

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

	December-13								September-13					Current Fiscal YTD		Prior FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013
	Market Value	Allocation		Quarter		Month		Market Value	Allocation		Quarter		Gross (7)	Net	Gross (7)	Net	Gross	Net	Net	
		Actual	Policy	Gross (4)	Net	Gross (8)	Net		Actual	Policy	Gross (4)	Net								
<b>TOTAL FUND</b>	<b>4,742,525</b>	<b>100.0%</b>	<b>100.0%</b>	<b>5.64%</b>	<b>5.56%</b>	<b>1.43%</b>	<b>1.40%</b>	<b>35,487,663</b>	<b>100.0%</b>	<b>100.0%</b>	<b>4.85%</b>	<b>4.76%</b>	<b>10.76%</b>	<b>10.59%</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>				4.84%	4.84%	1.12%	1.12%				4.89%	4.89%	9.97%	9.97%	11.95%	11.95%	11.36%	11.36%	N/A	
ATTRIBUTION ANALYSIS																				
Asset Allocation				0.13%	0.13%	0.05%	0.05%				0.02%	0.02%	0.16%	0.16%	-0.03%	-0.03%	-0.04%	-0.04%		
Manager Selection				0.67%	0.59%	0.26%	0.24%				-0.07%	-0.15%	0.63%	0.46%	2.31%	1.98%	0.86%	0.50%		
TOTAL RELATIVE RETURN				0.80%	0.72%	0.31%	0.28%				-0.05%	-0.13%	0.79%	0.62%	2.28%	1.95%	0.82%	0.46%		
<b>GLOBAL EQUITIES</b>	<b>3,185,602</b>	<b>67.2%</b>	<b>60.0%</b>	<b>8.45%</b>	<b>8.36%</b>	<b>2.08%</b>	<b>2.05%</b>	<b>21,721,729</b>	<b>61.2%</b>	<b>60.0%</b>	<b>7.28%</b>	<b>7.19%</b>	<b>16.35%</b>	<b>16.15%</b>	<b>19.56%</b>	<b>19.21%</b>				
<i>Benchmark</i>				7.69%	7.69%	1.91%	1.91%				7.15%	7.15%	15.39%	15.39%	18.12%	18.12%				
Epoch (1)	349,994	7.4%	4.5%	9.71%	9.54%	3.27%	3.21%	1,766,585	5.0%	4.5%	8.33%	8.16%	18.84%	18.48%	20.85%	20.10%	11.82%	11.41%	N/A	
Calamos	-	0.0%	1.5%	N/A	N/A	N/A	N/A	464,823	1.3%	1.5%	6.29%	6.11%	N/A	N/A	8.37%	7.65%	N/A	N/A	N/A	
LSV	539,519	11.4%	10.0%	9.38%	9.21%	2.24%	2.18%	3,621,188	10.2%	10.0%	8.71%	8.54%	18.91%	18.53%	N/A	N/A	N/A	N/A	N/A	
<b>Total Global Equities</b>	<b>889,575</b>	<b>18.8%</b>	<b>16.0%</b>	<b>9.11%</b>	<b>8.98%</b>	<b>2.52%</b>	<b>2.47%</b>	<b>5,852,596</b>	<b>16.5%</b>	<b>16.0%</b>	<b>8.40%</b>	<b>8.23%</b>	<b>18.28%</b>	<b>17.95%</b>	<b>17.06%</b>	<b>16.32%</b>				
<i>MSCI World (2)</i>				8.00%	8.00%	2.12%	2.12%				8.18%	8.18%	16.83%	16.83%	18.58%	18.58%				
<i>Domestic - broad Benchmark</i>	<b>1,726,687</b>	<b>36.4%</b>	<b>28.4%</b>	<b>10.67%</b>	<b>10.60%</b>	<b>2.54%</b>	<b>2.52%</b>	<b>10,322,984</b>	<b>29.1%</b>	<b>28.4%</b>	<b>7.05%</b>	<b>6.99%</b>	<b>18.48%</b>	<b>18.34%</b>	<b>24.08%</b>	<b>23.76%</b>				
				9.85%	9.85%	2.52%	2.52%				7.06%	7.06%	17.61%	17.61%	22.00%	22.00%				
Large Cap Domestic																				
LA Capital	482,891	10.2%	6.1%	11.42%	11.38%	2.91%	2.90%	3,053,423	8.6%	6.4%	6.66%	6.61%	18.85%	18.74%	18.86%	18.65%	19.03%	18.82%	N/A	
<i>Russell 1000 Growth</i>				10.44%	10.44%	2.86%	2.86%				8.11%	8.11%	19.39%	19.39%	17.07%	17.07%	18.68%	18.68%		
LA Capital	364,665	7.7%	3.5%	11.33%	11.29%	2.68%	2.67%	2,084,060	5.9%	3.7%	5.41%	5.37%	17.35%	17.26%	21.63%	21.44%	19.08%	18.81%	N/A	
<i>Russell 1000</i>				10.23%	10.23%	2.70%	2.70%				6.02%	6.02%	16.86%	16.86%	21.24%	21.24%	18.63%	18.63%		
Northern Trust	182,827	3.9%	3.9%	11.96%	11.89%	2.44%	2.42%	1,038,637	2.9%	2.9%	4.97%	4.90%	17.52%	17.37%	23.67%	23.35%	19.75%	19.49%	N/A	
Clifton	254,209	5.4%	7.8%	10.09%	10.09%	2.28%	2.28%	1,468,752	4.1%	8.3%	4.98%	4.98%	15.56%	15.56%	20.44%	20.43%	N/A	N/A	N/A	
<i>S&amp;P 500</i>				10.51%	10.51%	2.53%	2.53%				5.24%	5.24%	16.31%	16.31%	20.60%	20.60%	18.45%	18.45%		
<b>Total Large Cap Domestic</b>	<b>1,284,593</b>	<b>27.1%</b>	<b>21.3%</b>	<b>11.17%</b>	<b>11.13%</b>	<b>2.62%</b>	<b>2.61%</b>	<b>7,644,872</b>	<b>21.5%</b>	<b>21.3%</b>	<b>5.76%</b>	<b>5.72%</b>	<b>17.57%</b>	<b>17.49%</b>	<b>23.13%</b>	<b>22.92%</b>	<b>18.57%</b>	<b>18.23%</b>	<b>N/A</b>	
				10.23%	10.23%	2.70%	2.70%				6.02%	6.02%	16.86%	16.86%	21.24%	21.24%	18.62%	18.62%	N/A	
Small Cap Domestic																				
SEI	368	0.0%	0.0%	0.17%	0.17%	0.00%	0.00%	2,428	0.0%	0.0%	-5.01%	-5.01%	-4.85%	-4.85%	386.46%	386.46%	46.90%	46.90%	N/A	
Callan	247,199	5.2%	3.5%	9.73%	9.58%	2.60%	2.55%	1,492,047	4.2%	3.5%	11.32%	11.17%	22.15%	21.82%	27.71%	27.01%	20.26%	19.54%	N/A	
Clifton	194,527	4.1%	3.5%	8.66%	8.53%	1.91%	1.87%	1,183,637	3.3%	3.5%	10.37%	10.24%	19.93%	19.65%	25.30%	24.72%	20.17%	19.68%	N/A	
<b>Total Small Cap Domestic</b>	<b>442,094</b>	<b>9.3%</b>	<b>7.1%</b>	<b>9.25%</b>	<b>9.11%</b>	<b>2.29%</b>	<b>2.25%</b>	<b>2,678,112</b>	<b>7.5%</b>	<b>7.1%</b>	<b>10.88%</b>	<b>10.74%</b>	<b>21.13%</b>	<b>20.83%</b>	<b>26.86%</b>	<b>26.22%</b>	<b>20.05%</b>	<b>19.46%</b>	<b>N/A</b>	
				8.72%	8.72%	1.97%	1.97%				10.21%	10.21%	19.82%	19.82%	24.21%	24.21%	18.67%	18.67%		
<i>International - broad Benchmark</i>	<b>417,270</b>	<b>8.8%</b>	<b>10.6%</b>	<b>4.47%</b>	<b>4.35%</b>	<b>0.70%</b>	<b>0.67%</b>	<b>3,895,183</b>	<b>11.0%</b>	<b>10.6%</b>	<b>10.06%</b>	<b>9.90%</b>	<b>14.98%</b>	<b>14.67%</b>	<b>15.31%</b>	<b>14.58%</b>				
				4.42%	4.42%	0.52%	0.52%				9.62%	9.62%	14.46%	14.46%	13.21%	13.21%				
Developed International																				
State Street	-	0.0%	0.8%	2.00%	1.98%	-3.28%	-3.29%	292,713	0.8%	0.8%	12.16%	12.13%	14.40%	14.35%	23.17%	22.63%	10.23%	9.54%	N/A	
<i>MSCI EAFE (3)</i>				5.71%	5.71%	1.50%	1.50%				11.56%	11.56%	17.94%	17.94%	18.62%	18.62%	10.04%	10.04%		
Capital Group	68,845	1.5%	4.7%	5.56%	5.45%	2.00%	1.96%	400,680	1.1%	1.4%	11.78%	11.67%	18.00%	17.76%	21.31%	20.83%	10.29%	9.77%	N/A	
<i>MSCI EAFE (4)</i>				5.71%	5.71%	1.50%	1.50%				11.56%	11.56%	17.94%	17.94%	18.62%	18.62%	8.10%	8.10%		
Clifton	74	0.0%	0.0%	N/A	N/A	N/A	N/A	1,187,853	3.3%	3.3%	11.99%	11.79%	N/A	N/A	17.25%	16.39%	9.03%	8.71%	N/A	
<i>MSCI EAFE</i>											11.56%	11.56%			18.62%	18.62%	10.04%	10.04%		

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	Market Value	Allocation		Quarter		Month		Market Value	Allocation		Quarter		Gross (7)	Net	Gross (7)	Net	Gross	Net	Net
		Actual	Policy	Gross (4)	Net	Gross (6)	Net		Actual	Policy	Gross (4)	Net							
NTGI	158,977	0.0%	0.0%	N/A	N/A	0.16%	0.16%	0	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>MSCI World Ex US</b>						<b>1.50%</b>	<b>1.50%</b>												
DFA	49,767	1.0%	0.8%	7.99%	7.85%	3.39%	3.34%	379,103	1.1%	0.8%	16.61%	16.45%	25.93%	25.60%	24.89%	24.22%	12.34%	11.63%	N/A
Wellington	56,425	1.2%	0.8%	5.85%	5.67%	2.05%	1.99%	438,669	1.2%	0.8%	15.54%	15.35%	22.29%	21.88%	26.16%	25.31%	17.16%	16.27%	N/A
<b>S&amp;P/Citigroup BMI EPAC &lt; \$2BN</b>				<b>3.42%</b>	<b>3.42%</b>	<b>1.69%</b>	<b>1.69%</b>				<b>14.42%</b>	<b>14.42%</b>	<b>18.34%</b>	<b>18.34%</b>	<b>18.05%</b>	<b>18.05%</b>	<b>9.78%</b>	<b>9.78%</b>	
<b>Total Developed International</b>	<b>334,244</b>	<b>7.0%</b>	<b>7.1%</b>	<b>5.87%</b>	<b>5.74%</b>	<b>1.55%</b>	<b>1.53%</b>	<b>2,699,019</b>	<b>7.6%</b>	<b>7.1%</b>	<b>13.17%</b>	<b>13.01%</b>	<b>19.81%</b>	<b>19.50%</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>5.71%</b>	<b>5.71%</b>	<b>1.50%</b>	<b>1.50%</b>				<b>11.56%</b>	<b>11.56%</b>	<b>17.94%</b>	<b>17.94%</b>	<b>18.62%</b>	<b>18.62%</b>	<b>8.10%</b>	<b>8.10%</b>	
<b>Emerging Markets</b>																			
JP Morgan	15,268	0.3%	0.6%	1.17%	0.97%	-1.48%	-1.55%	220,271	0.6%	0.6%	2.34%	2.14%	3.54%	3.13%	5.11%	4.28%	4.79%	4.01%	N/A
PanAgora	0	0.0%	0.6%	N/A	N/A	N/A	N/A	151,512	0.4%	0.6%	2.61%	2.44%	N/A	N/A	6.28%	5.58%	4.47%	3.72%	N/A
UBS	0	0.0%	1.1%	N/A	N/A	N/A	N/A	206,569	0.6%	1.1%	2.78%	2.54%	N/A	N/A	-0.62%	-1.55%	3.19%	2.34%	N/A
NTGI	46,325	1.0%	0.6%	2.00%	1.96%	-1.27%	-1.28%	313,412	0.9%	0.6%	5.80%	5.76%	7.91%	7.83%	N/A	N/A	N/A	N/A	
DFA	21,211	0.4%	0.7%	1.68%	1.51%	-0.78%	-0.83%	304,400	0.9%	0.7%	3.45%	3.29%	5.19%	4.85%	9.18%	8.47%	6.59%	5.80%	N/A
<b>Total Emerging Markets</b>	<b>83,026</b>	<b>1.8%</b>	<b>3.5%</b>	<b>1.32%</b>	<b>1.19%</b>	<b>-1.25%</b>	<b>-1.28%</b>	<b>1,196,164</b>	<b>3.4%</b>	<b>3.5%</b>	<b>3.62%</b>	<b>3.47%</b>	<b>4.99%</b>	<b>4.70%</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>1.83%</b>	<b>1.83%</b>	<b>-1.45%</b>	<b>-1.45%</b>				<b>5.77%</b>	<b>5.77%</b>	<b>7.70%</b>	<b>7.70%</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)	1,852	0.0%		-15.40%	-15.40%	0.00%	0.00%	24,240	0.1%		0.00%	0.00%	-15.40%	-15.40%	14.19%	14.19%	-4.54%	-4.54%	N/A
Brinson 1998 Partnership Fund	89	0.0%		1.75%	1.75%	1.75%	1.75%	966	0.0%		-1.10%	-1.10%	0.63%	0.63%	16.27%	16.27%	4.87%	4.87%	N/A
Brinson 1999 Partnership Fund	642	0.0%		9.66%	9.66%	9.66%	9.66%	9,517	0.0%		0.41%	0.41%	10.11%	10.11%	9.46%	9.46%	10.71%	10.71%	N/A
Brinson 2000 Partnership Fund	2,222	0.0%		-0.81%	-0.81%	-0.81%	-0.81%	24,808	0.1%		-2.20%	-2.20%	-2.99%	-2.99%	6.03%	6.03%	12.52%	12.52%	N/A
Brinson 2001 Partnership Fund	2,249	0.0%		7.79%	7.79%	7.79%	7.79%	27,043	0.1%		-1.46%	-1.46%	6.22%	6.22%	12.43%	12.43%	14.42%	14.42%	N/A
Brinson 2002 Partnership Fund	1,403	0.0%		3.73%	3.73%	3.73%	3.73%	14,977	0.0%		0.10%	0.10%	3.83%	3.83%	6.52%	6.52%	17.45%	17.45%	N/A
Brinson 2003 Partnership Fund	589	0.0%		7.00%	7.00%	7.00%	7.00%	6,772	0.0%		7.69%	7.69%	15.23%	15.23%	6.11%	6.11%	8.51%	8.51%	N/A
Total Brinson Partnership Funds	7,194	0.2%		4.40%	4.40%	4.40%	4.40%	84,083	0.2%		-0.53%	-0.53%	3.84%	3.84%	8.66%	8.66%	13.26%	13.26%	N/A
Brinson 1999 Non-US Partnership Fund	411	0.0%		4.99%	4.99%	4.99%	4.99%	4,330	0.0%		0.20%	0.20%	5.20%	5.20%	27.87%	27.87%	27.63%	27.63%	N/A
Brinson 2000 Non-US Partnership Fund	787	0.0%		-4.98%	-4.98%	-4.98%	-4.98%	9,170	0.0%		0.08%	0.08%	-4.90%	-4.90%	-1.13%	-1.13%	9.56%	9.56%	N/A
Brinson 2001 Non-US Partnership Fund	409	0.0%		15.43%	15.43%	15.43%	15.43%	5,539	0.0%		-0.27%	-0.27%	15.12%	15.12%	9.41%	9.41%	4.02%	4.02%	N/A
Brinson 2002 Non-US Partnership Fund	1,459	0.0%		3.79%	3.79%	3.79%	3.79%	15,572	0.0%		-2.68%	-2.68%	1.01%	1.01%	8.55%	8.55%	15.73%	15.73%	N/A
Brinson 2003 Non-US Partnership Fund	1,395	0.0%		-0.10%	-0.10%	-0.10%	-0.10%	15,464	0.0%		4.37%	4.37%	4.27%	4.27%	32.82%	32.82%	20.45%	20.45%	N/A
Brinson 2004 Non-US Partnership Fund	849	0.0%		2.58%	2.58%	2.58%	2.58%	10,193	0.0%		-1.83%	-1.83%	0.70%	0.70%	8.52%	8.52%	9.90%	9.90%	N/A
Total Brinson Non-US Partnership Fund	5,310	0.1%		2.41%	2.41%	2.41%	2.41%	60,267	0.2%		-0.05%	-0.05%	2.35%	2.35%	13.16%	13.16%	14.49%	14.49%	N/A
Adams Street 2008 Non-US Partnership Fd	3,989	0.1%		5.99%	5.99%	5.99%	5.99%	40,211	0.1%		-0.23%	-0.23%	5.75%	5.75%	10.58%	10.58%	9.37%	9.37%	N/A
Brinson BVCF IV	3,923	0.1%		1.67%	1.67%	0.00%	0.00%	42,730	0.1%		0.00%	0.00%	1.67%	1.67%	32.89%	32.89%	83.51%	83.51%	N/A
Adams Street Direct Co-investment Fund	12,314	0.3%		2.72%	2.72%	2.72%	2.72%	134,111	0.4%		0.00%	0.00%	2.72%	2.72%	11.74%	11.74%	13.70%	13.70%	N/A
Adams Street 2010 Direct Fund	835	0.0%		9.95%	9.95%	9.95%	9.95%	8,256	0.0%		0.00%	0.00%	9.95%	9.95%	2.36%	2.36%	4.96%	4.96%	N/A
Adams Street 2010 Non-US Emerging Mkts	349	0.0%		-0.45%	-0.45%	-0.45%	-0.45%	2,977	0.0%		-1.13%	-1.13%	-1.58%	-1.58%	-5.04%	-5.04%	N/A	N/A	N/A
Adams Street 2010 Non-US Developed Mkts	1,226	0.0%		4.68%	4.68%	4.68%	4.68%	12,052	0.0%		-0.70%	-0.70%	3.94%	3.94%	11.47%	11.47%	0.81%	0.81%	N/A
Adams Street 2010 Partnership Fund	2,400	0.1%		4.20%	4.20%	4.20%	4.20%	23,606	0.1%		-0.14%	-0.14%	4.06%	4.06%	10.31%	10.31%	15.54%	15.54%	N/A
Total Adams Street 2010 Funds	4,811	0.1%		5.00%	5.00%	5.00%	5.00%	46,891	0.1%		-0.32%	-0.32%	4.67%	4.67%	8.27%	8.27%	9.88%	9.88%	N/A
Matlin Patterson Global Opportunities	9	0.0%		0.00%	0.00%	0.00%	0.00%	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	1,101	0.0%		0.75%	0.75%	0.00%	0.00%	12,105	0.0%		-0.03%	-0.03%	0.72%	0.72%	-12.14%	-12.14%	-53.08%	-53.08%	N/A
Matlin Patterson Global Opportunities III	19,005	0.4%		-3.18%	-3.18%	0.00%	0.00%	217,387	0.6%		0.00%	0.00%	-3.18%	-3.18%	25.08%	25.08%	41.76%	41.76%	N/A
InvestAmerica (Lewis and Clark Fund)	4,523	0.1%		0.00%	0.00%	0.00%	0.00%	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	7,504	0.2%		0.00%	0.00%	0.00%	0.00%	83,104	0.2%		0.00%	0.00%	0.00%	0.00%	-4.18%	-4.18%	-5.04%	N/A	N/A
Hearthstone MSII	-	0.0%		0.00%	0.00%	0.00%	0.00%	0	0.0%		0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	N/A
Hearthstone MSIII	-	0.0%		0.00%	0.00%	0.00%	0.00%	0	0.0%		0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	50.20%	50.20%	N/A
Corsair III (2)	9,115	0.2%		6.86%	6.86%	0.00%	0.00%	93,699	0.3%		-1.48%	-1.48%	5.28%	5.28%	-10.93%	-10.93%	-1.72%	-2.07%	N/A
Corsair III - ND Investors LLC (2)	8,578	0.2%		-0.21%	-0.21%	0.00%	0.00%	95,001	0.3%		0.22%	0.22%	0.00%	0.00%	8.19%	8.19%	4.27%	4.18%	N/A
Corsair IV	8,492	0.2%		4.97%	4.97%	0.00%	0.00%	86,439	0.2%		-1.85%	-1.85%	3.02%	3.02%	8.75%	8.75%	-5.01%	-5.19%	N/A
Capital International (CIPEF V)	14,727	0.3%		4.40%	4.40%	0.00%	0.00%	155,992	0.4%		-0.22%	-0.22%	4.18%	4.18%	-10.03%	-10.03%	6.63%	6.63%	N/A
Capital International (CIPEF VI)	8,964	0.2%		-4.53%	-4.53%	0.00%	0.00%	82,955	0.2%		-1.88%	-1.88%	-6.32%	-6.32%	-22.38%	-22.38%	N/A	N/A	N/A
EIG (formerly TCW)	17,560	0.4%		-0.42%	-0.42%	0.30%	0.30%	190,707	0.5%		-3.94%	-3.94%	-4.34%	-4.34%	0.37%	0.37%	6.67%	6.67%	N/A
Quantum Resources	6,612	0.1%		-0.79%	-0.79%	0.00%	0.00%	74,516	0.2%		-3.52%	-3.52%	-4.28%	-4.28%	36.60%	36.60%	38.33%	38.33%	N/A
Quantum Energy Partners	6,487	0.1%		14.76%	14.76%	-1.40%	-1.40%	76,342	0.2%		0.04%	0.04%	14.80%	14.80%	18.79%	18.79%	23.23%	23.23%	N/A
<b>Total Private Equity (8)</b>	<b>152,070</b>	<b>3.2%</b>	<b>5.0%</b>	<b>1.62%</b>	<b>1.62%</b>	<b>0.76%</b>	<b>0.76%</b>	<b>1,650,967</b>	<b>4.7%</b>	<b>5.0%</b>	<b>-0.92%</b>	<b>-0.92%</b>	<b>0.69%</b>	<b>0.69%</b>	<b>6.69%</b>	<b>6.69%</b>	<b>8.85%</b>	<b>8.85%</b>	<b>N/A</b>

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

	December-13								September-13					Current Fiscal YTD		Prior FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013
	Market Value	Allocation		Quarter		Month		Market Value	Allocation		Quarter		Gross (7)	Net	Gross (7)	Net	Gross	Net	Net	
		Actual	Policy	Gross (4)	Net	Gross (8)	Net		Actual	Policy	Gross (4)	Net								
<b>GLOBAL FIXED INCOME</b>	<b>798,015</b>	<b>16.8%</b>	<b>24.0%</b>	<b>0.59%</b>	<b>0.53%</b>	<b>-0.12%</b>	<b>-0.14%</b>	<b>8,449,612</b>	<b>23.8%</b>	<b>24.0%</b>	<b>1.12%</b>	<b>1.06%</b>	<b>1.71%</b>	<b>1.60%</b>	<b>5.99%</b>	<b>5.77%</b>				
<i>Benchmark</i>				<i>0.51%</i>	<i>0.51%</i>	<i>-0.35%</i>	<i>-0.35%</i>				<i>1.72%</i>	<i>1.72%</i>	<i>2.23%</i>	<i>2.23%</i>	<i>0.80%</i>	<i>0.80%</i>				
<b>Domestic Fixed Income</b>	<b>647,548</b>	<b>13.7%</b>	<b>19.0%</b>	<b>0.87%</b>	<b>0.82%</b>	<b>-0.12%</b>	<b>-0.13%</b>	<b>6,697,482</b>	<b>18.9%</b>	<b>19.0%</b>	<b>0.89%</b>	<b>0.84%</b>	<b>1.76%</b>	<b>1.67%</b>	<b>7.38%</b>	<b>7.19%</b>				
<i>Benchmark</i>				<i>0.83%</i>	<i>0.83%</i>	<i>-0.27%</i>	<i>-0.27%</i>				<i>1.02%</i>	<i>1.02%</i>	<i>1.86%</i>	<i>1.86%</i>	<i>1.91%</i>	<i>1.91%</i>				
<b>Investment Grade Fixed Income</b>																				
PIMCO (DiSCO II) (8)	63,440	1.3%	2.2%	3.83%	3.83%	0.95%	0.95%	934,697	2.6%	2.2%	2.01%	2.01%	5.91%	5.91%	33.07%	33.07%	N/A	N/A	N/A	
<i>BC Aggregate</i>				<i>-0.14%</i>	<i>-0.14%</i>	<i>-0.57%</i>	<i>-0.57%</i>				<i>0.57%</i>	<i>0.57%</i>	<i>0.43%</i>	<i>0.43%</i>	<i>-0.69%</i>	<i>-0.69%</i>				
State Street	48,607	1.0%	1.4%	-3.09%	-3.09%	-1.94%	-1.94%	446,487	1.3%	1.4%	-2.24%	-2.24%	-5.25%	-5.26%	N/A	N/A	N/A	N/A	N/A	
<i>BC Long Treasuries</i>				<i>-3.08%</i>	<i>-3.08%</i>	<i>-1.94%</i>	<i>-1.94%</i>				<i>-2.23%</i>	<i>-2.23%</i>	<i>-5.24%</i>	<i>-5.24%</i>	<i>-8.36%</i>	<i>-8.36%</i>				
PIMCO (Unconstrained) (9)	70,739	1.5%	1.7%	-0.70%	-0.70%	-0.55%	-0.55%	565,270	1.6%	1.7%	-0.28%	-0.28%	-0.97%	-0.97%	2.20%	2.20%	N/A	N/A	N/A	
<i>3m LIBOR</i>				<i>0.06%</i>	<i>0.06%</i>	<i>0.02%</i>	<i>0.02%</i>				<i>0.07%</i>	<i>0.07%</i>	<i>0.13%</i>	<i>0.13%</i>	<i>0.34%</i>	<i>0.34%</i>				
Declaration (Total Return) (9)	52,158	1.1%	1.7%	0.94%	0.94%	-0.04%	-0.04%	569,300	1.6%	1.7%	0.97%	0.97%	1.92%	1.92%	7.83%	7.83%	N/A	N/A	N/A	
<i>3m LIBOR</i>				<i>0.06%</i>	<i>0.06%</i>	<i>0.02%</i>	<i>0.02%</i>				<i>0.07%</i>	<i>0.07%</i>	<i>0.13%</i>	<i>0.13%</i>	<i>0.34%</i>	<i>0.34%</i>				
Western Asset	86,973	1.8%	2.8%	-0.52%	-0.56%	-0.62%	-0.63%	963,666	2.7%	2.8%	0.92%	0.88%	0.39%	0.31%	-1.31%	-1.48%	N/A	N/A	N/A	
PIMCO (MBS)	128,967	2.7%	4.2%	-0.44%	-0.48%	-0.55%	-0.57%	1,427,131	4.0%	4.2%	0.72%	0.68%	0.28%	0.20%	-0.45%	-0.62%	N/A	N/A	N/A	
<i>BC Mortgage Backed Securities Index</i>				<i>-0.42%</i>	<i>-0.42%</i>	<i>-0.47%</i>	<i>-0.47%</i>				<i>1.61%</i>	<i>1.61%</i>	<i>1.18%</i>	<i>1.18%</i>	<i>-1.10%</i>	<i>-1.10%</i>				
<b>Total Investment Grade Fixed Income</b>	<b>450,883</b>	<b>9.5%</b>	<b>14.0%</b>	<b>0.00%</b>	<b>-0.02%</b>	<b>-0.45%</b>	<b>-0.46%</b>	<b>4,906,550</b>	<b>13.8%</b>	<b>14.0%</b>	<b>0.64%</b>	<b>0.62%</b>	<b>0.64%</b>	<b>0.60%</b>	<b>5.13%</b>	<b>5.04%</b>	<b>5.37%</b>	<b>5.15%</b>	<b>N/A</b>	
<i>BC Aggregate</i>				<i>-0.14%</i>	<i>-0.14%</i>	<i>-0.57%</i>	<i>-0.57%</i>				<i>0.57%</i>	<i>0.57%</i>	<i>0.43%</i>	<i>0.43%</i>	<i>-0.69%</i>	<i>-0.69%</i>	<i>3.51%</i>	<i>3.51%</i>		
<b>Below Investment Grade Fixed Income</b>																				
Loomis Sayles	180,048	3.8%	4.6%	3.30%	3.19%	0.61%	0.57%	1,665,163	4.7%	4.6%	1.79%	1.67%	5.15%	4.91%	12.75%	12.25%	11.41%	10.91%	N/A	
PIMCO (BRAVO II) (9)	4,387	0.1%	0.1%			0.00%	0.00%	0	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
Goldman Sachs 2006 Fund (8)	2,855	0.1%	0.1%	3.63%	3.63%	3.63%	3.63%	33,459	0.1%	0.1%	-0.31%	-0.31%	3.31%	3.31%	18.49%	18.49%	6.96%	6.96%	N/A	
Goldman Sachs Fund V (8)	9,375	0.2%	0.2%	2.79%	2.79%	2.79%	2.79%	92,309	0.3%	0.3%	-0.75%	-0.75%	2.01%	2.01%	17.11%	17.11%	15.96%	15.96%	13.42%	
<b>Total Below Investment Grade Fixed Income</b>	<b>196,665</b>	<b>4.1%</b>	<b>5.0%</b>	<b>3.19%</b>	<b>3.08%</b>	<b>0.74%</b>	<b>0.71%</b>	<b>1,790,932</b>	<b>5.0%</b>	<b>5.0%</b>	<b>1.61%</b>	<b>1.50%</b>	<b>4.84%</b>	<b>4.63%</b>	<b>14.10%</b>	<b>13.64%</b>	<b>11.75%</b>	<b>11.35%</b>	<b>N/A</b>	
<i>BC High Yield 2% Issuer Constrained Index</i>				<i>3.57%</i>	<i>3.57%</i>	<i>0.54%</i>	<i>0.54%</i>				<i>2.28%</i>	<i>2.28%</i>	<i>5.94%</i>	<i>5.94%</i>	<i>9.50%</i>	<i>9.50%</i>	<i>10.69%</i>	<i>10.69%</i>		
<b>International Fixed Income</b>	<b>150,467</b>	<b>3.2%</b>	<b>5.0%</b>	<b>-0.49%</b>	<b>-0.58%</b>	<b>-0.14%</b>	<b>-0.17%</b>	<b>1,752,130</b>	<b>4.9%</b>	<b>5.0%</b>	<b>1.98%</b>	<b>1.89%</b>	<b>1.48%</b>	<b>1.30%</b>	<b>0.83%</b>	<b>0.48%</b>				
<i>Benchmark</i>				<i>-0.72%</i>	<i>-0.72%</i>	<i>-0.64%</i>	<i>-0.64%</i>				<i>4.38%</i>	<i>4.38%</i>	<i>3.63%</i>	<i>3.63%</i>	<i>-3.40%</i>	<i>-3.40%</i>				
<b>Developed Investment Grade Int'l FI</b>																				
UBS Global (Brinson)	74,680	1.6%	2.5%	-0.83%	-0.90%	-0.68%	-0.71%	843,000	2.4%	2.5%	3.77%	3.70%	2.92%	2.76%	-3.45%	-3.74%	3.64%	3.34%	N/A	
<i>BC Global Aggregate ex-US (6)</i>				<i>-0.72%</i>	<i>-0.72%</i>	<i>-0.64%</i>	<i>-0.64%</i>				<i>4.38%</i>	<i>4.38%</i>	<i>3.63%</i>	<i>3.63%</i>	<i>-3.40%</i>	<i>-3.40%</i>	<i>3.46%</i>	<i>3.46%</i>		
Brandywine	75,787	1.6%	2.5%	-0.18%	-0.27%	0.39%	0.36%	909,130	2.6%	2.5%	0.37%	0.27%	0.19%	0.00%	5.00%	4.59%	9.95%	9.53%	N/A	
<i>BC Global Aggregate (ex-US)</i>				<i>-0.44%</i>	<i>-0.44%</i>	<i>-0.60%</i>	<i>-0.60%</i>				<i>2.80%</i>	<i>2.80%</i>	<i>2.34%</i>	<i>2.34%</i>	<i>-2.18%</i>	<i>-2.18%</i>	<i>3.55%</i>	<i>3.55%</i>		
<b>Total Developed Investment Grade Int'l FI</b>	<b>150,467</b>	<b>3.2%</b>	<b>5.0%</b>	<b>-0.49%</b>	<b>-0.58%</b>	<b>-0.14%</b>	<b>-0.17%</b>	<b>1,752,130</b>	<b>4.9%</b>	<b>5.0%</b>	<b>1.98%</b>	<b>1.89%</b>	<b>1.48%</b>	<b>1.30%</b>	<b>0.83%</b>	<b>0.48%</b>	<b>6.89%</b>	<b>6.53%</b>	<b>N/A</b>	
<i>BC Global Aggregate ex-US</i>				<i>-0.72%</i>	<i>-0.72%</i>	<i>-0.64%</i>	<i>-0.64%</i>				<i>4.38%</i>	<i>4.38%</i>	<i>3.63%</i>	<i>3.63%</i>	<i>-3.40%</i>	<i>-3.40%</i>	<i>3.46%</i>	<i>3.46%</i>		

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

	December-13							September-13					Current Fiscal YTD		Prior FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013
	Market Value	Allocation		Quarter		Month		Market Value	Allocation		Quarter		Gross (7)	Net	Gross (7)	Net	Gross	Net	Net
		Actual	Policy	Gross (4)	Net	Gross (8)	Net		Actual	Policy	Gross (4)	Net							
<b>GLOBAL REAL ASSETS</b>	<b>670,922</b>	<b>14.1%</b>	<b>15.0%</b>	<b>2.35%</b>	<b>2.25%</b>	<b>1.14%</b>	<b>1.11%</b>	<b>4,966,955</b>	<b>14.0%</b>	<b>15.0%</b>	<b>1.19%</b>	<b>1.10%</b>	<b>3.57%</b>	<b>3.38%</b>	<b>8.07%</b>	<b>7.67%</b>			
<b>Benchmark</b>				<b>0.95%</b>	<b>0.95%</b>	<b>0.39%</b>	<b>0.39%</b>				<b>1.25%</b>	<b>1.25%</b>	<b>2.21%</b>	<b>2.21%</b>	<b>7.22%</b>	<b>7.22%</b>			
<b>Global Real Estate</b>																			
INVESCO - Core	101,676			3.37%	3.25%	3.37%	3.33%	630,252			2.25%	2.13%	5.69%	5.44%	13.36%	12.84%	15.85%	15.38%	N/A
INVESCO - Fund II (8)	15,958			5.18%	5.18%	0.00%	0.00%	97,120			0.00%	0.00%	5.18%	5.18%	23.44%	23.44%	35.58%	35.58%	N/A
INVESCO - Fund III (9)	15,756			6.39%	6.39%	0.00%	0.00%	94,808			0.00%	0.00%	6.39%	6.39%	16.79%	16.79%	N/A	N/A	N/A
INVESCO - Asia Real Estate Fund (8)	18,513			8.22%	8.22%	0.00%	0.00%	101,807			-1.09%	-1.09%	7.05%	7.05%	-5.61%	-5.61%	-4.32%	-4.32%	N/A
J.P. Morgan Strategic & Special Funds	93,358			3.80%	3.58%	2.16%	2.08%	577,103			4.50%	4.28%	8.47%	8.02%	14.62%	13.66%	16.20%	15.23%	N/A
J.P. Morgan Alternative Property Fund	3,267			-10.37%	-10.39%	0.00%	-0.01%	24,962			11.43%	11.40%	-0.13%	-0.18%	15.24%	15.13%	15.71%	15.35%	N/A
J.P. Morgan Greater Europe Fund (8)	14,732			20.36%	20.36%	20.30%	20.30%	45,371			-0.04%	-0.04%	20.32%	20.32%	-48.64%	-48.64%	-106.48%	-106.48%	N/A
J.P. Morgan Greater China Property Fund (8)	12,540			7.04%	7.04%	1.07%	1.07%	91,211			4.40%	4.40%	11.75%	11.75%	-4.51%	-4.51%	2.30%	2.30%	N/A
<b>Total Global Real Estate</b>	<b>275,799</b>	<b>5.8%</b>	<b>5.0%</b>	<b>4.67%</b>	<b>4.54%</b>	<b>2.83%</b>	<b>2.79%</b>	<b>1,662,634</b>	<b>4.7%</b>	<b>5.0%</b>	<b>2.56%</b>	<b>2.44%</b>	<b>7.34%</b>	<b>7.10%</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>2.53%</b>	<b>2.53%</b>	<b>0.84%</b>	<b>0.84%</b>				<b>2.59%</b>	<b>2.59%</b>	<b>5.18%</b>	<b>5.18%</b>	<b>10.72%</b>	<b>10.72%</b>	<b>13.14%</b>	<b>13.14%</b>	
<b>Timber</b>																			
TIR - Teredo (7)	54,040	1.1%		-3.41%	-3.41%	0.00%	0.00%	557,967	1.6%		0.00%	0.00%	-3.41%	-3.41%	5.64%	5.64%	3.09%	3.09%	N/A
TIR - Springbank	89,060	1.9%		-0.36%	-0.36%	0.00%	0.00%	891,560	2.5%		0.02%	0.02%	-0.34%	-0.34%	-2.45%	-2.45%	-3.02%	-3.02%	N/A
<b>Total Timber</b>	<b>143,100</b>	<b>3.0%</b>	<b>5.0%</b>	<b>-1.53%</b>	<b>-1.53%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>1,449,527</b>	<b>4.1%</b>	<b>5.0%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>-1.52%</b>	<b>-1.52%</b>	<b>0.58%</b>	<b>0.58%</b>			
<b>NCREIF Timberland Index(8)</b>				<b>0.93%</b>	<b>0.93%</b>	<b>0.31%</b>	<b>0.31%</b>				<b>0.93%</b>	<b>0.93%</b>	<b>1.87%</b>	<b>1.87%</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)	45,827	1.0%		0.00%	0.00%	-1.18%	-1.18%	352,811	1.0%		0.00%	0.00%	-4.23%	-4.23%	23.99%	23.99%	6.83%	6.83%	N/A
JP Morgan (IIF)	157,229	3.3%		5.56%	5.31%	0.00%	-0.08%	1,140,247	3.2%		1.87%	1.63%	7.54%	7.02%	10.64%	9.57%	7.42%	6.12%	N/A
Credit Suisse	48,967	1.0%		3.70%	3.70%	3.75%	3.75%	361,735	1.0%		-1.32%	-1.32%	2.33%	2.33%	9.43%	9.43%	N/A	N/A	N/A
<b>Total Infrastructure (8)</b>	<b>252,023</b>	<b>5.3%</b>	<b>5.0%</b>	<b>3.32%</b>	<b>3.16%</b>	<b>0.51%</b>	<b>0.46%</b>	<b>1,854,794</b>	<b>5.2%</b>	<b>5.0%</b>	<b>0.91%</b>	<b>0.76%</b>	<b>4.26%</b>	<b>3.95%</b>	<b>12.33%</b>	<b>11.60%</b>			
<b>CPI</b>				<b>-0.59%</b>	<b>-0.59%</b>	<b>0.02%</b>	<b>0.02%</b>				<b>0.23%</b>	<b>0.23%</b>	<b>-0.36%</b>	<b>-0.36%</b>	<b>1.75%</b>	<b>1.75%</b>			
<b>Cash Equivalents</b>																			
Northern Trust STIF	87,987			0.01%	0.01%	0.00%	0.00%	349,367			0.01%	0.01%	0.02%	0.02%	0.10%	0.10%	0.12%	0.12%	N/A
<b>Total Cash Equivalents</b>	<b>87,987</b>	<b>1.9%</b>	<b>1.0%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>349,367</b>	<b>1.0%</b>	<b>1.0%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.02%</b>	<b>0.02%</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>0.02%</b>	<b>0.02%</b>	<b>0.01%</b>	<b>0.01%</b>				<b>0.02%</b>	<b>0.02%</b>	<b>0.03%</b>	<b>0.03%</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.