

**STATE FIRE AND TORNADO FUND
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2013**

	September-13							Current FYTD		Prior Year FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013
	Market Value	Allocation		Quarter		Month		Gross	Net	Gross	Net	Gross	Net	Net
		Actual	Policy	Gross	Net	Gross	Net							
TOTAL FIRE & TORNADO FUND	27,532,705	100.0%	100.0%	3.47%	3.42%	2.31%	2.29%	3.47%	3.42%	10.81%	10.59%	10.18%	9.94%	6.53%
<i>POLICY TARGET BENCHMARK</i>				3.23%	3.23%	2.31%	2.31%	3.23%	3.23%	6.64%	6.64%	7.57%	7.57%	5.25%
ATTRIBUTION ANALYSIS														
Asset Allocation				-0.01%	-0.01%	-0.01%	-0.01%	-0.01%	-0.01%	0.06%	0.06%	0.00%	0.00%	
Manager Selection				0.25%	0.20%	0.00%	-0.01%	0.25%	0.20%	4.10%	3.89%	2.61%	2.38%	
TOTAL RELATIVE RETURN				0.24%	0.19%	-0.01%	-0.02%	0.24%	0.19%	4.17%	3.95%	2.61%	2.38%	
LARGE CAP DOMESTIC EQUITY														
Los Angeles Capital	1,579,141	5.7%	5.6%	6.92%	6.88%	3.97%	3.95%	6.92%	6.88%	18.87%	18.66%	19.01%	18.80%	7.51%
<i>Russell 1000 Growth</i>				8.11%	8.11%	4.46%	4.46%	8.11%	8.11%	17.07%	17.07%	18.68%	18.68%	7.47%
LSV	1,559,277	5.7%	5.6%	5.64%	5.58%	2.91%	2.89%	5.64%	5.58%	32.50%	32.20%	20.05%	19.73%	7.86%
<i>Russell 1000 Value</i>				3.94%	3.94%	2.51%	2.51%	3.94%	3.94%	25.32%	25.32%	18.51%	18.51%	6.67%
LA Capital	1,042,604	3.8%	3.8%	5.61%	5.57%	2.92%	2.90%	5.61%	5.57%	21.58%	21.39%	19.18%	18.90%	7.81%
<i>Russell 1000</i>				6.02%	6.02%	3.49%	3.49%	6.02%	6.02%	21.24%	21.24%	18.63%	18.63%	7.12%
Clifton Group (moved from fixed 11/1/08)	1,029,210	3.7%	3.8%	5.05%	5.03%	3.19%	3.19%	5.05%	5.03%	20.94%	20.84%	19.20%	19.00%	N/A
<i>S&P 500</i>				5.24%	5.24%	3.14%	3.14%	5.24%	5.24%	20.60%	20.60%	18.45%	18.45%	
TOTAL LARGE CAP DOMESTIC EQUITY	5,210,231	18.9%	18.8%	5.90%	5.86%	3.29%	3.27%	5.90%	5.86%	23.83%	23.63%	19.34%	19.08%	4.96%
<i>S&P 500</i>				6.02%	6.02%	3.49%	3.49%	6.02%	6.02%	21.24%	21.24%	18.66%	18.66%	7.12%
SMALL CAP DOMESTIC EQUITY														
Research Affiliates	898,701	3.3%	3.1%	10.11%	10.02%	6.91%	6.88%	10.11%	10.02%	30.62%	30.17%	20.28%	19.80%	10.56%
Clifton	893,991	3.2%	3.1%	10.15%	10.05%	6.48%	6.45%	10.15%	10.05%	25.51%	25.08%	20.17%	19.70%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	1,792,692	6.5%	6.3%	10.13%	10.03%	6.69%	6.66%	10.13%	10.03%	28.04%	27.60%	20.25%	19.77%	9.84%
<i>Russell 2000</i>				10.21%	10.21%	6.38%	6.38%	10.21%	10.21%	24.21%	24.21%	18.67%	18.67%	8.77%
INTERNATIONAL EQUITY														
Capital Guardian	1,156,968	4.2%	4.0%	11.57%	11.45%	7.12%	7.08%	11.57%	11.45%	20.78%	20.25%	9.88%	9.29%	-0.15%
LSV	1,173,228	4.3%	4.0%	13.05%	12.94%	7.49%	7.46%	13.05%	12.94%	20.71%	20.23%	8.65%	8.16%	-0.02%
<i>MSCI EAFE - 50% Hedged</i>				11.56%	11.56%	7.39%	7.39%	11.56%	11.56%	18.62%	18.62%	8.10%	8.10%	-0.01%
DFA	292,608	1.1%	1.0%	16.59%	16.44%	9.75%	9.70%	16.59%	16.44%	24.89%	24.23%	12.35%	11.62%	2.25%
Vanguard	285,413	1.0%	1.0%	12.57%	12.47%	7.33%	7.30%	12.57%	12.47%	21.16%	20.74%	10.65%	10.23%	2.09%
<i>S&P/Citigroup Broad Market Index < \$2BN</i>				14.42%	14.42%	9.32%	9.32%	14.42%	14.42%	18.05%	18.05%	9.78%	9.78%	1.26%
TOTAL INTERNATIONAL EQUITY	2,908,217	10.6%	10.0%	12.74%	12.62%	7.55%	7.51%	12.74%	12.62%	21.07%	20.56%	9.74%	9.20%	0.44%
<i>MSCI EAFE - 50% Hedged</i>				11.56%	11.56%	7.39%	7.39%	11.56%	11.56%	18.62%	18.62%	8.10%	8.10%	-0.01%

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		Actual	Policy	Gross	Net	Gross	Net							
FIXED INCOME														
Western Asset	3,863,612	14.0%	20.1%	0.51%	0.47%	0.97%	0.96%	0.51%	0.47%	2.17%	1.99%	6.29%	6.10%	6.95%
Prudential	1,213,548	4.4%	4.4%	1.09%	1.01%	1.41%	1.38%	1.09%	1.01%	2.03%	1.74%	6.55%	6.25%	7.83%
PIMCO (DISCO) (2)	1,657,608	6.0%	6.0%	2.01%	2.01%	0.73%	0.73%	2.01%	2.01%	33.07%	33.07%	N/A	N/A	N/A
BC Aggregate				0.57%	0.57%	0.95%	0.95%	0.57%	0.57%	-0.69%	-0.69%	3.51%	3.51%	5.19%
Declaration	1,005,342	3.7%	4.4%	0.72%	0.60%	1.36%	1.32%	0.72%	0.60%	2.49%	2.00%	6.76%	6.27%	N/A
BC Global Aggregate (US Securitized Portion)				1.53%	1.53%	1.41%	1.41%	1.53%	1.53%	1.34%	1.34%	4.73%	4.73%	
State Street	2,162,094	7.9%	7.7%	0.36%	0.35%	0.76%	0.76%	0.36%	0.35%	N/A	N/A	N/A	N/A	N/A
BC Gov/Credit				0.36%	0.36%	0.75%	0.75%	0.36%	0.36%	-0.62%	-0.62%			
Wells Capital (formerly Strong)	5,042,023	18.3%	20.1%	0.95%	0.89%	0.92%	0.90%	0.95%	0.89%	3.19%	2.97%	7.43%	7.21%	9.34%
BC US Credit BAA				0.77%	0.77%	0.96%	0.96%	0.77%	0.77%	1.77%	1.77%	6.00%	6.00%	8.19%
TOTAL FIXED INCOME	14,944,229	54.3%	55.0%	0.86%	0.81%	0.96%	0.94%	0.86%	0.81%	4.90%	4.71%	7.50%	7.31%	7.89%
BC Aggregate (1)				0.57%	0.57%	0.95%	0.95%	0.57%	0.57%	-0.69%	-0.69%	3.51%	3.51%	5.19%
CASH EQUIVALENTS														
Northern Trust	2,677,336					0.01%	0.01%	N/A	N/A	N/A	N/A	N/A	N/A	N/A
TOTAL CASH EQUIVALENTS	2,677,336	9.7%	10.0%	0.02%	0.02%	0.01%	0.01%	0.02%	0.02%	0.27%	0.27%	0.27%	0.27%	0.45%
90 Day T-Bill				0.02%	0.02%	0.01%	0.01%	0.02%	0.02%	0.11%	0.11%	0.11%	0.11%	0.30%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.

(2) All limited partnership-type investments' returns will only be reported net of fees, which is standard practice by the investment consultant.