

**INSURANCE REGULATORY TRUST FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF MARCH 31, 2014**

	March-14					December-13					September-13					Current FYTD		Prior Year FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013	
	Market Value	Allocation		Quarter		Market Value	Allocation		Quarter		Market Value	Allocation		Quarter		Gross	Net	Gross	Net	Gross	Net	Gross	Net
		Actual	Policy	Gross	Net		Actual	Policy	Gross	Net		Actual	Policy	Gross	Net								
<b>TOTAL INSURANCE REGULATORY TRUST</b>	<b>1,122,648</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.33%</b>	<b>1.29%</b>	<b>1,107,837</b>	<b>100.0%</b>	<b>100.0%</b>	<b>3.30%</b>	<b>3.27%</b>	<b>1,073,149</b>	<b>100.0%</b>	<b>100.0%</b>	<b>2.91%</b>	<b>2.86%</b>	<b>7.72%</b>	<b>7.60%</b>	<b>8.65%</b>	<b>8.49%</b>	<b>7.76%</b>	<b>7.57%</b>	<b>5.04%</b>	
<i>POLICY TARGET BENCHMARK</i>				1.12%	1.12%				2.45%	2.45%				2.76%	2.76%	6.46%	6.46%	5.75%	5.75%	5.91%	5.91%	3.85%	
ATTRIBUTION ANALYSIS																							
<b>Asset Allocation</b>				<b>-0.13%</b>	<b>-0.13%</b>				<b>0.13%</b>	<b>0.13%</b>				<b>-0.05%</b>	<b>-0.05%</b>	<b>-0.05%</b>	<b>-0.05%</b>	<b>0.09%</b>	<b>0.09%</b>	<b>0.05%</b>	<b>0.05%</b>		
<b>Manager Selection</b>				<b>0.34%</b>	<b>0.30%</b>				<b>0.72%</b>	<b>0.69%</b>				<b>0.19%</b>	<b>0.14%</b>	<b>1.31%</b>	<b>1.19%</b>	<b>2.81%</b>	<b>2.65%</b>	<b>1.79%</b>	<b>1.61%</b>		
<b>TOTAL RELATIVE RETURN</b>				<b>0.21%</b>	<b>0.17%</b>				<b>0.85%</b>	<b>0.82%</b>				<b>0.14%</b>	<b>0.09%</b>	<b>1.26%</b>	<b>1.14%</b>	<b>2.90%</b>	<b>2.74%</b>	<b>1.84%</b>	<b>1.66%</b>		
<b>LARGE CAP DOMESTIC EQUITY</b>																							
Los Angeles Capital	50,251	4.5%	4.5%	0.56%	0.52%	55,564	5.0%	4.5%	11.50%	11.46%	49,411	4.6%	4.5%	6.91%	6.85%	19.88%	19.72%	18.87%	18.66%	19.01%	18.80%	7.51%	
<b>Russell 1000 Growth</b>				<b>1.12%</b>	<b>1.12%</b>				<b>10.44%</b>	<b>10.44%</b>				<b>8.11%</b>	<b>8.11%</b>	<b>20.73%</b>	<b>20.73%</b>	<b>17.07%</b>	<b>17.07%</b>	<b>18.68%</b>	<b>18.68%</b>	<b>7.47%</b>	
LSV	51,512	4.6%	4.5%	3.71%	3.65%	54,240	4.9%	4.5%	12.57%	12.51%	48,790	4.5%	4.5%	5.64%	5.56%	23.33%	23.10%	32.50%	32.20%	20.05%	19.73%	7.86%	
<b>Russell 1000 Value</b>				<b>3.02%</b>	<b>3.02%</b>				<b>10.01%</b>	<b>10.01%</b>				<b>3.94%</b>	<b>3.94%</b>	<b>17.80%</b>	<b>17.80%</b>	<b>25.32%</b>	<b>25.32%</b>	<b>18.51%</b>	<b>18.51%</b>	<b>6.67%</b>	
LA Capital	33,404	3.0%	3.0%	0.80%	0.77%	36,155	3.3%	3.0%	11.30%	11.27%	32,623	3.0%	3.0%	5.61%	5.58%	18.49%	18.39%	21.58%	21.39%	19.18%	18.90%	7.81%	
<b>Russell 1000</b>				<b>2.05%</b>	<b>2.05%</b>				<b>10.23%</b>	<b>10.23%</b>				<b>6.02%</b>	<b>6.02%</b>	<b>19.25%</b>	<b>19.25%</b>	<b>21.24%</b>	<b>21.24%</b>	<b>18.63%</b>	<b>18.63%</b>	<b>7.12%</b>	
Clifton Group (moved from fixed 11/1/08)	33,733	3.0%	3.0%	2.33%	2.33%	35,690	3.2%	3.0%	10.10%	10.10%	32,204	3.0%	3.0%	5.05%	4.95%	18.35%	18.24%	20.94%	20.84%	19.20%	19.00%	N/A	
<b>S&amp;P 500</b>				<b>1.81%</b>	<b>1.81%</b>				<b>10.51%</b>	<b>10.51%</b>				<b>5.24%</b>	<b>5.24%</b>	<b>18.41%</b>	<b>18.41%</b>	<b>20.60%</b>	<b>20.60%</b>	<b>18.45%</b>	<b>18.45%</b>		
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>168,901</b>	<b>15.0%</b>	<b>15.0%</b>	<b>1.90%</b>	<b>1.86%</b>	<b>181,649</b>	<b>16.4%</b>	<b>15.0%</b>	<b>11.51%</b>	<b>11.47%</b>	<b>163,028</b>	<b>15.2%</b>	<b>15.0%</b>	<b>5.91%</b>	<b>5.84%</b>	<b>20.33%</b>	<b>20.18%</b>	<b>23.83%</b>	<b>23.63%</b>	<b>19.34%</b>	<b>19.08%</b>	<b>4.96%</b>	
<b>S&amp;P 500</b>				<b>2.05%</b>	<b>2.05%</b>				<b>10.23%</b>	<b>10.23%</b>				<b>6.02%</b>	<b>6.02%</b>	<b>19.25%</b>	<b>19.25%</b>	<b>21.24%</b>	<b>21.24%</b>	<b>18.66%</b>	<b>18.66%</b>	<b>7.12%</b>	
<b>SMALL CAP DOMESTIC EQUITY</b>																							
Research Affiliates	27,889	2.5%	2.5%	0.57%	0.50%	30,960	2.8%	2.5%	10.81%	10.73%	28,124	2.6%	2.5%	10.11%	10.00%	22.71%	22.41%	30.62%	30.17%	20.28%	19.80%	10.56%	
Clifton	28,024	2.5%	2.5%	1.74%	1.74%	30,534	2.8%	2.5%	8.52%	8.52%	27,977	2.6%	2.5%	10.15%	9.71%	21.61%	21.13%	25.51%	25.08%	20.17%	19.70%	N/A	
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>55,913</b>	<b>5.0%</b>	<b>5.0%</b>	<b>1.09%</b>	<b>1.06%</b>	<b>61,495</b>	<b>5.6%</b>	<b>5.0%</b>	<b>9.69%</b>	<b>9.65%</b>	<b>56,101</b>	<b>5.2%</b>	<b>5.0%</b>	<b>10.23%</b>	<b>9.96%</b>	<b>22.24%</b>	<b>21.85%</b>	<b>28.04%</b>	<b>27.60%</b>	<b>20.25%</b>	<b>19.77%</b>	<b>9.84%</b>	
<b>Russell 2000</b>				<b>1.12%</b>	<b>1.12%</b>				<b>8.72%</b>	<b>8.72%</b>				<b>10.21%</b>	<b>10.21%</b>	<b>21.16%</b>	<b>21.16%</b>	<b>24.21%</b>	<b>24.21%</b>	<b>18.67%</b>	<b>18.67%</b>	<b>8.77%</b>	
<b>INTERNATIONAL EQUITY</b>																							
Capital Group	44,263	3.9%	4.0%	-0.03%	-0.12%	47,042	4.2%	4.0%	5.40%	5.32%	45,077	4.2%	4.0%	11.57%	11.42%	17.56%	17.21%	20.78%	20.25%	9.88%	9.29%	-0.15%	
LSV	44,580	4.0%	4.0%	1.13%	1.03%	48,940	4.4%	4.0%	6.68%	6.60%	45,710	4.3%	4.0%	13.05%	12.92%	21.96%	21.62%	20.71%	20.23%	8.65%	8.16%	-0.02%	
<b>MSCI EAFE - 50% Hedged</b>				<b>0.66%</b>	<b>0.66%</b>				<b>5.71%</b>	<b>5.71%</b>				<b>11.56%</b>	<b>11.56%</b>	<b>18.72%</b>	<b>18.72%</b>	<b>18.62%</b>	<b>18.62%</b>	<b>8.10%</b>	<b>8.10%</b>	<b>-0.01%</b>	
DFA	11,451	1.0%	1.0%	6.26%	6.09%	12,353	1.1%	1.0%	7.94%	7.81%	11,400	1.1%	1.0%	16.61%	16.42%	33.75%	33.16%	24.89%	24.23%	12.35%	11.62%	2.25%	
Vanguard	11,140	1.0%	1.0%	4.46%	4.34%	12,105	1.1%	1.0%	7.80%	7.69%	11,120	1.0%	1.0%	12.57%	12.45%	26.77%	26.36%	21.16%	20.74%	10.65%	10.23%	2.09%	
<b>S&amp;P/Citigroup Broad Market Index &lt; \$2BN</b>				<b>3.08%</b>	<b>3.08%</b>				<b>3.42%</b>	<b>3.42%</b>				<b>14.42%</b>	<b>14.42%</b>	<b>21.98%</b>	<b>21.98%</b>	<b>18.05%</b>	<b>18.05%</b>	<b>9.78%</b>	<b>9.78%</b>	<b>1.26%</b>	
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>111,433</b>	<b>9.9%</b>	<b>10.0%</b>	<b>1.51%</b>	<b>1.41%</b>	<b>120,441</b>	<b>10.9%</b>	<b>10.0%</b>	<b>6.41%</b>	<b>6.32%</b>	<b>113,308</b>	<b>10.6%</b>	<b>10.0%</b>	<b>12.74%</b>	<b>12.60%</b>	<b>21.78%</b>	<b>21.41%</b>	<b>21.07%</b>	<b>20.56%</b>	<b>9.74%</b>	<b>9.20%</b>	<b>0.44%</b>	
<b>MSCI EAFE - 50% Hedged</b>				<b>0.66%</b>	<b>0.66%</b>				<b>5.71%</b>	<b>5.71%</b>				<b>11.56%</b>	<b>11.56%</b>	<b>18.72%</b>	<b>18.72%</b>	<b>18.62%</b>	<b>18.62%</b>	<b>8.10%</b>	<b>8.10%</b>	<b>-0.01%</b>	

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	March-14					December-13					September-13					Current FYTD		Prior Year FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013	
	Market Value	Allocation		Quarter		Market Value	Allocation		Quarter		Market Value	Allocation		Quarter		Gross	Net	Gross	Net	Gross	Net	Gross	Net
		Actual	Policy	Gross	Net		Actual	Policy	Gross	Net		Actual	Policy	Gross	Net								
<b>FIXED INCOME</b>																							
Western Asset	123,914	11.0%	11.2%	2.55%	2.52%	117,910	10.6%	11.2%	0.29%	0.26%	96,065	9.0%	12.8%	0.51%	0.47%	3.37%	3.27%	2.17%	1.99%	6.29%	6.10%	6.95%	
Prudential	31,597	2.8%	2.8%	2.60%	2.53%	30,889	2.8%	2.8%	0.57%	0.50%	30,174	2.8%	2.8%	1.09%	1.01%	4.30%	4.09%	2.03%	1.74%	6.55%	6.25%	7.83%	
PIMCO (DISCO) (2)	20,850	1.9%	1.9%	3.35%	3.35%	22,477	2.0%	2.0%	3.84%	3.84%	41,215	3.8%	3.8%	2.01%	2.01%	9.48%	9.48%	33.07%	33.07%	N/A	N/A	N/A	
PIMCO (BRAVO II) (2)	2,656	0.2%	0.2%	13.89%	13.89%	1,570	0.1%	0.1%	N/A	N/A													
<b>BC Aggregate</b>				<b>1.84%</b>	<b>1.84%</b>				<b>-0.14%</b>	<b>-0.14%</b>				<b>0.57%</b>	<b>0.57%</b>	<b>2.28%</b>	<b>2.28%</b>	<b>-0.69%</b>	<b>-0.69%</b>	<b>3.51%</b>	<b>3.51%</b>	<b>5.19%</b>	
Declaration (Mortgage)	223	0.0%	-0.3%	1.26%	0.61%	8,532	0.8%	2.0%	0.45%	0.45%	24,997	2.3%	2.8%	0.72%	0.59%	2.45%	1.66%	2.49%	2.00%	6.76%	6.27%	N/A	
<b>BC Global Aggregate (US Securitized Portion)</b>				<b>1.69%</b>	<b>1.69%</b>				<b>0.25%</b>	<b>0.25%</b>				<b>1.53%</b>	<b>1.53%</b>	<b>3.51%</b>	<b>3.51%</b>	<b>1.34%</b>	<b>1.34%</b>	<b>4.73%</b>	<b>4.73%</b>		
Declaration (Total Return)	35,264	3.1%	3.1%	1.43%	1.43%	8,788	0.8%	0.8%	N/A	N/A	0	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
<b>3m LIBOR</b>																							
State Street	56,885	5.1%	4.9%	1.98%	1.97%	54,281	4.9%	4.9%	-0.05%	-0.06%	53,758	5.0%	4.9%	0.36%	0.36%	2.29%	2.28%	N/A	N/A	N/A	N/A	N/A	
<b>BC Gov/Credit</b>				<b>1.98%</b>	<b>1.98%</b>				<b>-0.03%</b>	<b>-0.03%</b>				<b>0.36%</b>	<b>0.36%</b>	<b>2.31%</b>	<b>2.31%</b>	<b>-0.62%</b>	<b>-0.62%</b>				
Wells Capital (formerly Strong)	125,341	11.2%	11.2%	3.75%	3.70%	118,321	10.7%	11.2%	1.49%	1.45%	125,365	11.7%	12.8%	0.95%	0.89%	6.30%	6.14%	3.19%	2.97%	7.43%	7.21%	9.34%	
<b>BC US Credit BAA</b>				<b>3.62%</b>	<b>3.62%</b>				<b>1.35%</b>	<b>1.35%</b>				<b>0.77%</b>	<b>0.77%</b>	<b>5.83%</b>	<b>5.83%</b>	<b>1.77%</b>	<b>1.77%</b>	<b>6.00%</b>	<b>6.00%</b>	<b>8.19%</b>	
<b>TOTAL FIXED INCOME</b>	<b>396,731</b>	<b>35.3%</b>	<b>35.0%</b>	<b>2.92%</b>	<b>2.88%</b>	<b>362,767</b>	<b>32.7%</b>	<b>35.0%</b>	<b>0.93%</b>	<b>0.89%</b>	<b>371,574</b>	<b>34.6%</b>	<b>35.0%</b>	<b>0.86%</b>	<b>0.82%</b>	<b>4.77%</b>	<b>4.65%</b>	<b>4.90%</b>	<b>4.71%</b>	<b>7.50%</b>	<b>7.31%</b>	<b>7.89%</b>	
<b>BC Aggregate (1)</b>				<b>1.84%</b>	<b>1.84%</b>				<b>-0.14%</b>	<b>-0.14%</b>				<b>0.57%</b>	<b>0.57%</b>	<b>2.28%</b>	<b>2.28%</b>	<b>-0.69%</b>	<b>-0.69%</b>	<b>3.51%</b>	<b>3.51%</b>	<b>5.19%</b>	
<b>CASH EQUIVALENTS</b>																							
Northern Trust	389,670			0.00%	0.00%	381,485			0.00%	0.00%	369,139					N/A	N/A	N/A	N/A	N/A	N/A	N/A	
<b>TOTAL CASH EQUIVALENTS</b>	<b>389,670</b>	<b>34.7%</b>	<b>35.0%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>381,485</b>	<b>34.4%</b>	<b>35.0%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>369,139</b>	<b>34.4%</b>	<b>35.0%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.27%</b>	<b>0.27%</b>	<b>0.27%</b>	<b>0.27%</b>	<b>0.45%</b>	
<b>90 Day T-Bill</b>				<b>0.01%</b>	<b>0.01%</b>				<b>0.02%</b>	<b>0.02%</b>				<b>0.02%</b>	<b>0.02%</b>	<b>0.05%</b>	<b>0.05%</b>	<b>0.11%</b>	<b>0.11%</b>	<b>0.11%</b>	<b>0.11%</b>	<b>0.30%</b>	

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.