

ND ASSOCIATION OF COUNTIES FUND
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2013

	August-13					July-13					Current FYTD		Prior Year FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013
	Market Value	Allocation		Month		Market Value	Allocation		Month		Gross	Net	Gross	Net	Gross	Net	Net
		Actual	Policy	Gross	Net		Actual	Policy	Gross	Net							
TOTAL NDACo FUND	2,741,470	100.0%	100.0%	-1.06%	-1.07%	2,786,972	100.0%	100.0%	2.09%	2.08%	1.02%	0.98%	9.67%	9.46%	9.67%	9.43%	4.82%
<i>POLICY TARGET BENCHMARK</i>				<i>-1.00%</i>	<i>-1.00%</i>				<i>1.76%</i>	<i>1.76%</i>	<i>0.75%</i>	<i>0.75%</i>	<i>5.56%</i>	<i>5.56%</i>	<i>7.09%</i>	<i>7.09%</i>	<i>3.87%</i>
ATTRIBUTION ANALYSIS																	
Asset Allocation				-0.02%	-0.02%				0.00%	0.00%	-0.02%	-0.02%	0.05%	0.05%	-0.04%	-0.04%	
Manager Selection				-0.04%	-0.05%				0.33%	0.32%	0.29%	0.26%	4.06%	3.85%	2.62%	2.38%	
TOTAL RELATIVE RETURN				-0.06%	-0.08%				0.33%	0.32%	0.27%	0.24%	4.11%	3.90%	2.58%	2.34%	
LARGE CAP DOMESTIC EQUITY																	
Los Angeles Capital	121,753	4.4%	4.5%	-2.30%	-2.31%	127,849	4.6%	4.5%	5.26%	5.25%	2.84%	2.81%	18.87%	18.66%	19.01%	18.80%	7.51%
<i>Russell 1000 Growth</i>				<i>-1.71%</i>	<i>-1.71%</i>				<i>5.30%</i>	<i>5.30%</i>	<i>3.50%</i>	<i>3.50%</i>	<i>17.07%</i>	<i>17.07%</i>	<i>18.68%</i>	<i>18.68%</i>	<i>7.47%</i>
LSV	121,454	4.4%	4.5%	-3.52%	-3.54%	133,322	4.8%	4.5%	6.39%	6.37%	2.64%	2.60%	32.50%	32.20%	20.05%	19.73%	7.86%
<i>Russell 1000 Value</i>				<i>-3.79%</i>	<i>-3.79%</i>				<i>5.40%</i>	<i>5.40%</i>	<i>1.40%</i>	<i>1.40%</i>	<i>25.32%</i>	<i>25.32%</i>	<i>18.51%</i>	<i>18.51%</i>	<i>6.67%</i>
LA Capital	81,206	3.0%	3.0%	-2.83%	-2.84%	87,705	3.1%	3.0%	5.68%	5.66%	2.69%	2.66%	21.58%	21.39%	19.18%	18.90%	7.81%
<i>Russell 1000</i>				<i>-2.76%</i>	<i>-2.76%</i>				<i>5.35%</i>	<i>5.35%</i>	<i>2.45%</i>	<i>2.45%</i>	<i>21.24%</i>	<i>21.24%</i>	<i>18.63%</i>	<i>18.63%</i>	<i>7.12%</i>
Clifton Group (moved from fixed 11/1/08)	79,947	2.9%	3.0%	-3.03%	-3.04%	84,885	3.0%	3.0%	4.95%	4.94%	1.77%	1.76%	20.94%	20.84%	19.20%	19.00%	N/A
<i>S&P 500</i>				<i>-2.90%</i>	<i>-2.90%</i>				<i>5.09%</i>	<i>5.09%</i>	<i>2.04%</i>	<i>2.04%</i>	<i>20.60%</i>	<i>20.60%</i>	<i>18.45%</i>	<i>18.45%</i>	
TOTAL LARGE CAP DOMESTIC EQUITY	404,360	14.7%	15.0%	-2.93%	-2.94%	433,761	15.6%	15.0%	5.63%	5.61%	2.54%	2.51%	23.83%	23.63%	19.34%	19.08%	4.96%
<i>S&P 500</i>				<i>-2.76%</i>	<i>-2.76%</i>				<i>5.35%</i>	<i>5.35%</i>	<i>2.45%</i>	<i>2.45%</i>	<i>21.24%</i>	<i>21.24%</i>	<i>18.66%</i>	<i>18.66%</i>	<i>7.12%</i>
SMALL CAP DOMESTIC EQUITY																	
Research Affiliates	67,067	2.4%	2.5%	-3.65%	-3.68%	74,601	2.7%	2.5%	6.85%	6.82%	2.95%	2.89%	30.62%	30.17%	20.28%	19.80%	10.56%
Clifton	66,984	2.4%	2.5%	-3.18%	-3.21%	73,235	2.6%	2.5%	6.79%	6.76%	3.39%	3.33%	25.51%	25.08%	20.17%	19.70%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	134,051	4.9%	5.0%	-3.42%	-3.45%	147,836	5.3%	5.0%	6.82%	6.79%	3.17%	3.11%	28.04%	27.60%	20.25%	19.77%	9.84%
<i>Russell 2000</i>				<i>-3.18%</i>	<i>-3.18%</i>				<i>7.00%</i>	<i>7.00%</i>	<i>3.60%</i>	<i>3.60%</i>	<i>24.21%</i>	<i>24.21%</i>	<i>18.67%</i>	<i>18.67%</i>	<i>8.77%</i>
INTERNATIONAL EQUITY																	
Capital Guardian	109,877	4.0%	4.0%	-1.51%	-1.55%	116,385	4.2%	4.0%	5.81%	5.77%	4.21%	4.13%	20.78%	20.25%	9.88%	9.29%	-0.15%
LSV	111,033	4.1%	4.0%	-0.90%	-0.93%	112,630	4.0%	4.0%	6.11%	6.08%	5.15%	5.09%	20.71%	20.23%	8.65%	8.16%	-0.02%
<i>MSCI EAFE - 50% Hedged</i>				<i>-1.32%</i>	<i>-1.32%</i>				<i>5.28%</i>	<i>5.28%</i>	<i>3.88%</i>	<i>3.88%</i>	<i>18.62%</i>	<i>18.62%</i>	<i>8.10%</i>	<i>8.10%</i>	<i>-0.01%</i>
DFA	27,138	1.0%	1.0%	-1.19%	-1.23%	27,368	1.0%	1.0%	7.50%	7.46%	6.22%	6.13%	24.89%	24.23%	12.35%	11.62%	2.25%
Vanguard	27,060	1.0%	1.0%	-0.63%	-0.66%	27,097	1.0%	1.0%	5.54%	5.51%	4.87%	4.81%	21.16%	20.74%	10.65%	10.23%	2.09%
<i>S&P/Citigroup Broad Market Index < \$2BN</i>				<i>-0.35%</i>	<i>-0.35%</i>				<i>5.04%</i>	<i>5.04%</i>	<i>4.67%</i>	<i>4.67%</i>	<i>18.05%</i>	<i>18.05%</i>	<i>9.78%</i>	<i>9.78%</i>	<i>1.26%</i>
TOTAL INTERNATIONAL EQUITY	275,108	10.0%	10.0%	-1.15%	-1.19%	283,479	10.2%	10.0%	6.06%	6.03%	4.84%	4.77%	21.07%	20.56%	9.74%	9.20%	0.44%
<i>MSCI EAFE - 50% Hedged</i>				<i>-1.32%</i>	<i>-1.32%</i>				<i>5.28%</i>	<i>5.28%</i>	<i>3.88%</i>	<i>3.88%</i>	<i>18.62%</i>	<i>18.62%</i>	<i>8.10%</i>	<i>8.10%</i>	<i>-0.01%</i>

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	Market Value	Allocation		Month		Market Value	Allocation		Month		Gross	Net	Gross	Net	Gross	Net	Gross	Net
		Actual	Policy	Gross	Net		Actual	Policy	Gross	Net								
FIXED INCOME																		
Western Asset	404,835	14.8%	20.8%	-0.46%	-0.47%	390,882	14.0%	20.8%	-0.01%	-0.02%	-0.47%	-0.50%	2.17%	1.99%	6.29%	6.10%	6.95%	
Prudential	126,560	4.6%	4.6%	-0.81%	-0.83%	143,875	5.2%	4.6%	1.33%	1.31%	0.51%	0.46%	2.03%	1.74%	6.55%	6.25%	7.83%	
PIMCO (DiSCO) (2)	174,036	6.3%	6.3%	0.27%	0.27%	176,612	6.3%	6.3%	1.00%	1.00%	1.27%	1.27%	33.07%	33.07%	N/A	N/A	N/A	
BC Aggregate				-0.51%	-0.51%				0.14%	0.14%	-0.37%	-0.37%	-0.69%	-0.69%	3.51%	3.51%	5.19%	
Declaration	104,901	3.8%	4.6%	-0.22%	-0.26%	107,383	3.9%	4.6%	-0.03%	-0.07%	-0.25%	-0.33%	2.49%	2.00%	6.76%	6.27%	N/A	
BC Global Aggregate (US Securitized Portion)				-0.42%	-0.42%				0.54%	0.54%	0.12%	0.12%	1.34%	1.34%	4.73%	4.73%		
State Street	226,930	8.3%	8.0%	-0.62%	-0.62%	232,367	8.3%	8.0%	0.22%	0.22%	-0.40%	-0.40%	N/A	N/A	N/A	N/A	N/A	
BC Gov/Credit				-0.61%	-0.61%				0.23%	0.23%	-0.39%	-0.39%	-0.62%	-0.62%				
Wells Capital (formerly Strong)	528,377	19.3%	20.8%	-0.83%	-0.85%	517,354	18.6%	20.8%	0.83%	0.81%	-0.01%	-0.04%	3.19%	2.97%	7.43%	7.21%	9.34%	
BC US Credit BAA				-0.99%	-0.99%				0.81%	0.81%	-0.19%	-0.19%	1.77%	1.77%	6.00%	6.00%	8.19%	
TOTAL FIXED INCOME	1,565,638	57.1%	57.0%	-0.54%	-0.55%	1,568,472	56.3%	57.0%	0.53%	0.51%	-0.01%	-0.04%	4.90%	4.71%	7.50%	7.31%	7.89%	
BC Aggregate (1)				-0.51%	-0.51%				0.14%	0.14%	-0.37%	-0.37%	-0.69%	-0.69%	3.51%	3.51%	5.19%	
CASH EQUIVALENTS																		
Northern Trust	362,313			0.01%	0.01%	353,424			N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
TOTAL CASH EQUIVALENTS	362,313	13.2%	13.0%	0.01%	0.01%	353,424	12.7%	13.0%	0.00%	0.00%	0.01%	0.01%	0.27%	0.27%	0.27%	0.27%	0.45%	
90 Day T-Bill				0.01%	0.01%				0.01%	0.01%	0.01%	0.01%	0.11%	0.11%	0.11%	0.11%	0.30%	

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.