

**CITY OF FARGO EMPLOYEES PENSION PLAN  
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2013**

	July-13					Current Fiscal YTD		Prior FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013
	Market Value	Allocation		Month		Gross (7)	Net	Gross (7)	Net	Gross	Net	Net
		Actual	Policy	Gross (8)	Net							
<b>TOTAL FUND</b>	<b>35,159,287</b>	<b>100.0%</b>	<b>100.0%</b>	<b>3.02%</b>	<b>2.99%</b>	<b>3.02%</b>	<b>2.99%</b>	<b>14.23%</b>	<b>13.90%</b>	<b>12.19%</b>	<b>11.82%</b>	<b>N/A</b>
<i>POLICY TARGET BENCHMARK</i>				3.07%	3.07%	3.07%	3.07%	11.95%	11.95%	11.36%	11.36%	N/A
ATTRIBUTION ANALYSIS												
<b>Asset Allocation</b>				<b>0.01%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>-0.03%</b>	<b>-0.03%</b>	<b>-0.04%</b>	<b>-0.04%</b>	
<b>Manager Selection</b>				<b>-0.06%</b>	<b>-0.09%</b>	<b>-0.06%</b>	<b>-0.09%</b>	<b>2.31%</b>	<b>1.98%</b>	<b>0.86%</b>	<b>0.50%</b>	
<b>TOTAL RELATIVE RETURN</b>				-0.06%	-0.08%	-0.06%	-0.08%	2.28%	1.95%	0.82%	0.46%	
<b>GLOBAL EQUITIES</b>												
<b>Benchmark</b>	<b>21,577,053</b>	<b>61.4%</b>	<b>60.0%</b>	<b>4.87%</b>	<b>4.85%</b>	<b>4.87%</b>	<b>4.85%</b>	<b>19.56%</b>	<b>19.21%</b>			
				<b>4.78%</b>	<b>4.78%</b>	<b>4.78%</b>	<b>4.78%</b>	<b>18.12%</b>	<b>18.12%</b>			
Epoch (1)	1,738,942	4.9%	4.5%	4.65%	4.64%	4.65%	4.60%	20.85%	20.10%	11.82%	11.41%	N/A
Calamos	462,814	1.3%	1.5%	4.05%	4.03%	4.05%	3.99%	8.37%	7.65%	N/A	N/A	N/A
LSV	3,592,127	10.2%	10.0%			5.75%	5.69%	N/A	N/A	N/A	N/A	N/A
<b>Total Global Equities</b>	<b>5,793,882</b>	<b>16.5%</b>	<b>16.0%</b>	<b>5.28%</b>	<b>5.27%</b>	<b>5.28%</b>	<b>5.23%</b>	<b>17.06%</b>	<b>16.32%</b>			
<b>MSCI World (2)</b>				<b>5.27%</b>	<b>5.27%</b>	<b>5.27%</b>	<b>5.27%</b>	<b>18.58%</b>	<b>18.58%</b>			
<b>Domestic - broad</b>												
<b>Benchmark</b>	<b>10,378,907</b>	<b>29.5%</b>	<b>28.4%</b>	<b>5.77%</b>	<b>5.75%</b>	<b>5.77%</b>	<b>5.75%</b>	<b>24.08%</b>	<b>23.76%</b>			
				<b>5.76%</b>	<b>5.76%</b>	<b>5.76%</b>	<b>5.76%</b>	<b>22.00%</b>	<b>22.00%</b>			
<b>Large Cap Domestic</b>												
<b>LA Capital</b>	<b>3,053,668</b>	<b>8.7%</b>	<b>6.4%</b>	<b>5.24%</b>	<b>5.22%</b>	<b>5.24%</b>	<b>5.22%</b>	<b>18.86%</b>	<b>18.65%</b>	<b>19.03%</b>	<b>18.82%</b>	<b>N/A</b>
<b>Russell 1000 Growth</b>				<b>5.30%</b>	<b>5.30%</b>	<b>5.30%</b>	<b>5.30%</b>	<b>17.07%</b>	<b>17.07%</b>	<b>18.68%</b>	<b>18.68%</b>	
<b>LA Capital</b>	<b>2,117,224</b>	<b>6.0%</b>	<b>3.7%</b>	<b>5.67%</b>	<b>5.66%</b>	<b>5.67%</b>	<b>5.66%</b>	<b>21.63%</b>	<b>21.44%</b>	<b>19.08%</b>	<b>18.81%</b>	<b>N/A</b>
<b>Russell 1000</b>				<b>5.35%</b>	<b>5.35%</b>	<b>5.35%</b>	<b>5.35%</b>	<b>21.24%</b>	<b>21.24%</b>	<b>18.63%</b>	<b>18.63%</b>	
<b>Northern Trust</b>	<b>1,061,176</b>	<b>3.0%</b>	<b>3.0%</b>	<b>5.68%</b>	<b>5.66%</b>	<b>5.68%</b>	<b>5.66%</b>	<b>23.67%</b>	<b>23.35%</b>	<b>19.75%</b>	<b>19.49%</b>	<b>N/A</b>
<b>Clifton</b>	<b>1,487,962</b>	<b>4.2%</b>	<b>8.2%</b>	<b>5.08%</b>	<b>5.08%</b>	<b>5.08%</b>	<b>5.08%</b>	<b>20.44%</b>	<b>20.43%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>S&amp;P 500</b>				<b>5.09%</b>	<b>5.09%</b>	<b>5.09%</b>	<b>5.09%</b>	<b>20.60%</b>	<b>20.60%</b>	<b>18.45%</b>	<b>18.45%</b>	
<b>Total Large Cap Domestic</b>	<b>7,720,030</b>	<b>22.0%</b>	<b>21.3%</b>	<b>5.39%</b>	<b>5.37%</b>	<b>5.39%</b>	<b>5.37%</b>	<b>23.13%</b>	<b>22.92%</b>	<b>18.57%</b>	<b>18.23%</b>	<b>N/A</b>
<b>Russell 1000 (2)</b>				<b>5.35%</b>	<b>5.35%</b>	<b>5.35%</b>	<b>5.35%</b>	<b>21.24%</b>	<b>21.24%</b>	<b>18.62%</b>	<b>18.62%</b>	<b>N/A</b>
<b>Small Cap Domestic</b>												
<b>SEI</b>	<b>2,623</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>386.46%</b>	<b>386.46%</b>	<b>46.90%</b>	<b>46.90%</b>	<b>N/A</b>
<b>Callan</b>	<b>1,471,163</b>	<b>4.2%</b>	<b>3.5%</b>	<b>6.83%</b>	<b>6.79%</b>	<b>6.83%</b>	<b>6.79%</b>	<b>27.71%</b>	<b>27.01%</b>	<b>20.26%</b>	<b>19.54%</b>	<b>N/A</b>
<b>Clifton</b>	<b>1,185,091</b>	<b>3.4%</b>	<b>3.5%</b>	<b>6.97%</b>	<b>6.93%</b>	<b>6.97%</b>	<b>6.93%</b>	<b>25.30%</b>	<b>24.72%</b>	<b>20.17%</b>	<b>19.68%</b>	<b>N/A</b>
<b>Total Small Cap Domestic</b>	<b>2,658,877</b>	<b>7.6%</b>	<b>7.1%</b>	<b>6.89%</b>	<b>6.84%</b>	<b>6.89%</b>	<b>6.84%</b>	<b>26.86%</b>	<b>26.22%</b>	<b>20.05%</b>	<b>19.46%</b>	<b>N/A</b>
<b>Russell 2000</b>				<b>7.00%</b>	<b>7.00%</b>	<b>7.00%</b>	<b>7.00%</b>	<b>24.21%</b>	<b>24.21%</b>	<b>18.67%</b>	<b>18.67%</b>	
<b>International - broad</b>												
<b>Benchmark</b>	<b>3,692,902</b>	<b>10.5%</b>	<b>10.6%</b>	<b>4.28%</b>	<b>4.22%</b>	<b>4.28%</b>	<b>4.22%</b>	<b>15.31%</b>	<b>14.58%</b>			
				<b>3.87%</b>	<b>3.87%</b>	<b>3.87%</b>	<b>3.87%</b>	<b>13.21%</b>	<b>13.21%</b>			
<b>Developed International</b>												
<b>State Street</b>	<b>276,406</b>	<b>0.8%</b>	<b>0.8%</b>	<b>5.91%</b>	<b>5.87%</b>	<b>5.91%</b>	<b>5.87%</b>	<b>23.17%</b>	<b>22.63%</b>	<b>10.23%</b>	<b>9.54%</b>	<b>N/A</b>
<b>MSCI EAFE (3)</b>				<b>5.28%</b>	<b>5.28%</b>	<b>5.28%</b>	<b>5.28%</b>	<b>18.62%</b>	<b>18.62%</b>	<b>10.04%</b>	<b>10.04%</b>	
<b>Capital Guardian</b>	<b>380,398</b>	<b>1.1%</b>	<b>1.6%</b>	<b>6.00%</b>	<b>5.97%</b>	<b>6.00%</b>	<b>5.97%</b>	<b>21.31%</b>	<b>20.83%</b>	<b>10.29%</b>	<b>9.77%</b>	<b>N/A</b>
<b>MSCI EAFE (4)</b>				<b>5.28%</b>	<b>5.28%</b>	<b>5.28%</b>	<b>5.28%</b>	<b>18.62%</b>	<b>18.62%</b>	<b>8.10%</b>	<b>8.10%</b>	
<b>Clifton</b>	<b>1,122,507</b>	<b>3.2%</b>	<b>3.2%</b>	<b>5.81%</b>	<b>5.74%</b>	<b>5.81%</b>	<b>5.74%</b>	<b>17.25%</b>	<b>16.39%</b>	<b>9.03%</b>	<b>8.71%</b>	<b>N/A</b>
<b>MSCI EAFE</b>				<b>5.28%</b>	<b>5.28%</b>	<b>5.28%</b>	<b>5.28%</b>	<b>18.62%</b>	<b>18.62%</b>	<b>10.04%</b>	<b>10.04%</b>	

**CITY OF FARGO EMPLOYEES PENSION PLAN  
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2013**

	July-13					Current Fiscal YTD		Prior FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013
	Market Value	Allocation		Month		Gross (7)	Net	Gross (7)	Net	Gross	Net	Net
		Actual	Policy	Gross (8)	Net							
DFA	349,926	1.0%	0.8%	7.51%	7.46%	7.51%	7.46%	24.89%	24.22%	12.34%	11.63%	N/A
Wellington	402,058	1.1%	0.8%	5.68%	5.62%	5.68%	5.62%	26.16%	25.31%	17.16%	16.27%	N/A
<b>S&amp;P/Citigroup BMI EPAC &lt; \$2BN</b>				<b>5.04%</b>	<b>5.04%</b>	<b>5.04%</b>	<b>5.04%</b>	<b>18.05%</b>	<b>18.05%</b>	<b>9.78%</b>	<b>9.78%</b>	
<b>Total Developed International</b>	<b>2,531,295</b>	<b>7.2%</b>	<b>7.1%</b>	<b>6.06%</b>	<b>6.01%</b>	<b>6.06%</b>	<b>6.01%</b>	<b>20.94%</b>	<b>20.22%</b>	<b>10.61%</b>	<b>10.07%</b>	<b>N/A</b>
<b>MSCI EAFE (4)</b>				<b>5.28%</b>	<b>5.28%</b>	<b>5.28%</b>	<b>5.28%</b>	<b>18.62%</b>	<b>18.62%</b>	<b>8.10%</b>	<b>8.10%</b>	
<b>Emerging Markets</b>												
JP Morgan	214,203	0.6%	0.6%	-0.48%	-0.55%	-0.48%	-0.55%	5.11%	4.28%	4.79%	4.01%	N/A
PanAgora	149,938	0.4%	0.6%	1.54%	1.49%	1.54%	1.49%	6.28%	5.58%	4.47%	3.72%	N/A
UBS	201,909	0.6%	1.1%	0.46%	0.39%	0.46%	0.39%	-0.62%	-1.55%	3.19%	2.34%	N/A
NTGI	299,500	0.9%	0.6%	1.08%	1.07%	1.08%	1.07%	N/A	N/A	N/A	N/A	
DFA	296,057	0.8%	0.7%	0.51%	0.46%	0.51%	0.46%	9.18%	8.47%	6.59%	5.80%	N/A
<b>Total Emerging Markets</b>	<b>1,161,606</b>	<b>3.3%</b>	<b>3.5%</b>	<b>0.59%</b>	<b>0.54%</b>	<b>0.59%</b>	<b>0.54%</b>	<b>4.55%</b>	<b>3.82%</b>	<b>6.52%</b>	<b>5.83%</b>	<b>N/A</b>
<b>MSCI Emerging Markets</b>				<b>1.05%</b>	<b>1.05%</b>	<b>1.05%</b>	<b>1.05%</b>	<b>2.87%</b>	<b>2.87%</b>	<b>3.48%</b>	<b>3.48%</b>	
<b>Private Equity</b>												
Coral Momentum Fund (Formerly Fund VI)	24,240	0.1%		0.00%	0.00%	0.00%	0.00%	14.19%	14.19%	-4.54%	-4.54%	N/A
Brinson 1998 Partnership Fund	977	0.0%		0.00%	0.00%	0.00%	0.00%	16.27%	16.27%	4.87%	4.87%	N/A
Brinson 1999 Partnership Fund	9,478	0.0%		0.00%	0.00%	0.00%	0.00%	9.46%	9.46%	10.71%	10.71%	N/A
Brinson 2000 Partnership Fund	25,367	0.1%		0.00%	0.00%	0.00%	0.00%	6.03%	6.03%	12.52%	12.52%	N/A
Brinson 2001 Partnership Fund	30,748	0.1%		0.00%	0.00%	0.00%	0.00%	12.43%	12.43%	14.42%	14.42%	N/A
Brinson 2002 Partnership Fund	16,631	0.0%		0.00%	0.00%	0.00%	0.00%	6.52%	6.52%	17.45%	17.45%	N/A
Brinson 2003 Partnership Fund	6,288	0.0%		0.00%	0.00%	0.00%	0.00%	6.11%	6.11%	8.51%	8.51%	N/A
Total Brinson Partnership Funds	89,489	0.3%		0.00%	0.00%	0.00%	0.00%	8.66%	8.66%	13.26%	13.26%	N/A
Brinson 1999 Non-US Partnership Fund	4,321	0.0%		0.00%	0.00%	0.00%	0.00%	27.87%	27.87%	27.63%	27.63%	N/A
Brinson 2000 Non-US Partnership Fund	9,163	0.0%		0.00%	0.00%	0.00%	0.00%	-1.13%	-1.13%	9.56%	9.56%	N/A
Brinson 2001 Non-US Partnership Fund	5,554	0.0%		0.00%	0.00%	0.00%	0.00%	9.41%	9.41%	4.02%	4.02%	N/A
Brinson 2002 Non-US Partnership Fund	18,411	0.1%		0.00%	0.00%	0.00%	0.00%	8.55%	8.55%	15.73%	15.73%	N/A
Brinson 2003 Non-US Partnership Fund	14,816	0.0%		0.00%	0.00%	0.00%	0.00%	32.82%	32.82%	20.45%	20.45%	N/A
Brinson 2004 Non-US Partnership Fund	10,382	0.0%		0.00%	0.00%	0.00%	0.00%	8.52%	8.52%	9.90%	9.90%	N/A
Total Brinson Non-US Partnership Fund	62,647	0.2%		0.00%	0.00%	0.00%	0.00%	13.16%	13.16%	14.49%	14.49%	N/A
Adams Street 2008 Non-US Partnership Fd	38,506	0.1%		0.00%	0.00%	0.00%	0.00%	10.58%	10.58%	9.37%	9.37%	N/A
Brinson BVCF IV	42,730	0.1%		0.00%	0.00%	0.00%	0.00%	32.89%	32.89%	83.51%	83.51%	N/A
Adams Street Direct Co-investment Fund	134,111	0.4%		0.00%	0.00%	0.00%	0.00%	11.74%	11.74%	13.70%	13.70%	N/A
Adams Street 2010 Direct Fund	7,458	0.0%		0.00%	0.00%	0.00%	0.00%	2.36%	2.36%	4.96%	4.96%	N/A
Adams Street 2010 Non-US Emerging Mkts	2,704	0.0%		0.00%	0.00%	0.00%	0.00%	-5.04%	-5.04%	N/A	N/A	N/A
Adams Street 2010 Non-US Developed Mkts	12,137	0.0%		0.00%	0.00%	0.00%	0.00%	11.47%	11.47%	0.81%	0.81%	N/A
Adams Street 2010 Partnership Fund	23,638	0.1%		0.00%	0.00%	0.00%	0.00%	10.31%	10.31%	15.54%	15.54%	N/A
Total Adams Street 2010 Funds	45,937	0.1%		0.00%	0.00%	0.00%	0.00%	8.27%	8.27%	9.88%	9.88%	N/A
Matlin Patterson Global Opportunities	98	0.0%		0.00%	0.00%	0.00%	0.00%	18.21%	18.21%	-1.05%	-1.05%	N/A
Matlin Patterson Global Opportunities II	12,105	0.0%		-0.03%	-0.03%	-0.03%	-0.03%	-12.14%	-12.14%	-53.08%	-53.08%	N/A
Matlin Patterson Global Opportunities III	221,175	0.6%		0.00%	0.00%	0.00%	0.00%	25.08%	25.08%	41.76%	41.76%	N/A
InvestAmerica (Lewis and Clark Fund)	50,088	0.1%		0.00%	0.00%	0.00%	0.00%	17.77%	17.77%	10.58%	10.58%	N/A
L&C II	86,793	0.2%		0.00%	0.00%	0.00%	0.00%	-4.18%	-4.18%	-5.04%	N/A	N/A
Corsair III (2)	93,699	0.3%		-1.48%	-1.48%	-1.48%	-1.48%	-10.93%	-10.93%	-1.72%	-2.07%	N/A
Corsair III - ND Investors LLC (2)	95,001	0.3%		0.22%	0.22%	0.22%	0.22%	8.19%	8.19%	4.27%	4.18%	N/A
Corsair IV	86,439	0.2%		-1.85%	-1.85%	-1.85%	-1.85%	8.75%	8.75%	-5.01%	-5.19%	N/A
Capital International (CIPEF V)	155,992	0.4%		-0.22%	-0.22%	-0.22%	-0.22%	-10.03%	-10.03%	6.63%	6.63%	N/A
Capital International (CIPEF VI)	82,955	0.2%		-1.88%	-1.88%	-1.88%	-1.88%	-22.38%	-22.38%	N/A	N/A	N/A
EIG (formerly TCW)	237,130	0.7%		0.00%	0.00%	0.00%	0.00%	0.37%	0.37%	6.67%	6.67%	N/A
Quantum Resources	75,215	0.2%		-3.52%	-3.52%	-3.52%	-3.52%	36.60%	36.60%	38.33%	38.33%	N/A
Quantum Energy Partners	77,012	0.2%		0.04%	0.04%	0.04%	0.04%	18.79%	18.79%	23.23%	23.23%	N/A

CITY OF FARGO EMPLOYEES PENSION PLAN  
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2013

	July-13					Current Fiscal YTD		Prior FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013
	Market Value	Allocation		Month		Gross (7)	Net	Gross (7)	Net	Gross	Net	Net
		Actual	Policy	Gross (8)	Net							
<b>Total Private Equity (8)</b>	<b>1,711,362</b>	<b>4.9%</b>	<b>5.0%</b>	<b>-0.41%</b>	<b>-0.41%</b>	<b>-0.41%</b>	<b>-0.41%</b>	<b>6.69%</b>	<b>6.69%</b>	<b>8.85%</b>	<b>8.85%</b>	<b>N/A</b>
<b>GLOBAL FIXED INCOME</b>	<b>8,202,917</b>	<b>23.3%</b>	<b>24.0%</b>	<b>0.29%</b>	<b>0.27%</b>	<b>0.29%</b>	<b>0.27%</b>	<b>5.99%</b>	<b>5.77%</b>			
<b>Benchmark</b>				<b>0.59%</b>	<b>0.59%</b>	<b>0.59%</b>	<b>0.59%</b>	<b>0.80%</b>	<b>0.80%</b>			
<b>Domestic Fixed Income</b>	<b>6,470,262</b>	<b>18.4%</b>	<b>19.0%</b>	<b>0.15%</b>	<b>0.14%</b>	<b>0.15%</b>	<b>0.14%</b>	<b>7.38%</b>	<b>7.19%</b>			
<b>Benchmark</b>				<b>0.60%</b>	<b>0.60%</b>	<b>0.60%</b>	<b>0.60%</b>	<b>1.91%</b>	<b>1.91%</b>			
<b>Investment Grade Fixed Income</b>												
PIMCO (DiSCO II) (8)	906,533	2.6%	2.2%	1.00%	1.00%	1.00%	1.00%	33.07%	33.07%	N/A	N/A	N/A
<b>BC Aggregate</b>				<b>0.14%</b>	<b>0.14%</b>	<b>0.14%</b>	<b>0.14%</b>	<b>-0.69%</b>	<b>-0.69%</b>			
State Street	439,095	1.2%	1.4%	-1.85%	-1.85%	-1.85%	-1.85%	N/A	N/A	N/A	N/A	N/A
<b>BC Long Treasuries</b>				<b>-1.86%</b>	<b>-1.86%</b>	<b>-1.86%</b>	<b>-1.86%</b>	<b>-8.36%</b>	<b>-8.36%</b>			
PIMCO (Unconstrained) (9)	554,611	1.6%	1.7%	-0.12%	-0.12%	-0.12%	-0.12%	2.20%	2.20%	N/A	N/A	N/A
<b>3m LIBOR</b>				<b>0.02%</b>	<b>0.02%</b>	<b>0.02%</b>	<b>0.02%</b>	<b>0.34%</b>	<b>0.34%</b>			
Declaration (Total Return) (9)	552,345	1.6%	1.7%	0.00%	0.00%	0.00%	0.00%	7.83%	7.83%	N/A	N/A	N/A
<b>3m LIBOR</b>				<b>0.02%</b>	<b>0.02%</b>	<b>0.02%</b>	<b>0.02%</b>	<b>0.34%</b>	<b>0.34%</b>			
Western Asset	934,468	2.7%	2.8%	-0.14%	-0.16%	-0.14%	-0.16%	-1.31%	-1.48%	N/A	N/A	N/A
PIMCO (MBS)	1,384,596	3.9%	4.2%	-0.29%	-0.30%	-0.29%	-0.30%	-0.45%	-0.62%	N/A	N/A	N/A
<b>BC Mortgage Backed Securities Index</b>				<b>-0.09%</b>	<b>-0.09%</b>	<b>-0.09%</b>	<b>-0.09%</b>	<b>-1.10%</b>	<b>-1.10%</b>			
<b>Total Investment Grade Fixed Income</b>	<b>4,771,648</b>	<b>13.6%</b>	<b>14.0%</b>	<b>-0.11%</b>	<b>-0.12%</b>	<b>-0.11%</b>	<b>-0.12%</b>	<b>5.13%</b>	<b>5.04%</b>	<b>5.37%</b>	<b>5.15%</b>	<b>N/A</b>
<b>BC Aggregate</b>				<b>0.14%</b>	<b>0.14%</b>	<b>0.14%</b>	<b>0.14%</b>	<b>-0.69%</b>	<b>-0.69%</b>	<b>3.51%</b>	<b>3.51%</b>	
<b>Below Investment Grade Fixed Income</b>												
Loomis Sayles	1,561,144	4.4%	4.6%	1.06%	1.03%	1.06%	1.03%	12.75%	12.25%	11.41%	10.91%	N/A
Goldman Sachs 2006 Fund (8)	36,934	0.1%	0.1%	-0.72%	-0.72%	-0.72%	-0.72%	18.49%	18.49%	6.96%	6.96%	N/A
Goldman Sachs Fund V (8)	100,536	0.3%	0.3%	-1.03%	-1.03%	-1.03%	-1.03%	17.11%	17.11%	15.96%	15.96%	13.42%
<b>Total Below Investment Grade Fixed Income</b>	<b>1,698,614</b>	<b>4.8%</b>	<b>5.0%</b>	<b>0.91%</b>	<b>0.87%</b>	<b>0.91%</b>	<b>0.87%</b>	<b>14.10%</b>	<b>13.64%</b>	<b>11.75%</b>	<b>11.35%</b>	<b>N/A</b>
<b>LB High Yield 2% Issuer Constrained Index</b>				<b>1.90%</b>	<b>1.90%</b>	<b>1.90%</b>	<b>1.90%</b>	<b>9.50%</b>	<b>9.50%</b>	<b>10.69%</b>	<b>10.69%</b>	
<b>International Fixed Income</b>	<b>1,732,655</b>	<b>4.9%</b>	<b>5.0%</b>	<b>0.79%</b>	<b>0.76%</b>	<b>0.79%</b>	<b>0.76%</b>	<b>0.83%</b>	<b>0.48%</b>			
<b>Benchmark</b>				<b>0.54%</b>	<b>0.54%</b>	<b>0.54%</b>	<b>0.54%</b>	<b>-3.40%</b>	<b>-3.40%</b>			
<b>Developed Investment Grade Int'l FI</b>												
UBS Global (Brinson)	829,902	2.4%	2.5%	2.16%	2.14%	2.16%	2.14%	-3.45%	-3.74%	3.64%	3.34%	N/A
<b>BC Global Aggregate ex-US (6)</b>				<b>0.54%</b>	<b>0.54%</b>	<b>0.54%</b>	<b>0.54%</b>	<b>-3.40%</b>	<b>-3.40%</b>	<b>3.46%</b>	<b>3.46%</b>	
Brandywine	902,752	2.6%	2.5%	-0.44%	-0.47%	-0.44%	-0.47%	5.00%	4.59%	9.95%	9.53%	N/A
<b>BC Global Aggregate (ex-US)</b>				<b>1.26%</b>	<b>1.26%</b>	<b>1.26%</b>	<b>1.26%</b>	<b>-2.18%</b>	<b>-2.18%</b>	<b>3.55%</b>	<b>3.55%</b>	
<b>Total Developed Investment Grade Int'l FI</b>	<b>1,732,655</b>	<b>4.9%</b>	<b>5.0%</b>	<b>0.79%</b>	<b>0.76%</b>	<b>0.79%</b>	<b>0.76%</b>	<b>0.83%</b>	<b>0.48%</b>	<b>6.89%</b>	<b>6.53%</b>	<b>N/A</b>
<b>BC Global Aggregate ex-US</b>				<b>0.54%</b>	<b>0.54%</b>	<b>0.54%</b>	<b>0.54%</b>	<b>-3.40%</b>	<b>-3.40%</b>	<b>3.46%</b>	<b>3.46%</b>	

**CITY OF FARGO EMPLOYEES PENSION PLAN  
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2013**

	July-13					Current Fiscal YTD		Prior FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013
	Market Value	Allocation		Month		Gross (7)	Net	Gross (7)	Net	Gross	Net	Net
		Actual	Policy	Gross (8)	Net							
<b>GLOBAL REAL ASSETS</b>	<b>5,037,062</b>	<b>14.3%</b>	<b>15.0%</b>	<b>0.11%</b>	<b>0.08%</b>	<b>0.11%</b>	<b>0.08%</b>	<b>8.07%</b>	<b>7.67%</b>			
<b>Benchmark</b>				<b>0.43%</b>	<b>0.43%</b>	<b>0.43%</b>	<b>0.43%</b>	<b>7.22%</b>	<b>7.22%</b>			
<b>Global Real Estate</b>												
INVESCO - Core	616,976			0.00%	-0.04%	0.00%	-0.04%	13.36%	12.84%	15.85%	15.38%	N/A
INVESCO - Fund II (8)	97,120			0.00%	0.00%	0.00%	0.00%	23.44%	23.44%	35.58%	35.58%	N/A
INVESCO - Fund III (9)	174,490			0.00%	0.00%	0.00%	0.00%	16.79%	16.79%	N/A	N/A	N/A
INVESCO - Asia Real Estate Fund (8)	99,393			0.00%	0.00%	0.00%	0.00%	-5.61%	-5.61%	-4.32%	-4.32%	N/A
J.P. Morgan Strategic & Special Funds	559,947			1.39%	1.32%	1.39%	1.32%	14.62%	13.66%	16.20%	15.23%	N/A
J.P. Morgan Alternative Property Fund	25,005			0.00%	-0.01%	0.00%	-0.01%	15.24%	15.13%	15.71%	15.35%	N/A
J.P. Morgan Greater Europe Fund (8)	44,506			2.41%	2.41%	2.41%	2.41%	-48.64%	-48.64%	-106.48%	-106.48%	N/A
J.P. Morgan Greater China Property Fund (8)	91,211			-0.04%	-0.04%	-0.04%	-0.04%	-4.51%	-4.51%	2.30%	2.30%	N/A
<b>Total Global Real Estate</b>	<b>1,708,648</b>	<b>4.9%</b>	<b>5.0%</b>	<b>0.51%</b>	<b>0.47%</b>	<b>0.51%</b>	<b>0.47%</b>	<b>11.04%</b>	<b>10.55%</b>	<b>15.90%</b>	<b>15.36%</b>	<b>N/A</b>
<b>NCREIF TOTAL INDEX</b>				<b>0.95%</b>	<b>0.95%</b>	<b>0.95%</b>	<b>0.95%</b>	<b>10.72%</b>	<b>10.72%</b>	<b>13.14%</b>	<b>13.14%</b>	
<b>Timber</b>												
TIR - Teredo (7)	580,099	1.6%		0.00%	0.00%	0.00%	0.00%	5.64%	5.64%	3.09%	3.09%	N/A
TIR - Springbank	891,560	2.5%		0.02%	0.02%	0.02%	0.02%	-2.45%	-2.45%	-3.02%	-3.02%	N/A
<b>Total Timber</b>	<b>1,471,659</b>	<b>4.2%</b>	<b>5.0%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.58%</b>	<b>0.58%</b>			
<b>NCREIF Timberland Index(8)</b>				<b>0.31%</b>	<b>0.31%</b>	<b>0.31%</b>	<b>0.31%</b>	<b>9.35%</b>	<b>9.35%</b>	<b>3.71%</b>	<b>3.71%</b>	<b>N/A</b>
<b>Infrastructure</b>												
JP Morgan (Asian)	352,811	1.0%		0.11%	0.11%	0.11%	0.11%	23.99%	23.99%	6.83%	6.83%	N/A
JP Morgan (IIF)	1,122,313	3.2%		0.00%	-0.08%	0.00%	-0.08%	10.64%	9.57%	7.42%	6.12%	N/A
Credit Suisse	381,630	1.1%		-1.08%	-1.08%	-1.08%	-1.08%	9.43%	9.43%	N/A	N/A	N/A
<b>Total Infrastructure (8)</b>	<b>1,856,754</b>	<b>5.3%</b>	<b>5.0%</b>	<b>-0.19%</b>	<b>-0.24%</b>	<b>-0.19%</b>	<b>-0.24%</b>	<b>12.33%</b>	<b>11.60%</b>			
<b>CPI</b>				<b>0.04%</b>	<b>0.04%</b>	<b>0.04%</b>	<b>0.04%</b>	<b>1.75%</b>	<b>1.75%</b>			
<b>Cash Equivalents</b>												
Northern Trust STIF	342,254			0.00%	0.00%	0.00%	0.00%	0.10%	0.10%	0.12%	0.12%	N/A
<b>Total Cash Equivalents</b>	<b>342,254</b>	<b>1.0%</b>	<b>1.0%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.10%</b>	<b>0.10%</b>	<b>0.13%</b>	<b>0.13%</b>	<b>N/A</b>
<b>90 Day T-Bill</b>				<b>0.01%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.11%</b>	<b>0.11%</b>	<b>0.11%</b>	<b>0.11%</b>	

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

**New asset class structure began October 1, 2011. Composite returns for new composites not available prior to that date.**

**Portfolios moved between asset classes will show historical returns in new position.**

(1) Epoch was included in the Large Cap Domestic Equity composite through 12/31/11.

(2) Prior to January 1, 2012, the benchmark was S&P 500.

(3) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.

(4) This benchmark was changed to the MSCI EAFE (unhedged) as of April 1, 2011.

(5) Prior to January 1, 2005, the benchmark was the First Boston Convertible Index.

(6) Prior to December 1, 2009, the benchmark was the Citigroup World Gov't Bond Index ex-US

(7) Prior to June 1, 2006, the Teredo properties were under the management of RMK.

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