779 | - | 20,748,617 | 1.23x | NM |
| 2014 | ASF VI B NYC Co-Invest L.P. | 5/9/2014 | 20,000,000 | 11,680,652 | - | 13,405,181 | 1.15x | NM |
| 2014 | Vista Equity Partners Fund V, L.P. | 9/8/2014 | 85,000,000 | 33,912,514 | 6,627 | 32,818,811 | 0.97x | NM |
| 2014 | Lexington Capital Partners VIII, L.P. | 1/8/2015 | 80,000,000 | 5,600,000 | - | 8,991,826 | 1.61x | NM |
| 2014 | Centerbridge Capital Partners III, L.P. | 5/21/2015 | 11,100,000 | - | - | - | - | NM |
| 2015 | Siris Partners III, L.P. | 5/4/2015 | 15,000,000 | - | - | - | - | NM |
| 2015 | American Securities Partners VII, L.P. | N/A | 37,000,000 | - | - | - | - | N/A |
| Total Portfolio¹ | | | \$ 4,391,831,388 | \$ 3,617,026,631 | \$ 2,692,639,667 | \$ 2,317,393,518 | 1.39x | 10.6% |

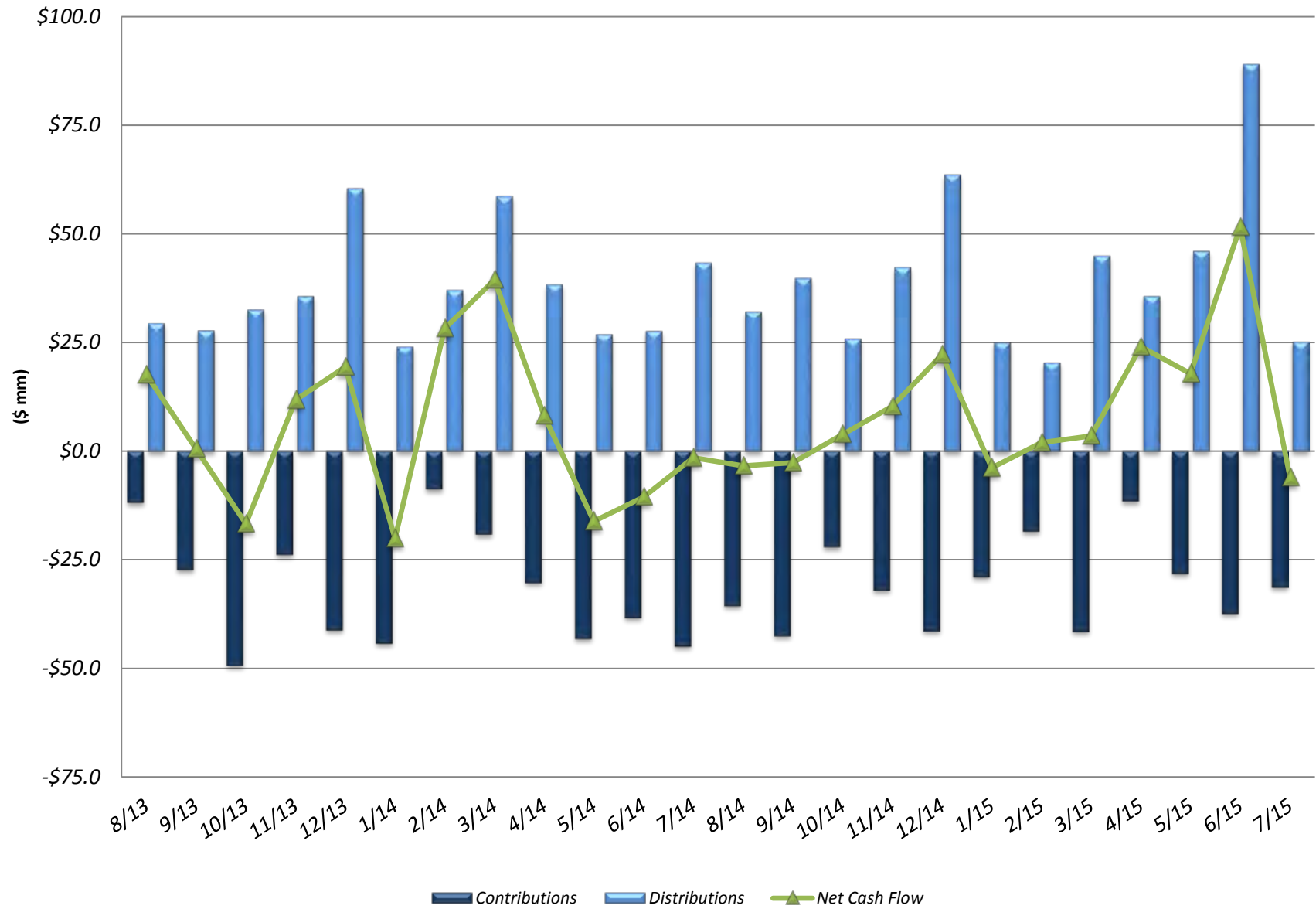
| Vintage Year | Investment | First Drawdown | Committed Capital | Contributed Capital | Distributed Capital | Market Value | Multiple | IRR |
|--|---|----------------|-----------------------|---------------------|---------------------|--------------|------------|------------|
| Commitments Closed Subsequent to as of Date | | | | | | | | |
| 2015 | Patriot Financial Partners II, L.P. | 7/21/2015 | 2,800,000 | - | - | - | N/A | N/A |
| 2015 | Valor Equity Partners III, L.P. | 8/19/2015 | 3,000,000 | - | - | - | N/A | N/A |
| 2015 | Welsh, Carson, Anderson & Stowe XII, L.P. | 8/26/2015 | 37,000,000 | - | - | - | N/A | N/A |
| 2015 | Bridgepoint Europe V | N/A | 28,724,540 | - | - | - | N/A | N/A |
| 2015 | Bridgepoint Europe V Co-Invest | N/A | 7,733,530 | - | - | - | N/A | N/A |
| 2015 | EQT VII, L.P. | N/A | 74,573,325 | - | - | - | N/A | N/A |
| Total Commitments Closed Subsequent to as of Date | | | \$ 153,831,395 | \$ - | \$ - | \$ - | N/A | N/A |

*Please note that the NYCPPF - 2012 Emerging Manager Program total commitment amount includes the full amount allocated to the Program, of which \$47.0 million has been committed as of August 25, 2015.

¹Total Portfolio includes liquidated investments.

Note: IRRs presented are interim estimates and may not be indicative of the ultimate performance of fund investments due to a number of factors, such as the lack of industry valuation standards and the differences in the investment pace and strategy of various funds. Until a fund is liquidated, typically over 10 to 12 years, the IRR is only an interim estimated return. The IRR calculated in early years of a fund is not meaningful given the J-curve effect. The actual IRR performance of any fund is not known until all capital contributed and earnings have been distributed to the investor. The IRRs contained in this report are calculated by StepStone Group LP ("StepStone"), a consultant to the New York City Police Pension Fund, Subchapter 2, based on information provided by the general partners (e.g. cash flows and valuations). The IRR calculations and other information contained in this report have not been reviewed or confirmed by the general partners. The result of the IRR calculation may differ from that generated by the general partner or other limited partners. Differences in IRR calculations can be affected by cash-flow timing, the accounting treatment of carried interest, fund management fees, advisory fees, organizational fees, other fund expenses, sale of distributed stock, and valuations.

**NYC Police Monthly PE Cash Flow Summary
(as of July 31, 2015)**





1Q2015 Police Retirement System of the City of New York

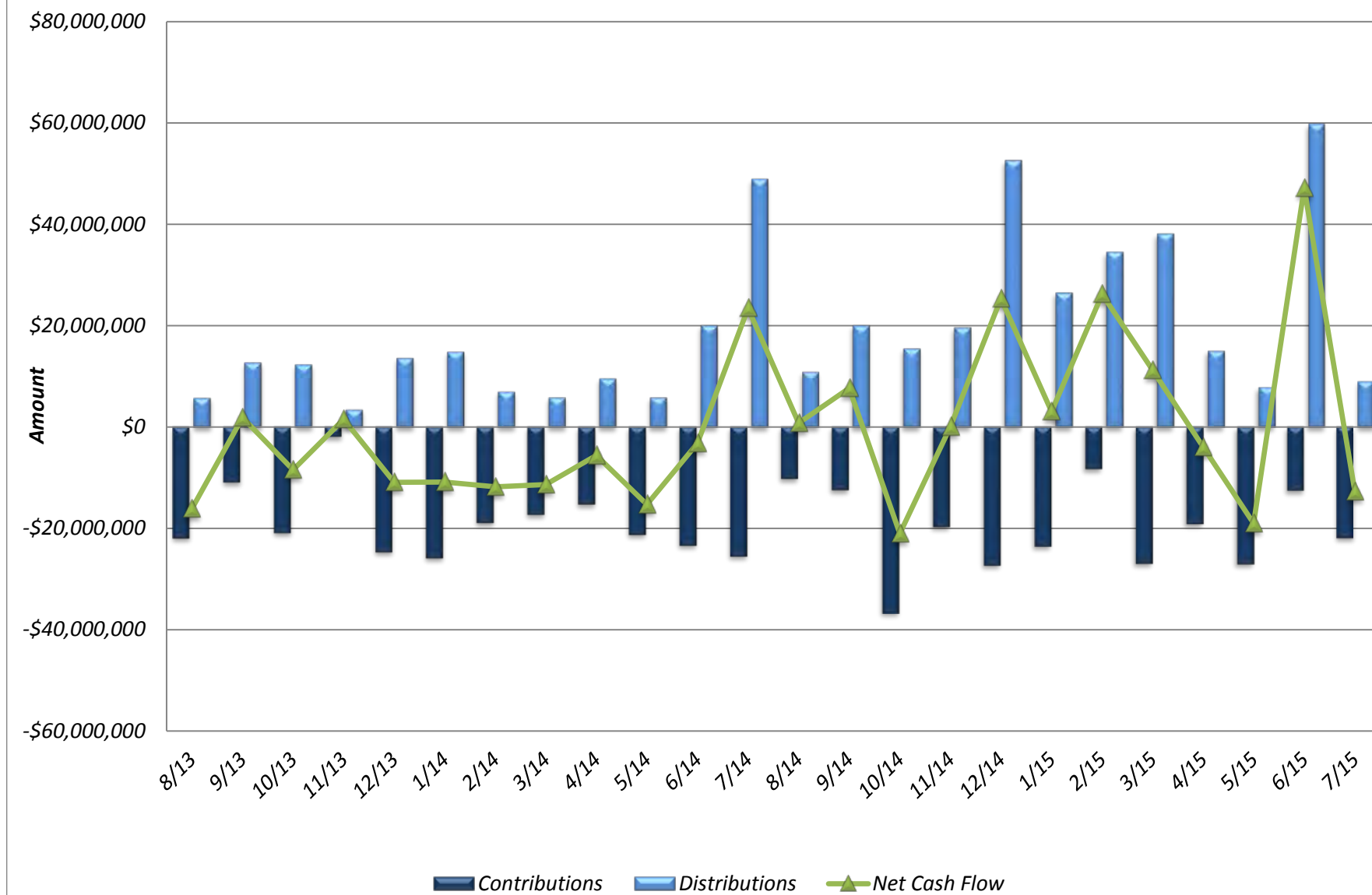
| Vintage Year | Fund Name | First Draw Down | Capital Committed | Contributions | Distributions | Market Value | Equity Multiple | Net IRR |
|--|--|-----------------|------------------------|------------------------|------------------------|------------------------|-----------------|-------------|
| 2006 | UBS Trumbull Property Fund | 9/28/2006 | \$61,000,000 | \$75,987,224 | (\$11,924,706) | \$89,103,244 | 1.3 | 6.6% |
| 2006 | RREEF America REIT II | 10/1/2006 | \$21,000,000 | \$27,724,347 | (\$10,798,677) | \$24,735,892 | 1.3 | 3.9% |
| 2006 | PRISA SA | 9/29/2006 | \$21,000,000 | \$22,368,539 | (\$4,144,117) | \$24,733,236 | 1.3 | 3.3% |
| 2006 | Prologis Targeted U.S. Logistics Fund | 10/1/2006 | \$10,000,000 | \$12,425,007 | (\$2,529,107) | \$10,618,361 | 1.1 | 0.8% |
| 2007 | JP Morgan Strategic Property Fund | 12/4/2006 | \$56,000,000 | \$59,734,518 | \$0 | \$92,735,531 | 1.6 | 8.0% |
| 2007 | PRISA II | 6/30/2007 | \$60,278,867 | \$63,280,816 | (\$8,953,928) | \$70,865,752 | 1.3 | 3.7% |
| 2007 | Heitman HART | 3/29/2007 | \$28,000,000 | \$36,530,867 | (\$8,530,867) | \$44,351,667 | 1.4 | 7.3% |
| 2007 | JP Morgan Special Situation Property Fund | 1/2/2007 | \$15,000,000 | \$16,783,726 | (\$3,519,707) | \$16,103,948 | 1.2 | 2.2% |
| 2007 | Colony Realty Partners II | 12/20/2006 | \$20,000,000 | \$21,420,211 | (\$666,108) | \$7,461,500 | 0.4 | -12.5% |
| 2007 | RREEF America REIT III - 1410 | 10/1/2007 | \$15,000,000 | \$15,000,000 | (\$5,030,147) | \$3,378,540 | 0.6 | -8.1% |
| 2010 | LaSalle Property Fund | 7/1/2010 | \$50,000,000 | \$49,122,539 | (\$6,766,782) | \$60,634,931 | 1.4 | 12.3% |
| 2012 | Almanac Realty Securities VI | 6/6/2012 | \$50,000,000 | \$26,318,428 | (\$18,514,229) | \$13,398,704 | 1.2 | 14.6% |
| 2012 | Almanac Realty Securities VI (Siccar II) | 7/31/2012 | \$15,000,000 | \$3,178,726 | (\$2,463,823) | \$1,518,839 | 1.3 | 19.4% |
| 2013 | NYC Asset Investor #2 LLC - Related | 7/9/2013 | \$60,000,000 | \$27,505,223 | (\$731,035) | \$31,038,001 | 1.2 | 15.2% |
| 2014 | MetLife Core Property Fund | 7/1/2014 | \$40,000,000 | \$27,906,977 | (\$607,828) | \$29,071,116 | 1.1 | 21.1% |
| Core / Core Plus Portfolio | | | \$522,278,867 | \$485,287,147 | (\$85,181,060) | \$519,749,261 | 1.2 | 4.7% |
| 2003 | OCM Real Estate Opportunities Fund III | 3/5/2003 | \$15,000,000 | \$15,000,000 | (\$24,887,239) | \$1,112,133 | 1.7 | 11.7% |
| 2003 | Canyon Johnson Urban Fund | 12/6/2002 | \$10,000,000 | \$9,060,242 | (\$10,582,954) | \$0 | 1.2 | 10.2% |
| 2004 | Blackstone Fund IV | 5/10/2004 | \$15,000,000 | \$19,220,353 | (\$20,273,240) | \$7,354,133 | 1.4 | 11.8% |
| 2004 | The City Investment Fund I | 3/16/2004 | \$70,000,000 | \$69,030,360 | (\$65,388,175) | \$5,205,611 | 1.0 | 0.5% |
| 2005 | Canyon Johnson Urban Fund II | 5/11/2005 | \$20,000,000 | \$17,977,405 | (\$3,863,964) | \$5,518,591 | 0.5 | -9.0% |
| 2006 | AREA Real Estate Investment Fund V, LP | 6/15/2006 | \$5,000,000 | \$5,000,004 | (\$1,853,705) | \$2,539,794 | 0.9 | -2.3% |
| 2007 | Blackstone Real Estate Partners VI | 9/27/2007 | \$40,000,000 | \$44,038,889 | (\$46,730,511) | \$39,674,700 | 2.0 | 14.8% |
| 2007 | Carlyle Realty Partners V | 8/27/2007 | \$20,000,000 | \$24,817,491 | (\$25,224,924) | \$7,878,944 | 1.3 | 8.2% |
| 2007 | Colony Investors VIII | 9/18/2007 | \$20,000,000 | \$21,249,679 | (\$4,626,593) | \$6,523,630 | 0.5 | -11.0% |
| 2007 | Metropolitan Workforce Housing Fund | 7/13/2007 | \$7,000,000 | \$7,006,513 | (\$2,904,634) | \$4,736,390 | 1.1 | 2.2% |
| 2008 | PRISA III | 9/30/2008 | \$30,000,000 | \$33,625,537 | \$0 | \$58,881,072 | 1.8 | 11.7% |
| 2008 | Stockbridge Real Estate Fund III | 9/9/2008 | \$27,000,000 | \$26,285,345 | \$0 | \$38,973,149 | 1.5 | 9.2% |
| 2008 | AREA European Real Estate Fund III, LP | 5/6/2008 | \$30,000,000 | \$30,487,500 | (\$23,605,000) | \$12,388,163 | 1.2 | 4.6% |
| 2008 | AG Realty Fund VII | 5/20/2008 | \$25,000,000 | \$23,500,000 | (\$28,062,500) | \$8,050,864 | 1.5 | 14.1% |
| 2008 | American Value Partners Fund I | 10/18/2007 | \$15,000,000 | \$11,321,943 | (\$4,771,283) | \$6,576,167 | 1.0 | 0.1% |
| 2008 | Fidelity Real Estate Growth Fund III | 5/19/2008 | \$15,000,000 | \$13,388,046 | (\$11,382,489) | \$5,629,376 | 1.3 | 6.8% |
| 2008 | Westbrook Real Estate Fund VII | 12/3/2007 | \$10,000,000 | \$11,038,466 | (\$6,981,817) | \$5,460,182 | 1.1 | 2.5% |
| 2008 | Silverpeak Legacy Partners III (Lehman) | 5/28/2008 | \$30,000,000 | \$13,301,089 | (\$1,152,446) | \$4,248,122 | 0.4 | -13.9% |
| 2008 | ARA Asia Dragon Fund | 7/9/2008 | \$10,000,000 | \$9,284,000 | (\$9,757,344) | \$2,681,855 | 1.3 | 8.4% |
| 2009 | Walton Street Real Estate Fund VI | 4/27/2009 | \$30,000,000 | \$26,594,360 | (\$14,445,349) | \$24,163,632 | 1.5 | 10.6% |
| 2009 | Thor Urban Property Fund II | 10/30/2008 | \$20,000,000 | \$25,878,333 | (\$12,835,197) | \$20,755,812 | 1.3 | 10.3% |
| 2009 | Carbon Capital III | 7/2/2009 | \$15,000,000 | \$16,408,936 | (\$19,925,471) | \$0 | 1.2 | 8.5% |
| 2010 | Blackstone Real Estate Partners Europe III | 10/24/2008 | \$35,000,000 | \$34,930,321 | (\$15,533,113) | \$31,404,506 | 1.3 | 13.3% |
| 2010 | Westbrook Real Estate Fund VIII | 12/28/2009 | \$35,000,000 | \$41,317,576 | (\$37,524,912) | \$16,095,152 | 1.3 | 13.3% |
| 2010 | Canyon Johnson Urban Fund III | 3/29/2010 | \$15,000,000 | \$14,793,490 | (\$9,281,952) | \$10,350,471 | 1.3 | 12.3% |
| 2011 | Carlyle Realty Partners VI | 9/14/2011 | \$40,000,000 | \$34,088,067 | (\$20,464,749) | \$29,766,775 | 1.5 | 28.2% |
| 2011 | H/2 Special Opportunities Fund II | 1/31/2011 | \$25,000,000 | \$25,000,000 | (\$10,975,789) | \$22,350,364 | 1.3 | 18.5% |
| 2012 | Blackstone Real Estate Partners VII | 3/31/2012 | \$100,000,000 | \$102,567,600 | (\$51,735,511) | \$95,916,186 | 1.4 | 26.9% |
| 2012 | Brookfield Strategic Real Estate Partners | 9/20/2012 | \$60,000,000 | \$59,692,784 | (\$11,423,564) | \$58,096,093 | 1.2 | 15.8% |
| 2012 | Divco West Fund III | 12/30/2011 | \$70,000,000 | \$68,667,971 | (\$86,186,729) | \$27,264,779 | 1.7 | 26.9% |
| 2012 | Taconic New York City Investment Fund LP | 7/5/2012 | \$40,000,000 | \$16,545,454 | (\$363,636) | \$22,213,849 | 1.4 | 15.1% |
| 2013 | NYC Asset Investor #1 LLC - Emmes | 6/25/2013 | \$30,000,000 | \$22,353,440 | (\$1,145,761) | \$24,125,231 | 1.1 | 20.1% |
| 2013 | KTR Industrial Fund III | 6/28/2013 | \$30,000,000 | \$13,109,606 | (\$326,608) | \$20,737,283 | 1.6 | 49.6% |
| 2013 | NYC Asset Investor #3 LLC - Hudson | 9/20/2013 | \$40,000,000 | \$6,066,633 | \$0 | \$6,427,501 | 1.1 | 6.6% |
| 2014 | Divco West Fund IV | 1/15/2014 | \$70,000,000 | \$57,345,714 | \$0 | \$63,510,548 | 1.1 | 19.4% |
| 2014 | Lone Star Real Estate Fund III | 5/20/2014 | \$75,000,000 | \$39,351,987 | (\$3,991,624) | \$37,805,503 | 1.1 | 13.0% |
| 2014 | Blackstone Real Estate Partners Europe IV | 12/23/2013 | \$97,500,000 | \$43,593,234 | (\$4,389,228) | \$37,223,160 | 1.0 | -6.6% |
| 2014 | Carlyle Realty Partners VII | 6/30/2014 | \$60,000,000 | \$7,709,866 | \$0 | \$6,927,721 | 0.9 | -48.8% |
| 2015 | H/2 Special Opportunities Fund III | 12/29/2014 | \$40,000,000 | \$4,674,354 | \$0 | \$5,345,676 | 1.1 | 163.5% |
| Non Core and Emerging Manager Portfolio | | | \$1,341,500,000 | \$1,065,322,588 | (\$592,598,011) | \$783,913,117 | 1.3 | 9.5% |
| New York City Police Pension Fund | | | \$1,863,778,867 | \$1,550,609,735 | (\$677,779,071) | \$1,303,662,378 | 1.3 | 7.3% |

Funds Closed Subsequent to Quarter

| Vintage Year | Fund Name | First Draw Down | Capital Committed | Contributions | | | | |
|--------------------|---------------------------------------|-----------------|----------------------|---------------|---|---|---|---|
| 2015 | Almanac VII (including co-investment) | | \$70,000,000 | - | - | - | - | - |
| 2015 | Jamestown Premier Property Fund | | \$26,000,000 | - | - | - | - | - |
| 2015 | Blackstone RE Partners VIII | | \$101,000,000 | - | - | - | - | - |
| 2015 | NYC/Artemis Co-investment Program | | \$35,000,000 | - | - | - | - | - |
| 2015 | Avanath Affordable Housing Fund II | | \$6,000,000 | - | - | - | - | - |
| Grand Total | | | \$238,000,000 | | | | | |

Source: PCG historical cash flow data. TTG cash flow data from Fund Managers, effective 2005. Note: The equity multiples and IRRs contained in this report are interim calculations based upon information provided by the investment managers of the New York City Retirement Systems, including cash flows and quarterly unaudited, audited, valuations. The IRR calculated in early years of a fund life is not meaningful given the J-curve effect and can be significantly impacted by the timing of cash flows, investment strategy, investment pacing, and fund life. The calculations are not necessarily indicative of total fund performance, which can only be determined after the fund is liquidated and all capital contributed and earnings have been distributed to the investor. All data supplied is as of December 31, 2014. Note: The General Partner of the JPMorgan Urban Renaissance Fund terminated the Fund on February 23, 2010 and all capital contributed, including management fees, was returned to investors.

Police Monthly Real Estate Cash Flow Summary

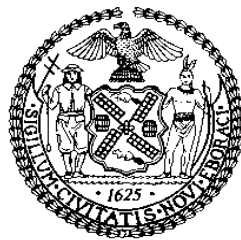


III. Trustee Education (Corporate Governance & Responsible Investing Overview) (Handout):

New York City Police Pension Fund

Corporate Governance and Responsible Investment
Bureau of Asset Management

Program Overview



THE CITY OF NEW YORK
OFFICE OF THE COMPTROLLER

September 18, 2015

Corporate Governance and Responsible Investment

- Fulfill fiduciary duty to vote NYC Pension Funds' domestic proxies
 - 3,500 shareowner meetings per year (30,000+ individual ballot items)
- Protect and create long-term shareowner value through active ownership
 - Strengthen corporate governance and promote sustainable business practices
- Primary Responsibilities
 - Proxy voting policies and implementation
 - Portfolio company engagement – routine and through shareowner initiatives
 - Institutional investor collaboration – formal and informal
 - Regulatory engagement and advocacy
 - Additional responsible investment activities
- Eight-member team
 - New Director of Strategy and Corporate Engagement adds senior staff capacity

Why it Matters?

NYC Funds are long-term investors

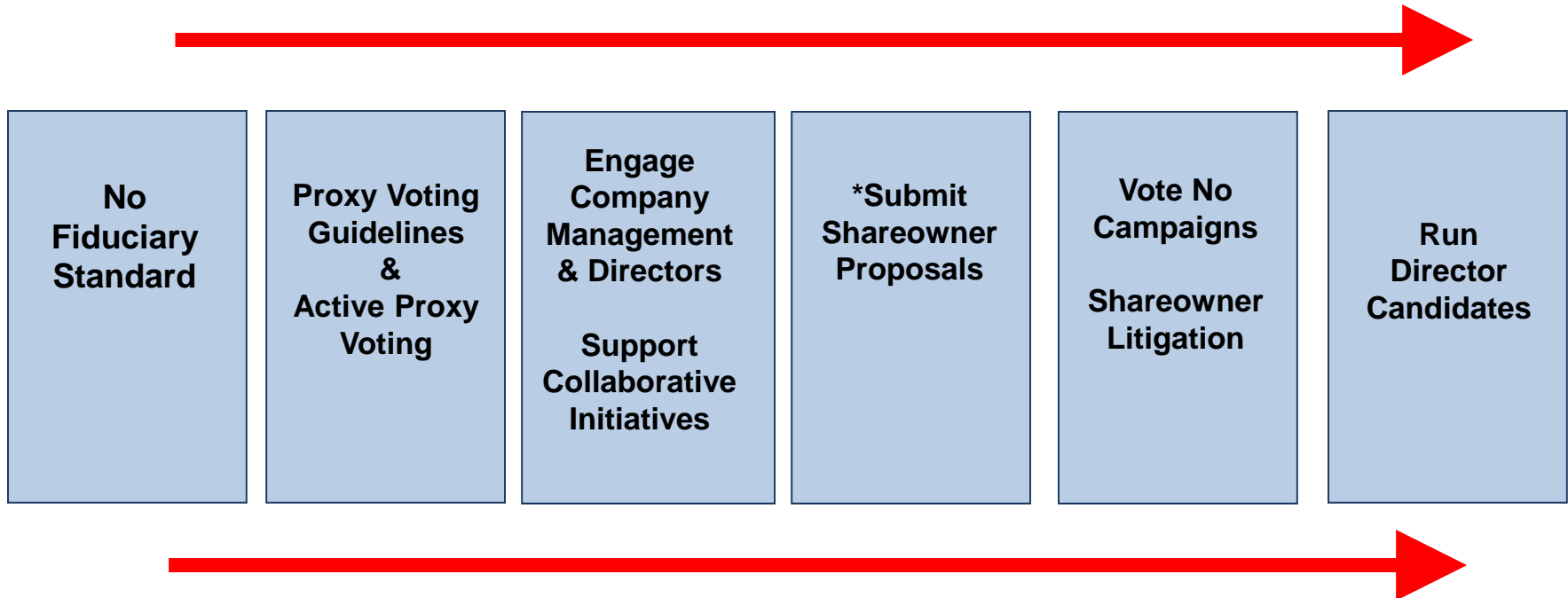
- Investment time horizon
- Investment strategy
- Can't exercise "The Wall Street Walk"
- Corporate governance & sustainability become paramount
- The goal: manage risk and create long-term value
- Diverse set of engagement approaches and tools

Key Issues and Themes

- Board of directors: independence, accountability & diversity/quality
- Executive pay
- Workforce diversity
- Worker and human rights risks
- Climate change
- Environmental risk
- Corporate political spending

Active Ownership

Continuum of U.S. pension fund activism



**NYC Funds are among the most active shareowner proposal proponents in the U.S.*

Leadership and Collaboration

NYC has a long and proud history

- Council of Institutional Investors (1985)
- CERES (1989)
- 25-year history of spearheading individual reforms
 - e.g. McBride principles, sexual non-discrimination
- Active participant in ongoing investor collaborations
 - Human Capital Working Group
 - Carbon Asset Risk Initiative
- Boardroom Accountability Project (launched fall 2014)
 - Proxy access campaign among the most successful and impactful effort to date

Boardroom Accountability Project

Full update at upcoming Proxy Committee meeting

"Shareholders Gain Greater Sway Over Boards,"

Wall Street Journal Blog, May 22, 2015

"The Surprisingly Successful Push to Make Corporate America More Democratic,"

Think Progress, May 17, 2015

"An Early Victor From Proxy Season: NYC's Pensions,"

Wall Street Journal Blog, May 22, 2015

"Chevron shareholders support proxy-access proposal; near majority at Exxon Mobil"

Pensions & Investments, May 27, 2015

"City Comptroller Reaches Deals With 5 Companies on Giving Shareholders Say on Directors," *New York Times, March 10, 2015*

"Bank of America adopts proxy access after discussions with 3 major pension funds,"

Pensions & Investments, March 20, 2015

Other Responsible Investment Activities

Serve as a resource to BAM and Trustees

- Responsible investment surveys
 - e.g. Asset Owner Disclosure Project (AODP), UN Principles for Responsible Investment (PRI)
- Responsible Contractor Policy (RCP)
 - Working with BAM staff to assess and benchmark existing policy with peer best practice
 - Updating RCP can (1) mitigate investment and reputational risk by defining expectations of fund managers for labor law compliance and provision of fair wages & benefits and (2) provide roadmap for stakeholder roles under policy
- Investment manager ESG questionnaire
 - Objective is to assess policies and practices with respect to analyzing ESG risks
 - Work with BAM staff to review and evaluate responses

IV. Asset Allocation Review (SIS):

APPENDICES:

Basket Clause

Police - BASKET/NON BASKET SUMMARY

As of July 31st, 2015

| Equity | Adjusted Fund Policy | | | Fund Actual (PE & RE on an invested basis) | | |
|---------------------------|----------------------|--------------|---------------|--|--------------|---------------|
| | Non Basket* | Basket* | Total | Non Basket* | Basket* | Total |
| Domestic Equity | 35.4% | 0.0% | 35.4% | 35.5% | 0.0% | 35.5% |
| Non-U.S. Equity | 10.0% | 6.1% | 16.1% | 10.0% | 5.3% | 15.3% |
| Private Equity | 0.0% | 6.7% | 6.7% | 0.0% | 6.7% | 6.7% |
| Real Assets | 4.3% | 0.0% | 4.3% | 4.3% | 0.0% | 4.3% |
| REITS | 0.3% | 0.3% | 0.5% | 0.3% | 0.3% | 0.5% |
| Hedge Funds | 0.0% | 3.7% | 3.7% | 0.0% | 3.7% | 3.7% |
| Total Equity | 49.9% | 16.7% | 66.6% | 50.1% | 15.9% | 66.0% |
| Fixed Income | | | | | | |
| Core+5 | 19.2% | 0.5% | 19.7% | 17.2% | 0.5% | 17.7% |
| <i>U.S. Gov't Sector</i> | <i>4.0%</i> | <i>0.0%</i> | <i>4.0%</i> | <i>2.5%</i> | <i>0.0%</i> | <i>2.5%</i> |
| <i>Mortgage Sector</i> | <i>7.1%</i> | <i>0.0%</i> | <i>7.1%</i> | <i>6.7%</i> | <i>0.0%</i> | <i>6.7%</i> |
| <i>Credit Sector</i> | <i>8.1%</i> | <i>0.5%</i> | <i>8.6%</i> | <i>7.5%</i> | <i>0.5%</i> | <i>8.0%</i> |
| High Yield | 2.7% | 0.8% | 3.5% | 3.2% | 0.8% | 4.0% |
| Bank Loans | 0.0% | 1.7% | 1.7% | 0.0% | 1.7% | 1.7% |
| TIPS | 4.4% | 0.5% | 4.9% | 2.6% | 0.3% | 2.9% |
| Convertibles | 1.0% | 0.0% | 1.0% | 0.7% | 0.0% | 0.7% |
| Opportunistic | 0.0% | 2.6% | 2.6% | 0.0% | 2.6% | 2.6% |
| Other Fixed Income | 0.0% | 0.0% | 0.0% | 4.5% | 0.0% | 4.5% |
| Total Fixed Income | 27.3% | 6.1% | 33.4% | 28.1% | 5.9% | 34.0% |
| Total Fund | 77.2% | 22.8% | 100.0% | 78.2% | 21.8% | 100.0% |
| Remaining Capacity | | 2.2% | | | 3.2% | |

* Note: Basket amounts are estimates

Liquidity Analysis

Police Liquidity Profile - Static Analysis

9/1/15

AUM as of July 31, 2015

| | Current MV | Liquid Assets | | |
|-----------------------------|-----------------|-----------------|-----------------|-----------------|
| | | Today | 1 Year | 2 Years |
| Domestic Equity | \$11,849 | \$11,849 | \$11,849 | \$11,849 |
| International Equity | 3,325 | 3,325 | 3,325 | 3,325 |
| Emerging Markets | 1,770 | 1,770 | 1,770 | 1,770 |
| Hedge Funds | 1,222 | 6 | 1,090 | 1,204 |
| REITS | 176 | 176 | 176 | 176 |
| Private Equity | 2,237 | 0 | 0 | 0 |
| Private Real Estate | 1,417 | 0 | 0 | 0 |
| Core + 5 | 5,890 | 5,890 | 5,890 | 5,890 |
| TIPS | 955 | 955 | 955 | 955 |
| Opportunistic Fixed Income | 879 | 659 | 879 | 879 |
| Enhanced Yield | 1,329 | 1,329 | 1,329 | 1,329 |
| Bank Loans | 570 | 570 | 570 | 570 |
| Convertible Bonds | 220 | 220 | 220 | 220 |
| ETI | 329 | 51 | 149 | 153 |
| Cash | 1,176 | 1,176 | 1,176 | 1,176 |
| Total Assets | \$33,344 | \$27,976 | \$29,378 | \$29,496 |
| Total Illiquid \$ | | \$5,369 | \$3,966 | \$3,848 |
| Total Illiquid % | | 16.1% | 11.9% | 11.5% |
| Unfunded PE Commitments | \$1,315 | | | |
| Unfunded RE Commitments | 695 | | | |
| Unfunded OFI Commitments | 246 | | | |
| Total commitments \$ | \$2,257 | | | |
| Total commitments % | 6.8% | | | |

Police Liquidity Profile - Static Analysis

9/1/15

AUM as of July 31, 2015

Denominator Effect - Decrease AUM by One-Third

| | | | |
|--------------------------|---------|---------|---------|
| Total Illiquid \$ | \$5,369 | \$3,966 | \$3,848 |
| Total Illiquid % | 24.2% | 17.8% | 17.3% |

Note: Assumes zero realizations, no new commitments and a five-year investment period; funded out of liquids

| | Current MV | Liquid Assets | | |
|---------------------|-----------------|-----------------|-----------------|-----------------|
| | | Today | 1 Year | 2 Years |
| Total Assets | \$33,344 | \$27,976 | \$29,378 | \$29,496 |

Private Equity, Real Estate and Opportunistic Fixed Income Stress Case

| | | |
|--------------------------------|--------------|--------------|
| Unfunded PE Commitments Drawn | \$263 | \$526 |
| Unfunded RE Commitments Drawn | 139 | 278 |
| Unfunded OFI Commitments Drawn | 123 | 0 |
| Total commitments \$ | \$525 | \$804 |
| Total commitments % | 1.6% | 2.4% |

| | | |
|--------------------------|---------|---------|
| Total Illiquid \$ | \$4,491 | \$4,652 |
| Total Illiquid % | 13.5% | 14.0% |

Note: Assumes zero realizations, no new commitments and a five-year investment period; funded out of liquids

Denominator Effect - Decrease AUM by One-Third

| | | | |
|--------------------------|---------|---------|---------|
| Total Illiquid \$ | \$5,369 | \$4,491 | \$4,652 |
| Total Illiquid % | 24.2% | 20.2% | 20.9% |

Note: Assumes zero realizations, no new commitments and a five-year investment period; funded out of liquids