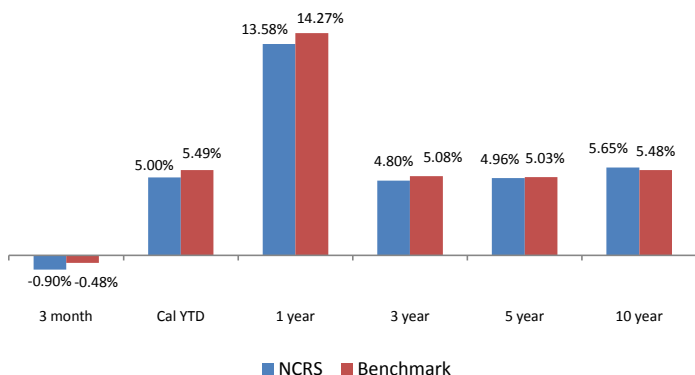


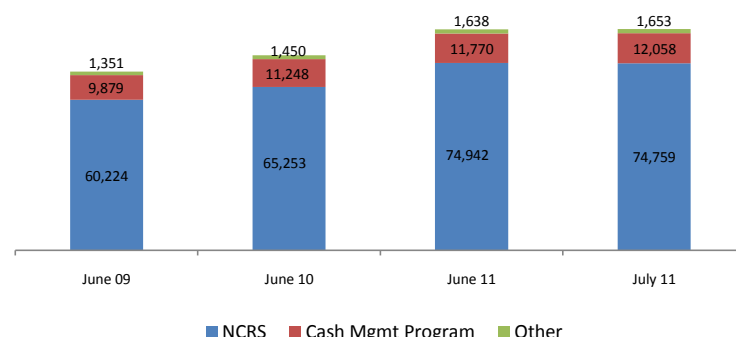
# Portfolio Summary

31-Jul-11

**Portfolio Return (NCRS) vs. Benchmark**

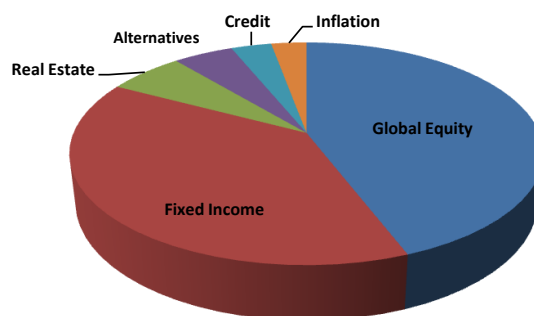


**Assets Under Management (\$mil)  
\$88.47 Billion as of July 31, 2011**



**NCRS Asset Allocation**

|                      | <u>MV (\$mil)</u> | <u>Current %</u> | <u>Policy %</u> | <u>Policy Range</u> |
|----------------------|-------------------|------------------|-----------------|---------------------|
| <b>Global Equity</b> | \$ 33,017         | 44.16%           | 40.50%          | 35.0% - 50.0%       |
| <b>Fixed Income</b>  | \$ 28,840         | 38.58%           | 36.00%          | 34.0% - 42.0%       |
| <b>Real Estate</b>   | \$ 4,625          | 6.19%            | 8.00%           | 5.0% - 10.0%        |
| <b>Alternatives</b>  | \$ 3,657          | 4.89%            | 6.50%           | 0% - 7.5%           |
| Private Equity       | \$ 3,231          | 4.32%            |                 |                     |
| Hedge Funds          | \$ 427            | 0.57%            |                 |                     |
| <b>Credit</b>        | \$ 2,466          | 3.30%            | 4.50%           | 0% - 5.0%           |
| <b>Inflation</b>     | \$ 2,154          | 2.88%            | 4.50%           | 0% - 5.0%           |
| <b>Total NCRS</b>    | <b>\$ 74,759</b>  | <b>100%</b>      | <b>100%</b>     |                     |



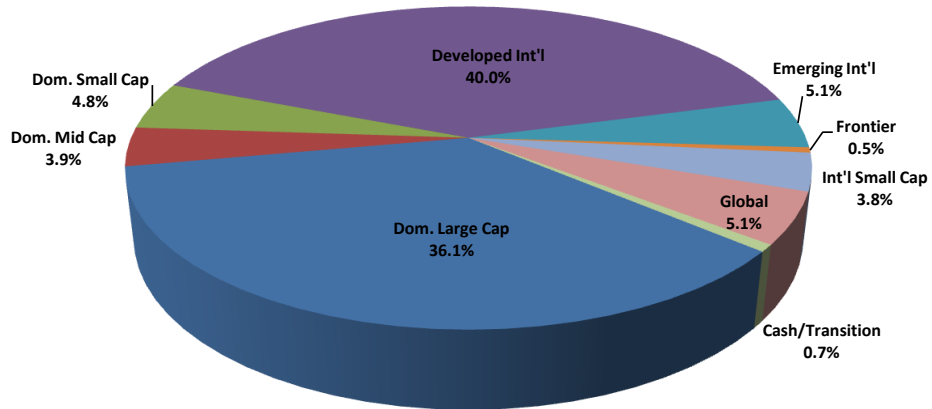
**NCRS Asset Class Returns**

|                                 | <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> |
|---------------------------------|--------------|----------------|-------------------|----------------|-------------|-------------|-------------|--------------|
| <b>Global Equity</b>            | -1.91%       | -5.11%         | -1.91%            | 3.22%          | 19.30%      | 2.63%       | 2.64%       | 4.24%        |
| Custom Equity Benchmark         | -1.72%       | -5.16%         | -1.72%            | 3.42%          | 19.89%      | 2.32%       | 2.43%       | 3.61%        |
| <b>Fixed Income</b>             | 2.29%        | 3.30%          | 2.29%             | 5.52%          | 6.09%       | 9.55%       | 8.23%       | 7.04%        |
| Custom Fixed Income Benchmark   | 2.58%        | 3.82%          | 2.58%             | 5.89%          | 5.65%       | 8.78%       | 7.62%       | 6.64%        |
| <b>Real Estate</b>              | 0.03%        | 2.47%          | 0.03%             | 9.47%          | 16.50%      | -12.31%     | -3.44%      | 2.78%        |
| Custom Real Estate Benchmark    | 0.07%        | 3.48%          | 0.07%             | 9.01%          | 20.45%      | -7.36%      | 0.29%       | 5.58%        |
| <b>Alternatives</b>             | 0.15%        | 3.76%          | 0.15%             | 10.85%         | 13.53%      | 0.70%       | 4.46%       | 1.54%        |
| Custom Alternatives Benchmark   | 0.30%        | 4.29%          | 0.30%             | 17.68%         | 16.78%      | 5.88%       | 6.11%       | 5.12%        |
| <b>Private Equity</b>           | 0.32%        | 4.39%          | 0.32%             | 12.11%         | 14.52%      | 1.09%       | 6.41%       | 2.29%        |
| Custom Private Equity Benchmark | 0.32%        | 4.89%          | 0.32%             | 20.56%         | 17.94%      | 4.54%       | 5.40%       | 5.94%        |
| <b>Hedge Funds</b>              | -1.13%       | -0.72%         | -1.13%            | 2.02%          | 5.81%       | -0.76%      | 1.31%       | -            |
| Custom Hedge Fund Benchmark     | 0.20%        | 0.90%          | 0.20%             | 2.25%          | 4.00%       | 4.31%       | 5.89%       | 6.08%        |
| <b>Credit Strategies</b>        | -0.73%       | 0.58%          | -0.73%            | 7.54%          | 15.21%      | -           | -           | -            |
| Custom Credit Benchmark         | 0.05%        | 1.26%          | 0.05%             | 3.73%          | 6.91%       | -           | -           | -            |
| <b>Inflation Portfolio</b>      | 0.78%        | -3.10%         | 0.78%             | 4.95%          | -15.70%     | -           | -           | -            |
| Custom Inflation Benchmark      | 2.53%        | 2.98%          | 2.53%             | 5.92%          | 8.50%       | -           | -           | -            |

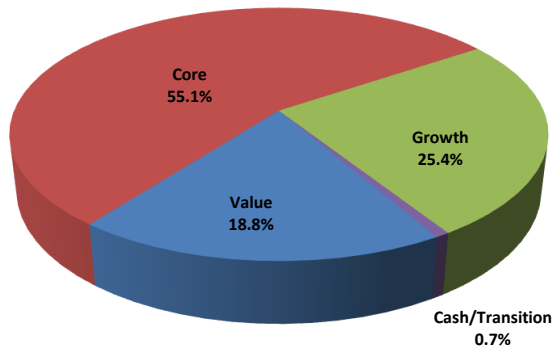
# Portfolio Summary - Global Equity

31-Jul-11

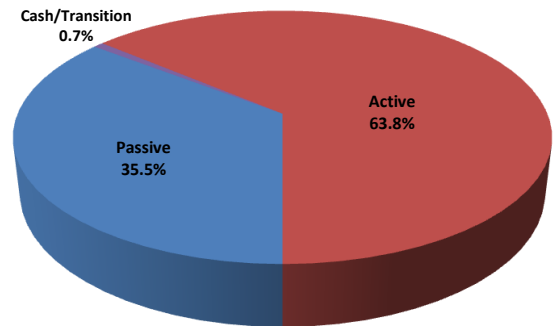
Fund Allocation (based on fund mandate)



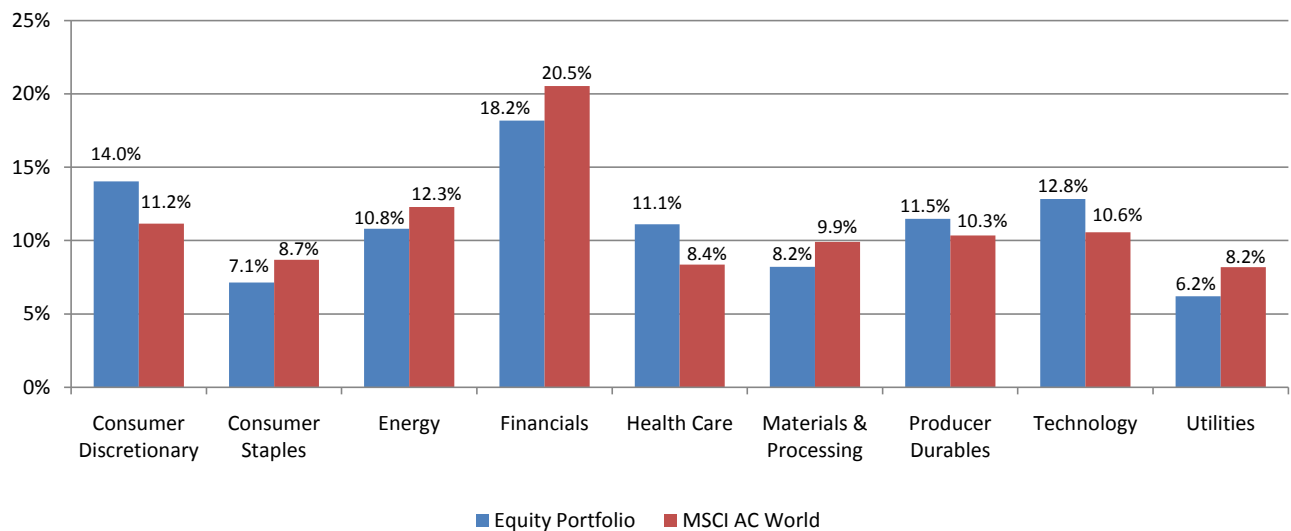
Style Allocation



Strategy Allocation

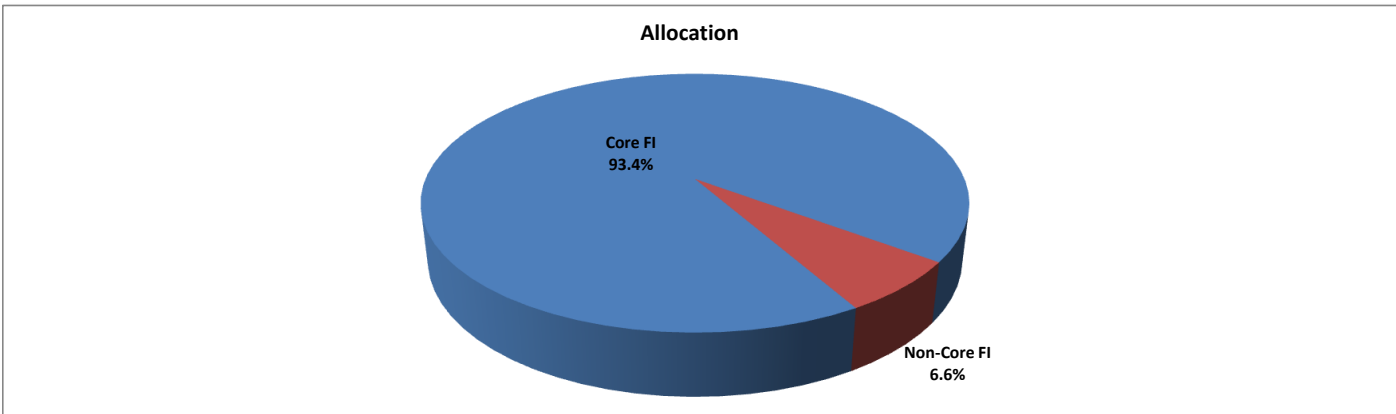


Sector Allocation



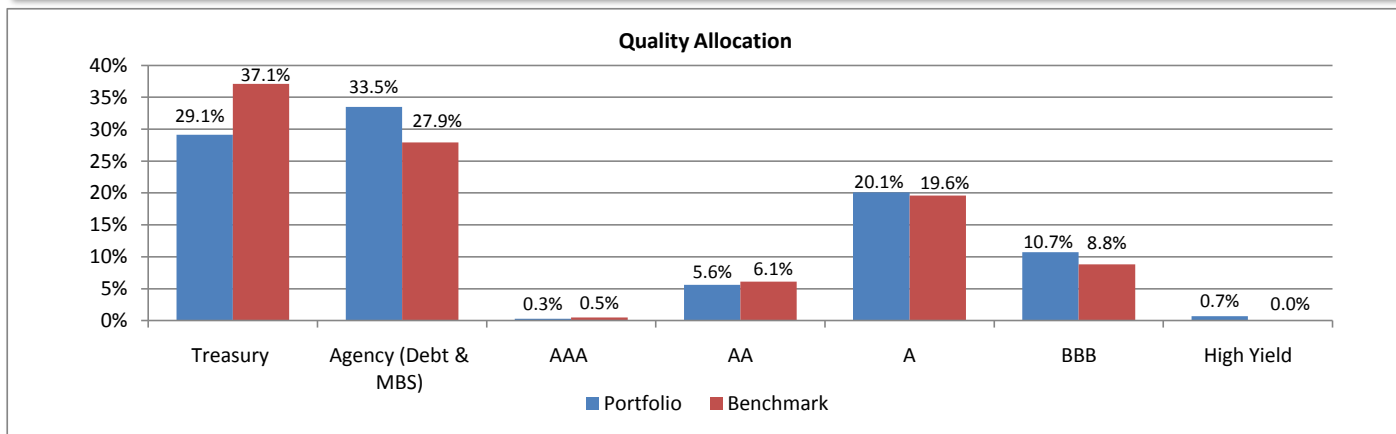
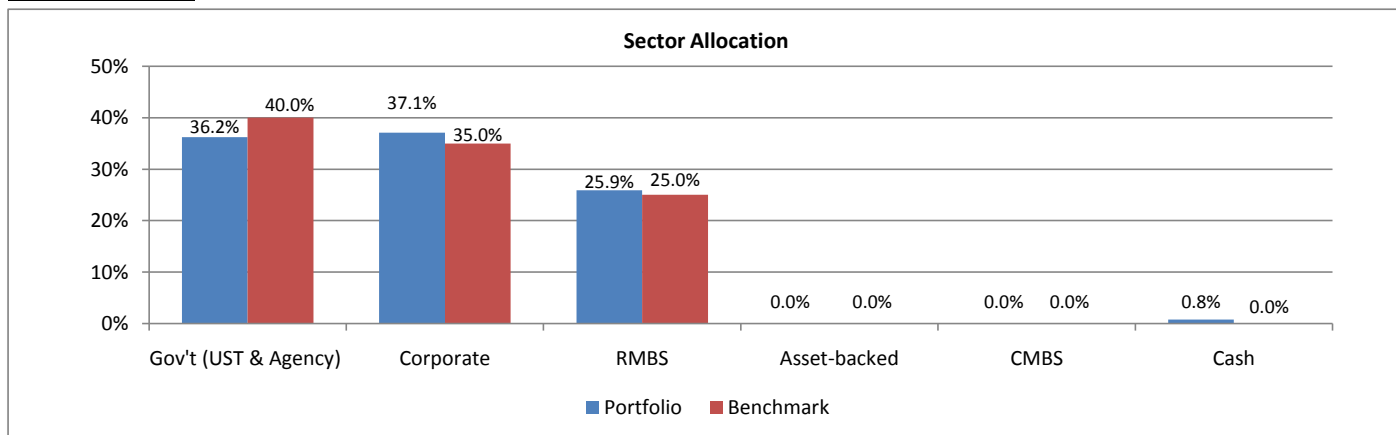
# Portfolio Summary - Fixed Income

31-Jul-11



| Returns                              |       |         |            |         |       |       |       |       |
|--------------------------------------|-------|---------|------------|---------|-------|-------|-------|-------|
|                                      | Month | 3 Month | Fiscal YTD | Cal YTD | 1 Yr  | 3 Yr  | 5 Yr  | 10 Yr |
| <b>Total Fixed Income</b>            | 2.29% | 3.30%   | 2.29%      | 5.52%   | 6.09% | 9.55% | 8.23% | 7.04% |
| Core Fixed Income                    | 2.46% | 3.60%   | 2.46%      | 5.99%   | 6.12% | 9.62% | 8.35% | 7.10% |
| Non-Core Fixed Income                | 0.02% | 0.13%   | 0.02%      | 1.08%   | 7.88% | 9.62% | -     | -     |
| <b>Custom Fixed Income Benchmark</b> | 2.58% | 3.82%   | 2.58%      | 5.89%   | 5.65% | 8.78% | 7.62% | 6.64% |

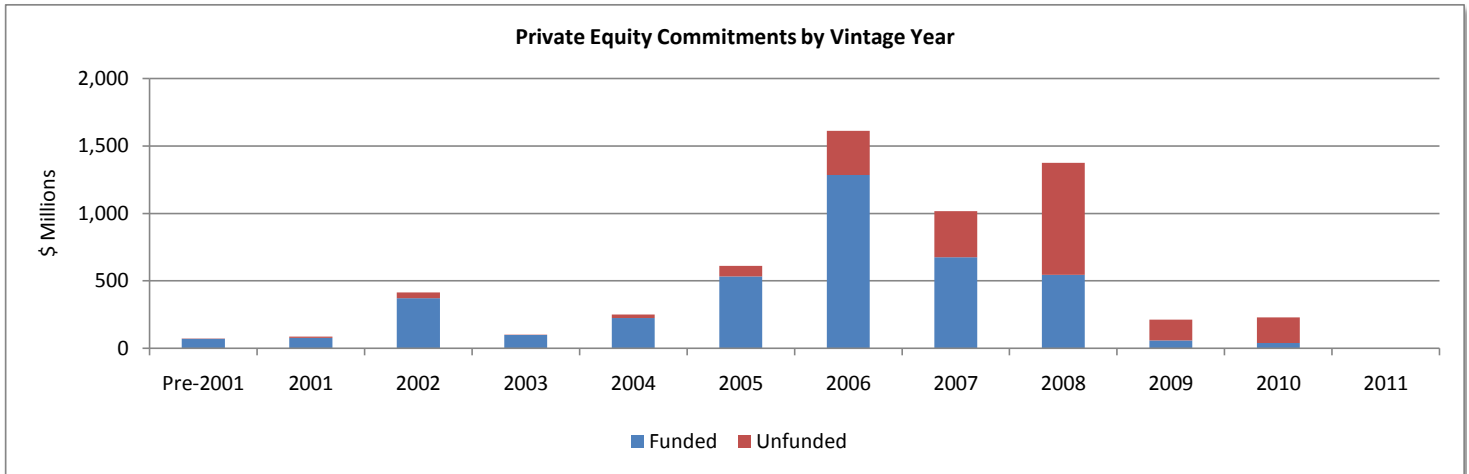
## Core Fixed Income



| Portfolio Characteristics      |                    |                          |                 |
|--------------------------------|--------------------|--------------------------|-----------------|
|                                | <u>Avg. Coupon</u> | <u>Yield to Maturity</u> | <u>Duration</u> |
| Government (Treasury & Agency) | 5.73%              | 2.64%                    | 7.5             |
| Corporate                      | 6.19%              | 4.42%                    | 7.9             |
| Mortgage                       | 4.99%              | 2.73%                    | 3.3             |
| <b>Total</b>                   | <b>5.67%</b>       | <b>3.31%</b>             | <b>6.5</b>      |

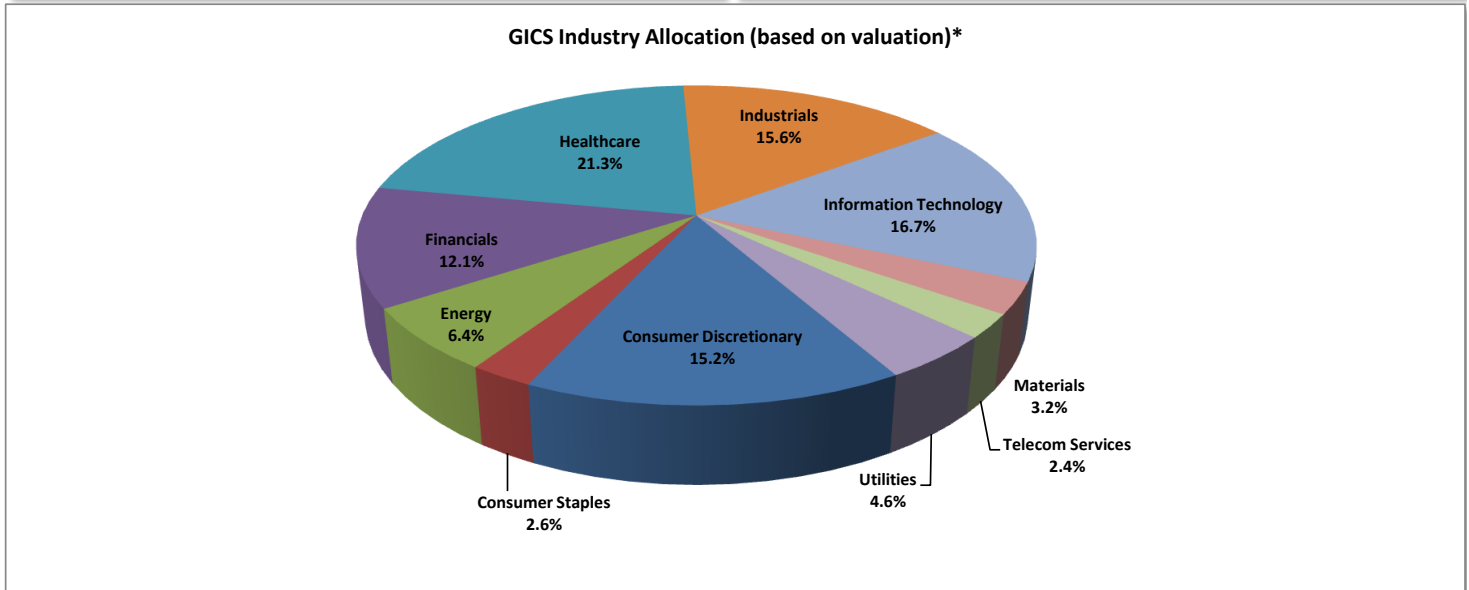
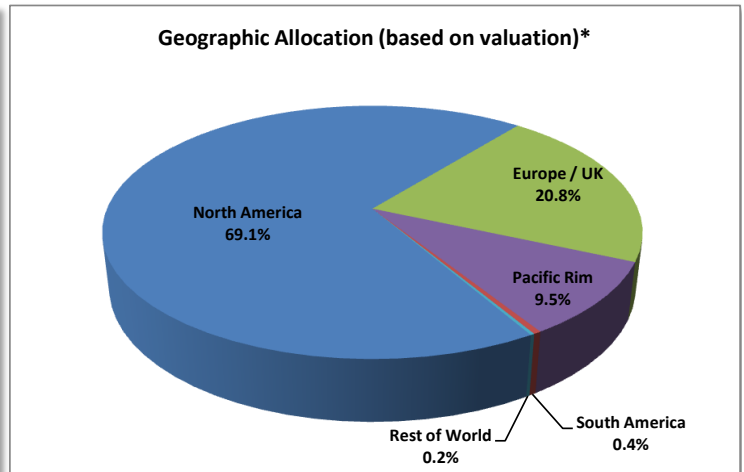
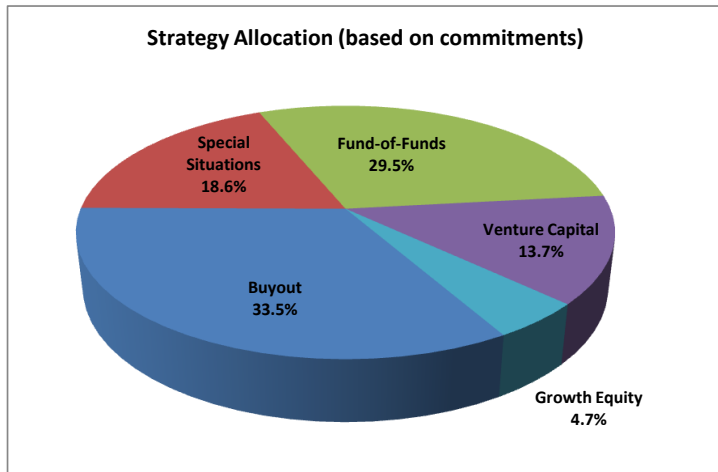
# Portfolio Summary - Private Equity

31-Jul-11



### IRR by Vintage Year

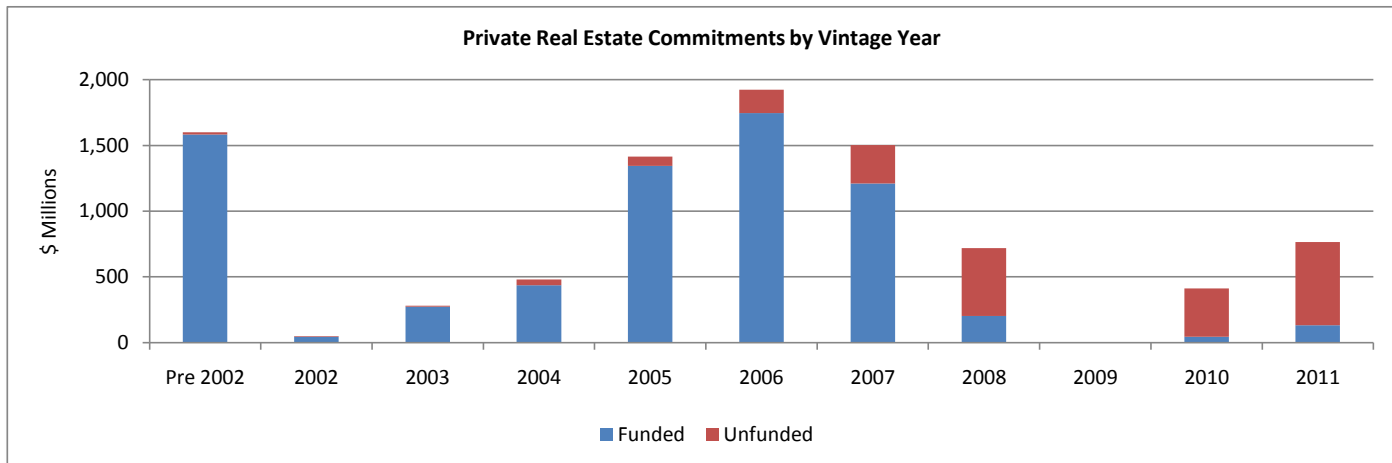
|            | <u>Pre-2001</u> | <u>2001</u> | <u>2002</u> | <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> | <u>2011</u> | <u>Total</u> |
|------------|-----------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|--------------|
| NCRS       | 13.33           | 30.89       | 10.42       | 14.52       | 4.85        | 4.84        | 1.33        | 2.74        | 2.96        | 1.80        | -11.73      | N/A         | 5.70         |
| # of Funds | 14              | 4           | 8           | 2           | 3           | 11          | 21          | 13          | 17          | 3           | 1           | 0           | 97           |



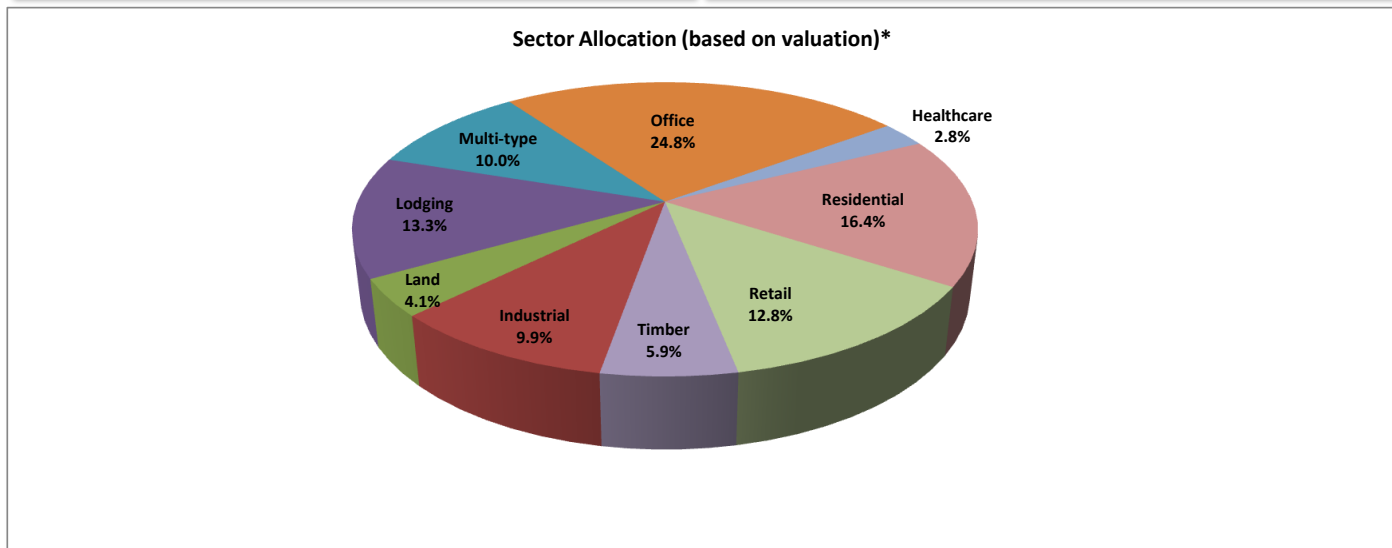
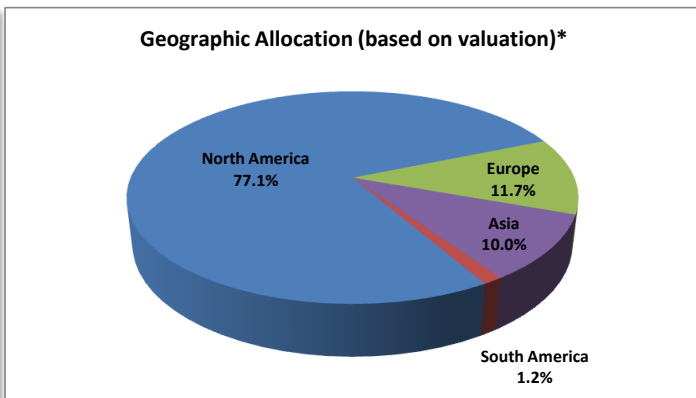
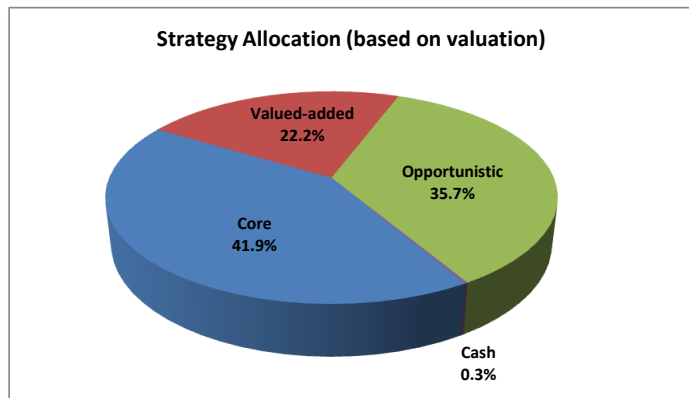
\* data as of 3/31/11

# Portfolio Summary - Real Estate

31-Jul-11



|            | IRR by Vintage Year |        |       |      |       |       |       |      |      |       |       |
|------------|---------------------|--------|-------|------|-------|-------|-------|------|------|-------|-------|
|            | Pre-2002            | 2002   | 2003  | 2004 | 2005  | 2006  | 2007  | 2008 | 2010 | 2011  | Total |
| NCRS       | 7.63                | -47.28 | 16.79 | 8.59 | -6.03 | -8.79 | -5.96 | 0.03 | 3.51 | -1.49 | 2.13  |
| # of Funds | 17                  | 1      | 3     | 4    | 14    | 19    | 11    | 6    | 5    | 5     | 85    |



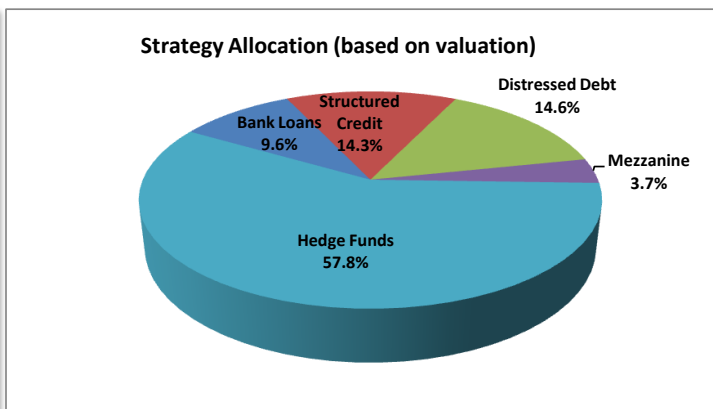
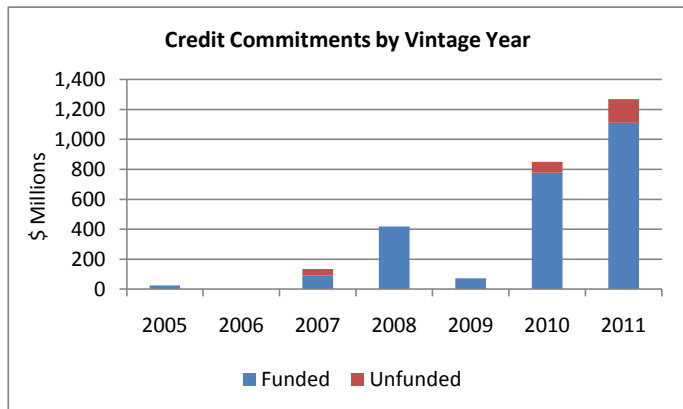
|  | Global REIT Returns |         |            |         |        |       |       |        |
|--|---------------------|---------|------------|---------|--------|-------|-------|--------|
|  | Month               | 3 Month | Fiscal YTD | Cal YTD | 1 Yr   | 3 Yr  | 5 Yr  | 10 Yr  |
| REIT Composite                           | 0.49%               | -1.19%  | 0.49%      | 6.12%   | 21.82% | 3.76% | -     | -      |
| FTSE/EPRA/NAREIT Global Securities Index | 0.73%               | -1.26%  | 0.73%      | 6.85%   | 22.56% | 2.24% | 0.92% | 10.68% |

\* as of 3/31/11

# Portfolio Summary - Credit, Inflation, & Hedge Funds

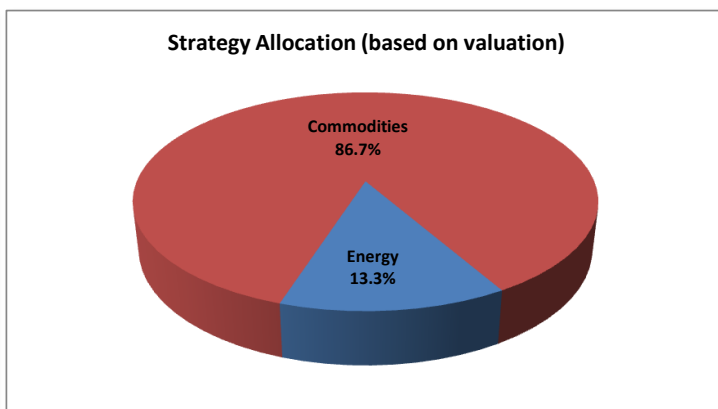
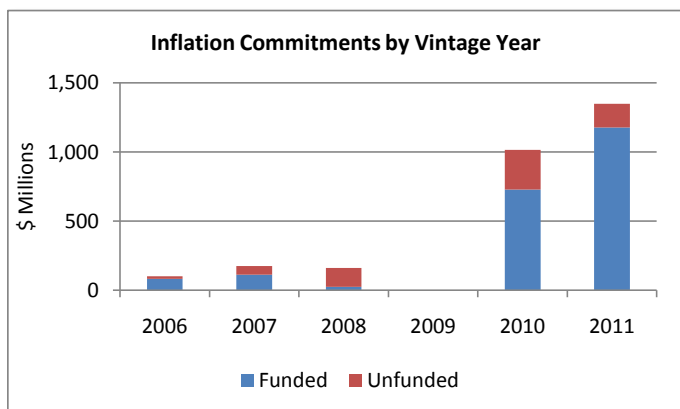
31-Jul-11

## Credit Strategies



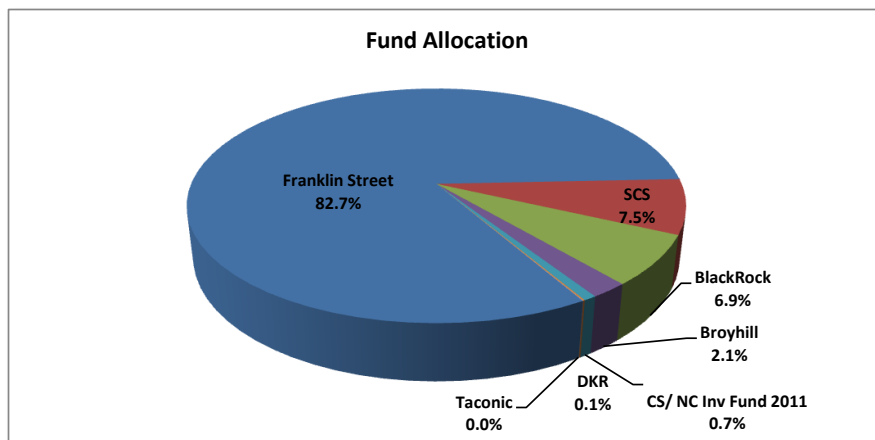
| IRR by Vintage Year |      |      |       |       |       |       |      |       |
|---------------------|------|------|-------|-------|-------|-------|------|-------|
|                     | 2005 | 2006 | 2007  | 2008  | 2009  | 2010  | 2011 | Total |
| NCRS                | 3.07 | N/A  | 13.32 | 12.64 | 22.34 | 13.90 | 0.48 | 11.47 |
| # of Funds          | 1    | 0    | 1     | 3     | 1     | 3     | 6    | 15    |

## Inflation Portfolio



| IRR by Vintage Year |      |       |       |      |       |       |
|---------------------|------|-------|-------|------|-------|-------|
|                     | 2006 | 2007  | 2008  | 2010 | 2011  | Total |
| NCRS                | 2.29 | 16.22 | 28.11 | 2.34 | -7.70 | 5.42  |
| # of Funds          | 1    | 2     | 2     | 3    | 4     | 12    |

## Hedge Funds



## New Investments - previous 12 months

31-Jul-11

| <u>Fund Name</u>                           | <u>Firm Name</u>                        | <u>Commitment</u> | <u>Closing Date*</u> |
|--|---|-------------------|----------------------|
| <b><u>Global Equity</u></b>                |   |                   |                      |
| BlackRock ACWI ex US IMI                   | BlackRock                               | \$2,347,000,000   | 9/9/2010             |
| Mondrian International Small Cap           | Mondrian Investment Partners            | \$250,000,000     | 9/9/2010             |
| Franklin Templeton International Small Cap | Franklin Templeton                      | \$250,000,000     | 9/9/2010             |
| 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            |
| <b><u>Private Equity</u></b>               |   |                   |                      |
|  | None                                    |                   |                      |
| <b><u>Real Estate</u></b>                  |   |                   |                      |
| Shorenstein X                              | Shorenstein Realty Investors            | \$100,000,000     | 10/15/2010           |
| Crossharbor Institutional Partners II      | CrossHarbor Capital                     | \$150,000,000     | 12/23/2010           |
| 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             |
| <b><u>Credit Strategies</u></b>            |   |                   |                      |
| PAAMCO - Newport Burgundy                  | PAAMCO                                  | \$500,000,000     | 12/22/2010           |
| 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            |
| <b><u>Inflation Portfolio</u></b>          |   |                   |                      |
| Energy Capital Partners II                 | Energy Capital Partners                 | \$50,000,000      | 8/16/2010            |
| Sheridan Production Partners II            | Sheridan Production Partners            | \$165,000,000     | 11/5/2010            |
| Gresham TAP Flex                           | Gresham Investment Management           | \$800,000,000     | 12/20/2010           |
| 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            |
| <b><u>Hedge Funds</u></b>                  |   |                   |                      |
|  | None                                    |                   |                      |

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