

**Employees' Retirement System  
of Milwaukee County**

**Executive Summary**

**September 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 \$18,093,278,010. Over the quarter, the portfolio increased by \$16,376,207,269, of which \$41,033,920 was due to withdrawals, while \$16,417,241,189 was due to capital appreciation. The total portfolio was 33.0% invested in fixed income, 24.3% invested in domestic equities, 18.9% invested in international equities, 6.7% invested in real estate, 1.2% invested in private equity, 10.1% invested in hedge funds, 3.7% invested in infrastructure, and 2.1% invested in cash/cash equivalents.
- The Total Fund returned +7.8% for the quarter, underperforming its policy benchmark, which returned +8.2%. Over the trailing twelve months, the Milwaukee County Retirement System returned +9.9%, outperforming the policy benchmark, which returned +9.2%.

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### Fixed Income

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- The J.P. Morgan core fixed income portfolio returned +2.8% for the quarter, outperforming its benchmark, the BarCap Aggregate, which returned +2.5%. Over the trailing twelve months, the portfolio returned +8.4%, outperforming the BarCap Aggregate, which returned +8.2%.
- The Mellon Capital core fixed income portfolio returned +2.5% for the quarter, performing in-line with its benchmark, the BarCap Aggregate, which returned +2.5%. Over the trailing twelve months, the portfolio returned +8.1%, performing in-line with the BarCap Aggregate, which returned +8.2%.

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### U.S. Equity

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- The Mellon Capital large-cap core returned +11.1% for the quarter, underperforming its benchmark, the S&P 500, which returned +11.3%. Over the trailing twelve months, the fund returned +10.0%, underperforming the S&P 500, which returned +10.2%.
- The Boston Partners large-cap value portfolio returned +9.1% for the quarter, underperforming its benchmark, the Russell 1000 Value, which returned +10.1%. Over the trailing twelve months, the portfolio returned +7.4%, underperforming the Russell 1000 Value, which returned +8.9%.
- The Artisan Partners mid-cap growth portfolio returned +18.8% for the quarter, outperforming its benchmark, the Russell MidCap Growth, which returned +14.6%. Over the trailing twelve months, the portfolio returned +23.1%, outperforming the Russell MidCap Growth, which returned +18.3%.
- The Reinhart Partners mid-cap growth portfolio returned +12.6% for the quarter, underperforming its benchmark, the Russell MidCap Growth, which returned +14.6%. Over the trailing twelve months, the portfolio returned +13.8%, underperforming the Russell MidCap Growth, which returned +18.3%.
- The AQR small-cap value portfolio returned +9.9% for the quarter, outperforming its benchmark, the Russell 2000 Value, which returned +9.7%. Over the trailing twelve months, the portfolio returned +15.5%, outperforming the Russell 2000 Value, which returned +11.8%.
- The Fiduciary Management small-cap value portfolio returned +11.2% for the quarter, outperforming its benchmark, the Russell 2000 Value, which returned +9.7%.

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### International Equity

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- The Barings international equity portfolio returned +14.3% for the quarter, underperforming its benchmark, the MSCI EAFE, which returned +16.5%. Over the trailing twelve months, the portfolio returned +7.4%, outperforming the MSCI EAFE, which returned +3.7%.
- The GMO Large Cap Value international equity portfolio returned +16.8% for the quarter, outperforming its benchmark, the MSCI EAFE, which returned +16.5%. Over the trailing twelve months, the portfolio returned +0.9%, underperforming the MSCI EAFE, which returned +3.7%.
- The GMO Intl Small Companies international small-cap portfolio returned +18.4% for the quarter, outperforming its benchmark, the Citigroup ex. US <\$2 Billion, which returned +17.5%. Over the trailing twelve months, the portfolio returned +4.6%, underperforming the Citigroup ex. US <\$2 Billion, which returned +16.3%.
- The Barings emerging markets portfolio returned +17.2% for the quarter, underperforming its benchmark, the MSCI EM, which returned +18.2%.

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## Long/Short Equity

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- The ABS hedge fund-of-funds returned +5.1% for the quarter, underperforming its benchmark, the HFRX Hedged Equity, which returned +5.4%.
- The K2 hedge fund-of-funds returned +3.9% for the quarter, underperforming its benchmark, the HFRX Hedged Equity, which returned +5.4%.

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## Real Estate

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- The ING Clarion REIT portfolio returned +17.5% for the quarter, outperforming its benchmark, the NAREIT Equity, which returned +12.8%. Over the trailing twelve months, the portfolio returned +14.6%, underperforming the NAREIT Equity, which returned +30.3%.
- The Morgan Stanley Real Estate performance is not available at this time.

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## Infrastructure

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- The IFM Infrastructure portfolio returned +7.5% for the quarter, outperforming its benchmark, the CPI + 4%, which returned +1.7%.

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## Fees

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- The fee for the overall management of the Milwaukee County Retirement System is 45 basis points (0.45%), which is below industry standards (0.59%) for a fund with this target asset allocation.

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## Report Items

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- On September 30, 2010, the Morgan Stanley Prime Property real estate fund was funded with \$75,000,000 from JP Morgan fixed income (\$45,000,000) and Mellon fixed income (\$30,000,000).
- On September 30, 2010, Adams Street 2009 US called \$120,000.
- On September 17, 2010, Adams Street 2009 Direct called \$75,000.
- On September 7, 2010, Adams Street 2009 Non-US called \$45,000.
- On August 27, 2010, the remaining balance of \$917,359 was transferred from the terminated Loomis Sayles high yield account to JP Morgan fixed income.
- On August 23, 2010, Adams Street 2005 Non-US called \$30,000.
- On August 9, 2010, Progress distributed \$23,904.
- On July 30, 2010, \$25,000,000 was re-balanced from JP Morgan fixed income to the Mellon S&P 500 index.
- On July 30, 2010, Brinson 2003 distributed \$150,256.
- On July 26, 2010, Adams Street 2009 Direct called \$75,000.
- On July 19, 2010, Adams Street 2009 Non-US called \$63,000.
- On July 12, 2010, Adams Street 2009 Non-US called \$54,000.

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## Action Items

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- Discuss GMO.
- Revisit asset allocation target ranges.

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## Summary of Investment Changes

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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.
- 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)

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## Summary of Investment Changes

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- 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).
- 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.

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## Summary of Investment Changes

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- 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.
- 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	
<b>ING Clarion</b>	<b>Real Estate REIT</b>	<b>NAREIT Equity</b>	<b>Termination</b>	<b>Asset Allocation</b>
Morgan Stanley	Real Estate Core	NCREIF - ODCE	In-Compliance	
IFM	Infrastructure	CPI + 4%	In-Compliance	
Adams Street	Private Equity FoFs Diversified	VE All Private Equity	In-Compliance	
Brinson	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.

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## Market Values

September 30, 2010

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Asset Class	Market Values	Allocation	Target
Total Fixed Income	\$597,201,259	33.0%	32.0%
Total U.S. Equity	\$438,876,034	24.3%	23.0%
Total International Equity	\$342,007,737	18.9%	18.0%
Total Long/Short Equity	\$181,989,504	10.1%	10.0%
Total Real Estate	\$121,760,839	6.7%	7.0%
Total Infrastructure	\$67,447,334	3.7%	7.0%
Total Private Equity	\$22,245,417	1.2%	3.0%
Total Cash Equivalents	\$37,799,686	2.1%	0.0%
<b>TOTAL PORTFOLIO</b>	<b><u>\$1,809,327,810</u></b>	<b><u>100.0%</u></b>	<b><u>100.0%</u></b>

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## Current Asset Allocation vs. Policy

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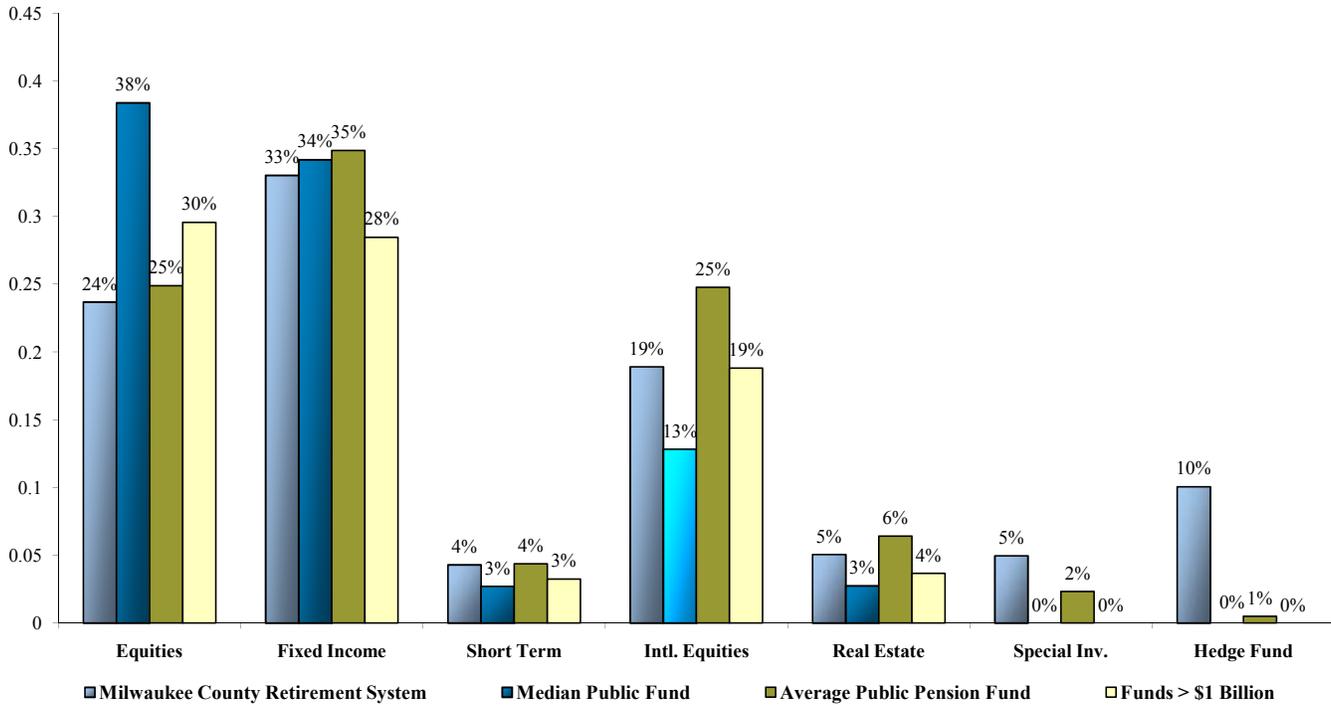
Asset Class	% of Assets	Policy Target	Difference	Target Range
Fixed Income	33.0%	32.0%	1.0%	27%-47%
Domestic Equity	24.3%	23.0%	1.3%	16%-30%
International Equity	18.9%	18.0%	0.9%	13%-23%
Long/Short Equity	10.1%	10.0%	0.1%	0%-15%
Real Estate	6.7%	7.0%	-0.3%	0%-10%
Infrastructure	3.7%	7.0%	-3.3%	0%-10%
Private Equity	1.2%	3.0%	-1.8%	0%-8%
Cash/Other	<u>2.1%</u>	<u>0.0%</u>	2.1%	0%-25%
<b>TOTAL</b>	<b>100.0%</b>	<b>100.0%</b>		

# Market Values

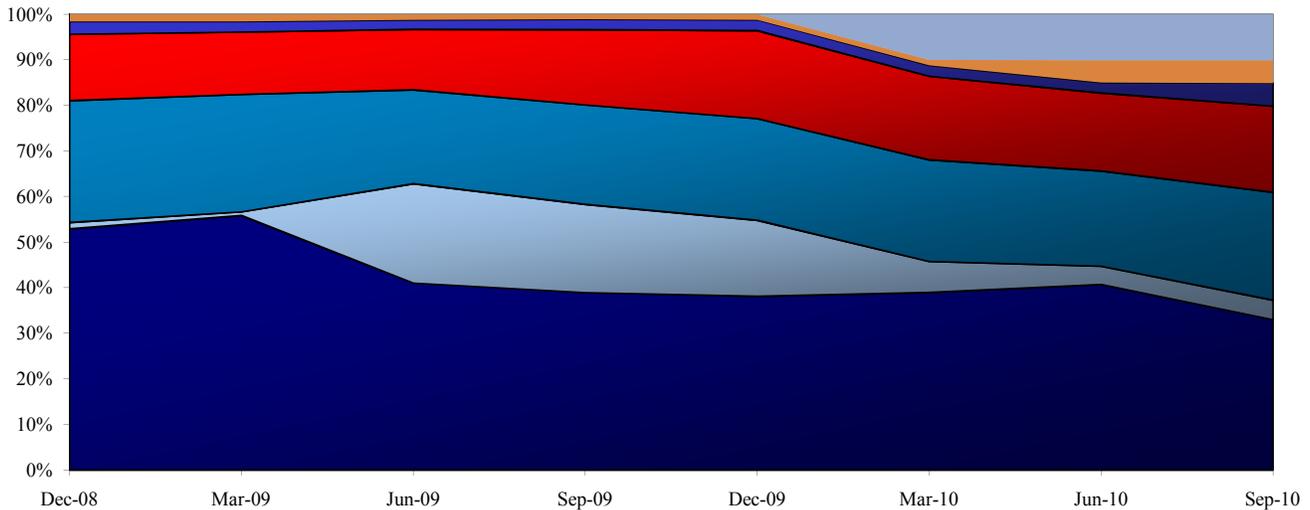
September 30, 2010

Asset Class	Investment Manager	Market Values	Allocation	Target
Core Fixed Income	J.P. Morgan	\$330,963,852	18.3%	16.0%
Core Fixed Income	Mellon Capital - Non Lending	<u>\$266,237,407</u>	<u>14.7%</u>	<u>16.0%</u>
<b>Total Fixed Income</b>		<b>\$597,201,259</b>	<b>33.0%</b>	<b>32.0%</b>
Large-Cap Core Equity	Mellon Capital - Non Lending	\$102,780,990	5.7%	6.0%
Large-Cap Value Equity	Boston Partners	\$134,679,182	7.4%	7.0%
Mid-Cap Growth Equity	Artisan Partners	\$53,637,107	3.0%	2.5%
Mid-Cap Growth Equity	Reinhart Partners	\$48,040,718	2.7%	2.5%
Small-Cap Value Equity	AQR	\$48,208,738	2.7%	2.5%
Small-Cap Value Equity	Fiduciary Management	\$48,110,612	2.7%	2.5%
Cash Securitization	Cash Equity Overlay	<u>\$3,418,687</u>	<u>0.2%</u>	<u>---</u>
<b>Total U.S. Equity</b>		<b>\$438,876,034</b>	<b>24.3%</b>	<b>23.0%</b>
International Core	Barings	\$111,195,040	6.1%	6.0%
International Value	GMO Large Cap Value	\$107,258,954	5.9%	6.0%
International Small Core	GMO Intl Small Companies	\$62,139,977	3.4%	3.0%
Emerging Markets	Barings	<u>\$61,413,766</u>	<u>3.4%</u>	<u>3.0%</u>
<b>Total International Equity</b>		<b>\$342,007,737</b>	<b>18.9%</b>	<b>18.0%</b>
Long/Short Equity	ABS	\$92,815,572	5.1%	5.0%
Long/Short Equity	K2	<u>\$89,173,932</u>	<u>4.9%</u>	<u>5.0%</u>
<b>Total Long/Short Equity</b>		<b>\$181,989,504</b>	<b>10.1%</b>	<b>10.0%</b>
Real Estate REIT	ING Clarion	\$46,760,839	2.6%	0.0%
Real Estate Core	Morgan Stanley	\$75,000,000	4.1%	---
Real Estate - Core	American Realty	\$0	0.0%	---
Real Estate - Core	UBS	<u>\$0</u>	<u>0.0%</u>	<u>---</u>
<b>Total Real Estate</b>		<b>\$121,760,839</b>	<b>6.7%</b>	<b>7.0%</b>
Infrastructure	IFM	\$67,447,334	3.7%	3.5%
Infrastructure	JP Morgan	<u>\$0</u>	<u>0.0%</u>	<u>3.5%</u>
<b>Total Infrastructure</b>		<b>\$67,447,334</b>	<b>3.7%</b>	<b>7.0%</b>
Private Equity FoFs Diversified	Progress	\$307,661	0.0%	---
Private Equity FoFs Diversified	Adams Street 2005	\$6,306,122	0.3%	---
Private Equity FoFs Diversified	Adams Street 2009	\$3,140,694	0.2%	---
Private Equity FoFs Diversified	Brinson 1998	\$396,957	0.0%	---
Private Equity FoFs Diversified	Brinson 1999	\$619,515	0.0%	---
Private Equity FoFs Diversified	Brinson 2000	\$1,907,600	0.1%	---
Private Equity FoFs Diversified	Brinson 2001	\$3,538,616	0.2%	---
Private Equity FoFs Diversified	Brinson 2002	\$2,016,935	0.1%	---
Private Equity FoFs Diversified	Brinson 2003	\$1,758,799	0.1%	---
Private Equity FoFs Diversified	Brinson 2004	\$2,145,441	0.1%	---
Private Equity - Direct	Separate Account - Old	\$5,200	0.0%	---
Private Equity - Direct	Separate Account - New	<u>\$101,877</u>	<u>0.0%</u>	<u>---</u>
<b>Total Private Equity</b>		<b>\$22,245,417</b>	<b>1.2%</b>	<b>3.0%</b>
Cash Short-Term	Transition Account	\$0	0.0%	---
Cash Short-Term	General Cash	\$26,280,126	1.5%	---
Cash Securitization	Cash AA Overlay	\$11,519,562	0.6%	---
Cash Securitization	Pension Futures	<u>-\$2</u>	<u>0.0%</u>	<u>---</u>
<b>Total Cash Equivalents</b>		<b>\$37,799,686</b>	<b>2.1%</b>	<b>0.0%</b>
<b>TOTAL PORTFOLIO</b>		<b>\$1,809,327,810</b>	<b>100.0%</b>	<b>100.0%</b>

## Current Asset Allocation vs. Peers



### Historical Asset Allocation



■ Domestic Fixed %  
 ■ Cash & Equiv %  
 ■ Domestic Equity %  
 ■ Intl Equity %  
 ■ Real Estate %  
 ■ Special Invest %  
 ■ Hedge Fund %

	Dec-07	Mar-08	Jun-08	Sep-08	Dec-08	Mar-09	Jun-09	Sep-09	Dec-09	Mar-10	Jun-10	Sep-10
Domestic Fixed %	0.0%	0.0%	0.0%	48.5%	53.0%	55.9%	41.0%	38.9%	38.1%	38.9%	40.7%	33.0%
Cash & Equiv %	0.0%	0.0%	0.0%	0.4%	1.4%	0.8%	21.8%	19.4%	16.7%	6.8%	4.0%	4.3%
Domestic Equity %	0.0%	0.0%	0.0%	30.2%	26.8%	25.8%	20.6%	21.8%	22.3%	22.3%	20.9%	23.7%
Intl Equity %	0.0%	0.0%	0.0%	15.9%	14.6%	13.7%	13.3%	16.5%	19.3%	18.3%	17.1%	18.9%
Real Estate %	0.0%	0.0%	0.0%	3.4%	2.8%	2.3%	2.1%	2.3%	2.4%	2.4%	2.3%	5.1%
Special Invest %	0.0%	0.0%	0.0%	1.5%	1.6%	1.6%	1.2%	1.1%	1.2%	1.2%	4.9%	5.0%
Hedge Fund %	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	10.0%	10.1%	10.1%

# Annualized Performance (Gross of Fees)

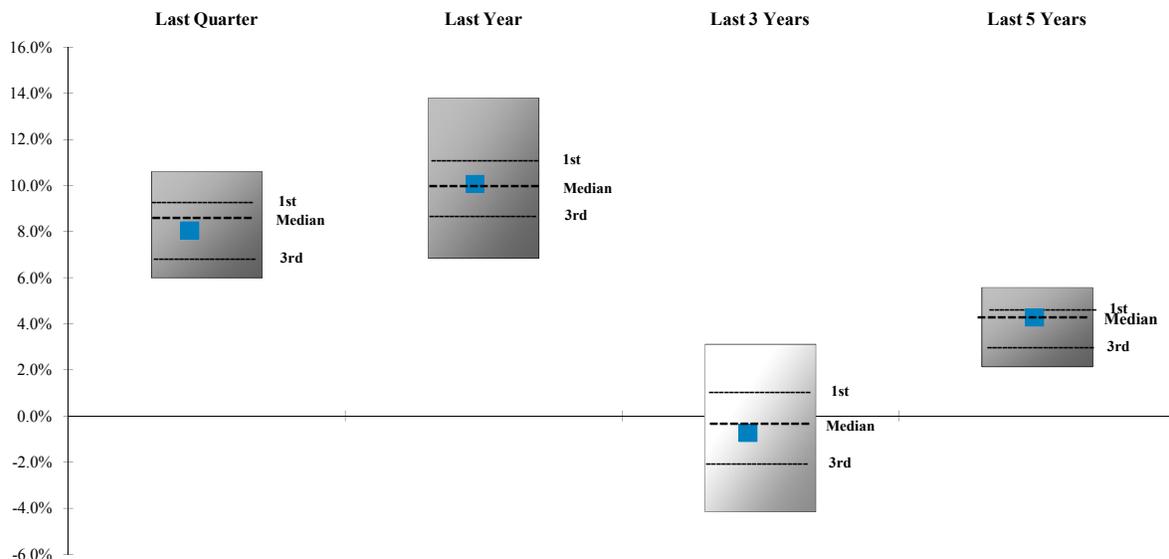
September 30, 2010

	Qtr.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
<b>Total Fund Composite</b>	<b>7.8%</b>	<b>7.0%</b>	<b>9.9%</b>	<b>6.3%</b>	<b>-0.8%</b>	<b>2.6%</b>	<b>4.2%</b>	<b>7.1%</b>	<b>5.2%</b>
<b>Rank vs. Total Public Funds</b>	<b>63</b>	<b>32</b>	<b>43</b>	<b>42</b>	<b>49</b>	<b>51</b>	<b>44</b>	<b>9</b>	<b>17</b>
<b>Rank vs. Funds &gt; \$1 Billion</b>	<b>61</b>	<b>43</b>	<b>66</b>	<b>46</b>	<b>36</b>	<b>44</b>	<b>44</b>	<b>35</b>	<b>23</b>
<b>Benchmark</b>									
Policy Benchmark <sup>1</sup>	8.2%	6.5%	9.2%	5.6%	-1.5%	2.1%	3.7%	6.2%	4.1%
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>2.6%</b>	<b>8.2%</b>	<b>9.8%</b>	<b>12.3%</b>	<b>8.0%</b>	<b>7.5%</b>	<b>7.0%</b>	<b>6.7%</b>	<b>7.7%</b>
<b>Rank vs. Total Public Fixed Income</b>	<b>64</b>	<b>57</b>	<b>48</b>	<b>37</b>	<b>44</b>	<b>43</b>	<b>39</b>	<b>22</b>	<b>21</b>
<b>Benchmark</b>									
BarCap Aggregate	2.5%	7.9%	8.2%	9.4%	7.4%	6.8%	6.2%	5.3%	6.4%
<b>Total Domestic Equity Composite</b>	<b>11.4%</b>	<b>6.5%</b>	<b>12.3%</b>	<b>3.8%</b>	<b>-4.5%</b>	<b>0.3%</b>	<b>2.0%</b>	<b>6.2%</b>	<b>1.9%</b>
<b>Rank vs. Total Public U.S. Equity</b>	<b>50</b>	<b>43</b>	<b>45</b>	<b>40</b>	<b>40</b>	<b>43</b>	<b>45</b>	<b>45</b>	<b>46</b>
<b>Benchmark</b>									
Wilshire 5000	11.5%	5.0%	11.1%	1.9%	-6.5%	-1.1%	1.1%	4.8%	0.3%
<b>Total International Equity Composite</b>	<b>16.3%</b>	<b>4.7%</b>	<b>6.2%</b>	<b>4.1%</b>	<b>-9.1%</b>	<b>-3.9%</b>	<b>-1.2%</b>	<b>3.1%</b>	<b>2.5%</b>
<b>Rank vs. Total Public International</b>	<b>64</b>	<b>44</b>	<b>61</b>	<b>67</b>	<b>74</b>	<b>93</b>	<b>96</b>	<b>98</b>	<b>93</b>
<b>Benchmark</b>									
MSCI ACWI ex US	16.7%	4.1%	8.0%	7.2%	-7.0%	1.3%	4.7%	10.5%	4.8%
<b>Total Long/Short Equity Composite</b>	<b>4.5%</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>	<b>39</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>
<b>Benchmark</b>									
HFRX Hedged Equity	5.4%	1.8%	3.2%	-0.3%	-5.4%	-1.5%	-0.3%	0.8%	2.8%
Russell 3000	11.5%	4.8%	11.0%	1.9%	-6.6%	-1.3%	0.9%	4.6%	0.1%
MSCI ACWI	14.5%	4.0%	9.0%	4.7%	-7.0%	0.1%	2.9%	7.4%	2.1%
<b>Total Real Estate Composite</b>	<b>17.5%</b>	<b>9.6%</b>	<b>14.6%</b>	<b>3.1%</b>	<b>-6.7%</b>	<b>-3.8%</b>	<b>2.2%</b>	<b>8.8%</b>	<b>10.2%</b>
<b>Rank vs. REIT Portfolios</b>	<b>17</b>	<b>62</b>	<b>50</b>	<b>28</b>	<b>41</b>	<b>54</b>	<b>53</b>	<b>51</b>	<b>59</b>
<b>Benchmark</b>									
NAREIT Equity	12.8%	19.1%	30.3%	-3.4%	-6.1%	-3.3%	1.9%	8.4%	10.4%
NCREIF - ODCE	5.5%	10.8%	7.0%	-16.7%	-10.6%	-4.1%	-0.1%	4.1%	5.0%
<b>Total Infrastructure Composite</b>	<b>7.5%</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>
<b>Benchmark</b>									
CPI + 4%	1.7%	3.5%	5.1%	3.9%	5.6%	5.9%	5.9%	6.4%	6.3%

<sup>1</sup> As of 6/30/2009, the Policy Benchmark consists of 39% BarCap Aggregate, 36% Wilshire 500, 18% MSCI ACWI ex US, and 7% NCREIF ODCE. Prior to 6/30/2009, the Policy Benchmark consisted of 35% BarCap Aggregate, 7% BarCap High Yield, 14% Wilshire 4500, 20% S&P 500, 16% MSCI EAFE, 4% MSCI World ex US, 1% 91 Day T-Bills, and 3% S&P World Property.

Signifies Outperformance of Benchmark

## Annualized Performance vs. Total Public Funds



Milwaukee County Retirement System

## Annualized Performance (Net of Fees)

### September 30, 2010

	Qtr.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
<b>Total Fund Composite</b>	<b>7.8%</b>	<b>6.9%</b>	<b>9.7%</b>	<b>6.1%</b>	<b>-1.0%</b>	<b>2.4%</b>	<b>4.0%</b>	<b>6.9%</b>	<b>5.1%</b>
<b>Rank vs. Total Public Funds</b>	---	---	---	---	---	---	---	---	---
<b>Rank vs. Funds &gt; \$1 Billion</b>	---	---	---	---	---	---	---	---	---
<b>Benchmark</b>									
Policy Benchmark <sup>1</sup>	8.2%	6.5%	9.2%	5.6%	-1.5%	2.1%	3.7%	6.2%	4.1%
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>2.6%</b>	<b>8.1%</b>	<b>9.7%</b>	<b>12.1%</b>	<b>7.9%</b>	<b>7.4%</b>	<b>6.9%</b>	<b>6.6%</b>	<b>7.6%</b>
<b>Rank vs. Total Public Fixed Income</b>	---	---	---	---	---	---	---	---	---
<b>Benchmark</b>									
BarCap Aggregate	2.5%	7.9%	8.2%	9.4%	7.4%	6.8%	6.2%	5.3%	6.4%
<b>Total Domestic Equity Composite</b>	<b>11.3%</b>	<b>6.2%</b>	<b>11.9%</b>	<b>3.4%</b>	<b>-4.9%</b>	<b>-0.1%</b>	<b>1.6%</b>	<b>5.8%</b>	<b>1.5%</b>
<b>Rank vs. Total Public U.S. Equity</b>	---	---	---	---	---	---	---	---	---
<b>Benchmark</b>									
Wilshire 5000	11.5%	5.0%	11.1%	1.9%	-6.5%	-1.1%	1.1%	4.8%	0.3%
<b>Total International Equity Composite</b>	<b>16.3%</b>	<b>4.5%</b>	<b>5.9%</b>	<b>3.8%</b>	<b>-9.4%</b>	<b>-4.2%</b>	<b>-1.4%</b>	<b>2.9%</b>	<b>2.3%</b>
<b>Rank vs. Total Public International</b>	---	---	---	---	---	---	---	---	---
<b>Benchmark</b>									
MSCI ACWI ex US	16.7%	4.1%	8.0%	7.2%	-7.0%	1.3%	4.7%	10.5%	4.8%
<b>Total Long/Short Equity Composite</b>	<b>4.5%</b>	---	---	---	---	---	---	---	---
<b>Rank vs. Hedge Fund of Fund Portfolios</b>	---	---	---	---	---	---	---	---	---
<b>Benchmark</b>									
HFRX Hedged Equity	5.4%	1.8%	3.2%	-0.3%	-5.4%	-1.5%	-0.3%	0.8%	2.8%
Russell 3000	11.5%	4.8%	11.0%	1.9%	-6.6%	-1.3%	0.9%	4.6%	0.1%
MSCI ACWI	14.5%	4.0%	9.0%	4.7%	-7.0%	0.1%	2.9%	7.4%	2.1%
<b>Total Real Estate Composite</b>	<b>17.5%</b>	<b>9.6%</b>	<b>14.6%</b>	<b>3.1%</b>	<b>-6.7%</b>	<b>-3.8%</b>	<b>2.2%</b>	<b>8.8%</b>	<b>10.2%</b>
<b>Rank vs. REIT Portfolios</b>	---	---	---	---	---	---	---	---	---
<b>Benchmark</b>									
NAREIT Equity	12.8%	19.1%	30.3%	-3.4%	-6.1%	-3.3%	1.9%	8.4%	10.4%
NCREIF - ODCE	5.5%	10.8%	7.0%	-16.7%	-10.6%	-4.1%	-0.1%	4.1%	5.0%
<b>Total Infrastructure Composite</b>	<b>7.5%</b>	---	---	---	---	---	---	---	---
<b>Benchmark</b>									
CPI + 4%	1.7%	3.5%	5.1%	3.9%	5.6%	5.9%	5.9%	6.4%	6.3%

<sup>1</sup> As of 6/30/2009, the Policy Benchmark consists of 39% BarCap Aggregate, 36% Wilshire 500, 18% MSCI ACWI ex US, and 7% NCREIF ODCE. Prior to 6/30/2009, the Policy Benchmark consisted of 35% BarCap Aggregate, 7% BarCap High Yield, 14% Wilshire 4500, 20% S&P 500, 16% MSCI EAFE, 4% MSCI World ex US, 1% 91 Day T-Bills, and 3% S&P World Property.

Signifies Outperformance of Benchmark

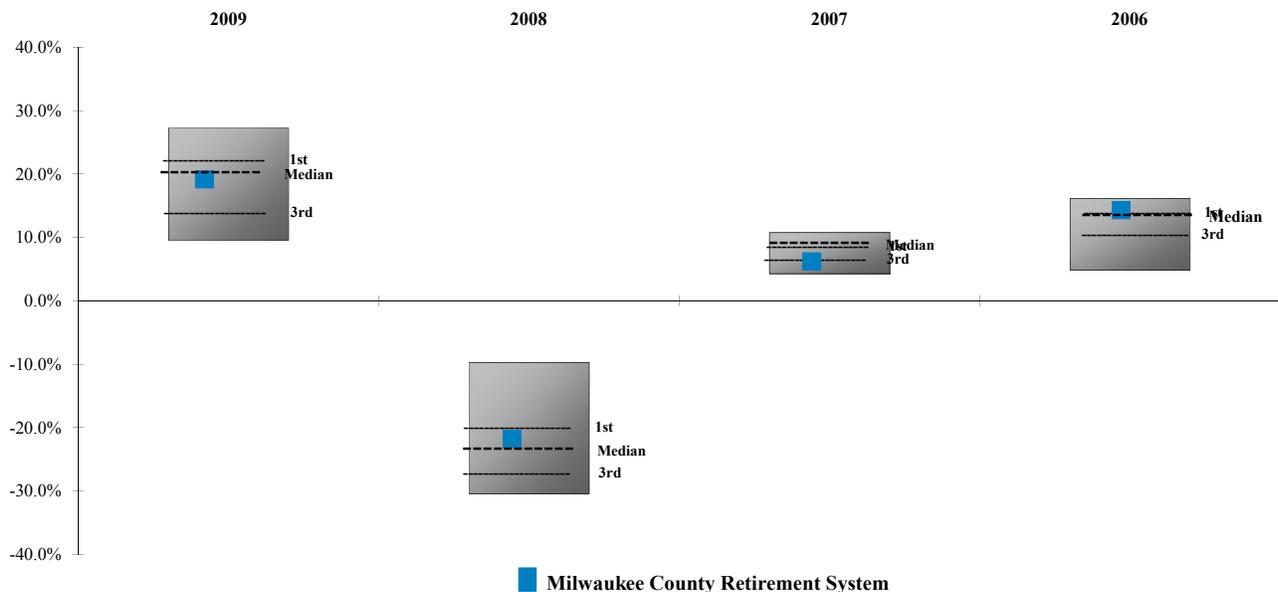
## Calendar Year Performance (Gross of Fees)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Total Fund Composite</b>	18.6%	-22.4%	6.3%	14.1%	8.7%	14.2%	25.1%	-5.3%	-1.8%	-1.4%
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>										
Policy Benchmark <sup>1</sup>	20.5%	-24.9%	6.8%	14.1%	6.8%	12.2%	23.8%	-6.8%	-4.6%	-2.6%
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>	15.4%	-1.4%	6.3%	6.3%	3.1%	7.1%	12.1%	9.0%	8.9%	9.6%
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>	32.5%	-36.7%	5.9%	14.5%	8.3%	15.6%	31.1%	-21.3%	-6.9%	-4.0%
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>	29.1%	-43.9%	6.3%	14.1%	8.7%	14.2%	25.1%	-5.3%	-1.8%	-1.4%
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>	---	---	---	---	---	---	---	---	---	---
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%
Russell 3000	28.3%	-37.3%	5.1%	15.7%	6.1%	12.0%	31.1%	-21.5%	-11.5%	-7.5%
MSCI ACWI	35.4%	-41.9%	12.2%	21.5%	11.4%	15.8%	34.6%	-19.0%	-15.9%	-13.9%
<b>Total Real Estate Composite</b>	36.1%	-38.0%	-15.4%	37.5%	13.5%	34.0%	38.1%	4.4%	6.6%	31.1%
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%
NCREIF - ODCE	-29.8%	-10.0%	16.0%	16.3%	21.4%	13.1%	9.3%	5.5%	5.6%	14.3%
<b>Total Infrastructure Composite</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%

<sup>1</sup> As of 6/30/2009, the Policy Benchmark consists of 39% BarCap Aggregate, 36% Wilshire 500, 18% MSCI ACWI ex US, and 7% NCREIF ODCE. Prior to 6/30/2009, the Policy Benchmark consisted of 35% BarCap Aggregate, 7% BarCap High Yield, 14% Wilshire 4500, 20% S&P 500, 16% MSCI EAFE, 4% MSCI World ex US, 1% 91 Day T-Bills, and 3% S&P World Property.

■ Signifies Outperformance of Benchmark

## Calendar Year Performance vs. Total Public Funds



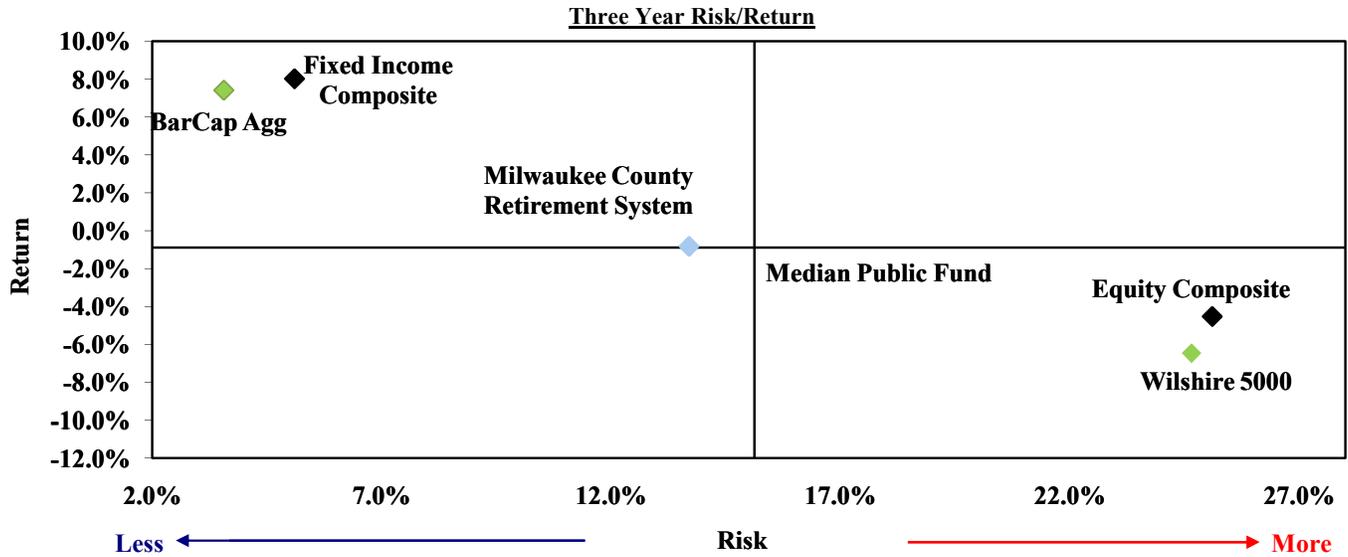
## Calendar Year Performance (Net of Fees)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Total Fund Composite</b>	18.5%	-22.6%	6.1%	13.9%	8.5%	14.1%	24.9%	-5.4%	-2.0%	-1.6%
Rank vs. Total Public Funds	---	---	---	---	---	---	---	---	---	---
Rank vs. Funds > \$1 Billion	---	---	---	---	---	---	---	---	---	---
<b>Benchmark</b>										
Policy Benchmark <sup>1</sup>	20.5%	-24.9%	6.8%	14.1%	6.8%	12.2%	23.8%	-6.8%	-4.6%	-2.6%
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>	15.3%	-1.5%	6.1%	6.2%	3.0%	7.0%	12.0%	8.9%	8.8%	9.5%
Rank vs. Total Public Fixed Income	---	---	---	---	---	---	---	---	---	---
<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>	32.1%	-37.1%	5.5%	14.1%	7.9%	15.2%	30.7%	-21.7%	-7.3%	-4.3%
Rank vs. Total Public U.S. Equity	---	---	---	---	---	---	---	---	---	---
<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>	28.9%	-44.2%	6.0%	13.9%	8.5%	14.0%	24.8%	-5.5%	-2.0%	-1.7%
Rank vs. Total Public International	---	---	---	---	---	---	---	---	---	---
<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>	---	---	---	---	---	---	---	---	---	---
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%
Russell 3000	28.3%	-37.3%	5.1%	15.7%	6.1%	12.0%	31.1%	-21.5%	-11.5%	-7.5%
<b>Total Real Estate Composite</b>	36.1%	-38.0%	-15.4%	37.5%	13.5%	34.0%	38.1%	4.4%	6.6%	31.1%
Rank vs. Total REIT Portfolios	---	---	---	---	---	---	---	---	---	---
<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%
NCREIF - ODCE	-29.8%	-10.0%	16.0%	16.3%	21.4%	13.1%	9.3%	5.5%	5.6%	14.3%
<b>Total Infrastructure Composite</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%

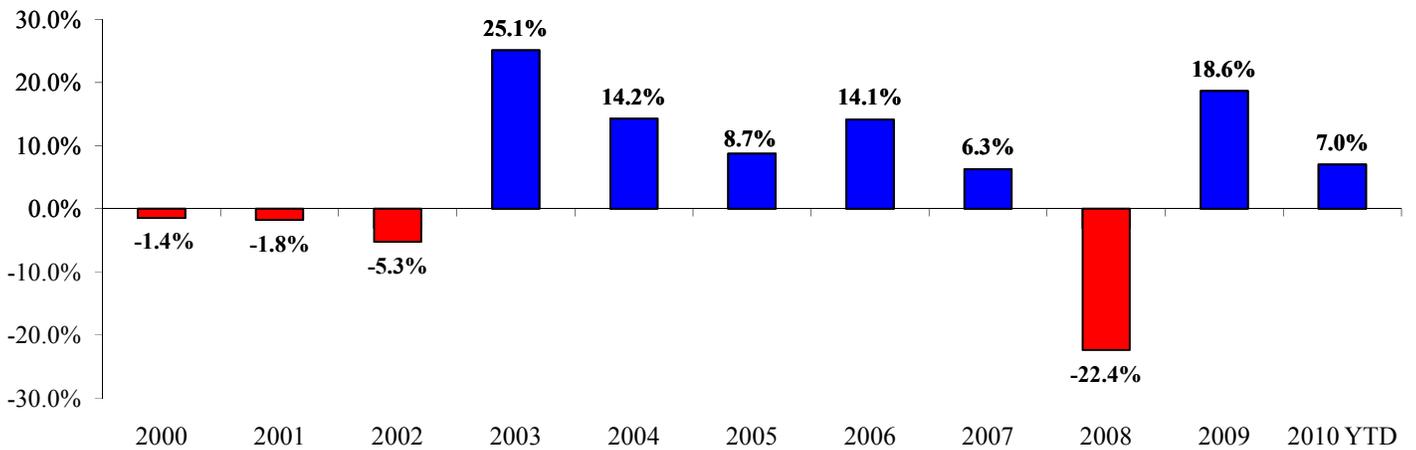
<sup>1</sup> As of 6/30/2009, the Policy Benchmark consists of 39% BarCap Aggregate, 36% Wilshire 500, 18% MSCI ACWI ex US, and 7% NCREIF ODCE. Prior to 6/30/2009, the Policy Benchmark consisted of 35% BarCap Aggregate, 7% BarCap High Yield, 14% Wilshire 4500, 20% S&P 500, 16% MSCI EAFE, 4% MSCI World ex US, 1% 91 Day T-Bills, and 3% S&P World Property.

Signifies Outperformance of Benchmark

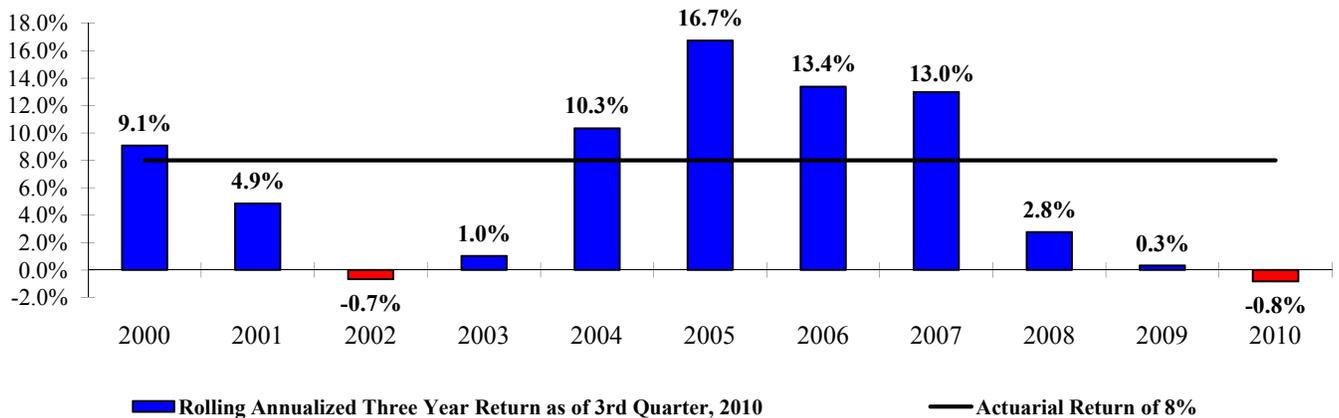
# Total Milwaukee County Retirement System Review as of September 30, 2010



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



**Rolling Three Year Annualized Returns**



# Annualized Performance (Gross of Fees)

## September 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	2.8%	7.4%	8.4%	10.5%	7.8%	7.2%	---	---	---
Rank by Style	55	73	64	53	57	56	---	---	---
<sup>1</sup> Mellon Capital	2.5%	8.0%	8.1%	9.3%	7.5%	6.9%	6.2%	5.4%	6.5%
Rank by Style	75	65	70	76	65	71	71	73	77
<b>Benchmarks</b>									
BarCap Aggregate	2.5%	7.9%	8.2%	9.4%	7.4%	6.8%	6.2%	5.3%	6.4%
<b>Large-Cap Core Equity</b>									
<sup>1</sup> Mellon Capital	11.1%	3.7%	10.0%	1.2%	-7.2%	-1.7%	0.7%	4.1%	-0.4%
Rank by Style	63	66	68	76	75	77	68	73	74
<b>Benchmarks</b>									
S&P 500	11.3%	3.9%	10.2%	1.3%	-7.2%	-1.8%	0.6%	4.0%	-0.4%
<b>Large-Cap Value Equity</b>									
Boston Partners	9.1%	2.9%	7.4%	1.6%	-5.5%	0.1%	2.5%	7.4%	5.2%
Rank by Style	77	62	67	37	16	14	16	5	31
<b>Benchmarks</b>									
Russell 1000 Value	10.1%	4.5%	8.9%	-1.3%	-9.4%	-3.9%	-0.5%	4.6%	2.6%
<b>Mid-Cap Growth Equity</b>									
Artisan Partners	18.8%	16.7%	23.1%	13.3%	0.2%	7.2%	7.4%	10.0%	4.6%
Rank by Style	3	4	7	6	11	5	2	19	44
Reinhart Partners	12.6%	8.8%	13.8%	4.8%	-4.3%	0.8%	4.2%	---	---
Rank by Style	61	77	88	77	63	86	58	---	---
<b>Benchmarks</b>									
Russell MidCap Growth	14.6%	10.9%	18.3%	8.5%	-3.9%	1.8%	2.9%	7.1%	-0.9%
<b>Small-Cap Value Equity</b>									
AQR	9.9%	9.8%	15.5%	1.9%	-3.4%	---	---	---	---
Rank by Style	71	48	40	59	45	---	---	---	---
Fiduciary Management	11.2%	8.2%	---	---	---	---	---	---	---
Rank by Style	31	61	---	---	---	---	---	---	---
<b>Benchmarks</b>									
Russell 2000 Value	9.7%	7.9%	11.8%	-1.1%	-5.0%	-2.3%	0.7%	6.3%	7.7%
<b>International Large-Cap Equity</b>									
<sup>1</sup> Barings	14.3%	3.1%	7.4%	4.2%	---	---	---	---	---
Rank by Style	88	48	31	54	---	---	---	---	---
<sup>1</sup> GMO Large Cap Value	16.8%	1.6%	0.9%	-0.1%	-10.8%	-3.0%	1.0%	7.9%	6.8%
Rank by Style	68	15	54	62	59	56	54	23	16
<b>Benchmarks</b>									
MSCI EAFE	16.5%	1.5%	3.7%	3.8%	-9.1%	-1.5%	2.4%	8.3%	3.0%
<b>International Small-Cap Equity</b>									
<sup>1</sup> GMO Intl Small Companies	18.4%	7.0%	4.6%	---	---	---	---	---	---
Rank by Style	57	82	100	---	---	---	---	---	---
<b>Benchmarks</b>									
Citigroup ex. US <\$2 Billion	17.5%	11.8%	16.3%	18.3%	-3.9%	4.7%	7.1%	13.6%	10.2%

## Annualized Performance (Gross of Fees)

### September 30, 2010

	Qtr.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
<b>Emerging Markets Equity</b>									
<sup>1</sup> Barings	17.2%	10.9%	---	---	---	---	---	---	---
Rank by Style	78	50	---	---	---	---	---	---	---
<b>Benchmarks</b>									
MSCI EM	18.2%	11.0%	20.5%	20.0%	-1.2%	11.2%	13.1%	19.3%	13.8%
<b>Long/Short Equity</b>									
<sup>1</sup> ABS	5.1%	---	---	---	---	---	---	---	---
Rank by Style	10	---	---	---	---	---	---	---	---
<sup>1</sup> K2	3.9%	---	---	---	---	---	---	---	---
Rank by Style	32	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
HFRX Hedged Equity	5.4%	1.8%	3.2%	-0.3%	-5.4%	-1.5%	-0.3%	0.8%	2.8%
Russell 3000	11.5%	4.8%	11.0%	1.9%	-6.6%	-1.3%	0.9%	4.6%	0.1%
MSCI ACWI	14.5%	4.0%	9.0%	4.7%	-7.0%	0.1%	2.9%	7.4%	2.1%
<b>Real Estate - Equity</b>									
ING Clarion	17.5%	9.6%	14.6%	3.1%	-6.7%	-3.8%	2.2%	8.9%	10.3%
Rank by Style	17	62	50	28	41	54	53	51	59
Morgan Stanley	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
NAREIT Equity	12.8%	19.1%	30.3%	-3.4%	-6.1%	-3.3%	1.9%	8.4%	10.4%
NCREIF - ODCE	5.5%	10.8%	7.0%	-16.7%	-10.6%	-4.1%	-0.1%	4.1%	5.0%
<b>Infrastructure</b>									
<sup>1</sup> IFM	7.5%	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
CPI + 4%	1.7%	3.5%	5.1%	3.9%	5.6%	5.9%	5.9%	6.4%	6.3%

Signifies Outperformance of Benchmark

<sup>1</sup> Performance reported is net of fees.

## Annualized Performance (Net of Fees)

### September 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	2.7%	7.3%	8.2%	10.4%	7.6%	7.0%	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---
Mellon Capital	2.5%	8.0%	8.1%	9.3%	7.5%	6.9%	6.2%	5.4%	6.5%
Rank by Style	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
BarCap Aggregate	2.5%	7.9%	8.2%	9.4%	7.4%	6.8%	6.2%	5.3%	6.4%
<b>Large-Cap Core Equity</b>									
Mellon Capital	11.1%	3.7%	10.0%	1.2%	-7.2%	-1.7%	0.7%	4.1%	-0.4%
Rank by Style	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
S&P 500	11.3%	3.9%	10.2%	1.3%	-7.2%	-1.8%	0.6%	4.0%	-0.4%
<b>Large-Cap Value Equity</b>									
Boston Partners	9.1%	2.7%	7.1%	1.3%	-5.7%	-0.2%	2.2%	7.1%	4.9%
Rank by Style	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
Russell 1000 Value	10.1%	4.5%	8.9%	-1.3%	-9.4%	-3.9%	-0.5%	4.6%	2.6%
<b>Mid-Cap Growth Equity</b>									
Artisan Partners	18.6%	16.1%	22.3%	12.5%	-0.5%	6.4%	6.6%	9.3%	3.8%
Rank by Style	---	---	---	---	---	---	---	---	---
Reinhart Partners	12.5%	8.3%	13.3%	4.3%	-4.8%	0.2%	3.7%	---	---
Rank by Style	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
Russell MidCap Growth	14.6%	10.9%	18.3%	8.5%	-3.9%	1.8%	2.9%	7.1%	-0.9%
<b>Small-Cap Value Equity</b>									
AQR	9.6%	9.1%	14.5%	1.0%	-4.3%	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---
Fiduciary Management	11.0%	7.7%	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
Russell 2000 Value	9.7%	7.9%	11.8%	-1.1%	-5.0%	-2.3%	0.7%	6.3%	7.7%
<b>International Large-Cap Equity</b>									
Barings	14.3%	3.1%	7.4%	4.2%	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---
GMO Large Cap Value	16.8%	1.6%	0.9%	-0.1%	-10.8%	-3.0%	1.0%	7.9%	6.8%
Rank by Style	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
MSCI EAFE	16.5%	1.5%	3.7%	3.8%	-9.1%	-1.5%	2.4%	8.3%	3.0%
<b>International Small-Cap Equity</b>									
GMO Intl Small Companies	18.4%	7.0%	4.6%	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
Citigroup ex. US <\$2 Billion	17.5%	11.8%	16.3%	18.3%	-3.9%	4.7%	7.1%	13.6%	10.2%

## Annualized Performance (Net of Fees)

### September 30, 2010

	Qtr.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
<b>Emerging Markets Equity</b>									
Barings	17.2%	10.9%	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
MSCI EM	18.2%	11.0%	20.5%	20.0%	-1.2%	11.2%	13.1%	19.3%	13.8%
<b>Long/Short Equity</b>									
ABS	5.1%	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---
K2	3.7%	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
HFRX Hedged Equity	5.4%	1.8%	3.2%	-0.3%	-5.4%	-1.5%	-0.3%	0.8%	2.8%
<b>Infrastructure</b>									
IFM	7.4%	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>									
CPI + 4%	1.7%	3.5%	5.1%	3.9%	5.6%	5.9%	5.9%	6.4%	6.3%

     Signifies Outperformance of Benchmark

**Private Equity Data (As of 06/30/10)<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	-39.2%	-3.3%
PE - Diversified	Adams Street 2005	2/11/2005	\$10,000,000	\$7,221,500	\$644,851	\$530,833	\$6,276,122	-6.8%	-1.3%
PE - Diversified	Adams Street 2009	4/9/2009	\$30,000,000	\$2,698,500	\$0	\$469,587	\$2,708,694	0.7%	0.5%
PE - Diversified	Brinson 1998	1/26/1998	\$3,138,189	\$3,122,063	\$4,303,695	\$1,479,112	\$396,957	144.8%	7.5%
PE - Diversified	Brinson 1999	1/11/1999	\$2,712,902	\$2,545,860	\$2,545,860	\$0	\$619,515	55.7%	3.9%
PE - Diversified	Brinson 2000	10/29/1999	\$5,068,157	\$4,819,260	\$5,088,206	\$0	\$1,907,600	107.7%	7.1%
PE - Diversified	Brinson 2001	12/14/2000	\$4,695,477	\$4,493,641	\$2,634,116	\$812,928	\$3,538,616	86.7%	6.8%
PE - Diversified	Brinson 2002	3/28/2002	\$3,215,140	\$3,109,583	\$3,101,566	\$0	\$2,016,935	208.1%	14.6%
PE - Diversified	Brinson 2003	5/20/2003	\$2,773,153	\$2,372,606	\$2,037,928	\$0	\$1,909,055	173.0%	14.9%
PE - Diversified	Brinson 2004	4/1/2004	\$2,523,513	\$2,071,615	\$562,661	\$0	\$2,145,441	56.6%	7.4%
PE - Direct	Separate Account - Old	11/1/1985	---	\$20,488,313	\$31,364,156	\$868,258	\$5,200	289.6%	5.7%
PE - Direct	Separate Account - New	1/1/1992	---	\$9,530,019	\$23,084,162	\$727,351	\$101,877	7386.2%	26.3%
<b>Total Private Equity</b>		<b>11/1/1985</b>	<b>\$69,126,531</b>	<b>\$67,286,419</b>	<b>\$79,186,835</b>	<b>\$5,361,395</b>	<b>\$21,948,707</b>	<b>593.3%</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	---	---	---	---	---	---
<sup>1</sup> 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>										
<sup>1</sup> 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>										
<sup>1</sup> Barings	33.2%	-44.3%	---	---	---	---	---	---	---	---
Rank by Style	56	61	---	---	---	---	---	---	---	---
<sup>1</sup> 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>										
<sup>1</sup> 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>										
<sup>1</sup> Barings	---	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>										
MSCI EM	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>										
<sup>1</sup> ABS	---	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
<sup>1</sup> 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%
Russell 3000	28.3%	-37.3%	5.1%	15.7%	6.1%	12.0%	31.1%	-21.5%	-11.5%	-7.5%
MSCI ACWI	35.4%	-41.9%	12.2%	21.5%	11.4%	15.8%	34.6%	-19.0%	-15.9%	-13.9%
<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
Morgan Stanley	---	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
<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%
NCREIF - ODCE	-29.8%	-10.0%	16.0%	16.3%	21.4%	13.1%	9.3%	5.5%	5.6%	14.3%
<b>Infrastructure</b>										
<sup>1</sup> 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

<sup>1</sup> Performance reported is net of fees.

## 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%	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
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	---	---	---	---	---	---	---	---	---	---
<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	---	---	---	---	---	---	---	---	---	---
<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%
Rank by Style	---	---	---	---	---	---	---	---	---	---
<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%	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
Reinhart Partners	35.5%	-39.3%	6.1%	21.7%	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
<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%	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
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	---	---	---	---	---	---	---	---	---	---
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	---	---	---	---	---	---	---	---	---	---
<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 EM	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)

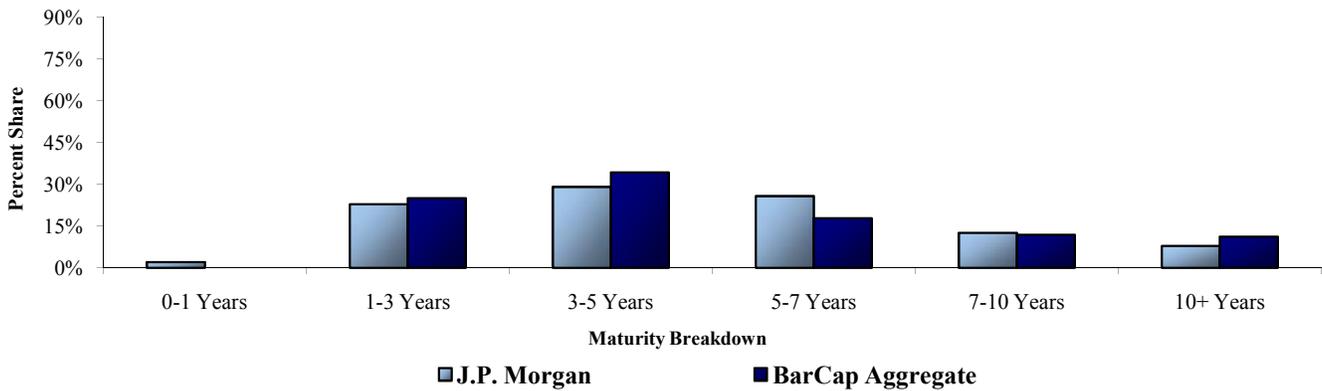
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Long/Short Equity</b>										
ABS	---	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
K2	---	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
<b>Benchmarks</b>										
HFRX Hedged Equity	13.1%	-25.5%	3.2%	9.2%	4.2%	2.2%	14.5%	2.1%	9.0%	17.0%
Russell 3000	28.3%	-37.3%	5.1%	15.7%	6.1%	12.0%	31.1%	-21.5%	-11.5%	-7.5%
MSCI ACWI	35.4%	-41.9%	12.2%	21.5%	11.4%	15.8%	34.6%	-19.0%	-15.9%	-13.9%
<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%
Rank by Style	---	---	---	---	---	---	---	---	---	---
Morgan Stanley	---	---	---	---	---	---	---	---	---	---
Rank by Style	---	---	---	---	---	---	---	---	---	---
<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%
NCREIF - ODCE	-29.8%	-10.0%	16.0%	16.3%	21.4%	13.1%	9.3%	5.5%	5.6%	14.3%
<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

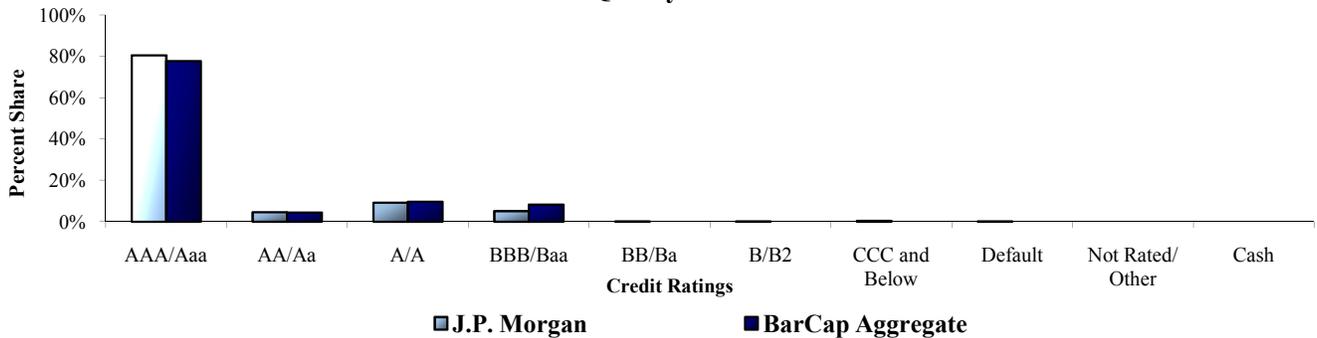
## Fixed Income Portfolio Statistics - J.P. Morgan

	<u>J.P. Morgan</u>	<u>BarCap Aggregate</u>
Total Number of Securities	757	8,249
Current Coupon	4.9%	4.3%
Time to Maturity	5.6 Years	6.6 Years
Effective Duration	4.0 Years	4.7 Years
Yield to Worst	2.4%	2.6%
Average Credit Quality	Aa1/AA+	AA1/AA2

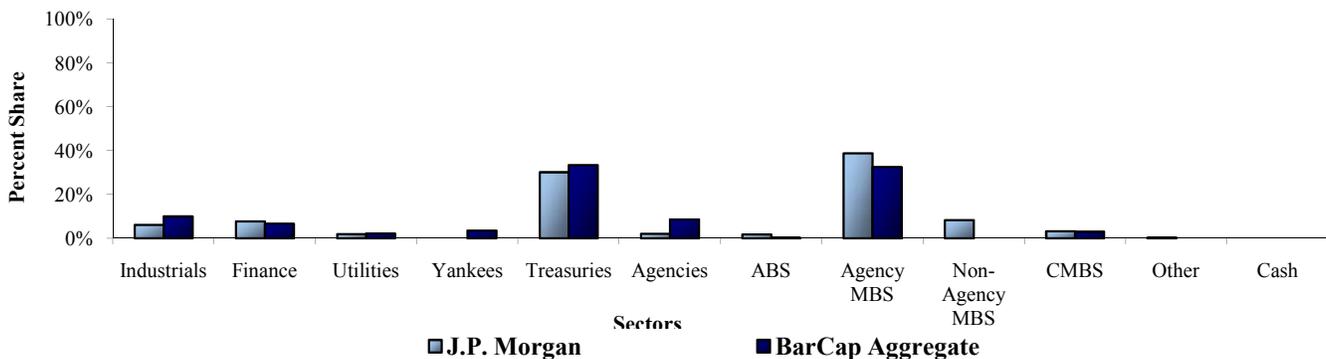
### Portfolio Maturity Distribution



### Portfolio Quality Distribution

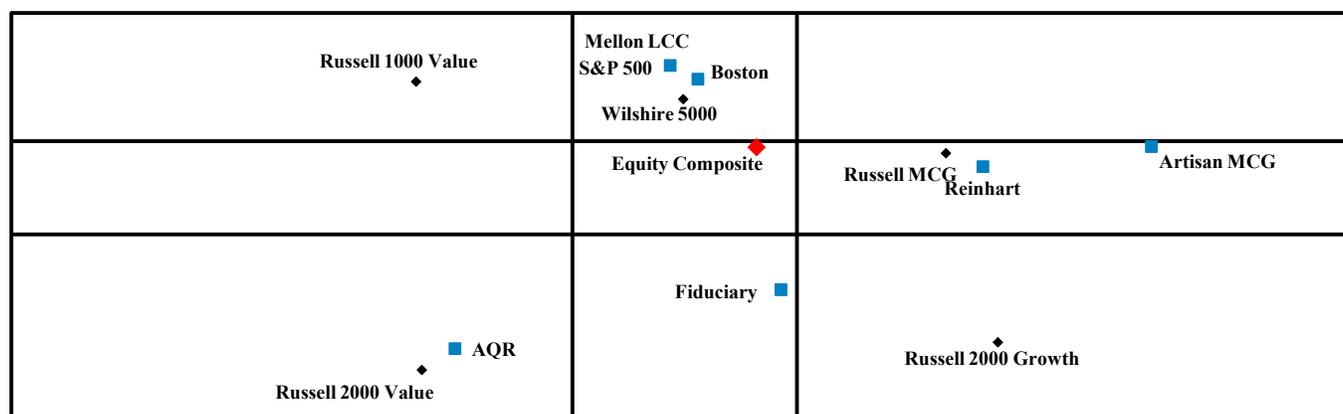


### Portfolio Sector Allocation

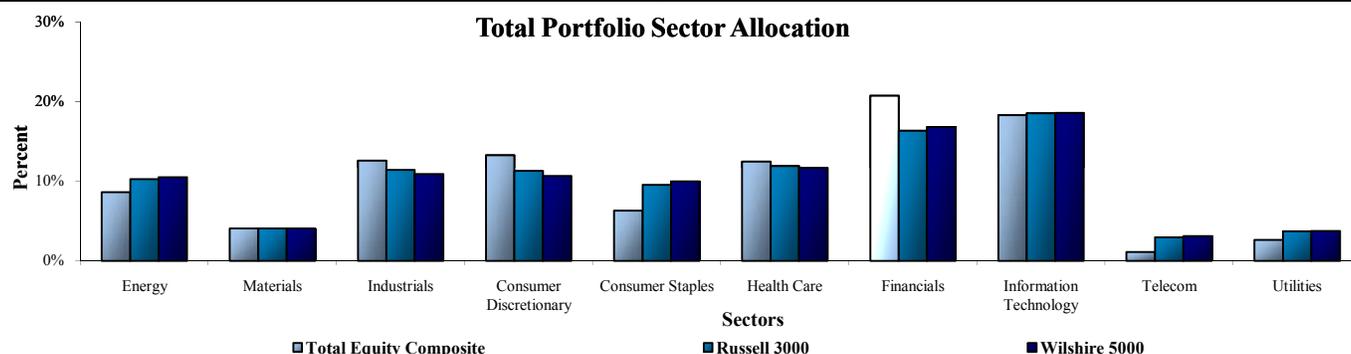


## Domestic Equity Style Diversification

### Investment Manager Style Classification by Holdings



Characteristics	Total Equity	Wilshire 5000	Market-Cap Breakdown	Total Equity	Wilshire 5000
Number of Securities	980	3,979	Greater Than \$20 Billion	36.4%	58.9%
Average Capitalization	\$43.2 Bil	\$69.4 Bil	\$10 Billion - \$20 Billion	13.4%	12.8%
Median Capitalization	\$4.3 Bil	\$0.4 Bil	\$5 Billion - \$10 Billion	13.5%	10.3%
Equity Yield	1.5%	1.9%	\$1 Billion - \$5 Billion	28.1%	13.9%
Average P/E	17.7X	18.4X	\$500 Million - \$1 Billion	6.2%	2.1%
Beta	1.11	1.13	\$100 Million - \$500 Million	2.4%	1.7%
Average P/B	1.8X	2.0X	Less Than \$100 Million	0.0%	0.2%
Five Yrs Earnings Growth	4.1%	4.8%			



### Common Holdings Matrix

Managers	AQR		Artisan MCG		Boston		Fiduciary		Mellon S&P 500		Reinhart	
	#	%	#	%	#	%	#	%	#	%	#	%
AQR	0	0	0	0	0	0	20	26	1	0	2	1
Artisan MCG	0	0	0	0	0	0	1	1	31	4	6	9
Boston	0	0	0	0	0	0	0	0	54	30	3	6
Fiduciary	20	7	1	1	0	0	0	0	1	0	4	5
Mellon S&P 500	1	0	31	50	54	78	1	1	0	0	22	36
Reinhart	2	1	6	7	3	3	4	5	22	3	0	0

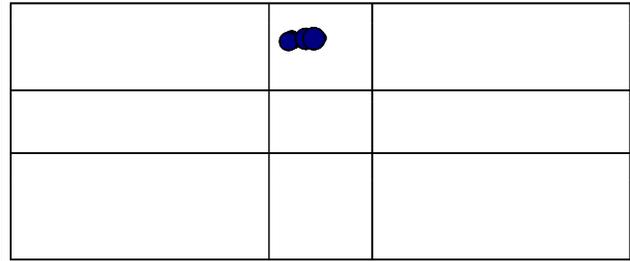
# Equity Portfolio Statistics - Mellon Large Core

<u>Characteristics</u>	<u>Mellon Large Core</u>	<u>S&amp;P 500</u>
Number of Securities	500	500
Average Capitalization	\$80.9 Bil	\$81.0 Bil
Median Capitalization	\$9.7 Bil	\$9.7 Bil
Equity Yield	2.0%	2.0%
Average P/E	17.1X	17.1X
Beta	1.00	1.00
Average P/B	2.0X	2.0X
Five Yrs Earnings Growth	5.0%	5.0%

### Style Drift For Three Years

○ Mellon Large Core

● S&P 500

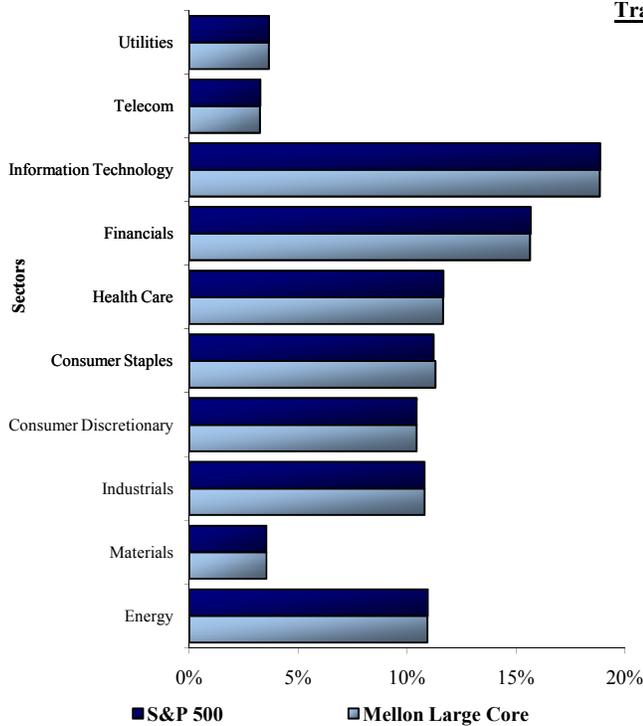


<u>Five Largest Holdings</u>	<u>(Percent)</u>
Exxon Mobil Corp	3.0%
Apple Computer Inc	2.5%
Microsoft Corp	1.8%
General Elec Co	1.7%
Johnson & Johnson	1.7%
<b>Total</b>	<b>10.7%</b>

<u>Top Five Contributors<sup>1</sup></u>	<u>(Return)</u>
At&T Inc	20.3%
Chevron Corp	20.5%
Apple Computer Inc	12.8%
Pfizer Inc	21.7%
Exxon Mobil Corp	9.1%

<u>Top Five Detractors<sup>1</sup></u>	<u>(Return)</u>
Bank Amer Corp	-8.7%
Medtronic Inc	-6.9%
Hewlett Packard Co	-2.6%
Wells Fargo & Co New	-1.7%
PNC Financial Corp	-8.0%

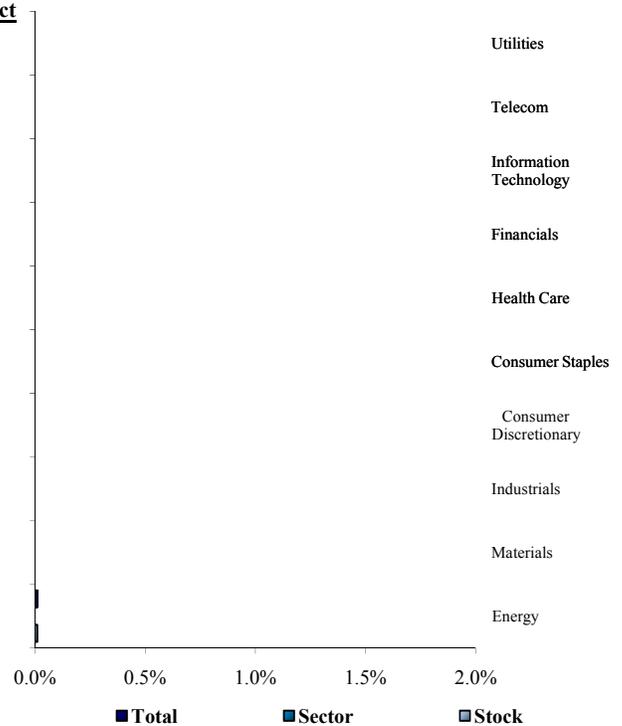
### Sector Breakdown



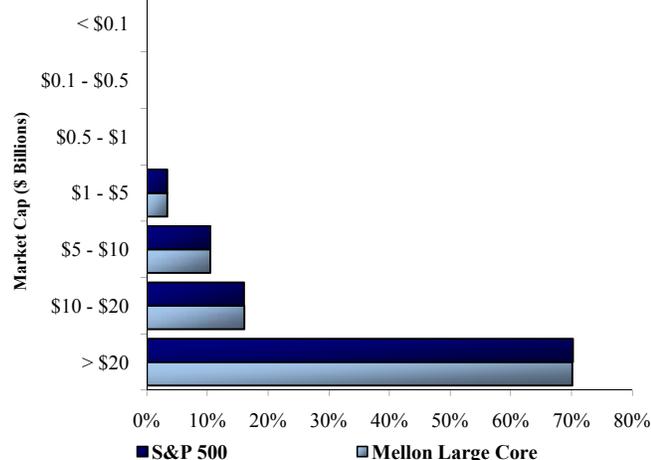
### Portfolio Attribution vs. S&P 500

#### Trading Effect

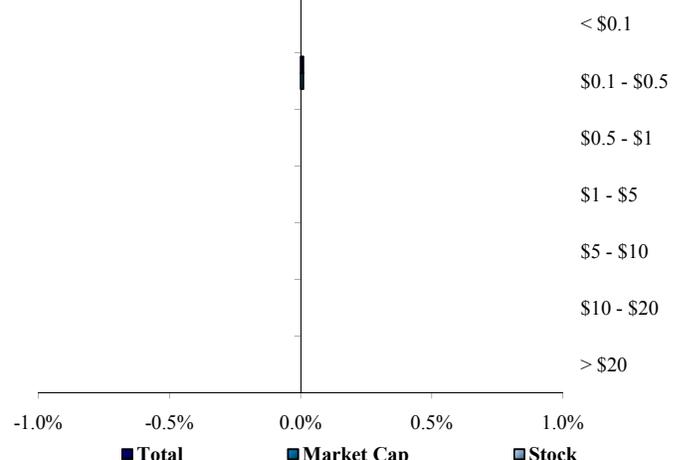
-0.05%



### Market Cap Breakdown



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



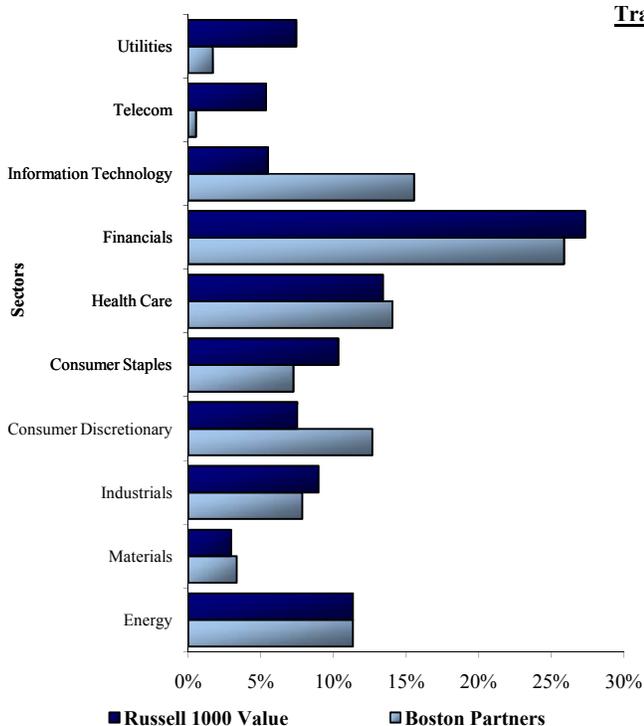
<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

# 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	79	671	○ Boston Partners	● Russell 1000 Value
Average Capitalization	\$70.4 Bil	\$66.7 Bil		
Median Capitalization	\$17.8 Bil	\$4.2 Bil		
Equity Yield	1.6%	2.3%		
Average P/E	13.2X	17.2X		
Beta	1.05	1.03		
Average P/B	1.4X	1.4X		
Five Yrs Earnings Growth	2.7%	-0.3%		

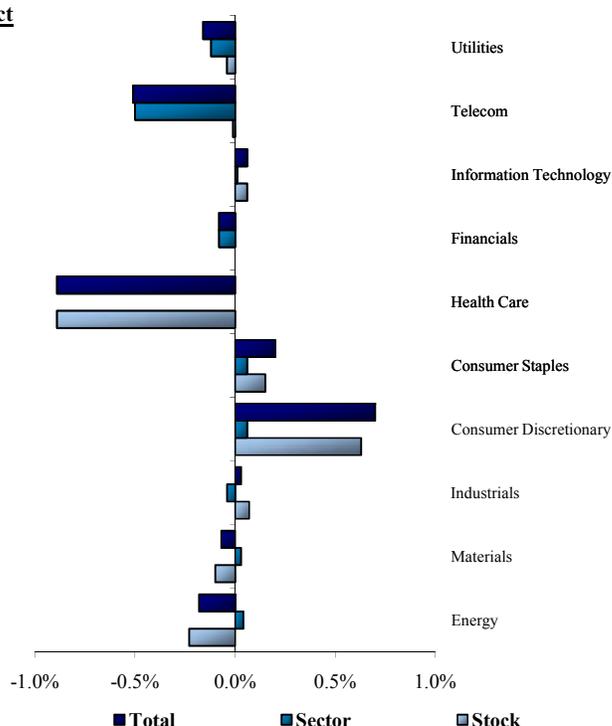
<u>Five Largest Holdings (Percent)</u>	<u>Top Five Contributors<sup>1</sup> (Return)</u>	<u>Top Five Detractors<sup>1</sup> (Return)</u>
J P Morgan Chase & C	Chevron Corp	Bank Amer Corp
4.1%	20.5%	-8.7%
Chevron Corp	Pfizer Inc	McKesson Hhoc Inc
3.6%	21.7%	-7.7%
Pfizer Inc	Autoliv Inc	Eog Res Inc
3.3%	37.2%	-5.4%
Microsoft Corp	Oracle Systems Corp	Dr Pepper Snapple Gr
3.0%	25.4%	-4.3%
Wells Fargo & Co New	Guess Inc	Hewlett Packard Co
2.7%	30.7%	-2.6%
<b>Total</b>		
<b>16.6%</b>		

**Sector Breakdown**

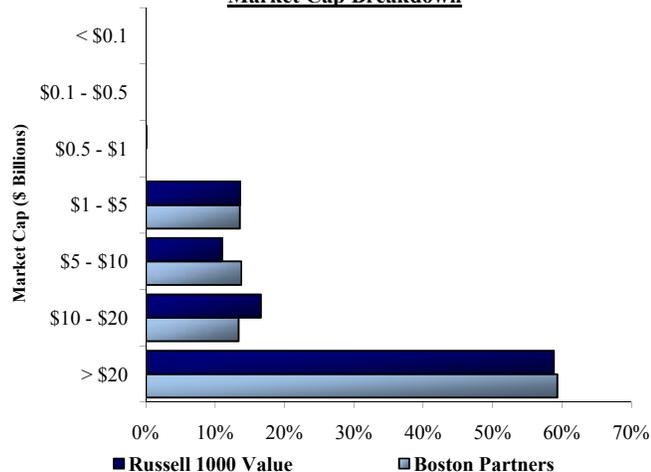


**Portfolio Attribution vs. Russell 1000 Value**

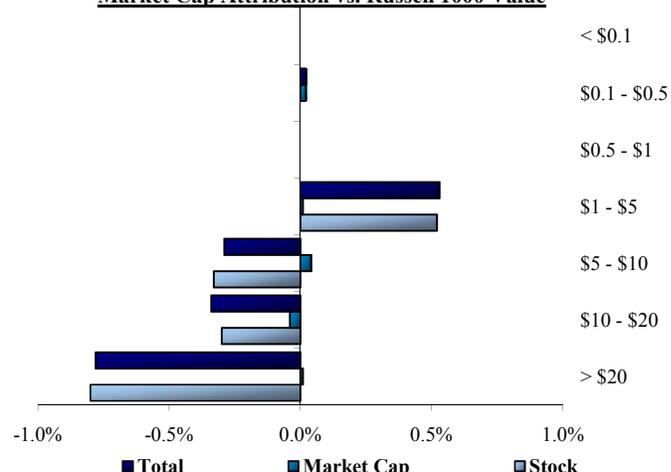
**Trading Effect**  
0.07%



**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.



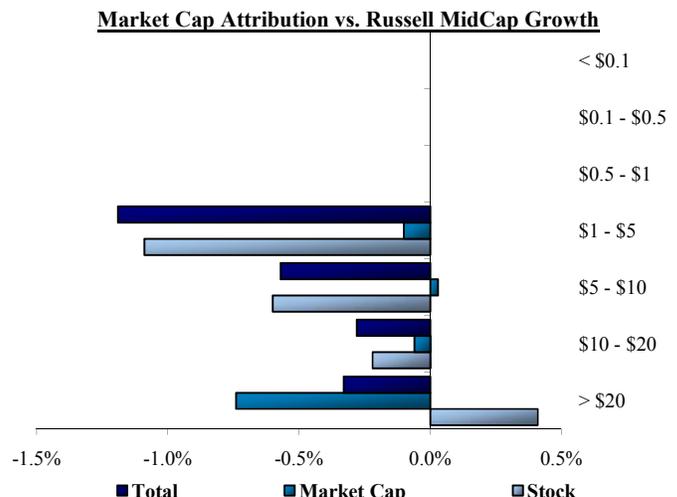
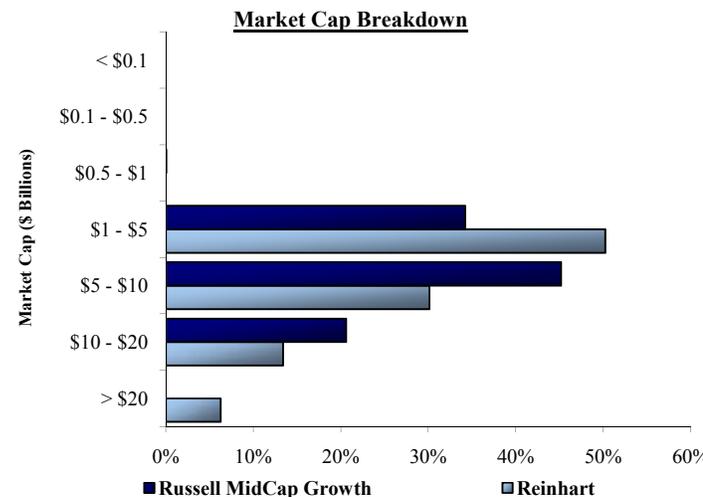
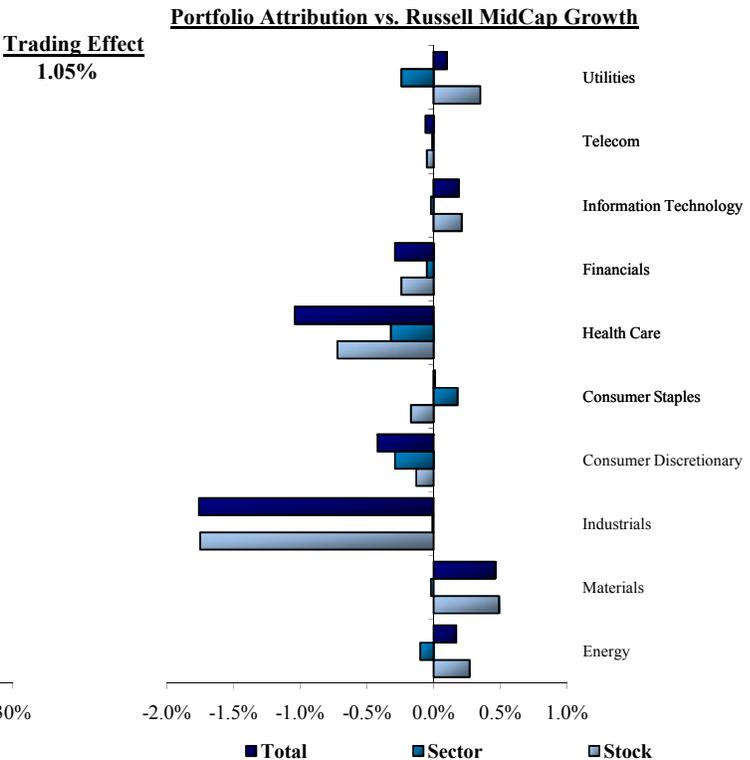
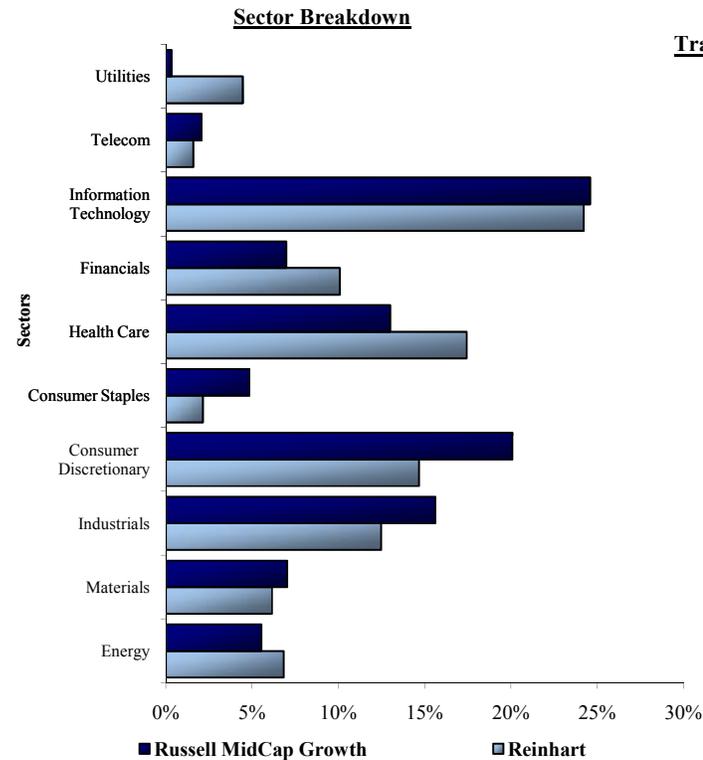
# Equity Portfolio Statistics - Reinhart

<u>Characteristics</u>	<u>Reinhart</u>	<u>Russell MidCap Growth</u>	<u>Style Drift For Three Years</u>	
Number of Securities	68	495		
Average Capitalization	\$7.0 Bil	\$7.1 Bil		
Median Capitalization	\$4.5 Bil	\$3.8 Bil		
Equity Yield	0.7%	0.9%		
Average P/E	21.2X	23.8X		
Beta	1.13	1.17		
Average P/B	2.5X	3.5X		
Five Yrs Earnings Growth	7.6%	6.9%		

<u>Five Largest Holdings</u>	<u>(Percent)</u>
Reinsurance Group Am	3.6%
Sempra Energy	3.4%
Denbury Res Inc	2.7%
F M C Corp	2.5%
Rovi Corp	2.4%
<b>Total</b>	<b>14.6%</b>

<u>Top Five Contributors<sup>1</sup></u>	<u>(Return)</u>
Rackspace Hosting In	41.7%
Rovi Corp	33.0%
Borg-Warner Automoti	40.9%
Joy Global Inc	40.8%
Micros Sys Inc	32.8%

<u>Top Five Detractors<sup>1</sup></u>	<u>(Return)</u>
Icon Pub Ltd Co	-25.2%
Devry Inc Del	-6.3%
Cree Inc	-9.6%
Thoratec Corp.	-13.5%
Fulton Finl Corp Pa	-5.8%

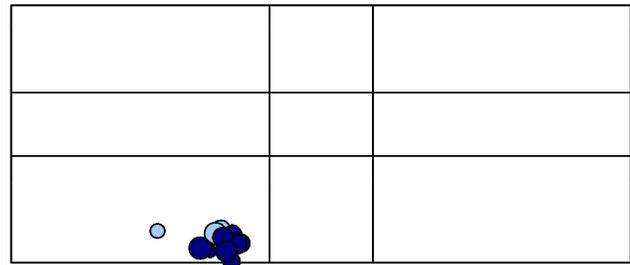


<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.  
 Prepared by Marquette Associates, Inc.

# Equity Portfolio Statistics - AQR

Characteristics	AQR	Russell 2000 Value
Number of Securities	326	1,298
Average Capitalization	\$1.1 Bil	\$1.0 Bil
Median Capitalization	\$0.7 Bil	\$0.4 Bil
Equity Yield	1.9%	2.0%
Average P/E	17.6X	28.6X
Beta	1.25	1.23
Average P/B	1.0X	1.1X
Five Yrs Earnings Growth	-1.7%	-2.2%

### Style Drift For Three Years

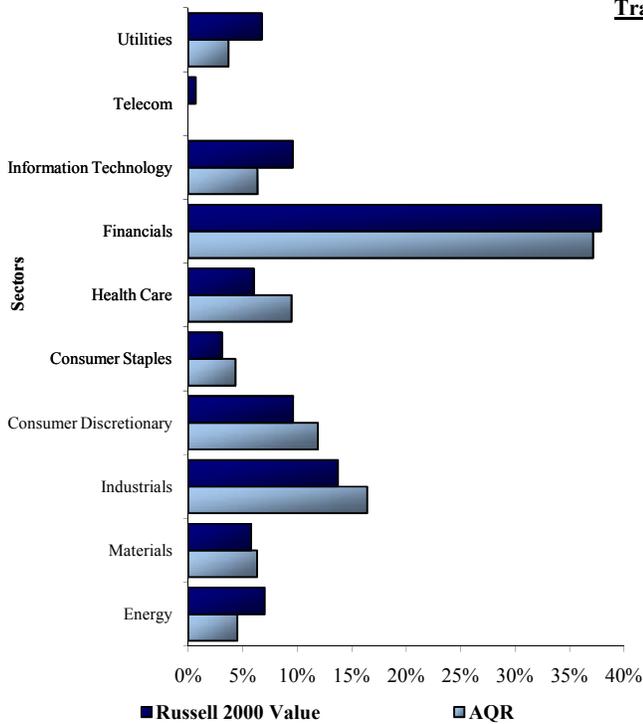


Five Largest Holdings	(Percent)
Platinum Underwriter	1.6%
Steris Corp	1.4%
Grace W R & Co Del N	1.3%
Montpelier Re Holdin	1.3%
Provident Finl Svcs	1.2%
<b>Total</b>	<b>6.8%</b>

Top Five Contributors <sup>1</sup>	(Return)
Clearwater Paper Cor	38.9%
Grace W R & Co Del N	32.8%
Platinum Underwriter	20.2%
Jakks Pac Inc	22.7%
El Paso Elec Co	22.9%

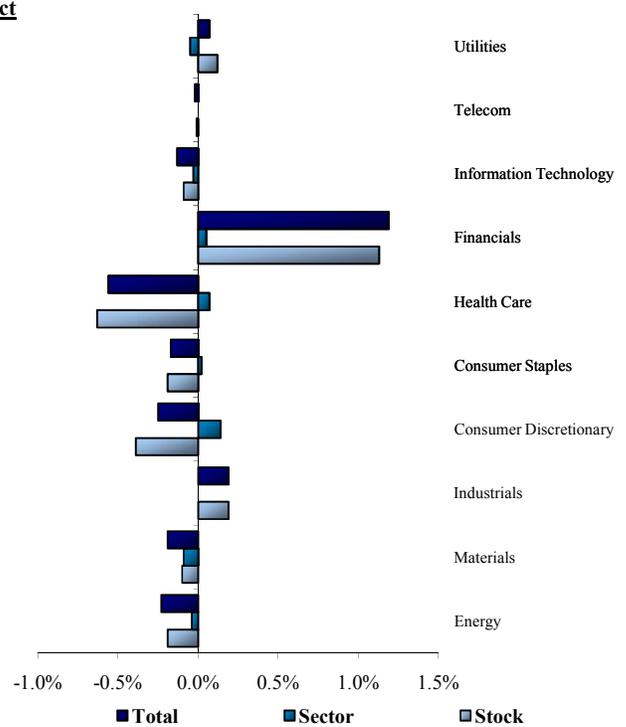
Top Five Detractors <sup>1</sup>	(Return)
Gentiva Health Servi	-19.1%
CVB Finl Corp	-20.0%
Brown Shoe Inc New	-23.9%
Kelly Svcs Inc	-21.1%
Knight Capital Group	-10.2%

### Sector Breakdown

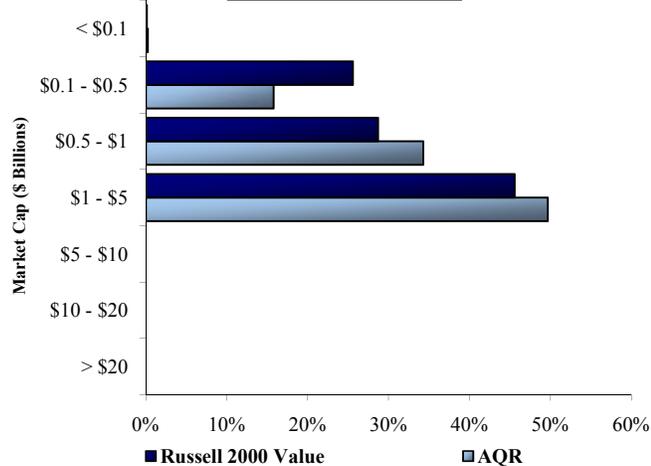


### Portfolio Attribution vs. Russell 2000 Value

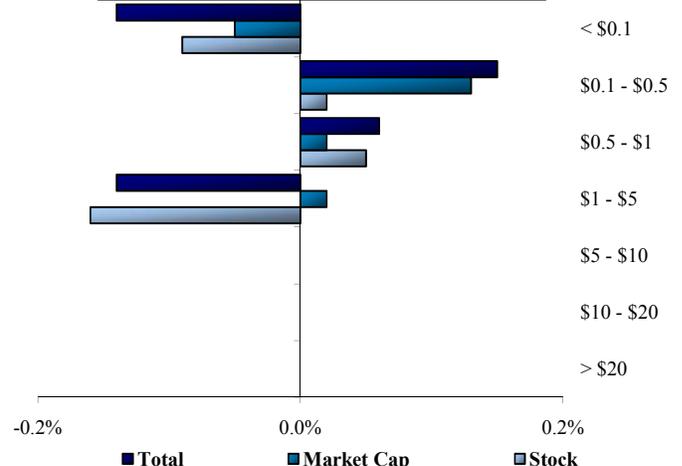
**Trading Effect**  
0.27%



### 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.

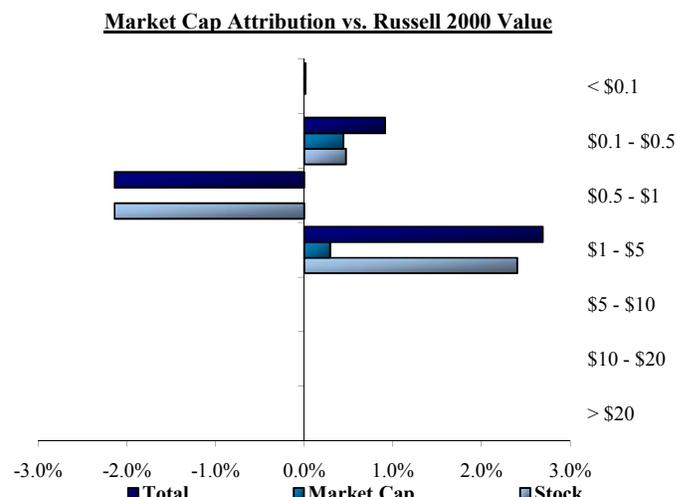
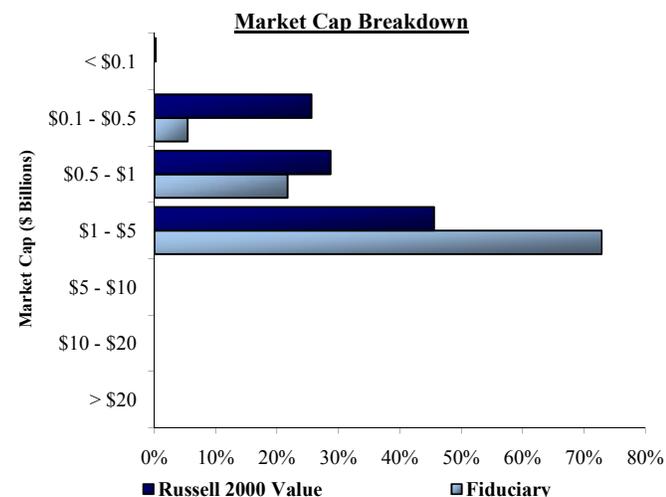
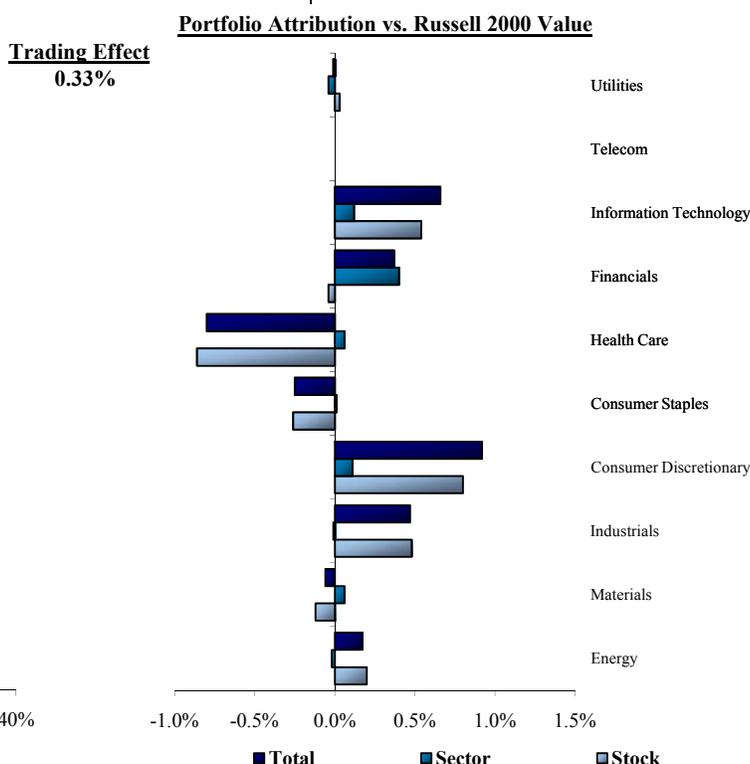
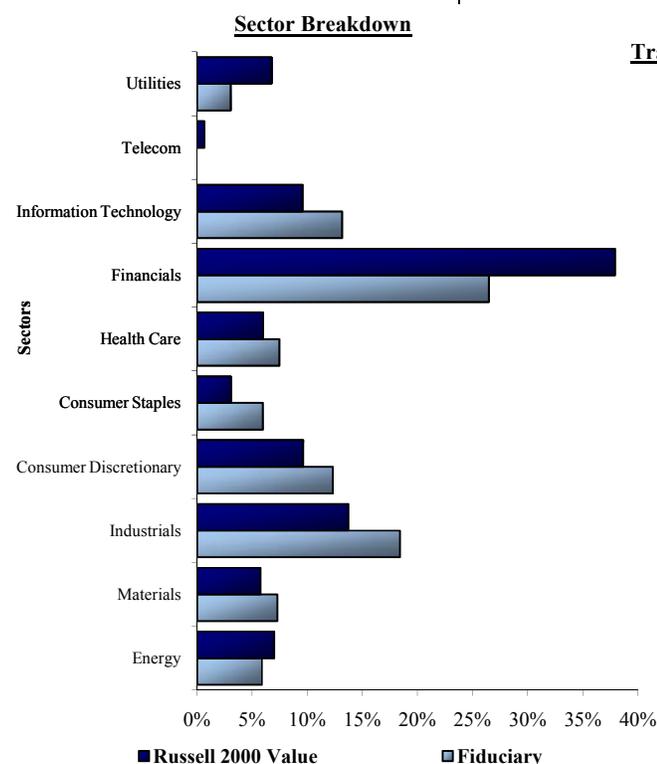
# Equity Portfolio Statistics - Fiduciary

Characteristics	Fiduciary	Russell 2000 Value	Style Drift For Three Years	
			○ Fiduciary	● Russell 2000 Value
Number of Securities	77	1,298		
Average Capitalization	\$1.5 Bil	\$1.0 Bil		
Median Capitalization	\$1.5 Bil	\$0.4 Bil		
Equity Yield	1.1%	2.0%		
Average P/E	29.5X	28.6X		
Beta	1.28	1.23		
Average P/B	1.8X	1.1X		
Five Yrs Earnings Growth	1.8%	-2.2%		

Five Largest Holdings	(Percent)
Unisource Energy Cor	2.0%
Woodward Governor Co	1.7%
Aci Worldwide Inc	1.6%
Viasat Inc	1.6%
Tractor Supply Co	1.6%
<b>Total</b>	<b>8.5%</b>

Top Five Contributors <sup>1</sup>	(Return)
Pantry Inc	70.9%
Entropic Communicati	51.4%
Cytec Inds Inc	41.0%
Rockwood Hldgs Inc	38.7%
Cloud Peak Energy In	37.6%

Top Five Detractors <sup>1</sup>	(Return)
Quidel Corp	-13.4%
S & T Bancorp Inc	-11.2%
Temple Inland Inc	-9.1%
Prosperity Bancshare	-6.1%
First Midwest Bancor	-5.1%



<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

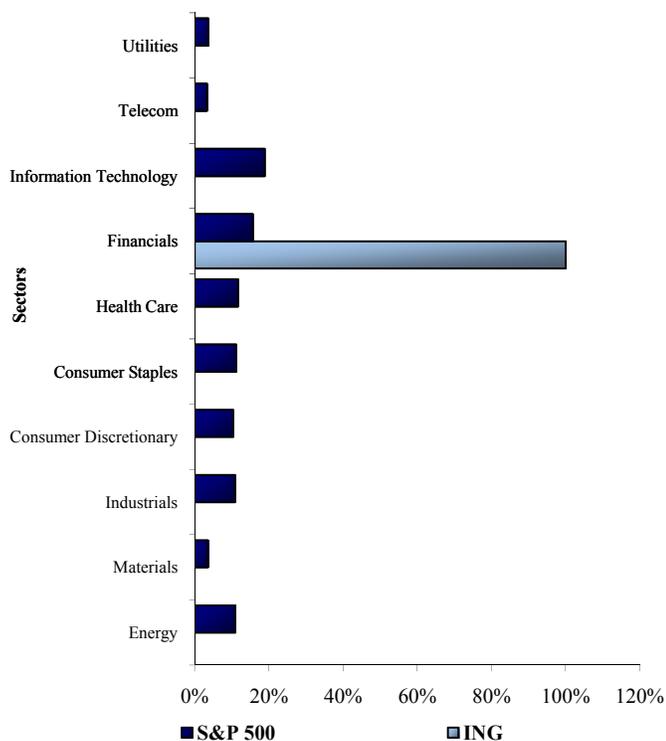
<u>Characteristics</u>	<u>ING</u>	<u>S&amp;P 500</u>	<u>Style Drift For Three Years</u>	
			○ ING	● S&P 500
Number of Securities	89	500		
Average Capitalization	\$12.9 Bil	\$81.0 Bil		
Median Capitalization	\$4.4 Bil	\$9.7 Bil		
Equity Yield	3.5%	2.0%		
Average P/E	72.7X	17.1X		
Beta	1.24	1.00		
Average P/B	1.2X	2.0X		
Five Yrs Earnings Growth	-5.0%	5.0%		

<u>Five Largest Holdings</u>	<u>(Percent)</u>
Sun Hung Kai Propert	5.2%
Westfield Group	4.5%
Simon Ppty Group Inc	4.0%
Unibail-Rodamco Se	3.8%
Mitsubishi Estate Co	<u>3.6%</u>
<b>Total</b>	<b>21.1%</b>

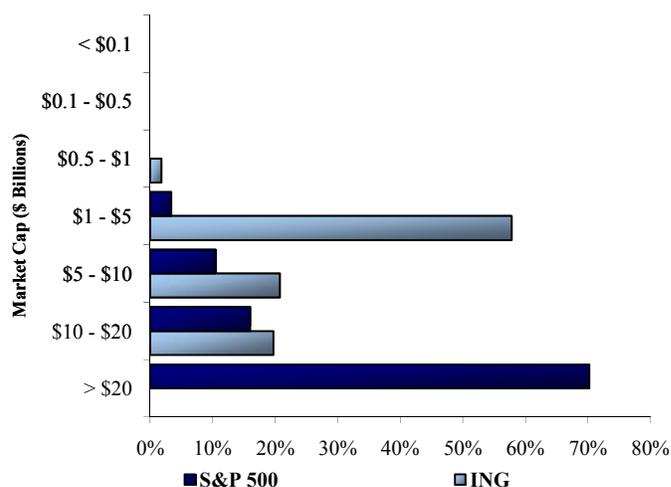
<u>Top Five Contributors<sup>1</sup></u>	<u>(Return)</u>
Unibail-Rodamco Se	34.5%
Sun Hung Kai Propert	25.2%
Cheung Kong (Holding)	31.1%
Westfield Group	18.4%
Riocan Reit	26.7%

<u>Top Five Detractors<sup>1</sup></u>	<u>(Return)</u>
Pebblebrook Hotel Tr	-4.5%
Grainger Plc	-1.8%
Hyatt Hotels Corp	0.8%
Eurocommercial	44.4%
Nippon Building Fund	10.0%

### Sector Breakdown

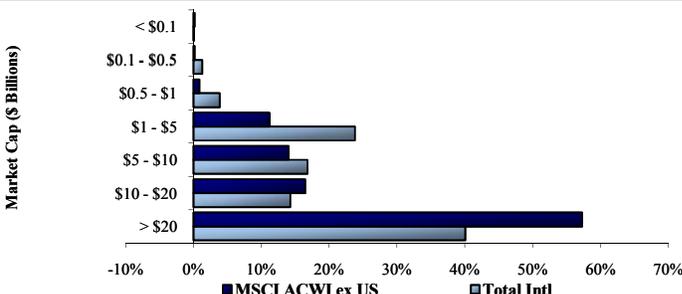


### Market Cap Breakdown



<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.

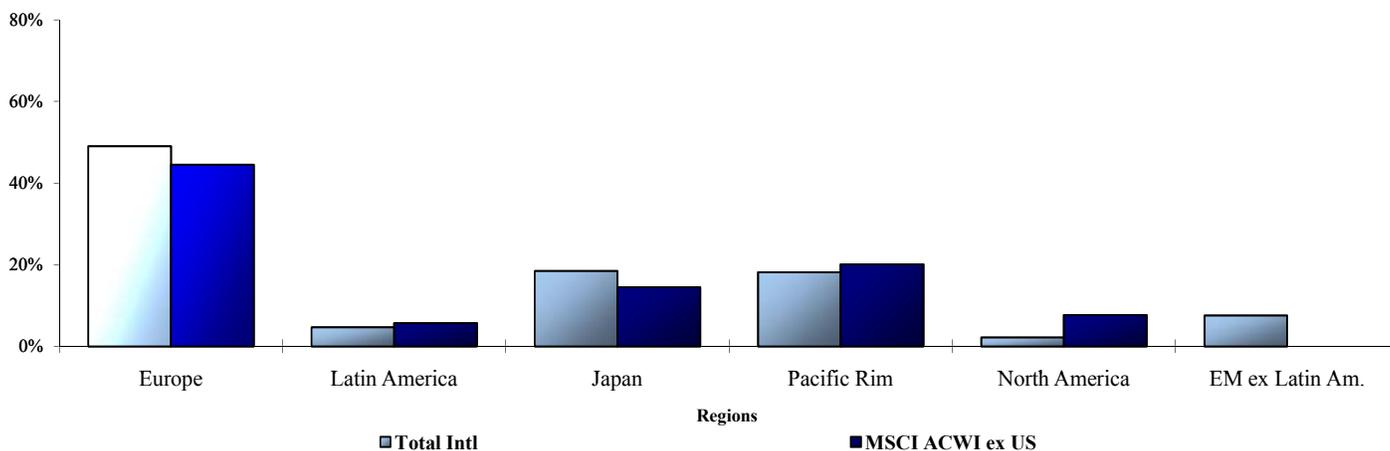
## International Equity Portfolio Statistics - Total Intl

<u>Characteristics</u>	<u>Total Intl</u>	<u>MSCI ACWI</u> <u>ex US</u>	Market Cap (\$ Billions) 
Number of Securities	809	1,819	
Average Capitalization	\$29.1 Bil	\$42.7 Bil	
Median Capitalization	\$2.9 Bil	\$5.7 Bil	
Equity Yield	2.8%	3.0%	
Average P/E	19.1X	18.7X	
Average P/B	1.0X	1.6X	
Four Yrs Earnings Growth	1.9%	1.7%	

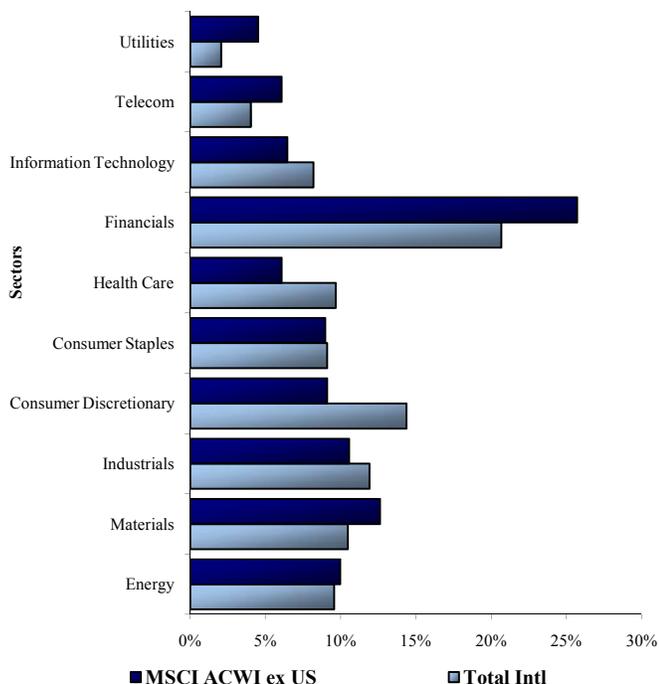
  

<u>Five Largest Holdings</u>	<u>(Percent)</u>	<u>Top Five Contributors<sup>1</sup></u>	<u>(Return)</u>	<u>Top Five Detractors<sup>1</sup></u>	<u>(Return)</u>
Sanofi-Aventis	1.4%	Turkiye Garanti Bank	38.3%	De La Rue	-24.1%
Glaxosmithkline	1.2%	Yara International A	59.7%	Disco Corporation	-9.8%
Industrial & Commerc	1.0%	Lvmh Moet-Hennessy L	33.5%	Keyence Corp	-6.8%
Turkiye Garanti Bank	0.9%	Boc Hong Kong(Hldgs)	40.7%	Resona Holdings	-27.3%
Astrazeneca	0.9%	Bp	41.3%	Vimpelcom Ltd	-8.2%
<b>Total</b>	<b>5.4%</b>				

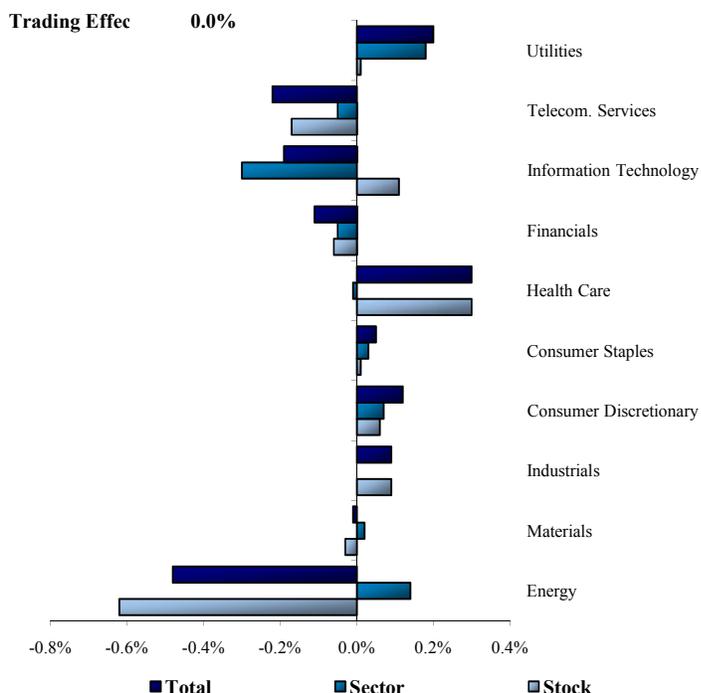
### Portfolio Regional Allocation



### Sector Breakdown



### Portfolio Attribution vs. MSCI ACWI ex US



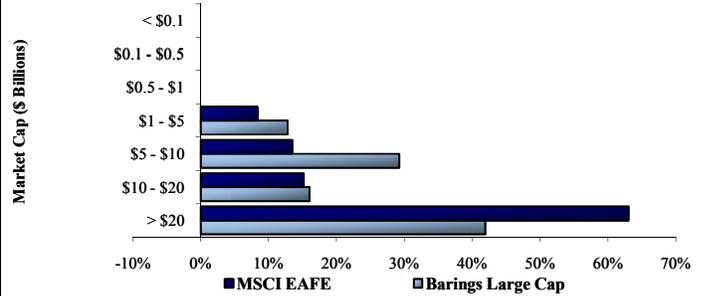
<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.  
 Prepared by Marquette Associates, Inc.

## International Equity Portfolio Statistics - Barings Large Cap

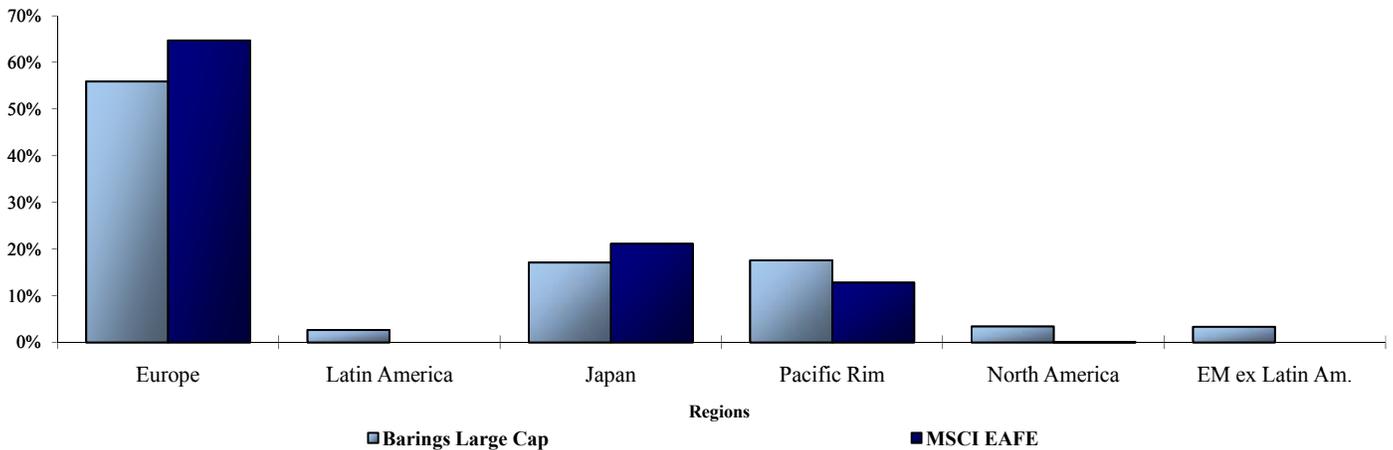
Characteristics	Barings Large Cap	MSCI EAFE
Number of Securities	63	967
Average Capitalization	\$25.3 Bil	\$48.0 Bil
Median Capitalization	\$13.2 Bil	\$6.7 Bil
Equity Yield	2.6%	3.3%
Average P/E	23.5X	19.0X
Average P/B	0.9X	1.5X
Four Yrs Earnings Growth	3.7%	-1.9%

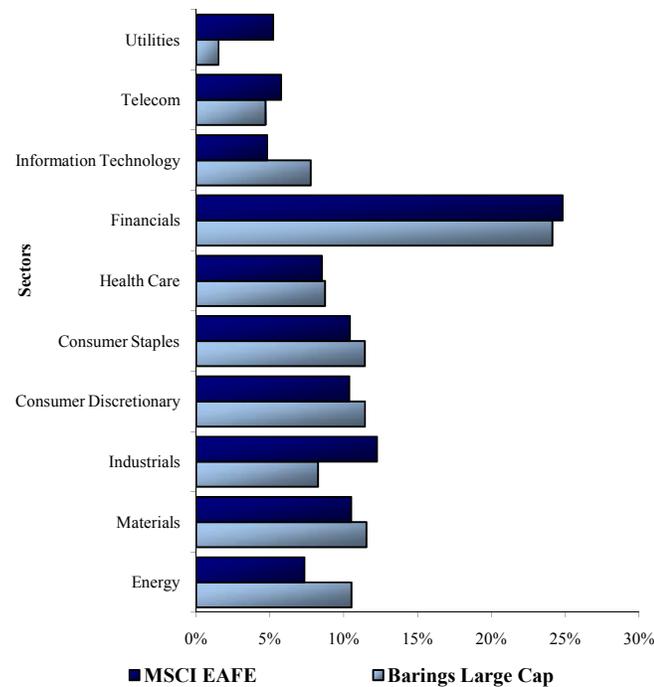
Five Largest Holdings	(Percent)	Top Five Contributors <sup>1</sup>	(Return)	Top Five Detractors <sup>1</sup>	(Return)
Centamin Egypt	2.2%	Yara International A	59.7%	De La Rue	-24.1%
Fresenius Se	1.9%	Boc Hong Kong(Hldgs)	40.7%	Disco Corporation	-9.8%
Lvmh Moet-Hennessy L	1.9%	Grifols Sa	41.1%	Keyence Corp	-6.8%
Prudential	1.9%	Icl-Israel Chemicals	36.1%	Petropavlovsk Plc	-1.5%
Petropavlovsk Plc	1.9%	Lvmh Moet-Hennessy L	33.5%	Secom Co	1.0%
<b>Total</b>	<b>9.8%</b>				



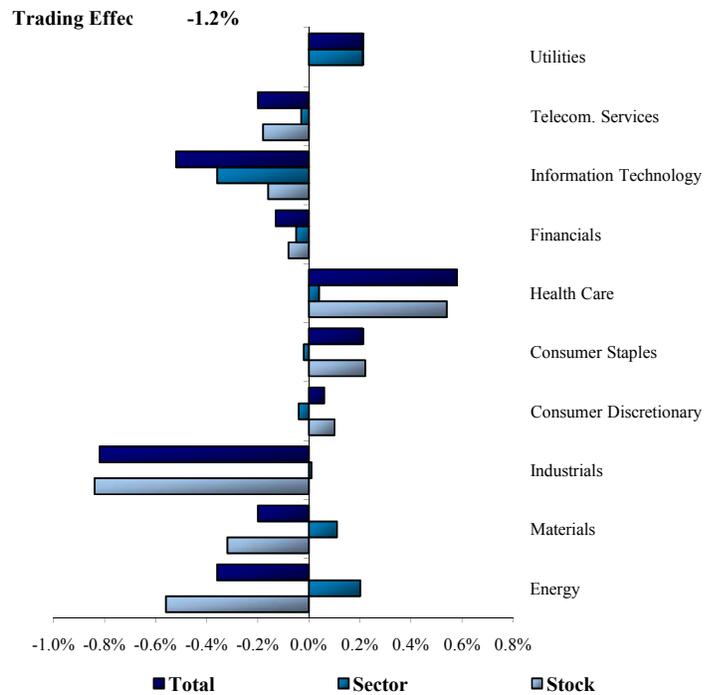
### Portfolio Regional Allocation



### 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.

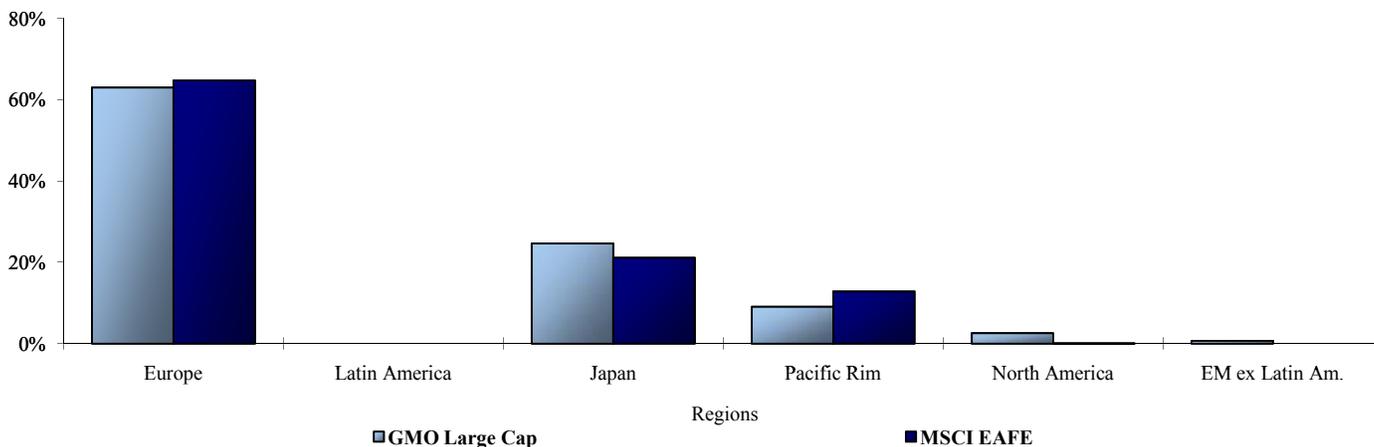
## International Equity Portfolio Statistics - GMO Large Cap

Characteristics	GMO Large Cap	MSCI EAFE	Market Cap (\$ Billions)	
Number of Securities	474	967		
Average Capitalization	\$45.4 Bil	\$48.0 Bil		
Median Capitalization	\$6.4 Bil	\$6.7 Bil		
Equity Yield	3.6%	3.3%		
Average P/E	18.4X	19.0X		
Average P/B	1.0X	1.5X		
Four Yrs Earnings Growth	-2.5%	-1.9%		

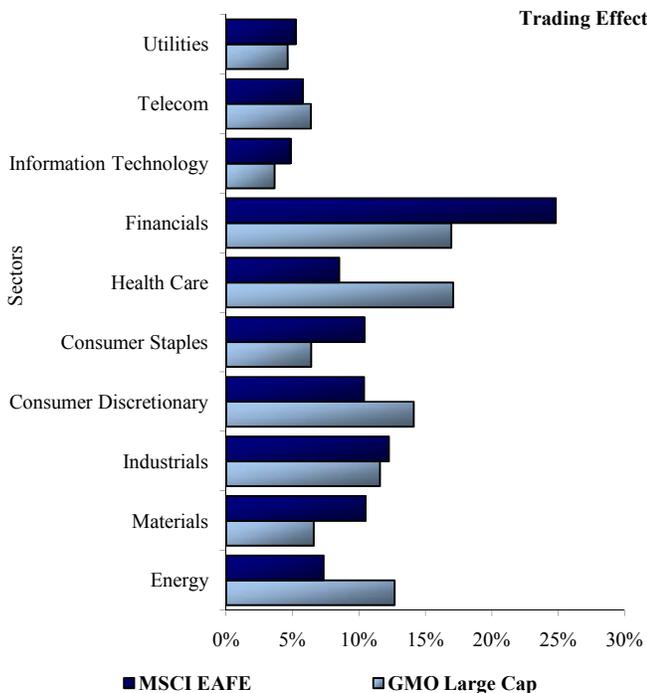
  

Five Largest Holdings	(Percent)	Top Five Contributors <sup>1</sup>	(Return)	Top Five Detractors <sup>1</sup>	(Return)
Glaxosmithkline	3.7%	Glaxosmithkline	17.3%	Resona Holdings	-27.3%
Astrazeneca	3.0%	Ing Groep Nv	37.3%	Mizuho Financial Gro	-12.1%
Sanofi-Aventis	2.7%	Eni	19.8%	Crh	-20.6%
Novartis Ag	2.5%	Novartis Ag	18.3%	Nintendo Co Ltd	-15.7%
Eni	2.4%	Royal Dutch Shell	20.4%	Kawasaki Kisen Kaish	-8.4%
<b>Total</b>	<b>14.3%</b>				

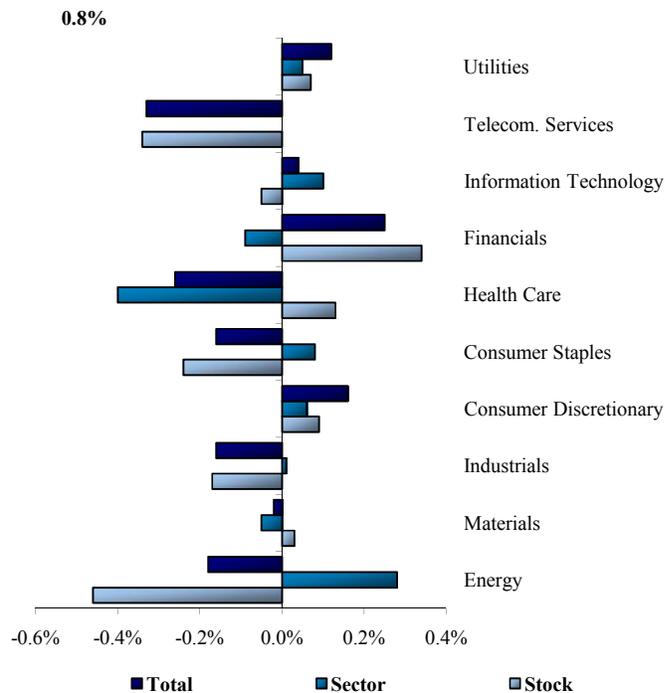
Portfolio Regional Allocation



Sector Breakdown



Portfolio Attribution vs. MSCI EAFE



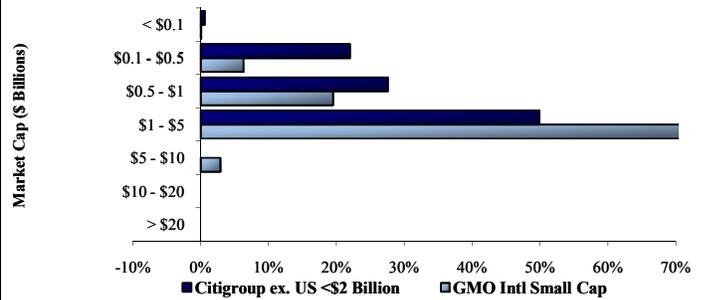
<sup>1</sup>Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

## International Equity Portfolio Statistics - GMO Intl Small Cap

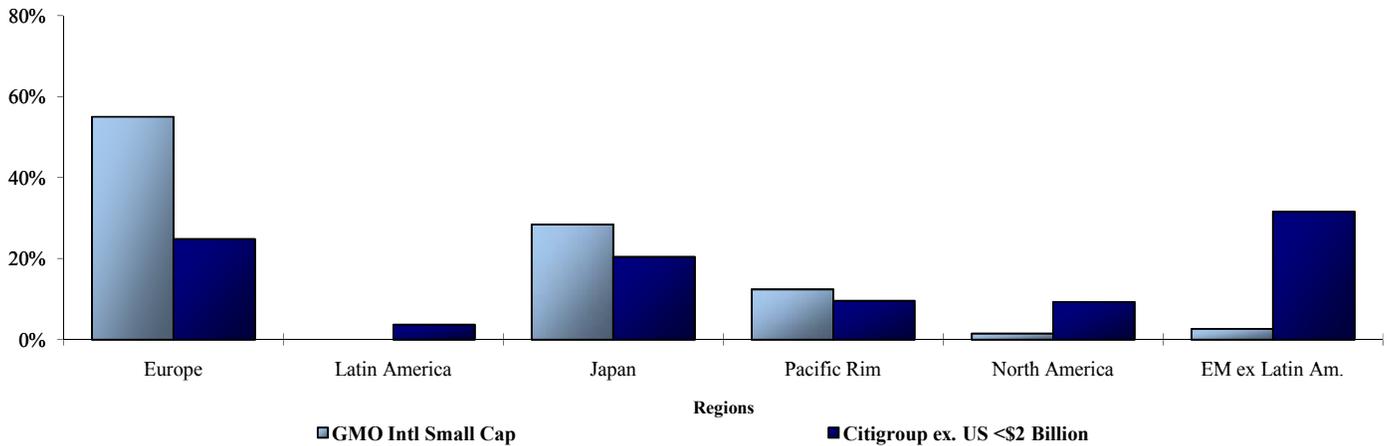
Characteristics	GMO Intl Small Cap	Citigroup ex. US <\$2
Number of Securities	317	4,643
Average Capitalization	\$1.8 Bil	\$1.1 Bil
Median Capitalization	\$1.2 Bil	\$0.5 Bil
Equity Yield	3.0%	2.3%
Average P/E	19.3X	49.7X
Average P/B	1.2X	1.2X
Four Yrs Earnings Growth	-3.0%	8.6%

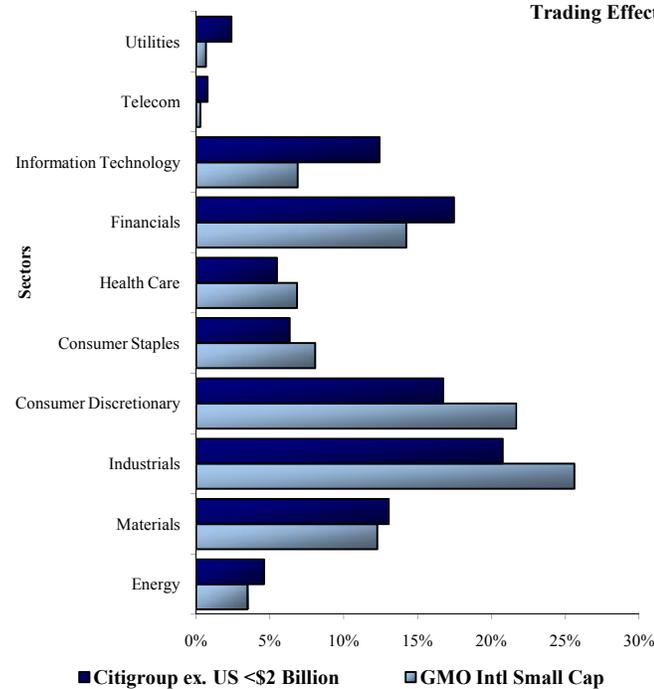
Five Largest Holdings	(Percent)	Top Five Contributors <sup>1</sup>	(Return)	Top Five Detractors <sup>1</sup>	(Return)
Bekaert Sa	1.5%	Bekaert Sa	57.1%	Allied Irish Banks	-35.4%
Imi	1.5%	Trelleborg Ab	52.8%	Futaba Industrial Co	-15.3%
C.S.M Nv	1.2%	Weir Group	44.5%	Stada Arzneimittel A	-14.1%
Trelleborg Ab	1.2%	Prosiebensat1 Media	60.4%	Round One Corp	-32.0%
Weir Group	1.2%	Draegerwerk Ag & Co	60.8%	Leopalace 21 Corp	-47.4%
<b>Total</b>	<b>6.6%</b>				



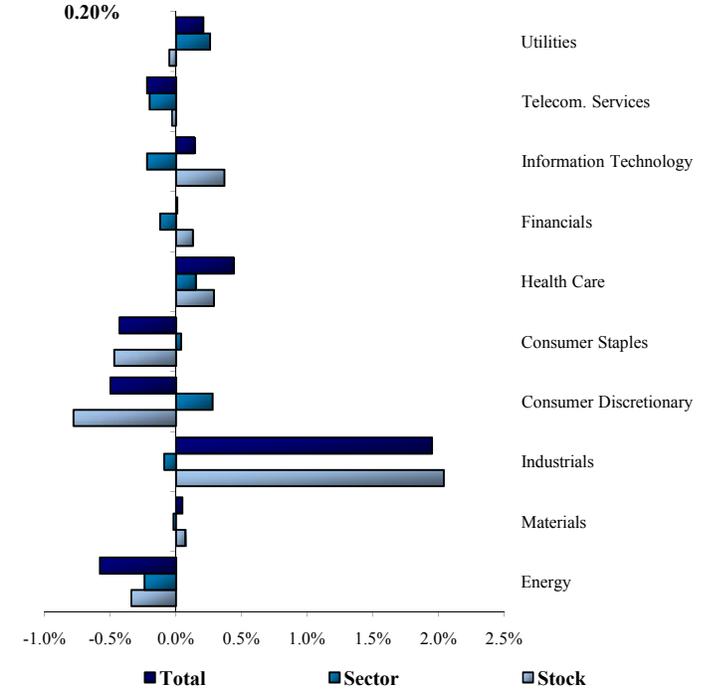
### Portfolio Regional Allocation



### Sector Breakdown



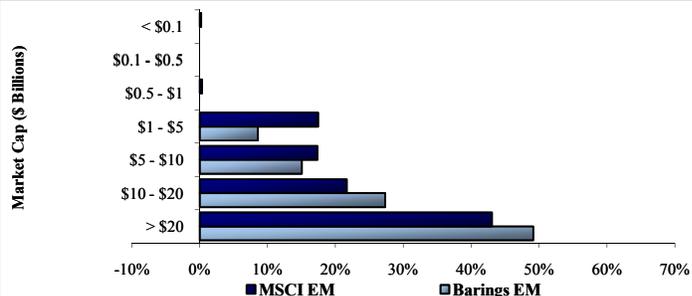
### Portfolio Attribution vs. Citigroup ex. US <\$2 Billion



<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	62	754
Average Capitalization	\$35.2 Bil	\$33.0 Bil
Median Capitalization	\$18.1 Bil	\$4.9 Bil
Equity Yield	1.6%	2.2%
Average P/E	14.8X	17.4X
Average P/B	1.1X	2.1X
Four Yrs Earnings Growth	11.0%	11.7%

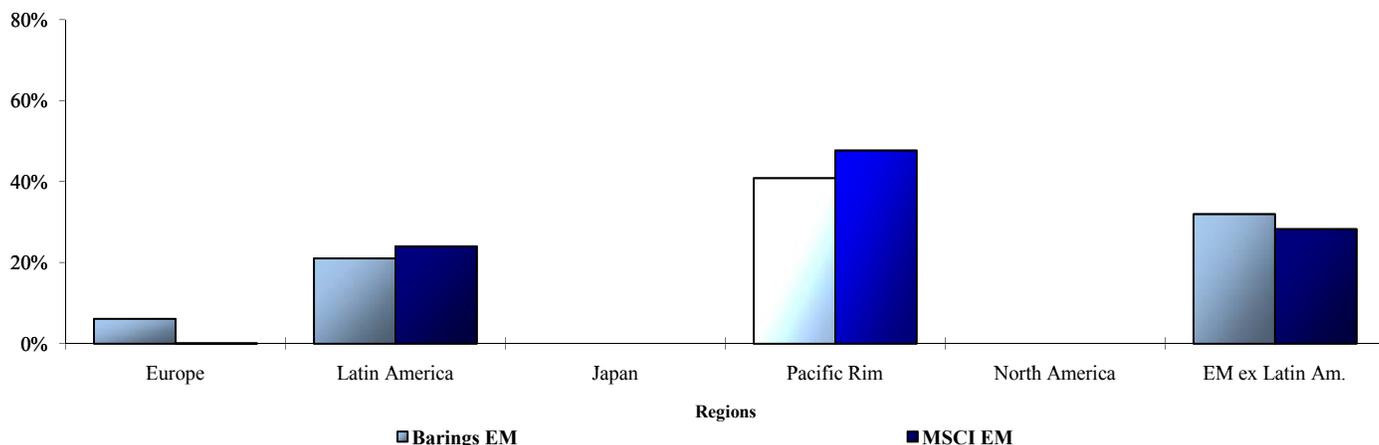


<u>Five Largest Holdings</u>	<u>(Percent)</u>
Samsung Electronics	5.0%
China Construction B	3.1%
Hyundai Mobis	3.0%
Industrial & Commc	2.9%
Randgold Res Ltd	2.9%
<b>Total</b>	<b>16.9%</b>

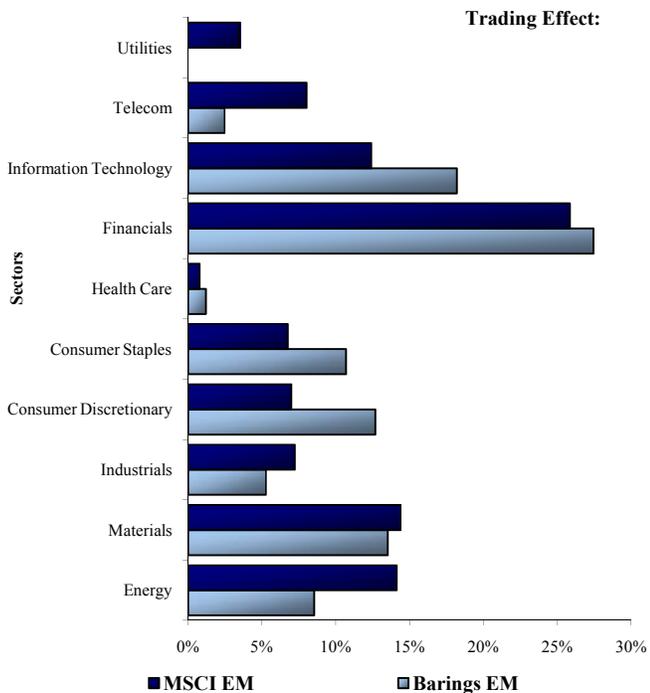
<u>Top Five Contributors<sup>1</sup></u>	<u>(Return)</u>
Naspers	45.2%
Hyundai Mobis	33.1%
Turkiye Garanti Bank	38.3%
Koc Holding	39.9%
Antofagasta	65.9%

<u>Top Five Detractors<sup>1</sup></u>	<u>(Return)</u>
Vimpelcom Ltd	-8.2%
Hynix Semiconductor	-5.2%
Hero Honda	-4.7%
Ternium Sa	-0.8%
Gpo Fin Banorte	-2.2%

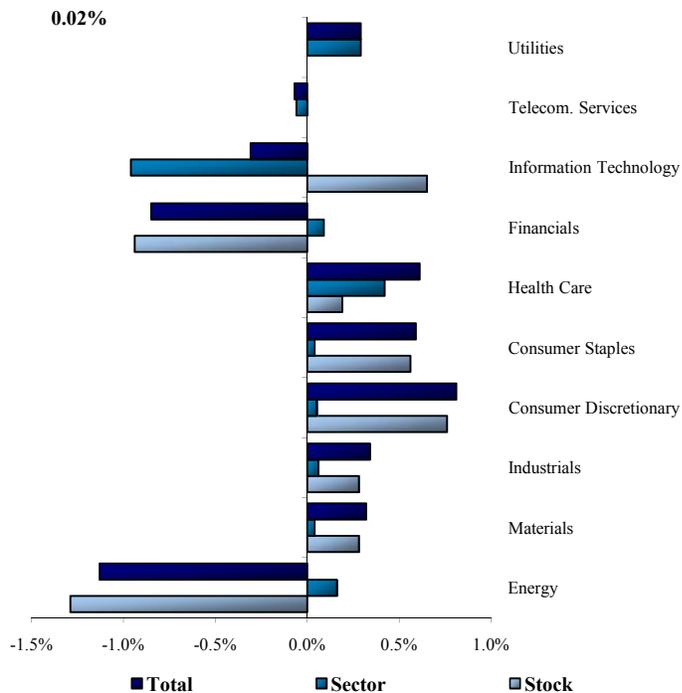
### Portfolio Regional Allocation



### 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.

## Hedge Fund Portfolio Statistics - ABS

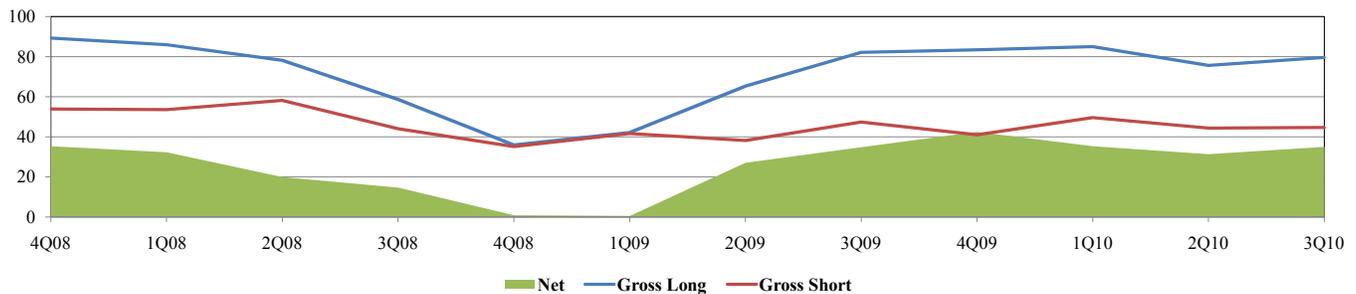
Quarterly Characteristics	ABS	Strategy Breakdown	Weight	Qtrly Contribution to Return
Product Assets	\$1,215,752,953	Credit		
# Underlying Mgrs	30	Event Driven		
% of Portfolio in top 3 Funds	15.6%	Global Macro/CTA		
Aggregate Portfolio Leverage	1.2X	Multi-Strategy		
Gross % long	79.7%	Non-US Hedged Equity	95.65%	5.31%
Gross % short	44.6%	Relative Value		
Return of the Best Performing Mgr	16.5%	Short Selling		
Return of the Worst Performing Mgr	-6.3%	US Hedged Equity		
# Managers Hired over the qtr	1	Other*		
# Managers Fired over the qtr	3	Cash	4.35%	
Total Outflows from the Fund	\$17,460,000	<b>Total</b>	<b>100.0%</b>	<b>5.11%</b>
Pending Outflows	\$11,300,000			
Total Inflows to the Fund	\$53,260,000			
Pending Inflows	\$22,250,000			
% of Fund liquid in 6 months	95.2%	Client Percent of Fund	7.6%	
% of Fund liquid in 12 months	99.4%			
% of Fund liquid in 24 months	100.0%			

### Top Ten Holdings Investment Detail

Fund	Type	Total Asset Invt.	Fair Market Value	% Weight	Qtrly Return
NEWLAND OFFSHORE FUND, LTD.	US Hedged Equity	\$59,000,000	\$63,704,699	5.35%	2.07%
KYLIN OFFSHORE FUND LTD	Non-US Hedged Equity	\$51,964,548	\$63,428,073	5.23%	5.16%
GEOSPHERE FUND, LTD	Non-US Hedged Equity	\$57,842,569	\$60,166,775	5.06%	5.43%
ADDISON CLARK OFFSHORE FUND, LTD	US Hedged Equity	\$57,000,000	\$59,138,980	4.94%	5.53%
DISCOVERY GLOBAL OPPORTUNITY FUND LTD	Non-US Hedged Equity	\$50,271,881	\$62,930,318	4.88%	8.35%
J. HILSABECK OVERSEAS FUND, LTD.	US Hedged Equity	\$45,775,711	\$57,476,440	4.64%	8.96%
SELIGMAN TECH SPECTRUM FUND	US Hedged Equity	\$52,502,614	\$53,983,595	4.29%	8.24%
ARTHA EMERGING MARKETS FUND LTD	Non-US Hedged Equity	\$44,099,141	\$50,103,321	4.14%	3.27%
REAL RETURN ASIAN FUND	Non-US Hedged Equity	\$47,599,830	\$50,189,868	4.08%	5.60%
MERCHANTS' GATE OFFSHORE FUND LTD.	Non-US Hedged Equity	\$42,851,550	\$48,255,592	4.00%	4.65%

Fund	Size of Fund (millions)	Fund Inception Date	SEC or FSA Registered	Inception Date of Invt
NEWLAND OFFSHORE FUND, LTD.	\$786	July-07	No	May-08
KYLIN OFFSHORE FUND LTD	\$1,018	April-06	No	August-06
GEOSPHERE FUND, LTD	\$802	July-07	No	February-08
ADDISON CLARK OFFSHORE FUND, LTD	\$738	October-01	Yes	June-08
DISCOVERY GLOBAL OPPORTUNITY FUND LTD	\$2,534	January-03	No	January-03
J. HILSABECK OVERSEAS FUND, LTD.	\$250	January-04	No	January-07
SELIGMAN TECH SPECTRUM FUND	\$1,900	July-01	Yes	May-07
ARTHA EMERGING MARKETS FUND LTD	\$1,870	May-02	Yes	October-04
REAL RETURN ASIAN FUND	\$706	October-04	Yes	April-10
MERCHANTS' GATE OFFSHORE FUND LTD.	\$1,804	Oct-07	No	April-09

### Long/Short Positioning



## Hedge Fund Portfolio Statistics - K2

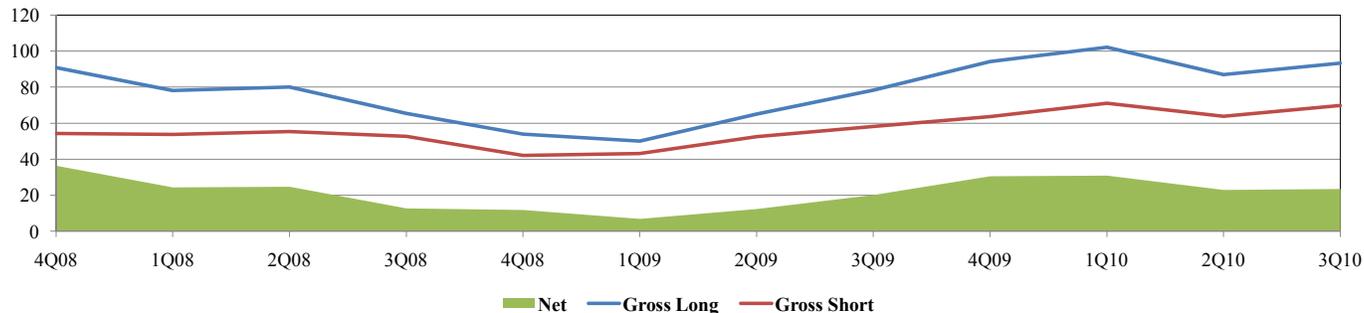
Quarterly Characteristics	K2	Strategy Breakdown	Weight	Qtrly Contribution to Return
Product Assets	\$682,000,000	Credit		
# Underlying Mgrs	26	Event Driven		
% of Portfolio in top 3 Funds	16.4%	Global Macro/CTA		
Aggregate Portfolio Leverage	1.5X	Multi-Strategy		
Gross % long	88.6%	Non-US Hedged Equity	21.19%	0.51%
Gross % short	65.3%	Relative Value		
Return of the Best Performing Mgr	16.0%	Short Selling		
Return of the Worst Performing Mgr	-3.0%	US Hedged Equity	74.98%	2.30%
# Managers Hired over the qtr	0	Other*		
# Managers Fired over the qtr	0	Cash	3.83%	
Total Outflows from the Fund	\$600,000	<b>Total</b>	<b>100.0%</b>	<b>3.78%</b>
Pending Outflows	\$10,000,000			
Total Inflows to the Fund	\$52,000,000			
Pending Inflows	\$0			
% of Fund liquid in 6 months	67.5%	Client Percent of Fund	13.0%	
% of Fund liquid in 12 months	88.9%			
% of Fund liquid in 24 months	92.8%			

### Top Ten Holdings Investment Detail

Fund	Type	Total Asset Invt.	Fair Market Value	% Weight	Qtrly Return
American Steadfast, L.P.	Hedged Equity	\$40 MM	n/a	5.83%	4.24%
Black Diamond Relative Value Partners, L.P.	Hedged Equity	\$38 MM	n/a	5.55%	2.67%
Ascend Partners Fund II LP	Hedged Equity	\$34 MM	n/a	5.05%	2.33%
Chilton Small Cap Partners, L.P.	Hedged Equity	\$33 MM	n/a	4.87%	1.23%
Scopia PX, LLC	Hedged Equity	\$33 MM	n/a	4.84%	1.35%
Elm Ridge Capital Partners, L.P.	Hedged Equity	\$32 MM	n/a	4.63%	0.20%
Ivory Flagship Fund, LP	Hedged Equity	\$31 MM	n/a	4.50%	1.56%
SCP Atlantic Fund, LP	Hedged Equity	\$30 MM	n/a	4.34%	2.37%
Level Global, L.P.	Hedged Equity	\$29 MM	n/a	4.28%	4.87%
Hunter Global Investors Fund I L.P.	Hedged Equity	\$28 MM	n/a	4.10%	0.60%

Fund	Size of Fund	Fund Inception		Inception Date	
		Date	SEC or FSA Registered	of Invt	
American Steadfast, L.P.	\$3,000 MM	2002	No	4/1/2003	
Black Diamond Relative Value Partners, L.P.	\$1,065 MM	1999	Yes	5/1/2009	
Ascend Partners Fund II LP	\$2,981 MM	2004	Yes	12/1/2009	
Chilton Small Cap Partners, L.P.	\$1,175 MM	2002	Yes	8/1/2004	
Scopia PX, LLC	\$1,398 MM	2003	Yes	8/1/2009	
Elm Ridge Capital Partners, L.P.	\$2,250 MM	2001	Yes	10/1/2001	
Ivory Flagship Fund, LP	\$2,950 MM	2003	Yes	7/1/2005	
SCP Atlantic Fund, LP	\$2,175 MM	1995	No	10/1/2009	
Level Global, L.P.	\$3,425 MM	2003	No	11/1/2007	
Hunter Global Investors Fund I L.P.	\$1,030 MM	2001	Yes	4/1/2003	

### Long/Short Positioning



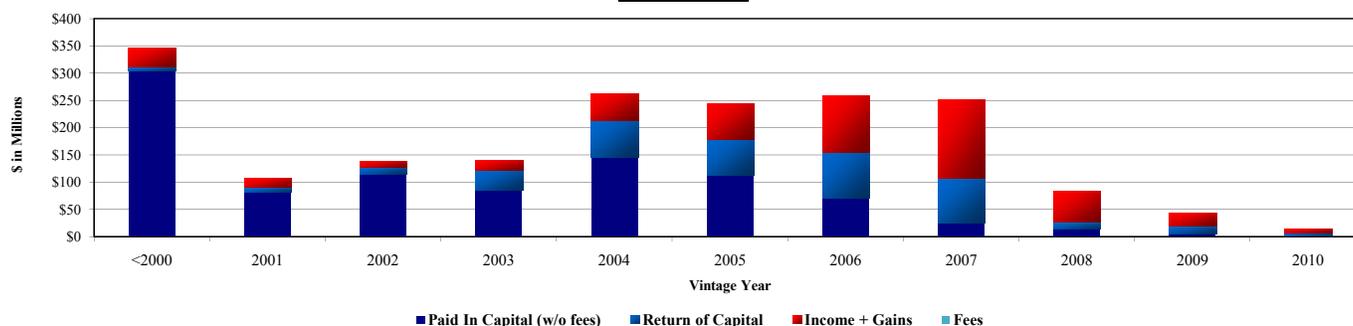
## Private Equity Fund of Funds Portfolio Statistics - Brinson 1998-2003 (3/31/10)

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	55.6%
Assets Committed to the underlying:	\$260,828,912 Client Capital Distributed:	\$13,642,222 Direct	0.0%
Number of Funds Committed to:	148 Client Current Balance:	\$5,753,064 Distressed	0.1%
Total Fund Size GAV:	\$260,828,912 % Ownership	N/A Mezzanine	3.8%
Capital Called in Dollars:	\$250,577,353	Multi-Strategy	0.0%
Capital Distributed in Dollars:	\$252,782,563	Secondary	0.0%
Annualized IRR SI (Gross):	6.8%	Venture	35.5%
Annualized IRR SI (Net):	4.8%	Other*	5.1%
		<b>Total</b>	<b>100.0%</b>

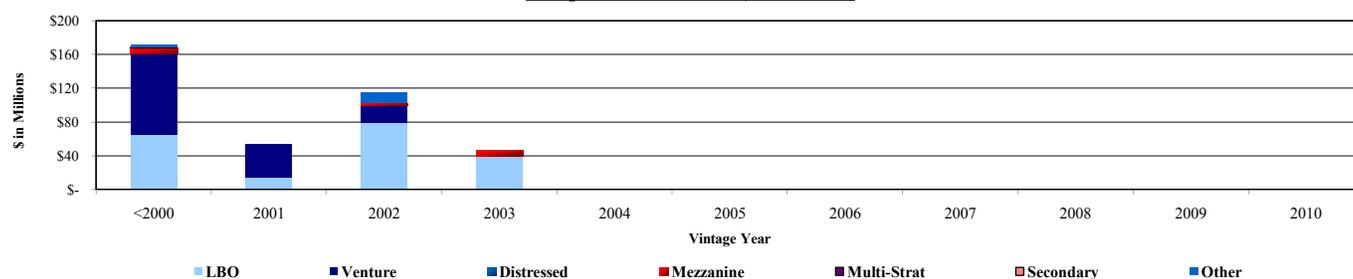
### Top Ten Funds by Market Value

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	\$14,310,145	\$6,138,680	\$20,289,825	4.81%
2 Resolute Fund	LBO	2002	\$18,000,000	\$16,690,879	\$6,927,131	\$19,953,744	4.73%
3 Warburg Pincus Private Equity VIII	Venture Capital	2001	\$15,702,718	\$15,702,718	\$14,867,537	\$14,141,097	3.35%
4 Brockway Moran & Partners Fund II	LBO	2002	\$15,055,550	\$13,667,428	\$7,849,995	\$14,009,379	3.32%
5 J.W. Childs Equity Partners III	LBO	2002	\$15,638,000	\$15,050,931	\$10,619,234	\$12,300,641	2.92%
6 Madison Dearborn Capital Partners IV	LBO	2000	\$15,055,550	\$14,568,504	\$13,055,086	\$11,988,225	2.84%
7 Summit Ventures VI-A	LBO	2001	\$17,062,900	\$17,062,889	\$14,287,122	\$11,349,249	2.69%
8 Providence Equity Partners IV	LBO	2000	\$15,921,220	\$14,802,230	\$19,079,092	\$11,051,764	2.62%
9 Vestar Capital Partners IV	LBO	1999	\$16,164,000	\$15,597,273	\$17,863,375	\$10,235,642	2.43%
10 Banc Fund VI	Special Situations	2002	\$16,210,000	\$16,210,000	\$4,007,107	\$10,112,312	2.40%
<b>Total</b>			<b>\$159,865,488</b>	<b>\$153,662,997</b>	<b>\$114,694,359</b>	<b>\$135,431,878</b>	<b>32.1%</b>

### Fund Cash Flows



### Vintage Year Diversification (Market Value)



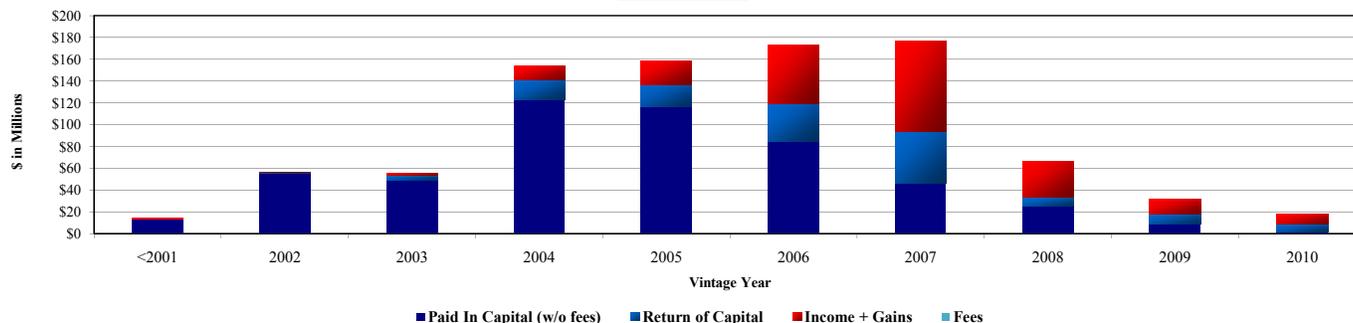
## Private Equity Fund of Funds Portfolio Statistics - Brinson 2001-2005 (3/31/10)

Fund Vintage Year:	2001 - 2005 Client Commitment:	\$9,905,418	<b>Breakdown by Current Market Value:</b>
Assets Committed to the FoF:	\$193,650,324 Client Capital Called:	\$8,879,681	LBO 54.5%
Assets Committed to the underlying:	\$193,650,324 Client Capital Distributed:	\$5,695,217	Direct 0.0%
Number of Funds Committed to:	103 Client Current Balance:	\$7,601,446	Distressed 0.1%
Total Fund Size GAV:	\$193,650,324 % Ownership:	N/A	Mezzanine 2.6%
Capital Called in Dollars:	\$173,597,188		Multi-Strategy 0.0%
Capital Distributed in Dollars:	\$111,341,063		Secondary 3.3%
Annualized IRR SI (Gross):	11.2%		Venture 25.9%
Annualized IRR SI (Net):	8.5%		Other* 9.6%
			<b>Total 96.0%</b>

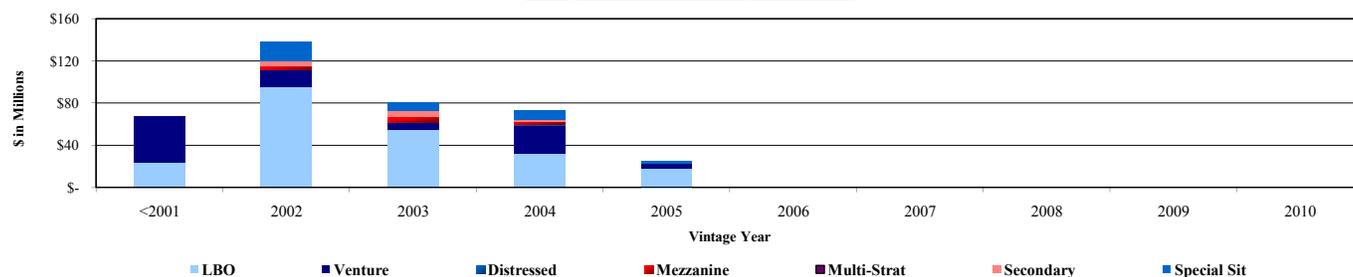
### Top Ten Funds by Market Value

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	\$14,310,145	\$6,138,680	\$20,289,825	5.26%
2 Resolute Fund	LBO	2002	\$18,000,000	\$16,690,879	\$6,927,131	\$19,953,744	5.18%
3 Warburg Pincus Private Equity VIII	Venture Capital	2001	\$15,702,718	\$15,702,718	\$14,867,537	\$14,141,097	3.67%
4 Brockway Moran & Partners Fund II	LBO	2002	\$15,055,550	\$13,667,428	\$7,849,995	\$14,009,379	3.63%
5 J.W. Childs Equity Partners III	LBO	2002	\$15,638,000	\$15,050,931	\$10,619,234	\$12,300,641	3.19%
6 Madison Dearborn Capital Partners IV	LBO	2000	\$15,055,550	\$14,568,504	\$13,055,086	\$11,988,225	3.11%
7 Summit Ventures VI-A	LBO	2001	\$17,062,900	\$17,062,889	\$14,287,122	\$11,349,249	2.94%
8 Banc Fund VI	Special Situations	2002	\$16,210,000	\$16,210,000	\$4,007,107	\$10,112,312	2.62%
9 Lake Capital Partners	LBO	2002	\$18,000,000	\$16,683,996	\$7,936,358	\$10,079,792	2.62%
10 Nordic Capital V	LBO	2003	\$5,702,621	\$6,292,491	\$2,433,163	\$9,642,795	2.50%
<b>Total</b>			<b>\$151,482,889</b>	<b>\$146,239,981</b>	<b>\$88,121,414</b>	<b>\$133,867,059</b>	<b>34.7%</b>

#### Fund Cash Flows



#### Vintage Year Diversification (Market Value)



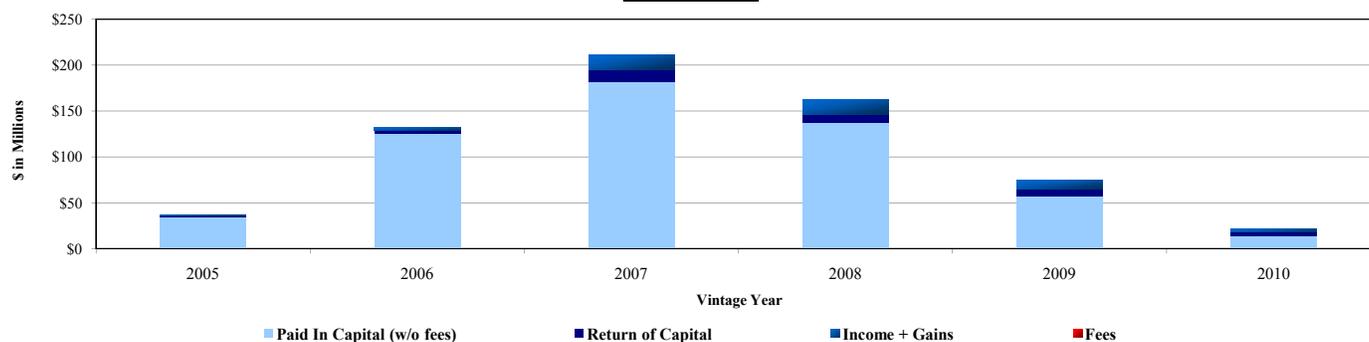
## Private Equity Fund of Funds Portfolio Statistics - ASP 2005 U.S. (3/31/10)

Fund Vintage Year:	2005-2009 Client Commitment:	\$7,000,000	<b>Breakdown by Current Market Value:</b>
Assets Committed to the FoF:	\$808,868,070 Client Capital Called:	\$4,753,000	LBO 43.92%
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:	\$4,089,802	Distressed 3.93%
Total Fund Size GAV:	\$808,868,070 % Ownership	0.87%	Mezzanine 2.23%
Capital Called in Dollars:	\$549,221,423		Multi-Strategy 0.00%
Capital Distributed in Dollars:	\$41,000,000		Secondary 16.09%
Annualized IRR SI (Gross):	0.38%		Venture 17.85%
Annualized IRR SI (Net):	-2.57%		Other* 15.96%

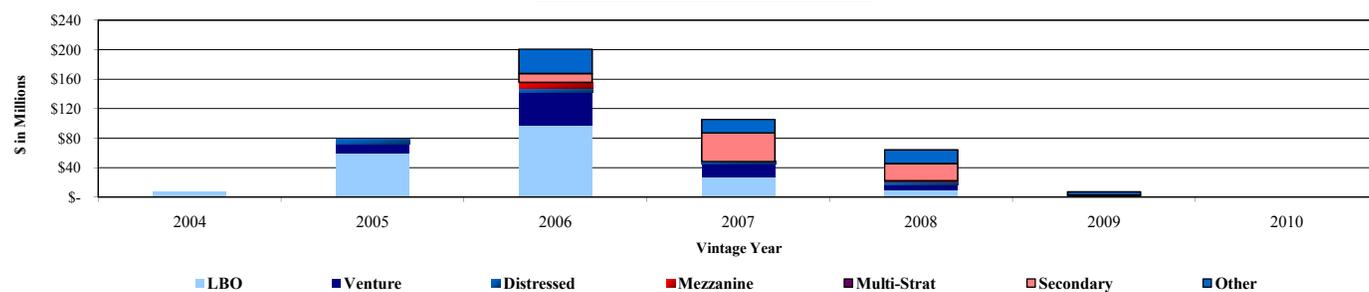
### Top Ten Funds by Market Value

Fund	Type	Vintage Year	Total Commitment	Total Investment	Total Distribution	Fair Market Value	% of Portfolio
1 Warburg Pincus IX Prim	Other*	2005	\$18,493,380	\$18,493,380	\$2,931,608	\$18,750,338	4.05%
2 Project Twin Cities	Secondary	2007	\$27,274,351	\$25,392,309	\$8,476,301	\$18,204,525	3.93%
3 Birch Hill III Prim	LBO	2005	\$11,909,593	\$12,105,267	\$1,242,673	\$14,139,603	3.05%
4 Project Denton	Secondary	2006	\$21,947,935	\$19,950,955	\$5,839,088	\$13,206,145	2.85%
5 Project Roadrunner	Secondary	2006	\$24,441,190	\$23,459,942	\$8,722,577	\$13,144,897	2.84%
6 Thoma Cressey VIII Prim	LBO	2006	\$11,710,440	\$11,230,311	\$0	\$12,875,753	2.78%
7 First Reserve XI Prim	LBO	2006	\$15,124,881	\$11,517,843	\$515,866	\$11,837,000	2.56%
8 Fortress IV Prim	Other*	2006	\$15,124,882	\$14,995,491	\$26,844	\$11,101,819	2.40%
9 TA X Prim	LBO	2006	\$15,124,882	\$14,444,263	\$1,739,362	\$10,838,902	2.34%
10 Vestar Capital V Prim	LBO	2005	\$12,328,920	\$9,376,413	\$834,231	\$10,563,187	2.28%
<b>Total</b>			<b>\$173,480,454</b>	<b>\$160,966,175</b>	<b>\$30,328,550</b>	<b>\$134,662,168</b>	<b>29.1%</b>

#### Fund Cash Flows



#### Vintage Year Diversification (Market Value)



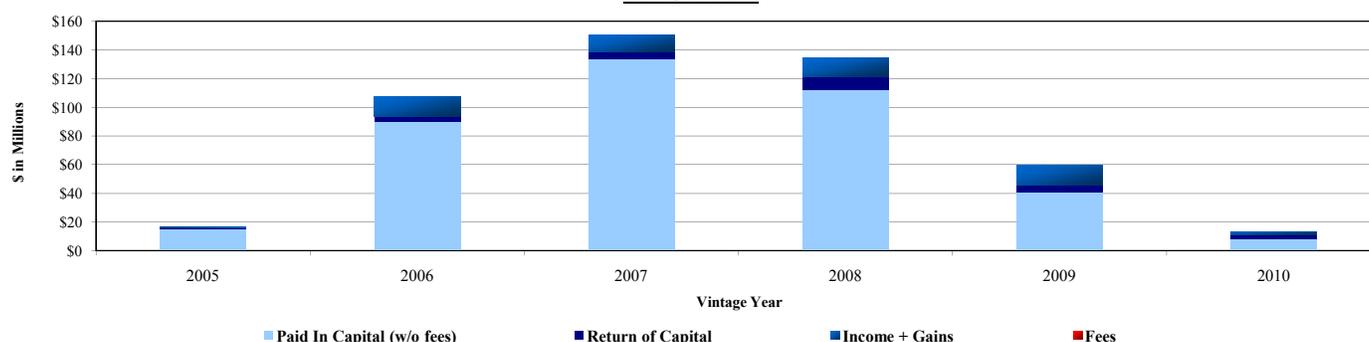
## Private Equity Fund of Funds Portfolio Statistics - ASP 2005 Non-U.S. (3/31/10)

Fund Vintage Year:	2005-2009	Client Commitment:	\$3,000,000	<b>Breakdown by Current Market Value:</b>	
Assets Committed to the FoF:	\$528,311,880	Client Capital Called:	\$2,311,500	LBO	52.03%
Assets Committed to the underlying:	\$528,311,880	Client Capital Distributed:	\$293,189	Direct	0.00%
Number of Funds Committed to:	77	Client Current Balance:	\$2,029,958	Distressed	2.58%
Total Fund Size GAV:	\$528,311,880	% Ownership	0.57%	Mezzanine	0.93%
Capital Called in Dollars:	\$407,064,309			Multi-Strategy	0.00%
Capital Distributed in Dollars:	\$52,000,000			Secondary	7.49%
Annualized IRR SI (Gross):	3.30%			Venture	26.30%
Annualized IRR SI (Net):	0.21%			Other*	10.67%

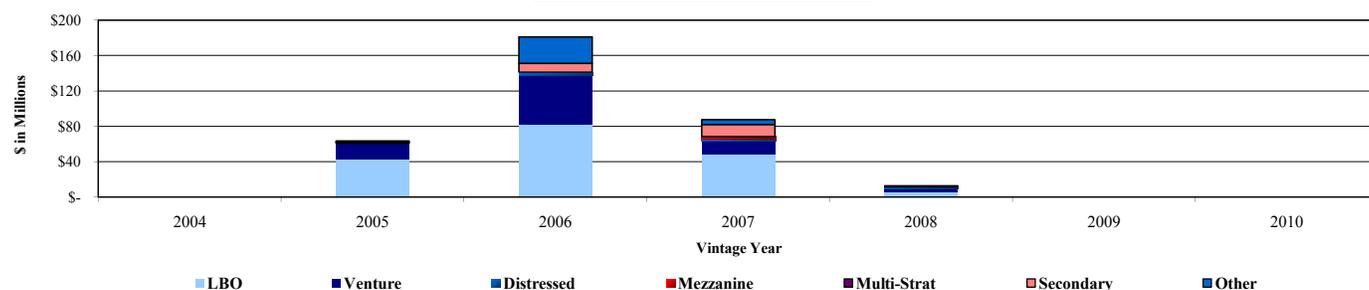
### Top Ten Funds by Market Value

Fund	Type	Vintage Year	Total Commitment	Total Investment	Total Distribution	Fair Market Value	% of Portfolio
1 Nordic Capital VI	LBO	2006	\$20,591,373	\$22,323,576	\$0	\$19,740,269	5.71%
2 Navis Asia Fund IV	LBO	2005	\$12,045,960	\$12,045,960	\$2,309,483	\$16,945,539	4.90%
3 ChrysCapital IV	Venture Capital	2006	\$13,900,000	\$13,900,000	\$5,004,000	\$15,296,988	4.43%
4 CDH China Growth Capital Fund II	Venture Capital	2005	\$4,274,492	\$3,522,531	\$1,795,844	\$13,764,882	3.98%
5 BC European Capital VIII	LBO	2005	\$14,166,185	\$10,182,474	\$127,187	\$11,984,354	3.47%
6 Altor Fund II	LBO	2006	\$11,472,816	\$12,284,706	\$0	\$11,429,358	3.31%
7 Pacific Equity Partners III	LBO	2006	\$8,719,298	\$8,370,117	\$1,215,454	\$11,073,480	3.21%
8 L Capital Fund II	LBO	2006	\$13,971,620	\$12,337,846	\$3,464,100	\$10,545,897	3.05%
9 Palamon European Equity II	LBO	2005	\$13,397,616	\$11,111,156	\$0	\$10,260,018	2.97%
10 Charterhouse Capital Partners VIII	LBO	2006	\$15,367,401	\$14,071,907	\$0	\$9,590,908	2.78%
<b>Total</b>			<b>\$127,906,761</b>	<b>\$120,150,272</b>	<b>\$13,916,067</b>	<b>\$130,631,693</b>	<b>37.8%</b>

#### Fund Cash Flows



#### Vintage Year Diversification (Market Value)



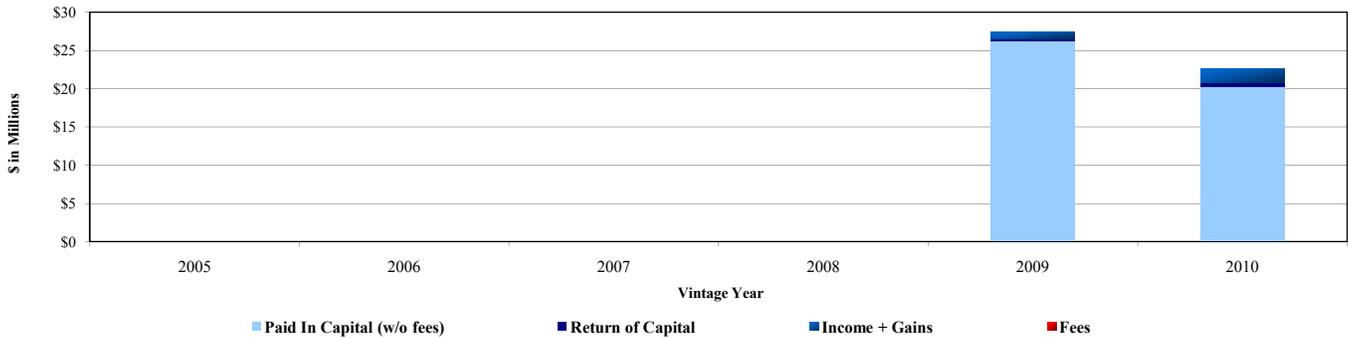
## Private Equity Fund of Funds Portfolio Statistics - ASP 2009 U.S. (3/31/10)

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: \$1,462,500	LBO 0.00%
Assets Committed to the underlying: \$198,031,706	Client Capital Distributed: \$0	Direct 0.00%
Number of Funds Committed to: 27	Client Current Balance: \$1,597,690	Distressed 0.00%
Total Fund Size GAV: \$887,850,953	% Ownership: 1.7%	Mezzanine 0.00%
Capital Called in Dollars: \$86,565,474	Client IRR SI (Gross): 59.4%	Multi-Strategy 0.00%
Capital Distributed in Dollars: \$0	Client IRR SI (Net): 18.9%	Secondary 78.12%
		Venture 20.31%
		Other* 1.57%

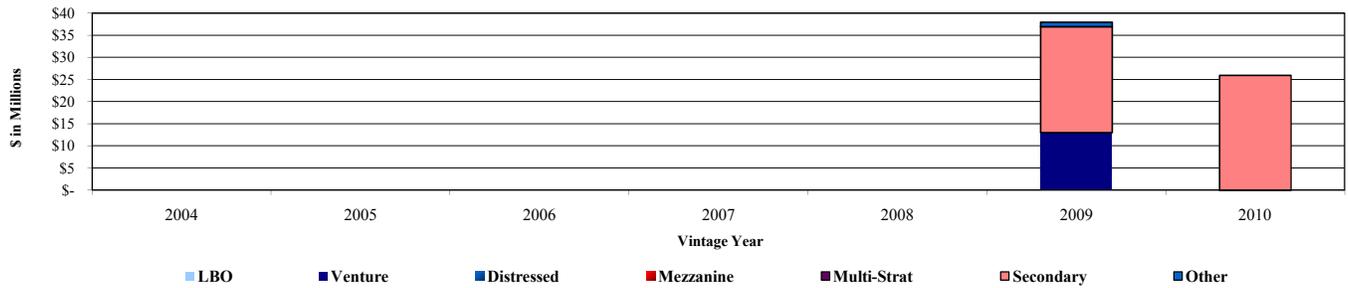
### Top Ten Funds by Market Value

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)



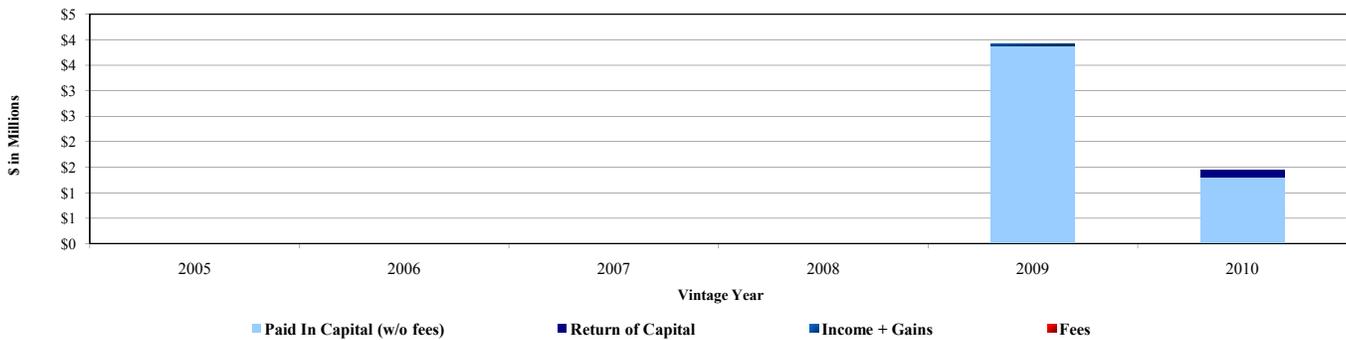
## Private Equity Fund of Funds Portfolio Statistics - ASP 2009 Non-U.S. (3/31/10)

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:	\$184,500	LBO	18.83%
Assets Committed to the underlying:	\$56,418,986	Client Capital Distributed:	\$0	Direct	0.00%
Number of Funds Committed to:	8	Client Current Balance:	\$115,020	Distressed	0.00%
Total Fund Size GAV:	\$692,440,372	% Ownership	1.3%	Mezzanine	0.00%
Capital Called in Dollars:	\$14,195,029	Client IRR SI (Gross):	18.8%	Multi-Strategy	0.00%
Capital Distributed in Dollars:	\$0	Client IRR SI (Net):	-37.7%	Secondary	68.42%
				Venture	12.76%
				Other*	0.00%

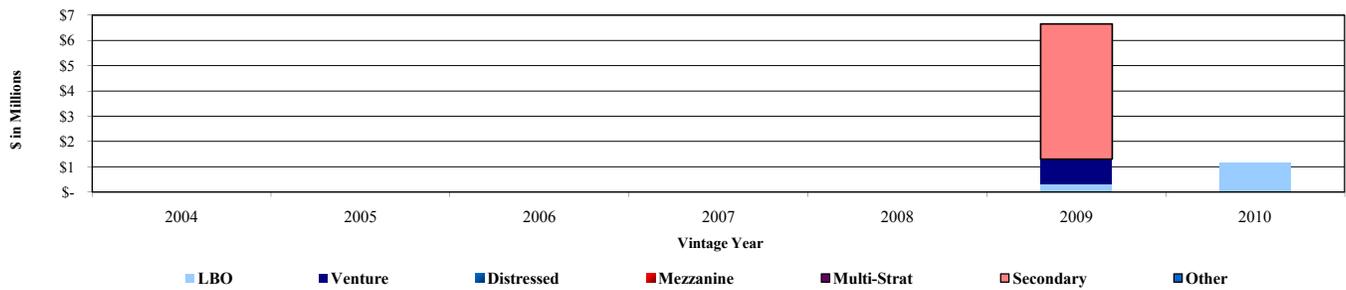
### Top Ten Funds by Market Value

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)



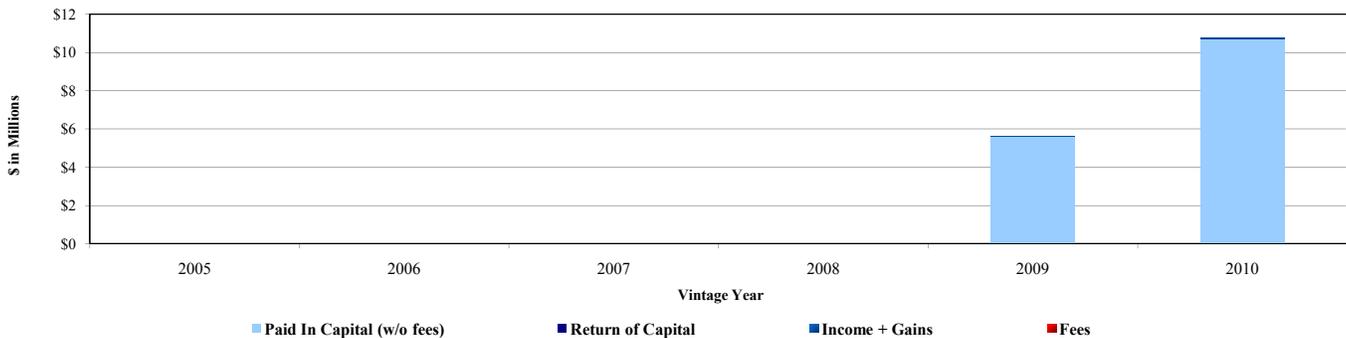
## Private Equity Fund of Funds Portfolio Statistics - ASP 2009 Non-U.S. Emerging (3/31/10)

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:	\$136,500	LBO
Assets Committed to the underlying:	\$104,599,421	Client Capital Distributed:	\$0	Direct
Number of Funds Committed to:	7	Client Current Balance:	\$115,211	Distressed
Total Fund Size GAV:	\$527,202,370	% Ownership:	1.4%	Mezzanine
Capital Called in Dollars:	\$23,386,209	Client IRR SI (Gross):	22.4%	Multi-Strategy
Capital Distributed in Dollars:	\$0	Client IRR SI (Net):	-32.0%	Secondary
				Venture
				Other*

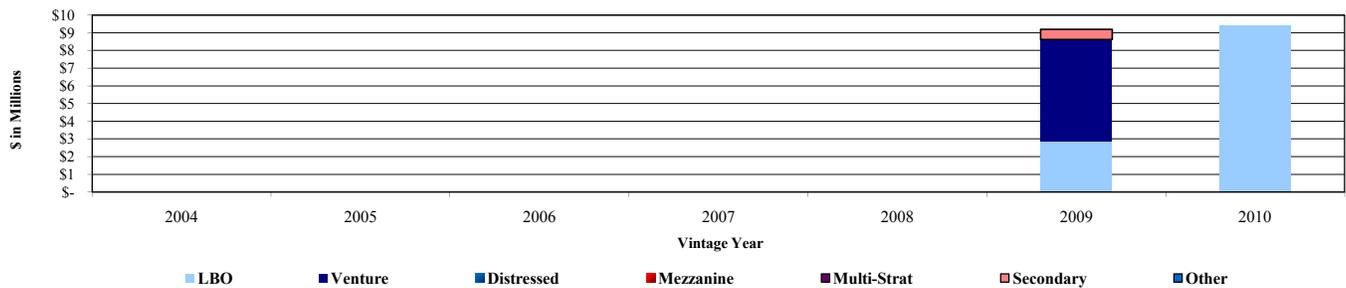
### Top Ten Funds by Market Value

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)



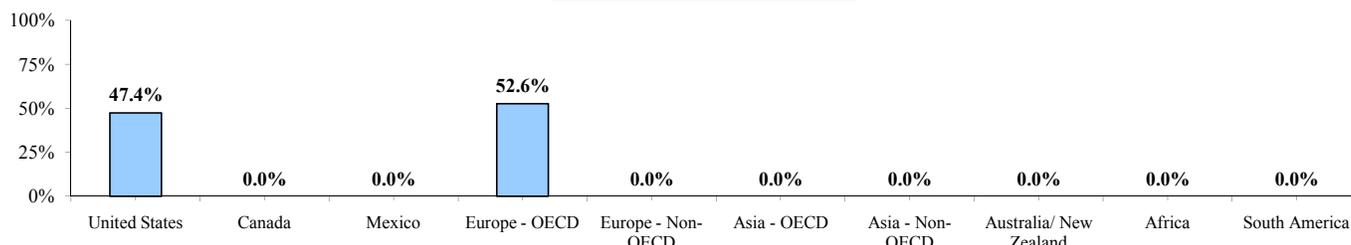
## Infrastructure Portfolio Statistics -IFM (6/30/10)

				Current or Realized MV	% of Portfolio
Fund Vintage Year:	2009	Assets in Portfolio	8	\$539,200,000	100.0%
Total Size of Fund:	\$531,100,000	Active Assets in Portfolio	8	\$539,200,000	100.0%
% of Capital Called:	100.0%	Assets Realized	0	\$0	0.0%
Total Fund GAV:	\$539,200,000	Assets Written Off	0	\$0	0.0%
Total Fund NAV:	\$561,900,000	Assets Written Down	0	\$0	0.0%
Client Commitment:	\$60,000,000	Assets Written Up	0	\$0	0.0%
Client % Ownership of Fund:	11.2%				
Paid-In / Distributed Capital	0%				

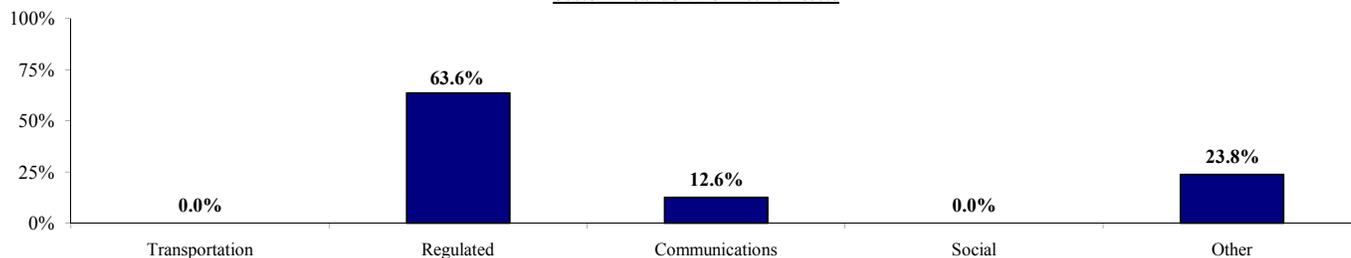
### Active Assets

Holding	Sector	Location	Initial Investment Date	Total Investment	Total Distribution	Fair Market Value	% of Portfolio
1 Arqiva Limited	Communication	UK	December-04	\$465.5 million	\$105.1 million	\$355.4 million	12.32%
2 Wales and West Utilities	Regulated	UK	May-05	\$110.4 million	\$30.3 million	\$96.4 million	3.34%
3 Anglian Water Group	Regulated	UK	October-06	\$630.6 million	\$217.3 million	\$575.9 million	19.97%
4 Dalkia Lodz SA	Regulated	Poland	March-06	\$142.9 million	\$32.7 million	\$224.9 million	7.80%
5 Duquesne Light Holdings	Regulated	US	July-06	\$298.9 million	\$57.8 million	\$261.3 million	9.06%
6 Colonial Pipeline Company	Regulated	US	February-07	\$426.2 million	\$37.0 million	\$403.2 million	13.98%
7 North American Energy Alliance	Electricity Generation	US	May-08	\$922.4 million	\$0.0 million	\$668.4 million	23.17%
8 50Hertz Transmission	Regulated	Germany	May-10	\$236.3 million	\$0.0 million	\$227.4 million	7.88%
<b>Total</b>				<b>\$2,996.9</b>	<b>\$480.2</b>	<b>\$2,585.5</b>	<b>97.5%</b>

### Country Breakdown of Active Assets



### Sector Breakdown of Active Assets



### Client's Historic Net Cash Flow Data

	2005	2006	2007	2008	2009	2010
Paid-In Capital	\$0	\$0	\$0	\$0	\$0	-\$60,000,000
Return of Capital	\$0	\$0	\$0	\$0	\$0	\$0
Income + Gains	\$0	\$0	\$0	\$0	\$0	\$2,726,500
Fees	\$0	\$0	\$0	\$0	\$0	-\$75,186
Yearly Total	\$0	\$0	\$0	\$0	\$0	-\$57,348,686
<b>Cumulative Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>-\$57,348,686</b>

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

Asset Class	Investment Manager	Fee Schedule	Expense Ratio & Estimated Annual Fee <sup>1</sup>	Industry Average <sup>2</sup>
Core Fixed Income	J.P. Morgan	0.20% on the first \$100 million 0.15% on the Balance	0.17% \$546,446	0.24%
Core Fixed Income Large-Cap Core Equity	Mellon Capital - Non Lending	0.04% on the first \$200 million 0.02% on the Balance	0.03% \$113,804	0.08%
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	0.25% \$215,597	0.51%
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	0.79% \$421,823	0.68%
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	0.55% \$265,204	0.78%
Small-Cap Value Equity	AQR	1.00% on the first \$25 million 0.85% on the next \$50 million 0.75% on the Balance	0.93% \$447,274	0.95%
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	0.66% \$317,719	0.95%
International Core	Barings	0.75% on the Balance	0.75% \$833,963	0.68%
International Value	GMO Large Cap Value	0.67% on the Balance	0.67% \$718,635	1.04%
International Small Core	GMO Intl Small Companies	0.75% on the Balance	0.75% \$466,050	1.04%
Emerging Markets	Barings	0.75% on the Balance	0.75% \$460,603	0.92%
Long/Short Equity	ABS	0.85% on the Balance	0.85% \$788,932	1.37%
Long/Short Equity	K2	0.90% on the Balance	0.90% \$802,565	1.37%
Real Estate Core	Morgan Stanley	0.90% on the Balance	0.90% \$675,000	1.03%
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	0.65% \$303,945	0.70%
Infrastructure	IFM	1.25% on the first \$250 million 1.15% on the next \$250 million 1.00% on the Balance	1.25% \$843,092	1.80%
Cash Overlay	BNY Beta	0.025% on the notional value	0.025% \$10,305	
<b>Total Investment Management Fees</b>			<b>0.45%</b> <b>\$8,230,956</b>	<b>0.59%</b>

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

Commission Recapture	Various		<b>-\$20,553</b>
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<b>Total Fund</b>			<b>0.46%</b> <b>\$8,260,403</b>
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1 Expense Ratio & Estimated Annual Fee are Based on Market Value at Quarter End.

2 Source: 2010 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.