

STATE BOARD OF MEDICAL EXAMINERS
INVESTMENT PERFORMANCE REPORT AS OF FEBRUARY 28, 2015

	February-15					January-15					December-14					September-14					Current FYTD		Prior Year FY14	
	Allocation		Month			Allocation		Month			Allocation		Quarter			Allocation		Quarter			Returns		Returns	
	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net
TOTAL LEGACY FUND	2,163,512	100.0%	100.0%	1.11%	1.10%	2,140,664	100.0%	100.0%	0.41%	0.40%	2,131,999	100.0%	100.0%	1.23%	1.19%	1,878,733	100.0%	100.0%	-0.53%	-0.58%	2.22%	2.12%	N/A	N/A
<i>POLICY TARGET BENCHMARK</i>				<i>1.48%</i>	<i>1.48%</i>				<i>0.25%</i>	<i>0.25%</i>				<i>0.97%</i>	<i>0.97%</i>				<i>-0.46%</i>	<i>-0.46%</i>	<i>2.24%</i>	<i>2.24%</i>		
ATTRIBUTION ANALYSIS																								
Asset Allocation				0.00%	0.00%				-0.01%	-0.01%				-0.01%	-0.01%				-0.01%	-0.01%	-0.03%	-0.03%		
Manager Selection				-0.36%	-0.38%				0.17%	0.15%				0.27%	0.24%				-0.06%	-0.11%	0.01%	-0.09%		
TOTAL RELATIVE RETURN				-0.37%	-0.38%				0.16%	0.15%				0.26%	0.23%				-0.07%	-0.12%	-0.02%	-0.13%		
LARGE CAP DOMESTIC EQUITY																								
Los Angeles Capital	71,792	3.3%	3.3%	5.93%	5.88%	71,717	3.4%	3.3%	-0.75%	-0.75%	70,328	3.3%	3.3%	5.47%	5.42%	61,184	3.3%	3.3%	1.58%	1.54%	12.64%	12.49%	N/A	N/A
<i>Russell 1000 Growth</i>				<i>6.67%</i>	<i>6.67%</i>				<i>-1.53%</i>	<i>-1.53%</i>				<i>4.78%</i>	<i>4.78%</i>				<i>1.49%</i>	<i>1.49%</i>	<i>11.69%</i>	<i>11.69%</i>		
LSV	71,036	3.3%	3.3%	6.14%	6.14%	69,834	3.3%	3.3%	-3.86%	-3.93%	71,133	3.3%	3.3%	5.54%	5.46%	60,901	3.2%	3.3%	-0.46%	-0.52%	7.20%	6.98%	N/A	N/A
<i>Russell 1000 Value</i>				<i>4.84%</i>	<i>4.84%</i>				<i>-4.00%</i>	<i>-4.00%</i>				<i>4.98%</i>	<i>4.98%</i>				<i>-0.19%</i>	<i>-0.19%</i>	<i>5.46%</i>	<i>5.46%</i>		
Los Angeles Capital	47,497	2.2%	2.2%	4.95%	4.92%	47,591	2.2%	2.2%	-1.56%	-1.56%	47,132	2.2%	2.2%	5.25%	5.22%	40,689	2.2%	2.2%	0.86%	0.83%	9.68%	9.57%	N/A	N/A
<i>Russell 1000</i>				<i>5.78%</i>	<i>5.78%</i>				<i>-2.75%</i>	<i>-2.75%</i>				<i>4.88%</i>	<i>4.88%</i>				<i>0.65%</i>	<i>0.65%</i>	<i>8.60%</i>	<i>8.60%</i>		
Clifton Group	47,347	2.2%	2.2%	5.58%	5.58%	47,160	2.2%	2.2%	-2.79%	-2.79%	47,136	2.2%	2.2%	5.15%	5.15%	41,128	2.2%	2.2%	1.18%	1.11%	9.18%	9.11%	N/A	N/A
<i>S&P 500</i>				<i>5.75%</i>	<i>5.75%</i>				<i>-3.00%</i>	<i>-3.00%</i>				<i>4.93%</i>	<i>4.93%</i>				<i>1.13%</i>	<i>1.13%</i>	<i>8.85%</i>	<i>8.85%</i>		
TOTAL LARGE CAP DOMESTIC EQUITY	237,672	11.0%	11.0%	5.72%	5.70%	236,302	11.0%	11.0%	-2.25%	-2.27%	235,729	11.1%	11.0%	5.40%	5.35%	203,901	10.9%	11.0%	0.73%	0.68%	9.71%	9.57%	N/A	N/A
<i>Russell 1000</i>				<i>5.78%</i>	<i>5.78%</i>				<i>-2.75%</i>	<i>-2.75%</i>				<i>4.88%</i>	<i>4.88%</i>				<i>0.65%</i>	<i>0.65%</i>	<i>8.60%</i>	<i>8.60%</i>		
SMALL CAP DOMESTIC EQUITY																								
Research Affiliates	18,571	0.9%	0.9%	5.78%	5.70%	18,255	0.9%	0.9%	-4.55%	-4.55%	19,126	0.9%	0.9%	10.52%	10.44%	16,975	0.9%	0.9%	-7.00%	-7.07%	3.78%	3.54%	N/A	N/A
Clifton	45,600	2.1%	2.1%	5.94%	5.94%	45,315	2.1%	2.1%	-2.87%	-2.87%	46,043	2.2%	2.2%	10.44%	10.44%	36,427	1.9%	1.9%	-7.23%	-7.41%	5.43%	5.22%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	64,171	3.0%	3.0%	5.90%	5.87%	63,570	3.0%	3.0%	-3.36%	-3.36%	65,168	3.1%	3.0%	10.38%	10.36%	53,403	2.8%	3.0%	-7.08%	-7.23%	4.96%	4.75%	N/A	N/A
<i>Russell 2000</i>				<i>5.94%</i>	<i>5.94%</i>				<i>-3.22%</i>	<i>-3.22%</i>				<i>9.73%</i>	<i>9.73%</i>				<i>-7.36%</i>	<i>-7.36%</i>	<i>4.22%</i>	<i>4.22%</i>		
INTERNATIONAL EQUITY																								
Capital Group	60,660	2.8%	2.8%	5.93%	5.93%	59,188	2.8%	2.8%	-0.86%	-0.95%	58,548	2.7%	2.7%	-1.43%	-1.52%	51,030	2.7%	2.7%	-5.78%	-5.86%	-2.46%	-2.73%	N/A	N/A
LSV	60,996	2.8%	2.8%	6.88%	6.88%	59,147	2.8%	2.8%	0.13%	0.02%	57,939	2.7%	2.7%	-3.60%	-3.70%	50,482	2.7%	2.7%	-6.45%	-6.53%	-3.49%	-3.78%	N/A	N/A
<i>MSCI EAFE</i>				<i>5.98%</i>	<i>5.98%</i>				<i>0.49%</i>	<i>0.49%</i>				<i>-3.57%</i>	<i>-3.57%</i>				<i>-5.88%</i>	<i>-5.88%</i>	<i>-3.34%</i>	<i>-3.34%</i>		
DFA	15,390	0.7%	0.7%	7.47%	7.47%	14,839	0.7%	0.7%	-0.65%	-0.65%	14,633	0.7%	0.7%	-3.97%	-3.97%	12,513	0.7%	0.7%	-8.53%	-8.53%	-6.20%	-6.20%	N/A	N/A
Vanguard (1)	15,414	0.7%	0.7%	6.81%	6.81%	14,953	0.7%	0.7%	-0.12%	-0.12%	14,668	0.7%	0.7%	-3.50%	-3.50%	12,676	0.7%	0.7%	-5.84%	-5.84%	-3.07%	-3.07%	N/A	N/A
<i>S&P/Citigroup BMI EPAC < \$2BN</i>				<i>5.29%</i>	<i>5.29%</i>				<i>0.70%</i>	<i>0.70%</i>				<i>-4.44%</i>	<i>-4.44%</i>				<i>-5.94%</i>	<i>-5.94%</i>	<i>-4.70%</i>	<i>-4.70%</i>		
TOTAL INTERNATIONAL EQUITY	152,461	7.0%	7.0%	6.56%	6.56%	148,128	6.9%	7.0%	-0.37%	-0.45%	145,788	6.8%	7.0%	-2.75%	-2.82%	126,701	6.7%	7.0%	-6.33%	-6.39%	-3.29%	-3.51%	N/A	N/A
<i>MSCI EAFE</i>				<i>5.98%</i>	<i>5.98%</i>				<i>0.49%</i>	<i>0.49%</i>				<i>-3.57%</i>	<i>-3.57%</i>				<i>-5.88%</i>	<i>-5.88%</i>	<i>-3.34%</i>	<i>-3.34%</i>		
FIXED INCOME																								
Western Asset	84,464	3.9%	3.9%	-0.51%	-0.54%	82,975	3.9%	3.9%	2.17%	2.17%	82,539	3.9%	3.9%	1.63%	1.60%	72,044	3.8%	3.8%	0.36%	0.32%	3.67%	3.57%	N/A	N/A
Prudential	21,014	1.0%	1.0%	-0.40%	-0.47%	20,599	1.0%	1.0%	2.42%	2.42%	20,645	1.0%	1.0%	1.97%	1.90%	18,214	1.0%	1.0%	-0.31%	-0.38%	3.69%	3.47%	N/A	N/A
PIMCO (DiSCO) (1)	9,868	0.5%	0.5%	0.85%	0.85%	9,617	0.4%	0.4%	0.00%	0.00%	9,932	0.5%	0.5%	-0.35%	-0.35%	10,544	0.6%	0.6%	1.43%	1.43%	1.94%	1.94%	N/A	N/A
PIMCO (BRAVO II) (1)	3,681	0.2%	0.2%	0.00%	0.00%	3,618	0.2%	0.2%	1.43%	1.43%	3,042	0.1%	0.1%	3.49%	3.49%	2,433	0.1%	0.1%	0.00%	0.00%	4.96%	4.96%	N/A	N/A
<i>BC Aggregate</i>				<i>-0.94%</i>	<i>-0.94%</i>				<i>2.10%</i>	<i>2.10%</i>				<i>1.78%</i>	<i>1.78%</i>				<i>0.17%</i>	<i>0.17%</i>	<i>3.1%</i>	<i>3.1%</i>		

STATE BOARD OF MEDICAL EXAMINERS
INVESTMENT PERFORMANCE REPORT AS OF FEBRUARY 28, 2015

	February-15					January-15					December-14					September-14					Current FYTD		Prior Year FY14	
	Allocation		Month			Allocation		Month			Allocation		Quarter			Allocation		Quarter			Returns		Returns	
	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net	Gross ⁽¹⁾	Net
Declaration (Total Return) (1) <i>3m LIBOR</i>	20,962	1.0%	1.0%	1.10%	1.10%	19,976	0.9%	0.9%	0.16%	0.16%	19,629	0.9%	0.9%	0.99%	0.99%	18,777	1.0%	1.0%	0.65%	0.65%	2.94%	2.94%	N/A	N/A
				0.02%	0.02%				0.02%	0.02%				0.06%	0.06%				0.06%	0.06%	0.16%	0.16%		
State Street <i>BC Gov/Credit</i>	35,923	1.7%	1.7%	-1.27%	-1.27%	36,192	1.7%	1.7%	2.65%	2.64%	36,045	1.7%	1.7%	1.83%	1.82%	31,958	1.7%	1.7%	0.16%	0.15%	3.37%	3.34%	N/A	N/A
				-1.27%	-1.27%				2.64%	2.64%				1.80%	1.80%				0.17%	0.17%	3.34%	3.34%		
Wells Capital <i>BC Credit Baa</i>	84,191	3.9%	3.9%	-0.63%	-0.68%	83,695	3.9%	3.9%	2.86%	2.86%	82,642	3.9%	3.9%	1.59%	1.55%	72,328	3.8%	3.8%	-0.12%	-0.17%	3.70%	3.56%	N/A	N/A
				-0.68%	-0.68%				2.72%	2.72%				1.26%	1.26%				-1.60%	-1.60%	1.66%	1.66%		
TOTAL FIXED INCOME <i>BC Aggregate</i>	260,103	12.0%	12.0%	-0.46%	-0.49%	256,670	12.0%	12.0%	2.22%	2.22%	254,475	11.9%	12.0%	1.55%	1.52%	226,299	12.0%	12.0%	0.20%	0.16%	3.53%	3.43%	N/A	N/A
				-0.94%	-0.94%				2.10%	2.10%				1.78%	1.78%				0.17%	0.17%	3.11%	3.11%		
REAL ESTATE																								
JP Morgan	22,832	1.1%	1.0%	1.30%	1.30%	22,539	1.1%	1.0%	0.33%	0.06%	23,157	1.1%	1.0%	3.84%	3.57%	22,692	1.2%	1.0%	0.00%	0.04%	5.54%	5.02%	N/A	N/A
Invesco	20,291	0.9%	1.0%	0.00%	0.00%	20,291	0.9%	1.0%	0.00%	0.00%	19,671	0.9%	1.0%	3.50%	3.40%	16,736	0.9%	1.0%	3.44%	3.35%	7.06%	6.87%	N/A	N/A
TOTAL REAL ESTATE	43,123	2.0%	2.0%	0.68%	0.68%	42,830	2.0%	2.0%	0.17%	0.03%	42,828	2.0%	2.0%	3.69%	3.50%	39,428	2.1%	2.0%	1.43%	1.42%	6.08%	5.71%	N/A	N/A
<i>NCREIF Total Index</i>				1.00%	1.00%				1.00%	1.00%				3.04%	3.04%				2.63%	2.63%	7.89%	7.89%		
CASH EQUIVALENTS																								
Northern Trust (1)	747			0.00%	0.00%	769			0.00%	0.00%	4,192			0.00%	0.00%	2,887			0.00%	0.00%	0.01%	0.01%	N/A	N/A
TOTAL CASH EQUIVALENTS <i>90 Day T-Bill</i>	747	0.0%	0.0%	0.00%	0.00%	769	0.0%	0.0%	0.00%	0.00%	4,192	0.2%	0.0%	0.00%	0.00%	2,887	0.2%	0.0%	0.00%	0.00%	0.01%	0.01%	N/A	N/A
				0.00%	0.00%				0.00%	0.00%				0.00%	0.00%				0.01%	0.01%	0.02%	0.02%		
SHORT TERM FIXED INCOME																								
Babson Capital <i>BC 1-3 Year US Gov't Index</i>	706,785	32.7%	32.5%	-0.19%	-0.19%	700,426	32.7%	32.5%	1.02%	1.02%	694,525	32.6%	32.5%	0.61%	0.57%	615,615	32.8%	32.5%	0.00%	-0.03%	1.45%	1.38%	N/A	N/A
				0.52%	0.52%				0.52%	0.52%				0.19%	0.19%				0.03%	0.03%	1.28%	1.28%		
JP Morgan <i>BC 1-3 Year Gov/Credit Index</i>	698,449	32.3%	32.5%	-0.14%	-0.16%	691,969	32.3%	32.5%	0.56%	0.56%	689,294	32.3%	32.5%	0.22%	0.22%	610,499	32.5%	32.5%	0.05%	0.00%	0.69%	0.62%	N/A	N/A
				0.52%	0.52%				0.52%	0.52%				0.17%	0.17%				0.04%	0.04%	1.26%	1.26%		
TOTAL SHORT TERM FIXED INCOME <i>BC 1-3 Year US Gov't Index</i>	1,405,234	65.0%	65.0%	-0.16%	-0.18%	1,392,395	65.0%	65.0%	0.79%	0.79%	1,383,819	64.9%	65.0%	0.34%	0.32%	1,226,114	65.3%	65.0%	0.09%	0.04%	0.22%	0.19%	N/A	N/A
				0.52%	0.52%				0.52%	0.52%				0.19%	0.19%				0.03%	0.03%	1.28%	1.28%		

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.