

FUND EVALUATION REPORT

District of Columbia Retirement Board

Quarterly Summary
September 30, 2013



Confidentiality: The material contained in this report is confidential and may not be reproduced, disclosed, or distributed, in whole or in part, to any person or entity without the prior written consent of Meketa Investment Group or the District of Columbia Retirement Board. No other parties are authorized to review or utilize the information contained herein without expressed written consent.

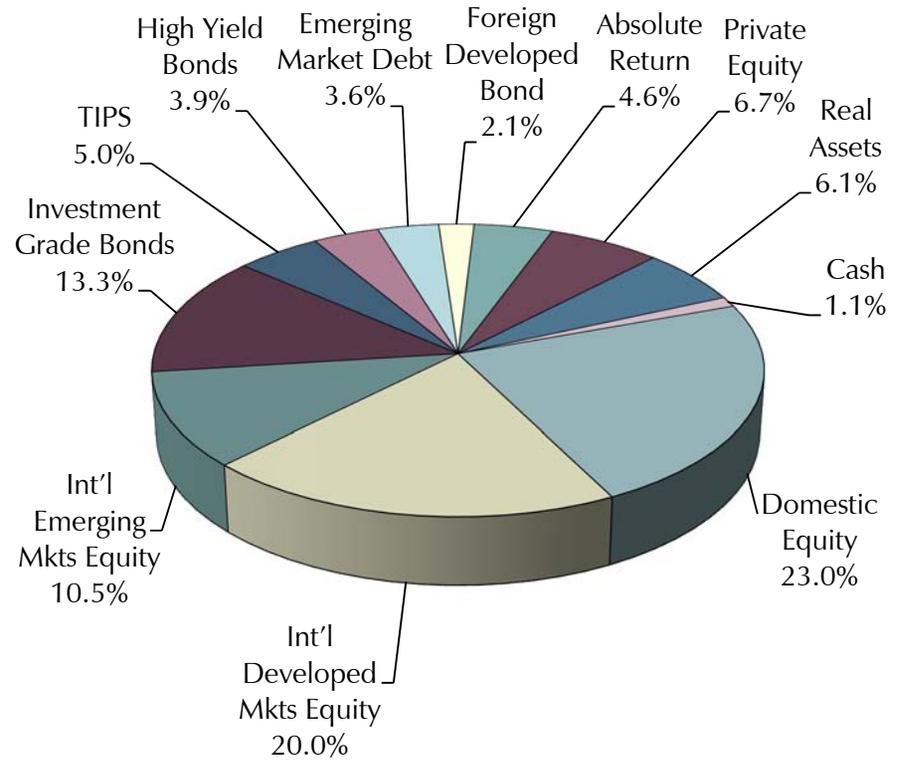
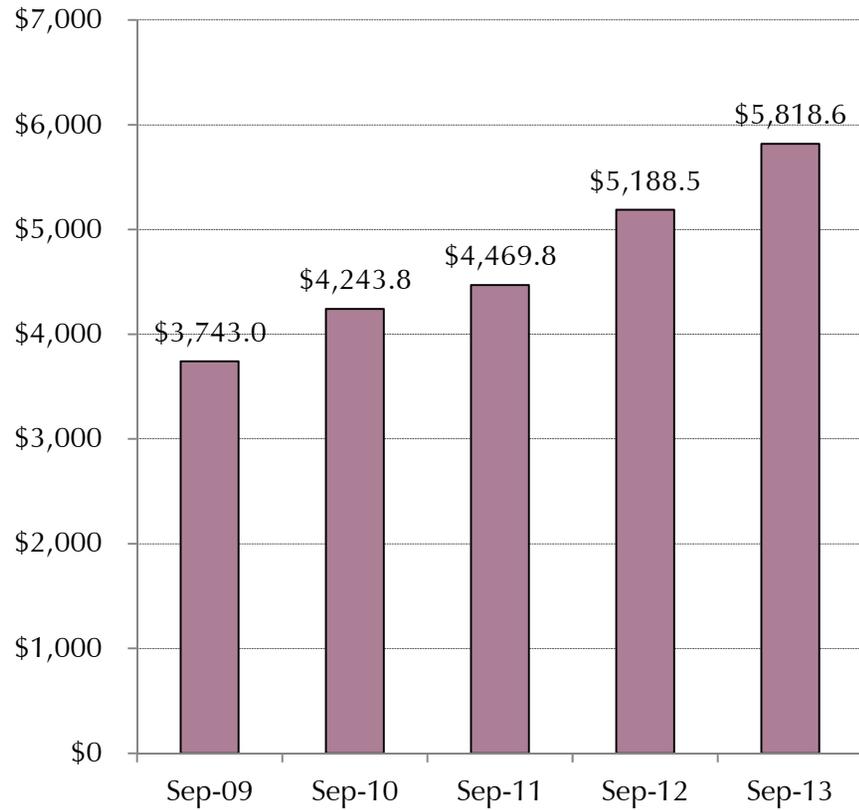
L:\DCRB\Review\Q3\2013Q3 Quarterly Summary.pdf

M E K E T A I N V E S T M E N T G R O U P

100 LOWDER BROOK DRIVE SUITE 1100
WESTWOOD MA 02090
781 471 3500 FAX 781 471 3411

1001 BRICKELL BAY DRIVE SUITE 2000
MIAMI FL 33131
305 341 2900 FAX 305 341 2142
www.meketagroup.com

5796 ARMADA DRIVE SUITE 110
CARLSBAD CA 92008
760 795 3450 FAX 760 795 3445



District of Columbia Retirement Board

Aggregate Assets Asset Summary as of 9/30/13

Fund	Market Value 6/30/13 (\$ mm)	Market Value 9/30/13 (\$ mm)	% of Retirement Fund	Target Allocation ¹ (%)	Target Range (%)
Fund	5,546.2	5,818.6	100	NA	NA
Public Equities	3,044.4	3,177.3	54	50	40-60
Domestic Equity Assets	1,400.6	1,339.8	23	22	18-26
International Developed Market Equity Assets	1,188.8 ²	1,164.1 ²	20	20	16-24
International Emerging Market Equity Assets	455.0 ²	613.4 ²	11	8	6-10
Fixed Income	1,413.2	1,624.6	28	25	20-30
Investment Grade Bond Assets	823.6 ²	776.1 ²	13	15	10-20
High Yield Assets	182.5 ²	226.5 ²	4	3	2-4
TIPS Assets	172.4 ²	292.1 ²	5	3	2-4
Foreign Developed Bond Assets	114.6 ²	120.6 ²	2	2	1-3
Emerging Market Debt Assets	120.1 ²	209.2 ²	4	2	1-3
Alternatives	1,024.2	1,012.2	17	25	25
Absolute Return Assets	259.3	268.9 ³	5	10	8-12
Private Equity Assets	402.6	387.2 ³	7	8	5-11
Real Assets	362.4	356.1 ³	6	7	5-9
<i>Real Estate Assets</i>	250.0	241.1 ³	4	4	NA
<i>Infrastructure/Oppportunistic Assets</i>	105.4	105.0 ³	2	2	NA
<i>Private Energy Assets</i>	7.0	10.0 ³	< 1	1	NA
Cash	64.3	64.5	1	0	0

¹ Reflects the current asset allocation. The new targets will be effective October 1, 2013.

² Figures represent underlying market exposures.

³ Based on June 30, 2013 reported values, adjusted for subsequent cash flows.



Fund	Market Value 6/30/13 (\$ mm)	Market Value 9/30/13 (\$ mm)	% of Asset Class	% of Retirement Fund
Fund	5,546.2	5,818.6	NA	100
Domestic Equity Assets¹	1,400.6	1,339.8	100	23
Northern Trust Russell 3000 Index	1,195.3	1,137.1	85	20
Sands Large Cap Growth Equity	141.6	135.2	10	2
PIMCO StocksPLUS	63.8	67.6	5	1
International Developed Market Equity Assets¹	1,195.9	1,169.6	100	20
SSgA MSCI World (ex. U.S.) Index - NL	969.1	918.4	79	16
Gryphon International EAFE	113.8	127.4	11	2
Copper Rock International Small Cap	113.0	123.8	11	2
International Emerging Market Equity Assets¹	447.9	607.9	100	10
SSgA Emerging Markets Index-NL	348.2	501.6	83	9
LSV Emerging Markets Value Equity	99.7	106.3	17	2
Investment Grade Bond Assets¹	863.5	818.9	100	14
BlackRock U.S. Debt Index-Non Lending	628.4	581.5	71	10
PIMCO Total Return Core Plus Full Authority	235.1	237.4	29	4
High Yield Assets¹	168.4	212.3	100	4
DDJ High Yield Bond	168.4	212.3	100	4

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



	Market Value 6/30/13 (\$ mm)	Market Value 9/30/13 (\$ mm)	% of Asset Class	% of Retirement Fund
TIPS Assets¹	285.0	285.0	100	5
BlackRock TIPS	285.0	285.0	100	5
Foreign Developed Bond Assets¹	114.6	118.3	100	2
Mondrian International Fixed Income	114.6	118.3	100	2
Emerging Market Debt Assets¹	98.9	190.2	100	3
Stone Harbor EM Local Currency Debt	98.9	190.2	100	3
Private Equity Assets²	402.6	387.2	100	7
Pantheon Capital Partners	228.0	223.5	58	4
Pantheon Global Secondary	53.4	51.2	13	< 1
Legacy Private Equity	119.4	109.1	28	2
Current Private Equity	1.7	3.3	< 1	< 1
Real Assets	362.4	356.1	100	6
Real Estate Assets	250.0	241.1	100	4
Vanguard REIT Index	106.0	102.9	43	2
Private Real Estate ²	144.0	138.2	57	2
Infrastructure/Oppportunistic Assets²	105.4	105.0	100	2
Private Infrastructure	105.4	105.0	100	2
Private Energy Assets²	7.0	10.0	100	< 1
Private Energy	7.0	10.0	100	< 1

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

² Based on June 30, 2013 reported values, adjusted for subsequent cash flows.



	Market Value 6/30/13 (\$ mm)	Market Value 9/30/13 (\$ mm)	% of Asset Class	% of Retirement Fund
Absolute Return Assets	259.3	268.9	100	5
Bridgewater Pure Alpha	259.3	268.9	100	5
Cash	64.3	64.5	100	1
SSgA STIF	64.3	64.5	100	1

District of Columbia Retirement Board

Aggregate Assets Performance as of 9/30/13

Fund	3Q13 (%)	YTD (%)	FY/1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	Since Inception (%)	Inception Date
Fund	5.4	8.6	11.5	9.5	7.2	6.8	8.4	1/1/87
Net of Fees	5.3	8.5	11.4	9.3	6.9	6.5	8.2	
<i>Policy Benchmark¹</i>	4.7	8.1	10.5	8.8	7.2	7.6	8.9	
<i>Actual Allocation Benchmark²</i>	5.4	9.3	11.8	9.3	7.7	7.7	NA	
<i>60% Russell 3000 / 40% Barclays Aggregate</i>	4.0	11.6	11.8	11.3	9.0	7.0	9.1	
Domestic Equity (net-of-fees)	7.5	22.0	22.2	17.0	10.8	7.8	10.1	1/1/87
<i>Russell 3000</i>	6.3	21.3	21.6	16.8	10.6	8.1	10.0	
International Developed Market Equity (net-of-fees)	11.2	15.2	22.3	7.7	8.0	8.5	6.3	4/1/87
<i>MSCI World (ex. US)³</i>	11.3	14.7	21.4	7.6	7.3	9.3	NA	
International Emerging Markets Equity (net-of-fees)	5.9	-4.6	1.2	NA	NA	NA	0.3	9/1/11
<i>MSCI Emerging Markets</i>	5.8	-4.4	1.0	-0.3	7.2	12.8	0.4	
Fixed Income ⁴ (net-of-fees)	1.0	-1.7	-0.7	3.7	6.4	4.9	8.1	12/1/82
<i>Barclays Universal</i>	0.7	-1.6	-1.0	3.4	5.9	4.9	NA	
<i>Barclays Aggregate</i>	0.6	-1.9	-1.7	2.9	5.4	4.6	7.9	

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 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.

⁴ 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.



	3Q13 (%)	YTD (%)	FY/1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	Since Inception (%)	Inception Date
Net of Fees (continued)	5.3	8.5	11.4	9.3	6.9	6.5	8.2	
Private Equity ¹	4.1	10.0	15.3	14.0	6.3	8.8	7.8	1/1/87
<i>Russell 3000 + 5% (1-quarter lagged)</i>	–	–	–	–	–	13.2	15.4	
<i>Cambridge Associates Private Equity Index</i>	3.0	11.3	16.3	15.6	7.9	15.3	13.6	
Absolute Return (net-of-fees)	3.7	2.9	2.8	8.9	11.8	NA	8.5	7/1/06
<i>LIBOR</i>	0.1	0.2	0.2	0.2	0.4	2.0	1.7	
<i>HFRI Macro Index</i>	-1.1	-2.1	-3.0	-0.6	1.8	4.6	3.5	
Real Assets (net-of-fees)	-1.0	4.2	8.5	NA	NA	NA	8.1	7/1/12
<i>CPI (inflation) + 7%</i>	2.0	7.3	8.3	9.5	8.5	9.5	8.6	
Cash (net-of-fees)	0.0	0.1	0.1	0.2	0.4	2.0	4.5	7/1/89
<i>90-Day T-Bills</i>	0.0	0.0	0.1	0.1	0.2	1.6	3.5	

¹ Portfolio and index performance reported one quarter lagged.

