



StanCERA

**Monthly Investment Performance
Summary**

**Provided by
Strategic Investment Solutions Inc.**

April 2008

U.S. EQUITY

Nationwide foreclosure related filings were up 57% in March, according to RealtyTrac, an Irvine firm that sells mortgage default data. These filings include notices of loans in default, in which borrowers may be able to avoid foreclosure if they strike deals with their lenders. California foreclosure filings were up 106% in March from a year ago. Many believe that the worst is yet to come as there are just too many foreclosures coming down the road. Numerous adjustable-rate mortgages sold in the past few years are set to readjust at much higher rates over the next 18 months. U.S. households are feeling pressure from a number of sources, including: high mortgage loan/house value ratios; high debt/income ratios; tightened credit availability; declining house prices; rising food and fuel costs; and, rising job insecurity. It is clear that fear of financial risk is still high in many investors minds. Of the 50 million homes with mortgages, many will soon have serious negative equity. House depreciation now stands at about 20% below the 2006 peak and a total of about 7.5 million homes now have negative equity of more than 10%. That number will grow to about 10.0 million homes if house depreciation slides to 25% below the 2006 peak.

The intervention by the U.S. government in response to the credit crises includes massive liquidity injections; loan modification assistance in the form of potential major expansion of FHA in scope and scale; and, the fiscal stimulus of the \$165 billion tax rebate (1.2% of GDP) all aimed at containing this horrible financial episode.

House Financial Services Committee Chairman Barney Frank on March 13th announced new legislation to stem the significant rise in mortgage foreclosures by allowing the Federal Housing Authority

(FHA) to insure and guarantee refinanced mortgages that have been significantly written down by mortgage holders and lenders. The program would permit FHA to provide up to \$300 billion in new guarantees that would help to refinance at-risk borrowers into viable mortgages. In exchange for a substantial write-down of principal (bringing the home value/mortgage owed from a negative 20% plus to positive 10%) the existing lender or mortgage holder would receive a short payment from the proceeds of a new FHA loan if the restructured loan would result in terms that the borrower can reasonably be expected to pay. The existing lender or mortgage holder will have a cash payment and no further credit exposure to the borrower. This could potentially refinance between 1 and 2 million loans and help these families stay in their homes. The potential of additional foreclosures hitting our economic and financial system could be devastating. Government intervention is necessary as corporations are not in a position to help given their deteriorating balance sheets. We believe that this bill needs to be watched closely. If it passes in it's (or close to) original form the impact on financial markets should be positive and conversely if it fails (or is passed in a water-down version or vetoed) the impact should be negative.

The U.S. equity market had a strong positive month in April that was welcomed after a poor first three months. Growth continued to beat value and large caps performed in-line with small caps for the month. The Russell 1000 Growth was up by +5.2% and the Russell 1000 Value gained +4.9%. In the Small Cap class, the Russell 2000 Growth was up by +5.1% and the Russell 2000 Value gained +3.2%. The S&P 500 Index ended the month up +4.9% with a trailing 12-month P/E ratio of 21.5 (estimated P/E ratio of 14.9 on forward looking twelve-month operating earnings) and a dividend yield of 2.2%. The

ten-year annualized return for the S&P 500 Index to March 31, 2008 is +3.9% vs. +3.7% for 90-day T-Bills.

Corporate merger activity highlights for the month included: O'Reilly, an auto-parts chain will buy CSK Auto for \$528 million, creating the 3rd-largest U.S. parts retailer; National Grid agreed to sell its 2,480 megawatt power station in New York City to TransCanada for \$2.9 billion; Honeywell International will buy protective-equipment maker Norcross Safety Products for \$1.2 billion to expand its Life Safety unit; Switzerland's Novartis will spend about \$39 billion in a two step bid for a 77% stake in eye-care company Alcon; U.S. private equity firm TPG and other investors are near a deal to invest \$5 billion in Washington Mutual; Kinetic Concepts, the maker of wound-care devices, will buy LifeCell Corp. for \$1.7 billion; Citigroup is in talks to sell \$12 billion of loans at a loss to Apollo Management, Blackstone Group and TPG as part of an effort to shrink the bank's balance sheet; Germany's RWE and Britain's Centrica have both made bids for British Energy valuing the nuclear power operator at up to \$22 billion; Takeda Pharmaceuticals, Japan's largest drug maker, made an \$8.8 billion bid for U.S. biotech company Millennium Pharmaceuticals; TriZetto Group, a medical software company, agreed to a \$1.4 billion takeover by Apax Partners; Blockbuster made an unsolicited \$1.35 billion bid directly to Circuit City shareholders; Manitowoc, a U.S. maker of cranes and restaurant equipment, will acquire British food equipment maker Enodis for \$1.9 billion; Delta Air Lines agreed to acquire Northwest Airlines in a \$3.6 billion stock deal that will create the world's largest carrier; GlaxoSmithKline will buy drug developer Sirtris Pharmaceuticals for \$720 million; Liberty Mutual will buy property and casualty insurer Safeco for \$6.2 billion; UK gas producer BG Group, made a \$12 billion bid to buy Australian gas and electricity retailer Origin Energy; Stone Energy will buy Bois D'Arc Energy, a Houston oil and gas exploration company, for \$1.8 billion; and, Brazil's Multi-Long Corp. offered \$1.5 billion for Italy's Alitalia airline.

In what might be a sign of things to come: China Investment signed an agreement with J.C. Flowers to launch a \$4 billion private equity fund that will target investments in U.S. financial assets. We would expect foreign companies and governments to pick up their pace of acquiring U.S. assets due to the weak dollar and their growing surpluses.

Private equity deal making has so far been one of the biggest casualties of the credit crises and has hit revenues at investment banks.

FIXED INCOME

The Commerce Dept. reported gross domestic product grew at a 0.6% annual rate in the 1st quarter, matching the 4th quarter and topping forecasts for 0.2% growth. Consumer spending, which accounts for two-thirds of economic activity, grew at a 1% annual rate in the 1st quarter, the weakest rate since the 2nd quarter of 2001. For all of 2008, the U.S. economy is expected to expand 1.3%, the smallest gain since 2001.

The Federal Open Market Committee on April 30th decided to lower its target for the federal funds rate 25 basis points to 2.0%. In related action, the Board of Governors of the FOMC unanimously approved a 25 basis points decrease in the discount rate to 2.25%. The Federal Reserve in its statement signaled it may be the last rate cut for at least a while.

Long-term interest rates were higher in April. The bellwether 10-year Treasury note ended the month at 3.75% up from 3.43% at the close of March. At month-end, the 30-year long bond yield was 4.49% and the 3-month T-bill was at 1.34%. The Lehman Aggregate Index was down by -0.2% in March. High-yield bonds rallied in April reversing a steep decline over the past few months with the Merrill Lynch High Yield Master II Index up a strong +4.2%.

On the economic front, the following key data was released in April:

*The Commerce Dept. reported that overall construction activity dropped 0.3% in February, reflecting weakness not only in home building but also in nonresidential activity.

*U.S. employers sharply cut jobs for the 3rd straight month in March and unemployment rose to a nearly 3-year high of 5.1%.

*The Federal Reserve reported total consumer credit increased by \$5.2 billion, or a 2.4% annual rate, to \$2.54 trillion in February.

*The Commerce Dept. reported that U.S. wholesale inventories rose by a more than expected 1.1% in February. For the past twelve months, wholesale prices are up 6.9% and core inflation is up 2.7%.

*The Commerce Dept. reported that the U.S. trade deficit unexpectedly increased to \$62.3 billion in February, the highest level since November.

*The Labor Dept. reported U.S. import prices rose 2.8% in March and has risen 14.8% over the past 12 months.

*The Commerce Dept. reported that retail sales posted a small 0.2% increase in March after a 0.4% decline in February.

*The Commerce Dept. reported that business inventories increased 0.6% in February.

*U.S. home foreclosures increased 70.6% in the 1st quarter compared with the same period a year earlier. Bank repossessions of homes in March soared 129% from a year ago.

*The Labor Dept. reported that wholesale prices rose 1.1% in March, the 2nd largest increase in the past 33 years.

*The New York-based Conference Board said its forecast of future economic activity rose 0.1% in March, reversing five months of decline.

*The National Association of Realtors reported existing home sales dropped 2.0% to

a 4.9 million-unit annual rate in March. The national median price for an existing home in March declined 7.7% from a year ago to \$200,700.

*In 2000, at the end of the previous economic expansion, the median American family made about \$61,000 according to the Census Bureau's inflation-adjusted numbers. In 2007, in what looks to have been the final year of the most recent expansion, the median family declined to about \$60,500. This has never happened before.

The Reuters/Univ. of Michigan Survey of Consumers said its preliminary index of confidence fell to 62.6 in April from 69.5 in March and the lowest since March 1982's level of 62.0. Consumers are growing increasingly anxious because the economy has lost almost 250,000 jobs so far this year, gasoline is up 17 percent (oil now at \$120/barrel) and property values have fallen.

NON-U.S. MARKETS

Europe retail sales fell unexpectedly in February, as a sharp drop in Germany and a smaller one in Spain offset gains in the other European countries, according to seasonally adjusted Eurostat data. The -0.5% downturn left the average sales in January-February unchanged from the fourth quarter, which had fallen -0.9% from the third quarter. Euro zone industry growth slowed in February as a setback for consumer goods undermined solid gains for capital goods and energy. February's +0.3% upturn left output for the first two months of the year +0.7% above the fourth quarter average.

Business confidence in Germany and France, which account for about half the Euro-region economy, slumped in April as record oil and food prices stoked inflation. Everything is worrying for executives: raw material prices climbing, the euros' rise, and the global

slowdown. European inflation rose to 3.6% in March, the highest in almost 16 years.

U.K. consumer confidence fell to its lowest level in almost four years in March as the housing market downturn worsened.

Japan's new job offers, a leading indicator of the labor market, plunged by 21% on a year-to-year basis in March.

Non-U.S. markets also had a strong performance month. The MSCI ACWI Ex-U.S. was up by +6.1% (US dollars) in April. Developed stocks (EAFE) were up +5.6% while Emerging Markets were up by +8.1%.

CONCLUSIONS

The markets have been in a credit contraction over the past nine months and has been painful both to the financial service companies and the overall economy. The government and regulatory agencies are acting to soften the pain. There has been a dichotomy within the markets with financial and consumer-related companies in general performing poorly and the earnings of the other sectors remaining in good standing. The timing of the turn for recovery is always uncertain. The equity markets have been fairly resilient despite all of the bad news over the past few months. The Dow Jones Industrial Average is just about 1,000 points below its all time high.

MARKET UPDATE

For April 2008

| US Equity Indices | Style | Month | YTD | 10 Months | 1 Year | 3 Years | 5 Years | 10 Years |
|------------------------|------------------|-------|---------|-----------|----------|---------|---------|----------|
| Russell 3000 | Broad US Equity | 5.00% | (4.99%) | (6.74%) | (5.15%) | 8.64% | 11.40% | 4.28% |
| Russell 200 | Large Cap Equity | 4.40% | (5.29%) | (5.48%) | (3.87%) | 7.73% | 9.46% | 2.93% |
| Russell 200 Growth | Large Cap Growth | 4.35% | (5.91%) | (1.29%) | 0.66% | 7.84% | 7.85% | 0.66% |
| Russell 200 Value | Large Cap Value | 4.46% | (4.67%) | (9.28%) | (7.97%) | 7.71% | 11.25% | 4.78% |
| S&P 500 | Large Cap Equity | 4.87% | (5.03%) | (6.33%) | (4.68%) | 8.23% | 10.62% | 3.89% |
| Russell 1000 | Large Cap Equity | 5.07% | (4.89%) | (6.14%) | (4.62%) | 8.63% | 11.23% | 4.24% |
| Russell 1000 Growth | Large Cap Growth | 5.25% | (5.46%) | (2.24%) | (0.24%) | 8.86% | 9.52% | 1.66% |
| Russell 1000 Value | Large Cap Value | 4.87% | (4.27%) | (10.04%) | 8.97% | 8.36% | 12.85% | 5.97% |
| Russell Mid Cap | Mid Cap Equity | 6.76% | (3.89%) | (7.66%) | (6.34%) | 10.92% | 16.20% | 8.33% |
| Russell Mid Cap Growth | Mid Cap Growth | 7.25% | (4.49%) | (4.09%) | (1.93%) | 11.81% | 15.29% | 5.75% |
| Russell Mid Cap Value | Mid Cap Value | 6.10% | (3.08%) | (12.09%) | (11.65%) | 9.66% | 16.44% | 8.86% |
| Russell 2000 | Small Cap Equity | 4.19% | (6.12%) | (13.19%) | 10.96% | 8.62% | 13.76% | 5.33% |
| Russell 2000 Growth | Small Cap Growth | 5.14% | (8.35%) | (10.26%) | (6.71%) | 9.90% | 13.32% | 2.20% |
| Russell 2000 Value | Small Cap Value | 3.16% | (3.57%) | (16.18%) | (15.13%) | 7.29% | 14.08% | 7.74% |

Non-US Indices

| | | | | | | | | |
|--------------------------|-------------------------|---------|---------|---------|---------|--------|--------|--------|
| MSCI ACWI Ex-US | Broad Non-US Equity | 6.15% | (3.47%) | 0.43% | 4.06% | 19.83% | 23.24% | 8.23% |
| MSCI EAFE | Developed Non-US Equity | 5.56% | (3.76%) | (3.29%) | (1.31%) | 16.74% | 20.92% | 7.05% |
| MSCI Emerging Mkts. | Emerging Non-US Equity | 8.13% | (3.68%) | 14.34% | 25.71% | 34.27% | 35.76% | 13.54% |
| Lehman Global Ex-US Bond | Global Bonds | (3.43%) | 6.58% | 19.02% | 15.62% | 5.54% | 7.81% | 6.46% |
| Euro | Currency | (1.74%) | 6.49% | 15.29% | 14.08% | 6.44% | 6.88% | N/A- |
| Japanese Yen | Currency | (4.76%) | 6.90% | 18.16% | 14.35% | 0.13% | 2.68% | 2.37% |
| British Pound | Currency | (0.35%) | (0.50%) | (1.29%) | (0.96%) | 1.22% | 4.38% | 1.71% |

US Fixed Income Indices

| | | | | | | | | |
|------------------------------------|------------------|---------|-------|-------|---------|-------|-------|-------|
| 3 month Treasury Bills | Cash | 0.11% | 0.99% | 3.42% | 4.28% | 4.37% | 3.19% | 3.69% |
| Lehman Aggregate | Core Bonds | (0.21%) | 1.95% | 8.01% | 6.86% | 4.93% | 4.37% | 5.96% |
| Lehman US Universal | Core Bonds Plus | 0.10% | 1.76% | 7.21% | 6.07% | 5.12% | 4.74% | 6.03% |
| Lehman Gov't/Credit | Core Bonds | (0.59%) | 1.93% | 8.25% | 7.10% | 4.83% | 4.28% | 6.00% |
| Citigroup (Salomon) Corporate | Corporate Bonds | 0.63% | 0.93% | 5.17% | 3.58% | 4.04% | 4.33% | 6.02% |
| Citigroup (Salomon) Mortgage | Mortgages | 0.01% | 2.49% | 8.71% | 7.46% | 5.46% | 4.78% | 5.98% |
| Merrill Lynch High Yield Master II | High Yield Bonds | 4.17% | 1.00% | 0.16% | (0.83%) | 6.73% | 8.23% | 5.27% |

STANCERA
MONTHLY PERFORMANCE REVIEW
PERIOD ENDING APRIL 30, 2008
PRELIMINARY BASIS

SUMMARY OF INVESTMENTS

| ASSET CLASS | MARKET VALUE | PERCENT | POLICY | |
|-----------------------------|----------------------|---------------|---------------|---------------|
| | | | NEW TARGET | RANGE |
| DOMESTIC EQUITIES | 593,617,345 | 43.0% | 46.4% | 36.5% - 56.3% |
| INTERNATIONAL EQUITIES | 283,183,939 | 20.5% | 20.0% | 16.0% - 24.0% |
| FIXED INCOME | 454,702,848 | 33.0% | 30.6% | 27.6% - 33.6% |
| REAL ESTATE | 21,339,337 | 1.5% | 3.0% | 1.5% - 4.5% |
| CASH (equity managers only) | 26,390,441 | 1.9% | 0.0% | 0.0% - 3.0% |
| TOTAL PORTFOLIO | 1,379,233,910 | 100.0% | 100.0% | |

| | CURRENT | TARGET |
|----------------------------------|---------|--------|
| DODGE & COX - LARGE CAP VALUE | 16.8% | 17.5% |
| DELAWARE - LARGE CAP GROWTH | 8.6% | 8.9% |
| LOOMIS SAYLES - LARGE CAP GROWTH | 5.8% | 5.9% |
| RUSSELL 2000 VALUE i-Shares | 4.8% | 5.0% |
| MAZAMA - SMALL CAP GROWTH | 3.9% | 4.3% |
| BNY - S&P 500 INDEX | 4.7% | 4.8% |
| LSV ASSET MGMT - INTL EQ | 10.2% | 10.0% |
| FIDELITY - INTL EQ | 10.7% | 10.0% |
| DODGE & COX FIXED INCOME | 33.0% | 30.6% |
| INVESCO - GLOBAL REIT | 1.5% | 3.0% |

STANCERA
MONTHLY PERFORMANCE REVIEW
PERIOD ENDING APRIL 30, 2008
PRELIMINARY BASIS

GROWTH OF ASSETS AND CHANGES IN ALLOCATION

| <u>ASSET CLASS</u> | <u>CURRENT</u> | <u>PRIOR</u> | | <u>PRIOR</u> | |
|----------------------------------|----------------------|----------------------|--------------|----------------------|---------------|
| MARKET VALUE | MONTH | MONTH | % CHANGE * | YEAR | % CHANGE * |
| DOMESTIC EQUITIES | 593,617,345 | 565,600,549 | 4.95% | 674,030,500 | -11.93% |
| INTERNATIONAL EQUITIES | 283,183,939 | 266,117,050 | 6.41% | 287,164,008 | -1.39% |
| FIXED INCOME | 454,702,848 | 449,265,324 | 1.21% | 438,583,236 | 3.68% |
| REAL ESTATE | 21,339,337 | 20,159,042 | 5.85% | 0 | N/A |
| CASH (equity managers only) | 26,390,441 | 27,195,597 | -2.96% | 17,725,692 | 48.88% |
| TOTAL PORTFOLIO | 1,379,233,910 | 1,328,337,562 | 3.83% | 1,417,503,435 | -2.70% |
| ASSET ALLOCATION (ACTUAL) | | | | | |
| DOMESTIC EQUITIES | 43.04% | 42.58% | 0.5% | 47.55% | -4.5% |
| INTERNATIONAL EQUITIES | 20.53% | 20.03% | 0.5% | 20.26% | 0.3% |
| FIXED INCOME | 32.97% | 33.82% | -0.9% | 30.94% | 2.0% |
| REAL ESTATE | 1.55% | 1.52% | 0.0% | 0.00% | 1.5% |
| CASH (equity managers only) | 1.91% | 2.05% | -0.1% | 1.25% | 0.7% |
| TOTAL PORTFOLIO | 100.0% | 100.0% | 0.0% | 100.0% | 0.0% |

* % Change represents changes in cash balances, including cash transfers, and does not represent investment returns

STANCERA
MONTHLY PERFORMANCE REVIEW
PERIOD ENDING APRIL 30, 2008
PRELIMINARY BASIS

MANAGER ALLOCATION

| ASSET CLASS | MARKET VALUE | PERCENT | POLICY | |
|----------------------------------|----------------------|---------------|---------------|---------------|
| | | | TARGET | RANGE |
| DOMESTIC EQUITIES | | | | |
| DODGE & COX - LARGE CAP VALUE | 231,811,832 | 16.8% | 17.5% | 14.5% - 20.5% |
| DELAWARE - LARGE CAP GROWTH | 118,424,787 | 8.6% | 8.9% | 6.9% - 10.9% |
| LOOMIS SAYLES - LARGE CAP GROWTH | 79,795,895 | 5.8% | 5.9% | 4.5% - 7.3% |
| RUSSELL 2000 Value i-Shares | 65,698,525 | 4.8% | 5.0% | 3.9% - 6.1% |
| MAZAMA - SMALL CAP GROWTH | 53,108,971 | 3.9% | 4.3% | 2.9% - 5.7% |
| BNY - S&P 500 INDEX | <u>65,303,885</u> | <u>4.7%</u> | <u>4.8%</u> | 3.8% - 5.8% |
| TOTAL DOMESTIC EQUITIES | 614,143,895 | 44.5% | 46.4% | |
| FIXED INCOME | | | | |
| DODGE & COX | <u>454,702,848</u> | <u>33.0%</u> | <u>30.6%</u> | 27.6% - 33.6% |
| TOTAL FIXED INCOME | 454,702,848 | 33.0% | 30.6% | |
| INTERNATIONAL INVESTMENTS | | | | |
| LSV ASSET MGMT. | 140,862,219 | 10.2% | 10.0% | 8.0% - 12.0% |
| FIDELITY | <u>148,185,611</u> | <u>10.7%</u> | <u>10.0%</u> | 8.0% - 12.0% |
| TOTAL INTERNATIONAL EQUITIES | <u>289,047,830</u> | <u>21.0%</u> | <u>20.0%</u> | |
| REAL ESTATE | | | | |
| INVESCO | <u>21,339,337</u> | <u>1.5%</u> | <u>3.0%</u> | 1.5% - 4.5% |
| TOTAL FIXED INCOME | 21,339,337 | 1.5% | 3.0% | |
| TOTAL StanCERA PORTFOLIO | <u>1,379,233,910</u> | <u>100.0%</u> | <u>100.0%</u> | |

STANCERA
MONTHLY PERFORMANCE REVIEW
PERIOD ENDING 4/30/08
PRELIMINARY

| | TOTAL FUND | | | |
|----------------------------------|------------|-------------|-------------|---------------|
| | CASH | BONDS | EQUITIES | TOTAL |
| DOMESTIC EQUITIES | | | | |
| DODGE & COX - LARGE CAP VALUE | 13,914,973 | | 217,896,859 | 231,811,832 |
| DELAWARE - LARGE CAP GROWTH | 3,274,342 | | 115,150,446 | 118,424,787 |
| LOOMIS SAYLES - LARGE CAP GROWTH | 638,600 | | 79,157,294 | 79,795,895 |
| RUSSELL 2000 Value i-Shares | 2,076,208 | | 63,622,316 | 65,698,525 |
| MAZAMA - SMALL CAP GROWTH | 622,426 | | 52,486,544 | 53,108,971 |
| BNY - S&P 500 INDEX | 0 | | 65,303,885 | 65,303,885 |
| TOTAL DOMESTIC EQUITIES | 20,526,550 | | 593,617,345 | 614,143,895 |
| FIXED INCOME | | | | |
| DODGE & COX | 12,527,902 | 442,174,946 | | 454,702,848 |
| TOTAL FIXED INCOME | 12,527,902 | 442,174,946 | | 454,702,848 |
| INTERNATIONAL INVESTMENTS | | | | |
| LSV ASSET MGMT. | 2,895,906 | | 137,966,313 | 140,862,219 |
| FIDELITY | 2,967,986 | | 145,217,625 | 148,185,611 |
| TOTAL INTERNATIONAL EQUITIES | 5,863,891 | | 283,183,939 | 289,047,830 |
| REAL ESTATE | | | | |
| INVESCO | 0 | | 21,339,337 | 21,339,337 |
| TOTAL REAL ESTATE | 0 | | | 21,339,337 |
| TOTAL STANCERA PORTFOLIO | 38,918,343 | 442,174,946 | 898,140,621 | 1,379,233,910 |

| | | | |
|------|-------|-------|--------|
| 2.8% | 32.1% | 65.1% | 100.0% |
|------|-------|-------|--------|

STANCERA
MONTHLY PERFORMANCE REVIEW
PERIOD ENDING APRIL 30, 2008
PRELIMINARY BASIS

CURRENT PERFORMANCE

| | MARKET VALUE | APR | ALPHA | MAR | ALPHA | FISCAL YTD | ALPHA |
|---|----------------------|--------------|---------------|---------------|---------------|----------------|----------------|
| DOMESTIC EQUITIES | | | | | | | |
| DODGE & COX - LARGE CAP VALUE | 217,896,859 | 5.90% | 1.03% | -2.94% | -2.18% | -12.23% | -2.19% |
| <i>RUSSELL 1000 VALUE</i> | | 4.87% | | -0.76% | | -10.04% | |
| DELAWARE - LARGE CAP GROWTH | 115,150,446 | 3.67% | -1.58% | 0.66% | 1.27% | -0.31% | 1.93% |
| <i>RUSSELL 1000 GROWTH</i> | | 5.25% | | -0.61% | | -2.24% | |
| LOOMIS SAYLES - LARGE CAP GROWTH | 79,157,294 | 6.93% | 1.68% | 0.35% | 0.96% | 0.52% | 2.76% |
| <i>RUSSELL 1000 GROWTH</i> | | 5.25% | | -0.61% | | -2.24% | |
| R2000 V i-Shares | 63,622,316 | 3.83% | 0.67% | 0.10% | -1.42% | -15.86% | 0.32% |
| <i>RUSSELL 2000 VALUE</i> | | 3.16% | | 1.52% | | -16.18% | |
| MAZAMA - SMALL CAP GROWTH | 52,486,544 | 4.81% | -1.22% | -2.58% | -1.99% | -25.02% | -18.53% |
| <i>RUSSELL 2500 GROWTH</i> | | 6.03% | | -0.59% | | -6.49% | |
| BNY - S&P 500 INDEX | 65,303,885 | 4.87% | 0.00% | -0.43% | 0.00% | -6.36% | -0.03% |
| <i>S&P 500</i> | | 4.87% | | -0.43% | | -6.33% | |
| TOTAL DOMESTIC EQUITY | 593,617,345 | 5.17% | 0.17% | -1.22% | -0.62% | -9.50% | -2.76% |
| <i>Russell 3000 Index</i> | | 5.00% | | -0.60% | | -6.74% | |
| FIXED INCOME | | | | | | | |
| DODGE & COX | 454,702,848 | 1.21% | 1.42% | -0.54% | -0.88% | 5.95% | -2.06% |
| <i>LEHMAN AGGREGATE BOND</i> | | -0.21% | | 0.34% | | 8.01% | |
| INTERNATIONAL INVESTMENTS | | | | | | | |
| LSV ASSET MGMT | 137,966,313 | 6.06% | -0.09% | -1.16% | 1.00% | -5.31% | -5.74% |
| <i>MSCI ACWI Free ex-US</i> | | 6.15% | | -2.16% | | 0.43% | |
| PYRAMIS | 145,217,625 | 6.51% | 0.36% | -2.87% | -0.71% | 2.23% | 1.80% |
| <i>MSCI ACWI Free ex-US</i> | | 6.15% | | -2.16% | | 0.43% | |
| TOTAL INTERNATIONAL EQUITY | 283,183,939 | 6.29% | 0.14% | -2.04% | 0.12% | -1.60% | -2.03% |
| <i>MSCI ACWI Free ex-US</i> | | 6.15% | | -2.16% | | 0.43% | |
| REAL ESTATE | | | | | | | |
| INVESCO | 21,339,337 | 5.85% | -0.40% | 0.80% | 0.41% | 6.70% | 0.04% |
| <i>FTSE EPRA/NAREIT Global REIT</i> | | 6.25% | | 0.39% | | 6.66% | |
| CASH & SHORT-TERM INVESTMENTS | | | | | | | |
| CASH | 26,390,441 | 0.12% | 0.01% | 0.21% | -0.02% | 3.28% | -0.14% |
| <i>90 DAY TREASURY BILL</i> | | 0.11% | | 0.23% | | 3.42% | |
| TOTAL StanCERA Fund | 1,379,233,910 | 4.06% | 0.63% | -1.13% | -0.60% | -3.21% | -2.54% |
| <i>Policy Index</i> | | 3.43% | | -0.53% | | -0.67% | |
| <i>Actuary Rate of Assumption (8.16%)</i> | | 0.66% | 3.40% | 0.66% | -1.79% | 6.80% | -10.01% |
| <i>Actuary Rate of Inflation (4.00%)</i> | | 0.33% | 3.73% | 0.33% | -1.46% | 3.33% | -6.54% |