

STATE BOARD OF MEDICAL EXAMINERS
INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2014

	October-14					September-14					Current FYTD		Prior Year FY14	
	Allocation		Month			Allocation		Quarter			Returns		Returns	
	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net
TOTAL LEGACY FUND	2,126,062	100.0%	100.0%	0.92%	0.91%	1,878,733	100.0%	100.0%	-0.51%	-0.56%	0.40%	0.35%	N/A	N/A
<i>POLICY TARGET BENCHMARK</i>				<i>0.69%</i>	<i>0.69%</i>				<i>-0.46%</i>	<i>-0.46%</i>	<i>0.22%</i>	<i>0.22%</i>		
ATTRIBUTION ANALYSIS														
Asset Allocation				-0.01%	-0.01%				-0.01%	-0.01%	-0.02%	-0.02%		
Manager Selection				0.24%	0.23%				-0.04%	-0.09%	0.20%	0.14%		
TOTAL RELATIVE RETURN				0.23%	0.22%				-0.05%	-0.10%	0.18%	0.12%		
LARGE CAP DOMESTIC EQUITY														
Los Angeles Capital	69,897	3.3%	3.3%	2.51%	2.51%	61,184	3.3%	3.3%	1.58%	1.54%	4.13%	4.09%	N/A	N/A
<i>Russell 1000 Growth</i>				2.64%	2.64%				1.49%	1.49%	4.16%	4.16%		
LSV	69,501	3.3%	3.3%	2.28%	2.21%	60,901	3.2%	3.3%	-0.46%	-0.52%	1.81%	1.68%	N/A	N/A
<i>Russell 1000 Value</i>				2.25%	2.25%				-0.19%	-0.19%	2.05%	2.05%		
Los Angeles Capital	46,631	2.2%	2.2%	2.35%	2.35%	40,689	2.2%	2.2%	0.86%	0.83%	3.24%	3.21%	N/A	N/A
<i>Russell 1000</i>				2.44%	2.44%				0.65%	0.65%	3.11%	3.11%		
Clifton Group	46,977	2.2%	2.2%	2.66%	2.66%	41,128	2.2%	2.2%	1.18%	1.11%	3.87%	3.80%	N/A	N/A
<i>S&P 500</i>				2.44%	2.44%				1.13%	1.13%	3.60%	3.60%		
TOTAL LARGE CAP DOMESTIC EQUITY	233,006	11.0%	11.0%	2.45%	2.43%	203,901	10.9%	11.0%	0.73%	0.68%	3.20%	3.12%	N/A	N/A
<i>Russell 1000</i>				2.44%	2.44%				0.65%	0.65%	3.11%	3.11%		
SMALL CAP DOMESTIC EQUITY														
Research Affiliates	18,958	0.9%	0.9%	7.03%	7.03%	16,975	0.9%	0.9%	-7.00%	-7.07%	-0.46%	-0.54%	N/A	N/A
Clifton	44,306	2.1%	2.1%	7.29%	7.29%	36,427	1.9%	1.9%	-7.23%	-7.41%	-0.47%	-0.67%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	63,264	3.0%	3.0%	7.13%	7.13%	53,403	2.8%	3.0%	-7.08%	-7.23%	-0.45%	-0.61%	N/A	N/A
<i>Russell 2000</i>				6.59%	6.59%				-7.36%	-7.36%	-1.25%	-1.25%		
INTERNATIONAL EQUITY														
Capital Group	59,840	2.8%	2.8%	-0.66%	-0.76%	51,030	2.7%	2.7%	-5.78%	-5.86%	-6.40%	-6.57%	N/A	N/A
LSV	58,643	2.8%	2.8%	-1.66%	-1.77%	50,482	2.7%	2.7%	-6.45%	-6.53%	-8.00%	-8.18%	N/A	N/A
<i>MSCI EAFE</i>				-1.45%	-1.45%				-5.88%	-5.88%	-7.24%	-7.24%		
DFA	14,605	0.7%	0.7%	-2.20%	-2.20%	12,513	0.7%	0.7%	-8.53%	-8.53%	-10.54%	-10.54%	N/A	N/A
Vanguard (1)	14,886	0.7%	0.7%	-1.51%	-1.51%	12,676	0.7%	0.7%	-5.84%	-5.84%	-7.26%	-7.26%	N/A	N/A
<i>S&P/Citigroup BMI EPAC < \$2BN</i>				-2.78%	-2.78%				-5.94%	-5.94%	-8.56%	-8.56%		
TOTAL INTERNATIONAL EQUITY	147,974	7.0%	7.0%	-1.30%	-1.37%	126,701	6.7%	7.0%	-6.33%	-6.39%	-7.54%	-7.68%	N/A	N/A
<i>MSCI EAFE</i>				-1.45%	-1.45%				-5.88%	-5.88%	-7.24%	-7.24%		
FIXED INCOME														
Western Asset	81,071	3.8%	3.9%	0.87%	0.87%	72,044	3.8%	3.8%	0.36%	0.32%	1.23%	1.19%	N/A	N/A
Prudential	20,599	1.0%	1.0%	1.30%	1.30%	18,214	1.0%	1.0%	-0.31%	-0.38%	0.98%	0.91%	N/A	N/A
PIMCO (DiSCO) (1)	10,926	0.5%	0.5%	-0.26%	-0.26%	10,544	0.6%	0.6%	1.43%	1.43%	1.17%	1.17%	N/A	N/A
PIMCO (BRAVO II) (1)	3,343	0.2%	0.2%	3.49%	3.49%	2,433	0.1%	0.1%	0.00%	0.00%	3.49%	3.49%	N/A	N/A
<i>BC Aggregate</i>				0.98%	0.98%				0.17%	0.17%	1.2%	1.2%		

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	Market Value	Allocation		Month		Market Value	Allocation		Quarter		Returns		Returns	
		Actual	Policy	Gross ⁽¹⁾	Net		Actual	Policy	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net
Declaration (Total Return) (1) <i>3m LIBOR</i>	20,575	1.0%	1.0%	-0.02%	-0.02%	18,777	1.0%	1.0%	0.65%	0.65%	0.64%	0.64%	N/A	N/A
				0.02%	0.02%				0.06%	0.06%	0.08%	0.08%		
State Street <i>BC Gov/Credit</i>	35,950	1.7%	1.7%	1.00%	1.00%	31,958	1.7%	1.7%	0.16%	0.15%	1.16%	1.15%	N/A	N/A
				1.00%	1.00%				0.17%	0.17%	1.17%	1.17%		
Wells Capital <i>BC Credit Baa</i>	81,466	3.8%	3.9%	0.99%	0.99%	72,328	3.8%	3.8%	-0.12%	-0.17%	0.87%	0.82%	N/A	N/A
				1.09%	1.09%				-1.60%	-1.60%	-0.53%	-0.53%		
TOTAL FIXED INCOME <i>BC Aggregate</i>	253,930	11.9%	12.0%	0.87%	0.87%	226,299	12.0%	12.0%	0.20%	0.16%	1.07%	1.03%	N/A	N/A
				0.98%	0.98%				0.17%	0.17%	1.15%	1.15%		
REAL ESTATE														
JP Morgan	23,157	1.1%	1.0%	3.84%	3.57%	22,692	1.2%	1.0%	0.00%	0.04%	3.84%	3.61%	N/A	N/A
Invesco	19,023	0.9%	1.0%	0.00%	0.00%	16,736	0.9%	1.0%	3.44%	3.35%	3.44%	3.35%	N/A	N/A
TOTAL REAL ESTATE <i>NCREIF Total Index</i>	42,180	2.0%	2.0%	2.08%	1.93%	39,428	2.1%	2.0%	1.43%	1.42%	3.54%	3.38%	N/A	N/A
				0.87%	0.87%				2.63%	2.63%	3.53%	3.53%		
CASH EQUIVALENTS														
Northern Trust (1)	4,224			0.00%	0.00%	2,887			0.00%	0.00%	0.00%	0.00%	N/A	N/A
TOTAL CASH EQUIVALENTS <i>90 Day T-Bill</i>	4,224	0.2%	0.0%	0.00%	0.00%	2,887	0.2%	0.0%	0.00%	0.00%	0.00%	0.00%	N/A	N/A
				0.00%	0.00%				0.01%	0.01%	0.01%	0.01%		
SHORT TERM FIXED INCOME														
Babson Capital <i>BC 1-3 Year US Gov't Index</i>	695,876	32.7%	32.5%	0.93%	0.93%	615,615	32.8%	32.5%	0.00%	-0.03%	0.93%	0.89%	N/A	N/A
				0.29%	0.29%				0.03%	0.03%	0.32%	0.32%		
JP Morgan <i>BC 1-3 Year Gov/Credit Index</i>	685,609	32.2%	32.5%	0.27%	0.27%	610,499	32.5%	32.5%	0.05%	0.00%	0.31%	0.27%	N/A	N/A
				0.28%	0.28%				0.04%	0.04%	0.32%	0.32%		
TOTAL SHORT TERM FIXED INCOME <i>BC 1-3 Year US Gov't Index</i>	1,381,484	65.0%	65.0%	0.60%	0.60%	1,226,114	65.3%	65.0%	0.09%	0.04%	0.22%	0.19%	N/A	N/A
				0.29%	0.29%				0.03%	0.03%	0.32%	0.32%		

Initial funding: April 30, 2014

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

(1) 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.