

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

	March-14					December-13					September-13					Current FYTD		Prior Year FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013
	Allocation			Quarter		Allocation			Quarter		Allocation			Quarter		Gross	Net	Gross	Net	Gross	Net	Net
	Market Value	Actual	Policy	Gross	Net	Market Value	Actual	Policy	Gross	Net	Market Value	Actual	Policy	Gross	Net							
TOTAL RISK MANAGEMENT WC FUND	5,777,405	100.0%	100.0%	2.19%	2.15%	5,654,121	100.0%	100.0%	4.72%	4.68%	5,402,928	100.0%	100.0%	3.08%	3.01%	10.30%	10.15%	11.82%	11.61%	11.92%	11.69%	7.55%
<i>POLICY TARGET BENCHMARK</i>				<i>1.82%</i>	<i>1.82%</i>				<i>3.49%</i>	<i>3.49%</i>				<i>2.96%</i>	<i>2.96%</i>	<i>8.50%</i>	<i>8.50%</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				0.49%	0.45%				1.12%	1.09%				0.15%	0.08%	1.87%	1.72%	4.50%	4.29%	2.77%	2.54%	
TOTAL RELATIVE RETURN				0.36%	0.32%				1.23%	1.19%				0.12%	0.05%	1.80%	1.65%	4.51%	4.30%	2.81%	2.58%	
LARGE CAP DOMESTIC EQUITY																						
Los Angeles Capital	475,792	8.2%	8.3%	0.56%	0.52%	511,078	9.0%	8.3%	11.50%	11.46%	454,484	8.4%	8.3%	6.91%	6.85%	19.88%	19.72%	18.87%	18.66%	19.01%	18.80%	7.73%
<i>Russell 1000 Growth</i>				<i>1.12%</i>	<i>1.12%</i>				<i>10.44%</i>	<i>10.44%</i>				<i>8.11%</i>	<i>8.11%</i>	<i>20.73%</i>	<i>20.73%</i>	<i>17.07%</i>	<i>17.07%</i>	<i>18.68%</i>	<i>18.68%</i>	<i>7.47%</i>
LSV	487,731	8.4%	8.3%	3.71%	3.65%	498,899	8.8%	8.3%	12.57%	12.51%	448,767	8.3%	8.3%	5.64%	5.56%	23.33%	23.10%	32.50%	32.20%	20.05%	19.73%	8.24%
<i>Russell 1000 Value</i>				<i>3.02%</i>	<i>3.02%</i>				<i>10.01%</i>	<i>10.01%</i>				<i>3.94%</i>	<i>3.94%</i>	<i>17.80%</i>	<i>17.80%</i>	<i>25.32%</i>	<i>25.32%</i>	<i>18.51%</i>	<i>18.51%</i>	<i>6.67%</i>
LA Capital	316,280	5.5%	5.6%	0.80%	0.77%	332,554	5.9%	5.6%	11.30%	11.27%	300,066	5.6%	5.6%	5.61%	5.58%	18.49%	18.39%	21.58%	21.39%	19.18%	18.90%	8.08%
<i>Russell 1000</i>				<i>2.05%</i>	<i>2.05%</i>				<i>10.23%</i>	<i>10.23%</i>				<i>6.02%</i>	<i>6.02%</i>	<i>19.25%</i>	<i>19.25%</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)	319,387	5.5%	5.6%	2.33%	2.33%	328,272	5.8%	5.6%	10.10%	10.10%	296,211	5.5%	5.6%	5.05%	4.95%	18.35%	18.24%	20.94%	20.84%	19.20%	19.00%	N/A
<i>S&P 500</i>				<i>1.81%</i>	<i>1.81%</i>				<i>10.51%</i>	<i>10.51%</i>				<i>5.24%</i>	<i>5.24%</i>	<i>18.41%</i>	<i>18.41%</i>	<i>20.60%</i>	<i>20.60%</i>	<i>18.45%</i>	<i>18.45%</i>	
TOTAL LARGE CAP DOMESTIC EQUITY	1,599,189	27.7%	27.8%	1.90%	1.86%	1,670,804	29.6%	27.8%	11.51%	11.47%	1,499,528	27.8%	27.8%	5.91%	5.84%	20.33%	20.18%	23.83%	23.63%	19.34%	19.08%	5.28%
<i>S&P 500</i>				<i>2.05%</i>	<i>2.05%</i>				<i>10.23%</i>	<i>10.23%</i>				<i>6.02%</i>	<i>6.02%</i>	<i>19.25%</i>	<i>19.25%</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	264,448	4.6%	4.6%	0.57%	0.50%	283,226	5.0%	4.6%	10.81%	10.73%	257,279	4.8%	4.6%	10.11%	10.00%	22.71%	22.41%	30.62%	30.17%	20.28%	19.80%	11.06%
Clifton	265,732	4.6%	4.6%	1.74%	1.74%	279,327	4.9%	4.6%	8.52%	8.52%	255,930	4.7%	4.6%	10.15%	9.71%	21.61%	21.13%	25.51%	25.08%	20.17%	19.70%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	530,180	9.2%	9.3%	1.09%	1.06%	562,554	9.9%	9.3%	9.69%	9.65%	513,209	9.5%	9.3%	10.23%	9.96%	22.24%	21.85%	28.04%	27.60%	20.25%	19.77%	10.27%
<i>Russell 2000</i>															<i>21.16%</i>	<i>21.16%</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	1,085,649	18.8%	19.2%	2.55%	2.52%	1,040,299	18.4%	19.1%	0.29%	0.26%	834,520	15.4%	21.9%	0.51%	0.47%	3.37%	3.27%	2.17%	1.99%	6.29%	6.10%	7.14%
Prudential	276,827	4.8%	4.8%	2.60%	2.53%	272,524	4.8%	4.8%	0.57%	0.50%	262,120	4.9%	4.8%	1.09%	1.01%	4.30%	4.09%	2.03%	1.74%	6.55%	6.25%	8.13%
PIMCO (DISCO) (2)	182,676	3.2%	3.2%	3.35%	3.35%	198,306	3.5%	3.5%	3.84%	3.84%	358,035	6.6%	6.6%	2.01%	2.01%	9.48%	9.48%	33.07%	33.07%	N/A	N/A	N/A
PIMCO (BRAVO II) (2)	23,269	0.4%	0.4%	13.89%	13.89%	13,848	0.2%	0.2%	N/A	N/A												
<i>BC Aggregate</i>				<i>1.84%</i>	<i>1.84%</i>				<i>-0.14%</i>	<i>-0.14%</i>				<i>0.57%</i>	<i>0.57%</i>	<i>2.28%</i>	<i>2.28%</i>	<i>-0.69%</i>	<i>-0.69%</i>	<i>3.51%</i>	<i>3.51%</i>	<i>5.19%</i>
Declaration (Mortgage)	1,957	0.0%	-0.5%	1.26%	0.61%	75,280	1.3%	3.4%	0.45%	0.45%	217,149	4.0%	4.8%	0.72%	0.59%	2.45%	1.66%	2.49%	2.00%	6.76%	6.27%	N/A
<i>BC Global Aggregate (US Securitized Portion)</i>				<i>1.69%</i>	<i>1.69%</i>				<i>0.25%</i>	<i>0.25%</i>				<i>1.53%</i>	<i>1.53%</i>	<i>3.51%</i>	<i>3.51%</i>	<i>1.34%</i>	<i>1.34%</i>	<i>4.73%</i>	<i>4.73%</i>	
Declaration (Total Return)	308,959	5.3%	5.3%	1.43%	1.43%	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	498,390	8.6%	8.4%	1.98%	1.97%	478,910	8.5%	8.4%	-0.05%	-0.06%	467,001	8.6%	8.4%	0.36%	0.36%	2.29%	2.28%	N/A	N/A	N/A	N/A	N/A
<i>BC Gov/Credit</i>				<i>1.98%</i>	<i>1.98%</i>				<i>-0.03%</i>	<i>-0.03%</i>				<i>0.36%</i>	<i>0.36%</i>	<i>2.31%</i>	<i>2.31%</i>	<i>-0.62%</i>	<i>-0.62%</i>			
Wells Capital (formerly Strong)	1,098,145	19.0%	19.2%	3.75%	3.70%	1,043,918	18.5%	19.1%	1.49%	1.45%	1,089,051	20.2%	21.9%	0.95%	0.89%	6.30%	6.14%	3.19%	2.97%	7.43%	7.21%	9.56%
<i>BC US Credit BAA</i>				<i>3.62%</i>	<i>3.62%</i>				<i>1.35%</i>	<i>1.35%</i>				<i>0.77%</i>	<i>0.77%</i>	<i>5.83%</i>	<i>5.83%</i>	<i>1.77%</i>	<i>1.77%</i>	<i>6.00%</i>	<i>6.00%</i>	<i>8.19%</i>
TOTAL FIXED INCOME	3,475,873	60.2%	60.0%	2.92%	2.88%	3,200,620	56.6%	60.0%	0.93%	0.89%	3,227,875	59.7%	60.0%	0.86%	0.82%	4.77%	4.65%	4.90%	4.71%	7.50%	7.31%	7.89%
<i>BC Aggregate (1)</i>				<i>1.84%</i>	<i>1.84%</i>				<i>-0.14%</i>	<i>-0.14%</i>				<i>0.57%</i>	<i>0.57%</i>	<i>2.28%</i>	<i>2.28%</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	172,163			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	172,163	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>0.05%</i>	<i>0.05%</i>	<i>0.11%</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.