



Investment Reports

Quarterly Report – September 30, 2007

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Dated: November 5, 2007



Commingled Trust Fund (CTF)

Quarterly Report – September 30, 2007

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Capital Markets

- ❖ The Dow Jones Wilshire 5000 index earned 1.5% for the quarter bringing the 1 year return to 17.0%.
- ❖ Small Cap return, as measured by the Russell 2000 is -3.1% for the quarter. Large cap (Russell 1000) outperformed the Russell 2000 by approximately 510 basis points, returning 2.0% for the quarter.
- ❖ This quarter, growth outperformed value by 460 basis points, using the Russell 3000 series.
- ❖ The international equity market, as measured by the MSCI ACWI ex U.S., outperformed the U.S. equity market, as measured by the Dow Jones Wilshire 5000, by 323 basis points. Of the 47 countries in the MSCI ACWI ex U.S. Index, 33 countries had positive returns for the quarter in U.S. dollars. For the quarter, the highest returning market was an emerging country (China at 41.9%) and the lowest returning market was a developed country (Ireland at -12.3%).
- ❖ In the Lehman indices, the U.S. Treasury had the highest return for the quarter earning 3.8% while CMBS Non-ERISA ex HY had the lowest return at -1.3%. For the quarter, the long end of the curve outperformed the short with the 30 year earning 5.8% versus 1.4% for the 3 month.
- ❖ For the 3rd quarter of 2007, the best performers in the NCREIF were office, at 4.8%, and the Eastern region, at 4.0%. Total return for the index was 3.6%.
- ❖ GDP was 3.9% (annualized) for the quarter. Inflation, as measured by the CPI dropped from 1.3% the second quarter to 0.2% for the third quarter.
- ❖ The federal reserve dropped the federal funds target rate to 4.75% for the quarter. This is the first change since June 2006 and the first drop since June 2003.

Total Fund

- ❖ The CTF increased in size during the quarter growing over \$2.4 billion to almost \$66.4 billion.
- ❖ Since the beginning of the year the fund has increased by over \$7.9 billion.

Asset Allocation

- ❖ All asset classes in the CTF are within their long-term target ranges. Real Estate had a net return of capital for \$19 million. Transfers from International Equity went to fund investments of \$285 million in Private Equity and over \$35 million in Innovation.

Investment Return

- ❖ The CTF's return for the 3rd quarter of 2007 was 4.2%. The fund outperformed all benchmarks for all time periods. All annualized returns shown (1, 3, 5, and 10 year) continue to exceed the actuarial assumption of 8%.

U.S. Equity

- ❖ The WSIB U.S. equity portfolio underperformed the Dow Jones Wilshire 5000 for all time periods except the 10 year where it outperformed its benchmark.
- ❖ All 3 of the active managers underperformed for the quarter and the year.

International Equity

- ❖ The WSIB International equity portfolio underperformed the benchmark for the quarter by 100 basis points and it has underperformed in all of the annualized time periods.
- ❖ 3 of the 10 developed managers outperformed for the quarter and 6 outperformed for the year. Of the 10 managers that have 3 year returns, 9 of them outperformed the benchmark. Both SsgA and Mondrian outperformed for the 5 year.
- ❖ All of the emerging markets managers underperformed the benchmark for the quarter. Capital and GMO outperformed the benchmark for the 1 and 3. GMO outperformed the benchmark for the 5 year.

Fixed Income

- ❖ Fixed income outperformed the Lehman Universal & Aggregate for the quarter. It also outperformed both benchmarks for all annualized time periods.

Private Equity

- ❖ The WSIB private equity return for the 3rd quarter was 8.8%. The 1 year return was 33.7% and outperformed the benchmark, S&P 500 plus 500 basis points (lagged one quarter) in all time periods.
- ❖ The WSIB LP portfolio returned 8.3%, and the WSIB KKR portfolio returned 10.5% for the quarter.
- ❖ As of June 30, 2007, there were \$8.7 billion in unfunded commitments.

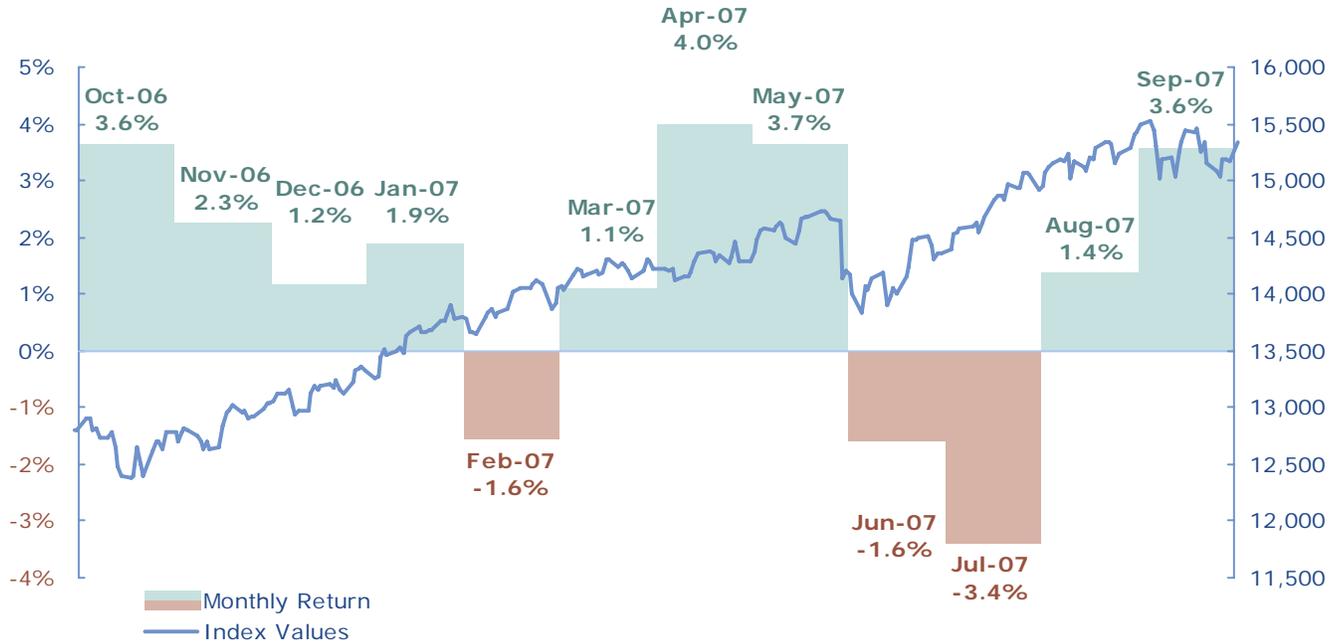
Real Estate

- ❖ The WSIB Real Estate return for the 3rd quarter was 6.5%. It outperformed NCREIF (lagged one quarter) plus 100 basis points, which returned 4.8%. For the 1 year period, the return of 30.9% was over 1260 basis points above the benchmark of 18.2%.
- ❖ As of June 30, 2007, there were \$6.8 billion in unfunded commitments.

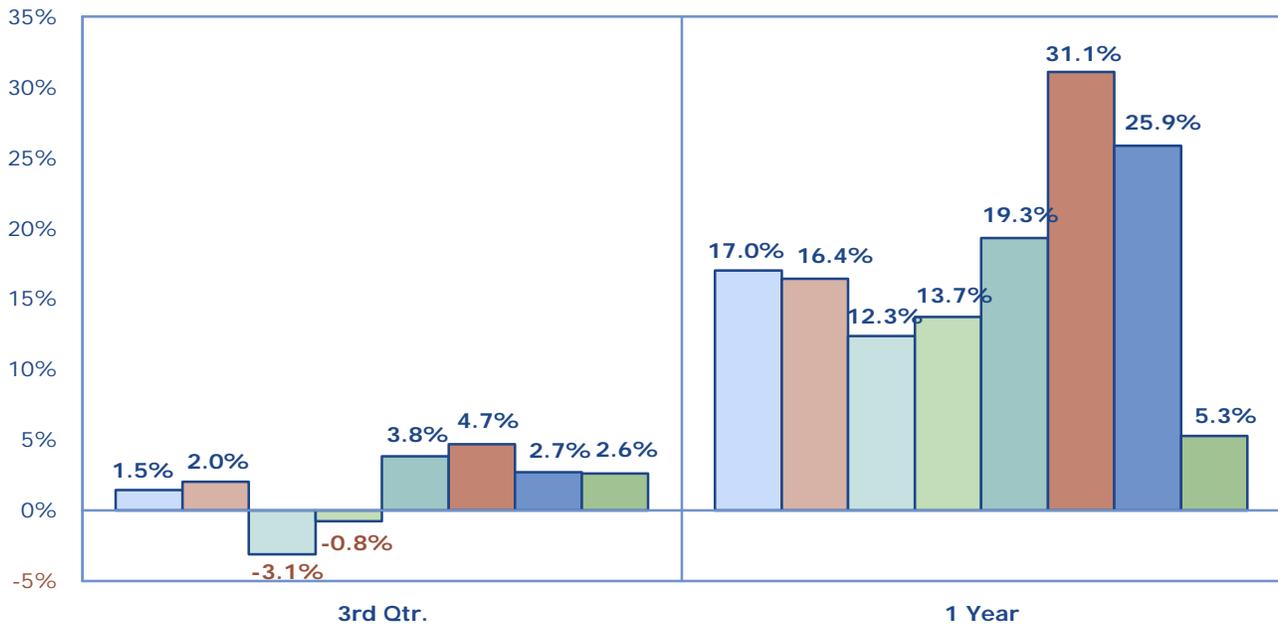


Dow Jones Wilshire 5000

September 30, 2006 - September 30, 2007



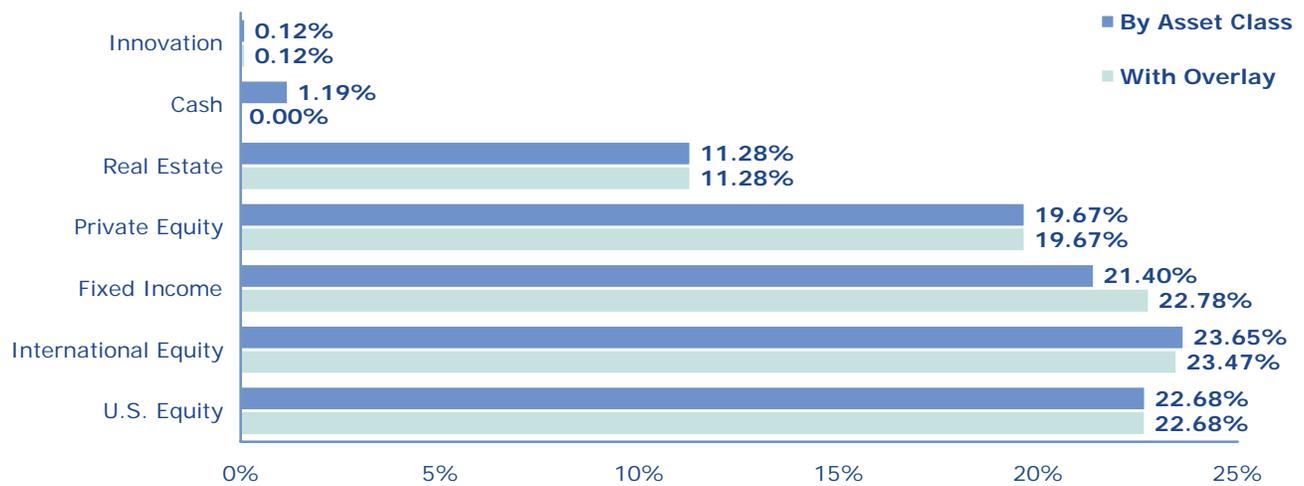
Capital Market Returns



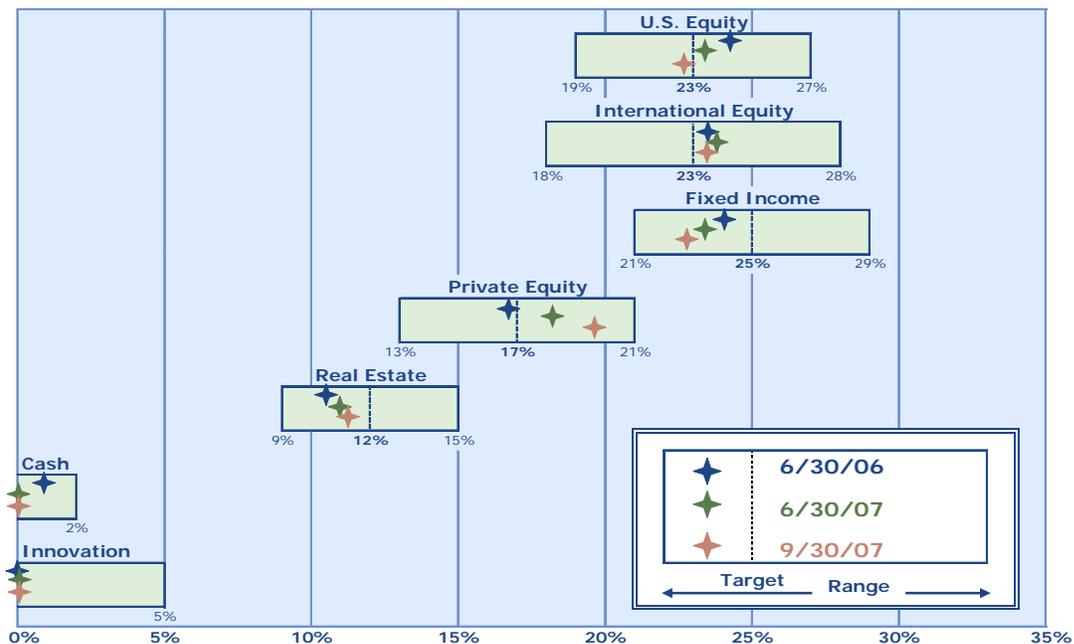
- Dow Jones Wilshire 5000
- S&P 500
- Russell 2000
- Russell 3000 Value
- Russell 3000 Growth
- MSCI ACWI ex U.S.
- MSCI EAFE+Canada
- Lehman Universal

Asset Class	Market Value (000s)
U.S. Equity	\$ 15,051,290
International Equity	15,695,108
Fixed Income	14,201,544
Private Equity	13,050,064
Real Estate	7,488,184
Cash	791,664
Innovation	77,973
Total Fund	\$ 66,355,827

Actual Asset Allocation



Current Allocation Versus Long-Term Targets and Policy Ranges





Market Values in \$000s

			Qtr.	FYTD	1 Year	3 Year	5 Year	10 Year
Total Fund	\$ 66,355,827		4.21 %	4.21 %	21.44 %	18.22 %	16.68 %	9.57 %
Passive Benchmark ²			2.52	2.52	17.10	14.02	15.43	7.46
Implementation Value Added Benchmark ³			3.89	3.89	18.54	15.00	15.28	N/A
TUCS Public Fund >\$1B Median ⁴			2.36	2.36	15.35	13.58	14.29	7.74
TUCS Public/Corporate Fund >\$1B Median ⁴			2.27	2.27	15.53	13.36	14.29	7.86
U.S. Equity	\$ 15,051,290	22.7%	1.14 %	1.14 %	16.34 %	13.81 %	16.43 %	6.97 %
Dow Jones Wilshire 5000			1.46	1.46	16.99	13.98	16.50	6.84
S&P 500			2.03	2.03	16.44	13.14	15.45	6.57
Int'l. Equity	\$ 15,695,108	23.7%	3.69 %	3.69 %	30.11 %	26.06 %	25.52 %	8.99 %
MSCI ACWI ex U.S.			4.69	4.69	31.06	26.52	26.34	9.17
MSCI EAFE			2.18	2.18	24.86	23.24	23.55	7.97
Fixed Income	\$ 14,201,544	21.4%	2.87 %	2.87 %	5.51 %	4.50 %	5.13 %	6.44 %
Lehman Universal			2.61	2.61	5.30	4.25	4.85	6.07
Cash	\$ 700,885	1.2%	1.32 %	1.32 %	5.28 %	4.02 %	2.77 %	3.18 %
90 Day T-Bills			1.34	1.34	5.22	4.11	2.94	3.81
Private Equity⁵	\$ 13,050,064	19.7%	8.83 %	8.83 %	33.65 %	33.02 %	23.70 %	15.86 %
S&P 500 (Lagged One Quarter) + 500 bp			7.51	7.51	25.59	16.68	15.71	12.13
Real Estate⁵	\$ 7,488,184	11.3%	6.45 %	6.45 %	30.87 %	26.79 %	20.06 %	15.41 %
NCREIF (Lagged One Quarter) + 100 bp			4.84	4.84	18.24	18.98	15.39	14.05
Innovation	\$ 77,973	0.1%	-1.41	-1.41	N/A	N/A	N/A	N/A
Lehman TIPS + 300 bp			5.19	5.19	8.01	N/A	N/A	N/A
Overlay⁶	\$ 90,779		0.03 %	0.03 %	-0.01 %	0.01 %	0.00 %	0.00 %

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

² Currently 52% Dow Jones Wilshire 5000, 25% Lehman Universal, and 23% MSCI ACWI ex U.S. Over time the benchmark has been adjusted by changing both benchmarks and percentages. The most recent change occurred on December 1st, 2005.

³ See the glossary on page 21 for definitional implementation value added 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.

⁶To show the performance, cash and the cash held in the overlay are seperated out on this page.



Market Values in \$000s

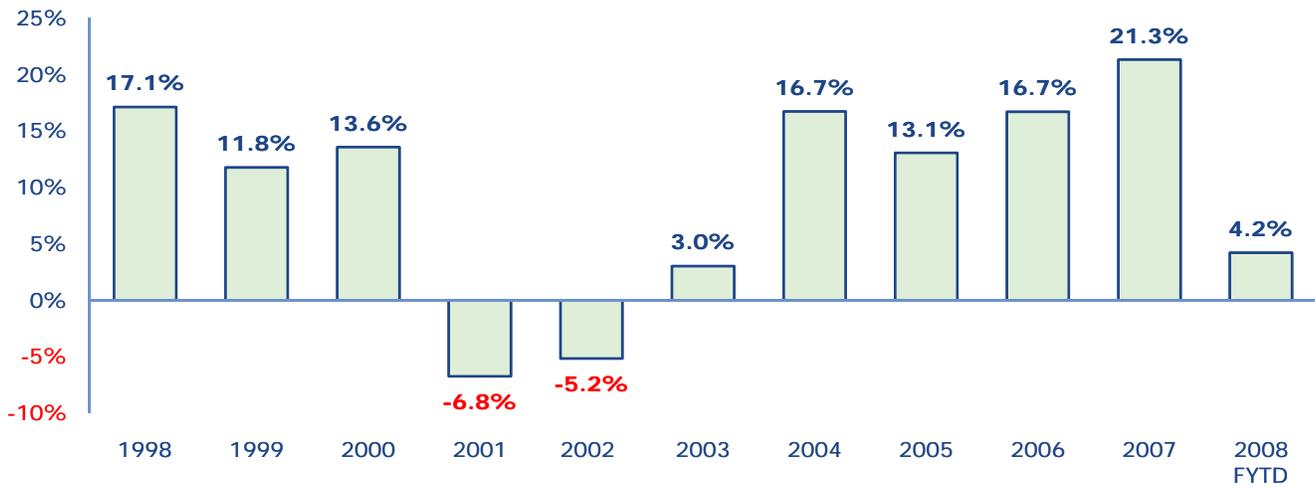
CTF Market Value: \$ 66,355,827

Net Change this Quarter: \$ 2,419,570

Net Change for Fiscal Year: \$ 2,419,570

Annual Performance

Fiscal Years Ended June 30



Assets Under Management (\$ Billions)

Fiscal Years Ended June 30



Market Values in \$000s

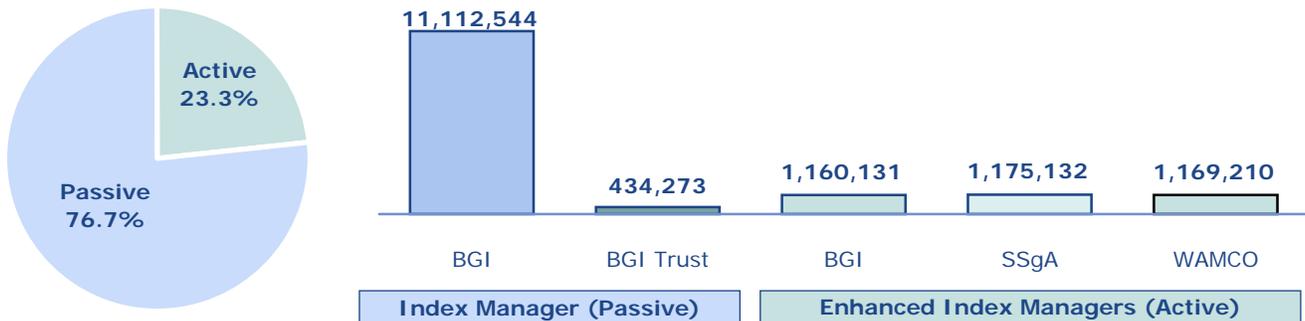
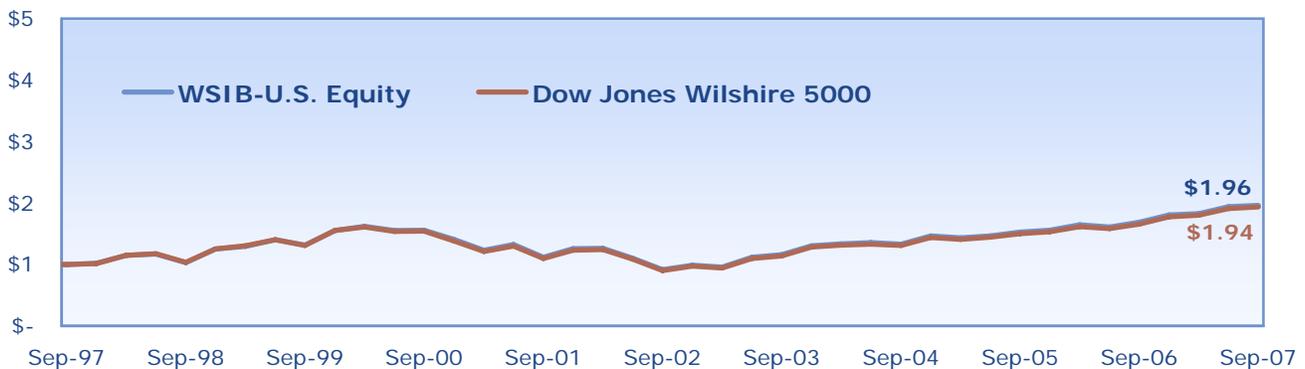
Market Value: \$15,051,290
Ten Largest Holdings (3,744 total holdings versus 4,885 in the index)

Exxon Mobil Corporation	3.10%	Citigroup Incorporated	1.38%
General Electric Company	2.43%	Procter & Gamble Company	1.24%
Microsoft Corporation	1.52%	Cisco Systems Incorporated	1.23%
AT&T Incorporated	1.45%	Chevron Corporation	1.13%
Bank of America Corporation	1.38%	Johnson & Johnson	1.11%

The top ten companies represent 16.0% of the portfolio, the top 100 approximately 52.0%

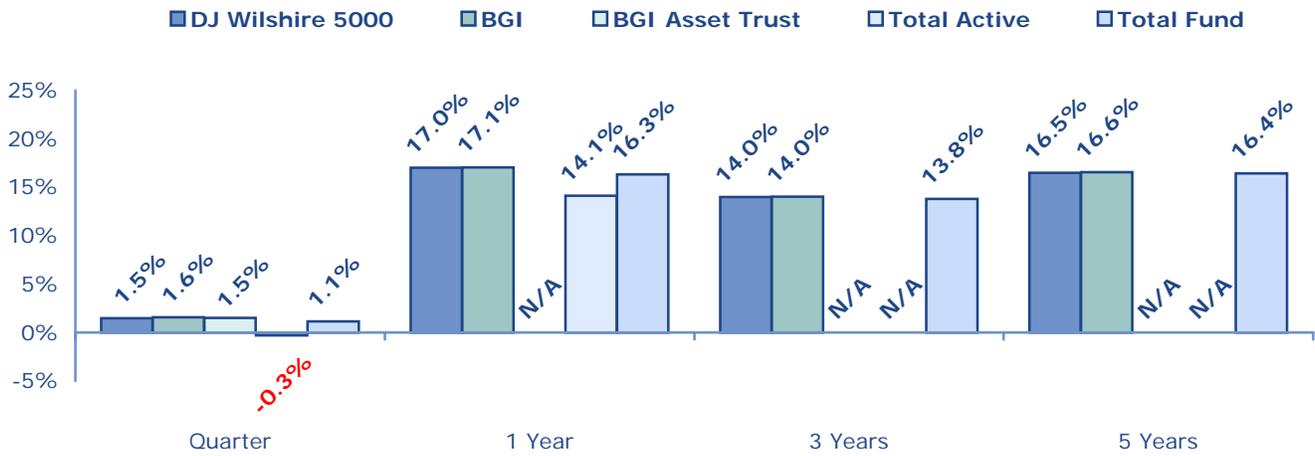
Performance

	Qtr.	FYTD	1 Year	3 Year	5 Year	10 Year
WSIB U.S. Equity	1.14 %	1.14 %	16.34 %	13.81 %	16.43 %	6.97 %
Dow Jones Wilshire 5000	1.46	1.46	16.99	13.98	16.50	6.84
S & P 500	2.03	2.03	16.44	13.14	15.45	6.57
Russell 3000	1.55	1.55	16.52	13.74	16.18	6.83

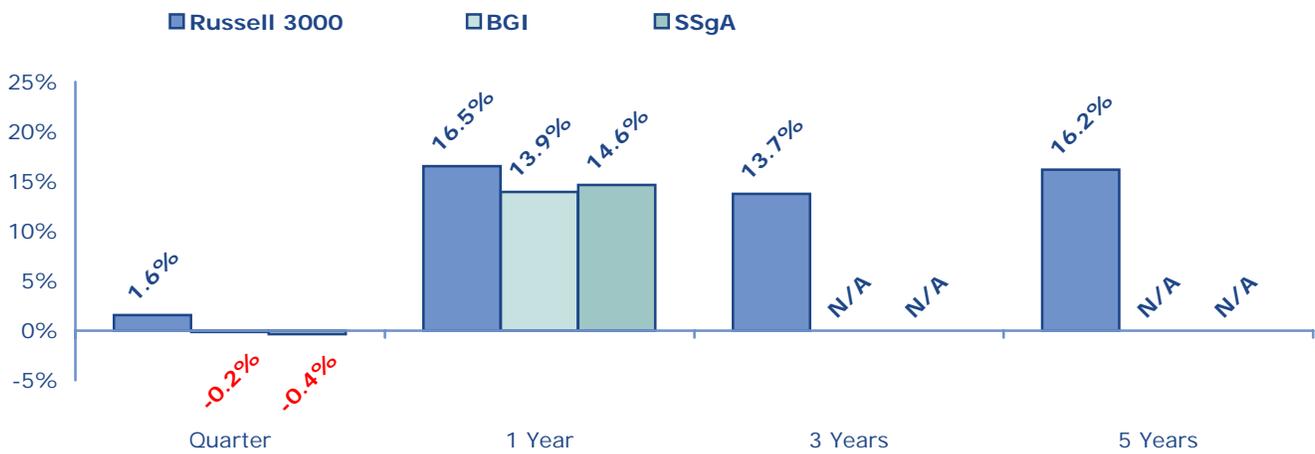
Manager Breakdown

Growth of a Dollar




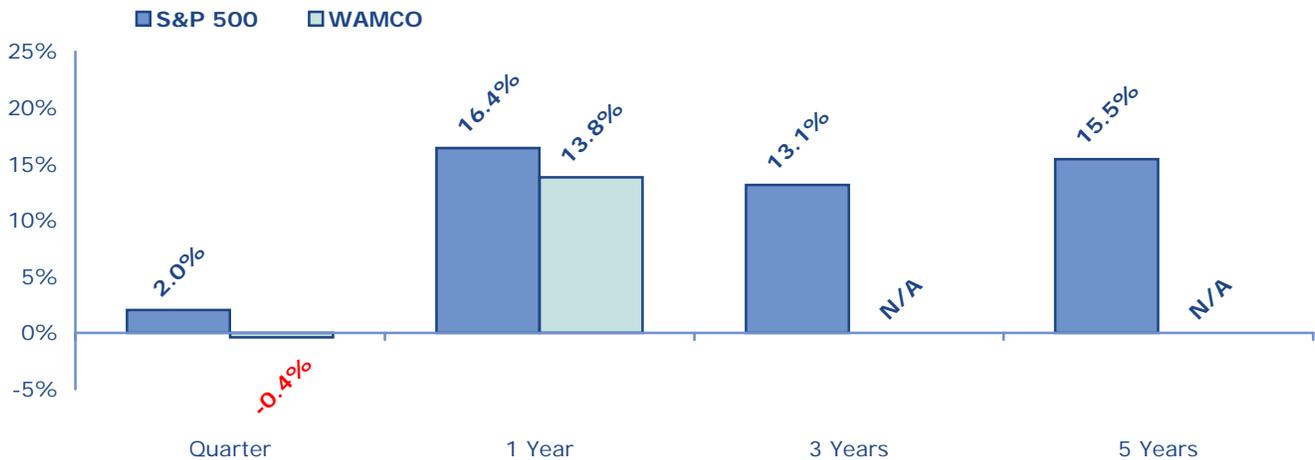
Managers and Composites Compared to DJ Wilshire 5000



Managers Compared to Russell 3000



Managers Compared to S&P 500





Market Values in \$000s

Market Value: \$15,695,108

The portfolio has 2,627 holdings versus 2,089 in the index. The top ten holdings represent about 7.9 percent of the portfolio and the top 100 approximately 40.3 percent. The portfolio has exposure to 66 countries: 22 developed, 23 emerging, and 17 other (as defined by MSCI AWCI ex U.S.).

Ten Largest Exposures by Country

	CTF Weight	Index Weight		CTF Weight	Index Weight
United Kingdom	16.85%	16.91%	Australia	5.00%	5.02%
Japan	14.79%	15.62%	Canada	4.77%	6.37%
France	8.03%	7.73%	Italy	2.97%	2.87%
Germany	7.34%	6.47%	Spain	2.96%	3.15%
Switzerland	5.12%	4.99%	Netherlands	2.67%	2.70%

The ten largest country exposures comprise 70.5% of the portfolio versus the index at 71.8%.

Performance

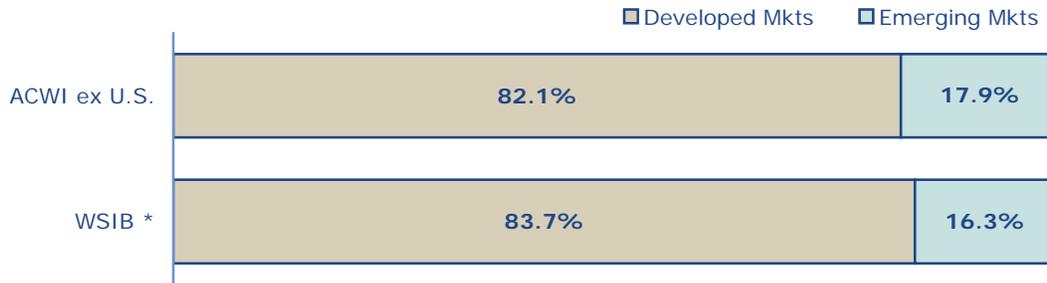
	Qtr.	FYTD	1 Year	3 Year	5 Year	10 Year
WSIB International Equity	3.69 %	3.69 %	30.11 %	26.06 %	25.52 %	8.99 %
MSCI ACWI ex U.S.	4.69	4.69	31.06	26.52	26.34	9.17
MSCI EAFE+Canada	2.71	2.71	25.85	23.72	24.08	8.21
Emerging Markets (MSCI after 6/02; IFC before)	14.42	14.42	58.18	40.83	38.67	12.55
MSCI Europe	1.69	1.69	27.51	24.72	25.46	9.61
MSCI Pacific Basin	3.29	3.29	19.17	20.08	19.36	4.88

Growth of a Dollar



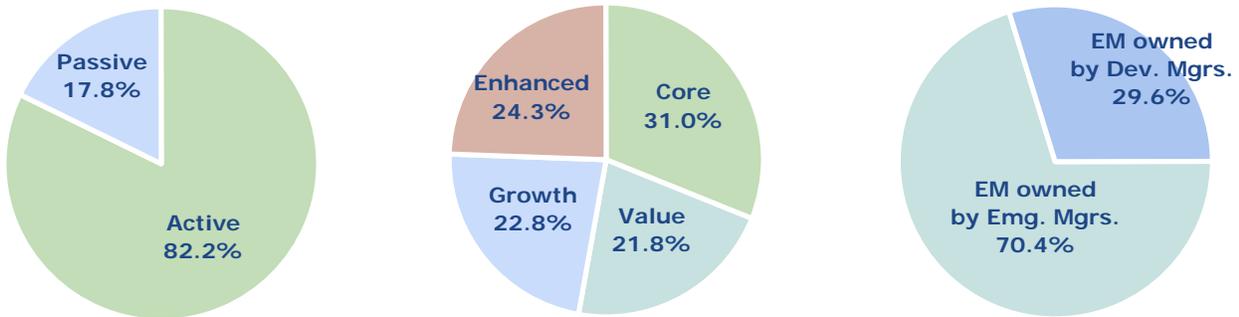
Market Values in \$000s

Developed Versus Emerging Markets

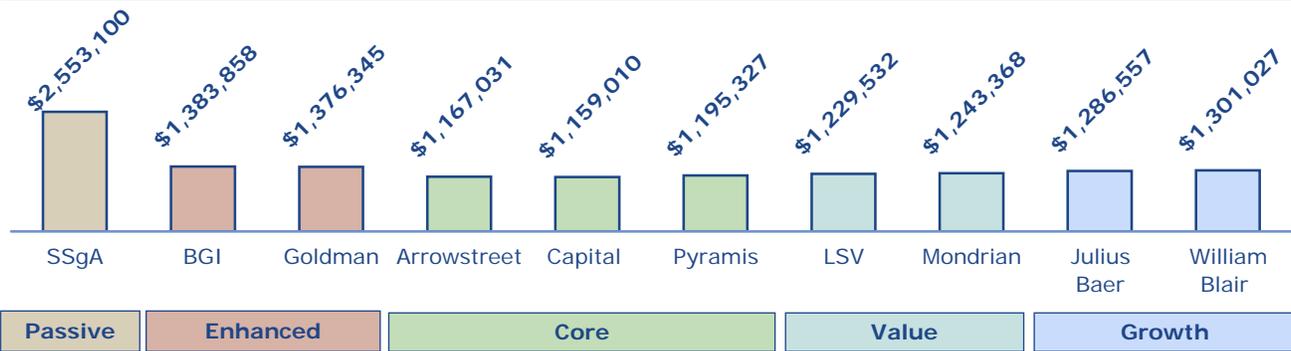


* Includes emerging market securities owned by developed managers

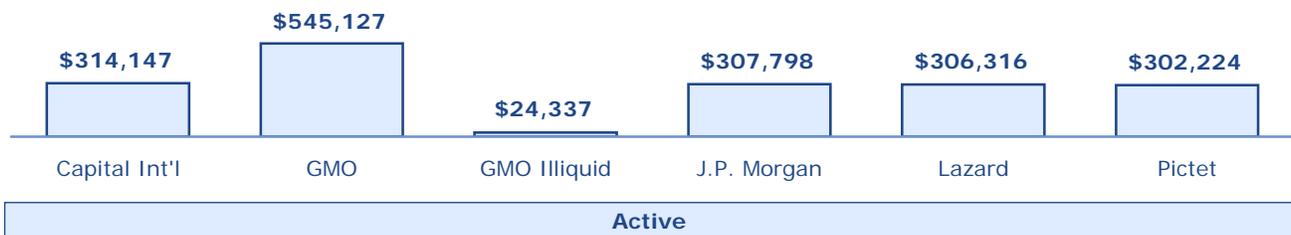
Style Breakdown



Developed Managers: \$ 13,895,153

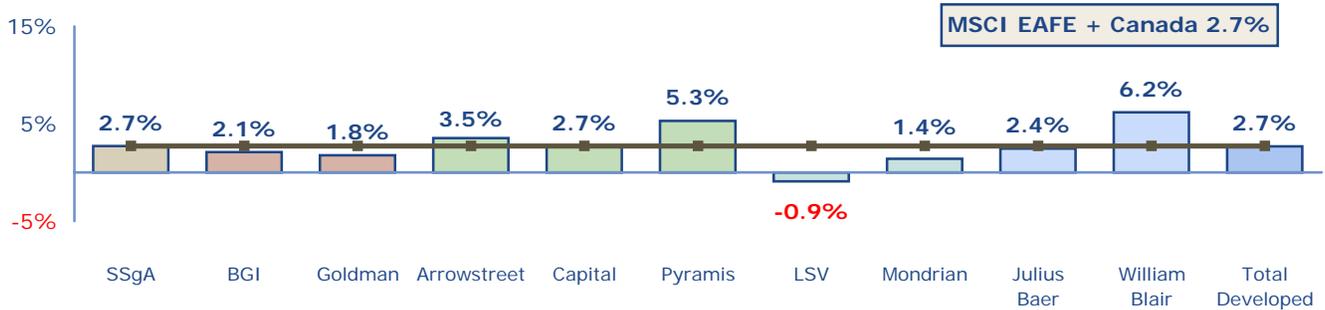


Emerging Managers: \$ 1,799,949

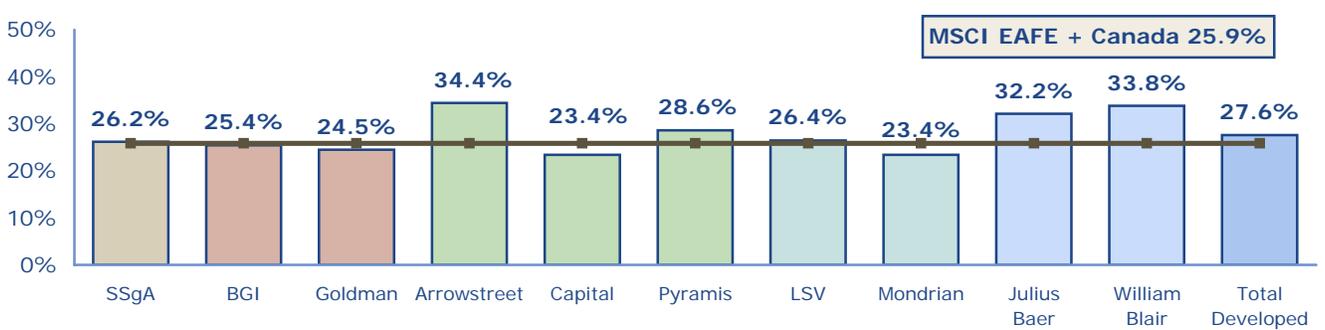




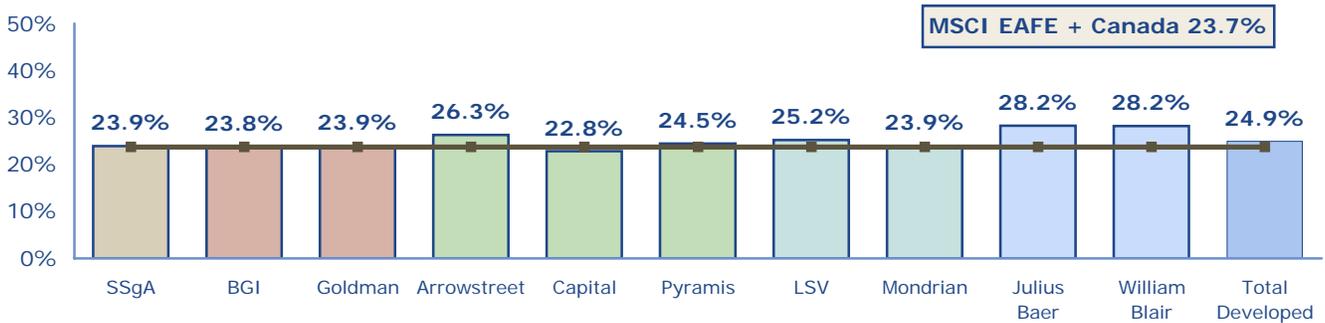
One Quarter



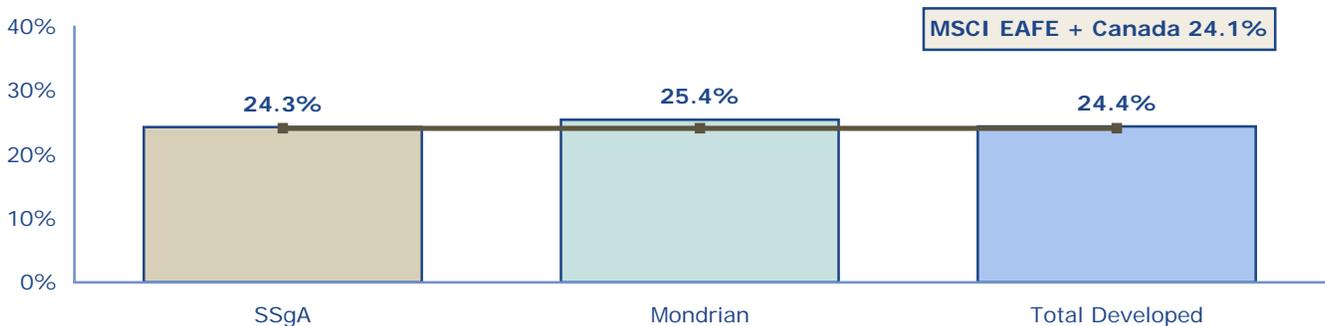
One Year



Three Years

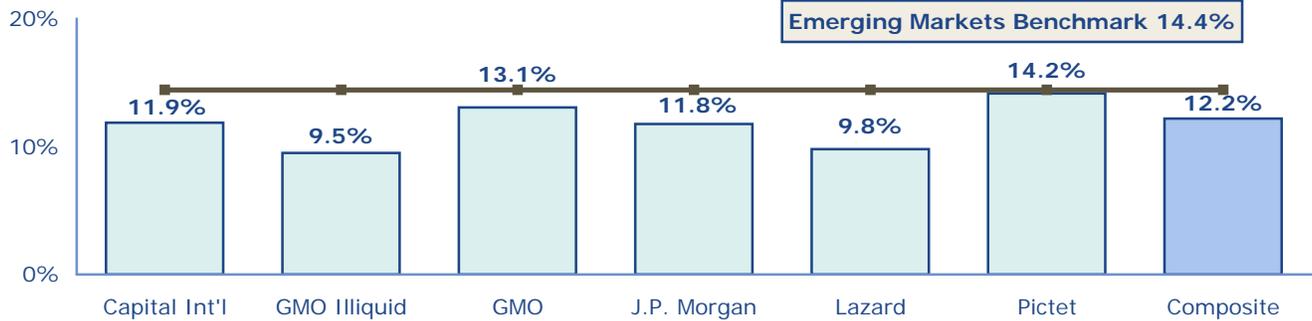


Five Years

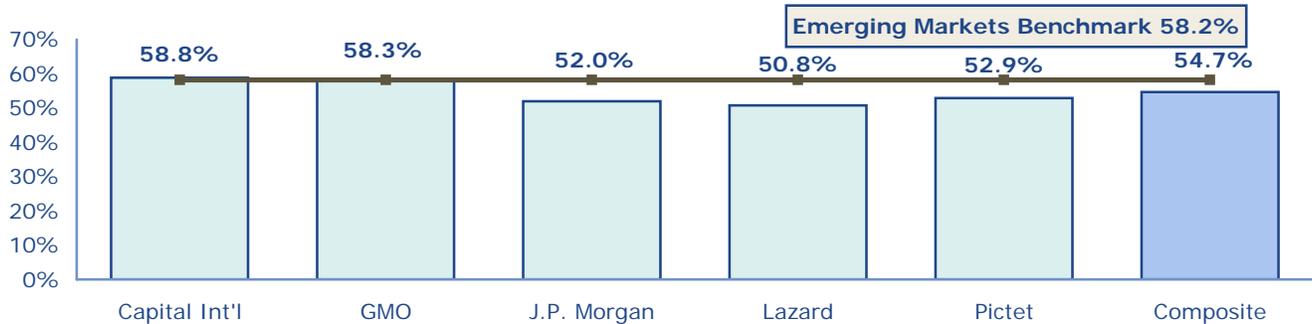




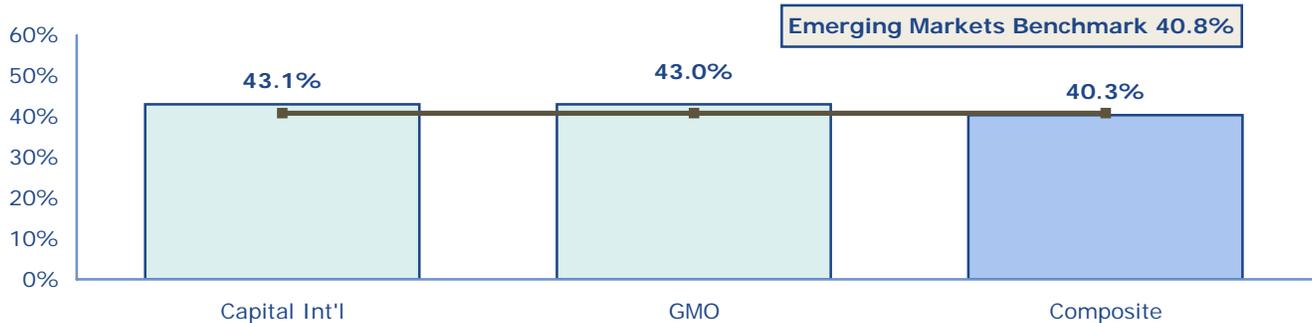
One Quarter



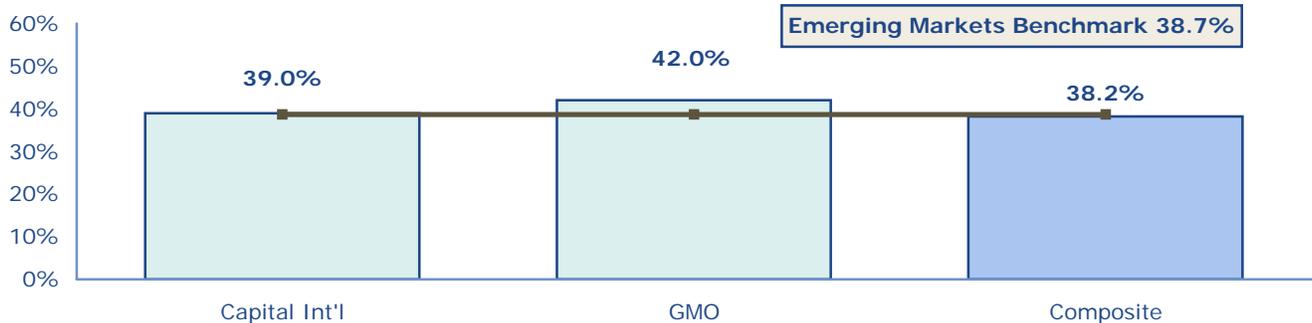
One Year



Three Years



Five Years



Market Values in \$000s

Market Value: \$ 14,201,544

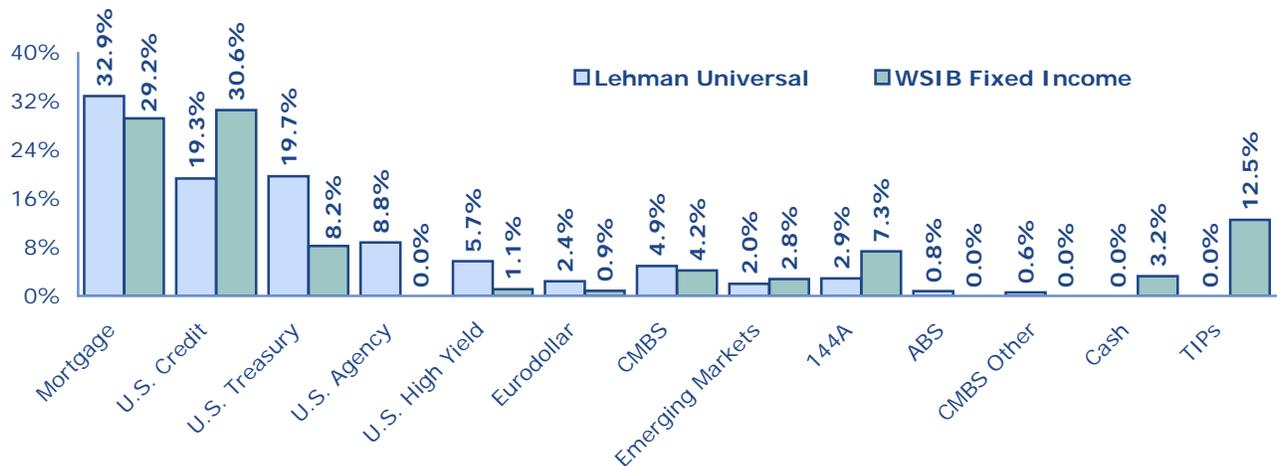
Duration

	Jun-07	Sep-07
WSIB Portfolio	5.13	4.97
Lehman Universal	4.74	4.67
Difference	8.14%	6.35%

Performance

	Qtr.	FYTD	1 Year	3 Year	5 Year	10 Year
WSIB Fixed Income	2.87 %	2.87 %	5.51 %	4.50 %	5.13 %	6.44 %
Lehman Universal	2.61	2.61	5.30	4.25	4.85	6.07
Lehman Aggregate	2.84	2.84	5.14	3.86	4.13	5.97

Sector Weighting



Growth of a Dollar



Market Values in \$000s

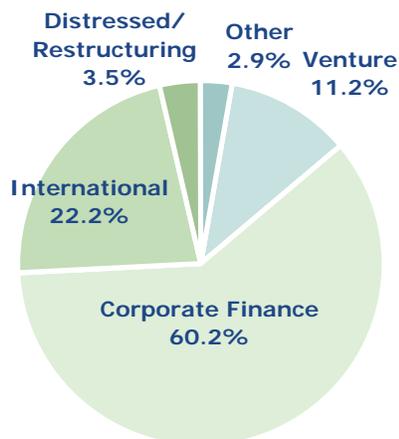
Market Value: \$13,050,064
Unfunded Commitments: \$8.7 billion

Net Performance

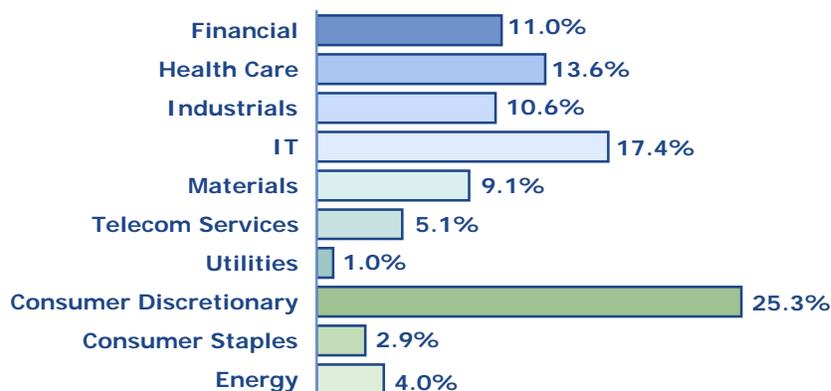
	Qtr.	FYTD	1 Year	3 Year	5 Year	10 Year
WSIB Private Equity	8.83%	8.83%	33.65%	33.02%	23.70%	15.86%
KKR	10.45%	10.45%	19.23%	39.99%	26.32%	15.10%
LP Portfolio	8.27%	8.27%	39.29%	31.18%	22.75%	16.79%
S&P 500 (Lagged One Quarter) + 500 bp	7.51%	7.51%	25.59%	16.68%	15.71%	12.13%

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

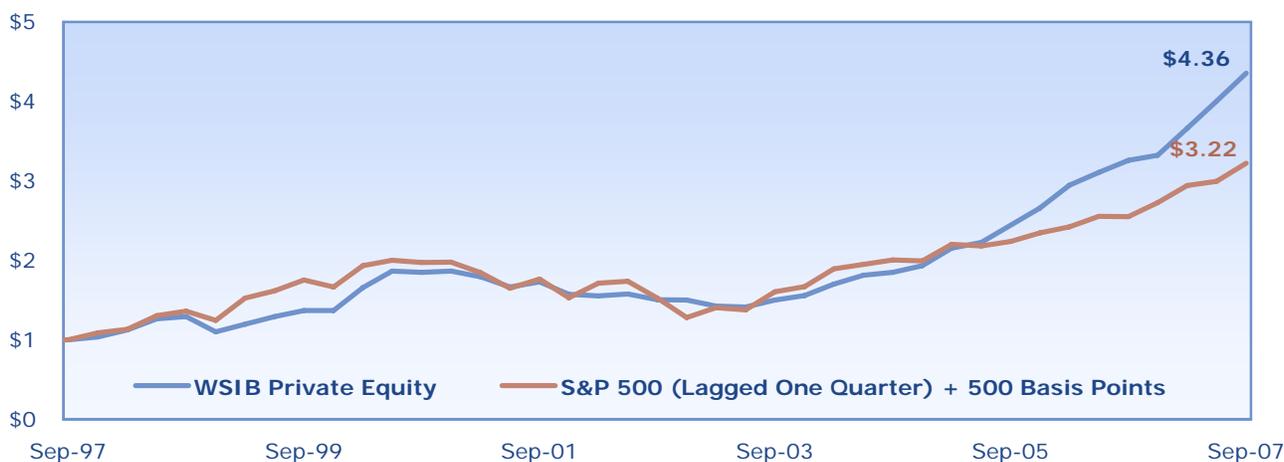
Sector Distribution



Industry Distribution



Growth of a Dollar



Performance numbers and Growth of a dollar are as of September 30, 2007. All other data is as of June 30, 2007.

Market Values in \$000s

Market Value: \$7,488,184
Unfunded Commitments \$6.8 billion

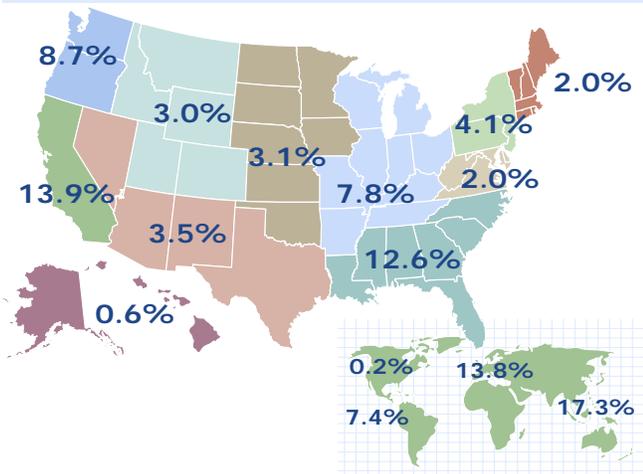
Net Performance

	Qtr.	FYTD	1 Year	3 Year	5 Year	10 Year
CTF Real Estate	6.45%	6.45%	30.87%	26.79%	20.06%	15.41%
NCREIF (Lagged One Quarter) + 100 bp	4.84%	4.84%	18.24%	18.98%	15.39%	14.05%

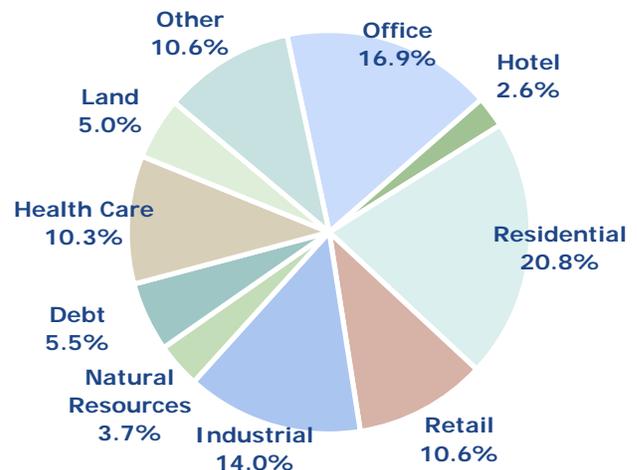
Largest Managers

Hometown America	13.4%
Morgan Stanley	12.8%
Principal Enterprise Capital (PEC)	11.0%
M3 Capital Partners	10.7%
Hudson Advisors (LoneStar)	10.7%
Representation in the Real Estate portfolio	58.6%

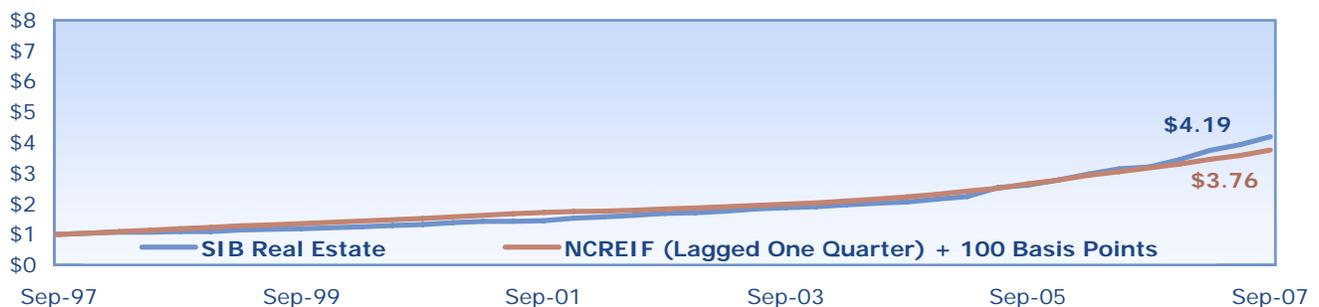
Geographical Distribution



Property Type Distribution



Growth of a Dollar



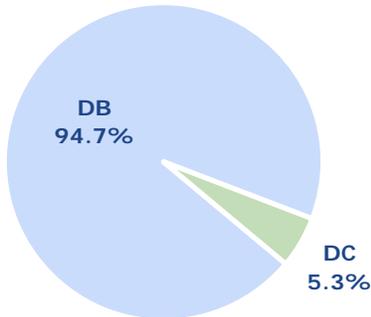
Performance numbers and Growth of a dollar are as of September 30, 2007. All other data is as of June 30, 2007.



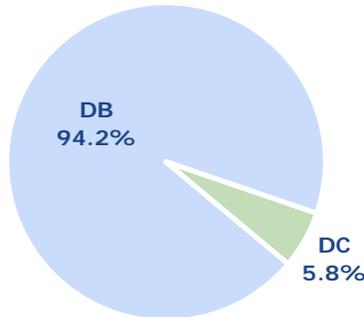
	Qtr.	FYTD	1 Year	3 Year	5 Year	10 Year
S&P 500 Index	2.0%	2.0%	16.4%	13.1%	15.5%	6.6%
U.S. Equity						
Barclays Global Investors (Passive)	1.6%	1.6%	17.1%	14.0%	16.6%	
Barclays Global Investors Asset Trust	1.5%	1.5%				
Barclays Global Investors (Enhanced)	-0.2%	-0.2%	13.9%			
State Street Global Advisors	-0.4%	-0.4%	14.6%			
Western Asset Management Co.	-0.4%	-0.4%	13.8%			
U.S. Equity Composite	1.1%	1.1%	16.3%	13.8%	16.4%	7.0%
International Equity						
Developed Markets						
State Street Global Advisors	2.7%	2.7%	26.2%	23.9%	24.3%	
Barclays Global Investors	2.1%	2.1%	25.4%	23.8%		
Goldman Sachs Asset Mgt.	1.8%	1.8%	24.5%	23.9%		
Arrowstreet Capital, L.P	3.5%	3.5%	34.4%	26.3%		
Pyramis Global Advisors Trust Co.	5.3%	5.3%	28.6%	24.5%		
Capital Guardian Trust Co.	2.7%	2.7%	23.4%	22.8%		
Mondrian Investment Partners	1.4%	1.4%	23.4%	23.9%	25.4%	
LSV Asset Management	-0.9%	-0.9%	26.4%	25.2%		
William Blair & Company	6.2%	6.2%	33.8%	28.2%		
Julius Baer Investment Mgt.	2.4%	2.4%	32.2%	28.2%		
Emerging Markets						
Capital International, Inc.	11.9%	11.9%	58.8%	43.1%	39.0%	
Grantham, Mayo, Van Otterloo Illiquid	9.5%	9.5%				
Grantham, Mayo, Van Otterloo	13.1%	13.1%	58.3%	43.0%	42.0%	15.5%
J.P. Morgan	11.8%	11.8%	52.0%			
Lazard	9.8%	9.8%	50.8%			
Pictet	14.2%	14.2%	52.9%			
International Equity Composite	3.7%	3.7%	30.1%	26.1%	25.5%	9.0%



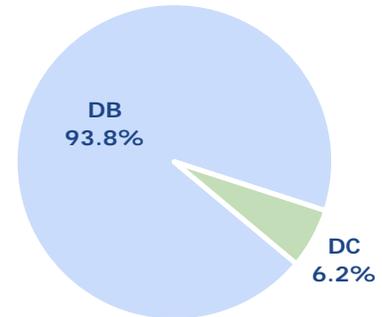
Defined Benefit and Defined Contribution Breakdown in the CTF



Sep-05

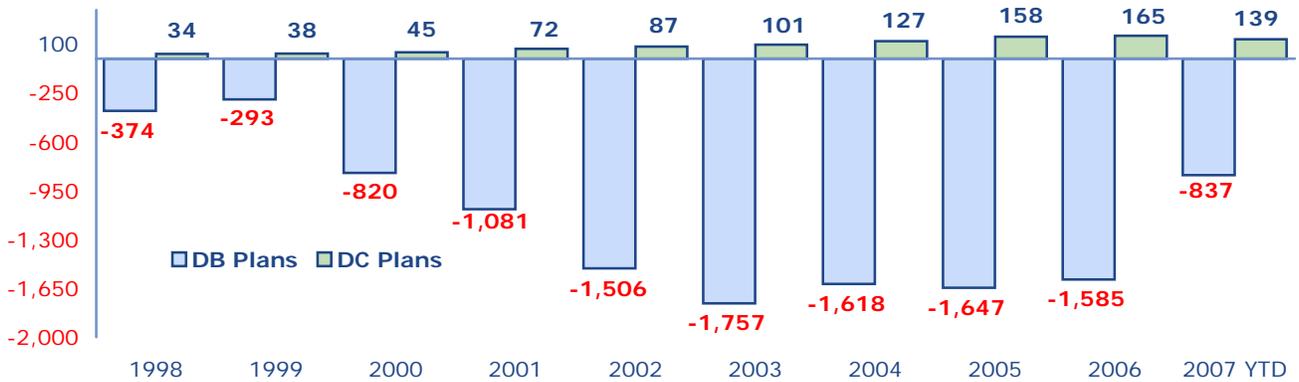


Sep-06

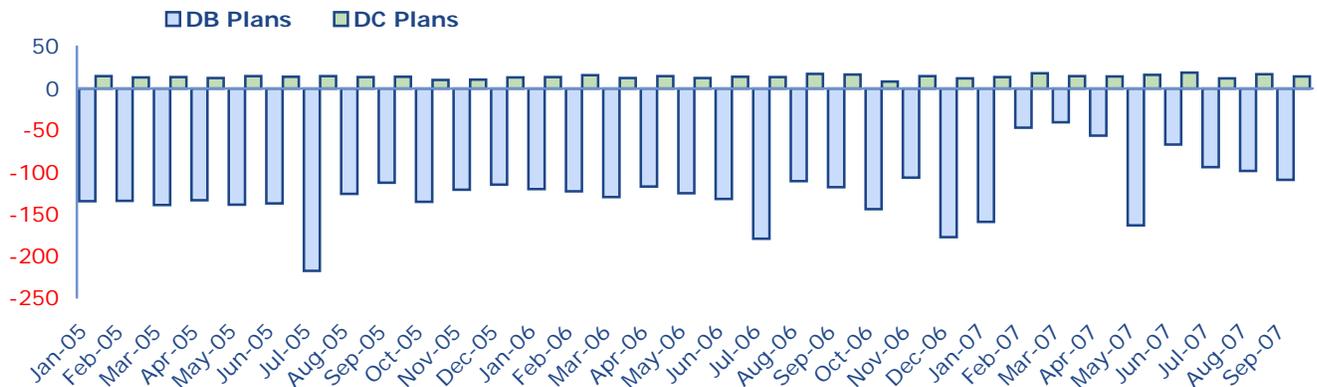


Sep-07

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.



Defined Contribution Plans

Quarterly Report - September 30, 2007

Market Values and Distributions

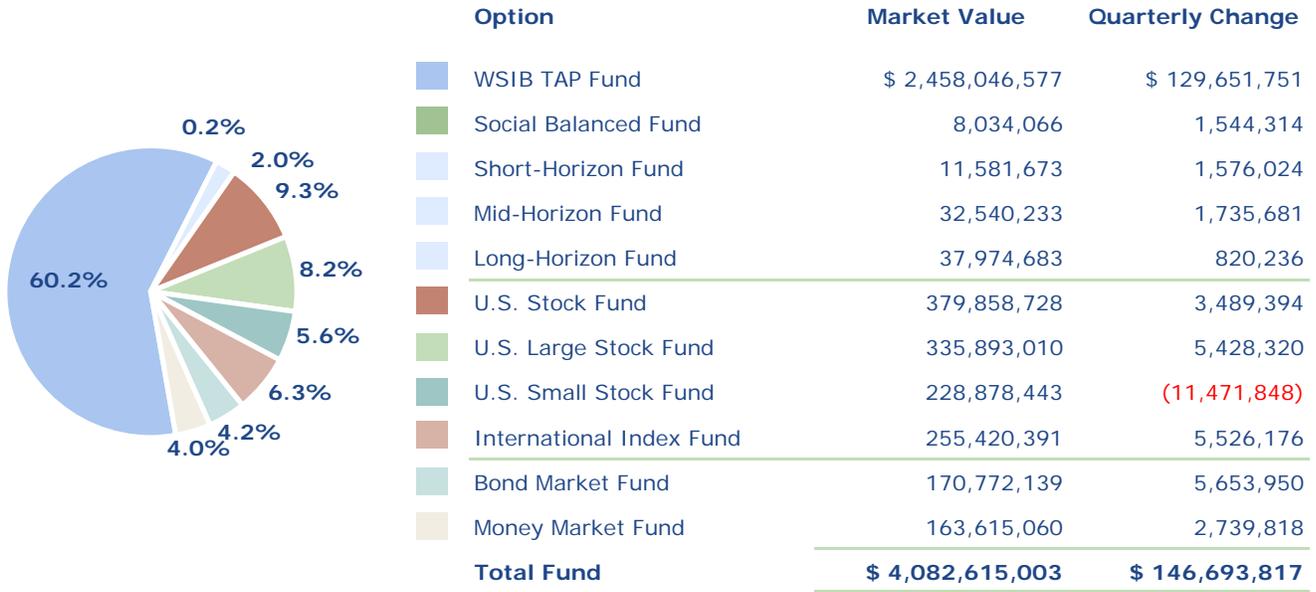
TRS Plan 3	1
SERS Plan 3	2
PERS Plan 3.....	3
DCP.....	4
JRA	5

Investment Performance

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

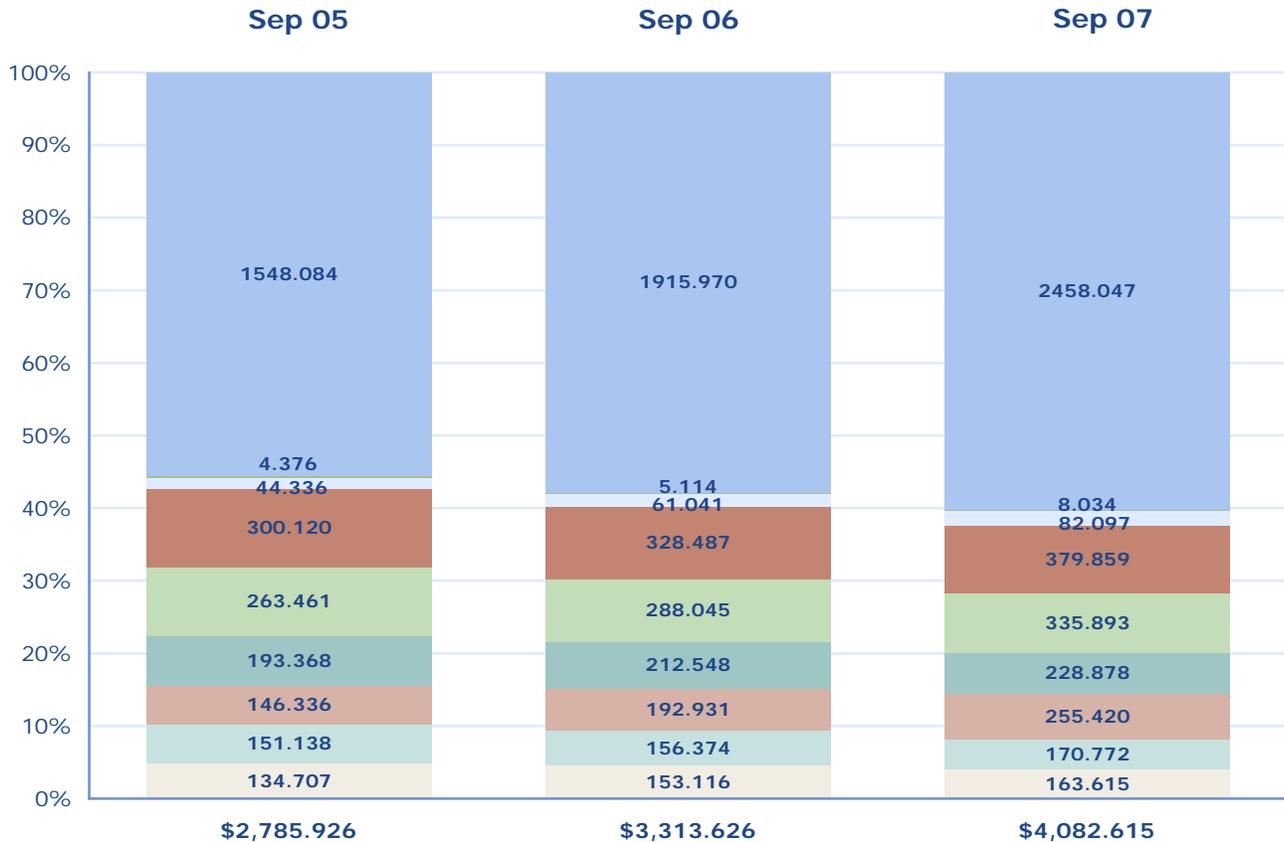


Market Values and Distributions



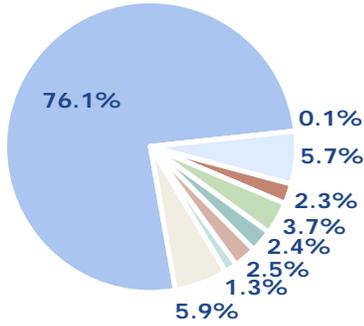
Historical Distributions

In Millions





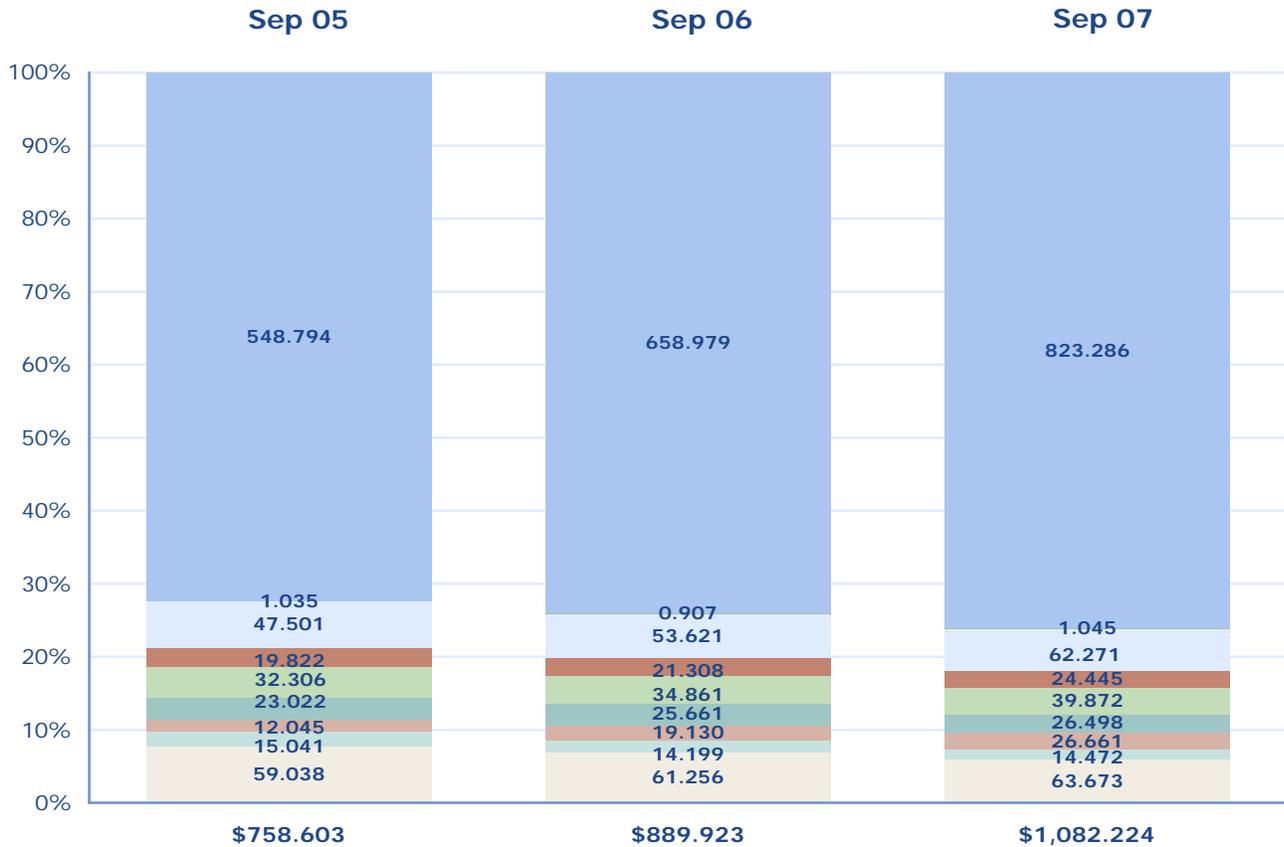
Market Values and Distributions



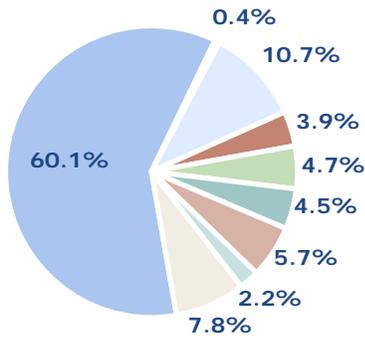
Option	Market Value	Quarterly Change
WSIB TAP Fund	\$ 823,286,483	\$ 38,377,270
Social Balanced Fund	1,044,929	101,047
Short-Horizon Fund	6,984,314	397,741
Mid-Horizon Fund	27,064,696	433,844
Long-Horizon Fund	28,222,103	1,047,069
U.S. Stock Fund	24,444,944	237,215
U.S. Large Stock Fund	39,871,672	497,994
U.S. Small Stock Fund	26,498,221	(1,742,744)
International Index Fund	26,660,864	542,212
Bond Market Fund	14,472,356	(30,097)
Money Market Fund	63,673,360	1,654,042
Total Fund	\$ 1,082,223,941	\$ 41,515,595

Historical Distributions

In Millions



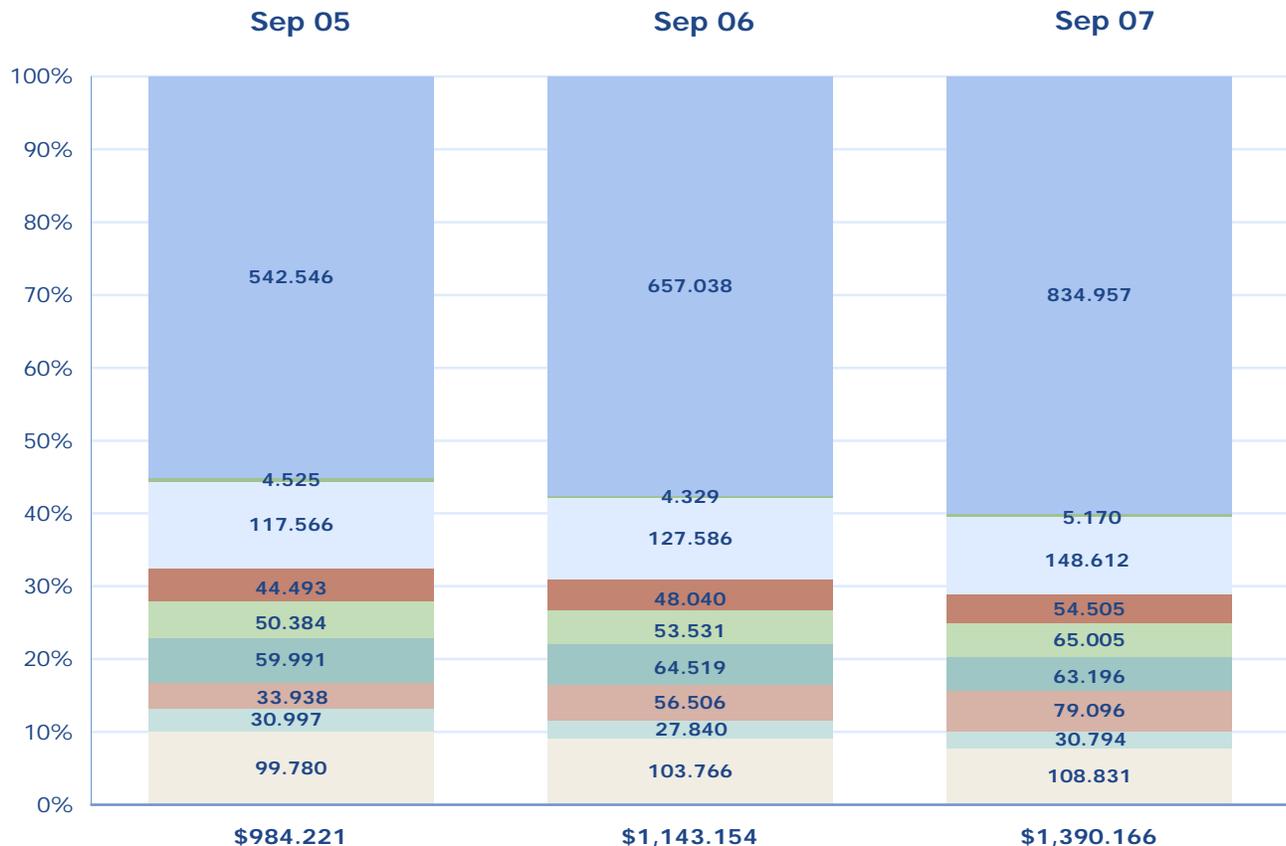
Market Values and Distributions

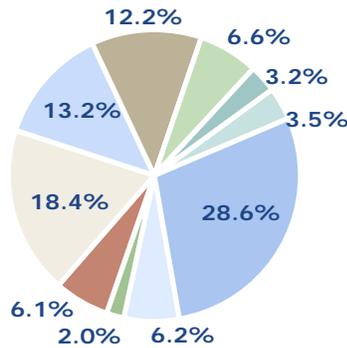


Option	Market Value	Quarterly Change
WSIB TAP Fund	\$ 834,957,244	\$ 41,501,269
Social Balanced Fund	5,169,769	361,633
Short-Horizon Fund	14,281,757	357,970
Mid-Horizon Fund	62,112,590	601,927
Long-Horizon Fund	72,217,556	2,890,772
U.S. Stock Fund	54,504,683	465,932
U.S. Large Stock Fund	65,005,209	2,915,302
U.S. Small Stock Fund	63,196,080	(2,287,422)
International Index Fund	79,096,483	1,988,052
Bond Market Fund	30,794,133	1,276,770
Money Market Fund	108,830,982	1,506,224
Total Fund	\$ 1,390,166,487	\$ 51,578,427

Historical Distributions

In Millions

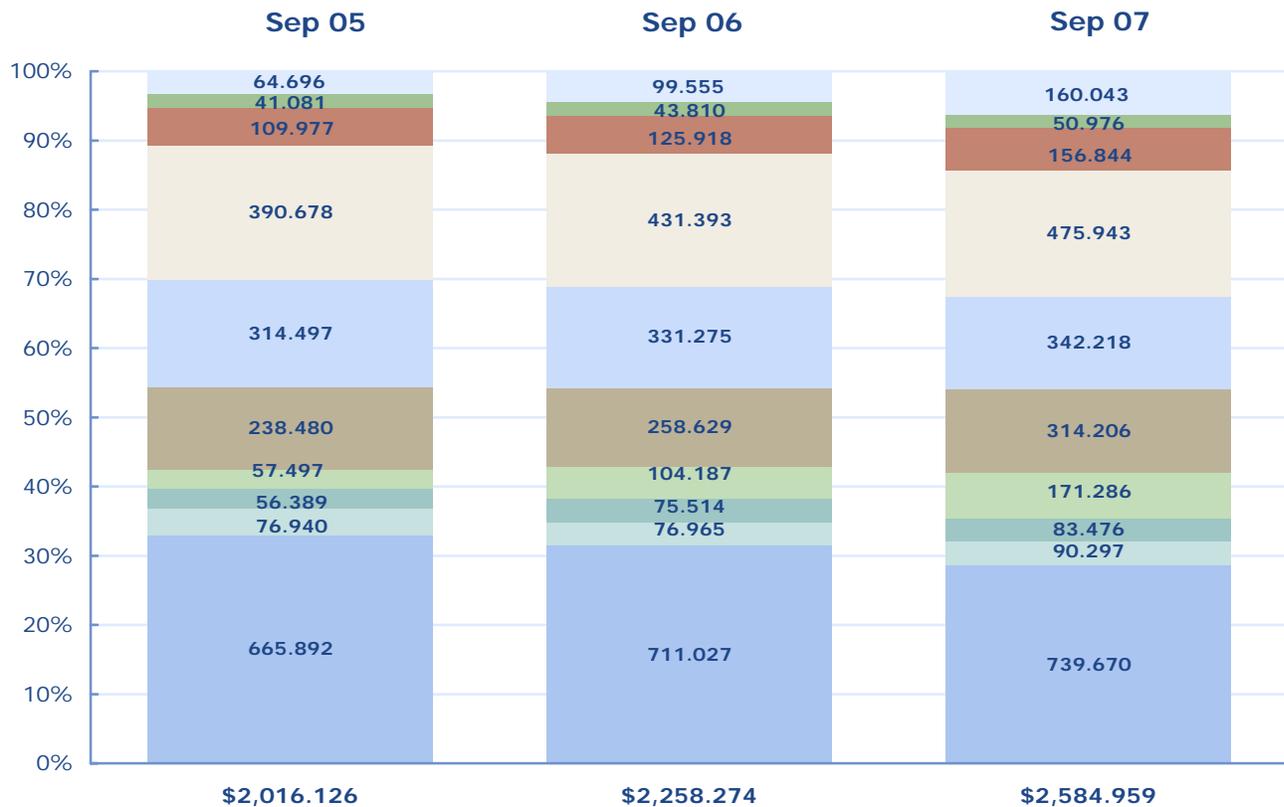


Market Values and Distributions


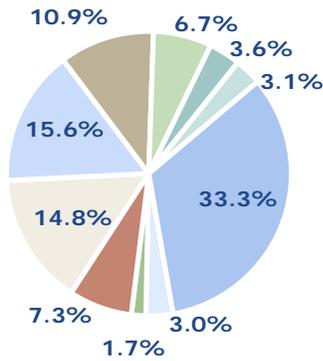
Option	Market Value	Quarterly Change
Short-Horizon Fund	\$ 27,006,886	\$ 2,097,947
Mid-Horizon Fund	66,740,206	5,581,659
Long-Horizon Fund	66,295,700	3,417,639
Social Balanced Fund	50,975,657	2,881,721
U.S. Stock Market Index Fund	156,843,870	4,822,582
Active Value Fund	475,943,115	(24,469,038)
Active Core Fund	342,218,314	(9,891,019)
Growth Company Fund	314,205,857	34,803,675
International Stock Fund	171,285,882	3,561,816
U.S. Small Stock Fund	83,476,312	(4,502,778)
Bond Market Fund	90,297,214	3,276,406
Savings Pool	739,669,570	16,297,539
Total Fund	\$ 2,584,958,583	\$ 37,878,151

Historical Distributions

In Millions



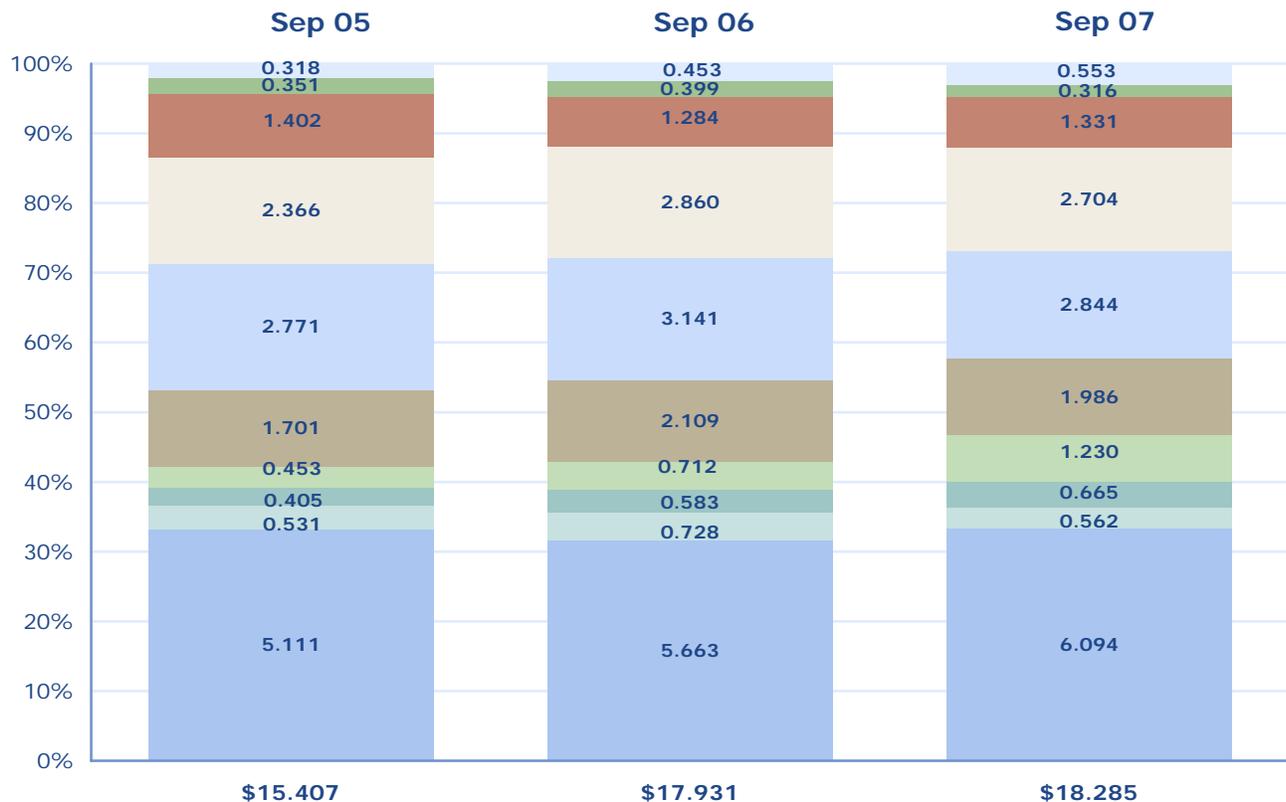
Market Values and Distributions



Option	Market Value	Quarterly Change
Short-Horizon Fund	\$ 108,715	\$ (5,089)
Mid-Horizon Fund	262,433	(19,329)
Long-Horizon Fund	182,218	(10,427)
Social Balanced Fund	315,971	6,463
U.S. Stock Market Index Fund	1,330,746	(103,314)
Active Value Fund	2,704,342	(557,862)
Active Core Fund	2,843,620	(384,291)
Growth Company Fund	1,985,675	(233,274)
International Stock Fund	1,230,259	(55,855)
U.S. Small Stock Fund	665,085	(86,251)
Bond Market Fund	562,190	(225,316)
Savings Pool	6,093,917	(363,022)
Total Fund	\$ 18,285,170	\$ (2,037,565)

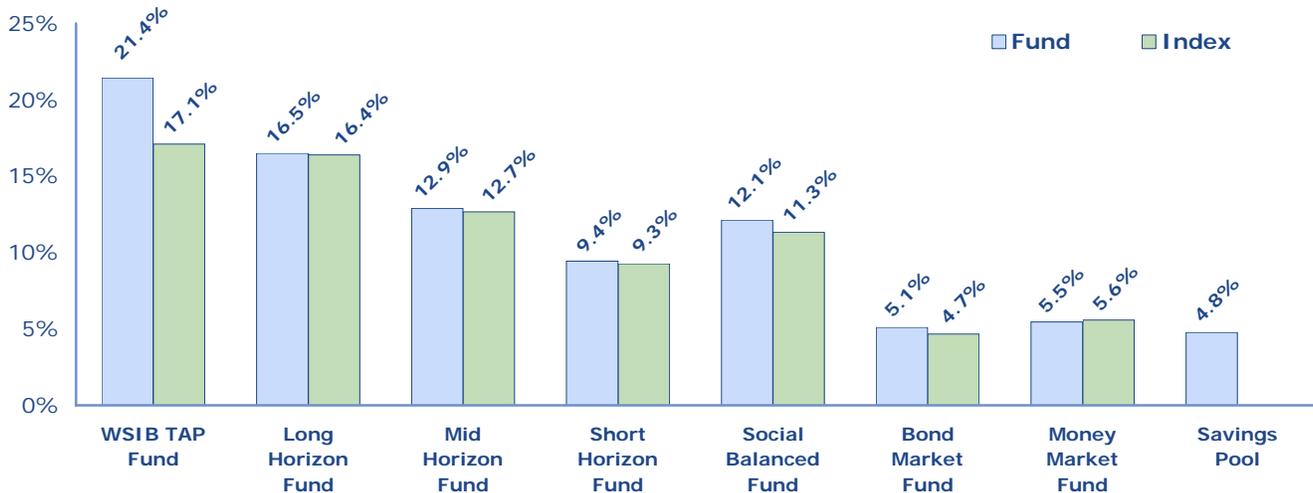
Historical Distributions

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
WSIB TAP Fund	4.21%	21.44%	18.22%	16.68%	9.57%
Custom Benchmark	2.52%	17.10%	14.02%	15.43%	7.46%
Long-Horizon Fund	2.05%	16.50%	14.11%	15.67%	N/A
Custom Benchmark	1.89%	16.40%	13.98%	15.85%	7.33%
Mid-Horizon Fund	2.30%	12.90%	10.82%	12.10%	N/A
Custom Benchmark	2.01%	12.66%	10.60%	12.28%	7.10%
Short-Horizon Fund	2.16%	9.44%	7.77%	8.24%	N/A
Custom Benchmark	1.90%	9.28%	7.65%	8.44%	6.21%
Social Balanced Fund	4.03%	12.12%	7.95%	N/A	N/A
Custom Benchmark	2.43%	11.33%	8.96%	10.38%	6.63%

Bond Funds

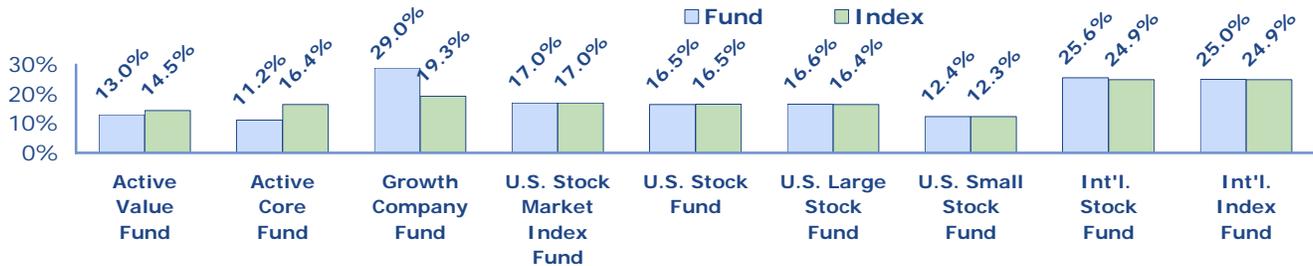
	Qtr.	1 Year	3 Year	5 Year	10 Year
Bond Market Fund	2.59%	5.10%	3.74%	4.45%	N/A
Lehman Intermediate Credit	2.05%	4.67%	3.35%	4.58%	5.96%

Cash Funds

	Qtr.	1 Year	3 Year	5 Year	10 Year
Money Market Fund	1.34%	5.45%	4.32%	3.09%	4.02%
One Month LIBOR	1.40%	5.58%	4.50%	3.21%	4.09%
Savings Pool	1.18%	4.76%	4.64%	4.91%	5.73%



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
Active Value Fund	-3.01%	12.98%	15.43%	18.73%	N/A
Russell 1000 Value Index	-0.24%	14.45%	15.25%	18.07%	8.80%
Active Core Fund	-0.06%	11.20%	13.17%	N/A	N/A
S&P 500	2.03%	16.44%	13.14%	15.45%	6.57%
Growth Company Fund	9.04%	28.96%	18.85%	21.24%	9.16%
Russell 3000 Growth	3.85%	19.31%	12.37%	14.19%	3.97%

Passive U.S. Equity

	Qtr.	1 Year	3 Year	5 Year	10 Year
U.S. Stock Market Index Fund	1.58%	17.01%	14.03%	16.54%	7.05%
Dow Jones Wilshire 5000	1.46%	16.99%	13.98%	16.50%	6.84%
U.S. Stock Fund	1.52%	16.50%	13.78%	16.20%	N/A
Russell 3000	1.55%	16.52%	13.74%	16.18%	6.83%
U.S. Large Stock Fund	2.12%	16.59%	13.23%	15.51%	6.61%
S&P 500	2.03%	16.44%	13.14%	15.45%	6.57%
U.S. Small Stock Fund	-3.05%	12.40%	13.37%	18.67%	N/A
Russell 2000	-3.09%	12.34%	13.36%	18.75%	7.22%

Active Enhanced International

	Qtr.	1 Year	3 Year	5 Year	10 Year
International Stock Fund	1.46%	25.59%	N/A	N/A	N/A
MSCI EAFE	2.18%	24.86%	23.24%	23.55%	7.97%

Passive International

	Qtr.	1 Year	3 Year	5 Year	10 Year
International Index Fund	2.19%	25.03%	23.35%	22.80%	7.37%
MSCI EAFE	2.18%	24.86%	23.24%	23.55%	7.97%



Daily Priced Investment Options

Quarterly Report - September 30, 2007

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

Size \$ 746,056,039

Characteristics
Average Maturity

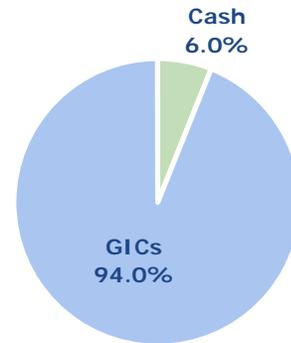
2.1 Years

Average Yield

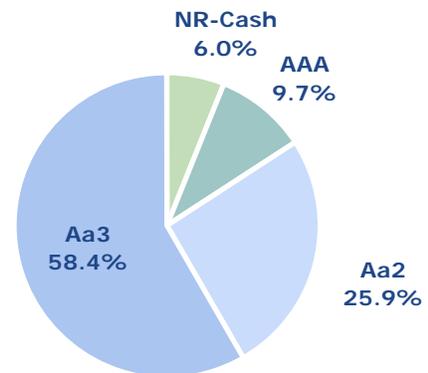
4.95%

Number of Holdings

33

Composition Distribution

Top Ten GIC Issuers

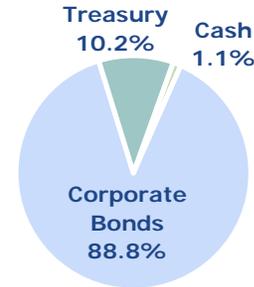
Hartford Life Insurance Co.	14.15%
Metropolitan Life Insurance Co.	13.16%
New York Life Insurance Corp.	9.71%
ING USA Annuity & Life Insurance Co.	8.18%
Protective Life Insurance Co.	7.83%
Prudential Insurance Co. of America	7.78%
Pacific Life Insurance Co.	7.43%
Monumental Life Insurance Co.	6.98%
John Hancock Life Insurance Co.	6.22%
Genworth Life and Annuity Assurance	5.98%

Rating Distribution

Return


Size \$ 464,177,008

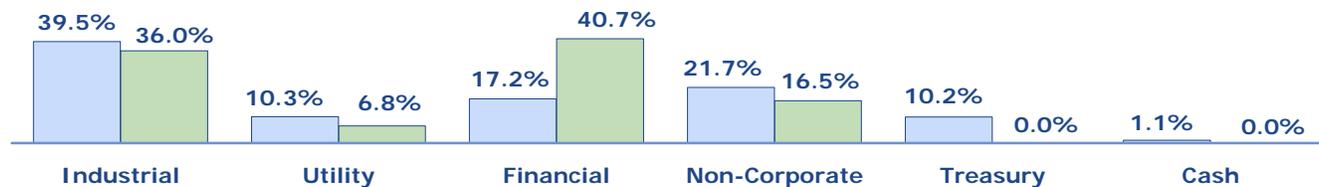
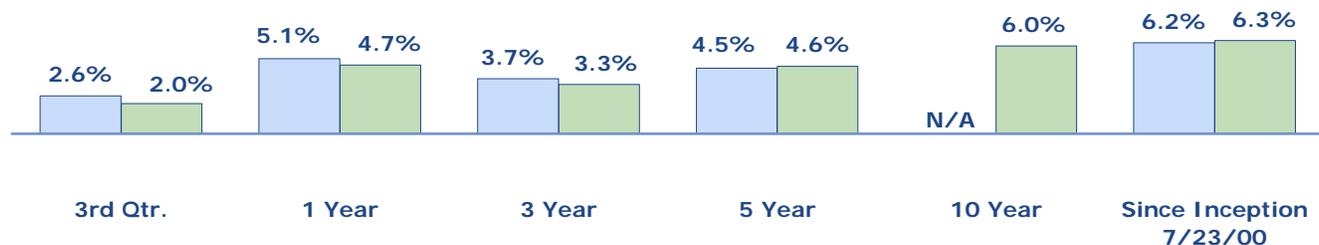
Characteristics

	Fund	Index
Average Maturity	5.8 years	5.2 years
Yield to Maturity	5.07%	5.54%
Modified Duration	4.58	4.31
Average Coupon	4.94%	5.71%
Number of Holdings	163	2,276

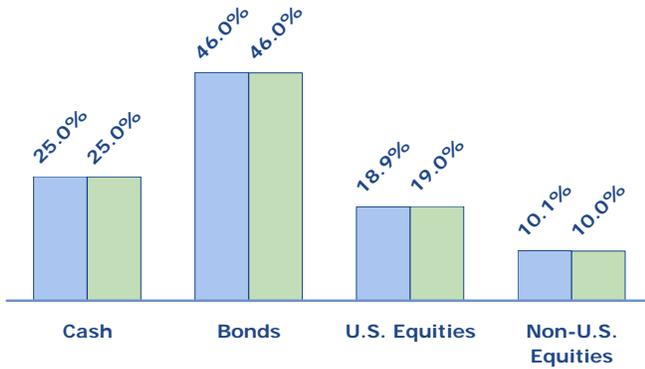
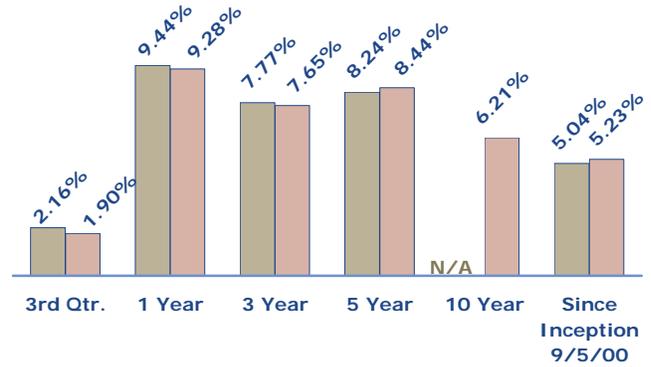
Asset Class Distribution

Top Ten Credit Issuers

Province of New Brunswick	1.53%	Export Development Canada	0.89%
Intl. Finance Facility for Immunisation Co.	0.90%	Valero Energy Corp.	0.88%
Praxair Incorporated	0.90%	Telefonica Emisiones SAU	0.88%
Petrobras Intl. Finance Co.	0.89%	Swedish Export Credit Corp.	0.88%
Bank of England Euro Note	0.89%	Proctor & Gamble Co.	0.88%

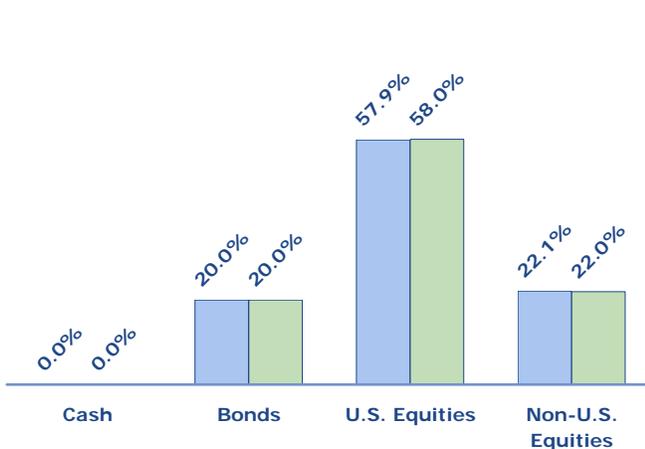
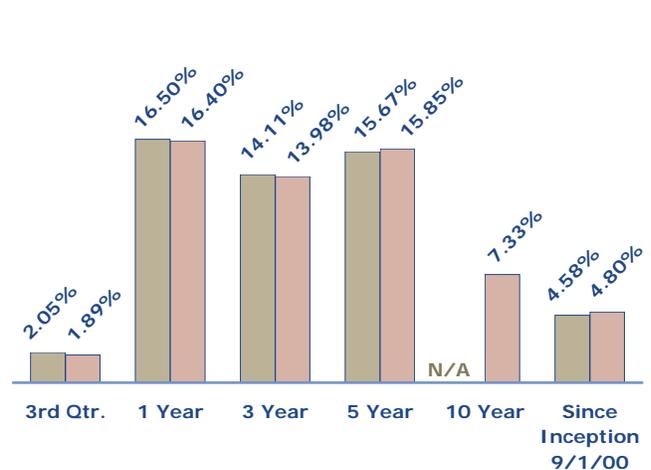
Rating Distribution

Industry Distribution

Return


■ Horizon Fund
 ■ Target
 ■ Horizon Fund
 ■ Benchmark

Short-Horizon \$ 59,829,963
Asset Allocation

Return

Mid-Horizon \$ 188,925,545
Asset Allocation

Return

Long-Horizon \$ 205,024,685
Asset Allocation

Return




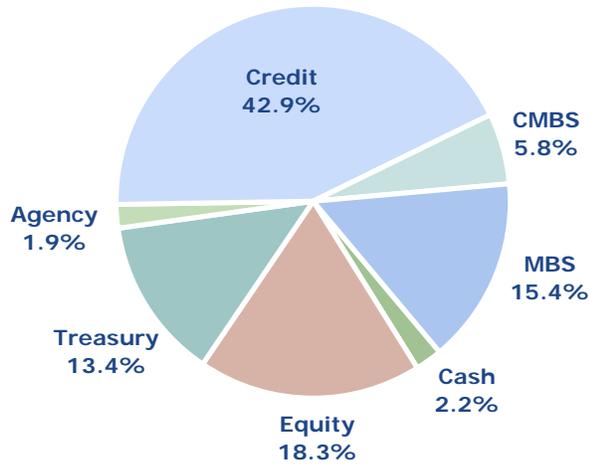
Labor and Industries' Funds

Quarterly Report - September 30, 2007

Market Values and Asset Allocation	1
Performance and Durations Versus CMI	2



Total Labor and Industries' Funds
\$ 11,402,279,726



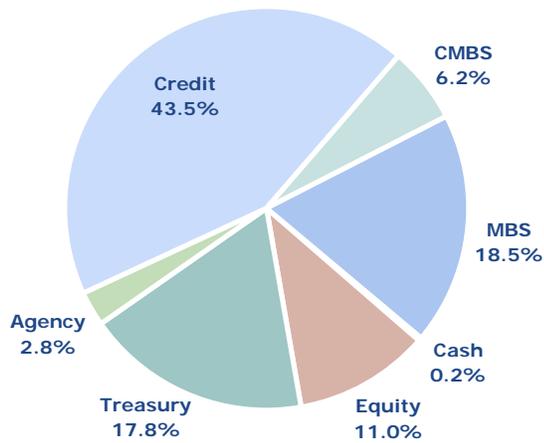
WSIB Policy Ranges for Equity

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

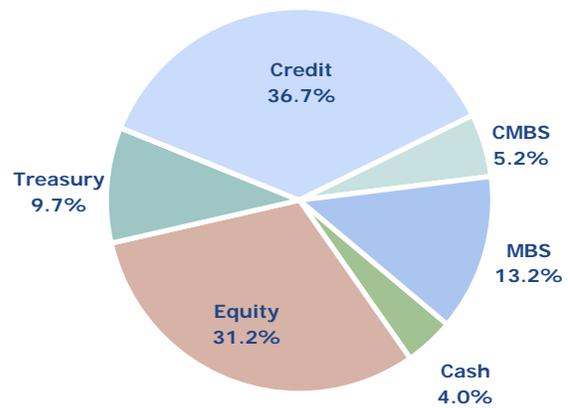
WSIB Policy Ranges for Fixed Income

	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%

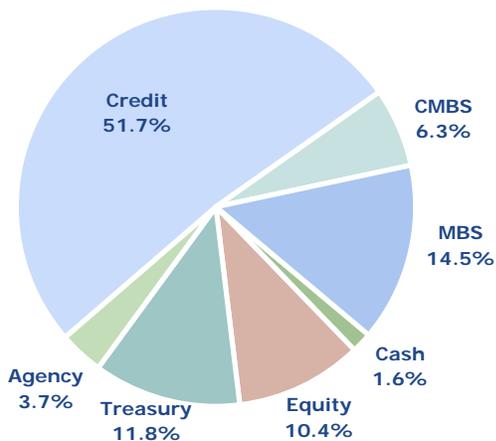
Accident Fund **\$ 4,224,110,138**



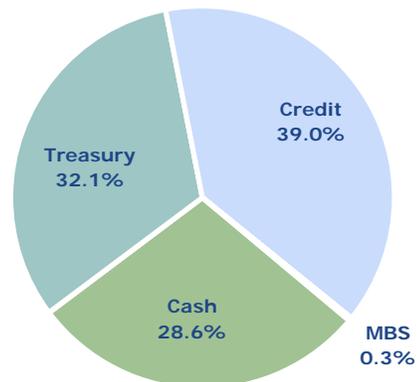
Medical Aid Fund **\$ 4,284,906,429**



Pension Reserve **\$ 2,802,376,133**



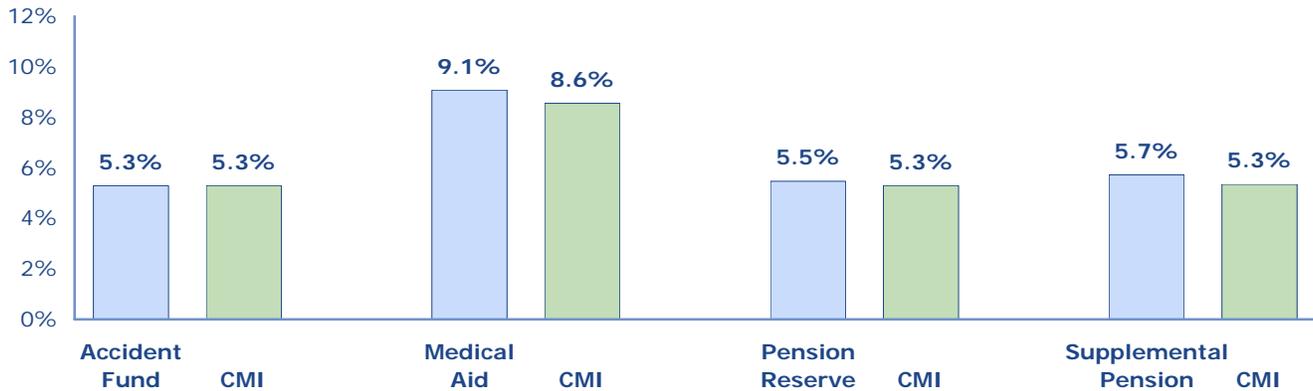
Supplemental Pension **\$ 90,887,026**



Totals may not add up due to rounding.



One Year Performance



Total Return

	Qtr.	1 Year	3 Year	5 Year	10 Year
Accident Fund	3.08%	5.29%	5.61%	6.64%	6.81%
CMI	2.79%	5.30%	5.12%	7.06%	6.66%
Medical Aid	2.35%	9.08%	7.49%	7.73%	6.68%
CMI	2.34%	8.56%	7.14%	8.16%	6.69%
Pension Reserve	3.03%	5.47%	5.65%	6.00%	7.16%
CMI	2.79%	5.30%	5.12%	6.22%	6.94%
Supplemental Pension	1.96%	5.59%	4.03%	3.19%	4.57%
Supplemental Ex-Cash	2.34%	5.72%	3.79%	3.60%	5.07%
CMI	2.00%	5.35%	3.57%	3.81%	5.36%

Labor and Industries' Statutory Accounting Return *

	Qtr.	1 Year	3 Year	5 Year
Accident Fund	1.43%	8.27%	8.22%	8.86%
Medical Aid	1.42%	9.73%	8.74%	9.26%
Pension Reserve	1.46%	7.97%	7.89%	8.02%
Supplemental Pension	1.26%	4.56%	4.13%	3.87%

Duration

	CMI	Target	Actual	% Difference
Accident Fund	9.05	9.00	9.00	-0.02%
Medical Aid	6.02	6.00	5.94	-0.98%
Pension Reserve	9.05	9.00	8.99	-0.15%
Supplemental Pension	1.94	1.75-2.25	1.85	N/A

* 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 Funds

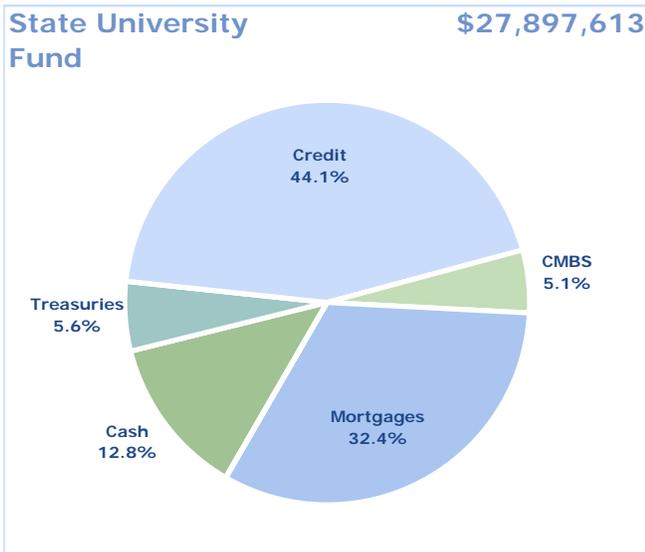
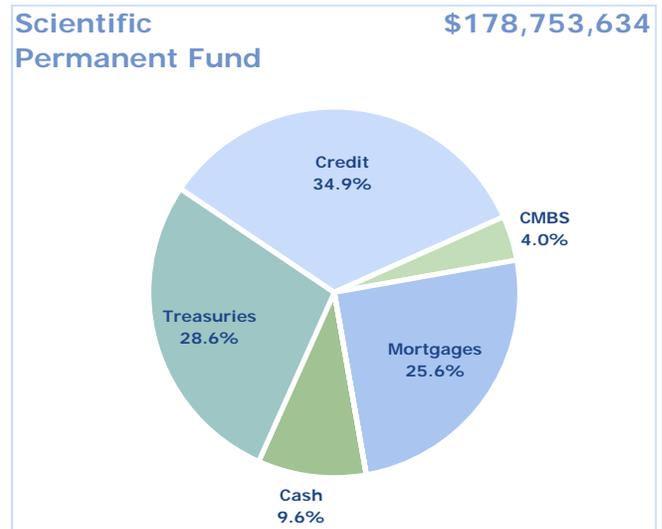
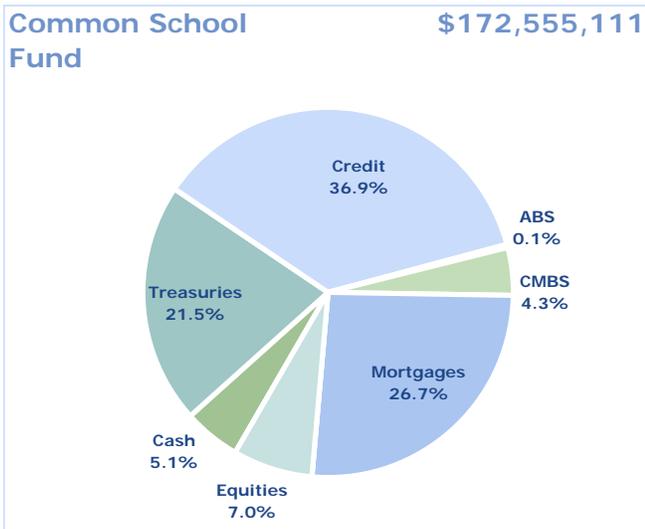
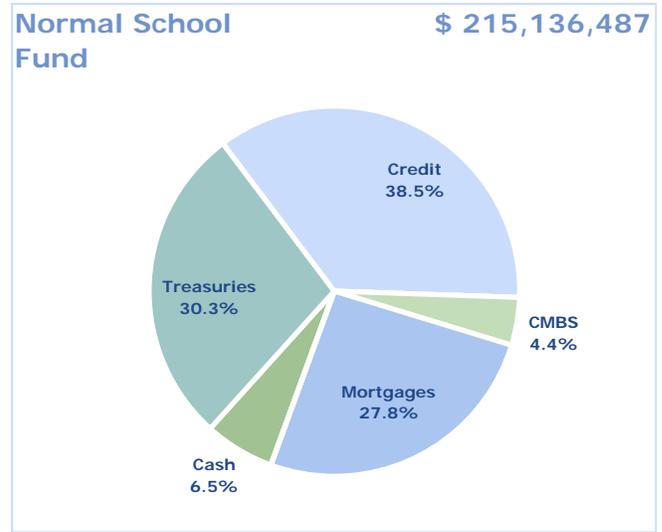
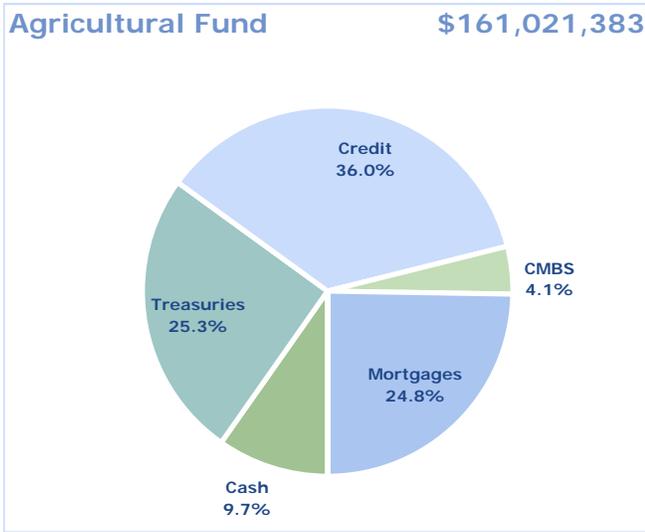
Quarterly Report - September 30, 2007

Permanent Funds

Market Values and Asset Allocation	1
Interest Income, Performance, and Duration	2

Other Funds

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



Millersylvania State Park Fund **\$ 5,174**

American Indian Scholarship Endowment Fund **\$ 570,371**

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

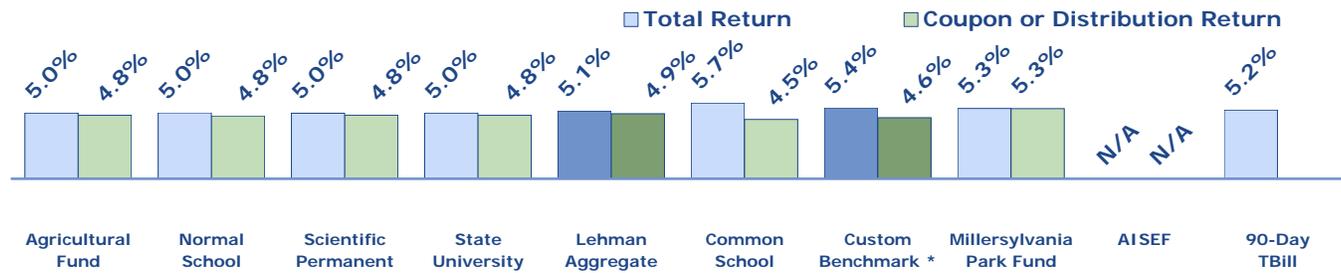
WSIB Fixed Income Policy Ranges per Fund:

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%

Totals may not add up due to rounding.



One Year



Balance

	Sep 07	Sep 06	Sep 05
Agricultural Fund	\$ 161,021,383	\$ 157,756,105	\$ 153,952,194
Normal School	\$ 215,136,487	\$ 212,743,086	\$ 211,749,541
Scientific Permanent	\$ 178,753,634	\$ 172,565,435	\$ 168,652,033
State University	\$ 27,897,613	\$ 27,158,025	\$ 25,772,615
Common School	\$ 172,555,111	\$ 169,986,465	\$ 170,436,020
Millersylvania Park Fund	\$ 5,174	\$ 5,173	\$ 5,166
American Indian Scholarship Endowment Fund (AISEF)	\$ 570,371	\$ 0	\$ 0

Returns

	Total Return					Distribution Return **			
	Qtr.	1 Year	3 Year	5 Year	10 Year	Qtr.	1 Year	3 Year	5 Year
Agricultural Fund	2.70%	4.99%	3.75%	3.76%	5.79%	1.19%	4.82%	4.62%	4.81%
Normal School	2.73%	5.01%	3.71%	3.69%	5.86%	1.18%	4.77%	4.60%	4.76%
Scientific Permanent	2.68%	4.97%	3.70%	3.76%	5.82%	1.20%	4.83%	4.63%	4.83%
State University	2.69%	4.99%	3.67%	3.69%	5.92%	1.19%	4.81%	4.59%	4.74%
Lehman Aggregate	2.84%	5.14%	3.86%	4.13%	5.97%				
Common School	2.63%	5.74%	4.27%	4.29%	5.90%	1.12%	4.50%	4.37%	4.54%
Custom Benchmark *	2.75%	5.38%	4.28%	4.64%	6.05%				
Millersylvania Park Fund	1.33%	5.34%	4.21%	2.98%	3.87%	1.32%	5.32%	4.10%	2.91%
AISEF	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
90 Day TBill	1.34%	5.22%	4.11%	2.94%	3.81%				

Fixed Income Duration

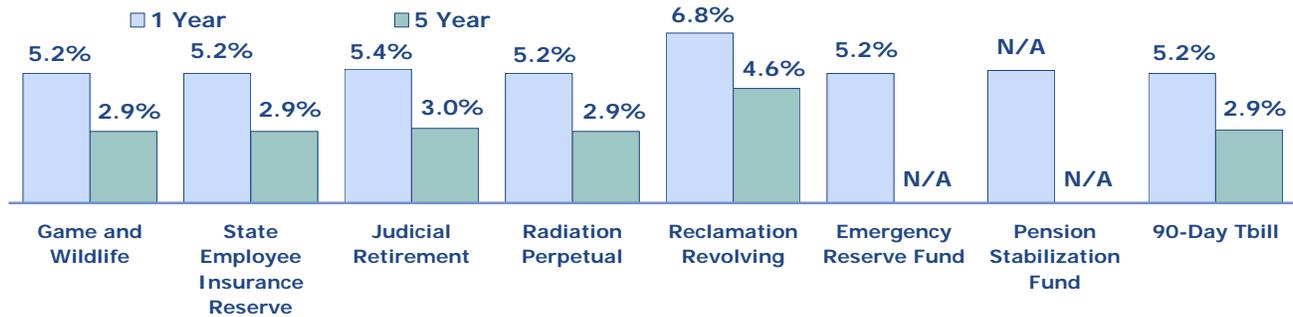
	Duration of Fund	Benchmark	Difference	% Difference
Agricultural Fund	5.10	4.62	0.48	10.50%
Normal School	5.08	4.62	0.46	9.99%
Scientific Permanent	5.08	4.62	0.47	10.09%
State University	5.20	4.62	0.59	12.71%
Common School	5.01	4.62	0.39	8.52%
Millersylvania Park Fund	0.17	0.25	N/A	N/A
AISEF	0.17	0.25	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 September 2007, the breakdown was 7.0% Dow Jones Wilshire 5000 and 93.0% Lehman Aggregate.

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



One Year and Five Year Return



Total Return

	Qtr.	1 Year	3 Year	5 Year	10 Year
Game and Wildlife	1.28%	5.22%	4.11%	2.88%	3.85%
State Employee Insurance Reserve	1.28%	5.22%	4.11%	2.88%	3.81%
Judicial Retirement	1.33%	5.39%	4.24%	3.00%	3.96%
Radiation Perpetual	1.28%	5.22%	4.11%	2.88%	3.81%
Reclamation Revolving	2.44%	6.84%	5.75%	4.61%	4.90%
Emergency Reserve Fund	1.28%	5.22%	N/A	N/A	N/A
Pension Stabilization Fund	1.33%	5.34%	N/A	N/A	N/A
90-Day Tbill	1.34%	5.22%	4.11%	2.94%	3.81%

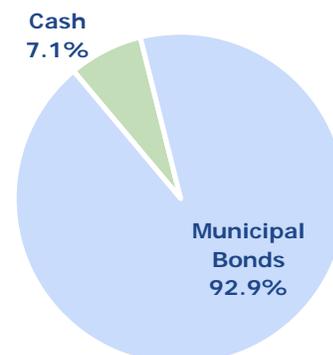
Market Value

	Sep 07	Sep 06	Sep 05
Game and Wildlife	\$ 7,562,325	\$ 9,566,206	\$ 9,145,675
State Employee Insurance Reserve	\$ 84,897,734	\$ 80,685,154	\$ 77,138,225
Judicial Retirement	\$ 328,251	\$ 17,573	\$ 1,320,129
Radiation Perpetual	\$ 318,280	\$ 302,487	\$ 289,190
Reclamation Revolving	\$ 189,132	\$ 387,095	\$ 365,912
Emergency Reserve Fund	\$ 229,979,063	\$ 68,953,734	\$ 0
Pension Stabilization Fund	\$ 441,466,320	\$ 345,475,860	N/A

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).

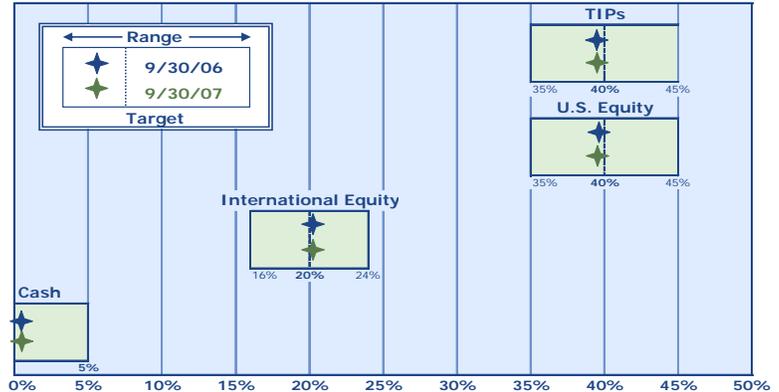
The Reclamation Revolving Fund (shown to the right) is invested in municipal bonds and STIF.



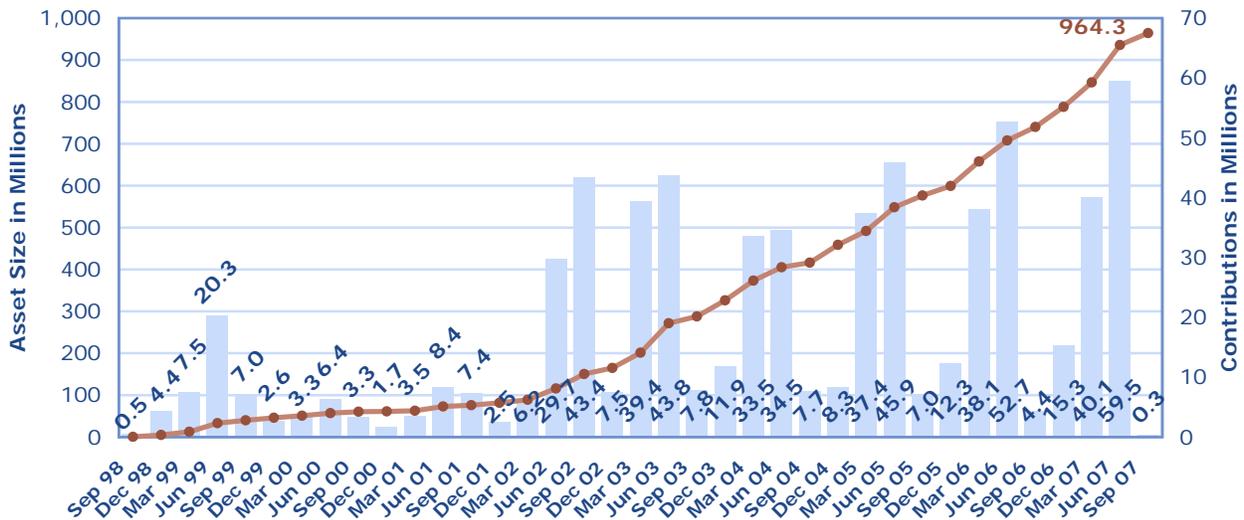


Portfolio Size and Allocation

Total	\$964,270,390
Cash	7,528,778
Treasury Inflation Index Note (TIPs)	380,766,193
U.S. Equity	381,195,875
Non-U.S. Equity	194,779,544



Assets Under Management



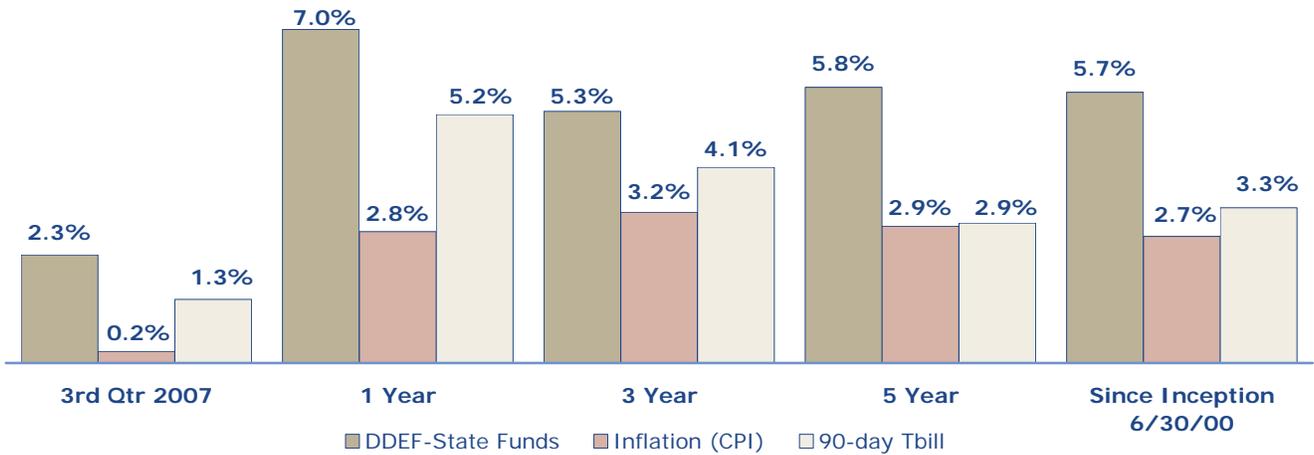
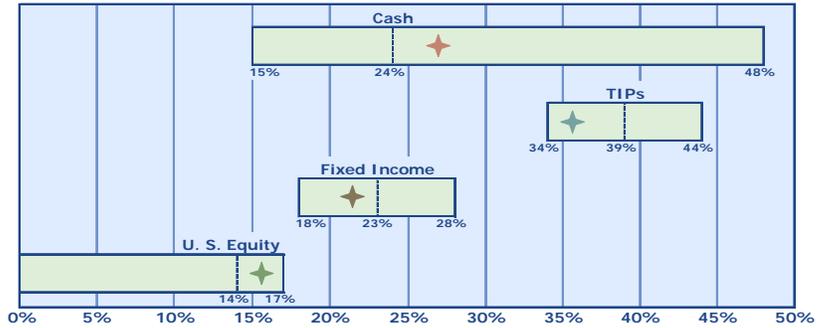
Total Return





DDEF - State Funds

Total	\$7,739,838
Cash	2,091,856
Treasury Inflation Index Note (TIPs)	2,766,231
Fixed Income	1,665,080
U.S. Equity	1,216,671



DDEF - Private Funds

Total	\$9,212,740
Cash	320,723
Balanced Fund	8,892,017

