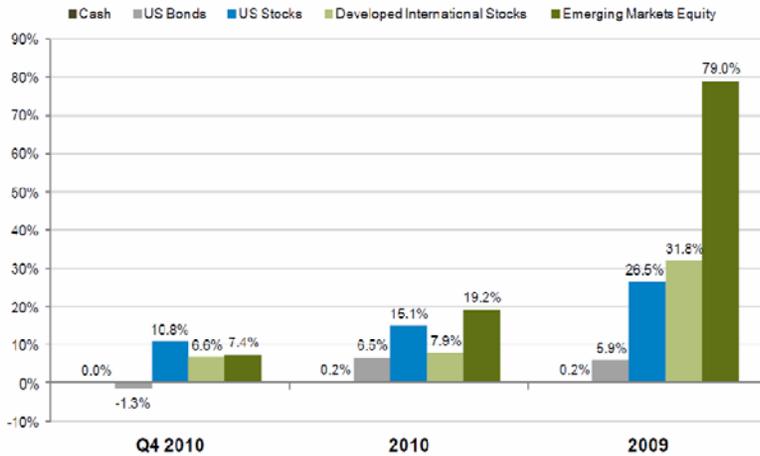


NDPERS
401(a)
Defined Contribution Plan
Quarterly Report
4th Quarter
10/1/2010 – 12/31/2010



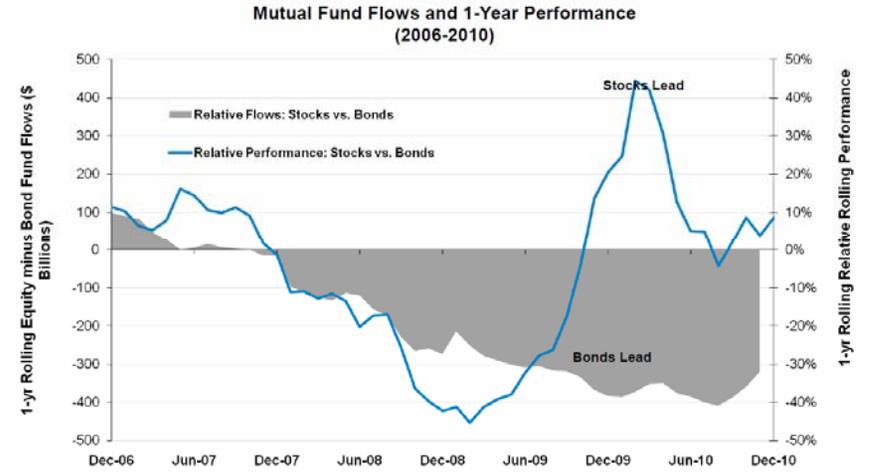
North Dakota Public Employees Retirement System
400 E Bdwy, Suite 505
Box 1657
Bismarck, ND 58502

Strong Finish for U.S. & Emerging Market Equities



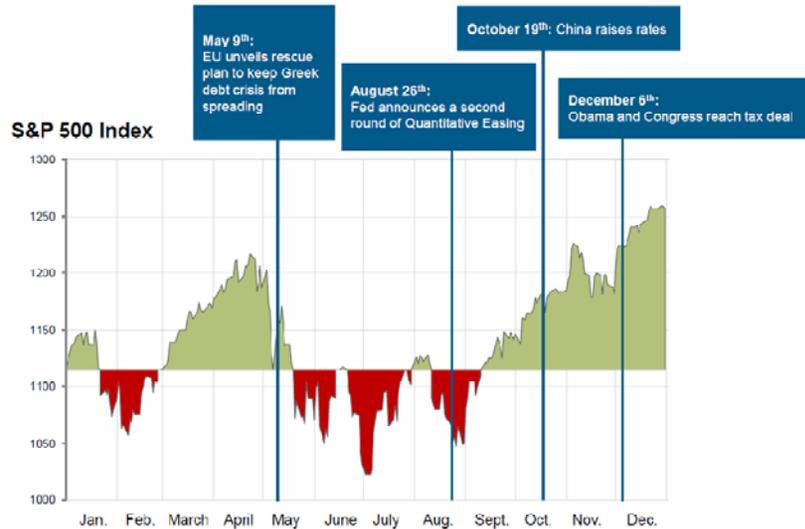
Past performance is no guarantee of future results. It is not possible to invest directly in an index. Foreign securities are subject to interest-rate, currency-exchange-rate, economic, and political risks all of which are magnified in emerging markets. Source: FMRCo., Fund Facts Web Viewer, as of 12/31/2010. It is not possible to invest directly in an index. Cumulative Return indices used. Cash - BC US 3 Mo Treas Bill/str, US Bonds - BC US Aggregate Bonds, US Stocks - S&P 500, International Stocks (Developed) - MSCI EAFE (Net MA), Emerging Markets - MSCI Emerging Markets (S).

Bond Flows Outpace Stock Flows Despite Performance Lag



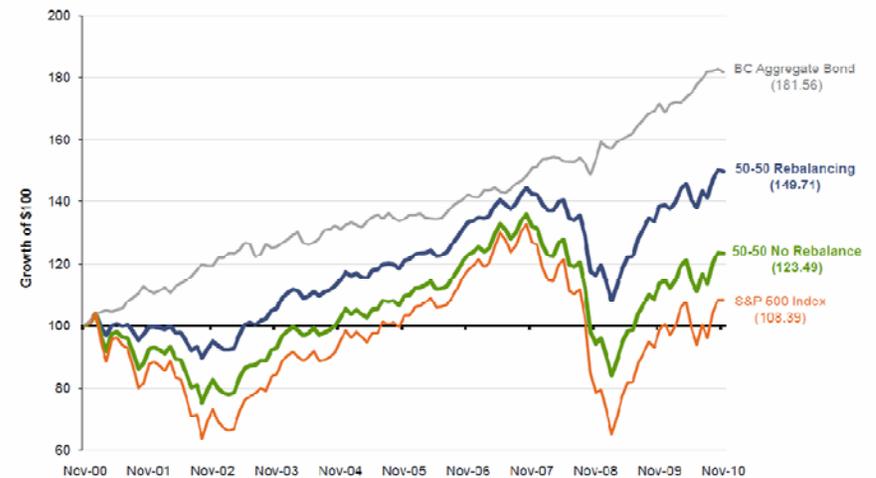
Past performance is no guarantee of future results. Relative Flows reflects net sales to stock funds minus net sales to bond funds. Relative Performance reflects total stock returns minus total bond returns including dividend reinvestments. All references to stocks represented by the Standard and Poor's 500 Index. All references to bonds represented by the Barclay's Capital® U.S. Aggregate Bond Index. Source: Ibbotson Associates, Investment Company Institute, FMRCo (MARE) as of 12/31/10. Fund flow data through 11/30/10. This illustration does not reflect the impact of any transaction costs or management and servicing fees; if they had been included performance would have been lower. It is not possible to invest directly in an index.

Stocks Movement in 2010 – Risk On/Risk Off



Source: WSJ, January 3, 2011, Haver Analytics/Standard & Poor, Federal Reserve Board. Past performance is no guarantee of future results.

Annual Rebalancing Can Improve Portfolio Performance Results Hypothetical Example



Past performance is no guarantee of future results. Source: MPI styles. 50-50 portfolios comprised of 50% S&P Standard and Poor's 500 Index total return with dividends reinvested and 50% Barclay's Capital® U.S. Aggregate Bond index total return. 50-50 Rebalancing portfolio is rebalanced annually as of the first of each year back to the original 50-50 weighting. The measurement period represented in this chart is from 11/30/2000 to 11/30/2010. For illustrative purposes only.

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
	Goldman Sachs Mid Cap Value	Dreyfus Mid Cap Index Fidelity Spartan Ext Mkt Index	Fidelity Mid Cap Stock
			MEDIUM
	Allianz NFJ Small Cap Value	Dreyfus Small Cap Index	MSIF Small Co Growth B
			SMALL
	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)		
	Fidelity Spartan International Index (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
	Allianz NFJ Small Cap Value		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	Fidelity Spartan US Equity Index Fidelity Dividend Growth Mutual Shares A	Fidelity Growth Company Fidelity Blue Chip Growth
			LARGE
	Goldman Sachs Mid Cap Value	Dreyfus Mid Cap Index Fidelity Mid Cap Stock	
			MEDIUM
	Allianz NFJ Small Cap Value	Dreyfus Small Cap Index Fidelity Spartan Ext Mkt Index	MSIF Small Co Growth B
			SMALL
	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		
	Fidelity Spartan International Index		
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 - 4th Quarter 2010

	<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	0.37%	1.31%	1.31%	2.23%	3.02%
GIC Index	0.10%	0.40%	0.40%	1.39%	2.50%
<u>Fixed Income Fund</u>					
PIMCO Total Return Bond Fund - PTRAX	-0.98%	8.56%	8.56%	8.82%	7.78%
Barclays Aggregate Bond Index	-1.30%	6.54%	6.54%	5.90%	5.80%
Taxable Bond Fund Universe	0.11%	8.36%	8.36%	5.30%	5.23%
<u>Balanced Fund</u>					
Fidelity Puritan - FPURX	7.71%	14.04%	14.04%	0.78%	4.52%
60% Large Cap Value Univ & 40% Taxable Bond Universe	6.17%	11.54%	11.54%	-0.18%	2.95%
60% Russell 3000 Value & 40% Lehman Agg Bond Index	6.03%	12.35%	12.35%	0.01%	3.19%
<u>Large Cap Equities - Value</u>					
Fidelity Equity-Income - FEQIX	11.45%	15.13%	15.13%	-4.52%	1.12%
Mutual Shares A - TESIX	7.76%	11.41%	11.41%	-4.11%	1.38%
Russell 1000 Value Index	10.54%	15.51%	15.51%	-4.42%	1.28%
Large Cap Value Fund Universe	10.21%	13.66%	13.66%	-3.83%	1.43%
<u>Large Cap Equities - Blend</u>					
Fidelity Spartan US Equity Index - FUSEX	10.72%	14.98%	14.98%	-2.89%	2.25%
Fidelity Dividend Growth - FDGFX	14.90%	21.19%	21.19%	1.44%	3.89%
S&P 500 Index	10.76%	15.06%	15.06%	-2.86%	2.29%
Large Cap Blend Fund Universe	10.54%	14.01%	14.01%	-3.15%	1.98%
<u>Large Cap Equities - Growth</u>					
Fidelity Growth Company - FDGRX	11.64%	20.55%	20.55%	0.19%	5.72%
Russell 3000 Growth Index	12.26%	17.64%	17.64%	-0.26%	3.88%
Fidelity Blue Chip Growth - FBGRX	13.80%	19.61%	19.61%	2.10%	4.67%
Russell 1000 Growth Index	11.83%	16.71%	16.71%	-0.47%	3.75%
Large Cap Growth Fund Universe	11.63%	15.53%	15.53%	-2.34%	2.77%
<u>Mid Cap Equities - Value</u>					
Goldman Sachs Mid Cap Value - GCMAX	12.73%	24.36%	24.36%	1.45%	4.43%
Russell Mid Cap Value	12.24%	24.75%	24.75%	1.01%	4.08%
Mid Cap Value Fund Universe	12.48%	21.92%	21.92%	0.75%	3.80%
<u>Mid Cap Equities - Blend</u>					
Dreyfus Mid Cap Index - PESPX	13.34%	26.02%	26.02%	3.15%	5.34%
S&P Mid Cap 400	13.50%	26.64%	26.64%	3.52%	5.73%
Fidelity Spartan Extended Mkt Index - FSEMXX	15.53%	28.58%	28.58%	2.65%	5.62%
Wilshire 4500 Index	15.31%	28.43%	28.43%	2.37%	5.44%
Mid Cap Blend Fund Universe	13.40%	22.52%	22.52%	0.48%	3.91%
<u>Mid Cap Equities - Growth</u>					
Fidelity Mid Cap Stock - FMCSX	14.82%	23.57%	23.57%	0.14%	4.52%
Russell Mid Cap Growth	14.01%	26.38%	26.38%	0.97%	4.88%
Mid Cap Growth Fund Universe	13.78%	24.61%	24.61%	-0.48%	4.58%

Fund Returns in RED do not meet both benchmarks.

Fund Returns in BLACK meet both benchmarks.

NDPERS Investment Benchmarks - 4th Quarter 2010					
	Quarter	Y-T-D	1-Year	3-Year	5-Year
Small Cap Equities - Value					
Allianz NFJ Small Cap Value - PVADX	11.96%	25.07%	25.07%	4.56%	7.61%
Russell 2000 Value Index	15.36%	24.50%	24.50%	2.19%	3.85%
Small Value Fund Universe	15.44%	26.17%	26.17%	3.92%	4.22%
Small Cap Equities - Blend					
Dreyfus Small Cap Index - DISSX	16.13%	26.05%	26.05%	3.00%	4.49%
Russell 2000 Index	16.25%	26.85%	26.85%	2.22%	4.47%
S & P 600 Index	16.24%	26.31%	26.31%	3.01%	4.64%
Small Blend Fund Universe	15.82%	25.61%	25.61%	1.91%	3.86%
Small Cap Equities - Growth					
MSI Small Co Growth P - MSSMX	18.27%	26.86%	26.86%	2.76%	4.47%
Russell 2000 Growth Index	17.11%	29.09%	29.09%	2.18%	5.30%
Small Growth Fund Universe	16.55%	26.98%	26.98%	0.47%	4.24%
International Equity Funds					
Fidelity Diversified International - FDIVX	8.26%	9.65%	9.65%	-7.49%	2.39%
Fidelity Spartan International Index- FSIIIX	6.59%	7.70%	7.70%	-6.77%	2.51%
MSCI EAFE	6.61%	7.88%	7.88%	-6.86%	2.63%
International Stock Fund Universe	7.59%	13.21%	13.21%	-5.16%	4.36%
Asset Allocation Funds:					
Fidelity Freedom Income - FFFAX	2.44%	7.63%	7.63%	3.17%	4.13%
Income Benchmark	2.03%	6.53%	6.53%	2.48%	3.97%
Fidelity Freedom 2000 - FFFBX	2.68%	7.86%	7.86%	2.62%	3.97%
2000 Benchmark	2.42%	6.85%	6.85%	2.24%	3.88%
Fidelity Freedom 2005 - FFFVX	5.14%	10.57%	10.57%	1.02%	3.85%
2005 Benchmark	4.77%	10.32%	10.32%	1.32%	4.08%
Fidelity Freedom 2010 - FFFCX	5.94%	11.65%	11.65%	1.34%	4.12%
2010 Benchmark	5.00%	10.71%	10.71%	1.20%	4.12%
Fidelity Freedom 2015 - FFFVX	6.06%	11.75%	11.75%	0.75%	4.00%
2015 Benchmark	5.44%	11.17%	11.17%	0.94%	4.08%
Fidelity Freedom 2020 - FFFDX	7.29%	12.93%	12.93%	-0.41%	3.65%
2020 Benchmark	6.79%	12.85%	12.85%	0.48%	4.09%
Fidelity Freedom 2025 - FFTWX	8.21%	13.82%	13.82%	-0.61%	3.59%
2025 Benchmark	7.38%	13.36%	13.36%	0.09%	3.97%
Fidelity Freedom 2030 - FFFEX	8.65%	14.04%	14.04%	-2.07%	2.99%
2030 Benchmark	8.44%	14.13%	14.13%	-0.71%	3.71%
Fidelity Freedom 2035 - FFTHX	9.51%	14.46%	14.46%	-2.21%	2.91%
2035 Benchmark	8.82%	14.45%	14.45%	-0.95%	3.62%
Fidelity Freedom 2040 - FFFFX	9.60%	14.62%	14.62%	-2.62%	2.76%
2040 Benchmark	9.12%	14.74%	14.74%	-1.06%	3.62%
Fidelity Freedom 2045 - FFFGX	9.88%	14.72%	14.72%	-2.68%	N/A
2040 Benchmark	9.12%	14.74%	14.74%	-1.06%	3.62%
Fidelity Freedom 2050 - FFFHX	10.36%	14.90%	14.90%	-3.31%	N/A
2040 Benchmark	9.61%	14.99%	14.99%	-1.60%	3.47%
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 23% Wilshire 5000, 32% LB Agg, 5% ML HY Bond, 40% 3 Month T-Bill					
2005 Benchmark is comprised of 39% Wilshire 5000, 8% MSCI EAFE, 34% LB Agg, 5% ML HY Bond, 14% 3 Month T					
2010 Benchmark is comprised of 40% Wilshire 5000, 10% MSCI EAFE, 35% LB Agg, 5% ML HY Bond, 10% 3 Month					
2015 Benchmark is comprised of 43% Wilshire 5000, 11% MSCI EAFE, 33% LB Agg, 5% ML HY Bond, 8% 3 Month T					
2020 Benchmark is comprised of 52% Wilshire 5000, 13% MSCI EAFE, 26% LB Agg, 8% ML HY Bond, 1% 3 Month T					
2025 Benchmark is comprised of 56% Wilshire 5000, 14% MSCI EAFE, 22% LB Agg, 8% ML HY Bond					
2030 Benchmark is comprised of 63% Wilshire 5000, 16% MSCI EAFE, 13% LB Agg, 8% ML HY Bond					
2035 Benchmark is comprised of 66% Wilshire 5000, 16% MSCI EAFE, 10% LB Agg, 8% ML HY Bond					
2040 Benchmark is comprised of 67% Wilshire 5000, 17% MSCI EAFE, 6% LB Agg, 10% ML HY Bond					
2045 Benchmark is comprised of 67% Wilshire 5000, 17% MSCI EAFE, 6% LB Agg, 10% ML HY Bond					
2050 Benchmark is comprised of 69% Wilshire 5000, 20% MSCI EAFE, 1% LB Agg, 10% ML HY Bond					
Wilshire 5000 Index	11.59%	17.16%	17.16%	-1.92%	2.90%
MSCI EAFE	6.61%	7.88%	7.88%	-6.86%	2.63%
Lehman Aggregate Bond Index	-1.30%	6.54%	6.54%	5.90%	5.80%
ML High Yield Bond Fund Index	3.07%	15.07%	15.07%	10.36%	8.83%
3 Month T-Bill Index	0.04%	0.13%	0.13%	0.69%	2.30%
Russell 3000 Value Index	10.92%	16.23%	16.23%	-3.91%	1.45%
Fund Returns in RED do not meet both benchmarks. Fund Returns in BLACK meet both benchmarks.					

NDPERS Mutual Fund Research - 12/31/2010

Large Value

Fund	Symbol	Assets	Inception	Manager Tenure	Expense Ratio	Yield	Turnover	P/E	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 Puritan (Balanced Fund)	FPURX	19.5 Billion	4/16/1947	5 Years	0.61%	2.10	104%	16.7	4-Stars	30	21	7.71	14.04	0.78	4.52	4.74				15.79	0.09
Fidelity Equity-Income	FEQIX	12.5 Billion	5/16/1966	16 Years	0.74%	1.67	30%	13.6	2-Stars	51	58	11.45	15.13	-4.52	1.12	2.44	98	1.14	-0.78	25.55	-0.08
Franklin Mutual Shares A	TESIX	15.9 Billion	11/11/1996	Team	1.13%	2.77	48%	12.9	3-Stars	52	44	7.76	11.41	-4.11	1.38	4.73	94	0.88	-1.82	20.21	-0.14

Large Blend

Fund	Symbol	Assets	Inception	Manager Tenure	Expense Ratio	Yield	Turnover	P/E	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 Spartan US Equity Index	FUSEX	40.9 Billion	3/6/1990	Team	0.10%	1.78	11%	15.1	3-Stars	42	42	10.72	14.98	-2.89	2.25	1.32	100	1.00	-0.05	22.17	-0.05
Fidelity Dividend Growth	FDGFX	10.0 Billion	4/27/1993	1 Years	0.92%	0.52	85%	15.5	3-Stars	5	12	14.90	21.19	1.44	3.89	2.28	95	1.25	6.18	28.48	0.17
Fidelity Diversified International	FDIVX	35.0 Billion	12/27/1991	9 Years	0.95%	1.53	57%	16.5	4-Stars	58	52	8.26	9.65	-7.49	2.39	5.89				27.51	-0.16
Fidelity Spartan International Index	FSIIX	9.4 Billion		Team	0.10%	2.30	2%	13.3	3-Stars	52	49	6.59	7.70	-6.77	2.51	3.43				27.64	-0.14

Large Growth

Fund	Symbol	Assets	Inception	Manager Tenure	Expense Ratio	Yield	Turnover	P/E	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 Growth Company	FDGRX	37.3 Billion	1/17/1983	13 Years	0.93%	0.00	64%	21.1	4-Stars	15	9	11.64	20.55	0.19	5.72	1.68	89	1.02	3.55	24.07	0.10
Fidelity Blue Chip Growth	FBGRX	13.9 Billion	12/31/1987	1 Years	0.93%	0.14	135%	19.0	4-Stars	8	15	13.80	19.61	2.10	4.67	0.77	95	1.08	5.60	22.16	-0.05

Medium Value

Fund	Symbol	Assets	Inception	Manager Tenure	Expense Ratio	Yield	Turnover	P/E	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		
Goldman Sachs Mid Cap Value	GCMAX	7.9 Billion	8/15/1997	Team	1.16%	0.38	104%	15.4	4-Stars	35	34	12.73	24.36	1.45	4.43	9.02	95	1.08	4.98	24.49	0.16

Medium Blend

Fund	Symbol	Assets	Inception	Manager Tenure	Expense Ratio	Yield	Turnover	P/E	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		
Dreyfus Mid Cap Index	PESPX	2.5 Billion	6/19/1991	10 Years	0.50%	0.79	14%	18.6	4-Stars	14	22	13.34	26.02	3.15	5.34	6.70	93	1.14	7.13	26.15	0.23
Fidelity Spartan Extended Mkt Index	FSEMX	5.3 Billion	11/5/1997	Team	0.10%	0.93	26%	16.3	3-Stars	20	16	15.53	28.58	2.65	5.62	6.17	93	1.15	6.72	26.45	0.21

Medium Growth

Fund	Symbol	Assets	Inception	Manager Tenure	Expense Ratio	Yield	Turnover	P/E	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 Mid-Cap Stock	FMCSX	8.4 Billion	3/29/1994	5 Years	0.64%	0.15	85%	16.7	3-Stars	46	58	14.82	23.57	0.14	4.52	2.88	86	1.28	5.59	30.44	0.14

Small Value

Fund	Symbol	Assets	Inception	Manager Tenure	Expense Ratio	Yield	Turnover	P/E	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		
Allianz NFJ Small Cap Value Admin	PVADX	7.5 Billion	11/11/1995	Team	1.05%	1.61	21%	14.1	5-Stars	51	10	11.96	25.07	4.56	7.61	11.98	95	0.97	7.33	22.11	0.29

Small Blend

Fund	Symbol	Assets	Inception	Manager Tenure	Expense Ratio	Yield	Turnover	P/E	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		
Dreyfus Small Cap Index	DISSX	1.2 Billion	6/30/1997	10 Years	0.50%	0.75	21%	18.4	3-Stars	33	45	16.13	26.05	3.00	4.49	7.35	88	1.16	7.35	27.54	0.22

Small Growth

Fund	Symbol	Assets	Inception	Manager Tenure	Expense Ratio	Yield	Turnover	P/E	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		
Morgan Stanley Small Cap Growth B	MSSMX	1.8 Billion	1/2/1996	Team	1.30%	0.00	27%	28.2	3-Stars	25	47	18.27	26.86	2.76	4.47	5.06	91	1.14	6.78	26.54	0.21

Lifestyle / Others

Fund	Symbol	Assets	Inception	Manager	Tenure	Expense Ratio	Yield	Turnover	P/E	Morn-Star Rating	Category	Rank	3 - Year	5 - Year	3-month	1-Year	3-Year	5-Year	10-Year	Standard=S&P 500 Index	Beta	Alpha	Standard Deviation	Sharpe Ratio
Fidelity Managed Income Portfolio		8.1 Billion	9/7/1989	15 Years		0.55%									0.37	1.31	2.23	3.02	3.83	N/A	N/A	N/A	N/A	N/A
PIMCO Total Return Bond Fund	PTRAX	240.7 Billion	9/8/1994	22 Years		0.71%	2.85	402%		5-Stars		6	4	-0.98	8.56	8.82	7.78	7.07		N/A	N/A	N/A	4.82	1.64
Fidelity Freedom Income	FFFAX	2.9 Billion	10/17/1996	4 Years		0.50%	1.78	29%	14.9	3-Stars		29	47	2.44	7.63	3.17	4.13	3.75		N/A	N/A	N/A	7.20	0.38
Fidelity Freedom 2000	FFFBX	1.6 Billion	10/17/1996	4 Years		0.51%	1.81	31%	14.9	4-Stars		13	30	2.68	7.86	2.62	3.97	3.53		N/A	N/A	N/A	7.87	0.29
Fidelity Freedom 2005	FFVFX	0.9 Billion	11/6/2003	4 Years		0.64%	1.73	34%	14.8	3-Stars		45	37	5.14	10.57	1.02	3.85	N/A		N/A	N/A	N/A	13.45	0.10
Fidelity Freedom 2010	FFFCX	10.0 Billion	10/17/1996	4 Years		0.64%	1.81	25%	14.9	3-Stars		35	34	5.94	11.65	1.34	4.12	3.79		N/A	N/A	N/A	14.38	0.12
Fidelity Freedom 2015	FFVFX	8.9 Billion	11/6/2003	4 Years		0.68%	1.74	30%	14.8	3-Stars		29	23	6.06	11.75	0.75	4.00	N/A		N/A	N/A	N/A	15.12	0.08
Fidelity Freedom 2020	FFFDX	20.0 Billion	10/17/1996	4 Years		0.74%	1.69	29%	14.8	3-Stars		44	28	7.29	12.93	-0.41	3.65	3.31		N/A	N/A	N/A	17.90	0.03
Fidelity Freedom 2025	FFTWX	9.8 Billion	11/6/2003	4 Years		0.76%	1.64	26%	14.8	3-Stars		33	27	8.21	13.82	-0.61	3.59	N/A		N/A	N/A	N/A	19.05	0.03
Fidelity Freedom 2030	FFFEY	14.7 Billion	10/17/1996	4 Years		0.79%	1.60	29%	14.8	3-Stars		49	22	8.65	14.04	-2.07	2.99	2.70		N/A	N/A	N/A	20.82	-0.02
Fidelity Freedom 2035	FFTHX	6.6 Billion	11/6/2003	4 Years		0.81%	1.45	25%	14.8	3-Stars		51	27	9.51	14.46	-2.21	2.91	N/A		N/A	N/A	N/A	21.56	-0.02
Fidelity Freedom 2040	FFFFX	9.0 Billion	9/6/2000	4 Years		0.81%	1.47	27%	14.8	3-Stars		48	25	9.60	14.62	-2.62	2.76	2.40		N/A	N/A	N/A	22.17	-0.04
Fidelity Freedom 2045	FFFGX	2.5 Billion	9/6/2006	4 Years		0.82%	1.44	24%	14.8	3-Stars		55	N/A	9.88	14.72	-2.68	N/A	N/A		N/A	N/A	N/A	22.40	-0.04
Fidelity Freedom 2050	FFFHX	2.0 Billion	9/6/2006	4 Years		0.84%	1.37	23%	14.8	3-Stars		52	N/A	10.36	14.90	-3.31	N/A	N/A		N/A	N/A	N/A	23.32	-0.05

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 EMPLOYEES RETIREMENT SYSTEM DEFINED CONTRIBUTION PLAN INVESTMENT OPTIONS

PERFORMANCE UPDATE

AS OF DECEMBER 31, 2010

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 www.mysavingsatwork.com (log in, choose plan, select "Investment Choices & Research," and then pick investment option).

Fund ID	Fund Name	Cumulative Total Returns %		Average Annual Total Returns %			Fund Inception	Short-Term Trading Fee (%/Days)	Expense Ratio	
		3 Month	YTD	1 Year	5 Year	10 Year				Life of Fund
LIFE-CYCLE FUNDS										
FFFFX	Fidelity Freedom 2000	2.68	7.86	7.86	3.97	3.53	5.85	10/17/96	n/a	0.51
FFVX	Fidelity Freedom 2005	5.14	10.57	10.57	3.85	n/a	4.88	11/06/03	n/a	0.54
FFCX	Fidelity Freedom 2010	5.94	11.65	11.65	4.12	3.79	6.81	10/17/96	n/a	0.57
FFVFX	Fidelity Freedom 2015	6.06	11.75	11.75	4.00	n/a	5.48	11/06/03	n/a	0.58
FFFDX	Fidelity Freedom 2020	7.29	12.93	12.93	3.85	3.31	6.85	10/17/96	n/a	0.74
FFTWX	Fidelity Freedom 2025	8.21	13.82	13.82	3.59	n/a	5.64	11/06/03	n/a	0.76
FFEX	Fidelity Freedom 2030	8.65	14.04	14.04	2.99	2.70	6.47	10/17/96	n/a	0.79
FFTHX	Fidelity Freedom 2035	9.51	14.46	14.46	2.91	n/a	5.46	11/06/03	n/a	0.91
FFFFX	Fidelity Freedom 2040	9.60	14.62	14.62	2.76	2.40	1.08	9/06/00	n/a	0.91
FFFGX	Fidelity Freedom 2045	9.88	14.72	14.72	n/a	n/a	2.10	6/01/06	n/a	0.92
FFFFX	Fidelity Freedom 2050	10.36	14.90	14.90	n/a	n/a	1.72	6/01/06	n/a	0.94
FFAX	Fidelity Freedom Income	2.44	7.63	7.63	4.13	3.75	5.23	10/17/96	n/a	0.50
MANAGED INCOME / STABLE VALUE										
00632	Managed Income Portfolio	0.37	1.31	1.31	3.02	3.83	5.17	9/07/89	n/a	n/a
BOND FUNDS										
PTRAX	PIMCO Total Return - Administrative Class	-0.98	8.56	8.56	7.78	7.07	7.52	9/08/94	n/a	0.72
BALANCED/HYBRID FUNDS										
FFURX	Fidelity Puritan*	7.71	14.04	14.04	4.52	4.74	11.11	4/16/47	n/a	0.51
DOMESTIC EQUITY FUNDS - LARGE-CAP VALUE										
FEQIX	Fidelity Equity Income	11.45	15.13	15.13	1.12	2.44	11.60	5/16/66	n/a	0.74
TESIX	Mutual Shares - A Class	7.76	11.41	11.41	1.38	4.73	7.47	11/01/96	n/a	1.20

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

continued

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AS OF DECEMBER 31, 2010

Fund ID	Name	Cumulative Total Returns %		Average Annual Total Returns %			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	14.90	21.19	21.19	3.89	2.28	10.70	4/27/93	n/a	0.93
FUSEX	Spartan [®] 500 Index - Investor Class	10.72	14.98	14.98	2.25	1.32	9.38	2/17/88	n/a	0.10
DOMESTIC EQUITY FUNDS - LARGE-CAP GROWTH										
FBGRX	Fidelity Blue Chip Growth	13.80	19.61	19.61	4.67	0.77	10.63	12/31/87	n/a	0.94
FDGRX	Fidelity Growth Company	11.64	20.55	20.55	5.72	1.68	12.82	1/17/83	n/a	0.93
DOMESTIC EQUITY FUNDS - MID-CAP VALUE[Ⓢ]										
GCMAX	Goldman Sachs Mid Cap Value - Class A	12.73	24.36	24.36	4.43	9.02	8.56	8/15/97	n/a	1.16
DOMESTIC EQUITY FUNDS - MID-CAP BLEND[Ⓢ]										
PESPX	Dreyfus Mid Cap Index	13.34	26.02	26.02	5.34	6.70	11.80	6/19/91	n/a	0.51
FSEMXX	Spartan [®] Extended Market Index - Investor Class	15.53	28.58	28.58	5.62	6.17	6.35	11/05/97	0.75/90	0.10
DOMESTIC EQUITY FUNDS - MID-CAP GROWTH[Ⓢ]										
FMCSX	Fidelity Mid-Cap Stock	14.82	23.57	23.57	4.52	2.88	11.45	3/29/94	0.75/30	0.65
DOMESTIC EQUITY FUNDS - SMALL-CAP VALUE[Ⓢ]										
PVADXX	Allianz NFJ Small Cap Value - Administrative Class	11.96	25.07	25.07	7.61	11.98	12.14	11/01/95	n/a	1.08
DOMESTIC EQUITY FUNDS - SMALL-CAP BLEND[Ⓢ]										
DISSX	Dreyfus Small Cap Stock Index	16.13	26.05	26.05	4.49	7.35	7.94	6/30/97	n/a	0.51
DOMESTIC EQUITY FUNDS - SMALL-CAP GROWTH[Ⓢ]										
MSSMX	Morgan Stanley Institutional Small Company Growth - P Class	18.27	26.86	26.86	4.47	5.06	10.45	1/02/96	2.00/30	1.32
INTERNATIONAL/GLOBAL FUNDS^{††}										
FDIVX	Fidelity Diversified International	8.26	9.65	9.65	2.39	5.89	9.23	12/27/91	1.00/30	0.98
FSIIX	Spartan [®] International Index - Investor Class [Ⓢ]	6.59	7.70	7.70	2.51	3.43	4.83	11/05/97	1.00/90	0.20
MARKET INDICATORS^{^^}										
For comparison purposes only. It is not possible to invest directly in these indicators.										
	Barclays Capital U.S. Intermediate Government/ Credit Bond Index	-1.44	5.89	5.89	5.53	5.51				
	Dow Jones Industrial Average	8.04	14.06	14.06	4.31	3.15				
	MSCI EAFE [®] Index (Net MA)	6.61	7.88	7.88	2.63	3.68				
	Standard & Poor's 500 SM Index	10.76	15.06	15.06	2.29	1.41				

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. These 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.

AS OF DECEMBER 31, 2010

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.

- ◆ 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.
- These investment options are not mutual funds.
- Fidelity is temporarily reimbursing a portion of the fund's expenses. Absent such reimbursement, returns would have been lower.

MARKET INDICATORS

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

Barclays Capital U.S. Intermediate Government/Credit Bond Index is a market value-weighted index of investment-grade fixed-rate debt securities with maturities from one up to (but not including) ten years from the U.S. Treasury, U.S. Government-Related, and U.S. Corporate Indices.

Dow Jones Industrial Average, published by Dow Jones & Company, is a price-weighted index that serves as a measure of the entire U.S. market. The index comprises 30 actively traded stocks, covering such diverse industries as financial services, retail, entertainment, and consumer goods.

Morgan Stanley Capital International Europe, Australasia, and Far East (MSCI EAFE®) Index (Net MA) is a market capitalization index that is designed to measure the investable equity market performance for global investors in developed markets, excluding the US & Canada. 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.

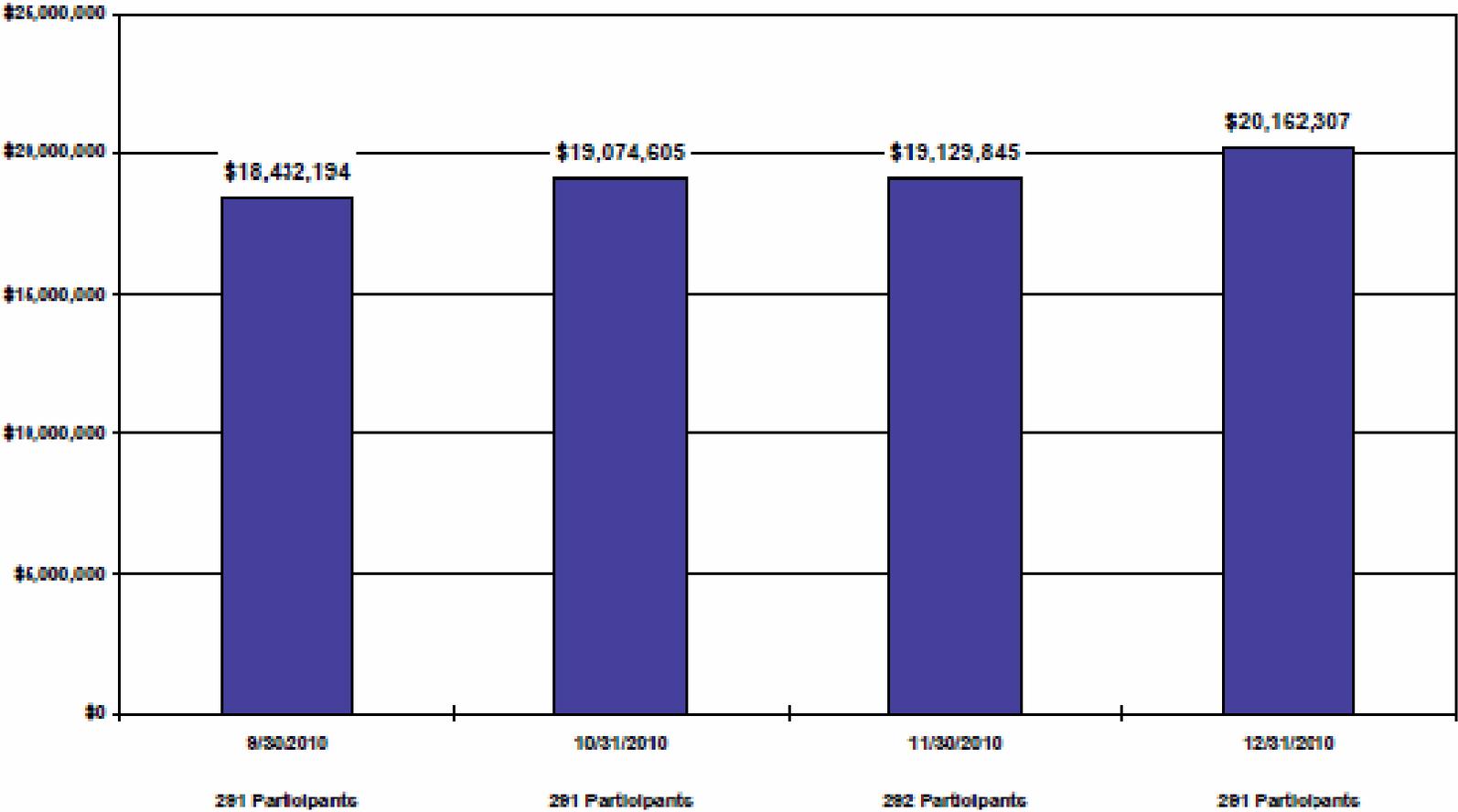
The S&P 500® Index is a registered service mark of The McGraw-Hill Companies, Inc., and has been licensed for use by Fidelity Distributors Corporation and its affiliates. It is an unmanaged index of the common stock prices of 500 widely held U.S. stocks that includes the reinvestment of dividends.

INVESTMENT RISK

- ⚡ These target date funds are designed for investors expecting to retire around the year indicated in each target date fund. The target date funds are managed to gradually become more conservative over time. The investment risks of each target date fund changes over time as its asset allocation changes. They are subject to the volatility of the financial markets, including equity and fixed income investments in the U.S. and abroad and may be subject to risks associated with investing in high yield, small cap and foreign securities. Principal invested is not guaranteed at any time, including at or after their target dates.
- Although bonds generally present less short-term risk and volatility than stocks, the bond market is volatile and bond funds do entail interest rate risk (as interest rates rise, bond prices usually fall, and vice versa). This effect is usually more pronounced for longer-term securities. Bond funds also entail issuer credit risk, and the risk of default, or the risk that an issuer will be unable to make income or principal payments. Additionally, bond funds and short-term investments entail greater inflation risk, or the risk that the return of an investment will not keep up with increases in the prices of goods and services, than stocks. The fund may invest in lower-quality debt securities that generally offer higher yields, but also involve greater risk of default or price changes due to potential changes in the credit quality of the issuer.
- ⚖ Investments in mid-sized companies may involve greater risks than those of larger, more well-known 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.

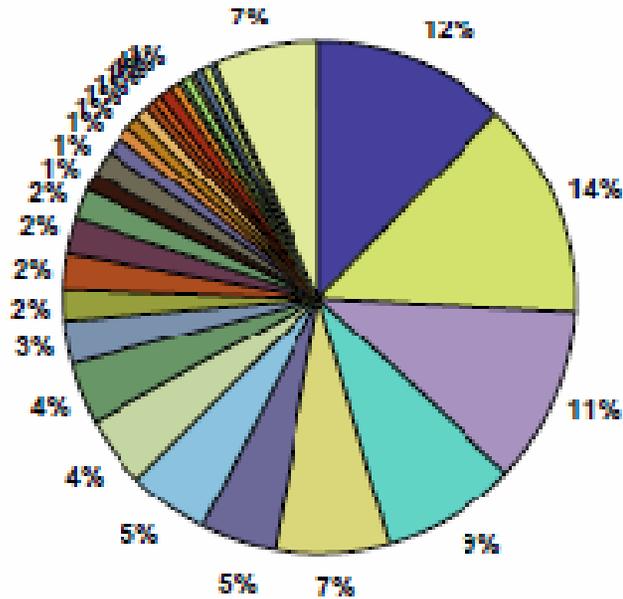
Before investing in any mutual fund, please carefully consider the investment objectives, risks, charges and expenses. For this and other information, call Fidelity for a prospectus or, if available, a summary prospectus. Read it carefully before you invest.

Plan Assets Under Management at Fidelity



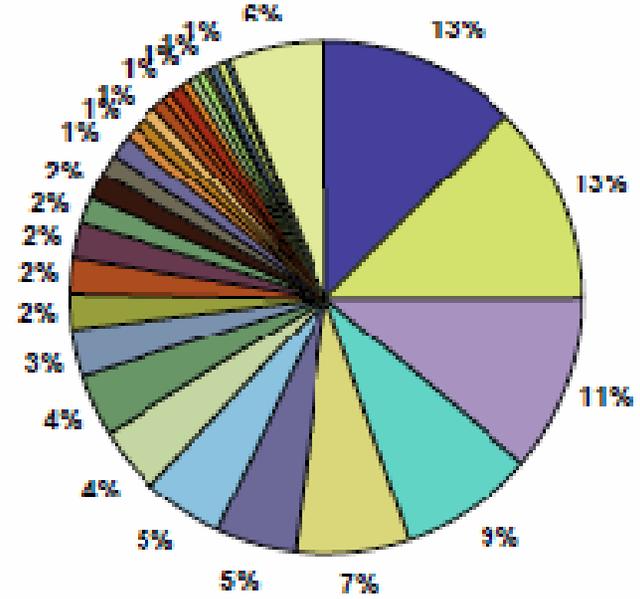
Asset Allocation by Fund

as of 10/1/2010



Total Market Value: \$10,432,134

as of 12/31/2010



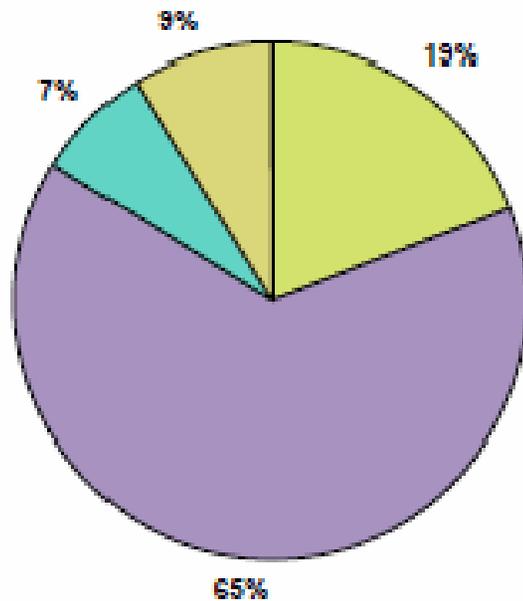
Total Market Value: \$20,162,307

■ Fid Growth Company	■ Fid Mid In Port	■ Fidelity Freedom 2020®	■ Fidelity Freedom 2030®	■ Fid Diversified Intl
■ Midl Sm Co Grth P	■ Pimco Tot Return Adm	■ Spartan 500 Index	■ Fid Equity Income	■ Fid Puritan
■ Fidelity Low Pr 8%	■ Fidelity Freedom 2040®	■ Fidelity Freedom 2026®	■ Fidelity Freedom 2010®	■ Fidelity Freedom 2035®
■ Fid Contrafund	■ Fid Mid Cap Stock	■ Allnz NJ Smopval Ad	■ Fid Dividend Growth	■ Fid Disciplined Eqy
■ Fid Freedom 2060	■ Fidelity Freedom 2016®	■ Royce Tot Return Ser	■ Fid Canada	■ Fid Freedom 2045
■ Royce Value Plus Ser	■ Mutual Shares A	■ Fid Real Estate Invc	■ Fidelity Freedom Income®	■ Fid Blue Chip Growth
■ Other				

Comparative Asset Allocation

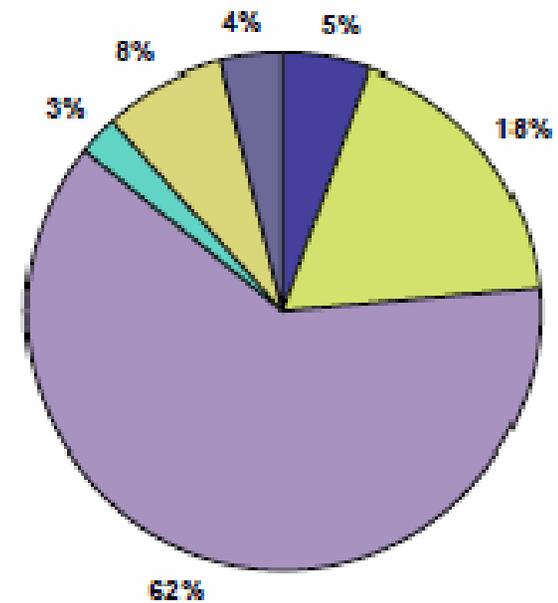
as of 12/31/2010

**NORTH DAKOTA PUBLIC EMPLOYEES'
DEFINED CONTRIBUTION PLAN
RETIREMENT BD OF PUBLIC EE**



Total Market Value: \$20,162,307

AVG. FITSCO PUBLIC SECTOR*



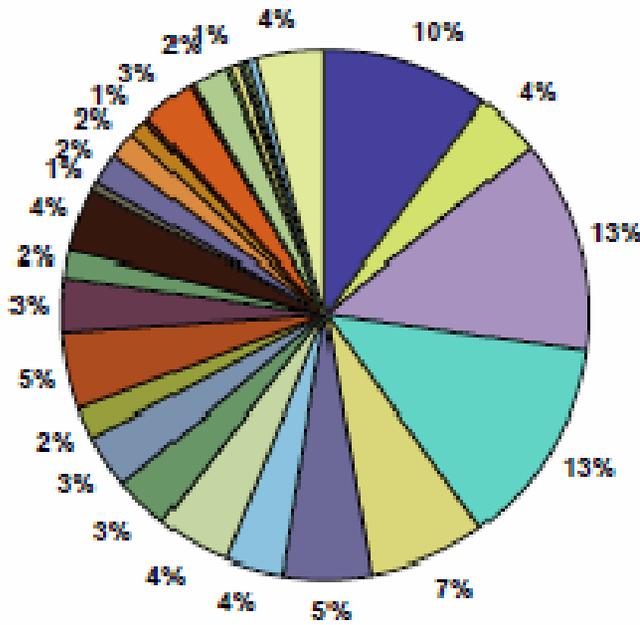
Average Market Value: \$179,293,776

■ Money Market ■ Fixed Income ■ Mid/Large Cap Stock ■ Small Cap Stock ■ International ■ Other

* 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

10/1/2010 - 12/31/2010

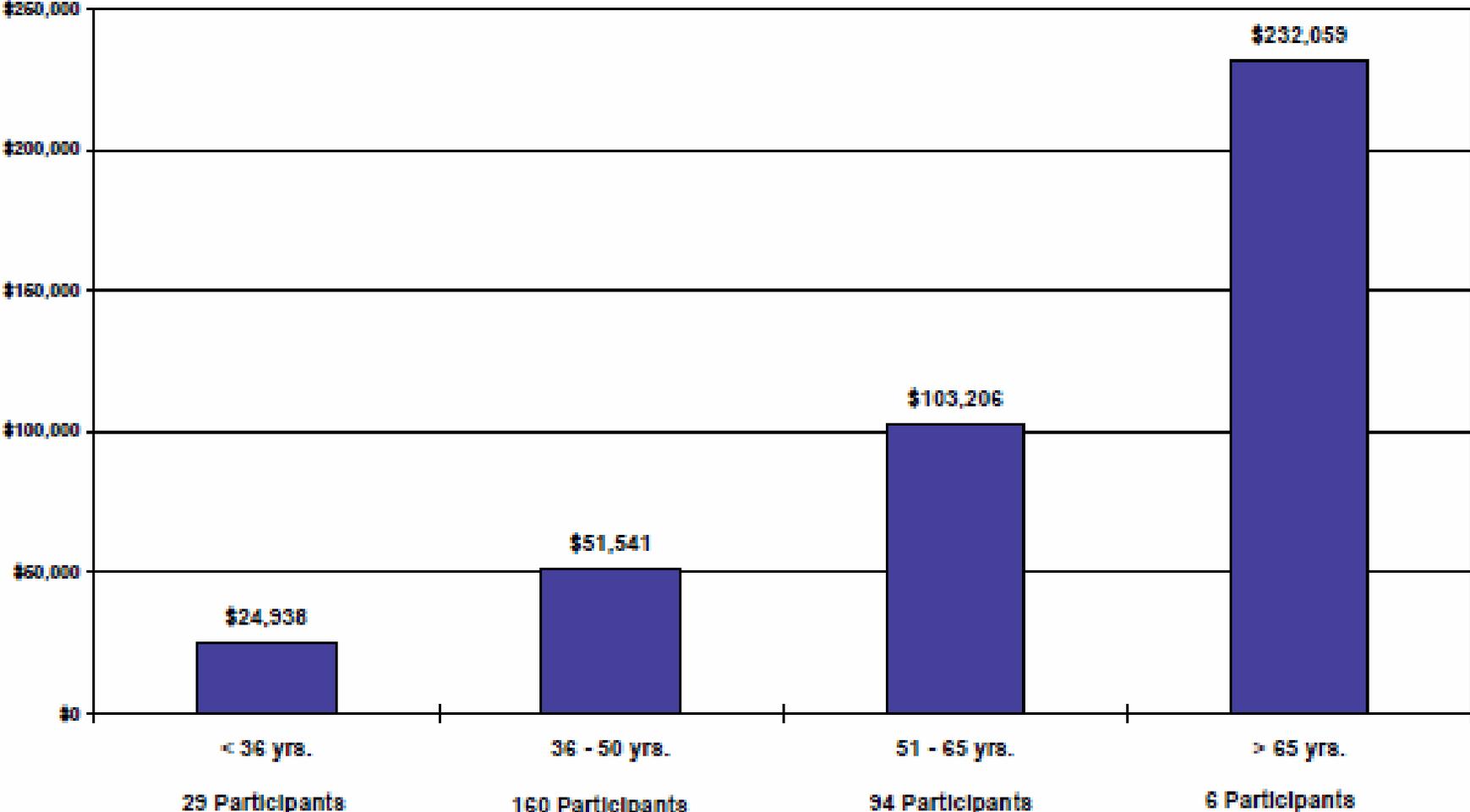


Total Contributions: \$326,065

■ Fid Growth Company	■ Fid Mgd Inc Port	■ Fidelity Freedom 20200	■ Fidelity Freedom 20300	■ Fid Diversified Int
■ Mell 5m Co Grth P	■ Pimco Tot Return Adm	■ Spartan 500 Index	■ Fid Equity Income	■ Fid Puritan
■ Fidelity Low Pr Stk	■ Fidelity Freedom 20400	■ Fidelity Freedom 20260	■ Fidelity Freedom 20100	■ Fidelity Freedom 20360
■ Fid Contrafund	■ Fid Mid Cap Stock	■ Allinz Nt Smopval Ad	■ Fid Dividend Growth	■ Fid Disciplined Eqty
■ Fid Freedom 2060	■ Fidelity Freedom 20160	■ Royce Tot Return Ser	■ Fid Canada	■ Fid Freedom 2045
■ Royce Value Plus Ser	■ Mutual Shares A	■ Fid Real Estate Inv	■ Fidelity Freedom Income	■ Fid Blue Chip Growth
■ Other				

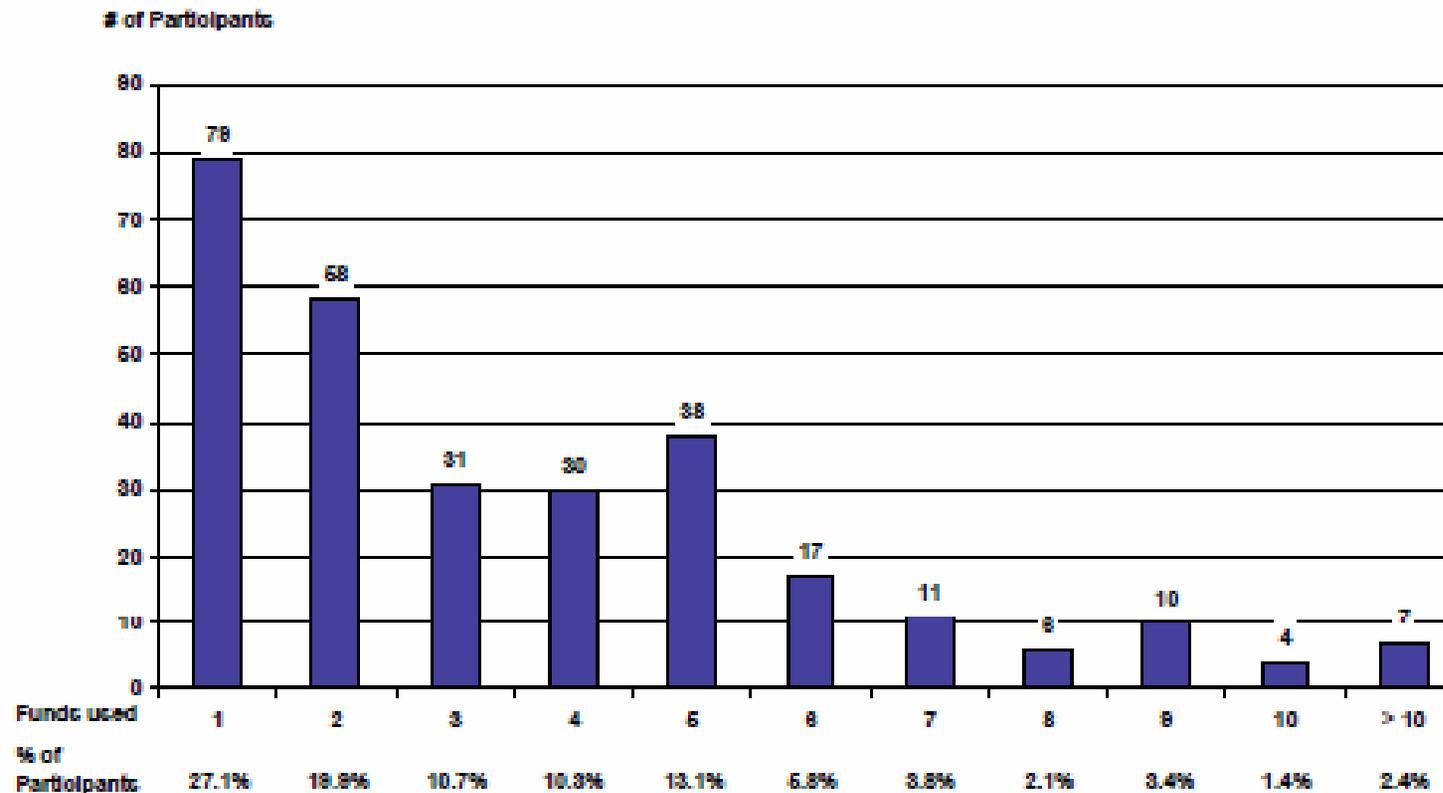
Average Balance by Age

as of 12/31/2010



Number of Funds per Participant

as of 12/31/2010



Average Investment
options used in this plan:
3.5

- **AVG. FITSCO PUBLIC SECTOR** offers 61.3 funds.
- An **AVG. FITSCO PUBLIC SECTOR** participant uses 3.0 funds.