

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

| | May-14 | | | | | April-14 | | | | | March-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 | | Month | | | Allocation | | Quarter | | | Allocation | | Quarter | | | Allocation | | Quarter | | | Gross (1) | Net | Gross (1) | Net | Gross (1) | Net | Gross (1) | Net | | | | | |
| | Market Value | Actual | Policy | Gross ⁽¹⁾ | Net | Market Value | Actual | Policy | Gross (1) | Net | Market Value | Actual | Policy | Gross (1) | Net | Market Value | Actual | Policy | Gross (1) | Net | Market Value | Actual | Policy | Gross (1) | Net | Gross (1) | Net | Gross (1) | Net | Gross (1) | Net | | | | | | | |
| TOTAL RISK MANAGEMENT WC FUND | 5,894,077 | 100.0% | 100.0% | 1.54% | 1.52% | 5,805,176 | 100.0% | 100.0% | 0.46% | 0.45% | 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% | 12.52% | 12.32% | 11.82% | 11.61% | 11.92% | 11.69% | 7.55% | | | | | | |
| POLICY TARGET BENCHMARK | | | | 1.39% | 1.39% | | | | 0.28% | 0.28% | | | | 1.82% | 1.82% | | | | 3.49% | 3.49% | | | | 2.96% | 2.96% | 10.32% | 10.32% | 7.31% | 7.31% | 9.11% | 9.11% | 6.41% | | | | | | |
| ATTRIBUTION ANALYSIS | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Asset Allocation | | | | 0.00% | 0.00% | | | | 0.00% | 0.00% | | | | -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 | | | | 0.14% | 0.12% | | | | 0.18% | 0.16% | | | | 0.49% | 0.45% | | | | 0.15% | 0.08% | | | | 0.26% | 2.07% | 2.26% | 2.07% | 2.26% | 4.51% | 4.30% | 2.77% | 2.54% | | | | | | |
| TOTAL RELATIVE RETURN | | | | 0.14% | 0.12% | | | | 0.19% | 0.17% | | | | 0.36% | 0.32% | | | | 1.23% | 1.19% | | | | 0.12% | 0.05% | 2.20% | 2.00% | 4.51% | 4.30% | 2.81% | 2.58% | | | | | | | |
| LARGE CAP DOMESTIC EQUITY | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Los Angeles Capital | 493,729 | 8.4% | 8.3% | 2.99% | 2.94% | 479,535 | 8.3% | 8.3% | 0.15% | 0.15% | 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% | 23.64% | 23.42% | 18.87% | 18.66% | 19.01% | 18.80% | 7.73% | | | | | | |
| Russell 1000 Growth | | | | 3.12% | 3.12% | | | | 0.00% | 0.00% | | | | 1.12% | 1.12% | | | | 10.44% | 10.44% | | | | 8.11% | 8.11% | 24.50% | 24.50% | 17.07% | 17.07% | 18.68% | 18.68% | 7.47% | | | | | | |
| LSV | 494,918 | 8.4% | 8.3% | 1.57% | 1.57% | 487,541 | 8.4% | 8.3% | 0.42% | 0.36% | 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% | 25.79% | 25.47% | 32.50% | 32.20% | 20.05% | 19.73% | 8.24% | | | | | | |
| Russell 1000 Value | | | | 1.47% | 1.47% | | | | 0.95% | 0.95% | | | | 3.02% | 3.02% | | | | 10.01% | 10.01% | | | | 3.94% | 3.94% | 20.66% | 20.66% | 25.32% | 25.32% | 18.51% | 18.51% | 6.67% | | | | | | |
| LA Capital | 325,664 | 5.5% | 5.6% | 2.22% | 2.19% | 318,701 | 5.5% | 5.6% | 0.54% | 0.54% | 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% | 21.77% | 21.64% | 21.58% | 21.39% | 19.18% | 18.90% | 8.08% | | | | | | |
| Russell 1000 | | | | 2.30% | 2.30% | | | | 0.47% | 0.47% | | | | 2.05% | 2.05% | | | | 10.23% | 10.23% | | | | 6.02% | 6.02% | 22.57% | 22.57% | 21.24% | 21.24% | 18.63% | 18.63% | 7.12% | | | | | | |
| Clifton Group | 328,029 | 5.6% | 5.6% | 2.98% | 2.98% | 318,796 | 5.5% | 5.6% | 0.32% | 0.32% | 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% | 22.27% | 22.16% | 20.94% | 20.84% | 19.20% | 19.00% | N/A | | | | | | |
| S&P 500 | | | | 2.35% | 2.35% | | | | 0.74% | 0.74% | | | | 1.81% | 1.81% | | | | 10.51% | 10.51% | | | | 5.24% | 5.24% | 22.09% | 22.09% | 20.60% | 20.60% | 18.45% | 18.45% | | | | | | | |
| TOTAL LARGE CAP DOMESTIC EQUITY | 1,642,340 | 27.9% | 27.8% | 2.41% | 2.39% | 1,604,573 | 27.6% | 27.8% | 0.33% | 0.31% | 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% | 23.65% | 23.44% | 23.83% | 23.63% | 19.34% | 19.08% | 5.28% | | | | | | |
| Russell 1000 | | | | 2.30% | 2.30% | | | | 0.47% | 0.47% | | | | 2.05% | 2.05% | | | | 10.23% | 10.23% | | | | 6.02% | 6.02% | 22.57% | 22.57% | 21.24% | 21.24% | 18.66% | 18.66% | 7.12% | | | | | | |
| SMALL CAP DOMESTIC EQUITY | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Research Affiliates | 238,730 | 4.1% | 4.6% | 0.41% | 0.34% | 270,944 | 4.7% | 4.6% | -3.27% | -3.27% | 264,448 | 4.6% | 4.6% | 0.57% | 0.50% | 283,228 | 5.0% | 4.6% | 10.81% | 10.73% | 257,279 | 4.8% | 4.6% | 10.11% | 10.00% | 19.18% | 18.81% | 30.62% | 30.17% | 20.28% | 19.80% | 11.06% | | | | | | |
| Clifton | 303,431 | 5.1% | 4.6% | 0.99% | 0.99% | 267,644 | 4.6% | 4.6% | -3.77% | -3.77% | 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% | 18.19% | 17.72% | 25.51% | 25.06% | 20.17% | 19.70% | N/A | | | | | | |
| TOTAL SMALL CAP DOMESTIC EQUITY | 542,161 | 9.2% | 9.3% | 0.73% | 0.69% | 538,588 | 9.3% | 9.3% | -3.54% | -3.54% | 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% | 18.77% | 18.35% | 28.04% | 27.60% | 20.25% | 19.77% | 10.27% | | | | | | |
| Russell 2000 | | | | 0.80% | 0.80% | | | | -3.88% | -3.88% | | | | 1.84% | 1.84% | | | | -0.14% | -0.14% | | | | 0.57% | 0.57% | 4.32% | 4.32% | -0.69% | -0.69% | 3.51% | 3.51% | 5.19% | | | | | | |
| FIXED INCOME | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Western Asset | 1,103,266 | 18.7% | 19.2% | 1.29% | 1.25% | 1,089,608 | 18.8% | 19.2% | 1.14% | 1.14% | 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% | 5.90% | 5.76% | 2.17% | 1.99% | 6.29% | 6.10% | 7.14% | | | | | | |
| Prudential | 281,370 | 4.8% | 4.8% | 1.49% | 1.42% | 277,433 | 4.8% | 4.8% | 0.44% | 0.44% | 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% | 6.32% | 6.03% | 2.03% | 1.74% | 6.55% | 6.25% | 8.13% | | | | | | |
| PIMCO (DISCO) (1) | 184,698 | 3.1% | 3.1% | 1.22% | 1.22% | 182,481 | 3.1% | 3.1% | 0.67% | 0.67% | 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% | 11.55% | 11.55% | 33.07% | 33.07% | N/A | N/A | N/A | | | | | | |
| PIMCO (BRAVO II) (1) | 26,878 | 0.5% | 0.5% | 0.00% | 0.00% | 26,878 | 0.5% | 0.5% | 16.97% | 16.97% | 23,269 | 0.4% | 0.4% | 13.89% | 13.89% | 13,848 | 0.2% | 0.2% | N/A | N/A | | | | | | | | | | | | | | | | | | |
| BC Aggregate | | | | 1.14% | 1.14% | | | | 0.84% | 0.84% | | | | 1.84% | 1.84% | | | | -0.14% | -0.14% | | | | 0.57% | 0.57% | 4.32% | 4.32% | -0.69% | -0.69% | 3.51% | 3.51% | 5.19% | | | | | | |
| Declaration (Mortgage) | | 0 | 0.0% | -0.5% | N/A | | 13 | 0.0% | -0.5% | N/A | | 1,957 | 0.0% | -0.5% | 1.26% | 0.61% | | 0.45% | 0.45% | | 75,280 | 1.3% | 3.4% | 0.72% | 0.59% | N/A | N/A | 2.49% | 2.00% | 6.76% | 6.27% | N/A | | | | | | |
| BC Global Aggregate (US Securitized Portion) | | | | | | | | | | | | | | | 1.69% | 1.69% | | | | | | | | 1.53% | 1.53% | 0.00% | 0.00% | 1.34% | 1.34% | 4.73% | 4.73% | | | | | | | |
| Declaration (Total Return) | | 310,362 | 5.3% | 5.3% | 0.74% | 0.74% | | 308,125 | 5.3% | 5.3% | 0.50% | 0.50% | | 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 | | | | | |
| 3m LIBOR | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| State Street | | 504,222 | 8.6% | 8.4% | 1.13% | 1.13% | | 498,615 | 8.6% | 8.4% | 0.82% | 0.82% | | 498,390 | 8.6% | 8.4% | 1.96% | 1.97% | | 1.96% | | 478,910 | 8.5% | 8.4% | -0.05% | -0.06% | 4.29% | 4.27% | N/A | N/A | N/A | N/A | N/A | | | | | |
| BC Gov/Credit | | | | 1.13% | 1.13% | | | | 0.82% | 0.82% | | | | 1.96% | 1.96% | | | | -0.03% | -0.03% | | | | 0.36% | 0.36% | 4.32% | 4.32% | -0.62% | -0.62% | | | | | | | | | |
| Wells Capital | | 1,123,030 | 19.1% | 19.2% | 1.68% | 1.68% | | 1,104,507 | 19.0% | 19.2% | 1.41% | 1.36% | | 1,098,145 | 19.0% | 19.2% | 3.75% | 3.70% | | 3.75% | | 1,043,918 | 18.5% | 19.1% | 1.49% | 1.45% | 1,089,051 | 20.2% | 21.9% | 0.95% | 0.89% | 9.61% | 9.39% | 3.19% | 2.97% | 7.43% | 7.21% | 9.56% |
| BC US Credit BAA | | | | 1.68% | 1.68% | | | | 1.53% | 1.53% | | | | 3.62% | 3.62% | | | | 1.35% | 1.35% | | | | 0.77% | 0.77% | 9.26% | 9.26% | 1.77% | 1.77% | 6.00% | 6.00% | 8.19% | | | | | | |
| TOTAL FIXED INCOME | 3,533,827 | 60.0% | 60.0% | 1.34% | 1.33% | 3,487,660 | 60.1% | 60.0% | 1.16% | 1.14% | 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% | 7.40% | 7.24% | 4.90% | 4.71% | 7.50% | 7.31% | 7.89% | | | | | | |
| BC Aggregate | | | | 1.14% | 1.14% | | | | 0.84% | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |