

STATE BOARD OF MEDICINE  
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2016

	January-16					December-15					September-15					Current FYTD		Prior Year FY15	
	Market Value	Allocation		Month		Market Value	Allocation		Quarter		Market Value	Allocation		Quarter		Returns		Returns	
		Actual	Policy	Gross <sup>(1)</sup>	Net		Actual	Policy	Gross <sup>(1)</sup>	Net		Actual	Policy	Gross <sup>(1)</sup>	Net	Gross <sup>(1)</sup>	Net	Gross <sup>(1)</sup>	Net
<b>TOTAL BOARD OF MEDICINE FUND</b>	<b>2,137,840</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-0.84%</b>	<b>-0.85%</b>	<b>2,156,260</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.92%</b>	<b>0.88%</b>	<b>2,138,284</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-1.58%</b>	<b>-1.66%</b>	<b>-1.50%</b>	<b>-1.63%</b>	<b>2.86%</b>	<b>2.70%</b>
<i>POLICY TARGET BENCHMARK</i>				<i>-0.78%</i>	<i>-0.78%</i>				<i>0.89%</i>	<i>0.89%</i>				<i>-1.43%</i>	<i>-1.43%</i>	<i>-1.34%</i>	<i>-1.34%</i>	<i>1.84%</i>	<i>1.84%</i>
ATTRIBUTION ANALYSIS																			
Asset Allocation				<b>0.00%</b>	<b>0.00%</b>				<b>0.07%</b>	<b>0.07%</b>				<b>0.01%</b>	<b>0.01%</b>	<b>0.07%</b>	<b>0.07%</b>	<b>-0.05%</b>	<b>-0.05%</b>
Manager Selection				<b>-0.05%</b>	<b>-0.06%</b>				<b>-0.04%</b>	<b>-0.08%</b>				<b>-0.16%</b>	<b>-0.23%</b>	<b>-0.24%</b>	<b>-0.36%</b>	<b>1.07%</b>	<b>0.92%</b>
TOTAL RELATIVE RETURN				<b>-0.05%</b>	<b>-0.06%</b>				<b>0.04%</b>	<b>-0.01%</b>				<b>-0.15%</b>	<b>-0.22%</b>	<b>-0.17%</b>	<b>-0.29%</b>	<b>1.02%</b>	<b>0.86%</b>
LARGE CAP DOMESTIC EQUITY																			
Los Angeles Capital	72,942	3.4%	3.3%	-4.23%	-4.23%	70,539	3.3%	3.3%	6.11%	6.05%	74,899	3.5%	3.3%	-4.79%	-4.83%	-3.25%	-3.34%	12.53%	12.32%
<i>Russell 1000 Growth</i>				<i>-5.58%</i>	<i>-5.58%</i>				<i>7.32%</i>	<i>7.32%</i>				<i>-5.29%</i>	<i>-5.29%</i>	<i>-4.03%</i>	<i>-4.03%</i>	<i>10.56%</i>	<i>10.56%</i>
LSV	71,127	3.3%	3.3%	-7.04%	-7.12%	70,920	3.3%	3.3%	4.81%	4.74%	71,509	3.3%	3.3%	-8.15%	-8.21%	-10.50%	-10.70%	7.16%	6.87%
<i>Russell 1000 Value</i>				<i>-5.17%</i>	<i>-5.17%</i>				<i>5.63%</i>	<i>5.63%</i>				<i>-8.40%</i>	<i>-8.40%</i>	<i>-8.23%</i>	<i>-8.23%</i>	<i>4.13%</i>	<i>4.13%</i>
Los Angeles Capital	49,916	2.3%	2.2%	-4.13%	-4.13%	48,223	2.2%	2.2%	6.18%	6.15%	48,805	2.3%	2.2%	-5.29%	-5.32%	-3.59%	-3.65%	8.45%	8.31%
<i>Russell 1000</i>				<i>-5.38%</i>	<i>-5.38%</i>				<i>6.50%</i>	<i>6.50%</i>				<i>-6.83%</i>	<i>-6.83%</i>	<i>-6.12%</i>	<i>-6.12%</i>	<i>7.37%</i>	<i>7.37%</i>
Clifton Group	49,329	2.3%	2.2%	-4.85%	-4.85%	48,013	2.2%	2.2%	7.87%	7.87%	47,750	2.2%	2.2%	-6.35%	-6.41%	-3.87%	-3.94%	7.17%	7.10%
<i>S&amp;P 500</i>				<i>-4.96%</i>	<i>-4.96%</i>				<i>7.04%</i>	<i>7.04%</i>				<i>-6.44%</i>	<i>-6.44%</i>	<i>-4.82%</i>	<i>-4.82%</i>	<i>7.42%</i>	<i>7.42%</i>
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>243,314</b>	<b>11.4%</b>	<b>11.0%</b>	<b>-5.17%</b>	<b>-5.20%</b>	<b>237,695</b>	<b>11.0%</b>	<b>11.0%</b>	<b>6.07%</b>	<b>6.02%</b>	<b>242,963</b>	<b>11.4%</b>	<b>11.0%</b>	<b>-6.20%</b>	<b>-6.25%</b>	<b>-5.66%</b>	<b>-5.77%</b>	<b>9.02%</b>	<b>8.83%</b>
<i>Russell 1000</i>				<i>-5.38%</i>	<i>-5.38%</i>				<i>6.50%</i>	<i>6.50%</i>				<i>-6.83%</i>	<i>-6.83%</i>	<i>-6.12%</i>	<i>-6.12%</i>	<i>7.37%</i>	<i>7.37%</i>
SMALL CAP DOMESTIC EQUITY																			
PIMCO RAE (formerly Research Affiliates)	22,115	1.0%	1.0%	-6.68%	-6.72%	20,850	1.0%	1.0%	3.01%	2.94%	19,336	0.9%	0.9%	-11.43%	-11.50%	-14.86%	-15.02%	5.51%	5.18%
Clifton	45,736	2.1%	2.1%	-8.57%	-8.57%	43,991	2.0%	2.0%	3.80%	3.80%	47,684	2.2%	2.2%	-11.63%	-12.06%	-16.13%	-16.54%	8.24%	8.03%
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>67,851</b>	<b>3.2%</b>	<b>3.0%</b>	<b>-7.96%</b>	<b>-7.97%</b>	<b>64,841</b>	<b>3.0%</b>	<b>3.0%</b>	<b>3.50%</b>	<b>3.48%</b>	<b>67,020</b>	<b>3.1%</b>	<b>3.0%</b>	<b>-11.58%</b>	<b>-11.90%</b>	<b>-15.77%</b>	<b>-16.11%</b>	<b>7.46%</b>	<b>7.23%</b>
<i>Russell 2000</i>				<i>-8.79%</i>	<i>-8.79%</i>				<i>3.59%</i>	<i>3.59%</i>				<i>-11.92%</i>	<i>-11.92%</i>	<i>-16.78%</i>	<i>-16.78%</i>	<i>6.49%</i>	<i>6.49%</i>
INTERNATIONAL EQUITY																			
Capital Group	59,360	2.8%	2.8%	-7.84%	-7.84%	57,456	2.7%	2.7%	5.10%	4.97%	62,062	2.9%	2.9%	-13.68%	-13.79%	-16.40%	-16.60%	-1.35%	-1.73%
LSV	62,144	2.9%	2.9%	-7.32%	-7.41%	59,872	2.8%	2.8%	5.26%	5.16%	63,735	3.0%	3.0%	-10.43%	-10.52%	-12.62%	-12.88%	-3.33%	-3.73%
<i>MSCI EAFE</i>				<i>-7.23%</i>	<i>-7.23%</i>				<i>4.71%</i>	<i>4.71%</i>				<i>-10.23%</i>	<i>-10.23%</i>	<i>-12.80%</i>	<i>-12.80%</i>	<i>-4.22%</i>	<i>-4.22%</i>
DFA	17,305	0.8%	0.8%	-7.39%	-7.39%	16,668	0.8%	0.8%	4.03%	4.03%	16,703	0.8%	0.8%	-9.22%	-9.22%	-12.54%	-12.54%	-3.27%	-3.27%
Vanguard (1)	18,245	0.9%	0.9%	-6.67%	-6.67%	17,437	0.8%	0.8%	5.34%	5.34%	17,288	0.8%	0.8%	-6.86%	-6.86%	-8.42%	-8.42%	0.57%	0.57%
<i>S&amp;P/Citigroup BMI EPAC &lt; \$2BN</i>				<i>-7.54%</i>	<i>-7.54%</i>				<i>6.01%</i>	<i>6.01%</i>				<i>-8.35%</i>	<i>-8.35%</i>	<i>-10.17%</i>	<i>-10.17%</i>	<i>1.14%</i>	<i>1.14%</i>
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>157,054</b>	<b>7.3%</b>	<b>7.0%</b>	<b>-7.45%</b>	<b>-7.49%</b>	<b>151,433</b>	<b>7.0%</b>	<b>7.0%</b>	<b>5.06%</b>	<b>4.97%</b>	<b>159,788</b>	<b>7.5%</b>	<b>7.0%</b>	<b>-11.24%</b>	<b>-11.32%</b>	<b>-13.70%</b>	<b>-13.88%</b>	<b>-2.11%</b>	<b>-2.43%</b>
<i>MSCI EAFE</i>				<i>-7.23%</i>	<i>-7.23%</i>				<i>4.71%</i>	<i>4.71%</i>				<i>-10.23%</i>	<i>-10.23%</i>	<i>-12.80%</i>	<i>-12.80%</i>	<i>-4.22%</i>	<i>-4.22%</i>
FIXED INCOME																			
Western Asset	82,711	3.9%	3.8%	0.69%	0.69%	79,842	3.7%	3.8%	-0.05%	-0.08%	81,837	3.8%	3.9%	0.82%	0.79%	1.47%	1.40%	2.76%	2.62%
Prudential	27,249	1.3%	1.0%	1.40%	1.40%	26,119	1.2%	1.0%	-0.41%	-0.48%	23,424	1.1%	1.0%	0.53%	0.46%	1.52%	1.38%	2.32%	2.05%
PIMCO (DISCO II) (1)	10,256	0.5%	0.5%	-0.33%	-0.33%	10,289	0.5%	0.5%	1.49%	1.49%	10,138	0.5%	0.5%	0.39%	0.39%	1.55%	1.55%	4.32%	4.32%
PIMCO (BRAVO II) (1)	5,897	0.3%	0.3%	3.17%	3.17%	5,716	0.3%	0.3%	1.62%	1.62%	4,524	0.2%	0.2%	0.00%	0.00%	4.84%	4.84%	10.36%	10.36%
<i>BC Aggregate</i>				<i>1.38%</i>	<i>1.38%</i>				<i>-0.57%</i>	<i>-0.57%</i>				<i>1.23%</i>	<i>1.23%</i>	<i>2.04%</i>	<i>2.04%</i>	<i>1.85%</i>	<i>1.85%</i>

STATE BOARD OF MEDICINE  
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2016

	January-16					December-15					September-15					Current FYTD		Prior Year FY15	
	Market Value	Allocation		Month		Market Value	Allocation		Quarter		Market Value	Allocation		Quarter		Returns		Returns	
		Actual	Policy	Gross <sup>(1)</sup>	Net		Actual	Policy	Gross <sup>(1)</sup>	Net		Actual	Policy	Gross <sup>(1)</sup>	Net	Gross <sup>(1)</sup>	Net	Gross <sup>(1)</sup>	Net
Declaration (Total Return) (1) <i>3m LIBOR</i>	21,987	1.0%	1.0%	0.45%	0.45%	21,275	1.0%	1.0%	-0.54%	-0.54%	20,718	1.0%	1.0%	0.89%	0.89%	0.80%	0.80%	3.55%	3.55%
				0.05%	0.05%				0.09%	0.09%				0.08%	0.08%	0.22%	0.22%	0.26%	0.26%
State Street <i>BC Gov/Credit</i>	38,401	1.8%	1.7%	1.42%	1.42%	36,800	1.7%	1.7%	-0.74%	-0.75%	35,901	1.7%	1.7%	1.20%	1.19%	1.88%	1.87%	1.70%	1.66%
				1.41%	1.41%				-0.74%	-0.74%				1.20%	1.20%	1.86%	1.86%	1.68%	1.68%
Wells Capital <i>BC Credit Baa</i>	82,746	3.9%	3.8%	0.14%	0.09%	80,348	3.7%	3.8%	-0.54%	-0.59%	79,568	3.7%	3.9%	-0.44%	-0.48%	-0.84%	-0.97%	0.96%	0.78%
				-0.20%	-0.20%				-1.01%	-1.01%				-0.74%	-0.74%	-1.94%	-1.94%	-1.37%	-1.37%
<b>TOTAL FIXED INCOME</b> <i>BC Aggregate</i>	<b>269,247</b>	<b>12.6%</b>	<b>12.0%</b>	<b>0.70%</b>	<b>0.69%</b>	<b>260,390</b>	<b>12.1%</b>	<b>12.0%</b>	<b>-0.17%</b>	<b>-0.20%</b>	<b>256,110</b>	<b>12.0%</b>	<b>12.0%</b>	<b>0.42%</b>	<b>0.39%</b>	<b>0.96%</b>	<b>0.88%</b>	<b>2.40%</b>	<b>2.27%</b>
				1.38%	1.38%				-0.57%	-0.57%				1.23%	1.23%	2.04%	2.04%	1.85%	1.85%
<b>REAL ESTATE</b>																			
JP Morgan	23,933	1.1%	1.0%	2.22%	1.90%	23,486	1.1%	1.0%	3.32%	3.05%	22,801	1.1%	1.0%	0.07%	0.16%	5.69%	5.19%	16.68%	15.44%
Invesco	21,061	1.0%	1.0%	0.00%	0.00%	21,061	1.0%	1.0%	2.50%	2.41%	20,583	1.0%	1.0%	2.96%	2.88%	5.54%	5.36%	16.38%	15.97%
<b>TOTAL REAL ESTATE</b>	<b>44,994</b>	<b>2.1%</b>	<b>2.0%</b>	<b>1.17%</b>	<b>1.00%</b>	<b>44,547</b>	<b>2.1%</b>	<b>2.0%</b>	<b>2.93%</b>	<b>2.75%</b>	<b>43,384</b>	<b>2.0%</b>	<b>2.0%</b>	<b>1.42%</b>	<b>1.43%</b>	<b>5.62%</b>	<b>5.27%</b>	<b>16.36%</b>	<b>15.50%</b>
<i>NCREIF Total Index</i>				0.96%	0.96%				2.91%	2.91%				3.09%	3.09%	7.11%	7.11%	12.98%	12.98%
<b>CASH EQUIVALENTS</b>																			
Northern Trust (1)	3,961			0.02%	0.02%	300			0.00%	0.00%	1,530			0.00%	0.00%	0.02%	0.02%	0.01%	0.01%
<b>TOTAL CASH EQUIVALENTS</b>	<b>3,961</b>	<b>0.2%</b>	<b>0.0%</b>	<b>0.02%</b>	<b>0.02%</b>	<b>300</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>1,530</b>	<b>0.1%</b>	<b>0.0%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.02%</b>	<b>0.02%</b>	<b>0.01%</b>	<b>0.01%</b>
<i>90 Day T-Bill</i>				0.00%	0.00%				0.03%	0.03%				0.01%	0.01%	0.05%	0.05%	0.02%	0.02%
<b>SHORT TERM FIXED INCOME</b>																			
Babson Capital <i>BC 1-3 Year US Gov't Index</i>	702,540	32.9%	32.5%	0.68%	0.68%	697,828	32.4%	32.5%	-0.68%	-0.72%	688,229	32.2%	32.5%	0.21%	0.13%	0.20%	0.07%	2.55%	2.43%
				0.61%	0.61%				-0.43%	-0.43%				0.32%	0.32%	0.49%	0.49%	0.91%	0.91%
JP Morgan <i>BC 1-3 Year Gov/Credit Index</i>	648,878	30.4%	32.5%	0.52%	0.52%	699,226	32.4%	32.5%	-0.31%	-0.34%	679,259	31.8%	32.5%	0.34%	0.28%	0.55%	0.46%	1.11%	1.01%
				0.52%	0.52%				-0.36%	-0.36%				0.29%	0.29%	0.45%	0.45%	1.62%	1.62%
<b>TOTAL SHORT TERM FIXED INCOME</b>	<b>1,351,418</b>	<b>63.2%</b>	<b>65.0%</b>	<b>0.60%</b>	<b>0.60%</b>	<b>1,397,054</b>	<b>64.8%</b>	<b>65.0%</b>	<b>-0.49%</b>	<b>-0.53%</b>	<b>1,367,488</b>	<b>64.0%</b>	<b>65.0%</b>	<b>0.28%</b>	<b>0.20%</b>	<b>0.05%</b>	<b>0.02%</b>	<b>1.76%</b>	<b>1.61%</b>
<i>BC 1-3 Year US Gov't Index</i>				0.61%	0.61%				-0.43%	-0.43%				0.32%	0.32%	0.49%	0.49%	0.91%	0.91%

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.