

# UC Social Equity Fund

**Benchmark**  
FTSE4Good US  
Select Index

**Morningstar Category**  
Large Blend

## Investment Information

### Investment Objective

The investment seeks to track the performance of a benchmark index that measures the investment return of socially screened large- and mid-capitalization stocks. This fund is fossil fuel free.

### Investment Strategy

The Fund is a separate account managed by State Street Global Advisors. The fund employs an indexing investment approach designed to track the performance of the FTSE4Good US Select Index. The index is composed of the stocks of companies that have been screened for certain social and environmental criteria by the index sponsor, which is independent of Vanguard. The Advisor attempts to replicate the index by investing all, or

substantially all, of its assets in the stocks that make up the index. The fund may exclude certain companies that, in the determination of the Chief Investment Officer, pose environmental, social or governance risks that materially impact their potential returns. Such companies include, but are not limited to, those that own reserves of coal, oil or natural gas.

### Who May Want To Invest

Someone who is seeking the potential for long-term share-price appreciation and, secondarily, dividend income. Someone who is seeking both growth- and value-style investments and who is willing to accept the volatility associated with investing in the stock market.

## Fees and Expenses as of 12-31-2023

Total Annual Operating Expense **0.01%**  
Gross

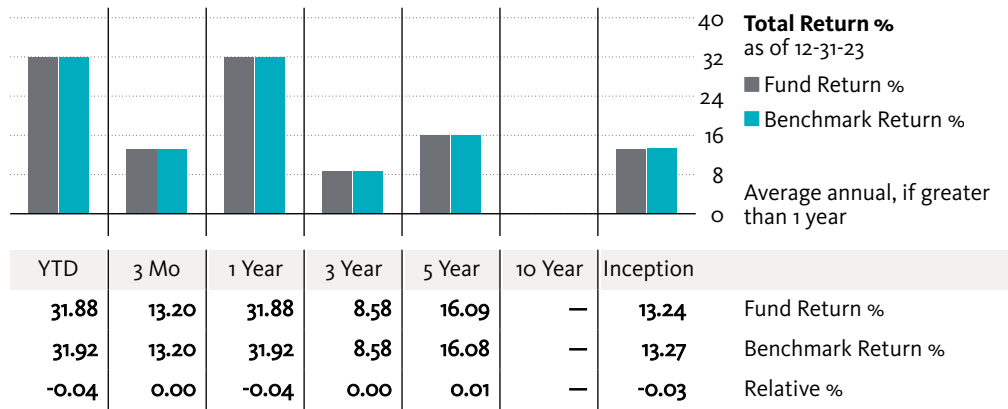
Gross expense ratio is a measure of what it costs to invest in the fund, expressed as a percentage of its assets, as a dollar amount, or in basis points.

These are costs the investor pays through a reduction in the investment's rate of return. This ratio also includes Acquired Fund Fees and Expenses, which are expenses indirectly incurred by a fund through its ownership of shares in underlying funds.

## Fund Characteristics

Inception Date	10/02/17
Fund AUM (\$M)	808.13
Total Number of Holdings	468
Annual Dividend Yield (%)	1.22
Beta	1.07
Standard Deviation (Risk) in %	15.82

## Performance (Net of Fee Returns)



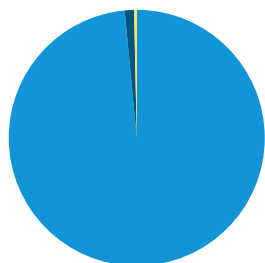
[Click here for current performance](#)

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

# UC Social Equity Fund

Portfolio Analysis as of 12-31-23

## Composition



	% Fund
U.S. Stocks	98.49
Non-U.S. Stocks	1.18
Cash	0.33
Other	0.00
Bonds	0.00

## Top 10 Holdings

	% Fund
Apple Inc	8.18
Microsoft Corp	8.06
Amazon.com Inc	3.95
NVIDIA Corp	3.39
Alphabet Inc Class A	2.40
Meta Platforms Inc Class A	2.26
Alphabet Inc Class C	2.03
Tesla Inc	1.98
Eli Lilly and Co	1.42
JPMorgan Chase & Co	1.42

## Morningstar Equity Sectors

	% Fund
Technology	34.82
Healthcare	14.01
Financial Services	12.56
Consumer Cyclical	12.47
Communication Services	10.44
Consumer Defensive	5.54
Industrials	5.29
Real Estate	2.87
Basic Materials	1.87
Utilities	0.12
Energy	0.00

## Morningstar Equity Style Box™



	% Market Cap
Giant	49.28
Large	33.57
Medium	16.82
Small	0.32
Micro	0.01

## Statistics

	Port Avg
Price/Earnings Ratio	26.58
Price/Book Ratio	4.88
Avg Market Cap (\$M)	261,793.34

# UC Social Equity Fund

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## **Risk**

Value and growth stocks can perform differently from other types of stocks. Growth stocks can be more volatile. Value stocks can continue to be undervalued by the market for long periods of time. Stock markets are volatile and can decline significantly in response to adverse issuer, political, regulatory, market, economic or other developments. These risks may be magnified in foreign markets.

The Fund's social responsibility criteria will affect the fund's exposure to certain issuers, industries, sectors, regions and countries and could cause the fund to sell or avoid stocks that subsequently perform well. In addition, undervalued stocks that do not meet the social criteria could outperform those that do.

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

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

## **Short-term redemption fee**

None

## **Definition of "Fossil Fuel Free"**

UC Investments defines "fossil fuel free" as excluding publicly traded companies that own any amount of reserves in thermal coal (not metallurgical coal), oil or gas.

## **Statement on sustainability**

As reflected in the UCRSP Investment Policy Statement (IPS) of the UC Board of Regents, UC Investments incorporates "environmental sustainability, social responsibility, and governance (ESG) into the investment evaluation process as part of its overall risk assessment in its investments decision making. ESG factors are considered with the same weight as other material risk factors influencing investment decision making." In cases in which the Chief Investment Officer finds that investment risks negatively impact investment returns, he may screen out certain companies or sectors. Such companies and sectors, include, for example, companies that manufacture civil firearms; operate private prisons; or own fossil fuel reserves. The UC Chief Investment Officer, in his fiduciary duty, has determined that companies that own fossil fuel reserves face, in the long run, strong secular headwinds for demand, continued price volatility and declining profitability. Removing fossil fuel reserve owning companies from the fund will reduce material risks and therefore have a positive long-term effect. This decision for the fund is consistent with the "de-risking" strategy already undertaken in the UC Pension and Endowment. In selecting and monitoring the type of companies included in the funds, the fund managers are responsible for complying with UC Investments' screens. Mutual funds and collective investment trusts that include assets from other organizations are not subject to UC Investments' screens.

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

## **This fund is screened.**

## **Fees and Expenses**

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

## **Additional Disclosures**

The Fund is a separate account managed by State Street Global Advisors. This description is only intended to provide a brief overview of the fund.

The FTSE4Good U.S. Select Index is composed of the stocks of companies that have been screened for certain social and environmental criteria by the index sponsor, which is independent of Vanguard.

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

This investment option is not a mutual fund.