

PERFORMANCE REVIEW



AS OF SEPTEMBER 30, 2011

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Glossary



EXECUTIVE SUMMARY

for the quarter ended September 30, 2011

TOTAL FUND PERFORMANCE

LACERA's Total Fund declined 8.4% in the third quarter and trailed its Policy Benchmark return of -7.9% by 50 basis points (bps). All asset classes except Real Estate and Private Equity

PERFORMANCE HIGHLIGHTS	
Total Fund:	-8.4%
Benchmark:	-7.9%
Underperformed:	50 bps

underperformed their respective benchmarks.

LACERA's U.S. Equity composite returned -15.8%, versus a 15.3% decrease in its benchmark. The 50 bps shortfall occurred as the majority of active managers

struggled and underperformed in the volatile market environment.

LACERA's Non-U.S. Equity composite fell 19.0% and lagged its benchmark return of -18.5% by 50 bps. All of the active managers underperformed except one emerging markets manager.

LACERA's Fixed Income Composite lagged its benchmark by 180 bps for the quarter. This was the result of underperformance of Core, Core Plus, and Opportunistic managers.

LACERA's Real Estate portfolio rose 4.9%, whereas its benchmark returned 3.9%, resulting in an outperformance of 100 bps. This was the first outperformance in five quarters for the asset class. LACERA's Private Equity portfolio also increased 4.9% and beat its benchmark's 2.1% return by 280 bps. As a reminder, short-term results are not meaningful for either of these asset classes.

LACERA's Commodities Composite returned -11.6%, underperforming the index return of -11.3% by 30 bps. The fixed income collateral detracted from performance due to exposure to

corporate bonds and mortgage-backed securities. However, the composite benefited from active management of commodities exposure.

	3 rd Qtr	1 Yr	Annualized			
			3 Yrs	5 Yrs	7 Yrs	10 Yrs
U.S. Equity	-15.8%	0.8%	1.7%	-1.0%	2.7%	3.6%
Russell 3000 Index	-15.3	0.5	1.5	-0.9	2.7	3.5
Non-US Eq 50% Dev Mkt Hdg'd ¹	-19.0	-11.2	0.8	-1.3	5.2	7.1
Non-US Eq Cust. Hedged Index	-18.5	-11.0	0.8	-1.5	5.1	6.9
Fixed Income	1.1	4.6	10.3	7.0	6.2	6.5
F. I. Custom Index	2.9	4.8	8.4	6.6	5.8	6.0
Barclays U.S. Universal Index	2.9	4.8	8.2	6.4	5.6	5.9
Real Estate ²	4.9	11.5	-7.0	-1.7	4.5	6.1
NPI minus 25 bps	3.9	16.4	-2.8	3.2	7.2	7.4
Private Equity ²	4.9	26.4	7.5	13.9	17.1	11.5
P. E. Target Return	2.1	8.4	8.4	8.4	8.4	8.4
Commodities	-11.6	2.6	-3.5	--	--	--
DJ-UBS Commodity Index	-11.3	0.0	-5.7	--	--	--
Cash	0.0	0.5	2.3	2.1	2.6	2.4
Citigroup 6-Month T-Bill Index	0.0	0.2	0.4	1.9	2.3	2.1
Total Fund (Gross of Fees)	-8.4	1.7	3.4	2.4	5.7	6.3
Total Fund (Net of Fees)	-8.4	1.6	3.3	2.3	5.5	6.1
Total Fund Policy Benchmark	-7.9	0.7	3.6	2.7	5.5	6.4

See Glossary for all benchmark definitions.

¹ Passive 50% developed markets currency hedge implemented 7/30/10.

² One Quarter in arrears.



EXECUTIVE SUMMARY

for the quarter ended September 30, 2011

EQUITY MARKET REVIEW

Global equities had their worst quarterly decline since the 2008-2009 financial crisis. Investors turned extremely bearish and market volatility spiked over concerns about Europe's ongoing sovereign debt problems, the events surrounding the downgrade of U.S. debt by Standard & Poors, and weak economic data in the U.S. and other major countries.

PERFORMANCE HIGHLIGHTS	
U.S. Equity:	-15.8%
Benchmark:	-15.3%
Underperformed: 50 bps	
Non-U.S. Equity:	-19.0%
Benchmark:	-18.5%
Underperformed: 50 bps	

U.S. second quarter GDP came in below forecasts at 1.3%, and first quarter GDP was revised down to 0.4%. Soft economic data in Germany and France also worried investors, along with questions about major European banks' exposures to Greek debt. Markets in the Pacific region declined but to a lesser degree than those in

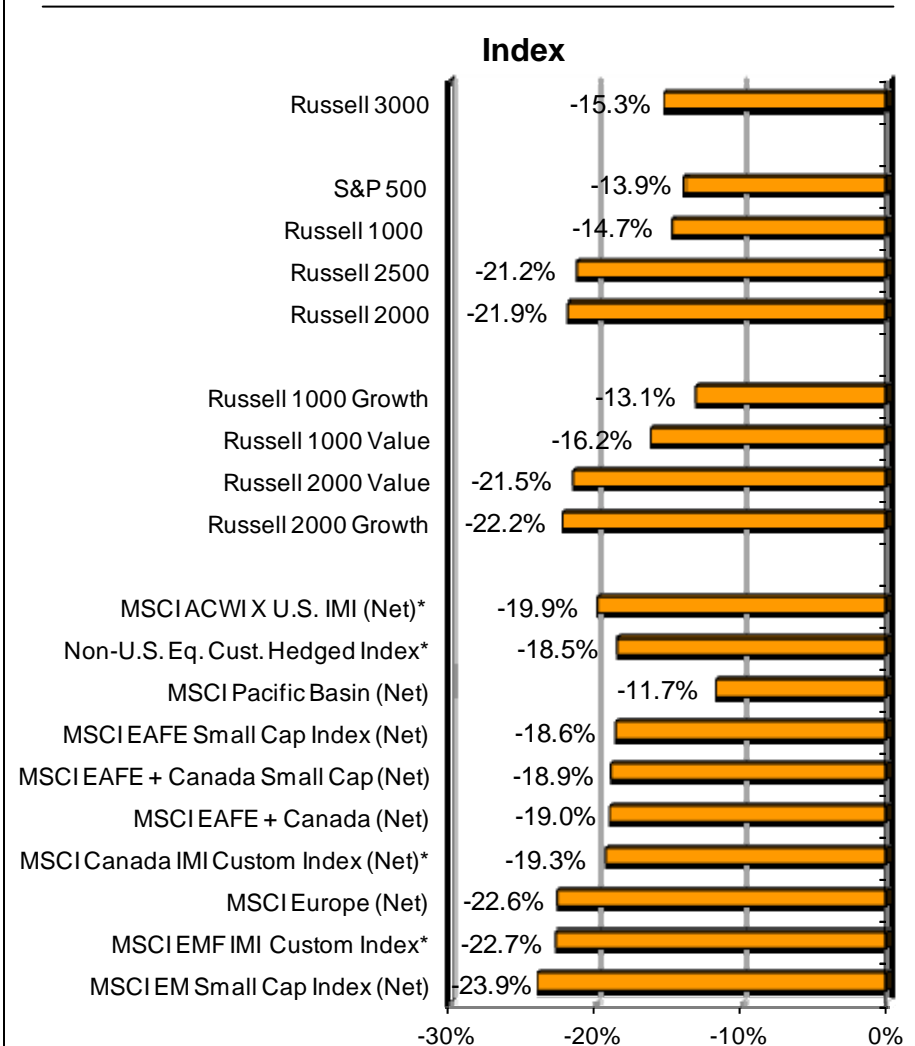
Europe and North America. Emerging markets were hit hard due to increased risk aversion and concern about a slowing overall global economy.

LACERA's U.S. equity benchmark, the Russell 3000 Index, returned -15.3%. Small capitalization (cap) stocks fared much worse than large cap. The small cap Russell 2000 Index declined 21.9% whereas the large cap Russell 1000 Index fell 14.7%. Amongst large cap stocks, growth performed a few percentage points better than value. However, for small cap stocks, value slightly outperformed growth.

Non-U.S. equity markets, as represented by the MSCI ACWI ex-U.S. IMI Index (unhedged), fell 19.9%. Europe was down 22.6% and was the worst performing region. The Pacific Index, with a -11.7% return, held up marginally better, helped by strength in the Japanese yen. Canada fell 19.3%, and emerging markets were down 22.7%; these markets were affected by weakening commodity prices and currencies.

After several quarters of decline, the U.S. dollar (USD) strengthened in the third quarter against most major currencies. The USD gained 8.3% versus the Euro, 3.0% versus the British Pound, and 9.0% versus the Canadian Dollar. One notable exception was the Japanese Yen, against which the USD weakened

4.4%. For the quarter, LACERA's passive 50% developed markets currency hedge into USD returned 1.9%.



³ LACERA's passive 50% developed markets currency hedge was implemented 7/30/10.

* See Glossary.



EXECUTIVE SUMMARY

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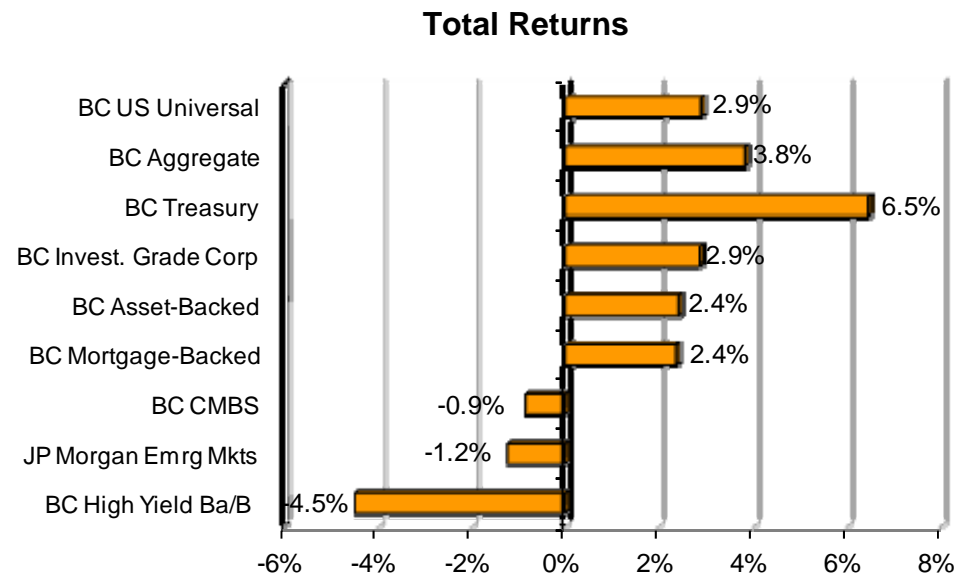
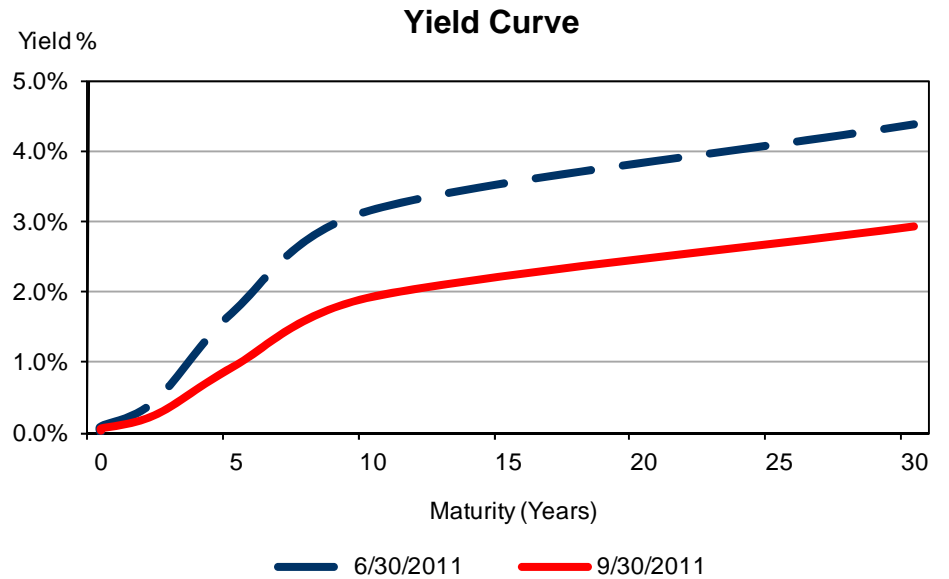
FIXED INCOME MARKET REVIEW

The U.S. fixed income market continued its rally as the Barclays U.S. Universal Index, the broadest measure of the U.S. bond market, posted a return of 2.9% for the quarter. The market generated strong returns due to continued concerns about poor global economic growth and Europe's accelerating debt crisis. These macroeconomic fears led to a flight to quality which caused U.S. Treasury yields to reach historically low levels. Paradoxically, Treasury yields declined despite a rating downgrade by S&P (from AAA to AA).

PERFORMANCE HIGHLIGHTS	
Fixed Income:	1.1%
Benchmark:	2.9%
Underperformed: 180 bps	

The Fed's Operation Twist, a \$400 billion program to sell short-term Treasuries and buy long-term Treasuries, succeeded in flattening the yield curve. The 30-year T-Bond yield declined 146 bps to 2.91%, while the 10-Year T-Note yield declined 124 bps to 1.92%. Although yields along the short to intermediate portion of the yield curve also fell, their decline was not as dramatic: 1-year yields dropped 8 bps to 0.10% and the 5-year yield fell 81 bps to 0.95%.

As a result, U.S. Treasuries were by far the best performing sector, generating a return of 6.5% for the quarter. Moreover, the portion of the Treasury index consisting of bonds with maturities greater than ten years registered an astounding 24.7% return. Investment-grade corporate bonds, ABS, and MBS trailed U.S. Treasuries but still generated positive returns ranging from 2.4% to 2.9%. Higher-risk sectors were hurt significantly by the market's flight to quality. High yield bonds performed the worst among riskier sectors as spreads widened greatly causing the high yield Ba/B Index to decline 4.5% during the quarter. Emerging Market debt was also hurt by investors' risk aversion and posted a return of -1.2%.





EXECUTIVE SUMMARY

for the quarter ended September 30, 2011

COMMODITIES MARKET REVIEW

The Dow-Jones UBS (DJ-UBS) Commodity Index had modest gains in July and August, but plummeted 14.7% in September, ending the quarter with an 11.3% loss. The sell-off reflected continuing concerns over slowing global economic growth, as well as monetary and fiscal difficulties in Europe and the U.S. A lower growth forecast for China added to the worries. The quarter's loss erased all gains from the three prior quarters in the DJ-UBS index, resulting in zero return for the trailing twelve months.

PERFORMANCE HIGHLIGHTS

Commodities: -11.6%
Benchmark: -11.3%

Underperformed: 30 bps

The decline in prices was widespread, as 15 of the 19 commodities in the index produced negative returns for the quarter. Gold was the best performing commodity, reaching an all-time high on August 22, and ending the quarter up 7.8%. The next best performing commodities, lean hogs and live cattle, generated 7.1% and 5.1% returns respectively on reduced supplies due to drought conditions. These led the **Livestock** sector to be the best performing sector of the DJ-UBS index for the quarter, gaining 5.9%.

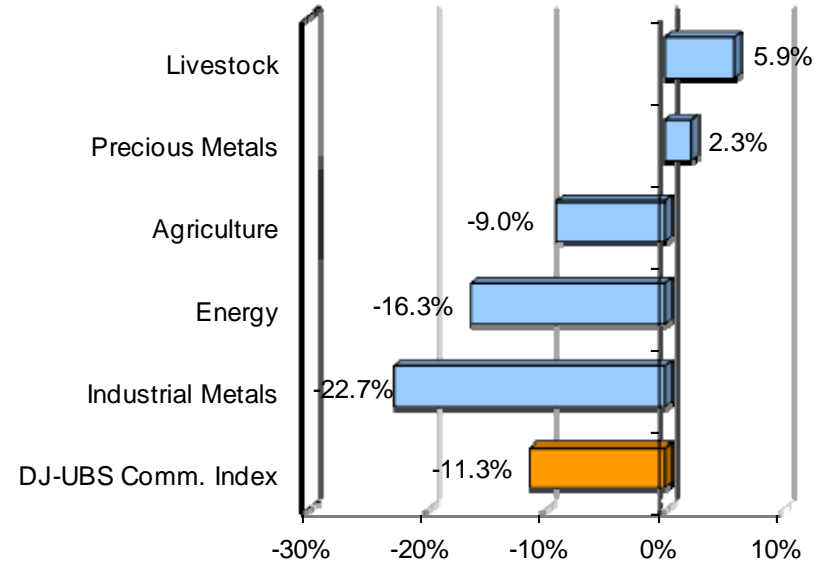
Given the sector's high correlation with global growth, **Industrial Metals** declined 22.7% for the quarter. This was the weakest sector in the index, reflecting the poor performance of copper, nickel, and zinc.

Energy, the index's largest sector, was down 16.3%. The more economically sensitive crude oil and natural gas prices decreased by 20% and 18%, respectively. Unleaded gas and heating oil prices, driven more by consumer demand, declined a more moderate 7% each.

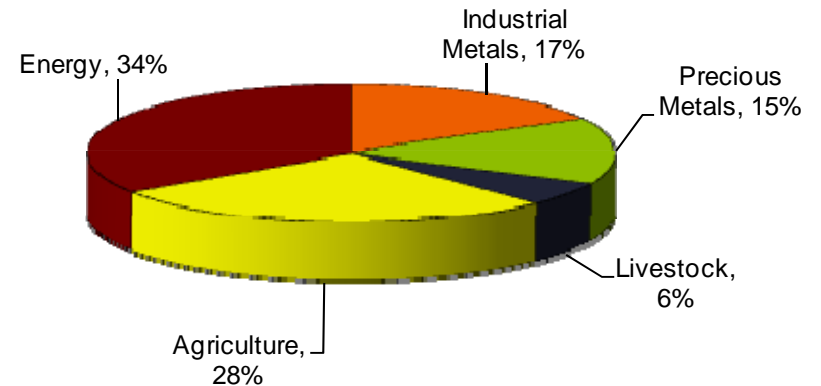
Agriculture, the second largest sector of the index, fell 9.0% due to 15% drops in both cotton and coffee. The declines were attributable to improved supply conditions.

Despite a negative return in September, **Precious Metals** eked out a slight gain of 2.3% for the quarter, due to a 7.8% return from gold.

DJ-UBS Commodity Index Returns



DJ-UBS Commodity Index Sector Weights





EXECUTIVE SUMMARY

for the quarter ended September 30, 2011

EQUITY MANAGER REVIEW

Large Cap

Most of LACERA's large cap managers were unable to deliver positive excess returns amidst the broad market sell-off. Underperformance was contained somewhat as most managers were already positioned defensively for slowing late-cycle economic growth and defensive sectors sold off less than cyclical ones.

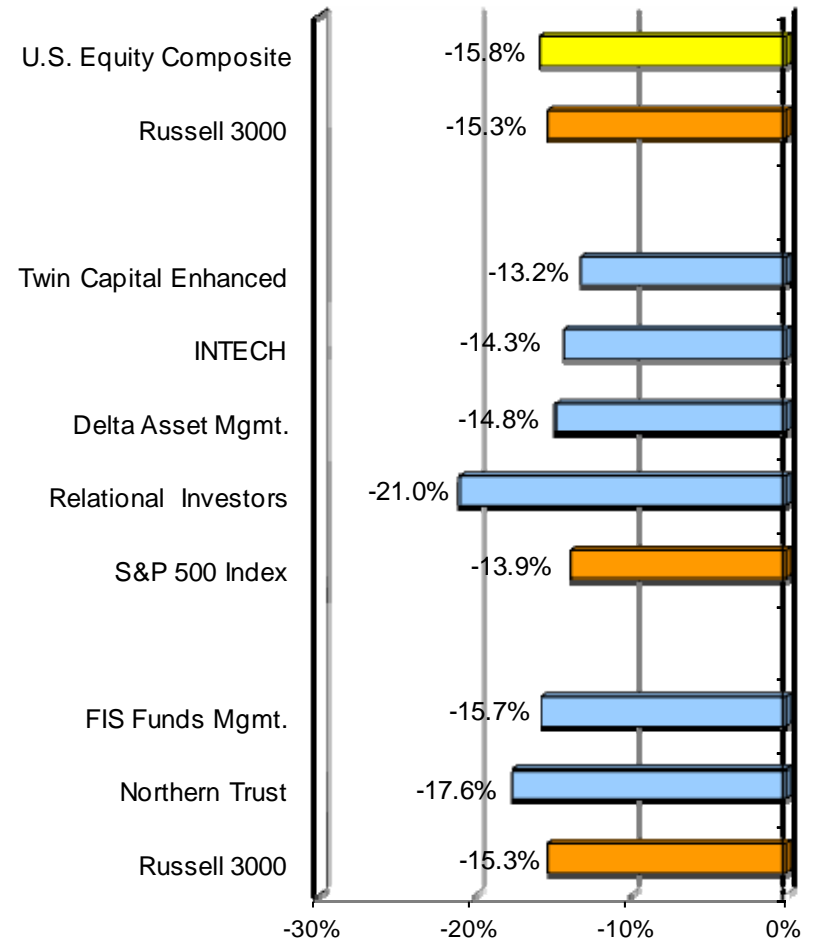
Twin, one of the two quantitative managers, was the only large cap manager to beat its benchmark. Stock selection in financials, information technology, and health care drove the 70 bps of outperformance. Intech, the other quant manager, trailed its index by 40 bps due to stock selection in the information technology, consumer discretionary, and health care sectors.

Delta lagged its benchmark by 90 bps due to both the portfolio's underweight to the utilities sector and stock selection in industrials and materials. Relational, LACERA's large cap activist manager, underperformed by 710 bps. Performance was hurt by the portfolio's holdings in the energy, financials, materials, and industrials sectors.

Both of LACERA's emerging manager fund-of-funds advisors underperformed. FIS' shortfall of 40 bps was mostly attributable to the sub-managers' energy and information technology holdings. Northern Trust trailed its index by 230 bps as the underlying managers' underweight to consumer staples, overweight to industrials, and stock selection in the information technology sector detracted.

One large cap manager performed outside its calculated performance band for the quarter: Delta (one observation below).

Large Cap





EXECUTIVE SUMMARY

for the quarter ended September 30, 2011

EQUITY MANAGER REVIEW (...cont.)

Small/Mid Cap

LACERA's small/mid cap managers also struggled in the volatile, sharply down market and delivered mixed results. Similar to the large cap managers, the small/mid cap managers were positioned for continued slow economic growth.

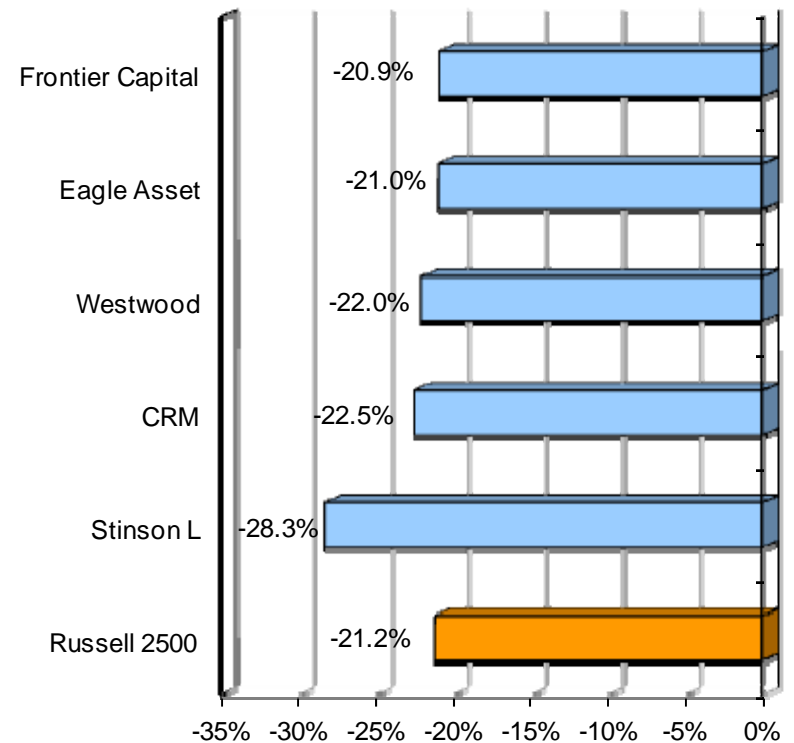
Nonetheless, Frontier was able to beat its benchmark by 30 bps. An overweight to, and stock selection in, health care more than offset a negative drag from an underweight to utilities. Eagle outperformed its index by 20 bps, primarily due to stock selection in the information technology sector.

Westwood underperformed by 80 bps. Negative contribution from stock selection in the industrials sector exceeded a positive contribution from stock selection in the information technology sector. CRM's shortfall of 130 bps was mostly attributable to stock selection in the financial, industrials, and information technology sectors.

Stinson L, LACERA's mid-cap activist manager, trailed its benchmark by 710 bps as a result of stock selection in the consumer discretionary, information technology, and financial sectors.

No small/mid cap managers were outside their calculated performance bands for the quarter.

Small/Mid Cap





EXECUTIVE SUMMARY

for the quarter ended September 30, 2011

EQUITY MANAGER REVIEW (...cont.)

Non-U.S.

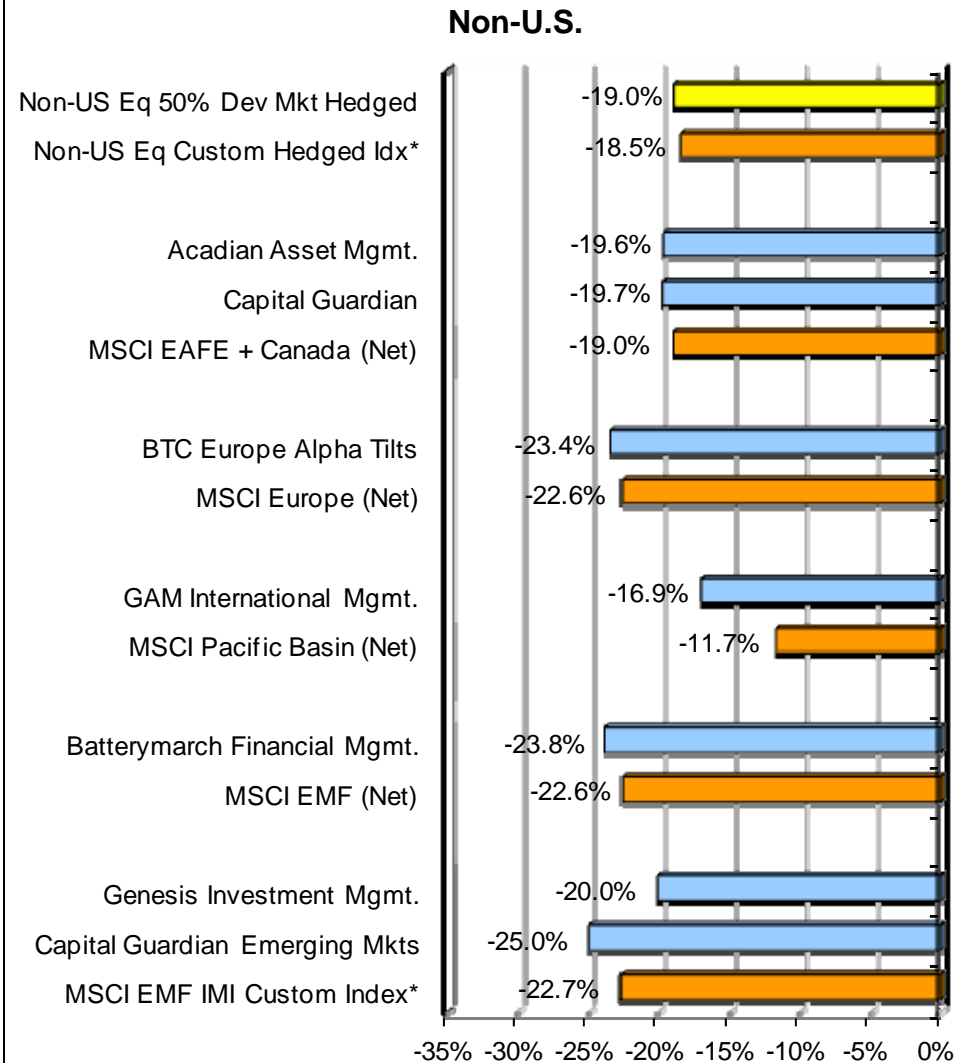
Global macroeconomic issues continued to weigh on markets in the third quarter as evidenced by double digit declines in virtually all non-U.S. equity markets. Active management proved to be a difficult task in this environment, as six of LACERA's seven active non-U.S. equity managers trailed their respective benchmarks.

Both EAFE+Canada managers trailed their benchmarks for the quarter – Acadian by 60 bps and Capital Guardian by 70 bps. Acadian's relative underperformance was a result of stock selection in the materials sector as well as in Germany and Canada. Capital Guardian's results were negatively affected by holdings in the financial sector, Japan, and the UK.

The BlackRock Europe Tilts portfolio trailed its benchmark by 80 bps due to stock selection in Switzerland and Germany. GAM's Pacific Basin portfolio had the largest relative underperformance, lagging its index by 520 bps. The results were attributable to a combination of stock choice and overweight positions within the financial and industrials sectors. A sizeable underweight to Japan, which was one of the better performing countries during the quarter, also detracted.

The Batterymarch and Capital Guardian emerging markets portfolios underperformed their benchmarks by 120 and 230 bps, respectively. Both portfolios suffered from stock choice in China, Russia, and the materials sector. For Capital Guardian, stock selection in consumer staples was an additional drag. Genesis was the only manager to beat its index, outpacing it by 270 bps. The result was mostly driven by stock selection in the information technology and energy sectors, and in South Korea and India.

One non-U.S. equity manager performed outside its calculated performance bands for the quarter: Capital Guardian Emerging Markets (one observation below).



* See Glossary.



EXECUTIVE SUMMARY

for the quarter ended September 30, 2011

FIXED INCOME MANAGER REVIEW

Core

Two of LACERA's core managers (Pugh and Wells) performed in-line with the benchmark while the other two (BlackRock and Dodge & Cox) trailed their benchmark.

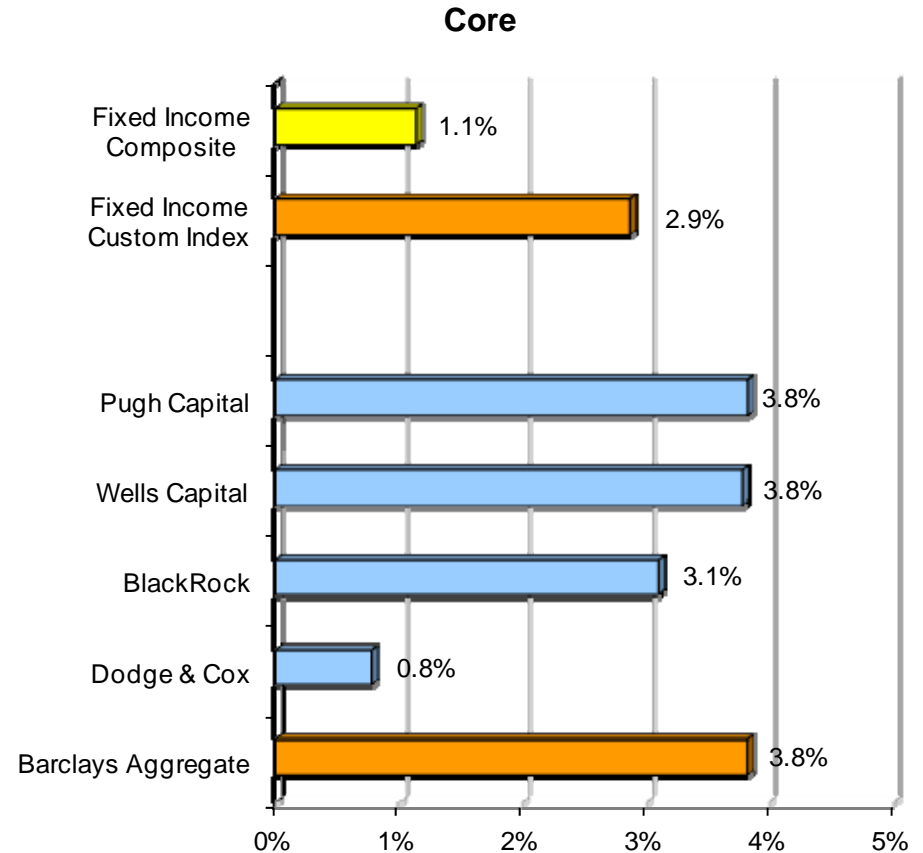
Security selection and an overweight in 10 to 30 year Treasuries contributed positively to Pugh's performance. However, sector selection detracted from their performance. Overweight positions in CMBS, MBS*, and Build America Bonds diminished returns.

Wells' performance was helped by superior security selection within Agency MBS, specifically within CMOs and ARMs*. However, an overweight to CMBS and the credit sector detracted from performance for the quarter.

BlackRock's 70 bps of underperformance was attributable to an overweight to CMBS and Non-Agency MBS, poor security selection within investment grade corporate bonds, and a shorter duration than the benchmark.

Dodge & Cox underperformed by 300 bps for the quarter as their portfolio was negatively impacted by an overweight to corporate bonds, particularly to the financial sector, an underweight to Treasuries, and a significantly shorter duration than the index.

For the quarter, Dodge & Cox was the only core manager outside their calculated performance band (one observation below).



* ARM = adjustable rate mortgage
 CMBS = commercial mortgage-backed security
 CMO = collateralized mortgage obligation
 MBS = mortgage-backed security



EXECUTIVE SUMMARY

for the quarter ended September 30, 2011

FIXED INCOME MANAGER REVIEW (...cont.)

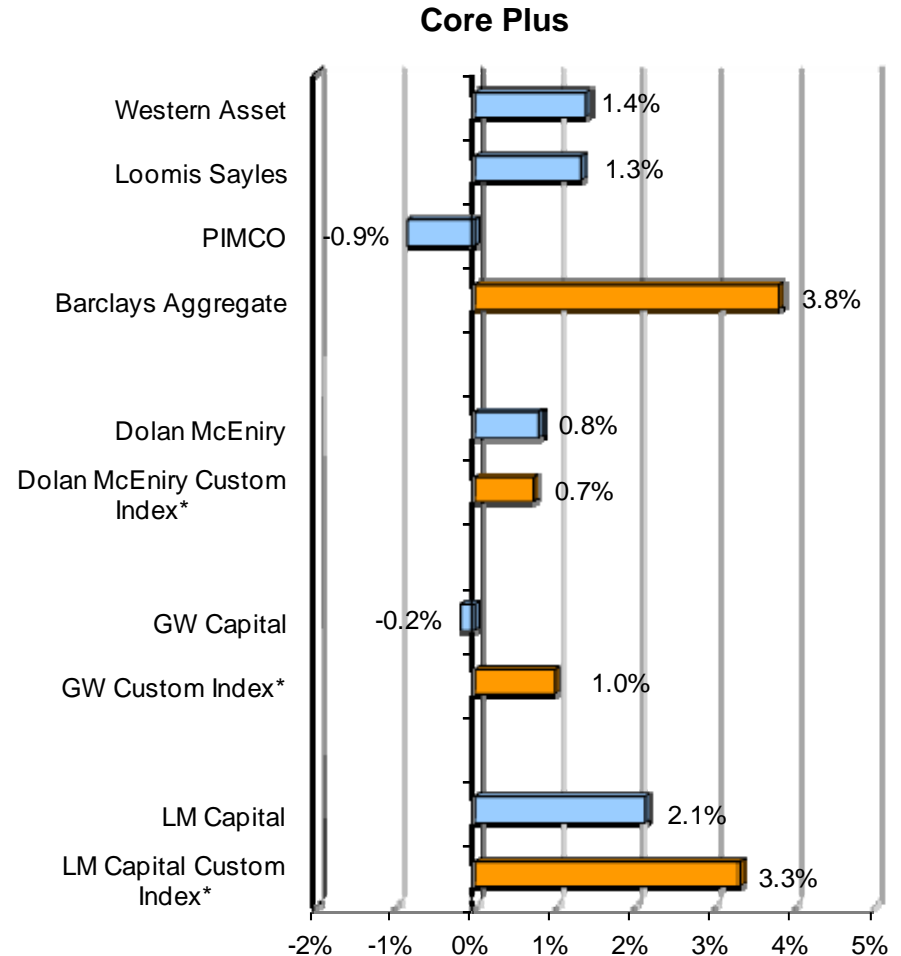
Core Plus

With the exception of Dolan McEniry, all core plus managers underperformed their respective benchmarks. Dolan McEniry's outperformance (10 bps relative to their custom index) was due to superior security selection in corporate bonds (investment grade and high yield). GW Capital and LM Capital underperformed their respective benchmarks by 120 bps. GW was impacted by an overweight to high yield bonds and convertible bonds, as well as exposure to the finance sector, the weakest segment of the investment-grade corporate bond market. LM's underweight to Treasuries and overweight to "plus" sectors (high yield, EMD and Non-Dollar) were the primary contributors to their underperformance.

Western Asset lagged the Barclays Aggregate by 240 bps due to out-of-benchmark exposures to non-Agency MBS, high yield bonds and EMD, an overweight to financials, and a shorter-than-benchmark duration. Loomis Sayles trailed the Aggregate Index by 250 bps primarily due to significant exposure to U.S. corporate bonds (investment grade and high yield), and overweights to CMBS and ABS.

PIMCO trailed its benchmark by 470 bps. About half of PIMCO's underperformance was attributable to their significantly shorter duration positioning, particularly their underweight to bonds with longer maturities. An overweight to high yield bonds, EMD, and investment-grade financials also hurt their performance.

The following managers were outside their calculated performance bands for the quarter: PIMCO (eight observations above and one below) and Loomis Sayles (one below).



* See Glossary.



EXECUTIVE SUMMARY

for the quarter ended September 30, 2011

FIXED INCOME MANAGER REVIEW (...cont.)

Opportunistic

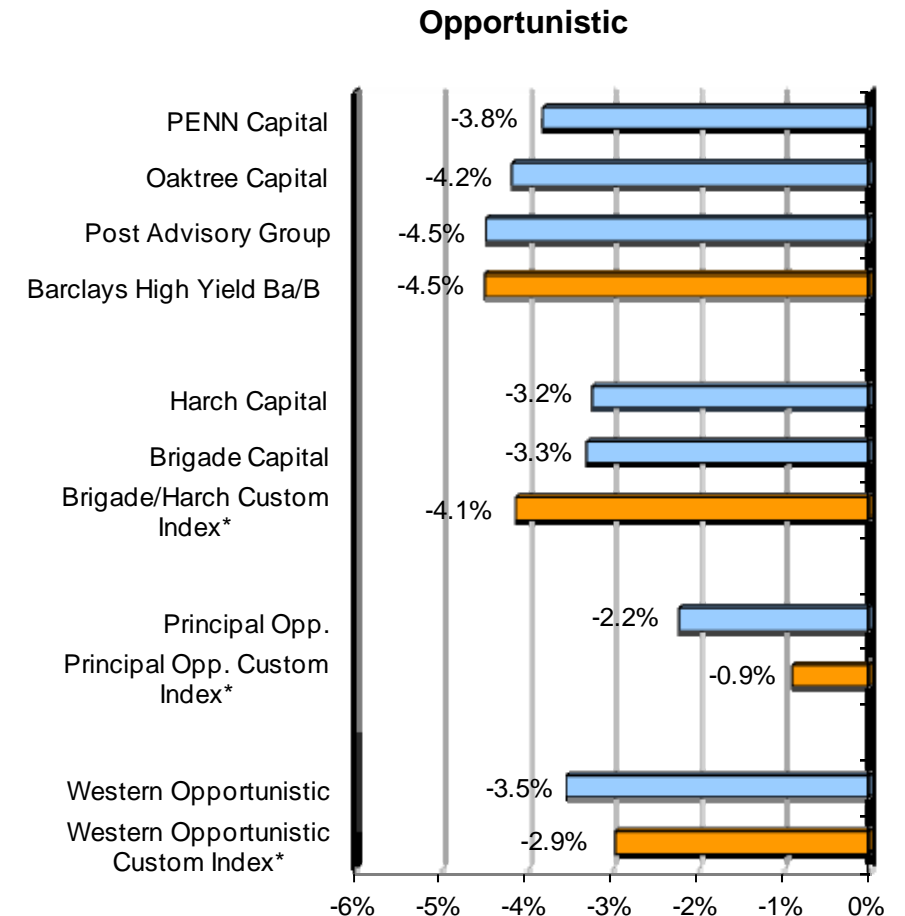
The opportunistic composite is comprised of two strategies: high yield and non-traditional fixed income. Two of the three high yield managers and two of the four non-traditional fixed income managers outperformed their benchmark for the quarter.

In the high yield strategy, PENN Capital and Oaktree Capital outperformed by 70 bps and 30 bps, respectively, while Post's results were in-line with the benchmark. PENN's portfolio benefited from a significant underweight to cyclical material industries such as Metals and Mining, and an underweight to the Housing sector. PENN's superior security selection within the Financial Services industry was also a positive contributor to performance. Oaktree's underweight to the finance and banking industries and shorter duration positioning were key contributors to their outperformance. Post's results were mixed as good security selection and an overweight to defensive industries were counterbalanced by an overweight to B-rated and CCC-rated bonds, which performed poorly.

LACERA's non-traditional fixed income investments include portfolios comprised of securities such as non-Agency MBS, bank loans, high yield corporate bonds, mezzanine debt and distressed securities. Harch was the best performing non-traditional bond manager, beating the index by 90 bps. Their continued defensive positioning—as demonstrated by a 10% cash allocation and a shift toward higher quality senior secured term loans—paid off for the quarter. Brigade added 80 bps over its benchmark due to a macro hedge (20% short High Yield Index) and superior security selection within high yield bonds.

Western lagged their index by 60 bps due to sector and issue selection decisions, especially an overweight to corporate high yield bonds. Yield curve positioning was also a detractor from performance. Principal underperformed its custom index by 130 bps due to security selection within CMBS, ABS and Emerging Markets.

The following managers were outside their calculated performance bands for the quarter: Brigade (two observations above) and Western (four observations above).



* See Glossary.



EXECUTIVE SUMMARY

for the quarter ended September 30, 2011

COMMODITIES MANAGER REVIEW

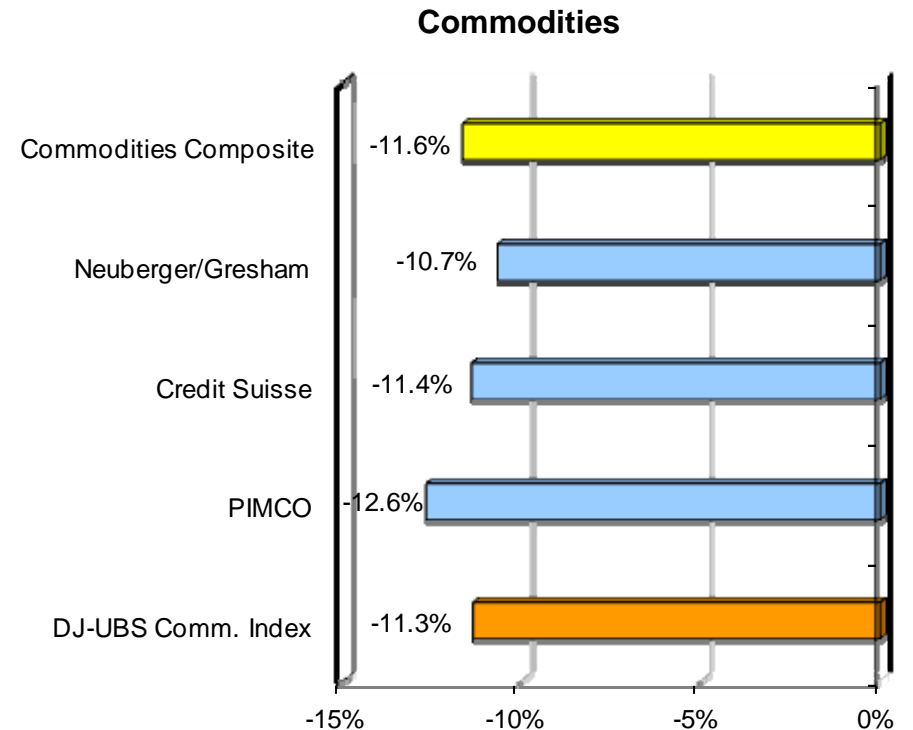
LACERA's commodities manager composite underperformed its benchmark, the Dow Jones-UBS (DJ-UBS) Commodity Index, by 30 bps. The composite's return was -11.6%, versus the index return of -11.3%. For the trailing twelve months, the composite has outperformed the index by 2.6% (2.6% vs. 0.0%).

The underperformance was largely attributed to the PIMCO portfolio, which underperformed the benchmark by 130 bps during the quarter. PIMCO's active commodities strategies added value, but the fixed income collateral portfolio underlying the commodities exposure underperformed. Exposure to corporate bonds and mortgage-backed securities detracted from performance as yield spreads widened, more than negating the benefit from a slightly longer duration versus the index.

The Neuberger/Gresham portfolio outperformed the benchmark by 60 bps for the quarter. Neuberger manages the fixed income collateral conservatively, investing in high quality, liquid, short-term instruments. Therefore, the majority of excess returns are attributable to Gresham's active management of commodities exposure. This manager adds value by actively over/under-weighting commodities, as well as by actively trading and rebalancing futures positions. Underweight positions in natural gas and in the Agriculture sector continued to add value.

Credit Suisse underperformed the benchmark by 10 bps for the quarter. Credit Suisse also manages the underlying fixed income collateral in a conservative manner. The underperformance is attributable to active commodities strategies. These active strategies include selecting the optimum exposure date for individual commodity futures, as well as determining the most favorable time to roll from nearby futures to futures that expire at a later date.

The trailing twelve-month excess returns for Neuberger/Gresham have exceeded the upper performance band for eight consecutive quarters. After exceeding the upper performance band for the previous seven quarters, the trailing twelve-month excess return for PIMCO was within the performance band for this quarter.





TOTAL FUND

ANNUALIZED AND ANNUAL RETURNS

Gross of Fees

Annualized

Annual

for the quarter ended September 30, 2011

	3rd Qtr	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs	2010	2009	2008	2007	2006
U.S. Equity	-15.8 %	0.8 %	1.7 %	-1.0 %	2.7 %	3.6 %	18.2%	28.4%	-37.5%	4.2%	16.2%
Russell 3000 Index	-15.3	0.5	1.5	-0.9	2.7	3.5	16.9	28.3	-37.3	5.1	15.7
Non-U.S. Eq. 50% Dev Mkt Hdg	-19.0	-11.2	0.8	-1.3	5.2	7.1	11.4	43.6	-45.5	16.5	26.5
Non-U.S. Eq. Custom Hedged Index	-18.5	-11.0	0.8	-1.5	5.1	6.9	10.9	43.6	-45.9	16.7	26.7
Fixed Income	1.1	4.6	10.3	7.0	6.2	6.5	9.7	16.8	-3.0	6.3	5.5
F. I. Custom Index	2.9	4.8	8.4	6.6	5.8	6.0	7.2	8.8	3.1	6.7	5.0
Barclays U.S. Universal Index	2.9	4.8	8.2	6.4	5.6	5.9	7.2	8.6	2.4	6.5	5.0
Real Estate ¹	4.9	11.5	-7.0	-1.7	4.5	6.1	2.0	-27.5	-0.5	12.5	20.9
NPI minus 25 bps	3.9	16.4	-2.8	3.2	7.2	7.4	5.6	-22.3	5.0	17.0	17.3
Private Equity ¹	4.9	26.4	7.5	13.9	17.1	11.5	19.8	-6.5	-0.5	37.8	26.7
P. E. Target Return	2.1	8.4	8.4	8.4	8.4	8.4	5.1	5.7	8.8	12.6	13.5
Commodities	-11.6	2.6	-3.5	--	--	--	20.5	29.5	-40.0	--	--
DJ-UBS Commodity Index	-11.3	0.0	-5.7	--	--	--	16.8	18.9	-35.6	--	--
Cash	0.0	0.5	2.3	2.1	2.6	2.4	2.6	4.2	-2.7	5.1	5.1
Citigroup 6-Month T-Bill Index	0.0	0.2	0.4	1.9	2.3	2.1	0.2	0.5	2.4	5.0	4.8
Total Fund (Gross of Fees)	-8.4	1.7	3.4	2.4	5.7	6.3	12.8	16.4	-23.5	10.7	16.4
Total Fund Policy Benchmark	-7.9	0.7	3.6	2.7	5.5	6.4	11.0	18.1	-21.5	9.8	14.8

See Glossary for all benchmark definitions.

¹ One Quarter in arrears.



TOTAL FUND

ANNUALIZED AND ANNUAL RETURNS

Net of Fees

	<i>Annualized</i>						<i>Annual</i>				
	for the quarter ended September 30, 2011						2010	2009	2008	2007	2006
	3rd Qtr	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs					
U.S. Equity	-15.8%	0.7%	1.6%	-1.2%	2.6%	3.5%	18.0%	28.3%	-37.6%	4.1%	16.0%
Russell 3000 Index	-15.3	0.5	1.5	-0.9	2.7	3.5	16.9	28.3	-37.3	5.1	15.7
Non-U.S. Eq. 50% Dev Mkt Hdg	-19.0	-11.3	0.6	-1.4	5.1	7.0	11.2	43.4	-45.6	16.3	26.4
Non-U.S. Eq. Custom Hedged Index	-18.5	-11.0	0.8	-1.5	5.1	6.9	10.9	43.6	-45.9	16.7	26.7
Fixed Income	1.1	4.4	10.2	6.9	6.0	6.4	9.5	16.6	-3.2	6.1	5.4
F. I. Custom Index	2.9	4.8	8.4	6.6	5.8	6.0	7.2	8.8	3.1	6.7	5.0
Barclays U.S. Universal Index	2.9	4.8	8.2	6.4	5.6	5.9	7.2	8.6	2.4	6.5	5.0
Real Estate ¹	4.7	10.6	-7.7	-2.2	3.6	5.1	1.0	-27.8	-0.5	11.7	18.6
NPI minus 25 bps	3.9	16.4	-2.8	3.2	7.2	7.4	5.6	-22.3	5.0	17.0	17.3
Private Equity ¹	4.9	26.4	7.5	13.9	17.1	11.5	19.8	-6.5	-0.5	37.8	26.7
P. E. Target Return	2.1	8.4	8.4	8.4	8.4	8.4	5.1	5.7	8.8	12.6	13.5
Commodities	-11.7	2.1	-4.1	--	--	--	19.3	29.0	-40.2	--	--
DJ-UBS Commodity Index	-11.3	0.0	-5.7	--	--	--	16.8	18.9	-35.6	--	--
Cash	-0.1	0.4	2.3	2.1	2.5	2.4	2.5	4.2	-2.8	5.1	5.1
Citigroup 6-Month T-Bill Index	0.0	0.2	0.4	1.9	2.3	2.1	0.2	0.5	2.4	5.0	4.8
Total Fund (Net of Fees)	-8.4	1.5	3.3	2.3	5.5	6.1	12.5	16.2	-23.6	10.5	16.1
Total Fund Policy Benchmark	-7.9	0.7	3.6	2.7	5.5	6.4	11.0	18.1	-21.5	9.8	14.8

See Glossary for all benchmark definitions.

¹ One Quarter in arrears.



TOTAL FUND FISCAL YEAR RETURNS

	FYTD	10/11	09/10	08/09	07/08	06/07
U.S. Equity	-15.8 %	33.6 %	15.9 %	-26.3 %	-14.1 %	20.5 %
Russell 3000 Index	-15.3	32.4	15.7	-26.6	-12.7	20.1
Non-U.S. Eq. 50% Dev Mkt Hdg	-19.0	26.6	12.2	-30.8	-6.4	30.4
Non-U.S. Eq. Custom Hedged Index	-18.5	25.9	11.5	-30.5	-6.6	29.6
Fixed Income	1.1	7.3	15.0	4.1	5.3	6.7
F. I. Custom Index	2.9	4.8	10.6	5.8	6.6	6.4
Barclays U.S. Universal Index	2.9	4.8	10.6	4.9	6.2	6.6
Real Estate ¹	4.9	9.1	-14.4	-19.0	11.3	18.0
NPI minus 25 bps	3.9	15.7	-9.8	-14.9	13.3	16.3
Private Equity ¹	4.9	22.0	26.7	-23.5	23.6	31.1
P. E. Target Return	2.1	9.1	4.9	2.7	11.2	13.6
Commodities	-11.6	30.9	7.1	-47.7	42.9	--
DJ-UBS Commodity Index	-11.3	25.9	2.7	-47.1	41.6	--
Cash	0.0	1.4	4.0	-2.1	3.4	5.7
Citigroup 6-Month T-Bill Index	0.0	0.2	0.2	1.2	3.9	5.1
Total Fund (Gross of Fees)	-8.4	20.4	11.8	-18.2	-1.4	19.1
Total Fund (Net of Fees)	-8.4	20.2	11.6	-18.3	-1.6	18.8
Total Fund Policy Benchmark	-7.9	18.6	9.5	-14.4	-0.9	16.9

See Glossary for all benchmark definitions.

¹ One Quarter in arrears.



TOTAL FUND

TOTAL FUND vs. BENCHMARK

for the one-year ended September 30, 2011

	<i>Total Fund</i>		<i>Benchmark</i>		<i>Return Attribution</i>		
	1 Year Average Weight	1 Year Return	1 Year Policy Weight	1 Year Return	Allocation Decision¹	Selection Decision²	Total
U.S. Equity Russell 3000 Index	23.5%	0.8%	22.8%	0.5%	0.1%	0.1%	0.2%
Non-U.S. Eq. 50% Dev Mkt Hdg Non-U.S. Eq. Custom Hedged Index	28.4%	-11.2%	29.3%	-11.0%	0.0%	-0.1%	-0.1%
Fixed Income F. I. Custom Index	25.7%	4.6%	26.0%	4.8%	-0.1%	-0.1%	-0.2%
Real Estate NPI minus 25 bps	8.4%	11.5%	10.0%	16.4%	-0.2%	-0.4%	-0.6%
Private Equity P. E. Target Return	9.8%	26.4%	7.0%	8.4%	0.2%	1.5%	1.7%
Commodities DJ-UBS Commodity Index	2.6%	2.6%	3.0%	0.0%	-0.1%	0.1%	0.0%
Cash Citigroup 6-Month T-Bill Index	1.6%	0.5%	2.0%	0.2%	0.0%	0.0%	0.0%
Total Fund Total Fund Policy Benchmark	100.0%	1.7%	100.0%	0.7%	-0.1%	1.1%	1.0%

See Glossary for all benchmark definitions.

¹ Allocation decision reflects the asset class over or underweight (versus the policy weight) multiplied by the difference between the asset class benchmark and Fund Policy benchmark return.

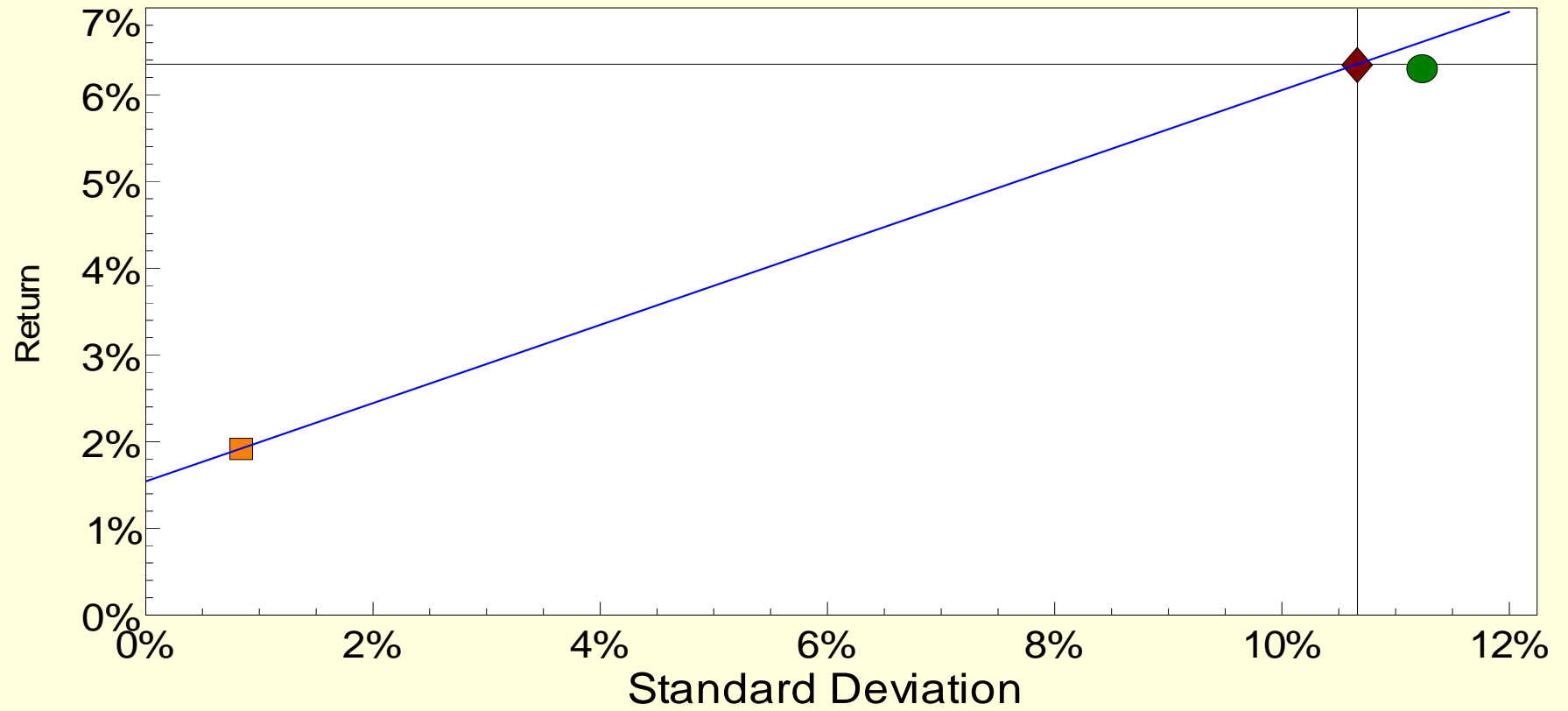
² Selection decision reflects the Fund's asset class return minus the asset class benchmark return, multiplied by the asset class weight.



TOTAL FUND RISK-ADJUSTED RETURN

for the quarter ended September 30, 2011

October 2001 - September 2011
(10 Years)



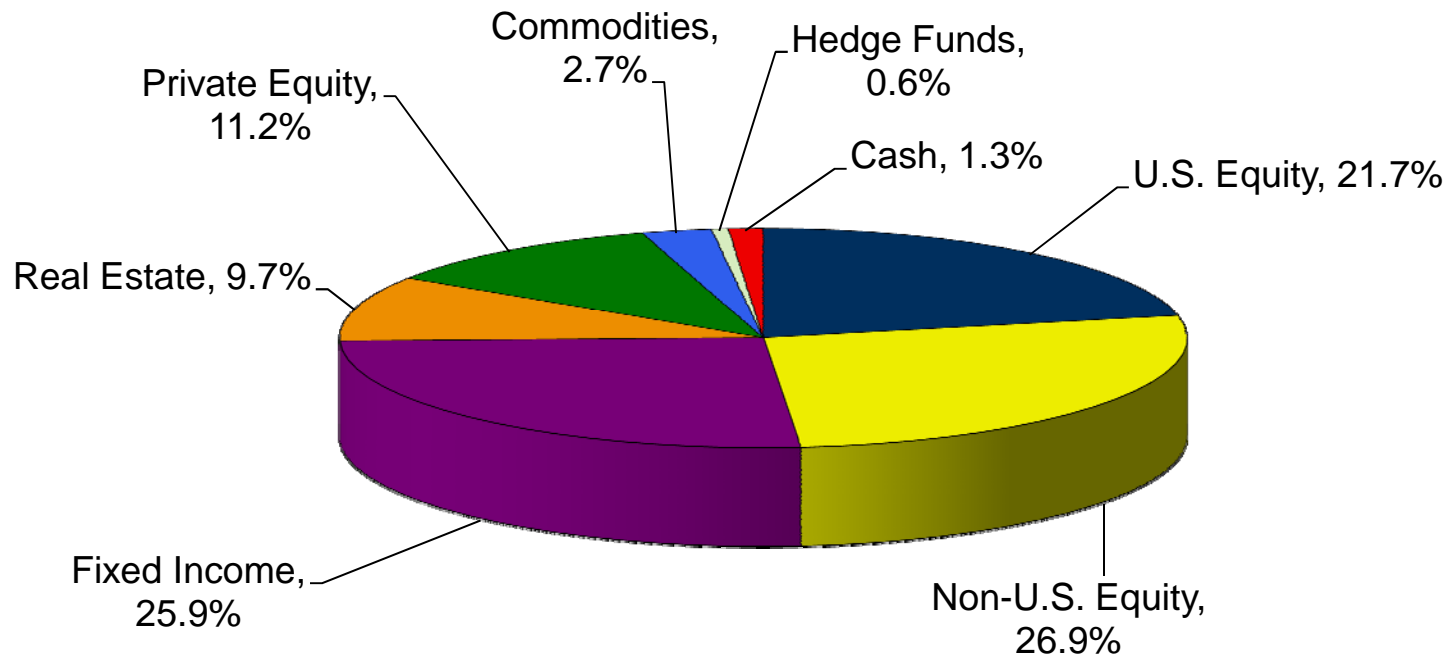
● Total Fund ◆ Market Benchmark Total Fund Benchmark ■ Cash Equivalent: 3-month T-bill — Capital Market Line



ASSET ALLOCATION

TOTAL FUND

for the quarter ended September 30, 2011





ASSET ALLOCATION

ACTUAL vs. TARGET

	<i>September 30, 2011</i>		<i>Target</i>		
	<u>Market Value</u> <u>(\$ millions)</u>	<u>% of</u> <u>Total Fund</u>	<u>Market Value</u> <u>(\$ millions)</u>	<u>% of</u> <u>Total Fund</u>	<u>Rebalancing</u> <u>Range</u>
EQUITIES					
U.S.	7,713.9	21.7%	8,165.7	23.0%	
Non-U.S.	9,536.8	26.9%	9,940.9	28.0%	
<i>Total Public Equities</i>	17,250.7	48.6%	18,106.7	51.0%	41-61%
PRIVATE EQUITY¹	3,970.7	11.2%	2,485.2	7.0%	4-10%
FIXED INCOME	9,207.9	25.9%	9,230.8	26.0%	23-29%
REAL ESTATE¹	3,435.2	9.7%	3,550.3	10.0%	7-15%
COMMODITIES	945.3	2.7%	1,065.1	3.0%	0-5%
HEDGE FUNDS	227.0	0.6%	355.0	1.0%	0-2%
CASH	466.5	1.3%	710.1	2.0%	0-4%
TOTAL FUND	\$ 35,503.2	100.0%	\$ 35,503.2	100.0%	

¹ One Quarter in arrears.



ASSET ALLOCATION

U.S. EQUITY MANAGERS

September 30, 2011

June 30, 2011

	<u>Assets</u> (\$ millions)	<u>% of</u> <u>Composite</u>	<u>Policy</u> <u>Range</u>	<u>Assets</u> (\$ millions)	<u>% of</u> <u>Composite</u>
PASSIVE					
BTC Russell 1000 Index	5,448.0	70.6%		6,384.5	70.2%
BTC Russell 2000 Index	58.6	0.8%		75.0	0.8%
Total Passive	5,506.6	71.4%	35%-75%	6,459.5	71.0%
LOW RISK					
INTECH	276.2	3.6%		263.8	2.9%
Twin Capital	196.5	2.5%		226.5	2.5%
Total Low Risk	472.7	6.1%	0%-25%	490.3	5.4%
MODERATE/HIGH RISK					
Cramer Rosenthal McGlynn	142.6	1.8%		184.3	2.0%
Delta Asset Mgmt.	362.4	4.7%		425.7	4.7%
Eagle Asset Mgmt.	252.8	3.3%		320.4	3.5%
FIS Group	133.6	1.7%		158.5	1.7%
Frontier Capital Mgmt.	317.2	4.1%		402.0	4.4%
Northern Trust	174.6	2.3%		212.0	2.3%
Relational Investors	92.0	1.2%		105.4	1.2%
Stinson Capital Partners	62.8	0.8%		87.5	1.0%
Westwood Mgmt. Corp.	196.5	2.5%		252.5	2.8%
Total Moderate/High Risk	1,734.6	22.5%	10%-30%	2,148.4	23.6%
TOTAL U.S. EQUITY	\$ 7,713.9	100.0%		\$ 9,098.2	100.0%



ASSET ALLOCATION

NON-U.S. EQUITY MANAGERS

September 30, 2011

June 30, 2011

	<u>Assets</u> <u>(\$ millions)</u>	<u>% of</u> <u>Composite</u>	<u>Policy</u> <u>Range</u>	<u>Assets</u> <u>(\$ millions)</u>	<u>% of</u> <u>Composite</u>
PASSIVE					
BTC Canada Index IMI	675.0	7.2%		834.9	7.4%
BTC EAFE Index IMI	4,412.3	47.2%		5,402.6	47.8%
BTC Emerging Markets Index	589.3	6.3%		689.6	6.1%
BTC Europe Index	451.4	4.8%		497.0	4.4%
BTC EAFE Small Cap Index	22.7	0.2%		-	0.0%
BTC Emrg. Mkt. Small Cap Index	62.0	0.7%		-	0.0%
Total Passive	6,212.7	66.4%	40%-70%	7,424.1	65.6%
NON-US DEVELOPED					
Acadian Asset Mgmt.	415.3	4.4%		517.1	4.6%
Capital Guardian	201.5	2.2%		251.1	2.2%
Putnam Investments	94.3	1.0%		-	0.0%
Total Non U.S. Developed	711.1	7.6%	0%-40%	768.1	6.8%
REGIONAL DEVELOPED					
BTC Europe Alpha Tilts	504.8	5.4%		659.3	5.8%
GAM International Mgmt.	499.4	5.3%		602.0	5.3%
Total Regional Developed	1,004.2	10.7%	0%-20%	1,261.3	11.2%
EMERGING MARKETS					
Batterymarch Financial Mgmt.	368.8	3.9%		484.0	4.3%
Capital Guardian Emerging	610.8	6.5%		814.2	7.2%
Genesis Investment Mgmt.	446.3	4.8%		559.1	4.9%
Total Emerging Markets	1,425.9	15.2%	10%-30%	1,857.2	16.4%
TOTAL NON-U.S. EQUITY	\$ 9,353.8	100%		\$ 11,310.8	100%
PASSIVE HEDGE					
Currency Hedge Gain/Loss	182.9	--		(50.8)	--
TOTAL NON-U.S. EQUITY (Hedged)	\$ 9,536.8			\$ 11,260.0	



ASSET ALLOCATION

FIXED INCOME MANAGERS & PROGRAMS

September 30, 2011

June 30, 2011

	<u>Assets</u> (\$ millions)	<u>% of</u> <u>Total Fixed</u>	<u>Policy</u> <u>Range</u>	<u>Assets</u> (\$ millions)	<u>% of</u> <u>Total Fixed</u>
CORE					
BTC Aggregate Index	1,233.7	13.4%		1,188.2	12.1%
BTC Intermediate Credit Index	194.1	2.1%		192.3	2.0%
BlackRock	790.8	8.6%		1,059.9	10.8%
Dodge & Cox	1,091.1	11.8%		1,181.9	12.0%
Pugh Capital Mgmt.	73.1	0.8%		70.5	0.7%
Wells Capital Mgmt.	1,104.7	12.0%		1,113.4	11.3%
Total Core	4,487.5	48.7%	40%-60%	4,806.2	48.8%
CORE PLUS					
Dolan McEniry Capital Mgmt.	129.3	1.4%		128.3	1.3%
GW Capital	123.4	1.3%		123.7	1.3%
LM Capital Group	612.9	6.7%		620.0	6.3%
Loomis, Sayles & Co.	731.9	7.9%		796.3	8.1%
PIMCO	873.6	9.5%		980.9	10.0%
Western Asset Mgmt.	751.4	8.2%		815.2	8.3%
Total Core Plus	3,222.6	35.0%	25%-45%	3,464.4	35.2%
OPPORTUNISTIC					
<u>High Yield</u>					
Oaktree Capital Mgmt.	389.5	4.2%		417.3	4.2%
PENN Capital Mgmt.	74.4	0.8%		77.4	0.8%
Post Advisory Group	393.1	4.3%		422.3	4.3%
<u>Other</u>					
Brigade Capital Mgmt.	111.5	1.2%		115.6	1.2%
Harch Capital Mgmt.	106.9	1.2%		110.4	1.1%
Principal Global Investors (Opp.)	122.0	1.3%		124.8	1.3%
Western Asset Mgmt. (Opp.)	124.9	1.4%		139.7	1.4%
Total Opportunistic	1,322.2	14.4%	5%-20%	1,407.4	14.3%
PROGRAMS					
Member Home Loan Program (MHLP)	175.7	1.9%		177.7	1.8%
Whole Loan Program (WLP)	0.0	0.0%		0.0	0.0%
Total Programs	175.7	1.9%		177.7	1.8%
TOTAL FIXED INCOME¹	\$ 9,207.9	100.0%		\$ 9,855.7	100.0%

¹ Does not include cash.



ASSET ALLOCATION

COMMODITIES MANAGERS

September 30, 2011

June 30, 2011

	<u>Assets</u> (\$ millions)	<u>% of</u> <u>Commodities</u>
Credit Suisse	190.9	20.2%
Neuberger Berman	331.5	35.1%
PIMCO	422.8	44.7%
TOTAL COMMODITIES	\$ 945.3	100.0%

	<u>Assets</u> (\$ millions)	<u>% of</u> <u>Commodities</u>
Credit Suisse	190.6	18.2%
Neuberger Berman	371.5	35.5%
PIMCO	484.0	46.3%
TOTAL COMMODITIES	\$ 1,046.1	100.0%

HEDGE FUND MANAGERS

September 30, 2011

June 30, 2011

	<u>Assets</u> (\$ millions)	<u>% of</u> <u>Hedge Funds</u>
Grosvenor	227.0	100.0%
TOTAL HEDGE FUNDS	\$ 227.0	100.0%

	<u>Assets</u> (\$ millions)	<u>% of</u> <u>Hedge Funds</u>
Grosvenor	-	-
TOTAL HEDGE FUNDS	\$ -	-



ANNUALIZED TOTAL RETURNS

U.S. EQUITY MANAGERS

for the quarter ended September 30, 2011

Gross of Fees

Net of Fees

	Style	Gross of Fees				Expected Excess Return (bps)	Net of Fees			
		3rd Qtr	1 Yr	3 Yrs	5 Yrs		3rd Qtr	1 Yr	3 Yrs	5 Yrs
LARGE CAP										
Delta Asset Mgmt.	Core	-14.8%	-1.0%	0.5%	-1.3%	25-50	-14.9%	-1.2%	0.3%	-1.4%
INTECH	Core	-14.3	2.1	1.8	--	25-50	-14.4	1.8	1.4	--
Twin Capital	Core	-13.2	2.7	1.7	--	25-50	-13.2	2.5	1.6	--
Relational Investors	Value	-21.0	-2.7	3.7	-1.2	50-75	-21.0	-2.7	3.7	-1.2
S&P 500 Index		-13.9	1.1	1.2	-1.2		-13.9	1.1	1.2	-1.2
BTC Russell 1000 Index	Index	-14.7	1.0	1.7	--	--	-14.7	0.9	1.7	--
Russell 1000 Index		-14.7	0.9	1.6	--		-14.7	0.9	1.6	--
SMALL/MID CAP										
Cramer Rosenthal McGlynn	Core	-22.5	-3.6	--	--	50-75	-22.6	-4.1	--	--
Eagle Asset Mgmt.	Core	-21.0	2.5	1.5	2.5	50-75	-21.1	1.9	1.0	2.0
Frontier Capital Mgmt.	Growth	-20.9	0.4	4.7	2.8	50-75	-21.1	-0.4	3.9	2.0
Stinson Capital	Value	-28.3	-19.2	-4.4	-9.7	50-75	-28.3	-19.2	-4.4	-9.7
Westwood Mgmt. Corp.	Core	-22.0	-1.9	--	--	50-75	-22.2	-2.5	--	--
Russell 2500 Index		-21.2	-2.2	2.3	0.2		-21.2	-2.2	2.3	0.2
BTC Russell 2000 Index	Index	-21.8	-3.4	-0.2	--	--	-21.8	-3.4	-0.2	--
Russell 2000 Index		-21.9	-3.5	-0.4	--		-21.9	-3.5	-0.4	--
EMERGING MANAGER PROGRAM										
FIS Group	--	-15.7	0.3	0.8	-0.9	40-60	-15.8	-0.4	0.1	-1.5
Northern Trust	--	-17.6	-2.3	1.2	-0.5	40-60	-17.6	-2.6	0.8	-0.9
Russell 3000 Index		-15.3	0.5	1.5	-0.9		-15.3	0.5	1.5	-0.9



ANNUALIZED TOTAL RETURNS

NON-U.S. EQUITY MANAGERS

for the quarter ended September 30, 2011

	Gross of Fees				Expected Excess Return (bps)	Net of Fees			
	3rd Qtr	1 Yr	3 Yrs	5 Yrs		3rd Qtr	1 Yr	3 Yrs	5 Yrs
NON U.S.									
Acadian Asset Mgmt.	-19.6%	-6.6%	-0.9%	-4.6%	50-75	-19.7%	-7.0%	-1.3%	-5.0%
MSCI EAFE + Canada (Net)	-19.0	-9.1	-0.9	-2.9		-19.0	-9.1	-0.9	-2.9
Capital Guardian	-19.7	-8.8	-0.1	-2.7	50-75	-19.8	-9.1	-0.5	-3.1
EAFE Custom Index	-19.0	-9.1	-0.9	-2.9		-19.0	-9.1	-0.9	-2.9
BTC EAFE Index IMI ¹	-18.9	-8.6	0.0	-2.7	--	-18.9	-8.6	0.0	-2.7
MSCI EAFE IMI Custom Index (Net)	-19.0	-8.9	-0.4	-3.1		-19.0	-8.9	-0.4	-3.1
BTC EAFE Small Cap Index*	-10.3	--	--	--	--	-10.3	--	--	--
MSCI EAFE Small Cap Net Index (Net)*	-10.4	--	--	--		-10.4	--	--	--
BTC Canada Index IMI ¹	-19.2	-6.0	3.3	4.6	--	-19.2	-6.1	3.3	4.5
MSCI Canada IMI Custom Index (Net)	-19.3	-6.7	2.7	3.9		-19.3	-6.7	2.7	3.9
PACIFIC BASIN									
GAM International Mgmt.	-16.9	-8.0	5.2	1.6	75-100	-17.0	-8.4	4.7	1.2
MSCI Pacific Basin (Net)	-11.7	-4.3	2.4	-2.1		-11.7	-4.3	2.4	-2.1
EUROPE									
BTC Europe Alpha Tilts	-23.4	-10.4	-1.5	--	25-50	-23.4	-10.7	-1.9	--
BTC Europe Index	-22.6	-11.3	-2.2	-3.7	--	-22.6	-11.3	-2.2	-3.7
MSCI Europe (Net)	-22.6	-11.8	-2.8	-4.1		-22.6	-11.8	-2.8	-4.1
EMERGING MARKETS									
Batterymarch Financial Mgmt. ²	-23.8	-19.8	3.1	--	50-100	-23.8	-19.8	3.1	--
BTC Emerging Markets Index	-22.6	-16.2	6.0	4.6	--	-22.6	-16.3	5.8	4.4
MSCI EMF (Net)	-22.6	-16.1	6.3	4.9		-22.6	-16.1	6.3	4.9
BTC Emerging Mkt. Small Cap Index*	-16.0	--	--	--	--	-16.0	--	--	--
MSCI EM Small Cap Net Index (Net)*	-16.0	--	--	--		-16.0	--	--	--
Capital Guardian Emerging ²	-25.0	-20.6	5.4	5.4	50-100	-25.0	-20.6	5.4	5.4
Genesis Investment Mgmt.	-20.0	-12.9	11.4	--	50-100	-20.2	-13.6	10.5	--
MSCI EMF IMI Custom Index	-22.7	-16.7	7.2	5.3		-22.7	-16.7	7.2	5.3
PASSIVE HEDGE									
50% Developed Market Currency Hedge	1.9	-1.3	--	--	--	1.9	-1.3	--	--
50% Dev. Mkt. Currency Hedge Index	2.0	-1.2	--	--		2.0	-1.2	--	--

See Glossary for all benchmark definitions.

¹ BTC EAFE & Canada Funds; 8/31/08 - Present: BTC EAFE & Canada IMI Funds.

² Returns reflect fees (they are taken directly from the commingled fund).

* Partial quarter return (Inception date: 8/31/11)



ANNUALIZED TOTAL RETURNS

FIXED INCOME MANAGERS

for the quarter ended September 30, 2011

	Gross of Fees				Expected Excess Return (bps)	Net of Fees			
	3rd Qtr	1 Yr	3 Yrs	5 Yrs		3rd Qtr	1 Yr	3 Yrs	5 Yrs
CORE									
BTC Aggregate Index	3.8%	5.3%	8.1%	6.7%	--	3.8%	5.3%	8.1%	6.7%
BlackRock	3.1	4.8	8.9	6.5	15-30	3.1	4.7	8.8	6.4
Dodge & Cox	0.8	4.4	10.5	7.3	15-30	0.8	4.3	10.4	7.1
Pugh Capital Mgmt.	3.8	6.2	9.6	7.5	15-30	3.8	5.9	9.3	7.2
Wells Capital Mgmt.	3.8	6.2	10.4	8.1	15-30	3.7	6.1	10.3	8.0
Barclays Aggregate Bond Index	3.8	5.3	8.0	6.5		3.8	5.3	8.0	6.5
BTC Intermediate Credit Index	1.0	3.0	--	--	15-30	1.0	3.0	--	--
Barclays Credit Intermediate Index	0.9	2.9	--	--		0.9	2.9	--	--
CORE PLUS									
Loomis, Sayles & Co.	1.3	4.6	12.7	6.7	30-60	1.3	4.4	12.6	6.6
PIMCO	-0.9	2.2	9.5	7.7	30-60	-0.9	2.0	9.3	7.5
Western Asset Mgmt.	1.4	5.4	12.1	7.1	30-60	1.4	5.3	12.0	6.9
Barclays Aggregate Bond Index	3.8	5.3	8.0	6.5		3.8	5.3	8.0	6.5
Dolan McEniry Capital Mgmt.	0.8	4.5	11.3	8.4	30-60	0.7	4.3	11.0	8.1
Dolan McEniry Custom Index ¹	0.7	3.6	9.6	6.5		0.7	3.6	9.6	6.5
GW Capital	-0.2	5.8	11.4	7.7	30-60	-0.2	5.6	11.2	7.4
GW Custom Index ¹	1.0	4.2	10.1	6.7		1.0	4.2	10.1	6.7
LM Capital Group	2.1	4.7	10.5	7.1	30-60	2.1	4.5	10.3	6.9
LM Custom Index ¹	3.3	4.9	8.4	6.7		3.3	4.9	8.4	6.7
OPPORTUNISTIC									
<u>High Yield</u>									
Oaktree Capital Mgmt.	-4.2	2.5	11.1	7.0	30-50	-4.3	2.0	10.7	6.5
PENN Capital Mgmt.	-3.8	4.5	11.2	6.7	30-50	-3.9	4.0	10.7	6.2
Post Advisory Group	-4.5	3.4	10.1	6.9	30-50	-4.6	3.1	9.8	6.6
Barclays High Yield BB/B Index	-4.5	2.6	12.0	6.5		-4.5	2.6	12.0	6.5
<u>Other</u>									
Brigade Capital Mgmt.	-3.3	9.4	--	--	30-60	-3.5	8.5	--	--
Harch Capital Mgmt.	-3.2	3.0	--	--		-3.2	2.5	--	--
Brigade/Harch Custom ¹	-4.1	2.5	--	--		-4.1	2.5	--	--
Principal Global Investors (Opp.)	-2.2	--	--	--		-2.3	--	--	--
Principal Custom Index ¹	-0.9	--	--	--		-0.9	--	--	--
Western Asset Mgmt. (Opp.)	-3.5	1.7	--	--	30-60	-3.5	1.6	--	--
Western Opportunistic Custom ¹	-2.9	-0.9	--	--		-2.9	-0.9	--	--

Continues...

¹ See Glossary.



ANNUALIZED TOTAL RETURNS

FIXED INCOME PROGRAMS

for the quarter ended September 30, 2011

...Continued

	<i>Gross of Fees</i>					<i>Net of Fees</i>				
	<u>3rd Qtr</u>	<u>1 Yr</u>	<u>3 Yrs</u>	<u>5 Yrs</u>		<u>Excess Return Expectation (in bps)</u>	<u>3rd Qtr</u>	<u>1 Yr</u>	<u>3 Yrs</u>	<u>5 Yrs</u>
MORTGAGE PROGRAMS										
Member Home Loan Program (MHLP)	3.3%	6.2%	7.8%	6.8%	--	3.2%	5.9%	7.5%	6.6%	
Whole Loan Program (WLP)	2.3	11.0	13.1	12.4	--	2.1	10.4	12.3	11.5	

COMMODITIES MANAGERS

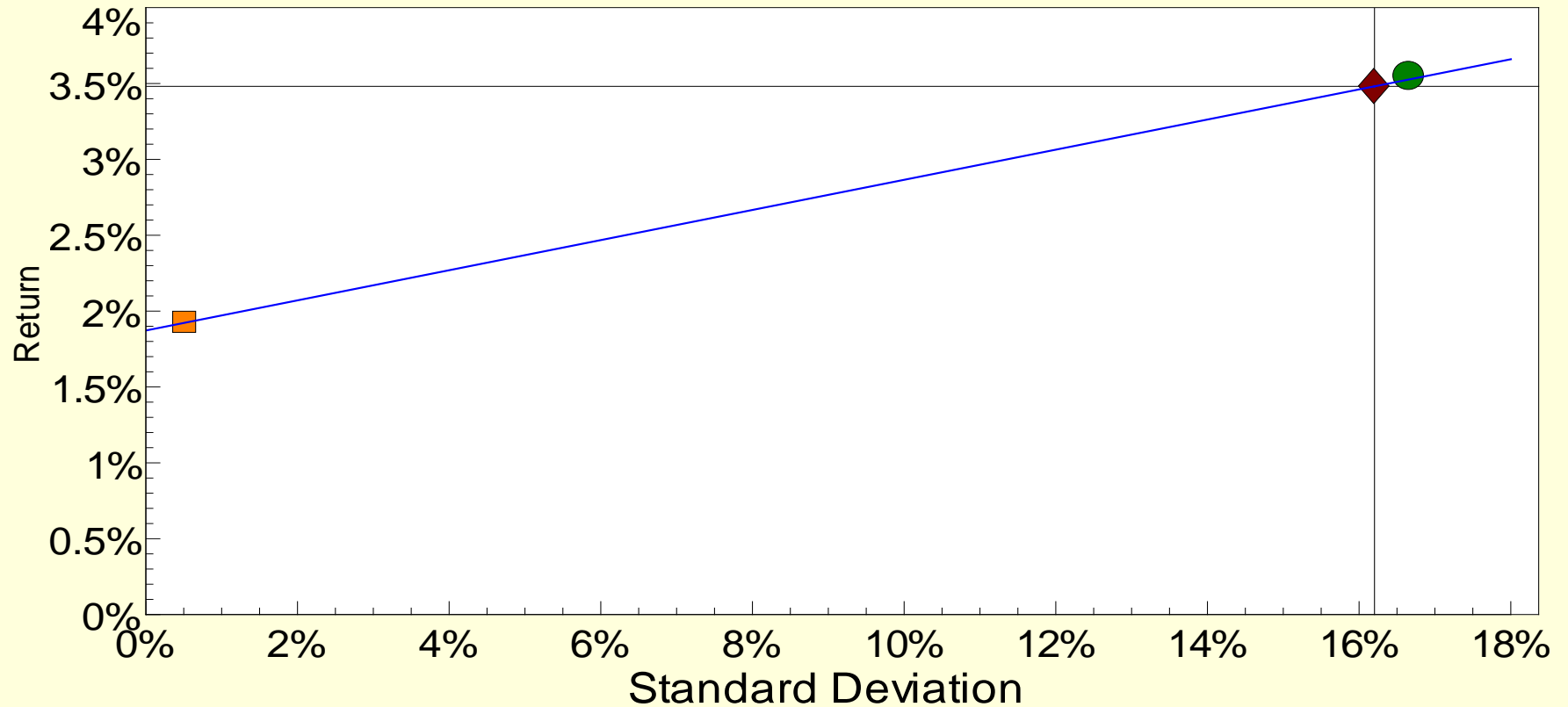
	<i>Gross of Fees</i>					<i>Net of Fees</i>				
	<u>3rd Qtr</u>	<u>1 Yr</u>	<u>3 Yrs</u>	<u>5 Yrs</u>		<u>Excess Return Expectation (in bps)</u>	<u>3rd Qtr</u>	<u>1 Yr</u>	<u>3 Yrs</u>	<u>5 Yrs</u>
COMMODITIES MANAGERS										
Credit Suisse	-11.4%	--%	--%	--	100-200	-11.4%	--%	--%	--	
Neuberger Berman	-10.7	5.0	-3.4	--	100-200	-10.8	4.6	-3.7	--	
PIMCO	-12.6	-0.2	-4.0	--	100-200	-12.6	-0.9	-4.7	--	
DJ-UBS Commodity Index	-11.3	0.0	-5.7	--		-11.3	0.0	-5.7	--	



U.S. EQUITY RISK-ADJUSTED RETURN

for the quarter ended September 30, 2011

October 2001 - September 2011
(10 Years)



● U.S. Equity (Gross) ◆ Market Benchmark: Russell 3000 Index ■ Cash Equivalent: 3-month T-bill — Capital Market Line



U.S. EQUITY - LARGE CAP

DELTA ASSET MANAGEMENT

for the quarter ended September 30, 2011

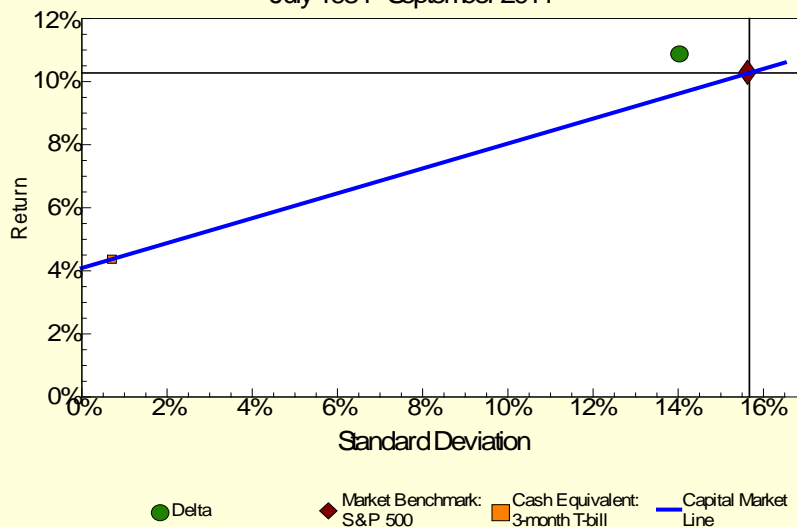
Manager Profile

Firm: Delta Asset Management
 Location: Los Angeles, CA
 Year Founded: 1991
 Contact: Marla K. Ryan, Vice President
 Assets Managed: \$362.4 million
 Inception Date: July 1984
 Assigned Role: Large Cap Equity
 Benchmark: S&P 500
 Investment Style: Core

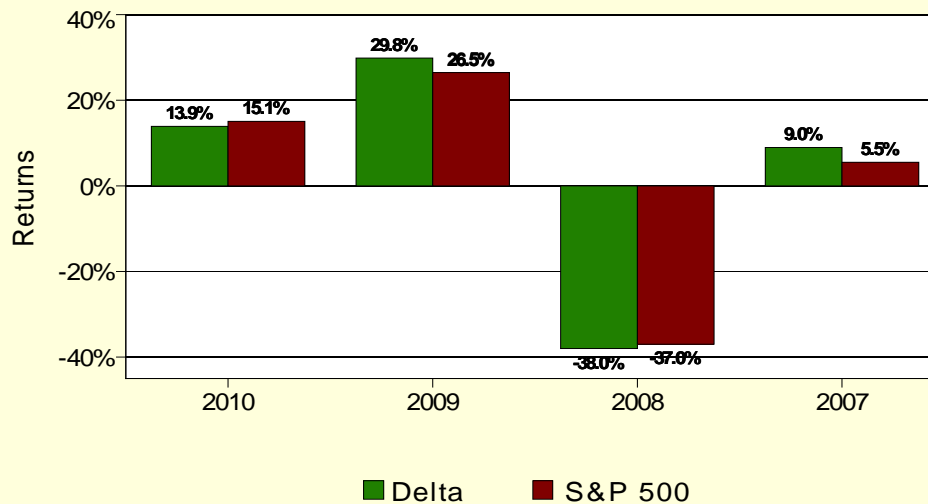
Manager vs Benchmark Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	7 years	10 years	Since Inception
Delta	-14.82%	-1.03%	0.49%	-1.26%	2.10%	2.86%	10.95%
TUCS Large Cap Core	-14.99%	0.67%	1.38%	-0.96%	2.72%	3.54%	NA
S&P 500	-13.87%	1.14%	1.23%	-1.18%	2.29%	2.82%	10.27%

Manager Risk/Return July 1984 - September 2011



Calendar Year Returns As of September 2011





U.S. EQUITY - LARGE CAP

INTECH INVESTMENT MANAGEMENT, LLC

for the quarter ended September 30, 2011

Manager Profile

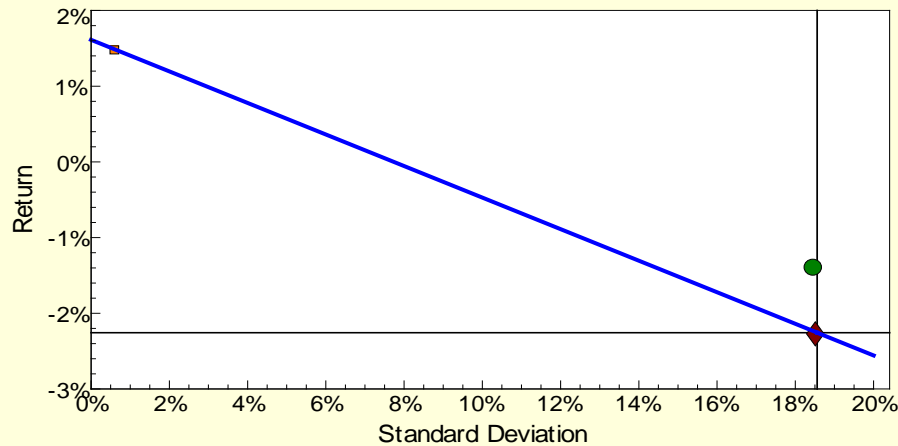
Firm: INTECH Investment Mgmt., LLC
 Location: West Palm Beach, FL
 Year Founded: 1987
 Contact: Jason Trow, CFA, Vice President
 Assets Managed: \$276.2 million
 Inception Date: December 2006
 Assigned Role: Enhanced Index
 Benchmark: S&P 500
 Investment Style: Core

Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	Since Inception
INTECH	-14.31%	2.05%	1.76%	-1.35%
TUCS Large Cap Core	-14.99%	0.67%	1.38%	NA
S&P500	-13.87%	1.14%	1.23%	-2.26%

Manager Risk/Return

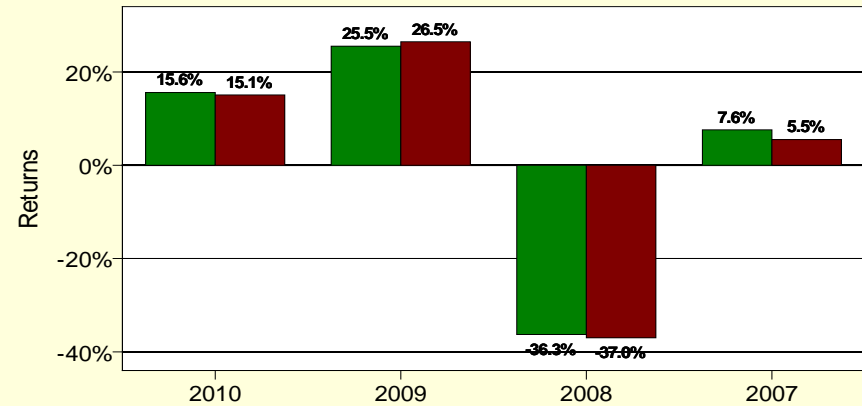
December 2006 - September 2011



● INTECH
 ◆ Market Benchmark: S&P 500
■ Cash Equivalent: 3-month T-bill
— Capital Market Line

Calendar Year Returns

As of September 2011



■ INTECH
■ S&P 500



U.S. EQUITY - LARGE CAP

RELATIONAL INVESTORS, LLC

for the quarter ended September 30, 2011

Manager Profile

Firm: Relational Investors, LLC
 Location: San Diego, CA
 Year Founded: 1996
 Contact: Sandi Christian, Director
 Assets Managed: \$92.0 million
 Inception Date: September 2006
 Assigned Role: U.S. Equity
 Benchmark: S&P 500
 Investment Style: Activist

Manager vs Benchmark: Return through September 2011

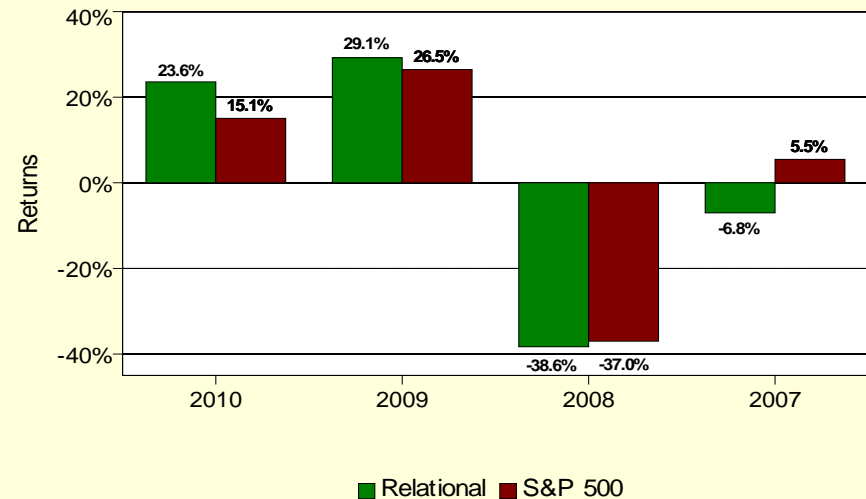
(not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	Since Inception
Relational	-20.98%	-2.68%	3.73%	-1.20%	-0.87%
TUCS Large Cap Value	-16.62%	-2.22%	-0.04%	-2.29%	NA
S&P500	-13.87%	1.14%	1.23%	-1.18%	-0.67%

Insufficient Data

Calendar Year Returns

As of September 2011





U.S. EQUITY - LARGE CAP

TWIN CAPITAL MANAGEMENT, INC.

for the quarter ended September 30, 2011

Manager Profile

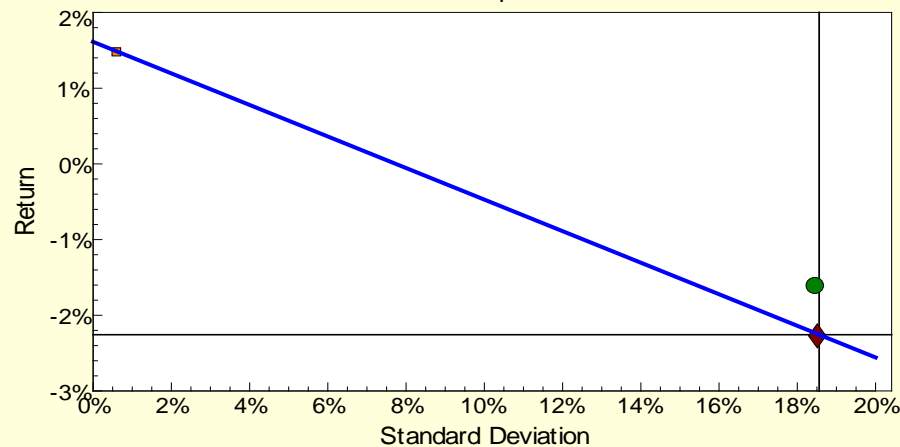
Firm: Twin Capital Management, Inc.
 Location: McMurray, PA
 Year Founded: 1990
 Contact: Geoffrey Gerber, Ph.D., President
 Assets Managed: \$196.5 million
 Inception Date: December 2006
 Assigned Role: Enhanced Index
 Benchmark: S&P 500
 Investment Style: Core

Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	Since Inception
Twin	-13.20%	2.67%	1.70%	-1.58%
TUCS Large Cap Core	-14.99%	0.67%	1.38%	NA
S&P500	-13.87%	1.14%	1.23%	-2.26%

Manager Risk/Return

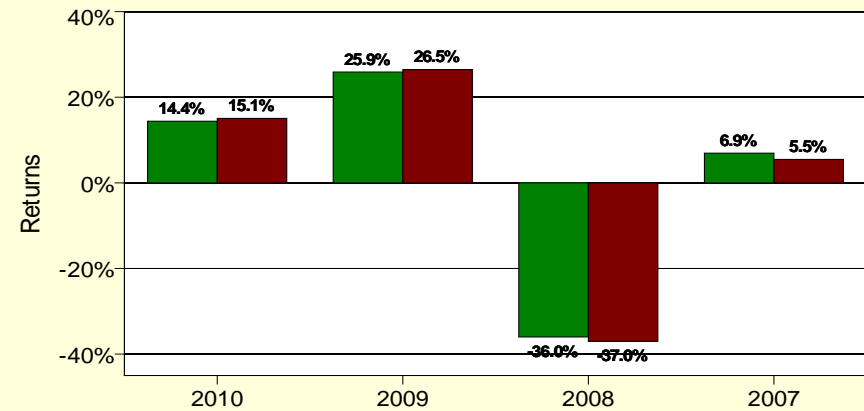
December 2006 - September 2011



● Twin ◆ Market Benchmark: S&P 500 □ Cash Equivalent: 3-month T-bill — Capital Market Line

Calendar Year Returns

As of September 2011



■ Twin ■ S&P 500



U.S. EQUITY - SMALL/MID CAP

CRAMER ROSENTHAL McGLYNN, LLC

for the quarter ended September 30, 2011

Manager Profile

Firm: Cramer Rosenthal McGlynn, LLC
 Location: New York, NY
 Year Founded: 1973
 Contact: Serra Sonmez, Vice President
 Assets Managed: \$142.6 million
 Inception Date: April 2010
 Assigned Role: Small/Mid Cap Equity
 Benchmark: Russell 2500
 Investment Style: Core

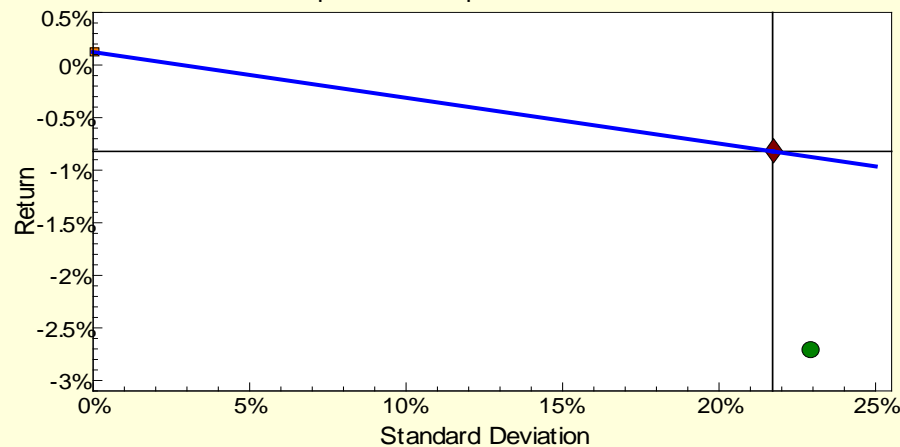
Manager vs Benchmark: Return through September 2011

(not annualized if less than 1 year)

	1 quarter	1 year	Since Inception
Cramer Rosenthal McGlynn	-22.48%	-3.57%	-2.71%
TUCSSmall Cap Core	-20.87%	-2.16%	NA
Russell 2500	-21.22%	-2.22%	-0.82%

Manager Risk/Return

April 2010 - September 2011



Insufficient Data



U.S. EQUITY - SMALL/MID CAP

EAGLE ASSET MANAGEMENT, INC.

for the quarter ended September 30, 2011

Manager Profile

Firm: Eagle Asset Management, Inc.
 Location: St. Petersburg, FL
 Year Founded: 1976
 Contact: Alan Ashworth, Senior Vice President
 Assets Managed: \$252.8 million
 Inception Date: February 2005
 Assigned Role: Small/Mid Cap Equity
 Benchmark: Russell 2500
 Investment Style: Core

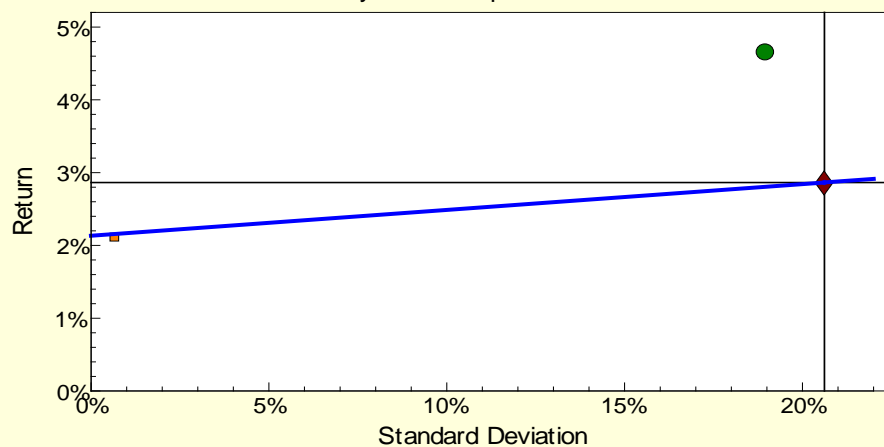
Manager vs Benchmark: Return through September 2011

(not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	Since Inception
Eagle	-20.99%	2.46%	1.55%	2.51%	4.67%
TUCSSmall Cap Core	-20.87%	-2.16%	2.48%	0.72%	NA
Russell 2500	-21.22%	-2.22%	2.25%	0.19%	2.86%

Manager Risk/Return

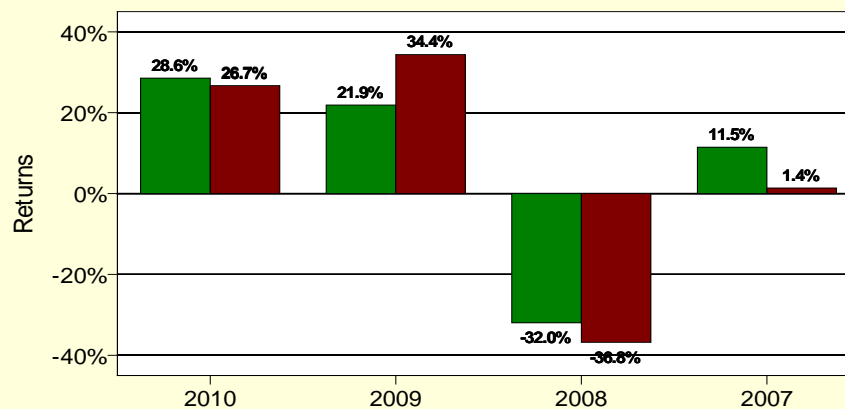
February 2005 - September 2011



● Eagle ◆ Market Benchmark: Russell 2500 □ Cash Equivalent: 3-month T-bill — Capital Market Line

Calendar Year Returns

As of September 2011



■ Eagle ■ Russell 2500



U.S. EQUITY - SMALL/MID CAP

FRONTIER CAPITAL MANAGEMENT COMPANY, LLC

for the quarter ended September 30, 2011

Manager Profile

Firm: Frontier Capital Mgmt. Co., LLC
Location: Boston, MA
Year Founded: 1980
Contact: Michael Cavarretta, Chairman-Portf. Mngr.
Assets Managed: \$317.2 million
Inception Date: June 2002
Assigned Role: Small/Mid Cap Equity
Benchmark: Russell 2500
Investment Style: Growth

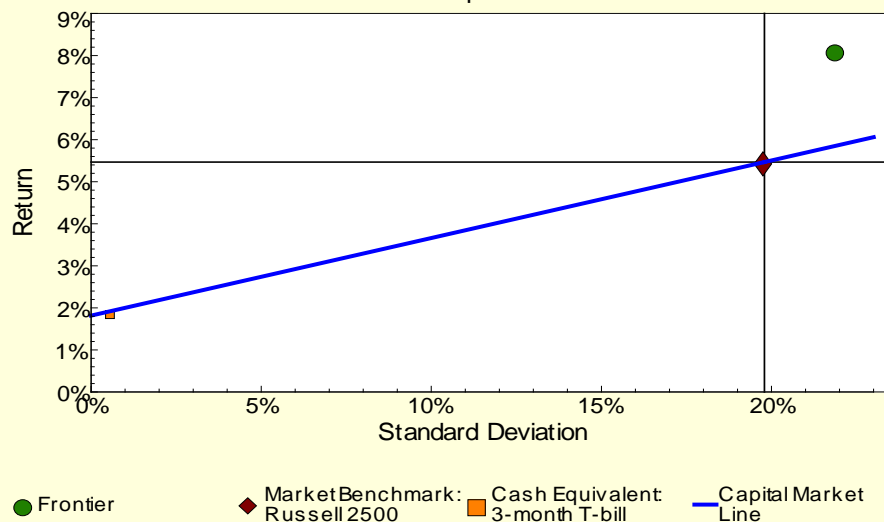
Manager vs Benchmark: Return through September 2011

(not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	7 years	Since Inception
Frontier	-20.94%	0.37%	4.71%	2.75%	7.45%	8.10%
TUCSSmall Cap Growth	-20.69%	1.18%	3.99%	2.32%	5.34%	NA
Russell 2500	-21.22%	-2.22%	2.25%	0.19%	4.19%	5.47%

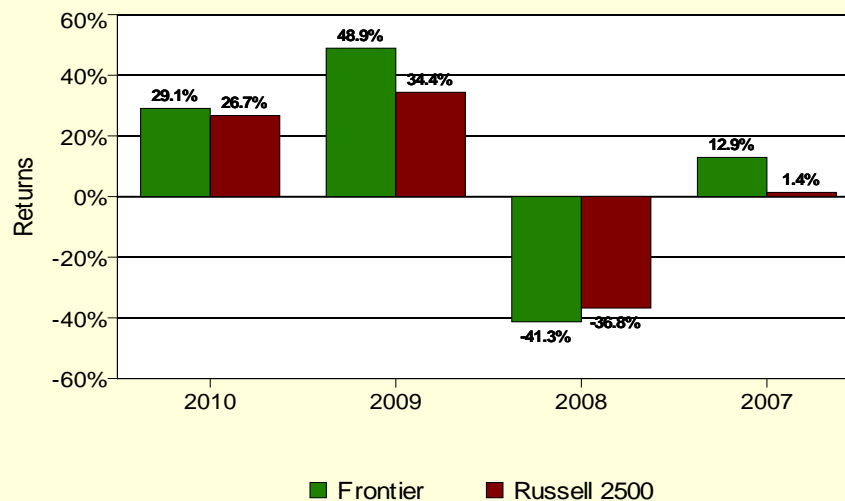
Manager Risk/Return

June 2002 - September 2011



Calendar Year Returns

As of September 2011





U.S. EQUITY - SMALL/MID CAP

STINSON CAPITAL PARTNERS L, L.P.

for the quarter ended September 30, 2011

Manager Profile

Firm: Stinson Capital Partners L, LP
 Location: San Francisco, CA
 Year Founded: 1975
 Contact: Paige Reeve Uher, Vice President
 Assets Managed: \$62.8 million
 Inception Date: September 2006
 Assigned Role: U.S. Equity
 Benchmark: Russell 2500
 Investment Style: Activist

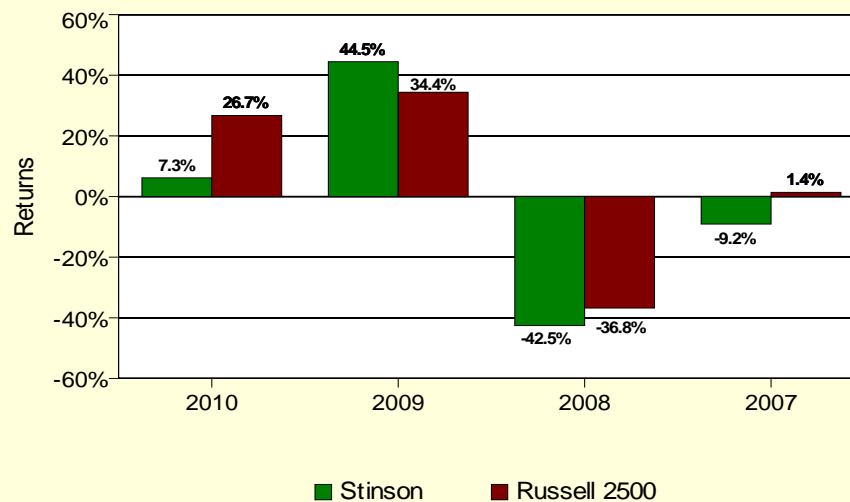
Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	Since Inception
Stinson	-28.27%	-19.22%	-4.38%	-9.68%	-9.53%
TUCSMid Cap Value	-18.31%	-3.85%	0.79%	1.06%	NA
Russell 2500	-21.22%	-2.22%	2.25%	0.19%	0.43%

Insufficient Data

Calendar Year Returns

As of September 2011





U.S. EQUITY - SMALL/MID CAP WESTWOOD MANAGEMENT CORP.

for the quarter ended September 30, 2011

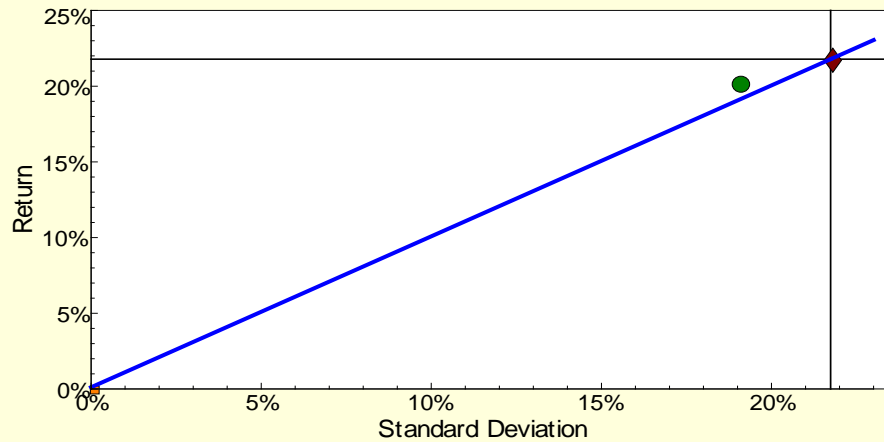
Manager Profile

Firm: Westwood Management Corp.
Location: Dallas, TX
Year Founded: 1983
Contact: Jackie Finley, Vice President
Assets Managed: \$196.5 million
Inception Date: April 2009
Assigned Role: Small/Mid Cap Equity
Benchmark: Russell 2500
Investment Style: Core

Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

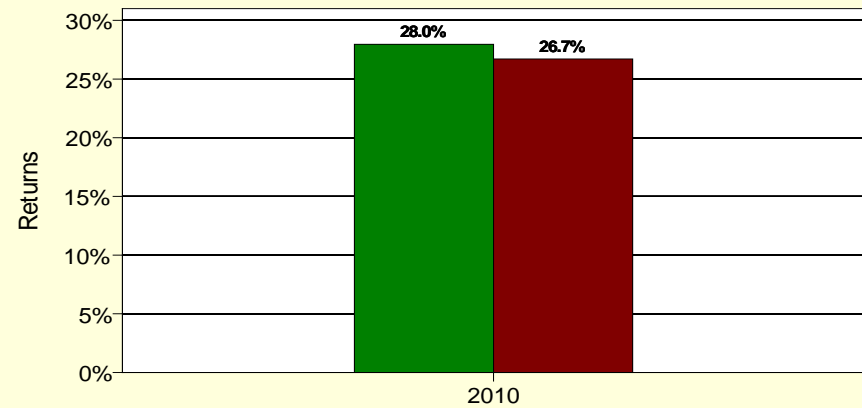
	1 quarter	1 year	Since Inception
Westwood	-22.03%	-1.93%	20.26%
TUCSSmall Cap Core	-20.87%	-2.16%	NA
Russell 2500	-21.22%	-2.22%	21.78%

Manager Risk/Return April 2009 - September 2011



● Westwood
 ◆ Market Benchmark: Russell 2500
 ■ Cash Equivalent: 3-month T-bill
 — Capital Market Line

Calendar Year Returns As of September 2011



■ Westwood
 ■ Russell 2500



U.S. EQUITY - EMERGING MANAGER PROGRAM

FIS GROUP, INC.

for the quarter ended September 30, 2011

Manager Profile

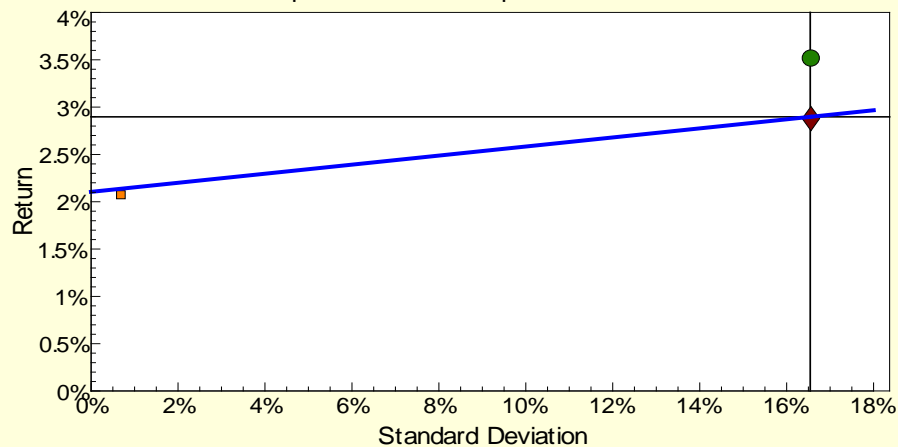
Firm: FIS Group, Inc.
 Location: Philadelphia, PA
 Year Founded: 1996
 Contact: Kila D. Weaver, Vice President
 Assets Managed: \$133.6 million
 Inception Date: September 2004
 Assigned Role: Emerging Manager Program
 Benchmark: Russell 3000

Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	7 years	Since Inception
FIS	-15.71%	0.27%	0.77%	-0.88%	3.15%	3.58%
Russell 3000	-15.28%	0.55%	1.45%	-0.92%	2.71%	2.90%

Manager Risk/Return

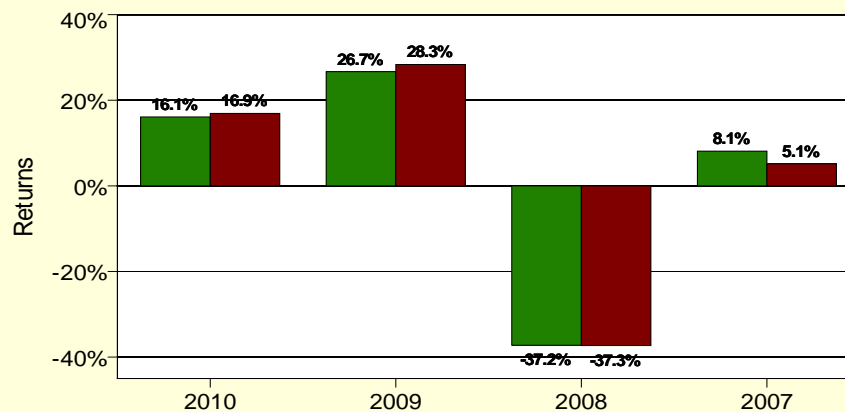
September 2004 - September 2011



● FIS ◆ Market Benchmark: Russell 3000 □ Cash Equivalent: 3-month T-bill — Capital Market Line

Calendar Year Returns

As of September 2011



■ FIS ■ Russell 3000



U.S. EQUITY - EMERGING MANAGER PROGRAM

THE NORTHERN TRUST COMPANY OF CONNECTICUT

for the quarter ended September 30, 2011

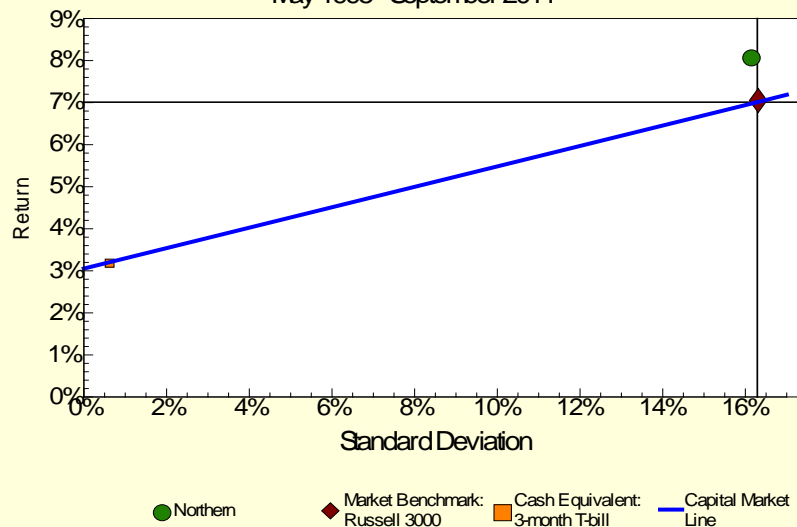
Manager Profile

Firm: Northern Trust Company of Connecticut
 Location: Stamford, CT
 Year Founded: 1987
 Contact: Robert Furnari, Executive V.P.
 Assets Managed: \$174.6 million
 Inception Date: May 1995
 Assigned Role: Emerging Manager Program
 Benchmark: Russell 3000

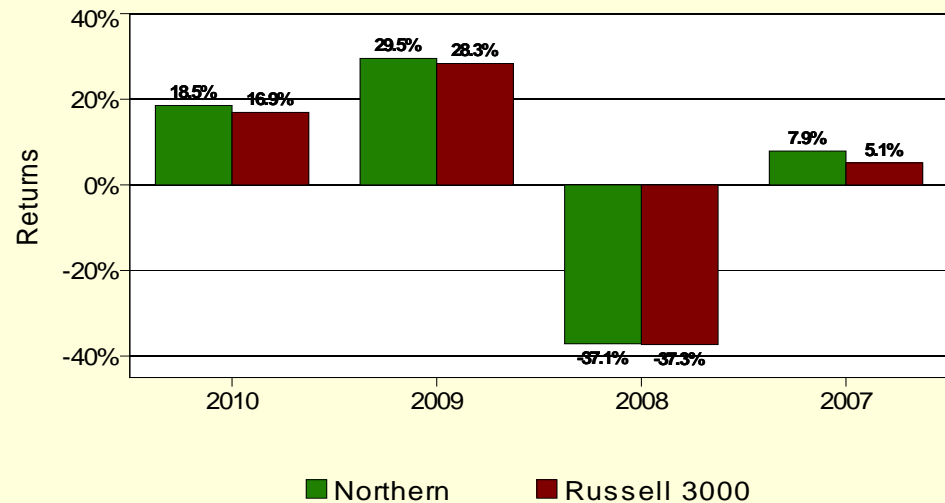
Manager vs Benchmark Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	7 years	10 years	Since Inception
Northern	-17.63%	-2.30%	1.23%	-0.52%	3.45%	4.78%	8.08%
Russell 3000	-15.28%	0.55%	1.45%	-0.92%	2.71%	3.48%	7.01%

Manager Risk/Return May 1995 - September 2011



Calendar Year Returns As of September 2011

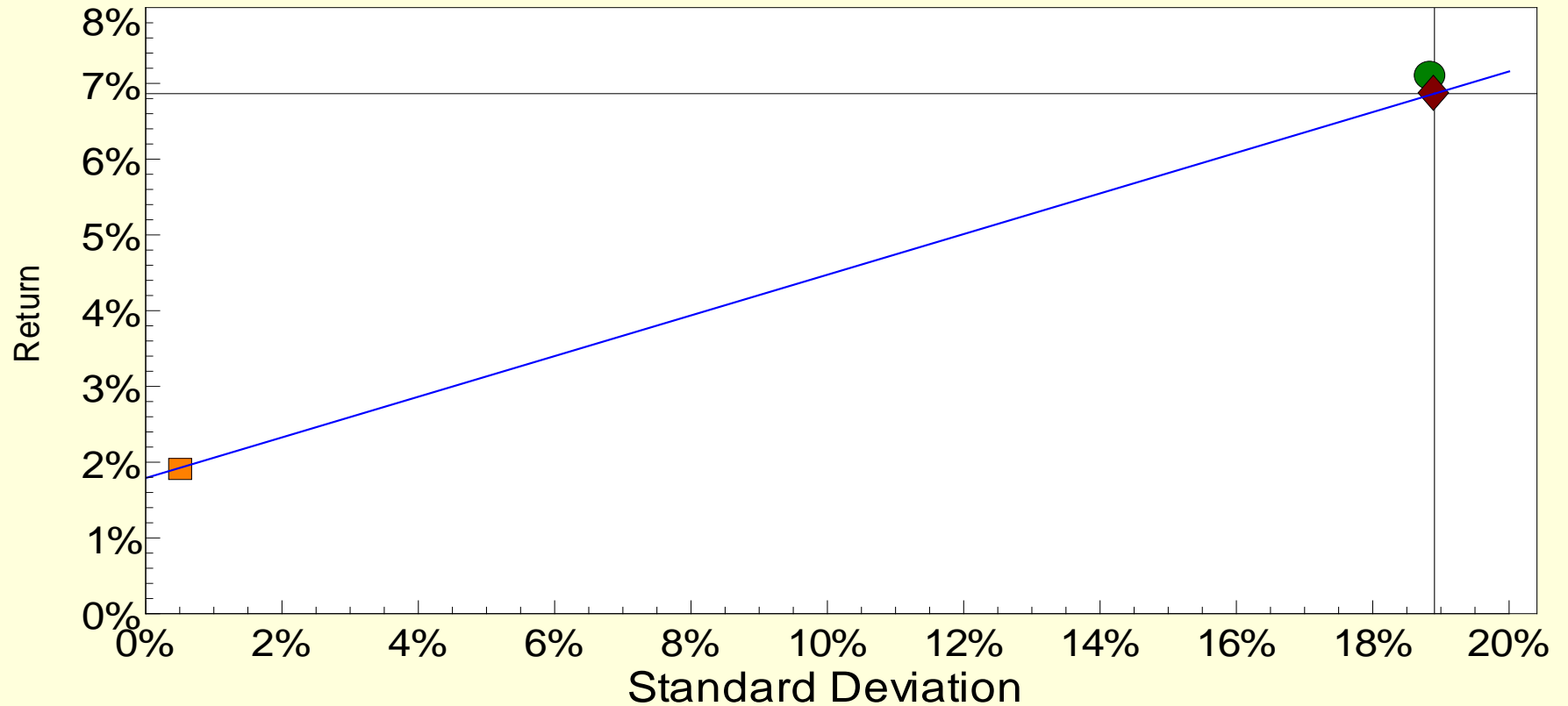




NON-U.S. EQUITY RISK-ADJUSTED RETURN

for the quarter ended September 30, 2011

October 2001 - September 2011
(10 Years)



● Non-U.S. Equity Hedged (Gross)

◆ Market Benchmark
Non-U.S. Equity Custom Hedged Index

■ Cash Equivalent: 3-month T-bill

— Capital Market Line



NON-U.S. EQUITY

ACADIAN ASSET MANAGEMENT, LLC

for the quarter ended September 30, 2011

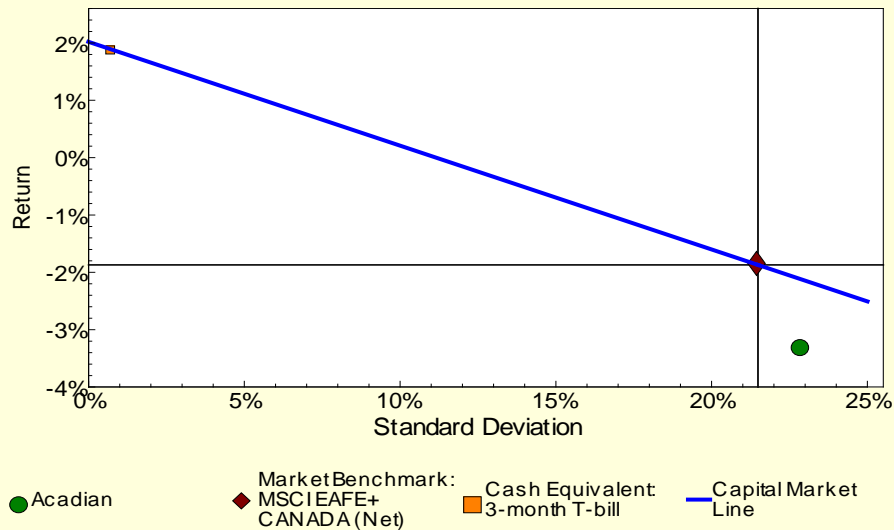
Manager Profile

Firm: Acadian Asset Management, LLC
 Location: Boston, MA
 Year Founded: 1986
 Contact: Douglas Coughlin, CFA, Sr. Vice President
 Assets Managed: \$415.3 million
 Inception Date: April 2006
 Assigned Role: Non-U.S. Equity
 Benchmark: MSCI EAFE + Canada (Net)
 Investment Style: Value

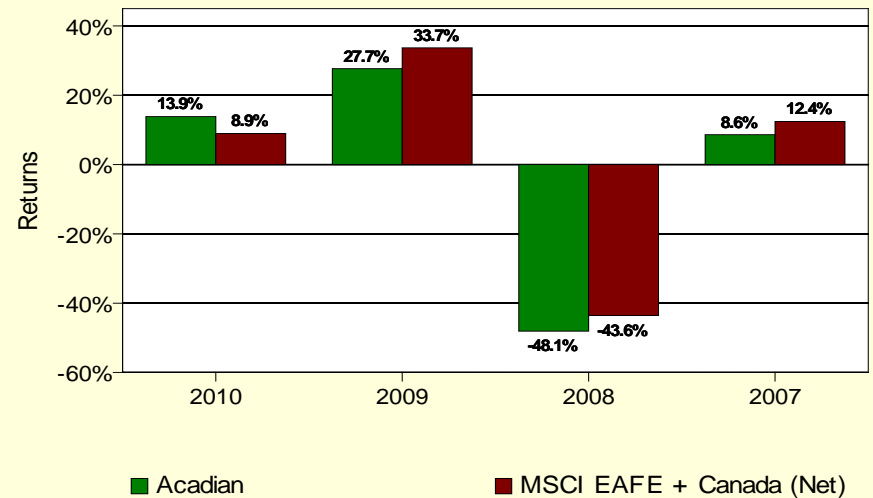
Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	Since Inception
Acadian	-19.59%	-6.59%	-0.93%	-4.62%	-3.28%
Russell Non US	-19.83%	-8.71%	0.72%	-1.64%	NA
MSCIEAFE + CANADA (Net)	-19.01%	-9.11%	-0.88%	-2.90%	-1.87%

Manager Risk/Return April 2006 - September 2011



Calendar Year Returns As of September 2011





NON-U.S. EQUITY

CAPITAL GUARDIAN TRUST COMPANY

for the quarter ended September 30, 2011

Manager Profile

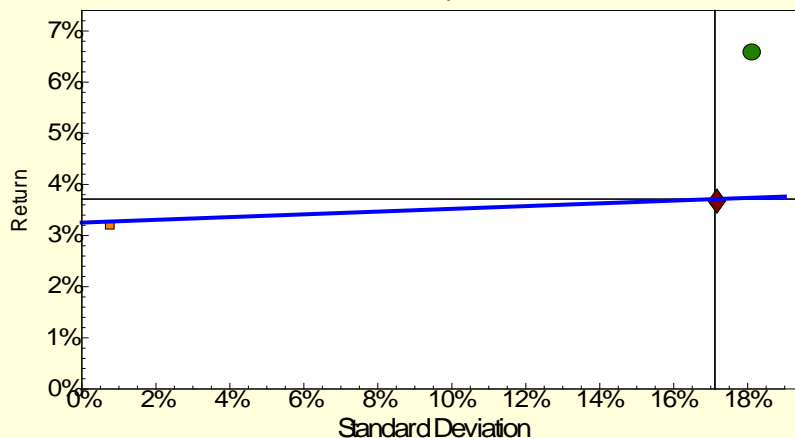
Firm: Capital Guardian Trust Company
Location: Los Angeles, CA
Year Founded: 1968
Contact: Michael Bowman, Relationship Manager
Assets Managed: \$201.5 million
Fund Date: October 1987
Inception Date: November 1994*
Assigned Role: Non-U.S. Equity
Benchmark: EAFE Custom Index
Investment Style: Core

Manager vs Benchmark Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	7 years	10 years	*Since Inception
Capital EAFE	-19.68%	-8.81%	-0.13%	-2.74%	3.92%	5.84%	6.63%
Russell Non US	-19.83%	-8.71%	0.72%	-1.64%	5.21%	6.69%	NA
EAFE Custom Index	-19.01%	-9.11%	-0.88%	-2.90%	3.72%	5.31%	3.71%

Manager Risk/Return

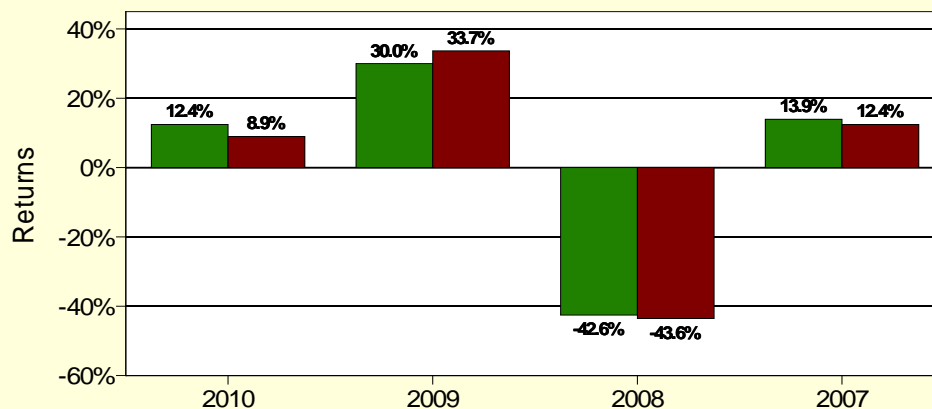
November 1994 - September 2011



● Capital EAFE
 ◆ Market Benchmark: EAFE Custom Benchmark
 ■ Cash Equivalent: 3-month T-bill
 — Capital Market Line

Calendar Year Returns

As of September 2011



■ Capital EAFE
 ■ EAFE Custom Benchmark

* BNY Mellon performance data begins November 1994.



NON-U.S. EQUITY PUTNAM INVESTMENTS

for the quarter ended September 30, 2011

Manager Profile

Firm: Putnam Investments
Location: Boston, MA
Year Founded: 1937
Contact: Lisa M. Horkan, Sr. Client Service Manager
Assets Managed: \$94.3 million
Inception Date: October 2011
Assigned Role: Non-U.S. Equity
Benchmark: MSCI World X US Sm Cap (Net) Index
Investment Style: Small Cap

Insufficient Data

Insufficient Data

Insufficient Data



NON-U.S. EQUITY - PACIFIC BASIN

GAM INTERNATIONAL MANAGEMENT, LTD.

for the quarter ended September 30, 2011

Manager Profile

Firm: GAM International Mgmt., Ltd.
 Location: London, England
 Year Founded: 1993
 Contact: Michael Bunker, Portfolio Manager
 Assets Managed: \$499.4 million
 Inception Date: April 1994
 Assigned Role: Pacific Basin
 Benchmark: MSCI Pacific Basin Net
 Investment Style: Stock Selection

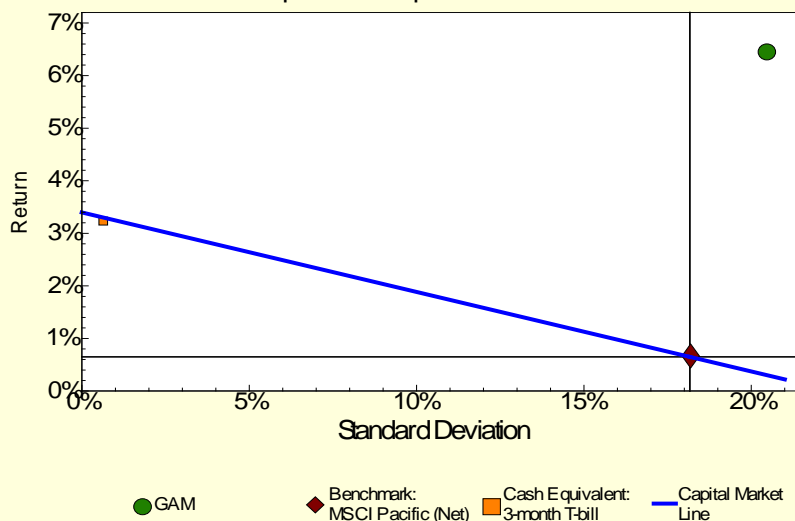
Manager vs Benchmark Return through September 2011

(not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	7 years	10 years	Since Inception
GAM	-16.95%	-8.05%	5.19%	1.61%	7.39%	10.05%	6.51%
Russell Pacific Basin	-15.28%	-6.51%	6.24%	1.33%	7.03%	NA	NA
MSCI Pacific Basin (Net)	-11.70%	-4.27%	2.37%	-2.09%	3.91%	5.47%	0.65%

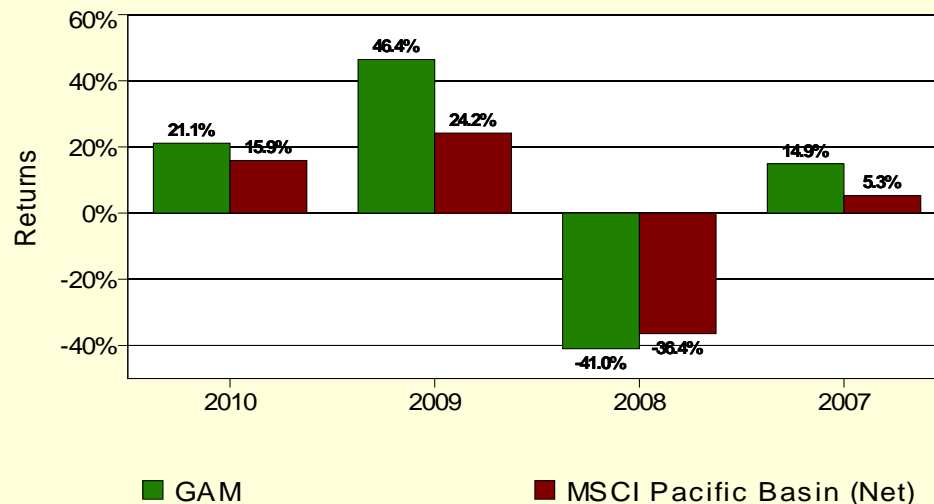
Manager Risk/Return

April 1994 - September 2011



Calendar Year Returns

As of September 2011





NON-U.S. EQUITY - EUROPE

BLACKROCK INSTITUTIONAL TRUST COMPANY, N.A. - EUROPE ALPHA TILTS

for the quarter ended September 30, 2011

Manager Profile

Firm: BlackRock Institutional Trust Co., N.A.
 Location: San Francisco, CA
 Year Founded: 1985
 Contact: Lilian Wan, Managing Director
 Assets Managed: \$504.8 million
 Inception Date: January 2007
 Assigned Role: Non-U.S. Equity
 Benchmark: MSCI Europe Net
 Investment Style: Enhanced Index - Europe Alpha Tilts

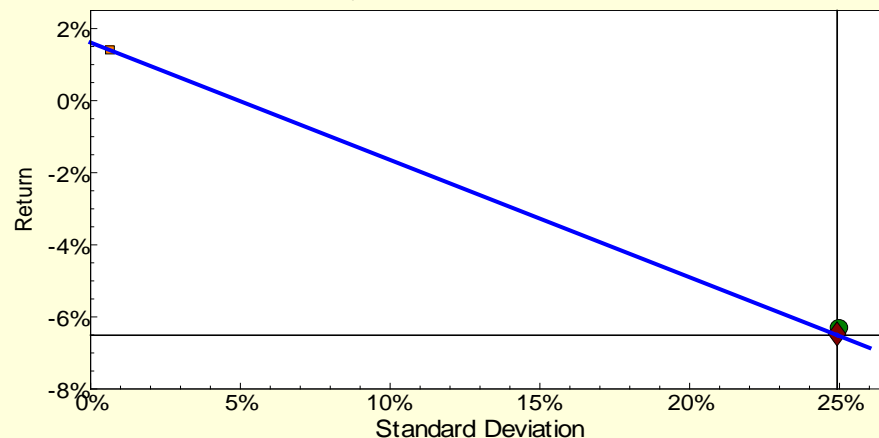
Manager vs Benchmark: Return through September 2011

(not annualized if less than 1 year)

	1 quarter	1 year	3 years	Since Inception
BTC Europe Alpha Tilts	-23.37%	-10.40%	-1.54%	-6.25%
Russell Europe	-23.16%	-11.35%	-1.03%	NA
MSCI Europe (Net)	-22.61%	-11.81%	-2.76%	-6.51%

Manager Risk/Return

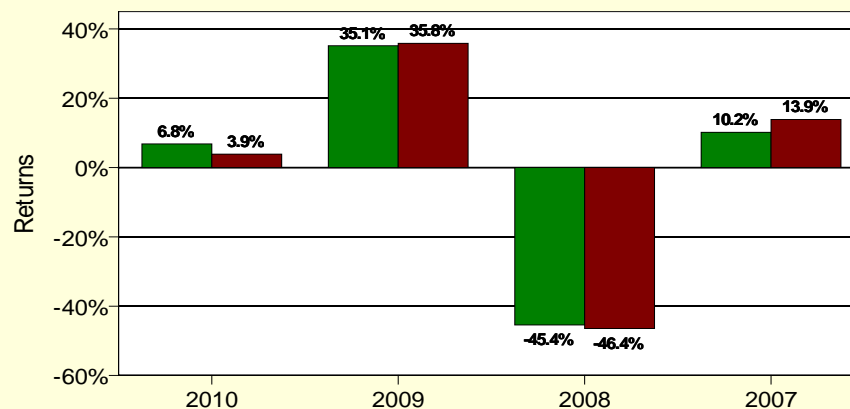
January 2007 - September 2011



● BTC Europe Alpha Tilts ◆ Market Benchmark: MSCI Europe (Net) □ Cash Equivalent: 3-month T-bill — Capital Market Line

Calendar Year Returns

As of September 2011



■ BTC Europe Alpha Tilts ■ MSCI Europe (Net)



NON-U.S. EQUITY - EMERGING MARKETS

BATTERYMARCH FINANCIAL MANAGEMENT, INC.

for the quarter ended September 30, 2011

Manager Profile

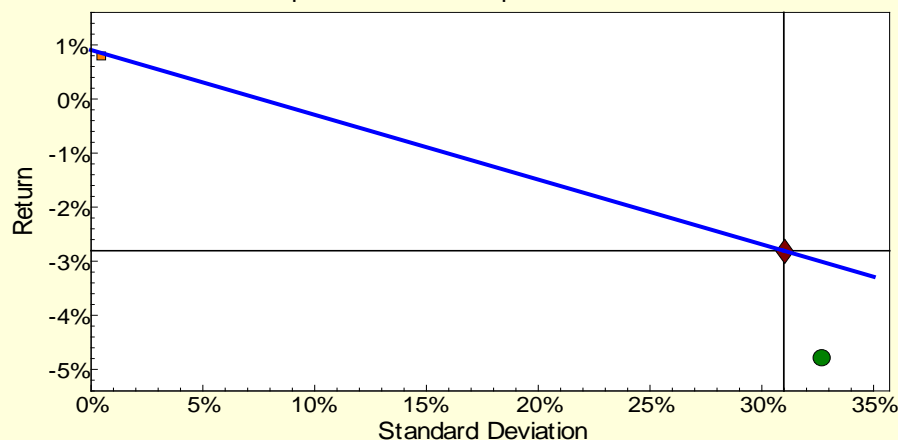
Firm: Batterymarch Financial Mgmt., Inc.
 Location: Boston, MA
 Year Founded: 1969
 Contact: Pat Crane, Director
 Assets Managed: \$368.8 million
 Inception Date: September 2007
 Assigned Role: Emerging Markets
 Benchmark: MSCI EMF (Net)
 Investment Style: Core

Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	Since Inception
Batterymarch	-23.80%	-19.77%	3.09%	-4.76%
Russell Emerging Markets	-22.53%	-16.13%	6.81%	NA
MSCI EMF (Net)	-22.56%	-16.15%	6.27%	-2.81%

Manager Risk/Return

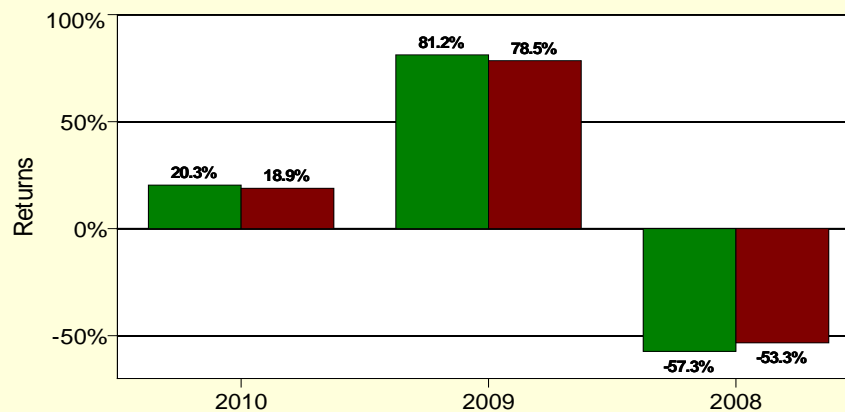
September 2007 - September 2011



● Batterymarch ◆ Market Benchmark: MSCI EMF (Net) □ Cash Equivalent: 3-month T-bill — Capital Market Line

Calendar Year Returns

As of September 2011



■ Batterymarch ■ MSCI EMF (Net)



NON-U.S. EQUITY - EMERGING MARKETS

CAPITAL GUARDIAN TRUST COMPANY

for the quarter ended September 30, 2011

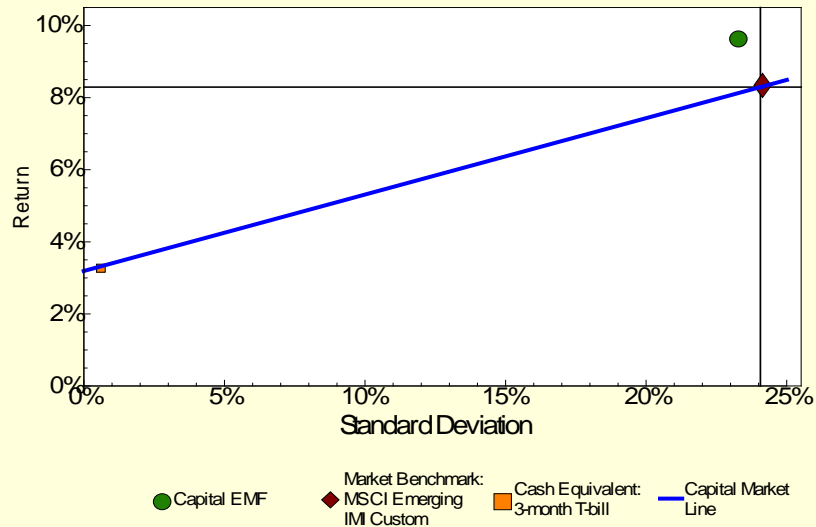
Manager Profile

Firm: Capital Guardian Trust Company
 Location: Los Angeles, CA
 Year Founded: 1968
 Contact: Michael Bowman, Relationship Manager
 Assets Managed: \$610.8 million
 Inception Date: January 1992
 Assigned Role: Emerging Markets
 Benchmark: MSCI EMF IMI Custom*
 Investment Style: Growth

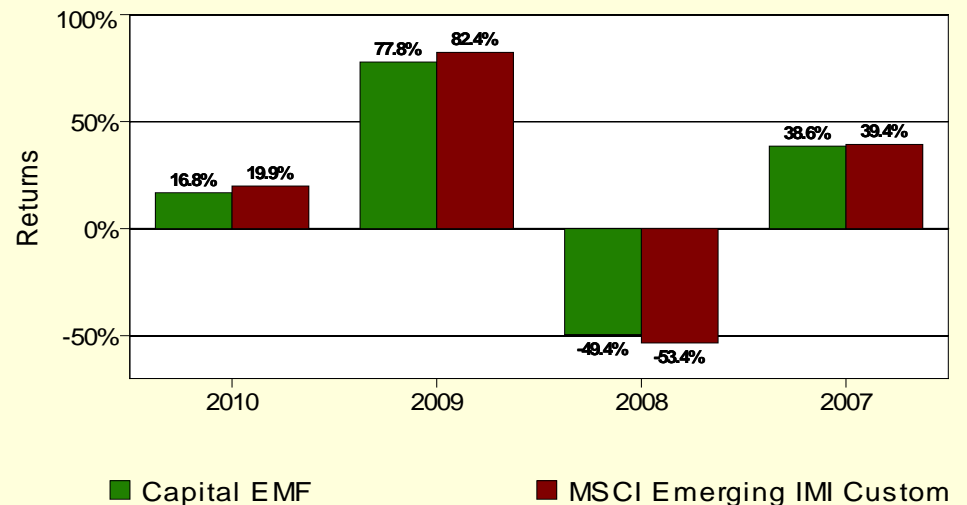
Manager vs Benchmark Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	7 years	10 years	Since Inception
Capital EMF	-24.97%	-20.62%	5.41%	5.38%	13.29%	16.10%	9.64%
Russell Emerging Markets	-22.53%	-16.13%	6.81%	5.21%	12.92%	16.92%	NA
MSCI EMF IMI Custom	-22.71%	-16.71%	7.17%	5.31%	12.54%	16.31%	8.29%

Manager Risk/Return January 1992 - September 2011



Calendar Year Returns As of September 2011



* See Glossary.



NON-U.S. EQUITY - EMERGING MARKETS

GENESIS INVESTMENT MANAGEMENT, LLP

for the quarter ended September 30, 2011

Manager Profile

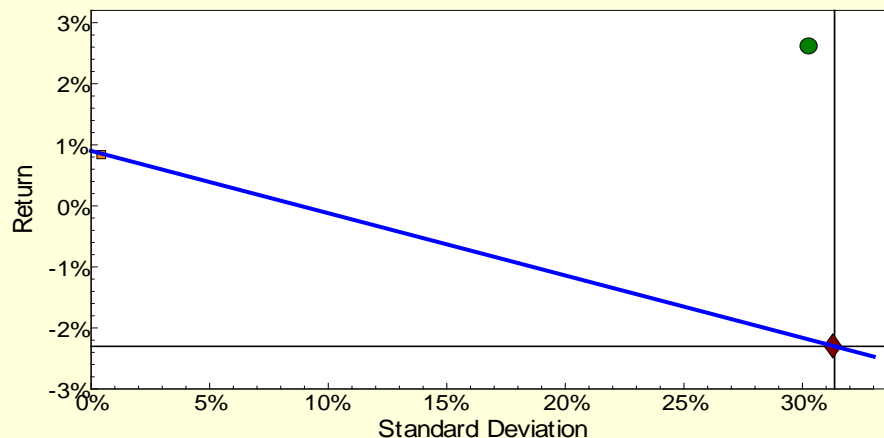
Firm: Genesis Investment Mgmt., LLP
 Location: London, England
 Year Founded: 1989
 Contact: Jonathan Snow, Director
 Assets Managed: \$446.3 million
 Inception Date: September 2007
 Assigned Role: Emerging Markets
 Benchmark: MSCI EMF IMI Custom*
 Investment Style: Core

Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	Since Inception
Genesis	-20.03%	-12.93%	11.38%	2.65%
Russell Emerging Markets	-22.53%	-16.13%	6.81%	NA
MSCI EMF IMI Custom	-22.71%	-16.71%	7.17%	-2.30%

Manager Risk/Return

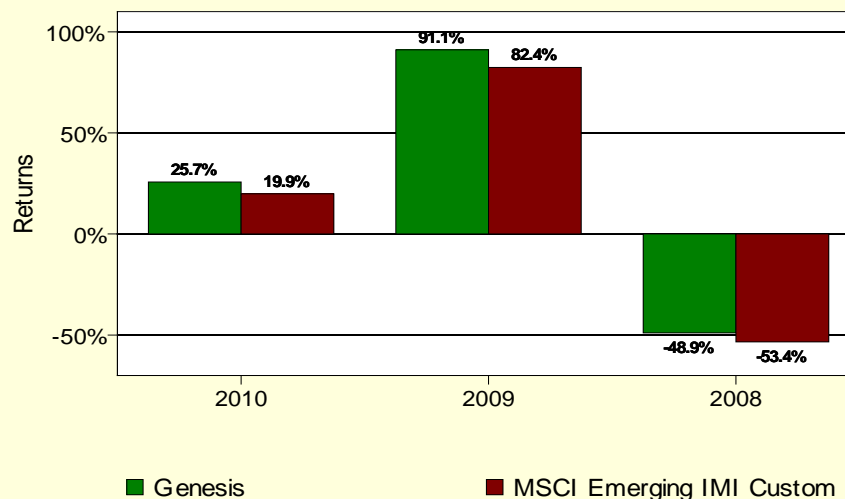
September 2007 - September 2011



● Genesis ◆ Market Benchmark: MSCI Emerging IMI Custom ■ Cash Equivalent: 3-month T-bill — Capital Market Line

Calendar Year Returns

As of September 2011



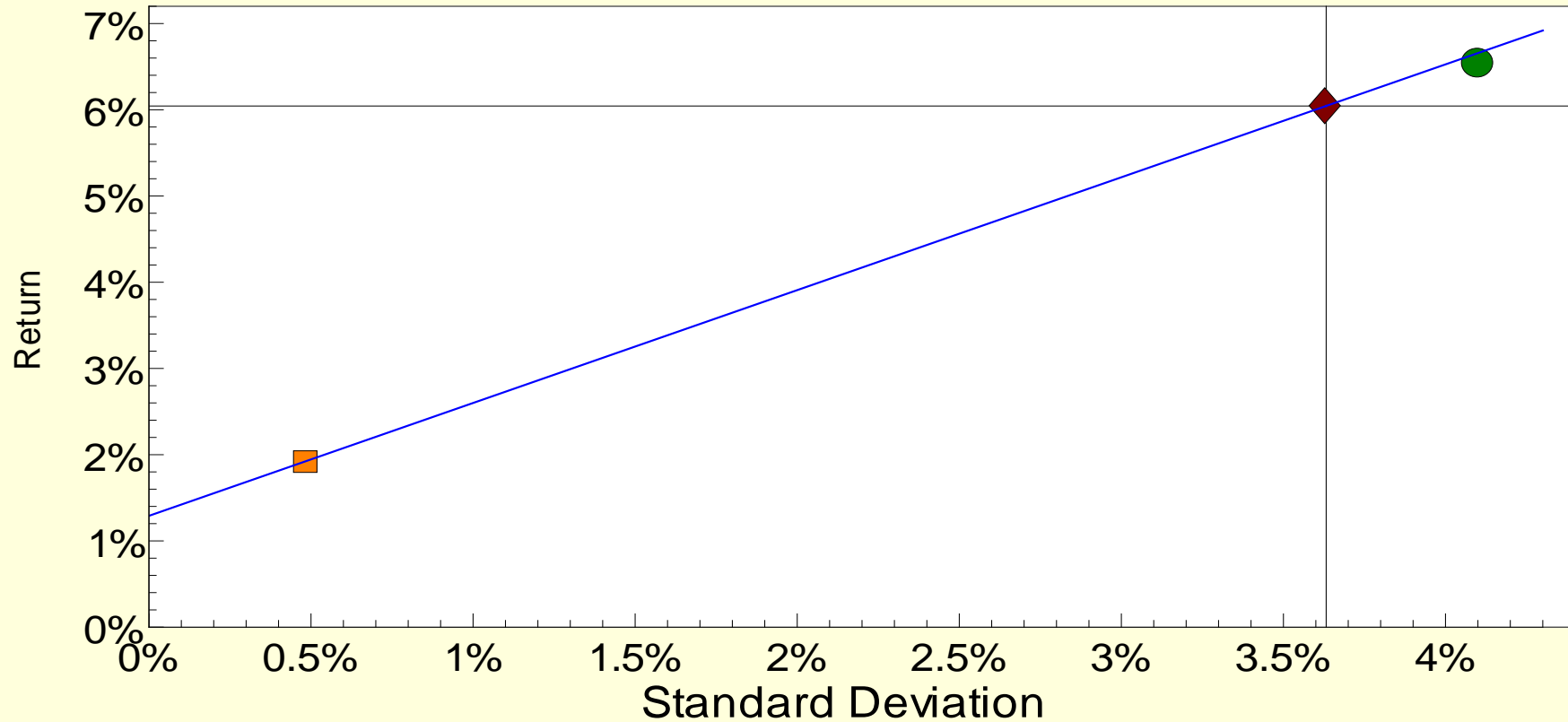
* See Glossary.



FIXED INCOME RISK-ADJUSTED RETURN

for the quarter ended September 30, 2011

October 2001 - September 2011
(10 Years)



● Fixed Income (Gross) ◆ Market Benchmark FI Custom Benchmark ■ Cash Equivalent: 3-month T-bill — Capital Market Line



FIXED INCOME - CORE

BLACKROCK FINANCIAL MANAGEMENT, INC.

for the quarter ended September 30, 2011

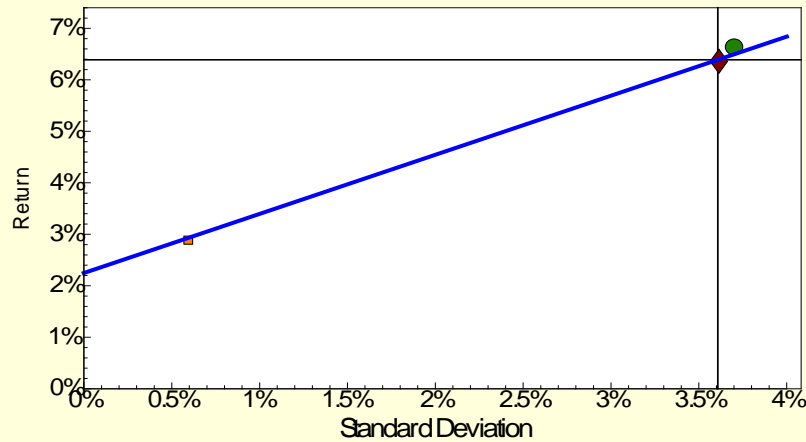
Manager Profile

Firm: BlackRock Financial Mgmt., Inc.
 Location: New York, NY
 Year Founded: 1988
 Contact: Lilian Wan, Managing Director
 Assets Managed: \$790.8 million
 Inception Date: March 1997
 Assigned Role: Full Mandate
 Benchmark: Barclays Aggregate Bond Index
 Investment Style: Core Fixed Income

Manager vs Benchmark Return through September 2011 (not annualized if less than 1 year)

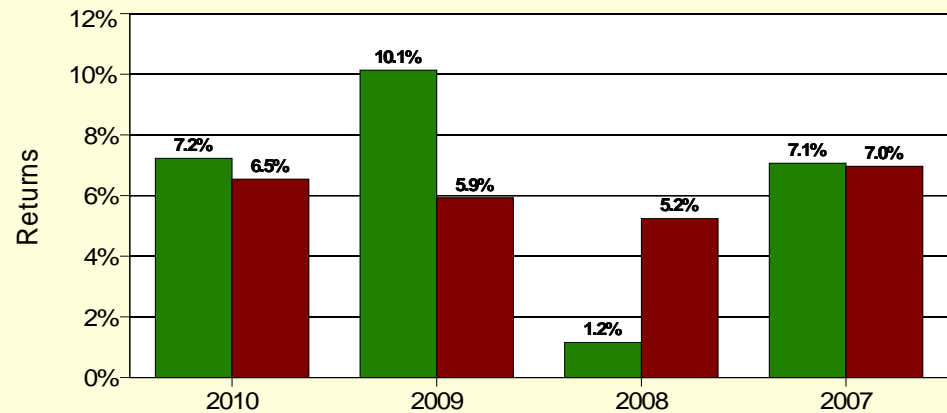
	1 quarter	1 year	3 years	5 years	7 years	10 years	Since Inception
BlackRock	3.10%	4.84%	8.93%	6.52%	5.66%	5.91%	6.70%
Russell Core/Sector	2.99%	5.41%	9.82%	7.09%	6.07%	6.13%	NA
Barclays Aggregate	3.82%	5.26%	7.97%	6.53%	5.57%	5.66%	6.39%

Manager Risk/Return March 1997 - September 2011



● BlackRock ◆ Market Benchmark: Barclays Aggregate □ Cash Equivalent: 3-month T-bill — Capital Market Line

Calendar Year Returns As of September 2011



■ BlackRock ■ Barclays Aggregate Bond Index



FIXED INCOME - CORE

DODGE & COX

for the quarter ended September 30, 2011

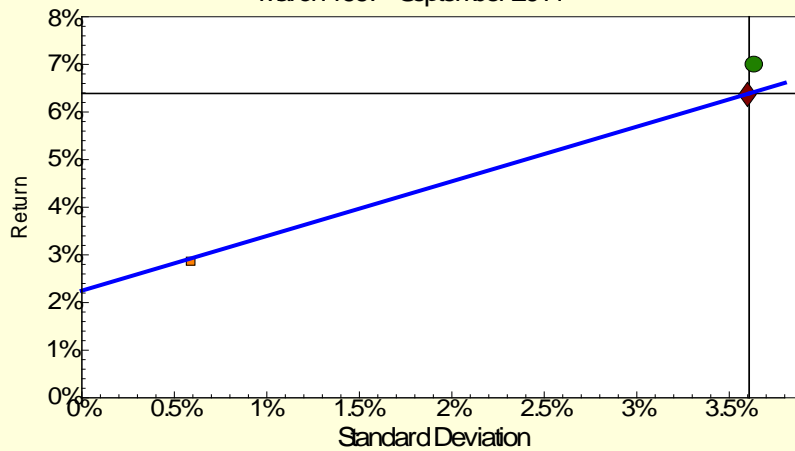
Manager Profile

Firm: Dodge & Cox
 Location: San Francisco, CA
 Year Founded: 1930
 Contact: Dana Emery, Senior V. P.
 Assets Managed: \$1,091.1 million
 Inception Date: March 1997
 Assigned Role: Full Mandate
 Benchmark: Barclays Aggregate Bond Index
 Investment Style: Core Fixed Income

Manager vs Benchmark Return through September 2011 (not annualized if less than 1 year)

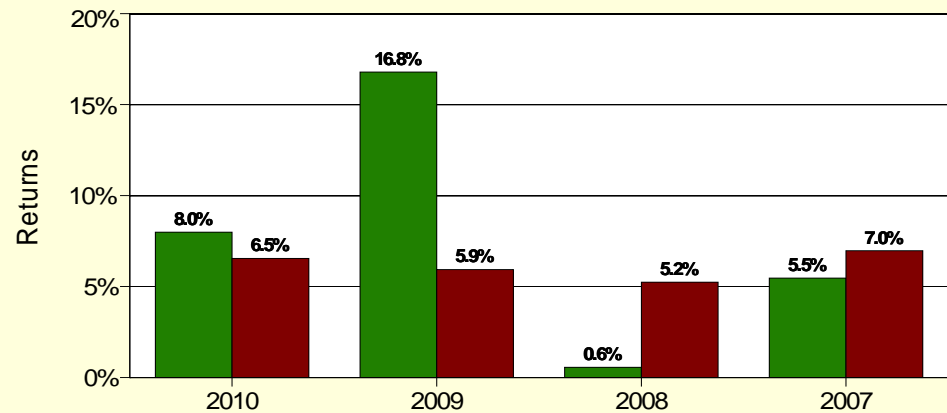
	1 quarter	1 year	3 years	5 years	7 years	10 years	Since Inception
Dodge & Cox	0.78%	4.44%	10.49%	7.26%	6.26%	6.49%	7.08%
Russell Core/Sector	2.99%	5.41%	9.82%	7.09%	6.07%	6.13%	NA
Barclays Aggregate	3.82%	5.26%	7.97%	6.53%	5.57%	5.66%	6.39%

Manager Risk/Return March 1997 - September 2011



● Dodge & Cox ◆ Market Benchmark: Barclays Aggregate □ Cash Equivalent: 3-month T-bill — Capital Market Line

Calendar Year Returns As of September 2011



■ Dodge & Cox ■ Barclays Aggregate Bond Index



FIXED INCOME - CORE

PUGH CAPITAL MANAGEMENT, INC.

for the quarter ended September 30, 2011

Manager Profile

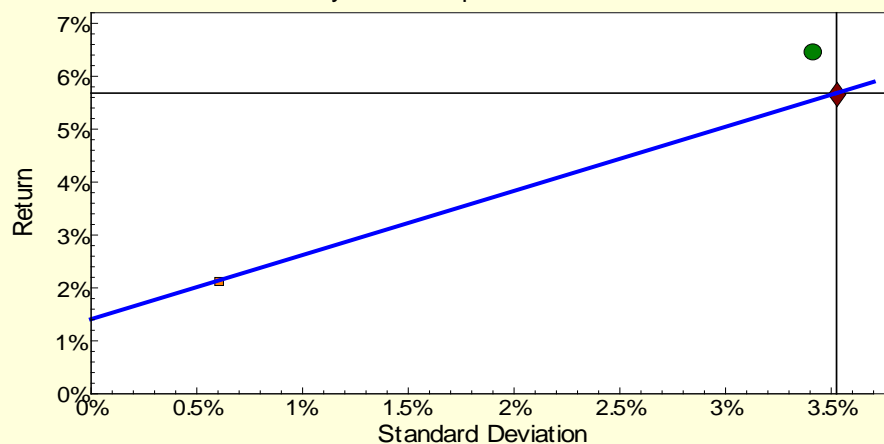
Firm: Pugh Capital Management, Inc.
 Location: Seattle, WA
 Year Founded: 1991
 Contact: Mary E. Pugh, President
 Assets Managed: \$73.1 million
 Inception Date: July 2005
 Assigned Role: Emerging Manager
 Benchmark: Barclays Aggregate Bond Index
 Investment Style: Core Fixed Income

Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	Since Inception
Pugh Capital	3.82%	6.18%	9.58%	7.47%	6.46%
Russell Core/Sector	2.99%	5.41%	9.82%	7.09%	NA
Barclays Aggregate	3.82%	5.26%	7.97%	6.53%	5.68%

Manager Risk/Return

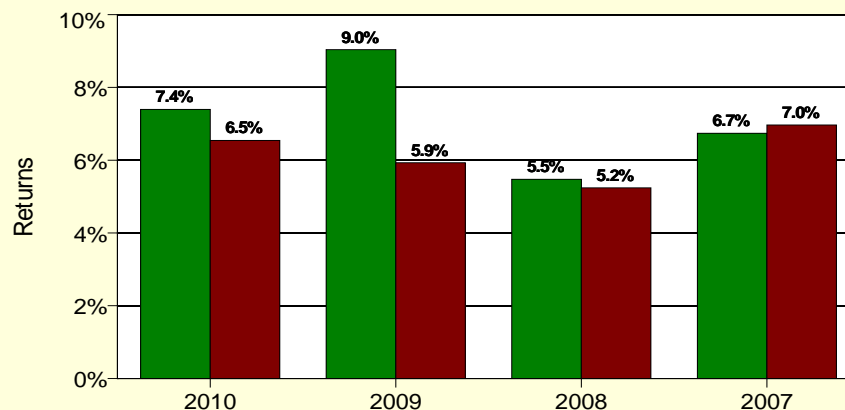
July 2005 - September 2011



● Pugh Capital
 ◆ Market Benchmark: Barclays Aggregate
 ■ Cash Equivalent: 3-month T-bill
 — Capital Market Line

Calendar Year Returns

As of September 2011



■ Pugh Capital
 ■ Barclays Aggregate Bond Index



FIXED INCOME - CORE

WELLS CAPITAL MANAGEMENT

for the quarter ended September 30, 2011

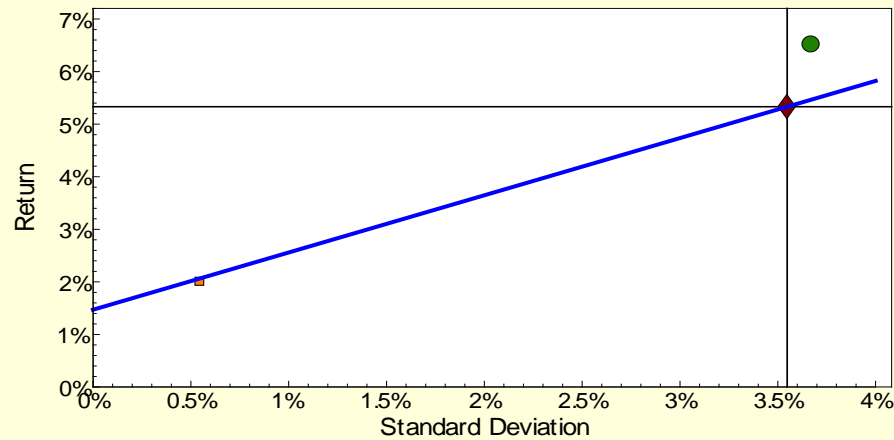
Manager Profile

Firm: Wells Capital Management
 Location: Walnut Creek, CA
 Year Founded: 1981
 Contact: Sandra Willen, Managing Director
 Assets Managed: \$1,104.7 million
 Inception Date: March 2004
 Assigned Role: Full Mandate
 Benchmark: Barclays Aggregate Bond Index
 Investment Style: Core Fixed Income

Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

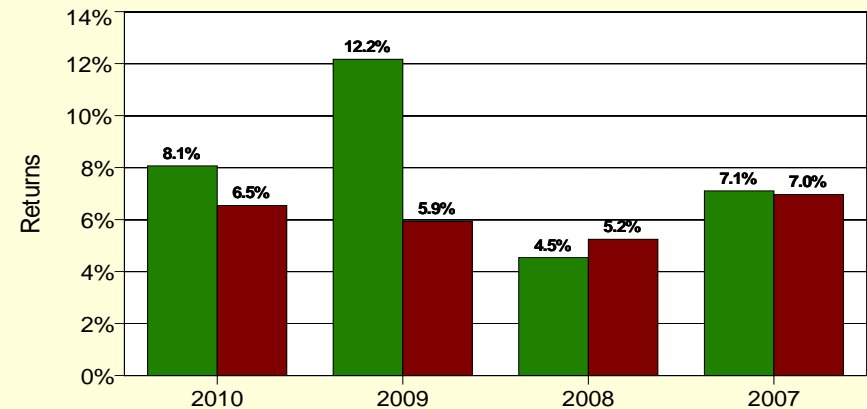
	1 quarter	1 year	3 years	5 years	7 years	Since Inception
Wells Capital	3.78%	6.21%	10.41%	8.10%	6.79%	6.55%
Russell Core/Sector	2.99%	5.41%	9.82%	7.09%	6.07%	NA
Barclays Aggregate	3.82%	5.26%	7.97%	6.53%	5.57%	5.33%

Manager Risk/Return March 2004 - September 2011



● Wells Capital ◆ Market Benchmark: Barclays Aggregate □ Cash Equivalent: 3-month T-bill — Capital Market Line

Calendar Year Returns As of September 2011



■ Wells Capital ■ Barclays Aggregate Bond Index



FIXED INCOME - CORE PLUS

DOLAN McENIRY CAPITAL MANAGEMENT, LLC

for the quarter ended September 30, 2011

Manager Profile

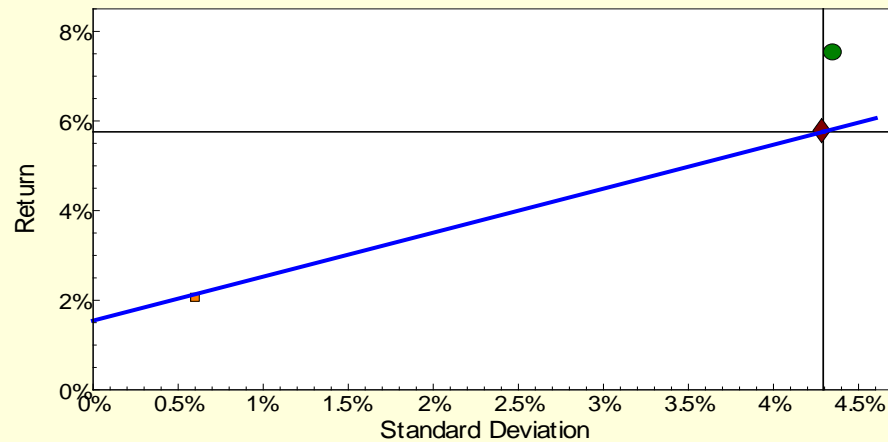
Firm: Dolan McEniry Capital Management
Location: Chicago, IL
Year Founded: 1997
Contact: Daniel Dolan Jr., Principal
Assets Managed: \$129.3 million
Inception Date: July 2005
Assigned Role: Emerging Manager
Benchmark: Dolan McEniry Custom Index
Investment Style: Core Plus Fixed Income

Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	Since Inception
Dolan McEniry	0.81%	4.50%	11.35%	8.44%	7.54%
Russell Core/Sector	2.99%	5.41%	9.82%	7.09%	NA
Dolan McEniry Custom	0.74%	3.56%	9.65%	6.45%	5.76%

Manager Risk/Return

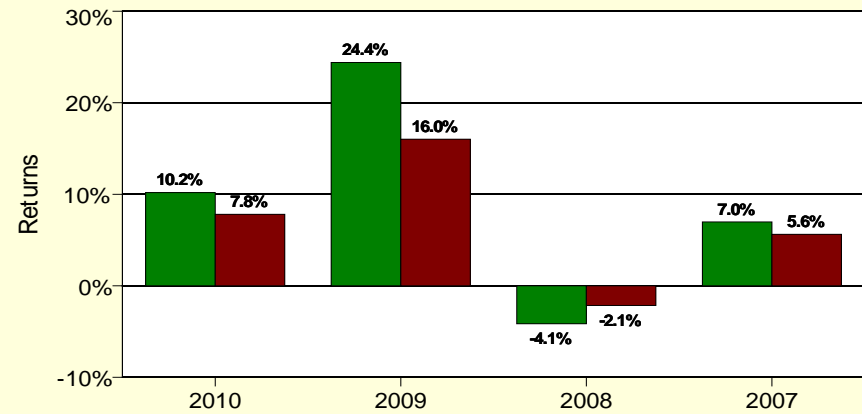
July 2005 - September 2011



● Dolan McEniry
 ◆ Market Benchmark: Dolan McEniry Custom Benchmark
 ■ Cash Equivalent: 3-month T-bill
 — Capital Market Line

Calendar Year Returns

As of September 2011



■ Dolan McEniry
 ■ Dolan McEniry Custom



FIXED INCOME - CORE PLUS

GW CAPITAL, INC.

for the quarter ended September 30, 2011

Manager Profile

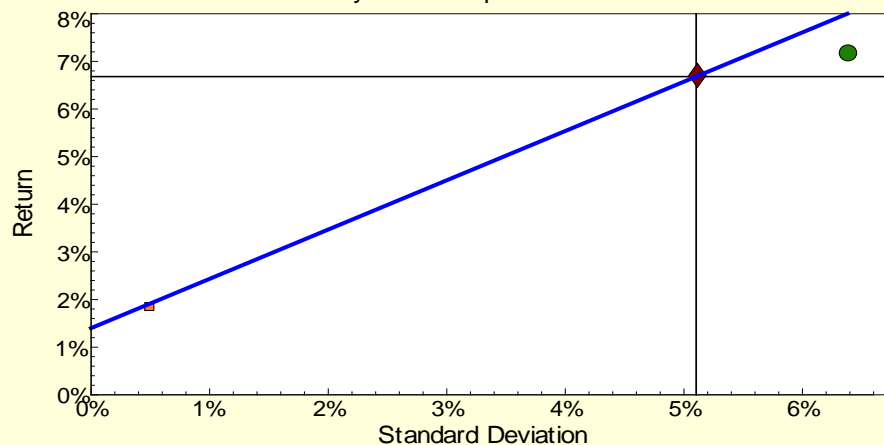
Firm: GW Capital, Inc.
 Location: Bellevue, WA
 Year Founded: 1989
 Contact: Guy Watanabe, President
 Assets Managed: \$123.4 million
 Inception Date: January 2002
 Assigned Role: Emerging Manager
 Benchmark: GW Custom Index
 Investment Style: Core Plus Fixed Income

Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	7 years	Since Inception
GW Capital	-0.19%	5.78%	11.44%	7.68%	6.89%	7.21%
Russell Core/Sector	2.99%	5.41%	9.82%	7.09%	6.07%	NA
GW Custom	1.00%	4.18%	10.12%	6.70%	6.06%	6.68%

Manager Risk/Return

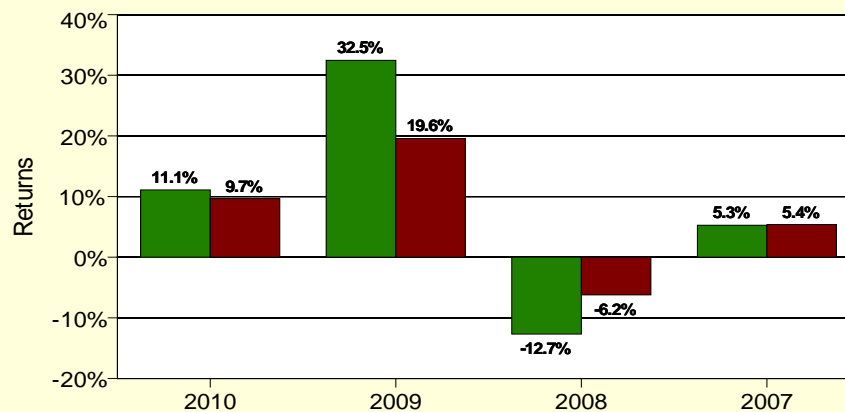
January 2002 - September 2011



● GW Capital
 ◆ Market Benchmark: GW Custom
 ■ Cash Equivalent 3-month T-bill
 — Capital Market Line

Calendar Year Returns

As of September 2011



■ GW Capital
 ■ GW Custom



FIXED INCOME - CORE PLUS

LM CAPITAL GROUP, LLC

for the quarter ended September 30, 2011

Manager Profile

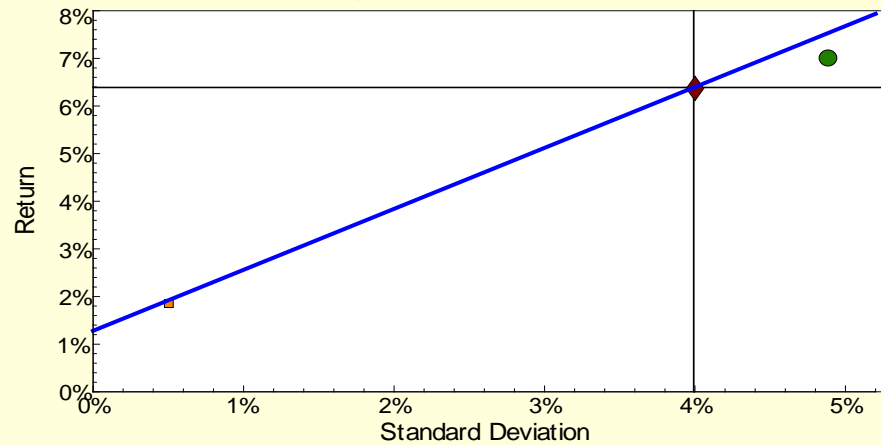
Firm: LM Capital Group, LLC
 Location: San Diego, CA
 Year Founded: 1989
 Contact: John Chalker, Managing Director
 Assets Managed: \$612.9 million
 Inception Date: January 2002
 Assigned Role: Full Mandate
 Benchmark: LM Custom Index
 Investment Style: Core Plus Fixed Income

Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	7 years	Since Inception
LMCapital	2.12%	4.67%	10.51%	7.07%	6.23%	7.06%
Russell Core/Sector	2.99%	5.41%	9.82%	7.09%	6.07%	NA
LMCustom	3.32%	4.89%	8.38%	6.70%	5.94%	6.39%

Manager Risk/Return

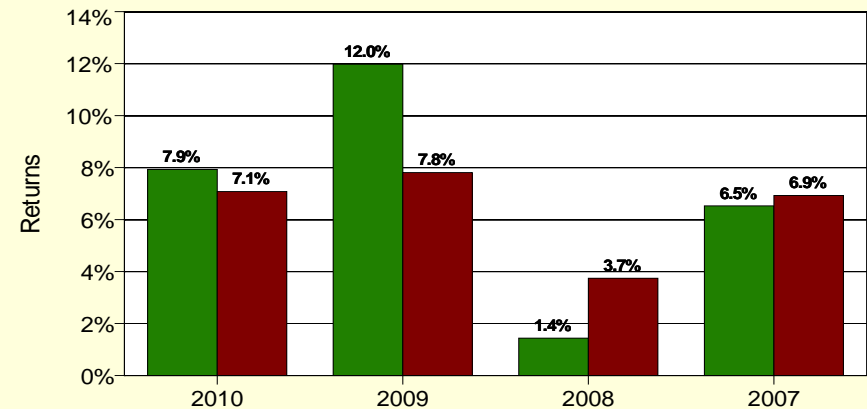
January 2002 - September 2011



● LM Capital ◆ Market Benchmark: LM Custom □ Cash Equivalent: 3-month T-bill — Capital Market Line

Calendar Year Returns

As of September 2011



■ LM Capital ■ LM Custom



FIXED INCOME - CORE PLUS

LOOMIS, SAYLES & COMPANY, L.P.

for the quarter ended September 30, 2011

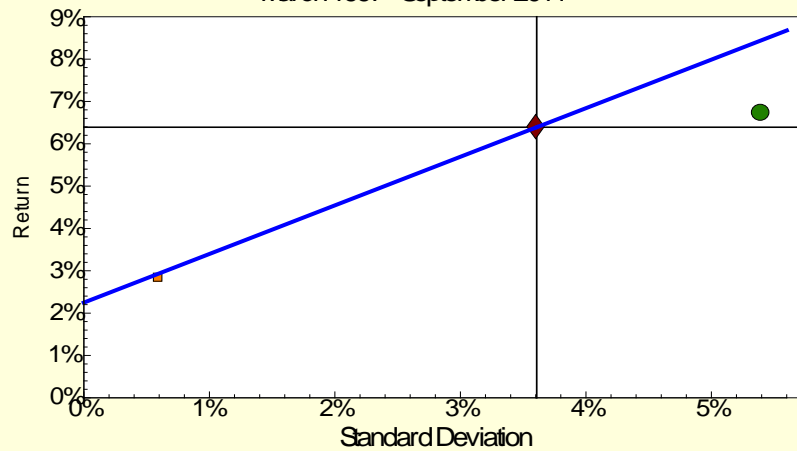
Manager Profile

Firm: Loomis, Sayles & Company, LP
 Location: Boston, MA
 Year Founded: 1926
 Contact: Stephanie S. Lord, Vice President
 Assets Managed: \$731.9 million
 Inception Date: March 1997
 Assigned Role: Full Mandate
 Benchmark: Barclays Aggregate Bond Index
 Investment Style: Core Plus Fixed Income

Manager vs Benchmark Return through September 2011 (not annualized if less than 1 year)

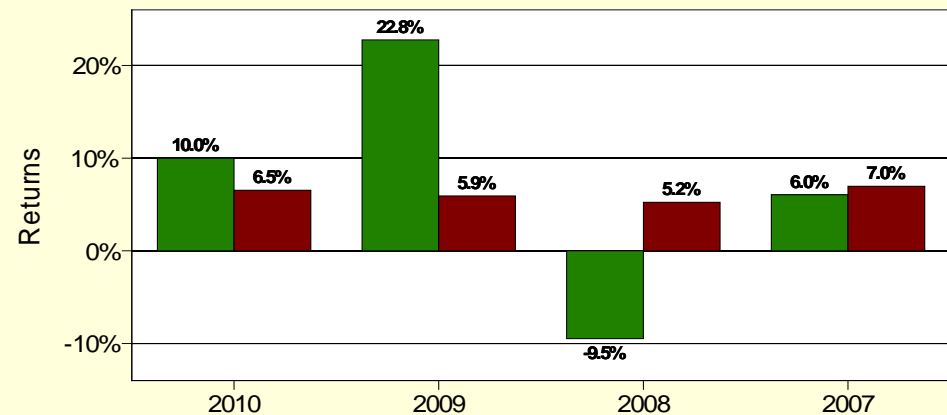
	1 quarter	1 year	3 years	5 years	7 years	10 years	Since Inception
Loomis, Sayles	1.34%	4.55%	12.72%	6.73%	5.80%	6.15%	6.82%
Russell Core/Sector	2.99%	5.41%	9.82%	7.09%	6.07%	6.13%	NA
Barclays Aggregate	3.82%	5.26%	7.97%	6.53%	5.57%	5.66%	6.39%

Manager Risk/Return March 1997 - September 2011



● Loomis, Sayles ◆ Market Benchmark: Barclays Aggregate ■ Cash Equivalent: 3-month T-bill — Capital Market Line

Calendar Year Returns As of September 2011



■ Loomis, Sayles ■ Barclays Aggregate Bond Index



FIXED INCOME - CORE PLUS

PACIFIC INVESTMENT MANAGEMENT COMPANY

for the quarter ended September 30, 2011

Manager Profile

Firm: Pacific Investment Management Co.
 Location: Newport Beach, CA
 Year Founded: 1971
 Contact: Julie Meggers, Vice President
 Assets Managed: \$873.6 million
 Inception Date: March 2004
 Assigned Role: Full Mandate
 Benchmark: Barclays Aggregate Bond Index
 Investment Style: Core Plus Fixed Income

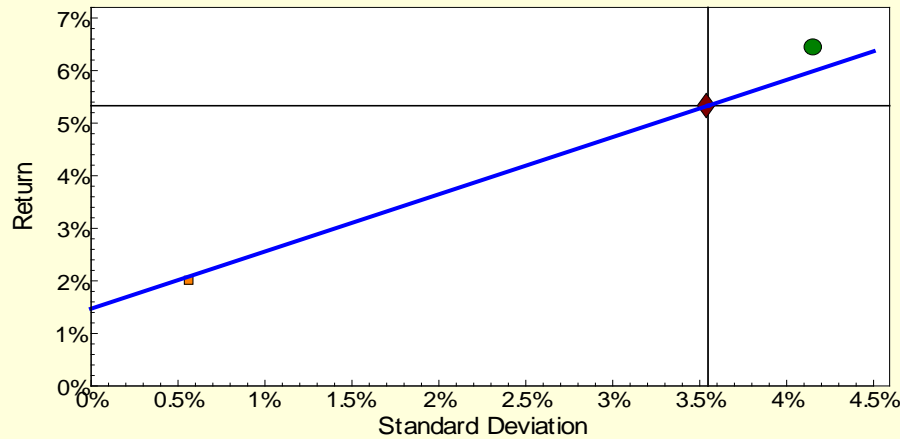
Manager vs Benchmark: Return through September 2011

(not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	7 years	Since Inception
PIMCO Fixed	-0.86%	2.16%	9.50%	7.71%	6.67%	6.48%
Russell Core/Sector	2.99%	5.41%	9.82%	7.09%	6.07%	NA
Barclays Aggregate	3.82%	5.26%	7.97%	6.53%	5.57%	5.33%

Manager Risk/Return

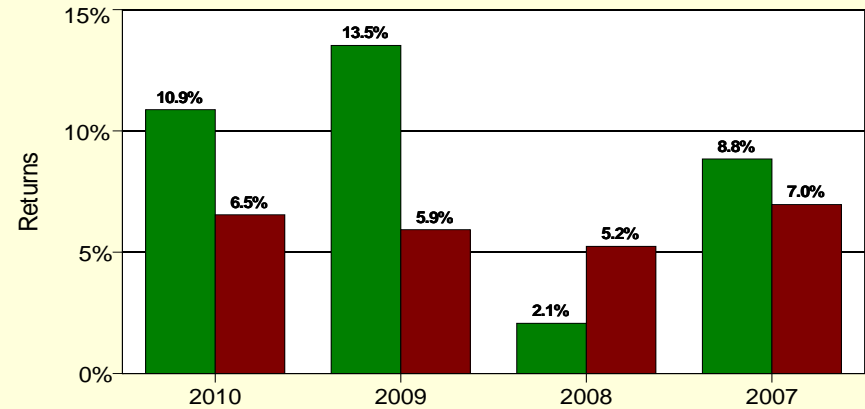
March 2004 - September 2011



● PIMCO Fixed
 ◆ Market Benchmark: Barclays Aggregate
 ■ Cash Equivalent: 3-month T-bill
 — Capital Market Line

Calendar Year Returns

As of September 2011



■ PIMCO Fixed
 ■ Barclays Aggregate Bond Index



FIXED INCOME - CORE PLUS

WESTERN ASSET MANAGEMENT COMPANY

for the quarter ended September 30, 2011

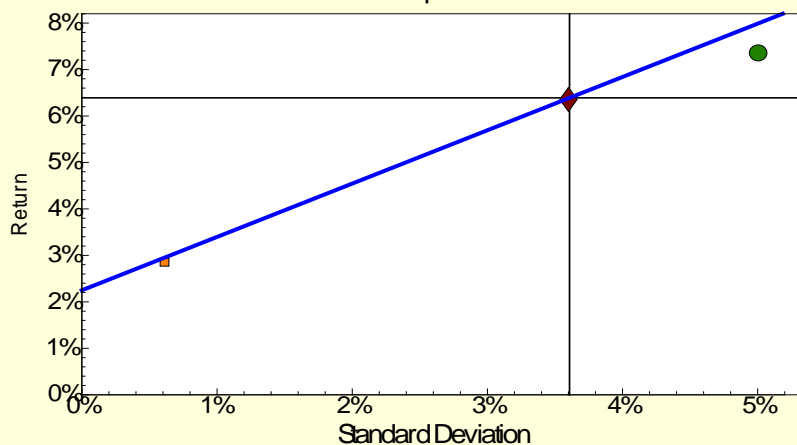
Manager Profile

Firm: Western Asset Management Co.
 Location: Pasadena, CA
 Year Founded: 1971
 Contact: Joseph Carieri, Client Serv. Exec.
 Assets Managed: \$751.4 million
 Inception Date: March 1997
 Assigned Role: Full Mandate
 Benchmark: Barclays Aggregate Bond Index
 Investment Style: Core Plus Fixed Income

Manager vs Benchmark Return through September 2011 (not annualized if less than 1 year)

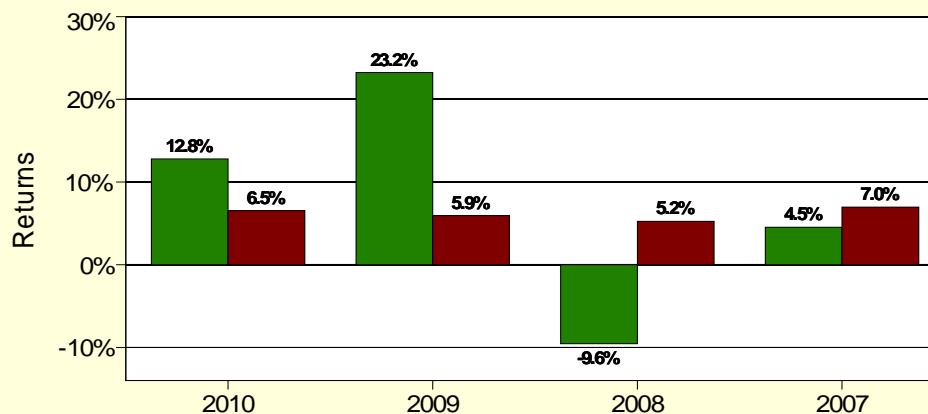
	1 quarter	1 year	3 years	5 years	7 years	10 years	Since Inception
Western Core Plus	1.40%	5.42%	12.13%	7.08%	6.40%	7.09%	7.43%
Russell Core/Sector	2.99%	5.41%	9.82%	7.09%	6.07%	6.13%	NA
Barclays Aggregate	3.82%	5.26%	7.97%	6.53%	5.57%	5.66%	6.39%

Manager Risk/Return March 1997 - September 2011



● Western Core Plus
 ◆ Market Benchmark: Barclays Aggregate
 ■ Cash Equivalent: 3-month T-bill
 — Capital Market Line

Calendar Year Returns As of September 2011



■ Western Core Plus
 ■ Barclays Aggregate Bond Index



FIXED INCOME - OPPORTUNISTIC

OAKTREE CAPITAL MANAGEMENT, L.P.

for the quarter ended September 30, 2011

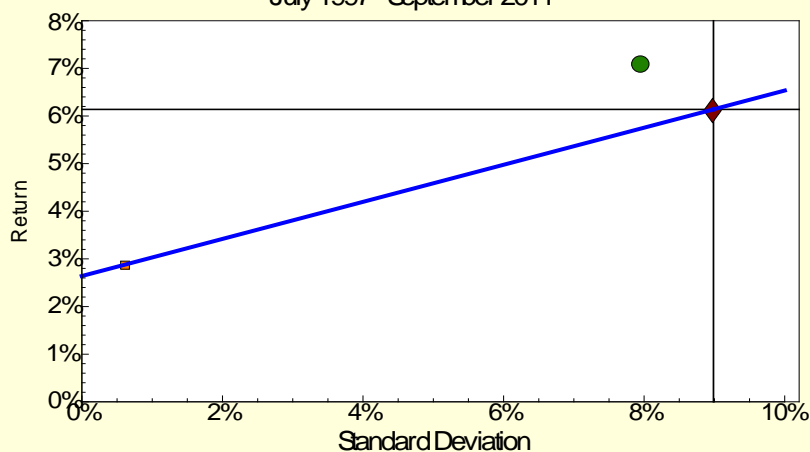
Manager Profile

Firm: Oaktree Capital Management, L.P.
Location: Los Angeles, CA
Year Founded: 1995
Contact: Sheldon M. Stone, Principal
Assets Managed: \$389.5 million
Inception Date: July 1997
Assigned Role: Full Mandate
Benchmark: Barclays High Yield Ba/B Index
Investment Style: Opportunistic - High Yield

Manager vs Benchmark Return through September 2011 (not annualized if less than 1 year)

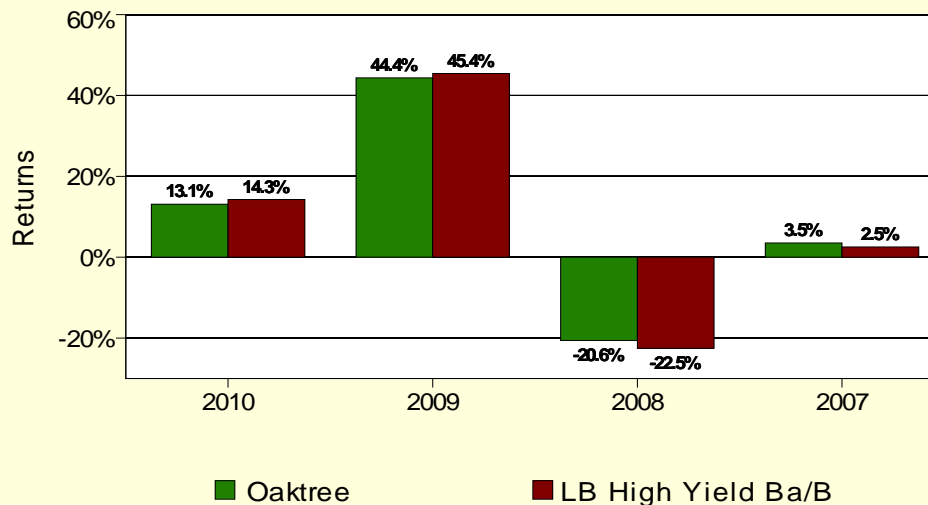
	1 quarter	1 year	3 years	5 years	7 years	10 years	Since Inception
Oaktree	-4.16%	2.47%	11.15%	6.95%	6.94%	8.54%	7.12%
Russell High Yield	-5.50%	2.69%	11.80%	6.82%	7.01%	8.85%	NA
Barclays High Yield Ba/B	-4.49%	2.58%	12.03%	6.52%	6.57%	8.00%	6.14%

Manager Risk/Return July 1997 - September 2011



● Oaktree
 ◆ Market Benchmark: LB High Yield Ba/B
 ■ Cash Equivalent: 3-month T-bill
 — Capital Market Line

Calendar Year Returns As of September 2011





FIXED INCOME - OPPORTUNISTIC

PENN CAPITAL MANAGEMENT COMPANY, INC.

for the quarter ended September 30, 2011

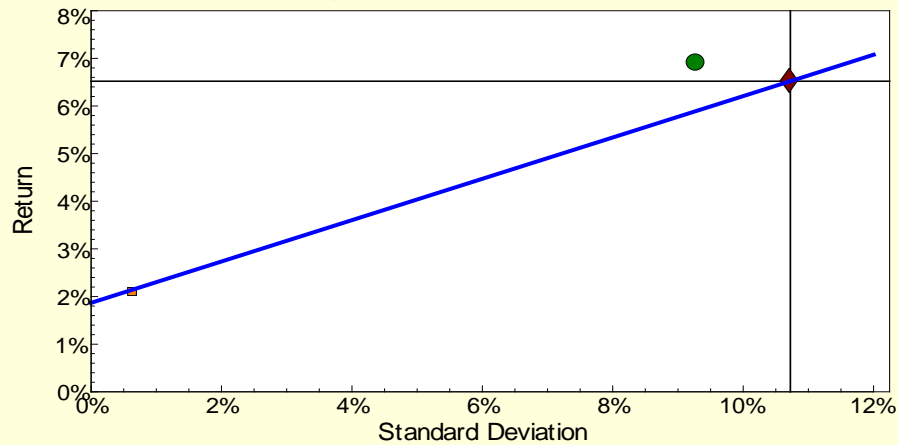
Manager Profile

Firm: PENN Capital Management Co., Inc.
Location: Cherry Hill, NJ
Year Founded: 1987
Contact: Christian Noyes, Sr. V.P. & Principal
Assets Managed: \$74.4 million
Inception Date: July 2005
Assigned Role: Emerging Manager Program
Benchmark: Barclays High Yield Ba/B Index
Investment Style: Opportunistic - High Yield

Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

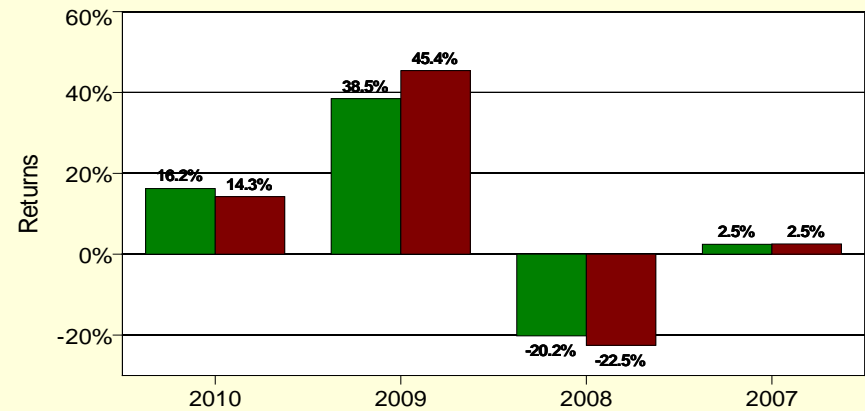
	1 quarter	1 year	3 years	5 years	Since Inception
PENN Capital	-3.81%	4.49%	11.22%	6.66%	6.95%
Russell High Yield	-5.50%	2.69%	11.80%	6.82%	NA
Barclays High Yield Ba/B	-4.49%	2.58%	12.03%	6.52%	6.52%

Manager Risk/Return July 2005 - September 2011



● PENN Capital
 ◆ Market Benchmark: LB High Yield Ba/B
 ■ Cash Equivalent: 3-month T-bill
 — Capital Market Line

Calendar Year Returns As of September 2011



■ PENN Capital
 ■ LB High Yield Ba/B



FIXED INCOME - OPPORTUNISTIC

POST ADVISORY GROUP, LLC

for the quarter ended September 30, 2011

Manager Profile

Firm: Post Advisory Group, LLC
Location: Los Angeles, CA
Year Founded: 1992
Contact: Melinda Newman, Managing Director
Assets Managed: \$393.1 million
Inception Date: January 2002
Assigned Role: Full Mandate
Benchmark: Barclays High Yield Ba/B Index
Investment Style: Opportunistic - High Yield

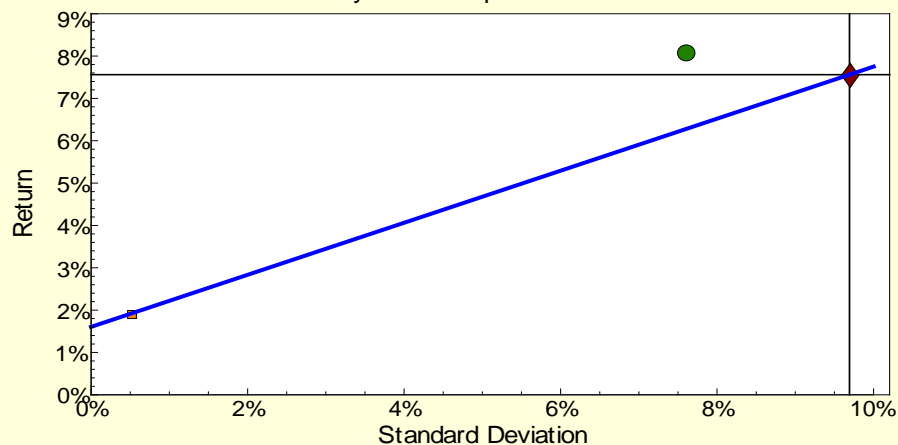
Manager vs Benchmark: Return through September 2011

(not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	7 years	Since Inception
Post Advisory	-4.47%	3.41%	10.08%	6.92%	6.82%	8.12%
Russell High Yield	-5.50%	2.69%	11.80%	6.82%	7.01%	NA
Barclays High Yield Ba/B	-4.49%	2.58%	12.03%	6.52%	6.57%	7.56%

Manager Risk/Return

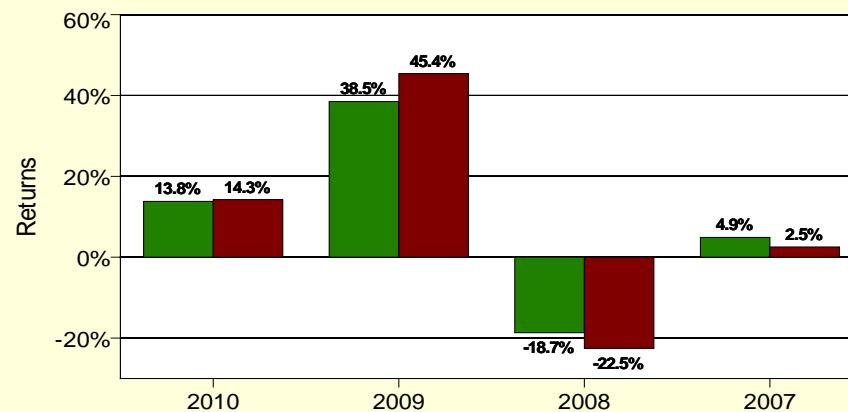
January 2002 - September 2011



● Post Advisory
 ◆ Market Benchmark: LB High Yield Ba/B
 ■ Cash Equivalent: 3-month T-bill
 — Capital Market Line

Calendar Year Returns

As of September 2011



■ Post Advisory
 ■ LB High Yield Ba/B



FIXED INCOME - OPPORTUNISTIC

BRIGADE CAPITAL MANAGEMENT

for the quarter ended September 30, 2011

Manager Profile

Firm: Brigade Capital Management
 Location: New York, NY
 Year Founded: 2006
 Contact: Rob Brady, Director
 Assets Managed: \$111.5 million
 Inception Date: July 2010
 Assigned Role: Full Mandate
 Benchmark: Brigade/Harch Custom Index
 Investment Style: Opportunistic - Credit

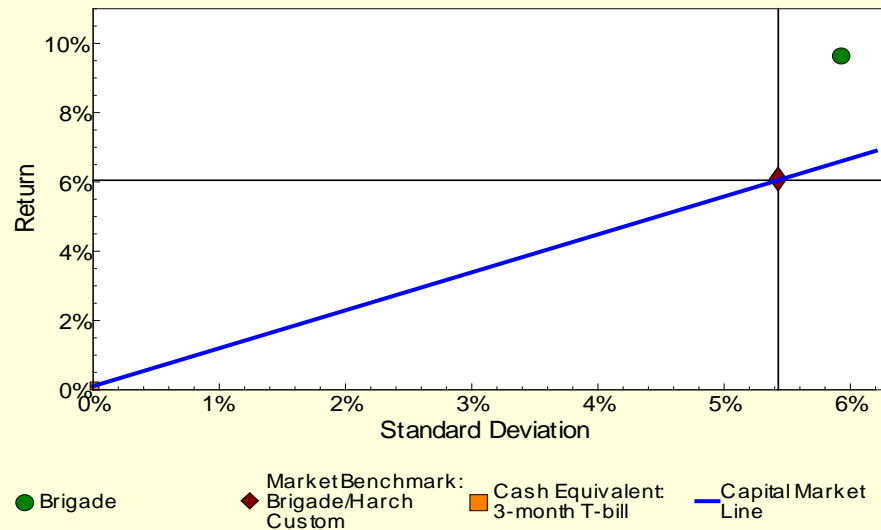
Manager vs Benchmark: Return through September 2011

(not annualized if less than 1 year)

	1 quarter	1 year	Since Inception
Brigade Capital	-3.30%	9.39%	9.70%
Brigade/Harch Custom Index	-4.11%	2.51%	6.05%

Manager Risk/Return

July 2010 - September 2011



Insufficient Data



FIXED INCOME - OPPORTUNISTIC

HARCH CAPITAL MANAGEMENT, LLC

for the quarter ended September 30, 2011

Manager Profile

Firm: Harch Capital Management, LLC
Location: Boca Raton, FL
Year Founded: 1990
Contact: Gabriel "Buddy" Gengler, Executive Vice President
Assets Managed: \$106.9 million
Inception Date: July 2010
Assigned Role: Full Mandate
Benchmark: Brigade/Harch Custom Index
Investment Style: Opportunistic - Credit

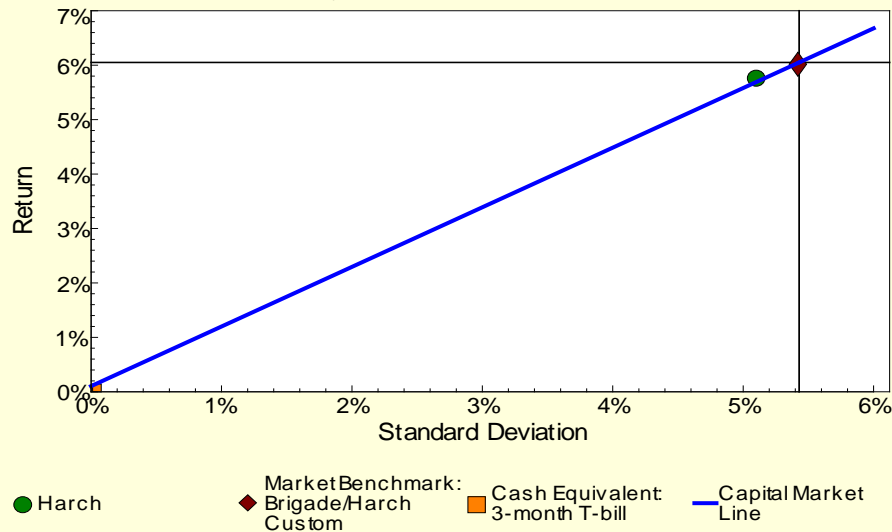
Manager vs Benchmark: Return through September 2011

(not annualized if less than 1 year)

	1 quarter	1 year	Since Inception
Harch	-3.23%	3.03%	5.81%
Brigade/Harch Custom Index	-4.11%	2.51%	6.05%

Manager Risk/Return

July 2010 - September 2011



Insufficient Data



FIXED INCOME - OPPORTUNISTIC

PRINCIPAL GLOBAL INVESTORS, LLC

for the quarter ended September 30, 2011

<p style="text-align: center;">Manager Profile</p> <p>Firm: Principal Global Investors, LLC Location: Des Moines, IA Year Founded: 1879 Contact: Paul Stover, Relationship Manager Assets Managed: \$122.0 million Inception Date: February 2011 Assigned Role: Full Mandate Benchmark: Principal Custom Index Investment Style: Opportunistic - Credit</p>	<p style="text-align: center;">Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)</p> <table border="1" style="width: 100%; border-collapse: collapse; text-align: center;"> <thead> <tr> <th style="width: 20%;"></th> <th style="width: 30%;">1 quarter</th> <th style="width: 50%;">Since Inception</th> </tr> </thead> <tbody> <tr> <td style="text-align: left;">Principal Opp.</td> <td>-2.22%</td> <td>-1.49%</td> </tr> <tr> <td style="text-align: left;">Principal Opp. Custom Index</td> <td>-0.89%</td> <td>1.69%</td> </tr> </tbody> </table>		1 quarter	Since Inception	Principal Opp.	-2.22%	-1.49%	Principal Opp. Custom Index	-0.89%	1.69%
	1 quarter	Since Inception								
Principal Opp.	-2.22%	-1.49%								
Principal Opp. Custom Index	-0.89%	1.69%								
Insufficient Data	Insufficient Data									



FIXED INCOME - OPPORTUNISTIC

WESTERN ASSET MANAGEMENT COMPANY

for the quarter ended September 30, 2011

Manager Profile

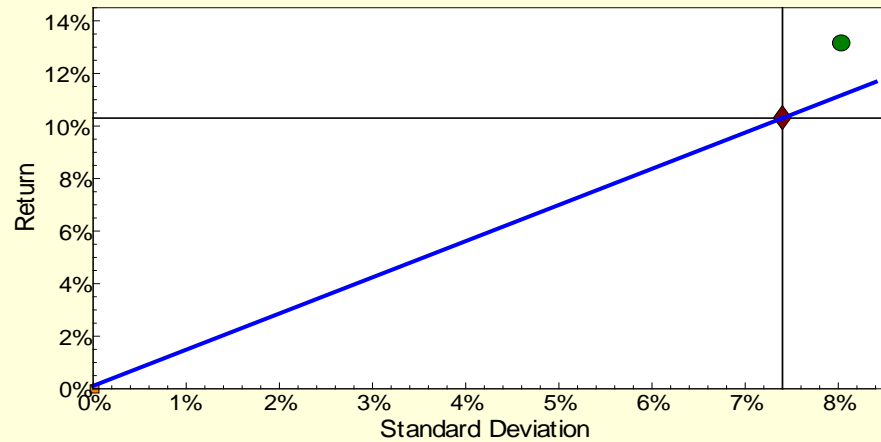
Firm: Western Asset Management Co.
 Location: Pasadena, CA
 Year Founded: 1971
 Contact: Joseph Carieri, Client Service Executive
 Assets Managed: \$124.9 million
 Inception Date: February 2009
 Assigned Role: Full Mandate
 Benchmark: Western Opportunistic Custom Index
 Investment Style: Opportunistic - Structured Credit

Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	Since Inception
Western Opp.	-3.52%	1.66%	13.19%
Western Opp. Custom Index	-2.95%	-0.91%	10.30%

Manager Risk/Return

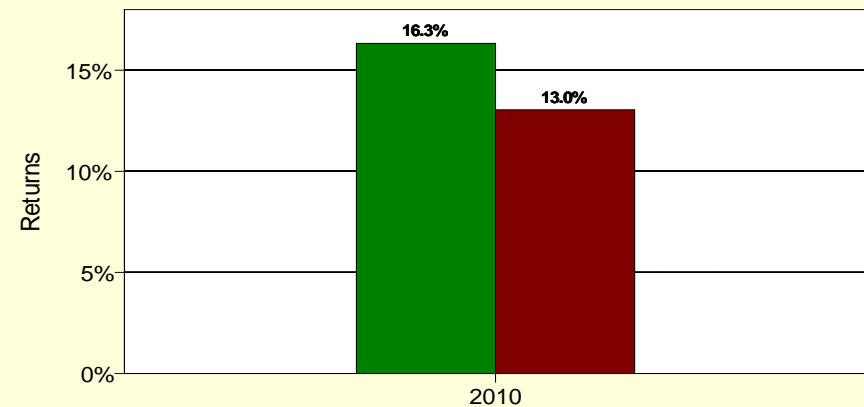
February 2009 - September 2011



● Western Opp.
 ◆ Market Benchmark: Western Opp. Custom Benchmark
 ■ Cash Equivalent: 3-month T-bill
 — Capital Market Line

Calendar Year Returns

As of September 2011



■ Western Opp.
 ■ Western Opp. Custom Benchmark



FIXED INCOME - STIF

WESTERN ASSET MANAGEMENT COMPANY

for the quarter ended September 30, 2011

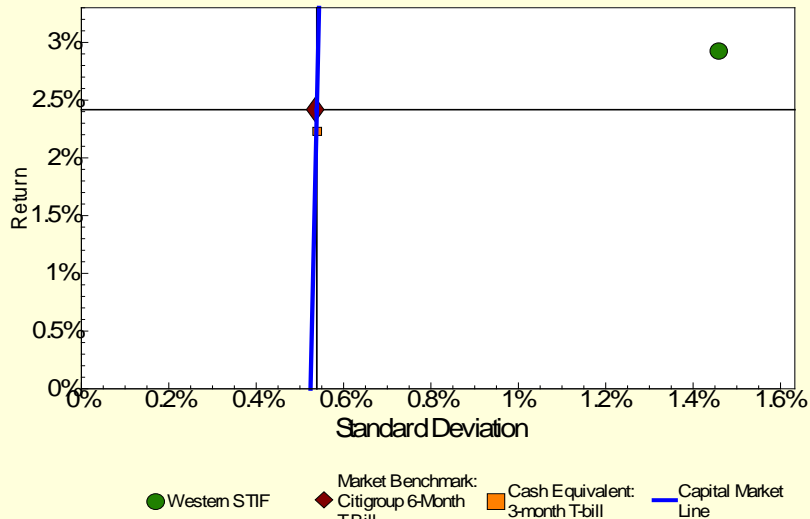
Manager Profile

Firm: Western Asset Management Co.
 Location: Pasadena, CA
 Year Founded: 1971
 Contact: Joseph Carieri, Client Service Executive
 Assets Managed: \$1,009.5 million
 Inception Date: September 2000
 Assigned Role: Full Mandate
 Benchmark: Citigroup 6-month T-Bill
 Investment Style: Cash/STIF

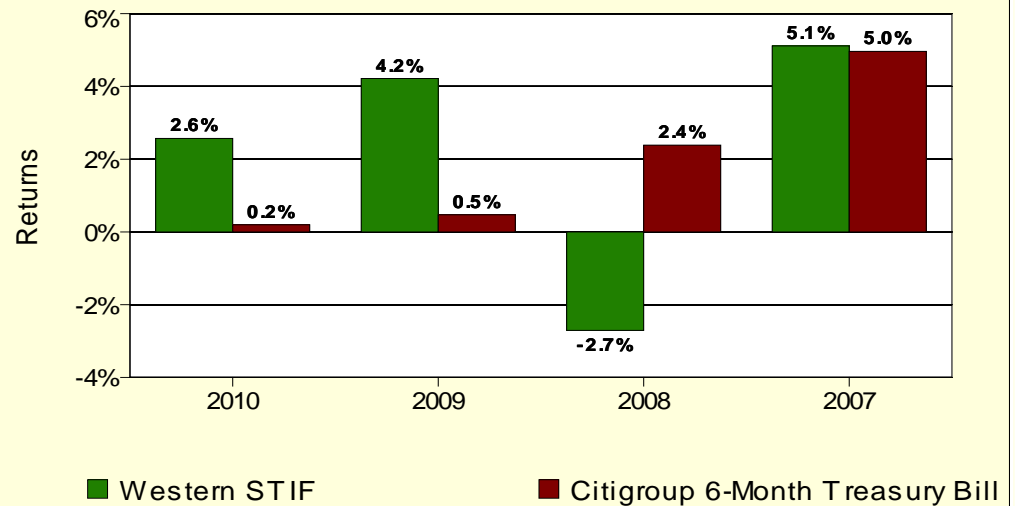
Manager vs Benchmark Return through September 2011 (not annualized if less than 1 year)

	1 quarter	1 year	3 years	5 years	7 years	10 years	Since Inception
Western (STIF)	-0.04%	0.48%	2.32%	2.13%	2.56%	2.44%	2.93%
Citigroup 6-month T-Bill	0.03%	0.17%	0.41%	1.87%	2.33%	2.10%	2.42%

Manager Risk/Return September 2000 - September 2011



Calendar Year Returns As of September 2011



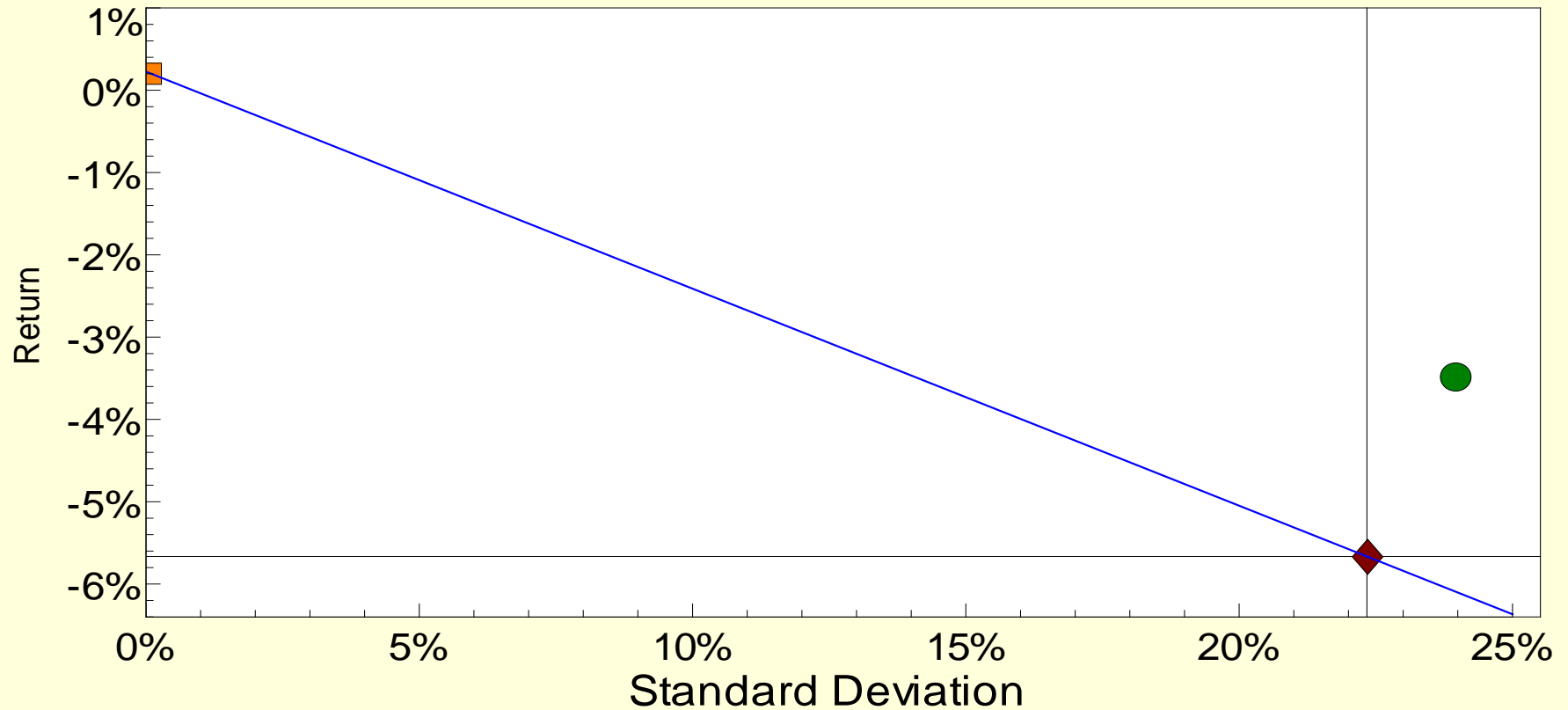


COMMODITIES

RISK-ADJUSTED RETURN

for the quarter ended September 30, 2011

October 2008 - September 2011
(3 Years)



● Commodities ◆ Market Benchmark: DJ-AIG Commodity Index ■ Cash Equivalent: 3-month T-bill — Capital Market Line



COMMODITIES

CREDIT SUISSE ASSET MANAGEMENT, LLC

for the quarter ended September 30, 2011

<p style="text-align: center;">Manager Profile</p> <p>Firm: Credit Suisse Asset Management, LLC Location: New York, NY Year Founded: 1935 Contact: Nelson Louie, Managing Director Assets Managed: \$190.9 million Inception Date: March 2011 Assigned Role: Commodities Benchmark: DJ-UBS Commodity Index Investment Style: Active Commodities</p>	<p style="text-align: center;">Manager vs Benchmark: Return through September 2011 (not annualized if less than 1 year)</p> <table border="1" style="width: 100%; border-collapse: collapse; text-align: center;"> <thead> <tr> <th style="width: 20%;"></th> <th style="width: 30%;">1 quarter</th> <th style="width: 50%;">Since Inception</th> </tr> </thead> <tbody> <tr> <td style="text-align: left;">Credit Suisse Commodity</td> <td>-11.38%</td> <td>-15.82%</td> </tr> <tr> <td style="text-align: left;">DJ-UBS Commodity Index</td> <td>-11.33%</td> <td>-15.59%</td> </tr> </tbody> </table>		1 quarter	Since Inception	Credit Suisse Commodity	-11.38%	-15.82%	DJ-UBS Commodity Index	-11.33%	-15.59%
	1 quarter	Since Inception								
Credit Suisse Commodity	-11.38%	-15.82%								
DJ-UBS Commodity Index	-11.33%	-15.59%								
Insufficient Data	Insufficient Data									



COMMODITIES

NEUBERGER BERMAN ALTERNATIVE FUND MGMT. LLC/GRESHAM

for the quarter ended September 30, 2011

Manager Profile

Firm: Neuberger Berman/Gresham
 Location: New York, NY
 Year Founded: 1850/1987
 Contact: Carter Reynolds, Managing Director
 Assets Managed: \$331.5 million
 Inception Date: July 2007
 Assigned Role: Commodities
 Benchmark: DJ-UBS Commodity Index
 Investment Style: Active Commodities

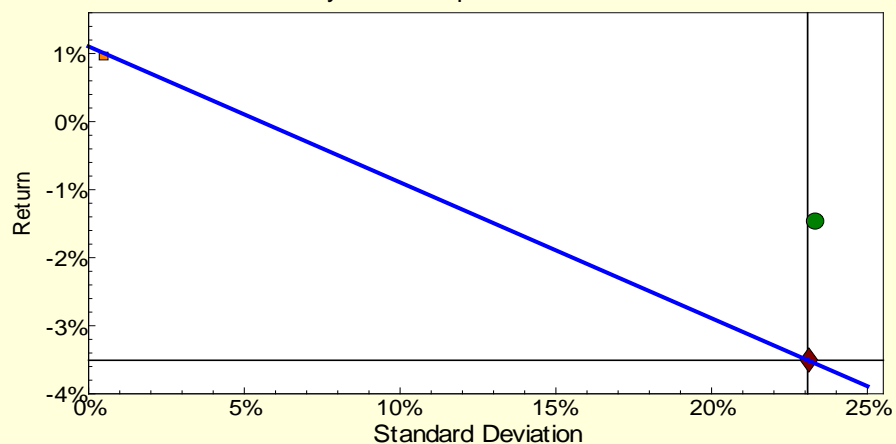
Manager vs Benchmark: Return through September 2011

(not annualized if less than 1 year)

	1 quarter	1 year	3 years	Since Inception
NB/Gresham Commodity	-10.68%	5.02%	-3.38%	-1.44%
DJ-UBS Commodity Index	-11.33%	0.02%	-5.67%	-3.51%

Manager Risk/Return

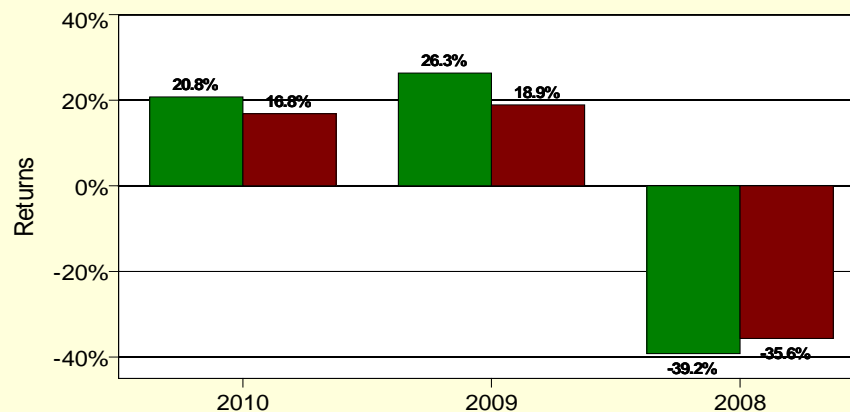
July 2007 - September 2011



● NB/Gresham Commodity ◆ Market Benchmark: DJ-UBS Commodity Index ■ Cash Equivalent: 3-month T-bill — Capital Market Line

Calendar Year Returns

As of September 2011



■ NB/Gresham Commodity ■ DJ-UBS Commodity Index



COMMODITIES

PACIFIC INVESTMENT MANAGEMENT COMPANY

for the quarter ended September 30, 2011

Manager Profile

Firm: Pacific Investment Management Co.
 Location: Newport Beach, CA
 Year Founded: 1971
 Contact: Julie Meggers, Vice President
 Assets Managed: \$422.8 million
 Inception Date: July 2007
 Assigned Role: Commodities
 Benchmark: DJ-UBS Commodity Index
 Investment Style: Active Commodities

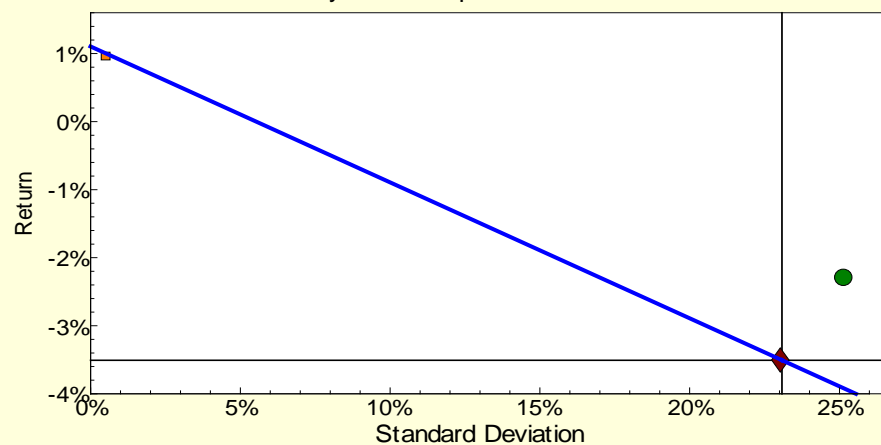
Manager vs Benchmark: Return through September 2011

(not annualized if less than 1 year)

	1 quarter	1 year	3 years	Since Inception
PIMCO Commodity	-12.64%	-0.23%	-3.97%	-2.28%
DJ-UBS Commodity Index	-11.33%	0.02%	-5.67%	-3.51%

Manager Risk/Return

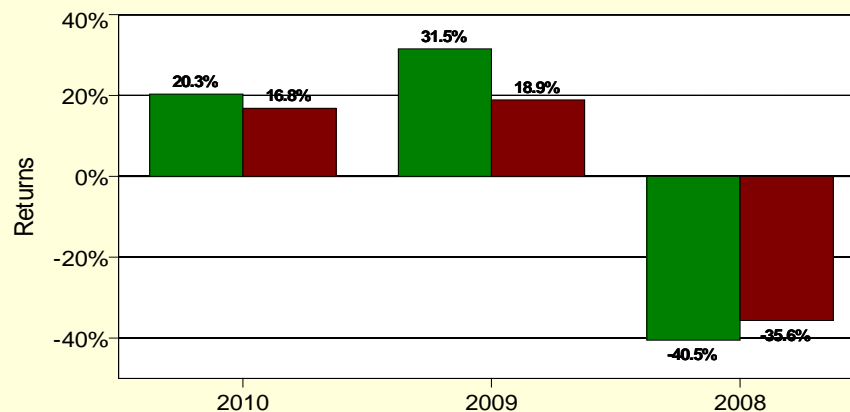
July 2007 - September 2011



● PIMCO Commodity
 ◆ Market Benchmark: DJ-UBS Commodity Index
■ Cash Equivalent: 3-month T-bill
— Capital Market Line

Calendar Year Returns

As of September 2011



■ PIMCO Commodity
■ DJ-UBS Commodity Index



HEDGE FUNDS

GROSVENOR CAPITAL MANAGEMENT

for the quarter ended September 30, 2011

Manager Profile

Firm: Grosvenor Capital Management
Location: Chicago, IL
Year Founded: 1971
Contact: Sean Conroy, Vice President
Assets Managed: \$227.0 million
Inception Date: October 2011
Assigned Role: Hedge Fund of Funds
Benchmark: 3-Month U.S. T-Bill + 500 bps
Investment Style: Hedge Fund of Funds

Insufficient Data

Insufficient Data

Insufficient Data

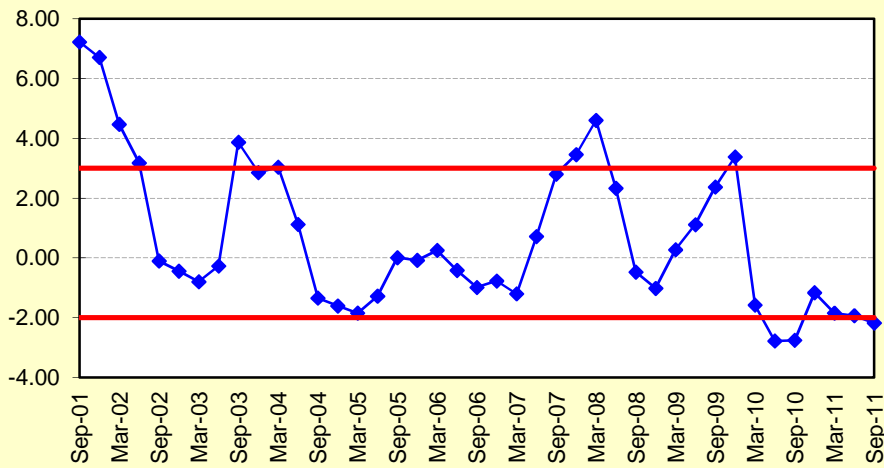


U.S. EQUITY - LARGE CAP

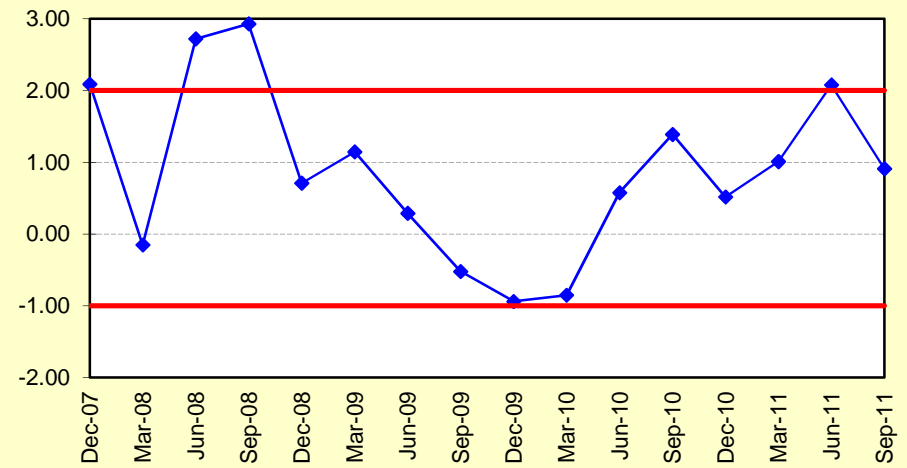
ONE-YEAR ROLLING EXCESS RETURNS

for the quarter ended September 30, 2011

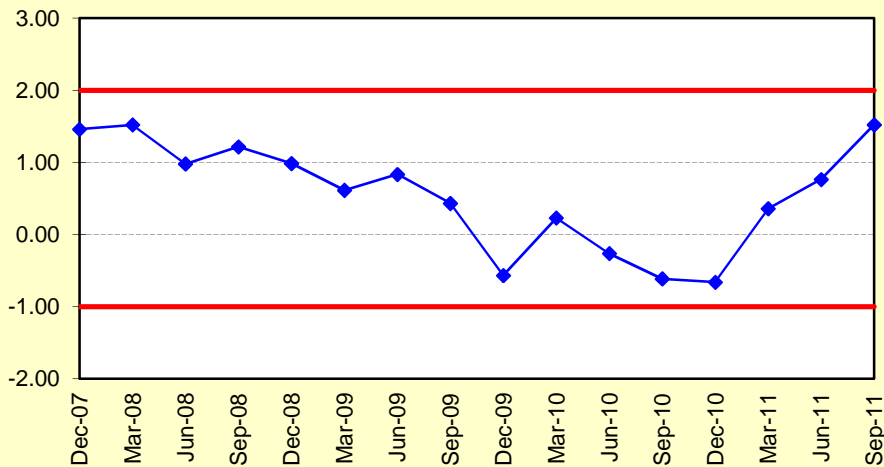
Delta



Intech



Twin Capital



NOTE: A manager is required to provide the Board of Investments a thorough portfolio review if performance falls outside the bands for three consecutive quarters.

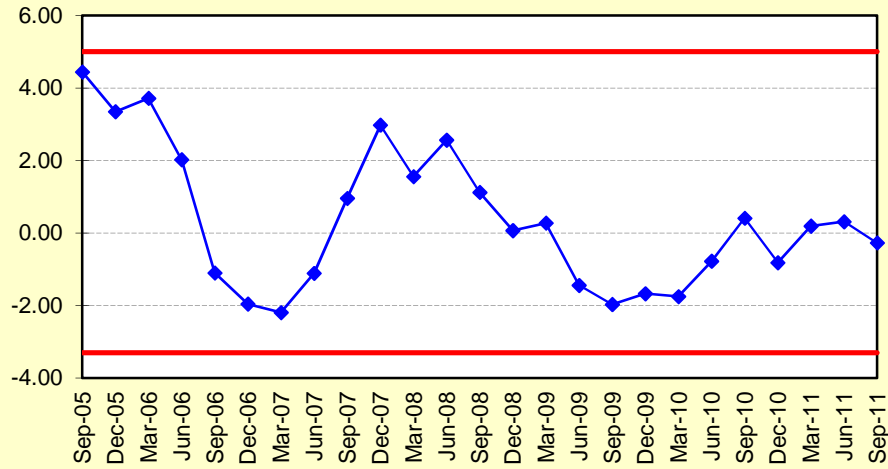


U.S. EQUITY - LARGE CAP

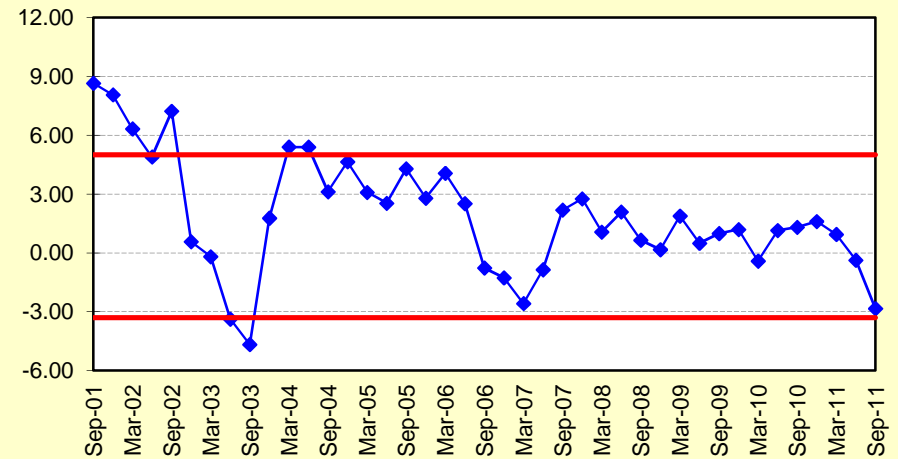
ONE-YEAR ROLLING EXCESS RETURNS

for the quarter ended September 30, 2011

FIS (Emerging)



Northern Trust (Emerging)



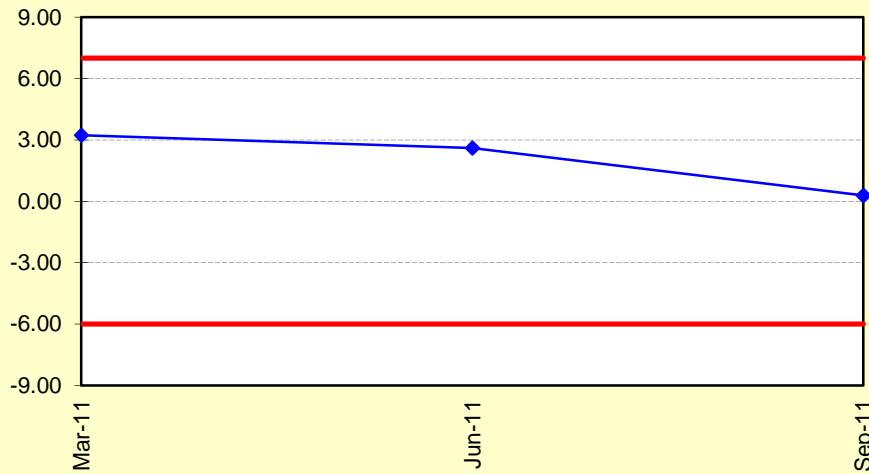


U.S. EQUITY - SMALL/MID CAP

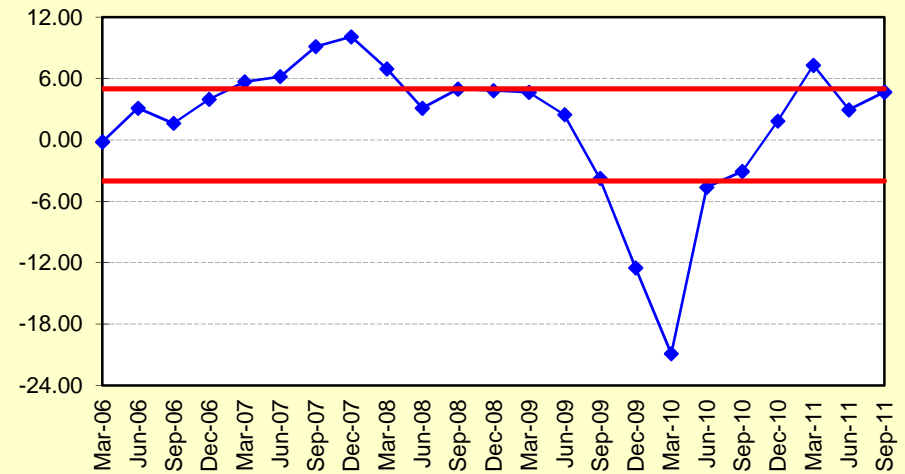
ONE-YEAR ROLLING EXCESS RETURNS

for the quarter ended September 30, 2011

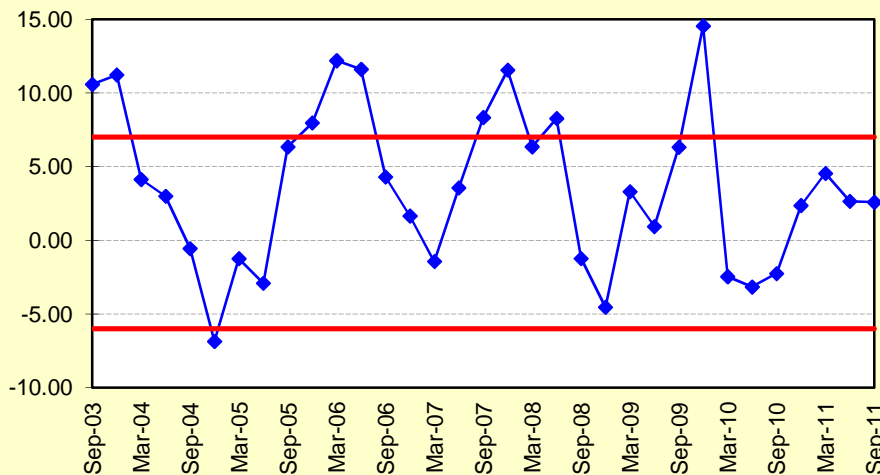
Cramer Rosenthal McGlynn



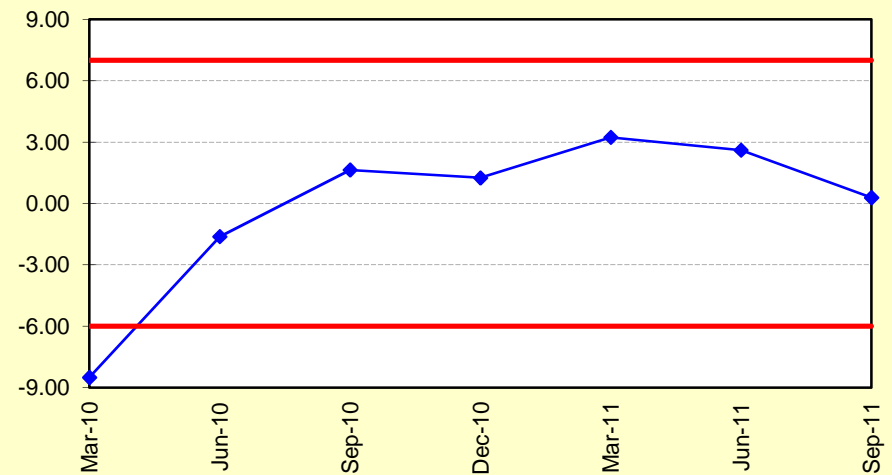
Eagle



Frontier



Westwood



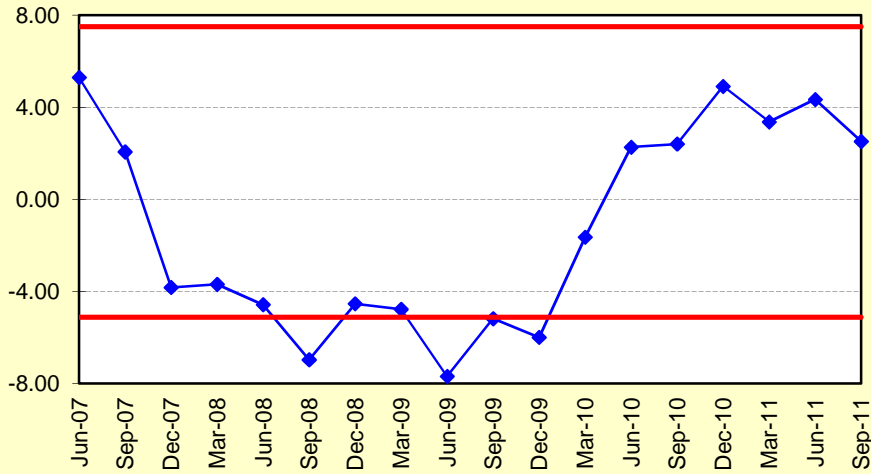


NON-U.S. EQUITY

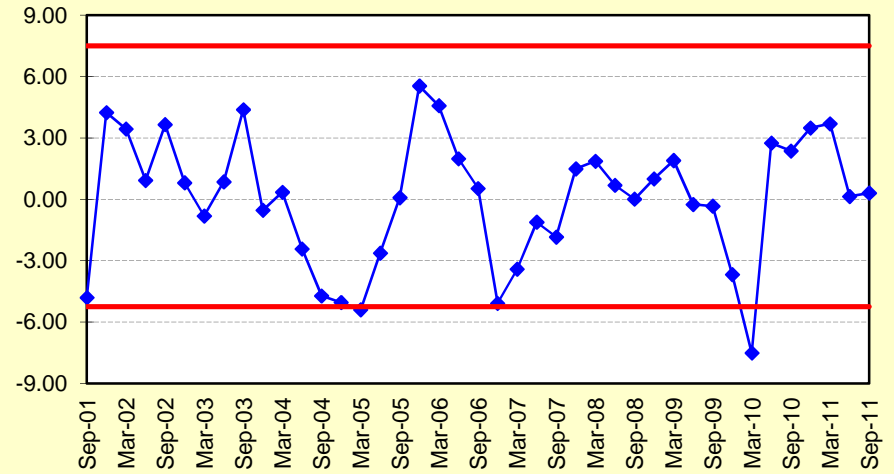
ONE-YEAR ROLLING EXCESS RETURNS

for the quarter ended September 30, 2011

Acadian



Capital Guardian Non-US



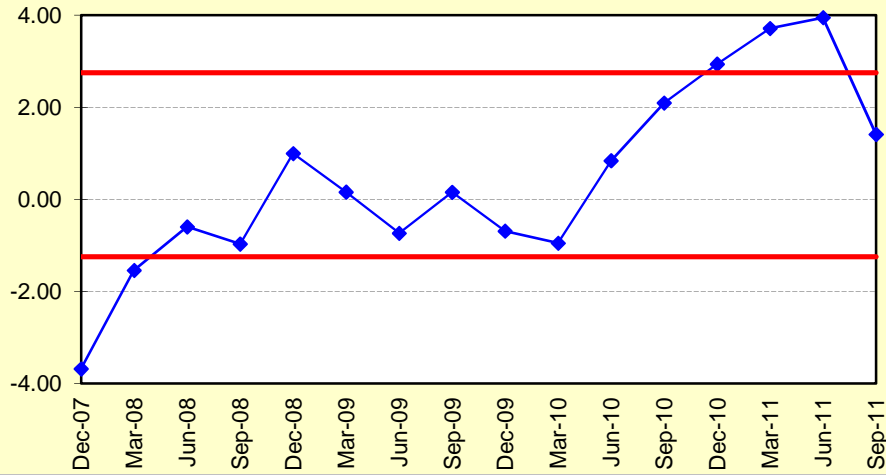


NON-U.S. EQUITY - PACIFIC BASIN & EUROPE

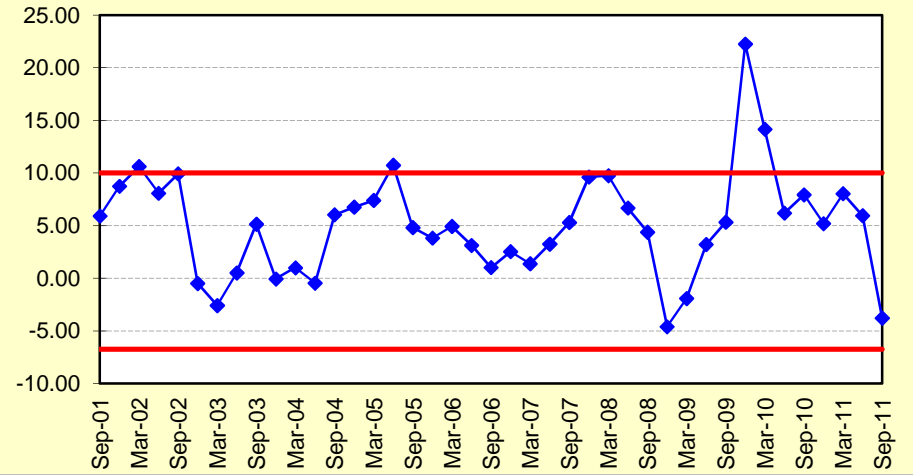
ONE-YEAR ROLLING EXCESS RETURNS

for the quarter ended September 30, 2011

BTC Europe Alpha Tilts



GAM



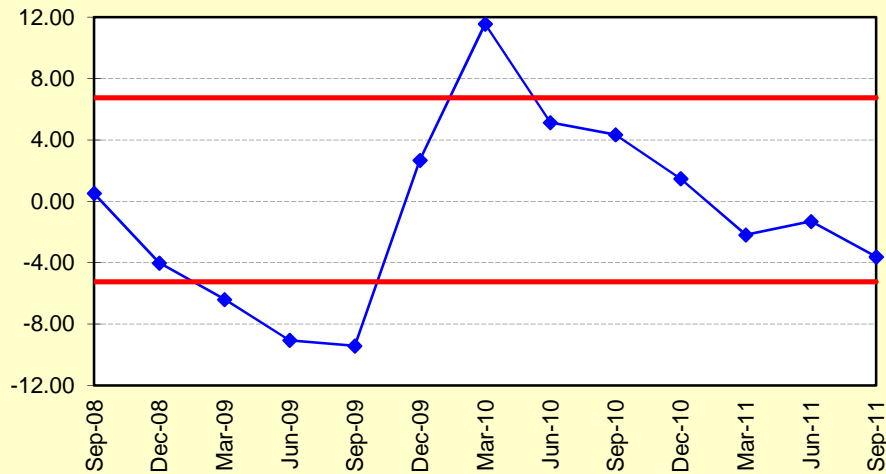


NON-U.S. EQUITY - EMERGING MARKETS

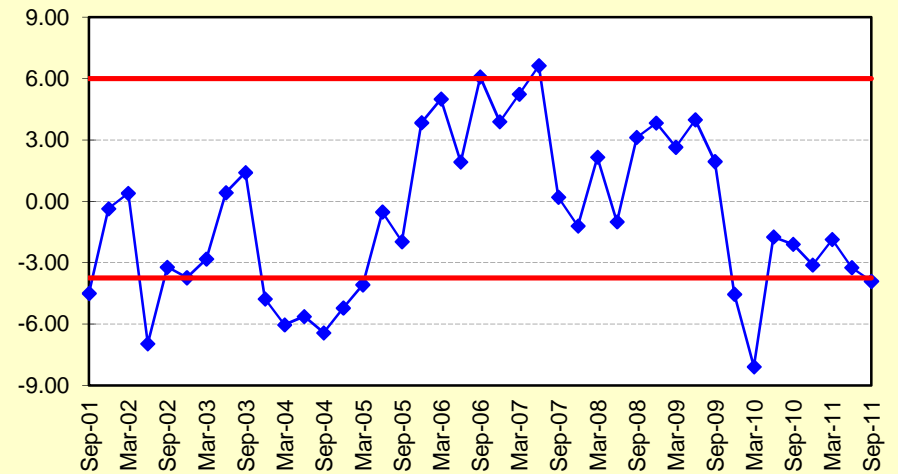
ONE-YEAR ROLLING EXCESS RETURNS

for the quarter ended September 30, 2011

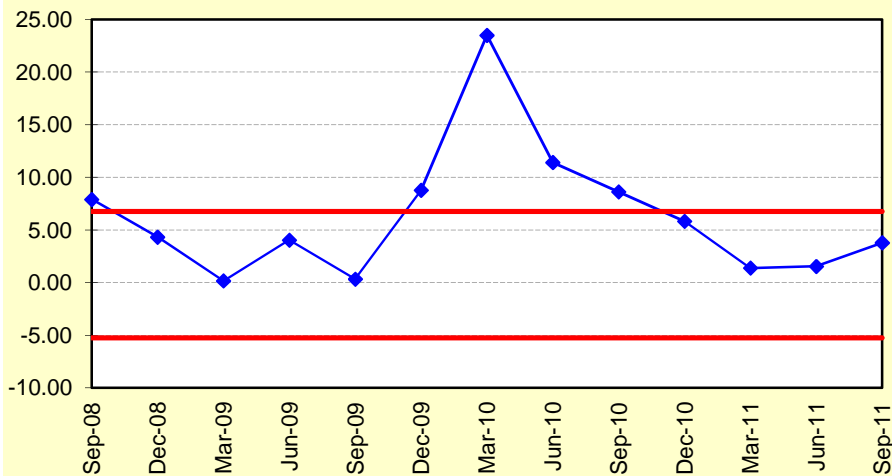
Batterymarch



Capital Guardian Emerging Markets



Genesis



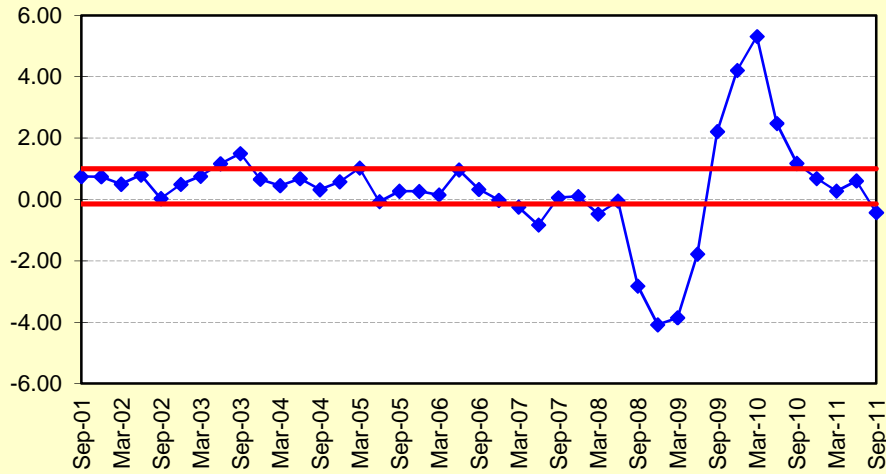


FIXED INCOME - CORE

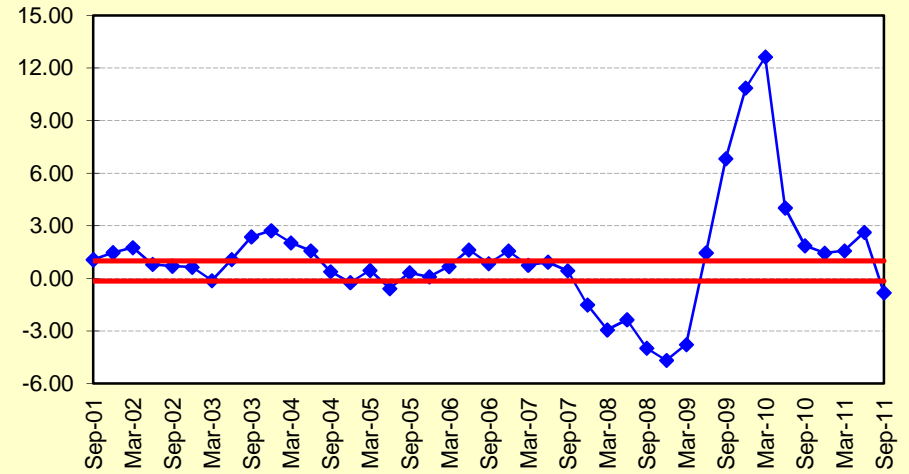
ONE-YEAR ROLLING EXCESS RETURNS

for the quarter ended September 30, 2011

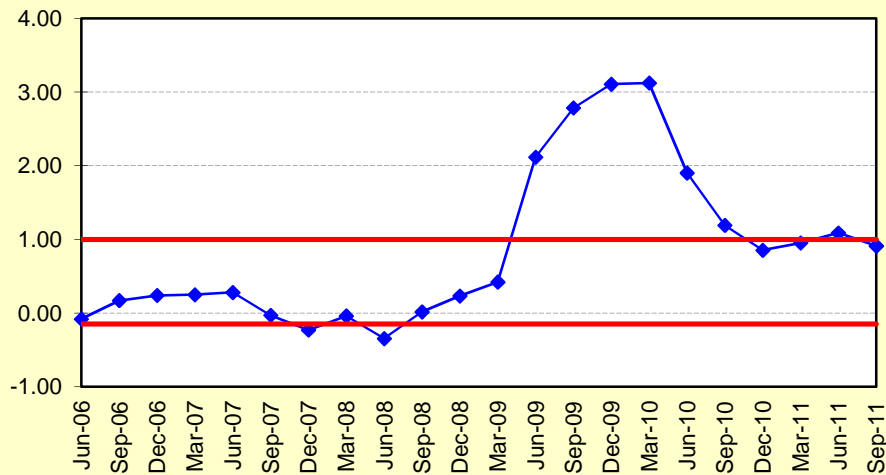
BlackRock



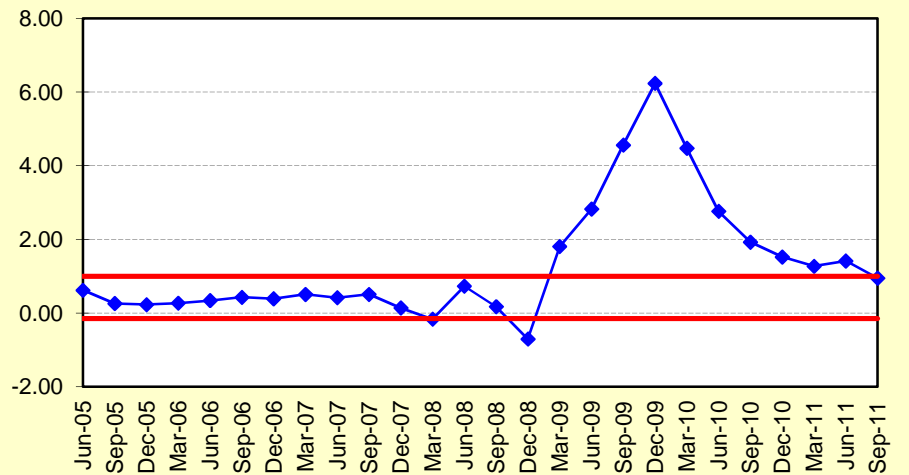
Dodge & Cox



Pugh Capital (Emerging)



Wells Capital



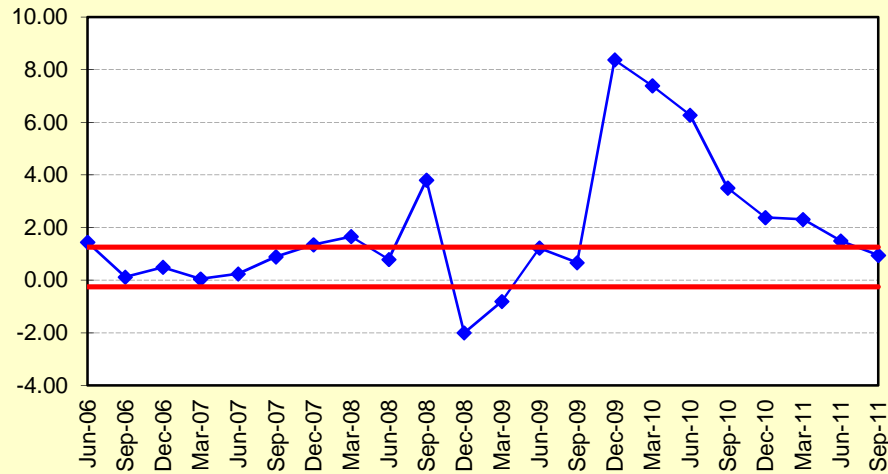


FIXED INCOME - CORE PLUS

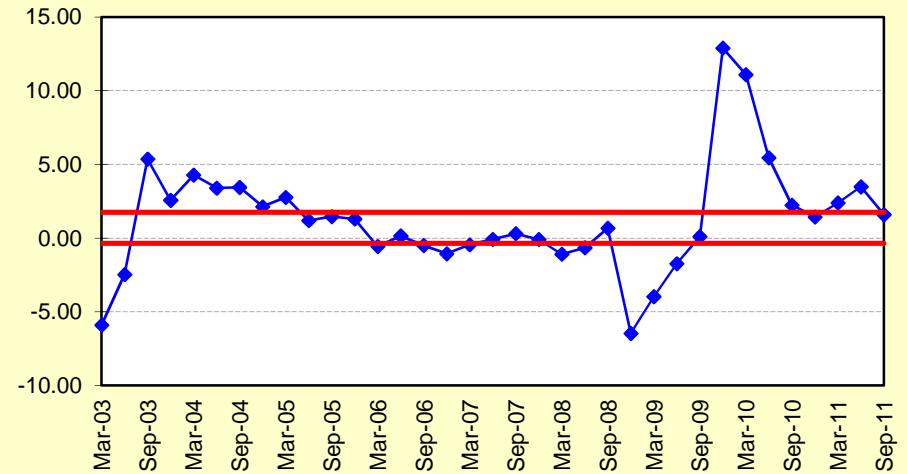
ONE-YEAR ROLLING EXCESS RETURNS

for the quarter ended September 30, 2011

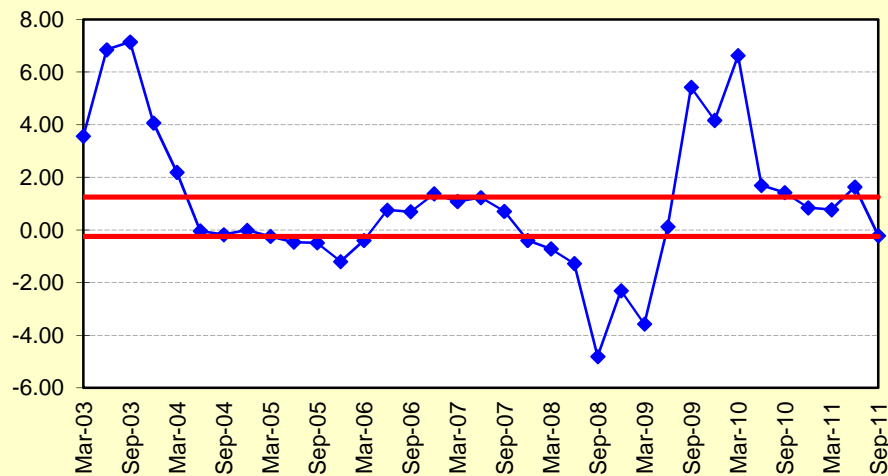
Dolan McEntery (Emerging)



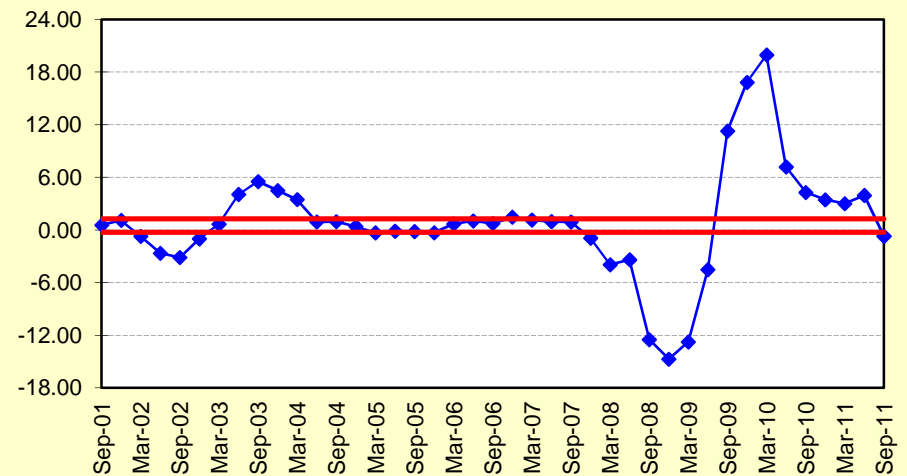
GW Capital (Emerging)



LM Capital



Loomis, Sayles



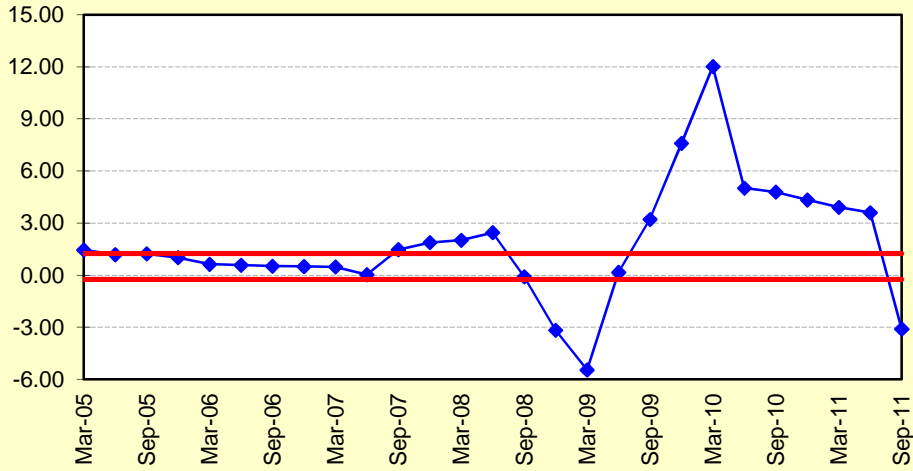


FIXED INCOME - CORE PLUS

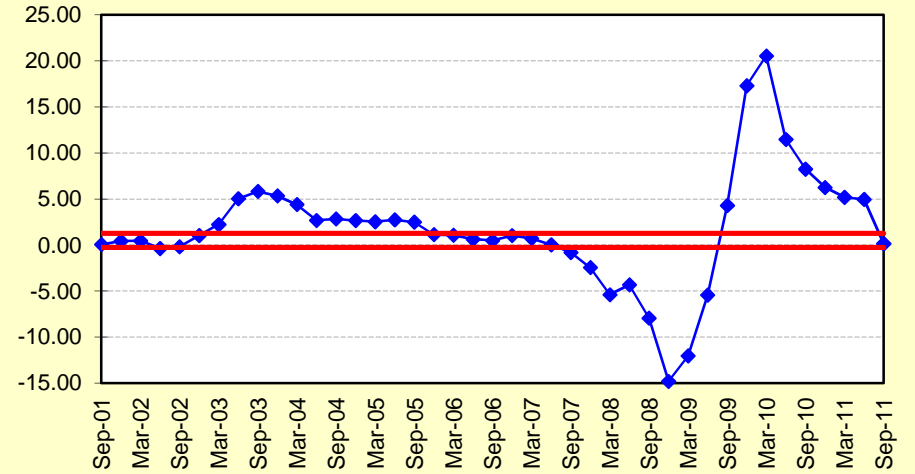
ONE-YEAR ROLLING EXCESS RETURNS

for the quarter ended September 30, 2011

PIMCO



Western Asset - Core Plus



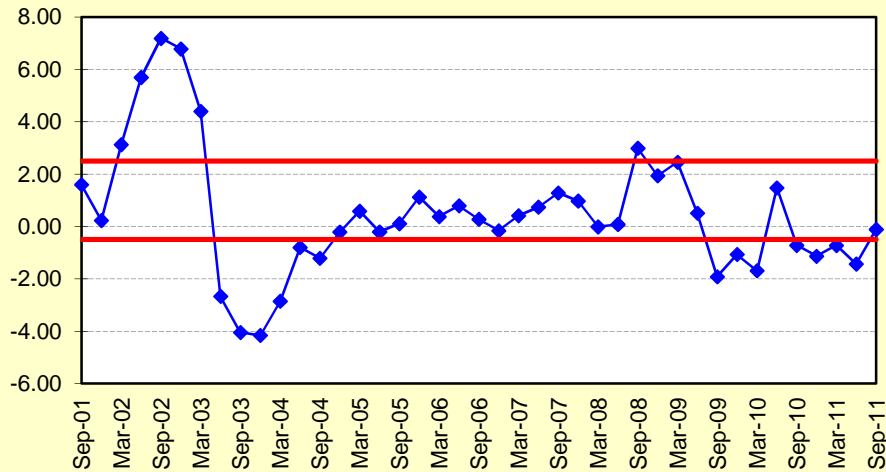


FIXED INCOME - OPPORTUNISTIC (High Yield)

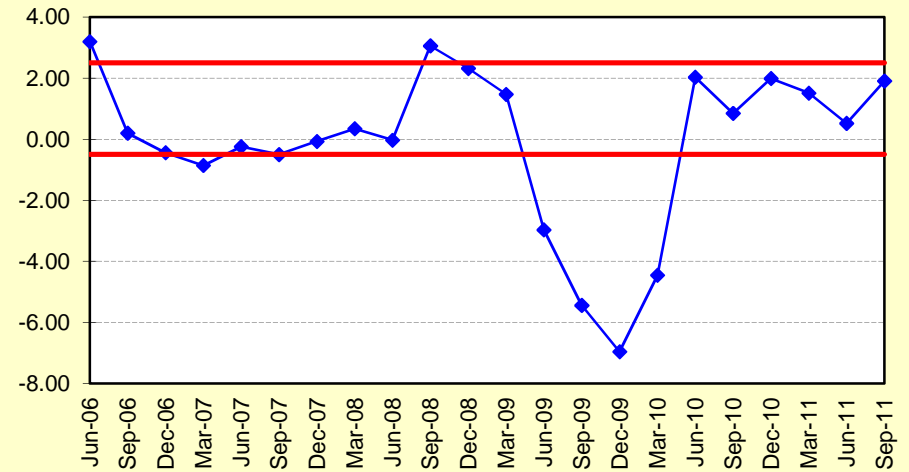
ONE-YEAR ROLLING EXCESS RETURNS

for the quarter ended September 30, 2011

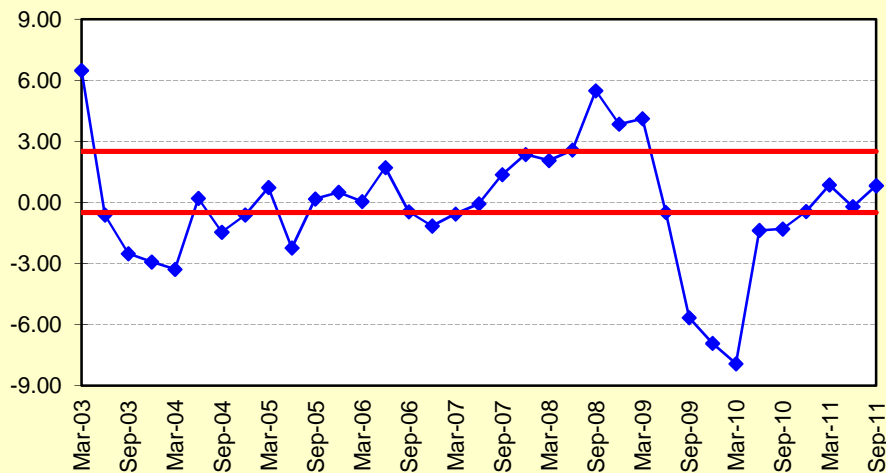
Oaktree Capital



PENN Capital (Emerging)



Post Advisory



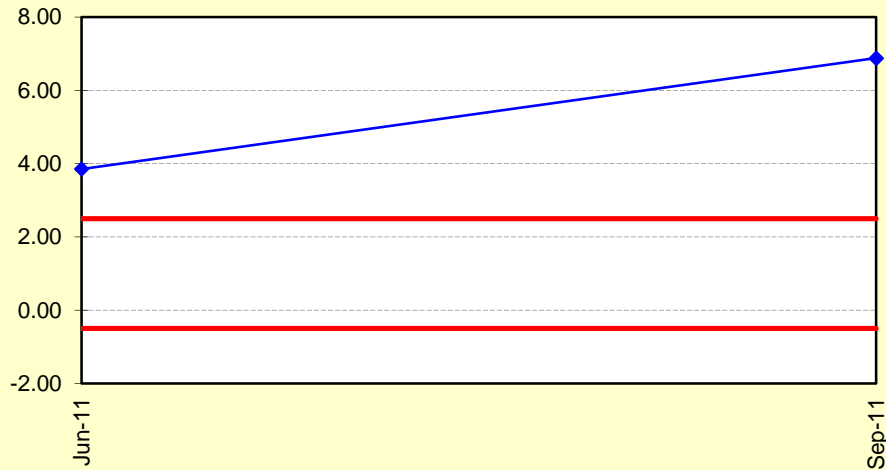


FIXED INCOME - OPPORTUNISTIC (Other)

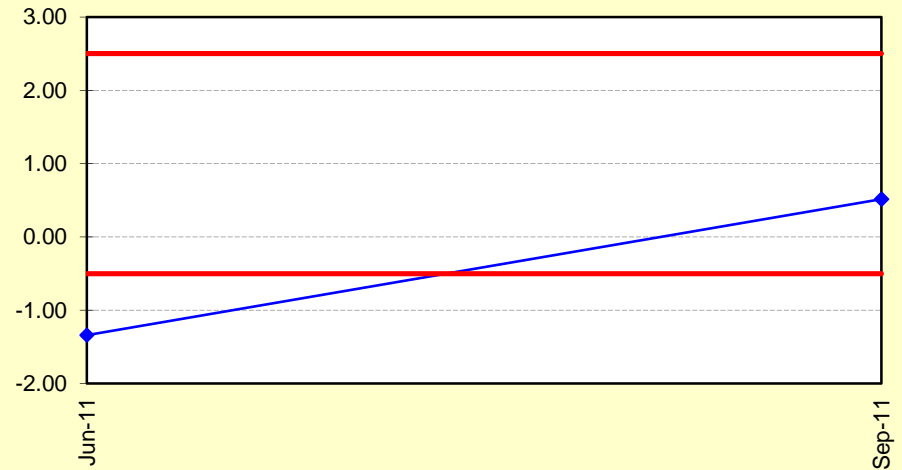
ONE-YEAR ROLLING EXCESS RETURNS

for the quarter ended September 30, 2011

Brigade Capital



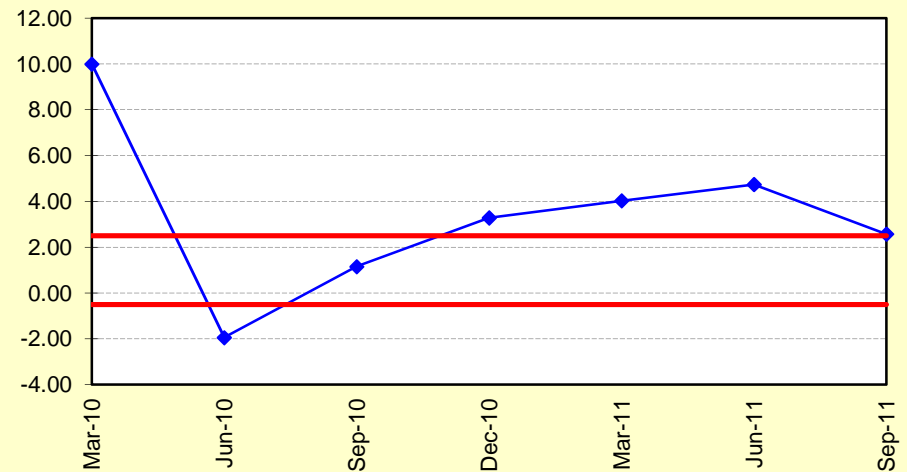
Harch Capital



Principal Global Investors - Opportunistic

Insufficient Data

Western - Opportunistic

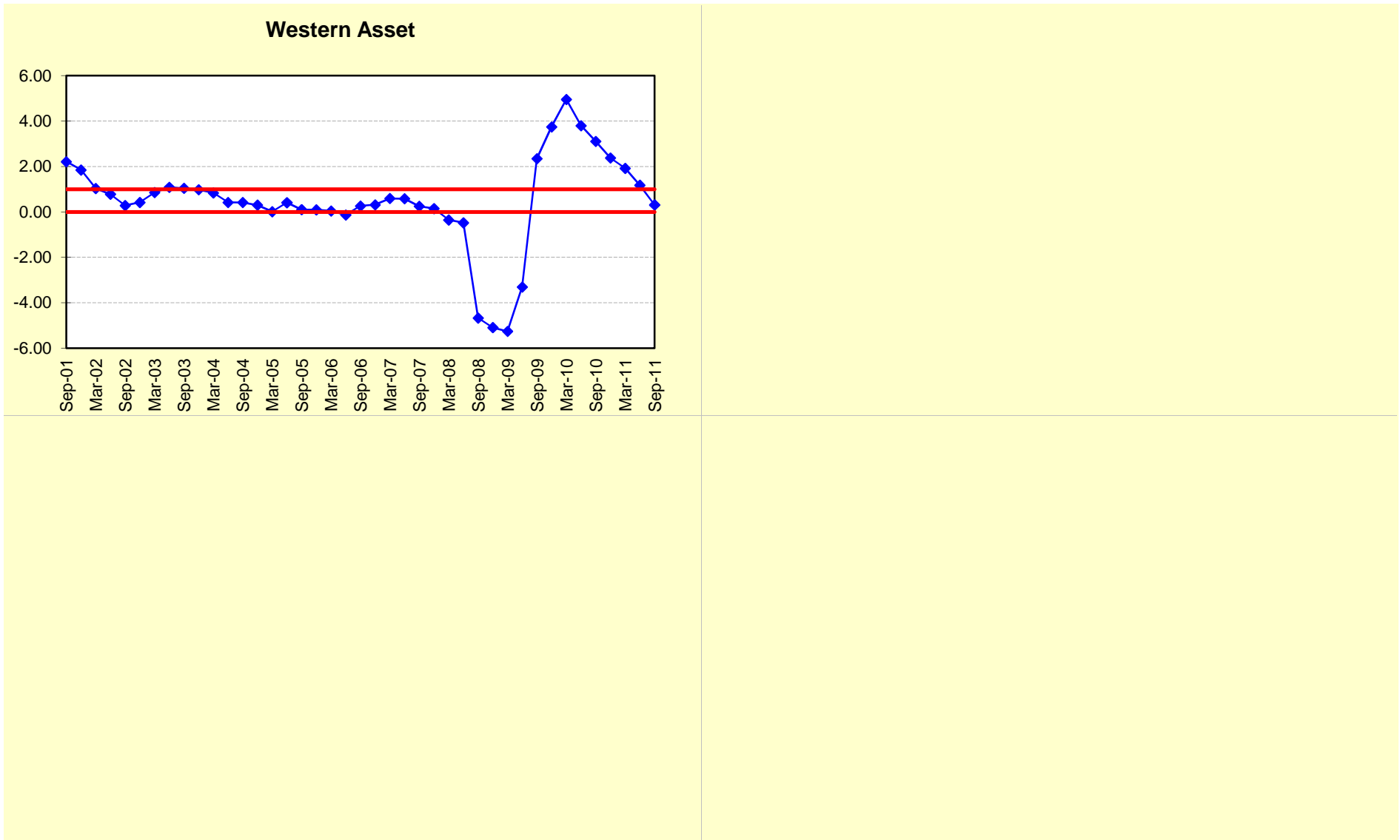




FIXED INCOME - STIF

ONE-YEAR ROLLING EXCESS RETURNS

for the quarter ended September 30, 2011





COMMODITIES

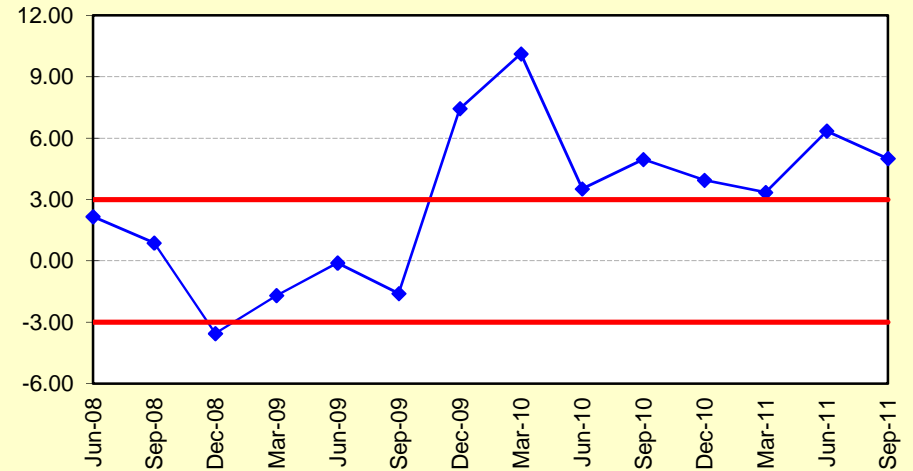
ONE-YEAR ROLLING EXCESS RETURNS

for the quarter ended September 30, 2011

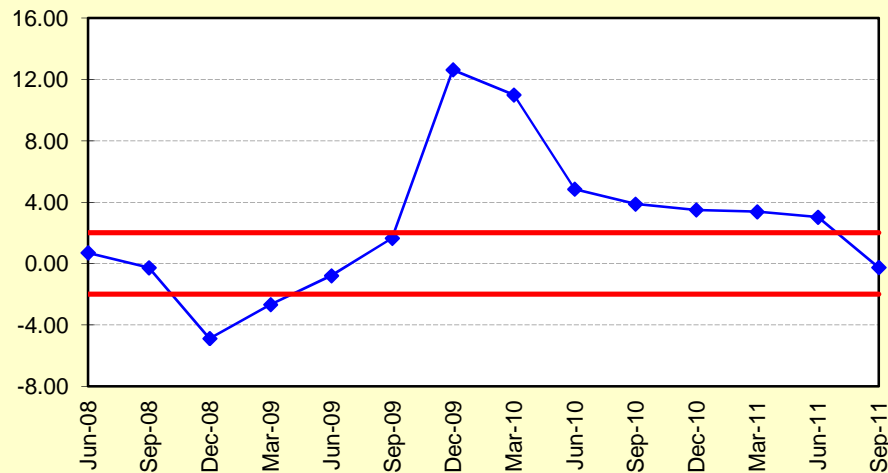
Credit Suisse

Insufficient Data

Neuberger Berman/Gresham



PIMCO





ESTIMATED TOTAL FEES TO BE PAID¹

EQUITIES

for the quarter ended September 30, 2011

<u>U.S. EQUITY</u>	<u>Avg. Market Value (Millions)</u>	<u>Fees</u>	<u>Annualized Effective Rate</u>
Active			
Cramer Rosenthal McGlynn	\$159.4	\$240,664.6	60.4 bps
Delta Asset Mgmt.	\$411.0	\$152,749.0	14.9 bps
Eagle Asset Mgmt.	\$282.3	\$377,884.2	53.5 bps
FIS Funds Mgmt.	\$144.4	\$221,275.5	61.3 bps
Frontier Capital Mgmt.	\$352.5	\$660,865.7	75.0 bps
INTECH	\$277.4	\$216,903.3	31.3 bps
Northern Trust	\$190.5	\$254,414.6	53.4 bps
Relational Investors ²	\$96.0	\$203,894.6	85.0 bps
Stinson Capital ²	\$100.0	\$250,000.0	100.0 bps
Twin Capital Mgmt.	\$209.6	\$78,593.5	15.0 bps
Westwood Mgmt. Corp.	\$221.1	\$345,087.2	62.4 bps
Passive			
BTC R1000 Index	\$5,860.3	\$145,043.4	1.0 bps
BTC R2000 Index	\$65.6	\$1,624.4	1.0 bps
<u>NON-U.S. EQUITY</u>			
Active			
Acadian Asset Mgmt.	\$460.6	\$453,063.3	39.3 bps
Batterymarch Financial Mgmt.	\$429.8	\$784,503.0	73.0 bps
BTC Europe Alpha Tilts	\$570.6	\$583,108.6	40.9 bps
Capital Guardian	\$241.3	\$209,242.6	34.7 bps
Capital Guardian Emerging	\$713.6	\$1,106,052.6	62.0 bps
Genesis Investment Mgmt.	\$503.3	\$926,897.0	73.7 bps
GAM International Mgmt.	\$598.9	\$642,640.5	42.9 bps
Passive			
BTC Canada Index IMI	\$763.1	\$28,615.0	1.5 bps
BTC EAFE Index IMI	\$4,862.7	\$182,352.0	1.5 bps
BTC Emerging Markets Index	\$655.2	\$264,450.0	16.1 bps
BTC Europe Index	\$476.2	\$11,787.0	1.0 bps
50% Developed Mkt. Currency Hedge	\$8,452.4	\$316,966.4	1.5 bps

¹ Estimations may not match net-of-fee returns on "Annualized Total Returns" pages.

² Includes manager incentive fee, if any.



ESTIMATED TOTAL FEES TO BE PAID¹

FIXED INCOME

for the quarter ended September 30, 2011

<u>FIXED INCOME</u>	<u>Avg. Market Value (Millions)</u>	<u>Fees</u>	<u>Annualized Effective Rate</u>
Core			
BTC Aggregate Index	\$1,221.8	\$30,240.4	1.0 bps
BTC Intermediate Credit Index	\$195.1	\$4,829.2	1.0 bps
BlackRock	\$1,039.9	\$364,236.3	14.0 bps
Dodge & Cox	\$1,190.7	\$297,520.5	10.0 bps
Pugh Capital Mgmt.	\$72.4	\$39,667.8	21.9 bps
Wells Capital Mgmt.	\$1,111.4	\$351,423.4	12.6 bps
Core Plus			
Dolan McEniry Capital Mgmt.	\$130.1	\$87,535.7	26.9 bps
GW Capital	\$124.7	\$68,004.1	21.8 bps
LM Capital Group	\$631.0	\$258,489.7	16.4 bps
Loomis, Sayles & Co.	\$788.6	\$274,026.9	13.9 bps
PIMCO	\$953.4	\$503,978.9	21.1 bps
Western Asset Mgmt.	\$785.6	\$296,401.0	15.1 bps
Opportunistic			
Oaktree Capital Mgmt.	\$416.2	\$472,708.3	45.4 bps
PENN Capital Mgmt.	\$76.1	\$85,650.7	45.0 bps
Post Advisory Group	\$413.7	\$310,238.7	30.0 bps
Brigade Capital Mgmt.	\$113.9	\$256,241.2	90.0 bps
Harch Capital Mgmt.	\$108.6	\$176,476.1	65.0 bps
Principal Global Investors (Opp.)	\$123.4	\$43,182.6	14.0 bps
Western Asset Mgmt. (Opp.)	\$133.7	\$16,708.9	5.0 bps
Cash/STIF			
Western Asset Mgmt.	\$1,112.1	\$165,815.8	6.0 bps

¹ Estimations may not match net-of-fee returns on "Annualized Total Returns" pages.



ESTIMATED TOTAL FEES TO BE PAID¹

COMMODITIES

for the quarter ended September 30, 2011

<u>COMMODITIES</u>	<u>Avg. Market Value (Millions)</u>	<u>Fees</u>	<u>Annualized Effective Rate</u>
Credit Suisse	\$203.6	\$144,685.6	28.4 bps
Neuberger Berman	\$366.7	\$343,764.3	37.5 bps
PIMCO ²	\$473.7	\$177,619.7	15.0 bps

¹ Estimations may not match net-of-fee returns on "Annualized Total Returns" pages.

² Includes manager incentive fee, if any.



ALLOCATION RANGES

STRATEGIC vs. ACTUAL

for the quarter ended September 30, 2011

U.S. EQUITY:

Mandate	Strategic Allocation Range	Actual Allocation
Passive	35-75%	71.4%
Low Risk	0-25%	6.1%
Moderate/High Risk	10-30%	22.5%

U.S. Equity Managers:

Passive – BTC Russell 1000, BTC Russell 2000.

Low Risk – INTECH, Twin Capital.

Moderate/High Risk – Cramer Rosenthal McGlynn, Delta, Eagle, FIS, Frontier, Northern Trust, Relational, Stinson, Westwood.

NON-U.S. EQUITY:

Mandate	Strategic Allocation Range	Actual Allocation
Passive Non-U.S.	40-70%	66.4%
Active Non-U.S.	0-40%	7.6%
Active Regional	0-20%	10.7%
Active Emerging Markets	10-30%	15.2%

Non-U.S. Equity Managers:

Passive – BTC Canada IMI, BTC EAFE IMI, BTC Emerging Markets, BTC Europe Index, BTC EAFE Small Cap, BTC Emrg Mkt Small Cap

Non-U.S. Developed – Acadian, Capital Guardian, Putnam Small Cap

Regional Developed – BTC Europe Alpha Tilts, Global Asset Management

Emerging Markets – Batterymarch, Capital Guardian, Genesis

	Non-U.S. Composite	ACWI X U.S. IMI Net	Difference		Market Value (In Millions)	% of Total Market Value
Emerging Markets	22.2%	22.8%	-0.6%	50% Passive Currency Hedge Overlay Total Non-US Developed Markets	\$ 3,615	50.3%
Europe	44.1%	43.1%	1.0%		\$ 7,182	
Pacific	25.6%	25.7%	0.0%			
Canada	8.1%	8.5%	-0.4%			
	100.0%	100.0%	0.0%			



ALLOCATION RANGES

STRATEGIC vs. ACTUAL

for the quarter ended September 30, 2011

FIXED INCOME STRUCTURE:

Risk Tier	Strategy	Strategic Allocation Range	Actual Allocation	Strategic Target
Low	Core	40-60%	50.6%	50%
Medium	Core Plus	25-45%	35.0%	35%
High	Opportunistic	5-20%	14.4%	15%

Glossary

A

Alpha: Alpha is an estimate of the contribution to investment performance attributable to the manager's selection of securities. It is calculated by subtracting the manager's return from the benchmark return.

Annual Return: The total return of a security over a specified period, expressed as an annual rate of interest.

Annualized: A figure (as in a percentage) calculated by a formula to find the "average" performance per year for a period greater than one year.

B

Barbell Strategy: Fixed income portfolio structuring technique using a mix of short and long-term securities to achieve a targeted average maturity or duration.

Barclays U.S. Universal Index: The Barclays U.S. Universal Index represents the union of the U.S. Aggregate Index, U.S. Corporate High-Yield, Investment Grade 144A Index, Eurodollar Index, U.S. Emerging Markets Index, and the non-ERISA eligible portion of the CMBS Index.

Basis Points (Bps): One one-hundredth of one percent. One hundred basis points equal one percent.

Bear Market: A market characterized by a trend of falling prices.

Bearish: Pessimistic about the market; anticipating a decline in prices

Beta: A measure of the volatility of a stock relative to the overall market. A beta of less than one indicates lower risk than the market; a beta of more than one indicates higher risk than the market.

Brigade/Harch Custom: 50% Barclays U.S. Corporate High Yield Ba/B & 50% Credit Suisse Leveraged Loan Index.

Bull Market: A market characterized by a trend of rising prices.

Bullet: Fixed Income portfolio structuring technique focusing on a particular maturity or duration.

Bullish: Optimistic about the market; anticipating a rise in prices.

C

Capital Structure: The division of a company's capitalization among bonds, debentures, preferred and common stock, earned surplus and retained income.

Carried Interest: Share of profits or common stock ownership (beyond pro-rata investment) granted to a venture fund or promoter for its/his role in originating and structuring an investment. The general partner's carried interest is his share of the partnership profits.

Carrying Value: A venture capital limited partnership must list on its balance sheet a value for every investment it holds. These valuations are called the carrying values.

Cash-On-Cash Return: The return to limited partners. Cash inflows are the capital calls of the partnership. Cash outflows are all distributions to limited partners. Note that stock distributions are considered cash for this calculation.

Citigroup 6-month T-Bill: The Citigroup 6-Month T-Bill Index is a market value-weighted index of public obligations of the U.S. Treasury with maturities of six month.

Committed Capital: When a venture capital limited partnership is formed, each limited partner agrees to contribute a certain amount of capital to the partnership. Once the agreement is signed, the dollar amount is said to be capital committed to the partnership.

Common Stock: Ordinary capital stock (representing ownership) in a company. Common stock does not enjoy the special privileges of preferred stock, but has voting rights.

Convertible Bond: A bond which, at the option of the holder, is convertible into other types of securities.

Convexity: A measure of how the duration of a bond portfolio changes with interest rate movements. Higher convexity means that if interest rates rise, bond prices fall by relatively small amounts and when interest rates fall, bond prices rise by higher relative amounts. Therefore, for either direction of interest rate movements, the greater the convexity the more beneficial the impact on bond prices.

Coupon Income (Average Coupon): The annual coupon payments of a bond divided by the par value.

Current Yield: The annual coupon payments of a bond divided by the market price.

Current Ratio: The ratio of current assets over current liabilities. A measure of a company's ability to pay its bills.

D

50% Developed Market Currency Hedge Index: A custom index based on a MSCI FX Hedged Index return.

Deflation: A progressive reduction in the price level, which would make real interest rates greater than nominal rates.

Discount Rate: The interest rate used in present value calculations to "discount" or

convert future cash flows into terms of present dollars.

Dividend: A cash or other distribution to preferred or common stockholders.

DJ-UBS Commodity Index: The Dow Jones-UBS Commodity Index is composed of futures contracts on physical commodities.

Dolan McEniry Custom Index: Barclays Credit Intermediate (65%) and Barclays Mortgage Backed (25%) and Barclays High Yield Ba/B (10%).

Dumbbell: Refers to a fixed income portfolio strategy in which assets are concentrated only in the very short or very long maturity issues.

Duration: A measure of the price sensitivity of a bond portfolio to changes in interest rates. It is calculated as the weighted average time to receive a bond's coupon and principal payments. The closer the coupon and principal payments, the shorter the duration. The more distant the coupon and principal payments, the longer the duration. Portfolios with longer maturity bonds will normally have longer duration and will, therefore, have greater price sensitivities to changes in interest rates.

E

EAFE Custom Index:

Inception - 6/30/06 MSCI EAFE (Net);
6/30/06 - Present MSCI EAFE + Canada (Net).

Earnings per Share: Latest reported earnings for the last 12-month period divided by the current number of shares of common stock outstanding.

Earnings Yield: The percentage found by dividing the earnings per share by the market price of a stock.

Equity: Ownership or proprietary rights and interests in a company. Synonymous with common stock.

EBITDA: Earnings before Interest, Taxes, Depreciation and Amortization.

Enterprise Value: Enterprise value represents the Equity + Debt value of the company.

F

Federal Funds Rate: The interest rate at which federal funds are traded. It is monitored by the Fed in the process of regulating the growth of bank reserves and money supply in the execution of its monetary policy. As such, it is closely watched by market participants.

Fiscal Policy: Federal Government policies affecting government spending, taxation, and deficits (or surpluses), viewed from a macroeconomics standpoint.

Fixed Income Custom Index:

Inception-3/31/09: A combination of the Barclays US Aggregate Bond Index and the Barclays US High Yield Ba/B Index. The weights have varied over time, but as of 9/30/06, the mix was 93% Aggregate and 7% high yield. 3/31/09-Present : 100% Barclays U.S. Universal.

Fully-Diluted Ownership: Proportionate ownership assuming the exercise of all common stock options, warrants, and the conversion of any convertible securities.

Futures Contract: Agreement to buy or sell a specific amount of a commodity or financial instrument at a particular price and a stipulated future date.

G

GW Custom Index: Barclays Government/Corporate (60%) and Barclays High Yield Ba/B (40%).

H

Hedging: The temporary purchase or sale of a contract calling for future delivery of a specific security at an agreed upon price to offset a present or anticipated position in the cash market.

High Yield Bond: A bond with a low investment quality and credit worthiness, usually with a rating of BB or less.

I

Immunization: A process for designing fixed income portfolios to obtain a target rate of return over a specified time period, within a narrow range, despite market conditions.

Index: A statistical yardstick composed of a basket of securities with a set of characteristics. An example of this would include the "S&P 500" which is an index of 500 stocks.

Inflation: A general rise in prices, usually measured by changes in prices of major indices, such as the Consumer Price Index. An increase in a particular price may or may not be inflationary, depending on how it affects other prices and on how promptly it brings to market additional supplies of a product.

Inflation Index Bond: Fixed income securities whose principal value is periodically adjusted according to the rate of inflation. The interest rate on these bonds is fixed at issuance, but over the life of the bond this interest is paid on an increasing principal value, which has been adjusted for inflation.

Information Ratio: The information ratio is the excess return (alpha) per unit of active risk (tracking error). It is measured by dividing alpha by the tracking error.

Interest-Rate Risk: When interest rates rise, the market value of fixed-income securities (such as bonds) declines. Similarly, when interest rates decline, the market value of fixed-income securities increases.

Internal Rate of Return: The Internal rate of return is a total rate of return that gives full weight to the size and time of cash flows over the period measured and fully reflects unrealized gains and losses in addition to realized gains and losses, interest and dividend income.

J

J-Curve: Most venture partnerships go through their first few years with write-offs/write-downs exceeding write-ups, after which value increases rapidly as successful companies emerge. The plot of partnership values versus time, therefore, resembles a "J".

L

Laddering: A fixed income portfolio strategy in which assets are distributed evenly over a range of maturities.

LBO (Leveraged Buyout): The purchase of a business using the debt capacity of the business to borrow funds (sometimes by issuing notes to the seller) to finance the purchase.

Limited Partner: The main investment subscribers to a Limited Partnership Fund. They have limited liability and no executive or management control of the Partnership. As defined by the IRS code, any investor in a venture capital limited partnership.

LM Custom Index: Barclays Aggregate (90%) and JP Morgan EMBI + (10%).

M

Market Capitalization: The market value of all outstanding shares of common stock of a company. Derived by multiplying the number of shares outstanding at month-end by the month-end closing price of the security.

Maturity: The date on which a loan, bond, mortgage or other debt security becomes due and is to be paid off.

Mezzanine Stage: The last private round of financing before an anticipated public offering. Implies substantial revenues and usually the expectation of imminent profitability.

Modern Portfolio Theory: The theoretical framework for designing investment portfolios based upon the risk and reward characteristics of the entire portfolio. The major tenet of the theory holds that reward is directly related to risk, which can be divided into two basic parts: 1) systematic risk (portfolios' behavior as a function of the market's behavior), and 2) unsystematic risk (portfolios' behavior attributable to selection of individual securities). Because un-systematic risk can be largely eliminated through diversification, the portfolio will be subject principally to systematic risk.

Mortgage-Backed Securities: Bonds which are a general obligation of the issuing institution but are collateralized by a pool of mortgages.

MSCI Canada IMI Custom Index (Net):

Inception – 8/31/08 MSCI Canada (Net);
8/31/08 - Present MSCI Canada IMI (Net).

MSCI EMF IMI Custom Index:

Inception – 12/31/00 MSCI EMF (Gross);
12/31/00 – 8/31/08 MSCI EMF (Net);
8/31/08 – Present MSCI EMF IMI (Net).

MSCI EAFE IMI Custom Index (Net):

Inception – 8/31/08 MSCI EAFE (Net);
8/31/08 - Present MSCI EAFE IMI (Net).

N

NPI: NCREIF Property Index. The Real Estate Target Return was changed to the NPI minus 25 bps beginning with 6/30/09 performance book.

Non-U.S. Equity Custom Hedged Index:

Inception – 8/31/08 MSCI ACWI X U.S. (Net), except the ten-year return (Gross);
8/31/08 – 7/31/10 MSCI ACWI X U.S. IMI (Net); 7/31/10 – Present MSCI ACWI X U.S. IMI (Net) with 50% hedged Developed Markets.

P

P. E. Target Return: Rolling ten-year return of the Russell 3000 Index plus 500 bps.

Payout Ratio: A measurement of the percent of a firm's earnings that is paid out to Shareholders in dividends. Calculated by dividing most recently reported fiscal year-end dividends per share by most

recently reported annual primary earnings per share.

Preferred Stock: Securities or shares representing an ownership interest in a business, but which have "preference" over common shares, in regards to dividends and distribution of assets in the event of liquidation.

Present Value: The discounted value of a series of future cash flows so as to account for the time value of money. Alternatively, the value of a future series of cash flows stated in terms of current dollars.

Price/Book Ratio: Calculated by dividing the current month-end stock price by the book value per share.

Price/Earnings Ratio: A popular measure of relative stock value and investor expectations of future earnings growth. Calculated by dividing the current month-end stock price by the latest 12-months reported earnings per share.

Principal Custom Index: Intermediate U.S. Universal ex. Government ex MBS (BC Name: U.S. Universal Spread 1-10 Yr).

R

Real Estate Benchmark: NCREIF Property Index (NPI) minus 25 bps.

Recession: A decline in total physical output that lasts six consecutive months or more. A growth recession is marked by a six-

month or longer slowdown (but no decline) in the growth rate.

Reflation: A fiscal or monetary policy that is designed to expand a country's output and curb the effects of deflation. Reflation is usually accomplished by increasing the money supply or by reducing taxes.

Return Correlation: The relationship between the returns on investments. A negative return correlation between two investments means that most of the time when investment A has a positive return, investment B will have a negative return.

Return on Equity: A measurement of return on stockholders' investment. Calculated by dividing the most recently reported fiscal year-end Net Income by the most recently reported fiscal year-end Common Equity (Common Stock outstanding + Capital Surplus + Retained Earnings).

Risk-vs.-Return: Risk measures the probability of financial loss. Investors often compare risk, as measured by standard deviation of returns, to historical or expected return when making investment decisions. Typically, investors demand higher returns for investments they consider more risky.

ROI: Return on investment. For limited partnership investments the IRR serves as the measure of return on investment.

Rule 144: An SEC rule permitting the sale of restricted investment letter stock by

affiliated persons in small amounts without first registering the stock with the SEC. It is designed to prohibit the creation of public markets in securities of issuers for which adequate current information is not available to the public. (The rule permits the public sale in ordinary trading transactions of limited amounts of securities owned by persons controlling, controlled by, or under common control with the issuer and by persons who have acquired restricted securities of the issuer).

Russell 3000 Index: The Russell 3000 Index measures the performance of the largest 3000 U.S. companies representing approximately 98% of the investable U.S. equity market.

S

Secular Trend: A long-term movement in the price of a security or of interest rates, either upward or downward, which is not related to seasonal or technical factors.

Stages of Venture Capital Investing: Seed Capital: Financing provided to enable an entrepreneur to establish a business plan and undertake market research etc., to the point where they can seek first round financing to establish a business.

First Round and Early Stage: Financing a company that will have a net cash outflow, maybe with only a prototype product. It will still need to establish prices, employ staff and develop the product with often little or no sales.

Middle Stage or 'Market Entry: Financing a growing company whose income may still be below expenses but sales will be generating revenue. Equity finance will normally be required to enlarge the working capital base and to extend marketing activity.

Late Stage or Development Capital: Equity capital required for major growth, acquisition, product development, etc.

Mezzanine and Bridge: Financing the equity capital required by rapidly expanding companies who hold off from a public offering until the public marketplace is prime.

Standard Deviation: Statistical measure of the degree to which an individual value in a probability distribution tends to vary from the mean of the distribution. In portfolio theory, the past performance of securities is used to determine the range of possible future performances and a probability is attached to each performance. The standard deviation of performance can then be calculated for each security and for the portfolio as a whole. The greater the degree of dispersion, the greater the risk.

T

Time-Weighted Rate of Return: The "time-weighted" rate of return is the investment performance (return), measured from beginning market value, of a unit of assets held continuously for the entire time period measured. This rate provides a standard for comparing the performance of different

funds in which the size and timing of contributions and payouts could vary considerably. Consequently, the time-weighted rate of return is a mathematical measure that eliminates the effects of fund cash flows.

TIPS: Inflation-indexed securities issued by the U.S. Treasury Department (commonly known as Treasury Inflation-Protection Securities). TIPS have been issued in the U.S. since January 1997. These securities adjust both their principal and coupon payments upward with any rise in inflation. Like all Treasuries, they enjoy the full guarantee of the U.S. government.

Total Fund Policy Benchmark: Uses the fund's Board approved target asset allocations.

Total Return: The aggregate increase or decrease in the value of the portfolio resulting from the net appreciation or depreciation of the principal of the fund, plus or minus the net income or loss experienced by the fund during the period.

Tracking Error: Tracking error is the volatility of a manager's excess return. It is measured by subtracting the benchmark return from the manager's return and calculating the standard deviation.

Treasury Bill: A non-interest bearing obligation, fully guaranteed by the U.S. Government, payable to the bearer. Bills are sold on a discount basis so that the

income is the difference between the purchase price and the face value.

Treasury Bond: A coupon security of the U.S. Treasury which may be issued with any maturity but generally carries a maturity of more than 10 years.

Treasury Note: A coupon security issued by the U.S. Treasury with a maturity of not less than one year not more than 10 years.

V

Vintage Year: The Vintage Year benchmark approach assumes that there is a definite and unique life cycle to a group of venture capital funds formed in the same year. Venture Economics has maintained that a fund can be compared fairly on an interim basis only to other funds in its vintage year. A fund's vintage year is defined as the year of first investment or capital call. In some cases funds that were formed in the last three months of the year but did not have a capital call until the next year or those funds that made their first investment more than six months after the closing are categorized by the date of their first investment.

W

Warrant: An option to purchase stock in a corporation, typically over a specified period of time and under preset conditions.

Western Opportunistic Custom:

60% Barclays US ABS Floating Rate Home Equity Loan (HEL) Index & 40% Barclays US Credit 1-3 Credit Index.

Y

Years to Maturity: Market value weighted average time to stated maturity for all securities held in the portfolio.

Yield: The rate of annual income return on an investment expressed as a percentage. Income yield is obtained by dividing the current dollar income by the current market price of the security.

Yield Curve: A graphic depiction of interest rates across all maturities, 0-30 years. The shape of the curve is largely influenced by the Federal Reserve Policy.

Yield to Maturity: The return a bond earns on the price at which it was purchased if it were held to maturity. It assumes that coupon payments can be reinvested at the yield to maturity.

Yield to Worst: The yield resulting from the most adverse set of circumstances from the investor's point of view; the lowest of all possible yields.

SOURCE: www.nasdaq.com & www.pimco.com

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