

**Employees' Retirement System  
of Milwaukee County**

**Executive Summary**

**June 30, 2010**



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## Total Milwaukee County Retirement System

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- At the close of the quarter, the Milwaukee County Retirement System had a market value of \$1,717,204,837. Over the quarter, the portfolio decreased by \$96,452,393, of which \$27,760,800 was due to withdrawals, while \$68,691,593 was due to capital depreciation. The total portfolio was 42.2% invested in fixed income, 21.5% invested in domestic equities, 17.1% invested in international equities, 2.3% invested in real estate, 1.3% invested in private equity, 10.1% invested in hedge funds, 3.7% invested in Infrastructure, and 1.8% invested in cash/cash equivalents.
- The Total Fund returned -3.8% for the quarter, underperforming its policy benchmark, which returned +2.2%. Over the trailing twelve months, the Milwaukee County Retirement System returned +13.6%, outperforming the policy benchmark, which returned +13.0%.

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### Fixed Income

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- The J.P. Morgan core fixed income portfolio returned +3.2% for the quarter, underperforming its benchmark, the BarCap Aggregate, which returned +3.5%. Over the trailing twelve months, the portfolio returned +9.7%, outperforming the BarCap Aggregate, which returned +9.5%.
- The Mellon Capital core fixed income portfolio returned +3.5% for the quarter, performing in-line with its benchmark, the BarCap Aggregate, which returned +3.5%. Over the trailing twelve months, the portfolio returned +9.5%, performing in-line with the BarCap Aggregate, which returned +9.5%.

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### U.S. Equity

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- The Mellon Capital large-cap core returned -11.4% for the quarter, performing in-line with its benchmark, the S&P 500, which returned -11.4%. Over the trailing twelve months, the fund returned +14.4%, performing in-line with the S&P 500, which returned +14.4%.
- The Boston Partners large-cap value portfolio returned -11.7% for the quarter, underperforming its benchmark, the Russell 1000 Value, which returned -11.1%. Over the trailing twelve months, the portfolio returned +14.9%, underperforming the Russell 1000 Value, which returned +16.9%.
- The Artisan Partners mid-cap growth portfolio returned -8.0% for the quarter, outperforming its benchmark, the Russell MidCap Growth, which returned -10.2%. Over the trailing twelve months, the portfolio returned +21.1%, underperforming the Russell MidCap Growth, which returned +21.3%.
- The Reinhart Partners mid-cap growth portfolio returned -8.9% for the quarter, outperforming its benchmark, the Russell MidCap Growth, which returned -10.2%. Over the trailing twelve months, the portfolio returned +13.3%, underperforming the Russell MidCap Growth, which returned +21.3%.
- The AQR small-cap value portfolio returned -10.1% for the quarter, outperforming its benchmark, the Russell 2000 Value, which returned -10.6%. Over the trailing twelve months, the portfolio returned +33.9%, outperforming the Russell 2000 Value, which returned +25.1%.
- The Fiduciary Management small-cap value portfolio returned -10.8% for the quarter, underperforming its benchmark, the Russell 2000 Value, which returned -10.6%.

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### International Equity

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- The Barings international equity portfolio returned -9.7% for the quarter, outperforming its benchmark, the MSCI EAFE, which returned -13.7%. Over the trailing twelve months, the portfolio returned +7.7%, outperforming the MSCI EAFE, which returned +6.4%.
- The GMO Large Cap Value international equity portfolio returned -14.1% for the quarter, underperforming its benchmark, the MSCI EAFE, which returned -13.7%. Over the trailing twelve months, the portfolio returned +1.3%, underperforming the MSCI EAFE, which returned +6.4%.
- The GMO Intl Small Companies international small-cap portfolio returned -13.6% for the quarter, underperforming its benchmark, the Citigroup ex. US <\$2 Billion, which returned -9.3%. Over the trailing twelve months, the portfolio returned +7.9%, underperforming the Citigroup ex. US <\$2 Billion, which returned +19.4%.
- The Barings emerging markets portfolio returned -6.8% for the quarter, outperforming its benchmark, the MSCI Emerging Markets, which returned -8.3%.

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## Long/Short Equity

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- The ABS hedge fund-of-funds returned -4.1% for the quarter, underperforming its benchmark, the HFRX Hedged Equity, which returned -3.7%.
- The K2 hedge fund-of-funds returned -4.6% for the quarter, underperforming its benchmark, the HFRX Hedged Equity, which returned -3.7%.

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## Real Estate

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- The ING Clarion REIT portfolio returned -8.6% for the quarter, underperforming its benchmark, the NAREIT Equity, which returned -4.1%. Over the trailing twelve months, the portfolio returned +22.1%, underperforming the NAREIT Equity, which returned +53.9%.

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## Infrastructure

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- The IFM Infrastructure performance is not available at this time.

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## Fees

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- The fee for the overall management of the Milwaukee County Retirement System is 41 basis points (0.41%), which is below industry standards (0.68%) for a fund with this target asset allocation.

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## Report Items

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- On June 15, 2010, the Loomis Core fixed income portfolio was officially terminated. \$23,649,526 was transferred from Loomis Core Fixed Income to JPMorgan Fixed Income.
- On June 15, 2010, the Loomis High Yield fixed income portfolio was officially terminated. \$11,590,763 was transferred from Loomis High Yield Fixed Income to Mellon Fixed Income.
- On May 26, 2010, \$60,000,000 was transferred from JPMorgan Fixed Income to IFM Infrastructure.
- On May 7, 2010 \$20,000,000 was transferred from Loomis Core Fixed Income to JPMorgan Fixed Income.
- On May 4, 2010, \$20,000,000 was transferred from Loomis High Yield Fixed Income to Mellon Fixed Income.
- On April 9, 2010 \$20,000,000 was transferred from Loomis Core Fixed Income to JPMorgan Fixed Income.
- On April 6, 2010, \$20,000,000 was transferred from Loomis High Yield Fixed Income to Mellon Fixed Income.

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## Action Items

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- None.

## Summary of Investment Changes

- On March 31, 2010; K2 Global Long/Short Equity was funded with \$90,000,000 from the Pension Futures (\$48,000,000) and Mellon S&P 500 (\$42,000,000).
- On March 5, 2010; \$20,000,000 was transferred from Loomis Core Fixed Income into JP Morgan Fixed Income.
- On March 4, 2010; \$20,000,000 was transferred from Loomis High Yield into Mellon Fixed Income.
- On February 25, 2010; ABS Global Long/Short Equity was funded with \$90,000,000 from the Pension
- On February 4, 2010; \$20,000,000 was transferred from Loomis Core Fixed Income into JP Morgan Fixed
- On February 4, 2010; \$20,000,000 was transferred from Loomis High Yield into Mellon Fixed Income.
- On February 1, 2010; \$9,000,000 was rebalanced from Barings International Large Cap into Mellon S&P 500.
- On January 11, 2010; \$9,000,000 was rebalanced from GMO International Large Cap into Mellon S&P 500.
- On January 4, 2010; \$20,000,000 was transferred from Loomis High Yield into JP Morgan Fixed Income
- On December 23, 2009 the Fixed Income futures segment from the Pension Futures portfolio was reduced entirely by (\$120,180,352) and invested in JP Morgan Fixed Income.
- On December 22, 2009 the International Equity futures segment from the Pension Futures portfolio was reduced entirely by (\$28,266,443) and rebalanced into the U.S. Equity Futures.
- On November 23, 2009 the International Equity futures segment from the Pension Futures portfolio was reduced by \$20,000,000 and invested in JP Morgan Fixed Income.
- On October 31, 2009, Barings Emerging Markets was funded with \$52,000,000 from the Pension Futures.
- On October 23, 2009, the below asset transitions occurred, the pretrade estimated cost for the transition was \$141,000 and the post trade actual cost was \$71,295:

Terminated:

Mellon LCG (\$65,181,008)  
 Earnest (\$20,464,353)  
 Artisan MCV (\$21,626,727)  
 Westfield (\$34,703,553)



Funded:

Boston Partners (\$24,519,426)  
 Reinhart (\$24,142,562)  
 Artisan MCG (\$22,873,668)  
 AQR (\$10,956,156)  
 FMA (\$42,836,672)  
 Mellon S&P (\$10,000,000)  
 Cash (\$6,647,157)

- On October 21, 2009, the trustees voted to initiate a public RFP for Non Securities Lending Passive Core Fixed Income and Non Securities Lending Passive Large Cap Core Equities (S&P 500).
- On October 21, 2009, the trustees selected Industry Funds Management and JP Morgan from the Infrastructure search.
- On October 1, 2009, the active reserve short term bond fund assets were taken in-kind for liquidation in accordance with investment policy guidelines.
- On September 16, 2009, the trustees selected the following managers from the small-cap value and emerging markets searches: 1). Fiduciary Management (Small Cap Value), 2). Barings (Emerging Markets Equity).

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## Summary of Investment Changes

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- On July 17, 2009, the trustees voted and approved the following transitions to fulfill the new asset allocation.

<u>Liquidate:</u>		<u>Fund:</u>
Mellon LCG (\$55M)	}	Boston Partners (\$23M)
Earnest (\$18M)		Reinhart (\$23M)
Artisan MCV (\$16M)		Artisan MCG (\$22M)
Westfield (\$27M)		AQR (\$15M)
		Mellon S&P (\$25M) and Balance (\$8M)
- On July 12, 2009 the ERS received \$29,000,000 in cash proceeds from litigation. The funds were implemented in the cash equitization program.
- On June 17, 2009, the trustees voted to initiate a public RFP for the following two new asset classes in accordance with the new asset allocation portfolio: 1). Long/Short Equity Fund of Funds and 2). Private Core Open-Ended Infrastructure.
- On June 30, 2009, the following asset transfers from the Pension Futures occurred: 1). \$35 million to Barings, 2). \$18 million to GMO Intl Large Cap, 3). \$13 million to GMO Intl Small Cap.
- On June 17, 2009, the following cash transfers from the Pension Futures were approved to fulfill part of the new target allocations: 1). \$35 million to Barings, 2). \$18 million to GMO Intl Large Cap, 3). \$13 million to GMO Intl Small Cap.
- On June 17, 2009, the trustees adopted a new asset allocation portfolio. Model Portfolio D was selected from the Marquette Associates asset allocation study. Moving forward the Fund's target allocations will be the following: 32% Core Fixed Income, 6% Passive Large Cap Core Equities, 7% Large Cap Value Equities, 5% Mid Cap Growth Equities, 5% Small Cap Value Equities, 12% Intl Large Cap Equities, 3% Intl Small Cap Equities, 3% Emerging Market Equity, 10% Long/Short Equity Fund of Funds, 7% Real Estate, 7% Infrastructure, and 3% Private Equity.
- On June 17, 2009, the trustees selected the following managers from the transition manager search: 1). Blackrock, 2). J.P. Morgan, 3). State Street, and 4). GTS.
- On June 2, 2009, the GMO Emerging Markets mutual fund was liquidated (\$2,736,571). The proceeds were invested in the GMO Intl Small Cap mutual fund.
- On June 1, 2009, the Capital Guardian Intl Small Cap Fund was terminated. The assets (\$35,235,446) were invested in the GMO Intl Small Cap mutual fund on June 2, 2009.
- On May 20, 2009, the trustees voted to initiate a public RFP for the following two asset classes: 1). U.S. Small Cap Value Equity and 2). Emerging Markets Equity.
- On May 6, 2009, the RFP for transition managers was initiated.
- On April 15, 2009, the trustees voted and approved the following recommendations: 1). Terminate Capital Guardian Intl Small Cap, 2). Eliminate GMO's asset allocation abilities to move assets between three funds, 3). Reassign Reinhart Partner's benchmark from the Russell Mid-Cap to the Russell Mid-Cap Growth.
- On April 3, 2009 BNY/Beta Management began the cash securitization program utilizing the Pension Obligation Bond proceeds per the investment guidelines.
- On April 2, 2009 the ERS received \$397,797,000 in cash proceeds from the issuance of the Pension Obligation Bond.

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## Summary of Investment Changes

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- On March 31, 2009, the AQR Small-Cap Value investment management fee schedule was re-negotiated per the following:

Old: 1.00% on the first \$100 million, 0.80% on the Balance.

New: 1.00% on the first \$25 million, 0.85% on the next \$50 million, 0.75% Balance.

- On March 31, 2009, the Mellon Capital Aggregate Bond Index fund and the Mellon Capital S&P 500 Index fund were moved from lending to non-lending versions of the product. The Mellon combined fee schedule was changed:

Old: 0.05% on the first \$50 million, 0.04% on the next \$50 million, 0.02% on the Balance.

New: 0.08% on the first \$50 million, 0.06% on the next \$50 million, 0.04% on the next \$300 million, 0.03% on the Balance.

- On March 31, 2009, the Equity Cash Overlay and Asset Allocation Cash Overlay accounts were funded with initial margin of \$400,000 and \$4,300,000 from the cash account.
- On March 19, 2009, the assets on loan in the custodial securities lending program were capped at an amount equal to the twelve month rolling average of the ERS's assets on loan or \$73.5 million.
- On March 18, 2009, the trustees voted and approved the hiring of BNY/Beta Management as cash overlay manager. BNY/Beta will be managing the issuance of the Pension Obligation Bond and ongoing cash equitization. In addition, the trustees voted and approved the issuance of: 1). transition manager RFP, 2). placing a cap on the custodial securities lending program, 3). transferring the Mellon Index Funds from lending to non-lending, and 4). terminating the Short Term Collective Bond Fund managed by Mellon while reinvesting the proceeds in the STIF vehicle Also, the investment Policy Guidelines were updated to reflect these and changes and approved.
- On February 11, 2009, the trustees approved Marquette's recommendation to reinforce the equity managers effort to meet the 50% use of the commission recapture program. In an effort to enhance the commission recap to the ERS, Marquette has recently renegotiated the recapture split with the Fund's recapture agents (Abel Noser, LJR, and Capis). All commissions traded through the recap agents above the following will be rebated to the ERS: Abel Noser 1.2c, LJR 1.5c, Capis 1.2c.

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## Investment Manager Status Report

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<u>Investment Manager</u>	<u>Asset Class</u>	<u>Benchmark</u>	<u>Status</u>	<u>Reason</u>
J.P. Morgan	Core Fixed Income	BarCap Aggregate	In-Compliance	
Mellon Capital	Core Fixed Income	BarCap Aggregate	In-Compliance	
Mellon Capital	Large-Cap Core Equity	S&P 500	In-Compliance	
Boston Partners	Large-Cap Value Equity	Russell 1000 Value	In-Compliance	
Reinhart Partners	Mid-Cap Growth Equity	Russell MidCap Growth	In-Compliance	
Artisan Partners	Mid-Cap Growth Equity	Russell MidCap Growth	In-Compliance	
AQR	Small-Cap Value Equity	Russell 2000 Value	In-Compliance	
Fiduciary Management	Small-Cap Value Equity	Russell 2000 Value	In-Compliance	
Barings	International Core	MSCI EAFE	In-Compliance	
GMO Large Cap Value	International Value	MSCI EAFE	In-Compliance	
GMO Intl Small Companies	International Small Core	Citigroup ex. US <\$2 Billion	In-Compliance	
Barings	Emerging Markets	MSCI Emerging Markets	In-Compliance	
ABS	Long/Short Equity	HFRX Hedged Equity	In-Compliance	
K2	Long/Short Equity	HFRX Hedged Equity	In-Compliance	
ING Clarion	Real Estate REIT	NAREIT Equity	Termination	Asset Allocation
IFM	Infrastructure	CPI + 4%	In-Compliance	
Adams Street	Private Equity FoFs Diversified	VE All Private Equity	In-Compliance	

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## Investment Manager Evaluation Terminology

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The following terminology has been developed by Marquette Associates to facilitate efficient communication among the Investment Manager, Investment Consultant, and the Plan Sponsor. Each term signifies a particular status with the Fund and any conditions that may require improvement. In each case, communication is made only after consultation with the Trustees and/or the Investment Committee of the Plan.

**In-Compliance** – The investment manager states it is acting in accordance with the Investment Policy Guidelines.

**Alert** – The investment manager is notified of a problem in performance (usually related to a benchmark or volatility measure), a change in investment characteristics, an alteration in management style or key investment professionals, and/or any other irregularities.

**On Notice** – The investment manager is notified of continued concern with one or more Alert issues. Failure to improve upon stated issues within a specific time frame justifies termination.

**Termination** – The Trustees have decided to terminate the investment manager. The investment manager is notified and transition plans are in place.

## Consolidated Market Values

June 30, 2010

Asset Class	Market Values	Allocation	Target
Total Fixed Income	\$724,550,004	42.2%	32.0%
Total U.S. Equity	\$369,381,161	21.5%	23.0%
Total International Equity	\$293,980,802	17.1%	18.0%
Total Long/Short Equity	\$174,153,298	10.1%	10.0%
Total Real Estate	\$39,795,929	2.3%	7.0%
Total Infrastructure	\$62,725,580	3.7%	7.0%
Total Private Equity	\$22,037,764	1.3%	3.0%
Total Cash Equivalents	\$30,580,300	1.8%	0.0%
<b>TOTAL PORTFOLIO</b>	<b><u>\$1,717,204,838</u></b>	<b><u>100.0%</u></b>	<b><u>100.0%</u></b>

## Current Asset Allocation vs. Policy

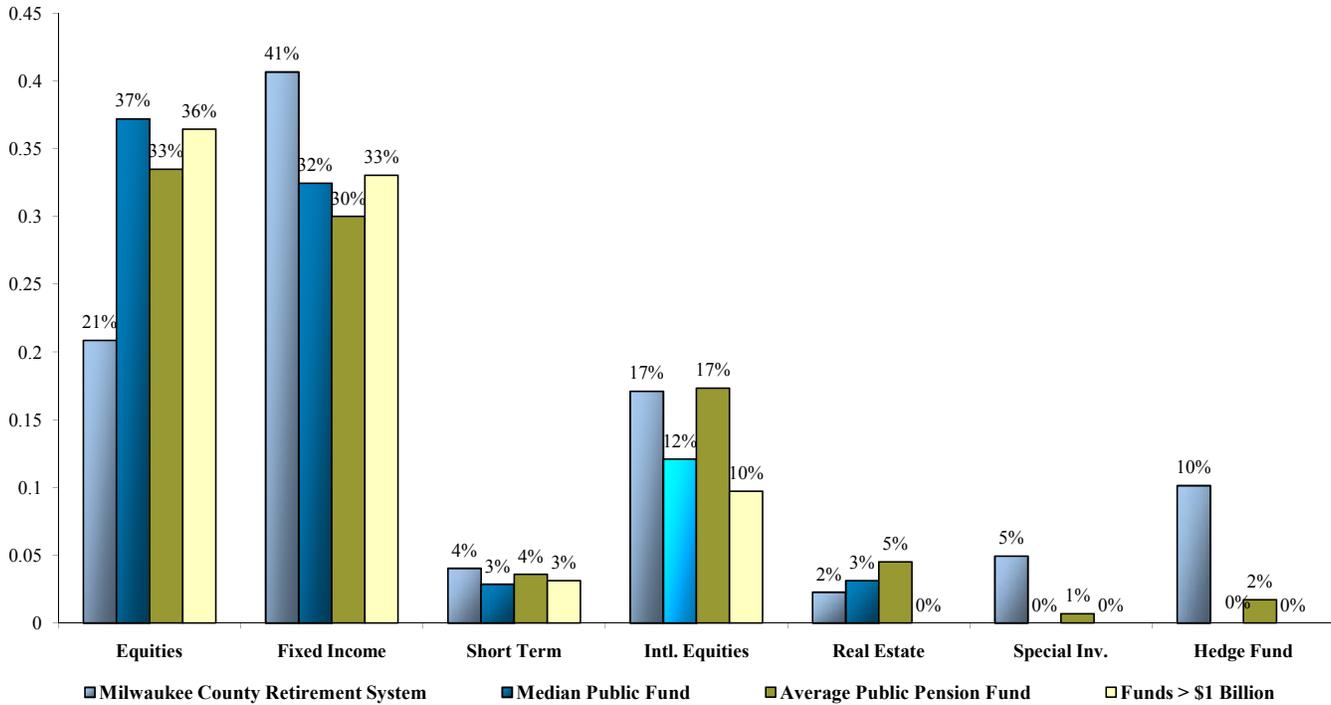
Asset Class	% of Assets	Policy Target	Difference	Target Range
Fixed Income	42.2%	32.0%	10.2%	27%-47%
Domestic Equity	21.5%	23.0%	-1.5%	16%-30%
International Equity	17.1%	18.0%	-0.9%	13%-23%
Long/Short Equity	10.1%	10.0%	0.1%	0%-15%
Real Estate	2.3%	7.0%	-4.7%	0%-10%
Infrastructure	3.7%	7.0%	-3.3%	0%-10%
Private Equity	1.3%	3.0%	-1.7%	0%-8%
Cash/Other	<u>1.8%</u>	<u>0.0%</u>	1.8%	0%-25%
<b>TOTAL</b>	<b>100.0%</b>	<b>100.0%</b>		

# Market Values

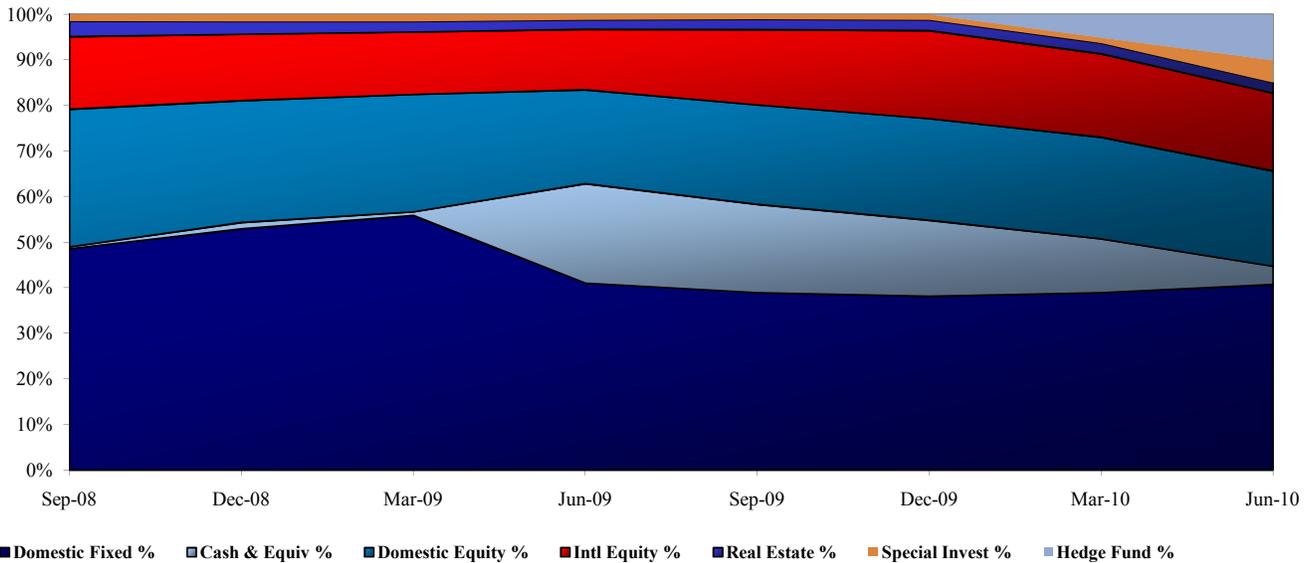
June 30, 2010

Asset Class	Investment Manager	Market Values	Allocation	Target
Core Fixed Income	J.P. Morgan	\$389,745,641	22.7%	16.0%
Core Fixed Income	Mellon Capital - Non Lending	\$333,311,945	19.4%	16.0%
Core Fixed Income	Loomis	\$1,398	0.0%	0.0%
High Yield Fixed Income	Loomis	<u>\$1,491,020</u>	<u>0.1%</u>	<u>0.0%</u>
<b>Total Fixed Income</b>		<b>\$724,550,004</b>	<b>42.2%</b>	<b>32.0%</b>
Large-Cap Core Equity	Mellon Capital - Non Lending	\$69,077,187	4.0%	6.0%
Large-Cap Value Equity	Boston Partners	\$123,408,010	7.2%	7.0%
Mid-Cap Growth Equity	Artisan Partners	\$45,138,551	2.6%	2.5%
Mid-Cap Growth Equity	Reinhart Partners	\$42,648,791	2.5%	2.5%
Small-Cap Value Equity	AQR	\$43,840,634	2.6%	2.5%
Small-Cap Value Equity	Fiduciary Management	\$43,274,624	2.5%	2.5%
Cash Securitization	Cash Equity Overlay	<u>\$1,993,364</u>	<u>0.1%</u>	---
<b>Total U.S. Equity</b>		<b>\$369,381,161</b>	<b>21.5%</b>	<b>23.0%</b>
International Core	Barings	\$97,323,497	5.7%	6.0%
International Value	GMO Large Cap Value	\$91,805,418	5.3%	6.0%
International Small Core	GMO Intl Small Companies	\$52,468,052	3.1%	3.0%
Emerging Markets	Barings	<u>\$52,383,835</u>	<u>3.1%</u>	<u>3.0%</u>
<b>Total International Equity</b>		<b>\$293,980,802</b>	<b>17.1%</b>	<b>18.0%</b>
Long/Short Equity	ABS	\$88,293,216	5.1%	5.0%
Long/Short Equity	K2	<u>\$85,860,082</u>	<u>5.0%</u>	<u>5.0%</u>
<b>Total Long/Short Equity</b>		<b>\$174,153,298</b>	<b>10.1%</b>	<b>10.0%</b>
Real Estate REIT	ING Clarion	\$39,795,929	2.3%	0.0%
Real Estate - Core	TBD	\$0	0.0%	7.0%
<b>Total Real Estate</b>		<b>\$39,795,929</b>	<b>2.3%</b>	<b>7.0%</b>
Infrastructure	IFM	\$62,725,580	3.7%	3.5%
Infrastructure	JP Morgan	\$0	0.0%	3.5%
<b>Total Infrastructure</b>		<b>\$62,725,580</b>	<b>3.7%</b>	<b>7.0%</b>
Private Equity FoFs Diversified	Progress	\$322,695	0.0%	---
Private Equity FoFs Diversified	Adams Street 2005	\$6,336,758	0.4%	---
Private Equity FoFs Diversified	Adams Street 2009	\$2,761,228	0.2%	---
Private Equity FoFs Diversified	Brinson 1998	\$398,522	0.0%	---
Private Equity FoFs Diversified	Brinson 1999	\$657,795	0.0%	---
Private Equity FoFs Diversified	Brinson 2000	\$1,946,442	0.1%	---
Private Equity FoFs Diversified	Brinson 2001	\$3,478,974	0.2%	---
Private Equity FoFs Diversified	Brinson 2002	\$2,039,694	0.1%	---
Private Equity FoFs Diversified	Brinson 2003	\$1,921,497	0.1%	---
Private Equity FoFs Diversified	Brinson 2004	\$2,101,264	0.1%	---
Private Equity - Direct	Separate Account - Old	\$5,444	0.0%	---
Private Equity - Direct	Separate Account - New	<u>\$67,451</u>	<u>0.0%</u>	---
<b>Total Private Equity</b>		<b>\$22,037,764</b>	<b>1.3%</b>	<b>3.0%</b>
Cash Short-Term	Transition Account	\$0	0.0%	---
Cash Short-Term	General Cash	\$21,980,766	1.3%	---
Cash Securitization	Cash AA Overlay	\$8,599,536	0.5%	---
Cash Securitization	Pension Futures	<u>-\$2</u>	<u>0.0%</u>	---
<b>Total Cash Equivalents</b>		<b>\$30,580,300</b>	<b>1.8%</b>	<b>0.0%</b>
<b>TOTAL PORTFOLIO</b>		<b><u>\$1,717,204,838</u></b>	<b><u>100.0%</u></b>	<b><u>100.0%</u></b>

## Current Asset Allocation vs. Peers



### Historical Asset Allocation



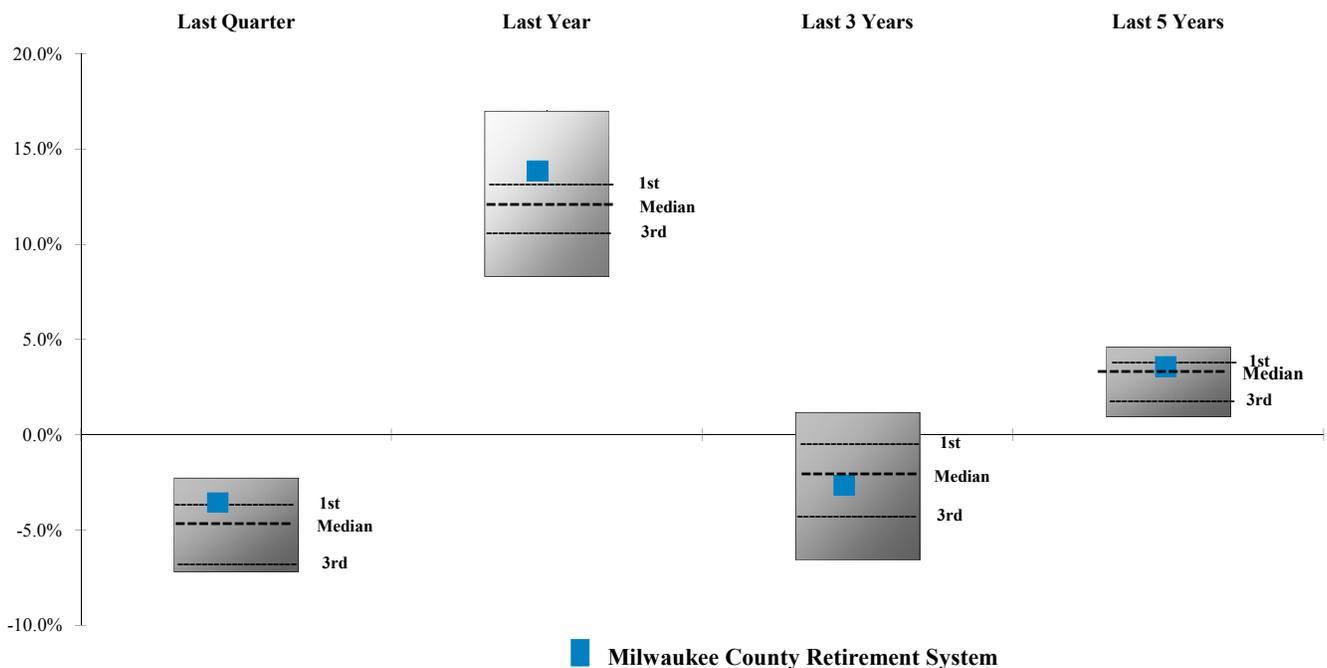
	Sep-07	Dec-07	Mar-08	Jun-08	Sep-08	Dec-08	Mar-09	Jun-09	Sep-09	Dec-09	Mar-10	Jun-10
Domestic Fixed %	0.0%	0.0%	0.0%	0.0%	48.5%	53.0%	55.9%	41.0%	38.9%	38.1%	38.9%	40.7%
Cash & Equiv %	0.0%	0.0%	0.0%	0.0%	0.4%	1.4%	0.8%	21.8%	19.4%	16.7%	11.8%	4.0%
Domestic Equity %	0.0%	0.0%	0.0%	0.0%	30.2%	26.8%	25.8%	30.2%	26.8%	20.6%	21.8%	22.3%
Intl Equity %	0.0%	0.0%	0.0%	0.0%	15.9%	14.6%	13.7%	15.9%	14.6%	13.3%	16.5%	17.1%
Real Estate %	0.0%	0.0%	0.0%	0.0%	3.4%	2.8%	2.3%	3.4%	2.8%	2.3%	2.1%	2.3%
Special Invest %	0.0%	0.0%	0.0%	0.0%	1.5%	1.6%	1.6%	1.5%	1.6%	1.2%	1.1%	1.2%
Hedge Fund %	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	5.1%

# Annualized Performance (Gross of Fees)

June 30, 2010

	Qtr.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
<b>Total Fund Composite</b>	<b>-3.8%</b>	<b>-0.8%</b>	<b>13.6%</b>	<b>-1.8%</b>	<b>-2.8%</b>	<b>1.7%</b>	<b>3.4%</b>	<b>6.5%</b>	<b>4.5%</b>
Rank vs. Total Public Funds	28	32	19	43	48	40	29	5	26
Rank vs. Funds > \$1 Billion	39	39	25	33	33	37	21	29	34
<b>Benchmark</b>									
Actuarial Rate of Return	---	---	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
<b>Total Fixed Income Composite</b>	<b>3.3%</b>	<b>5.4%</b>	<b>14.2%</b>	<b>9.1%</b>	<b>7.9%</b>	<b>7.9%</b>	<b>6.4%</b>	<b>6.5%</b>	<b>7.8%</b>
Rank vs. Total Public Fixed Income	34	37	22	35	42	30	30	15	12
<b>Benchmark</b>									
BarCap Aggregate	3.5%	5.3%	9.5%	7.8%	7.5%	7.2%	5.5%	5.0%	6.5%
<b>Total Domestic Equity Composite</b>	<b>-10.6%</b>	<b>-4.4%</b>	<b>17.8%</b>	<b>-5.3%</b>	<b>-7.8%</b>	<b>-1.5%</b>	<b>0.8%</b>	<b>5.2%</b>	<b>1.1%</b>
Rank vs. Total Public U.S. Equity	42	39	40	29	37	37	44	47	49
<b>Benchmark</b>									
Wilshire 5000	-11.2%	-5.8%	15.7%	-7.7%	-9.4%	-2.7%	-0.3%	3.7%	-0.8%
<b>Total International Equity Composite</b>	<b>-11.3%</b>	<b>-10.0%</b>	<b>6.9%</b>	<b>-14.7%</b>	<b>-13.2%</b>	<b>-6.5%</b>	<b>-3.4%</b>	<b>1.5%</b>	<b>1.0%</b>
Rank vs. Total Public International	37	41	80	73	75	94	99	99	81
<b>Benchmark</b>									
MSCI ACWI ex US	-12.3%	-10.8%	10.9%	-12.2%	-10.3%	-1.5%	3.8%	9.4%	2.3%
<b>Total Long/Short Equity Composite</b>	<b>-4.4%</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>
Rank vs. Hedge Fund of Fund Portfolios	78	---	---	---	---	---	---	---	---
<b>Benchmark</b>									
HFRX Hedged Equity	-3.7%	-3.4%	3.1%	-9.2%	-7.8%	-2.6%	-0.6%	0.3%	2.8%
Russell 3000	-11.3%	-6.0%	15.7%	-7.8%	-9.5%	-2.8%	-0.5%	3.5%	-0.9%
MSCI ACWI	-11.9%	-9.1%	12.3%	-10.6%	-10.0%	-2.2%	1.7%	6.1%	0.2%
<b>Total Real Estate Composite</b>	<b>-8.6%</b>	<b>-6.7%</b>	<b>22.1%</b>	<b>-8.5%</b>	<b>-10.6%</b>	<b>-5.7%</b>	<b>-0.3%</b>	<b>7.7%</b>	<b>9.3%</b>
Rank vs. REIT Portfolios	80	82	60	50	55	56	58	59	58
<b>Benchmark</b>									
NAREIT Equity	-4.1%	5.6%	53.9%	-6.6%	-9.0%	-4.0%	0.2%	7.9%	9.9%
<b>Total Infrastructure Composite</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>
<b>Benchmark</b>									
CPI + 4%	0.8%	2.0%	5.2%	4.0%	5.6%	5.8%	6.3%	6.5%	6.4%

## Annualized Performance vs. Total Public Funds

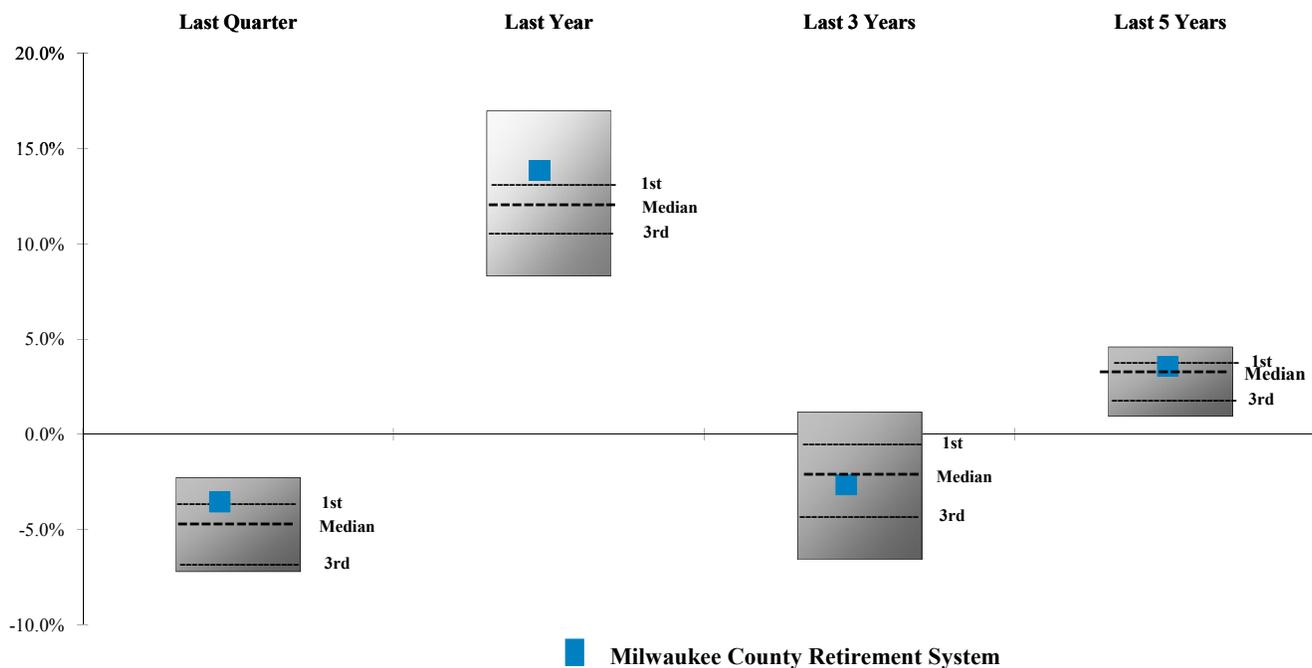


# Annualized Performance (Net of Fees)

June 30, 2010

	Qtr.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
<b>Total Fund Composite</b>	<b>-3.9%</b>	<b>-0.9%</b>	<b>13.4%</b>	<b>-1.9%</b>	<b>-2.9%</b>	<b>1.5%</b>	<b>3.2%</b>	<b>6.3%</b>	<b>4.3%</b>
<b>Benchmark</b>									
Actuarial Rate of Return	---	---	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
<b>Total Fixed Income Composite</b>	<b>3.3%</b>	<b>5.4%</b>	<b>14.1%</b>	<b>9.0%</b>	<b>7.8%</b>	<b>7.8%</b>	<b>6.3%</b>	<b>6.4%</b>	<b>7.7%</b>
<b>Benchmark</b>									
BarCap Aggregate	3.5%	5.3%	9.5%	7.8%	7.5%	7.2%	5.5%	5.0%	6.5%
<b>Total Domestic Equity Composite</b>	<b>-10.7%</b>	<b>-4.6%</b>	<b>17.4%</b>	<b>-5.7%</b>	<b>-8.2%</b>	<b>-1.9%</b>	<b>0.4%</b>	<b>4.8%</b>	<b>0.7%</b>
<b>Benchmark</b>									
Wilshire 5000	-11.2%	-5.8%	15.7%	-7.7%	-9.4%	-2.7%	-0.3%	3.7%	-0.8%
<b>Total International Equity Composite</b>	<b>-11.4%</b>	<b>-10.1%</b>	<b>6.6%</b>	<b>-14.9%</b>	<b>-13.4%</b>	<b>-6.8%</b>	<b>-3.6%</b>	<b>1.2%</b>	<b>0.8%</b>
<b>Benchmark</b>									
MSCI ACWI ex US	-12.3%	-10.8%	10.9%	-12.2%	-10.3%	-1.5%	3.8%	9.4%	2.3%
<b>Total Long/Short Equity Composite</b>	<b>-4.6%</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>
<b>Benchmark</b>									
HFRX Hedged Equity	-3.7%	-3.4%	3.1%	-9.2%	-7.8%	-2.6%	-0.6%	0.3%	2.8%
<b>Total Real Estate Composite</b>	<b>-9.2%</b>	<b>-8.0%</b>	<b>19.4%</b>	<b>-11.2%</b>	<b>-13.3%</b>	<b>-8.4%</b>	<b>-2.9%</b>	<b>5.1%</b>	<b>6.7%</b>
<b>Benchmark</b>									
NAREIT Equity	-4.1%	5.6%	53.9%	-6.6%	-9.0%	-4.0%	0.2%	7.9%	9.9%

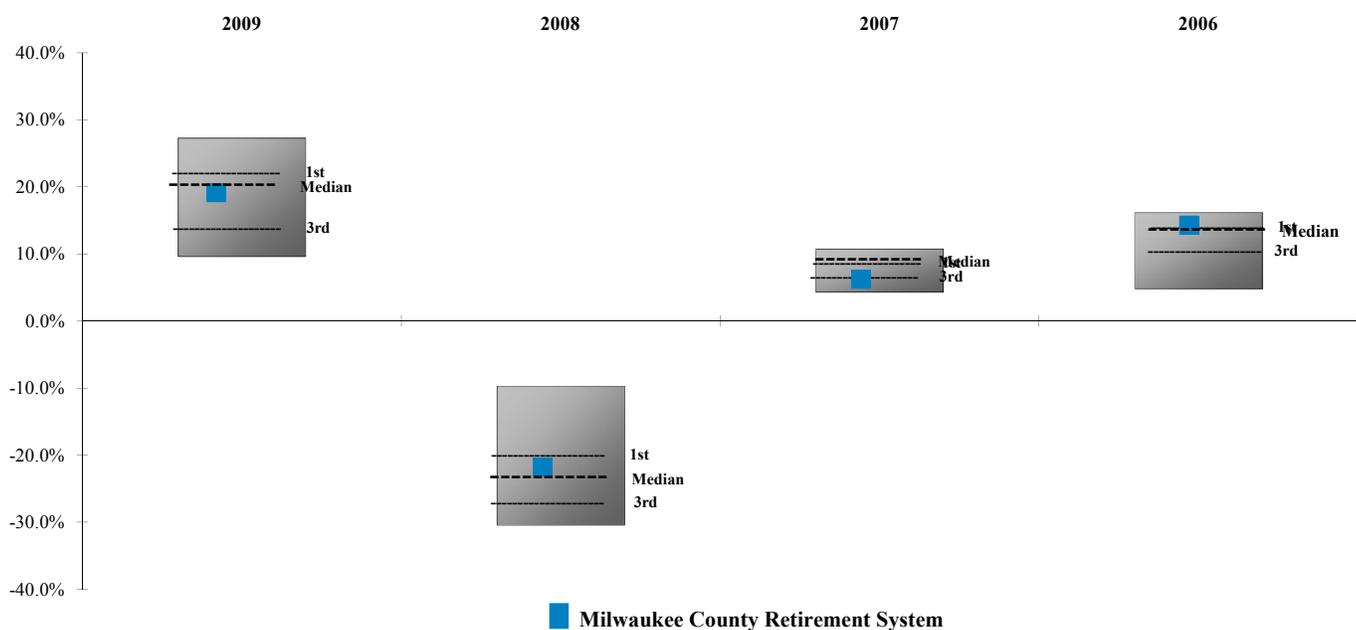
## Annualized Performance vs. Total Public Funds



## Calendar Year Performance (Gross of Fees)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Total Fund Composite</b>	<b>18.6%</b>	<b>-22.4%</b>	<b>6.3%</b>	<b>14.1%</b>	<b>8.7%</b>	<b>14.2%</b>	<b>25.1%</b>	<b>-5.3%</b>	<b>-1.8%</b>	<b>-1.4%</b>
Rank vs. Total Public Funds	56	37	77	25	17	4	12	20	34	72
Rank vs. Funds > \$1 Billion	48	23	85	42	34	15	20	19	36	75
<b>Benchmark</b>										
Actuarial Rate of Return	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
<b>Total Fixed Income Composite</b>	<b>15.4%</b>	<b>-1.4%</b>	<b>6.3%</b>	<b>6.3%</b>	<b>3.1%</b>	<b>7.1%</b>	<b>12.1%</b>	<b>9.0%</b>	<b>8.9%</b>	<b>9.6%</b>
Rank vs. Total Public Fixed Income	18	69	58	16	25	17	7	54	27	74
<b>Benchmark</b>										
BarCap Aggregate	5.9%	5.2%	7.0%	4.3%	2.4%	4.3%	4.1%	10.3%	8.4%	11.6%
<b>Total Domestic Equity Composite</b>	<b>32.5%</b>	<b>-36.7%</b>	<b>5.9%</b>	<b>14.5%</b>	<b>8.3%</b>	<b>15.6%</b>	<b>31.1%</b>	<b>-21.3%</b>	<b>-6.9%</b>	<b>-4.0%</b>
Rank vs. Total Public U.S. Equity	36	47	46	52	40	32	46	51	40	50
<b>Benchmark</b>										
Wilshire 5000	28.3%	-37.2%	5.6%	15.8%	6.4%	12.5%	31.6%	-20.9%	-11.0%	-10.9%
<b>Total International Equity Composite</b>	<b>29.1%</b>	<b>-43.9%</b>	<b>6.3%</b>	<b>14.1%</b>	<b>8.7%</b>	<b>14.2%</b>	<b>25.1%</b>	<b>-5.3%</b>	<b>-1.8%</b>	<b>-1.4%</b>
Rank vs. Total Public International	77	52	88	93	89	88	93	17	6	15
<b>Benchmark</b>										
MSCI ACWI ex US	42.1%	-45.2%	17.1%	27.2%	17.1%	21.4%	41.4%	-14.7%	-19.5%	-15.1%
<b>Total Long/Short Equity Composite</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>
Rank vs. Hedge Fund of Fund Portfolios	---	---	---	---	---	---	---	---	---	---
<b>Benchmark</b>										
HFRX Hedged Equity	13.1%	-25.5%	3.2%	9.2%	4.2%	2.2%	14.5%	2.1%	9.0%	17.0%
<b>Total Real Estate Composite</b>	<b>36.1%</b>	<b>-38.0%</b>	<b>-15.4%</b>	<b>37.5%</b>	<b>13.5%</b>	<b>34.0%</b>	<b>38.1%</b>	<b>4.4%</b>	<b>6.6%</b>	<b>31.1%</b>
Rank vs. Total REIT Portfolios	18	60	72	21	75	48	28	52	72	30
<b>Benchmark</b>										
NAREIT Equity	28.0%	-37.7%	-15.7%	35.1%	12.2%	31.6%	37.1%	3.8%	13.9%	26.4%
<b>Total Infrastructure Composite</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>
<b>Benchmark</b>										
CPI + 4%	6.8%	4.0%	8.1%	6.5%	7.3%	7.3%	6.0%	6.5%	5.6%	7.4%

## Calendar Year Performance vs. Total Public Funds



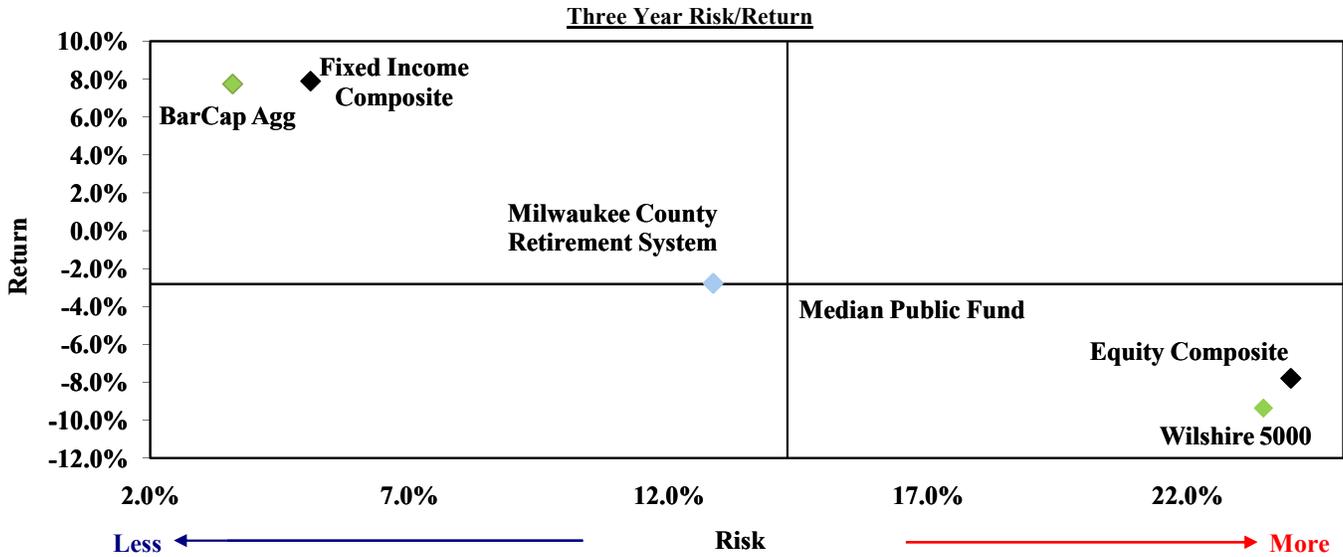
## Calendar Year Performance (Net of Fees)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Total Fund Composite</b>	<b>18.5%</b>	<b>-22.6%</b>	<b>6.1%</b>	<b>13.9%</b>	<b>8.5%</b>	<b>14.1%</b>	<b>24.9%</b>	<b>-5.4%</b>	<b>-2.0%</b>	<b>-1.6%</b>
<b>Benchmark</b>										
Actuarial Rate of Return	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
<b>Total Fixed Income Composite</b>	<b>15.3%</b>	<b>-1.5%</b>	<b>6.2%</b>	<b>6.2%</b>	<b>3.0%</b>	<b>7.0%</b>	<b>12.0%</b>	<b>8.9%</b>	<b>8.8%</b>	<b>9.5%</b>
<b>Benchmark</b>										
BarCap Aggregate	5.9%	5.2%	7.0%	4.3%	2.4%	4.3%	4.1%	10.3%	8.4%	11.6%
<b>Total Domestic Equity Composite</b>	<b>32.1%</b>	<b>-37.1%</b>	<b>5.5%</b>	<b>14.1%</b>	<b>7.9%</b>	<b>15.2%</b>	<b>30.7%</b>	<b>-21.7%</b>	<b>-7.3%</b>	<b>-4.4%</b>
<b>Benchmark</b>										
Wilshire 5000	28.3%	-37.2%	5.6%	15.8%	6.4%	12.5%	31.6%	-20.9%	-11.0%	-10.9%
<b>Total International Equity Composite</b>	<b>28.9%</b>	<b>-44.2%</b>	<b>6.0%</b>	<b>13.9%</b>	<b>8.5%</b>	<b>14.0%</b>	<b>24.8%</b>	<b>-5.5%</b>	<b>-2.0%</b>	<b>-1.7%</b>
<b>Benchmark</b>										
MSCI ACWI ex US	42.1%	-45.2%	17.1%	27.2%	17.1%	21.4%	41.4%	-14.7%	-19.5%	-15.1%
<b>Total Long/Short Equity Composite</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>
<b>Benchmark</b>										
HFRX Hedged Equity	13.1%	-25.5%	3.2%	9.2%	4.2%	2.2%	14.5%	2.1%	9.0%	17.0%
<b>Total Real Estate Composite</b>	<b>33.5%</b>	<b>-40.7%</b>	<b>-18.0%</b>	<b>34.8%</b>	<b>10.8%</b>	<b>31.4%</b>	<b>35.4%</b>	<b>1.7%</b>	<b>3.9%</b>	<b>28.5%</b>
<b>Benchmark</b>										
NAREIT Equity	28.0%	-37.7%	-15.7%	35.1%	12.2%	31.6%	37.1%	3.8%	13.9%	26.4%

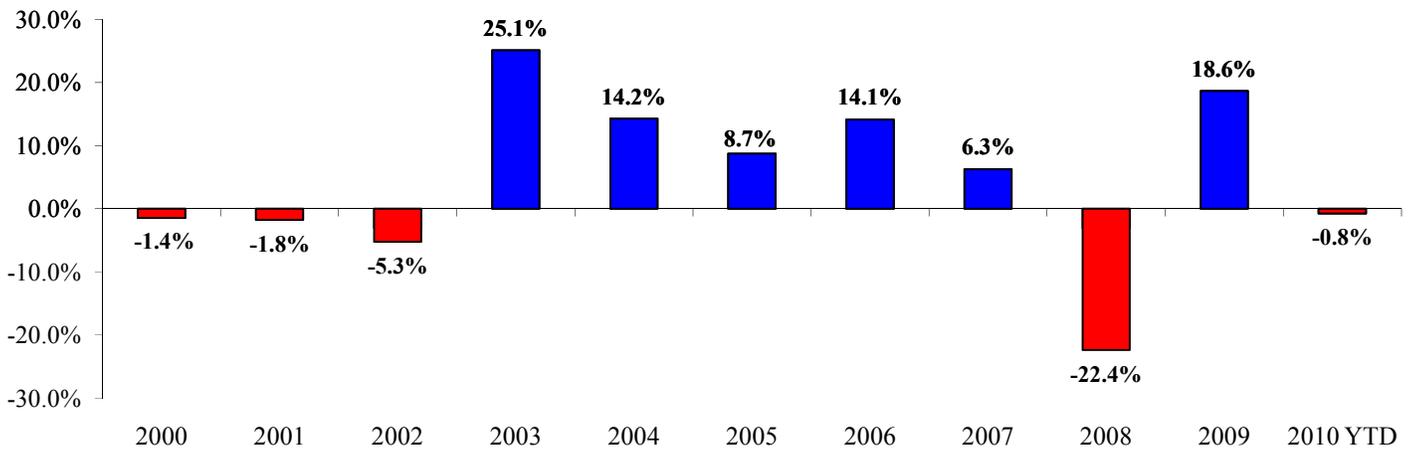
## Calendar Year Performance vs. Total Public Funds



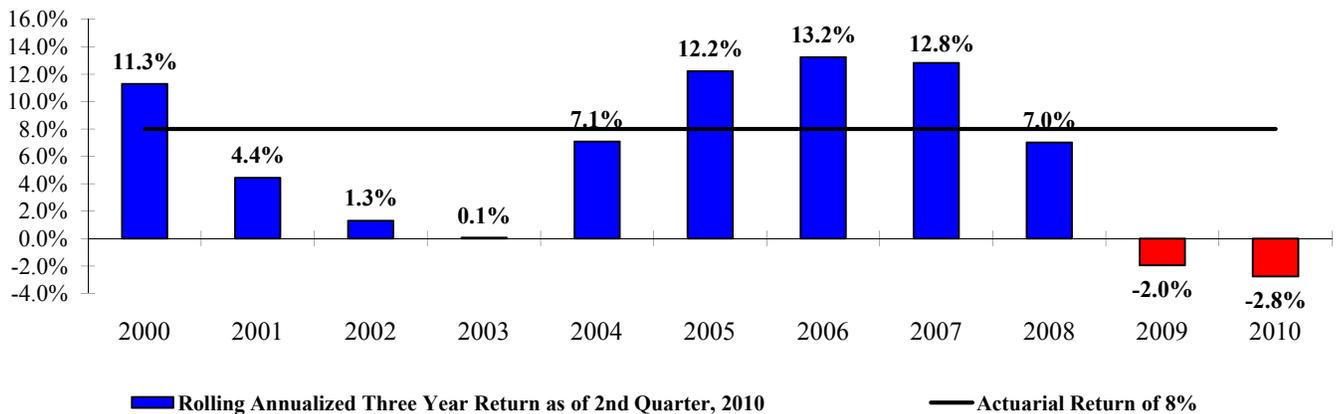
# Total Milwaukee County Retirement System Review as of June 30, 2010



**Fiscal Year-End (December 31) Gross of Fee Returns**



**Rolling Three Year Annualized Returns**



# Annualized Performance (Gross of Fees)

June 30, 2010

	Qtr.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
<b>Fixed Income - Core</b>									
J.P. Morgan	3.2%	4.5%	9.7%	8.3%	7.8%	7.4%	---	---	---
Rank by Style	48	71	59	51	53	56	---	---	---
Mellon Capital	3.5%	5.4%	9.5%	7.7%	7.6%	7.2%	5.6%	5.0%	6.5%
Rank by Style	31	44	64	68	57	60	63	67	79
<b>Benchmarks</b>									
BarCap Aggregate	3.5%	5.3%	9.5%	7.8%	7.5%	7.2%	5.5%	5.0%	6.5%
<b>Large-Cap Core Equity</b>									
Mellon Capital	-11.4%	-6.6%	14.4%	-8.1%	-9.7%	-3.0%	-0.7%	2.9%	-1.5%
Rank by Style	57	57	61	65	57	54	61	67	62
<b>Benchmarks</b>									
S&P 500	-11.4%	-6.7%	14.4%	-8.1%	-9.8%	-3.0%	-0.8%	2.8%	-1.6%
<b>Large-Cap Value Equity</b>									
Boston Partners	-11.7%	-5.7%	14.9%	-3.8%	-7.9%	-0.8%	2.1%	6.2%	5.6%
Rank by Style	68	59	75	21	18	12	6	5	28
<b>Benchmarks</b>									
Russell 1000 Value	-11.1%	-5.1%	16.9%	-8.9%	-12.3%	-4.8%	-1.6%	3.5%	2.4%
<b>Mid-Cap Growth Equity</b>									
Artisan Partners	-8.0%	-1.8%	21.1%	-2.2%	-3.5%	2.8%	4.8%	8.3%	3.9%
Rank by Style	32	38	53	10	18	12	22	32	34
Reinhart Partners	-8.9%	-3.5%	13.3%	-6.1%	-8.3%	-1.3%	2.5%	---	---
Rank by Style	52	69	98	42	80	65	60	---	---
<b>Benchmarks</b>									
Russell MidCap Growth	-10.2%	-3.3%	21.3%	-8.1%	-7.5%	-1.4%	1.4%	6.1%	-2.0%
<b>Small-Cap Value Equity</b>									
AQR	-10.1%	-0.1%	33.9%	-0.5%	-9.1%	---	---	---	---
Rank by Style	54	45	8	26	56	---	---	---	---
Fiduciary Management	-10.8%	-2.7%	---	---	---	---	---	---	---
Rank by Style	70	82	---	---	---	---	---	---	---
<b>Benchmarks</b>									
Russell 2000 Value	-10.6%	-1.6%	25.1%	-3.3%	-9.8%	-4.0%	-0.5%	6.0%	7.5%
<b>International Large-Cap Equity</b>									
Barings	-9.7%	-9.8%	7.7%	-15.1%	---	---	---	---	---
Rank by Style	13	18	65	72	---	---	---	---	---
GMO Large Cap Value	-14.1%	-13.1%	1.3%	-16.4%	-14.7%	-5.9%	-0.1%	6.5%	4.6%
Rank by Style	20	14	85	55	49	51	52	34	16
<b>Benchmarks</b>									
MSCI EAFE	-13.7%	-12.9%	6.4%	-14.3%	-12.9%	-4.2%	1.4%	7.1%	0.6%
<b>International Small-Cap Equity</b>									
GMO Intl Small Companies	-13.6%	-9.7%	7.9%	---	---	---	---	---	---
Rank by Style	89	78	100	---	---	---	---	---	---
<b>Benchmarks</b>									
Citigroup ex. US <\$2 Billion	-9.3%	-4.9%	19.4%	-5.4%	-8.4%	1.1%	6.1%	13.4%	7.8%

# Annualized Performance (Gross of Fees)

June 30, 2010

	Qtr.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
<b>Emerging Markets Equity</b>									
Barings	-6.8%	-5.5%	---	---	---	---	---	---	---
Rank by Style	20	38	---	---	---	---	---	---	---
<b>Benchmarks</b>									
MSCI Emerging Markets	-8.3%	-6.0%	23.5%	-5.6%	-2.2%	8.0%	13.1%	18.7%	10.3%
<b>Long/Short Equity</b>									
ABS	-4.1%	---	---	---	---	---	---	---	---
Rank by Style	89	---	---	---	---	---	---	---	---
K2	-4.6%	---	---	---	---	---	---	---	---
Rank by Style	95	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
HFRX Hedged Equity	-3.7%	-3.4%	3.1%	-9.2%	-7.8%	-2.6%	-0.6%	0.3%	2.8%
Russell 3000	-11.3%	-6.0%	15.7%	-7.8%	-9.5%	-2.8%	-0.5%	3.5%	-0.9%
MSCI ACWI	-11.9%	-9.1%	12.3%	-10.6%	-10.0%	-2.2%	1.7%	6.1%	0.2%
<b>Real Estate - Equity</b>									
ING Clarion	-8.6%	-6.7%	22.1%	-8.5%	-10.7%	-5.7%	-0.2%	7.8%	9.4%
Rank by Style	80	82	60	50	58	56	58	57	51
<b>Benchmarks</b>									
NAREIT Equity	-4.1%	5.6%	53.9%	-6.6%	-9.0%	-4.0%	0.2%	7.9%	9.9%
<b>Infrastructure</b>									
IFM	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
CPI + 4%	0.8%	2.0%	5.2%	4.0%	5.6%	5.8%	6.3%	6.5%	6.4%

Signifies Outperformance of Benchmark

# Annualized Performance (Net of Fees)

June 30, 2010

	Qtr.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
<b>Fixed Income - Core</b>									
J.P. Morgan	3.2%	4.5%	9.5%	8.1%	7.6%	7.2%	---	---	---
Mellon Capital	3.5%	5.4%	9.5%	7.7%	7.6%	7.2%	5.6%	5.0%	6.5%
<b>Benchmarks</b>									
BarCap Aggregate	3.5%	5.3%	9.5%	7.8%	7.5%	7.2%	5.5%	5.0%	6.5%
<b>Large-Cap Core Equity</b>									
Mellon Capital	-11.4%	-6.6%	14.4%	-8.1%	-9.7%	-3.0%	-0.7%	2.9%	-1.5%
<b>Benchmarks</b>									
S&P 500	-11.4%	-6.7%	14.4%	-8.1%	-9.8%	-3.0%	-0.8%	2.8%	-1.6%
<b>Large-Cap Value Equity</b>									
Boston Partners	-11.8%	-5.8%	14.7%	-4.1%	-8.2%	-1.0%	1.8%	6.0%	5.3%
<b>Benchmarks</b>									
Russell 1000 Value	-11.1%	-5.1%	16.9%	-8.9%	-12.3%	-4.8%	-1.6%	3.5%	2.4%
<b>Mid-Cap Growth Equity</b>									
Artisan Partners	-8.2%	-2.2%	20.3%	-3.0%	-4.3%	2.0%	4.0%	7.5%	3.1%
Reinhart Partners	-9.0%	-3.7%	12.7%	-6.7%	-8.9%	-1.9%	2.0%	---	---
<b>Benchmarks</b>									
Russell MidCap Growth	-10.2%	-3.3%	21.3%	-8.1%	-7.5%	-1.4%	1.4%	6.1%	-2.0%
<b>Small-Cap Value Equity</b>									
AQR	-10.3%	-0.5%	32.9%	-1.4%	-10.0%	---	---	---	---
Fiduciary Management	-10.9%	-3.0%	---	---	---	---	---	---	---
<b>Benchmarks</b>									
Russell 2000 Value	-10.6%	-1.6%	25.1%	-3.3%	-9.8%	-4.0%	-0.5%	6.0%	7.5%
<b>International Large-Cap Equity</b>									
Barings	-9.7%	-9.8%	7.7%	-15.1%	---	---	---	---	---
GMO Large Cap Value	-14.1%	-13.1%	1.3%	-16.4%	-14.7%	-5.9%	-0.1%	6.5%	4.6%
<b>Benchmarks</b>									
MSCI EAFE	-13.7%	-12.9%	6.4%	-14.3%	-12.9%	-4.2%	1.4%	7.1%	0.6%
<b>International Small-Cap Equity</b>									
GMO Intl Small Companies	-13.6%	-9.7%	7.9%	---	---	---	---	---	---
<b>Benchmarks</b>									
Citigroup ex. US <\$2 Billion	-9.3%	-4.9%	19.4%	-5.4%	-8.4%	1.1%	6.1%	13.4%	7.8%
<b>Emerging Markets Equity</b>									
Barings	-6.8%	-5.5%	---	---	---	---	---	---	---
<b>Benchmarks</b>									
MSCI Emerging Markets	-8.3%	-6.0%	23.5%	-5.6%	-2.2%	8.0%	13.1%	18.7%	10.3%

---

## Annualized Performance (Net of Fees)

June 30, 2010

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	Qtr.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
<b>Long/Short Equity</b>									
ABS	-4.1%	---	---	---	---	---	---	---	---
K2	-4.8%	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
HFRX Hedged Equity	-3.7%	-3.4%	3.1%	-9.2%	-7.8%	-2.6%	-0.6%	0.3%	2.8%
<b>Infrastructure</b>									
IFM	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
CPI + 4%	0.8%	2.0%	5.2%	4.0%	5.6%	5.8%	6.3%	6.5%	6.4%

 Signifies Outperformance of Benchmark

**Private Equity Data (As of 03/31/09)<sup>1</sup>**

Asset Class	IM	Date Funded	Committed	Called	Distributed	Fees	Capital Balance	IRR (Net) Since Inception	
								Cumulative	Annualized
PE - Diversified	Progress	7/13/1995	\$5,000,000	\$4,813,459	\$3,819,634	\$473,326	\$322,695	-38.9%	-3.3%
PE - Diversified	Adams Street 2005	2/11/2005	\$10,000,000	\$7,004,500	\$644,851	\$455,833	\$5,904,258	-6.3%	-1.3%
PE - Diversified	Adams Street 2009	4/9/2009	\$30,000,000	\$2,449,500	\$0	\$223,590	\$2,512,228	5.6%	4.6%
PE - Diversified	Brinson 1998	1/26/1998	\$3,138,189	\$3,122,063	\$4,303,695	\$1,479,112	\$398,522	141.1%	7.5%
PE - Diversified	Brinson 1999	1/11/1999	\$2,712,902	\$2,545,860	\$2,545,860	\$0	\$657,795	57.9%	4.2%
PE - Diversified	Brinson 2000	10/29/1999	\$5,068,157	\$4,819,260	\$4,847,243	\$0	\$2,187,405	107.7%	7.3%
PE - Diversified	Brinson 2001	12/14/2000	\$4,695,477	\$4,493,641	\$2,462,545	\$812,928	\$3,650,545	83.7%	6.8%
PE - Diversified	Brinson 2002	3/28/2002	\$3,215,140	\$3,109,583	\$2,971,686	\$0	\$2,169,574	207.1%	15.0%
PE - Diversified	Brinson 2003	5/20/2003	\$2,773,153	\$2,372,606	\$1,887,672	\$0	\$2,071,753	172.5%	15.5%
PE - Diversified	Brinson 2004	4/1/2004	\$2,523,513	\$2,071,615	\$445,014	\$0	\$2,218,911	53.3%	7.4%
PE - Direct	Separate Account - Old	11/1/1985	---	\$20,488,313	\$31,364,156	\$868,258	\$5,444	284.3%	5.7%
PE - Direct	Separate Account - New	1/1/1992	---	\$9,530,019	\$23,079,266	\$727,351	\$72,347	6959.5%	26.3%
<b>Total Private Equity</b>		<b>11/1/1985</b>	<b>\$69,126,531</b>	<b>\$66,820,419</b>	<b>\$78,371,622</b>	<b>\$5,040,398</b>	<b>\$22,171,477</b>	<b>586.9%</b>	<b>8.2%</b>

<sup>1</sup>All data is preliminary and subject to change.

## Calendar Year Performance (Gross of Fees)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Fixed Income - Core</b>										
J.P. Morgan	8.7%	4.2%	7.0%	4.6%	---	---	---	---	---	---
Rank by Style	49	42	41	53	---	---	---	---	---	---
Mellon Capital	5.6%	5.6%	7.1%	4.3%	2.5%	4.4%	4.1%	10.2%	8.7%	11.8%
Rank by Style	85	26	37	70	64	54	68	37	42	48
<b>Benchmarks</b>										
BarCap Aggregate	5.9%	5.2%	7.0%	4.3%	2.4%	4.3%	4.1%	10.3%	8.4%	11.6%
<b>Large-Cap Core Equity</b>										
Mellon Capital	26.6%	-37.0%	5.6%	15.9%	5.0%	10.9%	28.7%	-22.0%	-11.9%	-9.0%
Rank by Style	61	49	36	51	65	58	59	68	61	65
<b>Benchmarks</b>										
S&P 500	26.5%	-37.0%	5.5%	15.8%	4.9%	10.9%	28.7%	-22.1%	-11.9%	-9.1%
<b>Large-Cap Value Equity</b>										
Boston Partners	27.0%	-33.1%	5.4%	19.8%	12.0%	17.2%	26.4%	-19.0%	4.3%	20.1%
Rank by Style	27	20	31	56	18	33	83	68	19	10
<b>Benchmarks</b>										
Russell 1000 Value	19.7%	-36.9%	-0.2%	22.3%	7.1%	16.5%	30.0%	-15.5%	-5.6%	7.0%
<b>Mid-Cap Growth Equity</b>										
Artisan Partners	51.9%	-42.9%	22.0%	10.4%	10.3%	16.2%	33.4%	-24.8%	-1.5%	---
Rank by Style	9	61	21	62	68	52	78	66	20	---
Reinhart Partners	36.0%	-38.7%	6.6%	22.3%	---	---	---	---	---	---
Rank by Style	69	33	88	4	---	---	---	---	---	---
<b>Benchmarks</b>										
Russell MidCap Growth	46.3%	-44.3%	11.4%	10.7%	12.1%	15.5%	42.7%	-27.4%	-20.2%	-11.8%
<b>Small-Cap Value Equity</b>										
AQR	31.4%	-33.6%	-9.6%	---	---	---	---	---	---	---
Rank by Style	41	72	67	---	---	---	---	---	---	---
Fiduciary Management	---	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>										
Russell 2000 Value	20.6%	-28.9%	-9.8%	23.5%	4.7%	22.3%	46.0%	-11.4%	14.0%	22.8%
<b>International Large-Cap Equity</b>										
Barings	33.2%	-44.3%	---	---	---	---	---	---	---	---
Rank by Style	56	61	---	---	---	---	---	---	---	---
GMO Large Cap Value	18.6%	-38.7%	10.0%	25.4%	14.3%	25.3%	43.5%	-0.6%	-12.1%	-1.4%
Rank by Style	98	15	33	75	39	14	7	1	1	37
<b>Benchmarks</b>										
MSCI EAFE	32.5%	-43.1%	11.6%	26.9%	14.0%	20.7%	39.2%	-15.7%	-21.2%	-14.0%
<b>International Small-Cap Equity</b>										
GMO Intl Small Companies	---	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>										
Citigroup ex. US <\$2 Billion	62.9%	-49.2%	14.8%	23.1%	25.2%	30.0%	59.2%	-5.5%	-9.8%	-14.2%
<b>Emerging Markets Equity</b>										
Barings	---	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>										
MSCI Emerging Markets	79.0%	-53.2%	39.8%	32.6%	34.5%	26.0%	56.3%	-6.0%	-2.4%	-30.6%

## Calendar Year Performance (Gross of Fees)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Long/Short Equity</b>										
ABS	---	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
K2	---	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>										
HFRX Hedged Equity	13.1%	-25.5%	3.2%	9.2%	4.2%	2.2%	14.5%	2.1%	9.0%	17.0%
<b>Real Estate Equity</b>										
ING Clarion	36.1%	-38.1%	-15.4%	37.6%	13.5%	34.5%	37.7%	4.5%	6.9%	32.7%
Rank by Style	18	61	72	19	73	45	32	52	72	14
<b>Benchmarks</b>										
NAREIT Equity	28.0%	-37.7%	-15.7%	35.1%	12.2%	31.6%	37.1%	3.8%	13.9%	26.4%
<b>Infrastructure</b>										
IFM	---	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>										
CPI + 4%	6.8%	4.0%	8.1%	6.5%	7.3%	7.3%	6.0%	6.5%	5.6%	7.4%

    Signifies Outperformance of Benchmark

## Calendar Year Performance (Net of Fees)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Fixed Income - Core</b>										
J.P. Morgan	8.6%	4.1%	6.8%	4.4%	---	---	---	---	---	---
Mellon Capital	5.6%	5.6%	7.1%	4.3%	2.5%	4.4%	4.1%	10.2%	8.7%	11.8%
<b>Benchmarks</b>										
BarCap Aggregate	5.9%	5.2%	7.0%	4.3%	2.4%	4.3%	4.1%	10.3%	8.4%	11.6%
<b>Large-Cap Core Equity</b>										
Mellon Capital	26.6%	-37.0%	5.6%	15.9%	5.0%	10.9%	28.7%	-22.0%	-11.9%	-9.0%
<b>Benchmarks</b>										
S&P 500	26.5%	-37.0%	5.5%	15.8%	4.9%	10.9%	28.7%	-22.1%	-11.9%	-9.1%
<b>Large-Cap Value Equity</b>										
Boston Partners	26.8%	-33.4%	5.1%	19.5%	11.7%	17.0%	26.1%	-19.2%	4.0%	19.8%
<b>Benchmarks</b>										
Russell 1000 Value	19.7%	-36.9%	-0.2%	22.3%	7.1%	16.5%	30.0%	-15.5%	-5.6%	7.0%
<b>Mid-Cap Growth Equity</b>										
Artisan Partners	51.1%	-43.7%	21.2%	9.6%	9.5%	15.4%	32.6%	-25.6%	-2.3%	---
Reinhart Partners	35.5%	-39.3%	6.1%	21.7%	---	---	---	---	---	---
<b>Benchmarks</b>										
Russell MidCap Growth	46.3%	-44.3%	11.4%	10.7%	12.1%	15.5%	42.7%	-27.4%	-20.2%	-11.8%
<b>Small-Cap Value Equity</b>										
AQR	30.5%	-34.5%	-10.5%	---	---	---	---	---	---	---
Fiduciary Management	---	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>										
Russell 2000 Value	20.6%	-28.9%	-9.8%	23.5%	4.7%	22.3%	46.0%	-11.4%	14.0%	22.8%
<b>International Large-Cap Equity</b>										
Barings	33.2%	-44.3%	---	---	---	---	---	---	---	---
GMO Large Cap Value	18.6%	-38.7%	10.0%	25.4%	14.3%	25.3%	43.5%	-0.6%	-12.1%	-1.4%
<b>Benchmarks</b>										
MSCI EAFE	32.5%	-43.1%	11.6%	26.9%	14.0%	20.7%	39.2%	-15.7%	-21.2%	-14.0%
<b>International Small-Cap Equity</b>										
GMO Intl Small Companies	---	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>										
Citigroup ex. US <\$2 Billion	62.9%	-49.2%	14.8%	23.1%	25.2%	30.0%	59.2%	-5.5%	-9.8%	-14.2%
<b>Emerging Markets Equity</b>										
Barings	---	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>										
MSCI Emerging Markets	79.0%	-53.2%	39.8%	32.6%	34.5%	26.0%	56.3%	-6.0%	-2.4%	-30.6%

## Calendar Year Performance (Net of Fees)

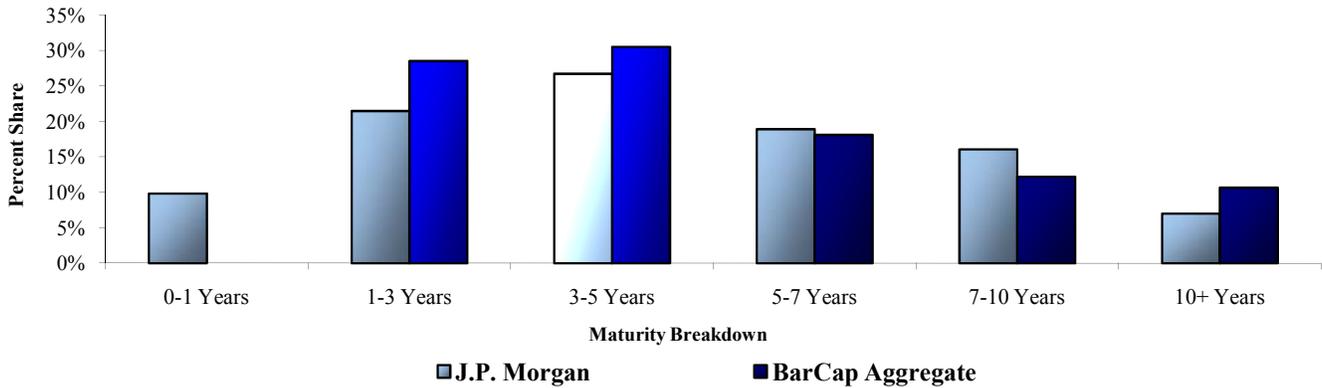
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Long/Short Equity</b>										
ABS	---	---	---	---	---	---	---	---	---	---
K2	---	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>										
HFRX Hedged Equity	13.1%	-25.5%	3.2%	9.2%	4.2%	2.2%	14.5%	2.1%	9.0%	17.0%
<b>Real Estate Equity</b>										
ING Clarion	35.5%	-38.7%	-16.1%	36.9%	12.9%	33.8%	37.1%	3.8%	6.2%	32.1%
<b>Benchmarks</b>										
NAREIT Equity	28.0%	-37.7%	-15.7%	35.1%	12.2%	31.6%	37.1%	3.8%	13.9%	26.4%
<b>Infrastructure</b>										
IFM	---	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>										
CPI + 4%	6.8%	4.0%	8.1%	6.5%	7.3%	7.3%	6.0%	6.5%	5.6%	7.4%

 Signifies Outperformance of Benchmark

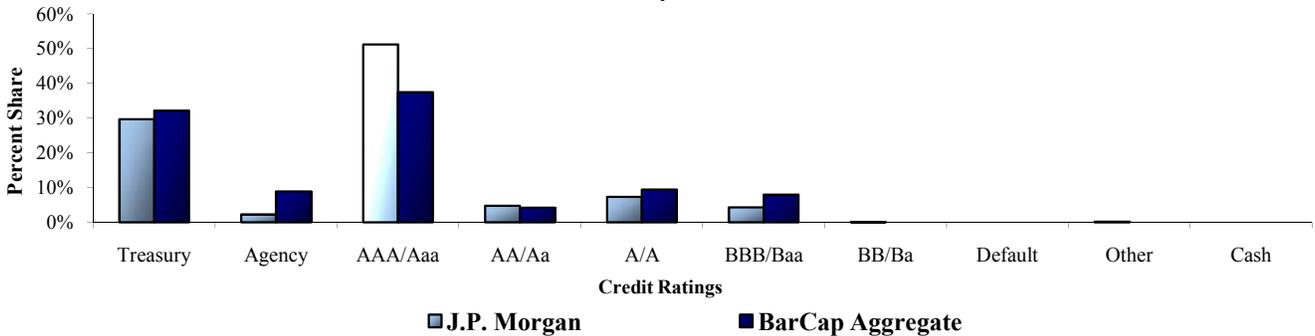
## Fixed Income Portfolio Statistics - J.P. Morgan

	<u>J.P. Morgan</u>	<u>BarCap Aggregate</u>
Total Number of Securities	767	8,211
Current Coupon	5.2%	4.5%
Time to Maturity	5.1 Years	6.5 Years
Effective Duration	3.7 Years	4.3 Years
Yield to Worst	2.6%	2.8%
Average Credit Quality	AAA/Aa1	AA1/AA2

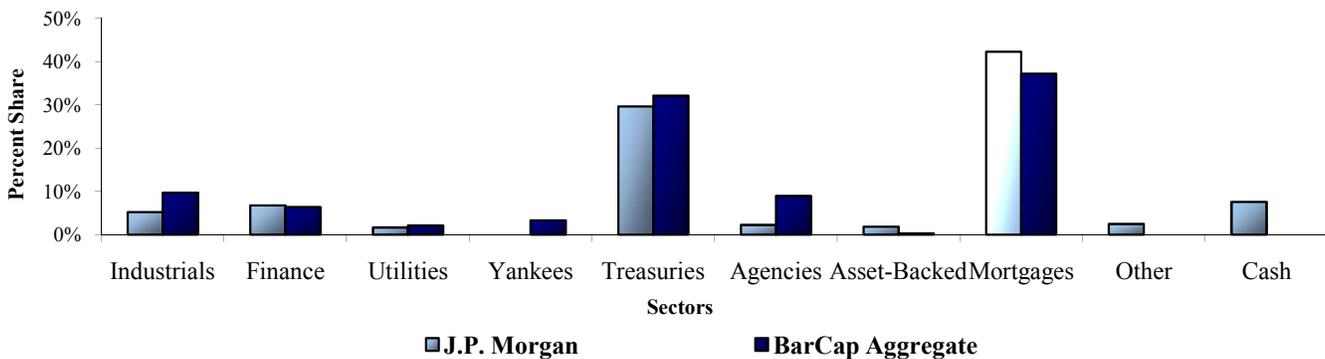
### Portfolio Maturity Distribution



### Portfolio Quality Distribution

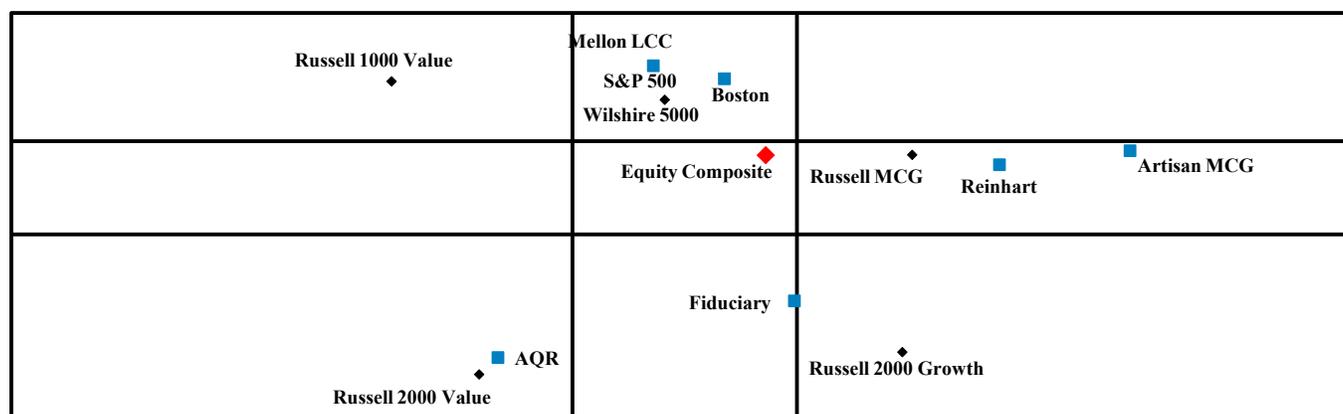


### Portfolio Sector Allocation

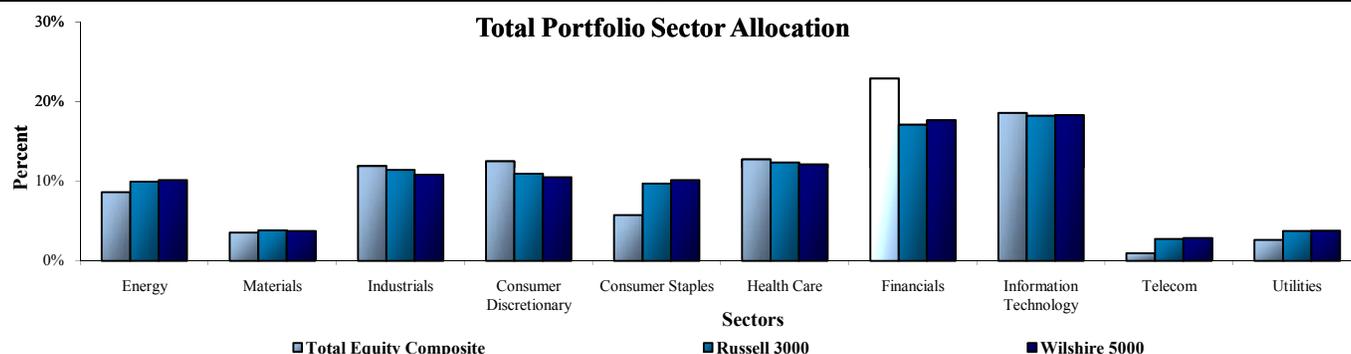


## Domestic Equity Style Diversification

### Investment Manager Style Classification by Holdings



Characteristics	Total Equity	Wilshire 5000	Market-Cap Breakdown	Total Equity	Wilshire 5000
Number of Securities	999	4,026	Greater Than \$20 Billion	33.3%	57.5%
Average Capitalization	\$39.3 Bil	\$64.4 Bil	\$10 Billion - \$20 Billion	12.1%	12.9%
Median Capitalization	\$3.9 Bil	\$0.4 Bil	\$5 Billion - \$10 Billion	14.1%	10.6%
Equity Yield	1.5%	2.1%	\$1 Billion - \$5 Billion	28.4%	14.3%
Average P/E	18.0X	17.9X	\$500 Million - \$1 Billion	8.3%	2.4%
Beta	1.09	1.06	\$100 Million - \$500 Million	3.7%	2.0%
Average P/B	1.6X	1.8X	Less Than \$100 Million	0.1%	0.3%
Five Yrs Earnings Growth	4.3%	4.6%			



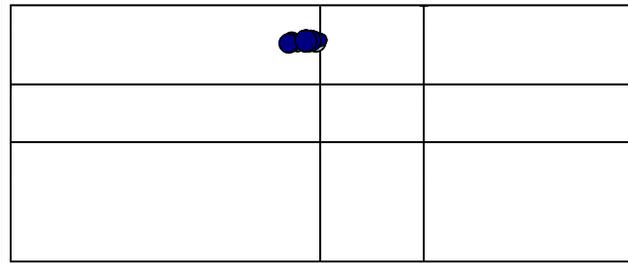
### Common Holdings Matrix

Managers	AQR		Artisan MCG		Boston		Fiduciary		Mellon S&P 500		Reinhart	
	#	%	#	%	#	%	#	%	#	%	#	%
AQR	0	0	0	0	0	0	18	26	2	0	0	0
Artisan MCG	0	0	0	0	0	0	1	1	35	4	4	7
Boston	0	0	0	0	0	0	0	0	56	31	3	6
Fiduciary	18	7	1	1	0	0	0	0	1	0	3	3
Mellon S&P 500	2	1	35	49	56	78	1	2	0	0	21	37
Reinhart	0	0	4	5	3	2	3	5	21	2	0	0

# Equity Portfolio Statistics - Mellon Large Core

Characteristics	Mellon Large Core	S&P 500
Number of Securities	500	500
Average Capitalization	\$75.2 Bil	\$75.2 Bil
Median Capitalization	\$8.9 Bil	\$8.9 Bil
Equity Yield	2.2%	2.2%
Average P/E	16.6X	16.6X
Beta	1.00	1.00
Average P/B	1.8X	1.8X
Five Yrs Earnings Growth	5.0%	5.0%

### Style Drift For Three Years

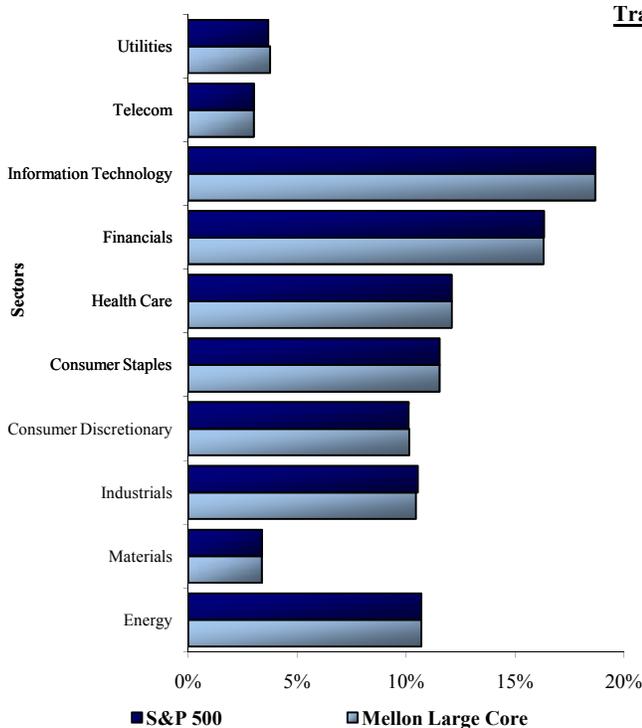


Five Largest Holdings	(Percent)
Exxon Mobil Corp	3.1%
Apple Computer Inc	2.5%
Microsoft Corp	1.9%
Procter & Gamble Co	1.9%
Johnson & Johnson	1.8%
<b>Total</b>	<b>11.1%</b>

Top Five Contributors <sup>1</sup>	(Return)
Apple Computer Inc	7.1%
Newmont Mng Corp Hld	21.4%
Sandisk Corp	21.5%
Akamai Technologies	29.2%
Netapp Inc	14.6%

Top Five Detractors <sup>1</sup>	(Return)
Exxon Mobil Corp	-14.2%
Microsoft Corp	-21.0%
General Elec Co	-20.3%
Bank Amer Corp	-19.5%
J P Morgan Chase & C	-18.1%

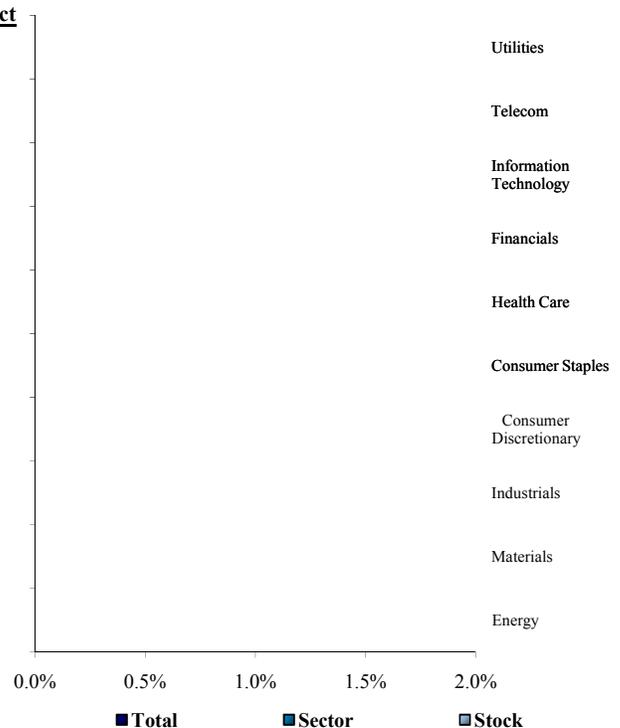
### Sector Breakdown



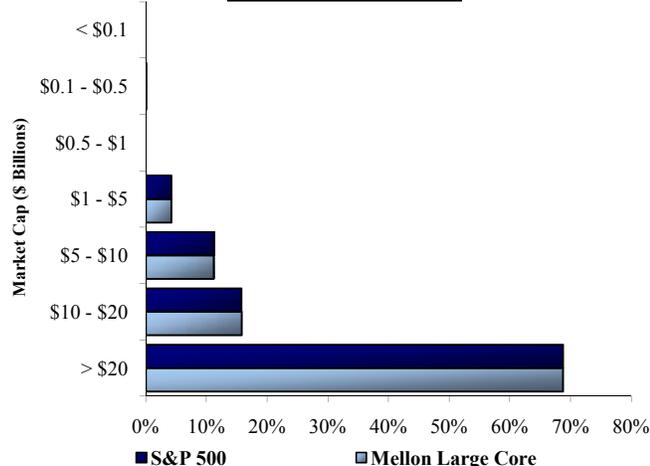
### Portfolio Attribution vs. S&P 500

#### Trading Effect

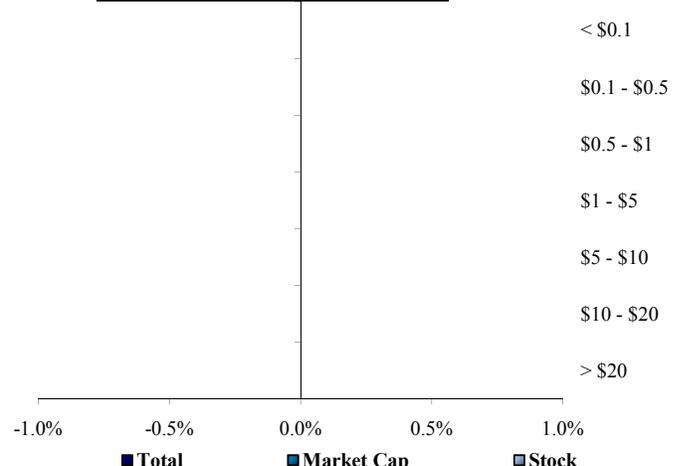
-0.02%



### Market Cap Breakdown



### Market Cap Attribution vs. S&P 500



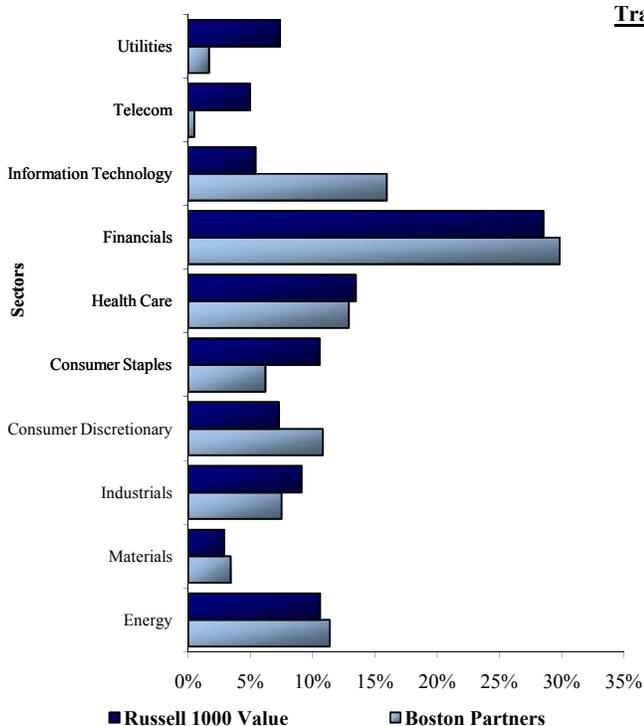
<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

# Equity Portfolio Statistics - Boston Partners

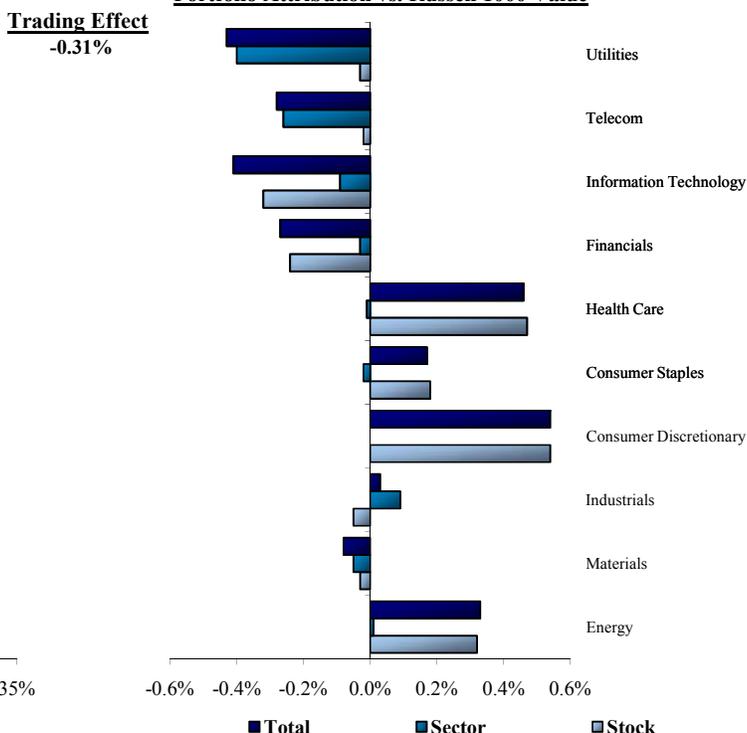
<u>Characteristics</u>	<u>Boston Partners</u>	<u>Russell 1000 Value</u>	<u>Style Drift For Three Years</u>	
Number of Securities	83	669		
Average Capitalization	\$68.0 Bil	\$63.1 Bil		
Median Capitalization	\$17.0 Bil	\$3.8 Bil		
Equity Yield	1.7%	2.5%		
Average P/E	13.8X	16.6X		
Beta	1.02	1.04		
Average P/B	1.4X	1.3X		
Five Yrs Earnings Growth	3.8%	-0.5%		

<u>Five Largest Holdings</u>	<u>(Percent)</u>	<u>Top Five Contributors<sup>1</sup></u>	<u>(Return)</u>	<u>Top Five Detractors<sup>1</sup></u>	<u>(Return)</u>
J P Morgan Chase & C	4.2%	Dr Pepper Snapple Gr	7.0%	J P Morgan Chase & C	-18.1%
Chevron Corp	3.9%	Eog Res Inc	6.0%	Bank Amer Corp	-19.5%
Bank Amer Corp	3.4%	McKesson Hhoc Inc	2.5%	Microsoft Corp	-21.0%
Wells Fargo & Co New	2.9%	Pactiv Corp	10.6%	Wells Fargo & Co New	-17.6%
Berkshire Hathaway I	2.8%	Family Dlr Stores In	3.4%	Hewlett Packard Co	-18.4%
<b>Total</b>	<b>17.2%</b>				

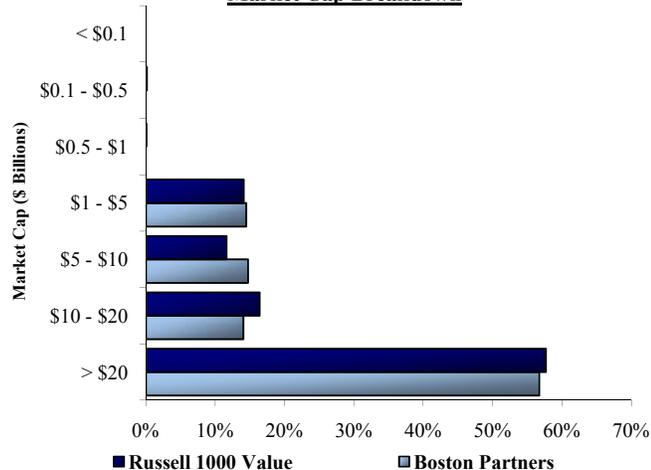
**Sector Breakdown**



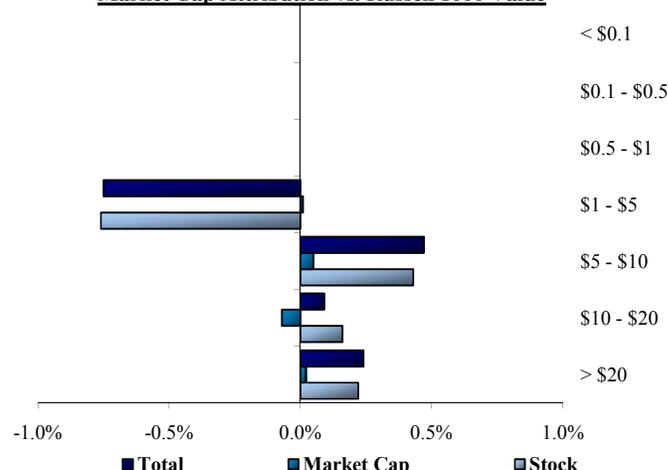
**Portfolio Attribution vs. Russell 1000 Value**



**Market Cap Breakdown**



**Market Cap Attribution vs. Russell 1000 Value**

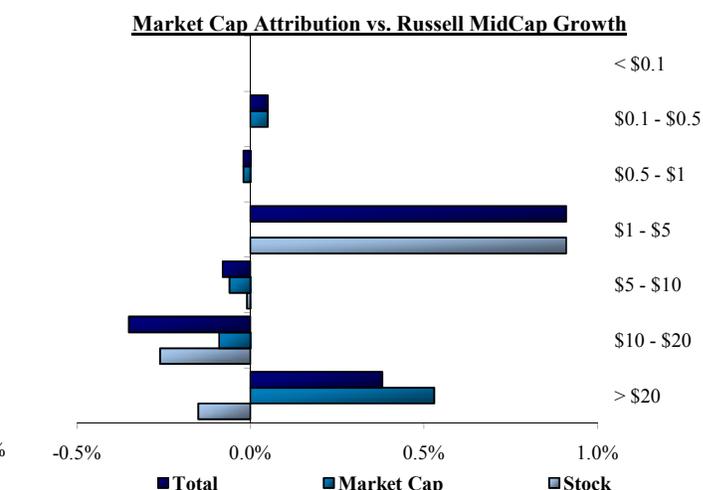
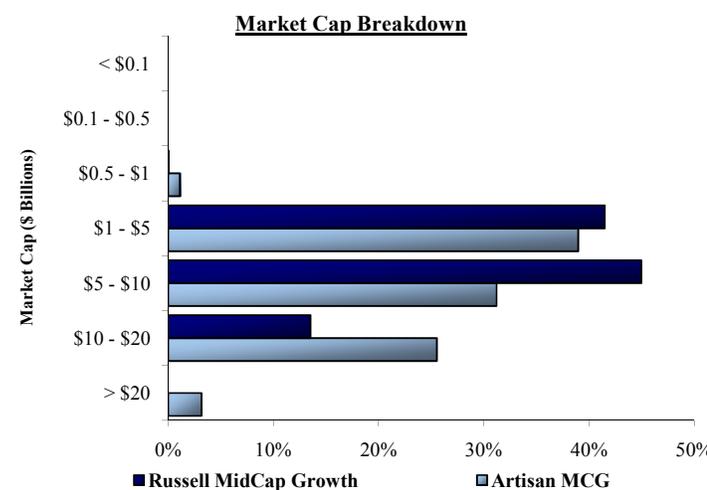
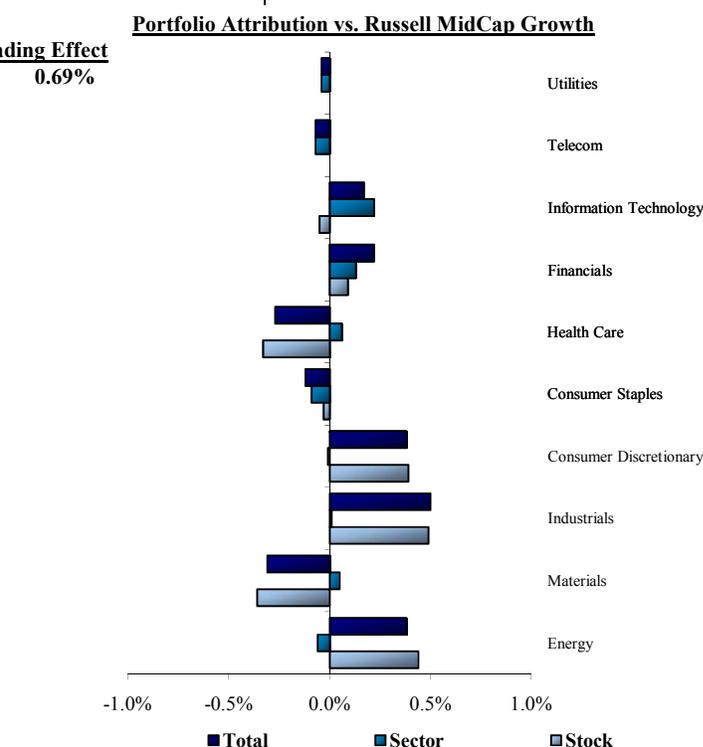
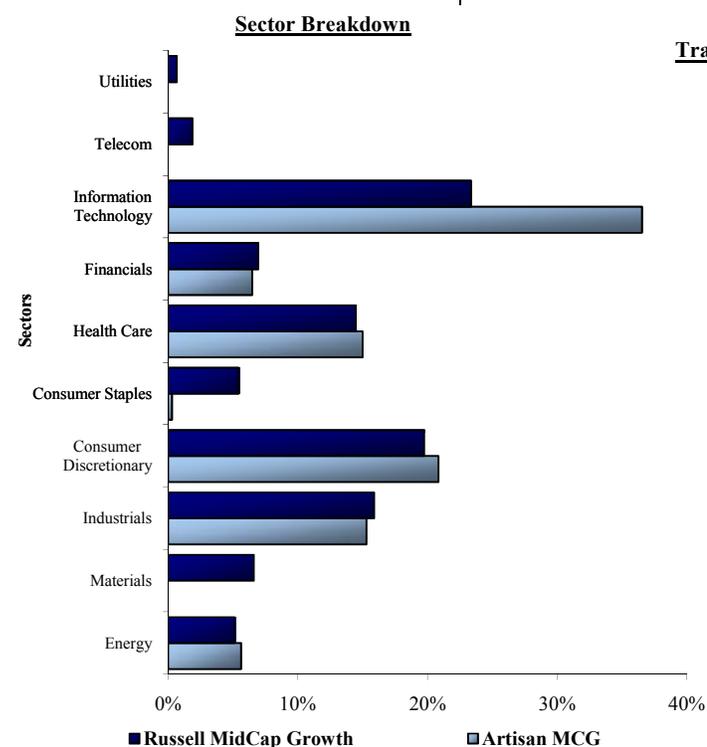


<sup>1</sup>Contributors and Detractors are ranked by holding's effect on the portfolio, based on the holding's return and weighting in the portfolio.

# Equity Portfolio Statistics - Artisan MCG

<u>Characteristics</u>	<u>Artisan MCG</u>	<u>Russell MidCap Growth</u>	<u>Style Drift For Three Years</u>		
Number of Securities	77	497	<div style="display: flex; justify-content: space-around; align-items: center;"> <span>○ Artisan MCG</span> <span>● Russell MidCap Growth</span> </div>		
Average Capitalization	\$7.8 Bil	\$6.1 Bil			
Median Capitalization	\$5.3 Bil	\$3.5 Bil			
Equity Yield	0.52%	1.0%			
Average P/E	31.0X	25.0X			
Beta	1.2	1.16			
Average P/B	3.1X	3.1X			
Five Yrs Earnings Growth	8.58%	6.6%			

<u>Five Largest Holdings (Percent)</u>	<u>(Return)</u>	<u>Top Five Contributors<sup>1</sup></u>	<u>(Return)</u>	<u>Top Five Detractors<sup>1</sup></u>	<u>(Return)</u>
Allergan Inc	4.3%	Arm Hldgs Plc	16.6%	Precision Castparts	-18.8%
Cerner Corp	3.8%	Vmware Inc	17.4%	Harman Intl Inds Inc	-36.1%
Precision Castparts	3.0%	Chipotle Mexican Gri	21.4%	Agilent Technologies	-17.3%
Agilent Technologies	2.9%	Edwards Lifesciences	13.3%	Allergan Inc	-10.7%
Cummins Engine Inc	<u>2.7%</u>	Netapp Inc	14.6%	Cerner Corp	-10.8%
<b>Total</b>	<b>16.6%</b>				



<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

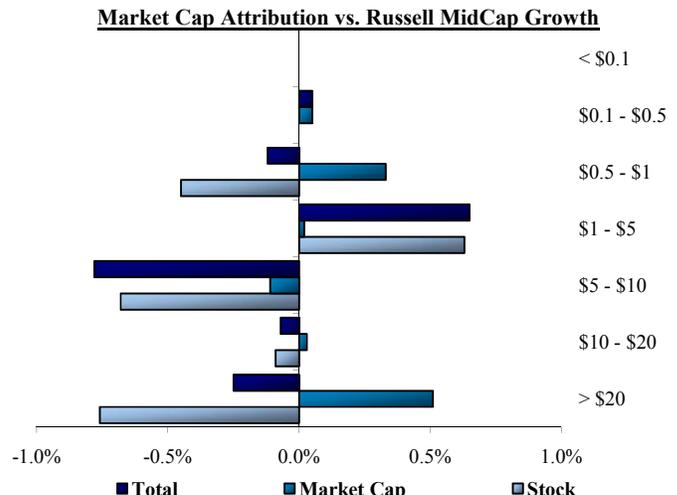
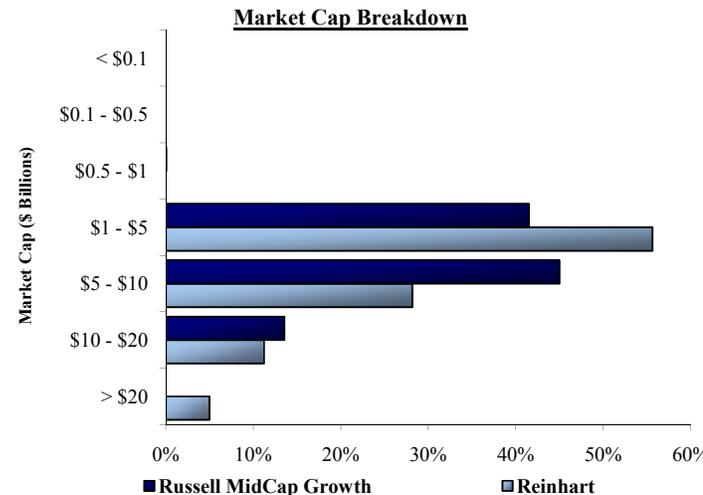
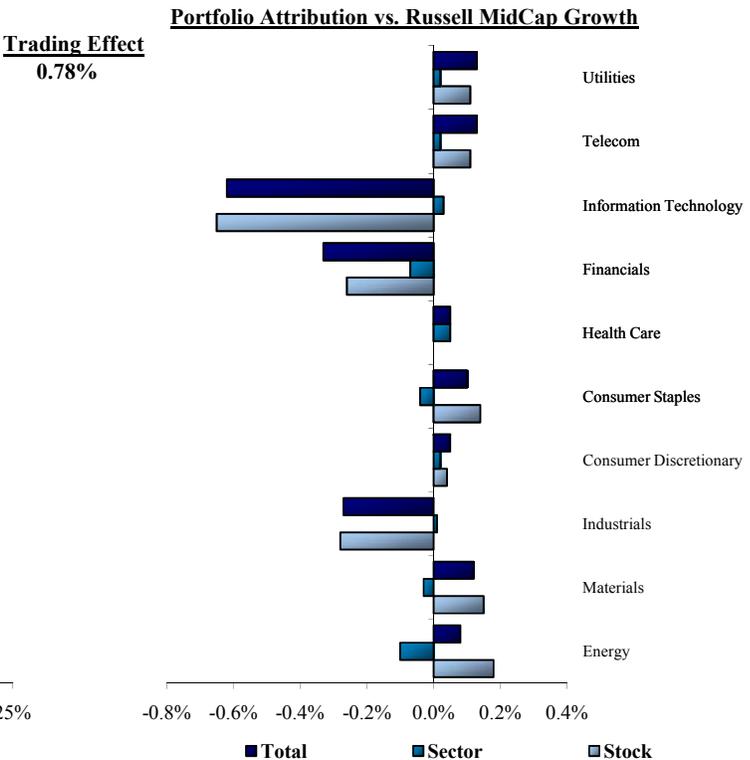
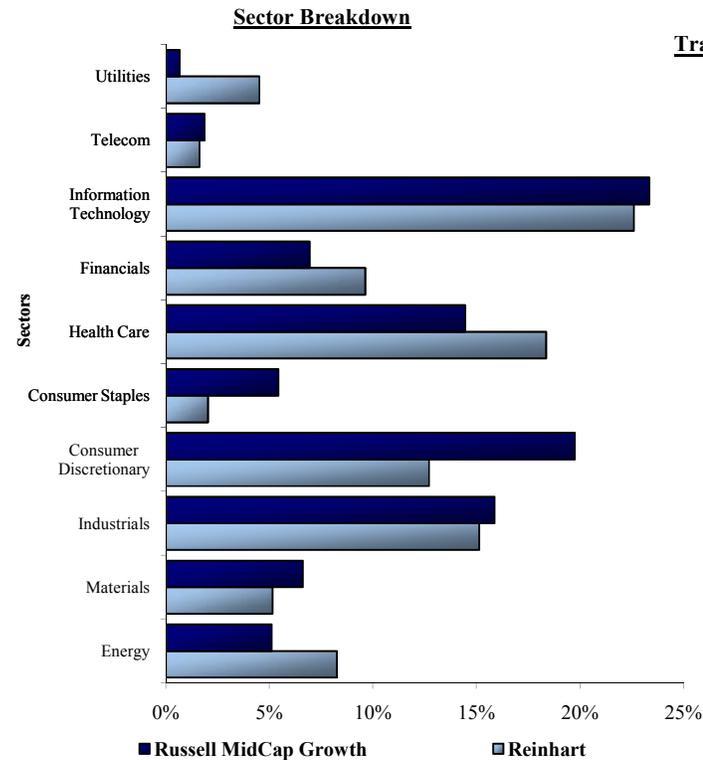
# Equity Portfolio Statistics - Reinhart

<u>Characteristics</u>	<u>Reinhart</u>	<u>Russell MidCap Growth</u>	<u>Style Drift For Three Years</u>	
Number of Securities	61	497		
Average Capitalization	\$6.2 Bil	\$6.1 Bil		
Median Capitalization	\$4.4 Bil	\$3.5 Bil		
Equity Yield	0.8%	1.0%		
Average P/E	19.8X	25.0X		
Beta	1.08	1.16		
Average P/B	2.2X	3.1X		
Five Yrs Earnings Growth	8.8%	6.6%		

<u>Five Largest Holdings</u>	<u>(Percent)</u>
Reinsurance Group Am	4.0%
Stericycle Inc	3.5%
Sempra Energy	3.5%
Noble Corporation Ba	3.1%
Denbury Res Inc	2.9%
<b>Total</b>	<b>17.0%</b>

<u>Top Five Contributors<sup>1</sup></u>	<u>(Return)</u>
Stericycle Inc	20.3%
Thoratec Corp.	27.7%
Advanced Auto Parts	19.9%
Amerisourcebergen Co	10.1%
Icon Pub Ltd Co	9.4%

<u>Top Five Detractors<sup>1</sup></u>	<u>(Return)</u>
Noble Corporation Ba	-26.0%
Harsco Corp	-26.0%
Reinsurance Group Am	-12.8%
Guess Inc	-33.2%
Aecom Technology Cor	-18.7%

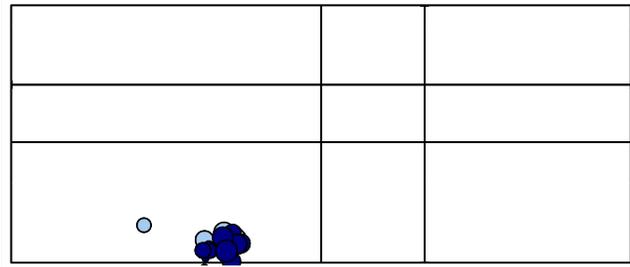


<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.  
 Prepared by Marquette Associates, Inc.

# Equity Portfolio Statistics - AQR

Characteristics	AQR	Russell 2000 Value
Number of Securities	351	1,300
Average Capitalization	\$0.9 Bil	\$0.9 Bil
Median Capitalization	\$0.7 Bil	\$0.4 Bil
Equity Yield	2.0%	2.1%
Average P/E	21.7X	31.3X
Beta	1.19	1.22
Average P/B	1.0X	1.0X
Five Yrs Earnings Growth	-2.2%	-2.0%

### Style Drift For Three Years

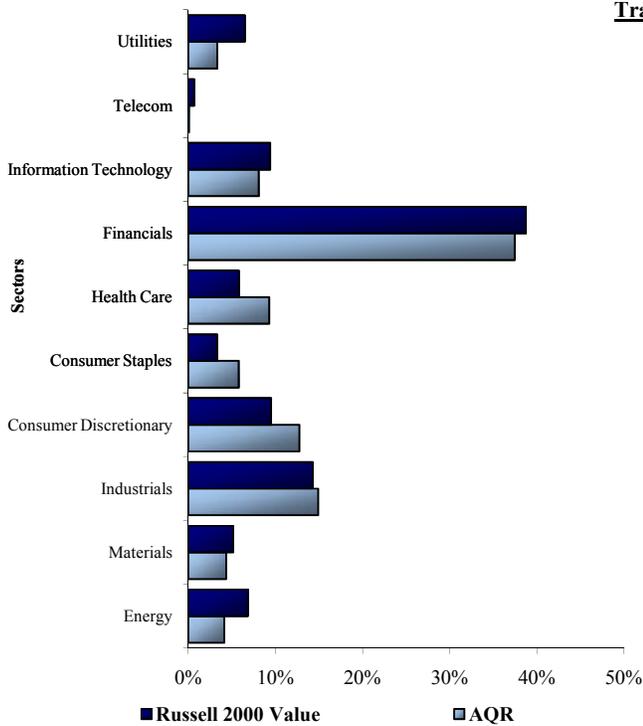


Five Largest Holdings	(Percent)
Platinum Underwriter	1.5%
Steris Corp	1.4%
Provident Finl Svcs	1.3%
Montpelier Re Holdin	1.2%
International Bncshr	1.2%
<b>Total</b>	<b>6.6%</b>

Top Five Contributors <sup>1</sup>	(Return)
Odyssey Healthcare I	47.5%
Molina Healthcare In	14.4%
Dyncorp Intl Inc	52.5%
Republic Bancorp Ky	19.6%
Hill Rom Hldgs Inc	12.2%

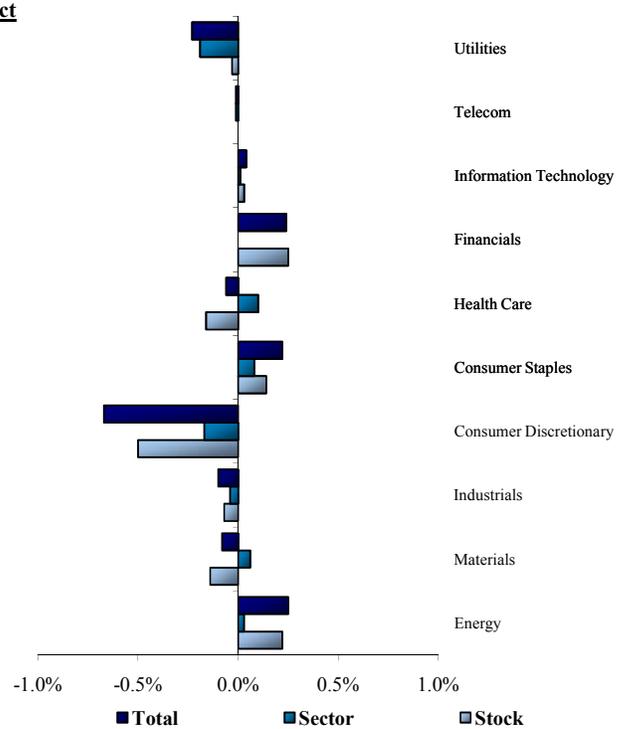
Top Five Detractors <sup>1</sup>	(Return)
International Bncshr	-27.4%
Kindred Healthcare I	-28.9%
Cal Dive Intl Inc De	-20.2%
Stage Stores Inc	-30.3%
Schulman A Inc	-22.1%

### Sector Breakdown

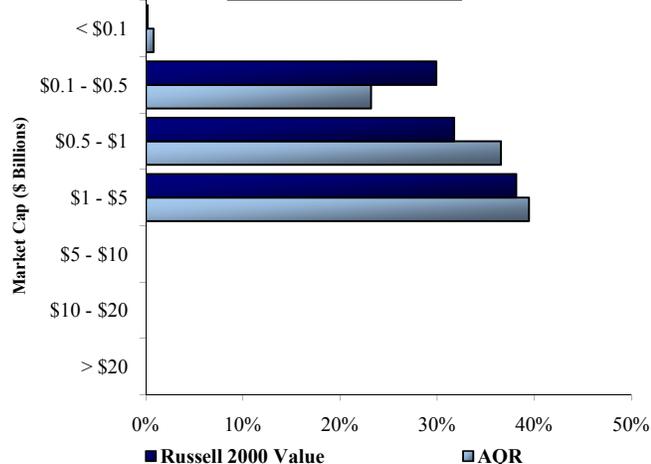


### Portfolio Attribution vs. Russell 2000 Value

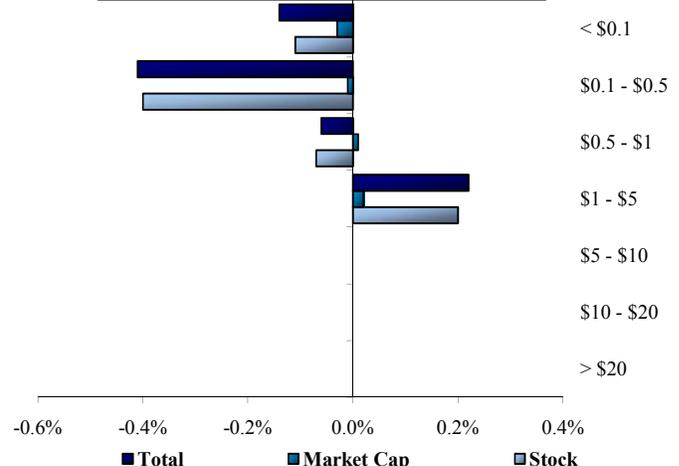
**Trading Effect**  
0.45%



### Market Cap Breakdown



### Market Cap Attribution vs. Russell 2000 Value



<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

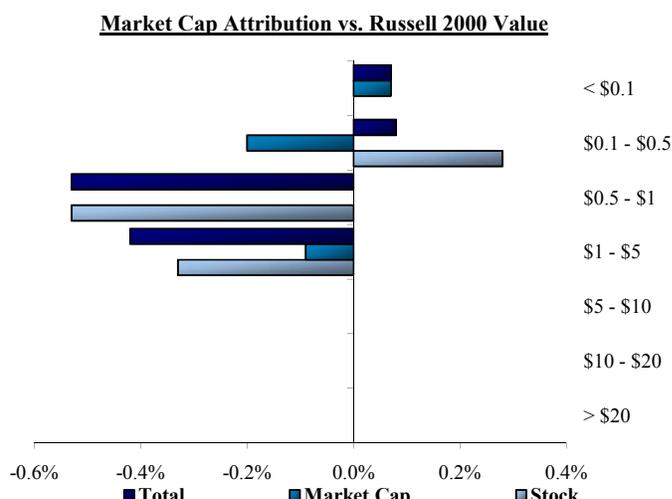
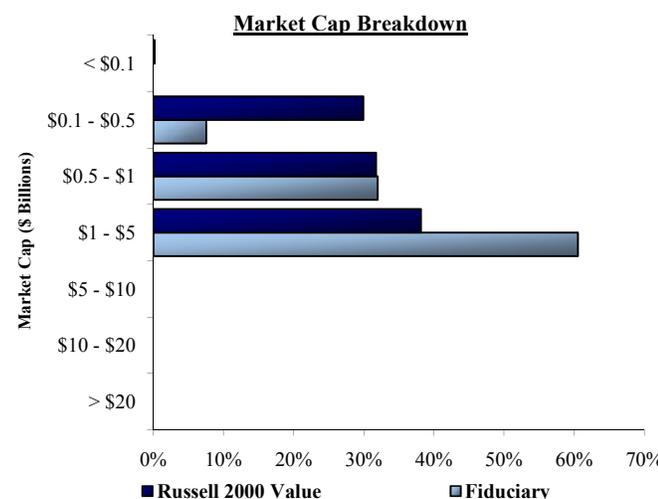
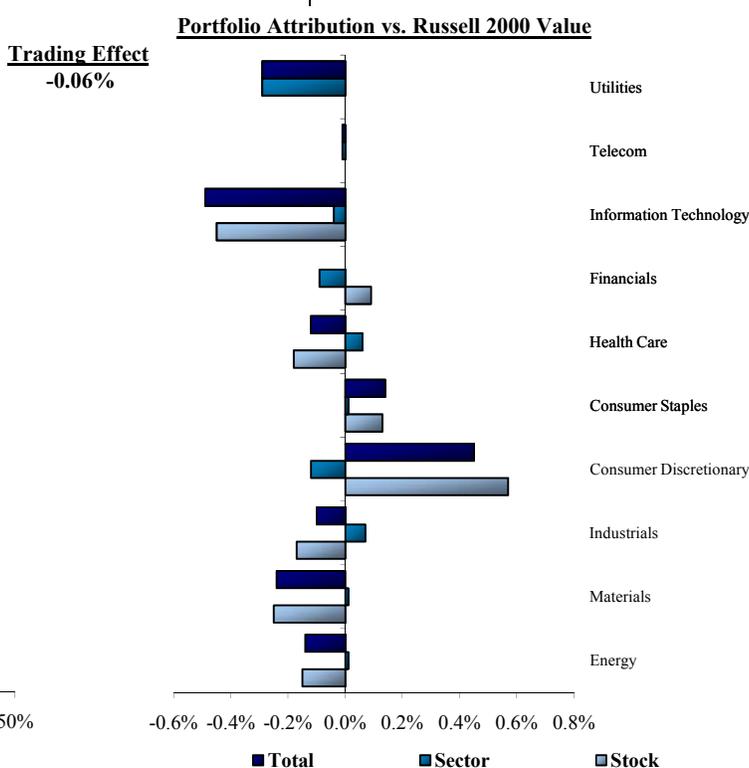
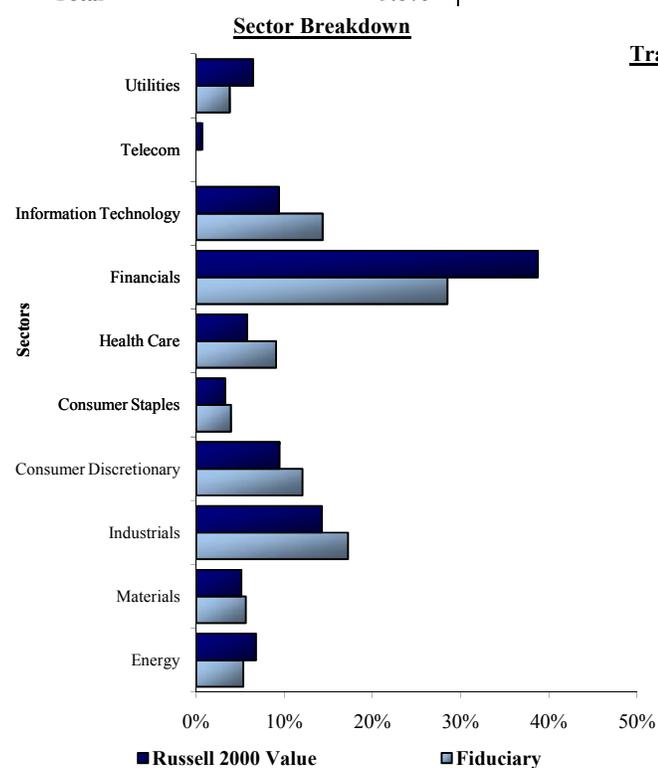
# Equity Portfolio Statistics - Fiduciary

<u>Characteristics</u>	<u>Fiduciary</u>	<u>Russell 2000 Value</u>	<u>Style Drift For Three Years</u>		
Number of Securities	70	1,300		○ Fiduciary	● Russell 2000 Value
Average Capitalization	\$1.3 Bil	\$0.9 Bil			
Median Capitalization	\$1.1 Bil	\$0.4 Bil			
Equity Yield	1.2%	2.1%			
Average P/E	27.9X	31.3X			
Beta	1.25	1.22		○	○
Average P/B	1.6X	1.0X			
Five Yrs Earnings Growth	1.7%	-2.0%			

<u>Five Largest Holdings</u>	<u>(Percent)</u>
Unisource Energy Cor	2.2%
Aci Worldwide Inc	1.9%
Questor Pharmaceutical	1.9%
Viasat Inc	1.8%
Signature Bk New Yor	1.7%
<b>Total</b>	<b>9.6%</b>

<u>Top Five Contributors<sup>1</sup></u>	<u>(Return)</u>
Questor Pharmaceutic	24.1%
Western Alliance Ban	26.0%
Applied Micro Circui	21.4%
Valassis Communicati	14.0%
T-3 Energy Srves Inc	13.6%

<u>Top Five Detractors<sup>1</sup></u>	<u>(Return)</u>
Emulex Corp	-30.9%
Wilmington Trust Cor	-33.0%
Ryland Group Inc	-29.4%
Cinemark Holdings In	-27.4%
Schnitzer Stl Inds	-25.4%



<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.  
 Prepared by Marquette Associates, Inc.

## Equity Portfolio Statistics - ING

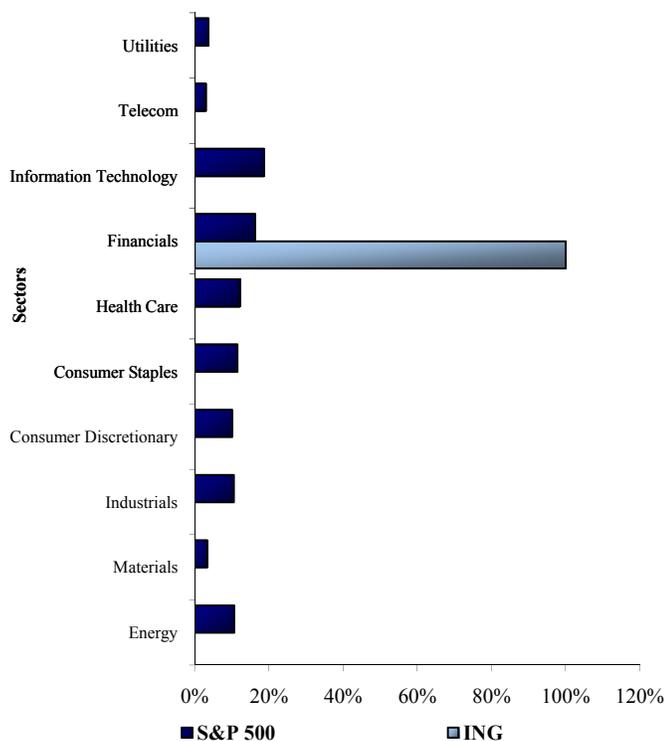
<u>Characteristics</u>	<u>ING</u>	<u>S&amp;P 500</u>	<u>Style Drift For Three Years</u>		
Number of Securities	91	500	<div style="display: flex; justify-content: space-around; align-items: center;"> <span>○ ING</span> <span>● S&amp;P 500</span> </div>		
Average Capitalization	\$10.6 Bil	\$75.2 Bil			
Median Capitalization	\$3.4 Bil	\$8.9 Bil			
Equity Yield	3.9%	2.2%			
Average P/E	164.8X	16.6X			
Beta	1.08	1.00			
Average P/B	1.1X	1.8X			
Five Yrs Earnings Growth	-3.0%	5.0%			

<u>Five Largest Holdings</u>	<u>(Percent)</u>
Sun Hung Kai Propert	6.7%
Westfield Group	4.5%
Mitsubishi Estate Co	4.0%
Simon Debartolo Grou	4.0%
Cheung Kong (Holding	<u>3.2%</u>
<b>Total</b>	<b>22.5%</b>

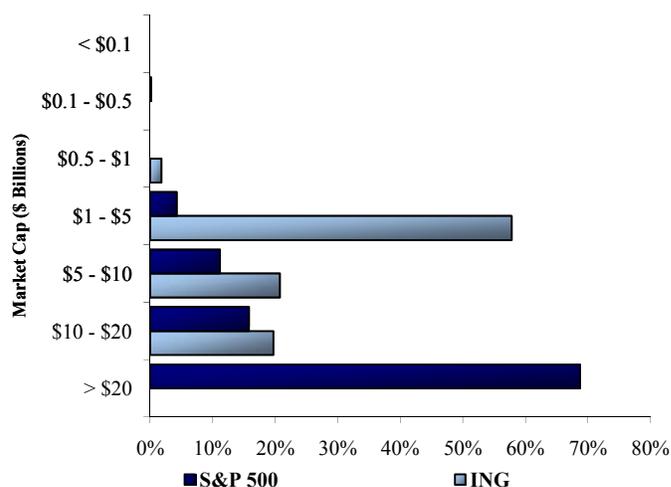
<u>Top Five Contributors<sup>1</sup></u>	<u>(Return)</u>
Equity Residential P	7.1%
Bay Apt Cmnty Inc	9.1%
Udr Inc	9.5%
Daito Trust Construc	17.8%
Capitacommercial	13.1%

<u>Top Five Detractors<sup>1</sup></u>	<u>(Return)</u>
Mitsubishi Estate Co	-13.9%
Sun Hung Kai Propert	-8.3%
Land Securities Grou	-17.8%
Mitsui Fudosan Co	-16.8%
Westfield Group	-7.1%

### Sector Breakdown



### Market Cap Breakdown



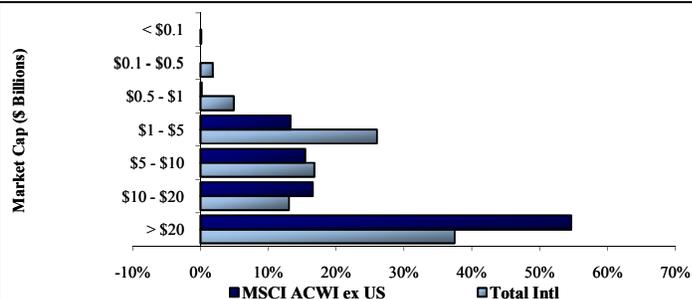
<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

## International Equity Portfolio Statistics - Total Intl

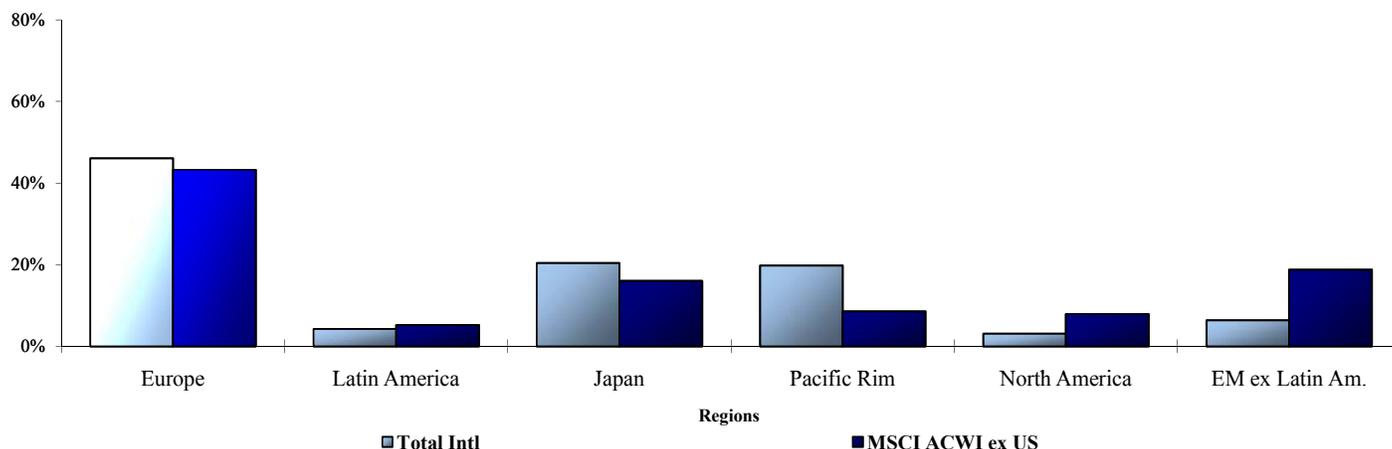
<u>Characteristics</u>	<u>Total Intl</u>	<u>MSCI ACWI</u> <u>ex US</u>
Number of Securities	790	1,819
Average Capitalization	\$24.9 Bil	\$37.3 Bil
Median Capitalization	\$2.5 Bil	\$4.9 Bil
Equity Yield	3.0%	2.9%
Average P/E	19.1X	25.3X
Average P/B	1.0X	1.5X
Four Yrs Earnings Growth	1.1%	6.3%

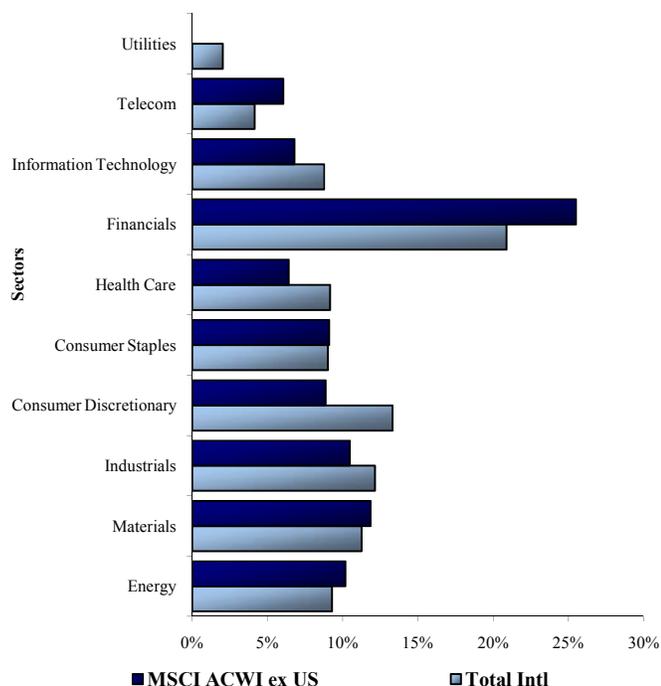
<u>Five Largest Holdings</u>	<u>(Percent)</u>	<u>Top Five Contributors<sup>1</sup></u>	<u>(Return)</u>	<u>Top Five Detractors<sup>1</sup></u>	<u>(Return)</u>
Industrial & Commer	1.2%	Lihir Gold	30.9%	Total	-19.8%
Glaxosmithkline	1.1%	Centamin Egypt	19.4%	Yara International A	-33.1%
Samsung Electronics	1.0%	Hyundai Mobis	27.8%	Grifols Sa	-30.9%
Total	1.0%	Randgold Res Ltd	23.3%	Petroleo Brasileiro	-23.7%
Astrazeneca	1.0%	Unicharm Corp	17.3%	Eni	-18.2%
<b>Total</b>	<b>5.2%</b>				



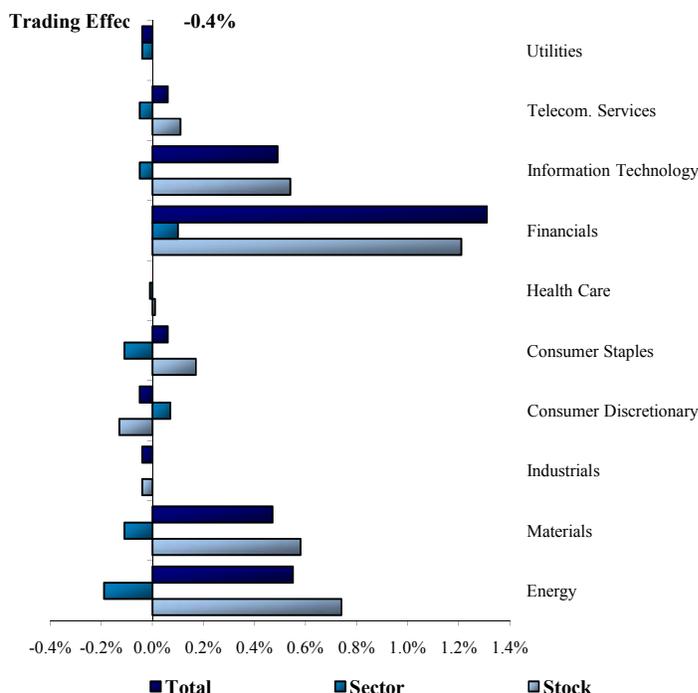
### Portfolio Regional Allocation



### Sector Breakdown



### Portfolio Attribution vs. MSCI ACWI ex US



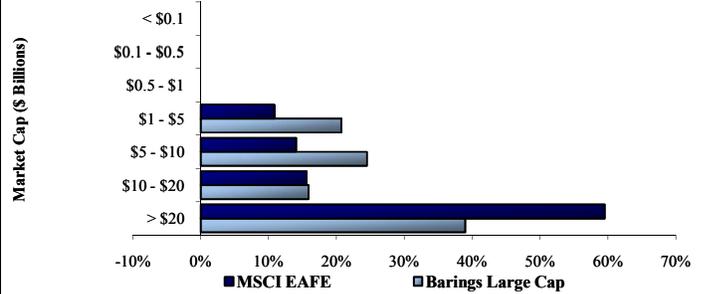
<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

## International Equity Portfolio Statistics - Barings Large Cap

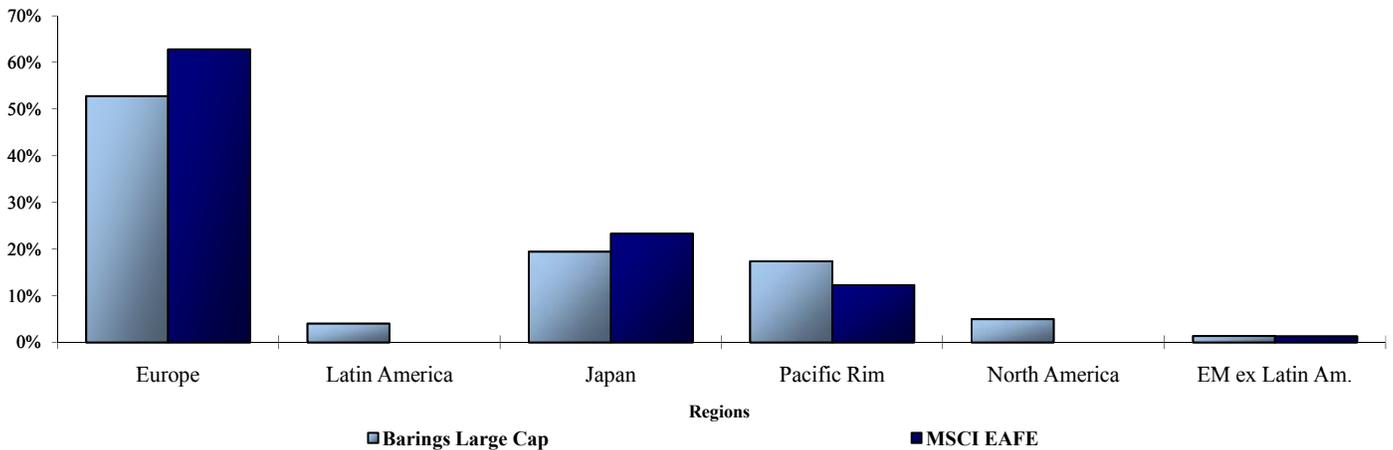
Characteristics	Barings Large Cap	MSCI EAFE
Number of Securities	64	964
Average Capitalization	\$20.6 Bil	\$41.2 Bil
Median Capitalization	\$12.0 Bil	\$5.7 Bil
Equity Yield	2.7%	3.2%
Average P/E	24.9X	23.7X
Average P/B	0.9X	1.4X
Four Yrs Earnings Growth	3.3%	2.8%

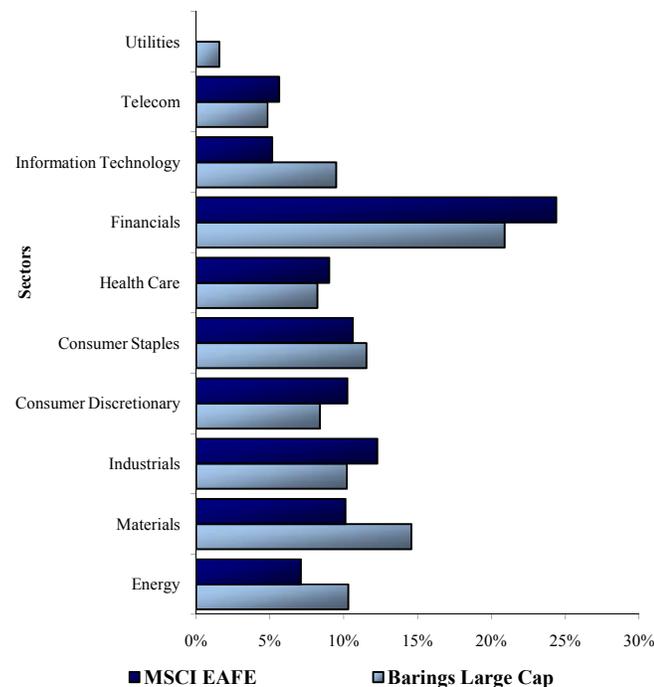
Five Largest Holdings	(Percent)	Top Five Contributors <sup>1</sup>	(Return)	Top Five Detractors <sup>1</sup>	(Return)
Centamin Egypt	2.3%	Lihir Gold	30.9%	Yara International A	-33.1%
Shire	1.9%	Centamin Egypt	19.4%	Grifols Sa	-30.9%
Unicharm Corp	1.9%	Unicharm Corp	17.3%	Suez Environnement C	-24.4%
Lihir Gold	1.8%	Admiral Group	5.3%	Nomura Holdings Inc.	-25.1%
Fresenius Se	1.8%	Disco Corporation	4.3%	Aquarius Platinum Li	-24.8%
<b>Total</b>	<b>9.7%</b>				



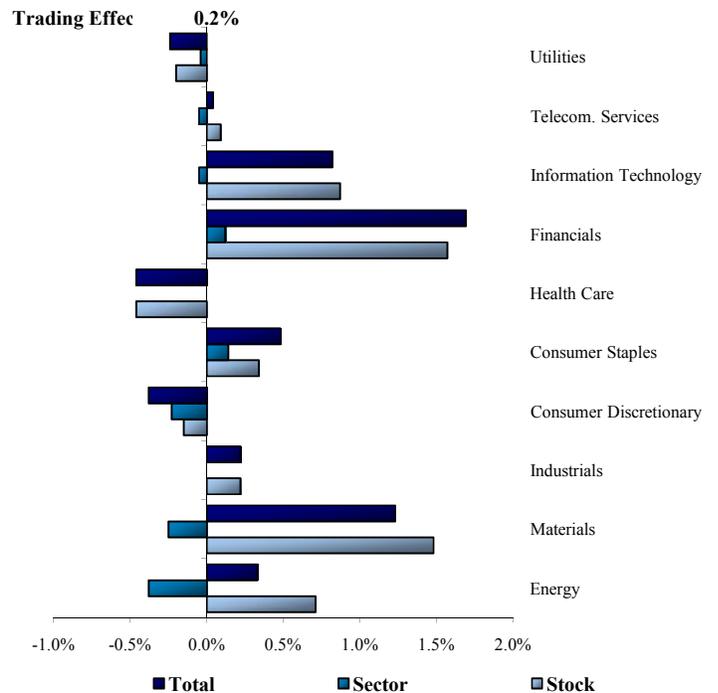
### Portfolio Regional Allocation



### Sector Breakdown



### Portfolio Attribution vs. MSCI EAFE



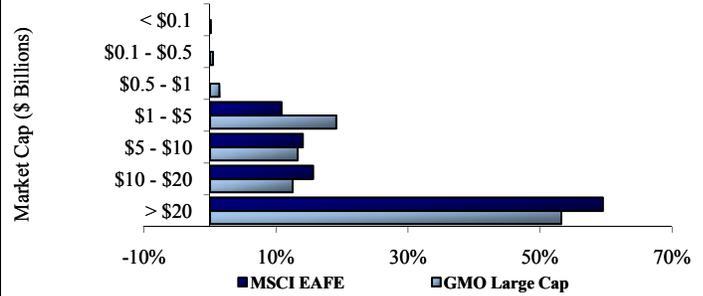
<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

## International Equity Portfolio Statistics - GMO Large Cap

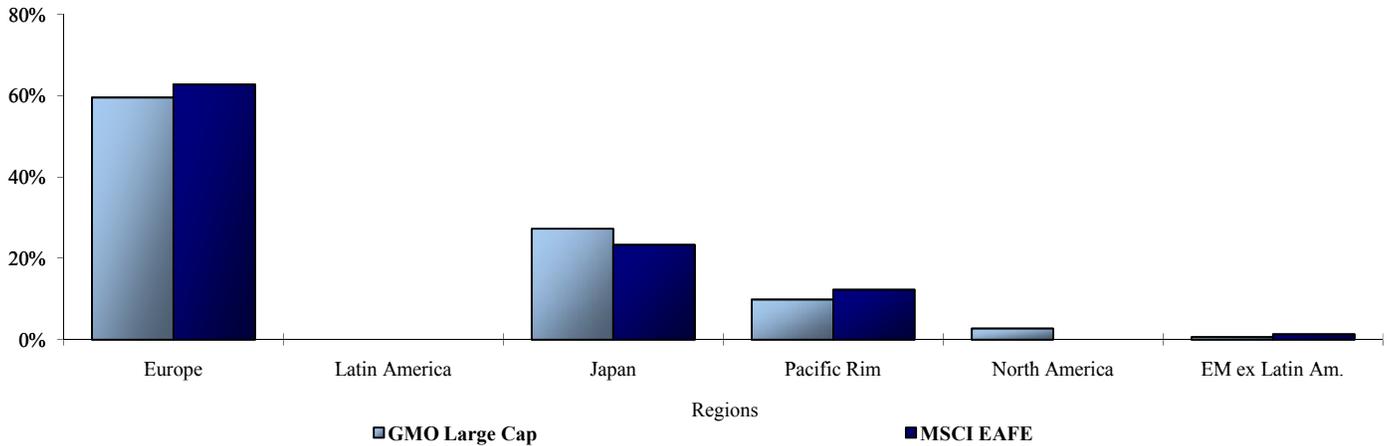
Characteristics	GMO Large Cap	MSCI EAFE
Number of Securities	464	964
Average Capitalization	\$38.4 Bil	\$41.2 Bil
Median Capitalization	\$5.5 Bil	\$5.7 Bil
Equity Yield	3.7%	3.2%
Average P/E	17.7X	23.7X
Average P/B	1.0X	1.4X
Four Yrs Earnings Growth	-3.2%	2.8%

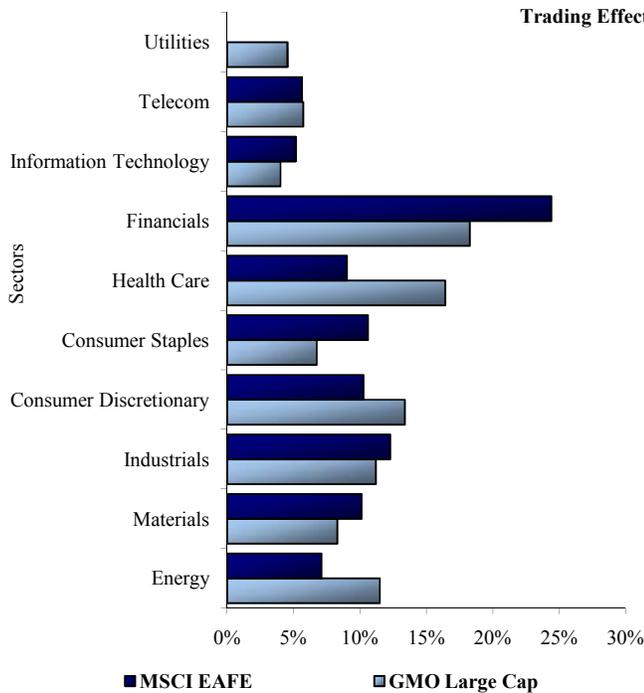
Five Largest Holdings	(Percent)	Top Five Contributors <sup>1</sup>	(Return)	Top Five Detractors <sup>1</sup>	(Return)
Glaxosmithkline	3.4%	Astrazeneca	6.4%	Eni	-18.2%
Astrazeneca	3.1%	Daito Trust Construc	17.8%	Sanofi-Aventis	-14.7%
Sanofi-Aventis	2.4%	Jx Holdings Inc	6.6%	Bnp Paribas	-26.4%
Novartis Ag	2.4%	Alps Electric Co	25.9%	Glaxosmithkline	-9.7%
Eni	2.2%	Novo-Nordisk As	4.5%	Ing Groep Nv	-24.4%
<b>Total</b>	<b>13.4%</b>				



Portfolio Regional Allocation



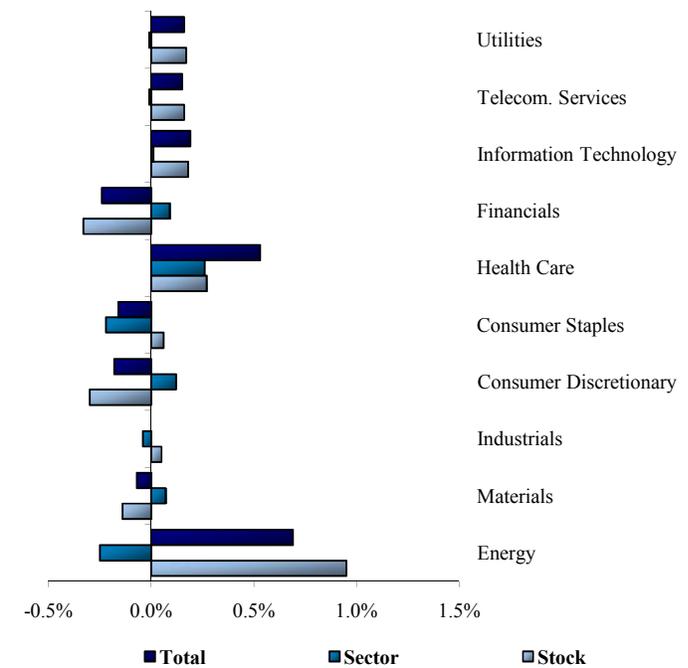
Sector Breakdown



Portfolio Attribution vs. MSCI EAFE

Trading Effect:

-1.5%



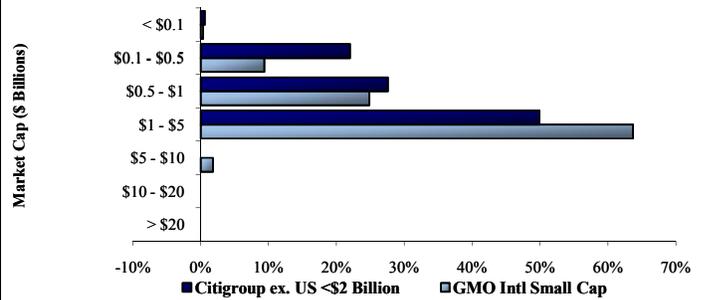
<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

## International Equity Portfolio Statistics - GMO Intl Small Cap

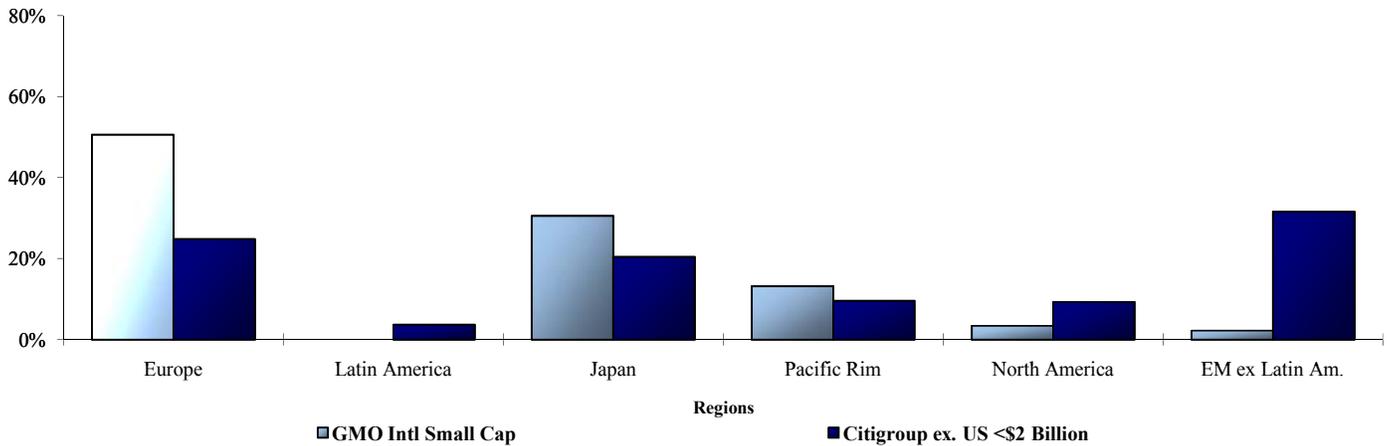
Characteristics	GMO Intl Small Cap	Citigroup ex. US <\$2
Number of Securities	298	4,643
Average Capitalization	\$1.5 Bil	\$1.1 Bil
Median Capitalization	\$1.0 Bil	\$0.5 Bil
Equity Yield	3.4%	2.3%
Average P/E	18.1X	49.7X
Average P/B	1.2X	1.2X
Four Yrs Earnings Growth	-3.4%	8.6%

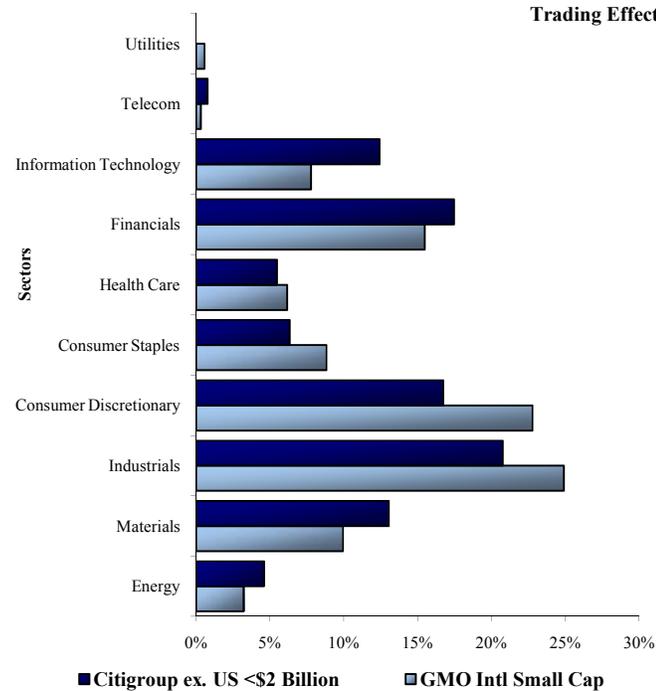
Five Largest Holdings	(Percent)	Top Five Contributors <sup>1</sup>	(Return)	Top Five Detractors <sup>1</sup>	(Return)
C.S.M Nv	1.6%	Aggreko	18.0%	Allied Irish Banks	-33.9%
Inchcape	1.3%	Capitacommercial	13.1%	Inchcape	-17.7%
Imi	1.2%	Kaken Pharmaceutical	20.7%	Johnson Electric Hld	-30.6%
Dcc	1.1%	Weir Group	9.4%	Yit Corp	-21.8%
Melrose	1.1%	Alps Electric Co	25.9%	Aixtron	-32.5%
<b>Total</b>	<b>6.2%</b>				



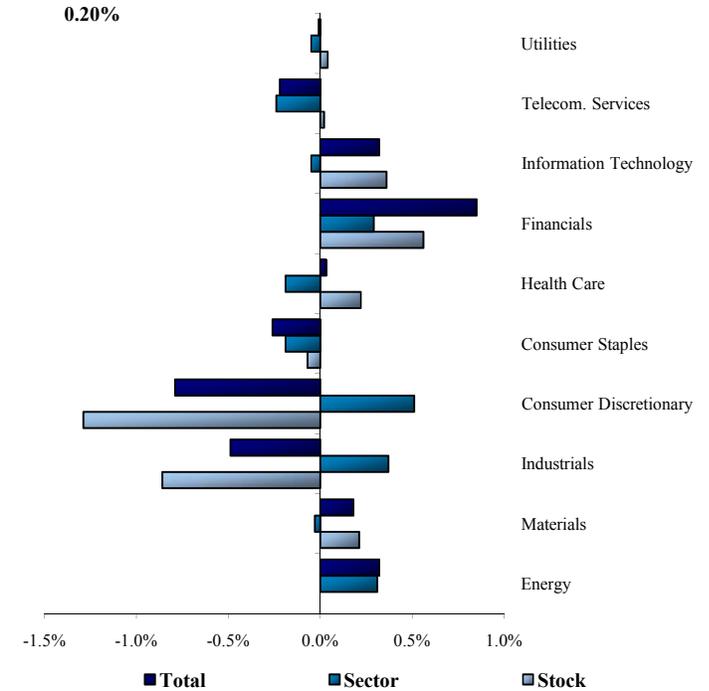
### Portfolio Regional Allocation



### Sector Breakdown



### Portfolio Attribution vs. Citigroup ex. US <\$2 Billion



<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

# International Equity Portfolio Statistics - Barings EM

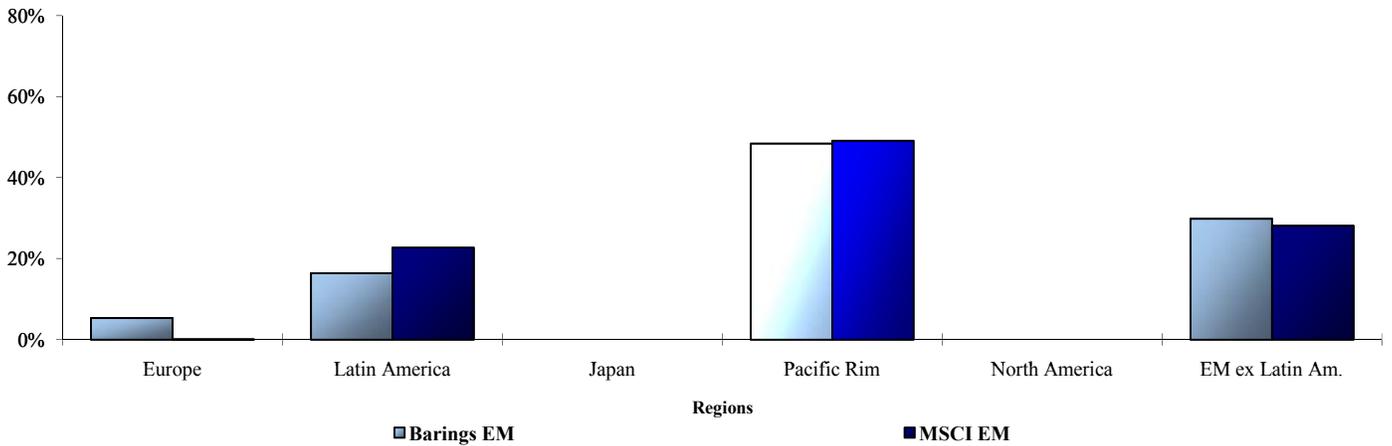
<u>Characteristics</u>	<u>Barings EM</u>	<u>MSCI EM</u>
Number of Securities	69	754
Average Capitalization	\$36.2 Bil	\$29.3 Bil
Median Capitalization	\$12.9 Bil	\$4.0 Bil
Equity Yield	1.6%	2.5%
Average P/E	17.7X	15.6X
Average P/B	1.0X	2.0X
Four Yrs Earnings Growth	13.1%	11.9%

Market Cap (\$ Billions)

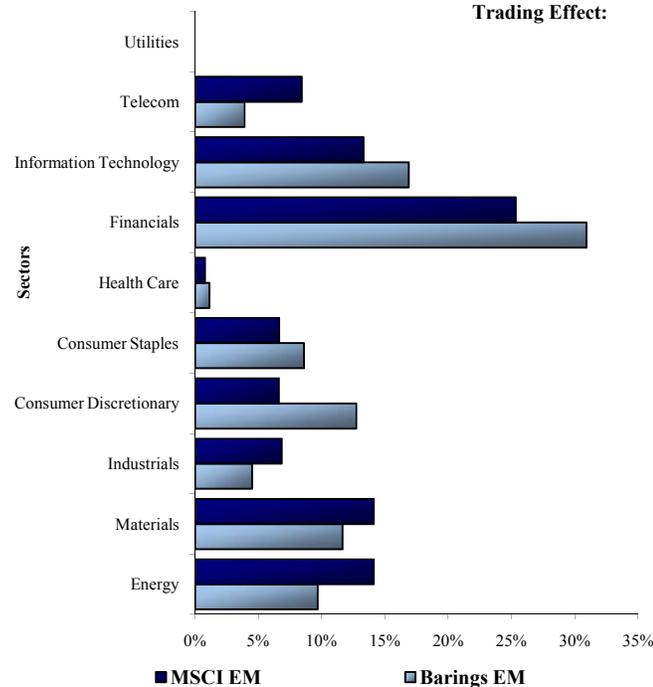
Legend: ■ MSCI EM, ■ Barings EM

<u>Five Largest Holdings</u>	<u>(Percent)</u>	<u>Top Five Contributors<sup>1</sup></u>	<u>(Return)</u>	<u>Top Five Detractors<sup>1</sup></u>	<u>(Return)</u>
Samsung Electronics	5.8%	Vale S A	11.9%	Industrial & Commerc	-8.2%
Vale S A	5.7%	Xtep International H	41.5%	Yuanta Financial Hol	-18.4%
Industrial & Commerc	3.3%	Commercial Intl Bank	21.2%	Hyundai Mobis	-9.7%
China Construction B	3.1%	P.T. Astra Intl	24.7%	Turkiye Halk Bankasi	-9.0%
Naspers	3.1%	Samsung Electronics	5.4%	Telekomunikasi Ind	-12.1%
<b>Total</b>	<b>20.9%</b>				

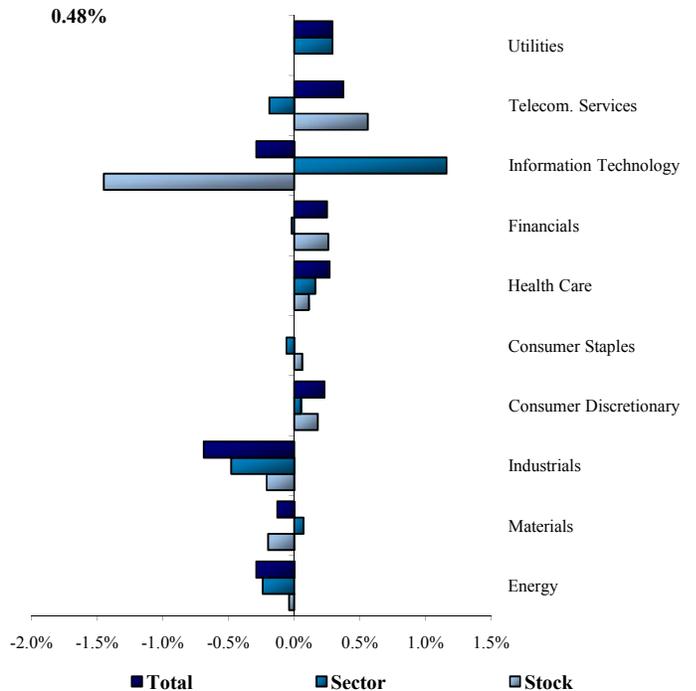
### Portfolio Regional Allocation



### Sector Breakdown



### Portfolio Attribution vs. MSCI EM



<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

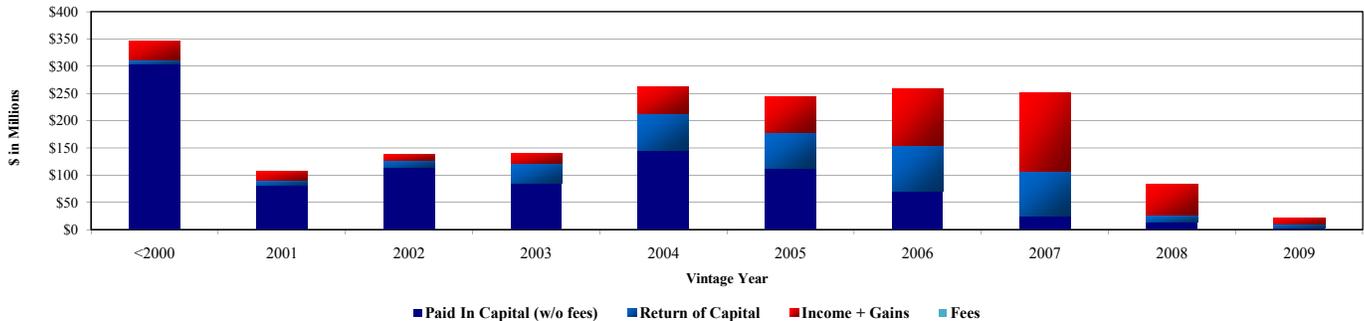
## Private Equity Fund of Funds Portfolio Statistics - Brinson 1998-2003 (12/31/09)

Fund Vintage Year:	1998 - 2003	Client Commitment:	\$14,221,114	<b>Breakdown by Current Market Value:</b>	
Assets Committed to the FoF:	\$260,828,912	Client Capital Called:	\$13,654,947	LBO	51.7%
Assets Committed to the underlying:	\$260,828,912	Client Capital Distributed:	\$13,212,689	Direct	0.0%
Number of Funds Committed to:	148	Client Current Balance:	\$5,797,070	Distressed	0.1%
Total Fund Size GAV:	\$260,828,912	% Ownership	N/A	Mezzanine	4.2%
Capital Called in Dollars:	\$250,463,839			Multi-Strategy	0.0%
Capital Distributed in Dollars:	\$241,647,099			Secondary	0.0%
Annualized IRR SI (Gross):	6.7%			Venture	38.2%
Annualized IRR SI (Net):	4.6%			Other*	5.9%
				<b>Total</b>	<b>100.0%</b>

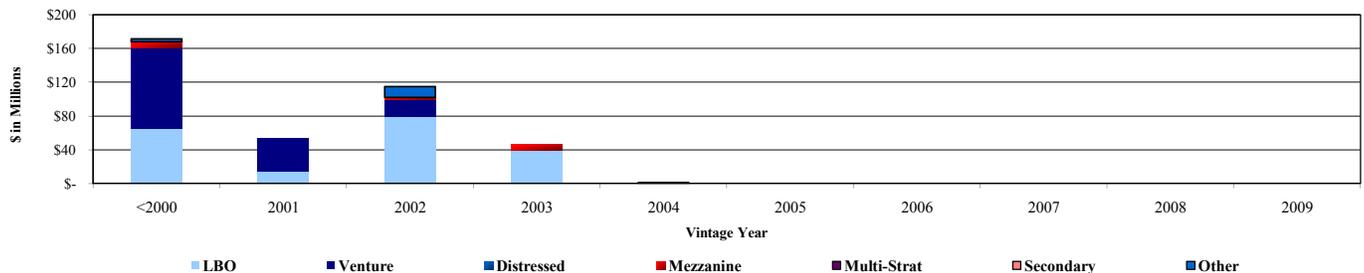
### Top Ten Funds by Market Value

Fund	Type	Vintage Year	Total Commitment	Total Investment	Total Distribution	Fair Market Value	% of Portfolio
1 Joseph Littlejohn & Levy Fund IV	LBO	2002	\$15,055,550	\$13,586,563	\$5,429,450	\$17,146,610	4.08%
2 Resolute Fund	LBO	2002	\$18,000,000	\$16,658,462	\$5,458,685	\$16,760,550	3.99%
3 Madison Dearborn Capital Partners IV	LBO	2000	\$15,055,550	\$15,055,550	\$11,628,141	\$12,787,028	3.05%
4 Warburg Pincus Private Equity VIII	Venture Capital	2001	\$15,702,718	\$15,702,718	\$13,909,183	\$12,508,925	2.98%
5 Brockway Moran & Partners Fund II	LBO	2002	\$15,055,550	\$13,311,809	\$7,849,995	\$11,496,891	2.74%
6 Summit Ventures VI-A	LBO	2001	\$17,062,900	\$17,062,889	\$13,804,592	\$11,231,956	2.68%
7 J.W. Childs Equity Partners III	LBO	2002	\$15,638,000	\$14,492,282	\$10,124,503	\$10,329,006	2.46%
8 Fortress Investment Fund II	Other*	2002	\$17,992,129	\$17,317,155	\$25,138,743	\$10,242,182	2.44%
9 Advent IX/TA	Venture Capital	2000	\$15,000,000	\$14,550,000	\$19,663,707	\$9,653,936	2.30%
10 Banc Fund VI	Other*	2002	\$16,210,000	\$16,210,000	\$4,007,107	\$9,569,604	2.28%
<b>Total</b>			<b>\$160,772,397</b>	<b>\$153,947,428</b>	<b>\$117,014,106</b>	<b>\$121,726,688</b>	<b>29.0%</b>

### Fund Cash Flows



### Vintage Year Diversification (Market Value)



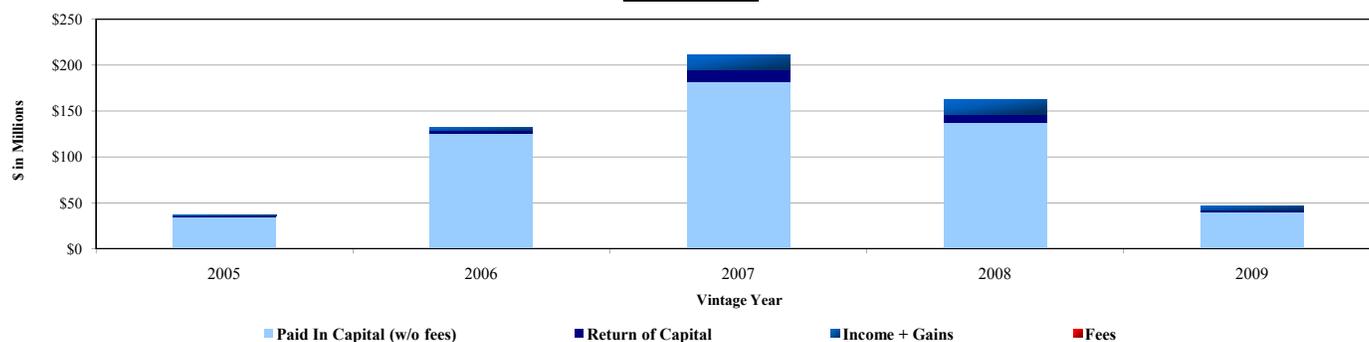
## Private Equity Fund of Funds Portfolio Statistics - ASP 2005 U.S. (9/30/09)

Fund Vintage Year:	2005-2009 Client Commitment:	\$7,000,000 Breakdown by Current Market Value:
Assets Committed to the FoF:	\$808,868,070 Client Capital Called:	\$4,564,000 LBO 41.74%
Assets Committed to the underlying:	\$808,868,070 Client Capital Distributed:	\$351,662 Direct 0.00%
Number of Funds Committed to:	99 Client Current Balance:	\$3,701,922 Distressed 4.39%
Total Fund Size GAV:	\$808,868,070 % Ownership	0.87% Mezzanine 2.00%
Capital Called in Dollars:	\$527,381,984	Multi-Strategy 0.00%
Capital Distributed in Dollars:	\$41,000,000	Secondary 18.71%
Annualized IRR SI (Gross):	-2.01%	Venture 17.55%
Annualized IRR SI (Net):	-5.19%	Other* 15.61%

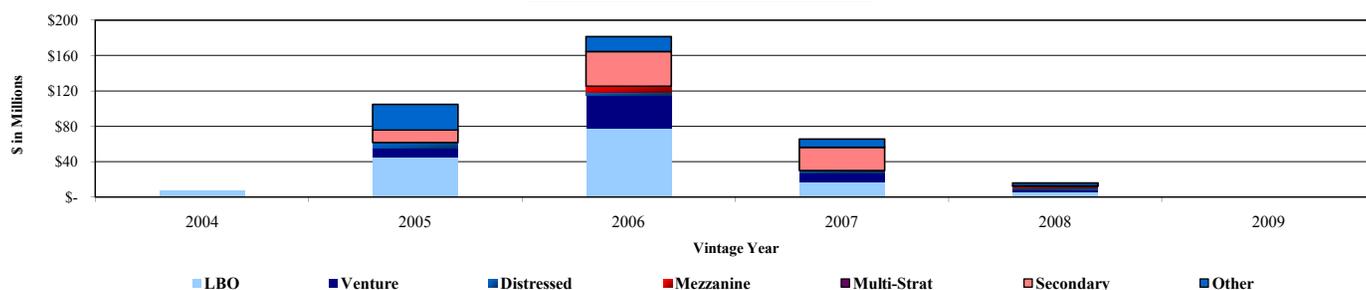
### Top Ten Funds by Market Value

Fund	Type	Vintage Year	Total Commitment	Total Investment	Total Distribution	Fair Market Value	% of Portfolio
1 Warburg Pincus Private Equity IX	Other	2005	\$18,493,380	\$18,493,380	\$1,904,763	\$17,833,244	4.21%
2 Birch Hill Equity Partners III	LBO	2005	\$11,909,593	\$12,421,536	\$185,634	\$13,440,314	3.17%
3 St. Paul Venture Capital VI	Secondary	2007	\$21,426,398	\$19,544,356	\$4,224,719	\$12,623,019	2.98%
4 Thoma Cressey Fund VIII	LBO	2006	\$11,710,440	\$11,066,365	\$0	\$11,094,199	2.62%
5 First Reserve Fund XI	LBO	2006	\$15,124,881	\$11,692,429	\$35,721	\$10,852,000	2.56%
6 Fortress Investment Fund IV	Other	2006	\$15,124,882	\$14,995,491	\$26,844	\$10,305,686	2.43%
7 Vestar Capital Partners V	LBO	2005	\$12,328,920	\$9,268,550	\$756,106	\$10,101,512	2.38%
8 TA Associates X	LBO	2006	\$15,124,882	\$13,196,460	\$1,739,362	\$9,513,194	2.24%
9 New Enterprise Associates 12	Venture Capital	2006	\$15,122,573	\$9,754,060	\$739,297	\$9,069,581	2.14%
10 Clayton, Dubilier & Rice VII	LBO	2005	\$10,000,000	\$9,581,052	\$416,828	\$8,900,675	2.10%
<b>Total</b>			<b>\$146,365,949</b>	<b>\$130,013,680</b>	<b>\$10,029,274</b>	<b>\$113,733,424</b>	<b>26.8%</b>

#### Fund Cash Flows



#### Vintage Year Diversification (Market Value)



## Private Equity Fund of Funds Portfolio Statistics - ASP 2005 Non-U.S. (9/30/09)

Fund Vintage Year:	2005-2009	Client Commitment:	\$3,000,000
Assets Committed to the FoF:	\$528,311,880	Client Capital Called:	\$2,173,500
Assets Committed to the underlying:	\$528,311,880	Client Capital Distributed:	\$234,014
Number of Funds Committed to:	77	Client Current Balance:	\$1,842,187
Total Fund Size GAV:	\$528,311,880	% Ownership	0.57%
Capital Called in Dollars:	\$382,761,962		
Capital Distributed in Dollars:	\$41,500,000		
Annualized IRR SI (Gross):	0.87%		
Annualized IRR SI (Net):	-1.77%		

<b>Breakdown by Current Market Value:</b>	
LBO	50.48%
Direct	0.00%
Distressed	2.54%
Mezzanine	1.01%
Multi-Strategy	0.00%
Secondary	8.27%
Venture	26.31%
Other*	11.39%

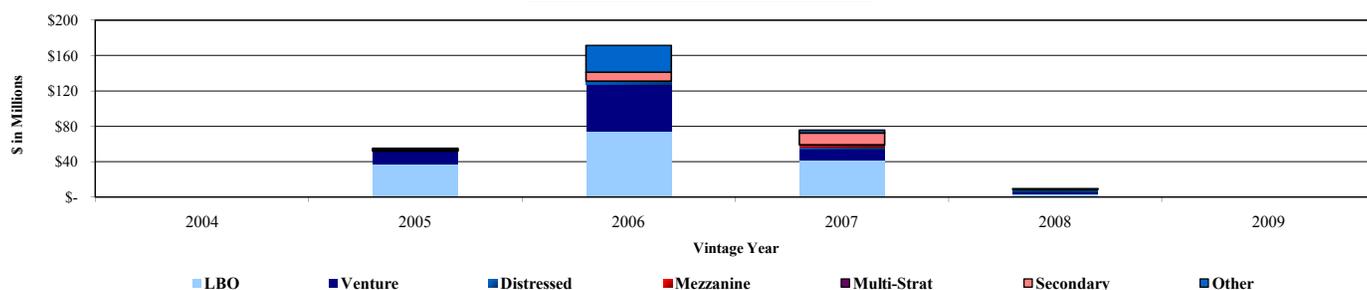
### Top Ten Funds by Market Value

Fund	Type	Vintage Year	Total Commitment	Total Investment	Total Distribution	Fair Market Value	% of Portfolio
1 Nordic Capital VI	LBO	2006	\$20,591,373	\$23,346,195	\$0	\$19,940,196	6.38%
2 ChrysCapital IV	Venture Capital	2006	\$13,900,000	\$13,900,000	\$1,390,000	\$16,404,189	5.25%
3 Navis Asia Fund IV	LBO	2005	\$12,045,960	\$12,045,960	\$1,613,123	\$14,311,117	4.58%
4 CDH China Growth Capital Fund II	Venture Capital	2005	\$4,274,492	\$3,334,380	\$1,626,743	\$10,720,280	3.43%
5 L Capital Fund II	LBO	2006	\$13,971,620	\$11,746,267	\$3,464,100	\$9,619,165	3.08%
6 Pacific Equity Partners III	LBO	2006	\$8,719,298	\$8,013,127	\$1,215,454	\$9,317,763	2.98%
7 Altor Fund II	LBO	2006	\$11,472,816	\$11,935,715	\$0	\$9,284,911	2.97%
8 Palamon European Equity II	LBO	2005	\$13,397,616	\$9,308,682	\$0	\$8,766,581	2.81%
9 Waterland III	Other*	2006	\$9,971,268	\$8,278,270	\$4,796,526	\$8,740,281	2.80%
10 BC European Capital VIII	LBO	2005	\$14,166,185	\$8,563,257	\$78,905	\$8,247,358	2.64%
<b>Total</b>			<b>\$122,510,628</b>	<b>\$110,471,853</b>	<b>\$14,184,851</b>	<b>\$115,351,841</b>	<b>36.9%</b>

#### Fund Cash Flows



#### Vintage Year Diversification (Market Value)



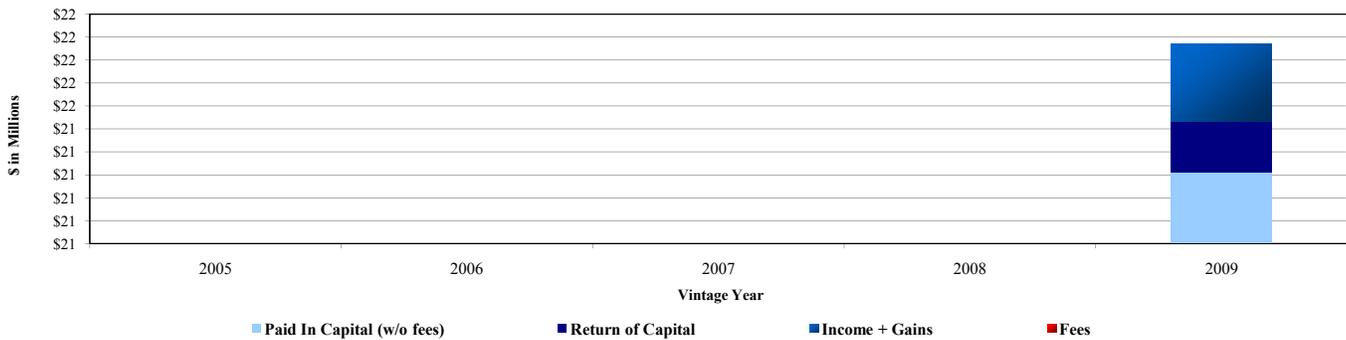
## Private Equity Fund of Funds Portfolio Statistics - ASP 2009 U.S. (9/30/09)

Fund Vintage Year:	2009 - Present	Client Commitment:	\$15,000,000	<b>Breakdown by Current Market Value:</b>	
Assets Committed to the FoF:	\$887,850,953	Client Capital Called:	\$465,000	LBO	0.00%
Assets Committed to the underlying:	\$117,745,850	Client Capital Distributed:	\$0	Direct	0.00%
Number of Funds Committed to:	18	Client Current Balance:	\$473,189	Distressed	0.00%
Total Fund Size GAV:	\$887,850,953	% Ownership	1.7%	Mezzanine	0.00%
Capital Called in Dollars:	\$27,523,384	Client IRR SI (Gross):	29.1%	Multi-Strategy	0.00%
Capital Distributed in Dollars:	\$0	Client IRR SI (Net):	1.8%	Secondary	71.16%
				Venture	28.84%
				Other*	0.00%

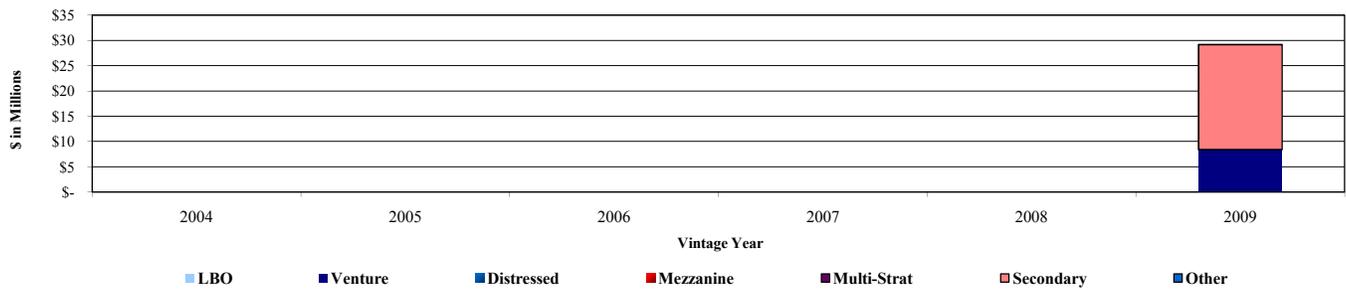
### Top Ten Funds by Market Value

Fund	Type	Vintage Year	Total Commitment	Total Investment	Total Distribution	Fair Market Value	% of Portfolio
1	Confidential						
2	Confidential						
3	Confidential						
4	Confidential						
5	Confidential						
6	Confidential						
7	Confidential						
8	Confidential						
9	Confidential						
10	Confidential						
<b>Total</b>							

#### Fund Cash Flows



#### Vintage Year Diversification (Market Value)



**Private Equity Fund of Funds Portfolio Statistics - ASP 2009 Non-U.S. (9/30/09)**

Fund Vintage Year:	2009 - Present	Client Commitment:	\$9,000,000	<b>Breakdown by Current Market Value:</b>	
Assets Committed to the FoF:	\$692,440,372	Client Capital Called:	\$139,500	LBO	5.55%
Assets Committed to the underlying:	\$52,316,466	Client Capital Distributed:	\$0	Direct	0.00%
Number of Funds Committed to:	7	Client Current Balance:	\$107,490	Distressed	0.00%
Total Fund Size GAV:	\$692,440,372	% Ownership	1.3%	Mezzanine	0.00%
Capital Called in Dollars:	\$10,732,828	Client IRR SI (Gross):	19.8%	Multi-Strategy	0.00%
Capital Distributed in Dollars:	\$0	Client IRR SI (Net):	-23.0%	Secondary	78.97%
				Venture	10.81%
				Other*	4.67%

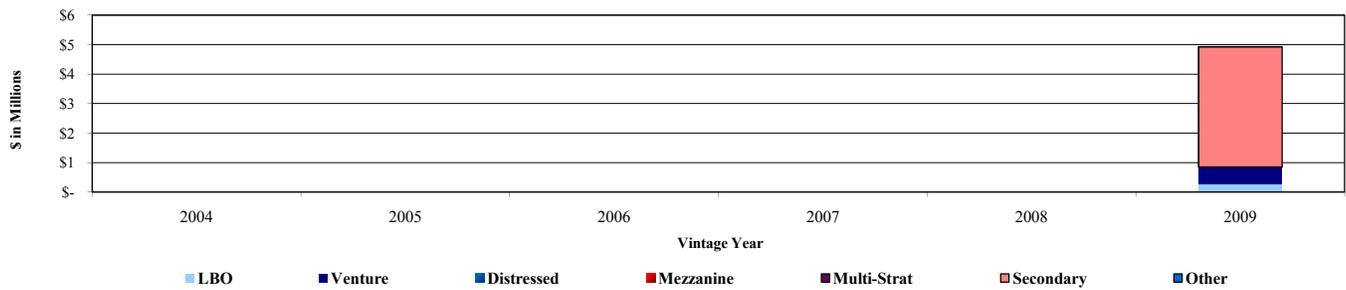
**Top Ten Funds by Market Value**

Fund	Type	Vintage Year	Total Commitment	Total Investment	Total Distribution	Fair Market Value	% of Portfolio
1	Confidential						
2	Confidential						
3	Confidential						
4	Confidential						
5	Confidential						
6	Confidential						
7	Confidential						
8	Confidential						
9	Confidential						
10	Confidential						
<b>Total</b>							

**Fund Cash Flows**



**Vintage Year Diversification (Market Value)**



## Private Equity Fund of Funds Portfolio Statistics - ASP 2009 Non-U.S. Emerging (9/30/09)

Fund Vintage Year:	2009 - Present	Client Commitment:	\$3,000,000	<b>Breakdown by Current Market Value:</b>	
Assets Committed to the FoF:	\$527,202,370	Client Capital Called:	\$57,000	LBO	48.31%
Assets Committed to the underlying:	\$61,566,538	Client Capital Distributed:	\$0	Direct	0.00%
Number of Funds Committed to:	5	Client Current Balance:	\$34,766	Distressed	0.00%
Total Fund Size GAV:	\$527,202,370	% Ownership	1.4%	Mezzanine	0.00%
Capital Called in Dollars:	\$10,016,846	Client IRR SI (Gross):	-8.5%	Multi-Strategy	0.00%
Capital Distributed in Dollars:	\$0	Client IRR SI (Net):	-39.0%	Secondary	5.74%
				Venture	45.95%
				Other*	0.00%

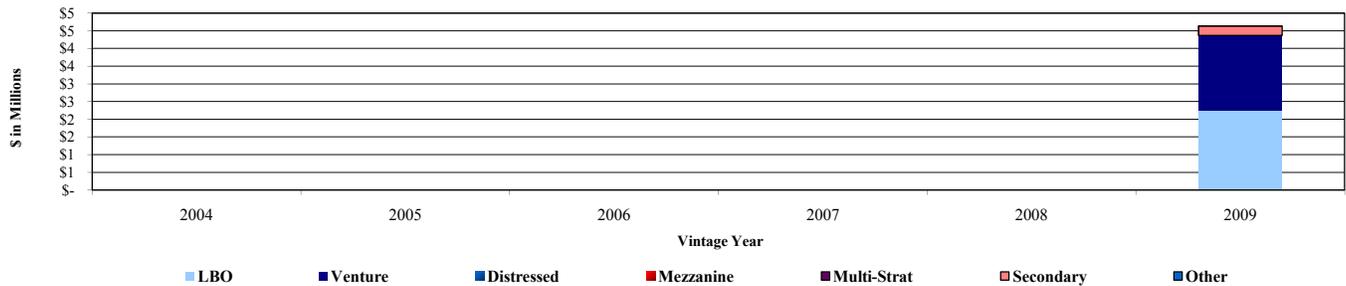
### Top Ten Funds by Market Value

Fund	Type	Vintage Year	Total Commitment	Total Investment	Total Distribution	Fair Market Value	% of Portfolio
1	Confidential						
2	Confidential						
3	Confidential						
4	Confidential						
5	Confidential						
6	Confidential						
7	Confidential						
8	Confidential						
9	Confidential						
10	Confidential						
<b>Total</b>							

#### Fund Cash Flows



#### Vintage Year Diversification (Market Value)



**Estimated Annual Investment Management Fees**  
based on June 30, 2010 reported Market Values

<b>Asset Class</b>	<b>Investment Manager</b>	<b>Fee Schedule</b>	<b>Expense Ratio &amp; Estimated Annual Fee <sup>1</sup></b>	<b>Industry Average <sup>2</sup></b>
Core Fixed Income	J.P. Morgan	0.20% on the first \$100 million 0.15% on the Balance	<b>0.16%</b> <b>\$634,618</b>	<b>0.24%</b>
Core Fixed Income Large-Cap Core Equity	Mellon Capital - Non Lending	0.04% on the first \$200 million 0.02% on the Balance	<b>0.03%</b> <b>\$120,478</b>	<b>0.06%</b>
Large-Cap Value Equity	Boston Partners	0.40% on the first \$15 million 0.30% on the next \$25 million 0.20% on the next \$25 million 0.15% on the next \$35 million 0.10% on the Balance	<b>0.25%</b> <b>\$215,597</b>	<b>0.53%</b>
Mid-Cap Growth Equity	Artisan Partners	0.80% on the first \$50 million 0.60% on the next \$50 million 0.50% on the Balance	<b>0.80%</b> <b>\$361,108</b>	<b>0.85%</b>
Mid-Cap Growth Equity	Reinhart Partners	0.60% on the first \$25 million 0.50% on the next \$25 million 0.40% on the Balance	<b>0.56%</b> <b>\$238,244</b>	<b>0.85%</b>
Small-Cap Value Equity	AQR	1.00% on the first \$25 million 0.85% on the next \$50 million 0.75% on the Balance	<b>0.94%</b> <b>\$410,145</b>	<b>1.00%</b>
Small-Cap Value Equity	Fiduciary Management	0.70% on the first \$10 million 0.65% on the next \$40 million 0.60% on the next \$25 million 0.50% on the Balance	<b>0.66%</b> <b>\$286,285</b>	<b>1.00%</b>
International Core	Barings	0.75% on the Balance	<b>0.75%</b> <b>\$729,926</b>	<b>0.73%</b>
International Value	GMO Large Cap Value	0.67% on the Balance	<b>0.67%</b> <b>\$615,096</b>	<b>1.17%</b>
International Small Core	GMO Intl Small Companies	0.75% on the Balance	<b>0.75%</b> <b>\$393,510</b>	<b>1.68%</b>
Emerging Markets	Barings	0.75% on the Balance	<b>0.75%</b> <b>\$392,879</b>	<b>1.00%</b>
Long/Short Equity	ABS	0.85% on the Balance	<b>0.85%</b> <b>\$750,492</b>	<b>1.50%</b>
Long/Short Equity	K2	0.90% on the Balance	<b>0.90%</b> <b>\$772,741</b>	<b>1.50%</b>
Real Estate REIT	ING Clarion	0.65% on the first \$50 million 0.60% on the next \$50 million 0.55% on the next \$50 million 0.50% on the next \$50 million 0.45% on the next \$50 million 0.40% on the Balance	<b>0.65%</b> <b>\$258,674</b>	<b>1.50%</b>
Infrastructure	IFM	1.25% on the first \$250 million 1.15% on the next \$250 million 1.00% on the Balance	<b>1.25%</b> <b>\$784,070</b>	<b>1.50%</b>
Cash Overlay	BNY Beta	0.025% on the notional value	<b>0.025%</b> <b>\$8,143</b>	
<b>Total Investment Management Fees</b>			<b>0.41%</b> <b>\$6,972,007</b>	<b>0.68%</b>

Custodian	BNY Mellon	\$50,000 Annual Fee	0.01% <b>\$50,000</b>
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**Fee Offsets**

Commission Recapture	Various		<b>-\$19,990</b>
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<b>Total Fund</b>			<b>0.41%</b> <b>\$7,002,017</b>
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1 Expense Ratio & Estimated Annual Fee are Based on Market Value at Quarter End.

2 Source: 2005 Marquette Associates Investment Management Fee Study.

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## Glossary

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Alpha measures nonsystematic return, or the return of the manager that cannot be attributed to the market. It can be thought of as how the manager performed if the market has no gain or loss. Marquette calculates alpha as the annualized y-intercept of the best fit line based on the ordinary least squares regression, using the market's quarterly return less the risk-free rate as the independent variable and the manager's quarterly return less the risk-free rate as the dependent variable. Marquette uses the 90-day T-Bill returns as the risk-free rate.

Beta measures the volatility of the manager. It is a measure of systematic risk, or the manager return attributable to market movements. A beta equal to 1.0 indicates a volatility level equivalent to the market. Higher betas are associated with higher volatility levels, while lower betas are associated with lower volatility levels. Marquette calculates beta as the covariance (correlation of two assets multiplied by their standard deviation) divided by the variance (standard deviation squared) of the market.

Credit Ratings are a method of evaluating the possibility of default by a bond issuer. Marquette uses ratings issued by Moody's Investors Service with the following ratings:

Aaa	Highest Quality
Aa	High Grade, High Quality
<u>A</u>	<u>Upper Medium Grade</u>
Baa	Medium Grade
Ba	Non-Investment Grade
<u>B</u>	<u>Speculative</u>
Caa	Poor to Default
Ca	Highest Speculation
C	May Be in Default

Moody's uses the numerical modifiers 1 (highest), 2, and 3 in the range from Aa1 through Ca3.

Equity yield measures the annual return of the portfolio attributable to dividends. It is determined by dividing the total amount of annual dividends per total shares by the average market price of the total stocks in the portfolio.

Market capitalization is the value of a corporation as determined by the market price of its issued and outstanding common stock. It is calculated by multiplying the number of outstanding shares by the current market price of a share.

Modified Duration is the ratio of Macaulay duration to  $(1 + y)$ , where  $y$  = the bond yield. Modified duration is inversely related to the approximate percentage change in price for a given change in yield.

Net of Fees calculations are an estimate of the performance of the total fund and individual managers after taking into account management fees. The estimate is calculated by subtracting the current estimated annual expense ratio from the historical gross of fee returns.

Price-to-Book Ratio is a measure of relative value measuring the weighted average of the individual portfolio's Price/Book ratios. The ratio is calculated by dividing the price of a stock by the book value of the company. Low Price/Book ratios are associated with value stocks and vice versa.

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## Glossary

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Price-to-Earnings Ratio is a measure of relative value measuring the weighted average of the individual portfolio's Price/Earnings ratios. The ratio is calculated by dividing the price of a stock by the last twelve months' earnings of the company. Low Price/Earnings ratios are associated with value stocks and vice versa.

R-Squared measures how closely the manager's returns track the benchmark. The closer the R-squared statistic is to 1.0, the more closely related the manager's returns are to the benchmark. A higher R-squared also increases the reliability of alpha and beta.

Sharpe Ratio measures the excess return per unit of risk. The higher the ratio, the more efficient the manager. It is the average return of the manager minus the risk-free rate, divided by the standard deviation of the differences of the two return streams.

Trading Effect assesses the total performance caused by cash flows into and out of the portfolio, in addition to all purchases and sales of securities during the quarter. This effect is calculated by subtracting the buy and hold equity return of the portfolio from the actual equity return of the portfolio for the quarter.

Yield to Worst is computed by using the lower of either the yield to maturity or the yield to call on every possible call date.

Due to current market conditions, there is general uncertainty regarding credit pricing which has resulted in significant differences between pricing sources. Marquette Associates, Inc. utilizes pricing sources it believes to be reliable; however, we can make no assurances as to their accuracy.

The sources of information used in this report are believed to be reliable. Marquette has not independently verified all of the information contained herein.

This report has been prepared and presented in compliance with the IMCA Performance Reporting Standards. It meets the mandatory requirements of those standards. IMCA has not been involved with the preparation or review of the report.