

STATE BONDING 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 BONDING FUND	3,219,350	100.0%	100.0%	1.49%	1.47%	3,171,622	100.0%	100.0%	0.56%	0.54%	3,155,040	100.0%	100.0%	0.47%	0.44%	2.54%	2.47%	3.07%	2.96%	4.53%	4.42%	0.89%
<i>POLICY TARGET BENCHMARK</i>				1.02%	1.02%				-0.07%	-0.07%				0.32%	0.32%	1.28%	1.28%	-0.32%	-0.32%	1.98%	1.98%	-0.81%
ATTRIBUTION ANALYSIS																						
Asset Allocation				-0.02%	-0.02%				0.01%	0.01%				-0.01%	-0.01%	-0.02%	-0.02%	0.18%	0.18%	0.34%	0.34%	
Manager Selection				0.49%	0.47%				0.62%	0.60%				0.15%	0.13%	1.28%	1.22%	3.21%	3.10%	2.22%	2.11%	
TOTAL RELATIVE RETURN				0.47%	0.45%				0.63%	0.61%				0.15%	0.12%	1.26%	1.20%	3.39%	3.28%	2.55%	2.45%	
FIXED INCOME																						
Western Asset	557,674	17.3%	17.6%	2.55%	2.52%	552,848	17.4%	17.5%	0.29%	0.26%	450,422	14.3%	20.0%	0.51%	0.47%	3.37%	3.27%	2.17%	1.99%	6.29%	6.10%	6.95%
Prudential	142,200	4.4%	4.4%	2.60%	2.53%	144,828	4.6%	4.4%	0.57%	0.50%	141,476	4.5%	4.4%	1.09%	1.01%	4.30%	4.09%	2.03%	1.74%	6.55%	6.25%	7.83%
PIMCO (DISCO) (2)	93,837	2.9%	2.9%	3.35%	3.35%	105,386	3.3%	3.3%	3.84%	3.84%	193,245	6.1%	6.1%	2.01%	2.01%	9.48%	9.48%	33.07%	33.07%	N/A	N/A	N/A
PIMCO (BRAVO II) (2)	11,953	0.4%	0.4%	13.89%	13.89%	7,359	0.2%	0.2%	N/A	N/A												
BC Aggregate				1.84%	1.84%				-0.14%	-0.14%				0.57%	0.57%	2.28%	2.28%	-0.69%	-0.69%	3.51%	3.51%	5.19%
Declaration (Mortgage)	1,005	0.0%	-0.5%	1.26%	0.61%	40,006	1.3%	3.1%	0.45%	0.45%	117,203	3.7%	4.4%	0.72%	0.59%	2.45%	1.66%	2.49%	2.00%	6.76%	6.27%	N/A
BC Global Aggregate (US Securitized Portion)				1.69%	1.69%				0.25%	0.25%				1.53%	1.53%	3.51%	3.51%	1.34%	1.34%	4.73%	4.73%	
Declaration (Total Return) 3m LIBOR	158,706	4.9%	4.9%	1.43%	1.43%	41,205	1.3%	1.3%	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
State Street BC Gov/Credit	256,012	8.0%	7.7%	1.98%	1.97%	254,508	8.0%	7.7%	-0.05%	-0.06%	252,058	8.0%	7.7%	0.36%	0.36%	2.29%	2.28%	N/A	N/A	N/A	N/A	N/A
Wells Capital (formerly Strong) BC US Credit BAA	564,093	17.5%	17.6%	3.75%	3.70%	554,772	17.5%	17.5%	1.49%	1.45%	587,801	18.6%	20.0%	0.95%	0.89%	6.30%	6.14%	3.19%	2.97%	7.43%	7.21%	9.34%
				3.62%	3.62%				1.35%	1.35%				0.77%	0.77%	5.83%	5.83%	1.77%	1.77%	6.00%	6.00%	8.19%
TOTAL FIXED INCOME	1,785,479	55.5%	55.0%	2.92%	2.88%	1,700,912	53.6%	55.0%	0.93%	0.89%	1,742,205	55.2%	55.0%	0.86%	0.82%	4.77%	4.65%	4.90%	4.71%	7.50%	7.31%	7.89%
BC Aggregate (1)				1.84%	1.84%				-0.14%	-0.14%				0.57%	0.57%	2.28%	2.28%	-0.69%	-0.69%	3.51%	3.51%	5.19%
CASH EQUIVALENTS																						
Northern Trust	1,433,871			0.00%	0.00%	1,470,710			0.00%	0.00%	1,412,835					N/A	N/A	N/A	N/A	N/A	N/A	N/A
TOTAL CASH EQUIVALENTS	1,433,871	44.5%	45.0%	0.00%	0.00%	1,470,710	46.4%	45.0%	0.00%	0.00%	1,412,835	44.8%	45.0%	0.00%	0.00%	0.01%	0.01%	0.27%	0.27%	0.27%	0.27%	0.45%
90 Day T-Bill				0.01%	0.01%				0.02%	0.02%				0.02%	0.02%	0.05%	0.05%	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.