

# Oklahoma State Pension Commission

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## Third Quarter 2007 Investment Performance Analysis

November 14, 2007

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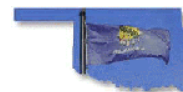
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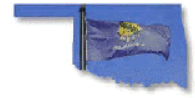


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# Market Environment – Overview (as of 9/30/07)

		Qtr.	1 Yr.	3 Yr.	5 Yr.
<b>Domestic Equity Benchmarks</b>					
S&P 500	Large Core	2.0%	16.4%	13.1%	15.5%
Russell 1000	Large Core	2.0%	16.9%	13.8%	16.0%
Russell 1000 Growth	Large Growth	4.2%	19.4%	12.2%	13.8%
Russell 1000 Value	Large Value	-0.2%	14.4%	15.2%	18.1%
S&P Mid Cap 400	Mid Core	-0.9%	18.8%	15.6%	18.2%
Russell 2000	Small Core	-3.1%	12.4%	13.4%	18.7%
Russell 2000 Growth	Small Growth	0.0%	18.9%	14.1%	18.7%
Russell 2000 Value	Small Value	-6.3%	6.1%	12.5%	18.7%

		Qtr.	1 Yr.	3 Yr.	5 Yr.
<b>International Equity Benchmarks</b>					
Citigroup PMI EPAC	Int'l Dev.	2.7%	25.5%	24.0%	24.0%
Citigroup PMI EPAC Gr.	Int'l Dev. Growth	3.0%	24.6%	22.3%	22.2%
Citigroup PMI EPAC Va.	Int'l Dev. Value	2.4%	26.4%	25.6%	25.6%
Citigroup EMI EPAC	Small Cap Int'l	-0.8%	26.1%	27.5%	29.4%
Citigroup PMI EM MKT	Em. Mkt. Eqty.	14.7%	59.5%	41.4%	39.0%

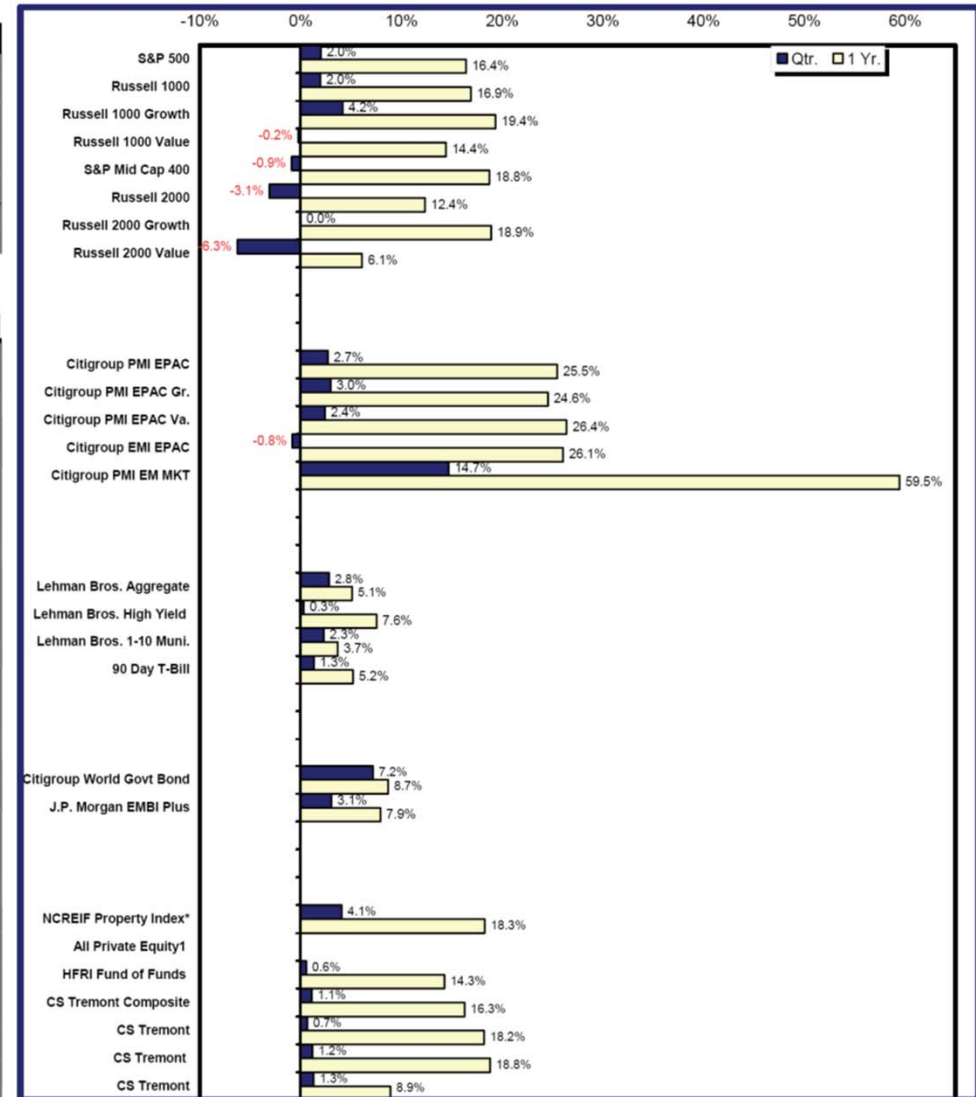
		Qtr.	1 Yr.	3 Yr.	5 Yr.
<b>Domestic Fixed Income Benchmarks</b>					
Lehman Bros. Aggregate	Core Bonds	2.8%	5.1%	3.9%	4.1%
Lehman Bros. High Yield	High Yield	0.3%	7.6%	7.5%	12.7%
Lehman Bros. 1-10 Muni.	Municipal Bond	2.3%	3.7%	3.0%	3.2%
90 Day T-Bill	Cash	1.3%	5.2%	4.1%	2.9%

		Qtr.	1 Yr.	3 Yr.	5 Yr.
<b>Global Fixed Income Benchmarks</b>					
Citigroup World Govt Bond	Global Bonds	7.2%	8.7%	4.6%	7.0%
J.P. Morgan EMBI Plus	Em. Mkt. Bonds	3.1%	7.9%	10.4%	16.1%

		Qtr.	1 Yr.	3 Yr.	5 Yr.
<b>Alternative Benchmarks</b>					
NCREIF Property Index*	Real Estate	4.1%	18.3%	18.5%	15.1%
All Private Equity <sup>1</sup>	Private Equity				
HFRI Fund of Funds	Fund of Funds	0.6%	14.3%	10.5%	9.1%
CS Tremont Composite	All Hedge Funds	1.1%	16.3%	12.5%	11.7%
CS Tremont	Event Driven	0.7%	18.2%	14.6%	14.8%
CS Tremont	Long-Short	1.2%	18.8%	14.4%	13.1%
CS Tremont	Market Neutral	1.3%	8.9%	8.3%	7.8%

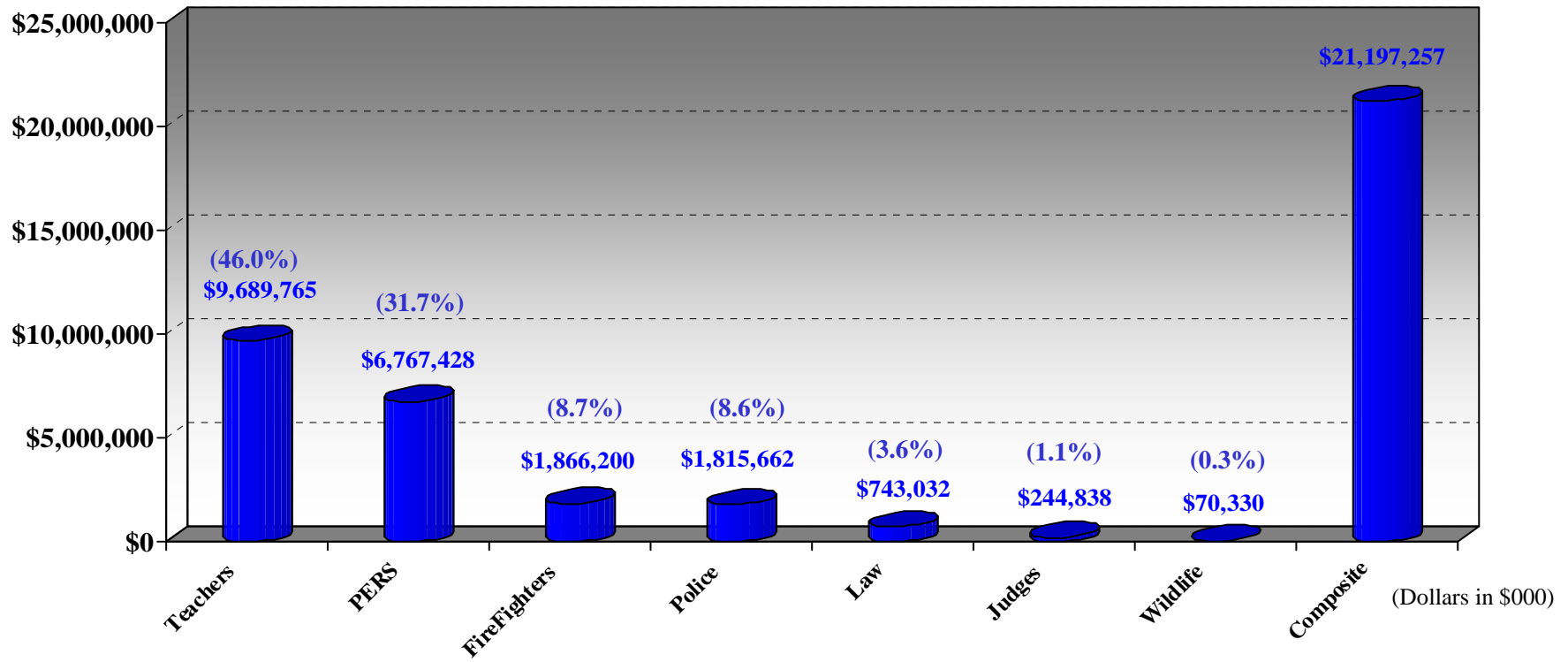
<sup>1</sup> Pooled IRR. Source: US Private Equity Performance Index, Thomson Ventures Economics

\* NCREIF property index return is preliminary





# Relative Size – All Funds (as of 9/30/07)



Qtr Ending 9/30/2007		Qtr Ending 9/30/2007		Qtr Ending 9/30/2007		Qtr Ending 9/30/2007		Qtr Ending 9/30/2007		Qtr Ending 9/30/2007		Qtr Ending 9/30/2007		Qtr Ending 9/30/2007	
6/30/2007	\$9,601,558	6/30/2006	\$6,629,540	6/30/2007	\$1,814,608	6/30/2007	\$1,791,556	6/30/2007	\$745,334	6/30/2007	\$239,999	6/30/2007	\$68,863	6/30/2007	\$20,889,572
Net Ext Growth	\$3,197	Net Ext Growth	(\$29,307)	Net Ext Growth	\$8,641	Net Ext Growth	(\$33,545)	Net Ext Growth	(\$5,295)	Net Ext Growth	(\$1,454)	Net Ext Growth	\$35	Net Ext Growth	(\$64,512)
Investment Return	\$85,011	Investment Return	\$167,195	Investment Return	\$42,951	Investment Return	\$57,652	Investment Return	\$2,993	Investment Return	\$6,293	Investment Return	\$1,433	Investment Return	\$372,197
9/30/2007	\$9,689,766	9/30/2007	\$6,767,428	9/30/2007	\$1,866,200	9/30/2007	\$1,815,663	9/30/2007	\$743,032	9/30/2007	\$244,838	9/30/2007	\$70,331	9/30/2007	\$21,197,257
1-Year Ending 9/30/2007		1-Year Ending 9/30/2007		1-Year Ending 9/30/2007		1-Year Ending 9/30/2007		1-Year Ending 9/30/2007		1-Year Ending 9/30/2007		1-Year Ending 9/30/2007		1-Year Ending 9/30/2007	
9/30/2006	\$8,407,468	9/30/2006	\$6,026,881	9/30/2006	\$1,643,325	9/30/2006	\$1,574,631	9/30/2006	\$682,163	9/30/2006	\$221,750	9/30/2006	\$61,919	9/30/2006	\$18,618,135
Net Ext Growth	\$16,202	Net Ext Growth	(\$124,902)	Net Ext Growth	(\$33,831)	Net Ext Growth	(\$49,930)	Net Ext Growth	(\$23,821)	Net Ext Growth	(\$5,470)	Net Ext Growth	\$727	Net Ext Growth	(\$226,275)
Investment Return	\$1,266,096	Investment Return	\$865,449	Investment Return	\$256,706	Investment Return	\$290,962	Investment Return	\$84,690	Investment Return	\$28,558	Investment Return	\$7,685	Investment Return	\$2,805,397
9/30/2007	\$9,689,766	9/30/2007	\$6,767,428	9/30/2007	\$1,866,200	9/30/2007	\$1,815,663	9/30/2007	\$743,032	9/30/2007	\$244,838	9/30/2007	\$70,331	9/30/2007	\$21,197,257
Teachers		PERS		Fire Fighters		Police		Law		Judges		Wildlife		Composite	





# Investment Policy Asset Allocation Targets

Key Policy Items		Teachers	PERS*	Firefighters	Police	Law	Judges*	Wildlife
<b>TOTAL EQUITY</b>	Target	70.8%	63.3%	65.2%	57.6%	62.4%	55.6%	59.4%
	Actual	71.5%	63.6%	68.7%	59.3%	63.9%	55.8%	54.1%
	Range	63-77	54-70	60-70	50-60	45-75	47-61	45-55
<i>Large Cap</i>	Target	19.2%	41.5%	32.5%	20.6%	33.3%	38.7%	36.4%
	Actual	27.1%	34.9%	32.8%	20.6%	34.6%	28.4%	36.4%
	Range	23-33	39-47	25-35	15-25	30-40	35-42	30-40
<i>MidCap</i>	Target	15.4%	0.0%	-	-	-	0.0%	-
	Actual	15.9%	5.1%	0.0%	0.0%	0.0%	7.7%	0.0%
	Range	10-20	-	-	-	-	-	-
<i>Small Cap</i>	Target	10.7%	1.8%	10.4%	9.2%	16.6%	0.0%	7.9%
	Actual	10.9%	3.8%	10.7%	10.9%	16.8%	2.8%	8.3%
	Range	5-15	-	7.5-17.5	5-15	10-20	-	0-10
<i>Int'l Equity</i>	Target	17.8%	20.0%	15.1%	13.5%	12.5%	16.9%	9.5%
	Actual	17.6%	19.8%	15.4%	13.4%	12.5%	16.9%	9.4%
	Range	12-22	15-23	7.5-17.5	5-15	5-15	13-20	0-10
<i>Long/Short Eq</i>	Target	-	-	10.1%	14.3%	-	-	-
	Actual	0.0%	0.0%	9.8%	14.4%	0.0%	0.0%	0.0%
	Range	-	-	7.5-12.5	10-20	-	-	-
<b>PRIVATE EQUITY</b>	Target	-	-	-	8.2%	1.8%	-	-
	Actual	0.0%	0.0%	0.0%	7.5%	1.6%	0.0%	0.0%
	Range	-	-	-	5-15	0-5	-	-
<b>TOTAL FIXED INC.</b>	Target	27.5%	36.2%	20.7%	16.9%	29.1%	44.2%	45.4%
	Actual	26.9%	36.1%	21.2%	17.5%	28.3%	44.0%	45.2%
	Range	25-35	36-40	14.5-35.5	7.5-27.5	25-35	44-48	45-55
<i>Dom. Fixed Inc.</i>	Target	27.5%	36.2%	20.7%	16.9%	29.1%	44.2%	45.4%
	Actual	26.9%	36.1%	21.2%	14.0%	28.3%	44.0%	45.2%
	Range	25-35	36-40	14.5-35.5	7.5-27.5	25-35	44-48	45-55
<i>Int'l Fixed Inc.</i>	Target	-	-	-	-	-	-	-
	Actual	0.0%	0.0%	0.0%	3.5%	0.0%	0.0%	0.0%
	Range	-	-	-	-	-	-	-
<b>ALTERNATIVE INV.</b>	Target	-	-	6.2%	13.5%	-	-	-
	Actual	0.0%	0.0%	5.2%	13.0%	0.0%	0.0%	0.0%
	Range	-	-	2-8	7.5-17.5	-	-	-
<b>REAL ESTATE</b>	Target	-	-	4.8%	-	6.4%	-	-
	Actual	0.0%	0.0%	4.7%	0.2%	6.2%	0.0%	0.0%
	Range	-	-	2-8	0-10	5-10	-	-

\*The Russell 3000 index was broken down into Large, Mid, & Small Cap allocations for the PERS & Judges retirement plans

\*\*For the Police Pension, 12.5% Target Alternative Inv. (low-volatility hedge funds) is classified as fixed income

\*\*For the Firefighters Pension, 5% Target Alternative Inv. (low-volatility hedge funds) & 5% Target Real Estate are classified as fixed income

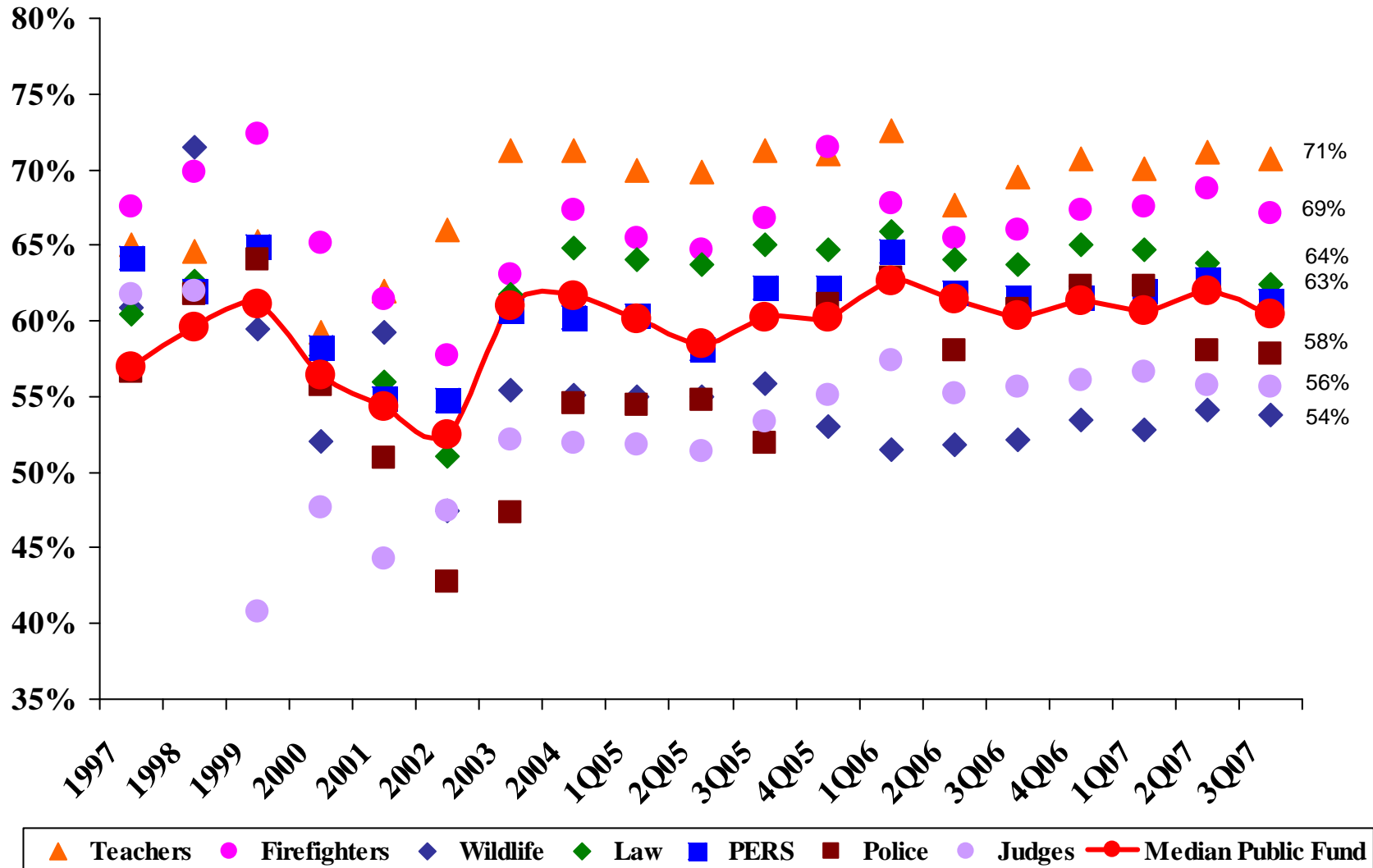
Please note that allocation targets may not add to 100 due to rounding, and cash accounts within the plans. Total Equity does not include Private Equity





# Equity Commitment

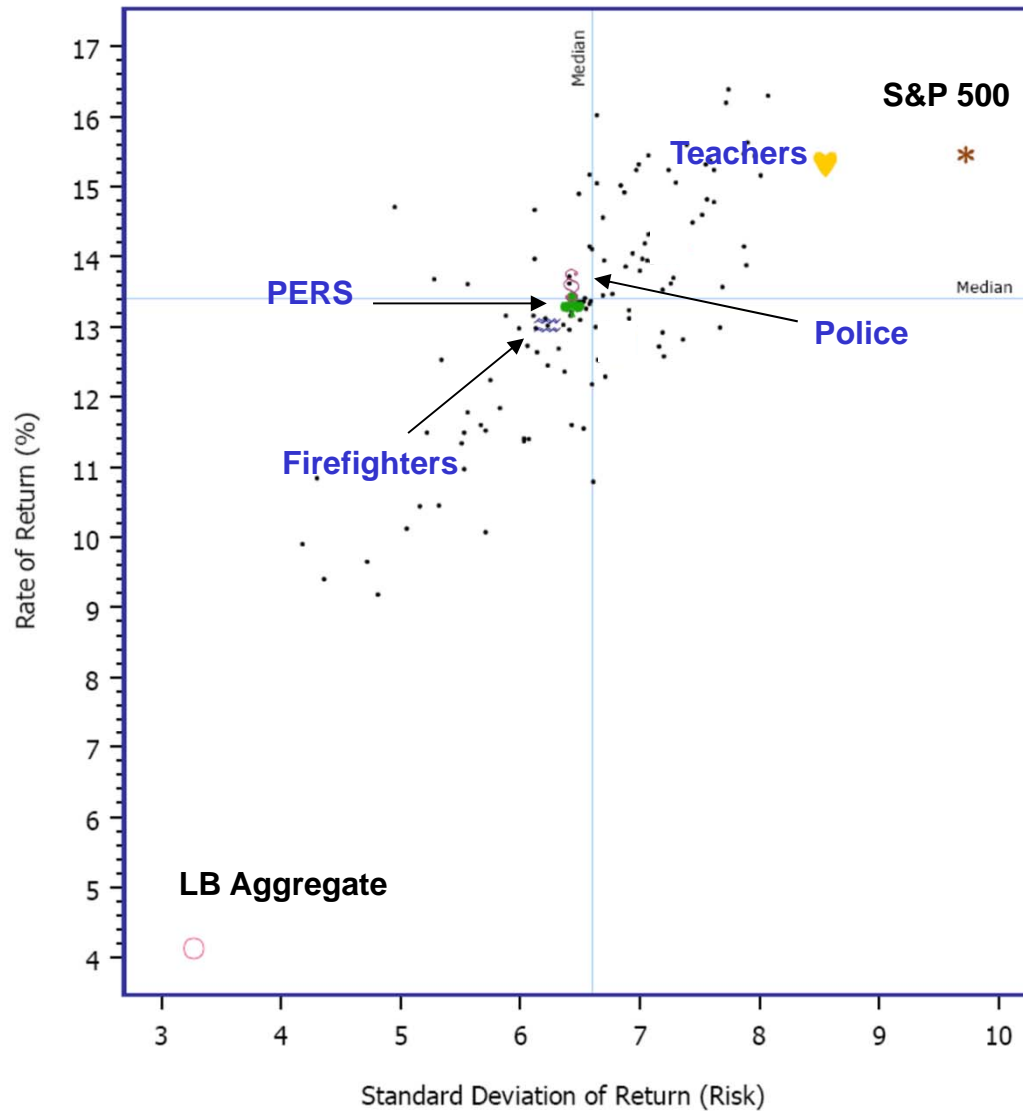
(as of 9/30/07)







# 5 Year Risk / Return Analysis

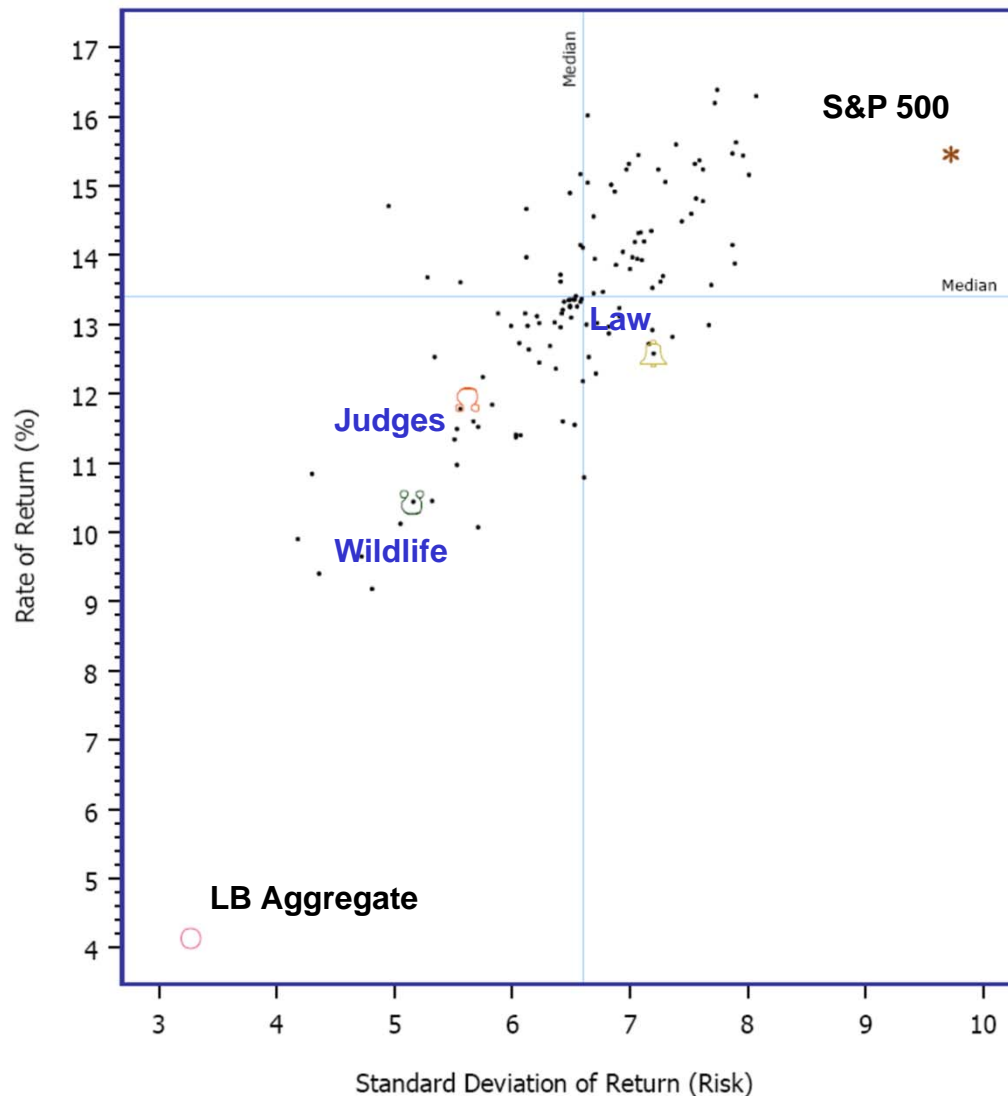


	Return	Standard Deviation	Sharpe Ratio
♥ OK TEACHERS	15.3	13	8.6 96
♣ OK PERS	13.3	53	6.4 38
≡ OK FIREFIGHTERS	13.0	62	6.2 30
⊗ OK POLICE	13.6	45	6.4 36
* S&P 500	15.5	10	9.7 100
○ LB AGGREGATE	4.1	100	3.3 1
<b>Median</b>	<b>13.4</b>	<b>6.6</b>	<b>1.5</b>

Sharpe Ratio is a measure of risk-adjusted return. It is used to characterize how well the return of an asset compensates the investor for the risk taken. The higher the ratio, the better its risk-adjusted performance.



# 5 Year Risk / Return Analysis (cont.)



	Return	Standard Deviation	Sharpe Ratio
🔔 OK LAW	12.6 73	7.2 75	1.3 94
🔗 OK JUDGES	11.9 78	5.6 17	1.5 38
🐾 OK WILDLIFE	10.4 90	5.2 10	1.4 79
* S&P 500	15.5 10	9.7 100	1.2 98
○ LB AGGREGATE	4.1 100	3.3 1	0.4 100
<b>Median</b>	<b>13.4</b>	<b>6.6</b>	<b>1.5</b>

Sharpe Ratio is a measure of risk-adjusted return. It is used to characterize how well the return of an asset compensates the investor for the risk taken. The higher the ratio, the better its risk-adjusted performance.



# Composite Performance

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Teachers	0.9%	91	15.0%	54	13.1%	35	15.3%	13	7.8%	15
PERS	2.5%	32	14.4%	62	12.1%	63	13.3%	53	6.3%	57
Firefighters	2.3%	41	15.7%	34	12.8%	50	13.0%	62	5.7%	81
Police	1.6%	72	16.7%	16	13.2%	34	13.6%	45	6.6%	45
Law	0.4%	94	12.6%	81	11.3%	74	12.6%	73	7.2%	32
Judges	2.6%	28	13.0%	75	11.1%	77	11.9%	78	6.3%	53
Wildlife	2.1%	54	12.3%	84	10.0%	86	10.4%	90	3.7%	99
Med Tot Public Fund	2.1%		15.1%		12.8%		13.4%		6.5%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										

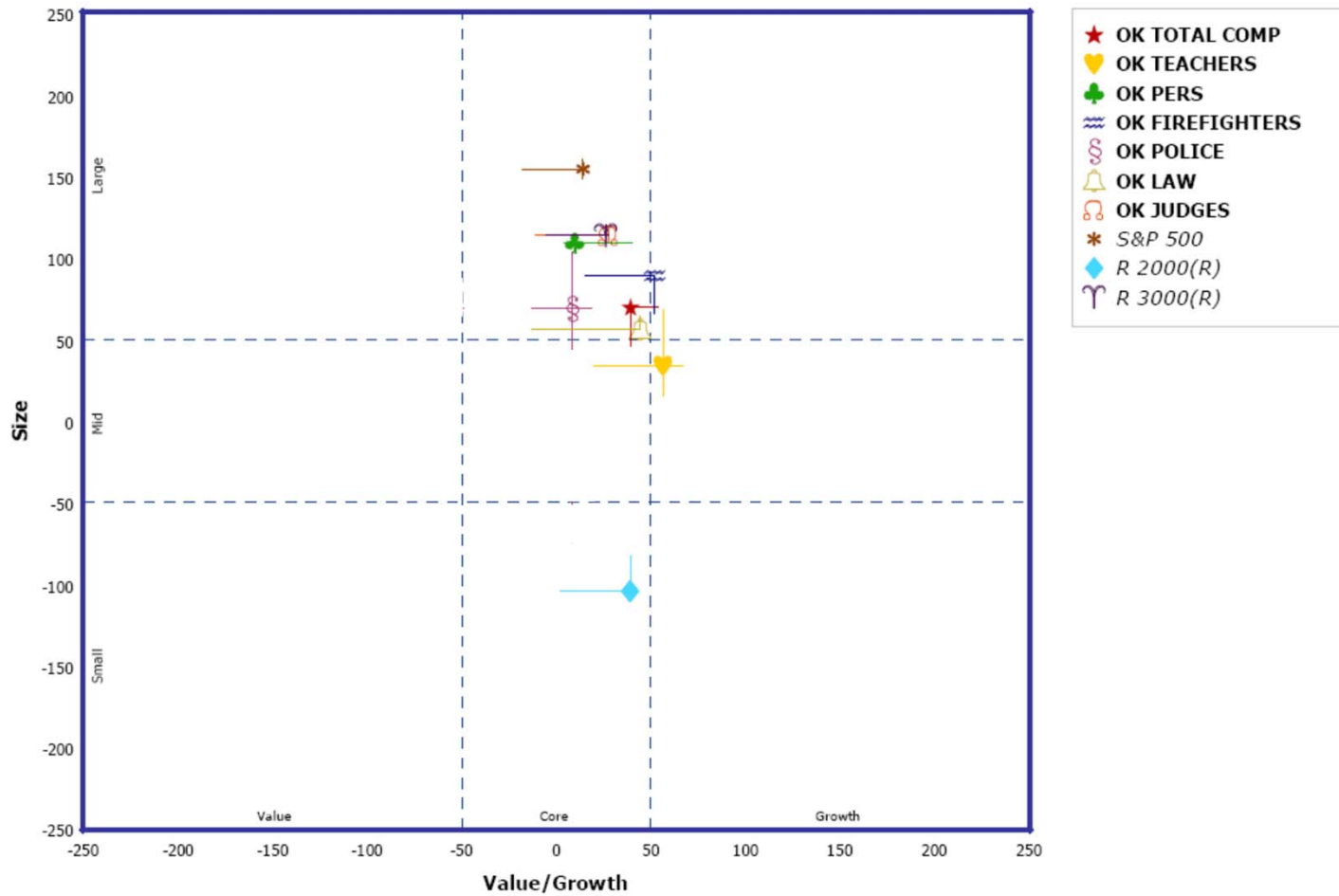
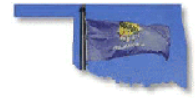


# Composite Performance

## Years Ending September 30

	Sep-07		Sep-06		Sep-05		Sep-04		Sep-03		Sep-02		Sep-01	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Teachers	15.0%	54	9.4%	58	14.9%	22	15.2%	3	22.4%	5	(6.9)%	54	(10.7)%	54
PERS	14.4%	62	9.2%	62	12.7%	57	12.0%	42	18.5%	34	(5.9)%	38	(12.7)%	71
Firefighters	15.7%	34	8.5%	74	14.2%	33	11.2%	58	15.7%	71	(5.3)%	30	(15.8)%	87
Police	16.7%	16	9.5%	56	13.4%	47	11.5%	52	17.1%	56	(6.5)%	47	(11.5)%	60
Law	12.6%	81	7.6%	82	13.9%	40	11.1%	61	18.0%	41	(4.0)%	18	(6.4)%	23
Judges	13.0%	75	8.8%	67	11.4%	76	10.9%	67	15.6%	72	(3.4)%	14	(9.4)%	43
Wildlife	12.3%	84	7.3%	84	10.5%	80	9.0%	89	13.1%	90	(8.9)%	82	(13.5)%	76
Med Tot Pub Fund	15.1%		9.8%		13.3%		11.7%		17.5%		(6.6)%		(10.5)%	
<p>Green = 1st Quartile</p> <p>Yellow = 2nd Quartile</p> <p>Blue = 3rd Quartile</p> <p>Red = 4th Quartile</p>														

# Style Analysis



(Movement over the last two years)

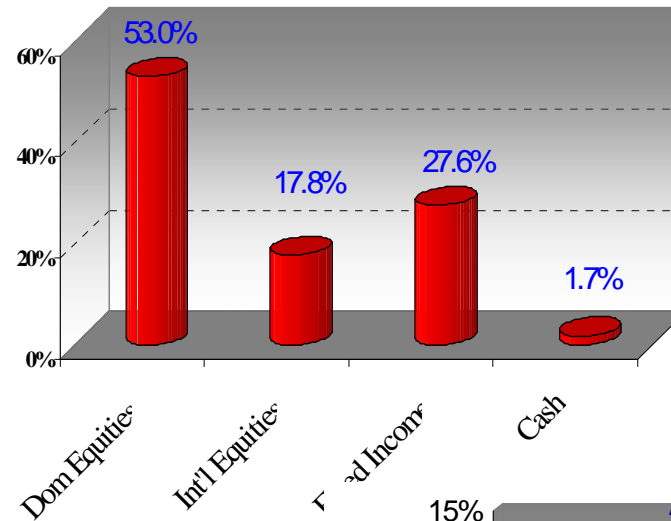




# Teachers



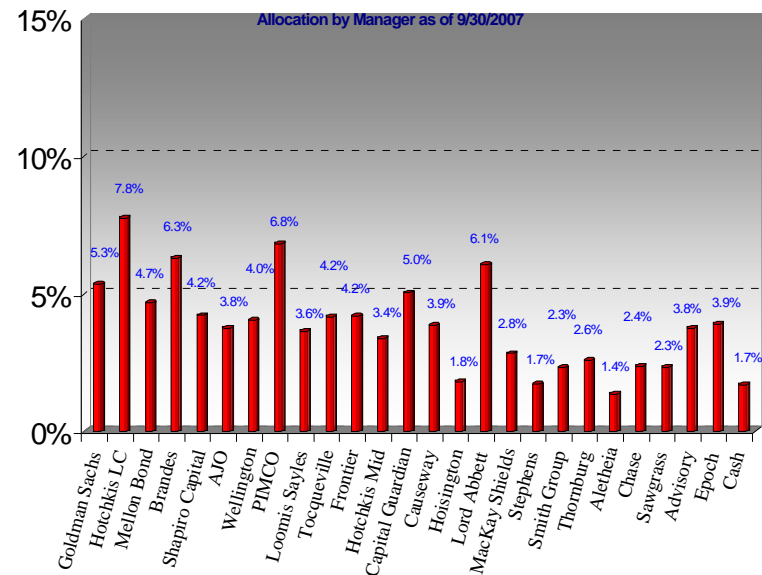
Allocation by Asset Class as of 9/30/2007



Qtr Ending 9/30/2007

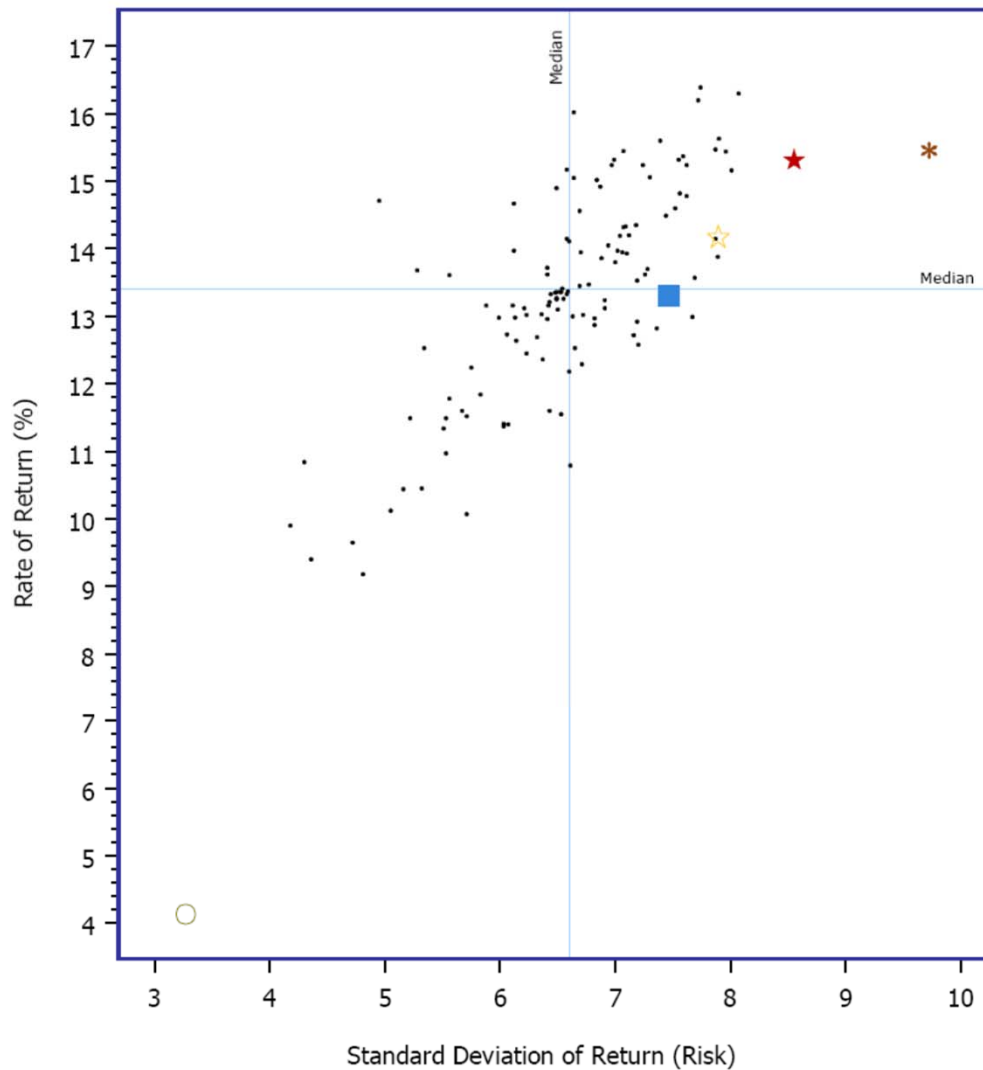
6/30/2007	\$9,601,558
Net Ext Growth	\$3,197
Investment Return	\$85,011
9/30/2007	\$9,689,766

Assets in (\$000)





# Teachers 5 Year Total Return vs. Risk



	Return	Standard Deviation	Sharpe Ratio
★ OK TEACHERS	15.3	8.6	1.4
■ ALLOC INDEX	13.3	7.5	1.3
☆ POLICY INDEX	14.2	7.9	1.4
* S&P 500	15.5	9.7	1.2
○ LB AGGREGATE	4.1	3.3	0.4
<b>Median</b>	<b>13.4</b>	<b>6.6</b>	<b>1.5</b>





# Teachers Total Return

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Teachers	0.9%	90	15.0%	66	13.1%	61	15.3%	25	7.8%	22
Allocation Index	1.1%	88	13.9%	78	12.0%	84	13.3%	77	6.6%	49
Policy Index	1.4%	81	14.4%	75	12.5%	80	14.2%	56	6.3%	60
Med Tot Public Fund	2.3%		15.8%		13.3%		14.3%		6.6%	
Green = 1st Quartile										
Yellow = 2nd Quartile										
Blue = 3rd Quartile										
Red = 4th Quartile										

## Years Ending September 30

	Sep-07		Sep-06		Sep-05		Sep-04		Sep-03		Sep-02		Sep-01	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Teachers	15.0%	66	9.4%	68	14.9%	35	15.2%	12	22.4%	8	(6.9)%	51	(10.7)%	35
Alloc. Index	13.9%	78	9.3%	69	12.7%	82	13.0%	41	17.7%	63	(5.4)%	29	(11.1)%	37
Policy Index	14.4%	75	9.4%	68	13.7%	62	13.2%	38	20.5%	21	(7.5)%	58	(14.4)%	67
Med Tot Pub Fund	15.8%		10.3%		14.3%		12.5%		18.5%		(6.7)%		(12.0)%	
Green = 1st Quartile														
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# Teachers Performance

## Periods Ending September 30

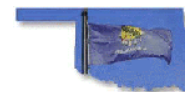
	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Domestic Equity Composite	(0.8)%	65	17.4%	36	14.4%	47	18.8%	32	6.0%	50
S&P 500	2.0%		16.4%		13.1%		15.5%		2.6%	
Equity Public Funds Median	0.6%		16.5%		14.3%		17.7%		6.1%	
International Equity Composite	2.1%	47	24.6%	61	21.4%	82	n/a		n/a	
CITI PMI EPAC	2.7%		25.5%		24.0%		24.0%		8.6%	
International Equity Median	1.9%		26.1%		24.3%		25.4%		12.0%	
Fixed Inc Only Comp	3.4%	18	5.6%	33	4.5%	34	4.9%	42	6.2%	67
Lehman Aggregate	2.8%		5.1%		3.9%		4.1%		6.0%	
Fixed Inc Public Funds Med	2.7%		5.3%		4.2%		4.7%		6.4%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										



# Teachers Performance

## Periods Ending September 30 Manager Ranked Against Appropriate Peer Group

Domestic Equity	% Portfolio	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>Large Value</b>									
Hotchkis & Wiley Large Cap	7.8%	(6.8)%	94	6.6%	90	11.3%	98	19.0%	24
Russell 1000 Value		(0.2)%		14.4%		15.2%		18.1%	
<b>Large Core</b>									
Sawgrass	2.3%	6.0%	45	17.2%	64	n/a		n/a	
Chase	2.4%	10.0%	5	19.3%	54	n/a		n/a	
Aletheia	1.4%	9.0%	16	24.3%	14	n/a		n/a	
S&P 500		2.0%		16.4%		13.1%		15.5%	
<b>Large Growth</b>									
Goldman Sachs	5.3%	4.7%	58	21.3%	36	12.3%	63	13.5%	72
Russell 1000 Growth		4.2%		19.4%		12.2%		13.8%	
<b>Medium Value</b>									
AJO Mid Cap	3.8%	(1.9)%	24	17.6%	14	16.0%	26	19.6%	40
Hotchkis & Wiley Mid Cap	3.4%	(13.1)%	97	0.8%	95	11.6%	79	22.6%	18
S&P 400/Citigroup Value		(2.5)%		16.1%		15.0%		17.5%	
<b>Medium Core</b>									
Frontier	4.2%	6.2%	6	32.2%	10	21.2%	12	21.9%	26
S&P 400		(0.9)%		18.8%		15.6%		18.2%	
<b>Medium Growth</b>									
Wellington	4.0%	(0.2)%	67	24.0%	62	20.1%	34	22.5%	17
S&P 400/Citigroup Growth		0.8%		21.3%		15.4%		18.3%	
<b>Small Value</b>									
Shapiro Capital	4.2%	(2.0)%	7	21.5%	10	18.5%	3	24.9%	2
Tocqueville	4.2%	0.4%	68	22.6%	7	19.0%	1	22.9%	8
Russell 2000 Value		(6.3)%		6.1%		12.5%		18.7%	
<b>Small Growth</b>									
Smith Group	2.3%	(3.1)%	92	13.8%	91	n/a		n/a	
Russell 2000 Growth		0.0%		18.9%		14.1%		18.7%	
<b>All Cap</b>									
Advisory	3.8%	(4.5)%	100	15.5%	63	n/a		n/a	
Epoch	3.9%	2.5%	84	19.3%	53	n/a		n/a	
Russell 3000		1.6%		16.5%		13.7%		16.2%	
Green = 1st Quartile									
Yellow = 2nd Quartile									
Blue = 3rd Quartile									
Red = 4th Quartile									



# Teachers Performance

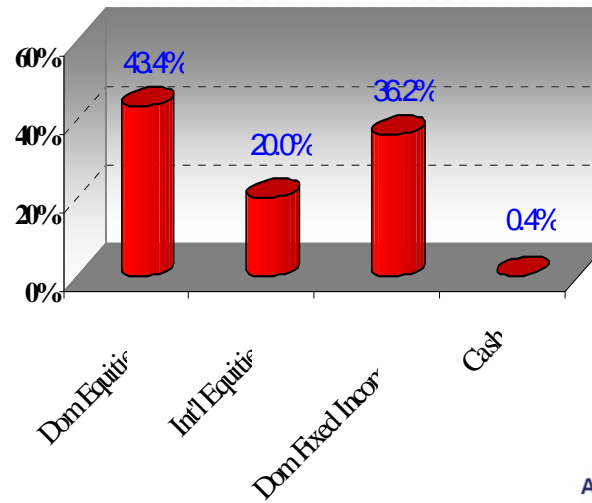
## Periods Ending September 30

	Quarter			1 Year		3 Year		5 Year	
	% Portfolio	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
International Equity									
Int'l Equity Composite		2.1%	47	24.6%	62	21.4%	79	n/a	
Brandes - Value	6.3%	(0.6)%	89	20.5%	85	23.0%	65	26.4%	21
Capital Guardian	5.0%	3.1%	33	24.2%	64	23.0%	65	n/a	
Thornburg	2.6%	10.6%	1	42.5%	1	n/a		n/a	
Causeway - Value	3.9%	(0.0)%	63	21.3%	81	21.0%	83	n/a	
MSCI EAFE		2.2%		24.9%		23.2%		23.6%	
<b>Bond Managers</b>									
<b>Core Bonds</b>									
Mellon Bond	4.7%	2.9%	42	5.4%	42	3.8%	84	4.2%	75
Loomis Sayles	3.6%	3.3%	17	7.5%	1	5.0%	4	6.2%	4
PIMCO	6.8%	3.5%	14	5.5%	29	4.6%	16	5.2%	23
Mackay Shields	2.8%	2.7%	63	5.6%	59	n/a		n/a	
Hoisington	1.8%	6.1%	1	3.4%	98	n/a		n/a	
Stephens Capital	1.7%	4.3%	7	6.1%	10	n/a		n/a	
Lord Abbett	6.1%	2.9%	58	5.4%	64	n/a		n/a	
Bond Composite		3.4%	41	5.6%	19	4.5%	34	4.9%	50
LB Aggregate		2.8%		5.1%		3.9%		4.1%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									

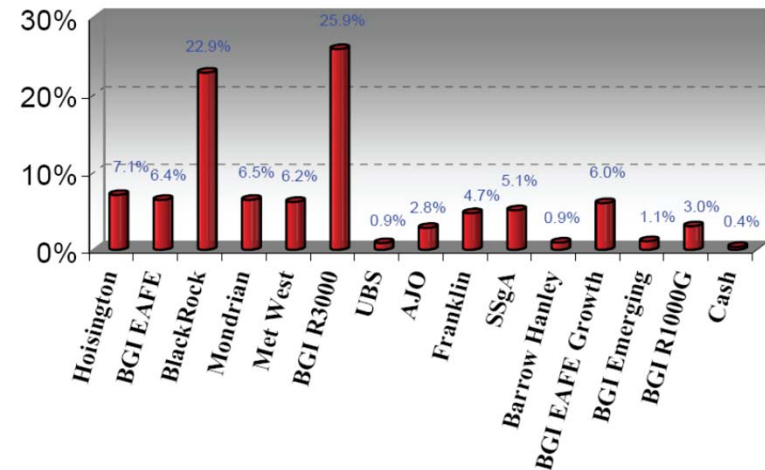
# PERS



Allocation by Asset Class as of 9/30/2007



Allocation by Manager as of 9/30/2007



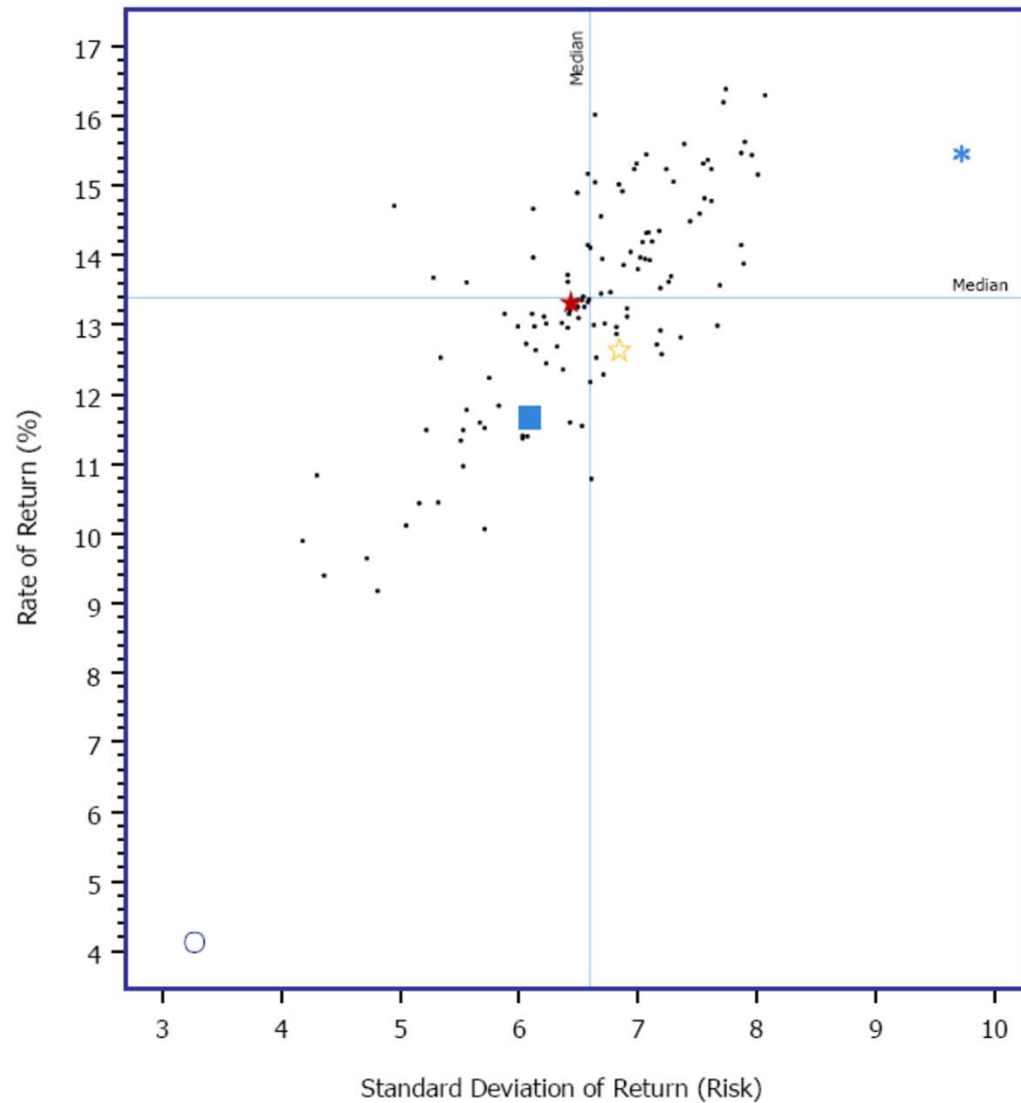
Qtr Ending 9/30/2007

6/30/2006	\$6,629,540
Net Ext Growth	(\$29,307)
Investment Return	\$167,195
9/30/2007	\$6,767,428

Assets in (\$000)



# PERS 5 Year Total Return vs. Risk



	Return	Standard Deviation	Sharpe Ratio
★ OK PERS	13.3	6.4	1.6
■ ALLOC INDEX	11.7	6.1	1.4
★ POLICY INDEX	12.6	6.8	1.4
* S&P 500	15.5	9.7	1.2
○ LB AGGREGATE	4.1	3.3	0.4
<b>Median</b>	<b>13.4</b>	<b>6.6</b>	<b>1.5</b>



# PERS Total Return

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
PERS	2.5%	32	14.4%	62	12.1%	63	13.3%	53	6.3%	57
Allocation Index	2.4%	40	13.7%	69	10.9%	80	11.7%	80	5.8%	74
Policy Index	1.9%	60	12.8%	77	11.0%	78	12.6%	72	5.5%	84
Med Tot Public Fund	2.1%		15.1%		12.8%		13.4%		6.5%	
Green = 1st Quartile										
Yellow = 2nd Quartile										
Blue = 3rd Quartile										
Red = 4th Quartile										

## Years Ending September 30

	Sep-07		Sep-06		Sep-05		Sep-04		Sep-03		Sep-02		Sep-01	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
PERS	14.4%	62	9.2%	62	12.7%	57	12.0%	42	18.5%	34	(5.9)%	38	(12.7)%	71
Allocation Index	13.7%	69	8.6%	73	10.5%	80	11.2%	60	14.6%	81	(5.4)%	32	(9.5)%	45
Policy Index	12.8%	77	9.2%	62	11.0%	78	11.6%	50	18.8%	31	(7.9)%	67	(12.6)%	71
Med Tot Pub Fund	15.1%		9.8%		13.3%		11.7%		17.5%		(6.6)%		(10.5)%	
Green = 1st Quartile														
Yellow = 2nd Quartile														
Blue = 3rd Quartile														
Red = 4th Quartile														



# PERS Performance

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Equity Only Composite	1.2%	46	18.6%	57	12.2%	66	12.6%	52	4.4%	59
S&P 500	2.0%		16.4%		13.1%		15.5%		2.6%	
Equity Public Funds Median	0.6%		16.5%		14.3%		17.7%		6.1%	
International Equity Only Composite	3.3%	42	27.8%	44	24.6%	51	25.3%	55	9.7%	77
CITI PMI EPAC	2.7%		25.5%		24.0%		24.0%		8.6%	
International Equity Only Median	1.9%		26.1%		24.3%		25.4%		12.0%	
Fixed Inc Only Comp	3.7%	13	5.4%	45	4.7%	24	5.4%	31	6.7%	32
Lehman Aggregate	2.8%		5.1%		3.9%		4.1%		6.0%	
Fixed Inc Public Funds Median	2.7%		5.3%		4.2%		4.7%		6.4%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										





# PERS Performance

## Periods Ending September 30 Manager Ranked Against Appropriate Peer Group

Domestic Equity	Quarter			1 Year		3 Year		5 Year	
	% Portfolio	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>Large Value</b>									
AJO	2.8%	(1.7)%	70	14.2%	59	15.6%	46	n/a	
Russell 1000 Value		(0.2)%		14.4%		15.2%		18.1%	
<b>Large Core</b>									
Franklin	4.7%	1.4%	52	14.3%	76	13.3%	73	n/a	
BGI Russell 3000	25.9%	1.6%	49	16.6%	47	13.8%	60	n/a	
SSgA Equity Index	5.1%	0.2%	68	16.0%	57	14.1%	51	n/a	
S&P 500		2.0%		16.4%		13.1%		15.5%	
<b>Large Growth</b>									
BGI Russell 1000 Growth	3.0%	4.2%	64	n/a		n/a		n/a	
Russell 1000 Growth		4.2%		19.4%		12.2%		13.8%	
<b>Small Growth</b>									
UBS	0.9%	(0.7)%	72	15.1%	85	14.1%	73	n/a	
Russell 2000 Growth		0.0%		18.9%		14.1%		18.7%	
<b>Small Value</b>									
Barrow Hanley	0.9%	(4.1)%	32	20.7%	11	n/a		n/a	
Russell 2000 Value		(6.3)%		6.1%		12.5%		18.7%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									



# PERS Performance

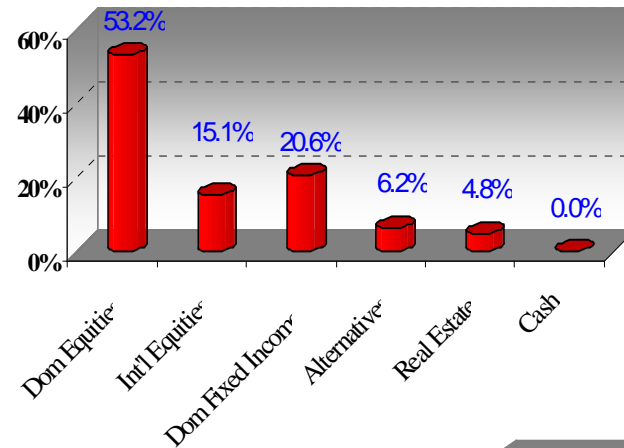
## Periods Ending September 30

	Quarter			1 Year		3 Year		5 Year	
	% Portfolio	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>International Equity</b>									
BGI EAFE Index	6.4%	2.2%	45	25.2%	56	23.6%	56	23.9%	64
BGI EAFE Growth	6.0%	4.3%	23	28.0%	37	n/a		n/a	
Mondrian	6.5%	1.9%	51	26.1%	50	25.5%	40	27.5%	11
CITI PMI EPAC		2.7%		25.5%		24.0%		24.0%	
<b>Emerging Equity</b>									
BGI Emerging	1.1%	14.3%	23	57.5%	43	n/a		n/a	
CITI PMI Emerging		14.7%		59.5%		41.4%		39.0%	
<b>Bond Managers</b>									
<b>Core Bonds</b>									
Met West	6.2%	2.9%	36	7.4%	1	5.8%	1	7.8%	1
BlackRock	22.9%	3.2%	20	5.4%	43	4.1%	59	4.6%	50
LB Aggregate		2.8%		5.1%		3.9%		4.1%	
<b>Long Bonds</b>									
Hoisington	7.1%	6.0%	2	3.4%	90	5.7%	6	5.3%	31
Lehman Long		4.9%		4.4%		4.6%		4.5%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									



# Firefighters

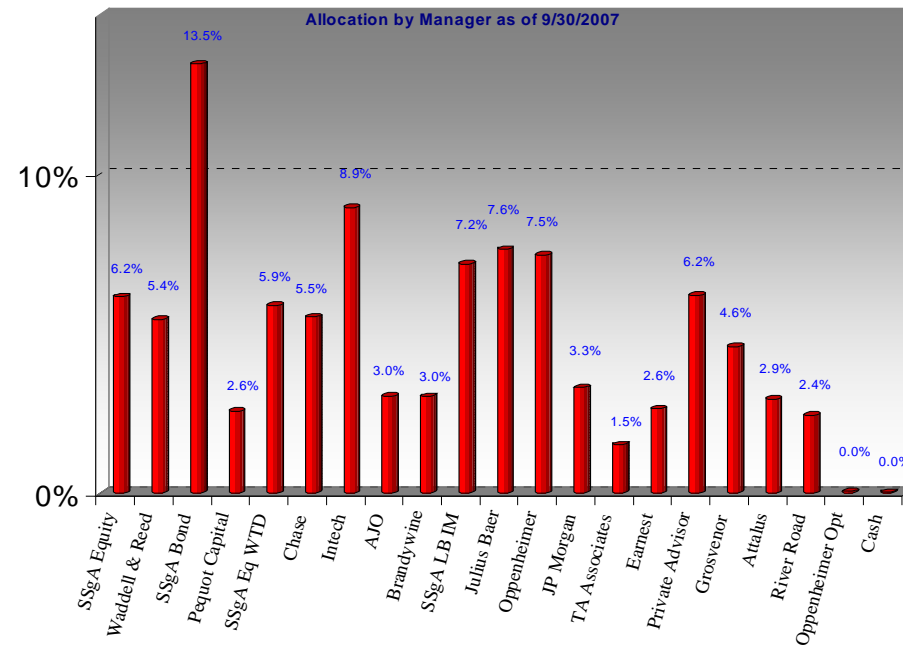
Allocation by Asset Class as of 9/30/2007



Qtr Ending 9/30/2007

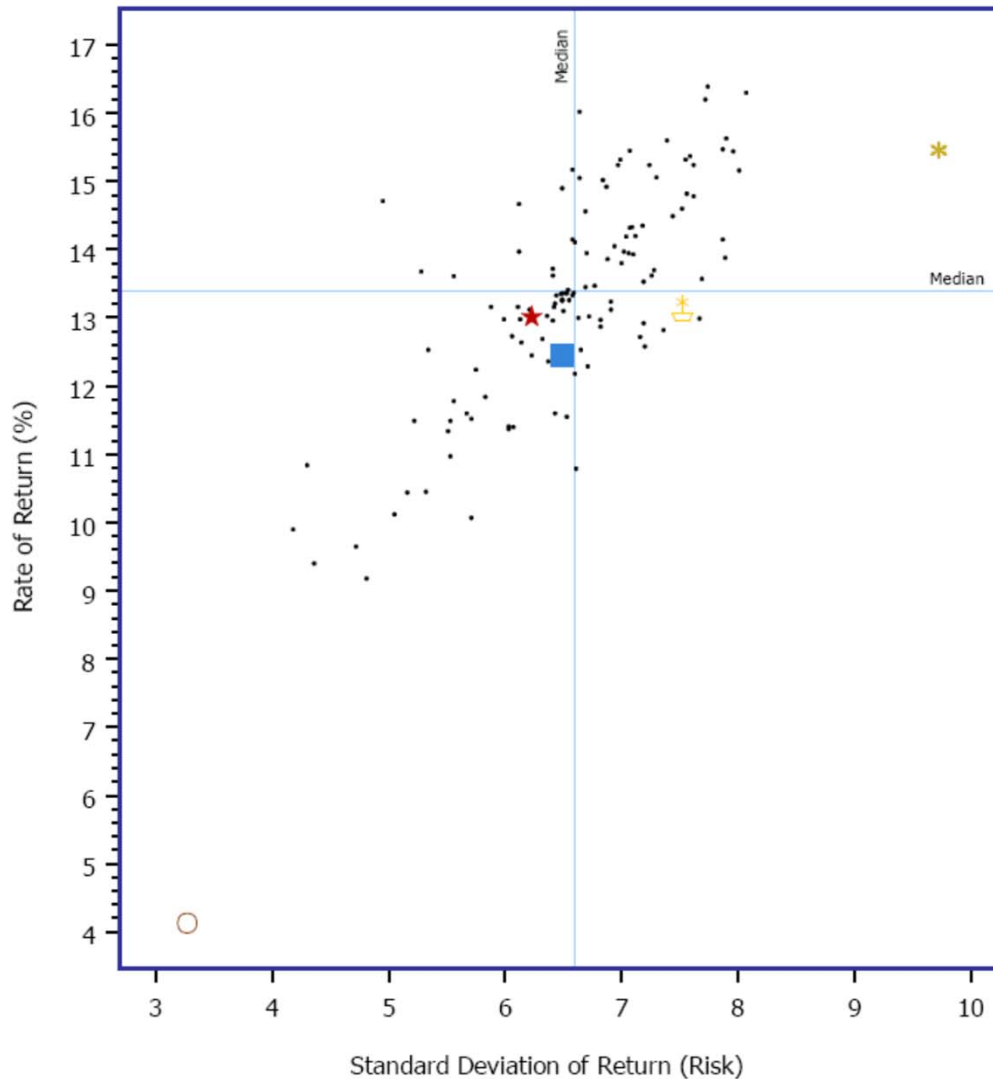
6/30/2007	\$1,814,608
Net Ext Growth	\$8,641
Investment Return	\$42,951
9/30/2007	\$1,866,200

Assets in (\$000)





# Firefighters 5 Year Total Return vs. Risk



	Return	Standard Deviation	Sharpe Ratio
★ <b>OK FIREFIGHTERS</b>	13.0	62	6.2
■ <b>ALLOC INDEX</b>	12.5	74	6.5
⚓ <b>POLICY INDEX</b>	13.2	58	7.5
* <b>S&amp;P 500</b>	15.5	10	9.7
○ <b>LB AGGREGATE</b>	4.1	100	3.3
<b>Median</b>	13.4	6.6	1.5



# Firefighters Total Return

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	Rank	% Return	Rank	% Return	Rank	% Return	Rank	% Return	Rank
Firefighters	2.3%	41	15.7%	34	12.8%	50	13.0%	62	5.7%	81
Allocation Index	1.9%	60	14.8%	58	11.9%	68	12.5%	74	5.4%	84
Policy Index	1.3%	81	12.5%	81	11.0%	77	13.2%	58	5.4%	86
Med Tot Public Fund	2.1%		15.1%		12.8%		13.4%		6.5%	
Green = 1st Quartile										
Yellow = 2nd Quartile										
Blue = 3rd Quartile										
Red = 4th Quartile										

## Years Ending September 30

	Sep-07		Sep-06		Sep-05		Sep-04		Sep-03		Sep-02		Sep-01	
	% Return	Rank	% Return	Rank	% Return	Rank	% Return	Rank	% Return	Rank	% Return	Rank	% Return	Rank
Firefighters	15.7%	34	8.5%	74	14.3%	33	11.2%	58	15.7%	71	(5.3)%	30	(15.8)%	87
Allocation Index	14.8%	58	10.0%	42	11.1%	78	10.1%	79	16.5%	66	(6.8)%	52	(13.6)%	77
Policy Index	12.5%	81	9.1%	63	11.6%	76	12.3%	38	20.6%	15	(8.3)%	74	(15.3)%	85
Med Tot Pub Fund	15.1%		9.8%		13.3%		11.7%		17.5%		(6.6)%		(10.5)%	
Green = 1st Quartile														
Yellow = 2nd Quartile														
Blue = 3rd Quartile														
Red = 4th Quartile														



# Firefighters Performance

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Equity Only Composite	2.5%	28	17.4%	36	14.0%	56	16.1%	72	4.5%	59
S&P 500	2.0%		16.4%		13.1%		15.5%		2.6%	
Equity Only Public Funds Median	0.6%		7.2%		16.5%		14.3%		17.7%	
International Equity Only Composite	1.3%	59	27.8%	42	n/a		n/a		n/a	
CITI PMI EPAC	2.7%		25.5%		24.0%		24.0%		8.6%	
International Equity Only Median	1.9%		26.1%		24.3%		25.4%		12.0%	
Fixed Inc Only Composite	2.8%	44	5.1%	67	3.9%	72	4.2%	77	5.8%	90
Lehman Aggregate	2.9%		5.1%		3.9%		4.1%		6.0%	
Fixed Inc Only Public Funds Med	2.7%		5.3%		4.2%		4.7%		6.4%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										



# Firefighters Performance

## Periods Ending September 30 Manager Ranked Against Appropriate Peer Group

	Quarter			1 Year		3 Year		5 Year	
	% Portfolio	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>Domestic Equity</b>									
<b>Large Value</b>									
AJO	3.0%	(1.5)%	64	14.4%	55	15.9%	37	19.0%	
Brandywine	3.0%	1.6%	8	17.1%	17	17.5%	9	18.9%	
Russell 1000 Value		(0.2)%		14.5%		15.2%		18.1%	
<b>Large Core</b>									
SSgA Equity Index	6.2%	2.1%	27	15.2%	67	12.8%	84	15.3%	83
SSgA EQ Wtd S&P	5.9%	(2.1)%	96	13.9%	78	14.4%	43	19.9%	5
Intech	8.9%	1.9%	35	14.7%	72	14.0%	54	16.9%	47
S&P 500		2.0%		16.4%		13.1%		15.5%	
<b>Large Growth</b>									
Chase	5.5%	9.6%	12	18.3%	59	13.0%	52	12.6%	80
Russell 1000 Growth		4.2%		19.4%		12.2%		13.8%	
<b>Small Value</b>									
Earnest Partners	2.6%	(0.7)%	4	17.1%	16	n/a		n/a	
River Road	2.4%	(4.8)%	35	n/a		n/a		n/a	
Russell 2000 Value		(6.3)%		6.1%		12.5%		18.7%	
<b>Small Growth</b>									
Waddell & Reed	5.4%	5.0%	13	24.6%	27	17.5%	28	17.5%	80
Russell 2000 Growth		0.0%		18.9%		14.1%		18.7%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									



# Firefighters Performance

## Periods Ending September 30

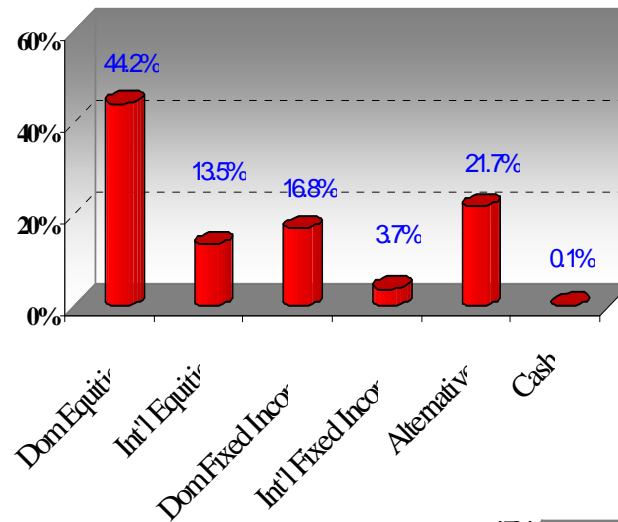
	Quarter			1 Year		3 Year		5 Year	
	% Portfolio	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>International Equity</b>									
Oppenheimer	7.5%	0.8%	66	24.3%	63	23.0%	65	n/a	
Julius Baer	7.6%	1.7%	54	31.4%	20	28.0%	16	n/a	
Citi PMI EPAC		2.7%		25.5%		24.0%		24.0%	
<b>Long/Short Equity</b>									
Pequot Capital	2.6%	19.2%	1	41.2%	11	20.2%	25	15.9%	55
Grosvenor	4.6%	0.6%	63	14.1%		n/a		n/a	
Attalus	2.9%	4.2%	36	n/a		n/a		n/a	
<b>Hedge Fund</b>									
Private Advisor	6.2%	0.5%	45	12.7%	64	n/a		n/a	
<b>Real Estate</b>									
JP Morgan	3.3%	4.5%	24	18.3%	28	n/a		n/a	
TA Associates	1.5%	2.3%	50	20.2%	17	n/a		n/a	
NCREIF		4.6%		18.5%		18.4%		15.0%	
<b>Bond Managers</b>									
<b>Core Bonds</b>									
SSgA Bond Index	13.5%	2.9%	44	5.2%	58	3.8%	85	4.1%	78
LB Aggregate		2.9%		5.1%		3.9%		4.1%	
<b>Intermediate</b>									
SSgA Lehman IM	7.2%	2.8%	43	5.3%	61	3.8%	71	n/a	
Lehman Intermediate		2.9%		5.4%		3.5%		3.8%	
Green = 1st Quartile									
Yellow = 2nd Quartile									
Blue = 3rd Quartile									
Red = 4th Quartile									



# Police



Allocation by Asset Class as of 9/30/2007

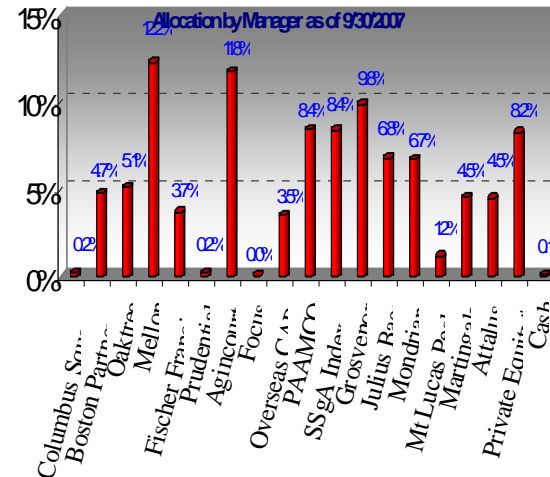


Alternatives Include:	
Real Assets	1.5%
Pvt Equity	8.3%
Low-Vol HF	11.9%

Qtr Ending 9/30/2007

6/30/2007	\$1,791,556
Net Ext Growth	(\$33,545)
Investment Return	\$57,652
9/30/2007	\$1,815,663

Assets in (\$000)

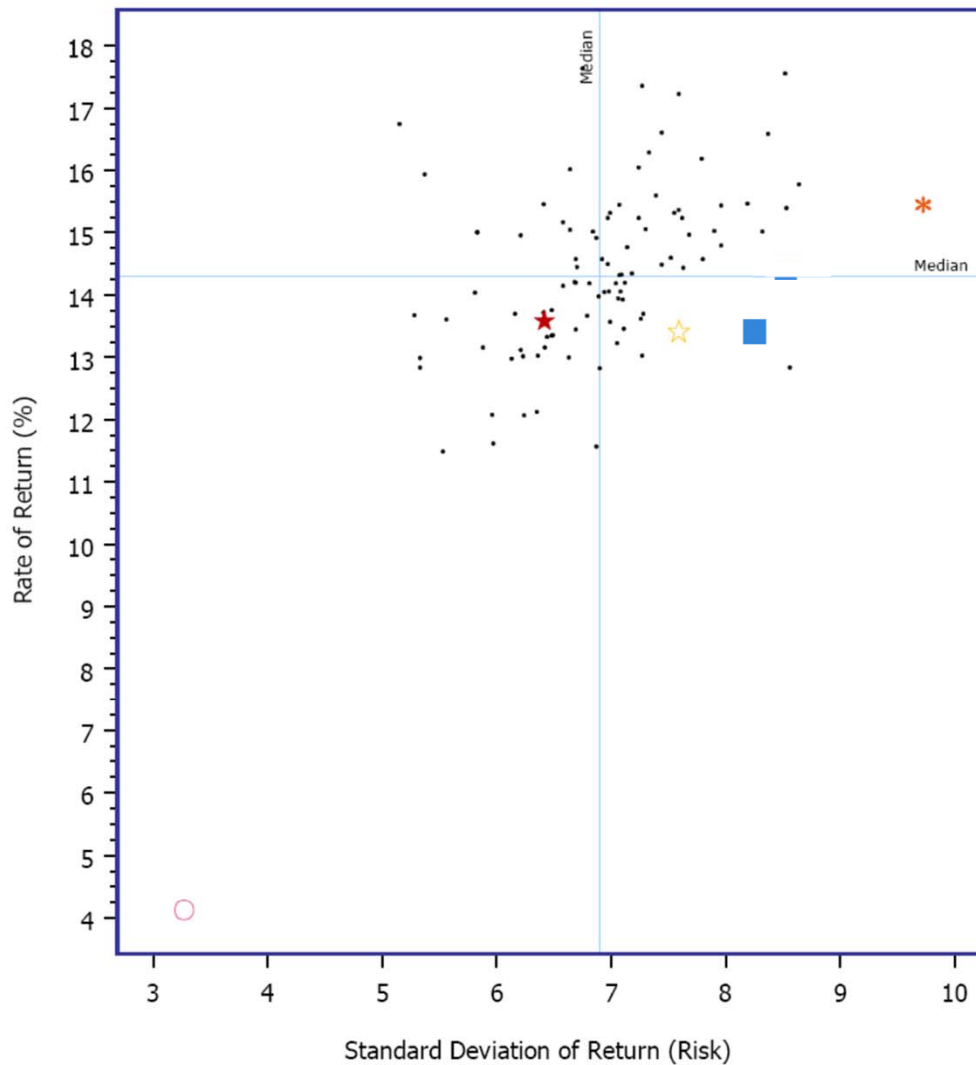


\*Private Equity manager allocation is given on page 38.





# Police Total 5 Year Return vs. Risk



	Return	Standard Deviation	Sharpe Ratio
★ OK POLICE	13.6	72	6.4
■ ALLOC INDEX	13.4	75	8.5
★ POLICY INDEX	13.4	75	7.6
* S&P 500	15.5	20	9.7
○ LB AGGREGATE	4.1	100	3.3
<b>Median</b>	<b>14.3</b>	<b>6.9</b>	<b>1.6</b>



# Police Total Return

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Police	1.6%	72	16.7%	16	13.2%	34	13.6%	45	6.6%	45
Allocation Index	1.8%	62	15.8%	34	10.9%	80	13.4%	50	5.0%	91
Policy Index	2.3%	45	14.4%	55	11.8%	69	13.4%	47	4.3%	95
Med Tot Public Fund	2.1%		15.1%		12.8%		13.4%		6.5%	
Green = 1st Quartile										
Yellow = 2nd Quartile										
Blue = 3rd Quartile										
Red = 4th Quartile										

## Years Ending September 30

	Sep-07		Sep-06		Sep-05		Sep-04		Sep-03		Sep-02		Sep-01	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Police	16.7%	16	9.5%	56	13.4%	47	11.5%	52	17.1%	56	(6.5)%	47	(11.5)%	60
Alloc. Index	15.8%	34	9.7%	52	7.4%	99	10.8%	69	24.3%	1	(7.3)%	60	(19.2)%	99
Policy Index	14.4%	62	9.8%	49	11.2%	78	12.1%	40	19.9%	21	(13.1)%	98	(17.6)%	93
Med Tot Pub Fund	15.1%		9.8%		13.3%		11.7%		17.5%		(6.6)%		(10.5)%	
Green = 1st Quartile														
Yellow = 2nd Quartile														
Blue = 3rd Quartile														
Red = 4th Quartile														



# Police Performance

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Equity Only Composite	(1.4)%	71	14.2%	73	13.2%	71	17.1%	60	5.3%	53
S&P 500	2.0%		16.4%		13.1%		15.5%		2.6%	
Equity Only Public Funds Median	0.6%		16.5%		14.3%		17.7%		6.1%	
International Equity Only Composite	1.7%	53	27.9%	40	26.7%	24	23.3%	76	n/a	
CITI PMI EPAC	2.7%		25.5%		24.0%		24.0%		8.6%	
International Equity Only Median	1.9%		26.1%		24.3%		25.4%		12.0%	
Fixed Inc Only Composite	1.8%	78	4.8%	83	4.8%	22	5.4%	31	7.0%	26
Lehman Aggregate	2.8%		5.1%		3.9%		4.1%		6.0%	
Fixed Inc Only Public Funds Median	2.7%		5.3%		4.2%		4.7%		5.3%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										

Oaktree & Fischer Francis each have Domestic and International bond allocations in their portfolios and their individual returns can't be verified. As a result, the Fixed Income Only Composite contains both Domestic & International bond allocations.



# Police Performance

## Periods Ending September 30 Manager Ranked Against Appropriate Peer Group

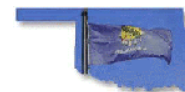
Equity	Quarter			1 Year		3 Year		5 Year	
	% Portfolio	% Return	Rank	% Return	Rank	% Return	Rank	% Return	Rank
<b>Large Core</b>									
Mellon Index Fund	12.2%	2.0%	30	16.9%	41	13.7%	62	16.0%	63
SSgA Index Plus	8.4%	0.6%	65	14.6%	72	12.8%	84	n/a	
S&P 500		2.0%		16.4%		13.1%		15.5%	
<b>Small Value</b>									
Boston Partners	4.7%	(8.3)%	76	9.0%	52	14.3%	40	20.5%	39
Russell 2000 Value		(6.3)%		6.1%		12.5%		18.7%	
<b>Small Growth</b>									
Martingale	4.5%	(5.6)%	98	12.6%	94	n/a		n/a	
Russell 2000 Growth		0.0%		18.9%		14.1%		18.7%	
<b>Long/Short Equity</b>									
Grosvenor	9.8%	1.0%	56	16.3%	56	11.2%	60	n/a	
Attalus	4.5%	3.9%	24	18.9%	33	n/a		n/a	
S&P 500		2.0%		16.4%		13.1%		15.5%	
<b>International Equity</b>									
Julius Baer - Growth	6.8%	2.1%	46	32.7%	14	29.5%	7	n/a	
Mondrian	6.7%	1.4%	57	23.3%	69	23.9%	56	n/a	
CITI PMI EPAC		2.7%		25.5%		24.0%		24.0%	
Green = 1st Quartile									
Yellow = 2nd Quartile									
Blue = 3rd Quartile									
Red = 4th Quartile									

# Police Performance



## Periods Ending September 30

Fixed Income	% Portfolio	Quarter		1 Year		3 Year		5 Year	
		% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Agincourt	11.8%	2.6%	61	5.1%	68	4.0%	65	4.5%	51
Oaktree	5.1%	(0.2)%	97	3.5%	96	6.3%	8	9.6%	4
Lehman Aggregate		2.8%		5.1%		3.9%		4.1%	
<b>Int'l Fixed Income</b>									
Fischer Francis	3.7%	7.7%	15	9.5%	35	4.1%	97	7.9%	50
J.P. Morgan Non-US		8.2%		9.2%		4.7%		7.9%	
PAAMCO	8.4%	3.0%	30	17.9%	3	10.6%	51	10.1%	n/a
Overseas CAP Partners	3.5%	7.0%	10	19.4%	1	12.3%	30	9.5%	n/a
<b>Real Assets</b>									
Mount Lucas Peak	1.2%	(0.1)%	n/a	18.1%	n/a	16.2%	n/a	n/a	n/a
Prudential Timber	0.2%	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Columbus Square	0.2%	1.9%	n/a	9.2%	n/a	16.5%	n/a	15.2%	n/a
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									



# Police Private Equity Allocation

## Period Ending September 30

Private Equity Manager	Market Value	% Allocation	Inception Date
Accel Europe	\$7,383,271	0.41%	Jun-01
Arsenal Partners I	\$13,142,843	0.72%	Jan-03
Arsenal Partners II	\$1,065,268	0.06%	Sep-06
Calera Partners III (Fremont)	\$7,117,969	0.39%	Jan-02
Hicks Muse Tate & Furst	\$6,741,717	0.37%	Oct-01
HM Capital	\$4,429,270	0.24%	May-07
Knightsbridge VI	\$3,330,799	0.18%	Dec-04
Levine Leichtman III	\$7,417,857	0.41%	Jan-03
Lexington VI	\$6,460,942	0.36%	Dec-05
Marathon V	\$7,255,548	0.40%	Dec-04
Marathon IV	\$1,635,908	0.09%	Apr-99
Newstone	\$2,060,511	0.11%	Oct-06
Oaktree Opp II	\$13,858	0.00%	Feb-98
Oaktree Opp III	\$113,878	0.01%	Sep-99
Oaktree Opp IV	\$47,747	0.00%	Dec-01
Oaktree Opp V	\$6,849,235	0.38%	Jun-04
Oaktree Opp VI	\$5,337,551	0.29%	Aug-05
Oaktree Opp VII	\$1,948,653	0.11%	Mar-07
Pequot II	\$287,396	0.02%	Feb-00
Pequot III	\$9,463,444	0.52%	Oct-00
Pequot IV	\$1,715,688	0.09%	Nov-05
Siguler Guff I	\$20,085,797	1.11%	Jan-03
Siguler Guff II	\$12,674,992	0.70%	Sep-05
Sun Capital V	\$570,269	0.03%	Apr-07
TCW Cresent II	\$128,666	0.01%	Mar-99
TCW Cresent III	\$2,331,742	0.13%	Jul-01
TCW Cresent IV	\$6,829,794	0.38%	Jun-06
Thompson Street CP II	\$474,077	0.03%	Dec-06
Venture Lending III	\$1,018,890	0.06%	May-01
Weathergage VC	\$281,250	0.02%	Mar-07
Weiss Peck Greer V	\$2,047,714	0.11%	Jul-99
Weiss Peck Greer VI (Lightspeed)	\$9,352,762	0.52%	Oct-00

Total = 8.24%

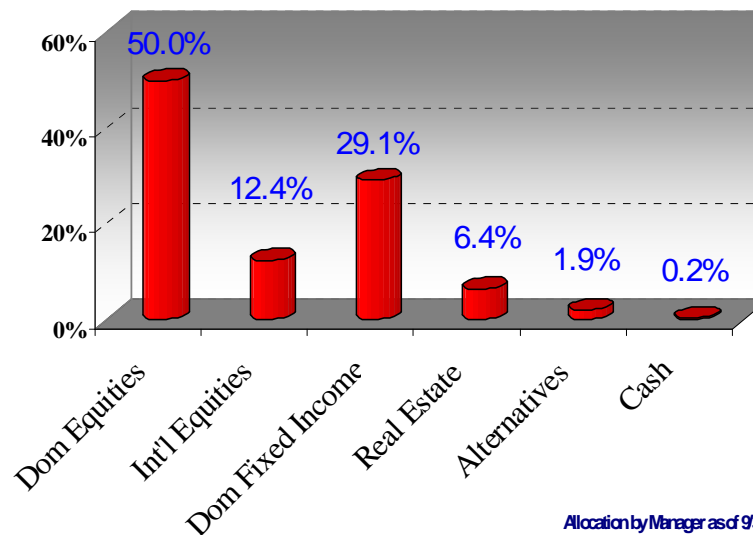






# Law Enforcement

Allocation by Asset Class as of 9/30/2007

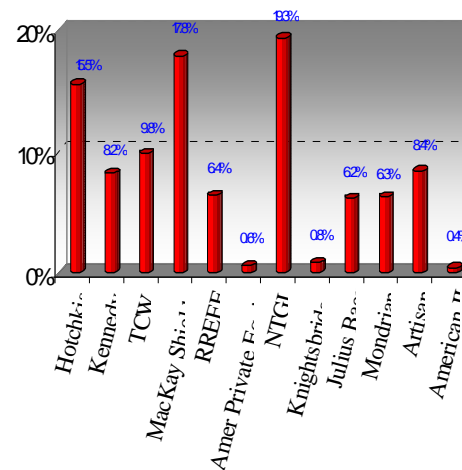


Qtr Ending 9/30/2007

<b>6/30/2007</b>	\$745,334
Net Ext Growth	(\$5,295)
Investment Return	\$2,993
<b>9/30/2007</b>	\$743,032

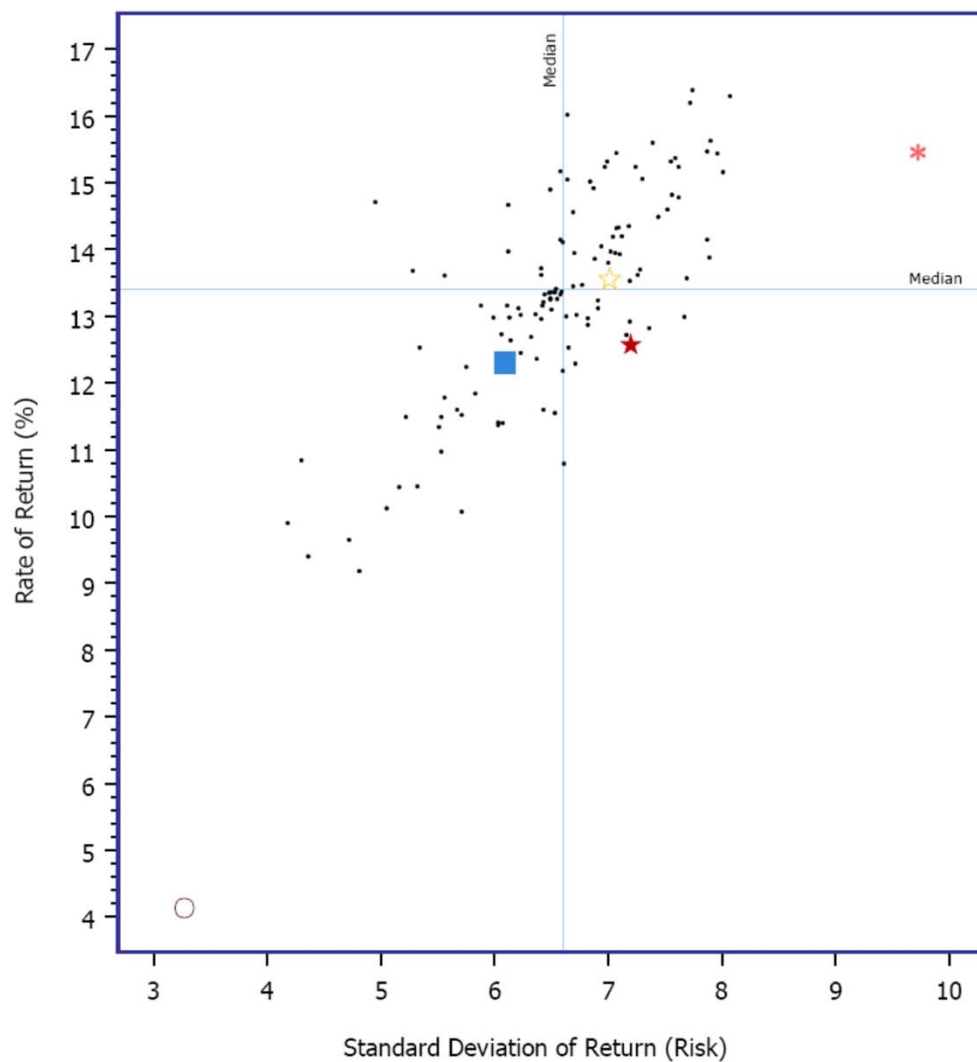
Assets in (\$000)

Allocation by Manager as of 9/30/2007





# Law 5 Year Total Return vs. Risk



	Return	Standard Deviation	Sharpe Ratio
★ OK LAW	12.6 73	7.2 75	1.3 94
■ ALLOC INDEX	12.3 76	6.1 27	1.5 61
☆ POLICY INDEX	13.6 45	7.0 67	1.5 68
* S&P 500	15.5 10	9.7 100	1.2 98
○ LB AGGREGATE	4.1 100	3.3 1	0.4 100
<b>Median</b>	13.4	6.6	1.5



# Law Total Return

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Law Enforcement	0.4%	94	12.6%	81	11.3%	74	12.6%	73	7.2%	32
Allocation Index	1.9%	60	13.9%	66	11.5%	70	12.3%	76	5.6%	83
Policy Index	1.6%	72	13.3%	70	12.0%	66	13.6%	45	6.6%	45
Med Tot Public Fund	2.1%		15.1%		12.8%		13.4%		6.5%	
Green = 1st Quartile										
Yellow = 2nd Quartile										
Blue = 3rd Quartile										
Red = 4th Quartile										

## Years Ending September 30

	Sep-07		Sep-06		Sep-05		Sep-04		Sep-03		Sep-02		Sep-01	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Law Enforcement	12.6%	81	7.6%	82	13.9%	40	11.1%	61	18.0%	41	(4.0)%	18	(6.4)%	23
Allocation Index	13.9%	66	9.7%	52	11.1%	78	10.8%	68	16.1%	68	(7.4)%	61	(11.6)%	60
Policy Index	13.3%	70	10.1%	39	12.6%	58	12.5%	33	19.6%	25	(6.5)%	48	(11.3)%	59
Med Tot Pub Fund	15.1%		9.8%		13.3%		11.7%		17.5%		(6.6)%		(10.5)%	
Green = 1st Quartile														
Yellow = 2nd Quartile														
Blue = 3rd Quartile														
Red = 4th Quartile														



# Law Performance

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Equity Only Composite	(1.7)%	74	13.2%	79	12.5%	85	16.4%	68		
S&P 500	2.0%		16.4%		13.1%		15.5%		2.6%	
Equity Only Public Funds Median	0.6%		16.5%		14.4%		17.7%		6.1%	
International Equity Only Composite	1.5%	56	27.4%	41	24.9%	47	22.3%	82		
CITI PMI EPAC	2.7%		25.5%		24.0%		24.0%		8.6%	
International Equity Only Median	1.9%		26.1%		24.3%		25.4%		12.0%	
Fixed Inc Only Composite	3.1%	27	5.5%	45	4.1%	64	4.1%	75		
Lehman Aggregate	2.8%		5.1%		3.9%		4.1%		6.0%	
Fixed Inc Only Public Funds Median	2.7%		5.3%		4.2%		4.7%		6.4%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										



# Law Performance

## Periods Ending September 30 Manager Ranked Against Appropriate Peer Group

Domestic Equity	% Portfolio	Quarter		1 Year		3 Year		5 Year	
		% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>Large Value</b>									
Hotchkis & Wiley	15.5%	(6.9)%	95	6.8%	88	11.5%	98	18.9%	84
Russell 1000 Value		(0.2)%		14.4%		15.2%		18.1%	
<b>Large Growth</b>									
Mackay Shields	17.8%	2.9%	82	16.6%	69	12.3%	64	11.7%	85
Russell 1000 Growth		4.2%		19.4%		12.2%		13.8%	
<b>Small Value</b>									
Kennedy Capital	8.2%	(3.2)%	26	15.0%	26	14.7%	30	22.6%	19
Russell 2000 Value		(6.3)%		6.1%		12.5%		18.7%	
<b>Small Growth</b>									
Artisan	8.4%	0.9%	93	17.2%	64	n/a		n/a	
Russell 2000 Growth		0.0%		18.9%		14.1%		18.7%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									



# Law Performance

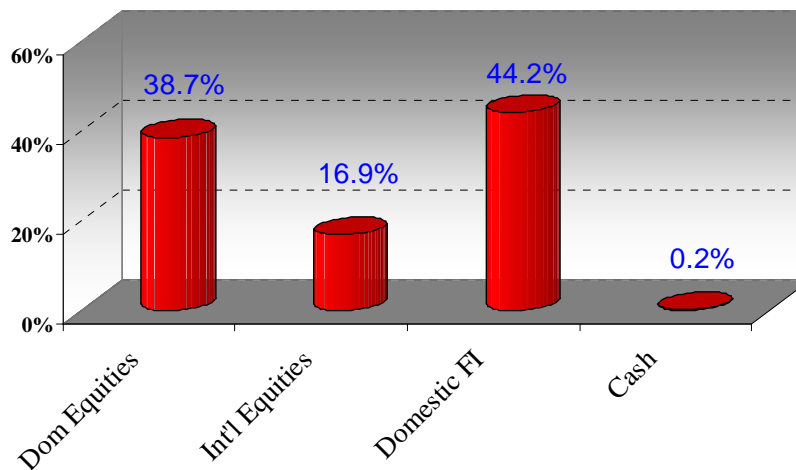
## Periods Ending September 30

	Quarter			1 Year		3 Year		5 Year	
	% Portfolio	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>International Equity</b>									
Mondrian	6.3%	1.4%	59	23.3%	70	n/a		n/a	
Julius Baer	6.2%	1.7%	53	31.7%	19	n/a		n/a	
CITI PMI EPAC		2.7%		25.5%		24.0%		24.0%	
<b>Bond Managers</b>									
<b>Core Bonds</b>									
TCW (Core Plus)	9.8%	3.4%	15	5.9%	14	4.4%	23	4.4%	58
NTGI Bond	19.3%	2.9%	43	5.3%	50	3.9%	78	n/a	
LB Aggregate		2.8%		5.1%		3.9%		4.1%	
<b>Real Estate</b>									
RREEF	6.4%	0	70	8.5%	73	9.8%	83	9.7%	77
NCREIF		4.6%		18.5%		18.4%		15.0%	
<b>Private Investment</b>									
AMR Private Equity	0.6%	3.6%	33	16.8%	64	13.6%	62	12.9%	39
Knightsbridge VI	0.8%	3.4%	34	4.1%	72	n/a		n/a	
American II	0.4%	67.4%	1	67.8%	2	n/a		n/a	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									



# Judges & Justices

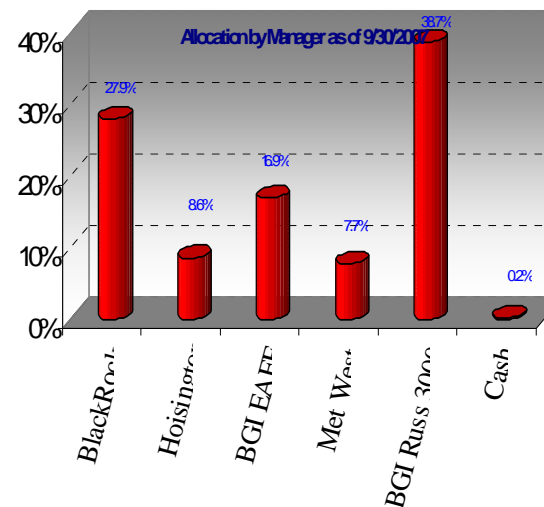
Allocation by Asset Class as of 9/30/2007



Qtr Ending 9/30/2007

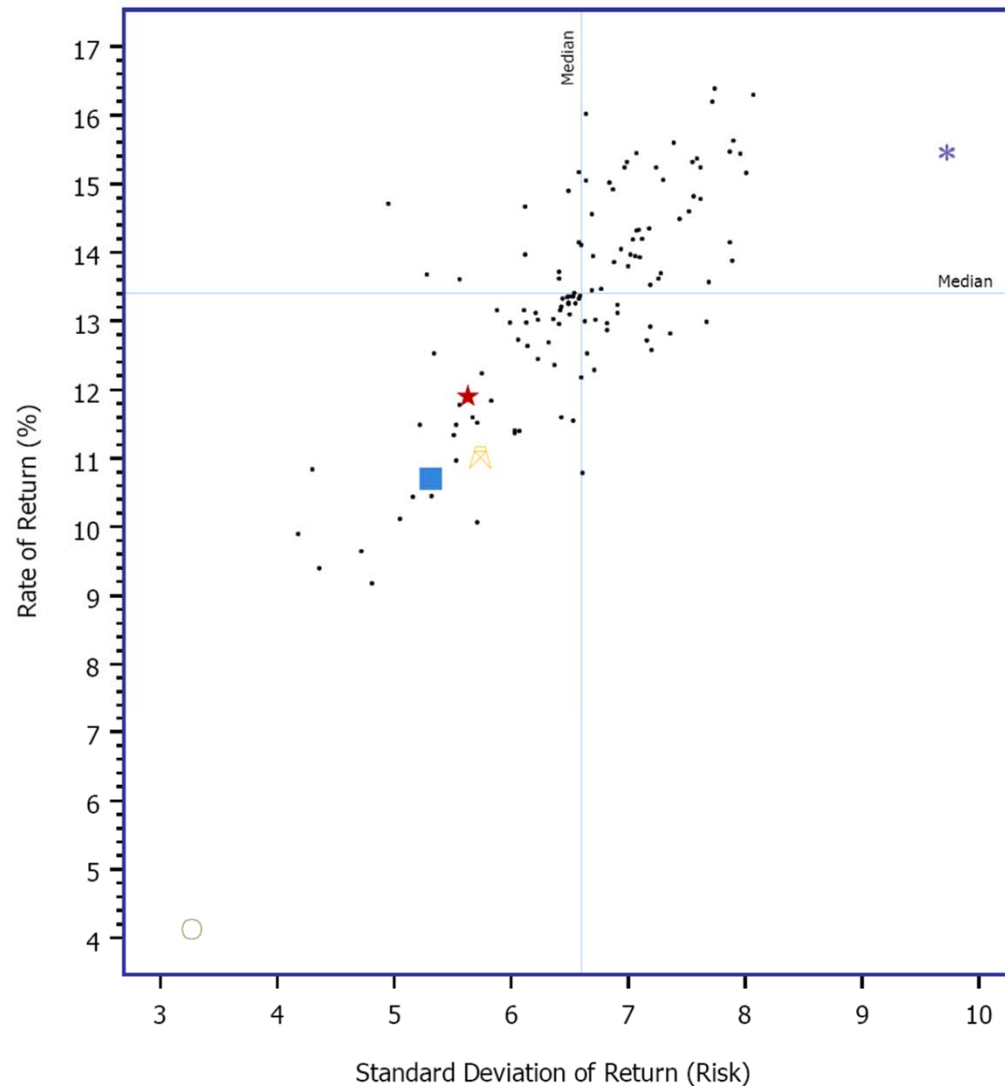
6/30/2007	\$239,999
Net Ext Growth	(\$1,454)
Investment Return	\$6,293
9/30/2007	\$244,838

Assets in (\$000)





# Judges & Justices 5 Year Total Return vs. Risk



	Return	Standard Deviation	Sharpe Ratio
★ <b>OK JUDGES</b>	11.9	5.6	1.5
■ <b>ALLOC INDEX</b>	10.7	5.3	1.4
▲ <b>POLICY INDEX</b>	11.0	5.7	1.4
* <i>S&amp;P 500</i>	15.5	9.7	1.2
○ <i>LB AGGREGATE</i>	4.1	3.3	0.4
<b>Median</b>	13.4	6.6	1.5





# Judges & Justices Total Return

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Judges	2.6%	28	13.0%	75	11.1%	77	11.9%	78	6.3%	53
Allocation Index	2.4%	37	12.8%	77	10.3%	84	10.7%	89	5.9%	72
Policy Index	2.1%	52	11.4%	89	9.7%	88	11.0%	87	5.7%	77
Med Tot Public Fund	2.1%		15.1%		12.8%		13.4%		6.5%	
Green = 1st Quartile										
Yellow = 2nd Quartile										
Blue = 3rd Quartile										
Red = 4th Quartile										

## Years Ending September 30

	Sep-07		Sep-06		Sep-05		Sep-04		Sep-03		Sep-02		Sep-01	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Judges	13.0%	75	8.8%	67	11.4%	76	10.9%	67	15.6%	72	(3.4)%	14	(9.4)%	43
Allocation Index	12.8%	77	8.3%	75	9.7%	83	10.0%	81	12.7%	91	(2.3)%	11	(7.8)%	31
Policy Index	11.4%	89	8.2%	75	9.5%	85	10.1%	79	16.0%	69	(4.7)%	23	(8.1)%	34
Med Tot Pub Fund	15.1%		9.8%		13.3%		11.7%		17.5%		(6.6)%		(10.5)%	
Green = 1st Quartile														
Yellow = 2nd Quartile														
Blue = 3rd Quartile														
Red = 4th Quartile														



# Judges & Justices Performance

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Equity Only Composite	1.6%	42	16.6%	44	13.8%	60	16.6%	66	3.4%	65
S&P 500	2.0%		16.4%		13.1%		15.5%		2.6%	
Equity Only Public Funds Median	0.6%		16.5%		14.3%		17.7%		6.1%	
International Equity Only Composite	2.2%	45	25.2%	56	23.6%	57	23.9%	66	7.5%	93
CITI PMI EPAC	2.7%		25.5%		24.0%		24.0%		8.6%	
International Equity Funds Median	1.9%		26.1%		24.3%		25.4%		12.0%	
Fixed Income Only Composite	3.7%	13	5.6%	36	4.8%	22	5.5%	28	6.8%	31
Lehman Aggregate	2.8%		5.1%		3.9%		4.1%		6.0%	
Fixed Inc Only Public Funds Median	2.7%		5.3%		4.2%		4.7%		6.4%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										

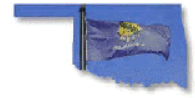


# Judges & Justices Performance

## Periods Ending September 30 Manager Ranked Against Appropriate Peer Group

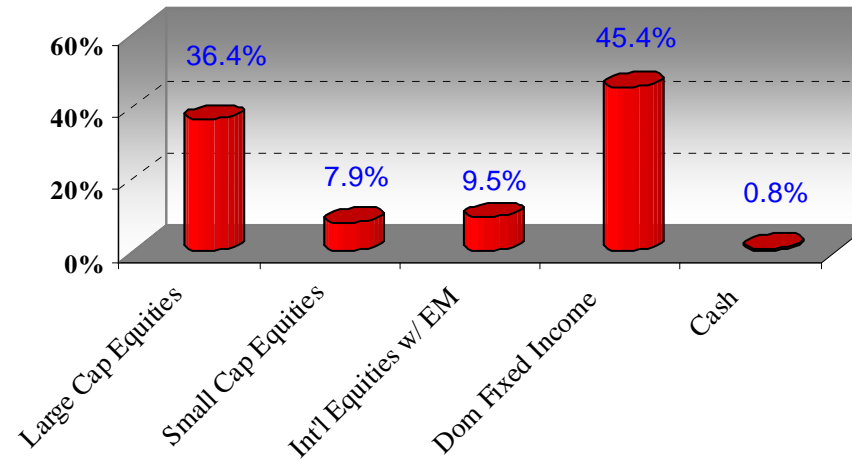
	Quarter			1 Year		3 Year		5 Year	
	% Portfolio	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>Domestic Equity Large Core</b>									
BGI Russell 3000	38.7%	1.6%	48	16.6%	45	13.8%	59	n/a	
Russell 3000		1.6%		16.5%		13.7%		16.2%	
Domestic Equity Comp		1.6%	48	16.6%	45	13.8%	59	16.6%	52
S&P 500		2.0%		16.4%		13.1%		15.5%	
<b>International Equity</b>									
BGI EAFE Fund	16.9%	2.2%	44	25.2%	56	23.6%	57	23.9%	65
CITI PMI EPAC		2.7%		25.5%		24.0%		24.0%	
<b>Bond Managers Core Bonds</b>									
BlackRock	27.9%	3.3%	19	5.6%	26	4.2%	50	4.7%	42
Met West	7.7%	3.0%	32	7.7%	1	5.8%	1	7.8%	1
LB Aggregate		2.8%		5.1%		3.9%		4.1%	
<b>Long Bonds</b>									
Hoisington	8.6%	6.0%	3	3.5%	90	5.8%	5	5.4%	26
Lehman Long		4.9%		4.4%		4.6%		4.5%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									





# Department of Wildlife

Allocation by Asset Class as of 9/30/2007

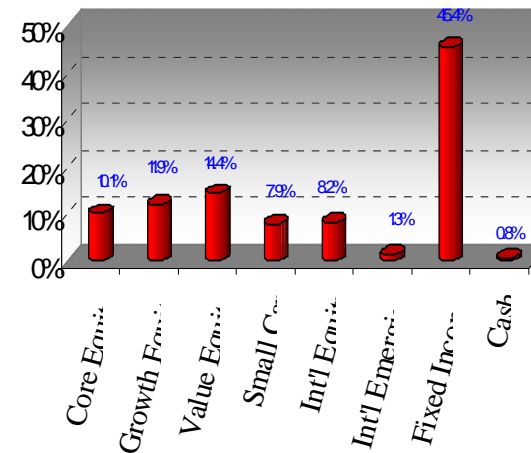


Qtr Ending 9/30/2007

6/30/2007	\$68,863
Net Ext Growth	\$35
Investment Return	\$1,433
9/30/2007	\$70,331

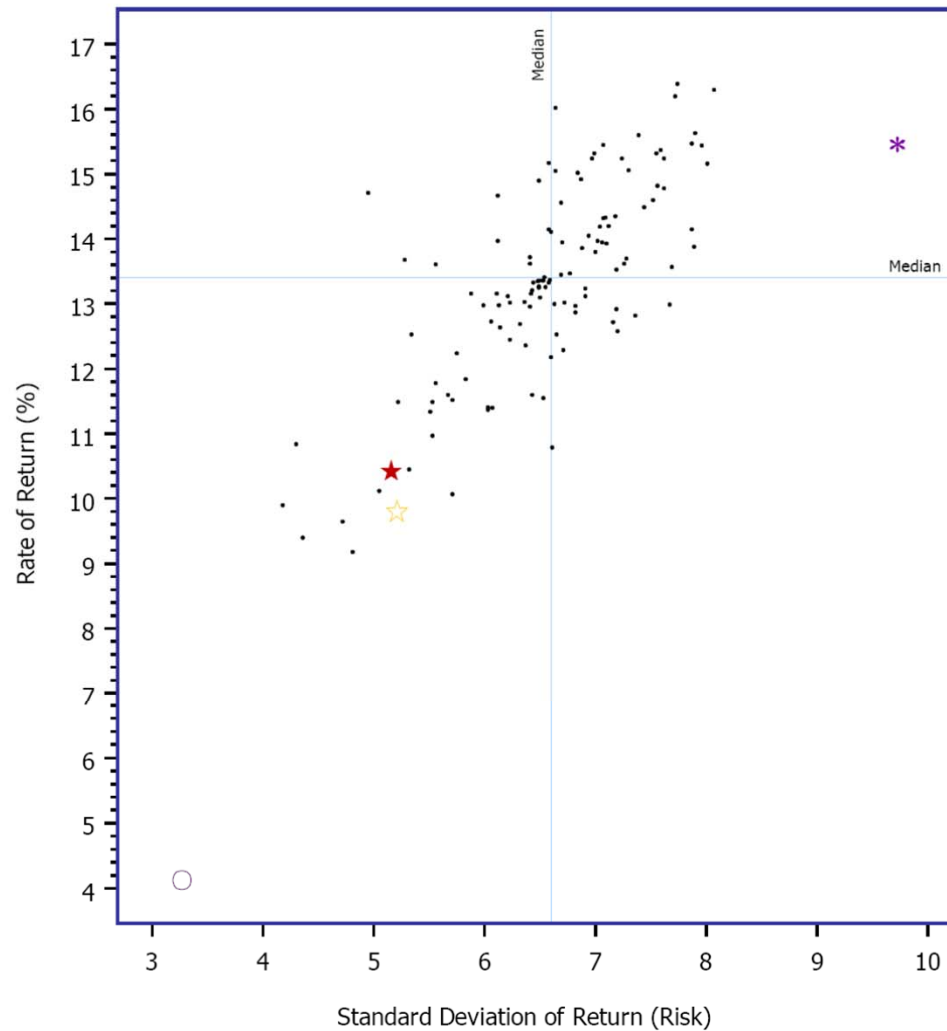
Assets in (\$000)

Allocation by Fund Class as of 6/30/2007





# Wildlife 5 Year Total Return vs. Risk



	Return	Standard Deviation	Sharpe Ratio
★ <b>OK WILDLIFE</b>	10.4 90	5.2 10	1.4 79
☆ <b>POLICY INDEX</b>	9.8 92	5.2 11	1.3 95
* <b>S&amp;P 500</b>	15.5 10	9.7 100	1.2 98
○ <b>LB AGGREGATE</b>	4.1 100	3.3 1	0.4 100
<b>Median</b>	13.4	6.6	1.5



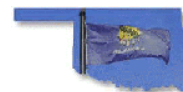
# Wildlife Total Return

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Wildlife	2.1%	54	12.3%	84	10.0%	86	10.4%	90	3.7%	99
Allocation Index	2.1%	51	11.6%	88	10.7%	81	11.0%	89	4.4%	95
Policy Index	2.5%	35	10.8%	90	8.5%	95	9.8%	92	4.6%	94
Med Tot Public Fund	2.1%		15.1%		12.8%		13.4%		6.5%	
Green = 1st Quartile										
Yellow = 2nd Quartile										
Blue = 3rd Quartile										
Red = 4th Quartile										

## Years Ending September 30

	Sep-07		Sep-06		Sep-05		Sep-04		Sep-03		Sep-02		Sep-01	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Wildlife	12.3%	84	7.3%	84	10.5%	80	9.0%	89	13.1%	90	(8.9)%	82	(13.5)%	76
Allocation Index	11.6%	88	11.0%	21	9.4%	86	9.1%	90	14.0%	84	(8.7)%	80	(12.4)%	69
Policy Index	10.8%	90	7.2%	86	7.5%	97	8.8%	90	14.9%	78	(6.5)%	46	(8.4)%	35
Med Tot Pub Fund	15.1%		9.8%		13.3%		11.7%		17.5%		(6.6)%		(10.5)%	
Green = 1st Quartile														
Yellow = 2nd Quartile														
Blue = 3rd Quartile														
Red = 4th Quartile														



# Wildlife Performance

## Periods Ending September 30

	Quarter		1 Year		3 Year		5 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Equity Only Comp	1.5%	44	17.3%	37	n/a		n/a	
S&P 500	2.0%		16.4%		13.1%		15.5%	
Equity Only Median	0.6%		16.5%		13.8%		13.1%	
Int'l Equity Only Composite	2.3%	39	25.6%	24	n/a		n/a	
Citigroup PMI EPAC	2.7%		25.5%		24.0%		24.0%	
Int'l Only Funds Median	1.9%		26.1%		24.3%		25.4%	
Fixed Income Only Comp	2.4%	63	5.2%	59	n/a		n/a	
Lehman Aggregate	2.8%		5.1%		3.9%		4.1%	
Fixed Inc Only Fnd Median	2.7%		5.3%		4.2%		4.7%	
<p>Green = 1st Quartile            Yellow = 2nd Quartile            Blue = 3rd Quartile            Red = 4th Quartile</p>								



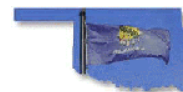


# Wildlife Performance

## Periods Ending September 30 Manager Ranked Against Appropriate Peer Group

Domestic Equity	Quarter		1 Year		3 Year		5 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>Large Core</b>								
Core Equity	3.6%	4	16.6%	44	n/a		n/a	
S&P 500	2.0%		16.4%		13.1%		15.5%	
<b>Large Growth</b>								
Growth Equity	3.9%	66	20.0%	48	n/a		n/a	
Russell 1000 Growth	4.2%		19.4%		12.2%		13.8%	
<b>Large Value</b>								
Value Equity	(0.7)%	43	16.8%	20	n/a		n/a	
Russell 1000 Value	(0.2)%		14.4%		15.2%		18.1%	
<b>Small Cap</b>								
Core Equity	(2.6)%	36	13.4%	61	n/a		n/a	
Russell 2000	(3.1)%		12.4%		13.4%		18.7%	
<b>International</b>								
International Equity	2.3%	75	25.6%	75	n/a		n/a	
International Emerging	13.5%	77	n/a	69	n/a		n/a	
Citigroup PMI EPAC	2.7%		25.5%		24.0%		24.0%	
<b>Fixed Income</b>								
Fixed Income	2.8%	52	5.5%	27	n/a		n/a	
LB Aggregate	2.8%		5.1%		3.9%		4.1%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile								





# Size & Style

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- *Each domestic equity manager's portfolio is loaded into NEPC's system (stock by stock) and the portfolio is compared to all other portfolios in the universe. The portfolio receives a "score" based on the overall size and style of its holdings.*
  
- *Why?...*
  - Size and style are two of the most important decisions a manager makes.*
  - Acts as a check on manager consistency over time.*
  - Offers an opportunity to compare relative performance with peers.*
  - Assists in diversifying the overall fund equity exposure.*
  
- *Calculations...*
  - Size is measured by how far above or below the universe median a manager's portfolio falls.*
  - Style gives consideration to: book to price, earnings growth, earnings to price and yield. Each of these factors is captured from the latest reported data.*
  
- *Results...*
  - The size and style scores allow each manager (or fund Composite, when summarizing) to be placed into one of nine peer groups (three by size times three by style).*
  
- *Comment...*
  - No methodology captures all of the complex decisions a manager makes but this exercise offers one more analytical tool.*



# Customized Indices: Policy and Allocation

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- *For each Total Fund actual return we report to you, if we have available information, we also construct two hypothetical returns: A Policy Index return and an Allocation Index return.*
- *These two hypothetical returns are useful in diagnosing to what factors the total return can be attributed.*
- *The Policy Index is merely the return the Fund would have had if the policy target allocation had been strictly adhered to and each asset class investment would have been in an index fund for that class, rather than with an active manager.*
- *The Allocation Index is the return the Fund would have had using the actual allocation of the Fund and index returns, as above with the Policy Index.*
- *NOTE: These tools are most useful over longer time periods and are not particularly useful over the short run.*
- *Looking at the Policy Index for longer term returns gives us a base-line. What part of the Fund's return can be attributed to being in the right asset classes? For example, the Teachers Fund Policy Index "return" of 14.2% for the last five years accounted for the majority of the actual return of 15.3% for that time period. This is not surprising and is as it should be. Policy decisions (what asset classes to be in and to what extent) are the most important decisions a Fund's Board makes.*
- *Turning to the Allocation Index. What information does this add? Remember, that the only difference between it and the Policy Index is that we let the allocation "drift" away from the target to the same extent as actually occurred. Then, the difference in return (in this example 13.3%-14.2%) can be attributed to this allowed drift. In this time period, letting asset classes drift beyond their targets had a negative effect on the performance of the Fund.*
- *Lastly, we compare actual return to the hypothetical Allocation Index return to see what contribution was made by active management. Here we see that substantial value was added during this time period (15.3%-13.3%).*



# Information Disclosure

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- New England Pension Consultants, Inc. (NEPC) uses, as its data source, the plan's custodian bank or fund service company, and NEPC relies on those sources for security pricing, calculation of accruals, and all transactions, including income payments, splits, and distributions. While NEPC has exercised reasonable professional care in preparing this report, we cannot guarantee the accuracy of all source information contained within.
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