

Key Facts	
Plan Sponsor	State of North Carolina
Asset Class	Large Cap - Blend
Primary Index	Russell 1000 Index
Net Assets	\$2,459.1 Million
Inception Date	09/30/2017
Net Expense Ratio	0.314%

Annual Performance		
	Fund	Primary Index
2020	25.20%	20.96%
2019	29.72%	31.43%
2018	-3.32%	-4.78%

Net Assets Balance data presented is the most current data available as of the end of the quarter. The data is deemed reliable, but the accuracy cannot be guaranteed. All balances are unaudited.

Net Expense Ratio for a fund includes the investment management fee and, if applicable, the trust fund expenses, the custodial fee, and the administrative fee. Expense data is typically quoted with two decimal places; however, three decimal places will be displayed when values are available.

Custodial and trust expenses are estimated. The actual Net Expense Ratio may vary due to actual versus estimated custodial and trust expenses, as well as rounding.

For additional information on expenses, see the North Carolina Supplemental Retirement Plans Fee Statement (available at <https://www.myncretirement.com/governance/boards-trustees-and-committees/supplemental-retirement-board-trustees#reports-and-disclosures>)

North Carolina Supplemental Retirement Board of Trustees is solely responsible for:

- (1) the selection of the Fund and its Underlying Funds (including the selection of the asset allocation percentages for each underlying fund);
- (2) decisions to offer Fund in the Plan; and
- (3) the selection, monitoring and replacement of the Fund and its Underlying Funds, and if applicable, the Fund's investment advisor(s).

Description / Objective

The North Carolina Large Cap Core Fund (the "Fund") is offered exclusively for participants in the NC 401(k) and NC 457 Plans. Effective 01/01/2016, the Fund is held in a group trust and you own units of the group trust. The Fund invests in five complementary, but independently managed underlying funds ("Underlying Funds"). By employing five Underlying Funds, this Fund offers improved diversification compared to having a single investment manager. Allocation decisions and the selection of the Underlying Funds are made by North Carolina Supplemental Retirement Board of Trustees. The Underlying Funds are:

>The **Hotchkis and Wiley Large Cap Value Fund** (18.75% of the Fund assets) is advised by Hotchkis and Wiley Capital Management, LLC following their Large Cap Value strategy. It seeks to exploit large cap equity market inefficiencies created by irrational investor behavior through a bottom-up investment process and a focus on mispriced, undiscovered, or out of favor companies.

> The **Macquarie Large Cap Value Equity Fund** (18.75% of the Fund assets) is managed by Macquarie Investment. The team seeks to capitalize on discrepancies between estimated intrinsic value and price, buying at times of excessive pessimism and selling at times of undue optimism. The team develops relatively concentrated portfolios that reflect their deep conviction.

>The **Sands Capital Management Large Cap Growth Fund** (18.75% of the Fund assets) is advised by Sands Capital Management, LLC. Sands' concentrated large cap growth strategy focuses on high quality seasoned businesses that can demonstrate sustainable above average earnings over time. These companies are identified through bottom-up, fundamental, and proprietary research.

>The **Loomis Large Cap Growth Fund** (18.75% of the Fund assets) is advised by Loomis, Sayles & Company, L.P. The Fund seeks to outperform the Russell 1000 Growth Index by 200 basis points annualized over a full market cycle (at least 5 years). The strategy seeks to produce long-term excess returns vs. the Russell 1000 Growth Index with at, or below, benchmark risk through bottom-up stock selection.

>The **Russell 1000® Index Non-Lendable Fund F** (25.00% of the Fund assets) is managed by BlackRock Institutional Trust Company, N.A. ("BTC"). The Fund shall be invested and reinvested in a portfolio of equity securities with the objective of approximating as closely as practicable the capitalization weighted total return of that segment of the U.S. market for publicly traded equity securities represented by the 1,000 largest capitalized companies.

The Fund seeks to provide long-term growth of capital. There is no assurance the objective will be met.

Investments in large cap funds are subject to market fluctuations and may lose value. The investment risks associated with these funds may be impacted by a variety of factors, including investment style, objective, holdings, and focus on particular industries. On average, investments in large cap funds may be considered more conservative than investments in small and mid-cap funds, potentially posing less overall volatility in exchange for less aggressive growth potential.

Performance (%) As of 09/30/2021

	Cumulative Returns		Average Annual Total Returns				Since Inception
	QTD	YTD	1 Year	3 Year	5 Year	10 Year	
Fund	0.30	15.30	34.72	17.05	--	--	17.65
Primary Index	0.21	15.19	30.96	16.43	--	--	

Performance Calculations/Fund Fees Reflected In Performance. All performance results include the deduction of the Net Expense Ratio, which currently includes an investment management fee of 0.280% and an operating fee of approximately 0.034% (inclusive of an administrative fee of 0.025% and custodial fees). Expenses are estimated and rounded, and actual expenses may vary. Performance results also are net of trading costs incurred by the investment manager. Each plan charges a separate \$26 annual recordkeeping and communications fee per account that is not reflected in performance.

Performance Risks. Before investing, investors should carefully consider the investment objectives, risks, charges and expenses of this Fund and other plan investment options. The performance quoted represents past performance. The investment value and return will fluctuate so that an investment, when redeemed, may be worth more or less than original cost. Past performance does not guarantee future results. Current performance may be lower or higher than the performance data quoted. For performance data current to the most recent month end, please call 1-866-NC-PLANS (1-866-627-5267). It is possible to lose money investing in securities. Past performance is not indicative of future performance and short periods of performance may be particularly unrepresentative of long-term performance.

Miscellaneous. Frequent exchanging of investment options by participants may harm long-term

investors. Your plan and/or the Fund may have policies to detect and deter potentially abusive exchanges. The policies may require us to modify or terminate investment exchange privileges. Indices are unmanaged and cannot be invested in directly. See User Guide for Index definitions.

Prudential Retirement's Role.

Prudential Retirement provides the communications and recordkeeping services for the NC 401(k) and NC 457 Plans and the NC 403(b) Program. With the exception of the NC Stable Value Fund and the NC Fixed Income Fund, the investments offered to you within the NC 401(k) and NC 457 Plans are not offered by or affiliated with Prudential Financial or any of its companies or businesses. Prudential Retirement is a Prudential Financial business.

For additional information about the investment options available through your plan, please call 1-866-NC-PLANS (1-866-627-5267).

Data presented is as of the end of the quarter, unless otherwise specified within a table heading. Data and expense ratios presented are the most current made available as of the end of the quarter. For mutual funds, the fund company may have more recent data available on its website. Price corrections that impact performance data may occur after production of this material.