

NDPERS
457
Companion Plan
Quarterly Report
1st Quarter
1/1/2008 – 3/31/2008

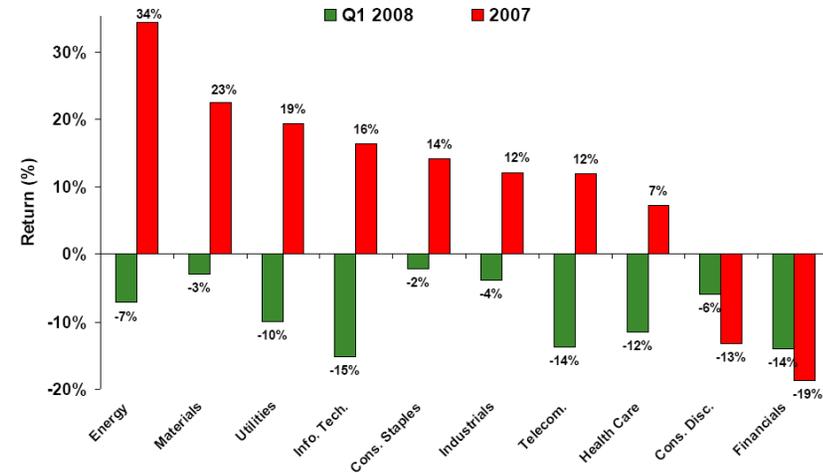


North Dakota Public Employees Retirement System
400 E Bdwy, Suite 505
Box 1657
Bismarck, ND 58502

DOMESTIC AND WORLD EVENTS: 1ST QUARTER 2008

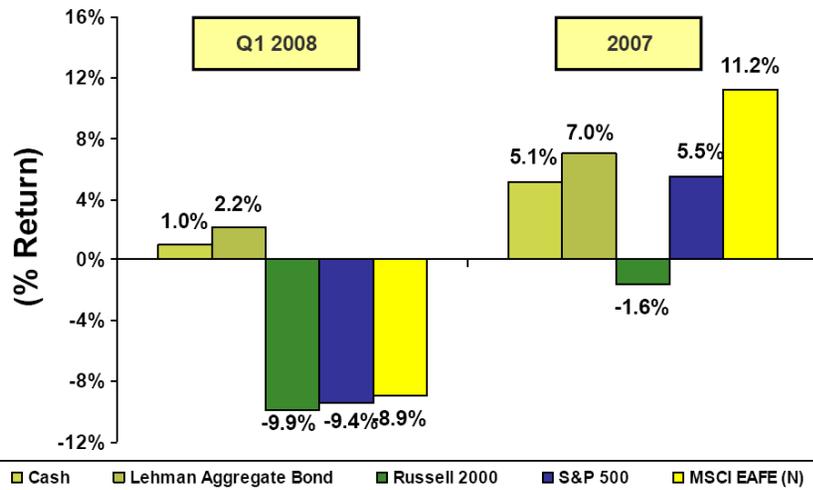
- Worst Quarter for U.S. Equities in over 5 years
- Subprime Contagion
 - Broader Housing Market
 - Broader Credit & Equity Markets
- Increasing Signs of Recession
- Fed and Government took historic actions

U.S. STOCKS: SECTOR PERFORMANCE



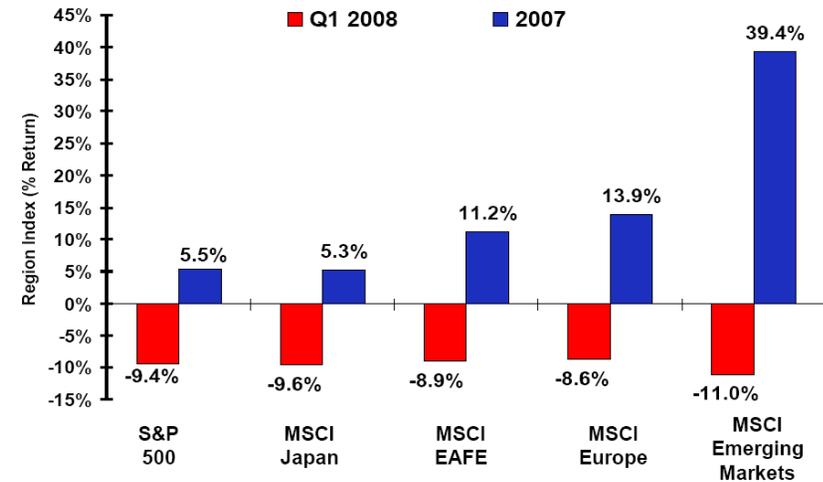
Past performance does not guarantee future results.
Source: Factset. S&P 500 sub-sectors as of 3/31/08

RECENT MARKET PERFORMANCE



Past performance is no guarantee of future results.
Source: Data as of 3/31/08. All indices are unmanaged and performance of the indices include reinvestment of dividends and interest income. Returns do not consider the effect of taxes and advisory fees and an investment cannot be made in an index. Please see the end of this presentation for important index definitions. Cash is represented by Lehman Brothers 3-Month US Treasury Index.

INTERNATIONAL STOCKS PERFORMANCE

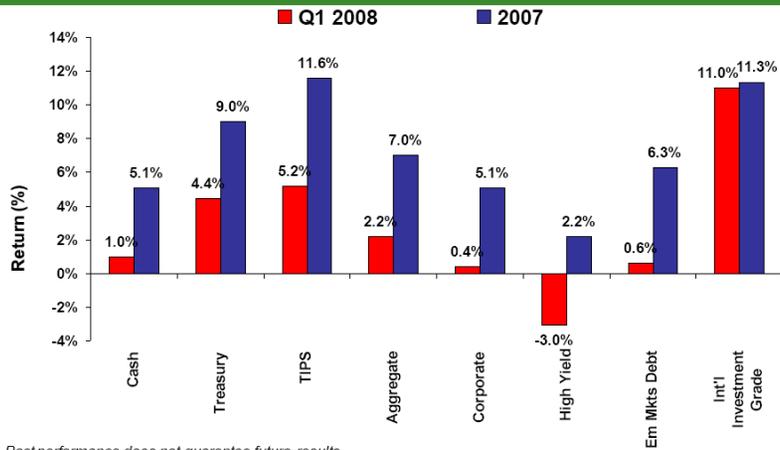


Past performance does not guarantee future results.

Foreign investments, especially those in emerging markets, involve greater risk and may offer greater potential returns than U.S. investments. This risk includes political and economic uncertainties of foreign countries, as well as the risk of currency fluctuation.

Source: Fidelity Investments as of 3/31/08. Indices are unmanaged and you cannot invest directly in an index.

FIXED INCOME PERFORMANCE THROUGH 3/31/08



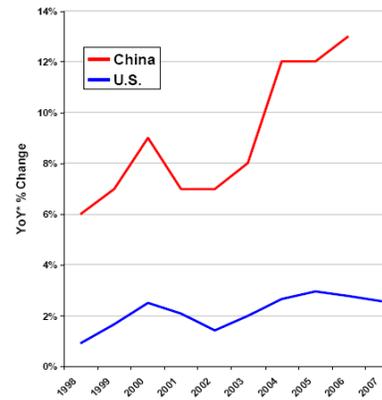
Past performance does not guarantee future results.

In general, bond prices rise when interest rates fall, and vice versa. This effect is usually more pronounced for longer-term securities.

Lower-quality debt securities involve greater risk of default or price changes due to potential changes in the credit quality of the issuer. Source: Fidelity Investments as of 3/31/08. The above styles are represented by the following indexes: Treasury – LB Treasury, Aggregate – LB Aggregate Bond, Corporate – LB Credit Bond, High Yield – ML US High Yield Master II, Cash – LB 3-Month T-Bill, TIPS – LB US TIPS Index, Em Mkts Debt – JP Morgan EMBI Global Index, Int'l Investment Grade – JPM GBI Ex USA Unhedged. You cannot invest directly in an index.

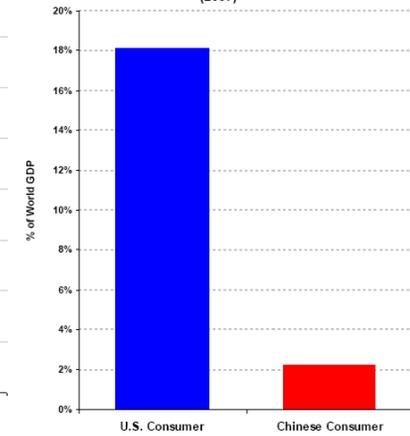
“When U.S. consumer sneezes...”

Household Expenditure Growth



Source: China National Bureau of Statistics, Bureau of Economic Analysis, Haver Analytics, FMRCo (MARE) as of 12/31/07

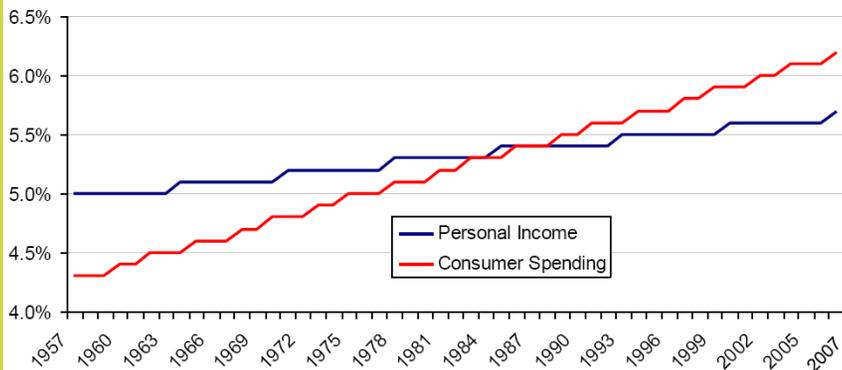
Consumer as % of World GDP (2007)



Source: China National Bureau of Statistics, Bureau of Economic Analysis, International Monetary Fund, Haver Analytics, FMRCo (MARE) as of 12/31/07

U.S. Consumer- Period of Readjustment

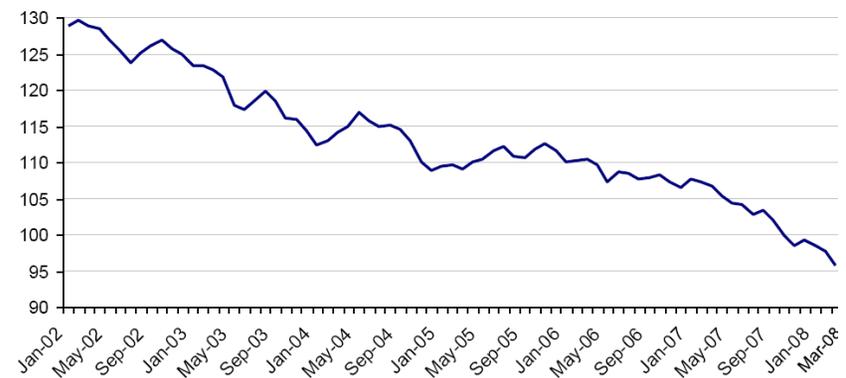
Income & Consumption Trends 1957-2007



Source: Susan Sterne, EconomicAnalysisAssociates, Inc., as of 12/31/07.

THE VALUE OF THE U.S.\$

Nominal Broad Trade-Weighted Exchange Value of the US\$ As of 3/31/08



Source: Board of Governors of the Federal Reserve System, Foreign Exchange Rates/Haver Analytics as of 3/31/08.

The broad index is a weighted average of the foreign exchange values of the U.S. dollar against the currencies of a large group of major U.S. trading partners. The index weights, which change over time, are derived from U.S. export shares and from U.S. and foreign import shares.

NDPERS 401(a) Defined Contribution Plan & 457 Companion Plan - Fidelity

INITIAL OFFERING:

Fidelity Equity-Income Mutual Shares A	Fidelity Spartan US Equity Index Fidelity Dividend Growth	Fidelity Growth Company Fidelity Blue Chip Growth	LARGE MEDIUM SMALL
Goldman Sachs Mid Cap Value	Dreyfus Mid Cap Index Fidelity Spartan Ext Mkt Index	Fidelity Mid Cap Stock	
Allianz NFJ Small Cap Value	Dreyfus Small Cap Index	MSIF Small Co Growth B	
VALUE	BLEND	GROWTH	

BALANCED FUND: Fidelity Puritan Fund
 INCOME FUNDS: Fidelity Managed Income Portfolio
 BOND FUNDS: PIMCO Total Return Bond Fund
 INTERNATIONAL FUNDS: Fidelity Diversified International (Blend Bias)

LIFESTYLE FUNDS: Fidelity Freedom Income
 Fidelity Freedom 2000 Fidelity Freedom 2015 Fidelity Freedom 2030
 Fidelity Freedom 2005 Fidelity Freedom 2020 Fidelity Freedom 2035
 Fidelity Freedom 2010 Fidelity Freedom 2025 Fidelity Freedom 2040, 2045 & 2050

FUND STYLE CHANGES:

	Mutual Shares A →		LARGE MEDIUM SMALL
		Fidelity Spartan Ext Mkt Index →	
VALUE	BLEND	GROWTH	

INCOME FUNDS:
 BOND FUNDS:
 INTERNATIONAL FUNDS: Fidelity Diversified International (Growth Bias)
 BALANCED FUNDS:
 LIFESTYLE FUNDS:

CURRENT LINEUP:

Fidelity Equity-Income Mutual Shares A	Fidelity Spartan US Equity Index Fidelity Dividend Growth	Fidelity Growth Company Fidelity Blue Chip Growth	LARGE MEDIUM SMALL
Goldman Sachs Mid Cap Value	Dreyfus Mid Cap Index	Fidelity Mid Cap Stock Fidelity Spartan Ext Mkt Index	
Allianz NFJ Small Cap Value	Dreyfus Small Cap Index	MSIF Small Co Growth B	
VALUE	BLEND	GROWTH	

BALANCED FUND: Fidelity Puritan Fund
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LIFESTYLE FUNDS: Fidelity Freedom Income
 Fidelity Freedom 2000 Fidelity Freedom 2015 Fidelity Freedom 2030
 Fidelity Freedom 2005 Fidelity Freedom 2020 Fidelity Freedom 2035
 Fidelity Freedom 2010 Fidelity Freedom 2025 Fidelity Freedom 2040, 2045 & 2050

NDPERS Investment Benchmarks - 1st Quarter 2008

	<u>Quarter</u>	<u>Y-T-D</u>	<u>1-Year</u>	<u>3-Year</u>	<u>5-Year</u>
<u>Stable Value Fund</u>					
Fidelity Managed Income Portfolio	1.19%	1.19%	4.51%	4.17%	4.16%
GIC 5 Year	0.89%	0.89%	3.54%	4.02%	4.75%
<u>Fixed Income Fund</u>					
PIMCO Total Return Bond Fund - PTRAX	3.25%	3.25%	10.54%	6.28%	5.31%
Lehman Aggregate Bond Index	2.17%	2.17%	7.67%	5.48%	4.58%
Taxable Bond Fund Universe	0.15%	0.15%	N/A	4.14%	4.66%
<u>Balanced Fund</u>					
Fidelity Puritan - FPURX	-7.51%	-7.51%	-1.99%	8.05%	12.60%
60% Large Cap Value Univ & 40% Taxable Bond Universe	-5.59%	-5.59%	#VALUE!	4.68%	9.11%
60% Russell 3000 Value & 40% Lehman Agg Bond Index	-4.26%	-4.26%	-3.29%	5.71%	10.11%
<u>Large Cap Equities - Value</u>					
Fidelity Equity-Income - FEQIX	-9.70%	-9.70%	-9.40%	5.73%	12.35%
Franklin Mutual Shares A - TESIX	-9.26%	-9.26%	-9.37%	6.57%	12.18%
Russell 1000 Value Index	-8.72%	-8.72%	-9.99%	6.01%	13.68%
Large Cap Value Fund Universe	-9.42%	-9.42%	N/A	5.04%	12.08%
<u>Large Cap Equities - Blend</u>					
Fidelity Spartan US Equity Index - FUSEX	-9.46%	-9.46%	-5.12%	5.81%	11.24%
Fidelity Dividend Growth - FDGFX < Under Review 3/2007 >	-9.93%	-9.93%	-9.16%	4.12%	8.20%
S&P 500 Index	-9.44%	-9.44%	-5.08%	5.85%	11.32%
Large Cap Blend Fund Universe	-9.73%	-9.73%	N/A	5.69%	11.15%
<u>Large Cap Equities - Growth</u>					
Fidelity Growth Company - FDGRX	-11.66%	-11.66%	6.20%	11.77%	15.93%
Russell 3000 Growth Index	-10.39%	-10.39%	-1.45%	6.30%	10.26%
Fidelity Blue Chip Growth - FBGRX < Under Review 3/2007 >	-10.58%	-10.58%	0.61%	4.57%	8.20%
Russell 1000 Growth Index	-10.18%	-10.18%	-0.75%	6.33%	9.96%
Large Cap Growth Fund Universe	-11.67%	-11.67%	N/A	6.18%	10.32%
<u>Mid Cap Equities - Value</u>					
Goldman Sachs Mid Cap Value - GCMAX	-7.89%	-7.89%	-9.46%	6.50%	15.57%
Russell Mid Cap Value	-8.64%	-8.64%	-14.12%	6.57%	16.77%
Mid Cap Value Fund Universe	-8.54%	-8.54%	N/A	5.31%	14.58%
<u>Mid Cap Equities - Blend</u>					
Dreyfus Mid Cap Index - PESPX	-8.92%	-8.92%	-7.30%	6.63%	14.59%
S&P Mid Cap 400	-8.85%	-8.85%	-6.97%	7.06%	15.10%
Fidelity Spartan Extended Mkt Index - FSEMX	-9.71%	-9.71%	-8.53%	7.74%	16.06%
Wilshire 4500 Index	-9.83%	-9.83%	-8.69%	7.66%	16.18%
Mid Cap Blend Fund Universe	-9.75%	-9.75%	N/A	5.75%	14.30%
<u>Mid Cap Equities - Growth</u>					
Fidelity Mid Cap Stock - FMCSX	-13.17%	-13.17%	-11.85%	9.09%	13.33%
Russell Mid Cap Growth	-10.95%	-10.95%	-4.55%	7.77%	15.20%
Mid Cap Growth Fund Universe	-12.62%	-12.62%	N/A	7.34%	13.62%

Fund Returns in RED do not meet both benchmarks.

Fund Returns in BLACK meet both benchmarks.

NDPERS Investment Benchmarks - 1st Quarter 2008

	Quarter	Y-T-D	1-Year	3-Year	5-Year
<u>Small Cap Equities - Value</u>					
Allianz NFJ Small Cap Value - PVADX	-3.68%	-3.68%	-2.25%	9.97%	17.54%
Russell 2000 Value Index	-6.53%	-6.53%	-16.88%	4.33%	15.45%
Small Value Fund Universe	-6.90%	-6.90%	N/A	3.28%	14.29%
<u>Small Cap Equities - Blend</u>					
Dreyfus Small Cap Index - DISSX	-7.54%	-7.54%	-10.87%	4.93%	15.10%
Russell 2000 Index	-9.90%	-9.90%	-13.00%	5.06%	14.90%
S & P 600 Index	-7.46%	-7.46%	-10.60%	5.31%	15.62%
Small Blend Fund Universe	-9.83%	-9.83%	N/A	4.47%	14.63%
<u>Small Cap Equities - Growth</u>					
MSI Small Co Growth B - MSSMX	-11.86%	-11.86%	-11.08%	5.28%	15.24%
Russell 2000 Growth Index	-12.83%	-12.83%	-8.94%	5.74%	14.24%
Small Growth Fund Universe	-14.45%	-14.45%	N/A	4.31%	13.03%
<u>International Equity Funds</u>					
Fidelity Diversified International - FDIVX	-9.62%	-9.62%	1.72%	14.57%	22.18%
MSCI EAFE	-8.90%	-8.90%	-2.57%	13.48%	21.64%
International Stock Fund Universe	-9.69%	-9.69%	N/A	15.55%	22.40%
<u>Asset Allocation Funds:</u>					
Fidelity Freedom Income - FFFAX	-1.75%	-1.75%	1.41%	4.53%	4.84%
Income Benchmark	-1.01%	-1.01%	3.03%	5.12%	5.73%
Fidelity Freedom 2000 - FFBX	-2.34%	-2.34%	1.23%	4.76%	5.44%
2000 Benchmark	-2.00%	-2.00%	1.99%	5.32%	6.60%
Fidelity Freedom 2005 - FFFVX	-5.09%	-5.09%	-0.17%	5.96%	N/A
2005 Benchmark	-4.03%	-4.03%	0.33%	6.47%	9.46%
Fidelity Freedom 2010 - FFFCX	-5.06%	-5.06%	0.14%	6.19%	8.31%
2010 Benchmark	-4.24%	-4.24%	0.13%	6.51%	9.65%
Fidelity Freedom 2015 - FFFVX	-5.93%	-5.93%	-0.62%	6.78%	N/A
2015 Benchmark	-4.92%	-4.92%	-0.58%	6.75%	10.41%
Fidelity Freedom 2020 - FFFDX	-7.27%	-7.27%	-1.32%	7.22%	10.91%
2020 Benchmark	-6.29%	-6.29%	-2.07%	7.06%	11.65%
Fidelity Freedom 2025 - FFFWX	-7.81%	-7.81%	-2.00%	7.28%	N/A
2025 Benchmark	-6.52%	-6.52%	-2.31%	7.15%	11.90%
Fidelity Freedom 2030 - FFFEX	-9.08%	-9.08%	-2.65%	7.56%	12.05%
2030 Benchmark	-7.80%	-7.80%	-3.75%	7.32%	12.86%
Fidelity Freedom 2035 - FFFHX	-9.28%	-9.28%	-3.00%	7.57%	N/A
2035 Benchmark	-7.84%	-7.84%	-3.83%	7.38%	12.99%
Fidelity Freedom 2040 - FFFF	-9.66%	-9.66%	-3.29%	7.66%	N/A
2040 Benchmark	-8.18%	-8.18%	-4.32%	7.39%	13.23%
Fidelity Freedom 2045 - FFFGX	-9.78%	-9.78%	-3.19%	N/A	N/A
2040 Benchmark	-8.52%	-8.52%	-4.66%	7.56%	13.65%
Fidelity Freedom 2050 - FFFHX	-10.24%	-10.24%	-3.53%	N/A	N/A
2040 Benchmark	-8.75%	-8.75%	-4.90%	7.65%	13.90%
Income Benchmark is comprised of 20% Wilshire 5000, 35% LB Agg, 5% ML HY Bond, 40% 3 Month T-Bill					
2000 Benchmark is comprised of 28% Wilshire 5000, 1% MSCI EAFE, 30% LB Agg, 5% ML HY Bond, 36% 3 Month T-Bill					
2005 Benchmark is comprised of 40% Wilshire 5000, 10% MSCI EAFE, 34% LB Agg, 5% ML HY Bond, 11% 3 Month T-Bill					
2010 Benchmark is comprised of 42% Wilshire 5000, 10% MSCI EAFE, 34% LB Agg, 5% ML HY Bond, 9% 3 Month T-Bill					
2015 Benchmark is comprised of 46% Wilshire 5000, 12% MSCI EAFE, 31% LB Agg, 6% ML HY Bond, 5% 3 Month T-Bill					
2020 Benchmark is comprised of 56% Wilshire 5000, 14% MSCI EAFE, 23% LB Agg, 7% ML HY Bond					
2025 Benchmark is comprised of 57% Wilshire 5000, 15% MSCI EAFE, 21% LB Agg, 7% ML HY Bond					
2030 Benchmark is comprised of 67% Wilshire 5000, 16% MSCI EAFE, 10% LB Agg, 7% ML HY Bond					
2035 Benchmark is comprised of 66% Wilshire 5000, 17% MSCI EAFE, 9% LB Agg, 8% ML HY Bond					
2040 Benchmark is comprised of 68% Wilshire 5000, 17% MSCI EAFE, 5% LB Agg, 10% ML HY Bond					
2045 Benchmark is comprised of 69% Wilshire 5000, 19% MSCI EAFE, 2% LB Agg, 10% ML HY Bond					
2050 Benchmark is comprised of 70% Wilshire 5000, 20% MSCI EAFE, 0% LB Agg, 10% ML HY Bond					
Wilshire 5000 Index	-9.52%	-9.52%	-5.76%	6.37%	12.45%
MSCI EAFE	-8.90%	-8.90%	-2.57%	13.48%	21.64%
Lehman Aggregate Bond Index	2.17%	2.17%	7.67%	5.48%	4.58%
ML High Yield Bond Fund Index	-3.04%	-3.04%	-3.53%	4.90%	8.57%
3 Month T-Bill Index	0.71%	0.71%	4.19%	4.21%	3.03%
Russell 3000 Value Index	-8.55%	-8.55%	-10.60%	5.87%	13.79%

Fund Returns in RED do not meet both benchmarks.

Fund Returns in BLACK meet both benchmarks.

NDPERS Mutual Fund Research - 3/31/2008

Large Value

Fund	Symbol	Assets	Inception	Manager		Expense			Median	Morn-Star	Category Rank			Average Return				Standard=S&P 500 Index			Standard	Sharpe
				Tenure	Ratio	Stocks	Turnover	P/E			Mkt Cap	Rating	3 - Year	5 - Year	3-month	1-Year	3-Year	5-Year	10-Year	R-Squared		
Fidelity Puritan	FPURX	22.5 Billion	4/16/1947	7 Years	0.59%	3010	70%	15.4	38.0 Bil	4-Stars	33	30	-7.51	-1.99	8.05	12.60	7.71	94	0.70	0.65	6.28	0.31
Fidelity Equity-Income	FEQIX	26.9 Billion	5/16/1966	14 Years	0.66%	278	23%	13.5	46.8 Bil	3-Stars	32	41	-9.70	-9.40	5.73	12.35	4.48	94	1.00	-0.09	8.96	0.19
Franklin Mutual Shares A	TESIX	22.4 Billion	11/11/1996	Team	1.06%	301	33%	12.6	30.8 Bil	3-Stars	40	36	-9.26	-9.37	6.57	12.18	6.95	79	0.80	0.97	7.86	0.31

Large Blend

Fund	Symbol	Assets	Inception	Manager		Expense			Median	Morn-Star	Category Rank			Average Return				Standard=S&P 500 Index			Standard	Sharpe
				Tenure	Ratio	Stocks	Turnover	P/E			Mkt Cap	Rating	3 - Year	5 - Year	3-month	1-Year	3-Year	5-Year	10-Year	R-Squared		
Fidelity Spartan US Equity Index	FUSEX	26.2 Billion	3/6/1990	Team	0.09%	503	7%	15.5	50.1 Bil	3-Stars	42	43	-9.46	-5.12	5.81	11.24	3.39	100	1.00	-0.06	8.67	0.20
Fidelity Dividend Growth <Under Review>	FDGFX	11.2 Billion	4/27/1993	10 Years	0.60%	96	36%	14.2	53.2 Bil	3-Stars	81	92	-9.93	-9.16	4.12	8.20	4.43	90	0.93	-1.55	8.55	0.02
Fidelity Diversified International	FDIVX	50.3 Billion	12/27/1991	6 Years	0.91%	396	59%	16.3	32.7 Bil	4-Stars	46	22	-9.62	1.72	14.57	22.18	10.85				12.05	0.84

Large Growth

Fund	Symbol	Assets	Inception	Manager		Expense			Median	Morn-Star	Category Rank			Average Return				Standard=S&P 500 Index			Standard	Sharpe
				Tenure	Ratio	Stocks	Turnover	P/E			Mkt Cap	Rating	3 - Year	5 - Year	3-month	1-Year	3-Year	5-Year	10-Year	R-Squared		
Fidelity Growth Company	FDGRX	33.2 Billion	1/17/1983	11 Years	0.93%	325	49%	21.9	20.8 Bil	5-Stars	4	4	-11.66	6.20	11.77	15.93	7.00	77	1.32	5.35	12.96	0.60
Fidelity Blue Chip Growth <Under Review>	FBGRX	13.9 Billion	12/31/1987	1 Years	0.59%	134	87%	19.7	42.1 Bil	3-Stars	75	80	-10.58	0.61	4.57	8.20	1.78	87	1.08	-1.24	9.96	0.07

Medium Value

Fund	Symbol	Assets	Inception	Manager		Expense			Median	Morn-Star	Category Rank			Average Return				Standard=S&P 500 Index			Standard	Sharpe
				Tenure	Ratio	Stocks	Turnover	P/E			Mkt Cap	Rating	3 - Year	5 - Year	3-month	1-Year	3-Year	5-Year	10-Year	R-Squared		
Goldman Sachs Mid Cap Value	GCMAX	6.7 Billion	8/15/1997	Team	1.16%	117	74%	15.6	7.5 Bil	3-Stars	18	20	-7.89	-9.46	6.50	15.57	8.74	79	1.06	0.65	10.31	0.25

Medium Blend

Fund	Symbol	Assets	Inception	Manager		Expense			Median	Morn-Star	Category Rank			Average Return				Standard=S&P 500 Index			Standard	Sharpe
				Tenure	Ratio	Stocks	Turnover	P/E			Mkt Cap	Rating	3 - Year	5 - Year	3-month	1-Year	3-Year	5-Year	10-Year	R-Squared		
Dreyfus Mid Cap Index	PESPX	2.1 Billion	6/19/1991	8 Years	0.50%	403	23%	17.1	3.3 Bil	3-Stars	29	32	-8.92	-7.30	6.63	14.59	8.48	78	1.13	0.73	11.07	0.25
Fidelity Spartan Extended Mkt Index	FSEMX	3.0 Billion	11/5/1997	Team	0.09%	3489	16%	16.0	2.9 Bil	3-Stars	25	23	-9.71	-8.53	7.74	16.06	5.23	78	1.18	1.73	11.57	0.34

Medium Growth

Fund	Symbol	Assets	Inception	Manager		Expense			Median	Morn-Star	Category Rank			Average Return				Standard=S&P 500 Index			Standard	Sharpe
				Tenure	Ratio	Stocks	Turnover	P/E			Mkt Cap	Rating	3 - Year	5 - Year	3-month	1-Year	3-Year	5-Year	10-Year	R-Squared		
Fidelity Mid-Cap Stock	FMCSX	12.3 Billion	3/29/1994	3 Years	0.82%	155	52%	16.0	6.7 Bil	4-Stars	26	45	-13.17	-11.85	9.09	13.33	8.00	70	1.33	2.98	13.65	0.40

Small Value

Fund	Symbol	Assets	Inception	Manager		Expense			Median	Morn-Star	Category Rank			Average Return				Standard=S&P 500 Index			Standard	Sharpe
				Tenure	Ratio	Stocks	Turnover	P/E			Mkt Cap	Rating	3 - Year	5 - Year	3-month	1-Year	3-Year	5-Year	10-Year	R-Squared		
Allianz NFJ Small Cap Value Adm	PVADX	4.0 Billion	11/1/1995	Team	1.07%	123	27%	13.9	1.9 Bil	5-Stars	1	5	-3.68	-2.25	9.97	17.54	9.46	63	0.96	4.07	10.46	0.56

Small Blend

Fund	Symbol	Assets	Inception	Manager		Expense			Median	Morn-Star	Category Rank			Average Return				Standard=S&P 500 Index			Standard	Sharpe
				Tenure	Ratio	Stocks	Turnover	P/E			Mkt Cap	Rating	3 - Year	5 - Year	3-month	1-Year	3-Year	5-Year	10-Year	R-Squared		
Dreyfus Small Cap Index	DISSX	877 Million	6/30/1997	8 Years	0.50%	602	25%	17.1	1.1 Bil	3-Stars	41	34	-7.54	-10.87	4.93	15.10	6.65	70	1.23	-0.88	12.64	0.10

Small Growth

Fund	Symbol	Assets	Inception	Manager		Expense			Median	Morn-Star	Category Rank			Average Return				Standard=S&P 500 Index			Standard	Sharpe
				Tenure	Ratio	Stocks	Turnover	P/E			Mkt Cap	Rating	3 - Year	5 - Year	3-month	1-Year	3-Year	5-Year	10-Year	R-Squared		
Morgan Stanley Small Cap Growth B	MSSMX	1.6 Billion	1/2/1996	Team	1.26%	66	50%	30.9	1.5 Bil	4-Stars	50	32	-11.86	-11.08	5.28	15.24	10.25	72	1.41	-0.64	14.35	0.13

Lifestyle / Others

Fund	Symbol	Assets	Inception	Manager Tenure	Expense Ratio	Holdings	Turnover	P/E	Median Mkt Cap	Morn-Star Rating	Category Rank			Average Return				Standard=S&P 500 Index			Standard Deviation	Sharpe Ratio	
											3 - Year	5 - Year	3-month	1-Year	3-Year	5-Year	10-Year	R-Squared	Beta	Alpha			
Fidelity Managed Income Portfolio		8.1 Billion	9/7/1989	15 Years	0.55%								1.19	4.51	4.17	4.16	4.90	N/A	N/A	N/A			
PIMCO Total Return Bond Fund	PTRAX	125.1 Billion	9/8/1994	20 Years	0.68%	15208	257%			5-Stars	2	6	3.25	10.54	6.28	5.31	6.64	N/A	N/A	N/A	3.61	0.52	
Fidelity Freedom Income	FFFAX	2.5 Billion	10/17/1996	10 Years	0.55%	21	26%	16.2	42.7 Bil	3-Stars	73	95	-1.75	1.41	4.53	4.84	4.66	N/A	N/A	N/A	2.37	0.08	
Fidelity Freedom 2000	FFFBX	1.8 Billion	10/17/1996	10 Years	0.57%	26	34%	16.2	37.7 Bil	4-Stars	67	85	-2.34	1.23	4.76	5.44	4.89	N/A	N/A	N/A	2.62	0.16	
Fidelity Freedom 2005	FFVFX	1.0 Billion	11/6/2003	10 Years	0.68%	26	12%	16.6	35.1 Bil	4-Stars	8	N/A	-5.09	-0.17	5.96	N/A	N/A	N/A	N/A	N/A	5.08	0.33	
Fidelity Freedom 2010	FFFCX	13.9 Billion	10/17/1996	10 Years	0.68%	26	12%	16.5	35.1 Bil	4-Stars	4	10	-5.06	0.14	6.19	8.31	5.61	N/A	N/A	N/A	5.25	0.36	
Fidelity Freedom 2015	FFVFX	7.0 Billion	11/6/2003	10 Years	0.72%	26	4%	16.6	35.1 Bil	3-Stars	29	N/A	-5.93	-0.62	6.78	N/A	N/A	N/A	N/A	N/A	6.04	0.42	
Fidelity Freedom 2020	FFFDX	20.0 Billion	10/17/1996	10 Years	0.76%	26	7%	16.6	25.4 Bil	4-Stars	10	4	-7.27	-1.32	7.22	10.91	5.61	N/A	N/A	N/A	7.27	0.41	
Fidelity Freedom 2025	FFTWX	6.6 Billion	11/6/2003	10 Years	0.78%	23	3%	16.5	35.1 Bil	4-Stars	5	N/A	-7.81	-2.00	7.28	N/A	N/A	N/A	N/A	N/A	7.66	0.40	
Fidelity Freedom 2030	FFFEX	13.5 Billion	10/17/1996	10 Years	0.80%	23	6%	16.6	25.2 Bil	4-Stars	13	27	-9.08	-2.65	7.56	12.05	5.34	N/A	N/A	N/A	8.69	0.40	
Fidelity Freedom 2035	FFTHX	3.9 Billion	11/6/2003	10 Years	0.81%	23	3%	16.5	35.1 Bil	4-Stars	11	N/A	-9.28	-3.00	7.57	N/A	N/A	N/A	N/A	N/A	8.84	0.39	
Fidelity Freedom 2040	FFFFX	7.0 Billion	9/6/2000	10 Years	0.82%	23	4%	16.6	26.8 Bil	4-Stars	6	9	-9.66	-3.29	7.66	12.83	N/A	N/A	N/A	N/A	9.13	0.39	
Fidelity Freedom 2045	FFFFX	0.6 Billion	9/6/2006	10 Years	0.83%	23	4%	16.3	26.8 Bil	N/A	N/A	N/A	N/A	-3.19	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
Fidelity Freedom 2050	FFFHX	0.6 Billion	9/6/2006	10 Years	0.84%	23	4%	16.4	26.8 Bil	N/A	N/A	N/A	N/A	-10.24	-3.53	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

R-squared - This compares a fund's performance to a given index. If R-squared is 100, the fund moves in lockstep with the index to which it is being compared. Generally, a higher R-squared will indicate a more useful beta figure. If the R-squared is lower, then the beta is less relevant to the fund's performance.

Beta - This compares a fund's volatility to a given index. If beta is greater than 1, the fund is more volatile than the index to which it is being compared. If beta is lower than 1, the fund is less volatile than the index. If a fund's R-squared is low, beta is less reliable as a predictor of volatility.

Alpha - This is a measure of risk-adjusted performance. The higher a fund's alpha, the better it has done. A fund's alpha is only reliable when its R-squared is relatively high.

Standard Deviation - The higher this number is, the more volatile the fund's returns have been. It indicates how much the fund has deviated from its mean total return over the past three years.

Sharpe Ratio - This measure combines standard deviation and mean total return to show a risk-adjusted measure of the fund's performance. The higher this number is, the better. As a rule of thumb, a Sharpe ratio of more than 1.00 is very good.

NORTH DAKOTA PUBLIC EMPLOYEE RETIREMENT SYSTEM

Spectrum Build: May 7, 2008

Categories to the left have potentially more inflation risk and less investment risk

Categories to the right have potentially less inflation risk and more investment risk

Managed Income (or Stable Value)	Bond	Balanced/Hybrid	Domestic Equity			International/Global Equity
Managed Income Portfolio	PIMCO Total Return Fund - Administrative Class	Fidelity Puritan® Fund	Large Value Fidelity Equity-Income Fund Mutual Shares Fund - Class A	Large Blend Fidelity Dividend Growth Fund Spartan® U.S. Equity Index Fund - Investor Class	Large Growth Fidelity Blue Chip Growth Fund Fidelity Growth Company Fund	Fidelity Diversified International Fund
			Mid Value Goldman Sachs Mid Cap Value Fund - Class A	Mid Blend Dreyfus Mid Cap Index Fund Spartan® Extended Market Index Fund - Investor Class	Mid Growth Fidelity Mid-Cap Stock Fund	
			Small Value Allianz NFJ Small-Cap Value Fund - Administrative Class	Small Blend Dreyfus Small Cap Stock Index Fund	Small Growth Morgan Stanley Institutional Fund, Inc. Small Company Growth Portfolio - Class P Shares	

Funds to the left have potentially more inflation risk and less investment risk

Lifecycle Funds

Funds to the right have potentially less inflation risk and more investment risk

Target-Date 2000-2014

Fidelity Freedom Income Fund®
 Fidelity Freedom 2000 Fund®
 Fidelity Freedom 2005 Fund®
 Fidelity Freedom 2010 Fund®

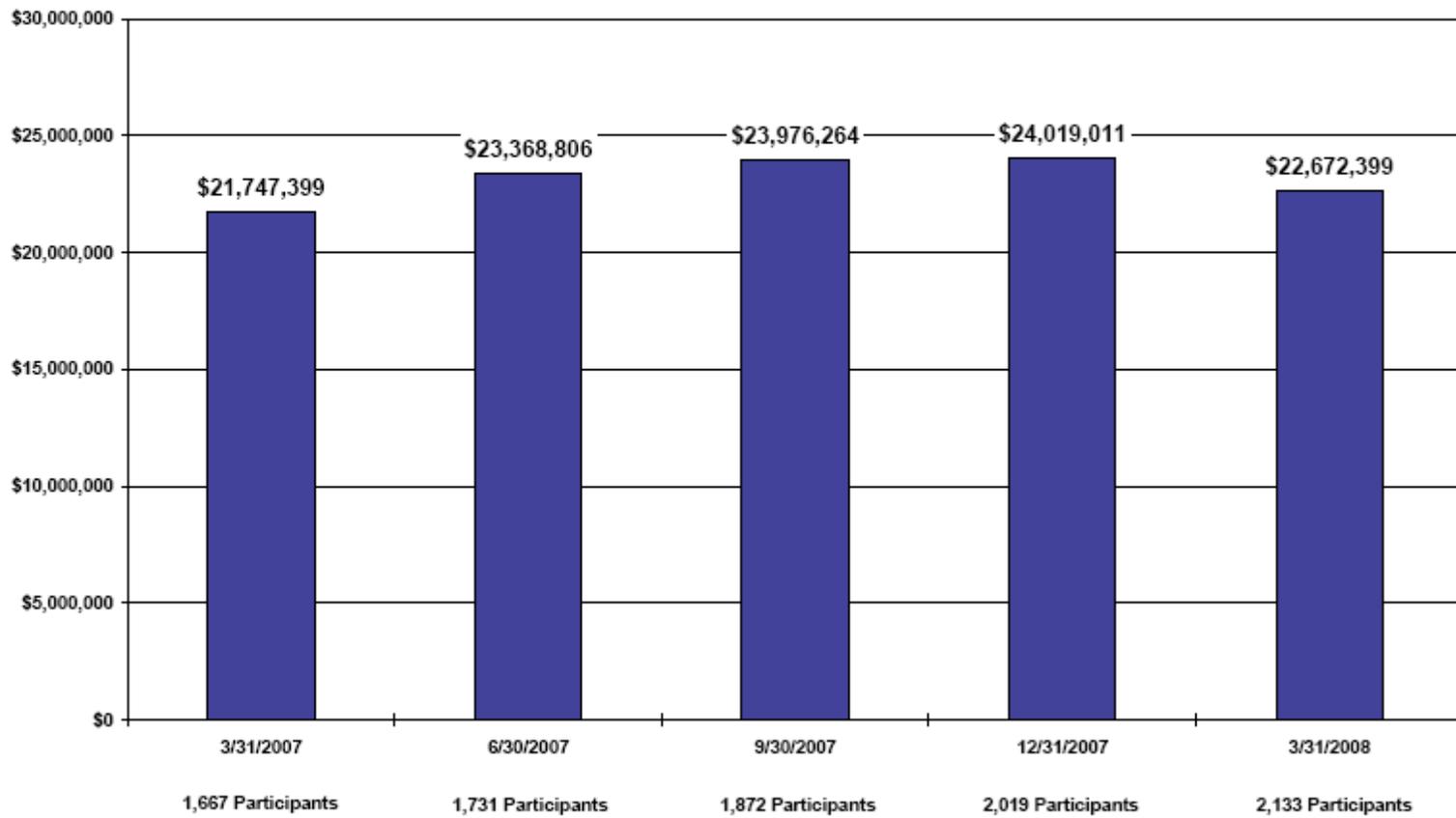
Target-Date 2015-2029

Fidelity Freedom 2015 Fund®
 Fidelity Freedom 2020 Fund®
 Fidelity Freedom 2025 Fund®

Target-Date 2030+

Fidelity Freedom 2030 Fund®
 Fidelity Freedom 2035 Fund®
 Fidelity Freedom 2040 Fund®
 Fidelity Freedom 2045 Fund®
 Fidelity Freedom 2050 Fund®

Plan Assets Under Management at Fidelity



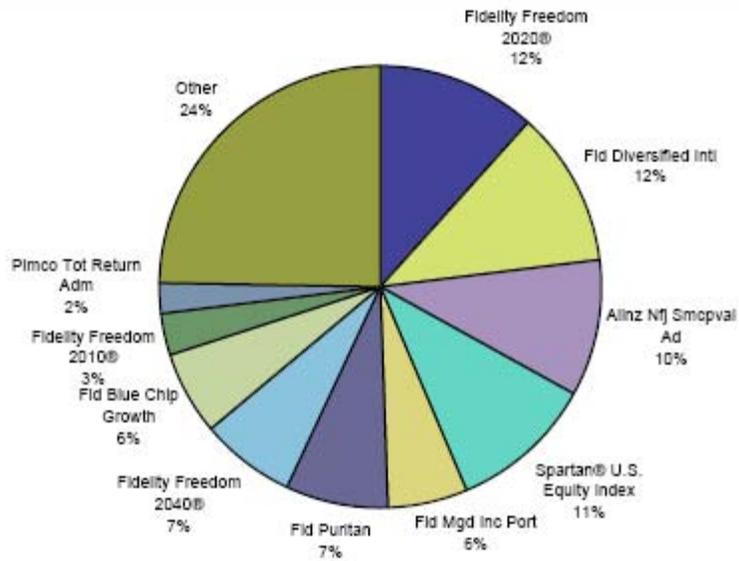
Market Value by Fund

	4/1/2007	3/31/2008
Fidelity Freedom 2020®	\$ 2,523,758	\$ 2,799,532
Fid Diversified Intl	\$ 2,506,969	\$ 2,645,823
Allnz Nfj Smcpval Ad	\$ 2,179,546	\$ 2,140,829
Spartan® U.S. Equity Index	\$ 2,299,650	\$ 2,061,313
Fid Mgd Inc Port	\$ 1,245,364	\$ 1,654,050
Fid Puritan	\$ 1,628,518	\$ 1,565,766
Fidelity Freedom 2040®	\$ 1,533,879	\$ 1,456,945
Fid Blue Chip Growth	\$ 1,298,671	\$ 1,233,187
Fidelity Freedom 2010®	\$ 663,094	\$ 637,765
Pimco Tot Return Adm	\$ 513,408	\$ 594,721
Other	\$ 5,354,543	\$ 5,882,469
Total Market Value:	\$ 21,747,399	\$ 22,672,399

The information on this page is updated monthly on PSW.

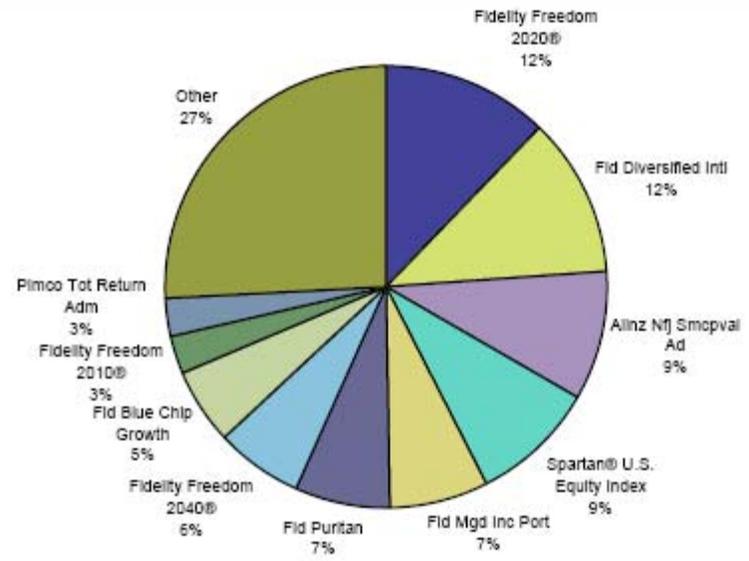
Asset Allocation by Fund

as of 4/1/2007

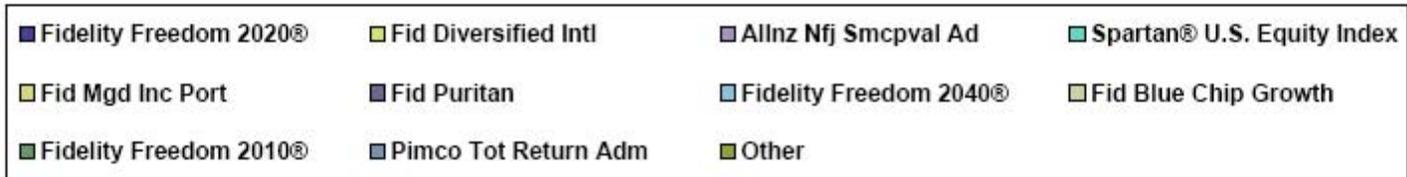


Total Market Value: \$21,747,399

as of 3/31/2008



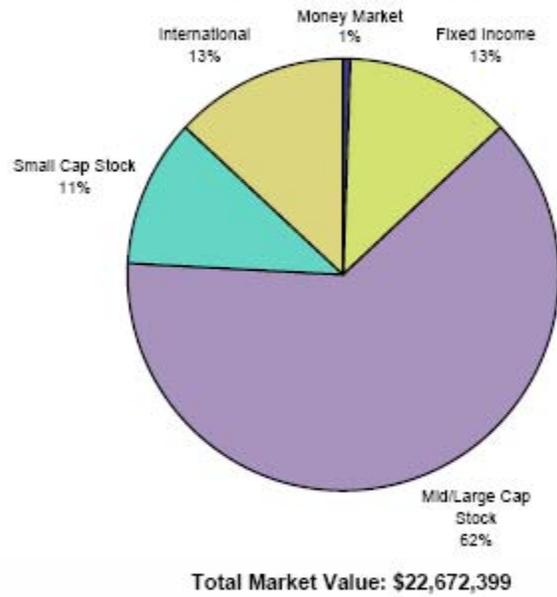
Total Market Value: \$22,672,399



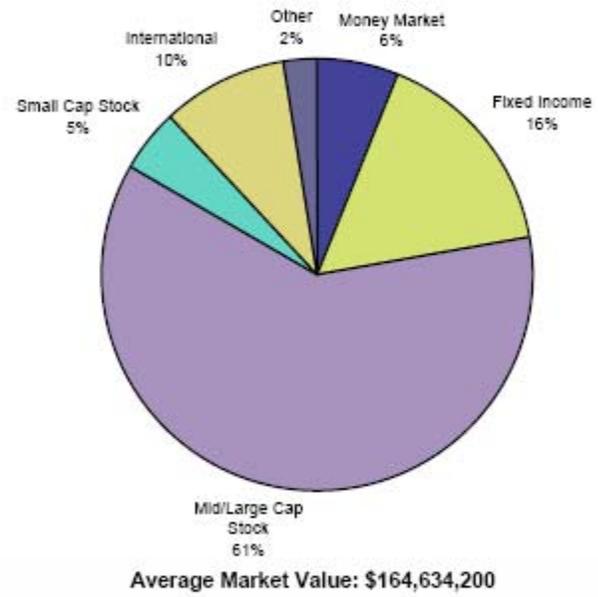
Comparative Asset Allocation

as of 3/31/2008

**NORTH DAKOTA STATE DEFERRED
COMPENSATION COMPANION PLAN
NORTH DAKOTA PERS**



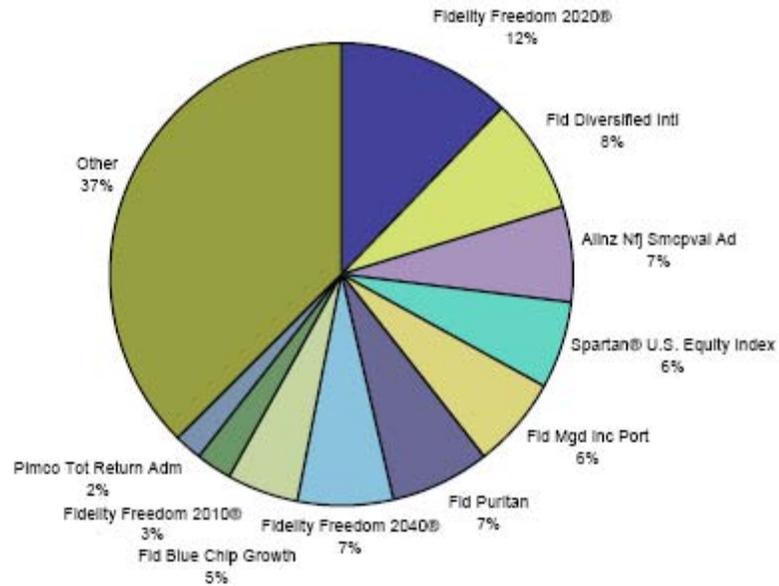
AVG. FITSCO PUBLIC SECTOR*



* The values in this chart represent the sum of the balances in each fund class for a representative sample of retirement plans serviced by Fidelity Investments.

Contribution Allocation

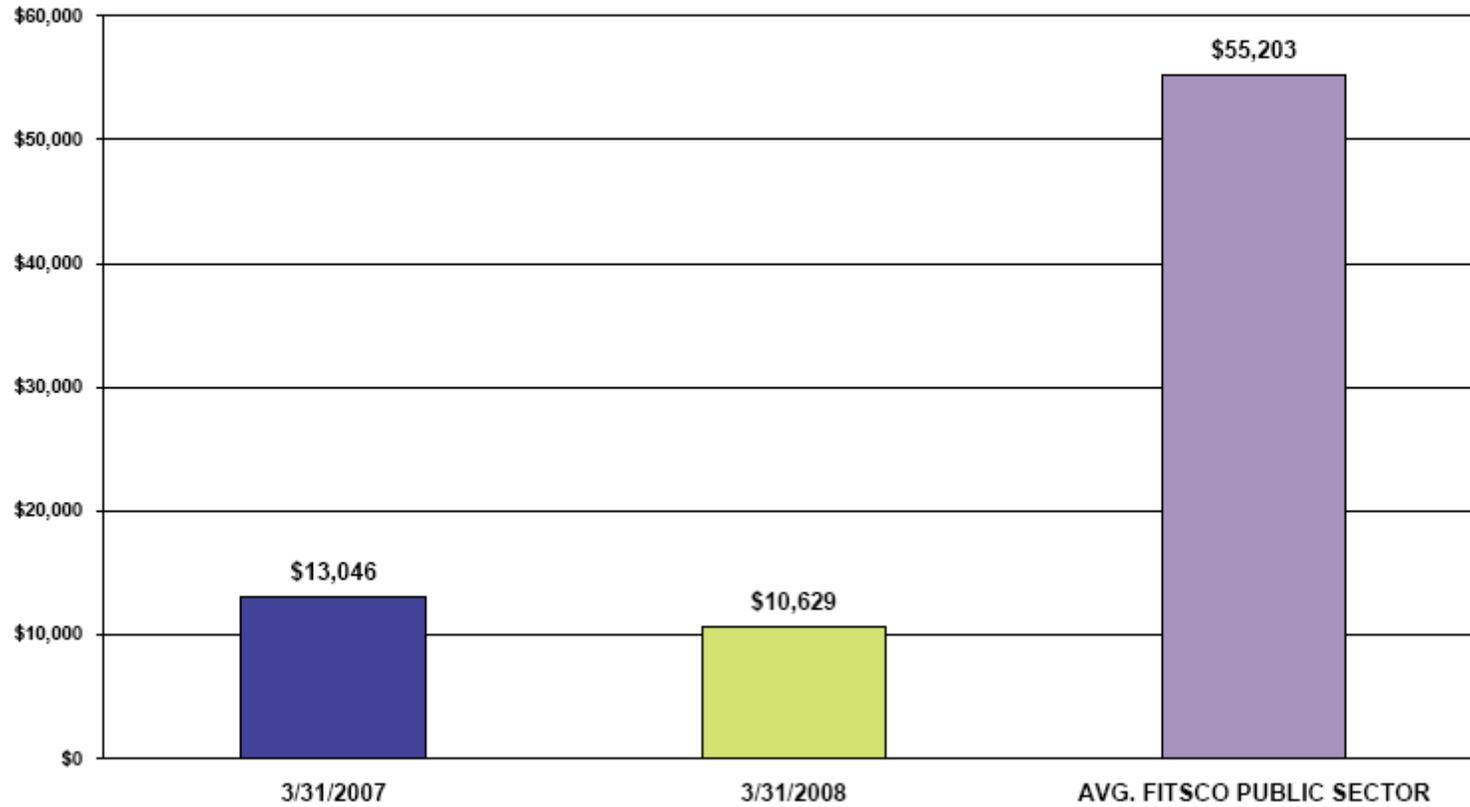
4/1/2007 - 3/31/2008



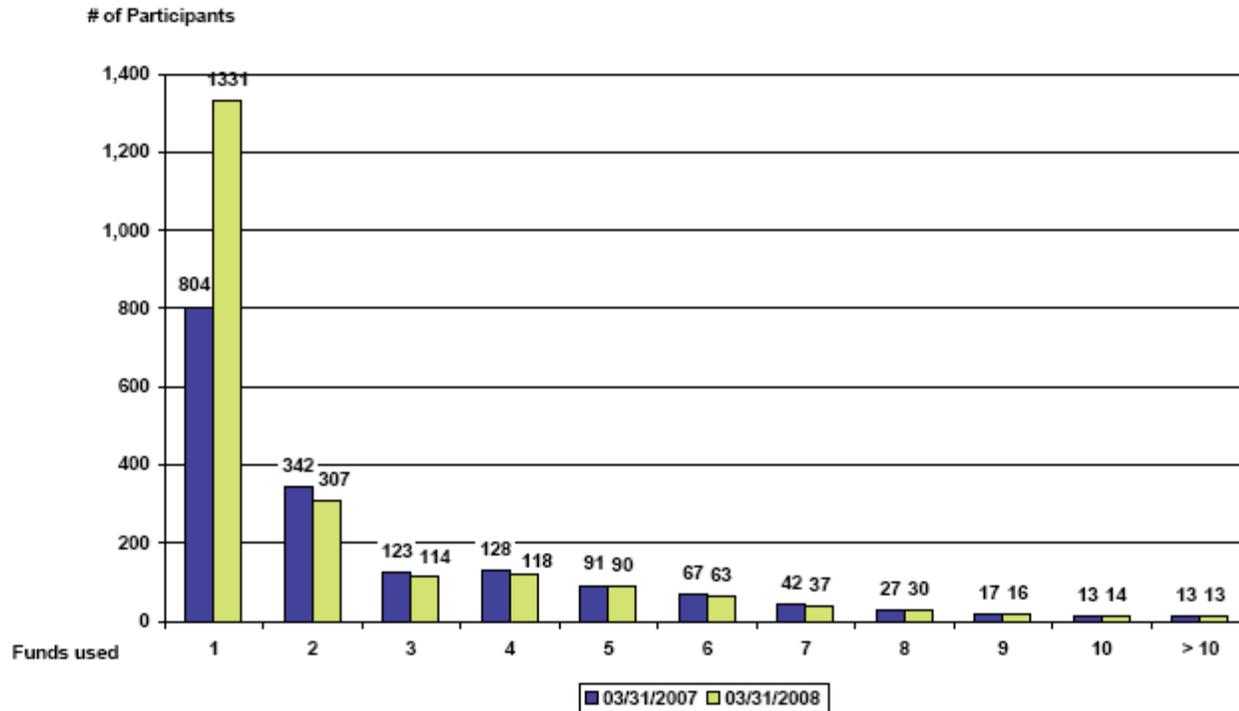
Total Contributions: \$3,131,999

Fidelity Freedom 2020®	Fid Diversified Intl	Allnz Nfj Smpval Ad	Spartan® U.S. Equity Index
Fid Mgd Inc Port	Fid Puritan	Fidelity Freedom 2040®	Fid Blue Chip Growth
Fidelity Freedom 2010®	Pimco Tot Return Adm	Other	

Average Participant Balance



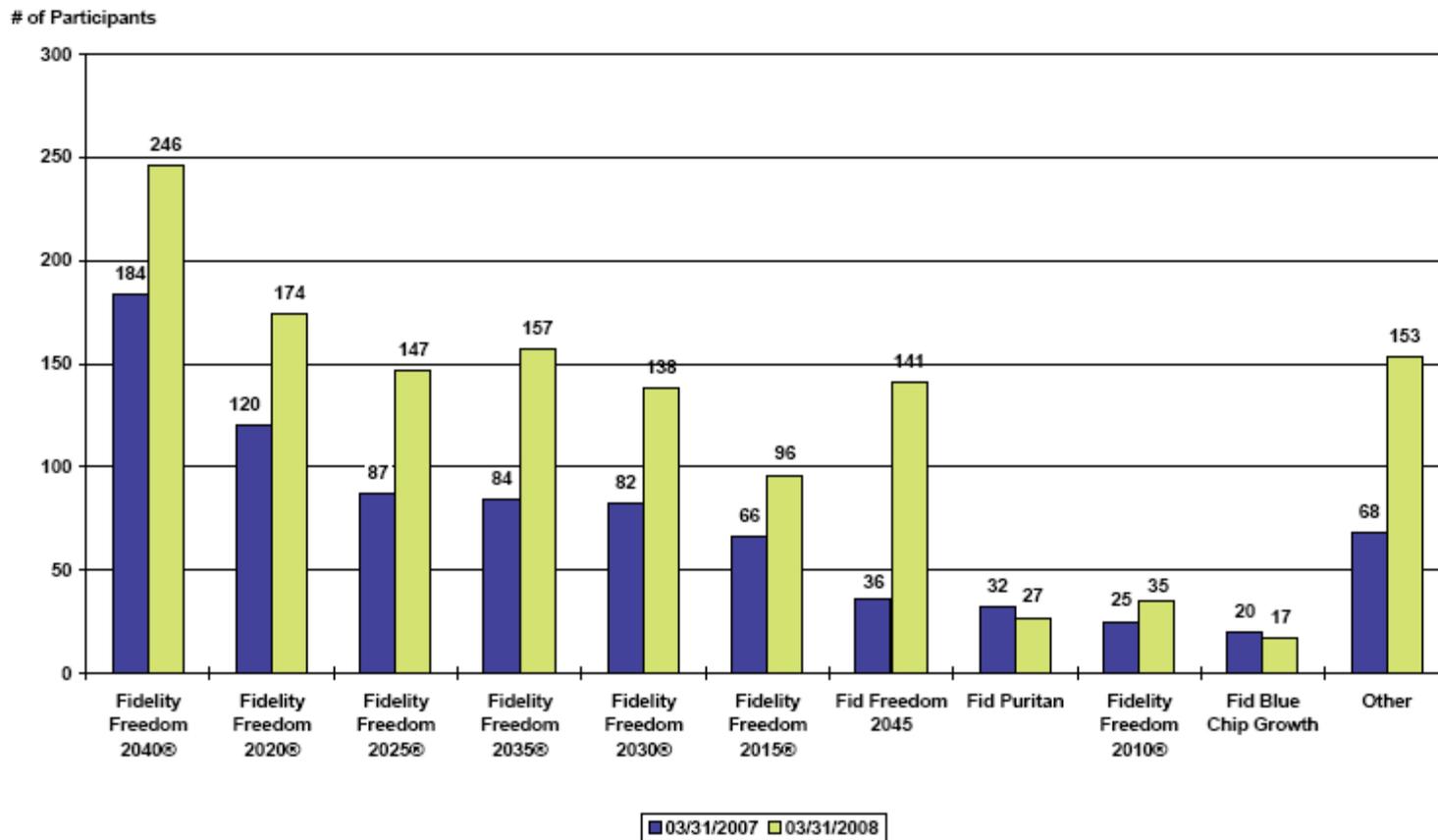
Number of Funds per Participant



Average Investment
options used in this plan
as of 3/31/2007 - 2.5
as of 3/31/2008 - 2.1

- **AVG. FITSCO PUBLIC SECTOR** offered 62.1 funds as of 3/31/2007 and 64.5 funds as of 3/31/2008
- An **AVG. FITSCO PUBLIC SECTOR** participant used 3.1 funds as of 3/31/2007 and 3.1 funds as of 3/31/2008

Single Fund Balances



The values in this chart represent the number of participants whose balances are invested 100% in the indicated fund.

NORTH DAKOTA PUBLIC EMPLOYEES RETIREMENT
SYSTEM DEFINED CONTRIBUTION PLAN
INVESTMENT OPTIONS

PERFORMANCE UPDATE

AS OF MARCH 31, 2008

UNDERSTANDING INVESTMENT PERFORMANCE

As you review this update, please remember that the performance data stated represents past performance, which does not guarantee future results. Investment return and principal value of an investment will fluctuate; therefore, you may have a gain or loss when you sell your shares. Current performance may be higher or lower than the performance stated. To learn more or to obtain the most recent month-end performance, call Fidelity at 1-800-343-0860 or visit <https://www.mysavingsatwork.com> (log in, choose plan, select "Investment Choices & Research," and then pick investment option).

Fund ID	Fund Name	Cumulative Total Returns % Period Ending March 31, 2008		Average Annual Total Returns % Period Ending March 31, 2008					Fund Inception	Short-Term Trading Fee (%/Days)	Expense Ratio↕
		3 Month	YTD	1 Year	5 Year	10 Year	Life of Fund				
LIFE-CYCLE FUNDS ⇨											
FFBX	Fidelity Freedom 2000	-2.34	-2.34	1.23	5.44	4.89	6.37	10/17/96	n/a	0.57	
FFVX	Fidelity Freedom 2005	-5.09	-5.09	-0.17	n/a	n/a	6.04	11/06/03	n/a	0.69	
FFCX	Fidelity Freedom 2010	-5.06	-5.06	0.14	8.31	5.61	7.64	10/17/96	n/a	0.69	
FFVFX	Fidelity Freedom 2015	-5.93	-5.93	-0.62	n/a	n/a	7.01	11/06/03	n/a	0.72	
FFDX	Fidelity Freedom 2020	-7.27	-7.27	-1.32	10.91	5.61	7.96	10/17/96	n/a	0.76	
FTWX	Fidelity Freedom 2025	-7.81	-7.81	-2.00	n/a	n/a	7.78	11/06/03	n/a	0.78	
FFEX	Fidelity Freedom 2030	-9.08	-9.08	-2.65	12.05	5.34	7.79	10/17/96	n/a	0.80	
FTHX	Fidelity Freedom 2035	-9.28	-9.28	-3.00	n/a	n/a	8.27	11/06/03	n/a	0.81	
FFFX	Fidelity Freedom 2040	-9.66	-9.66	-3.29	12.83	n/a	1.18	9/06/00	n/a	0.82	
FFGX	Fidelity Freedom 2045	-9.78	-9.78	-3.19	n/a	n/a	4.12	6/01/06	n/a	0.83	
FFFHX	Fidelity Freedom 2050	-10.24	-10.24	-3.53	n/a	n/a	3.97	6/01/06	n/a	0.84	
FFAX	Fidelity Freedom Income	-1.75	-1.75	1.41	4.84	4.66	5.50	10/17/96	n/a	0.55	
MANAGED INCOME / ANNUITIES / STABLE VALUE											
00632	Managed Income Portfolio ⇨	1.19	1.19	4.51	4.16	4.90	5.65	9/07/89	n/a	n/a	
BOND FUNDS >											
PTFAX	PIMCO Total Return - Administrative Class	3.25	3.25	10.54	5.31	6.64	7.35	9/08/94	n/a	0.69	
BALANCED/HYBRID FUNDS											
FPURX	Fidelity Puritan®	-7.51	-7.51	-3.02	10.22	5.55	11.46	4/16/47	n/a	0.60	
DOMESTIC EQUITY FUNDS - LARGE-CAP VALUE											
FEQIX	Fidelity Equity-Income	-9.70	-9.70	-9.40	12.35	4.49	12.50	5/16/66	n/a	0.66	
TESIX	Mutual Shares - A Class	-9.26	-9.26	-9.37	12.18	6.95	9.63	11/01/96	2.00/7	1.18	

For explanations of symbols and important disclosures, please see last page(s) of this report.

continued



AS OF MARCH 31, 2008

Fund ID	Fund Name	Cumulative Total Returns % Period Ending March 31, 2008		Average Annual Total Returns % Period Ending March 31, 2008				Fund Inception	Short-Term Trading Fee (%/Days)	Expense Ratio↕
		3 Month	YTD	1 Year	5 Year	10 Year	Life of Fund			
DOMESTIC EQUITY FUNDS - LARGE-CAP BLEND										
FDGFX	Fidelity Dividend Growth	-9.93	-9.93	-9.16	8.20	4.43	11.68	4/27/93	n/a	0.61
FUSEX	Spartan® U.S. Equity Index - Investor Class	-9.46	-9.46	-5.13	11.23	3.38	10.66	2/17/88	n/a	0.10
DOMESTIC EQUITY FUNDS - LARGE-CAP GROWTH										
FBGRX	Fidelity Blue Chip Growth	-10.58	-10.58	0.61	8.20	1.78	11.20	12/31/87	n/a	0.60
FDGRX	Fidelity Growth Company	-11.66	-11.66	6.20	15.93	7.00	13.73	1/17/83	n/a	0.94
DOMESTIC EQUITY FUNDS - MID-CAP VALUE ⓘ										
GCMAX	Goldman Sachs Mid Cap Value - Class A	-7.89	-7.89	-9.46	15.57	8.74	9.59	8/15/97	n/a	1.16
DOMESTIC EQUITY FUNDS - MID-CAP BLEND ⓘ										
PESPX	Dreyfus Mid Cap Index	-8.92	-8.92	-7.30	14.59	8.48	12.60	6/19/91	n/a	0.51
FSEMXX	Spartan® Extended Market Index - Investor Class	-9.71	-9.71	-8.53	16.06	5.23	6.24	11/05/97	0.75/90	0.10
DOMESTIC EQUITY FUNDS - MID-CAP GROWTH ⓘ										
FMCSX	Fidelity Mid-Cap Stock	-13.17	-13.17	-11.85	13.33	8.00	12.68	3/29/94	0.75/30	0.83
DOMESTIC EQUITY FUNDS - SMALL-CAP VALUE ◆										
PVADX	Allianz NFJ Small Cap Value - Administrative Class	-3.68	-3.68	-2.25	17.54	9.46	13.45	11/01/95	n/a	1.07
DOMESTIC EQUITY FUNDS - SMALL-CAP BLEND ◆										
DISSX	Dreyfus Small Cap Stock Index	-7.54	-7.54	-10.87	15.10	6.65	8.38	6/30/97	n/a	0.51
DOMESTIC EQUITY FUNDS - SMALL-CAP GROWTH ◆										
MSSMX	MSIF Small Company Growth - B Class	-11.86	-11.86	-11.08	15.24	10.25	11.04	1/02/96	2.00/30	1.26
INTERNATIONAL/GLOBAL FUNDS † †										
FDIVX	Fidelity Diversified International	-9.62	-9.62	1.72	22.18	10.85	11.78	12/27/91	1.00/30	0.93

MARKET INDICATORS ^^

For comparison purposes only. It is not possible to invest directly in these indicators.

Dow Jones Industrial Average	-7.00	-7.00	1.59	11.45	5.47
Lehman Brothers Intermediate U.S. Government/ Credit Index	3.00	3.00	8.88	4.37	5.91
MSCI EAFE® Index	-8.90	-8.90	-2.57	21.64	6.42
Standard & Poor's 500 SM Index	-9.44	-9.44	-5.08	11.32	3.50

Total returns are historical and include change in share value and reinvestment of dividends and capital gains, if any. Cumulative total returns are reported as of the period indicated. Life of fund figures are reported as of the inception date to the period indicated. The figures do not include the effects of sales charges, if any, as these charges are waived for contributions made through your company's employee benefit plan. If sales charges were included, returns would have been lower.

With the exception of domestic equity mutual funds, investment options have been assigned to investment categories based on Fidelity's analysis. Fidelity has verified the accuracy of the placement of certain third party non-mutual funds with either the plan sponsor or the plan sponsor's consultant. Within Domestic Equities, mutual funds are listed according to their actual Morningstar categories as of the date indicated. Morningstar categories are based on a fund's style as measured by its underlying portfolio holdings over the past 3 years and may change at any time. These style calculations do not represent the funds' objectives and do not predict the funds' future styles.

SPECIFIC FUNDS

Morningstar, Inc., provided data on the non-Fidelity mutual funds. Although the data is gathered from reliable sources, accuracy and completeness cannot be guaranteed by Morningstar.

- ↕ Expense Ratio is the total annual fund operating expense ratio from the fund's most recent prospectus. For a mutual fund, the expense ratio is the total annual fund or class operating expenses (before waivers or reimbursements) paid by the fund and stated as a percent of the fund's total net assets. Where the investment option is not a mutual fund, the figure displayed in the expense ratio field is intended to reflect similar information. However, it may have been calculated using methodologies that differ from those used for mutual funds. Mutual fund data has been drawn from the most recent prospectus. For non-mutual fund investment options, the information has been provided by the trustee or plan sponsor. When no ratio is shown for these options it is due to the fact that none was available. Nevertheless, there may be fees and expenses associated with the investment option.
- ⇒ Managed Income Portfolio is not a mutual fund but is a commingled pool of the Fidelity Group Trust for Employee Benefit plans. It is managed by Fidelity Management Trust Company.

AS OF MARCH 31, 2008

MARKET INDICATORS

^^ Indices are unmanaged and you cannot invest directly in an index.

Dow Jones Industrial Average (DJIA), published by Dow Jones and Company, is an unmanaged average of 30 actively traded stocks (primarily industrial) and assumes reinvestment of dividends. It is not offered as a comparison for any investment option but rather as a general stock market indicator.

Lehman Brothers Intermediate U.S. Government/Credit Index is an unmanaged, market-value weighted index of government and investment-grade corporate fixed-rate debt issues with maturities between one and ten years.

Morgan Stanley Capital International Europe, Australasia, and Far East (MSCI EAFE®) Index is a market capitalization-weighted index of equity securities of companies domiciled in various countries. The Index is designed to represent the performance of developed stock markets outside the United States and Canada and excludes certain market segments unavailable to U.S. based investors. Index returns for periods after January 1, 1997 are adjusted for tax withholding rates applicable to U.S. based mutual funds organized as Massachusetts business trusts.

The Standard & Poor's 500® Index (S&P 500®) is a registered service mark of the McGraw-Hill Companies, Inc., and has been licensed for use by Fidelity Distributors Corporation and its affiliates. It is an unmanaged index of the common stock prices of 500 widely held U.S. stocks.

INVESTMENT RISK

- These funds are subject to the volatility of the financial markets in the U.S. and abroad and may be subject to the additional risks associated with investing in high yield, small cap and foreign securities.
- In general, bond prices rise when interest rates fall, and vice versa. This effect is usually more pronounced for longer-term securities.
- ⚖ Investments in mid-sized companies may involve greater risks than those of larger, more well-known companies, but may be less volatile than investments in smaller companies.
- ◆ Investments in smaller companies may involve greater risks than those of larger, more well-known companies.
- †† Foreign investments, especially those in emerging markets, involve greater risk and may offer greater potential returns than U.S. investments. This risk includes political and economic uncertainties of foreign countries, as well as the risk of currency fluctuation.

Before investing in any investment option, please carefully consider the investment objectives, risks, charges and expenses. For this and other information, call Fidelity at 1-800-343-0860 or visit www.fidelity.com for a free mutual fund prospectus or variable annuity prospectus. For information on fixed annuities, contact Fidelity to request a fact sheet. Read them carefully before you invest.