

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

**INVESTMENT PERFORMANCE  
PERIOD ENDING  
DECEMBER 31, 2009**

NOTE: For a free copy of Part II (mailed w/ 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, info@burgesschambers.com



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

## **BCA Market Perspective ©**

**January 2010**

### **A Slow Recovery**

**Burgess B. Chambers**

Last year's impressive stock market recovery signaled economic growth in the U.S. for 2010. Unfortunately, most of the current economic policies have so far had little impact on boosting economic activity. It was only a year ago that experts were discussing how far down the economy would contract. But today's debate centers around how much growth we will see in 2010. Sentiment has clearly improved. The stock market represents investor knowledge and expectations. The information pipeline is nearly infinite and operates today with a speed never seen in history.

Most past recessions were brought on by Federal Reserve money tightening and tax policy. The economy would respond favorably to any policy shift towards increased credit, reduced short-term interest rates or tax-based subsidies. Today's recovery will be different, since the root cause of the recession was excessive private debt. What is now clear is that businesses and households are shedding debt, while the U.S. Government issues it. This "crowding out" of capital will restrain the economic growth rate. The national debt ceiling was recently raised another \$2 trillion to \$14 trillion. Fiscal tax policy is needed to counterbalance the lack of private capital formation. Current conditions shine light on a slow recovery.

China is the largest foreign holder of U.S. Government debt and will soon replace Japan as the second largest economy. With the growing imbalance of trade and investment, the U.S. has become China's largest export partner. With the exception of aircraft and agriculture, U.S. prosperity suffers from this trend. Accordingly, tax based investment incentives are needed to counter this economic head wind. Tax policy must reach back to the 1970's and offer accelerated depreciation and credits to a wide range of businesses to stimulate investment and economic activity.

#### **Positive Factors:**

- Anticipated business tax credits will further investment
- Stricter environmental regulations will stimulate investment in plant and equipment
- Investment into energy saving technologies is considered part of national security
- Low dollar stimulates exports and foreign investment in the U.S.
- Anticipated business tax credits will further durable goods purchases
- Lending will improve as bank capital begins to rise
- Inflation is subdued
- Adjustable mortgage rates will remain low
- Low bond yields make equities more attractive

#### **Negative Factors:**

- Continued high unemployment
- Reduced consumer spending
- Tight credit
- Rising healthcare costs
- Rising Federal debt
- High foreclosure rate
- Foreign competition
- Declining education

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Investment Summary**  
**December 31, 2009**

- ❑ For the quarter ending 12/31, the Fund earned +3.2% net (or \$2.1 million) vs. the strategic model gain of +3.7%. The modest difference was due to Westwood's under-performance.
- ❑ For the one year period, the total Fund earned +18.0% net (or \$10.5 million), versus +18.4% for the strategic model. The best performing asset categories were Euro-Pacific International (+40.7%), BNY Mid Cap Stock Fund (+37.5%), American Fund LC Growth (+35.8%) and BNY Stock Index Fund (+26.6%). The management and custody fees were 0.40%.
- ❑ Westwood's results were ahead of the benchmark for the quarter (+5.6% vs. +4.2%), but the one-year return was behind the benchmark (+14.2% vs. +19.7%). This under-performance is consistent with the firm's avoidance of low quality names during periods (like 2009) of economic stress. As the market rotates back into higher quality names (which may have begun in November), BCA expects Westwood to out-perform.
- ❑ The Euro-Pacific international equity portfolio was ahead for the quarter (+3.8% vs. +2.2%) and beat the benchmark by a large margin for the year (+40.7% vs. +32.5%). Emerging market exposure was a major factor in the out-performance.
- ❑ The JP Morgan Real Estate Fund was in line for the quarter (-2.5% vs. -2.1%). For the one year period, the fund under-performed the benchmark (-25.7% vs. -16.9%). This asset class, which represented 3.8% of the total Fund on 12/31, is expected to be under pressure during the next three quarters as the commercial real estate valuations consolidate. This product represented 3.8% of the Fund.
- ❑ The Large Cap Core Stock Index fund was in line for the quarter (+6.0% vs. +6.1%) and trailed the R1000 benchmark for the one-year (+26.6% vs. +28.4%), since this product is designed to replicate the S&P 500 index. Over the long-term the S&P 500 and Russell 1000 indexes have experienced similar returns and volatility. When the R1000 index product is available at BNY, it would make sense to make the shift.

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Investment Summary (continued)**  
**December 31, 2009**

- ❑ The Mid Cap portfolio was in line with the benchmark for the quarter (+5.5% vs. +5.6%) and for the one-year (+37.5% vs. +37.4%).
- ❑ The Small Cap Core index portfolio was in line for the quarter (+3.6% vs. +3.9%).
- ❑ Fixed-income and TIPS earned +5.6% and +11.6%, respectively, for the year and were in line with the benchmarks.
- ❑ For the three-year period the Fund out-performed the strategic model and ranked in the top 29th percentile. For the five-year period the Fund ranked in the top 30th percentile.
- ❑ American funds offer a lower cost R6 share class for both the large-cap growth and international products. BCA recommends the Board approve moving into the R6 share class, which would reduce the annual expense ratio by 5 basis points. By a letter of direction, these exchanges may be made at no cost or market impact to the Fund.

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Investment Performance**  
**December 31, 2009**

**Dollars**

	<u><b>Quarter</b></u>	<u><b>One Year</b></u>
<b>Beginning Market Value</b>	<b>66,885,282</b>	<b>56,216,263</b>
<b>Ending Market Value</b>	<b>70,065,889</b>	<b>70,065,889</b>
<b>Net Contributions (+/-)</b>	<b>+1,053,551</b>	<b>+3,384,331</b>
<b>Investment Gain (+/-)</b>	<b>+2,127,055</b>	<b>+10,465,295</b>
<b>Investment Return, net</b>	<b>+3.2%</b>	<b>+18.0%</b>
<b>Strategic Benchmark</b>	<b>+3.7%</b>	<b>+18.4%</b>
<b>Added Value (pts.)</b>	<b>-0.5</b>	<b>-0.4</b>

Fiscal year: October 1 - September 30

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Compliance Checklist**  
**December 31, 2009**

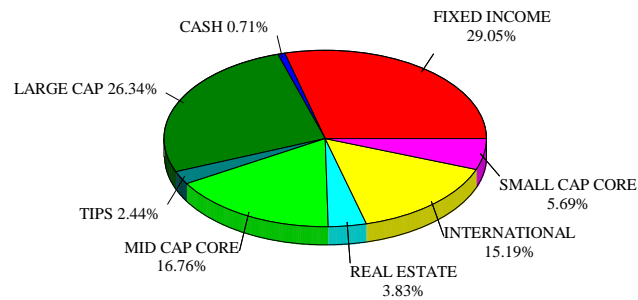
	<b><u>Yes</u></b>	<b><u>No</u></b>
The total Fund performance achieved the 60/40 benchmark for the three-year period.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The total Fund performance achieved the 60/40 benchmark for the five-year period.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The total Fund performance ranked in the top 40th percentile in a balanced moderate universe for the three-year period.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The total Fund performance ranked in the top 40th percentile in a balanced moderate universe for the five-year period.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The total Fund annualized five-year performance achieved the 7.5% actuarial assumption rate.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Westwood Large Cap Value equity three-year performance achieved the benchmark.	N/A	N/A
Westwood Large Cap Value equity five-year performance achieved the benchmark.	N/A	N/A
Westwood Large Cap Value equity three-year performance ranked in the top 40th percentile.	N/A	N/A
Westwood Large Cap Value equity five-year performance ranked in the top 40th percentile.	N/A	N/A
American Fund Large Cap Growth equity three-year performance achieved the benchmark (61st vs. 40th).	<input type="checkbox"/>	<input checked="" type="checkbox"/>
American Fund Large Cap Growth equity five-year performance achieved the benchmark (23rd vs. 40th).	<input checked="" type="checkbox"/>	<input type="checkbox"/>
American Fund Large Cap Growth equity three-year performance ranked in the top 40th percentile.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
American Fund Large Cap Growth equity five-year performance ranked in the top 40th percentile.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
BNY Large Cap Core equity three-year performance ranked in the top 40th percentile.	N/A	N/A
BNY Large Cap Core equity five-year performance ranked in the top 40th percentile.	N/A	N/A
BNY Mid Cap equity three-year performance ranked in the top 40th percentile.	N/A	N/A
BNY Mid Cap equity five-year performance ranked in the top 40th percentile.	N/A	N/A
BNY Small Cap equity three-year performance ranked in the top 40th percentile.	N/A	N/A
BNY Small Cap equity five-year performance ranked in the top 40th percentile.	N/A	N/A

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Compliance Checklist (continued)**  
**December 31, 2009**

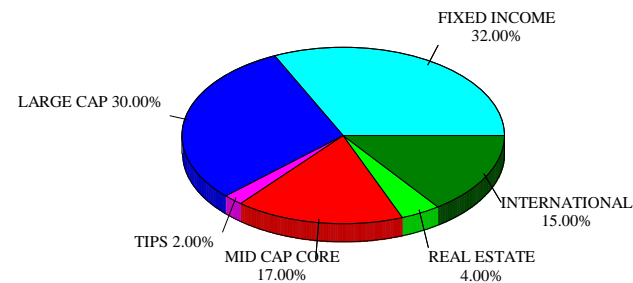
	<b><u>Yes</u></b>	<b><u>No</u></b>
EuroPacific International Equity three-year performance achieved the benchmark.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
EuroPacific International Equity five-year performance achieved the benchmark.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
EuroPacific International Equity three-year performance ranked in the top 40th percentile.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
EuroPacific International Equity five-year performance ranked in the top 40th percentile.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
JPMorgan Real Estate fund performance ranked in the top 40th percentile for the three-year period	<input checked="" type="checkbox"/>	<input type="checkbox"/>
JPMorgan Real Estate fund performance ranked in the top 40th percentile for the five-year period	N/A	N/A
BNY Bond Index fund performance ranked in the top 40th percentile for the three-year period.	N/A	N/A
BNY Bond Index fund performance ranked in the top 40th percentile for the five-year period.	N/A	N/A
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"/>
International investments are within the limitations based on the total portfolio.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Investments in equity securities are within the 70% limitation.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
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"/>

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Actual vs. Target Asset Allocation**  
**December 31, 2009**

**ACTUAL ASSET ALLOCATION**



**TARGET ASSET ALLOCATION**



	MARKET VALUE ACTUAL	PERCENT ACTUAL	MARKET VALUE TARGET	PERCENT TARGET	MARKET VALUE DIFFERENCE	PERCENT DIFFERENCE
LARGE CAP	18,455,366.9	26.3%	21,019,766.6	30.0%	(2,564,399.7)	(3.7%)
MID CAP CORE	11,740,401.5	16.8%	11,911,201.1	17.0%	(170,799.5)	(0.2%)
SMALL CAP CORE	3,984,012.0	5.7%	0.0	0.0%	3,984,012.0	5.7%
INTERNATIONAL	10,640,389.7	15.2%	10,509,883.3	15.0%	130,506.4	0.2%
REAL ESTATE	2,685,347.2	3.8%	2,802,635.5	4.0%	(117,288.4)	(0.2%)
FIXED INCOME	20,351,529.1	29.0%	22,421,084.3	32.0%	(2,069,555.3)	(3.0%)
TIPS	1,708,225.2	2.4%	1,401,317.8	2.0%	306,907.4	0.4%
CASH	500,617.1	0.7%	0.0	0.0%	500,617.1	0.7%
<b>TOTAL FUND</b>	<b>\$70,065,888.6</b>	<b>100.0%</b>	<b>\$70,065,888.6</b>	<b>100.0%</b>	<b>\$0.0</b>	<b>0.0%</b>

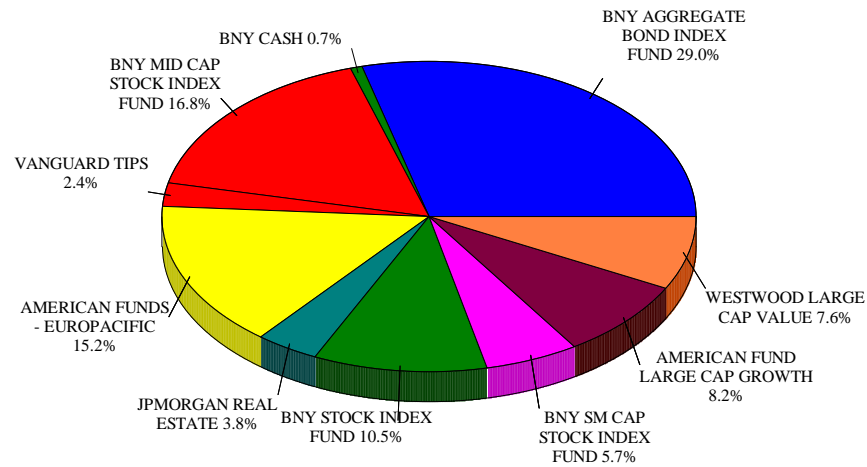


# Amalgamated Transit Union, Local 1596 Pension Fund

## Total Fund

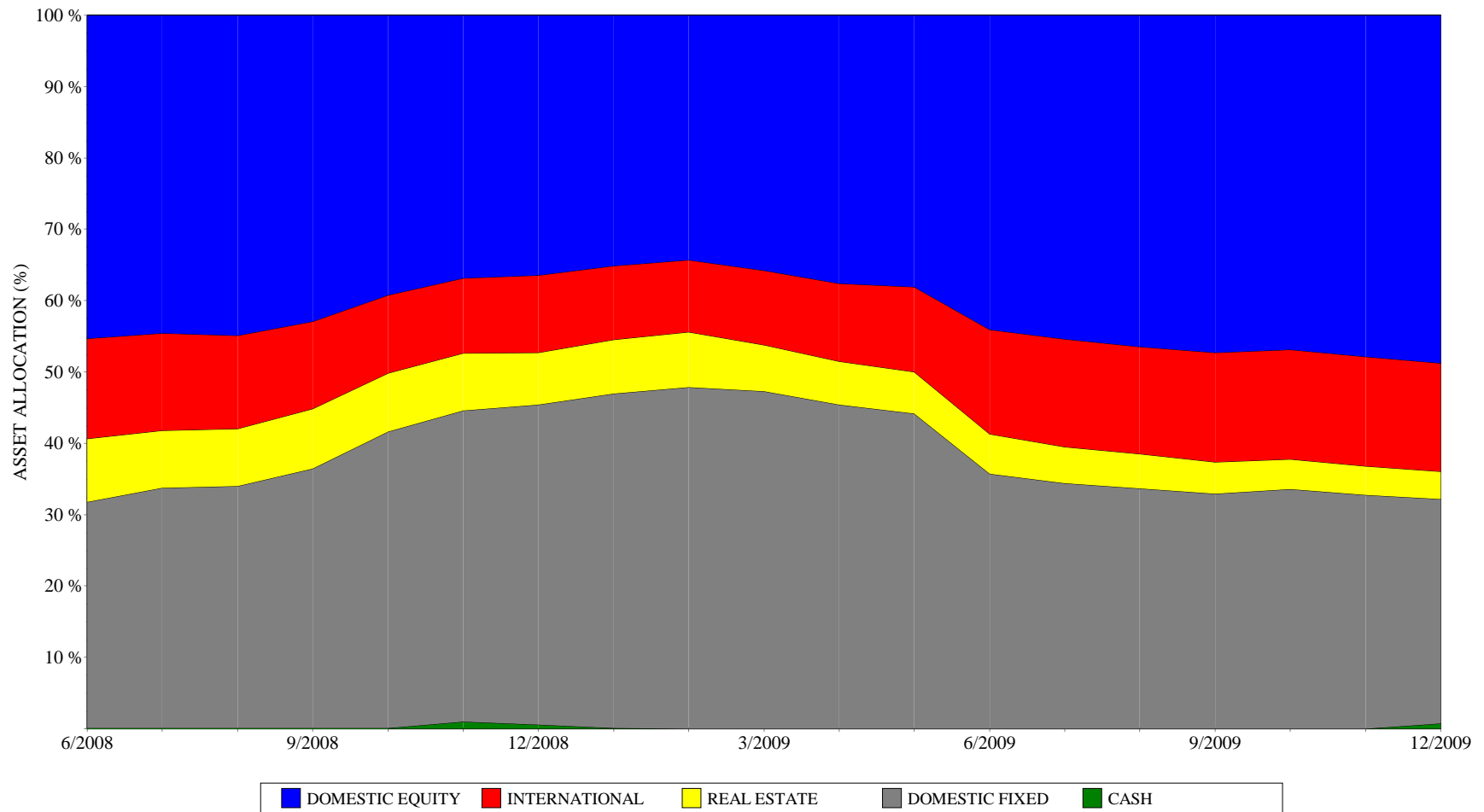
### Asset Allocation

TOTAL MARKET VALUE  
AS OF DECEMBER 31, 2009  
\$ 70,065,889



	VALUE	PERCENT
BNY AGGREGATE BOND INDEX FUND	20,351,529	29.05
BNY MID CAP STOCK INDEX FUND	11,740,402	16.76
AMERICAN FUNDS - EUROPACIFIC	10,640,390	15.19
BNY STOCK INDEX FUND	7,371,771	10.52
AMERICAN FUND LARGE CAP GROWTH	5,723,960	8.17
WESTWOOD LARGE CAP VALUE	5,359,636	7.65
BNY SM CAP STOCK INDEX FUND	3,984,012	5.69
JPMORGAN REAL ESTATE	2,685,347	3.83
VANGUARD TIPS	1,708,225	2.44
BNY CASH	500,617	0.70

**Amalgamated Transit Union, Local 1596 Pension Fund  
Total Fund  
Allocation Of Assets  
June 30, 2008 Through December 31, 2009**



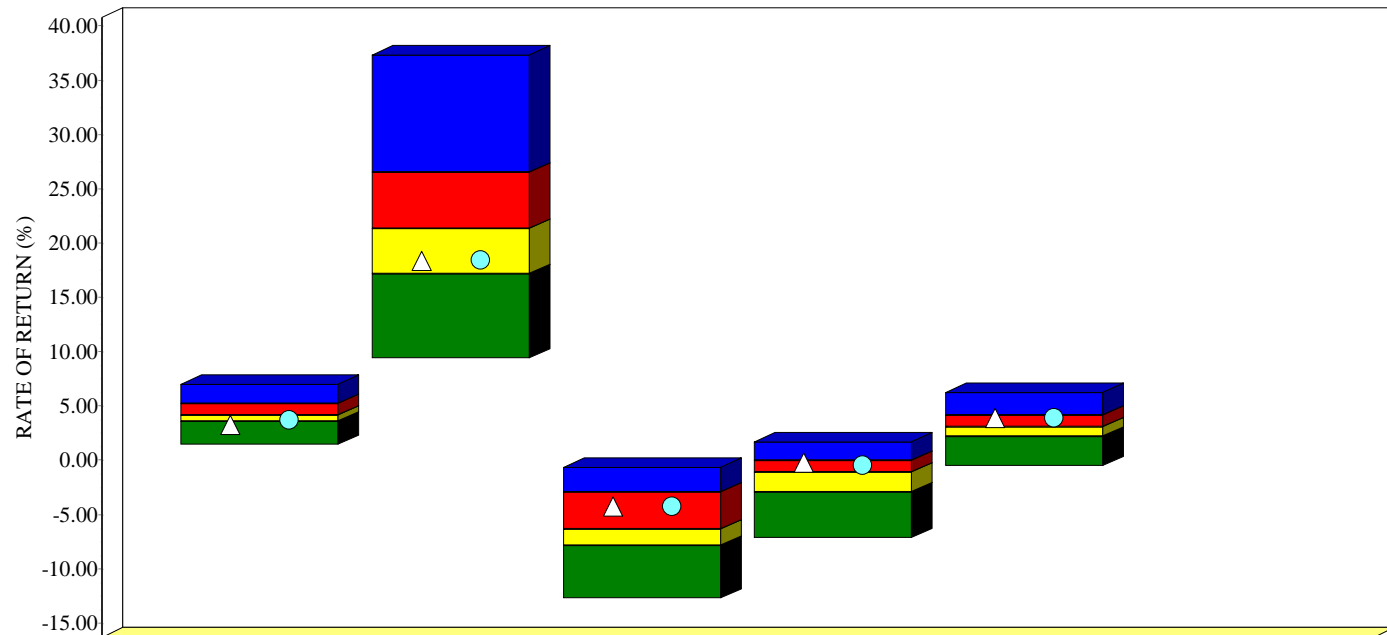
**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**December 31, 2009**  
**Gross of Fees**

Name	Market Values	QTR ROR	1 Year ROR	2 Year ROR	3 Year ROR	5 Year ROR
<u>Large Cap Core</u>						
American Fund Large Cap Growth	5,723,960	6.0%	35.8%	-8.6%	-2.3%	3.4%
Westwood Large Cap Value	5,359,636	5.6%	14.2%	N/A	N/A	N/A
BNY Stock Index Fund	7,371,771	6.0%	26.6%	N/A	N/A	N/A
<u>Mid Cap Core</u>						
BNY Mid Cap Stock Index Fund	11,740,402	5.5%	37.5%	N/A	N/A	N/A
<u>Small Cap Core</u>						
BNY Sm Cap Stock Index Fund	3,984,012	3.6%	N/A	N/A	N/A	N/A
<u>International Equity</u>						
American Funds - Europacific	10,640,390	3.8%	40.7%	-8.2%	0.3%	8.4%
<u>Real Estate</u>						
JPMorgan Real Estate	2,685,347	-2.5%	-25.7%	-17.0%	-7.0%	N/A
<u>Fixed Income</u>						
BNY Aggregate Bond Index Fund	20,351,529	0.1%	5.6%	N/A	N/A	N/A
<u>TIPS</u>						
Vanguard TIPS	1,708,225	2.0%	11.6%	N/A	N/A	N/A
<u>Cash</u>						
BNY Cash	500,617	0.1%	1.0%	N/A	N/A	N/A
<b>TOTAL: (1)</b>	<b>70,065,889</b>	<b>3.2%</b>	<b>18.4%</b>	<b>-4.3%</b>	<b>-0.2%</b>	<b>3.9%</b>
<i>Strategic Model</i>		3.7%	18.4%	-4.3%	-0.5%	3.9%
<i>Russell 1000 Growth</i>		7.9%	37.2%	-8.1%	-1.9%	1.6%
<i>Russell 1000 Value</i>		4.2%	19.7%	-13.1%	-9.0%	-0.3%
<i>Russell 1000 Index</i>		6.1%	28.4%	-10.5%	-5.4%	0.8%
<i>S&amp;P 400 Mid Cap</i>		5.6%	37.4%	-6.4%	-1.8%	3.3%
<i>Russell 2000</i>		3.9%	27.2%	-8.2%	-6.1%	0.5%
<i>MSCI Gross EAFE</i>		2.2%	32.5%	-13.2%	-5.6%	4.0%
<i>NCREIF National</i>		-2.1%	-16.9%	-11.8%	-3.4%	4.7%
<i>BC Aggregate</i>		0.2%	5.9%	5.6%	6.0%	5.0%
<i>BC 1-10 Yr TIPS</i>		2.1%	12.0%	4.5%	6.8%	4.8%

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**  
**December 31, 2004 Through December 31, 2009**

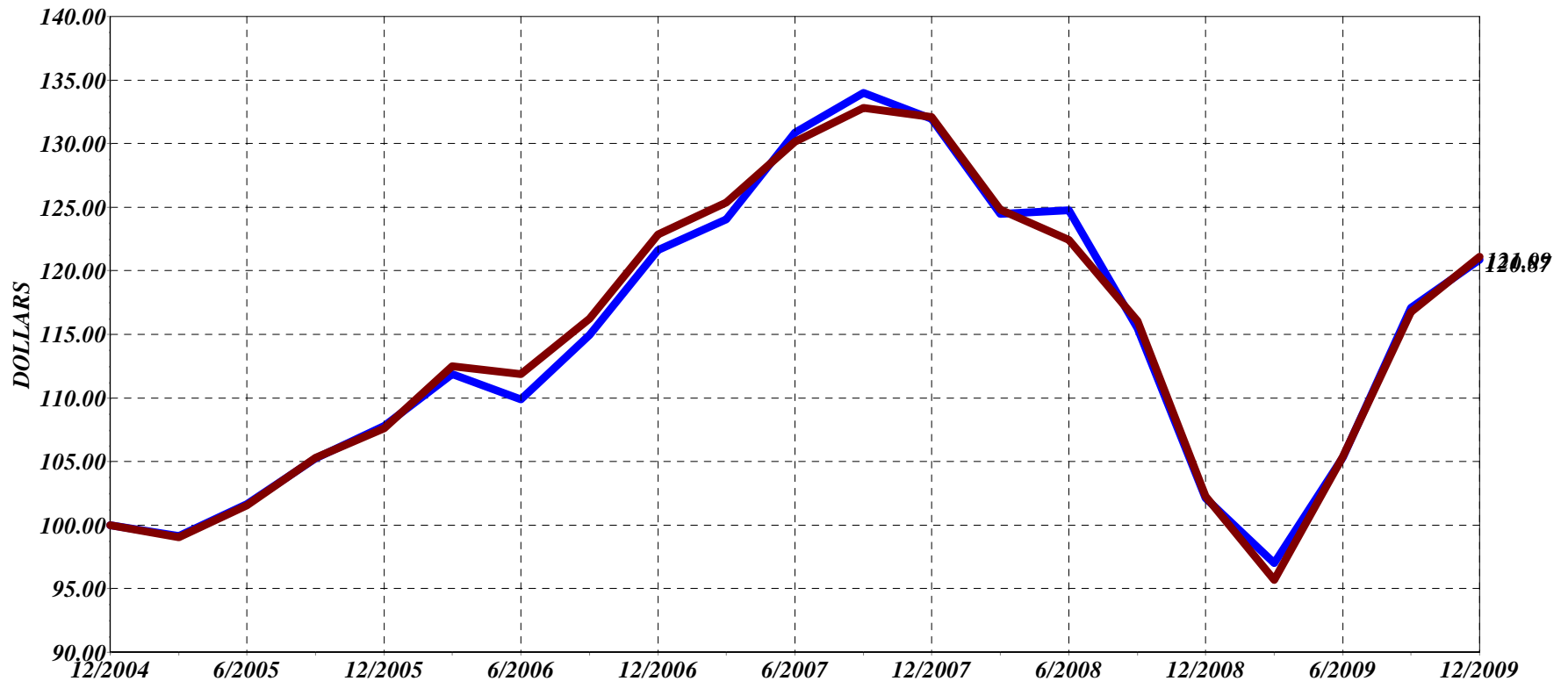


	LATEST QUARTER		ONE YEAR		TWO YEARS		THREE YEARS		FIVE YEARS	
HIGHEST VALUE		6.97		37.33		-0.66		1.65		6.25
FIRST QUARTILE		5.23		26.52		-2.93		-0.05		4.12
MEDIAN VALUE		4.12		21.32		-6.38		-1.10		3.06
THIRD QUARTILE		3.59		17.14		-7.89		-2.97		2.16
LOWEST VALUE		1.41		9.40		-12.76		-7.21		-0.51
MEAN		4.28		21.98		-5.68		-1.59		2.98
MEMBERS		35		35		35		34		26

	LATEST QUARTER		ONE YEAR		TWO YEARS		THREE YEARS		FIVE YEARS	
	RETURN	RANK	RETURN	RANK	RETURN	RANK	RETURN	RANK	RETURN	RANK
△ TF	3.23	82	18.36	74	-4.29	40	-0.21	29	3.86	30
● STRATEGIC MODEL	3.71	68	18.40	74	-4.26	40	-0.48	35	3.90	30

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Growth Of A Dollar Analysis**  
**December 31, 2004 Through December 31, 2009**



	LATEST QUARTER	ONE YEAR	THREE YEARS	FIVE YEARS
TF	3.23	18.36	-0.21	3.86
STRATEGIC MODEL	3.71	18.40	-0.48	3.90

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**American Fund Large Cap Growth**  
**Performance Profile**  
**Through December 31, 2009**

	ENDED	RETURN
BEST QUARTER	6/2009	16.96
WORST QUARTER	12/2008	-22.97
BEST 4 QUARTERS	12/2009	35.79
WORST 4 QUARTERS	12/2008	-38.51

TOTAL # OF PERIODS: 60  
# OF POSITIVE PERIODS: 37  
# OF NEGATIVE PERIODS: 23

	QUARTER TO DATE	ONE YEAR	TWO YEARS	THREE YEARS	FIVE YEARS
TOTAL FUND	6.03	35.79	-8.62	-2.35	3.40
RUSSELL 1000 GROWTH	7.94	37.21	-8.09	-1.89	1.63
EXCESS	-1.91	-1.41	-0.53	-0.46	1.77
RISKLESS INDEX	0.01	0.15	0.71	1.93	2.79
REAL ROR	5.20	30.87	-10.28	-4.83	0.57

PERIOD	RETURN	UNIVERSE RANKING	STD DEV	SHARPE RATIO	ALPHA	BETA	R-SQUARED	INFO RATIO
ONE YEAR	35.79	41	17.59	2.03	-0.87	0.99	97.67	-0.40
TWO YEARS	-8.62	49	23.04	-0.41	-0.65	0.99	98.09	-0.19
THREE YEARS	-2.35	61	21.86	-0.20	-0.37	1.01	98.52	-0.16
FIVE YEARS	3.40	23	17.66	0.03	1.81	1.00	96.72	0.56

*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 Large Cap Value** **Performance Profile** **Through December 31, 2009**

	ENDED	RETURN
BEST QUARTER	6/2009	12.53
WORST QUARTER	3/2009	-14.43
BEST 4 QUARTERS	12/2009	14.22
WORST 4 QUARTERS	12/2009	14.22

TOTAL # OF PERIODS: 12  
 # OF POSITIVE PERIODS: 9  
 # OF NEGATIVE PERIODS: 3

	QUARTER TO DATE	ONE YEAR
TOTAL FUND	5.63	14.22
RUSSELL 1000 VALUE	4.22	19.69
EXCESS	1.42	-5.47
RISKLESS INDEX	0.01	0.15
REAL ROR	4.81	10.02

PERIOD	RETURN	UNIVERSE RANKING	STD DEV	SHARPE RATIO	ALPHA	BETA	R-SQUARED	INFO RATIO
ONE YEAR	14.22	97	19.27	0.73	-0.73	0.74	97.23	-0.86

*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**  
**BNY Stock Index Fund**  
**Performance Profile**  
**Through December 31, 2009**

	ENDED	RETURN
BEST QUARTER	6/2009	16.01
WORST QUARTER	3/2009	-10.89
BEST 4 QUARTERS	12/2009	26.57
WORST 4 QUARTERS	12/2009	26.57

TOTAL # OF PERIODS: 12  
# OF POSITIVE PERIODS: 9  
# OF NEGATIVE PERIODS: 3

	QUARTER TO DATE	ONE YEAR
TOTAL FUND	5.96	26.57
RUSSELL 1000 INDEX	6.07	28.43
EXCESS	-0.11	-1.87
RISKLESS INDEX	0.01	0.15
REAL ROR	5.13	21.94

PERIOD	RETURN	UNIVERSE RANKING	STD DEV	SHARPE RATIO	ALPHA	BETA	R-SQUARED	INFO RATIO
ONE YEAR	26.57	37	21.32	1.24	-1.50	1.00	99.85	-1.76

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



**Amalgamated Transit Union, Local 1596 Pension Fund**  
**BNY Mid Cap Stock Index Fund**  
**Performance Profile**  
**Through December 31, 2009**

	ENDED	RETURN
BEST QUARTER	9/2009	19.93
WORST QUARTER	3/2009	-8.58
BEST 4 QUARTERS	12/2009	37.48
WORST 4 QUARTERS	12/2009	37.48

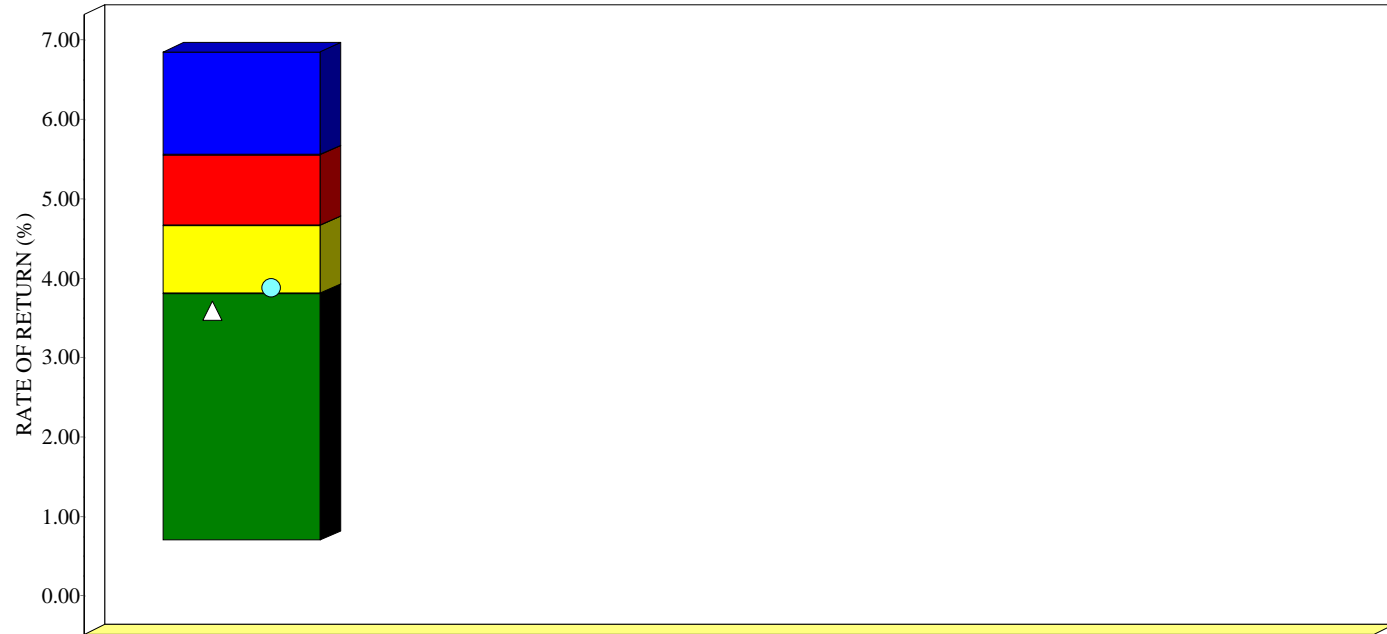
TOTAL # OF PERIODS: 12  
# OF POSITIVE PERIODS: 9  
# OF NEGATIVE PERIODS: 3

	QUARTER TO DATE	ONE YEAR
TOTAL FUND	5.50	37.48
S&P 400 MID CAP	5.56	37.40
EXCESS	-0.06	0.08
RISKLESS INDEX	0.01	0.15
REAL ROR	4.67	32.46

PERIOD	RETURN	UNIVERSE RANKING	STD DEV	SHARPE RATIO	ALPHA	BETA	R-SQUARED	INFO RATIO
ONE YEAR	37.48	47	23.63	1.58	0.10	1.00	100.00	0.41

*The risk benchmark for this analysis is the S&P 400 Mid Cap.  
The universe used was the Mid Cap*

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**BNY Sm Cap Stock Index Fund - Quarterly Quartile Ranking**  
**Total Fund Versus Small Cap Core**  
**September 30, 2009 Through December 31, 2009**



	QUARTER TO DATE
HIGHEST VALUE	6.85
FIRST QUARTILE	5.55
MEDIAN VALUE	4.66
THIRD QUARTILE	3.80
LOWEST VALUE	0.70
MEAN	4.41
MEMBERS	101

	QUARTER TO DATE	
	RETURN	RANK
△ SC	3.59	77
● RUSSELL 2000	3.87	72

# Amalgamated Transit Union, Local 1596 Pension Fund

## American Funds - Europacific

### Performance Profile

### Through December 31, 2009

	ENDED	RETURN
BEST QUARTER	6/2009	22.68
WORST QUARTER	12/2008	-19.15
BEST 4 QUARTERS	12/2009	40.74
WORST 4 QUARTERS	12/2008	-40.15

TOTAL # OF PERIODS: 60  
 # OF POSITIVE PERIODS: 41  
 # OF NEGATIVE PERIODS: 19

	QUARTER TO DATE	ONE YEAR	TWO YEARS	THREE YEARS	FIVE YEARS
TOTAL FUND	3.83	40.74	-8.23	0.27	8.38
MSCI GROSS EAFE	2.22	32.46	-13.15	-5.57	4.02
EXCESS	1.61	8.28	4.93	5.84	4.36
RISKLESS INDEX	0.01	0.15	0.71	1.93	2.79
REAL ROR	3.02	35.61	-9.92	-2.30	5.42

PERIOD	RETURN	UNIVERSE RANKING	STD DEV	SHARPE RATIO	ALPHA	BETA	R-SQUARED	INFO RATIO
ONE YEAR	40.74	18	22.23	1.83	9.68	0.87	93.11	0.83
TWO YEARS	-8.23	13	26.45	-0.34	4.23	0.93	96.11	0.88
THREE YEARS	0.27	5	24.77	-0.07	4.97	0.90	97.77	1.18
FIVE YEARS	8.38	8	20.42	0.27	4.12	0.90	96.90	0.88

*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 December 31, 2009

	ENDED	RETURN
BEST QUARTER	6/2007	4.69
WORST QUARTER	3/2009	-13.20
BEST 4 QUARTERS	12/2007	16.68
WORST 4 QUARTERS	12/2009	-25.70

TOTAL # OF PERIODS: 36  
 # OF POSITIVE PERIODS: 22  
 # OF NEGATIVE PERIODS: 14

	QUARTER TO DATE	ONE YEAR	TWO YEARS	THREE YEARS
TOTAL FUND	-2.49	-25.70	-16.97	-6.99
NCREIF NATIONAL	-2.11	-16.86	-11.81	-3.42
EXCESS	-0.38	-8.84	-5.15	-3.57
RISKLESS INDEX	0.01	0.15	0.71	1.93
REAL ROR	-3.27	-28.47	-18.58	-9.44

PERIOD	RETURN	UNIVERSE RANKING	STD DEV	SHARPE RATIO	ALPHA	BETA	R-SQUARED	INFO RATIO
ONE YEAR	-25.70	99	11.32	-2.28	-5.93	1.26	86.34	-2.18
TWO YEARS	-16.97	99	9.69	-1.82	-5.85	1.00	76.09	-1.23
THREE YEARS	-6.99	6	11.06	-0.81	-2.09	1.27	90.99	-0.93

*The risk benchmark for this analysis is the NCREIF National.  
 The universe used was the REIT/Real Estate*

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**BNY Aggregate Bond Index Fund**  
**Performance Profile**  
**Through December 31, 2009**

	ENDED	RETURN
BEST QUARTER	9/2009	3.74
WORST QUARTER	12/2009	0.15
BEST 4 QUARTERS	12/2009	5.58
WORST 4 QUARTERS	12/2009	5.58

TOTAL # OF PERIODS: 12  
# OF POSITIVE PERIODS: 9  
# OF NEGATIVE PERIODS: 3

	QUARTER TO DATE	ONE YEAR
TOTAL FUND	0.15	5.58
BC AGGREGATE	0.20	5.93
EXCESS	-0.05	-0.35
RISKLESS INDEX	0.01	0.15
REAL ROR	-0.65	1.75

PERIOD	RETURN	UNIVERSE RANKING	STD DEV	SHARPE RATIO	ALPHA	BETA	R-SQUARED	INFO RATIO
ONE YEAR	5.58	75	3.32	1.63	-0.53	1.03	99.02	-0.96

*The risk benchmark for this analysis is the BC Aggregate.  
The universe used was the Fixed Income*

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Vanguard TIPS**  
**Performance Profile**  
**Through December 31, 2009**

	ENDED	RETURN
BEST QUARTER	3/2009	5.30
WORST QUARTER	6/2009	0.86
BEST 4 QUARTERS	12/2009	11.64
WORST 4 QUARTERS	12/2009	11.64

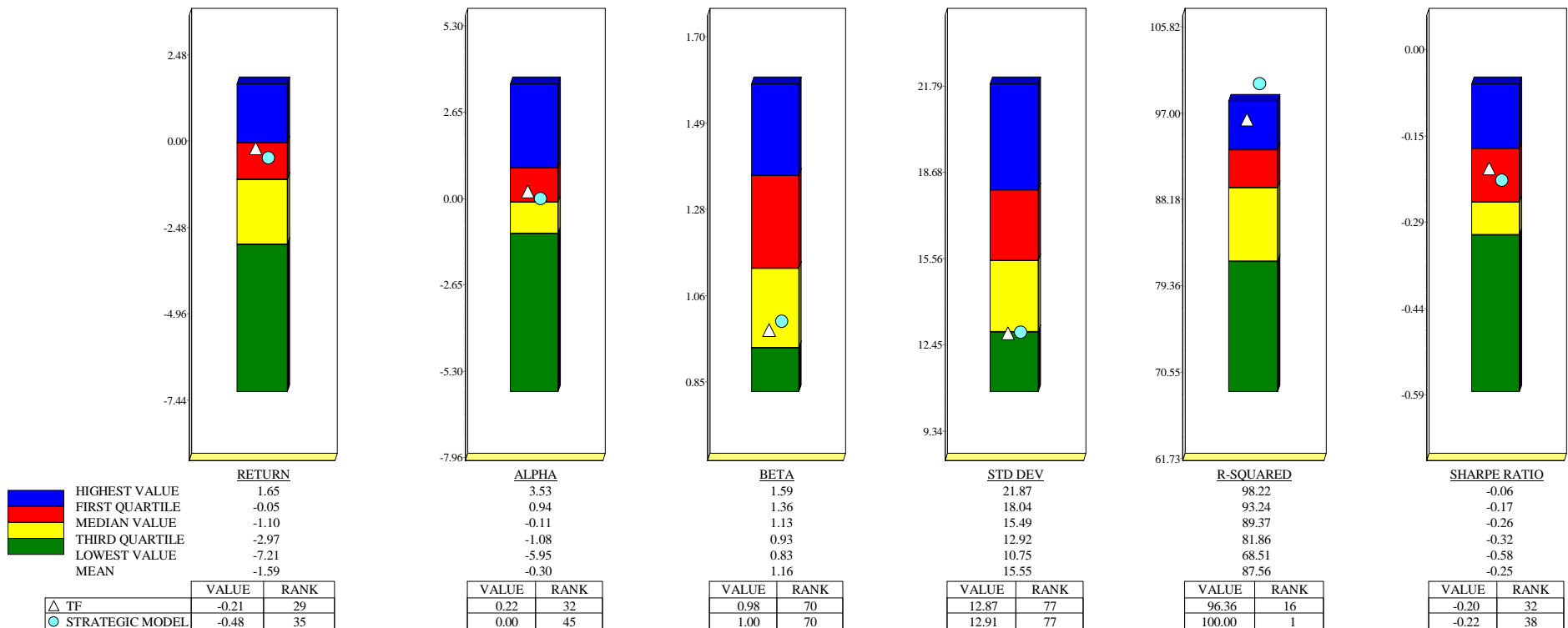
TOTAL # OF PERIODS: 12  
# OF POSITIVE PERIODS: 9  
# OF NEGATIVE PERIODS: 3

	QUARTER TO DATE	ONE YEAR
VANGUARD TIPS	1.97	11.64
BC 1-10 YR TIPS	2.15	12.04
EXCESS	-0.18	-0.40
RISKLESS INDEX	0.01	0.15
REAL ROR	1.17	7.62

PERIOD	RETURN	STD DEV	SHARPE RATIO	ALPHA	BETA	R-SQUARED	INFO RATIO
ONE YEAR	11.64	7.39	1.55	-1.49	1.11	81.41	-0.10

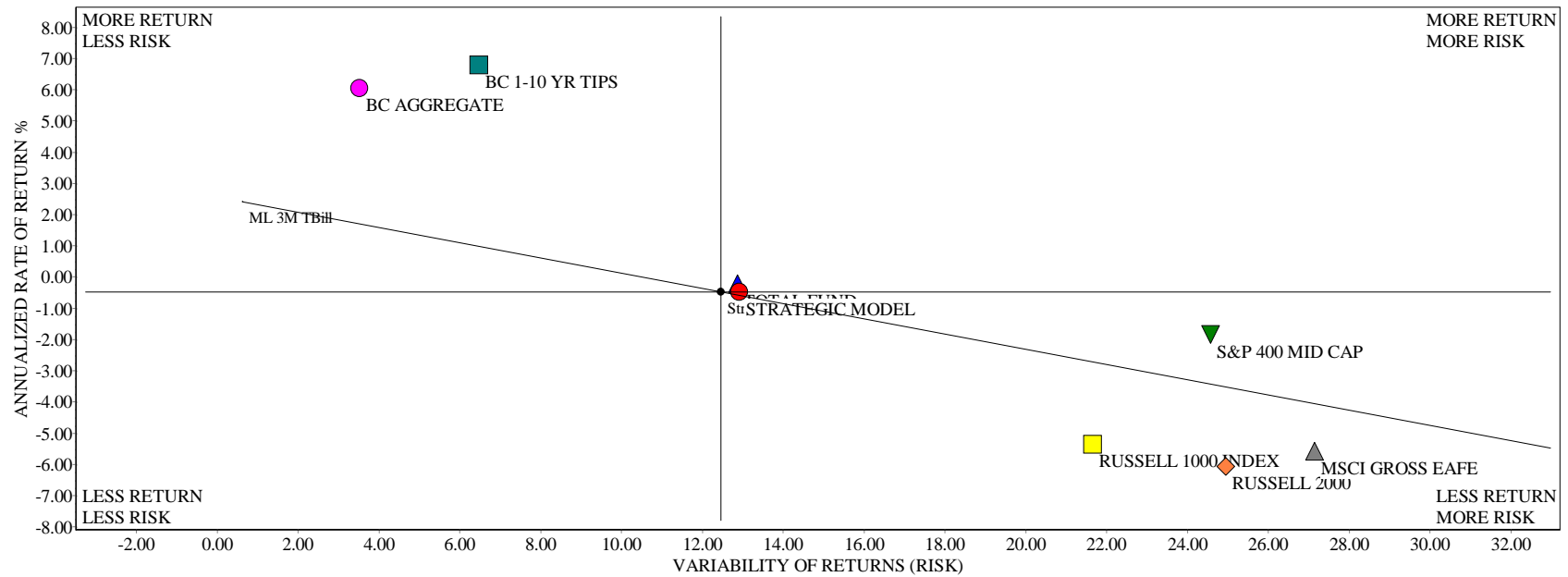
*The risk benchmark for this analysis is the BC 1-10 Yr TIPS.*

**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Total Fund**  
**Total Fund Within Balanced Aggressive**  
**December 31, 2006 Through December 31, 2009**



The risk benchmark for this analysis is the Strategic Model.

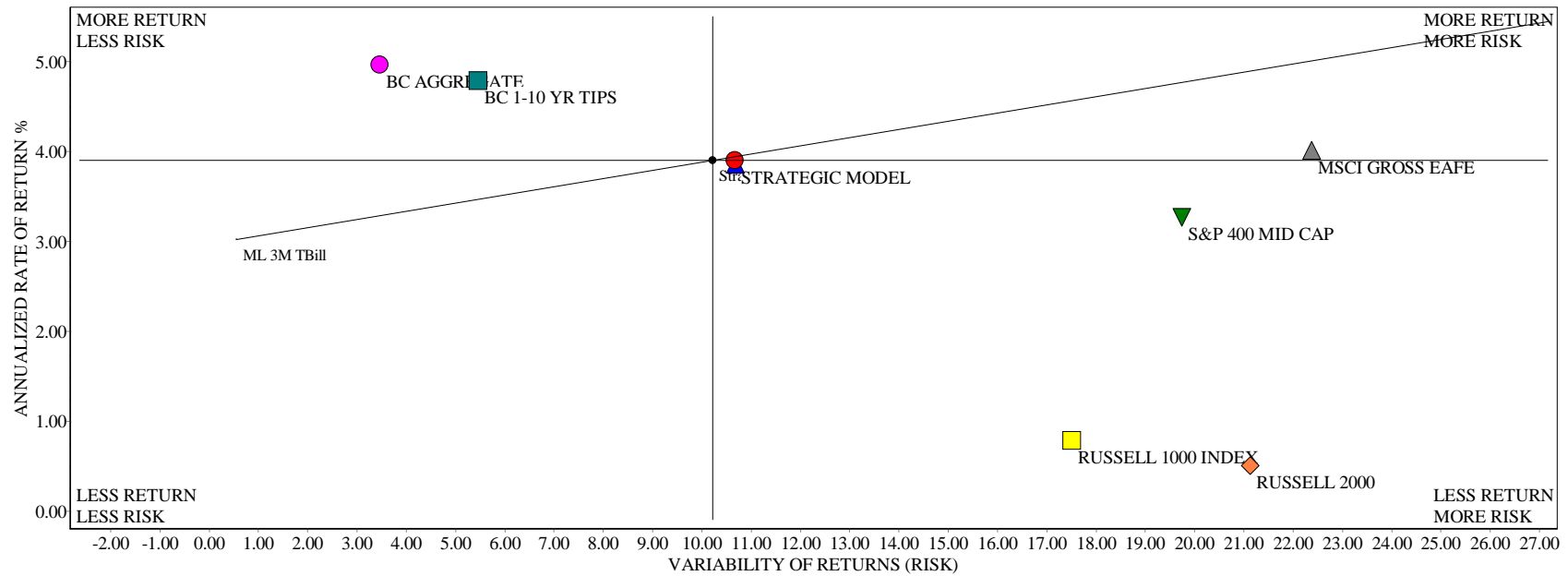
**AMALGAMATED TRANSIT UNION, LOCAL 1596 PENSION FUND**  
**TOTAL FUND**  
**CAPITAL MARKET LINE**  
**DECEMBER 31, 2006 THROUGH DECEMBER 31, 2009**



	RETURN	STD DEV	BETA	ALPHA	R-SQUARED
▲ TOTAL FUND	-0.21	12.87	0.98	0.22	96.36
● STRATEGIC MODEL	-0.48	12.46	1.00	0.00	100.00
■ RUSSELL 1000 INDEX	-5.36	20.05	1.00	0.00	100.00
▼ S&P 400 MID CAP	-1.83	23.50	1.00	0.00	100.00
◆ RUSSELL 2000	-6.06	24.83	1.00	0.00	100.00
▲ MSCI GROSS EAFE	-5.57	23.65	1.00	0.00	100.00
● BC AGGREGATE	6.04	4.11	1.00	0.00	100.00
■ BC 1-10 YR TIPS	6.79	7.44	1.00	0.00	100.00



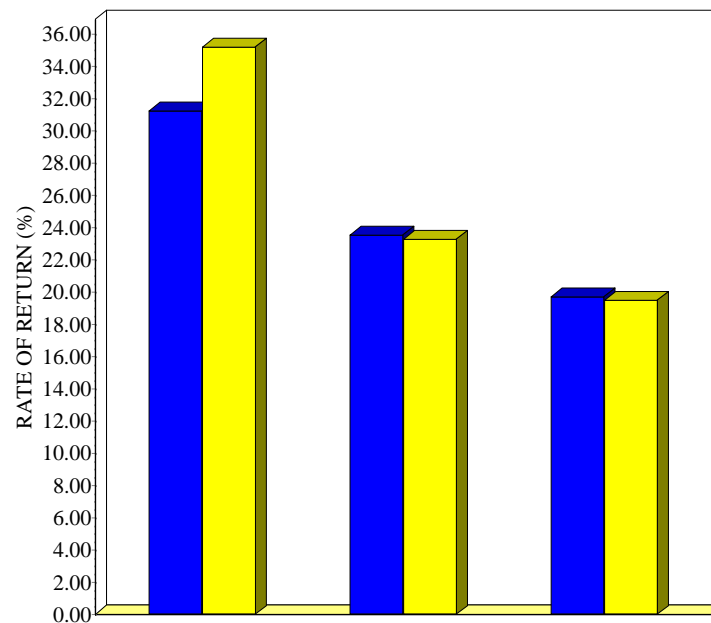
**AMALGAMATED TRANSIT UNION, LOCAL 1596 PENSION FUND**  
**TOTAL FUND**  
**CAPITAL MARKET LINE**  
**DECEMBER 31, 2004 THROUGH DECEMBER 31, 2009**



	RETURN	STD DEV	BETA	ALPHA	R-SQUARED
▲ TOTAL FUND	3.86	10.69	0.98	-0.01	96.28
● STRATEGIC MODEL	3.90	10.22	1.00	0.00	100.00
■ RUSSELL 1000 INDEX	0.79	16.25	1.00	0.00	100.00
▼ S&P 400 MID CAP	3.27	19.40	1.00	0.00	100.00
◆ RUSSELL 2000	0.51	21.17	1.00	0.00	100.00
▲ MSCI GROSS EAFE	4.02	19.51	1.00	0.00	100.00
● BC AGGREGATE	4.97	3.67	1.00	0.00	100.00
■ BC 1-10 YR TIPS	4.79	6.10	1.00	0.00	100.00

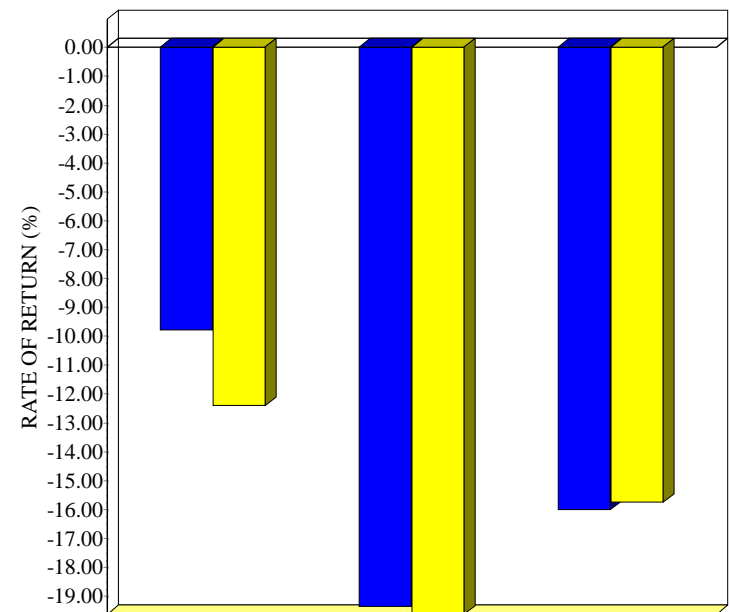
**Amalgamated Transit Union, Local 1596 Pension Fund**  
**Performance In Rising And Declining Markets**  
**As Compared To The Benchmark**  
**December 31, 2004 Through December 31, 2009**

UP MARKET PERFORMANCE



	ONE YEAR	THREE YEARS	FIVE YEARS
TOTAL FUND	31.22	23.51	19.68
STRATEGIC MODEL	35.17	23.25	19.50
DIFFERENCE	-3.95	0.26	0.19
RATIO	0.89	1.01	1.01
UP PERIODS	9	6	12

DOWN MARKET PERFORMANCE



	ONE YEAR	THREE YEARS	FIVE YEARS
TOTAL FUND	-9.81	-19.37	-16.03
STRATEGIC MODEL	-12.41	-19.64	-15.76
DIFFERENCE	2.60	0.27	-0.27
RATIO	0.79	0.99	1.02
DOWN PERIODS	3	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).

- TIME WEIGHTED RETURN-A measure of the investments verses the investor. When there are no contributions or withdrawals the TIME-weighted and DOLLAR-weighted/internal return are the same. If there are contributions and withdrawals the TIME-weighted and DOLLAR-weighted/internal return can be different. The CFA Institute recommends using the TIME-weighted return. AIMR reasons that the investment manager can not control when an investor makes contributions and withdrawals and thus should not be measured by that.

-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.



## **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.