

**STATE RISK MANAGEMENT WORKERS COMPENSATION FUND
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2014**

	January-14					December-13					September-13					Current FYTD		Prior Year FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013	
	Allocation		Month			Allocation		Quarter			Allocation		Quarter			Gross	Net	Gross	Net	Gross	Net	Gross	Net
	Market Value	Actual	Policy	Gross	Net	Market Value	Actual	Policy	Gross	Net	Market Value	Actual	Policy	Gross	Net								
TOTAL RISK MANAGEMENT WC FUND	5,610,791	100.0%	100.0%	-0.47%	-0.48%	5,654,121	100.0%	100.0%	4.72%	4.67%	5,402,928	100.0%	100.0%	3.08%	3.03%	7.44%	7.32%	11.82%	11.61%	11.92%	11.69%	7.55%	
<i>POLICY TARGET BENCHMARK</i>				<i>-0.26%</i>	<i>-0.26%</i>				<i>3.49%</i>	<i>3.49%</i>				<i>2.96%</i>	<i>2.96%</i>	<i>6.28%</i>	<i>6.28%</i>	<i>7.31%</i>	<i>7.31%</i>	<i>9.11%</i>	<i>9.11%</i>	<i>6.41%</i>	
ATTRIBUTION ANALYSIS																							
Asset Allocation				-0.13%	-0.13%				0.10%	0.10%				-0.03%	-0.03%	-0.06%	-0.06%	0.01%	0.01%	0.04%	0.04%		
Manager Selection				-0.09%	-0.10%				1.12%	1.08%				0.15%	0.10%	1.22%	1.10%	4.50%	4.29%	2.77%	2.54%		
TOTAL RELATIVE RETURN				-0.21%	-0.23%				1.23%	1.18%				0.12%	0.07%	1.15%	1.04%	4.51%	4.30%	2.81%	2.58%		
LARGE CAP DOMESTIC EQUITY																							
Los Angeles Capital	479,526	8.5%	8.3%	-2.56%	-2.57%	511,078	9.0%	8.3%	11.50%	11.46%	454,484	8.4%	8.3%	6.91%	6.86%	16.16%	16.04%	18.87%	18.66%	19.01%	18.80%	7.73%	
<i>Russell 1000 Growth</i>				<i>-2.85%</i>	<i>-2.85%</i>				<i>10.44%</i>	<i>10.44%</i>				<i>8.11%</i>	<i>8.11%</i>	<i>15.99%</i>	<i>15.99%</i>	<i>17.07%</i>	<i>17.07%</i>	<i>18.68%</i>	<i>18.68%</i>	<i>7.47%</i>	
LSV	462,839	8.2%	8.3%	-4.12%	-4.14%	498,899	8.8%	8.3%	12.57%	12.51%	448,767	8.3%	8.3%	5.64%	5.58%	14.02%	13.87%	32.50%	32.20%	20.05%	19.73%	8.24%	
<i>Russell 1000 Value</i>				<i>-3.55%</i>	<i>-3.55%</i>				<i>10.01%</i>	<i>10.01%</i>				<i>3.94%</i>	<i>3.94%</i>	<i>10.28%</i>	<i>10.28%</i>	<i>25.32%</i>	<i>25.32%</i>	<i>18.51%</i>	<i>18.51%</i>	<i>6.67%</i>	
LA Capital	309,749	5.5%	5.6%	-3.70%	-3.71%	332,554	5.9%	5.6%	11.30%	11.26%	300,066	5.6%	5.6%	5.61%	5.57%	13.20%	13.10%	21.58%	21.39%	19.18%	18.90%	8.08%	
<i>Russell 1000</i>				<i>-3.19%</i>	<i>-3.19%</i>				<i>10.23%</i>	<i>10.23%</i>				<i>6.02%</i>	<i>6.02%</i>	<i>13.13%</i>	<i>13.13%</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)	308,145	5.5%	5.6%	-3.17%	-3.18%	328,272	5.8%	5.6%	10.10%	10.08%	296,211	5.5%	5.6%	5.05%	5.03%	11.99%	11.94%	20.94%	20.84%	19.20%	19.00%	N/A	
<i>S&P 500</i>				<i>-3.46%</i>	<i>-3.46%</i>				<i>10.51%</i>	<i>10.51%</i>				<i>5.24%</i>	<i>5.24%</i>	<i>12.29%</i>	<i>12.29%</i>	<i>20.60%</i>	<i>20.60%</i>	<i>18.45%</i>	<i>18.45%</i>		
TOTAL LARGE CAP DOMESTIC EQUITY	1,560,259	27.8%	27.8%	-3.36%	-3.38%	1,670,804	29.6%	27.8%	11.51%	11.46%	1,499,528	27.8%	27.8%	5.91%	5.87%	14.13%	14.02%	23.83%	23.63%	19.34%	19.08%	5.28%	
<i>S&P 500</i>				<i>-3.19%</i>	<i>-3.19%</i>				<i>10.23%</i>	<i>10.23%</i>				<i>6.02%</i>	<i>6.02%</i>	<i>13.13%</i>	<i>13.13%</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	257,150	4.6%	4.6%	-4.52%	-4.55%	283,226	5.0%	4.6%	10.81%	10.72%	257,279	4.8%	4.6%	10.11%	10.02%	16.50%	16.27%	30.62%	30.17%	20.28%	19.80%	11.06%	
Clifton	259,267	4.6%	4.6%	-2.53%	-2.56%	279,327	4.9%	4.6%	8.52%	8.43%	255,930	4.7%	4.6%	10.15%	10.05%	16.51%	16.27%	25.51%	25.08%	20.17%	19.70%	N/A	
TOTAL SMALL CAP DOMESTIC EQUITY	516,417	9.2%	9.3%	-3.55%	-3.58%	562,554	9.9%	9.3%	9.69%	9.60%	513,209	9.5%	9.3%	10.23%	10.14%	16.63%	16.40%	28.04%	27.60%	20.25%	19.77%	10.27%	
<i>Russell 2000</i>				<i>-2.77%</i>	<i>-2.77%</i>										<i>16.50%</i>	<i>16.50%</i>	<i>24.21%</i>	<i>24.21%</i>	<i>18.67%</i>	<i>18.67%</i>	<i>8.77%</i>		
FIXED INCOME																							
Western Asset	1,117,543	19.9%	19.2%	1.69%	1.68%	1,040,299	18.4%	19.1%	0.29%	0.25%	834,520	15.4%	21.9%	0.51%	0.47%	2.51%	2.40%	2.17%	1.99%	6.29%	6.10%	7.14%	
Prudential	265,076	4.7%	4.8%	1.45%	1.42%	272,524	4.8%	4.8%	0.57%	0.49%	262,120	4.9%	4.8%	1.09%	1.01%	3.13%	2.96%	2.03%	1.74%	6.55%	6.25%	8.13%	
PIMCO (DiSCO) (2)	188,715	3.4%	3.4%	1.17%	1.17%	198,306	3.5%	3.5%	3.84%	3.84%	358,035	6.6%	6.6%	2.01%	2.01%	7.18%	7.18%	33.07%	33.07%	N/A	N/A		
PIMCO (BRAVO II) (2)	14,786	0.3%	0.3%	13.84%	13.84%	13,848	0.2%	0.2%	N/A	N/A													
<i>BC Aggregate</i>				<i>1.48%</i>	<i>1.48%</i>				<i>-0.14%</i>	<i>-0.14%</i>					<i>0.57%</i>	<i>0.57%</i>	<i>1.92%</i>	<i>1.92%</i>	<i>-0.69%</i>	<i>-0.69%</i>	<i>3.51%</i>	<i>3.51%</i>	<i>5.19%</i>
Declaration (Mortgage)	31,893	0.6%	1.7%	0.57%	0.55%	75,280	1.3%	3.4%	0.45%	0.37%	217,149	4.0%	4.8%	0.72%	0.64%	1.75%	1.57%	2.49%	2.00%	6.76%	6.27%	N/A	
<i>BC Global Aggregate (US Securitized Portion)</i>				<i>1.01%</i>	<i>1.01%</i>				<i>0.25%</i>	<i>0.25%</i>					<i>1.53%</i>	<i>1.53%</i>	<i>2.82%</i>	<i>2.82%</i>	<i>1.34%</i>	<i>1.34%</i>	<i>4.73%</i>	<i>4.73%</i>	
Declaration (Total Return)	175,750	3.1%	3.1%	1.09%	1.09%	77,535	1.4%	1.4%	N/A	N/A	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	498,198	8.9%	8.4%	1.47%	1.47%	478,910	8.5%	8.4%	-0.05%	-0.06%	467,001	8.6%	8.4%	0.36%	0.35%	1.77%	1.76%	N/A	N/A	N/A	N/A	N/A	
<i>BC Gov/Credit</i>				<i>1.46%</i>	<i>1.46%</i>				<i>-0.03%</i>	<i>-0.03%</i>				<i>0.36%</i>	<i>0.36%</i>	<i>1.80%</i>	<i>1.80%</i>	<i>-0.62%</i>	<i>-0.62%</i>				
Wells Capital (formerly Strong)	1,072,454	19.1%	19.2%	1.79%	1.77%	1,043,918	18.5%	19.1%	1.49%	1.44%	1,089,051	20.2%	21.9%	0.95%	0.89%	4.29%	4.16%	3.19%	2.97%	7.43%	7.21%	9.56%	
<i>BC US Credit BAA</i>				<i>1.68%</i>	<i>1.68%</i>				<i>1.35%</i>	<i>1.35%</i>				<i>0.77%</i>	<i>0.77%</i>	<i>3.85%</i>	<i>3.85%</i>	<i>1.77%</i>	<i>1.77%</i>	<i>6.00%</i>	<i>6.00%</i>	<i>8.19%</i>	
TOTAL FIXED INCOME	3,364,415	60.0%	60.0%	1.69%	1.67%	3,200,620	56.6%	60.0%	0.93%	0.88%	3,227,875	59.7%	60.0%	0.86%	0.82%	3.51%	3.41%	4.90%	4.71%	7.50%	7.31%	7.89%	
<i>BC Aggregate (1)</i>				<i>1.48%</i>	<i>1.48%</i>				<i>-0.14%</i>	<i>-0.14%</i>					<i>0.57%</i>	<i>0.57%</i>	<i>1.92%</i>	<i>1.92%</i>	<i>-0.69%</i>	<i>-0.69%</i>	<i>3.51%</i>	<i>3.51%</i>	<i>5.19%</i>
CASH EQUIVALENTS																							
Northern Trust	169,701			0.00%	0.00%	220,143			0.00%	0.00%	162,315			0.00%	0.00%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
TOTAL CASH EQUIVALENTS	169,701	3.0%	3.0%	0.00%	0.00%	220,143	3.9%	3.0%	0.00%	0.00%	162,315	3.0%	3.0%	0.00%	0.00%	0.01%	0.01%	0.27%	0.27%	0.27%	0.27%	0.45%	
<i>90 Day T-Bill</i>				<i>0.01%</i>	<i>0.01%</i>				<i>0.02%</i>	<i>0.02%</i>					<i>0.02%</i>	<i>0.02%</i>	<i>0.04%</i>	<i>0.04%</i>	<i>0.11%</i>	<i>0.11%</i>	<i>0.11%</i>	<i>0.30%</i>	

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.