

CONSOLIDATED INSURANCE TRUST
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2016

	August-16					July-16					Current FYTD		Prior Year FY16		3 Years Ended 6/30/2016		5 Years Ended 6/30/2016	
	Market Value	Allocation		Month		Market Value	Allocation		Month		Gross ⁽²⁾	Net	Gross ⁽²⁾	Net	Gross ⁽²⁾	Net	Gross ⁽²⁾	Net
		Actual	Policy ⁽¹⁾	Gross ⁽²⁾	Net		Actual	Policy ⁽¹⁾	Gross ⁽²⁾	Net								
TOTAL INSURANCE TRUST	2,572,379,426	100.0%	100.0%	0.40%	0.36%	2,573,430,937	100.0%	100.0%	1.57%	1.57%	1.98%	1.94%	3.34%	3.12%	4.79%	4.57%	5.06%	4.83%
<i>POLICY TARGET BENCHMARK</i>				0.13%	0.13%				1.23%	1.23%	1.36%	1.36%	2.97%	2.97%	4.03%	4.03%	3.78%	3.78%
ATTRIBUTION ANALYSIS																		
Asset Allocation				-0.03%	-0.03%				-0.02%	-0.02%	-0.05%	-0.05%	-0.02%	-0.02%	-0.16%	-0.16%	-0.14%	-0.14%
Manager Selection				0.31%	0.26%				0.36%	0.36%	0.67%	0.63%	0.39%	0.17%	0.92%	0.70%	1.42%	1.19%
TOTAL RELATIVE RETURN				0.28%	0.23%				0.34%	0.34%	0.62%	0.58%	0.37%	0.15%	0.76%	0.54%	1.28%	1.05%
LARGE CAP DOMESTIC EQUITY																		
Los Angeles Capital	71,049,737	2.8%	2.8%	-0.40%	-0.45%	75,364,031	2.9%	2.8%	3.70%	3.70%	3.28%	3.23%	5.44%	5.24%	14.28%	14.07%	13.79%	13.58%
<i>Russell 1000 Growth</i>				-0.50%	-0.50%				4.72%	4.72%	4.20%	4.20%	3.02%	3.02%	13.07%	13.07%	12.35%	12.35%
LSV	73,522,930	2.9%	2.8%	0.97%	0.90%	72,867,645	2.8%	2.8%	4.30%	4.30%	5.31%	5.23%	-3.01%	-3.30%	10.08%	9.78%	11.91%	11.61%
<i>Russell 1000 Value</i>				0.77%	0.77%				2.90%	2.90%	3.70%	3.70%	2.86%	2.86%	9.87%	9.87%	11.35%	11.35%
Los Angeles Capital	47,787,987	1.9%	1.9%	0.63%	0.59%	49,989,557	1.9%	1.9%	2.67%	2.67%	3.32%	3.28%	5.96%	5.82%	12.61%	12.48%	13.05%	12.89%
<i>Russell 1000</i>				0.13%	0.13%				3.81%	3.81%	3.95%	3.95%	2.94%	2.94%	11.48%	11.48%	11.88%	11.88%
Clifton Group	47,922,164	1.9%	1.9%	0.19%	0.00%	49,921,850	1.9%	1.9%	3.75%	3.75%	3.95%	3.75%	5.29%	5.22%	12.07%	11.99%	12.53%	12.42%
<i>S&P 500</i>				0.14%	0.14%				3.69%	3.69%	3.83%	3.83%	3.99%	3.99%	11.66%	11.66%	12.10%	12.10%
TOTAL LARGE CAP DOMESTIC EQUITY	240,282,818	9.3%	9.4%	0.33%	0.25%	248,143,084	9.6%	9.4%	3.67%	3.67%	4.02%	3.94%	2.91%	2.72%	12.25%	12.05%	12.86%	12.65%
<i>Russell 1000</i>				0.13%	0.13%				3.81%	3.81%	3.95%	3.95%	2.94%	2.94%	11.48%	11.48%	12.11%	12.11%
SMALL CAP DOMESTIC EQUITY																		
PIMCO RAE (formerly Research Affiliates)	35,705,181	1.4%	1.6%	2.02%	1.95%	35,021,740	1.4%	1.6%	5.45%	5.45%	7.58%	7.51%	-3.87%	-4.14%	8.14%	7.81%	9.82%	9.43%
Clifton	47,369,565	1.8%	1.6%	1.95%	1.42%	49,182,912	1.9%	1.6%	6.06%	6.06%	8.12%	7.56%	-5.52%	-5.98%	8.43%	8.04%	9.67%	9.26%
TOTAL SMALL CAP DOMESTIC EQUITY	83,074,746	3.2%	3.2%	1.96%	1.62%	84,204,652	3.3%	3.2%	5.80%	5.80%	7.88%	7.52%	-4.85%	-5.27%	8.46%	8.09%	9.86%	9.45%
<i>Russell 2000</i>				1.77%	1.77%				5.97%	5.97%	7.84%	7.84%	-6.73%	-6.73%	7.09%	7.09%	8.35%	8.35%
INTERNATIONAL EQUITY																		
LSV	73,865,614	2.9%	2.7%	0.91%	0.82%	73,266,614	2.8%	2.7%	5.64%	5.64%	6.61%	6.51%	-11.21%	-11.55%	2.98%	2.58%	2.44%	2.00%
<i>MSCI EAFE</i>				0.07%	0.07%				5.07%	5.07%	5.14%	5.14%	-10.16%	-10.16%	2.06%	2.06%	1.68%	1.68%
William Blair	63,118,769	2.5%	2.7%	1.14%	1.11%	62,428,529	2.4%	2.7%	5.48%	5.48%	6.68%	6.64%	N/A	N/A	N/A	N/A	N/A	N/A
<i>MSCI ACWI ex-US IMI (Net)</i>				0.63%	0.63%				4.95%	4.95%	5.61%	5.61%						
DFA	18,155,136	0.7%	0.7%	0.37%	0.37%	18,088,178	0.7%	0.7%	7.20%	7.20%	7.60%	7.60%	-9.28%	-9.28%	6.22%	6.01%	4.41%	3.98%
Vanguard (2)	18,311,580	0.7%	0.7%	-0.18%	-0.18%	18,344,105	0.7%	0.7%	5.62%	5.62%	5.43%	5.43%	-7.27%	-7.27%	6.62%	6.48%	4.02%	3.77%
<i>S&P/Citigroup BMI EPAC < \$2BN</i>				-0.13%	-0.13%				6.06%	6.06%	5.92%	5.92%	-3.37%	-3.37%	7.29%	7.29%	4.37%	4.37%
TOTAL INTERNATIONAL EQUITY	173,451,100	6.7%	6.9%	0.82%	0.77%	172,127,427	6.7%	6.9%	5.74%	5.74%	6.61%	6.55%	-10.44%	-10.74%	3.31%	2.94%	2.74%	2.31%
<i>MSCI EAFE</i>				0.07%	0.07%				5.07%	5.07%	5.14%	5.14%	-10.16%	-10.16%	2.06%	2.06%	1.68%	1.68%

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		Actual	Policy ⁽¹⁾	Gross ⁽²⁾	Net		Actual	Policy ⁽¹⁾	Gross ⁽²⁾	Net								
FIXED INCOME																		
Western Asset	313,633,038	12.2%	12.5%	0.22%	0.19%	313,050,557	12.2%	12.5%	1.30%	1.30%	1.52%	1.49%	6.79%	6.64%	5.21%	5.07%	5.32%	5.16%
Prudential	112,120,595	4.4%	3.4%	0.19%	0.13%	111,980,682	4.4%	3.4%	1.39%	1.39%	1.58%	1.52%	7.12%	6.83%	5.36%	5.08%	5.51%	5.22%
PIMCO (DISCO II) (2)	84,639,405	3.3%	3.3%	1.07%	1.07%	83,746,824	3.3%	3.3%	1.57%	1.57%	2.65%	2.65%	4.39%	4.39%	N/A	N/A	N/A	N/A
PIMCO (BRAVO II) (2)	47,082,300	1.8%	1.8%	0.00%	0.00%	47,082,300	1.8%	1.8%	0.00%	0.00%	0.00%	0.00%	7.02%	7.02%	N/A	N/A	N/A	N/A
BC Aggregate				-0.11%	-0.11%				0.63%	0.63%	0.52%	0.52%	6.00%	6.00%	4.06%	4.06%	3.76%	3.76%
Declaration (Total Return) (2) 3m LIBOR	81,285,197	3.2%	3.2%	0.57%	0.57%	80,854,287	3.1%	3.1%	1.02%	1.02%	1.60%	1.60%	2.59%	2.59%	N/A	N/A	N/A	N/A
				0.07%	0.07%				0.06%	0.06%	0.12%	0.12%	0.49%	0.49%				
State Street BC Gov/Credit	144,186,227	5.6%	6.0%	-0.20%	-0.21%	144,492,211	5.6%	6.0%	0.80%	0.80%	0.59%	0.58%	6.71%	6.68%	N/A	N/A	N/A	N/A
				-0.20%	-0.20%				0.80%	0.80%	0.59%	0.59%	6.70%	6.70%				
Wells Capital BC Credit Baa	316,631,616	12.3%	12.5%	0.74%	0.70%	318,426,169	12.4%	12.5%	1.93%	1.93%	2.68%	2.63%	7.19%	6.99%	5.98%	5.79%	6.22%	6.01%
				0.54%	0.54%				1.59%	1.59%	2.14%	2.14%	6.93%	6.93%	4.90%	4.90%	5.33%	5.33%
TOTAL FIXED INCOME	1,099,578,377	42.7%	42.6%	0.39%	0.36%	1,099,633,030	42.7%	42.6%	1.37%	1.37%	1.76%	1.73%	6.42%	6.29%	5.50%	5.36%	6.23%	6.07%
BC Aggregate (2)				-0.11%	-0.11%				0.63%	0.63%	0.52%	0.52%	6.00%	6.00%	4.06%	4.06%	3.76%	3.76%
DIVERSIFIED REAL ASSETS (formerly Inflation Protected)																		
Western BC Global Inflation Linked Index	116,729,746	4.5%	5.0%	1.89%	1.85%	114,606,833	4.5%	5.0%	1.33%	1.33%	3.24%	3.21%	2.72%	2.58%	3.16%	3.02%	2.16%	2.00%
				2.03%	2.03%				1.04%	1.04%	3.09%	3.09%	2.55%	2.55%	2.74%	2.74%	2.27%	2.27%
TIR - Eastern Timber Opps Fund (2) NCREIF Timberland Index	59,638,346	2.3%	2.3%	0.00%	0.00%	59,638,346	2.3%	2.3%	0.00%	0.00%	0.00%	0.00%	-0.25%	-0.25%	4.60%	4.60%	4.22%	4.22%
				0.36%	0.36%				0.36%	0.36%	0.72%	0.72%	3.49%	3.49%	7.77%	7.77%	6.72%	6.72%
JP Morgan (Infrastructure)	75,325,818	2.9%	2.9%	0.00%	0.00%	75,325,818	2.9%	2.9%	0.00%	0.00%	0.00%	0.00%	5.17%	3.99%	4.92%	3.87%	5.95%	4.85%
Grosvenor (formerly Credit Suisse) (Infrastructure) (2) CPI	19,900,072	0.8%	0.8%	-0.13%	-0.13%	19,539,295	0.8%	0.8%	-0.24%	-0.24%	-0.37%	-0.37%	8.42%	8.42%	8.85%	8.85%	N/A	N/A
				0.05%	0.05%				-0.22%	-0.22%	-0.17%	-0.17%	0.64%	0.64%	0.77%	0.77%	0.46%	0.46%
TOTAL DIVERSIFIED REAL ASSETS	271,593,982	10.6%	11.0%	0.79%	0.78%	269,110,292	10.5%	11.0%	0.54%	0.54%	1.34%	1.32%	3.13%	2.75%	4.16%	3.84%	3.62%	3.30%
Benchmark (4)				0.96%	0.96%				0.44%	0.44%	1.41%	1.41%	2.08%	2.08%	3.65%	3.65%	2.81%	2.81%
REAL ESTATE																		
JP Morgan	69,386,281	2.7%	2.2%	0.00%	0.00%	69,386,281	2.7%	2.2%	0.00%	0.00%	0.00%	0.00%	10.11%	9.03%	12.26%	11.03%	15.64%	14.44%
Invesco	61,898,343	2.4%	2.2%	0.00%	0.00%	61,898,343	2.4%	2.2%	0.00%	0.00%	0.00%	0.00%	10.96%	10.58%	N/A	N/A	N/A	N/A
TOTAL REAL ESTATE	131,284,624	5.1%	4.3%	0.00%	0.00%	131,284,624	5.1%	4.3%	0.00%	0.00%	0.00%	0.00%	10.51%	9.75%	12.41%	11.51%	14.93%	13.98%
NCREIF Total Index				0.67%	0.67%				0.67%	0.67%	1.35%	1.35%	10.64%	10.64%	11.61%	11.61%	11.51%	11.51%
CASH EQUIVALENTS																		
Northern Trust (2)	51,829,609			0.02%	0.02%	47,550,642			0.02%	0.02%	0.03%	0.03%	0.12%	0.12%	N/A	N/A	N/A	N/A
TOTAL CASH EQUIVALENTS	51,829,609	2.0%	2.4%	0.02%	0.02%	47,550,642	1.8%	2.4%	0.02%	0.02%	0.03%	0.03%	0.12%	0.12%	0.05%	0.05%	0.13%	0.13%
90 Day T-Bill				0.02%	0.02%				0.03%	0.03%	0.05%	0.05%	0.19%	0.19%	0.09%	0.09%	0.09%	0.09%
SHORT TERM FIXED INCOME																		
Babson Capital BC 1-3 Year US Gov't Index	244,529,344	9.5%	9.4%	0.14%	0.10%	244,280,247	9.5%	9.5%	0.36%	0.36%	0.50%	0.46%	1.95%	1.73%	2.30%	2.14%	N/A	N/A
				-0.16%	-0.16%				-0.06%	-0.06%	-0.22%	-0.22%	1.31%	1.31%	1.00%	1.00%		
JP Morgan BC 1-3 Year Gov/Credit Index	276,754,827	10.8%	10.8%	-0.10%	-0.12%	277,096,938	10.8%	10.8%	0.05%	0.05%	-0.04%	-0.07%	1.82%	1.67%	1.46%	1.33%	N/A	N/A
				-0.11%	-0.11%				0.02%	0.02%	-0.09%	-0.09%	1.59%	1.59%	1.45%	1.45%		
TOTAL SHORT TERM FIXED INCOME	521,284,170	20.3%	20.3%	0.02%	-0.02%	521,377,185	20.3%	20.3%	0.19%	0.19%	0.21%	0.18%	1.86%	1.68%	1.89%	1.73%	1.44%	1.30%
BC 1-3 Year US Gov't Index (3)				-0.16%	-0.16%				-0.06%	-0.06%	-0.22%	-0.22%	1.31%	1.31%	1.00%	1.00%	0.75%	0.75%

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

Effective July 1, 2013, net of fee returns are calculated on a cash basis in the month paid. Prior years were accrual based and split evenly over the 12 months of the fiscal year.

(1) Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations.

(2) All limited partnership-type (and mutual funds as of 7/1/14) investment returns will only be reported net of fees, which is standard practice by the investment consultant.

(3) Prior to October 1, 2011, the benchmark was 90 Day T-bills.

(4) From January 1, 2010 to June 30, 2014 the benchmark was BC Global Inflation Linked Index. Beginning July 1, 2014, the benchmark is a weighted average of the sub-class benchmarks.