

# SAN BERNARDINO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

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SELECT FUND UPDATE

FEBRUARY 13, 2025



**BEACH POINT**  
CAPITAL MANAGEMENT

1620 26TH STREET, SUITE 6000N, SANTA MONICA, CALIFORNIA 90404 - PHONE: 1-310-996-9700

# Important Disclosure

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Certain information contained herein includes forward-looking statements. These statements can be identified by the fact that they do not relate strictly to historical or current facts. Forward-looking statements often include words such as "may," "will," "should," "expect," "anticipate," "target," "project," "estimate," "intend," "believe" or the negatives thereof and words and terms of similar substance in connection with discussions of future performance of a portfolio or an investment. As with any projection or forecast, forward-looking statements are inherently susceptible to uncertainty and changes in circumstances. Actual investment results may vary materially from those expressed or implied in its forward-looking statements.

To the extent investments are described herein, such information has been included solely to provide you with information about the types of transactions that were entered into by one or more fund or account managed by Beach Point. Future market conditions may be markedly different from the market conditions that prevailed at the time the investments referenced herein, if any, were consummated and similar opportunities may not be available in the future. The investment information provided therein, if any, should not be deemed as a recommendation to purchase or sell any such securities or investments.

In considering any investment performance contained herein, it is important to note that past performance is not necessarily indicative of, or a predictor of, future results and there can be no guarantee or assurance that any investment, portfolio or investment vehicle will achieve comparable results or that the investment objectives of any account, fund or other investment vehicle will be achieved. Any investment in an account, fund or other investment vehicle managed by Beach Point involves significant risk, including the risk of loss of your investment.

Certain information contained herein has been obtained or derived from unaffiliated third-party sources believed by Beach Point to be reliable. Beach Point makes no representation or warranty, expressed or implied, as to the accuracy or completeness of the information contained herein, including information obtained or derived from unaffiliated third-party sources, and nothing contained herein may be relied upon as an indicator or representation as to the prior or future performance of any investment or any fund or account managed by Beach Point.

# Important Disclosure

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Beach Point's ability to identify, evaluate, monitor, and engage issuers with respect to material environmental, social, and governance ("ESG") factors, including physical and transitional climate risk, depends on, among other things, the availability and accuracy of ESG-related information. Currently, ESG-related information is limited (particularly with respect to private issuers and assets) and when available, whether from issuers, published sources, third-party reporting or otherwise, such information may not be accurate or complete. In addition, Beach Point's assessment of such ESG factors (and the risks and impact created thereby) is based on Beach Point's internal research, which is subjective by nature, and subject to change. Given limited availability of ESG-related information, the inability to consistently obtain accurate or complete ESG-related information, and the subjective nature of Beach Point's assessment of ESG factors, such information and Beach Point's assessment thereof should not be relied on. There is no guarantee that the criteria utilized, or the judgment exercised, by Beach Point will reflect any one particular investor's beliefs, principles, or values. It is important to note that investment strategies that restrict investments of certain issuers due to certain ESG criteria may limit available investments, which may hinder performance when compared to strategies with no such requirements.

ESG practices are evolving rapidly and there are different principles, frameworks, methodologies, and tracking tools being implemented by other asset managers, and Beach Point's adoption and adherence to various such principles, frameworks, methodologies and tools is expected to vary over time. There is also a growing regulatory interest across jurisdictions in improving transparency regarding the definition, measurement and disclosure of material ESG factors. Beach Point's ESG policies could become subject to additional regulation in the future, and Beach Point cannot guarantee that its current approach will meet future regulatory requirements. In addition, a company's business practices, products or services may change over time. As a result of these possibilities, among others, an investment vehicle may temporarily hold securities that are inconsistent with its ESG criteria. In addition, Beach Point's Structured Credit strategy takes long and short positions in a variety of structured assets, including MBS, CLO, and ABS vehicles. While Beach Point's team is cognizant of specific governance-related factors at the asset manager and servicer level, when appropriate and consistent with our fiduciary duty; we believe that due to the structure of these investments (e.g., a pool of auto loans, credit card receivables, mortgages, business loans, or similar underlying assets) and the data currently available for these investments, formal ESG integration is impracticable.

Registration with the SEC does not imply that Beach Point Capital Management LP has a certain level of skill or training. This confidential document may not be published or distributed without the express written consent of Beach Point.

See important additional disclosures at the end of the presentation.

# Presenters

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**Scott Klein** is the Co-Founder, Co-Chairman, and Co-CEO of Beach Point Capital Management LP. Mr. Klein has over 30 years of experience investing in public and private credit markets and managing alternative investment portfolios. Prior to founding Beach Point, Mr. Klein co-led the multi-billion dollar alternative credit business at Post Advisory Group and previously worked as a bankruptcy attorney. He graduated magna cum laude from the Wharton School of the University of Pennsylvania and received a J.D. from UCLA Law School. Mr. Klein serves on the Board of Trustees of Saint John's Health Center Foundation, the Board of Governors of Cedars Sinai Hospital, and the Board of Advisors of UCLA Law School.

**Patrick Sheffield** is a Managing Director focused on sourcing new investment opportunities and performing fundamental research and company analysis. Mr. Sheffield has been in the industry since 2005. Prior to Beach Point, Mr. Sheffield was at Kohlberg Kravis Roberts & Co. (KKR), where he worked on Retail and Infrastructure private equity investments. He also worked in the Mergers and Acquisitions group at Morgan Stanley. Mr. Sheffield received a bachelor's degree in economics, cum laude, from Harvard University and an MBA from Stanford Graduate School of Business.

# Executive Summary

Beach Point focuses on generating income and finding value outside of traditional areas, such as opportunities in structured products, dislocated debt, and idiosyncratic credit situations. Beach Point looks forward to expanding our relationship with additional strategic initiatives.

Performance (net)	QTD	YTD	Annualized Since Inception	Cumulative Since Inception
San Bernardino County Employees' Retirement Association	2.72	10.19	9.20	218.64
High Yield Universe <sup>1</sup>	1.23	8.64	5.58	104.36

Performance Measurements (net)	Sharpe Ratio	Standard Deviation	Average Monthly Return
San Bernardino County Employees' Retirement Association	1.40	5.60	0.75
High Yield Universe <sup>1</sup>	0.76	5.57	0.47

Inception (November 1, 2011) through December 31, 2024.  
Past performance is not indicative of future results.

Cash Flows	
Initial Contribution April 2009	\$30,000,000
November 2012	\$20,000,000
November 2013	\$30,000,000
March 2022	\$30,000,000
December 2023	\$25,000,000
January 2024	\$25,000,000
<b>Total Invested</b>	<b>\$160,000,000</b>
<b>NAV as of December 31, 2024</b>	<b>\$344,558,042</b>

Sources: Beach Point internal research, Bloomberg, S&P UBS, and eVestment Analytics. The above information is preliminary data based on unaudited internal estimates.

<sup>1</sup> High Yield Universe refers to a 50/50 blend of the Bloomberg U.S. Corporate High Yield Index and the S&P UBS Leveraged Loan Index.

On April 1, 2009, SBCERA's initial investment of \$30 million was made into Beach Point Total Return Offshore Fund II Ltd. Effective November 1, 2011, SBCERA transferred their current investment value (~\$39.9 million) into Beach Point Select Fund LP.

See important disclosures attached at the end of this document.

# Beach Point - By The Numbers

## Beach Point is a multi-strategy credit manager



Assets Under Management



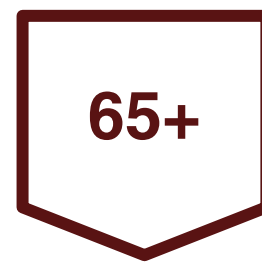
Firm Inception



Offices (LA, NY, London and Dublin)

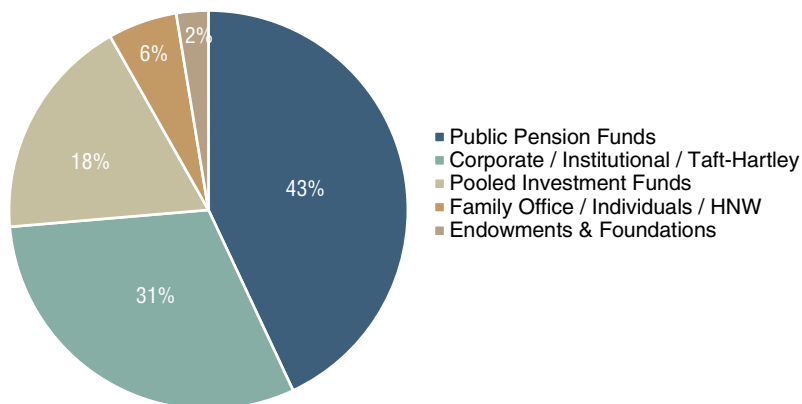


Total Employees

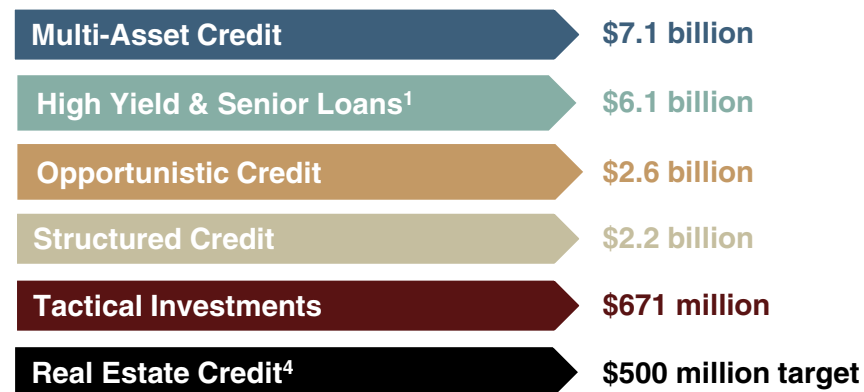


Investment Professionals

### CLIENT BASE\*



### STRATEGY ASSETS



Source: Beach Point internal research.

The above information is preliminary data provided as of December 31, 2024, based on unaudited internal estimates and is subject to change. \*Includes separate accounts and fund investors.

Please see important disclosures at the end of this document for more information regarding the calculation of assets under management.

<sup>1</sup> Includes Sandstone Peak CLOs managed by an affiliate of Beach Point. Values reflect notional liabilities at pricing.

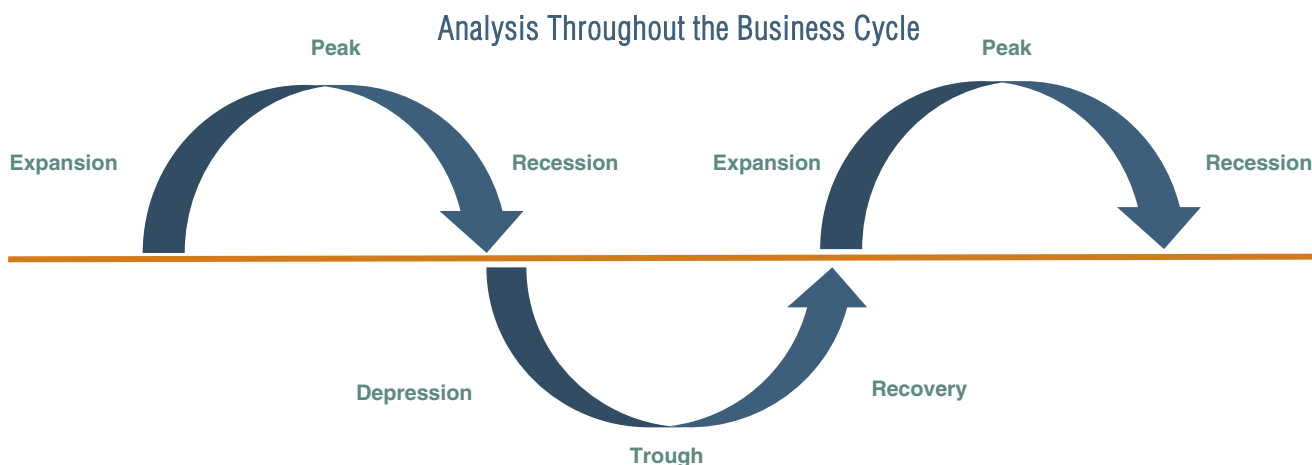
<sup>2</sup> BPC Real Estate Debt Fund LP has \$387mm committed and is in its fundraising period.

## Industry Experience

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**Our senior team<sup>1</sup> has an average of over 25 years of experience covering industries across multiple business cycles**

- **Industry specialists cover sectors across business cycles** - Analysts follow industries across the full investment life-cycle, from new issue to restructuring. We believe thorough due diligence across multiple downturns has prepared us to navigate varying market conditions, from recessionary to expansionary phases of the business cycle.
- **Understand the capital structure** - We believe our flexible capital mandate allows us to locate value across markets and up and down the capital structure, including secondary market and direct/private instruments. In our view, the sharing of industry insights across the firm helps to identify potential relative value.
- **Existing industry relationships** - Help source potential opportunities where we may be able to provide liquidity solutions and utilize our restructuring experience.



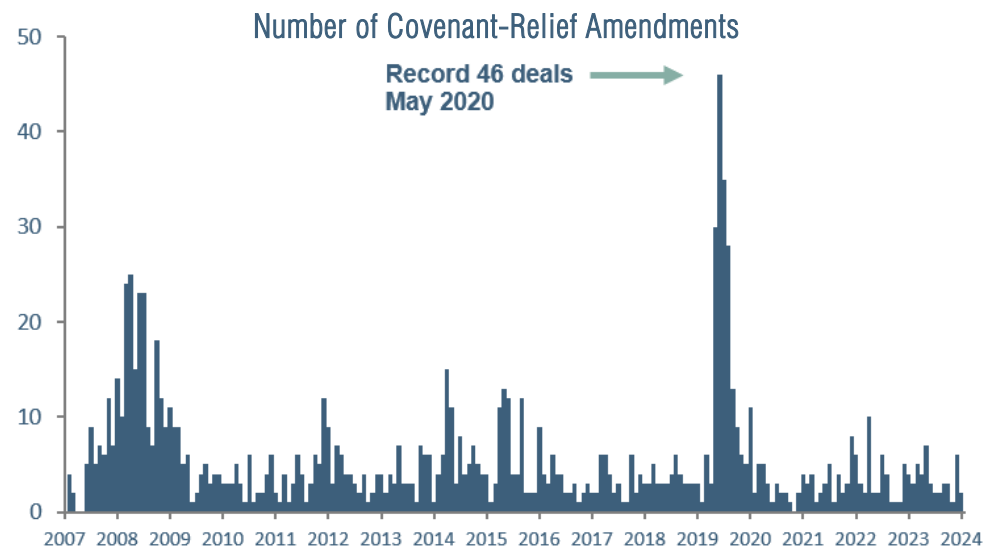
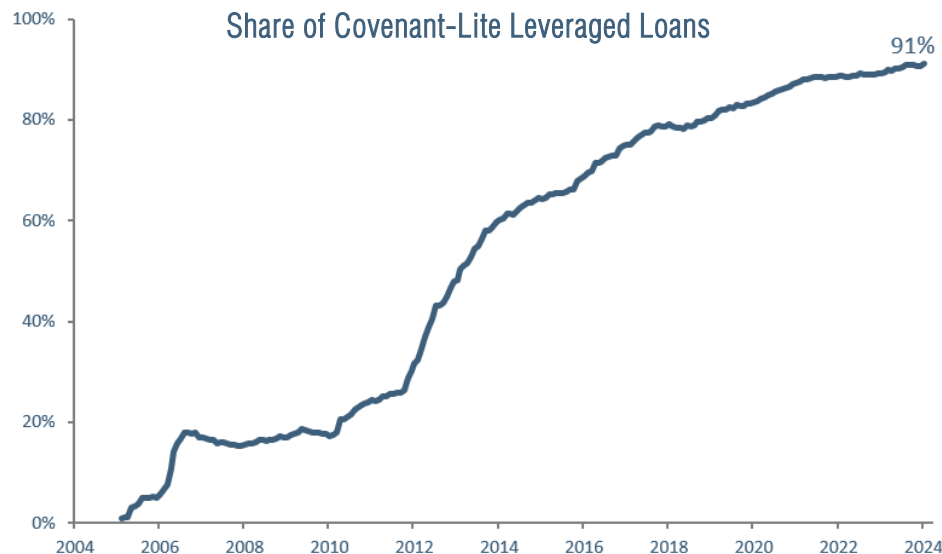
<sup>1</sup> Senior Investment team consists of Co-CEOs, Portfolio Managers, and Portfolio Strategists.

While legal resources can help mitigate risk, they cannot eliminate it, nor do they imply that investments are low risk.

The investment process components illustrated above are aspirational and intended solely for illustrative purposes. There can be no assurance that these components will be applied to any portfolio at any given time.

# Our Legal Experience

- **Portion of investment team is legally-trained**, including the Co-CEOs and the in-house legal group who represent the firm in restructuring and creditors' committees as well as perform thorough covenant/legal analysis across our investments.
- **We believe legal experience matters more in today's environment**, as an understanding of underlying loan documents and legal transaction structures provides strategic legal insight into a legally informed advantage in regulatory, tax and credit risk issues.
- **Enables us to be a sprinter and a marathon runner.** We believe having embedded legal resources allows us to respond swiftly to rapid market developments. Our legal team may also partner with borrowers and sponsors over a multi-year time horizon to guide companies through restructuring processes and provide creative liquidity solutions.



Source: PitchBook LCD News as December 31, 2024

While legal resources can help mitigate risk, they cannot eliminate it, nor do they imply that investments are low risk.



## Distressed: By the Numbers

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20+

Years investing in  
distressed debt<sup>1</sup>

\$10bn+

Invested in  
distressed debt<sup>1</sup>

70+

Leadership roles<sup>2</sup> on  
creditors' committees<sup>3</sup>

Source: Beach Point internal research, as of December 31, 2024

Statistics above include investments held at both Beach Point and its predecessor firm, Post Advisory Group.

<sup>1</sup> Distressed debt refers to investments in bonds and loans either (i) at an average price of 80 or lower; (ii) classified as non-performing.

<sup>2</sup> Leadership role refers to lead or co-lead of creditors' committee or ad hoc group. Including co-organizer of group or members of group's steering committee.

<sup>3</sup> Creditors' Committees include formal and ad hoc creditors' committees and restructuring groups.



# MARKET UPDATE

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Investment Beyond the Traditional

# Strong Economy, Unpredictable Policies, Increased Opportunities

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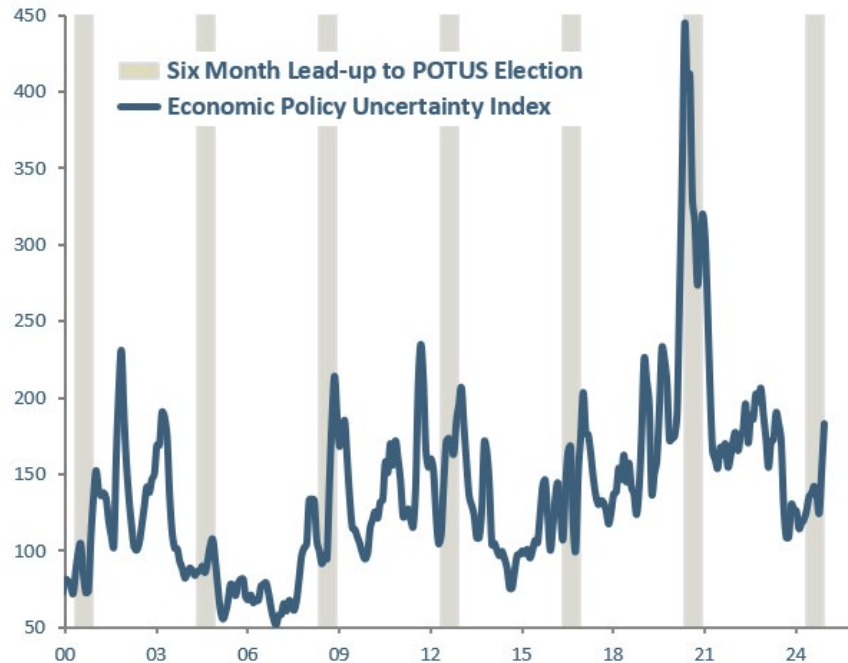


# Trade Policy Uncertainty Replaces Election Uncertainty

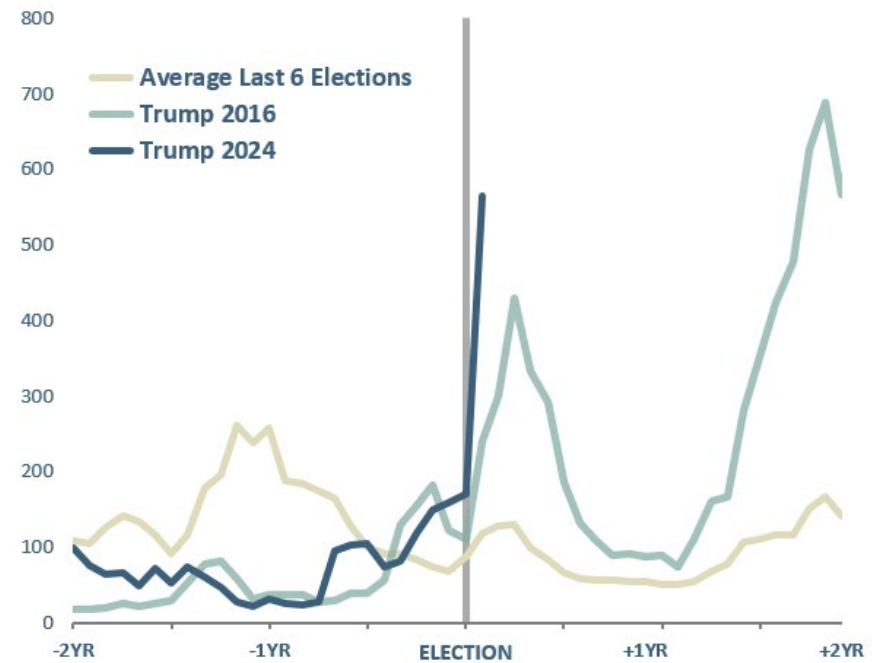
Uncertainty indices assess how often newspaper articles reference economic and trade uncertainty, with higher values indicating increased levels of uncertainty

Economic policy uncertainty tends to decrease once a US president is elected. However, trade policy uncertainty is currently surpassing the elevated levels seen early in the previous Trump administration

ECONOMIC POLICY UNCERTAINTY INDEX<sup>1</sup>



TRADE UNCERTAINTY INDEX<sup>2</sup>



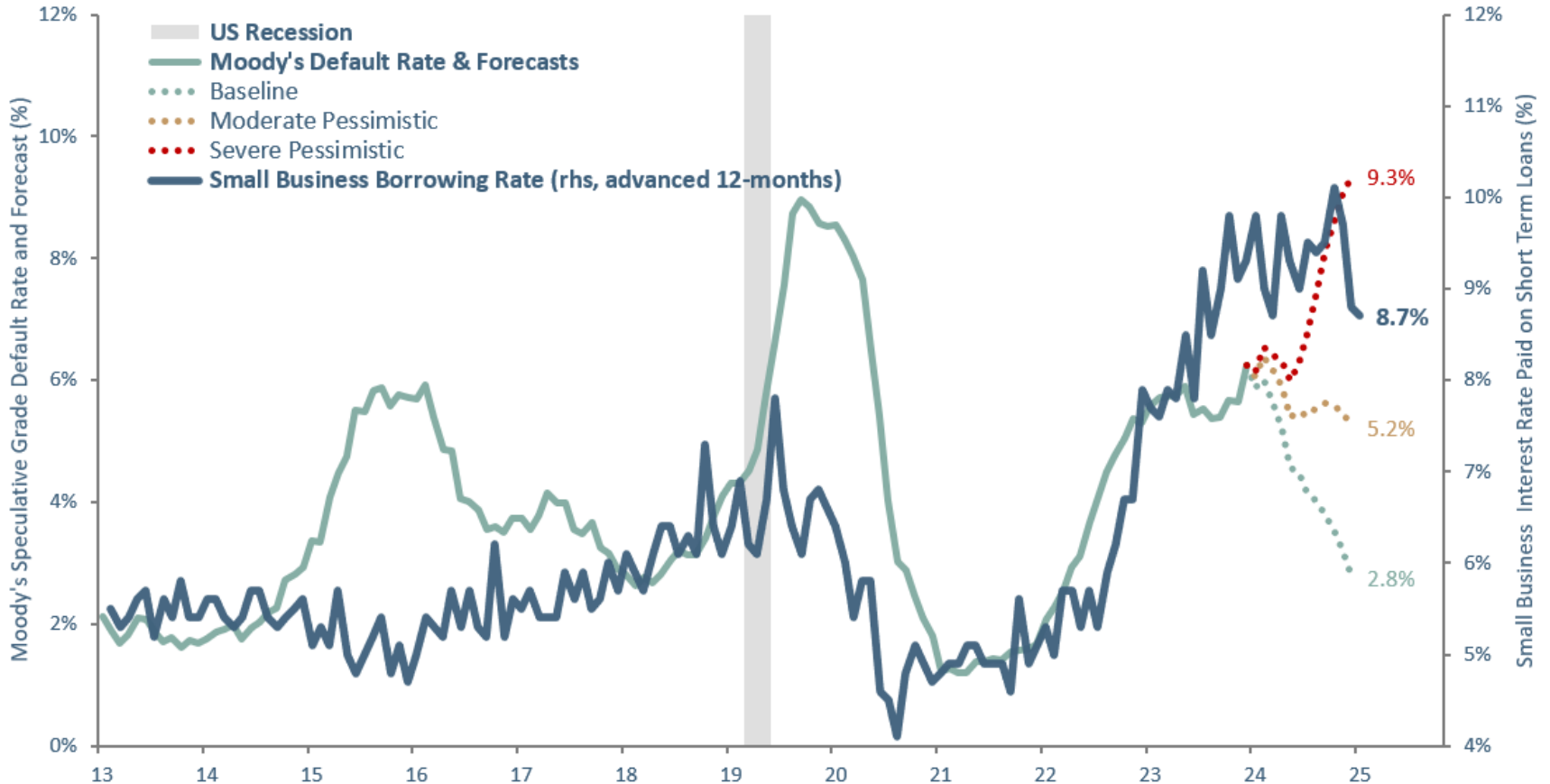
Sources: <sup>1</sup> Economic Policy Uncertainty Index, <https://policyuncertainty.com>, as of December 31, 2024

<sup>2</sup> Trade Policy Uncertainty Index, <https://policyuncertainty.com>, as of December 31, 2024

# Elevated Funding Costs may Challenge Lower Default Outlook

The interest rate paid on short-term loans by small businesses improved to 8.7%, down from the record high of 10.1% in September, although it remains above the long-run average of 6.2%<sup>1</sup>

Moody's baseline outlook is for the default rate to gradually improve from 6.3% to below the historical average of 4.0%, while pessimistic outlooks are at 5.2% to 9.3%<sup>2</sup>



"Baseline" "Moderate Pessimistic" and "Severe Pessimistic" forecasts are Moody's trailing 12-month estimates for November 2025

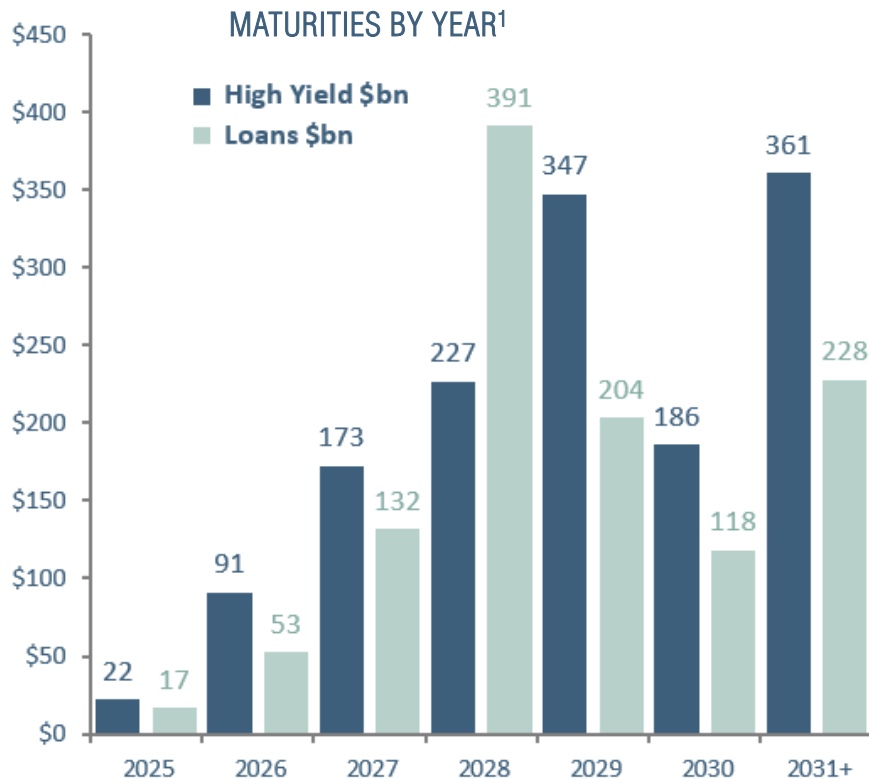
Sources:<sup>1</sup> National Federation of Independent Business, Small Business Optimism Survey, as of December 31, 2024,

<sup>2</sup> Moody's Research, as of November 29, 2024

## Near-Term Maturity Wall Opportunity

\$113 billion of high yield bonds and \$70 billion of leveraged loans are scheduled to mature by the end of 2026. By 2027, this jumps to \$286 billion and \$201 billion, respectively<sup>1</sup>

In percentage terms, 8.0% of high yield bonds and 6.1% of leveraged loans are coming due in the next two years, exceeding the 20-year averages of 7.0% and 5.0%, respectively<sup>1</sup>



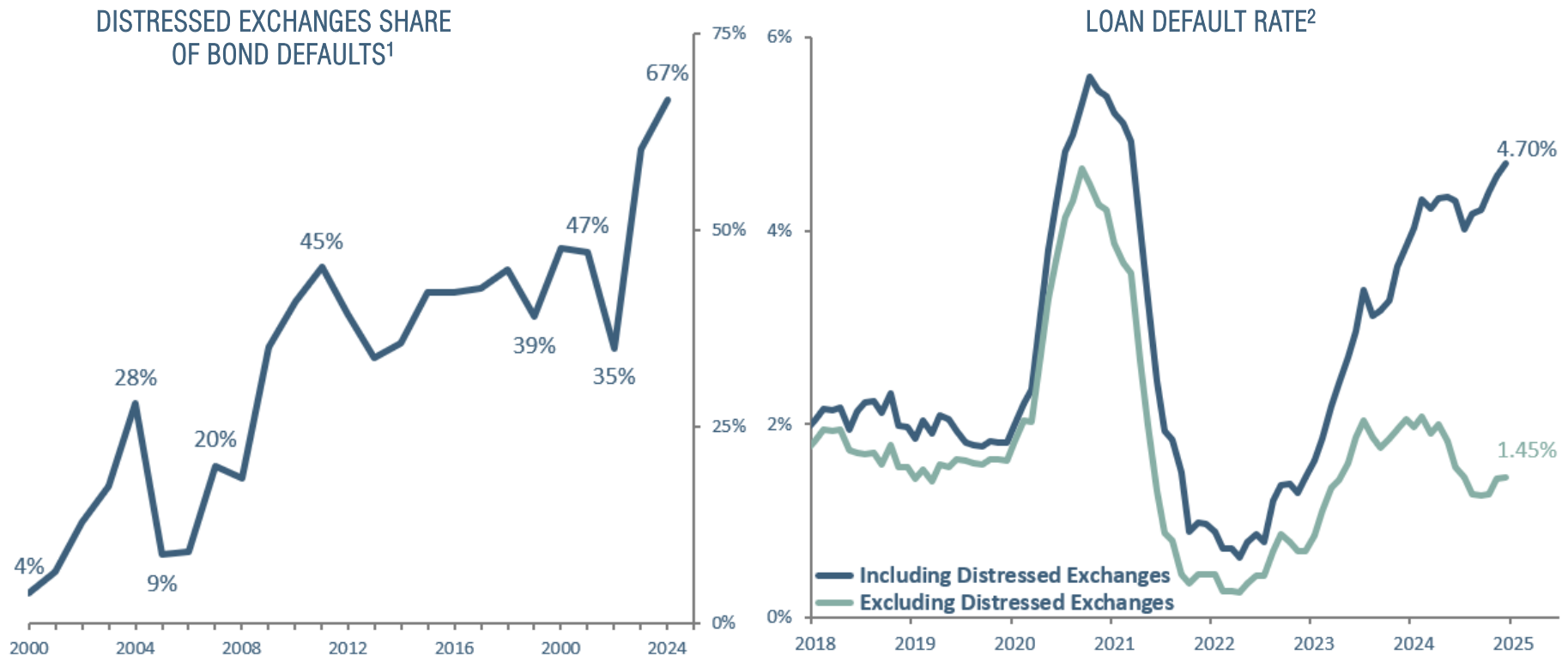
Source: <sup>1</sup> Bank of America Research, as of December 31, 2024

# Companies Increasingly Using Liability Management Exercises

**Distressed Exchanges (DEs) remained a prevalent approach in debt restructurings to help preserve shareholders' equity interest and avoid the expensive costs associated with a bankruptcy**

**67% (40 of 60) of year-to-date bond defaults were DEs, up from 60% (96 of 159) in 2023 and 35% (55 of 157) in 2022<sup>1</sup>**

**Loan default rates are considerably higher when we include Loan DEs (4.7% vs. 1.5%)<sup>2</sup>**



Source: <sup>1</sup> Moody's Research, as of December 31, 2024, <sup>2</sup> PitchBook LCD, as of December 31, 2024



# FUND OVERVIEW

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Investment Beyond the Traditional



## Select Fund Summary

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### Beach Point Select Fund (the “Fund”)

- **Strategy:** Launched in 2011, the Fund has a 10 year+ track record of investing across a range of credit asset classes, including corporate bonds, loans, structured credit, distressed and credit-informed equities. The Fund seeks to deliver attractive investment results and safeguard investor capital across market cycles.
- **Beach Point Experience:** Our senior team<sup>1</sup> has an average of over 25 years of experience covering industries across multiple business cycles. Additionally, Beach Point’s legal experience on the investment team assists with covenant analysis and structuring. Finally, approximately half of our AUM is in custom credit accounts, as we favor strong value-add partnerships.
- **Opportunity Today:** The Fund is constructed with a lower duration than traditional credit indices. We believe an attractive opportunity set is coming from middle market companies that are less trafficked and more complex.
- **Performance:** The Fund has generated a net annualized return<sup>2</sup> of 9.20% since launching in November 2011 compared to 5.58% for the High Yield Universe<sup>3</sup> over the same time period.

Sources: Beach Point internal research and eVestment Analytics, dated as of December 31, 2024.

Past performance is not indicative of future results.

<sup>1</sup> Senior Investment team consists of Co-CEOs, Portfolio Managers, and Portfolio Strategists.

<sup>2</sup> The net fund performance set forth herein is for the San Bernardino County Employees’ Retirement System. Current performance may be lower or higher than the performance data quoted. Performance is shown in USD (\$). Performance is net of all expenses, a 1% management fee and a 20% incentive allocation.

<sup>3</sup> High Yield Universe refers to a 50/50 blend of the Bloomberg U.S. Corporate High Yield Index and the S&P UBS Leveraged Loan Index.

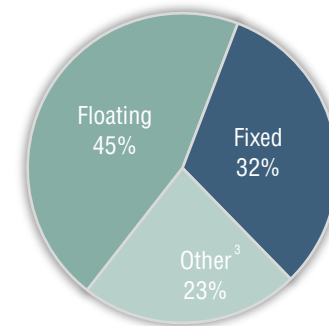
# Fund Characteristics

## Beach Point Select Fund (the “Fund”)

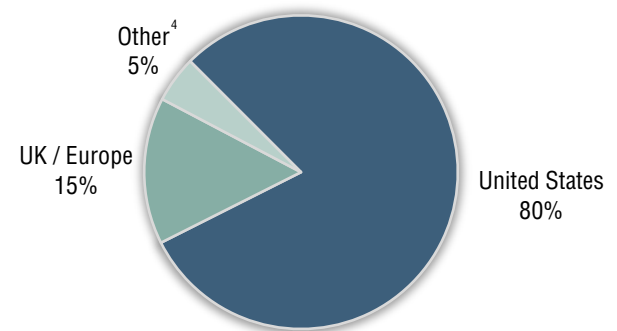
As of December 31, 2024

Summary Statistics	Fund
Weighted Average Price	\$93.5
Current Yield <sup>1</sup>	9.7%
Yield on Performing Debt <sup>2</sup>	12.3%
Average Coupon	9.0%
Weighted Average Maturity	3.0 years

Floating vs Fixed



Geographic Distribution



Source: Beach Point internal research.

Past strategy allocations are not necessarily indicative of future allocations. Portfolio characteristics are calculated as of the date indicated and are subject to change.

<sup>1</sup> Current Yield reflects a sum of the investments' long market value \* coupon rate divided by its long market value \* current price. The calculation only includes performing debt investments.

<sup>2</sup> Yield on Performing Debt is derived from the performing fixed income portion of the portfolio (~72% of NAV as of December 31, 2024) and is calculated as the market value weighted average yield-to-worst of each floating rate bank debt investment and fixed rate bond security.

The percentage of performing investments includes PIK investments.

<sup>3</sup> Other may include exposure to equities, options, warrants, preferred, and LLC interest – ABS.

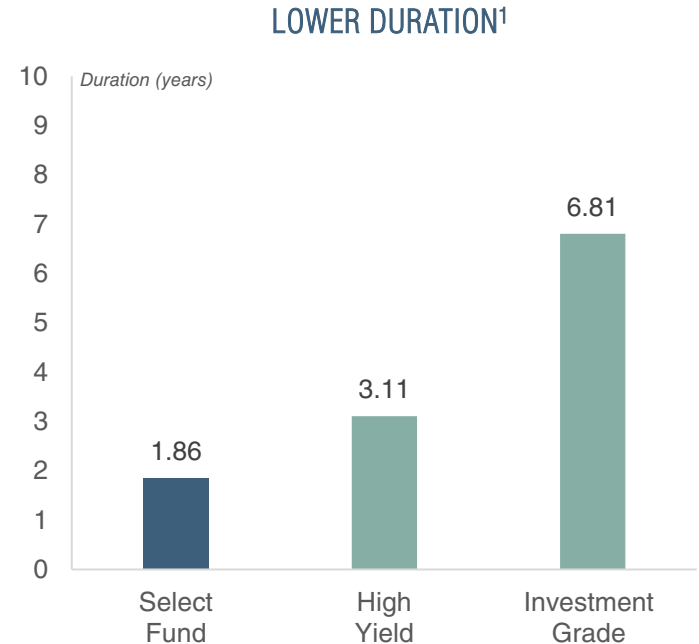
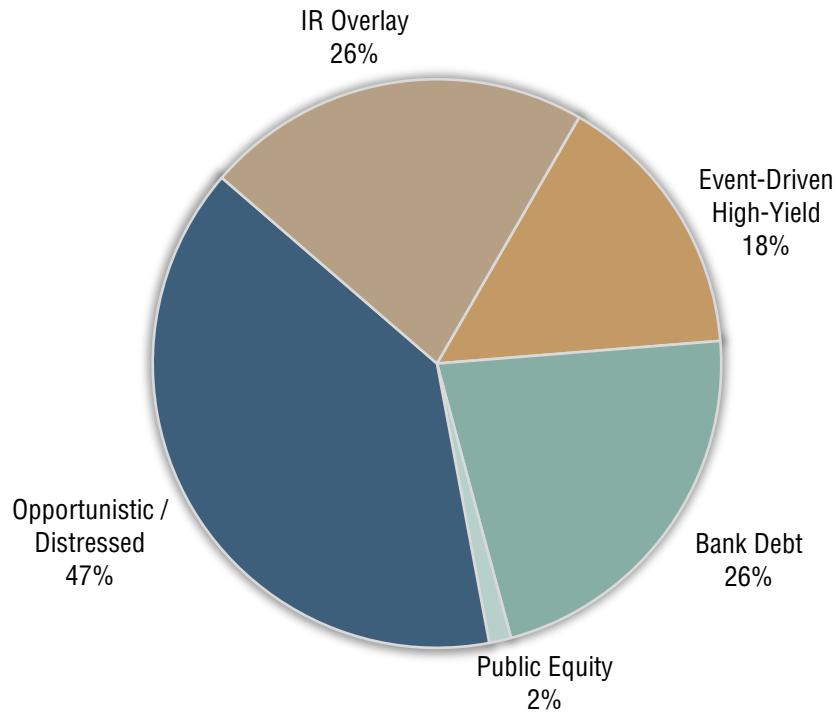
<sup>4</sup> Other includes Non-US and Non-UK / Europe exposure.

# Fund Allocations and Duration

## Beach Point Select Fund (the “Fund”)

As of December 31, 2024

**The Fund has the flexibility to capitalize on changing credit markets and can move up and down the capital structure and across sectors for new opportunities.**



Source: Beach Point internal research.

Past strategy allocations are not necessarily indicative of future allocations. The shorts category includes short exposure related to treasury hedges and other foreign currency hedges.

Portfolio characteristics are calculated as of the date indicated and are subject to change.

<sup>1</sup> Bloomberg US Corporate High Yield Index and Bloomberg US Corporate Total Return Value Unhedged USD Index data as of December 31, 2024.

<sup>1</sup> Portfolio duration is calculated using a modified duration and includes Interest Rate Overlay positions, shorts and equities/cash.

# Performance Summary

## San Bernardino County Employees' Retirement Association (net)

Inception (November 1, 2011) through December 31, 2024

Fund vs Benchmarks	Performance				Performance Measurements		
	QTD	YTD	Annualized Since Inception	Cumulative Since Inception	Sharpe Ratio	Standard Deviation	Average Monthly Return
San Bernardino County Employees' Retirement Association	2.72	10.19	9.20	218.65	1.40	5.60	0.75
High Yield Universe <sup>1</sup>	1.23	8.64	5.58	104.36	0.76	5.57	0.47

Past performance is not indicative of future results.

Sources: Beach Point internal research, Bloomberg, S&P UBS, and eVestment Analytics. The above information is preliminary data based on unaudited internal estimates.

<sup>1</sup> High Yield Universe refers to a 50/50 blend of the Bloomberg U.S. Corporate High Yield Index and the S&P UBS Leveraged Loan Index.

The net fund performance set forth herein is for the San Bernardino County Employees' Retirement System. Current performance may be lower or higher than the performance data quoted. Performance is shown in USD (\$). Performance is net of all expenses, a 1% management fee and a 20% incentive allocation.

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# Performance Table

## San Bernardino County Employees' Retirement Association (net)

Inception (November 1, 2011) through December 31, 2024

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	BEACH POINT	HIGH YIELD UNIVERSE <sup>1</sup>
<b>2011*</b>	--	--	--	--	--	--	--	--	--	--	-0.82	0.94	<b>0.12</b>	0.29
<b>2012</b>	2.39	2.71	1.24	1.04	-0.21	1.27	1.51	1.68	1.82	1.46	1.08	1.62	<b>19.05</b>	12.59
<b>2013</b>	2.24	1.03	1.35	1.78	1.91	-0.50	2.02	0.74	1.07	1.59	1.32	1.60	<b>17.36</b>	6.81
<b>2014</b>	0.46	2.12	0.27	1.03	0.74	0.98	-0.35	0.27	-0.18	-0.09	0.25	-2.07	<b>3.42</b>	2.27
<b>2015</b>	0.11	1.91	1.60	1.76	1.24	-0.93	0.14	-0.24	-0.53	1.82	-1.24	-2.16	<b>3.44</b>	-2.42
<b>2016</b>	-1.49	0.07	3.85	1.88	1.39	0.63	2.17	1.69	1.30	0.97	0.60	1.95	<b>15.98</b>	13.47
<b>2017</b>	1.86	0.47	0.11	0.47	0.75	0.71	0.80	0.47	0.79	0.28	0.51	0.98	<b>8.51</b>	5.87
<b>2018</b>	1.56	-0.09	-0.34	0.85	0.57	0.58	0.80	0.61	0.38	-0.86	-0.87	-2.30	<b>0.84</b>	-0.48
<b>2019</b>	2.29	1.42	0.68	1.60	-0.10	1.51	0.80	-0.03	0.76	-0.24	1.19	2.38	<b>12.93</b>	11.22
<b>2020</b>	0.67	-2.02	-11.58	1.76	4.36	2.58	2.43	3.26	1.23	1.19	4.49	2.64	<b>10.39</b>	4.95
<b>2021</b>	2.09	2.01	1.78	1.27	0.55	1.65	0.49	0.15	0.64	2.55	1.29	0.42	<b>15.90</b>	5.35
<b>2022</b>	-0.20	-0.17	0.47	-2.31	-0.30	-3.29	1.65	-0.61	-3.83	0.65	0.53	0.46	<b>-6.89</b>	-6.15
<b>2023</b>	3.34	0.65	-1.67	0.95	0.04	2.23	1.61	1.29	-0.38	-1.13	2.84	2.82	<b>13.18</b>	13.28
<b>2024</b>	1.00	0.27	1.04	-0.27	0.75	0.36	1.42	0.95	1.53	0.35	1.37	0.99	<b>10.19</b>	8.64
<b>Annualized</b>													<b>9.20</b>	5.58

Past performance is not indicative of future results.

Sources: Beach Point internal research, Bloomberg, S&P UBS and eVestment Analytics.

\*Returns shown for the partial year are not annualized.

<sup>1</sup> High Yield Universe refers to a 50/50 blend of the Bloomberg U.S. Corporate High Yield Index and the S&P UBS Leveraged Loan Index.

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# APPENDIX

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## Investment Beyond the Traditional

## Strong Institutional Framework

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### Beach Point endeavors to complement its long-standing credit experience with established infrastructure and client service

#### Independent Firm Structure

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- Beach Point was founded by, and remains under the control of, its Co-CEOs
- The firm is not affiliated with any broker dealers
- Low personnel turnover since inception

#### Commitment to Client Service

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Committed to delivering consistent, transparent client service, we strive to:

- Develop meaningful partnerships with clients
- Connect clients with senior portfolio managers regularly
- Regularly inform and update clients on portfolio and market developments

#### Institutional Infrastructure

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Relationships with established service providers including:

- PwC / EisnerAmper (Auditors)
- BNY / Citco Fund Administration / State Street / International Fund Services (Administration)
- International Fund Services (Middle Office)
- J.P. Morgan / BNP Paribas (Prime Brokers)
- State Street Bank and Trust Company / BNY / Citco Bank and Trust Company (Custodians)

# Investment Team

## Consistency & Tenure

68 investment professionals; senior investment team has over 25 years of experience on average;\* low turnover since inception

## Legal Experience

A portion of the investment team is legally trained for covenant analysis and structuring

## Specialized Research

Analysts cover individual sectors, allowing in-depth sector coverage

**CARL GOLDSMITH<sup>1,2</sup>**

Co-Founder, Co-Chairman & Co-CEO

**SCOTT KLEIN<sup>1,2,4</sup>**

Co-Founder, Co-Chairman & Co-CEO

## RESEARCH & TRADING

<b>ROBERT BERGMANN</b> Portfolio Manager	<b>SINJIN BOWRON<sup>4</sup></b> Portfolio Manager	<b>ANDREW CHEN</b> Portfolio Manager (NY)	<b>KATHY CHOI<sup>1,4</sup></b> Portfolio Manager	<b>MICHAEL HAYNES<sup>4</sup></b> Portfolio Manager (NY)	<b>BEN HUNSAKER</b> Portfolio Manager	<b>SHANE LANIGAN</b> Portfolio Manager (IRL)	<b>LAWRENCE SADAKA</b> Portfolio Manager
<b>ALLAN SCHWEITZER<sup>1,3</sup></b> Portfolio Manager	<b>KEN WOLFE</b> Portfolio Manager	<b>JARED WORK<sup>3</sup></b> Portfolio Manager	<b>BRIDGET BARTLETT<sup>4</sup></b> Portfolio Strategist	<b>JAY TAKEFMAN</b> Senior Managing Director (NY)	<b>ALAN CHAO</b> Managing Director	<b>HUBERT CHU</b> Managing Director	<b>JOSEPH FABIANI<sup>2,4</sup></b> Managing Director
<b>GABRIEL FINEBERG</b> Managing Director (NY)	<b>DANIEL GURVICH</b> Managing Director (NY)	<b>EVAN KLEBE</b> Managing Director	<b>BRYAN KURNOFF</b> Managing Director	<b>BORDON LAI</b> Managing Director (NY)	<b>NIRAJ PATEL</b> Managing Director (UK)	<b>PATRICK SHEFFIELD</b> Managing Director	<b>CHRISTOPHER SU</b> Managing Director
<b>ELIZABETH WEGENER</b> Managing Director	<b>JENNY ZHAN</b> Managing Director	<b>TAHAR BETBOUT</b> Senior Trader	<b>WILLIAM LYNCH</b> Senior Trader	<b>DAVID SEAY</b> Senior Trader	<b>C.J. FOSTER</b> Director (NY)	<b>SHIN BOWERS</b> Senior Vice President	<b>TONY CARDONA</b> Senior Vice President
<b>CONOR D'ALTON</b> Senior Vice President	<b>RICHARD HUANG</b> Senior Vice President	<b>STEPHEN KRISTAN</b> Senior Vice President (NY)	<b>LADONNA NEUHAUS</b> Senior Vice President	<b>JAMIE PARK</b> Senior Vice President	<b>JORDAN SAUER<sup>2</sup></b> Senior Vice President	<b>PALMER LEFF</b> Vice President (NY)	<b>KHOA TRAN</b> Vice President
<b>JACOB WEINER<sup>2</sup></b> Vice President (NY)	<b>MARTIN HOOD</b> Senior Associate (NY)	<b>PAUL KUSHNER</b> Senior Associate (NY)	<b>TRENT WONG</b> Senior Associate	<b>MARIAH HARVEY-BROWN</b> Associate (NY)	<b>CAMERON MIR</b> Associate	<b>EVAN LA RIVIERE</b> Quantitative Analyst	<b>ZOHAIR AZMI</b> Senior Analyst
<b>CIARA McGOVERN</b> Senior Analyst (IRL)	<b>JAKOB NILSSON</b> Senior Analyst (UK)	<b>SETH VAUGHAN</b> Senior Analyst (UK)	<b>AUSTIN ADAMCZYK</b> Analyst (NY)	<b>MICHAEL ARONSON</b> Analyst	<b>GOWTHAM BALAJI</b> Analyst	<b>ALAN DAVIS</b> Analyst (IRL)	<b>ANDREW GEENEN</b> Analyst (NY)
<b>WILLARD HAWLEY</b> Analyst	<b>CURREN MODY</b> Analyst (NY)	<b>JEREMY SEOW</b> Analyst	<b>WILLIAM BROOKS</b> Senior Portfolio Analyst	<b>COLE GAUTHIER</b> Portfolio Analyst - CLO (NY)	<b>AZITA GUIV</b> Portfolio Analyst	<b>CHRISTOPHER REED</b> Macro Strategist	<b>VERONICA SOVAKIAN</b> Trading Assistant
<b>ROY YOU<sup>3</sup></b> Risk Manager	<b>DALI CAO</b> Risk Analyst						

As of December 31, 2024

\* Senior Investment team consists of Co-CEOs, Portfolio Managers, and Portfolio Strategists

<sup>1</sup> Management Committee <sup>2</sup> Lawyer / Legally Trained <sup>3</sup> Risk Committee <sup>4</sup> ESG Committee

There can be no assurance that any particular individual will be involved in the management of any portfolio for any given period of time, if at all.



# Organizational Chart – Infrastructure

OPERATIONS / DATA MANAGEMENT / INFORMATION SECURITY / SOFTWARE DEVELOPMENT / CYBERSECURITY					ACCOUNTING / TAX / VALUATION / CORPORATE ACCOUNTING			
DARSHAN DESAI <sup>1,3,4</sup> Chief Operating Officer					THOMAS BOYACK <sup>1,2,3</sup> Chief Financial Officer			
OPERATIONS	DATA MANAGEMENT	INFORMATION TECHNOLOGY / SOFTWARE DEVELOPMENT / CYBERSECURITY			FUND ACCOUNTING	TAX	VALUATION	CORPORATE ACCOUNTING
JONATHAN CANNON Managing Director	JACK PHAN Director – Data Mgmt.	CESAR QUEBRAL Chief Technology Officer			ADRIAN ESTRADA-GONZALEZ Fund Controller	STEPHEN ROSE <sup>2,3</sup> Global Head of Tax	ANTHONY PARK Managing Director	MARK SPALDING Corporate Controller
ITHRAN OLIVIAACCE Director	JULIANNE CAMERINO Assistant Vice President	KRITSANA KEOPUNNA Director of Infrastructure	SEAN SEDRULEY Director of Software Engineering	ED MORALES Director of Information Security	MEGHAN EVERETT Fund Controller	LAILA ROBERTS Senior Vice President – Tax	GLEN COOK Sr. Valuation Associate	KURTIS NAKASHIMA Senior Accountant
ABRAHAM YAO Director		IT SUPPORT STAFF (5 Employees)	SOFTWARE DEV. STAFF (7 Employees)	AMY LOU Information Security Engineer	ASHLEY WILLEMS Fund Controller	SIOBHAN CORONADO Senior Vice President – European Tax (IRL)		
ANDREW SUSSMAN Director (NY)					YVONNE LI VP Accounting – SPVs (NY)	JANET HSU <sup>2</sup> Vice President – Tax		
OPERATIONS STAFF (10 Employees)					ACCOUNTING STAFF (7 Employees)	TAX STAFF (3 Employees)		

# Organizational Chart – Infrastructure

MARKETING / INVESTOR RELATIONS			LEGAL / COMPLIANCE		HUMAN RESOURCES / ADMINISTRATION
JOHN QUINTANAR <sup>1,3,4</sup> Managing Director			DAVID ROSENBLUM <sup>1,2,3,4</sup> General Counsel Chief Compliance Officer		LAWRENCE M. GOLDMAN <sup>1,2,3</sup> Chief Administrative Officer
MARKETING		INVESTOR RELATIONS	LEGAL	COMPLIANCE & REGULATORY	HUMAN RESOURCES & ADMINISTRATION
GLEN ABBOTT Managing Director	CHERIE ALCOFF Managing Director (NY)	CHRISTINA BAU Managing Director, Head of Investor Relations	KEVIN PARKER <sup>2</sup> Deputy General Counsel	CAROLINA REESER Senior Compliance Officer	LEIGH KNIGHT Head of Human Resources
JOEL KARSCH Managing Director (NY)	SAMANTHA LEVENSTEIN <sup>2</sup> Managing Director	PAUL BERBERIAN Senior Director	MICHAEL D'ANDREA <sup>2</sup> Assistant General Counsel	ALANA FLEDDERJOHN Compliance Officer	MOLLY RIORDAN HR Analyst
ROBERT WEINERT Managing Director (NY)	IAN GRIFFITHS Director (UK)	LARISSA CHAPIN Senior Director	CARISSA SAUCEDO Senior Paralegal & Director - Legal Affairs	JOSEPH STIKELEATHER <sup>4</sup> Vice President - Regulatory Affairs	AMANDA HESTER Officer Manager
JAMES MALONEY Senior Advisor	MIKE CARTER Senior Advisor	EMILY GIOVANNIELLO Director	MARLENE GALDAMEZ Legal Administrative Assistant	DIANA BURKE Compliance Director	SUPPORT STAFF (11 Employees)
		JORDAN EPSTIEN Product Specialist		LUCY CHEN Compliance Associate	
		IR SUPPORT STAFF (5 Employees)		CHRISTINA GREGORY Compliance Analyst	
		ESG SUPPORT STAFF (2 Employees)			

# Important Disclosure

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The net fund performance set forth herein is for the San Bernardino County Employees' Retirement System. Current performance may be lower or higher than the performance data quoted. Performance is shown in USD (\$). Performance is net of all expenses, a 1% management fee and a 20% incentive allocation.

On April 1, 2009, SBCERA's initial investment of \$30 million was made into Beach Point Total Return Offshore Fund II Ltd. Effective November 1, 2011, SBCERA transferred their current investment value (~\$39.9 million) into Beach Point Select Fund LP.

Performance includes the reinvestment of dividends and other earnings that may have a powerful compounding effect on investment performance. The net performance set forth herein includes the impact of loss carryforwards and as a result, following a year with negative returns, net performance may vary from investor to investor depending on when such investor invested in the fund. Certain factors, such as subscription and redemption dates, may also cause performance to vary from investor to investor.

Past performance is no guarantee or predictor of future results and there is no assurance that these or comparable returns will be achieved by any fund or that a fund's investment objective will be achieved. Any investment in any investment product or fund managed by Beach Point is speculative, illiquid and subject to a high degree of risk. There can be no assurance that any fund or account will achieve its objective or avoid substantial or total losses.

Calculation of Assets Under Management (AUM) – Beach Point's methodology for calculating firm-wide AUM includes (i) the gross asset value (GAV) of assets managed directly by Beach Point, (ii) undrawn capital that the firm is entitled to call from investors in certain funds pursuant to their capital commitments, and (iii) the aggregate notional liabilities of collateralized loan obligations (CLOs) at pricing. This calculation methodology may differ from the AUM definitions outlined in agreements governing the funds, vehicles, or accounts managed by Beach Point and is not based on regulatory AUM definitions.

Portfolio Characteristics – With respect to portfolio characteristics provided herein:

Unless otherwise indicated, portfolio characteristics are presented for Beach Point Select Fund LP. Figures are unaudited estimates based on Beach Point's internal research and subjective categorization of investments and should not be relied upon. Values may not sum due to rounding.

Unless otherwise specified, the exposures of derivatives are calculated as the market values of the underlying assets. For options, the exposures are delta-adjusted by multiplying the market values of the underlying instrument by its option delta.

The Event-Driven High-Yield strategy includes investments that may be outside of traditional high-yield, including, but not limited to, foreign corporates, financials and other event-driven credit. The Bank Debt strategy refers to performing bank debt. The Opportunistic/Distressed strategy includes investments that are non-performing, stressed but performing, private investments or offer higher return potential. Interest Rate Overlay includes treasury hedges, interest rate swaps, swaptions and other instruments intended to manage interest rate exposure. Other includes cash equivalent investments, derivatives, and FX transactions.

Certain positions (such as sovereign shorts from different countries) may be grouped together, and a single position may be comprised of more than one security or instrument where such securities or instruments provide exposure to the same issuer or type of issuer.

## Important Disclosure

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The number of positions includes only positions of > 0.25% of capital.

Investments in cash equivalents (i.e., T-bills, securities of the United States government and its agencies and sponsored entities, short term money market instruments and AA rated or better short-term investment funds) are not included in portfolio characteristics.

Investments in certain liquid, derivative instruments (e.g. CDX) and exchange-traded funds (ETFs) that provide exposure to various indices are not included in certain portfolio characteristics. Such investments are typically entered into by Beach Point in connection with, among other things, (1) current or anticipated subscription / redemption activity, (2) cash / liquidity management, (3) availability / timing of other investment opportunities, and/or (4) market hedges. As with all investments held in the portfolio, such investments are subject to gain or loss and will impact the performance of the fund.

Interest Rate Overlay positions are excluded from portfolio characteristics unless otherwise specified.

Asset type, rate structure, geography and lien information only include long positions and are based on a percentage of capital invested at month-end.

Capitalization information only includes long positions and is based on the total amount of debt outstanding (in the case of a debt position) or equity capitalization (for equity) as a percentage of capital invested at month-end.

Industry or sector information only includes long exposure of the largest sectors held and excludes treasury hedges, foreign currency hedges, Interest Rate Overlay positions, or other index hedges.

Credit ratings information only includes long positions and is based on a percentage of capital invested at month-end and does not include investments where a rating does not apply (e.g., equity securities, cash and cash equivalents).

Yield on Performing Debt is derived from the performing fixed income portion of the portfolio and is calculated as the market value weighted average yield-to-worst of each floating rate bank debt investment and fixed rate bond security.

Current Yield reflects a sum of the investments' long market value \* coupon rate divided by its long market value \* current price. The calculation only includes performing debt investments.

The percentage of performing investments includes PIK investments.

Portfolio duration is calculated using a modified duration and includes Interest Rate Overlay positions, shorts and equities/cash.

Future market conditions may be different from the market conditions that prevailed during the period covered by the information contained herein and as a result, future investment allocations and portfolio characteristics may vary from the historical information set forth herein.

## Important Disclosure

Important Notes Regarding the Use of Index Comparisons – Indices are included to show general market trends for the periods indicated and are not, nor should they be interpreted to be, absolute benchmarks to compare to an investor’s performance. Index performance and yield data are shown for illustrative purposes only and have limitations when used for comparison or for other purposes due to, among other matters, volatility, credit or other factors (such as number and types of securities). It may not be possible to directly invest in one or more of these indices and the holdings of any fund or account managed by Beach Point may differ markedly from the holdings of any such index in terms of levels of diversification, types of securities or assets represented and other significant factors. In addition, funds and accounts managed by Beach Point are typically not managed to closely track an index and instead often pursue investments in issuers that not included in an index. Indices are unmanaged, do not charge any fees or expenses, assume reinvestment of income and do not employ special investment techniques such as leveraging or short selling. Such fees and expenses would reduce returns. Past performance of an index is not an indication of the future results of any fund or account managed by Beach Point.

The *High Yield Universe* is a 50/50 blend of the Bloomberg US Corporate High Yield Index and S&P UBS Leveraged Loan Index.

*Bloomberg US Corporate High Yield Index* measures the USD-denominated, high yield, fixed-rate corporate bond market. Securities are classified as high yield if the middle rating of Moody’s, Fitch and S&P is Ba1/BB+/BB+ or below. Bonds from issuers with an emerging markets country of risk, based on the indices’ EM country definition, are excluded.

*S&P UBS Leveraged Loan Index* measures the market-value weighted performance of the investable universe of the U.S. dollar denominated leveraged loans.

*Bloomberg US Corporate Total Return Value Unhedged USD Index (“Bloomberg US Corporate Investment Grade”)* measures the performance of the investment grade U.S. corporate bond market. Securities must be fixed rate, U.S. dollar denominated, taxable and rated investment grade as defined by the Index methodology. Inclusion is based on the currency of the issue, not the domicile of the issuer.

Unless otherwise specified, high yield markets are represented by the Bloomberg U.S. Corporate High Yield Index; and unless otherwise specified, loan, bank loan or leveraged loan markets are represented by the S&P UBS Leveraged Loan Index.

Risk of Pursuing Opportunities in Non-Index Issuers – Seeking investments in issuers that are not constituents in an index may result in holdings that are hard to value and difficult to sell.

Risk of Illiquid Investments – The portfolio generally holds private or otherwise illiquid investments. Such investments may be difficult to value and may not be readily disposed of and, in some cases, may be legally prohibited from disposition for a specific period of time. The value assigned to such investments for purposes of determining profits and losses may differ from the value a portfolio is ultimately able to realize.

## Important Disclosure

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*Risk of Participating on Equity Holders' or Creditors' Committees* – From time to time, Beach Point serves on creditors' committees, equity holders' committees or other groups in an effort to preserve or enhance a portfolio's position as a creditor or equity holder. As a result, Beach Point may owe certain obligations to all parties similarly situated that the committee represents and may be subject to various trading or confidentiality restrictions and may be restricted or prohibited under applicable law from disposing of or increasing investments in such company while it continues to serve on such committee or group, which may mean that a portfolio will not be able to dispose of, or hedge, investments in such issuer.

*Risk of Investing in Financially Distressed Companies* – The portfolio may invest in obligations of issuers in weak financial condition, experiencing poor operating results, having substantial capital needs or negative net worth, facing special competitive or product obsolescence problems, including companies involved in bankruptcy or other reorganization and liquidation proceedings. Among the risks inherent in investments in troubled entities is the fact that it frequently may be difficult to obtain information as to the true condition of such issuers. There is no assurance that the value of the assets collateralizing such investments will be sufficient or that prospects for a successful reorganization or similar action will become available.

*Risk of Relying on Beach Point's Legal Experience* – While Beach Point believes that the legal background of certain members of its investment team provides valuable insight into the review and negotiation of investment-related documents (e.g., bond indentures, credit agreements, purchase agreements, offering documents, plans of reorganization, etc.), there is no assurance that such legal experience will enable Beach Point to identify opportunities with a higher likelihood of success or to avoid investments that result in substantial losses.

### *Third-Party Ratings and Rankings* –

The UN Principles for Responsible Investment (the “PRI”) is an international organization that works to promote the incorporation of environmental, social, and corporate governance factors (“ESG”) into the investment decision-making process. Beach Point became a UN PRI signatory in February 2021 and the firm’s annual reporting obligations begin with respect to its investment activities in 2024. The PRI is funded primarily via an annual membership fee payable by all signatories. The annual signatory fee is payable each April and is scaled according to each signatory’s category. The PRI is a not for profit organization and signatory fees and other revenue are spent on delivering value to signatories.

The Financial Stability Board (the “FSB”) created the Task Force on Climate-Related Financial Disclosures (the “TCFD”) in 2015 to develop recommendations on the types of information that organizations should disclose to support investors, lenders, and insurance underwriters in appropriately assessing and pricing a specific set of risks related to climate change. Beach Point became a supporter of TCFD in August 2020. Support indicates that Beach Point believes the TCFD recommendations provide a useful framework to increase transparency on climate-related risks and opportunities within financial markets. Investors of Beach Point may utilize the TCFD framework to understand how Beach Point manages climate-related risks and opportunities across certain strategies. There is no cost to become a supporter.

## Important Disclosure

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CDP (formerly the Carbon Disclosure Project) is a non-profit charity that runs the global disclosure system for investors, companies, cities, states and regions to manage their environmental impacts. CDP provides investors with environmental data infrastructure to integrate sustainability within the investment process. Beach Point became a CDP Capital Markets signatory in October 2021. CDP's Capital Markets team supports its signatories with access to CDP data, updates regarding disclosure, regional insights and relevant invitations to initiatives that further support corporate disclosure. As a firm with more than \$1bn of assets under management, Beach Point pays an annual signatory administrative fee of \$4,200.