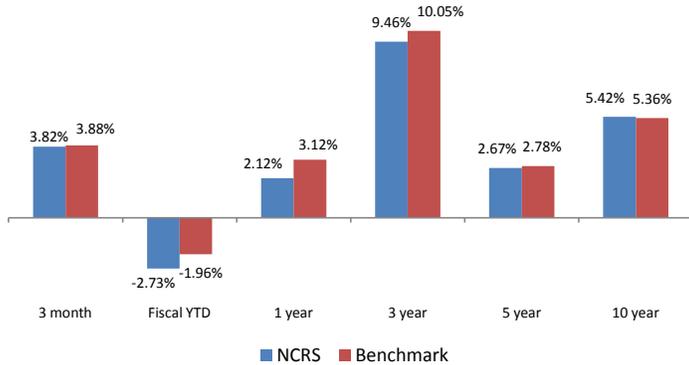


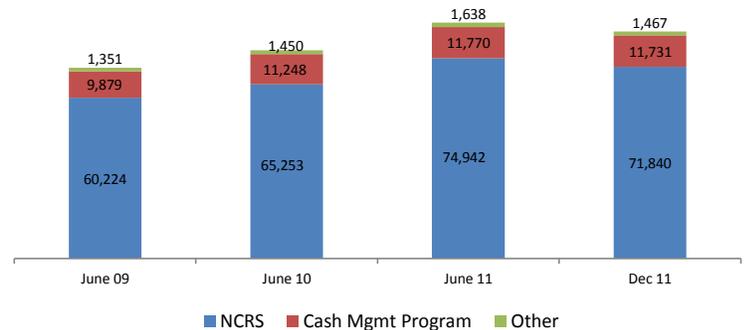
Portfolio Summary

31-Dec-11

Portfolio Return (NCRS) vs. Benchmark

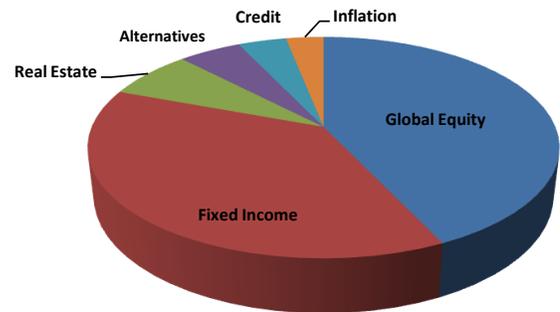


**Assets Under Management (\$mil)
\$85.04 Billion as of December 31, 2011**



NCRS Asset Allocation

	<u>MV (\$mil)</u>	<u>Current %</u>	<u>Policy %</u>	<u>Policy Range</u>
Global Equity	\$ 30,883	42.99%	40.50%	35.0% - 50.0%
Fixed Income	\$ 27,062	37.67%	36.00%	34.0% - 42.0%
Real Estate	\$ 5,138	7.15%	8.00%	5.0% - 10.0%
Alternatives	\$ 3,690	5.14%	6.50%	0% - 7.5%
Private Equity	\$ 3,412	4.75%		
Hedge Funds	\$ 278	0.39%		
Credit	\$ 2,851	3.97%	4.50%	0% - 5.0%
Inflation	\$ 2,216	3.08%	4.50%	0% - 5.0%
Total NCRS	\$ 71,840	100%	100%	



NCRS Asset Class Returns

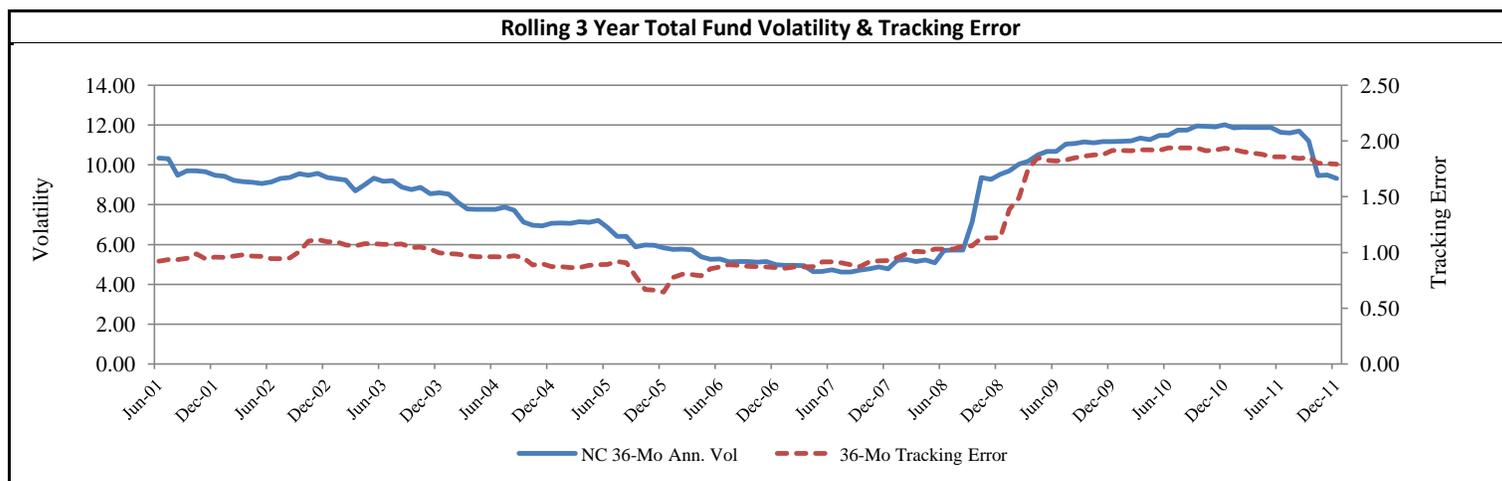
	<u>Month</u>	<u>3 Month</u>	<u>Fiscal YTD</u>	<u>Cal YTD</u>	<u>1 Yr</u>	<u>3 Yr</u>	<u>5 Yr</u>	<u>10 Yr</u>
Global Equity	-0.37%	7.62%	-11.61%	-6.99%	-6.99%	12.45%	-1.60%	3.46%
Custom Equity Benchmark	-0.17%	7.66%	-11.33%	-6.70%	-6.70%	11.89%	-2.00%	3.00%
Fixed Income	1.82%	1.77%	7.43%	10.82%	10.82%	9.17%	8.34%	7.34%
Custom Fixed Income Benchmark	1.90%	1.64%	8.75%	12.27%	12.27%	8.68%	7.93%	7.08%
Real Estate	-0.05%	0.48%	2.57%	12.25%	12.25%	-9.05%	-4.14%	2.94%
Custom Real Estate Benchmark	3.16%	3.99%	6.40%	15.91%	15.91%	-3.92%	0.04%	5.93%
Alternatives	-0.43%	-0.23%	1.05%	11.85%	11.85%	4.94%	3.40%	2.82%
Custom Alternatives Benchmark	-5.25%	-4.94%	-1.08%	16.05%	16.05%	8.57%	5.14%	6.70%
Private Equity	-0.37%	0.01%	1.89%	13.87%	13.87%	3.93%	4.70%	3.65%
Custom Private Equity Benchmark	-5.67%	-5.31%	-0.72%	19.32%	19.32%	9.16%	4.63%	7.58%
Hedge Funds	-1.10%	-2.96%	-7.28%	-4.33%	-4.33%	6.09%	-0.59%	-
Custom Hedge Fund Benchmark	-0.17%	-0.51%	-4.76%	-2.80%	-2.80%	1.79%	4.04%	5.23%
Credit Strategies	-0.07%	-1.40%	-5.64%	2.22%	2.22%	-	-	-
Custom Credit Benchmark	0.03%	1.22%	-5.68%	-2.20%	-2.20%	-	-	-
Inflation Portfolio	-2.30%	0.29%	-9.30%	-5.54%	-5.54%	-	-	-
Custom Inflation Benchmark	-2.55%	-0.24%	-9.64%	-6.66%	-6.66%	-	-	-

Portfolio Summary

31-Dec-11

Attribution - Contribution to Relative Performance					
	<u>3 month</u>	<u>Fiscal YTD</u>	<u>1 Year</u>	<u>3 Year</u>	<u>5 Year</u>
Global Equity	-0.01	-0.13	-0.12	-0.04	0.16
Fixed Income	0.05	-0.49	-0.54	0.07	0.16
Real Estate	-0.27	-0.26	-0.28	-0.33	-0.26
Private Equity	0.26	0.11	-0.16	-0.37	-0.11
Hedge Funds	-0.01	-0.01	-0.01	0.08	-0.06
Credit Strategies	-0.10	-0.01	0.10	0.07	0.04
Inflation Portfolio	0.02	0.02	0.01	-0.07	-0.04
Total NCRS	-0.06	-0.77	-1.00	-0.59	-0.11

Risk and Return Metrics												
Program	POSITION		36-MONTH					60-MONTH				
	\$ Bil	% Wgt	Return	St. Dev	Active			Return	St. Dev	Active		
					Return	TE	IR			Return	TE	IR
Global Equity	30.9	43.0	12.5	19.8	0.6	1.1	0.5	-1.6	20.1	0.4	1.3	0.3
Fixed Income	27.1	37.7	9.2	4.2	0.5	1.0	0.5	8.3	5.5	0.4	0.9	0.4
Real Estate	5.1	7.2	-9.1	9.4	-5.1	9.3	-0.5	-4.1	8.2	-4.2	7.9	-0.5
Private Equity	3.4	4.7	3.9	7.1	-5.2	19.9	-0.3	4.7	6.6	0.1	18.0	0.0
Hedged Strategies	0.3	0.4	6.1	4.7	4.3	4.3	1.0	-0.6	7.4	-4.6	7.4	-0.6
Credit Strategies	2.9	4.0	--	--	--	--	--	--	--	--	--	--
Inflation Portfolio	2.2	3.1	--	--	--	--	--	--	--	--	--	--
Total NCRS	71.8	100.0	9.5	9.3	-0.6	1.8	-0.3	2.7	10.2	-0.1	1.6	-0.1



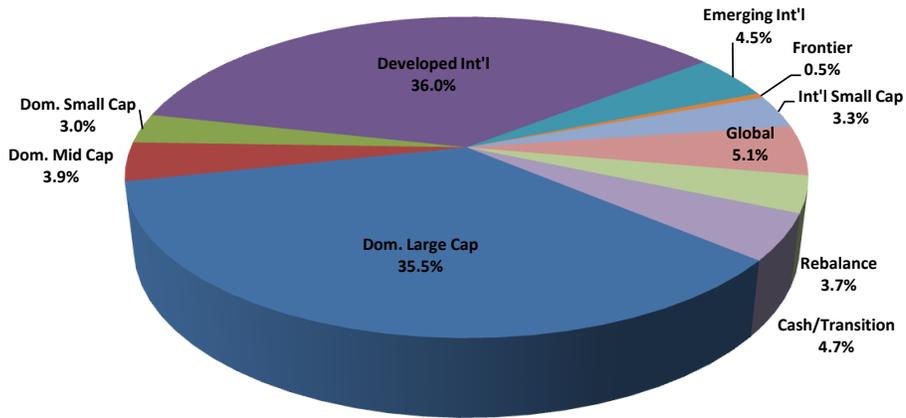
Universe Comparison*					
<u>Returns</u>	<u>1 Year</u>	<u>3 Year</u>	<u>5 Year</u>	<u>10 Year</u>	
25th percentile	2.66	12.33	2.88	6.24	
Median	0.70	11.11	1.95	5.70	
75th percentile	-0.27	10.15	1.41	4.98	
NCRS	2.56	9.91	3.06	5.67	
Percentile Rank	27	78	21	52	
<u>Risk</u>					
25th percentile	11.22	12.36	13.16	10.72	
Median	9.62	11.07	12.23	10.15	
75th percentile	8.54	9.98	11.29	9.33	
NCRS	7.85	9.31	10.22	8.49	
Percentile Rank	86	83	88	91	

*BNY Mellon Universe - Public Funds > \$1B (Gross of Fees)

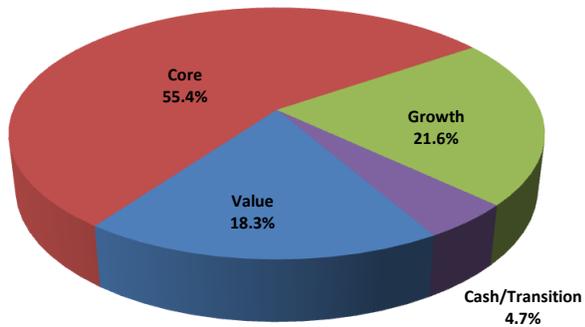
Portfolio Summary - Global Equity

31-Dec-11

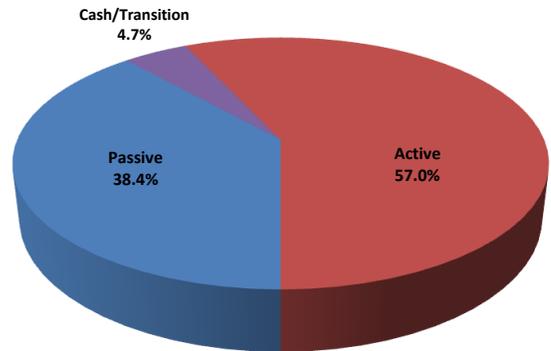
Fund Allocation (based on fund mandate)



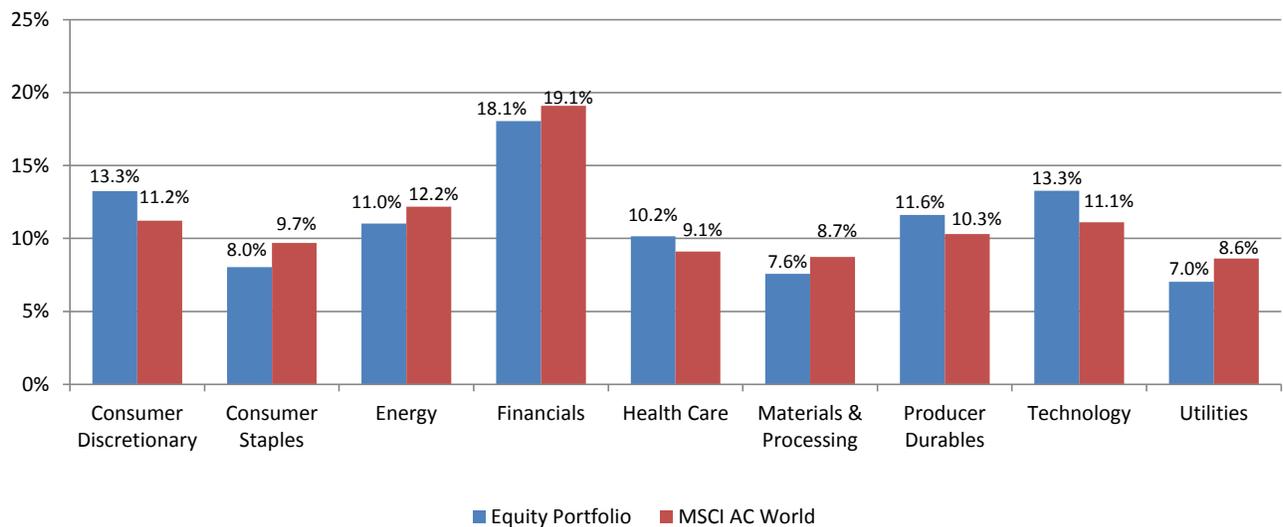
Style Allocation



Strategy Allocation

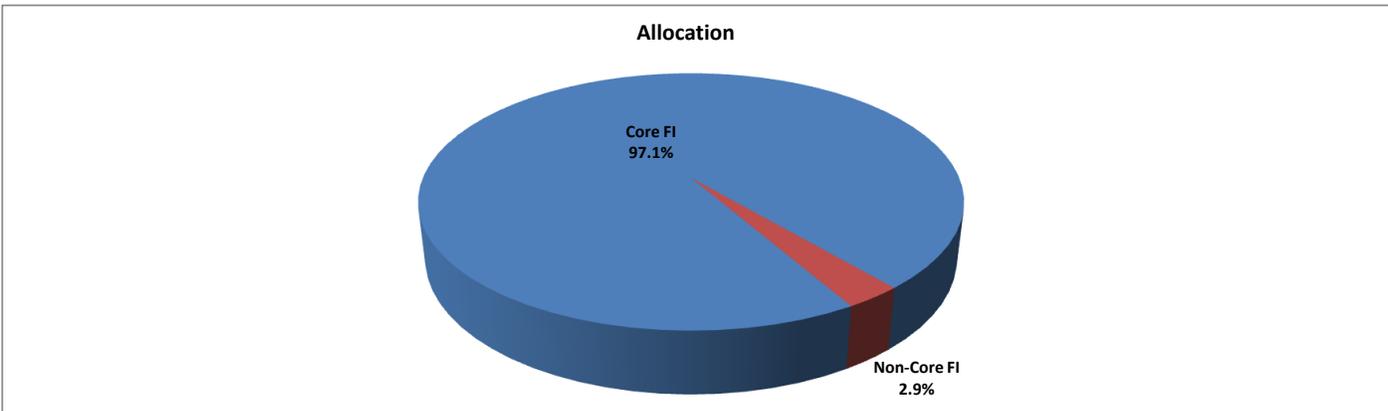


Sector Allocation



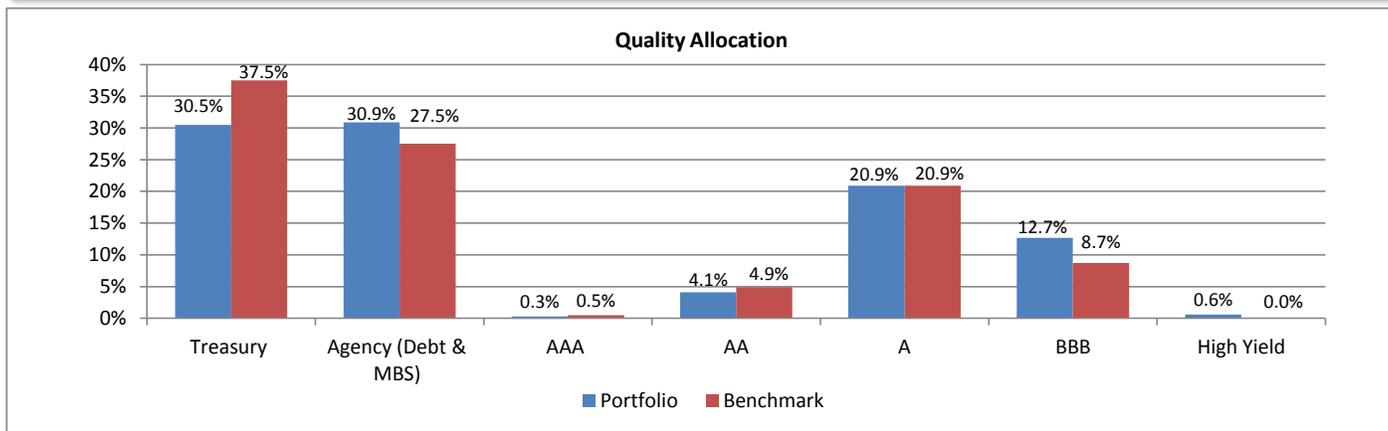
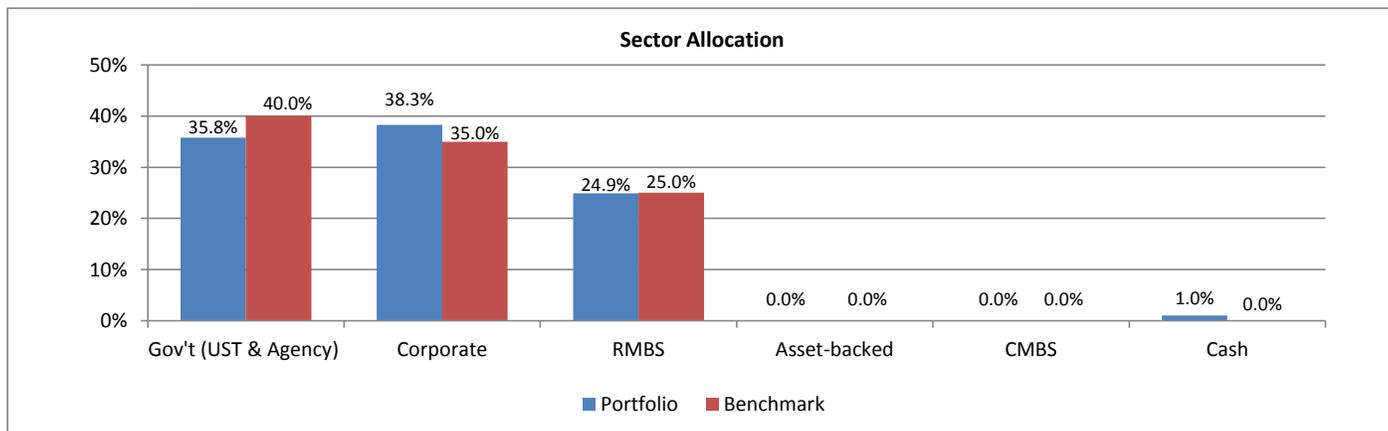
Portfolio Summary - Fixed Income

31-Dec-11



Returns								
	Month	3 Month	Fiscal YTD	Cal YTD	1 Yr	3 Yr	5 Yr	10 Yr
Total Fixed Income	1.82%	1.77%	7.43%	10.82%	10.82%	9.17%	8.34%	7.34%
Core Fixed Income	1.86%	1.79%	7.93%	11.65%	11.65%	9.21%	8.50%	7.42%
Non-Core Fixed Income	0.68%	1.25%	-0.18%	0.88%	0.88%	8.85%	-	-
Custom Fixed Income Benchmark	1.90%	1.64%	8.75%	12.27%	12.27%	8.68%	7.93%	7.08%

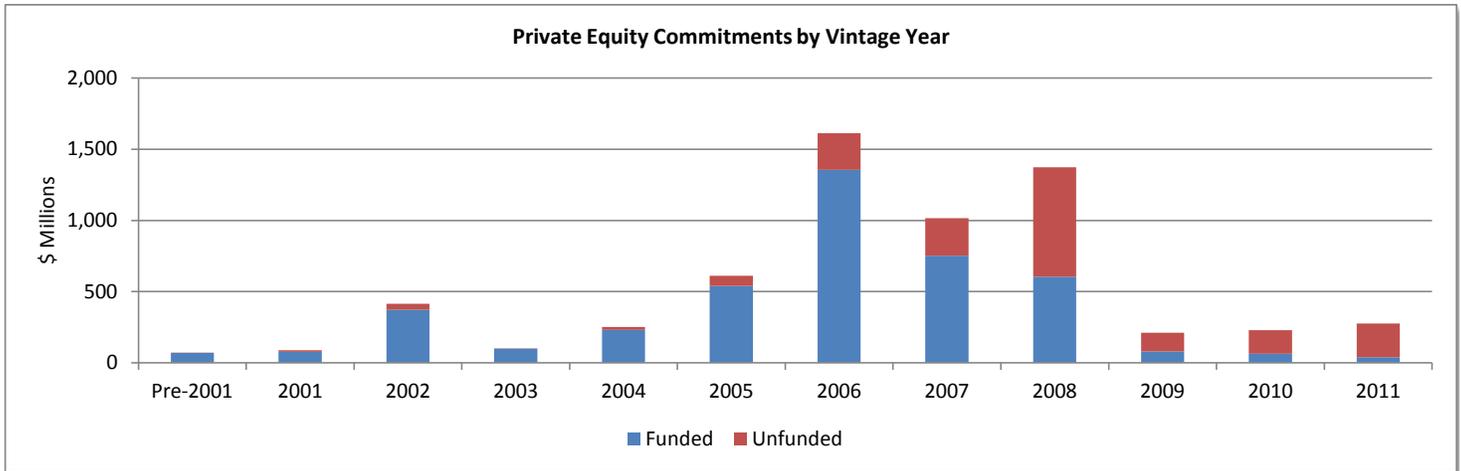
Core Fixed Income



Portfolio Characteristics			
	<u>Avg. Coupon</u>	<u>Yield to Maturity</u>	<u>Duration</u>
Government (Treasury & Agency)	5.70%	1.90%	8.8
Corporate	6.11%	4.46%	8.7
Mortgage	4.93%	2.06%	2.3
Total	5.66%	2.93%	7.1

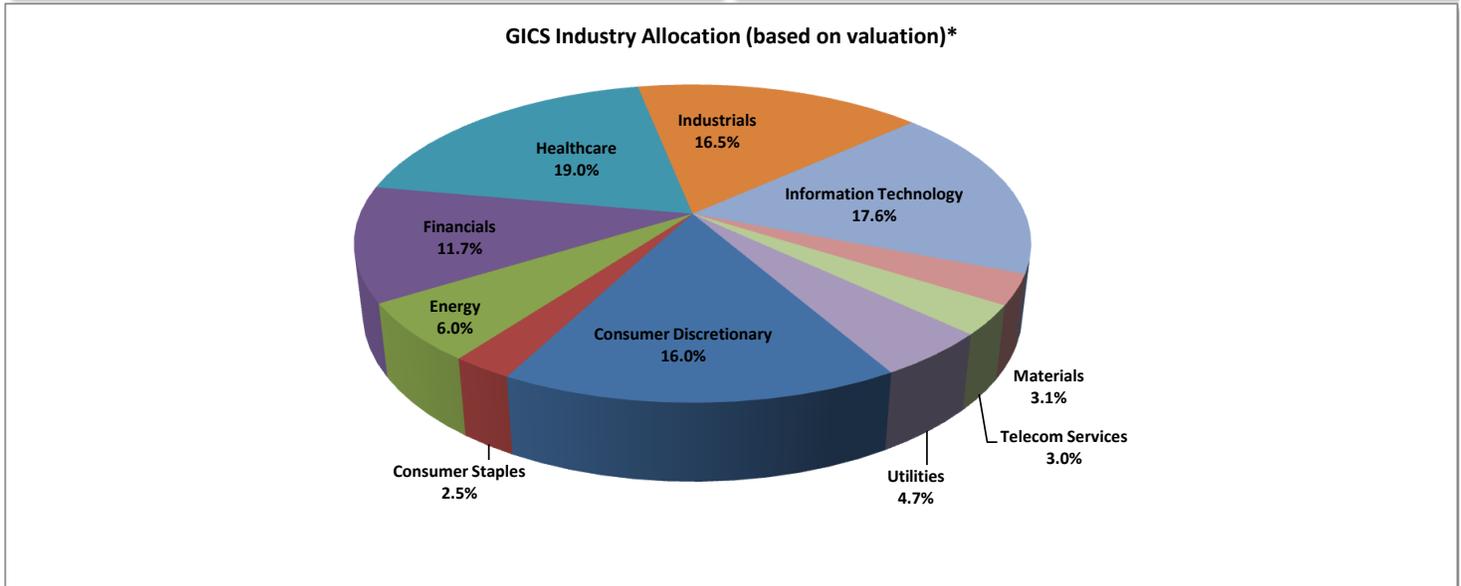
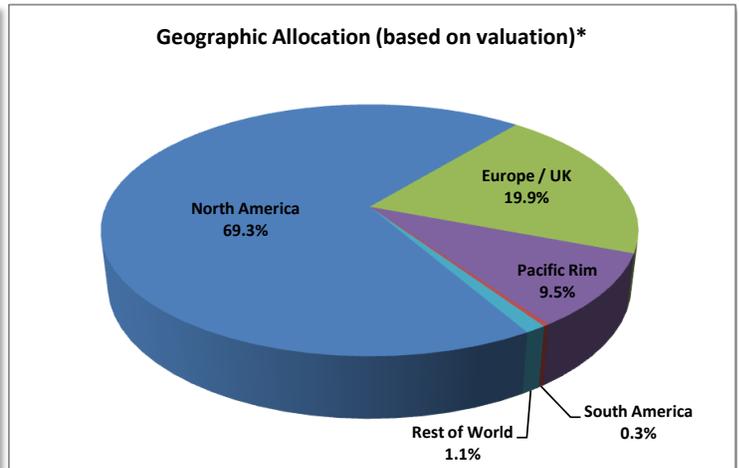
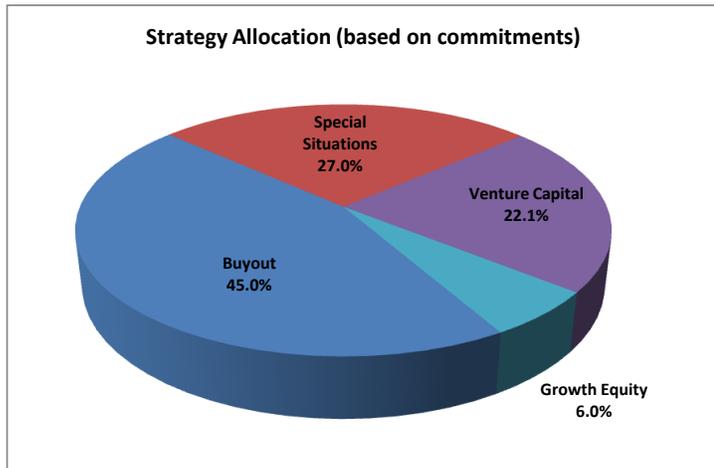
Portfolio Summary - Private Equity

31-Dec-11



IRR by Vintage Year

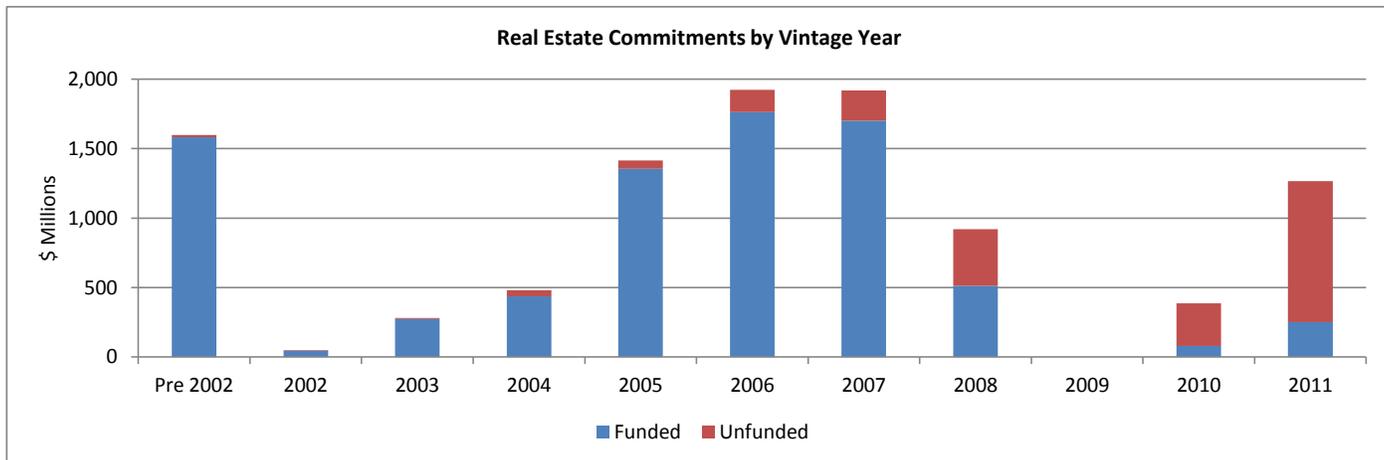
	<u>Pre-2001</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>Total</u>
NCRS	13.28	30.60	9.58	14.13	5.46	5.15	1.43	2.89	3.96	5.33	-5.76	-3.00	5.53
# of Funds	14	4	8	2	3	11	21	13	17	3	1	4	101



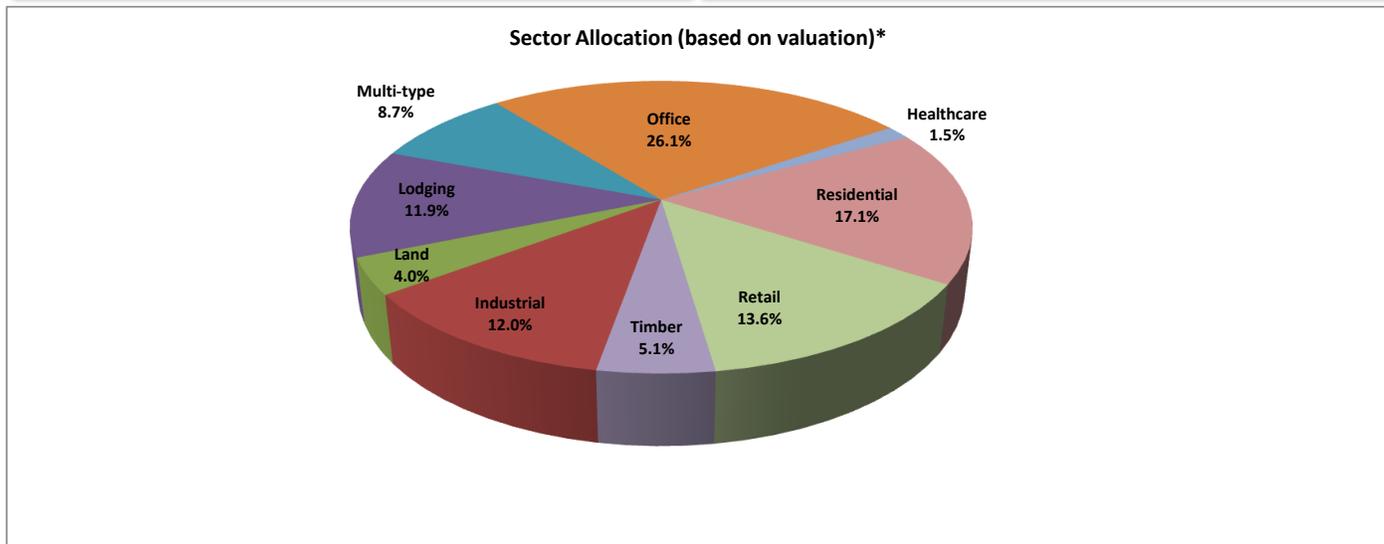
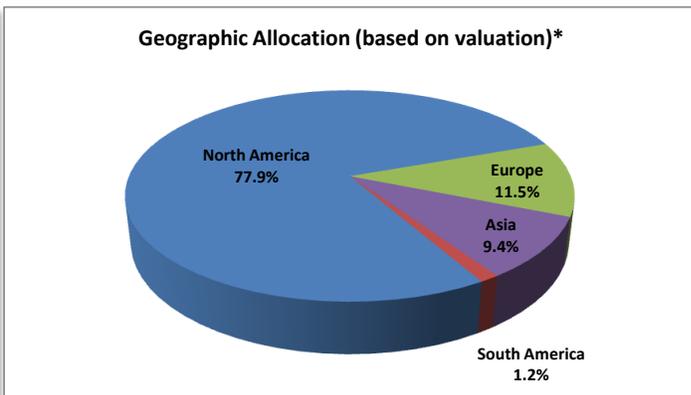
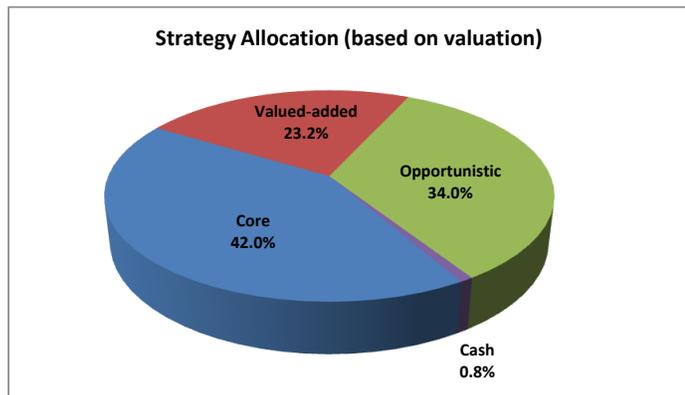
* data as of 9/30/11

Portfolio Summary - Real Estate

31-Dec-11



	IRR by Vintage Year										
	Pre-2002	2002	2003	2004	2005	2006	2007	2008	2010	2011	Total
NCRS	7.58	-36.45	16.42	8.80	-4.34	-7.33	-4.41	-0.06	-1.89	-14.30	1.95
# of Funds	17	1	3	4	14	19	13	6	5	8	90



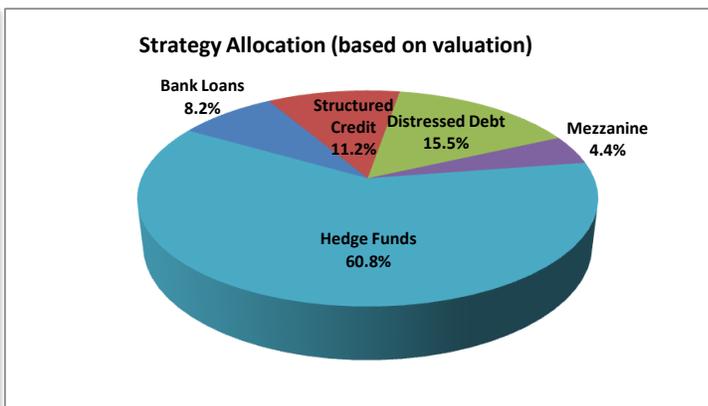
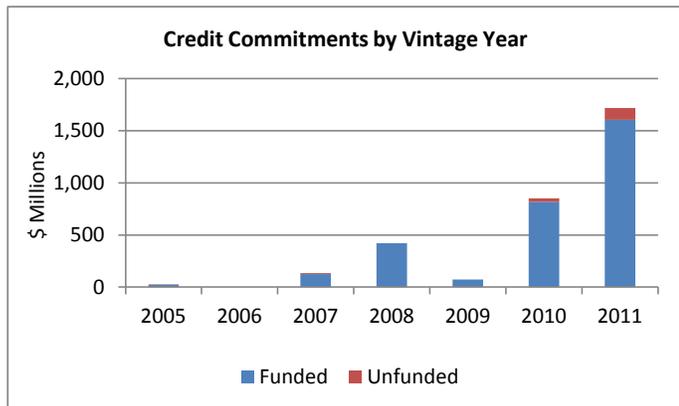
	Global REIT Returns							
	Month	3 Month	Fiscal YTD	Cal YTD	1 Yr	3 Yr	5 Yr	10 Yr
REIT Composite	0.95%	7.72%	-13.12%	-8.26%	-8.26%	16.50%	-	-
FTSE/EPRA/NAREIT Global Securities Index	0.94%	7.36%	-11.21%	-5.82%	-5.82%	16.17%	-5.28%	9.59%

* as of 9/30/11

Portfolio Summary - Credit, Inflation, & Hedge Funds

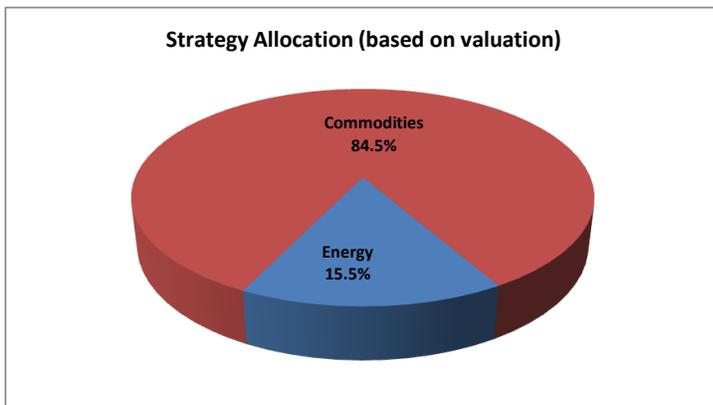
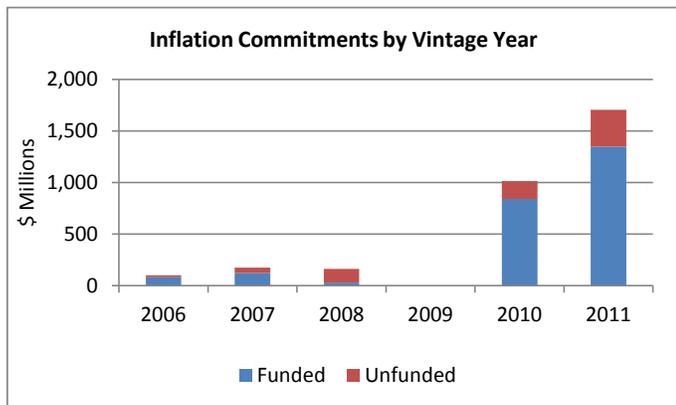
31-Dec-11

Credit Strategies



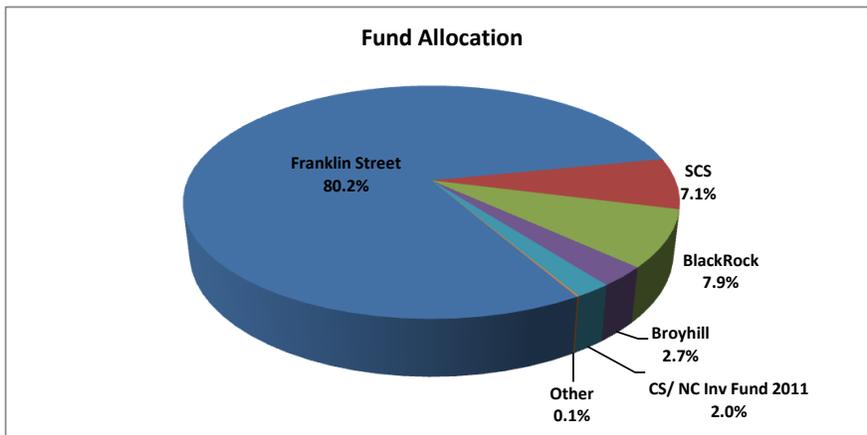
IRR by Vintage Year								
	2005	2006	2007	2008	2009	2010	2011	Total
NCRS	1.35	N/A	13.71	7.64	22.42	5.18	-5.32	4.62
# of Funds	1	0	1	3	1	3	10	19

Inflation Portfolio



IRR by Vintage Year						
	2006	2007	2008	2010	2011	Total
NCRS	1.29	12.88	21.49	-10.97	-20.52	-8.92
# of Funds	1	2	2	3	9	17

Hedge Funds



New Investments - previous 12 months

31-Dec-11

<u>Fund Name</u>	<u>Firm Name</u>	<u>Commitment</u>	<u>Closing Date*</u>
<u>Global Equity</u>			
Wellington Large Cap Value	Wellington Management Company	\$832,000,000	4/29/2011
RhumbLine Russell 200 Passive	RhumbLine Advisors	\$3,070,000,000	4/29/2011
BlackRock MSCI EAFE IMI	BlackRock	\$340,000,000	4/29/2011
BlackRock MSCI Canada	BlackRock	\$523,000,000	4/29/2011
BlackRock MSCI ACWI ex-US SC	BlackRock	\$643,000,000	4/29/2011
Gladius Aconcagua	Gladius Investment Group	\$1,000,000,000	9/26/2011
<u>Private Equity</u>			
Harvest Partners VI	Harvest Partners	\$100,000,000	9/28/2011
Vista Equity Partners Fund IV	Vista Equity Partners	\$50,000,000	10/28/2011
Tenaya Capital VI	Tenaya Capital Partners	\$75,000,000	11/15/2011
Oaktree European Principal Fund III	Oaktree Capital Management	€ 35,617,600	12/7/2011
<u>Real Estate</u>			
NorthCreek Fund	Rockwood Capital	\$205,000,000	1/31/2011
Patria Brazil Real Estate Fund II	Patria Brazil Real Estate Partners	\$50,000,000	3/31/2011
DRA Growth & Income Fund VII	DRA Advisors	\$150,000,000	5/9/2011
Lone Star Real Estate Partners II	Lone Star Real Estate Partners	\$300,000,000	5/26/2011
Harrison Street Real Estate Partners III	Harrison Street Real Estate Capital	\$60,000,000	6/6/2011
Blackstone Real Estate Partners VII	The Blackstone Group	\$300,000,000	8/15/2011
WCP Real Estate Fund III(A)	Westport Capital Partners	\$100,000,000	12/16/2011
Brookfield Real Estate Finance Fund III	Brookfield Real Estate Partners	\$100,000,000	12/30/2011
<u>Credit Strategies</u>			
Anchorage Capital Partners	Anchorage Capital Partners	\$300,000,000	1/31/2011
Citadel Residential Mortgage Opp Fund	Citadel	\$150,000,000	2/3/2011
Brigade LCS Fund	Brigade Capital Management	\$300,000,000	2/28/2011
Monarch Debt Recovery Fund	Monarch Alternative Capital	\$300,000,000	3/31/2011
CVI Credit Value Fund	CarVal Investors	\$150,000,000	6/29/2011
Varde Fund X	Varde Partners	\$100,000,000	6/29/2011
Saba Capital Partners	Saba Capital Partners	\$100,000,000	8/31/2011
Claren Road Credit Fund	Claren Road Asset Management	\$100,000,000	9/30/2011
Oaktree Value Opportunities Fund	Oaktree Capital Management	\$150,000,000	10/25/2011
GSO Capital Opportunities Fund II	GSO Capital Partners	\$100,000,000	11/17/2011
<u>Inflation Portfolio</u>			
EnCap Energy Capital Fund VIII	EnCap Investments	\$50,000,000	1/27/2011
Vermillion Celadon	Vermillion	\$300,000,000	4/29/2011
Credit Suisse Enhanced	Credit Suisse	\$500,000,000	5/31/2011
Blackstone Resources Select	Blackstone Alternative Asset Management	\$500,000,000	6/29/2011
ArcLight Energy Partners Fund V	ArcLight Capital Holdings	\$100,000,000	10/14/2011
Energy Capital Partners II (Summit Co-Invest)	Energy Capital Partners	\$20,000,000	10/20/2011
EIF US Power Fund IV	EIF Management	\$75,000,000	10/25/2011
EnCap Energy Capital Fund VIII Co-Invest	EnCap Investments	\$12,148,000	12/8/2011
Perella Weinburg Partners ABV Opp Fund III	Perella Weinburg Partners	\$150,000,000	12/20/2011
<u>Hedge Funds</u>			
	None		

* Closing date for Global Equity is the date account was funded