

FUND EVALUATION REPORT

District of Columbia Retirement Board

Quarterly Summary
December 31, 2012



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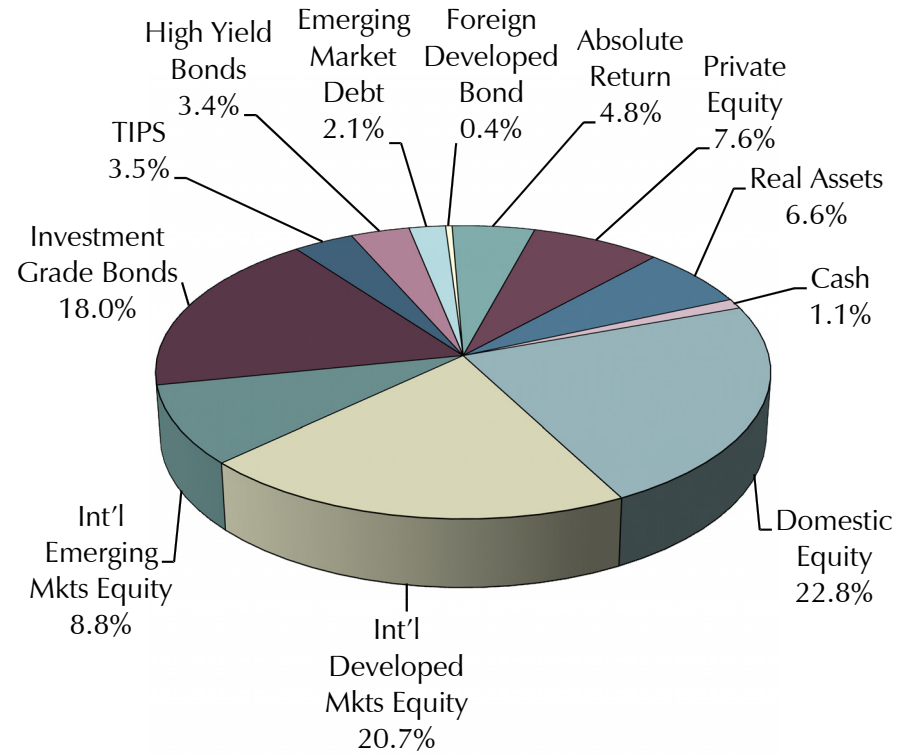
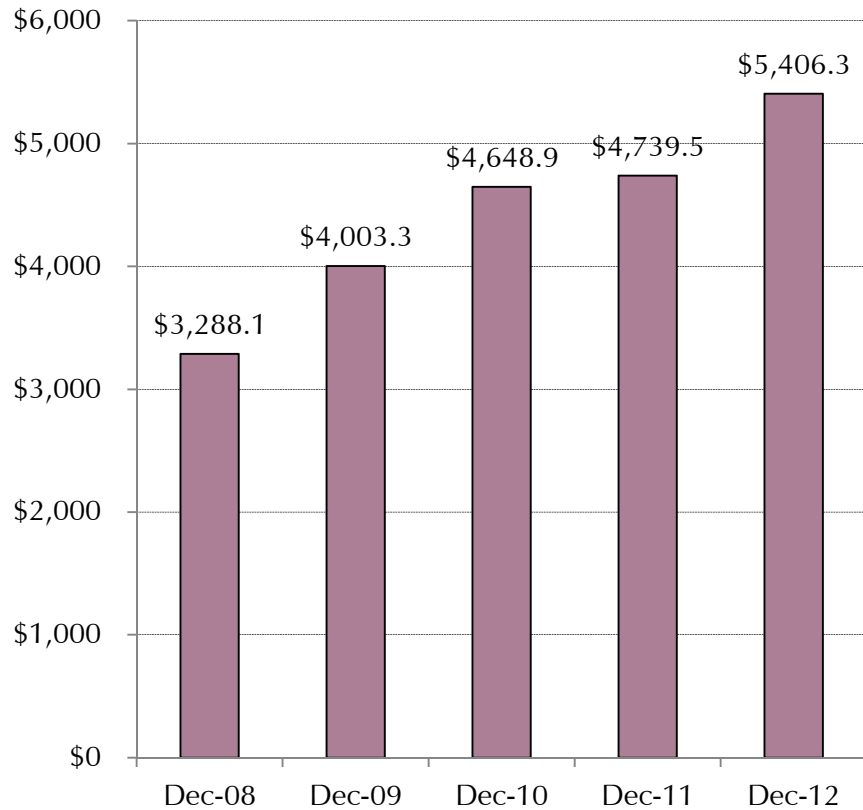
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District of Columbia Retirement Board

Aggregate Assets Asset Summary as of 12/31/12

	Market Value 9/30/12 (\$ mm)	Market Value 12/31/12 (\$ mm)	% of Retirement Fund	Target Allocation (%)	Target Range ¹ (%)
Fund	5,188.5	5,406.3	100	NA	NA
Public Equities	2,703.9	2,831.0	52	50	40-60
Domestic Equity Assets	1,233.5	1,234.1	23	22	18-26
International Developed Market Equity Assets	1,039.3 ²	1,120.9 ²	21	20	16-24
International Emerging Market Equity Assets	431.2 ²	475.9 ²	9	8	6-10
Fixed Income	1,404.9²	1,489.2²	28	25	20-30
Investment Grade Bond Assets	920.1 ²	975.2 ²	18	15	10-20
TIPS Assets	173.8 ²	191.7 ²	4	3	2-4
High Yield Assets	183.6 ²	186.4 ²	3	3	2-4
Emerging Market Debt Assets	108.6 ²	115.4 ²	2	2	1-3
Foreign Developed Bond Assets	18.8 ²	20.5 ²	<1	2	1-3
Alternatives	1,054.9	1,027.7	19	25	25
Absolute Return Assets	261.2	261.0	5	10	8-12
Private Equity Assets	428.3	412.5 ³	8	8	5-11
Real Assets	365.4	354.2 ³	7	7	5-9
<i>Real Estate Assets</i>	261.5	245.0 ³	5	4	NA
<i>Infrastructure/Oppportunistic Assets</i>	101.5	106.5 ³	2	2	NA
<i>Private Energy Assets</i>	2.4	2.7 ³	< 1	1	NA
Cash	24.8	58.4	1	0	0

¹ Target ranges for Alternatives have not yet been determined.

² Figures represent underlying market exposures.

³ Based on September 30, 2012 reported values, adjusted for subsequent cash flows.



Fund	Market Value 9/30/12 (\$ mm)	Market Value 12/31/12 (\$ mm)	% of Asset Class	% of Retirement Fund
Fund	5,188.5	5,406.3	NA	100
Domestic Equity Assets¹	1,233.5	1,234.1	100	23
Northern Trust Russell 3000 Index	978.1	1,048.0	85	19
Sands Large Cap Growth Equity	131.2	130.2	11	2
PIMCO StocksPLUS	55.9	55.9	5	1
International Developed Market Equity Assets¹	1,043.5	1,125.7	100	21
SSgA MSCI World (ex. U.S.) Index - NL	940.5	1,014.8	90	19
Gryphon International EAFE	103.0	110.9	10	2
International Emerging Market Equity Assets¹	426.9	471.1	100	9
SSgA Emerging Markets Index-NL	347.9	386.3	82	7
LSV Emerging Markets Value Equity	79.1	84.8	18	2
Investment Grade Bond Assets¹	978.3	1,037.6	100	19
BlackRock U.S. Debt Index-Non Lending	587.3	643.6	62	12
PIMCO Total Return Core Plus Full Authority	237.0	239.0	23	4
BlackRock Core Plus	154.0	155.0	15	3

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



	Market Value 9/30/12 (\$ mm)	Market Value 12/31/12 (\$ mm)	% of Asset Class	% of Retirement Fund
TIPS Assets¹	165.1	181.3	100	3
BlackRock TIPS	165.1	181.3	100	3
Emerging Market Debt Assets¹	104.9	108.1	100	2
Stone Harbor Emerging Markets Local Currency Debt	104.9	108.1	100	2
High Yield Assets¹	156.6	162.2	100	3
DDJ High Yield Bond	156.6	162.2	100	3
Private Equity Assets²	428.3	412.5	100	8
Pantheon Capital Partners	240.2	230.5	56	4
Pantheon Global Secondary	61.4	61.7	15	1
Legacy Private Equity	126.8	120.2	29	2
Real Assets	365.4	354.2	100	7
Real Estate Assets	261.5	245.0	100	5
Vanguard REIT Index	97.3	99.7	41	2
Private Real Estate ²	164.3	145.3	59	3
Infrastructure/Oppportunistic Assets²	101.5	106.5	100	2
Private Infrastructure	101.5	106.5	100	2
Private Energy Assets²	2.4	2.7	100	< 1
Private Energy	2.4	2.7	100	< 1
Absolute Return Assets	261.2	261.0	100	5
Bridgewater Pure Alpha	261.2	261.0	100	5
Cash	24.8	58.4	100	1
SSgA STIF	24.8	58.4	100	1

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

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

District of Columbia Retirement Board

Aggregate Assets Performance as of 12/31/12

	4Q12 (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	20 YR (%)	Inception Date	Since Inception (%)
Fund	2.7	13.3	8.9	1.8	7.1	7.7	1/1/87	8.3
Net of Fees	2.6	13.1	8.6	1.5	6.8	7.4		8.1
<i>Policy Benchmark¹</i>	2.2	11.9	8.2	2.5	8.1	8.2		8.9
<i>Actual Allocation Benchmark²</i>	2.3	10.5	8.4	2.8	8.0	NA		NA
<i>60% Russell 3000 / 40% Barclays Aggregate</i>	0.2	11.6	9.5	4.1	7.0	7.8		8.9
Domestic Equity (net-of-fees)	0.2	17.3	11.1	1.5	7.3	8.6	1/1/87	9.7
<i>Russell 3000</i>	0.2	16.4	11.2	2.0	7.7	8.3		9.5
International Developed Market Equity ³ (net-of-fees)	6.1	17.1	4.4	-2.5	8.4	7.0	4/1/87	5.9
<i>MSCI World (ex. US)⁴</i>	5.9	16.4	4.1	-2.8	9.8	6.9		NA
International Emerging Markets Equity (net-of-fees)	6.0	18.6	NA	NA	NA	NA	9/1/11	4.1
<i>MSCI Emerging Markets</i>	5.6	18.2	4.7	-0.9	16.5	8.6		4.1
Fixed Income ⁵ (net-of-fees)	1.0	6.8	7.5	5.9	5.7	6.8	12/1/82	8.3
<i>Barclays Universal</i>	0.6	5.5	6.7	6.2	5.6	6.5		NA
<i>Barclays Aggregate</i>	0.2	4.2	6.2	5.9	5.2	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.



	4Q12 (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	20 YR (%)	Inception Date	Since Inception (%)
Net of Fees (continued)	2.6	13.1	8.6	1.5	6.8	7.4		8.1
Private Equity ¹ (net-of-fees)	4.8	13.4	13.4	4.4	7.2	6.6	1/1/87	7.6
<i>Russell 3000 + 5% (1-quarter lagged)</i>	-	-	-	-	13.9	14.1		15.1
<i>Cambridge Associates Private Equity Index</i>	3.6	14.9	15.5	5.8	14.7	15.5		13.7
Absolute Return Assets (net-of-fees)	-0.1	0.9	14.5	10.6	NA	NA	7/1/06	9.0
<i>LIBOR</i>	0.1	0.2	0.3	0.8	2.1	3.4		1.8
<i>HFRI Macro Index</i>	-1.0	-0.2	1.1	2.5	6.3	9.9		4.2
Real Assets (net-of-fees)	3.9	NA	NA	NA	NA	NA	7/1/12	5.7
<i>CPI (inflation) + 7%</i>	0.9	8.9	9.2	8.9	9.6	9.6		3.5
Cash (net-of-fees)	0.0	0.2	0.2	0.9	2.0	4.1	1/1/89	4.6
90-Day T-Bills	0.0	0.1	0.1	0.5	1.7	3.1		3.6

¹ Portfolio and index performance reported one quarter lagged.

