



Investment Reports

Quarterly Report – June 30, 2011

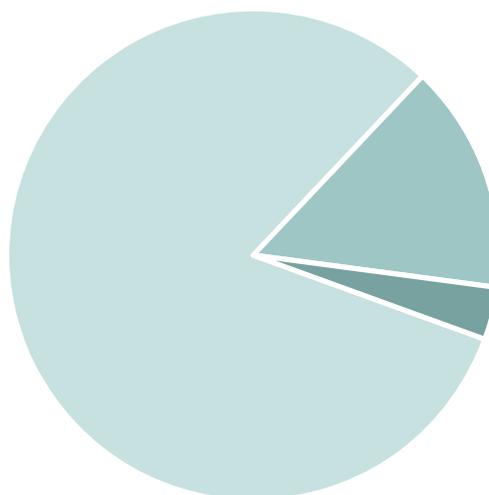
Total Assets Under Management	1
Commingled Trust Fund (CTF)	2-9
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Labor & Industries	17
Permanent and Other Funds	18-21

Date: September 7, 2011

The WSIB invests for 39 funds:

- ❖ 17 Retirement Funds
- ❖ 4 State Insurance Funds for injured workers
- ❖ 18 Permanent and Other Trust Funds

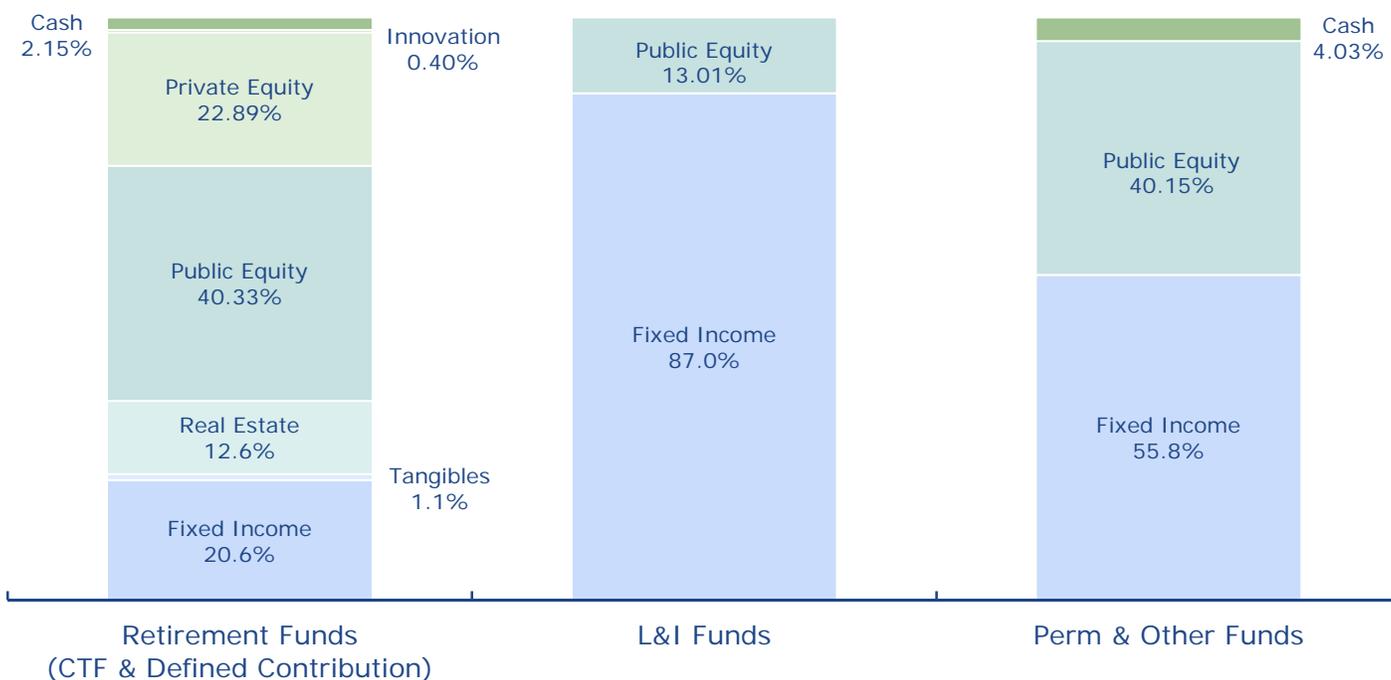
Retirement Funds
(CTF & Defined
Contribution)
\$68,238,663,359
81.5%



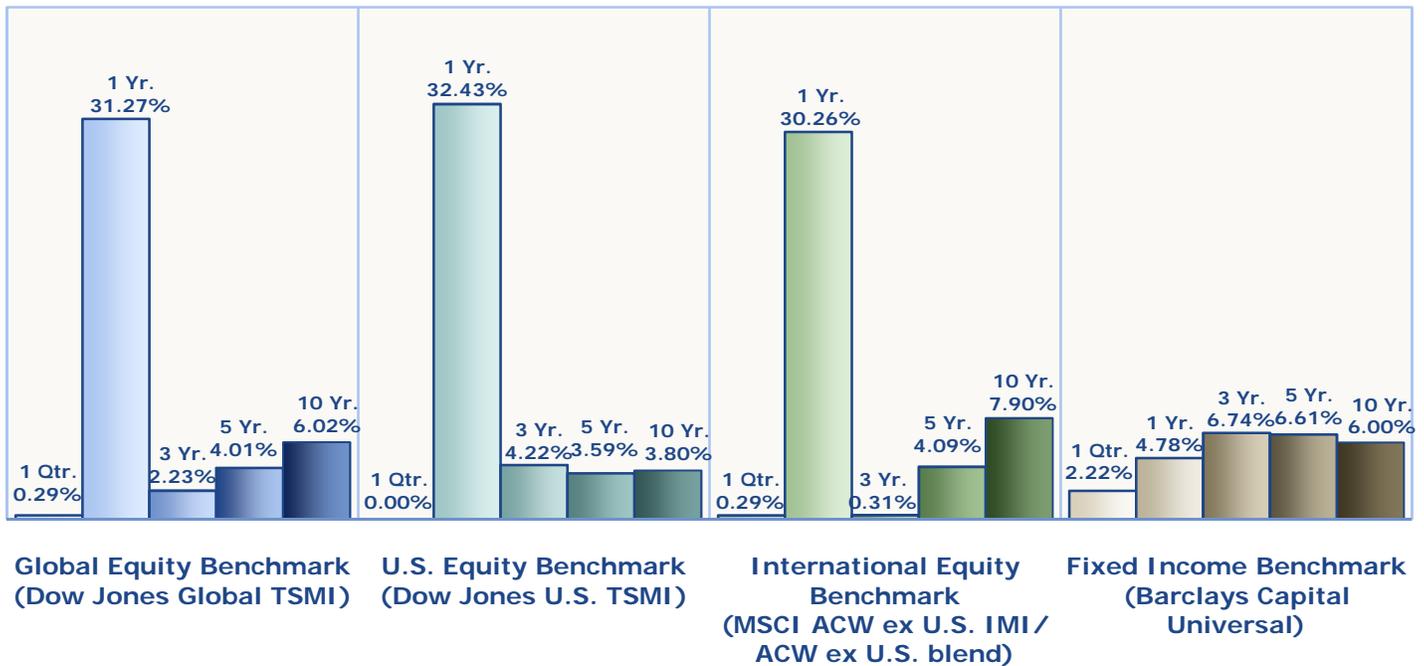
Labor & Industries'
Funds
\$12,596,452,210
15.0%

Permanent & Other
Funds
\$2,898,148,873
3.5%

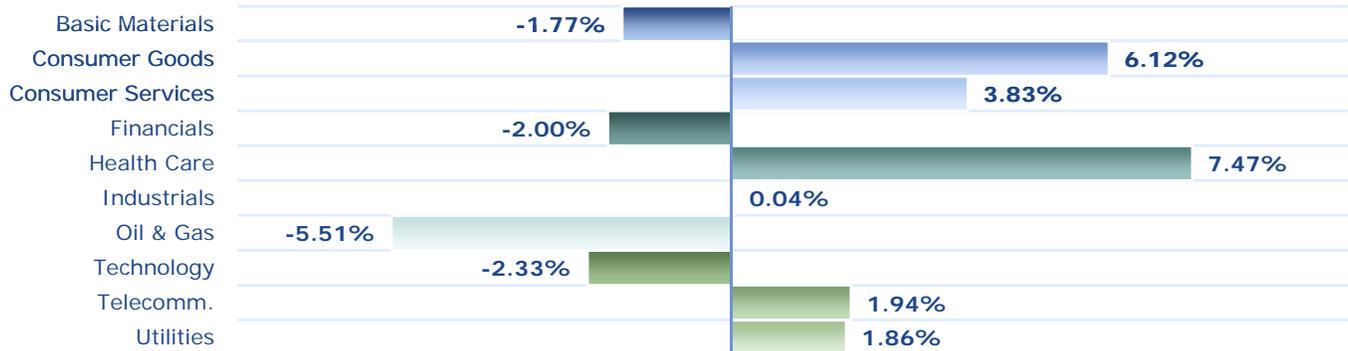
Asset Class Overview for All Funds



Indices Returns



Dow Jones Global TSMI - Quarter Industry Returns



Capital Market Highlights

- ❖ Global equities as measured by the Dow Jones Global TSMI returned 0.3% underperforming fixed income as measured by the Barclays Capital Universal which returned 2.2% for the quarter.
- ❖ International equities outperformed U.S. equities by almost 30 basis points for the quarter.
- ❖ The highest industry return for the quarter as shown with the Dow Jones Global TSMI was Healthcare at 7.5%. The lowest return was Oil & Gas at -5.5%.
- ❖ In the Barclays Capital indices, Emerging Markets had the highest return for the quarter earning 3.3% while U.S. Corporate High Yield had the lowest return at 1.1%. For the yield curve, the long end of the curve (10 year treasuries) outperformed the short end of the curve (3 month treasuries), returning 3.6% compared to 0.0% for the quarter.
- ❖ GDP was 1.3% (annualized) for the quarter. Inflation, as measured by the CPI was .36%.
- ❖ The federal funds target rate remained the same during the quarter, ranging from 0-0.25%.

Commingled Trust Fund

- ❖ Performance for all time periods are positive. The CTF outperformed its benchmark for the quarter, 5, and 10 year time periods. The CTF is exceeding the actuarial return of 8% for the 1 year time period and since inception.

Asset Allocation

- ❖ Asset transfers for the 1st quarter consisted of transfers from fixed income for \$200 million, public equity for \$49 million, private equity for \$735 million, and \$248 million from innovation to fund tangibles with \$47 million, real estate with \$94 million, and the rest going to cash.

Fixed Income

- ❖ Fixed income has positive returns for all the annualized time periods. It outperformed its benchmark, Barclays Capital Universal for all time periods.

Tangible

- ❖ The WSIB Tangible quarter return was 2.3% and underperformed its benchmark, CPI lagged one quarter plus 400 basis points, which returned 2.5%. It did not outperform its benchmark for any time periods.
- ❖ As of March 31, 2011, there were \$557 million in unfunded commitments.

Real Estate

- ❖ The WSIB Real Estate quarter return was 5.2%. It outperformed NCREIF (lagged on quarter) for the quarter. For the 10 year time period, it outperformed both its benchmark of 8% return over a rolling 10 year and the NCREIF.
- ❖ As of March 31, 2011, there were \$7.0 billion in unfunded commitments.

Public Equity

- ❖ Public equity performed 0.7% for the quarter. It outperformed its benchmark, the Dow Jones Global TSMI which returned 0.3%.

Private Equity

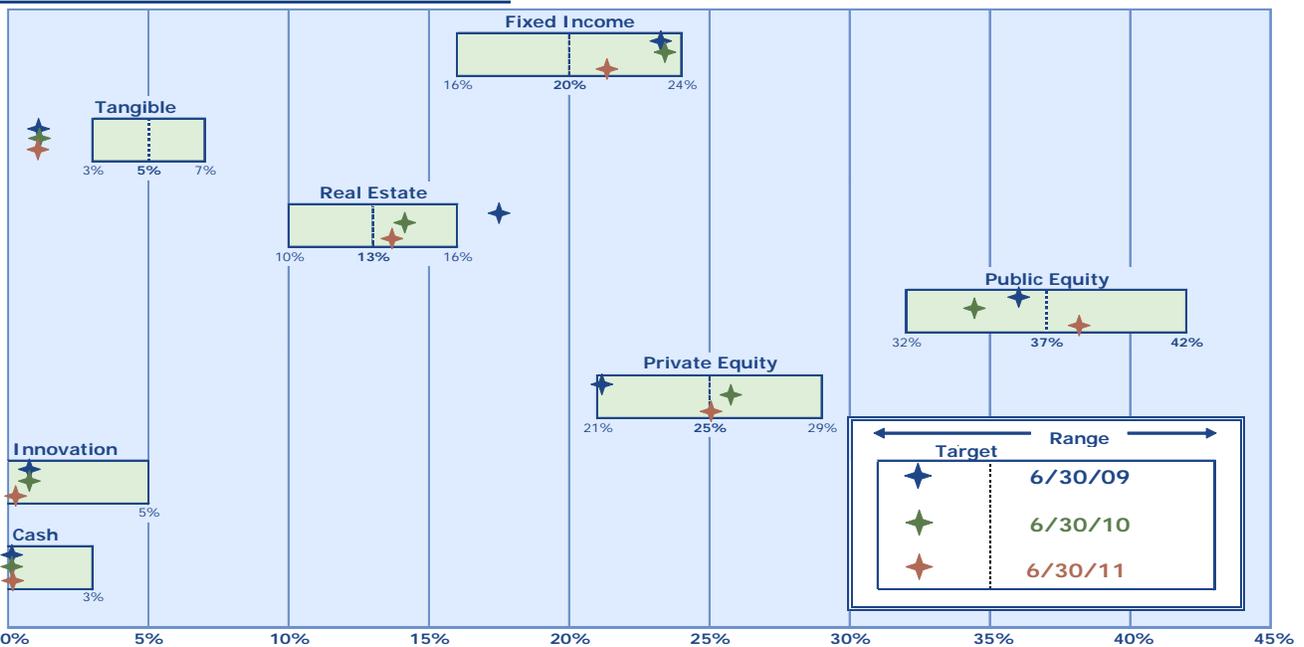
- ❖ The WSIB private equity quarter return was 4.5%. It underperformed its new benchmark, the Russell 3000 (lagged one quarter) plus 300 basis points for the quarter, but outperformed it for the 1, 5, and 10 year time periods.
- ❖ As of March 31, 2011, there were \$7.3 billion in unfunded commitments.

Innovation

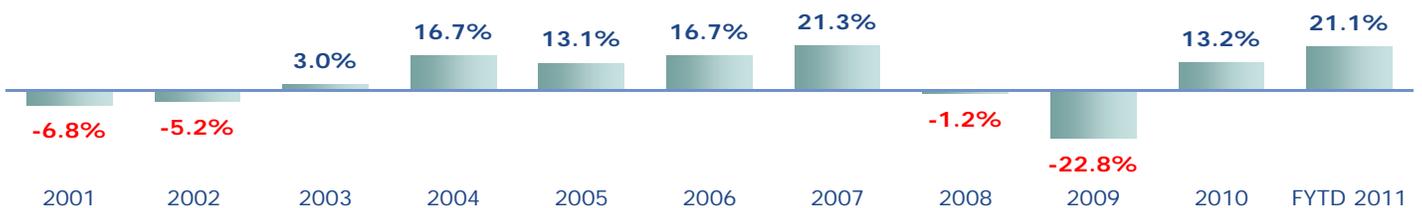
- ❖ Innovation outperformed its custom benchmark for the quarter.

Market Values Actual Asset Allocation

Asset Class	Market Value	by Asset Class	with Overlay	Market Value Changes
Fixed Income	\$ 12,170,624,710	19.55%	21.44%	Quarter: \$ 1,214,865,023
Tangible	\$ 718,691,926	1.15%	1.15%	Fiscal Year: \$ 9,622,377,133
Real Estate	\$ 8,572,377,873	13.77%	13.77%	
Public Equity	\$ 23,921,950,502	38.43%	38.05%	
Private Equity	\$ 15,616,834,256	25.09%	25.09%	
Innovation	\$ 273,712,134	0.44%	0.44%	
Cash	\$ 979,529,139	1.57%	0.06%	
Total Fund	\$ 62,253,720,541			



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 ⁸
Total Fund	\$62,253,720,541	100.0%	2.57%	21.14%	1.90%	4.86%	6.67%	8.81%
Passive Benchmark ²			0.94%	22.69%	4.18%	4.86%	5.43%	
Implementation Value Added Benchmark ³			3.04%	20.79%	4.88%	6.16%	7.02%	
TUCS Public Fund >\$1B Median ⁴			1.39%	21.59%	4.20%	4.99%	5.87%	
TUCS Public/Corporate Fund >\$1B Median ⁴			1.46%	20.69%	3.87%	4.79%	5.72%	
Fixed Income	\$12,170,624,710	19.6%	2.28%	7.48%	8.65%	8.17%	6.92%	
Barclays Capital Universal			2.22%	4.78%	6.74%	6.61%	6.00%	
Tangible	\$718,691,926	1.2%	2.31%	6.61%	2.13%			
CPI (Lagged One Quarter) + 400 bp			2.49%	6.70%	5.54%			
Real Estate⁵	\$8,572,377,873	13.8%	5.24%	14.39%	-6.52%	2.42%	9.57%	
8% Return Over Rolling 10 Years							8.00%	
NCREIF (Lagged One Quarter)			3.36%	16.03%	-3.63%	3.45%	7.48%	
Public Equity	\$23,921,950,502	36.8%	0.65%	31.00%	1.36%	3.20%	4.91%	
Dow Jones Global TSMI			0.29%	31.27%	2.23%	4.01%	6.02%	
Private Equity⁵	\$15,616,834,256	25.1%	4.48%	24.33%	2.10%	7.17%	10.17%	
Russell 3000 (Lagged One Quarter) + 300 bp			7.12%	20.41%	6.42%	5.95%	7.13%	
Innovation⁶	\$273,712,134	2.0%	-0.57%	-15.02%				
Custom Benchmark			-6.29%	1.27%				
Overlay⁷	\$171,748,992		0.05%	0.10%	0.13%	0.10%	0.05%	
Cash	\$807,780,147	1.6%	0.04%	0.18%	0.56%	2.21%	2.11%	
90 Day T-Bills			0.04%	0.16%	0.42%	2.00%	2.13%	

 Outperformed its benchmark

 Underperformed its benchmark

¹ Performance figures are net of all non-appropriated fees.

² Currently 69% Dow Jones Global TSMI, 31% Barclays Capital Universal. Over time the benchmark has been adjusted by changing both benchmarks and percentages. The most recent change occurred on January 1, 2008.

³ 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.

⁴ 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).

⁵ Private equity and real estate use the latest market value known plus cash flows since then. For compositing purposes the private equity and real estate return are calculated using monthly time-weighted returns.

⁶ The overall benchmark is the weighted average of the underlying benchmarks for each asset/idea within the portfolio.

⁷ To show the performance, cash and the cash held in the overlay are separated out on this page.

⁸ Since Inception of the CTF is 7/1/1992.

Global Markets

\$6,009,166,248

	Qtr.	1 Year	3 Year	5 Year	10 Year
Total Global	3.74%	32.61%	0.17%		
Dow Jones Global TSMI	0.29%	31.27%	2.23%		
Aberdeen Asset Management Ltd.	3.45%	30.71%	2.63%		
Arrowstreet Capital					
D.E. Shaw					
Longview					
Tradewinds					
WHV					
William Blair & Company					

International Markets

\$10,325,996,852

	Qtr.	1 Year	3 Year	5 Year	10 Year
Total International Equity	0.94%	29.64%	-0.24%	3.72%	7.54%
Custom International Equity Benchmark	0.29%	30.26%	0.31%	4.09%	7.90%
Total Developed	1.76%	30.94%	-0.55%	3.03%	6.80%
Custom Developed Markets Benchmark	0.73%	31.11%	-0.98%	2.35%	6.30%
SSgA Separate	1.02%	31.63%			
Mondrian Investment Partners	3.76%	29.85%	-0.13%	2.90%	8.46%
Total Emerging	-0.20%	27.60%	3.51%	10.73%	15.49%
Custom Emerging Markets Benchmark	-1.13%	27.53%	5.13%	11.68%	16.64%
Aberdeen Asset Management	1.66%	28.51%			
Capital International	-1.39%	24.29%	5.50%	13.13%	16.07%
Grantham, Mayo, Otterloo	-1.11%	34.86%	2.87%	9.76%	17.85%
Grantham, Mayo, Otterloo Illiquid	-3.02%	15.52%	11.40%		
JPMorgan	-0.08%	24.99%	4.65%	11.75%	
Lazard Asset Mgmt.	0.45%	26.27%	5.55%	12.20%	
Mondrian Investment Partners	0.32%	24.67%			

U.S. Markets

\$7,586,787,402

	Qtr.	1 Year	3 Year	5 Year	10 Year
Total U.S. Equity	-0.03%	32.20%	3.42%	2.77%	3.37%
Dow Jones U.S. TSMI	-0.01%	32.44%	4.23%	3.59%	3.80%
BlackRock Trust Company	-0.03%	32.47%	4.25%	3.66%	3.82%

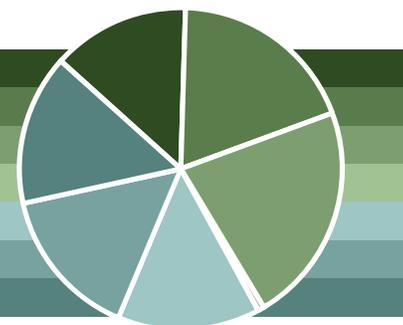
 Outperformed its benchmark

 Underperformed its benchmark

Global Markets

\$6,009,166,248

Aberdeen Asset Management Ltd.	\$993,106,806	16.53%
Arrowstreet Capital	\$1,499,768,772	24.96%
D.E. Shaw	\$250,775,093	4.17%
Longview	\$990,654,551	16.49%
Tradewinds	\$977,154,253	16.26%
WHV	\$245,948,052	4.09%
William Blair & Company	\$1,051,652,497	17.50%

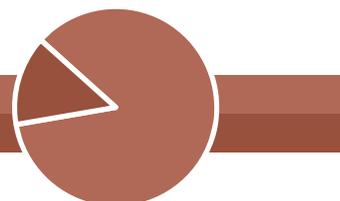


International Markets

\$10,325,996,852

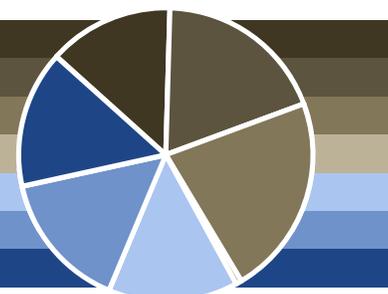
Developed

SSgA Separate	\$6,572,124,431	85.55%
Mondrian Investment Partners	\$1,106,101,443	14.40%



Emerging

Aberdeen Asset Management	\$362,635,193	13.79%
Capital International	\$497,226,859	18.91%
Grantham, Mayo, Otterloo	\$579,358,624	22.03%
Grantham, Mayo, Otterloo Illiquid	\$17,219,044	0.65%
JPMorgan	\$375,026,245	14.26%
Lazard Asset Mgmt.	\$400,843,564	15.24%
Mondrian Investment Partners	\$397,047,200	15.10%



U.S. Markets

\$7,586,787,402

BlackRock Trust Company	\$7,584,756,288	99.97%
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Transition Accounts for Public Equity	\$20,551,587
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Top Ten Countries by Weight	Top Ten Holdings
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	CTF Weight		CTF Weight
United States	44.12%	Exxon Mobil Corp.	1.02%
United Kingdom	8.47%	Apple Inc.	0.81%
Japan	8.28%	BHP Billiton Ltd.	0.61%
France	4.56%	Microsoft Corp.	0.59%
Canada	4.20%	Royal Dutch Shell PLC	0.58%
Germany	3.04%	Pfizer Inc.	0.56%
Switzerland	2.76%	IBM Corp.	0.55%
Australia	2.65%	Vodafone Group PLC	0.52%
Brazil	2.09%	GlaxoSmithKline PLC	0.52%
South Korea	1.75%	Russian Federation	0.50%

WSIB	U.S. 44.12%	Other Developed Countries 46.05%	Emerging 9.83%
DJ Global TSMI	U.S. 41.92%	Other Developed Countries 47.44%	Emerging 10.65%

Fixed Income \$12,170,624,710

Duration

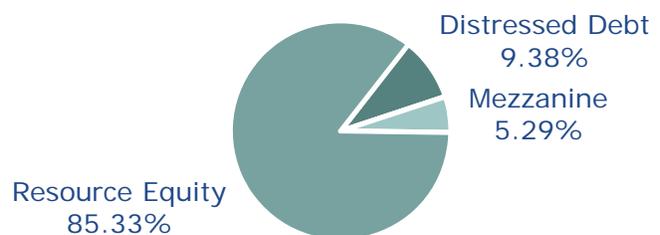
	Mar. 11	June 11
WSIB Portfolio	4.71	4.65
Barclays Capital Universal	5.06	5.14
Difference	-6.82%	-9.43%

Sector Weighting

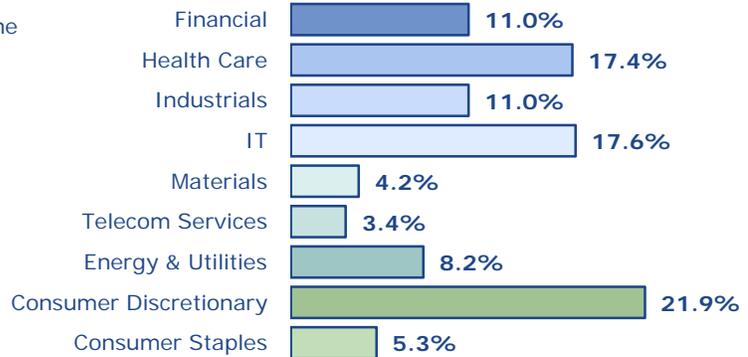
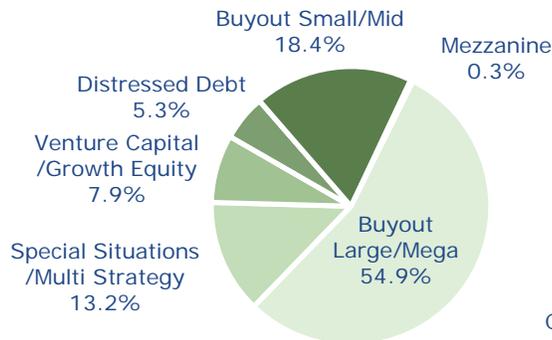


Innovation \$111,045,547

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 **Industry Distribution**

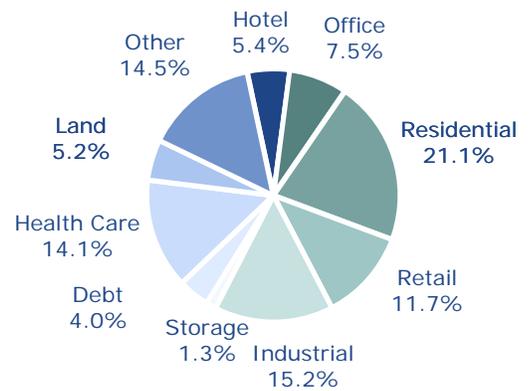
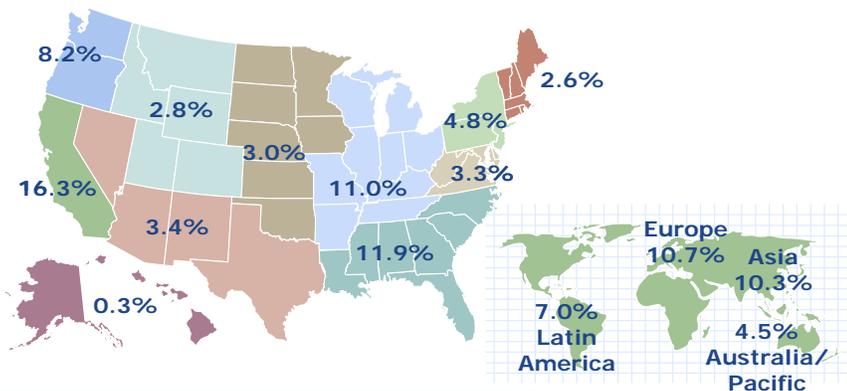


Unfunded Commitments: \$7.3 billion

Real Estate

\$8,572,377,873

Geographical Distribution **Property Type Distribution**

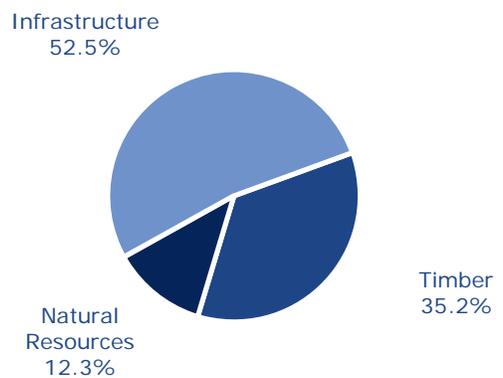
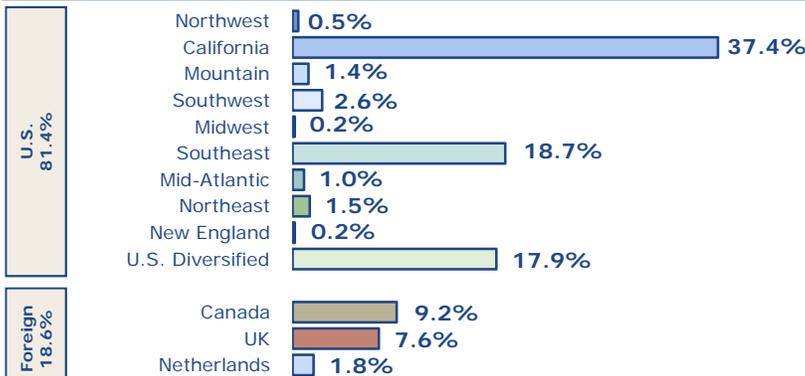


Unfunded Commitments: \$7.0 billion

Tangible

\$718,691,926

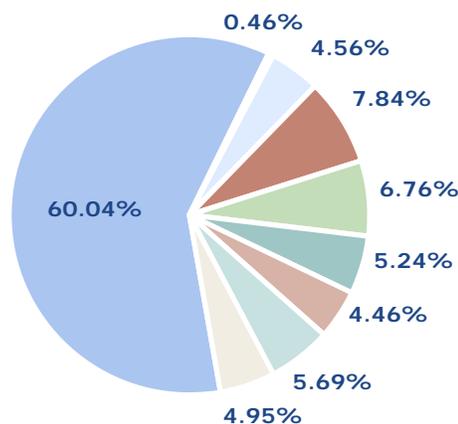
Geographical Distribution **Sector Type Distribution**



Unfunded Commitments: \$557 million

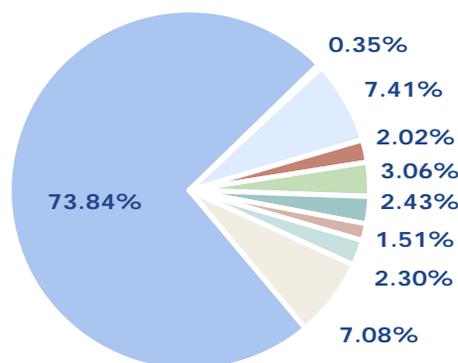
Distribution charts and unfunded commitments are lagged one quarter.

Teachers' Retirement System (TRS)



Option	Market Value	Quarterly Change
WSIB TAP Fund	\$2,992,387,315	\$95,168,562
Social Balanced Fund	22,846,784	1,391,082
Retirement Strategy Fund 2000	4,875,422	1,059,468
Retirement Strategy Fund 2005	7,023,540	1,349,941
Retirement Strategy Fund 2010	24,677,181	(8,591)
Retirement Strategy Fund 2015	57,917,100	3,132,656
Retirement Strategy Fund 2020	49,953,454	2,670,490
Retirement Strategy Fund 2025	31,109,869	1,212,828
Retirement Strategy Fund 2030	18,413,784	616,841
Retirement Strategy Fund 2035	14,232,476	603,923
Retirement Strategy Fund 2040	10,957,837	516,356
Retirement Strategy Fund 2045	6,174,322	(150,176)
Retirement Strategy Fund 2050	1,413,745	(486,136)
Retirement Strategy Fund 2055	630,719	(126,432)
U.S. Stock Fund	390,553,651	26,700
U.S. Large Stock Fund	336,871,278	1,441,314
U.S. Small Stock Fund	261,147,681	(4,257,110)
International Index Fund	222,077,289	4,916,774
Bond Market Fund	283,777,790	8,202,898
Money Market Fund	246,553,755	7,215,798
Total Fund	\$4,983,594,992	\$124,497,185

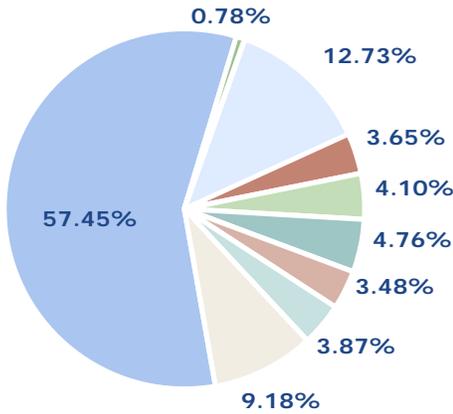
School Employees' Retirement System (SERS)



Option	Market Value	Quarterly Change
WSIB TAP Fund	\$929,489,436	\$26,215,045
Social Balanced Fund	4,379,891	344,514
Retirement Strategy Fund 2000	2,322,714	323,713
Retirement Strategy Fund 2005	2,826,020	388,721
Retirement Strategy Fund 2010	11,031,484	955,792
Retirement Strategy Fund 2015	26,332,486	334,736
Retirement Strategy Fund 2020	24,496,234	706,319
Retirement Strategy Fund 2025	15,749,329	492,035
Retirement Strategy Fund 2030	5,341,912	292,419
Retirement Strategy Fund 2035	2,628,953	(9,988)
Retirement Strategy Fund 2040	1,094,684	(47,898)
Retirement Strategy Fund 2045	877,228	223,676
Retirement Strategy Fund 2050	307,902	172,859
Retirement Strategy Fund 2055	297,427	115,412
U.S. Stock Fund	25,377,317	(104,084)
U.S. Large Stock Fund	38,505,724	(351,921)
U.S. Small Stock Fund	30,644,588	(862,751)
International Index Fund	19,013,999	129,617
Bond Market Fund	29,010,642	81,886
Money Market Fund	89,103,871	(1,762,998)
Total Fund	\$1,258,831,842	\$27,637,104

Note: Totals may not add up due to rounding

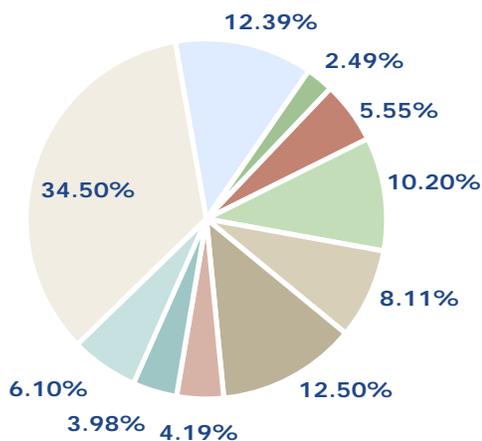
Public Employees' Retirement System (PERS)



Option	Market Value	Quarterly Change
WSIB TAP Fund	\$964,390,334	\$27,151,152
Social Balanced Fund	13,016,750	241,230
Retirement Strategy Fund 2000	3,465,998	1,198,798
Retirement Strategy Fund 2005	2,974,914	(138,671)
Retirement Strategy Fund 2010	15,941,053	(38,995)
Retirement Strategy Fund 2015	39,781,627	(203,277)
Retirement Strategy Fund 2020	48,548,916	618,594
Retirement Strategy Fund 2025	44,867,013	262,323
Retirement Strategy Fund 2030	27,830,084	620,820
Retirement Strategy Fund 2035	16,926,409	551,926
Retirement Strategy Fund 2040	6,948,325	429,883
Retirement Strategy Fund 2045	3,629,911	218,317
Retirement Strategy Fund 2050	1,541,197	(185,349)
Retirement Strategy Fund 2055	1,287,856	(38,238)
U.S. Stock Fund	61,195,907	(2,050,867)
U.S. Large Stock Fund	68,802,915	(13,703)
U.S. Small Stock Fund	79,960,392	(2,521,838)
International Index Fund	58,490,123	704,373
Bond Market Fund	64,972,760	2,204,054
Money Market Fund	154,108,532	4,799,361
Total Fund	\$1,678,681,015	\$33,809,892

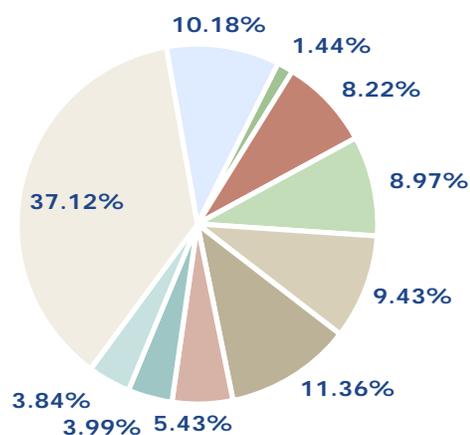
Note: Totals may not add up due to rounding

Deferred Compensation (DCP)



Option	Market Value	Quarterly Change
Retirement Strategy Fund 2000	\$6,312,059	\$625,091
Retirement Strategy Fund 2005	11,312,908	162,909
Retirement Strategy Fund 2010	48,294,111	(881,646)
Retirement Strategy Fund 2015	100,846,213	5,317,062
Retirement Strategy Fund 2020	81,120,276	3,920,235
Retirement Strategy Fund 2025	50,277,490	3,693,261
Retirement Strategy Fund 2030	29,300,295	1,642,606
Retirement Strategy Fund 2035	17,332,373	524,388
Retirement Strategy Fund 2040	10,251,029	673,518
Retirement Strategy Fund 2045	5,553,836	381,048
Retirement Strategy Fund 2050	2,227,407	(30,740)
Retirement Strategy Fund 2055	1,022,723	(106,890)
Social Balanced Fund	73,021,085	1,937,116
U.S. Stock Market Index Fund	163,010,882	(2,664,394)
Active Value Fund	299,662,372	(10,548,312)
Active Core Fund	238,086,633	(562,029)
Growth Company Fund	367,148,371	2,776,441
International Stock Fund	123,184,123	(641,696)
U.S. Small Stock Fund	116,776,270	(2,567,412)
Bond Market Fund	179,031,943	6,827,107
Savings Pool	1,013,313,216	16,986,508
Total Fund	\$2,937,085,614	\$27,464,171

Judicial Retirement Account (JRA)

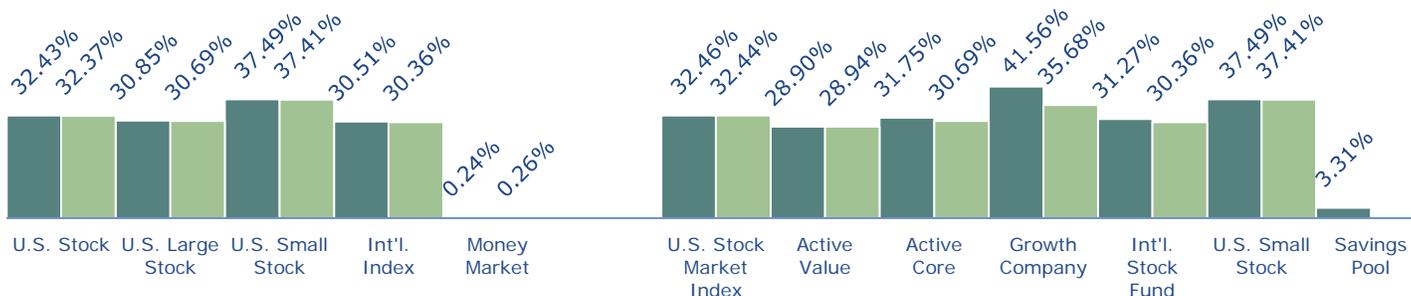


Option	Market Value	Quarterly Change
Retirement Strategy Fund 2000	\$71,973	\$1,089
Retirement Strategy Fund 2005	133,728	31,947
Retirement Strategy Fund 2010	102,739	24,417
Retirement Strategy Fund 2015	646,702	6,182
Retirement Strategy Fund 2020	169,581	16,881
Retirement Strategy Fund 2025	121,481	(4,169)
Retirement Strategy Fund 2030	78,807	74,137
Retirement Strategy Fund 2035	0	0
Retirement Strategy Fund 2040	0	0
Retirement Strategy Fund 2045	0	0
Retirement Strategy Fund 2050	0	0
Retirement Strategy Fund 2055	0	0
Social Balanced Fund	187,904	2,938
U.S. Stock Market Index Fund	1,070,541	2,780
Active Value Fund	1,168,121	164,219
Active Core Fund	1,227,286	18,000
Growth Company Fund	1,479,061	25,560
International Stock Fund	707,151	11,426
U.S. Small Stock Fund	519,904	635
Bond Market Fund	499,508	8,869
Savings Pool	4,831,953	(295,253)
Total Fund	\$13,016,440	\$89,656

Note: Totals may not add up due to rounding

Plan 3 Equity and Cash Funds

DCP Equity and Cash Funds



Plan 3 Equity Funds

	Qtr.	1 Year	3 Year	5 Year	10 Year
U.S. Stock Fund	-0.05%	32.43%	4.14%	3.45%	3.49%
Russell 3000	-0.03%	32.37%	4.00%	3.35%	3.44%
U.S. Large Stock Fund	0.09%	30.85%	3.59%	3.12%	2.83%
S&P 500	0.10%	30.69%	3.34%	2.94%	2.72%
U.S. Small Stock Fund	-1.66%	37.49%	7.99%	4.19%	6.33%
Russell 2000	-1.61%	37.41%	7.77%	4.08%	6.27%
International Index Fund	1.72%	30.51%	-1.49%	1.72%	5.23%
MSCI EAFE	1.56%	30.36%	-1.77%	1.48%	5.66%

DCP Equity Funds

	Qtr.	1 Year	3 Year	5 Year	10 Year
U.S. Stock Market Index Fund	-0.02%	32.46%	4.27%	3.64%	3.81%
Dow Jones U.S. TSMI	-0.01%	32.44%	4.23%	3.59%	3.80%
Active Value Fund	-2.03%	28.90%	2.42%	0.01%	5.36%
Russell 1000 Value Index	-0.51%	28.94%	2.28%	1.15%	3.98%
Active Core Fund	1.49%	31.75%	1.28%	0.92%	N/A
S&P 500	0.10%	30.69%	3.34%	2.94%	2.72%
Growth Company Fund	1.77%	41.56%	5.45%	7.65%	4.69%
Russell 3000 Growth	0.64%	35.68%	5.28%	5.36%	2.43%
International Stock Fund	1.23%	31.27%	-2.76%	0.47%	N/A
MSCI EAFE	1.56%	30.36%	-1.77%	1.48%	5.66%
U.S. Small Stock Fund	-1.66%	37.49%	7.99%	4.19%	6.33%
Russell 2000	-1.61%	37.41%	7.77%	4.08%	6.27%

Cash Funds

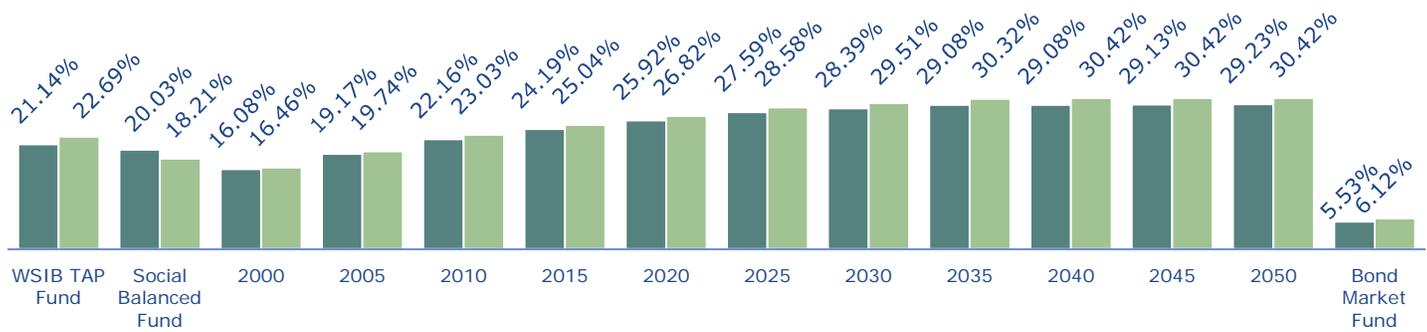
	Qtr.	1 Year	3 Year	5 Year	10 Year
Money Market Fund (Plan 3)	0.05%	0.24%	0.51%	2.20%	2.28%
One Month LIBOR	0.05%	0.26%	0.66%	2.33%	2.36%
Savings Pool (DCP)	0.73%	3.31%	3.99%	4.28%	4.79%

DCP performance 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.

Plan 3 performance uses current managers' returns. Return shown is 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
WSIB TAP Fund (Plan 3)	2.57%	21.14%	1.91%	4.87%	6.67%
Custom Benchmark	0.94%	22.69%	4.18%	4.86%	5.43%
Social Balanced Fund	1.62%	20.03%	6.17%	6.40%	N/A
Custom Benchmark	1.09%	18.21%	5.29%	4.95%	4.43%
Retirement Strategy Fund 2000	1.57%	16.08%	N/A	N/A	N/A
2000 Composite Index	1.76%	16.46%	N/A	N/A	N/A
Retirement Strategy Fund 2005	1.46%	19.17%	N/A	N/A	N/A
2005 Composite Index	1.71%	19.74%	N/A	N/A	N/A
Retirement Strategy Fund 2010	1.29%	22.16%	N/A	N/A	N/A
2010 Composite Index	1.65%	23.03%	N/A	N/A	N/A
Retirement Strategy Fund 2015	1.06%	24.19%	N/A	N/A	N/A
2015 Composite Index	1.50%	25.04%	N/A	N/A	N/A
Retirement Strategy Fund 2020	0.83%	25.92%	N/A	N/A	N/A
2020 Composite Index	1.32%	26.82%	N/A	N/A	N/A
Retirement Strategy Fund 2025	0.60%	27.59%	N/A	N/A	N/A
2025 Composite Index	1.16%	28.58%	N/A	N/A	N/A
Retirement Strategy Fund 2030	0.38%	28.39%	N/A	N/A	N/A
2030 Composite Index	1.04%	29.51%	N/A	N/A	N/A
Retirement Strategy Fund 2035	0.31%	29.08%	N/A	N/A	N/A
2035 Composite Index	0.97%	30.32%	N/A	N/A	N/A
Retirement Strategy Fund 2040	0.15%	29.08%	N/A	N/A	N/A
2040 Composite Index	0.95%	30.42%	N/A	N/A	N/A
Retirement Strategy Fund 2045	0.23%	29.13%	N/A	N/A	N/A
2045 Composite Index	0.95%	30.42%	N/A	N/A	N/A
Retirement Strategy Fund 2050	0.23%	29.23%	N/A	N/A	N/A
2050 Composite Index	0.95%	30.42%	N/A	N/A	N/A
Retirement Strategy Fund 2055	0.18%	29.11%	N/A	N/A	N/A
2055 Composite Index	0.95%	30.42%	N/A	N/A	N/A

Bond Fund

	Qtr.	1 Year	3 Year	5 Year	10 Year
Bond Market Fund	1.84%	5.53%	8.53%	7.91%	6.48%
Barclays Capital Intermediate Credit	2.21%	6.12%	7.73%	6.81%	6.04%

Characteristics

Composition Distribution

Average Maturity

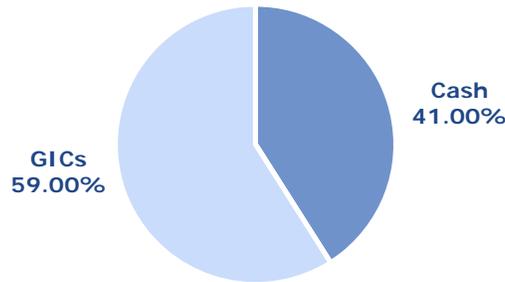
0.9 Years

Average Yield

2.70%

Number of Holdings

21

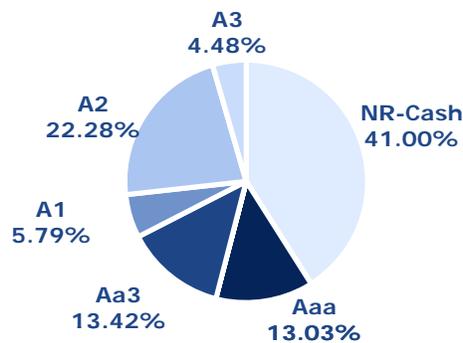


Market Value
\$ 1,017,250,802

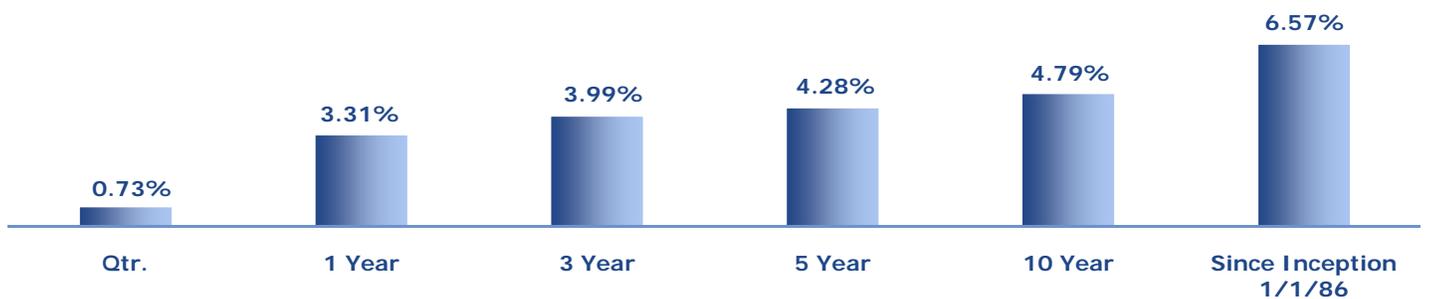
GIC Issuers by Percentage

Metropolitan Life Insurance Co.	13.42%
New York Life Insurance Corp.	13.03%
Prudential Insurance Co. of America	9.44%
Pacific Life Insurance Co.	5.79%
Security Life of Denver Insurance Co.	5.71%
Protective Life Insurance Co.	4.70%
Hartford Life Insurance Co.	4.49%
Genworth Life and Annuity Assurance	2.43%

Rating Distribution



Return



Note: Totals may not add up due to rounding

Characteristics

Asset Class Distribution

	Fund	Index
Average Maturity	5.4 years	5.1 years
Yield to Maturity	3.21%	2.93%
Effective Duration	4.68	4.36
Average Coupon	4.43%	4.96%
Number of Holdings	186	3,138



Market Value
\$ 852,831,360

Top Ten Credit Issuers

JPMorgan Chase & Co.	1.42%	CNPV HK Overseas Capital	1.17%
Rio Tinto Finance U.S.A. Ltd.	1.26%	ABB Treasury Center USA Inc.	1.17%
Occidental Petroleum Corp.	1.22%	Mega Advance Investments Ltd.	1.16%
PTTEP Canada International Finance Ltd.	1.19%	Sinochem Corp.	1.13%
Telemar N L	1.17%	Bangkok Bank Public Company Ltd.	1.12%

Rating Distribution



Industry Distribution

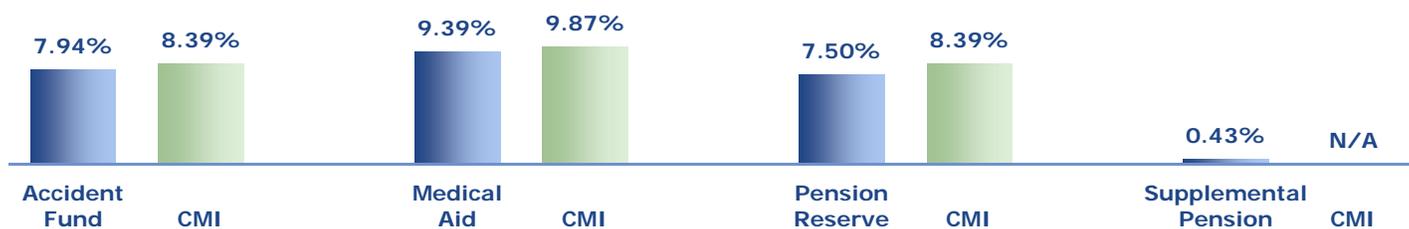


Return



Note: Totals may not add up due to rounding

One Year Performance



Total Fund **\$12,596,452,210**

	Market Value	Qtr.	1 Year	3 Year	5 Year	10 Year
Accident Fund	\$4,489,157,375	2.25%	7.94%	7.98%	7.65%	6.99%
CMI		2.57%	8.39%	7.77%	7.04%	6.68%
Medical Aid	\$4,407,378,637	2.18%	9.39%	7.39%	6.90%	6.11%
CMI		2.38%	9.87%	7.02%	6.37%	6.04%
Pension Reserve	\$3,669,182,279	2.22%	7.50%	7.90%	7.51%	7.35%
CMI		2.57%	8.39%	7.77%	7.04%	6.98%
Supplemental Pension	\$30,733,919	0.06%	0.43%	2.04%	3.53%	3.08%
CMI		N/A	N/A	N/A	N/A	N/A

Labor and Industries' Statutory Accounting Return *

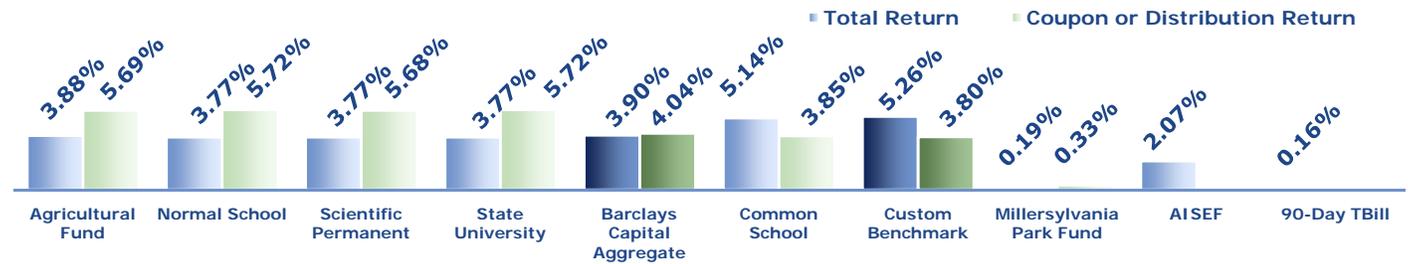
	Qtr.	1 Year	3 Year	5 Year
Accident Fund	1.44%	8.64%	5.66%	6.47%
Medical Aid	1.41%	9.46%	4.95%	5.18%
Pension Reserve	1.32%	8.13%	5.33%	6.16%
Supplemental Pension	0.14%	0.68%	3.46%	4.00%

Duration

	CMI	Target	Actual	% Difference
Accident Fund	7.46	7.00	6.78	-3.13%
Medical Aid	6.23	6.00	6.32	5.26%
Pension Reserve	7.46	7.00	6.91	-1.27%

* 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 Fund	\$ 190,283,534
Normal School	\$ 243,559,259
Scientific Permanent	\$ 211,528,684
State University	\$ 31,136,462
Common School	\$ 191,779,819
Millersylvania Park Fund	\$ 5,145
American Indian Scholarship Endowment Fund (AISEF)	\$ 657,934

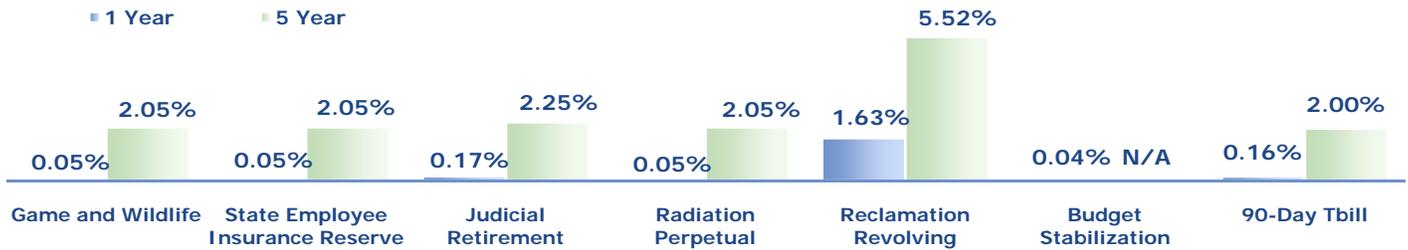
Returns	Total Return					Distribution Return ¹				
	Qtr.	1 Year	3 Year	5 Year	10 Year	Qtr.	1 Year	3 Year	5 Year	10 Year
Agricultural Fund	2.18%	3.88%	6.77%	6.98%	5.92%	2.57%	5.69%	4.84%	4.78%	5.02%
Normal School	2.18%	3.77%	6.53%	6.85%	5.90%	2.59%	5.72%	4.82%	4.76%	4.98%
Scientific Permanent	2.18%	3.77%	6.53%	6.85%	5.97%	2.56%	5.68%	4.80%	4.76%	5.03%
State University	2.18%	3.77%	6.53%	6.85%	5.96%	2.59%	5.72%	4.81%	4.76%	4.96%
Barclays Capital Aggregate	2.29%	3.90%	6.46%	6.52%	5.74%					
Common School	2.05%	5.14%	6.44%	6.65%	5.82%	0.94%	3.85%	4.03%	4.18%	4.60%
Custom Benchmark ²	2.15%	5.26%	6.34%	6.30%	5.76%					
Millersylvania Park	0.03%	0.19%	0.68%	2.32%	2.27%	0.07%	0.33%	0.79%	2.43%	2.32%
90 Day Tbill	0.04%	0.16%	0.42%	2.00%	2.13%					
AISEF	1.19%	2.07%	3.62%	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Custom Benchmark ³	1.25%	2.17%	3.57%	N/A	N/A					

¹ Includes coupon income and amortization minus expenses and deferred losses based on book value.

² The custom benchmark for the Common School Fund is a combination of the Barclays Capital Aggregate and Dow Jones U.S. TSMI using the previous month-end weights adjusted for new purchases during the current month. For June 2011, the breakdown was 6.1% Dow Jones U.S. TSMI and 93.9% Barclays Capital Aggregate.

³ The custom benchmark for the American Indian Scholarship Endowment Fund is a combination of the Barclays Capital Aggregate and the 90 Day Tbill using the previous month-end weights adjusted for new purchases during the current month. For June 2011, the breakdown was 54.9% Barclays Capital Aggregate and 45.1% the 90 Day Tbill.

One Year and Five Year Performance



Market Value

Game and Wildlife	\$ 5,552,548
State Employee Insurance Reserve	\$ 88,186,142
Judicial Retirement	\$ 4,874,385
Radiation Perpetual	\$ 330,607
Reclamation Revolving	\$ 23,634
Budget Stabilization	\$ 76,045

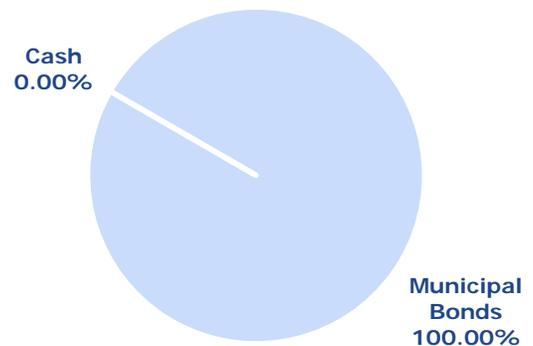
Total Return

	Qtr.	1 Year	3 Year	5 Year	10 Year
Game and Wildlife	0.00%	0.05%	0.40%	2.05%	2.09%
State Employee Insurance Reserve	0.00%	0.05%	0.40%	2.05%	2.09%
Judicial Retirement	0.03%	0.17%	0.55%	2.25%	2.27%
Radiation Perpetual	0.00%	0.05%	0.40%	2.05%	2.09%
Reclamation Revolving	0.32%	1.63%	3.65%	5.52%	4.66%
Budget Stabilization	0.00%	0.04%	0.39%	N/A	N/A
90-Day Tbill	0.04%	0.16%	0.42%	2.00%	2.13%

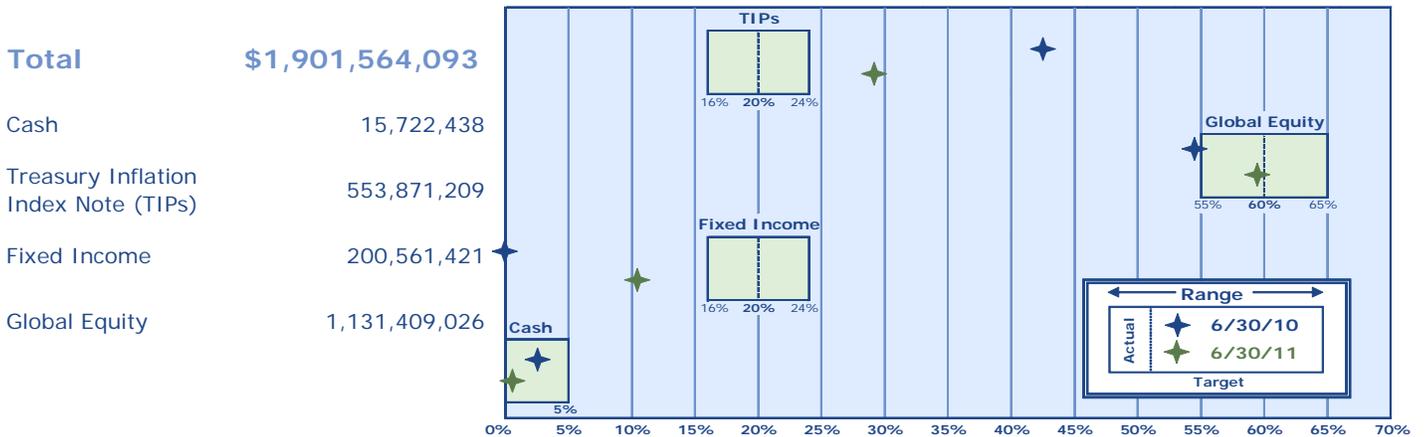
Portfolio Allocations

The Game and Wildlife Fund, State Employee Insurance Reserve Fund, Judicial Retirement Fund, Radiation Perpetual Fund, Emergency Reserve Fund, and Pension Stabilization 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.



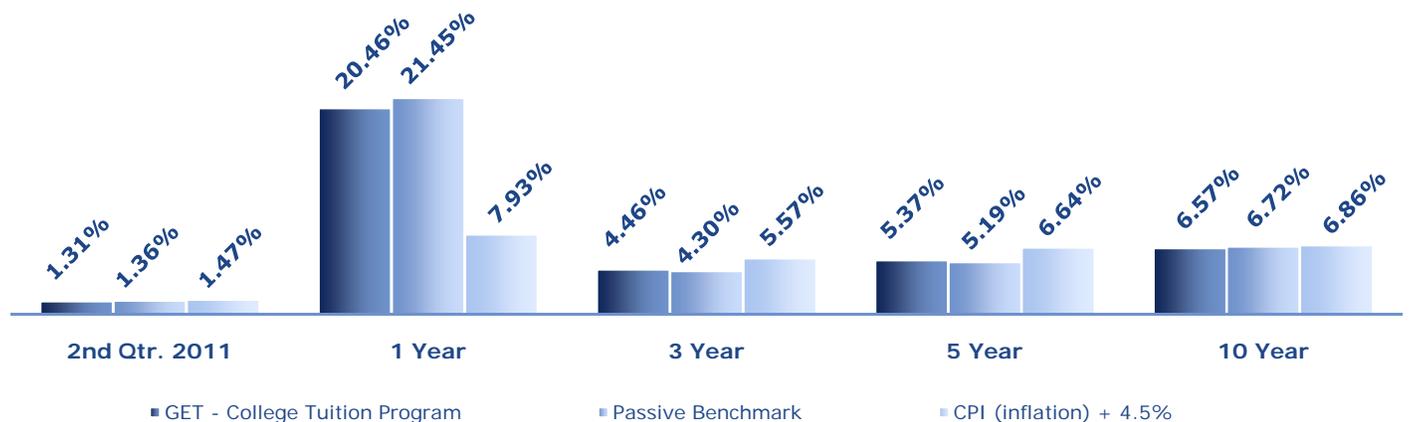
Portfolio Size and Allocation



Assets Under Management

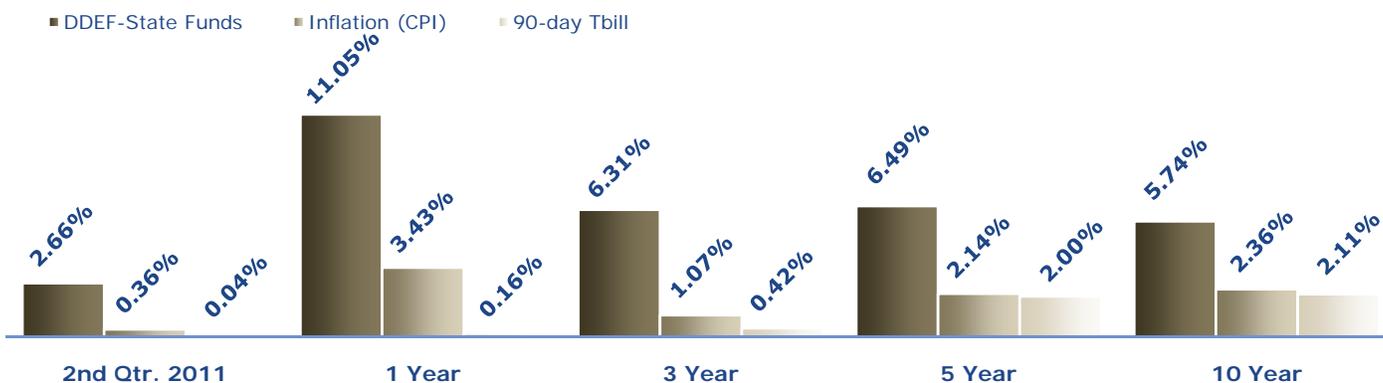
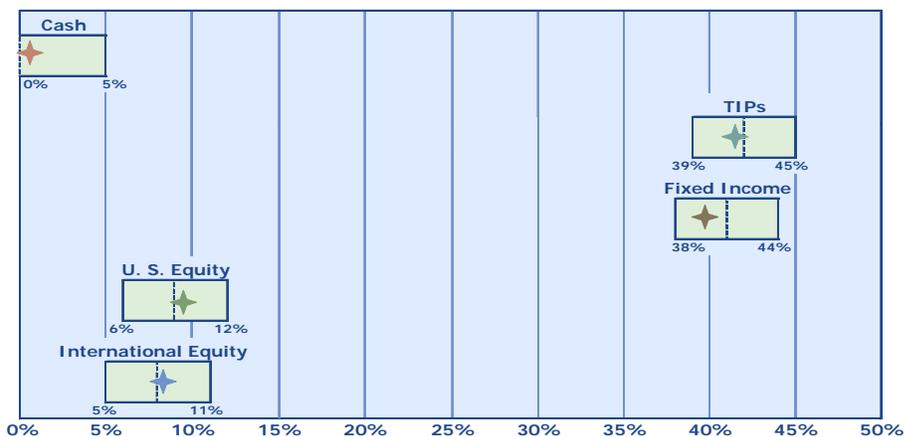


Total Return



State Funds

Total	\$9,788,872
Cash	63,991
Treasury Inflation Index Note (TIPs)	4,060,295
Fixed Income	3,898,732
U.S. Equity	947,004
International Equity	818,851



Private Funds

Total	\$18,801,709
Cash	58,364
Balanced Fund	18,743,344

