



City of Cincinnati Retirement System Investment Committee

**March 4, 2010 12:00 P.M.
City Hall – Committee Room B**

AGENDA

Call to Order

Lunch

Approval of Minutes

✚ February 4, 2010

New Business

- ✚ 12:30 PM
 - Bartlett & Company
 - Jason Kiss, Sr. Portfolio Manager and James Miller, CEO

- ✚ 1:15 PM
 - Opus Capital Management
 - Kevin Whelan, V.P. Portfolio Manager
 - Katrina Howard O'Leary, Client Relations

- ✚ Brett Christenson, Managing Director, Marquette Associates
 - Shenkman Capital Management: Four Points Product
 - 4Q Executive Summary
 - Four Points Information

- ✚ Jack Walsh
 - Governance Schedule – Investment Committee Assignments

Adjournment

Next Meeting: April 1, 2010 – City Hall – Committee Room B



City Of Cincinnati Retirement System Investment Committee

Minutes

March 4, 2010 / 12:00 P.M.
City Hall – Committee Room B

The meeting was called to order: 12:00 P.M.

Present:

Jack Walsh - Chair
David Rager – Vice Chair
Donald Beets
Michael Fehn
Brian Pickering
Michael Rachford
James Robinson
Bryan Schmitt

Staff Present:

Paula Tilsley
Ron Wilson
Cheryl Volk

Minutes

The Investment Committee minutes from February 4, 2010 were submitted for approval. M. Rachford made a motion to accept the minutes. M. Fehn seconded the motion and the motion passed. Minutes were approved.

The Cincinnati Retirement System (CRS) Investment Consultant, Marquette Associates

✚ Brett Christenson, Managing Director provided the following reports:

- 4th Quarter Executive Summary for 2009: End of Quarter Portfolio Market Value: \$1.98 billion.
 - Overview of the 4th Quarter Executive Summary to continue at the next meeting of the Investment Committee: April 1, 2010.
- CRS Securities Lending:
Consideration for Bank of New York (BONY) to cover 25% of Securities Lending losses after settlement of bankruptcy court. In exchange for covering those losses, the CRS would sign a 3-year securities lending contract with BONY. The effective date of that contract would be retroactive to January 15, 2009.

B. Christenson to obtain a copy of the current agreement. Committee to discuss BONY contract at next meeting.

Overnight Repurchase Agreements

The current securities lending guidelines permit investments of collateral in commercial paper, asset backed securities, and overnight repurchase agreements. Recent investing has been limited to overnight repurchases and money market instruments. Committee to decide the direction of future investments. Should

investments remain limited to overnight repurchases/money market instruments with the current cap on amount of securities loaned?

Committee Action

J. Robinson made a motion to remain in overnight repurchase agreements with the current cap. M. Fehn seconded the motion and the motion passed.

Yes votes: 7 No votes: 1 Don Beets

- Investment Report for January 31, 2010
 - Market Values
 - Annualized Performance

- Shenkman Capital Management offers a potential fee reduction from 75bps to 60bps for the Four Points Product if Cincinnati Retirement System (CRS) became an early investor in the new opportunistic product.
 - B. Christenson suggested redirecting \$25 million from Shenkman's current allocation into their new Four Points Product. Although a reduction of fees is rare, the committee requested a search of other managers who might offer similar products.

 **Bartlett & Company**

Jason Kiss, Sr. Portfolio Manager and James Miller, CEO provided a presentation followed by a question and answer session. Their presentation included:

- Company Profile
- Investment Philosophy and Process
- Portfolio Characteristics
- Performance

 **Opus Capital Management**

Kevin Whelan, V.P. Portfolio Manager and Katrina Howard O'Leary, Business Development provided a presentation followed by a question and answer session. Their presentation included:

- Firm Overview
- Investment Philosophy
- Portfolio Review
- Why Opus Capital Management?

Committee Action

M. Rachford made a motion to adjourn the meeting. M. Fehn seconded the motion and the motion was adjourned at 1:55 P.M.

**City of Cincinnati
Retirement System**

Executive Summary

December 31, 2009



Private Equity/Infrastructure Data (As of 9/30/0)

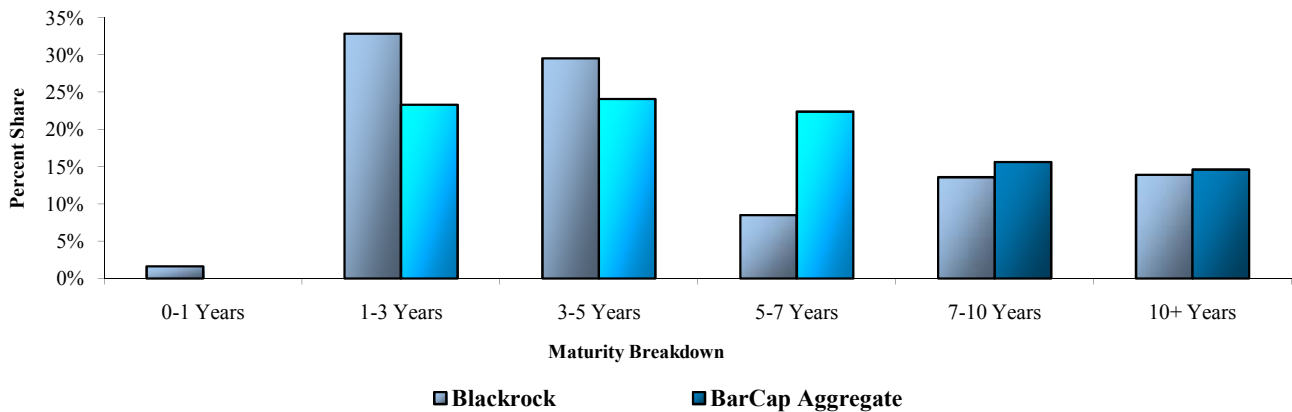
Asset Class	IM	Date Funded	Committed	Called	Distributed	Capital Balance	IRR Since Inception	
							Cumulative	Annualized
Private Equity Venture	Blue Chip I	07/01/93	\$4,000,000	\$4,000,000	\$6,314,076	\$0	517.35%	13.40%
Private Equity Venture	Blue Chip II	08/01/97	\$10,000,000	\$10,000,000	\$8,213,618	\$1,097,809	-22.03%	-2.02%
Private Equity Venture	Blue Chip III	11/01/99	\$15,000,000	\$15,000,000	\$3,770,047	\$1,217,930	-87.45%	-18.88%
Private Equity Venture	Blue Chip IV	12/01/00	\$25,000,000	\$25,000,000	\$10,648,089	\$6,542,408	18.80%	1.98%
Private Equity FOfs Diversified	Fort Washington Fund V	09/01/07	\$40,000,000	\$18,886,667	\$0	\$15,525,955	-25.16%	-13.08%
Private Equity FOfs Diversified	Fort Washington Fund VI	04/01/08	\$30,000,000	\$5,890,050	\$0	\$6,013,438	3.71%	2.47%
Private Equity Buy-Out	Piper Jaffray III - LBO	05/01/07	\$20,000,000	\$14,650,017	\$69,581	\$13,199,395	-13.83%	-5.87%
Private Equity Buy-Out	Piper Jaffray III - VC	09/01/07	\$20,000,000	\$6,633,339	\$125,280	\$6,058,724	-9.58%	-4.08%
Private Equity Buy-Out	Piper Jaffray IV - LBO	09/01/08	\$15,000,000	\$1,867,500	\$0	\$1,917,517	4.75%	4.13%
Private Equity Buy-Out	Piper Jaffray IV - VC	06/01/08	\$15,000,000	\$6,750,000	\$0	\$6,497,568	-6.36%	-4.59%
Private Equity FOfs Specialized	Portfolio Advisors IV - Special Sit	06/01/07	\$20,000,000	\$13,278,685	\$0	\$11,561,001	-15.24%	-6.92%
Private Equity FOfs Specialized	Portfolio Advisors V - Special Sit	09/01/08	\$10,000,000	\$3,934,463	\$0	\$5,484,117	-13.36%	-12.27%
Infrastructure	Alinda II	08/01/08	\$60,000,000	\$17,058,479	\$1,355,526	\$16,204,726	7.52%	6.52%
Infrastructure	Macquarie II	09/01/08	\$60,000,000	\$36,530,513	\$3,395,949	\$33,211,638	0.34%	0.32%
Private Equity Composite		07/01/93	\$224,000,000	\$125,890,721	\$29,140,691	\$83,115,862	-52.34%	-4.46%
Infrastructure Composite		08/01/08	\$120,000,000	\$53,588,992	\$4,751,475	\$49,416,364	2.04%	1.78%
Combined			\$344,000,000	\$179,479,713	\$33,892,166	\$132,532,226		

¹ All data is preliminary and subject to change.

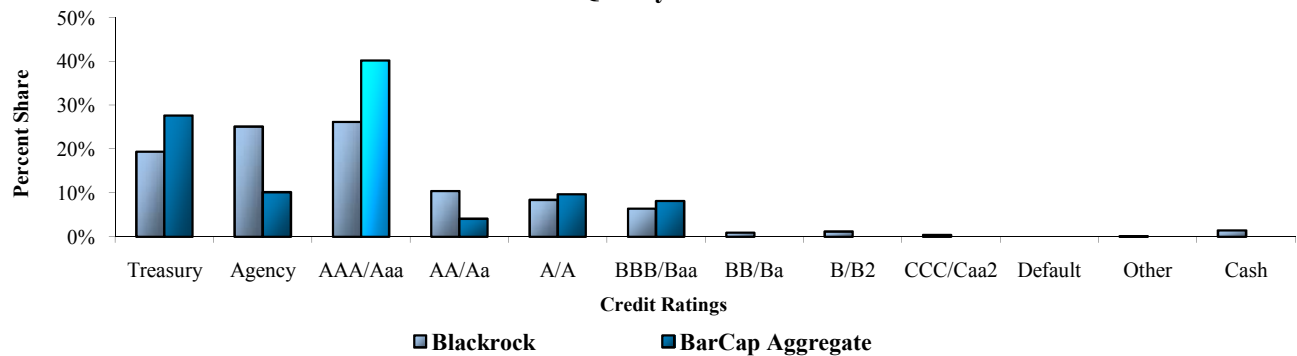
Fixed Income Portfolio Statistics - Blackrock

	<u>Blackrock</u>	<u>BarCap Aggregate</u>
Total Number of Securities	256	8,413
Current Coupon	4.3%	4.7%
Time to Maturity	7.5 Years	6.8 Years
Effective Duration	4.1 Years	4.6 Years
Yield to Worst	3.5%	3.7%
Average Credit Quality	AA+	AA1/AA2

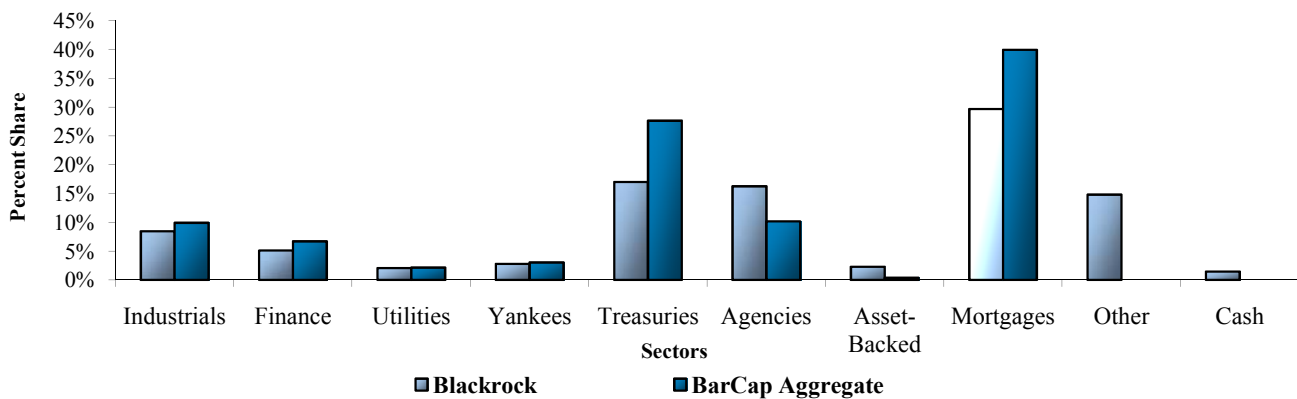
Portfolio Maturity Distribution



Portfolio Quality Distribution



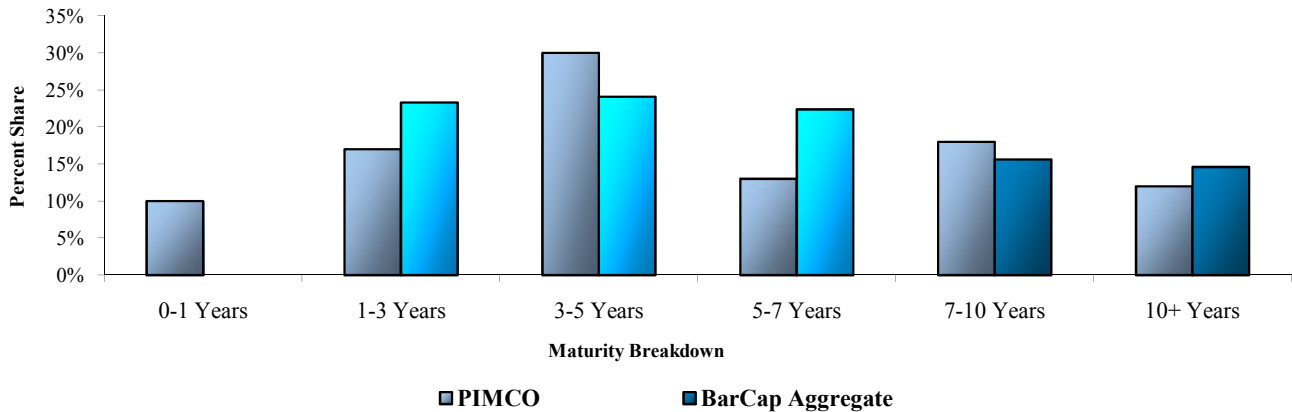
Portfolio Sector Allocation



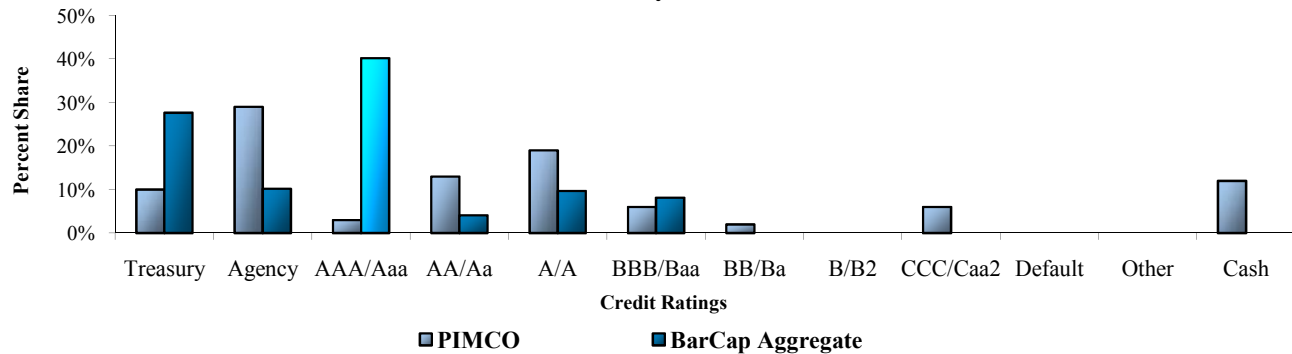
Fixed Income Portfolio Statistics as of 9/30/09 - PIMCO

	<u>PIMCO</u>	<u>BarCap Aggregate</u>
Total Number of Securities	200	8,413
Current Coupon	4.7%	4.7%
Time to Maturity	7.0 Years	6.8 Years
Effective Duration	4.7 Years	4.6 Years
Yield to Worst	6.9%	3.7%
Average Credit Quality	AA-	AA1/AA2

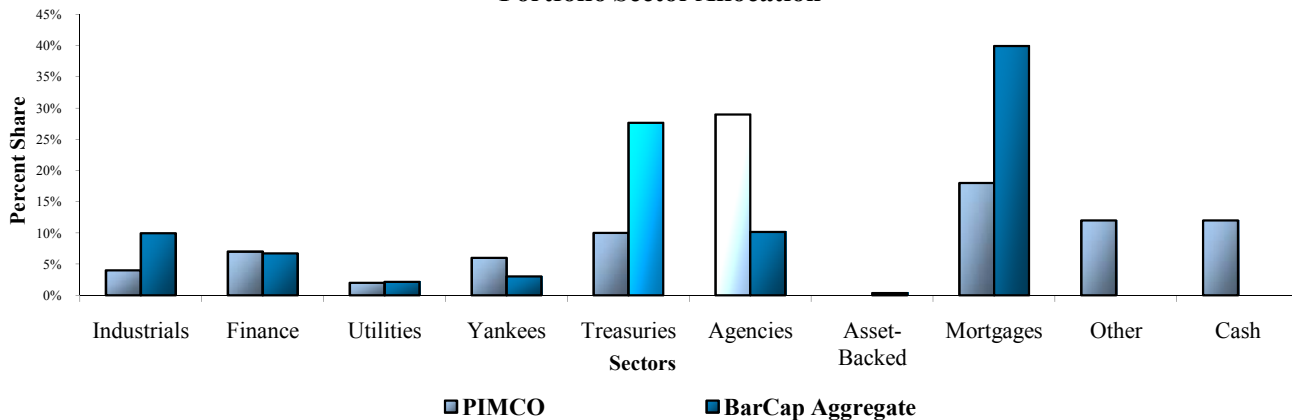
Portfolio Maturity Distribution



Portfolio Quality Distribution



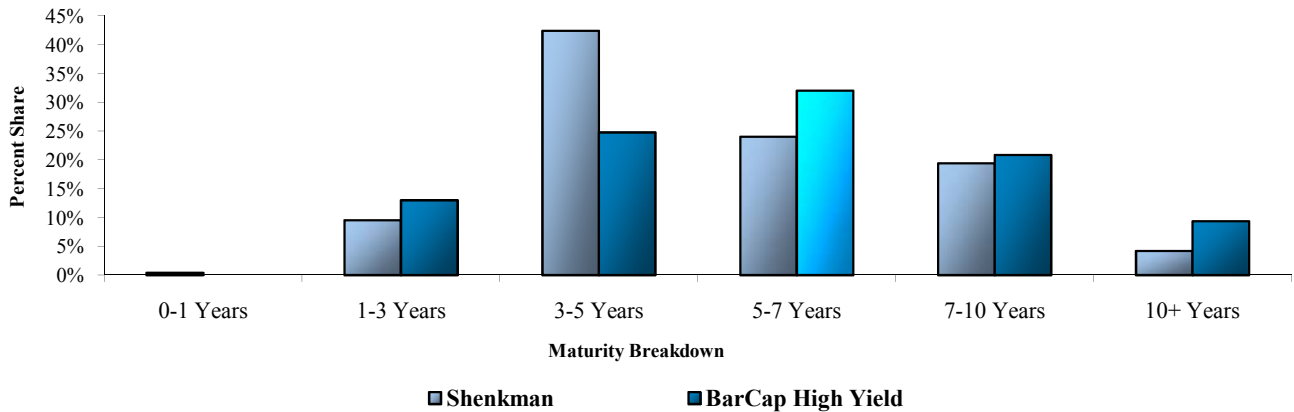
Portfolio Sector Allocation



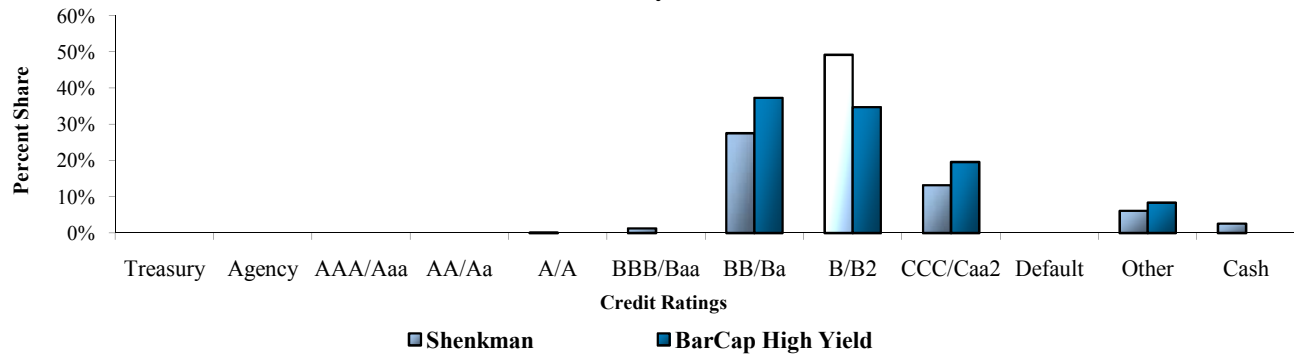
High Yield Fixed Income Portfolio Statistics - Shenkman

	<u>Shenkman</u>	<u>BarCap High Yield</u>
Total Number of Securities	171	1,625
Current Coupon	7.9%	8.3%
Time to Maturity	5.5 Years	6.8 Years
Effective Duration	3.2 Years	4.3 Years
Yield to Worst	7.7%	9.1%
Average Credit Quality	B2/B	B1/B2

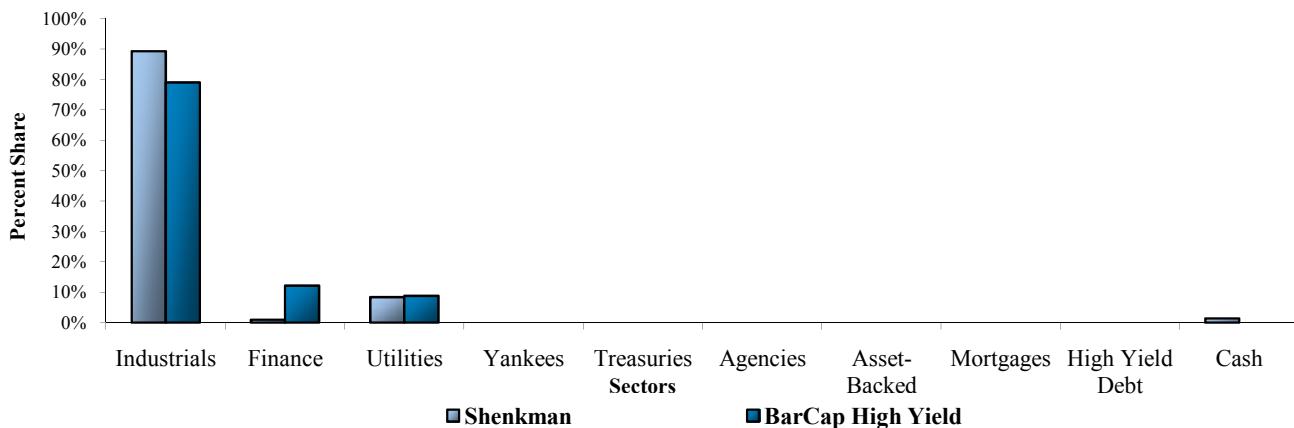
Portfolio Maturity Distribution



Portfolio Quality Distribution

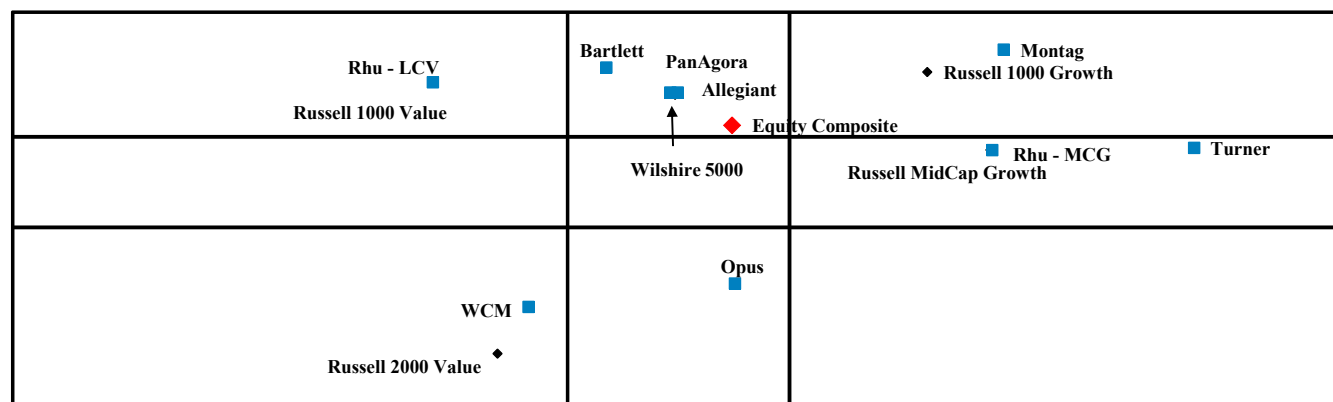


Portfolio Sector Allocation



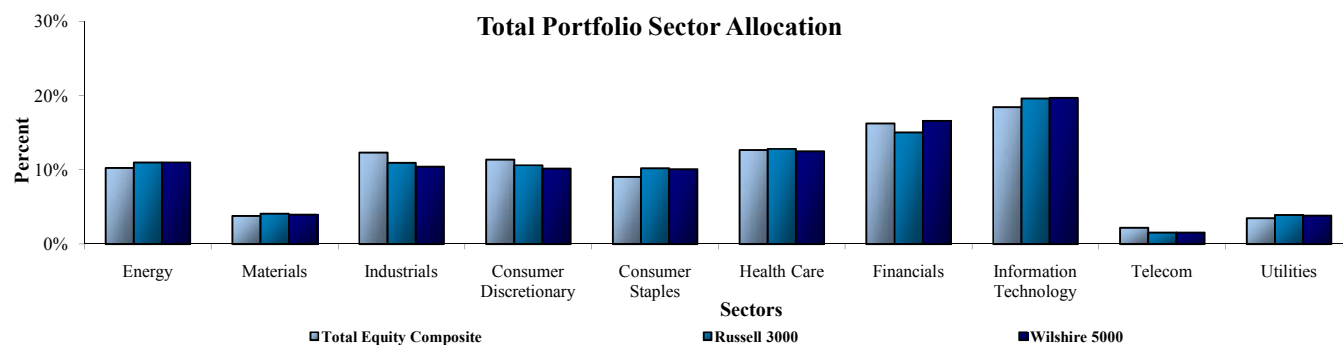
Domestic Equity Style Diversification

Investment Manager Style Classification by Holdings



Characteristics	Total Equity	Wilshire 5000	Market-Cap Breakdown	Total Equity	Wilshire 5000
Number of Securities	2,061	4,041	Greater Than \$20 Billion	43.9%	59.7%
Average Capitalization	\$49.8 Bil	\$71.3 Bil	\$10 Billion - \$20 Billion	12.2%	11.9%
Median Capitalization	\$2.8 Bil	\$0.3 Bil	\$5 Billion - \$10 Billion	12.9%	9.9%
Equity Yield	1.6%	1.8%	\$1 Billion - \$5 Billion	23.6%	14.0%
Average P/E	15.3X	11.4X	\$500 Million - \$1 Billion	5.3%	2.3%
Beta	1.08	1.12	\$100 Million - \$500 Million	2.0%	1.9%
Average P/B	2.1X	1.9X	Less Than \$100 Million	0.0%	0.3%
Five Yrs Earnings Growth	8.9%	9.5%			

Five Largest Holdings	(Percent)	Top Five Contributors ¹	(Return)	Top Five Detractors ¹	(Return)
Exxon Mobil Corp	1.7%	Google Inc	25.0%	Citigroup Inc	-31.6%
J P Morgan Chase & C	1.3%	Microsoft Corp	18.3%	Bank Amer Corp	-10.9%
Chevron Corp	1.1%	Apple Computer Inc	13.8%	General Elec Co	-7.3%
Apple Computer Inc	1.1%	Merck & Co Inc New	16.7%	J P Morgan Chase & C	-4.8%
General Elec Co	1.0%	Visa Inc	26.8%	State Str Corp	-17.2%
Total	6.1%				



Common Holdings Matrix

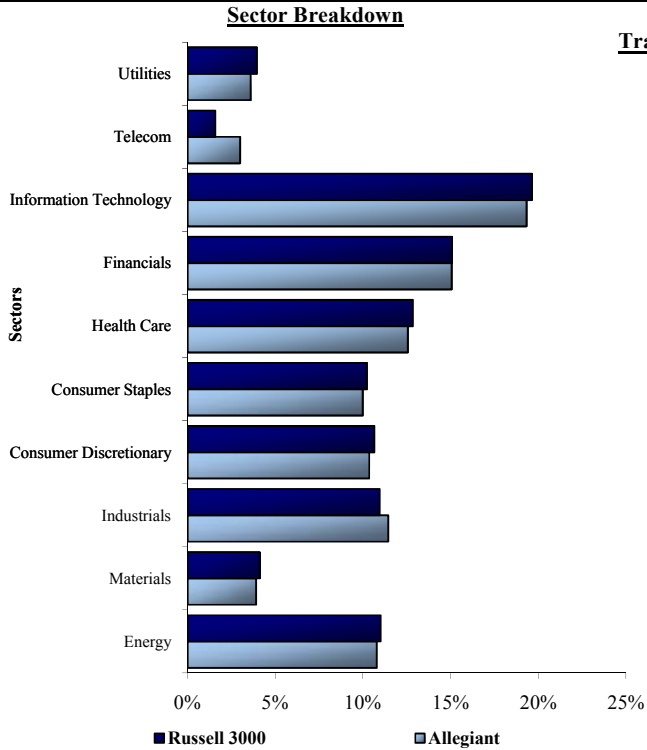
Managers	Allegiant		Bartlett		Montag		PanAgora		Rh LCV		Rh MCG		Opus		Turner		WCM	
	#	%	#	%	#	%	#	%	#	%	#	%	#	%	#	%	#	%
Allegiant	---	---	39	84	31	95	1,052	98	640	100	461	100	46	74	87	93	45	69
Bartlett	39	22	---	---	6	21	39	22	28	23	5	1	0	0	2	2	0	0
Montag	31	18	6	13	---	---	31	18	10	10	4	2	0	0	2	2	0	0
PanAgora	1,052	89	39	84	31	95	---	---	574	97	380	89	26	43	76	83	24	38
Rh LCV	640	58	28	63	10	30	574	62	---	---	232	32	17	28	34	34	12	21
Rh MCG	461	16	5	12	4	9	380	19	232	10	---	---	8	13	64	74	5	8
Opus	46	0	0	0	0	0	26	1	17	1	8	1	---	---	0	0	2	4
Turner	87	4	2	4	2	5	76	5	34	3	64	23	0	0	---	---	1	2
WCM	45	0	0	0	0	0	24	1	12	0	5	0	2	2	1	1	---	---

¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

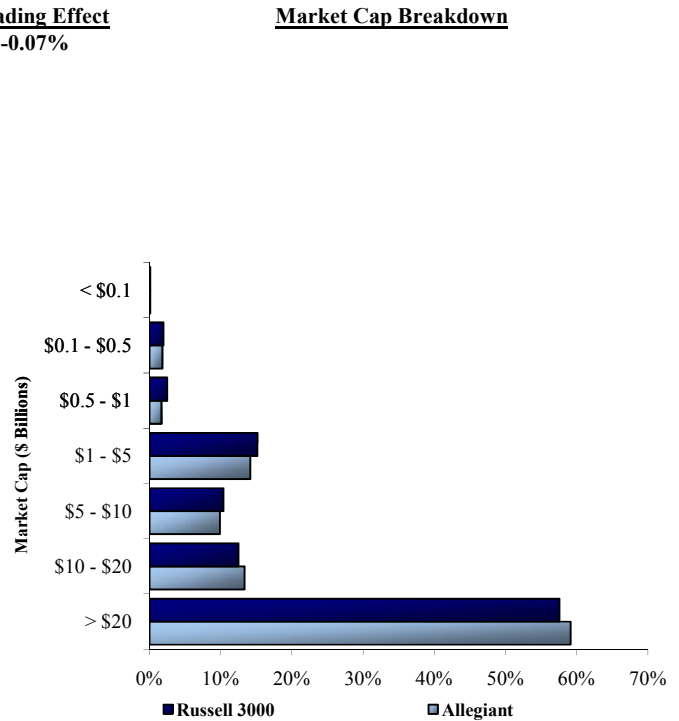
Equity Portfolio Statistics - Allegiant

<u>Characteristics</u>	<u>Allegiant</u>	<u>Russell 3000</u>	<u>Style Drift For Three Years</u>			
			○ Allegiant	● Russell 3000		
Number of Securities	1,922	2,971				
Average Capitalization	\$69.1 Bil	\$66.5 Bil				
Median Capitalization	\$1.6 Bil	\$0.7 Bil				
Equity Yield	1.8%	1.8%				
Average P/E	14.9X	13.8X				
Beta	1.04	1.04				
Average P/B	2.1X	2.1X				
Five Yrs Earnings Growth	8.6%	8.9%				

<u>Five Largest Holdings</u>	<u>(Percent)</u>	<u>Top Five Contributors¹</u>	<u>(Return)</u>	<u>Top Five Detractors¹</u>	<u>(Return)</u>
Exxon Mobil Corp	2.8%	Microsoft Corp	18.3%	Citigroup Inc	-31.6%
Microsoft Corp	2.0%	Google Inc	25.0%	Bank Amer Corp	-10.9%
Apple Computer Inc	1.6%	Apple Computer Inc	13.8%	General Elec Co	-7.3%
Procter & Gamble Co	1.5%	Amazon Com Inc	44.1%	J P Morgan Chase & C	-4.8%
Johnson & Johnson	<u>1.5%</u>	Merck & Co Inc New	16.7%	Goldman Sachs Group	-8.2%
Total	9.5%				



Trading Effect
-0.07%

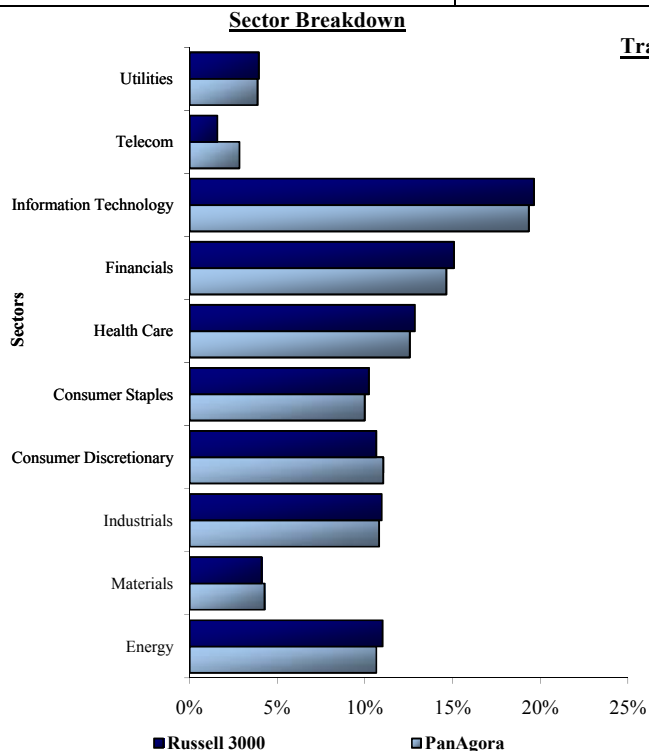


¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

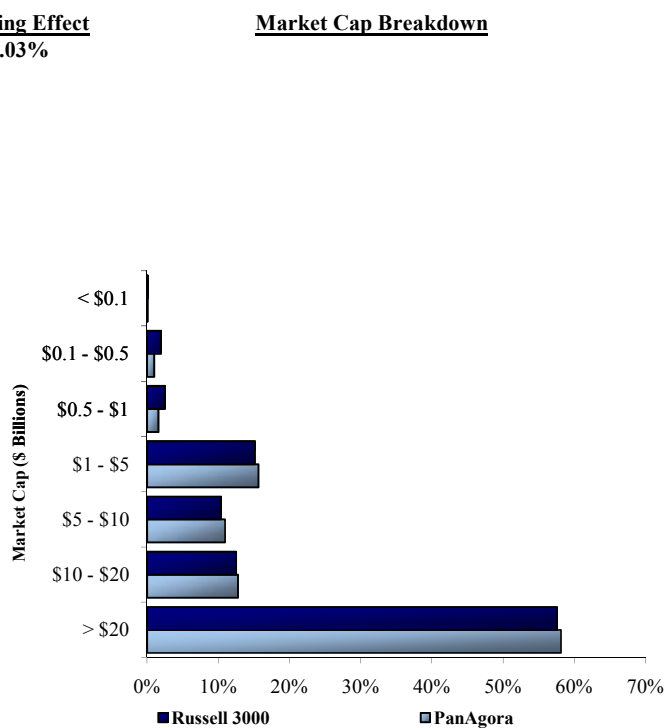
Equity Portfolio Statistics - PanAgora

<u>Characteristics</u>	<u>PanAgora</u>	<u>Russell 3000</u>	<u>Style Drift For Three Years</u>
Number of Securities	1,134	2,971	<div style="display: flex; justify-content: space-around;"> ○ PanAgora ● Russell 3000 </div>
Average Capitalization	\$67.9 Bil	\$66.5 Bil	
Median Capitalization	\$3.3 Bil	\$0.7 Bil	
Equity Yield	1.8%	1.8%	
Average P/E	15.5X	13.8X	
Beta	1.04	1.04	
Average P/B	2.1X	2.1X	
Five Yrs Earnings Growth	8.6%	8.9%	

<u>Five Largest Holdings</u>	<u>(Percent)</u>	<u>Top Five Contributors¹</u>	<u>(Return)</u>	<u>Top Five Detractors¹</u>	<u>(Return)</u>
Exxon Mobil Corp	2.8%	Microsoft Corp	18.3%	Citigroup Inc	-31.6%
Microsoft Corp	2.0%	Google Inc	25.0%	Bank Amer Corp	-10.9%
Apple Computer Inc	1.6%	Apple Computer Inc	13.8%	General Elec Co	-7.3%
Johnson & Johnson	1.5%	Amazon Com Inc	44.1%	J P Morgan Chase & C	-4.8%
Procter & Gamble Co	<u>1.5%</u>	Merck & Co Inc New	16.7%	Goldman Sachs Group	-8.2%
Total	9.3%				



Trading Effect
-0.03%

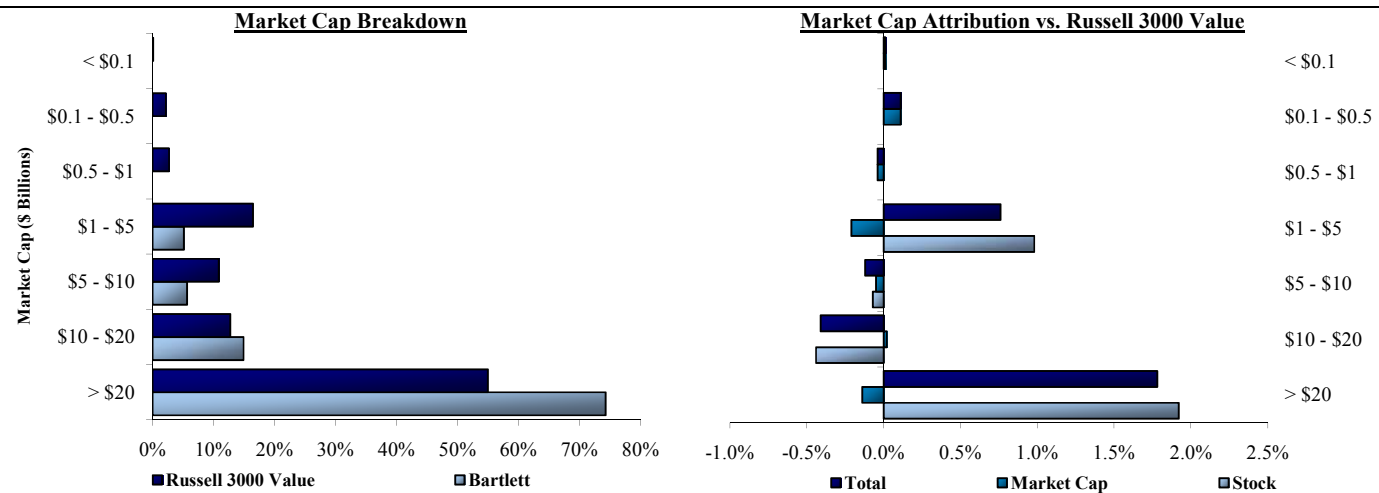
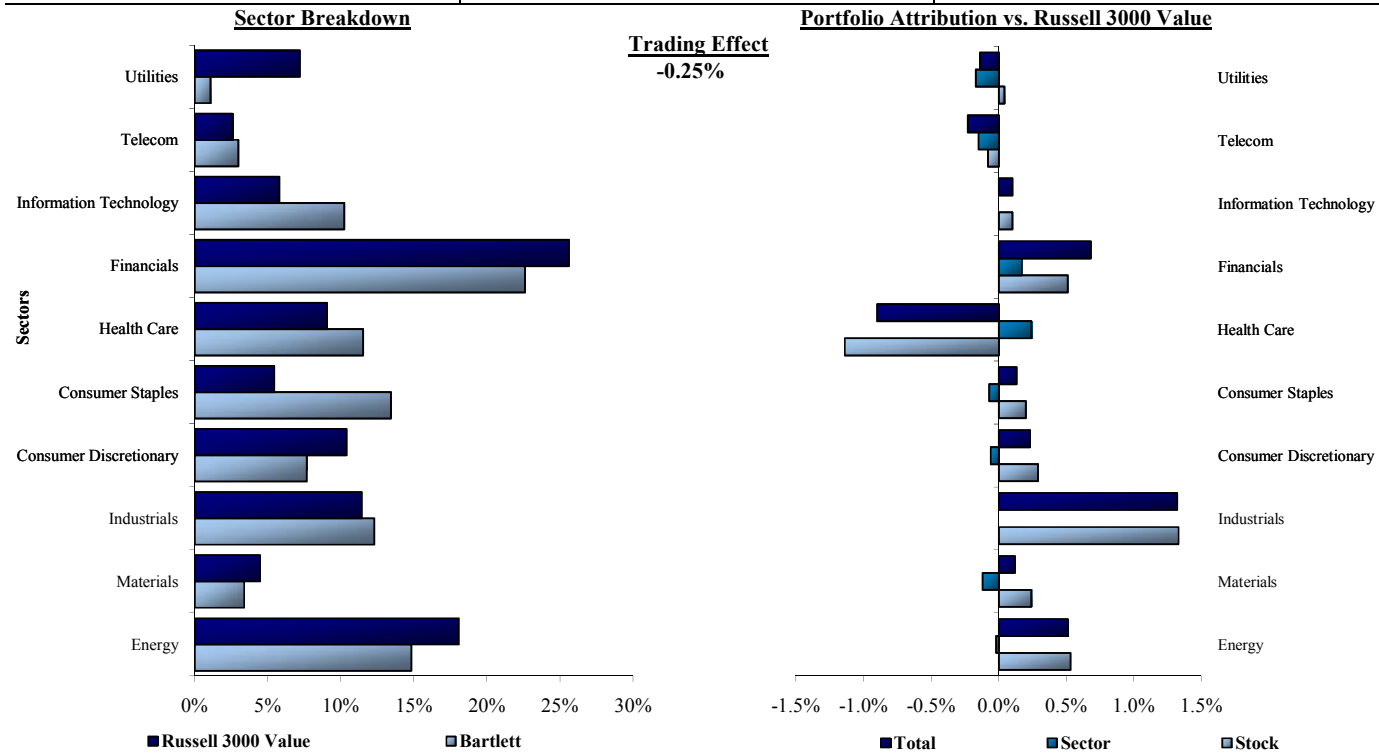


¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

Equity Portfolio Statistics - Bartlett


<u>Characteristics</u>	<u>Bartlett</u>	<u>Russell 3000 Value</u>	<u>Style Drift For Three Years</u>	
Number of Securities	48	2,072		
Average Capitalization	\$70.0 Bil	\$60.4 Bil		
Median Capitalization	\$45.8 Bil	\$0.7 Bil		
Equity Yield	1.9%	2.1%		
Average P/E	16.5X	12.5X		
Beta	1.02	1.14		
Average P/B	2.2X	1.4X		
Five Yrs Earnings Growth	8.7%	4.4%		

<u>Five Largest Holdings</u>	<u>(Percent)</u>	<u>Top Five Contributors¹</u>	<u>(Return)</u>	<u>Top Five Detractors¹</u>	<u>(Return)</u>
Wells Fargo & Co New	3.6%	Kansas City Southn	25.7%	State Str Corp	-17.2%
Kansas City Southn	3.5%	United Technologies	14.6%	Boston Scientific Co	-15.0%
Canadian Nat Res Ltd	3.1%	Conocophillips	14.2%	Avon Prods Inc	-6.7%
Franklin Res Inc	3.1%	Norfolk Southern Cor	22.4%	Amgen	-6.1%
State Str Corp	<u>3.0%</u>	Disney Walt Prodtns	18.8%	Wells Fargo & Co New	-4.0%
Total	16.3%				

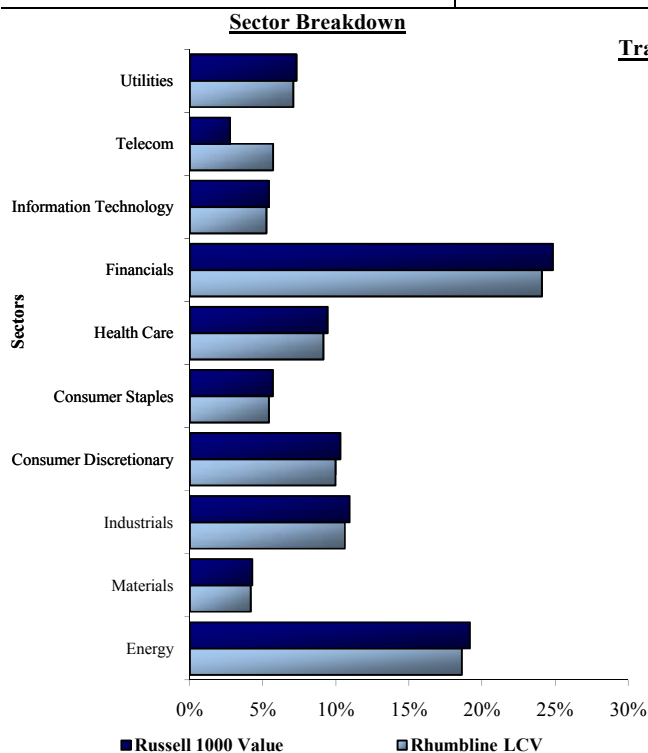


¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

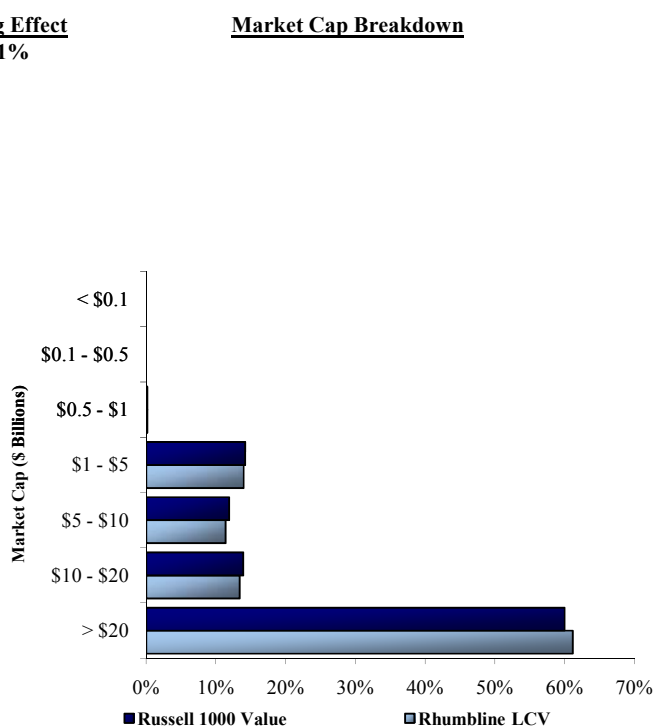
Equity Portfolio Statistics - Rhumblin LCV

<u>Characteristics</u>	<u>Rhumblin LCV</u>	<u>Russell 1000 Value</u>	<u>Style Drift For Three Years</u>		
			○ Rhumblin LCV	● Russell 1000 Value	
Number of Securities	652	679			
Average Capitalization	\$68.8 Bil	\$65.8 Bil			
Median Capitalization	\$4.0 Bil	\$3.9 Bil			
Equity Yield	2.2%	2.1%			
Average P/E	14.1X	14.2X			
Beta	1.12	1.12			
Average P/B	1.5X	1.5X			
Five Yrs Earnings Growth	4.9%	4.9%			

<u>Five Largest Holdings</u>	<u>(Percent)</u>	<u>Top Five Contributors¹</u>	<u>(Return)</u>	<u>Top Five Detractors¹</u>	<u>(Return)</u>
Exxon Mobil Corp	4.5%	Pfizer Inc	11.0%	Citigroup Inc	-31.6%
At&T Inc	3.0%	Chevron Corp	10.3%	Bank Amer Corp	-10.9%
General Elec Co	2.9%	Ford Mtr Co Del	38.7%	General Elec Co	-7.3%
J P Morgan Chase & C	2.9%	Merck & Co Inc New	16.7%	J P Morgan Chase & C	-4.8%
Chevron Corp	2.8%	Disney Walt Prodtns	18.8%	Goldman Sachs Group	-8.2%
Total	16.2%				



Trading Effect
-0.11%

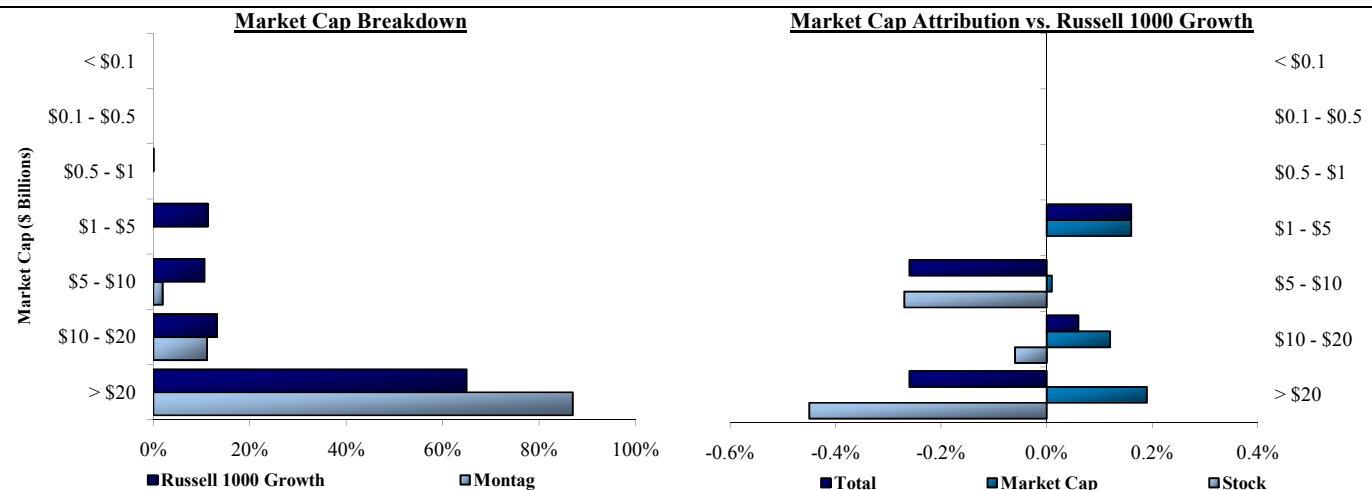
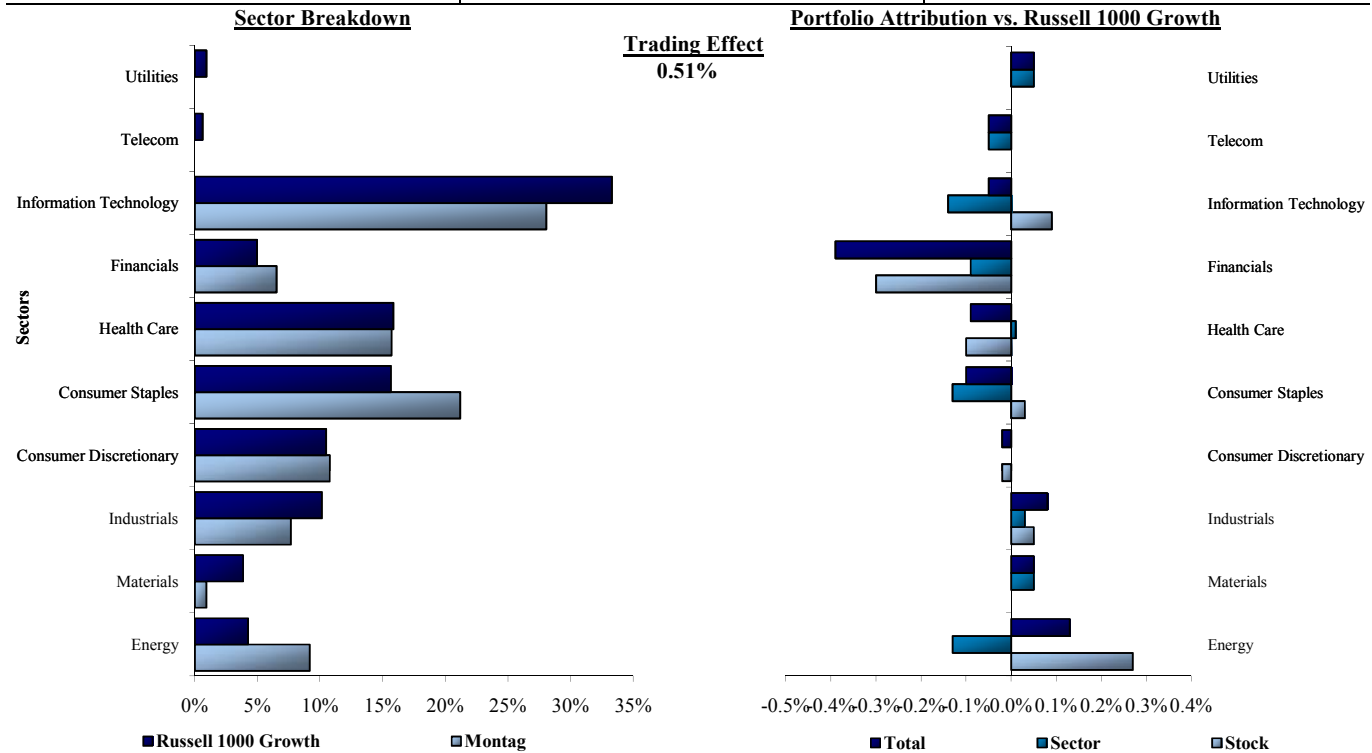


¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

Equity Portfolio Statistics - Montag

<u>Characteristics</u>	<u>Montag</u>	<u>Russell 1000 Growth</u>	<u>Style Drift For Three Years</u>	
Number of Securities	32	622	○ Montag	● Russell 1000 Growth
Average Capitalization	\$84.4 Bil	\$78.0 Bil		
Median Capitalization	\$59.3 Bil	\$4.4 Bil		
Equity Yield	1.5%	1.5%		
Average P/E	19.4X	17.2X		
Beta	0.87	0.92		
Average P/B	4.0X	3.9X		
Five Yrs Earnings Growth	18.7%	13.5%		

<u>Five Largest Holdings</u>	<u>(Percent)</u>	<u>Top Five Contributors¹</u>	<u>(Return)</u>	<u>Top Five Detractors¹</u>	<u>(Return)</u>
Google Inc	4.8%	Google Inc	25.0%	Gilead Sciences Inc	-7.1%
Hewlett Packard Co	4.7%	Visa Inc	26.8%	Fluor Corp	-11.2%
Apple Computer Inc	4.6%	Apple Computer Inc	13.8%	J P Morgan Chase & C	-4.8%
Qualcomm Inc	4.5%	Merck & Co Inc New	16.7%	Schwab Charles Cp Ne	-1.4%
Coca Cola Co	4.4%	Hewlett Packard Co	9.3%	TJX Cos Inc New	-1.3%
Total	23.0%				

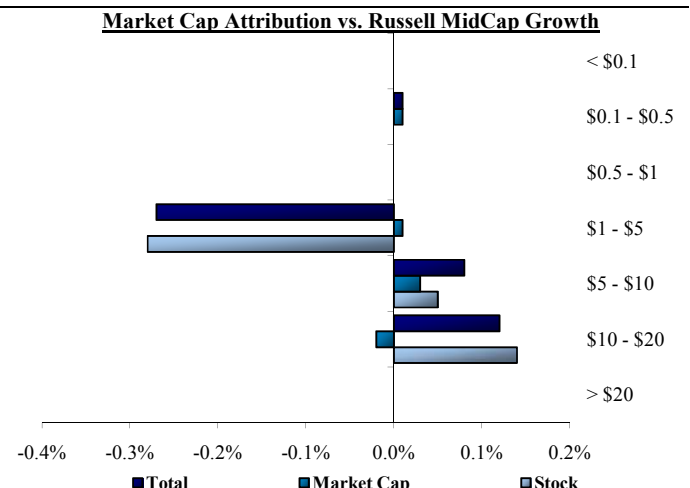
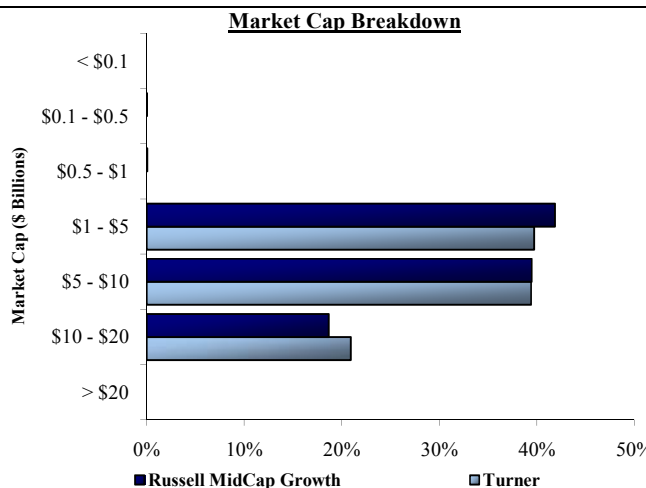
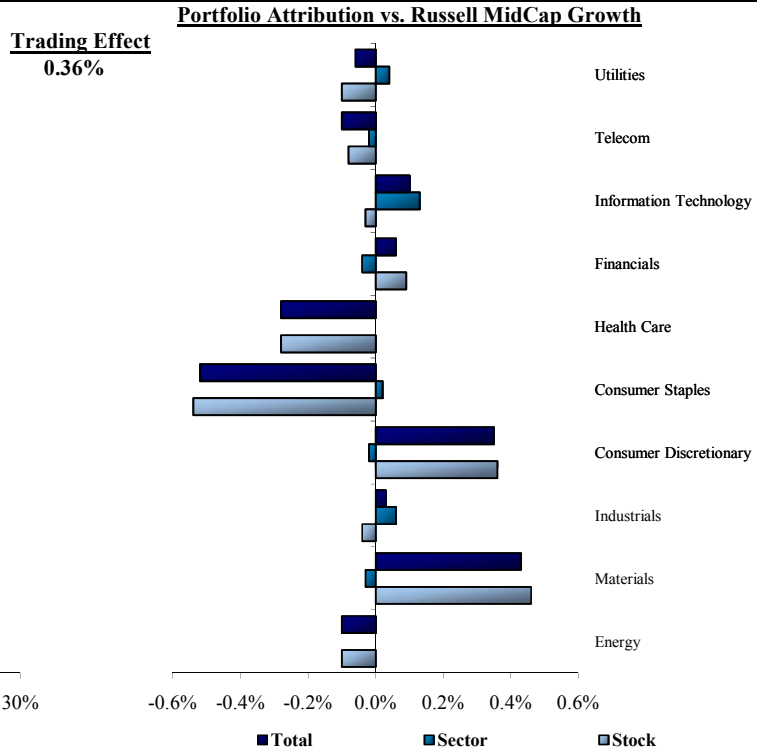
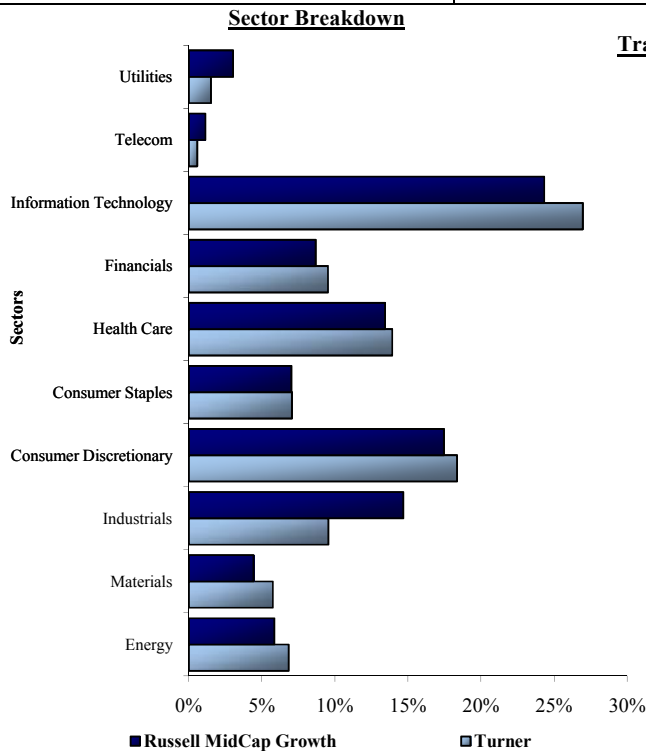


¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

Equity Portfolio Statistics - Turner

<u>Characteristics</u>	<u>Turner</u>	<u>Russell MidCap</u>	<u>Style Drift For Three Years</u>		
			○ Turner	● Russell MidCap Growth	
Number of Securities	95	491			
Average Capitalization	\$7.0 Bil	\$6.6 Bil			
Median Capitalization	\$5.7 Bil	\$3.6 Bil			
Equity Yield	0.4%	1.0%			
Average P/E	19.1X	16.9X			
Beta	1.38	1.11			
Average P/B	3.3X	3.4X			
Five Yrs Earnings Growth	9.7%	9.5%			

<u>Five Largest Holdings</u>	<u>(Percent)</u>	<u>Top Five Contributors¹</u>	<u>(Return)</u>	<u>Top Five Detractors¹</u>	<u>(Return)</u>
F5 Networks Inc	2.4%	F5 Networks Inc	33.7%	Alcatel-Lucent	-26.1%
Netapp Inc	2.1%	Netapp Inc	28.9%	Wynn Resorts Ltd	-13.0%
Micron Technology In	2.1%	Micron Technology In	28.8%	Whole Foods Mkt Inc	-10.0%
Atheros Communicatio	1.8%	Salesforce Com Inc	29.6%	Avon Prods Inc	-6.7%
Starwood Hotels&Reso	1.8%	Atheros Communicatio	29.1%	WMS Industries Inc	-10.2%
Total	10.1%				

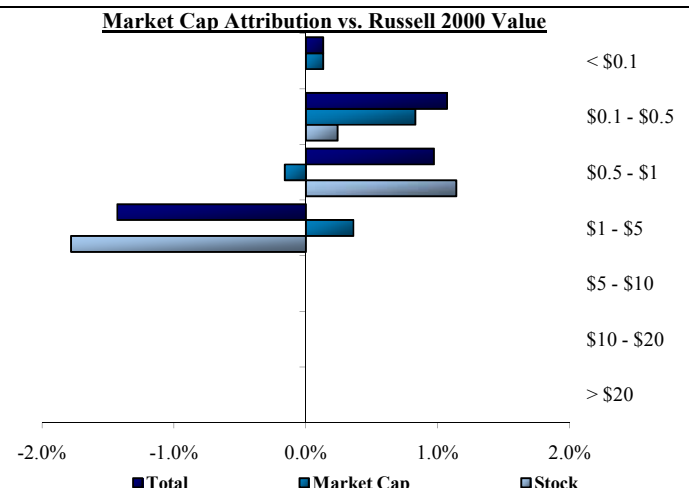
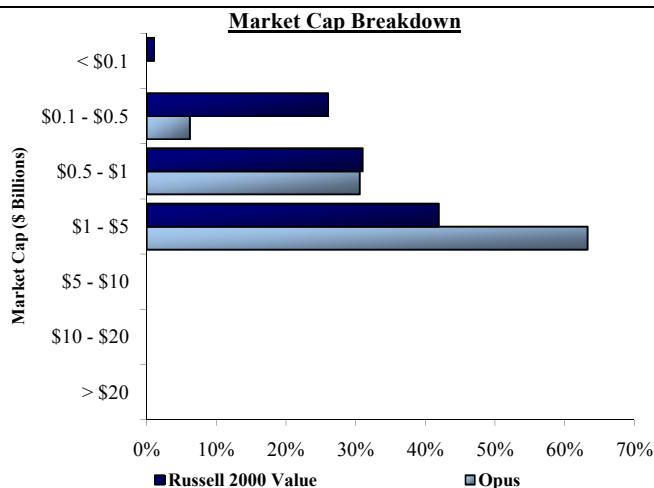
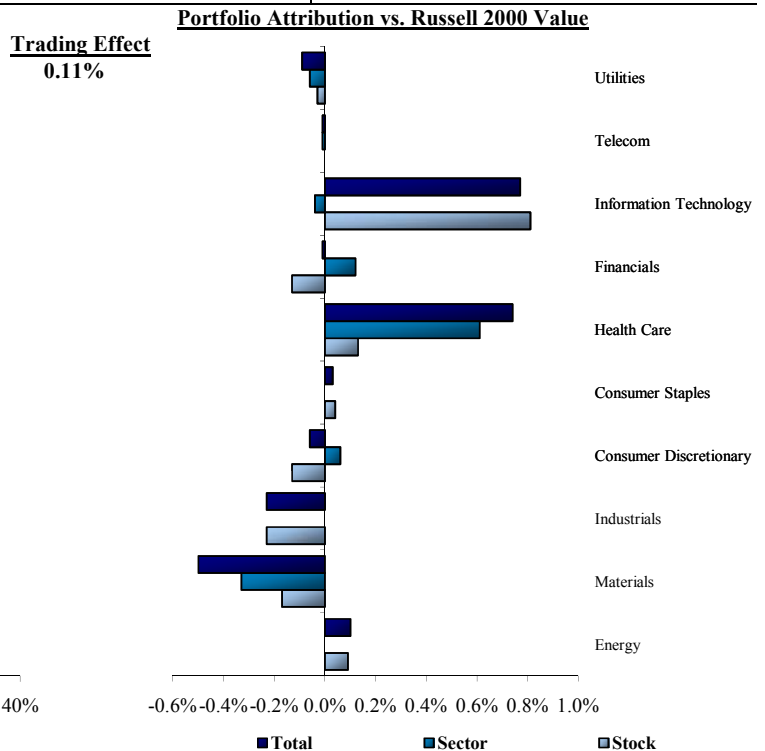
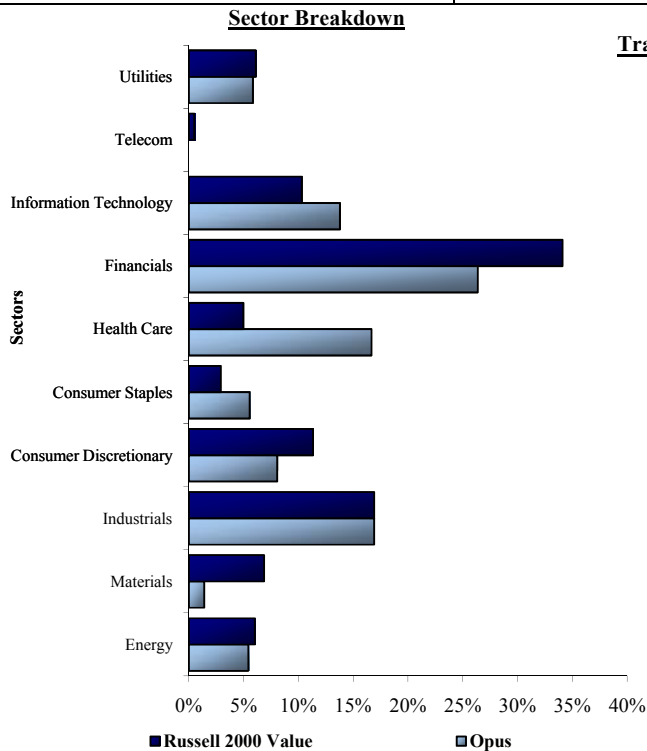


¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

Equity Portfolio Statistics - Opus

<u>Characteristics</u>	<u>Opus</u>	<u>Russell 2000 Value</u>	<u>Style Drift For Three Years</u>		
			○ Opus	● Russell 2000 Value	
Number of Securities	61	1,393			
Average Capitalization	\$1.4 Bil	\$0.9 Bil			
Median Capitalization	\$1.2 Bil	\$0.4 Bil	○	○	
Equity Yield	1.2%	1.9%			
Average P/E	12.2X	10.5X			
Beta	1.06	1.32			
Average P/B	1.5X	1.2X			
Five Yrs Earnings Growth	12.9%	-0.3%			

<u>Five Largest Holdings</u>	<u>(Percent)</u>	<u>Top Five Contributors¹</u>	<u>(Return)</u>	<u>Top Five Detractors¹</u>	<u>(Return)</u>
Ezcorp Inc	3.5%	Ezcorp Inc	26.0%	Investment Technolog	-29.4%
Jda Software Group I	3.1%	Amerigroup Corp	21.6%	Tutor Perini Corp	-15.1%
Gentiva Health Servi	2.7%	Jda Software Group I	16.1%	Knight Capital Group	-29.2%
Atmos Energy Corp	2.6%	First Finl Bancorp	21.7%	Navigators Group Inc	-14.4%
Amerigroup Corp	<u>2.6%</u>	Interdigital Inc	14.6%	Dyncorp Intl Inc	-20.3%
Total	14.4%				

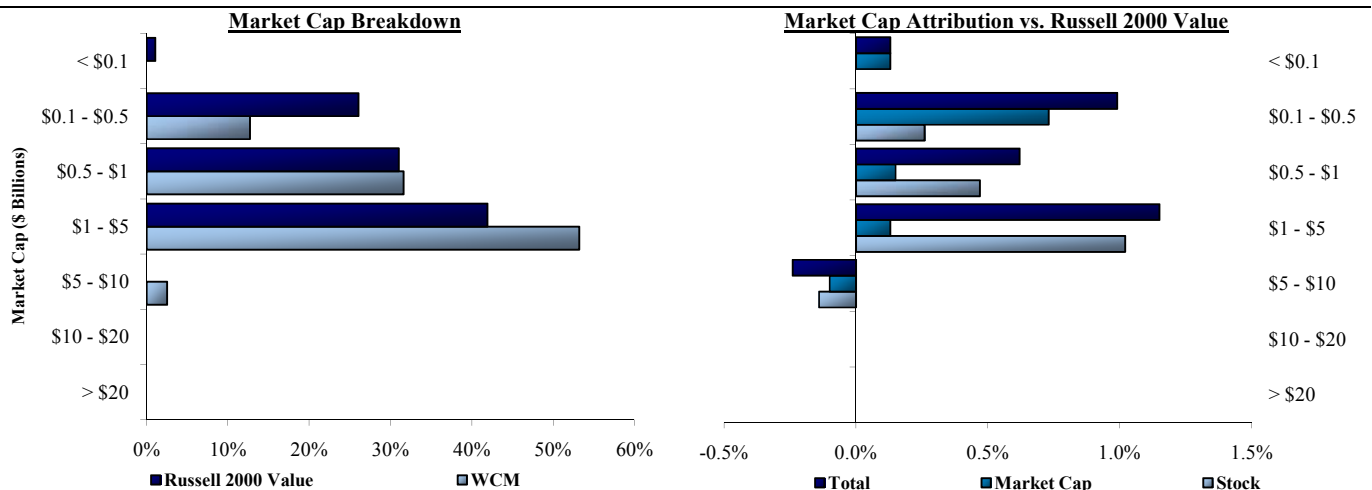
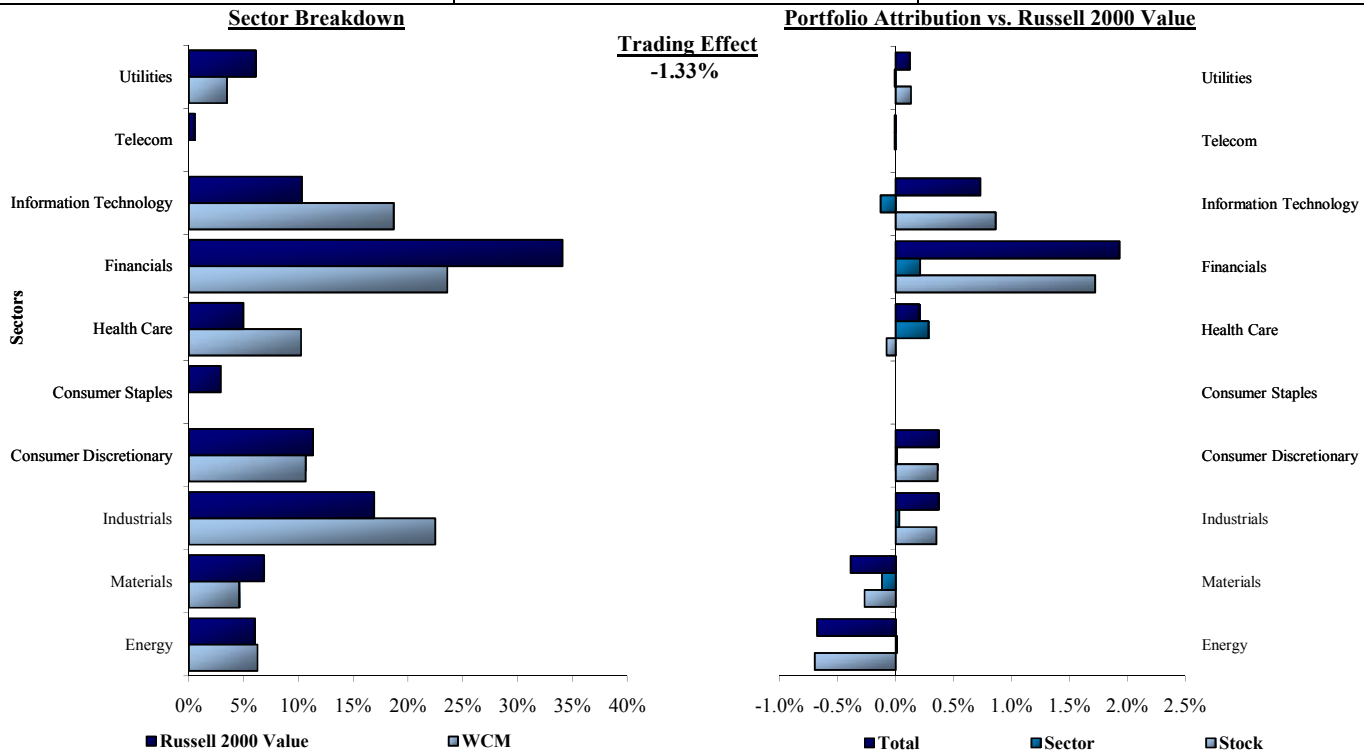


¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

Equity Portfolio Statistics - WCM

<u>Characteristics</u>	<u>WCM</u>	<u>Russell 2000 Value</u>	<u>Style Drift For Three Years</u>		
			○ WCM	● Russell 2000 Value	
Number of Securities	66	1,393			
Average Capitalization	\$1.5 Bil	\$0.9 Bil			
Median Capitalization	\$1.0 Bil	\$0.4 Bil			
Equity Yield	1.2%	1.9%			
Average P/E	8.8X	10.5X			
Beta	1.25	1.32			
Average P/B	1.3X	1.2X			
Five Yrs Earnings Growth	1.5%	-0.3%			

<u>Five Largest Holdings</u>	<u>(Percent)</u>	<u>Top Five Contributors¹</u>	<u>(Return)</u>	<u>Top Five Detractors¹</u>	<u>(Return)</u>
United Rentals Inc	3.3%	East West Bancorp In	90.6%	Global Inds Ltd	-25.0%
Sykes Enterprises In	3.0%	Wellcare Group Inc	49.1%	Novatel Wireless Inc	-29.8%
Hertz Global Holding	2.9%	Jabil Circuit Inc	30.2%	Freightcar Amer Inc	-18.1%
Blue Coat Systems In	2.6%	Blue Coat Systems In	26.3%	Freds Inc	-19.6%
Genworth Finl Inc	<u>2.5%</u>	Sykes Enterprises In	22.3%	Hrpt Ptpys Tr	-10.8%
Total	14.3%				

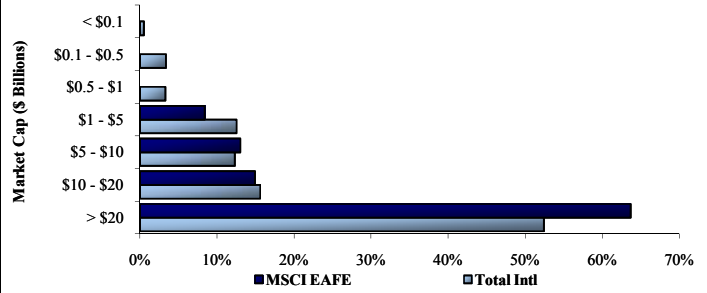


¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

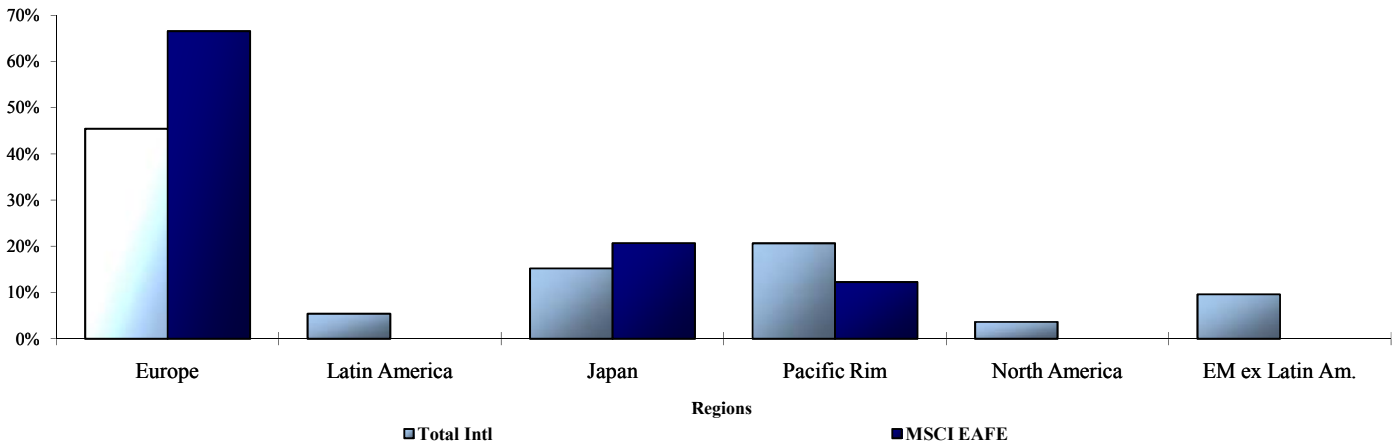
International Equity Portfolio Statistics - Total Intl

Characteristics	Total Intl	MSCI EAFE
Number of Securities	2,254	957
Average Capitalization	\$39.5 Bil	\$53.0 Bil
Median Capitalization	\$0.2 Bil	\$6.3 Bil
Equity Yield	3.2%	3.0%
Average P/E	17.4X	18.8X
Average P/B	0.9X	1.5X
Four Yrs Earnings Growth	9.7%	13.0%

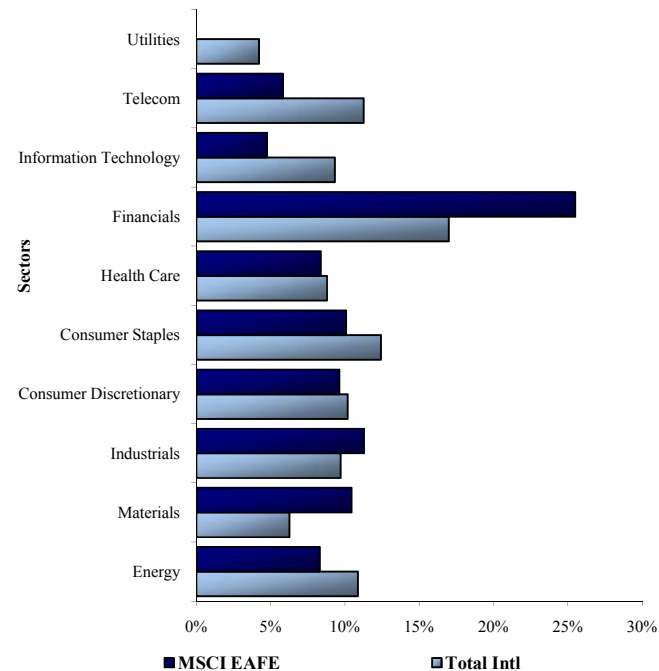
Five Largest Holdings	(Percent)	Top Five Contributors ¹	(Return)	Top Five Detractors ¹	(Return)
Unilever Plc	1.7%	Wal Mart De Mexico S	29.7%	Ing Groep Nv	-27.7%
Bg Group	1.4%	China Resources Ente	25.7%	Erste Group Bank Ag	-16.2%
Air Liquide(L'')	1.3%	Unilever Plc	14.8%	Seven & I Holdings C	-15.1%
Novartis Ag	1.2%	Wpp Plc	15.7%	Nokia Corp	-12.1%
Nestle Sa	1.2%	Alcon Inc	18.5%	Astellas Pharma	-9.8%
Total	6.9%				



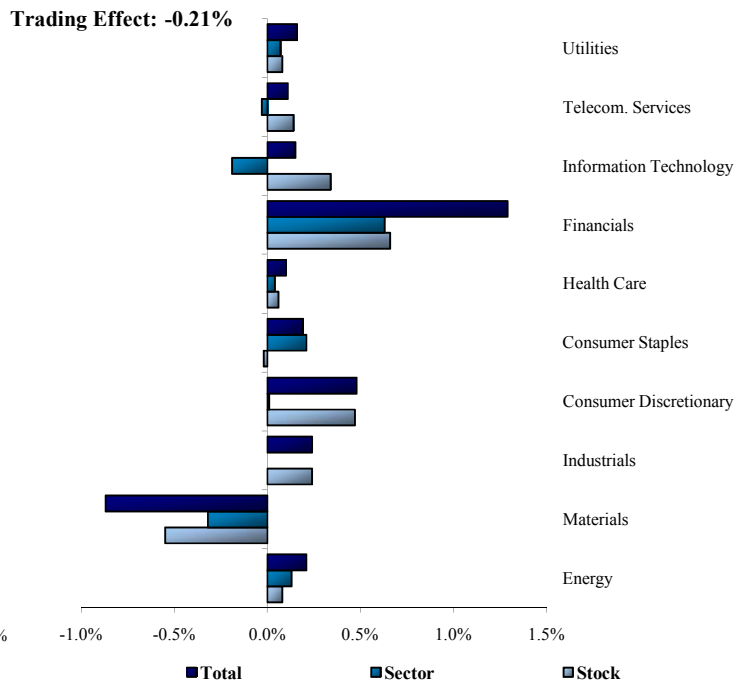
Portfolio Regional Allocation



Sector Breakdown



Portfolio Attribution vs. MSCI EAFE

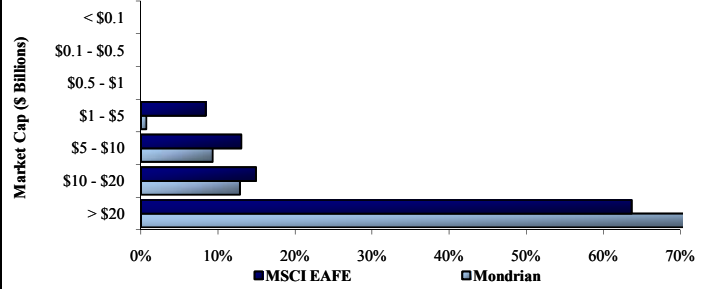


¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

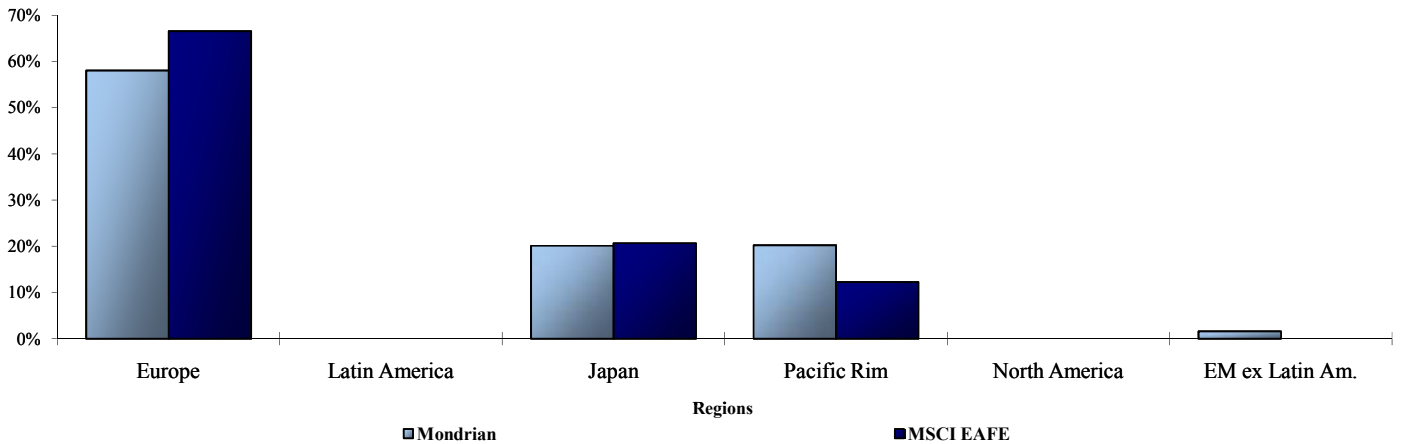
International Equity Portfolio Statistics - Mondrian

Characteristics	Mondrian	MSCI EAFE
Number of Securities	56	957
Average Capitalization	\$59.0 Bil	\$53.0 Bil
Median Capitalization	\$30.3 Bil	\$6.3 Bil
Equity Yield	4.4%	3.0%
Average P/E	14.3X	18.8X
Average P/B	0.8X	1.5X
Four Yrs Earnings Growth	3.8%	13.0%

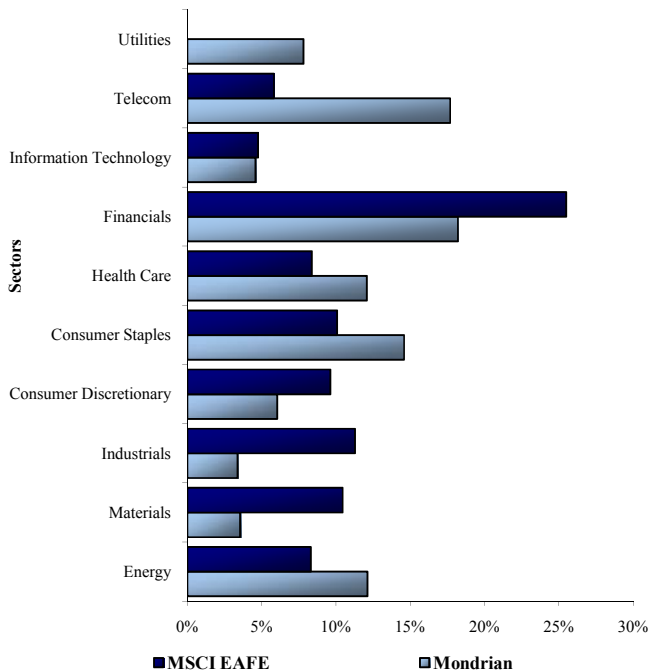
Five Largest Holdings	(Percent)	Top Five Contributors ¹	(Return)	Top Five Detractors ¹	(Return)
Novartis Ag	3.6%	Unilever Plc	14.8%	Ing Groep Nv	-27.7%
Rwe Ag(Neu)	3.4%	Wesfarmers Ltd	20.3%	Seven & I Holdings C	-15.1%
Glaxosmithkline	3.4%	Total	11.7%	Astellas Pharma	-9.8%
Total	3.3%	Compass Group Plc	17.6%	Unicredit Spa	-13.9%
Bp	<u>3.2%</u>	Bp	11.2%	Kao Corp	-5.8%
Total	16.8%				



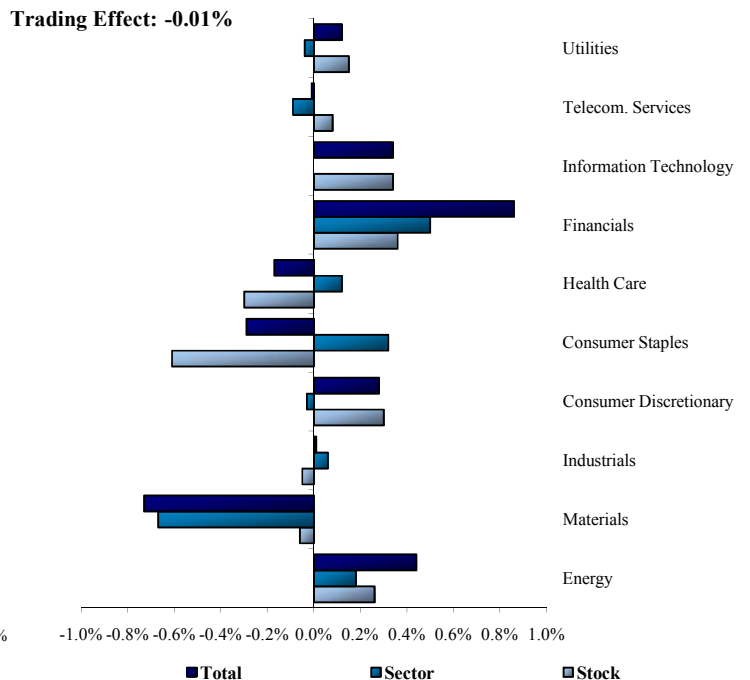
Portfolio Regional Allocation



Sector Breakdown



Portfolio Attribution vs. MSCI EAFE

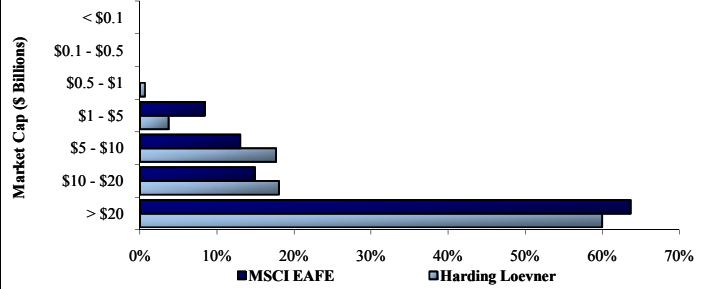


¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

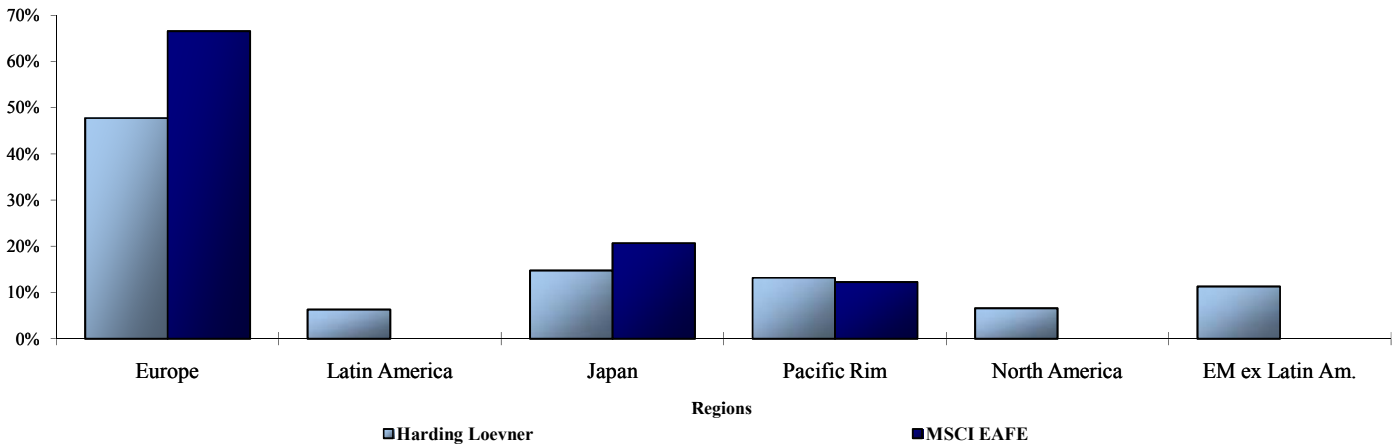
International Equity Portfolio Statistics - Harding Loevner

Characteristics	Harding Loevner	MSCI EAFE
Number of Securities	52	957
Average Capitalization	\$40.4 Bil	\$53.0 Bil
Median Capitalization	\$25.8 Bil	\$6.3 Bil
Equity Yield	2.0%	3.0%
Average P/E	19.1X	18.8X
Average P/B	1.0X	1.5X
Four Yrs Earnings Growth	14.9%	13.0%

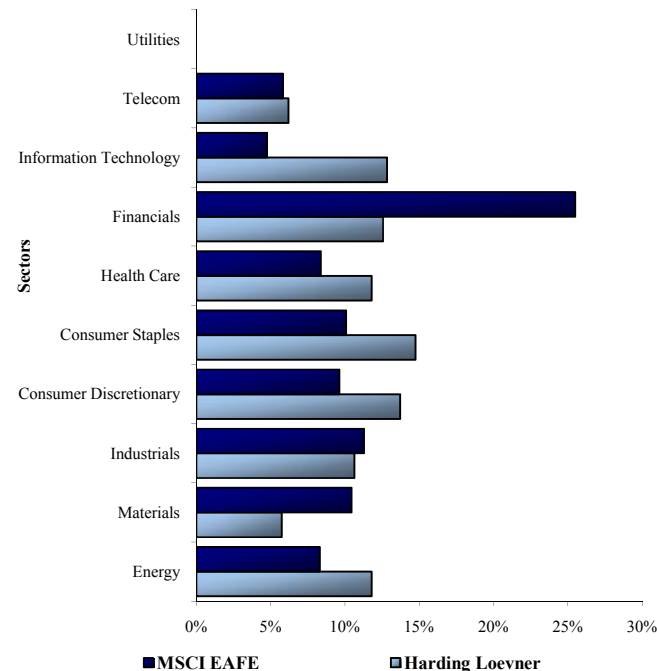
Five Largest Holdings	(Percent)	Top Five Contributors ¹	(Return)	Top Five Detractors ¹	(Return)
Air Liquide(L'')	3.7%	Wal Mart De Mexico S	29.7%	Erste Group Bank Ag	-16.2%
Nestle Sa	3.4%	China Resources Ente	25.7%	Nokia Corp	-12.1%
Wpp Plc	3.2%	Wpp Plc	15.7%	M3 Inc	-13.9%
Dassault Systemes	3.1%	Alcon Inc	18.5%	Keyence Corp	-3.7%
Allianz Se	2.9%	Nestle Sa	14.1%	Autonomy Corp	-6.3%
Total	16.3%				



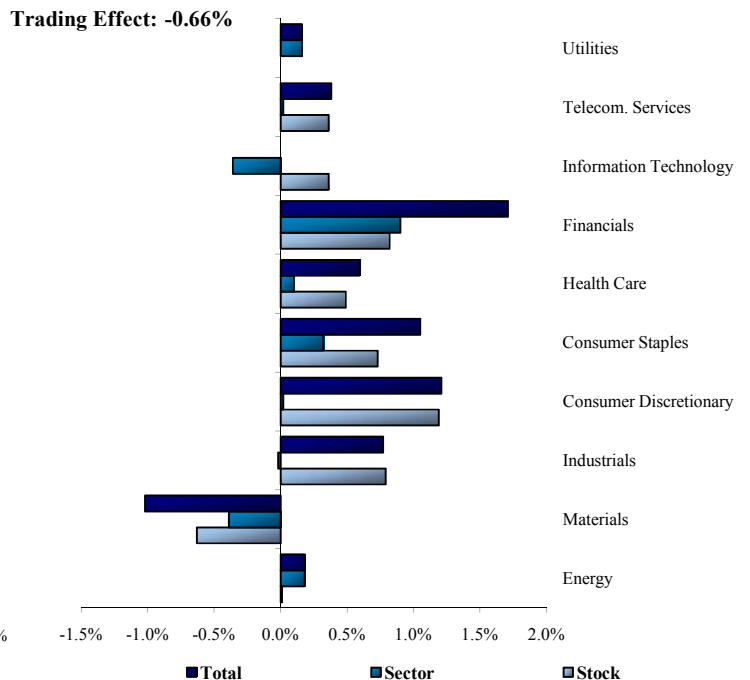
Portfolio Regional Allocation



Sector Breakdown



Portfolio Attribution vs. MSCI EAFE

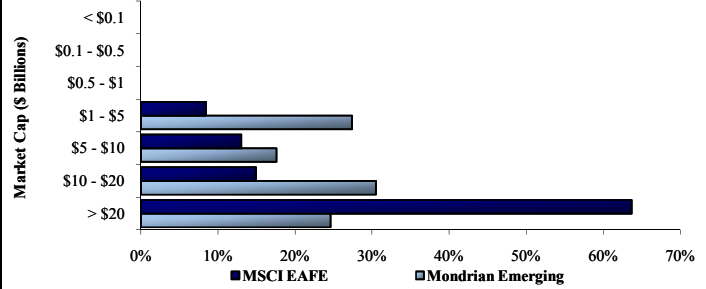


¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

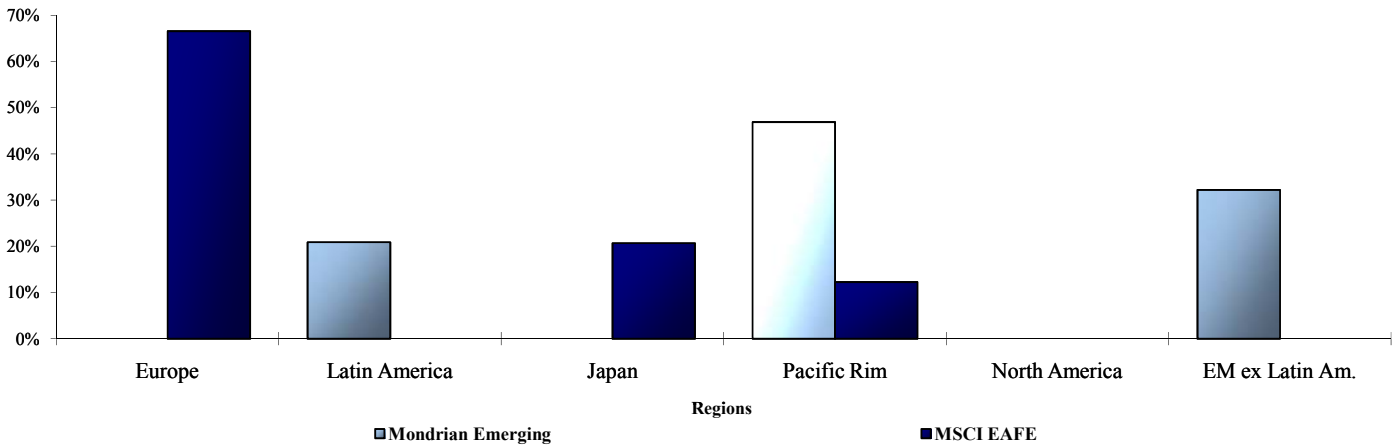
International Equity Portfolio Statistics - Mondrian Emerging

Characteristics	Mondrian Emerging	MSCI EAFE
Number of Securities	73	957
Average Capitalization	\$26.7 Bil	\$53.0 Bil
Median Capitalization	\$8.7 Bil	\$6.3 Bil
Equity Yield	3.4%	3.0%
Average P/E	12.6X	18.8X
Average P/B	0.8X	1.5X
Four Yrs Earnings Growth	20.4%	13.0%

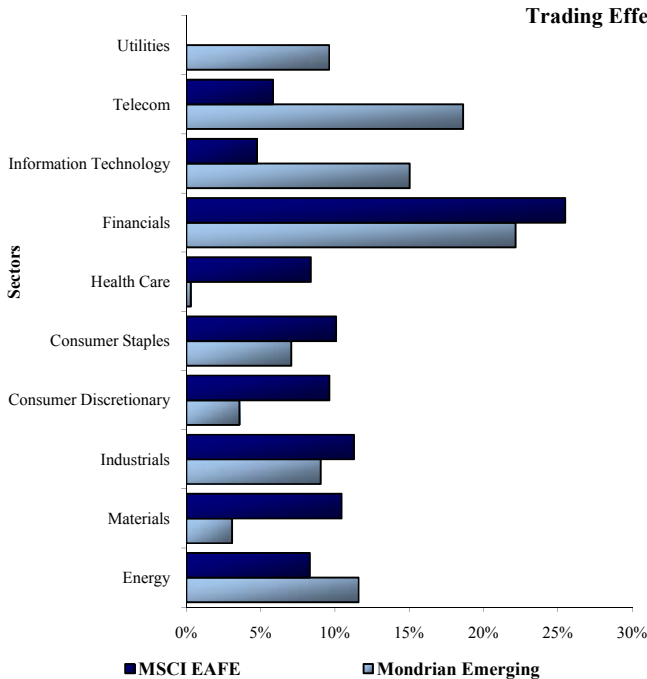
Five Largest Holdings	(Percent)	Top Five Contributors ¹	(Return)	Top Five Detractors ¹	(Return)
China Construction B	3.2%	China Yurun Food Gro	38.9%	Orascom Telecom Hldg	-27.1%
Taiwan Semiconductor	3.1%	Enersis S A	25.4%	Bharti Airtel Ltd	-18.8%
Turkcell Iletisim	3.1%	Companhia De Concess	34.5%	Kt&G Corporation	-8.7%
Industrial & Commec	3.0%	Banco Compartamos Sa	41.3%	Cez	-11.6%
Kt&G Corporation	<u>2.7%</u>	Bezeq-Israeli Teleco	17.9%	Cielo Sa	-10.8%
Total	15.0%				



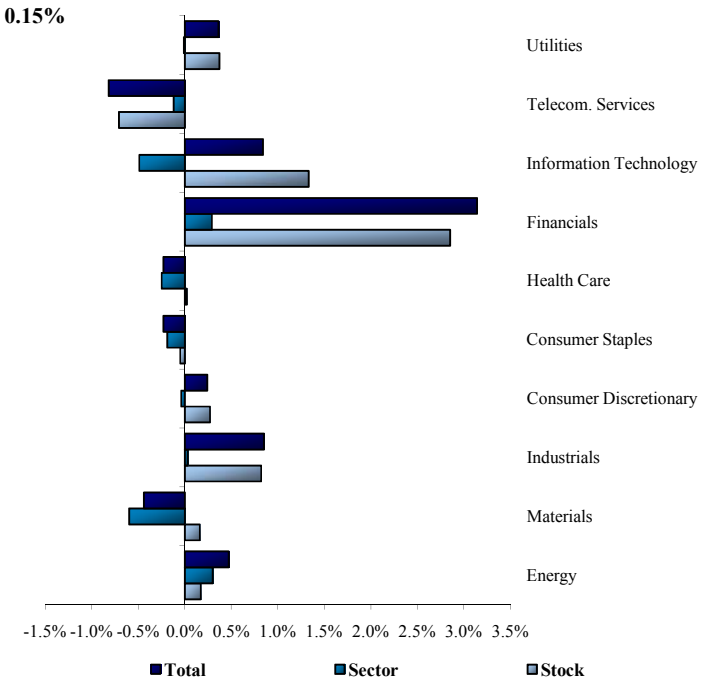
Portfolio Regional Allocation



Sector Breakdown



Portfolio Attribution vs. MSCI EAFE

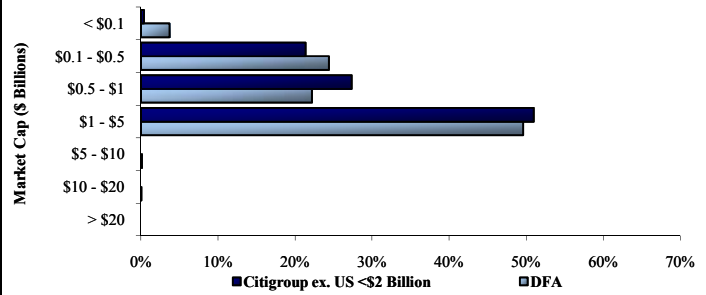


¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

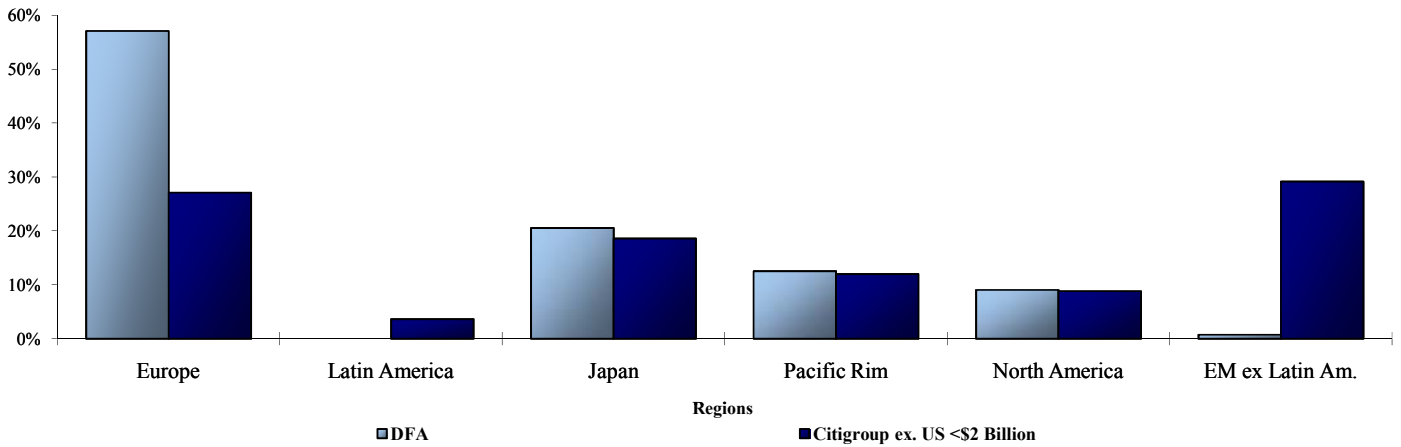
International Equity Portfolio Statistics - DFA

<u>Characteristics</u>	<u>DFA</u>	<u>Citigroup ex. US <\$2</u>
Number of Securities	2,081	4,685
Average Capitalization	\$1.3 Bil	\$1.1 Bil
Median Capitalization	\$0.2 Bil	\$0.5 Bil
Equity Yield	3.3%	2.2%
Average P/E	59.4X	16.7X
Average P/B	1.1X	1.4X
Four Yrs Earnings Growth	0.0%	16.0%

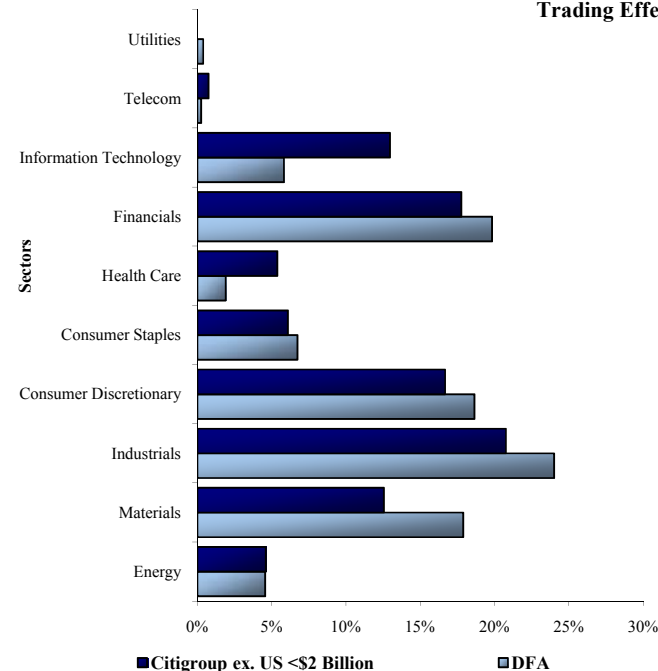
<u>Five Largest Holdings</u>	<u>(Percent)</u>	<u>Top Five Contributors¹</u>	<u>(Return)</u>	<u>Top Five Detractors¹</u>	<u>(Return)</u>
Bilfinger Berger Ag	1.1%	Oce Nv	90.6%	Fondiarria-Sai	-24.1%
Banca Popolare Di Mi	1.1%	Valeo	33.9%	Banca Popolare Di Mi	-6.0%
Boliden Ab	0.9%	Clariant	30.1%	Irish Life & Permane	-42.4%
Amlin	0.8%	Bilfinger Berger Ag	21.2%	Thomson Sa	-36.0%
Clariant	<u>0.8%</u>	Trelleborg Ab	30.6%	Sherritt Intl Corp	-11.7%
Total	4.7%				



Portfolio Regional Allocation

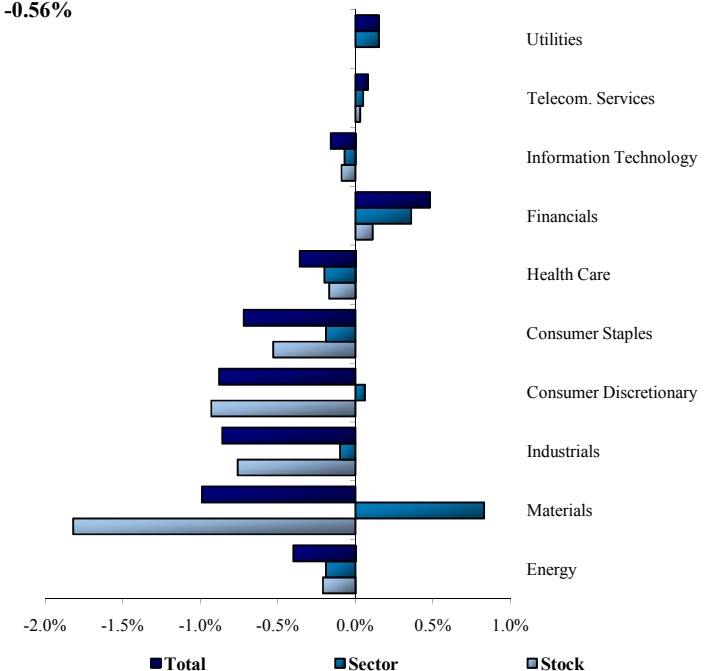


Sector Breakdown



Portfolio Attribution vs. Citigroup ex. US <\$2 Billion

Trading Effect: -0.56%



¹Contributors and Detractors are ranked by holding's affect on the portfolio, based on the holding's return and weighting in the portfolio.

Annualized Performance (Net of Fees)

December 31, 2009

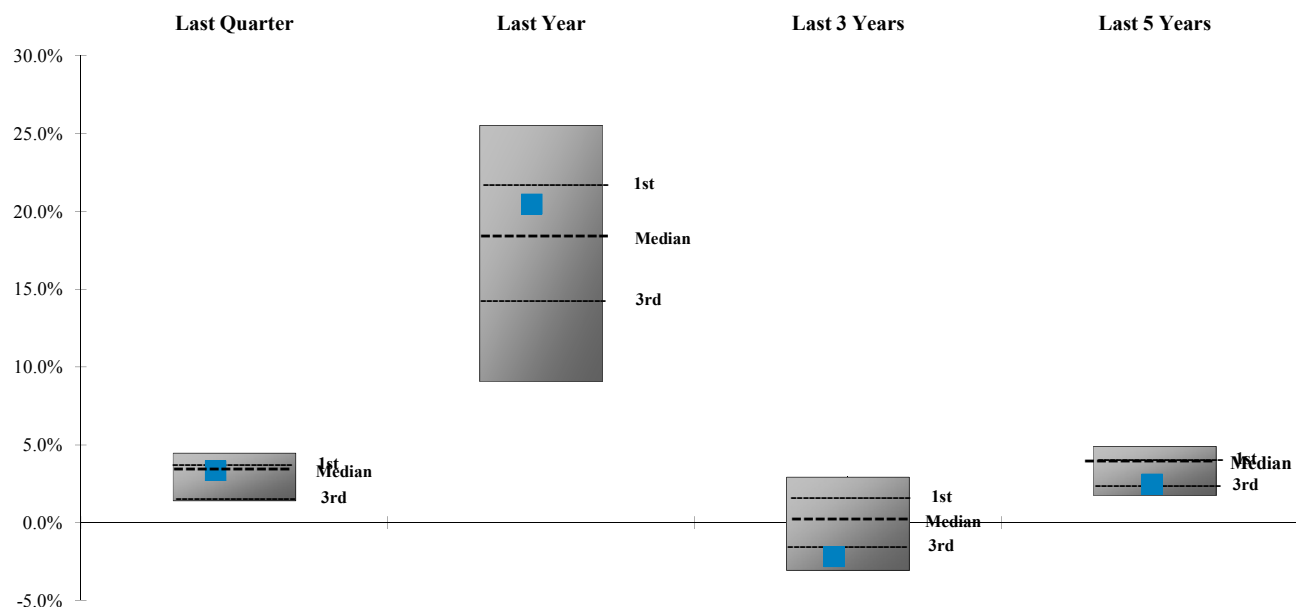
	Qtr.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
Total Fund Composite	3.1%	20.1%	20.1%	-7.1%	-2.3%	1.3%	2.3%	6.0%	2.4%
Benchmark									
Policy Benchmark ¹	3.6%	21.9%	21.9%	-6.8%	-2.7%	1.3%	2.3%	6.4%	2.1%
Target Benchmark ²	3.1%	20.0%	20.0%	-6.7%	-2.3%	1.9%	3.0%	7.3%	2.8%
Actuarial Rate of Return	---	---	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
Total Fixed Income Composite	1.9%	21.0%	21.0%	6.8%	6.4%	6.1%	5.4%	5.4%	6.7%
Benchmark									
BarCap Aggregate	0.2%	5.9%	5.9%	5.6%	6.0%	5.6%	5.0%	4.8%	6.3%
Total Domestic Equity Composite	5.5%	28.2%	28.2%	-9.9%	-4.5%	-0.1%	1.3%	6.2%	0.7%
Benchmark									
Wilshire 5000	5.8%	28.3%	28.3%	-10.3%	-5.3%	-0.4%	0.9%	6.5%	-0.3%
Total International Equity Composite	4.0%	36.1%	36.1%	-9.2%	-2.7%	3.9%	5.9%	10.5%	0.4%
Benchmark									
MSCI EAFE	2.2%	32.5%	32.5%	-13.2%	-5.6%	1.7%	4.0%	10.8%	1.6%
Total Real Estate Composite	-3.2%	-32.6%	-32.6%	-21.7%	---	---	---	---	---
Benchmark									
NCREIF - ODCE	-3.4%	-29.7%	-29.7%	-20.5%	-9.8%	-3.9%	0.7%	3.6%	5.0%
NCREIF	-2.1%	-16.9%	-16.9%	-11.8%	-3.4%	1.2%	4.7%	6.7%	7.3%
Total Long/Short Composite	2.3%	14.0%	14.0%	---	---	---	---	---	---
Benchmark									
Custom Benchmark ³	4.7%	22.7%	22.7%	-8.2%	-4.3%	-0.4%	0.6%	5.0%	-0.2%

¹ The Policy Benchmark consists of 12% the BarCap Aggregate, 6% LB High Yield, 17% the Russell 3000, 2% Russell 3000 Value, 10% the Russell 1000 Value, 6% Russell 1000 Growth, 4% Russell MidCap Growth, 4% Russell 2000 Value, 5% VE all Private Equity, 7% NCREIF ODCE, 15% MSCI EAFE Index, 1% MSCI Emerging Markets, 2% Citigroup Intl. < \$2 Billion, and 7% HFR Hedged Equity Index.

² As of 8/31/09, the Target Benchmark consists of 13% BarCap Aggregate, 4% BarCap High Yield, 13% Russell 3000, 2% Russell 3000 Value, 3% Russell 1000 Value, 1.5% Russell 1000 Growth, 5% Russell MidCap Growth, 5% Russell 2000 Value, 15% MSCI EAFE Index, 3% Citigroup Intl. < \$2 Billion, 3% MSCI Emerging Markets, 15% HFRI Hedged Equity Index, 7.5% NCREIF ODCE, 5% VE Private Equity Index, and 5% ML LIBOR + 4%. Prior to 8/31/09, the Target Benchmark consists of 12% the BarCap Aggregate, 5% LB High Yield, 16% the Russell 3000, 2% Russell 3000 Value, 10% the Russell 1000 Value, 5% Russell 1000 Growth, 5% Russell MidCap Growth, 5% Russell 2000 Value, 14% MSCI EAFE Index, 2% Citigroup Intl. < \$2 Billion, 1% MSCI Emerging Markets, 5% HFRI Hedged Equity Index, 8% NCREIF ODCE, 5% the VE Private Equity Index, and 5% the ML LIBOR + 4%. Prior to 1/31/07, the Target Benchmark consisted of 21% BarCap Aggregate, 5% BarCap High Yield, 10% Russell 3000, 2% Russell 3000 Value, 19% Russell 1000 Value, 15% Russell 1000 Growth, 4% Russell 2500 Value, 2% Russell 2000 Growth, 17% MSCI EAFE, and 5% VE Private Equity.

³ Custom Benchmark is 80% Russell 3000.

Annualized Performance vs. Total Public Funds



Cincinnati Retirement System

Calendar Year Performance (Net of Fees)

December 31, 2009

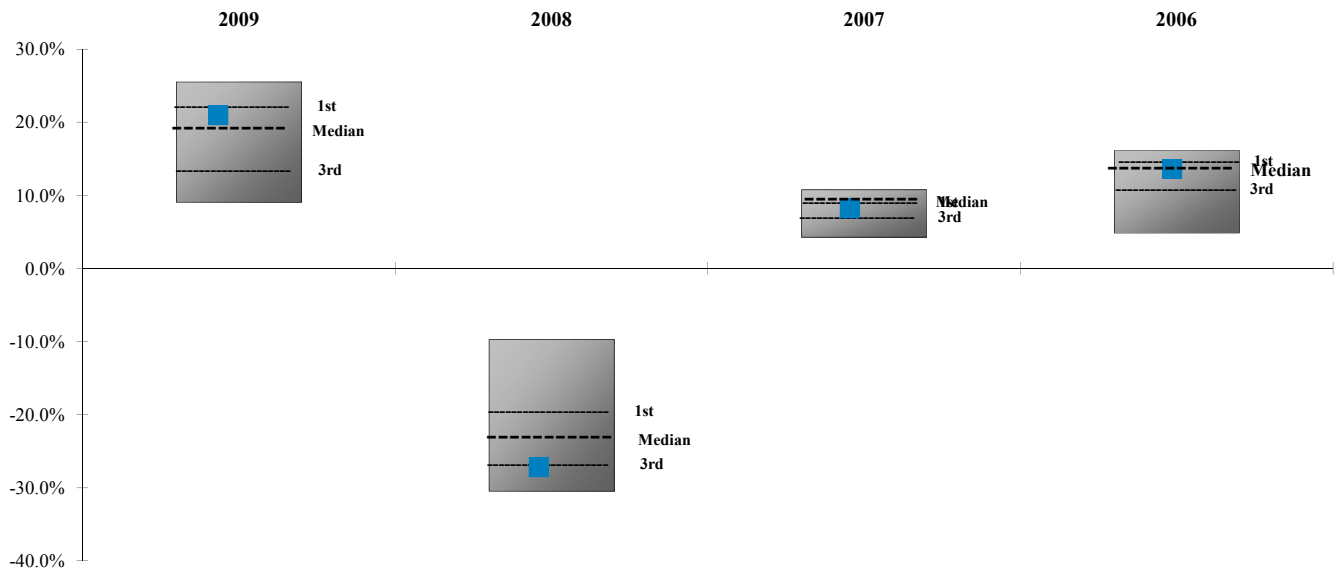
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Total Fund Composite	20.1%	-28.1%	7.9%	13.0%	6.6%	10.0%	22.1%	-12.0%	-4.6%	-0.1%
Benchmark										
Policy Benchmark ¹	21.9%	-28.7%	6.2%	14.0%	6.4%	11.1%	23.9%	-11.5%	-7.3%	-3.0%
Target Benchmark ²	20.0%	-27.4%	7.1%	15.4%	7.7%	12.4%	25.7%	-12.2%	-8.1%	-0.1%
Actuarial Rate of Return	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
Total Fixed Income Composite	21.0%	-5.8%	5.7%	5.0%	2.7%	4.9%	6.0%	10.0%	8.2%	11.3%
Benchmark										
BarCap Aggregate	5.9%	5.2%	7.0%	4.3%	2.4%	4.3%	4.1%	10.3%	8.4%	11.6%
Total Domestic Equity Composite	28.2%	-36.7%	7.5%	14.4%	6.8%	11.1%	29.0%	-22.1%	-8.1%	-1.8%
Benchmark										
Wilshire 5000	28.3%	-37.2%	5.6%	15.8%	6.4%	12.5%	31.6%	-20.9%	-11.0%	-10.9%
Total International Equity Composite	36.1%	-39.4%	11.8%	26.2%	14.5%	15.9%	30.0%	-18.1%	-25.6%	-15.2%
Benchmark										
MSCI EAFE	32.5%	-43.1%	11.6%	26.9%	14.0%	20.7%	39.2%	-15.7%	-21.2%	-14.0%
Total Real Estate Composite	-32.6%	-9.0%	---	---	---	---	---	---	---	---
Benchmark										
NCREIF - ODCE	-29.7%	-10.0%	16.0%	16.3%	21.4%	13.1%	9.3%	5.5%	5.6%	14.3%
NCREIF	-16.9%	-6.5%	15.8%	16.6%	20.1%	14.5%	9.0%	6.7%	7.3%	12.2%
Total Long/Short Composite	14.0%	---	---	---	---	---	---	---	---	---
Benchmark										
Custom Benchmark ³	22.7%	-29.8%	4.1%	12.6%	4.9%	9.6%	24.8%	-17.2%	-9.2%	-6.0%

¹ The Policy Benchmark consists of 14% the BarCap Aggregate, 6% BarCap High Yield, 16% the Russell 3000, 2% Russell 3000 Value, 9% the Russell 1000 Value, 6% Russell 1000 Growth, 5% Russell MidCap Growth, 4% Russell 2000 Value, 5% VE all Private Equity, 9% NCREIF ODCE, 13% MSCI EAFE Index, 1% MSCI Emerging Markets, 2% Citigroup Intl. < \$2 Billion, and 5% HFR Hedged Equity Index.

² As of 8/31/09, the Target Benchmark consists of 13% BarCap Aggregate, 4% BarCap High Yield, 13% Russell 3000, 2% Russell 3000 Value, 3% Russell 1000 Value, 1.5% Russell 1000 Growth, 5% Russell MidCap Growth, 5% Russell 2000 Value, 15% MSCI EAFE Index, 3% Citigroup Intl. < \$2 Billion, 3% MSCI Emerging Markets, 15% HFRI Hedged Equity Index, 7.5% NCREIF ODCE, 5% VE Private Equity Index, and 5% ML LIBOR + 4%. Prior to 8/31/09, the Target Benchmark consists of 12% the BarCap Aggregate, 5% LB High Yield, 16% the Russell 3000, 2% Russell 3000 Value, 10% the Russell 1000 Value, 5% Russell 1000 Growth, 5% Russell MidCap Growth, 5% Russell 2000 Value, 14% MSCI EAFE Index, 2% Citigroup Intl. < \$2 Billion, 1% MSCI Emerging Markets, 5% HFRI Hedged Equity Index, 8% NCREIF ODCE, 5% the VE Private Equity Index, and 5% the ML LIBOR + 4%. Prior to 1/31/07, the Target Benchmark consisted of 21% BarCap Aggregate, 5% BarCap High Yield, 10% Russell 3000, 2% Russell 3000 Value, 19% Russell 1000 Value, 15% Russell 1000 Growth, 4% Russell 2500 Value, 2% Russell 2000 Growth, 17% MSCI EAFE, and 5% VE Private Equity.

³ Custom Benchmark is 80% Russell 3000.

Calendar Year Performance vs. Total Public Funds



Cincinnati Retirement System

Annualized Investment Manager Performance (Net of Fees)

December 31, 2009

	Qtr.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
Fixed Income - Core									
Blackrock	0.4%	13.0%	13.0%	4.8%	5.4%	5.1%	4.6%	4.6%	6.3%
PIMCO	1.6%	22.1%	22.1%	8.9%	8.0%	7.2%	6.3%	5.8%	7.0%
Benchmarks									
BarCap Aggregate	0.2%	5.9%	5.9%	5.6%	6.0%	5.6%	5.0%	4.8%	6.3%
Fixed Income - High Yield									
Shenkman	4.1%	29.3%	29.3%	6.1%	5.1%	6.0%	5.4%	---	---
Benchmarks									
BarCap High Yield	6.2%	58.2%	58.2%	8.1%	6.0%	7.4%	6.5%	10.1%	6.7%
All-Cap Core Equity									
Allegiant	5.8%	28.0%	28.0%	-10.1%	-5.3%	---	---	---	---
PanAgora	6.0%	28.2%	28.2%	-10.0%	-5.2%	-0.3%	1.0%	6.4%	-0.3%
Benchmarks									
Russell 3000	5.9%	28.3%	28.3%	-10.3%	-5.4%	-0.5%	0.8%	6.2%	-0.2%
All-Cap Value Equity									
Bartlett	5.6%	25.6%	25.6%	-11.3%	-6.4%	-0.7%	1.3%	7.0%	4.6%
Benchmarks									
Custom Benchmark ¹	4.2%	19.8%	19.8%	-12.6%	-9.0%	-3.3%	-1.7%	3.9%	-2.0%
Russell 3000 Value	4.2%	19.8%	19.8%	-12.6%	-8.9%	-1.9%	-0.2%	6.1%	2.9%
Large-Cap Value Equity									
Gradison	---	---	---	---	---	---	---	---	---
Rhumblin	4.2%	20.0%	20.0%	-12.8%	---	---	---	---	---
Benchmarks									
Russell 1000 Value	4.2%	19.7%	19.7%	-13.1%	-9.0%	-2.0%	-0.3%	5.9%	2.5%
Large-Cap Growth Equity									
Montag & Caldwell	7.6%	31.3%	31.3%	-6.0%	2.5%	4.1%	4.5%	6.4%	-0.7%
Benchmarks									
Russell 1000 Growth	7.9%	37.2%	37.2%	-8.1%	-1.9%	0.8%	1.6%	5.9%	-4.0%
Mid-Cap Growth Equity									
Rhumblin	6.6%	46.3%	46.3%	-9.6%	---	---	---	---	---
Turner	6.7%	48.2%	48.2%	---	---	---	---	---	---
Benchmarks									
Russell MidCap Growth	6.7%	46.3%	46.3%	-9.8%	-3.2%	0.1%	2.4%	9.2%	-0.5%
Small-Cap Value Equity									
Opus	4.2%	26.8%	26.8%	---	---	---	---	---	---
WCM	4.5%	25.2%	25.2%	---	---	---	---	---	---
Benchmarks									
Russell 2000 Value	3.6%	20.6%	20.6%	-7.4%	-8.2%	-1.2%	0.0%	8.6%	8.3%
International Equity									
Mondrian	2.9%	24.4%	24.4%	-11.8%	-4.5%	3.4%	5.3%	---	---
Harding Loevner	6.4%	43.3%	43.3%	-7.1%	-0.8%	4.8%	7.9%	---	---
DFA	-2.0%	39.5%	39.5%	-9.8%	---	---	---	---	---
Mondrian - EM	6.6%	71.4%	71.4%	---	---	---	---	---	---
Benchmarks									
MSCI EAFE	2.2%	32.5%	32.5%	-13.2%	-5.6%	1.7%	4.0%	10.8%	1.6%
Citigroup ex. US <\$2 Billion	4.0%	62.9%	62.9%	-9.0%	-1.7%	4.0%	8.0%	17.2%	8.3%
MSCI Emerging Markets	8.6%	79.0%	79.0%	-8.5%	5.4%	11.6%	15.9%	22.4%	10.1%

Annualized Investment Manager Performance (Net of Fees)

December 31, 2009

	Qtr.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
Real Estate									
J.P. Morgan SPF	-3.0%	-27.5%	-27.5%	---	---	---	---	---	---
Morgan Stanley P.P.	-2.1%	-33.4%	-33.4%	-20.3%	---	---	---	---	---
PRISA III	-6.7%	-50.7%	-50.7%	-37.1%	---	---	---	---	---
Principal Enhanced	-7.0%	-44.2%	-44.2%	---	---	---	---	---	---
Mesirow/Courtland I	---	-23.3%	-23.3%	-28.2%	---	---	---	---	---
Benchmarks									
NCREIF - ODCE	-3.4%	-29.7%	-29.7%	-20.5%	-9.8%	-3.9%	0.7%	3.6%	5.0%
NCREIF	-2.1%	-16.9%	-16.9%	-11.8%	-3.4%	1.2%	4.7%	6.7%	7.3%
Long/Short Equity									
ABS Global	2.6%	10.8%	10.8%	---	---	---	---	---	---
Common Sense	1.9%	17.5%	17.5%	---	---	---	---	---	---
Benchmarks									
Custom Benchmark ²	4.7%	22.7%	22.7%	-8.2%	-4.3%	-0.4%	0.6%	5.0%	-0.2%

¹The custom benchmark for Bartlett as of March 31, 2007 consists of 100% the Russell 3000 Value. Prior to March 31, 2007, the benchmark

²Custom Benchmark is 80% Russell 3000.

Signifies Outperformance of Benchmark

Calendar Year Performance (Net of Fees)

December 31, 2009

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Fixed Income - Core										
Blackrock	13.0%	-2.7%	6.5%	4.3%	2.5%	4.6%	4.5%	10.1%	9.3%	12.2%
PIMCO	22.1%	-2.8%	6.3%	4.8%	2.9%	4.3%	4.6%	9.6%	7.9%	12.1%
Benchmarks										
BarCap Aggregate	5.9%	5.2%	7.0%	4.3%	2.4%	4.3%	4.1%	10.3%	8.4%	11.6%
Fixed Income - High Yield										
Shenkman	29.3%	-12.9%	3.3%	8.8%	2.9%	---	---	---	---	---
Benchmarks										
BarCap High Yield	58.2%	-26.2%	1.9%	11.9%	2.7%	11.1%	29.0%	-1.4%	5.3%	-5.9%
All-Cap Core Equity										
Allegiant	28.0%	-36.8%	5.0%	---	---	---	---	---	---	---
PanAgora	28.2%	-36.9%	5.1%	16.1%	6.4%	12.1%	31.0%	-22.0%	-11.6%	-9.1%
Benchmarks										
Russell 3000	28.3%	-37.3%	5.1%	15.7%	6.1%	12.0%	31.1%	-21.5%	-11.5%	-7.5%
All-Cap Value Equity										
Bartlett	25.6%	-37.5%	4.4%	18.3%	10.0%	14.5%	31.6%	-18.5%	4.6%	14.1%
Benchmarks										
Custom Benchmark ¹	19.8%	-36.3%	-1.2%	15.8%	4.9%	10.9%	28.7%	-22.1%	-11.9%	-9.1%
Russell 3000 Value	19.8%	-36.3%	-1.0%	22.3%	6.9%	16.9%	31.1%	-15.2%	-4.3%	8.0%
Large-Cap Value Equity										
Gradison	---	---	---	---	---	---	---	---	---	---
Rhumblin	20.0%	-36.6%	---	---	---	---	---	---	---	---
Benchmarks										
Russell 1000 Value	19.7%	-36.9%	-0.2%	22.3%	7.1%	16.5%	30.0%	-15.5%	-5.6%	7.0%
Large-Cap Growth Equity										
Montag & Caldwell	31.3%	-32.7%	21.9%	8.9%	6.5%	4.6%	18.2%	-23.2%	-12.6%	-9.9%
Benchmarks										
Russell 1000 Growth	37.2%	-38.4%	11.8%	9.1%	5.3%	6.3%	29.8%	-27.9%	-20.4%	-22.4%
Mid-Cap Growth Equity										
Rhumblin	46.3%	-44.2%	---	---	---	---	---	---	---	---
Turner	48.2%	---	---	---	---	---	---	---	---	---
Benchmarks										
Russell MidCap Growth	46.3%	-44.3%	11.4%	10.7%	12.1%	15.5%	42.7%	-27.4%	-20.2%	-11.8%
Small-Cap Value Equity										
Opus	26.2%	---	---	---	---	---	---	---	---	---
WCM	25.2%	---	---	---	---	---	---	---	---	---
Benchmarks										
Russell 2000 Value	20.6%	-28.9%	-9.8%	23.5%	4.7%	22.3%	46.0%	-11.4%	14.0%	22.8%
International Equity										
Mondrian	24.4%	-37.5%	12.0%	30.9%	13.4%	---	---	---	---	---
Harding Loevner	43.3%	-39.9%	13.1%	23.8%	20.8%	---	---	---	---	---
DFA	39.5%	-41.7%	---	---	---	---	---	---	---	---
Mondrian - EM	71.4%	-45.0%	---	---	---	---	---	---	---	---
Benchmarks										
MSCI EAFE	32.5%	-43.1%	11.6%	26.9%	14.0%	20.7%	39.2%	-15.7%	-21.2%	-14.0%
Citigroup ex. US <\$2 Billion	62.8%	-49.2%	14.8%	23.1%	25.2%	30.0%	59.2%	-5.5%	-9.8%	-14.2%
MSCI Emerging Markets	79.0%	-53.2%	39.8%	32.6%	34.5%	26.0%	56.3%	-6.0%	-2.4%	-30.6%

Calendar Year Performance (Net of Fees)

December 31, 2009

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Real Estate										
J.P. Morgan SPF	-27.5%	---	---	---	---	---	---	---	---	---
Morgan Stanley P.P.	-33.4%	-4.5%	---	---	---	---	---	---	---	---
PRISA III	-50.7%	-19.8%	---	---	---	---	---	---	---	---
Principal Enhanced	-44.2%	---	---	---	---	---	---	---	---	---
Mesirow/Courtland I	-23.3%	-32.9%	---	---	---	---	---	---	---	---
Benchmarks										
NCREIF - ODCE	-29.7%	-10.0%	16.0%	16.3%	21.4%	13.1%	9.3%	5.5%	5.6%	14.3%
NCREIF	-16.9%	-6.5%	15.8%	16.6%	20.1%	14.5%	9.0%	6.7%	7.3%	12.2%
Long/Short Equity										
ABS Global	9.9%	---	---	---	---	---	---	---	---	---
Common Sense	17.0%	---	---	---	---	---	---	---	---	---
Benchmarks										
Custom Benchmark ²	22.7%	-29.8%	4.1%	12.6%	4.9%	9.6%	24.8%	-17.2%	-9.2%	-6.0%

¹The custom benchmark for Bartlett as of March 31, 2007 consists of 100% the Russell 3000 Value. Prior to March 31, 2007, the benchmark

²Custom Benchmark is 80% Russell 3000.

Signifies Outperformance of Benchmark

Glossary

Alpha measures nonsystematic return, or the return of the manager that cannot be attributed to the market. It can be thought of as how the manager performed if the market has no gain or loss. Marquette calculates alpha as the annualized y-intercept of the best fit line based on the ordinary least squares regression, using the market's quarterly return less the risk-free rate as the independent variable and the manager's quarterly return less the risk-free rate as the dependent variable. Marquette uses the 90-day T-Bill returns as the risk-free rate.

Beta measures the volatility of the manager. It is a measure of systematic risk, or the manager return attributable to market movements. A beta equal to 1.0 indicates a volatility level equivalent to the market. Higher betas are associated with higher volatility levels, while lower betas are associated with lower volatility levels. Marquette calculates beta as the covariance (correlation of two assets multiplied by their standard deviation) divided by the variance (standard deviation squared) of the market.

Credit Ratings are a method of evaluating the possibility of default by a bond issuer. Marquette uses ratings issued by Moody's Investors Service with the following ratings:

Aaa	Highest Quality
Aa	High Grade, High Quality
A	Upper Medium Grade
Baa	Medium Grade
Ba	Non-Investment Grade
B	Speculative
Caa	Poor to Default
Ca	Highest Speculation
C	May Be in Default

Moody's uses the numerical modifiers 1 (highest), 2, and 3 in the range from Aa1 through Ca3.

Equity yield measures the annual return of the portfolio attributable to dividends. It is determined by dividing the total amount of annual dividends per total shares by the average market price of the total stocks in the portfolio.

Market capitalization is the value of a corporation as determined by the market price of its issued and outstanding common stock. It is calculated by multiplying the number of outstanding shares by the current market price of a share.

Modified Duration is the ratio of Macaulay duration to $(1 + y)$, where y = the bond yield. Modified duration is inversely related to the approximate percentage change in price for a given change in yield.

Net of Fees calculations are an estimate of the performance of the total fund and individual managers after taking into account management fees. The estimate is calculated by subtracting the current estimated annual expense ratio from the historical gross of fee returns.

Price-to-Book Ratio is a measure of relative value measuring the weighted average of the individual portfolio's Price/Book ratios. The ratio is calculated by dividing the price of a stock by the book value of the company. Low Price/Book ratios are associated with value stocks and vice versa

Glossary

Price-to-Earnings Ratio is a measure of relative value measuring the weighted average of the individual portfolio's Price/Earnings ratios. The ratio is calculated by dividing the price of a stock by the last twelve months' earnings of the company. Low Price/Earnings ratios are associated with value stocks and vice versa.

R-Squared measures how closely the manager's returns track the benchmark. The closer the R-squared statistic is to 1.0, the more closely related the manager's returns are to the benchmark. A higher R-squared also increases the reliability of alpha and beta.

Sharpe Ratio measures the excess return per unit of risk. The higher the ratio, the more efficient the manager. It is the average return of the manager minus the risk-free rate, divided by the standard deviation of the differences of the two return streams.

Trading Effect assesses the total performance caused by cash flows into and out of the portfolio, in addition to all purchases and sales of securities during the quarter. This effect is calculated by subtracting the buy and hold equity return of the portfolio from the actual equity return of the portfolio for the quarter.

Yield to Worst is computed by using the lower of either the yield to maturity or the yield to call on every possible call date.

Due to current market conditions, there is general uncertainty regarding credit pricing which has resulted in significant differences between pricing sources. Marquette Associates, Inc. utilizes pricing sources it believes to be reliable; however, we can make no assurances as to their accuracy.

The sources of information used in this report are believed to be reliable. Marquette has not independently verified all of the information contained herein.

This report has been prepared and presented in compliance with the IMCA Performance Reporting Standards. It meets the mandatory requirements of those standards. IMCA has not been involved with the preparation or review of the report.

SHENKMAN CAPITAL MANAGEMENT, INC.

Gross Returns by Strategy

	3Q	YTD	1-Year	2-Year	3-Year	4-Year	5-Year	7-Year	10-Year
Shenkman High Yield Bond Composite ¹	8.72%	26.77%	13.65%	4.69%	5.67%	5.84%	5.80%	7.68%	6.75%
BofA Merrill Lynch High Yield Master II Index (H0A0) ²	14.82%	48.54%	22.36%	3.96%	5.21%	5.89%	6.05%	10.00%	6.04%
Shenkman Bank Loan Composite ³	4.42%	26.53%	6.87%	0.47%	1.85%	2.82%	3.21%	3.64%	3.67%
S&P LSTA Leveraged Loan Index ⁴	10.53%	46.11%	12.59%	1.71%	2.50%	3.37%	3.74%	4.82%	4.49%
Shenkman Convertible Composite ⁵	12.87%	30.75%	12.29%	4.01%	6.02%	6.56%	7.66%	---	---
BofA Merrill Lynch All Convertibles ex. Mandatory (V0A0) ⁶	15.90%	39.43%	13.49%	-4.87%	0.69%	2.45%	3.05%	---	---
Fenwick Recovery Master Fund	4.96%	44.87%	---	---	---	---	---	---	---
HFRI Distressed/Restructuring Index ⁷	10.45%	21.63%	---	---	---	---	---	---	---

**Periods over one year show annualized performance*

Disclaimers

- 1) The Shenkman Capital High Yield Bond Composite consists of comparable high yield bond accounts that employ the quadrant investment style and represents a substantial portion of the total high yield bond assets under Shenkman Capital's management (95% to 97% for 1986 to 1989; 98% to 99% for 1990 to 1997; 78% for 1998; 66% for 1999; 77% for 2000; 87% for 2001; 83% for 2002; 90% for 2003; 87% for 2004; 81% for 2005; 88% for 2006; 75% for 2007; 85% for 2008, and 86% through September), and excludes multi-sector and structured funds, and non-discretionary accounts. The performance results include reinvestment of dividends and other income and reflect all investment expenses, but are before a deduction of advisory fees, which vary depending on size and type of account and are described in Shenkman Capital's Form ADV, Part II. Prospective clients should consider the effect of advisory fees and any other expenses they may incur in connection with the account (i.e., custodian fee) on performance results. For example, a \$10 million account that incurs a quarterly advisory fee of 0.25% (i.e. 1.0% per annum) and has a gross performance of 11.5% per year over a 5 year period would have net performance of 10.4% per year after deducting the advisory fee. Performance information is for illustration purposes only and is not indicative of future results. Performance from 1993 through 2008 has been audited by Shenkman Capital's independent public accountants, a copy of which is available upon request.
- 2) The BofA High Yield Master II Index (H0A0) is unmanaged and is not available for direct investment.
- 3) The Shenkman Capital Bank Loan Composite consists of comparable bank loan accounts that do not employ leverage and represents a substantial portion of the bank loan accounts managed by Shenkman Capital for the applicable period (100% for 1998 – 2007 and 100% on December 31, 2008 and excludes structured funds and total rate of return swap accounts. Performance results include reinvestment of interest and other income and reflect all investment expenses, but are before a deduction of advisory fees, which vary depending on size and type of account and are described in Shenkman Capital's Form ADV, Part II. Prospective clients should consider the effect of advisory fees and any other expenses they may incur in connection with the account (i.e., custodian fee) on performance results. For example, a \$10 million account that incurs a quarterly advisory fee of 0.1875% (i.e., 0.75% per annum) and has gross performance of 7% per year over a 5-year period would have net performance of 6.20% per year after deducting the advisory fee. Performance results are for illustration purposes only and do not reflect the returns of any one account. Performance information is unaudited.
- 4) The S&P LSTA Leveraged Loan Index is unmanaged and is not available for direct investment.
- 5) The Shenkman Capital Convertible Composite consists of all the convertible securities held in discretionary accounts that are managed according to the firm's high yield bond strategy. For the period prior to January 1, 2005, 100% of the assets contained in the Shenkman Capital Convertible Composite were carved out of portfolios managed according to the firm's high yield bond strategy (the "Carve-out Accounts"). These returns for the Carve-out Accounts include a 2% cash allocation. The percentage of the composite that is composed of Carve-out Accounts for other periods is available upon request. The performance results include the reinvestment of dividends and other income and reflect all investment expenses, but are before a deduction of advisory fees, which vary depending on size and type of account and are described in Shenkman Capital's Form ADV, Part II. Prospective clients should consider the effect of advisory fees and any other expenses they may incur in connection with the account (i.e., custodian fee) on performance results. For example, a \$10 million account that incurs a quarterly advisory fee of 0.19% (i.e., 0.75% per annum) and has a gross performance of 10.0% per year over a 5 year period would have net performance of 9.20% per year after deducting the advisory fee. Performance information is for illustration purposes only and is not indicative of future results. Performance results do not reflect the performance of any one account
- 6) The BofA Merrill Lynch All Convertibles ex. Mandatory Index (V0A0) is unmanaged and is not available for direct investment.
- 7) The HFRI Distressed/Restructuring Index is unmanaged and is not available for direct investment.

Past performance is no guarantee of future results.

Market Values

February 28, 2010

Asset Class	Market Values	Allocation	Target
Total Fixed Income	\$414,717,350	21.1%	17.0%
Total U.S. Equity	\$617,740,274	31.4%	29.5%
Total International Equity	\$406,875,656	20.7%	21.0%
Total Real Estate	\$104,236,674	5.3%	7.5%
Total Long/Short Equity	\$279,209,652	14.2%	15.0%
Total Private Equity	\$93,925,139	4.8%	5.0%
Total Infrastructure	\$46,990,731	2.4%	5.0%
Total Cash Equivalents	\$1,285,195	0.1%	0.0%
TOTAL PORTFOLIO	<u>\$1,964,980,671</u>	<u>100.0%</u>	<u>100.0%</u>

Current Asset Allocation vs. Policy

Asset Class	% of Assets	Policy Target	Difference	Target Range
Fixed Income	21.1%	17.0%	4.1%	13-21%
Domestic Equity	31.4%	29.5%	1.9%	20-40%
International Equity	20.7%	21.0%	-0.3%	16-26%
Real Estate	5.3%	7.5%	-2.2%	4.5-10.5%
Long/Short Equity	14.2%	15.0%	-0.8%	10-20%
Private Equity	4.8%	5.0%	-0.2%	0-10%
Infrastructure	2.4%	5.0%	-2.6%	3-7%
Cash/Other	<u>0.1%</u>	<u>0.0%</u>	0.1%	0.0%
TOTAL	100.0%	100.0%		

Market Values

February 28, 2010

Asset Class	Investment Manager	Market Values	Allocation	Target
Core Fixed Income	Blackrock	\$168,473,123	8.6%	6.0%
Core Fixed Income	PIMCO	\$139,351,981	7.1%	6.0%
High Yield Fixed Income	Shenkman	<u>\$106,892,246</u>	<u>5.4%</u>	<u>5.0%</u>
Total Fixed Income		\$414,717,350	21.1%	17.0%
All-Cap Core Equity	Allegiant	\$131,241,165	6.7%	6.5%
All-Cap Core Equity	PanAgora	\$132,195,517	6.7%	6.5%
All-Cap Value Equity	Bartlett	\$46,013,067	2.3%	2.0%
Large-Cap Value Equity	Rhumblin	\$64,414,847	3.3%	3.0%
Large-Cap Growth Equity	Montag & Caldwell	\$37,225,791	1.9%	1.5%
Mid-Cap Growth Equity	Rhumblin	\$55,402,988	2.8%	2.5%
Mid-Cap Growth Equity	Turner	\$49,009,766	2.5%	2.5%
Small-Cap Value Equity	Opus	\$49,035,448	2.5%	2.5%
Small-Cap Value Equity	WCM	\$47,821,529	2.4%	2.5%
Cash Equitization	Clifton Group	<u>\$5,380,158</u>	<u>0.3%</u>	<u>0.0%</u>
Total U.S. Equity		\$617,740,274	31.4%	29.5%
International Value	Mondrian	\$142,885,869	7.3%	7.5%
International Core	Harding Loevner	\$143,960,618	7.3%	7.5%
International Small Value	DFA	\$58,211,074	3.0%	3.0%
Emerging Markets	Mondrian - EM	<u>\$61,818,095</u> ²	<u>3.1%</u>	<u>3.0%</u>
Total International Equity		\$406,875,656	20.7%	21.0%
Real Estate Core	J.P. Morgan SPF	\$38,720,531 ²	2.0%	2.5%
Real Estate Core	Morgan Stanley P.P.	\$41,867,946 ¹	2.1%	2.5%
Real Estate Value-Added	PRISA III	\$8,644,471 ¹	0.4%	0.9%
Real Estate Value-Added	Principal Enhanced	\$10,620,139 ¹	0.5%	0.8%
Real Estate - Non U.S.	Mesirov/Courtland I	<u>\$4,383,587</u> ³	<u>0.2%</u>	<u>0.8%</u>
Total Real Estate		\$104,236,674	5.3%	7.5%
Long/Short Equity	ABS Global	\$138,526,210 ²	7.0%	7.5%
Long/Short Equity	Common Sense	<u>\$140,683,442</u> ²	<u>7.2%</u>	<u>7.5%</u>
Total Long/Short Equity		\$279,209,652	14.2%	15.0%
Private Equity Venture	Blue Chip II	\$1,692,285 ¹	0.1%	---
Private Equity Venture	Blue Chip III	\$956,529 ¹	0.0%	---
Private Equity Venture	Blue Chip IV	\$16,373,573 ¹	0.8%	---
Private Equity FoFs Specialized	Fort Washington Fund V	\$19,925,955 ³	1.0%	---
Private Equity FoFs Specialized	Fort Washington Fund VI	\$6,913,438 ³	0.4%	---
Private Equity Buy-Out	Piper Jaffray III - LBO	\$14,099,395 ³	0.7%	---
Private Equity Venture	Piper Jaffray III - VC	\$6,958,724 ³	0.4%	---
Private Equity Buy-Out	Piper Jaffray IV - LBO	\$2,600,017 ³	0.1%	---
Private Equity Venture	Piper Jaffray IV - VC	\$7,247,568 ³	0.4%	---
Private Equity FoFs Specialized	Portfolio Advisors IV - Special Sit	\$13,155,044 ¹	0.7%	---
Private Equity FoFs Specialized	Portfolio Advisors V - Special Sit	<u>\$4,002,611</u> ¹	<u>0.2%</u>	---
Total Private Equity		\$93,925,139	4.8%	5.0%
Infrastructure	Alinda II	\$13,507,938 ³	0.7%	2.5%
Infrastructure	Macquarie II	<u>\$33,482,793</u> ¹	<u>1.7%</u>	<u>2.5%</u>
Total Infrastructure		\$46,990,731	2.4%	5.0%
Cash Short-Term	Cash - Securities Lending	<u>\$1,285,195</u>	<u>0.1%</u>	---
Total Cash Equivalents		\$1,285,195	0.1%	
TOTAL PORTFOLIO		<u>\$1,964,980,671</u>	<u>100.0%</u>	<u>100.0%</u>

¹ Market Value as of 12/31/2009

² Market Value as of 1/31/2009

³ Market Value as of 9/30/2009

Private Equity/Infrastructure Data (As of 9/30/0)

Asset Class	IM	Date Funded	Committed	Called	Distributed	Capital Balance	IRR Since Inception	
							Cumulative	Annualized
Private Equity Venture	Blue Chip I	07/01/93	\$4,000,000	\$4,000,000	\$6,314,076	\$0	517.35%	13.40%
Private Equity Venture	Blue Chip II	08/01/97	\$10,000,000	\$10,000,000	\$8,213,618	\$1,097,809	-22.03%	-2.02%
Private Equity Venture	Blue Chip III	11/01/99	\$15,000,000	\$15,000,000	\$3,770,047	\$1,217,930	-87.45%	-18.88%
Private Equity Venture	Blue Chip IV	12/01/00	\$25,000,000	\$25,000,000	\$10,648,089	\$6,542,408	18.80%	1.98%
Private Equity FOfs Diversified	Fort Washington Fund V	09/01/07	\$40,000,000	\$18,886,667	\$0	\$15,525,955	-25.16%	-13.08%
Private Equity FOfs Diversified	Fort Washington Fund VI	04/01/08	\$30,000,000	\$5,890,050	\$0	\$6,013,438	3.71%	2.47%
Private Equity Buy-Out	Piper Jaffray III - LBO	05/01/07	\$20,000,000	\$14,650,017	\$69,581	\$13,199,395	-13.83%	-5.87%
Private Equity Buy-Out	Piper Jaffray III - VC	09/01/07	\$20,000,000	\$6,633,339	\$125,280	\$6,058,724	-9.58%	-4.08%
Private Equity Buy-Out	Piper Jaffray IV - LBO	09/01/08	\$15,000,000	\$1,867,500	\$0	\$1,917,517	4.75%	4.13%
Private Equity Buy-Out	Piper Jaffray IV - VC	06/01/08	\$15,000,000	\$6,750,000	\$0	\$6,497,568	-6.36%	-4.59%
Private Equity FOfs Specialized	Portfolio Advisors IV - Special Sit	06/01/07	\$20,000,000	\$13,278,685	\$0	\$11,561,001	-15.24%	-6.92%
Private Equity FOfs Specialized	Portfolio Advisors V - Special Sit	09/01/08	\$10,000,000	\$3,934,463	\$0	\$5,484,117	-13.36%	-12.27%
Infrastructure	Alinda II	08/01/08	\$60,000,000	\$17,058,479	\$1,355,526	\$16,204,726	7.52%	6.52%
Infrastructure	Macquarie II	09/01/08	\$60,000,000	\$36,530,513	\$3,395,949	\$33,211,638	0.34%	0.32%
Private Equity Composite		07/01/93	\$224,000,000	\$125,890,721	\$29,140,691	\$83,115,862	-52.34%	-4.46%
Infrastructure Composite		08/01/08	\$120,000,000	\$53,588,992	\$4,751,475	\$49,416,364	2.04%	1.78%
Combined			\$344,000,000	\$179,479,713	\$33,892,166	\$132,532,226		

¹ All data is preliminary and subject to change.

Four Points Multi-Strategy

FIRM OVERVIEW

Shenkman Capital Management, Inc. ("SCM") is an independent investment management organization, founded and registered as an investment adviser with the SEC in July 1985. Over the past 24 years, SCM has dedicated its investment management services exclusively to the leveraged finance market, earning a reputation as a pioneer in the asset class as well as an early practitioner of credit research analytics. SCM manages approximately \$10 billion of assets for a predominately institutional client base, with offices in New York, NY, Stamford, CT, and London, UK.

INVESTMENT PHILOSOPHY

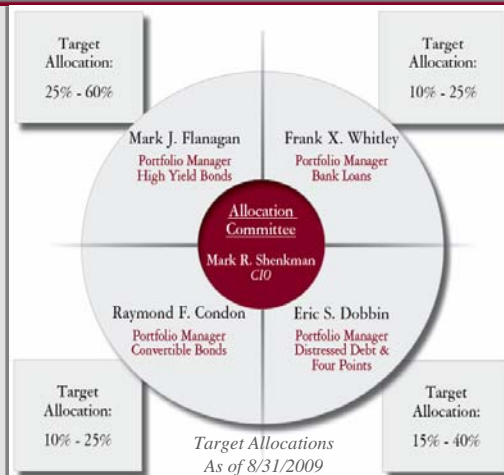
SCM provides a conservative and prudent approach to investing in high yield that seeks to maximize risk-adjusted performance over a full market cycle. All SCM investment strategies are based upon rigorous, proprietary credit analysis that seeks to invest in companies with strong and/or improving financial characteristics, while avoiding those most likely to default. The primary objective is to preserve capital during all market environments by mitigating credit risk and avoiding defaults.

STRATEGY OVERVIEW

SCM's Four Points Multi-Strategy offers a unique exposure to the \$2.5 trillion levered credit markets utilizing SCM's core competencies: conservative approach and rigorous, bottom-up, fundamental research process. The strategy applies the philosophy, strategy, and proprietary analytical tools of all four product offerings (bonds, bank loans, convertible bonds, and distressed) in one diversified portfolio. The dynamic nature of the portfolio's asset allocation process enables the Portfolio Manager to adjust to changing market conditions in order to capitalize on prevailing relative value opportunities across the capital structure.

PRODUCT SUMMARY

- ❖ Tactically allocate capital across the capital structure based on prevailing relative value (senior secured loans, subordinated bonds, convertibles, ect.).
- ❖ Allocation Committee determines relative value – Consists of CIO and Product Portfolio Managers.
- ❖ Mark Shenkman serves as Chief Investment Officer – Establishes macro policy which sets the foundation for capital structure positioning.
- ❖ Allocation Committee meets at least monthly to debate relative value and asset allocation.
- ❖ Product Portfolio Managers invest the portion of the Fund's assets allocated to their strategy.
- ❖ Eric Dobbin serves as the Portfolio Manager for the Four Points Multi-Strategy product and oversees product positioning and risk management.



September 30, 2009

PROPRIETARY CREDIT RESEARCH TOOL

C. SCOPE® Score

0-5 Point Scale
Blend of Both Quantitative & Subjective Elements
Equally Weighted

Scoring

- Maximum Score of 125 credit points
- Identify investments with a score typically 70 or above
- Quarterly rescoring

Elements Analyzed

1. Financial Characteristics
2. Management/Industry Fundamentals
3. Critical Trading Issues

DISCIPLINED INVESTMENT INVESTMENT PROCESS

- i Analytics/Research Report
- ii Credit Committee
- iii Secret Ballot Vote
- iv "Approved List"
- v Portfolio Construction Process
- vi Monitoring/Risk Management
- vii Regular Review & Attribution
- viii Rules Based Sell Discipline

FOR MORE INFORMATION PLEASE CONTACT:

SHENKMAN CAPITAL MARKETING DEPARTMENT

Nicholas G. Keyes, CFA, CAIA
Senior Vice President
Director of Business Development

Tel: (203) 348-3500
Fax: (203) 348-3508

marketing@shenkmancapital.com
www.shenkmancapital.com

SHENKMAN CAPITAL MANAGEMENT, INC.

262 HARBOR DRIVE, 4TH FLOOR
STAMFORD, CONNECTICUT 06902
(203) 348-3500

461 FIFTH AVENUE, 22ND FLOOR
NEW YORK, NEW YORK 10017
(212) 867-9090

SHENKMAN CAPITAL MANAGEMENT LTD

7 CLIFFORD STREET
LONDON UK W1S 2FT
+44 (0) 20 3371 8234