

Stable Value Fund Update

September 22, 2008

The financial markets during the first couple of weeks of September have been tumultuous. Lehman Brothers has filed for Chapter 11 bankruptcy protection, Bank of America has agreed to buy Merrill Lynch (subject to approval), U.S. Department of Treasury (Treasury) placed Fannie Mae and Freddie Mac into conservatorship and companies like AIG and Washington Mutual are facing enormous financial pressure. We, at Advised Assets Group, LLC (AAG), have prepared the following answers to address some of the questions that are being asked in regards to the Milwaukee County Stable Value Fund.

Q. What types of holdings underlie the Milwaukee County Stable Value Fund?

The Milwaukee County Stable Value Fund may only invest in those assets that are part of the approved investment guidelines adopted by County of Milwaukee. Those investments are comprised of:

- U.S. Treasury Securities
- U.S. Agency Securities
- Mortgage-backed securities issued by GNMA (Ginnie Mae), FNMA (Fannie Mae) or FHLMC (Freddie Mac)
- Collateralized mortgage obligations secured by GNMA, FNMA or FHLMC securities
- Instruments of Commercial Banks domiciled in the U.S. and 100% guaranteed by the Federal Deposit Insurance Corporation (FDIC)
- Corporate obligations having a minimum rating of A or better

Q. What's the breakdown of these holdings?

As of June 30, 2008 the Milwaukee County Stable Value Fund was comprised of:

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|---|-------|
| • FHLMC (Freddie Mac) | 40.9% |
| • FNMA (Fannie Mae) | 37.7% |
| • GNMA (Ginnie Mae) | 1.0% |
| • Asset-Backed Securities | 12.7% |
| • Commercial Mortgage-Backed Securities | 0.1% |
| • Corporate Bonds | 4.6% |
| • Cash/Short Term | 3.0% |

Q. What are the ratings of those holdings?

As of June 30, 2008 the portfolio had an average rating of AAA.

Q. Since a large portion of the holdings are FHLMC and FNMA, what is the impact of Treasury placing them in conservatorship?

The Federal Housing Finance Agency (FHFA) took over the management of the two companies. Timely payment of principal and interest on the senior and subordinated debt and agency mortgage-backed securities is ensured by the FHFA. While not providing an explicit guarantee, the Treasury will provide support through capital infusion, thereby eliminating capital adequacy

concerns and creating a financial facility as a liquidity backstop to Fannie Mae and Freddie Mac. As a result of these actions, all of the FHLMC and FNMA holdings in the Milwaukee County Stable Value Fund continue to be rated AAA.

Q. What about transferring out of the Milwaukee County Stable Value Fund?

You may transfer any portion of your account balance in the Fund to any other investment option offered by your plan at any time with no restrictions or penalties.

Q. Is there any exposure to AIG, Lehman Brothers or Washington Mutual?

No. The Stable Value Fund does not have any exposure to these companies.

Q. What backs the Milwaukee County Stable Value Fund?

The Milwaukee County Stable Value Fund is backed by the underlying assets in the fund and additionally Great-West Life & Annuity Insurance Company (Great-West) provides a book value wrapper, which provides for participant directed transfers to be conducted at book value. Book Value is the total of (principal plus accrued interest) less (any distributions plus net transfers).

Q. How sound is Great-West?

Great-West is rated by a number of nationally recognized rating agencies. The ratings represent the opinion of the rating agencies regarding the financial strength of Great-West and its ability to meet ongoing obligations to our policyholders.

A.M. Best Company, Inc.	A+ ¹
Fitch Ratings	AA+ ²
Moody's Investors Service	Aa3 ³
Standard & Poor's Ratings Services	AA ²

¹ Superior (highest of 10 categories)

² Very Strong (second highest of nine categories)

³ Excellent (second highest of nine categories)

* Information derived from a variety of financial publications and economic reporting companies, including the Wall Street Journal, Moody's, S&P, CNNMoney, etc.

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