



## Investment Reports

Quarterly Report - March 31, 2005

Commingled Trust Fund (CTF) .....	Section 1
Defined Contribution Plans .....	Section 2
Daily Priced Investment Options .....	Section 3
Labor and Industries' Funds .....	Section 4
Permanent and Other Trust Funds .....	Section 5

**Dated: May 6, 2005**





## Commingled Trust Fund (CTF)

Quarterly Report - March 31, 2005

Highlights.....	1
Capital Markets.....	3
Asset Allocation.....	4
Market Value and Net Performance – Lagged.....	5
Historical Performance and Assets Under Management.....	6
U.S. Equity.....	7
Non-U.S. Equity.....	8
Non-U.S. Equity – Individual Manager Returns.....	10
Fixed Income.....	12
Private Equity.....	13
Real Estate.....	14
Manager Performance Versus S&P 500.....	15
Stakeholder Characteristics and Cash Flows.....	16
Manager Descriptions.....	17
Glossary.....	20



## Capital Markets

- ❖ The Dow Jones Wilshire 5000 index returned a negative 2.2 percent for the quarter, bringing the one-year return to a positive 7.2 percent.
- ❖ Small cap, as measured by the Russell 2000, lost 5.3 percent for the quarter, underperforming large cap (Russell 1000) by 343 basis points. Small cap also underperformed large cap for the year, earning 5.4 percent compared to large cap at 7.2 percent.
- ❖ Growth underperformed value by more than 400 basis points (-4.3 versus -0.3 percent) using the Russell 3000 series. On a yearly basis, growth underperformed value by more than 1100 basis points.
- ❖ The non-U.S. equity market, as measured by the MSCI ACWI ex U.S., outperformed the U.S. equity market, gaining 0.3 percent for the quarter. Of the 48 countries in the MSCI ACWI ex U.S. Index, 20 had negative returns and 28 had positive returns for the quarter, in U.S. dollars. The lowest returning country, Venezuela, was at -14.8 percent, and the highest returning country, Egypt, was at 56.2 percent.
- ❖ In the Lehman indices, CMBS Non-ERISA had the highest return at 1.0 percent for the quarter, and high yield securities had the lowest return at -2.6 percent. For the quarter, the short end of the curve performed the best with 3 month T-Bills earning 0.7 percent and the 30 year treasury losing 0.4 percent
- ❖ For the first quarter of 2005, the best performers in the NCREIF were retail, at 7.5 percent, and the Eastern region, at 4.2 percent. Total return for the index was 3.5 percent.
- ❖ GDP growth grew at a rate of 3.1 percent (annualized) for the quarter. Inflation, as measured by the CPI, was up 1.0 percent for the quarter and grew 3.2 percent for the year.
- ❖ The Fed raised the federal funds rate 25 basis points two times during the quarter, increasing the rate from 2.25 percent to 2.75 percent.

## Total Fund

- ❖ The CTF increased slightly in size during the quarter growing \$363 million to 46.6 billion.

## Asset Allocation

- ❖ The majority of the asset classes in the CTF finished the quarter within their long-term targets with the exception of real estate. Non-U.S. Equity was rebalanced to inside the target range by transferring approximately \$636 million to fixed income. Participant withdrawals for the quarter were funded by disbursements from private equity and real estate.

## Investment Return

- ❖ The CTF's return for the first quarter of 2005 was 1.6 percent, bringing the one-year return to 10.7 percent.
- ❖ The fund outperformed all the benchmarks for the time periods shown.

## U.S. Equity

- ❖ The WSIB U.S. equity portfolio outperformed the Dow Jones Wilshire 5000 for the quarter, one-, three-, five- and ten-year periods.

## Non-U.S. Equity

- ❖ The WSIB non-U.S. equity portfolio outperformed the passive benchmark for the quarter by 10 basis points and outperformed for the one-year period by 29 basis points. The WSIB portfolio continued to have positive long-term performance outperforming the benchmarks annualized ten-year return by 5 basis points
- ❖ Only five of the ten developed managers outperformed for the quarter. The two managers retained after the restructuring have both outperformed for the three- and five-year periods. Mondrian (formerly called Delaware) outperformed by 1054 basis points on an annualized basis for the five-year period.
- ❖ Two of the three emerging market managers outperformed for the quarter; only one, GMO, outperformed for the year. Of the two emerging market managers who have five years of performance history with the WSIB, one has outperformed the benchmark (see page 11).

## Fixed Income

- ❖ The WSIB fixed income portfolio has outperformed the Lehman Universal in all time frames except FYTD and has outperformed the Lehman Aggregate for all periods.

## Private Equity

- ❖ The WSIB private equity non-lagged return for the quarter ended December 31, 2004, was 12.4 percent. The one-year return was 26.3 percent, higher than the benchmark, S&P 500 plus 500 basis points, at 15.9 percent.
- ❖ The WSIB LP portfolio returned 11.3 percent, and the WSIB KKR portfolio returned 15.9 percent for the quarter.
- ❖ As of December 31, 2004, there was \$4.1 billion in open commitments.

## Real Estate

- ❖ The WSIB Real Estate non-lagged return for the quarter ended, December 31, 2004, was 7.9 percent, higher than the NCREIF plus 100 basis point index of 4.9 percent. For the one-year period, the return of 16.4 percent was almost 100 basis points above the NCREIF plus 100 basis point index of 15.5 percent.
- ❖ As of December 31, 2004, there was just over \$4.1 billion in open commitments.

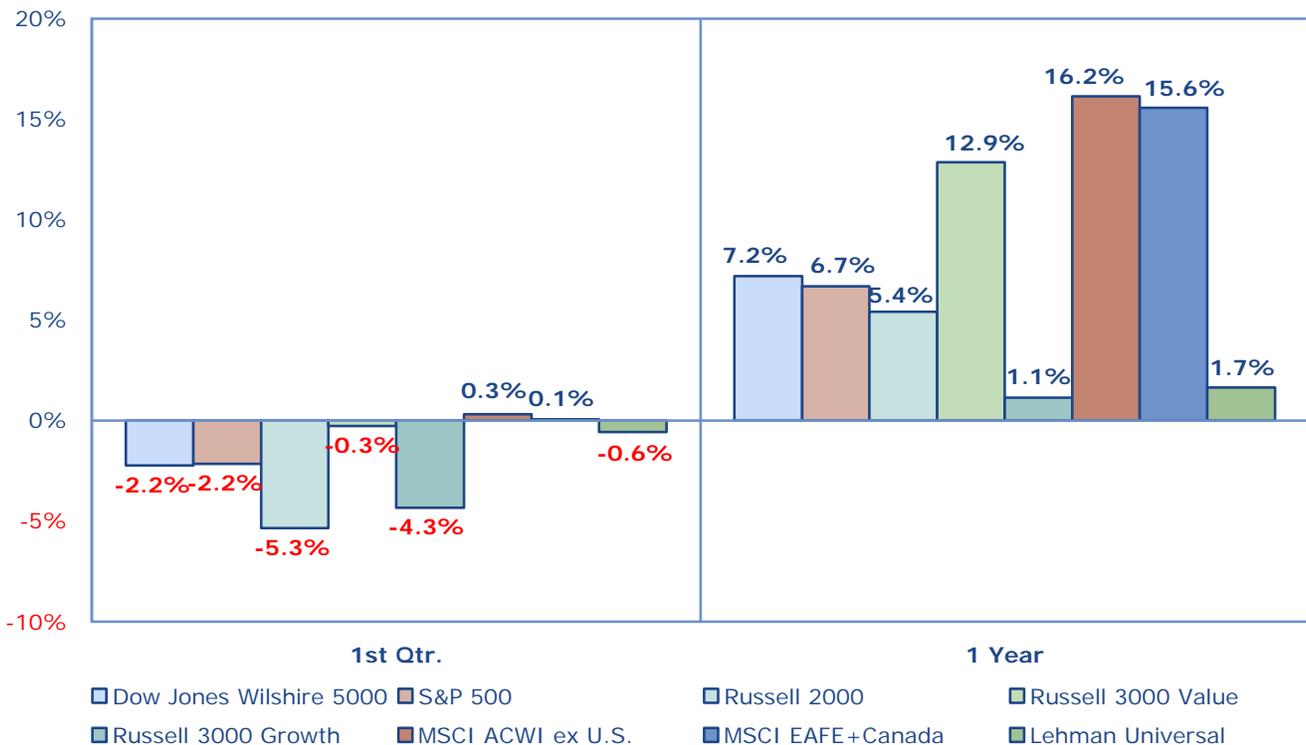


### Dow Jones Wilshire 5000

January 1, 2000 - May 6, 2005

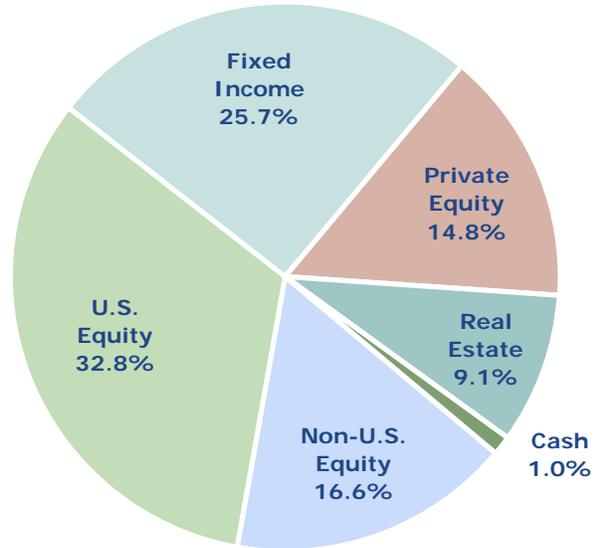


### Returns

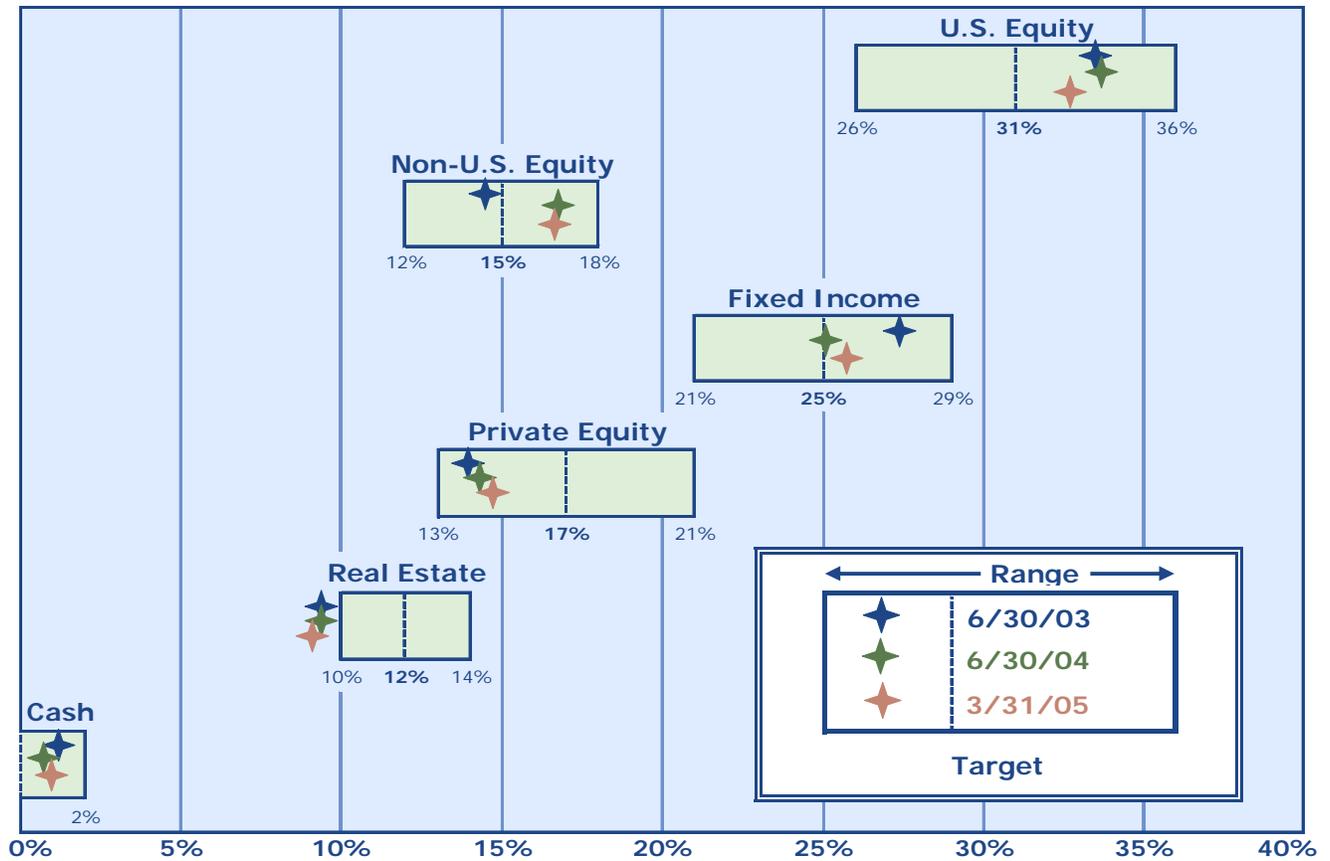




Asset Class	Market Value (000s)
U.S. Equity	\$ 15,265,856
Non-U.S. Equity	7,731,054
Fixed Income	11,967,030
Private Equity	6,876,264
Real Estate	4,261,434
Cash	458,808
<b>Total Fund</b>	<b>\$ 46,560,446</b>



**Current Allocation** Versus Long-Term Targets and Policy Ranges





## Market Value and Net Investment Performance - Lagged<sup>1</sup>

Quarter Ended March 31, 2005

Market Values in \$000s

			Qtr.	FYTD	1 Year	3 Year	5 Year	10 Year
<b>Total Fund</b>	<b>\$ 46,560,446</b>	<b>100.0%</b>	<b>1.61 %</b>	<b>10.50 %</b>	<b>10.72 %</b>	<b>7.94 %</b>	<b>2.95 %</b>	<b>10.09 %</b>
MAP Benchmark <sup>2</sup>			-1.40	7.08	7.17	6.48	0.65	8.95
Structural Benchmark <sup>3</sup>			1.27	10.27	10.46	7.58	2.45	9.67
TUCS Public Fund >\$1B Median <sup>4</sup>			-0.75	7.22	7.33	6.77	2.83	9.39
TUCS Public/Corporate Fund >\$1B Median <sup>4</sup>			-0.71	7.78	7.74	7.03	2.94	9.82
<b>U.S. Equity</b>	<b>\$ 15,265,856</b>	<b>32.8%</b>	<b>-2.16 %</b>	<b>5.79 %</b>	<b>7.20 %</b>	<b>4.31 %</b>	<b>-2.39 %</b>	<b>10.75 %</b>
Dow Jones Wilshire 5000			-2.22	5.77	7.19	4.32	-2.61	10.70
S&P 500			-2.15	4.89	6.69	2.75	-3.16	10.79
<b>Non-U.S. Equity</b>	<b>\$ 7,731,054</b>	<b>16.6%</b>	<b>0.43 %</b>	<b>17.65 %</b>	<b>16.44 %</b>	<b>12.45 %</b>	<b>0.18 %</b>	<b>6.08 %</b>
MSCI ACWI ex U.S.			0.33	16.96	16.15	13.07	-0.07	6.03
MSCI EAFE			-0.17	14.81	15.06	11.64	-1.15	5.41
<b>Fixed Income</b>	<b>\$ 11,967,030</b>	<b>25.7%</b>	<b>-0.45 %</b>	<b>4.07 %</b>	<b>1.73 %</b>	<b>7.02 %</b>	<b>7.74 %</b>	<b>7.58 %</b>
Lehman Universal			-0.56	4.19	1.66	6.54	7.31	7.32
<b>Cash</b>	<b>\$ 458,808</b>	<b>1.0%</b>	<b>0.59 %</b>	<b>1.35 %</b>	<b>1.57 %</b>	<b>1.42 %</b>	<b>1.90 %</b>	<b>3.76 %</b>
90 Day T-Bills			0.57	1.43	1.67	1.47	2.79	4.09
<b>Private Equity<sup>5</sup></b>	<b>\$ 6,876,264</b>	<b>14.8%</b>	<b>12.38 %</b>	<b>24.16 %</b>	<b>26.34 %</b>	<b>9.36 %</b>	<b>4.61 %</b>	<b>15.01 %</b>
S&P 500 + 500 bp lagged one quarter			10.46	12.72	15.88	8.59	2.70	17.07
<b>Real Estate<sup>5</sup></b>	<b>\$ 4,261,434</b>	<b>9.1%</b>	<b>7.98 %</b>	<b>13.63 %</b>	<b>16.44 %</b>	<b>12.92 %</b>	<b>12.33 %</b>	<b>15.57 %</b>
NCREIF + 100 bp lagged one quarter			4.91	12.38	15.48	11.02	10.91	11.87
CPI			1.05 %	2.06 %	3.15 %	2.65 %	2.47 %	2.48 %

<sup>1</sup> Performance figures are net of manager fees but before all other expenses.

<sup>2</sup> Currently 60% Dow Jones Wilshire 5000, 25% Lehman Universal, and 15% MSCI ACWI ex U.S. Over time the benchmark has been adjusted by changing the Lehman Aggregate to the Universal and by reducing Lehman from 30% and raising the Dow Jones Wilshire 5000 from 54%.

<sup>3</sup> Uses previous quarter's actual allocation in calculating performance.

<sup>4</sup> TUCS returns have been adjusted to reflect fees equivalent to those incurred by the WSIB (6.5 bp over one, three, and five years and 10 bp for ten years).

<sup>5</sup> Private equity and real estate use December 31, 2004, market values, plus cash flows for the first quarter of 2005. For compositing purposes the private equity return is calculated using geometrically linked quarterly IRRs. For true IRR return please see PCG's quarterly report.

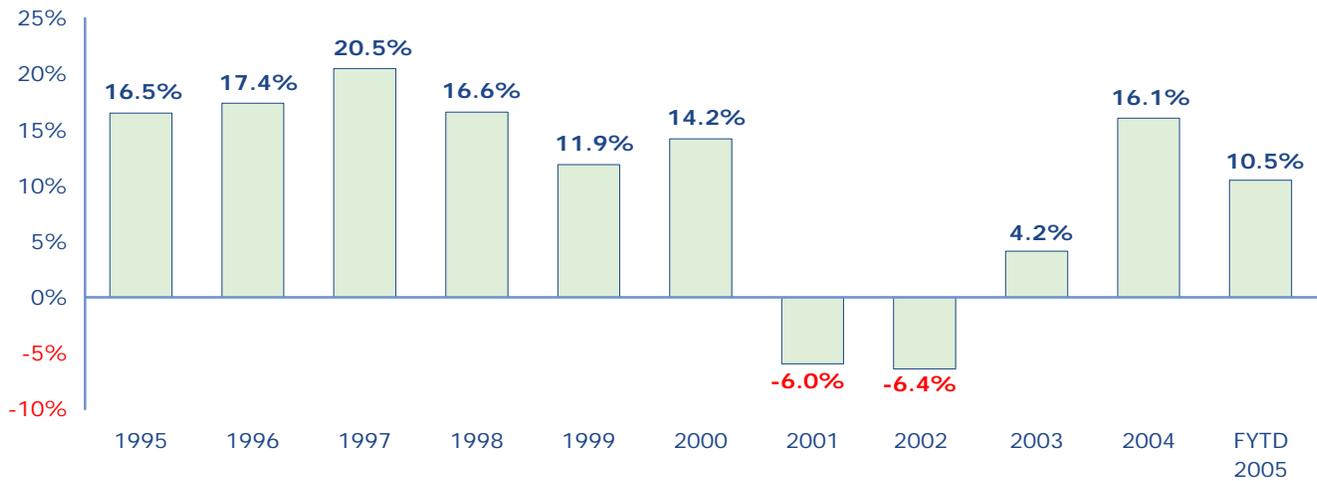


Market Values in \$000s

CTF Market Value: **\$ 46,560,446**  
 Net Change this Quarter: **\$ 363,257**  
 Net Change for Fiscal Year: **\$ 3,170,914**

### Annual Performance

Fiscal Years Ended June 30



### Assets Under Management (\$ Billions)

Fiscal Years Ended June 30



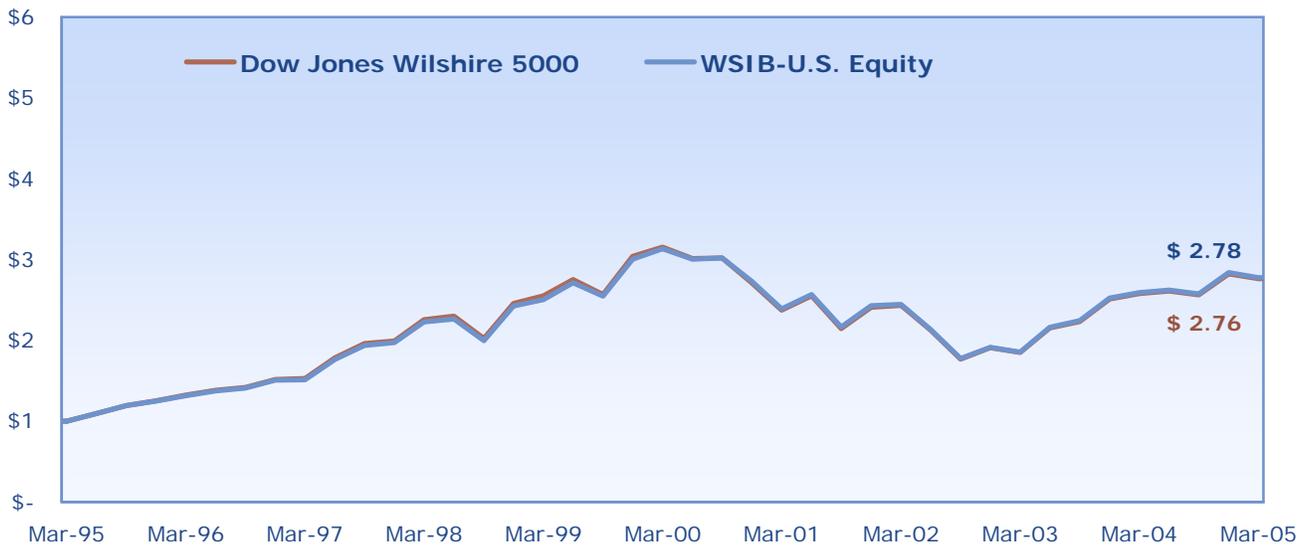
Market Values in \$000s

**Market Value: \$15,265,856**
**Ten Largest Holdings** (4,073 total holdings versus 4,967 in the index)

<b>Exxon Mobil Corp.</b>	2.93%	<b>Pfizer Inc.</b>	1.50%
<b>General Electric Co.</b>	2.87%	<b>Bank Of America Corp.</b>	1.35%
<b>Microsoft Corp.</b>	1.77%	<b>Int'l Business Machines Corp.</b>	1.16%
<b>Citigroup Inc.</b>	1.75%	<b>Intel Corporation</b>	1.13%
<b>Johnson &amp; Johnson</b>	1.50%	<b>Altria Group, Inc.</b>	1.01%

**Performance**

	<b>Qtr.</b>	<b>FYTD</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
<b>WSIB U.S. Equity</b>	<b>-2.16 %</b>	<b>5.79 %</b>	<b>7.20 %</b>	<b>4.31 %</b>	<b>-2.39 %</b>	<b>10.75 %</b>
Dow Jones Wilshire 5000	-2.22	5.77	7.19	4.32	-2.61	10.70
S & P 500	-2.15	4.89	6.69	2.75	-3.16	10.79
Russell 3000	-2.20	5.68	7.09	3.69	-2.48	10.80

**Growth of a Dollar**




Market Values in \$000s

**Market Value: \$7,731,054**

The portfolio has 2,364 holdings versus 1,892 in the index. The top ten holdings represent about 11.3 percent of the portfolio and the top 100 approximately 45.9 percent. The portfolio has exposure to 69 countries: 22 developed, 26 emerging, and 21 other (as defined by MSCI AWCI ex U.S.).

### Ten Largest Exposures by Country

	CTF Weight	Index Weight		CTF Weight	Index Weight
United Kingdom	19.42%	21.04%	Netherlands	4.68%	4.14%
Japan	17.98%	17.98%	Switzerland	4.61%	5.71%
France	8.60%	8.06%	Canada	4.49%	5.78%
Germany	6.03%	5.77%	Spain	4.07%	3.35%
Australia	4.81%	4.34%	Italy	3.42%	3.51%

### Performance

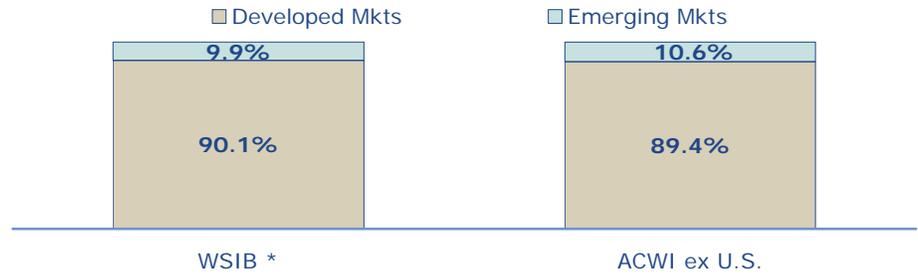
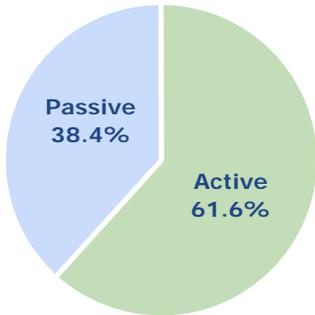
	Qtr.	FYTD	1 Year	3 Year	5 Year	10 Year
<b>WSIB Non-U.S. Equity</b>	<b>0.43 %</b>	<b>17.65 %</b>	<b>16.44 %</b>	<b>12.45 %</b>	<b>0.18 %</b>	<b>6.08 %</b>
MSCI ACWI ex U.S.	0.33	16.96	16.15	13.07	-0.07	6.03
MSCI EAFE+Canada	0.07	15.45	15.56	12.03	-0.86	5.62
Emerging Markets (MSCI after 6/02; IFC before)	1.80	29.06	16.62	19.08	5.46	5.62
MSCI Europe	0.46	17.86	20.37	11.19	0.14	9.93
MSCI Pacific Basin	-1.65	8.16	3.81	12.88	-3.95	-0.67

### Growth of a Dollar



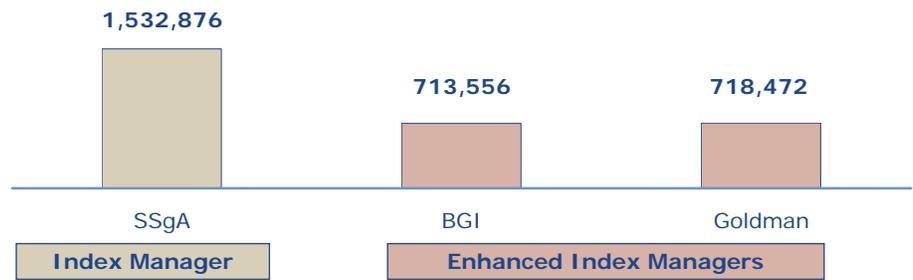
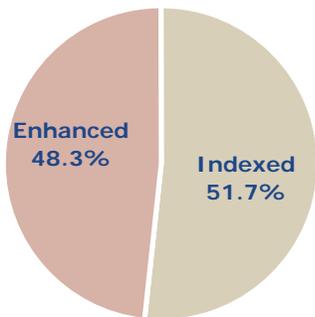
Market Values in \$000s

**Total Non-U.S. Equity: \$ 7,731,054**

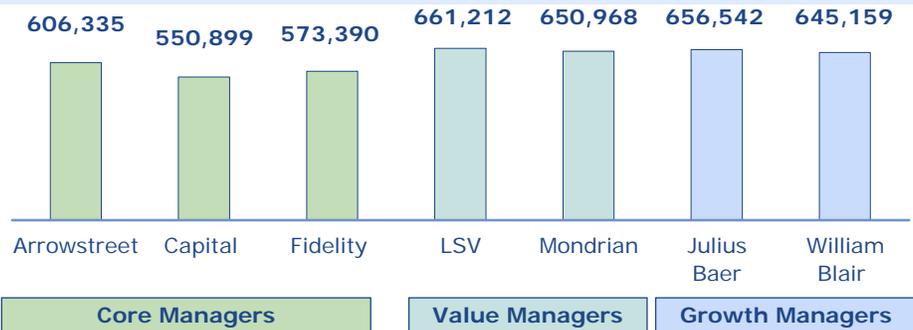


\* Includes emerging market securities owned by developed managers

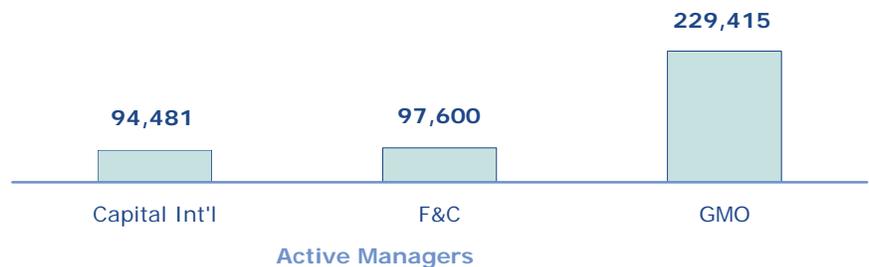
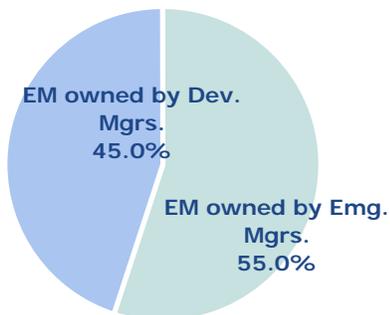
**Passive Developed Managers: \$ 2,964,903**



**Active Developed Managers: \$ 4,344,504**

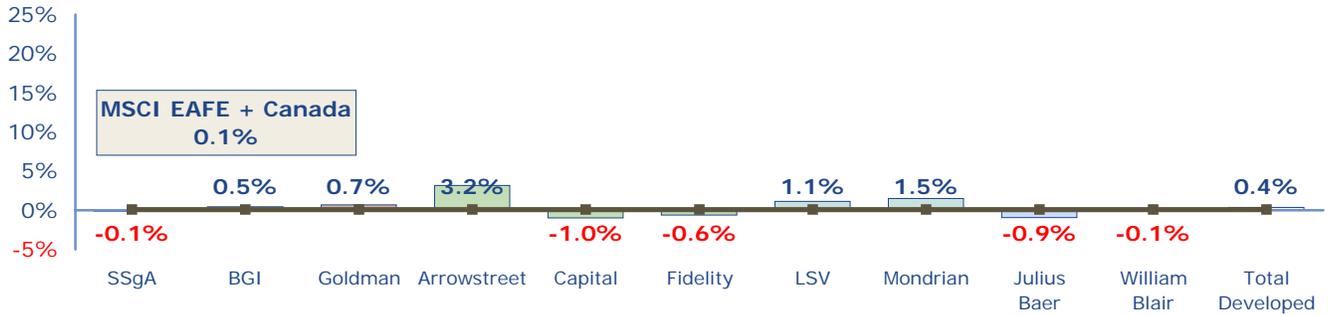


**Emerging Managers: \$ 421,283**





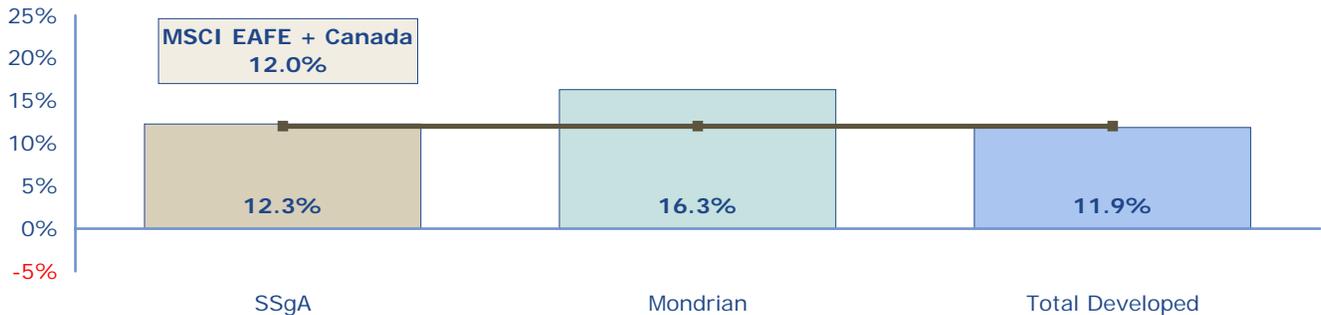
One Quarter Ended March 31, 2005



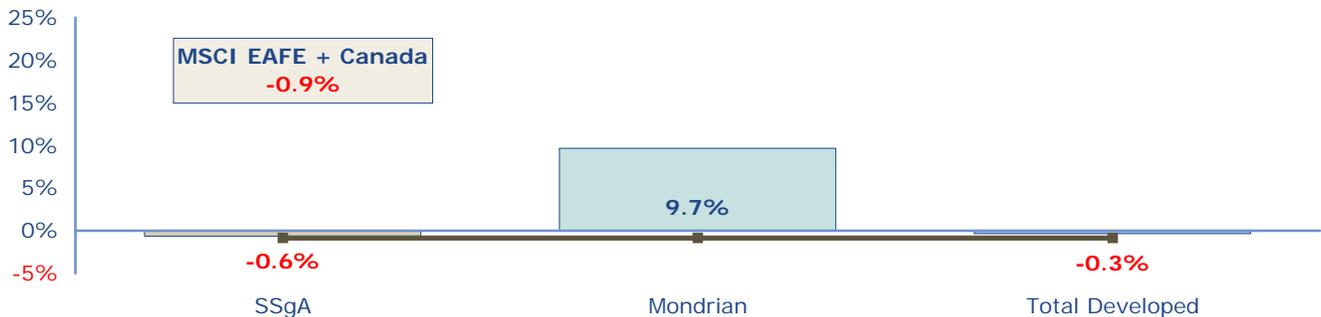
One Year Ended March 31, 2005



Three Years Ended March 31, 2005

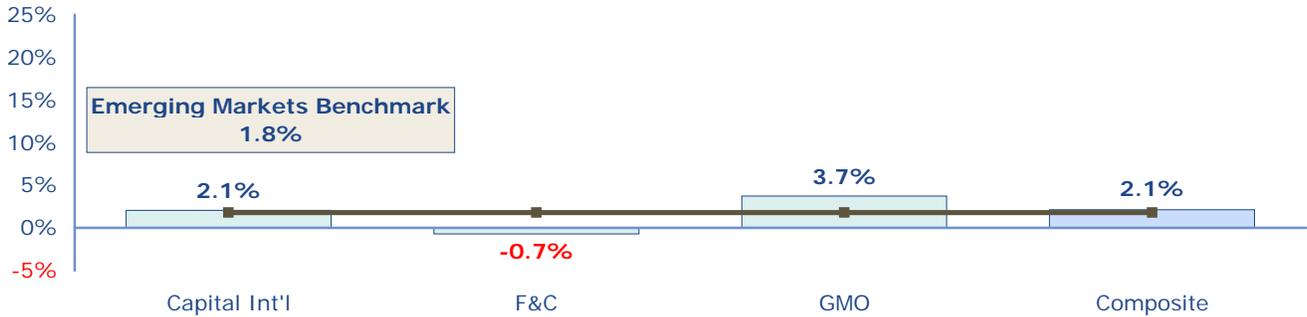


Five Years Ended March 31, 2005

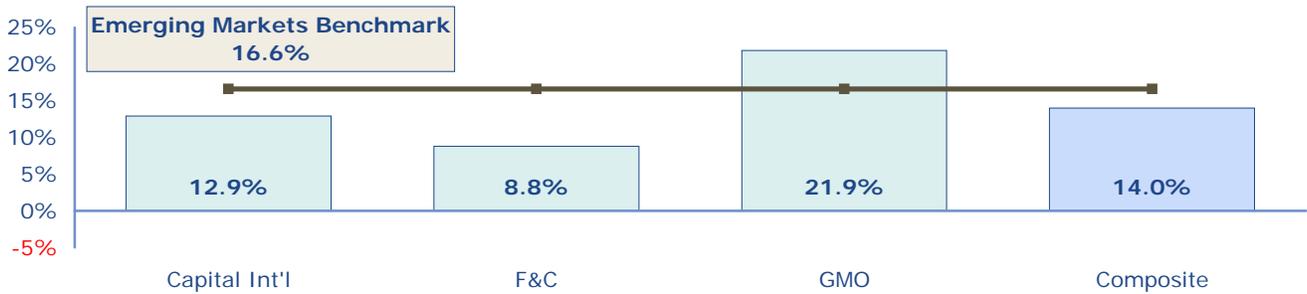




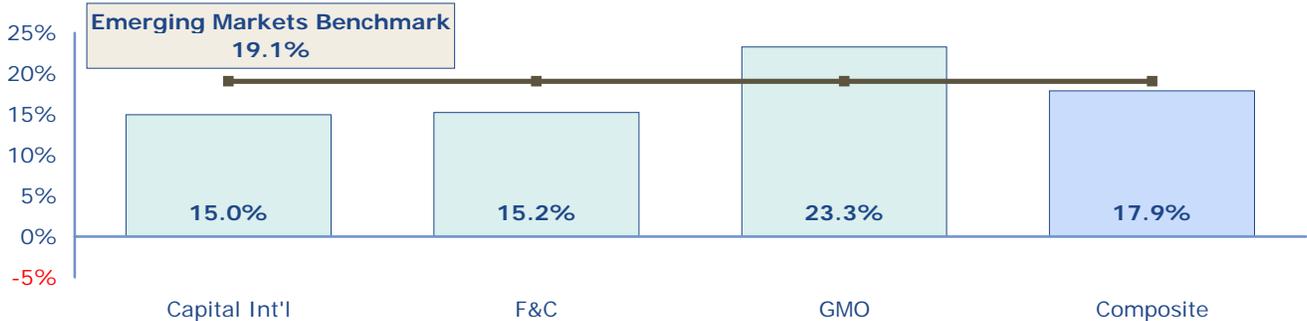
One Quarter Ended March 31, 2005



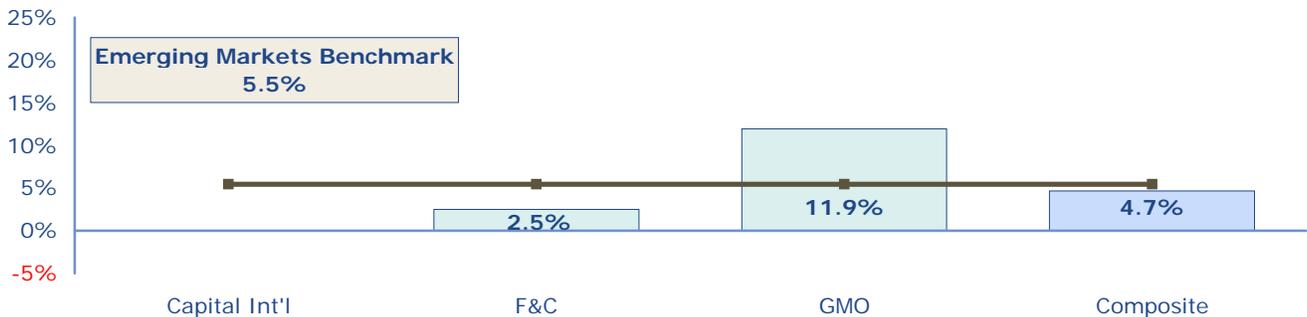
One Year Ended March 31, 2005



Three Years Ended March 31, 2005



Five Years Ended March 31, 2005



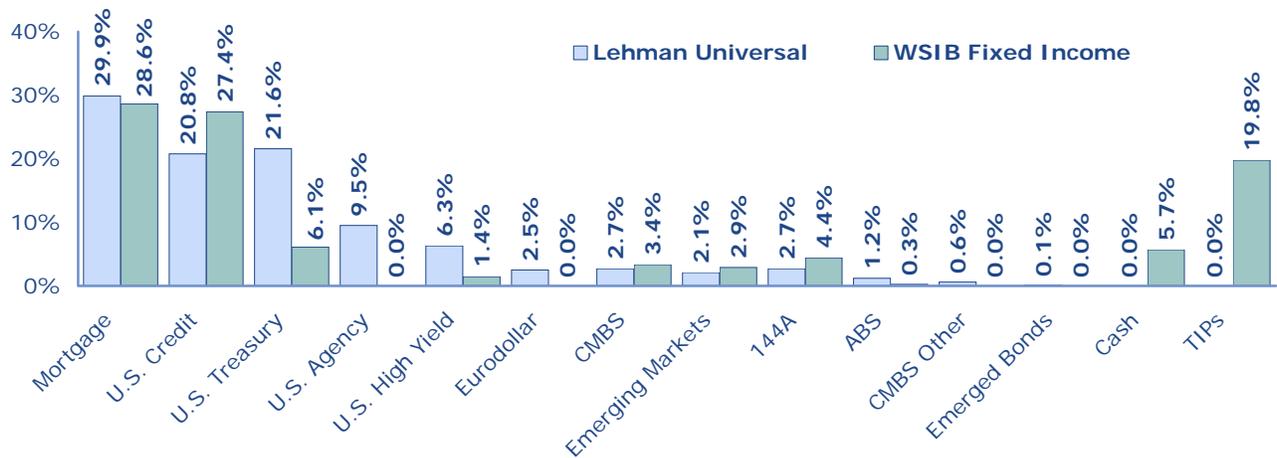
Market Values in \$000s

**Market Value: \$ 11,967,030**
**Duration**

	Dec-04	Mar-05
<b>WSIB Portfolio</b>	<b>3.70</b>	<b>3.93</b>
Lehman Universal	4.41	4.55
<b>Difference</b>	<b>-16.10%</b>	<b>-13.70%</b>

**Performance**

	Qtr.	FYTD	1 Year	3 Year	5 Year	10 Year
<b>WSIB Fixed Income</b>	<b>-0.45 %</b>	<b>4.07 %</b>	<b>1.73 %</b>	<b>7.02 %</b>	<b>7.74 %</b>	<b>7.58 %</b>
Lehman Universal	-0.56	4.19	1.66	6.54	7.31	7.32
Lehman Aggregate	-0.47	3.69	1.16	6.00	7.14	7.14

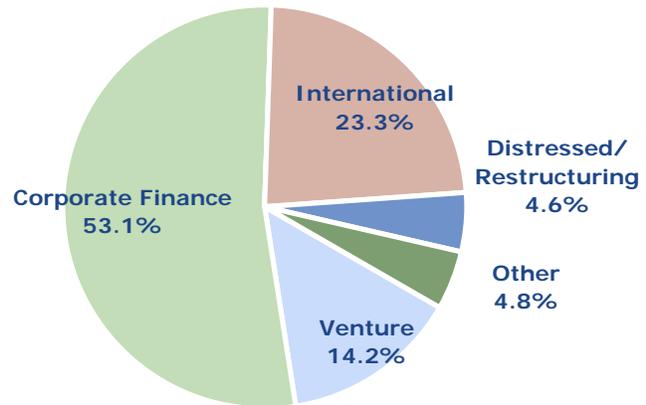
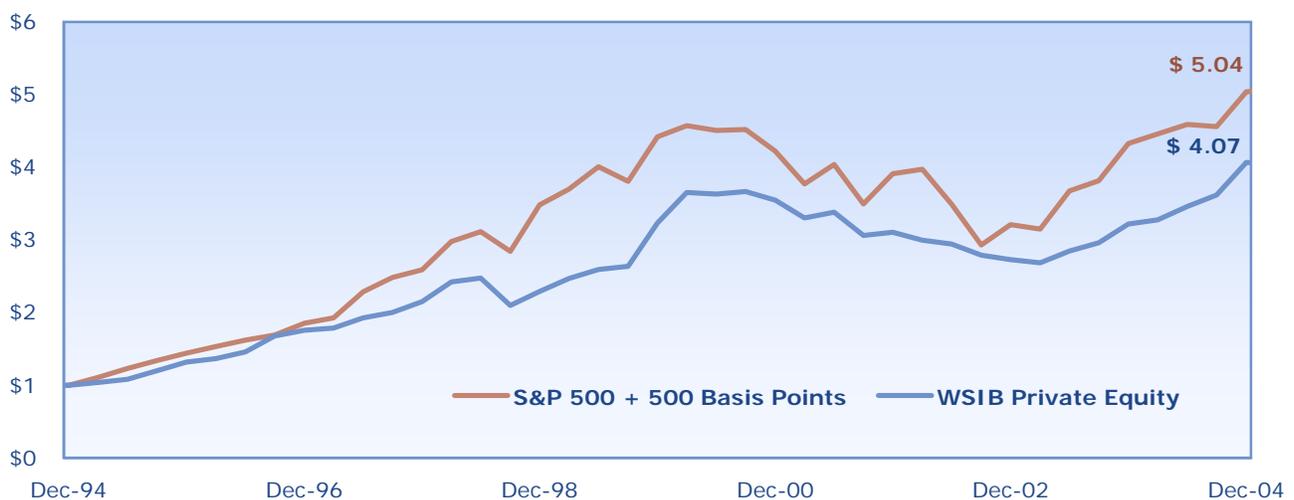
**Sector Weighting**

**Growth of a Dollar**


Market Values in \$000s

**Market Value: \$6,876,264**
**Unfunded Commitments: \$4.1 billion**
**Net Performance as of December 31, 2004**

	Qtr.	FYTD	1 Year	3 Year	5 Year	10 Year
<b>WSIB Private Equity</b>	<b>12.38%</b>	<b>24.16%</b>	<b>26.34%</b>	<b>9.36%</b>	<b>4.61%</b>	<b>15.01%</b>
KKR	15.90%	36.53%	37.12%	13.28%	5.91%	13.03%
LP Portfolio	11.30%	20.51%	23.17%	8.21%	4.81%	17.51%
S&P 500+500 bp (12/31/04)	10.46%	12.72%	15.88%	8.59%	2.70%	17.07%

Return is calculated using geometrically linked quarterly IRRs. For true IRR return please see PCG's quarterly report.

**Sector Distribution**
**186 Partnerships**  
**88 Private Equity General Partners**

**Growth of a Dollar**


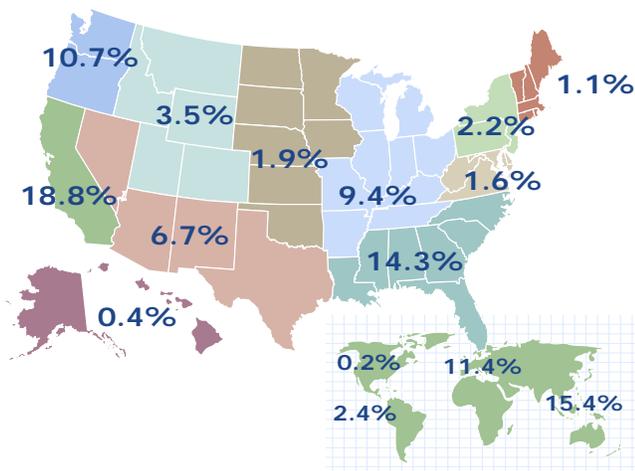
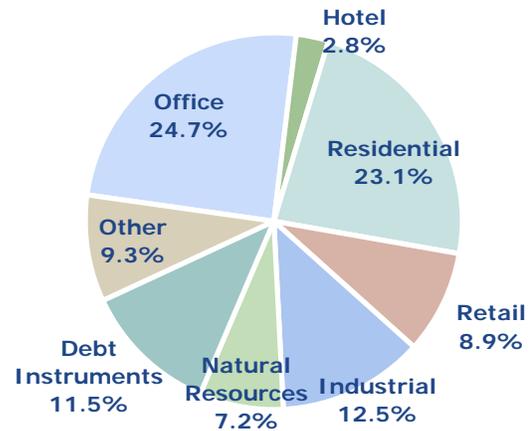
Market Values in \$000s

**Market Value: \$4,261,434**
**Unfunded Commitments \$4.1 billion**
**Net Performance as of December 31, 2004**

	Qtr.	FYTD	1 Year	3 Year	5 Year
<b>CTF Real Estate</b>	<b>7.98%</b>	<b>13.63%</b>	<b>16.44%</b>	<b>12.92%</b>	<b>12.33%</b>
NCREIF + 100 basis points	4.91%	12.38%	15.48%	11.02%	10.91%

**Largest Managers**

Hometown America	17.4%
Principal Enterprise Capital (PEC)	16.1%
Hudson Advisors (LoneStar)	14.2%
Pacific Realty Associates, L.P. (PacSIB, PacTrust)	9.0%
Morgan Stanley	7.6%
Representation in the Real Estate portfolio	<u>64.3%</u>

**Geographical Distribution**

**Property Type Distribution**

**Growth of a Dollar**




Numbers in %

	Qtr.	FYTD	1 Year	3 Year	5 Year	10 Year
S&P 500 Index	-2.15	4.89	6.69	2.75	-3.16	10.79

### U.S. Equity

Barclays Global Investors	-2.16	5.79	7.20	4.31	-2.39	
<b>U.S. Equity Composite</b>	<b>-2.16</b>	<b>5.79</b>	<b>7.20</b>	<b>4.31</b>	<b>-2.39</b>	<b>10.75</b>

### Non-U.S. Equity

#### Developed Markets

State Street Global Advisors	-0.13	15.27	15.52	12.26	-0.62	
Barclays Global Investors	0.46	16.87				
Goldman Sachs Asset Mgt.	0.69	16.62				
Arrowstreet Capital, L.P	3.16	22.87				
Fidelity Management Trust Co.	-0.60	15.20				
Capital Guardian Trust Co.	-0.96	11.70				
Mondrian Investment Partners	1.50	19.54	21.59	16.32	9.68	
LSV Asset Management	1.14	N/A				
William Blair & Company	-0.06	15.39				
Julius Baer Investment Mgt.	-0.93	18.36				

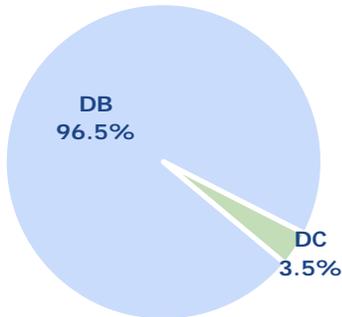
#### Emerging Markets

Capital International, Inc.	2.07	26.84	12.92	14.98		
F&C Emerging Markets Limited	-0.72	22.81	8.80	15.22	2.50	
Grantham, Mayo, Van Otterloo	3.74	36.45	21.86	23.28	11.94	

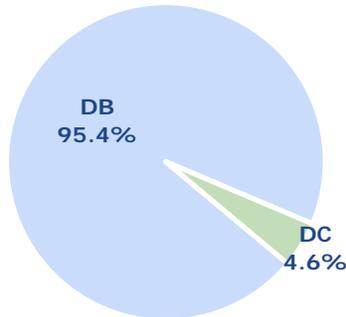
<b>Non-U.S. Equity Composite</b>	<b>0.43</b>	<b>17.65</b>	<b>16.44</b>	<b>12.45</b>	<b>0.18</b>	<b>6.08</b>
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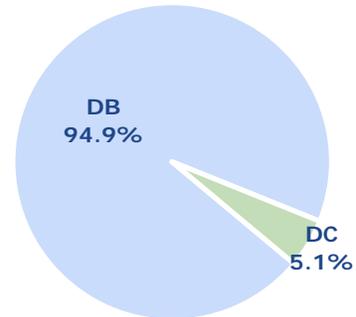
Defined Benefit and Defined Contribution Breakdown in the CTF



March 31, 2003



March 31, 2004

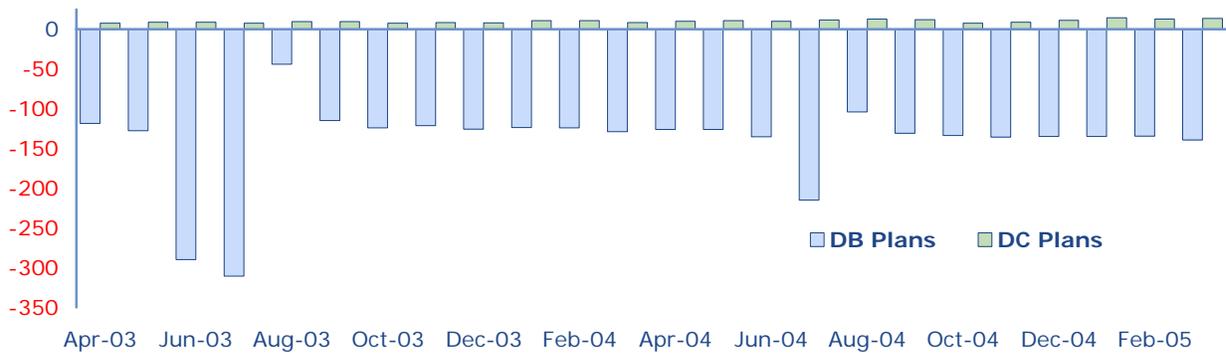


March 31, 2005

Yearly Cash Flow History\*



Monthly Cash Flow History\*



\* Only includes new cash to/from the portfolio; does not include DB/DC transfers between Plan 2 and Plan 3 that stay inside the CTF. Numbers are historical and are not indicative of future transfers.

## U.S. Equity

### **Barclays Global Investors (BGI)**

It is the WSIB's current policy to manage 100 percent of the U.S. equity portfolio in a low-cost broad-based index fund. BGI manages the entire U.S. equity portfolio in a commingled fund designed to track the Dow Jones Wilshire 5000 Index, although it does not specifically replicate the index. The WSIB has been using the Dow Jones Wilshire 5000 Index fund since June 1998. However, BGI has been managing money in other funds for the WSIB since 1982.

## Non-U.S. Equity

### **State Street Global Advisors (SSgA)**

SSgA manages an optimized commingled index fund that is designed to passively track the MSCI EAFE plus Canada (developed markets). The WSIB has been using SSgA's MSCI EAFE plus Canada fund since 1994. In 2001, the WSIB switched to the new Provisional EAFE plus Canada fund as a result of pending changes to the MSCI indices. MSCI has since finished their restructuring and the WSIB has transferred back to the EAFE plus Canada fund.

### **Barclays Global Investors (BGI)**

BGI provides the WSIB with an international developed markets enhanced index equity commingled fund, the World ex-U.S. Alpha Tilts Strategy. This strategy is a bottom-up, style-neutral quantitative strategy designed to outperform the MSCI World ex-U.S. Index by 50 to 100 basis points net of fees on a rolling three year average, while incurring a low level of risk of 2 percent or less. BGI's Alpha Tilts investment philosophy holds that superior investment outcomes are most reliably reached through Total Performance Management, the management of return, risk, and cost. They believe that markets are not perfectly efficient and that misvaluations can be used to systematically add value over time. The WSIB has invested in the World ex-U.S. Alpha Tilts Strategy since June 2004.

### **Goldman Sachs Asset Management (GSAM)**

GSAM manages an international developed markets enhanced index equity portfolio for the WSIB. GSAM believes that the markets are not entirely efficient, and that the combination of traditional fundamental analysis and quantitative modeling can add value from diversified sources of return such as country, currency selection, and individual stock selections. They expect to outperform the MSCI World ex-U.S. Index by 75 basis points net of fees on a rolling three year average, while incurring a low level of risk of 2 percent or less. GSAM has been managing the enhanced index portfolio for the WSIB since June 2004.



### **Arrowstreet Capital, L.P**

Arrowstreet actively manages an international developed markets equity “core” portfolio for the WSIB. Arrowstreet believes it can profit by employing a disciplined quantitative process that exploits behavioral and informational opportunities. Behavioral opportunities are created by the systematic “mistakes” made by investors, including the tendency for investors to overreact, herd, and avoid regret. Informational opportunities are derived from investors not fully exploiting, on a timely basis, information that is relevant to prices. Criteria used to exploit these opportunities include measures of value, momentum, and earnings revisions. The investment team continually monitors the contribution from each of these factors and adapts the process to incorporate new investment insights as markets evolve. The WSIB portfolio has been managed by Arrowstreet since June 2004.

### **Capital Guardian Trust Company**

Capital actively manages an international developed markets equity “core” portfolio for the WSIB. Capital uses a bottom-up, value driven approach to investing in international developed markets equity. The firm conducts extensive fundamental research and uses a system of multiple managers to manage individual segments of the portfolios. Each manager is free to make their decisions as to individual security, country and industry selection, timing, and percentage to be invested for their portion of the assets. The WSIB portfolio has been managed by Capital since June 2004.

### **Fidelity Management Trust Company (FMTC)**

Fidelity actively manages an international developed markets equity “core” portfolio for the WSIB. FMTC uses a bottom-up approach to investing. The firm’s process is rooted in its in-house fundamental research that covers 80-90 percent of the MSCI EAFE + Canada benchmark and does not pre-screen for size, style, or other characteristics. The WSIB portfolio has been managed by FMTC since June 2004.

### **LSV Asset Management**

LSV actively manages an international developed markets equity “value” portfolio for the WSIB. The fundamental premise on which their investment philosophy is based is that superior long-term results can be achieved by systematically exploiting the judgmental biases and behavioral weaknesses that influence the decisions of many investors. The strategy’s primary emphasis is the use of quantitative techniques to select individual securities in what would be considered a bottom-up approach. A risk control discipline limits the over- or under-exposure of the portfolio to industry concentrations. Value factors and security selection dominate sector/industry factors in driving performance. The WSIB portfolio has been managed by LSV since August 2004.

### **Mondrian Investment Partners Limited (formerly Delaware)**

Mondrian actively manages an international developed markets equity “value” portfolio for the WSIB. They identify value investments using a dividend discount-valuation model of future income streams. The investment analysis is applied consistently to individual securities across all markets and industries. Tied to the security selection is a top-down country allocation overlay that helps structure the portfolio. The WSIB portfolio has been managed by Mondrian since June 1999.

### **Julius Baer Investment Management (JBIM)**

JBIM actively manages an international developed markets equity “growth” portfolio for the WSIB. JBIM believes that an approach driven by dynamic, fundamentally driven competitive analysis is the key to delivering consistent risk-adjusted long-term performance. The international equity team’s research process is primarily based on fundamental assessment of companies, sectors, and macroeconomic influences on regions and countries. Country allocations are a result of the security selection process. The WSIB portfolio has been managed by JBIM since June 2004.

### **William Blair & Company (WB)**

WB actively manages an international developed markets equity “growth” portfolio for the WSIB. WB focuses on companies with above-average growth prospects, where growth can be sustained through leading or franchise positions in terms of proprietary products, marketing dominance, or cost/asset base advantage. The WSIB portfolio has been managed by WB since June 2004.



**Capital International, Inc.**

Capital manages an active emerging markets equity portfolio for the WSIB. Capital utilizes a Multiple Portfolio Manager System that enables several key decision makers to work on each account by dividing the portfolio into smaller segments. Each manager is free to make their decisions as to individual security, country and industry selection, timing, and percentage to be invested for their portion of the assets. The aggregate portfolio does not have a formal policy regarding asset and country diversification and tends to have a value bias. The WSIB has been invested in Capital's Emerging Markets Growth Fund since the middle of the second quarter of 2001.

**F&C Emerging Markets Limited**

F&C manages an active emerging markets equity portfolio for the WSIB. The country selection process analyzes market valuation, as well as economic, fiscal, and monetary factors to create 12-month market return forecasts for each country. The return forecasts are used in conjunction with political stability analysis to set country allocations, which are divided between the ten largest core markets (85 percent) and satellite markets (15 percent). Bottom-up fundamental analysis is used to identify companies possessing the following characteristics: strategic position in their respective industry, management quality and integrity, and a sound financial position. The WSIB has been invested in F&C's Emerging Market Commingled Trust since the fourth quarter of 1996.

**Grantham, Mayo, Van Otterloo (GMO)**

GMO manages an active emerging markets portfolio for the WSIB. GMO uses a quantitative investment process. Top-down country allocation is based on market valuations, macroeconomic fundamentals, relative performance, stock valuation, and subjective judgment. The stock selection process utilizes a model that is customized for each country and incorporates three factors: value, neglect, and momentum. GMO seeks to invest in cheap countries, sectors, and stocks so its portfolios generally exhibit P/E ratios below those of the index benchmarks. The WSIB has been invested in GMO's Emerging Market Strategy Fund since the fourth quarter of 1996.

**Asset Allocation Policy**

The targets will adjust annually toward the long-term asset allocation policy, which is 31 percent U.S. equity, 15 percent non-U.S. equity, 25 percent fixed income, 17 percent private equity, and 12 percent real estate. The interim target for 2004 is 31 percent U.S. equity, 15 percent non-U.S. equity, 26 percent fixed income, 17 percent private equity, and 11 percent real estate.

**CTF (Commingled Trust Fund)**

The investment trust fund that pools the assets of most of the Washington State retirement funds to permit more efficient management and to reduce administrative costs. The retirement accounts included in the CTF are: PERS 1, 2 & 3; TRS 1, 2 & 3; LEOFF 1 & 2; SERS 2 & 3; WSPRS 1 & 2; and Volunteer Firefighters. Starting in July 2006 there will be a new fund, PSERS 2.

**MAP (Multi-Asset Portfolio)**

The MAP Portfolio is currently 60 percent Dow Jones Wilshire 5000 Index, 25 percent Lehman Universal Index, and 15 percent MSCI ACWI ex U.S. The percentages have changed as the portfolio was rebalanced to meet the target asset allocation policy. This portfolio is a 'passive' representation of the CTF.

**Structural Asset Allocation Policy**

The Structural Asset Allocation Policy is the previous quarter's ending asset class percentages times the following indices: Dow Jones Wilshire 5000 Index, Lehman Universal Index, MSCI ACWI ex U.S., NCREIF, and the actual private equity return. This is used to show the manager value added versus a passive structure.

**TUCS Public Fund > \$1 Billion Median**

Trust Universe Comparison Services median return of other public funds. There are currently 60 funds in the universe with a median asset size of slightly under \$12.6 billion.

**TUCS Public/Corporate Fund > \$1 Billion Median**

Trust Universe Comparison Services median return of corporate and public funds. There are currently 145 funds in the universe with a median asset size of approximately \$4.5 billion.



## Defined Contribution Plans

Quarterly Report - March 31, 2005

### Market Value and Distribution

TRS Plan 3 .....	1
SERS Plan 3 .....	2
PERS Plan 3.....	3
DCP.....	4
JRA .....	5

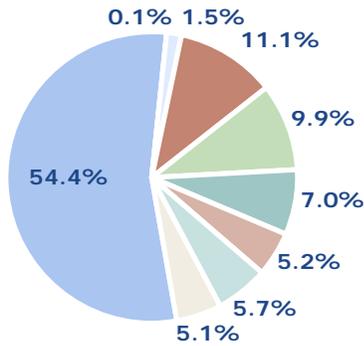
### Investment Performance

Balanced, Bond, and Cash Options.....	6
Equity Options .....	7





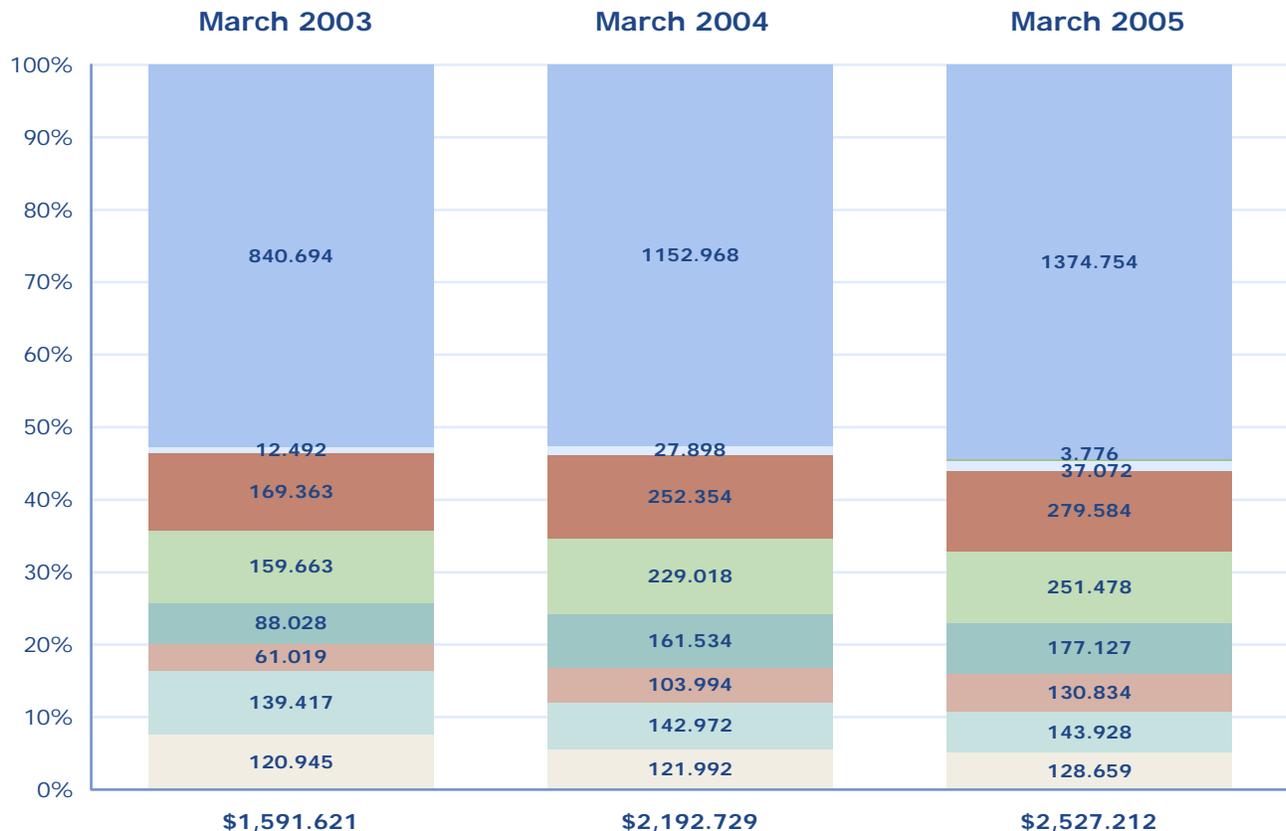
### Market Value and Distribution



Option	Market Value	Quarterly Change
WSIB TAP Fund	\$ 1,374,754,354	\$ 41,773,540
Social Balanced Fund	3,775,770	510,258
Short-Horizon Fund	5,125,605	(174,645)
Mid-Horizon Fund	15,064,060	479,317
Long-Horizon Fund	16,882,046	1,020,097
U.S. Stock Fund	279,584,309	(5,111,409)
U.S. Large Stock Fund	251,478,252	(5,071,008)
U.S. Small Stock Fund	177,127,135	(8,837,315)
International Stock Fund	130,834,117	4,064,811
Bond Market Fund	143,927,961	(617,079)
Money Market Fund	128,658,837	2,647,232
<b>Total Fund</b>	<b>\$ 2,527,212,447</b>	<b>\$ 30,683,799</b>

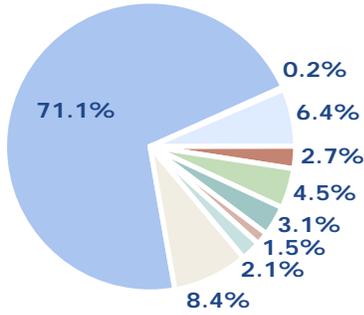
### Historical Distribution

In Millions





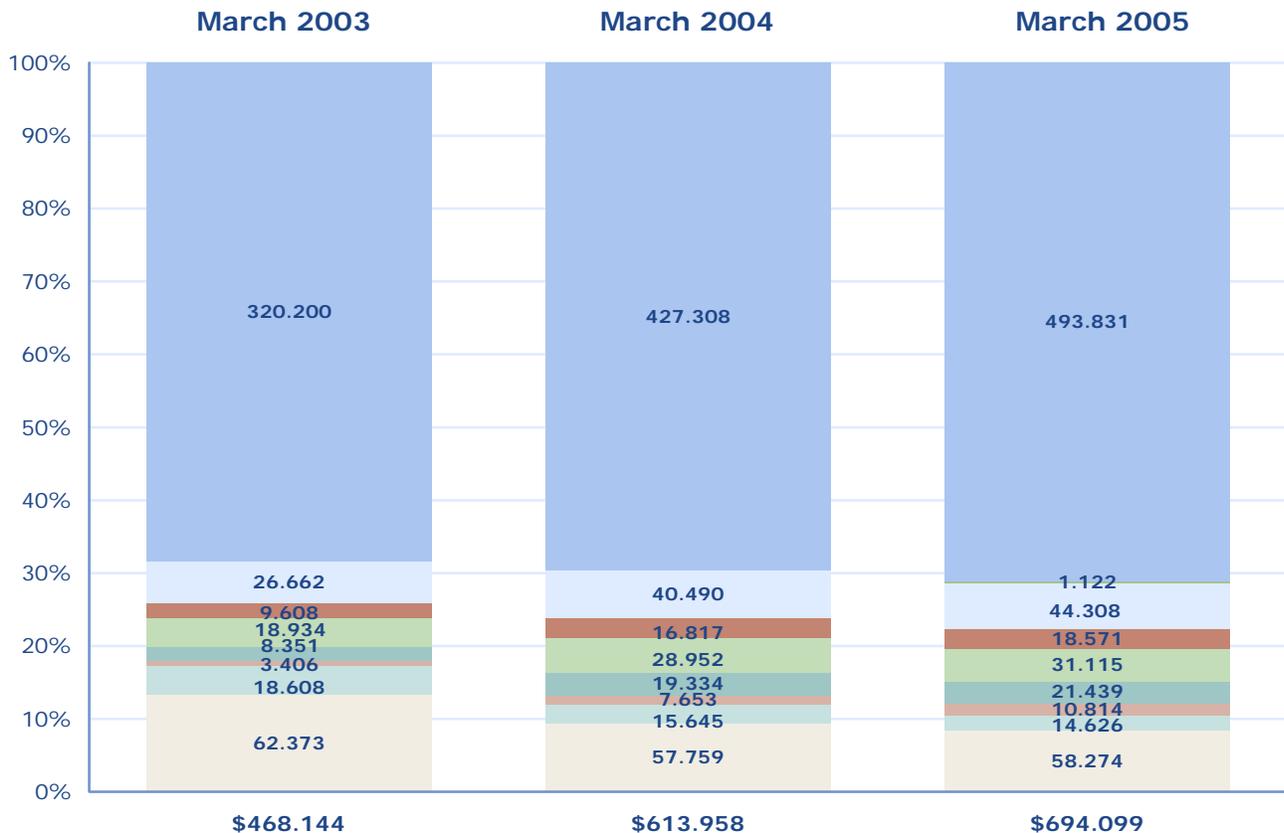
**Market Value and Distribution**



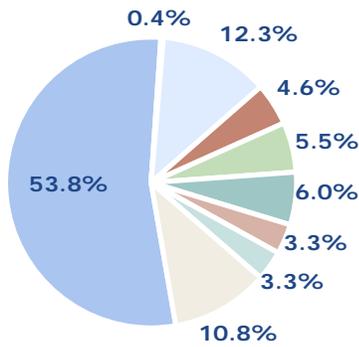
Option	Market Value	Quarterly Change
WSIB TAP Fund	\$ 493,830,843	\$ 10,990,111
Social Balanced Fund	1,122,428	200,037
Short-Horizon Fund	5,412,163	4,771
Mid-Horizon Fund	21,385,000	45,854
Long-Horizon Fund	17,510,779	(142,348)
U.S. Stock Fund	18,570,530	(511,735)
U.S. Large Stock Fund	31,115,221	(1,129,918)
U.S. Small Stock Fund	21,439,309	(939,325)
International Stock Fund	10,813,638	1,160,886
Bond Market Fund	14,625,512	(612,328)
Money Market Fund	58,273,855	(284,684)
<b>Total Fund</b>	<b>\$ 694,099,278</b>	<b>\$ 8,781,321</b>

**Historical Distribution**

In Millions



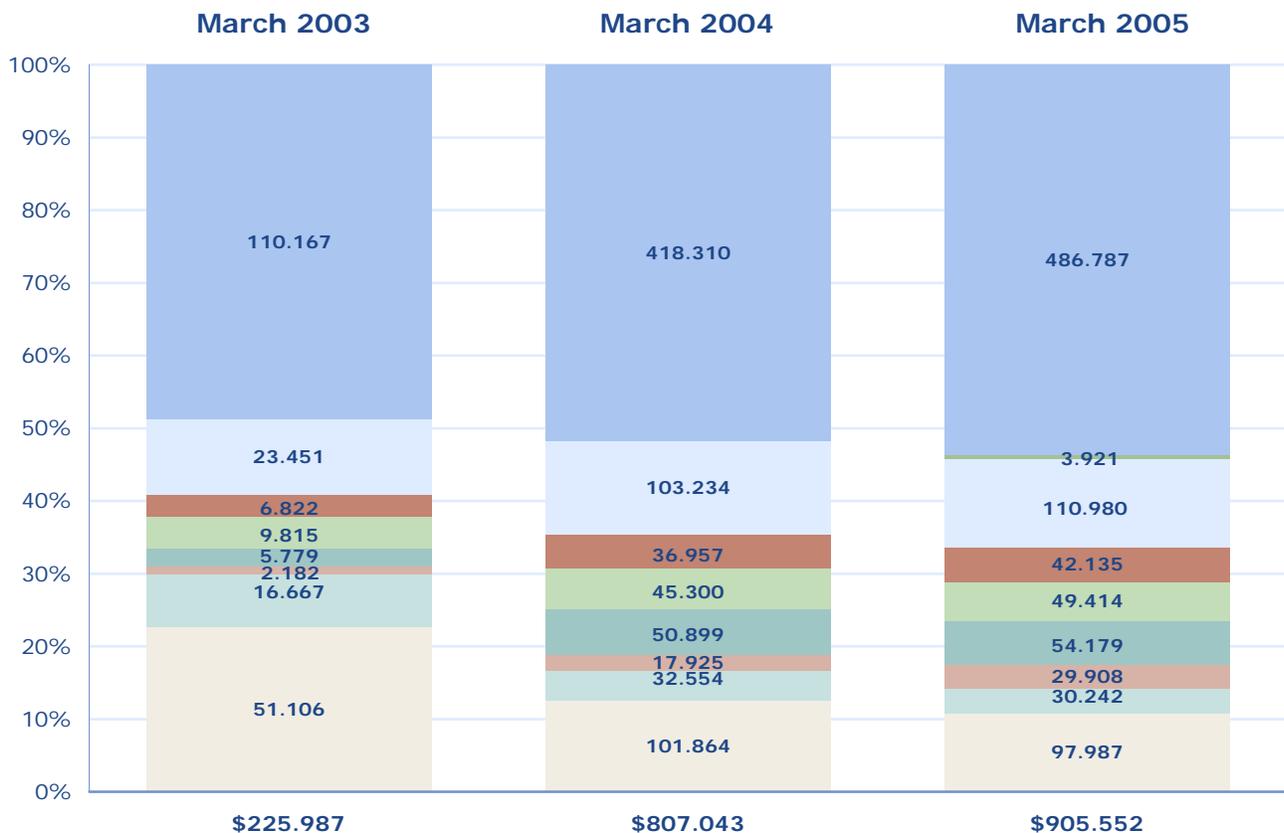
### Market Value and Distribution

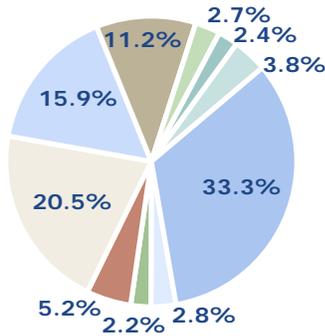


Option	Market Value	Quarterly Change
WSIB TAP Fund	\$ 486,786,912	\$ 13,888,259
Social Balanced Fund	3,920,987	633,392
Short-Horizon Fund	14,075,316	(1,032,943)
Mid-Horizon Fund	51,527,437	(1,182,344)
Long-Horizon Fund	45,377,551	518,670
U.S. Stock Fund	42,134,558	(902,853)
U.S. Large Stock Fund	49,414,137	(1,399,215)
U.S. Small Stock Fund	54,179,113	(4,438,314)
International Stock Fund	29,907,701	5,047,108
Bond Market Fund	30,241,637	(360,706)
Money Market Fund	97,986,873	(2,223,405)
<b>Total Fund</b>	<b>\$ 905,552,223</b>	<b>\$ 8,547,649</b>

### Historical Distribution

In Millions

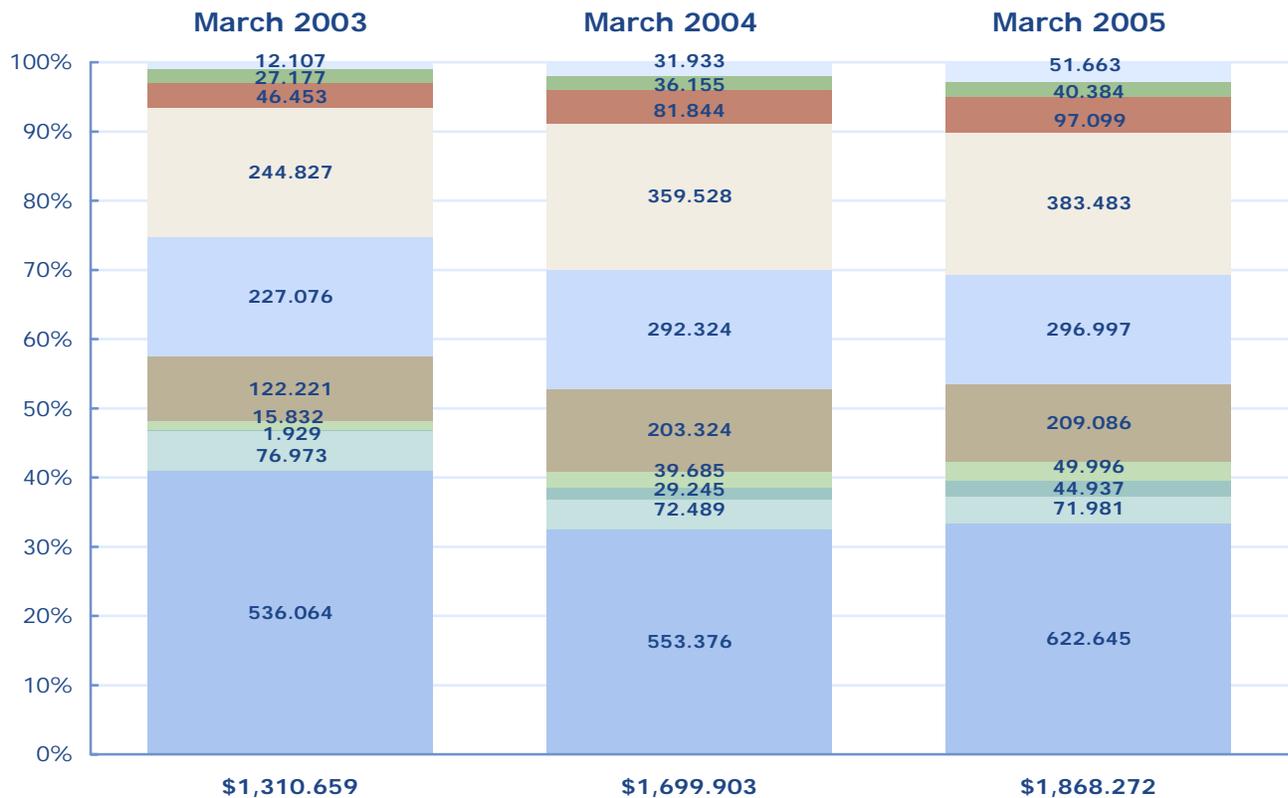


**Market Value and Distribution**


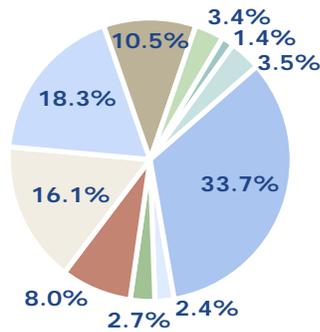
Option	Market Value	Quarterly Change
Short-Horizon Fund	\$ 10,188,093	\$ 1,094,855
Mid-Horizon Fund	21,154,594	2,471,419
Long-Horizon Fund	20,320,346	3,583,746
Social Balanced Fund	40,384,308	(271,713)
U.S. Stock Market Index	97,099,024	1,628,426
Equity-Income Fund	383,483,087	(7,460,172)
Independence Fund	296,997,069	(13,310,741)
Growth Company Fund	209,086,197	(13,884,486)
Overseas Fund	49,996,285	2,850,105
U.S. Small Stock Fund	44,936,782	130,645
Bond Market Fund	71,981,159	(1,759,069)
Savings Pool	622,644,893	11,043,442
<b>Total Fund</b>	<b>\$ 1,868,271,836</b>	<b>\$ (13,883,544)</b>

**Historical Distribution**

In Millions



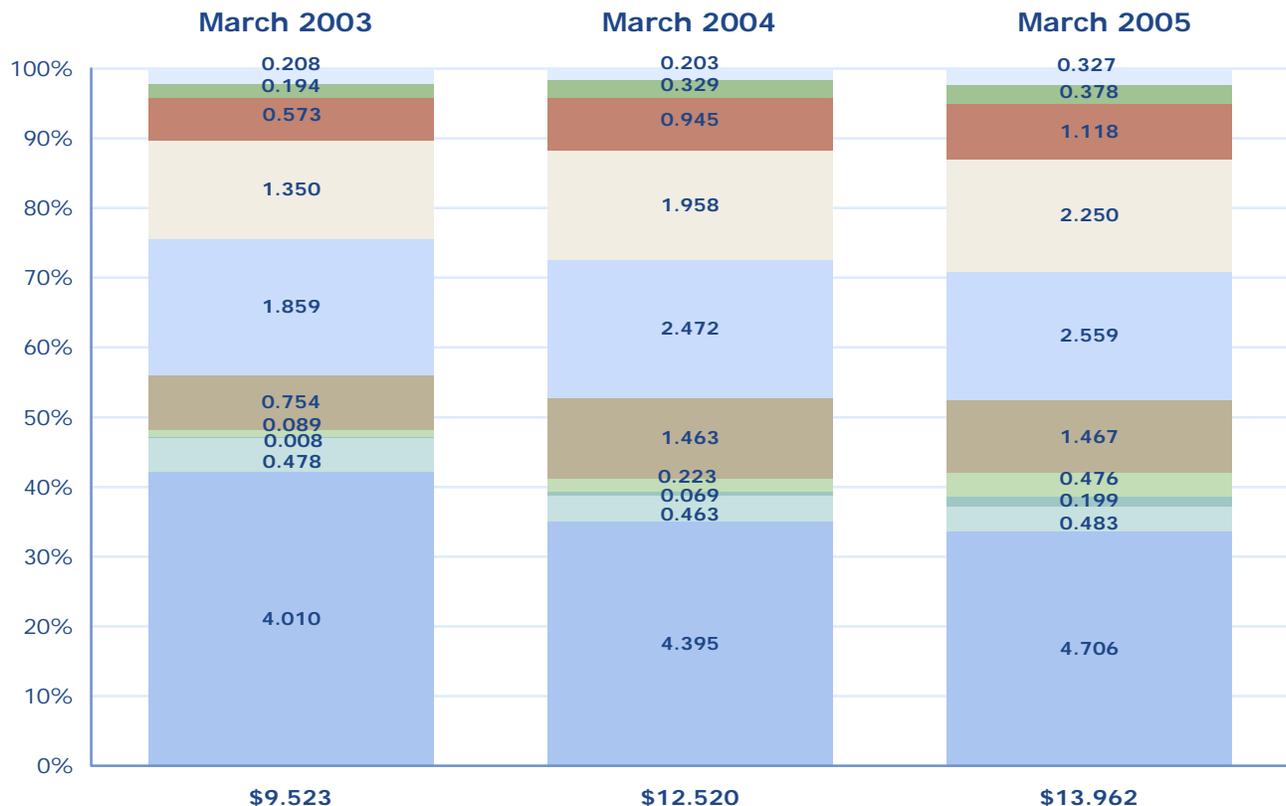
## Market Value and Distribution



Option	Market Value	Quarterly Change
Short-Horizon Fund	\$ 62,121	\$ 2,611
Mid-Horizon Fund	196,109	28,695
Long-Horizon Fund	69,135	13,706
Social Balanced Fund	378,195	633
U.S. Stock Market Index	1,118,022	35,990
Equity-Income Fund	2,250,070	(2,427)
Independence Fund	2,558,900	(83,074)
Growth Company Fund	1,466,526	(21,131)
Overseas Fund	475,946	55,242
U.S. Small Stock Fund	198,509	(1,189)
Bond Market Fund	482,578	21,515
Savings Pool	4,706,099	(36,641)
<b>Total Fund</b>	<b>\$ 13,962,208</b>	<b>\$ 13,930</b>

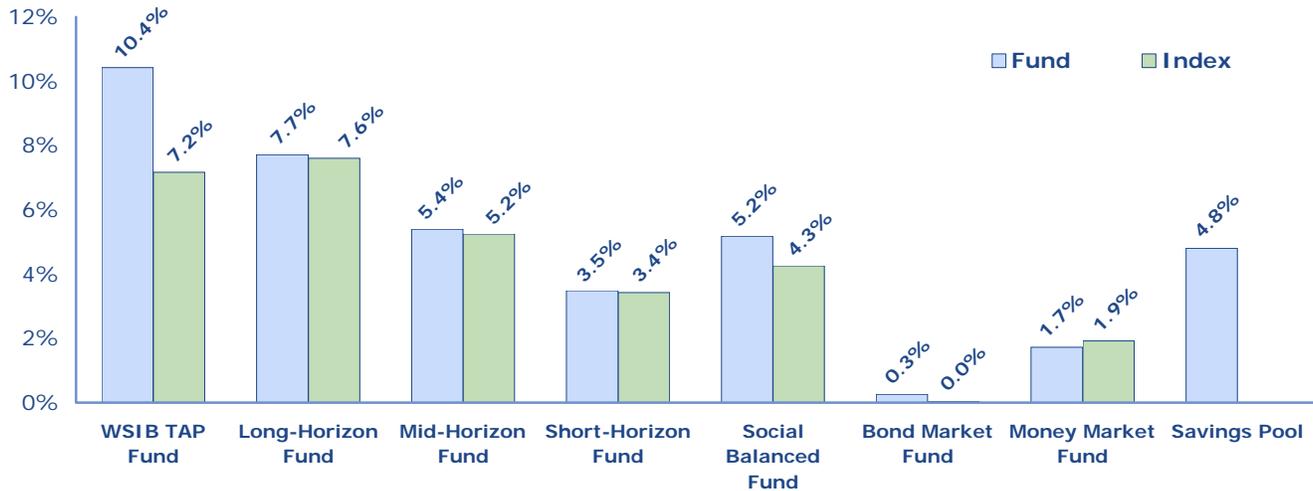
## Historical Distribution

In Millions





### One Year Returns



\*Uses current managers' returns. Return shown is after manager and portfolio expenses but before the WSIB and record keeping fees.

### Balanced Funds

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>WSIB TAP Fund</b>	<b>1.07%</b>	<b>10.42%</b>	<b>8.07%</b>	<b>2.94%</b>	<b>9.99%</b>
Custom Benchmark	-1.40%	7.17%	6.48%	0.65%	8.95%
<b>Long-Horizon Fund</b>	<b>-1.37%</b>	<b>7.71%</b>	<b>6.29%</b>	<b>N/A</b>	<b>N/A</b>
Custom Benchmark	-1.52%	7.60%	6.87%	0.15%	9.22%
<b>Mid-Horizon Fund</b>	<b>-1.08%</b>	<b>5.40%</b>	<b>6.42%</b>	<b>N/A</b>	<b>N/A</b>
Custom Benchmark	-1.37%	5.25%	7.11%	2.75%	8.71%
<b>Short-Horizon Fund</b>	<b>-0.54%</b>	<b>3.48%</b>	<b>5.18%</b>	<b>N/A</b>	<b>N/A</b>
Custom Benchmark	-0.79%	3.43%	5.81%	3.91%	7.31%
<b>Social Balanced Fund</b>	<b>-1.90%</b>	<b>5.18%</b>	<b>NA</b>	<b>NA</b>	<b>NA</b>
Custom Benchmark	-1.38%	4.26%	4.55%	1.73%	9.50%

### Bond Funds

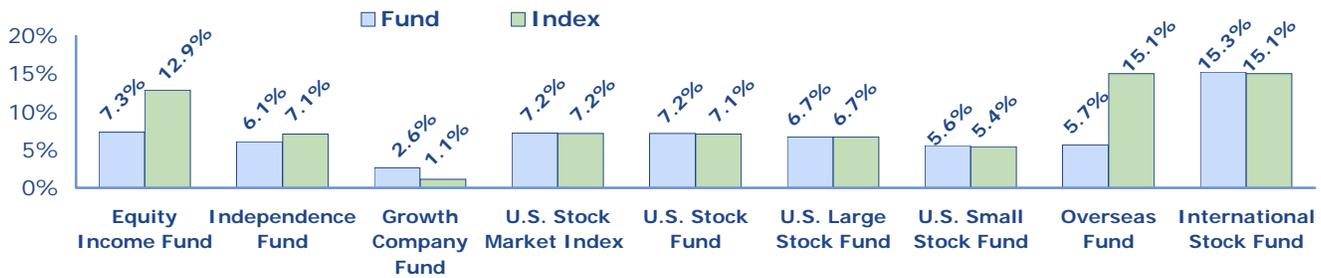
	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Bond Market Fund</b>	<b>-0.61%</b>	<b>0.25%</b>	<b>5.80%</b>	<b>N/A</b>	<b>N/A</b>
Lehman Intermediate Credit	-1.17%	0.04%	6.66%	7.53%	7.23%

### Cash Funds

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Money Market Fund</b>	<b>0.60%</b>	<b>1.72%</b>	<b>1.51%</b>	<b>2.94%</b>	<b>4.29%</b>
One Month LIBOR	0.66%	1.92%	1.59%	2.87%	4.33%
<b>Savings Pool</b>	<b>1.12%</b>	<b>4.81%</b>	<b>5.37%</b>	<b>5.82%</b>	<b>6.27%</b>



### One Year Returns



\*Uses current managers'/funds' returns and returns from other portfolios with same investment strategy but different fees to produce a ten-year history. Return shown is after manager and portfolio expenses but before the WSIB and record keeping fees and does not include any return attributed to rebates.

### Active U.S. Equity

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Equity Income Fund</b>	<b>-1.86%</b>	<b>7.34%</b>	<b>4.27%</b>	<b>4.42%</b>	<b>10.97%</b>
Russell 3000 Value	-0.26%	12.88%	7.48%	5.89%	12.85%
<b>Independence Fund</b>	<b>-3.14%</b>	<b>6.10%</b>	<b>2.31%</b>	<b>-6.65%</b>	<b>9.74%</b>
Russell 3000	-2.20%	7.09%	3.69%	-2.48%	10.80%
<b>Growth Company Fund</b>	<b>-5.67%</b>	<b>2.63%</b>	<b>2.19%</b>	<b>-10.13%</b>	<b>11.16%</b>
Russell 3000 Growth	-4.32%	1.15%	-0.35%	-10.94%	7.87%

### Passive U.S. Equity

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>U.S. Stock Market Index</b>	<b>-2.16%</b>	<b>7.22%</b>	<b>4.28%</b>	<b>-2.37%</b>	<b>10.85%</b>
Dow Jones Wilshire 5000	-2.22%	7.19%	4.31%	-2.62%	10.69%
<b>U.S. Stock Fund</b>	<b>-2.18%</b>	<b>7.15%</b>	<b>3.71%</b>	<b>N/A</b>	<b>N/A</b>
Russell 3000	-2.20%	7.09%	3.69%	-2.48%	10.80%
<b>U.S. Large Stock Fund</b>	<b>-2.11%</b>	<b>6.72%</b>	<b>2.79%</b>	<b>-3.12%</b>	<b>N/A</b>
S&P 500	-2.15%	6.69%	2.75%	-3.16%	10.79%
<b>U.S. Small Stock Fund</b>	<b>-5.26%</b>	<b>5.58%</b>	<b>8.06%</b>	<b>4.10%</b>	<b>N/A</b>
Russell 2000	-5.34%	5.41%	8.05%	4.01%	10.43%

### Active International

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Overseas Fund</b>	<b>-1.53%</b>	<b>5.65%</b>	<b>8.34%</b>	<b>-3.38%</b>	<b>6.59%</b>
MSCI EAFE	-0.17%	15.06%	11.64%	-1.15%	5.40%

### Passive International

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>International Stock Fund</b>	<b>-0.11%</b>	<b>15.28%</b>	<b>9.93%</b>	<b>-2.38%</b>	<b>N/A</b>
MSCI EAFE	-0.17%	15.06%	11.64%	-1.15%	5.40%





## Daily Priced Investment Options

Quarterly Report - March 31, 2005

Savings Pool .....	1
Bond Fund.....	2
Horizon Funds.....	3



**Size**     \$ 627,358,624

**Characteristics**
**Average Maturity**

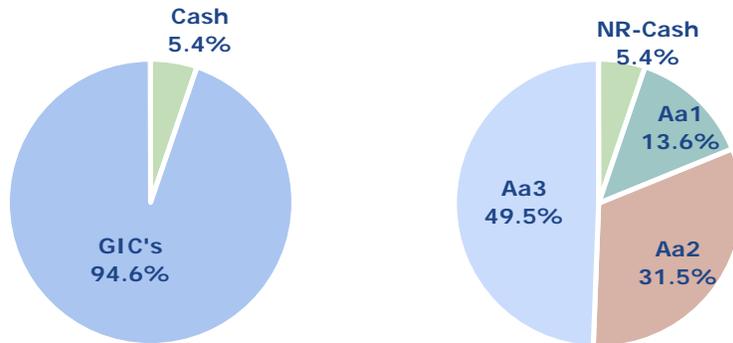
2.5 Years

**Average Yield**

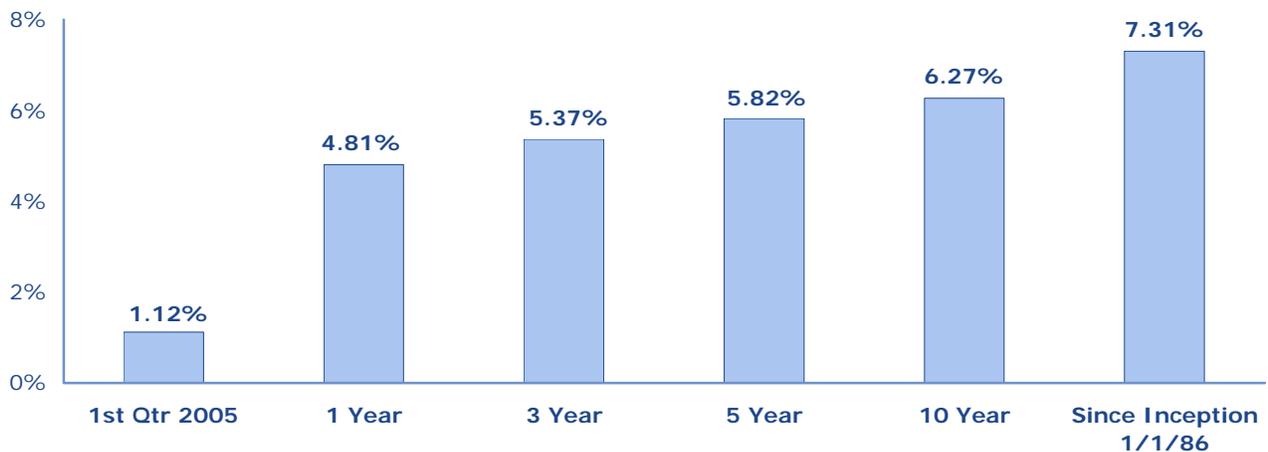
4.64%

**Number of Holdings**

32

**Composition and Rating Distribution**

**Top Ten GIC Issuers**

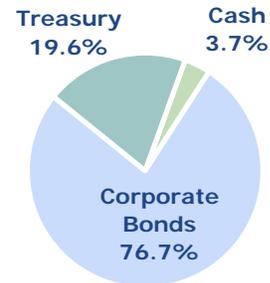
New York Life Insurance Corp.	13.59%	John Hancock Life Insurance Co.	7.89%
Hartford Life Insurance Co.	13.28%	GE Life and Annuity Assurance	7.31%
Travelers Life & Annuity Co.	12.25%	Principal Life Insurance Co.	7.29%
Monumental Life Insurance Co.	10.59%	ING USA Annuity & Life Insurance Co.	5.61%
Metropolitan Life Insurance Co	10.23%	Pacific Life Insurance Co.	4.82%

**Returns**


Size \$ 348,404,125

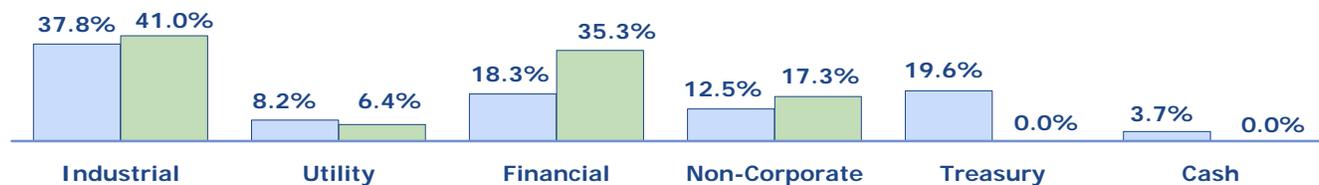
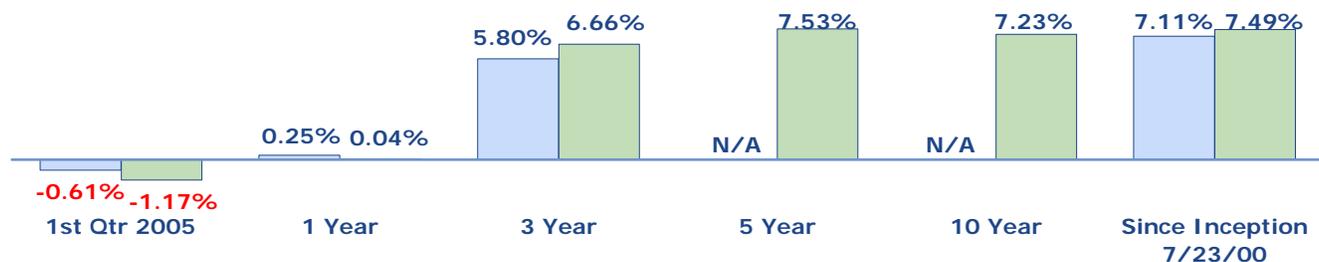
**Characteristics**

	Fund	Index
Average Maturity	4.4 years	5.0 years
Yield to Maturity	4.38%	4.88%
Modified Duration	3.73	4.12
Average Coupon	4.53%	5.78%
Number of Holdings	124	2128

**Asset Class Distribution**

**Top Ten Credit Issuers**

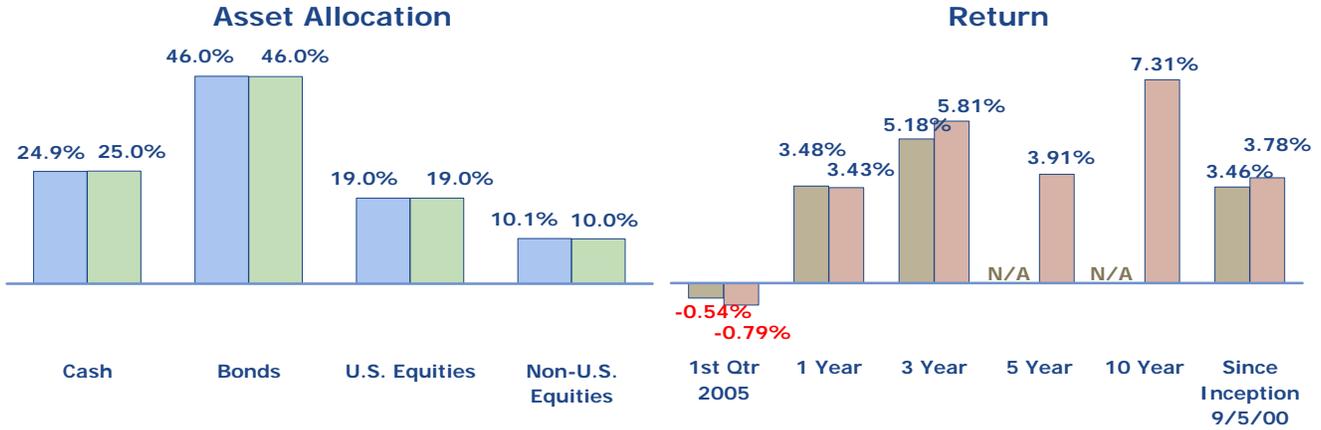
Norfolk Southern Corporation	1.04%	Union Pacific Corporation	0.91%
British Sky Broadcasting Group plc	0.99%	John Deere B.V.	0.90%
Santander Central Hispano Issuances	0.98%	Ontario, Province of	0.90%
Burlington Northern Santa Fe Corporation	0.97%	Wells Fargo & Company	0.90%
Northern Trust Company	0.93%	Coca-Cola Enterprises Inc.	0.90%

**Rating Distribution**

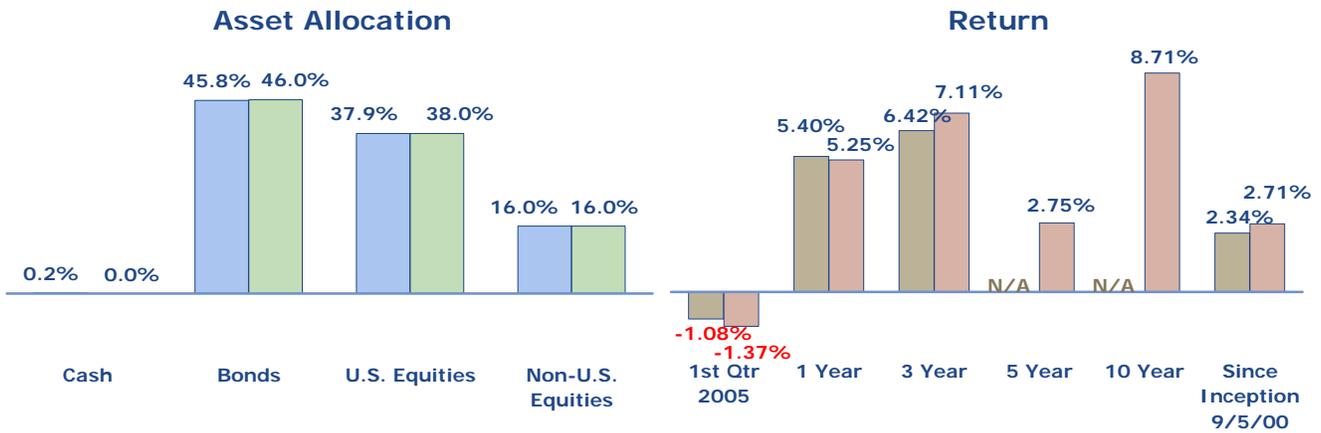
**Industry Distribution**

**Returns**


■ Horizon Fund   
 ■ Target   
 ■ Horizon Fund   
 ■ Benchmark

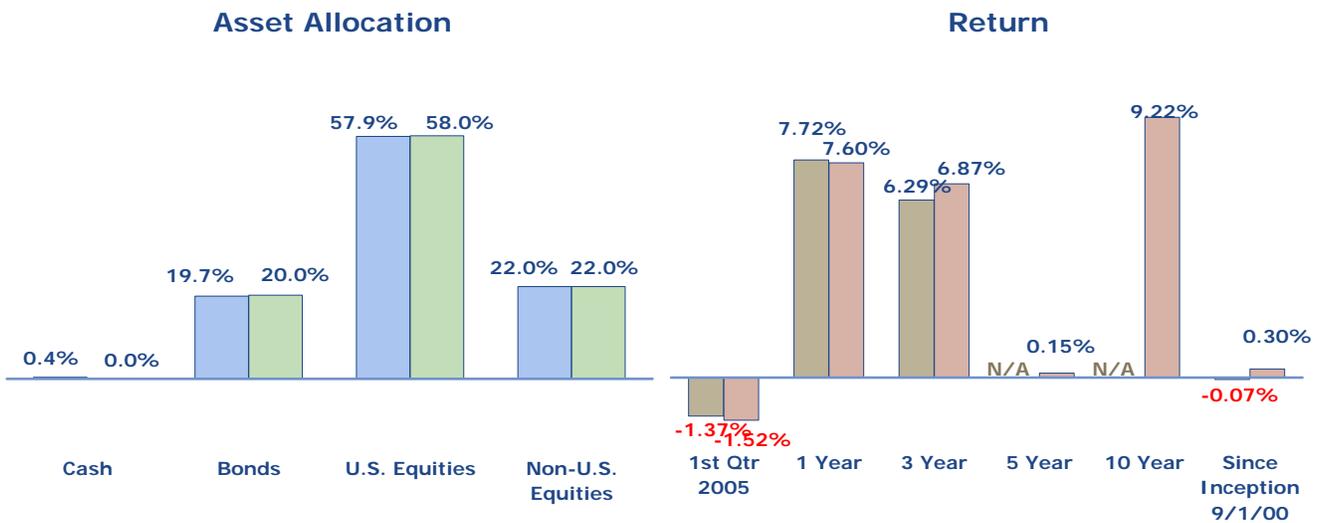
### Short-Horizon \$ 34,902,401



### Mid-Horizon \$ 109,313,281



### Long-Horizon \$ 98,925,873







## Labor and Industries' Funds

Quarterly Report - March 31, 2005

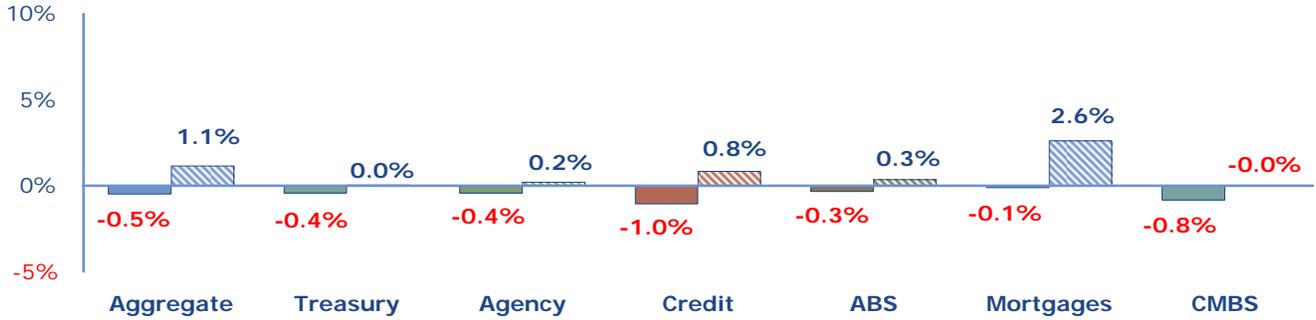
Capital Markets .....	1
Market Value and Asset Allocation.....	2
Performance and Duration Versus CMI.....	3





One Quarter Performance - solid bars  
One Year Performance - patterned bars

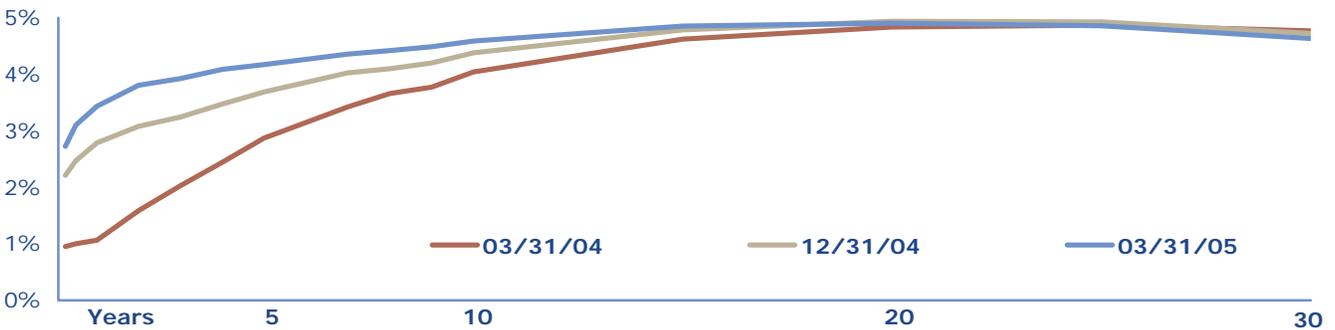
### Asset Class Returns (using Lehman Brothers indices)



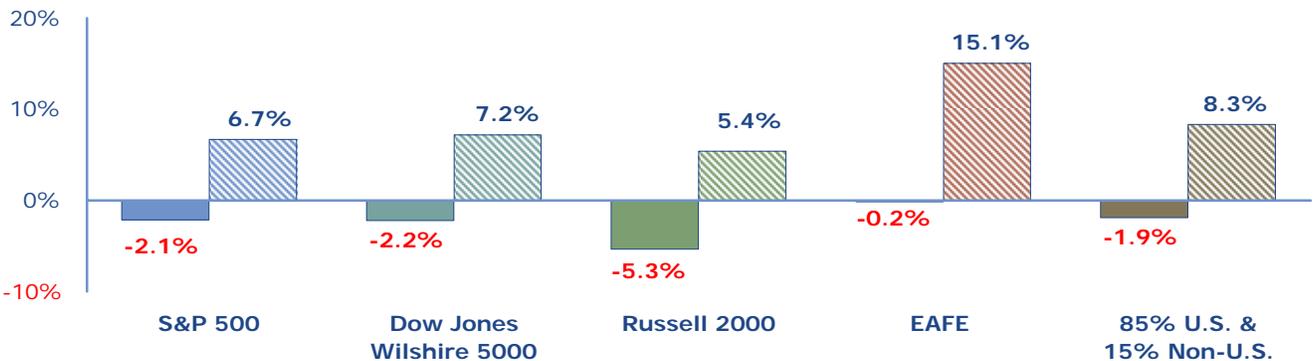
### Treasury Return by Maturity



### Yield Curve Using Treasury Strips

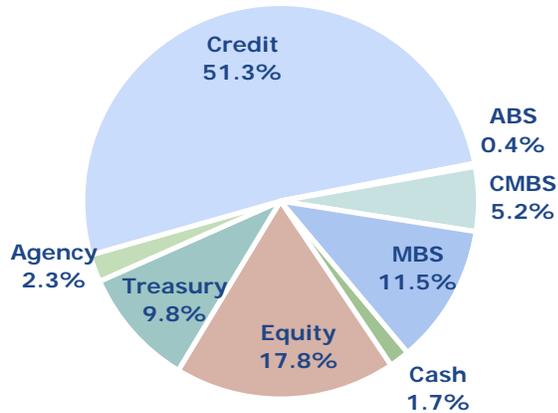


### Equity Returns





**Total Labor and Industries' Funds**  
**\$ 9,951,520,411**



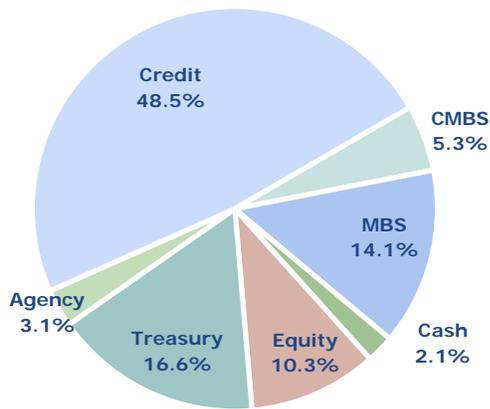
**WSIB Policy Ranges for Equity**

	Target	Range
Accident Fund	10%	8-12%
Medical Aid Fund	30%	24- 36%
Pension Reserve	10%	8-12%

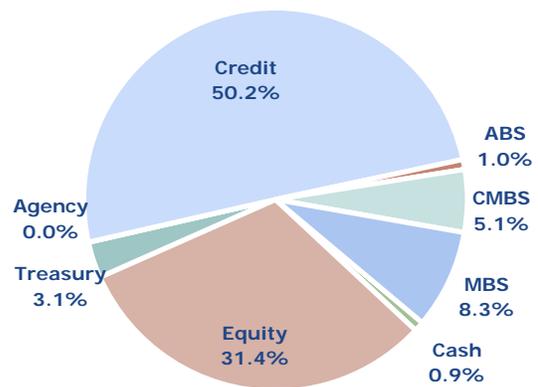
**WSIB Policy Ranges for Fixed Income**

	Range
U.S. Treasuries and Agencies	5-25%
Credit Securities	20-70%
Mortgage-Backed Securities (MBS)	0-25%
Asset-Backed Securities (ABS)	0-10%
Commercial Mortgage-Backed Securities (CMBS)	0-10%

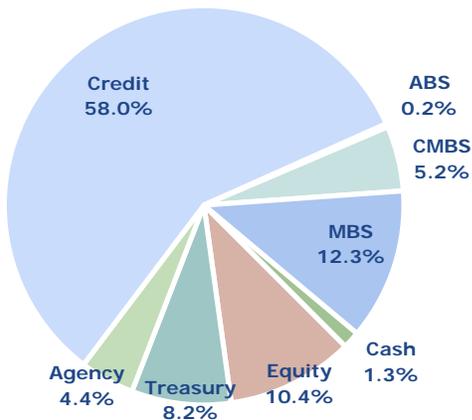
**Accident Fund**      **\$ 3,913,809,830**



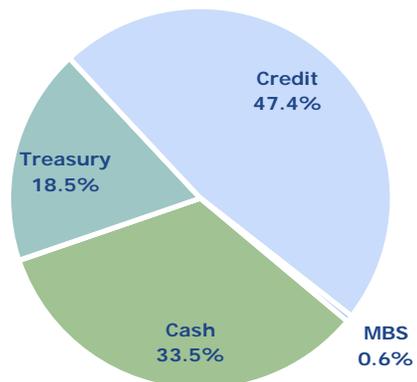
**Medical Aid Fund**      **\$ 3,591,475,677**



**Pension Reserve**      **\$ 2,355,374,427**

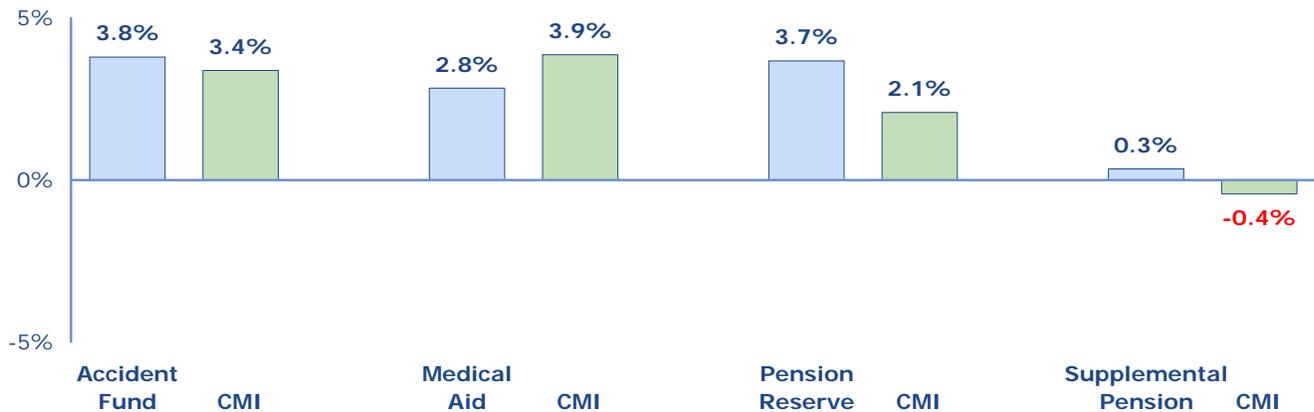


**Supplemental Pension**      **\$ 90,860,477**





### One Year Performance



### Total Returns

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Accident Fund</b>	<b>-0.23%</b>	<b>3.80%</b>	<b>8.39%</b>	<b>7.43%</b>	<b>8.18%</b>
CMI	-0.61%	3.39%	8.81%	7.65%	8.02%
<b>Medical Aid</b>	<b>-1.13%</b>	<b>2.84%</b>	<b>5.77%</b>	<b>5.14%</b>	<b>7.93%</b>
CMI	-1.15%	3.87%	6.74%	5.49%	8.03%
<b>Pension Reserve</b>	<b>-0.17%</b>	<b>3.68%</b>	<b>9.56%</b>	<b>9.26%</b>	<b>9.41%</b>
CMI	-0.61%	2.09%	9.54%	9.23%	9.07%
<b>Supplemental Pension</b>	<b>0.07%</b>	<b>0.34%</b>	<b>2.02%</b>	<b>4.29%</b>	<b>5.44%</b>
<b>Supplemental Ex-Cash</b>	<b>-0.31%</b>	<b>-0.30%</b>	<b>3.30%</b>	<b>5.35%</b>	<b>6.03%</b>
CMI	-0.38%	-0.43%	4.61%	5.97%	6.15%

### Labor and Industries' Statutory Accounting Returns \*

	Qtr.	1 Year	3 Year	5 Year
Accident Fund	1.24%	6.90%	6.98%	6.08%
Medical Aid	0.36%	6.76%	6.00%	4.59%
Pension Reserve	1.15%	8.69%	7.34%	7.61%
Supplemental Pension	0.76%	2.95%	2.54%	4.09%

### Duration

	CMI	Target	Actual	% Difference
Accident Fund	9.12	9.00	8.62	4.39%
Medical Aid	6.05	6.00	4.95	21.20%
Pension Reserve	9.12	9.00	8.88	1.37%
Supplemental Pension	1.93	1.75-2.25	2.00	NA

\* Uses net income, realized and unrealized gains and losses on equity securities, and realized gains and losses on fixed income in the numerator. The denominator uses book value for fixed income securities and market value for equities. Below investment grade fixed income securities are carried at the lower of book or market value.





## Permanent and Other Trust Funds

Quarterly Report - March 31, 2005

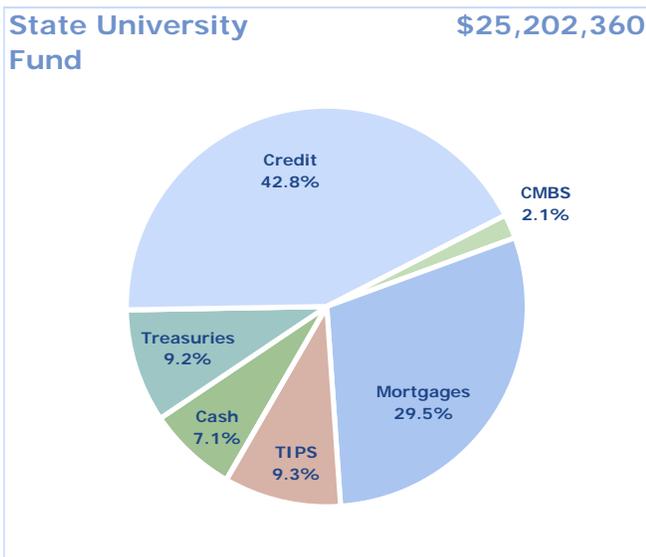
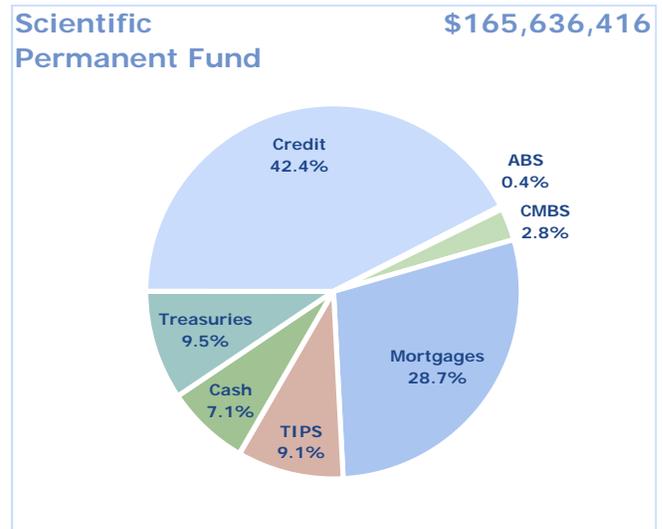
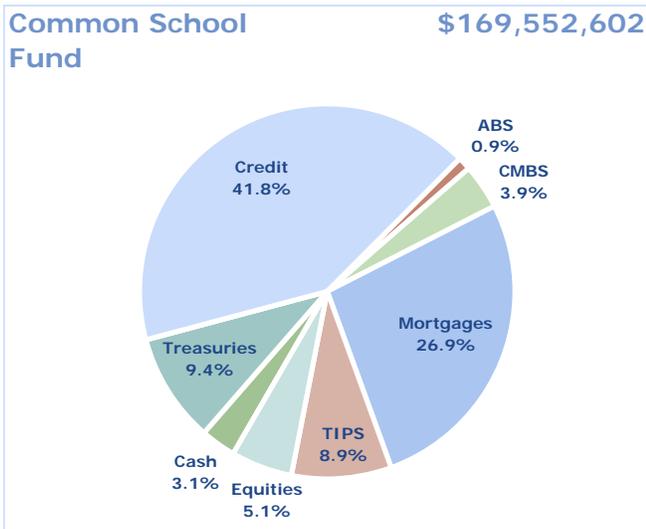
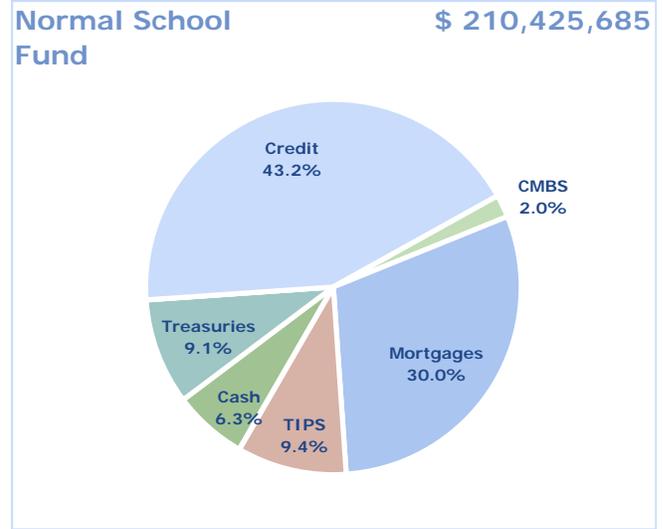
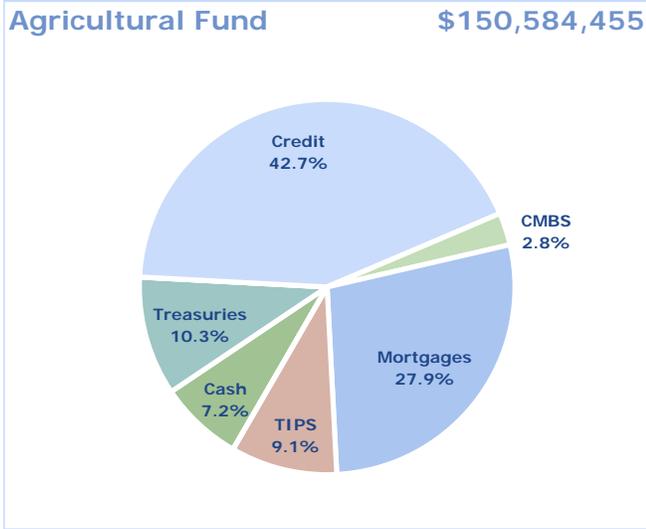
### Permanent Funds

Market Value and Asset Allocation.....	1
Interest Income, Performance, and Duration .....	2

### Other Trust Funds

Market Value, Performance, and Asset Allocation .....	3
GET – Advanced College Tuition Payment Program .....	4
DDEF – Developmental Disability Endowment Fund .....	5





**Millersylvania State Park Fund** **\$ 5,162**

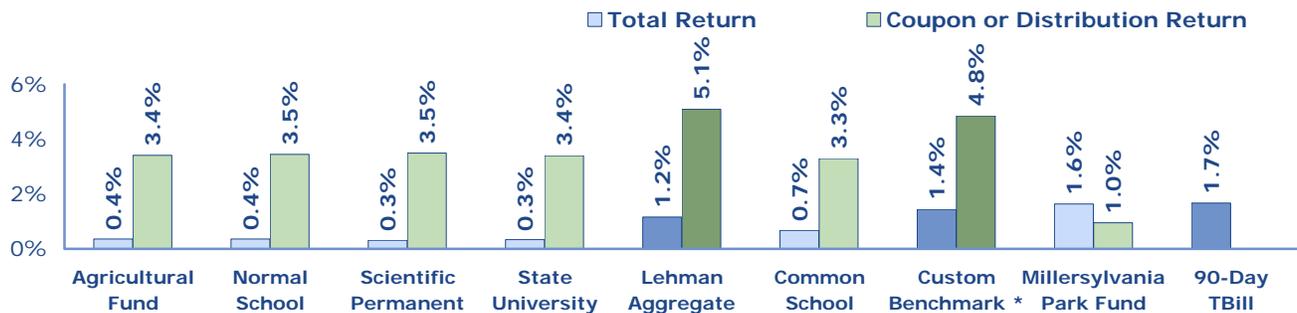
Assets of this fund are invested in a short-term investment fund (STIF).

**WSIB Fixed Income Policy Ranges per Fund:**

U.S. Treasuries and Agencies	10-50%
Investment Grade Credits	10-50%
Mortgage-Backed Securities	5-40%
Asset-Backed Securities (ABS)	0-10%
Commercial Mortgage-Backed Securities (CMBS)	0-10%



### One Year Returns



### Returns:

#### Total Returns

#### Distribution Returns

	Qtr.	1 Year	3 Year	5 Year	10 Year	Qtr.	1 Year	3 Year	5 Year
Agricultural Fund	-0.52%	0.36%	5.93%	6.92%	7.14%	1.08%	3.41%	4.80%	5.68%
Normal School	-0.55%	0.36%	5.72%	7.02%	7.18%	1.08%	3.45%	4.73%	5.57%
Scientific Permanent	-0.53%	0.32%	5.87%	7.08%	7.12%	1.09%	3.49%	4.86%	5.69%
State University	-0.56%	0.33%	5.85%	7.18%	7.23%	1.07%	3.40%	4.67%	5.59%
Lehman Aggregate	-0.47%	1.16%	6.00%	7.14%	7.14%	-	-	-	-
Common School	-0.68%	0.68%	5.71%	6.92%	7.07%	1.04%	3.29%	4.57%	5.37%
Custom Benchmark *	-0.57%	1.44%	5.93%	6.97%	7.06%	-	-	-	-
Millersylvania Park Fund	0.59%	1.64%	1.41%	2.73%	4.12%	0.55%	0.95%	1.21%	2.68%
90 Day TBill	0.57%	1.67%	1.47%	2.79%	4.09%	-	-	-	-

### Balances

	Mar 05	Mar 04	Mar 00
Agricultural Fund	\$ 150,584,455	\$ 152,597,929	\$ 115,566,237
Normal School	\$ 210,425,685	\$ 215,862,873	\$ 182,919,013
Scientific Permanent	\$ 165,636,416	\$ 167,542,197	\$ 135,597,502
State University	\$ 25,202,360	\$ 25,649,419	\$ 21,294,926
Common School	\$ 169,552,602	\$ 174,554,314	\$ 151,690,036
Millersylvania Park Fund	\$ 5,162	\$ 5,155	\$ 5,177

### Fixed Income Duration

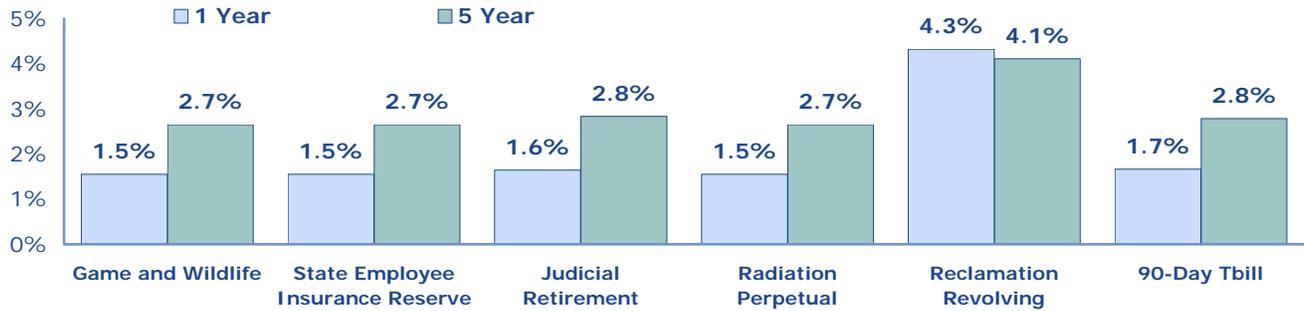
	Duration of Fund	Duration of Benchmark	Difference	% Difference
Agricultural Fund	3.90	4.34	-0.44	-10.11%
Normal School	3.88	4.34	-0.46	-10.56%
Scientific Permanent	3.77	4.34	-0.57	-13.09%
State University	3.85	4.34	-0.49	-11.26%
Common School	3.97	4.34	-0.37	-8.59%
Millersylvania Park Fund	0.10	0.25	N/A	N/A

\* The custom benchmark for the Common School Fund is a combination of the Lehman Aggregate and Dow Jones Wilshire 5000 using the previous month-end weights adjusted for new purchases during the current month. For March 2005, the breakdown was 5.2% Dow Jones Wilshire 5000 and 94.8% Lehman Aggregate.

\*\* Includes coupon income and amortization minus expenses and deferred losses based on book value



### One Year and Five Year Returns



### Total Returns

	Qtr.	1 Year	3 Year	5 Year	10 Year
Game and Wildlife	0.56%	1.55%	1.33%	2.65%	4.28%
State Employee Insurance Reserve	0.56%	1.55%	1.33%	2.65%	4.09%
Judicial Retirement	0.59%	1.64%	1.46%	2.83%	4.21%
Radiation Perpetual	0.56%	1.55%	1.33%	2.65%	4.09%
Reclamation Revolving	0.93%	4.32%	3.26%	4.11%	4.84%
90-Day Tbill	0.57%	1.67%	1.47%	2.79%	4.09%

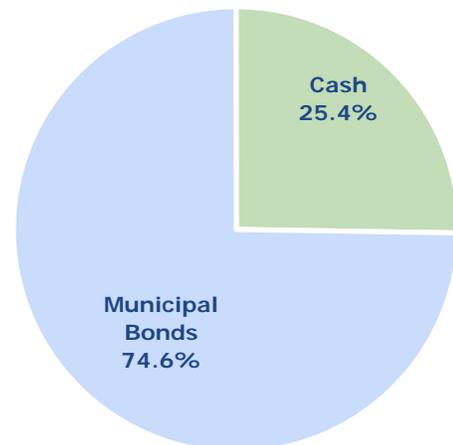
### Market Value

	Mar 05	Mar 04	Mar 00
Game and Wildlife	\$ 10,002,424	\$ 9,850,018	\$ 10,564,168
State Employee Insurance Reserve	\$ 75,976,170	\$ 47,879,279	\$ 31,876,975
Judicial Retirement	\$ 2,788,595	\$ 5,029,227	\$ 8,963,209
Radiation Perpetual	\$ 284,833	\$ 280,493	\$ 820,502
Reclamation Revolving	\$ 356,800	\$ 342,016	\$ 947,399

### Portfolio Allocation

The Game and Wildlife Fund, State Employee Insurance Reserve Fund, Judicial Retirement Fund, and Radiation Perpetual Fund are fully invested in short-term investment funds (STIF).

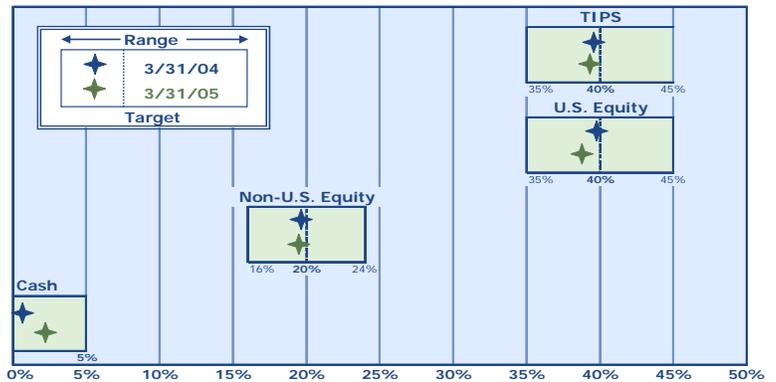
The Reclamation Revolving Fund (shown to the right) is invested in Municipal bonds and STIF



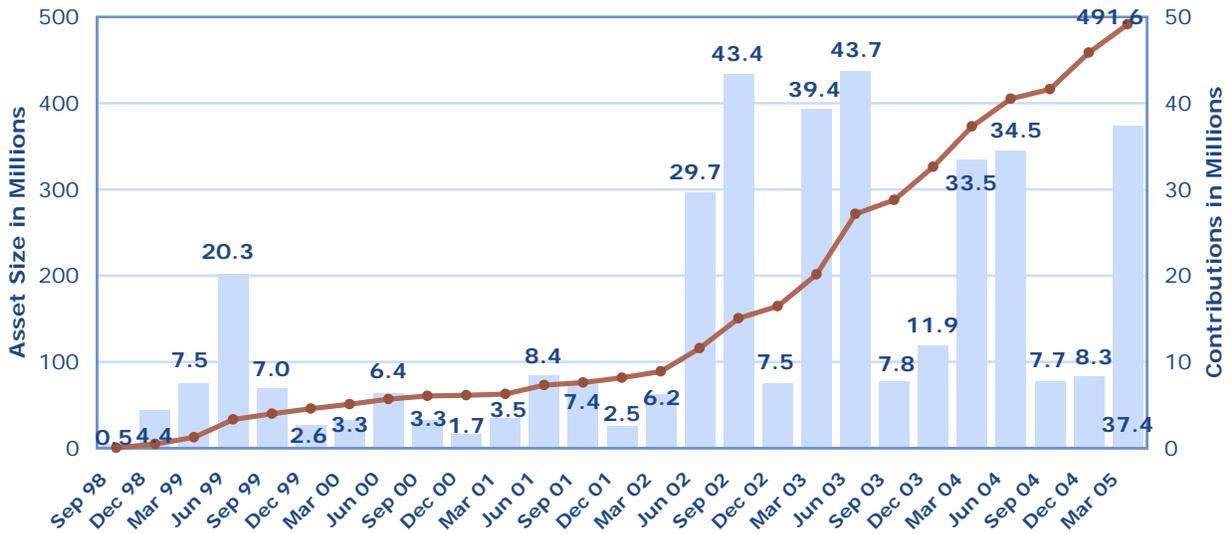


### Portfolio Size and Allocation

<b>Total</b>	<b>\$491,646,832</b>
Cash	11,221,648
Treasury Inflation Index Note (TIPS)	193,235,392
U.S. Equity	190,662,257
Non-U.S. Equity	96,527,535



### Assets Under Management



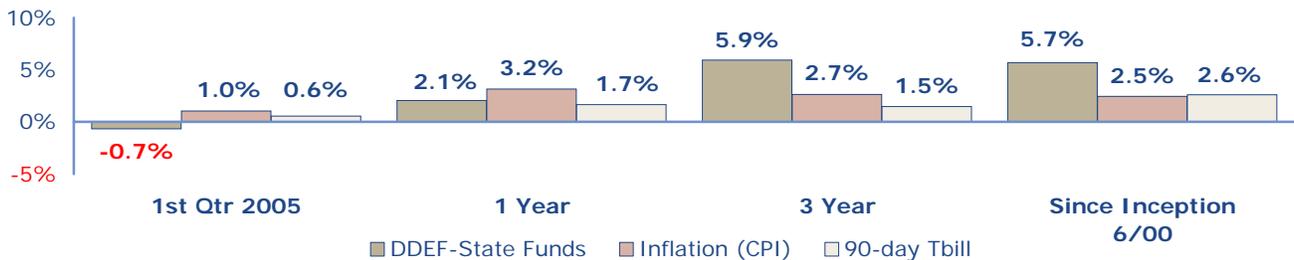
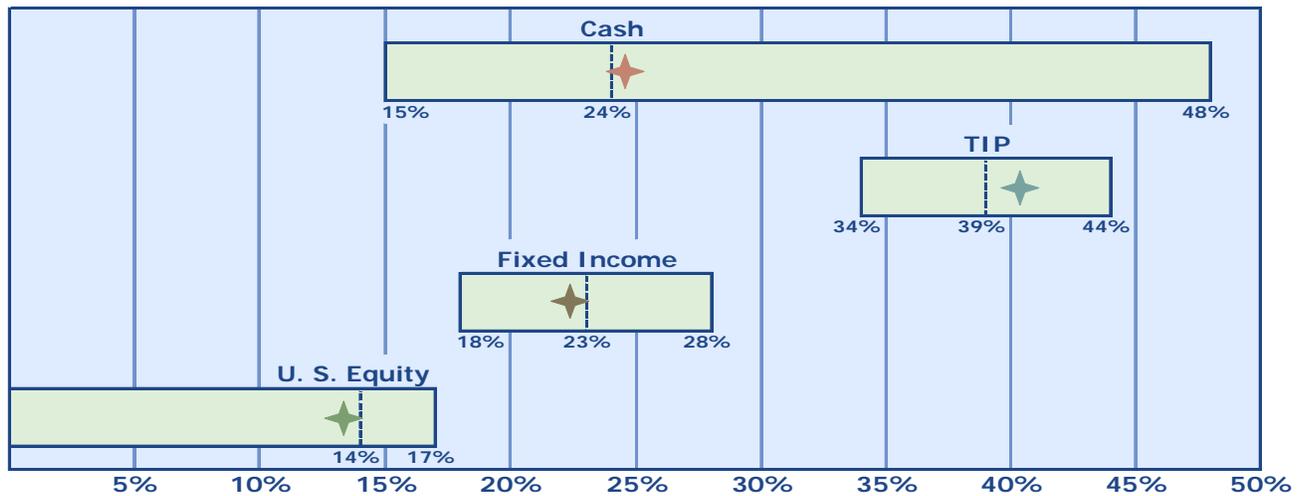
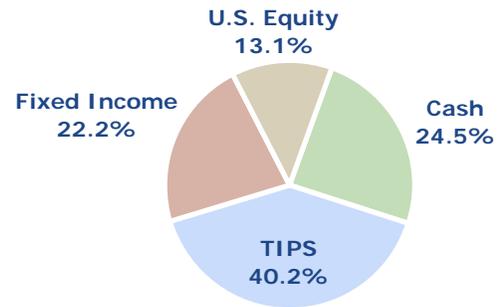
### Total Returns





**DDEF - State Funds**

<b>Total</b>	<b>\$6,739,961</b>
Cash	1,654,154
Treasury Inflation Index Note (TIPS)	2,708,419
Fixed Income	1,493,565
U.S. Equity	883,824



**DDEF - Private Funds**

<b>Total</b>	<b>\$2,465,642</b>
Cash	356,400
Balanced Fund	2,109,242

