

FUND EVALUATION REPORT

District of Columbia Retirement Board

Quarterly Summary
September 30, 2012



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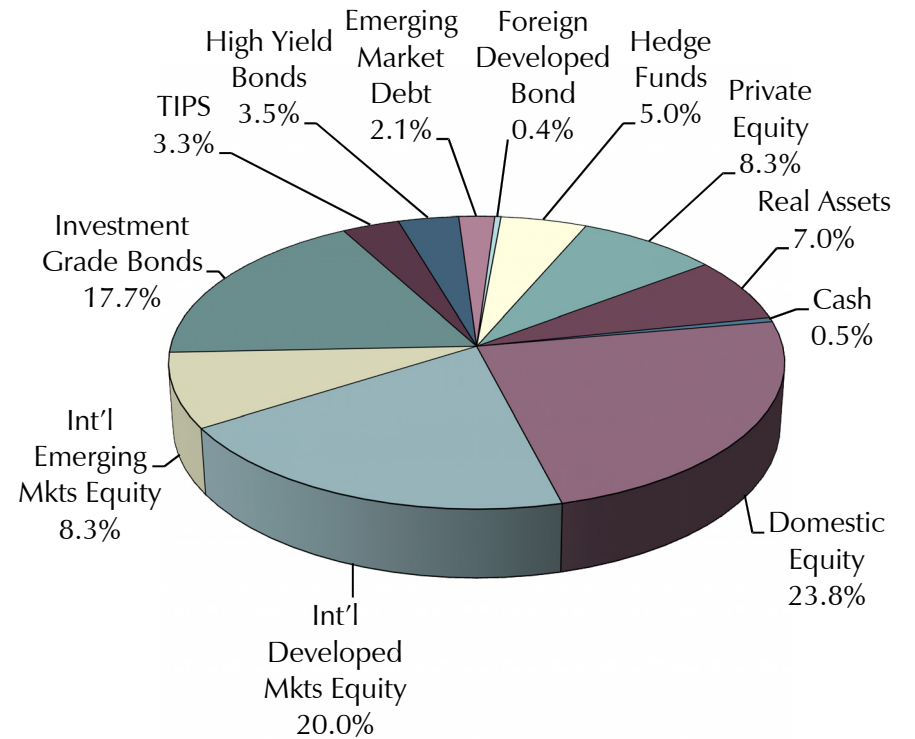
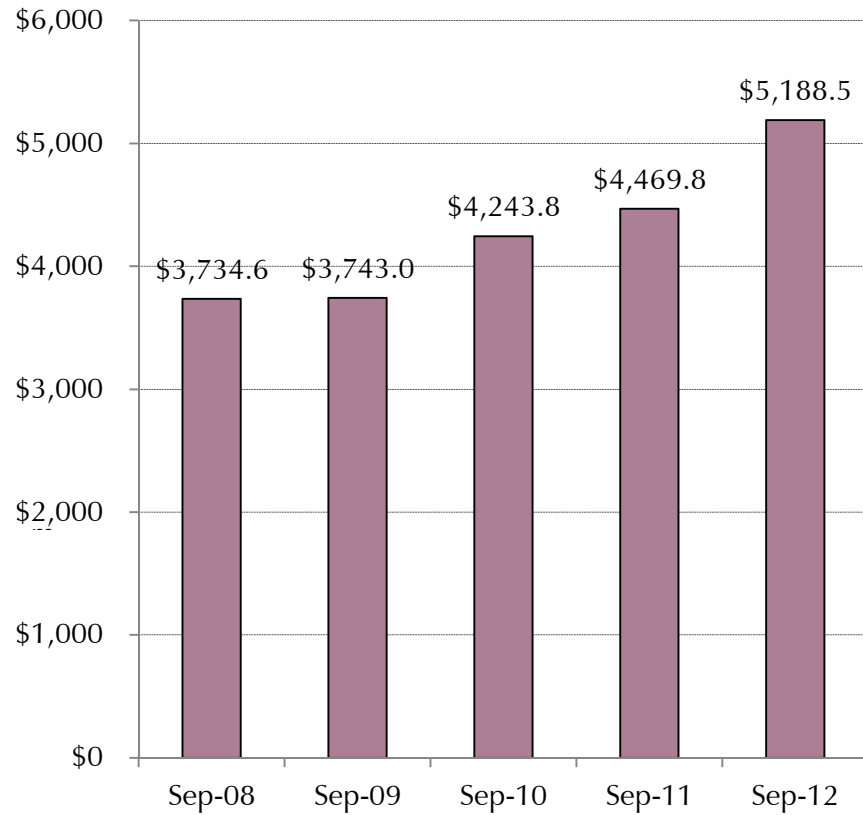
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District of Columbia Retirement Board

Aggregate Assets Asset Summary as of 9/30/12

Fund	Market Value 6/30/12 (\$ mm)	Market Value 9/30/12 (\$ mm)	% of Retirement Fund	Target Allocation (%)	Target Range ¹ (%)
Fund	4,964.4	5,188.5	100	NA	NA
Public Equities	2,531.7	2,703.9	52	50	40-60
Domestic Equity Assets	1,161.8	1,233.5	24	22	18-26
International Developed Market Equity Assets	969.0 ²	1,039.3 ²	20	20	16-24
International Emerging Market Equity Assets	400.9 ²	431.2 ²	8	8	6-10
Fixed Income	1,369.8²	1,404.9²	27	25	20-30
Investment Grade Bond Assets	938.3 ^{2,3}	920.1 ²	18	15	10-20
TIPS Assets	168.7 ²	173.8 ²	4	3	2-4
High Yield Assets	128.9 ²	183.6 ²	3	3	2-4
Emerging Market Debt Assets	115.0 ²	108.6 ²	2	2	1-3
Foreign Developed Bond Assets	18.8 ²	18.8 ²	<1	2	1-3
Alternatives	1,013.7	1,052.5	20	25	NA
Hedge Fund Assets	252.2	261.2	5	10	NA
Private Equity Assets	427.2	428.3 ⁴	8	8	NA
Real Assets	334.3	365.4 ⁴	7	7	NA
<i>Real Estate Assets</i>	234.6	261.5 ⁴	5	4	NA
<i>Infrastructure/Oppportunistic Assets</i>	99.7	101.5 ⁴	2	2	NA
<i>Private Energy Assets</i>	0.0	2.4 ⁴	< 1	1	NA
Cash	49.2	24.8	< 1	0	0

¹ Target ranges for Alternatives have not yet been determined.

² Figures represent underlying market exposures.

³ The investment grade bond market value includes assets within the transition account.

⁴ Based on June 30, 2012 reported values, adjusted for subsequent cash flows.



Fund	Market Value 6/30/12 (\$ mm)	Market Value 9/30/12 (\$ mm)	% of Asset Class	% of Retirement Fund
Fund	4,964.4	5,188.5	NA	100
Domestic Equity Assets¹	1,161.8	1,233.5	100	24
Northern Trust Russell 3000 Index	0.0	978.1	79	19
Sands Large Cap Growth Equity	121.3	131.2	11	3
Thompson, Siegel & Walmsley Small Cap Value	65.3	68.1	6	1
PIMCO StocksPLUS	51.7	55.9	5	1
International Developed Market Equity Assets¹	973.0	1,043.5	100	20
SSgA MSCI World (ex. U.S.) Index - NL	876.3	940.5	90	18
Gryphon International EAFE	96.7	103.0	10	2
International Emerging Market Equity Assets¹	396.9	426.9	100	8
SSgA Emerging Markets Index-NL	323.1	347.9	81	7
LSV Emerging Markets Value Equity	73.8	79.1	19	2
Investment Grade Bond Assets¹	1,007.3²	978.3	100	19
BlackRock U.S. Debt Index-Non Lending	416.3	587.3	60	11
PIMCO Total Return Core Plus Full Authority	230.7	237.0	24	5
BlackRock Core Plus	150.4	154.0	16	3

¹ Figures reflect manager level market values and not underlying market exposure.

² Includes investment grade bond assets held in the transition account.

	Market Value 6/30/12 (\$ mm)	Market Value 9/30/12 (\$ mm)	% of Asset Class	% of Retirement Fund
TIPS Assets¹	161.8	165.1	100	3
BlackRock TIPS	161.8	165.1	100	3
Emerging Market Debt Assets¹	100.1	104.9	100	2
Stone Harbor Emerging Markets Local Currency Debt	100.1	104.9	100	2
High Yield Assets¹	100.6	156.6	100	3
DDJ High Yield Bond	100.6	156.6	100	3
Private Equity Assets²	427.2	428.3	100	8
Legacy Private Equity	134.0	126.8	30	2
Pantheon Capital Partners	228.8	240.2	56	5
Pantheon Global Secondary	64.4	61.4	14	1
Real Estate Assets	234.6	261.5	100	5
Private Real Estate ²	176.6	164.3	63	3
Vanguard REIT Index	58.0	97.3	37	2
Hedge Fund Assets	252.2	261.2	100	5
Bridgewater Pure Alpha	252.2	261.2	100	5
Infrastructure/Oppportunistic Assets²	99.7	101.5	100	2
Private Infrastructure	99.7	101.5	100	2
Private Energy Assets²	0.0	2.4	100	< 1
Private Energy	0.0	2.4	100	< 1
Cash	49.2	24.8	100	< 1
SSgA STIF	49.2	24.8	100	< 1

¹ Figures reflect manager level market values and not underlying market exposure

² Based on June 30, 2012 reported values, adjusted for subsequent cash flows.

District of Columbia Retirement Board

Aggregate Assets Performance as of 9/30/12

Fund	3Q12 (%)	YTD (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	20 YR (%)	Inception Date	Since Inception (%)
Fund	4.7	10.4	14.5	9.1	1.1	7.3	7.7	1/1/87	8.3
Net of Fees	4.7	10.2	14.3	8.9	0.8	6.9	7.5		8.1
<i>Policy Benchmark¹</i>	4.1	9.5	14.0	8.7	1.9	8.4	8.2		8.9
<i>Actual Allocation Benchmark²</i>	4.6	8.4	13.3	8.9	2.2	8.3	NA		NA
<i>60% Russell 3000 / 40% Barclays Aggregate</i>	4.4	11.3	19.9	10.8	3.9	7.6	8.1		9.0
Domestic Equity (net-of-fees)	6.7	17.1	31.0	13.2	0.8	8.1	9.0	1/1/87	9.8
<i>Russell 3000</i>	6.2	16.1	30.2	13.3	1.3	8.5	8.7		9.6
International Developed Market Equity ³ (net-of-fees)	7.2	10.4	13.4	3.4	-3.8	8.5	6.6	4/1/87	5.7
<i>MSCI World (ex. US)⁴</i>	7.3	9.9	13.8	3.4	-4.0	9.9	6.4		NA
International Emerging Markets Equity (net-of-fees)	7.6	11.9	16.7	NA	NA	NA	NA	9/1/11	-0.4
<i>MSCI Emerging Markets</i>	7.7	12.0	16.9	5.6	-1.3	17.0	8.7		-0.1
Fixed Income ⁵ (net-of-fees)	2.4	5.7	7.5	7.7	6.2	5.8	6.8	12/1/82	8.4
<i>Barclays Universal</i>	2.0	4.9	6.4	6.7	6.6	5.7	6.5		NA
<i>Barclays Aggregate</i>	1.6	4.0	5.2	6.2	6.5	5.3	6.3		8.2

¹ Policy Benchmark, as reported by State Street Bank, reflects targets set forth in the Fund's Investment Policy Statement. The benchmark uses the following indexes as proxies: 22% Russell 3000 (domestic equity), 20% MSCI World ex. U.S. and 8% MSCI EM (international equity), 25% Barclays Universal (fixed income), 7% CPI-U+700 bps (real assets), 10% 1-month LIBOR (hedge funds), and 8% Cambridge Private Equity (lagged) (alternatives).

² Actual Allocation Benchmark, as reported by State Street Bank, is constructed with the same market indices as the Policy Benchmark, weighted by the Fund's monthly asset allocation.

³ Includes international emerging markets equity performance prior to September 2011.

⁴ The International Developed Market Equity custom benchmark is comprised of the MSCI ACWI (ex U.S.) Index prior to September 2011 and the MSCI World (ex U.S.) since.

⁵ Prior to August 2011, Fixed Income performance included the performance of infrastructure assets.

* Note: Aggregate asset class returns throughout the summary section for periods of 20 years and longer are presented gross-of-fees.



District of Columbia Retirement Board

Aggregate Assets Performance as of 9/30/12

	3Q12 (%)	YTD (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	20 YR (%)	Inception Date	Since Inception (%)
Net of Fees (continued)	4.7	10.2	14.3	8.9	0.8	6.9	7.5		8.1
Private Equity ¹ (net-of-fees)	2.7	8.2	2.2	13.6	3.7	6.0	6.5	1/1/87	7.5
<i>Russell 3000 + 5% (1-quarter lagged)</i>	NA	NA	NA	NA	NA	11.1	13.9		15.0
<i>Cambridge Associates Private Equity Index</i>	-0.1	10.9	5.9	16.5	5.3	13.7	15.5		13.7
Hedge Funds (net-of-fees)	3.6	0.9	1.0	15.1	11.2	NA	NA	7/1/06	9.4
<i>LIBOR</i>	0.1	0.2	0.2	0.3	1.1	2.1	3.4		1.9
<i>HFRI Macro Index</i>	1.6	0.6	-1.2	1.5	3.3	6.5	10.5		4.5
Real Assets (net-of-fees)	1.7	NA	NA	NA	NA	NA	NA	7/1/12	1.7
<i>CPI (inflation) + 7%</i>	2.6	7.9	9.1	9.5	9.2	9.6	9.7		2.6
Cash (net-of-fees)	0.0	0.1	0.2	0.2	1.2	2.1	4.1	7/1/89	4.7
<i>90-Day T-Bills</i>	0.0	0.0	0.1	0.1	0.7	1.7	3.1		4.5

¹ Portfolio and index performance reported one quarter lagged.

