NJ DIVISION OF INVESTMENT

Director's Report

State Investment Council
October 28, 2026

"The mission of the New Jersey Division of Investment is to achieve the best possible return at an acceptable level of risk using the highest fiduciary standards."

Capital Markets Update (through June 30, 2026)

Capital Markets Update for periods ending June 30th 2026

	Monthly	Calendar YTD	Fiscal YTD	One Year	Three Years (Annualized)	Five Years (Annualized)
Global Equity Indices						
MSCI ALL Country World Index	-0.8	11.2	23.7	23.7	19.7	11.0
US Equity Indices						
MSCI USA	-0.9	10.1	21.9	21.9	20.7	12.9
Russell 1000	-0.5	10.3	22.0	22.0	20.4	12.6
Russell 2000	3.7	22.7	40.9	40.9	18.6	7.0
Russell 2500	3.7	22.8	36.8	36.8	18.4	8.3
Russell 3000	-0.3	10.9	22.8	22.8	20.3	12.3
Russell Growth	-2.7	5.9	18.2	18.2	22.2	13.2
Russell Value	2.3	16.5	27.7	27.7	17.8	10.9
Non-US Equity Indices						
MSCI EAFE	0.1	9.4	20.2	20.2	16.4	9.0
MSCI EAFE Canada Net Total Ret	-0.2	9.2	21.0	21.0	16.9	9.3
MSCI Emerging Markets	-1.4	23.8	43.5	43.5	23.0	7.2
Fixed Income Indices						
Bloomberg Barclays U.S. Aggregate	0.2	0.6	3.8	3.8	4.2	0.1
Bloomberg Barclays U.S. Treasury	0.3	0.3	2.7	2.7	3.2	-0.4
Bloomberg Barclays U.S. Credit	0.2	0.8	4.3	4.3	5.2	0.4
Bloomberg Barclays U.S. High Yield	0.3	2.0	5.9	5.9	8.8	4.2
Real Estate						
MSCI US REIT Index	3.1	17.6	21.2	21.2	12.4	5.8

Source: Bloomberg

Asset Allocation and Net Returns by Asset Class June 30, 2026

NJ Division of Investment
Actual Allocation & Performance
As of June 30, 2026

	Mkt Value	Actual %	Target %	Difference	FYTD		YTD		Annualized 3 Year		Annualized 5 Year	
					Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
GLOBAL GROWTH												
U.S. Equity	23,916	27.40	28.00	(0.60)	23.20	23.29	11.21	11.20	20.51	20.55	12.47	12.49
Non-US Dev Market Eq	10,889	12.48	12.75	(0.27)	21.61	21.25	9.65	9.36	17.33	16.97	9.74	9.35
Int'l Small Cap Equity	1,113	1.28	1.25	0.03	12.64	19.76	6.11	9.14	14.81	16.40	4.26	6.28
Emerging Market Eq	4,913	5.63	5.50	0.13	39.53	43.84	19.54	24.07	21.52	23.11	7.42	7.18
Private Equity	8,101	9.28	13.00	(3.72)	8.72	7.54	5.43	1.15	5.36	7.25	5.44	8.29
TOTAL GLOBAL GROWTH	**48,938**	**56.07**	**60.50**	**(4.43)**	**21.56**	**21.39**	**10.63**	**9.92**	**16.99**	**17.44**	**10.00**	**10.88**
REAL RETURN												
Real Assets	2,542	2.91	3.00	(0.09)	23.76	13.33	17.32	7.43	12.20	8.76	11.00	12.57
Real Estate	5,096	5.84	8.00	(2.16)	6.64	3.11	5.17	1.75	3.56	(2.81)	3.60	2.34
TOTAL REAL RETURN	**7,638**	**8.75**	**11.00**	**(2.25)**	**11.85**	**5.84**	**8.93**	**3.29**	**6.20**	**0.30**	**5.82**	**5.19**
INCOME												
Investment Grade Credit	5,855	6.71	7.00	(0.29)	3.95	3.94	0.70	0.65	4.56	4.66	0.05	0.13
High Yield	3,744	4.29	4.50	(0.21)	6.04	5.91	1.88	1.96	8.57	8.86	4.07	4.17
Private Credit	5,911	6.77	8.00	(1.23)	4.63	8.64	2.92	2.77	7.49	10.45	6.51	5.43
TOTAL INCOME	**15,510**	**17.77**	**19.50**	**(1.73)**	**4.71**	**6.34**	**1.81**	**1.83**	**6.60**	**7.84**	**3.39**	**2.96**
DEFENSIVE												
Cash Equivalents	9,001	10.31	2.00	8.31	4.13	3.84	1.93	1.74	4.87	4.64	3.75	3.52
U.S. Treasuries	3,484	3.99	4.00	(0.01)	2.73	2.71	0.29	0.28	3.37	3.17	(0.21)	(0.42)
Risk Mitigation Strategies	2,579	2.95	3.00	(0.05)	9.98	7.00	6.30	3.26	9.33	7.81	7.32	6.66
TOTAL DEFENSIVE	**15,064**	**17.26**	**9.00**	**8.26**	**4.79**	**4.39**	**2.28**	**1.60**	**5.21**	**5.12**	**3.08**	**2.91**
OTHER												
OPPORTUNISTIC	43	0.05	0.00	(0.05)								
OTHER	95	0.11	0.00	0.11								
TOTAL FUND	**87,288**	**100.00**	**100.00**	**0.00**	**14.82**	**15.06**	**7.47**	**6.86**	**12.16**	**12.53**	**7.22**	**8.08**

Sum of component allocation may not equal total due to rounding

(1) Returns are preliminary, unaudited, and net of all fees
(2) Total Pension Fund excluding assets of the Police & Firemen's Retirement System of New Jersey
Notes: Sum of components may not equal totals due to rounding. Certain asset class returns, including private equity, real assets, real estate, and private credit do not include up-to-date valuations and benchmark returns for these asset classes are presented on a lagged basis. This results in performance comparisons that may be less meaningful.

Capital Markets Update (through September 30, 2026)

Capital Markets Update for periods ending September 30th 2026	Monthly	Fiscal YTD	Calendar YTD	One Year	Three Years (Annualized)	Five Years (Annualized)
Global Equity Indices						
MSCI ALL Country World Index	-1.1	1.6	13.0	16.8	21.7	11.6
US Equity Indices						
MSCI USA	-0.4	2.3	12.6	15.3	22.9	13.3
Russell 1000	-0.6	1.8	12.3	15.0	22.4	13.0
Russell 2000	-5.3	-7.2	13.9	16.4	17.7	6.3
Russell 2500	-5.0	-6.4	15.0	17.5	17.7	7.5
Russell 3000	-0.8	1.4	12.4	15.1	22.2	12.6
Russell Growth	1.8	0.5	6.4	7.6	23.8	13.1
Russell Value	-3.2	2.3	19.2	23.7	19.9	11.6
Non-US Equity Indices						
MSCI EAFE	-3.1	0.8	10.3	15.7	18.4	9.3
MSCI EAFE Canada	-3.3	0.9	10.2	15.9	18.9	9.7
MSCI Emerging Markets	-0.6	-0.4	23.4	29.2	24.1	8.9
Fixed Income Indices						
Bloomberg Barclays U.S. Aggregate	-2.6	-3.5	-2.9	-1.8	4.1	-0.6
Bloomberg Barclays U.S. Treasury	-2.2	-3.0	-2.8	-1.9	3.2	-1.0
Bloomberg Barclays U.S. Credit	-2.7	-3.8	-3.0	-2.2	4.9	-0.4
Bloomberg Barclays U.S. High Yield	-2.5	-1.8	0.1	1.4	8.0	3.6
Real Estate						
MSCI US REIT Index	-5.3	-6.1	10.5	8.6	12.8	4.3

Source: Bloomberg

Asset Allocation and Net Returns by Asset Class September 30, 2026

NJ Division of Investment
Actual Allocation & Performance
As of September 30, 2026

	Mkt Value	Actual %	Target %	Difference	FYTD		YTD		Annualized 3 Year		Annualized 5 Year	
					Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
GLOBAL GROWTH												
U.S. Equity	24,142	27.88	28.00	(0.12)	1.36	1.39	12.72	12.75	22.38	22.44	12.77	12.79
Non-US Dev Market Eq	11,383	13.15	13.25	(0.10)	0.91	0.89	10.65	10.33	19.30	18.93	10.09	9.70
Int'l Small Cap Equity	1,157	1.34	1.25	0.09	3.96	2.04	10.32	11.37	18.21	17.86	4.59	6.71
Emerging Market Eq	5,115	5.91	6.00	(0.09)	(0.34)	(0.43)	19.14	23.54	22.73	24.19	9.02	8.93
Private Equity	8,177	9.44	11.00	(1.56)	0.63	0.19	6.10	1.34	5.74	6.53	5.33	5.88
TOTAL GLOBAL GROWTH	**49,979**	**57.73**	**59.50**	**(1.77)**	**1.02**	**0.98**	**11.76**	**10.99**	**18.51**	**18.72**	**10.37**	**10.75**
REAL RETURN												
Real Assets	2,549	2.94	4.00	(1.06)	(0.37)	0.00	16.89	7.43	12.21	8.37	10.94	10.89
Real Estate	5,092	5.88	7.00	(1.12)	(2.56)	1.28	2.48	3.05	3.23	(1.44)	3.09	1.86
TOTAL REAL RETURN	**7,641**	**8.83**	**11.00**	**(2.17)**	**(1.84)**	**0.82**	**6.92**	**4.13**	**5.99**	**1.14**	**5.46**	**4.36**
INCOME												
Investment Grade Credit	5,138	5.93	6.00	(0.07)	(3.83)	(3.84)	(3.16)	(3.22)	4.31	4.39	(0.72)	(0.63)
High Yield	3,819	4.41	4.50	(0.09)	(1.78)	(1.82)	0.06	0.10	7.82	8.03	3.51	3.60
Private Credit	6,127	7.08	9.00	(1.92)	0.23	0.71	3.16	3.50	6.95	9.41	6.26	5.06
TOTAL INCOME	**15,083**	**17.42**	**19.50**	**(2.08)**	**(1.71)**	**(1.29)**	**0.07**	**0.52**	**6.14**	**7.41**	**2.91**	**2.48**
DEFENSIVE												
Cash Equivalents	7,818	9.03	2.50	6.53	1.00	0.89	2.95	2.65	4.74	4.49	3.95	3.70
U.S. Treasuries	3,412	3.94	4.00	(0.06)	(3.10)	(3.11)	(2.82)	(2.84)	3.29	3.16	(0.86)	(1.06)
Risk Mitigation Strategies	2,584	2.98	3.50	(0.52)	0.26	1.65	6.57	4.96	8.78	7.66	7.36	6.84
TOTAL DEFENSIVE	**13,814**	**15.95**	**10.00**	**5.95**	**(0.27)**	**(0.47)**	**2.00**	**1.12**	**5.02**	**5.03**	**3.03**	**2.77**
OTHER												
OPPORTUNISTIC	60	0.07	0.00	(0.07)								
OTHER	3	0.00	0.00	0.00								
TOTAL FUND	**86,581**	**100.00**	**100.00**	**0.00**	**0.08**	**0.39**	**7.56**	**7.27**	**12.87**	**13.26**	**7.31**	**7.81**

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Notes: Sum of components may not equal totals due to rounding. Certain asset class returns, including private equity, real assets, real estate, and private credit do not include up-to-date valuations and benchmark returns for these asset classes are presented on a lagged basis. This results in performance comparisons that may be less meaningful.

State of New Jersey

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Governor

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AARON BINDER
State Treasurer

SHOAIB KHAN
Director

October 23, 2026

MEMORANDUM TO: State Investment Council

FROM: Shoaib Khan, Director

SUBJECT: Recent Alternative Investment Fund Commitments

N.J.A.C. 17:16-69.9 requires the Division to provide an informational memorandum to the Council on each binding commitment made by the Division as part of its Alternative Investment Program.

This memorandum provides information regarding the following binding commitments which were made between July 24, 2026, and October 22, 2026.

Name	**Closing Date**	**Asset Class**	**Commitment Amount**
Gridiron Capital Fund VI, L.P.	7/31/2026	Private Equity	$100,000,000
DIF Multi-Fund Co-Invest II C.V.	8/5/2026	Real Assets	$150,000,000
DIF Value Add IV	8/5/2026	Real Assets	$75,000,000
Tiger Iron Garden Fund, L.P. Class 2 Interests	8/20/2026	Private Equity	$250,000,000
1315 Capital IV, L.P.	9/4/2026	Private Equity	$70,000,000
1315 Capital Emerging Growth & Buyout II, L.P.	9/4/2026	Private Equity	$35,000,000
DIF Infrastructure VIII	9/10/2026	Real Assets	$75,000,000
Institutional Venture Partners XIX, L.P.	9/30/2026	Private Equity	$100,000,000