



# WYOMING STATE TREASURER'S OFFICE

*FIRST QUARTER 2009*

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## QUARTERLY COMMENTARY

- This one-page memo provides a written summary of significant observations regarding performance of the State's Funds, and provides an overview of performance during the quarter for each of the asset classes the State is invested in.

### **MARKET ENVIRONMENT ..... PAGE 1-12**

- This section is intended to review capital markets in general (i.e. not specific to Wyoming), and includes a written summary of events during the quarter, including economic influences and review of equity and bond markets as a whole. This section also includes various charts and exhibits displaying key characteristics of major market indices representing the broad range of available asset classes, including alternative investments such as absolute return and real estate.

### **PERFORMANCE SUMMARY ..... PAGE 13-19**

- These 7 pages provide all the market value, asset allocation, and performance information for the State's investments, in summary form.

### **INVESTMENT POLICY OBJECTIVE REVIEW ..... PAGE 20-42**

- This section provides a compliance check for the Total Fund, and for each individual manager portfolio, versus the guidelines and expectations outlined in the State's Master Investment Policy and Sub-Policies.

### **APPENDIX..... PAGE 43-48**

- The appendix includes a glossary, giving definitions and other information on data included throughout the report, including financial terms and ratios, indices, peers groups. The addendum page in the appendix includes important comments specific to Wyoming regarding market value, performance, and allocation information provided throughout the report.



## MEMORANDUM

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**To:** Wyoming State Loan and Investment Board  
**From:** R.V. Kuhns & Associates, Inc.  
**Subject:** March 31, 2009 Investment Performance Analysis Commentary

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Outlined below please find a summary of significant observations regarding performance of the State's Funds for the period ended March 31, 2009. We hope this summary will facilitate your review of our Investment Performance Analysis Report.

- The Total Fund (including Permanent Mineral Trust, Permanent Land Fund, University Permanent Land Fund, Common School Fund, Hathaway Scholarship Endowment, Higher Education Endowment, Workers Compensation, Tobacco Settlement, and State Agency) finished the quarter ended March 31, 2009 with a return of -1.8%. This performance is compared to the custom index return of -2.6%.
- The Permanent Mineral Trust Fund finished the quarter ended March 31, 2009 with a return of -3.6% and the Common School Fund finished with a return of -3.5%, while the Permanent Land Fund returned -3.5% and the University Permanent Land Fund returned -3.6%. The Hathaway and Higher Education funds continue to perform slightly better due to their overweight to fixed income as they continue to move towards their target allocations. Despite the volatility in the capital market, the permanent funds all outperformed their respective custom benchmarks for the quarter.
- The Barclays Capital Aggregate Bond Index posted a positive return of 0.1% for the quarter and 4.2% for the trailing one-year period. The State's total fixed income return of 0.9% during the quarter outperformed the Barclays Capital Aggregate Index by nearly 80 basis points. The State's fixed income portfolio includes a suite of external specialist managers employing core plus, mortgage, corporate, and global mandates, in addition to the internally managed portfolio, which invests primarily in agency securities.
- Equities, across all capitalizations, continued to decline during the first quarter of 2009. The significant gains realized by most equities in March were not enough to offset losses from the first two months of the quarter. Losses were widespread, as every sector within the S&P 500 with the exception of Information Technology, declined during the first quarter. The S&P 500 returned -11.0%, while the Russell 1000 returned -10.5% during the quarter. The State's large-cap domestic equity investments, managed by State Street, were in line with the market, posting a -10.9% return during the quarter.
- Small capitalization equities performed marginally lower during the quarter than securities of larger market caps, with the Russell 2500 returning -11.4% during the quarter. Growth stocks fared significantly better during the quarter than their value counterparts. Gabelli, the State's small/mid-cap value manager, outperformed the benchmark for the quarter, returning -8.6% versus -16.3% for the Russell 2500 Value. Friess, the State's small/mid-cap growth manager, underperformed during the quarter with a -8.0% return, compared to the Russell 2500 Growth Index return of -6.0%.
- International stocks declined in line with domestic equity markets during the first quarter of 2009. The MSCI EAFE Index posted a 13.9% loss for the first quarter, and the MSCI Emerging Markets Index returned 1.0%. For the first quarter of 2009, Fisher outperformed the EAFE benchmark returning -11.2%, while the State's other external international equity manager, Capital Guardian, also outperformed the EAFE benchmark, returning -12.0%.
- Alternative asset classes, which include core and non-core real estate, absolute return strategies, and private equity, have provided valuable diversification, but have not been immune to the recent market turmoil. Core real estate was down for the quarter due to continued price depreciation, with Clarion posting -17.8% and UBS -10.4% for the quarter. Absolute return strategies were able to recover during the quarter, even posting modest gains. Aurora and PAAMCO both finished the quarter positive, returning 0.5% and 2.9% respectively. Values for non-core real estate and private equity are on a one-quarter lag due to available manager valuations. Performance for these investments is shown on an IRR basis within our alternative performance reports, once sufficient investment history is gained.



## Capital Markets Review As of March 31, 2009

### Capital Markets Review

#### First Quarter Economic Environment

The first quarter of 2009 began where 2008 ended, with returns of most asset classes down significantly. March saw most asset classes rebound impressively from depressed valuations, and witnessed the sixth best S&P 500 monthly return and fourth best MSCI Emerging Markets return in the last 20 years. With the Federal Funds Rate already at a range of 0.00% to 0.25%, the U.S. Federal Reserve made no changes to the key rate during the first quarter, although global central banks lowered their target short-term rates. In an effort to contain the fallout of the credit crisis into the economy, the U.S. Government passed an \$800 billion stimulus package.

The U.S. seasonally adjusted unemployment rate increased to 8.5% during the first quarter from 7.2% at the end of the fourth quarter, and from 4.9% from the beginning of 2008. March's unemployment rate represents the highest level in over a quarter of a century, the previous high of 8.8% having been reached in October 1983. Although crude oil prices remained well below July 2008's record high of \$146 per barrel, they ended the quarter up over 10% at just under \$50 per barrel. Even given the first quarter increase, prices have fallen over 60% from the recent high. With declining oil prices serving to curtail inflation, the Consumer Price Index rose moderately during the first quarter by 1.2% but has fallen 0.4% over the last 12 months, the largest 12-month drop since 1955. Measured against a weighted-average basket of 16 currencies, the U.S. Dollar closed the quarter up 4% and gained 5% against the Euro. The U.S. economy officially entered, in late 2007, a recession that has persisted through the end of the first quarter 2009.

#### First Quarter Equities

Information Technology was the only sector in the S&P 500 to post a positive return during the first quarter. The Financial sector was the worst-performing sector during the quarter as well as for the one-, three-, and five-year trailing periods. Growth stocks significantly outperformed their value counterparts and large capitalization stocks outperformed smaller stocks during the quarter. Internationally, no sector, measured by the MSCI All Country World Ex US, has posted a positive return over the trailing three-year period. The Telecommunication Services, Materials, and Energy sectors all posted strong relative performance compared to the other sectors during the first quarter, with Financials and Utilities posting relatively weak returns. Emerging markets was one of the few asset classes during the quarter to post a positive return after having the worst returns of the major asset classes during 2008.

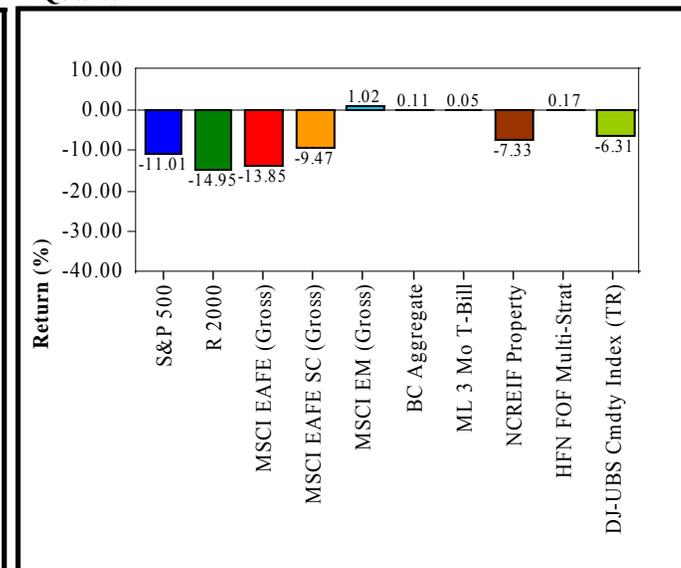
#### First Quarter Fixed Income

After struggling in 2008, the High Yield sector showed the strongest performance of the major fixed income sectors during the first quarter. The Barclays Capital Aggregate Bond Index was led by Asset Backed Securities but only posted slim gains because of the struggles by Long Corporates and Treasuries. The Treasury yield curve increased by between 10 and 90 basis points over all maturity ranges during the quarter.

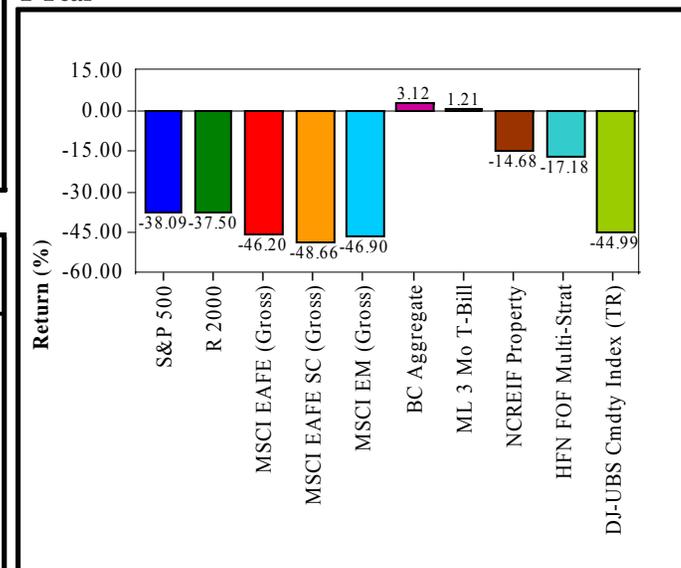
### Trailing-Period Performance

	1 Month Ending Jan-2009	1 Month Ending Feb-2009	1 Month	1 Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years
S&P 500	-8.43	-10.65	8.76	-11.01	-11.01	-38.09	-13.06	-4.76	-3.00
R 2000	-11.12	-12.15	8.93	-14.95	-14.95	-37.50	-16.80	-5.24	1.93
MSCI EAFE (Gross)	-9.80	-10.23	6.39	-13.85	-13.85	-46.20	-14.07	-1.75	-0.47
MSCI EAFE SC (Gross)	-6.40	-9.25	6.56	-9.47	-9.47	-48.66	-19.06	-2.82	3.34
MSCI EM (Gross)	-6.42	-5.62	14.38	1.02	1.02	-46.90	-7.88	6.25	8.15
BC Aggregate	-0.88	-0.38	1.39	0.11	0.11	3.12	5.78	4.13	5.70
ML 3 Mo T-Bill	-0.01	0.02	0.04	0.05	0.05	1.21	3.63	3.21	3.35
NCREIF Property	N/A	N/A	N/A	-7.33	-7.33	-14.68	4.15	9.43	9.36
HFN FOF Multi-Strat	0.51	-0.31	-0.02	0.17	0.17	-17.18	-2.89	1.24	6.22
DJ-UBS Cmdbty Index (TR)	-5.38	-4.43	3.60	-6.31	-6.31	-44.99	-9.84	-3.25	6.36

### 1 Quarter



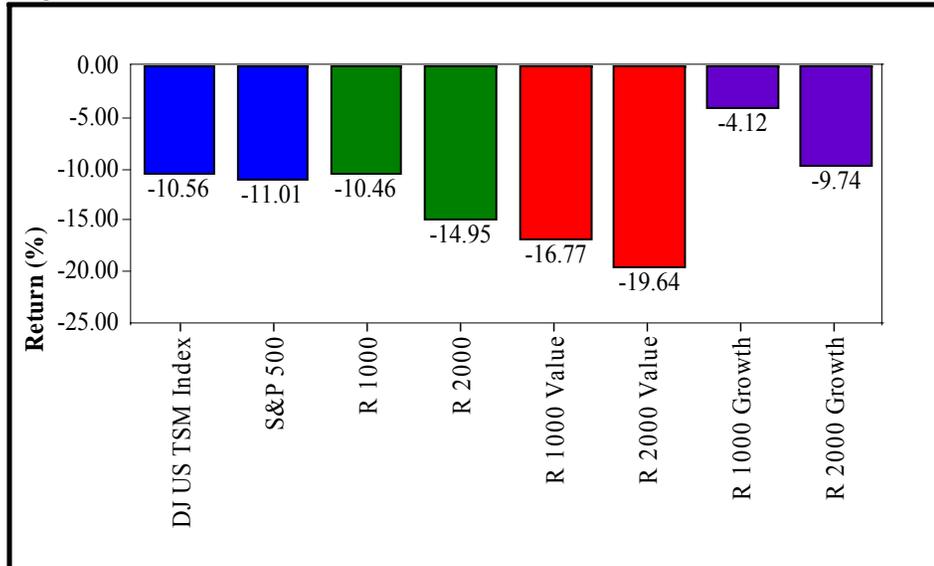
### 1 Year



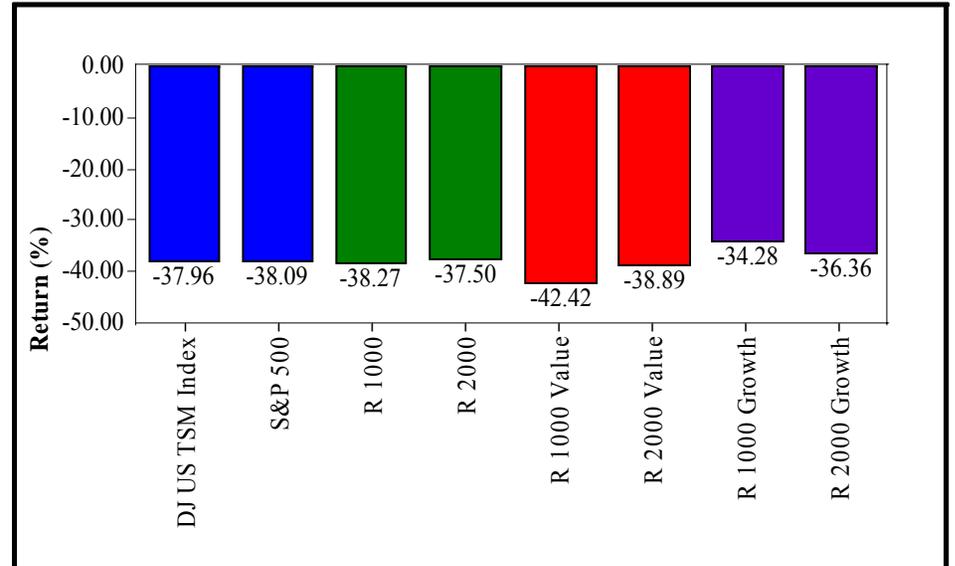
Performance is annualized for periods greater than one year.

## Domestic Equity Market Performance As of March 31, 2009

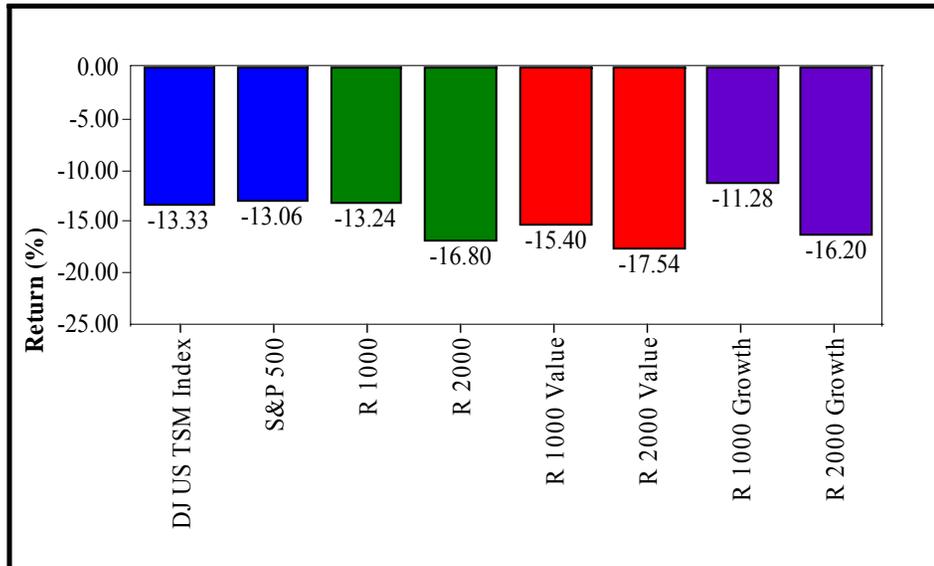
### 1 Quarter



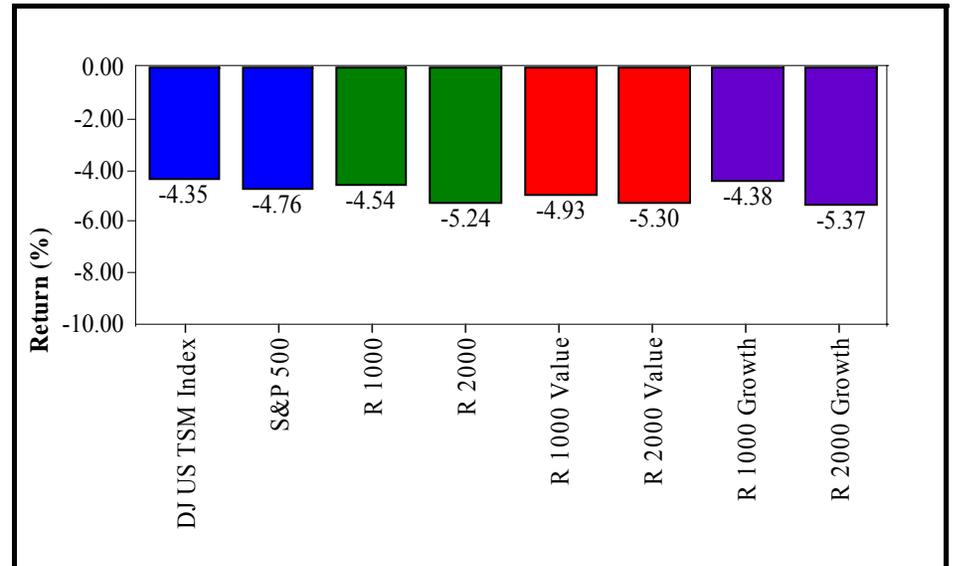
### 1 Year



### 3 Years



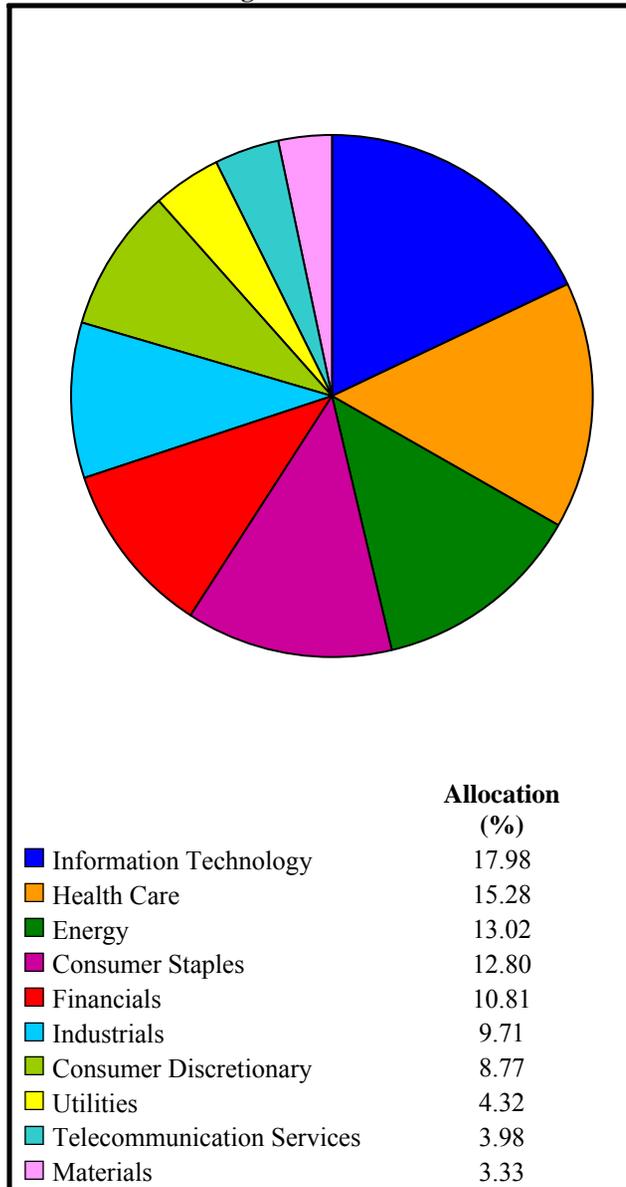
### 5 Years



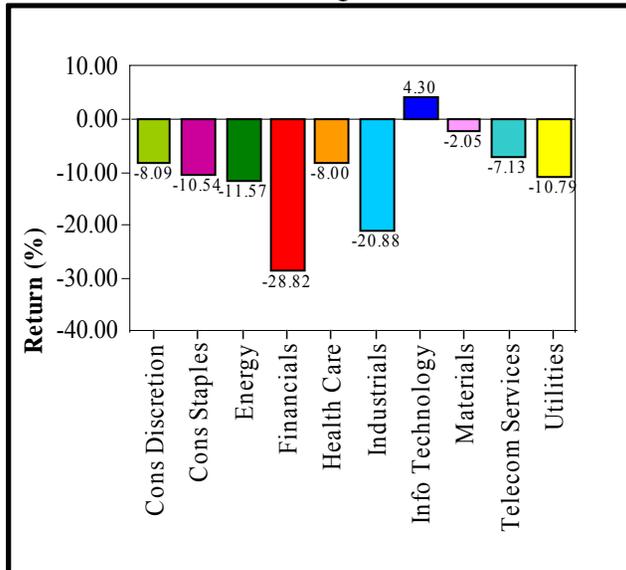
Performance is annualized for periods greater than one year.

## Domestic Equity Sector Weights and Returns As of March 31, 2009

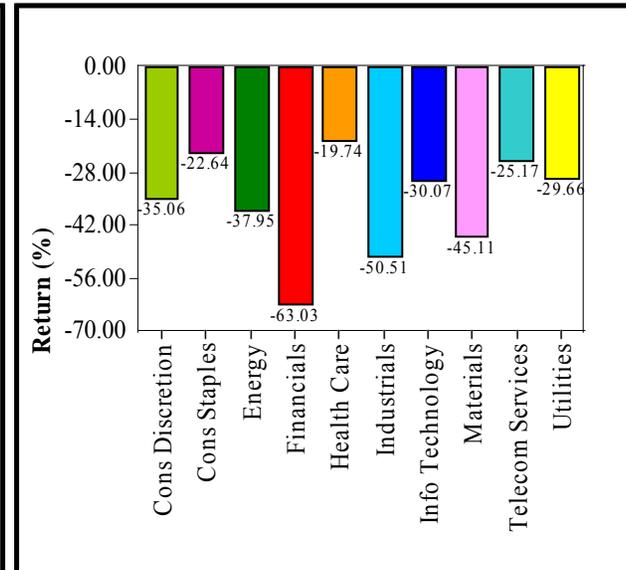
**S&P 500 Sector Weights**



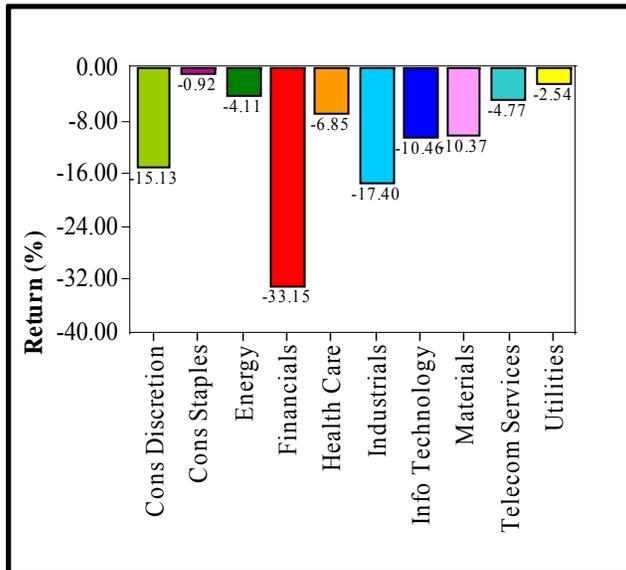
**S&P 500 Sector Returns - 1 Quarter**



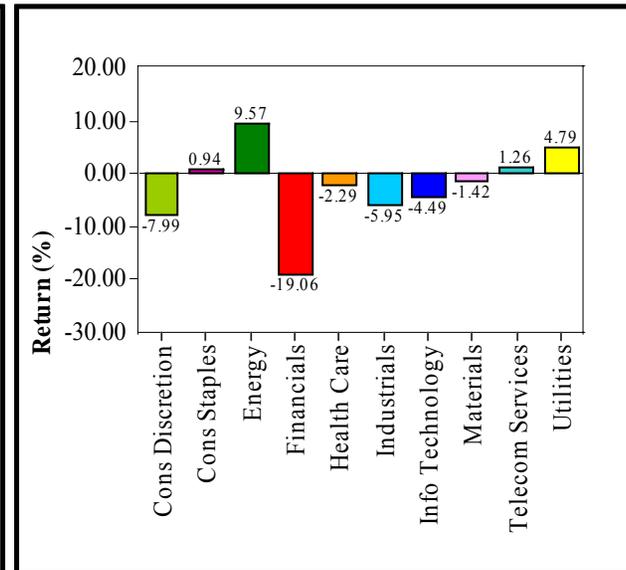
**S&P 500 Sector Returns - 1 Year**



**S&P 500 Sector Returns - 3 Years**



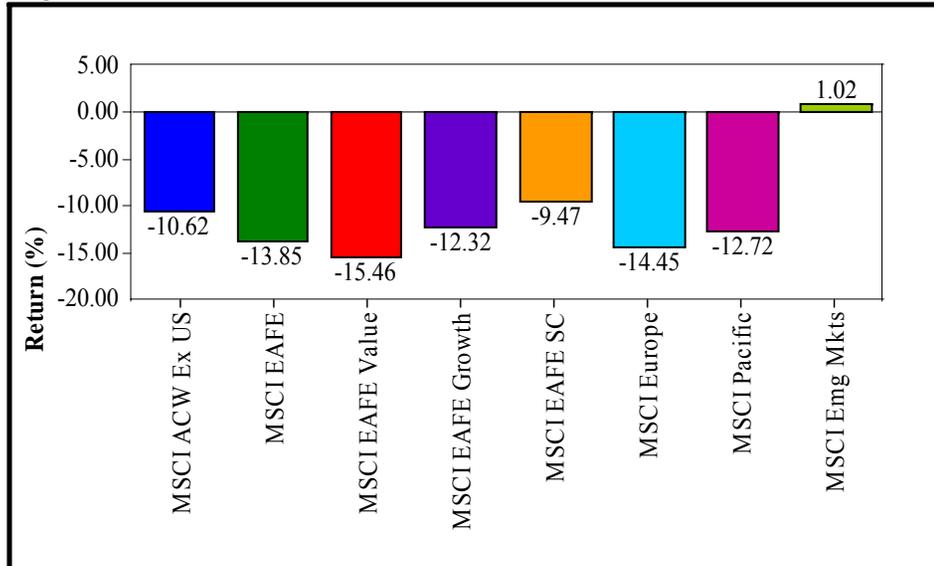
**S&P 500 Sector Returns - 5 Years**



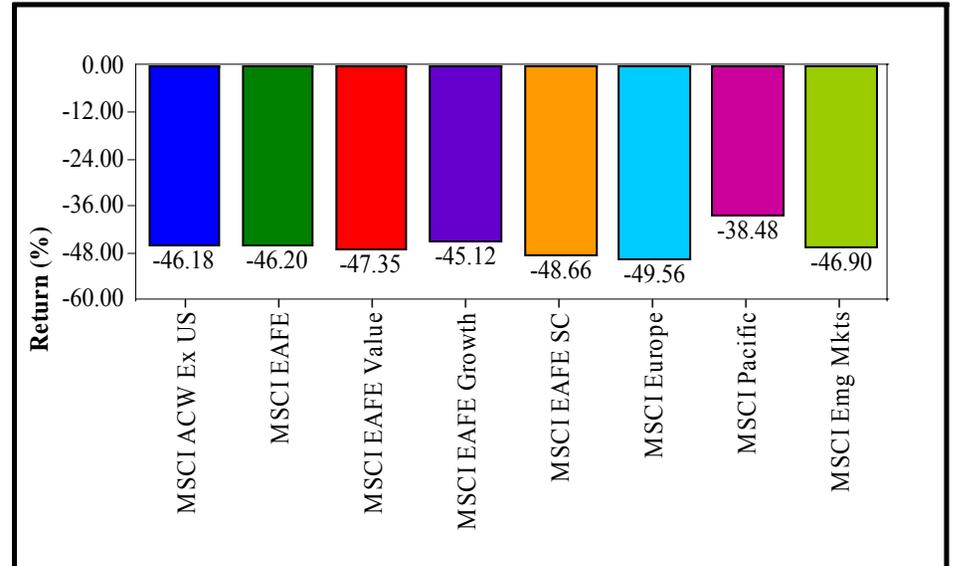
Performance is annualized for periods greater than one year. Returns provided by MPI Stylus, allocations provided by Standard & Poor's.

**International Equity Market Performance**  
As of March 31, 2009

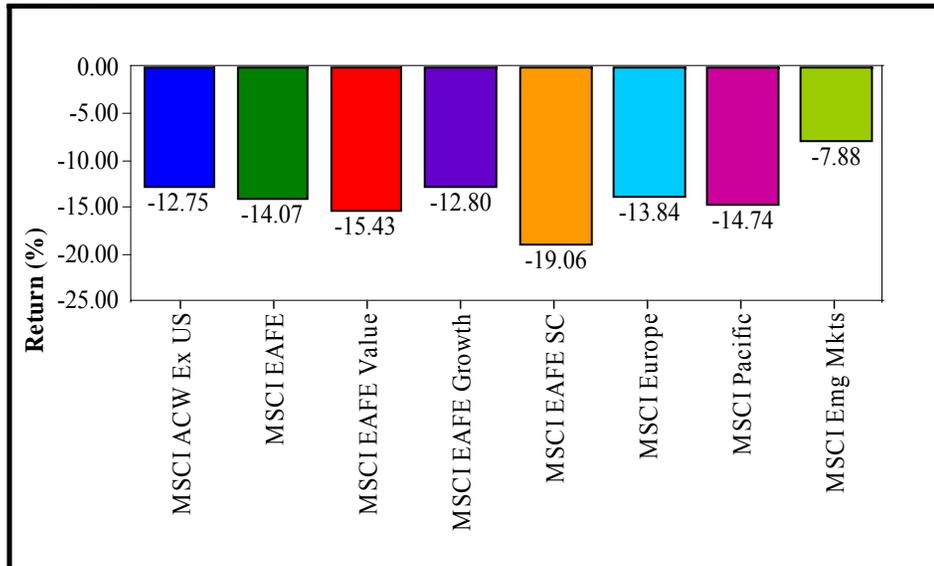
**1 Quarter**



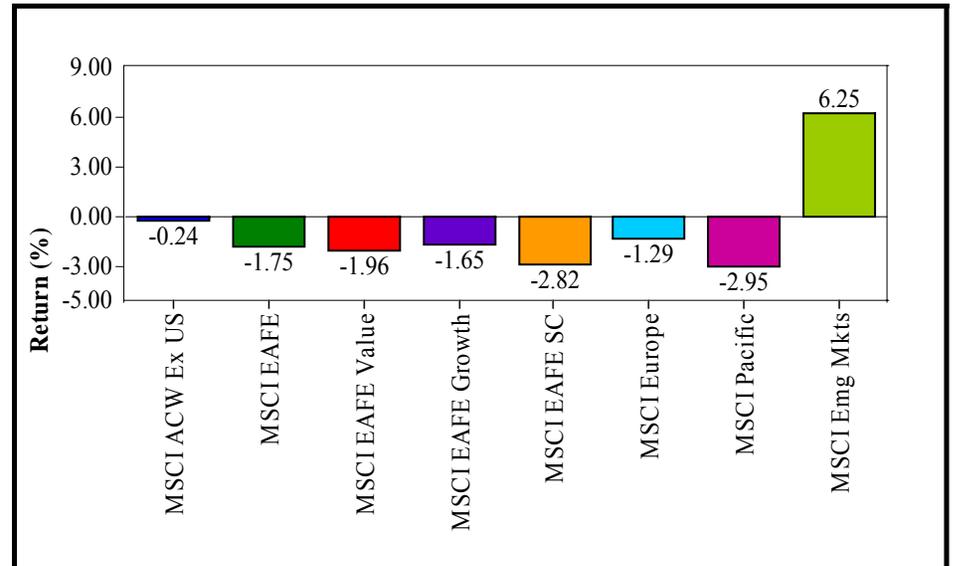
**1 Year**



**3 Years**



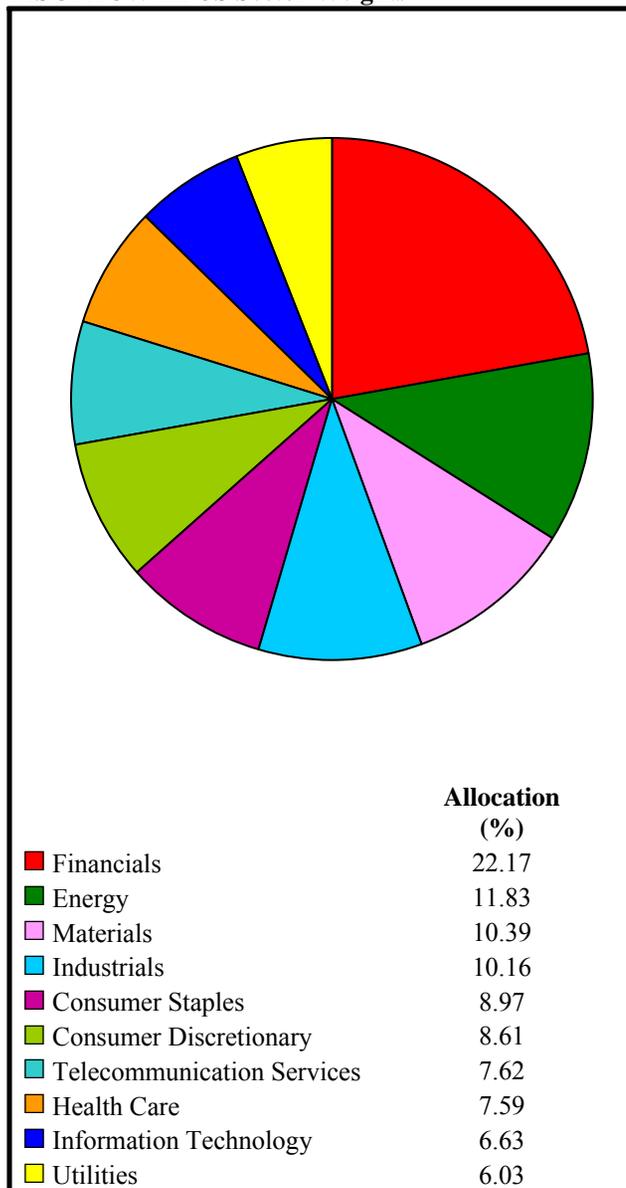
**5 Years**



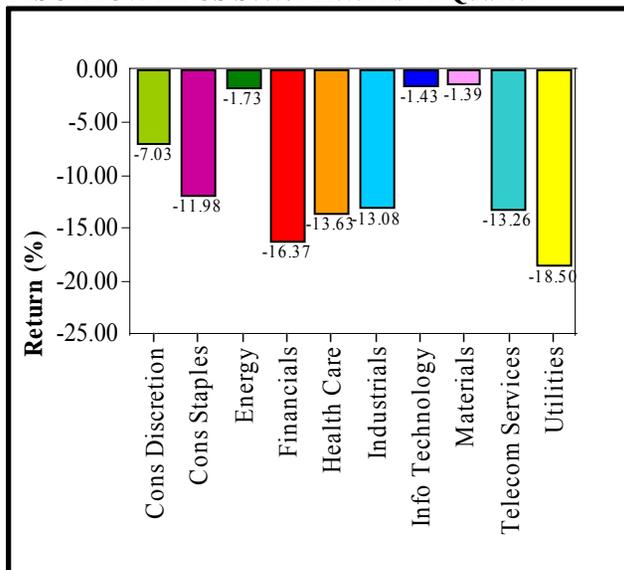
Performance is annualized for periods greater than one year.

**International Equity Sector Weights and Returns  
As of March 31, 2009**

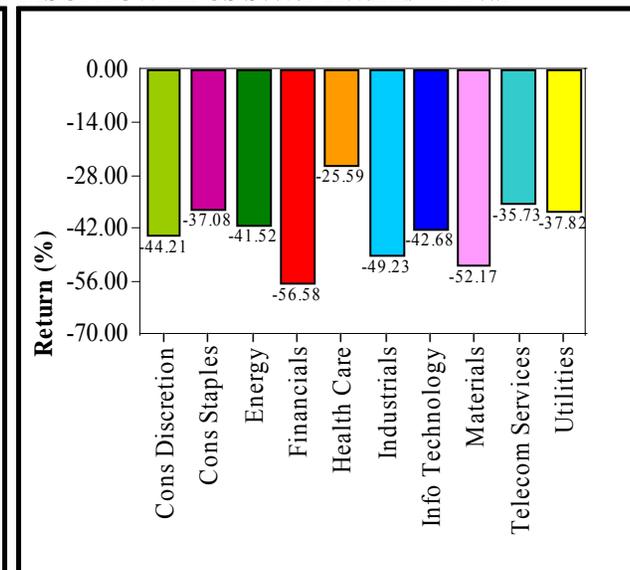
**MSCI ACW Ex US Sector Weights**



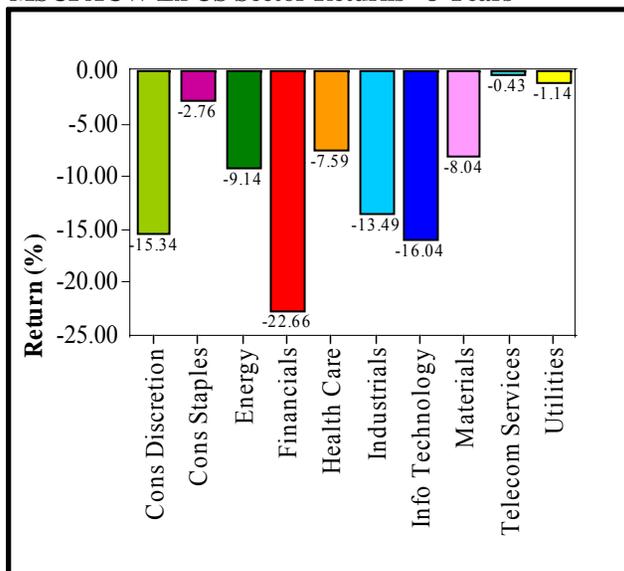
**MSCI ACW Ex US Sector Returns - 1 Quarter**



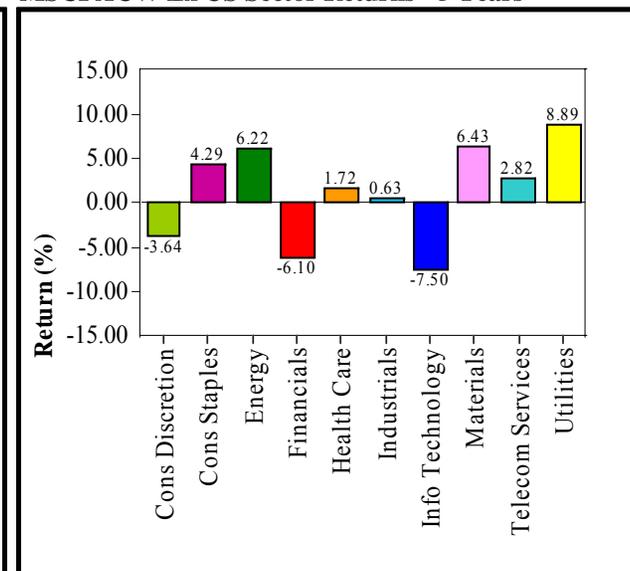
**MSCI ACW Ex US Sector Returns - 1 Year**



**MSCI ACW Ex US Sector Returns - 3 Years**



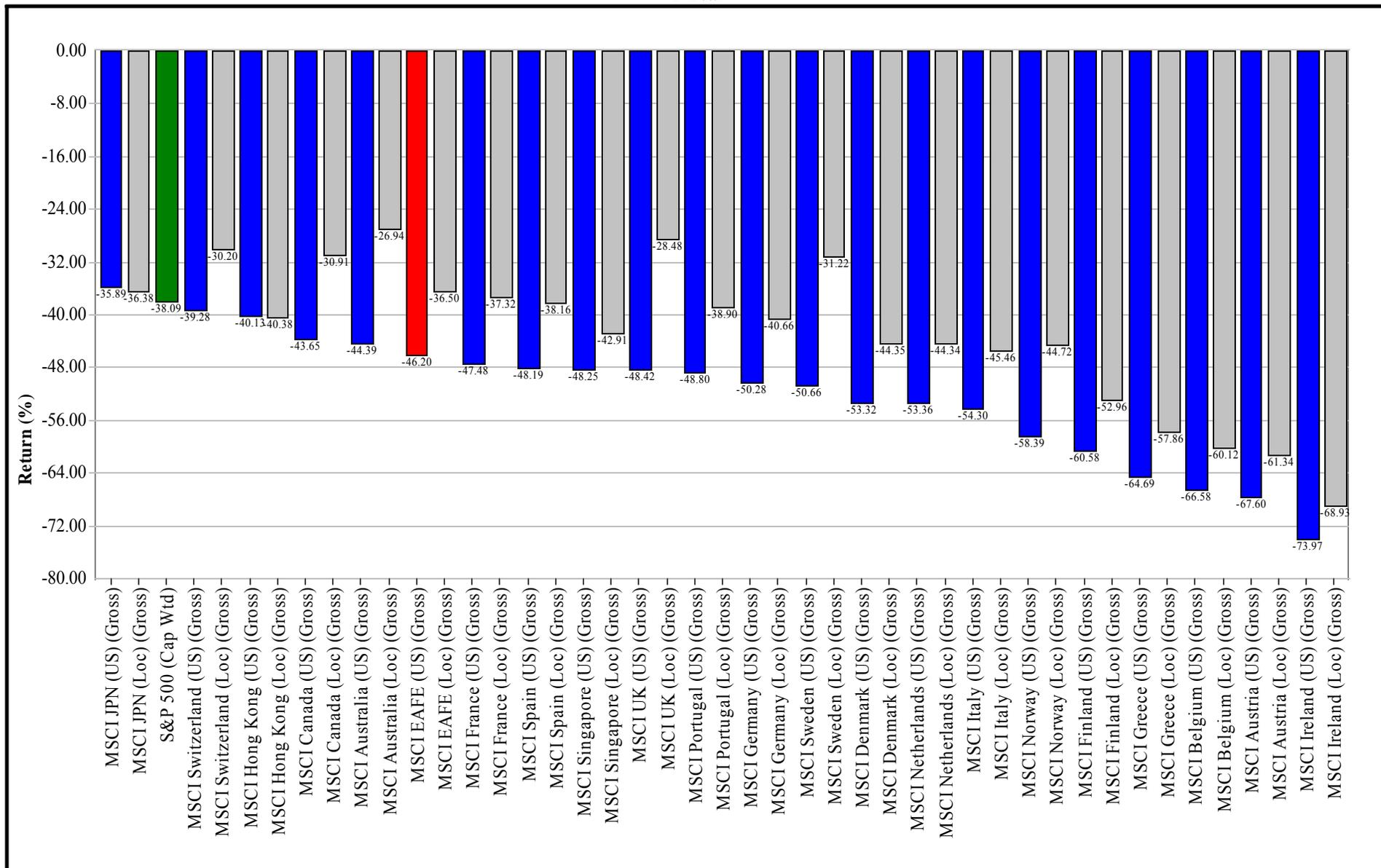
**MSCI ACW Ex US Sector Returns - 5 Years**



Performance is annualized for periods greater than one year. Returns and allocations provided by MSCI Barra.

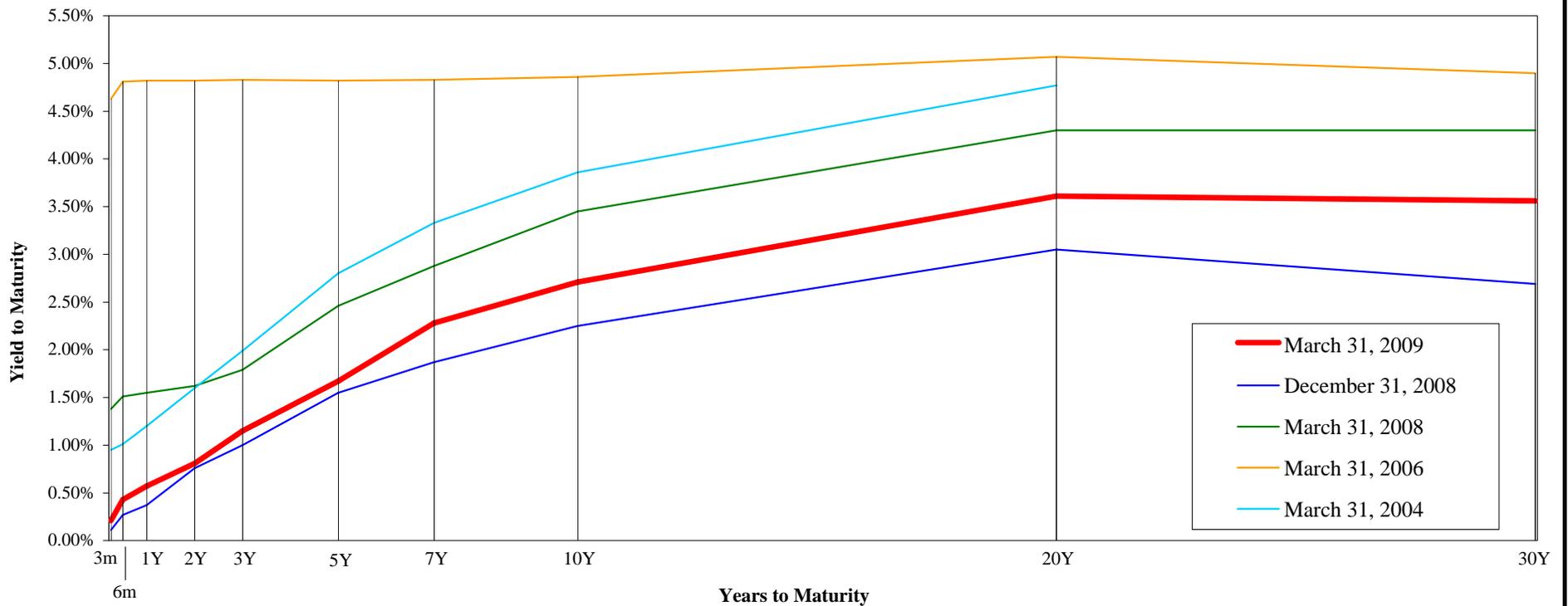
## International Equity Market Performance As of March 31, 2009

1 Year



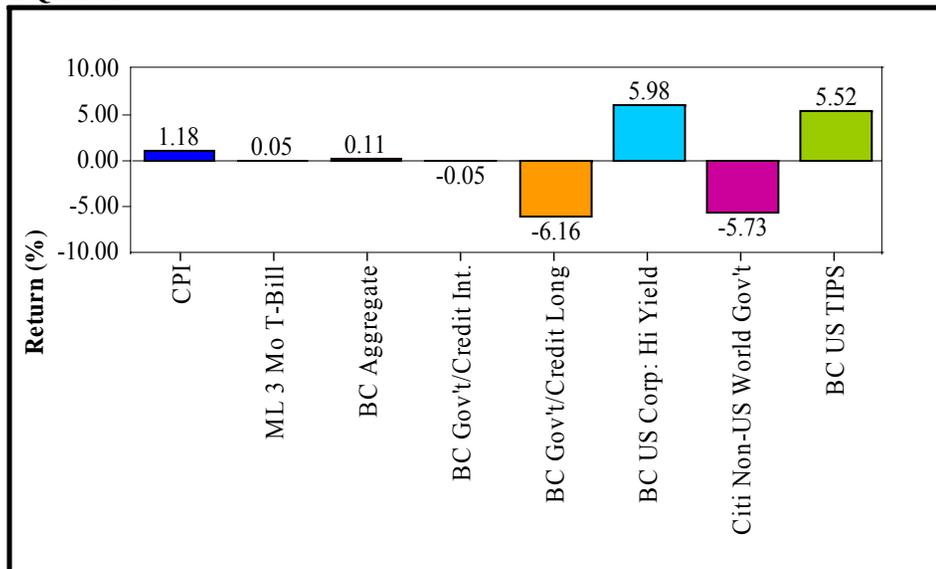
**Treasury Yield Curve  
As of March 31, 2009**

	March 31, 2009	December 31, 2008	March 31, 2008	March 31, 2006	March 31, 2004
<b>3 Month</b>	0.21%	0.11%	1.38%	4.63%	0.95%
<b>6 Month</b>	0.43%	0.27%	1.51%	4.81%	1.01%
<b>1 Year</b>	0.57%	0.37%	1.55%	4.82%	1.20%
<b>2 Year</b>	0.81%	0.76%	1.62%	4.82%	1.60%
<b>3 Year</b>	1.15%	1.00%	1.79%	4.83%	1.99%
<b>5 Year</b>	1.67%	1.55%	2.46%	4.82%	2.80%
<b>7 Year</b>	2.28%	1.87%	2.88%	4.83%	3.33%
<b>10 Year</b>	2.71%	2.25%	3.45%	4.86%	3.86%
<b>20 Year</b>	3.61%	3.05%	4.30%	5.07%	4.77%
<b>30 Year</b>	3.56%	2.69%	4.30%	4.90%	N/A

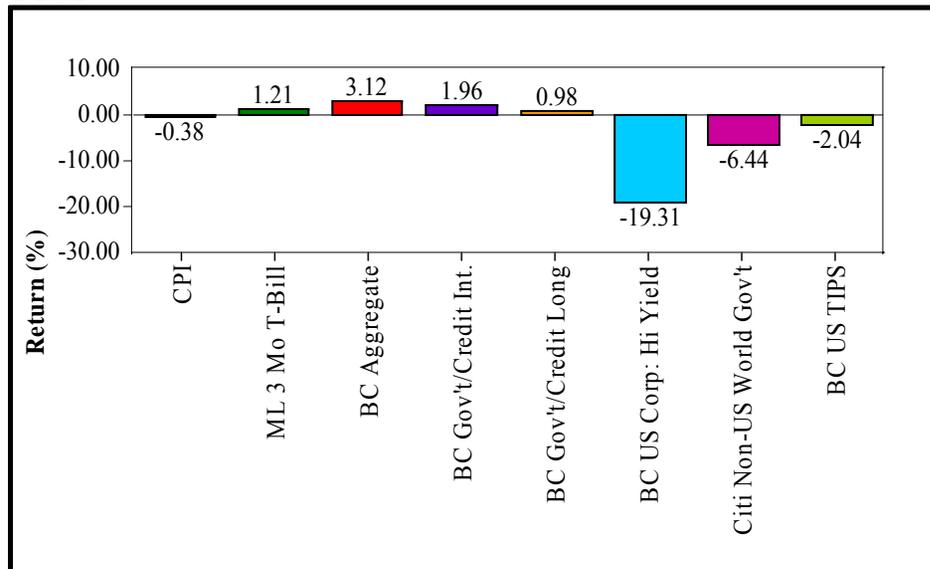


## Fixed Income Market Performance As of March 31, 2009

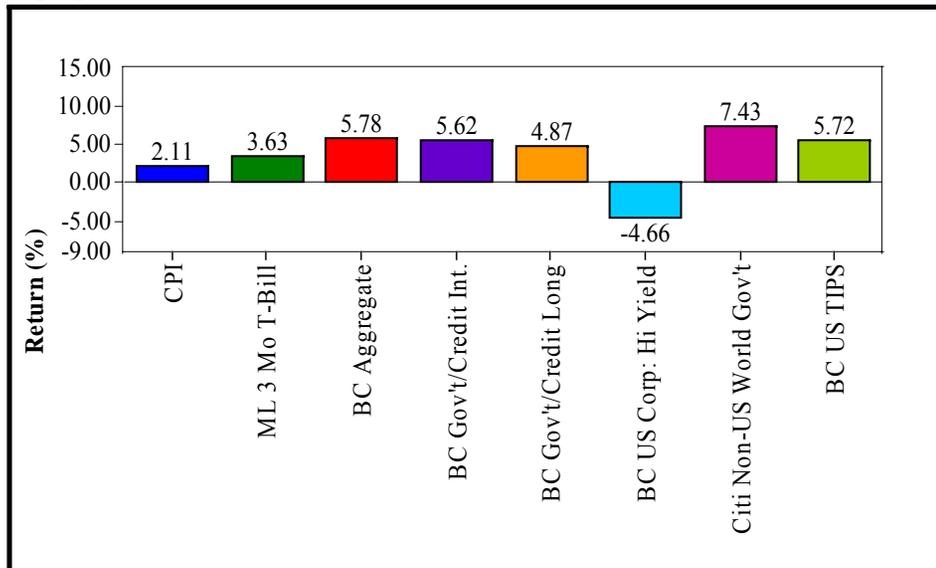
### 1 Quarter



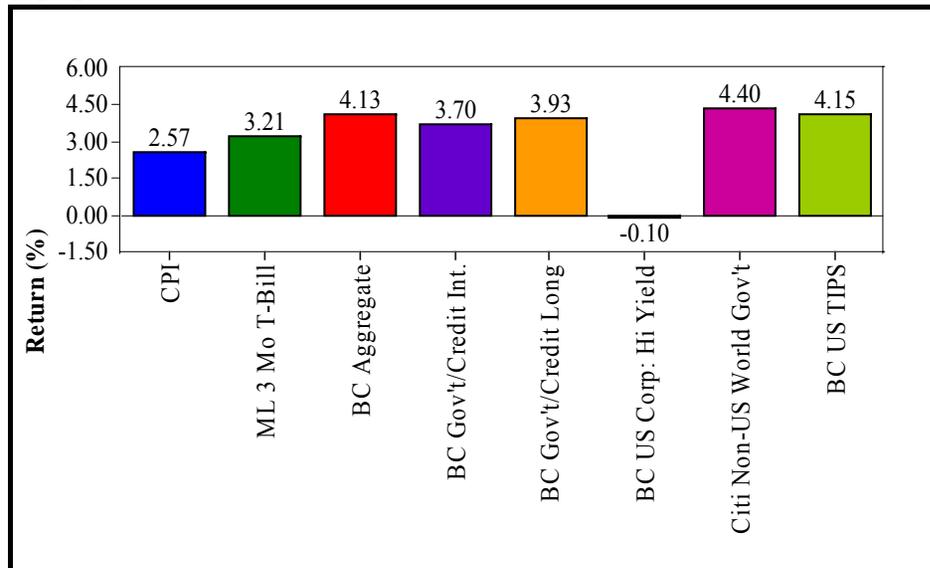
### 1 Year



### 3 Years



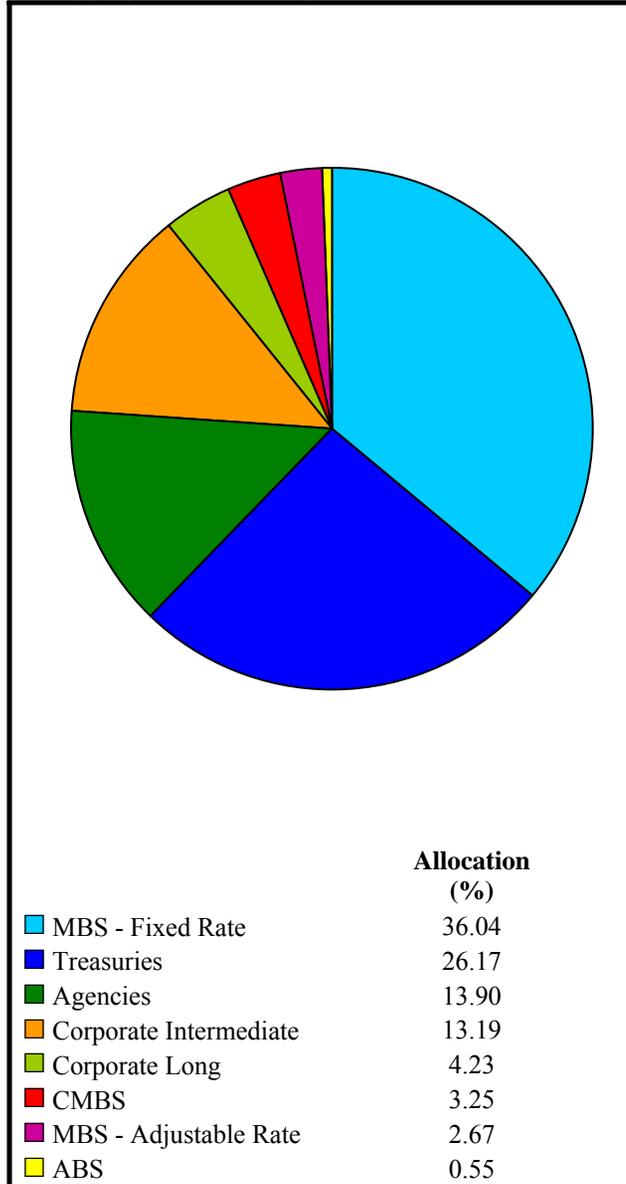
### 5 Years



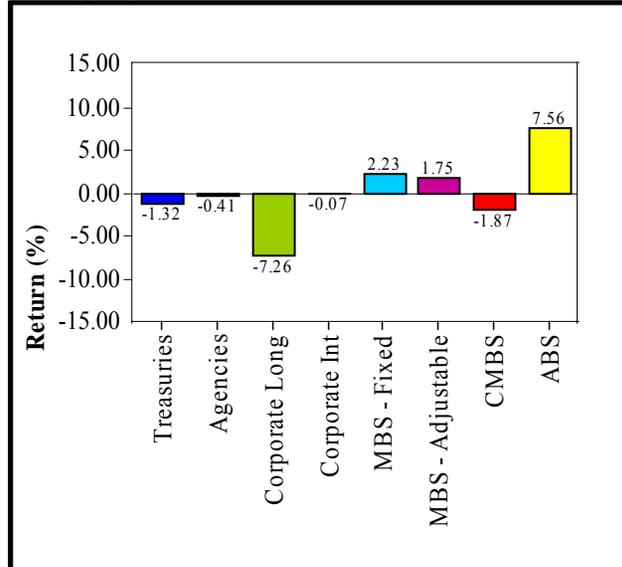
Performance is annualized for periods greater than one year.

**Domestic Fixed Income Sector Weights and Returns**  
As of March 31, 2009

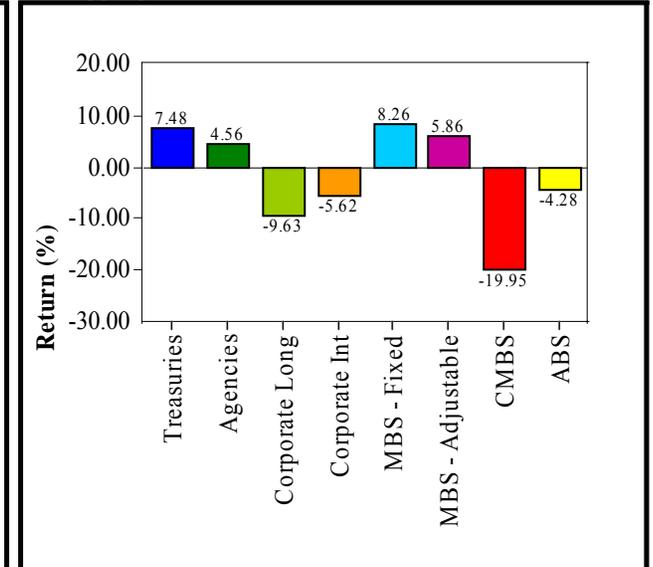
**BC Aggregate Sector Weights**



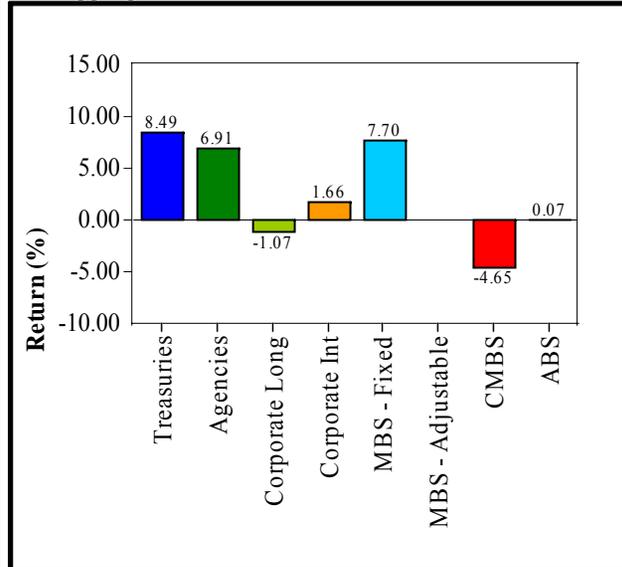
**BC Aggregate Sector Returns - 1 Quarter**



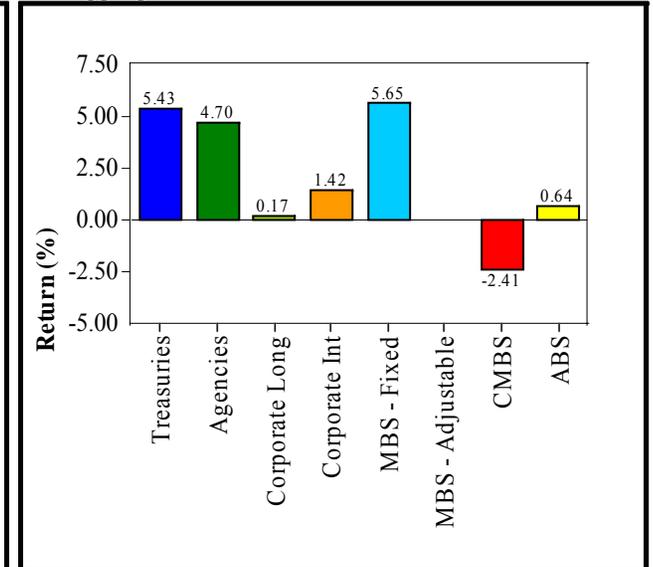
**BC Aggregate Sector Returns - 1 Year**



**BC Aggregate Sector Returns - 3 Years**



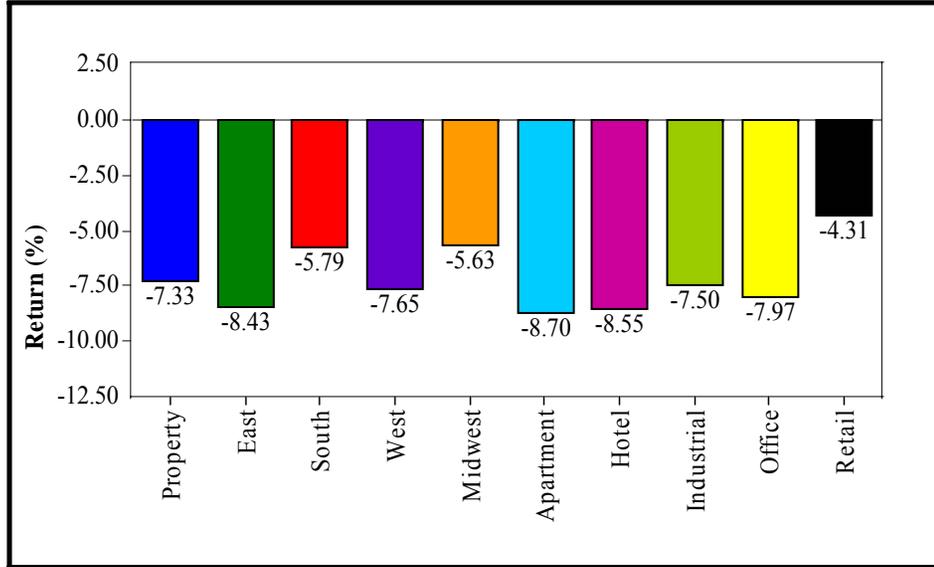
**BC Aggregate Sector Returns - 5 Years**



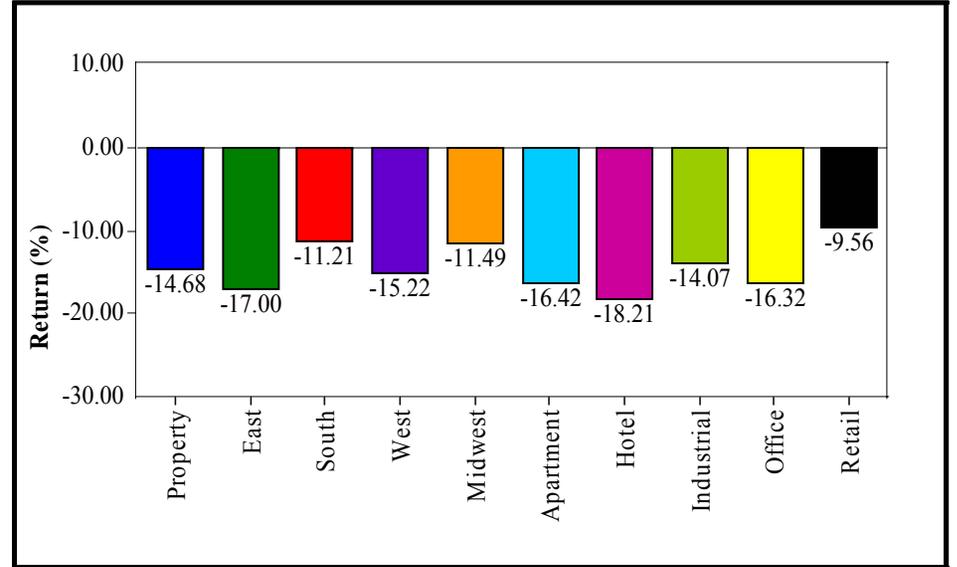
Performance is annualized for periods greater than one year. Returns and allocations provided by Barclays Capital Indices.

**Real Estate Market Performance  
As of March 31, 2009**

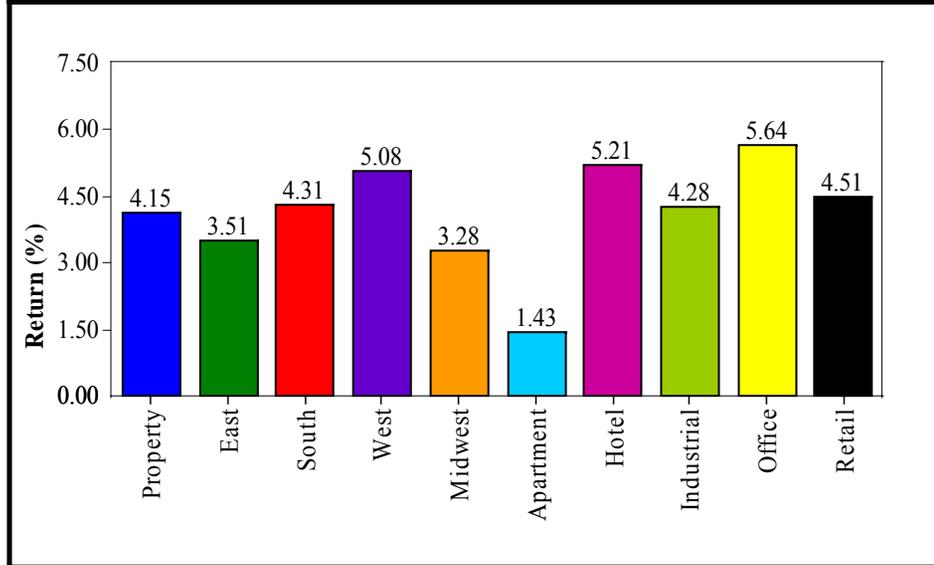
**1 Quarter**



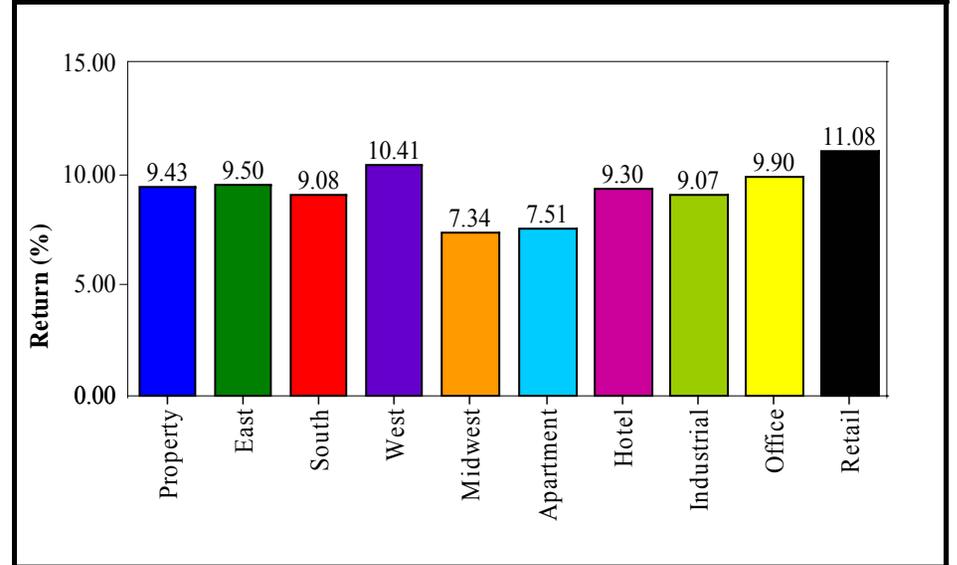
**1 Year**



**3 Years**



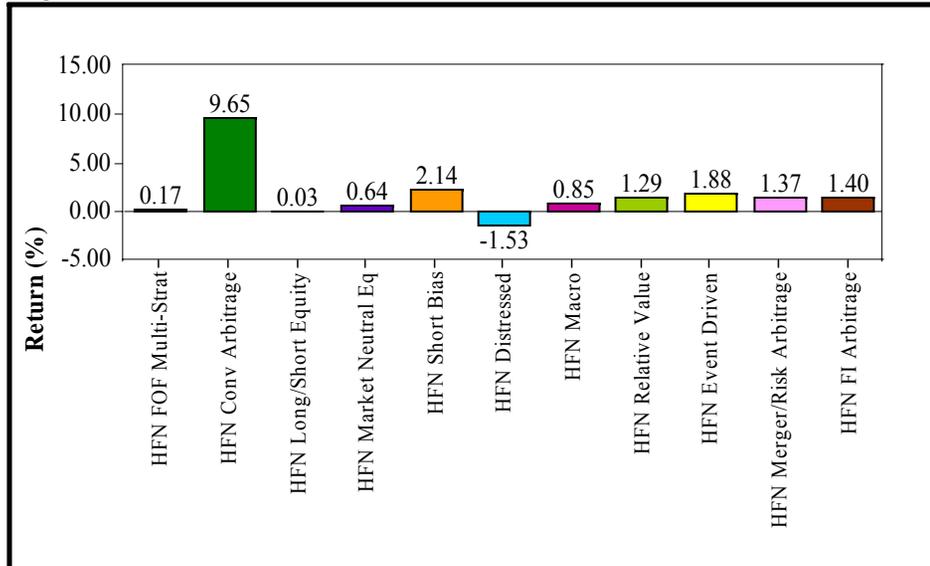
**5 Years**



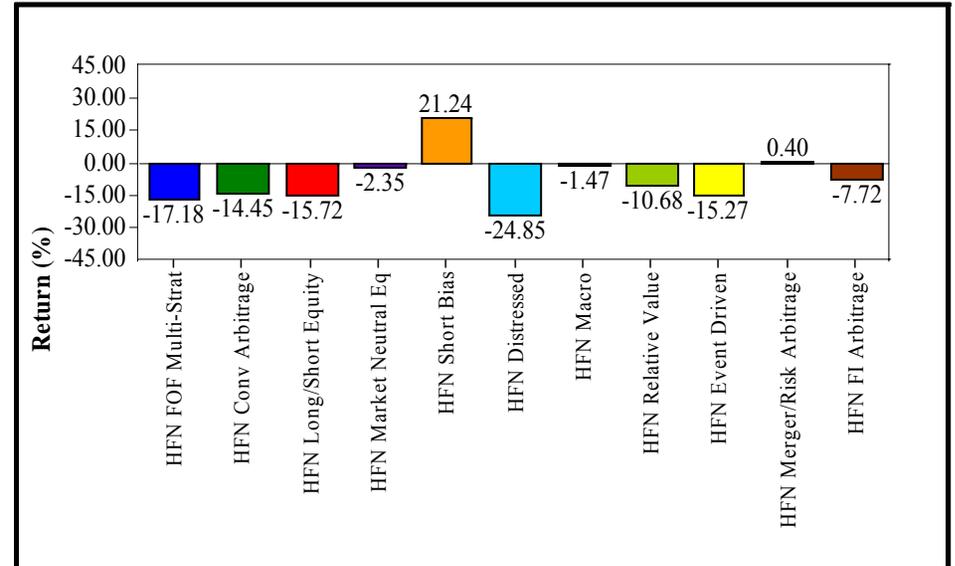
Performance is annualized for periods greater than one year.

## Hedge Fund Market Performance As of March 31, 2009

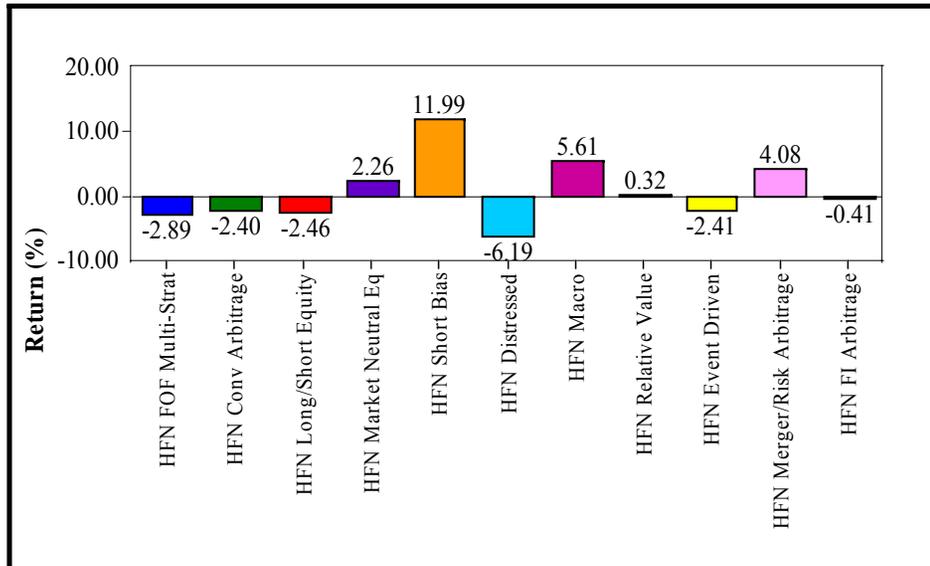
### 1 Quarter



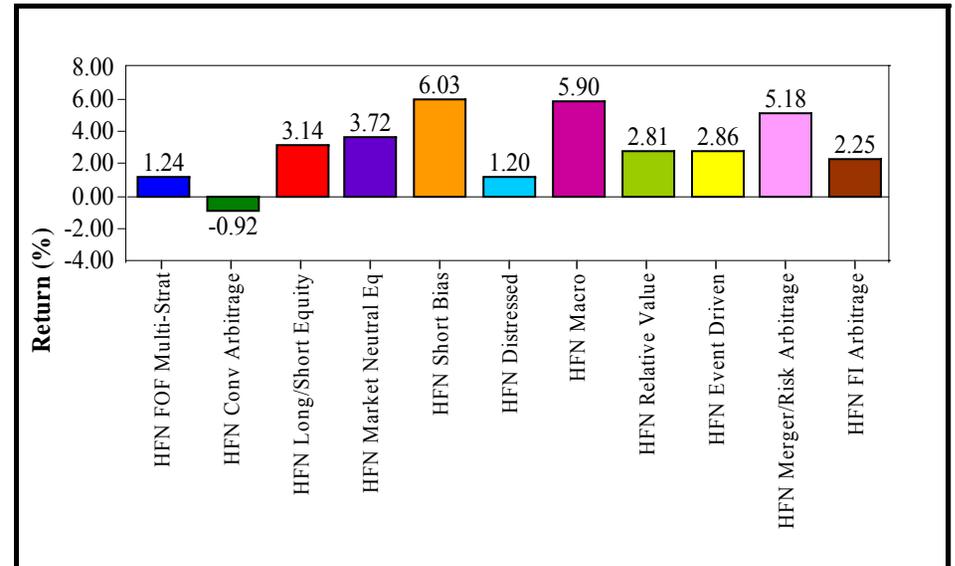
### 1 Year



### 3 Years



### 5 Years



Performance is annualized for periods greater than one year. Values are preliminary and subject to change.

**Annual Asset Class Performance  
As of March 31, 2009**

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	YTD
Best ↑	37.58%	23.17%	33.36%	28.58%	66.42%	31.84%	8.44%	25.91%	62.14%	31.27%	34.54%	32.59%	39.78%	8.44%	5.98%
	29.95%	22.96%	22.36%	20.34%	27.31%	16.16%	7.89%	16.56%	56.28%	25.95%	26.65%	26.86%	16.23%	5.24%	5.52%
	28.44%	17.38%	17.65%	16.24%	24.69%	13.15%	7.29%	14.81%	47.25%	20.70%	21.36%	19.67%	15.83%	2.06%	1.02%
	19.17%	16.49%	14.52%	11.77%	24.35%	12.40%	7.28%	10.25%	39.17%	18.33%	20.06%	18.37%	11.63%	-2.35%	0.17%
	18.47%	11.35%	13.90%	8.69%	21.26%	12.24%	6.61%	6.74%	28.97%	14.48%	14.02%	16.59%	11.63%	-6.46%	0.11%
	15.21%	10.31%	12.76%	5.23%	21.04%	11.63%	5.28%	3.12%	28.68%	11.13%	6.75%	15.79%	9.91%	-20.47%	0.05%
	13.54%	6.34%	9.65%	3.94%	20.19%	6.18%	4.42%	1.78%	23.93%	10.88%	5.33%	11.85%	6.97%	-26.16%	-6.16%
	11.55%	6.04%	5.33%	3.75%	11.36%	-3.02%	2.49%	-1.41%	11.93%	9.15%	4.91%	9.85%	6.60%	-33.79%	-6.31%
	7.54%	5.30%	2.05%	1.87%	4.85%	-5.86%	-2.37%	-6.00%	8.99%	8.56%	4.55%	4.85%	5.49%	-35.65%	-7.33%
	6.03%	3.63%	-3.39%	-2.55%	2.40%	-7.22%	-11.89%	-7.44%	8.39%	8.46%	3.07%	4.33%	5.00%	-37.00%	-9.47%
	-5.21%	0.14%	-11.60%	-25.33%	2.39%	-9.10%	-12.11%	-15.66%	5.87%	6.79%	2.84%	2.71%	1.87%	-43.06%	-11.01%
	N/A	N/A	N/A	-27.03%	-0.82%	-13.96%	-19.51%	-20.48%	4.10%	4.34%	2.74%	2.07%	1.79%	-46.78%	-13.85%
Worst ↓	N/A	N/A	N/A	N/A	-7.65%	-30.61%	-21.21%	-22.10%	1.15%	1.33%	2.43%	0.41%	-1.57%	-53.18%	-14.95%

S & P 500 - US Large Cap	R 2000 - US Small Cap	MSCI EAFE (Gross) - Int'l Dev.	MSCI EAFE Sm Cap (Gross) - SC Int'l	MSCI EMF - Int'l Emerging Markets	BC Agg Bond - FI	BC US Corp: Hi Yield - FI	BC US Treasury US TIPS - FI	BC Gov't/Credit Long Term Bond - FI	NCREIF Property - Real Estate	HFN FOF Multi-Strat (Net) - Hedge Fund	DJ-UBS Cmdty Index (TR)	ML 3 Mo T-Bill - Cash Equiv
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## ASSET CLASS PERFORMANCE GLOSSARY

**R 2000:** The **Russell 2000 Index** measures the performance of the 2,000 smallest companies in the Russell 3000 Index. The Russell 3000 is composed of the 3,000 largest U.S. companies by market capitalization. The median market capitalization of the Russell 2000 is approximately \$640 million.

**R 2000 Growth:** The **Russell 2000 Growth Index** measures the performance of the small-cap growth segment of U.S. equities. Growth stocks are securities of companies that have been growing rapidly or show signs that they will do so soon. These stocks will often have little or no dividend because assets are needed to invest in expansion. Because of the anticipated growth, these stocks will often trade at prices much higher than average relative to earnings and/or book value. These stocks will also tend to be more volatile than average, reacting more than others to interest rate shifts, economic change, and relevant news.

**R 2000 Value:** The **Russell 2000 Value Index** measures the performance of the small-cap value segment of U.S. equities. Value stocks are securities of companies that have lower price-to-book and price earnings, higher dividend yields, and lower forecasted growth rates than growth companies. These stocks often trade at prices lower than average relative to earnings and/or book value. Because of this apparent discount and occasionally higher than average yield, these stocks tend to be defensive in nature and therefore less volatile than growth stocks.

**R 1000:** The **Russell 1000 Index** measures the performance of the 1,000 largest companies in the Russell 3000 Index. The median market capitalization of the Russell 1000 is approximately \$5.7 billion.

**R 1000 Growth:** The **Russell 1000 Growth Index** measures the performance of the large-cap growth segment of U.S. equities.

**R 1000 Value:** The **Russell 1000 Value Index** measures the performance of the large-cap value segment of U.S. equities.

**MSCI Emerging Mkt:** The **MSCI Emerging Markets Index** measures the equity market performance in 25 emerging market countries: Argentina, Brazil, Chile, China, Colombia, Czech Republic, Egypt, Hungary, India, Indonesia, Israel, Jordan, Korea, Malaysia, Mexico, Morocco, Pakistan, Peru, Philippines, Poland, Russia, South Africa, Taiwan, Thailand, and Turkey.

**MSCI EAFE:** The **MSCI EAFE Index (Europe, Australasia, Far East)** measures the equity market performance of 21 developed countries, excluding the US & Canada: Australia, Austria, Belgium, Denmark, Finland, France, Germany, Greece, Hong Kong, Ireland, Italy, Japan, the Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland and the United Kingdom.

**NCREIF Property:** The **NCREIF Property Index** prepared by the National Council of Real Estate Investment Fiduciaries measures historical performance of over 5,500 core, income-producing properties across the U.S. Total performance represents returns from both appreciation and income, and includes multi-family, office, retail, and industrial properties

**HFN FOF Multi Strat:** The **HFN Fund of Funds Multi-Strategy** average is created by HedgeFund.net and contains over 1,800 funds of hedge funds that are each invested in multiple investment strategies.

**BC Agg Bond:** The **Barclays Capital U.S. Aggregate Bond Index** covers the US dollar-denominated, investment-grade, fixed-rate, taxable bond market of SEC-registered securities: U.S. Treasury and agency bonds, domestic corporate debt, and mortgage-backed securities.

**ML 3 Mo T-Bill:** The **Merrill Lynch 3-Month T-Bill Index** is composed of newly issued 90-day Treasury bills.

**BC US Corp: Hi Yield:** The **Barclays Capital U.S. Corporate High-Yield Index** covers the US dollar-denominated, non-investment grade, fixed-rate, taxable corporate bond market. Securities are classified as high-yield if the middle rating of Moody's, Fitch, and S&P is Ba1/BB+/BB+ or below.



# Wyoming State Treasurer's Office

## Investment Performance

March 31, 2009

**Investment Policy:**

It is the investment policy for the State Loan and Investment Board to invest public funds of the State of Wyoming in a manner that strives for maximum safety, provides adequate liquidity to meet all operating requirements, and achieves the highest possible investment return consistent with the primary objectives of safety and liquidity.

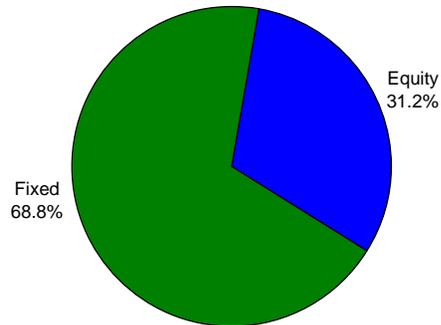
**Investment Objectives and Priorities:**

All available funds shall be invested with the following objectives and priorities:

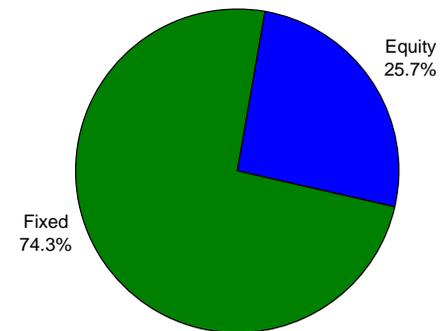
- a) Safety of principal. Investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio.
- b) Liquidity requirements of anticipated and unanticipated expenditures.
- c) Yield.
- d) Recognition of differing objectives and needs of various fund portfolios.
- e) Conformance with State law and other pertinent legal restrictions.
- f) Maximization of the total rate of return on investment consistent with the foregoing objectives.
- g) Diversification by asset type, security, and investment manager in order to smooth the volatility of quarterly returns.

**Asset Allocation:**

**06/30/2008 Allocation**



**03/31/2009 Allocation**



**Historical Performance:**

	Total Investment Value	Fiscal Year Ending 06/30/08 Market Value	Current Market Value	Qtr Ending 03/31/09 Return	Fiscal YTD Return	1 Year Return	3 Year Return	5 Year Return
<b>Wyoming State Total Fund</b>	<b>\$11,304.72</b>	<b>\$11,171.11</b>	<b>\$10,227.16</b>	<b>-1.83%</b>	<b>-11.13%</b>	<b>-9.70%</b>	<b>0.81%</b>	<b>2.32%</b>
Wyoming State Custom Index				-2.65%	-9.18%	-8.62%	1.17%	2.05%

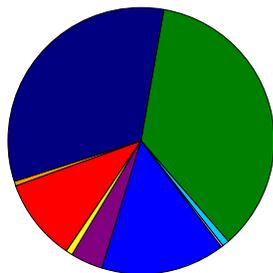
Note[1]: Performance shown is gross of fees with the exception of convertible bonds and absolute return, which are shown net of fees.

Note[2]: Reporting for Private Equity performance was changed from cost basis to the latest portfolio valuation adjusted for cash flows, consistent with supplementary alternatives report. This methodology change involved reflecting the difference between cost value and the most recent valuation, resulting in a significant positive performance impact on the total fund during 2nd quarter 2008.

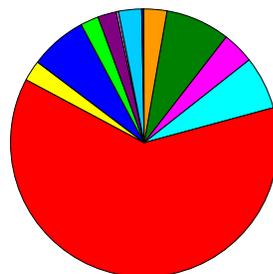
**Wyoming State Treasurer's Office**  
**Investment Performance - Total Performance**  
 March 31, 2009

	Total Investment Value	Fiscal Year Ending 06/30/08 Market Value	Current Market Value	% of MV	Qtr Ending 03/31/09 Return	Fiscal YTD Return	1 Year Return	3 Year Return	5 Year Return
<b>Wyoming State Total Fund</b>	<b>\$11,304,723,520</b>	<b>\$11,171,106,917</b>	<b>\$10,227,162,390</b>	<b>100.0%</b>	<b>-1.83%</b>	<b>-11.13%</b>	<b>-9.70%</b>	<b>0.81%</b>	<b>2.32%</b>
Wyoming State Custom Index					-2.65%	-9.18%	-8.62%	1.17%	2.05%
<b>Investment Funds</b>									
Permanent Mineral Trust	\$4,213,933,877	\$4,135,435,366	\$3,669,337,537	35.9%	-3.61%	-18.44%	-16.01%	-1.47%	1.60%
Permanent Land Fund	\$94,647,794	\$91,033,329	\$82,619,863	0.8%	-3.51%	-17.85%	-15.51%	-1.45%	N/A
University Permanent Land Fund	\$16,214,111	\$16,955,784	\$14,466,539	0.1%	-3.64%	-19.38%	-16.70%	N/A	N/A
Common School Perm Land Fund	\$1,805,547,939	\$1,766,046,029	\$1,557,034,858	15.2%	-3.50%	-17.87%	-14.81%	-1.26%	1.78%
Hathaway Scholarship Endowment Fund	\$444,068,659	\$417,997,280	\$393,567,832	3.8%	-1.81%	-10.30%	-10.42%	N/A	N/A
Higher Education Endowment Fund	\$105,000,000	\$104,820,958	\$92,424,463	0.9%	-1.98%	-10.72%	-10.85%	N/A	N/A
Workers Compensation Fund	\$1,119,519,464	\$988,285,391	\$1,002,739,953	9.8%	-0.35%	-6.03%	-6.15%	1.64%	2.18%
Tobacco Settlement Trust	\$59,016,931	\$56,978,081	\$55,397,029	0.5%	1.02%	0.30%	-0.35%	4.36%	3.75%
State Agency Pool	\$3,446,774,744	\$3,593,554,699	\$3,359,574,316	32.8%	0.94%	0.87%	0.58%	4.31%	3.83%
<b>Asset Class Performance</b>									
<b>US Equity</b>					<b>-10.10%</b>	<b>-36.88%</b>	<b>-37.16%</b>	<b>-12.21%</b>	<b>-3.84%</b>
US Large Cap Equity S&P 500	\$1,171,465,971	\$1,105,111,555	\$791,641,236	7.7%	-10.92%	-36.10%	-37.87%	-12.75%	N/A
US SMID Cap Equity Russell 2500	\$486,955,754	\$548,777,677	\$402,433,264	3.9%	-8.39%	-38.47%	-35.73%	-11.08%	N/A
International Equity MSCI EAFE	\$986,768,609	\$970,148,770	\$642,052,815	6.3%	-11.68%	-45.93%	-45.36%	-13.76%	-1.15%
US Fixed Barclays Capital Aggregate	\$6,560,931,634	\$6,215,448,215	\$6,356,383,867	62.2%	0.85%	1.28%	0.69%	4.62%	3.89%
Convertible Bonds ML All Quality Convertible	\$308,164,500	\$259,151,646	\$246,135,066	2.4%	3.37%	-22.92%	-21.03%	-2.80%	2.33%
Cash Equivalents 90 Day U.S. T-Bills	\$698,872,354	\$907,951,841	\$703,445,831	6.9%	0.15%	1.01%	1.63%	3.93%	3.46%
Private Equity S&P 500 + 5%	\$149,700,197	\$304,749,398	\$236,014,397	2.3%	-9.92%	-33.98%	-34.99%	-8.71%	0.00%
Core Real Estate NCREIF ODCE	\$282,607,260	\$316,151,163	\$230,774,577	2.3%	-14.11%	-24.40%	-24.30%	-0.13%	N/A
Value-Added Real Estate NCREIF Property Index	\$18,369,250	\$14,343,222	\$14,820,656	0.1%	-7.33%	-15.16%	-14.68%	4.15%	9.43%
Absolute Return HFN FoF Multi-Strat	\$324,922,480	\$201,184,613	\$286,498,942	2.8%	1.69%	-19.76%	-16.20%	N/A	N/A
Overlay Strategies	\$27,092,107	\$29,903,362	\$28,088,336	0.3%	-0.35%	-0.60%	-0.33%	1.18%	N/A
LDIs and Other Wyoming Investments	\$288,873,403	\$298,185,453	\$288,873,403	2.8%	N/A	N/A	N/A	N/A	N/A

Allocation by Fund



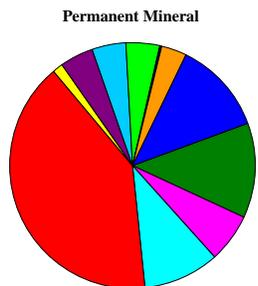
Allocation by Asset Class



Note[1]: Performance shown is gross of fees with the exception of convertible bonds and absolute return, which are shown net of fees. Investment performance is calculated on invested assets only.  
 Note[2]: Pooled investment performance and market values shown reflect State Agency participation and is calculated on a capital-weighted basis using beginning-period allocations.  
 Note[3]: Cash Equivalents performance does not include Extended Cash performance.  
 Note[4]: Performance for Private Equity and Value-Added Real Estate investments is calculated on an IRR basis. For further analysis, please refer to the supplementary alternatives performance report.  
 Note[5]: Market values for non-core real estate and private equity are on a one-quarter lag due to available valuations. However, Investment (Cost) Values are not lagged.  
 Note[6]: Overlay Strategies market value shown represents cash held as collateral. Performance shown is calculated based on a notional principle of \$500 million.  
 Note[7]: Market values shown for LDIs and Other Wyoming Investments reflect cost value of the investments, and include Inter-Fund borrowing activity.

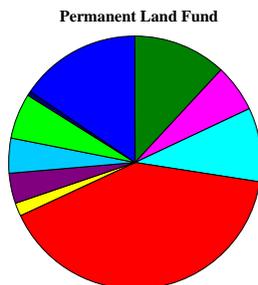
**Wyoming State Treasurer's Office**  
**Investment Performance - Total Performance**  
 March 31, 2009

	Total Investment Value	Fiscal Year Ending 06/30/08 Market Value	Current Market Value	% of MV	Qtr Ending 03/31/09 Return	Fiscal YTD Return	1 Year Return	3 Year Return	5 Year Return
<b>Wyoming State Total Fund</b>	<b>\$11,304,723,520</b>	<b>\$11,171,106,917</b>	<b>\$10,227,162,390</b>		<b>-1.83%</b>	<b>-11.13%</b>	<b>-9.70%</b>	<b>0.81%</b>	<b>2.32%</b>

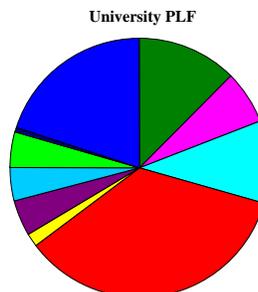


**Investment Funds:**

Investment Fund	Total Investment Value	Fiscal Year Ending 06/30/08 Market Value	Current Market Value	% of MV	Qtr Ending 03/31/09 Return	Fiscal YTD Return	1 Year Return	3 Year Return	5 Year Return
<b>Permanent Mineral Trust</b>	<b>\$4,213,933,877</b>	<b>\$4,135,435,366</b>	<b>\$3,669,337,537</b>	<b>100.0%</b>	<b>-3.61%</b>	<b>-18.44%</b>	<b>-16.01%</b>	<b>-1.47%</b>	<b>1.60%</b>
US Large Cap Equity	\$687,243,130	\$693,780,535	\$460,705,217	12.6%					
US SMID Cap Equity	\$282,115,859	\$343,565,637	\$233,795,962	6.4%					
Int'l Equity	\$575,248,923	\$608,410,683	\$369,664,451	10.1%					
Fixed Income	\$1,517,336,084	\$1,410,957,330	\$1,479,444,868	40.3%					
Convertibles	\$76,444,887	\$76,138,754	\$59,933,888	1.6%					
Real Estate	\$188,213,513	\$208,182,151	\$154,239,249	4.2%					
Absolute Return	\$189,619,235	\$126,766,425	\$164,505,409	4.5%					
Private Equity	\$102,324,219	\$207,692,851	\$161,300,128	4.4%					
Overlay Strategies	\$15,203,196	\$20,262,518	\$17,212,532	0.5%					
LDIs and Other Wyoming Investments	\$119,734,428	\$134,135,899	\$119,734,428	3.3%					
Cash (invested in State Agency Pool)	\$460,450,402	\$305,542,582	\$448,801,404	12.2%					
<i>Custom Index</i>					<b>-4.50%</b>	<b>-17.24%</b>	<b>-15.63%</b>	<b>-1.50%</b>	<b>1.23%</b>



Investment Fund	Total Investment Value	Fiscal Year Ending 06/30/08 Market Value	Current Market Value	% of MV	Qtr Ending 03/31/09 Return	Fiscal YTD Return	1 Year Return	3 Year Return	5 Year Return
<b>Permanent Land Fund</b>	<b>\$94,647,794</b>	<b>\$91,033,329</b>	<b>\$82,619,863</b>	<b>100.0%</b>	<b>-3.51%</b>	<b>-17.85%</b>	<b>-15.51%</b>	<b>-1.45%</b>	<b>N/A</b>
US Large Cap Equity	\$14,827,206	\$15,353,526	\$9,812,341	11.9%					
US SMID Cap Equity	\$6,097,621	\$7,573,132	\$4,999,093	6.1%					
Int'l Equity	\$12,579,354	\$13,302,176	\$7,906,688	9.6%					
Fixed Income	\$34,501,899	\$33,542,249	\$33,431,177	40.5%					
Convertibles	\$1,717,268	\$1,710,401	\$1,353,743	1.6%					
Real Estate	\$4,153,206	\$4,588,793	\$3,398,953	4.1%					
Absolute Return	\$4,076,420	\$2,836,703	\$3,509,517	4.2%					
Private Equity	\$3,093,459	\$4,480,487	\$4,902,766	5.9%					
Overlay Strategies	\$327,927	\$430,608	\$367,957	0.4%					
Cash (invested in State Agency Pool)	\$13,273,435	\$7,215,255	\$12,937,628	15.7%					
<i>Custom Index</i>					<b>-4.29%</b>	<b>-16.65%</b>	<b>-15.05%</b>	<b>-1.43%</b>	<b>N/A</b>

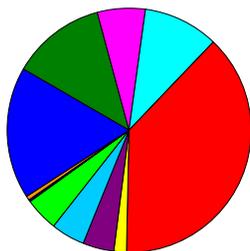


Investment Fund	Total Investment Value	Fiscal Year Ending 06/30/08 Market Value	Current Market Value	% of MV	Qtr Ending 03/31/09 Return	Fiscal YTD Return	1 Year Return	3 Year Return	5 Year Return
<b>University Permanent Land Fund</b>	<b>\$16,214,111</b>	<b>\$16,955,784</b>	<b>\$14,466,539</b>	<b>100.0%</b>	<b>-3.64%</b>	<b>-19.38%</b>	<b>-16.70%</b>	<b>N/A</b>	<b>N/A</b>
US Large Cap Equity	\$2,746,835	\$2,860,964	\$1,826,950	12.6%					
US SMID Cap Equity	\$1,094,825	\$1,455,388	\$941,761	6.5%					
Int'l Equity	\$2,205,622	\$2,624,970	\$1,478,668	10.2%					
Fixed Income	\$4,923,828	\$6,158,131	\$5,115,985	35.4%					
Convertibles	\$313,228	\$336,897	\$246,135	1.7%					
Real Estate	\$786,763	\$890,707	\$656,971	4.5%					
Absolute Return	\$715,260	\$543,198	\$601,648	4.2%					
Private Equity	\$410,714	\$1,005,289	\$637,128	4.4%					
Overlay Strategies	\$48,041	\$92,700	\$67,412	0.5%					
Cash (invested in State Agency Pool)	\$2,968,995	\$987,538	\$2,893,882	20.0%					
<i>Custom Index</i>					<b>-4.69%</b>	<b>-17.74%</b>	<b>-15.82%</b>	<b>N/A</b>	<b>N/A</b>

Note[1]: Performance shown is gross of fees with the exception of convertible bonds and absolute return, which are shown net of fees.  
 Note[2]: Pooled investment performance and market values shown reflect State Agency participation.  
 Note[3]: Pooled investment and Custom Index performance is calculated on a capital-weighted basis using beginning-period allocations.  
 Note[4]: Market values shown for LDIs and Other Wyoming Investments reflect cost value of the investments, and include Inter-Fund borrowing activity.

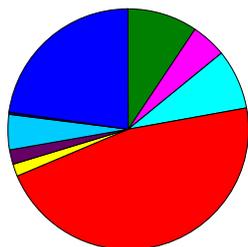
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**Common School PLF**



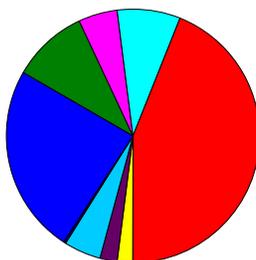
	Total Investment Value	Fiscal Year Ending 06/30/08 Market Value	Current Market Value	% of MV	Qtr Ending 03/31/09 Return	Fiscal YTD Return	1 Year Return	3 Year Return	5 Year Return
<b>Investment Funds:</b>									
<b>Common School Perm Land Fund</b>	<b>\$1,805,547,939</b>	<b>\$1,766,046,029</b>	<b>\$1,557,034,858</b>	<b>100.0%</b>	<b>-3.50%</b>	<b>-17.87%</b>	<b>-14.81%</b>	<b>-1.26%</b>	<b>1.78%</b>
US Large Cap Eq	\$292,803,689	\$299,007,150	\$196,088,548	12.6%					
US SMID Cap Eq	\$120,401,530	\$147,888,061	\$99,749,528	6.4%					
Int'l Equity	\$245,302,557	\$256,735,637	\$154,192,607	9.9%					
Fixed Income	\$619,530,576	\$573,661,986	\$592,151,193	38.0%					
Convertibles	\$32,827,541	\$33,378,732	\$26,311,839	1.7%					
Real Estate	\$80,952,904	\$89,680,145	\$66,433,330	4.3%					
Absolute Return	\$76,691,600	\$54,158,898	\$65,707,295	4.2%					
Private Equity	\$43,871,805	\$91,570,770	\$69,174,375	4.4%					
Overlay Strategies	\$6,061,164	\$8,884,289	\$7,196,232	0.5%					
LDIs and Other Wyoming Investments	\$7,464,196	\$7,585,598	\$7,464,196	0.5%					
Cash (invested in State Agency Pool)	\$279,640,376	\$203,494,763	\$272,565,716	17.5%					
<i>Custom Index</i>					-4.21%	-16.68%	-14.50%	-1.50%	1.16%

**Hathaway Scholarship**



<b>Hathaway Scholarship</b>	<b>\$444,068,659</b>	<b>\$417,997,280</b>	<b>\$393,567,832</b>	<b>100.0%</b>	<b>-1.81%</b>	<b>-10.30%</b>	<b>-10.42%</b>	<b>N/A</b>	<b>N/A</b>
US Large Cap Eq	\$57,265,654	\$35,898,531	\$36,954,541	9.4%					
US SMID Cap Eq	\$24,732,300	\$18,571,245	\$18,690,410	4.7%					
Int'l Equity	\$49,022,463	\$33,297,157	\$31,646,020	8.0%					
Fixed Income	\$182,099,809	\$208,666,775	\$182,281,279	46.3%					
Convertibles	\$9,374,850	\$7,619,058	\$7,137,917	1.8%					
Real Estate	\$10,507,774	\$10,308,931	\$8,005,008	2.0%					
Absolute Return	\$17,309,200	\$0	\$18,394,565	4.7%					
Overlay Strategies	\$2,330,956	\$0	\$1,345,431	0.3%					
Cash (invested in State Agency Pool)	\$91,425,652	\$103,635,582	\$89,112,662	22.6%					
<i>Custom Index</i>					-2.64%	-8.60%	-9.45%	N/A	N/A

**Higher Education**



<b>Higher Education</b>	<b>\$105,000,000</b>	<b>\$104,820,958</b>	<b>\$92,424,463</b>	<b>100.0%</b>	<b>-1.98%</b>	<b>-10.72%</b>	<b>-10.85%</b>	<b>N/A</b>	<b>N/A</b>
US Large Cap Eq	\$14,167,765	\$9,499,304	\$9,100,155	9.8%					
US SMID Cap Eq	\$6,071,155	\$4,868,336	\$4,515,838	4.9%					
Int'l Equity	\$11,948,607	\$8,761,014	\$7,551,275	8.2%					
Fixed Income	\$40,217,212	\$54,746,513	\$40,406,989	43.7%					
Convertibles	\$2,293,140	\$1,995,468	\$1,747,559	1.9%					
Real Estate	\$2,715,892	\$2,709,768	\$2,070,373	2.2%					
Absolute Return	\$4,183,520	\$0	\$4,441,114	4.8%					
Overlay Strategies	\$550,814	\$0	\$317,398	0.3%					
Cash (invested in State Agency Pool)	\$22,851,894	\$22,240,555	\$22,273,761	24.1%					
<i>Custom Index</i>					-2.84%	-9.09%	-9.95%	N/A	N/A

Note[1]: Performance shown is gross of fees with the exception of convertible bonds and absolute return, which are shown net of fees.

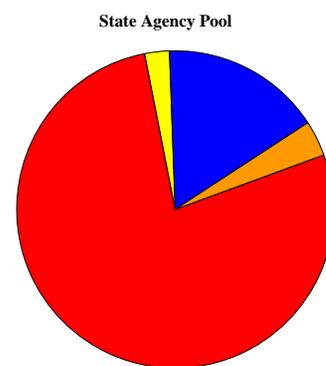
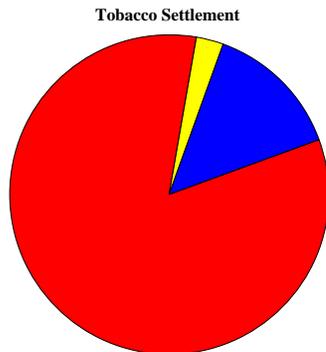
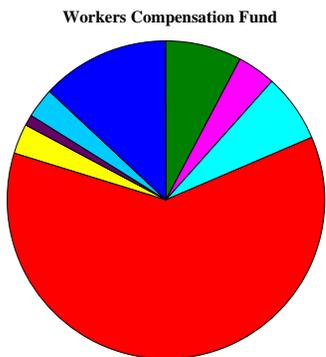
Note[2]: Pooled investment performance and market values shown reflect State Agency participation.

Note[3]: Pooled investment and Custom Index performance is calculated on a capital-weighted basis using beginning-period allocations.

Note[4]: Market values shown for LDIs and Other Wyoming Investments reflect cost value of the investments, and include Inter-Fund borrowing activity.

**Wyoming State Treasurer's Office**  
**Investment Performance - Total Performance**  
 March 31, 2009

	Total Investment Value	Fiscal Year Ending 06/30/08 Market Value	Current Market Value	% of MV	Qtr Ending 03/31/09 Return	Fiscal YTD Return	1 Year Return	3 Year Return	5 Year Return
<b>Workers Compensation Fund</b>									
<b>Investment Funds:</b>									
<b>Workers Compensation Fund</b>	<b>\$1,119,519,464</b>	<b>\$988,285,391</b>	<b>\$1,002,739,953</b>	<b>100.0%</b>	<b>-0.35%</b>	<b>-6.03%</b>	<b>-6.15%</b>	<b>1.64%</b>	<b>2.18%</b>
US Large Cap Eq	\$102,411,691	\$48,711,545	\$77,153,485	7.7%					
US SMID Cap Eq	\$46,442,463	\$24,855,877	\$39,740,672	4.0%					
Int'l Equity	\$90,461,084	\$47,017,132	\$69,613,106	6.9%					
Fixed Income	\$658,592,922	\$692,932,387	\$612,654,369	61.1%					
Convertibles	\$39,323,056	\$28,299,360	\$31,505,288	3.1%					
Real Estate	\$13,646,458	\$14,133,892	\$10,791,349	1.1%					
Absolute Return	\$32,327,245	\$16,879,389	\$29,339,395	2.9%					
Overlay Strategies	\$2,570,008	\$233,246	\$1,581,373	0.2%					
Cash (invested in State Agency Pool)	\$133,744,537	\$115,222,562	\$130,360,915	13.0%					
<i>Custom Index</i>					-1.21%	-3.86%	-4.71%	2.46%	2.24%
<b>Tobacco Settlement</b>									
<b>Tobacco Settlement Trust</b>	<b>\$59,016,931</b>	<b>\$56,978,081</b>	<b>\$55,397,029</b>	<b>100.0%</b>	<b>1.02%</b>	<b>0.30%</b>	<b>-0.35%</b>	<b>4.36%</b>	<b>3.75%</b>
Fixed Income	\$49,219,657	\$50,875,745	\$46,240,640	83.5%					
Convertibles	\$1,918,365	\$1,658,571	\$1,476,810	2.7%					
Cash (invested in State Agency Pool)	\$7,878,909	\$4,443,766	\$7,679,579	13.9%					
<i>Custom Index</i>					0.16%	4.22%	3.20%	5.80%	4.15%
<b>State Agency Pool</b>									
<b>State Agency Pool</b>	<b>\$3,446,774,744</b>	<b>\$3,593,554,699</b>	<b>\$3,359,574,316</b>	<b>100.0%</b>	<b>0.94%</b>	<b>0.87%</b>	<b>0.58%</b>	<b>4.31%</b>	<b>3.83%</b>
Fixed Income	\$2,670,305,610	\$2,626,413,779	\$2,600,850,589	77.4%					
Convertibles	\$111,273,760	\$89,101,383	\$89,993,095	2.7%					
Cash Equiv.	\$540,222,190	\$748,971,987	\$543,757,448	16.2%					
LDIs and Other Wyoming Investments	\$124,973,183	\$129,067,551	\$124,973,183	3.7%					
<i>Custom Index</i>					0.33%	4.00%	3.28%	5.60%	4.14%

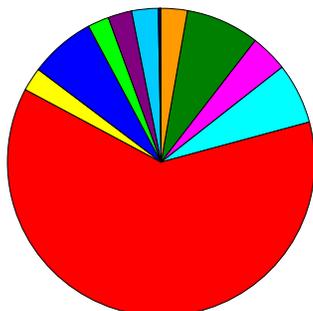


Note[1]: Performance shown is gross of fees with the exception of convertible bonds and absolute return, which are shown net of fees.  
 Note[2]: Pooled investment performance and market values shown reflect State Agency participation.  
 Note[3]: Pooled investment and Custom Index performance is calculated on a capital-weighted basis using beginning-period allocations.  
 Note[4]: Market values shown for LDIs and Other Wyoming Investments reflect cost value of the investments, and include Inter-Fund borrowing activity.

**Wyoming State Treasurer's Office**  
**Investment Performance - Total Performance**  
 March 31, 2009

	Total Investment Value	Fiscal Year Ending 06/30/08 Market Value	Current Market Value	% of MV	Qtr Ending 03/31/09 Return	Fiscal YTD Return	1 Year Return	3 Year Return	5 Year Return
<b>Wyoming State Total Fund</b>	<b>\$11,304,723,520</b>	<b>\$11,171,106,917</b>	<b>\$10,227,162,390</b>	<b>100.0%</b>	<b>-1.83%</b>	<b>-11.13%</b>	<b>-9.70%</b>	<b>0.81%</b>	<b>2.32%</b>
Wyoming State Custom Index					-2.65%	-9.18%	-8.62%	1.17%	2.05%
<b>US Equity</b>									
State Street LCC (Index)	\$1,170,763,941	\$1,104,570,188	\$791,317,790		-10.92%	-36.10%	-37.87%	-12.75%	-4.56%
UW Portfolio Mgmt Program	\$702,030	\$541,367	\$323,446		-2.05%	-37.79%	-38.43%	-12.43%	N/A
S&P 500					-11.01%	-36.35%	-38.09%	-13.06%	-4.76%
US Large Cap Equity	<u>\$1,171,465,971</u>	<u>\$1,105,111,555</u>	<u>\$791,641,236</u>	7.7%					
Gabelli (Sm-Mid Cap Value)	\$319,200,719	\$285,663,774	\$240,788,953		-8.58%	-33.41%	-33.99%	-9.18%	-0.74%
Russell 2500 Value					-16.32%	-37.89%	-38.66%	-16.89%	-4.79%
Friess (Sm-Mid Cap Growth)	\$167,755,035	\$263,113,903	\$161,644,311		-8.01%	-43.81%	-37.67%	-13.17%	N/A
Russell 2500 Growth					-5.97%	-40.30%	-38.14%	-15.39%	-4.47%
US SMID Cap Equity	<u>\$486,955,754</u>	<u>\$548,777,677</u>	<u>\$402,433,264</u>	3.9%					
<b>Total US Equity</b>	<b><u>\$1,658,421,725</u></b>	<b><u>\$1,653,889,232</u></b>	<b><u>\$1,194,074,500</u></b>	<b>11.7%</b>					
<b>International Equity</b>									
Int'l Exchange Traded Funds	\$27,509,132	\$27,843,625	\$15,241,617		-16.21%	-44.60%	-46.08%	-14.61%	-2.89%
Fisher Int'l Eq	\$537,717,552	\$483,270,407	\$331,401,741		-11.23%	-48.62%	-46.59%	-14.47%	N/A
Capital Guardian Int'l Eq	\$421,541,926	\$459,034,738	\$295,409,457		-12.03%	-43.33%	-44.25%	-13.09%	N/A
MSCI EAFE					-13.85%	-45.14%	-46.20%	-14.07%	-1.75%
<b>Total International Equity</b>	<b><u>\$986,768,609</u></b>	<b><u>\$970,148,770</u></b>	<b><u>\$642,052,815</u></b>	<b>6.3%</b>					
<b>US Fixed Income</b>									
WAMCO Core Plus	\$1,101,978,960	\$875,847,464	\$1,049,282,141		0.29%	0.74%	-0.27%	4.30%	3.58%
Neuberger Berman Core Plus	\$1,076,215,100	\$877,372,975	\$1,032,024,045		0.68%	-0.16%	-0.69%	3.61%	N/A
PIMCO Core Plus	\$884,093,724	\$674,174,592	\$892,383,931		1.37%	4.68%	2.64%	N/A	N/A
BC Aggregate					0.11%	4.19%	3.12%	5.78%	4.13%
PIMCO Mortgages	\$538,471,400	\$482,006,219	\$546,454,658		3.13%	6.43%	6.15%	N/A	N/A
JP Morgan Mortgages	\$559,301,320	\$495,411,081	\$524,531,082		2.46%	-0.22%	-1.58%	N/A	N/A
BC Mortgages					2.20%	8.62%	8.09%	7.61%	5.60%
WAMCO Corporates	\$369,439,394	\$299,504,528	\$306,612,956		-4.13%	-14.27%	-13.42%	N/A	N/A
Logan Circle Corporates	\$265,922,609	\$202,378,070	\$231,616,219		-1.46%	-11.20%	-11.88%	N/A	N/A
BC Credit					-1.78%	-4.34%	-5.21%	1.82%	1.63%
PIMCO Global/Emerging Markets	\$485,911,270	\$295,050,570	\$472,239,624		0.96%	-4.36%	N/A	N/A	N/A
Global/EM Custom Index					0.43%	-3.75%	N/A	N/A	N/A
Wyoming State Treasurer's Office	\$1,279,597,858	\$2,013,702,715	\$1,301,239,211		1.05%	4.60%	4.52%	6.45%	5.00%
BC Govt/Credit					-1.27%	3.34%	1.78%	5.47%	3.74%
<b>Total US Fixed Income</b>	<b><u>\$6,560,931,634</u></b>	<b><u>\$6,215,448,215</u></b>	<b><u>\$6,356,383,867</u></b>	<b>62.2%</b>					

Current Allocation

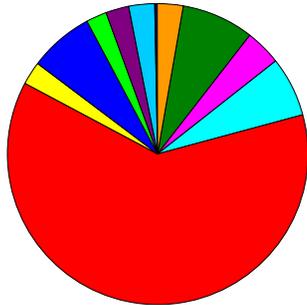


Note[1]: Performance shown is gross of fees with the exception of convertible bonds and absolute return, which are shown net of fees.  
 Note[2]: Returns are stated in traditional total return terms and do not specify realized income.  
 Note[3]: Performance shown for UW Portfolio Management Program includes their participation in the State Agency Pool.  
 Note[4]: Barclays Capital announced the re-branding of the Lehman Brothers indices. All Lehman Brothers indices now reflect the Barclays Capital name.  
 Note[5]: Neuberger Berman completed its employee-led buyout of Lehman Brothers. Naming conventions have been updated to reflect the change.  
 Note[6]: The Global/EM Custom Index is comprised of 32.5% Barclays Capital Aggregate ex-US Hedged, 5% Barclays Capital Aggregate ex-US Unhedged, 47.5% JP Morgan EMBI Global, and 15% JP Morgan GBI-EM Global Diversified Unhedged.

**Wyoming State Treasurer's Office**  
**Investment Performance - Total Performance**  
 March 31, 2009

	Total Investment Value	Fiscal Year Ending 06/30/08 Market Value	Current Market Value	% of MV	Qtr Ending 03/31/09 Return	Fiscal YTD Return	1 Year Return	3 Year Return	5 Year Return
<b>Convertible Bonds</b>									
Nicholas Applegate Convertibles ML All Quality Convertible	\$308,164,500	\$259,151,646	\$246,135,066	2.4%	3.37%	-22.92%	-21.03%	-2.80%	2.33%
					2.80%	-31.04%	-30.00%	-9.55%	-3.71%
<b>Cash &amp; Cash Equivalents</b>									
Wyoming Treasury Cash		\$744,543,026	\$532,374,479		0.15%	1.01%	1.63%	3.93%	3.46%
90 Day U.S. T-Bills					0.05%	0.90%	1.21%	3.63%	3.21%
Wyoming Treasury Extd Cash		\$163,408,815	\$171,071,353		0.99%	4.69%	4.62%	5.60%	4.05%
JP Morgan Blended Index					0.88%	4.81%	4.62%	6.03%	4.43%
<b>Total Cash &amp; Cash Equivalents</b>	<b>\$698,872,354</b>	<b>\$907,951,841</b>	<b>\$703,445,831</b>	<b>6.9%</b>					
<b>Private Equity</b>									
Cheyenne Capital Fund, LP	\$147,200,197	\$303,790,554	\$234,903,228				SEE NOTE[4]		
Access Venture Partner II	\$2,500,000	\$958,844	\$1,111,169				SEE NOTE[4]		
S&P 500 + 5%					-9.92%	-33.98%	-34.99%	-8.71%	0.00%
<b>Total Private Equity</b>	<b>\$149,700,197</b>	<b>\$304,749,398</b>	<b>\$236,014,397</b>	<b>2.3%</b>					
<b>Real Estate</b>									
Clarion Core	\$141,303,630	\$165,216,602	\$110,602,521		-17.75%	-30.36%	-29.79%	-2.32%	N/A
UBS Core	\$141,303,630	\$150,934,562	\$120,172,056		-10.41%	-17.86%	-18.39%	N/A	N/A
NCREIF ODCE					-13.86%	-23.75%	-23.51%	0.28%	7.02%
TA Realty Value-Added	\$14,625,000	\$12,403,334	\$12,742,094				SEE NOTE[4]		
Heitman Value-Added	\$3,744,250	\$1,939,888	\$2,078,562				SEE NOTE[4]		
NCREIF Property					-7.33%	-15.16%	-14.68%	4.15%	9.43%
<b>Total Real Estate</b>	<b>\$300,976,510</b>	<b>\$330,494,385</b>	<b>\$245,595,233</b>	<b>2.4%</b>					
<b>Absolute Return</b>									
PAAMCO	\$162,461,240	\$103,074,642	\$144,201,183		2.92%	-21.11%	-16.00%	N/A	N/A
Aurora L.P.	\$162,461,240	\$98,109,971	\$142,297,759		0.47%	-18.38%	-16.40%	N/A	N/A
HFN FoF Multi-Strat					0.17%	-18.83%	-17.18%	-2.89%	1.24%
<b>Total Absolute Return</b>	<b>\$324,922,480</b>	<b>\$201,184,613</b>	<b>\$286,498,942</b>	<b>2.8%</b>					
<b>Overlay Strategies</b>									
First Quadrant	\$27,092,107	\$29,903,362	\$28,088,336	0.3%	-0.35%	-0.60%	-0.33%	1.18%	N/A
<b>LDIs and Other Wyoming Investments</b>									
	\$288,873,403	\$298,185,453	\$288,873,403	2.8%	N/A	N/A	N/A	N/A	N/A

Current Allocation



Note[1]: Performance shown is gross of fees with the exception of convertible bonds and absolute return, which are shown net of fees.  
 Note[2]: Returns are stated in traditional total return terms and do not specify realized income.  
 Note[3]: Performance for Private Equity and Value-Added Real Estate investments is calculated on an IRR basis. For further analysis, please refer to the supplementary alternatives performance report.  
 Note[4]: Market values for non-core real estate and private equity are on a one-quarter lag due to available valuations. However, Investment (Cost) Values are not lagged.  
 Note[5]: First Quadrant market value shown represents cash held as collateral. Performance shown is calculated based on a notional principle of \$500 million.  
 Note[6]: Barclays Capital announced the re-branding of the Lehman Brothers indices. All Lehman Brothers indices now reflect the Barclays Capital name.  
 Note[7]: Harris Alternatives LLC changed its name to Aurora Investment Management LLC. Product naming conventions have been updated accordingly to reflect the change.



# Wyoming State Loan and Investment Board Investment Policy

## Objective Review

March 31, 2009

Investment Policy Guidelines	Meeting Objective			Explanation
	Yes	No	N/A	
<b>1. Total Fund</b>				
- Exceed the rate of inflation (C.P.I.) over a market cycle of 5 years.		X		Wyoming returned 2.3% vs. 2.6% for the C.P.I. for the current 5 year period
- Exceed a weighted index of the total fund's asset allocation and component benchmarks over rolling 5-year periods by an appropriate amount.	X			Wyoming returned 2.3% vs. 2.0% for the Custom Index for the current 5 year period
- Not more than 1% of the outstanding common shares of any corporation shall be owned by the State. An exception may be made for Alternative Investments.	X			
- Not more than 1 ½% of the total book value of permanent funds shall be invested in the common stock of any corporation. An exception may be made for Alternative Investments.	X			

		Yes	No	N/A	Explanation
<b>2. Investment Funds</b>					
a)	<b>Permanent Mineral Trust Fund</b>				
	- Exceed a weighted index of the Fund's asset allocation and component benchmarks over a full market cycle, approximated by the most recent 5 year period.	X			5 Year: Permanent Mineral Trust Fund return was 1.6% vs. 1.2% for the Custom Index
b)	<b>Permanent Land Fund</b>				
	- Exceed a weighted index of the Fund's asset allocation and component benchmarks over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 1/2006
c)	<b>University Permanent Land Fund</b>				
	- Exceed a weighted index of the Fund's asset allocation and component benchmarks over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 4/2006
d)	<b>Common School Land Fund</b>				
	- Exceed a weighted index of the Fund's asset allocation and component benchmarks over a full market cycle, approximated by the most recent 5 year period.	X			5 Year: Common School Land Fund return was 1.8% vs. 1.2% for the Custom Index
e)	<b>Hathaway Scholarship Endowment Fund</b>				
	- Exceed a weighted index of the Fund's asset allocation and component benchmarks over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 8/2007
f)	<b>Higher Education Endowment Fund</b>				
	- Exceed a weighted index of the Fund's asset allocation and component benchmarks over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 8/2007
g)	<b>Workers Compensation Fund</b>				
	- Exceed a weighted index of the Fund's asset allocation and component benchmarks over a full market cycle, approximated by the most recent 5 year period.		X		5 Year: Workers Compensation Fund return was 2.18% vs. 2.24% for the Custom Index
h)	<b>Tobacco Settlement Trust Fund</b>				
	- At least 5% to 10% of the fund balance should be invested in securities with maturities of less than one year.	X			
	- No public and/or private equities are permitted.	X			
	- Exceed a weighted index of the Fund's asset allocation and component benchmarks over a full market cycle, approximated by the most recent 5 year period.		X		5 Year: Tobacco Settlement Trust Fund return was 3.7% vs. 4.1% for the Custom Index

		Yes	No	N/A	Explanation
i)	<b>State Agency Pool</b>				
	- At least 10% to 15% of the fund balance should be invested in securities with maturities of less than one year.	X			
	- No public and/or private equities are permitted.	X			
	- Exceed a weighted index of the Fund's asset allocation and component benchmarks over a full market cycle, approximated by the most recent 5 year period.		X		5 Year: State Agency Pool return was 3.8% vs. 4.1% for the Custom Index

		Yes	No	N/A	Explanation
<b>3. Domestic Equity Portfolios</b>					
a)	State Street				
	- At the time of purchase, a maximum of five percent (5%) of the total stock portfolio of a manager may be invested in any one security.	X			Determined by the company's weight in the S&P 500 Index
	- A stock position can be allowed to grow from five percent (5%) to a maximum of seven and one-half percent (7.5%) of market value providing there are at least 35 securities in the portfolio.	X			Largest Holding: Exxon Mobil Corp. = 4.84%
	- A maximum of 5% of the outstanding float of shares of one company may be held.	X			
	- The maximum allowable in any sector, as defined as Global Industry Classification System Level 1, is 2.5 times the respective benchmark weighting, unless the contract with the investment manager specifically provides otherwise.	X			In line with Index
	- A minimum number of 35 securities shall be held.	X			502 securities held in the portfolio
	- Meet performance of the S&P 500 Index, before fees, over a full market cycle, approximated by the most recent 5 year period.	X			5 Year: State Street gross return was -4.6% vs. -4.8% for the S&P 500 Index

		Yes	No	N/A	Explanation
b)	<b>Gabelli</b>				
	- At the time of purchase, a maximum of five percent (5%) of the total stock portfolio of a manager may be invested in any one security.	X			
	- A stock position can be allowed to grow from five percent (5%) to a maximum of seven and one-half percent (7.5%) of market value providing there are at least 35 securities in the portfolio.	X			
	- A maximum of 5% of the outstanding float of shares of one company may be held.	X			
	- The maximum allowable in any sector, as defined as Global Industry Classification System Level 1, is 2.5 times the respective benchmark weighting, unless the contract with the investment manager specifically provides otherwise.	X			
	- A minimum number of 35 securities shall be held.	X			
	- Outperform the Russell 2500 Value Index by 100 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.	X			5 Year: Gabelli net return was -1.5% vs. -4.8% for the Russell 2500 Value Index
	- Performance should rank on the top 40 <sup>th</sup> percentile of the small/mid cap peer universe over 5 years, gross of fees.	X			5 Year: US Small/Mid Value rank was 34

		Yes	No	N/A	Explanation
c)	Friess				
	- At the time of purchase, a maximum of five percent (5%) of the total stock portfolio of a manager may be invested in any one security.	X			
	- A stock position can be allowed to grow from five percent (5%) to a maximum of seven and one-half percent (7.5%) of market value providing there are at least 35 securities in the portfolio.	X			
	- A maximum of 5% of the outstanding float of shares of one company may be held.	X			
	- The maximum allowable in any sector, as defined as Global Industry Classification System Level 1, is 2.5 times the respective benchmark weighting, unless the contract with the investment manager specifically provides otherwise.	X			
	- A minimum number of 35 securities shall be held.	X			
	- Outperform the Russell 2500 Growth Index by 100 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 5/2005
	- Performance should rank on the top 40 <sup>th</sup> percentile of the small/mid cap peer universe over 5 years, gross of fees.			X	Inception date: 5/2005

		Yes	No	N/A	Explanation
<b>4. International Equity Portfolios</b>					
a)	Fisher				
	- At the time of purchase, a maximum of five percent (5%) of the total stock portfolio of a manager may be invested in any one security.	X			
	- A stock position can be allowed to grow from five percent (5%) to a maximum of seven and one-half percent (7.5%) of market value providing there are at least 35 securities in the portfolio.	X			
	- A maximum of 5% of the outstanding float of shares of one company may be held.	X			
	- The maximum allowable in any sector, as defined as Global Industry Classification System Level 1, is 2.5 times the respective benchmark weighting, unless the contract with the investment manager specifically provides otherwise.	X			
	- A minimum number of 35 securities shall be held.	X			
	- Outperform the MSCI EAFE Index by 100 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 8/2004
	- Performance should rank on the top 40 <sup>th</sup> percentile of the international equity peer universe over 5 years, gross of fees.			X	Inception date: 8/2004

		Yes	No	N/A	Explanation
b)	<b>Capital Guardian</b>				
	- At the time of purchase, a maximum of five percent (5%) of the total stock portfolio of a manager may be invested in any one security.	X			
	- A stock position can be allowed to grow from five percent (5%) to a maximum of seven and one-half percent (7.5%) of market value providing there are at least 35 securities in the portfolio.	X			
	- A maximum of 5% of the outstanding float of shares of one company may be held.	X			
	- The maximum allowable in any sector, as defined as Global Industry Classification System Level 1, is 2.5 times the respective benchmark weighting, unless the contract with the investment manager specifically provides otherwise.	X			
	- A minimum number of 35 securities shall be held.	X			
	- Outperform the MSCI EAFE Index by 100 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 9/2004
	- Performance should rank on the top 40 <sup>th</sup> percentile of the international equity peer universe over 5 years, gross of fees.			X	Inception date: 9/2004

		Yes	No	N/A	Explanation
<b>5. Fixed Income Portfolios</b>					
a)	<b>Western Asset – Core Plus Mandate</b>				
	- Non-US dollar denominated securities are permitted, but shall comprise no more than twenty percent (20%) of the portfolio market value. Un-hedged non-dollar denominated securities shall comprise no more than ten percent (10%) of the portfolio market value.	X			
	- Private mortgage-backed and asset-backed securities are limited to 10% per issuer, unless the collateral is credit-independent of the issuer and the security's credit enhancement is generated internally, in which case the limit is 25% per issuer.	X			
	- Obligations of other issuers are subject to a 10% per issuer limit excluding investments in commingled vehicles.	X			
	- Commercial mortgage-backed securities are permitted but shall comprise no more than five percent (5%) of the portfolio market value.	X			
	- Commercial paper of all issuers shall not exceed \$500 million.	X			
	- Duration must fall in the range of plus or minus twenty percent (20%) of the Barclays Capital Aggregate Index.	X			
	- Minimum Issue Credit Rating will be: A1/P1 or equivalent for commercial paper B for corporate bonds AA for Mortgage-Backed Securities AA for Asset-Backed Securities Standard and Poor's, Fitch, or Moody's ratings are acceptable. Where the issue is split-rated, the lower of the ratings will apply.		X		The portfolio holds downgraded securities.  The State Treasurer has reviewed these securities and approved retention in the portfolio pursuant to Section 12.2 of the Investment Policy.
	- Average portfolio credit quality must be A or better.	X			
	- A maximum of twenty percent (20%) of portfolio market value may be invested in U.S. securities rated below investment grade.	X			
	- Emerging market securities are permitted, but shall comprise no more than ten percent (10%) of the portfolio market value.	X			
	- A minimum number of 25 securities shall be held.	X			
	- Investments in mortgage interest only and principal only securities or their derivations are prohibited.	X			
	- Private placements are not allowed.	X			
	- Outperform the Barclays Capital Aggregate by 50 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.		X		5 Year: Western Asset net return was 3.4% vs. 4.1% for the Barclays Capital Aggregate Index
	- Performance should rank in the top 40 <sup>th</sup> percentile of a peer universe over 5 years, gross of fees.		X		5 Year: US Broad Mkt Core Fixed Income rank was 60

		Yes	No	N/A	Explanation
b)	<b>Neuberger Berman – Core Plus Mandate</b>				
	- Non-US dollar denominated securities are permitted, but shall comprise no more than twenty percent (20%) of the portfolio market value. Un-hedged non-dollar denominated securities shall comprise no more than ten percent (10%) of the portfolio market value.	X			
	- Private mortgage-backed and asset-backed securities are limited to 10% per issuer, unless the collateral is credit-independent of the issuer and the security's credit enhancement is generated internally, in which case the limit is 25% per issuer.	X			
	- Obligations of other issuers are subject to a 10% per issuer limit excluding investments in commingled vehicles.	X			
	- Commercial mortgage-backed securities are permitted but shall comprise no more than five percent (5%) of the portfolio market value.	X			
	- Commercial paper of all issuers shall not exceed \$500 million.	X			
	- Duration must fall in the range of plus or minus twenty percent (20%) of the Barclays Capital Aggregate Index.	X			
	- Minimum Issue Credit Rating will be: A1/P1 or equivalent for commercial paper B for corporate bonds AA for Mortgage-Backed Securities AA for Asset-Backed Securities Standard and Poor's, Fitch, or Moody's ratings are acceptable. Where the issue is split-rated, the lower of the ratings will apply.		X		The portfolio holds downgraded securities.  The State Treasurer has reviewed these securities and approved retention in the portfolio pursuant to Section 12.2 of the Investment Policy.
	- Average portfolio credit quality must be A or better.	X			
	- A maximum of twenty percent (20%) of portfolio market value may be invested in U.S. securities rated below investment grade.	X			
	- Emerging market securities are permitted, but shall comprise no more than ten percent (10%) of the portfolio market value.	X			
	- A minimum number of 25 securities shall be held.	X			
	- Investments in mortgage interest only and principal only securities or their derivations are prohibited.	X			
	- Private placements are not allowed.	X			
	- Outperform the Barclays Capital Aggregate by 50 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 3/2006
	- Performance should rank in the top 40 <sup>th</sup> percentile of a peer universe over 5 years, gross of fees.			X	Inception date: 3/2006

		Yes	No	N/A	Explanation
c)	<b>PIMCO – Core Plus Mandate</b>				
	- Non-US dollar denominated securities are permitted, but shall comprise no more than twenty percent (20%) of the portfolio market value. Un-hedged non-dollar denominated securities shall comprise no more than ten percent (10%) of the portfolio market value.		X		Due to market value fluctuation on 03/31/09, account exposure to Non-US dollar denominated securities was at 20.04% versus the maximum 20.00% guideline. Exposure became compliant on 04/02/09 at 19.74%.
	- Private mortgage-backed and asset-backed securities are limited to 10% per issuer, unless the collateral is credit-independent of the issuer and the security's credit enhancement is generated internally, in which case the limit is 25% per issuer.	X			
	- Obligations of other issuers are subject to a 10% per issuer limit excluding investments in commingled vehicles.	X			
	- Commercial mortgage-backed securities are permitted but shall comprise no more than five percent (5%) of the portfolio market value.	X			
	- Commercial paper of all issuers shall not exceed \$500 million.	X			
	- Duration must fall in the range of plus or minus twenty percent (20%) of the Barclays Capital Aggregate Index.	X			
	- Minimum Issue Credit Rating will be: A1/P1 or equivalent for commercial paper B for corporate bonds AA for Mortgage-Backed Securities AA for Asset-Backed Securities Standard and Poor's, Fitch, or Moody's ratings are acceptable. Where the issue is split-rated, the lower of the ratings will apply.	X			
	- Average portfolio credit quality must be A or better.	X			
	- A maximum of twenty percent (20%) of portfolio market value may be invested in U.S. securities rated below investment grade.	X			
	- Emerging market securities are permitted, but shall comprise no more than ten percent (10%) of the portfolio market value.	X			
	- A minimum number of 25 securities shall be held.	X			
	- Investments in mortgage interest only and principal only securities or their derivations are prohibited.	X			
	- Private placements are not allowed.	X			
	- Outperform the Barclays Capital Aggregate by 50 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 5/2006
	- Performance should rank in the top 40 <sup>th</sup> percentile of a peer universe over 5 years, gross of fees.			X	Inception date: 5/2006

		Yes	No	N/A	Explanation
d)	<b>PIMCO – Mortgage Mandate</b>				
	- Obligations of specific issuers are subject to a ten percent (10%) per issuer limit, excluding investments in commingled vehicles and U.S. agencies.	X			
	- Duration must fall in the range of plus or minus twenty percent (20%) of the Barclays Capital Mortgage Index.	X			
	- Minimum Issue Credit Rating will be: A1/P1 or equivalent for commercial paper BBB for individual securities Standard and Poor’s, Fitch, or Moody’s ratings are acceptable. Where the issue is split-rated, the lower of the ratings will apply.	X			
	- Average portfolio credit quality must be AA or better.	X			
	- Futures, options, and/or swaps are permitted for purposes of managing duration, yield curve, and sector risk, and as a substitute for cash securities, subject to Section 10 of this policy.	X			
	- Outperform the Barclays Capital Mortgage Index by 50 basis points, net of fees over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 5/2006
	- Performance should rank in the top 40 <sup>th</sup> percentile of a peer manager universe, as measured by the State’s Consultant over 5 years, gross of fees.			X	Inception date: 5/2006

		Yes	No	N/A	Explanation
e)	<b>JPMorgan – Mortgage Mandate</b>				
	- Obligations of specific issuers are subject to a ten percent (10%) per issuer limit, excluding investments in commingled vehicles and U.S. agencies.	X			
	- Duration must fall in the range of plus or minus twenty percent (20%) of the Barclays Capital Mortgage Index.	X			
	- Minimum Issue Credit Rating will be: A1/P1 or equivalent for commercial paper BBB for individual securities Standard and Poor’s, Fitch, or Moody’s ratings are acceptable. Where the issue is split-rated, the lower of the ratings will apply.		X		The portfolio holds downgraded securities.  The State Treasurer has reviewed these securities and approved retention in the portfolio pursuant to Section 12.2 of the Investment Policy.
	- Average portfolio credit quality must be AA or better.	X			
	- Futures, options, and/or swaps are permitted for purposes of managing duration, yield curve, and sector risk, and as a substitute for cash securities, subject to Section 10 of this policy.	X			
	- Outperform the Barclays Capital Mortgage Index by 50 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 5/2006
	- Performance should rank in the top 40 <sup>th</sup> percentile of a peer manager universe, as measured by the State’s Consultant over 5 years, gross of fees.			X	Inception date: 5/2006

		Yes	No	N/A	Explanation
f)	<b>Western Asset – Corporates Mandate</b>				
	- Obligations of specific issuers are subject to a ten percent (10%) per issuer limit, excluding investments in commingled vehicles.	X			
	- Duration must fall in the range of plus or minus twenty percent (20%) of the Barclays Capital Credit Index.	X			
	- Minimum Issue Credit Rating will be: A1/P1 or equivalent for commercial paper B for individual securities Standard and Poor's, Fitch, or Moody's ratings are acceptable. Where the issue is split-rated, the lower of the ratings will apply.		X		The portfolio holds downgraded securities.  The State Treasurer has reviewed these securities and approved retention in the portfolio pursuant to Section 12.2 of the Investment Policy.
	- Average portfolio credit quality must be A or better.	X			
	- A maximum of ten percent (10%) of portfolio market value may be invested in U.S. securities rated below investment grade.	X			
	- Future, options, and/or swaps are permitted for purposes of managing duration, yield curve, and sector risk, and as a substitute for cash securities, subject to Section 10 of this policy.	X			
	- Outperform the Barclays Capital Credit Index by 50 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 5/2006
	- Performance should rank in the top 40 <sup>th</sup> percentile of a peer manager universe measured by the State's Consultant, over 5 years, gross of fees.			X	Inception date: 5/2006

		Yes	No	N/A	Explanation
g)	<b>Logan Circle – Corporates Mandate</b>				
	- Obligations of specific issuers are subject to a ten percent (10%) per issuer limit, excluding investments in commingled vehicles.	X			
	- Duration must fall in the range of plus or minus twenty percent (20%) of the Barclays Capital Credit Index.	X			
	- Minimum Issue Credit Rating will be: A1/P1 or equivalent for commercial paper B for individual securities Standard and Poor's, Fitch, or Moody's ratings are acceptable. Where the issue is split-rated, the lower of the ratings will apply.		X		The portfolio holds downgraded securities.  The State Treasurer has reviewed these securities and approved retention in the portfolio pursuant to Section 12.2 of the Investment Policy.
	- Average portfolio credit quality must be A or better.	X			
	- A maximum of ten percent (10%) of portfolio market value may be invested in U.S. securities rated below investment grade.	X			
	- Future, options, and/or swaps are permitted for purposes of managing duration, yield curve, and sector risk, and as a substitute for cash securities, subject to Section 10 of this policy.	X			
	- Outperform the Barclays Capital Credit Index by 50 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 5/2006
	- Performance should rank in the top 40 <sup>th</sup> percentile of a peer manager universe measured by the State's Consultant, over 5 years, gross of fees.			X	Inception date: 5/2006

		Yes	No	N/A	Explanation
h)	<b>PIMCO – Global/Emerging Markets Mandate</b>				
	- Obligations of specific issuers are subject to a ten percent (10%) per issuer limit, excluding investments in commingled vehicles.	X			
	- Duration must fall in the range of plus or minus twenty percent (20%) of the Citigroup World Government Bond Index Hedged.	X			
	- Minimum Issue Credit Rating will be: A1/P1 or equivalent for commercial paper B for individual securities Standard and Poor's, Fitch, or Moody's ratings are acceptable. Where the issue is split-rated, the lower of the ratings will apply.	X			
	- Average portfolio credit quality must be A or better.	X			
	- A maximum of forty percent (40%) of portfolio market value may be invested in securities rated below investment grade.	X			
	- Futures, options, and/or swaps are permitted for purposes of managing duration, yield curve, and sector risk, and as a substitute for cash securities, subject to Section 10 of this policy.	X			
	- To hedge currency exposure, the portfolio may use foreign exchange forwards, futures, or currency options. The portfolio must remain at least seventy percent (70%) hedged against foreign currency exposure at all times.	X			
	- Outperform the Barclays Capital Global Aggregate Hedged Bond Index by 50 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 5/2006
	- Performance should rank in the top 40 <sup>th</sup> percentile of a peer manager universe, as measured by the State's Consultant over 5 years, gross of fees.			X	Inception date: 5/2006

		Yes	No	N/A	Explanation
<b>6. Convertible Bond Portfolios</b>					
a)	<b>Nicholas Applegate</b>				
	- Performance must exceed ML All Quality Convertible Bond Index by 100 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.	X			5 Year: Nicholas Applegate net return was 2.3% vs. -3.7% for the ML All Quality Convertible Bond Index

		Yes	No	N/A	Explanation
<b>7. Overlay Strategies</b>					
a)	First Quadrant				
	- Achieve an absolute return of 75-175 basis points, net of fees, above a zero benchmark, over a full market cycle, approximated by the most recent 5 year period.			X	Inception date: 2/2005

		Yes	No	N/A	Explanation
<b>8. Cash and Cash Equivalents Portfolios</b>					
a)	<b>JP Morgan Treasury Cash</b>				
	- Portfolio's weighted average maturity is not to exceed 90 days.	X			
	- Portfolio's maximum average cash flow weighted duration of the portfolio must not exceed 90 days.	X			
	- The market value of the portfolio must remain within plus or minus ½ of 1% of amortized cost.	X			
	- A maximum of 10% of total assets shall be placed in the securities of one issuer except for government securities.	X			
	- Investment in any single issuer must not exceed 5% of the outstanding issues of that issuer.	X			
	- Investment performance must exceed Monitored Repurchase Agreement Rate plus 15 basis points and the cash equivalents allocation by the 90-day T-Bill rate net of fees over a full market cycle, approximated by the most recent 5 year period.	X			

		Yes	No	N/A	Explanation
b)	JP Morgan Wyo-Star Cash				
	- Portfolio's weighted average maturity is not to exceed 90 days.	X			
	- Portfolio's maximum average cash flow weighted duration of the portfolio must not exceed 90 days.	X			
	- The market value of the portfolio must remain within plus or minus ½ of 1% of amortized cost.	X			
	- A maximum of 10% of total assets shall be placed in the securities of one issuer except for government securities.	X			
	- Investment in any single issuer must not exceed 5% of the outstanding issues of that issuer.	X			
	- Investment performance must exceed Monitored Repurchase Agreement Rate plus 15 basis points and the cash equivalents allocation by the 90-day T-Bill rate, net of fees, over a full market cycle, approximated by the most recent 5 year period.	X			

		Yes	No	N/A	Explanation
c)	<b>JP Morgan Treasury Extended Cash</b>				
	- Portfolio's average cash flow weighted duration is not to exceed 3 years.	X			
	- Average cash flow weighted duration is not to exceed 3 years.	X			
	- Individual securities must not exceed cash flow weighted duration of greater than 5 years.	X			
	- A maximum of 10% of total assets shall be placed in the securities of one issuer except for government securities.	X			
	- Investment Performance must exceed An Equal Weighted Blend of the Merrill Lynch 1-3 Year Agency, 1-3 Year Treasury, and a 0-3 Year Mortgage Index, net of fees, over a full market cycle, approximated by the most recent 5 year period.		X		5 Year: JP Morgan returned 4.1% vs. 4.4% for the Blended Index
	- The extended portfolio must not exceed 35% of the total JP Morgan managed portfolio.	X			

		Yes	No	N/A	Explanation
d)	<b>JP Morgan Wyo-Star Extended Cash</b>				
	- Portfolio's average cash flow weighted duration is not to exceed 3 years.	X			
	- Average cash flow weighted duration is not to exceed 3 years.	X			
	- Individual securities must not exceed cash flow weighted duration of greater than 5 years.	X			
	- A maximum of 10% of total assets shall be placed in the securities of one issuer except for government securities.	X			
	- Investment Performance must exceed An Equal Weighted Blend of the Merrill Lynch 1-3 Year Agency, 1-3 Year Treasury, and a 0-3 Year Mortgage Index, net of fees, over a full market cycle, approximated by the most recent 5 year period.		X		5 Year: JP Morgan returned 4.3% vs. 4.4% for the Blended Index
	- The extended portfolio must not exceed 35% of the total JP Morgan managed portfolio.	X			

	Yes	No	N/A	Explanation
<b>9. Alternative Strategies</b>				

<b>Core Real Estate</b>				
a)	ING Clarion Core Real Estate			
	-	Outperform the NCREIF Fund Index – Open-End Diversified Core Equity (NFI-ODCE) by 75 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.		X Inception date: 12/2005

b)	UBS Core Real Estate			
	-	Outperform the NCREIF Fund Index – Open-End Diversified Core Equity (NFI-ODCE) by 75 basis points, net of fees, over a full market cycle, approximated by the most recent 5 year period.		X Inception date: 7/2006

<b>Absolute Return</b>				
c)	PAAMCO			
	-	Outperform the 90-Day T-Bills by 500 basis points, net of all fees (including underlying fund manager fees), over a full market cycle, approximated by the most recent 5 year period.		X Inception date: 12/2007
	-	Outperform the HFN Fund of Funds Multi-Strategy Average Index net of all fees (including underlying fund manager fees), over a full market cycle, approximated by the most recent 5 year period.		X Inception date: 12/2007

d)	Aurora			
	-	Outperform the 90-Day T-Bills by 500 basis points, net of all fees (including underlying fund manager fees), over a full market cycle, approximated by the most recent 5 year period.		X Inception date: 1/2008
	-	Outperform the HFN Fund of Funds Multi-Strategy Average Index net of all fees (including underlying fund manager fees), over a full market cycle, approximated by the most recent 5 year period.		X Inception date: 1/2008



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**Statistics Definitions**

**Alpha** - A measure of the difference between a portfolio's actual returns and its expected performance, given its level of risk as measured by beta. It is a measure of the portfolio's historical performance not explained by movements of the market or a portfolio's non-systematic return.

**Alpha Ratio** - A measure of a portfolio's non-systematic return per unit of downside risk. It is measured by dividing the alpha of a portfolio by the downside risk. The non-systematic return is a measure of a portfolio's historical performance not explained by movements of the market.

**Average Quality** - Bond quality ratings are reported using the investment managers' and the index providers' preferred rating agency. There are two primary rating agencies in the U.S. *Moody's* assigns ratings on a system that employs up to four symbols (consisting of letters and numbers) such as, Aaa, Aa2, etc., with Aaa being the highest or safest rating. *Standard & Poor's (S&P)* employs a system that uses + and - along with letters such as AAA, AA+, etc. The two rating agencies' systems are summarized below:

<b><u>S&amp;P</u></b>	<b><u>Moody's</u></b>	<b><u>Explanation</u></b>
<b>Higher Credit Quality - Investment Grade</b>		
AAA	Aaa	Prime grade, highest safety
AA+	Aa1	High credit quality
AA	Aa2	
AA-	Aa3	
A+	A1	Upper-medium credit quality
A	A2	
A-	A3	
BBB+	Baa1	Lower-medium credit quality
BBB	Baa2	
BBB-	Baa3	
<b>Lower Credit Quality - Speculative Grade</b>		
BB+	Ba1	Speculative - low quality
BB	Ba2	
BB-	Ba3	
	B1	Highly speculative
B	B2	
	B3	
<b>Extremely Low Credit Quality - High Speculative or in Default</b>		
CCC+	Caa	Very high risk, poor quality
CCC		
CC	Ca	May be in default soon
C	C	Very speculative
CI		For income bonds - interest not being paid
D		Securities already in default

**Beta** - A measure of the sensitivity of a portfolio to the movements in the market. It is a measure of a portfolio's non-diversifiable or systematic risk.

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**Buy and Hold Attribution** - At the beginning of the time period under analysis, the manager and benchmark portfolios are broken down into segments (i.e., styles, sectors, countries, and regions) based on the desired type of attribution. One assumes zero turn-over to the manager and benchmark portfolios throughout the period and calculates the segment returns ("buy and hold returns") to arrive at performance attribution. Country, region, sector, and style allocations are as of the date one quarter prior to the reporting date, and the returns shown are for those segments throughout the quarter reported. The following is the methodology for segment classification:

- **Country/Region** - Stocks will be classified by their domicile country/region, as defined by Worldscope data.
- **Sector** - Stocks will be classified by their primary sector, as defined by Worldscope data.
- **Style** - Stocks will be classified into the following style boxes: large/mid/small vs. growth/neutral/value. Stocks will be classified along large/mid/small categories at the time of the Frank Russell index rebalancing, using the index market cap boundaries as cutoff points. Stocks will be classified along growth/neutral/value categories at the time of the Frank Russell index rebalancing, using the price/book ratio as supplied by Worldscope. Stocks in the Russell 3000 Index portfolio will be sorted by price/book ratio; names with the highest price/book ratio that make up 1/3 of the total market capitalization will be assigned to the growth category, names that make up the subsequent 1/3 of the total market capitalization will be assigned to the neutral category, while the balance of the names will be assigned to the value category.

**Consistency** - The percentage of quarters that a product achieved a rate of return higher than that of its benchmark. The higher the consistency figure, the more value a manager has contributed to the product's performance.

**Convexity** - A measure of the shape of the curve that describes the relationship between bond prices and bond yields.

**Coupon Rate** - The percentage rate of interest paid on a bond or fixed income security; it is typically paid twice per year.

**Current Yield** - The annual income of a security divided by the security's current price.

**Down Market Capture** - Down market by definition is negative benchmark return and down market capture represents the ratio in % terms of the average portfolios return over the benchmark during the down market period. The lower the value of the down market capture the better the product's performance.

**Downside Risk** - A measure similar to standard deviation, but focuses only on the negative movements of the return series. It is calculated by taking the standard deviation of the negative quarterly set of returns. The higher the factor, the riskier the product.

**Earnings Per Share** - It is backward looking, calculated using the one year current EPS divided by the one year EPS five years ago.

**Excess Return vs. Market** - Average of the monthly arithmetic difference between the manager's return and the benchmark return over a specified time period, shown on an annualized basis.

**Excess Return vs. Risk Free** - Average of the monthly arithmetic difference between the manager's return and the risk-free return over a specified time period, shown on an annualized basis.

**Excess Risk** - A measure of the standard deviation of a portfolio's performance relative to the risk free return.

**Gain/Loss** - The net increase or decrease in the market value of a portfolio excluding its Net Cash Flow for a given period.

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**Information Ratio** - Measured by dividing the active rate of return by the tracking error. The higher the information ratio, the more value-added contribution by the manager.

**Modified Duration** - The approximate percentage change in a bond's price for a 100 basis point change in yield.

**Net Cash Flow** - The sum, in dollars, of a portfolio's contributions and withdrawals. This includes all management fees and expenses only when performance shown is gross of fees.

**Peer Groups** - RVK utilizes the Mellon Analytical Solutions Trust Universe and the RogersCasey Manager Universe for peer comparison and rankings. The Mellon Analytical Solutions Trust Universe, which is used for comparison of Total Fund composite results, utilizes actual client returns compiled from consultant and custodial data. The RogersCasey Manager Universe database includes performance and other quantitative data for over 1,400 investment management firms, over 17,000 investment products, including separate accounts, commingled funds, and mutual funds, and 160 standard peer groups.

**Peer Group Definitions**

SA = Separately Managed Fund

CF = Commingled Fund

MF = Mutual Fund

**Peer Group Percentile Rankings**

Percentile rank compares an individual fund's performance with those of other funds within a defined peer group of managers possessing a similar investment style. Percentile rank identifies the percentage of a fund's peer group that has a higher return (or other comparative measurement) than the fund being ranked. Conversely, 100 minus the individual fund's ranking will identify the percentage of funds within the peer group that have a lower return than the fund being ranked.

1 - Highest Statistical Value

100 - Lowest Statistical Value

*Example: American Funds AMCP;R-4 (RAFEX) is ranked in the 4<sup>th</sup> percentile within the US Equity Large-Cap Growth Funds (MF) Peer Group for the Sharpe Ratio. Within the US Equity Large-Cap Growth Funds peer group, 4% of the other funds performed better than American Funds AMCP;R-4 (RAFEX), while 96% of the funds performed worse.*

**Portfolio Duration** - The weighted average duration of all the bonds in a given portfolio, weighted by their dollar values.

**Region Attribution** - Calculated using the Morgan Stanley Capital International (MSCI) region standards.

**Return** - Compounded rate of return for the period.

**%Return** - The time-weighted rate of return of a portfolio for a given period.

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**R-Squared** - The percentage of a portfolio's performance explained by the behavior of the appropriate benchmark. High R-Squared means a higher correlation of the portfolio's performance to the appropriate benchmark.

**Sector Attribution** - Calculated using the Industry Classification Benchmark (ICB).

**Sharpe Ratio** - Represents the excess rate of return over the risk-free return, divided by the standard deviation of the excess return. The result is the absolute rate of return per unit of risk. The higher the value, the better the product's historical risk-adjusted performance.

**Simple Alpha** - The difference between the manager's return and the benchmark's return.

**Spread Duration** - A measure of the price sensitivity of a bond to a 100 basis-point movement of the bond's spread relative to Treasuries.

**Standard Deviation** - A statistical measure of the range of a portfolio's performance. The variability of a return around its average return over a specified time period.

**Tracking Error** - A measure of the standard deviation of a portfolio's performance relative to the performance of an appropriate market benchmark.

**Treynor Ratio** - Similar to Sharpe ratio, but focuses on beta rather than excess risk (standard deviation). Treynor ratio represents the excess rate of return over the risk-free rate divided by the beta. The result is the absolute rate of return per unit of risk. The higher the value, the better the product's historical risk-adjusted performance.

**Unit Value** - The dollar value of a portfolio, assuming an initial nominal investment of \$100, growing at the compounded rate of %Return for a given period.

**Up Market Capture** - Up market by definition is positive benchmark return and up market capture represents the ratio in % terms of the average portfolios return over the benchmark during the up market period. The higher the value of the up market capture the better the product's performance.

**Yield to Maturity** - The rate of return achieved on a bond or other fixed income security assuming the security is bought and held to maturity and that the coupon interest paid over the life of the bond will be reinvested at the same rate of return.

**Yield to Worst** - The bond yield calculated by using the worst possible yield taking into consideration all call, put, and optional sink dates.

**Index Data**

All indices have been licensed for use. All content of the indices is proprietary to the index data provider.

**Mutual Fund Expense Ratios**

Information Source: Morningstar

**Wyoming State Treasurer's Office**  
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**Custom Index Comments**

The Total Fund Custom Benchmark is calculated using beginning month asset class weights applied to the appropriate asset class benchmark, using the S&P 500 to represent domestic large cap equities, Russell 2500 Index for domestic small/mid cap equities, MSCI EAFE for international equities, Barclays Capital Aggregate Bond Index for fixed income, Merrill Lynch All Convertibles Index (All Qualities) for convertible bonds, NCREIF Open-End Diversified Core Equity for core real estate, NCREIF Property Index for value-added real estate, the State's actual private equity investment returns for private equity, HFN Fund of Funds Multi-Strat Index for absolute return, and 90 day T-Bill rate for cash equivalents.

Pooled Fund custom benchmarks are calculated using beginning month asset class weights applied to the appropriate asset class benchmark, using the S&P 500 to represent domestic large cap equities, Russell 2500 Index for domestic small/mid cap equities, MSCI EAFE for international equities, Barclays Capital Aggregate Bond Index for fixed income, Merrill Lynch All Convertibles Index (All Qualities) for convertible bonds, NCREIF Open-End Diversified Core Equity for core real estate, NCREIF Property Index for value-added real estate, the State's actual private equity investment returns for private equity, HFN Fund of Funds Multi-Strat Index for absolute return, and the State Agency Pool Custom Index for the State Agency Pool allocation.

The Global/EM Custom Index is comprised of 32.5% Barclays Capital Aggregate ex-US Hedged, 5% Barclays Capital Aggregate ex-US Unhedged, 47.5% JP Morgan EMBI Global, and 15% JP Morgan GBI-EM Global Diversified Unhedged.

**Market Value, Performance & Allocation Comments**

Performance shown for Pooled Funds is calculated on a capital weighted basis using beginning-period allocations and does not reflect net cash flows.

Performance shown for the UW Portfolio Management Program includes their participation in the State Agency Pool.

Access Venture Partner II, Heitman, PAAMCO, and Aurora were funded during the fourth quarter of 2007.

Reporting for Private Equity performance was changed from cost basis to the latest portfolio valuation adjusted for cash flows, consistent with supplementary alternatives report. This methodology change involved reflecting the difference between cost value and the most recent valuation, resulting in a significant positive performance impact on the total fund during 2nd quarter 2008.

Market values for non-core real estate and private equity are on a one-quarter lag due to available valuations. However, Investment (Cost) Values are not lagged.

Performance for Private Equity and Value-Added Real Estate investments is calculated on an IRR basis. For further analysis, please refer to the supplementary alternatives performance report.

Cheyenne Capital Fund valuations set forth herein do not reflect changes in unrealized value since December 31, 2007. Accordingly the valuations herein (consisting of previously reported valuations adjusted for the estimated impact of subsequent cash flows and reported events) could be materially different once unrealized appreciation or depreciation are taken into account.

Market value shown for First Quadrant represents cash held as collateral. Performance shown is calculated based on a notional principle of \$500 million.

Fixed Income style peer groups have low populations, and may cause ranks to change significantly from quarter to quarter.

**Wyoming State Treasurer's Office**  
**Addendum**  
**As of March 31, 2009**

Due to portfolio turnover, buy and hold attribution may not accurately represent quarterly performance relative to the benchmark.

Where stated, allocations to fixed income include convertibles, LDIs & Other Wyoming Investments, and Inter-Fund borrowing activity.

Wyoming State Treasurer's Office fiscal year ends on June 30th.

Additional funding for the new Global/EM fixed income mandate occurred between June 23rd and June 30th, 2008. The Barclays Capital Global Aggregate Hedged benchmark returns shown include actual PIMCO Global performance during this transition period.

On November 3, 2008 Barclays Capital announced the re-branding of the Lehman Brothers indices. All Lehman Brothers indices now reflect the Barclays Capital name.

Harris Alternatives LLC changed its name to Aurora Investment Management LLC. Product naming conventions have been updated accordingly to reflect the change.

Neuberger Berman completed its employee-led buyout of Lehman Brothers. Naming conventions have been updated to reflect the change.

PIMCO refers to the World Bank's definition in classifying countries as either Developed or Emerging based on their level of GDP per capital. The following countries are currently considered Emerging:

Algeria, Argentina, Botswana, Brazil, Bulgaria, Chile, China, Columbia, Costa Rica, Cote d'Ivoire, Croatia, Dominican Republic, Ecuador, Egypt, El Salvador, Gabon, Guatemala, Hungary, India, Indonesia, Jamaica, Jordan, Kazakhstan, Lithuania, Malaysia, Mexico, Morocco, Nigeria, Pakistan, Panama, Peru, Philippines, Poland, Romania, Russia, Serbia & Montenegro, Slovakia, South Africa, Thailand, Tunisia, Turkey, Ukraine, Uruguay, Venezuela and Vietnam.