



## Investment Reports

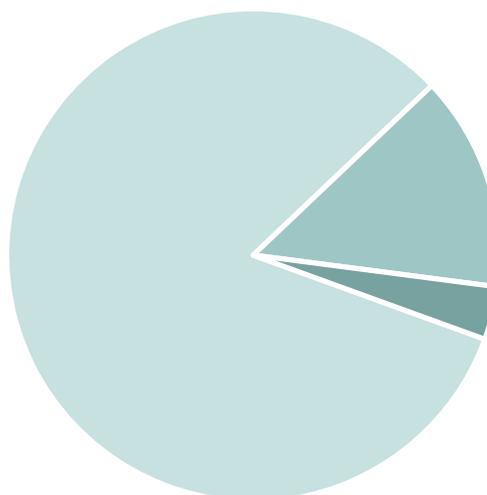
Quarterly Report – March 31, 2014

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**The WSIB invests for 33 funds:**

- ❖ 17 Retirement Funds
- ❖ 5 State Insurance Funds for injured workers
- ❖ 11 Permanent and Other Trust Funds

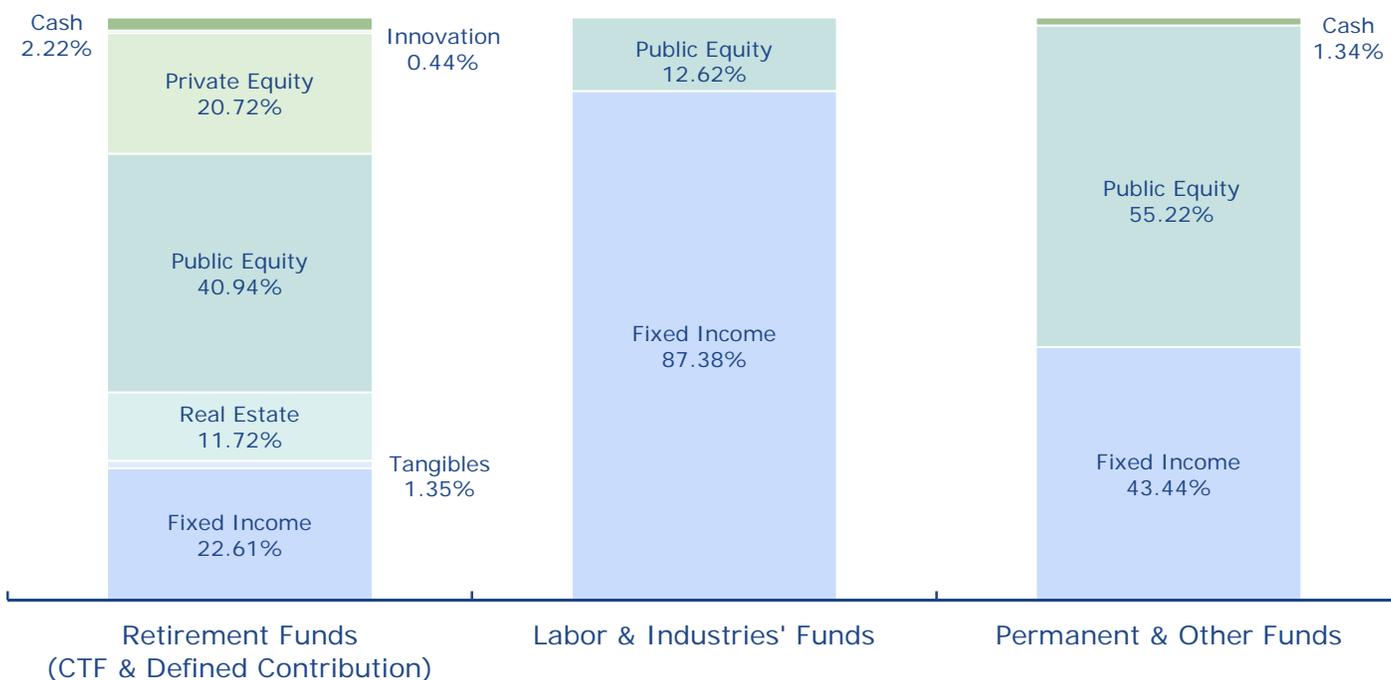
Retirement Funds  
(CTF & Defined Contribution)  
\$82,833,839,328  
82.35%



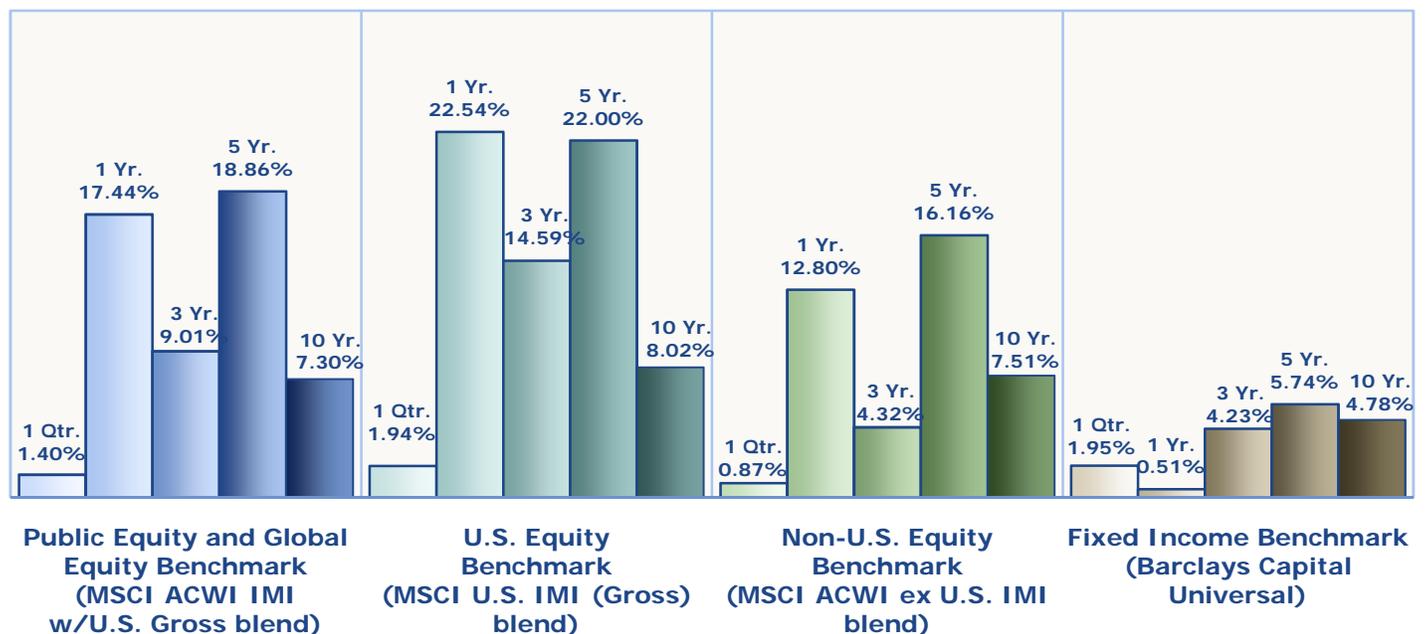
Labor & Industries' Funds  
\$14,246,966,555  
14.16%

Permanent & Other Funds  
\$3,510,803,148  
3.49%

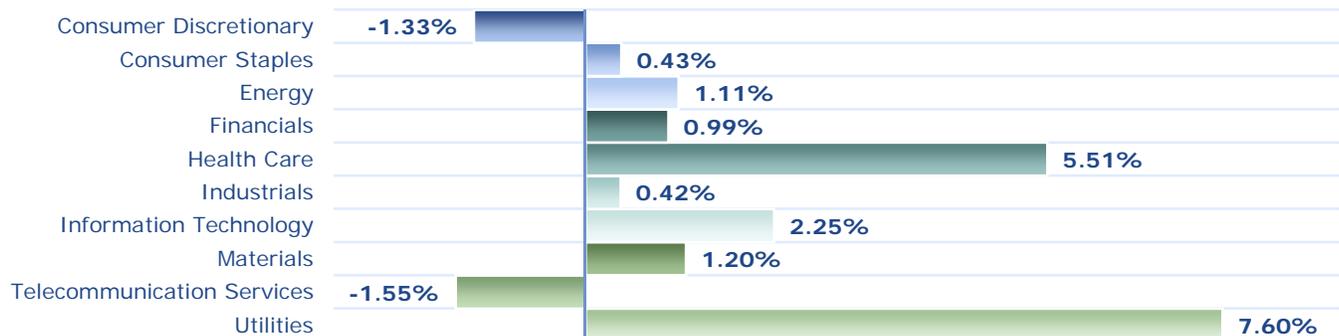
**Asset Class Overview for All Funds**



**Indices Returns**



**MSCI ACWI IMI - Quarter Industry Returns**



**Capital Market Highlights**

- ❖ Public equity as measured by the MSCI ACWI IMI w/U.S. Gross returned 1.4% underperforming fixed income as measured by the Barclays Capital Universal which returned 2.0% for the quarter.
- ❖ The best industry return for the quarter as shown with the MSCI ACWI IMI was Utilities at 7.6%. The lowest return was Telecommunication Services at -1.6%.
- ❖ In the Barclays Capital indices U.S. Corporate High Yield has the highest return for the quarter earning 3.0% while Asset-Backed Securities had the lowest return at 0.5%. For the yield curve, the long end of the curve (30 year Treasuries) outperformed the short end (3 month Treasuries), returning 8.1% compared to 0.0% respectively for the quarter.
- ❖ GDP was 0.1% (annualized) for the quarter. Inflation, as measured by the CPI was 0.5%.
- ❖ The federal funds target rate remained the same during the quarter, ranging from 0-0.25%.

**Commingled Trust Fund**

- ❖ Performance for all annualized time periods are positive. The CTF outperformed the passive benchmark for the quarter, 1 year, 3 year, and 10 year time periods. The CTF is exceeding the actuarial return assumption of 8% for all of the annualized and since inception time periods.

**Asset Allocation**

- ❖ Asset transfers for the quarter consisted of transfers from real estate for \$62 million, private equity for \$312 million, and innovation for \$33 million to fund tangible assets with \$75 million and public equity with \$12 million. The remaining funds were held to pay participant withdrawals.

**Fixed Income**

- ❖ Fixed Income returned 2.3% for the quarter. It outperformed its benchmark for the quarter, 5 year, and 10 year time periods.

**Tangible Assets**

- ❖ The WSIB Tangible Assets quarter return was -0.8% and underperformed its benchmark, CPI lagged one quarter plus 400 basis points, which returned 1.3%.
- ❖ As of December 31, 2013, there were \$820 million in unfunded commitments.

**Real Estate**

- ❖ The WSIB Real Estate quarter return was 4.9%. It outperformed NCREIF (lagged one quarter) for all time periods. For the 10 year time period, it outperformed both its benchmark of 8% return over a rolling 10 year and the NCREIF property index.
- ❖ As of December 31, 2013, there were \$9.1 billion in unfunded commitments.

**Public Equity**

- ❖ Public Equity returned 1.6% for the quarter. It outperformed its benchmark for the quarter, 1 year, 3 year, and 5 year time periods.

**Private Equity**

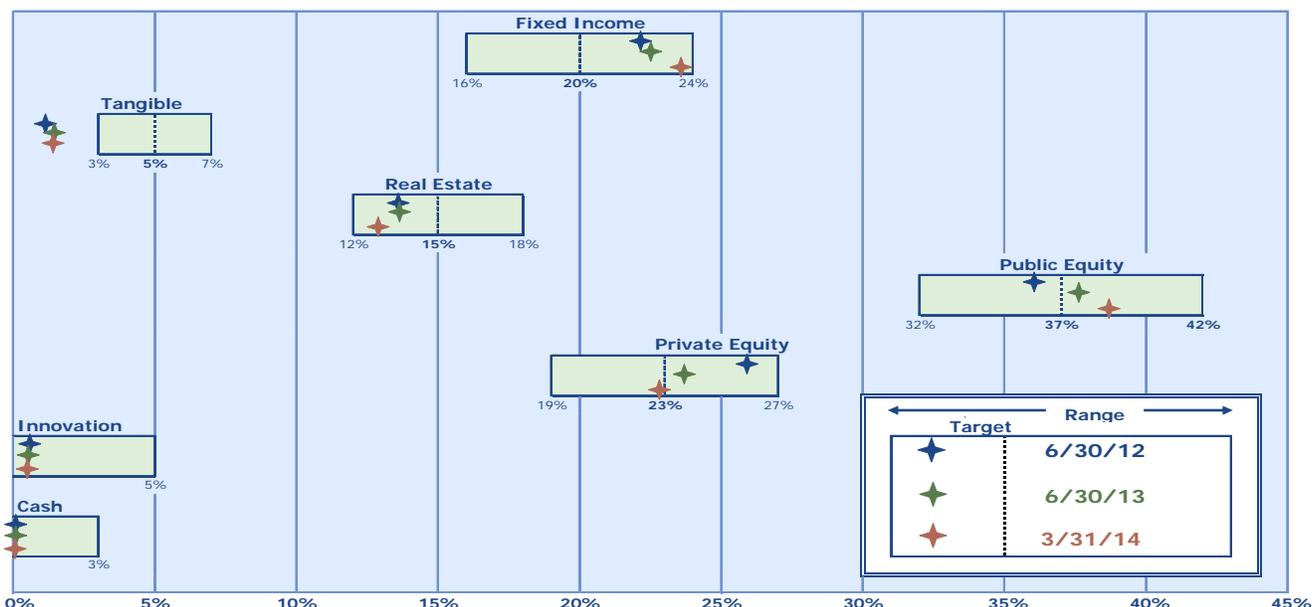
- ❖ The WSIB Private Equity quarter return was 5.6%. It outperformed its benchmark, the Russell 3000 (lagged one quarter) plus 300 basis points for the 10 year time period.
- ❖ As of December 31, 2013, there were \$9.9 billion in unfunded commitments.

**Innovation**

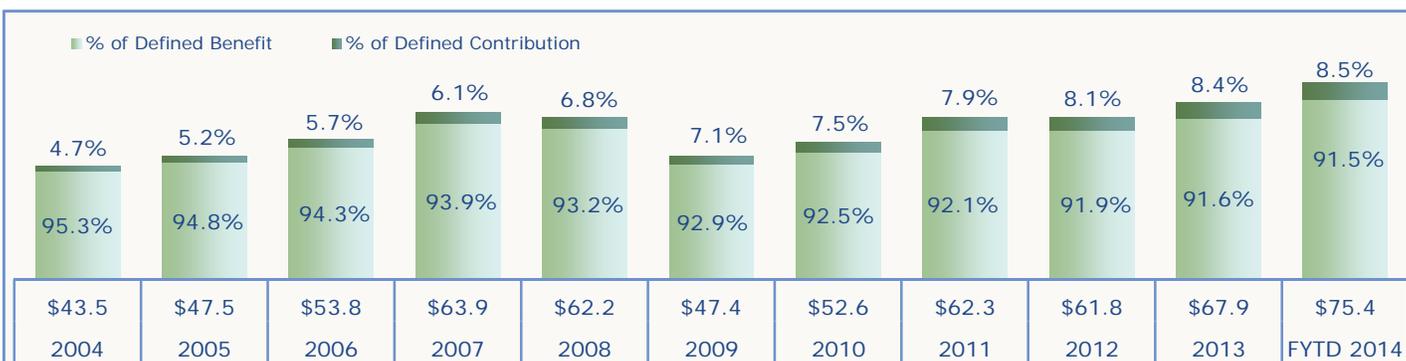
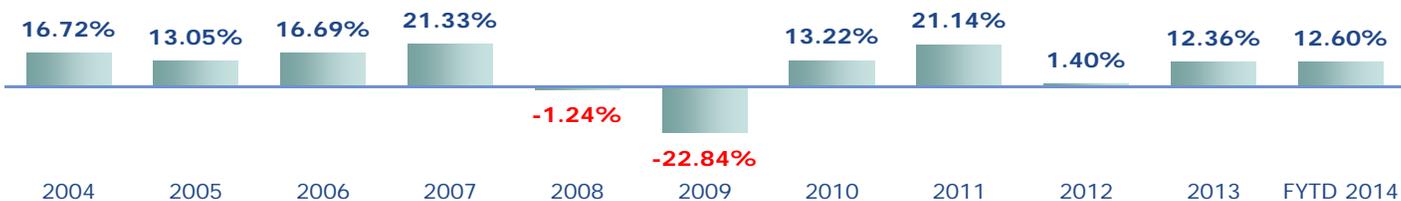
- ❖ Innovation outperformed its custom benchmark for the quarter, 1 year, and 3 year time periods.

**Market Values** **Actual Asset Allocation**

Asset Class	Market Value	by Asset Class	with Overlay	Market Value Changes
Fixed Income	\$ 16,376,136,852	21.71%	23.57%	Quarter:
Tangible Assets	\$ 1,117,765,079	1.48%	1.48%	\$ 1,974,084,638
Real Estate	\$ 9,711,822,418	12.87%	12.87%	Fiscal Year:
Public Equity	\$ 29,363,713,501	38.92%	38.70%	\$ 7,534,523,823
Private Equity	\$ 17,164,055,599	22.75%	22.75%	
Innovation	\$ 360,349,256	0.48%	0.48%	
Cash	\$ 1,343,176,287	1.78%	0.15%	
<b>Total Fund</b>	<b>\$ 75,437,018,993</b>			



**Annual Performance and Growth of the CTF (Fiscal Years Ended June 30)**



Note: Page 4-9, Totals may not add up due to rounding.



			Qtr.	1 Year	3 Year	5 Year	10 Year	Since Inception <sup>9</sup>
<b>Total Fund</b>	<b>\$75,437,018,993</b>	<b>100.0%</b>	<b>3.06%</b>	<b>13.00%</b>	<b>9.58%</b>	<b>13.29%</b>	<b>8.02%</b>	8.89%
Passive Benchmark <sup>2</sup>			1.62%	12.04%	7.72%	15.04%	6.64%	
Implementation Value Added Benchmark <sup>3</sup>			3.60%	16.57%	11.08%	15.20%	8.43%	
TUCS Public Fund >\$1B Median <sup>4</sup>			2.03%	12.79%	9.01%	13.76%	6.98%	
TUCS Public/Corporate Fund >\$1B Median <sup>4</sup>			2.14%	11.96%	9.04%	13.85%	7.11%	
<b>Fixed Income</b>	<b>\$16,376,136,852</b>	<b>21.7%</b>	<b>2.26%</b>	<b>-0.77%</b>	<b>3.97%</b>	<b>7.05%</b>	<b>5.50%</b>	
Barclays Capital Universal			1.95%	0.51%	4.23%	5.74%	4.78%	
<b>Tangible Assets</b>	<b>\$1,117,765,079</b>	<b>1.5%</b>	<b>-0.79%</b>	<b>-1.79%</b>	<b>1.34%</b>	<b>3.36%</b>		
CPI (Lagged One Quarter) + 400 bp			1.26%	5.49%	6.09%	6.10%		
<b>Real Estate<sup>5</sup></b>	<b>\$9,711,822,418</b>	<b>12.9%</b>	<b>4.91%</b>	<b>13.79%</b>	<b>13.84%</b>	<b>7.24%</b>	<b>9.70%</b>	
8% Return Over Rolling 10 Years							8.00%	
NCREIF (Lagged One Quarter)			2.53%	10.98%	11.92%	5.68%	8.63%	
<b>Public Equity<sup>6</sup></b>	<b>\$29,363,713,501</b>	<b>38.9%</b>	<b>1.64%</b>	<b>18.04%</b>	<b>9.69%</b>	<b>18.92%</b>	<b>7.25%</b>	
Custom Benchmark			1.40%	17.44%	9.01%	18.86%	7.30%	
<b>Private Equity<sup>5</sup></b>	<b>\$17,164,055,599</b>	<b>22.8%</b>	<b>5.56%</b>	<b>19.37%</b>	<b>12.97%</b>	<b>15.63%</b>	<b>13.53%</b>	
Russell 3000 (Lagged One Quarter) + 300 bp			10.92%	36.55%	19.24%	21.71%	10.88%	
<b>Innovation<sup>7</sup></b>	<b>\$360,349,256</b>	<b>0.5%</b>	<b>6.48%</b>	<b>53.60%</b>	<b>17.58%</b>			
Custom Benchmark			0.57%	3.28%	-2.15%			
<b>Overlay<sup>8</sup></b>	<b>\$122,772,244</b>		<b>0.03%</b>	<b>-0.06%</b>	<b>0.03%</b>	<b>0.17%</b>	<b>0.06%</b>	
<b>Cash</b>	<b>\$1,220,404,043</b>	<b>1.8%</b>	<b>0.02%</b>	<b>0.12%</b>	<b>0.14%</b>	<b>0.16%</b>	<b>1.73%</b>	
90 Day T-Bills			0.02%	0.09%	0.10%	0.13%	1.69%	

 Outperformed its benchmark       Underperformed its benchmark

<sup>1</sup> Performance figures are net of all non-appropriated fees.

<sup>2</sup> Currently 69% MSCI ACWI IMI w/ U.S. Gross, 31% Barclays Capital Universal. Over time the benchmark has been adjusted by changing both benchmarks and percentages.

<sup>3</sup> The implementation value added benchmark consists of market indices, as defined in each asset class's policy, weighted according to the asset allocation targets. This custom benchmark differs from the passive benchmark as it is not an investable benchmark due to the uninvestable premium added to the private equity passive benchmark.

<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 the latest market value plus cash flows since then. For compositing purposes the private equity and real estate return are calculated using monthly time-weighted returns.

<sup>6</sup> Public equity benchmark is a custom historical blend. It is currently the MSCI ACWI IMI w/U.S. Gross

<sup>7</sup> The overall benchmark is the weighted average of the underlying benchmarks for each asset/idea within the portfolio.

<sup>8</sup> To show the performance, cash and the cash held in the overlay are separated out on this page.

<sup>9</sup> Since Inception of the CTF is July 1, 1992.

**Global Markets**
**\$7,885,021,482**

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Total Global</b>	<b>1.87%</b>	<b>21.10%</b>	<b>12.21%</b>	<b>19.52%</b>	
MSCI ACWI IMI w/ U.S. Gross	1.40%	17.44%	9.01%	18.86%	
Aberdeen Asset Management	<b>3.16%</b>	11.24%	<b>9.53%</b>	18.79%	
Arrowstreet Capital	<b>2.86%</b>	<b>27.27%</b>			
D.E. Shaw	0.84%	<b>20.37%</b>			
Longview	1.23%	<b>27.59%</b>			
Magellan	0.75%				
WHV	<b>2.46%</b>	13.02%			
William Blair & Company	0.76%	<b>17.53%</b>			

**Non-U.S. Markets**
**\$10,893,827,445**

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Total Non-U.S. Equity</b>	<b>1.20%</b>	12.09%	<b>4.78%</b>	15.81%	7.34%
Custom Benchmark	0.87%	12.80%	4.32%	16.16%	7.51%
<b>Total Developed</b>	<b>1.60%</b>	<b>18.41%</b>	<b>7.35%</b>	<b>17.03%</b>	<b>7.66%</b>
Custom Developed Markets Benchmark	1.08%	17.03%	6.43%	16.51%	6.94%
SSgA	<b>1.18%</b>	<b>17.59%</b>	<b>6.90%</b>		
Mondrian Investment Partners	<b>3.67%</b>	<b>22.77%</b>	<b>9.23%</b>	15.78%	<b>8.21%</b>

<b>Total Emerging</b>	0.05%	-4.31%	<b>-1.91%</b>	14.61%	9.78%
Custom Benchmark	0.06%	-1.20%	-2.69%	15.11%	10.33%
Aberdeen Asset Management	<b>1.75%</b>	-6.43%	<b>2.47%</b>		
BlackRock Trust Company EM IMI	-0.13%				
Grantham, Mayo, Otterloo	-3.06%	-6.04%	-5.50%	13.13%	9.05%
JPMorgan	<b>0.41%</b>	-3.82%	<b>-2.22%</b>	13.91%	
Lazard Asset Management	-0.67%	<b>-0.56%</b>	<b>0.27%</b>	<b>16.94%</b>	
Mondrian Investment Partners	<b>1.36%</b>	-7.68%	<b>0.35%</b>		

**U.S. Markets**
**\$10,584,864,574**

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Total U.S. Equity</b>	1.93%	<b>22.60%</b>	<b>14.67%</b>	21.98%	7.62%
MSCI U.S. IMI (Gross)	1.94%	22.54%	14.59%	22.00%	8.02%
BlackRock Trust Company	1.93%	<b>22.60%</b>			

 Outperformed its benchmark

 Underperformed its benchmark

Developed Markets Benchmark: MSCI World ex U.S. IMI (Custom) - Switched October 1, 2007.

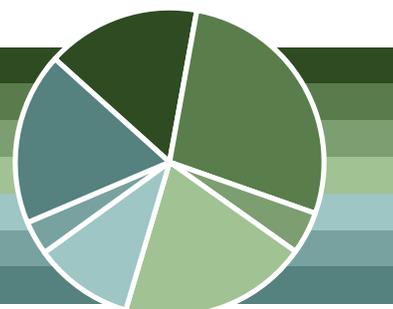
Emerging Markets Benchmark: Custom Emerging Markets IMI (Custom) - Switched October 1, 2007.

Non-U.S. Equity Benchmark: MSCI ACWI IMI ex U.S. (Custom) - Switched October 1, 2007.

**Global Markets**

\$7,885,021,482

Aberdeen Asset Management	\$1,273,617,856	16.15%
Arrowstreet Capital	\$2,173,620,419	27.57%
D.E. Shaw	\$350,938,123	4.45%
Longview	\$1,557,724,854	19.76%
Magellan	\$824,056,310	10.45%
WHV	\$280,204,927	3.55%
William Blair & Company	\$1,424,836,742	18.07%

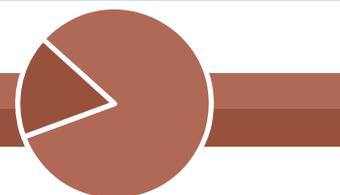


**Non-U.S. Markets**

\$10,893,827,445

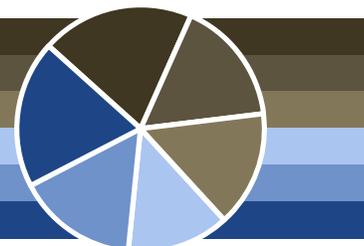
**Developed**

SSgA	\$6,715,421,939	82.73%
Mondrian Investment Partners	\$1,401,183,950	17.26%



**Emerging**

Aberdeen Asset Management	\$555,175,825	19.99%
BlackRock Trust Company EM IMI	\$455,944,936	16.42%
Grantham, Mayo, Otterloo	\$420,290,562	15.13%
JPMorgan	\$371,921,582	13.39%
Lazard Asset Management	\$438,566,109	15.79%
Mondrian Investment Partners	\$535,113,622	19.27%



**U.S. Markets**

\$10,584,864,574

BlackRock Trust Company	\$10,584,864,569	100.00%
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Transition Accounts for Public Equity \$231,179

Top Ten Countries by Weight	Top Ten Holdings
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	CTF Weight		CTF Weight
United States	51.08%	Apple Inc	0.85%
United Kingdom	9.22%	Wells Fargo & Co	0.75%
Japan	6.27%	Oracle Corp	0.74%
Switzerland	3.55%	Microsoft Corp	0.74%
France	3.51%	Nestle SA	0.73%
Germany	3.35%	Exxon Mobil Corp	0.73%
Canada	3.15%	Johnson & Johnson	0.67%
Australia	1.75%	Novartis AG	0.66%
Brazil	1.58%	Roche Holding AG	0.65%
China	1.40%	Google Inc	0.64%

WSIB	U.S. 51.08%	Other Developed Countries 38.74%	Emerging 10.17%
MSCI ACWI IMI w/U.S. Gross	U.S. 49.22%	Other Developed Countries 40.51%	Emerging 10.27%

**Fixed Income** \$16,376,136,852

**Duration**

	Dec 13	Mar 14
<b>WSIB Portfolio</b>	<b>4.54</b>	<b>4.62</b>
Barclays Capital Universal	5.39	5.48
<b>Difference</b>	<b>-15.89%</b>	<b>-15.66%</b>

**Sector Weighting**

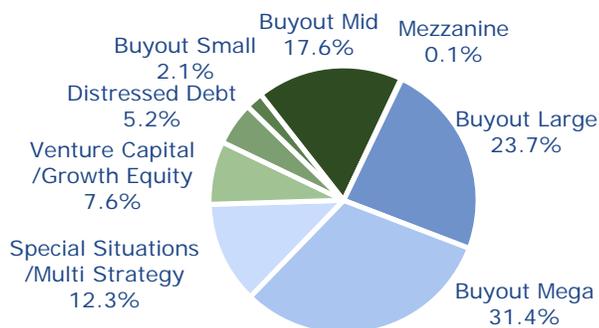


**Innovation** \$360,349,256

There are currently 3 funds in the Innovation Portfolio. A mezzanine fund, a distressed whole loan debt strategy, and a resource equity strategy.

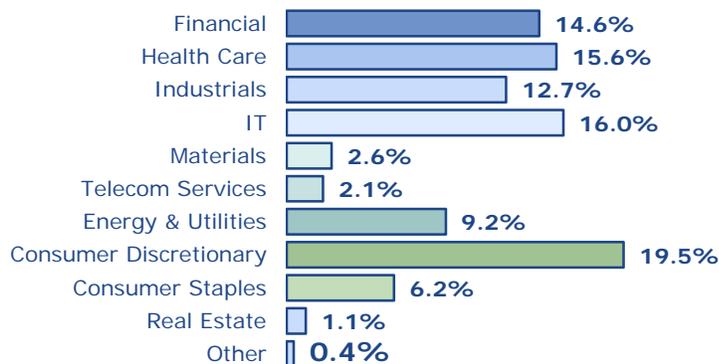


**Sector Distribution**



**Unfunded Commitments: \$9.9 billion**

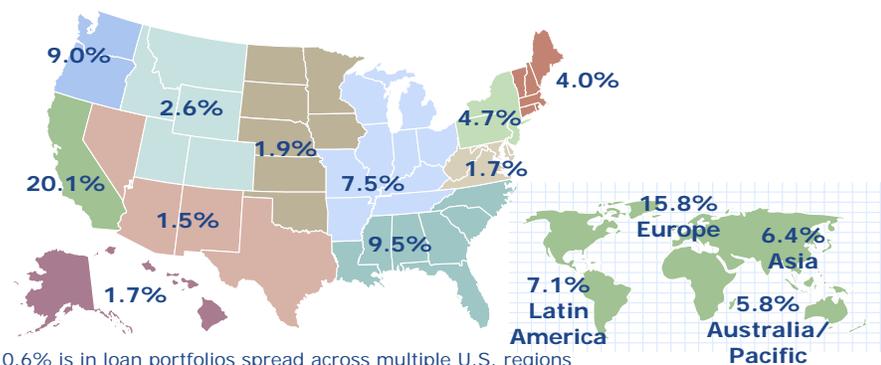
**Industry Distribution**



**Real Estate**

\$9,711,822,418

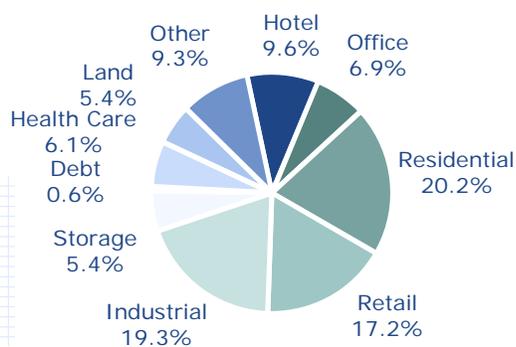
**Geographical Distribution**



0.6% is in loan portfolios spread across multiple U.S. regions

**Unfunded Commitments: \$9.1 billion**

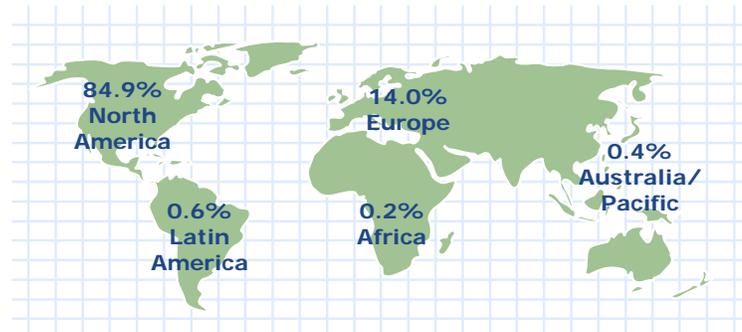
**Property Type Distribution**



**Tangible Assets**

\$1,117,765,079

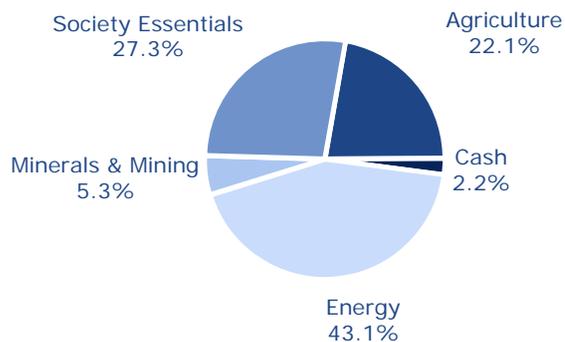
**Geographical Distribution**



**Unfunded Commitments: \$820 million**

Distribution charts and unfunded commitments are lagged one quarter.

**Sector Type Distribution**



**Teachers' Retirement System (TRS)**

	% of Assets	Option	Market Value	Quarterly Change
	60.50%	WSIB TAP Fund	\$3,967,695,855	\$128,373,239
	0.93%	Social Balanced Fund	61,017,312	(690,528)
17.77%	0.16%	Retirement Strategy Fund 2000	10,168,681	486,413
	0.22%	Retirement Strategy Fund 2005	14,271,921	178,505
	0.67%	Retirement Strategy Fund 2010	43,896,768	181,699
	2.73%	Retirement Strategy Fund 2015	178,969,214	1,544,571
	4.07%	Retirement Strategy Fund 2020	266,721,345	8,177,290
	3.73%	Retirement Strategy Fund 2025	244,696,012	7,918,107
	2.78%	Retirement Strategy Fund 2030	181,998,638	4,744,640
	1.88%	Retirement Strategy Fund 2035	123,287,302	4,178,602
	0.94%	Retirement Strategy Fund 2040	61,427,641	2,585,309
	0.36%	Retirement Strategy Fund 2045	23,820,377	1,532,667
	0.15%	Retirement Strategy Fund 2050	10,118,850	1,305,903
	0.09%	Retirement Strategy Fund 2055	5,878,693	1,106,717
	8.38%	U.S. Large Stock Fund	549,914,065	7,814,667
	2.00%	U.S. Small Value Stock Fund	130,968,653	3,054,214
	1.28%	Global Equity Fund	84,031,831	2,571,100
	0.58%	Emerging Markets Equity Fund	38,129,718	137,922
	4.67%	Bond Market Fund	306,156,419	4,530,852
	3.89%	Money Market Fund	255,181,936	(2,163,781)
		<b>Total Fund</b>	<b>\$6,558,351,230</b>	<b>\$177,568,106</b>

**School Employees' Retirement System (SERS)**

	% of Assets	Option	Market Value	Quarterly Change
	74.11%	WSIB TAP Fund	\$1,157,847,163	\$30,847,608
	0.61%	Social Balanced Fund	9,556,825	393,713
11.92%	0.13%	Retirement Strategy Fund 2000	2,011,786	(392,563)
	0.27%	Retirement Strategy Fund 2005	4,220,690	165,600
	0.93%	Retirement Strategy Fund 2010	14,600,799	135,213
	2.65%	Retirement Strategy Fund 2015	41,367,539	144,645
	3.11%	Retirement Strategy Fund 2020	48,561,106	1,661,352
	2.46%	Retirement Strategy Fund 2025	38,436,135	1,087,594
	1.09%	Retirement Strategy Fund 2030	17,079,424	632,343
	0.60%	Retirement Strategy Fund 2035	9,379,082	586,187
	0.26%	Retirement Strategy Fund 2040	4,106,094	53,868
	0.18%	Retirement Strategy Fund 2045	2,853,016	319,825
	0.11%	Retirement Strategy Fund 2050	1,794,219	160,213
	0.11%	Retirement Strategy Fund 2055	1,749,621	89,636
	3.82%	U.S. Large Stock Fund	59,710,539	1,428,807
	1.21%	U.S. Small Value Stock Fund	18,969,514	547,904
	0.54%	Global Equity Fund	8,375,086	327,201
	0.25%	Emerging Markets Equity Fund	3,892,104	(21,764)
	2.00%	Bond Market Fund	31,204,247	(1,115,730)
	5.54%	Money Market Fund	86,578,863	(2,708,249)
		<b>Total Fund</b>	<b>\$1,562,293,853</b>	<b>\$34,343,403</b>

**Public Employees' Retirement System (PERS)**

	<b>% of Assets</b>	<b>Option</b>	<b>Market Value</b>	<b>Quarterly Change</b>
	58.15%	WSIB TAP Fund	\$1,279,867,050	\$44,255,879
	1.15%	Social Balanced Fund	25,205,136	635,195
19.45%	0.13%	Retirement Strategy Fund 2000	2,791,877	135,848
	0.19%	Retirement Strategy Fund 2005	4,278,413	222,717
	0.90%	Retirement Strategy Fund 2010	19,719,096	165,395
	2.58%	Retirement Strategy Fund 2015	56,762,536	668,354
	4.01%	Retirement Strategy Fund 2020	88,256,974	722,302
	4.43%	Retirement Strategy Fund 2025	97,537,525	2,950,319
	2.80%	Retirement Strategy Fund 2030	61,584,478	1,045,800
	1.94%	Retirement Strategy Fund 2035	42,639,752	1,103,064
	1.10%	Retirement Strategy Fund 2040	24,147,878	1,675,342
	0.69%	Retirement Strategy Fund 2045	15,230,792	685,227
	0.41%	Retirement Strategy Fund 2050	9,051,670	1,007,574
	0.28%	Retirement Strategy Fund 2055	6,107,292	(592,537)
	5.91%	U.S. Large Stock Fund	130,022,871	3,086,837
	2.91%	U.S. Small Value Stock Fund	63,961,242	1,945,297
	1.35%	Global Equity Fund	29,789,543	(355,933)
	0.71%	Emerging Markets Equity Fund	15,656,987	(826,989)
	3.21%	Bond Market Fund	70,728,145	277,854
	7.17%	Money Market Fund	157,736,496	(798,683)
		<b>Total Fund</b>	<b>\$2,201,075,753</b>	<b>\$58,008,863</b>

**Deferred Compensation (DCP)**

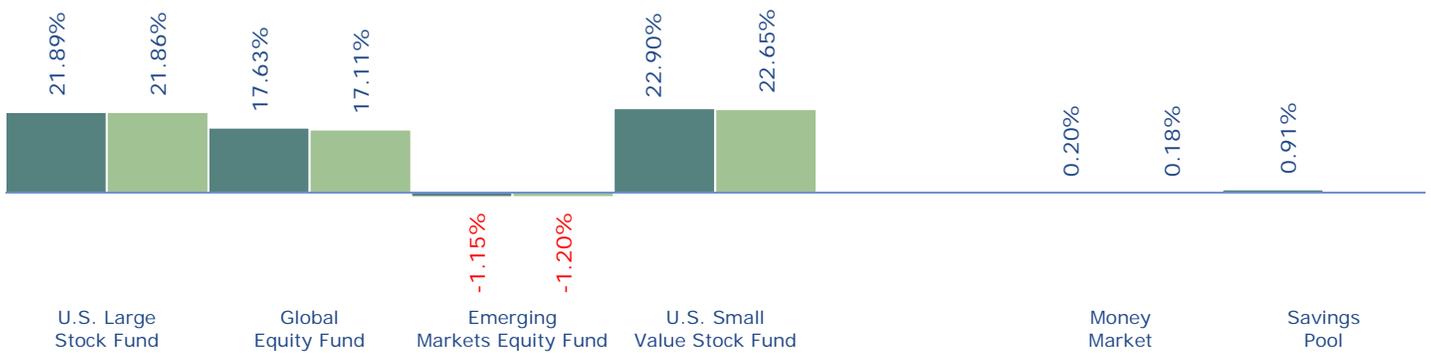
	<b>% of Assets</b>	<b>Option</b>	<b>Market Value</b>	<b>Quarterly Change</b>
43.64%	0.70%	Retirement Strategy Fund 2000	\$24,128,088	\$328,332
	1.12%	Retirement Strategy Fund 2005	38,778,261	906,574
	3.39%	Retirement Strategy Fund 2010	117,660,667	1,649,777
	9.19%	Retirement Strategy Fund 2015	318,735,741	4,175,510
	10.32%	Retirement Strategy Fund 2020	357,820,154	10,279,623
	7.79%	Retirement Strategy Fund 2025	270,160,601	8,855,933
	4.97%	Retirement Strategy Fund 2030	172,325,526	4,683,589
	3.25%	Retirement Strategy Fund 2035	112,587,724	3,558,058
	1.66%	Retirement Strategy Fund 2040	57,473,958	2,570,125
	0.75%	Retirement Strategy Fund 2045	26,089,087	1,422,332
	0.26%	Retirement Strategy Fund 2050	9,022,033	928,624
0.25%	Retirement Strategy Fund 2055	8,605,308	284,179	
	3.61%	Social Balanced Fund	125,033,501	3,376,141
	8.43%	U.S. Large Stock Fund	292,354,658	10,889,909
	5.62%	U.S. Small Value Stock Fund	194,712,987	6,708,455
	3.09%	Global Equity Fund	107,124,374	4,149,220
	1.61%	Emerging Markets Equity Fund	55,979,354	(2,071,886)
	6.21%	Bond Market Fund	215,283,523	(1,570,574)
	27.79%	Savings Pool	963,705,880	(25,807,767)
		<b>Total Fund</b>	<b>\$3,467,581,423</b>	<b>\$35,316,155</b>

**Judicial Retirement Account (JRA)**

	<b>% of Assets</b>	<b>Option</b>	<b>Market Value</b>	<b>Quarterly Change</b>	
35.73%	0.00%	Retirement Strategy Fund 2000	\$0	\$0	
	0.00%	Retirement Strategy Fund 2005	0	0	
	4.52%	Retirement Strategy Fund 2010	584,796	11,998	
	16.00%	Retirement Strategy Fund 2015	2,068,342	(131,975)	
	8.30%	Retirement Strategy Fund 2020	1,073,357	199,579	
	2.91%	Retirement Strategy Fund 2025	376,275	67,186	
	1.39%	Retirement Strategy Fund 2030	180,064	4,936	
	0.71%	Retirement Strategy Fund 2035	92,296	1,418	
	1.89%	Retirement Strategy Fund 2040	243,736	3,440	
	0.00%	Retirement Strategy Fund 2045	0	0	
	0.00%	Retirement Strategy Fund 2050	0	0	
	0.00%	Retirement Strategy Fund 2055	0	0	
		2.65%	Social Balanced Fund	342,276	2,864
		7.82%	U.S. Large Stock Fund	1,011,419	18,642
	8.06%	U.S. Small Value Stock Fund	1,041,409	68,504	
	4.94%	Global Equity Fund	638,156	8,707	
	3.74%	Emerging Markets Equity Fund	483,681	(24,426)	
	3.27%	Bond Market Fund	423,218	(69,332)	
	33.80%	Savings Pool	4,369,119	(259,110)	
		<b>Total Fund</b>	<b>\$12,928,144</b>	<b>(\$97,570)</b>	

**One Year Returns**

Fund Index



**Equity Funds**

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>U.S. Large Stock Fund</b>	<b>1.81%</b>	<b>21.89%</b>	<b>14.70%</b>	<b>21.28%</b>	<b>7.53%</b>
S&P 500	1.81%	21.86%	14.66%	21.16%	7.42%
<b>Global Equity Fund</b>	<b>1.42%</b>	<b>17.63%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
MSCI ACWI IMI	1.33%	17.11%	8.69%	18.53%	7.33%
<b>Emerging Markets Equity Fund</b>	<b>-0.09%</b>	<b>-1.15%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
MSCI EM IMI	0.06%	-1.20%	-2.69%	15.11%	10.32%
<b>U.S. Small Value Stock Fund</b>	<b>1.82%</b>	<b>22.90%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Russell 2000 Value	1.78%	22.65%	12.74%	23.33%	8.07%

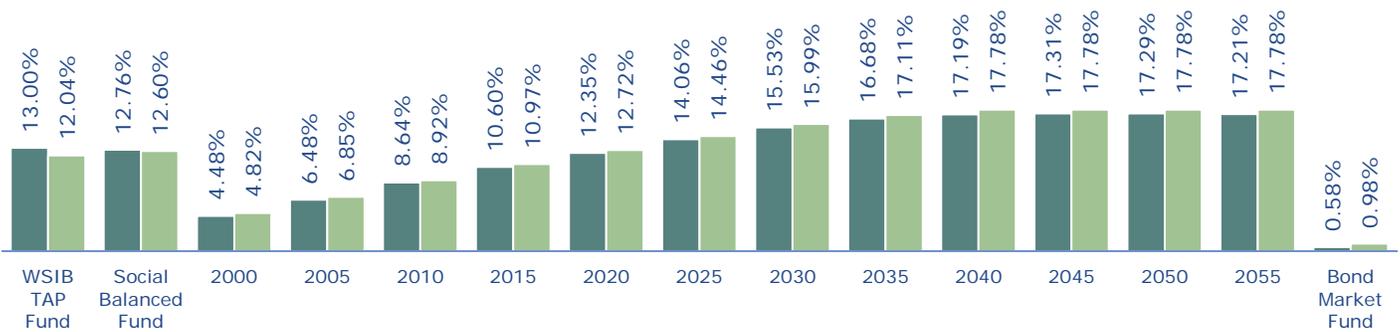
**Cash Funds**

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Money Market Fund (Plan 3)</b>	<b>0.04%</b>	<b>0.20%</b>	<b>0.22%</b>	<b>0.23%</b>	<b>1.83%</b>
One Month LIBOR	0.04%	0.18%	0.21%	0.24%	1.94%
<b>Savings Pool (DCP)</b>	<b>0.12%</b>	<b>0.91%</b>	<b>1.77%</b>	<b>2.60%</b>	<b>3.64%</b>

Returns shown are after manager and portfolio expenses but before the WSIB and record keeping fees.

One Year Returns

Fund Index



Balanced Funds

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>WSIB TAP Fund (Plan 3)</b>	<b>3.06%</b>	<b>13.00%</b>	<b>9.58%</b>	<b>13.29%</b>	<b>8.02%</b>
Custom Benchmark	1.62%	12.04%	7.72%	15.04%	6.64%
<b>Social Balanced Fund</b>	<b>0.88%</b>	<b>12.76%</b>	<b>9.20%</b>	<b>13.08%</b>	<b>6.71%</b>
Custom Benchmark	1.73%	12.60%	10.18%	14.03%	6.47%
<b>Retirement Strategy Fund 2000</b>	<b>1.57%</b>	<b>4.48%</b>	<b>5.44%</b>	<b>11.22%</b>	<b>N/A</b>
2000 Composite Index	1.51%	4.82%	5.83%	11.46%	N/A
<b>Retirement Strategy Fund 2005</b>	<b>1.69%</b>	<b>6.48%</b>	<b>6.34%</b>	<b>12.99%</b>	<b>N/A</b>
2005 Composite Index	1.67%	6.85%	6.92%	13.49%	N/A
<b>Retirement Strategy Fund 2010</b>	<b>1.76%</b>	<b>8.64%</b>	<b>7.19%</b>	<b>14.70%</b>	<b>N/A</b>
2010 Composite Index	1.81%	8.92%	7.96%	15.44%	N/A
<b>Retirement Strategy Fund 2015</b>	<b>1.84%</b>	<b>10.60%</b>	<b>7.75%</b>	<b>15.70%</b>	<b>N/A</b>
2015 Composite Index	1.91%	10.97%	8.75%	16.63%	N/A
<b>Retirement Strategy Fund 2020</b>	<b>1.76%</b>	<b>12.35%</b>	<b>8.11%</b>	<b>16.44%</b>	<b>N/A</b>
2020 Composite Index	1.88%	12.72%	9.21%	17.56%	N/A
<b>Retirement Strategy Fund 2025</b>	<b>1.69%</b>	<b>14.06%</b>	<b>8.41%</b>	<b>17.11%</b>	<b>N/A</b>
2025 Composite Index	1.84%	14.46%	9.66%	18.38%	N/A
<b>Retirement Strategy Fund 2030</b>	<b>1.63%</b>	<b>15.53%</b>	<b>8.64%</b>	<b>17.24%</b>	<b>N/A</b>
2030 Composite Index	1.78%	15.99%	10.07%	18.64%	N/A
<b>Retirement Strategy Fund 2035</b>	<b>1.59%</b>	<b>16.68%</b>	<b>8.67%</b>	<b>17.10%</b>	<b>N/A</b>
2035 Composite Index	1.66%	17.11%	10.23%	18.65%	N/A
<b>Retirement Strategy Fund 2040</b>	<b>1.46%</b>	<b>17.19%</b>	<b>8.72%</b>	<b>17.14%</b>	<b>N/A</b>
2040 Composite Index	1.55%	17.78%	10.41%	18.77%	N/A
<b>Retirement Strategy Fund 2045</b>	<b>1.52%</b>	<b>17.31%</b>	<b>8.75%</b>	<b>17.16%</b>	<b>N/A</b>
2045 Composite Index	1.55%	17.78%	10.41%	18.77%	N/A
<b>Retirement Strategy Fund 2050</b>	<b>1.52%</b>	<b>17.29%</b>	<b>8.77%</b>	<b>17.19%</b>	<b>N/A</b>
2050 Composite Index	1.55%	17.78%	10.41%	18.77%	N/A
<b>Retirement Strategy Fund 2055</b>	<b>1.53%</b>	<b>17.21%</b>	<b>8.76%</b>	<b>N/A</b>	<b>N/A</b>
2055 Composite Index	1.55%	17.78%	10.41%	N/A	N/A

Bond Fund

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Bond Market Fund</b>	<b>2.11%</b>	<b>0.58%</b>	<b>4.53%</b>	<b>7.58%</b>	<b>5.37%</b>
Barclays Capital Intermediate Credit	1.63%	0.98%	4.60%	7.63%	4.75%

**Characteristics**

**Composition Distribution**

**Average Maturity**

0.6 Years

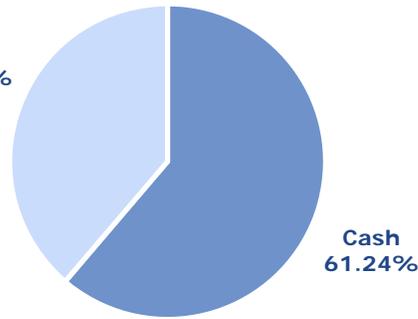
**Average Yield**

0.43%

**Number of Holdings**

11

**GICs**  
38.76%



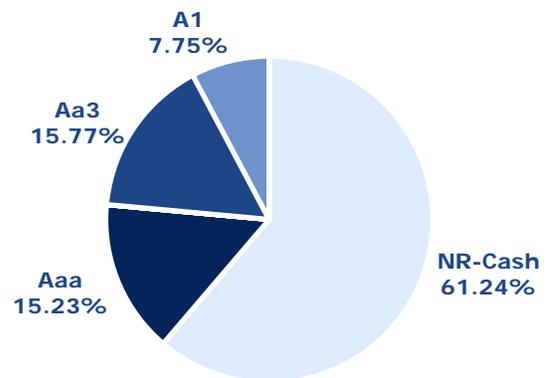
**Market Value**

**\$ 968,130,643**

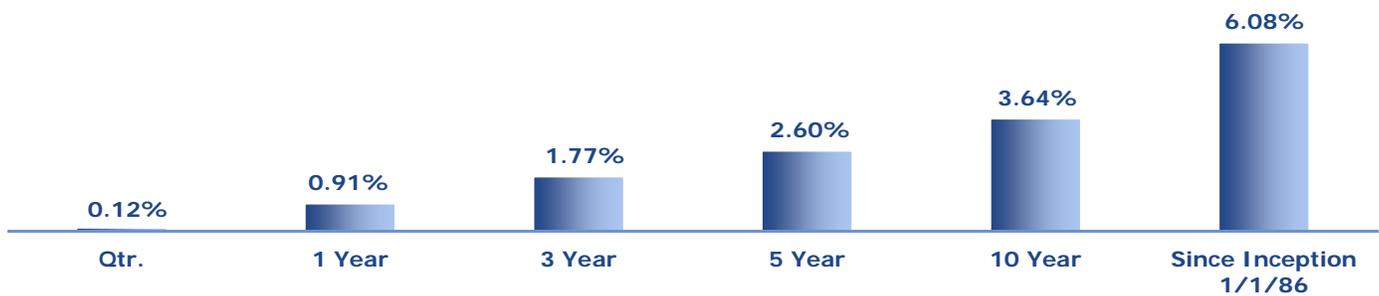
**GIC Issuers by Percentage**

Metropolitan Life Insurance Co.	15.77%
New York Life Insurance Corp.	15.23%
Prudential Insurance Co. of America	7.75%

**Rating Distribution**



**Return**

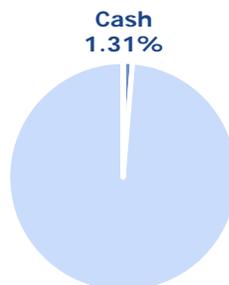


Note: Totals may not add up due to rounding

**Characteristics**

**Asset Class Distribution**

	<b>Fund</b>	<b>Index</b>
Average Maturity	4.5 years	4.9 years
Yield to Maturity	2.54%	2.30%
Modified Duration	4.02	4.34
Average Coupon	3.78%	3.87%
Number of Holdings	240	3,960



<b>Market Value</b>
<b>\$ 1,403,786,328</b>

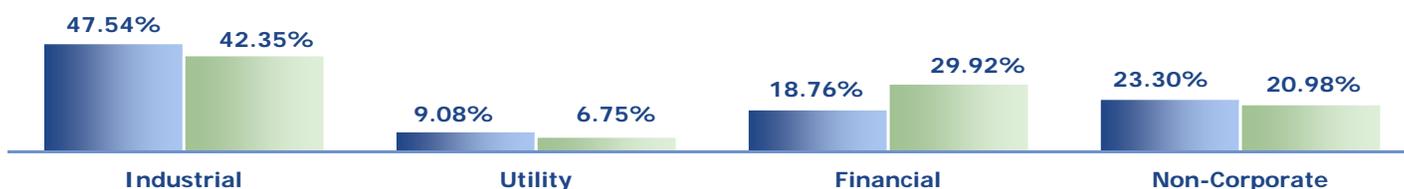
**Top Ten Credit Issuers**

Asian Development Bank	1.60%	Inter-American Development Bank	1.10%
International Finance Corp.	1.60%	Cencosud SA	1.09%
Ontario, Province of	1.18%	Itau Unibanco Holding SA	1.06%
Macquarie Bank Ltd.	1.17%	Occidental Petroleum Corp.	1.05%
EQT Corp.	1.12%	Westpac Banking Corp.	1.05%

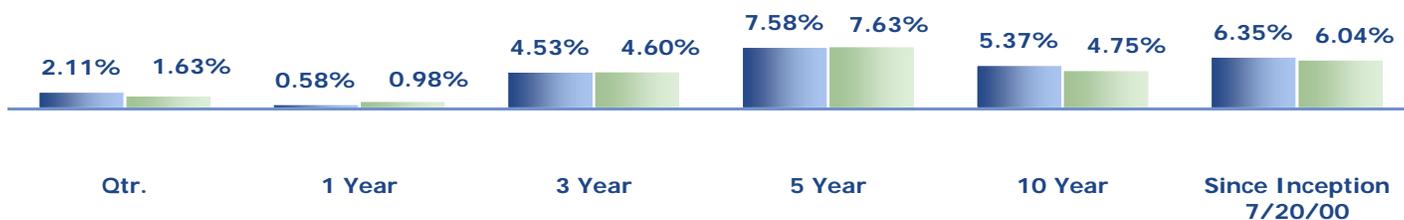
**Rating Distribution**



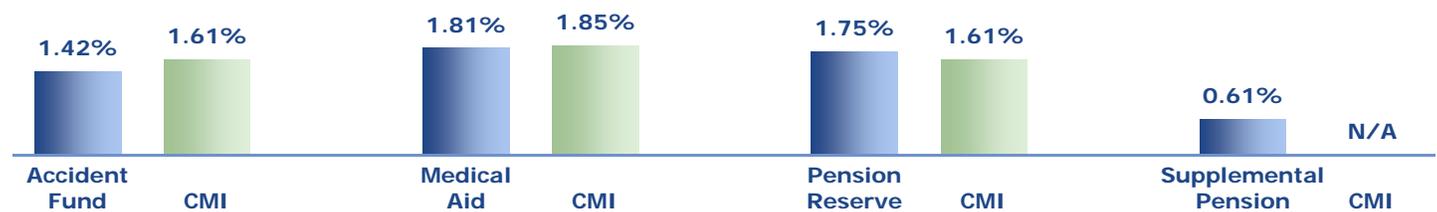
**Industry Distribution**



**Return**



Note: Totals may not add up due to rounding

**One Year Performance**


<b>Total Fund</b>		<b>\$14,246,966,555</b>				
	<b>Market Value</b>	<b>Qtr.</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
<b>Accident Fund</b>	<b>\$5,182,641,946</b>	<b>2.66%</b>	<b>1.42%</b>	<b>5.74%</b>	<b>8.52%</b>	<b>5.97%</b>
CMI		2.73%	1.61%	5.85%	8.88%	5.43%
<b>Medical Aid</b>	<b>\$4,836,521,601</b>	<b>2.26%</b>	<b>1.81%</b>	<b>5.68%</b>	<b>8.62%</b>	<b>5.80%</b>
CMI		2.23%	1.85%	5.56%	8.88%	5.45%
<b>Pension Reserve</b>	<b>\$4,105,518,934</b>	<b>2.84%</b>	<b>1.75%</b>	<b>5.86%</b>	<b>8.75%</b>	<b>5.90%</b>
CMI		2.73%	1.61%	5.85%	8.88%	5.30%
<b>Supplemental Pension</b>	<b>\$122,284,074</b>	<b>0.29%</b>	<b>0.61%</b>	<b>0.67%</b>	<b>1.28%</b>	<b>2.39%</b>
CMI		N/A	N/A	N/A	N/A	N/A

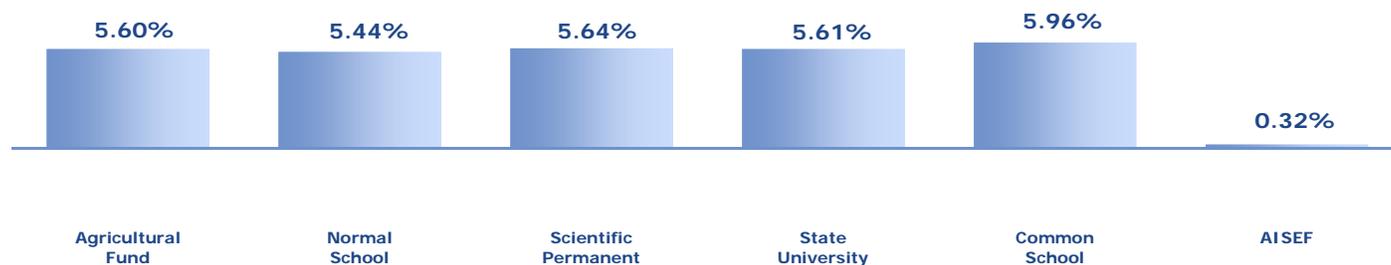
**Labor and Industries' Statutory Accounting Return \***

	<b>Qtr.</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>
Accident Fund	1.76%	6.69%	5.92%	6.91%
Medical Aid	1.92%	7.47%	6.14%	7.22%
Pension Reserve	1.53%	6.52%	6.10%	7.00%
Supplemental Pension	0.28%	0.68%	0.53%	1.99%

**Duration**

	<b>CMI</b>	<b>Target</b>	<b>Actual</b>	<b>% Difference</b>
Accident Fund	7.06	7.00	6.50	-7.17%
Medical Aid	6.04	6.00	5.67	-5.53%
Pension Reserve	7.06	7.00	6.69	-4.44%

\* 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.

**One Year Performance**

**Market Value**

Agricultural College	\$ 212,546,133
Normal School	\$ 262,902,857
Scientific	\$ 240,341,878
State University	\$ 34,872,294
Common School	\$ 206,725,403
American Indian Scholarship Endowment Fund (AISEF)	\$ 354,768

**Total Returns**

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Agricultural College</b>	1.73%	5.60%	6.47%	6.63%	5.45%
Custom Benchmark <sup>1</sup> ( 68.4% / 31.6% )	1.88%	5.59%	6.59%	6.52%	5.31%
<b>Normal School</b>	1.74%	5.44%	6.39%	6.54%	5.34%
Custom Benchmark <sup>1</sup> ( 68.7% / 31.3% )	1.89%	5.40%	6.51%	6.47%	5.29%
<b>Scientific</b>	1.74%	5.64%	6.49%	6.60%	5.37%
Custom Benchmark <sup>1</sup> ( 68.2% / 31.8% )	1.88%	5.64%	6.62%	6.53%	5.32%
<b>State University</b>	1.73%	5.61%	6.45%	6.58%	5.36%
Custom Benchmark <sup>1</sup> ( 68.0% / 32.0% )	1.88%	5.59%	6.58%	6.51%	5.31%
<b>Common School</b>	1.74%	5.96%	6.69%	7.20%	5.44%
Custom Benchmark <sup>1</sup> ( 67.9% / 32.1% )	1.89%	6.05%	6.97%	7.22%	5.39%
<b>AISEF</b>	1.59%	0.32%	2.44%	2.90%	N/A
Custom Benchmark <sup>2</sup> ( 95.5% / 4.5% )	1.76%	-0.08%	2.30%	2.76%	3.12%

All of the custom benchmarks use previous month-end weights adjusted for new purchases during the current month.

<sup>1</sup> The custom benchmark is a combination of the Barclays Capital Aggregate and Russell 3000. The numbers in parentheses is the breakdown respectively for the current quarter.

<sup>2</sup> The custom benchmark is a combination of the Barclays Capital Aggregate and the 90 Day Tbill. The numbers in parentheses is the breakdown respectively for the current quarter.

**Equity Returns**

	<b>Qtr.</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
<b>Agricultural College</b>	1.91%	20.62%	N/A	N/A	N/A
<b>Normal School</b>	1.91%	20.62%	N/A	N/A	N/A
<b>Scientific</b>	1.91%	20.63%	N/A	N/A	N/A
<b>State University</b>	1.91%	20.62%	N/A	N/A	N/A
<b>Common School</b>	1.91%	20.62%	N/A	N/A	N/A
Russell 3000	1.97%	22.61%	14.61%	21.93%	7.86%

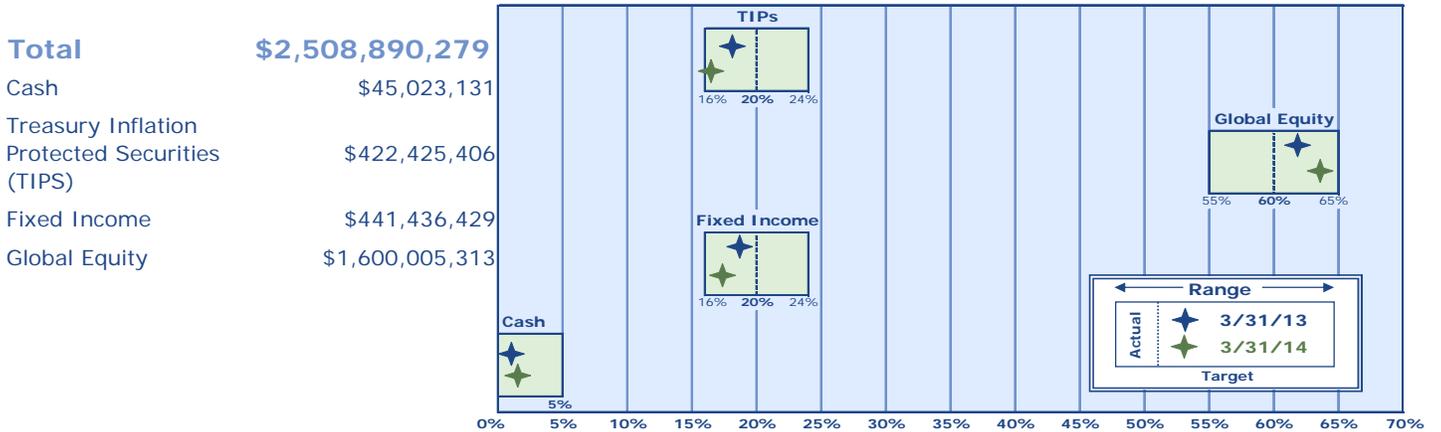
**Fixed Income Returns**

	<b>Qtr.</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
<b>Agricultural College</b>	1.66%	0.33%	3.67%	4.92%	4.55%
<b>Normal School</b>	1.66%	0.33%	3.67%	4.91%	4.53%
<b>Scientific</b>	1.66%	0.33%	3.67%	4.91%	4.52%
<b>State University</b>	1.66%	0.33%	3.67%	4.91%	4.52%
<b>Common School</b>	1.67%	0.33%	3.67%	4.91%	4.52%
<b>AISEF</b>	1.66%	0.33%	3.67%	4.91%	N/A
Barclays Capital Aggregate	1.84%	-0.10%	3.75%	4.80%	4.46%

**Cash Returns**

	<b>Qtr.</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
<b>AISEF</b>	0.01%	0.08%	0.07%	0.09%	N/A
90 Day Tbill	0.02%	0.09%	0.10%	0.13%	1.69%

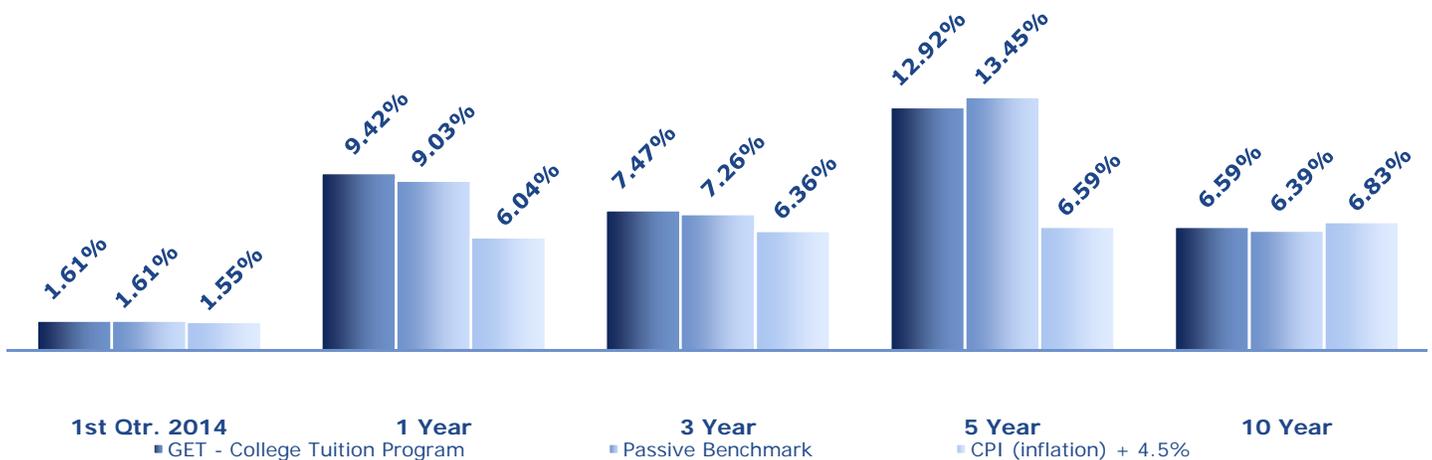
Portfolio Size and Allocation



Assets Under Management

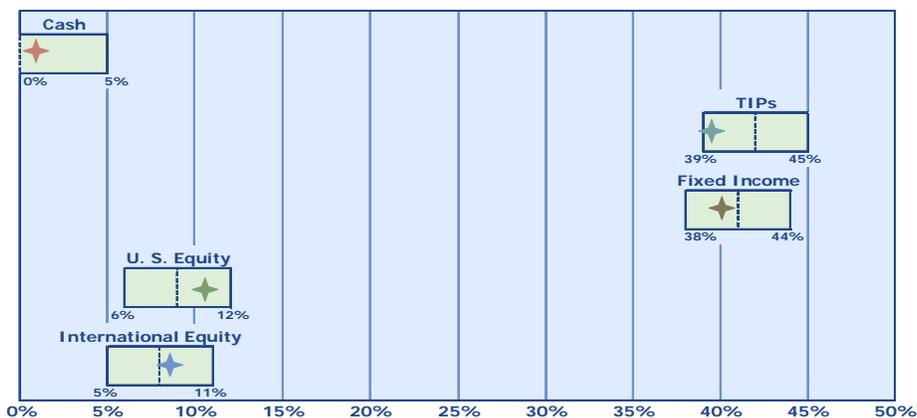


Total Return

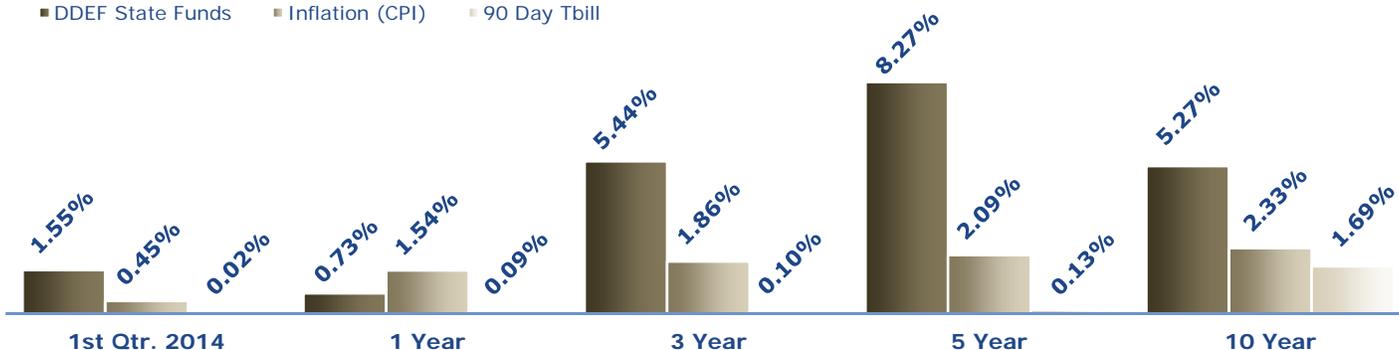


**State Funds**

<b>Total</b>	<b>\$11,176,894</b>
Cash	\$109,361
Treasury Inflation Protected Securities (TIPS)	\$4,410,625
Fixed Income	\$4,481,232
U.S. Equity	\$1,183,626
Non U.S. Equity	\$992,050

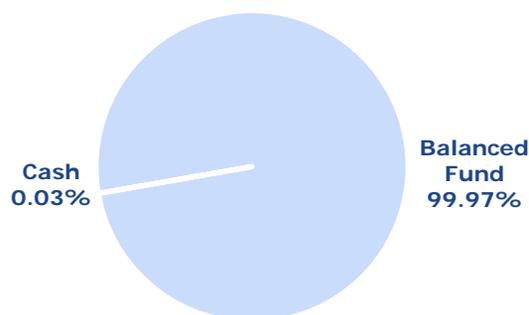


■ DDEF State Funds ■ Inflation (CPI) ■ 90 Day Tbill



**Private Funds**

<b>Total</b>	<b>\$32,992,642</b>
Cash	\$9,994
Balanced Fund	\$32,982,649



■ DDEF Private Funds ■ Inflation (CPI) ■ 90 Day Tbill

