

STATE RISK MANAGEMENT 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	Net	
		Actual	Policy	Gross	Net	Gross	Net		Actual	Policy	Gross	Net								
<b>TOTAL RISK MANAGEMENT FUND</b>	<b>6,593,046</b>	<b>100.0%</b>	<b>100.0%</b>	<b>3.99%</b>	<b>3.94%</b>	<b>0.67%</b>	<b>0.65%</b>	<b>6,343,931</b>	<b>100.0%</b>	<b>100.0%</b>	<b>2.64%</b>	<b>2.59%</b>	<b>6.73%</b>	<b>6.64%</b>	<b>10.39%</b>	<b>10.19%</b>	<b>10.91%</b>	<b>10.69%</b>	<b>7.45%</b>	
<i>POLICY TARGET BENCHMARK</i>				2.80%	2.80%	0.39%	0.39%				2.50%	2.50%	5.37%	5.37%	5.78%	5.78%	7.96%	7.96%	6.09%	
ATTRIBUTION ANALYSIS																				
Asset Allocation				0.09%	0.09%	0.05%	0.05%				-0.03%	-0.03%	0.06%	0.06%	0.03%	0.03%	0.04%	0.04%		
Manager Selection				1.09%	1.05%	0.23%	0.21%				0.17%	0.13%	1.30%	1.20%	4.58%	4.37%	2.90%	2.69%		
TOTAL RELATIVE RETURN				1.19%	1.14%	0.28%	0.27%				0.14%	0.10%	1.36%	1.27%	4.61%	4.41%	2.95%	2.73%		
<b>LARGE CAP DOMESTIC EQUITY</b>																				
Los Angeles Capital	486,992	7.4%	6.8%	11.50%	11.46%	2.93%	2.92%	433,065	6.8%	6.8%	6.91%	6.86%	19.21%	19.10%	18.87%	18.66%	19.01%	18.80%	7.51%	
<i>Russell 1000 Growth</i>				<b>10.44%</b>	<b>10.44%</b>	<b>2.86%</b>	<b>2.86%</b>				<b>8.11%</b>	<b>8.11%</b>	<b>19.39%</b>	<b>19.39%</b>	<b>17.07%</b>	<b>17.07%</b>	<b>18.68%</b>	<b>18.68%</b>	<b>7.47%</b>	
LSV	475,387	7.2%	6.8%	12.57%	12.51%	2.81%	2.79%	427,617	6.7%	6.8%	5.64%	5.58%	18.91%	18.78%	32.50%	32.20%	20.05%	19.73%	7.86%	
<i>Russell 1000 Value</i>				<b>10.01%</b>	<b>10.01%</b>	<b>2.53%</b>	<b>2.53%</b>				<b>3.94%</b>	<b>3.94%</b>	<b>14.34%</b>	<b>14.34%</b>	<b>25.32%</b>	<b>25.32%</b>	<b>18.51%</b>	<b>18.51%</b>	<b>6.67%</b>	
LA Capital	316,881	4.8%	4.5%	11.30%	11.26%	2.67%	2.66%	285,924	4.5%	4.5%	5.61%	5.57%	17.55%	17.46%	21.58%	21.39%	19.18%	18.90%	7.81%	
<i>Russell 1000</i>				<b>10.23%</b>	<b>10.23%</b>	<b>2.70%</b>	<b>2.70%</b>				<b>6.02%</b>	<b>6.02%</b>	<b>16.86%</b>	<b>16.86%</b>	<b>21.24%</b>	<b>21.24%</b>	<b>18.63%</b>	<b>18.63%</b>	<b>7.12%</b>	
Clifton Group (moved from fixed 11/1/08)	312,801	4.7%	4.5%	10.10%	10.08%	2.31%	2.31%	282,251	4.4%	4.5%	5.05%	5.03%	15.66%	15.62%	20.94%	20.84%	19.20%	19.00%	N/A	
<i>S&amp;P 500</i>				<b>10.51%</b>	<b>10.51%</b>	<b>2.53%</b>	<b>2.53%</b>				<b>5.24%</b>	<b>5.24%</b>	<b>16.31%</b>	<b>16.31%</b>	<b>20.60%</b>	<b>20.60%</b>	<b>18.45%</b>	<b>18.45%</b>		
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>1,592,060</b>	<b>24.1%</b>	<b>22.5%</b>	<b>11.51%</b>	<b>11.46%</b>	<b>2.72%</b>	<b>2.71%</b>	<b>1,428,857</b>	<b>22.5%</b>	<b>22.5%</b>	<b>5.91%</b>	<b>5.87%</b>	<b>18.10%</b>	<b>18.00%</b>	<b>23.83%</b>	<b>23.63%</b>	<b>19.34%</b>	<b>19.08%</b>	<b>4.96%</b>	
<i>S&amp;P 500</i>				<b>10.23%</b>	<b>10.23%</b>	<b>2.70%</b>	<b>2.70%</b>				<b>6.02%</b>	<b>6.02%</b>	<b>16.86%</b>	<b>16.86%</b>	<b>21.24%</b>	<b>21.24%</b>	<b>18.66%</b>	<b>18.66%</b>	<b>7.12%</b>	
<b>SMALL CAP DOMESTIC EQUITY</b>																				
Research Affiliates	269,862	4.1%	3.8%	10.81%	10.72%	2.12%	2.09%	245,138	3.9%	3.8%	10.11%	10.02%	22.02%	21.81%	30.62%	30.17%	20.28%	19.80%	10.56%	
Clifton	266,146	4.0%	3.8%	8.52%	8.43%	1.97%	1.94%	243,854	3.8%	3.8%	10.15%	10.05%	19.53%	19.33%	25.51%	25.08%	20.17%	19.70%	N/A	
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>536,008</b>	<b>8.1%</b>	<b>7.5%</b>	<b>9.69%</b>	<b>9.60%</b>	<b>2.05%</b>	<b>2.02%</b>	<b>488,992</b>	<b>7.7%</b>	<b>7.5%</b>	<b>10.23%</b>	<b>10.14%</b>	<b>20.92%</b>	<b>20.72%</b>	<b>28.04%</b>	<b>27.60%</b>	<b>20.25%</b>	<b>19.77%</b>	<b>9.84%</b>	
<i>Russell 2000</i>				<b>8.72%</b>	<b>8.72%</b>	<b>1.97%</b>	<b>1.97%</b>				<b>10.21%</b>	<b>10.21%</b>	<b>19.82%</b>	<b>19.82%</b>	<b>24.21%</b>	<b>24.21%</b>	<b>18.67%</b>	<b>18.67%</b>	<b>8.77%</b>	
<b>FIXED INCOME</b>																				
Western Asset	1,327,791	20.1%	20.7%	0.29%	0.25%	-0.47%	-0.48%	1,062,227	16.7%	23.7%	0.51%	0.47%	0.81%	0.71%	2.17%	1.99%	6.29%	6.10%	6.95%	
Prudential	347,837	5.3%	5.2%	0.57%	0.49%	-0.54%	-0.56%	333,642	5.3%	5.2%	1.09%	1.01%	1.66%	1.51%	2.03%	1.74%	6.55%	6.25%	7.83%	
PIMCO (DISCO) (2)	253,109	3.8%	3.8%	3.84%	3.84%	0.95%	0.95%	455,728	7.2%	7.2%	2.01%	2.01%	5.93%	5.93%	33.07%	33.07%	N/A	N/A	N/A	
PIMCO (BRAVO II) (2)	17,675	0.3%	0.3%	N/A	N/A	0.00%	0.00%													
<i>BC Aggregate</i>				<b>-0.14%</b>	<b>-0.14%</b>	<b>-0.57%</b>	<b>-0.57%</b>				<b>0.57%</b>	<b>0.57%</b>	<b>0.43%</b>	<b>0.43%</b>	<b>-0.69%</b>	<b>-0.69%</b>	<b>3.51%</b>	<b>3.51%</b>	<b>5.19%</b>	
Declaration (Mortgage)	96,084	1.5%	3.7%	0.45%	0.37%	-0.35%	-0.37%	276,400	4.4%	5.2%	0.72%	0.64%	1.17%	1.02%	2.49%	2.00%	6.76%	6.27%	N/A	
<i>BC Global Aggregate (US Securitized Portion)</i>				<b>0.25%</b>	<b>0.25%</b>	<b>-0.18%</b>	<b>-0.18%</b>				<b>1.53%</b>	<b>1.53%</b>	<b>1.79%</b>	<b>1.79%</b>	<b>1.34%</b>	<b>1.34%</b>	<b>4.73%</b>	<b>4.73%</b>		
Declaration (Total Return)	98,963	1.5%	1.5%	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	
<i>3m LIBOR</i>																				
State Street	611,260	9.3%	9.1%	-0.05%	-0.06%	-0.62%	-0.62%	594,427	9.4%	9.1%	0.36%	0.35%	0.30%	0.29%	N/A	N/A	N/A	N/A	N/A	
<i>BC Gov/Credit</i>				<b>-0.03%</b>	<b>-0.03%</b>	<b>-0.62%</b>	<b>-0.62%</b>				<b>0.36%</b>	<b>0.36%</b>	<b>0.33%</b>	<b>0.33%</b>	<b>-0.62%</b>	<b>-0.62%</b>				
Wells Capital (formerly Strong)	1,332,410	20.2%	20.7%	1.49%	1.44%	0.03%	0.01%	1,386,209	21.9%	23.7%	0.95%	0.89%	2.45%	2.35%	3.19%	2.97%	7.43%	7.21%	9.34%	
<i>BC US Credit BAA</i>				<b>1.35%</b>	<b>1.35%</b>	<b>-0.01%</b>	<b>-0.01%</b>				<b>0.77%</b>	<b>0.77%</b>	<b>2.13%</b>	<b>2.13%</b>	<b>1.77%</b>	<b>1.77%</b>	<b>6.00%</b>	<b>6.00%</b>	<b>8.19%</b>	
<b>TOTAL FIXED INCOME</b>	<b>4,085,128</b>	<b>62.0%</b>	<b>65.0%</b>	<b>0.93%</b>	<b>0.88%</b>	<b>-0.23%</b>	<b>-0.25%</b>	<b>4,108,633</b>	<b>64.8%</b>	<b>65.0%</b>	<b>0.86%</b>	<b>0.82%</b>	<b>1.80%</b>	<b>1.71%</b>	<b>4.90%</b>	<b>4.71%</b>	<b>7.50%</b>	<b>7.31%</b>	<b>7.89%</b>	
<i>BC Aggregate (1)</i>				<b>-0.14%</b>	<b>-0.14%</b>	<b>-0.57%</b>	<b>-0.57%</b>				<b>0.57%</b>	<b>0.57%</b>	<b>0.43%</b>	<b>0.43%</b>	<b>-0.69%</b>	<b>-0.69%</b>	<b>3.51%</b>	<b>3.51%</b>	<b>5.19%</b>	
<b>CASH EQUIVALENTS</b>																				
Northern Trust	379,850			0.00%	0.00%	0.00%	0.00%	317,450					N/A	N/A	N/A	N/A	N/A	N/A	N/A	
<b>TOTAL CASH EQUIVALENTS</b>	<b>379,850</b>	<b>5.8%</b>	<b>5.0%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>317,450</b>	<b>5.0%</b>	<b>5.0%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.27%</b>	<b>0.27%</b>	<b>0.27%</b>	<b>0.27%</b>	<b>0.45%</b>	
<i>90 Day T-Bill</i>				<b>0.02%</b>	<b>0.02%</b>	<b>0.01%</b>	<b>0.01%</b>				<b>0.02%</b>	<b>0.02%</b>	<b>0.03%</b>	<b>0.03%</b>	<b>0.11%</b>	<b>0.11%</b>	<b>0.11%</b>	<b>0.11%</b>	<b>0.30%</b>	

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.