



## Ventura County Employees' Retirement Association

First Quarter 2013

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# Market Environment

## First Quarter 2013

To protect the confidential and proprietary information included in this material, it may not be disclosed or provided to any third parties without the approval of Aon Hewitt.

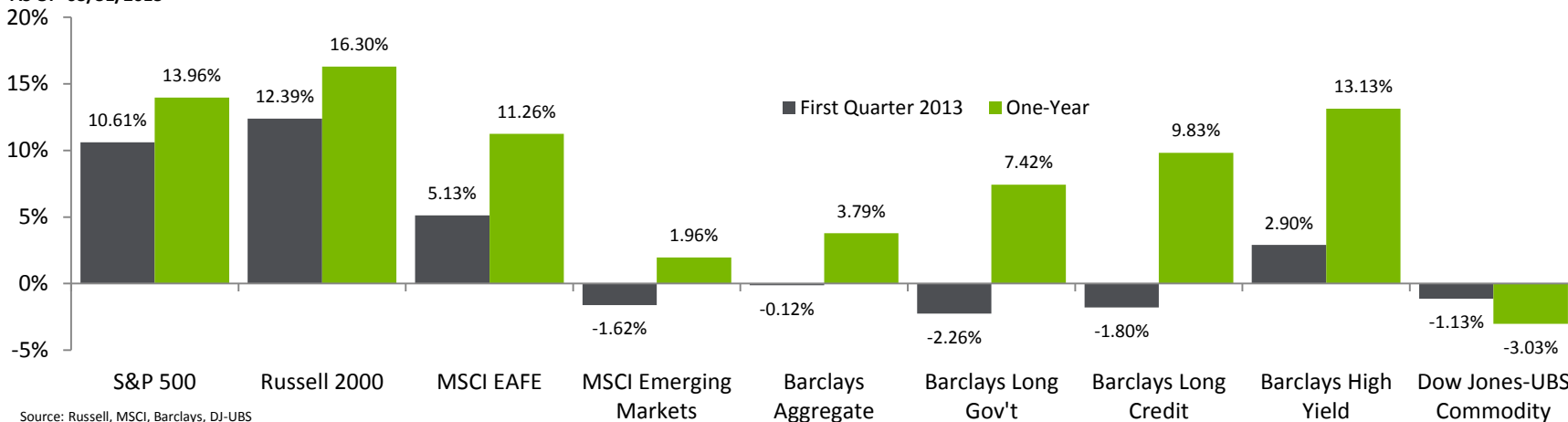
**Hewitt**ennisknupp

*An Aon Company*

# Market Highlights

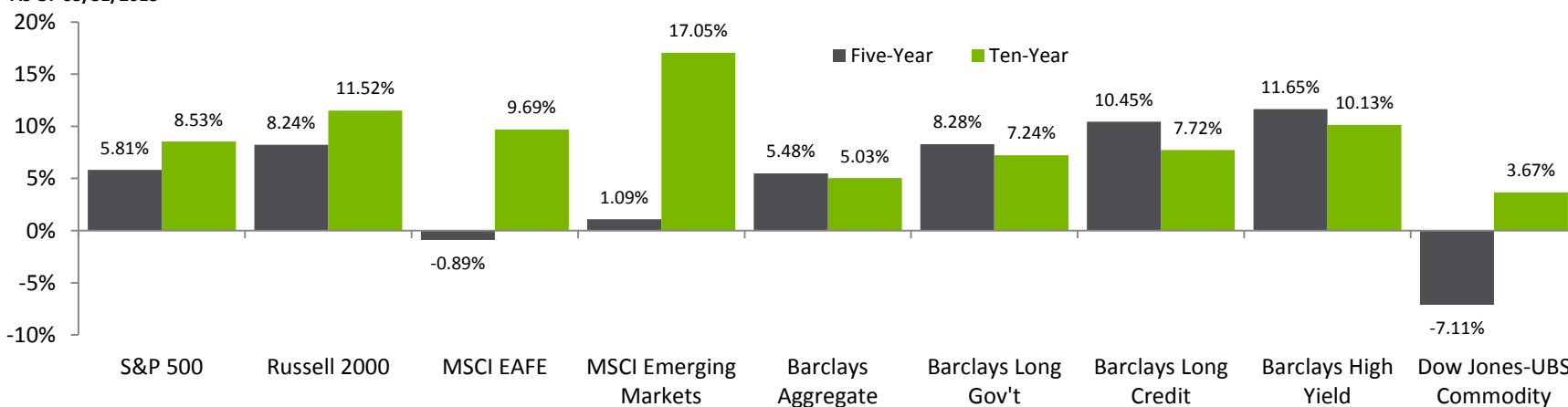
## SHORT TERM RETURNS

AS OF 03/31/2013



## LONG TERM ANNUALIZED RETURNS

AS OF 03/31/2013



# Market Highlights

Returns of the Major Capital Markets						
	First Quarter	Year-to-Date	1-Year	3-Year <sup>1</sup>	5-Year <sup>1</sup>	10-Year <sup>1</sup>
	Periods Ending 03/31/2013					
<b>Equity</b>						
MSCI All Country World IMI	6.90%	6.90%	10.95%	8.13%	2.58%	9.87%
MSCI All Country World	6.50%	6.50%	10.55%	7.78%	2.06%	9.36%
Dow Jones U.S. Total Stock Market	11.07%	11.07%	14.49%	13.08%	6.48%	9.43%
Russell 3000	11.07%	11.07%	14.57%	12.97%	6.32%	9.15%
S&P 500	10.61%	10.61%	13.96%	12.68%	5.81%	8.53%
Russell 2000	12.39%	12.39%	16.30%	13.45%	8.24%	11.52%
MSCI All Country World ex-U.S. IMI	3.57%	3.57%	8.62%	4.71%	-0.03%	11.33%
MSCI All Country World ex-U.S.	3.17%	3.17%	8.36%	4.41%	-0.39%	10.93%
MSCI EAFE	5.13%	5.13%	11.26%	5.00%	-0.89%	9.69%
MSCI EAFE (100% Hedged)	8.79%	8.79%	13.27%	1.59%	-1.75%	5.22%
MSCI EAFE (Local Currency)	9.67%	9.67%	16.73%	4.34%	0.74%	7.46%
MSCI Emerging Markets	-1.62%	-1.62%	1.96%	3.27%	1.09%	17.05%
<b>Fixed Income</b>						
Barclays Global Aggregate	-2.10%	-2.10%	1.25%	4.52%	3.65%	5.47%
Barclays Aggregate	-0.12%	-0.12%	3.79%	5.54%	5.48%	5.03%
Barclays Long Gov't	-2.26%	-2.26%	7.42%	12.39%	8.28%	7.24%
Barclays Long Credit	-1.80%	-1.80%	9.83%	12.05%	10.45%	7.72%
Barclays Long Gov't/Credit	-1.98%	-1.98%	8.94%	12.31%	9.55%	7.52%
Barclays US TIPS	-0.37%	-0.37%	5.67%	8.56%	5.88%	6.32%
Barclays High Yield	2.90%	2.90%	13.13%	11.24%	11.65%	10.13%
SSB Non-U.S. WGBI	-3.83%	-3.83%	-2.16%	3.33%	2.28%	5.58%
JP Morgan EMBI Global (Emerging Markets)	-2.30%	-2.30%	10.44%	10.55%	9.81%	10.59%
<b>Commodities</b>						
Dow Jones-UBS Commodity	-1.13%	-1.13%	-3.03%	1.42%	-7.11%	3.67%
Goldman Sachs Commodity	0.55%	0.55%	-4.96%	3.04%	-9.74%	2.34%
<b>Hedge Funds</b>						
HFRI Fund-Weighted Composite <sup>2</sup>	3.81%	3.81%	5.46%	4.05%	3.02%	6.99%
HFRI Fund of Funds <sup>2</sup>	3.36%	3.36%	4.78%	2.10%	-0.24%	3.85%
<b>Real Estate</b>						
NAREIT U.S. Equity REITS	8.19%	8.19%	15.29%	17.17%	6.83%	12.44%
NCREIF ODCE <sup>3</sup>	2.69%	2.69%	10.79%	15.13%	-0.84%	6.80%
<b>Private Equity</b>						
Thomson Reuters VentureXpert <sup>4</sup>	3.75%	9.11%	13.49%	13.63%	4.47%	12.54%
<b>Infrastructure</b>						
Macquarie Global Infrastructure - North America	12.00%	12.00%	16.68%	16.37%	7.28%	13.47%

MSCI Indices and NCREIF ODCE show net returns.

MSCI EAFE (100% Hedged) shows price return.

All other indices show total returns.

<sup>1</sup> Periods are annualized.

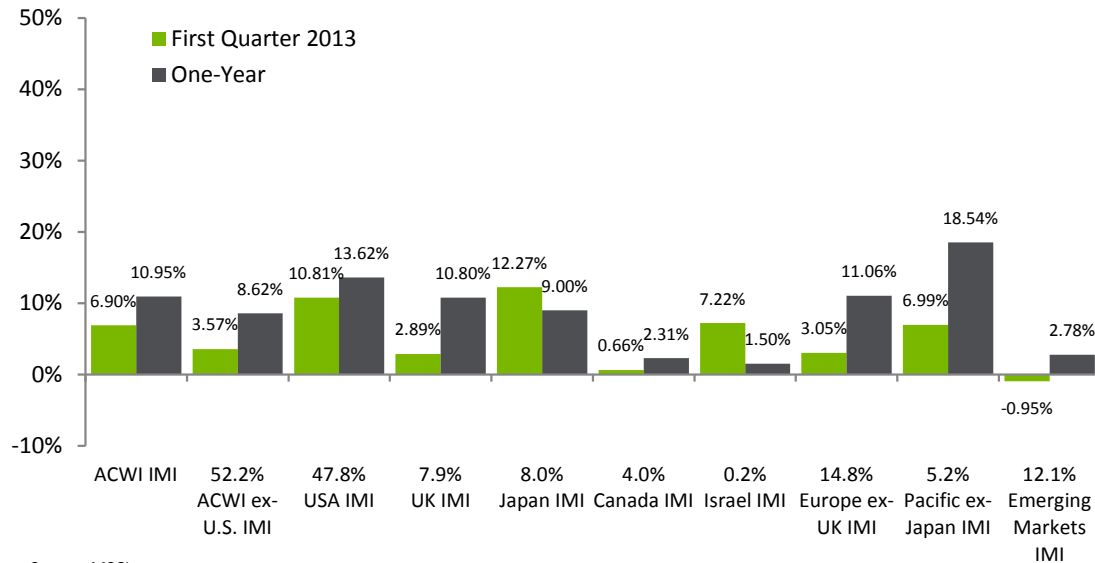
<sup>2</sup> Latest 5 months of HFR data are estimated by HFR and may change in the future.

<sup>3</sup> First quarter results are preliminary.

<sup>4</sup> Benchmark is as of 09/30/2012.

# Global Equity Markets

**GLOBAL MSCI IMI INDEX RETURNS  
AS OF 03/31/2013**

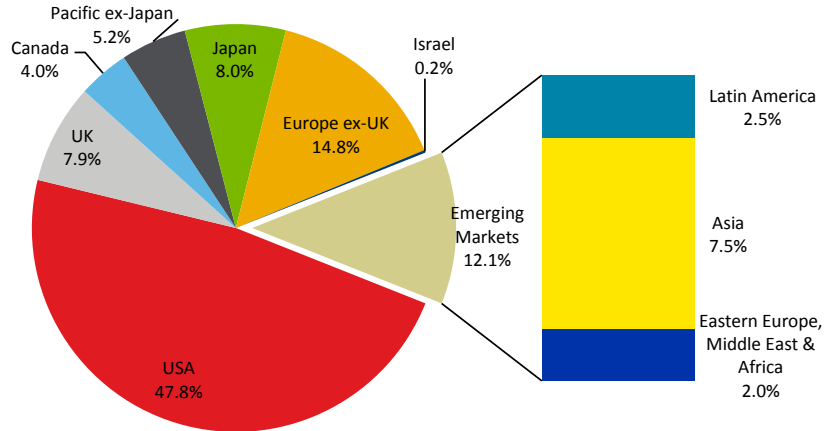


Source: MSCI

- Equity markets posted positive returns during the quarter despite Eurozone worries resulting from an Italian election in which no party claimed a majority, corruption allegations in Spain, and a Cypriot bailout. Equity markets were pushed higher by positive U.S. economic data and the U.S. fiscal cliff deal that was reached at the beginning of the quarter.
- Japan proved to be the best performing region as investors were pleased with the Prime Minister's ongoing pressure to increase the money supply. The worst performing region was Emerging Markets.

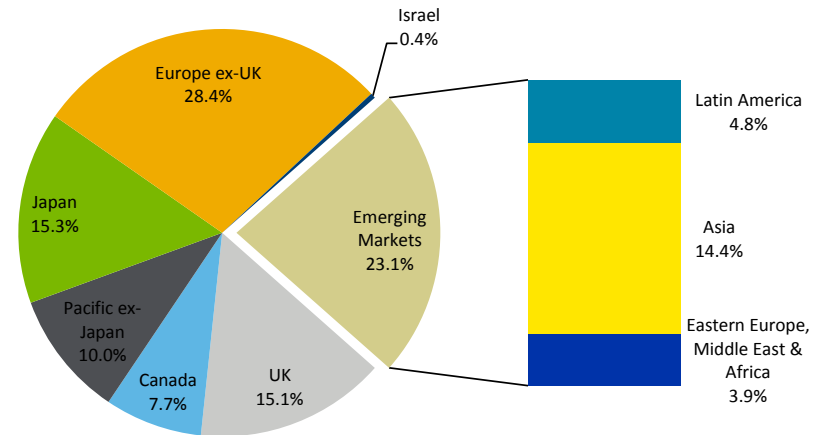
# Global Equity Markets

**MSCI ALL COUNTRY WORLD IMI INDEX  
GEOGRAPHIC ALLOCATION AS OF 03/31/2013**



Source: MSCI

**MSCI ALL COUNTRY WORLD EX-U.S. IMI INDEX  
GEOGRAPHIC ALLOCATION AS OF 03/31/2013**

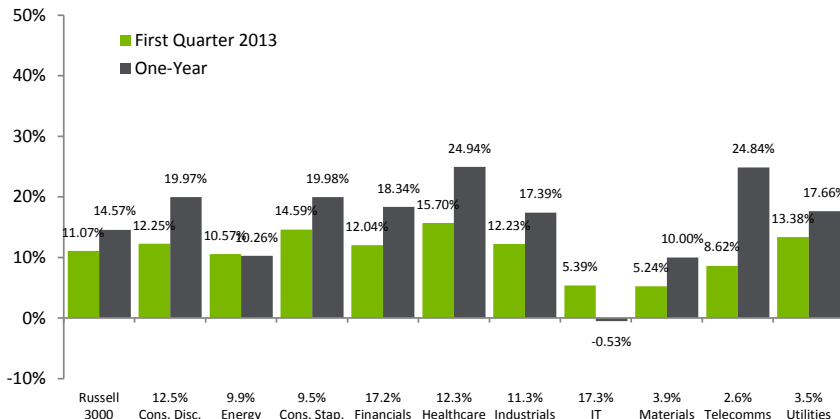


Source: MSCI

- The two exhibits on this slide illustrate the percentage that each country/region represents of the global equity market as measured by the MSCI All Country World IMI Index and the MSCI All Country World ex-U.S. IMI Index.

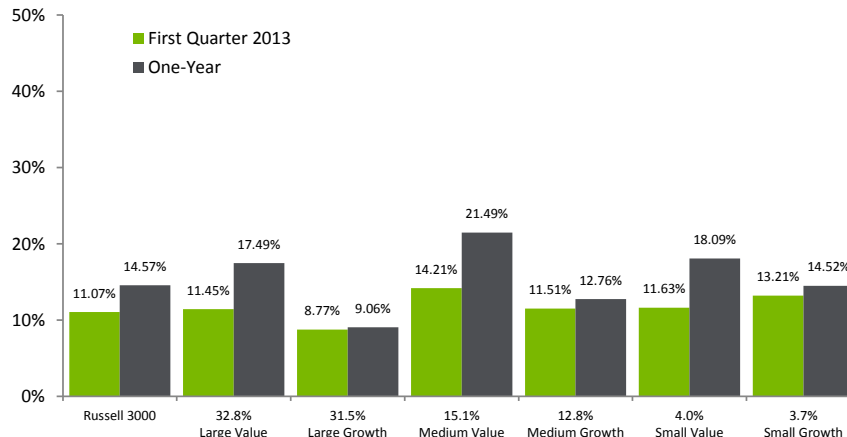
# U.S. Equity Markets

**RUSSELL GICS SECTOR RETURNS  
AS OF 03/31/2013**



Source: Russell Indexes

**RUSSELL STYLE RETURNS  
AS OF 03/31/2013**



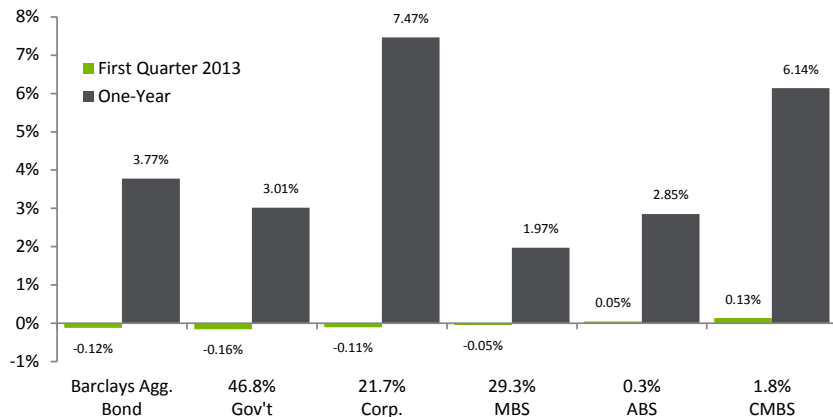
Source: Russell Indexes

- 2013 started strong for U.S. equities as Congress acted to delay negotiations regarding the debt ceiling. The rally continued through the second half of the quarter as fourth quarter earnings proved to be strong with roughly three-fourths of companies meeting or beating expectations.
- The Russell 3000 rose 11.07% during the quarter and returned 14.57% over the one-year period.
- The Healthcare, Consumer Staples, Utilities, Consumer Discretionary, and Industrial sectors were the best performing sectors during the first quarter, posting returns of 15.70%, 14.59%, 13.38%, 12.25%, and 12.23%, respectively. The Materials and Information Technology sectors were the worst performing areas, producing returns of 5.24% and 5.39%, respectively, during the first quarter.
- Overall, mid cap outperformed both small cap and large cap during the first quarter. Value outperformed growth in the large and mid cap sectors but growth prevailed amongst small cap stocks during the quarter.



# U.S. Fixed Income Markets

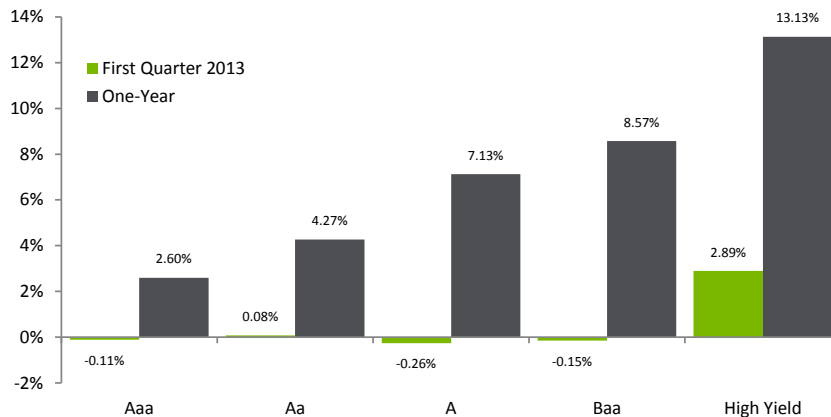
**BARCLAYS AGGREGATE RETURNS BY SECTOR**  
AS OF 03/31/2013



Source: Barclays Live

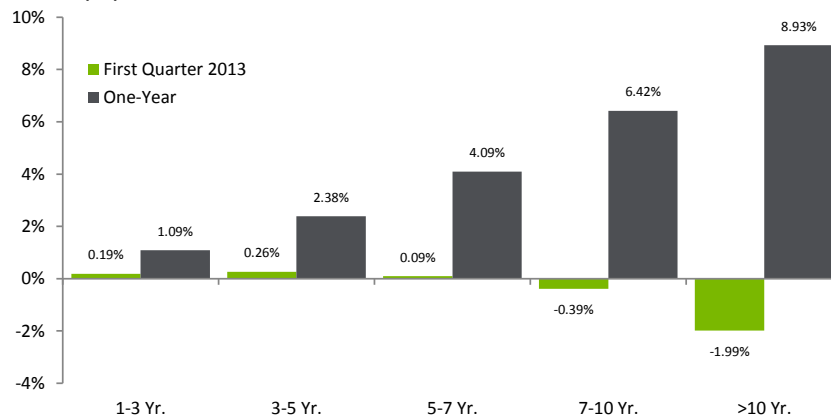
- The Barclays Aggregate Bond Index returned -0.12% in the first quarter.
- Commercial mortgage-backed securities and asset-backed securities were the strongest performing sectors, returning 0.13% and 0.05%, respectively, over the course of the first quarter.
- In the investment grade market, higher quality bonds outperformed lower quality bonds during the first quarter.
- High yield bonds outperformed investment grade bonds as investors sought yield in a low interest rate environment.
- From a maturity perspective, shorter term bonds outperformed, with the 1-3 yr. and 3-5 yr. posting positive returns of 0.19% and 0.26%, respectively, during the first quarter.

**BARCLAYS AGGREGATE RETURNS BY QUALITY AND HIGH YIELD RETURNS**  
AS OF 03/31/2013



Source: Barclays Live

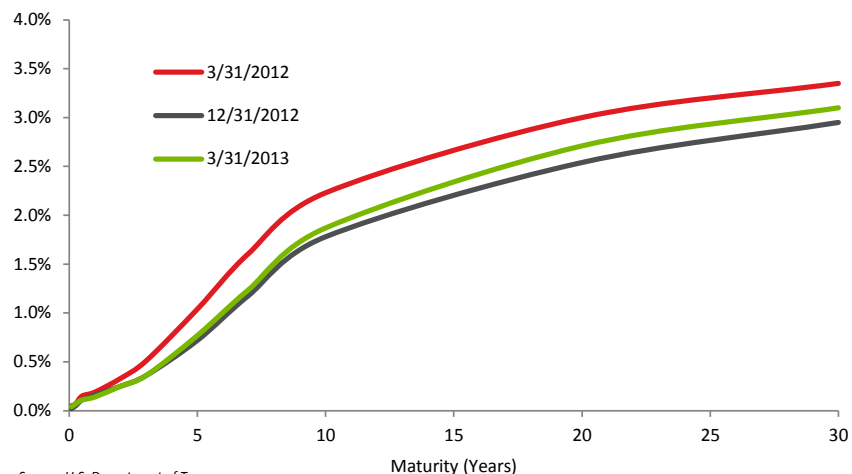
**BARCLAYS AGGREGATE RETURNS BY MATURITY**  
AS OF 03/31/2013



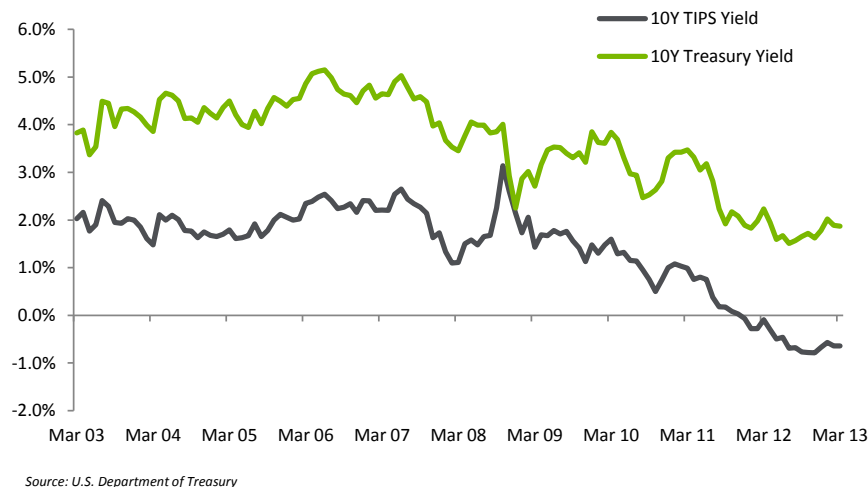
Source: Barclays Live

# U.S. Fixed Income Markets

U.S. TREASURY YIELD CURVE



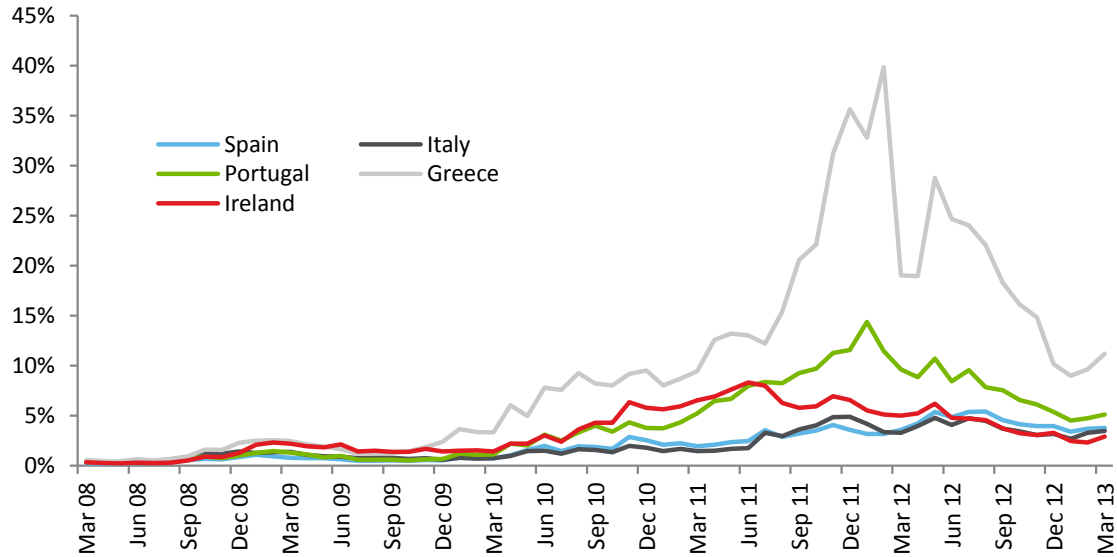
U.S. 10-YEAR TREASURY AND TIPS YIELDS



- The Treasury yield curve steepened during the quarter; both the intermediate (1 to 10 years) and the long-term segments of the yield curve rose.
- The 10-year U.S. Treasury yield ended the quarter at a yield of 1.87%, roughly 9 basis points higher than its level at the beginning of the quarter.
- 10-year TIPS yields remained in negative territory, but rose by 3 basis points to -0.64% over the quarter.

# European Fixed Income Markets

**EUROZONE PERIPHERAL BOND SPREADS  
(10-YEAR SPREADS OVER GERMAN BUNDS)**



Source: DataStream

- Cyprus was one of the focal points of the Eurozone debt crisis during the quarter as issues arose around the terms of the losses that depositors should face in the country's bailout. By the end of the quarter, Cyprus re-opened its banks after accepting €10 billion of financial aid under the condition that Cypriot bank depositors with deposits over €100,000 would bear significant losses.

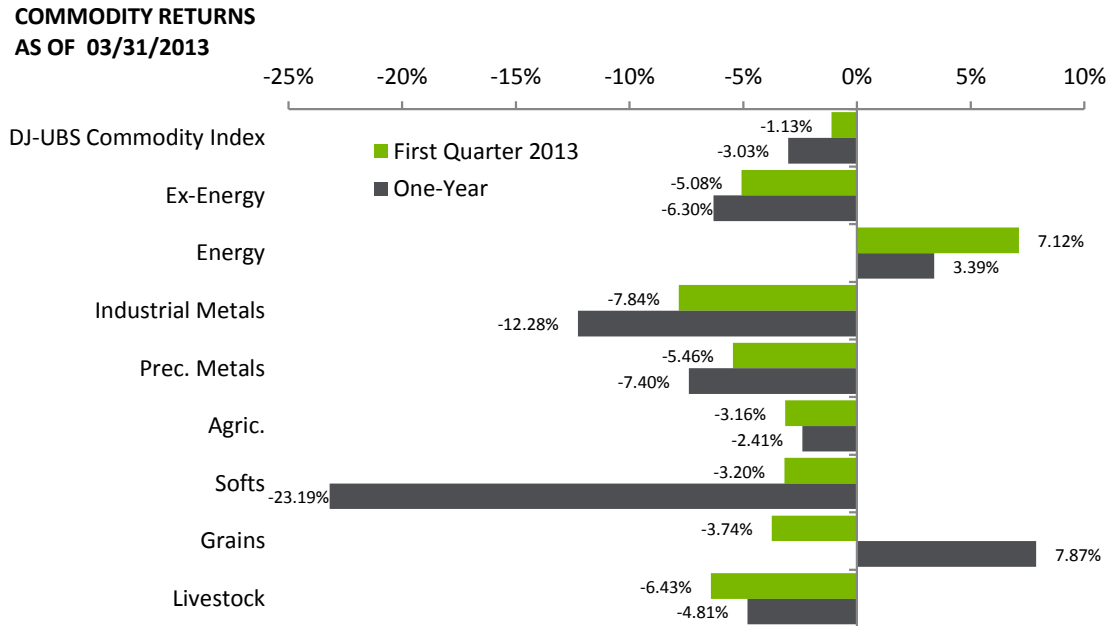
# Credit Spreads

Spread (bps)	3/31/2013	12/31/2012	3/31/2012	Quarterly Change (bps)	1-Year Change (bps)
U.S. Aggregate	56	53	64	2	-8
Long Gov't	4	4	5	0	-1
Long Credit	183	180	198	3	-15
Long Gov't/Credit	113	109	114	3	-1
MBS	58	50	52	8	6
CMBS	133	124	221	9	-89
ABS	49	43	65	6	-16
Corporate	139	141	176	-2	-37
High Yield	457	511	576	-54	-119
Global Emerging Markets	287	293	359	-6	-72

Source: Barclays Live

- Credit spreads rose modestly across most markets during the quarter with the exceptions of Long Government, Corporate, High Yield, and Global Emerging Markets.
- The High Yield segment experienced the largest drop in spreads during both the quarter and the one-year period.
- Credit spreads across most segments as of March 31, 2013 were lower relative to a year prior with the exception of MBS, which rose by 6 bps.

# Commodities

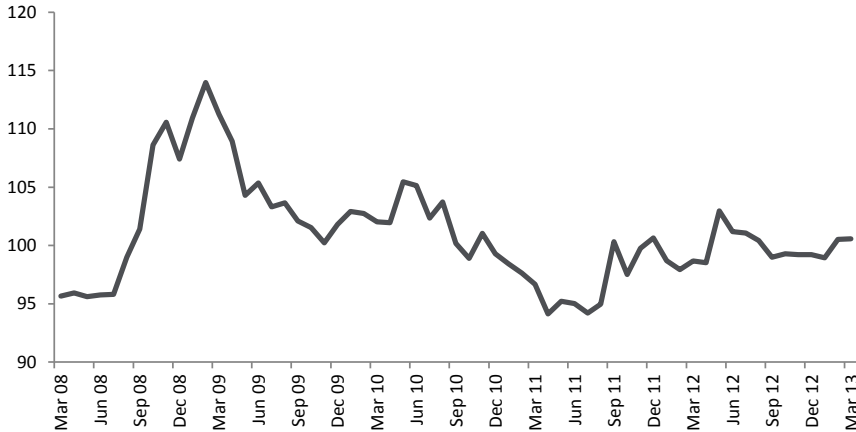


Source: Dow Jones-UBS

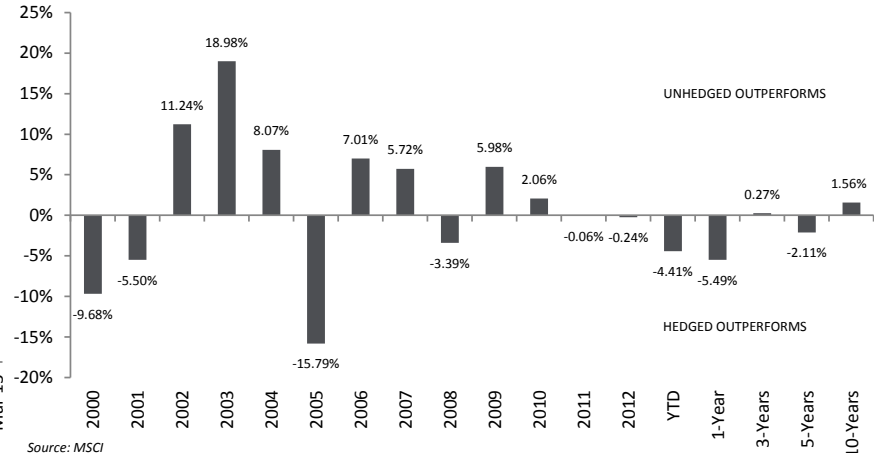
- Driven by negative returns across most market sectors, the Dow Jones-UBS Commodity Index decreased by 1.13% during the first quarter.
- The strongest and only positive performing segment of the market was Energy with a return of 7.12% during the quarter.
- Industrial Metals and Livestock were the worst performing sectors of the market during the first quarter with returns of -7.84% and -6.43%, respectively.

# Currency

**TRADE WEIGHTED U.S. DOLLAR INDEX  
(1997 = 100)**



**DIFFERENCE BETWEEN MSCI EAFE UNHEDGED AND HEDGED INDICES  
AS OF 03/31/2013**



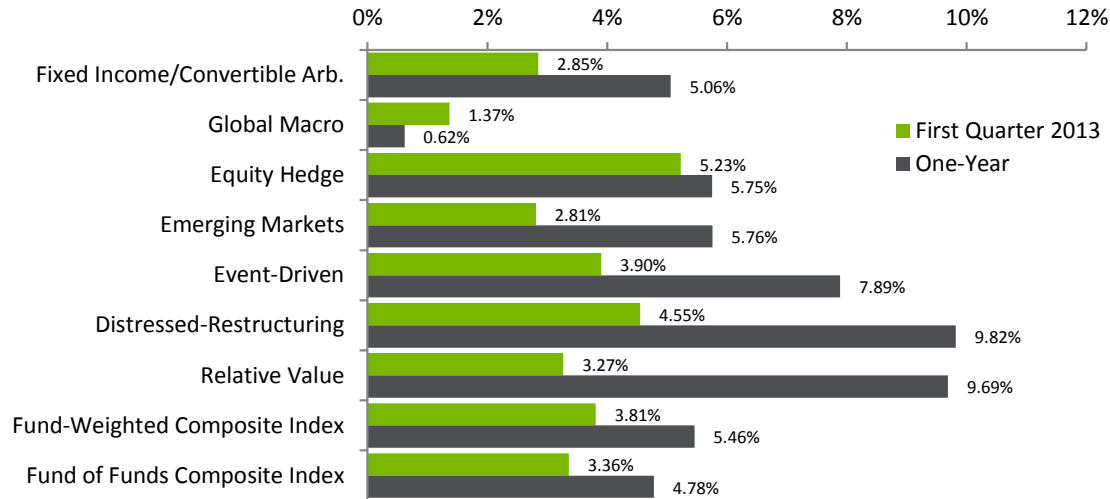
Source: Federal Reserve

Source: MSCI

- As measured through the broad trade weighted U.S. dollar index, the U.S. dollar appreciated during the quarter and the one year period.
- The MSCI EAFE Unhedged Index significantly underperformed the MSCI EAFE 100% Hedged Index during the year-to-date period reflecting the appreciation of the U.S. dollar. The Unhedged index underperformed the Hedged index during the trailing 1 and 5 year periods.

# Hedge Fund Markets Overview

## HEDGE FUND PERFORMANCE AS OF 03/31/2013



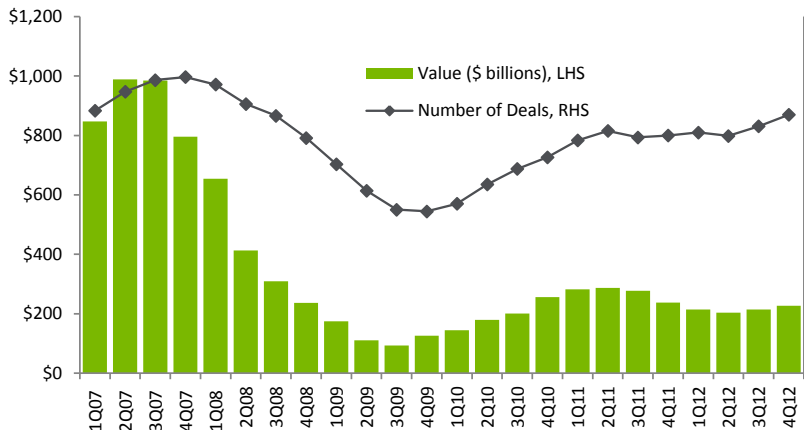
*Note: Latest 5 months of HFR data are estimated by HFR and may change in the future.*

*Source: HFR*

- All major hedge fund strategies types posted positive returns in the first quarter and one-year period. The HFRI Fund-Weighted Composite Index and the HFRI Fund of Funds Composite Index produced returns of 3.87% and 3.46%, respectively, during the first quarter.
- Equity Hedge and Distressed-Restructuring strategies were the strongest performers during the quarter gaining 5.29% and 4.37%, respectively.

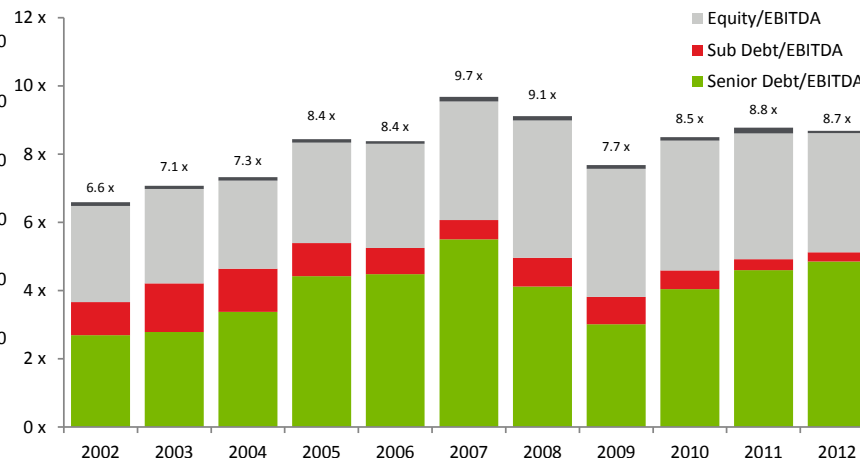
# Private Equity Market Overview – Q4 2012

**LTM GLOBAL SPONSOR M&A DEAL VOLUME AND VALUE  
(TRAILING 12 MONTH DATA)**



Source: ThomsonOne

**PURCHASE PRICE MULTIPLES**



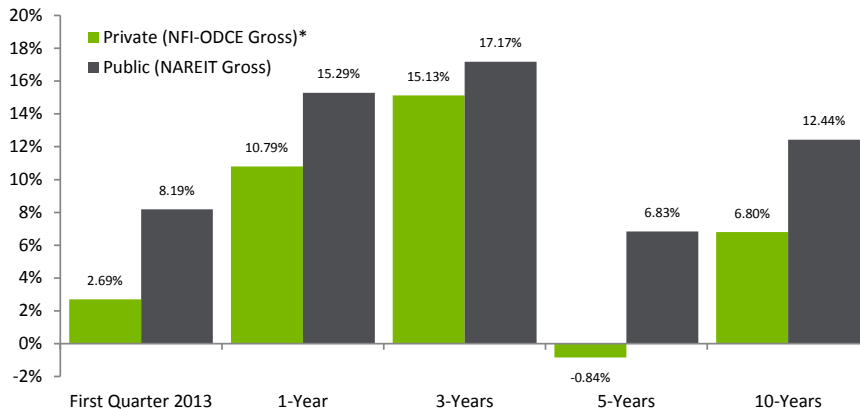
Source: S&P

- **Fundraising:** \$265 billion was raised in 2012, which is flat with 2011. This is a healthy but not excessive levels and is the well below the peak pre-crisis levels (\$490B). Dry powder available to invest is significant (\$789B) but decreasing and resides primarily within large cap and mega funds.
- **Buyout:** The number and value of deals completed is trending up but is 33.5% below the ten year average. Some mega deals are getting done although small and middle market deals comprise bulk of the number of deals. Purchase price multiples remained relatively steady for last three years; European and US large cap prices are above their 10 year average while middle market is at its 10 year average. Europe activity remains slow due to economic uncertainty.
- **Venture capital:** \$25.5 billion was invested in new deals, lagging the solid \$29 billion in 2011. Pre money valuations stabilized with exception of series B valuations which increased 34% to levels not seen since 2007. Exit activity was slightly lower than 2011 due to reduced M&A activity and poor performance of consumer technology IPO's.
- **Mezzanine:** U.S. mezzanine lenders are getting squeezed out of larger transactions due to robust and less expensive high yield market. In smaller deals mezzanine is facing competition from senior lenders who are beginning to provide higher levels of leverage.
- **Distressed Debt:** Investment activity remains low due to high refinance activity and continued low high yield default rates; looking forward to 2013-2014 attractive opportunities exist primarily in mid to lower cap market and in Europe where bulk of troubled situations have yet to be resolved.
- **Secondaries:** \$20 billion raised which is the highest level since 2008. \$24 billion of deals was completed, the second highest level for this strategy. Purchase prices for buyout funds increased to 90% of value due to improving valuations, increased expected liquidity and higher levels of capital raised. Venture pricing fell to 69% of value, but is largely contingent on the specific fund being priced. Solid activity expected in 2013 but smaller transactions and lesser quality assets.
- **Infrastructure:** \$23.2 billion raised, 5% greater than 2011. Infrastructure debt funds are being raised to replace the void left by the banks. Activity plateaued at lower levels due debt availability and increased regulation in Europe.



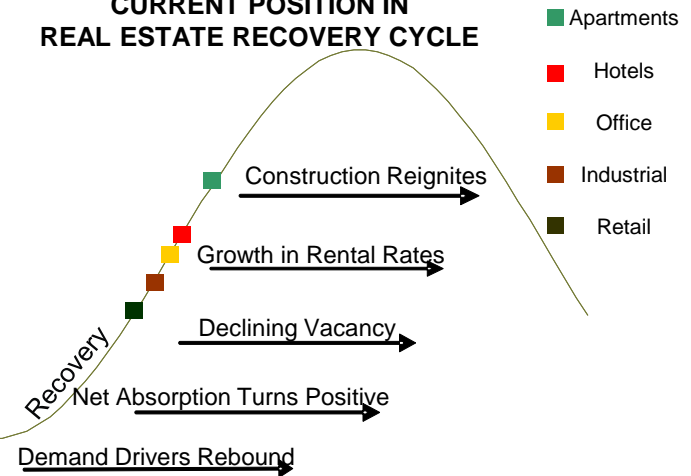
# U.S. Commercial Real Estate Markets

PRIVATE VS. PUBLIC REAL ESTATE RETURNS  
AS OF 03/31/2013



\*First quarter returns are preliminary  
Sources: NCREIF, NAREIT

CURRENT POSITION IN  
REAL ESTATE RECOVERY CYCLE



## 2013 U.S. Real Estate Outlook:

- U.S. economy expected to remain in slow-growth mode for much of 2013, though still strong enough to support continued measured improvements in real estate fundamentals
- New supply expected to become more noticeable in 2013, first in apartments with some uptick in industrial as well; other new property type deliveries are still well restrained
- Current low interest rate environment continues to support price recovery/growth
  - Relative value of Real Estate versus other asset classes remains attractive
- Core rebound is mature and returns are expected to continue to moderate (consensus NPI forecast range is 6–9%...generally in line with long-term average)
  - Still solid investment option for long term investors seeking diversification and yield
  - Consider debt plays as a substitute for Core returns (also good alternative for fixed income)
- Non Core opportunities remain in the sector's sweet spot, with above average return potential
  - Distress, recapitalization, lease up, repositioning, even some development attractive
- Headwinds remain, both domestic and global, thus don't discount the potential for above average volatility in the sector to continue



Total Fund

## Highlights

### Return Summary

	Qtr	1 Yr	3 Yrs	5 Yrs
Dow Jones US Total Stock Index	11.1 %	14.5 %	13.1 %	6.5 %
MSCI All Country World ex-U.S. Index	3.2 %	8.4 %	4.4 %	-0.4 %
MSCI EAFE Index	5.1 %	11.3 %	5.0 %	-0.9 %
MSCI Emerging Markets Index	-1.6 %	2.0 %	3.3 %	1.1 %
MSCI All Country World Index	6.5 %	10.6 %	7.8 %	2.1 %
Barclays Aggregate Bond Index	-0.1 %	3.8 %	5.5 %	5.5 %

### 1Q 2013 Market Commentary

Financial markets surged during the first quarter of 2013 as the S&P 500 (+10.6%) hit a new all-time closing record at the end of the quarter, fueled by positive economic data in the U.S. and the U.S. fiscal cliff deal that was reached at the beginning of the quarter.

According to the Bureau of Labor Statistics (BLS), the unemployment rate dropped from 7.8% to 7.6%, and U.S. employers created 481,000 jobs in the first quarter. It is noteworthy to mention that had the BLS used the 2009 labor force participation rate, the current unemployment rate would be nearly 11%, highlighting the growing trend of unemployed Americans not actively seeking work while unemployed and thereby not being included in the unemployment rate. During the 1-year period through January, home prices continued their upward trend increasing 7.3%, as measured by the S&P/Case Shiller Index, signaling that the real estate market may have found a floor during the second quarter of 2012 amidst an environment with sub-4% 30 year mortgage rates and population growth exceeding the rate of new home construction.

The Federal Open Market Committee (FOMC) again decided to keep the target range for the federal funds rate at 0-0.25%. Additionally, the Fed has committed to continue QE3 until economic conditions improve, specifically, keeping rates exceptionally low until unemployment falls below 6.5%, or inflation exceeds 2.5%.

The U.S. equity market, as measured by the Dow Jones U.S. Total Stock Market Index, gained 11.1% during the first quarter. Performance based on capitalization and style was mixed, with mid-cap value stocks performing best, while large-cap growth stocks were the worst performing. Materials was the worst performing sector during the quarter, gaining 5.2%, while the Healthcare sector was the best performing sector, gaining 15.7% during the quarter.

Japan (+12.3%) proved to be the best performing region as investors were pleased with the Prime Minister's ongoing pressure to increase the money supply, while Emerging Markets was the worst performing region, due to flat demand in commodities, one of the primary drivers of Emerging Markets returns. The non-U.S. equity market, as measured by the MSCI All Country World ex-U.S. Investable Market Index, rose 3.6% during the quarter, while emerging markets fell 1.6%, according to the MSCI Emerging Market Index.

The U.S. bond market, as measured by the Barclays Aggregate Bond Index, returned -0.1% during the first quarter. Long duration bonds underperformed intermediate and short duration bonds as the yield curve rose during the quarter. High yield bonds gained 2.9%, as investors sought yield in a low interest rate environment.

## Highlights

### **Commentary on Investment Performance**

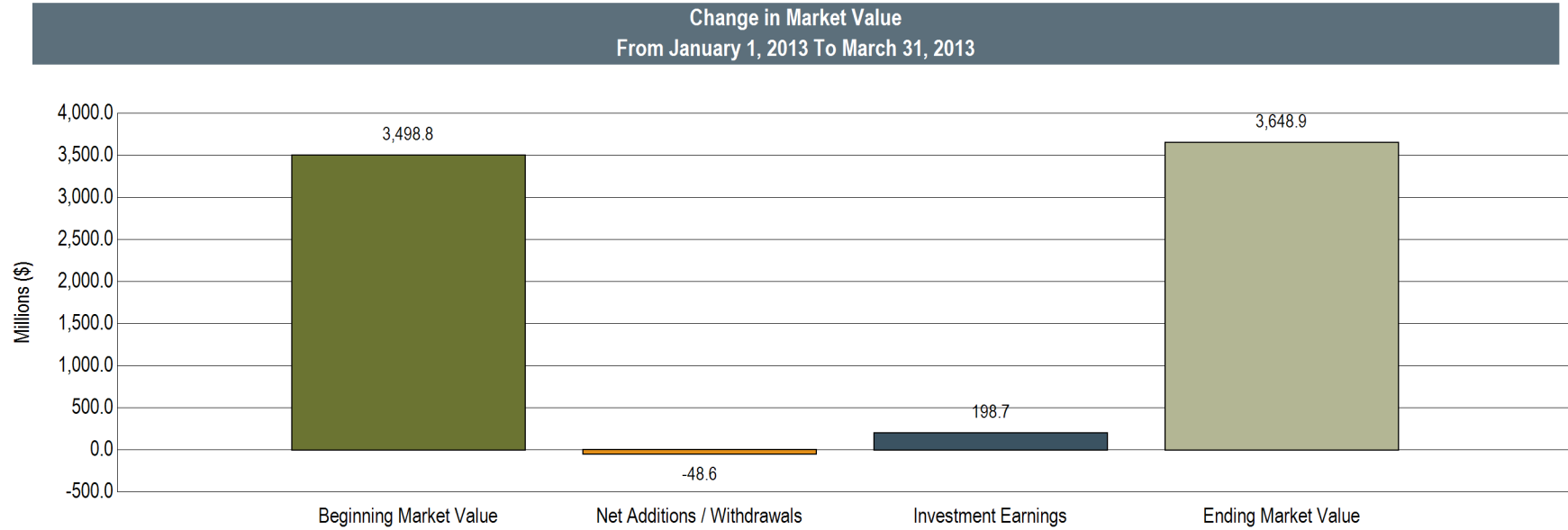
The Total Fund returned 5.6% during the first quarter, outperforming the return of the Policy Portfolio by 32 basis points. The Fund's U.S. Fixed Income component added value over the benchmark, as well as the Non-U.S. Equity component. Partially offsetting results were the below-benchmark returns from the Global Equity and Global Fixed Income components.

For the one-year ending March 31, 2013, the Total Fund advanced 10.7%, outpacing the return of the Policy Portfolio by 85 basis points. Overperformance was mainly attributed to above-benchmark returns from the U.S. Fixed Income, U.S. Equity and Non-U.S. Equity components.

The Total Fund's longer-term relative performance has been showing positive divergence over the Policy Portfolio. The Total Fund has outperformed the return of its benchmark during the trailing five-year and three-year period, and has matched the benchmark for the trailing ten-year period. The Fund's annualized since inception return rose to 8.1%, outperforming the Policy Portfolio.

The attribution analysis exhibits on page 30 provide additional information regarding each sub-component's contribution to performance during the quarter and one-year period.

Plan Summary



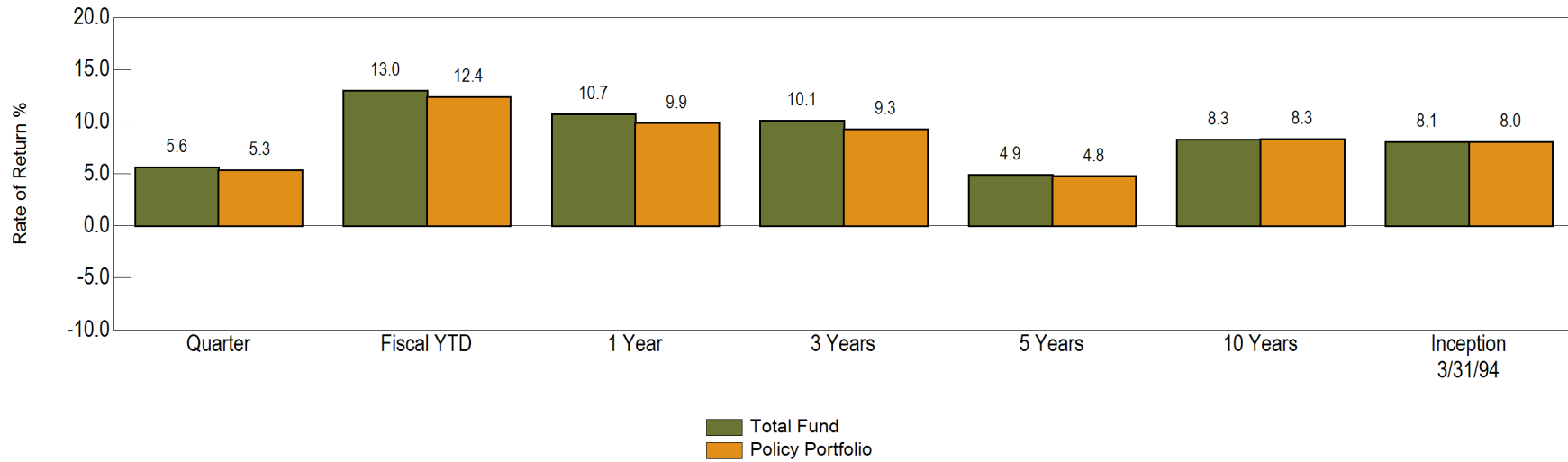
Summary of Cash Flows

Sources of Portfolio Growth	First Quarter	One Year
Beginning Market Value	\$3,498,758,840	\$3,294,661,872
Net Additions/Withdrawals	-\$48,643,215	\$107,697,972
Investment Earnings	\$198,745,725	\$246,501,505
Ending Market Value	\$3,648,861,350	\$3,648,861,350

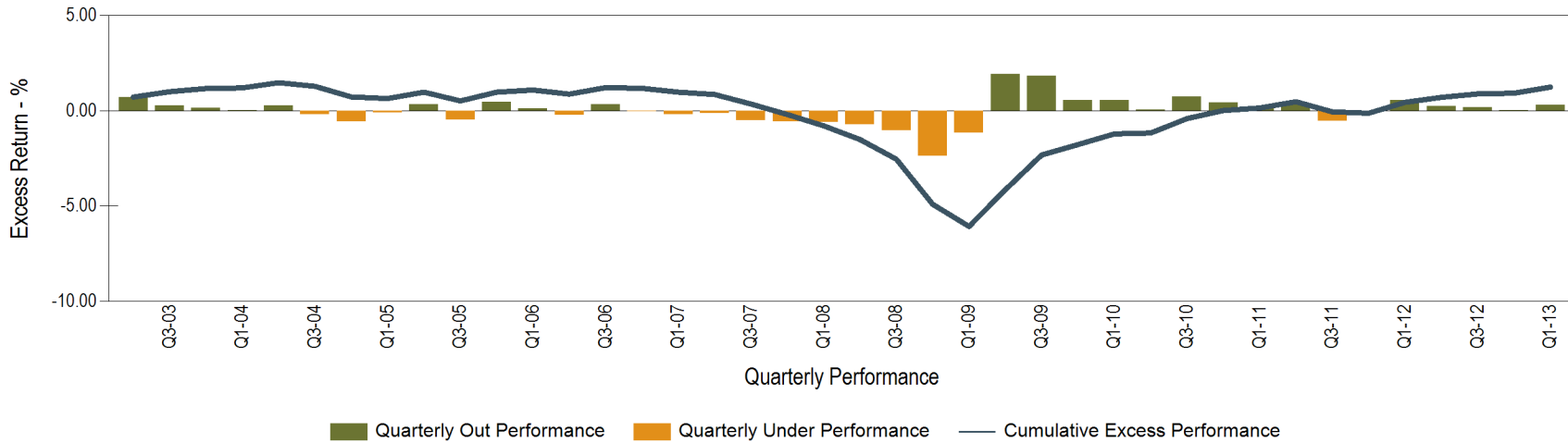
# Plan Performance

Benchmark: Policy Portfolio

## Return Summary



## Quarterly and Cumulative Excess Performance



## VENTURA COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

## Period Ending 3/31/2013

	1st Quarter	Fiscal Year-to-Date	1 Year Ending 3/31/2013	3 Years Ending 3/31/2013	5 Years Ending 3/31/2013	10 Years Ending 3/31/2013	Since Inception	Inception Date
<b>BlackRock Extended Equity</b>	13.1	22.6	17.0	14.9	8.9	12.5	11.9	10/31/02
Dow Jones U.S. Completion Total Stock Market Index	13.1	22.3	16.5	14.5	8.9	12.5	11.9	
<b>Western U.S. Index Plus</b>	11.0	19.8	16.7	15.5	4.9	--	-1.0	5/31/07
S&P 500 Index	10.6	17.2	14.0	12.7	5.8	--	2.7	
<b>BlackRock Equity Market Fund</b>	11.1	18.2	14.5	13.1	6.5	--	4.2	5/31/08
Dow Jones U.S. Total Stock Market Index	11.1	18.2	14.5	13.1	6.5	--	4.2	
<b>Total U.S. Equity</b>	11.1	18.5	14.9	13.4	6.0	8.8	8.3	12/31/93
Performance Benchmark**	11.1	18.2	14.5	13.1	6.5	9.3	8.7	
<b>BlackRock All Country World ex-U.S.</b>	3.6	17.8	8.8	4.9	0.1	--	0.5	3/31/07
MSCI All Country World ex-U.S. IM Index	3.6	17.8	8.6	4.7	0.0	--	0.4	
<b>Sprucegrove</b>	4.1	16.6	10.3	7.2	1.6	10.9	8.4	3/31/02
MSCI EAFE Index	5.1	19.8	11.3	5.0	-0.9	9.7	6.2	
MSCI All Country World ex-U.S. Index	3.2	17.3	8.4	4.4	-0.4	10.9	7.4	
<b>Hexavest</b>	6.1	16.2	10.7	4.9	1.4	--	0.5	12/31/10
MSCI EAFE Index	5.1	19.8	11.3	5.0	-0.9	--	-2.6	
<b>Walter Scott</b>	4.8	16.4	12.4	8.0	4.8	--	3.0	12/31/10
MSCI All Country World ex-U.S. Index	3.2	17.3	8.4	4.4	-0.4	--	-2.2	
<b>Total International</b>	4.2	17.3	10.1	5.6	0.1	10.5	6.7	3/31/94
MSCI All Country World ex-U.S. Index	3.2	17.3	8.4	4.4	-0.4	10.9	5.4	
<b>GMO Global Fund</b>	5.7	15.0	10.8	8.8	3.7	--	6.5	4/30/05
MSCI All Country World Index	6.5	17.1	10.6	7.8	2.1	--	5.7	
<b>BlackRock MSCI ACWI Equity Index</b>	6.6	17.2	--	--	--	--	17.2	6/30/12
MSCI All Country World Index	6.5	17.1	--	--	--	--	17.1	
<b>Total Global Equity</b>	6.1	15.9	10.1	8.3	1.4	--	4.7	4/30/05
MSCI All Country World Index	6.5	17.1	10.6	7.8	2.1	--	5.7	

## Returns

As of March 31, 2013

**VENTURA COUNTY EMPLOYEES' RETIREMENT ASSOCIATION (Continued)**  
**Period Ending 3/31/2013**

	1st Quarter	Fiscal Year-to-Date	1 Year Ending 3/31/2013	3 Years Ending 3/31/2013	5 Years Ending 3/31/2013	10 Years Ending 3/31/2013	Since Inception	Inception Date
<b>Loomis Sayles Global Fixed Income</b>	-1.1	2.9	--	--	--	--	2.9	6/30/12
Barclays Capital Global Aggregate Bond Index	-2.1	0.6	--	--	--	--	0.6	
<b>PIMCO Global Fixed Income</b>	-1.5	--	--	--	--	--	-1.8	9/30/12
Barclays Capital Global Aggregate Bond Index	-2.1	--	--	--	--	--	-1.4	
<b>Total Global Fixed Income</b>	-1.4	2.1	--	--	--	--	2.1	6/30/12
Barclays Capital Global Aggregate Bond Index	-2.1	0.6	--	--	--	--	0.6	
<b>Western</b>	0.5	5.0	7.5	8.4	7.3	6.2	6.9	12/31/96
Barclays Capital Aggregate Bond Index	-0.1	1.7	3.8	5.5	5.5	5.0	6.1	
<b>BlackRock U.S. Debt Fund</b>	0.0	1.8	4.0	5.7	5.6	5.1	6.0	11/30/95
Barclays Capital Aggregate Bond Index	-0.1	1.7	3.8	5.5	5.5	5.0	6.0	
<b>Reams</b>	0.1	4.3	6.6	8.3	9.1	7.4	7.0	9/30/01
Barclays Capital Aggregate Bond Index	-0.1	1.7	3.8	5.5	5.5	5.0	5.4	
<b>Loomis Sayles</b>	2.6	12.2	13.2	10.7	9.8	--	8.3	7/31/05
Performance Benchmark***	0.8	4.4	6.4	7.2	7.3	--	6.4	
<b>Total U.S. Fixed Income</b>	0.2	4.6	6.8	8.1	8.3	6.7	6.8	2/28/94
Barclays Capital Aggregate Bond Index	-0.1	1.7	3.8	5.5	5.5	5.0	6.2	
<b>Prudential Real Estate</b>	3.1	6.5	8.8	16.1	-2.7	--	2.9	6/30/94
NCREIF Open-End Fund Property Index	2.6	7.6	10.5	13.3	2.3	--	8.1	
<b>UBS Real Estate</b>	1.4	5.5	7.6	12.2	-0.1	6.7	6.7	3/31/03
NCREIF Open-End Fund Property Index	2.6	7.6	10.5	13.3	2.3	8.4	8.4	
<b>Guggenheim</b>	5.0	9.1	12.7	15.7	-4.2	--	-0.7	6/30/06
Performance Benchmark****	4.2	9.1	12.6	14.9	4.9	--	6.4	
<b>RREEF</b>	2.7	12.5	22.1	31.4	-15.3	--	-14.1	10/31/07
NCREIF Open-End Fund Property Index	2.6	7.6	10.5	13.3	2.3	--	3.0	
<b>Total Real Estate*****</b>	2.0	5.7	8.2	13.5	-3.4	4.9	7.5	3/31/94
NCREIF Open-End Fund Property Index*****	2.6	7.6	10.5	13.3	2.3	8.4	9.2	
<b>Adams Street Partners</b>	2.3	3.3	8.3	--	--	--	--	7/31/10
Dow Jones Total Stock Index + 3%	11.9	20.8	17.9	--	--	--	--	
<b>Pantheon</b>	8.8	5.2	11.8	--	--	--	--	8/31/10
Dow Jones Total Stock Index + 3%	11.9	20.8	17.9	--	--	--	--	
<b>Total Private Equity</b>	5.3	6.8	12.2	--	--	--	--	7/31/10
Dow Jones Total Stock Index + 3%	11.9	20.8	17.9	--	--	--	--	
<b>Total Fund</b>	5.6	13.0	10.7	10.1	4.9	8.3	8.1	3/31/94
Policy Portfolio*****	5.1	12.2	9.6	9.3	4.7	8.3	8.0	
<b>Total Fund (ex-Private Equity)</b>	5.5	12.5	9.8	--	--	--	--	
<b>Total Fund (ex-Clifton)</b>	5.6	12.8	10.6	9.9	4.8	8.2	8.1	

\*All returns contained in this report are net of investment management fees.

\*\*The Dow Jones U.S. Total Stock Market Index. Prior to May 2007, the Russell 3000 Index.

\*\*\*A mix of 65% of the Barclays Capital Aggregate Bond Index, 30% of the Citigroup High Yield Market Index, and 5% of the J.P. Morgan Non-U.S. Hedged Bond Index.

\*\*\*\*A mix of 70% of the National Council of Real Estate Investment Fiduciaries (NCREIF) Open-End Fund and 30% of the NAREIT Index.

\*\*\*\*\*Real Estate returns are based on market values and cash flows provided by managers.

\*\*\*\*\*Prior to January 2006, the NCREIF Property Index.

\*\*\*\*\*Policy Portfolio Benchmark defined in Appendix.

Note: Total Fund inception date is the longest time period that Hewitt Enniskrupp has reliable historical monthly data.



## VENTURA COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

Period Ending 3/31/2013

(\$ in Thousands)

	U.S. Equity	Non-U.S. Equity	Fixed Income	Real Estate	Private Equity	Cash	Total	Percent of Total	Evolving Policy	Policy Target
BlackRock Extended Equity Index	\$35,392						\$35,392	1.0%		
Western Index Plus	\$101,172						\$101,172	2.8%		
BlackRock Equity Market Fund	\$1,231,626						\$1,231,626	33.8%		
<b>Total U.S. Equity</b>	<b>\$1,368,190</b>						<b>\$1,368,190</b>	<b>37.5%</b>	<b>36.0%</b>	<b>36.0%</b>
BlackRock ACWI ex-U.S. Index		\$352,277					\$352,277	9.7%		
Sprucegrove		\$164,698					\$164,698	4.5%		
Hexavest		\$70,798					\$70,798	1.9%		
Walter Scott		\$87,151					\$87,151	2.4%		
<b>Total Non-U.S. Equity</b>		<b>\$674,924</b>					<b>\$674,924</b>	<b>18.5%</b>	<b>18.0%</b>	<b>19.0%</b>
GMO Global Equity	\$84,094	\$99,118					\$183,212	5.0%		
BlackRock MSCI ACWI Equity Index	\$63,794	\$73,990					\$137,785	3.8%		
<b>Total Global Equity</b>	<b>\$147,889</b>	<b>\$173,108</b>					<b>\$320,997</b>	<b>8.8%</b>	<b>10.0%</b>	<b>10.0%</b>
Western			\$281,362				\$281,362	7.7%		
BlackRock U.S. Debt Fund			\$133,658				\$133,658	3.7%		
Reams			\$245,462				\$245,462	6.7%		
Loomis Sayles Global			\$67,315				\$67,315	1.8%		
Loomis Sayles			\$109,220				\$109,220	3.0%		
PIMCO Global			\$98,820				\$98,820	2.7%		
<b>Total Fixed Income</b>			<b>\$935,837</b>				<b>\$935,837</b>	<b>25.6%</b>	<b>27.0%</b>	<b>25.0%</b>
Prudential Real Estate				\$85,723			\$85,723	2.3%		
UBS Real Estate				\$179,894			\$179,894	4.9%		
Guggenheim				\$23,797			\$23,797	0.7%		
RREEF				\$10,226			\$10,226	0.3%		
<b>Total Real Estate</b>				<b>\$299,640</b>			<b>\$299,640</b>	<b>8.2%</b>	<b>8.0%</b>	<b>10.0%</b>
Adams Street Partners					\$28,396		\$28,396	0.8%		
Pantheon Ventures					\$7,508		\$7,508	0.2%		
<b>Total Private Equity</b>					<b>\$35,904</b>		<b>\$35,904</b>	<b>1.0%</b>	<b>1.0%</b>	<b>0.0%</b>
Clifton Group						\$13,370	\$13,370	0.4%		
<b>Total Cash</b>						<b>\$13,370</b>	<b>\$13,370</b>	<b>0.4%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Total Assets</b>	<b>\$1,516,079</b>	<b>\$848,032</b>	<b>\$935,837</b>	<b>\$299,640</b>	<b>\$35,904</b>	<b>\$13,370</b>	<b>\$3,648,861</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Percent of Total</b>	<b>41.5%</b>	<b>23.2%</b>	<b>25.6%</b>	<b>8.2%</b>	<b>1.0%</b>	<b>0.4%</b>	<b>100.0%</b>			

\* Asset allocation reflects net exposure

\* Private Equity reflects Market Values as of 12/31/2012 plus Capital Calls from 1/1/2013-3/31/2013

## Calendar Year Performance

## VENTURA COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

## Calendar Year Performance

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>BlackRock Extended Equity</b>	18.4	-3.4	29.0	35.0	-38.4	5.4	15.2	10.5	18.1	43.2
Dow Jones U.S. Completion Total Stock Market Index	17.9	-3.8	28.6	37.4	-39.0	5.4	15.3	10.0	18.0	44.0
<b>Western U.S. Index Plus</b>	20.6	0.8	24.6	42.0	-56.3	--	--	--	--	--
S&P 500 Index	16.0	2.1	15.1	26.5	-37.0	--	--	--	--	--
<b>BlackRock Equity Market Fund</b>	16.4	1.1	17.5	28.6	-37.2	--	--	--	--	--
Dow Jones U.S. Total Stock Market Index	16.4	1.1	17.5	28.6	-37.2	--	--	--	--	--
<b>Total U.S. Equity</b>	16.9	0.9	18.5	29.2	-40.0	4.3	15.3	5.2	11.8	32.0
Performance Benchmark**	16.4	1.1	17.5	28.6	-37.2	5.5	15.7	6.1	11.9	31.1
<b>BlackRock All Country World ex-U.S.</b>	17.2	-14.1	12.8	43.1	-45.6	--	--	--	--	--
MSCI All Country World ex-U.S. IM Index	17.0	-14.3	12.7	43.6	-45.9	--	--	--	--	--
<b>Sprucegrove</b>	17.1	-10.8	18.7	36.1	-42.5	5.8	29.9	14.3	24.6	33.8
MSCI EAFE Index	17.3	-12.1	7.8	31.8	-43.4	11.2	26.3	13.5	20.2	38.6
MSCI All Country World ex-U.S. Index	16.8	-13.7	11.2	41.4	-45.5	16.7	26.7	16.6	20.9	40.8
<b>Hexavest</b>	13.9	-9.2	5.8	30.5	-32.3	--	--	--	--	--
MSCI EAFE Index	17.3	-12.1	7.8	31.8	-43.4	--	--	--	--	--
<b>Walter Scott</b>	20.4	-9.3	13.3	31.6	-31.7	--	--	--	--	--
MSCI All Country World ex-U.S. Index	16.8	-13.7	11.2	41.4	-45.5	--	--	--	--	--
<b>Total International</b>	17.9	-13.6	13.5	37.4	-44.1	11.7	25.2	19.3	18.8	36.0
Performance Benchmark	16.8	-13.7	11.2	41.4	-45.5	16.7	26.7	16.6	20.9	40.8
<b>GMO Global Fund</b>	15.0	-2.0	10.2	24.3	-32.8	10.0	19.7	--	--	--
MSCI All Country World Index	16.1	-7.3	12.7	34.6	-42.2	11.7	21.0	--	--	--
<b>BlackRock Global MSCI ACWI Equity Index</b>	--	--	--	--	--	--	--	--	--	--
MSCI All Country World Index	--	--	--	--	--	--	--	--	--	--
<b>Total Global Equity</b>	14.4	-3.9	11.4	17.8	-37.3	11.3	19.5	--	--	--
MSCI EAFE Index	16.1	-7.3	12.7	34.6	-42.2	11.7	21.0	--	--	--

## Calendar Year Performance

**VENTURA COUNTY EMPLOYEES' RETIREMENT ASSOCIATION (Continued)**  
**Calendar Year Performance**

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>Western</b>	<b>9.7</b>	<b>7.3</b>	<b>11.3</b>	<b>18.2</b>	<b>-8.9</b>	<b>4.8</b>	<b>5.1</b>	<b>3.2</b>	<b>6.4</b>	<b>9.1</b>
Barclays Capital Aggregate Bond Index	4.2	7.8	6.5	5.9	5.2	7.0	4.3	2.4	4.3	4.1
<b>BlackRock U.S. Debt Fund</b>	<b>4.3</b>	<b>7.9</b>	<b>6.7</b>	<b>6.0</b>	<b>5.4</b>	<b>7.0</b>	<b>4.3</b>	<b>2.4</b>	<b>4.3</b>	<b>4.2</b>
Barclays Capital Aggregate Bond Index	4.2	7.8	6.5	5.9	5.2	7.0	4.3	2.4	4.3	4.1
<b>Reams</b>	<b>9.9</b>	<b>8.3</b>	<b>10.1</b>	<b>35.9</b>	<b>-12.1</b>	<b>7.4</b>	<b>5.0</b>	<b>3.9</b>	<b>5.0</b>	<b>8.7</b>
Barclays Capital Aggregate Bond Index	4.2	7.8	6.5	5.9	5.2	7.0	4.3	2.4	4.3	4.1
<b>Loomis Sayles</b>	<b>16.8</b>	<b>4.2</b>	<b>13.5</b>	<b>38.1</b>	<b>-19.9</b>	<b>6.7</b>	<b>9.0</b>	--	--	--
Performance Benchmark***	7.5	7.1	8.7	18.8	-4.6	5.1	6.8	--	--	--
<b>Total Fixed Income</b>	<b>9.6</b>	<b>7.3</b>	<b>10.6</b>	<b>25.6</b>	<b>-8.7</b>	<b>6.3</b>	<b>5.3</b>	<b>3.2</b>	<b>5.2</b>	<b>7.1</b>
Barclays Capital Aggregate Bond Index	4.2	7.8	6.5	5.9	5.2	7.0	4.3	2.4	4.3	4.1
<b>Prudential Real Estate</b>	<b>8.8</b>	<b>18.2</b>	<b>17.5</b>	<b>-34.8</b>	<b>-13.7</b>	<b>16.6</b>	<b>15.8</b>	<b>27.8</b>	--	--
NCREIF Open-End Fund Property Index	10.5	14.3	13.1	-16.8	-6.5	15.8	15.3	20.1	--	--
<b>UBS Real Estate</b>	<b>9.1</b>	<b>12.2</b>	<b>15.8</b>	<b>-23.2</b>	<b>-8.4</b>	<b>12.7</b>	<b>15.6</b>	<b>20.1</b>	<b>13.5</b>	--
NCREIF Open End Fund Index	10.5	14.3	13.1	-16.8	-6.5	15.8	15.3	20.1	14.5	--
<b>Guggenheim</b>	<b>11.6</b>	<b>17.0</b>	<b>15.1</b>	<b>-27.0</b>	<b>-29.0</b>	<b>3.8</b>	--	--	--	--
Performance Benchmark****	13.4	13.0	17.8	-3.2	-15.2	5.8	--	--	--	--
<b>RREEF</b>	<b>22.9</b>	<b>53.7</b>	<b>8.4</b>	<b>-64.5</b>	<b>-41.8</b>	--	--	--	--	--
NCREIF Open End Fund Index	10.5	14.3	13.1	-16.8	-6.5	--	--	--	--	--
<b>Total Real Estate*****</b>	<b>9.1</b>	<b>14.4</b>	<b>15.4</b>	<b>-31.2</b>	<b>-16.0</b>	<b>12.8</b>	<b>15.7</b>	<b>26.6</b>	<b>7.5</b>	<b>12.1</b>
NCREIF Open-End Fund Property Index*****	10.5	14.3	13.1	-16.8	-6.5	15.8	15.3	20.1	14.5	9.0
<b>Adams Street Partners</b>	<b>10.8</b>	--	--	--	--	--	--	--	--	--
Dow Jones Total Stock Index + 3%	19.8	--	--	--	--	--	--	--	--	--
<b>Pantheon</b>	<b>0.9</b>	--	--	--	--	--	--	--	--	--
Dow Jones Total Stock Index + 3%	19.8	--	--	--	--	--	--	--	--	--
<b>Total Private Equity</b>	<b>10.3</b>	--	--	--	--	--	--	--	--	--
Dow Jones Total Stock Index + 3%	19.8	--	--	--	--	--	--	--	--	--
<b>Total Fund</b>	<b>14.0</b>	<b>0.3</b>	<b>15.1</b>	<b>24.2</b>	<b>-30.9</b>	<b>7.0</b>	<b>14.2</b>	<b>7.8</b>	<b>10.9</b>	<b>24.4</b>
Policy Portfolio*****	12.8	0.6	13.3	20.8	-27.1	8.5	14.0	7.6	11.3	22.9
<b>Total Fund (ex-Private Equity)</b>	<b>13.3</b>	--	--	--	--	--	--	--	--	--
<b>Total Fund (ex-Clifton)</b>	<b>13.7</b>	<b>0.6</b>	<b>14.5</b>	<b>23.3</b>	<b>-30.3</b>	<b>6.9</b>	<b>14.0</b>	<b>7.9</b>	<b>10.8</b>	<b>24.4</b>

\*All returns contained in this report are net of investment management fees.

\*\*The Dow Jones U.S. Total Stock Market Index. Prior to May 2007, the Russell 3000 Index.

\*\*\*A mix of 65% of the Barclays Capital Aggregate Bond Index, 30% of the Citigroup High Yield Market Index, and 5% of the J.P. Morgan Non-U.S. Hedged Bond Index.

\*\*\*\*A mix 70% of the National Council of Real Estate Investment Fiduciaries (NCREIF) Open-End Fund and 30% of the NAREIT Index.

\*\*\*\*\*Real Estate returns are based on market values and cash flows provided by managers.

\*\*\*\*\*Prior to January 2006, the NCREIF Property Index.

\*\*\*\*\*Policy Portfolio Benchmark defined in Appendix.

## Manager "Watch" List

### Manager "Watch" Status Policy

A manager may be placed on "Watch" status for:

- Failure to meet one or more of the standards, objectives, goals, or risk controls as set forth in this policy statement
- Violation of ethical, legal, or regulatory standards
- Material adverse change in the ownership of the firm or personnel changes
- Failure to meet reporting or disclosure requirements
- Failure to meet performance objectives or goals
- Any actual or potentially adverse information, trends, or developments that the Board feels might impair the investment manager's ability to deliver successful outcomes for the participants of the plan

The Board may take action to place a manager on Watch status. Managers placed on Watch status shall be notified in writing, and be made aware of the reason for the action and the required remediation. Watch status is an optional interim step that may be used to formally communicate dissatisfaction to the investment manager and the potential for termination. Watch status is not a required step in terminating a manager. Watch status will normally be for a period of six months, but the time frame may be determined by action of the Board. The Board retains the right to terminate the manager at any time, extend the period of the Watch status, or remove the manager from Watch status at any time.

Watch status indicates that the manager shall be subject to increased focus on the remediation of the factors that caused the manager to be placed on Watch status. Discussion of the manager on Watch status shall become a regular monthly reporting agenda item for the Board. Staff or retained Consultant shall prepare a written monthly report addressing the progress of the manager in the remediation of the dissatisfaction.

### "Watch" status:

- RREEF is currently on watch for performance reasons.

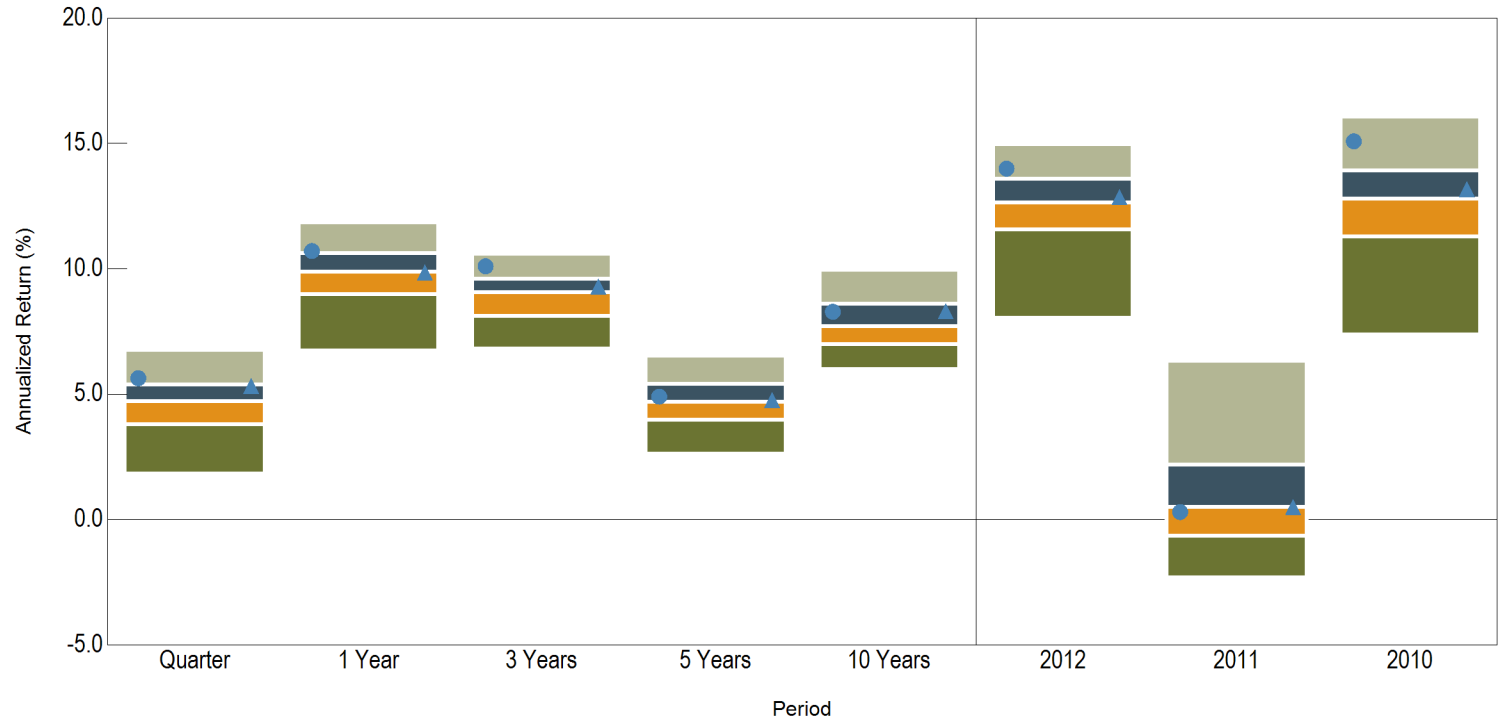
Manager	Date Added	Reason	Follow-Up Date
RREEF	February 1, 2009	Performance	TBD

# Universe Comparison

Benchmark: Policy Portfolio

Universe: Public Funds Net

Ending March 31, 2013



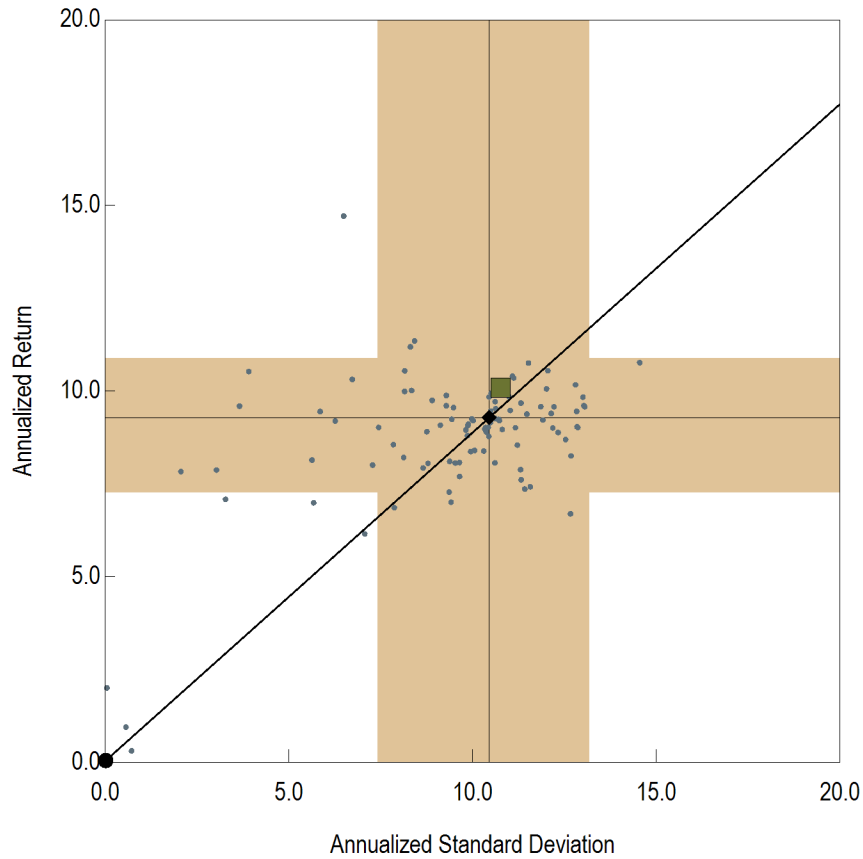
	Return (Rank)															
5th Percentile	6.8		11.9		10.6		6.5		9.9		15.0		6.3		16.1	
25th Percentile	5.4		10.6		9.6		5.4		8.6		13.6		2.2		13.9	
Median	4.7		9.9		9.1		4.7		7.7		12.7		0.5		12.8	
75th Percentile	3.8		9.0		8.1		4.0		7.0		11.6		-0.6		11.3	
95th Percentile	1.8		6.8		6.8		2.6		6.0		8.0		-2.3		7.4	
# of Portfolios	102		100		97		95		83		108		111		113	
● Total Fund	5.6	(19)	10.7	(24)	10.1	(13)	4.9	(41)	8.3	(31)	14.0	(19)	0.3	(55)	15.1	(10)
▲ Policy Portfolio	5.3	(33)	9.9	(52)	9.3	(39)	4.8	(46)	8.3	(31)	12.9	(46)	0.5	(51)	13.2	(46)

Risk Profile

Benchmark: Policy Portfolio

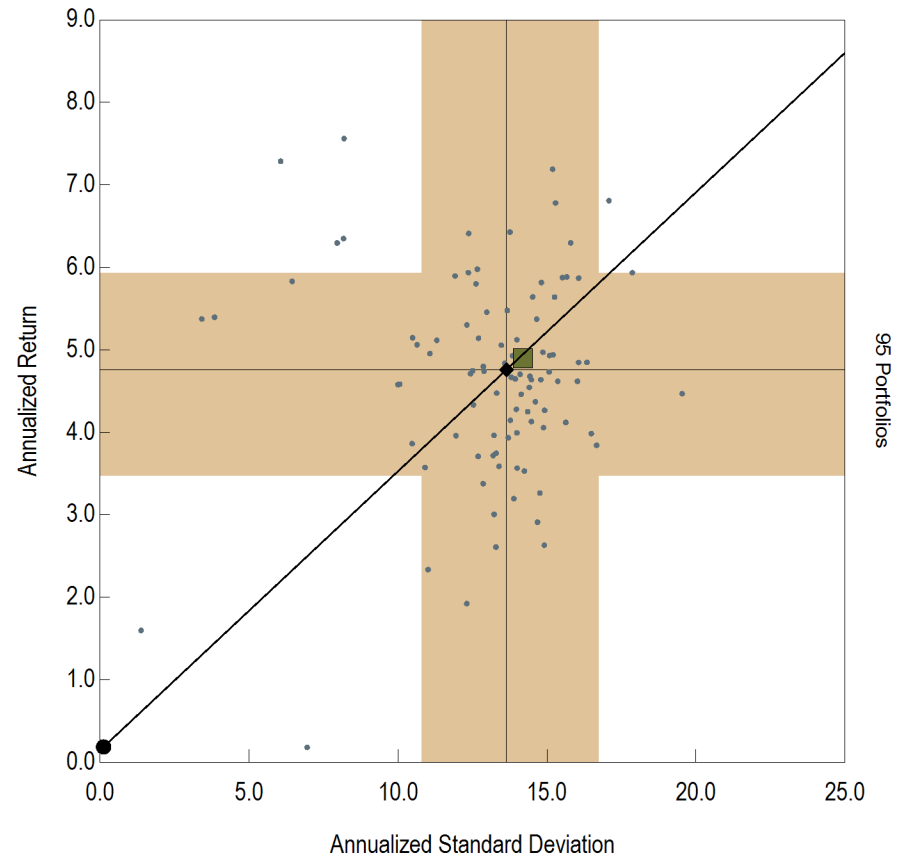
Universe: Public Funds Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



- Total Fund
- ◆ Policy Portfolio
- Risk Free
- 68% Confidence Interval
- Public Funds Net

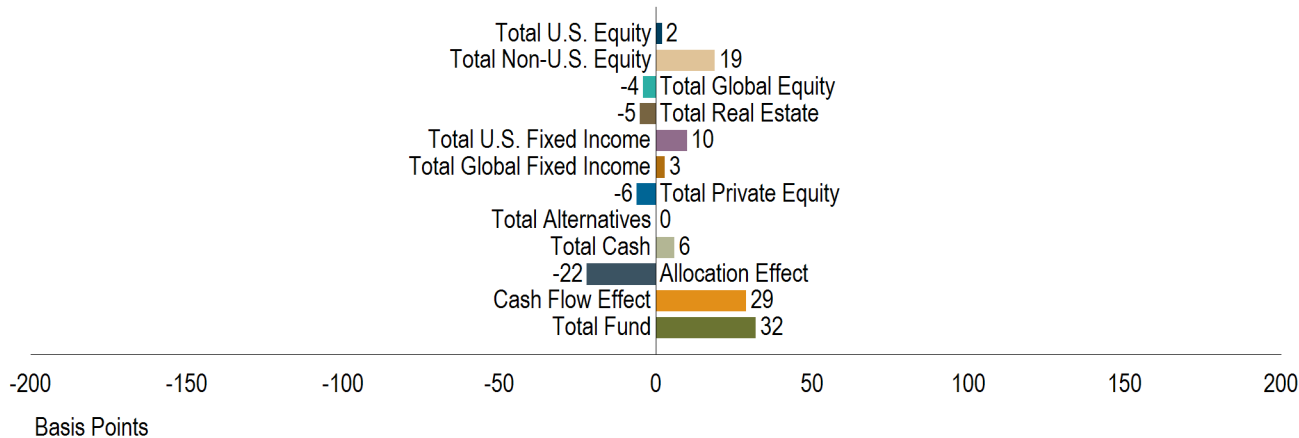
Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



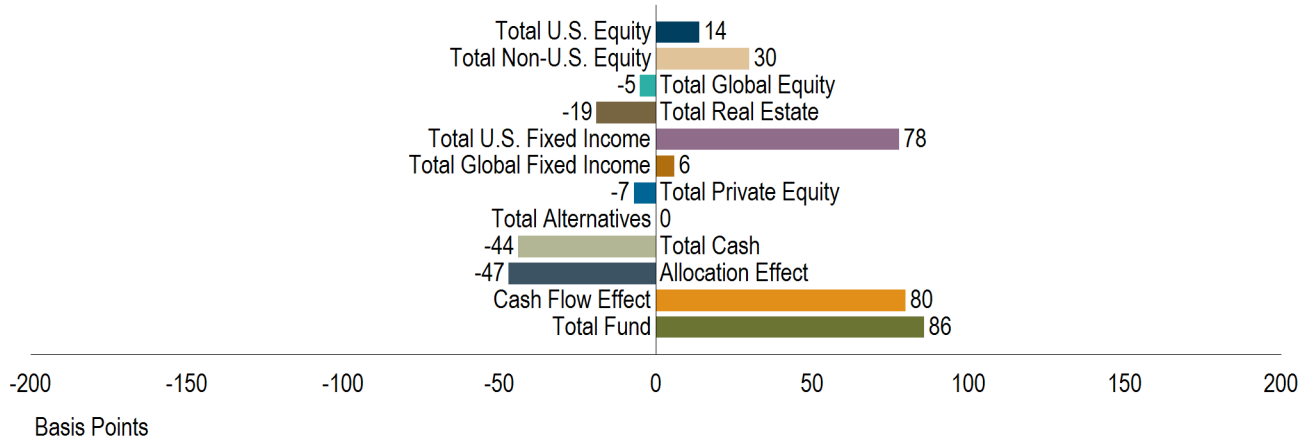
- Total Fund
- ◆ Policy Portfolio
- Risk Free
- 68% Confidence Interval
- Public Funds Net

# Attribution

**TOTAL FUND ATTRIBUTION ANALYSIS  
3 MONTHS ENDING 3/31/13**



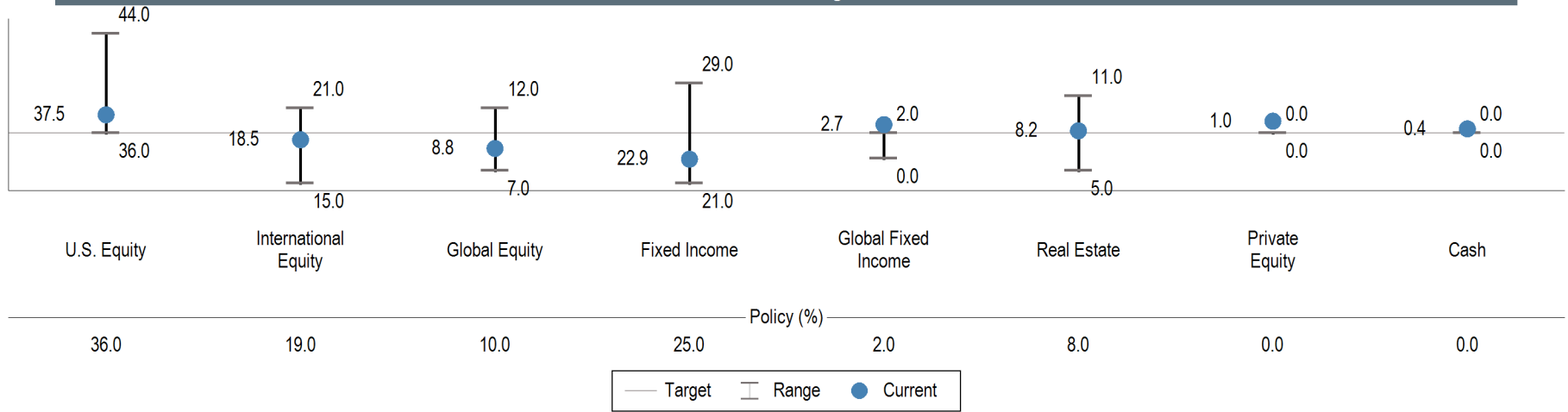
**TOTAL FUND ATTRIBUTION ANALYSIS  
1 YEAR ENDING 3/31/13**



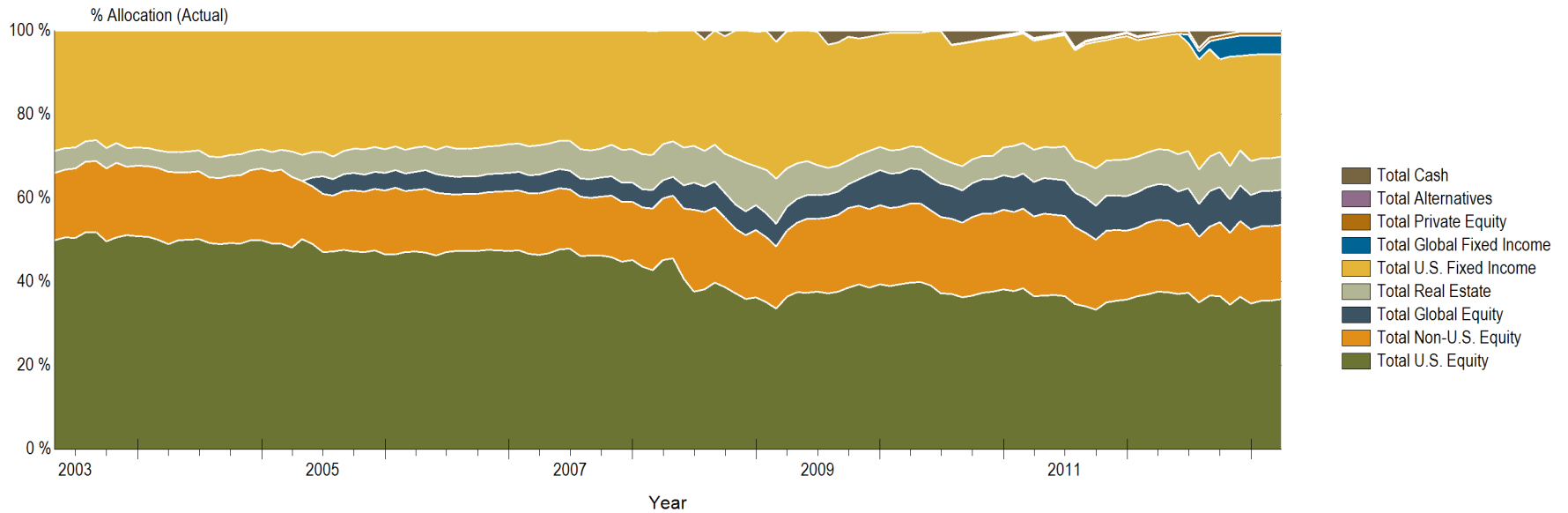
Note: The Cash Flow Effect exhibited represents the effect the Clifton Group had on the Total Fund.

Asset Allocation

Actual vs. Target



Asset Allocation History  
10 Years Ending March 31, 2013





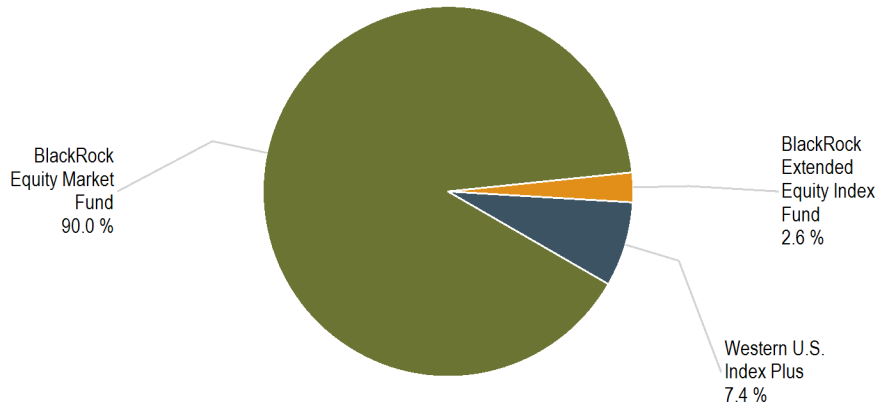


Total U.S. Equity

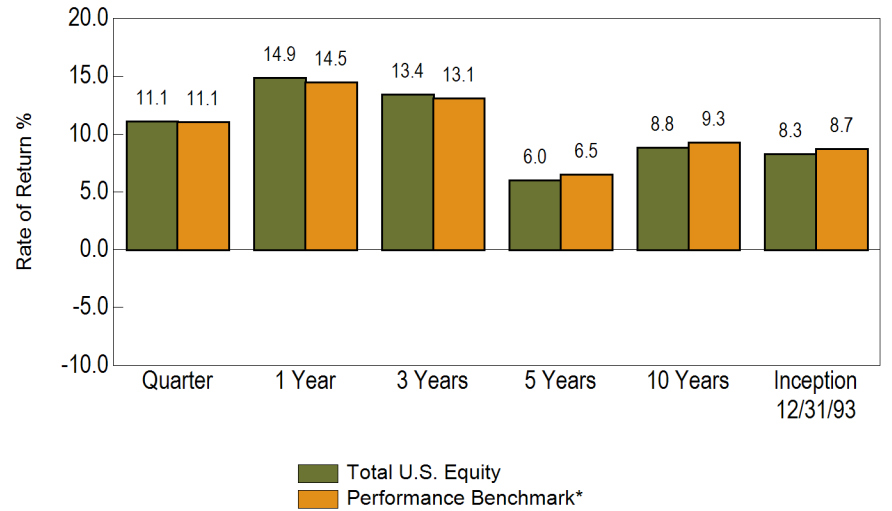
Overview

Benchmark: Performance Benchmark\*

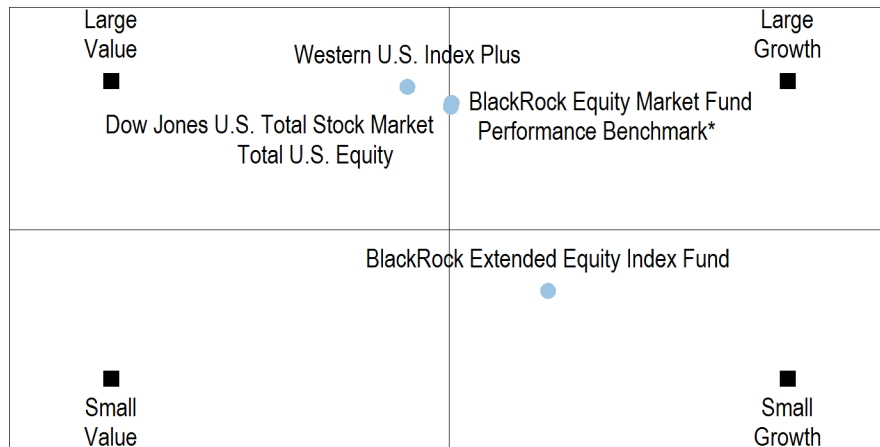
Current Allocation



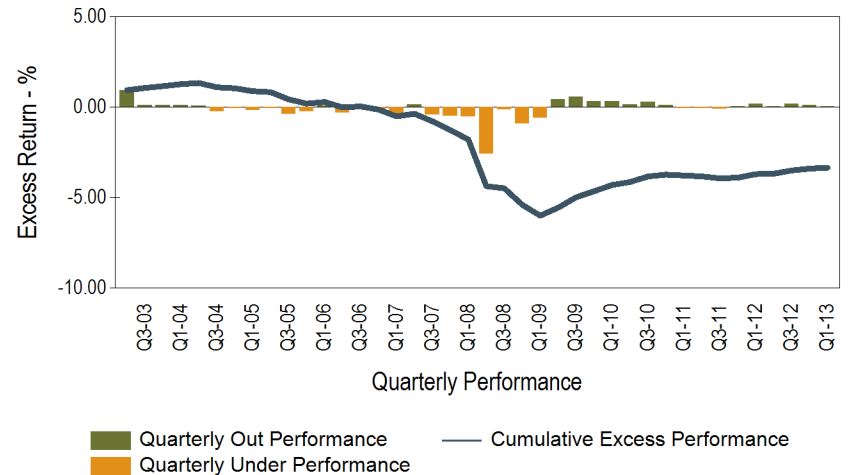
Return Summary



U.S. Effective Style Map  
3 Years Ending March 31, 2013



Quarterly and Cumulative Excess Performance



Universe Comparison

Benchmark: Performance Benchmark\*

Universe: eA All US Equity Net

Ending March 31, 2013



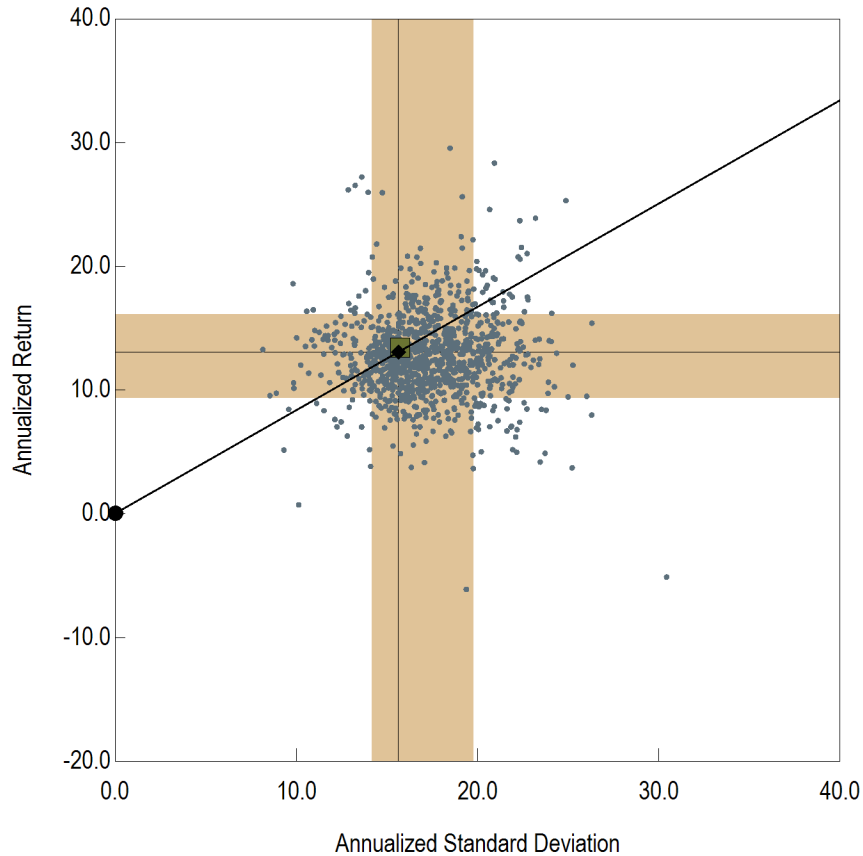
	Return (Rank)		Return (Rank)		Return (Rank)		Return (Rank)		Return (Rank)		Return (Rank)		Return (Rank)	
5th Percentile	15.3	22.3	18.4	12.3	14.7	22.4	8.4	34.5						
25th Percentile	12.7	17.0	14.5	8.9	12.4	17.7	2.1	25.9						
Median	11.1	13.7	12.7	6.9	10.6	15.3	-1.1	19.1						
75th Percentile	9.5	10.4	10.8	5.2	9.0	12.3	-4.8	14.1						
95th Percentile	6.4	3.7	7.8	2.7	7.4	6.8	-11.0	8.9						
# of Portfolios	1,274	1,186	1,108	1,022	696	1,223	1,081	1,035						
● Total U.S. Equity	11.1	(51)	14.9	(40)	13.4	(39)	6.0	(65)	8.8	(78)	16.9	(32)	0.9	(35)
▲ Performance Benchmark*	11.1	(52)	14.5	(44)	13.1	(45)	6.5	(57)	9.3	(72)	16.4	(38)	1.1	(33)

Risk Profile

Benchmark: Performance Benchmark\*

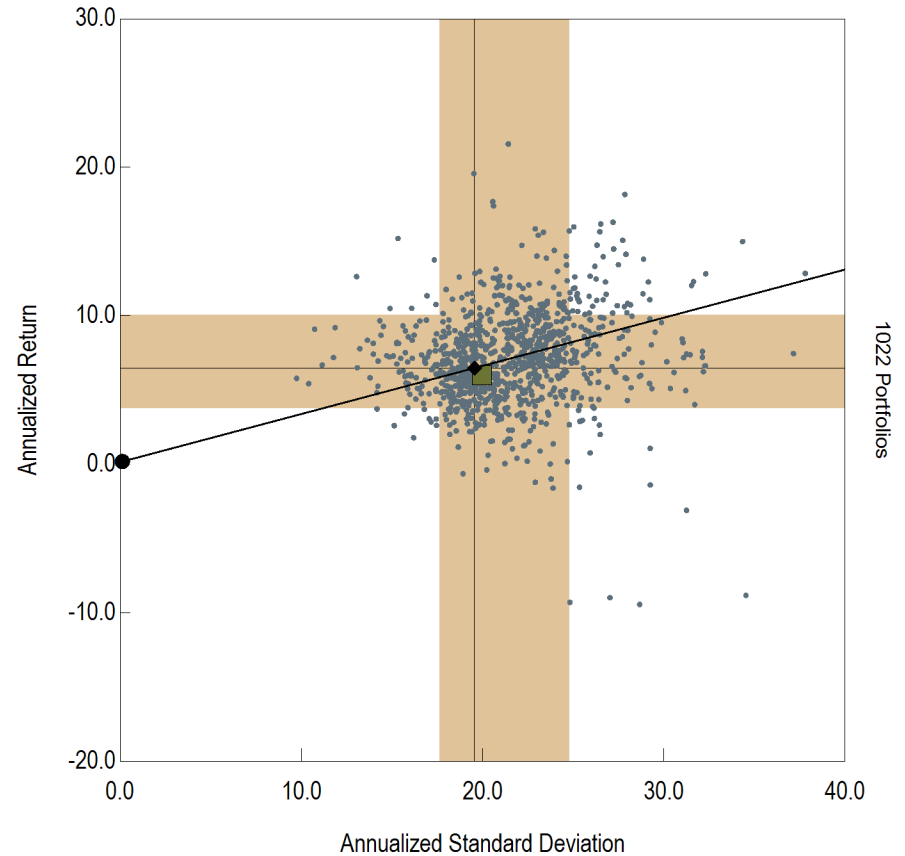
Universe: eA All US Equity Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



- Total U.S. Equity
- ◆ Performance Benchmark\*
- Risk Free
- 68% Confidence Interval
- eA All US Equity Net

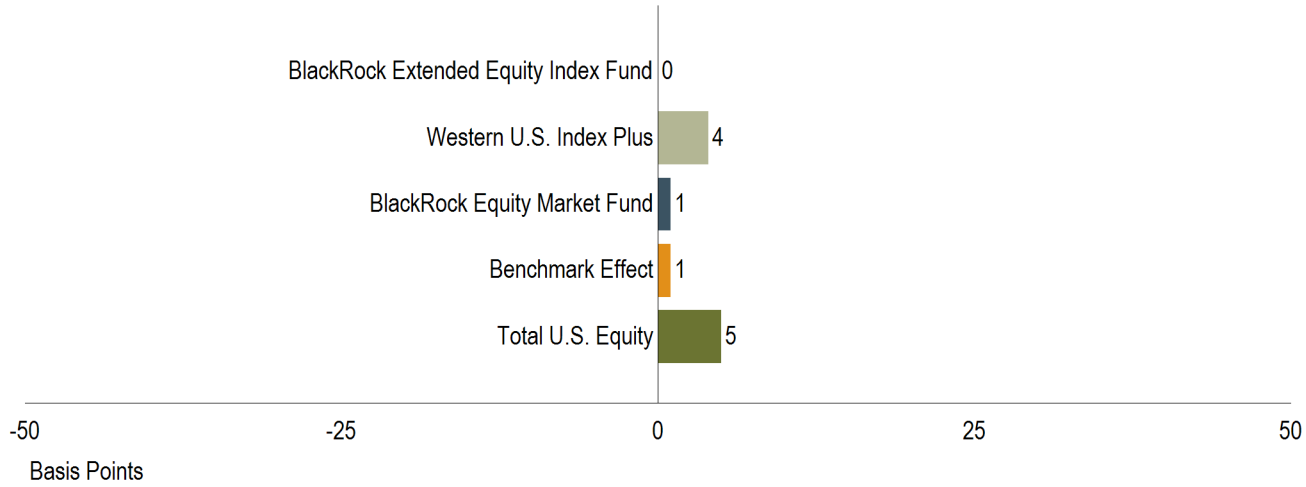
Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



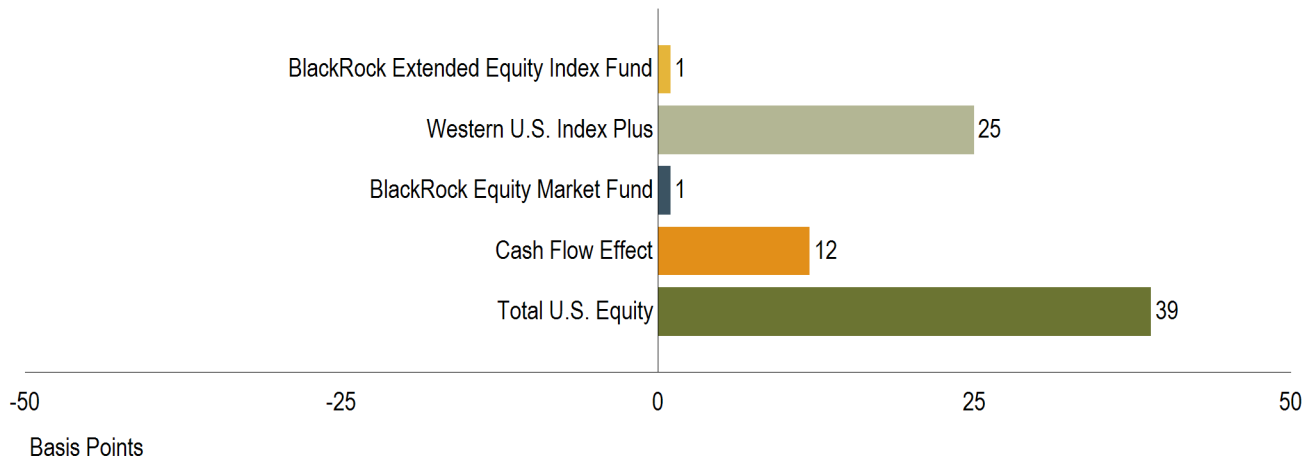
- Total U.S. Equity
- ◆ Performance Benchmark\*
- Risk Free
- 68% Confidence Interval
- eA All US Equity Net

Attribution

**MANAGER ATTRIBUTION ANALYSIS**  
3 MONTHS ENDING 3/31/13



**MANAGER ATTRIBUTION ANALYSIS**  
1 YEAR ENDING 3/31/13



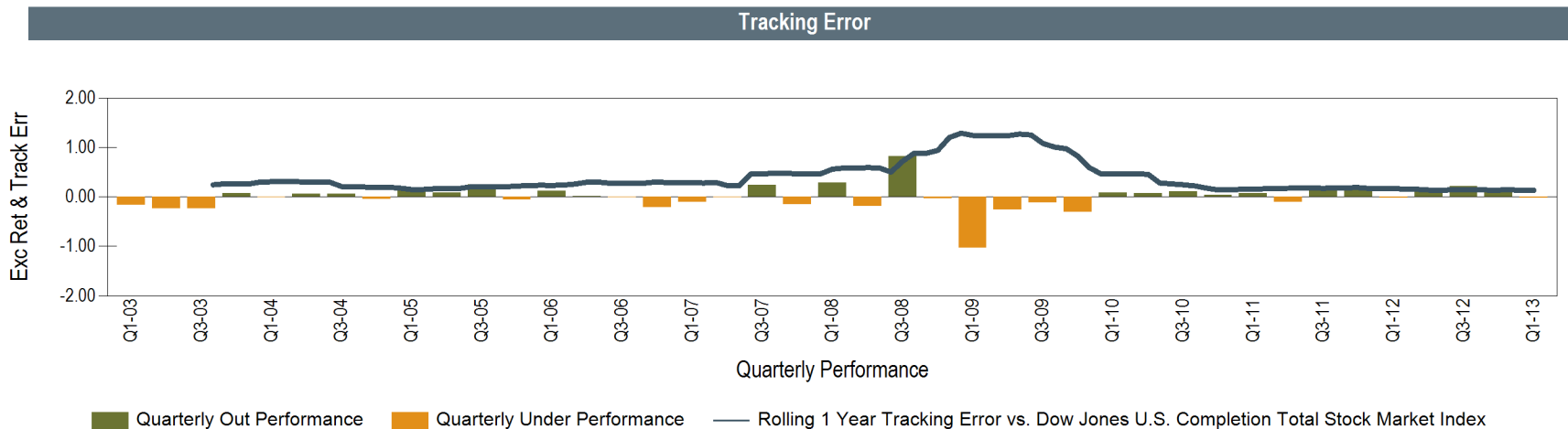
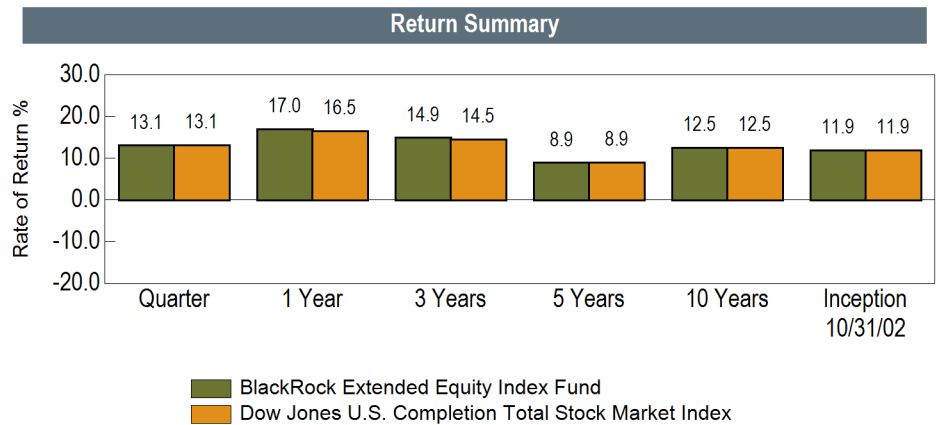
## Manager Performance

Benchmark: Dow Jones U.S. Completion Total Stock Market Index

The BlackRock Extended Market Index Fund provides investment in the U.S. equity market excluding those stocks represented in the S&P 500 Index. The Fund is passively managed using a "fund optimization" technique. The Fund typically invests all, or substantially all, assets in the 1,300 largest stocks in the Index and in a representative sample of the remainder. Stocks are selected based on appropriate industry weightings, market capitalizations, and certain fundamental characteristics (e.g. price/earnings ratio and dividend yield) that closely align the Fund's characteristics with those of its benchmark.

The Fund does not hold publicly traded partnerships (PTPs) because of their potential to distribute unrelated business taxable income. However, the DJ U.S. Completion Total Stock Market Index includes PTPs which result in the Fund experiencing tracking discrepancies. While there will likely be tracking discrepancies on a quarter-to-quarter basis, we expect the difference to be minimal over longer time periods.

Account Information	
Account Name	<b>BlackRock Extended Equity Index Fund</b>
Account Structure	<b>Commingled Fund</b>
Investment Style	<b>Passive</b>
Inception Date	<b>10/31/02</b>
Account Type	<b>US Stock</b>
Benchmark	<b>Dow Jones U.S. Completion Total Stock Market Index</b>
Universe	<b>eA US Small-Mid Cap Equity Net</b>



## Universe Comparison

Benchmark: Dow Jones U.S. Completion Total Stock Market Index

Universe: eA US Small-Mid Cap Equity Net

Ending March 31, 2013



### Return (Rank)

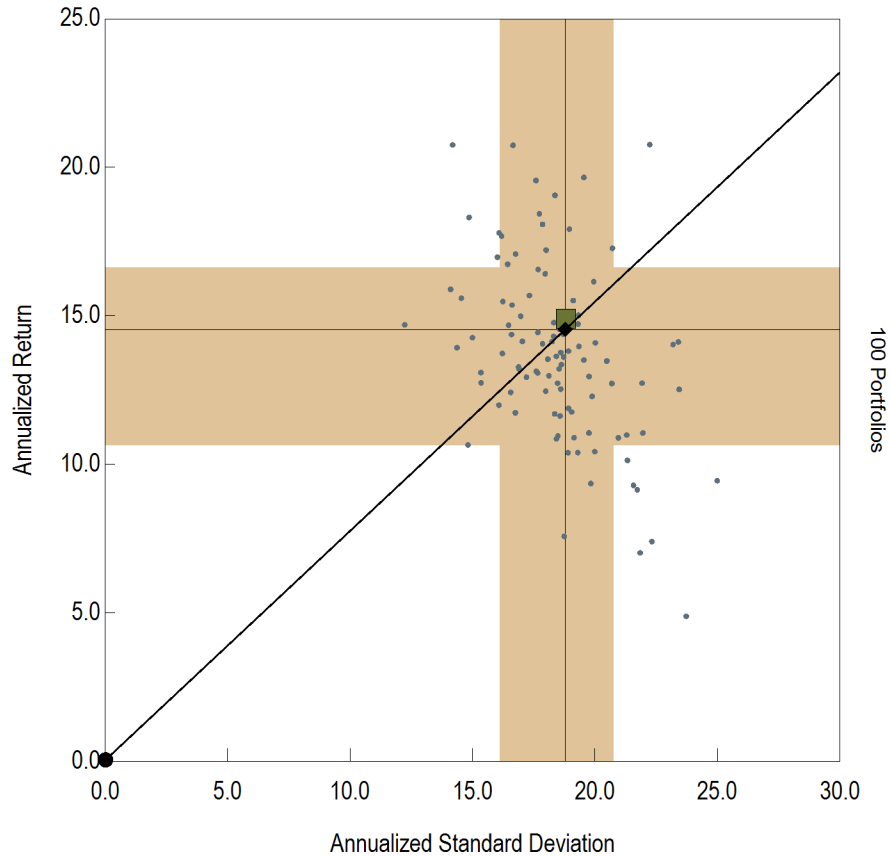
<b>5th Percentile</b>	15.6	21.8	19.1	13.1	16.4	21.5	8.3	38.0
<b>25th Percentile</b>	13.3	17.8	15.4	10.7	13.5	17.5	2.1	29.3
<b>Median</b>	11.9	14.3	13.6	8.5	12.2	14.9	-1.7	25.8
<b>75th Percentile</b>	10.3	11.5	12.0	6.8	11.1	12.0	-4.9	23.0
<b>95th Percentile</b>	7.6	4.4	9.3	3.7	9.1	6.9	-10.1	18.5
<b># of Portfolios</b>	123	110	100	90	53	115	93	89
<b>● BlackRock Extended Equity Index Fund</b>	13.1 (30)	17.0 (30)	14.9 (28)	8.9 (46)	12.5 (45)	18.4 (18)	-3.4 (66)	29.0 (28)
<b>▲ Dow Jones U.S. Completion Total Stock Mark</b>	13.1 (30)	16.5 (33)	14.5 (33)	8.9 (46)	12.5 (46)	17.9 (22)	-3.8 (67)	28.6 (34)

Risk Profile

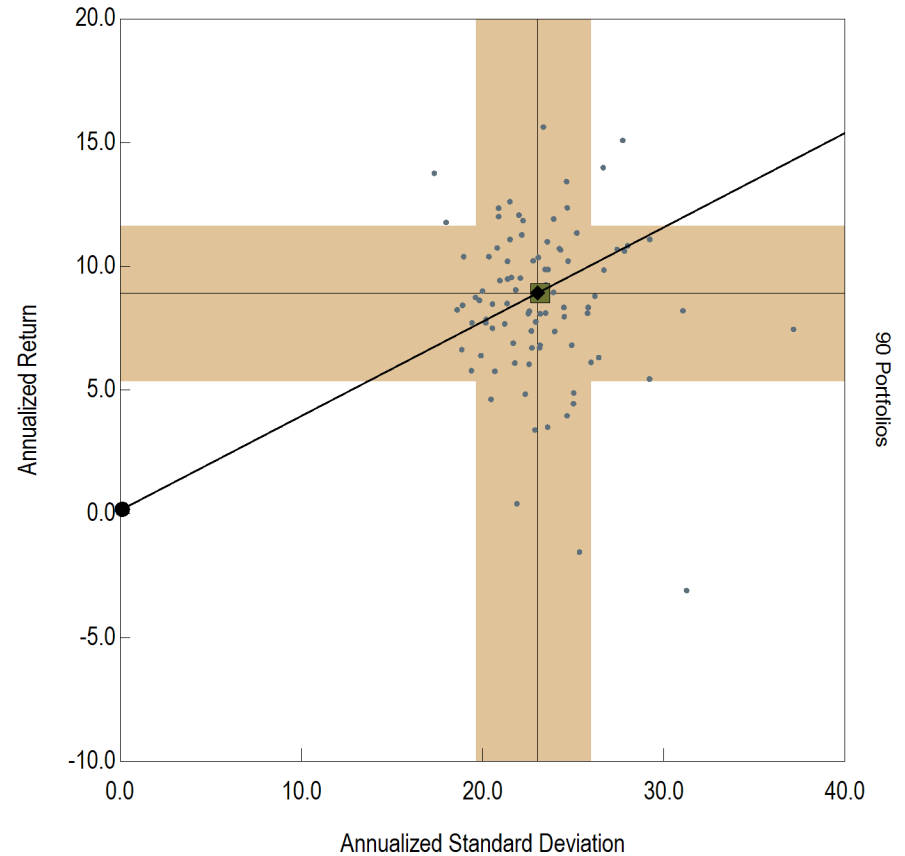
Benchmark: Dow Jones U.S. Completion Total Stock Market Index

Universe: eA US Small-Mid Cap Equity Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



- BlackRock Extended Equity Index Fund
- ◆ Dow Jones U.S. Completion Total Stock Market Index
- Risk Free
- 68% Confidence Interval
- eA US Small-Mid Cap Equity Net

- BlackRock Extended Equity Index Fund
- ◆ Dow Jones U.S. Completion Total Stock Market Index
- Risk Free
- 68% Confidence Interval
- eA US Small-Mid Cap Equity Net

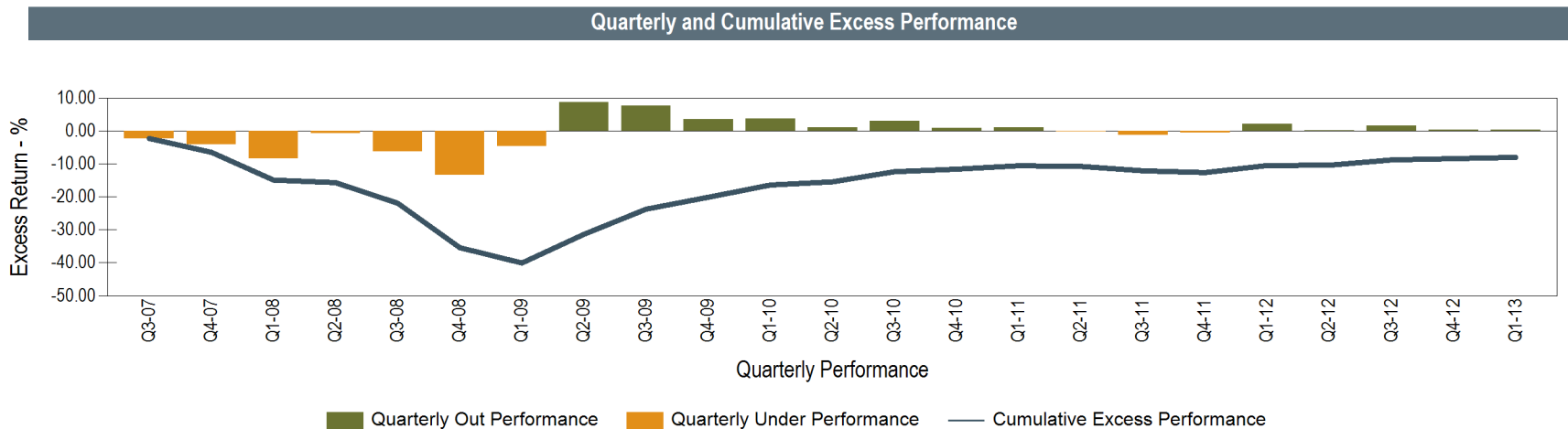
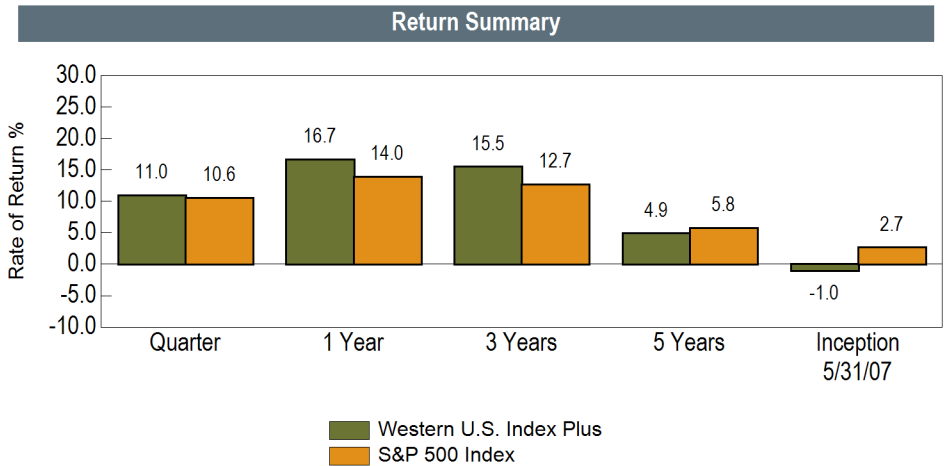


## Manager Performance

Benchmark: S&P 500 Index

Western employs a value-oriented investment approach that has proven successful in adding excess returns across various market cycles. This versatility comes from the manager's multiple sources of value-added and focus on finding long-term fundamental value. Western seeks to achieve balance between multiple sources of value added - duration management, yield curve positioning, sector allocation, and security selection - while diversifying risk. Western has one of the deepest teams of investment/risk professionals in the industry. The manager also has dedicated significant resources to analytics and risk management. We would highlight that active sector rotation and portfolio construction are key strengths of Western.

Account Information	
Account Name	<b>Western U.S. Index Plus</b>
Account Structure	<b>Separate Account</b>
Investment Style	<b>Passive</b>
Inception Date	<b>5/31/07</b>
Account Type	<b>US Stock</b>
Benchmark	<b>S&amp;P 500 Index</b>
Universe	<b>eA All US Equity Net</b>

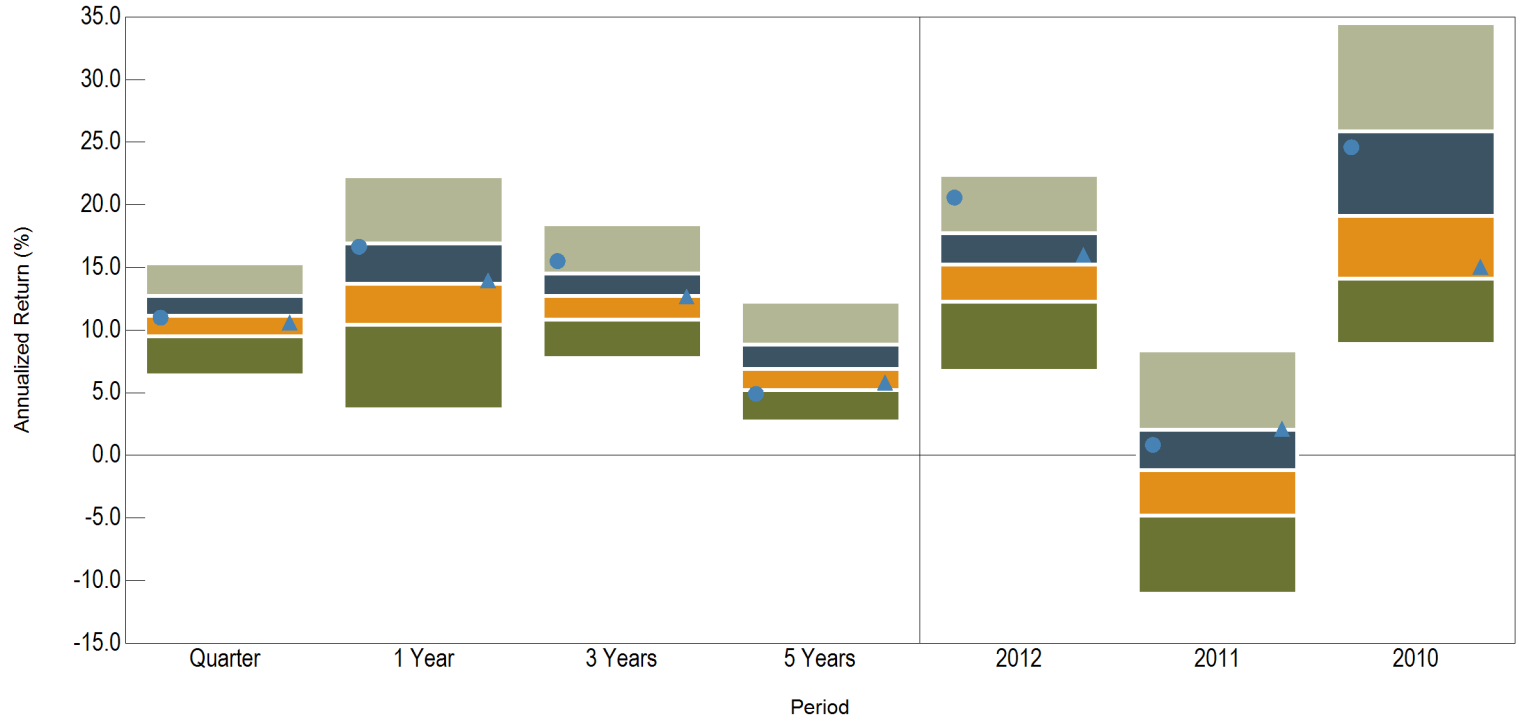


# Universe Comparison

Benchmark: S&P 500 Index

Universe: eA All US Equity Net

Ending March 31, 2013



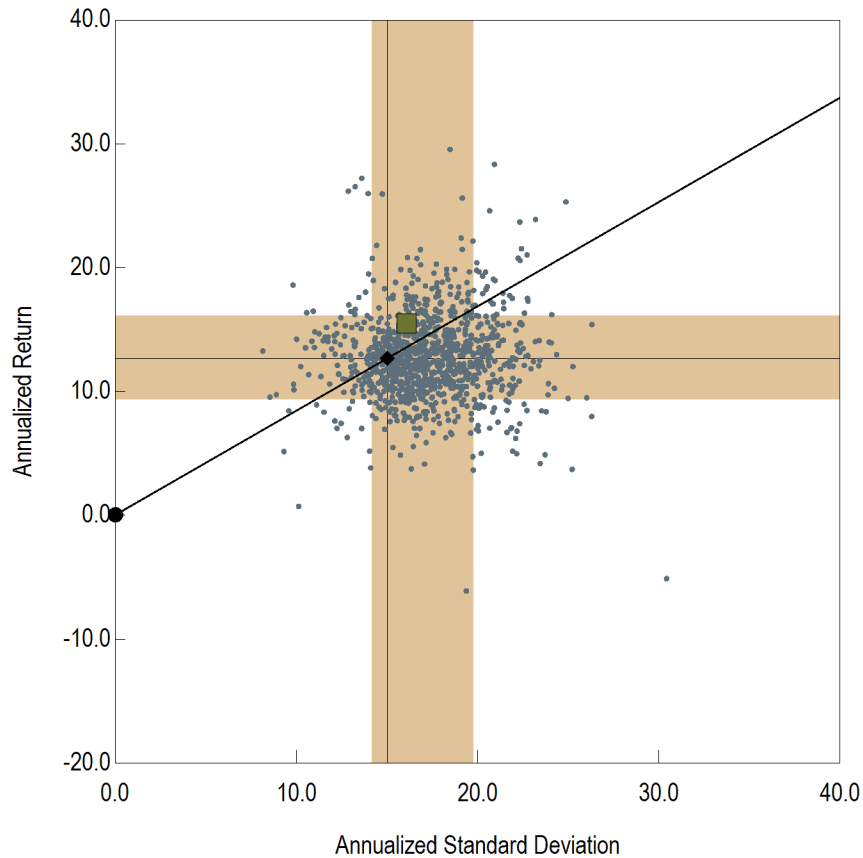
	Return (Rank)														
<b>5th Percentile</b>	15.3	22.3	18.4	12.3	22.4	8.4	34.5								
<b>25th Percentile</b>	12.7	17.0	14.5	8.9	17.7	2.1	25.9								
<b>Median</b>	11.1	13.7	12.7	6.9	15.3	-1.1	19.1								
<b>75th Percentile</b>	9.5	10.4	10.8	5.2	12.3	-4.8	14.1								
<b>95th Percentile</b>	6.4	3.7	7.8	2.7	6.8	-11.0	8.9								
<b># of Portfolios</b>	1,274	1,186	1,108	1,022	1,223	1,081	1,035								
<b>● Western U.S. Index Plus</b>	11.0	(53)	16.7	(27)	15.5	(17)	4.9	(80)	20.6	(10)	0.8	(36)	24.6	(30)	
<b>▲ S&amp;P 500 Index</b>	10.6	(59)	14.0	(49)	12.7	(51)	5.8	(68)	16.0	(42)	2.1	(25)	15.1	(69)	

Risk Profile

Benchmark: S&P 500 Index

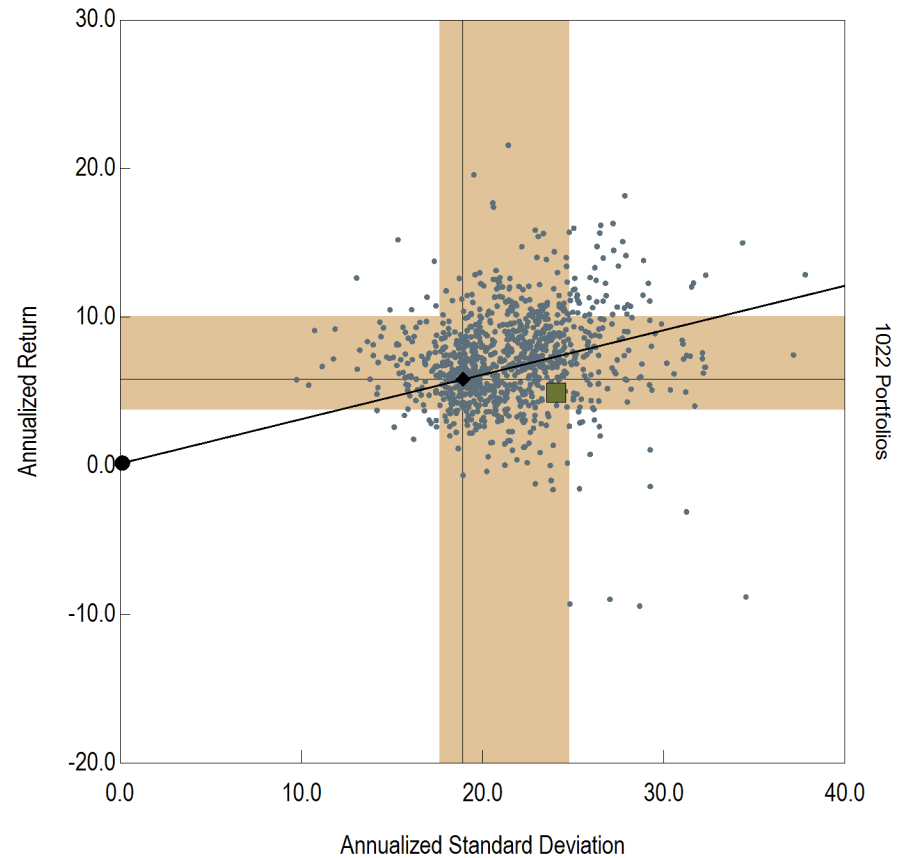
Universe: eA All US Equity Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



- Western U.S. Index Plus
- ◆ S&P 500 Index
- Risk Free
- 68% Confidence Interval
- eA All US Equity Net

Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



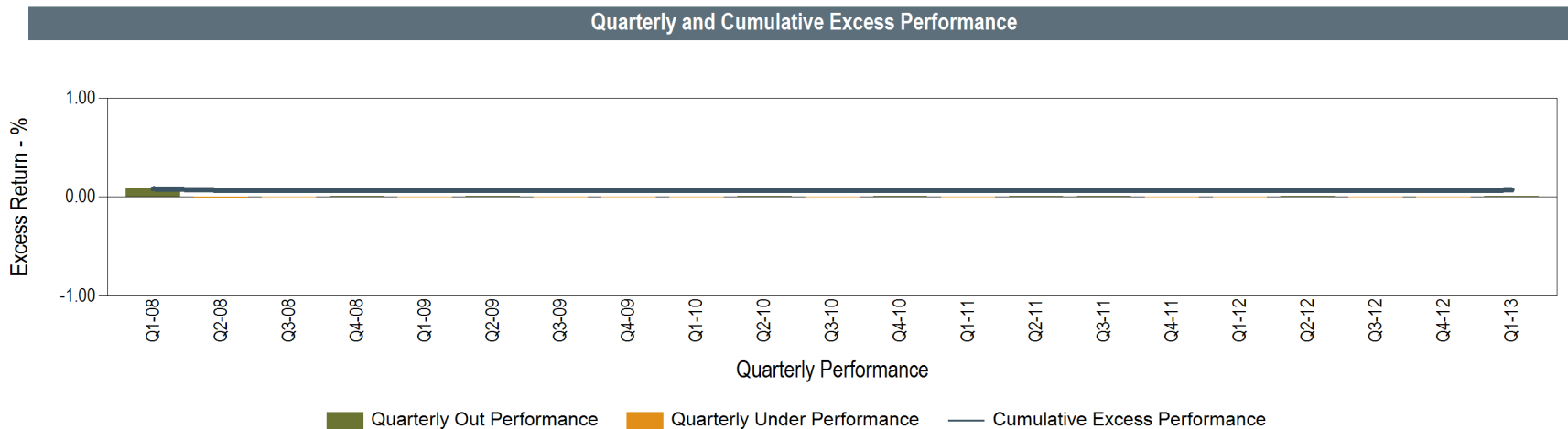
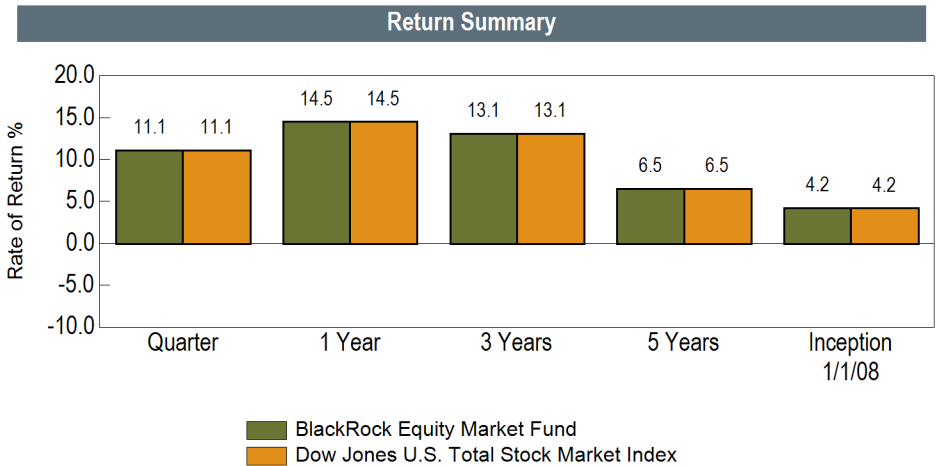
- Western U.S. Index Plus
- ◆ S&P 500 Index
- Risk Free
- 68% Confidence Interval
- eA All US Equity Net

## Manager Performance

Benchmark: Dow Jones U.S. Total Stock Market Index

The objective of the BlackRock U.S. Equity Market Fund is to approximate the return of the Dow Jones U.S. Total Stock Market Index. The Dow Jones U.S. Total Stock Market Index contains essentially all publicly traded stocks in the U.S. Accordingly, it is the broadest available measure of the domestic stock market.

Account Information	
Account Name	BlackRock Equity Market Fund
Account Structure	Commingled Fund
Investment Style	Passive
Inception Date	1/01/08
Account Type	US Stock
Benchmark	Dow Jones U.S. Total Stock Market Index
Universe	eA All US Equity Net

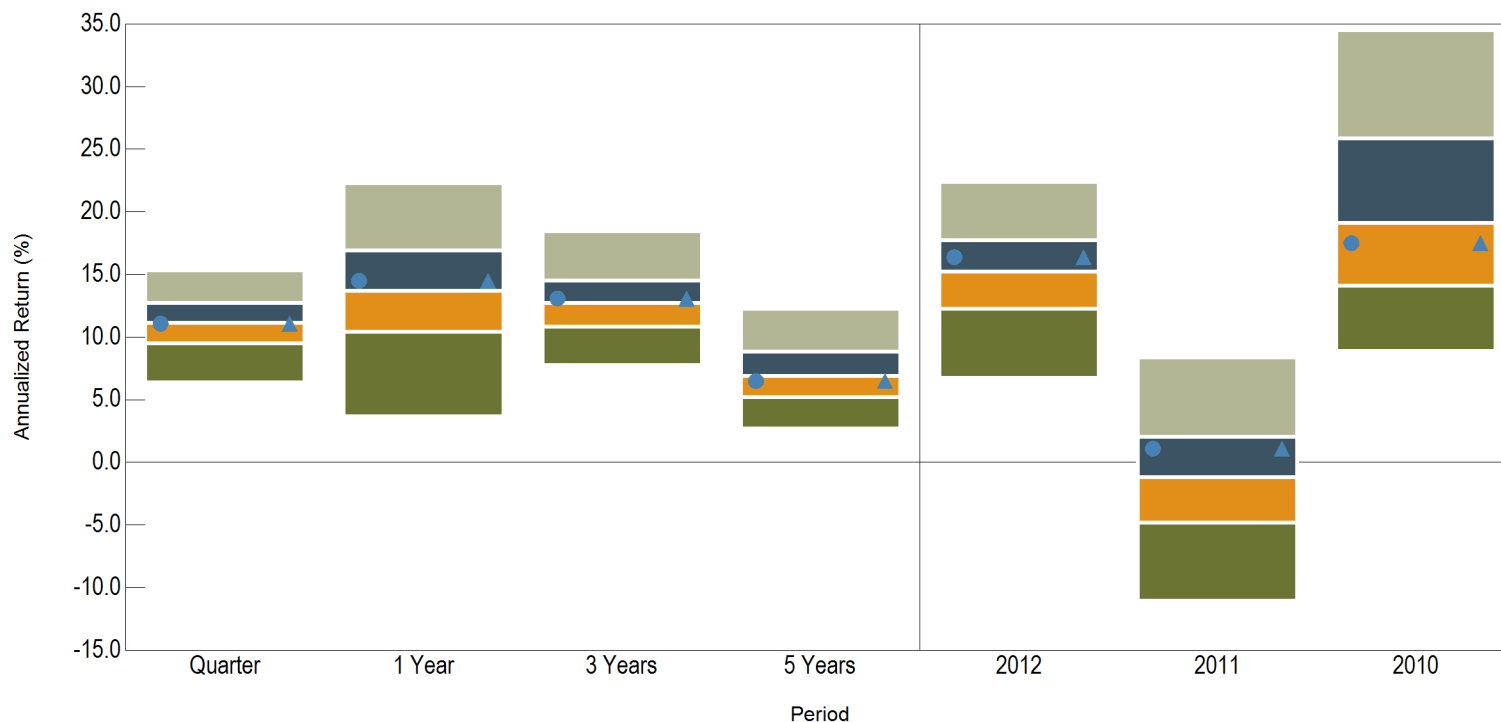


## Universe Comparison

Benchmark: Dow Jones U.S. Total Stock Market Index

Universe: eA All US Equity Net

Ending March 31, 2013



### Return (Rank)

<b>5th Percentile</b>	15.3	22.3	18.4	12.3	22.4	8.4	34.5
<b>25th Percentile</b>	12.7	17.0	14.5	8.9	17.7	2.1	25.9
<b>Median</b>	11.1	13.7	12.7	6.9	15.3	-1.1	19.1
<b>75th Percentile</b>	9.5	10.4	10.8	5.2	12.3	-4.8	14.1
<b>95th Percentile</b>	6.4	3.7	7.8	2.7	6.8	-11.0	8.9
<b># of Portfolios</b>	1,274	1,186	1,108	1,022	1,223	1,081	1,035
<b>● BlackRock Equity Market Fund</b>	11.1 (52)	14.5 (44)	13.1 (45)	6.5 (57)	16.4 (38)	1.1 (33)	17.5 (58)
<b>▲ Dow Jones U.S. Total Stock Market Index</b>	11.1 (52)	14.5 (44)	13.1 (45)	6.5 (57)	16.4 (38)	1.1 (33)	17.5 (58)

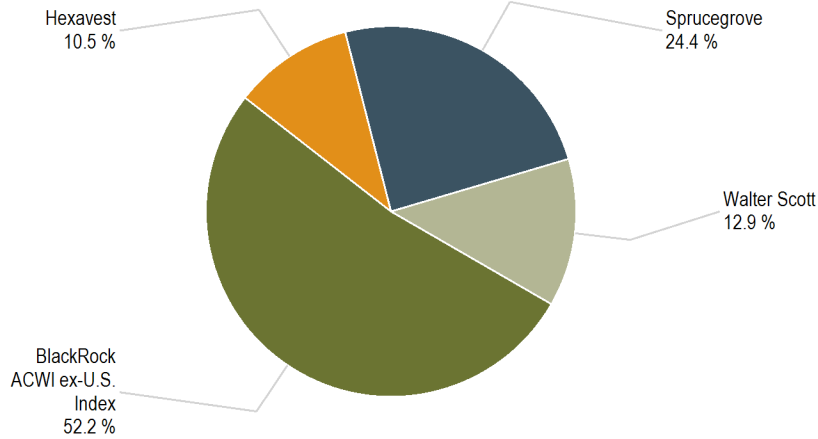


Total Non-U.S. Equity

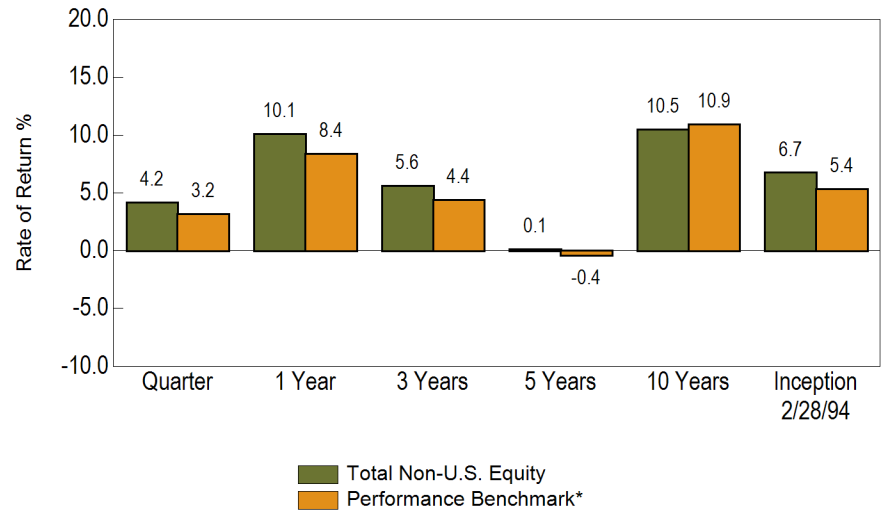
# Overview

Benchmark: Performance Benchmark\*

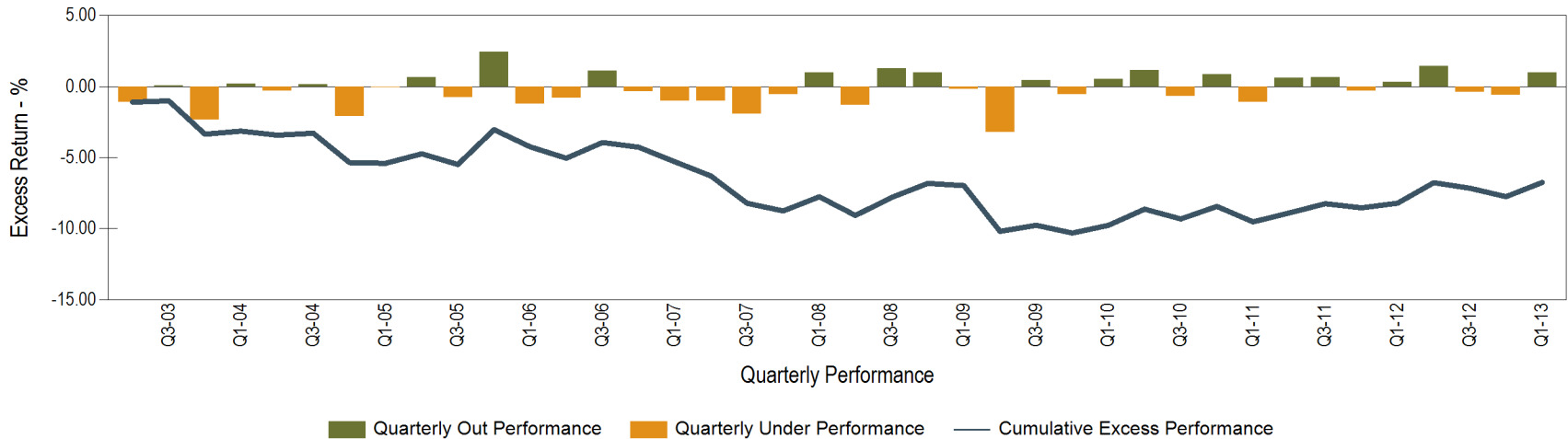
## Current Allocation



## Return Summary



## Quarterly and Cumulative Excess Performance

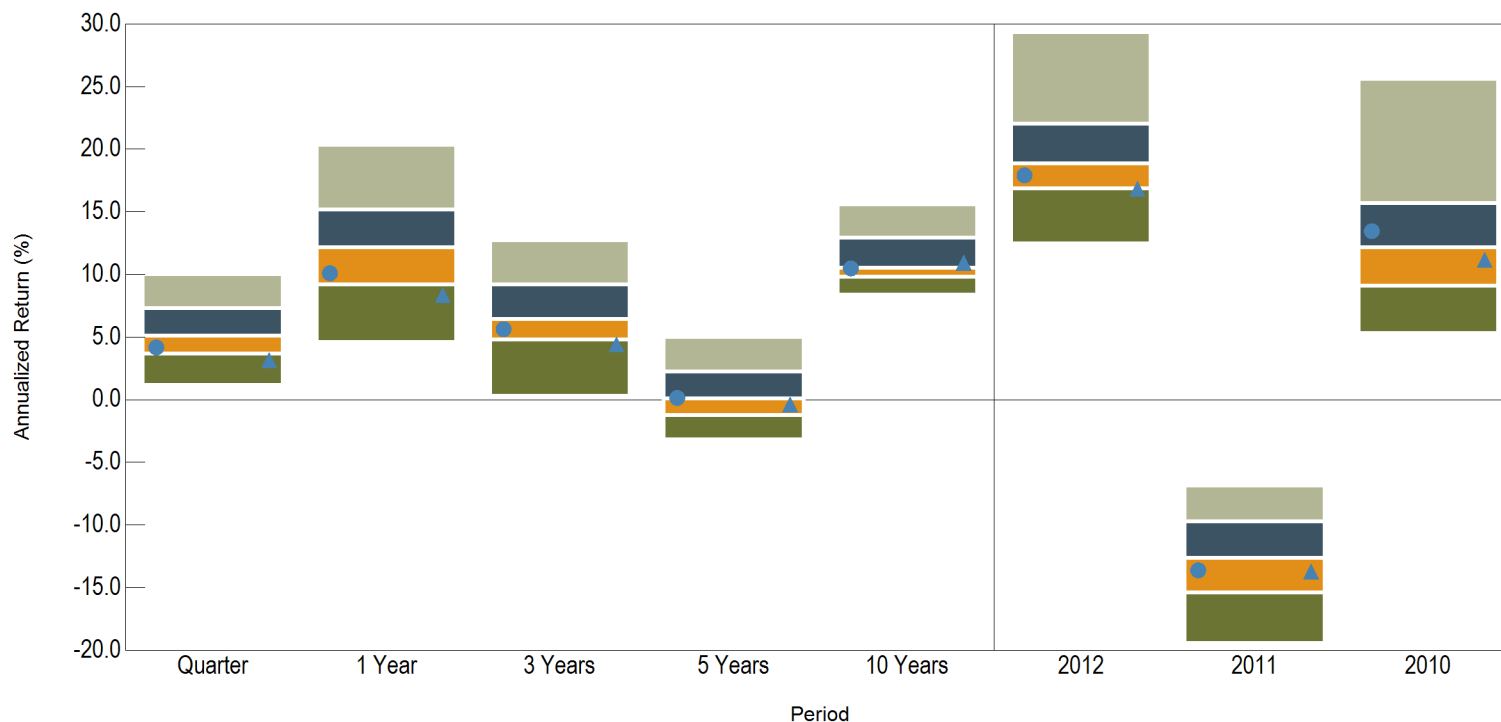


# Universe Comparison

Benchmark: Performance Benchmark\*

Universe: eA All EAFE Equity Net

Ending March 31, 2013



	Return (Rank)															
<b>5th Percentile</b>	10.0	20.4	12.7	5.0	15.6	29.3	-6.9	25.6								
<b>25th Percentile</b>	7.3	15.2	9.2	2.3	13.0	22.1	-9.7	15.7								
<b>Median</b>	5.1	12.2	6.5	0.2	10.6	18.9	-12.6	12.2								
<b>75th Percentile</b>	3.7	9.2	4.8	-1.2	9.9	16.9	-15.4	9.1								
<b>95th Percentile</b>	1.2	4.6	0.4	-3.1	8.4	12.5	-19.4	5.3								
<b># of Portfolios</b>	143	141	130	119	78	144	129	143								
<b>● Total Non-U.S. Equity</b>	4.2	(67)	10.1	(71)	5.6	(63)	0.1	(53)	10.5	(54)	17.9	(63)	-13.6	(59)	13.5	(38)
<b>▲ Performance Benchmark*</b>	3.2	(82)	8.4	(81)	4.4	(80)	-0.4	(61)	10.9	(43)	16.8	(77)	-13.7	(60)	11.2	(54)

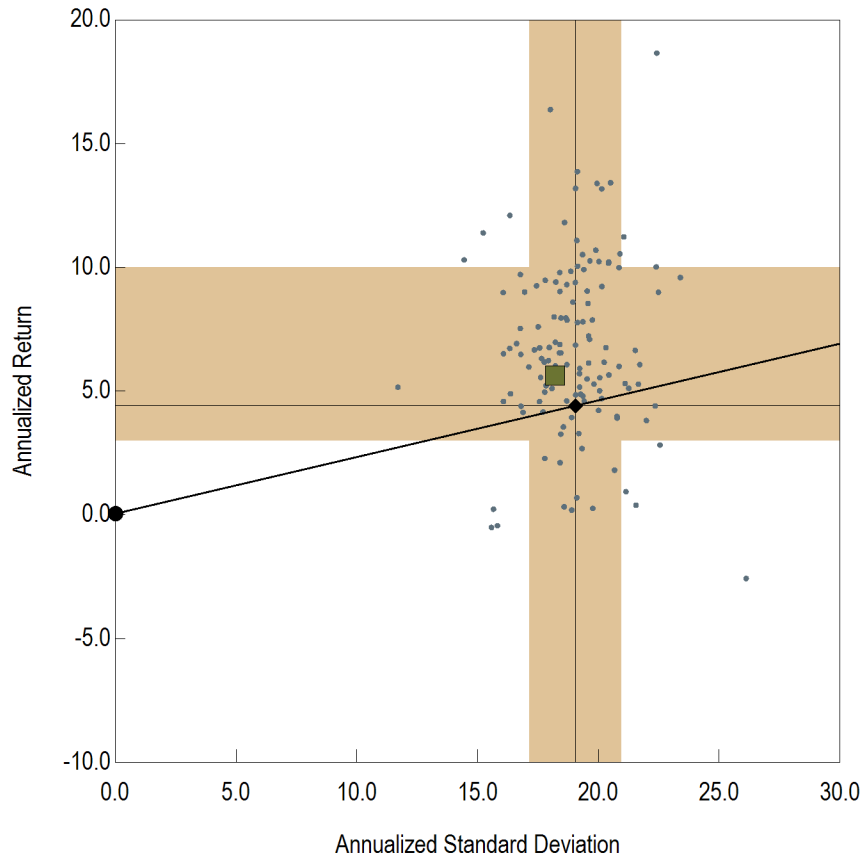


Risk Profile

Benchmark: Performance Benchmark\*

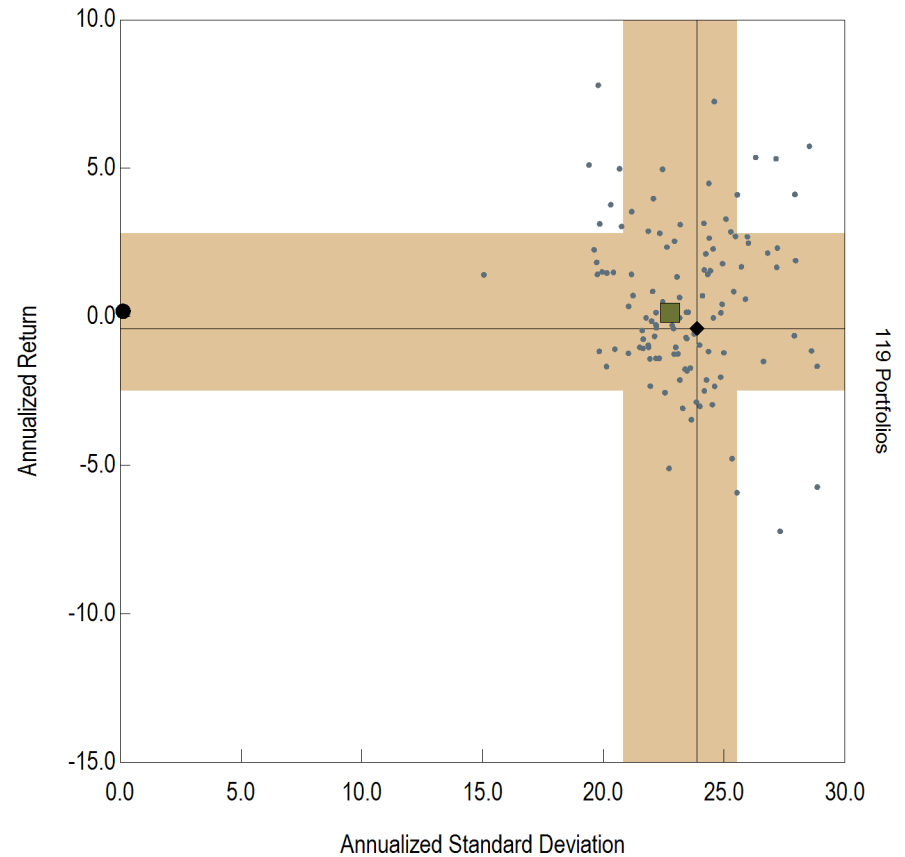
Universe: eA All EAFE Equity Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



- Total Non-U.S. Equity
- ◆ Performance Benchmark\*
- Risk Free
- 68% Confidence Interval
- eA All EAFE Equity Net

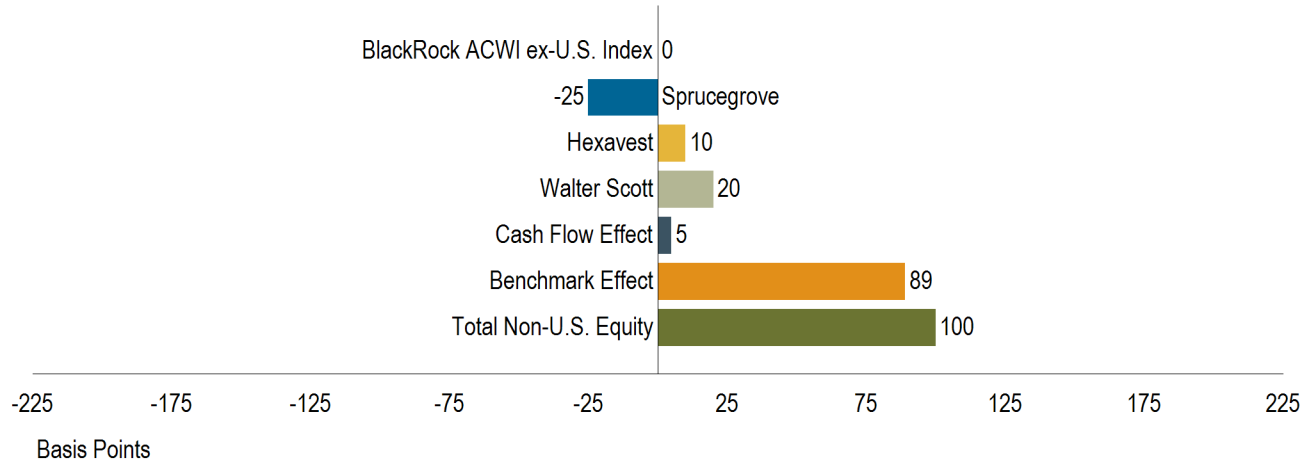
Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



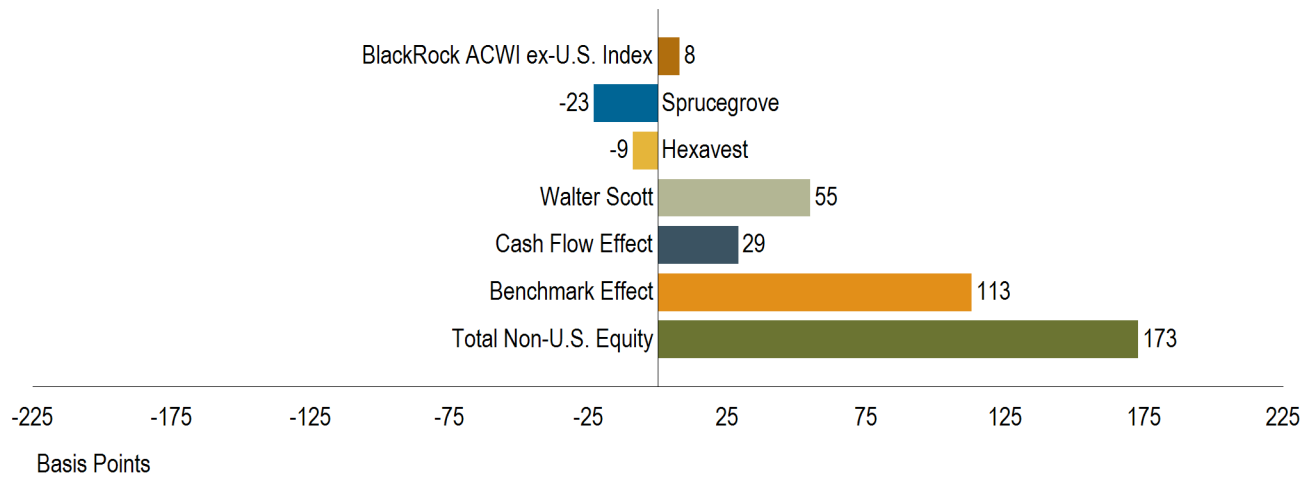
- Total Non-U.S. Equity
- ◆ Performance Benchmark\*
- Risk Free
- 68% Confidence Interval
- eA All EAFE Equity Net

# Attribution

**MANAGER ATTRIBUTION ANALYSIS  
3 MONTHS ENDING 3/31/13**



**MANAGER ATTRIBUTION ANALYSIS  
1 YEAR ENDING 3/31/13**

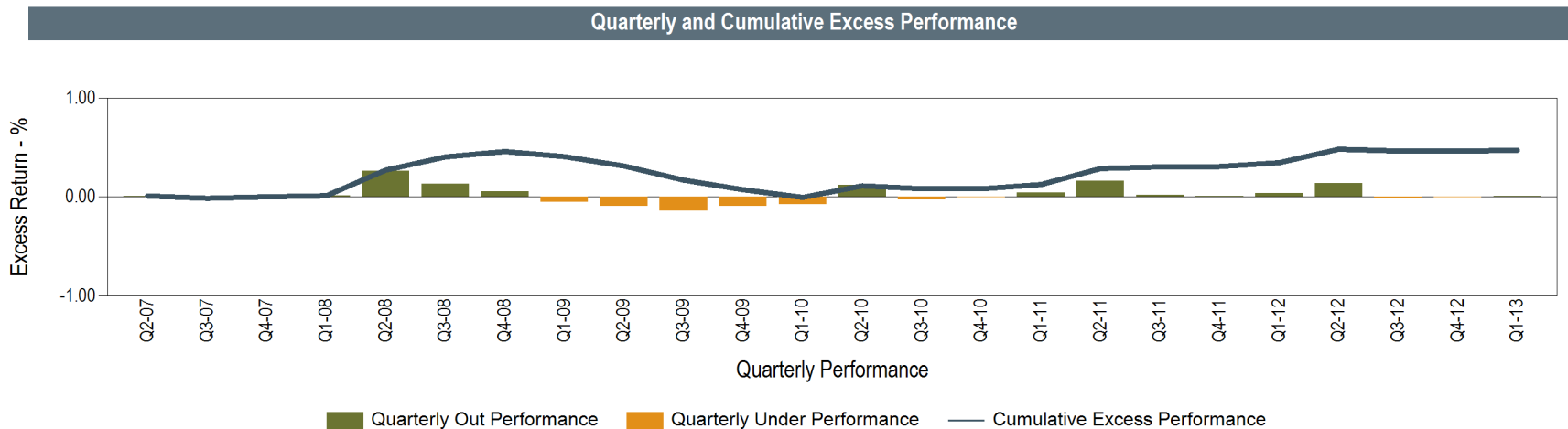
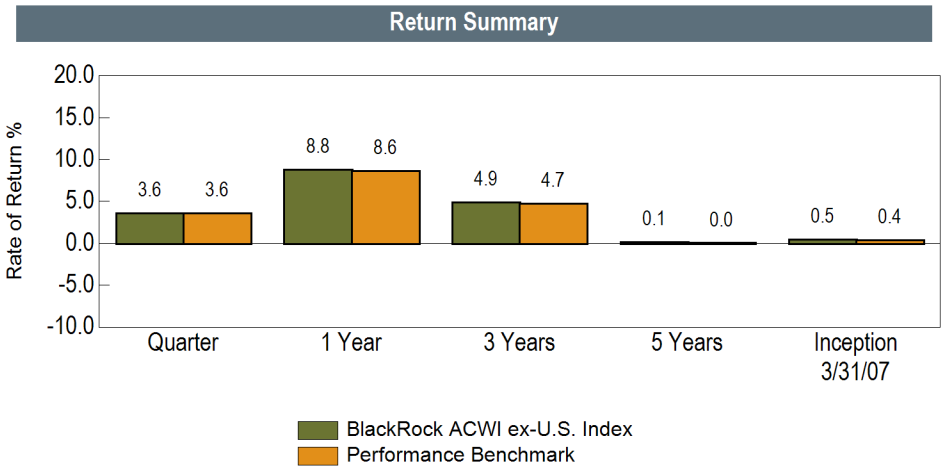


## Manager Performance

Benchmark: Performance Benchmark

The BlackRock ACWI ex-U.S. Index Fund is designed to track the performance and risk characteristics of the MSCI All Country World ex-U.S. IM Index.

Account Information	
Account Name	BlackRock ACWI ex-U.S. Index
Account Structure	Commingled Fund
Investment Style	Passive
Inception Date	3/31/07
Account Type	Non-U.S. Stock - All
Benchmark	Performance Benchmark
Universe	eA All EAFE Equity Net

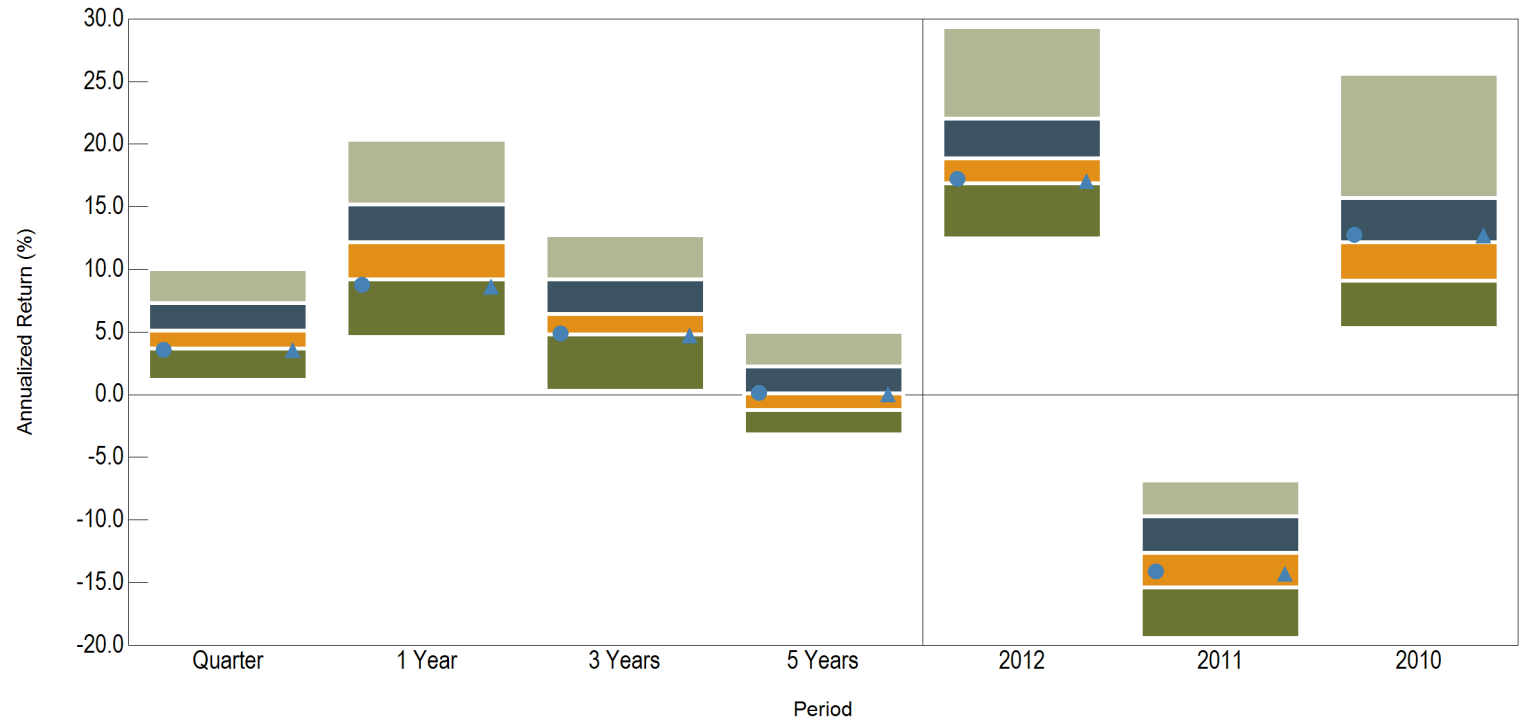


# Universe Comparison

Benchmark: Performance Benchmark

Universe: eA All EAFE Equity Net

Ending March 31, 2013



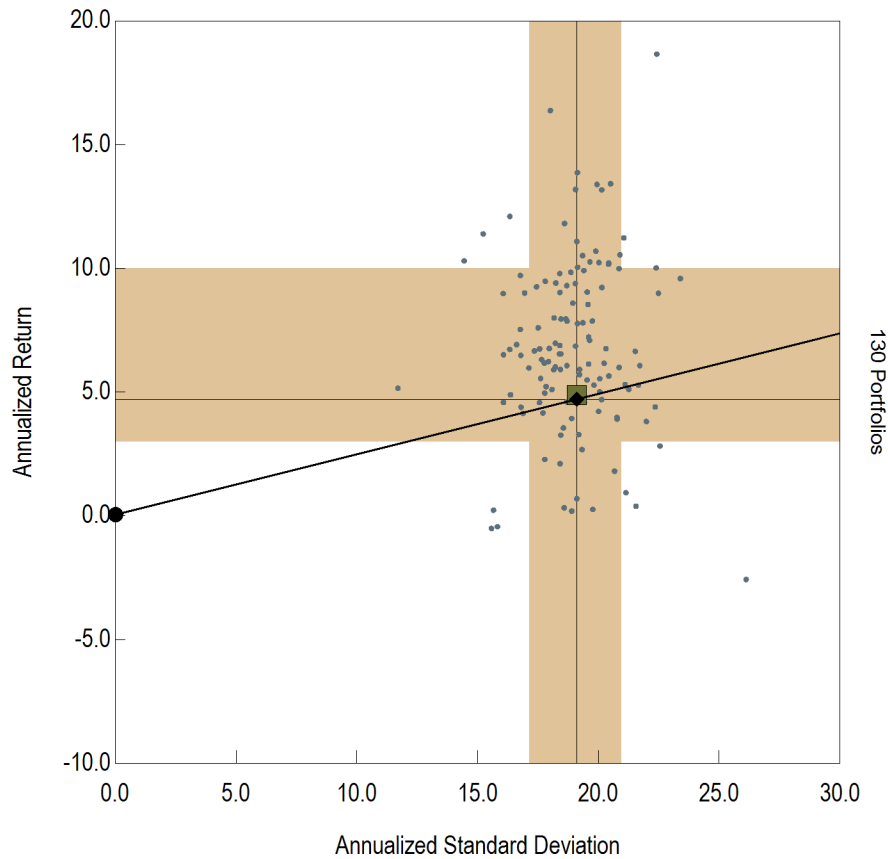
	Return (Rank)													
5th Percentile	10.0	20.4	12.7	5.0	29.3	-6.9	25.6							
25th Percentile	7.3	15.2	9.2	2.3	22.1	-9.7	15.7							
Median	5.1	12.2	6.5	0.2	18.9	-12.6	12.2							
75th Percentile	3.7	9.2	4.8	-1.2	16.9	-15.4	9.1							
95th Percentile	1.2	4.6	0.4	-3.1	12.5	-19.4	5.3							
# of Portfolios	143	141	130	119	144	129	143							
● BlackRock ACWI ex-U.S. Index	3.6	(78)	8.8	(78)	4.9	(74)	0.1	(52)	17.2	(72)	-14.1	(65)	12.8	(45)
▲ Performance Benchmark	3.6	(78)	8.6	(79)	4.7	(76)	0.0	(54)	17.0	(74)	-14.3	(66)	12.7	(45)

Risk Profile

Benchmark: Performance Benchmark

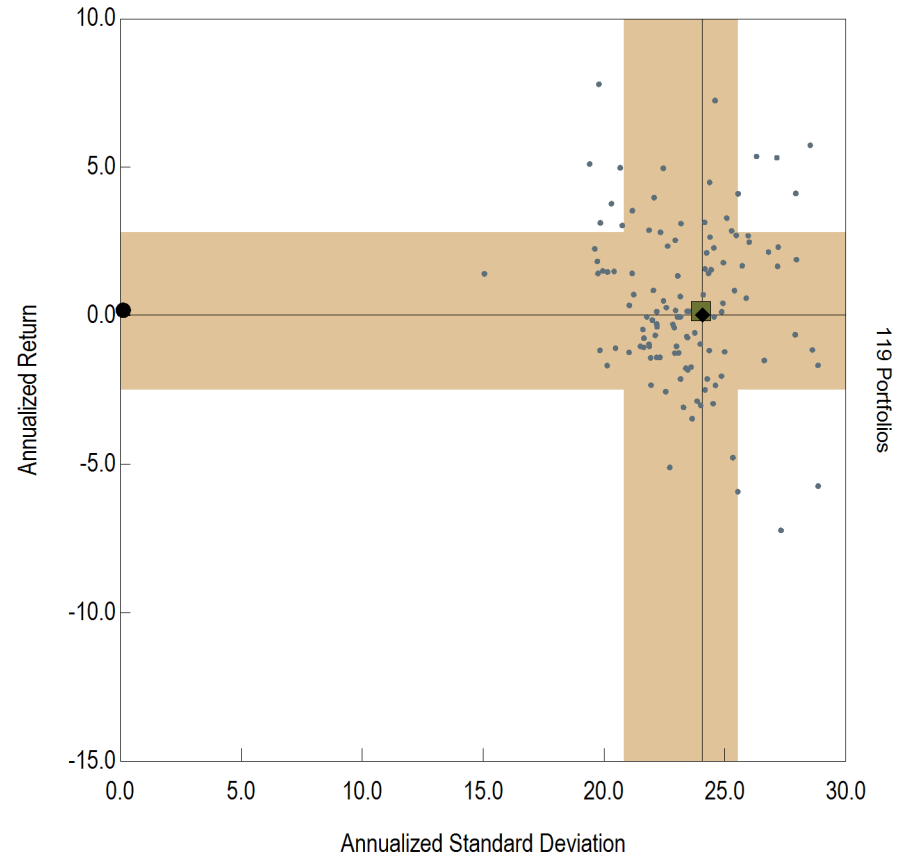
Universe: eA All EAFE Equity Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



- BlackRock ACWI ex-U.S. Index
- ◆ Performance Benchmark
- Risk Free
- 68% Confidence Interval
- eA All EAFE Equity Net

Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



- BlackRock ACWI ex-U.S. Index
- ◆ Performance Benchmark
- Risk Free
- 68% Confidence Interval
- eA All EAFE Equity Net

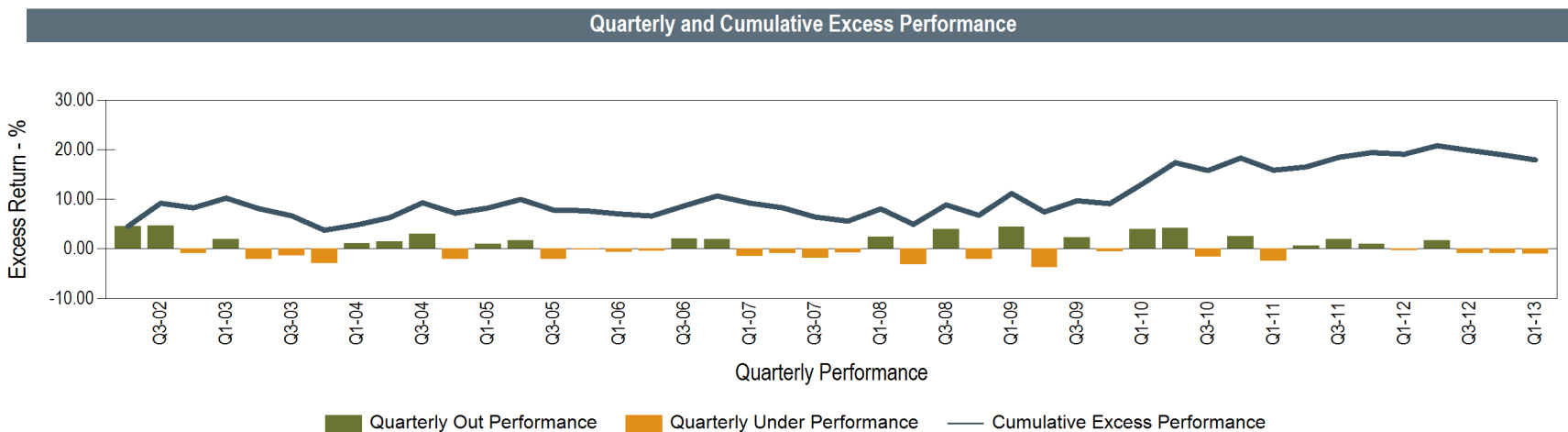
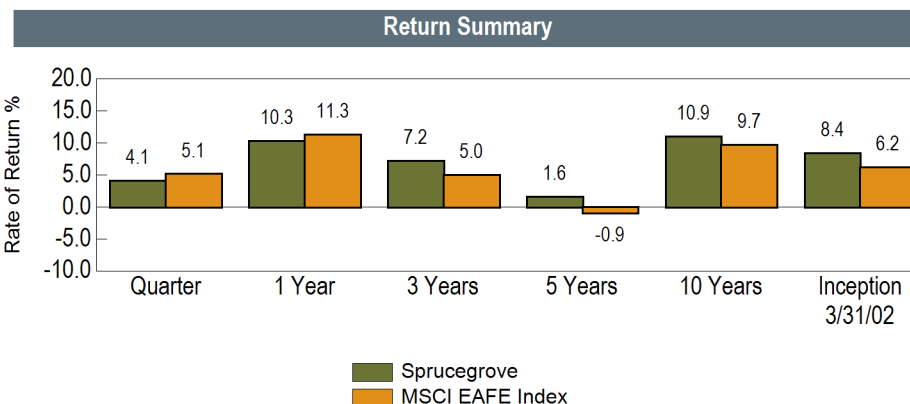
## Manager Performance

Benchmark: MSCI EAFE Index

Sprucegrove is a value manager, following a bottom-up approach, and seeking to invest in quality companies selling at attractive valuations. As a value manager, Sprucegrove believes that the international markets are inefficient and by maintaining a long term perspective, they can capitalize on mispricings in the market. Investment objectives are: to maximize the long-term rate of return while preserving the investment capital of the fund by avoiding investment strategies that expose fund assets to excessive risk; to outperform the benchmark over a full market cycle; and to achieve a high ranking relative to similar funds over a market cycle.

High emphasis is given to balance sheet fundamentals, historical operating results, and company management. If a company is truly promising, the portfolio management team instructs the analyst to do a full research report to ensure the company qualifies for inclusion in Sprucegrove's investable universe. There are approximately 300 companies on Sprucegrove's working list.

Account Information	
Account Name	<b>Sprucegrove</b>
Account Structure	<b>Commingled Fund</b>
Investment Style	<b>Active</b>
Inception Date	<b>3/31/02</b>
Account Type	<b>Non-U.S. Stock - All</b>
Benchmark	<b>MSCI EAFE Index</b>
Universe	<b>eA All EAFE Equity Net</b>

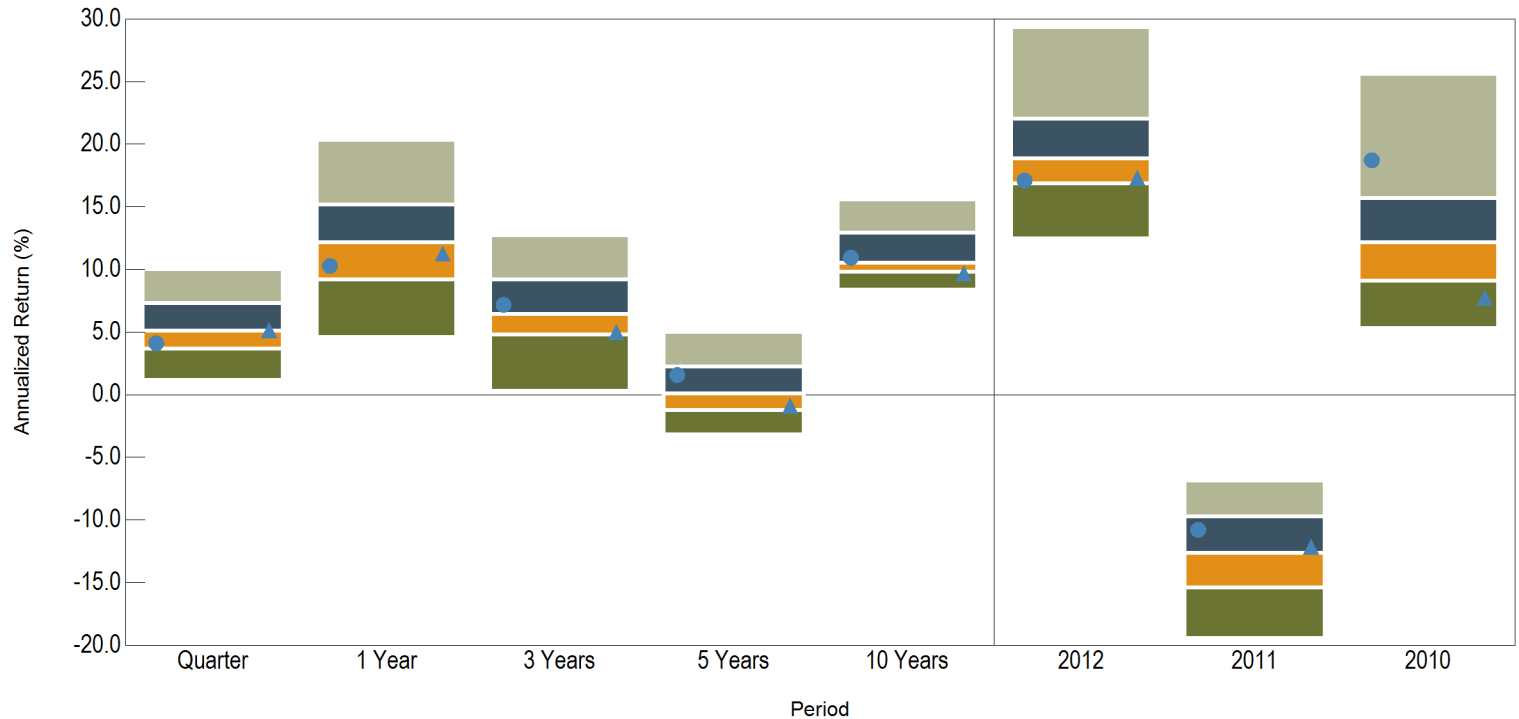


# Universe Comparison

Benchmark: MSCI EAFE Index

Universe: eA All EAFE Equity Net

Ending March 31, 2013



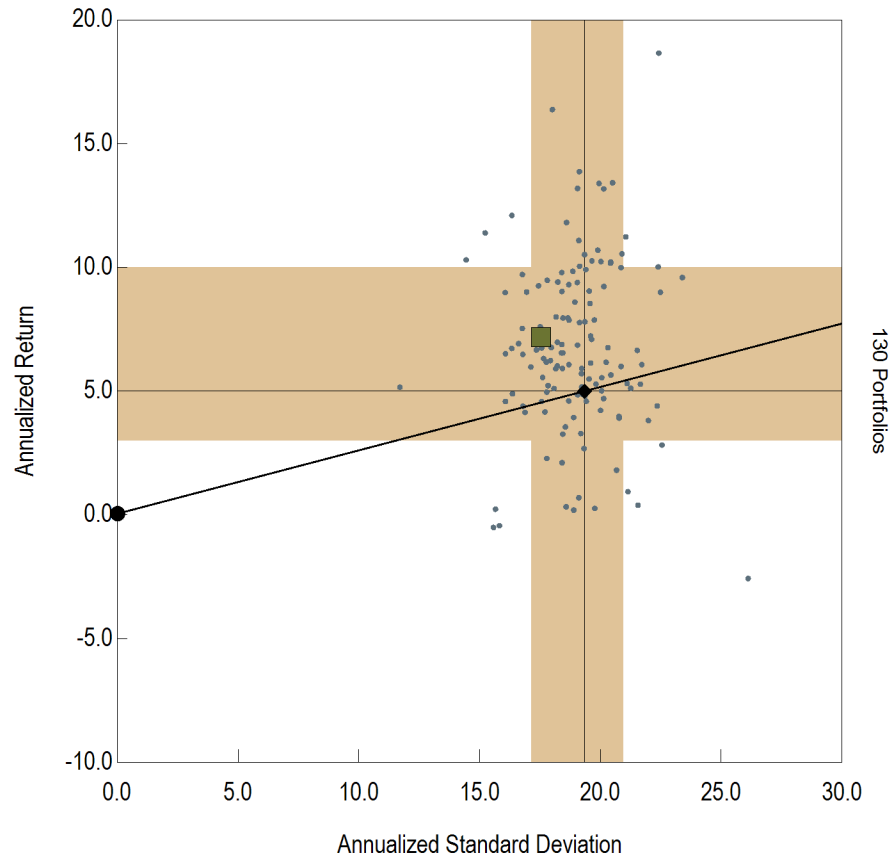
	Return (Rank)															
5th Percentile	10.0	20.4	12.7	5.0	15.6	29.3	-6.9	25.6								
25th Percentile	7.3	15.2	9.2	2.3	13.0	22.1	-9.7	15.7								
Median	5.1	12.2	6.5	0.2	10.6	18.9	-12.6	12.2								
75th Percentile	3.7	9.2	4.8	-1.2	9.9	16.9	-15.4	9.1								
95th Percentile	1.2	4.6	0.4	-3.1	8.4	12.5	-19.4	5.3								
# of Portfolios	143	141	130	119	78	144	129	143								
● Sprucegrove	4.1	(68)	10.3	(69)	7.2	(40)	1.6	(33)	10.9	(43)	17.1	(73)	-10.8	(31)	18.7	(15)
▲ MSCI EAFE Index	5.1	(52)	11.3	(58)	5.0	(72)	-0.9	(67)	9.7	(80)	17.3	(72)	-12.1	(45)	7.8	(83)

Risk Profile

Benchmark: MSCI EAFE Index

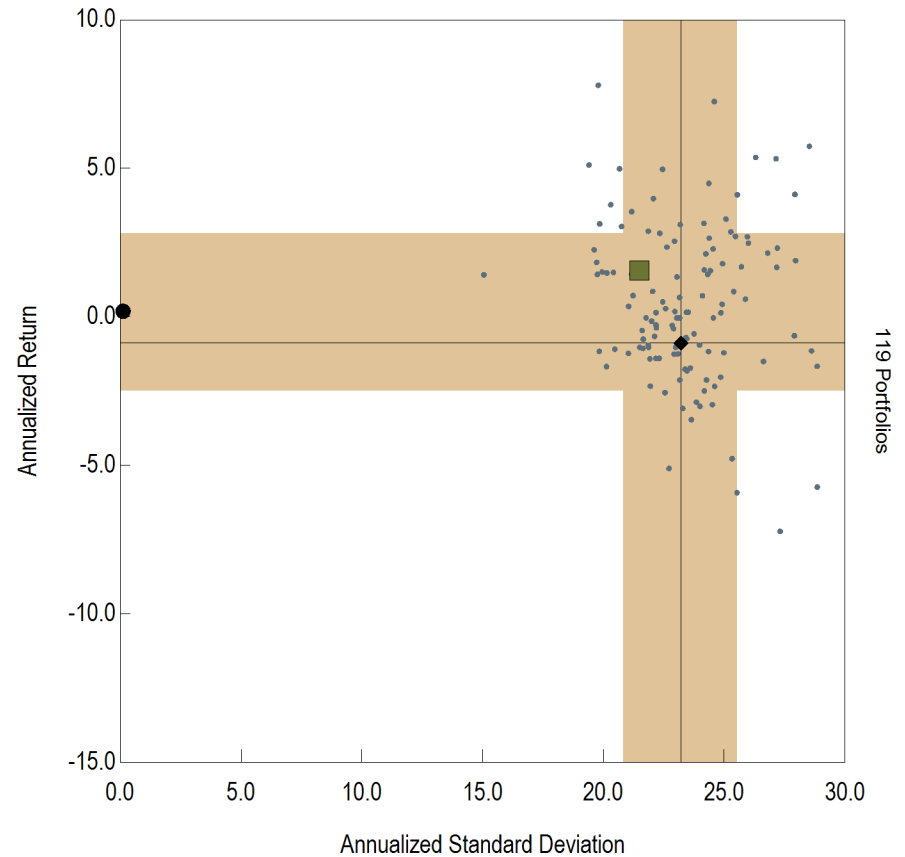
Universe: eA All EAFE Equity Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



- Sprucegrove
- ◆ MSCI EAFE Index
- Risk Free
- 68% Confidence Interval
- eA All EAFE Equity Net

Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



- Sprucegrove
- ◆ MSCI EAFE Index
- Risk Free
- 68% Confidence Interval
- eA All EAFE Equity Net



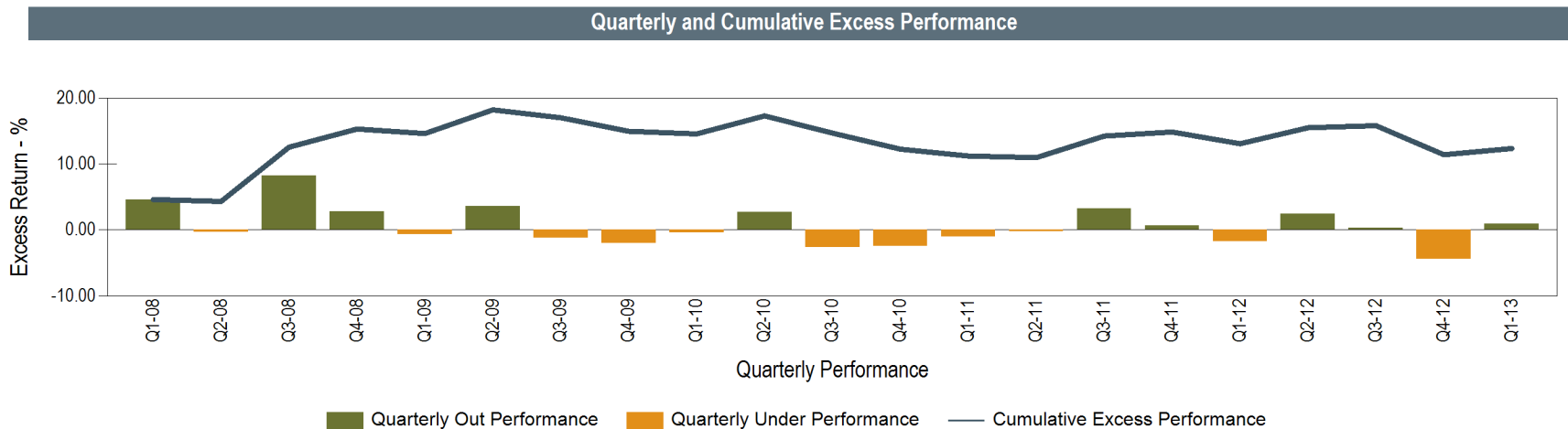
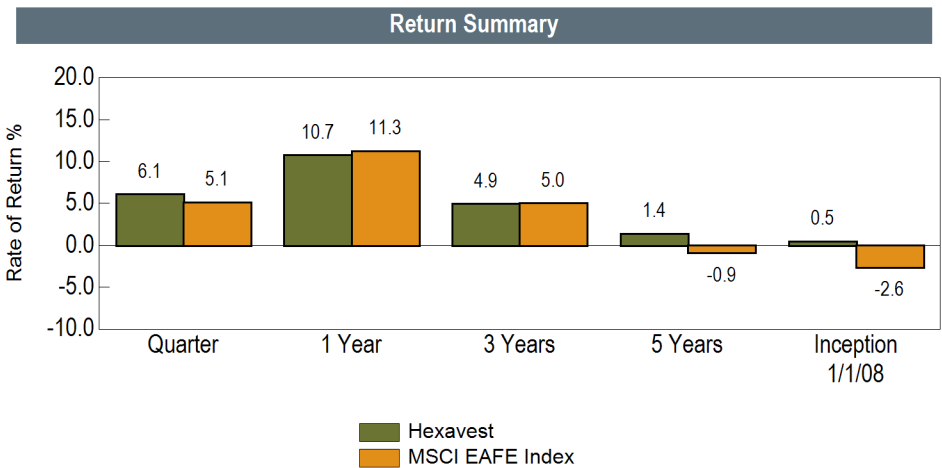
## Manager Performance

Benchmark: MSCI EAFE Index

The manager's investment process was established in the early 1990s and at the time was almost entirely macro-focused. The model was enhanced in 1999 to include a bottom-up component, expected to contribute 20% to the overall decision making, so that portfolio managers can fine tune the active positions to further express their market views.

Hexavest attempts to identify inconsistencies at a macro level by analyzing the following three factor groups: economic environment (e.g., growth and interest rates), valuation of the individual markets, and sentiment (e.g., momentum and risk).

Account Information	
Account Name	<b>Hexavest</b>
Account Structure	<b>Commingled Fund</b>
Investment Style	<b>Active</b>
Inception Date	<b>1/01/08</b>
Account Type	<b>Non-U.S. Stock - All</b>
Benchmark	<b>MSCI EAFE Index</b>
Universe	<b>eA All EAFE Equity Net</b>

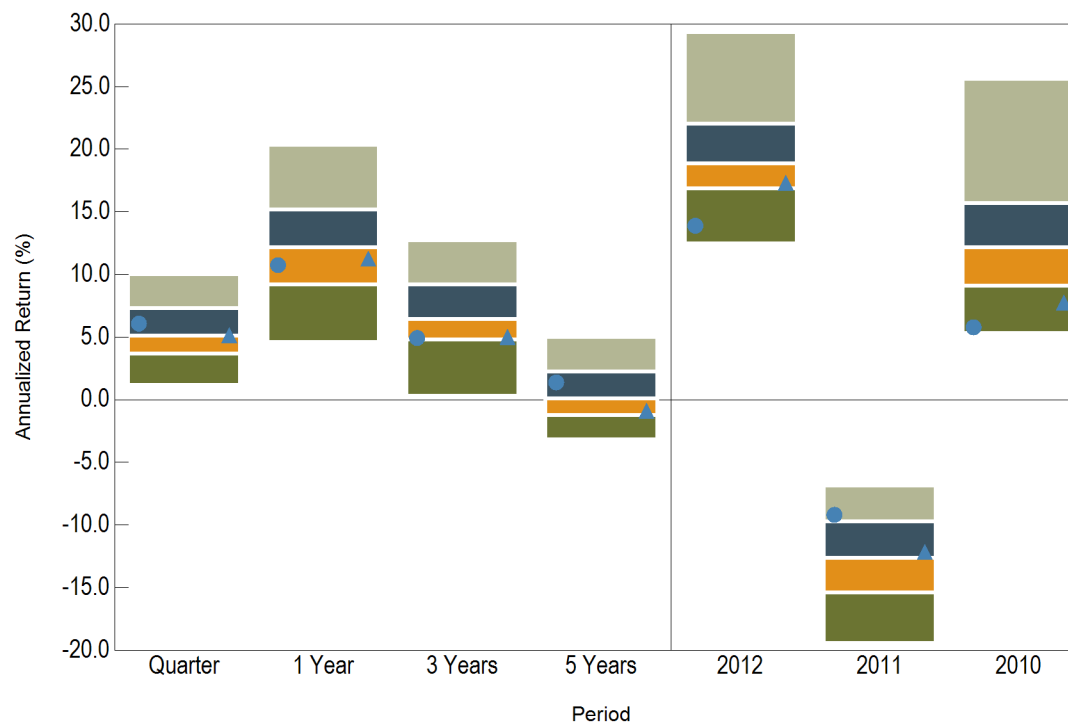


## Universe Comparison

Benchmark: MSCI EAFE Index

Universe: eA All EAFE Equity Net

Ending March 31, 2013



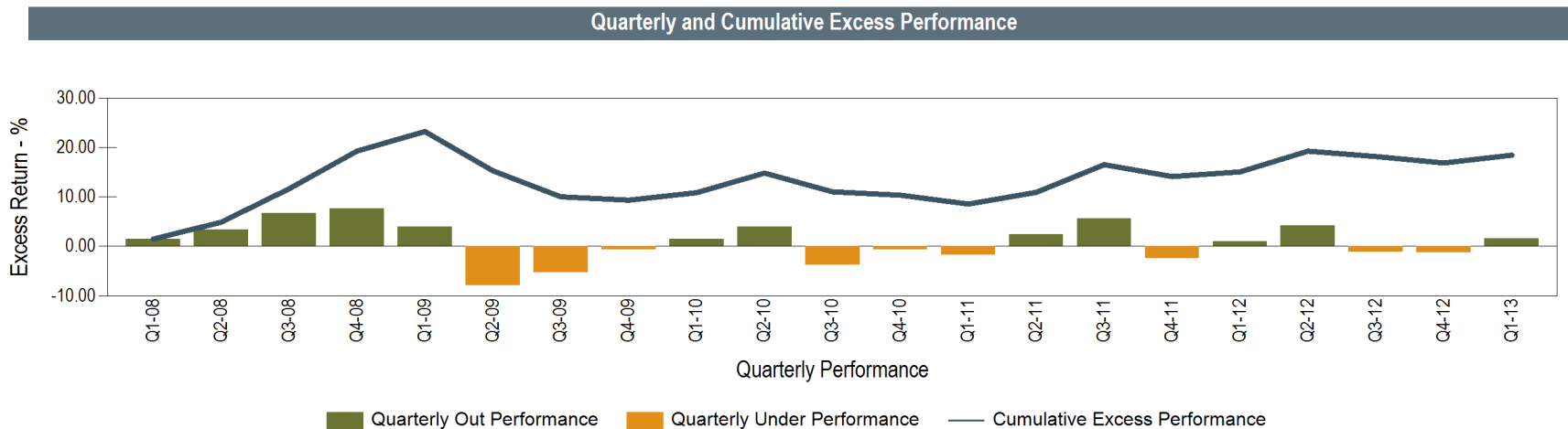
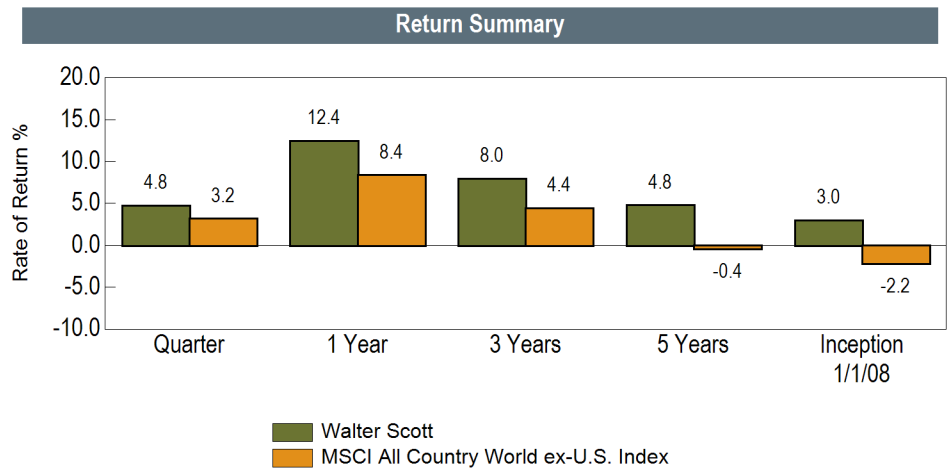
	Return (Rank)						
5th Percentile	10.0	20.4	12.7	5.0	29.3	-6.9	25.6
25th Percentile	7.3	15.2	9.2	2.3	22.1	-9.7	15.7
Median	5.1	12.2	6.5	0.2	18.9	-12.6	12.2
75th Percentile	3.7	9.2	4.8	-1.2	16.9	-15.4	9.1
95th Percentile	1.2	4.6	0.4	-3.1	12.5	-19.4	5.3
# of Portfolios	143	141	130	119	144	129	143
● Hexavest	6.1 (39)	10.7 (64)	4.9 (73)	1.4 (40)	13.9 (91)	-9.2 (22)	5.8 (95)
▲ MSCI EAFE Index	5.1 (52)	11.3 (58)	5.0 (72)	-0.9 (67)	17.3 (72)	-12.1 (45)	7.8 (83)

## Manager Performance

Benchmark: MSCI All Country World ex-U.S. Index

Walter Scott & Partners employs a bottom-up fundamental growth investment style. Security selection focuses on companies with 20% or more internal growth which will be sustainable over time. The manager identifies major political and economic trends that may impact industry or sector growth. At the company level, the manager utilizes fundamental analysis such as returns on invested capital, soundness of management, strength of balance sheet, and management track record. By gaining an understanding as to how the financial figures of the past were generated, the analysts will be able to better understand how future earnings will be generated.

Account Information	
Account Name	Walter Scott
Account Structure	Commingled Fund
Investment Style	Active
Inception Date	1/01/08
Account Type	Non-U.S. Stock - All
Benchmark	MSCI All Country World ex-U.S. Index
Universe	eA All EAFE Equity Net

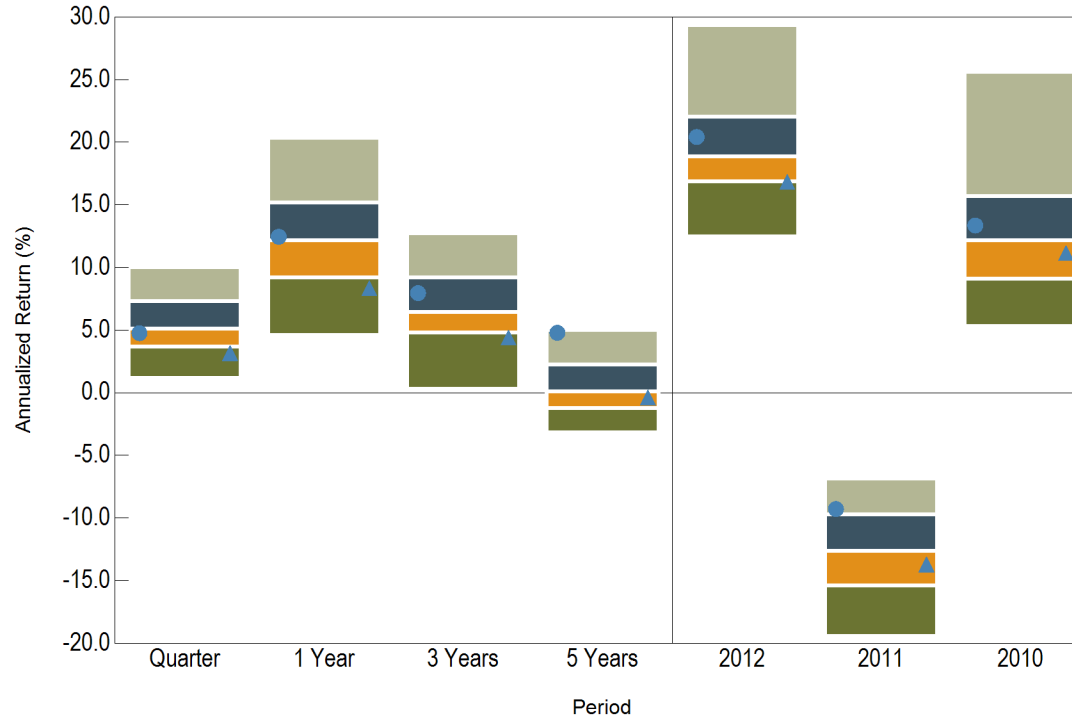


# Universe Comparison

Benchmark: MSCI All Country World ex-U.S. Index

Universe: eA All EAFE Equity Net

Ending March 31, 2013



	Return (Rank)						
5th Percentile	10.0	20.4	12.7	5.0	29.3	-6.9	25.6
25th Percentile	7.3	15.2	9.2	2.3	22.1	-9.7	15.7
Median	5.1	12.2	6.5	0.2	18.9	-12.6	12.2
75th Percentile	3.7	9.2	4.8	-1.2	16.9	-15.4	9.1
95th Percentile	1.2	4.6	0.4	-3.1	12.5	-19.4	5.3
# of Portfolios	143	141	130	119	144	129	143
● Walter Scott	4.8 (58)	12.4 (48)	8.0 (34)	4.8 (7)	20.4 (41)	-9.3 (23)	13.3 (40)
▲ MSCI All Country World ex-U.S. Index	3.7 (82)	8.4 (81)	4.4 (80)	-0.4 (61)	16.8 (77)	-13.7 (60)	11.2 (54)

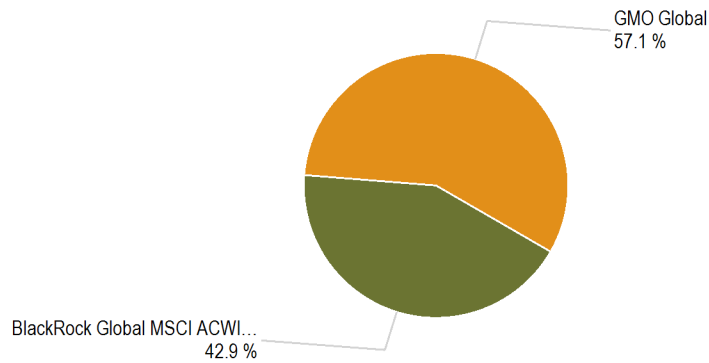


Total Global Equity

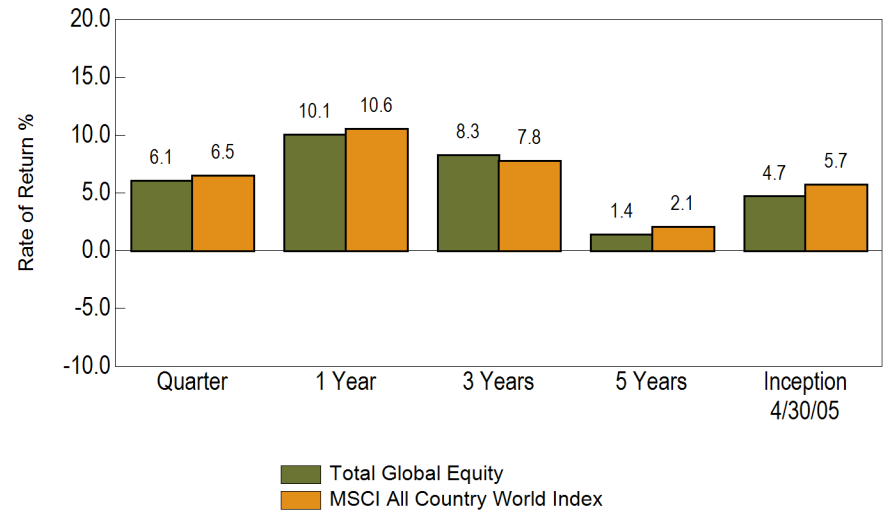
Overview

Benchmark: MSCI All Country World Index

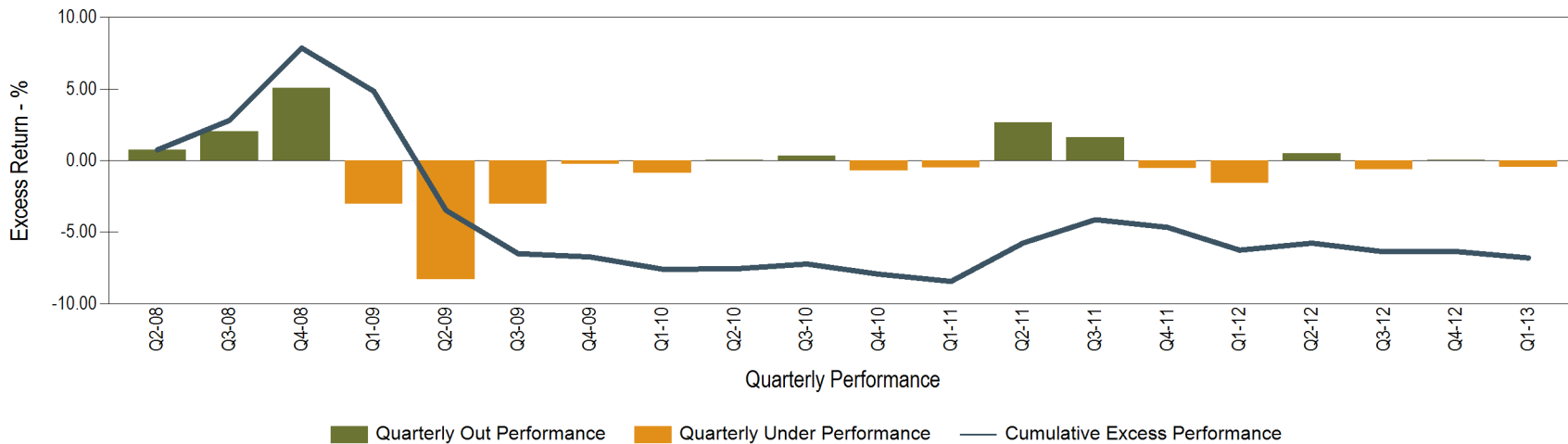
Current Allocation



Return Summary



Quarterly and Cumulative Excess Performance

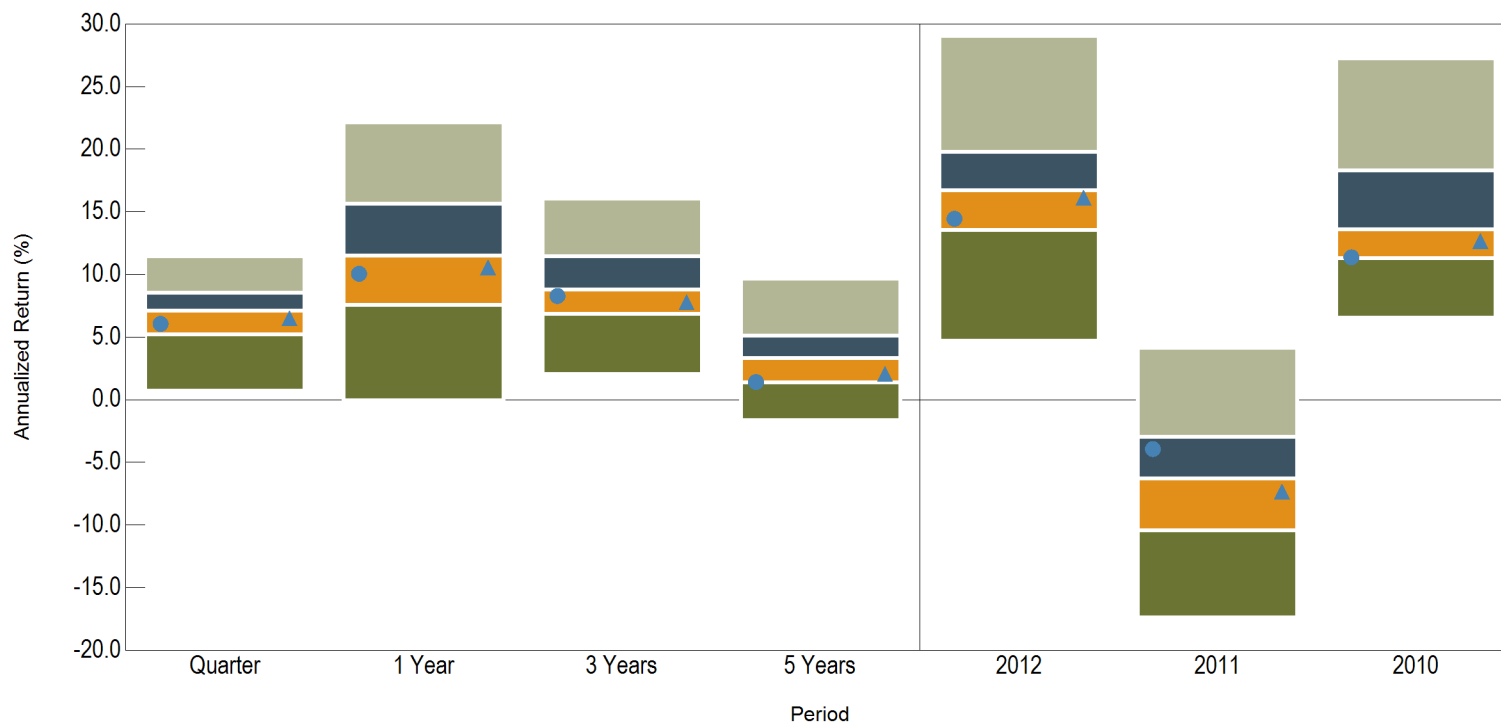


# Universe Comparison

Benchmark: MSCI All Country World Index

Universe: eA All Global Equity Net

Ending March 31, 2013



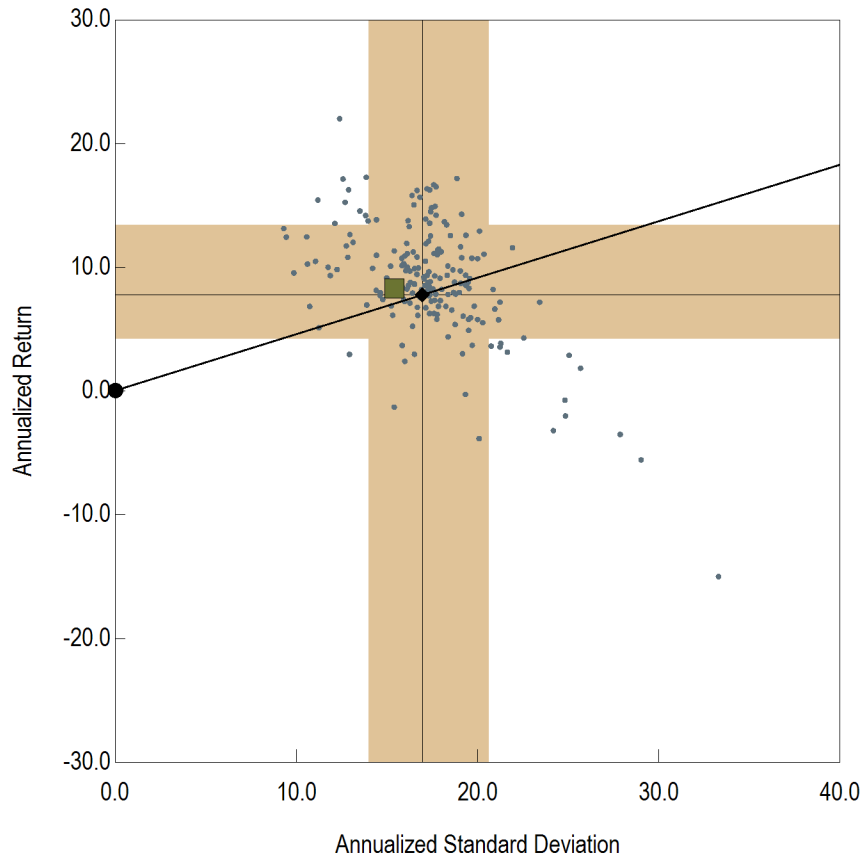
	Return (Rank)													
5th Percentile	11.4	22.1	16.0	9.6	29.0	4.1	27.2							
25th Percentile	8.6	15.7	11.5	5.2	19.8	-2.9	18.3							
Median	7.1	11.5	8.8	3.4	16.7	-6.3	13.6							
75th Percentile	5.2	7.6	6.9	1.4	13.6	-10.4	11.3							
95th Percentile	0.7	0.0	2.1	-1.6	4.8	-17.4	6.6							
# of Portfolios	226	218	190	160	230	186	140							
● Total Global Equity	6.1	(66)	10.1	(60)	8.3	(58)	1.4	(76)	14.4	(70)	-3.9	(35)	11.4	(75)
▲ MSCI All Country World Index	6.5	(60)	10.6	(57)	7.8	(67)	2.1	(71)	16.1	(56)	-7.3	(56)	12.7	(56)

Risk Profile

Benchmark: MSCI All Country World Index

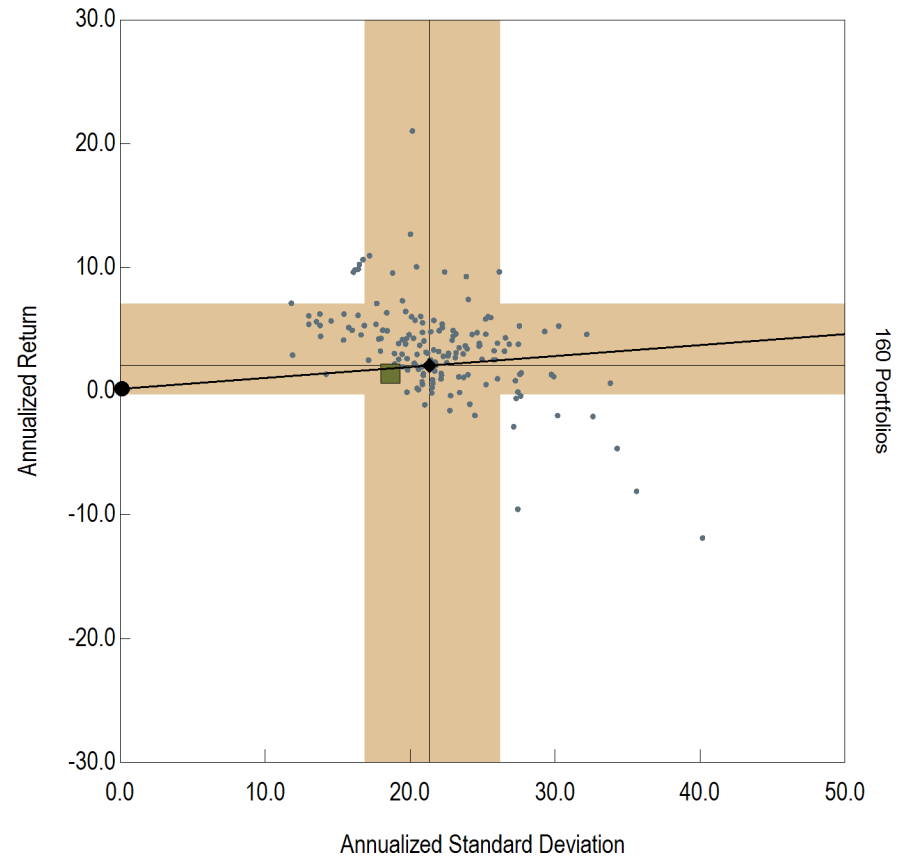
Universe: eA All Global Equity Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



- Total Global Equity
- ◆ MSCI All Country World Index
- Risk Free
- 68% Confidence Interval
- eA All Global Equity Net

Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013

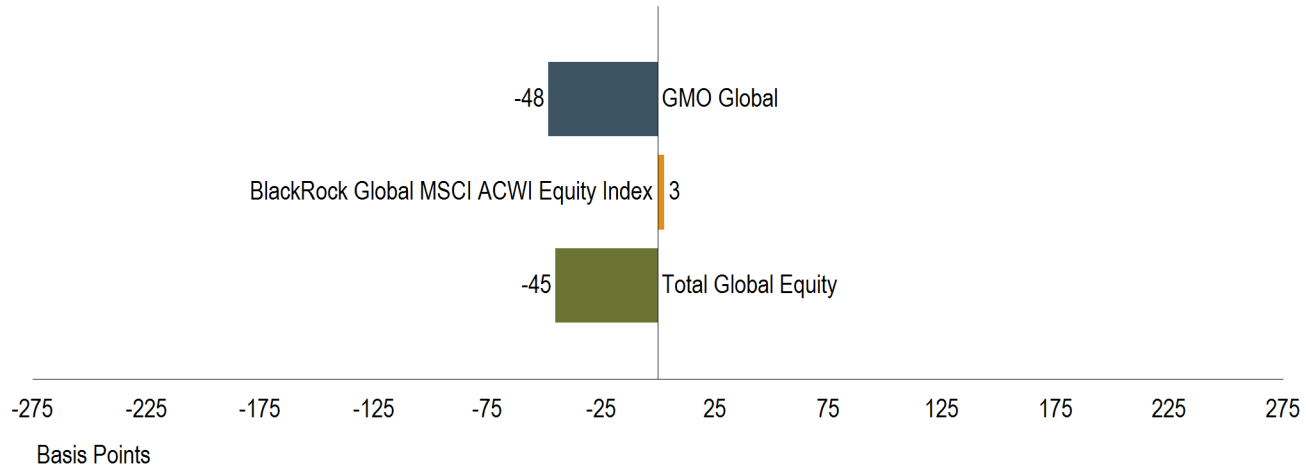


- Total Global Equity
- ◆ MSCI All Country World Index
- Risk Free
- 68% Confidence Interval
- eA All Global Equity Net

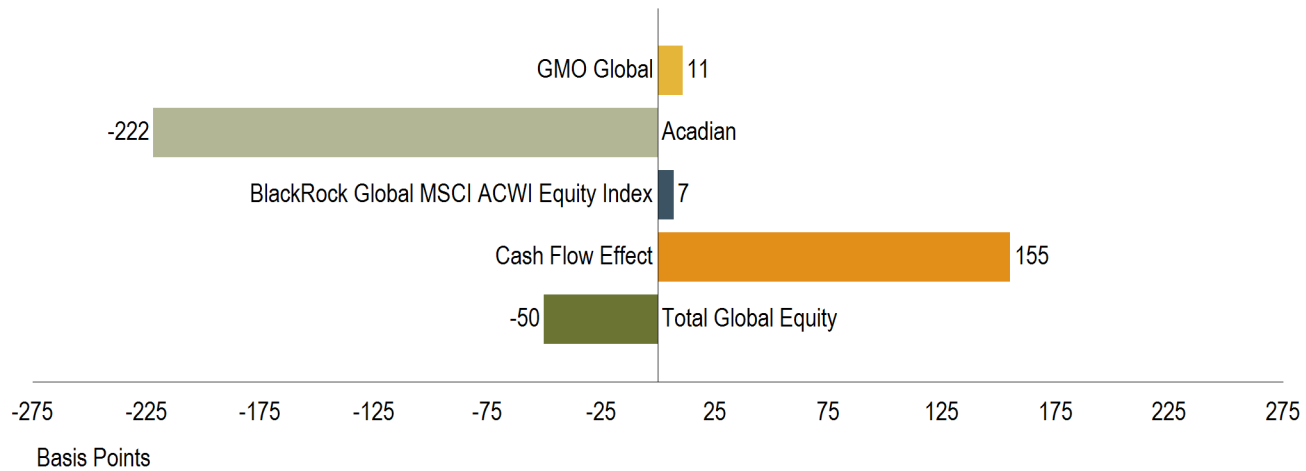


Attribution

**MANAGER ATTRIBUTION ANALYSIS  
3 MONTHS ENDING 3/31/13**



**MANAGER ATTRIBUTION ANALYSIS  
1 YEAR ENDING 3/31/13**



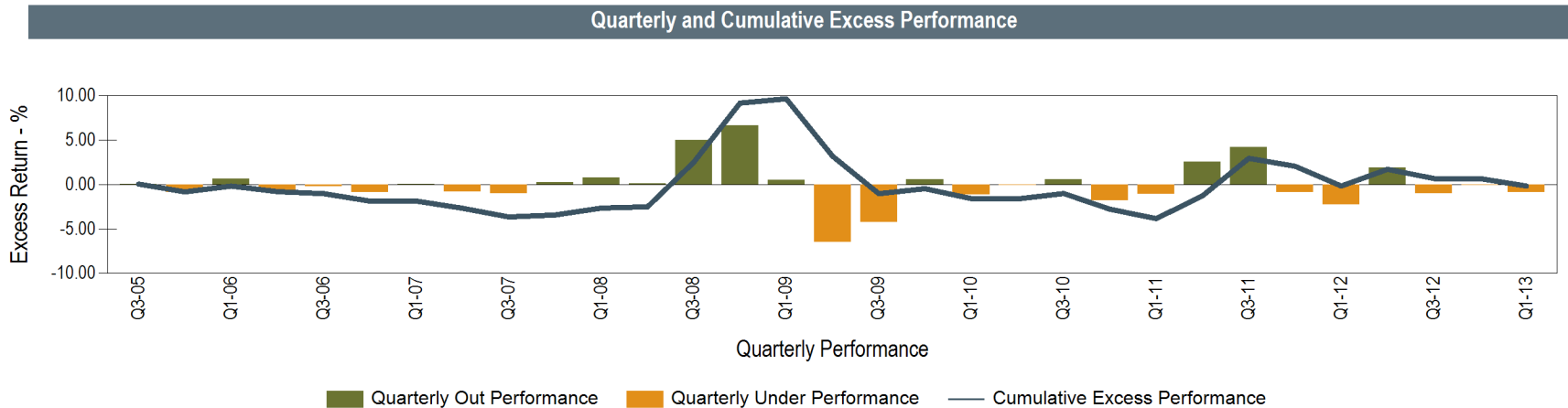
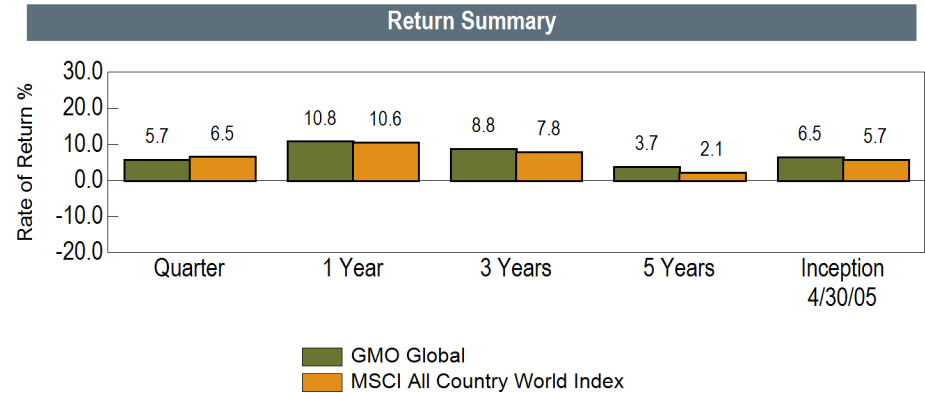
## Manager Performance

Benchmark: MSCI All Country World Index

GMO uses a quantitative investment process to allocate between several of their mutual funds. They aim to add value both from opportunistic allocation between various segments of the market and from stock selection within the individual funds.

GMO does not employ a team of traditional fundamental security analysts. Instead, they attempt to exploit market inefficiencies by evaluating asset classes and individual securities largely through quantitative analysis. They prepare seven-year forecasts for different asset classes by conducting regression analysis on statistical and macroeconomic data. The forecasts are revised once every year, which leads to re-allocation among the different mutual funds. There is minimal rebalancing during the year. While the global equity allocation portfolio has no style bias, both value and momentum factors are taken into account when evaluating potential holdings (at the individual fund level). About 70% of the contribution to the portfolio is expected from value-related factors and 30% from momentum-related ones.

Account Information	
Account Name	<b>GMO Global</b>
Account Structure	<b>Commingled Fund</b>
Investment Style	<b>Active</b>
Inception Date	<b>4/30/05</b>
Account Type	<b>Global Equity</b>
Benchmark	<b>MSCI All Country World Index</b>
Universe	<b>eA All Global Equity Net</b>

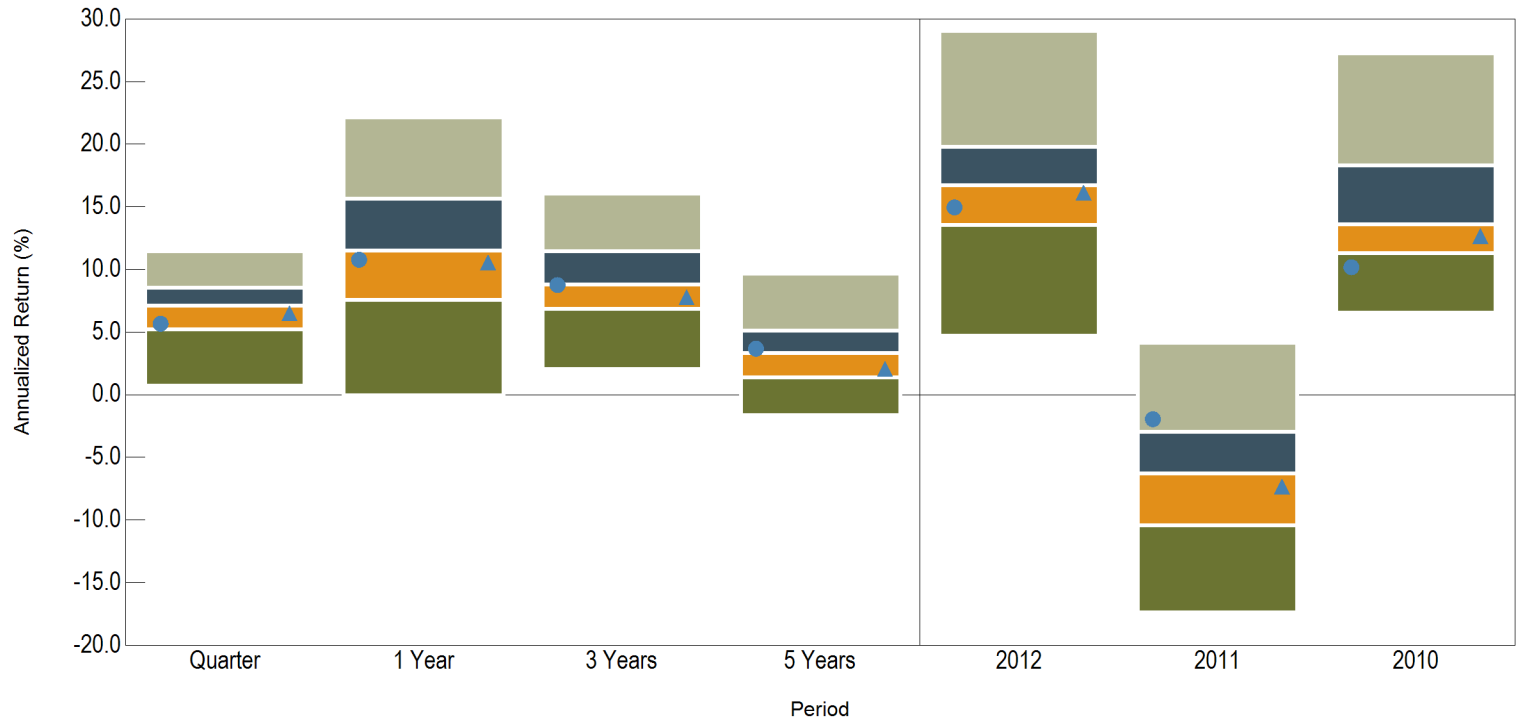


# Universe Comparison

Benchmark: MSCI All Country World Index

Universe: eA All Global Equity Net

Ending March 31, 2013



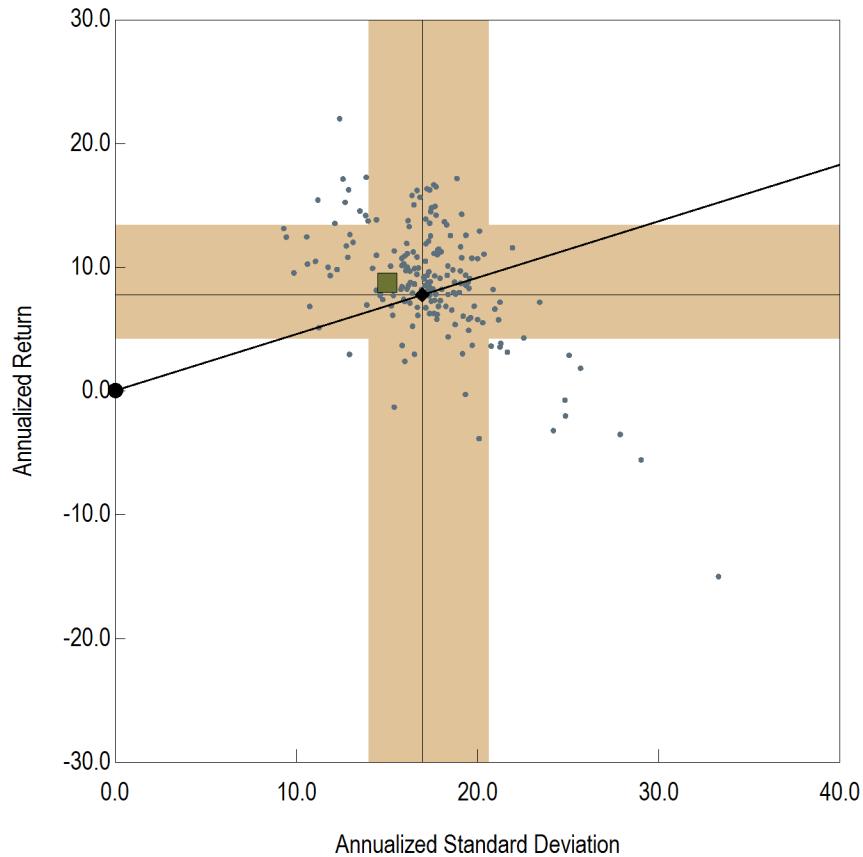
	Return (Rank)													
<b>5th Percentile</b>	11.4	22.1	16.0	9.6	29.0	4.1	27.2							
<b>25th Percentile</b>	8.6	15.7	11.5	5.2	19.8	-2.9	18.3							
<b>Median</b>	7.1	11.5	8.8	3.4	16.7	-6.3	13.6							
<b>75th Percentile</b>	5.2	7.6	6.9	1.4	13.6	-10.4	11.3							
<b>95th Percentile</b>	0.7	0.0	2.1	-1.6	4.8	-17.4	6.6							
<b># of Portfolios</b>	226	218	190	160	230	186	140							
<b>● GMO Global</b>	5.7	(71)	10.8	(55)	8.8	(53)	3.7	(48)	15.0	(68)	-2.0	(20)	10.2	(88)
<b>▲ MSCI All Country World Index</b>	6.5	(60)	10.6	(57)	7.8	(67)	2.1	(71)	16.1	(56)	-7.3	(56)	12.7	(56)

Risk Profile

Benchmark: MSCI All Country World Index

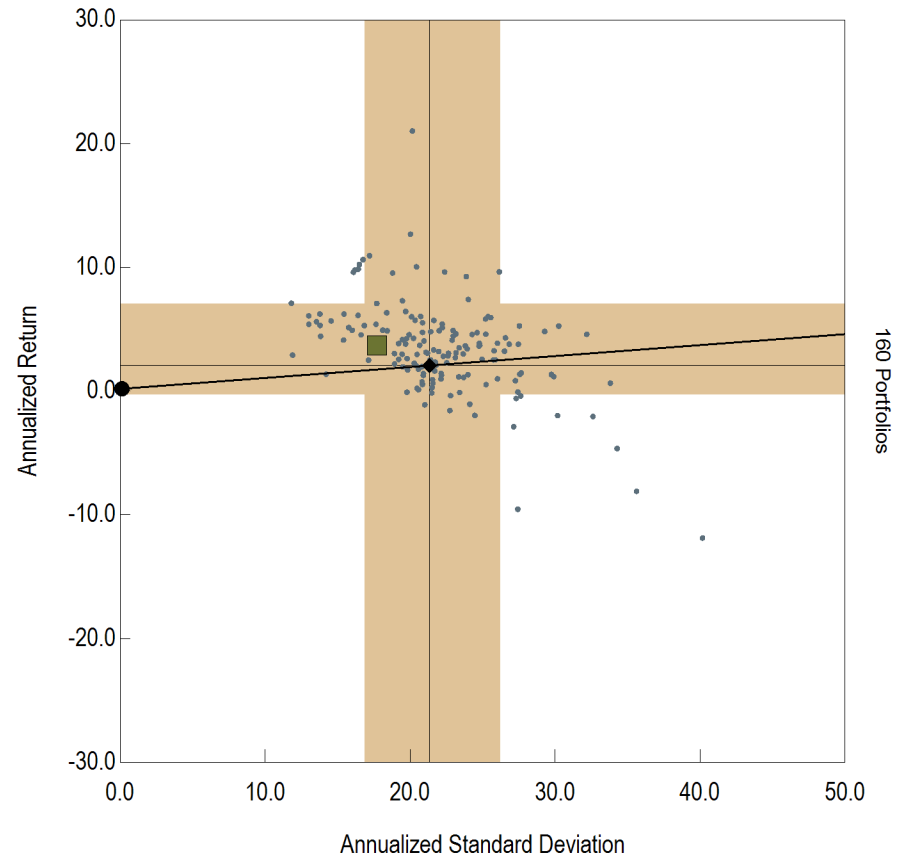
Universe: eA All Global Equity Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



- GMO Global
- ◆ MSCI All Country World Index
- Risk Free
- 68% Confidence Interval
- eA All Global Equity Net

Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013

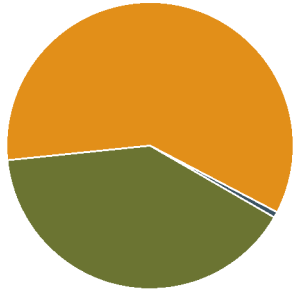


- GMO Global
- ◆ MSCI All Country World Index
- Risk Free
- 68% Confidence Interval
- eA All Global Equity Net

## Manager Analysis

Benchmark: MSCI All Country World Index

### Current Allocation



	Actual \$	Actual %
US Equity	\$73,359,468	40.0%
Non-US Equity	\$108,653,021	59.3%
US Fixed Inc.	\$1,198,205	0.7%
Non-US Fixed Inc.	\$0	0.0%
Alternative	\$0	0.0%
Real Estate	\$0	0.0%
Cash	\$0	0.0%
Other	\$0	0.0%
<b>Total</b>	<b>\$183,210,694</b>	

### Characteristics

	Portfolio	MSCI ACWI Gross
Number of Holdings	1,598	2,431
Weighted Avg. Market Cap. (\$B)	90.82	72.32
Median Market Cap. (\$B)	4.69	7.73
Price To Earnings	14.65	17.88
Price To Book	2.98	2.74
Price To Sales	1.95	2.00
Return on Equity (%)	19.33	16.58
Yield (%)	3.11	2.57
Beta	0.87	1.00
R-Squared	0.97	1.00

### Top Holdings

	Weight %
JOHNSON & JOHNSON	2.44%
GOOGLE 'A'	2.13%
COCA COLA	2.12%
PFIZER	1.98%
ORACLE	1.97%
MICROSOFT	1.96%
TOTAL	1.85%
CISCO SYSTEMS	1.77%
PHILIP MORRIS INTL.	1.66%
SANOFI	1.55%
<b>Total</b>	<b>19.42%</b>

### Best Performers

	Portfolio Weight %	Index Weight %	Return %
THAI TAP WATER SUPPLY FB	0.02%		122.07%
THOMAS COOK GROUP	0.07%		118.75%
J TRUST	0.01%		109.08%
HIGASHI NIHON HOUSE	0.00%		93.28%
SEIKO HOLDINGS	0.00%		88.09%
DAIHATSU DIESEL	0.00%		78.81%
NAMURA SHIPBLDG.	0.00%		76.07%
MARVELOUS AQL	0.00%		72.75%
KONAKA	0.00%		71.76%
HEWLETT-PACKARD	1.42%	0.15%	68.35%

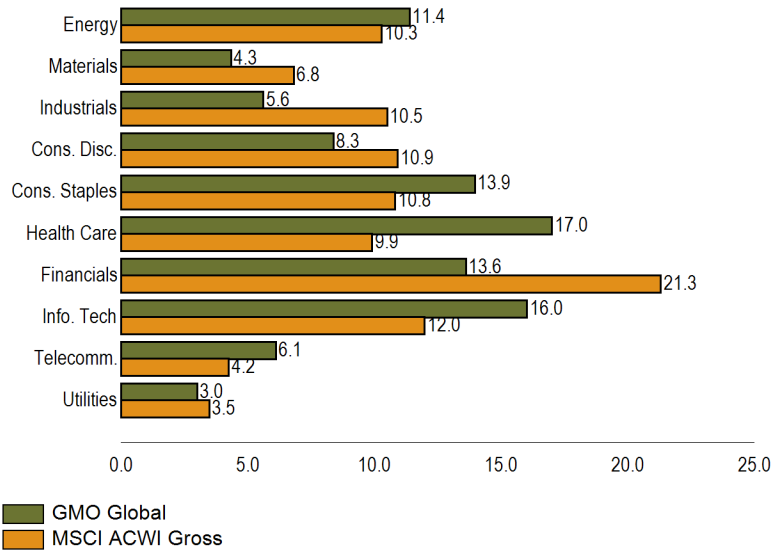
### Worst Performers

	Portfolio Weight %	Index Weight %	Return %
HOUSING DEV.&.INFR.	0.00%		-58.23%
KAZAKHMYS	0.00%	0.00%	-52.88%
WELSPUN	0.00%		-52.30%
GEO 'B'	0.00%		-48.21%
TELEKOMUNIKACJA POLSKA	0.00%		-48.10%
POSTNL	0.00%		-47.93%
ELETROPAULO PN	0.01%	0.00%	-40.22%
NII HDG.	0.00%		-39.34%
MARFIN INV.GP.HDG.	0.00%		-38.93%
KINROSS GD.WTS.17/09/14	0.00%		-36.88%

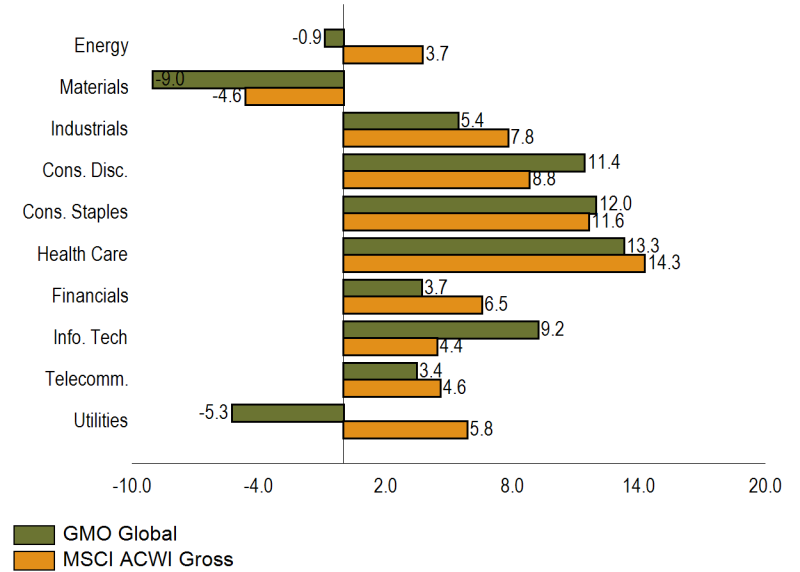
## Sector Attribution

Benchmark: MSCI All Country World Index

Sector Allocation (%) vs MSCI ACWI Gross



Sector Returns (%) vs MSCI ACWI Gross



GMO Global Fund Performance Attribution vs. MSCI ACWI Gross

	Total Effects		Selection Effect		Allocation Effect		Interaction Effects
Energy	-0.60%		0.02%		-0.65%		0.03%
Materials	0.10%		0.08%		0.13%		-0.11%
Industrials	-0.22%		0.13%		-0.15%		-0.20%
Cons. Disc.	0.14%		0.22%		-0.10%		0.02%
Cons. Staples	0.20%		-0.07%		0.42%		-0.15%
Health Care	0.34%		-0.11%		0.53%		-0.09%
Financials	-0.33%		-0.12%		-0.26%		0.06%
Info. Tech	0.57%		0.41%		-0.04%		0.20%
Telecomm.	-0.11%		0.02%		-0.08%		-0.05%
Utilities	-0.40%		0.14%		-0.35%		-0.18%
Cash	0.00%		0.00%		0.00%		0.00%
<b>Portfolio</b>	<b>-0.31%</b>	<b>=</b>	<b>0.72%</b>	<b>+</b>	<b>-0.56%</b>	<b>+</b>	<b>-0.47%</b>

## Country Allocation

Benchmark: MSCI All Country World Index

## Versus MSCI ACWI Gross - Quarter Ending March 31, 2013

	Manager Allocation (USD)	Index Allocation (USD)	Manager Return (USD)	Index Return (USD)
<b>Americas</b>				
Brazil*	1.9%	1.7%	-4.3%	-0.8%
Canada	1.1%	4.2%	7.1%	1.0%
Chile*	0.1%	0.2%	1.2%	4.6%
Colombia*	0.0%	0.2%	--	-6.5%
Mexico*	0.5%	0.7%	-5.1%	6.1%
Peru*	0.1%	0.1%	-11.1%	-2.6%
United States	37.7%	45.6%	11.8%	10.7%
<b>Total-Americas</b>	<b>41.3%</b>	<b>52.6%</b>	<b>10.4%</b>	<b>9.4%</b>
<b>Europe</b>				
Austria	0.2%	0.1%	3.5%	-4.6%
Belgium	0.7%	0.4%	10.7%	8.9%
Czech Republic*	0.3%	0.0%	-13.9%	-14.1%
Denmark	0.4%	0.4%	4.1%	4.3%
Finland	0.3%	0.3%	-10.1%	3.0%
France	5.9%	3.5%	0.3%	0.6%
Germany	3.2%	3.3%	-0.4%	0.5%
Greece	0.1%	0.0%	2.9%	14.0%
Hungary*	0.0%	0.0%	-2.2%	-6.6%
Ireland	0.2%	0.1%	12.6%	12.9%
Italy	2.5%	0.8%	-12.5%	-9.8%
Luxembourg	0.0%	0.0%	2.2%	6.6%
Netherlands	0.7%	0.9%	-5.4%	2.6%
Norway	0.2%	0.3%	9.2%	0.4%
Poland*	0.5%	0.2%	-20.6%	-11.6%
Portugal	0.1%	0.1%	1.8%	-0.3%
Russia*	2.1%	0.8%	-5.4%	-3.2%
Spain	3.0%	1.1%	-5.4%	-5.3%
Sweden	0.4%	1.2%	13.9%	9.8%
Switzerland	2.0%	3.2%	15.9%	11.7%
United Kingdom	11.0%	8.4%	3.4%	2.4%
<b>Total-Europe</b>	<b>34.0%</b>	<b>25.3%</b>	<b>0.3%</b>	<b>2.5%</b>

## Versus MSCI ACWI Gross - Quarter Ending March 31, 2013

	Manager Allocation (USD)	Index Allocation (USD)	Manager Return (USD)	Index Return (USD)
<b>AsiaPacific</b>				
Australia	2.2%	3.3%	13.3%	9.1%
China*	2.5%	2.4%	-6.4%	-4.5%
Hong Kong	0.5%	1.2%	0.7%	3.4%
India*	0.9%	0.9%	-1.4%	-2.5%
Indonesia*	0.8%	0.3%	13.9%	13.4%
Japan	11.4%	7.4%	12.6%	11.6%
Korea*	1.6%	2.0%	-2.5%	-4.1%
Malaysia*	0.1%	0.5%	-5.0%	-0.9%
New Zealand	0.2%	0.0%	6.9%	11.0%
Philippines*	0.4%	0.1%	22.5%	19.0%
Singapore	0.8%	0.7%	0.8%	3.0%
Sri Lanka*	0.0%	0.0%	12.5%	6.6%
Taiwan*	0.9%	1.4%	0.2%	-0.2%
Thailand*	0.7%	0.3%	17.4%	10.1%
<b>Total-AsiaPacific</b>	<b>23.0%</b>	<b>20.5%</b>	<b>7.9%</b>	<b>5.4%</b>
<b>Other</b>				
Egypt*	0.3%	0.0%	-9.3%	-12.7%
Israel	0.1%	0.2%	2.6%	7.2%
Kazakhstan	0.0%	0.0%	5.6%	6.6%
Morocco*	0.0%	0.0%	-1.7%	-3.0%
Nigeria	0.0%	0.0%	33.7%	6.6%
South Africa*	0.6%	1.0%	-10.0%	-8.9%
Turkey*	0.7%	0.3%	13.7%	8.3%
<b>Total-Other</b>	<b>1.7%</b>	<b>1.5%</b>	<b>0.7%</b>	<b>-3.9%</b>

\* Asterisk denotes Emerging Markets countries

## Manager Performance

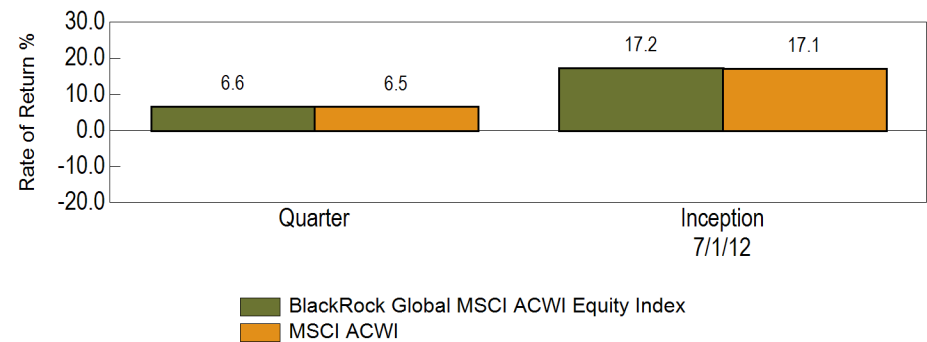
Benchmark: MSCI ACWI

The BlackRock ACWI IMI Index Fund is designed to replicate the total return of the MSCI All Country World IMI Index. As with all indexing strategies, the objective of the fund is to track the performance of its benchmark. BlackRock manages the fund with objective to deliver a high quality and cost-effective index-based portfolio available to institutional investors.

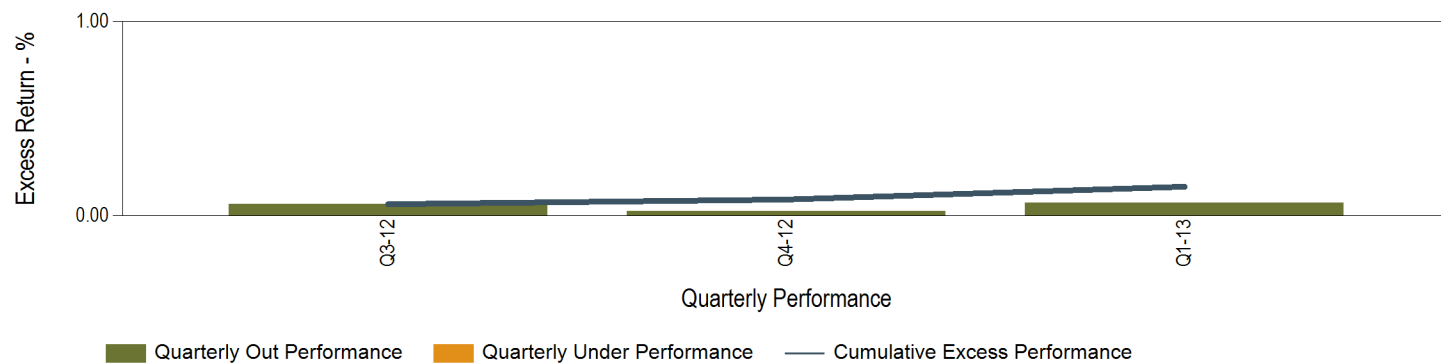
### Account Information

Account Name	<b>BlackRock Global MSCI ACWI Equity Index</b>
Account Structure	<b>Commingled Fund</b>
Investment Style	<b>Passive</b>
Inception Date	<b>7/01/12</b>
Account Type	<b>Global Equity</b>
Benchmark	<b>MSCI ACWI</b>
Universe	<b>eA All Global Equity Net</b>

### Return Summary



### Quarterly and Cumulative Excess Performance



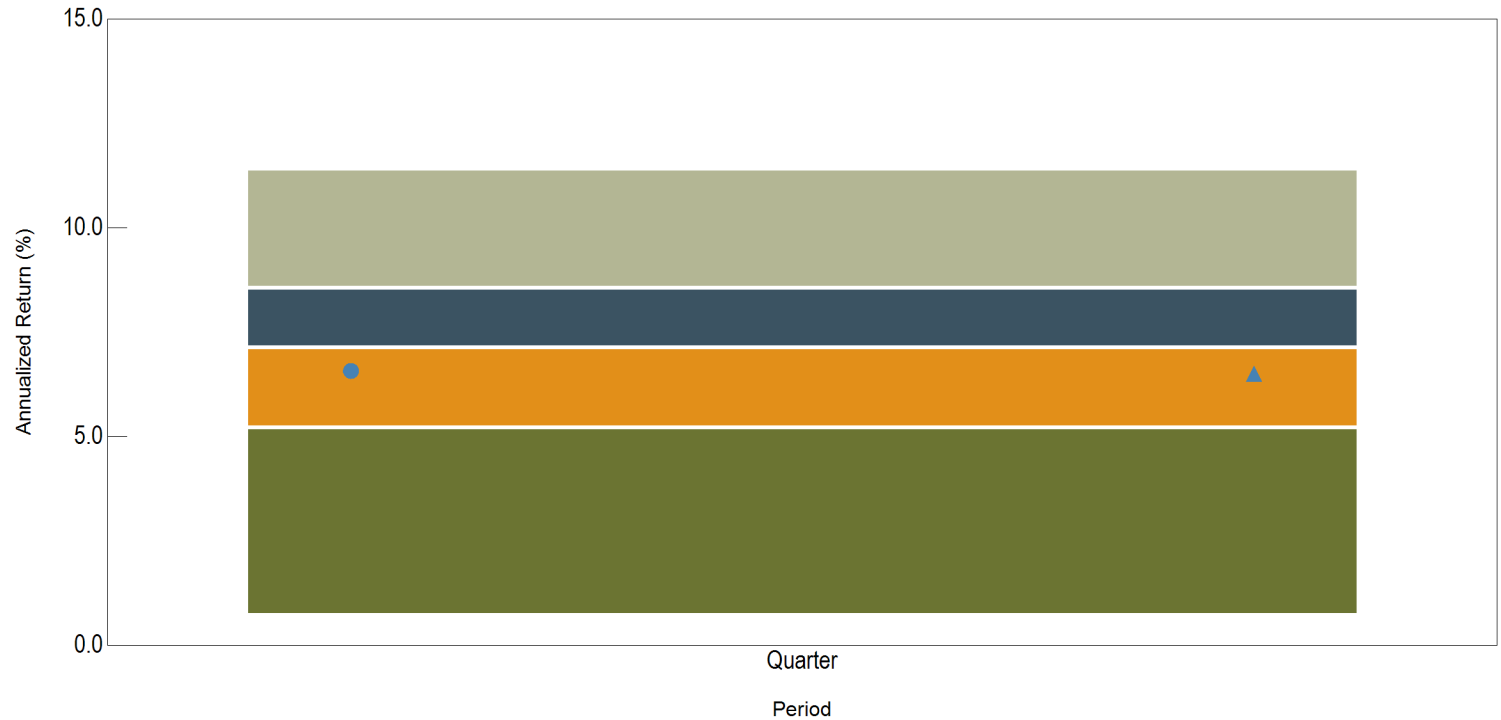


Universe Comparison

Benchmark: MSCI ACWI

Universe: eA All Global Equity Net

Ending March 31, 2013



Return (Rank)

5th Percentile	11.4	
25th Percentile	8.6	
Median	7.1	
75th Percentile	5.2	
95th Percentile	0.7	
# of Portfolios	226	
● BlackRock Global MSCI ACWI Equity Index	6.6	(60)
▲ MSCI ACWI	6.5	(60)

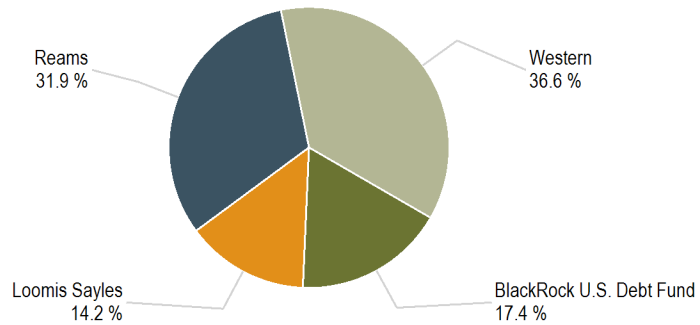


# Total U.S. Fixed Income

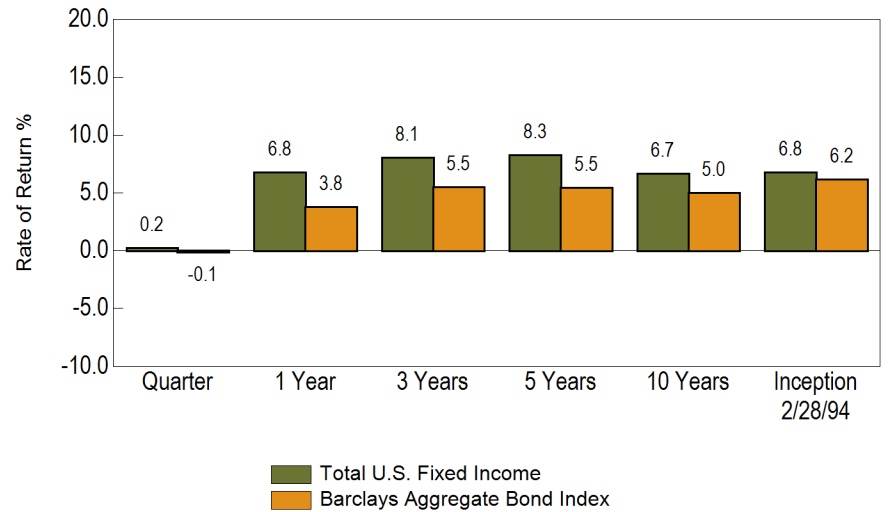
# Overview

Benchmark: Barclays Aggregate Bond Index

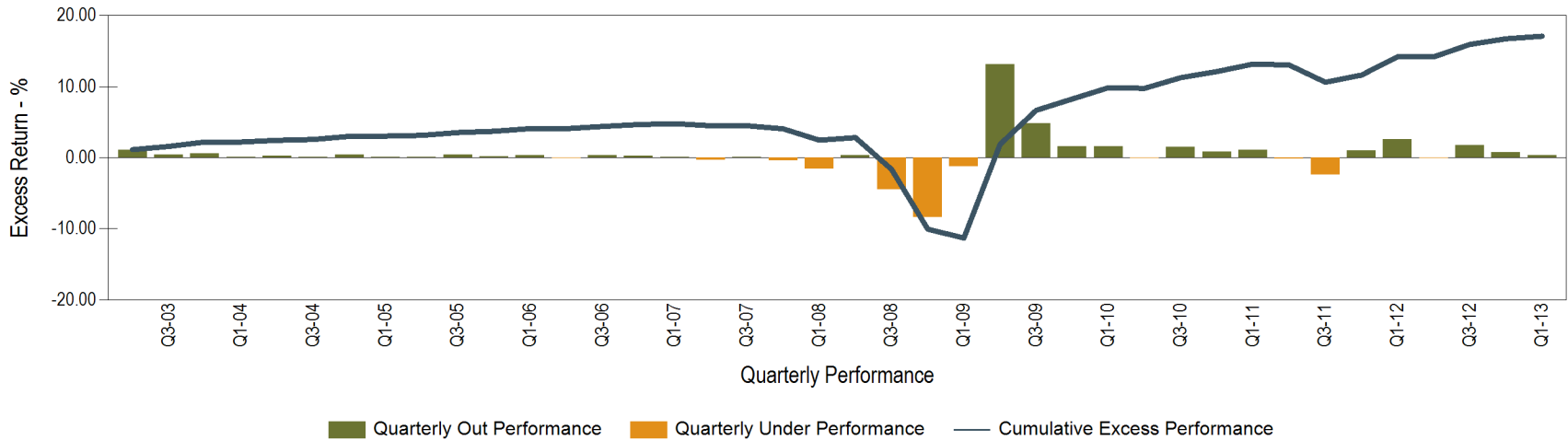
## Current Allocation



## Return Summary



## Quarterly and Cumulative Excess Performance

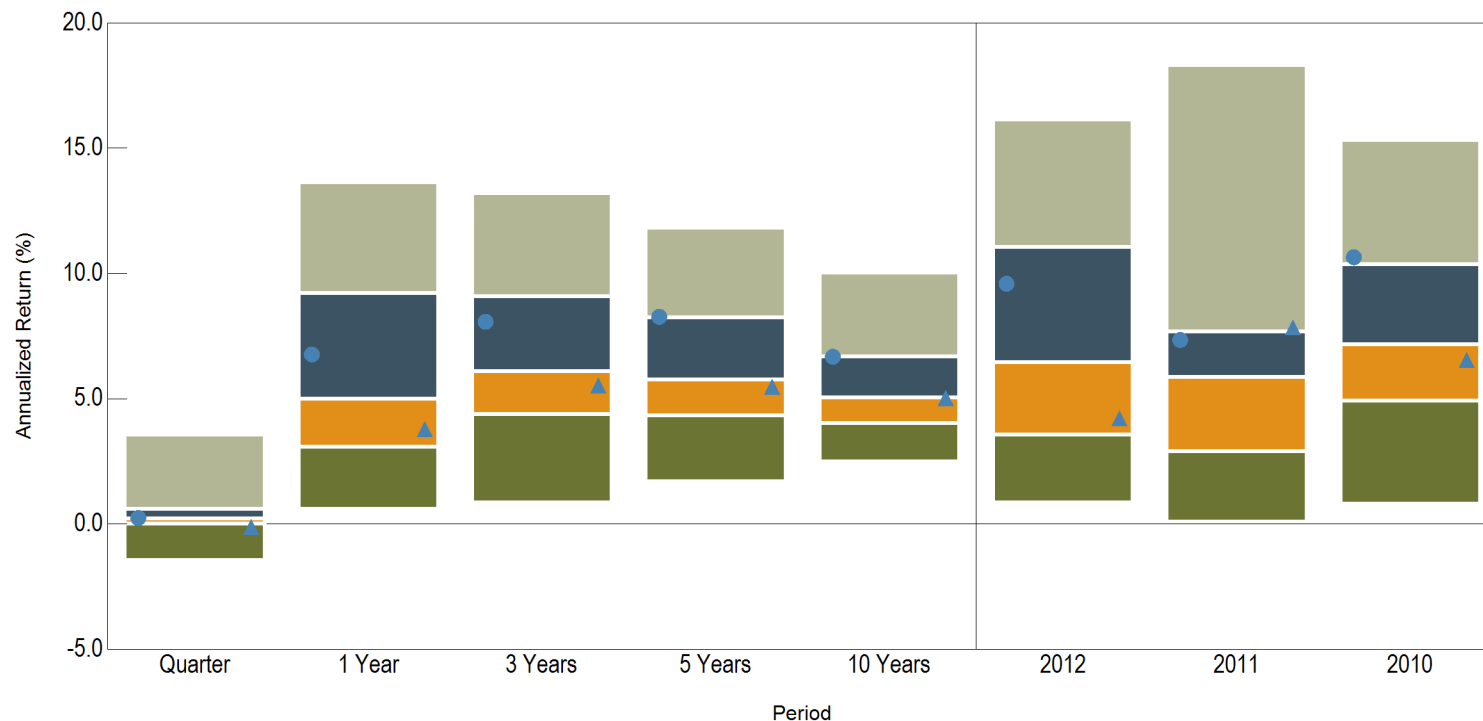


# Universe Comparison

Benchmark: Barclays Aggregate Bond Index

Universe: eA All US Fixed Inc Net

Ending March 31, 2013



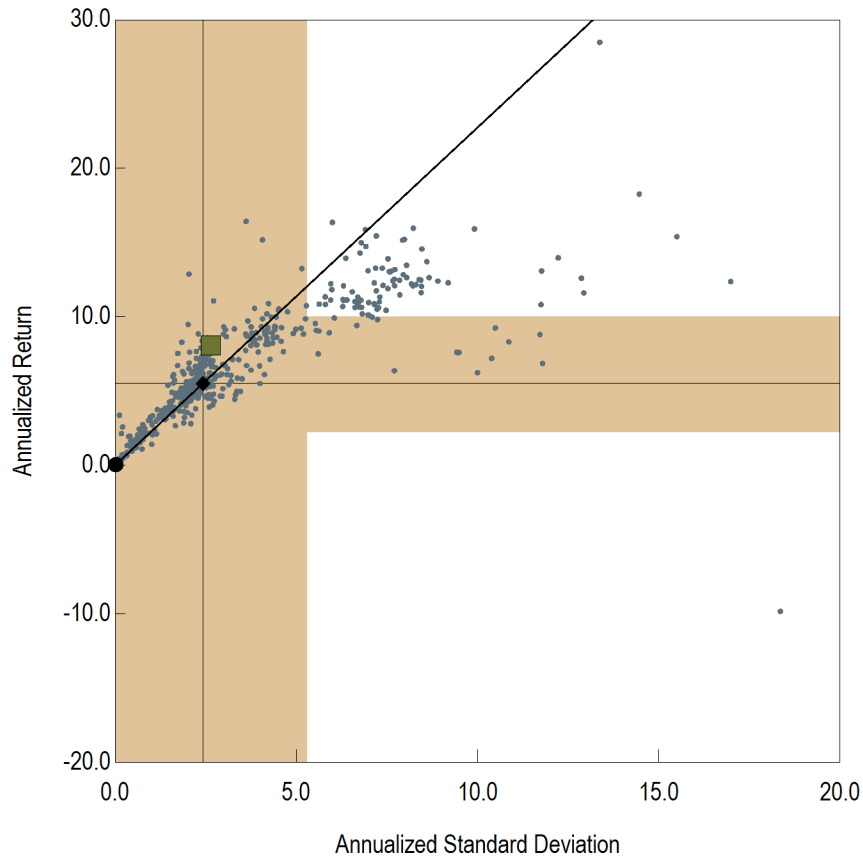
	Return (Rank)							
5th Percentile	3.5	13.6	13.2	11.8	10.0	16.1	18.3	15.3
25th Percentile	0.6	9.2	9.1	8.3	6.7	11.1	7.7	10.4
Median	0.2	5.0	6.1	5.8	5.1	6.5	5.9	7.2
75th Percentile	0.0	3.1	4.4	4.4	4.0	3.6	2.9	4.9
95th Percentile	-1.4	0.6	0.9	1.7	2.5	0.9	0.1	0.8
# of Portfolios	551	515	479	422	319	555	483	425
● Total U.S. Fixed Income	0.2 (50)	6.8 (37)	8.1 (33)	8.3 (25)	6.7 (26)	9.6 (32)	7.3 (30)	10.6 (25)
▲ Barclays Aggregate Bond Index	-0.1 (84)	3.8 (67)	5.5 (61)	5.5 (58)	5.0 (51)	4.2 (70)	7.8 (24)	6.5 (59)

Risk Profile

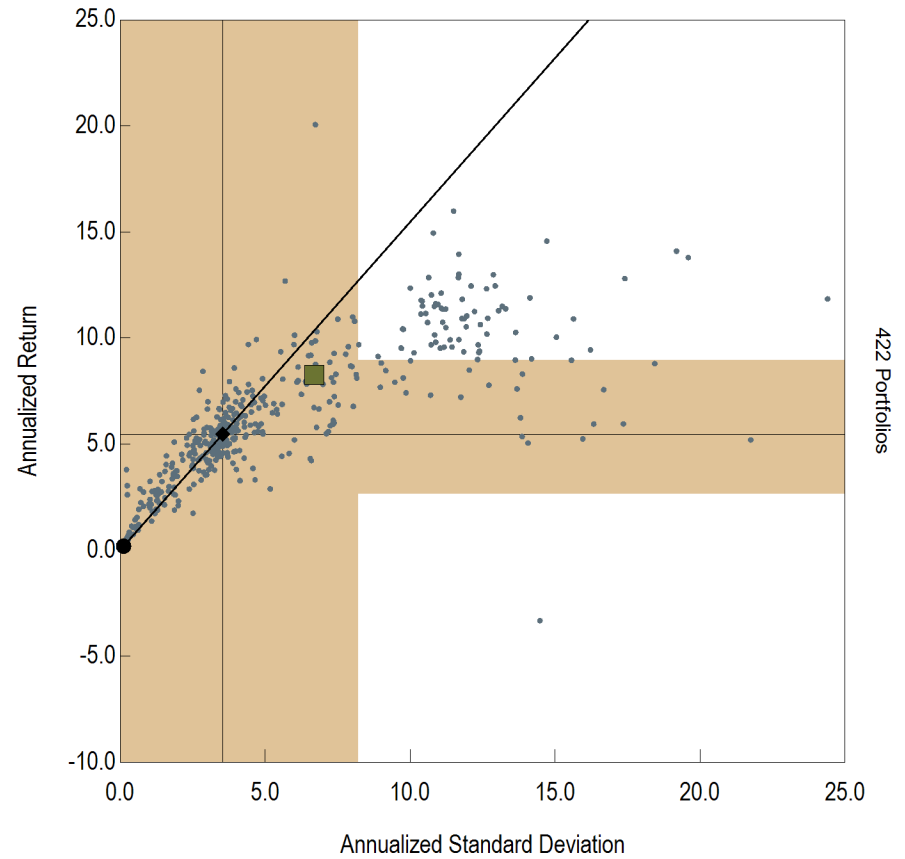
Benchmark: Barclays Aggregate Bond Index

Universe: eA All US Fixed Inc Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013

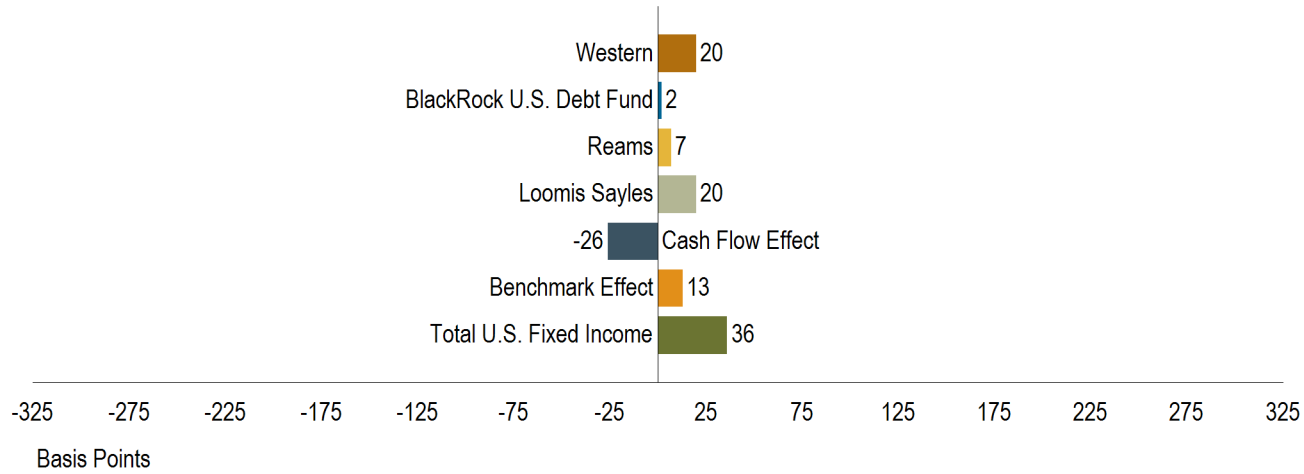


- Total U.S. Fixed Income
- ◆ Barclays Aggregate Bond Index
- Risk Free
- 68% Confidence Interval
- eA All US Fixed Inc Net

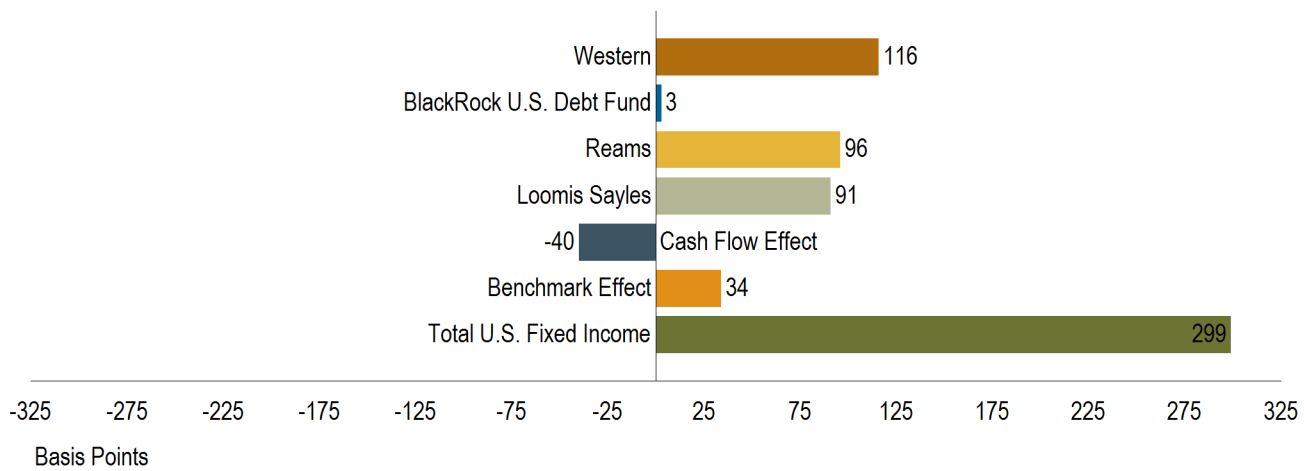
- Total U.S. Fixed Income
- ◆ Barclays Aggregate Bond Index
- Risk Free
- 68% Confidence Interval
- eA All US Fixed Inc Net

# Attribution

**MANAGER ATTRIBUTION ANALYSIS  
3 MONTHS ENDING 3/31/13**



**MANAGER ATTRIBUTION ANALYSIS  
1 YEAR ENDING 3/31/13**

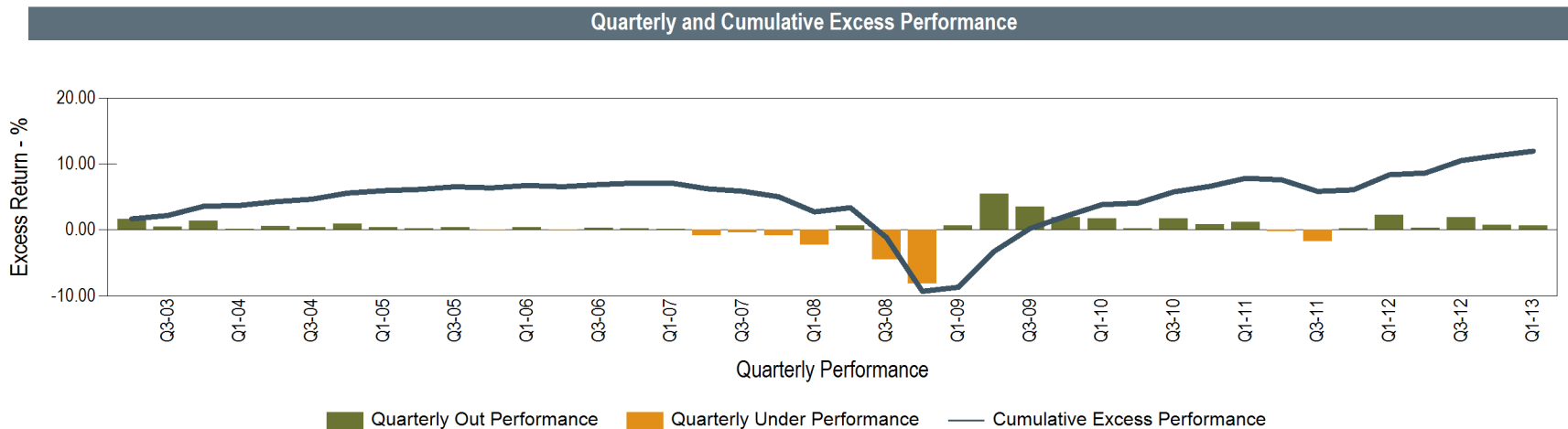
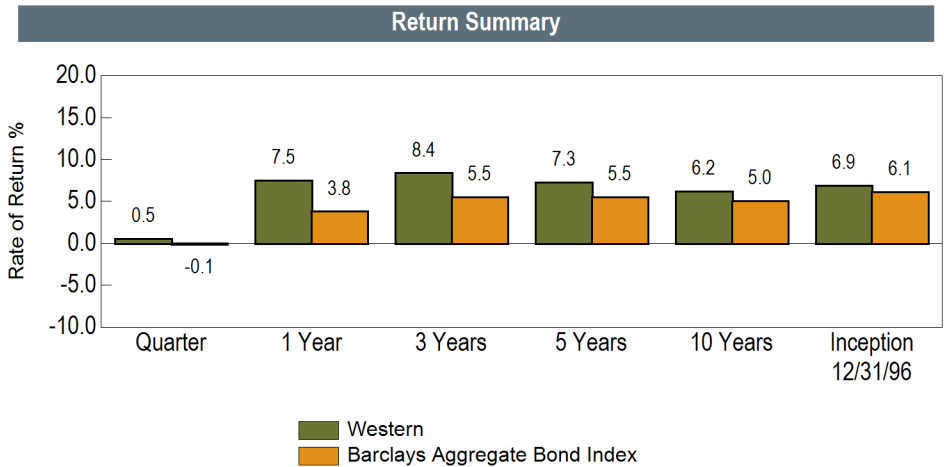


## Manager Performance

Benchmark: Barclays Aggregate Bond Index

Western Asset Management seeks to add value in fixed income accounts by employing multiple investment strategies while controlling risk. Western is an active sector rotator and attempts to exploit market inefficiencies by making opportunistic trades. The firm emphasizes non-Treasury sectors such as corporate and mortgages. The firm's team approach to fixed income management revolves around an investment outlook developed by the Investment Strategy Group. This group interacts on a daily basis, evaluating developments in both the market and the economy. Additionally, the group meets formally twice a month to review its outlook and investment strategy.

Account Information	
Account Name	Western
Account Structure	Separate Account
Investment Style	Active
Inception Date	12/31/96
Account Type	U.S. Fixed Income
Benchmark	Barclays Aggregate Bond Index
Universe	eA All US Fixed Inc Net

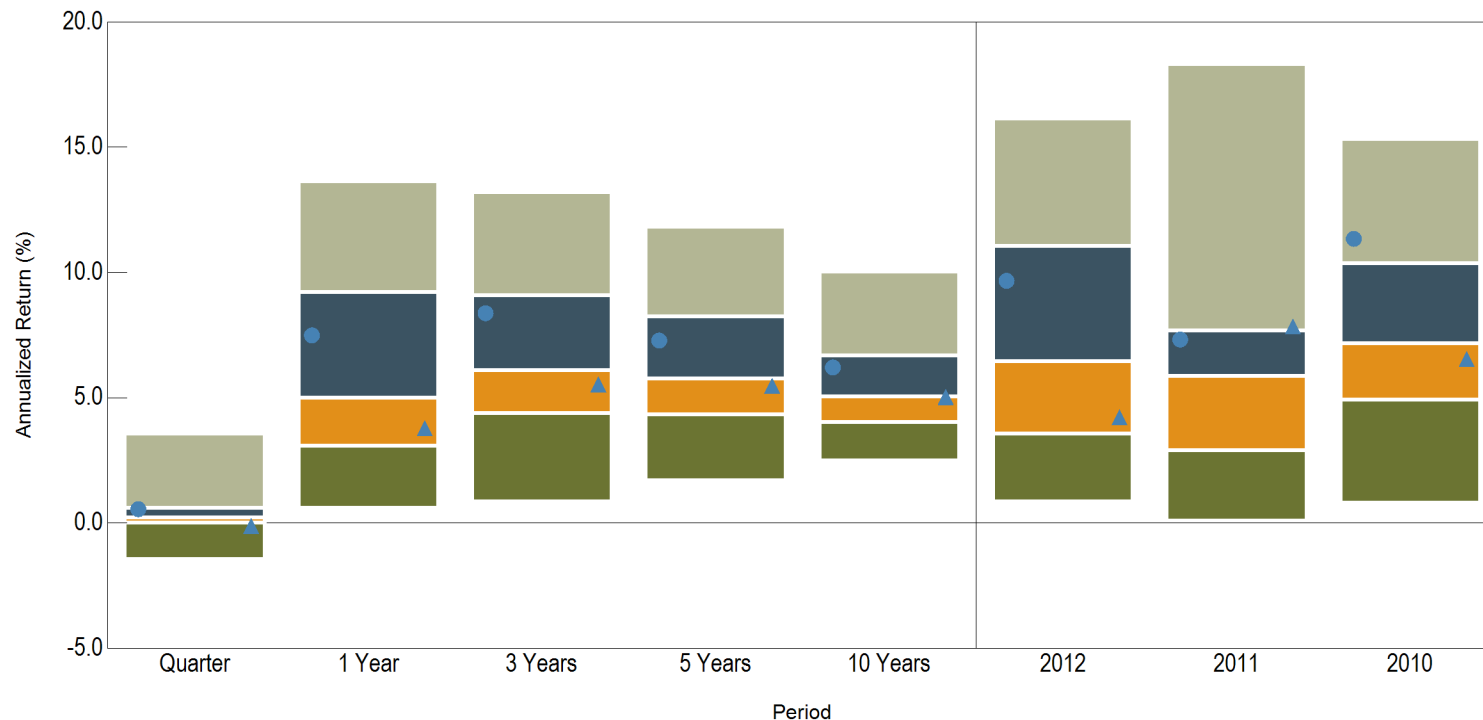


# Universe Comparison

Benchmark: Barclays Aggregate Bond Index

Universe: eA All US Fixed Inc Net

Ending March 31, 2013



	Return (Rank)															
5th Percentile	3.5	13.6	13.2	11.8	10.0	16.1	18.3	15.3								
25th Percentile	0.6	9.2	9.1	8.3	6.7	11.1	7.7	10.4								
Median	0.2	5.0	6.1	5.8	5.1	6.5	5.9	7.2								
75th Percentile	0.0	3.1	4.4	4.4	4.0	3.6	2.9	4.9								
95th Percentile	-1.4	0.6	0.9	1.7	2.5	0.9	0.1	0.8								
# of Portfolios	551	515	479	422	319	555	483	425								
● Western	0.5	(28)	7.5	(34)	8.4	(31)	7.3	(32)	6.2	(32)	9.7	(31)	7.3	(31)	11.3	(20)
▲ Barclays Aggregate Bond Index	-0.1	(84)	3.8	(67)	5.5	(61)	5.5	(58)	5.0	(51)	4.2	(70)	7.8	(24)	6.5	(59)

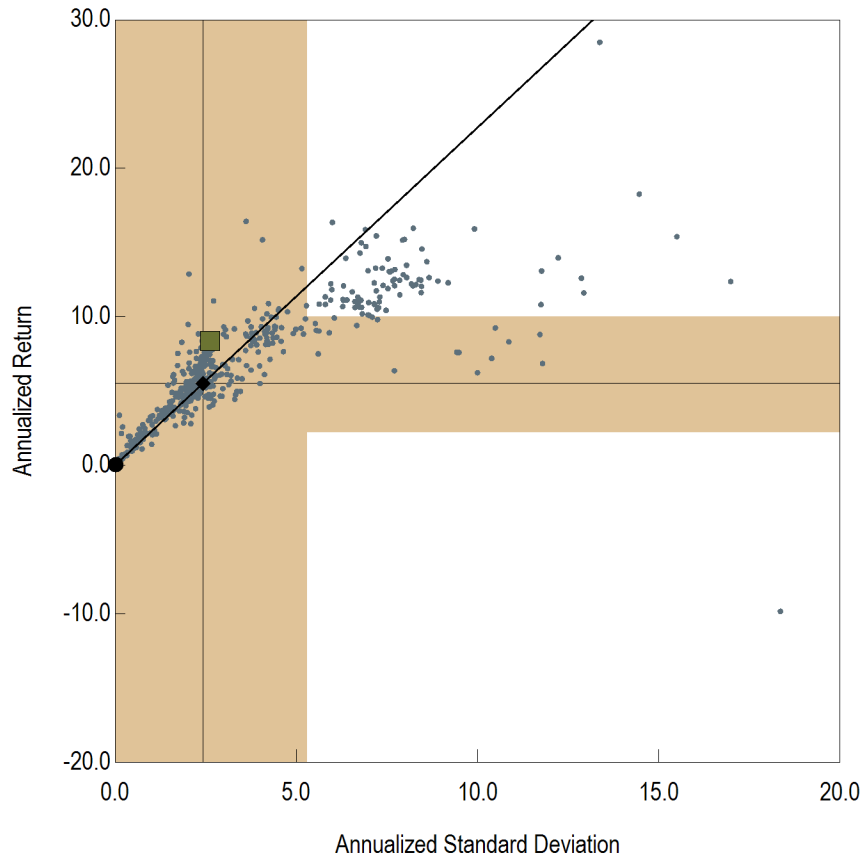


Risk Profile

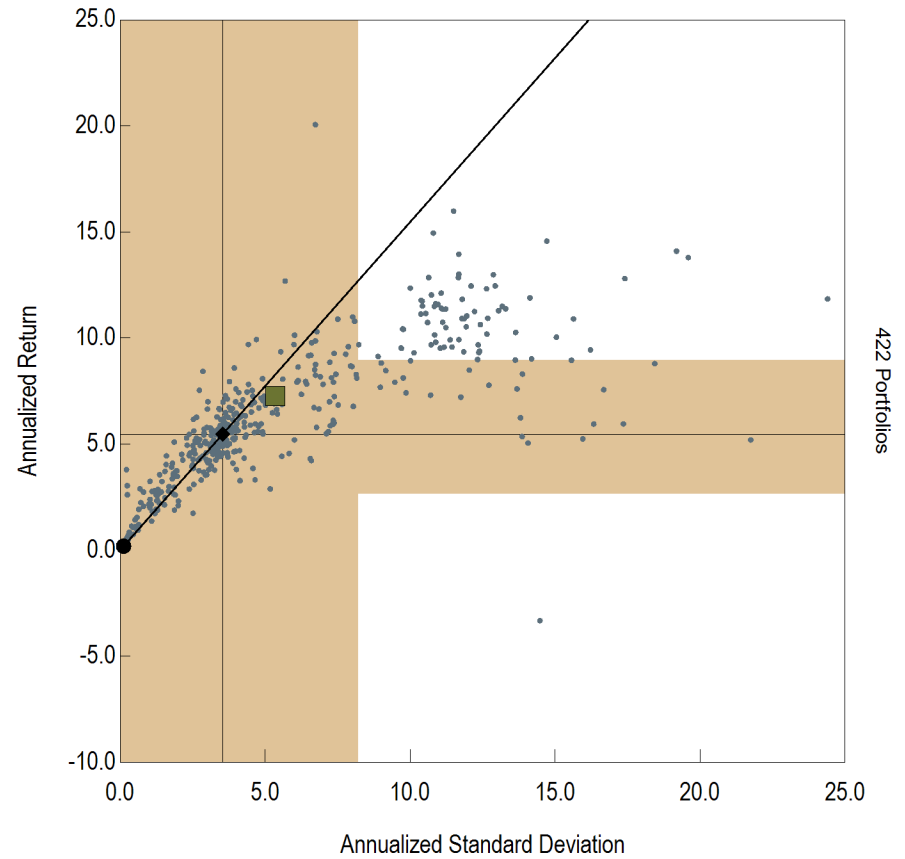
Benchmark: Barclays Aggregate Bond Index

Universe: eA All US Fixed Inc Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



- Western
- ◆ Barclays Aggregate Bond Index
- Risk Free
- 68% Confidence Interval
- eA All US Fixed Inc Net

- Western
- ◆ Barclays Aggregate Bond Index
- Risk Free
- 68% Confidence Interval
- eA All US Fixed Inc Net

## Manager Performance

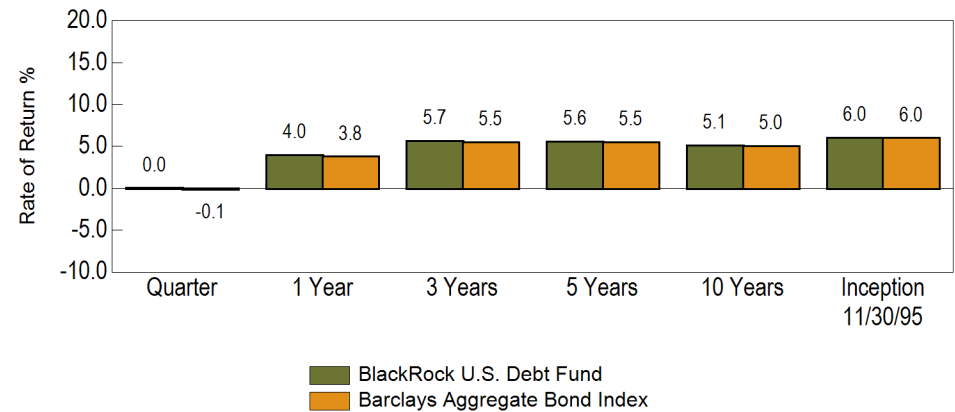
Benchmark: Barclays Aggregate Bond Index

The BlackRock U.S. Debt Fund is an index fund which is designed to replicate the performance of the Barclays Capital Aggregate Bond Index. The U.S. Debt Fund is constructed by holding 7 different sub-funds that track specific sector/maturity combinations of the Barclays Capital Aggregate Bond Index.

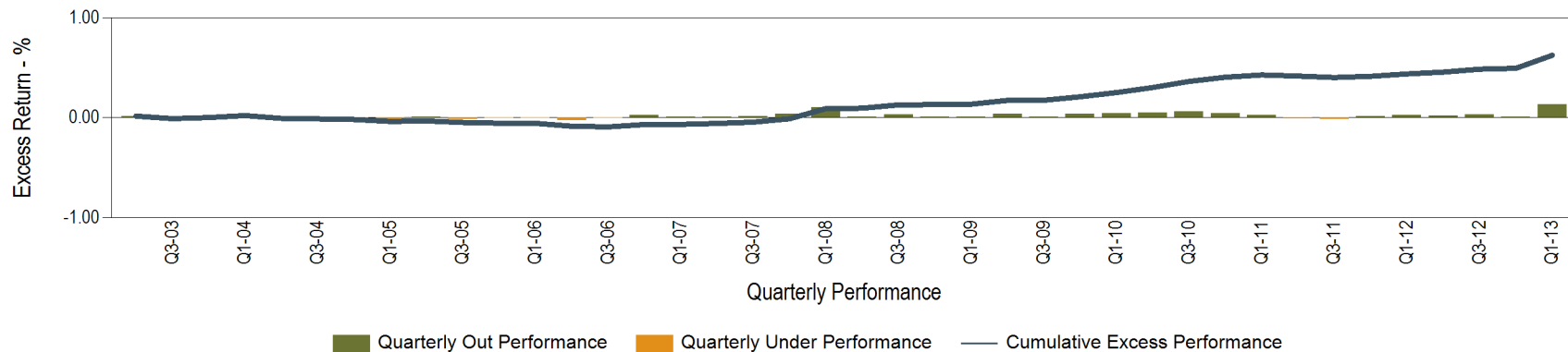
### Account Information

Account Name	<b>BlackRock U.S. Debt Fund</b>
Account Structure	<b>Commingled Fund</b>
Investment Style	<b>Passive</b>
Inception Date	<b>11/30/95</b>
Account Type	<b>U.S. Fixed Income</b>
Benchmark	<b>Barclays Aggregate Bond Index</b>
Universe	<b>eA All US Fixed Inc Net</b>

### Return Summary



### Quarterly and Cumulative Excess Performance

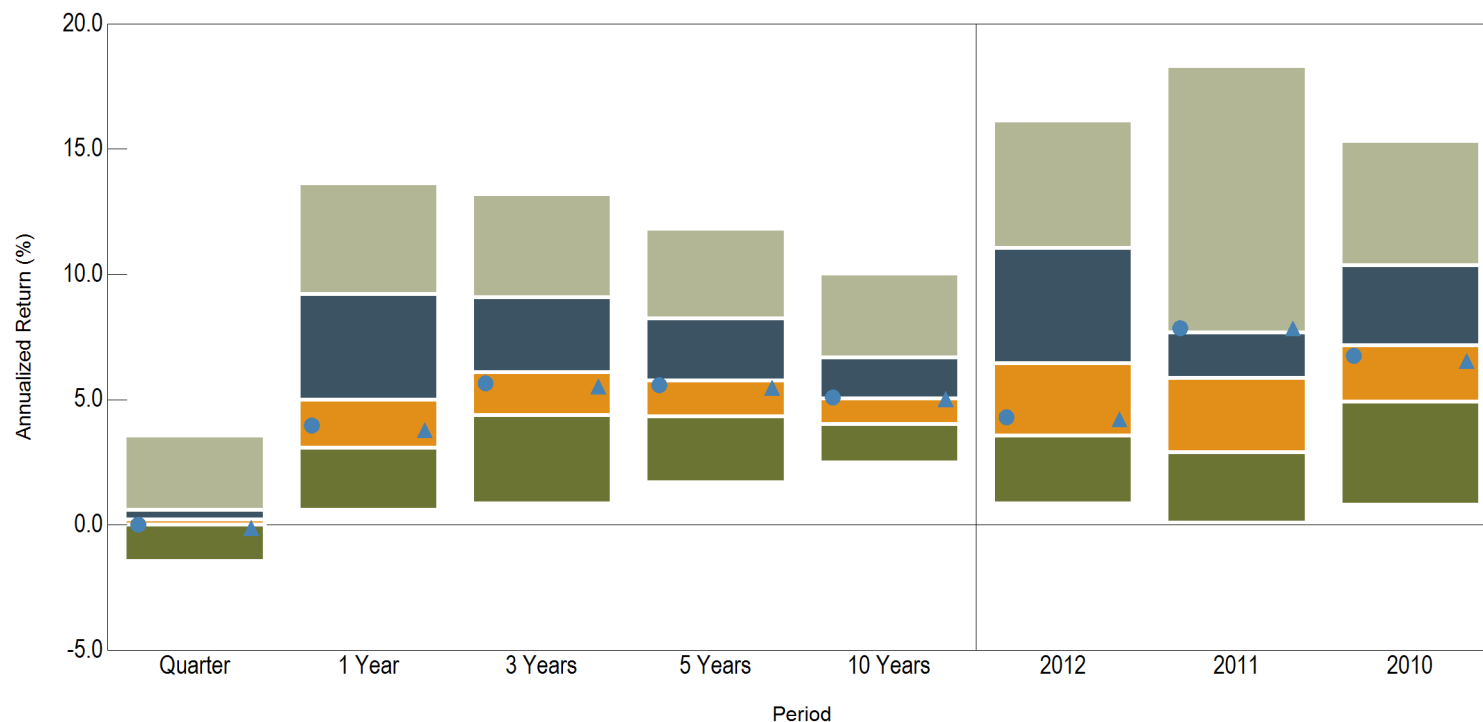


## Universe Comparison

Benchmark: Barclays Aggregate Bond Index

Universe: eA All US Fixed Inc Net

Ending March 31, 2013



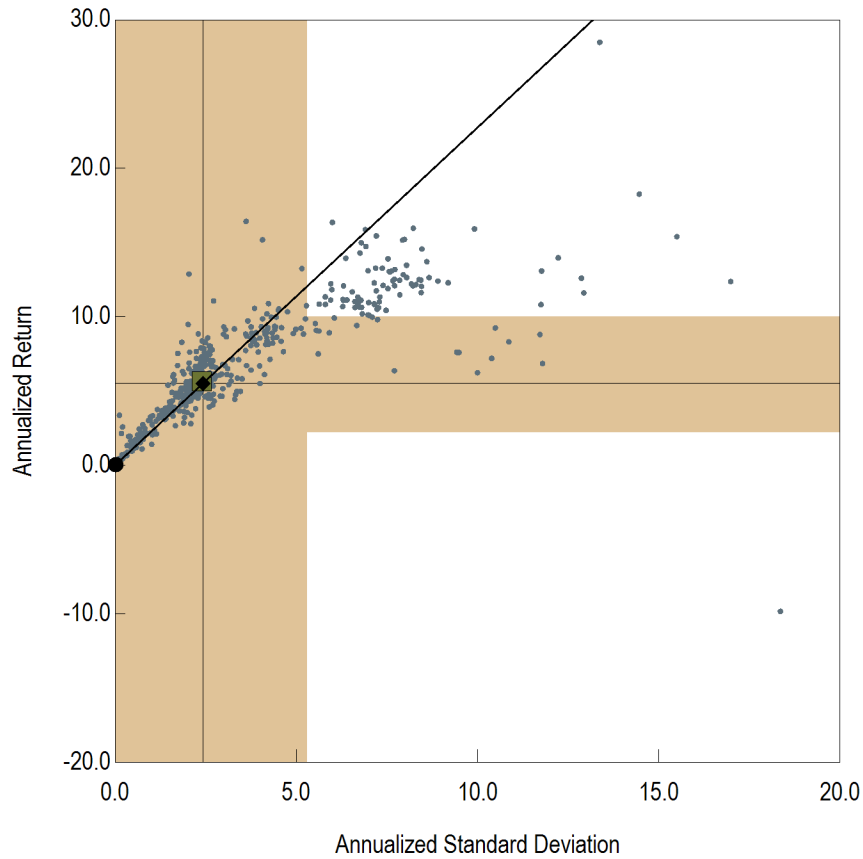
	Return (Rank)															
<b>5th Percentile</b>	3.5	13.6	13.2	11.8	10.0	16.1	18.3	15.3								
<b>25th Percentile</b>	0.6	9.2	9.1	8.3	6.7	11.1	7.7	10.4								
<b>Median</b>	0.2	5.0	6.1	5.8	5.1	6.5	5.9	7.2								
<b>75th Percentile</b>	0.0	3.1	4.4	4.4	4.0	3.6	2.9	4.9								
<b>95th Percentile</b>	-1.4	0.6	0.9	1.7	2.5	0.9	0.1	0.8								
<b># of Portfolios</b>	551	515	479	422	319	555	483	425								
<b>● BlackRock U.S. Debt Fund</b>	0.0	(78)	4.0	(64)	5.7	(58)	5.6	(55)	5.1	(50)	4.3	(70)	7.9	(23)	6.7	(56)
<b>▲ Barclays Aggregate Bond Index</b>	-0.1	(84)	3.8	(67)	5.5	(61)	5.5	(58)	5.0	(51)	4.2	(70)	7.8	(24)	6.5	(59)

Risk Profile

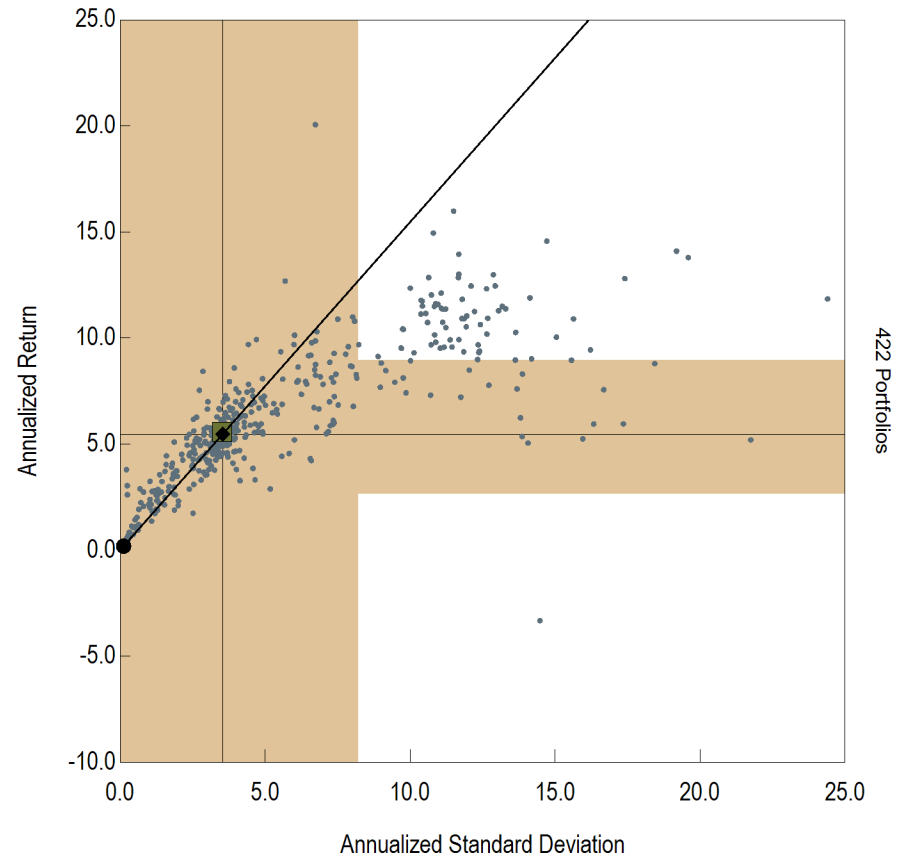
Benchmark: Barclays Aggregate Bond Index

Universe: eA All US Fixed Inc Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



- BlackRock U.S. Debt Fund
- ◆ Barclays Aggregate Bond Index
- Risk Free
- 68% Confidence Interval
- eA All US Fixed Inc Net

- BlackRock U.S. Debt Fund
- ◆ Barclays Aggregate Bond Index
- Risk Free
- 68% Confidence Interval
- eA All US Fixed Inc Net

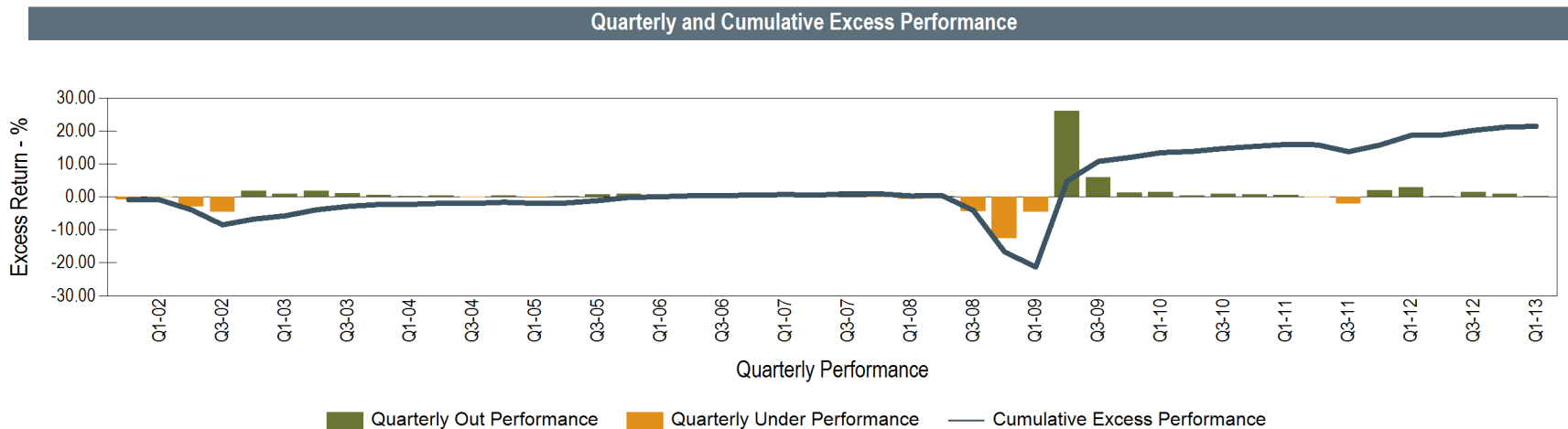
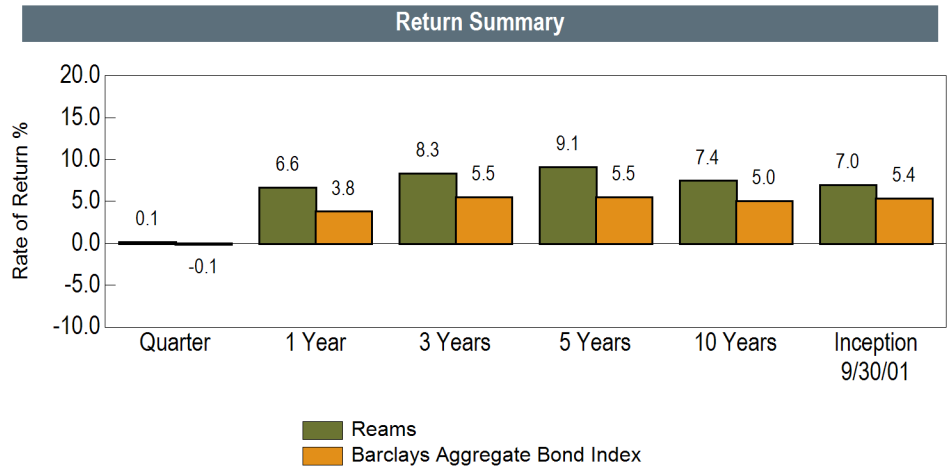
## Manager Performance

Benchmark: Barclays Aggregate Bond Index

Reams' investment process revolves around the manager's ability to combine top-down macroeconomic portfolio positioning with bottom-up bond selection. The top-down interest rate positioning is somewhat contrarian in that the manager uses real interest rates to gauge when the market is expensive and when it is cheap, increasing duration when the market is cheap and decreasing duration when it is expensive.

The manager attempts to exploit its relatively small size and uncover issues not widely followed by Wall Street. The manager prefers to hold securities by underlying collateral. The firm tends to avoid residential mortgages in favor of commercial mortgages.

Account Information	
Account Name	Reams
Account Structure	Separate Account
Investment Style	Active
Inception Date	9/30/01
Account Type	U.S. Fixed Income
Benchmark	Barclays Aggregate Bond Index
Universe	eA All US Fixed Inc Net

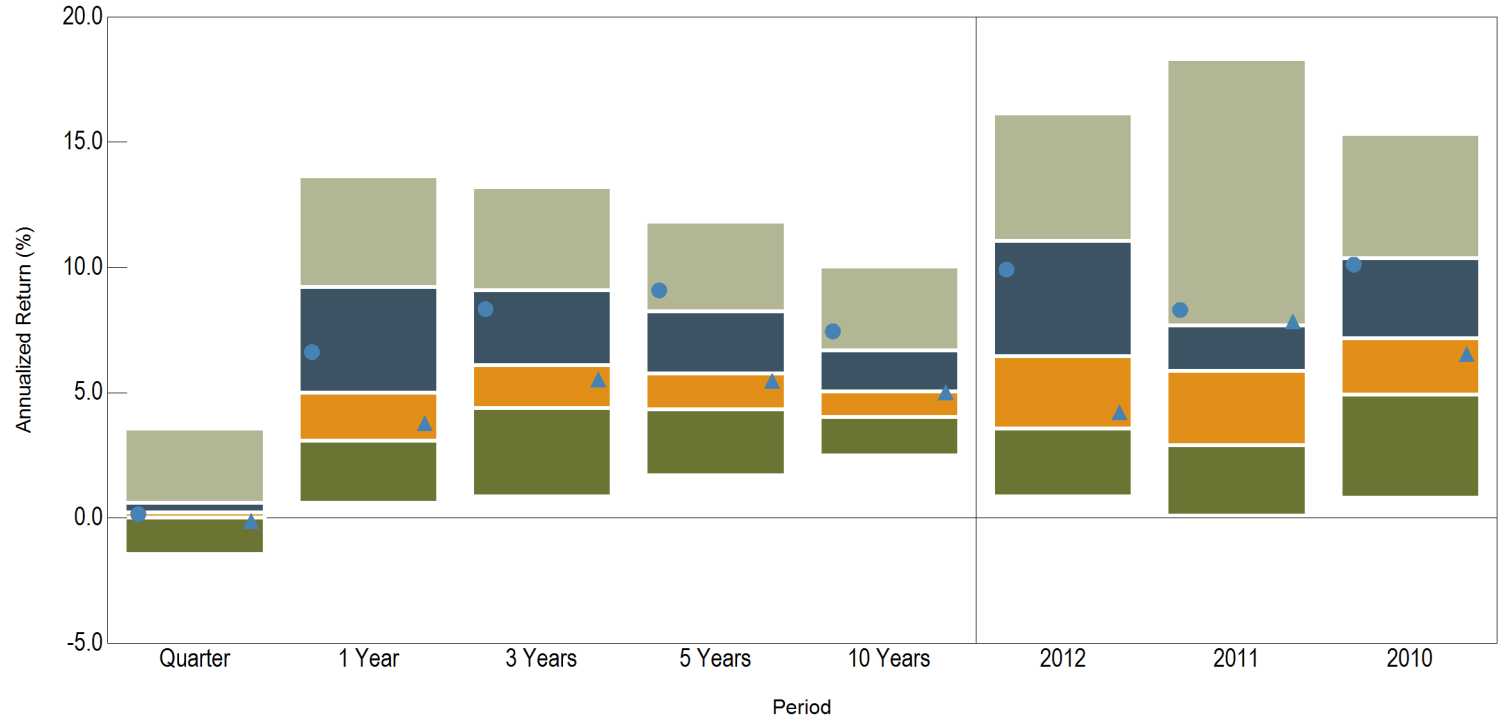


# Universe Comparison

Benchmark: Barclays Aggregate Bond Index

Universe: eA All US Fixed Inc Net

Ending March 31, 2013



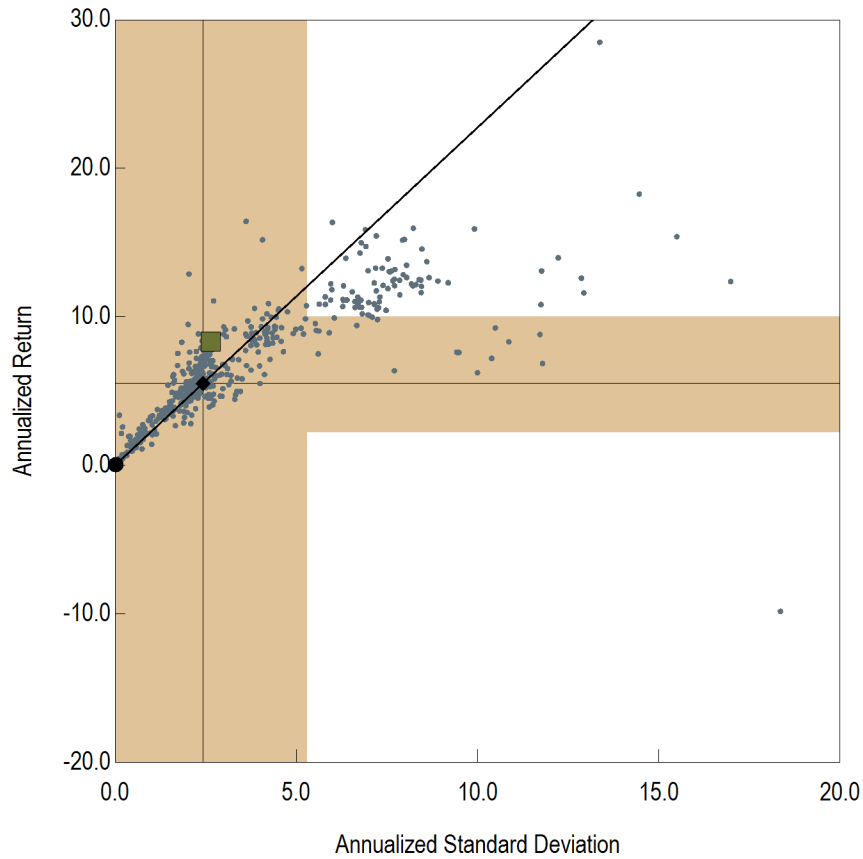
	Return (Rank)															
5th Percentile	3.5	13.6	13.2	11.8	10.0	16.1	18.3	15.3								
25th Percentile	0.6	9.2	9.1	8.3	6.7	11.1	7.7	10.4								
Median	0.2	5.0	6.1	5.8	5.1	6.5	5.9	7.2								
75th Percentile	0.0	3.1	4.4	4.4	4.0	3.6	2.9	4.9								
95th Percentile	-1.4	0.6	0.9	1.7	2.5	0.9	0.1	0.8								
# of Portfolios	551	515	479	422	319	555	483	425								
● Reams	0.1	(61)	6.6	(37)	8.3	(31)	9.1	(21)	7.4	(21)	9.9	(31)	8.3	(19)	10.1	(27)
▲ Barclays Aggregate Bond Index	-0.1	(84)	3.8	(67)	5.5	(61)	5.5	(58)	5.0	(51)	4.2	(70)	7.8	(24)	6.5	(59)

# Risk Profile

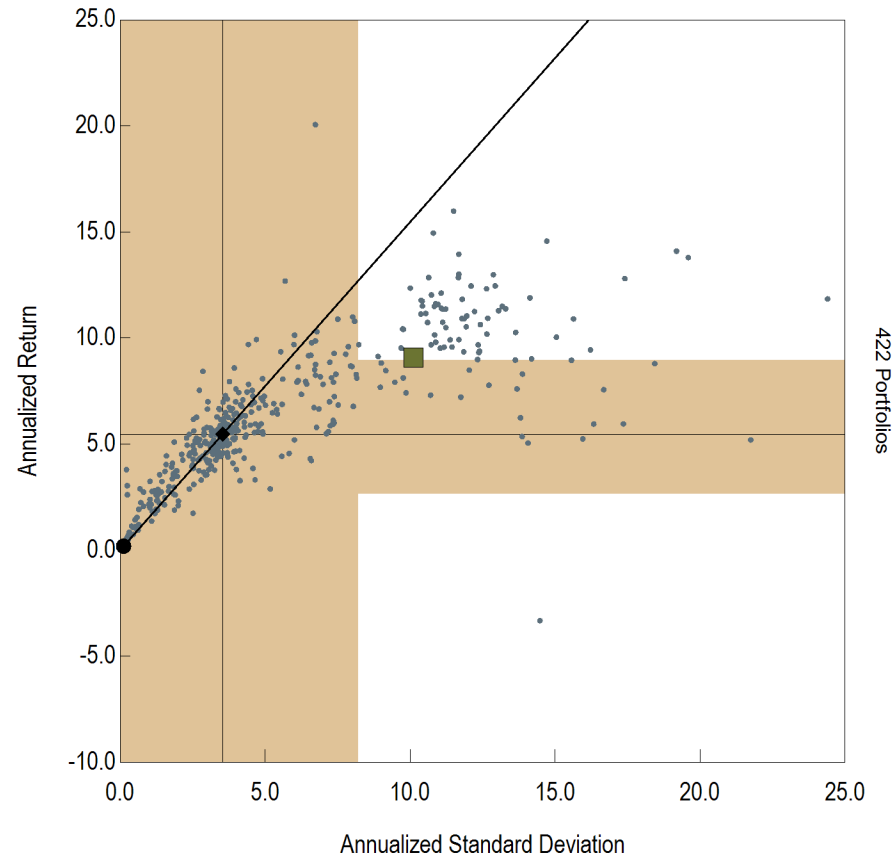
Benchmark: Barclays Aggregate Bond Index

Universe: eA All US Fixed Inc Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



- Reams
- ◆ Barclays Aggregate Bond Index
- Risk Free
- 68% Confidence Interval
- eA All US Fixed Inc Net

- Reams
- ◆ Barclays Aggregate Bond Index
- Risk Free
- 68% Confidence Interval
- eA All US Fixed Inc Net

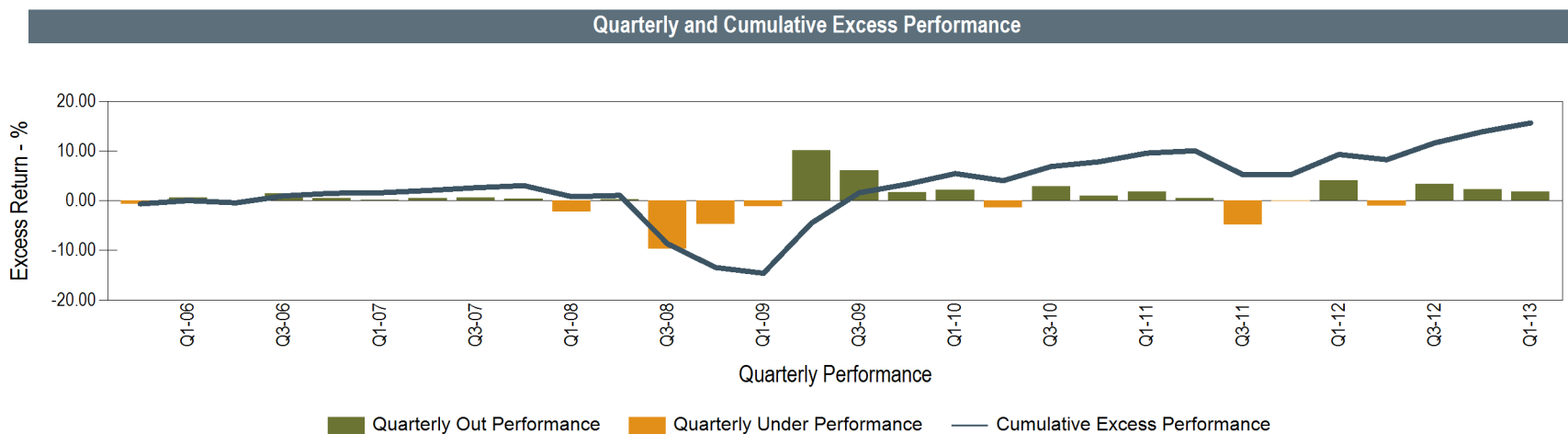
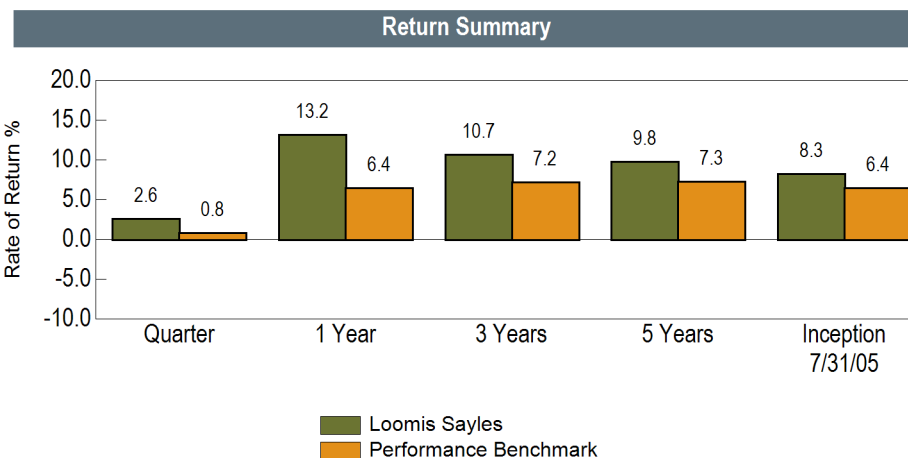
## Manager Performance

Benchmark: Performance Benchmark

Loomis Sayles' fixed income philosophy is rooted in identifying undervalued securities through in-house credit research. Its philosophy emphasizes identifying issuers whose credit ratings appear likely to be upgraded or downgraded. The fixed income analysts use forward-looking analyses of cash flow, along with source and application of funds, to identify factors that may affect a debt issuer's future credit rating. Loomis Sayles believes that considerable value can be added by holding under-rated issues for which the firm has projected a credit upgrading.

Loomis typically allocates up to 40% of its assets to high yield securities and its portfolio's duration is significantly higher than that of the broad bond market. The manager also invests in convertible securities. The performance benchmark for the strategy is 60% Barclays Capital Aggregate Bond Index and 40% Barclays Capital High Yield Index.

Account Information	
Account Name	Loomis Sayles
Account Structure	Separate Account
Investment Style	Active
Inception Date	7/31/05
Account Type	Global Fixed Income
Benchmark	Performance Benchmark
Universe	eA All US Fixed Inc Net



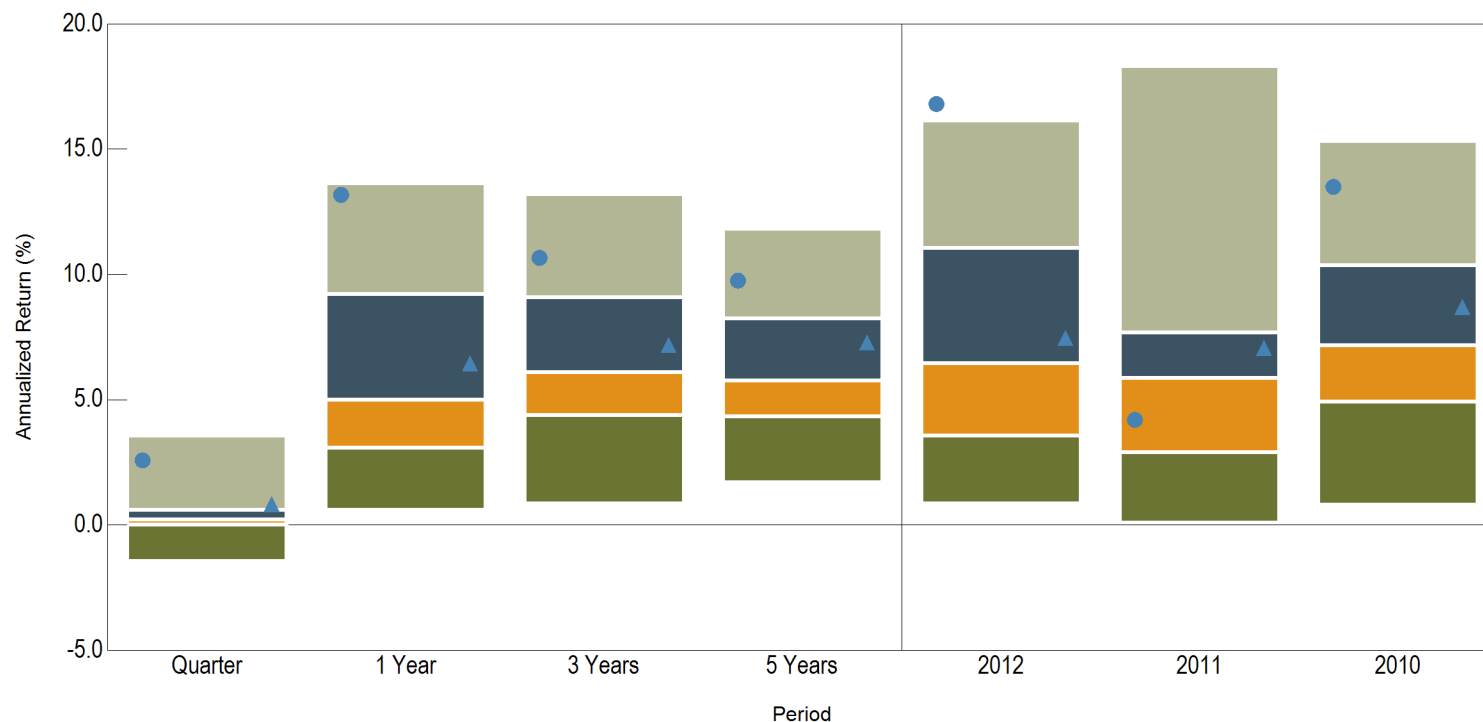


# Universe Comparison

Benchmark: Performance Benchmark

Universe: eA All US Fixed Inc Net

Ending March 31, 2013



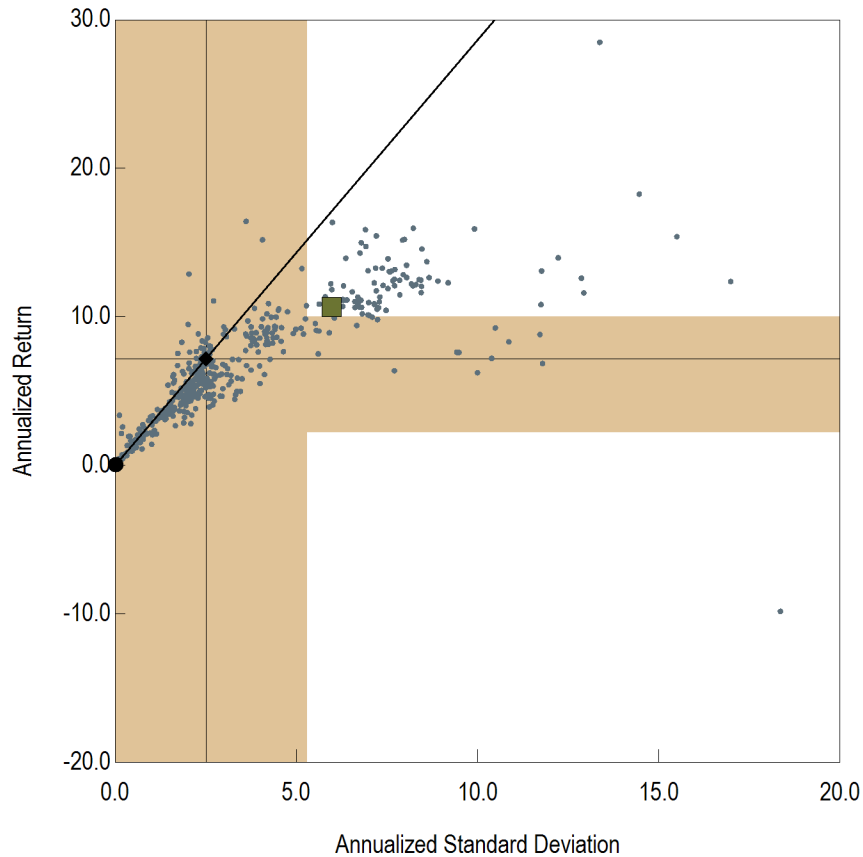
	Return (Rank)													
5th Percentile	3.5	13.6	13.2	11.8	16.1	18.3	15.3							
25th Percentile	0.6	9.2	9.1	8.3	11.1	7.7	10.4							
Median	0.2	5.0	6.1	5.8	6.5	5.9	7.2							
75th Percentile	0.0	3.1	4.4	4.4	3.6	2.9	4.9							
95th Percentile	-1.4	0.6	0.9	1.7	0.9	0.1	0.8							
# of Portfolios	551	515	479	422	555	483	425							
● Loomis Sayles	2.6	(13)	13.2	(7)	10.7	(18)	9.8	(16)	16.8	(4)	4.2	(67)	13.5	(12)
▲ Performance Benchmark	0.8	(21)	6.4	(38)	7.2	(38)	7.3	(32)	7.5	(42)	7.1	(35)	8.7	(34)

Risk Profile

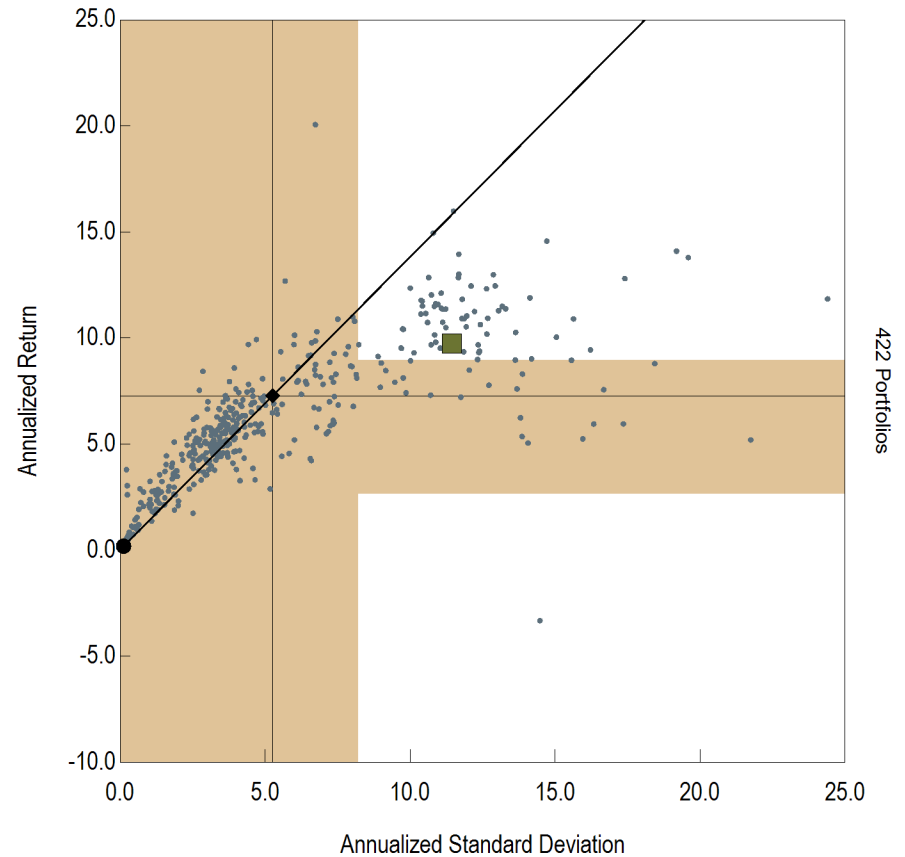
Benchmark: Performance Benchmark

Universe: eA All US Fixed Inc Net

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



- Loomis Sayles
- ◆ Performance Benchmark
- Risk Free
- 68% Confidence Interval
- eA All US Fixed Inc Net

- Loomis Sayles
- ◆ Performance Benchmark
- Risk Free
- 68% Confidence Interval
- eA All US Fixed Inc Net

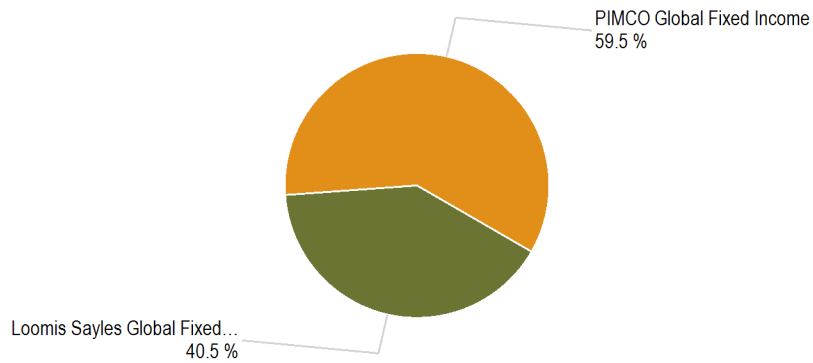


# Total Global Fixed Income

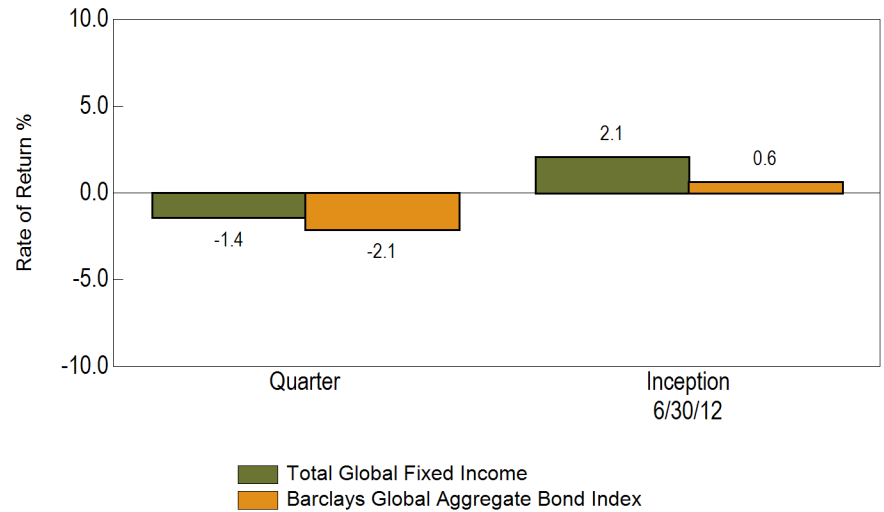
# Overview

Benchmark: Barclays Global Aggregate Bond Index

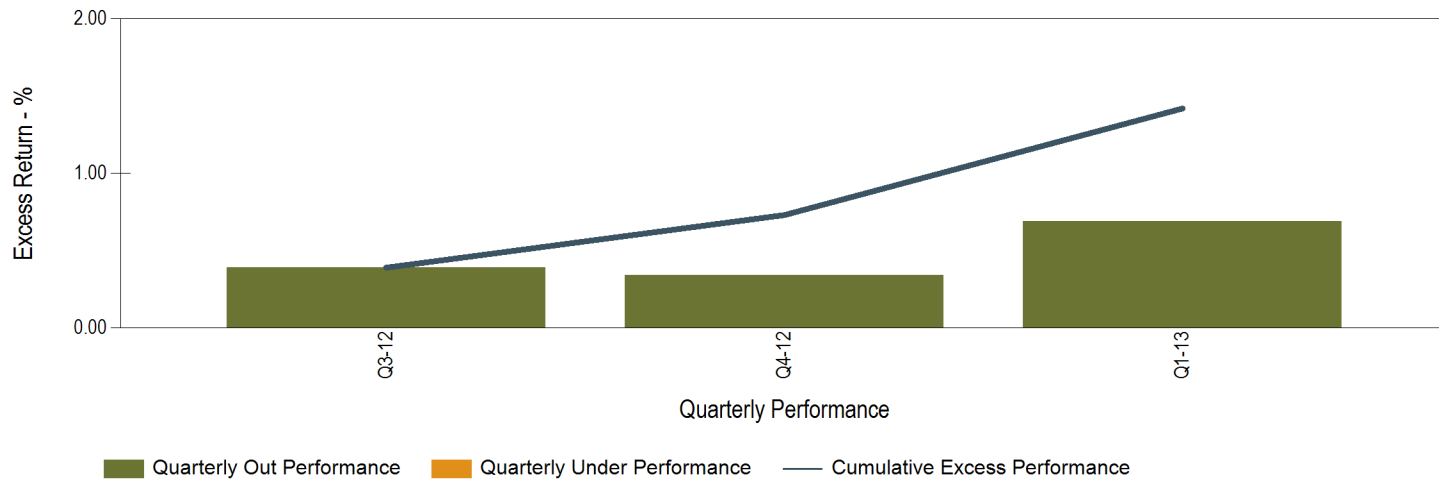
## Current Allocation



## Return Summary



## Quarterly and Cumulative Excess Performance

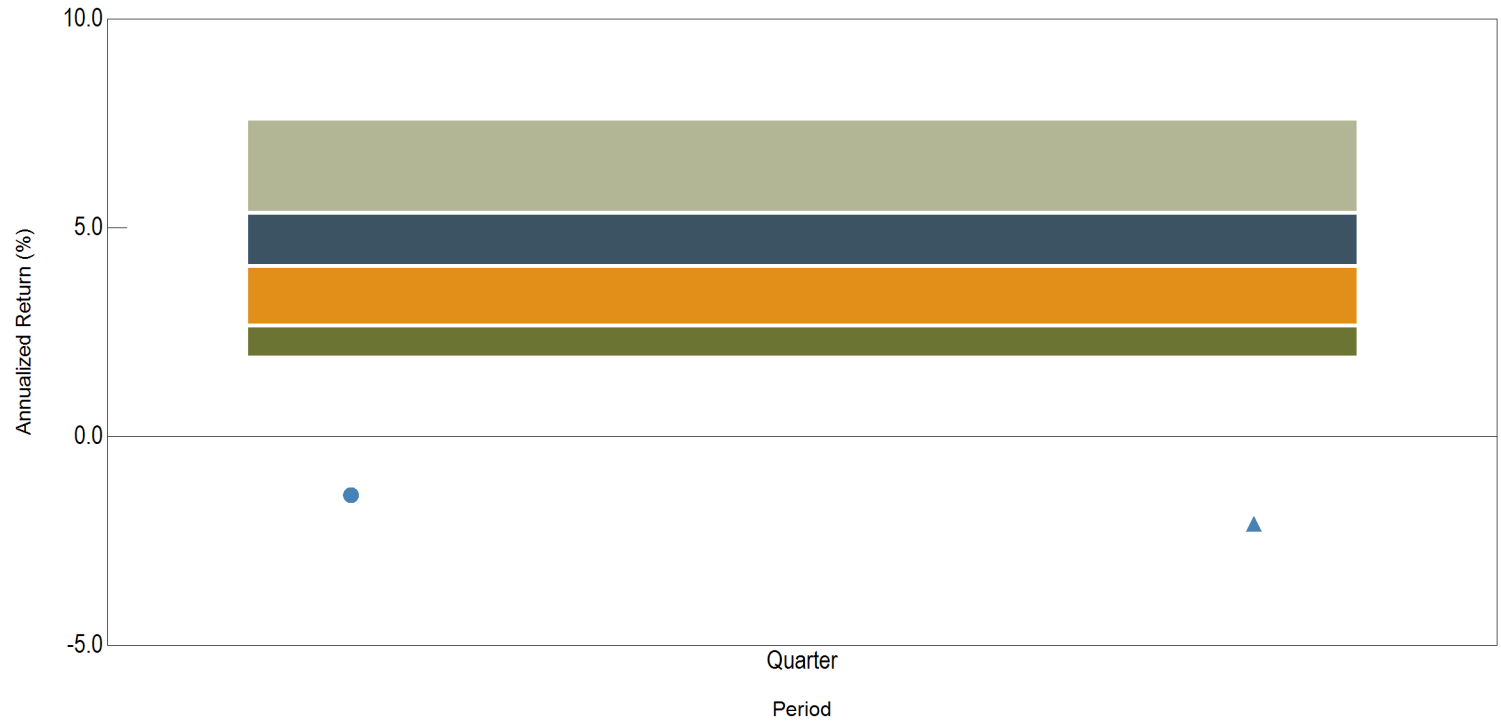


## Universe Comparison

Benchmark: Barclays Global Aggregate Bond Index

Universe: Global xUS Fixed Income -Unhedged

Ending March 31, 2013



### Return (Rank)

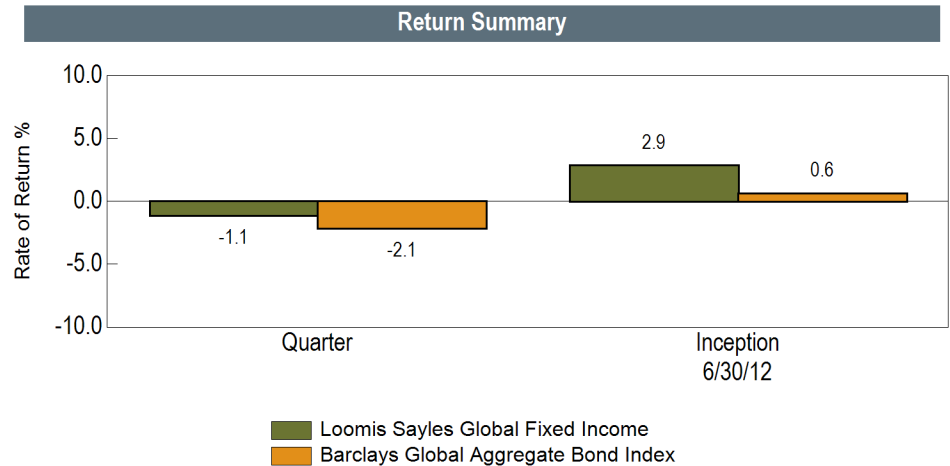
5th Percentile	7.6	
25th Percentile	5.4	
Median	4.1	
75th Percentile	2.7	
95th Percentile	1.9	
# of Portfolios	26	
● Total Global Fixed Income	-1.4	(99)
▲ Barclays Global Aggregate Bond Index	-2.1	(99)

## Manager Performance

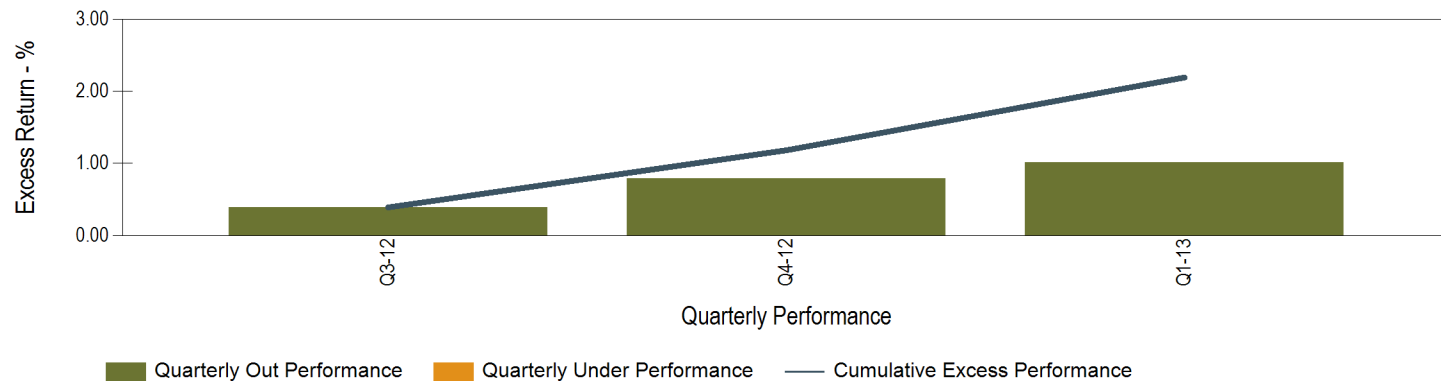
Benchmark: Barclays Global Aggregate Bond Index

Loomis Sayles' fixed income philosophy is rooted in identifying undervalued securities through in-house credit research. Its philosophy emphasizes identifying issuers whose credit ratings appear likely to be upgraded or downgraded. The fixed income analysts use forward-looking analyses of cash flow, along with source and application of funds, to identify factors that may affect a debt issuer's future credit rating. Loomis Sayles believes that considerable value can be added by holding under-rated issues for which the firm has projected a credit upgrading.

Account Information	
Account Name	Loomis Sayles Global Fixed Income
Account Structure	Separate Account
Investment Style	Passive
Inception Date	6/30/12
Account Type	Global Fixed Income
Benchmark	Barclays Global Aggregate Bond Index
Universe	Global Fixed Income - Unhedged



### Quarterly and Cumulative Excess Performance

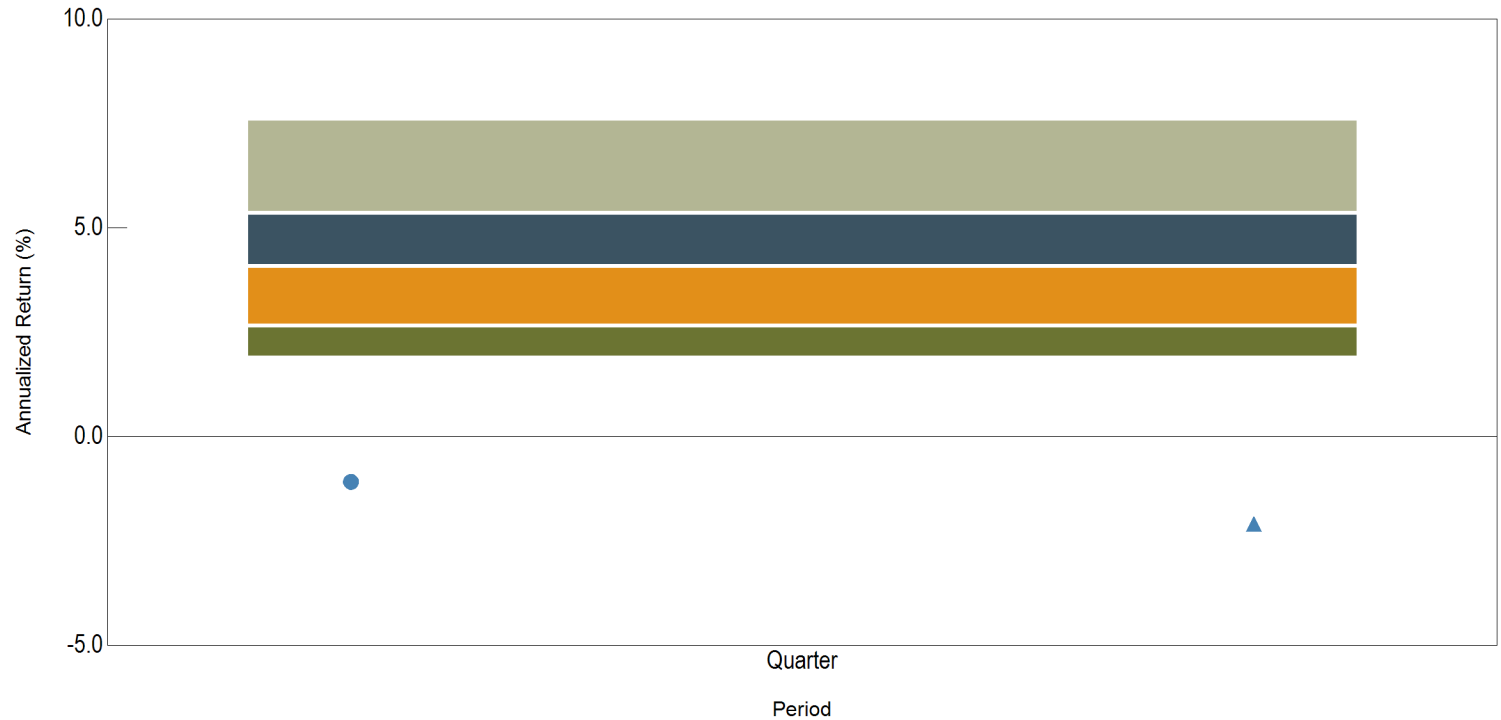


# Universe Comparison

Benchmark: Barclays Global Aggregate Bond Index

Universe: Global Fixed Income - Unhedged

Ending March 31, 2013



## Return (Rank)

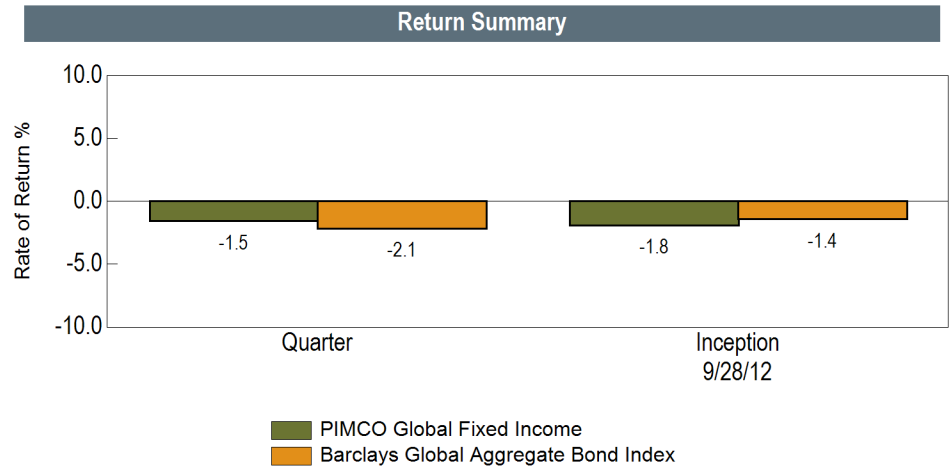
5th Percentile	7.6	
25th Percentile	5.4	
Median	4.1	
75th Percentile	2.7	
95th Percentile	1.9	
# of Portfolios	26	
● Loomis Sayles Global Fixed Income	-1.1	(99)
▲ Barclays Global Aggregate Bond Index	-2.1	(99)

## Manager Performance

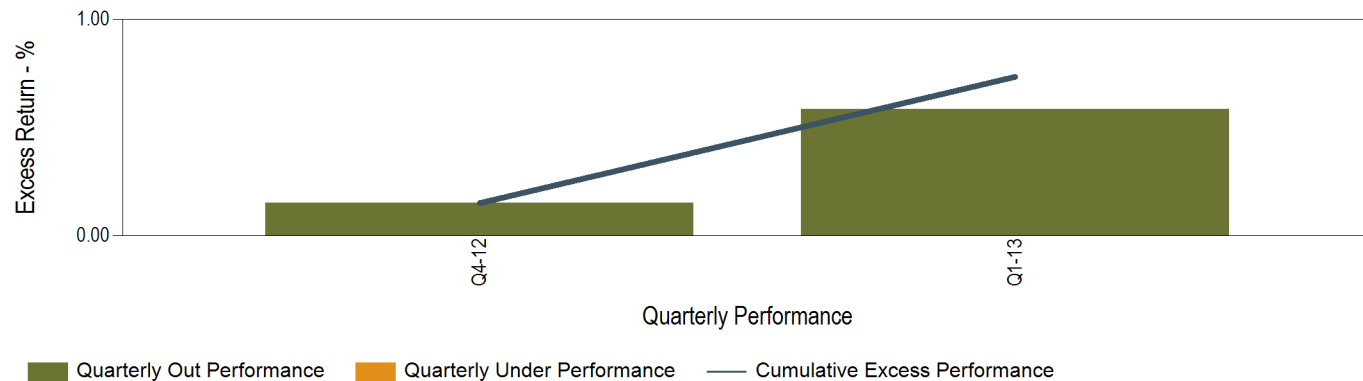
Benchmark: Barclays Global Aggregate Bond Index

PIMCO's Global strategy offers portfolios usually comprised of intermediate duration global fixed income securities, primarily from investment grade issuers in developed countries, denominated in major global currencies. PIMCO employs both strategic and tactical interest rate, currency, and sector exposures relative to the benchmark. Sector specialists are charged with determining relative value within their sectors and play a key role in security selection. An important resource for the sector specialists is PIMCO's team of global credit analysts who conduct independent security analysis. PIMCO also utilizes a library of proprietary analytical software to help quantify risks and relative value in different securities. Investment decisions are based on the anticipated performance of the securities given the firm's global interest rate and volatility forecasts, their credit worthiness, and liquidity. Current holdings are constantly re-evaluated for their relative attractiveness versus investments available in the marketplace.

Account Information	
Account Name	<b>PIMCO Global Fixed Income</b>
Account Structure	<b>Mutual Fund</b>
Investment Style	<b>Passive</b>
Inception Date	<b>9/28/12</b>
Account Type	<b>Global Fixed Income</b>
Benchmark	<b>Barclays Global Aggregate Bond Index</b>
Universe	<b>Global Fixed Income - Unhedged</b>



### Quarterly and Cumulative Excess Performance



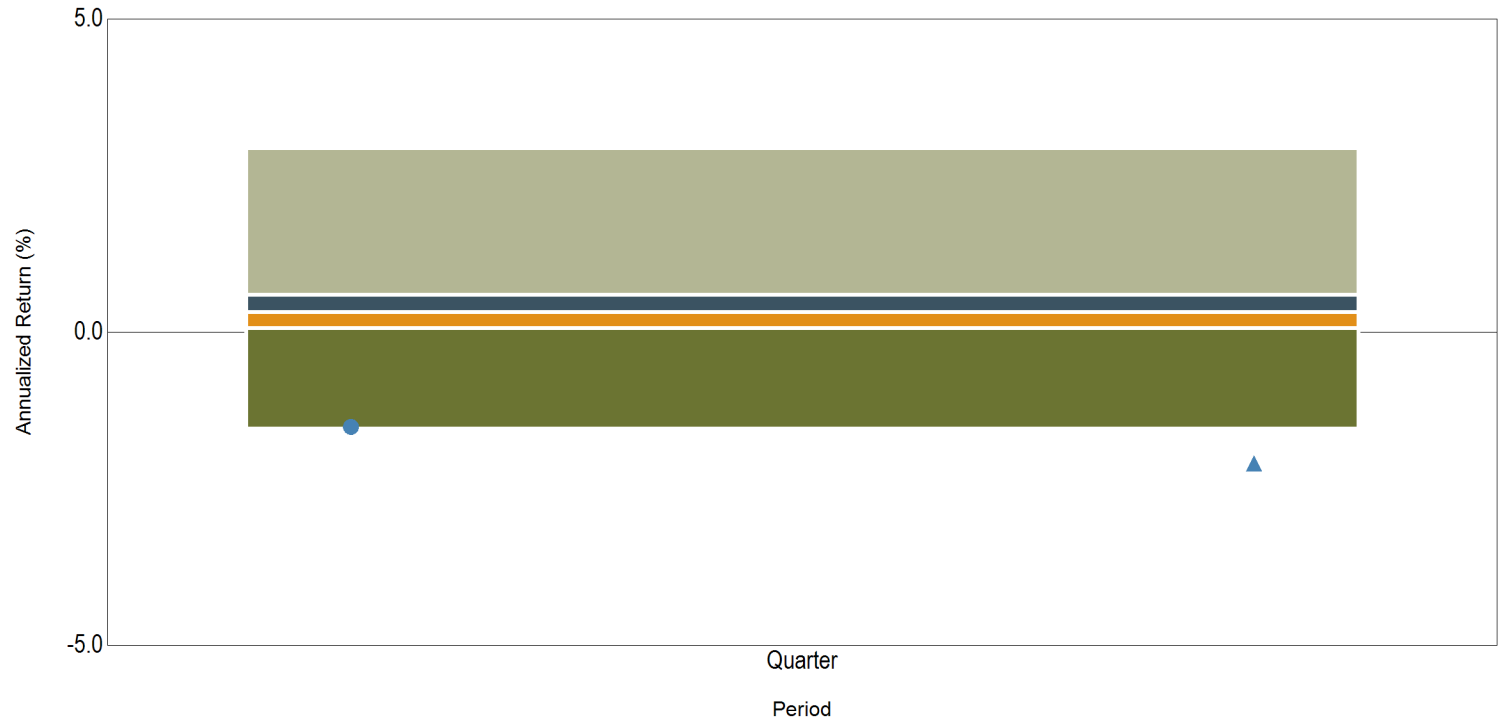


# Universe Comparison

Benchmark: Barclays Global Aggregate Bond Index

Universe: Global Fixed Income - Unhedged

Ending March 31, 2013



	Return (Rank)	
5th Percentile	2.9	
25th Percentile	0.6	
Median	0.3	
75th Percentile	0.1	
95th Percentile	-1.5	
# of Portfolios	1,698	
● PIMCO Global Fixed Income	-1.5	(95)
▲ Barclays Global Aggregate Bond Index	-2.1	(98)

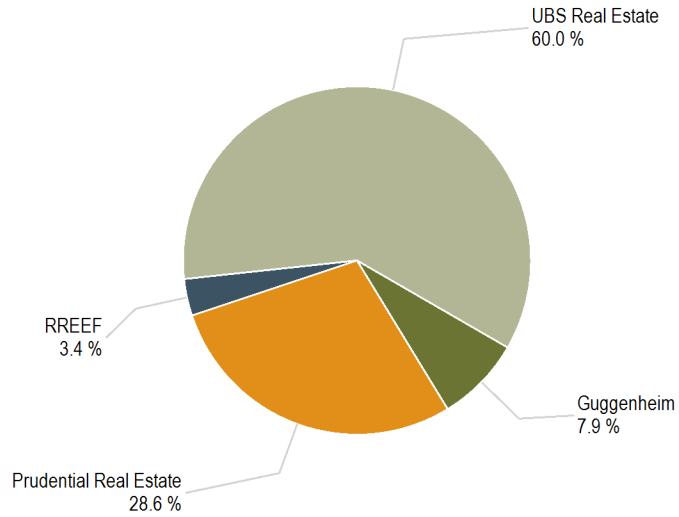


Total Real Estate

# Overview

Benchmark: Policy Benchmark

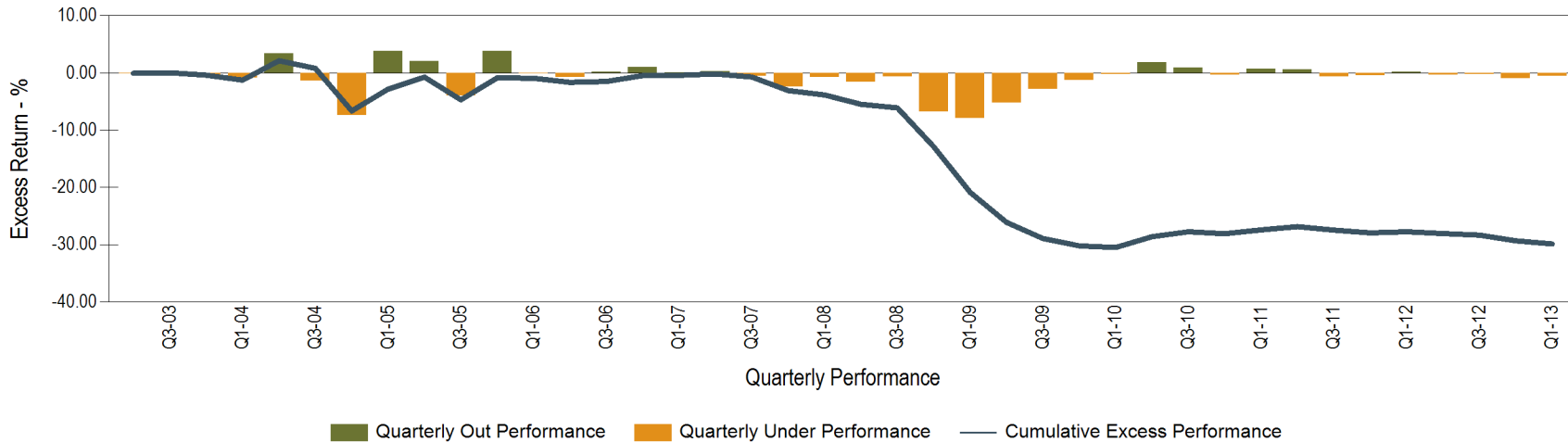
## Current Allocation



## Return Summary



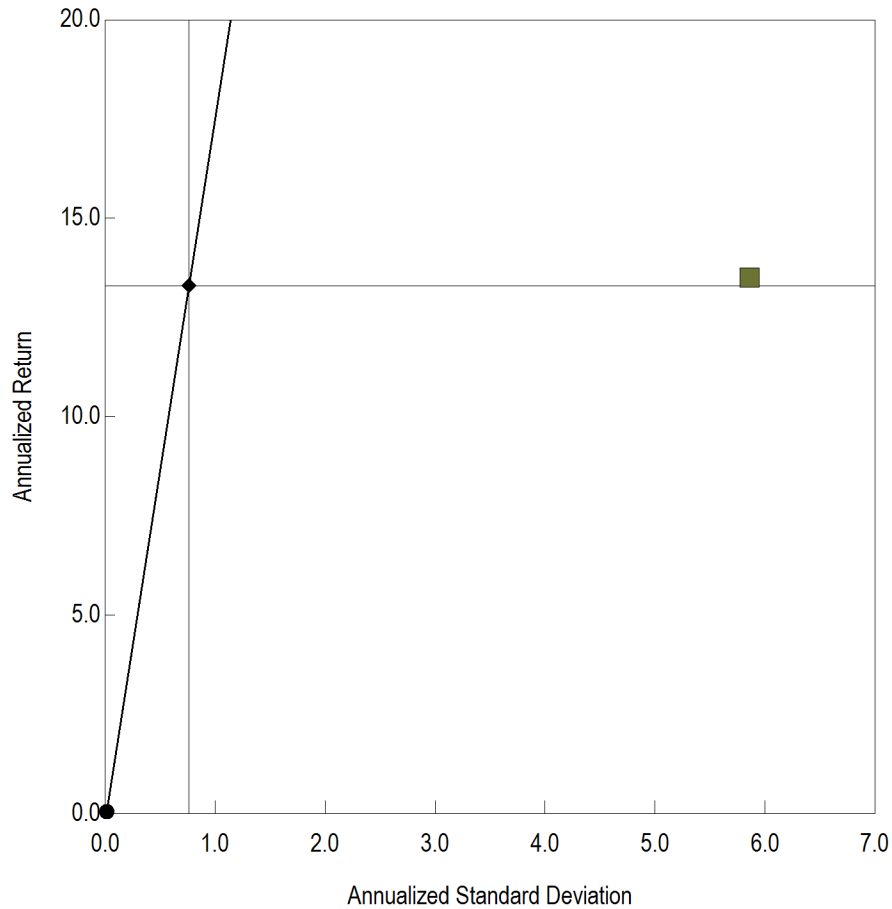
## Quarterly and Cumulative Excess Performance



Risk Profile

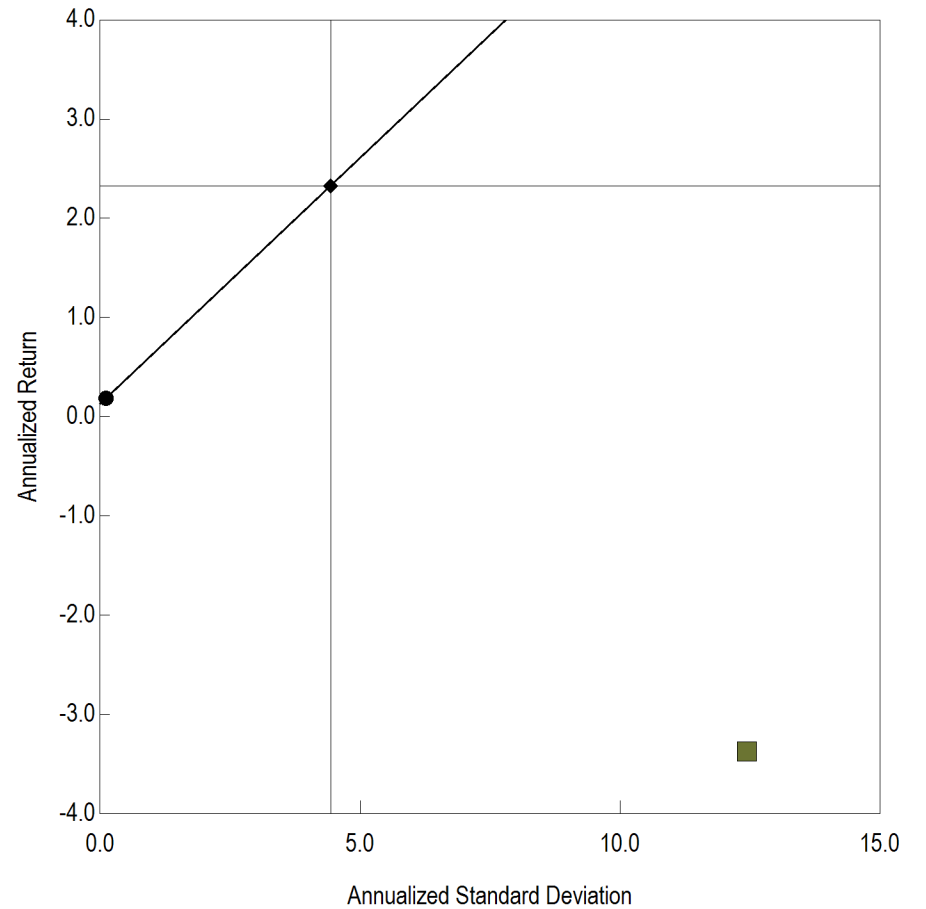
Benchmark: Policy Benchmark

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



- Total Real Estate
- ◆ Policy Benchmark
- Risk Free

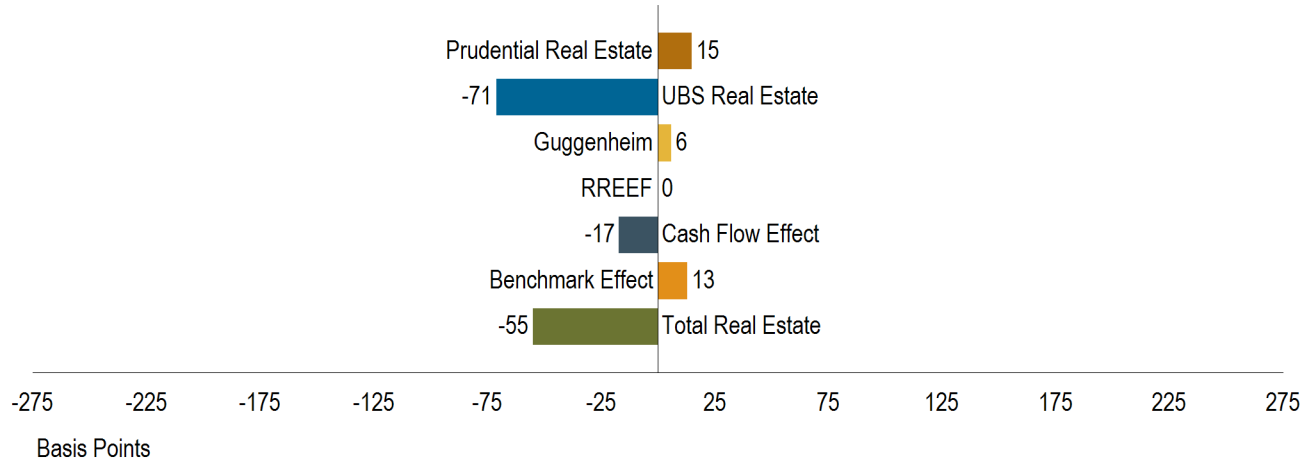
Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



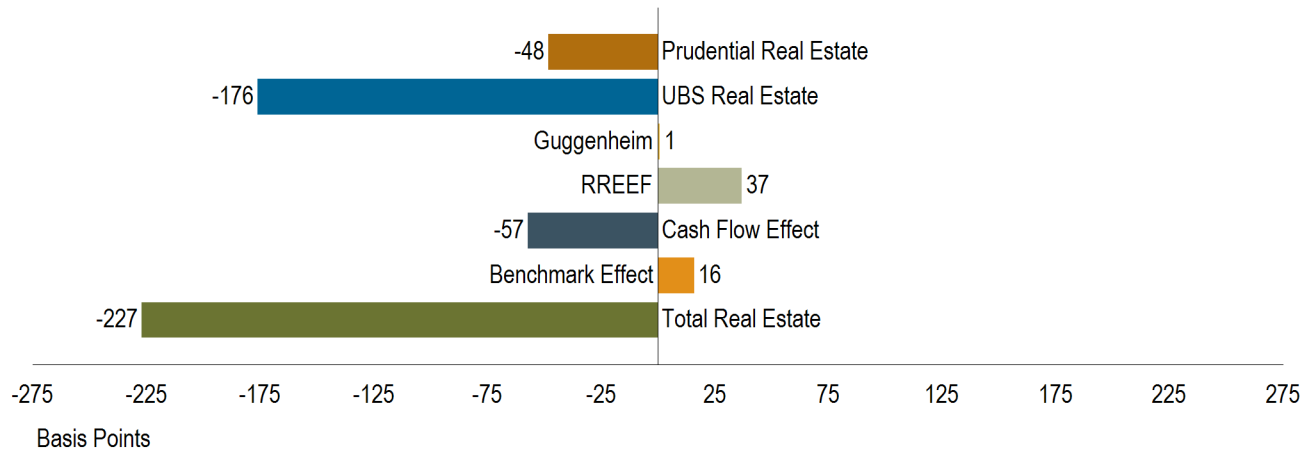
- Total Real Estate
- ◆ Policy Benchmark
- Risk Free

**Attribution**

**MANAGER ATTRIBUTION ANALYSIS  
3 MONTHS ENDING 3/31/13**



**MANAGER ATTRIBUTION ANALYSIS  
1 YEAR ENDING 3/31/13**

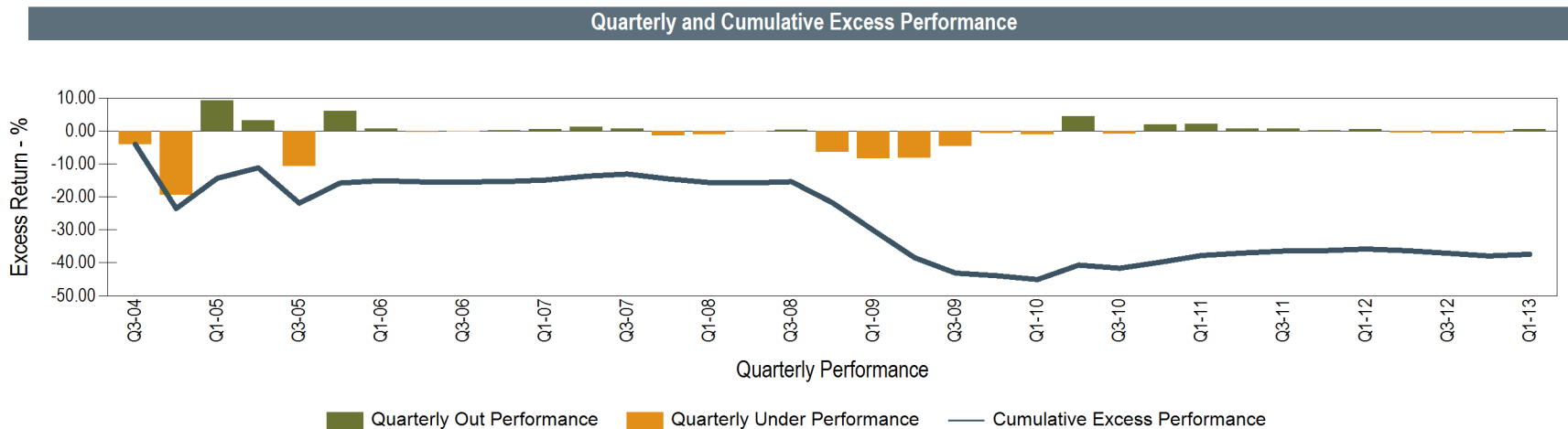
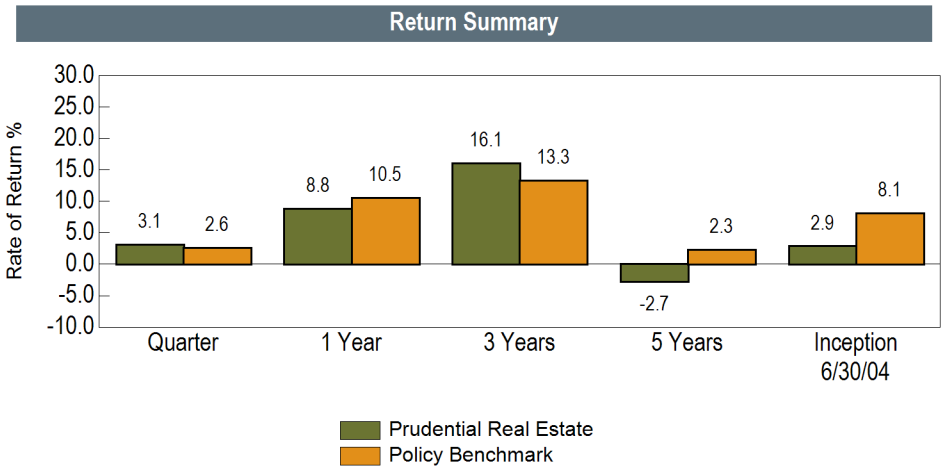


## Manager Performance

Benchmark: Policy Benchmark

Prudential's PRISA is a core-only product with no value-added component. The manager utilizes low leverage (max 30%) and is diversified across both property types and regions. PRISA has a dedicated team of 15 regional research professionals who work on the portfolio. In constructing the PRISA portfolio, the lead portfolio manager annually develops a forward-looking three-year forecast. The forecast is based on macroeconomic predictions, along with input from the manager's proprietary software systems. The transaction team utilizes this forward-looking forecast in its search for potential properties.

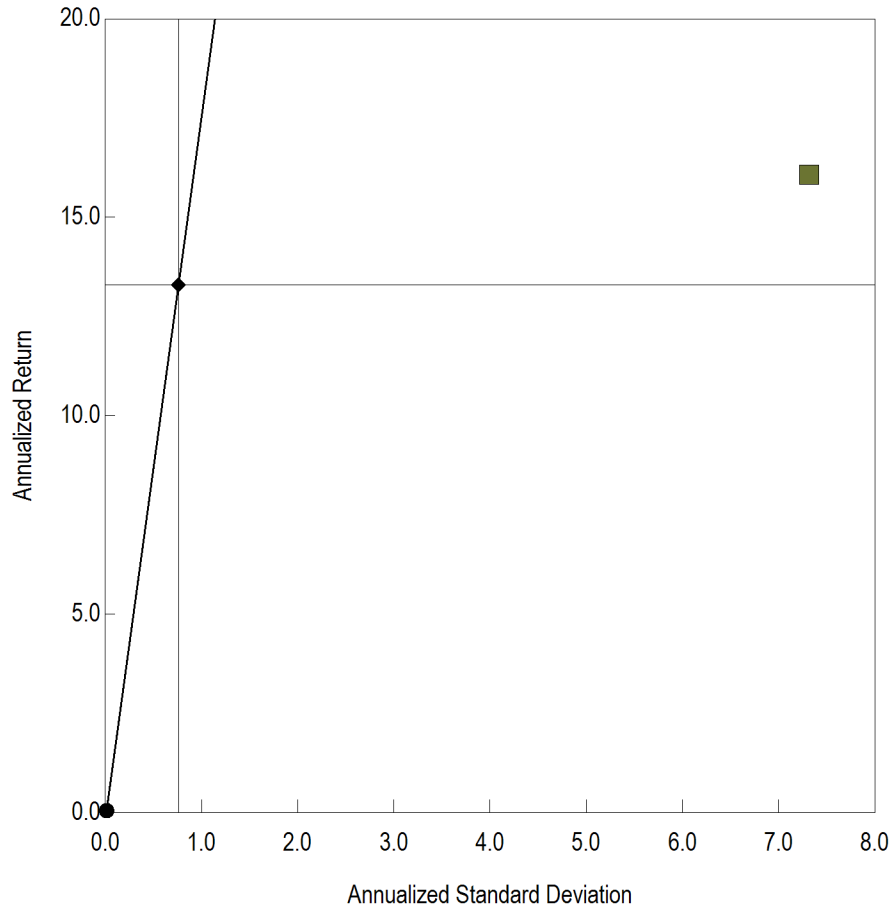
Account Information	
Account Name	Prudential Real Estate
Account Structure	Other
Investment Style	Active
Inception Date	6/30/04
Account Type	Real Estate
Benchmark	Policy Benchmark
Universe	eA US REIT Net



Risk Profile

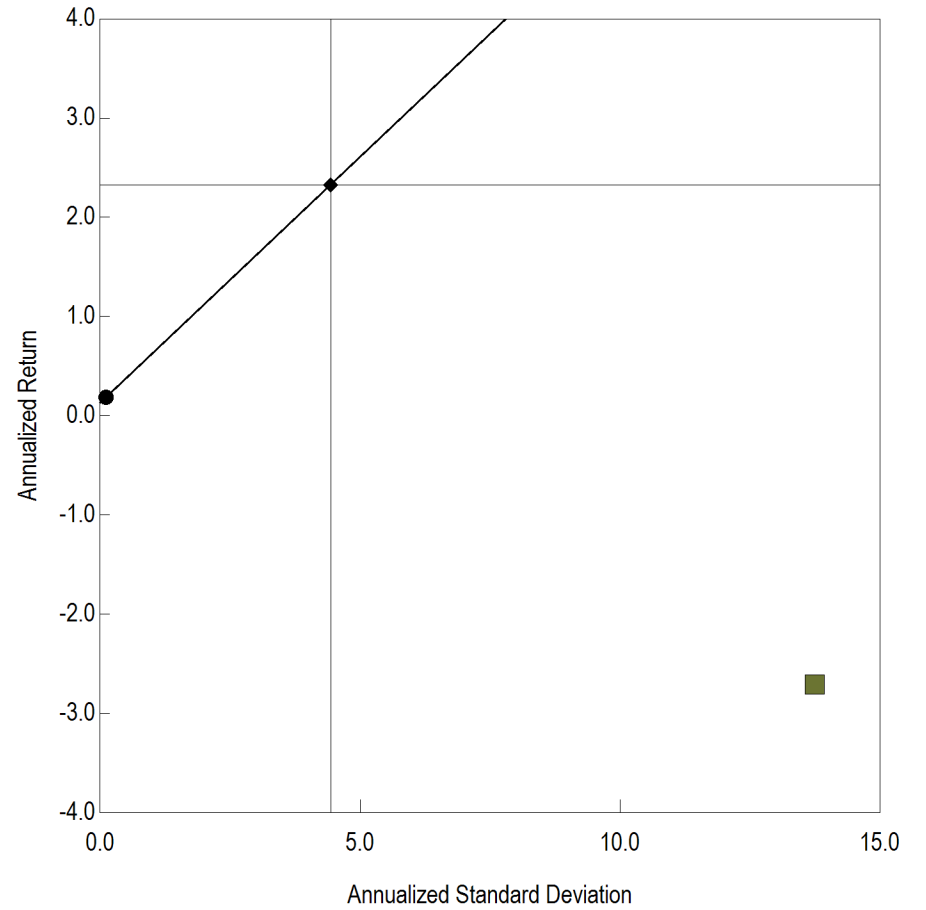
Benchmark: Policy Benchmark

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



- Prudential Real Estate
- ◆ Policy Benchmark
- Risk Free

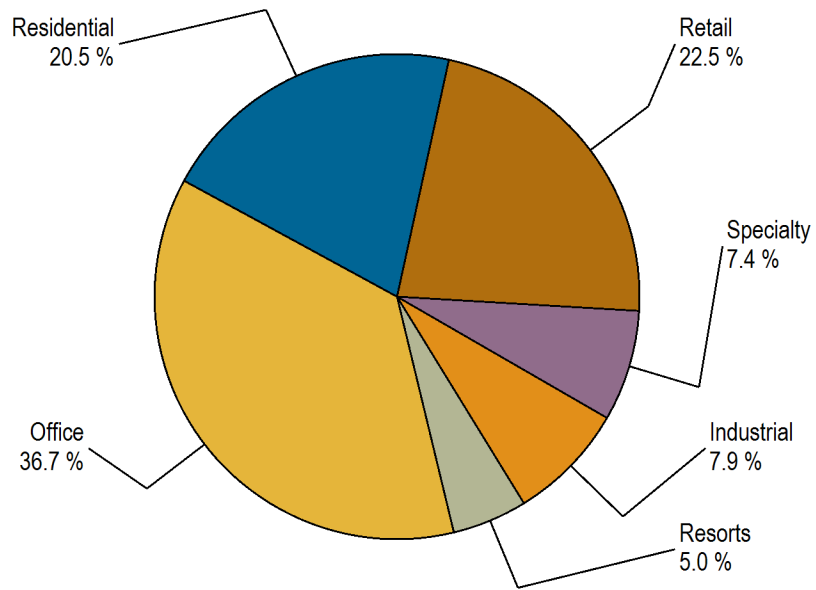
Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



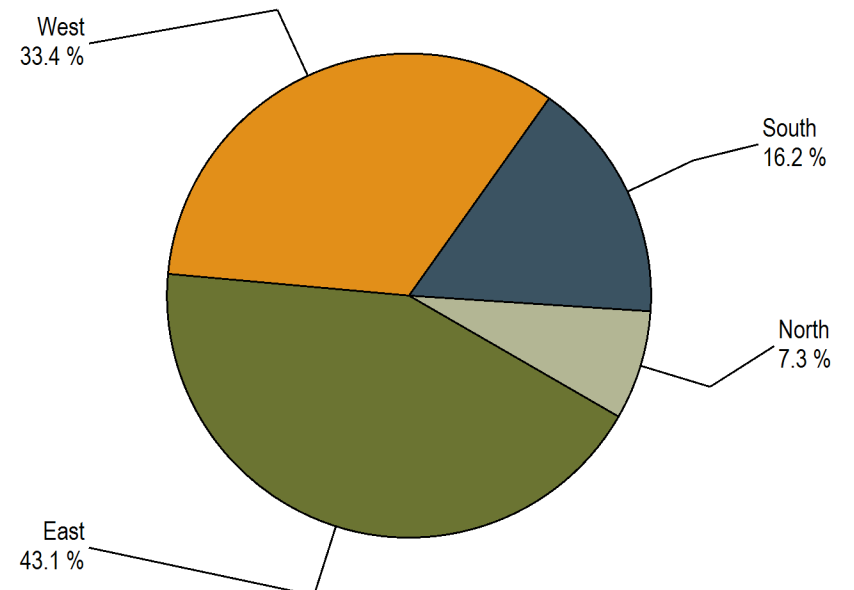
- Prudential Real Estate
- ◆ Policy Benchmark
- Risk Free

# Manager Analysis

### Property Type Allocation



### Geographic Diversification



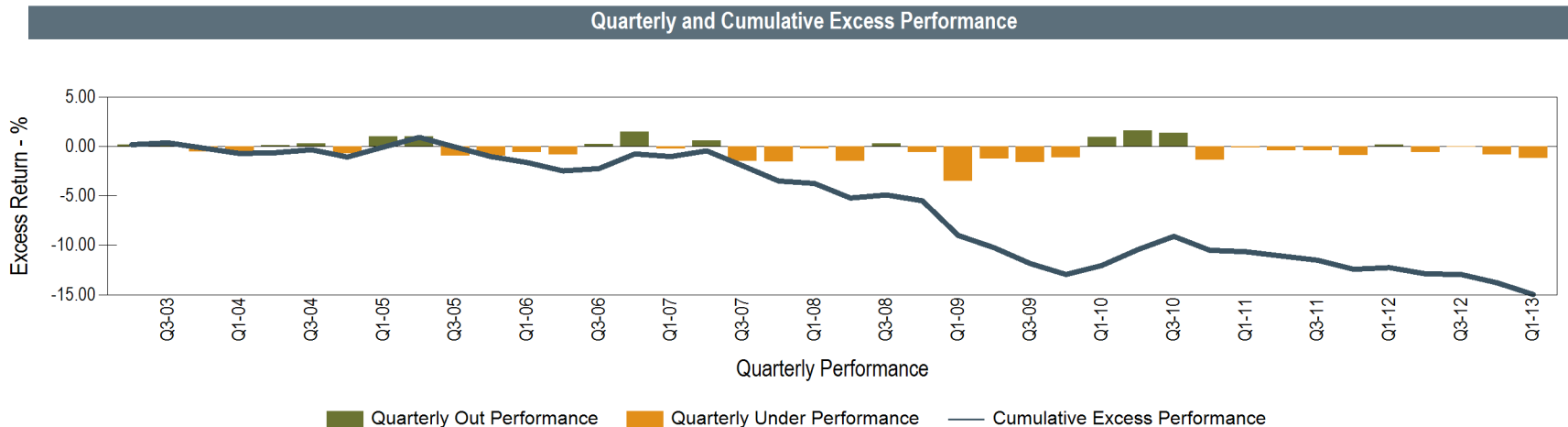
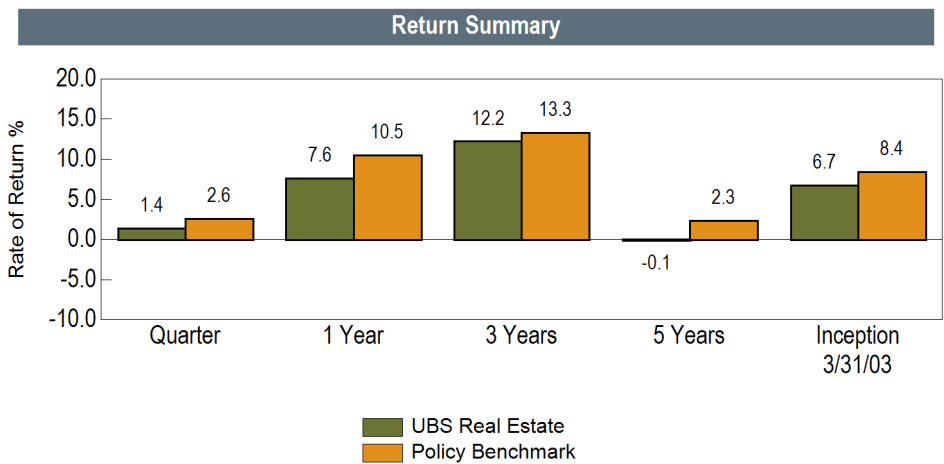


## Manager Performance

Benchmark: Policy Benchmark

The UBS Trumbull Property (formerly RESA) team views the Fund's strategy as an enhanced index strategy. They measure the sector allocations of the high-quality institutional real estate universe and use those as a base for the Fund. The Fund will use extensive research to make small bets on sectors relative to the base allocations. The investment process for the portfolio is very analytic and research intensive. The investment team relies on multiple proprietary pricing and asset allocation models which analyze different property types in over 25 national markets. The UBS Realty Strategy Team, which is composed of the senior-most professionals from the different areas of UBS Realty, works on an ongoing basis with the research department to continually modify the proprietary modeling systems.

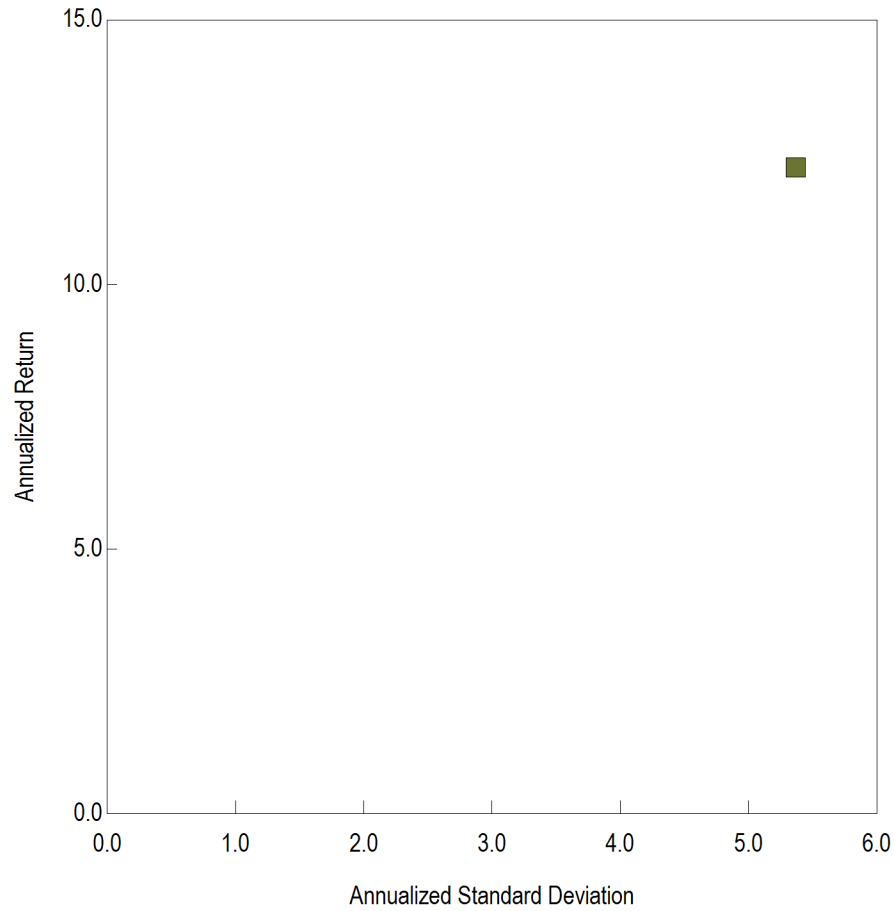
Account Information	
Account Name	<b>UBS Real Estate</b>
Account Structure	<b>Other</b>
Investment Style	<b>Active</b>
Inception Date	<b>3/31/03</b>
Account Type	<b>Real Estate</b>
Benchmark	<b>Policy Benchmark</b>
Universe	<b>eA US REIT Net</b>



# Risk Profile

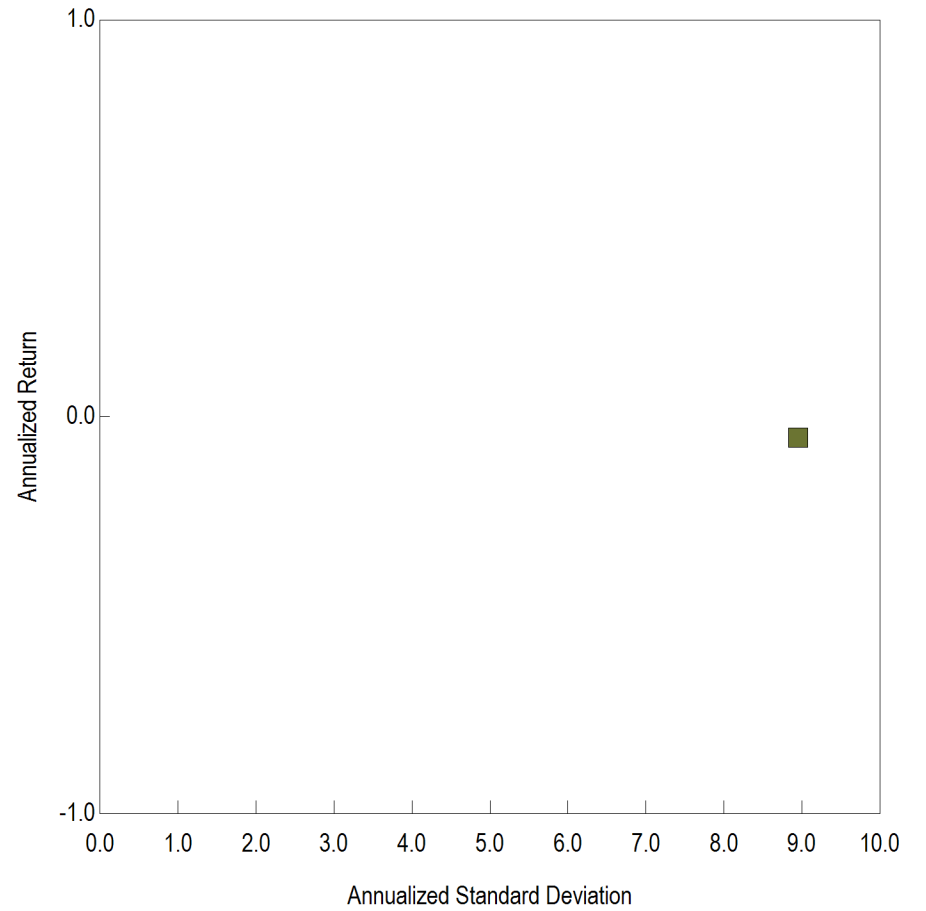
Benchmark: Policy Benchmark

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



- UBS Real Estate
- ◆ NCREIF Open End Fund Index
- Risk Free

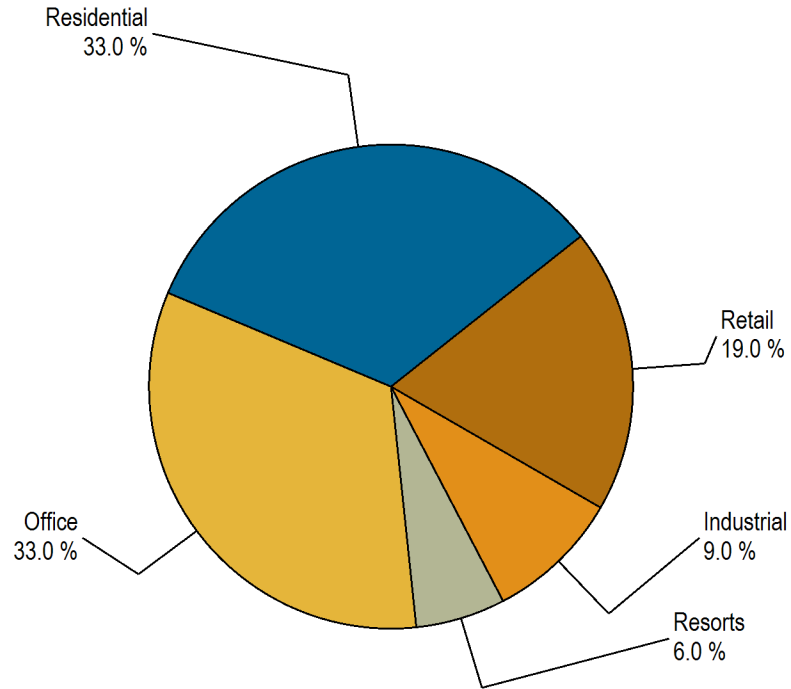
Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



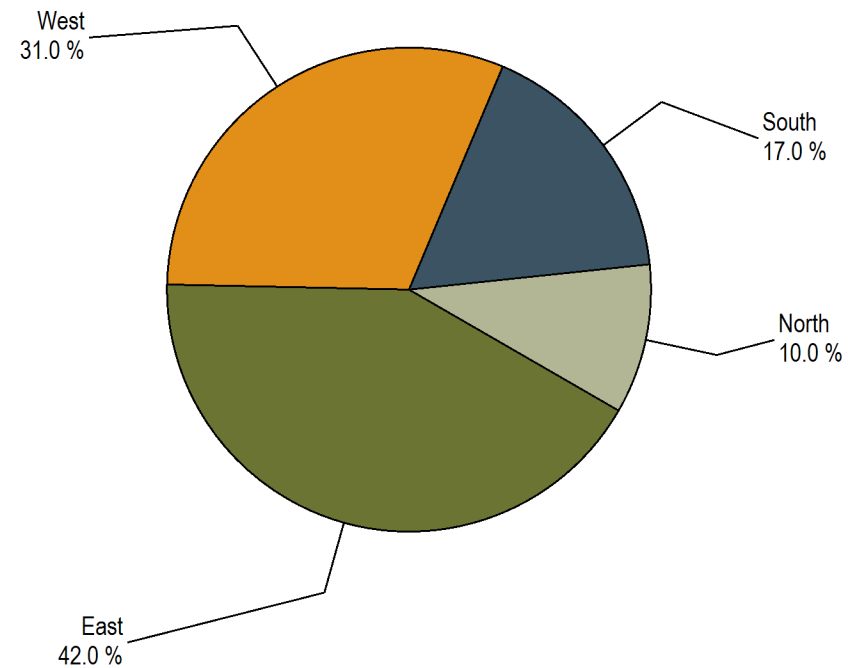
- UBS Real Estate
- ◆ NCREIF Open End Fund Index
- Risk Free

# Manager Analysis

### Property Type Allocation



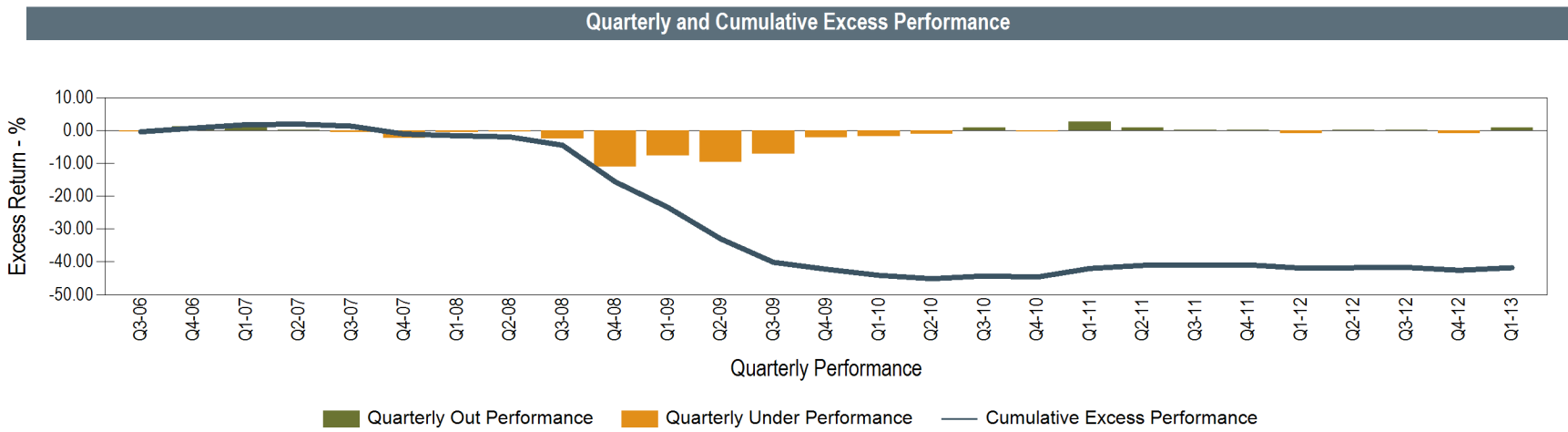
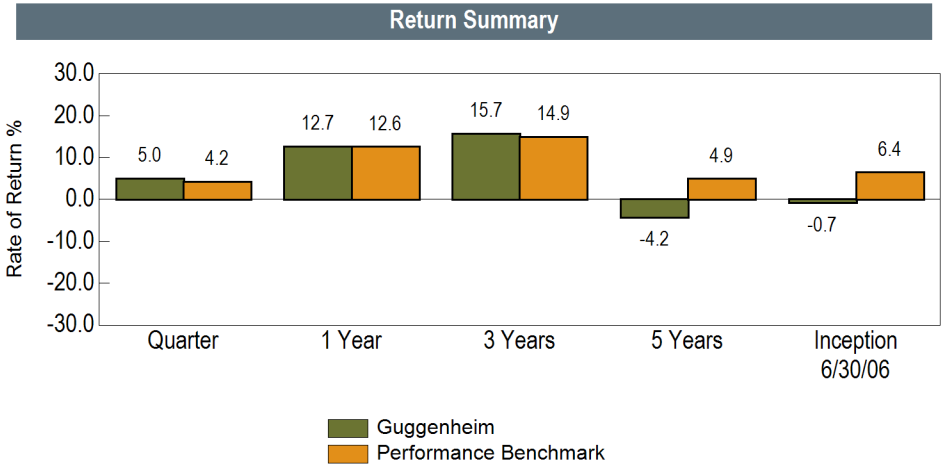
### Geographic Diversification



# Manager Performance

Benchmark: Performance Benchmark

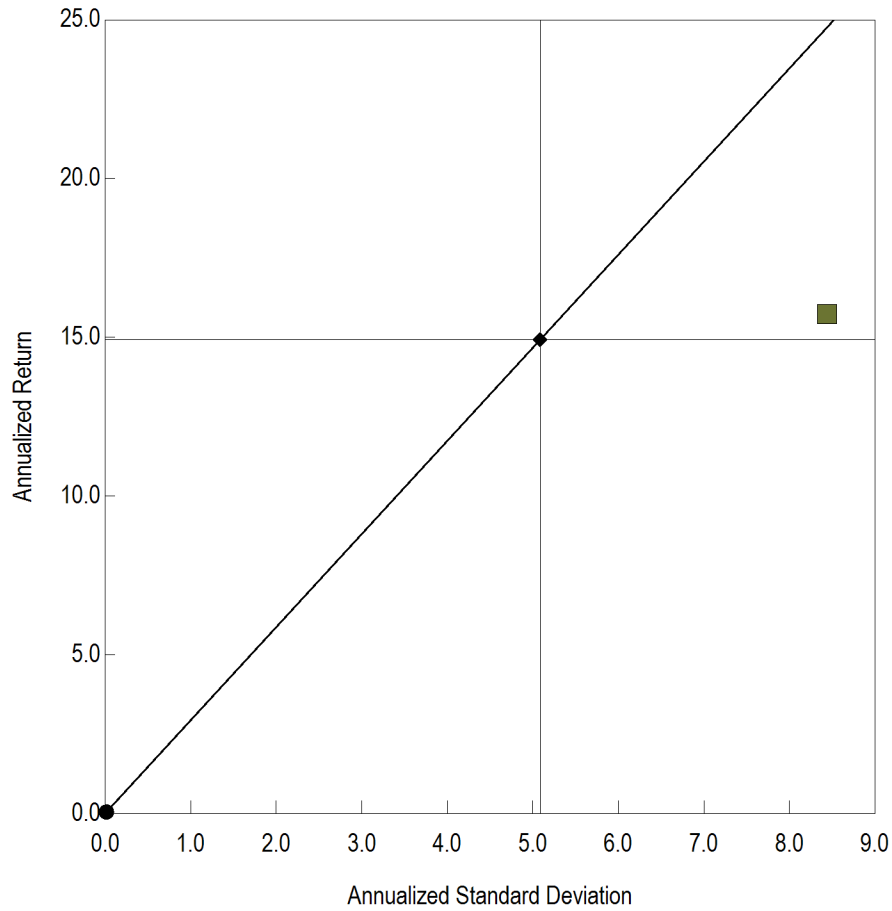
Account Information	
Account Name	Guggenheim
Account Structure	Other
Investment Style	Active
Inception Date	6/30/06
Account Type	Real Estate
Benchmark	Performance Benchmark
Universe	eA US REIT Net



# Risk Profile

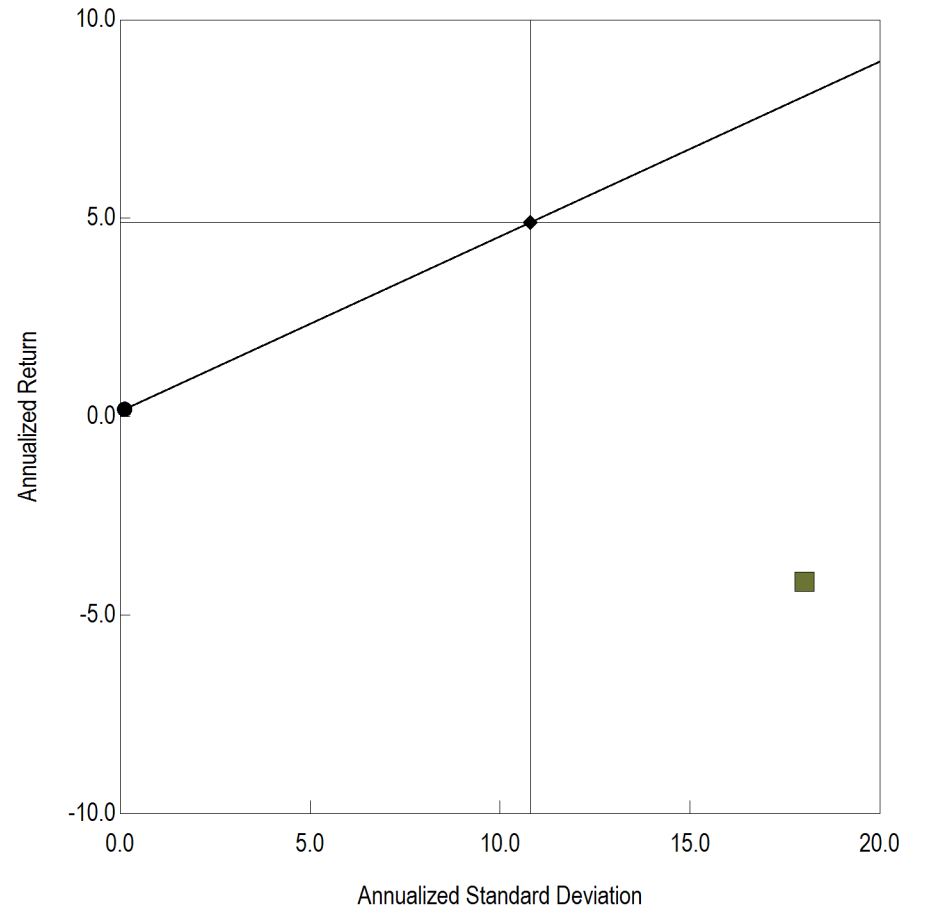
Benchmark: Performance Benchmark

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



- Guggenheim
- ◆ Performance Benchmark
- Risk Free

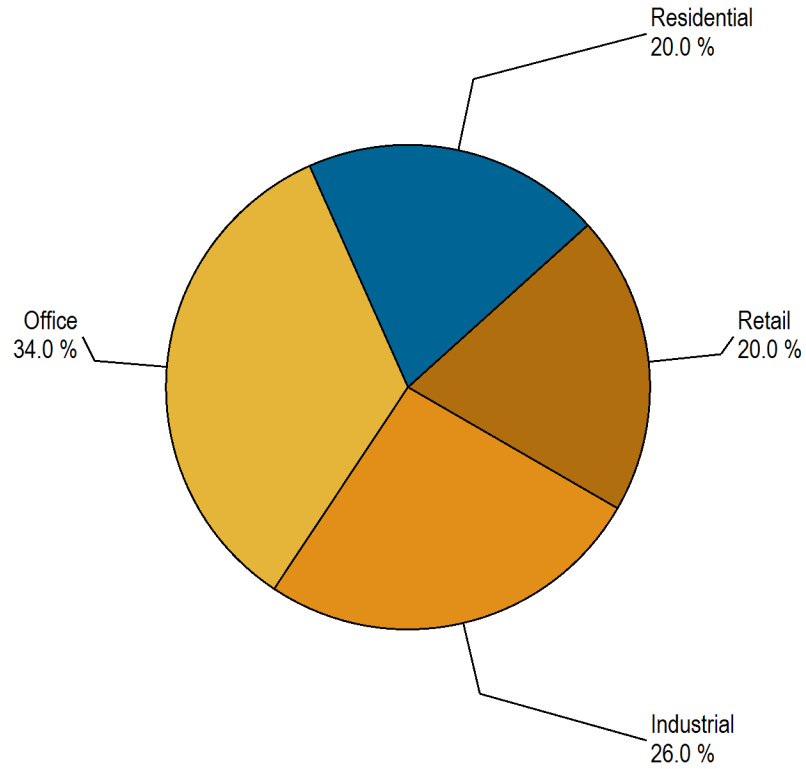
Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013



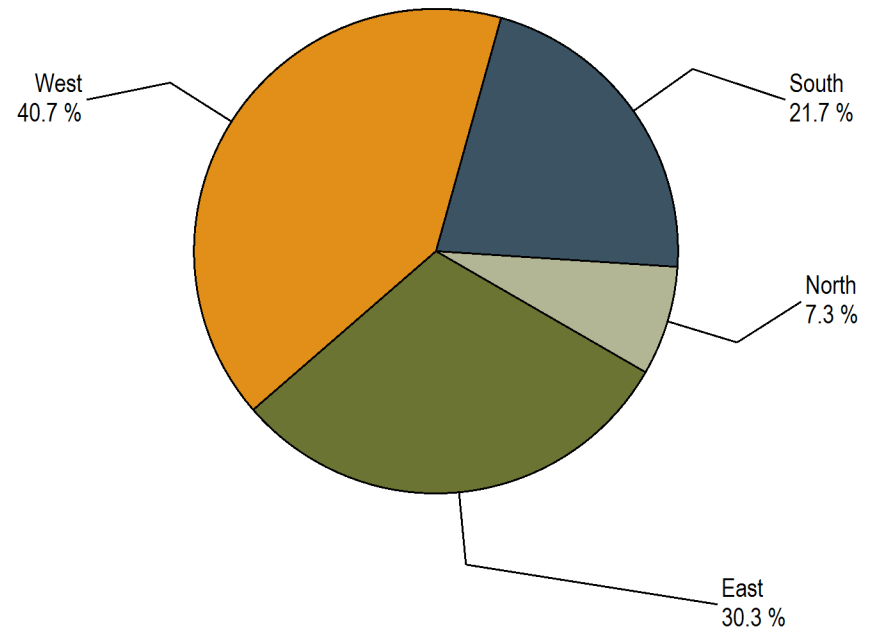
- Guggenheim
- ◆ Performance Benchmark
- Risk Free

# Manager Analysis

Property Type Allocation



Geographic Diversification



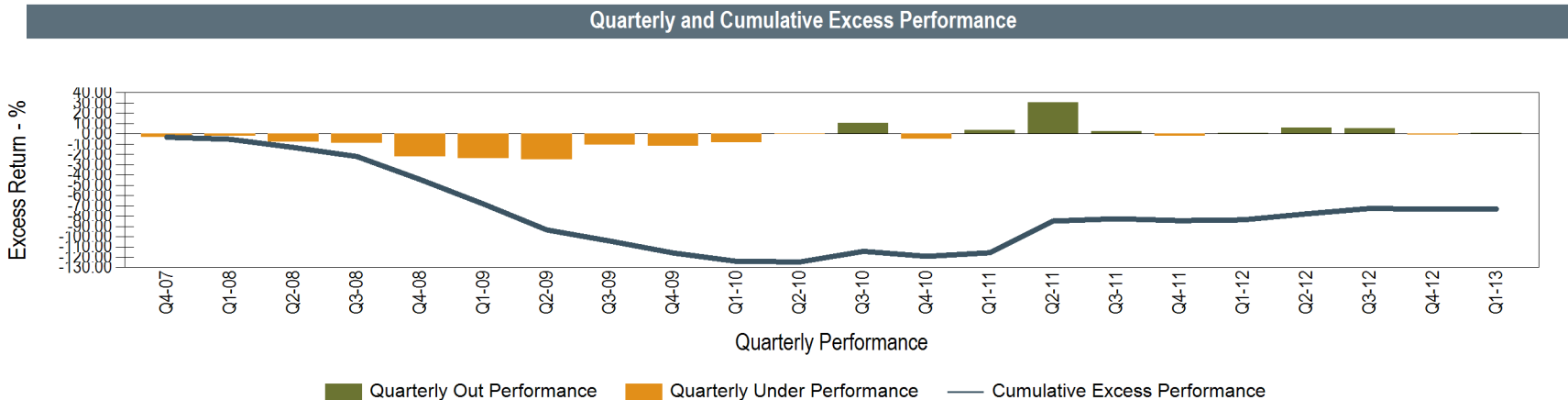
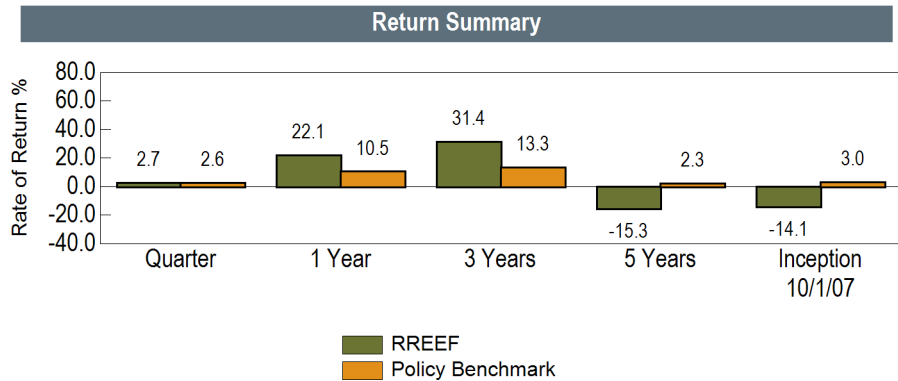
## Manager Performance

Benchmark: Policy Benchmark

RREEF employs 600+ real estate investment professionals in 115 offices located in every major metropolitan market nationwide. RREEF America III (RA III) is a \$600 million open-end private REIT that pursues value-added investment opportunities in the U.S. The RREEF research process, dubbed the Market Profile Process, is led by Asieh Mansour, Ph. D and is roughly 65% bottom up asset-specific fundamental research and 25% top down market and demographic research. The remainder focuses on the investment performance of real estate in both public market and private market settings. This process is executed by the 17 members of the full-time research staff.

RA III has a target total fund size of \$1-2 billion, which RA III management expects to reach over a five year period. RREEF expects RA III to produce more than one-half of its total return from realized and unrealized gains resulting from the improvements it makes in the fund's assets. RA III investments will include income-producing properties, properties requiring re-positioning, and speculative development. The fund is scheduled to have a 15-year life and will commence an orderly liquidation of assets on January 22, 2016. RA III shareholders and the Board of Directors are considering a proposal to extend product life. As a REIT, oversight of RA III is maintained by an independent board that approves: the investment plan, dispositions, financing, and quarterly valuations.

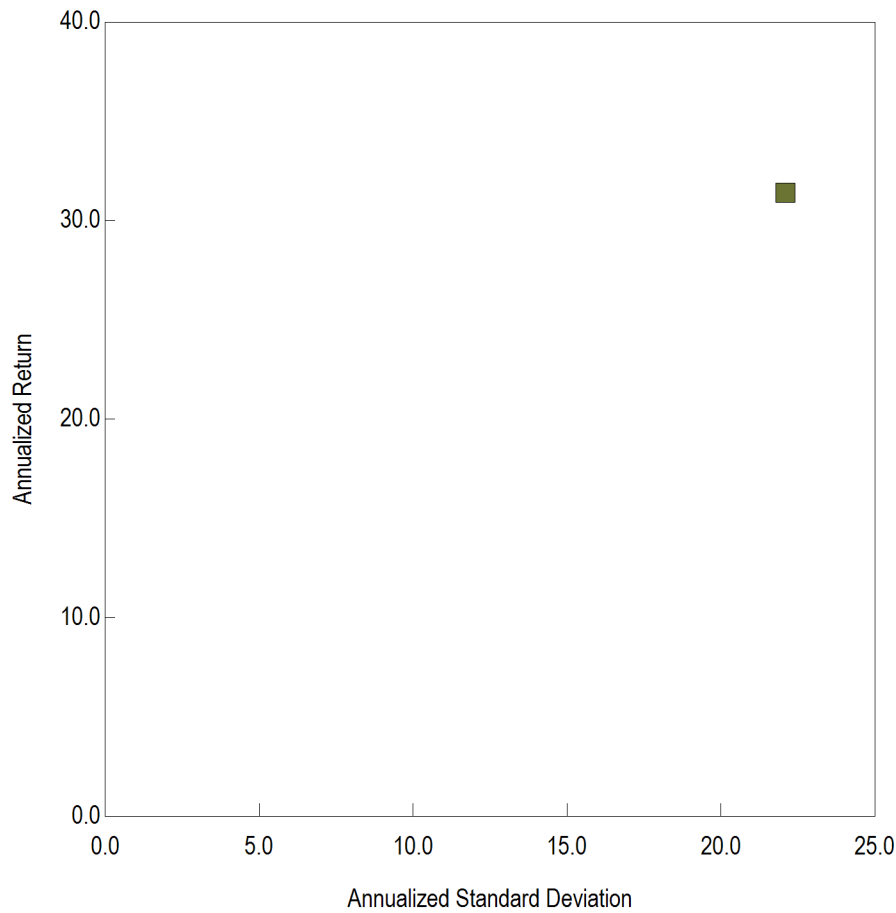
Account Information	
Account Name	<b>RREEF</b>
Account Structure	<b>Other</b>
Investment Style	<b>Active</b>
Inception Date	<b>10/01/07</b>
Account Type	<b>Real Estate</b>
Benchmark	<b>Policy Benchmark</b>
Universe	<b>eA US REIT Net</b>



# Risk Profile

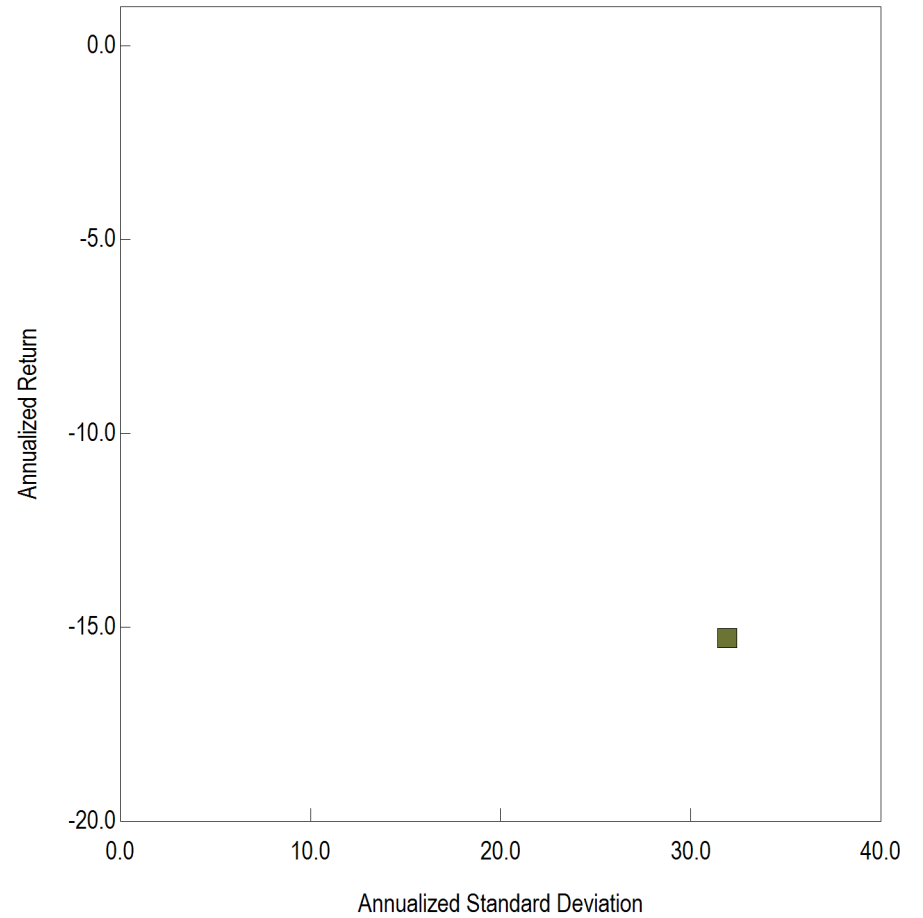
Benchmark: Policy Benchmark

Annualized Return vs. Annualized Standard Deviation  
3 Years Ending March 31, 2013



- RREEF
- ◆ NCREIF Open End Fund Index
- Risk Free

Annualized Return vs. Annualized Standard Deviation  
5 Years Ending March 31, 2013

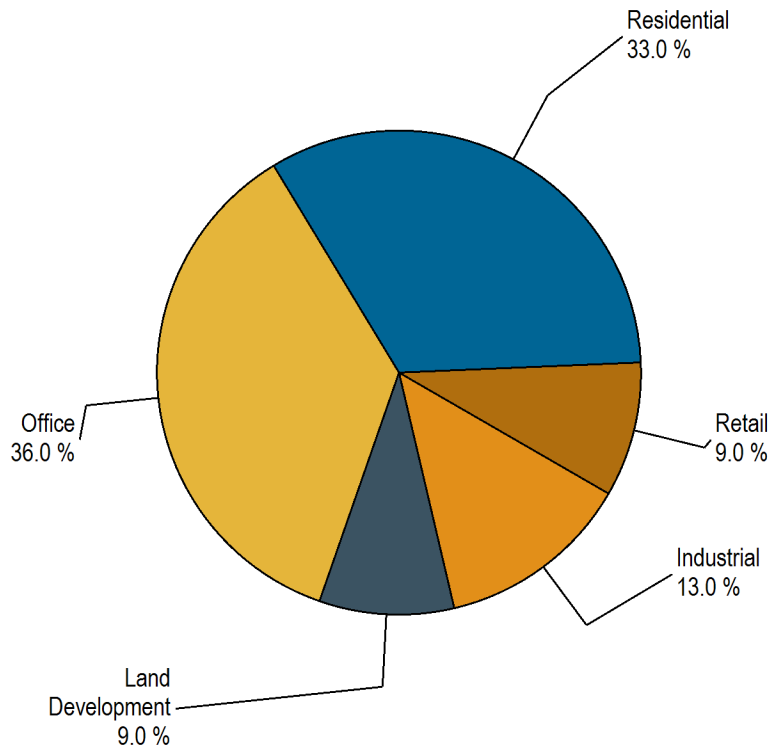


- RREEF
- ◆ NCREIF Open End Fund Index
- Risk Free

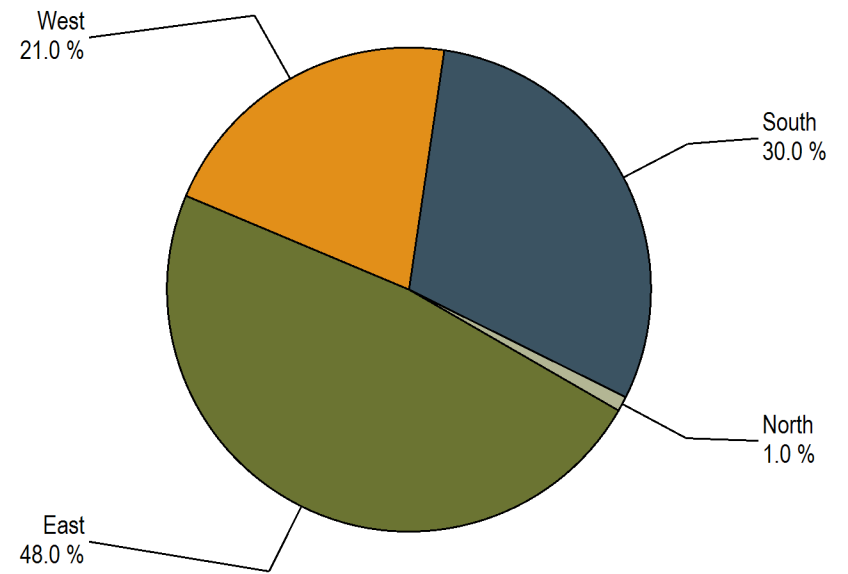


# Manager Analysis

Property Type Allocation



Geographic Diversification





Total Private Equity

## Overview

**Adams Street Partnership**

	<b>As of 12/31/2012</b>
Inception Date	May 2010
Capital Committed	\$85.0 million
Capital Called	\$27.70 million
Distributions	\$2.55 million
Carrying Values	\$30.41 million
Fee %	1.00%
Fee	\$850,000
Net IRR Since Inception*	20.2%

**Pantheon Ventures**

	<b>As of 12/31/2012</b>
Inception Date	January 2010
Capital Committed	\$15.0 million
Capital Called	\$6.45 million
Distributions	\$1.50 million
Carrying Values	\$6.91 million
Fee %	1.00%
Fee	\$150,000
Net IRR Since Inception*	26.3%

\*Due to the relatively short investment period of the Pension's investments, the internal rate of return (IRR) might not be meaningful.



# Appendix

## Fee Schedule

Account	Fee Schedule	Market Value As of 3/31/2013	% of Portfolio	Estimated Annual Fee (\$)	Estimated Annual Fee (%)
<b>Total U.S. Equity</b>	<b>No Fee</b>	<b>\$1,368,189,952</b>	<b>37.5%</b>	<b>--</b>	<b>--</b>
BlackRock Extended Equity Index Fund	0.08% of First \$50.0 Mil, 0.06% of Next \$50.0 Mil, 0.04% Thereafter	\$35,392,385	1.0%	\$28,314	0.08%
Western U.S. Index Plus	0.15% of Assets	\$101,171,702	2.8%	\$151,758	0.15%
BlackRock Equity Market Fund	0.03% of First \$250.0 Mil, 0.02% Thereafter	\$1,231,625,865	33.8%	\$271,325	0.02%
<b>Total Non-U.S. Equity</b>	<b>No Fee</b>	<b>\$674,924,225</b>	<b>18.5%</b>	<b>--</b>	<b>--</b>
BlackRock ACWI ex-U.S. Index	0.12% of First \$100.0 Mil, 0.10% Thereafter	\$352,277,401	9.7%	\$372,277	0.11%
Sprucegrove	0.90% of First \$5.0 Mil, 0.65% of Next \$10.0 Mil, 0.55% of Next \$25.0 Mil, 0.50% of Next \$35.0 Mil, 0.25% of Next \$225.0 Mil, 0.20% Thereafter	\$164,697,921	4.5%	\$646,745	0.39%
Hexavest	0.60% of First \$10.0 Mil, 0.50% of Next \$30.0 Mil, 0.40% of Next \$40.0 Mil	\$70,797,824	1.9%	\$333,191	0.47%
Walter Scott	1.00% of First \$50.0 Mil, 0.85% of Next \$25.0 Mil, 0.60% Thereafter	\$87,151,079	2.4%	\$785,406	0.90%
<b>Total Global Equity</b>	<b>No Fee</b>	<b>\$320,996,624</b>	<b>8.8%</b>	<b>--</b>	<b>--</b>
GMO Global	0.65% of Assets	\$183,211,793	5.0%	\$1,190,877	0.65%
BlackRock Global MSCI ACWI Equity Index	No Fee	\$137,784,831	3.8%	--	--
<b>Total Real Estate</b>	<b>No Fee</b>	<b>\$299,640,056</b>	<b>8.2%</b>	<b>--</b>	<b>--</b>
Prudential Real Estate	0.81% of Assets	\$85,722,824	2.3%	\$694,355	0.81%
UBS Real Estate	0.96% of Assets	\$179,894,156	4.9%	\$1,726,984	0.96%
Guggenheim	0.60% of First \$20.0 Mil, 0.50% Thereafter	\$23,797,218	0.7%	\$138,986	0.58%
RREEF	0.30% of Assets	\$10,225,857	0.3%	\$30,678	0.30%

## Fee Schedule

Account	Fee Schedule	Market Value As of 3/31/2013	% of Portfolio	Estimated Annual Fee (\$)	Estimated Annual Fee (%)
<b>Total U.S. Fixed Income</b>	<b>No Fee</b>	<b>\$935,836,518</b>	<b>25.6%</b>	<b>--</b>	<b>--</b>
Western	0.30% of First \$100.0 Mil, 0.15% Thereafter	\$281,361,951	7.7%	\$572,043	0.20%
BlackRock U.S. Debt Fund	0.06% of First \$100.0 Mil, 0.04% of Next \$400.0 Mil, 0.02% Thereafter	\$133,657,823	3.7%	\$73,463	0.05%
Reams	0.20% of First \$200.0 Mil, 0.15% Thereafter	\$245,461,981	6.7%	\$468,193	0.19%
Loomis Sayles	0.50% of First \$20.0 Mil, 0.40% of Next \$30.0 Mil, 0.30% Thereafter	\$109,220,131	3.0%	\$397,660	0.36%
<b>Total Global Fixed Income</b>	<b>No Fee</b>	<b>\$166,134,632</b>	<b>4.6%</b>	<b>--</b>	<b>--</b>
Loomis Sayles Global Fixed Income	0.30% of First \$100.0 Mil, 0.20% Thereafter	\$67,314,759	1.8%	\$201,944	0.30%
PIMCO Global Fixed Income	0.35% of First \$100.0 Mil, 0.30% Thereafter	\$98,819,873	2.7%	\$345,870	0.35%
<b>Total Private Equity</b>	<b>No Fee</b>	<b>\$35,904,123</b>	<b>1.0%</b>	<b>--</b>	<b>--</b>
Adams Street Partners	\$850,000 Annually	\$28,396,455	0.8%	\$850,000	2.99%
Pantheon Ventures	\$150,000 Annually	\$7,507,668	0.2%	\$150,000	2.00%
Clifton Group	0.15% of First \$25.0 Mil, 0.10% of Next \$75.0 Mil, 0.40% Thereafter	\$13,369,852	0.4%	\$20,055	0.15%
<b>Investment Management Fee</b>		<b>\$3,648,861,350</b>	<b>100.0%</b>	<b>\$9,450,124</b>	<b>0.26%</b>

Note: Western's fees for both U.S. and Fixed Income products are calculated together. The first \$100 million of the combined assets is billed at 30bps, all assets thereafter are billed at 15bps. Additionally, the Estimated Annual Fee does include the Private Equity asset class fees of \$1 million.

## Market Returns

	First Quarter	1-Year	Annualized Periods Ending 3/31/13			
			3-Year	5-Year	10-Year	15-Year
<b>Domestic Stock Indices:</b>						
Dow Jones US Total Stock Index	11.1	14.5	13.1	6.5	9.4	4.8
S&P 500 Index	10.6	14.0	12.7	5.8	8.5	4.3
Russell 3000 Index	11.1	14.6	13.0	6.3	9.2	4.7
Russell 1000 Value Index	12.3	18.8	12.7	4.8	9.2	5.3
Russell 1000 Growth Index	9.5	10.1	13.1	7.3	8.6	3.2
Russell MidCap Value Index	14.2	21.5	15.0	8.5	12.6	8.3
Russell MidCap Growth Index	11.5	12.8	14.2	8.0	11.5	6.1
Russell 2000 Value Index	11.6	18.1	12.1	7.3	11.3	7.4
Russell 2000 Growth Index	13.2	14.5	14.7	9.0	11.6	4.1
<b>Domestic Bond Indices:</b>						
Barclays Capital Aggregate Index	-0.1	3.8	5.5	5.5	5.0	5.8
Barclays Capital Govt/Credit Index	-0.2	4.6	6.1	5.5	5.1	5.9
Barclays Capital Long Govt/Credit Index	-2.0	8.9	12.3	9.5	7.5	7.8
Barclays Capital 1-3 Year Govt/Credit Index	0.2	1.1	1.6	2.4	3.1	4.2
Barclays Capital U.S. MBS Index	0.0	2.0	4.2	5.2	5.0	5.7
Barclays Capital High Yield Index	2.9	13.1	11.2	11.6	10.1	7.1
Barclays Capital Universal Index	0.1	4.7	6.0	5.9	5.4	6.0
<b>Real Estate Indices:</b>						
NCREIF Property Index	2.6	10.5	13.3	2.3	8.5	9.1
NCREIF ODCE Index	2.4	9.7	14.0	-1.7	5.8	7.0
Dow Jones Real Estate Securities Index	7.1	13.0	16.8	5.9	12.2	9.3
FTSE NAREIT US Real Estate Index	8.1	17.1	17.7	7.1	12.6	9.5
<b>Foreign/Global Stock Indices:</b>						
MSCI All Country World Index	6.5	10.6	7.8	2.1	9.4	4.1
MSCI All Country World IMI	6.9	11.0	8.1	2.6	9.9	4.5
MSCI All Country World ex-U.S. Index	3.2	8.4	4.4	-0.4	10.9	4.7
MSCI All Country World ex-U.S. IMI	3.6	8.6	4.7	0.0	11.3	5.0
MSCI All Country World ex-U.S. Small Cap Index	6.5	10.5	7.0	2.5	14.3	7.4
MSCI EAFE Index	5.1	11.3	5.0	-0.9	9.7	3.8
MSCI EAFE IMI	5.5	11.5	5.4	-0.5	10.1	4.2
MSCI EAFE Index (in local currency)	9.7	16.7	4.3	0.7	7.5	2.1
MSCI Emerging Markets IMI	-1.0	2.8	3.4	1.5	17.2	7.4
<b>Foreign Bond Indices:</b>						
Citigroup World Gov't Bond Index	-3.8	-2.2	3.3	2.3	5.6	5.6
Citigroup Hedged World Gov't Bond Index	1.3	5.5	4.1	4.3	4.3	5.2
<b>Cash Equivalents:</b>						
Treasury Bills (30-Day)	0.0	0.0	0.0	0.2	1.3	2.1
Hewitt EnnisKnupp STIF Index	0.1	0.2	0.2	0.6	2.0	2.8
<b>Inflation Index:</b>						
Consumer Price Index	1.4	1.5	2.3	1.7	2.4	2.4

## Benchmark and Universe Descriptions

### Total Fund

Policy Portfolio- As of December 2012, the return is based on a combination of 36% Dow Jones U.S. Total Stock Market Index, 25% Barclays Aggregate Bond Index, 19% MSCI All Country World Ex-U.S. Index, 10% MSCI All Country World Index, 2% Barclays Global Aggregate Bond Index, and 8% NCREIF Real Estate Index. Prior to December 2012, the return is based on a combination of 37% DJ U.S. Total Stock Market Index, 27% Barclays Aggregate Bond Index, 18% MSCI All Country World Ex-U.S. Index, 10% MSCI All Country World Index and 8% NCREIF Real Estate Index. Prior to April 2010, the return was based on a combination of 40% DJ U.S. Total Stock Market Index, 27% Barclays Aggregate Bond Index, 18% MSCI All Country World Ex-U.S. Index, 7% MSCI All Country World Index and 8% NCREIF Real Estate Index. Prior to June 2008, the return was based on a combination of 47% DJ U.S. Total Stock Market Index, 27% Barclays Aggregate Bond Index, 14% MSCI All Country World Ex-U.S. Index, 4% MSCI All Country World Index and 8% NCREIF Real Estate Index. Prior to October 2007, the return was based on a combination of 47% DJ U.S. Total Stock Market Index, 29% Barclays Aggregate Bond Index, 14% MSCI All Country World Ex-U.S. Index, 4% MSCI All Country World Index and 6% NCREIF Real Estate Index. Prior to June 2005, the return was based on a combination of 49% Russell 3000 Index, 29% Barclays Aggregate Bond Index, 16% MSCI All Country World Ex-U.S. Index and 6% NCREIF Real Estate Index. Prior to April 2003, the return was based on a combination of 49% Russell 3000 Index, 32% Barclays Aggregate Bond Index, 16% MSCI All Country World Ex-U.S. Index and 3% NCREIF Real Estate Index. Prior to May 2002 the return was based on a combination of 49% Russell 3000 Index, 32% Barclays Aggregate Bond Index, 16% MSCI EAFE Index and 3% NCREIF Real Estate Index. Prior to April 2002 the return was based on a combination of 53% Russell 3000 Index, 32 Barclays Aggregate Bond Index, 12% MSCI Europe, Australasia and Far East (EAFE) Index and 3% NCREIF Real Estate Index. Prior to October 2001, the policy portfolio consisted of a combination of 53% Russell 3000, 22% Barclays Aggregate Bond Index, 12% MSCI Europe, Australasia and Far East (EAFE) Index, 3% NCREIF Real Estate Index, and 10% Solomon Brothers World Government Bond Index Hedged. Historically, the policy return is based on the historic policy allocations provided by the VCERA staff.

Public Fund Universe - An equal-weighted index that is designed to represent the average return earned by U.S. public pension funds. The index is calculated based on a universe of 112 funds compiled by BNY Mellon Performance & Risk Analytics, LLC as of 3/31/2013.

### Total U.S. Equity

Benchmark. The Dow Jones U.S. Total Stock Market Index.

Universe. A universe of 1,310 domestic stock portfolios compiled by eVestment as of 3/31/2013.

### BlackRock Extended Equity Index Fund

Benchmark. The Dow Jones U.S. Completion Total Stock Market Index.



## Benchmark and Universe Descriptions

### **Western U.S. Index Plus**

Benchmark. The S&P 500 Index.

Universe. A universe of 1,310 domestic stock portfolios compiled by eVestment as of 3/31/2013.

### **BlackRock Equity Market Fund**

Benchmark. The Dow Jones U.S. Total Stock Market Index.

Universe. A universe of 1,310 domestic stock portfolios compiled by eVestment as of 3/31/2013.

### **Total Non-U.S. Equity**

Benchmark. The Morgan Stanley Capital International All Country World ex-U.S. Free Index. Prior to May 2002, the Morgan Stanley Capital International EAFE-Free Stock Index.

Universe. A universe of 149 international stock portfolios compiled by eVestment as of 3/31/2013.

### **BlackRock ACWI ex U.S.**

Benchmark. The MSCI All Country World ex-U.S. IMI Index

Universe. A universe of 149 international stock portfolios compiled by eVestment as of 3/31/2013.

### **Sprucegrove**

Benchmark. The Morgan Stanley Capital International EAFE-Free Stock Index.

Universe. A universe of 149 international stock portfolios compiled by eVestment as of 3/31/2013.

## Benchmark and Universe Descriptions

### **Hexavest**

Benchmark. The Morgan Stanley Capital International EAFE-Free Stock Index.

Universe. A universe of 149 international stock portfolios compiled by eVestment as of 3/31/2013.

### **Walter Scott**

Benchmark. The Morgan Stanley Capital International All Country World ex-U.S. Free Index.

Universe. A universe of 149 international stock portfolios compiled by eVestment as of 3/31/2013.

### **Total Global Equity**

Benchmark. The Morgan Stanley Capital International All Country World Index.

Universe. A universe of 241 global stock portfolios compiled by eVestment as of 3/31/2013.

### **Grantham Mayo Van Otterloo (GMO)**

Benchmark. The Morgan Stanley Capital International All Country World Index.

Universe. A universe of 241 global stock portfolios compiled by eVestment as of 3/31/2013.

### **BlackRock All Country World Index**

Benchmark. The Morgan Stanley Capital International All Country World Index.

Universe. A universe of 241 global stock portfolios compiled by eVestment as of 3/31/2013.

## Benchmark and Universe Descriptions

### **Total Fixed Income**

Benchmark. The Barclays Aggregate Bond Index.

Universe. A universe of 591 fixed income stock portfolios compiled by eVestment as of 3/31/2013.

### **Western Asset Management**

Benchmark. The Barclays Aggregate Bond Index.

Universe. A universe of 591 fixed income stock portfolios compiled by eVestment as of 3/31/2013.

### **BlackRock U.S. Debt Index Fund**

Benchmark. The Barclays Aggregate Bond Index.

Universe. A universe of 591 fixed income stock portfolios compiled by eVestment as of 3/31/2013.

### **Reams**

Benchmark. The Barclays Aggregate Bond Index.

Universe. A universe of 591 fixed income stock portfolios compiled by eVestment as of 3/31/2013.

### **Loomis Sayles**

Benchmark. 60% of the Barclays Aggregate Bond Index, 30% of the Citigroup High Yield Market Index, and 5% of the J.P Morgan Non-U.S. Hedged Bond Index.

Universe. A universe of 591 fixed income stock portfolios compiled by eVestment as of 3/31/2013.

## Benchmark and Universe Descriptions

### **Total Global Fixed Income**

Benchmark. The Barclays Global Aggregate Bond Index.

Universe. A universe of 1,675 fixed income stock portfolios compiled by eVestment as of 3/31/2013.

### **Loomis Sayles Global Fixed Income**

Benchmark. The Barclays Global Aggregate Bond Index.

Universe. A universe of 1,675 fixed income stock portfolios compiled by eVestment as of 3/31/2013.

### **PIMCo Global Fixed Income**

Benchmark. The Barclays Global Aggregate Bond Index.

Universe. A universe of 1,675 fixed income stock portfolios compiled by eVestment as of 3/31/2013.

### **Total Real Estate**

Benchmark. The National Council of Real Estate Investment Fiduciaries (NCREIF) Open-End Fund. Prior to January 2006, the NCREIF Property Index.

### **Prudential Real Estate**

Benchmark. The National Council of Real Estate Investment Fiduciaries (NCREIF) Open-End Fund. Prior to January 2006, the NCREIF Property Index.

### **UBS RESA**

Benchmark. The National Council of Real Estate Investment Fiduciaries (NCREIF) Open-End Fund.

### **Guggenheim**

Benchmark. 70% of the National Council of Real Estate Investment Fiduciaries (NCREIF) Open-End Fund and 30% of the NAREIT Index.

## Benchmark Descriptions

### **RREEF**

Benchmark. The National Council of Real Estate Investment Fiduciaries (NCREIF) Open-End Fund.

### **Adams Street Partners**

Benchmark. Dow Jones Total Stock Index + 3%

### **Pantheon Ventures**

Benchmark. Dow Jones Total Stock Index + 3%

### **Total Private Equity**

Benchmark. Dow Jones Total Stock Index + 3%

**Russell 3000 Index**- A capitalization-weighted stock index consisting of the 3,000 largest publicly traded U.S. stocks by capitalization. This index is a broad measure of the performance of the aggregate domestic equity market.

**S&P 500 Index**- A capitalization-weighted index representing the 500 largest publicly traded U.S. stocks.

**MSCI Europe, Australasia, Far East (EAFE) Foreign Index**- A capitalization-weighted index of 20 stock markets in Europe, Australia, Asia and the Far East.

**MSCI All Country World Index** - An index of major world stock markets, including the U.S., representing countries according to their approximate share of world market capitalization. The weights are adjusted to reflect foreign currency fluctuations relative to the U.S. dollar.

**Barclays Aggregate Bond Index**- A market value-weighted index consisting of the Barclays Corporate, Government and Mortgage-Backed Indices. This index is the broadest available measure of the aggregate U.S. fixed income market.

**NCREIF Open End Fund Index**- A capitalization-weighted index of privately owned investment grade income-producing properties representing approximately \$89 billion in assets.

## Description of Terms

**Rank** - A representation of the percentile position of the performance of a given portfolio, relative to a universe of similar funds. For example, a rank of 25 for a given manager indicates outperformance by that manager of 75% of other funds in that same universe.

**Universe** - A distribution of the returns achieved by a group of funds with similar investment objectives.

**U.S. Stock Universe** - The rankings are based on a universe that is designed to represent the average equity return earned by U.S. institutional investors (public funds, corporate funds, and endowment/foundations). The universe is calculated based on data provided by eVestment Alliance and includes 1,310 funds.

**Non-U.S. Equity Universe** - The rankings are based on a universe that is designed to represent the average international equity return earned by U.S. institutional investors (public funds, corporate funds, and endowment/foundations). The universe is calculated based on data provided by eVestment Alliance and includes 149 funds.

**Global Equity Universe** - The rankings are based on a universe that is designed to represent the average global equity return earned by U.S. institutional investors (public funds, corporate funds, and endowment/foundations). The universe is calculated based on data provided by eVestment Alliance and includes 241 funds.

**Fixed Income Universe** - The rankings are based on a universe that is designed to represent the average fixed income return earned by U.S. institutional investors (public funds, corporate funds, and endowment/foundations). The universe is calculated based on data provided by eVestment Alliance and includes 591 funds.

**Global Fixed Income Universe** - The rankings are based on a universe that is designed to represent the average fixed income return earned by U.S. institutional investors (public funds, corporate funds, and endowment/foundations). The universe is calculated based on data provided by eVestment Alliance and includes 1,675 funds.

**Ratio of Cumulative Wealth Graph** - An illustration of a portfolio's cumulative, unannualized performance relative to that of its benchmark. An upward sloping line indicates superior fund performance. Conversely, a downward sloping line indicates underperformance by the fund. A flat line is indicative of benchmark-like performance.

**Risk-Return Graph** - The horizontal axis, annualized standard deviation, is a statistical measure of risk, or the volatility of returns. The vertical axis is the annualized rate of return. As most investors generally prefer less risk to more risk and always prefer greater returns, the upper left corner of the graph is the most attractive place to be. The line on this exhibit represents the risk and return tradeoffs associated with market portfolios or index funds.

**Style Map** - This illustration represents the manager's style compared to that of the broadest stock index (the DJ U.S. Total Stock Market Index). Any manager falling above the axis is referred to as large-cap and any manager falling below the axis is considered to be medium- to small-cap.