

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Statement of Net Position As of 5/31/2016

	As of <u>5-31-16</u>	As of <u>6-30-15</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 546,079,647	\$ 551,139,158
GLOBAL/INTERNATIONAL EQUITIES	779,972,552	747,670,819
DOMESTIC FIXED INCOME	427,191,302	442,481,838
INTERNATIONAL FIXED INCOME	123,672,834	117,041,068
REAL ASSETS	467,021,712	430,520,347
PRIVATE EQUITY	77,674,877	88,967,769
INVESTED CASH (NOTE 1)	<u>21,507,967</u>	<u>40,173,709</u>
TOTAL INVESTMENTS	2,443,120,891	2,417,994,708
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	5,014,232	4,584,887
MISCELLANEOUS RECEIVABLE	<u>5,651</u>	<u>3,939</u>
TOTAL RECEIVABLES	5,019,883	4,588,826
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	20,694,854	-
OPERATING CASH	<u>78,727</u>	<u>27,735</u>
TOTAL ASSETS	<u>2,468,914,355</u>	<u>2,422,611,269</u>
DEFERRED OUTFLOWS OF RESOURCES		
DEFERRED OUTFLOWS RELATED TO PENSIONS	<u>2,877</u>	<u>14,130</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	20,694,854	-
ACCOUNTS PAYABLE	-	17,330
ACCRUED EXPENSES	109,988	120,564
INVESTMENT EXPENSE PAYABLE	<u>3,539,182</u>	<u>3,539,182</u>
TOTAL LIABILITIES	<u>24,344,024</u>	<u>3,677,076</u>
DEFERRED INFLOWS OF RESOURCES		
DEFERRED INFLOWS RELATED TO PENSIONS	<u>17,323</u>	<u>17,323</u>
NET POSITION:		
HELD IN TRUST	<u>2,444,555,885</u>	<u>2,418,931,000</u>
TOTAL NET POSITION	<u>\$ 2,444,555,885</u>	<u>\$ 2,418,931,000</u>

These financial statements are preliminary, unaudited and subject to change.

6/27/2016

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Statement of Changes in Net Position For the Month Ended 5/31/2016

	Month Ended <u>5-31-16</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
GAIN ON SALE OF INVESTMENTS	\$ 25,368,141	\$ 279,676,840
LOSS ON SALE OF INVESTMENTS	20,995,789	216,201,403
NET GAINS (LOSSES) INVESTMENTS	<u>4,372,352</u>	<u>63,475,437</u>
NET APPREC (DEPREC) MARKET VALUE	<u>(3,712,957)</u>	<u>(105,777,739)</u>
NET CHANGE IN FAIR VALUE OF INVESTMENTS	659,395	(42,302,302)
INTEREST, DIVIDEND & OTHER INVESTMENT INCOME	<u>6,924,909</u>	<u>50,642,922</u>
	7,584,304	8,340,620
LESS INVESTMENT EXPENSES	<u>520,032</u>	<u>8,006,927</u>
NET INCOME FROM INVESTING ACTIVITIES	7,064,272	333,693
SECURITIES LENDING INCOME	46,973	292,496
SECURITIES LENDING EXPENSES	<u>9,393</u>	<u>58,489</u>
NET SECURITIES LENDING INCOME	37,580	234,007
NET INVESTMENT INCOME	<u>7,101,852</u>	<u>567,700</u>
PURCHASE OF UNITS (\$1/UNIT) (NOTE 3)	<u>400,000</u>	<u>28,150,000</u>
TOTAL ADDITIONS	7,501,852	28,717,700
DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	29,750	292,815
REDEMPTION OF UNITS (\$1/UNIT) (NOTE 4)	<u>-</u>	<u>2,800,000</u>
TOTAL DEDUCTIONS	<u>29,750</u>	<u>3,092,815</u>
CHANGE IN NET POSITION	7,472,102	25,624,885
NET POSITION:		
BEGINNING OF PERIOD	<u>2,437,083,783</u>	<u>2,418,931,000</u>
END OF PERIOD	<u>\$ 2,444,555,885</u>	<u>\$ 2,444,555,885</u>

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6/27/2016

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Notes To Financial Statements
May 31, 2016

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Pension Cash Pool invested in the short-term investment fund (STIF) at The Northern Trust Company.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **PURCHASE OF UNITS**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **REDEMPTION OF UNITS**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.