

# Oklahoma State Pension Commission

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Fourth Quarter 2009  
Investment Performance Analysis

February 10, 2010

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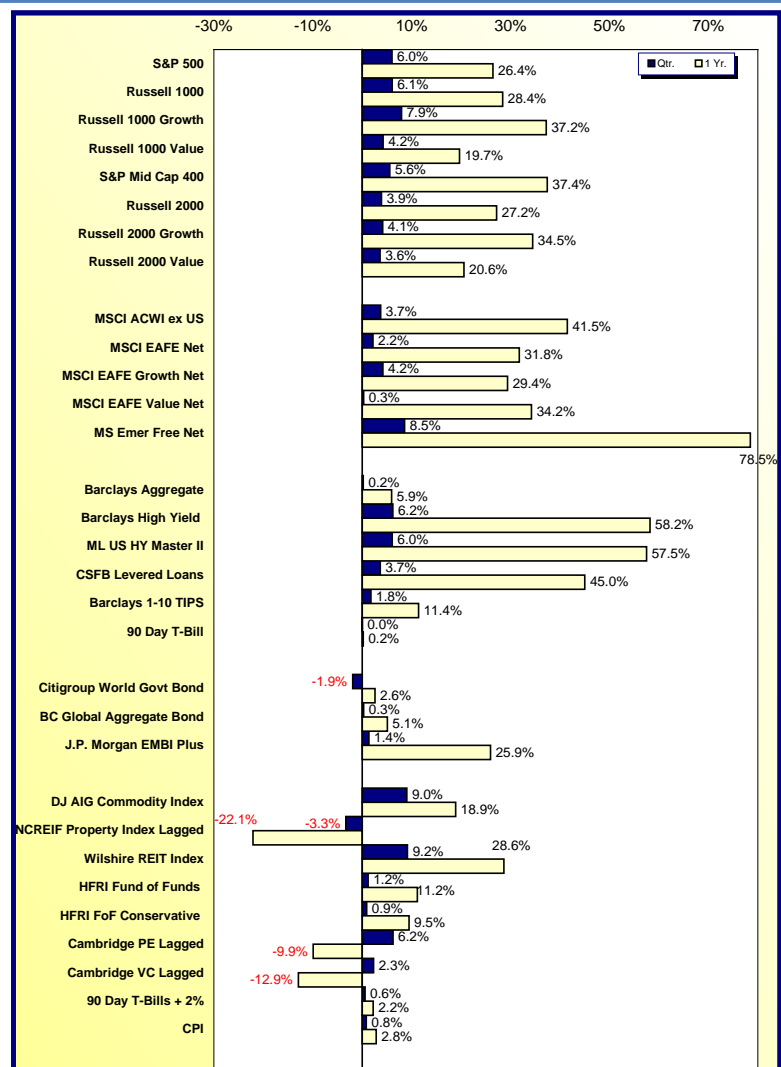
# Table of Contents

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- > *Market Environment*
  - > *Asset Allocation / Investment Policy Targets*
  - > *Performance Summary*
  - > *Performance Detail*
    1. *Teachers*
    2. *PERS*
    3. *Firefighters*
    4. *Police*
    5. *Law Enforcement*
    6. *Judges & Justices*
    7. *Department of Wildlife*
    8. *Appendix*
-

# Market Environment – Overview (As of 12/31/2009)

		Qtr.	1 Yr.	3 Yr.	5 Yr.	10 Yr.
<b>Domestic Equity Benchmarks</b>						
S&P 500	Large Core	6.0%	26.4%	-5.6%	0.4%	-0.9%
Russell 1000	Large Core	6.1%	28.4%	-5.4%	0.8%	-0.5%
Russell 1000 Growth	Large Growth	7.9%	37.2%	-1.9%	1.6%	-4.0%
Russell 1000 Value	Large Value	4.2%	19.7%	-9.0%	-0.3%	2.5%
S&P Mid Cap 400	Mid Core	5.6%	37.4%	-1.8%	3.3%	6.4%
Russell 2000	Small Core	3.9%	27.2%	-6.1%	0.5%	3.5%
Russell 2000 Growth	Small Growth	4.1%	34.5%	-4.0%	0.9%	-1.4%
Russell 2000 Value	Small Value	3.6%	20.6%	-8.2%	-0.0%	8.3%
<b>International Equity Benchmarks</b>						
MSCI ACWI ex US	International	3.7%	41.5%	-3.5%	5.8%	2.7%
MSCI EAFE Net	Int'l Developed	2.2%	31.8%	-6.0%	3.5%	1.2%
MSCI EAFE Growth Net	Int'l Developed	4.2%	29.4%	-4.8%	3.7%	-1.3%
MSCI EAFE Value Net	Int'l Developed	0.3%	34.2%	-7.3%	3.4%	3.5%
MS Emer Free Net	Int'l Emerging	8.5%	78.5%	5.1%	15.5%	9.9%
<b>Domestic Fixed Income Benchmarks</b>						
Barclays Aggregate	Core Bonds	0.2%	5.9%	6.0%	5.0%	6.3%
Barclays High Yield	High Yield	6.2%	58.2%	6.0%	6.5%	6.7%
ML US HY Master II	High Yield	6.0%	57.5%	5.8%	6.3%	6.5%
CSFB Levered Loans	Bank Loans	3.7%	45.0%	1.7%	3.6%	0.0%
Barclays 1-10 TIPS	Inflation	1.8%	11.4%	6.7%	4.6%	7.7%
90 Day T-Bill	Cash	0.0%	0.2%	2.4%	3.0%	3.0%
<b>Global Fixed Income Benchmarks</b>						
Citigroup World Govt Bond	Global Bonds	-1.9%	2.6%	8.1%	4.5%	6.6%
BC Global Aggregate Bond	Global Bonds	0.3%	5.1%	5.3%	4.8%	5.8%
J.P. Morgan EMBI Plus	Em. Mkt. Bonds	1.4%	25.9%	6.6%	8.4%	10.9%
<b>Alternative Benchmarks</b>						
DJ AIG Commodity Index	Commodities	9.0%	18.9%	-3.8%	2.0%	7.1%
NCREIF Property Index Lagged	Real Estate	-3.3%	-22.1%	-1.3%	6.2%	7.8%
Wilshire REIT Index	REIT	9.2%	28.6%	-13.6%	-0.0%	10.7%
HFRI Fund of Funds	Hedge Funds	1.2%	11.2%	-1.2%	2.7%	4.0%
HFRI FoF Conservative	Hedge Funds	0.9%	9.5%	-1.9%	1.7%	3.5%
Cambridge PE Lagged	Private Equity	6.2%	-9.9%	3.7%	13.1%	9.3%
Cambridge VC Lagged	Venture Capital	2.3%	-12.9%	2.1%	5.7%	2.6%
90 Day T-Bills + 2%	Cash + 2%	0.6%	2.2%	4.4%	5.1%	5.0%
CPI	Inflation	0.8%	2.8%	2.3%	2.6%	2.6%

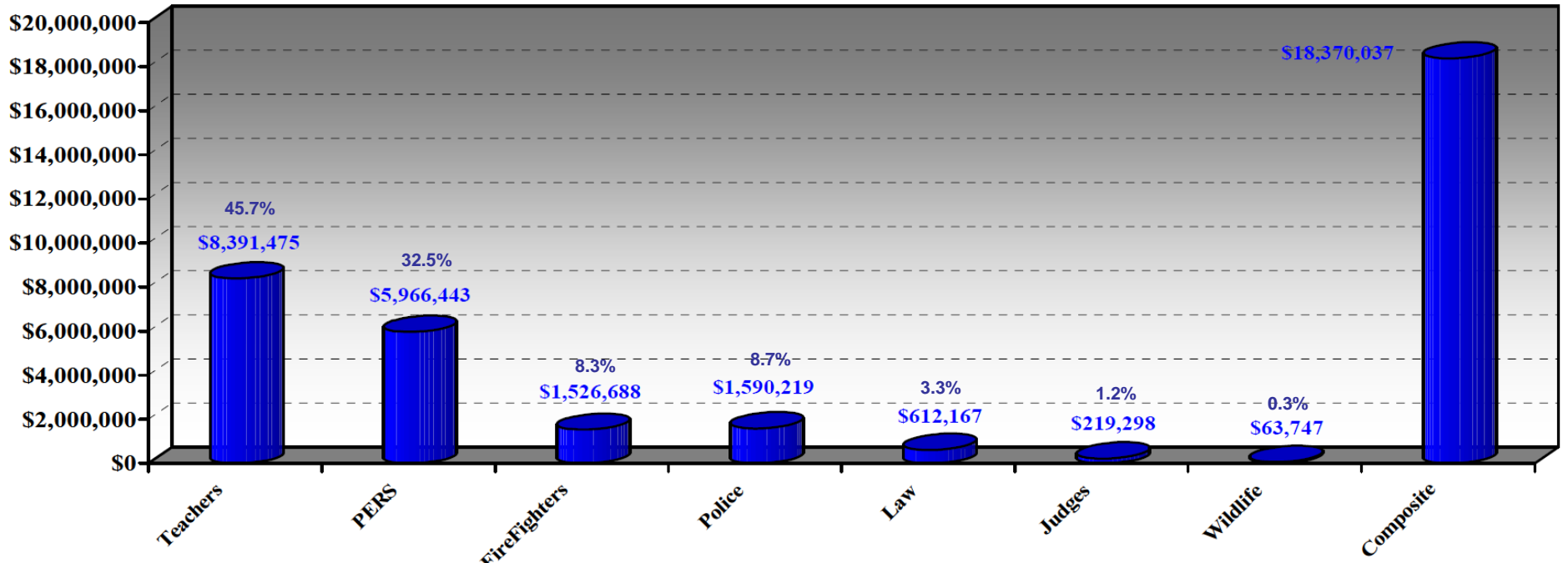


# Oklahoma State Pension Commission

Asset Growth Summary

Period Ending December 31, 2009

Relative Size- All Funds as of 12/31/09



Qtr Ending 12/31/2009		Qtr Ending 12/31/2009		Qtr Ending 12/31/2009		Qtr Ending 12/31/2009		Qtr Ending 12/31/2009		Qtr Ending 12/31/2009		Qtr Ending 12/31/2009		Qtr Ending 12/31/2009	
9/30/2009	\$8,141,099	9/30/2009	\$5,807,087	9/30/2009	\$1,492,681	9/30/2009	\$1,547,140	9/30/2009	\$599,665	9/30/2009	\$214,771	9/30/2009	\$62,064	9/30/2009	\$17,864,507
Net Ext Growth	(\$57,804)	Net Ext Growth	(\$15,934)	Net Ext Growth	(\$13,219)	Net Ext Growth	(\$9,073)	Net Ext Growth	(\$5,068)	Net Ext Growth	(\$1,767)	Net Ext Growth	\$19	Net Ext Growth	(\$102,846)
Investment Return	\$308,180	Investment Return	\$175,290	Investment Return	\$47,226	Investment Return	\$52,152	Investment Return	\$17,570	Investment Return	\$6,294	Investment Return	\$1,664	Investment Return	\$608,376
12/31/2009	\$8,391,475	12/31/2009	\$5,966,443	12/31/2009	\$1,526,688	12/31/2009	\$1,590,219	12/31/2009	\$612,167	12/31/2009	\$219,298	12/31/2009	\$63,747	12/31/2009	\$18,370,037
1-Year Ending 12/31/2009		1-Year Ending 12/31/2009		1-Year Ending 12/31/2009		1-Year Ending 12/31/2009		1-Year Ending 12/31/2009		1-Year Ending 12/31/2009		1-Year Ending 12/31/2009		1-Year Ending 12/31/2009	
12/31/2008	\$6,986,970	12/31/2008	\$5,041,115	12/31/2008	\$1,365,648	12/31/2008	\$1,379,081	12/31/2008	\$541,508	12/31/2008	\$182,124	12/31/2008	\$54,565	12/31/2008	\$15,551,011
Net Ext Growth	(\$268,779)	Net Ext Growth	(\$100,051)	Net Ext Growth	(\$53,656)	Net Ext Growth	(\$23,838)	Net Ext Growth	(\$18,418)	Net Ext Growth	\$80	Net Ext Growth	\$263	Net Ext Growth	(\$464,399)
Investment Return	\$1,673,284	Investment Return	\$1,025,379	Investment Return	\$214,696	Investment Return	\$234,976	Investment Return	\$89,077	Investment Return	\$37,094	Investment Return	\$8,919	Investment Return	\$3,283,425
12/31/2009	\$8,391,475	12/31/2009	\$5,966,443	12/31/2009	\$1,526,688	12/31/2009	\$1,590,219	12/31/2009	\$612,167	12/31/2009	\$219,298	12/31/2009	\$63,747	12/31/2009	\$18,370,037
Teachers		PERS		Fire Fighters		Police		Law		Judges		Wildlife		Composite	

# Oklahoma State Pension Commission

Asset Allocation Summary  
Period Ending December 31, 2009

## Investment Policy Asset Allocation Targets

Key Policy Items		Teachers	PERS*	Firefighters	Police	Law	Judges	Wildlife
<b>TOTAL EQUITY</b>	Target	70.0%	64.0%	65.0%	55.0%	60.0%	61.0%	50.0%
	Actual	62.2%	66.1%	65.2%	54.4%	61.1%	67.1%	50.2%
	Range	65-75	59-69	60-70	50-60	55-65	59-69	45-55
<i>Large Cap</i>	Target	28.0%	36.0%	30.0%	20.0%	25.0%	36.0%	35.0%
	Actual	23.6%	36.9%	32.7%	20.7%	33.6%	35.2%	34.8%
	Range	23-33	31-41	25-35	15-25	20-30	31-41	30-40
<i>MidCap</i>	Target	15.0%		-	-	-		-
	Actual	13.6%		-	-	-		-
	Range	10-20		-	-	-		-
<i>Small Cap</i>	Target	10.0%	4.0%	12.5%	10.0%	15.0%	1.0%	10.0%
	Actual	9.2%	4.8%	10.8%	8.5%	9.1%	6.3%	7.5%
	Range	5-15	0-9	7.5-17.5	5-15	10-20	0-6	5-15
<i>Int'l Equity</i>	Target	17.0%	24.0%	12.5%	10.0%	10.0%	24.0%	10.0%
	Actual	15.8%	24.4%	12.9%	10.5%	8.3%	25.6%	7.9%
	Range	12-22	19-29	7.5-17.5	5-15	5-15	19-29	5-15
<i>Long/Short Eq</i>	Target	-	-	10.0%	15.0%	10.0%	-	-
	Actual	-	-	8.8%	14.7%	10.1%	-	-
	Range	-	-	5-15	10-20	5-15	-	-
<b>TOTAL FIXED INC.</b>	Target	30.0%	36.0%	25.0%	17.5%	30.0%	36.0%	50.0%
	Actual	36.2%	33.4%	20.9%	19.2%	31.3%	32.6%	46.0%
	Range	25-35	31-41	20-30	12.5-22.5	25-35	31-41	45-55
<i>Dom. Fixed Inc.</i>	Target	30.0%	36.0%	25.0%	12.5%	30.0%	36.0%	50.0%
	Actual	36.2%	33.4%	18.9%	14.3%	31.3%	32.6%	46.0%
	Range	25-35	31-41	20-30	7.5-17.5	25-35	31-41	45-55
<i>Int'l Fixed Inc.</i>	Target	-	-	-	5.0%	-	-	-
	Actual	-	-	2.0%	4.9%	-	-	-
	Range	-	-	-	2-8	-	-	-
<b>TOTAL ALTERNATIVES</b>	Target	-	-	10.0%	27.5%	10.0%	-	-
	Actual	1.4%	0.0%	12.0%	25.2%	7.7%	0.0%	0.0%
	Range	-	-	5-15	22.5-32.5	5-15	-	-
<i>Low Vol. Hedge Funds</i>	Target	-	-	5.0%	12.5%	-	-	-
	Actual	-	-	7.3%	9.3%	-	-	-
	Range	-	-	2-8	7.5-17.5	-	-	-
<i>Private Equity</i>	Target	-	-	-	10.0%	3.0%	-	-
	Actual	1.4%	-	-	11.7%	2.8%	-	-
	Range	-	-	-	5-15	0-5	-	-
<i>Real Estate</i>	Target	-	-	5.0%	5.0%	7.0%	-	-
	Actual	-	-	4.7%	4.2%	4.9%	-	-
	Range	-	-	2-8	0-10	2-12	-	-
<b>CASH</b>	Actual	0.2%	0.4%	1.9%	1.1%	0.0%	0.2%	3.8%

Out of Range

\*The Russell 3000 index was broken down into Large Cap & Small Cap allocations for the PERS retirement plan

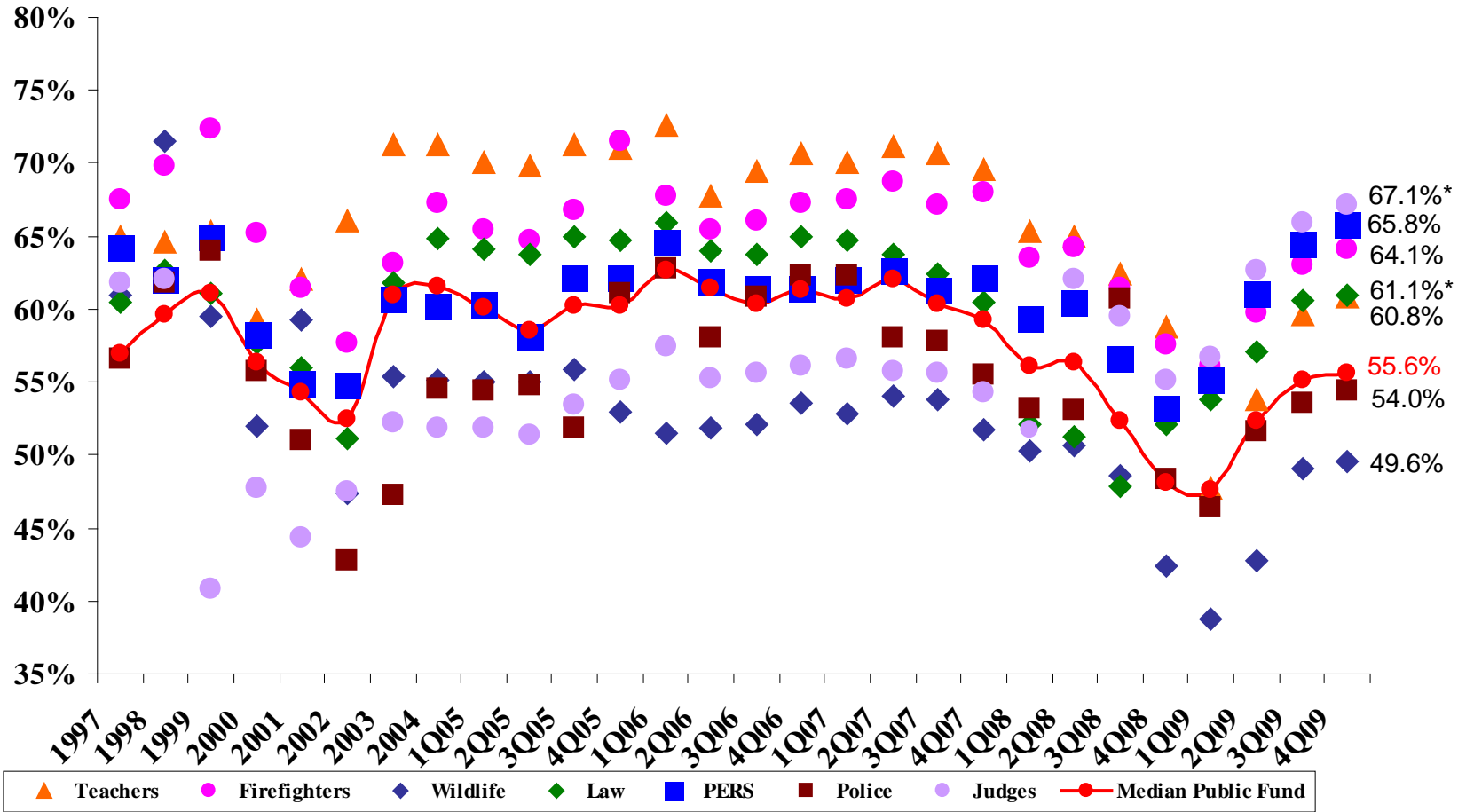
\*\*Real Assets is included in Real Estate

Please note that allocation targets may not add to 100% due to rounding.

# Oklahoma State Pension Commission

Equity Commitment

Period Ending December 31, 2009



\*Cash allocations not broken out for individual managers

# Oklahoma State Pension Commission

Total Fund Performance

Period Ending December 31, 2009

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Teachers	3.8%	19	24.9%	14	(0.4)%	35	3.8%	33	8.5%	7
PERS	3.0%	64	20.7%	33	(0.1)%	30	3.9%	31	7.3%	27
Firefighters	3.2%	60	15.4%	75	(1.4)%	59	3.1%	63	6.5%	56
Police	3.4%	43	17.4%	58	(0.2)%	33	4.1%	24	7.4%	25
Law	3.0%	64	16.7%	62	(2.0)%	80	2.4%	87	6.3%	60
Judges	2.9%	65	20.5%	34	(0.2)%	32	3.5%	44	6.6%	56
Wildlife	2.6%	82	16.1%	67	(1.1)%	52	2.6%	83	5.4%	92
Med Tot Public Fund	3.3%		18.5%		(1.1)%		3.4%		6.7%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										

# Oklahoma State Pension Commission

Year Ending December Performance

Period Ending December 31, 2009

	Dec-09		Dec-08		Dec-07		Dec-06		Dec-05		Dec-04		Dec-03	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Teachers	24.9%	14	(26.0)%	55	6.9%	74	13.7%	47	7.4%	45	13.7%	7	29.0%	3
PERS	20.7%	33	(23.5)%	29	8.2%	50	13.0%	65	7.2%	52	11.2%	48	22.2%	46
Firefighters	15.4%	75	(24.3)%	38	9.8%	21	12.6%	70	7.9%	32	11.5%	40	19.8%	70
Police	17.4%	58	(23.1)%	23	9.9%	19	14.5%	29	7.4%	47	10.5%	66	21.9%	47
Law	16.7%	62	(23.8)%	32	5.8%	93	11.7%	78	7.1%	53	11.0%	53	22.9%	37
Judges	20.5%	34	(23.3)%	25	7.6%	59	12.2%	76	6.6%	65	10.3%	71	19.1%	78
Wildlife	16.1%	67	(22.0)%	15	6.9%	73	11.0%	85	5.9%	77	7.9%	96	17.4%	88
Med Tot Pub Fund	18.5%		(25.6)%		8.2%		13.7%		7.2%		11.1%		21.7%	
<p>Green = 1st Quartile</p> <p>Yellow = 2nd Quartile</p> <p>Blue = 3rd Quartile</p> <p>Red = 4th Quartile</p>														

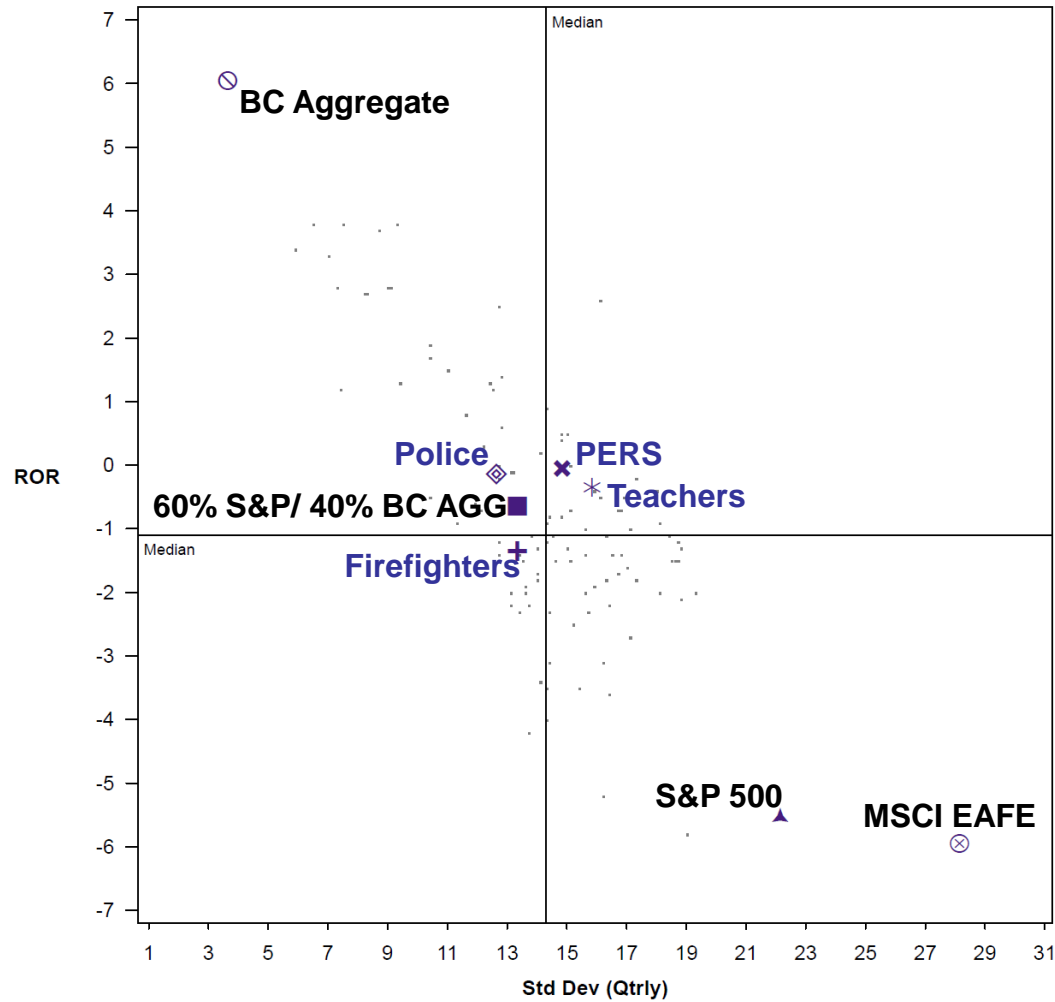


# Oklahoma State Pension Commission

3 Year Risk/Return

Period Ending December 31, 2009

## 3 Year Risk vs. Return



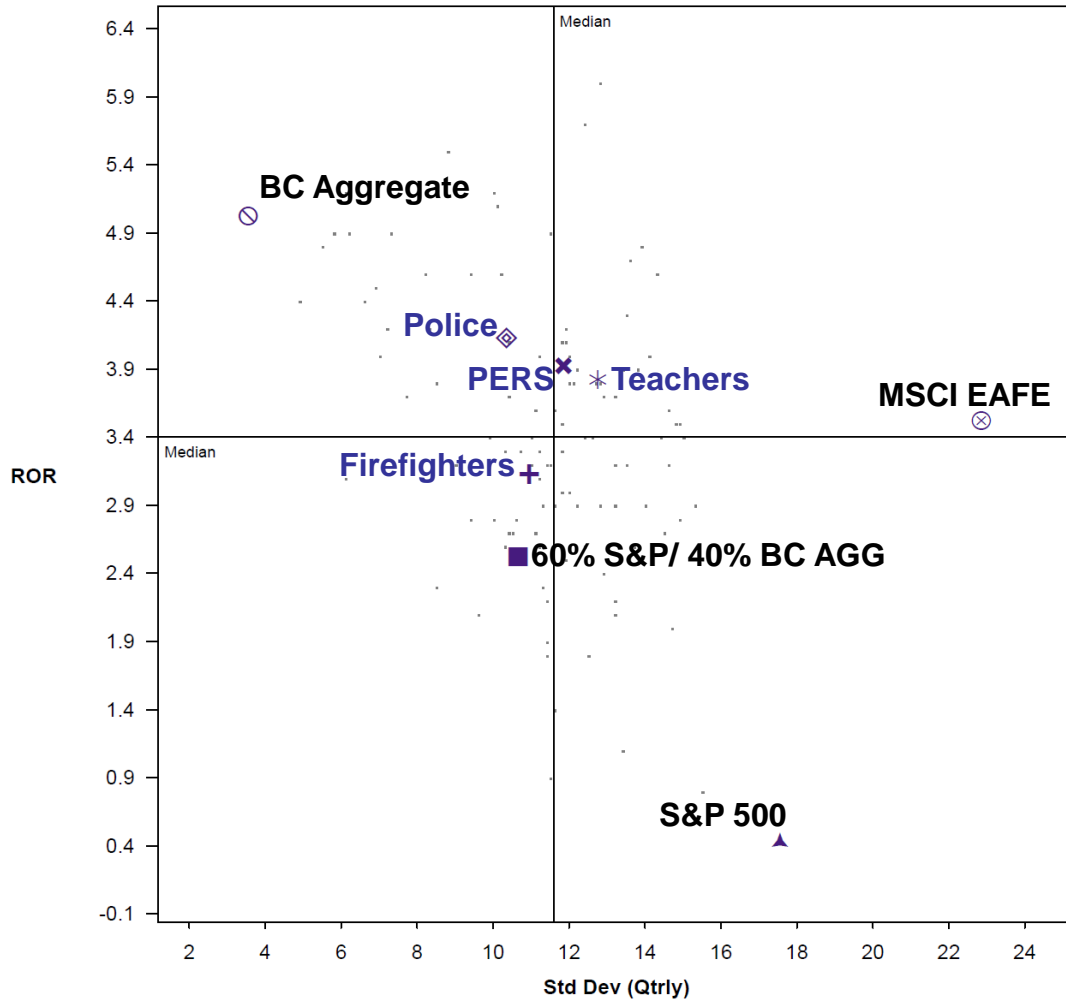
NAME	Return	Standard Deviation
* OK TEACHERS	-0.4 35	15.9 71
* OK PERS	-0.1 30	14.9 59
+ OK FIREFIGHTERS	-1.4 59	13.4 32
◇ OK POLICE	-0.2 33	12.7 24
▲ S&P 500	-5.6 100	22.2 100
○ BC AGGREGATE	6.0 1	3.7 1
■ 60% S&P 500 / 40% BC AGGREGA	-0.7 42	13.4 32
⊗ MSCI EAFE (NET)	-6.0 100	28.2 100
Median	-1.1	14.3

# Oklahoma State Pension Commission

5 Year Risk/Return

Period Ending December 31, 2009

## 5 Year Risk vs. Return



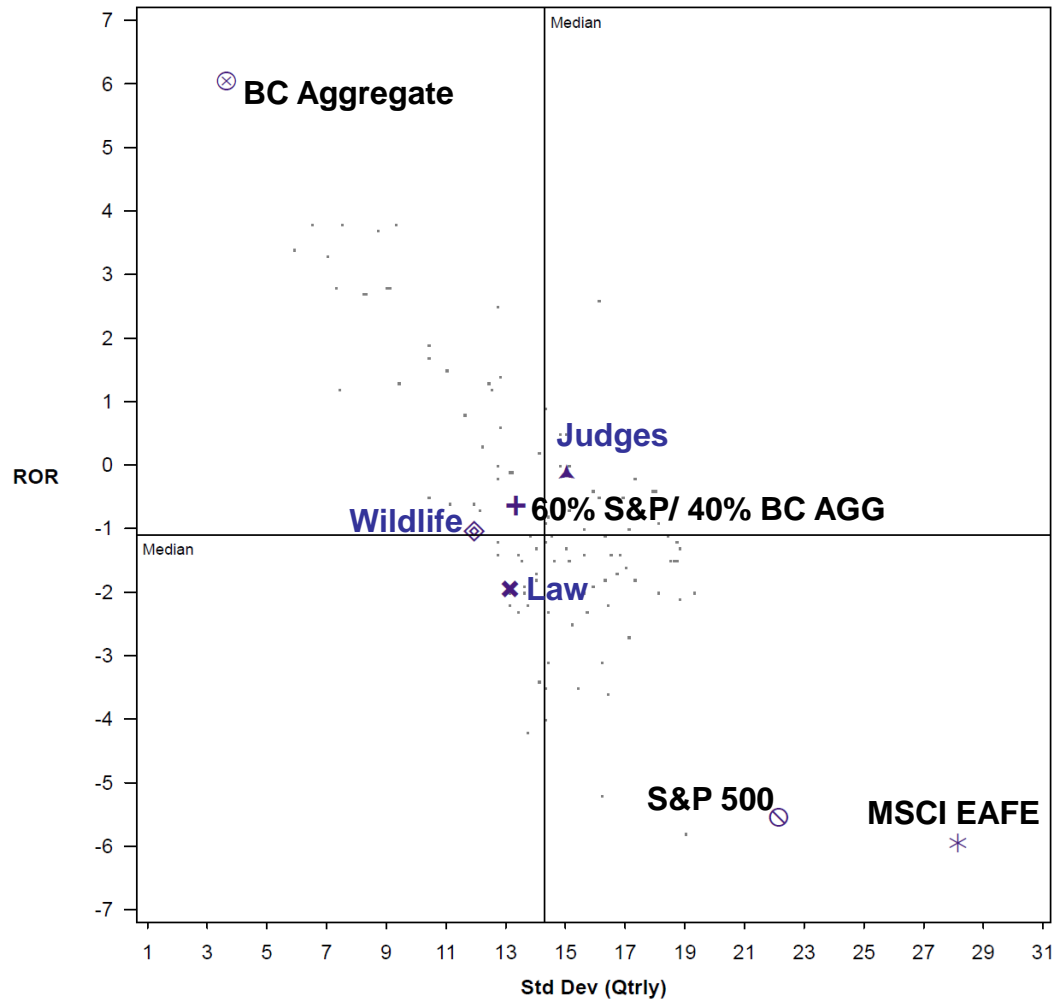
NAME	Return	Standard Deviation
* OK TEACHERS	3.8 33	12.8 73
* OK PERS	3.9 31	11.9 57
+ OK FIREFIGHTERS	3.1 63	11.0 33
◇ OK POLICE	4.1 24	10.4 29
▲ S&P 500	0.4 100	17.6 100
○ BC AGGREGATE	5.0 6	3.6 1
■ 60% S&P 500 / 40% BC AGGREGA	2.5 85	10.7 31
⊗ MSCI EAFE (NET)	3.5 44	22.9 100
Median	3.4	11.6

# Oklahoma State Pension Commission

3 Year Risk/Return

Period Ending December 31, 2009

## 3 Year Risk vs. Return



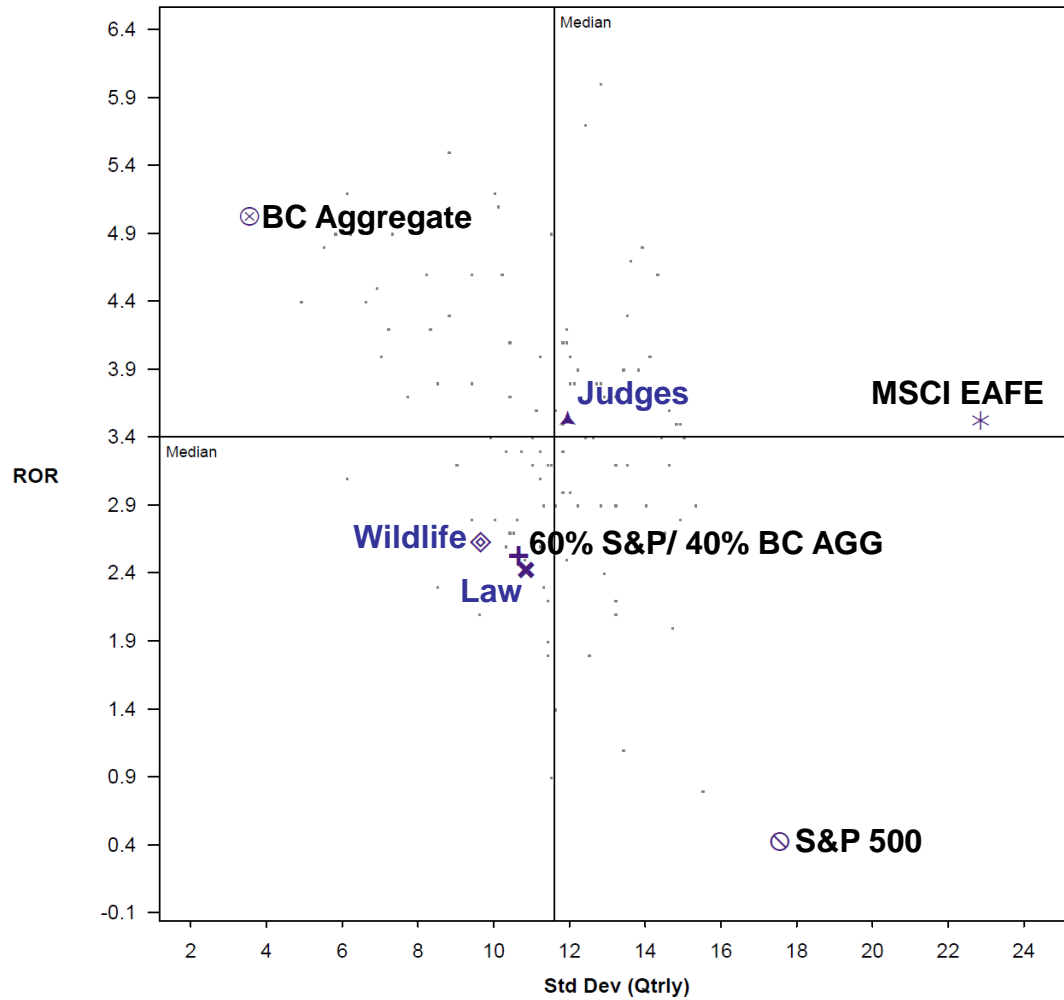
NAME	Return	Standard Deviation
✖ OK LAW	-2.0 80	13.2 32
▲ OK JUDGES	-0.2 32	15.1 64
◊ OK WILDLIFE	-1.1 52	12.0 19
⊖ S&P 500	-5.6 100	22.2 100
⊗ BC AGGREGATE	6.0 1	3.7 1
+ 60% S&P 500 / 40% BC AGGREGA	-0.7 42	13.4 32
* MSCI EAFE (NET)	-6.0 100	28.2 100
Median	-1.1	14.3

# Oklahoma State Pension Commission

5 Year Risk/Return

Period Ending December 31, 2009

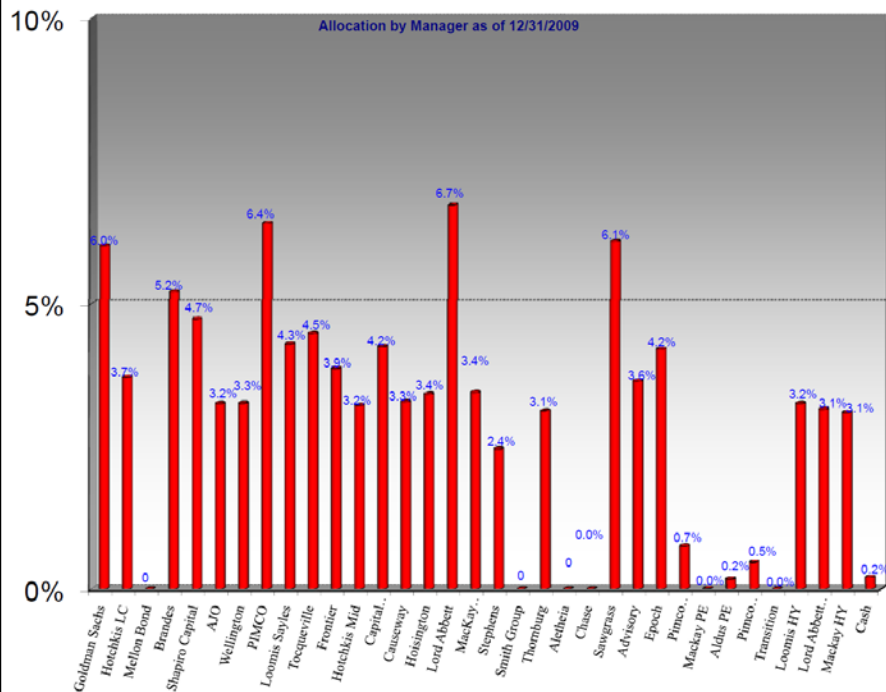
## 5 Year Risk vs. Return



NAME	Return	Standard Deviation
✖ OK LAW	2.4 87	10.9 32
▲ OK JUDGES	3.5 44	12.0 59
◊ OK WILDLIFE	2.6 83	9.7 20
○ S&P 500	0.4 100	17.6 100
⊗ BC AGGREGATE	5.0 6	3.6 1
+ 60% S&P 500 / 40% BC AGGREGA	2.5 85	10.7 31
* MSCI EAFE (NET)	3.5 44	22.9 100
Median	3.4	11.6

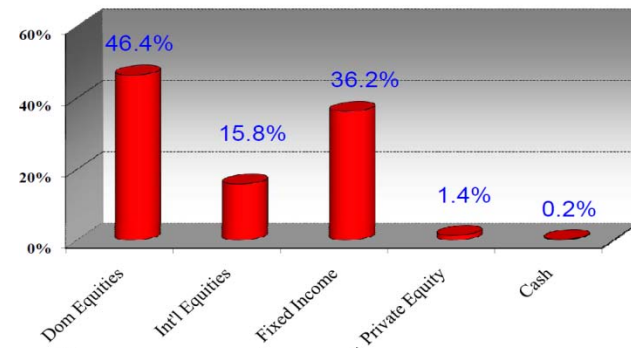
# Oklahoma Teachers

## Allocation by Manager



## Allocation by Asset Class

### Allocation by Asset Class as of 12/31/2009



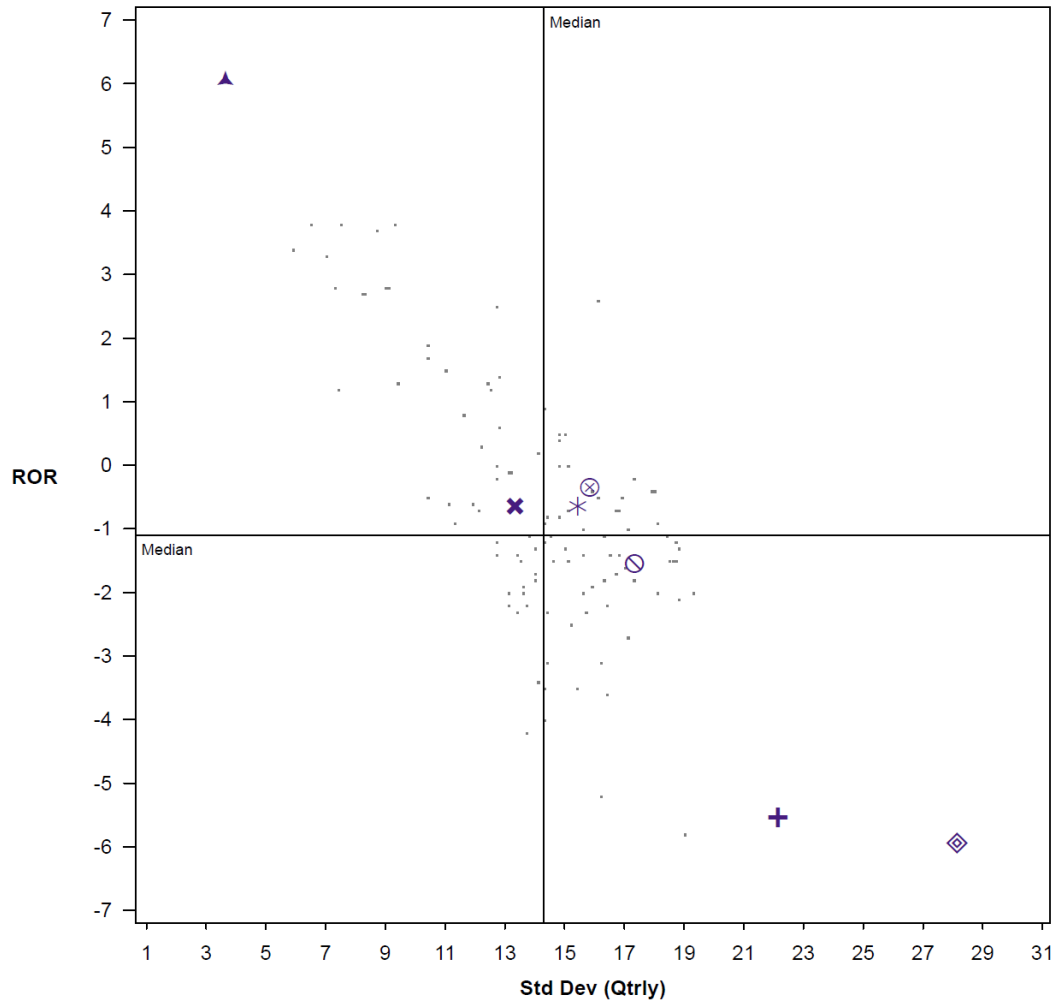
## Market Value Change

### Qtr Ending 12/31/2009

<b>9/30/2009</b>	\$8,141,099
Net Ext Growth	(\$57,804)
Investment Return	\$308,180
<b>12/31/2009</b>	\$8,391,475

# Oklahoma Teachers

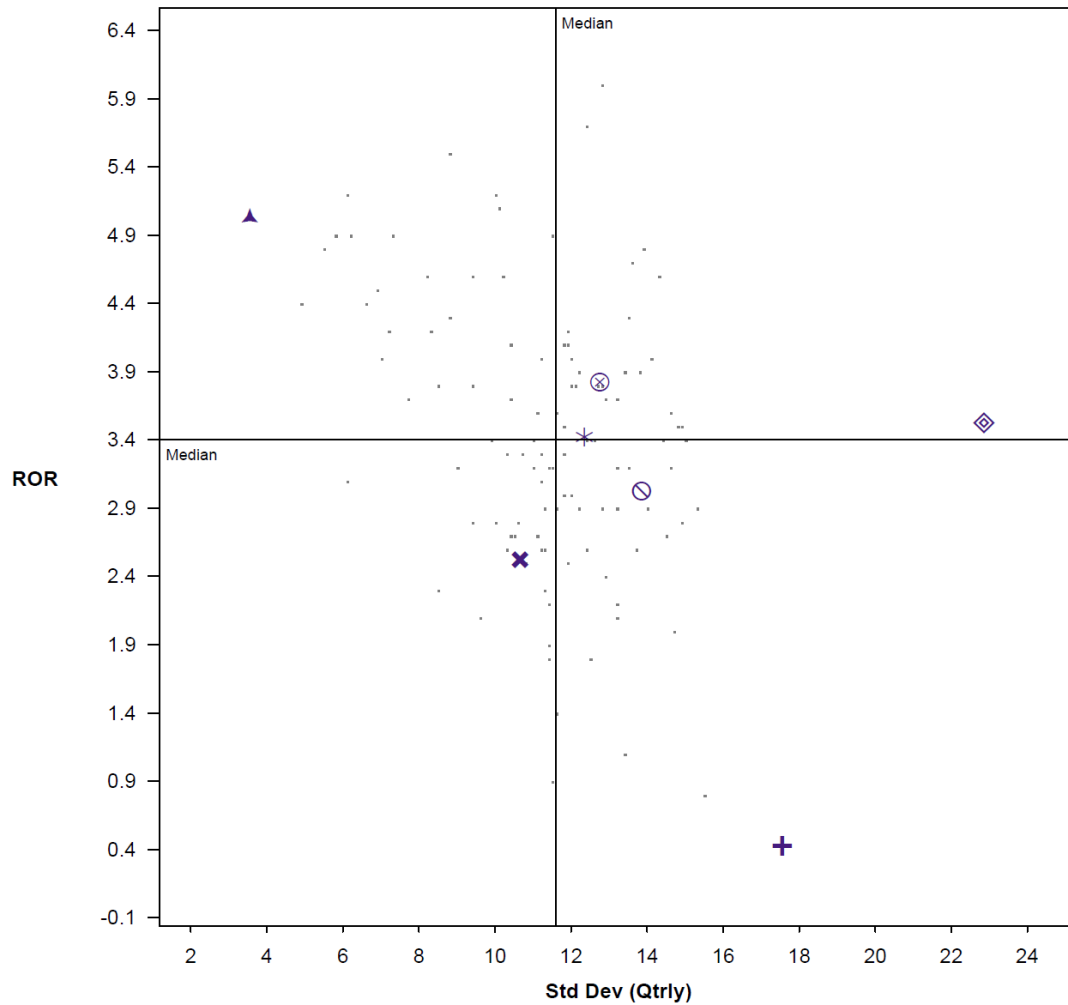
## 3 Year Risk vs. Return



NAME	Return	Standard Deviation
⊗ <b>OK TEACHERS</b>	-0.4 35	15.9 71
* Allocation Index	-0.7 42	15.5 65
⊖ POLICY INDEX	-1.6 69	17.4 89
+ S&P 500	-5.6 100	22.2 100
▲ BC AGGREGATE	6.0 1	3.7 1
⊗ 60% S&P 500 / 40% BC AGGREGA	-0.7 42	13.4 32
◇ MSCI EAFE (NET)	-6.0 100	28.2 100
Median	-1.1	14.3

# Oklahoma Teachers

## 5 Year Risk vs. Return



NAME	Return	Standard Deviation
⊗ OK TEACHERS	3.8 33	12.8 73
* Allocation Index	3.4 51	12.4 64
⊘ POLICY INDEX	3.0 64	13.9 88
+ S&P 500	0.4 100	17.6 100
▲ BC AGGREGATE	5.0 6	3.6 1
⊗ 60% S&P 500 / 40% BC AGGREGA	2.5 85	10.7 31
◇ MSCI EAFE (NET)	3.5 44	22.9 100
Median	3.4	11.6

# Oklahoma Teachers

## Investment Performance

### Periods Ending December 31

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Teachers	3.8%	19	24.9%	14	(0.4)%	35	3.8%	33	8.5%	7
Allocation Index	3.5%	40	23.7%	19	(0.7)%	42	3.4%	51	7.3%	27
Policy Index	3.5%	41	23.5%	19	(1.6)%	69	3.0%	64	7.4%	25
Med Tot Public Fund	3.3%		18.5%		(1.1)%		3.4%		6.7%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										

### Years Ending December 31

	Dec-09		Dec-08		Dec-07		Dec-06		Dec-05		Dec-04		Dec-03	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Teachers	24.9%	14	(26.0)%	55	6.9%	74	13.7%	47	7.4%	45	13.7%	7	29.0%	3
Alloc. Index	23.7%	19	(25.2)%	48	5.9%	91	13.7%	50	6.2%	74	11.4%	44	24.7%	16
Policy Index	23.5%	19	(27.5)%	75	6.3%	85	14.2%	35	6.9%	57	12.6%	18	25.9%	12
Med Tot Pub Fund	18.5%		(25.6)%		8.2%		13.7%		7.2%		11.1%		21.7%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile														



# Oklahoma Teachers

## Investment Performance Periods Ending December 31

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Domestic Equity Composite	4.8%	68	35.0%	40	(4.7)%	60	1.3%	63	8.2%	50
S&P 500	6.0%		26.4%		(5.6)%		0.4%		5.5%	
Equity Public Funds Median	5.8%		32.1%		(3.8)%		2.1%		8.1%	
International Equity Composite	2.6%	51	31.1%	59	(4.3)%	49	4.5%	64	11.7%	55
CITI PMI EPAC	2.4%		34.3%		(4.9)%		4.4%		10.9%	
International Equity Median	2.7%		33.4%		(4.4)%		5.2%		12.0%	
Fixed Inc Comp	1.1%	53	13.4%	51	9.1%	9	7.0%	10	6.4%	34
Barclays Aggregate	0.2%		5.9%		6.0%		5.0%		4.8%	
Fixed Inc Public Funds Med	1.2%		14.2%		6.8%		5.6%		5.8%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										

# Oklahoma Teachers

## Investment Performance Periods Ending December 31

Domestic Equity	% Portfolio	Quarter		1 Year		3 Year		5 Year	
		% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>Large Value</b>									
Hotchkis & Wiley Large Cap	3.7%	2.0%	94	37.4%	9	(12.2)%	94	(3.4)%	97
Russell 1000 Value		4.2%		19.7%		(9.0)%		(0.3)%	
<b>Large Core</b>									
Sawgrass	6.1%	6.9%	18	28.4%	43	(2.9)%	15	n/a	
Chase	0.0%	n/a		n/a		n/a		n/a	
S&P 500		6.0%		26.4%		(5.6)%		0.4%	
<b>Large Growth</b>									
Goldman Sachs	6.0%	7.8%	39	44.4%	14	(0.4)%	30	2.3%	46
Russell 1000 Growth		7.9%		37.2%		(1.9)%		1.6%	
<b>Medium Value</b>									
AJO Mid Cap	3.2%	5.5%	38	33.3%	67	(4.2)%	57	2.1%	73
Hotchkis & Wiley Mid Cap	3.2%	2.4%	88	58.5%	12	(7.7)%	90	0.6%	83
S&P 400/Citigroup Value		5.5%		33.7%		(3.7)%		2.5%	
<b>Medium Core</b>									
Frontier	3.9%	6.2%	35	36.4%	32	3.5%	6	7.3%	8
S&P 400		5.6%		37.4%		(1.8)%		3.3%	
<b>Medium Growth</b>									
Wellington	3.3%	3.9%	92	57.2%	10	(2.7)%	74	4.6%	59
S&P 400/Citigroup Growth		5.6%		41.1%		(0.0)%		3.6%	
<b>Small Value</b>									
Shapiro Capital	4.7%	7.0%	7	61.2%	5	(0.1)%	22	5.2%	17
Tocqueville	4.5%	(1.2)%	100	27.8%	84	(5.2)%	73	3.8%	48
Russell 2000 Value		3.6%		20.6%		(8.2)%		(0.0)%	
<b>All Cap</b>									
Advisory	3.6%	6.4%	32	20.9%	91	(7.1)%	82	n/a	
Epoch	4.2%	5.7%	51	29.4%	60	(2.9)%	41	n/a	
Russell 3000		5.9%		28.3%		(5.4)%		0.8%	
Green = 1st Quartile									
Yellow = 2nd Quartile									
Blue = 3rd Quartile									
Red = 4th Quartile									

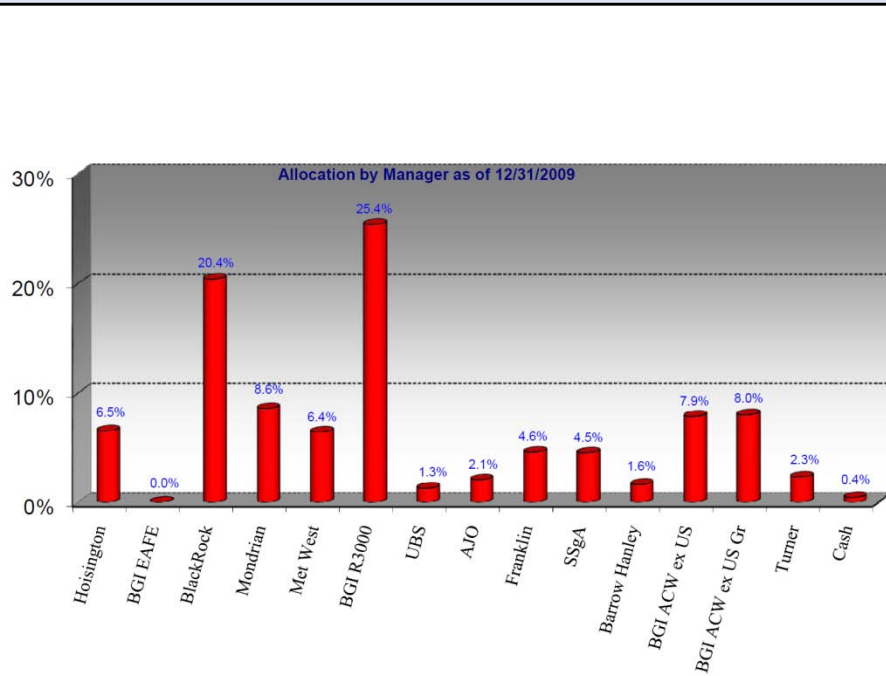
# Oklahoma Teachers

## Investment Performance Periods Ending December 31

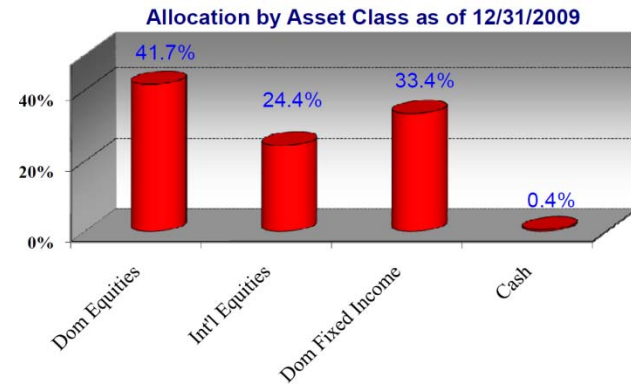
	% Portfolio	Quarter		1 Year		3 Year		5 Year	
		% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>International Equity</b>									
Brandes - Value	5.2%	0.0%	89	24.2%	76	(5.5)%	64	4.2%	69
Capital Guardian	4.2%	4.9%	14	33.0%	52	(4.5)%	51	4.6%	63
Thornburg	3.1%	4.3%	21	35.8%	39	0.9%	8	n/a	
Causeway - Value	3.3%	2.4%	34	37.7%	26	(5.0)%	61	3.6%	84
MSCI EAFE		2.2%		31.8%		(6.0)%		3.5%	
<b>Bond Managers</b>									
<b>Core Bonds</b>									
Loomis Sayles	4.3%	2.0%	17	19.5%	10	9.5%	5	7.5%	1
PIMCO	6.4%	0.9%	50	14.0%	36	7.1%	34	5.9%	24
Mackay Shields	3.4%	1.3%	30	11.6%	47	7.2%	31	5.8%	35
Stephens Capital	2.5%	0.2%	68	2.8%	99	7.7%	7	5.7%	38
Lord Abbett	6.7%	0.9%	49	16.9%	15	7.4%	23	6.1%	16
LB Aggregate		0.2%		5.9%		6.0%		5.0%	
<b>Long Bonds</b>									
Hoisington	3.4%	(9.5)%	100	(22.8)%	100	4.8%	71	5.5%	34
Lehman Long		(5.3)%		(12.9)%		5.8%		5.2%	
<b>High Yield</b>									
Loomis Sayles HY	3.3%	6.2%	25	n/a		n/a		n/a	
Lord Abbett HY	3.1%	5.9%	28	n/a		n/a		n/a	
Mackay Shields HY	3.1%	4.7%	51	n/a		n/a		n/a	
ML High Yield II		6.0%		57.5%		5.8%		6.3%	
Pimco Distressed	0.7%	36.2%		29.8%		n/a		n/a	
Mackay PE	0.0%	6.5%		47.1%		n/a		n/a	
Aldus PE	0.2%	6.2%		(23.0)%		n/a		n/a	
Pimco Distressed	0.5%	48.8%		70.6%		n/a		n/a	
<p>Green = 1st Quartile                      Yellow = 2nd Quartile                      Blue = 3rd Quartile                      Red = 4th Quartile</p>									

# Oklahoma PERS

## Allocation by Manager



## Allocation by Asset Class



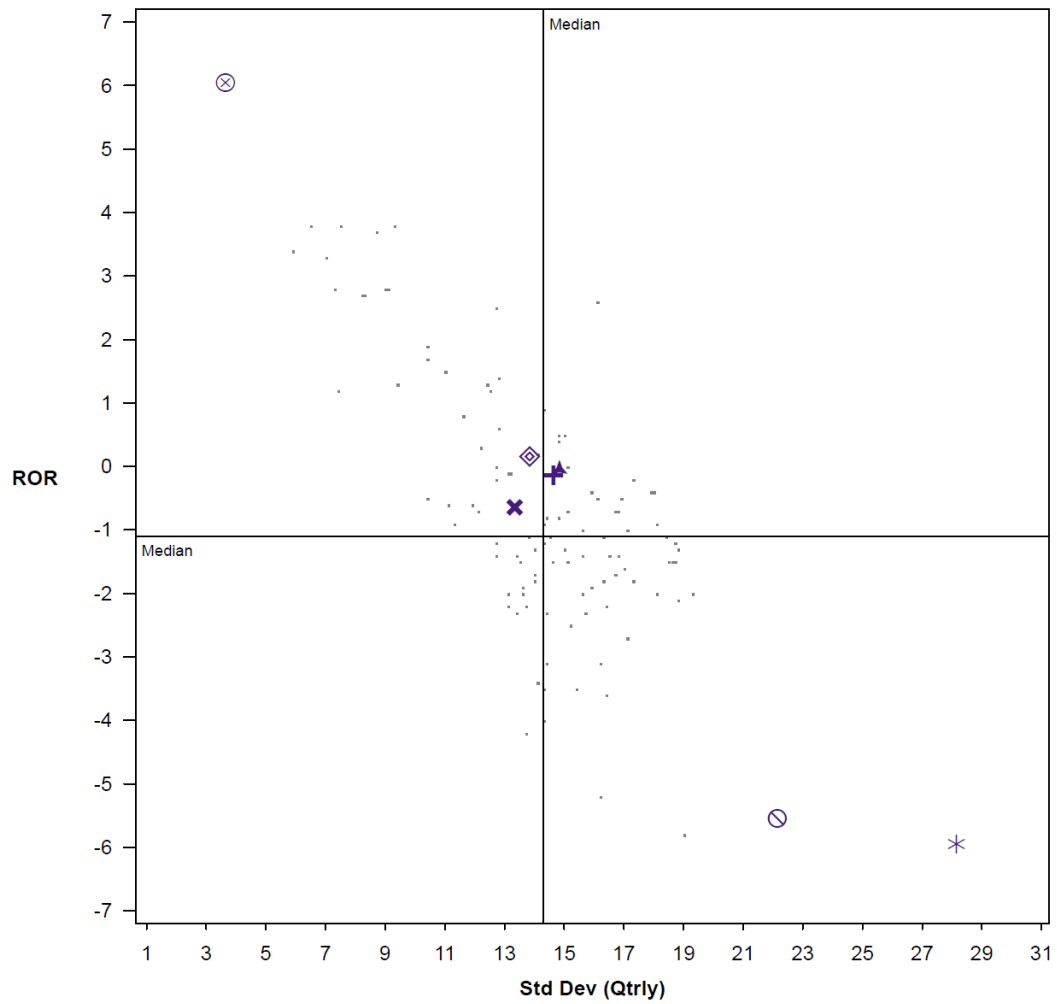
## Market Value Change

### Qtr Ending 12/31/2009

<b>9/30/2009</b>	\$5,807,087
Net Ext Growth	(\$15,934)
Investment Return	\$175,290
<b>12/31/2009</b>	\$5,966,443

# Oklahoma PERS

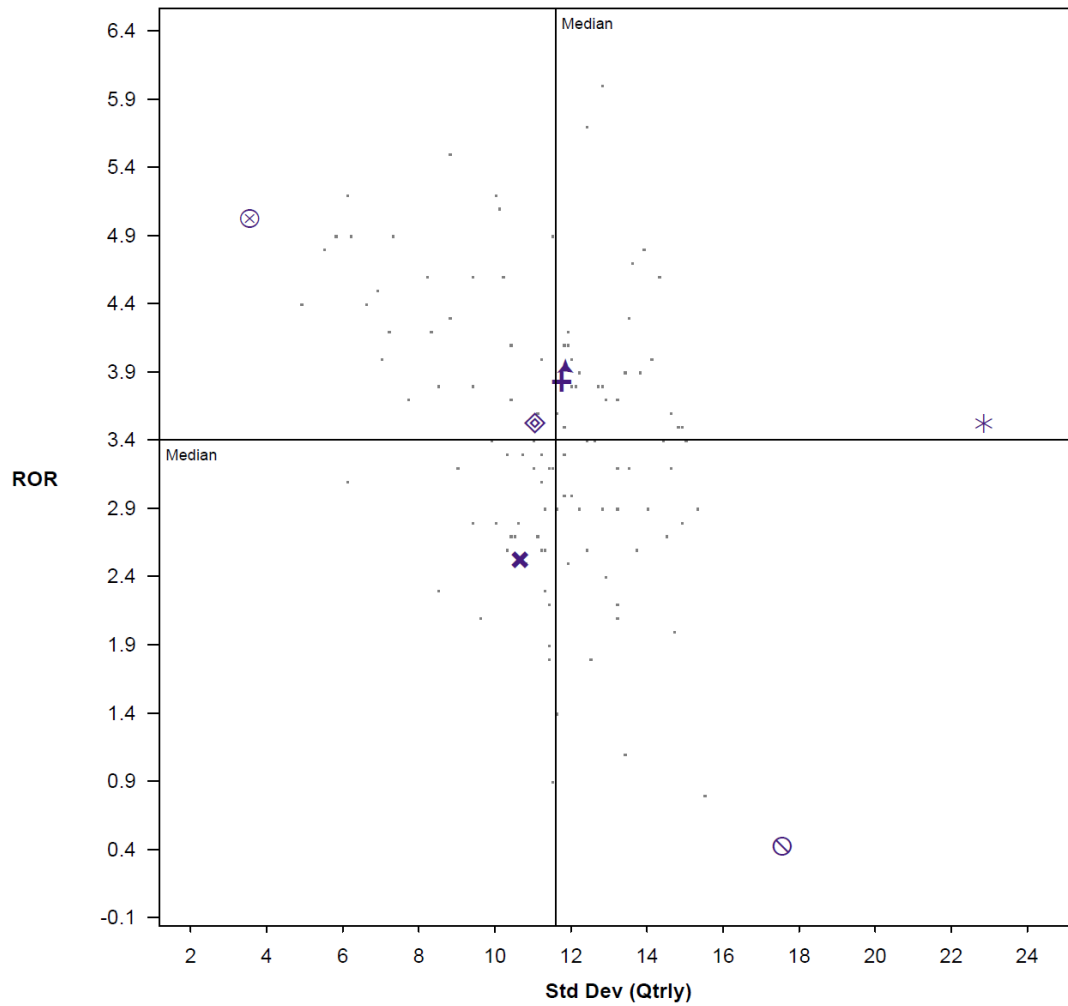
## 3 Year Risk vs. Return



NAME	Return	Standard Deviation
▲ OK PERS	-0.1 30	14.9 59
◆ Allocation Index	0.1 27	13.9 42
+ POLICY INDEX	-0.2 33	14.7 55
⊘ S&P 500	-5.6 100	22.2 100
⊗ BC AGGREGATE	6.0 1	3.7 1
✕ 60% S&P 500 / 40% BC AGGREGA	-0.7 42	13.4 32
* MSCI EAFE (NET)	-6.0 100	28.2 100
Median	-1.1	14.3

# Oklahoma PERS

## 5 Year Risk vs. Return



NAME	Return	Standard Deviation
▲ OK PERS	3.9 31	11.9 57
◆ Allocation Index	3.5 44	11.1 34
+ POLICY INDEX	3.8 36	11.8 54
○ S&P 500	0.4 100	17.6 100
⊗ BC AGGREGATE	5.0 6	3.6 1
✕ 60% S&P 500 / 40% BC AGGREGA	2.5 85	10.7 31
* MSCI EAFE (NET)	3.5 44	22.9 100
Median	3.4	11.6

# Oklahoma PERS

## Investment Performance

### Periods Ending December 31

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
PERS	3.0%	64	20.7%	33	(0.1)%	30	3.9%	31	7.3%	27
Allocation Index	2.7%	78	19.5%	42	0.1%	27	3.5%	44	6.4%	57
Policy Index	2.7%	77	19.6%	42	(0.2)%	33	3.8%	36	7.2%	30
Med Tot Public Fund	3.3%		18.5%		(1.1)%		3.4%		6.7%	
Green = 1st Quartile										
Yellow = 2nd Quartile										
Blue = 3rd Quartile										
Red = 4th Quartile										

### Years Ending December 31

	Dec-09		Dec-08		Dec-07		Dec-06		Dec-05		Dec-04		Dec-03	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
PERS	20.7%	33	(23.5)%	29	8.2%	50	13.0%	65	7.2%	52	11.2%	48	22.2%	46
Allocation Index	19.5%	42	(21.9)%	15	7.4%	64	12.5%	72	5.5%	83	10.0%	74	18.1%	86
Policy Index	19.6%	42	(23.4)%	26	8.4%	45	13.0%	65	7.3%	50	11.1%	50	21.9%	48
Med Tot Pub Fund	18.5%		(25.6)%		8.2%		13.7%		7.2%		11.1%		21.7%	
Green = 1st Quartile														
Yellow = 2nd Quartile														
Blue = 3rd Quartile														
Red = 4th Quartile														

# Oklahoma PERS

Investment Performance Periods Ending December 31

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Domestic Equity Composite	5.8%	49	29.2%	61	(5.8)%	73	0.4%	79	6.9%	67
S&P 500	6.0%		26.4%		(5.6)%		0.4%		5.5%	
Equity Public Funds Median	5.8%		32.1%		(3.8)%		2.1%		8.1%	
International Equity Composite	4.3%	21	35.8%	39	(3.5)%	40	5.5%	42	12.0%	50
CITI PMI EPAC	2.4%		34.3%		(4.9)%		4.4%		10.9%	
International Equity Median	2.7%		33.4%		(4.4)%		5.2%		12.0%	
Fixed Inc Comp	(1.2)%	86	3.5%	92	6.1%	68	5.4%	54	5.6%	53
Barclays Aggregate	0.2%		5.9%		6.0%		5.0%		4.8%	
Fixed Inc Public Funds Median	1.2%		14.2%		6.8%		5.6%		5.8%	
<p>Green = 1st Quartile                      Yellow = 2nd Quartile                      Blue = 3rd Quartile                      Red = 4th Quartile</p>										



# Oklahoma PERS

## Investment Performance Periods Ending December 31

Domestic Equity	% Portfolio	Quarter		1 Year		3 Year		5 Year	
		% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>Large Value</b>									
AJO	2.1%	4.9%	49	16.6%	96	(8.3)%	59	0.5%	51
Russell 1000 Value		4.2%		19.7%		(9.0)%		(0.3)%	
<b>Large Core</b>									
Franklin	4.6%	5.1%	73	25.4%	68	(7.0)%	86	(0.1)%	90
BGI Russell 3000	25.4%	5.9%	49	28.6%	41	(5.3)%	61	0.9%	67
SSgA Equity Index	4.5%	6.2%	33	24.5%	74	(7.8)%	91	(0.4)%	95
S&P 500		6.0%		26.4%		(5.6)%		0.4%	
<b>Large Growth</b>									
Turner Investments	2.3%	6.6%	65	38.2%	31	n/a		n/a	
Russell 1000 Growth		7.9%		37.2%		(1.9)%		1.6%	
<b>Small Growth</b>									
UBS	1.2%	5.3%	44	34.0%	61	(7.0)%	90	(1.0)%	95
Russell 2000 Growth		4.1%		34.5%		(4.0)%		0.9%	
<b>Small Value</b>									
Barrow Hanley	1.6%	6.6%	12	75.0%	2	1.7%	3	6.1%	6
Russell 2000 Value		3.6%		20.6%		(8.2)%		(0.0)%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									

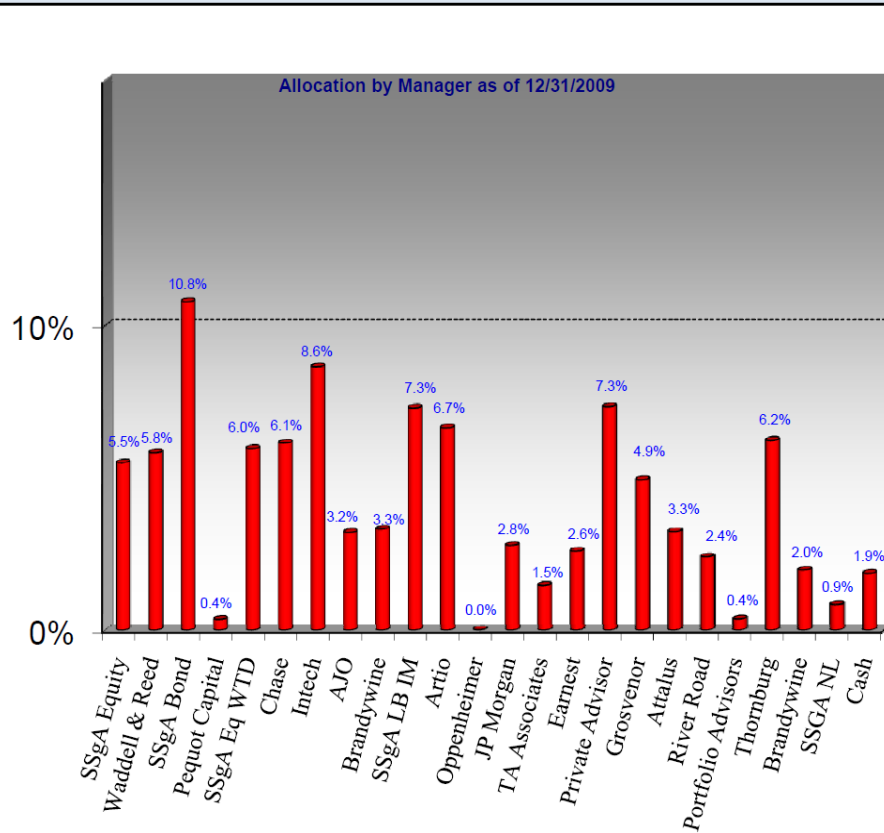
# Oklahoma PERS

Investment Performance Periods Ending December 31

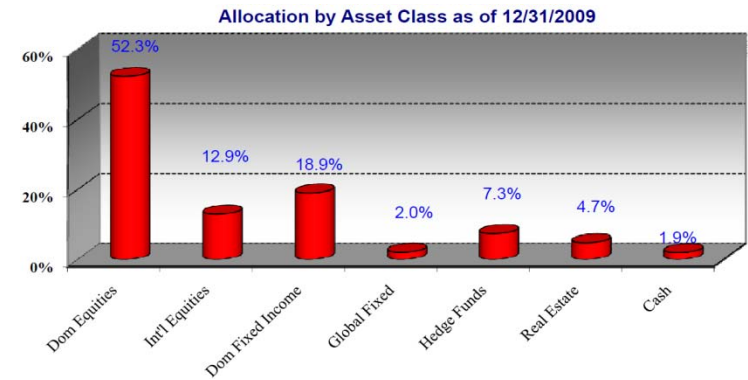
International Equity	% Portfolio	Quarter		1 Year		3 Year		5 Year	
		% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Mondrian	8.6%	3.7%	29	28.9%	65	(3.0)%	35	6.7%	24
BC ACW ex US	7.9%	n/a		n/a		n/a		n/a	
BC ACW ex US Growth	7.9%	n/a		n/a		n/a		n/a	
CITI PMI EPAC		2.4%		34.3%		(4.9)%		4.4%	
<b>Bond Managers</b>									
<b>Core Bonds</b>									
Met West	6.4%	2.9%	6	18.1%	12	8.0%	10	7.0%	4
BlackRock	20.4%	0.5%	72	10.6%	58	5.5%	84	4.7%	85
BC Aggregate		0.2%		5.9%		6.0%		5.0%	
<b>Long Bonds</b>									
Hoisington	6.6%	(9.3)%	100	(23.2)%	100	5.3%	64	5.5%	36
BC Long		(5.3)%		(12.9)%		5.8%		5.2%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									

# Oklahoma Firefighters

## Allocation by Manager



## Allocation by Asset Class



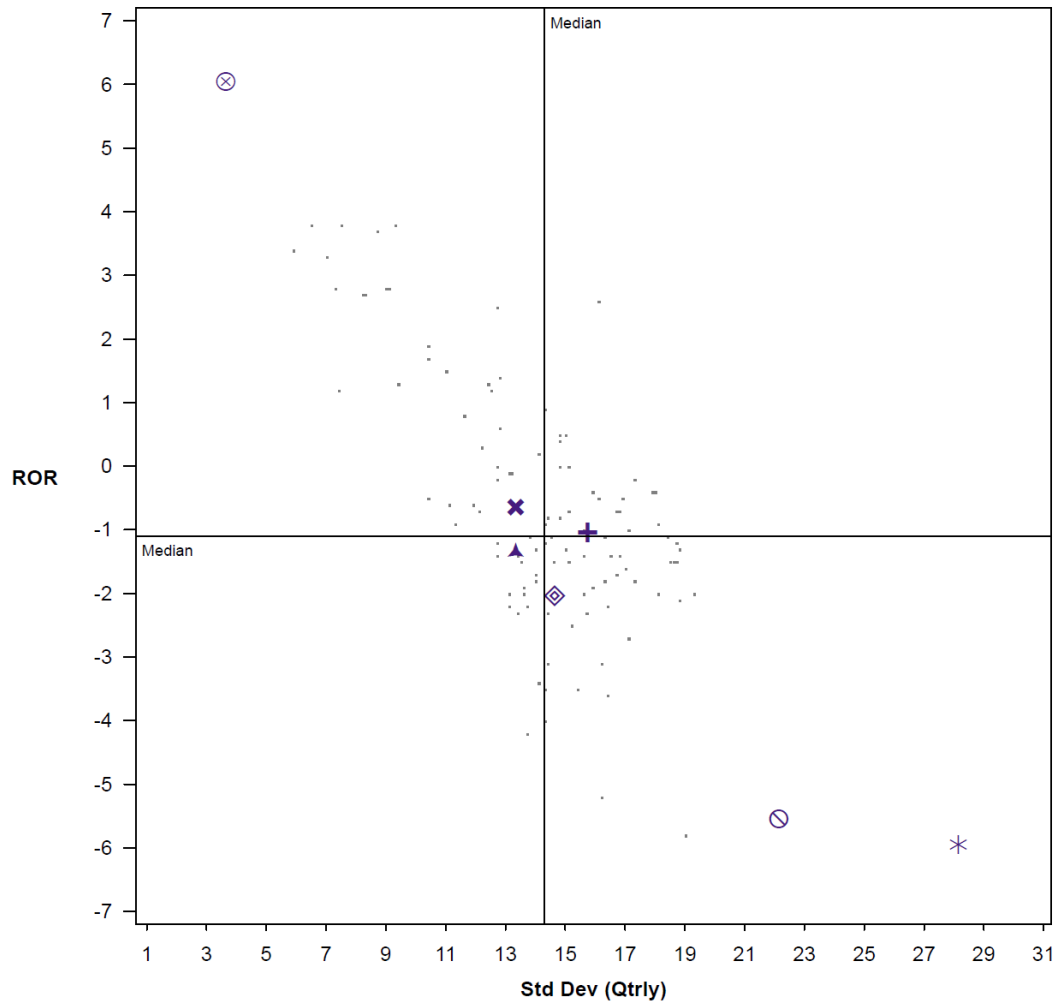
## Market Value Change

### Qtr Ending 12/31/2009

9/30/2009	\$1,492,681
Net Ext Growth	(\$13,219)
Investment Return	\$47,226
12/31/2009	\$1,526,688

# Oklahoma Firefighters

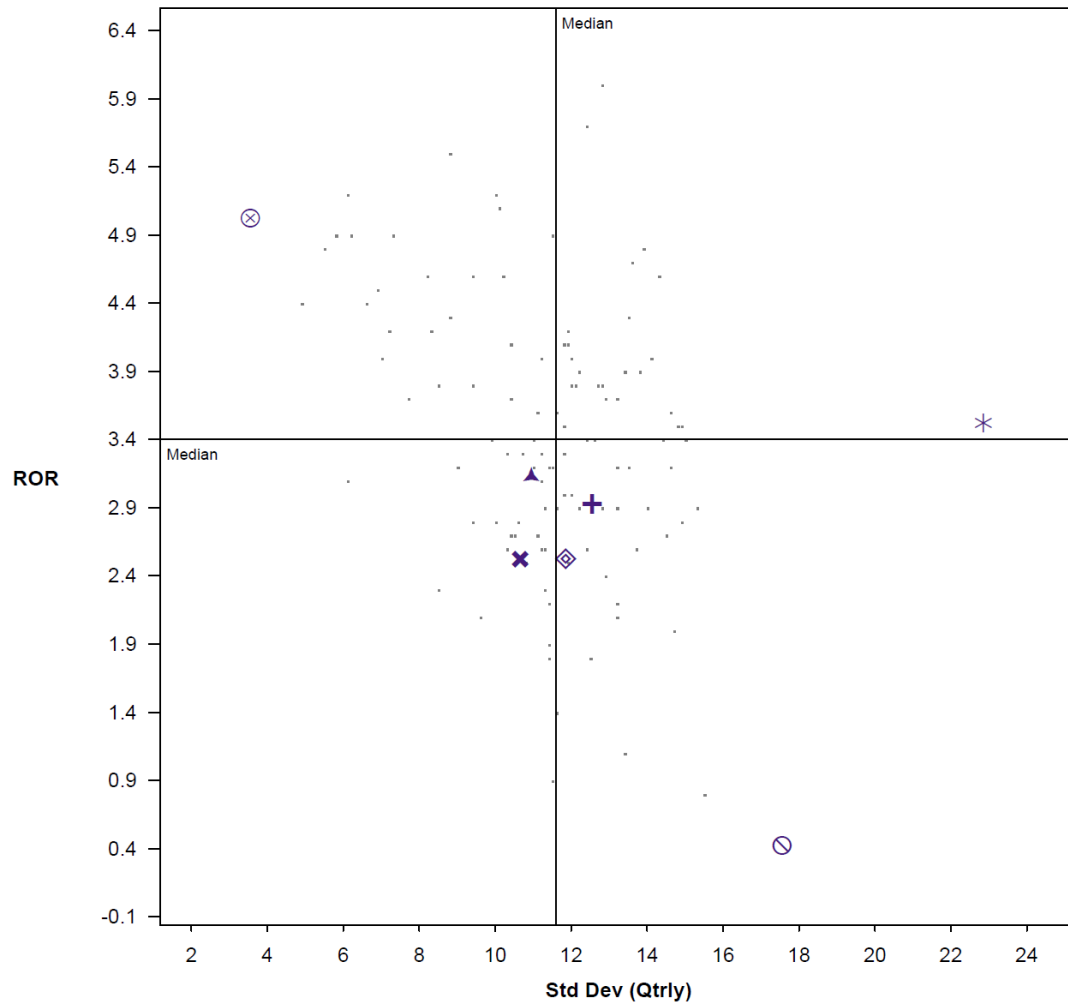
## 3 Year Risk vs. Return



NAME	Return	Standard Deviation
▲ OK FIREFIGHTERS	-1.4 59	13.4 32
◆ OK FIREFIGHTERS Allocation Index	-2.1 83	14.7 55
+ POLICY INDEX	-1.1 50	15.8 70
⊘ S&P 500	-5.6 100	22.2 100
⊗ BC AGGREGATE	6.0 1	3.7 1
* 60% S&P 500 / 40% BC AGGREGA	-0.7 42	13.4 32
* MSCI EAFE (NET)	-6.0 100	28.2 100
Median	-1.1	14.3

# Oklahoma Firefighters

## 5 Year Risk vs. Return



NAME	Return	Standard Deviation
▲ OK FIREFIGHTERS	3.1 63	11.0 33
◆ OK FIREFIGHTERS Allocation Index	2.5 87	11.9 57
+ POLICY INDEX	2.9 70	12.6 68
⊘ S&P 500	0.4 100	17.6 100
⊗ BC AGGREGATE	5.0 6	3.6 1
✕ 60% S&P 500 / 40% BC AGGREGA	2.5 85	10.7 31
* MSCI EAFE (NET)	3.5 44	22.9 100
Median	3.4	11.6

# Oklahoma Firefighters

## Investment Performance

### Periods Ending December 31

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Firefighters	3.2%	60	15.4%	75	(1.4)%	59	3.1%	63	6.5%	56
Allocation Index	3.5%	42	15.2%	77	(2.1)%	83	2.5%	87	5.7%	89
Policy Index	3.4%	46	21.5%	29	(1.1)%	50	2.9%	70	6.8%	45
Med Tot Public Fund	3.3%		18.5%		(1.1)%		3.4%		6.7%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										

### Years Ending December 31

	Dec-09		Dec-08		Dec-07		Dec-06		Dec-05		Dec-04		Dec-03	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Firefighters	15.4%	75	(24.3)%	38	9.8%	21	12.6%	70	7.9%	32	11.5%	40	19.8%	70
Allocation Index	15.2%	77	(25.8)%	52	7.2%	68	14.1%	37	5.4%	85	9.5%	79	19.1%	78
Policy Index	21.5%	29	(24.3)%	39	5.4%	95	13.1%	63	5.2%	86	11.1%	50	24.0%	22
Med Tot Pub Fund	18.5%		(25.6)%		8.2%		13.7%		7.2%		11.1%		21.7%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile														

# Oklahoma Firefighters

## Investment Performance Periods Ending December 31

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Domestic Equity Composite	4.8%	68	23.3%	86	(3.5)%	48	1.8%	55	7.1%	64
S&P 500	6.0%		26.4%		(5.6)%		0.4%		5.5%	
Equity Public Funds Median	5.8%		32.1%		(3.8)%		2.1%		8.1%	
International Equity Composite	3.9%	27	28.8%	65	(7.2)%	89	3.9%	79	9.8%	83
CITI PMI EPAC	2.4%		34.3%		(4.9)%		4.4%		10.9%	
International Developed Equity Median	2.7%		33.4%		(4.4)%		5.2%		12.0%	
Fixed Inc Composite	0.4%	71	6.1%	85	6.1%	85	5.0%	77	4.8%	82
Barclays Aggregate	0.2%		5.9%		6.0%		5.0%		4.8%	
Fixed Inc Public Funds Med	1.2%		14.2%		6.8%		5.6%		5.8%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										

# Oklahoma Firefighters

## Investment Performance Periods Ending December 31

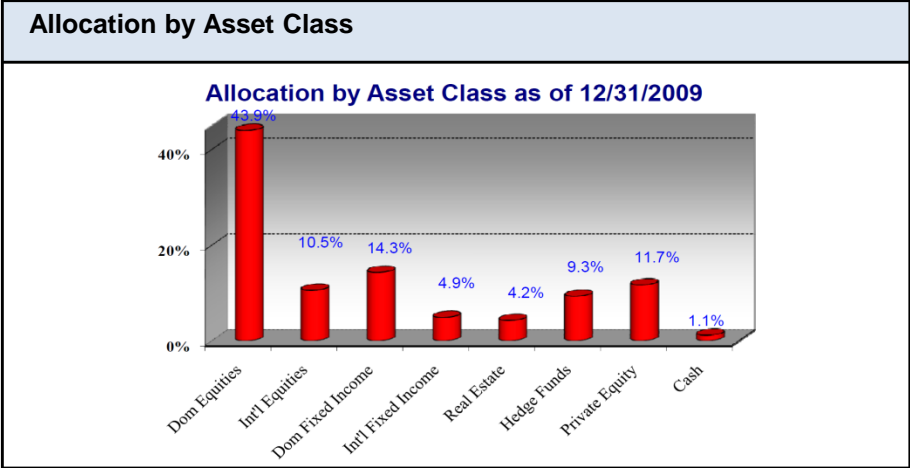
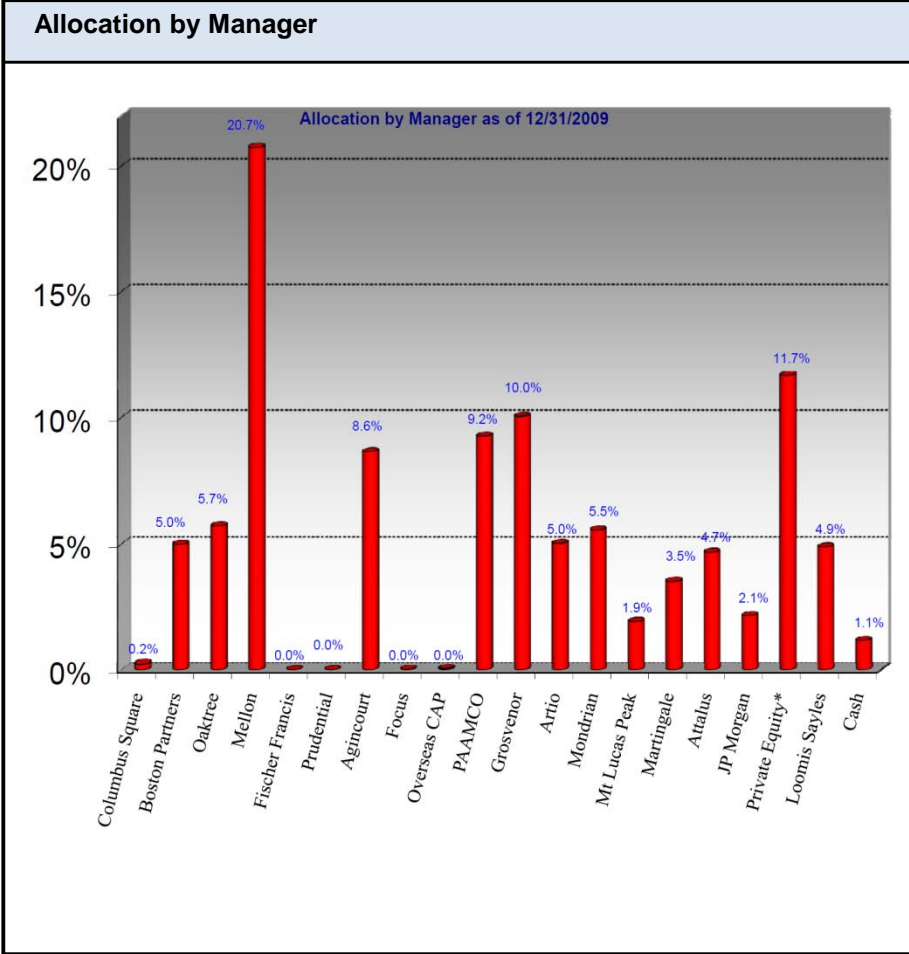
	% Portfolio	Quarter		1 Year		3 Year		5 Year	
		% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>Domestic Equity</b>									
<b>Large Value</b>									
AJO	3.2%	4.7%	57	16.5%	96	(8.1)%	55	0.8%	44
Brandywine	3.3%	5.6%	33	21.4%	80	(9.6)%	80	0.1%	62
Russell 1000 Value		4.2%		19.7%		(9.0)%		(0.3)%	
<b>Large Core</b>									
SSgA Equity Index	5.5%	6.1%	40	26.6%	57	(5.6)%	68	0.5%	76
SSgA EQ Wtd S&P	6.0%	6.7%	20	47.4%	1	(3.9)%	23	2.1%	35
Intech	8.6%	6.4%	24	25.5%	67	(5.1)%	56	1.3%	56
S&P 500		6.0%		26.4%		(5.6)%		0.4%	
<b>Large Growth</b>									
Chase	6.1%	6.1%	77	11.6%	99	(4.1)%	81	0.2%	88
Russell 1000 Growth		7.9%		37.2%		(1.9)%		1.6%	
<b>Small Value</b>									
Earnest Partners	2.6%	6.1%	25	32.8%	74	(4.1)%	73	n/a	
River Road	2.4%	1.5%	97	22.9%	87	n/a		n/a	
Russell 2000 Value		3.6%		20.6%		(8.2)%		(0.0)%	
<b>Small Growth</b>									
Waddell & Reed	5.8%	4.8%	59	36.4%	49	0.8%	22	4.0%	36
Russell 2000 Growth		4.1%		34.5%		(4.0)%		0.9%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									



# Oklahoma Firefighters

## Investment Performance Periods Ending December 31

	Quarter			1 Year		3 Year		5 Year	
	% Portfolio	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>International Equity</b>									
Artio	6.7%	3.4%	34	25.1%	78	(6.1)%	79	5.0%	55
Thornburg	6.2%	4.4%	20	n/a		n/a		n/a	
Oppenheimer	0.0%	n/a		n/a		n/a		n/a	
Citi PMI EPAC		2.4%		34.3%		(4.9)%		4.4%	
<b>Long/Short Equity</b>									
Pequot Capital	0.5%	1.8%	94	7.6%	100	5.7%	1	7.7%	3
Grosvenor	5.0%	1.0%	97	10.8%	99	(1.4)%	27	n/a	
Attalus	3.3%	0.2%	98	6.9%	100	n/a		n/a	
<b>Hedge Fund</b>									
Private Advisor	7.3%	2.3%	56	10.4%	74	1.5%	43	n/a	
<b>Real Estate</b>									
JP Morgan	2.8%	(2.8)%	61	(26.5)%	45	(7.6)%	40	n/a	
TA Associates	1.5%	1.0%	21	(19.7)%	29	4.2%	10	n/a	
Portfolio Advisors	0.4%	(9.8)%	91	(36.0)%	72	n/a		n/a	
NCREIF		(2.1)%		(16.9)%		(3.4)%		4.7%	
<b>Bond Managers</b>									
<b>Core Bonds</b>									
SSgA Bond Index	10.8%	0.2%	85	5.9%	86	6.1%	72	5.0%	74
SSGA NL Fixed Income	0.8%	0.3%	84	n/a		n/a		n/a	
BC Aggregate		0.2%		5.9%		6.0%		5.0%	
<b>Intermediate</b>									
SSgA Barclays IM	7.3%	0.6%	62	6.5%	55	6.2%	41	5.0%	38
Barclays Intermediate		0.3%		5.2%		5.9%		4.7%	
<b>Global Fixed</b>									
Brandywine Global FI	2.0%	0.5%	61	n/a		n/a		n/a	
Citi WGBI		(1.9)%		2.6%		8.1%		4.5%	
Green = 1st Quartile									
Yellow = 2nd Quartile									
Blue = 3rd Quartile									
Red = 4th Quartile									



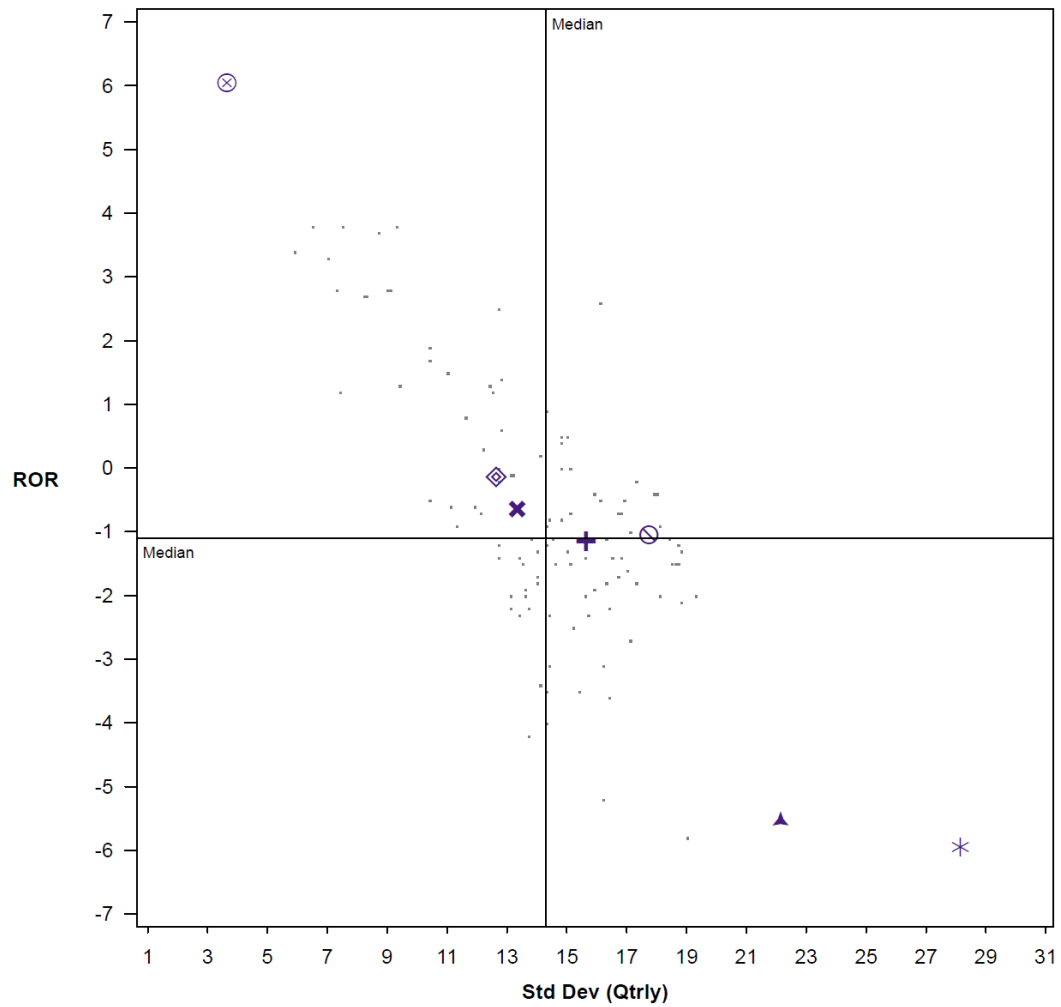
### Market Value Change

#### Qtr Ending 12/31/2009

9/30/2009	\$1,547,140
Net Ext Growth	(\$9,073)
Investment Return	\$52,152
12/31/2009	\$1,590,219

# Oklahoma Police

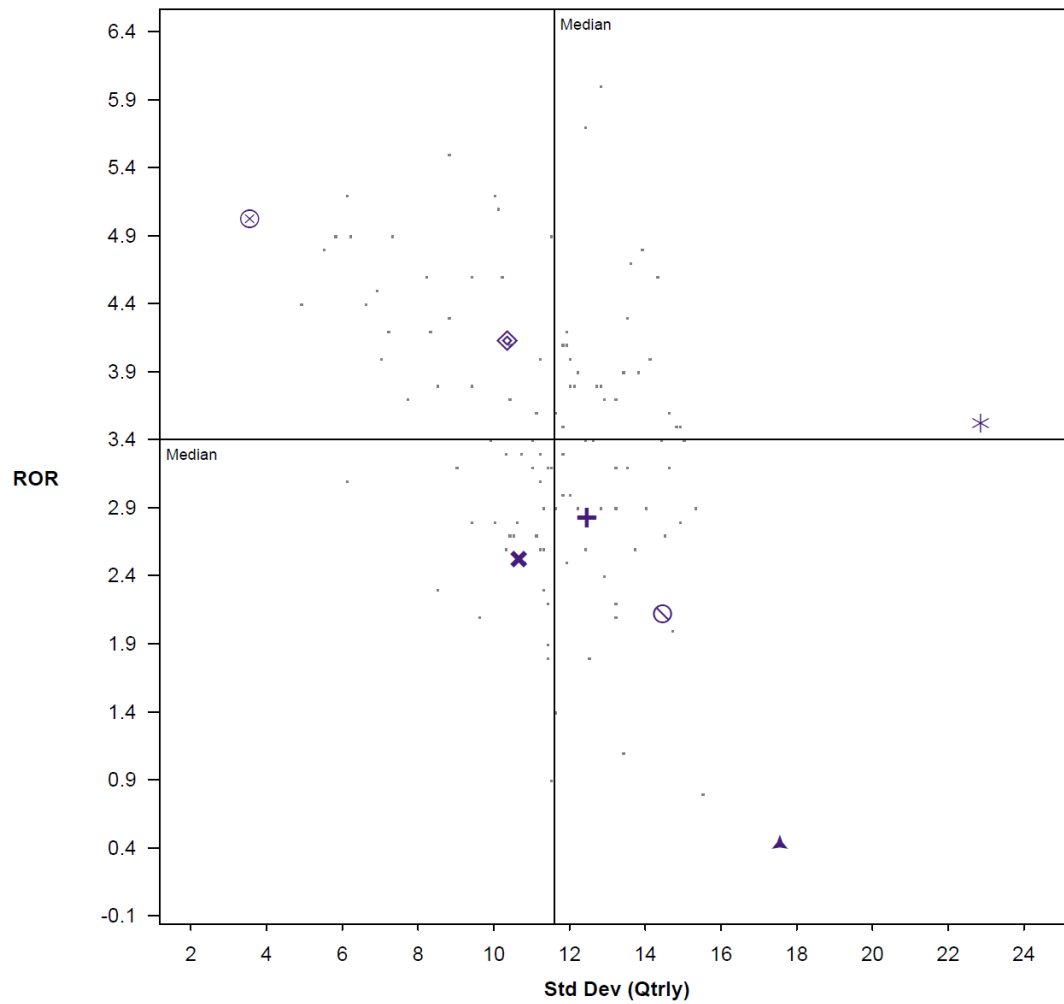
## 3 Year Risk vs. Return



NAME	Return	Standard Deviation
◇ <b>OK POLICE</b>	-0.2 33	12.7 24
○ Allocation Index	-1.1 52	17.8 89
+ POLICY INDEX	-1.2 53	15.7 70
▲ S&P 500	-5.6 100	22.2 100
⊗ BC AGGREGATE	6.0 1	3.7 1
✖ 60% S&P 500 / 40% BC AGGREGA	-0.7 42	13.4 32
* MSCI EAFE (NET)	-6.0 100	28.2 100
Median	-1.1	14.3

# Oklahoma Police

## 5 Year Risk vs. Return



NAME	Return	Standard Deviation
◇ OK POLICE	4.1 24	10.4 29
○ Allocation Index	2.1 91	14.5 92
+ POLICY INDEX	2.8 74	12.5 67
▲ S&P 500	0.4 100	17.6 100
⊗ BC AGGREGATE	5.0 6	3.6 1
✕ 60% S&P 500 / 40% BC AGGREGA	2.5 85	10.7 31
* MSCI EAFE (NET)	3.5 44	22.9 100
Median	3.4	11.6

# Oklahoma Police

## Investment Performance

### Periods Ending December 31

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Police	3.4%	43	17.4%	58	(0.2)%	33	4.1%	24	7.4%	25
Allocation Index	4.2%	12	27.2%	7	(1.1)%	52	2.1%	91	6.4%	58
Policy Index	3.7%	30	22.0%	28	(1.2)%	53	2.8%	74	6.4%	58
Med Tot Public Fund	3.3%		18.5%		(1.1)%		3.4%		6.7%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										

### Years Ending December 31

	Dec-09		Dec-08		Dec-07		Dec-06		Dec-05		Dec-04		Dec-03	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Police	17.4%	58	(23.1)%	23	9.9%	19	14.5%	29	7.4%	47	10.5%	66	21.9%	47
Alloc. Index	27.2%	7	(29.5)%	91	7.9%	56	14.3%	34	0.4%	100	11.2%	48	25.2%	14
Policy Index	22.0%	28	(25.7)%	51	6.5%	82	12.7%	69	5.7%	80	10.1%	73	21.9%	48
Med Tot Pub Fund	18.5%		(25.6)%		8.2%		13.7%		7.2%		11.1%		21.7%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile														

# Oklahoma Police

## Investment Performance Periods Ending December 31

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Domestic Equity Composite	6.1%	41	31.5%	53	(5.9)%	74	0.6%	76	7.0%	65
S&P 500	6.0%		26.4%		(5.6)%		0.4%		5.5%	
Equity Public Funds Median	5.8%		32.1%		(3.8)%		2.1%		8.1%	
International Equity Composite	3.0%	42	24.5%	83	(5.3)%	63	5.5%	44	n/a	
CITI PMI EPAC	2.4%		34.3%		(4.9)%		4.4%		10.9%	
International Developed Equity Median	2.7%		33.4%		(4.4)%		5.2%		12.0%	
Fixed Inc Composite	1.1%	53	20.5%	16	5.0%	81	4.6%	84	5.1%	71
Barclays Aggregate	0.2%		5.9%		6.0%		5.0%		4.8%	
Fixed Inc Public Funds Median	1.2%		14.2%		6.8%		5.6%		5.8%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										

# Oklahoma Police

## Investment Performance Periods Ending December 31

Equity	% Portfolio	Quarter		1 Year		3 Year		5 Year	
		% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>Large Core</b>									
Mellon Index Fund	20.7%	6.1%	38	28.6%	41	(5.3)%	64	0.9%	66
S&P 500		6.0%		26.4%		(5.6)%		0.4%	
<b>Small Value</b>									
Boston Partners	5.0%	7.0%	8	44.4%	34	(2.3)%	49	4.2%	35
Russell 2000 Value		3.6%		20.6%		(8.2)%		(0.0)%	
<b>Small Growth</b>									
Martingale	3.5%	5.0%	54	31.3%	72	(11.2)%	99	n/a	
Russell 2000 Growth		4.1%		34.5%		(4.0)%		0.9%	
<b>Long/Short Equity</b>									
Grosvenor	10.0%	2.6%	92	13.5%	97	(0.5)%	22	3.3%	34
Attalus	4.7%	0.9%	97	8.1%	100	1.2%	13	n/a	
S&P 500		6.0%		26.4%		(5.6)%		0.4%	
<b>International Equity</b>									
Artio - Growth	5.0%	3.0%	82	24.1%	92	(6.4)%	86	5.4%	62
Mondrian	5.5%	3.0%	41	24.8%	80	(4.5)%	52	5.4%	46
CITI PMI EPAC		2.4%		34.3%		(4.9)%		4.4%	
Green = 1st Quartile									
Yellow = 2nd Quartile									
Blue = 3rd Quartile									
Red = 4th Quartile									

# Oklahoma Police

## Investment Performance Periods Ending December 31

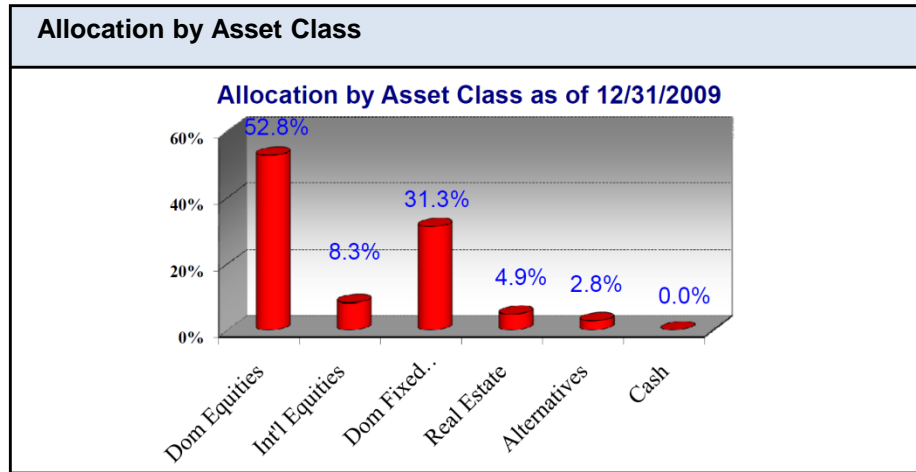
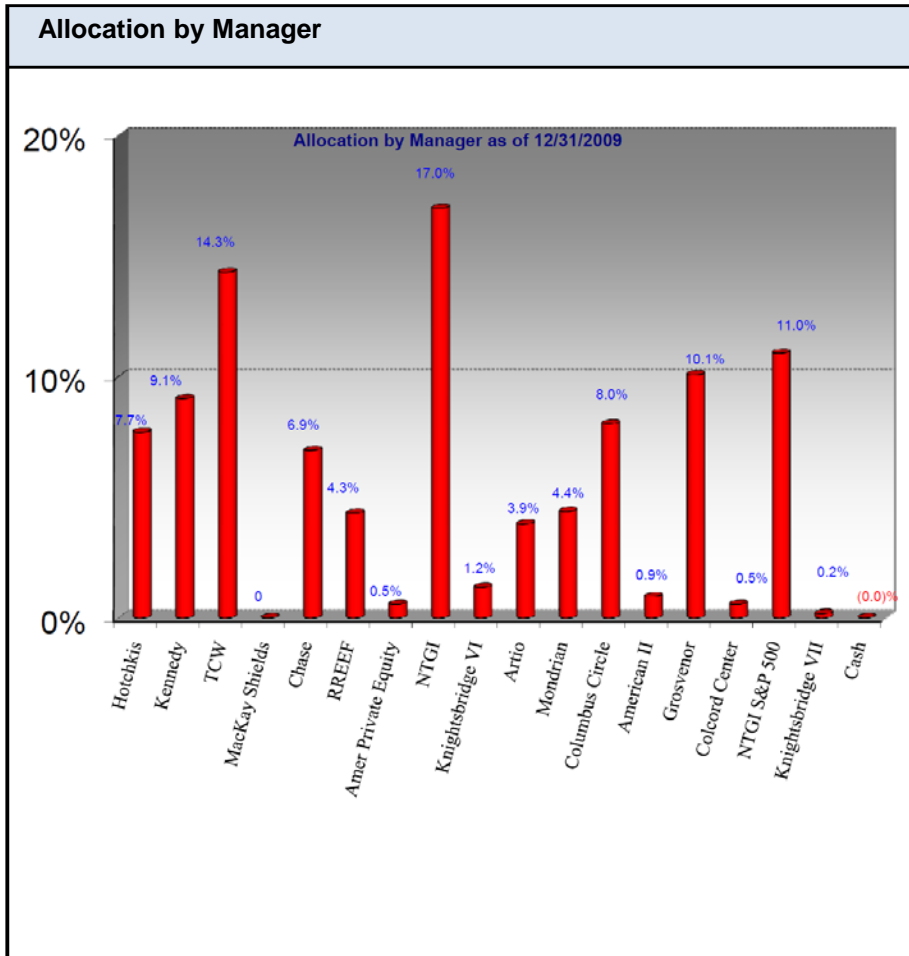
Fixed Income	% Portfolio	Quarter		1 Year		3 Year		5 Year	
		% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Agincourt	8.6%	1.0%	45	12.6%	44	5.9%	76	5.0%	72
Oaktree	5.7%	2.4%	10	40.7%	1	4.8%	91	6.3%	10
Barclays Aggregate		0.2%		5.9%		6.0%		5.0%	
<b>Int'l Fixed Income</b>									
Loomis Sayles	4.9%	(0.2)%	74	16.6%	55	n/a		n/a	
CITI WGBI		(1.9)%		2.6%		8.1%		4.5%	
<b>Hedge Funds</b>									
PAAMCO	9.2%	2.8%	44	18.7%	38	2.6%	34	4.7%	48
Overseas CAP Partners	0.1%	n/a		n/a		n/a		n/a	
<b>Real Assets</b>									
Mount Lucas Peak	1.9%	0.4%		(1.5)%		16.7%		14.1%	
Prudential Timber	0.0%	(8.0)%		(2.2)%		(2.7)%		2.5%	
<b>Real Estate</b>									
Columbus Square	0.2%	2.8%	14	1.4%	14	8.7%	6	11.9%	9
JP Morgan	2.1%	(1.7)%	54	(23.1)%	37	n/a		n/a	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									



# Oklahoma Police

## Investment Performance Periods Ending December 31

Private Equity Manager	Market Value	% Allocation	Inception Date
Accel Europe	\$6,747,367	0.42%	Jun-01
Arsenal Partners I	\$5,333,850	0.34%	Jan-03
Arsenal Partners II	\$3,882,907	0.24%	Sep-06
Calera Partners III (Fremont)	\$5,620,965	0.35%	Jan-02
Hicks Muse Tate & Furst	\$3,245,542	0.20%	Oct-01
HM Capital	\$6,876,848	0.43%	May-07
Knightsbridge VI	\$6,746,424	0.42%	Dec-04
Levine Leichtman III	\$7,256,131	0.46%	Jan-03
Lexington VI	\$11,093,403	0.70%	Dec-05
Marathon V	\$9,059,643	0.57%	Dec-04
Marathon IV	\$2,676,422	0.17%	Apr-99
Newstone	\$3,797,399	0.24%	Oct-06
Oaktree Opp II	\$6,479	0.00%	Feb-98
Oaktree Opp III	\$78,202	0.00%	Sep-99
Oaktree Opp IV	\$34,878	0.00%	Dec-01
Oaktree Opp V	\$868,009	0.05%	Jun-04
Oaktree Opp VI	\$4,172,856	0.26%	Aug-05
Oaktree Opp VII A	\$7,403,141	0.47%	Mar-07
Pequot II	\$151,771	0.01%	Feb-00
Pequot III	\$8,196,826	0.52%	Oct-00
Pequot IV	\$3,129,749	0.20%	Nov-05
Siguler Guff I	\$16,611,730	1.04%	Jan-03
Siguler Guff II	\$18,532,968	1.17%	Sep-05
Sun Capital V	\$2,201,621	0.14%	Apr-07
TCW Cresnet III	\$1,713,791	0.11%	Jul-01
TCW Cresnet IV	\$6,980,940	0.44%	Jun-06
Thompson Street CP II	\$4,576,066	0.29%	Dec-06
Venture Lending III	\$722,160	0.05%	May-01
Weathergage VC	\$1,818,341	0.11%	Mar-07
Weiss Peck Greer V	\$1,694,268	0.11%	Jul-99
Weiss Peck Greer VI (Lightspeed)	\$4,510,497	0.28%	Oct-00
Warburg	\$5,168,158	0.32%	Nov-07
TCW Mezzanine Fund	\$2,061,011	0.13%	Jan-08
Calera Capital Fund IV	\$2,274,315	0.14%	Jan-08
Oaktree Opportunities VII B	\$8,087,128	0.51%	May-08
Levine Leichtman IV	\$1,325,298	0.08%	Sep-08
Siguler Guff III	\$10,757,240	0.68%	Sep-08



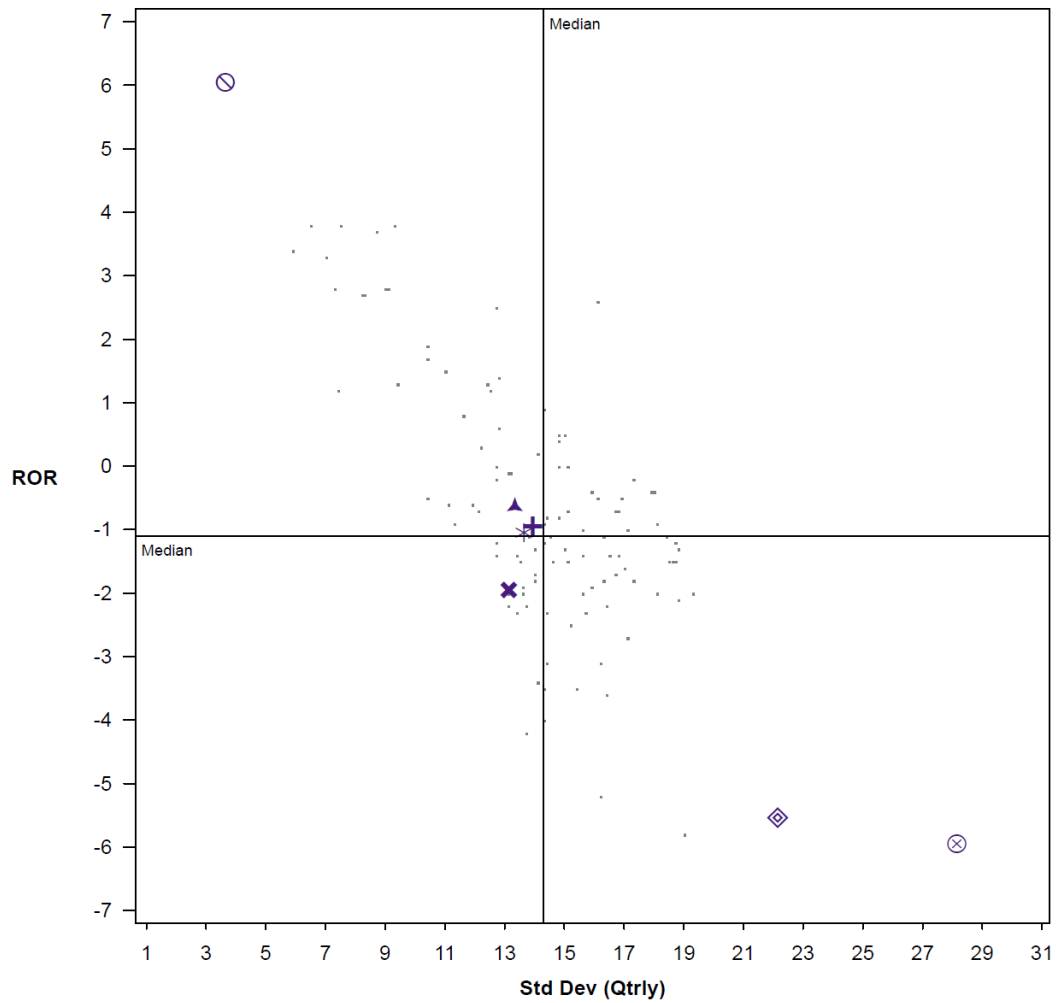
### Market Value Change

#### Qtr Ending 12/31/2009

<b>9/30/2009</b>	\$599,665
Net Ext Growth	(\$5,068)
Investment Return	\$17,570
<b>12/31/2009</b>	\$612,167

# Oklahoma Law

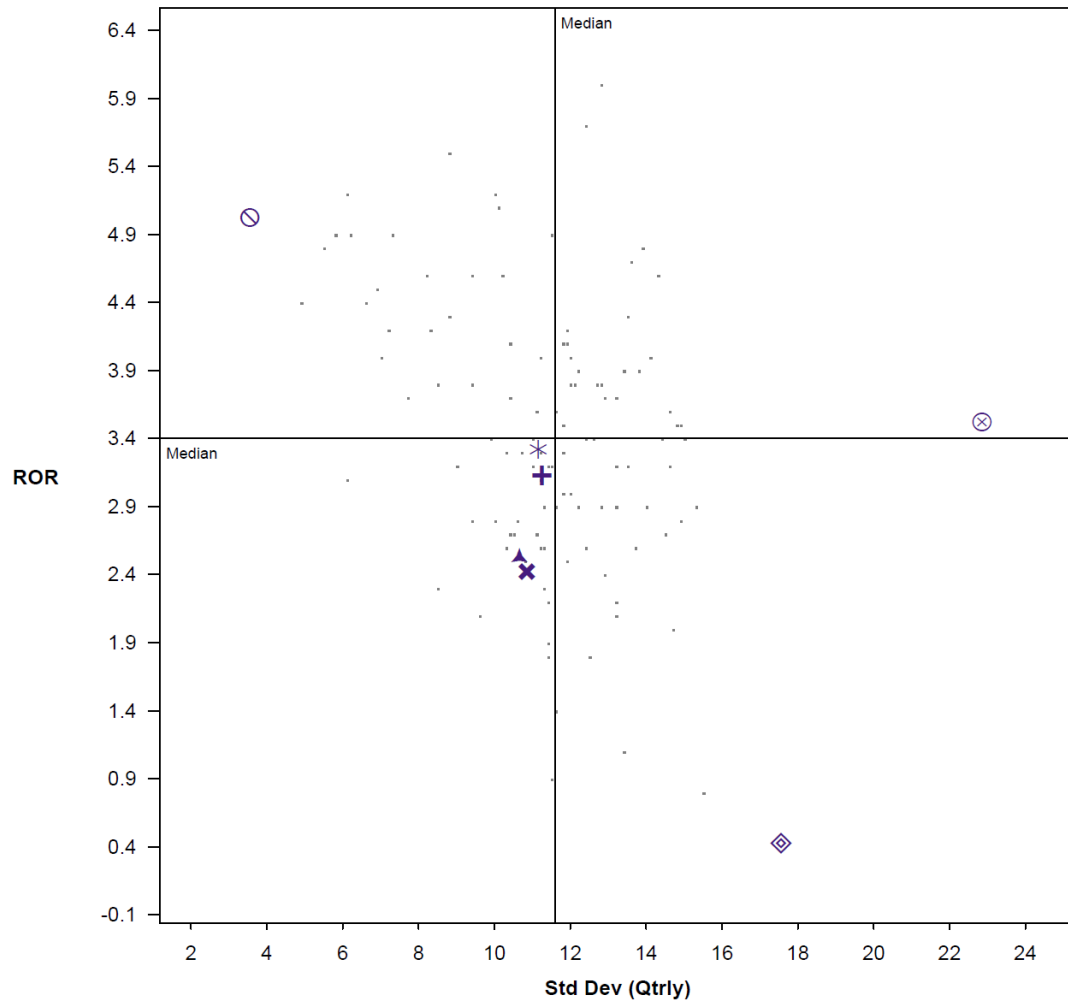
## 3 Year Risk vs. Return



NAME	Return	Standard Deviation
✕ OK LAW	-2.0 80	13.2 32
+ Allocation Index	-1.0 50	14.0 42
* POLICY INDEX	-1.1 52	13.7 39
◇ S&P 500	-5.6 100	22.2 100
⊘ BC AGGREGATE	6.0 1	3.7 1
▲ 60% S&P 500 / 40% BC AGGREGA	-0.7 42	13.4 32
⊗ MSCI EAFE (NET)	-6.0 100	28.2 100
Median	-1.1	14.3

# Oklahoma Law

## 5 Year Risk vs. Return



NAME	Return	Standard Deviation
✖ OK LAW	2.4 87	10.9 32
+ Allocation Index	3.1 63	11.3 41
* POLICY INDEX	3.3 54	11.2 37
◇ S&P 500	0.4 100	17.6 100
○ BC AGGREGATE	5.0 6	3.6 1
▲ 60% S&P 500 / 40% BC AGGREGA	2.5 85	10.7 31
⊗ MSCI EAFE (NET)	3.5 44	22.9 100
Median	3.4	11.6

# Oklahoma Law

## Investment Performance

### Periods Ending December 31

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Law Enforcement	3.0%	64	16.7%	62	(2.0)%	80	2.4%	87	6.3%	60
Allocation Index	4.5%	8	20.2%	36	(1.0)%	50	3.1%	63	6.5%	56
Policy Index	2.8%	69	16.7%	62	(1.1)%	52	3.3%	54	7.1%	37
Med Tot Public Fund	3.3%		18.5%		(1.1)%		3.4%		6.7%	
Green = 1st Quartile										
Yellow = 2nd Quartile										
Blue = 3rd Quartile										
Red = 4th Quartile										

### Years Ending December 31

	Dec-09		Dec-08		Dec-07		Dec-06		Dec-05		Dec-04		Dec-03	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Law Enforcement	16.7%	62	(23.8)%	32	5.8%	93	11.7%	78	7.1%	53	11.0%	53	22.9%	37
Allocation Index	20.2%	36	(23.3)%	25	6.8%	76	13.6%	53	5.8%	78	9.7%	76	19.6%	72
Policy Index	16.7%	62	(22.0)%	15	6.2%	87	14.0%	41	6.6%	67	11.8%	35	23.4%	28
Med Tot Pub Fund	18.5%		(25.6)%		8.2%		13.7%		7.2%		11.1%		21.7%	
Green = 1st Quartile														
Yellow = 2nd Quartile														
Blue = 3rd Quartile														
Red = 4th Quartile														

# Oklahoma Law

Investment Performance Periods Ending December 31

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Domestic Equity Composite	5.2%	61	31.7%	52	(7.4)%	83	(1.0)%	93	n/a	
S&P 500	6.0%		26.4%		(5.6)%		0.4%		5.5%	
Equity Public Funds Median	5.8%		32.1%		(3.8)%		2.1%		8.1%	
International Equity Composite	3.0%	42	24.5%	82	(5.4)%	64	7.0%	23	n/a	
CITI PMI EPAC	2.4%		34.3%		(4.9)%		4.4%		10.9%	
International Developed Equity Median	2.7%		33.4%		(4.4)%		5.2%		12.0%	
Fixed Inc Composite	1.0%	57	9.6%	81	6.7%	55	5.4%	54	n/a	
Barclays Aggregate	0.2%		5.9%		6.0%		5.0%		4.8%	
Fixed Inc Public Funds Median	1.2%		14.2%		6.8%		5.6%		5.8%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										

# Oklahoma Law

## Investment Performance Periods Ending December 31

Domestic Equity	% Portfolio	Quarter		1 Year		3 Year		5 Year	
		% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>Large Value</b>									
Hotchkis & Wiley	7.7%	2.1%	93	37.8%	7	(12.5)%	97	(3.5)%	99
Russell 1000 Value		4.2%		19.7%		(9.0)%		(0.3)%	
<b>Large Core</b>									
NTGI S&P 500	11.0%	6.1%	36	26.6%	56	n/a		n/a	
S&P 500		6.0%		26.4%		(5.6)%		0.4%	
<b>Large Growth</b>									
Chase Investment Counsel	6.9%	6.5%	66	n/a		n/a		n/a	
Columbus Circle	8.0%	12.5%	1	n/a		n/a		n/a	
Russell 1000 Growth		7.9%		37.2%		(1.9)%		1.6%	
<b>Small Value</b>									
Kennedy Capital	9.1%	5.5%	50	40.6%	40	(1.0)%	29	4.1%	36
Russell 2000 Value		3.6%		20.6%		(8.2)%		(0.0)%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									

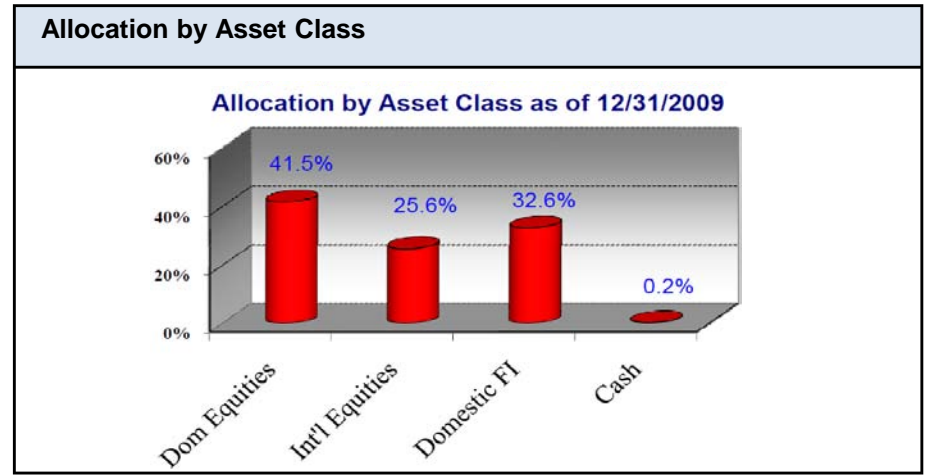
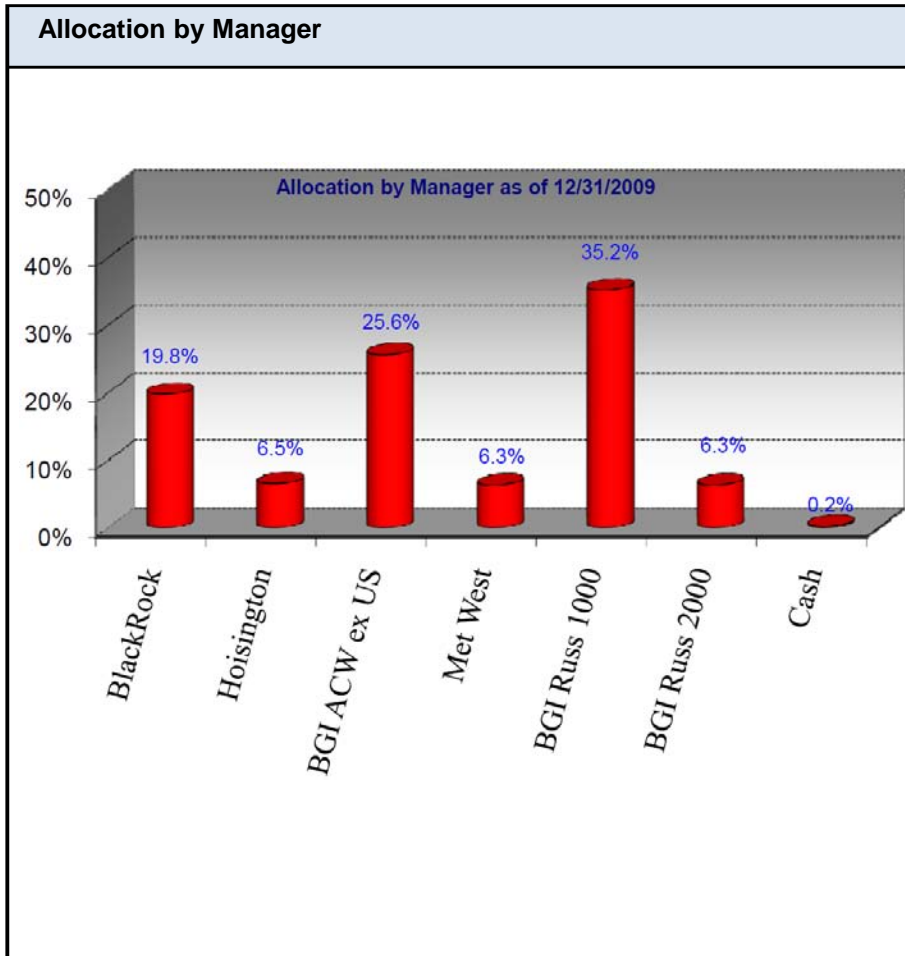
# Oklahoma Law

## Investment Performance Periods Ending December 31

	% Portfolio	Quarter		1 Year		3 Year		5 Year	
		% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>International Equity</b>									
Mondrian	4.4%	3.0%	41	24.8%	80	(4.5)%	51	5.4%	46
Artio	3.9%	3.0%	44	24.1%	85	(6.5)%	83	4.6%	64
CITI PMI EPAC		2.4%		34.3%		(4.9)%		4.4%	
<b>Bond Managers</b>									
<b>Core Bonds</b>									
TCW (Core Plus)	14.3%	1.5%	47	13.6%	80	7.9%	43	6.1%	57
NTGI Bond	17.0%	0.5%	71	6.7%	85	5.9%	76	4.9%	79
BC Aggregate		0.2%		5.9%		6.0%		5.0%	
<b>Real Estate</b>									
Colcord Center	0.6%	0.0%	27	3.1%	14	n/a		n/a	
RREEF	4.3%	(4.1)%	77	(29.5)%	55	(11.7)%	66	(2.0)%	74
NCREIF		(2.1)%		(16.9)%		(3.4)%		4.7%	
<b>Private Investment</b>									
AMR Private Equity	0.5%	(1.9)%	92	(18.5)%	82	1.5%	50	5.3%	60
Knightsbridge VI	1.2%	6.2%	17	(1.2)%	42	(2.1)%	66	(1.8)%	84
American II	0.9%	(0.5)%	90	(14.0)%	73	1.8%	47	n/a	
Knightsbridge VII	0.2%	(0.0)%	79	(8.6)%	57	n/a		n/a	
<b>Hedge Funds L/S</b>									
Grosvenor	10.1%	2.1%	46	11.9%	64	n/a		n/a	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									



# Oklahoma Judges



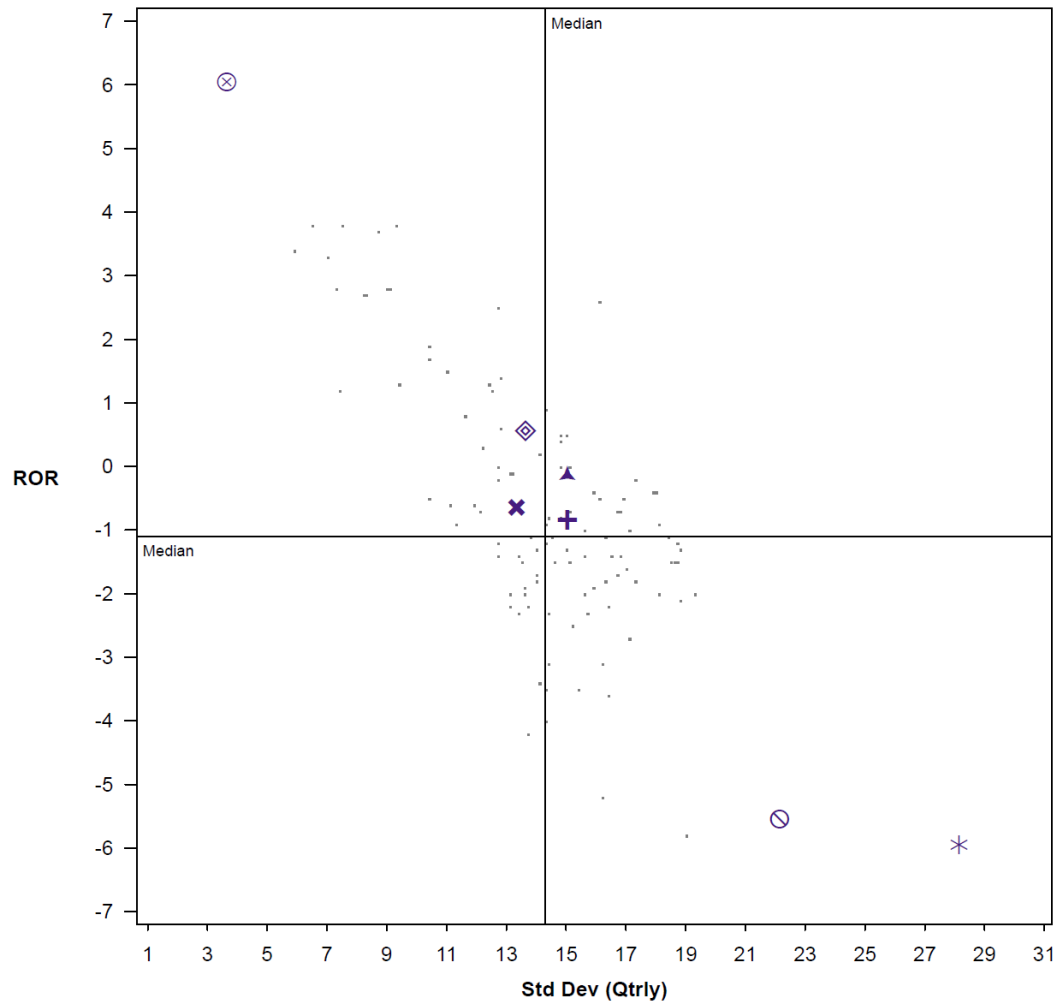
**Market Value Change**

**Qtr Ending 12/31/2009**

<b>9/30/2009</b>	\$214,771
Net Ext Growth	(\$1,767)
Investment Return	\$6,294
<b>12/31/2009</b>	\$219,298

# Oklahoma Judges

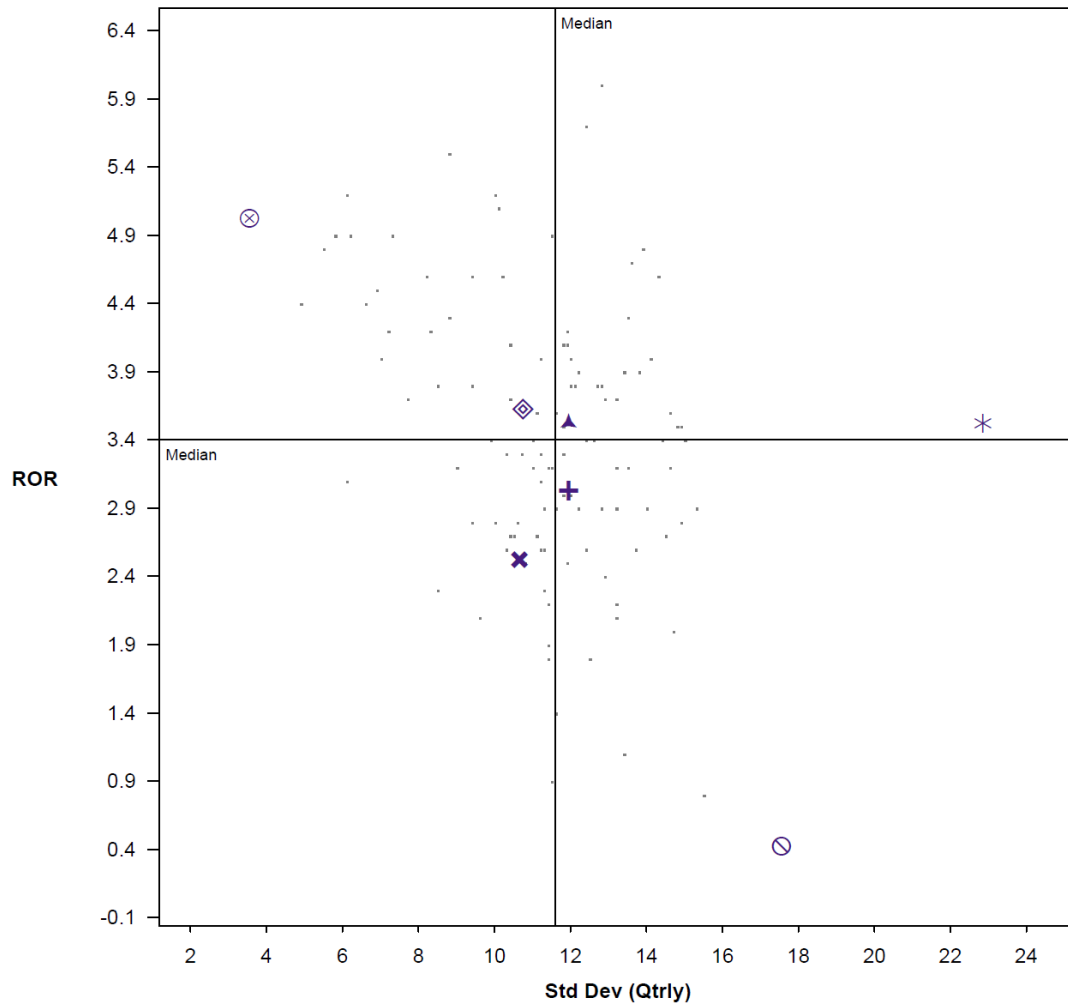
## 3 Year Risk vs. Return



NAME	Return	Standard Deviation
▲ <b>OK JUDGES</b>	-0.2 32	15.1 64
◆ OK JUDGES Allocation Index	0.5 23	13.7 39
+ POLICY INDEX	-0.9 47	15.1 60
⊘ S&P 500	-5.6 100	22.2 100
⊗ BC AGGREGATE	6.0 1	3.7 1
✖ 60% S&P 500 / 40% BC AGGREGA	-0.7 42	13.4 32
* MSCI EAFE (NET)	-6.0 100	28.2 100
Median	-1.1	14.3

# Oklahoma Judges

## 5 Year Risk vs. Return



NAME	Return	Standard Deviation
▲ OK JUDGES	3.5 44	12.0 59
◆ OK JUDGES Allocation Index	3.6 43	10.8 32
+ POLICY INDEX	3.0 65	12.0 58
⊘ S&P 500	0.4 100	17.6 100
⊗ BC AGGREGATE	5.0 6	3.6 1
✕ 60% S&P 500 / 40% BC AGGREGA	2.5 85	10.7 31
* MSCI EAFE (NET)	3.5 44	22.9 100
Median	3.4	11.6

# Oklahoma Judges

## Investment Performance

### Periods Ending December 31

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Judges	2.9%	65	20.5%	34	(0.2)%	32	3.5%	44	6.6%	56
Allocation Index	3.9%	16	20.6%	33	0.5%	23	3.6%	43	6.2%	67
Policy Index	2.4%	89	18.8%	47	(0.9)%	47	3.0%	65	5.9%	86
Med Tot Public Fund	3.3%		18.5%		(1.1)%		3.4%		6.7%	
Green = 1st Quartile										
Yellow = 2nd Quartile										
Blue = 3rd Quartile										
Red = 4th Quartile										

### Years Ending December 31

	Dec-09		Dec-08		Dec-07		Dec-06		Dec-05		Dec-04		Dec-03	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Judges	20.5%	34	(23.3)%	25	7.6%	59	12.2%	76	6.6%	65	10.3%	71	19.1%	78
Allocation Index	20.6%	33	(21.7)%	15	7.5%	62	11.7%	78	5.4%	85	9.1%	85	16.9%	89
Policy Index	18.8%	47	(23.7)%	31	7.4%	64	11.7%	79	6.5%	67	9.6%	78	17.4%	89
Med Tot Pub Fund	18.5%		(25.6)%		8.2%		13.7%		7.2%		11.1%		21.7%	
Green = 1st Quartile														
Yellow = 2nd Quartile														
Blue = 3rd Quartile														
Red = 4th Quartile														

## Oklahoma Judges

Investment Performance Periods Ending December 31

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Domestic Equity Composite	5.8%	50	28.8%	62	(5.2)%	67	0.9%	71	6.6%	75
S&P 500	6.0%		26.4%		(5.6)%		0.4%		5.5%	
Equity Public Funds Median	5.8%		32.1%		(3.8)%		2.1%		8.1%	
International Equity Composite	3.7%	29	35.0%	42	(5.0)%	58	4.4%	68	11.0%	69
CITI PMI EPAC	2.4%		34.3%		(4.9)%		4.4%		10.9%	
International Developed Equity Median	2.7%		33.4%		(4.4)%		5.2%		12.0%	
Fixed Inc Composite	(1.0)%	85	3.7%	90	6.1%	68	5.4%	54	5.6%	53
Barclays Aggregate	0.2%		5.9%		6.0%		5.0%		4.8%	
Fixed Inc Public Funds Median	1.2%		14.2%		6.8%		5.6%		5.8%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile										

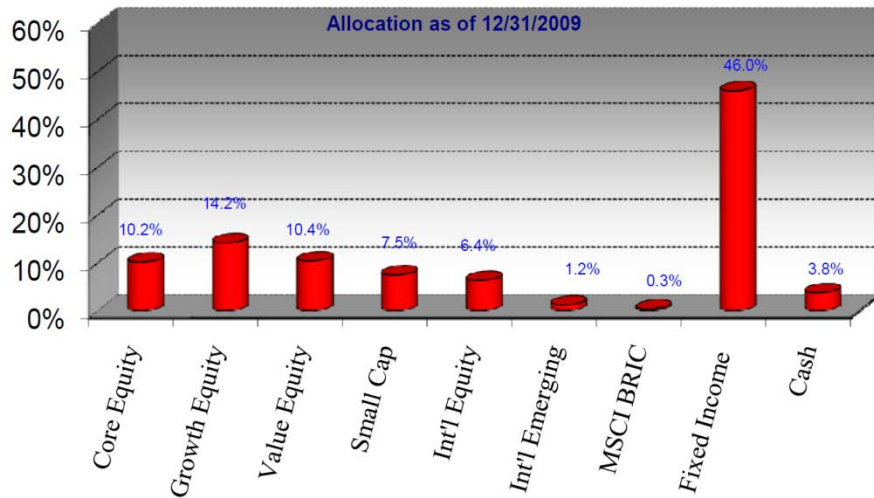
## Oklahoma Judges

Investment Performance Periods Ending December 31

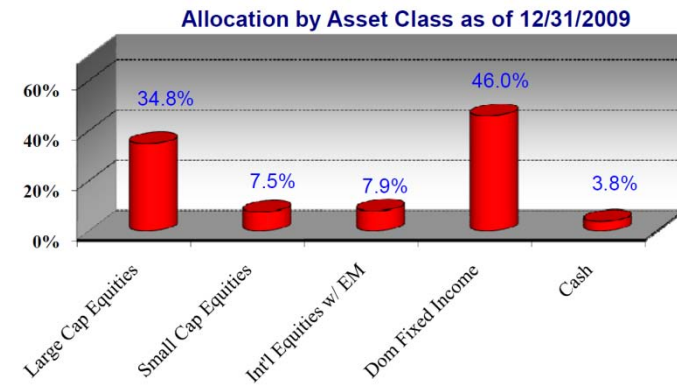
	% Portfolio	Quarter		1 Year		3 Year		5 Year	
		% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>Domestic Equity</b>									
<b>Large Core</b>									
BGI Russell1000	35.2%	6.1%	36	n/a		n/a		n/a	
Russell 1000		6.1%		28.4%		(5.4)%		0.8%	
<b>Small Cap</b>									
BGI Russell 2000	6.3%	3.9%	65	n/a		n/a		n/a	
Russell 2000		3.9%		27.2%		(6.1)%		0.5%	
<b>International Equity</b>									
BGI ACW ex US	25.6%	n/a		n/a		n/a		n/a	
CITI PMI EPAC		2.4%		34.3%		(4.9)%		4.4%	
<b>Bond Managers</b>									
<b>Core Bonds</b>									
BlackRock	19.8%	0.8%	52	11.8%	47	5.6%	83	4.8%	81
Met West	6.3%	3.1%	4	15.8%	21	7.3%	28	6.5%	9
BC Aggregate		0.2%		5.9%		6.0%		5.0%	
<b>Long Bonds</b>									
Hoisington	6.5%	(9.7)%	100	(22.7)%	100	5.4%	61	5.5%	34
BC Long		(5.3)%		(12.9)%		5.8%		5.2%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									

# Oklahoma Wildlife

## Allocation by Manager



## Allocation by Asset Class



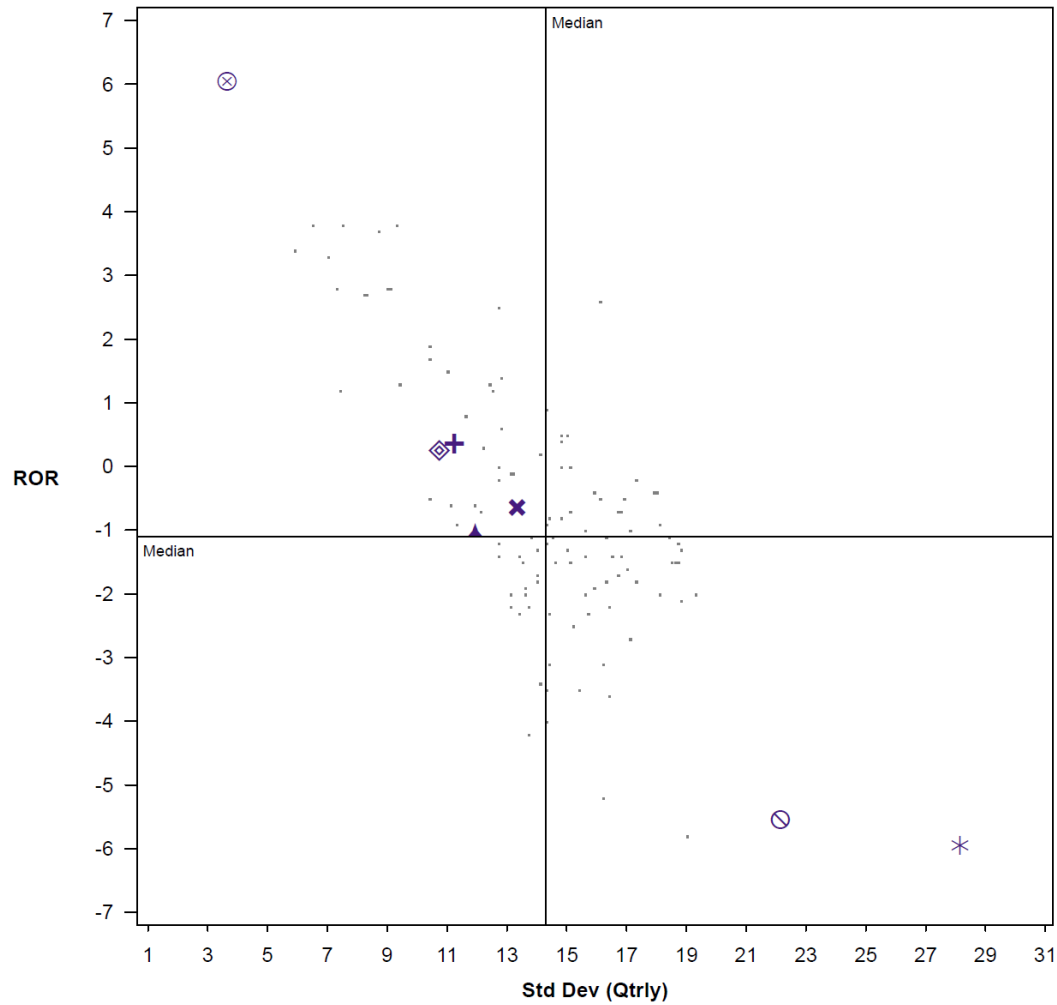
## Market Value Change

### Qtr Ending 12/31/2009

<b>9/30/2009</b>	\$62,064
Net Ext Growth	\$19
Investment Return	\$1,664
<b>12/31/2009</b>	\$63,747

# Oklahoma Wildlife

## 3 Year Risk vs. Return

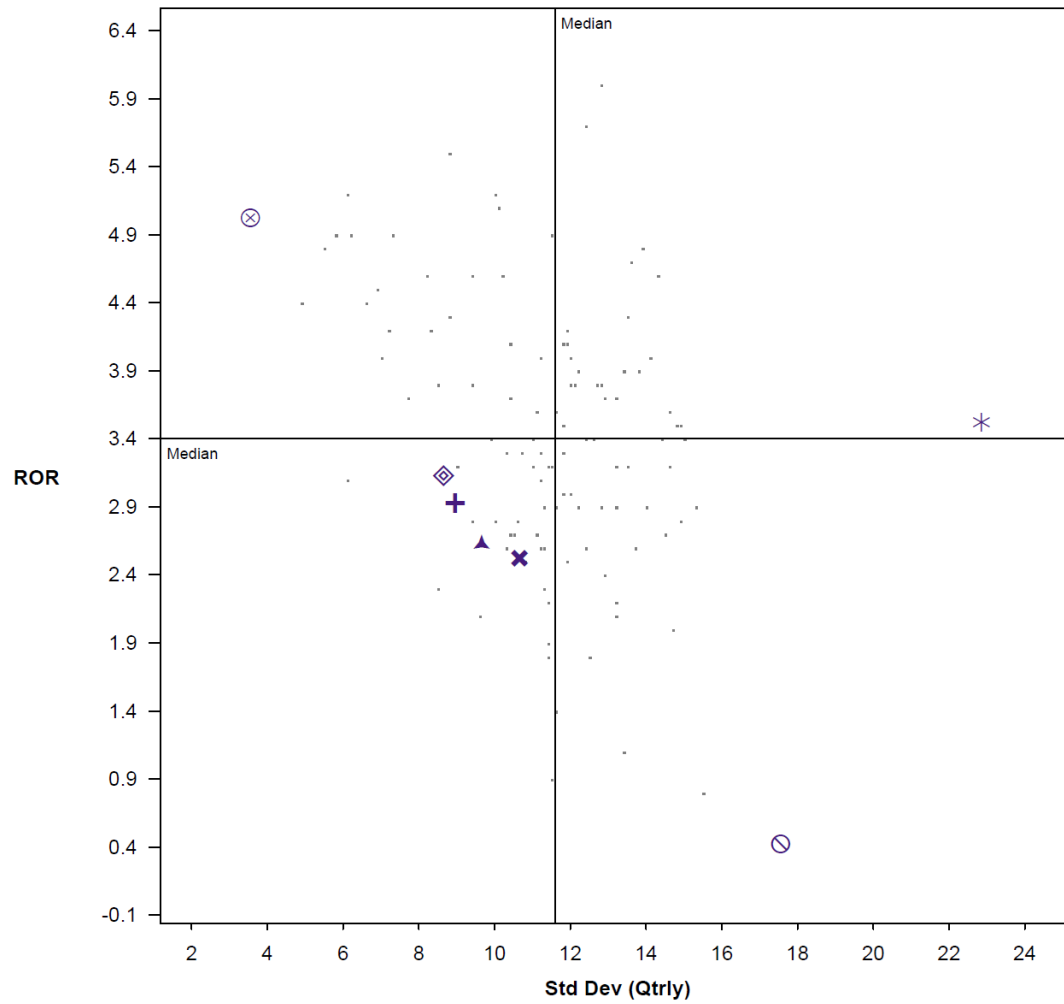


NAME	Return	Standard Deviation
▲ <b>OK WILDLIFE</b>	-1.1 52	12.0 19
◆ OK WILDLIFE Allocation Index	0.2 26	10.8 15
+ POLICY INDEX	0.3 25	11.3 17
⊘ S&P 500	-5.6 100	22.2 100
⊗ BC AGGREGATE	6.0 1	3.7 1
* 60% S&P 500 / 40% BC AGGREGA	-0.7 42	13.4 32
* MSCI EAFE (NET)	-6.0 100	28.2 100
Median	-1.1	14.3



# Oklahoma Wildlife

## 5 Year Risk vs. Return



NAME	Return	Standard Deviation
▲ OK WILDLIFE	2.6 83	9.7 20
◊ OK WILDLIFE Allocation Index	3.1 64	8.7 14
+ POLICY INDEX	2.9 70	9.0 17
○ S&P 500	0.4 100	17.6 100
⊗ BC AGGREGATE	5.0 6	3.6 1
✖ 60% S&P 500 / 40% BC AGGREGA	2.5 85	10.7 31
* MSCI EAFE (NET)	3.5 44	22.9 100
Median	3.4	11.6

# Oklahoma Wildlife

## Investment Performance

### Periods Ending December 31

	Quarter		1 Year		3 Year		5 Year		7 Year	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Wildlife	2.6%	82	16.1%	67	(1.1)%	52	2.6%	83	5.4%	92
Allocation Index	2.7%	81	15.3%	75	0.2%	26	3.1%	64	5.7%	89
Policy Index	3.2%	59	16.2%	65	0.3%	25	2.9%	70	5.4%	92
Med Tot Public Fund	3.3%		18.5%		(1.1)%		3.4%		6.7%	
Green = 1st Quartile										
Yellow = 2nd Quartile										
Blue = 3rd Quartile										
Red = 4th Quartile										

### Years Ending December 31

	Dec-09		Dec-08		Dec-07		Dec-06		Dec-05		Dec-04		Dec-03	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Wildlife	16.1%	67	(22.0)%	15	6.9%	73	11.0%	85	5.9%	77	7.9%	96	17.4%	88
Allocation Index	15.3%	75	(18.1)%	9	6.4%	84	11.2%	84	4.2%	97	8.4%	92	16.8%	90
Policy Index	16.2%	65	(18.2)%	9	6.3%	86	10.0%	92	3.8%	98	7.6%	97	16.0%	90
Med Tot Pub Fund	18.5%		(25.6)%		8.2%		13.7%		7.2%		11.1%		21.7%	
Green = 1st Quartile														
Yellow = 2nd Quartile														
Blue = 3rd Quartile														
Red = 4th Quartile														

# Oklahoma Wildlife

Investment Performance Periods Ending December 31

	Quarter		1 Year		2 Years		3 Years	
	% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
Domestic Equity Comp	5.2%	60	27.0%	73	(9.6)%	57	(4.7)%	61
S&P 500	6.0%		26.4%		(10.7)%		(5.6)%	
Equity Public Funds Median								
Int'l Equity Composite	1.4%	79	30.4%	61	(13.2)%	66	(5.3)%	63
Citigroup PMI EPAC	2.4%		34.3%		(12.7)%		(4.9)%	
Int'l Developed Funds Median								
Fixed Inc Comp	0.5%	70	7.3%	84	0.6%	97	2.5%	97
Barclays Aggregate	0.2%		5.9%		5.6%		6.0%	
Fixed Inc Public Funds Med								
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile								

# Oklahoma Wildlife

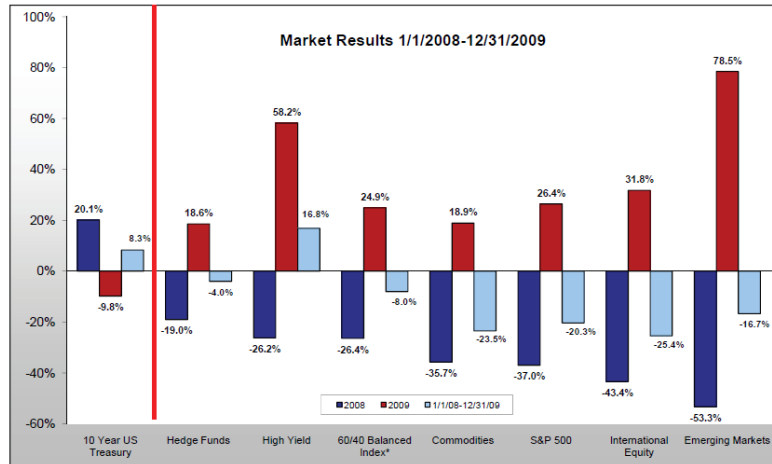
## Investment Performance Periods Ending December 31

Domestic Equity	% Portfolio	Quarter		1 Year		2 Years		3 Years	
		% Return	% Rank	% Return	% Rank	% Return	% Rank	% Return	% Rank
<b>Large Core</b>									
Core Equity	10.2%	3.9%	88	32.9%	20	(10.3)%	53	(4.8)%	46
S&P 500		6.0%		26.4%		(10.7)%		(5.6)%	
<b>Large Growth</b>									
Growth Equity	14.2%	6.6%	64	30.2%	71	(6.9)%	31	(1.2)%	40
Russell 1000 Growth		7.9%		37.2%		(8.1)%		(1.9)%	
<b>Large Value</b>									
Value Equity	10.4%	6.2%	22	17.8%	90	(13.8)%	84	(8.6)%	62
Russell 1000 Value				19.7%		(13.1)%		(9.0)%	
<b>Small Cap</b>									
Core Equity	7.5%	4.5%	56	27.6%	65	(7.5)%	73	(5.5)%	69
Russell 2000		3.9%		27.2%		(8.2)%		(6.1)%	
<b>International</b>									
International Equity	6.4%	2.0%	68	27.1%	69	(13.4)%	71	(6.3)%	81
International Emerging	1.2%	7.5%	53	69.2%	89	(7.0)%	39	5.5%	39
MSCI BRIC	0.3%	9.9%	13	n/a		n/a		n/a	
Citigroup PMI EPAC		2.4%		34.3%		(12.7)%		(4.9)%	
<b>Fixed Income</b>									
Fixed Income	46.0%	0.5%	70	7.5%	80	0.6%	99	2.6%	99
BC Aggregate		0.2%		5.9%		5.6%		6.0%	
Green = 1st Quartile Yellow = 2nd Quartile Blue = 3rd Quartile Red = 4th Quartile									

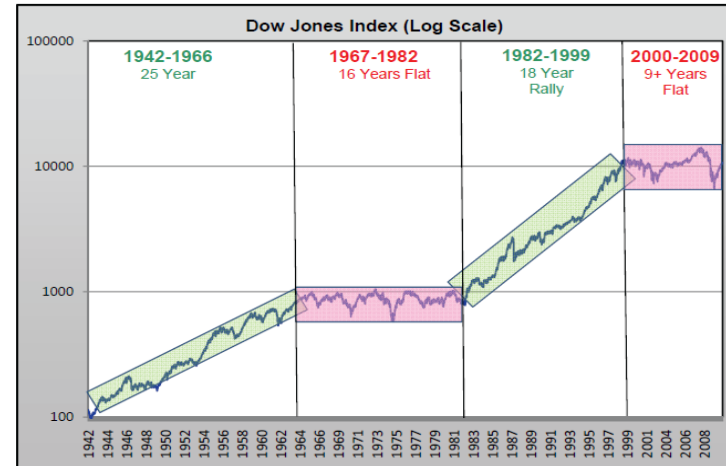
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# Appendix

# Market Environment – A Look Back (As of 12/31/2009)

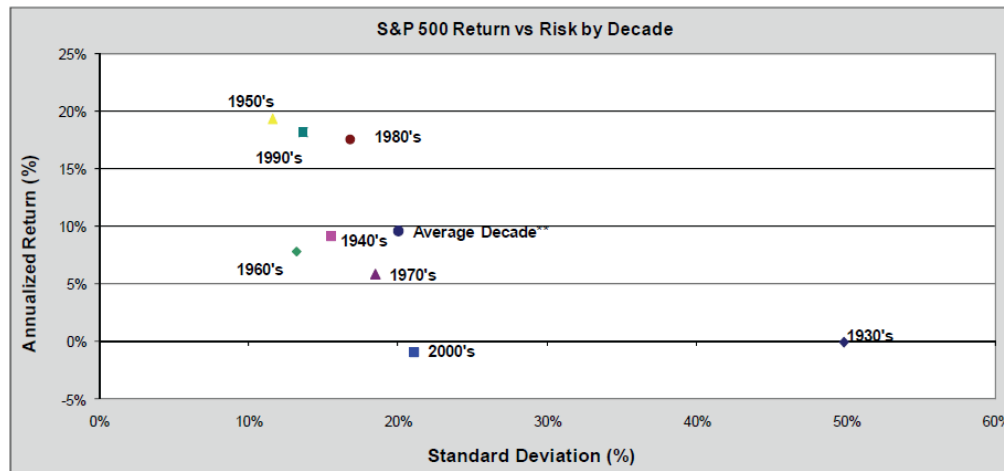


\* 35% S&P 500, 10% Russell 2000, 12% EAFE, 3% MSCI Emerging Mkts Equity, 25% BarCap Agg, 5% BarCap HY, 5% Citigroup WGBR, 5% Wilshire REIT  
Source: Bloomberg



Source: Dow Jones

**Strong results in 2009 have yet to recoup market declines in most risky investment categories...**

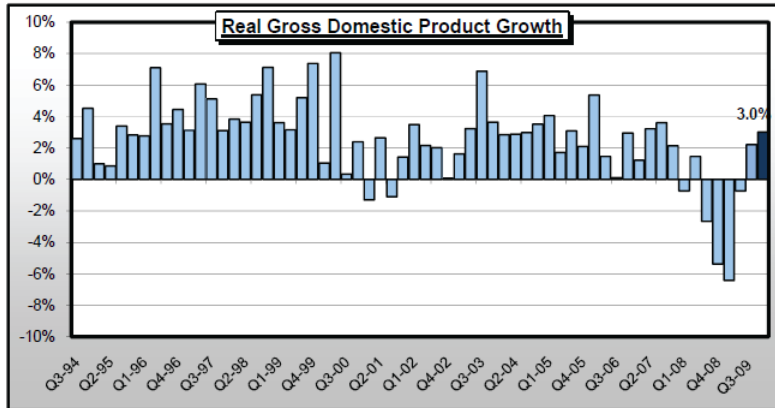


\*\* Average Decade is from the 1930's through the 2000's

Source: Standard and Poor's

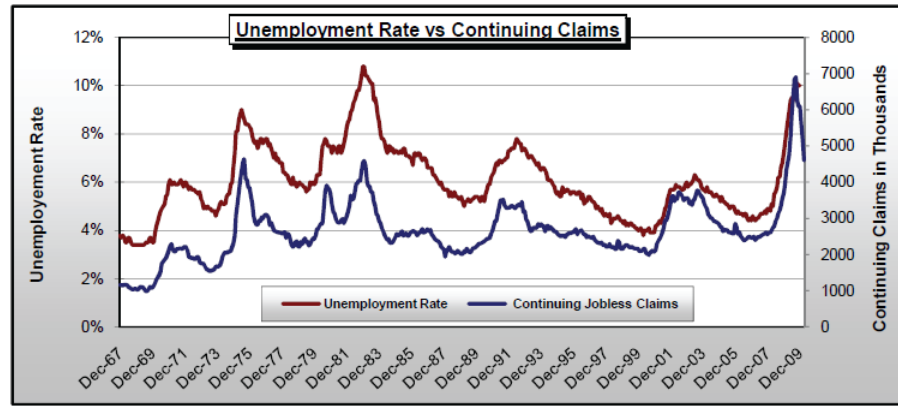
**While the decade of 2000-2009 was the worst in the history of the S&P 500.**

# Market Environment – US Economy (As of 12/31/2009)



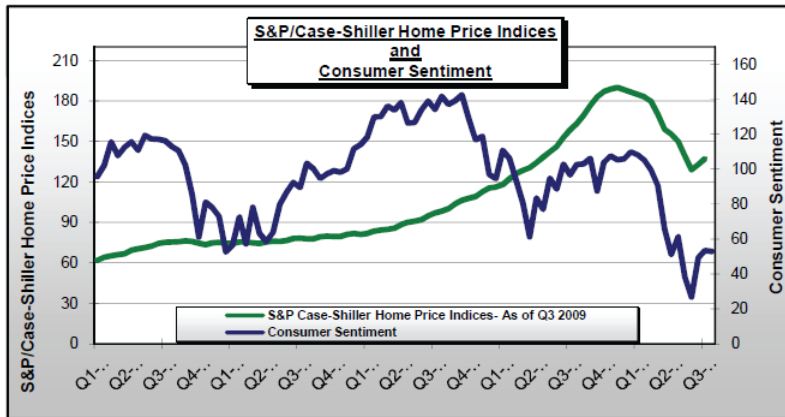
**GDP Consensus Estimate for Q4 is 3.0%...**

Source: U.S. Department of Commerce; Bureau of Economic Analysis and Bloomberg



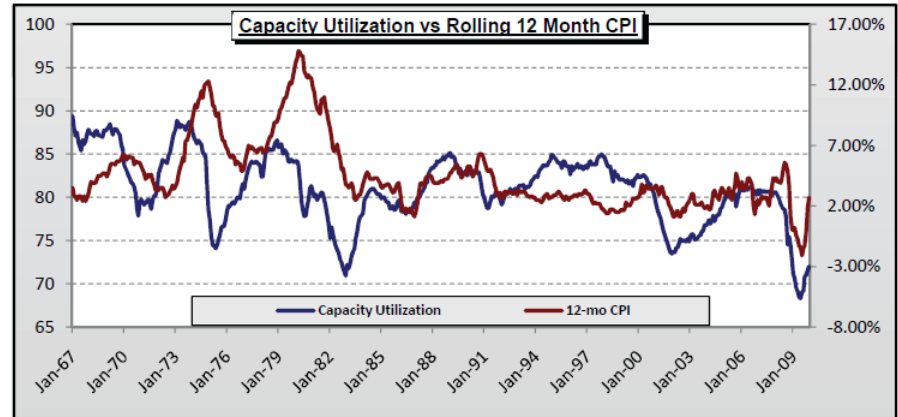
**Unemployment rate hit 10.0% in Q4, however US Continuing Jobless Claims decreased from last quarter...**

Source: Department of Labor and St Louis Federal Reserve and Bloomberg



**Housing prices have fallen 28% from their peak in Q2 of 2006; Consumer sentiment slightly decreased in Q4 of 2009...**

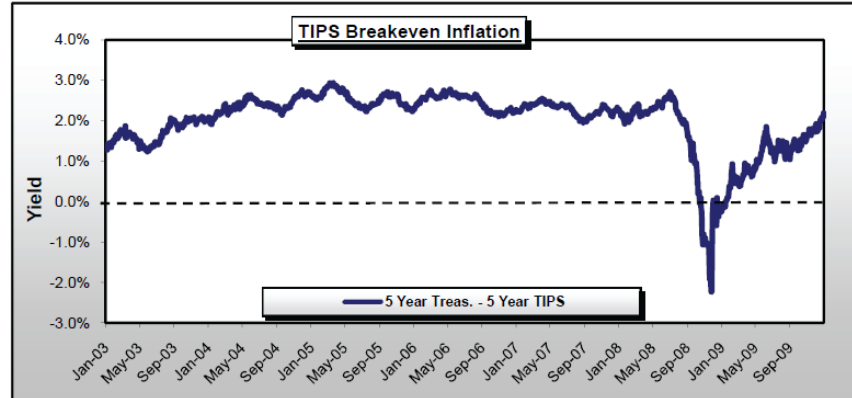
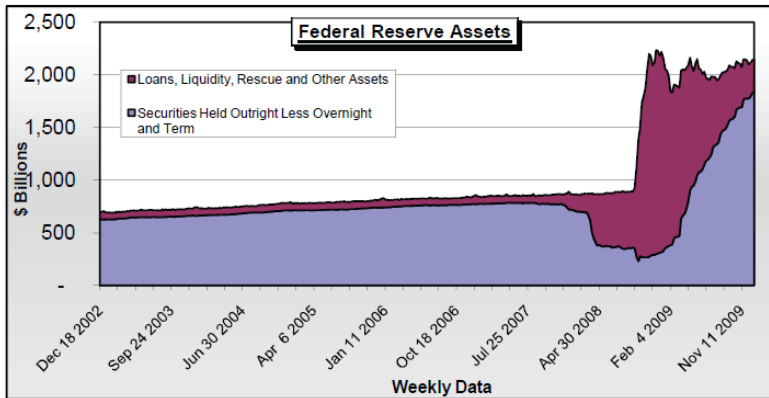
Source: Standard & Poors and Bloomberg



**In the near term, inflation is less of a concern with a great deal of economic slack to work through before prices and wages come under pressure...**

Source: Bloomberg

# Market Environment – US Economy (Continued) (As of 12/31/2009)

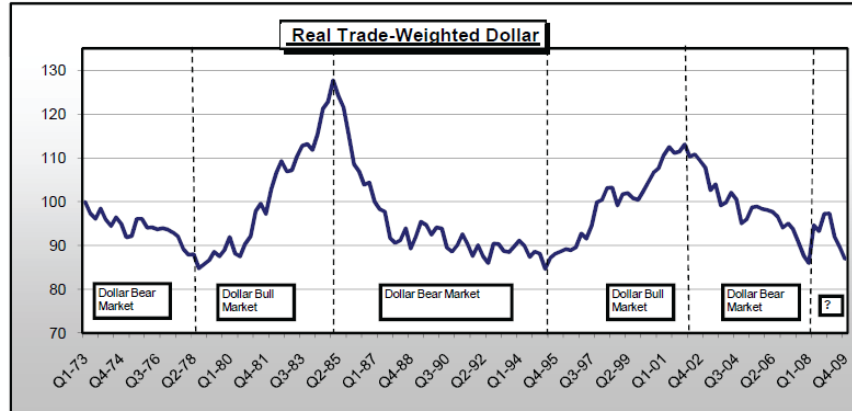
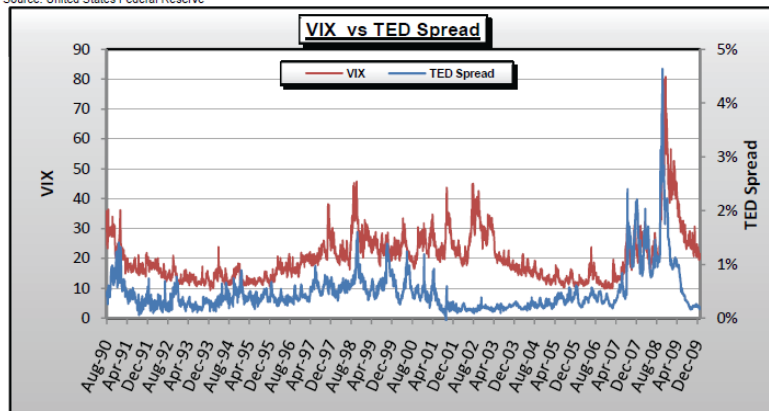


**Tremendous intervention by the Fed has been critical in restarting economic growth, but unwinding this balance sheet could spark inflation...**

**TIPS Breakeven Inflation is 2.2% after dipping below -2% in November 2008...**

Source: United States Federal Reserve

Source: United States Federal Reserve



**Key fear indicators such as the VIX and TED Spread (90 Day Libor - 90 Day T-Bill) have stabilized after hitting record highs in Q4 2008...**

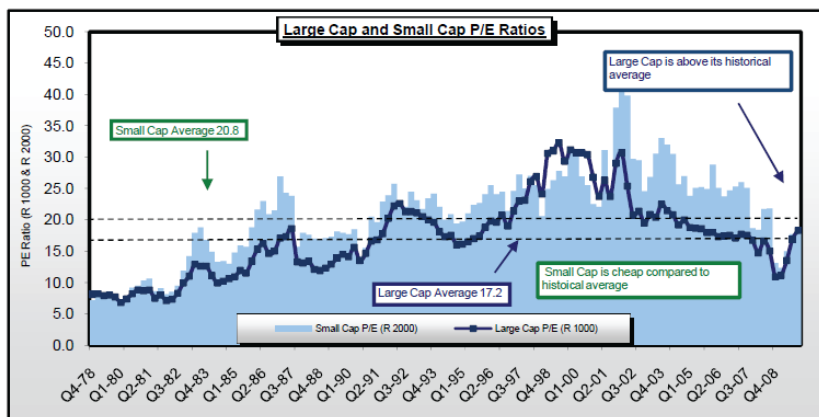
**The Dollar depreciated in Q4...**

Source: Bloomberg

Source: Bloomberg and St Louis Federal Reserve

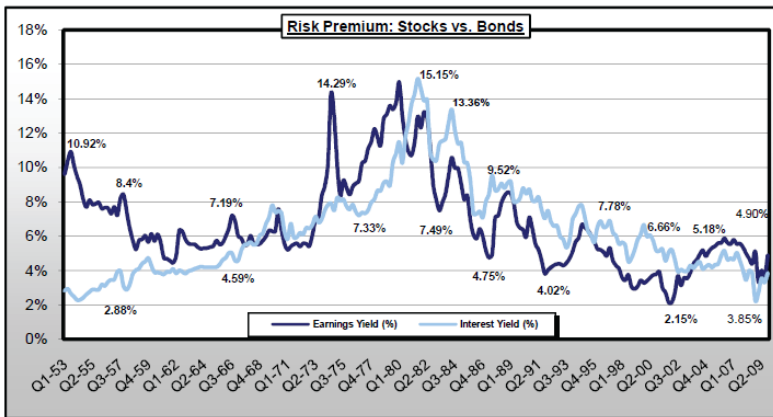


# Market Environment – Domestic Equity (As of 12/31/2009)



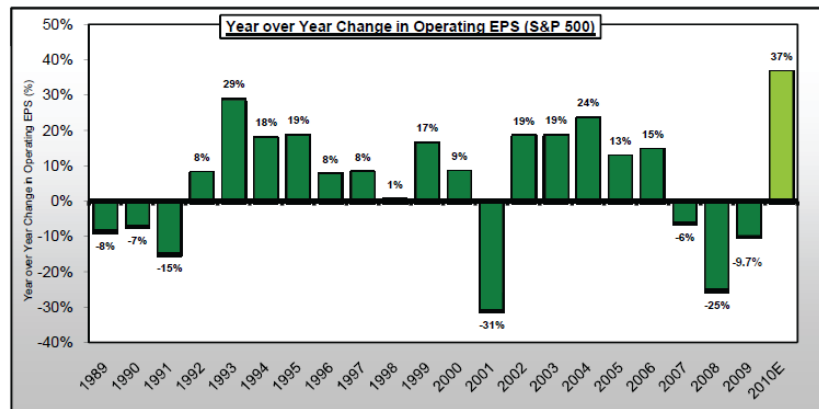
Large Cap and Small Cap P/Es, excluding negative earnings, both increased from last quarter...

Source: Russell Investment Group



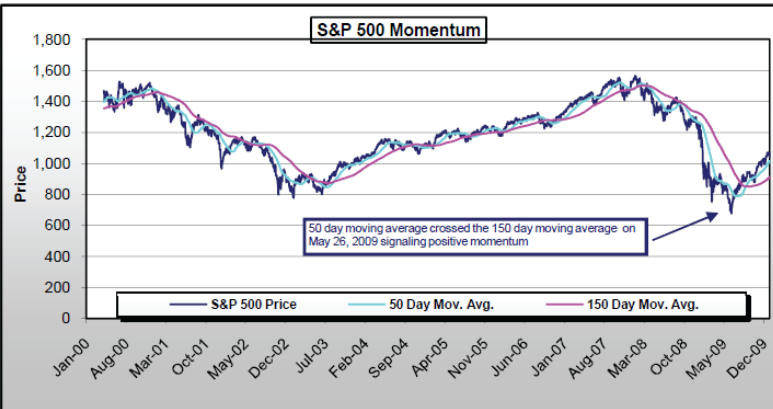
Earnings yield net of extraordinary items at 4.90% continues to exceed bond yields of 3.85%...

Source: Standard & Poors and St Louis Federal Reserve



EPS growth is expected to increase by 37% in 2010...

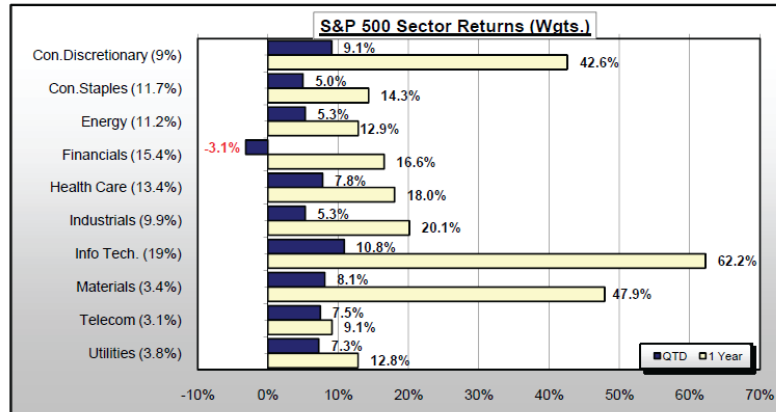
Source: Standard & Poors



S&P 500 momentum continues to show a bullish signal...

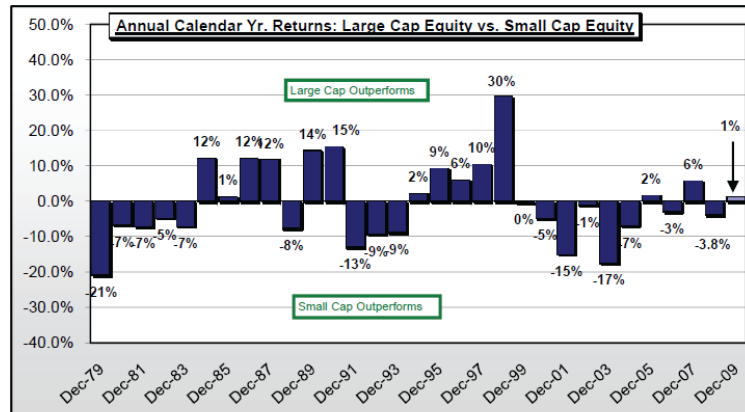
Source: Bloomberg

# Market Environment – Equity Sector / Style Rotation (As of 12/31/2009)



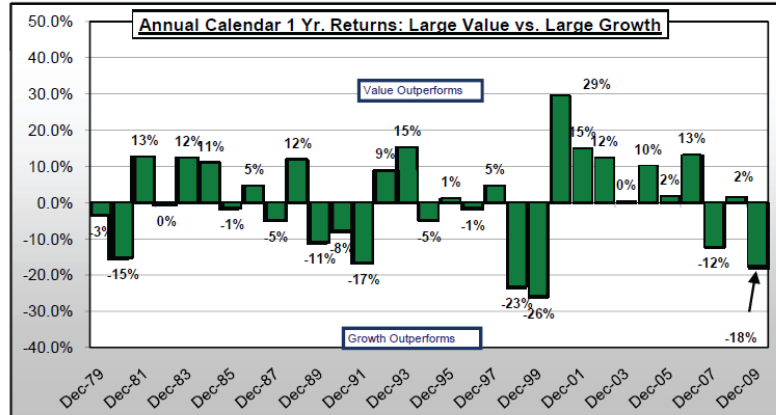
Information Technology led the S&P Sector Returns in Q4...

Source: Standard & Poors



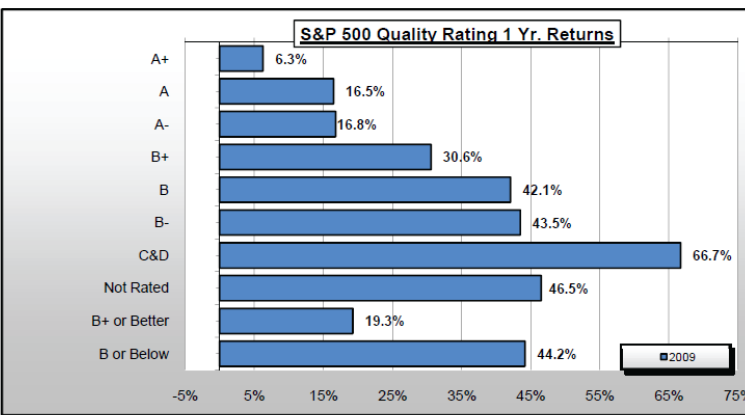
Large Cap outperformed Small Cap by 1% in 2009...

Source: Russell Investment Group



Growth stocks outperformed Value stocks by 18% in 2009...

Source: Russell Investment Group



Low Quality outperformed High Quality in 2009...

Source: Standard & Poors

# Market Environment – International Equity (As of 12/31/2009)

**Developed Market Equity Returns (U.S. Dollars)**

Source: MSCI Inc.

	Qtr. (%)	1 Yr. (%)	3 Yr. (%)
Europe ex UK	1.6%	32.6%	-5.6%
United Kingdom	7.0%	43.3%	-7.1%
Japan	-2.8%	6.3%	-10.4%
Pacific Ex Japan	5.2%	72.8%	3.8%
Canada	5.0%	56.2%	3.3%
USA	5.9%	26.3%	-6.0%

**US Dollar Return vs. Major Foreign Currencies**

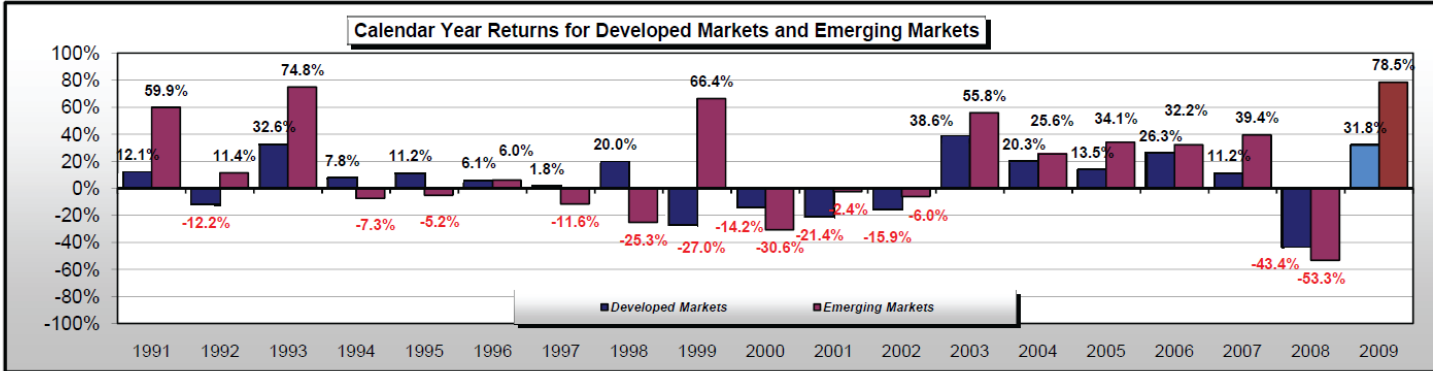
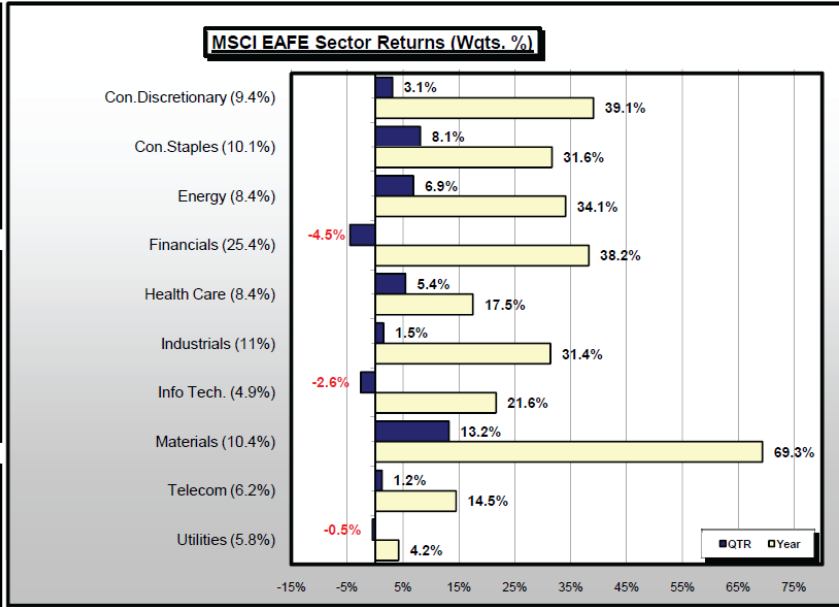
(Negative = Dollar Depreciates, Positive = Dollar Appreciates)

	Qtr.	1 Yr.	5 Yr.
Euro	1.9%	-3.1%	-1.1%
Japanese Yen	4.0%	2.7%	-1.9%
British Pound	-1.0%	-11.0%	3.5%
Canada	-2.3%	-15.1%	-2.6%
Australia	-1.9%	-22.5%	-2.7%

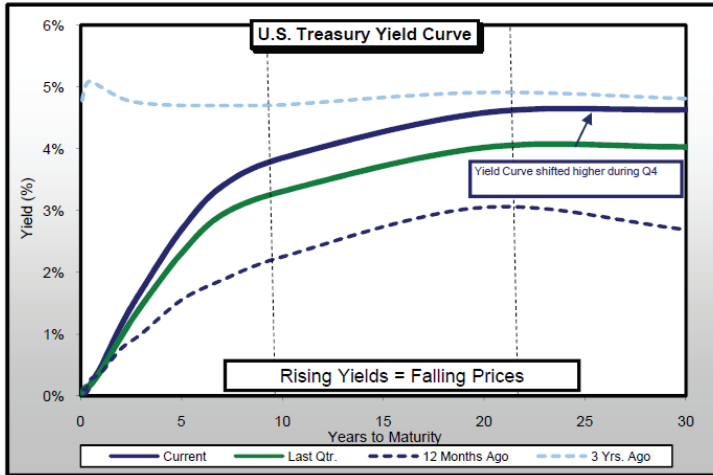
**Currency Impact on Developed Mkt. Returns**

(Negative = Currency Hurt, Positive = Currency Helped)

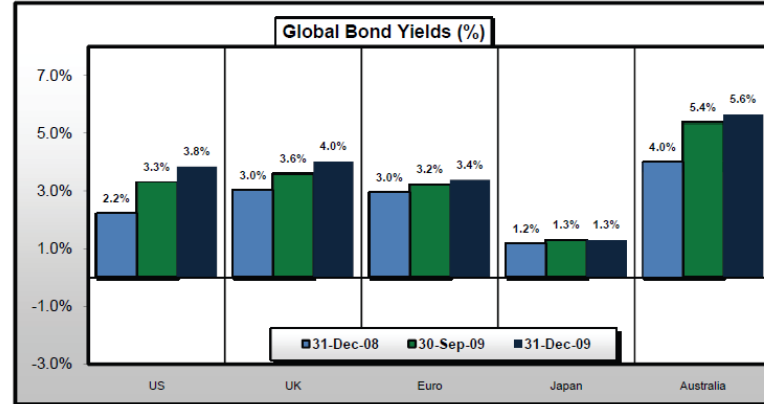
	Qtr.	1 Yr.	5 Yr.
MSCI EAFE (Local)	3.3%	24.7%	3.0%
MSCI EAFE (USD)	2.2%	31.8%	3.5%
Currency Impact	-1.2%	7.1%	0.6%



# Market Environment – Interest Rates (As of 12/31/2009)

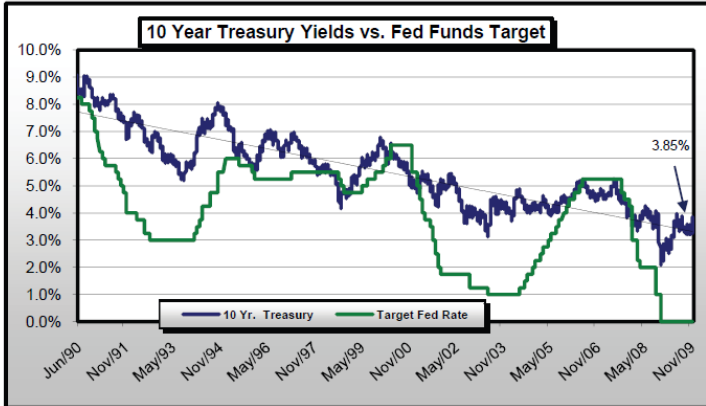


Source: Bloomberg



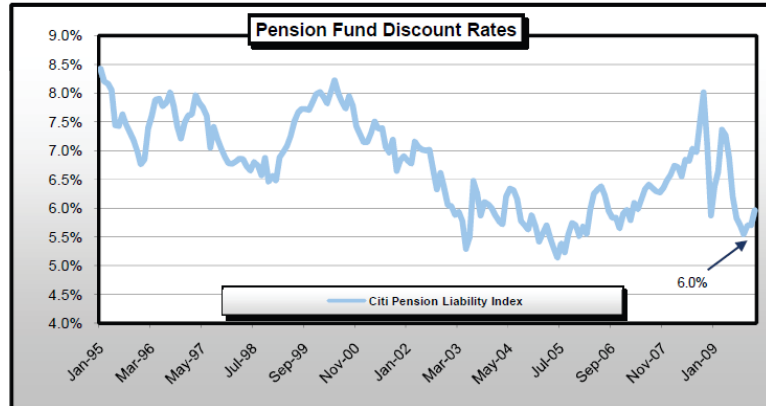
Global Yields are higher today than three months and one year ago...

Source: Bloomberg



Fed Funds rate target is still between 0% and 0.25% while 10 Yr. Treas. Yield increased to 3.85% in Q4...

Source: United States Federal Reserve



Citi Pension rate increased to 6.0% in Q4 of 2009...

Source: Citigroup

# Market Environment

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Information Disclosure

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- **The Investment Performance Analysis (IPA) is provided as a management aid for the client's internal use only. Portfolio performance reported in the IPA does not constitute a recommendation by NEPC.**
- **Information in this report on market indices and security characteristics is received from sources external to NEPC. While efforts are made to ensure that this external data is accurate, NEPC cannot accept responsibility for errors that may occur**