



StanCERA

**Monthly Investment Performance
Summary**

**Provided by
Strategic Investment Solutions Inc.**

March 2010

U.S. EQUITY

President Barack Obama finally got his wish to sign a health-care reform act into law. The act ensures near universal health insurance coverage and bans insurers from denying treatment to people with pre-existing conditions. The reforms will expand coverage dramatically but at a heavy cost to taxpayers.

Equities have had a good start to 2010 with the first quarter positive and globally they remain around 73% higher than the low ebb of the financial crisis some 12 months ago. The percentage of NYSE at new 52-week highs has reached its highest level in six years. 82% are above their 10-week moving averages.

Global equity markets were once again strong during the month of March. Value performed better than growth and small caps outperformed large caps. The Russell 1000 Growth Index was up +5.8% for the month of March, while the Russell 1000 Value Index was up +6.5%. In the small cap class, the Russell 2000 Growth Index was up +7.9% and the Russell 2000 Value Index was up +8.3%. The S&P 500 Index ended the month up +6.0% with a trailing 12-month P/E ratio of 22.8 (estimated P/E ratio of 15.0 on forward looking twelve-month operating earnings) and a dividend yield of 2.0%.

S&P sales grew only at a 5% year-over-year rate in the fourth quarter of 2009 and ex-financials at only a 1.1% rate. The revenue growth up to this point in time has been below trend.

Sentiment figures for the U.S. equity market are currently very bullish. The latest Investors Intelligence poll has bullish sentiment running at 46.2% vs. 21.3% for the bears. The consensus on earnings growth on Wall Street is as bullish as it was bearish this time last year with consensus expecting a 70% gain year-over-year for Q1 2010 EPS. A record-low 6.2% American believe in the economic recovery story. Thus, there

continues to be a large perception gap between Wall Street and Main Street today.

Corporate merger activity highlights for the month included: Prudential, Britain's biggest insurer, will buy the Asian life insurance unit of AIG in a deal worth \$35 billion; Merck will buy Millipore, a U.S. biotechnology firm, for \$7.2 billion; Dow Chemical will sell its Styron plastics unit to Bain for \$1.6 billion; AIG will sell a second overseas life and health insurance unit for \$15.5 billion to MetLife in an ongoing bid to repay billions in government aid; Fertilizer producer Terra Industries plans to accept a \$4.7 billion takeover bid from rival CF Industries; Phone giant China Mobile will pay \$5.8 billion for a 20% stake in Shanghai Pudong Development Bank as it enters the wireless banking market; Oil company BP will pay \$7 billion to Devon Energy, primarily for exploration rights to a region off of Brazil; Consol Energy will buy Dominion Resources' Appalachian exploration and production business for \$3.5 billion; Phillips-Van Heusen will buy Tommy Hilfiger for \$3 billion; A consortium led by Blackstone Group will invest about \$600 million in one of China's largest agricultural products market operators; Teva Pharmaceuticals will buy German generic drug maker Ratiopharm for nearly \$5 billion; Starwood Capital, TPG Capital and Five Mile Capital Partners will invest up to \$905 million in Extended Stay Hotels; Royal Dutch Shell and PetroChina will buy Arrow Energy for \$3.2 billion; Babcock International which maintains most of the U.K.'s submarine fleet, will buy VT Group for \$2 billion; Time Warner plans to make a \$1.5 billion bid for the MGM film studio; Zhejiang Geely Holding Group signed a binding deal to buy Ford Motor's Volvo unit for \$1.8 billion; Axa and National Australian Bank agreed to buy asset manager Axa Asia Pacific Holdings for \$12.3 billion; Cerberus Capital will buy Caritas Christi Health Care, New England's largest community-based health-care system in a deal valued at \$830 million; and, Bharti, India's largest wireless company, will acquire the African assets of Zain, Kuwait's largest phone operator, for \$9 billion.

FIXED INCOME

The unemployment rate held at 9.7 percent in February as employers shed 36,000 jobs, fewer

than expected. Unemployment rose in 30 states in January down from the 43 states in December. A new government report finds that there were 35 metropolitan areas in the U.S. with unemployment rates at or above 15% in January.

The director of the nonpartisan Congressional Budget Office said the U.S. fiscal outlook is bleak, with a worrisome rise in debt levels likely. The Commerce Dept. reported that the deficit in the 4th quarter jumped 12.9% to \$115.6 billion from \$102.3 billion in the previous quarter. S&P warned that the triple A rating of the U.S. is at risk, unless the country adopts a credible medium-term plan to rein in fiscal spending.

Long-term interest rates rose during the month of February. The bellwether 10-year Treasury note ended the month yielding 3.83% up from 3.60% at the close of January. At month-end, the 30-year long bond yield was 4.72% and the 3-month T-bill was at 0.15%. The Barclays Capital US Aggregate Index was down by -0.1% in March. High yield bonds continued their strong rally with the Merrill Lynch US High Yield Master II up +3.1% for the month.

The potential supply pressure in the U.S. Treasury market is huge and looking forward the projected Treasury borrowing will be over \$1.5 trillion. The U.S. economy appears to be picking up and this combination of events suggests upward pressure on Treasury yields and a further steepening of the yield curve. Foreigners and banks need to continue to participate on the demand side of the equation but may only be induced by higher yields.

Most U.S. business economists expect the Federal Reserve to raise benchmark interest rates within six months by between a quarter and a half percentage point, according to a recent survey.

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

*The Commerce Dept. reported that personal spending rose 0.5% in January and incomes edged up only 0.1%.

*The Institute for Supply Management reported that its manufacturing index was at 56.5 in February, slightly slower than the 58.4 growth in January.

*The personal savings rate dipped to 3.3% in January, down from 4.2% in December.

*A 3.7% gain in retail sales in February was the strongest gain since November 2007 and it marked the third consecutive monthly sales increase for retailers.

* Businesses trimmed inventories at the wholesale level again in January even though sales rose for a 10th consecutive month. The dip in inventories underscored that businesses remain cautious about restocking their depleted shelves.

*Overall, 7.3% of debt held by banks and thrifts was past due 30 days or longer at the end of 2009; construction loans had the highest rate at 18.6%.

*The U.S. trade deficit shrank in January, reflecting a large drop in imports of oil and foreign cars. American exports also fell, a potential blow to hopes that the economic recovery will be aided by U.S. sales abroad.

*Industrial production edged up 0.1% in February marking the eighth straight monthly increase.

*Construction of new homes and apartments fell 5.9% in February to a seasonally adjusted annual rate of 575,000 units.

*Investors pulled an estimated \$3.7 billion from U.S. stock funds in February, while investing \$19.7 billion on taxable bond funds.

*The Conference Board's index of leading economic indicators rose 0.1% in February, the smallest gain in 11 months.

*The National Association of Realtors reported that sales of previously occupied homes declined 0.6% in February to a seasonally adjusted annual rate of 5.02 million. The median sales price of existing homes fell 2% to \$165,100 in February compared to a year ago.

*The Commerce Dept. reported that new home sales dropped 2.2% in February to a seasonally adjusted annual pace of 308,000, the worst showing on records dating back to 1963.

*The Commerce Dept. reported that the economy grew at a revised 5.6% in the 4th quarter in its final estimate of economic activity during that period.

*The Commerce Dept. reported that consumers boosted their spending by 0.3% in February, marking the fifth straight month that consumer spending rose.

*The Commerce Dept. reported that factory orders rose 0.6% in February, the 10th increase in 11 months.

The Reuters/University of Michigan Surveys of Consumers reported that its March reading of consumer sentiment held at 73.6 in March unchanged from February. Meanwhile, The Conference Board's Consumer Confidence Index rose to 52.5 in March, recovering about half of the nearly 11 points it lost in February.

NON-U.S. MARKETS

Inflation in Britain fell to 3% in February from 3.5% in January.

The European Central Bank left its benchmark interest rate unchanged at 1% for the tenth month running.

Greece at the beginning of March raised badly needed cash with a well-received bond issue, passing a key test of its ability to avoid a debt default. Shortly thereafter, the Greek parliament approved new spending cuts and taxes aimed at defusing the country's debt crisis. Later in the

month, Germany and France agreed to back a bailout program for Greece that would combine aid from IMF and members of the 16-nation euro zone. The European actions on Greece may be more about supporting the value of Greek debt owned by the Swiss, French and German banks and much less about supporting Greece itself.

Portugal in early March announced new austerity measures to avoid a debt crisis like the one engulfing Greece.

Inflation in the euro area fell to 0.9% in February from 1% in January. Industrial orders in the euro area fell by 2% in January after rising by 0.8% during the month of December. The Ifo index of German business confidence increased in March to 98.1, its highest level since June 2008, from 95.2 in February.

Dubai's government will pump up to \$9.5 billion into Dubai World as part of a restructuring plan to rescue its chief conglomerate from a debt crisis.

China's inflation rose in February to 2.7% amid continued strong growth and demand for scarce labor.

Non-U.S. Developed markets were positive in the month of March. The MSCI ACWI Ex-U.S. was up by +6.8% (US dollars) in March. Developed stocks (EAFE) were up by +6.3% while Emerging Markets stocks were up by +8.1% for the month.

CONCLUSIONS

Is there enough private demand to replace artificial government demand? One suspects that government support is at a peak. While household spending growth has accelerated in recent months to roughly average levels, U.S. households still face very high levels of

unemployment and continued downward pressure on their wages. Bank-wide consumer loans just fell to a two-year low to demonstrate the lack of demand.

The rise of many securities prices over the past year might partially be explained from the excess capital in the system generated by the Federal Reserve's quantitative easing policy. Interest rates continue to be at low levels which is also a positive for equities. We can't help but notice the investment management community talking about a "new normal" or a low return environment. However, the Russell 3000 Index has returned close to zero for the past ten years. The low rate environment has already been with us for many years and maybe we are entering a period where equities start returning close to their longer-term average of 9%.

MARKET UPDATE

For March 2010

US Equity Indices	Style	Month	YTD	1 Year	3 Years	5 Years	10 Years
Russell 3000	Broad US Equity	6.30%	5.94%	52.44%	(3.99%)	2.39%	(0.07%)
Russell 200	Large Cap Equity	5.78%	4.55%	45.89%	(4.19%)	1.58%	(2.09%)
Russell 200 Growth	Large Cap Growth	5.39%	3.54%	45.13%	(0.16%)	3.16%	(4.89%)
Russell 200 Value	Large Cap Value	6.19%	5.63%	46.73%	(8.11%)	0.00%	0.90%
S&P 500	Large Cap Equity	6.03%	5.39%	49.77%	(4.17%)	1.92%	(0.65%)
Russell 1000	Large Cap Equity	6.04%	5.70%	51.60%	(3.98%)	2.31%	(0.36%)
Russell 1000 Growth	Large Cap Growth	5.78%	4.64%	49.75%	(0.78%)	3.42%	(4.21%)
Russell 1000 Value	Large Cap Value	6.51%	6.78%	53.55%	(7.33%)	1.05%	3.10%
Russell Mid Cap	Mid Cap Equity	7.07%	8.67%	67.71%	(3.30%)	4.20%	4.84%
Russell Mid Cap Growth	Mid Cap Growth	6.84%	7.67%	63.00%	(2.04%)	4.27%	(1.69%)
Russell Mid Cap Value	Mid Cap Value	7.28%	9.61%	72.41%	(5.22%)	3.71%	8.46%
Russell 2000	Small Cap Equity	8.14%	8.85%	62.76%	(3.99%)	3.36%	3.68%
Russell 2000 Growth	Small Cap Growth	7.94%	7.61%	60.32%	(2.42%)	3.82%	(1.53%)
Russell 2000 Value	Small Cap Value	8.32%	10.02%	65.07%	(5.71%)	2.75%	8.90%
DJW US REIT Index	REITS	10.22%	9.81%	113.47%	(11.99%)	3.38%	11.38%

Non-US Indices

MSCI ACWI Ex-US	Broad Non-US Equity	6.85%	1.66%	61.67%	(3.72%)	6.59%	3.20%
MSCI AC World Index	Global Equity	6.48%	3.24%	56.31%	(3.84%)	4.48%	1.09%
MSCI EAFE	Developed Non-US Equity	6.31%	0.94%	55.20%	(6.55%)	4.24%	1.68%
MSCI Emerging Mkts.	Emerging Non-US Equity	8.08%	2.45%	81.55%	5.46%	16.00%	10.09%
ML Global Ex-US Bond	Global Bonds	(1.91%)	(1.84%)	8.64%	7.35%	4.69%	6.63%
Euro	Currency	(0.85%)	(5.69%)	1.91%	0.55%	0.81%	3.53%
Japanese Yen	Currency	(4.90%)	(0.37%)	5.70%	8.11%	2.74%	0.94%
British Pound	Currency	(0.36%)	(6.07%)	5.83%	(8.21%)	(4.30%)	(0.50%)

US Fixed Income Indices

ML 3-month T-Bill	Cash	0.00%	0.01%	0.17%	1.99%	2.91%	2.85%
Barclays US Aggregate	Core Bonds	(0.12%)	1.78%	7.69%	6.14%	5.44%	6.29%
Barclays US Universal	Core Bonds Plus	0.13%	2.04%	10.38%	5.95%	5.55%	6.43%
ML US Gov't/Credit	Core Bonds	(0.33%)	1.72%	7.92%	5.76%	5.15%	6.19%
ML US Corporate Master	Corporate Bonds	0.35%	2.75%	24.84%	5.71%	5.21%	6.69%
Barclays Mortgage Backed Securitie Mortgages		0.03%	1.54%	5.21%	7.03%	6.13%	6.47%
Merrill Lynch High Yield Master II High Yield Bonds		3.10%	4.82%	57.22%	6.53%	7.67%	7.20%

(not annualized if less than 1 year)

Source: mpi Stylus

Preliminary data

STANCERA
MONTHLY PERFORMANCE REVIEW
PERIOD ENDING MARCH 31, 2010
PRELIMINARY BASIS

SUMMARY OF INVESTMENTS

ASSET CLASS	MARKET VALUE	PERCENT	POLICY	
			TARGET	RANGE
DOMESTIC EQUITIES	616,923,216	48.6%	46.4%	36.5% - 56.3%
INTERNATIONAL EQUITIES	269,849,789	21.2%	20.0%	16.0% - 24.0%
FIXED INCOME	355,742,958	28.0%	32.1%	29.1% - 35.1%
REAL ESTATE	16,052,368	1.3%	1.5%	0.0% - 3.0%
SECURITY LENDING	(2,695,145)	-0.2%	0.0%	0.0% - 0.0%
CASH (equity managers only)	14,311,111	1.1%	0.0%	0.0% - 3.0%
TOTAL PORTFOLIO	1,270,184,296	100.0%	100.0%	

	CURRENT	TARGET
DODGE & COX - LARGE CAP VALUE	15.8%	14.5%
BGI - R1000 VALUE INDEX	3.4%	3.0%
DELAWARE - LARGE CAP GROWTH	9.5%	8.9%
LOOMIS SAYLES - LARGE CAP GROWTH	6.0%	5.9%
CAPITAL PROSPECTS	5.5%	5.0%
LEGATO CAPITAL	4.3%	4.3%
BNY - S&P 500 INDEX	5.0%	4.8%
LSV ASSET MGMT - INTL EQ	11.0%	10.0%
PYRAMIS - INTL EQ	10.5%	10.0%
DODGE & COX FIXED INCOME	28.0%	32.1%
INVESCO - GLOBAL REIT	1.3%	1.5%
SECURITY LENDING	-0.2%	0.0%
TOTALS	100.0%	100.0%

STANCERA
MONTHLY PERFORMANCE REVIEW
PERIOD ENDING MAR. 31, 2010
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	616,923,216	579,055,385	6.54%	345,469,535	78.58%
INTERNATIONAL EQUITIES	269,849,789	251,871,423	7.14%	159,134,130	69.57%
FIXED INCOME	355,742,958	352,327,196	0.97%	363,091,726	-2.02%
REAL ESTATE	16,052,368	15,090,402	6.37%	9,359,424	71.51%
SECURITIES LENDING	(2,695,145)	(2,721,396)			
CASH (equity managers only)	14,311,111	18,585,431	-23.00%	23,598,431	-39.36%
TOTAL PORTFOLIO	1,270,184,296	1,214,208,441	4.61%	900,653,247	41.03%
ASSET ALLOCATION (ACTUAL)					
DOMESTIC EQUITIES	48.57%	47.69%	0.9%	38.36%	10.2%
INTERNATIONAL EQUITIES	21.24%	20.74%	0.5%	17.67%	3.6%
FIXED INCOME	28.01%	29.02%	-1.0%	40.31%	-12.3%
REAL ESTATE	1.26%	1.24%	0.0%	1.04%	0.2%
SECURITY LENDING	-0.21%	-0.22%	0.0%		
CASH (equity managers only)	1.13%	1.53%	-0.4%	2.62%	-1.5%
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 MAR. 31, 2010
PRELIMINARY BASIS

MANAGER ALLOCATION

ASSET CLASS	MARKET VALUE	PERCENT	POLICY TARGET	RANGE
DOMESTIC EQUITIES				
DODGE & COX - LARGE CAP VALUE	201,104,993	15.8%	14.5%	11.5% - 17.5%
BGI - R1000 VALUE INDEX	42,676,875	3.4%	3.0%	2.0% - 4.0%
DELAWARE - LARGE CAP GROWTH	120,716,719	9.5%	8.9%	6.9% - 10.9%
LOOMIS SAYLES - LARGE CAP GROWTH	76,310,349	6.0%	5.9%	4.5% - 7.3%
CAPITAL PROSPECTS - SMALL CAP VALUE	70,313,801	5.5%	5.0%	3.9% - 6.1%
LEGATO CAPITAL - SMALL CAP GROWTH	54,821,535	4.3%	4.3%	2.9% - 5.7%
BNY - S&P 500 INDEX	<u>62,918,372</u>	5.0%	4.8%	3.8% - 5.8%
TOTAL DOMESTIC EQUITIES	628,862,646	49.5%	46.4%	
FIXED INCOME				
DODGE & COX	<u>355,742,958</u>	28.0%	32.1%	29.1% - 35.1%
TOTAL FIXED INCOME	355,742,958	28.0%	32.1%	
INTERNATIONAL INVESTMENTS				
LSV ASSET MGMT.	139,309,716	11.0%	10.0%	8.0% - 12.0%
PYRAMIS	<u>132,911,754</u>	10.5%	10.0%	8.0% - 12.0%
TOTAL INTERNATIONAL EQUITIES	<u>272,221,470</u>	21.4%	20.0%	
REAL ESTATE				
INVESCO	<u>16,052,368</u>	1.3%	1.5%	0.0% - 3.0%
TOTAL REAL ESTATE	16,052,368	1.3%	1.5%	
SECURITIES LENDING	<u>(2,695,145)</u>	-0.2%	0.0%	0.0% - 0.0%
TOTAL StanCERA PORTFOLIO	<u><u>1,270,184,296</u></u>	100.0%	100.0%	

STANCERA
MONTHLY PERFORMANCE REVIEW
PERIOD ENDING MAR. 31, 2010
PRELIMINARY

	TOTAL FUND			
	CASH	BONDS	EQUITIES	TOTAL
DOMESTIC EQUITIES				
DODGE & COX - LARGE CAP VALUE	6,558,249		194,546,745	201,104,993
BGI - R1000 VALUE INDEX	6,222		42,670,654	42,676,875
DELAWARE - LARGE CAP GROWTH	868,927		119,847,792	120,716,719
LOOMIS SAYLES - LARGE CAP GROWTH	385,515		75,924,834	76,310,349
CAPITAL PROSPECTS - SMALL CAP VALUE	1,812,471		68,501,330	70,313,801
LEGATO CAPITAL - SMALL CAP GROWTH	2,307,856		52,513,679	54,821,535
BNY - S&P 500 INDEX	190		62,918,182	62,918,372
TOTAL DOMESTIC EQUITIES	11,939,430		616,923,216	628,862,646
FIXED INCOME				
DODGE & COX	10,824,038	344,918,921		355,742,958
TOTAL FIXED INCOME	10,824,038	344,918,921		355,742,958
INTERNATIONAL INVESTMENTS				
LSV ASSET MGMT.	1,430,226		137,879,490	139,309,716
PYRAMIS	941,455		131,970,299	132,911,754
TOTAL INTERNATIONAL EQUITIES	2,371,681		269,849,789	272,221,470
REAL ESTATE				
INVESCO	0		16,052,368	16,052,368
TOTAL REAL ESTATE	0		16,052,368	16,052,368
SECURITIES LENDING	(2,695,145)			(2,695,145)
TOTAL STANCERA PORTFOLIO	22,440,004	344,918,921	902,825,372	1,270,184,296

1.8% 27.2% 71.1% 100.0%

STANCERA
MONTHLY PERFORMANCE REVIEW
PERIOD ENDING MAR. 31, 2010
PRELIMINARY BASIS

CURRENT PERFORMANCE

	MARKET VALUE	MAR	ALPHA	FEB	ALPHA	FISCAL YTD	ALPHA
DOMESTIC EQUITIES							
DODGE & COX - LARGE CAP VALUE	194,546,745	6.55%	0.04%	2.12%	-1.04%	33.14%	1.56%
<i>RUSSELL 1000 VALUE</i>		6.51%		3.16%		31.58%	
BGI - R1000 VALUE INDEX***	42,670,654	6.51%	0.00%	3.16%	0.00%	21.91%	0.26%
<i>RUSSELL 1000 VALUE</i>		6.51%		3.16%		21.65%	
DELAWARE - LARGE CAP GROWTH	119,847,792	5.24%	-0.54%	2.89%	-0.55%	27.85%	-0.89%
<i>RUSSELL 1000 GROWTH</i>		5.78%		3.44%		28.74%	
LOOMIS SAYLES - LARGE CAP GROWTH	75,924,834	7.19%	1.41%	6.56%	3.12%	30.04%	1.30%
<i>RUSSELL 1000 GROWTH</i>		5.78%		3.44%		28.74%	
CAPITAL PROSPECTS*	68,501,330	7.20%	-1.12%	5.40%	0.76%	37.46%	-2.42%
<i>RUSSELL 2000 VALUE</i>		8.32%		4.64%		39.88%	
LEGATO CAPITAL**	52,513,679	7.22%	-0.72%	4.16%	-0.20%	29.53%	-0.40%
<i>RUSSELL 2000 GROWTH**</i>		7.94%		4.36%		29.93%	
BNY - S&P 500 INDEX	62,918,182	6.03%	0.00%	3.11%	0.01%	29.25%	0.06%
<i>S&P 500</i>		6.03%		3.10%		29.19%	
TOTAL DOMESTIC EQUITY	616,923,216	6.45%	0.15%	3.49%	0.10%	30.33%	-0.17%
<i>Russell 3000 Index</i>		6.30%		3.39%		30.50%	
FIXED INCOME							
DODGE & COX	355,742,958	0.97%	1.09%	0.15%	-0.22%	11.04%	5.25%
<i>BARCLAYS US AGGREGATE BOND</i>		-0.12%		0.37%		5.79%	
INTERNATIONAL INVESTMENTS							
LSV ASSET MGMT	137,879,490	6.02%	-0.83%	-0.39%	-0.40%	29.65%	3.30%
<i>MSCI ACWI Free ex-US</i>		6.85%		0.01%		26.35%	
PYRAMIS	131,970,299	6.89%	0.04%	0.38%	0.37%	28.15%	1.80%
<i>MSCI ACWI Free ex-US</i>		6.85%		0.01%		26.35%	
TOTAL INTERNATIONAL EQUITY	269,849,789	6.44%	-0.41%	-0.01%	-0.02%	28.95%	2.60%
<i>MSCI ACWI Free ex-US</i>		6.85%		0.01%		26.35%	
REAL ESTATE							
INVESCO	16,052,368	6.37%	-0.66%	2.87%	-0.16%	31.62%	-4.54%
<i>FTSE EPRA/NAREIT Global REIT</i>		7.03%		3.03%		36.16%	
SECURITIES LENDING							
BNY MELLON	(2,695,145)						
CASH and SHORT-TERM INVESTMENTS							
CASH	14,311,111	0.01%	0.00%	0.02%	0.01%	0.16%	0.03%
<i>90 DAY TREASURY BILL</i>		0.01%		0.01%		0.13%	
TOTAL StanCERA Fund	1,270,184,296	4.87%	0.44%	1.76%	-0.05%	24.16%	2.45%
<i>Policy Index</i>		4.43%		1.81%		21.71%	
<i>Actuary Rate of Assumption (8.16%)</i>		0.66%	4.21%	0.66%	1.10%	6.00%	18.16%
<i>Actuary Rate of Inflation (4.00%)</i>		0.33%	4.54%	0.33%	1.43%	3.00%	21.16%

* Capital Prospects funded 12/31/2008 and replaced the Russell 2000 Value ishares. **Legato Capital funded 12/22/2008 and replaced Mazama Capital.

*** BGI R1000 Value Index funded close of 7/31/09.