



MERCED COUNTY EMPLOYEES' RETIREMENT  
ASSOCIATION

**INVESTMENT PERFORMANCE ANALYSIS**

SECOND QUARTER 2014

STRATEGIC INVESTMENT SOLUTIONS, INC.

---

333 Bush Street, Suite 2000  
San Francisco, CA 94104  
(415) 362-3484



	SECTION
Capital Market Review.....	I
Total Fund .....	II
US Equity.....	III
International Equity.....	IV
US Fixed Income .....	V
Real Estate.....	VI

- Despite a revision to US Q1 GDP growth to an annualized -2.9%, less uncertainty over the outlook for Federal Reserve monetary policy and subdued volatility led to a robust second quarter for the S&P 500, which rose 5.2%.
- The US Treasury yield curve flattened as shorter-term rates were relatively steady and benchmark 10-year yields fell 20 basis points.
- With investors continuing to reach for yield, lower grade corporate debt outperformed. US BAA-rated securities returned 3.4% during the second quarter.
- New easing measures introduced at the European Central Bank's June policy meeting, including negative deposit rates and targeted long-term refinancing operations to boost bank lending, led to a 2.1% rise in Europe ex-UK equities in the second quarter.
- The MSCI Emerging Markets Net Return Index rose 6.6% during the second quarter as fears over sooner-than-expected Federal Reserve tightening diminished and geopolitical risk remained subdued.
- The State Street Investor Confidence Index® (ICI) measures risk appetite by analyzing buying and selling patterns of institutional investors. With confidence remaining robust among North American and European institutions but falling among Asian institutions, the Global ICI decreased 0.8 points during the quarter to 119.5, remaining significantly above the neutral level of 100.
- For the period ending 6/30/14, the one quarter returns for, respectively, the NAREIT Equity index and the NCREIF Property index (one quarter lag), were 7.0% and 2.7%; one-year, 13.2% and 11.2%; three-year, 11.8% and 11.7% and five-year, 23.5% and 7.9%.
- US REITs had a strong Q2 as the US economy rebounded with improving demand. All property sectors did well, reflecting the increased economic activity and job growth.
- Global real estate stocks also did well in the second quarter, with Europe's markets generally reacting positively to bond yields as well as economic stimulus announcements. Asia Pacific turned positive after having a difficult first quarter.

## MARKET SUMMARY

### Equity Markets

	<u>QTR</u>	<u>1 Year</u>	<u>3 Year</u>
S&P 500	5.2	24.6	16.6
Dow Jones Industrial Average	2.8	15.6	13.6
NASDAQ	5.0	29.5	16.7
Russell 1000	5.1	25.4	16.6
Russell 2000	2.0	23.6	14.6
Russell 3000	4.9	25.2	16.5
MSCI EAFE (Net)	4.1	23.6	8.1
MSCI Emerging Markets (Net)	6.6	14.3	-0.4
MSCI All Country World ex US	5.0	21.8	5.7

### Bond Markets

	<u>QTR</u>	<u>1 Year</u>	<u>3 Year</u>
Barclays Capital Aggregate	2.0	4.4	3.7
Barclays Capital Gov/Credit	1.9	4.3	4.1
Barclays Capital Universal	2.2	5.2	4.2
Barclays Capital Corp. High Yield	2.4	11.7	9.5
CG Non-US World Govt.	2.6	8.9	1.0

### Non-Public Markets

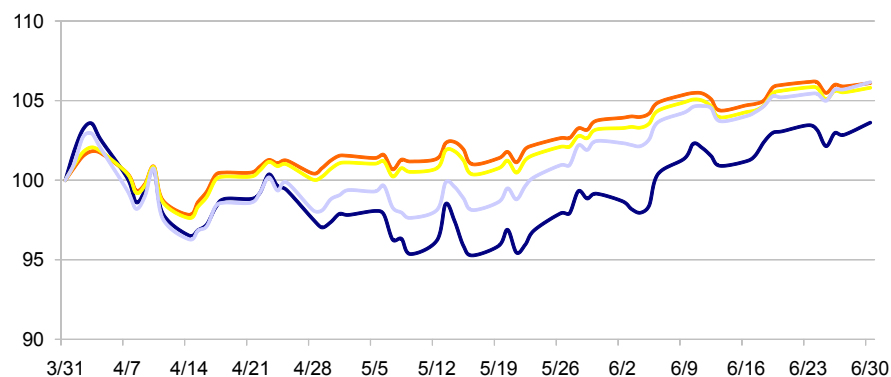
*lagged quarterly*

	<u>QTR</u>	<u>1 Year</u>	<u>3 Year</u>
NCREIF Property	2.7	11.2	11.7
State Street Private Equity Index	3.2	18.6	11.5

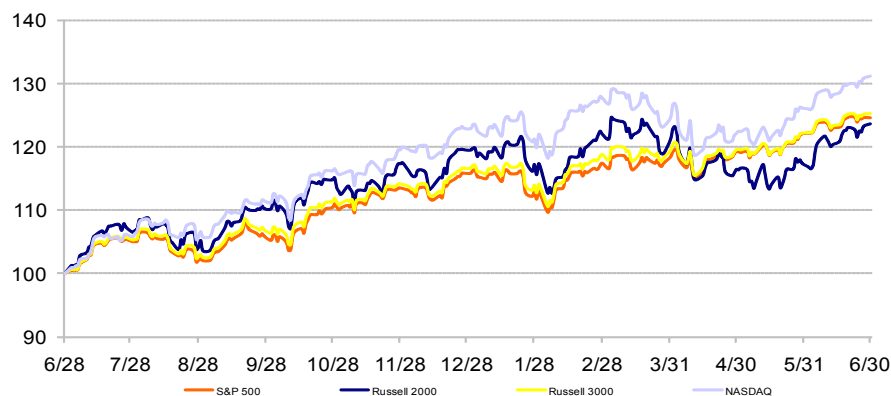
## U.S. Equity Market

- U.S. equities, as measured by the S&P 500 total return index, rose 5.2% during the quarter as risk aversion continued its decline.
- Small caps, as measured by the Russell 2000 index, underperformed, rising 2.0% in the second quarter.

### Equity Index – Quarterly Growth Rate



### Equity Index – 1-Year Growth Rate

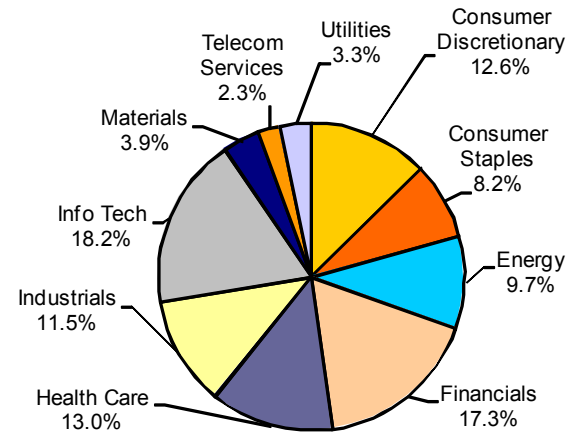


**U.S. MARKETS**

**U.S. Equity – Russell 3000**

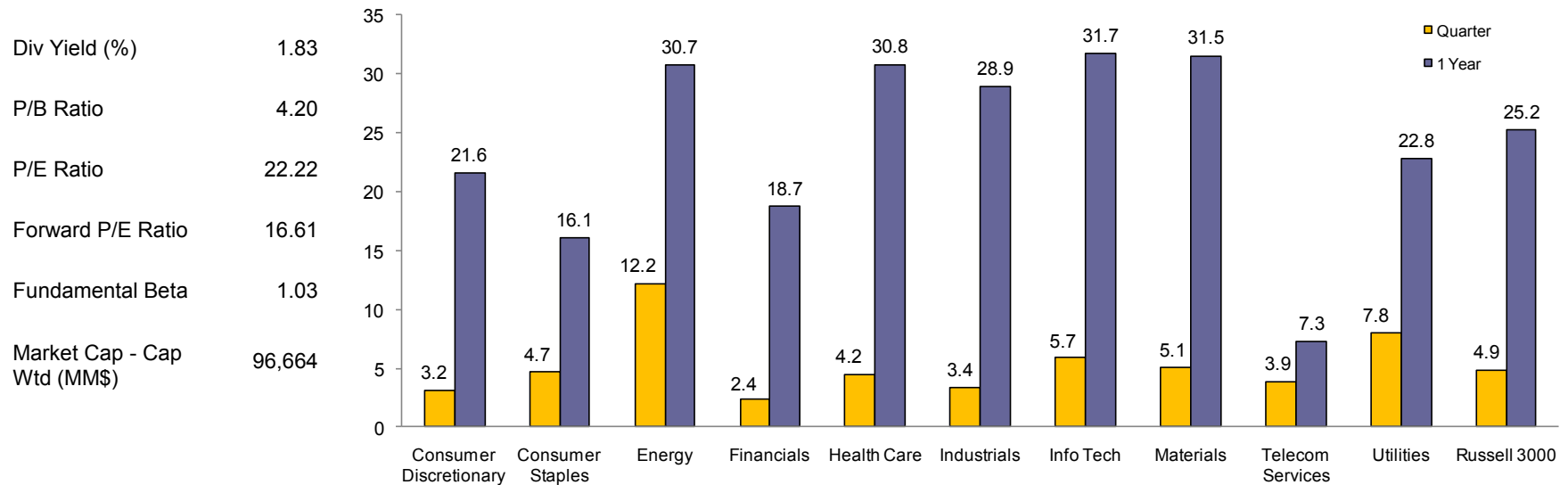
- Concerns over oil supplies from the Middle East as the Islamic State of Iraq and the Levant took control of regions north of Baghdad led to an increase in energy stocks, which rose 12.2% during the second quarter.
- Returns for the higher yielding utilities sector were strong, rising 7.8% in the second quarter.
- Overall, the Russell 3000 index returned 4.9% during the second quarter; the yearly return was 25.2%.

**Ending Sector Weights**



**Characteristics**

**Sector Returns (%)**



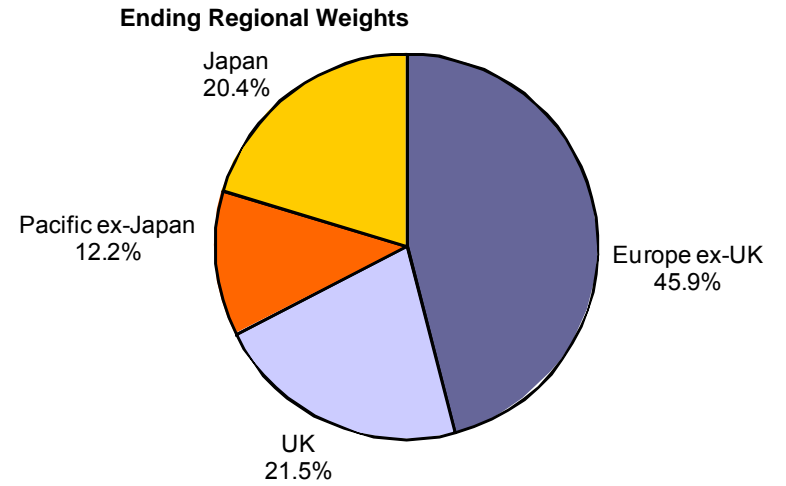
**Contribution to Return:**

	Consumer Discretionary	Consumer Staples	Energy	Financials	Health Care	Industrials	Info Tech	Materials	Telecom Services	Utilities	Russell 3000
Qtr	0.4	0.4	1.1	0.4	0.6	0.4	1.1	0.2	0.1	0.3	4.9
1 Year	2.9	1.5	2.9	3.3	3.8	3.3	5.4	1.2	0.2	0.8	25.2

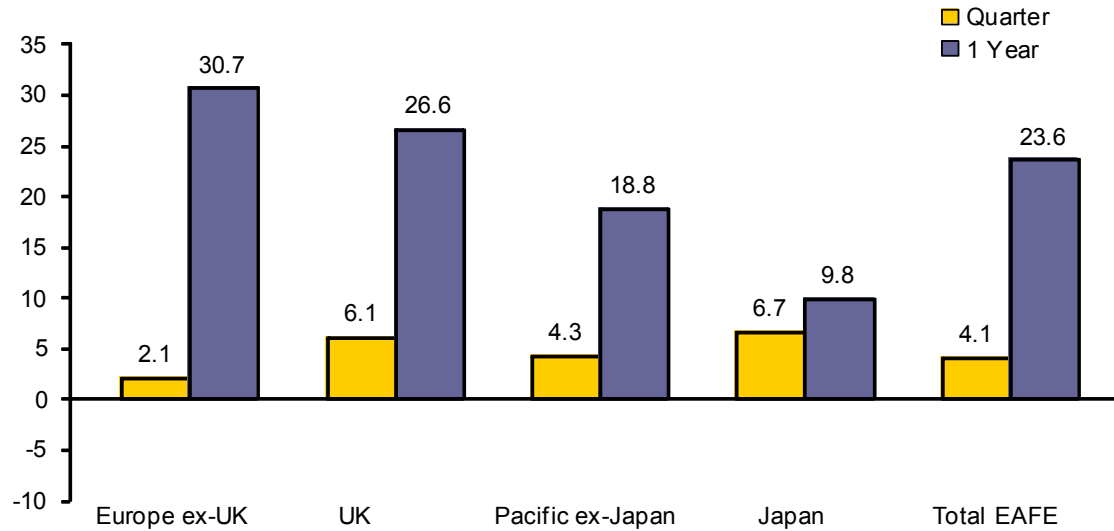
**NON-U.S. MARKETS**

**Developed Equity – MSCI EAFE (Net)**

- Robust employment and growth metrics helped boost U.K. equities 6.1% during the second quarter.
- New easing measures from the European Central Bank led to a 2.1% rise in Europe ex-UK equities in the second quarter.
- Japanese equities rose 6.7% during the second quarter as Prime Minister Shinzo Abe introduced a plan to cut corporate tax rates.
- Overall, the MSCI EAFE index rose 4.1% in the second quarter.



**Regional Returns (%)**



**Contribution to Return:**

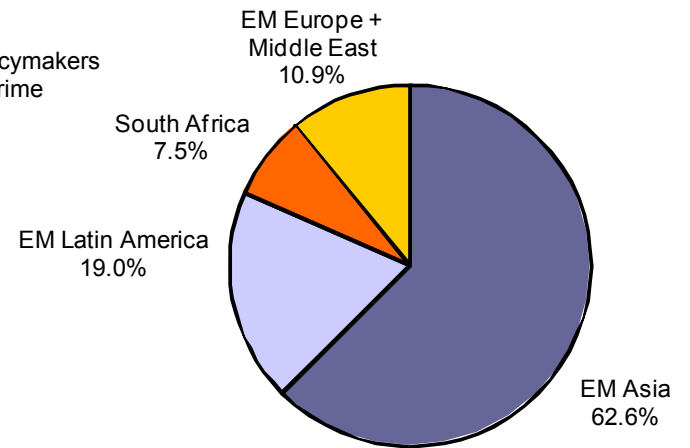
Qtr	0.9	1.3	0.5	1.4	4.1
1 Yr	14.1	5.7	2.3	2.0	23.6

**NON-U.S. MARKETS**

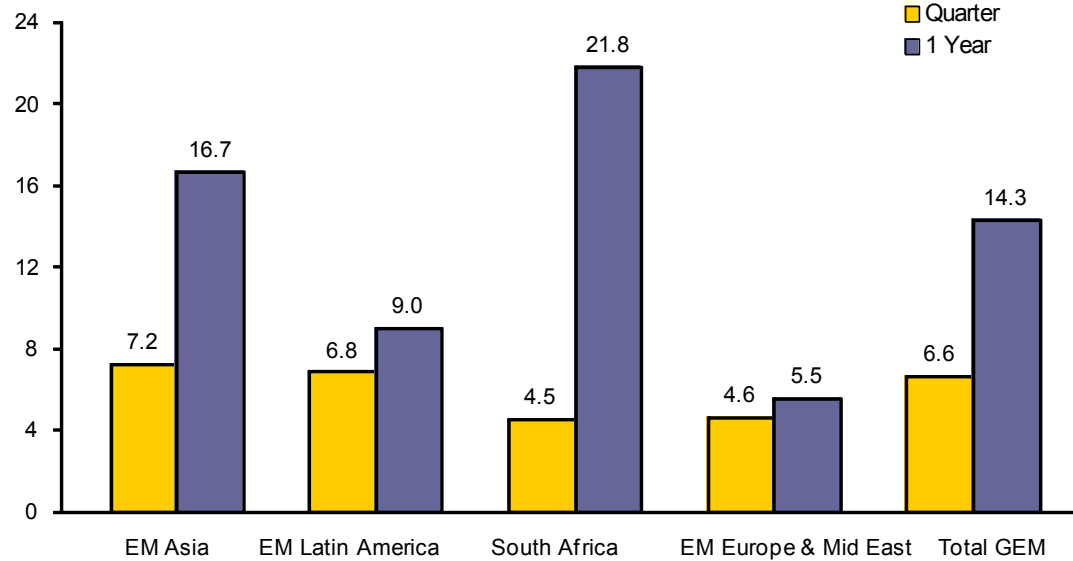
**Emerging Markets Equity – MSCI EM (Net)**

- More certainty over Federal Reserve monetary policy and declining political turmoil provided tailwinds to emerging market equities.
- Asian EM performance was particularly strong, rising 7.2% in the second quarter as Chinese policymakers introduced a mini-stimulus package in April and markets in India rallied on potential reforms by Prime Minister Modi and the Bharatiya Janata Party.
- Overall, the MSCI EM index rose 6.6% in the second quarter.

**Ending Regional Weights**



**Regional Returns (%)**



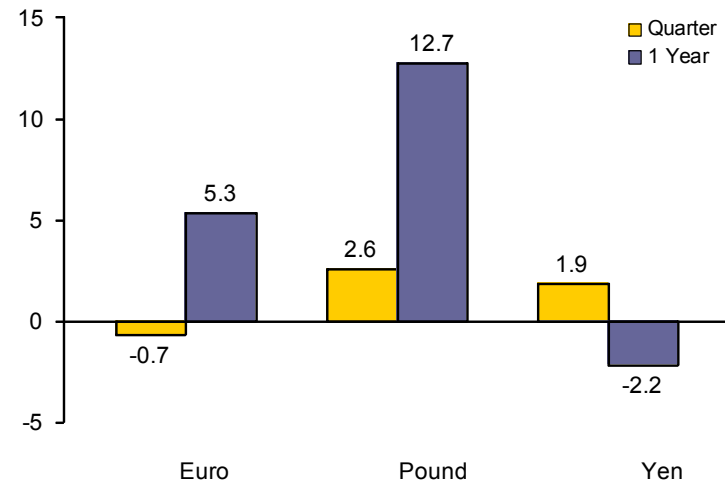
**Contribution to Return:**

Qtr	4.5	1.3	0.3	0.5	6.6
1 Yr	10.4	1.7	1.6	0.6	14.3

## Currency Markets

- Stronger Japanese economic metrics and a lower probability of additional easing from the Bank of Japan helped boost the yen versus the dollar, which rose 1.9% during the second quarter.
- The pound rose 2.6% versus the dollar during the second quarter, driven by increased odds of rate hikes by the Bank of England.
- The U.S. dollar trade-weighted index, which measures the dollar's movement against a basket of currencies, fell 0.41% in the second quarter.

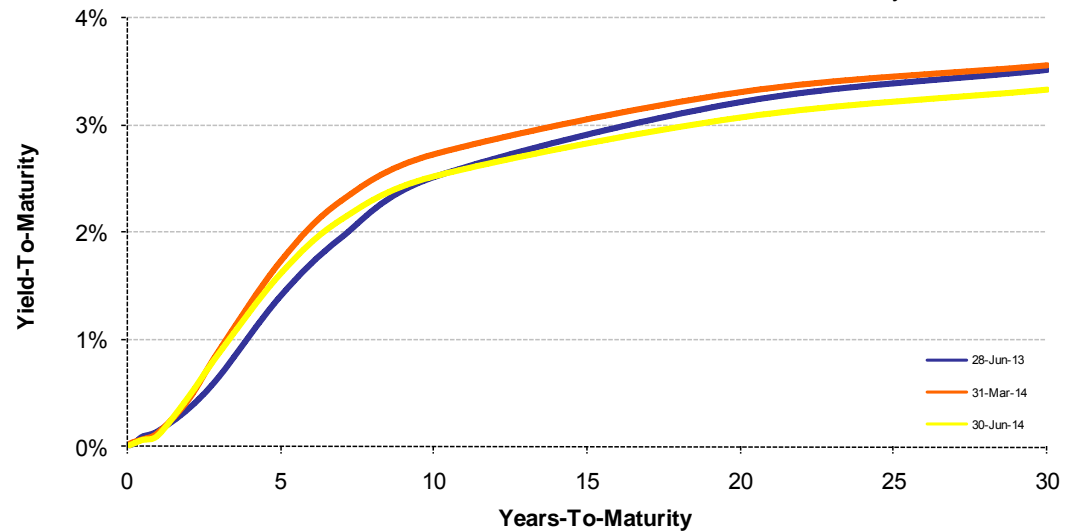
Currency Returns (%)



## Yield Curve

- The long-end of the U.S. yield curve fell on a quarterly basis and Treasury bonds rallied after dovish Federal Reserve rhetoric and rising geopolitical tensions.
- Ten-year yields fell 20 basis points during the second quarter.

INTEREST RATE TERM STRUCTURE  
Government Issues - 3 Months to 30 Years Maturity



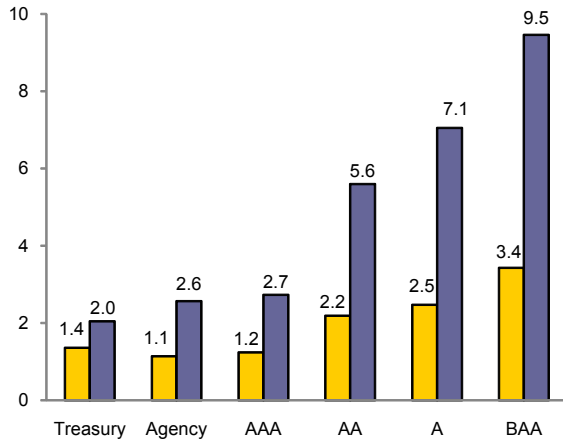


## BOND MARKETS

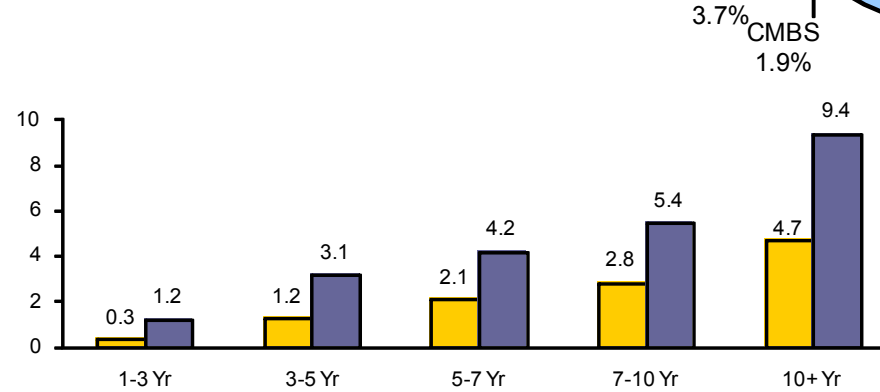
# U.S. Bond Market Returns – Barclays Capital Aggregate

- Dovish Fed rhetoric helped boost demand for U.S. Treasuries, with the aggregate index rising by 1.4% in the second quarter.
- Longer duration treasuries outperformed; Treasuries with durations over 10 years rose 4.7% during the second quarter.
- Credit risk appetite was robust as lower-rated corporate bonds outperformed during the second quarter. BAA-rated securities returned 3.4%.

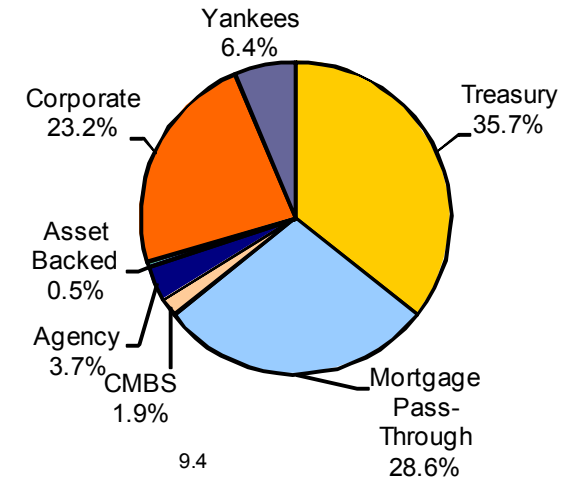
Quality Performance (%)



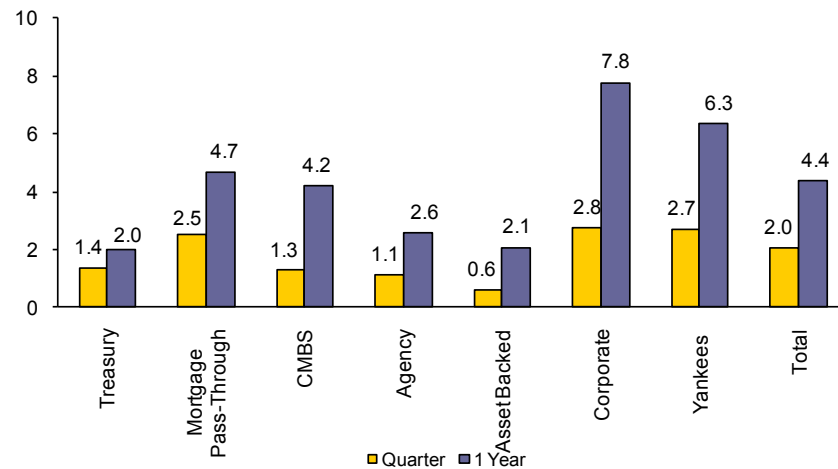
Duration Performance (%)



Sector Weights



Sector Performance (%)

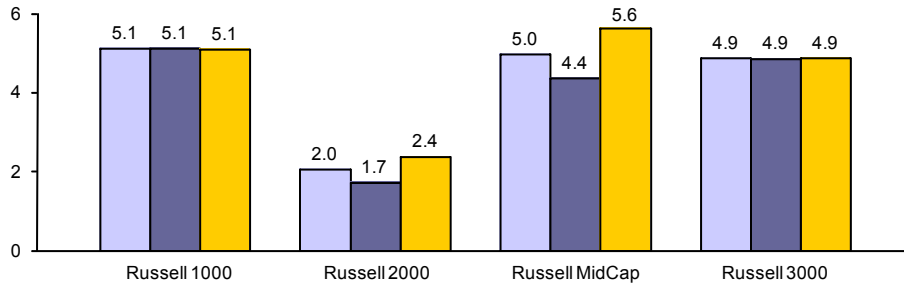


**STYLE & CAPITALIZATION**

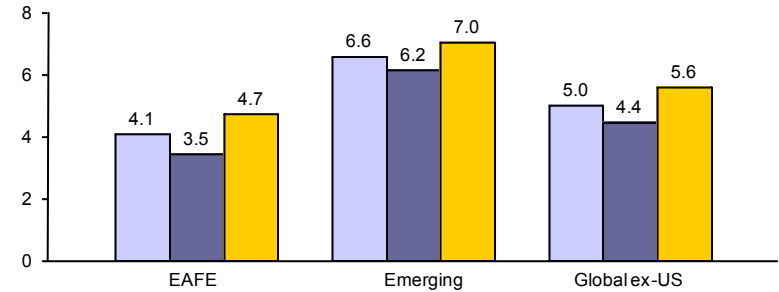
## Style & Capitalization Returns

- Perhaps due to attractive valuations and the Federal Reserve assuaging fears over sooner-than-expected monetary policy tightening, emerging market equities outperformed on a global basis, rising 6.6% during the quarter.
- Larger cap equities outperformed in the U.S. The Russell 1000 index rose 5.1% in the second quarter.
- Overall, non-U.S. equities rose 5.0% in the second quarter.

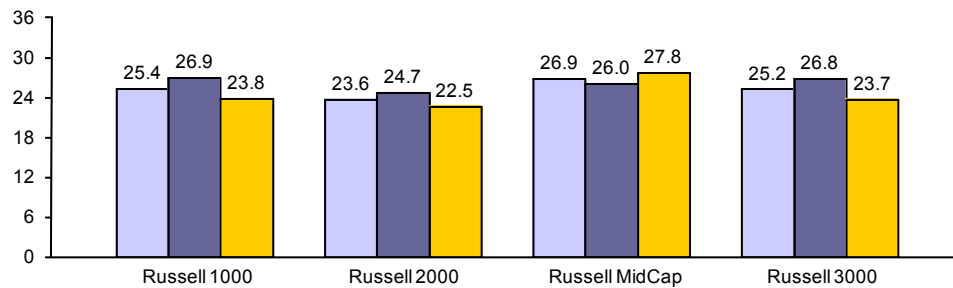
**Russell US Style Returns (%) – Quarter**



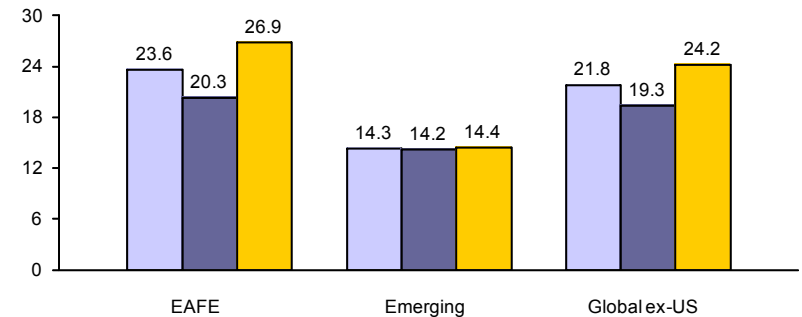
**MSCI Non-US Style Returns (%) – Quarter**



**Russell US Style Returns (%) – 1 Year**



**MSCI Non-US Style Returns (%) – 1 Year**



□ Neutral   ■ Growth   ■ Value

- The composite fund returned 3.7% in the second quarter of 2014 and ranked in the 44<sup>th</sup> percentile among other \$250mm-\$1B public funds (3.6% median). The fund lagged its policy index (3.8%) during this time period. Longer term, the three- and five-year returns of 9.5% and 13.0%, ranked near and above the median among its peer public plans (9.6% and 12.6%, respectively).
  
- Second quarter results were enhanced by the following factors:
  1. The Mellon Tangent Added Fund surpassed its benchmark, the S&P 500 Index (6.6% vs. 5.2%) and ranked in the 6<sup>th</sup> percentile among large cap core managers. It was helped by its extended long exposure to S&P 500 equity. One-year relative results were good for Mellon (30.2% vs. 24.6%).
  2. The Mellon Large Growth Index Fund returned 5.1% for the quarter. The Fund matched the Russell 1000 Growth Index and ranked above the large cap growth manager median (4.6%).
  3. The Mellon Large Value Index Fund (5.1%) matched the Russell 1000 Value Index return and was ahead of its median large cap value manager return of 4.8%.
  4. PanAgora was ahead of the Russell 2000 Index (2.2% vs. 2.0%) and ranked in the third quartile among small cap managers (2.3% median). Select investments in the Utilities sector and portfolio turnover were beneficial. Small cap manager WHV was terminated in June; its proceeds went to fund the DFA Small Cap portfolio. DFA will be benchmarked to the Russell 2000 Index.
  5. GMO's return of 5.7% out-performed the MSCI EAFE Index return of 4.3%. It placed above the median among EAFE core equity managers (3.7% median). It carried a significant allocation to Norway and select UK companies. Three-year results led the benchmark (11.0% vs. 8.6%).
  6. Barrow Hanley's quarterly return matched the Barclays Aggregate Index, 2.0%, and ranked in the third quartile among core bond managers, with a median return of 2.1%. The portfolio's security selection and allocation to Utility, Industrial and Financial sectors eased relative returns. Its underweight to Non-Corporate Credit held back results. BH was up 4.1% for three years while its custom benchmark was up 3.8%.

- Second quarter results were hindered by the following factors:
  1. Copper Rock underperformed the MSCI World ex US Small Cap Index (0.9% vs. 3.4%) and ranked in the bottom quartile among EAFE small cap equity managers (median of 2.5%). Stock selection in the UK and a relative underweight to the Canadian market delivered negative relative returns. Detractors include Blinkx, H Lundbeck, Plastic Omnium, Pace, and Magellan Financial Group.
  2. EARNEST Partners (4.3%) was below par with the MSCI ACWI ex-US (5.2%) and ranked 46<sup>th</sup> among ACWI ex-US Core equity managers (median of 4.1%). The portfolio carried weak stock selection in the French and Canadian markets. Over three years, EARNEST (6.0%) was surpassed by its custom benchmark (8.1%).
  3. The Wells Capital portfolio returned 6.1%, ranking in the 78<sup>th</sup> percentile among emerging market managers (7.2% median). The MSCI Emerging Markets Index was up 6.7%. Its largest stock detractors for the quarter were SINA Corp (China), New Oriental Education & Technology Group (China) and China Life Insurance (China). Compared to its benchmark, one-year results were below par for Wells (11.3% vs. 14.7%).
  4. The AXA 2.2% return was surpassed by its benchmark, the BofA ML US High Yield Master II Index (2.6%) and ranked in the third quartile among high yield managers, median return of 2.4%. The portfolio's negative performance attribution was driven primarily by security selection (Claire's Stores, no TXU), emphasis on the short duration segment of the market and cash drag. Three year returns fared better than its benchmark (10.7% vs. 9.3%).
  5. The Real Estate Composite added 3.3%, while its blended benchmark, the 75% NCREIF ODCE/ 25% FTSE NAREIT Developed Index appreciated 4.2%. European Investors lagged the FTSE NAREIT Developed Index (6.7% vs. 7.9%). UBS Trumbull Property fell behind the NCREIF ODCE Index (2.5% vs. 2.9%). Hedge fund managers OZ Overseas and Titan were funded at quarter-end, with proceeds transferred from the Mellon Capital Growth and Value portfolios.
  6. The Private Equity Composite carried a quarterly time-weighted rate of return (one-quarter lagged) of 2.2% while its benchmark, the Russell 3000 +3% Index 1Q Lag appreciated 2.8%. Adams Street gained the most, at 3.8%. Pantheon I, Pantheon II, and Pantheon Secondary carried quarterly returns of 3.4%, 1.6%, and 2.6%, respectively. Invesco IV and VI 3/31/2014 valuation was not available. Ocean Ave II was funded in June.

Merced County Employees' Retirement Association

Performance Summary

Periods Ending June 30, 2014

	Market Value	3 Mo	Rank	YTD	Rank	Fiscal YTD	Rank	3 Yr	Rank	5 Yr	Rank	7 Yr	Rank	10 Yr	Rank	Since Inception**	Since Inception Date***
<b>Total Fund *</b>	<b>653,123,975</b>	<b>3.7</b>	<b>44</b>	<b>6.0</b>	<b>24</b>	<b>17.9</b>	<b>14</b>	<b>9.5</b>	<b>56</b>	<b>13.0</b>	<b>39</b>	<b>4.5</b>	<b>75</b>	<b>6.6</b>	<b>73</b>	<b>8.6</b>	<b>Dec-94</b>
<i>Policy Index<sup>1</sup></i>		<i>3.8</i>	<i>26</i>	<i>6.1</i>	<i>16</i>	<i>16.7</i>	<i>32</i>	<i>10.6</i>	<i>12</i>	<i>13.3</i>	<i>27</i>	<i>5.2</i>	<i>45</i>	<i>6.8</i>	<i>67</i>	<i>5.9</i>	
<i>InvestorForce Public DB \$250mm-\$1B Gross Median</i>		<i>3.6</i>		<i>5.2</i>		<i>16.0</i>		<i>9.6</i>		<i>12.6</i>		<i>5.1</i>		<i>7.2</i>		<i>8.8</i>	
<b>US Equity</b>	<b>183,243,304</b>	<b>5.0</b>	<b>13</b>	<b>7.1</b>	<b>15</b>	<b>26.3</b>	<b>21</b>	<b>15.4</b>	<b>71</b>	<b>19.1</b>	<b>66</b>	<b>6.4</b>	<b>60</b>	<b>8.3</b>	<b>58</b>	<b>9.8</b>	<b>Dec-94</b>
<i>US Equity Custom Index<sup>2</sup></i>		<i>4.7</i>	<i>30</i>	<i>6.7</i>	<i>31</i>	<i>25.2</i>	<i>45</i>	<i>16.5</i>	<i>27</i>	<i>19.3</i>	<i>51</i>	<i>6.5</i>	<i>55</i>	<i>8.2</i>	<i>62</i>	<i>9.9</i>	
<i>InvestorForce All DB US Eq Gross Median</i>		<i>4.4</i>		<i>6.1</i>		<i>25.0</i>		<i>16.0</i>		<i>19.3</i>		<i>6.5</i>		<i>8.4</i>		<i>10.1</i>	
Mellon Tangent	61,125,484	6.6	6	9.5	10	30.2	9									32.4	Dec-12
Mellon Tangent - net		6.6		9.3		29.9										32.1	
<i>S&amp;P 500 Index</i>		<i>5.2</i>	<i>33</i>	<i>7.1</i>	<i>46</i>	<i>24.6</i>	<i>60</i>									26.2	
<i>eA US Large Cap Core Equity Gross Median</i>		<i>4.9</i>		<i>6.9</i>		<i>25.5</i>										26.8	
<b>Large Cap Growth</b>																	
Mellon Large Growth	46,026,224	5.1	31	6.3	35	26.9	54	16.3	37	19.3	35	8.0	43	8.2	65	10.2	Mar-03
Mellon Large Growth - net		5.1		6.3		26.9		16.2		19.2		7.9		8.1		10.1	
<i>Russell 1000 Growth Index</i>		<i>5.1</i>	<i>31</i>	<i>6.3</i>	<i>35</i>	<i>26.9</i>	<i>54</i>	<i>16.3</i>	<i>37</i>	<i>19.2</i>	<i>35</i>	<i>8.0</i>	<i>45</i>	<i>8.2</i>	<i>67</i>	<i>10.1</i>	
<i>eA US Large Cap Growth Equity Gross Median</i>		<i>4.6</i>		<i>5.3</i>		<i>27.3</i>		<i>15.4</i>		<i>18.6</i>		<i>7.8</i>		<i>8.6</i>		<i>10.7</i>	
<b>Large Cap Value</b>																	
Mellon Large Value	45,186,749	5.1	41	8.3	34	23.8	55	17.0	40	19.3	42	4.9	84	8.1	74	10.6	Mar-03
Mellon Large Value - net		5.1		8.3		23.8		16.9		19.2		4.8		8.0		10.5	
<i>Russell 1000 Value Index</i>		<i>5.1</i>	<i>42</i>	<i>8.3</i>	<i>35</i>	<i>23.8</i>	<i>55</i>	<i>16.9</i>	<i>41</i>	<i>19.2</i>	<i>43</i>	<i>4.8</i>	<i>84</i>	<i>8.0</i>	<i>75</i>	<i>10.5</i>	
<i>eA US Large Cap Value Equity Gross Median</i>		<i>4.8</i>		<i>7.7</i>		<i>24.4</i>		<i>16.5</i>		<i>18.9</i>		<i>6.3</i>		<i>9.0</i>		<i>11.4</i>	

\* Managers are ranked against the eVestment Alliance (eA) style universes. Asset class composites are ranked against the InvestorForce (IF) universes.

\*\* Since inception returns are based on the first full quarter of performance.

\*\*\* Since inception date denotes last day of the month.

<sup>1</sup> Effective 7/1/2013, Policy Index is 25% Russell 1000 / 4% Russell 2000 / 24% MSCI ACWI ex US / 29% Barclays Aggregate / 5% ML HY II / 6% NCREIFODCE / 2% FTSE EPRA/NAREIT Dev / 5% Russell 3000 + 3% 1QL.

<sup>2</sup> Effective 6/1/2013, benchmark is 86% Russell 1000 / 14% Russell 2000. As of 1/1/1995, benchmark was 100% Russell 3000.

Performance Summary

Periods Ending June 30, 2014

	Market Value	3 Mo	Rank	YTD	Rank	Fiscal YTD	Rank	3 Yr	Rank	5 Yr	Rank	7 Yr	Rank	10 Yr	Rank	Since Inception**	Since Inception Date***
<b>Small Cap</b>																	
DFA Small Cap <sup>3</sup>	15,400,703																Jun-14
DFA Small Cap - net																	
PanAgora <sup>4</sup>	15,043,637	2.2	52	5.1	33											15.4	Sep-13
PanAgora - net		2.2		4.9												15.2	
<i>Russell 2000</i>		2.0	56	3.2	58												
<i>eA US Small Cap Equity Gross Median</i>		2.3		3.8													
WHV	460,507																
<b>International Equity</b>																	
<i>International Equity Custom Index<sup>5</sup></i>	177,108,439	4.5	47	6.1	25	23.2	34	7.1	51	13.3	27	2.8	25	8.1	40	6.4	Dec-98
<i>InvestorForce All DB ex-US Eq Gross Median</i>		5.2	13	5.9	31	22.3	47	7.1	51	11.3	67	0.9	67	7.0	71	4.9	
		4.4		5.2		22.0		7.2		12.2		1.6		7.9		6.4	
Copper Rock <sup>6</sup>	24,954,419	0.9	89	5.6	62											14.8	Sep-13
Copper Rock - net		0.5		5.1												14.3	
<i>MSCI World ex USA Small Cap</i>		3.4	27	7.1	39											13.0	
<i>eA EAFE Small Cap Equity Gross Median</i>		2.5		6.5												14.4	
EARNEST Partners	66,709,931	4.3	46	3.8	63	20.4	73	6.0	83	13.8	40					5.8	Jun-08
EARNEST Partners - net		4.1		3.4		19.6		5.3		13.0						5.0	
<i>Ernest Custom Index<sup>7</sup></i>		5.2	18	5.9	29	22.3	56	8.1	49	11.9	81					3.3	
<i>eA ACWI ex-US Core Equity Gross Median</i>		4.1		4.8		22.8		8.0		13.4						4.3	

<sup>3</sup> Funded on 6/30/2014.

<sup>4</sup> Funded on 9/26/2013.

<sup>5</sup> Effective 7/1/2013, benchmark is 100% MSCI AWCI ex US. As of 4/1/2012, benchmark was 83% MSCI EAFE / 17% MSCI Emerging Markets. As of 1/1/1999, 100% MSCI EAFE.

<sup>6</sup> Funded on 9/5/2013.

<sup>7</sup> Effective 7/1/2013, benchmark is 100% MSCI ACWI ex US. As of 7/1/2008, benchmark was 100% MSCI EAFE.

Merced County Employees' Retirement Association

Performance Summary

Periods Ending June 30, 2014

	Market Value	3 Mo	Rank	YTD	Rank	Fiscal YTD	Rank	3 Yr	Rank	5 Yr	Rank	7 Yr	Rank	10 Yr	Rank	Since Inception**	Since Inception Date***
GMO	63,912,844	5.7	4	9.3	3	30.9	17	11.0	36	14.1	48	3.6	30			3.3	Dec-07
GMO - net		5.5		8.9		30.1		10.3		13.4		3.0				2.6	
<i>MSCI EAFE Gross Index</i>		4.3	32	5.1	50	24.1	62	8.6	85	12.3	90	1.5	78			1.5	
<i>eA EAFE Core Equity Gross Median</i>		3.7		5.1		24.8		10.2		14.1		2.5				2.7	
Wells Capital	21,531,245	6.1	78	4.9	81	11.3	84									3.3	Mar-12
Wells Capital - net		5.9		4.4		10.2										2.3	
<i>MSCI Emerging Markets Gross Index</i>		6.7	65	6.3	58	14.7	59									3.5	
<i>eA Emg Mkts Equity Gross Median</i>		7.2		6.7		15.5										5.7	
<b>US Fixed Income</b>	<b>180,407,326</b>	<b>2.0</b>	<b>63</b>	<b>4.0</b>	<b>61</b>	<b>6.0</b>	<b>52</b>	<b>5.4</b>	<b>46</b>	<b>6.7</b>	<b>53</b>	<b>4.5</b>	<b>91</b>	<b>4.5</b>	<b>92</b>	<b>6.1</b>	<b>Dec-94</b>
<i>US Fixed Income Custom Index<sup>8</sup></i>		2.1	60	4.2	57	5.4	58	3.9	79	5.0	83	5.5	73	5.0	78	6.3	
<i>InvestorForce All DB US Fix Inc Gross Median</i>		2.3		4.4		6.1		5.2		6.8		6.3		5.8		6.9	
AXA	34,815,982	2.2	66	5.3	58	12.0	36	10.7	12							11.3	Mar-10
AXA - net		2.1		5.1		11.6		10.2								10.9	
<i>BofA Merrill Lynch US High Yield Master II TR</i>		2.6	32	5.6	46	11.8	46	9.3	61							10.1	
<i>eA US High Yield Fixed Inc Gross Median</i>		2.4		5.5		11.7		9.5								10.4	
Barrow Hanley	145,591,344	2.0	66	3.7	72	4.5	67	4.1	64							4.8	Mar-10
Barrow Hanley - net		1.9		3.6		4.3		3.9								4.6	
<i>Barrow Hanley Custom Index<sup>9</sup></i>		2.0	58	3.9	62	4.4	71	3.8	80							4.6	
<i>eA US Core Fixed Inc Gross Median</i>		2.1		4.2		4.9		4.4								5.0	
<b>Hedge Fund Composite</b>	<b>28,000,000</b>																<b>Jun-14</b>
OZ Overseas <sup>10</sup>	14,000,000																Jun-14
Titan <sup>10</sup>	14,000,000																Jun-14

<sup>8</sup> Effective 6/1/2013, benchmark is 85.29% Barclays Aggregate / 14.71% BoFA Merrill Lynch HY II. As of 4/1/2013, benchmark was 70.58% Barclays Aggregate / 14.71% ML HY II / 14.71% Barclays US TIPS.

<sup>9</sup> Effective 6/1/2013, benchmark is 100% Barclays Aggregate. As of 4/1/2010, benchmark was 82.8% Barclays Aggregate / 17.2% Barclays US TIPS.

<sup>10</sup> Funded on 6/30/2014.

Performance Summary

Periods Ending June 30, 2014

	Market Value	3 Mo	Rank	YTD	Rank	Fiscal YTD	Rank	3 Yr	Rank	5 Yr	Rank	7 Yr	Rank	10 Yr	Rank	Since Inception**	Since Inception Date***
<b>Real Estate Composite</b>	<b>43,459,904</b>	<b>3.3</b>	<b>27</b>	<b>6.3</b>	<b>30</b>	<b>11.1</b>	<b>80</b>	<b>10.2</b>	<b>81</b>	<b>10.6</b>	<b>28</b>	<b>3.8</b>	<b>17</b>	<b>8.1</b>	<b>15</b>	<b>8.8</b>	<b>Mar-99</b>
<i>Real Estate Custom Index<sup>11</sup></i>		4.2	22	7.2	23	13.3	45	12.2	45	9.8	48	5.0	7	8.7	8	8.7	
<i>InvestorForce All DB Real Estate Gross Median</i>		2.8		5.7		13.0		12.0		9.6		2.6		6.5		7.2	
European Investors	9,177,613	6.7	78	10.9	63	13.5	69	9.0	53	16.6	38					5.4	Mar-08
European Investors - net		6.5		10.3		12.3		7.9		15.4						4.3	
<i>European Investors Custom Index<sup>12</sup></i>		7.9	40	12.2	22	14.4	42	10.2	21	17.4	18					4.1	
<i>Global Real Estate MStar MF Median</i>		7.8		11.3		14.1		9.0		15.8						4.0	
UBS Trumbull Property	33,852,291	2.5	72	5.1	75	10.4	91	10.4	74	9.3	54	3.4	21	7.8	17	8.6	Mar-99
UBS Trumbull Property - net		2.2		4.5		9.5		9.5		8.2		2.3		6.6		7.3	
<i>NCREIF ODCE<sup>13</sup></i>		2.9	43	5.5	64	12.7	53	12.4	42	11.2	21	5.9	4	9.4	5	10.2	
<i>InvestorForce All DB Real Estate Gross Median</i>		2.8		5.7		13.0		12.0		9.6		2.6		6.5		7.2	
Other Real Estate	430,000																
<b>Private Equity Composite<sup>+</sup></b>	<b>29,586,325</b>	<b>2.2</b>	<b>37</b>	<b>11.9</b>	<b>8</b>	<b>18.2</b>	<b>23</b>	<b>8.2</b>	<b>61</b>	<b>10.3</b>	<b>73</b>	<b>8.0</b>	<b>30</b>			<b>7.4</b>	<b>Jun-05</b>
<i>Russell 3000 + 3% 1Q Lagged<sup>14</sup></i>		2.8	33	13.9	2	25.6	3	23.6	1	25.4	1	11.9	1			13.7	
<i>InvestorForce All DB Private Equity Net Median</i>		0.1		4.5		13.0		9.3		12.0		6.7				9.2	
Adams Street	9,116,180	3.8		11.8		18.5		13.9		14.8		9.1				9.9	Sep-05
Invesco IV <sup>+</sup>	6,336,905	0.0		17.4		26.8		6.5		11.8		9.0				8.7	Jun-05
Invesco VI <sup>15+</sup>	1,935,521	0.0		7.9		2.1										2.1	Jun-13

<sup>11</sup> Effective 1/1/10, benchmark is 75% NCREIF ODCE / 25% FTSE EPRA NAREIT Developed. As of 1/1/02, benchmark was 100% NCREIF Property.

<sup>12</sup> Effective 1/1/10, benchmark is 100% FTSE EPRA NAREIT Developed. As of 4/1/2008, benchmark was 100% FTSE EPRA NAREIT Global.

<sup>13</sup> Effective 1/1/2010, benchmark is 100% NCREIF ODCE. As of 1/1/2002, benchmark was 100% NCREIF Property.

<sup>14</sup> Effective 4/1/2013, benchmark is 100% Russell 3000 + 3% 1Q Lagged. As of 7/1/2005, benchmark was 100% S&P 500 + 5% .

<sup>15</sup> Funded 7/1/2013.

<sup>+</sup> With the exception Invesco, all partner valuations are as of 3/31/2014; Invesco's valuations are as of 12/31/2013.

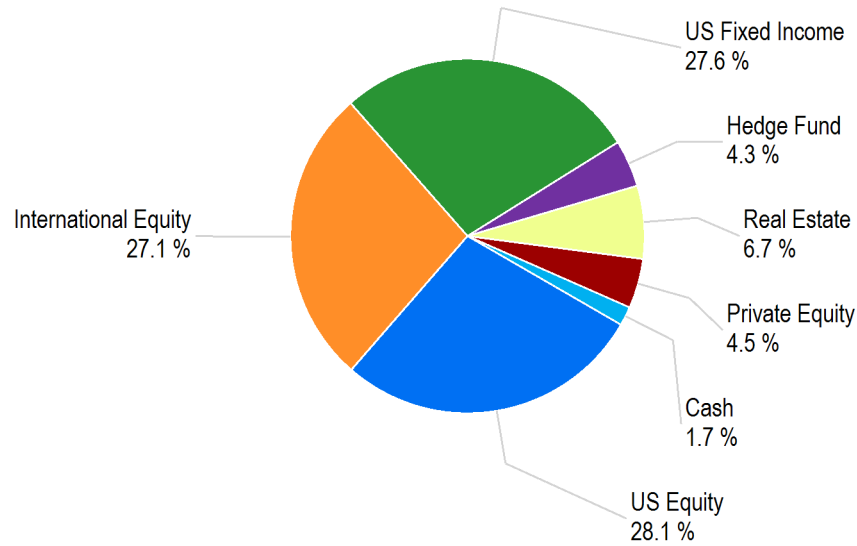


Performance Summary

Periods Ending June 30, 2014

	Market Value	3 Mo	Rank	YTD	Rank	Fiscal YTD	Rank	3 Yr	Rank	5 Yr	Rank	7 Yr	Rank	10 Yr	Rank	Since Inception**	Since Inception Date***
Ocean Ave II <sup>16</sup>	2,032,832																Jun-14
Pantheon I	3,559,044	3.4		8.6		18.7		9.0		10.2		7.1				4.7	Dec-05
Pantheon II	1,776,539	1.6		20.3		25.1										13.1	Dec-11
Pantheon Secondary	4,829,304	2.6		5.9		9.0		2.6		3.9		6.3				6.3	Jun-07
<b>Cash</b>	<b>8,841,108</b>	<b>0.0</b>		<b>0.0</b>		<b>0.9</b>		<b>0.6</b>		<b>1.5</b>		<b>6.0</b>		<b>5.7</b>		<b>5.4</b>	<b>Sep-03</b>
<b>Treasury Cash</b>	<b>2,477,570</b>																

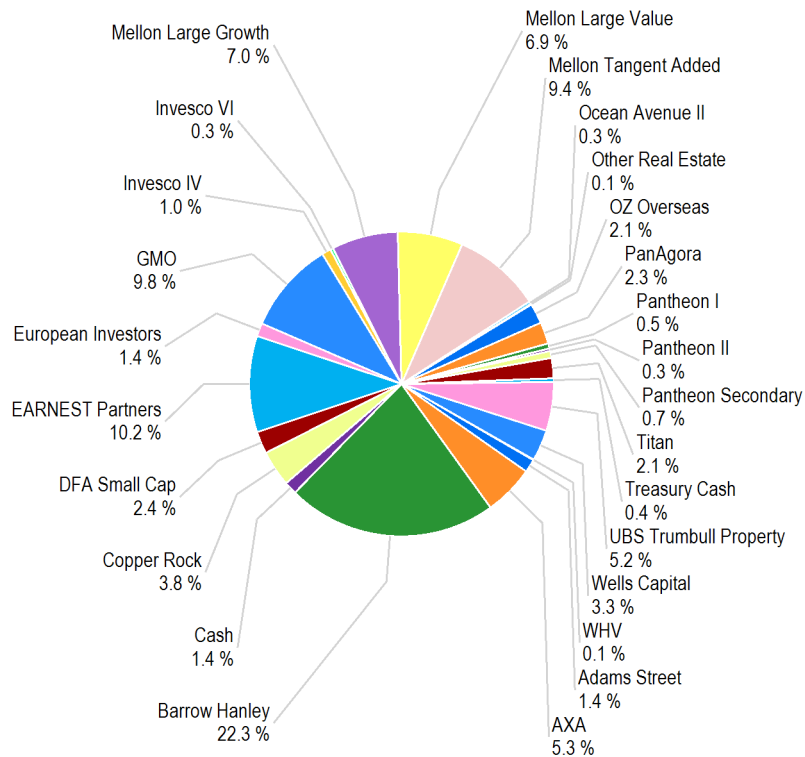
<sup>16</sup>Funded 6/11/2014.



	Actual \$	Actual %
US Equity	\$183,243,304	28.1%
International Equity	\$177,108,439	27.1%
US Fixed Income	\$180,407,326	27.6%
Hedge Fund	\$28,000,000	4.3%
Real Estate	\$43,459,904	6.7%
Private Equity	\$29,586,325	4.5%
Cash	\$11,318,677	1.7%
<b>Total</b>	<b>\$653,123,975</b>	

Manager Allocation Analysis - Total Plan

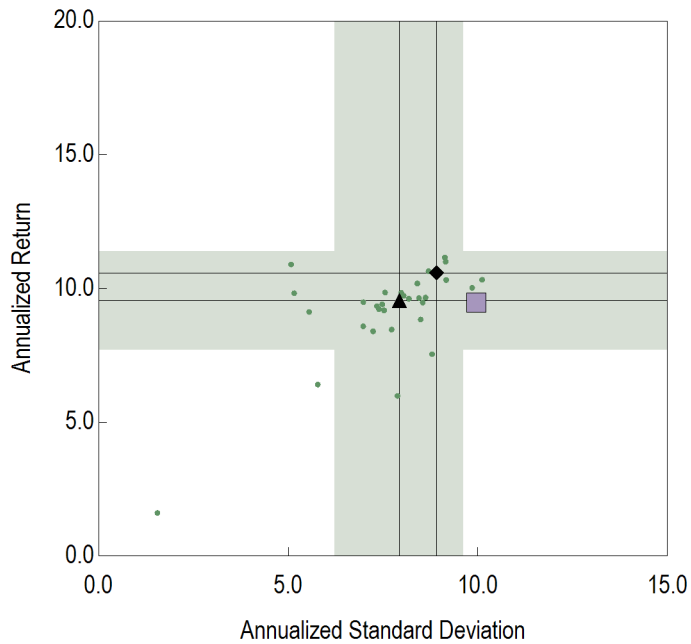
As of June 30, 2014



	Current Balance	Current Allocation
DFA Small Cap	\$15,400,703	2.4%
Mellon Tangent Added	\$61,125,484	9.4%
Mellon Large Growth	\$46,026,224	7.0%
Mellon Large Value	\$45,186,749	6.9%
PanAgora	\$15,043,637	2.3%
WHV	\$460,507	0.1%
Copper Rock	\$24,954,419	3.8%
EARNEST Partners	\$66,709,931	10.2%
GMO	\$63,912,844	9.8%
Wells Capital	\$21,531,245	3.3%
AXA	\$34,815,982	5.3%
Barrow Hanley	\$145,591,344	22.3%
OZ Overseas	\$14,000,000	2.1%
Titan	\$14,000,000	2.1%
European Investors	\$9,177,613	1.4%
UBS Trumbull Property	\$33,852,291	5.2%
Other Real Estate	\$430,000	0.1%
Adams Street	\$9,116,180	1.4%
Invesco IV	\$6,336,905	1.0%
Invesco VI	\$1,935,521	0.3%
Ocean Avenue II	\$2,032,832	0.3%
Pantheon I	\$3,559,044	0.5%
Pantheon II	\$1,776,539	0.3%
Pantheon Secondary	\$4,829,304	0.7%
Cash	\$8,841,108	1.4%
Treasury Cash	\$2,477,570	0.4%
<b>Total</b>	<b>\$653,123,975</b>	<b>100.0%</b>

Risk vs. Return 3 Year - Total Plan

Period Ending June 30, 2014

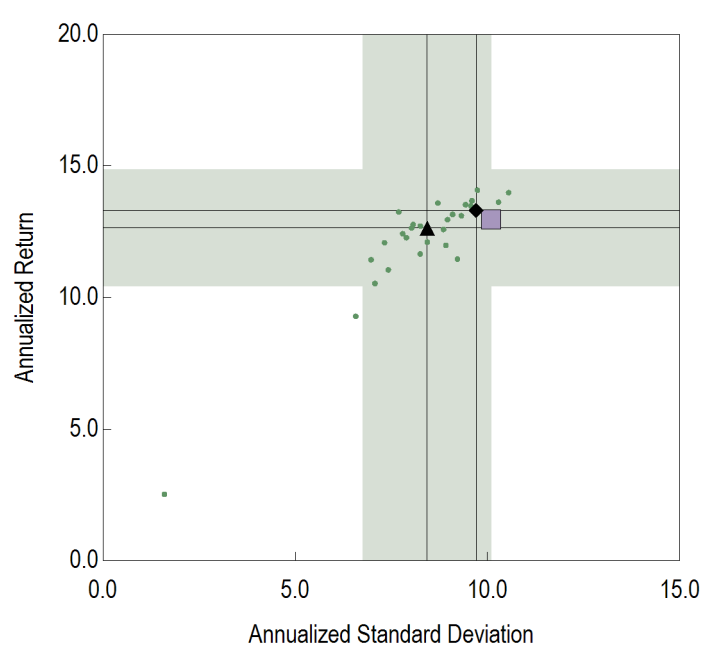


- Total Fund
- ◆ Policy Index
- ▲ Universe Median
- 68% Confidence Interval
- InvestorForce Public DB \$250mm-\$1B Gross

	Anlzd Return	Anlzd Return Rank	Anlzd Standard Deviation	Anlzd Standard Deviation Rank	Sharpe Ratio	Sharpe Ratio Rank
Total Fund	9.5%	56	10.0%	98	0.9	95
Policy Index	10.6%	12	8.9%	84	1.2	54
InvestorForce Public DB \$250mm-\$1B Gross Median	9.6%	--	7.9%	--	1.2	--

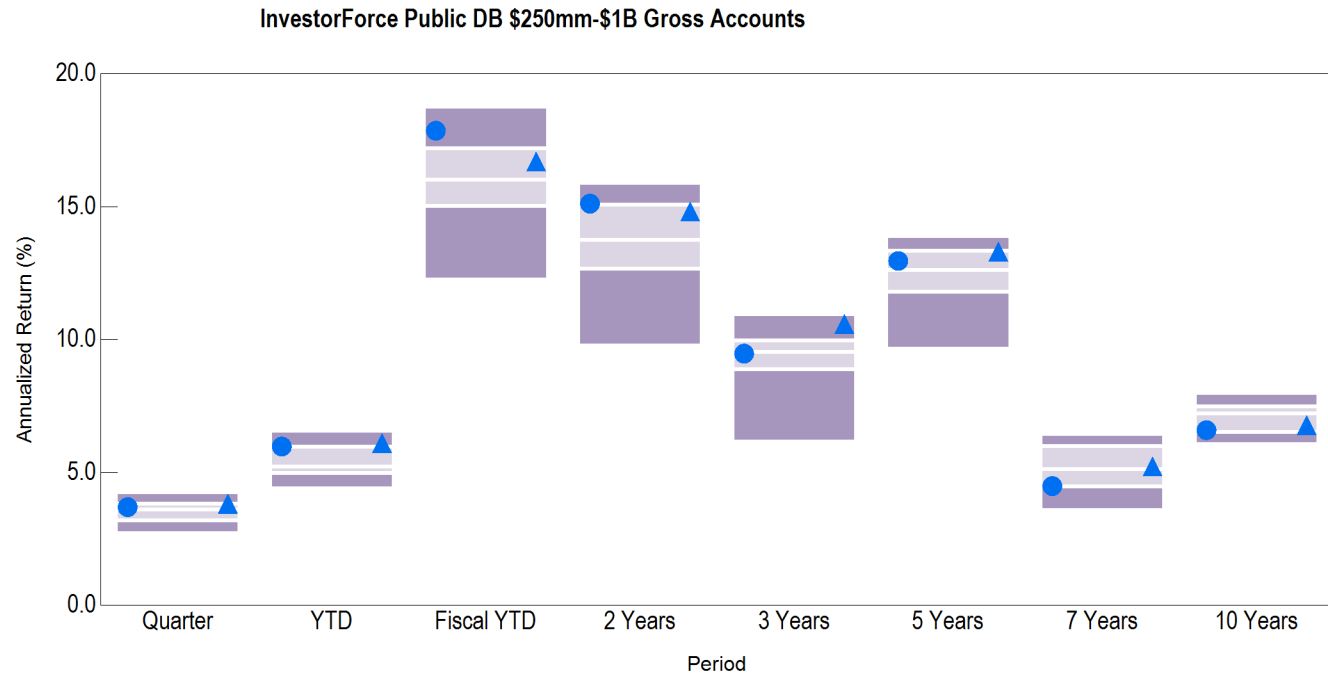
Risk vs. Return 5 Year - Total Plan

Period Ending June 30, 2014



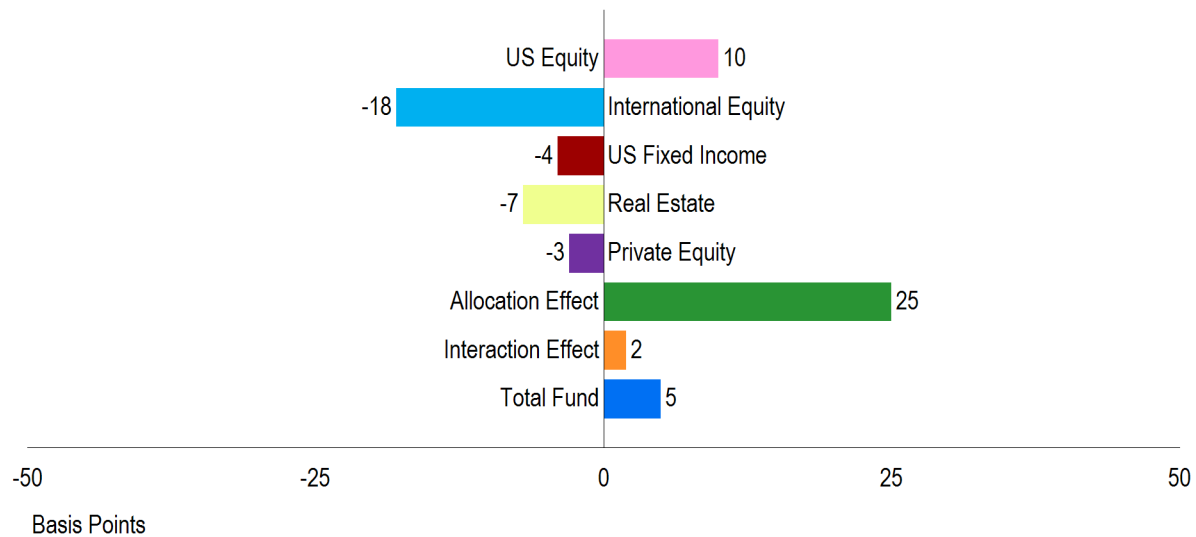
	Anlzd Return	Anlzd Return Rank	Anlzd Standard Deviation	Anlzd Standard Deviation Rank	Sharpe Ratio	Sharpe Ratio Rank
Total Fund	13.0%	39	10.1%	95	1.3	99
Policy Index	13.3%	27	9.7%	92	1.4	88
InvestorForce Public DB \$250mm-\$1B Gross Median	12.6%	--	8.4%	--	1.4	--

- Total Fund
- ◆ Policy Index
- ▲ Universe Median
- 68% Confidence Interval
- InvestorForce Public DB \$250mm-\$1B Gross



**Return (Rank)**

5th Percentile	4.3	6.6	18.8	15.9	11.0	13.9	6.4	8.0
25th Percentile	3.8	6.0	17.2	15.1	10.0	13.4	6.0	7.5
Median	3.6	5.2	16.0	13.8	9.6	12.6	5.1	7.2
75th Percentile	3.2	5.0	15.0	12.7	8.9	11.8	4.5	6.5
95th Percentile	2.7	4.4	12.3	9.8	6.2	9.7	3.6	6.1
# of Portfolios	31	31	31	31	30	27	25	23
● Total Fund	3.7 (44)	6.0 (24)	17.9 (14)	15.1 (24)	9.5 (56)	13.0 (39)	4.5 (75)	6.6 (73)
▲ Policy Index	3.8 (26)	6.1 (16)	16.7 (32)	14.8 (29)	10.6 (12)	13.3 (27)	5.2 (45)	6.8 (67)

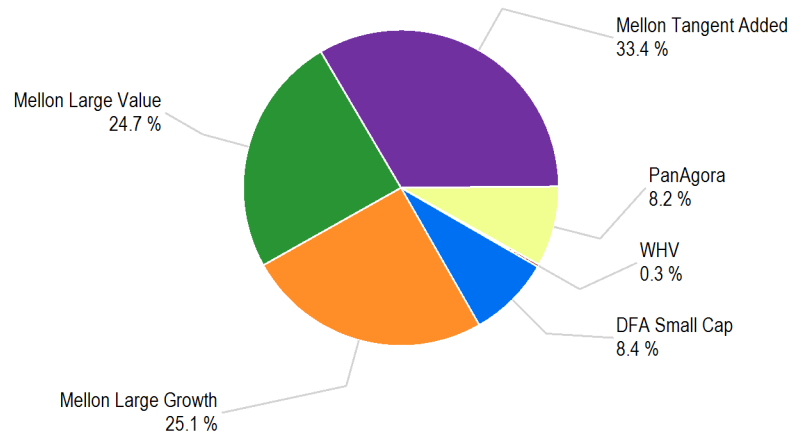


**Attribution Summary**

	Wtd. Actual Return	Wtd. Index Return	Excess Return	Selection Effect	Allocation Effect	Interaction Effects	Total Effects
US Equity	5.03%	4.70%	0.33%	0.10%	0.06%	0.02%	0.18%
International Equity	4.50%	5.25%	-0.74%	-0.18%	0.05%	-0.03%	-0.15%
US Fixed Income	2.01%	2.12%	-0.12%	-0.04%	0.14%	0.01%	0.11%
Real Estate	3.34%	4.17%	-0.83%	-0.07%	0.00%	0.01%	-0.06%
Private Equity	2.21%	2.79%	-0.58%	-0.03%	0.00%	0.00%	-0.02%
<b>Total</b>	<b>3.87%</b>	<b>3.82%</b>	<b>0.05%</b>	<b>-0.22%</b>	<b>0.25%</b>	<b>0.02%</b>	<b>0.05%</b>

Manager Allocation Analysis - US Equity

As of June 30, 2014

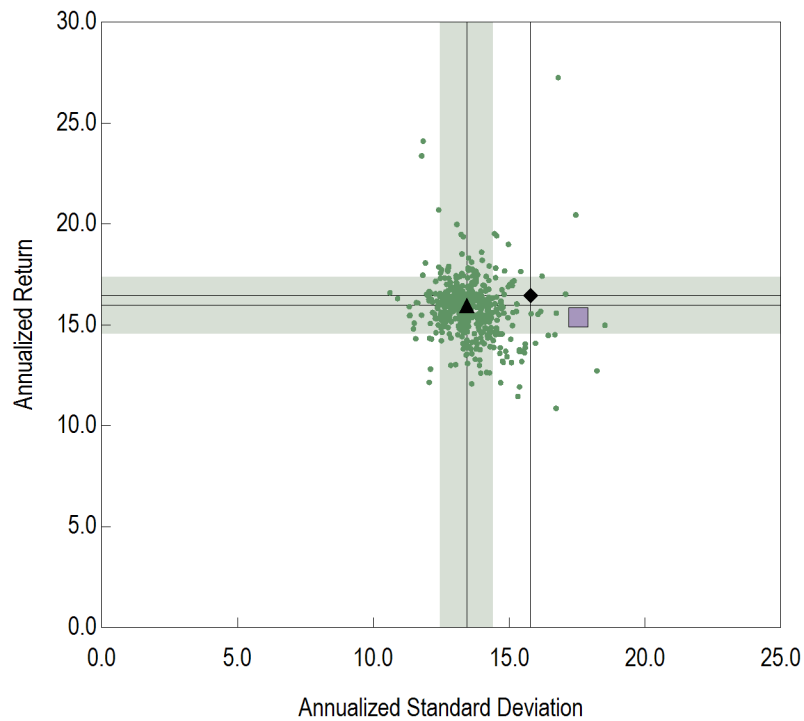


	Actual \$	Actual %
DFA Small Cap	\$15,400,703	8.4%
Mellon Large Growth	\$46,026,224	25.1%
Mellon Large Value	\$45,186,749	24.7%
Mellon Tangent Added	\$61,125,484	33.4%
PanAgora	\$15,043,637	8.2%
WHV	\$460,507	0.3%
<b>Total</b>	<b>\$183,243,304</b>	



Risk vs. Return 3 Year - US Equity

Period Ending June 30, 2014

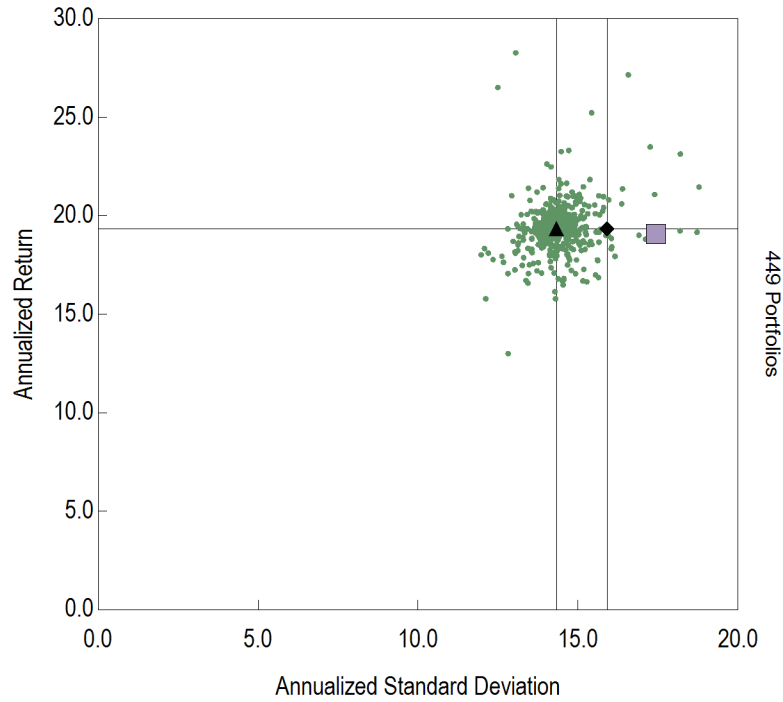


- US Equity
- ◆ 86% R1000/ 14% R2000
- ▲ Universe Median
- 68% Confidence Interval
- InvestorForce All DB US Eq Gross

	Anlzd Return	Anlzd Return Rank	Anlzd Standard Deviation	Anlzd Standard Deviation Rank	Sharpe Ratio	Sharpe Ratio Rank
US Equity	15.4%	71	17.6%	99	0.9	99
86% R1000/ 14% R2000	16.5%	27	15.8%	98	1.0	86
InvestorForce All DB US Eq Gross Median	16.0%	--	13.4%	--	1.2	--

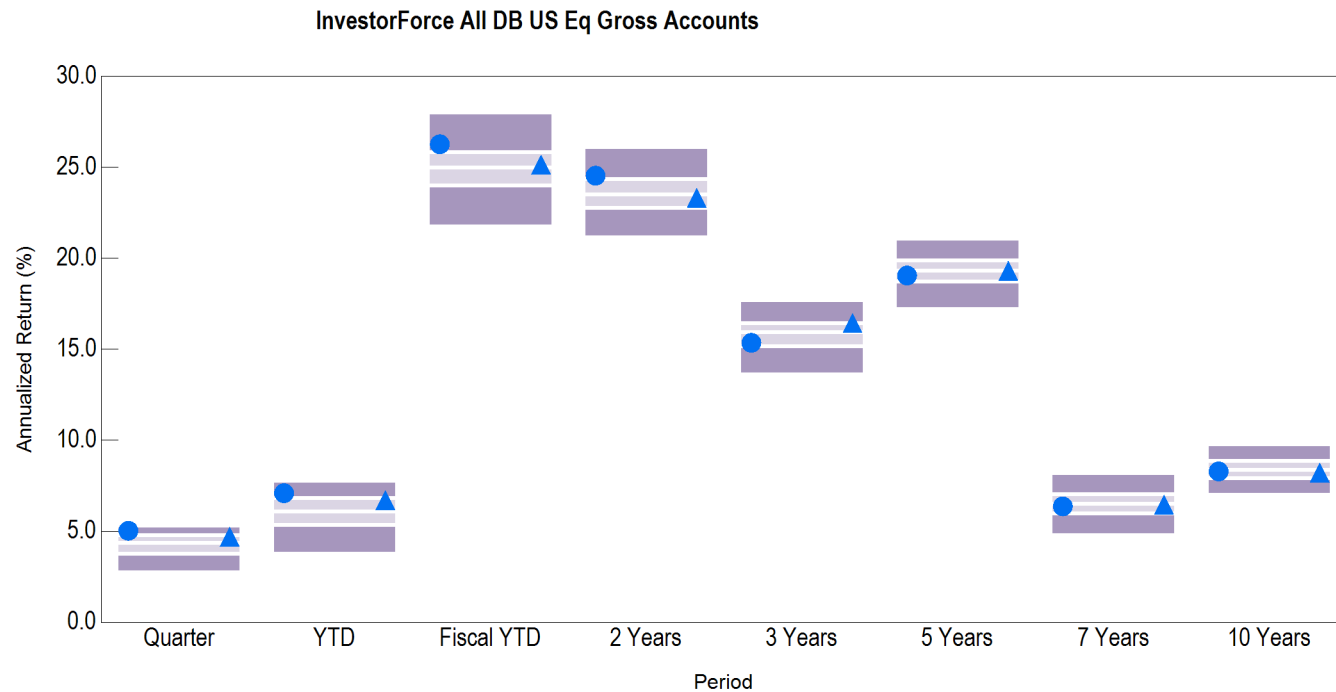
Risk vs. Return 5 Year - US Equity

Period Ending June 30, 2014



- US Equity
- ◆ 86% R1000/ 14% R2000
- ▲ Universe Median
- InvestorForce All DB US Eq Gross

	Anlzd Return	Anlzd Return Rank	Anlzd Standard Deviation	Anlzd Standard Deviation Rank	Sharpe Ratio	Sharpe Ratio Rank
US Equity	19.1%	66	17.4%	99	1.1	99
86% R1000/ 14% R2000	19.3%	51	15.9%	97	1.2	92
InvestorForce All DB US Eq Gross Median	19.3%	--	14.3%	--	1.4	--



**Return (Rank)**

<b>5th Percentile</b>	5.3	7.8	28.0	26.1	17.7	21.1	8.2	9.8
<b>25th Percentile</b>	4.8	6.9	25.9	24.4	16.5	19.9	7.1	8.9
<b>Median</b>	4.4	6.1	25.0	23.5	16.0	19.3	6.5	8.4
<b>75th Percentile</b>	3.8	5.4	24.0	22.8	15.2	18.7	6.0	7.9
<b>95th Percentile</b>	2.8	3.8	21.8	21.2	13.6	17.2	4.8	7.0
<b># of Portfolios</b>	604	602	599	582	545	450	424	339
<b>● US Equity</b>	5.0 (13)	7.1 (15)	26.3 (21)	24.5 (23)	15.4 (71)	19.1 (66)	6.4 (60)	8.3 (58)
<b>▲ 86% R1000/ 14% R2000</b>	4.7 (30)	6.7 (31)	25.2 (45)	23.3 (59)	16.5 (27)	19.3 (51)	6.5 (55)	8.2 (62)

## Characteristics

	Portfolio	Russell 3000
Number of Holdings	1,035	3,000
Weighted Avg. Market Cap. (\$B)	104.3	95.9
Median Market Cap. (\$B)	7.6	1.4
Price To Earnings	22.0	21.3
Price To Book	4.3	3.7
Price To Sales	3.2	3.0
Return on Equity (%)	19.5	17.2
Yield (%)	1.9	1.8
Beta (holdings; domestic)	1.1	1.1

## Top Holdings

APPLE	2.8%
EXXON MOBIL	2.1%
MICROSOFT	1.7%
JOHNSON & JOHNSON	1.5%
GENERAL ELECTRIC	1.3%
WELLS FARGO & CO	1.2%
CHEVRON	1.2%
BERKSHIRE HATHAWAY 'B'	1.1%
JP MORGAN CHASE & CO.	1.1%
PROCTER & GAMBLE	1.1%

## Best Performers

	Return %
HILLSHIRE BRANDS (HSH)	67.8%
GENTIVA HLTH.SVS. (GTIV)	65.1%
AMKOR TECH. (AMKR)	63.0%
INTERDIGITAL (IDCC)	44.8%
WILLIAMS (WMB)	44.7%
NEWFIELD EXPLORATION (NFX)	40.9%
MICRON TECHNOLOGY (MU)	39.3%
LANNETT (LCI)	38.9%
OFFICE DEPOT (ODP)	37.8%
ALLERGAN (AGN)	36.4%

## Worst Performers

	Return %
ANADIGICS (ANAD)	-52.4%
FIREEYE (FEYE)	-34.1%
SERVICESOURCE INTL. (SREV)	-31.3%
COACH (COH)	-30.6%
MASTEC (MTZ)	-29.1%
ELIZABETH ARDEN (RDEN)	-27.4%
CLIFFS NATURAL RESOURCES (CLF)	-25.8%
ZYNGA 'A' (ZNGA)	-25.3%
WHOLE FOODS MARKET (WFM)	-23.6%
SILVER SPRING NETWORKS (SSNI)	-23.3%

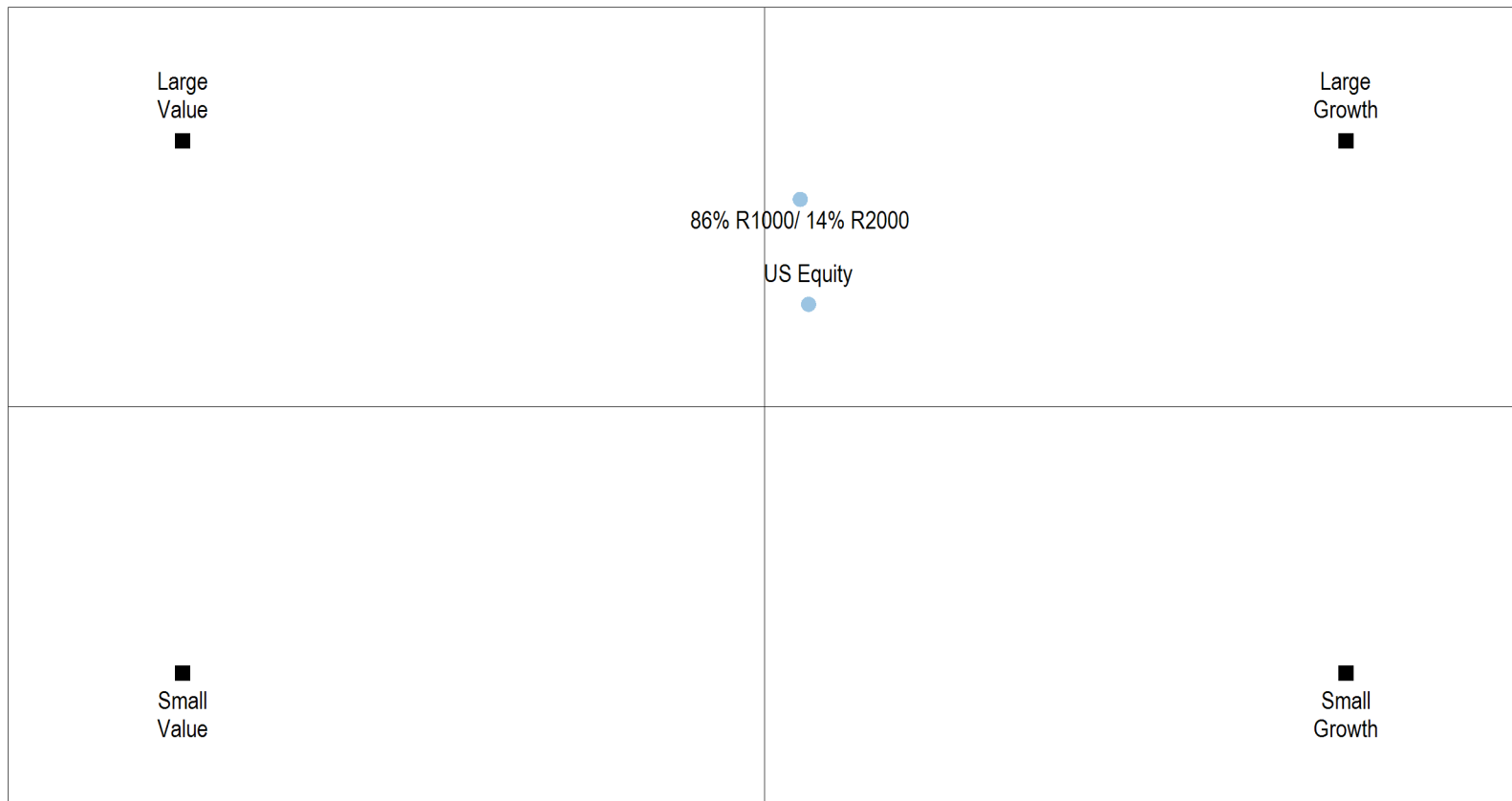
Equity Sector Attribution - US Equity

Quarter Ending June 30, 2014

US Equity Performance Attribution vs. Russell 3000

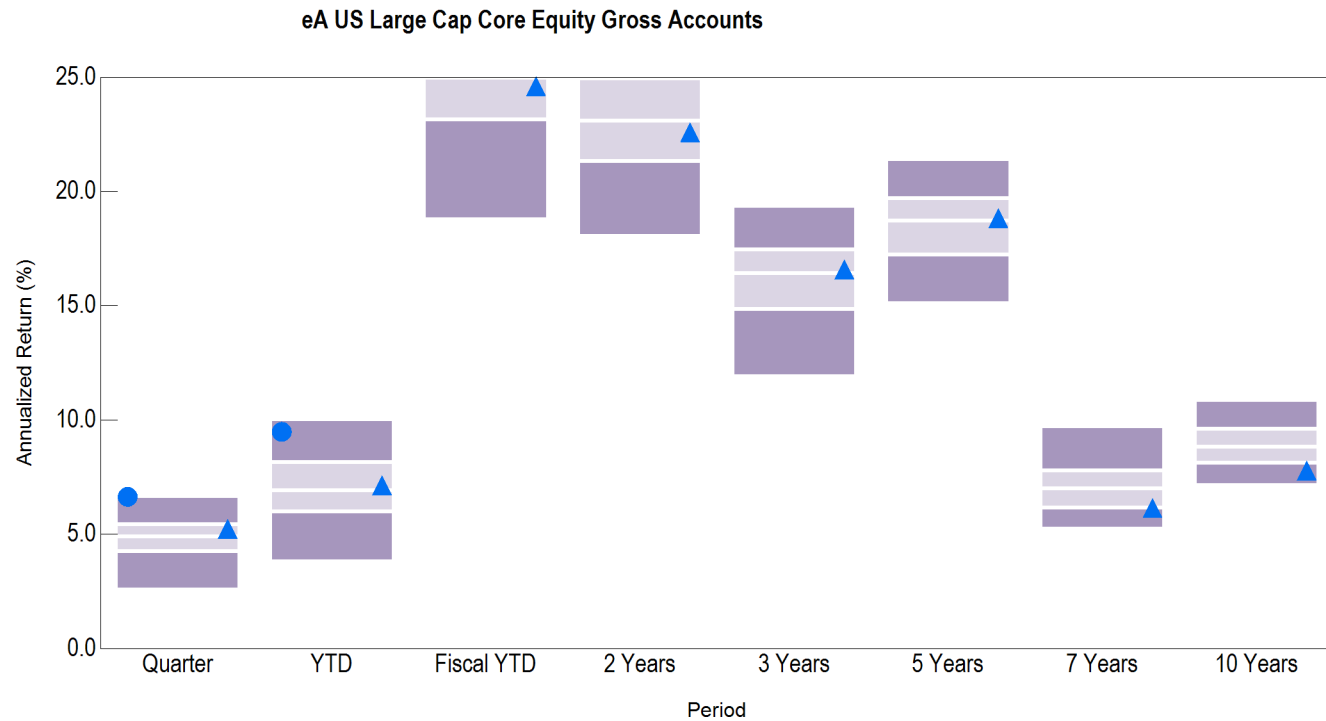
	Attribution Effects				Returns		Sector Weights				
	Total Effects	Selection Effect	Allocation Effect	Interaction Effects	Portfolio	Benchmark	Portfolio	Benchmark			
Energy	-0.1%	-0.2%	0.0%	0.0%	10.6%	12.2%	9.4%	9.3%			
Materials	0.0%	0.0%	0.0%	0.0%	5.3%	5.1%	3.9%	3.8%			
Industrials	0.0%	0.0%	0.0%	0.0%	3.4%	3.4%	11.0%	11.5%			
Cons. Disc.	0.2%	0.2%	0.0%	0.0%	4.4%	3.2%	10.6%	12.9%			
Cons. Staples	0.0%	0.0%	0.0%	0.0%	4.2%	4.7%	7.0%	8.3%			
Health Care	0.2%	0.2%	0.0%	0.0%	6.1%	4.2%	11.4%	13.0%			
Financials	0.0%	0.0%	0.1%	0.0%	2.2%	2.4%	14.9%	17.6%			
Info. Tech	0.0%	0.0%	0.0%	0.0%	5.9%	5.7%	17.8%	18.2%			
Telecomm.	0.0%	0.0%	0.0%	0.0%	4.0%	3.9%	1.8%	2.2%			
Utilities	0.0%	0.0%	0.0%	0.0%	7.7%	7.8%	2.5%	3.1%			
Cash	-0.5%	0.0%	-0.5%	0.0%	0.0%	--	9.5%	0.0%			
<b>Portfolio</b>	<b>-0.2%</b>	<b>=</b>	<b>0.2%</b>	<b>+</b>	<b>-0.3%</b>	<b>+</b>	<b>0.0%</b>	<b>4.7%</b>	<b>4.9%</b>	<b>100.0%</b>	<b>100.0%</b>

US Effective Style Map



Total Returns - Large Cap Core Equity

Periods Ending June 30, 2014



	Quarter		YTD		Fiscal YTD		2 Years		3 Years		5 Years		7 Years		10 Years									
<b>Return (Rank)</b>																								
5th Percentile	6.7	10.0	32.0	28.3	19.3	21.4	9.7	10.9	6.6	(6)	9.5	(10)	30.2	(9)	--	(--)	--	(--)	--	(--)	--	(--)		
25th Percentile	5.5	8.2	27.2	25.0	17.5	19.7	7.8	9.6	5.2	(33)	7.1	(46)	24.6	(60)	22.6	(60)	16.6	(48)	18.8	(48)	6.2	(77)	7.8	(87)
Median	4.9	6.9	25.5	23.1	16.4	18.7	7.0	8.8																
75th Percentile	4.3	6.0	23.2	21.3	14.9	17.2	6.2	8.1																
95th Percentile	2.6	3.8	18.8	18.1	11.9	15.1	5.3	7.2																
# of Portfolios	262	262	262	260	257	245	228	189																

Equity Only Summary Statistics - Mellon Tangent Added

Quarter Ending June 30, 2014

**Characteristics**

	Portfolio	S&P 500
Number of Holdings	504	501
Weighted Avg. Market Cap. (\$B)	118.0	118.1
Median Market Cap. (\$B)	17.4	17.5
Price To Earnings	21.5	20.4
Price To Book	4.2	3.9
Price To Sales	3.0	2.7
Return on Equity (%)	20.0	18.8
Yield (%)	2.0	2.0
Beta (holdings; domestic)	1.1	1.1

**Top Holdings**

APPLE	3.2%
EXXON MOBIL	2.5%
MICROSOFT	1.8%
JOHNSON & JOHNSON	1.7%
GENERAL ELECTRIC	1.5%
WELLS FARGO & CO	1.4%
CHEVRON	1.4%
BERKSHIRE HATHAWAY 'B'	1.3%
JP MORGAN CHASE & CO.	1.3%
PROCTER & GAMBLE	1.2%

**Best Performers**

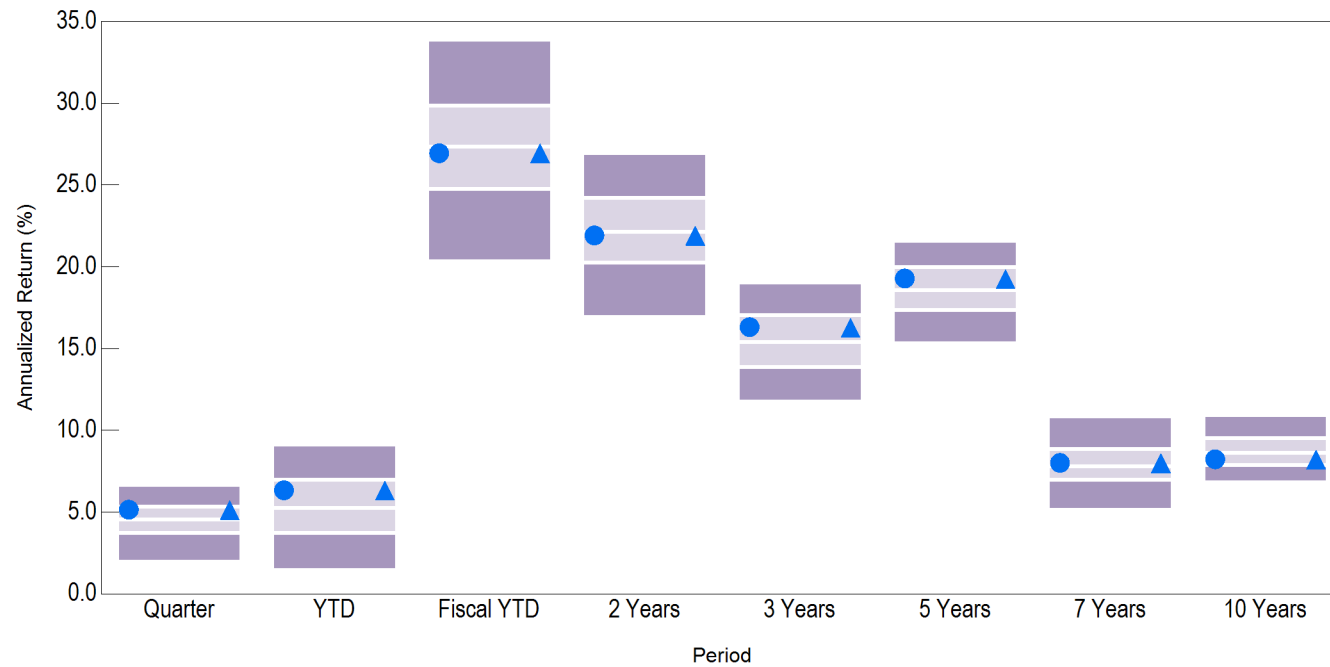
	Return %
WILLIAMS (WMB)	44.7%
NEWFIELD EXPLORATION (NFX)	40.9%
MICRON TECHNOLOGY (MU)	39.3%
ALLERGAN (AGN)	36.4%
PEPCO HOLDINGS (POM)	35.5%
VERTEX PHARMS. (VRTX)	33.9%
IRON MOUNTAIN (IRM)	29.7%
ANADARKO PETROLEUM (APC)	29.5%
SANDISK (SNDK)	29.0%
MOLSON COORS BREWING 'B' (TAP)	26.7%

**Worst Performers**

	Return %
COACH (COH)	-30.6%
CLIFFS NATURAL RESOURCES (CLF)	-25.8%
WHOLE FOODS MARKET (WFM)	-23.6%
TERADATA (TDC)	-18.3%
BED BATH & BEYOND (BBBY)	-16.6%
JACOBS ENGR. (JEC)	-16.1%
TYSON FOODS 'A' (TSN)	-14.5%
TRACTOR SUPPLY (TSCO)	-14.3%
PETSMART (PETM)	-13.0%
XILINX (XLNX)	-12.3%



eA US Large Cap Growth Equity Gross Accounts



Return (Rank)

5th Percentile	6.6	9.1	33.9	26.9	19.0	21.6	10.8	10.9
25th Percentile	5.4	7.0	29.9	24.2	17.1	20.0	8.9	9.5
Median	4.6	5.3	27.3	22.2	15.4	18.6	7.8	8.6
75th Percentile	3.7	3.7	24.8	20.3	13.9	17.4	7.0	7.9
95th Percentile	2.0	1.5	20.4	16.9	11.8	15.3	5.1	6.8
# of Portfolios	282	282	282	277	271	260	242	200
● Mellon Large Growth	5.1 (31)	6.3 (35)	26.9 (54)	21.9 (57)	16.3 (37)	19.3 (35)	8.0 (43)	8.2 (65)
▲ Russell 1000 Growth	5.1 (31)	6.3 (35)	26.9 (54)	21.9 (57)	16.3 (37)	19.2 (35)	8.0 (45)	8.2 (67)

Equity Only Summary Statistics - Mellon Large Growth

Quarter Ending June 30, 2014

**Characteristics**

	Portfolio	Russell 1000 Growth
Number of Holdings	670	672
Weighted Avg. Market Cap. (\$B)	102.3	102.1
Median Market Cap. (\$B)	8.7	8.6
Price To Earnings	24.6	23.6
Price To Book	6.4	5.8
Price To Sales	4.2	3.7
Return on Equity (%)	25.8	23.8
Yield (%)	1.5	1.5
Beta (holdings; domestic)	1.1	1.1

**Top Holdings**

APPLE	5.5%
MICROSOFT	2.2%
VERIZON COMMUNICATIONS	2.0%
INTERNATIONAL BUS.MCHS.	1.7%
COCA COLA	1.7%
GOOGLE 'A'	1.6%
GOOGLE 'C'	1.6%
SCHLUMBERGER	1.5%
PEPSICO	1.3%
QUALCOMM	1.3%

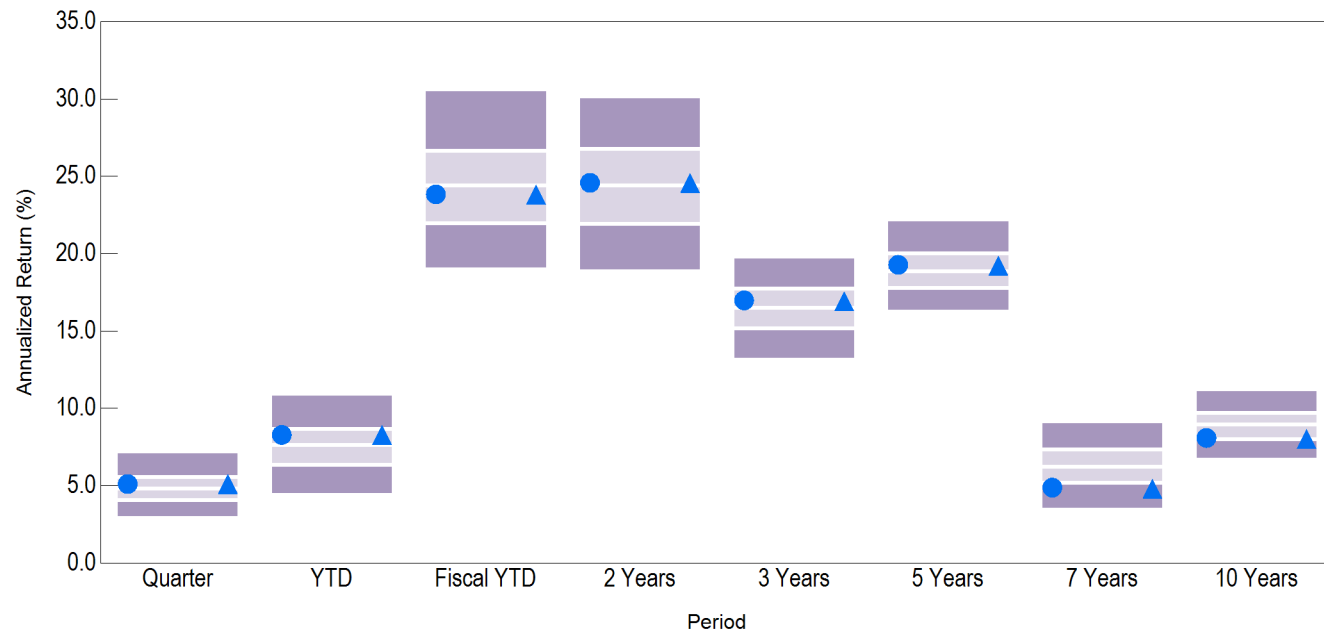
**Best Performers**

	Return %
JAI BALAJI INDS. (IN:JBI)	164.8%
RELIANCE CAPITAL (IN:RCF)	88.5%
SYNDICATE BANK (IN:SYK)	84.3%
RELIANCE INFRASTRUCTURE (IN:REY)	77.1%
HOUSING DEV.&INFR. (IN:IHD)	74.0%
CANARA BANK (IN:CKB)	73.7%
LARGAN PRECISION (TW:LPC)	68.6%
TPK HOLDING (TW:TPK)	68.4%
HILLSHIRE BRANDS (HSH)	67.8%
GENTIVA HLTH.SVS. (GTIV)	65.1%

**Worst Performers**

	Return %
FIREEYE (FEYE)	-34.1%
COACH (COH)	-30.6%
WHOLE FOODS MARKET (WFM)	-23.6%
SPLUNK (SPLK)	-22.6%
GNC HOLDINGS CL.A (GNC)	-22.2%
CHICAGO BDG.&IO. (CBI)	-21.7%
DSW 'A' (DSW)	-21.2%
ARIAD PHARMS. (ARIA)	-21.0%
NEUSTAR 'A' (NSR)	-20.0%
TERADATA (TDC)	-18.3%

eA US Large Cap Value Equity Gross Accounts



Return (Rank)

5th Percentile	7.2	10.9	30.6	30.1	19.8	22.2	9.1	11.2
25th Percentile	5.6	8.7	26.7	26.8	17.8	20.0	7.4	9.7
Median	4.8	7.7	24.4	24.4	16.5	18.9	6.3	9.0
75th Percentile	4.1	6.4	22.0	21.9	15.2	17.8	5.2	8.0
95th Percentile	2.9	4.4	19.0	18.9	13.2	16.3	3.5	6.7
# of Portfolios	313	313	313	312	309	299	282	244
● Mellon Large Value	5.1 (41)	8.3 (34)	23.8 (55)	24.6 (49)	17.0 (40)	19.3 (42)	4.9 (84)	8.1 (74)
▲ Russell 1000 Value	5.1 (42)	8.3 (35)	23.8 (55)	24.6 (49)	16.9 (41)	19.2 (43)	4.8 (84)	8.0 (75)

Equity Only Summary Statistics - Mellon Large Value

Quarter Ending June 30, 2014

Characteristics

	Portfolio	Russell 1000 Value
Number of Holdings	683	685
Weighted Avg. Market Cap. (\$B)	106.4	106.1
Median Market Cap. (\$B)	7.2	7.1
Price To Earnings	19.6	18.6
Price To Book	2.3	2.3
Price To Sales	2.3	2.2
Return on Equity (%)	13.6	13.4
Yield (%)	2.3	2.3
Beta (holdings; domestic)	1.1	1.1

Top Holdings

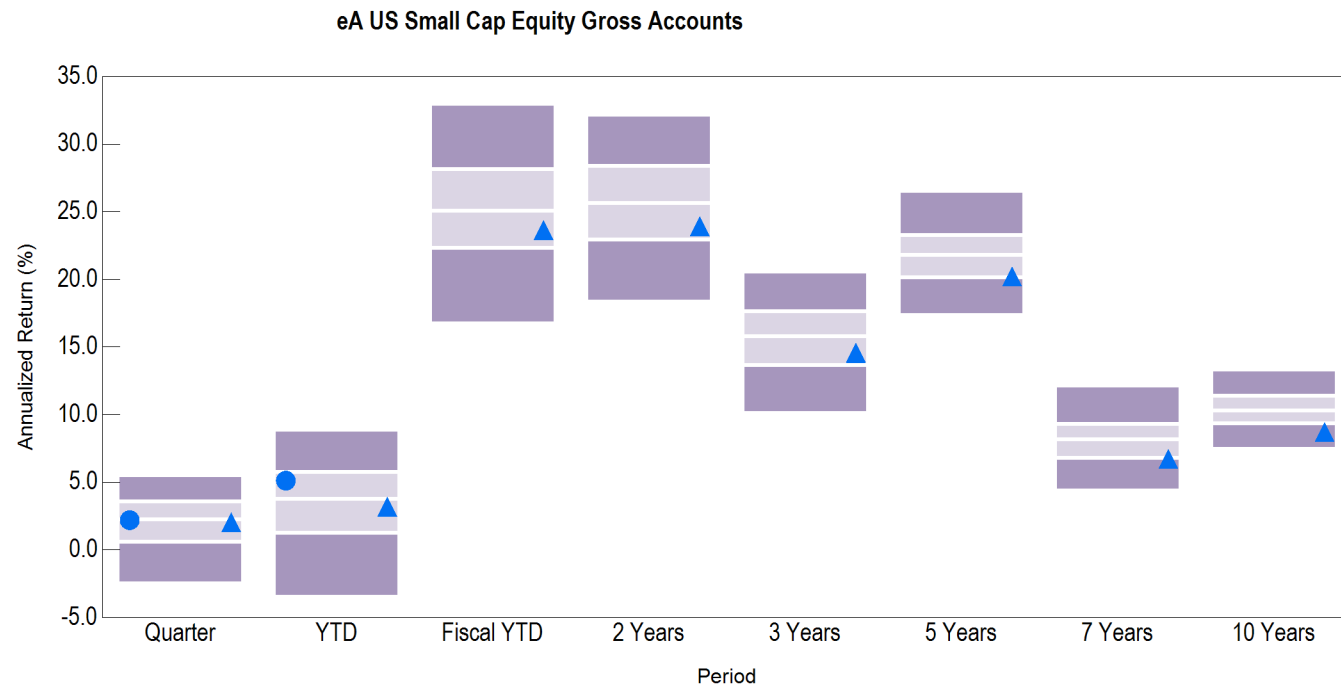
EXXON MOBIL	4.3%
GENERAL ELECTRIC	2.6%
WELLS FARGO & CO	2.5%
JOHNSON & JOHNSON	2.5%
CHEVRON	2.5%
BERKSHIRE HATHAWAY 'B'	2.3%
JP MORGAN CHASE & CO.	2.2%
PROCTER & GAMBLE	2.0%
PFIZER	1.9%
AT&T	1.8%

Best Performers

	Return %
WILLIAMS (WMB)	44.7%
NEWFIELD EXPLORATION (NFX)	40.9%
MICRON TECHNOLOGY (MU)	39.3%
PEPCO HOLDINGS (POM)	35.5%
WPX ENERGY (WPX)	32.6%
PROTECTIVE LIFE (PL)	32.5%
ST.JOE (JOE)	32.1%
IRON MOUNTAIN (IRM)	29.7%
ANADARKO PETROLEUM (APC)	29.5%
SANDISK (SNDK)	29.0%

Worst Performers

	Return %
CLIFFS NATURAL RESOURCES (CLF)	-25.8%
ZYNGA 'A' (ZNGA)	-25.3%
DOMTAR (UFS)	-23.0%
DSW 'A' (DSW)	-21.2%
MBIA (MBI)	-21.1%
JACOBS ENGR. (JEC)	-16.1%
TYSON FOODS 'A' (TSN)	-14.5%
REALOGY HOLDINGS (RLGY)	-13.2%
BROCADE COMMS.SYS. (BRCD)	-13.0%
DREAMWORKS ANIMATION SKG 'A' (DWA)	-12.4%



**Return (Rank)**

<b>5th Percentile</b>	5.5	8.9	33.0	32.2	20.6	26.5	12.1	13.3
<b>25th Percentile</b>	3.6	5.8	28.2	28.4	17.7	23.3	9.3	11.4
<b>Median</b>	2.3	3.8	25.1	25.7	15.8	21.9	8.2	10.3
<b>75th Percentile</b>	0.6	1.3	22.3	23.0	13.7	20.2	6.8	9.4
<b>95th Percentile</b>	-2.5	-3.4	16.8	18.4	10.2	17.4	4.4	7.5
<b># of Portfolios</b>	504	504	504	500	495	471	422	360

<b>● PanAgora</b>	2.2 (52)	5.1 (33)	-- (--)	-- (--)	-- (--)	-- (--)	-- (--)	-- (--)
<b>▲ Russell 2000</b>	2.0 (56)	3.2 (58)	23.6 (65)	23.9 (69)	14.6 (65)	20.2 (75)	6.7 (77)	8.7 (86)

**Characteristics**

	Portfolio	Russell 2000
Number of Holdings	345	1,973
Weighted Avg. Market Cap. (\$B)	1.7	1.8
Median Market Cap. (\$B)	0.7	0.7
Price To Earnings	26.6	23.9
Price To Book	4.0	3.1
Price To Sales	3.2	2.9
Return on Equity (%)	15.9	10.7
Yield (%)	1.0	1.1
Beta (holdings; domestic)	1.3	1.3

**Top Holdings**

PORTLAND GEN.ELEC.	1.59%
SOVRAN SELF STORAGE	1.40%
PNM RESOURCES	1.37%
RLJ LODGING TRUST	1.34%
TENNECO	1.31%
MINERALS TECHS.	1.29%
ESTERLINE TECHS.	1.19%
JACK IN THE BOX	1.17%
WATSCO	1.14%
ANN	1.12%

**Best Performers**

	Return %
AMKOR TECH. (AMKR)	63.0%
GERON (GERN)	53.6%
PLATFORM SPY.PRDS. (NYS) (PAH)	47.1%
PAM TRANSPORTATION SVS. (PTSI)	40.6%
VINCE HOLDING (VNCE)	38.9%
STRAIGHT PATH COMMS.CL.B (STRP)	38.6%
CBEYOND (CBEY)	37.2%
ATHLON ENERGY (ATHL)	34.6%
HARVEST NTRL.RES. (HNR)	32.7%
NRG YIELD CLASS A (NYLD)	32.7%

**Worst Performers**

	Return %
ENDEAVOUR INTL. (END)	-57.85%
BIOTA HOLDINGS (BOTA)	-53.36%
HANSEN MEDICAL (HNSN)	-49.62%
GLYCOMIMETICS (GLYC)	-48.38%
SORRENTO THERAPEUTICS (SRNE)	-47.35%
REGADO BIOSCIENCES (RGDO)	-45.77%
DATAWATCH (DWCH)	-44.84%
ADEPT TECHNOLOGY (ADEP)	-44.79%
ATHERSYS (ATHX)	-44.75%
PROTHENA (PRTA)	-41.14%

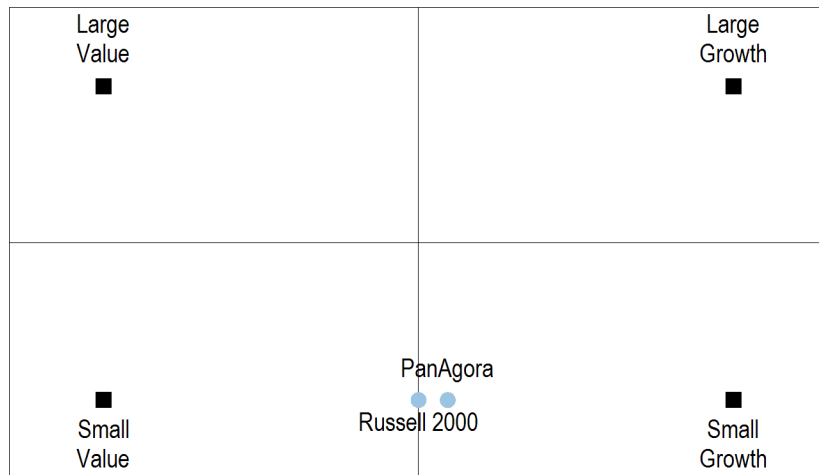
## Equity Sector Attribution - PanAgora

Quarter Ending June 30, 2014

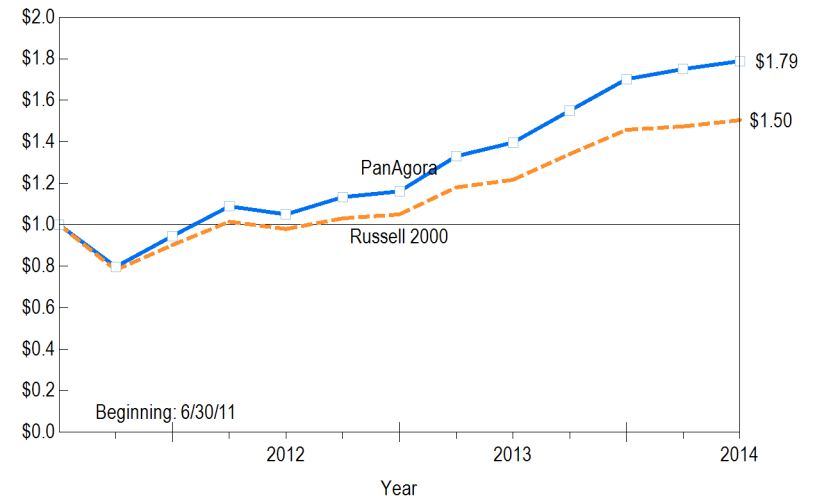
## PanAgora Performance Attribution vs. Russell 2000

	Total Effects	Attribution Effects			Returns		Sector Weights				
		Selection Effect	Allocation Effect	Interaction Effects	Portfolio	Benchmark	Portfolio	Benchmark			
Energy	-0.4%	-0.4%	-0.1%	0.1%	4.9%	11.5%	4.0%	5.6%			
Materials	0.2%	0.2%	0.0%	0.0%	5.3%	1.7%	4.7%	4.9%			
Industrials	0.0%	0.0%	0.0%	0.0%	0.6%	0.2%	15.0%	14.6%			
Cons. Disc.	-0.1%	-0.1%	0.0%	0.0%	0.4%	1.2%	14.1%	12.9%			
Cons. Staples	0.2%	0.2%	0.0%	0.0%	6.7%	1.1%	4.5%	3.7%			
Health Care	-0.1%	-0.1%	0.0%	0.0%	-0.3%	0.2%	13.8%	13.3%			
Financials	-0.4%	-0.4%	0.0%	0.0%	0.0%	1.9%	22.5%	23.3%			
Info. Tech	0.2%	0.2%	0.0%	0.0%	3.2%	1.8%	14.6%	17.8%			
Telecomm.	0.1%	0.1%	0.0%	0.0%	11.5%	-3.1%	0.4%	0.7%			
Utilities	0.3%	0.1%	0.1%	0.1%	12.1%	8.9%	5.3%	3.2%			
Cash	0.0%	0.0%	0.0%	0.0%	0.0%	--	1.2%	0.0%			
<b>Portfolio</b>	<b>0.0%</b>	<b>=</b>	<b>-0.1%</b>	<b>+</b>	<b>0.0%</b>	<b>+</b>	<b>0.1%</b>	<b>2.0%</b>	<b>2.0%</b>	<b>100.0%</b>	<b>100.0%</b>

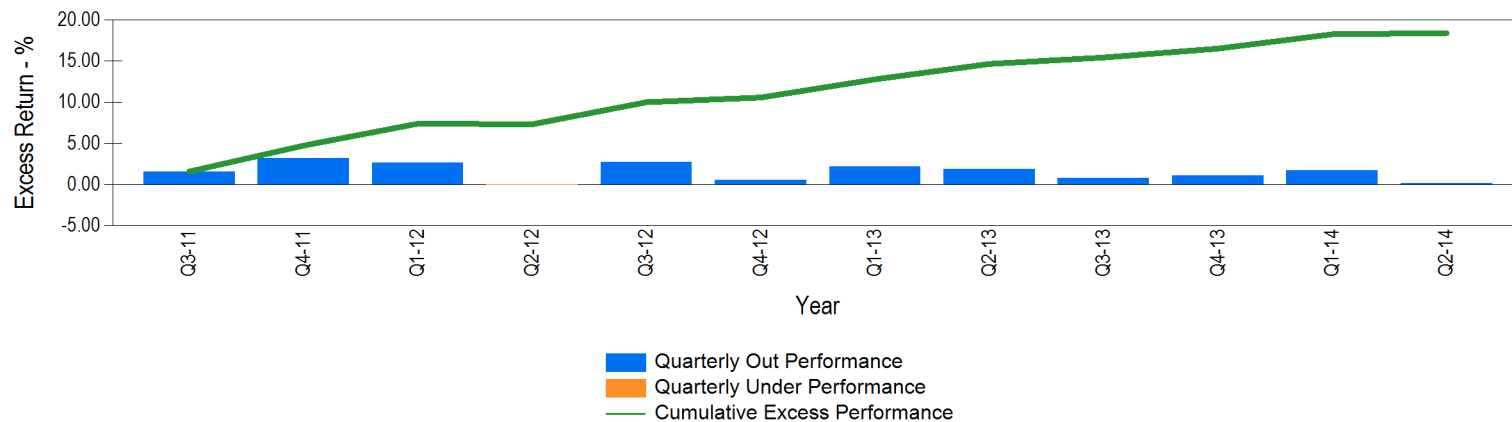
US Effective Style Map



Growth of a Dollar



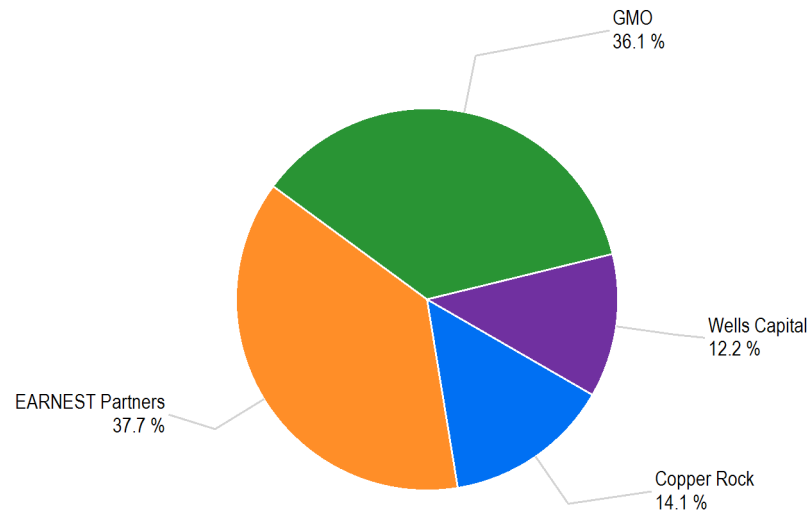
Quarterly and Cumulative Excess Performance





Manager Allocation Analysis - International Equity

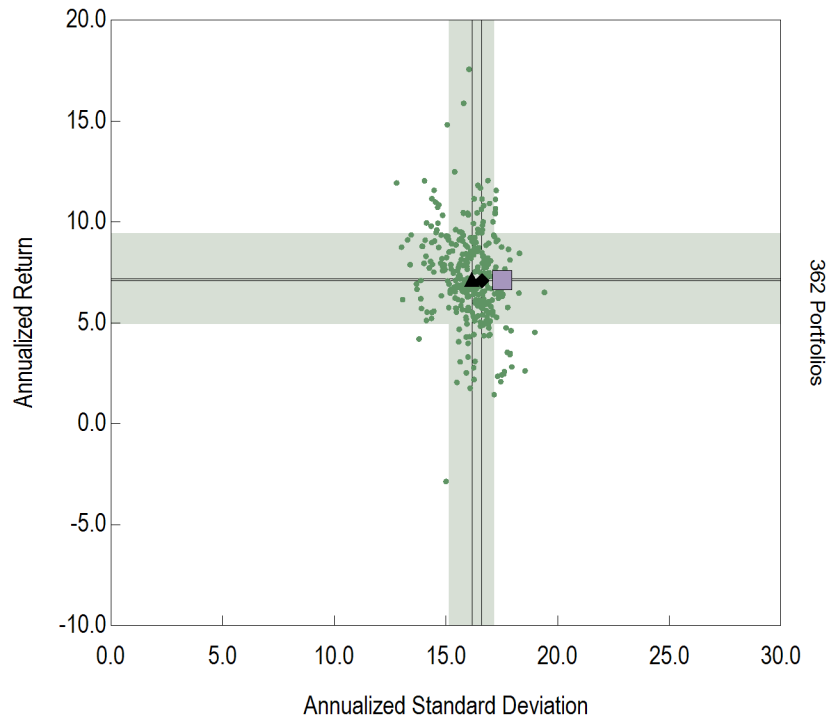
As of June 30, 2014



	Actual \$	Actual %
Copper Rock	\$24,954,419	14.1%
EARNEST Partners	\$66,709,931	37.7%
GMO	\$63,912,844	36.1%
Wells Capital	\$21,531,245	12.2%
<b>Total</b>	<b>\$177,108,439</b>	

Risk vs. Return 3 Year - International Equity

Period Ending June 30, 2014



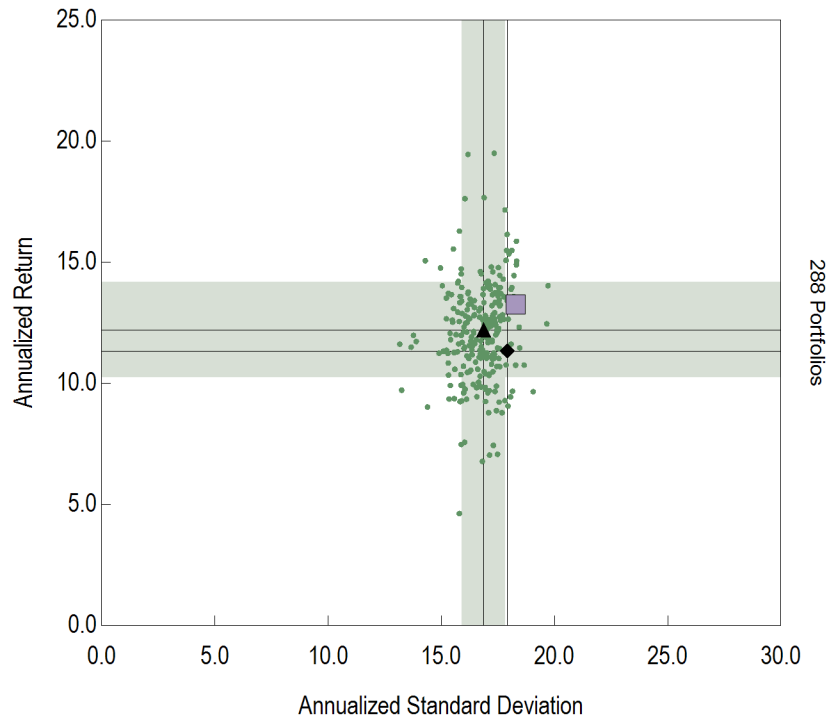
362 Portfolios

- International Equity
- ◆ MSCI ACWI ex US
- ▲ Universe Median
- 68% Confidence Interval
- InvestorForce All DB ex-US Eq Gross

	Anlzd Return	Anlzd Return Rank	Anlzd Standard Deviation	Anlzd Standard Deviation Rank	Sharpe Ratio	Sharpe Ratio Rank
International Equity	7.1%	51	17.5%	95	0.4	65
MSCI ACWI ex US	7.1%	51	16.6%	70	0.4	58
InvestorForce All DB ex-US Eq Gross Median	7.2%	--	16.2%	--	0.4	--

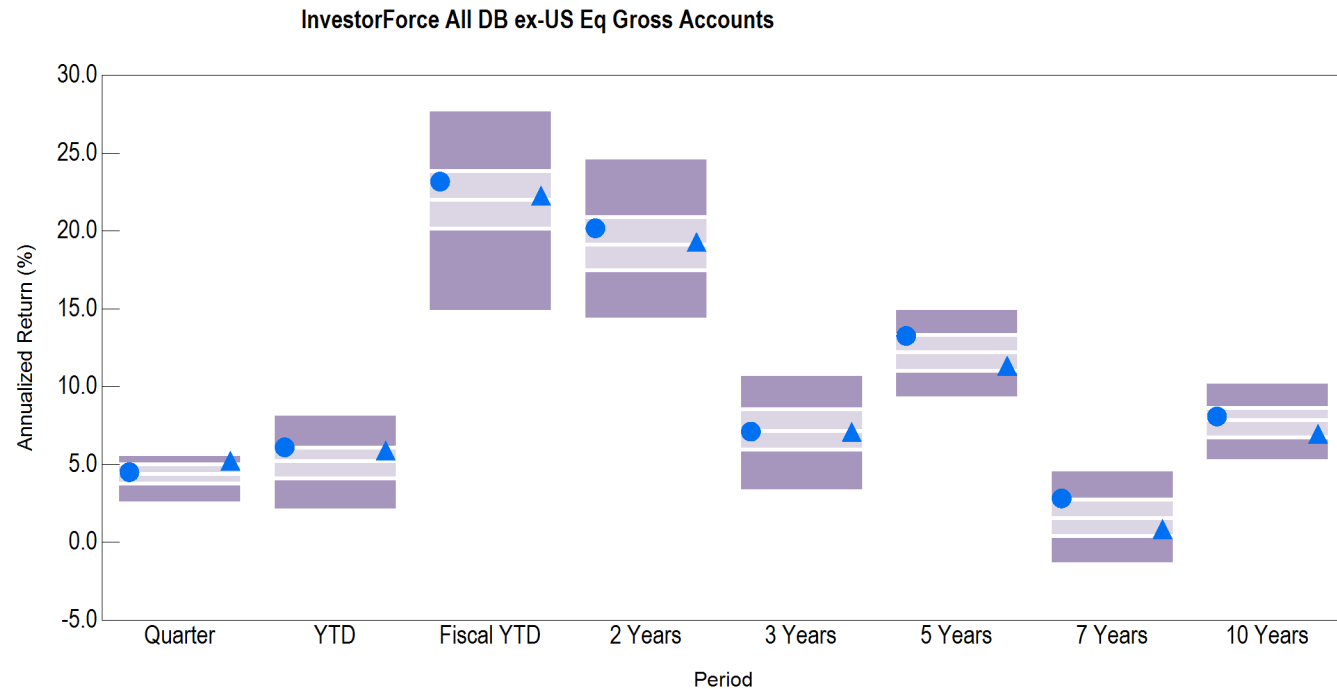
Risk vs. Return 5 Year - International Equity

Period Ending June 30, 2014



- International Equity
- ◆ MSCI ACWI ex US
- ▲ Universe Median
- 68% Confidence Interval
- InvestorForce All DB ex-US Eq Gross

	Anlzd Return	Anlzd Return Rank	Anlzd Standard Deviation	Anlzd Standard Deviation Rank	Sharpe Ratio	Sharpe Ratio Rank
International Equity	13.3%	27	18.3%	97	0.7	51
MSCI ACWI ex US	11.3%	67	17.9%	92	0.6	80
InvestorForce All DB ex-US Eq Gross Median	12.2%	--	16.9%	--	0.7	--



Return (Rank)

5th Percentile	5.7	8.2	27.8	24.7	10.8	15.0	4.7	10.3
25th Percentile	5.0	6.1	23.9	20.9	8.6	13.3	2.8	8.7
Median	4.4	5.2	22.0	19.2	7.2	12.2	1.6	7.9
75th Percentile	3.8	4.1	20.2	17.5	6.0	11.0	0.4	6.7
95th Percentile	2.5	2.1	14.8	14.3	3.3	9.3	-1.4	5.2
# of Portfolios	400	399	398	382	362	288	263	174
● International Equity	4.5 (47)	6.1 (25)	23.2 (34)	20.2 (36)	7.1 (51)	13.3 (27)	2.8 (25)	8.1 (40)
▲ MSCI ACWI ex US	5.2 (13)	5.9 (31)	22.3 (47)	19.3 (48)	7.1 (51)	11.3 (67)	0.9 (67)	7.0 (71)

Equity Only Summary Statistics - International Equity

Quarter Ending June 30, 2014

Characteristics

	Portfolio	MSCI ACWI ex USA Gross
Number of Holdings	1,549	1,829
Weighted Avg. Market Cap. (\$B)	43.5	56.2
Median Market Cap. (\$B)	5.4	7.3
Price To Earnings	18.7	18.6
Price To Book	2.8	2.4
Price To Sales	2.2	2.0
Return on Equity (%)	15.1	14.4
Yield (%)	2.7	2.9
Beta (holdings; global)	1.1	1.0

Top Holdings

SHIRE	2.0%
TOTAL	1.8%
ARM HDG.SPN.ADR 1:3	1.5%
CORE LABORATORIES	1.5%
ICICI BK.ADR 1:2	1.4%
BASF	1.3%
ICON	1.3%
BP	1.3%
SAMSUNG ELECTRONICS	1.2%
DENSO	1.2%

Best Performers

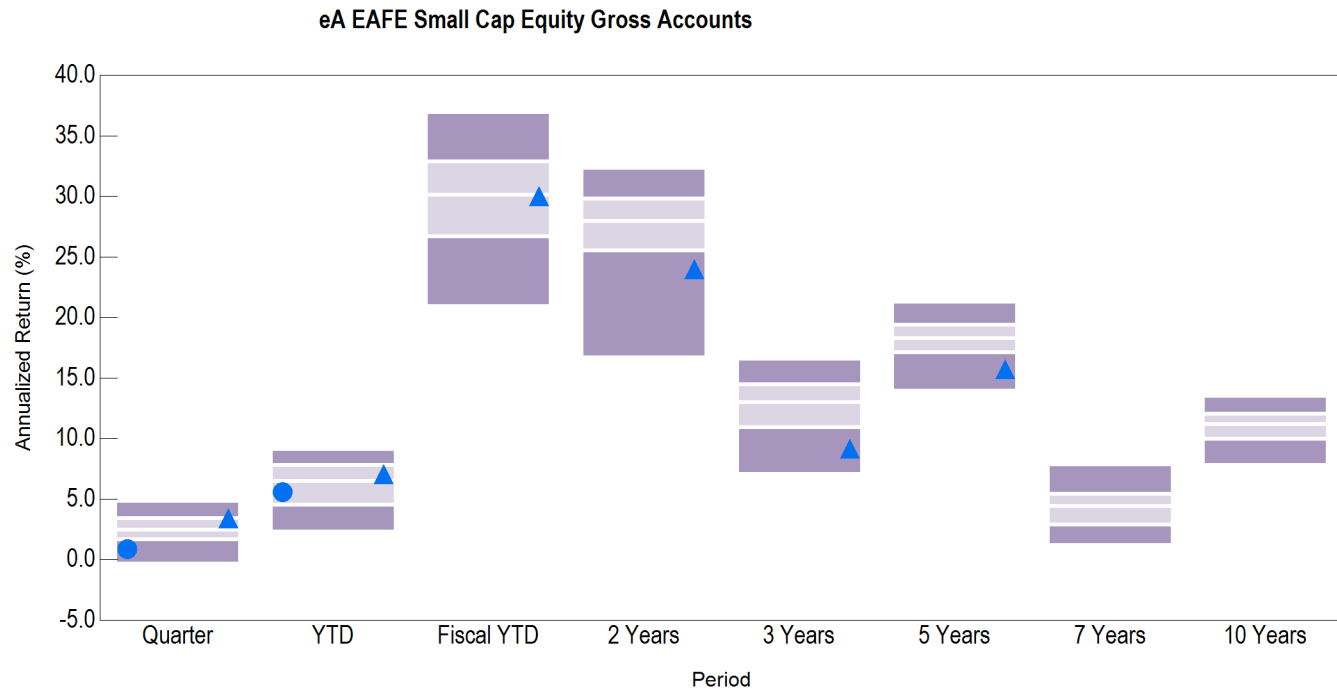
	Return %
JAI BALAJI INDS. (IN:JBI)	164.8%
RELIANCE CAPITAL (IN:RCF)	88.5%
SYNDICATE BANK (IN:SYK)	84.3%
RELIANCE INFRASTRUCTURE (IN:REY)	77.1%
HOUSING DEV.& INFR. (IN:IHD)	74.0%
CANARA BANK (IN:CKB)	73.7%
LARGAN PRECISION (TW:LPC)	68.6%
TPK HOLDING (TW:TPK)	68.4%
ANDHRA BANK (IN:ANR)	59.9%
SHIRE (UKIR:SHP)	59.2%

Worst Performers

	Return %
BLINKX (UKIR:BLNX)	-42.1%
ARRIUM (A:ARIX)	-40.0%
AFRICAN BANK INVS. (R:ABLI)	-37.6%
OI PN (BR:LR4)	-36.0%
NATIONAL BK.OF GREECE (G:ETE)	-32.7%
LCY CHEMICAL (TW:LEE)	-30.3%
SHOUGANG FUSHAN RES.GP. (K:FHUI)	-29.7%
NEW WORLD CHINA LD. (K:NWCW)	-28.7%
ROUND ONE (J:ROUN)	-25.8%
ANILANA HOTELS PROPS (SL:ALH)	-25.8%

Total Returns - EAFE Small Cap Equity

Periods Ending June 30, 2014



Return (Rank)

<b>5th Percentile</b>	4.8	9.1	37.0	32.3	16.6	21.3	7.9	13.5
<b>25th Percentile</b>	3.5	7.8	32.9	29.8	14.5	19.4	5.5	12.1
<b>Median</b>	2.5	6.5	30.2	28.0	13.0	18.3	4.4	11.2
<b>75th Percentile</b>	1.7	4.6	26.8	25.6	11.0	17.1	2.9	10.0
<b>95th Percentile</b>	-0.3	2.3	21.0	16.8	7.1	14.0	1.2	7.9
<b># of Portfolios</b>	51	51	51	51	48	45	39	25
<b>● Copper Rock</b>	0.9 (89)	5.6 (62)	-- (--)	-- (--)	-- (--)	-- (--)	-- (--)	-- (--)
<b>▲ MSCI World ex US Small Cap</b>	3.4 (27)	7.1 (39)	30.0 (51)	24.0 (87)	9.1 (91)	15.7 (85)	-- (--)	-- (--)

Merced County Employees' Retirement Association  
Equity Only Summary Statistics - Copper Rock

Quarter Ending June 30, 2014

**Characteristics**

	Portfolio	MSCI World ex USA Small Cap
Number of Holdings	94	2,424
Weighted Avg. Market Cap. (\$B)	2.6	2.3
Median Market Cap. (\$B)	2.1	1.0
Price To Earnings	18.9	18.9
Price To Book	3.7	2.3
Price To Sales	1.9	1.8
Return on Equity (%)	19.6	12.4
Yield (%)	2.1	2.2
Beta (holdings; global)	1.0	1.0

**Top Holdings**

GRENCORE GROUP	2.1%
FASTIGHETS BALDER 'B'	1.9%
HOSHIZAKI ELECTRIC	1.8%
HANSSEM	1.8%
ROYAL UNIBREW	1.6%
KANAMOTO	1.5%
BUCHER INDUSTRIES	1.5%
HUHTAMAKI	1.4%
HENDERSON GROUP	1.4%
MICRO FOCUS INTL.	1.4%

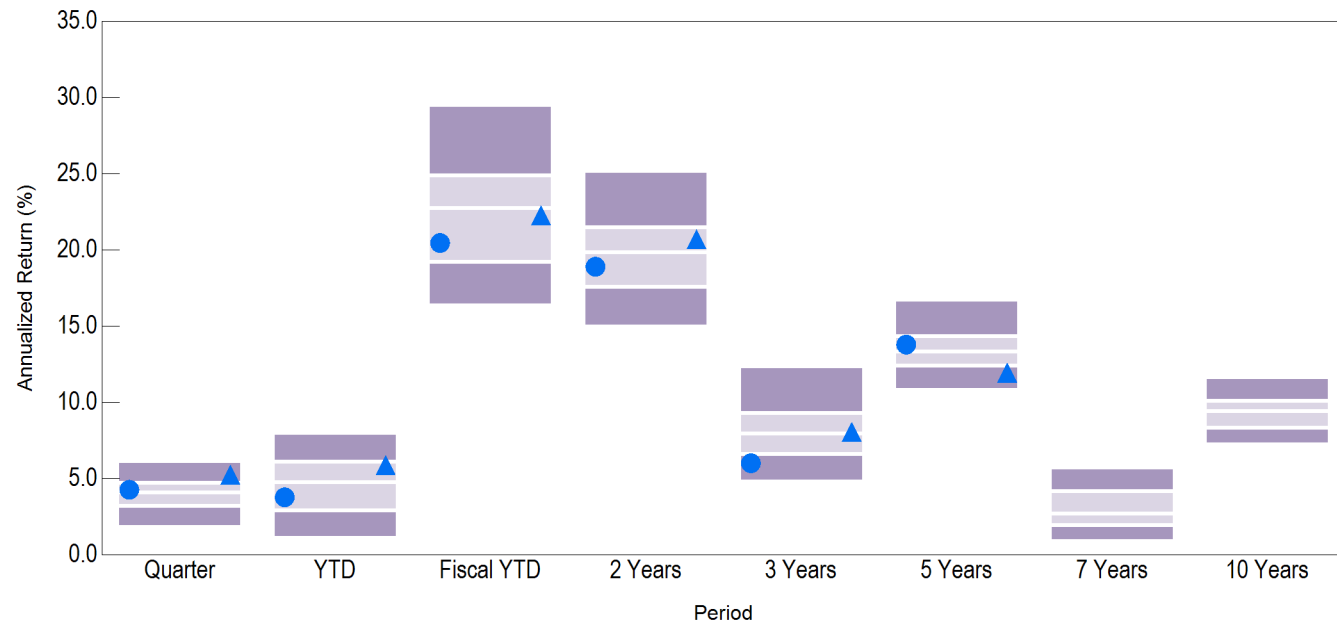
**Best Performers**

	Return %
NIPPON PAINT (J:NPPT)	39.4%
KANAMOTO (J:KAMT)	36.5%
SALMAR (N:SALM)	32.5%
HOSHIZAKI ELECTRIC (J:HSZK)	31.6%
JAPAN PETROLEUM EXP. (J:JPEC)	25.0%
SERIA (J:SERI)	23.7%
COMSYS HOLDINGS (J:CHOC)	18.3%
JM (W:JMBF)	16.9%
HANSSEM (KO:HEM)	16.9%
GN STORE NORD (DK:GSN)	15.4%

**Worst Performers**

	Return %
BLINKX (UKIR:BLNX)	-42.1%
THOMAS COOK GROUP (UKIR:TCG)	-24.1%
YOKOGAWA ELECTRIC (J:XE@N)	-21.9%
HEARTS UNITED GROUP (J:HUGC)	-21.8%
H LUNDBECK (DK:LUN)	-20.2%
MAGELLAN FINANCIAL GP. (A:MFGX)	-18.8%
PACE (UKIR:PIC)	-18.7%
BOOHOO COM (UKIR:BOO)	-14.9%
PLASTIC OMNIUM (F:POM)	-14.3%
NAGACORP (K:NAGA)	-13.4%

eA ACWI ex-US Core Equity Gross Accounts



Return (Rank)

5th Percentile	6.1	8.0	29.5	25.1	12.3	16.7	5.7	11.7
25th Percentile	4.7	6.1	24.9	21.5	9.3	14.4	4.2	10.1
Median	4.1	4.8	22.8	19.9	8.0	13.4	2.7	9.4
75th Percentile	3.2	2.9	19.2	17.6	6.6	12.4	2.0	8.3
95th Percentile	1.8	1.1	16.4	15.0	4.8	10.9	0.9	7.3
# of Portfolios	70	70	70	69	64	58	49	31
● EARNEST Partners	4.3 (46)	3.8 (63)	20.4 (73)	18.9 (62)	6.0 (83)	13.8 (40)	-- (--)	-- (--)
▲ MSCI ACWI ex US	5.2 (18)	5.9 (29)	22.3 (56)	20.7 (34)	8.1 (49)	11.9 (81)	-- (--)	-- (--)



**Characteristics**

	Portfolio	MSCI ACWI ex USA Gross
Number of Holdings	58	1,829
Weighted Avg. Market Cap. (\$B)	46.1	56.2
Median Market Cap. (\$B)	21.8	7.3
Price To Earnings	20.7	18.6
Price To Book	4.9	2.4
Price To Sales	3.2	2.0
Return on Equity (%)	16.4	14.4
Yield (%)	2.1	2.9
Beta (holdings; global)	1.1	1.0

**Top Holdings**

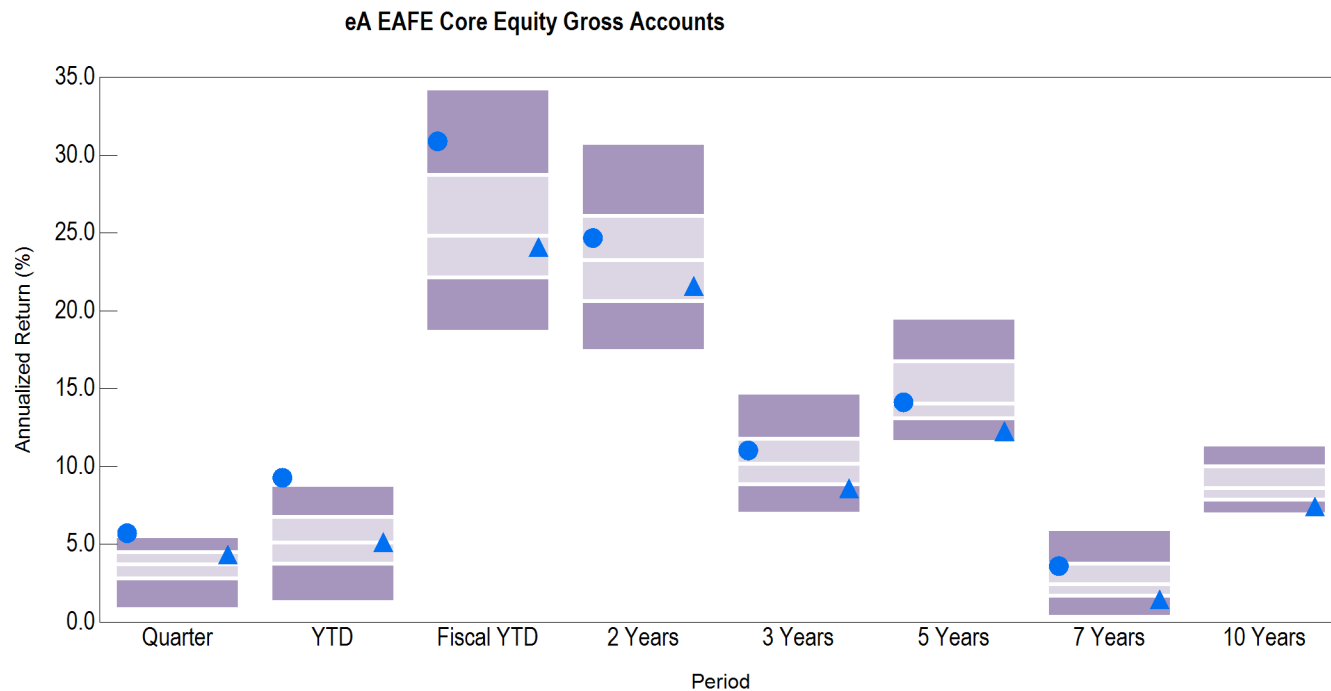
SHIRE	5.6%
ARM HDG.SPN.ADR 1:3	4.3%
CORE LABORATORIES	4.1%
ICON	3.6%
ICICI BK.ADR 1:2	3.3%
DENSO	3.3%
ROCHE HOLDING	3.1%
DNB	3.0%
AMADEUS IT HOLDING	3.0%
SCHOELLER-BLECKMANN	2.8%

**Best Performers**

	Return %
SHIRE (UKIR:SHP)	59.2%
ADVANCED SEMICON.ENGR. SPN.ADR 1:5 (ASX)	17.1%
NIPPON STL.& SUMIT.MTL. (J:NSSM)	16.8%
TKI.GARANTI BKSI. (TK:GAR)	15.7%
AKBANK (TK:AKB)	15.6%
ROYAL DUTCH SHELL A (H:RDSA)	14.6%
ICICI BK.ADR 1:2 (IBN)	13.9%
CHINA SHIP.CTNR.LIN.'H' (K:CSCL)	13.7%
STATOIL ASA ADR 1:1 (STO)	13.5%
SCHOELLER-BLECKMANN (O:SCBL)	12.0%

**Worst Performers**

	Return %
CORE LABORATORIES (CLB)	-15.6%
SOCIETE GENERALE (F:SGE)	-13.0%
ARM HDG.SPN.ADR 1:3 (ARMH)	-10.9%
CREDIT SUISSE GROUP SPN. ADR 1:1 (CS)	-10.1%
CONWERT IM.INVEST (O:CIIA)	-9.4%
ERICSSON 'B' ADR 1:1 (ERIC)	-6.1%
GETINGE (W:GIND)	-6.1%
HYUNDAI MOBIS (KO:HAC)	-5.1%
ERSTE GROUP BANK (O:ERS)	-4.6%
DAPHNE INTL.HOLDINGS (K:PRIS)	-3.1%



	Return (Rank)		Return (Rank)		Return (Rank)		Return (Rank)		Return (Rank)		Return (Rank)	
<b>5th Percentile</b>	5.5	8.8	34.2	30.8	14.7	19.5	6.0	11.4				
<b>25th Percentile</b>	4.5	6.8	28.8	26.1	11.8	16.8	3.8	10.0				
<b>Median</b>	3.7	5.1	24.8	23.3	10.2	14.1	2.5	8.6				
<b>75th Percentile</b>	2.8	3.8	22.2	20.7	8.9	13.1	1.7	7.9				
<b>95th Percentile</b>	0.9	1.3	18.7	17.4	7.0	11.6	0.4	6.9				
<b># of Portfolios</b>	119	119	119	118	109	99	87	63				
<b>● GMO</b>	5.7 (4)	9.3 (3)	30.9 (17)	24.7 (37)	11.0 (36)	14.1 (48)	3.6 (30)	-- (--)				
<b>▲ MSCI EAFE Gross</b>	4.3 (32)	5.1 (50)	24.1 (62)	21.6 (63)	8.6 (85)	12.3 (90)	1.5 (78)	7.4 (86)				

**Characteristics**

	Portfolio	MSCI EAFE Gross
Number of Holdings	1,382	899
Weighted Avg. Market Cap. (\$B)	58.4	63.8
Median Market Cap. (\$B)	5.4	9.4
Price To Earnings	16.5	19.2
Price To Book	1.8	2.3
Price To Sales	1.0	1.9
Return on Equity (%)	11.4	13.3
Yield (%)	3.6	3.0
Beta (holdings; global)	1.1	1.0

**Top Holdings**

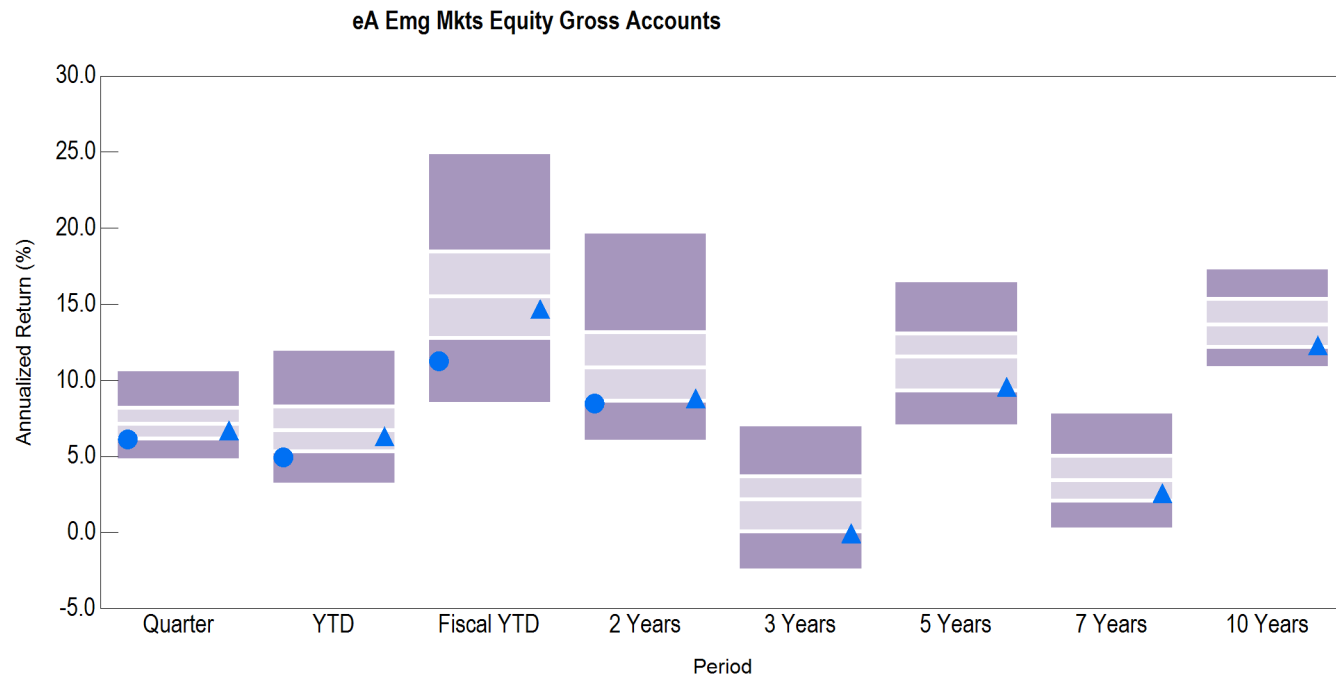
TOTAL	4.9%
BP	3.4%
ROYAL DUTCH SHELL A(LON)	2.5%
DAIMLER	2.4%
TELEFONICA	2.4%
BASF	2.3%
ASTRAZENECA	2.2%
ENI	2.0%
SANOFI	2.0%
E ON	1.7%

**Best Performers**

	Return %
JAI BALAJI INDS. (IN:JBI)	164.8%
RELIANCE CAPITAL (IN:RCF)	88.5%
SYNDICATE BANK (IN:SYK)	84.3%
RELIANCE INFRASTRUCTURE (IN:REY)	77.1%
HOUSING DEV.&INFR. (IN:IHD)	74.0%
CANARA BANK (IN:CKB)	73.7%
LARGAN PRECISION (TW:LPC)	68.6%
TPK HOLDING (TW:TPK)	68.4%
ANDHRA BANK (IN:ANR)	59.9%
POWER FINANCE (IN:PCF)	57.8%

**Worst Performers**

	Return %
ARRIUM (A:ARIX)	-40.0%
AFRICAN BANK INVS. (R:ABLJ)	-37.6%
OI PN (BR:LR4)	-36.0%
NATIONAL BK.OF GREECE (G:ETE)	-32.7%
LCY CHEMICAL (TW:LEE)	-30.3%
SHOUGANG FUSHAN RES.GP. (K:FHUI)	-29.7%
NEW WORLD CHINA LD. (K:NWCW)	-28.7%
ROUND ONE (J:ROUN)	-25.8%
ANILANA HOTELS PROPS (SL:ALH)	-25.8%
DENA (J:DENA)	-25.3%



**Return (Rank)**

<b>5th Percentile</b>	10.7	12.1	25.0	19.7	7.1	16.5	7.9	17.4
<b>25th Percentile</b>	8.2	8.3	18.5	13.2	3.7	13.1	5.1	15.4
<b>Median</b>	7.2	6.7	15.5	10.9	2.2	11.6	3.5	13.7
<b>75th Percentile</b>	6.2	5.3	12.8	8.7	0.1	9.4	2.1	12.2
<b>95th Percentile</b>	4.8	3.2	8.5	6.0	-2.5	7.0	0.2	10.8
<b># of Portfolios</b>	221	221	220	208	182	132	105	77
<b>● Wells Capital</b>	6.1 (78)	4.9 (81)	11.3 (84)	8.5 (81)	-- (--)	-- (--)	-- (--)	-- (--)
<b>▲ MSCI Emerging Markets Gross</b>	6.7 (65)	6.3 (58)	14.7 (59)	8.8 (74)	-0.1 (77)	9.6 (73)	2.6 (69)	12.3 (73)

**Characteristics**

	Portfolio	MSCI Emerging Markets Gross
Number of Holdings	896	835
Weighted Avg. Market Cap. (\$B)	39.8	36.7
Median Market Cap. (\$B)	5.6	5.2
Price To Earnings	19.6	17.0
Price To Book	3.4	2.5
Price To Sales	2.8	2.1
Return on Equity (%)	17.4	17.0
Yield (%)	2.3	2.6
Beta (holdings; global)	1.1	1.0

**Top Holdings**

SAMSUNG ELECTRONICS	4.7%
TAIWAN SEMICON.SPN.ADR 1:5	3.6%
BNC.BRADESCO PF.SPN.ADR 1:1	2.4%
FOM.ECO.MEXNO.SAB DE CV SPN.ADR 1:10	2.4%
CHINA MOBILE	2.3%
LOJAS AMERIC PN	2.1%
CNOOC	2.0%
RELIANCE INDS.GDR	2.0%
AMBEV SPONSORED ADR 1:1	1.9%
WALMEX V'	1.9%

**Best Performers**

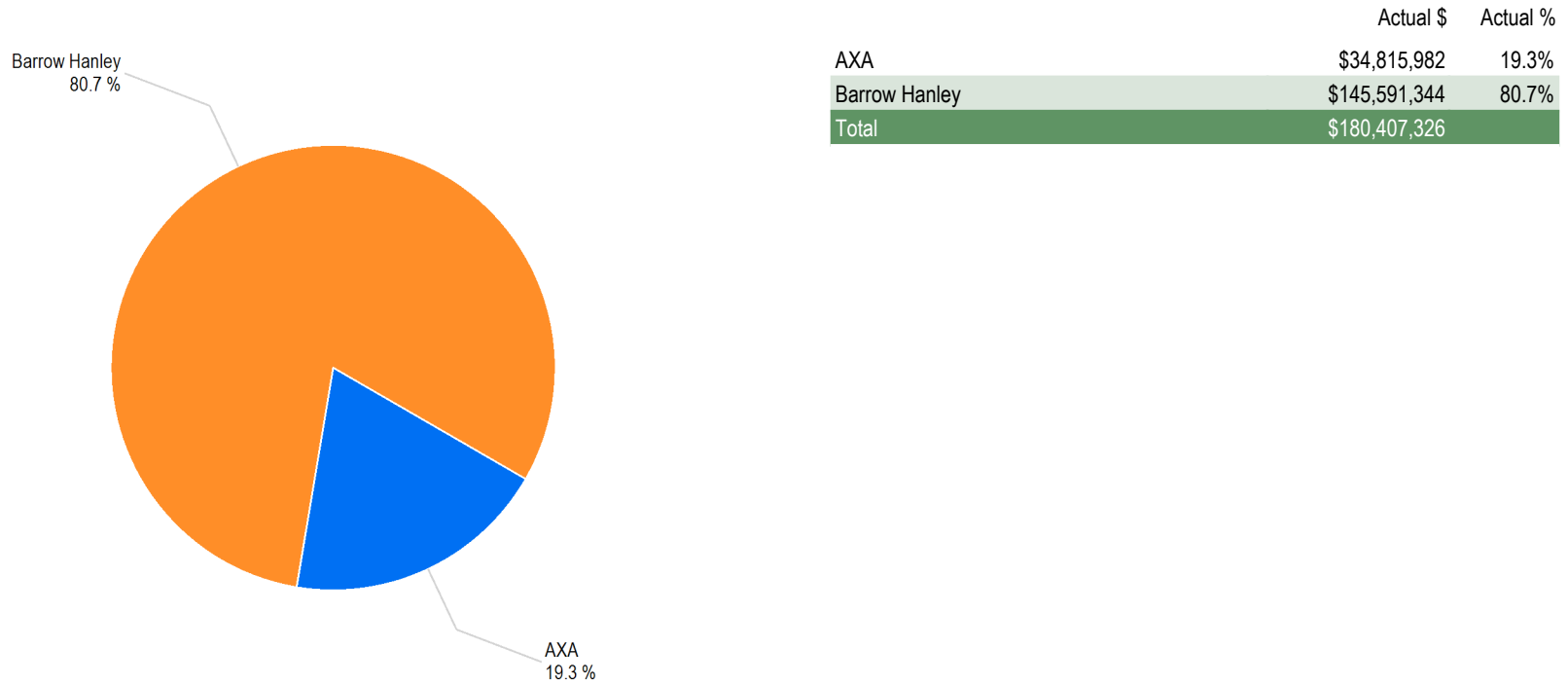
	Return %
RELIANCE CAPITAL (IN:RCF)	88.5%
RELIANCE INFRASTRUCTURE (IN:REY)	77.1%
LARGAN PRECISION (TW:LPC)	68.6%
TPK HOLDING (TW:TPK)	68.4%
POWER FINANCE (IN:PCF)	57.8%
RURAL ELECFN.CORP. (IN:RUR)	55.3%
SESA STERLITE (IN:SES)	54.0%
AMOREPACIFIC GROUP (KO:PHM)	53.5%
RELIANCE POWER (IN:RPD)	52.3%
EREGLI DEMIR CELIK (TK:ERE)	49.4%

**Worst Performers**

	Return %
AFRICAN BANK INVS. (R:ABLJ)	-37.6%
OI PN (BR:LR4)	-36.0%
NATIONAL BK.OF GREECE (G:ETE)	-32.7%
LCY CHEMICAL (TW:LEE)	-30.3%
SHOUGANG FUSHAN RES.GP. (K:FHUI)	-29.7%
NEW WORLD CHINA LD. (K:NWCW)	-28.7%
USIMINAS PNA (BR:US5)	-24.1%
GREAT WALL MOTOR CO.'H' (K:GWA)	-23.1%
FED.GRID CO.OF UNG.SY. (RS:FEE)	-21.1%
HELLENIC PETROLEUM (G:HPI)	-21.0%

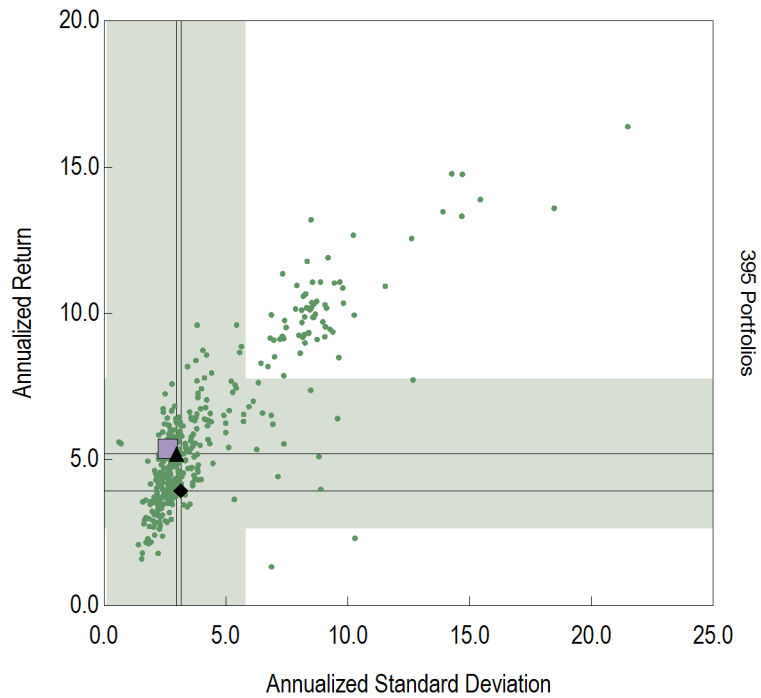
Manager Allocation Analysis - US Fixed Income

As of June 30, 2014



Risk vs. Return 3 Year - US Fixed Income

Period Ending June 30, 2014

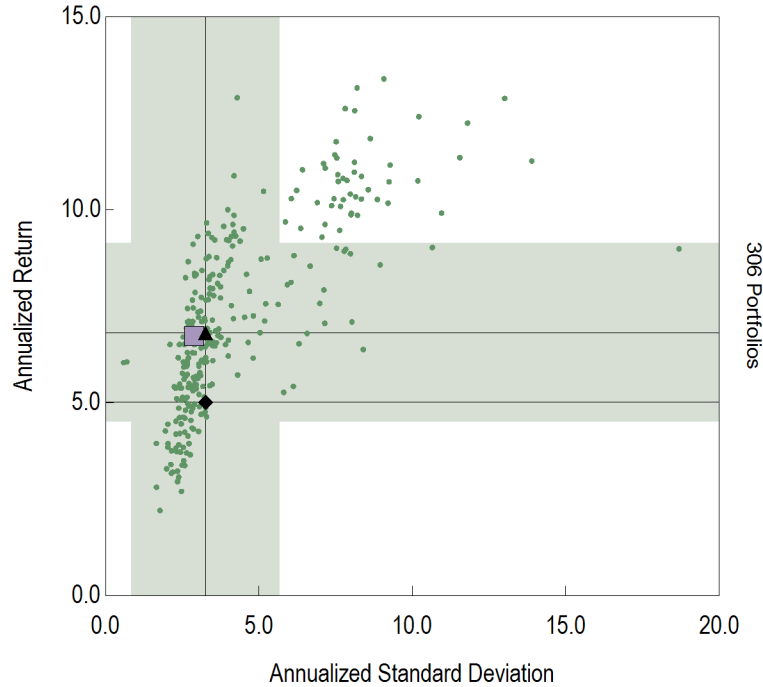


	Anlzd Return	Anlzd Return Rank	Anlzd Standard Deviation	Anlzd Standard Deviation Rank	Sharpe Ratio	Sharpe Ratio Rank
US Fixed Income	5.4%	46	2.6%	28	2.0	13
US Fixed Custom	3.9%	79	3.2%	57	1.2	76
InvestorForce All DB US Fix Inc Gross Median	5.2%	--	3.0%	--	1.5	--

- US Fixed Income
- ◆ US Fixed Custom
- ▲ Universe Median
- 68% Confidence Interval
- InvestorForce All DB US Fix Inc Gross

Risk vs. Return 5 Year - US Fixed Income

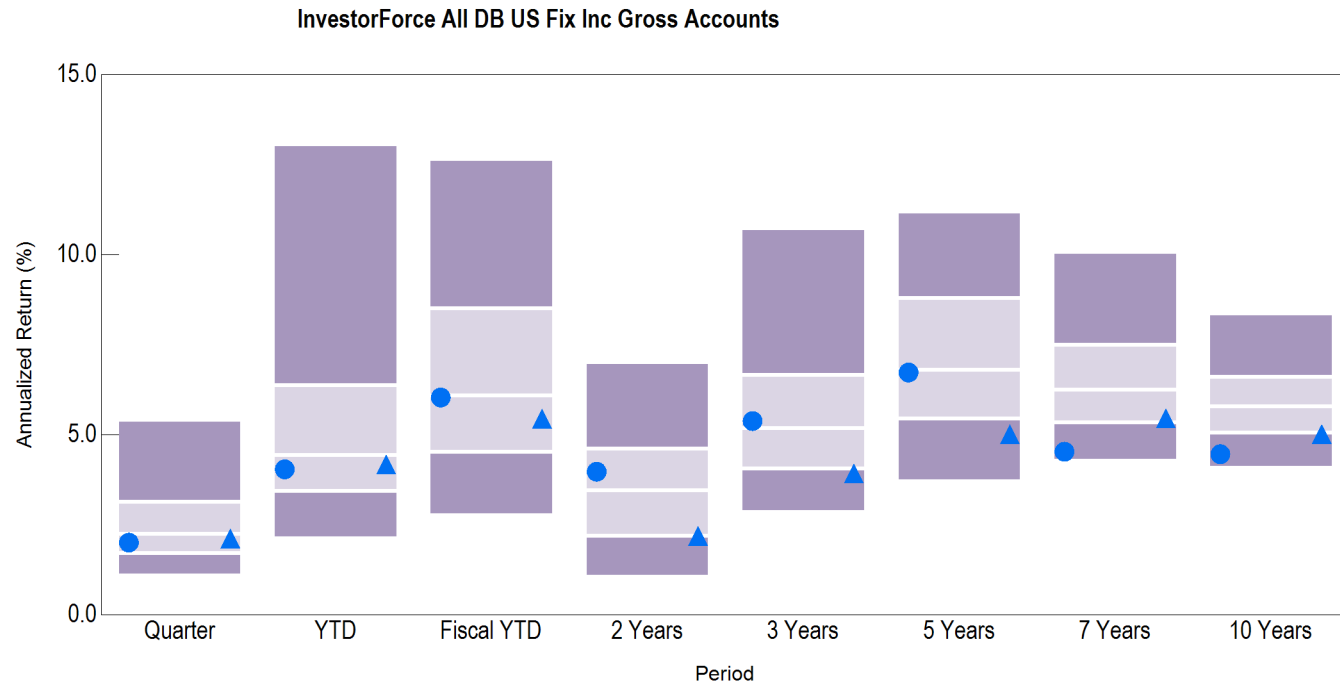
Period Ending June 30, 2014



	Anlzd Return	Anlzd Return Rank	Anlzd Standard Deviation	Anlzd Standard Deviation Rank	Sharpe Ratio	Sharpe Ratio Rank
US Fixed Income	6.7%	53	2.9%	36	2.3	21
US Fixed Custom	5.0%	83	2.9%	34	1.7	59
InvestorForce All DB US Fix Inc Gross Median	6.8%	--	3.3%	--	1.8	--

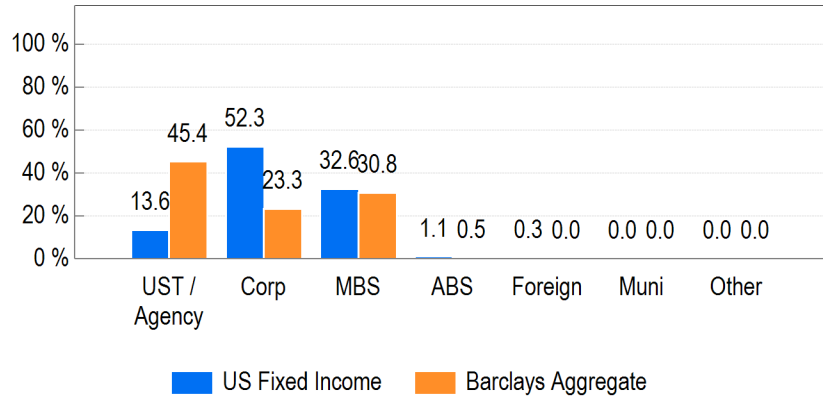
- US Fixed Income
- ◆ US Fixed Custom
- ▲ Universe Median
- 68% Confidence Interval
- InvestorForce All DB US Fix Inc Gross



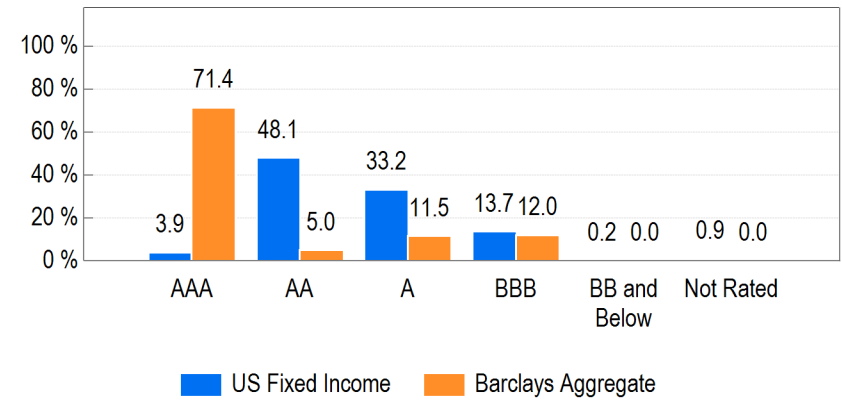


	Return (Rank)							
	Quarter	YTD	Fiscal YTD	2 Years	3 Years	5 Years	7 Years	10 Years
5th Percentile	5.4	13.1	12.6	7.0	10.7	11.2	10.1	8.4
25th Percentile	3.2	6.4	8.5	4.6	6.7	8.8	7.5	6.6
Median	2.3	4.4	6.1	3.5	5.2	6.8	6.3	5.8
75th Percentile	1.7	3.5	4.5	2.2	4.1	5.5	5.4	5.1
95th Percentile	1.1	2.1	2.8	1.1	2.9	3.7	4.3	4.1
# of Portfolios	434	432	432	427	395	306	279	233
● US Fixed Income	2.0 (63)	4.0 (61)	6.0 (52)	4.0 (39)	5.4 (46)	6.7 (53)	4.5 (91)	4.5 (92)
▲ US Fixed Custom	2.1 (60)	4.2 (57)	5.4 (58)	2.2 (76)	3.9 (79)	5.0 (83)	5.5 (73)	5.0 (78)

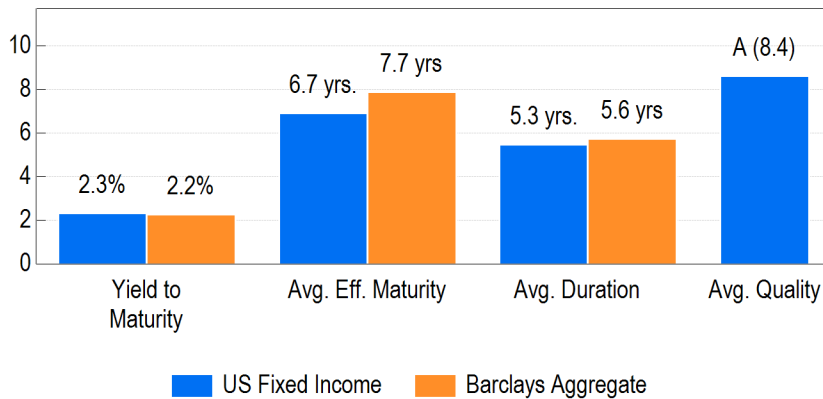
**Sectors**  
US Fixed Income



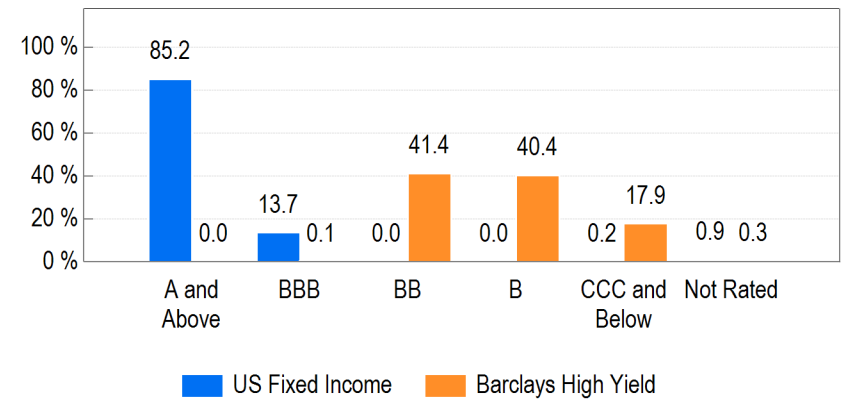
**Quality Ratings**  
US Fixed Income



**Characteristics**  
US Fixed Income

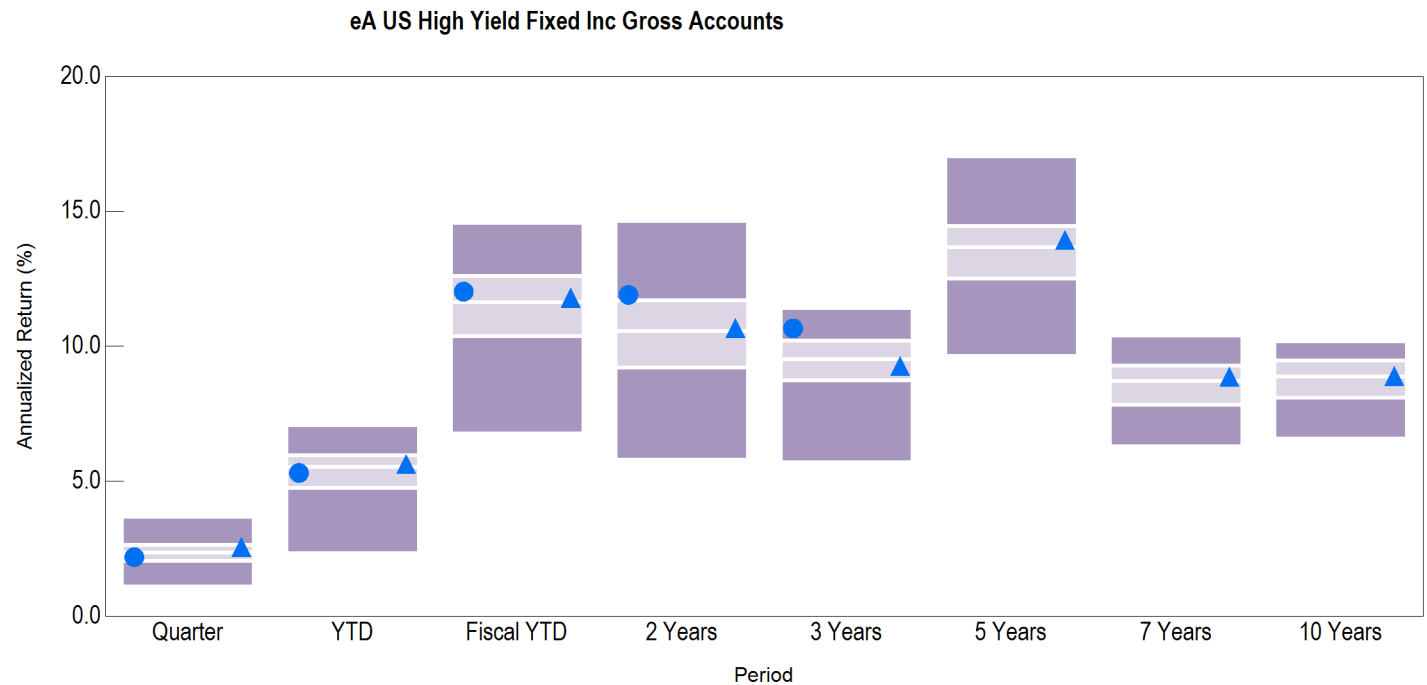


**High Yield Quality Ratings**  
US Fixed Income



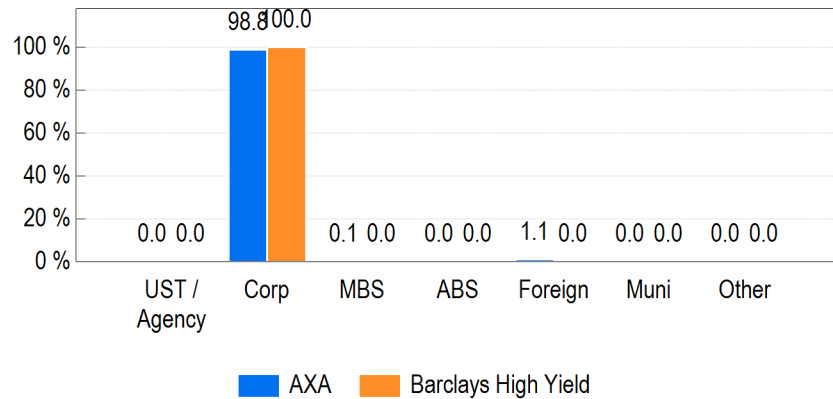
Total Returns - US High Yield Fixed Income

Periods Ending June 30, 2014

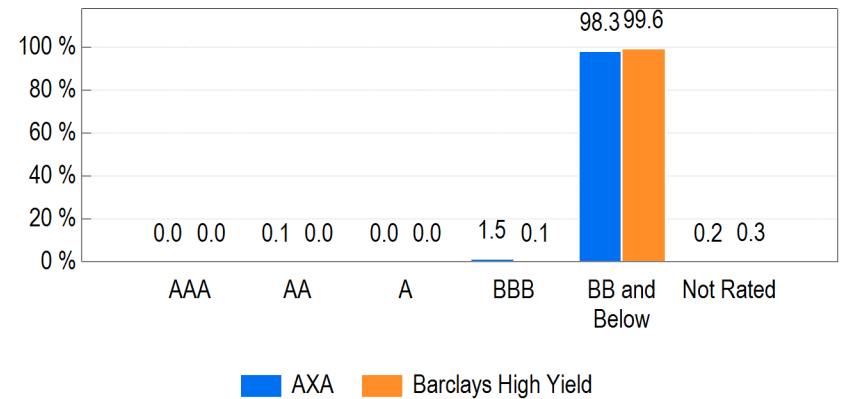


	Quarter		YTD		Fiscal YTD		2 Years		3 Years		5 Years		7 Years		10 Years	
<b>5th Percentile</b>	3.7		7.1		14.6		14.6		11.4		17.0		10.4		10.2	
<b>25th Percentile</b>	2.7		6.0		12.6		11.7		10.2		14.5		9.3		9.5	
<b>Median</b>	2.4		5.5		11.7		10.6		9.5		13.7		8.7		8.9	
<b>75th Percentile</b>	2.1		4.8		10.4		9.2		8.7		12.5		7.9		8.1	
<b>95th Percentile</b>	1.1		2.4		6.8		5.8		5.7		9.6		6.3		6.6	
<b># of Portfolios</b>	141		141		141		138		127		115		103		93	
<b>● AXA</b>	2.2	(66)	5.3	(58)	12.0	(36)	11.9	(22)	10.7	(12)	--	(--)	--	(--)	--	(--)
<b>▲ BofA Merrill Lynch US High Yield Master II TR</b>	2.6	(32)	5.6	(46)	11.8	(46)	10.7	(50)	9.3	(61)	13.9	(42)	8.9	(44)	8.9	(49)

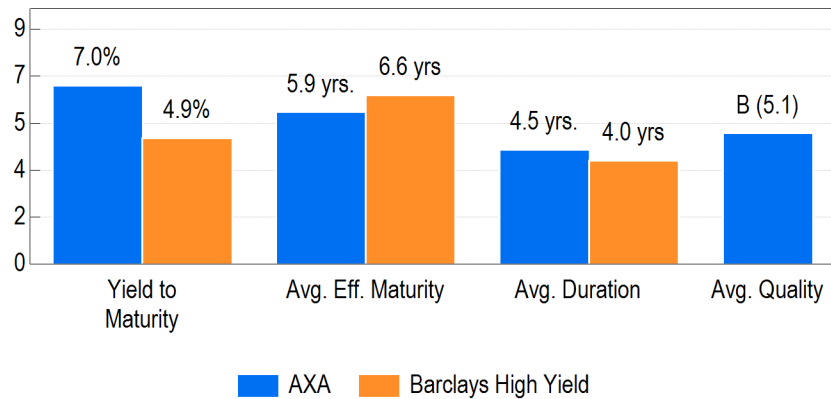
**Sectors  
AXA**



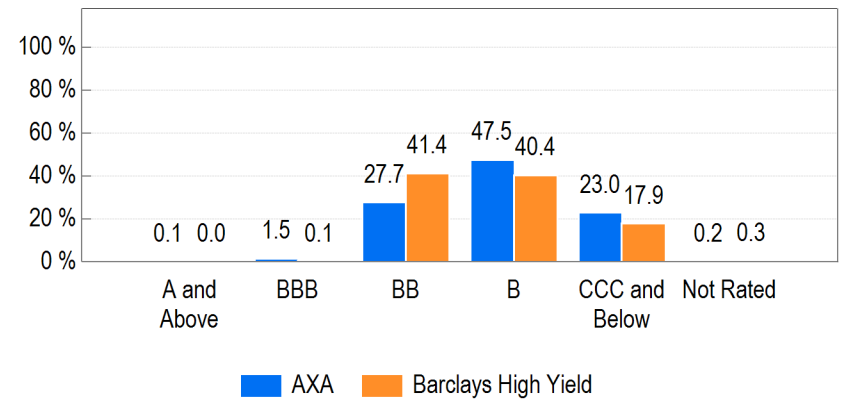
**Quality Ratings  
AXA**

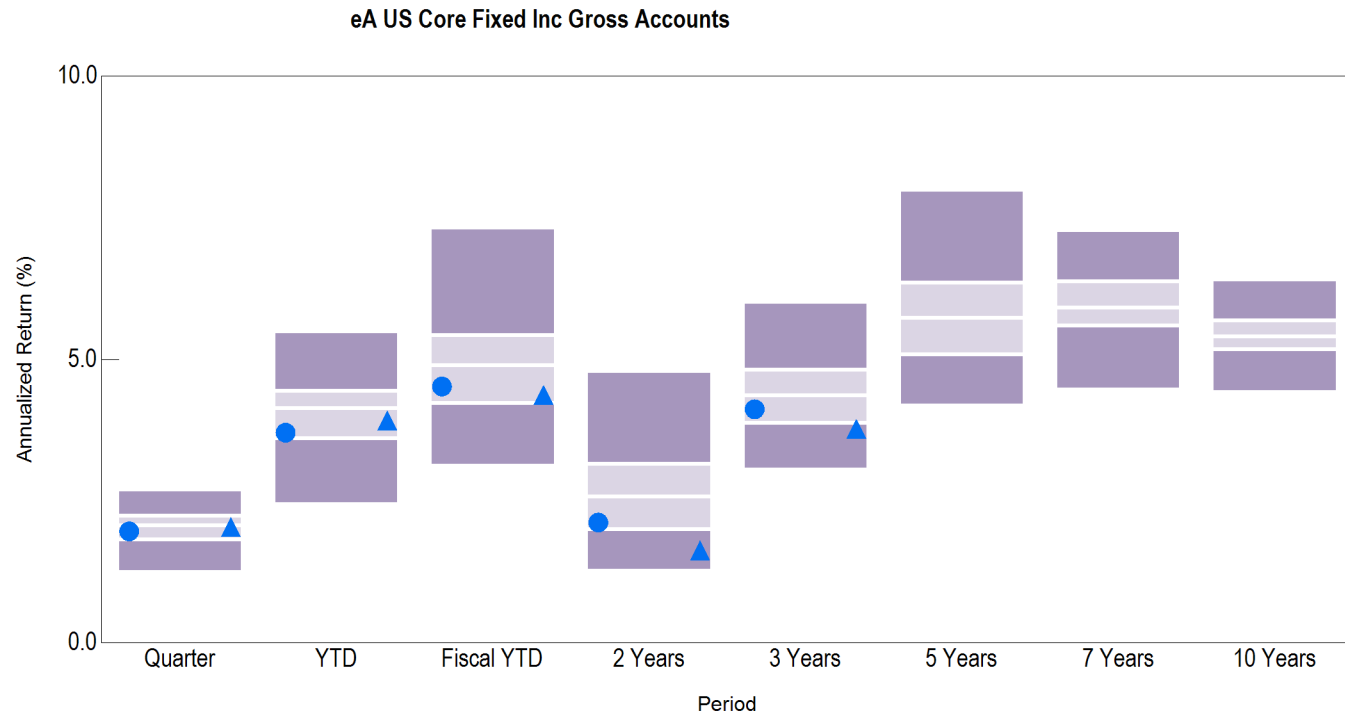


**Characteristics  
AXA**



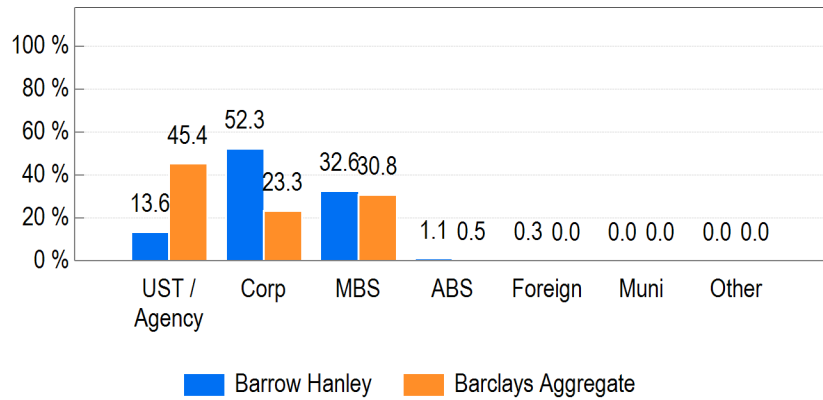
**High Yield Quality Ratings  
AXA**



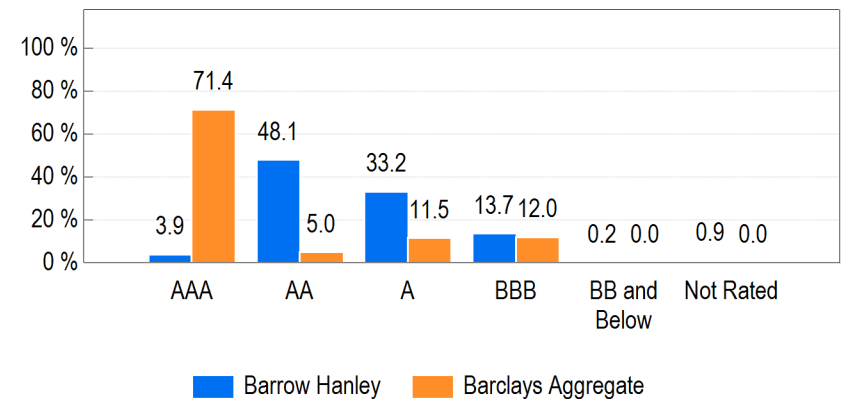


	Quarter		YTD		Fiscal YTD		2 Years		3 Years		5 Years		7 Years		10 Years	
<b>Return (Rank)</b>																
5th Percentile	2.7	5.5	7.3	4.8	6.0	8.0	7.3	6.4	2.2	4.5	5.4	3.2	4.8	6.4	6.4	5.7
25th Percentile	2.1	4.2	4.9	2.6	4.4	5.7	5.9	5.4	2.1	4.2	4.9	2.6	4.4	5.7	5.9	5.4
Median	1.8	3.6	4.2	2.0	3.9	5.1	5.6	5.2	1.8	3.6	4.2	2.0	3.9	5.1	5.6	5.2
75th Percentile	1.3	2.5	3.1	1.3	3.1	4.2	4.5	4.4	1.3	2.5	3.1	1.3	3.1	4.2	4.5	4.4
95th Percentile	215	215	215	215	214	205	198	183	215	215	215	215	214	205	198	183
# of Portfolios																
● Barrow Hanley	2.0 (66)	3.7 (72)	4.5 (67)	2.1 (72)	4.1 (64)	-- (--)	-- (--)	-- (--)	2.0 (58)	3.9 (62)	4.4 (71)	1.6 (86)	3.8 (80)	-- (--)	-- (--)	-- (--)
▲ Barclays Aggregate																

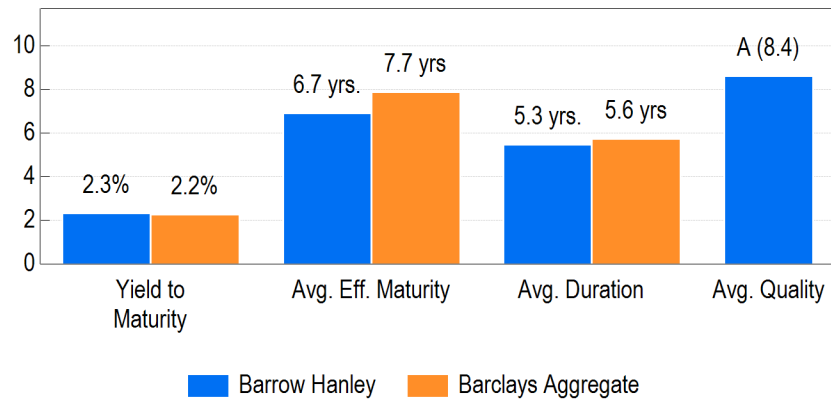
**Sectors**  
Barrow Hanley



**Quality Ratings**  
Barrow Hanley

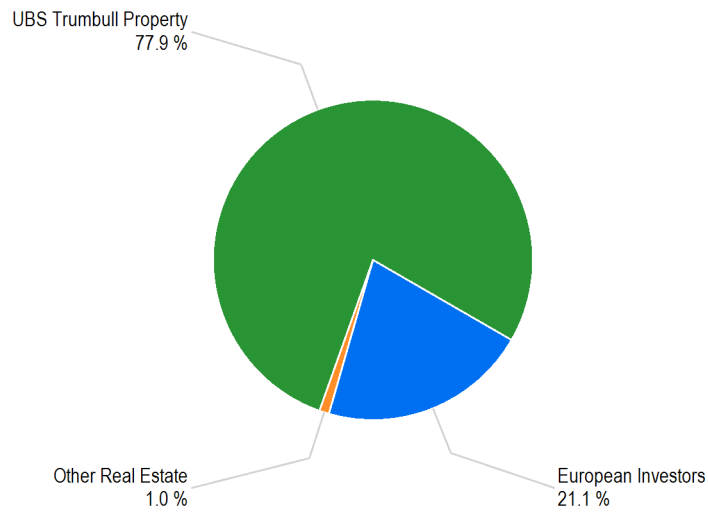


**Characteristics**  
Barrow Hanley



Manager Allocation Analysis - Real Estate

As of June 30, 2014

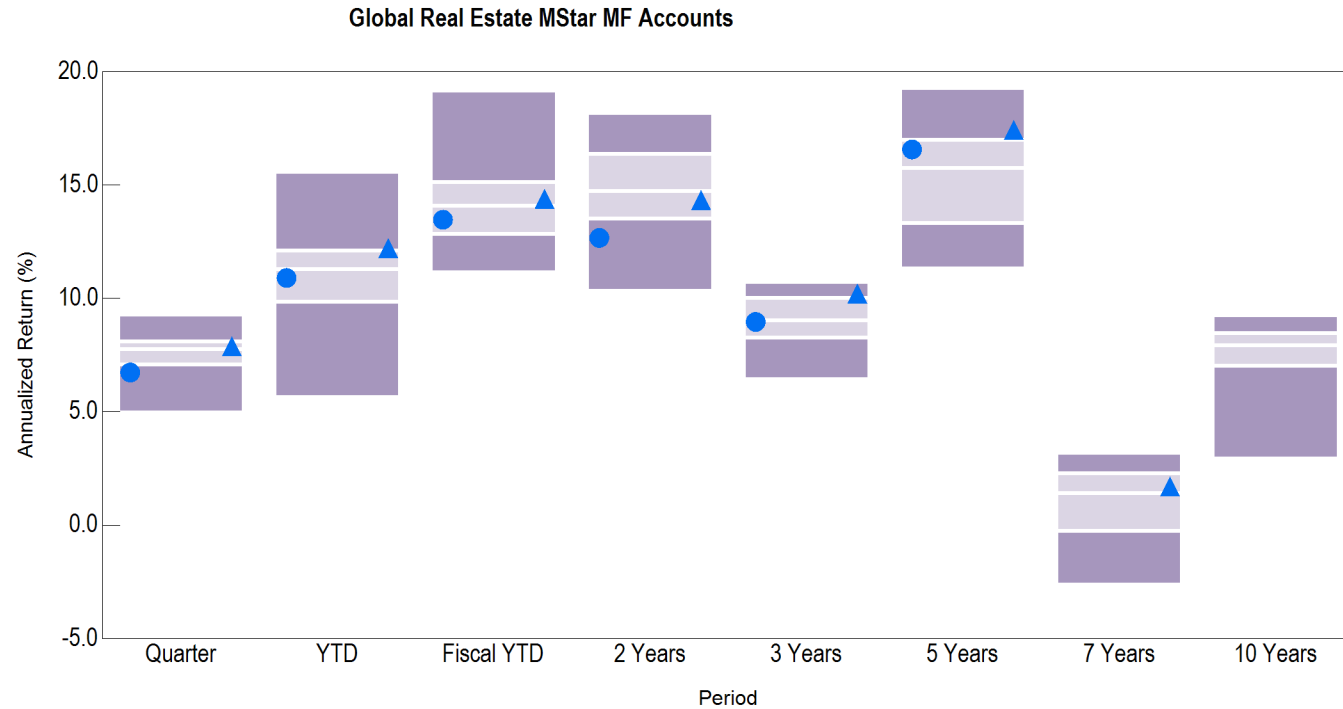


	Actual \$	Actual %
European Investors	\$9,177,613	21.1%
Other Real Estate	\$430,000	1.0%
UBS Trumbull Property	\$33,852,291	77.9%
<b>Total</b>	<b>\$43,459,904</b>	



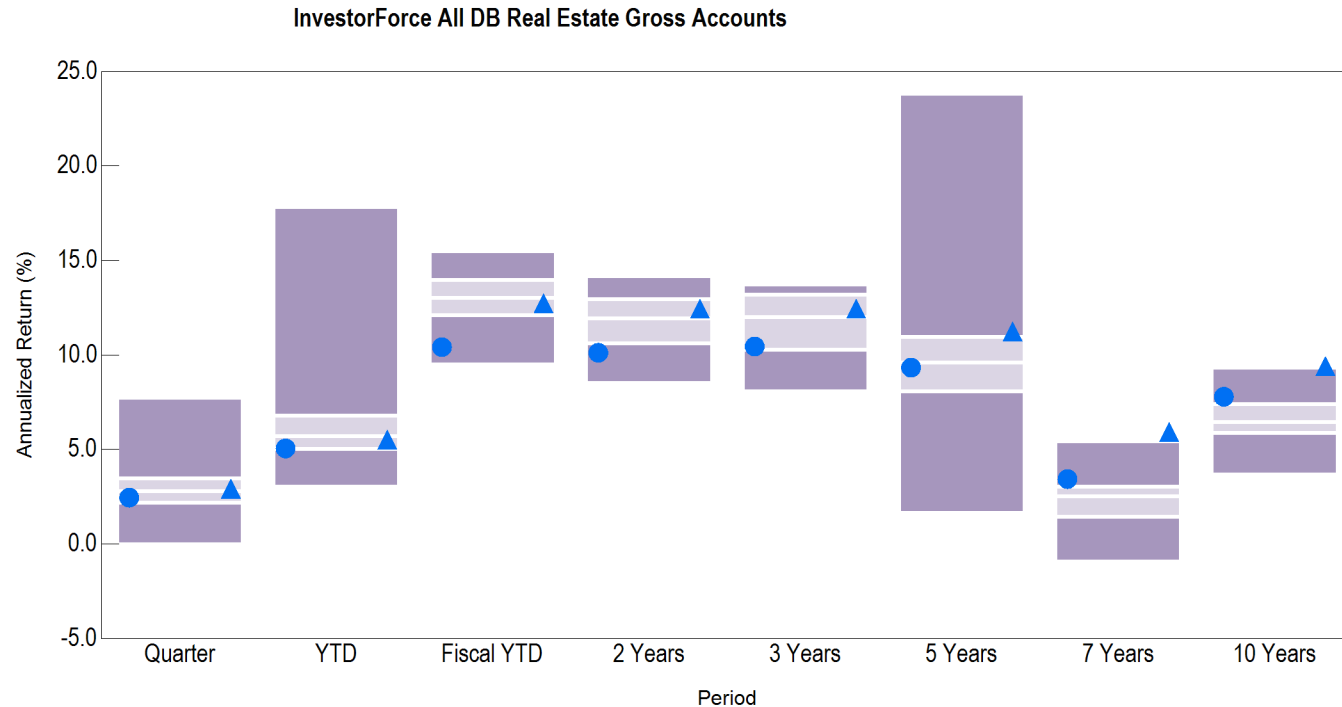
	Return (Rank)							
	Quarter	YTD	Fiscal YTD	2 Years	3 Years	5 Years	7 Years	10 Years
5th Percentile	7.7	17.8	15.5	14.2	13.7	23.8	5.4	9.3
25th Percentile	3.5	6.8	14.0	13.0	13.2	11.0	3.0	7.4
Median	2.8	5.7	13.0	12.0	12.0	9.6	2.6	6.5
75th Percentile	2.2	5.0	12.1	10.6	10.3	8.1	1.4	5.9
95th Percentile	0.0	3.1	9.5	8.5	8.1	1.7	-0.9	3.7
# of Portfolios	91	91	91	88	81	80	75	50
● Real Estate	3.3 (27)	6.3 (30)	11.1 (80)	10.7 (75)	10.2 (81)	10.6 (28)	3.8 (17)	8.1 (15)
▲ RE Custom	4.2 (22)	7.2 (23)	13.3 (45)	13.1 (24)	12.2 (45)	9.8 (48)	5.0 (7)	8.7 (8)





Return (Rank)

5th Percentile	9.3	15.6	19.1	18.2	10.7	19.3	3.2	9.2
25th Percentile	8.1	12.1	15.1	16.4	10.0	17.0	2.3	8.5
Median	7.8	11.3	14.1	14.8	9.0	15.8	1.4	7.9
75th Percentile	7.1	9.9	12.9	13.5	8.3	13.3	-0.2	7.0
95th Percentile	5.0	5.7	11.2	10.3	6.4	11.3	-2.6	2.9
# of Portfolios	52	51	51	45	43	38	30	13
● European Investors	6.7 (78)	10.9 (63)	13.5 (69)	12.7 (90)	9.0 (53)	16.6 (38)	-- (--)	-- (--)
▲ FTSE NAREIT Developed	7.9 (40)	12.2 (22)	14.4 (42)	14.3 (54)	10.2 (21)	17.4 (18)	1.7 (46)	-- (--)



**Return (Rank)**

5th Percentile	7.7	17.8	15.5	14.2	13.7	23.8	5.4	9.3
25th Percentile	3.5	6.8	14.0	13.0	13.2	11.0	3.0	7.4
Median	2.8	5.7	13.0	12.0	12.0	9.6	2.6	6.5
75th Percentile	2.2	5.0	12.1	10.6	10.3	8.1	1.4	5.9
95th Percentile	0.0	3.1	9.5	8.5	8.1	1.7	-0.9	3.7
# of Portfolios	91	91	91	88	81	80	75	50
● UBS Trumbull Property	2.5 (72)	5.1 (75)	10.4 (91)	10.1 (80)	10.4 (74)	9.3 (54)	3.4 (21)	7.8 (17)
▲ NCREIF ODCE	2.9 (43)	5.5 (64)	12.7 (53)	12.5 (40)	12.4 (42)	11.2 (21)	5.9 (4)	9.4 (5)