

# **AMALGAMATED TRANSIT UNION, LOCAL 1596 PENSION FUND**

## **INVESTMENT PERFORMANCE PERIOD ENDING JUNE 30, 2009**

NOTE: For a free copy of Part II (mailed w/i 5 bus. days from request receipt) of Burgess Chambers and Associates, Inc.'s most recent Form ADV which details pertinent business procedures, please contact:  
601 North New York Avenue, Suite 200, Winter Park, Florida 32789, 407-644-0111.



## **Amalgamated Transit Union, Local 1596 Pension Fund**

### **BCA Market Perspective ©**

**July 2009**

#### **Strong Second Quarter, But Uncertainty Remains**

Like a tsunami downgraded to a tropical wave, investor fears look to have gone dormant. Shown by the best stock performance in any quarter since 1998, investor psychology may be manic once again.

The Standard & Poor's 500-stock index posted a +15.9% gain for the quarter, but was edged out by small-cap stocks (+20.7%). The international developed country index climbed nearly 26%. Even the moribund commercial publicly-traded real estate index (REIT) gained 31.7%, even as commercial property values continued their declines and banks made it nearly impossible to refinance. High-yield or low quality bonds rose +18.9%.

Some have characterized the second quarter as a junk rally, meaning that it was low quality companies that staged this whopping comeback during the period that began in the later part of the first quarter. Another view is that, while unemployment in both the U.S. and Europe is increasing, the rate of change is slowing. Thus, the expectation is that an inflection point may be nearing, perhaps in early 2010.

Still others look to China and India as the engines of prosperity that will pull the developed countries along. If this is the case, it shall be history in the making. It is true that China's economy is growing at an annual rate of 8 percent and needs industrial and services capital from the rest of the world. While NAFTA drew attention in 1992 as North America's economic model, China has captured the bulk of investment and intellectual capital since that time. Globalization and increasing world competition have all but passed by Mexico, the point being that this country is not going to lead the U.S. out of its recession. And what about our auto industry that no one talks about anymore?

The fact remains that the health of the banking industry, without which capitalism cannot exist, remains uncertain. Sure, various government sponsored programs, along with the private sector, are slowly chopping away at low quality asset backed mortgages. But the time and money needed to heal this problem is unknown. However, recent market enthusiasm or mania suggests that such a recovery is coming sooner than later.

In the "BCA Market Perspective" published in April 2009, it was noted that narrowing credit spreads pointed to a stock market recovery. This tightening of spreads continues, supporting the belief that the market has moved into the next phase of improving investor confidence, which always leads the actual economic recovery.

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Compliance Checklist**  
**June 30, 2009**

|   | <b><u>Yes</u></b>                   | <b><u>No</u></b>                    |
|---|-------------------------------------|-------------------------------------|
| The total Fund's three-year performance achieved the 60/40 benchmark.   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| The total Fund's five-year performance achieved the 60/40 benchmark.  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| The total Fund's three-year performance ranked in the top 40th percentile in a balanced moderate universe.            | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| The total Fund's five-year performance ranked in the top 40th percentile in a balanced moderate universe.             | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| The total Fund's annualized five-year performance achieved the 7.5% actuarial assumption rate.                        | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| Large Cap Value equities' three-year performance achieved the benchmark and ranked in the top 40th percentile.        | N/A                                 | N/A                                 |
| Large Cap Value equities' five-year performance achieved the benchmark and ranked in the top 40th percentile.         | N/A                                 | N/A                                 |
| Large Cap Growth equities' three-year performance achieved the benchmark and ranked in the top 40th percentile.       | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| Large Cap Growth equities' five-year performance achieved the benchmark and ranked in the top 40th percentile.        | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| Mid Cap equities' three-year and five year performances achieved the benchmark and ranked in the top 40th percentile. | N/A                                 | N/A                                 |
| Investments in equity securities are within the 70% limitation.   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| No more than 5% of assets (market value) are invested in the common stock or capital stock of one issuing company.    | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| Annualized three-year fixed income performance achieved the benchmark and ranked in the top 40th percentile.          | N/A                                 | N/A                                 |
| Annualized five-year fixed income performance achieved the benchmark and ranked in the top 40th percentile.           | N/A                                 | N/A                                 |
| All of the corporate bonds are rated BAA or better and average quality is rated A or better.                          | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| Each corporate bond issue is <10% of bond portfolio and CMOs < 25%.   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| BAA bond allocation is no more than 20% of the bond portfolio.  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| International Equities' three-year performance achieved the benchmark and ranked in the top 40th percentile.          | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| International Equities' five-year performance achieved the benchmark and ranked in the top 40th percentile.           | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| International investments are within 15% of the total portfolio.  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Investment Summary**  
**June 30, 2009**

- ❑ For the second quarter of 2009, the Fund posted a gain of +8.5% net (or \$4,590,430) verses the strategic benchmark gain of +10.2%. The difference can be explained by the high quality tilt of your portfolio and the underweight among equities.
- ❑ Fiscal year-to-date, the total Fund lost -9.1% net, versus -9.2% for the strategic benchmark. The best performing asset category was Fixed Income (+5.2%).
- ❑ For the three and five year periods, the Fund outperformed the strategic benchmark and ranked in the top 13% and top 31%, respectively against the Balanced Aggressive Universe.
- ❑ The American Fund Large Cap Growth portfolio had a strong +17.0% return for the quarter, slightly ahead of the Russell 1000 Growth Index return of +16.3%. Fiscal year-to-date, the manager was down -13.4% verses the R1000 Growth Index of -13.9%
- ❑ Westwood earned + 12.5% for the quarter and -22.8% fiscal year-to-date. The Russell 1000 Value Index earned +16.7% for the quarter and -24.4%, fiscal year-to-date.
- ❑ While the EuroPacific manager underperformed its benchmark for the quarter, the manager was up +22.7% and was your top performing asset class. This manager continues to rank extremely high relative to its international peers.
- ❑ The JP Morgan Real Estate Fund had a return of -5.6% for the quarter, just slightly below their benchmark. It is anticipated that there will be continued pressure on commercial real estate values for the next couple of quarters.
- ❑ Update: During the month of July, BCA believes the Fund earned +5.0%, bringing the fiscal year- to-date return closer to -4.0%

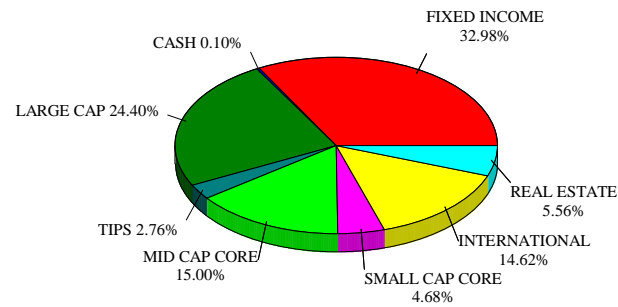
**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Investment Performance**  
**June 30, 2009**

|                                  | <u>Quarter</u>     | <u>Fiscal YTD</u>  | <u>One Year</u>    |
|----------------------------------|--------------------|--------------------|--------------------|
| <b>Beginning Market Value</b>    | <b>54,030,419</b>  | <b>62,020,823</b>  | <b>65,693,509</b>  |
| <b>Ending Market Value</b>       | <b>58,820,315</b>  | <b>58,820,315</b>  | <b>58,820,315</b>  |
| <b>Net Contributions (+/-)</b>   | <b>+199,465</b>    | <b>+2,249,693</b>  | <b>+3,589,796</b>  |
| <b>Investment Gain (+/-)</b>     | <b>+4,590,430</b>  | <b>-5,450,200</b>  | <b>-10,462,990</b> |
| <b>Investment Return, net</b>    | <b>+8.5%</b>       | <b>-9.1%</b>       | <b>-15.9%</b>      |
| <b>Strategic Benchmark</b>       | <b>+10.2%</b>      | <b>-9.2%</b>       | <b>-13.9%</b>      |
| <b><i>Added Value (pts.)</i></b> | <b><i>-1.7</i></b> | <b><i>+0.1</i></b> | <b><i>-2.0</i></b> |

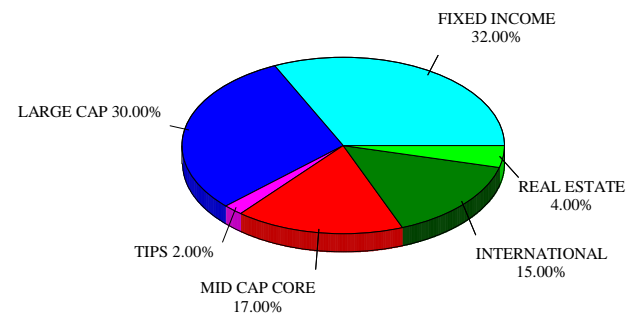
Fiscal year: October 1 - September 30

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Actual vs. Target Asset Allocation**  
**June 30, 2009**

**ACTUAL ASSET ALLOCATION**



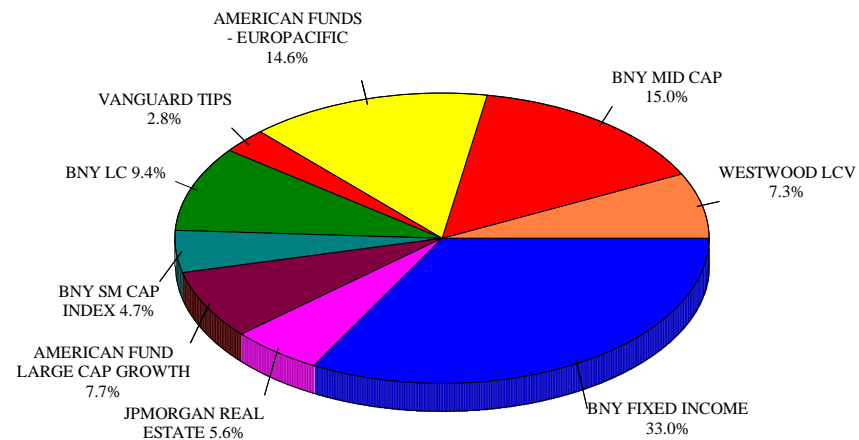
**TARGET ASSET ALLOCATION**



|                   | MARKET VALUE<br>ACTUAL | PERCENT<br>ACTUAL | MARKET VALUE<br>TARGET | PERCENT<br>TARGET | MARKET VALUE<br>DIFFERENCE | PERCENT<br>DIFFERENCE |
|-------------------|------------------------|-------------------|------------------------|-------------------|----------------------------|-----------------------|
| LARGE CAP         | 14,351,648.9           | 24.4%             | 17,646,094.6           | 30.0%             | (3,294,445.7)              | (5.6%)                |
| MID CAP CORE      | 8,820,403.9            | 15.0%             | 9,999,453.6            | 17.0%             | (1,179,049.7)              | (2.0%)                |
| SMALL CAP CORE    | 2,755,418.1            | 4.7%              | 0.0                    | 0.0%              | 2,755,418.1                | 4.7%                  |
| INTERNATIONAL     | 8,598,870.4            | 14.6%             | 8,823,047.3            | 15.0%             | (224,176.9)                | (0.4%)                |
| REAL ESTATE       | 3,270,194.2            | 5.6%              | 2,352,812.6            | 4.0%              | 917,381.6                  | 1.6%                  |
| FIXED INCOME      | 19,397,568.0           | 33.0%             | 18,822,500.9           | 32.0%             | 575,067.1                  | 1.0%                  |
| TIPS              | 1,626,015.1            | 2.8%              | 1,176,406.3            | 2.0%              | 449,608.8                  | 0.8%                  |
| CASH              | 196.7                  | 0.0%              | 0.0                    | 0.0%              | 196.7                      | 0.0%                  |
| <b>TOTAL FUND</b> | <b>\$58,820,315.3</b>  | <b>100.0%</b>     | <b>\$58,820,315.3</b>  | <b>100.0%</b>     | <b>\$0.0</b>               | <b>0.0%</b>           |

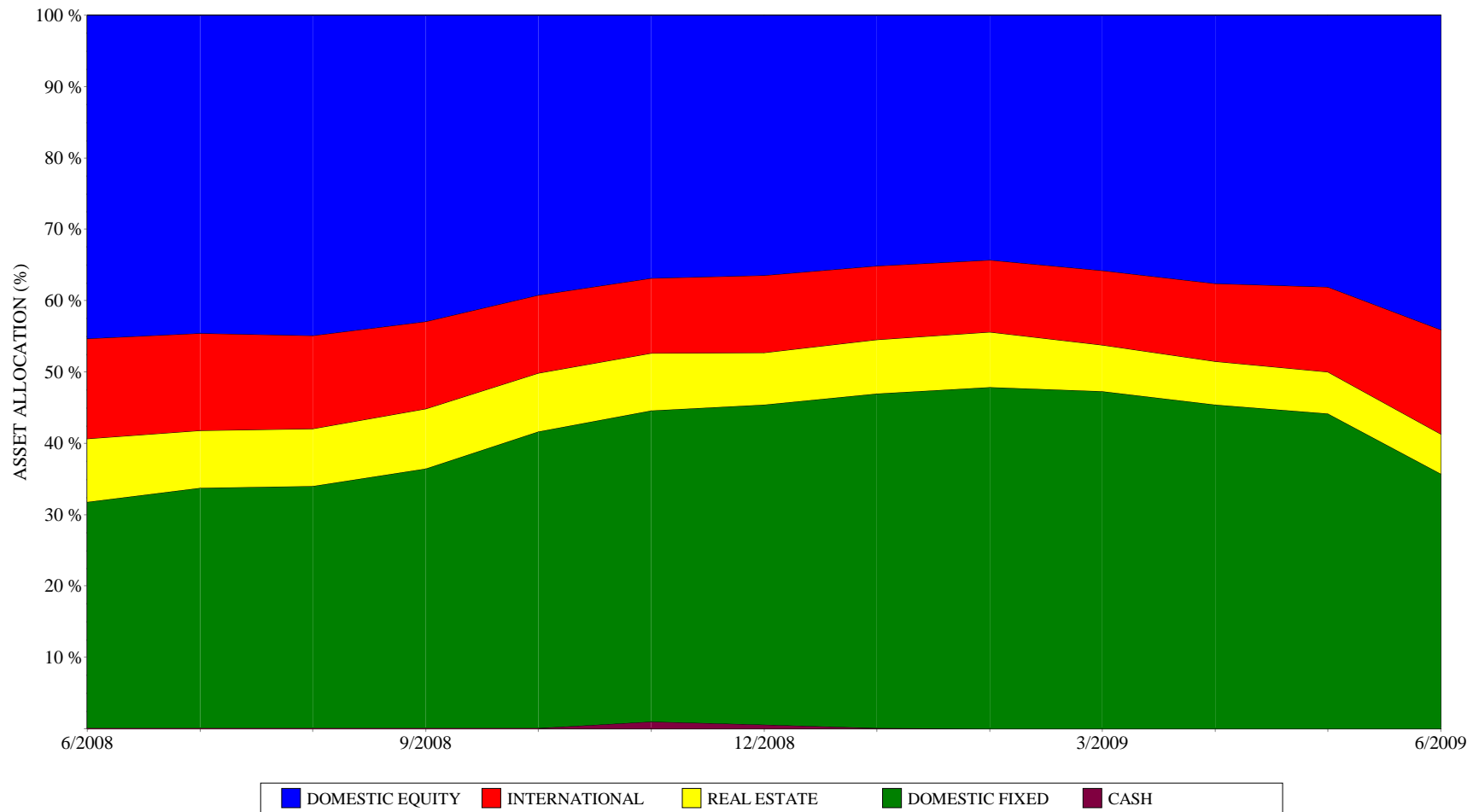
**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**ASSET ALLOCATION**

TOTAL MARKET VALUE  
AS OF JUNE 30, 2009  
\$ 58,820,315



|                                | VALUE      | PERCENT |
|--------------------------------|------------|---------|
| BNY FIXED INCOME               | 19,397,568 | 32.98   |
| BNY MID CAP                    | 8,820,404  | 15.00   |
| AMERICAN FUNDS - EUROPACIFIC   | 8,598,870  | 14.62   |
| BNY LC                         | 5,556,080  | 9.45    |
| AMERICAN FUND LARGE CAP GROWTH | 4,504,693  | 7.66    |
| WESTWOOD LCV                   | 4,290,876  | 7.29    |
| JPMORGAN REAL ESTATE           | 3,270,194  | 5.56    |
| BNY SM CAP INDEX               | 2,755,418  | 4.68    |
| VANGUARD TIPS                  | 1,626,015  | 2.76    |
| BNY CASH                       | 196        | 0.00    |
| SALEM CASH                     | 0          | 0.00    |

**AMALGAMATED TRANSIT UNION, LOCAL 1596 PENSION FUND**  
**ATU 1596**  
**ALLOCATION OF ASSETS**  
**JUNE 30, 2008 THROUGH JUNE 30, 2009**





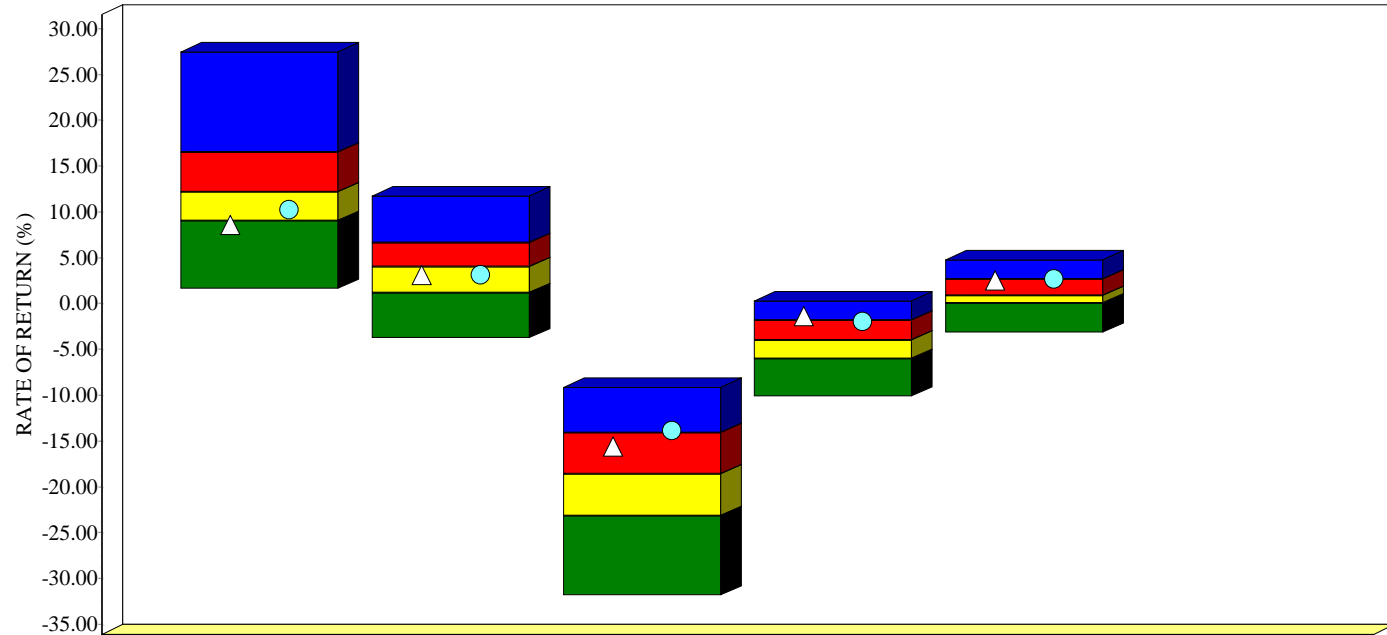
**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**June 30, 2009**  
**Gross of Fees**

| Name                           | Market Values     | QTR<br>ROR  | FYTD<br>ROR  | 1 Year<br>ROR | 2 Year<br>ROR | 3 Year<br>ROR | 5 Year<br>ROR |
|--------------------------------|-------------------|-------------|--------------|---------------|---------------|---------------|---------------|
| <u>Equity</u>                  |                   |             |              |               |               |               |               |
| <u>Large Cap Core</u>          |                   |             |              |               |               |               |               |
| American Fund Large Cap Growth | 4,504,693         | 17.0%       | -13.4%       | -26.2%        | -16.0%        | -5.9%         | 0.9%          |
| Westwood LCV                   | 4,290,876         | 12.5%       | -22.8%       | -29.0%        | N/A           | N/A           | N/A           |
| BNY LC                         | 5,556,080         | 16.0%       | -19.3%       | -26.0%        | N/A           | N/A           | N/A           |
| <u>Mid Cap Core</u>            |                   |             |              |               |               |               |               |
| BNY Mid Cap                    | 8,820,404         | 18.8%       | -19.1%       | -27.9%        | N/A           | N/A           | N/A           |
| <u>Small Cap Core</u>          |                   |             |              |               |               |               |               |
| BNY Sm Cap Index               | 2,755,418         | 20.4%       | N/A          | N/A           | N/A           | N/A           | N/A           |
| <u>International Equity</u>    |                   |             |              |               |               |               |               |
| American Funds - Europacific   | 8,598,870         | 22.7%       | -8.5%        | -24.9%        | -14.9%        | -2.6%         | 6.5%          |
| <u>Real Estate</u>             |                   |             |              |               |               |               |               |
| JPMorgan Real Estate           | 3,270,194         | -5.6%       | -24.9%       | -25.6%        | -9.6%         | -1.4%         | N/A           |
| <u>Fixed Income</u>            |                   |             |              |               |               |               |               |
| BNY Fixed Income               | 19,397,568        | 1.4%        | 5.2%         | 4.7%          | N/A           | N/A           | N/A           |
| <u>TIPS</u>                    |                   |             |              |               |               |               |               |
| Vanguard TIPS                  | 1,626,015         | 0.9%        | 2.1%         | N/A           | N/A           | N/A           | N/A           |
| <u>Cash</u>                    |                   |             |              |               |               |               |               |
| BNY Cash                       | 196               | 0.2%        | -0.1%        | 0.5%          | N/A           | N/A           | N/A           |
| <b>TOTAL: (1)</b>              | <b>58,820,315</b> | <b>8.6%</b> | <b>-8.8%</b> | <b>-15.6%</b> | <b>-10.3%</b> | <b>-1.4%</b>  | <b>2.5%</b>   |
| <i>Strategic Model</i>         |                   | 10.2%       | -9.2%        | -13.9%        | -10.0%        | -2.0%         | 2.7%          |
| <i>60/40 Benchmark</i>         |                   | 10.2%       | -9.2%        | -13.9%        | -9.7%         | -2.2%         | 0.9%          |
| <i>Russell 1000 Growth</i>     |                   | 16.3%       | -13.9%       | -24.5%        | -15.7%        | -5.5%         | -1.8%         |
| <i>Russell 1000 Value</i>      |                   | 16.7%       | -24.4%       | -29.0%        | -24.1%        | -11.1%        | -2.1%         |
| <i>Russell 1000 Index</i>      |                   | 16.5%       | -19.1%       | -26.7%        | -19.8%        | -8.2%         | -1.9%         |
| <i>S&amp;P 400 Mid Cap</i>     |                   | 18.7%       | -19.2%       | -28.0%        | -18.3%        | -7.5%         | 0.4%          |
| <i>MSCI Gross EAFE</i>         |                   | 25.8%       | -13.2%       | -31.0%        | -21.2%        | -7.5%         | 2.8%          |
| <i>NCREIF National</i>         |                   | -5.2%       | -19.4%       | -19.6%        | -6.3%         | 1.0%          | 7.6%          |
| <i>BC Aggregate</i>            |                   | 1.8%        | 6.6%         | 6.1%          | 6.6%          | 6.4%          | 5.0%          |
| <i>BC 1-10 Yr TIPS</i>         |                   | 0.6%        | 1.0%         | -1.9%         | 6.3%          | 5.6%          | 4.7%          |

1 Strategic Model (IPS): Since Feb'08 60% + S&P 500 + 40% Barclay's Aggregate; from Dec'01 35% R1000 + R2000 +15% MSCI EAFE + 10% NCREIF +30% ML Domestic Bond.

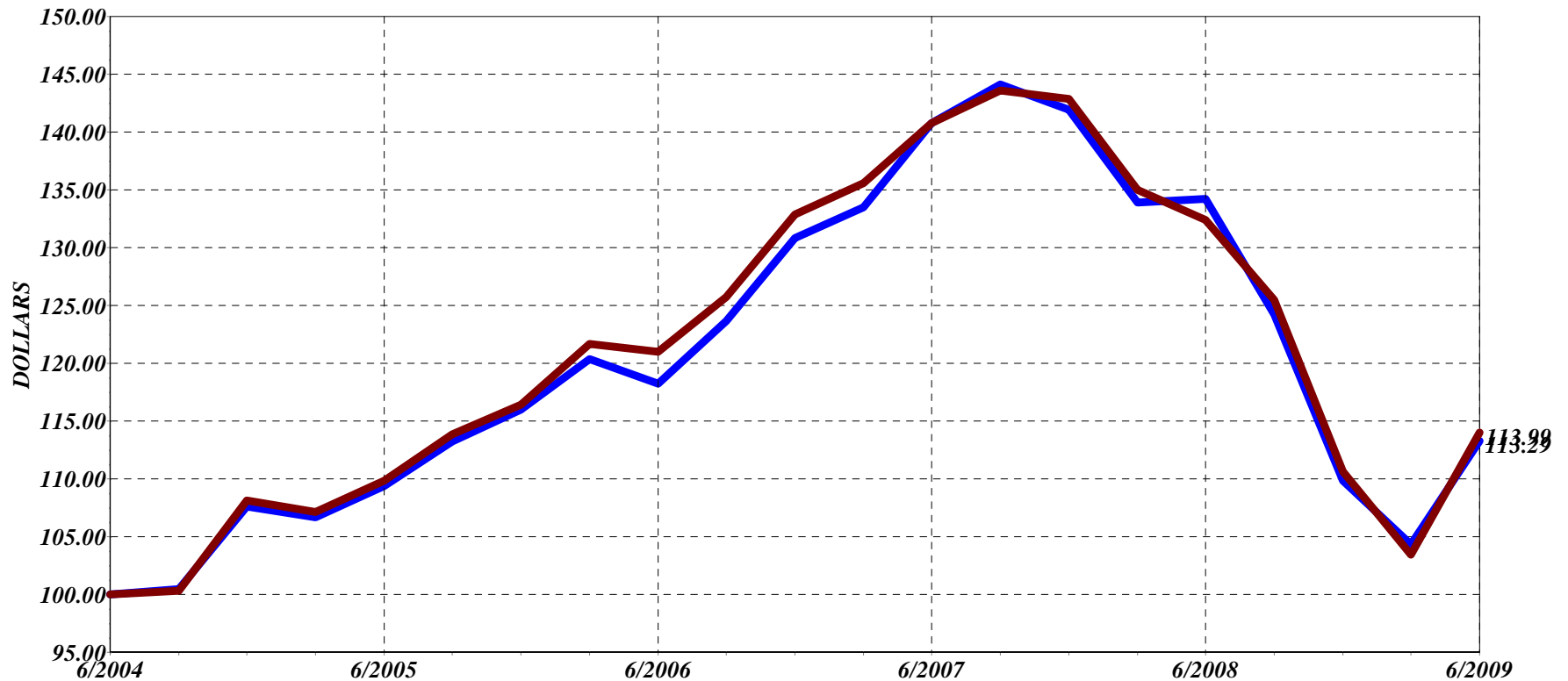


**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Total Fund Versus Balanced Aggressive**  
**June 30, 2004 Through June 30, 2009**



|                   | LATEST QUARTER |      | YEAR TO DATE |      | ONE YEAR |      | THREE YEARS |      | FIVE YEARS |      |
|-------------------|----------------|------|--------------|------|----------|------|-------------|------|------------|------|
| HIGHEST VALUE     | 27.46          |      | 11.68        |      | -9.17    |      | 0.27        |      | 4.76       |      |
| FIRST QUARTILE    | 16.49          |      | 6.64         |      | -14.15   |      | -1.87       |      | 2.65       |      |
| MEDIAN VALUE      | 12.15          |      | 3.97         |      | -18.64   |      | -3.99       |      | 0.86       |      |
| THIRD QUARTILE    | 8.99           |      | 1.13         |      | -23.16   |      | -6.07       |      | 0.00       |      |
| LOWEST VALUE      | 1.57           |      | -3.80        |      | -31.90   |      | -10.12      |      | -3.19      |      |
| MEAN              | 12.74          |      | 3.97         |      | -19.13   |      | -4.07       |      | 1.21       |      |
| MEMBERS           | 35             |      | 35           |      | 32       |      | 29          |      | 22         |      |
|                   | LATEST QUARTER |      | YEAR TO DATE |      | ONE YEAR |      | THREE YEARS |      | FIVE YEARS |      |
|                   | RETURN         | RANK | RETURN       | RANK | RETURN   | RANK | RETURN      | RANK | RETURN     | RANK |
| △ TF              | 8.57           | 80   | 3.11         | 62   | -15.60   | 28   | -1.42       | 13   | 2.53       | 31   |
| ● STRATEGIC MODEL | 10.18          | 71   | 3.06         | 65   | -13.90   | 18   | -1.97       | 27   | 2.65       | 22   |

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Growth of a Dollar Analysis**  
**June 30, 2004 Through June 30, 2009**



|                 | LATEST QUARTER | YEAR TO DATE | ONE YEAR | THREE YEARS | FIVE YEARS |
|-----------------|----------------|--------------|----------|-------------|------------|
| TOTAL FUND      | 8.57           | 3.11         | -15.60   | -1.42       | 2.53       |
| STRATEGIC MODEL | 10.18          | 3.06         | -13.90   | -1.97       | 2.65       |

# Amalgamated Transit Union, Local 1596 Pension Fund

## American Fund Large Cap Growth

### Performance Profile

#### Through June 30, 2009

|                  | ENDED   | RETURN |
|------------------|---------|--------|
| BEST QUARTER     | 6/2009  | 16.96  |
| WORST QUARTER    | 12/2008 | -22.97 |
| BEST 4 QUARTERS  | 6/2007  | 18.20  |
| WORST 4 QUARTERS | 6/2009  | -26.25 |

TOTAL # OF PERIODS: 60  
 # OF POSITIVE PERIODS: 35  
 # OF NEGATIVE PERIODS: 25

|                     | QUARTER<br>TO<br>DATE | FISCAL<br>YTD | ONE<br>YEAR | TWO<br>YEARS | THREE<br>YEARS | FIVE<br>YEARS |
|---------------------|-----------------------|---------------|-------------|--------------|----------------|---------------|
| TOTAL FUND          | 16.96                 | -13.35        | -26.25      | -16.05       | -5.91          | 0.95          |
| RUSSELL 1000 GROWTH | 16.32                 | -13.89        | -24.50      | -15.74       | -5.45          | -1.82         |
| EXCESS              | 0.63                  | 0.77          | -2.11       | -0.38        | -0.39          | 2.86          |
| RISKLESS INDEX      | 0.04                  | 0.15          | 0.51        | 1.65         | 2.75           | 2.97          |
| REAL ROR            | 15.37                 | -11.86        | -24.98      | -17.50       | -7.79          | -1.64         |

| PERIOD      | RETURN | UNIVERSE<br>RANKING | STD<br>DEV | SHARPE<br>RATIO | ALPHA | BETA | R-SQUARED | INFO<br>RATIO |
|-------------|--------|---------------------|------------|-----------------|-------|------|-----------|---------------|
| ONE YEAR    | -26.25 | 62                  | 27.97      | -0.96           | -1.64 | 1.02 | 98.47     | -0.60         |
| TWO YEARS   | -16.05 | 61                  | 22.04      | -0.80           | -0.44 | 0.99 | 97.79     | -0.12         |
| THREE YEARS | -5.91  | 58                  | 20.32      | -0.43           | -0.22 | 1.02 | 98.04     | -0.14         |
| FIVE YEARS  | 0.95   | 15                  | 17.05      | -0.12           | 2.94  | 1.02 | 96.55     | 0.92          |

*The risk benchmark for this analysis is the Russell 1000 Growth.*  
*The universe used was the Large Cap Growth*

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Westwood LCV**  
**Performance Profile**  
**Through June 30, 2009**

|                  | ENDED   | RETURN |
|------------------|---------|--------|
| BEST QUARTER     | 6/2009  | 12.53  |
| WORST QUARTER    | 12/2008 | -19.87 |
| BEST 4 QUARTERS  | 6/2009  | -29.05 |
| WORST 4 QUARTERS | 6/2009  | -29.05 |

TOTAL # OF PERIODS: 12  
# OF POSITIVE PERIODS: 6  
# OF NEGATIVE PERIODS: 6

|                    | QUARTER<br>TO<br>DATE | FISCAL<br>YTD | ONE<br>YEAR |
|--------------------|-----------------------|---------------|-------------|
| TOTAL FUND         | 12.53                 | -22.84        | -29.05      |
| RUSSELL 1000 VALUE | 16.70                 | -24.41        | -29.03      |
| EXCESS             | -4.05                 | 0.06          | -2.12       |
| RISKLESS INDEX     | 0.04                  | 0.15          | 0.51        |
| REAL ROR           | 11.00                 | -21.60        | -27.91      |

| PERIOD   | RETURN | UNIVERSE<br>RANKING | STD<br>DEV | SHARPE<br>RATIO | ALPHA | BETA | R-SQUARED | INFO<br>RATIO |
|----------|--------|---------------------|------------|-----------------|-------|------|-----------|---------------|
| ONE YEAR | -29.05 | 78                  | 22.97      | -1.29           | -8.77 | 0.77 | 97.55     | -0.27         |

*The risk benchmark for this analysis is the Russell 1000 Value.  
The universe used was the Large Cap Value*

# Amalgamated Transit Union, Local 1596 Pension Fund

## American Funds - Europacific

### Performance Profile

### Through June 30, 2009

|                  | ENDED   | RETURN |
|------------------|---------|--------|
| BEST QUARTER     | 6/2009  | 22.68  |
| WORST QUARTER    | 12/2008 | -19.15 |
| BEST 4 QUARTERS  | 6/2006  | 29.00  |
| WORST 4 QUARTERS | 6/2009  | -24.87 |

TOTAL # OF PERIODS: 60  
 # OF POSITIVE PERIODS: 42  
 # OF NEGATIVE PERIODS: 18

|                 | QUARTER<br>TO<br>DATE | FISCAL<br>YTD | ONE<br>YEAR | TWO<br>YEARS | THREE<br>YEARS | FIVE<br>YEARS |
|-----------------|-----------------------|---------------|-------------|--------------|----------------|---------------|
| TOTAL FUND      | 22.68                 | -8.50         | -24.87      | -14.91       | -2.57          | 6.55          |
| MSCI GROSS EAFE | 25.85                 | -13.16        | -30.96      | -21.24       | -7.51          | 2.79          |
| EXCESS          | -2.73                 | 4.72          | 7.59        | 7.32         | 4.46           | 3.11          |
| RISKLESS INDEX  | 0.04                  | 0.15          | 0.51        | 1.65         | 2.75           | 2.97          |
| REAL ROR        | 21.01                 | -6.98         | -23.61      | -16.40       | -4.53          | 3.81          |

| PERIOD      | RETURN | UNIVERSE<br>RANKING | STD<br>DEV | SHARPE<br>RATIO | ALPHA | BETA | R-SQUARED | INFO<br>RATIO |
|-------------|--------|---------------------|------------|-----------------|-------|------|-----------|---------------|
| ONE YEAR    | -24.87 | 12                  | 32.42      | -0.78           | 5.29  | 0.93 | 96.82     | 1.20          |
| TWO YEARS   | -14.91 | 5                   | 25.50      | -0.65           | 5.74  | 0.93 | 96.57     | 1.45          |
| THREE YEARS | -2.57  | 9                   | 22.69      | -0.23           | 3.62  | 0.88 | 97.20     | 0.92          |
| FIVE YEARS  | 6.55   | 10                  | 19.54      | 0.18            | 3.43  | 0.88 | 96.66     | 0.71          |

The risk benchmark for this analysis is the MSCI Gross EAFE.  
 The universe used was the EAFE



# Amalgamated Transit Union, Local 1596 Pension Fund

## JPMorgan Real Estate

### Performance Profile

#### Through June 30, 2009

|                  | ENDED  | RETURN |
|------------------|--------|--------|
| BEST QUARTER     | 6/2007 | 4.69   |
| WORST QUARTER    | 3/2009 | -13.20 |
| BEST 4 QUARTERS  | 6/2007 | 17.43  |
| WORST 4 QUARTERS | 6/2009 | -25.62 |

TOTAL # OF PERIODS: 36  
 # OF POSITIVE PERIODS: 28  
 # OF NEGATIVE PERIODS: 8

|                 | QUARTER<br>TO<br>DATE | FISCAL<br>YTD | ONE<br>YEAR | TWO<br>YEARS | THREE<br>YEARS |
|-----------------|-----------------------|---------------|-------------|--------------|----------------|
| TOTAL FUND      | -5.56                 | -24.93        | -25.62      | -9.61        | -1.37          |
| NCREIF NATIONAL | -5.20                 | -19.43        | -19.57      | -6.28        | 0.98           |
| EXCESS          | -0.44                 | -6.71         | -7.41       | -3.54        | -2.15          |
| RISKLESS INDEX  | 0.04                  | 0.15          | 0.51        | 1.65         | 2.75           |
| REAL ROR        | -6.92                 | -23.87        | -24.57      | -11.26       | -3.41          |

| PERIOD      | RETURN | UNIVERSE<br>RANKING | STD<br>DEV | SHARPE<br>RATIO | ALPHA | BETA | R-SQUARED | INFO<br>RATIO |
|-------------|--------|---------------------|------------|-----------------|-------|------|-----------|---------------|
| ONE YEAR    | -25.62 |                     | 11.90      | -2.19           | -8.29 | 0.96 | 73.77     | -1.22         |
| TWO YEARS   | -9.61  |                     | 10.20      | -1.10           | -3.73 | 0.97 | 76.29     | -0.73         |
| THREE YEARS | -1.37  |                     | 11.18      | -0.37           | -1.80 | 1.23 | 92.88     | -0.64         |

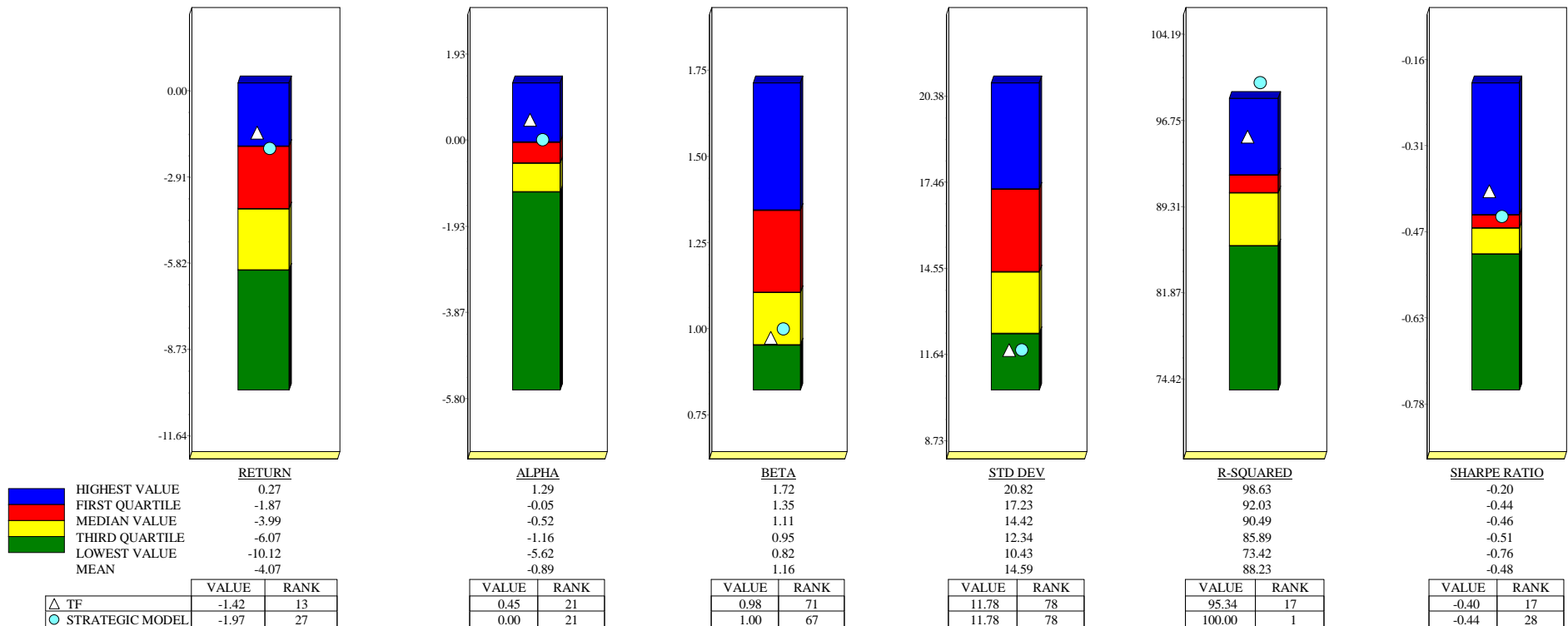
*The risk benchmark for this analysis is the NCREIF National.*  
*The universe used was the Default Universe*

# Amalgamated Transit Union, Local 1596 Pension Fund

## Total Fund

### Total Fund Within Balanced Aggressive

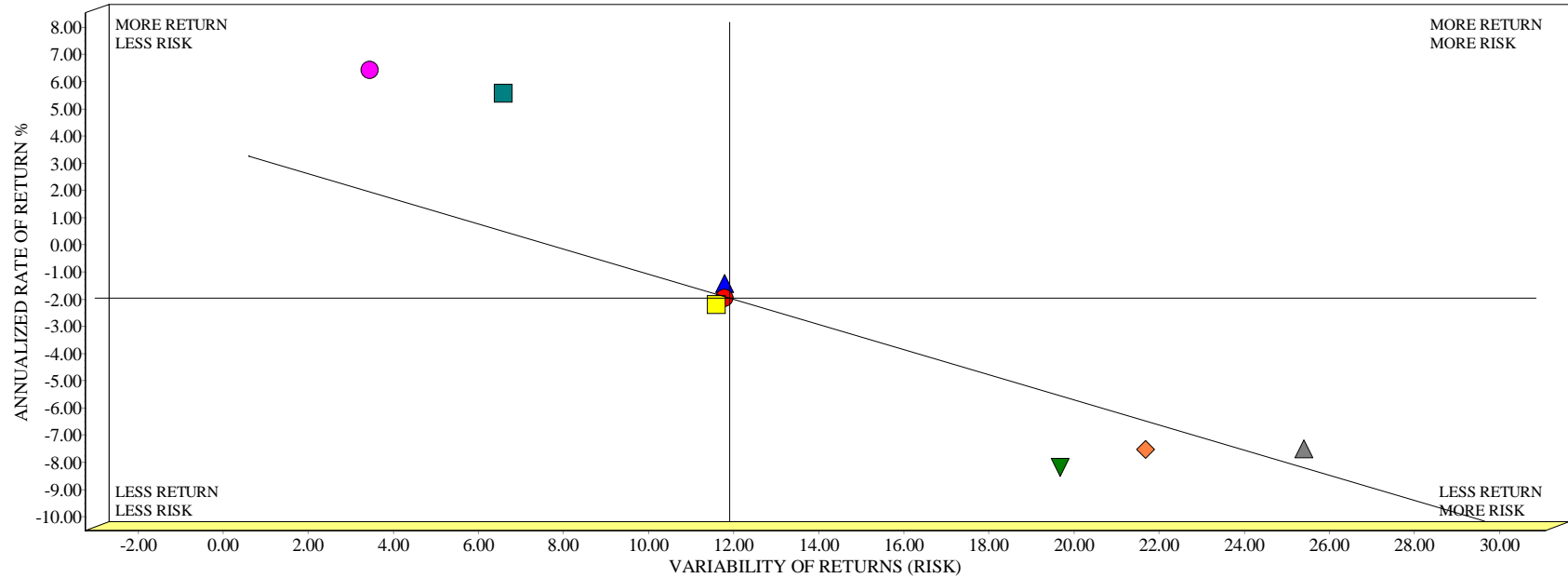
#### June 30, 2006 Through June 30, 2009



The risk benchmark for this analysis is the Strategic Model.

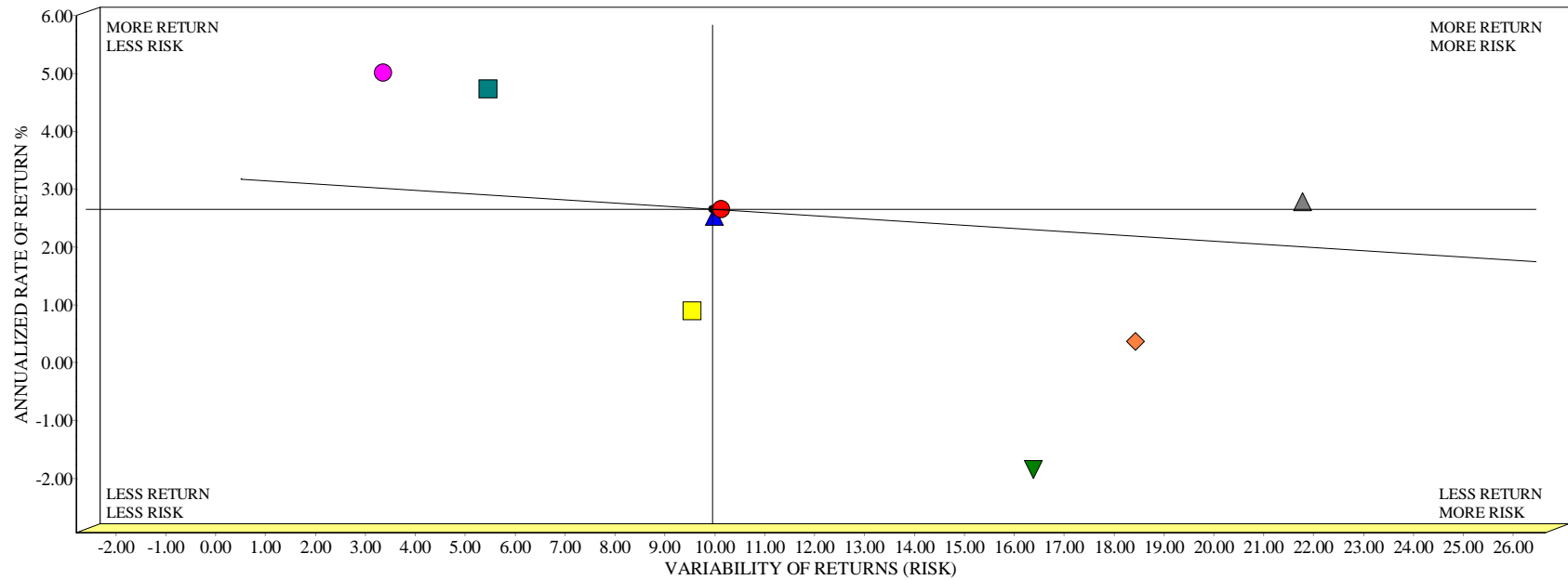


**AMALGAMATED TRANSIT UNION, LOCAL 1596 PENSION FUND**  
**TOTAL FUND**  
**CAPITAL MARKET LINE**  
**JUNE 30, 2006 THROUGH JUNE 30, 2009**



|                       | RETURN | STD DEV | BETA | ALPHA | R-SQUARED |
|-----------------------|--------|---------|------|-------|-----------|
| ▲ TOTAL FUND          | -1.42  | 11.78   | 0.98 | 0.45  | 95.34     |
| ● STRATEGIC MODEL     | -1.97  | 11.90   | 1.00 | 0.00  | 100.00    |
| ■ 60% S&P500/40% LBAG | -2.20  | 11.81   | 1.00 | 0.00  | 100.00    |
| ▼ RUSSELL 1000 INDEX  | -8.20  | 19.09   | 1.00 | 0.00  | 100.00    |
| ◆ S&P 400 MID CAP     | -7.54  | 22.24   | 1.00 | 0.00  | 100.00    |
| ▲ MSCI GROSS EAFE     | -7.51  | 22.95   | 1.00 | 0.00  | 100.00    |
| ● BC AGGREGATE        | 6.43   | 3.98    | 1.00 | 0.00  | 100.00    |
| ■ BC 1-10 YR TIPS     | 5.58   | 7.37    | 1.00 | 0.00  | 100.00    |

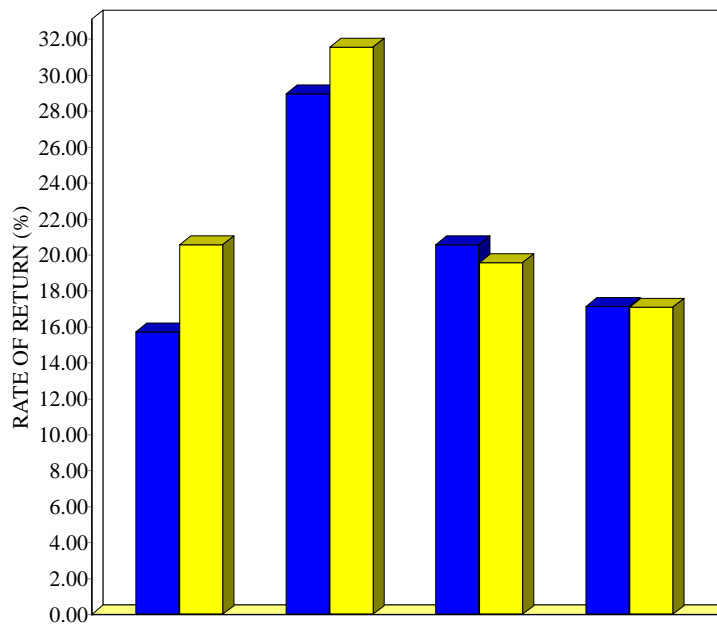
**AMALGAMATED TRANSIT UNION, LOCAL 1596 PENSION FUND**  
**TOTAL FUND**  
**CAPITAL MARKET LINE**  
**JUNE 30, 2004 THROUGH JUNE 30, 2009**



|                       | RETURN | STD DEV | BETA | ALPHA | R-SQUARED |
|-----------------------|--------|---------|------|-------|-----------|
| ▲ TOTAL FUND          | 2.53   | 9.99    | 0.96 | -0.14 | 95.67     |
| ● STRATEGIC MODEL     | 2.65   | 9.96    | 1.00 | 0.00  | 100.00    |
| ■ 60% S&P500/40% LBAG | 0.89   | 9.61    | 1.00 | 0.00  | 100.00    |
| ▼ RUSSELL 1000 INDEX  | -1.85  | 15.73   | 1.00 | 0.00  | 100.00    |
| ◆ S&P 400 MID CAP     | 0.36   | 18.83   | 1.00 | 0.00  | 100.00    |
| ▲ MSCI GROSS EAFE     | 2.79   | 19.33   | 1.00 | 0.00  | 100.00    |
| ● BC AGGREGATE        | 5.02   | 3.60    | 1.00 | 0.00  | 100.00    |
| ■ BC 1-10 YR TIPS     | 4.74   | 6.02    | 1.00 | 0.00  | 100.00    |

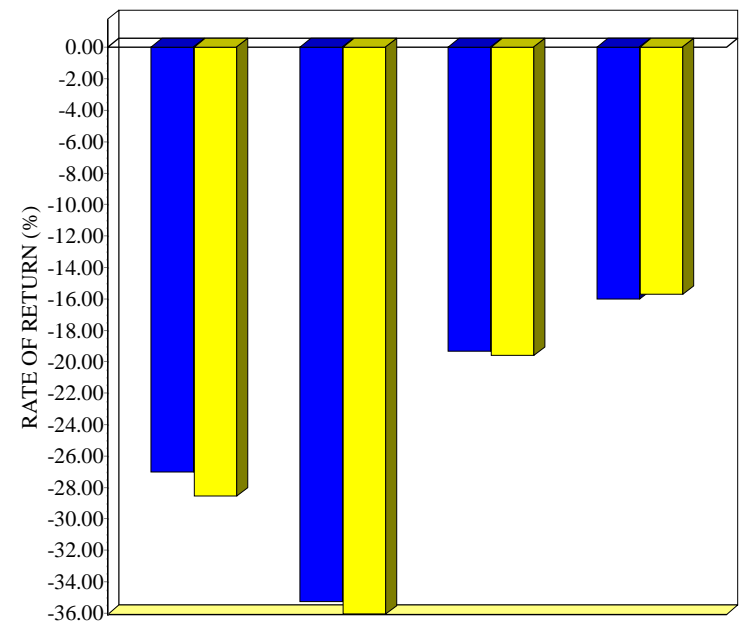
**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Performance in Rising and Declining Markets**  
**As Compared to the Benchmark**  
**June 30, 2004 Through June 30, 2009**

UP MARKET PERFORMANCE



|                 | ONE YEAR | TWO YEARS | THREE YEARS | FIVE YEARS |
|-----------------|----------|-----------|-------------|------------|
| TOTAL FUND      | 15.74    | 28.96     | 20.55       | 17.13      |
| STRATEGIC MODEL | 20.55    | 31.55     | 19.60       | 17.12      |
| DIFFERENCE      | -4.81    | -2.58     | 0.96        | 0.02       |
| RATIO           | 0.77     | 0.92      | 1.05        | 1.00       |
| UP PERIODS      | 6        | 11        | 6           | 12         |

DOWN MARKET PERFORMANCE



|                 | ONE YEAR | TWO YEARS | THREE YEARS | FIVE YEARS |
|-----------------|----------|-----------|-------------|------------|
| TOTAL FUND      | -27.07   | -35.30    | -19.38      | -16.04     |
| STRATEGIC MODEL | -28.58   | -36.10    | -19.64      | -15.76     |
| DIFFERENCE      | 1.50     | 0.80      | 0.26        | -0.28      |
| RATIO           | 0.95     | 0.98      | 0.99        | 1.02       |
| DOWN PERIODS    | 6        | 13        | 6           | 8          |

## **Amalgamated Transit Union, Local 1596 Pension Fund**

### **Glossary of Terms**

- ACCRUED INTEREST- Bond interest earned since the last interest payment, but not yet received.
- ALPHA- A linear regressive constant that measures the manager's expected return independent of Beta.
- ASSET ALLOCATION- The optimal division of portfolio asset classes in order to achieve an expected investment objective.
- BETA- A measure of portfolio sensitivity (volatility) in relation to the market, based upon past experience.
- BOND DURATION- A measure of portfolio sensitivity to interest rate risk.
- COMMINGLED FUND- An investment fund, offered by a bank or insurance company, which is similar to a mutual fund in that investors are permitted to purchase and redeem units that represent ownership in a pool of securities.
- CORE- A type of investment strategy that has approximately an equal weighting in both growth and value stocks in order to achieve a return that is comparable to the broad market performance (i.e., the S&P 500).
- CORRELATION COEFFICIENT- A statistical measure of how two assets move together. The measure is bounded by +1 and -1; +1 means that the two assets move together positively, while a measure of -1 means that the assets are perfectly negatively correlated.
- INDEXES- Indexes are used as "independent representations of markets" (e.g., S&P 500 and LBGC).
- INFORMATION RATIO- Annualized excess return above the benchmark relative to the annualized tracking error.
- GROWTH MANAGER- A growth manager generally invests in companies that have either experienced above-average growth rates and/or are expected to experience above-average growth rates in the future. Growth portfolios tend to have high price/earnings ratios and generally pay little to no dividends.
- LARGE CAP- Generally, the term refers to a company that has a market capitalization that exceeds \$5 billion.
- MANAGER UNIVERSE- A collection of quarterly investment returns from various investment management firms that may be subdivided by style (e.g. growth, value, core).
- MID CAP- Generally, the term refers to a company that has a market capitalization between \$1 and \$5 billion.

## **Amalgamated Transit Union, Local 1596 Pension Fund**

### **Glossary of Terms**

-PSN BALANCED AGGRESSIVE UNIVERSE - Includes all domestic balanced products whose equity allocation objective is greater than or equal to 65%.

-PSN BALANCED MODERATE UNIVERSE - Includes all domestic balanced products whose equity allocation objective is between 55% and 64%.

-PSN BALANCED CONSERVATIVE UNIVERSE - Includes all domestic balanced products whose equity allocation objective is equal or less than 54%.

-RATE OF RETURN- The percentage change in the value of an investment in a portfolio over a specified time period.

-RISK MEASURES- Measures of the investment risk level, including beta, credit, duration, standard deviation, and others that are based on current and historical data.

-R-SQUARED- Measures how closely portfolio returns and those of the market are correlated, or how much variation in the portfolio returns may be explained by the market. An R2 of 40 means that 40% of the variation in a fund's price changes could be attributed to changes in the market index over the time period.

-SHARPE RATIO- The ratio of the rate of return earned above the risk-free rate to the standard deviation of the portfolio. It measures the number of units of return per unit of risk.

-STANDARD DEVIATION- Measure of the variability (dispersion) of historical returns around the mean. It measures how much exposure to volatility was experienced by the implementation of an investment strategy.

-SYSTEMATIC RISK- Measured by beta, it is the risk that cannot be diversified away (market risk).

-TRACKING ERROR- A measure of how closely a manager's performance tracks an index; it is the annualized standard deviation of the differences between the quarterly returns for the manager and the benchmark.

-TREYNOR RATIO- A measure of reward per unit of risk. (excess return divided by beta)

-UP-MARKET CAPTURE RATIO- Ratio that illustrates how a manager performed relative to the market during rising market periods; the higher the ratio, the better the manager performed (i.e., a ratio of 110 implies the manager performed 10% better than the market).

## **Amalgamated Transit Union, Local 1596 Pension Fund**

### **Glossary of Terms**

Advisory services are offered through or by Burgess Chambers and Associates, Inc., a registered SEC investment advisor.

#### Performance Reporting:

- 1.Changes in portfolio valuations due to capital gains or losses, dividends, interest or other income are included in the calculation of returns. All calculations are made in accordance with generally accepted industry standards.
- 2.Transaction costs, such as commissions, are included in the purchase cost or deducted from the proceeds or sale of a security. Differences in transaction costs may affect comparisons.
- 3.Individual client returns may vary due to a variety of factors, including differences in investment objectives and timing of investment decisions.
- 4.BCA does not have discretion or decision making authority over any investments. All decisions regarding investment manager selection and retention, asset allocation, and other investment policies were made by the client. While BCA provides recommendations and choices regarding suitable investments, not all clients take these recommendations or select from the choices offered.
- 5.Portfolio returns are generally shown before the deduction of investment advisory fees.
- 6.Performance reports are generated from information supplied by the client, custodian, and/or investment managers. BCA relies upon the accuracy of this data when preparing reports.
- 7.The market indexes do not include transaction costs, and an investment in a product similar to the index would have lower performance dependent upon costs, fees, dividend reinvestments, and timing. Benchmarks and indexes are for comparison purposes only, and there is no assurance or guarantee that such performance will be achieved.
- 8.Performance information prepared by third party sources may differ from that shown by BCA. These differences may be due to different methods of analysis, different time periods being evaluated, different pricing sources for securities, treatment of accrued income, treatment of cash, and different accounting procedures.
- 9.Certain valuations, such as alternative assets, ETF, and mutual funds, are prepared based on information from third party sources, the accuracy of such information cannot be guaranteed by BCA. Such data may include estimates and maybe be subject to revision.
- 10.BCA has not reviewed the risks of individual security holdings.

The firm's ADV, Part II, is available upon request.