



## Investment Reports

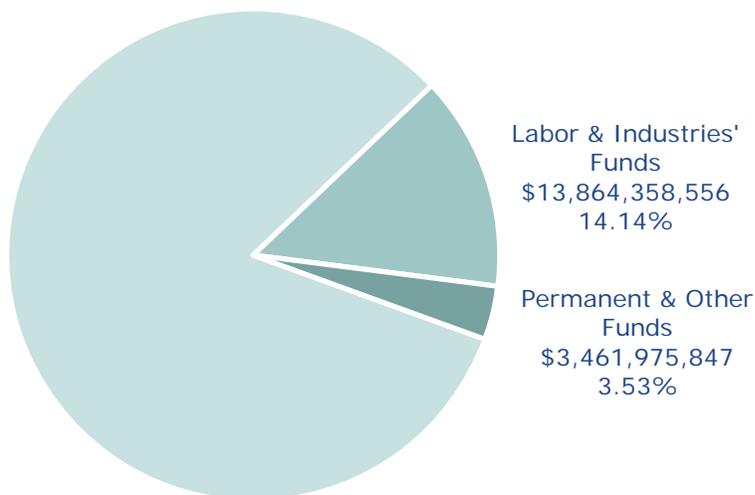
Quarterly Report – December 31, 2013

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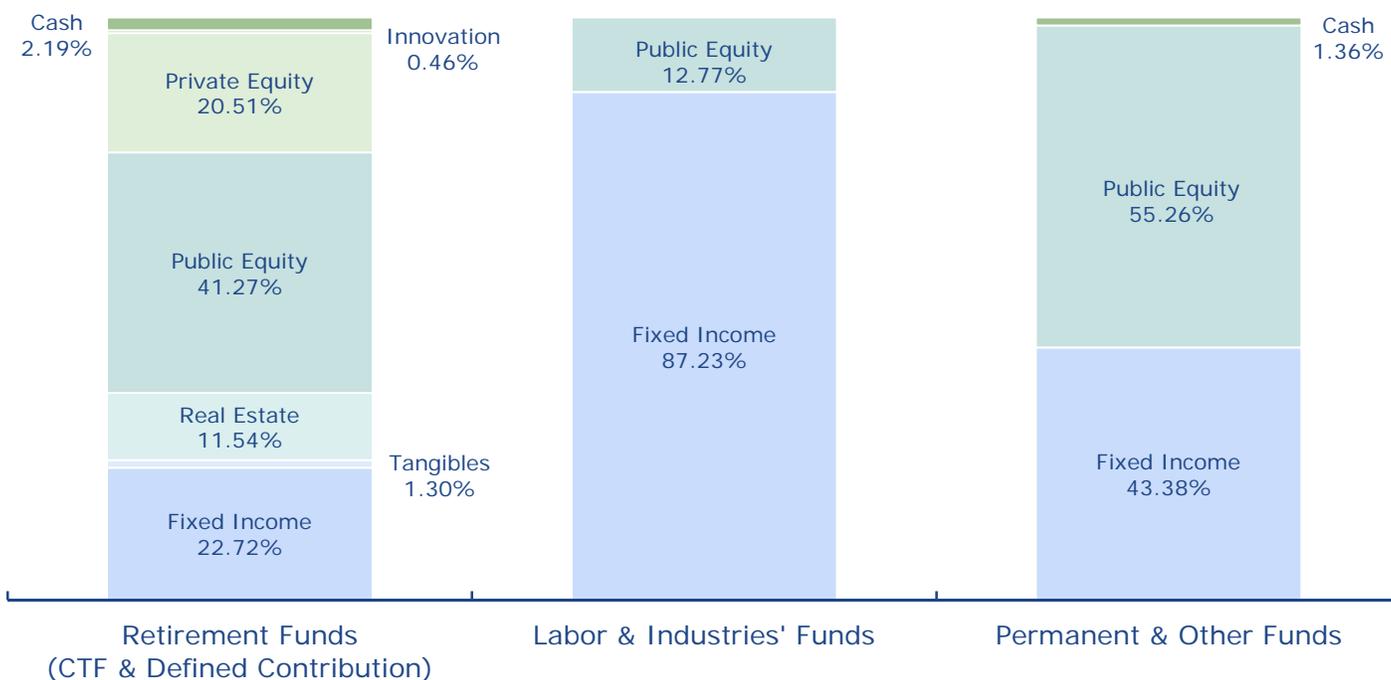
**The WSIB invests for 33 funds:**

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

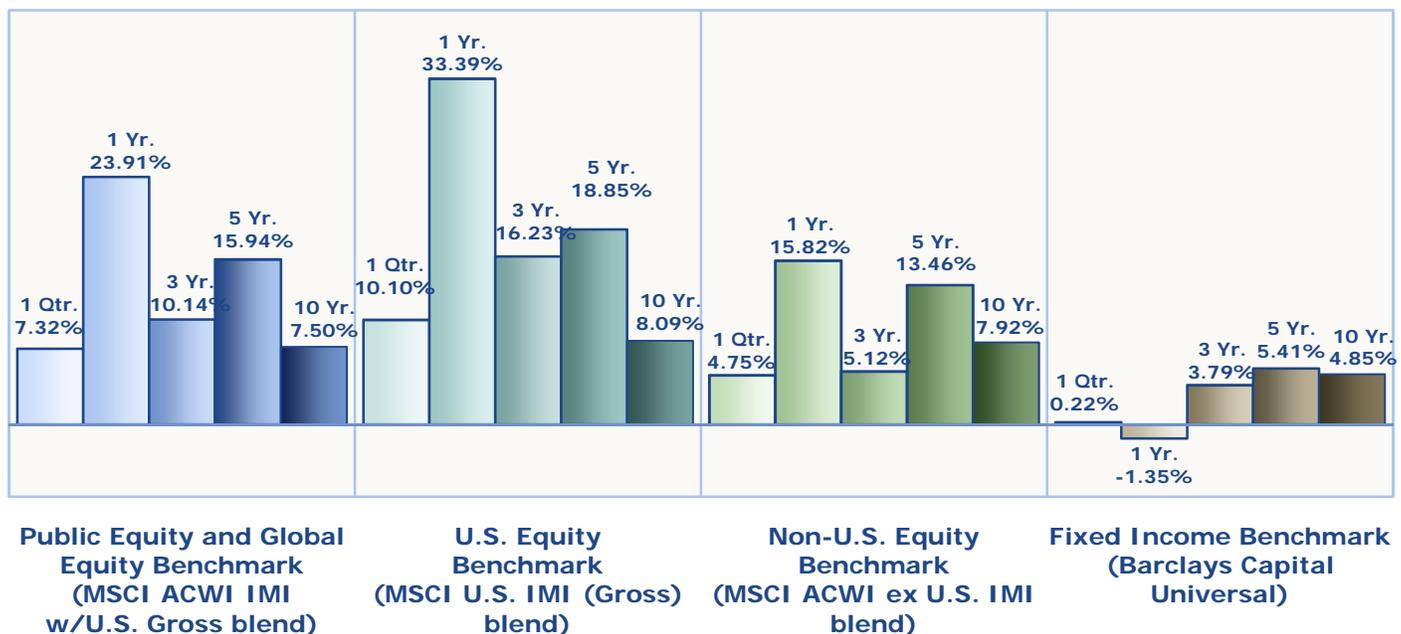
Retirement Funds  
(CTF & Defined  
Contribution)  
\$80,758,092,458  
82.34%



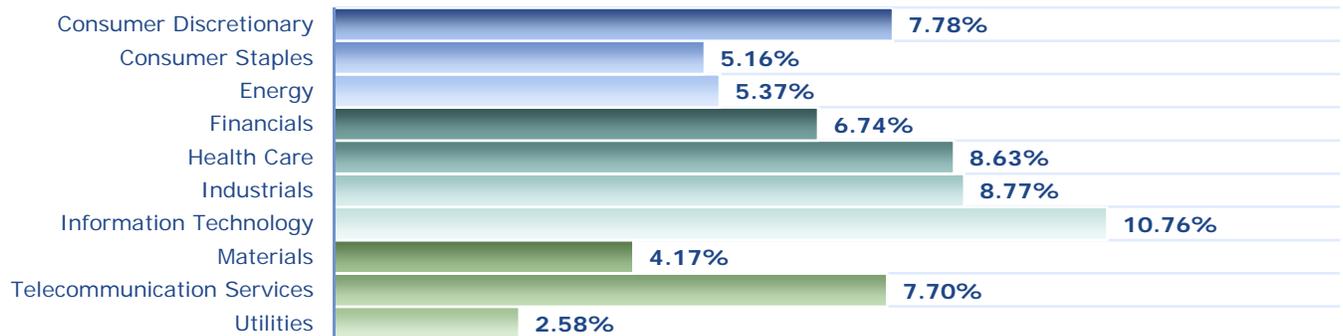
**Asset Class Overview for All Funds**



**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 7.3% outperforming fixed income as measured by the Barclays Capital Universal which returned 0.2% for the quarter.
- ❖ The best industry return for the quarter as shown with the MSCI ACWI IMI was Information Technology at 10.8%. The lowest return was Utilities at 2.6%.
- ❖ In the Barclays Capital indices U.S. Corporate High Yield has the highest return for the quarter earning 3.6% while U.S. Treasury had the lowest return at -0.8%. For the yield curve, the short end of the curve (2 year Treasuries) outperformed the long end (30 year Treasuries), returning 0.1% compared to -3.6% respectively for the quarter.
- ❖ GDP was 3.2% (annualized) for the quarter. Inflation, as measured by the CPI was 0.3%.
- ❖ 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 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 \$214 million, public equity for \$990 million, private equity for \$642 million, and innovation for \$28 million to fund fixed income with \$1.5 billion and tangible assets with \$15 million. The remaining funds were held to pay participant withdrawals.

**Fixed Income**

- ❖ Fixed Income returned 0.5% 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 1.1% and underperformed its benchmark, CPI lagged one quarter plus 400 basis points, which returned 1.4%.
- ❖ As of September 30, 2013, there were \$757 million in unfunded commitments.

**Real Estate**

- ❖ The WSIB Real Estate quarter return was 3.6%. It outperformed NCREIF (lagged one quarter) for the quarter, 1 year, 3 year, and 10 year 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 September 30, 2013, there were \$8.1 billion in unfunded commitments.

**Public Equity**

- ❖ Public Equity returned 7.4% for the quarter. It outperformed its benchmark for the quarter, 1 year, and 3 year time periods.

**Private Equity**

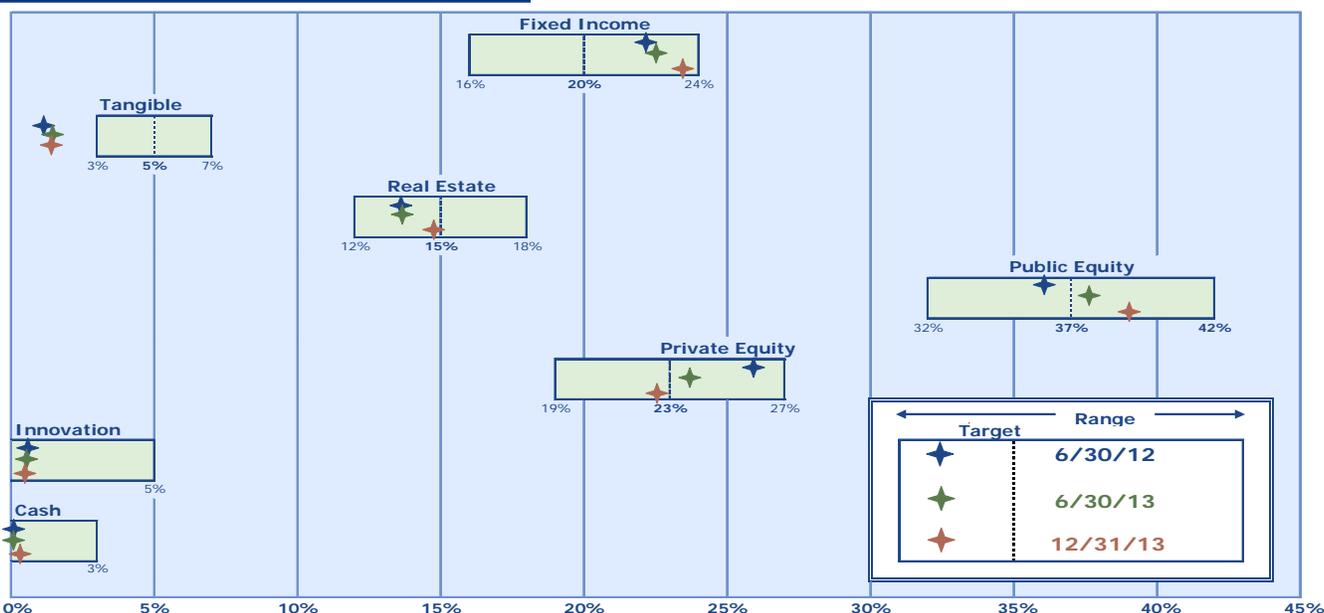
- ❖ The WSIB Private Equity quarter return was 4.9%. It outperformed its benchmark, the Russell 3000 (lagged one quarter) plus 300 basis points for the 10 year time period.
- ❖ As of September 30, 2013, there were \$9.7 billion in unfunded commitments.

**Innovation**

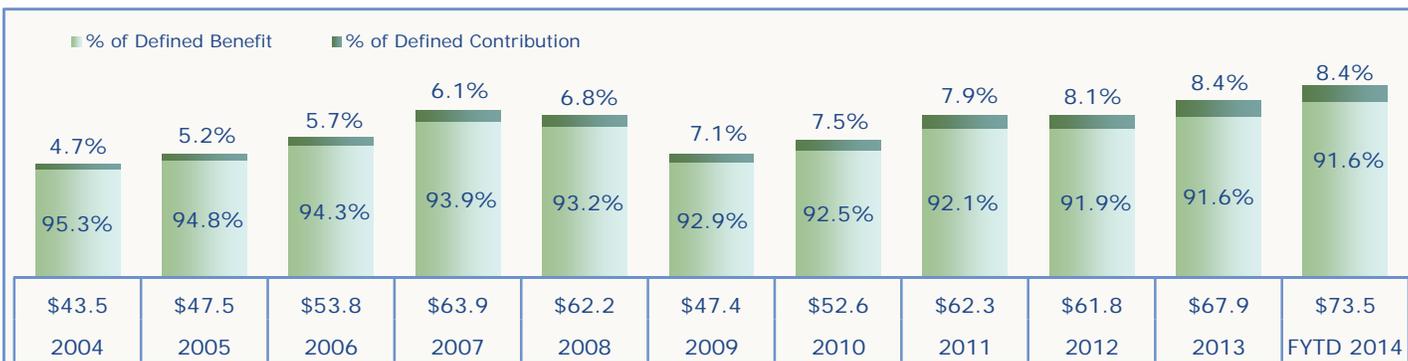
- ❖ Innovation outperformed its custom benchmark for the quarter, 1 year, and 3 year time periods.

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

Asset Class	Market Value	by Asset Class	with Overlay	Market Value Changes
Fixed Income	\$ 16,014,285,070	21.80%	23.51%	Quarter:
Tangible Assets	\$ 1,052,138,187	1.43%	1.43%	\$ 2,909,547,933
Real Estate	\$ 9,318,433,093	12.68%	12.68%	Fiscal Year:
Public Equity	\$ 28,877,366,481	39.31%	39.04%	\$ 5,560,439,185
Private Equity	\$ 16,562,844,919	22.55%	22.55%	
Innovation	\$ 371,658,907	0.51%	0.50%	
Cash	\$ 1,266,207,697	1.72%	0.28%	
<b>Total Fund</b>	<b>\$ 73,462,934,355</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>\$73,462,934,355</b>	<b>100.0%</b>	4.60%	14.61%	<b>10.07%</b>	9.88%	<b>8.12%</b>	8.84%
Passive Benchmark <sup>2</sup>			5.09%	15.57%	8.32%	13.04%	6.78%	
Implementation Value Added Benchmark <sup>3</sup>			4.79%	16.14%	11.79%	12.05%	8.56%	
TUCS Public Fund >\$1B Median <sup>4</sup>			5.21%	15.97%	9.70%	11.92%	7.11%	
TUCS Public/Corporate Fund >\$1B Median <sup>4</sup>			4.71%	14.34%	9.47%	11.86%	7.20%	
<b>Fixed Income</b>	<b>\$16,014,285,070</b>	<b>21.8%</b>	<b>0.48%</b>	-2.51%	3.58%	<b>7.17%</b>	<b>5.56%</b>	
Barclays Capital Universal			0.22%	-1.35%	3.79%	5.41%	4.85%	
<b>Tangible Assets</b>	<b>\$1,052,138,187</b>	<b>1.4%</b>	1.14%	1.70%	3.18%	1.25%		
CPI (Lagged One Quarter) + 400 bp			1.42%	5.18%	6.33%	5.34%		
<b>Real Estate<sup>5</sup></b>	<b>\$9,318,433,093</b>	<b>12.7%</b>	<b>3.58%</b>	<b>13.94%</b>	<b>13.42%</b>	1.89%	<b>9.57%</b>	
8% Return Over Rolling 10 Years							8.00%	
NCREIF (Lagged One Quarter)			2.59%	11.00%	12.68%	3.35%	8.66%	
<b>Public Equity<sup>6</sup></b>	<b>\$28,877,366,481</b>	<b>39.3%</b>	<b>7.41%</b>	<b>24.32%</b>	<b>10.67%</b>	15.81%	7.42%	
Custom Benchmark			7.32%	23.91%	10.14%	15.94%	7.50%	
<b>Private Equity<sup>5</sup></b>	<b>\$16,562,844,919</b>	<b>22.5%</b>	4.94%	18.00%	13.81%	9.55%	<b>13.94%</b>	
Russell 3000 (Lagged One Quarter) + 300 bp			7.14%	24.60%	19.76%	13.58%	11.11%	
<b>Innovation<sup>7</sup></b>	<b>\$371,658,907</b>	<b>0.5%</b>	<b>8.58%</b>	<b>53.14%</b>	<b>15.45%</b>			
Custom Benchmark			3.64%	2.17%	-0.19%			
<b>Overlay<sup>8</sup></b>	<b>\$100,760,591</b>		-0.03%	-0.11%	0.02%	0.16%	0.05%	
<b>Cash</b>	<b>\$1,165,447,106</b>	<b>1.7%</b>	<b>0.05%</b>	<b>0.14%</b>	<b>0.15%</b>	<b>0.20%</b>	<b>1.75%</b>	
90 Day T-Bills			0.01%	0.08%	0.11%	0.14%	1.71%	

 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**
**\$7,732,749,189**

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Total Global</b>	<b>8.12%</b>	<b>27.76%</b>	<b>12.59%</b>	<b>16.49%</b>	
MSCI ACWI IMI w/ U.S. Gross	7.32%	23.91%	10.14%	15.94%	
Aberdeen Asset Management	3.40%	13.70%	9.42%	14.90%	
Arrowstreet Capital	10.07%	34.76%			
D.E. Shaw	8.44%	29.55%			
Longview	9.89%	38.20%			
Magellan	6.96%				
WHV	6.50%	15.98%			
William Blair & Company	7.71%	23.14%			

**Non-U.S. Markets**
**\$10,760,111,134**

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Total Non-U.S. Equity</b>	4.39%	14.69%	5.36%	12.77%	7.68%
Custom Benchmark	4.75%	15.82%	5.12%	13.46%	7.92%
<b>Total Developed</b>	<b>5.75%</b>	<b>22.35%</b>	<b>7.96%</b>	<b>13.53%</b>	<b>7.91%</b>
Custom Developed Markets Benchmark	5.55%	21.57%	7.36%	13.14%	7.27%
SSgA	5.62%	22.14%	7.83%		
Mondrian Investment Partners	6.54%	23.53%	9.41%	11.14%	8.08%
<b>Total Emerging</b>	0.69%	-4.54%	-1.54%	14.46%	10.69%
Custom Benchmark	1.77%	-2.20%	-2.23%	15.36%	11.34%
Aberdeen Asset Management	-1.39%	-7.04%	1.73%		
BlackRock Trust Company EM IMI	1.85%				
Grantham, Mayo, Otterloo	0.36%	-5.80%	-3.10%	13.40%	10.21%
JPMorgan	1.02%	-4.79%	-2.60%	13.43%	
Lazard Asset Management	1.92%	-0.10%	0.26%	16.66%	
Mondrian Investment Partners	1.03%	-6.87%	0.16%		

**U.S. Markets**
**\$10,384,506,158**

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Total U.S. Equity</b>	<b>10.14%</b>	<b>33.47%</b>	<b>16.31%</b>	<b>18.87%</b>	<b>7.70%</b>
MSCI U.S. IMI (Gross)	10.10%	33.39%	16.23%	18.85%	8.09%
BlackRock Trust Company	10.14%	33.47%			

Outperformed its benchmark

Underperformed its benchmark

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

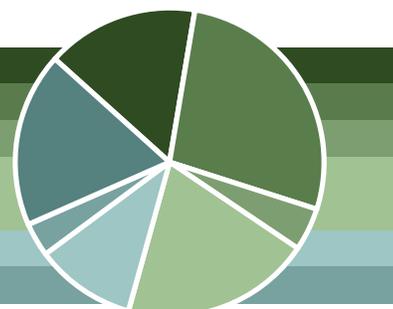
Emerging Markets Benchmark: Custom Emerging Markets IMI (Custom) - Switched October 1, 2007.

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

**Global Markets**

**\$7,732,749,189**

Aberdeen Asset Management	\$1,233,472,800	<b>15.95%</b>
Arrowstreet Capital	\$2,111,339,991	<b>27.30%</b>
D.E. Shaw	\$347,574,334	<b>4.49%</b>
Longview	\$1,537,103,838	<b>19.88%</b>
Magellan	\$817,038,017	
WHV	\$273,121,087	<b>3.53%</b>
William Blair & Company	\$1,413,073,664	<b>18.27%</b>

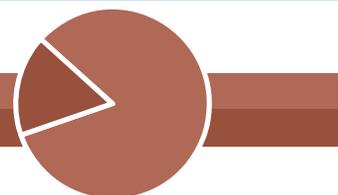


**Non-U.S. Markets**

**\$10,760,111,134**

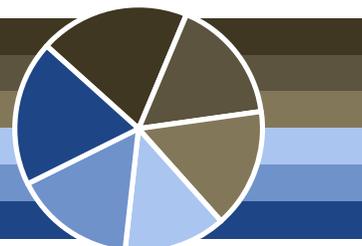
**Developed**

SSgA	\$6,636,633,925	<b>83.09%</b>
Mondrian Investment Partners	\$1,350,523,554	<b>16.91%</b>



**Emerging**

Aberdeen Asset Management	\$544,560,822	<b>19.64%</b>
BlackRock Trust Company EM IMI	\$456,396,377	<b>16.46%</b>
Grantham, Mayo, Otterloo	\$433,575,608	<b>15.64%</b>
JPMorgan	\$370,413,359	<b>13.36%</b>
Lazard Asset Management	\$440,745,165	<b>15.90%</b>
Mondrian Investment Partners	\$526,855,432	<b>19.00%</b>



**U.S. Markets**

**\$10,384,506,158**

BlackRock Trust Company	\$10,384,315,683	<b>100.00%</b>
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Transition Accounts for Public Equity \$622,825

Top Ten Countries by Weight	Top Ten Holdings
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	CTF Weight		CTF Weight
United States	48.75%	Apple Inc.	0.92%
United Kingdom	9.95%	Exxon Mobil Corp.	0.77%
Japan	6.61%	Wells Fargo & Co.	0.70%
Switzerland	3.59%	Oracle Corp.	0.69%
France	3.56%	Microsoft Corp.	0.68%
Germany	3.10%	Nestle SA	0.65%
Canada	3.06%	Vodafone Group PLC	0.64%
China	1.80%	Novartis AG	0.64%
Brazil	1.67%	Google Inc.	0.64%
Hong Kong	1.66%	Johnson & Johnson	0.63%

WSIB	U.S. 48.75%	Other Developed Countries 40.16%	Emerging 11.09%
MSCI ACWI IMI w/U.S. Gross	U.S. 48.88%	Other Developed Countries 40.74%	Emerging 10.38%

**Fixed Income** \$16,014,285,070

**Duration**

	Sep 13	Dec 13
<b>WSIB Portfolio</b>	<b>4.47</b>	<b>4.54</b>
Barclays Capital Universal	5.38	5.39
<b>Difference</b>	<b>-16.98%</b>	<b>-15.89%</b>

**Sector Weighting**



**Innovation** \$371,658,907

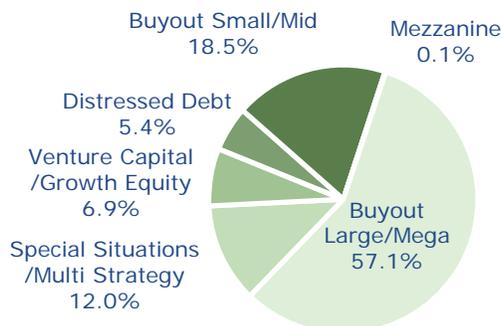
There are currently 3 funds in the Innovation Portfolio. A mezzanine fund, a distressed whole loan debt strategy, and a resource equity strategy.

Distressed Debt  
41.69%

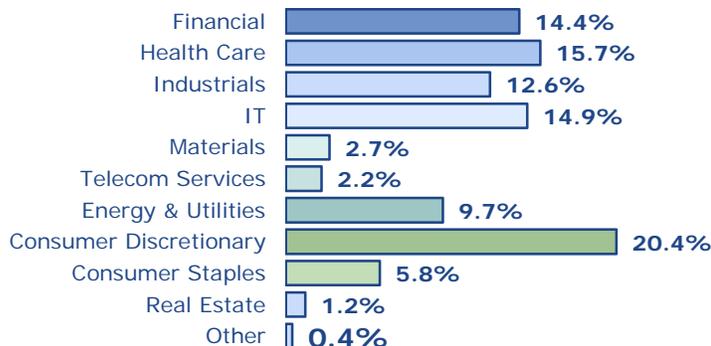
Resource Equity  
52.97%



**Sector Distribution**



**Industry Distribution**



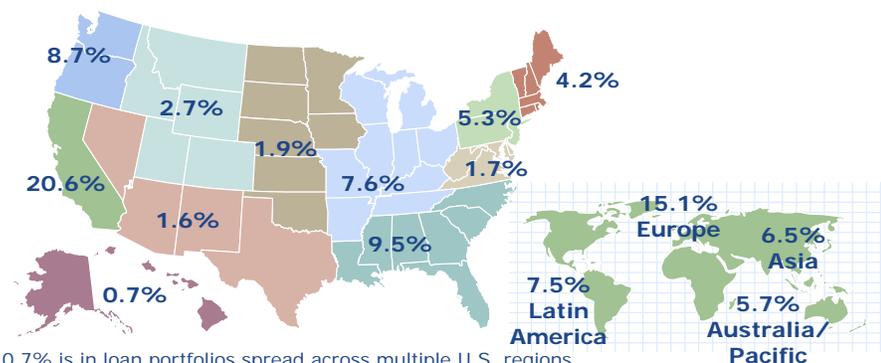
**Unfunded Commitments: \$9.7 billion**

**Real Estate**

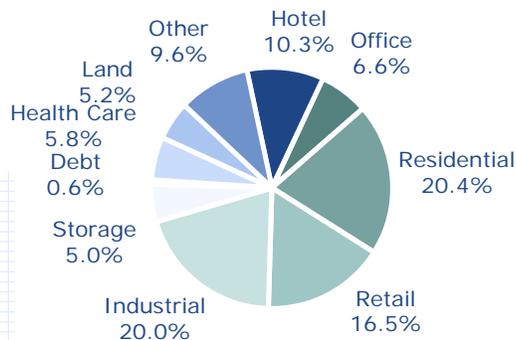
\$9,318,433,093

**Geographical Distribution**

**Property Type Distribution**



0.7% is in loan portfolios spread across multiple U.S. regions



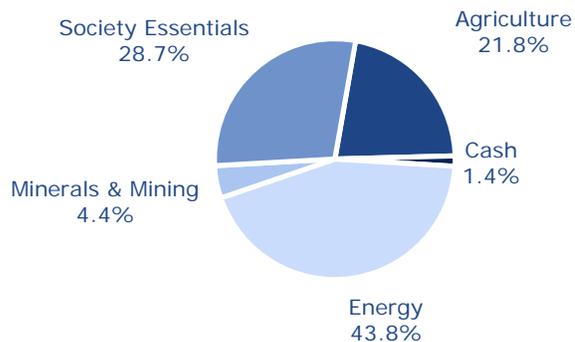
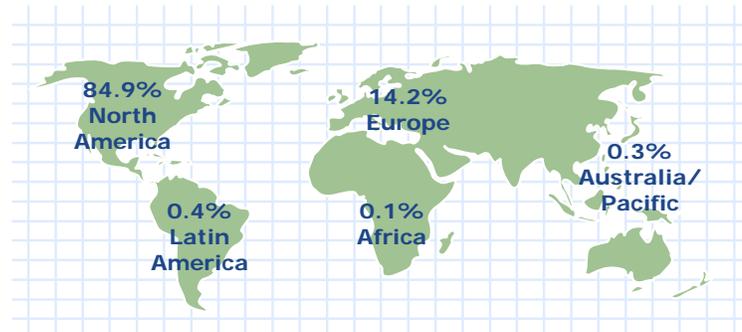
**Unfunded Commitments: \$8.1 billion**

**Tangible Assets**

\$1,052,138,187

**Geographical Distribution**

**Sector Type Distribution**



**Unfunded Commitments: \$757 million**

Distribution charts and unfunded commitments are lagged one quarter.

**Teachers' Retirement System (TRS)**

	<b>% of Assets</b>	<b>Option</b>	<b>Market Value</b>	<b>Quarterly Change</b>
	60.17%	WSIB TAP Fund	\$3,839,322,616	\$161,150,604
	0.97%	Social Balanced Fund	61,707,840	5,974,780
17.73%	0.15%	Retirement Strategy Fund 2000	9,682,268	76,287
	0.22%	Retirement Strategy Fund 2005	14,093,415	827,462
	0.69%	Retirement Strategy Fund 2010	43,715,069	767,734
	2.78%	Retirement Strategy Fund 2015	177,424,643	608,366
	4.05%	Retirement Strategy Fund 2020	258,544,054	12,498,424
	3.71%	Retirement Strategy Fund 2025	236,777,906	11,793,529
	2.78%	Retirement Strategy Fund 2030	177,253,998	11,778,309
	1.87%	Retirement Strategy Fund 2035	119,108,699	7,992,419
	0.92%	Retirement Strategy Fund 2040	58,842,332	4,955,663
	0.35%	Retirement Strategy Fund 2045	22,287,711	2,177,697
	0.14%	Retirement Strategy Fund 2050	8,812,948	1,226,259
	0.07%	Retirement Strategy Fund 2055	4,771,976	976,775
	8.50%	U.S. Large Stock Fund	542,099,397	54,184,715
	2.00%	U.S. Small Value Stock Fund	127,914,439	14,394,208
	1.28%	Global Equity Fund	81,460,731	7,946,258
	0.60%	Emerging Markets Equity Fund	37,991,796	943,110
	4.73%	Bond Market Fund	301,625,567	(7,798,417)
	4.03%	Money Market Fund	257,345,717	(2,182,409)
		<b>Total Fund</b>	<b>\$6,380,783,123</b>	<b>\$290,291,774</b>

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

	<b>% of Assets</b>	<b>Option</b>	<b>Market Value</b>	<b>Quarterly Change</b>
	73.76%	WSIB TAP Fund	\$1,126,999,555	\$41,618,370
	0.60%	Social Balanced Fund	9,163,112	602,548
11.88%	0.16%	Retirement Strategy Fund 2000	2,404,349	143,767
	0.27%	Retirement Strategy Fund 2005	4,055,089	121,303
	0.95%	Retirement Strategy Fund 2010	14,465,586	65,878
	2.70%	Retirement Strategy Fund 2015	41,222,894	2,120,578
	3.07%	Retirement Strategy Fund 2020	46,899,755	2,324,825
	2.44%	Retirement Strategy Fund 2025	37,348,541	2,420,656
	1.08%	Retirement Strategy Fund 2030	16,447,082	1,040,369
	0.58%	Retirement Strategy Fund 2035	8,792,895	1,010,155
	0.27%	Retirement Strategy Fund 2040	4,052,226	617,550
	0.17%	Retirement Strategy Fund 2045	2,533,191	110,865
	0.11%	Retirement Strategy Fund 2050	1,634,007	207,384
	0.11%	Retirement Strategy Fund 2055	1,659,984	421,612
	3.81%	U.S. Large Stock Fund	58,281,732	5,834,768
	1.21%	U.S. Small Value Stock Fund	18,421,610	2,859,338
	0.53%	Global Equity Fund	8,047,885	674,486
	0.26%	Emerging Markets Equity Fund	3,913,869	54,736
	2.12%	Bond Market Fund	32,319,977	(1,330,290)
	5.84%	Money Market Fund	89,287,111	(592,709)
		<b>Total Fund</b>	<b>\$1,527,950,449</b>	<b>\$60,326,189</b>

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

	<b>% of Assets</b>	<b>Option</b>	<b>Market Value</b>	<b>Quarterly Change</b>
	57.66%	WSIB TAP Fund	\$1,235,611,171	\$57,542,073
	1.15%	Social Balanced Fund	24,569,941	2,119,440
19.52%	0.12%	Retirement Strategy Fund 2000	2,656,028	(1,108,051)
	0.19%	Retirement Strategy Fund 2005	4,055,696	(820,715)
	0.91%	Retirement Strategy Fund 2010	19,553,700	1,203,900
	2.62%	Retirement Strategy Fund 2015	56,094,182	557,964
	4.08%	Retirement Strategy Fund 2020	87,534,672	2,941,177
	4.41%	Retirement Strategy Fund 2025	94,587,206	4,520,106
	2.82%	Retirement Strategy Fund 2030	60,538,678	4,854,970
	1.94%	Retirement Strategy Fund 2035	41,536,688	3,043,650
	1.05%	Retirement Strategy Fund 2040	22,472,536	2,059,476
	0.68%	Retirement Strategy Fund 2045	14,545,565	1,851,693
	0.38%	Retirement Strategy Fund 2050	8,044,096	1,182,170
	0.31%	Retirement Strategy Fund 2055	6,699,829	1,406,975
	5.92%	U.S. Large Stock Fund	126,936,034	14,099,785
	2.89%	U.S. Small Value Stock Fund	62,015,945	7,057,268
	1.41%	Global Equity Fund	30,145,476	3,748,611
	0.77%	Emerging Markets Equity Fund	16,483,976	302,988
	3.29%	Bond Market Fund	70,450,291	(3,223,661)
	7.40%	Money Market Fund	158,535,179	(3,183,735)
		<b>Total Fund</b>	<b>\$2,143,066,890</b>	<b>\$100,156,085</b>

**Deferred Compensation (DCP)**

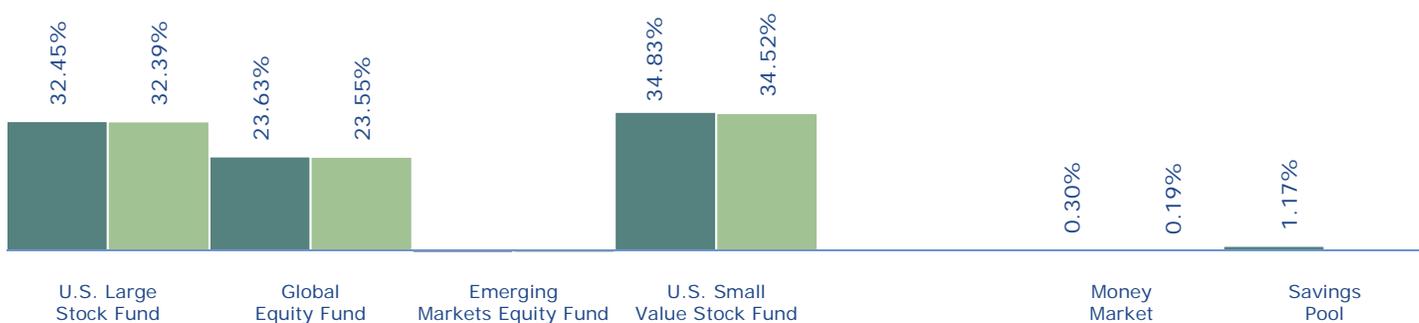
	<b>% of Assets</b>	<b>Option</b>	<b>Market Value</b>	<b>Quarterly Change</b>
42.94%	0.69%	Retirement Strategy Fund 2000	\$23,799,756	(\$1,850,711)
	1.10%	Retirement Strategy Fund 2005	37,871,687	(560,050)
	3.38%	Retirement Strategy Fund 2010	116,010,889	(58,029)
	9.16%	Retirement Strategy Fund 2015	314,560,231	11,655,368
	10.13%	Retirement Strategy Fund 2020	347,540,531	20,237,373
	7.61%	Retirement Strategy Fund 2025	261,304,668	16,313,807
	4.88%	Retirement Strategy Fund 2030	167,641,937	11,693,428
	3.18%	Retirement Strategy Fund 2035	109,029,665	8,749,959
	1.60%	Retirement Strategy Fund 2040	54,903,833	5,424,714
	0.72%	Retirement Strategy Fund 2045	24,666,755	2,393,109
	0.24%	Retirement Strategy Fund 2050	8,093,410	1,337,985
0.24%	Retirement Strategy Fund 2055	8,321,129	1,356,034	
	3.54%	Social Balanced Fund	121,657,359	6,816,316
	8.20%	U.S. Large Stock Fund	281,464,748	36,423,540
	5.48%	U.S. Small Value Stock Fund	188,004,531	21,677,844
	3.00%	Global Equity Fund	102,975,154	11,071,190
	1.69%	Emerging Markets Equity Fund	58,051,240	829,188
	6.32%	Bond Market Fund	216,854,097	(12,440,657)
	28.83%	Savings Pool	989,513,647	(19,976,129)
		<b>Total Fund</b>	<b>\$3,432,265,267</b>	<b>\$121,094,279</b>

**Judicial Retirement Account (JRA)**

	<b>% of Assets</b>	<b>Option</b>	<b>Market Value</b>	<b>Quarterly Change</b>
34.26%	0.00%	Retirement Strategy Fund 2000	\$0	(\$183,436)
	0.00%	Retirement Strategy Fund 2005	0	0
	4.40%	Retirement Strategy Fund 2010	572,798	(158,127)
	16.89%	Retirement Strategy Fund 2015	2,200,316	244
	6.71%	Retirement Strategy Fund 2020	873,779	20,339
	2.37%	Retirement Strategy Fund 2025	309,089	14,996
	1.34%	Retirement Strategy Fund 2030	175,128	11,299
	0.70%	Retirement Strategy Fund 2035	90,878	2,820
	1.84%	Retirement Strategy Fund 2040	240,296	240,296
	0.00%	Retirement Strategy Fund 2045	0	0
	0.00%	Retirement Strategy Fund 2050	0	0
	0.00%	Retirement Strategy Fund 2055	0	0
		2.61%	Social Balanced Fund	339,412
	7.62%	U.S. Large Stock Fund	992,778	121,419
	7.47%	U.S. Small Value Stock Fund	972,905	143,567
	4.83%	Global Equity Fund	629,449	21,656
	3.90%	Emerging Markets Equity Fund	508,107	(11,158)
	3.78%	Bond Market Fund	492,550	(113,810)
	35.53%	Savings Pool	4,628,229	245,102
		<b>Total Fund</b>	<b>\$13,025,714</b>	<b>\$373,551</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>10.52%</b>	<b>32.45%</b>	<b>16.25%</b>	<b>18.10%</b>	<b>7.52%</b>
S&P 500	10.50%	32.39%	16.18%	17.94%	7.41%
<b>Global Equity Fund</b>	<b>7.36%</b>	<b>23.63%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
MSCI ACWI IMI	7.25%	23.55%	9.82%	15.62%	7.60%
<b>Emerging Markets Equity Fund</b>	<b>1.89%</b>	<b>-3.00%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
MSCI EM IMI	1.77%	-2.20%	-2.23%	15.37%	11.38%
<b>U.S. Small Value Stock Fund</b>	<b>9.32%</b>	<b>34.83%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Russell 2000 Value	9.30%	34.52%	14.49%	17.64%	8.61%

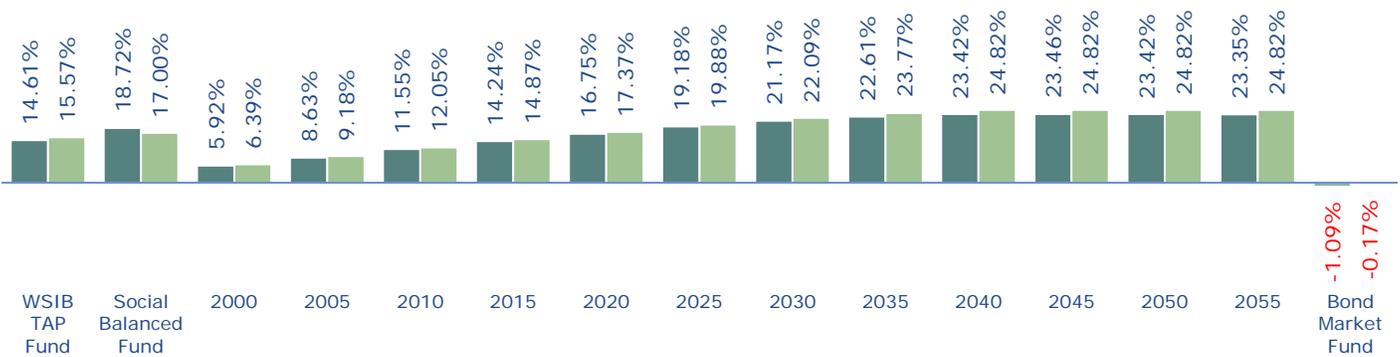
**Cash Funds**

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Money Market Fund (Plan 3)</b>	<b>0.06%</b>	<b>0.30%</b>	<b>0.31%</b>	<b>0.32%</b>	<b>1.94%</b>
One Month LIBOR	0.04%	0.19%	0.22%	0.26%	1.96%
<b>Savings Pool (DCP)</b>	<b>0.19%</b>	<b>1.17%</b>	<b>1.99%</b>	<b>2.80%</b>	<b>3.75%</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>4.60%</b>	<b>14.61%</b>	<b>10.07%</b>	<b>9.88%</b>	<b>8.12%</b>
Custom Benchmark	5.09%	15.57%	8.32%	13.04%	6.78%
<b>Social Balanced Fund</b>	<b>6.55%</b>	<b>18.72%</b>	<b>10.01%</b>	<b>11.84%</b>	<b>6.85%</b>
Custom Benchmark	5.34%	17.00%	10.79%	12.26%	6.51%
<b>Retirement Strategy Fund 2000</b>	<b>1.80%</b>	<b>5.92%</b>	<b>5.62%</b>	<b>9.82%</b>	<b>N/A</b>
2000 Composite Index	1.86%	6.39%	6.18%	9.80%	N/A
<b>Retirement Strategy Fund 2005</b>	<b>2.54%</b>	<b>8.63%</b>	<b>6.63%</b>	<b>11.28%</b>	<b>N/A</b>
2005 Composite Index	2.66%	9.18%	7.41%	11.49%	N/A
<b>Retirement Strategy Fund 2010</b>	<b>3.31%</b>	<b>11.55%</b>	<b>7.61%</b>	<b>12.59%</b>	<b>N/A</b>
2010 Composite Index	3.46%	12.05%	8.59%	13.08%	N/A
<b>Retirement Strategy Fund 2015</b>	<b>3.96%</b>	<b>14.24%</b>	<b>8.23%</b>	<b>13.31%</b>	<b>N/A</b>
2015 Composite Index	4.21%	14.87%	9.46%	13.94%	N/A
<b>Retirement Strategy Fund 2020</b>	<b>4.58%</b>	<b>16.75%</b>	<b>8.67%</b>	<b>13.80%</b>	<b>N/A</b>
2020 Composite Index	4.81%	17.37%	10.01%	14.57%	N/A
<b>Retirement Strategy Fund 2025</b>	<b>5.13%</b>	<b>19.18%</b>	<b>9.06%</b>	<b>14.20%</b>	<b>N/A</b>
2025 Composite Index	5.41%	19.88%	10.56%	15.15%	N/A
<b>Retirement Strategy Fund 2030</b>	<b>5.62%</b>	<b>21.17%</b>	<b>9.35%</b>	<b>14.21%</b>	<b>N/A</b>
2030 Composite Index	5.97%	22.09%	11.05%	15.30%	N/A
<b>Retirement Strategy Fund 2035</b>	<b>5.91%</b>	<b>22.61%</b>	<b>9.38%</b>	<b>13.99%</b>	<b>N/A</b>
2035 Composite Index	6.39%	23.77%	11.31%	15.18%	N/A
<b>Retirement Strategy Fund 2040</b>	<b>6.08%</b>	<b>23.42%</b>	<b>9.51%</b>	<b>14.06%</b>	<b>N/A</b>
2040 Composite Index	6.65%	24.82%	11.53%	15.32%	N/A
<b>Retirement Strategy Fund 2045</b>	<b>6.07%</b>	<b>23.46%</b>	<b>9.49%</b>	<b>14.08%</b>	<b>N/A</b>
2045 Composite Index	6.65%	24.82%	11.53%	15.32%	N/A
<b>Retirement Strategy Fund 2050</b>	<b>6.06%</b>	<b>23.42%</b>	<b>9.53%</b>	<b>14.10%</b>	<b>N/A</b>
2050 Composite Index	6.65%	24.82%	11.53%	15.32%	N/A
<b>Retirement Strategy Fund 2055</b>	<b>6.11%</b>	<b>23.35%</b>	<b>9.51%</b>	<b>N/A</b>	<b>N/A</b>
2055 Composite Index	6.65%	24.82%	11.53%	N/A	N/A

Bond Fund

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Bond Market Fund</b>	<b>0.68%</b>	<b>-1.09%</b>	<b>4.08%</b>	<b>7.84%</b>	<b>5.42%</b>
Barclays Capital Intermediate Credit	0.68%	-0.17%	4.38%	7.27%	4.87%

Characteristics

Composition Distribution

**Average Maturity**

0.4 Years

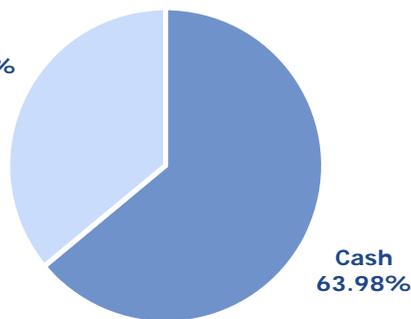
**Average Yield**

0.55%

**Number of Holdings**

9

**GICs**  
36.02%



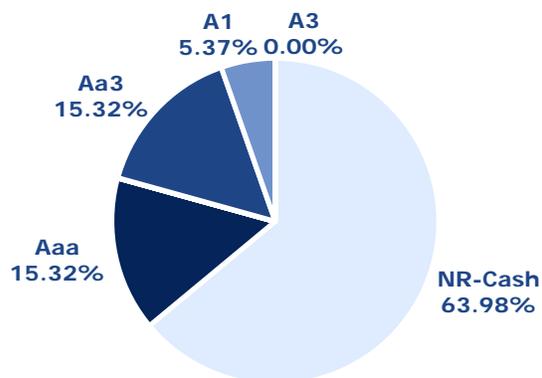
**Market Value**

**\$ 994,673,514**

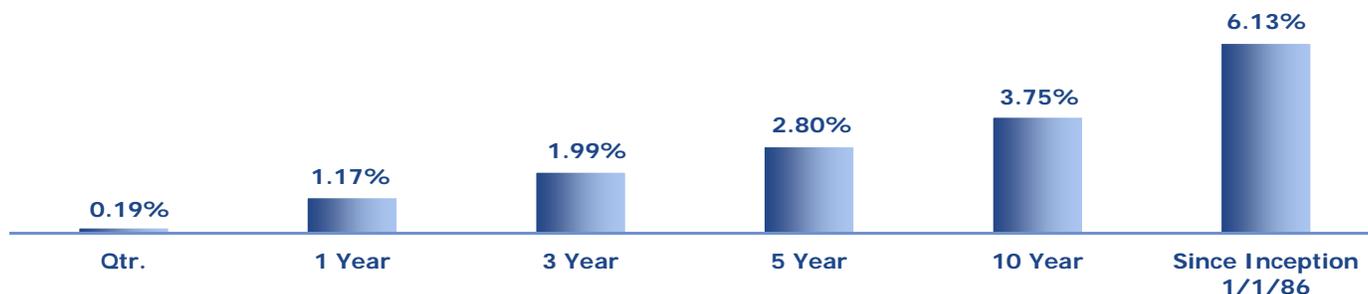
GIC Issuers by Percentage

Metropolitan Life Insurance Co.	15.32%
New York Life Insurance Corp.	15.32%
Pacific Life Insurance Co.	5.37%

Rating Distribution



Return

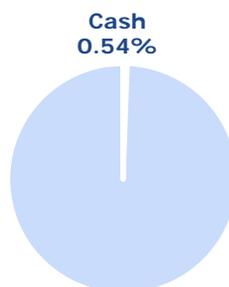


Note: Totals may not add up due to rounding

**Characteristics**

**Asset Class Distribution**

	<b>Fund</b>	<b>Index</b>
Average Maturity	4.8 years	4.8 years
Yield to Maturity	2.79%	2.41%
Effective Duration	4.16	4.27
Average Coupon	3.81%	3.95%
Number of Holdings	243	3,885



<b>Market Value</b>
<b>\$ 1,376,855,354</b>

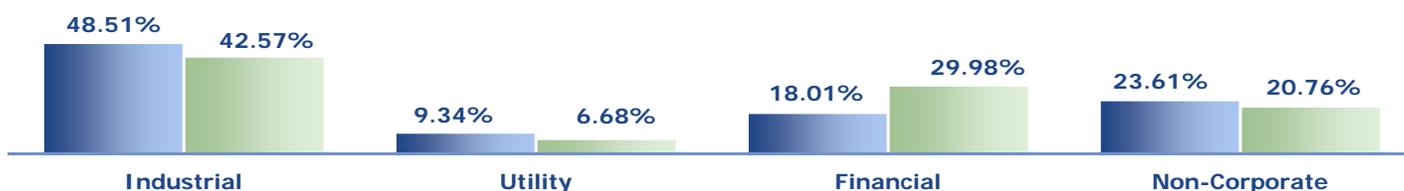
**Top Ten Credit Issuers**

Asian Development Bank	1.64%	Inter-American Development Bank	1.12%
International Finance Corp.	1.62%	EQT Corp.	1.10%
Ontario, Province of	1.20%	Cencosud SA	1.09%
Macquarie Bank Ltd.	1.20%	Westpac Banking Corp.	1.07%
Hutchison Whamp International Ltd.	1.13%	Unilever Capital Corp.	1.06%

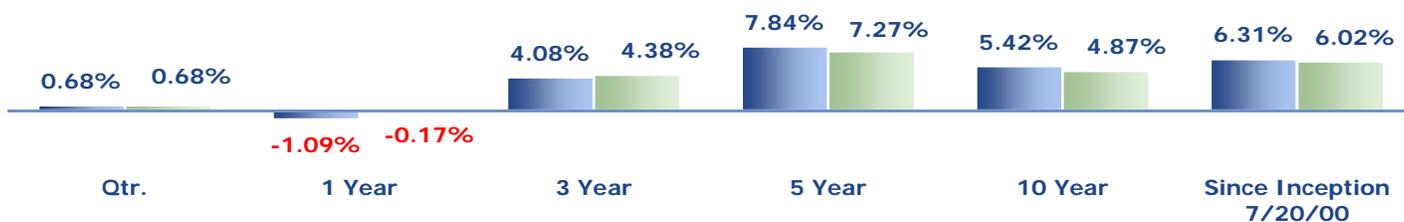
**Rating Distribution**



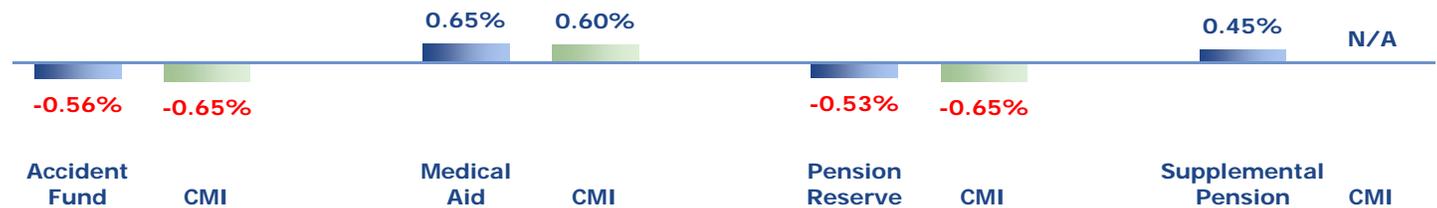
**Industry Distribution**



**Return**



Note: Totals may not add up due to rounding

**One Year Performance**

**Total Fund** **\$13,864,358,556**

	Market Value	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Accident Fund</b>	<b>\$4,983,762,720</b>	<b>1.09%</b>	<b>-0.56%</b>	<b>5.31%</b>	<b>8.03%</b>	<b>6.15%</b>
CMI		1.05%	-0.65%	5.32%	7.77%	5.59%
<b>Medical Aid</b>	<b>\$4,733,850,200</b>	<b>1.23%</b>	<b>0.65%</b>	<b>5.50%</b>	<b>8.36%</b>	<b>5.86%</b>
CMI		1.13%	0.60%	5.34%	8.08%	5.50%
<b>Pension Reserve</b>	<b>\$4,027,090,187</b>	<b>1.14%</b>	<b>-0.53%</b>	<b>5.32%</b>	<b>8.17%</b>	<b>6.09%</b>
CMI		1.05%	-0.65%	5.32%	7.77%	5.50%
<b>Supplemental Pension</b>	<b>\$119,655,449</b>	<b>0.17%</b>	<b>0.45%</b>	<b>0.61%</b>	<b>1.50%</b>	<b>2.48%</b>
CMI		N/A	N/A	N/A	N/A	N/A

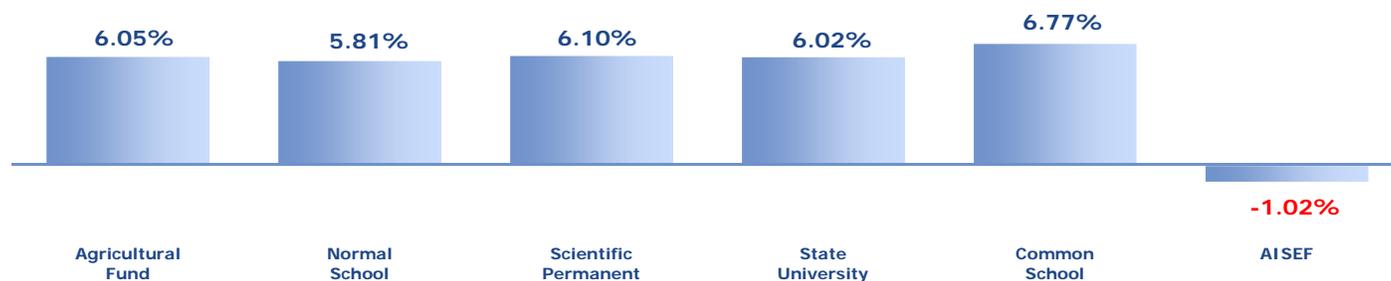
**Labor and Industries' Statutory Accounting Return \***

	Qtr.	1 Year	3 Year	5 Year
Accident Fund	1.81%	6.79%	5.94%	6.58%
Medical Aid	2.07%	7.68%	6.16%	6.64%
Pension Reserve	1.80%	6.84%	6.17%	6.71%
Supplemental Pension	0.14%	0.52%	0.49%	2.13%

**Duration**

	CMI	Target	Actual	% Difference
Accident Fund	6.91	7.00	6.41	-8.39%
Medical Aid	5.91	6.00	5.78	-3.70%
Pension Reserve	6.91	7.00	6.43	-8.12%

\* 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	\$ 209,559,909
Normal School	\$ 260,871,531
Scientific	\$ 237,776,302
State University	\$ 34,338,576
Common School	\$ 205,326,725
American Indian Scholarship Endowment Fund (AISEF)	\$ 353,502

**Total Returns**

	Qtr.	1 Year	3 Year	5 Year	10 Year
<b>Agricultural College</b>	2.91%	6.05%	6.04%	6.70%	5.59%
Custom Benchmark <sup>1</sup> ( 68.2% / 31.8% )	2.78%	5.58%	6.08%	6.14%	5.40%
<b>Normal School</b>	2.85%	5.81%	5.92%	6.61%	5.49%
Custom Benchmark <sup>1</sup> ( 68.7% / 31.3% )	2.71%	5.32%	6.00%	6.09%	5.37%
<b>Scientific</b>	2.91%	6.10%	6.02%	6.67%	5.51%
Custom Benchmark <sup>1</sup> ( 68.2% / 31.8% )	2.80%	5.64%	6.11%	6.16%	5.40%
<b>State University</b>	2.93%	6.02%	5.99%	6.65%	5.50%
Custom Benchmark <sup>1</sup> ( 67.8% / 32.2% )	2.79%	5.54%	6.07%	6.14%	5.39%
<b>Common School</b>	2.99%	6.77%	6.34%	7.15%	5.59%
Custom Benchmark <sup>1</sup> ( 68.0% / 32.0% )	2.92%	6.43%	6.57%	6.75%	5.47%
<b>AISEF</b>	0.03%	-1.02%	1.98%	2.81%	N/A
Custom Benchmark <sup>2</sup> ( 95.5% / 4.5% )	-0.13%	-1.92%	1.79%	2.42%	2.96%

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>	9.92%	31.10%	N/A	N/A	N/A
<b>Normal School</b>	9.92%	31.10%	N/A	N/A	N/A
<b>Scientific</b>	9.92%	31.11%	N/A	N/A	N/A
<b>State University</b>	9.92%	31.10%	N/A	N/A	N/A
<b>Common School</b>	9.92%	31.10%	N/A	N/A	N/A
Russell 3000	10.10%	33.55%	16.24%	18.71%	7.88%

**Fixed Income Returns**

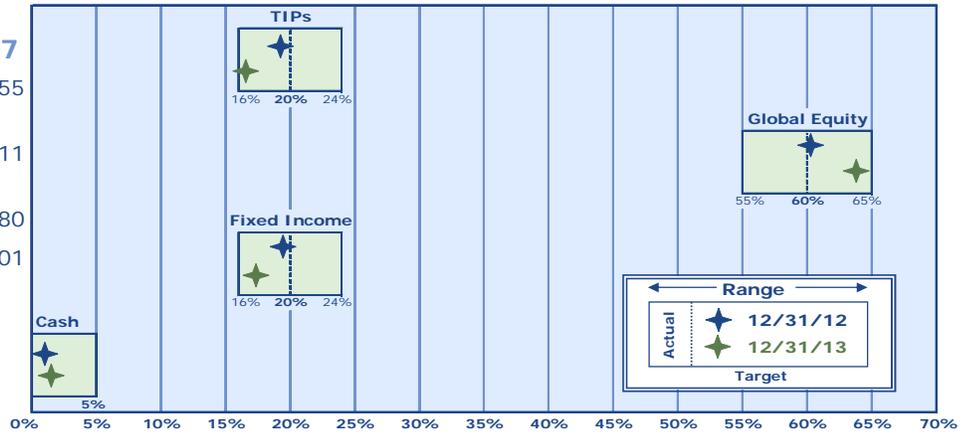
	<b>Qtr.</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
<b>Agricultural College</b>	0.03%	-1.08%	3.24%	5.01%	4.69%
<b>Normal School</b>	0.03%	-1.08%	3.24%	4.99%	4.68%
<b>Scientific</b>	0.03%	-1.08%	3.24%	4.99%	4.67%
<b>State University</b>	0.03%	-1.08%	3.24%	4.99%	4.68%
<b>Common School</b>	0.03%	-1.08%	3.24%	4.99%	4.68%
<b>AISEF</b>	0.03%	-1.08%	3.24%	4.99%	N/A
Barclays Capital Aggregate	-0.14%	-2.02%	3.26%	4.44%	4.55%

**Cash Returns**

	<b>Qtr.</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
<b>AISEF</b>	0.03%	0.09%	0.07%	0.14%	N/A
90 Day Tbill	0.01%	0.08%	0.11%	0.14%	1.71%

**Portfolio Size and Allocation**

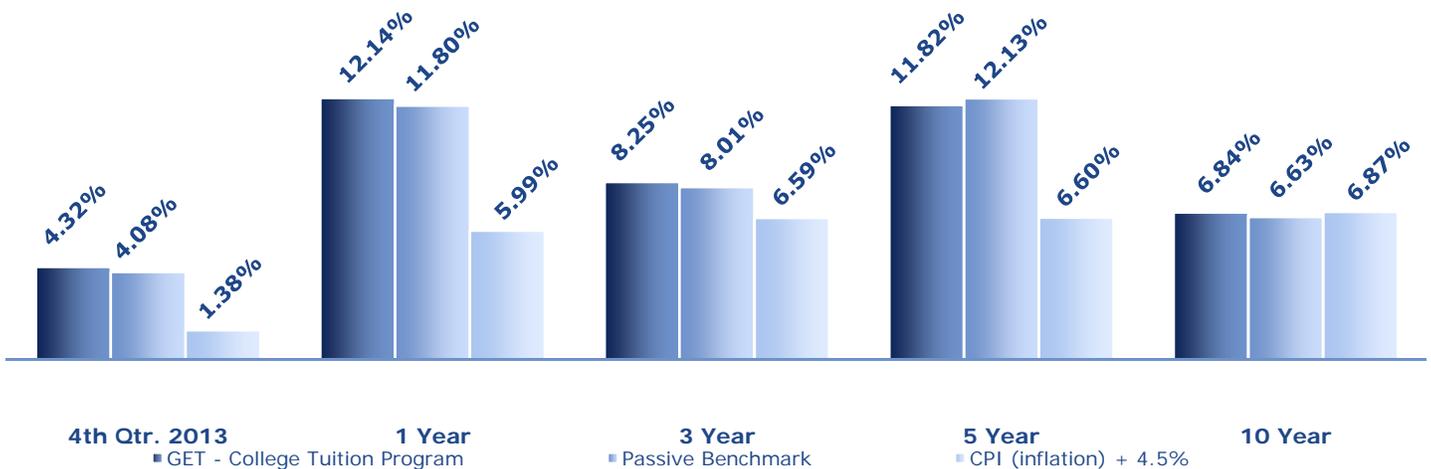
<b>Total</b>	<b>\$2,470,830,447</b>
Cash	\$44,382,755
Treasury Inflation Protected Securities (TIPS)	\$415,556,911
Fixed Income	\$432,300,380
Global Equity	\$1,578,590,401



**Assets Under Management**

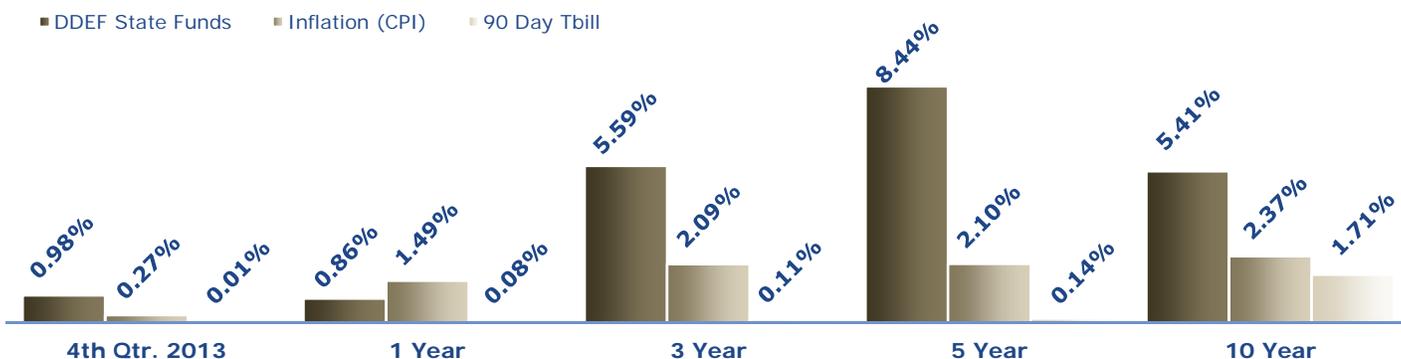
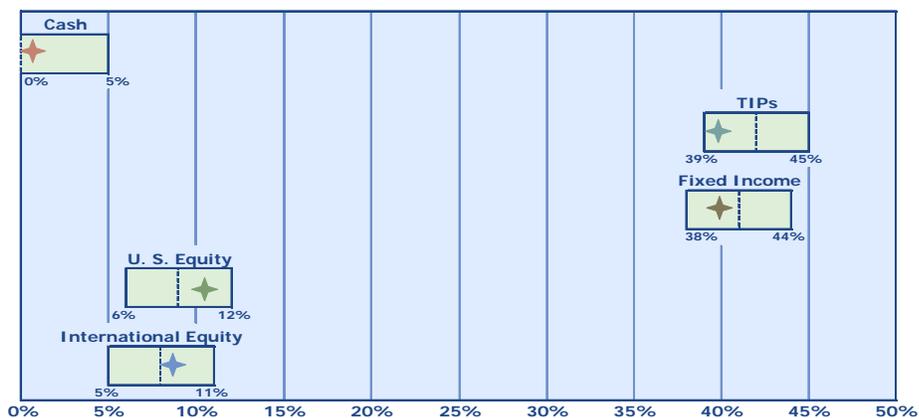


**Total Return**



**State Funds**

<b>Total</b>	<b>\$11,006,501</b>
Cash	\$83,468
Treasury Inflation Protected Securities (TIPS)	\$4,389,627
Fixed Income	\$4,388,487
U.S. Equity	\$1,161,202
Non U.S. Equity	\$983,716



**Private Funds**

<b>Total</b>	<b>\$31,912,353</b>
Cash	\$10,003
Balanced Fund	\$31,902,351

