

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

	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		Month		Market Value	Allocation		Quarter		Gross	Net	Gross	Net	Gross	Net	Gross	Net
		Actual	Policy	Gross	Net	Gross	Net		Actual	Policy	Gross	Net								
TOTAL NDACo FUND	2,894,408	100.0%	100.0%	3.46%	3.42%	0.60%	0.59%	2,799,309	100.0%	100.0%	3.11%	3.07%	6.69%	6.59%	9.67%	9.46%	9.67%	9.43%	4.82%	
<i>POLICY TARGET BENCHMARK</i>				<i>2.41%</i>	<i>2.41%</i>	<i>0.33%</i>	<i>0.33%</i>				<i>2.88%</i>	<i>2.88%</i>	<i>5.37%</i>	<i>5.37%</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				0.10%	0.10%	0.05%	0.05%				-0.03%	-0.03%	0.07%	0.07%	0.05%	0.05%	-0.04%	-0.04%		
Manager Selection				0.95%	0.90%	0.22%	0.20%				0.26%	0.22%	1.25%	1.15%	4.06%	3.85%	2.62%	2.38%		
TOTAL RELATIVE RETURN				1.05%	1.00%	0.27%	0.25%				0.23%	0.18%	1.32%	1.22%	4.11%	3.90%	2.58%	2.34%		
LARGE CAP DOMESTIC EQUITY																				
Los Angeles Capital	142,346	4.9%	4.5%	11.50%	11.46%	2.93%	2.92%	126,583	4.5%	4.5%	6.91%	6.86%	19.21%	19.10%	18.87%	18.66%	19.01%	18.80%	7.51%	
<i>Russell 1000 Growth</i>				10.44%	10.44%	2.86%	2.86%				8.11%	8.11%	19.39%	19.39%	17.07%	17.07%	18.68%	18.68%	7.47%	
LSV	138,954	4.8%	4.5%	12.57%	12.51%	2.81%	2.79%	124,991	4.5%	4.5%	5.64%	5.58%	18.91%	18.78%	32.50%	32.20%	20.05%	19.73%	7.86%	
<i>Russell 1000 Value</i>				10.01%	10.01%	2.53%	2.53%				3.94%	3.94%	14.34%	14.34%	25.32%	25.32%	18.51%	18.51%	6.67%	
LA Capital	92,623	3.2%	3.0%	11.30%	11.26%	2.67%	2.66%	83,575	3.0%	3.0%	5.61%	5.57%	17.55%	17.46%	21.58%	21.39%	19.18%	18.90%	7.81%	
<i>Russell 1000</i>				10.23%	10.23%	2.70%	2.70%				6.02%	6.02%	16.86%	16.86%	21.24%	21.24%	18.63%	18.63%	7.12%	
Clifton Group (moved from fixed 11/1/08)	91,431	3.2%	3.0%	10.10%	10.08%	2.31%	2.31%	82,501	2.9%	3.0%	5.05%	5.03%	15.66%	15.62%	20.94%	20.84%	19.20%	19.00%	N/A	
<i>S&P 500</i>				10.51%	10.51%	2.53%	2.53%				5.24%	5.24%	16.31%	16.31%	20.60%	20.60%	18.45%	18.45%		
TOTAL LARGE CAP DOMESTIC EQUITY	465,354	16.1%	15.0%	11.51%	11.46%	2.72%	2.71%	417,651	14.9%	15.0%	5.91%	5.87%	18.10%	18.00%	23.83%	23.63%	19.34%	19.08%	4.96%	
<i>S&P 500</i>				10.23%	10.23%	2.70%	2.70%				6.02%	6.02%	16.86%	16.86%	21.24%	21.24%	18.66%	18.66%	7.12%	
SMALL CAP DOMESTIC EQUITY																				
Research Affiliates	78,931	2.7%	2.5%	10.81%	10.72%	2.12%	2.09%	71,700	2.6%	2.5%	10.11%	10.02%	22.02%	21.81%	30.62%	30.17%	20.28%	19.80%	10.56%	
Clifton	77,844	2.7%	2.5%	8.52%	8.43%	1.97%	1.94%	71,324	2.5%	2.5%	10.15%	10.05%	19.53%	19.33%	25.51%	25.08%	20.17%	19.70%	N/A	
TOTAL SMALL CAP DOMESTIC EQUITY	156,775	5.4%	5.0%	9.69%	9.60%	2.05%	2.02%	143,023	5.1%	5.0%	10.23%	10.14%	20.92%	20.72%	28.04%	27.60%	20.25%	19.77%	9.84%	
<i>Russell 2000</i>						1.97%	1.97%						19.82%	19.82%	24.21%	24.21%	18.67%	18.67%	8.77%	
INTERNATIONAL EQUITY																				
Capital Group	122,829	4.2%	4.0%	5.40%	5.28%	1.52%	1.48%	117,699	4.2%	4.0%	11.57%	11.44%	17.59%	17.33%	20.78%	20.25%	9.88%	9.29%	-0.15%	
LSV	127,787	4.4%	4.0%	6.68%	6.57%	1.21%	1.18%	119,353	4.3%	4.0%	13.05%	12.94%	20.60%	20.37%	20.71%	20.23%	8.65%	8.16%	-0.02%	
<i>MSCI EAFE - 50% Hedged</i>				5.71%	5.71%	1.50%	1.50%				11.56%	11.56%	17.94%	17.94%	18.62%	18.62%	8.10%	8.10%	-0.01%	
DFA	32,255	1.1%	1.0%	7.94%	7.80%	4.18%	3.34%	29,767	1.1%	1.0%	16.61%	16.46%	25.87%	25.54%	24.89%	24.23%	12.35%	11.62%	2.25%	
Vanguard	31,608	1.1%	1.0%	7.80%	7.71%	2.76%	2.73%	29,035	1.0%	1.0%	12.57%	12.48%	21.36%	21.15%	21.16%	20.74%	10.65%	10.23%	2.09%	
<i>S&P/Citigroup Broad Market Index < \$2BN</i>				3.42%	3.42%	1.69%	1.69%				14.42%	14.42%	18.34%	18.34%	18.05%	18.05%	9.78%	9.78%	1.26%	
TOTAL INTERNATIONAL EQUITY	314,479	10.9%	10.0%	6.41%	6.30%	1.71%	1.67%	295,854	10.6%	10.0%	12.74%	12.62%	19.97%	19.72%	21.07%	20.56%	9.74%	9.20%	0.44%	
<i>MSCI EAFE - 50% Hedged</i>				5.71%	5.71%	1.50%	1.50%				11.56%	11.56%	17.94%	17.94%	18.62%	18.62%	8.10%	8.10%	-0.01%	

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		Actual	Policy	Gross	Net	Gross	Net		Actual	Policy	Gross	Net								
FIXED INCOME																				
Western Asset	501,524	17.3%	18.2%	0.29%	0.25%	-0.47%	-0.48%	408,606	14.6%	20.8%	0.51%	0.47%	0.81%	0.71%	2.17%	1.99%	6.29%	6.10%	6.95%	
Prudential	131,383	4.5%	4.6%	0.57%	0.49%	-0.54%	-0.56%	128,342	4.6%	4.6%	1.09%	1.01%	1.66%	1.51%	2.03%	1.74%	6.55%	6.25%	7.83%	
PIMCO (DiSCO) (2)	95,603	3.3%	3.3%	3.84%	3.84%	0.95%	0.95%	175,305	6.3%	6.3%	2.01%	2.01%	5.93%	5.93%	33.07%	33.07%	N/A	N/A	N/A	
PIMCO (BRAVO II) (2)	6,676	0.2%	0.2%	N/A	N/A	0.00%	0.00%													
BC Aggregate				-0.14%	-0.14%	-0.57%	-0.57%				0.57%	0.57%	0.43%	0.43%	-0.69%	-0.69%	3.51%	3.51%	5.19%	
Declaration (Mortgage)	36,292	1.3%	3.3%	0.45%	0.37%	-0.35%	-0.37%	106,323	3.8%	4.6%	0.72%	0.64%	1.17%	1.02%	2.49%	2.00%	6.76%	6.27%	N/A	
BC Global Aggregate (US Securitized Portion)				0.25%	0.25%	-0.18%	-0.18%				1.53%	1.53%	1.79%	1.79%	1.34%	1.34%	4.73%	4.73%		
Declaration (Total Return)	37,380	1.3%	1.3%	N/A	N/A	-0.02%	-0.02%	0	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
3m LIBOR																				
State Street	230,881	8.0%	8.0%	-0.05%	-0.06%	-0.62%	-0.62%	228,658	8.2%	8.0%	0.36%	0.35%	0.30%	0.29%	N/A	N/A	N/A	N/A	N/A	
BC Gov/Credit				-0.03%	-0.03%	-0.62%	-0.62%				0.36%	0.36%	0.33%	0.33%	-0.62%	-0.62%				
Wells Capital (formerly Strong)	503,269	17.4%	18.2%	1.49%	1.44%	0.03%	0.01%	533,232	19.0%	20.8%	0.95%	0.89%	2.45%	2.35%	3.19%	2.97%	7.43%	7.21%	9.34%	
BC US Credit BAA				1.35%	1.35%	-0.01%	-0.01%				0.77%	0.77%	2.13%	2.13%	1.77%	1.77%	6.00%	6.00%	8.19%	
TOTAL FIXED INCOME	1,543,006	53.3%	57.0%	0.93%	0.88%	-0.23%	-0.25%	1,580,466	56.5%	57.0%	0.86%	0.82%	1.80%	1.71%	4.90%	4.71%	7.50%	7.31%	7.89%	
BC Aggregate (1)				-0.14%	-0.14%	-0.57%	-0.57%				0.57%	0.57%	0.43%	0.43%	-0.69%	-0.69%	3.51%	3.51%	5.19%	
CASH EQUIVALENTS																				
Northern Trust	414,793			0.00%	0.00%	0.00%	0.00%	362,316					N/A	N/A	N/A	N/A	N/A	N/A	N/A	
TOTAL CASH EQUIVALENTS	414,793	14.3%	13.0%	0.00%	0.00%	0.00%	0.00%	362,316	12.9%	13.0%	0.00%	0.00%	0.01%	0.01%	0.27%	0.27%	0.27%	0.27%	0.45%	
90 Day T-Bill				0.02%	0.02%	0.01%	0.01%				0.02%	0.02%	0.03%	0.03%	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.