

City of Venice Police Officers' Retirement Plan

2nd Quarter 2010



THE
**BOGDAHN
GROUP**

simplifying your investment and fiduciary decisions

2nd Quarter 2010 Market Environment

The Market Environment

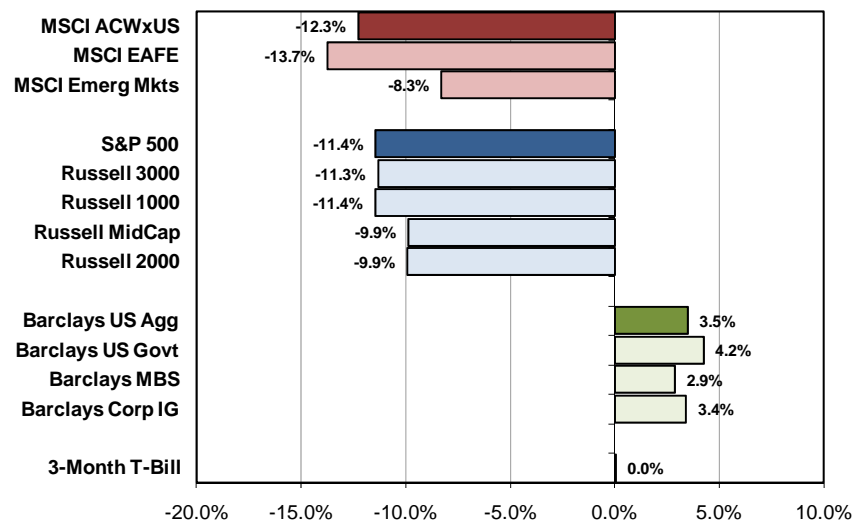
Major Market Index Performance

Period Ended: June 30, 2010

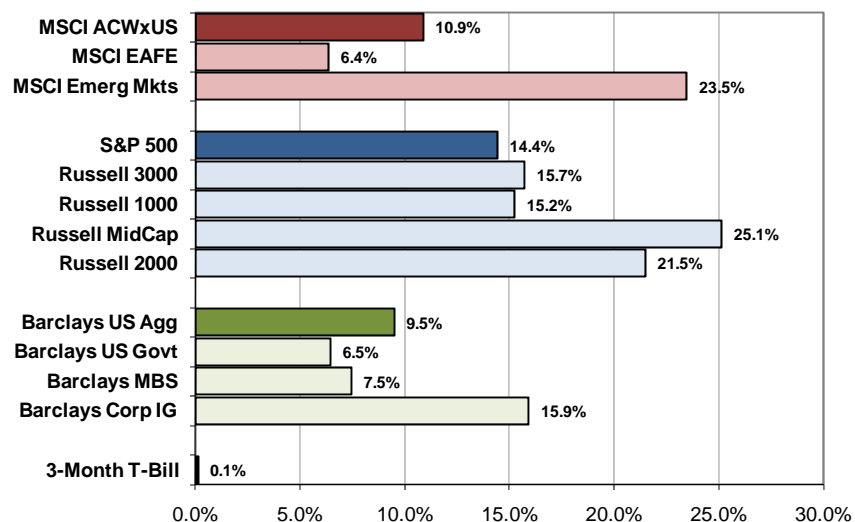
- Even the most optimistic market participants had no shortage of negative events to consider during the second quarter. Domestically, investors had to assess the potential impact of financial reform, stubbornly slow employment growth and a burgeoning Federal deficit. Globally, investors had to consider the potential contagion of sovereign credit issues in Europe, questionable global growth and evolving Chinese currency policy. If this collection of macro issues wasn't enough to give you pause, there was (and still is) oil spilling into the Gulf of Mexico. One individual pulling-back in the face of such challenges is certainly understandable, but if we collectively pause to wait and see "what may happen", the unfortunate result will likely be deflation. While maintaining a long-term strategy in such an uncertain environment can be difficult, we are confident in the market's ability to persevere over the long-term.

- Domestic and international equity benchmarks suffered their largest pullback in more than a year during the 2nd quarter. While it is always tempting to fault a single issue as the cause of negative performance, it is more likely a combination of cascading events that resulted in a general reassessment of market risk tolerance after more than a year of consistent gains. In contrast to equity markets, fixed income benchmarks posted impressive quarterly performance as a "flight to quality" drove investors to U.S. Treasury securities, which resulted in lower yields and higher prices.
- Despite the 2nd quarter's negative equity performance, one-year results were solid for each of the equity and fixed income benchmarks on the chart. Emerging markets and domestic small and mid cap issues posted the year's most outsized equity gains. Not to be outdone, the Barclays Aggregate Bond index return of 9.5% was also impressive.

Quarter Performance



One Year Performance

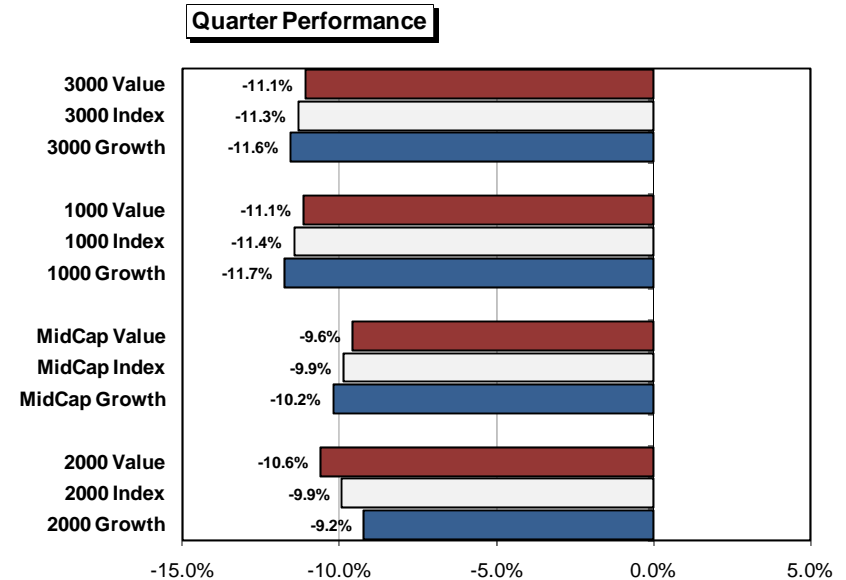


The Market Environment

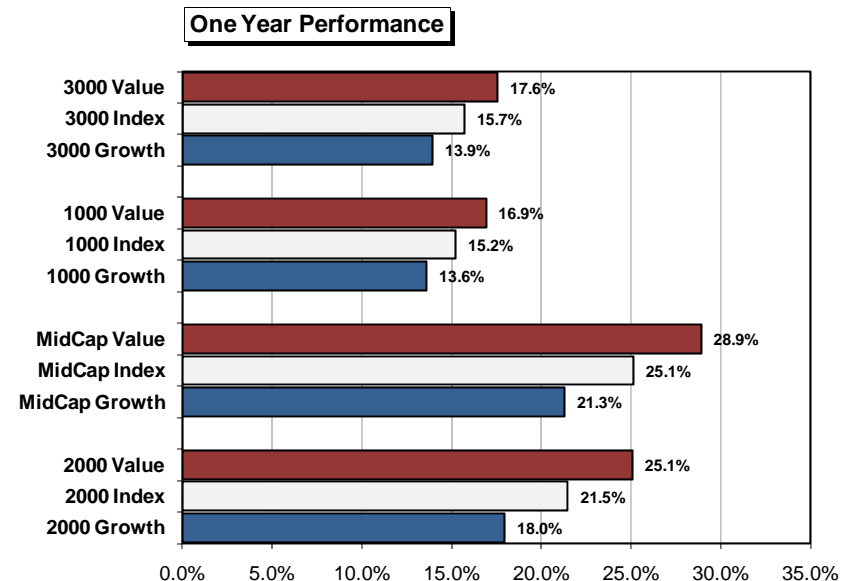
Domestic Equity Style Index Performance

Period Ended: June 30, 2010

- Value managed to outpace growth on a relative basis for the quarter at each capitalization level with the exception of small cap stocks (Russell 2000). The chart illustrates that the 2nd quarter's style-based performance bands were much more narrow than those realized over the last several quarters. In fact, the narrow 140 basis point differential between small cap value and growth returns represented the quarter's widest style-based range. This quarter's narrower performance span was not surprising given the widespread losses realized by the most heavily-weighted economic sectors of the various capitalization-based style benchmarks.



- The range of style-based benchmark performance is much broader over the one-year period and favors value over growth across the capitalization spectrum. The value-based benchmarks' outperformance over the one-year period was largely driven by the strong financial sector performance during the 3rd quarter of 2009 and the 1st quarter of 2010. While the one-year results are certainly impressive in an absolute sense, the inclusion of the 2nd quarter's negative performance coupled with the "roll-off" of the 2nd quarter of 2009's strong performance (Russell 1000: +16.5%) resulted in a significant downshift in the reported one-year performance from last quarter.

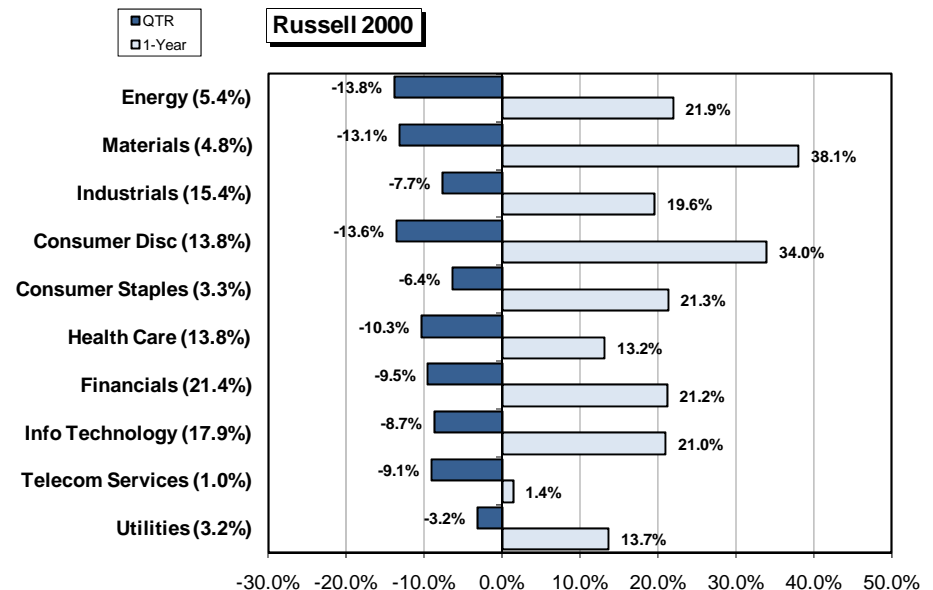
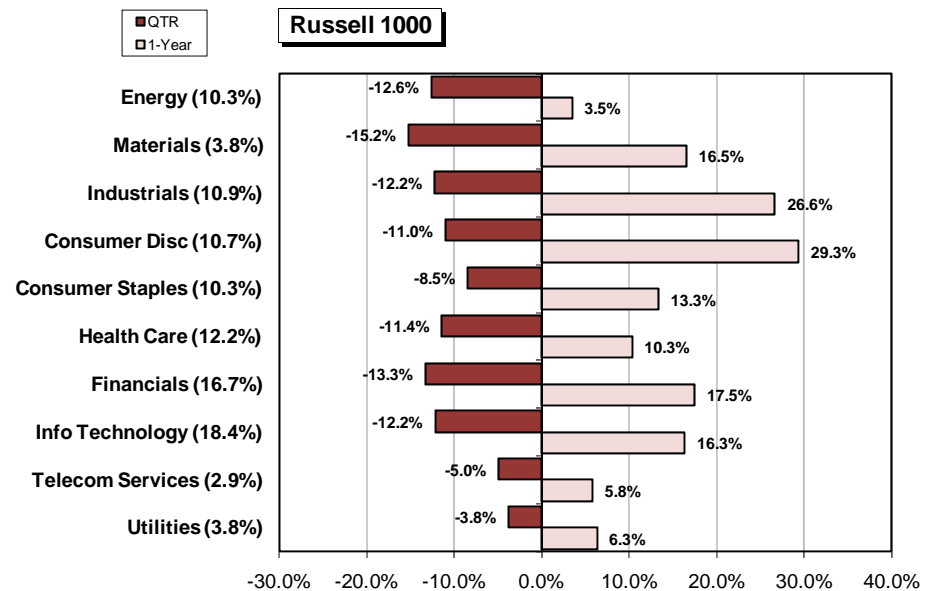


The Market Environment

GICS Sector Performance & (Quarter-End Sector Weight)

Period Ended: June 30, 2010

- Large cap stock performance was negative across the various Global Industry Classification Standard (GICS) sectors for the quarter. There were few places for portfolios to shift or hide with seven of the ten sectors of the Russell 1000 index down more than 10% for the quarter. In a reversal of last quarter's sector results, telecommunication services (-5.0%) and utilities (-3.8%) sectors were the strongest relative performing sectors of the benchmark during the 2nd quarter. Such weak results on a broad sector level means that individual issue selections and uninvested cash positions will likely play a dominate roll in individual investment manager results.
- For the trailing one-year period, each of the ten GICS sectors in the Russell 1000 index posted positive performance. In contrast to the quarterly results, seven of the ten sectors of the Russell 1000 returned in excess of 10% for the period.
- Small cap stock performance was also negative across each of the GICS sectors for the 2nd quarter. Even though the quarter's sector losses in the Russell 2000 were generally more mild than those realized in the large cap index, it was still a very difficult quarter for small cap stocks. While issue selections and cash positions will be paramount in attributing the quarter's individual manager results, sector positioning to industrials (-7.7%), consumer staples (-6.4%) and utilities (-3.2%) will also likely play a role.
- Despite the 2nd quarter's small cap selloff, the one-year results for the Russell 2000 index GICS sectors are impressive. Each sector of the Russell 2000 was positive over the period and six of ten sectors returned in excess of 20%.



The Market Environment

Top 10 Index Weights & Performance for the 2nd Quarter

Period Ended: June 30, 2010

Top 10 Weighted Stocks				
Russell 1000	Symbol	Weight	Return	Sector
Exxon Mobil Corp	XOM	2.77%	-14.2%	Energy
Apple Inc	AAPL	2.00%	7.1%	Information Technology
Microsoft Corp	MSFT	1.90%	-21.0%	Information Technology
General Electric Co	GE	1.61%	-20.3%	Industrials
Procter & Gamble Co	PG	1.59%	-4.5%	Consumer Staples
Johnson & Johnson	JNJ	1.51%	-8.6%	Health Care
International Business	IBM	1.49%	-3.2%	Information Technology
Bank Of America Corpor	BAC	1.47%	-19.4%	Financials
Jpmorgan Chase & Co	JPM	1.45%	-18.1%	Financials
Wells Fargo & Co New	WFC	1.38%	-17.6%	Financials
Top 10 Performing Stocks				
Russell 1000	Symbol	Weight	Return	Sector
Netflix Inc	NFLX	0.04%	47.3%	Consumer Discretionary
Mariner Energy Inc	ME	0.02%	43.5%	Energy
Abraxis Bioscience Inc	ABII	0.00%	43.4%	Health Care
Glg Partners Inc	GLG	0.01%	42.7%	Financials
Sybase Inc	SY	0.04%	38.7%	Information Technology
Akamai Technologies In	AKAM	0.06%	29.2%	Information Technology
Valeant Pharmaceutical	VRX	0.03%	21.9%	Health Care
Sandisk Corp	SNDK	0.08%	21.5%	Information Technology
Newmont Mining Corp	NEM	0.23%	21.4%	Materials
Chipotle Mexican Grill	CMG	0.04%	21.4%	Consumer Discretionary
Bottom 10 Performing Stocks				
Russell 1000	Symbol	Weight	Return	Sector
Anadarko Pete Corp	APC	0.25%	-50.3%	Energy
Office Depot Inc	ODP	0.02%	-49.4%	Consumer Discretionary
Ak Stl Hldg Corp	AKS	0.02%	-47.7%	Materials
Massey Energy Corp	MEE	0.03%	-47.6%	Energy
Cobalt Intl Energy Inc	CIE	0.01%	-45.2%	Energy
Seahawk Drilling Inc	HAWK	0.00%	-42.9%	Energy
Nvidia Corp	NVDA	0.07%	-41.3%	Information Technology
Sears Hldgs Corp	SHLD	0.04%	-40.4%	Consumer Discretionary
Waddell & Reed Finl In	WDR	0.02%	-39.3%	Financials
United States Stl Corp	X	0.07%	-39.3%	Materials

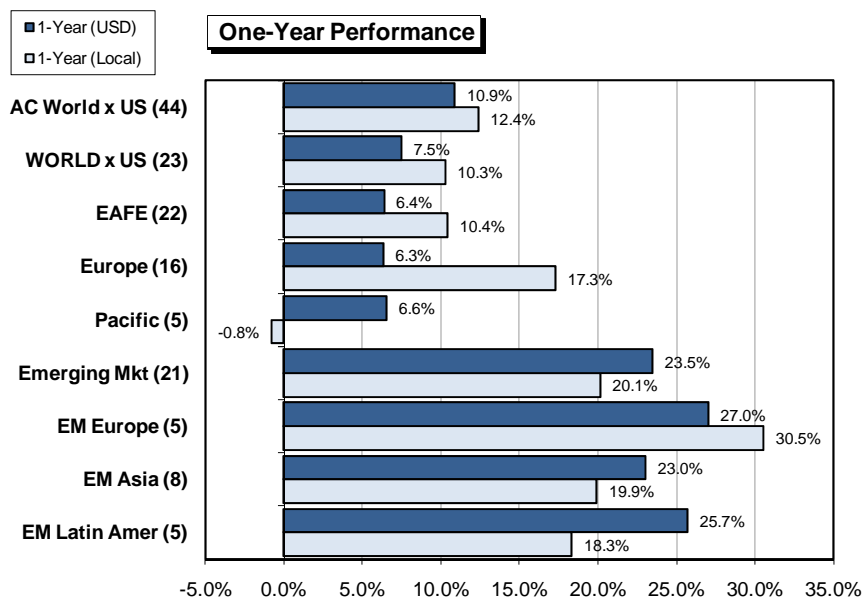
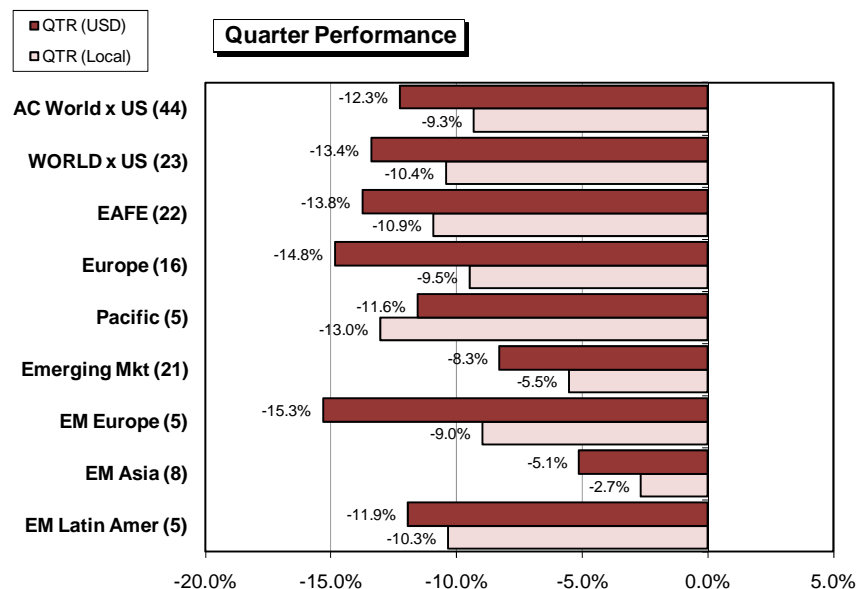
Top 10 Weighted Stocks				
Russell 2000	Symbol	Weight	Return	Sector
Human Genome Sciences	HGSI	0.46%	-6.4%	Health Care
Ual Corp	UAUA	0.32%	-1.8%	Industrials
Tupperware Brands Corp	TUP	0.26%	-0.6%	Consumer Discretionary
Skyworks Solutions Inc	SWKS	0.26%	-4.7%	Information Technology
Ares Cap Corp	ARCC	0.25%	-3.5%	Financials
Domtar Corp	UFS	0.25%	-6.3%	Materials
E Trade Financial Corp	ETFC	0.24%	-9.4%	Financials
Polycom Inc	PLCM	0.24%	-2.4%	Information Technology
Solera Holdings Inc	SLH	0.24%	-3.5%	Information Technology
Developers Diversified	DDR	0.23%	-9.1%	Financials
Top 10 Performing Stocks				
Russell 2000	Symbol	Weight	Return	Sector
Neurocrine Biosciences	NBIX	0.02%	119.6%	Health Care
Akorn Inc	AKRX	0.01%	94.1%	Health Care
Cirrus Logic Inc	CRUS	0.08%	88.4%	Information Technology
Us Gold Corporation	UXG	0.03%	85.6%	Materials
Idenix Pharmaceuticals	IDIX	0.01%	77.3%	Health Care
Trimas Corp	TRS	0.01%	74.3%	Industrials
Astronics Corp	ATRO	0.01%	66.8%	Industrials
Cpi Corp	CPY	0.01%	63.3%	Consumer Discretionary
Southwest Bancorp Inc	OKSB	0.02%	60.7%	Financials
Power One Inc New	PWER	0.05%	60.0%	Information Technology
Bottom 10 Performing Stocks				
Russell 2000	Symbol	Weight	Return	Sector
Interune Inc	ITMN	0.10%	-79.0%	Health Care
First Bancorp P R	FBP	0.01%	-78.0%	Financials
Affymax Inc	AFFY	0.04%	-74.5%	Health Care
Yrc Worldwide Inc	YRCW	0.04%	-66.9%	Industrials
Oxigene Inc	OXGN	0.00%	-66.3%	Health Care
Pacific Cap Bancorp Ne	PCBC	0.01%	-65.7%	Financials
South Finl Group Inc	TSFG	0.01%	-63.1%	Financials
Discovery Laboratories	DSCO	0.01%	-59.7%	Health Care
Fuelcell Energy Inc	FCEL	0.02%	-58.2%	Industrials
Old Second Bancorp Inc	OSBC	0.00%	-57.5%	Financials

The Market Environment

International and Regional Market Index Performance (# Countries)

Period Ended: June 30, 2010

- Much like the domestic indices, international markets also suffered during the quarter due to concerns over global credit and sustainable growth. The “flight” to the safety of the U.S. Dollar (USD) that typically occurs during periods of global unrest is clearly evident in the USD versus local currency international index results. Relative to the USD, 39 of the 44 countries that make up the MSCI-ACWxUS index saw their currencies depreciate by an average of -6.0%. In contrast, Japan was one of the five ACWxUS countries that managed to gain relative to the USD during the quarter with an appreciation of +4.8%.
- Weak performance in developed markets (-13.8%) was spread broadly across the 22 countries in the MSCI-EAFE index. In fact, Singapore's USD return of +0.0% was the only positive country in the index. In contrast to Singapore, it should certainly come as no surprise that Greece was the worst performing country in the index with a return of -40.4% for the quarter. The emerging markets index return of -8.3% for the quarter was down less than developed markets for the quarter due to stronger relative results in the emerging Asian countries as well as some sporadic positive individual country results. Over the last year, the emerging market index shows a performance advantage of more than 3x the developing market index return.
- It is interesting to note that MSCI reclassified Israel as a developed market country as part of its semi-annual index review in May. While Israel's 0.9% weight in the MSCI-EAFE index at the end of the quarter may not seem significant, it is the first country in the developed index that does not fall into the classic definition of (E)urope, (A)ustralasia or (F)ar (E)ast.



The Market Environment

U.S. Dollar International Index Attribution & Country Detail

Period Ended: June 30, 2010

MSCI - EAFE	Ending Weight	2nd Qtr Return	1-Year Return
Energy	7.1%	-22.5%	-9.2%
Materials	10.1%	-18.1%	13.4%
Industrials	12.3%	-10.9%	13.9%
Consumer Discretionary	10.3%	-10.1%	10.4%
Consumer Staples	10.6%	-7.3%	19.4%
Health Care	9.0%	-9.6%	10.8%
Financials	24.4%	-16.9%	0.8%
Information Technology	5.2%	-14.7%	6.3%
Telecommunication Services	5.6%	-9.3%	4.4%
Utilities	5.5%	-12.5%	-4.0%
Total	100.0%	-13.8%	6.4%

MSCI - ACWIXUS	Ending Weight	2nd Qtr Return	1-Year Return
Energy	10.3%	-16.7%	0.3%
Materials	11.8%	-15.2%	19.9%
Industrials	10.5%	-10.5%	14.9%
Consumer Discretionary	8.9%	-8.6%	15.2%
Consumer Staples	9.1%	-6.3%	22.3%
Health Care	6.4%	-9.4%	12.0%
Financials	25.3%	-14.7%	7.2%
Information Technology	6.9%	-13.3%	14.6%
Telecommunication Services	6.1%	-7.0%	7.7%
Utilities	4.8%	-11.0%	-0.5%
Total	100.0%	-12.3%	10.9%

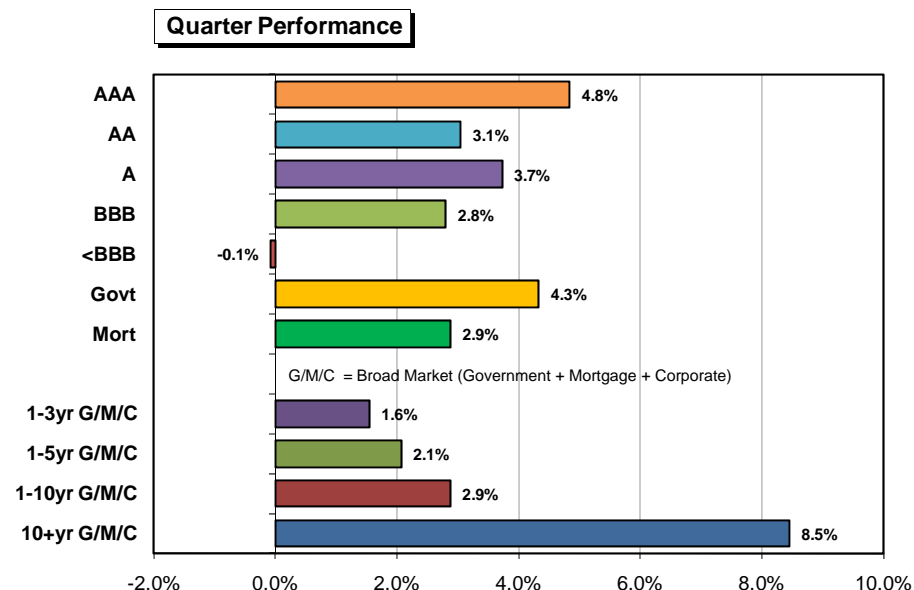
Country	MSCI - EAFE Ending Weight	MSCI - ACWIXUS Ending Weight	2nd Quarter Return	1- Year Return
Japan	23.3%	16.0%	-10.1%	0.9%
United Kingdom	21.0%	14.5%	-13.8%	8.6%
France	9.8%	6.7%	-18.3%	1.7%
Australia	8.1%	5.6%	-19.0%	18.1%
Switzerland	8.0%	5.5%	-11.3%	18.0%
Germany	7.8%	5.4%	-12.1%	7.8%
Spain	3.5%	2.4%	-20.4%	-12.6%
Sweden	2.9%	2.0%	-6.6%	30.8%
Italy	2.8%	2.0%	-21.0%	-9.2%
Netherlands	2.6%	1.8%	-13.0%	17.4%
Hong Kong	2.6%	1.8%	-5.8%	14.3%
Singapore	1.7%	1.2%	0.0%	29.4%
Finland	1.0%	0.7%	-25.9%	-9.4%
Denmark	1.0%	0.7%	-5.4%	19.4%
Belgium	0.9%	0.7%	-12.3%	13.6%
Israel	0.9%	0.6%	-18.4%	13.2%
Norway	0.7%	0.5%	-17.5%	12.3%
Austria	0.3%	0.2%	-21.9%	-10.0%
Ireland	0.3%	0.2%	-19.8%	-7.0%
Greece	0.3%	0.2%	-40.4%	-46.7%
Portugal	0.3%	0.2%	-16.7%	-9.8%
New Zealand	0.1%	0.1%	-10.5%	8.6%
Total EAFE Countries	100.0%	68.9%	-13.7%	6.4%
Canada		7.9%	-10.3%	18.6%
Total Developed Countries		76.8%	-13.4%	7.5%
China		4.4%	-4.5%	11.1%
Brazil		3.6%	-15.2%	22.1%
Korea		3.2%	-7.6%	32.3%
Taiwan		2.5%	-9.3%	16.1%
India		1.9%	-2.2%	32.0%
South Africa		1.7%	-9.5%	18.4%
Russia		1.5%	-15.4%	26.9%
Mexico		1.0%	-9.0%	31.7%
Malaysia		0.7%	0.2%	33.9%
Indonesia		0.6%	4.4%	66.9%
Turkey		0.4%	-4.0%	44.3%
Chile		0.4%	2.9%	25.8%
Thailand		0.4%	-1.7%	35.1%
Poland		0.3%	-21.6%	24.0%
Colombia		0.2%	3.6%	53.6%
Peru		0.1%	4.2%	52.2%
Egypt		0.1%	-13.4%	11.4%
Philippines		0.1%	3.1%	37.2%
Hungary		0.1%	-30.2%	15.5%
Czech Republic		0.1%	-13.0%	-0.6%
Morocco		0.0%	-4.1%	-11.1%
Total Emerging Countries		23.2%	-8.3%	23.5%
Total ACWIXUS Countries		100.0%	-12.3%	10.9%

The Market Environment

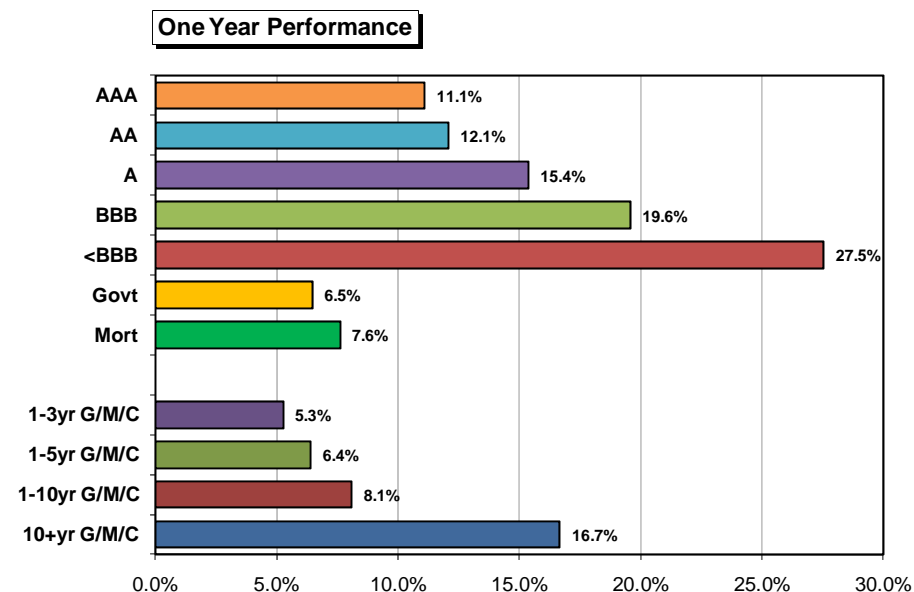
Domestic Credit Sector & Broad Market Maturity Performance

Period Ended: June 30, 2010

- The equity market unrest that occurred during the quarter was largely a benefit to fixed income indices. Foreign sovereign credit worries and the looming possibility of a “double-dip” recession overshadowed the corporate spread compression that dominated fixed income results for most of the last year. The resulting “flight to quality” drove rates lower across the Treasury yield curve. This general rate decline enhanced the performance of long-dated and high-quality bond issues. The market’s changing risk aversion was evident in the high yield index (<BBB) return of -0.1%. This performance marked the first quarter in more than a year that high yield was not the best performing segment of the fixed income market.



- Despite questions surrounding the sustainability of the global economic recovery that dominated the quarter’s results, the one-year performance of the various bond market indices still shows the effects of sizable credit compression in corporate issues. The Government bond index, which did not benefit from the credit compression in corporate bonds, posted a respectable +6.5% over the last year.



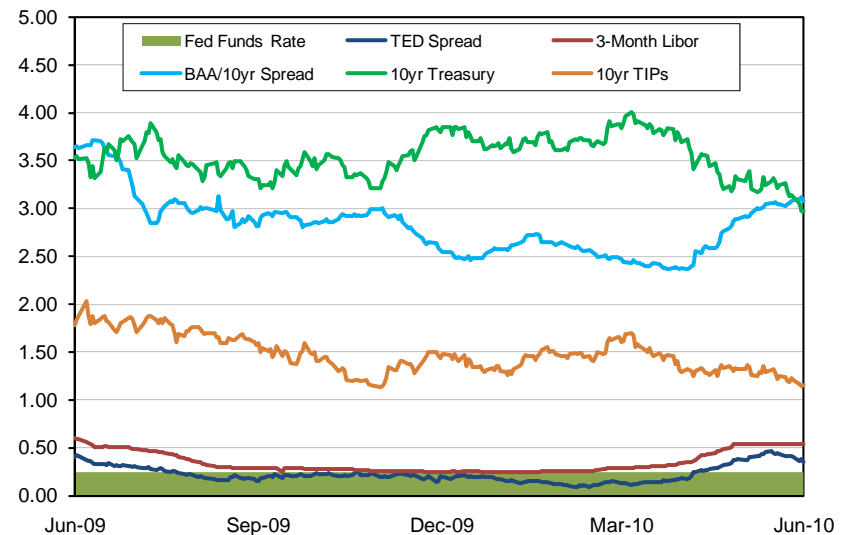
The Market Environment

Market Rate & Yield Curve Comparison

Period Ended: June 30, 2010

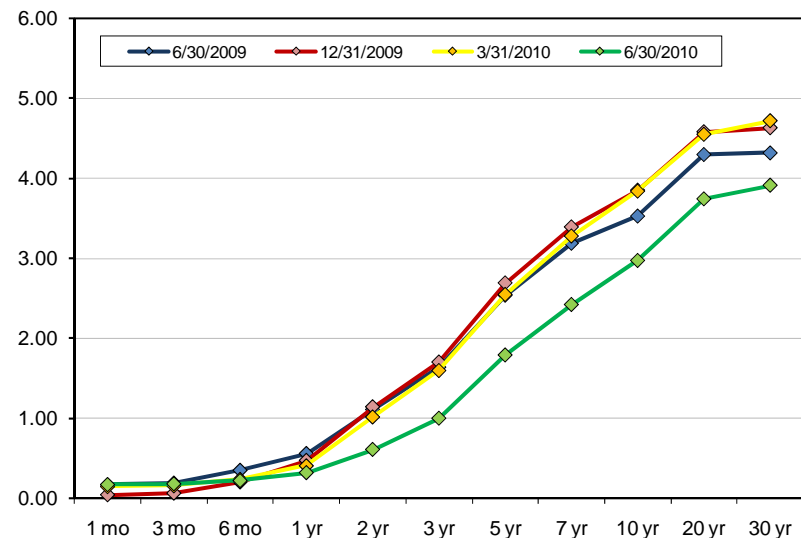
- While the quarter began with economists and market participants speculating on the timing of the Fed reversing its stance on short-term interest rates and assessing the potential of higher inflation, it certainly didn't end that way. As the quarter progressed, the market's movements became more and more dominated by sovereign credit concerns in Europe as well as weaker than expected domestic economic readings. These market events are easily visualized in the trailing market rates chart where domestic inflation expectations receded (10yr TIPs), credit spreads widened (BAA/10yr Spread) and investors fled to the quality of Treasuries that drove yields lower (10yr Treasury).

1-Year Trailing Market Rates



- After trading in a relatively narrow range for much of the last year, the yield curve showed a marked reduction in rates across the maturity spectrum during the quarter. The benchmark 10-Year Treasury bond closed the quarter with a yield of 2.98%, which was down 87 basis points from the 3.84% yield on 3/31/10. The lower curve reflects the market's concern that the global economy may not continue to recover without ongoing coordinated Government support.

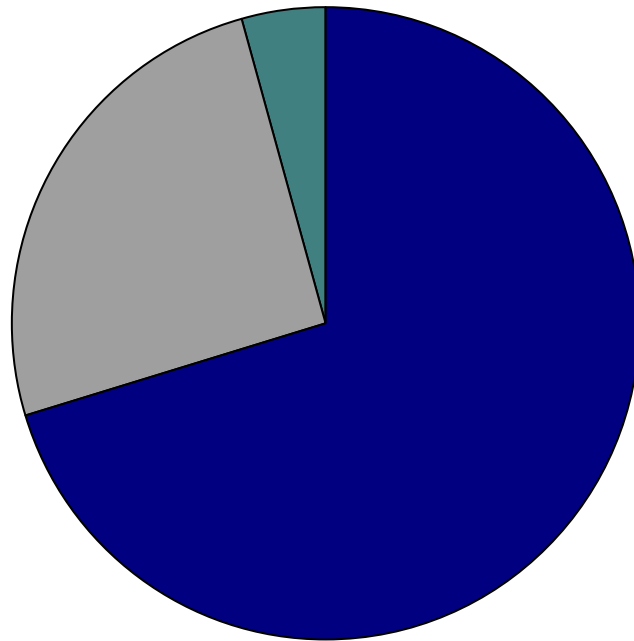
Treasury Yield Curve



**Venice Police Officers' Retirement Fund
June 30, 2010**

Asset Allocation By Style as of Mar - 2010

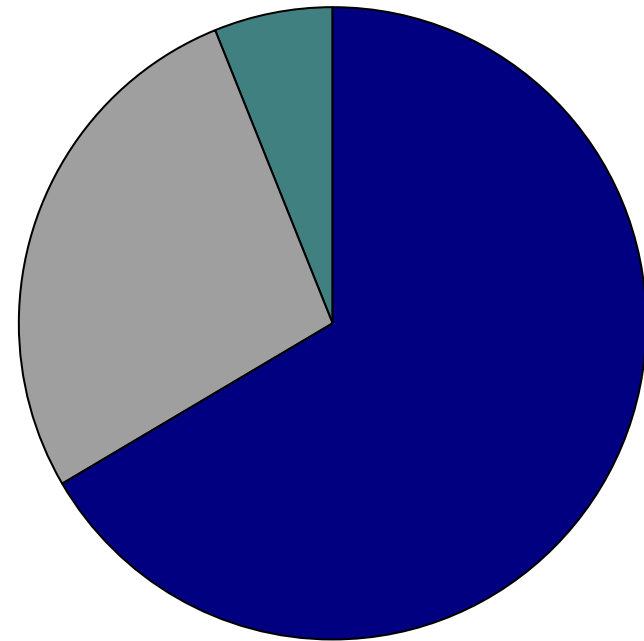
March 31, 2010 : \$23,326,035



Segments	Market Value (\$)	Allocation (%)
Domestic Equity	16,387,672	70.3
Domestic Fixed Income	5,938,581	25.5
Cash Equivalent	999,782	4.3

Asset Allocation By Style - Current Quarter

June 30, 2010 : \$21,589,281

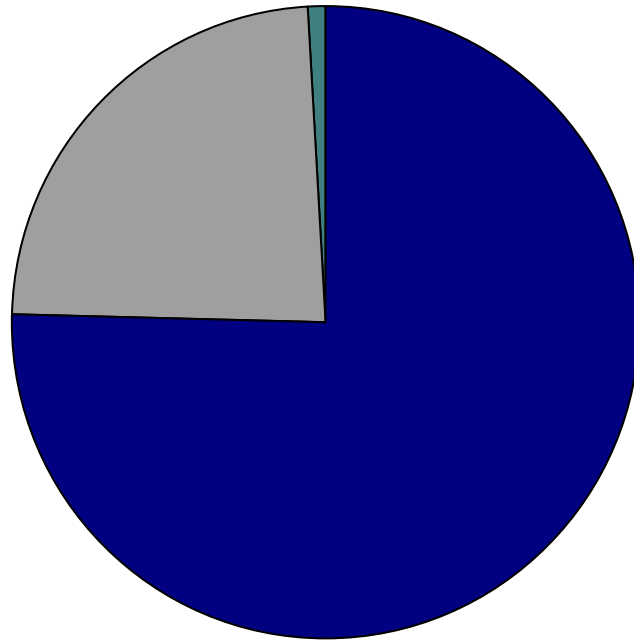


Segments	Market Value (\$)	Allocation (%)
Domestic Equity	14,372,337	66.6
Domestic Fixed Income	5,899,734	27.3
Cash Equivalent	1,317,210	6.1

**Venice Police Officers' Retirement Fund
June 30, 2010**

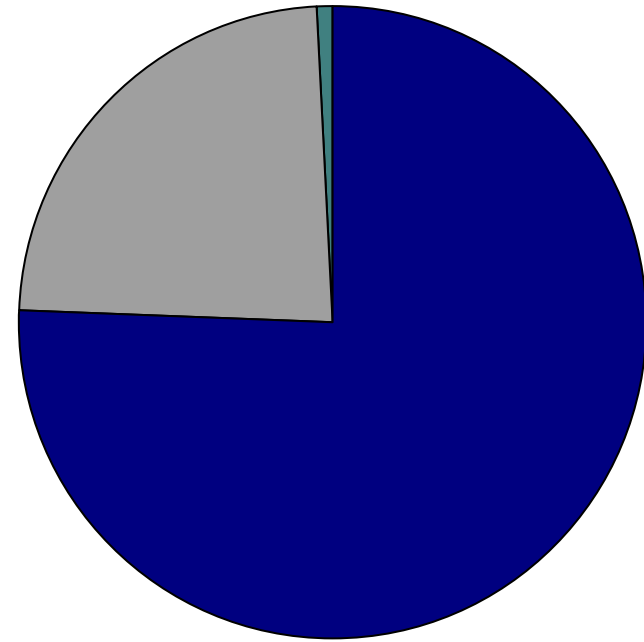
Asset Allocation By Manager as of Mar - 2010

March 31, 2010 : \$23,326,035



Asset Allocation By Manager - Current Quarter

June 30, 2010 : \$21,589,281



	Market Value (\$)	Allocation (%)
■ Bowen Hanes Balanced Portfolio	17,595,641	75.4
■ Rockwood Capital Balanced Portfolio	5,508,419	23.6
■ R&D Account	221,975	1.0

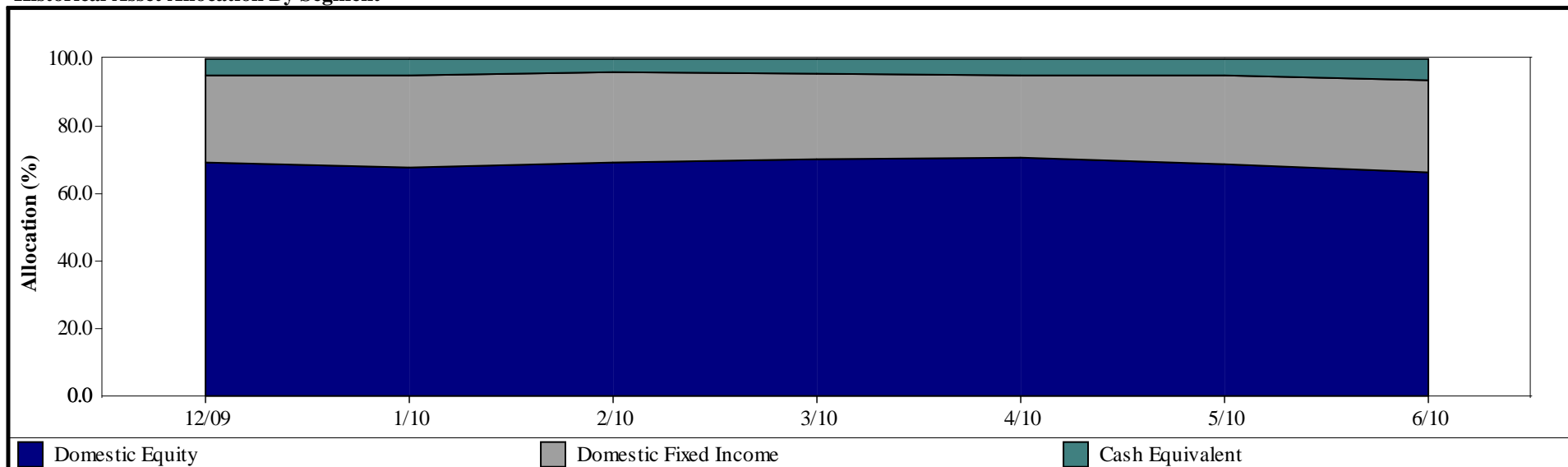
	Market Value (\$)	Allocation (%)
■ Bowen Hanes Balanced Portfolio	16,330,068	75.6
■ Rockwood Capital Balanced Portfolio	5,075,129	23.5
■ R&D Account	184,084	0.9

Venice Police Officers' Retirement Plan
Asset Allocation
As of June 30, 2010

Asset Allocation

	Jun-2010		Mar-2010		Dec-2009		Sep-2009		Jun-2009	
	(\$)	(%)	(\$)	(%)	(\$)	(%)	(\$)	(%)	(\$)	(%)
Bowen Hanes Balanced Portfolio	16,330,068	75.64	17,595,641	75.43	17,056,820	75.66	16,125,766	75.47	19,167,235	100.00
Rockwood Balanced Portfolio	5,075,129	23.51	5,508,419	23.61	5,232,961	23.21	5,038,550	23.58	-	-
R&D Account	184,084	0.85	221,975	0.95	255,079	1.13	203,050	0.95	-	-
Total Fund	21,589,281	100.00	23,326,035	100.00	22,544,860	100.00	21,367,365	100.00	19,167,235	100.00

Historical Asset Allocation By Segment



Venice Police Officers' Retirement Plan
Financial Reconciliation
As of June 30, 2010

Financial Reconciliation Quarter

	Market Value As of 3/31/2010	Net Transfers	Contributions	Distributions	Fees	Expenses	Income	Capital Apprec./ Deprec.	Market Value As of 6/30/2010
Bowen Hanes Balanced Portfolio	17,595,641	-122,500	-	-	-17,545	-	112,417	-1,237,945	16,330,068
Rockwood Balanced Portfolio	5,508,419	-17,500	-	-	-	-	26,235	-442,024	5,075,129
R&D Account	221,975	140,000	257,900	-426,322	-	-9,471	2	-	184,084
Total Fund	23,326,035	-	257,900	-426,322	-17,545	-9,471	138,653	-1,679,970	21,589,281

Financial Reconciliation FYTD

	Market Value As of 9/30/2009	Net Transfers	Contributions	Distributions	Fees	Expenses	Income	Capital Apprec./ Deprec.	Market Value As of 6/30/2010
Bowen Hanes Balanced Portfolio	16,125,766	-273,500	-	-	-50,602	-	343,866	184,537	16,330,068
Rockwood Balanced Portfolio	5,038,550	-17,500	-	-	-	-	76,956	-22,876	5,075,129
R&D Account	203,050	291,000	1,014,804	-1,263,246	-	-61,544	20	-	184,084
Total Fund	21,367,365	-	1,014,804	-1,263,246	-50,602	-61,544	420,842	161,661	21,589,281

Venice Police Officers' Retirement Plan
Comparative Performance Trailing Returns
As of June 30, 2010

	1 Quarter	Oct-2009 To Jun-2010	1 Year	3 Years	5 Years	Since Inception	Inception Date
Total Fund (Net)	-6.77	2.45	15.66	-5.29	3.02	8.75	08/01/1986
Total Fund Policy	-6.39	1.37	13.12	-3.71	1.67	8.19	
Difference	-0.38	1.08	2.54	-1.58	1.35	0.56	
Total Fund (Gross)	-6.70 (80)	2.68 (14)	16.04 (7)	-4.93 (85)	3.40 (17)	8.94 N/A	08/01/1986
Total Fund Policy	-6.39 (70)	1.37 (44)	13.12 (40)	-3.71 (62)	1.67 (79)	8.19 N/A	
Difference	-0.31	1.31	2.92	-1.22	1.73	0.75	
All Public Plans-Total Fund Median	-5.84	1.17	12.73	-3.32	2.65	N/A	
Total Equity	-10.51 (18)	1.38 (9)	18.81 (6)	-8.14 (30)	3.23 (6)	10.71 (1)	08/01/1986
Russell 1000 Index	-11.44 (51)	-0.72 (38)	15.24 (27)	-9.54 (58)	-0.56 (63)	8.86 (95)	
Difference	0.93	2.10	3.57	1.40	3.79	1.85	
US Core/Large Cap Equity (SA+CF) Median	-11.44	-1.03	13.88	-9.29	-0.18	9.49	
Total Fixed Income	2.73 (92)	6.15 (48)	12.66 (26)	4.69 (96)	3.69 (99)	6.80 (100)	03/01/1988
Barclays Capital U.S. Government/Credit	3.88 (12)	5.27 (89)	9.65 (79)	7.37 (76)	5.26 (82)	7.27 (97)	
Difference	-1.15	0.88	3.01	-2.68	-1.57	-0.47	
US Broad Market Core Fixed Income (SA+CF) Median	3.43	6.07	11.08	8.12	5.96	7.62	

Returns for periods greater than one year are annualized.

Returns are expressed as percentages.

Current Total Fund Policy: 65% Russell 1000, 30% Barclays G/C, 5% Citigroup 3-Month T-Bill

Rockwood Policy= 60% Russell 3000, & 40% Barclays Aggregate

Venice Police Officers' Retirement Plan
Comparative Performance Trailing Returns
As of June 30, 2010

	1 Quarter	Oct-2009 To Jun-2010	1 Year	3 Years	5 Years	Since Inception	Inception Date
Bowen Hanes Balanced Portfolio	-6.54 (75)	2.89 (10)	17.29 (3)	-4.84 (84)	3.31 (21)	8.81 N/A	08/01/1986
Total Fund Policy	-6.39 (70)	1.37 (44)	13.12 (40)	-3.71 (62)	1.67 (79)	8.19 N/A	
Difference	-0.15	1.52	4.17	-1.13	1.64	0.62	
All Public Plans-Total Fund Median	-5.84	1.17	12.73	-3.32	2.65	N/A	
Bowen Hanes Equity	-9.63 (9)	2.09 (6)	20.35 (4)	-7.75 (26)	3.49 (5)	10.77 (1)	08/01/1986
Russell 1000 Index	-11.44 (51)	-0.72 (38)	15.24 (27)	-9.54 (58)	-0.56 (63)	8.86 (95)	
Difference	1.81	2.81	5.11	1.79	4.05	1.91	
US Core/Large Cap Equity (SA+CF) Median	-11.44	-1.03	13.88	-9.29	-0.18	9.49	
Bowen Hanes Fixed Income	2.42 (96)	6.60 (32)	13.27 (21)	4.88 (95)	3.81 (98)	6.83 (100)	03/01/1988
Barclays Capital U.S. Government/Credit	3.88 (12)	5.27 (89)	9.65 (79)	7.37 (76)	5.26 (82)	7.27 (97)	
Difference	-1.46	1.33	3.62	-2.49	-1.45	-0.44	
US Broad Market Core Fixed Income (SA+CF) Median	3.43	6.07	11.08	8.12	5.96	7.62	
Rockwood Balanced Portfolio	-7.58 (97)	1.04 (58)	N/A	N/A	N/A	1.04 N/A	10/01/2009
Total Rockwood Policy	-5.51 (36)	2.19 (23)	N/A	N/A	N/A	2.19 N/A	
Difference	-2.07	-1.15	N/A	N/A	N/A	-1.15	
All Public Plans-Total Fund Median	-5.84	1.17	12.73	-3.32	2.65	N/A	
Rockwood Equity	-13.70 (96)	-1.29 (67)	N/A	N/A	N/A	-1.29 (67)	10/01/2009
Russell 3000 Index	-11.32 (52)	-0.51 (51)	15.72 (36)	-9.47 (69)	-0.48 (64)	-0.51 (51)	
Difference	-2.38	-0.78	N/A	N/A	N/A	-0.78	
US All Cap Core Equity (SA+CF) Median	-11.31	-0.50	14.84	-9.07	-0.26	-0.50	
Rockwood Fixed Income	3.40 (52)	4.94 (96)	N/A	N/A	N/A	4.94 (96)	10/01/2009
Barclays Capital Aggregate	3.49 (43)	5.55 (79)	9.50 (83)	7.55 (70)	5.54 (73)	5.55 (79)	
Difference	-0.09	-0.61	N/A	N/A	N/A	-0.61	
US Broad Market Core Fixed Income (SA+CF) Median	3.43	6.07	11.08	8.12	5.96	6.07	

Returns for periods greater than one year are annualized.

Returns are expressed as percentages.

Current Total Fund Policy: 65% Russell 1000, 30% Barclays G/C, 5% Citigroup 3-Month T-Bill

Rockwood Policy= 60% Russell 3000, & 40% Barclays Aggregate

Venice Police Officers' Retirement Plan
Comparative Performance Fiscal Year Returns
As of June 30, 2010

	Oct-2008 To Sep-2009	Oct-2007 To Sep-2008	Oct-2006 To Sep-2007	Oct-2005 To Sep-2006	Oct-2004 To Sep-2005	Oct-2003 To Sep-2004	Oct-2002 To Sep-2003
Total Fund (Net)	-3.43	-16.34	20.79	9.09	14.82	15.22	17.25
Total Fund Policy	0.09	-13.98	12.73	7.88	10.14	10.09	18.39
Difference	-3.52	-2.36	8.06	1.21	4.68	5.13	-1.14
Total Fund (Gross)	-3.03 (91)	-16.01 (84)	21.27 (2)	9.43 (36)	15.30 (13)	15.68 (4)	17.73 (36)
Total Fund Policy	0.09 (65)	-13.98 (55)	12.73 (79)	7.88 (68)	10.14 (74)	10.09 (66)	18.39 (31)
Difference	-3.12	-2.03	8.54	1.55	5.16	5.59	-0.66
All Public Plans-Total Fund Median	1.34	-13.67	14.48	8.74	12.54	11.19	16.30
Total Equity	-6.40 (50)	-20.99 (48)	28.49 (1)	11.60 (33)	20.08 (12)	21.49 (4)	23.84 (52)
Russell 1000 Index	-6.14 (46)	-22.10 (68)	16.90 (47)	10.25 (64)	14.26 (53)	13.90 (57)	25.14 (29)
Difference	-0.26	1.11	11.59	1.35	5.82	7.59	-1.30
US Core/Large Cap Equity (SA+CF) Median	-6.47	-21.17	16.61	10.82	14.32	14.20	23.99
Total Fixed Income	8.50 (93)	-1.34 (83)	2.48 (100)	3.14 (98)	3.34 (31)	4.04 (34)	8.65 (6)
Barclays Capital U.S. Government/Credit	11.46 (71)	2.41 (52)	5.08 (60)	3.33 (97)	2.56 (91)	3.35 (81)	6.51 (26)
Difference	-2.96	-3.75	-2.60	-0.19	0.78	0.69	2.14
US Broad Market Core Fixed Income (SA+CF) Median	12.49	2.56	5.16	3.86	3.12	3.80	5.79

Returns for periods greater than one year are annualized.

Returns are expressed as percentages.

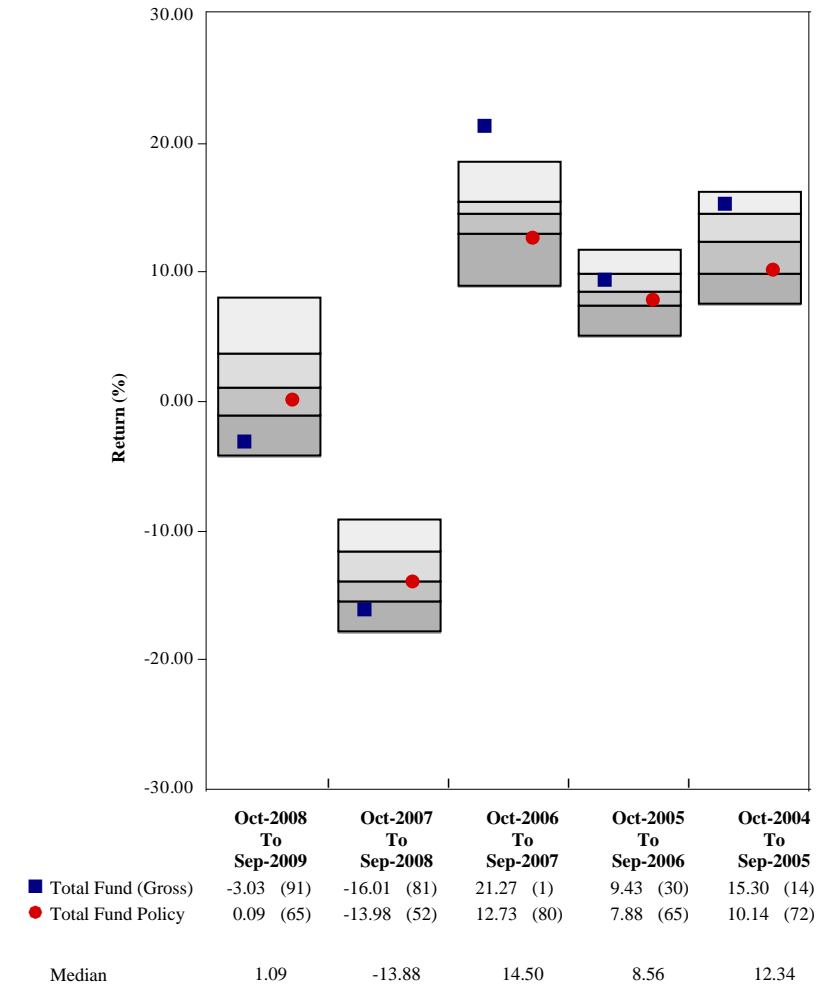
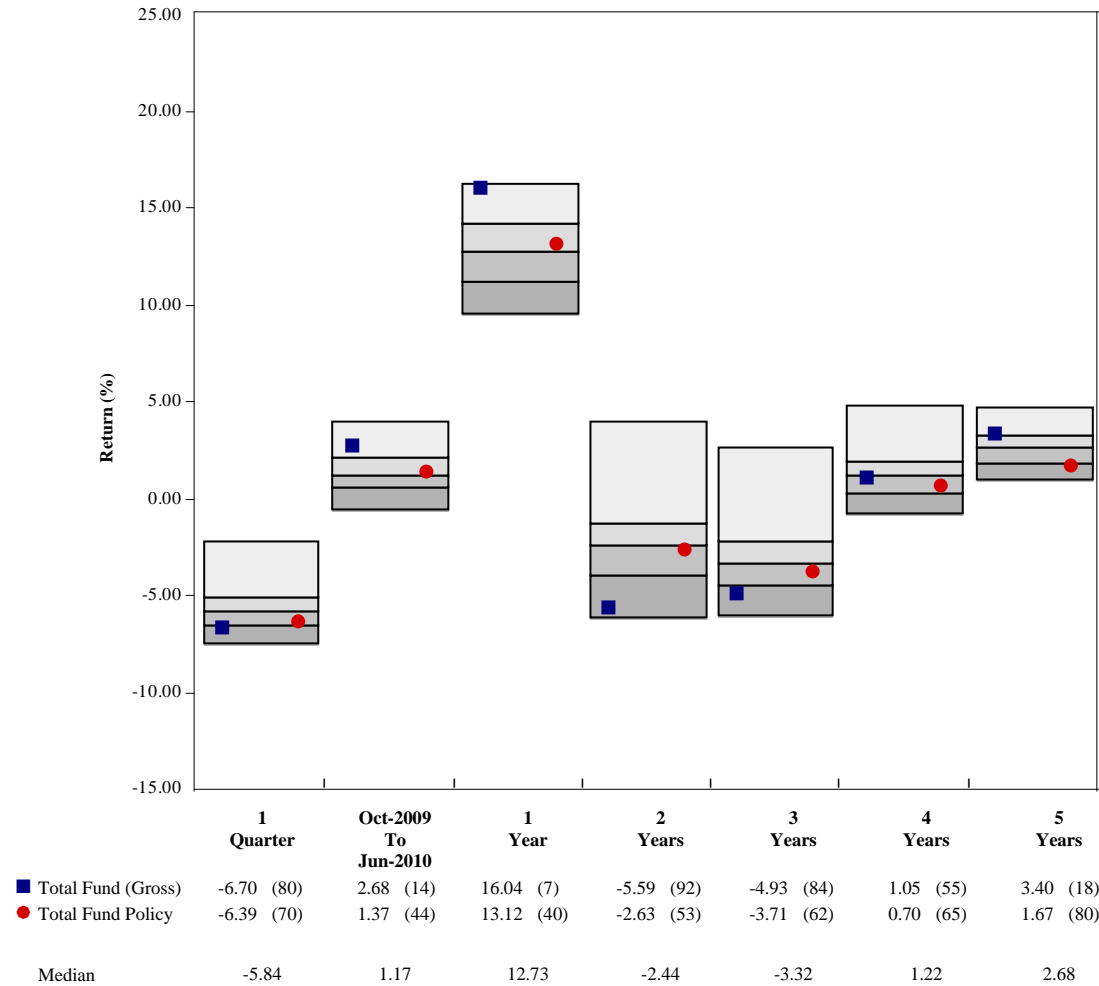
Current Total Fund Policy: 65% Russell 1000, 30% Barclays G/C, 5% Citigroup 3-Month T-Bill

Venice Police Officers' Retirement Plan

Total Fund (Gross)

June 30, 2010

Plan Sponsor Peer Group Analysis - All Public Plans-Total Fund



Comparative Performance

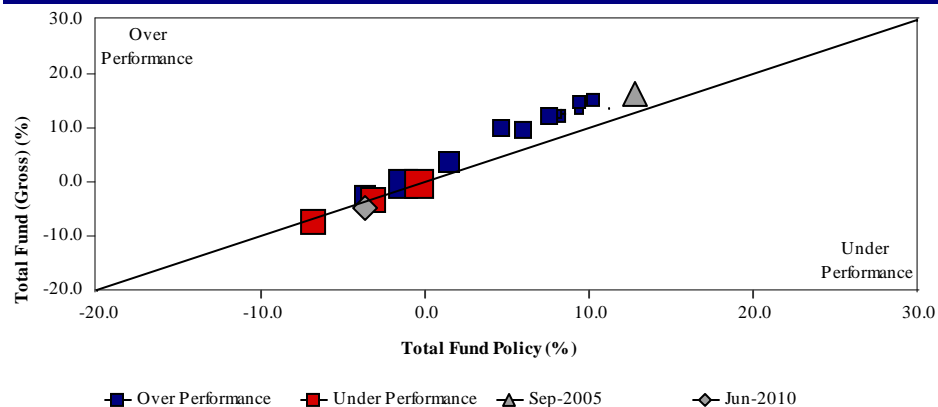
	1 Quarter Ending Mar-2010	1 Quarter Ending Dec-2009	1 Quarter Ending Sep-2009	1 Quarter Ending Jun-2009	1 Quarter Ending Mar-2009	1 Quarter Ending Dec-2008
Total Fund (Gross)	4.45 (17)	5.37 (3)	13.01 (14)	12.19 (26)	-8.43 (95)	-16.47 (94)
Total Fund Policy	4.23 (25)	3.89 (27)	11.59 (48)	11.19 (40)	-7.06 (81)	-13.21 (57)
All Public Plans-Total Fund Median	3.84	3.42	11.45	10.61	-5.80	-12.83

Venice Police Officers' Retirement Plan

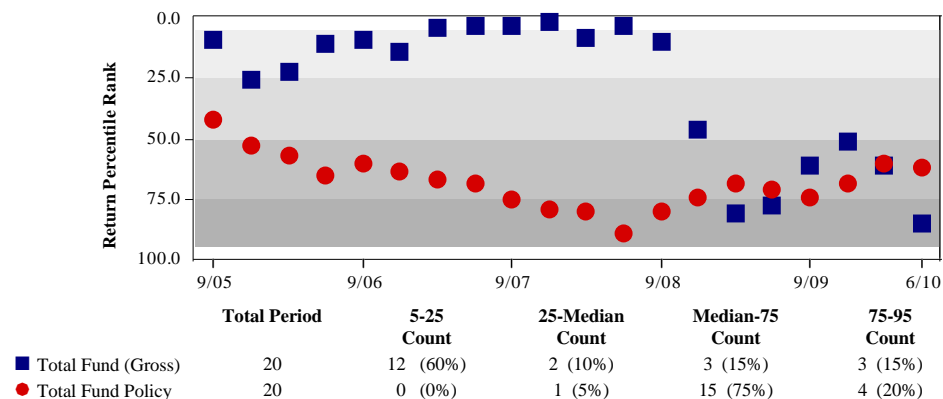
Total Fund (Gross)

June 30, 2010

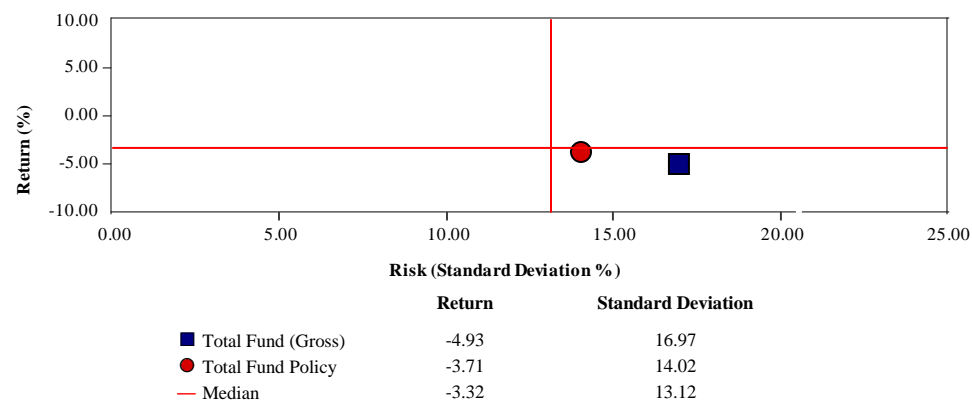
3 Yr Rolling Under/Over Performance - 5 Years



3 Yr Rolling Percentile Ranking - 5 Years



Peer Group Scattergram - 3 Years



Peer Group Scattergram - 5 Years



Historical Statistics - 3 Years

	Tracking Error	Up Market Capture	Down Market Capture	Alpha	IR	Sharpe Ratio	Beta	Downside Risk
Total Fund (Gross)	4.74	116.88	118.35	-0.29	-0.16	-0.30	1.18	14.00
Total Fund Policy	0.00	100.00	100.00	0.00	N/A	-0.30	1.00	11.25

Historical Statistics - 5 Years

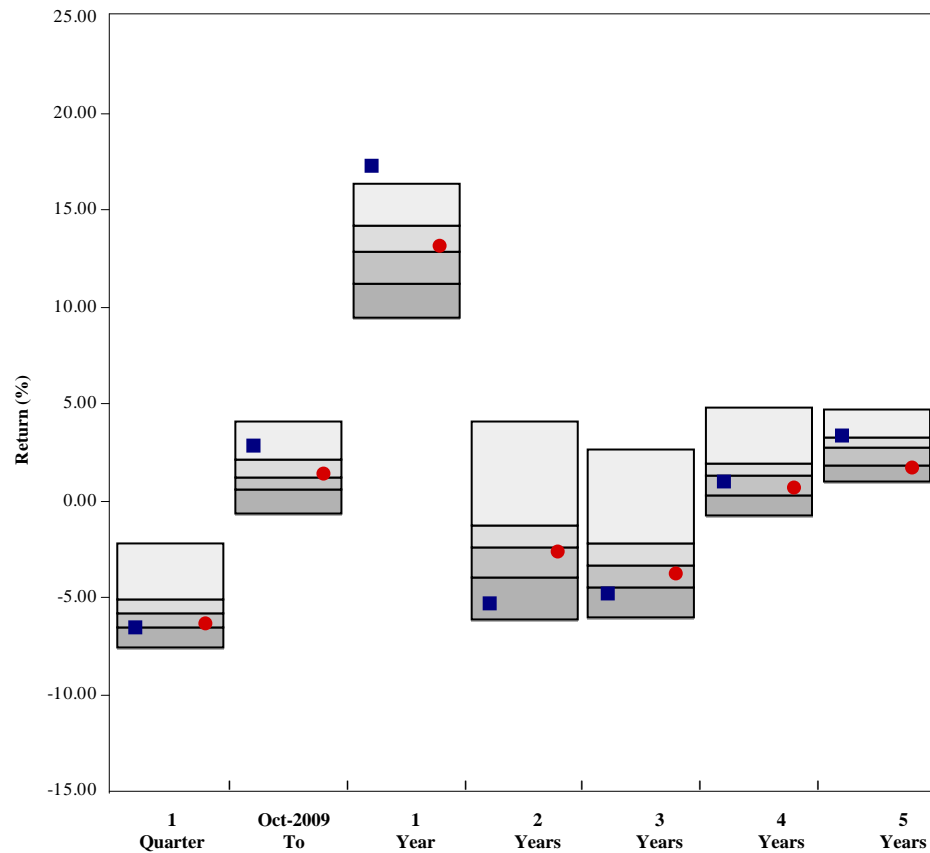
	Tracking Error	Up Market Capture	Down Market Capture	Alpha	IR	Sharpe Ratio	Beta	Downside Risk
Total Fund (Gross)	4.36	125.41	114.62	1.62	0.47	0.12	1.19	10.96
Total Fund Policy	0.00	100.00	100.00	0.00	N/A	-0.03	1.00	8.80

Venice Police Officers' Retirement Plan

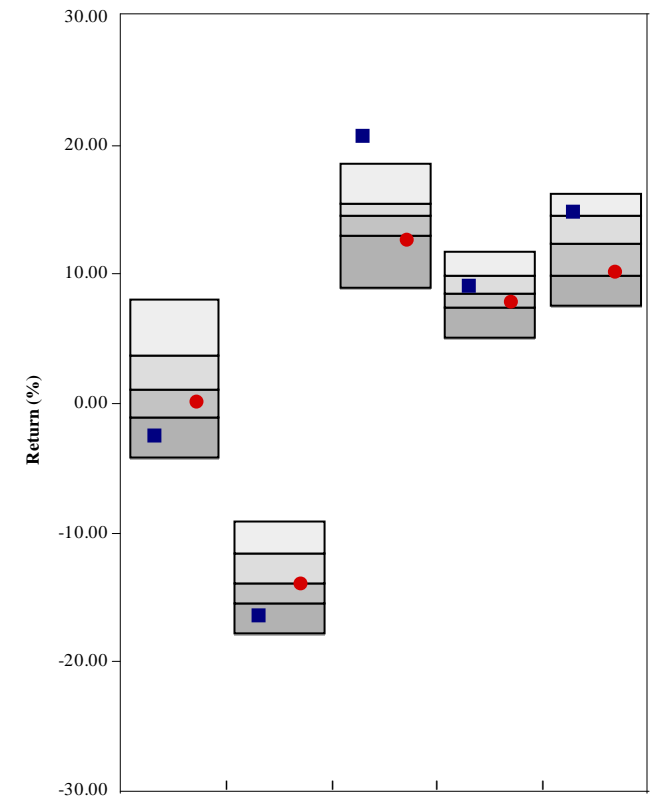
Bowen Hanes Portfolio (Net)

June 30, 2010

Plan Sponsor Peer Group Analysis - All Public Plans-Total Fund



■ Bowen Hanes Portfolio (Net)	-6.54 (76)	2.89 (10)	17.29 (3)	-5.28 (88)	-4.84 (84)	1.02 (57)	3.31 (22)
● Total Fund Policy	-6.39 (70)	1.37 (45)	13.12 (40)	-2.63 (53)	-3.71 (62)	0.70 (66)	1.67 (80)
Median	-5.83	1.18	12.79	-2.43	-3.31	1.24	2.69



■ Bowen Hanes Portfolio (Net)	-2.49 (87)	-16.34 (85)	20.79 (2)	9.09 (38)	14.82 (20)
● Total Fund Policy	0.09 (65)	-13.98 (51)	12.73 (80)	7.88 (65)	10.14 (72)
Median	1.10	-13.89	14.50	8.56	12.34

Comparative Performance

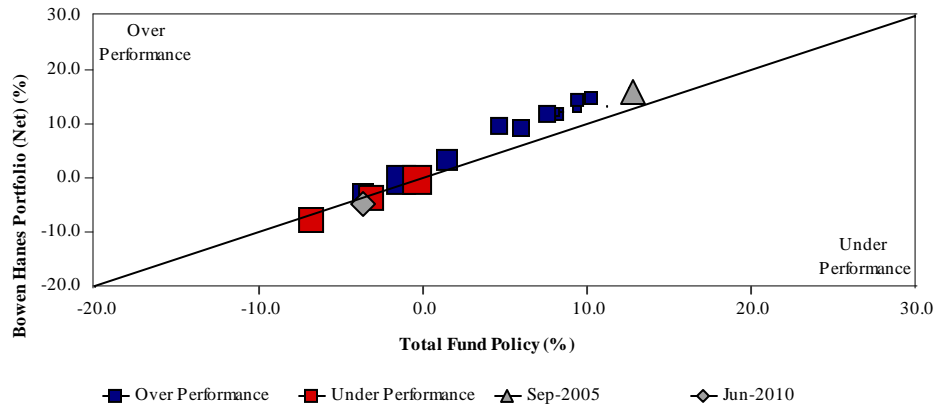
	1 Quarter Ending Mar-2010	1 Quarter Ending Dec-2009	1 Quarter Ending Sep-2009	1 Quarter Ending Jun-2009	1 Quarter Ending Mar-2009	1 Quarter Ending Dec-2008
Bowen Hanes Portfolio (Net)	4.08 (34)	5.77 (1)	14.00 (6)	12.08 (27)	-8.52 (96)	-16.57 (95)
Total Fund Policy	4.23 (25)	3.89 (27)	11.59 (48)	11.19 (40)	-7.06 (81)	-13.21 (57)
All Public Plans-Total Fund Median	3.84	3.42	11.45	10.61	-5.80	-12.83

Venice Police Officers' Retirement Plan

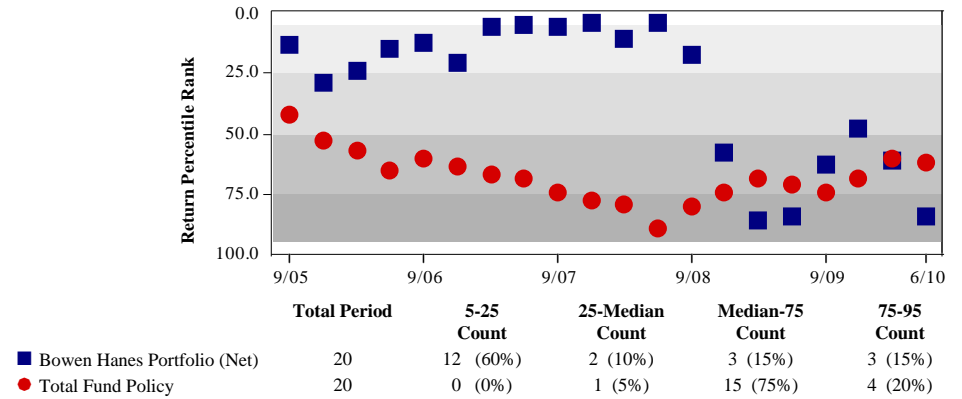
Bowen Hanes Portfolio (Net)

June 30, 2010

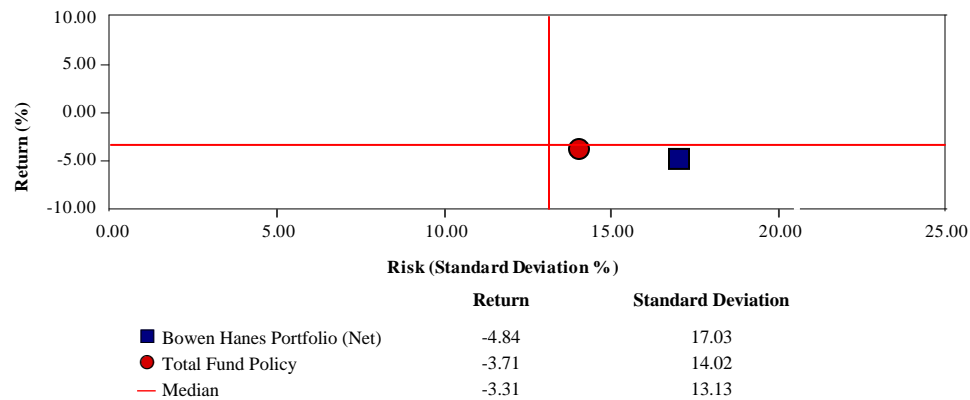
3 Yr Rolling Under/Over Performance - 5 Years



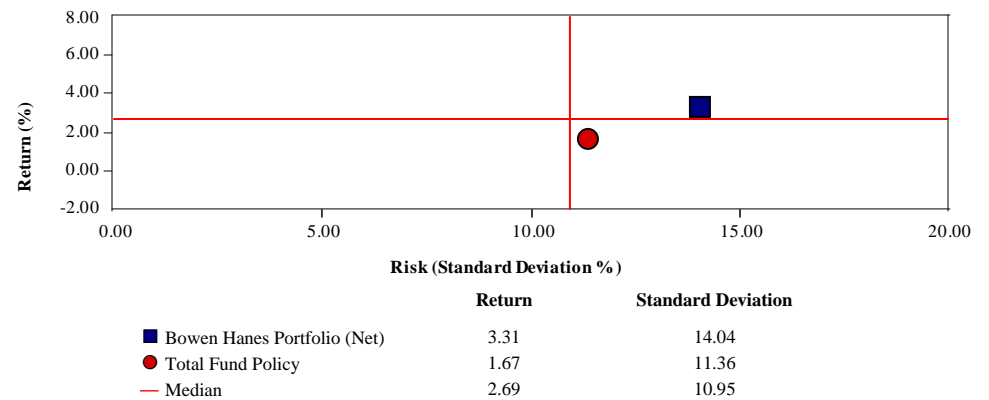
3 Yr Rolling Percentile Ranking - 5 Years



Peer Group Scattergram - 3 Years



Peer Group Scattergram - 5 Years



Historical Statistics - 3 Years

	Tracking Error	Up Market Capture	Down Market Capture	Alpha	IR	Sharpe Ratio	Beta	Downside Risk
Bowen Hanes Portfolio (Net)	4.77	116.89	117.88	-0.18	-0.14	-0.29	1.18	14.05
Total Fund Policy	0.00	100.00	100.00	0.00	N/A	-0.30	1.00	11.25

Historical Statistics - 5 Years

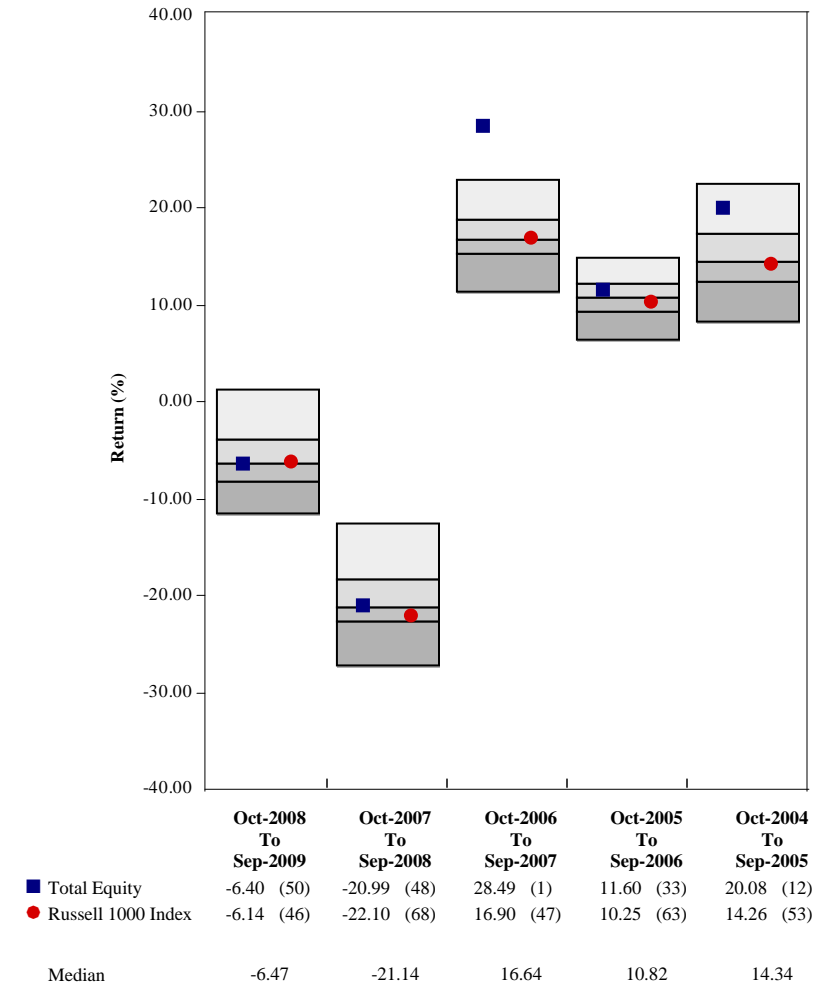
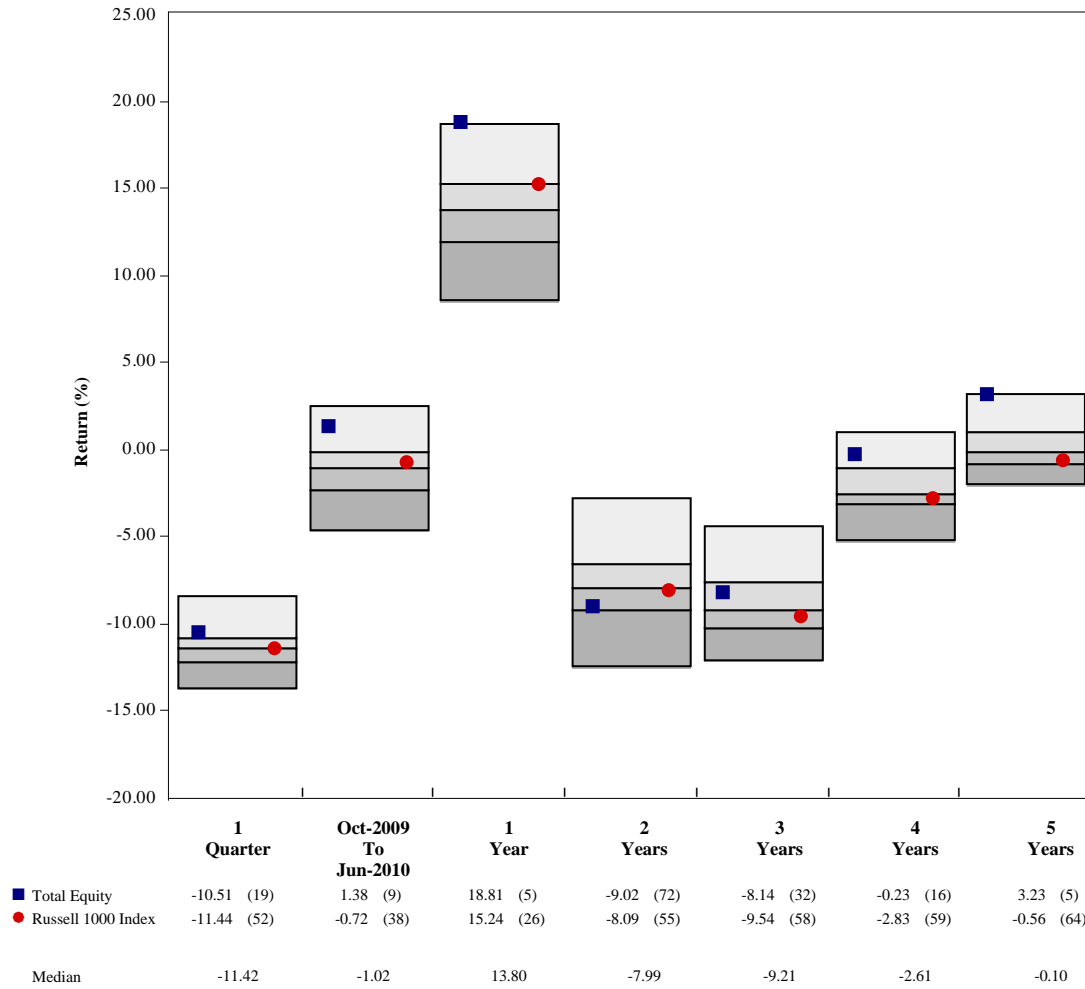
	Tracking Error	Up Market Capture	Down Market Capture	Alpha	IR	Sharpe Ratio	Beta	Downside Risk
Bowen Hanes Portfolio (Net)	4.37	124.67	114.35	1.53	0.45	0.11	1.19	11.00
Total Fund Policy	0.00	100.00	100.00	0.00	N/A	-0.03	1.00	8.80

Venice Police Officers' Retirement Plan

Total Equity

June 30, 2010

Peer Group Analysis - US Core/Large Cap Equity (SA+CF)



Comparative Performance

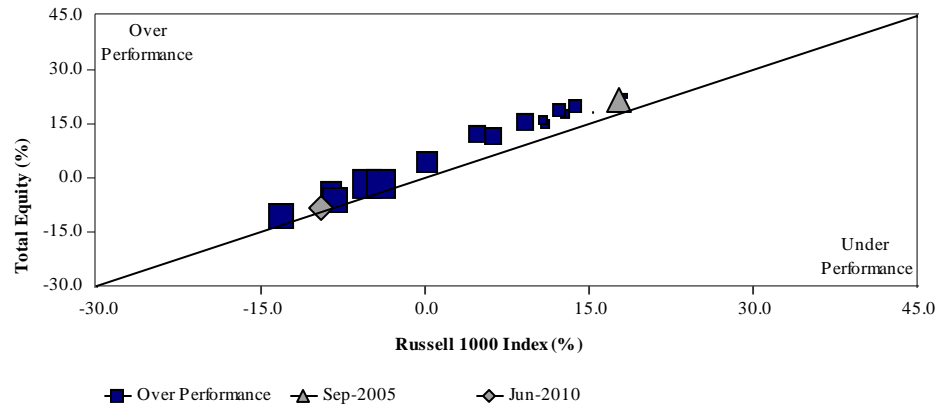
	1 Quarter Ending Mar-2010	1 Quarter Ending Dec-2009	1 Quarter Ending Sep-2009	1 Quarter Ending Jun-2009	1 Quarter Ending Mar-2009	1 Quarter Ending Dec-2008
Total Equity	5.48 (43)	7.40 (9)	17.19 (14)	15.72 (47)	-12.10 (91)	-21.48 (46)
Russell 1000 Index	5.70 (33)	6.07 (44)	16.07 (27)	16.50 (31)	-10.45 (51)	-22.48 (70)
US Core/Large Cap Equity (SA+CF) Median	5.40	6.01	15.28	15.56	-10.43	-21.68

Venice Police Officers' Retirement Plan

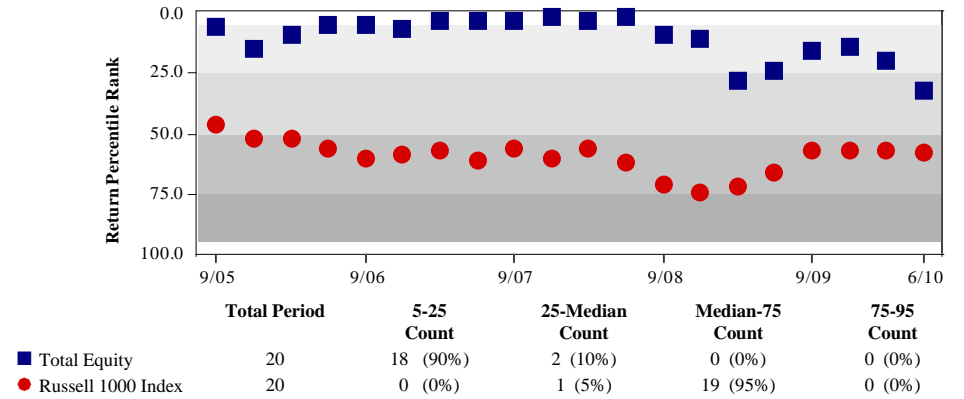
Total Equity

June 30, 2010

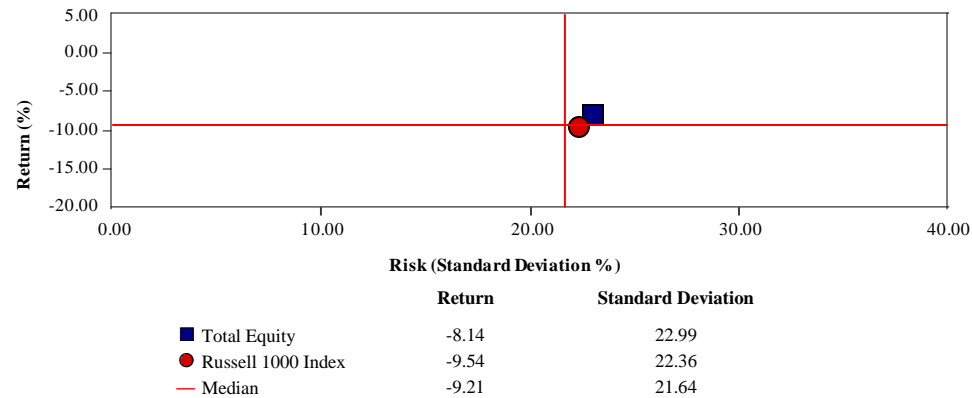
3 Yr Rolling Under/Over Performance - 5 Years



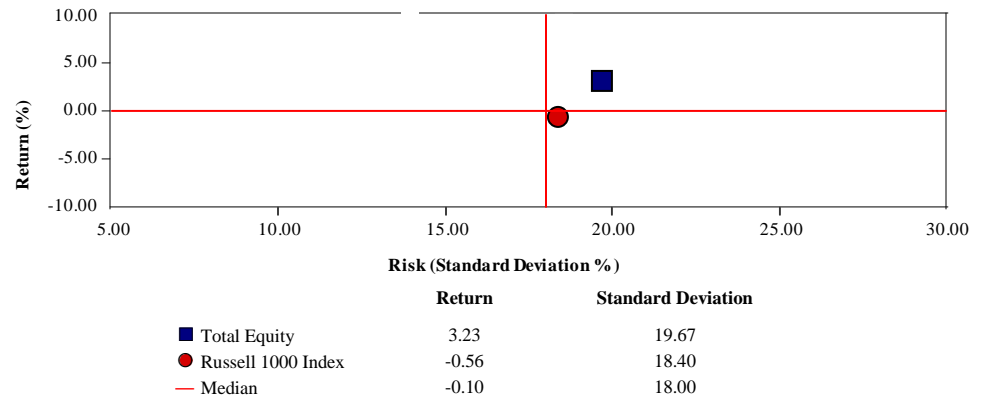
3 Yr Rolling Percentile Ranking - 5 Years



Peer Group Scattergram - 3 Years



Peer Group Scattergram - 5 Years



Historical Statistics - 3 Years

	Tracking Error	Up Market Capture	Down Market Capture	Alpha	IR	Sharpe Ratio	Beta	Downside Risk
Total Equity	5.58	104.02	97.98	1.71	0.30	-0.35	1.00	17.52
Russell 1000 Index	0.00	100.00	100.00	0.00	N/A	-0.44	1.00	17.15

Historical Statistics - 5 Years

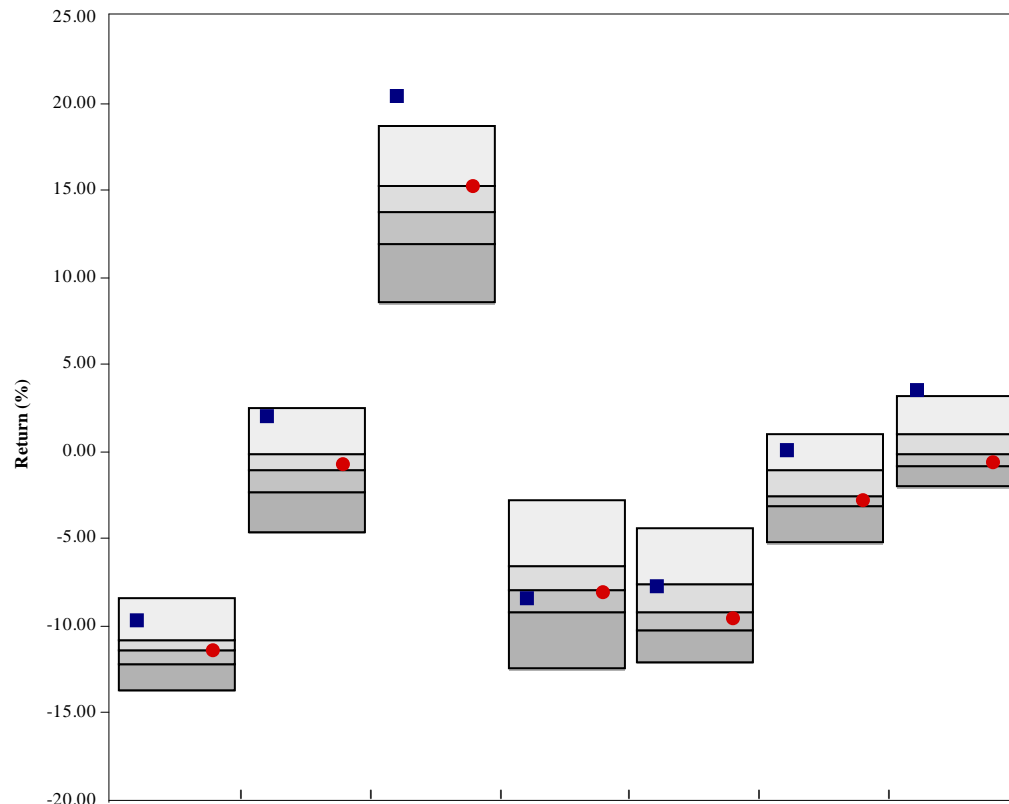
	Tracking Error	Up Market Capture	Down Market Capture	Alpha	IR	Sharpe Ratio	Beta	Downside Risk
Total Equity	5.09	112.47	94.99	3.91	0.77	0.12	1.02	13.73
Russell 1000 Index	0.00	100.00	100.00	0.00	N/A	-0.10	1.00	13.43

Venice Police Officers' Retirement Plan

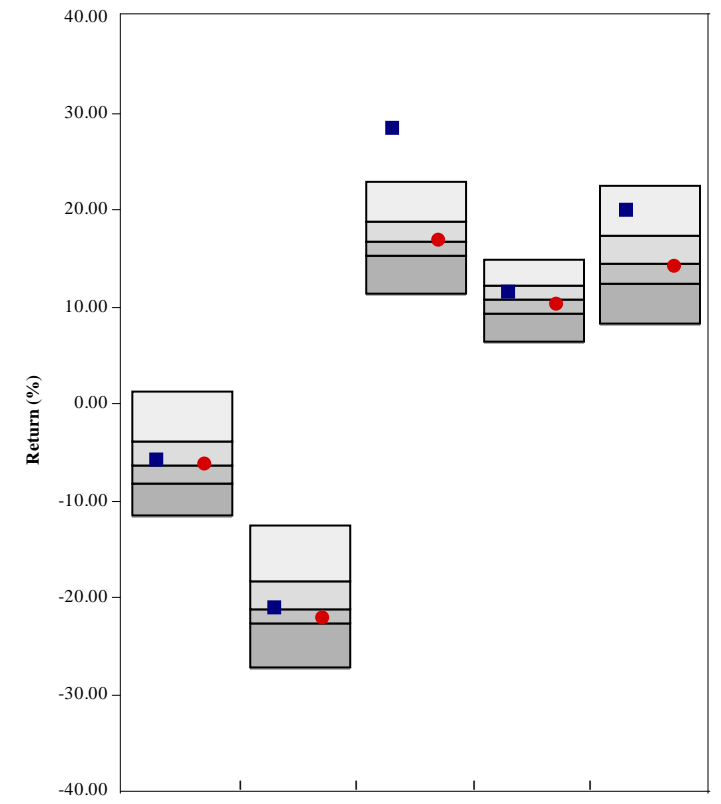
Bowen Hanes Equity

June 30, 2010

Peer Group Analysis - US Core/Large Cap Equity (SA+CF)



	1 Quarter	Oct-2009 To Jun-2010	1 Year	2 Years	3 Years	4 Years	5 Years
■ Bowen Hanes Equity	-9.63 (10)	2.09 (6)	20.35 (4)	-8.43 (63)	-7.75 (27)	0.10 (11)	3.49 (5)
● Russell 1000 Index	-11.44 (52)	-0.72 (38)	15.24 (26)	-8.09 (55)	-9.54 (58)	-2.83 (59)	-0.56 (64)
Median	-11.42	-1.02	13.80	-7.99	-9.21	-2.61	-0.10



	Oct-2008 To Sep-2009	Oct-2007 To Sep-2008	Oct-2006 To Sep-2007	Oct-2005 To Sep-2006	Oct-2004 To Sep-2005
■ Bowen Hanes Equity	-5.84 (42)	-20.99 (48)	28.49 (1)	11.60 (33)	20.08 (12)
● Russell 1000 Index	-6.14 (46)	-22.10 (68)	16.90 (47)	10.25 (63)	14.26 (53)
Median	-6.47	-21.14	16.64	10.82	14.34

Comparative Performance

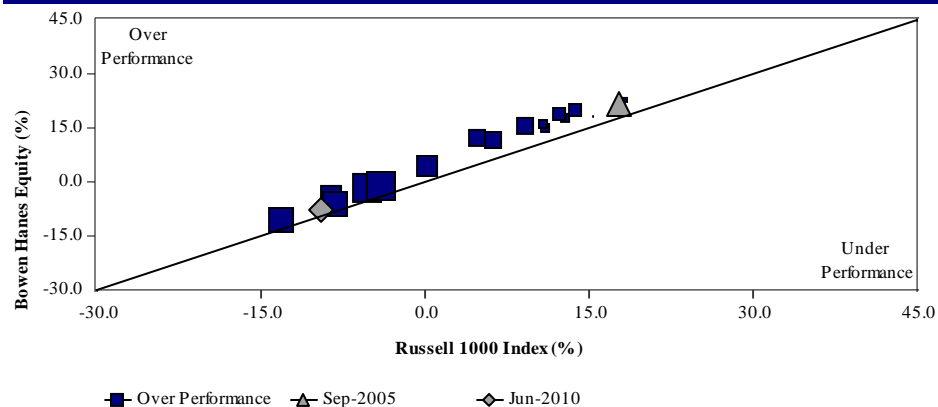
	1 Quarter Ending Mar-2010	1 Quarter Ending Dec-2009	1 Quarter Ending Sep-2009	1 Quarter Ending Jun-2009	1 Quarter Ending Mar-2009	1 Quarter Ending Dec-2008
Bowen Hanes Equity	4.91 (72)	7.68 (7)	17.89 (10)	15.72 (47)	-12.10 (91)	-21.48 (46)
Russell 1000 Index	5.70 (33)	6.07 (44)	16.07 (27)	16.50 (31)	-10.45 (51)	-22.48 (70)
US Core/Large Cap Equity (SA+CF) Median	5.40	6.01	15.28	15.56	-10.43	-21.68

Venice Police Officers' Retirement Plan

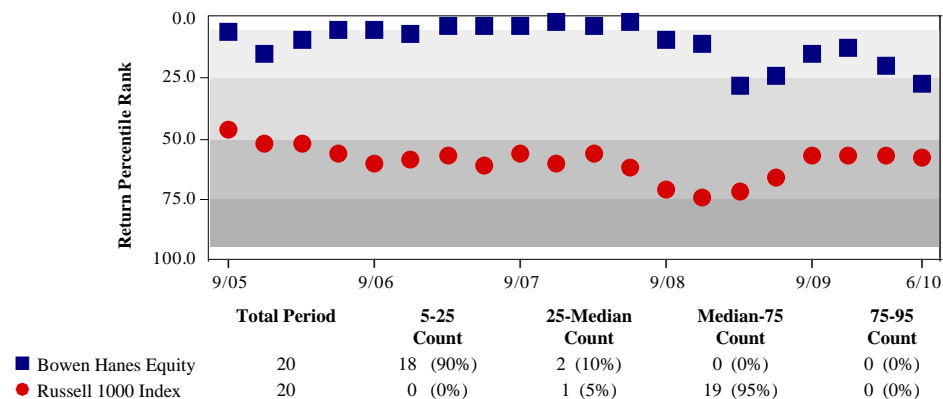
Bowen Hanes Equity

June 30, 2010

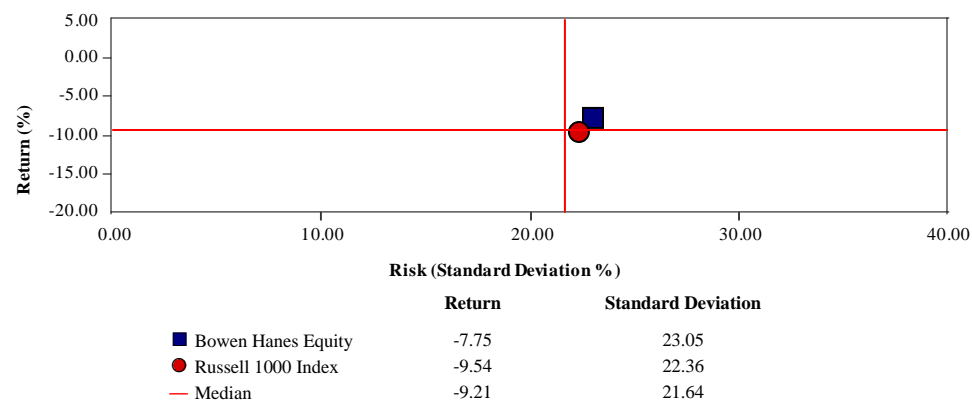
3 Yr Rolling Under/Over Performance - 5 Years



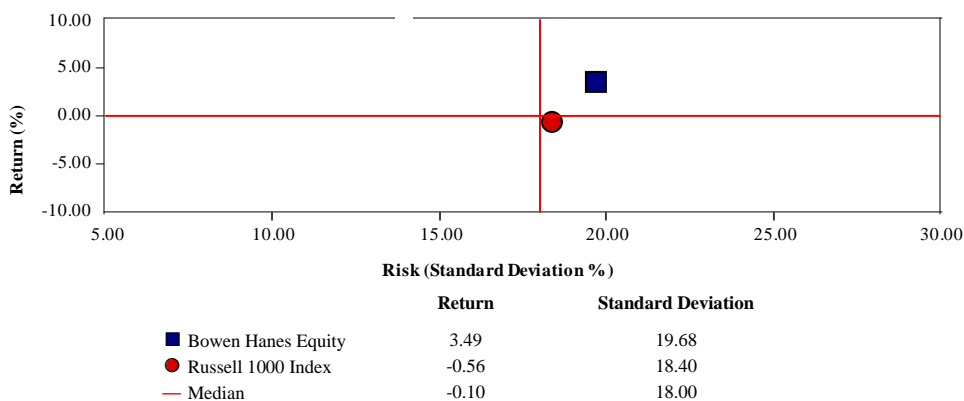
3 Yr Rolling Percentile Ranking - 5 Years



Peer Group Scattergram - 3 Years



Peer Group Scattergram - 5 Years



Historical Statistics - 3 Years

	Tracking Error	Up Market Capture	Down Market Capture	Alpha	IR	Sharpe Ratio	Beta	Downside Risk
Bowen Hanes Equity	5.66	102.79	95.85	2.04	0.37	-0.33	0.99	17.38
Russell 1000 Index	0.00	100.00	100.00	0.00	N/A	-0.44	1.00	17.15

Historical Statistics - 5 Years

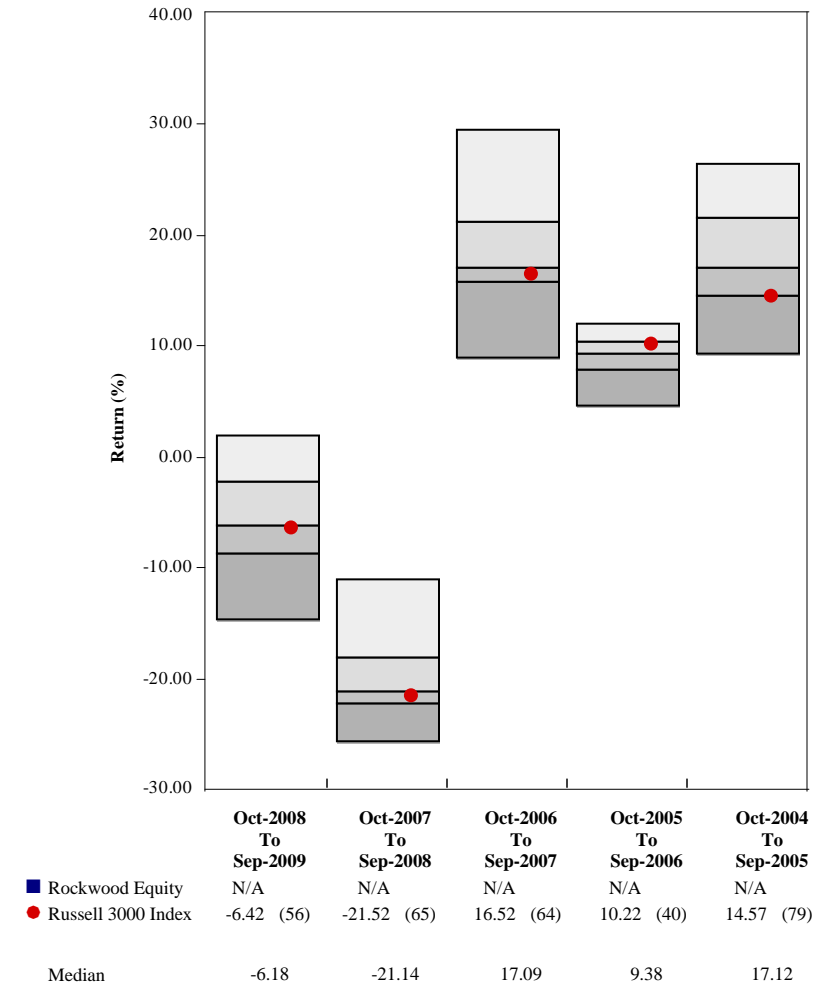
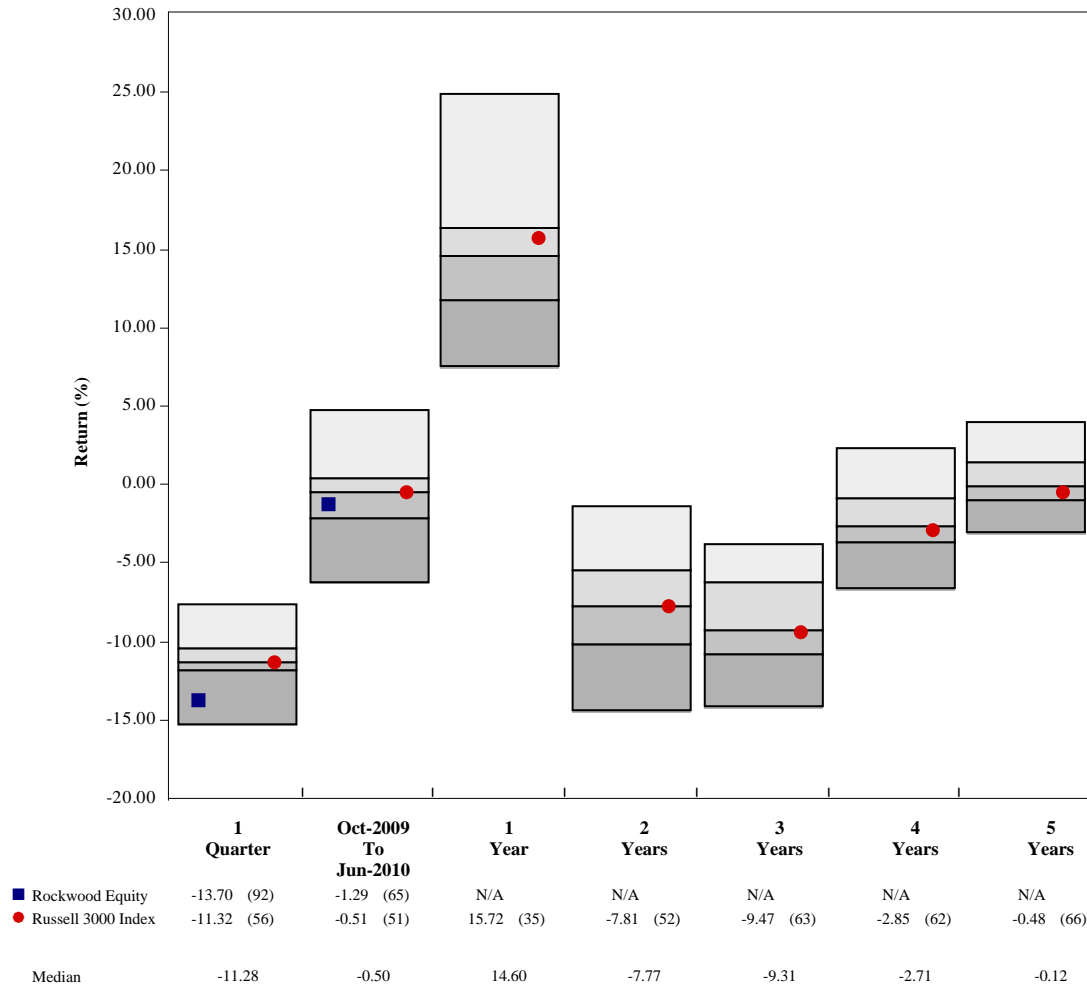
	Tracking Error	Up Market Capture	Down Market Capture	Alpha	IR	Sharpe Ratio	Beta	Downside Risk
Bowen Hanes Equity	5.14	111.65	93.04	4.15	0.81	0.13	1.01	13.62
Russell 1000 Index	0.00	100.00	100.00	0.00	N/A	-0.10	1.00	13.43

Venice Police Officers' Retirement Plan

Rockwood Equity

June 30, 2010

Peer Group Analysis - US All Cap Core Equity (SA+CF)



Comparative Performance

	1 Quarter Ending Mar-2010	1 Quarter Ending Dec-2009	1 Quarter Ending Sep-2009	1 Quarter Ending Jun-2009	1 Quarter Ending Mar-2009	1 Quarter Ending Dec-2008
Rockwood Equity	7.64 (11)	6.26 (40)	N/A	N/A	N/A	N/A
Russell 3000 Index	5.94 (48)	5.90 (60)	16.31 (46)	16.82 (46)	-10.80 (74)	-22.78 (59)
US All Cap Core Equity (SA+CF) Median	5.87	5.96	15.97	16.36	-9.82	-22.43

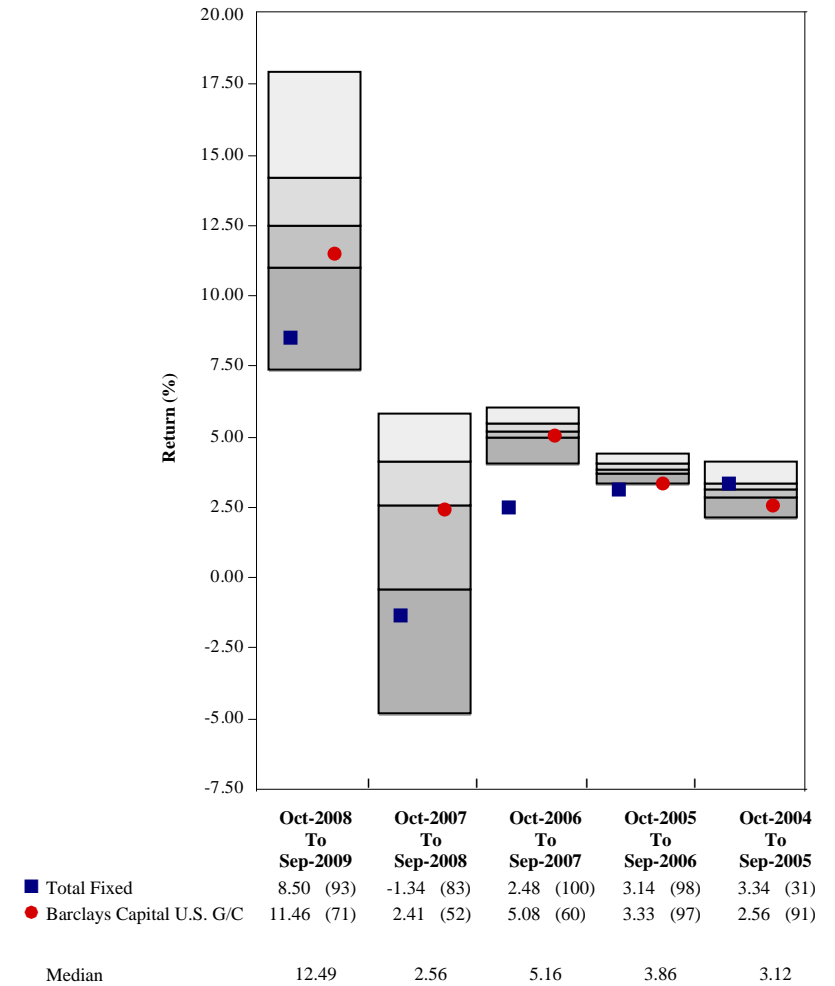
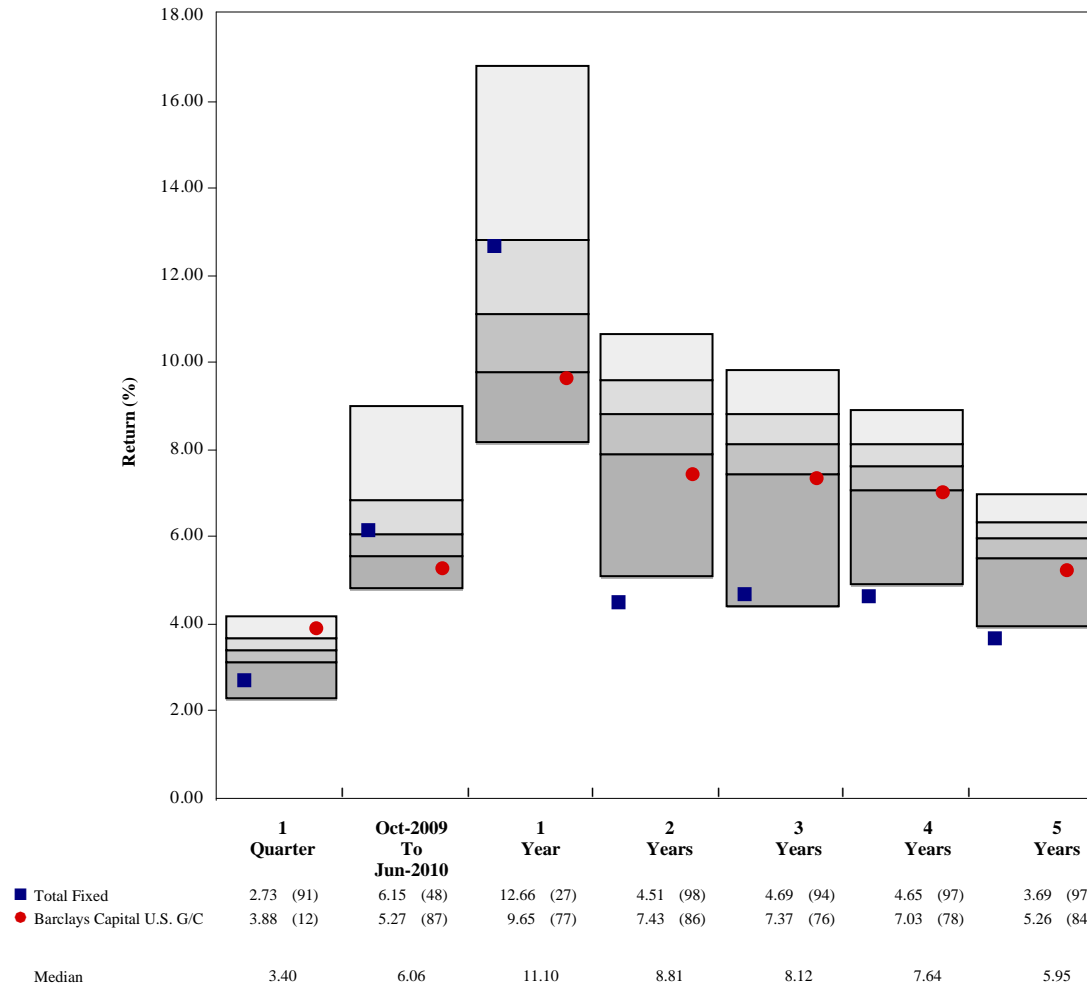
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Venice Police Officers' Retirement Plan

Total Fixed

June 30, 2010

Peer Group Analysis - US Broad Market Core Fixed Income (SA+CF)



Comparative Performance

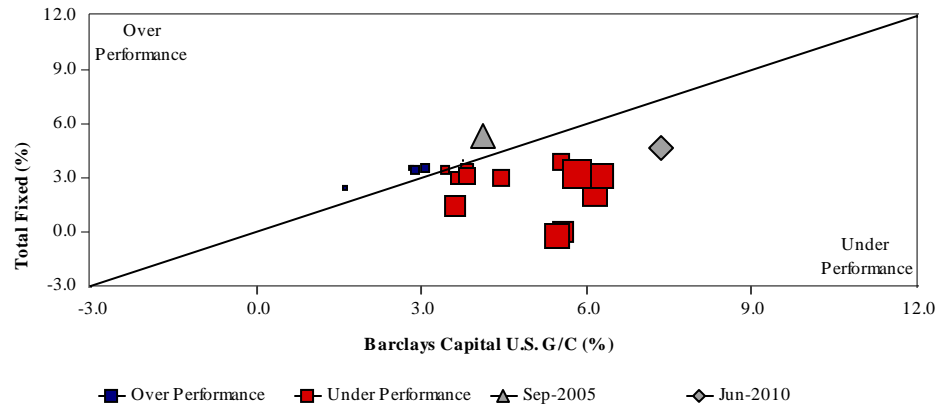
	1 Quarter Ending Mar-2010	1 Quarter Ending Dec-2009	1 Quarter Ending Sep-2009	1 Quarter Ending Jun-2009	1 Quarter Ending Mar-2009	1 Quarter Ending Dec-2008
Total Fixed	2.26 (41)	1.05 (27)	6.13 (19)	7.78 (7)	-0.23 (76)	-4.93 (97)
Barclays Capital U.S. G/C	1.55 (94)	-0.21 (94)	4.16 (66)	1.85 (84)	-1.27 (93)	6.42 (12)
US Broad Market Core Fixed Income (SA+CF) Median	2.13	0.58	4.75	3.39	0.48	3.76

Venice Police Officers' Retirement Plan

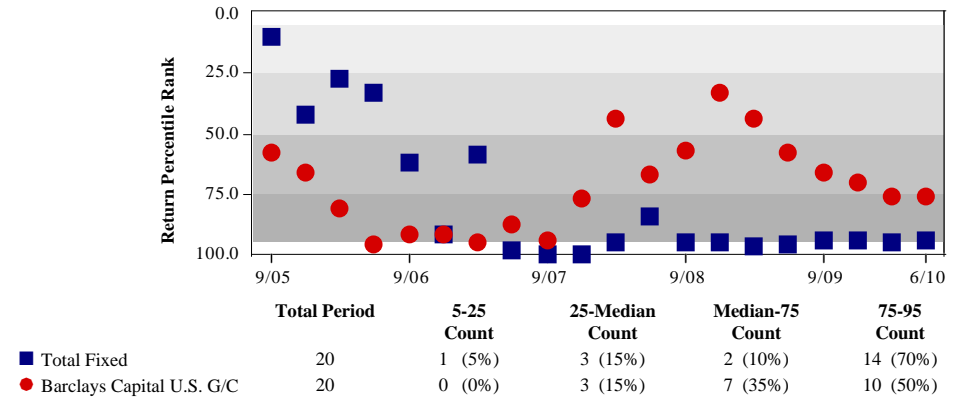
Total Fixed

June 30, 2010

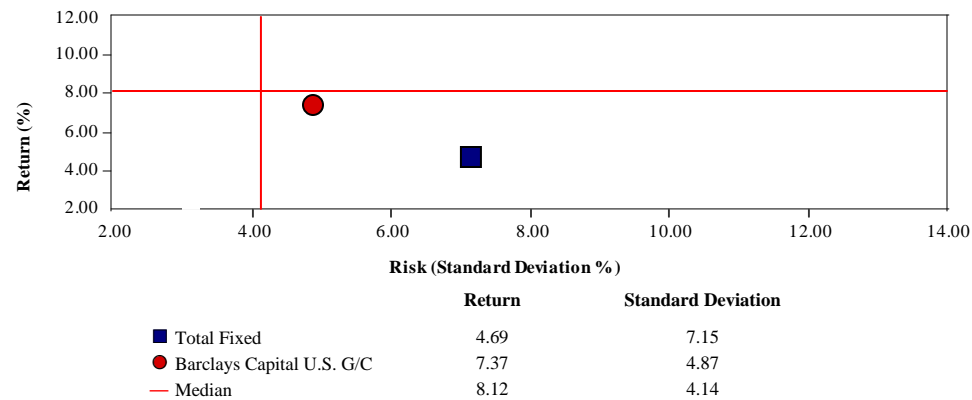
3 Yr Rolling Under/Over Performance - 5 Years



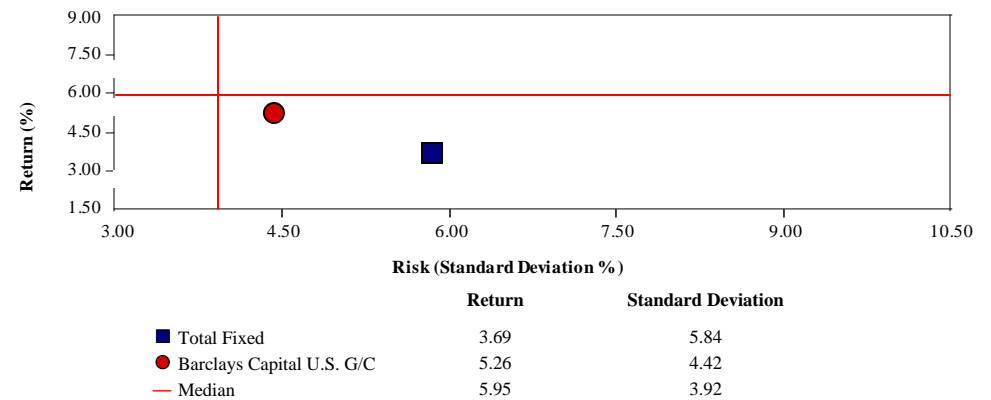
3 Yr Rolling Percentile Ranking - 5 Years



Peer Group Scattergram - 3 Years



Peer Group Scattergram - 5 Years



Historical Statistics - 3 Years

	Tracking Error	Up Market Capture	Down Market Capture	Alpha	IR	Sharpe Ratio	Beta	Downside Risk
Total Fixed	8.47	115.16	199.74	-5.22	-0.24	0.33	1.44	8.26
Barclays Capital U.S. G/C	0.00	100.00	100.00	0.00	N/A	1.12	1.00	2.61

Historical Statistics - 5 Years

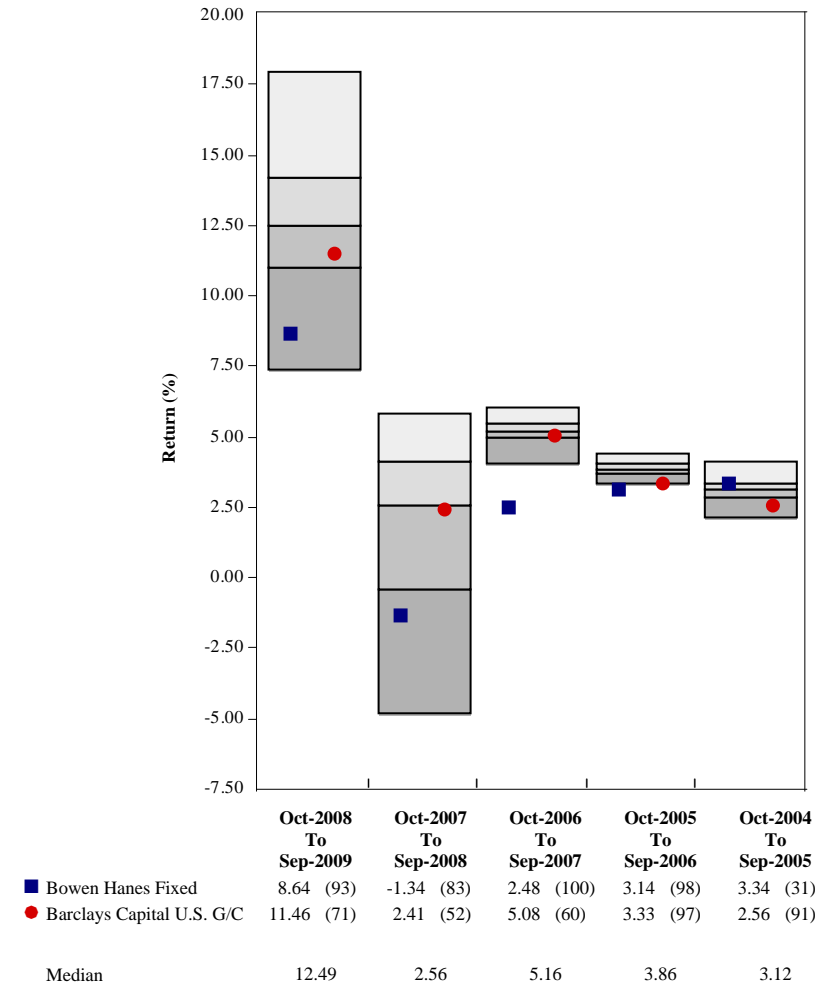
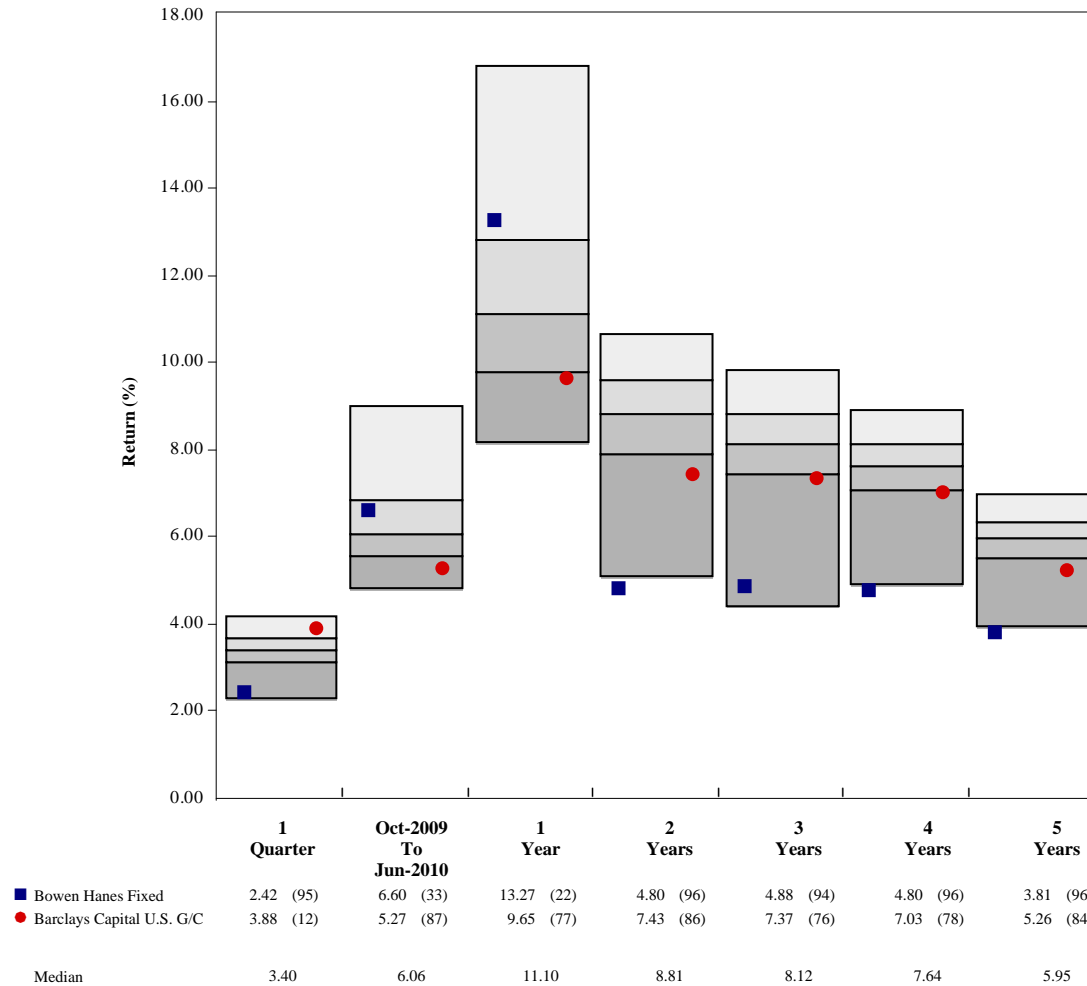
	Tracking Error	Up Market Capture	Down Market Capture	Alpha	IR	Sharpe Ratio	Beta	Downside Risk
Total Fixed	6.66	103.87	142.74	-2.69	-0.18	0.15	1.28	6.47
Barclays Capital U.S. G/C	0.00	100.00	100.00	0.00	N/A	0.56	1.00	2.32

Venice Police Officers' Retirement Plan

Bowen Hanes Fixed

June 30, 2010

Peer Group Analysis - US Broad Market Core Fixed Income (SA+CF)



Comparative Performance

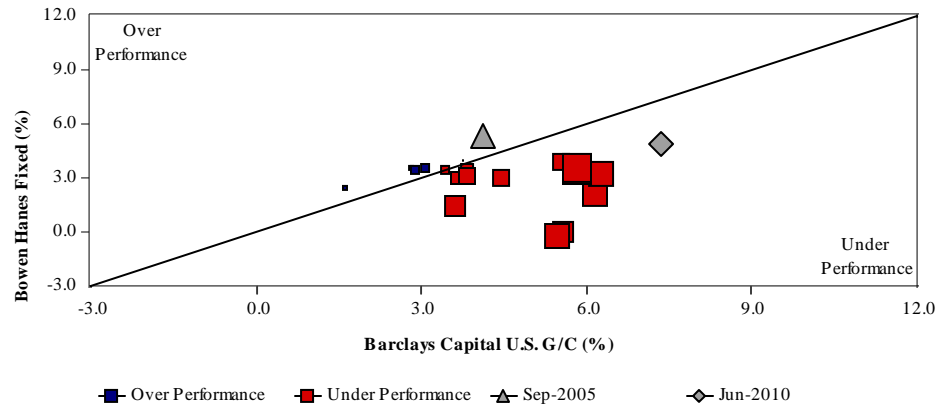
	1 Quarter Ending Mar-2010	1 Quarter Ending Dec-2009	1 Quarter Ending Sep-2009	1 Quarter Ending Jun-2009	1 Quarter Ending Mar-2009	1 Quarter Ending Dec-2008
Bowen Hanes Fixed	2.50 (27)	1.55 (9)	6.26 (18)	7.78 (7)	-0.23 (76)	-4.93 (97)
Barclays Capital U.S. G/C	1.55 (94)	-0.21 (94)	4.16 (66)	1.85 (84)	-1.27 (93)	6.42 (12)
US Broad Market Core Fixed Income (SA+CF) Median	2.13	0.58	4.75	3.39	0.48	3.76

Venice Police Officers' Retirement Plan

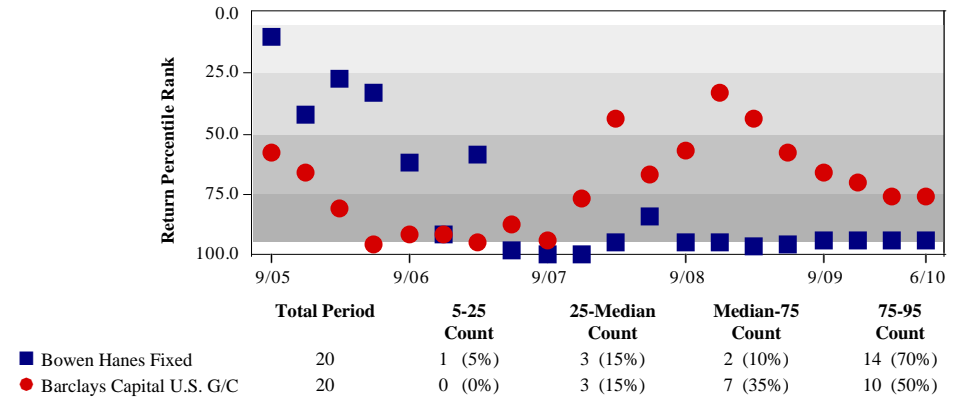
Bowen Hanes Fixed

June 30, 2010

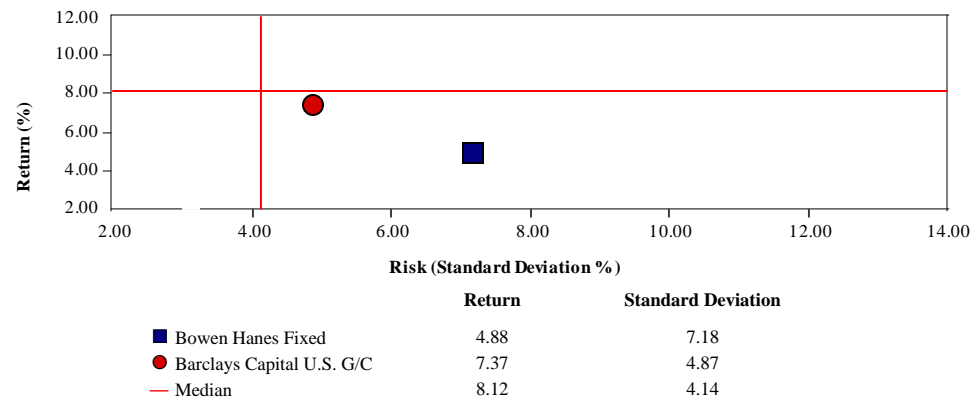
3 Yr Rolling Under/Over Performance - 5 Years



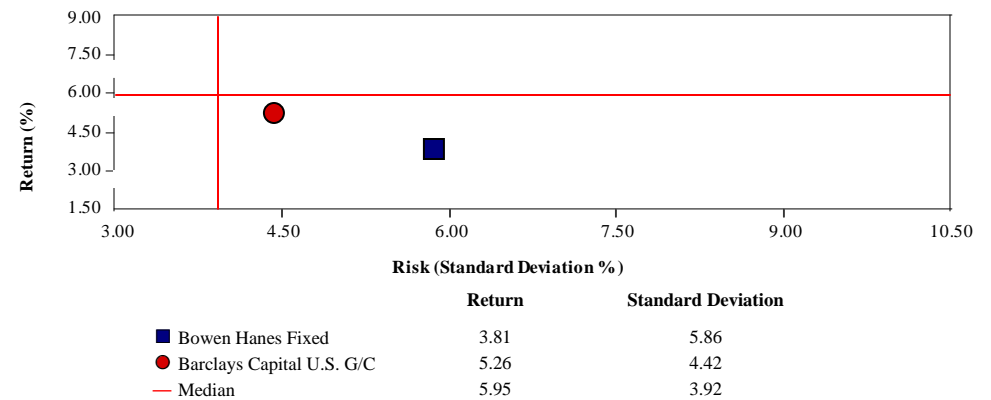
3 Yr Rolling Percentile Ranking - 5 Years



Peer Group Scattergram - 3 Years



Peer Group Scattergram - 5 Years



Historical Statistics - 3 Years

	Tracking Error	Up Market Capture	Down Market Capture	Alpha	IR	Sharpe Ratio	Beta	Downside Risk
Bowen Hanes Fixed	8.51	115.54	195.95	-4.94	-0.22	0.35	1.42	8.25
Barclays Capital U.S. G/C	0.00	100.00	100.00	0.00	N/A	1.12	1.00	2.61

Historical Statistics - 5 Years

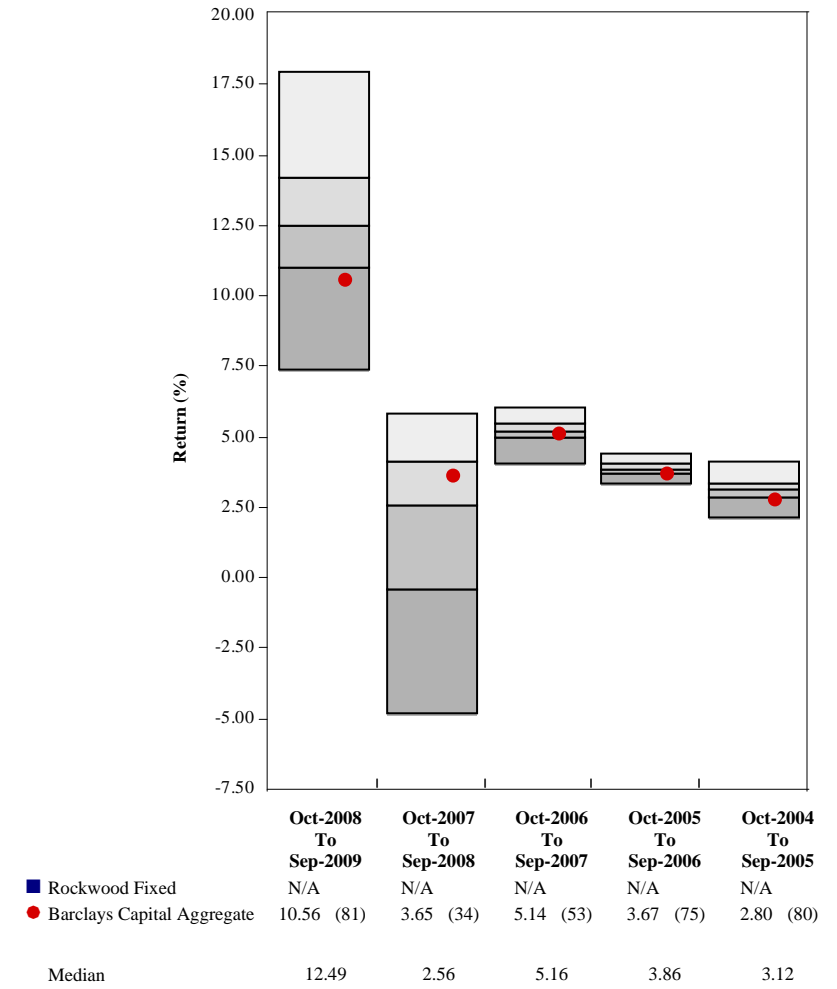
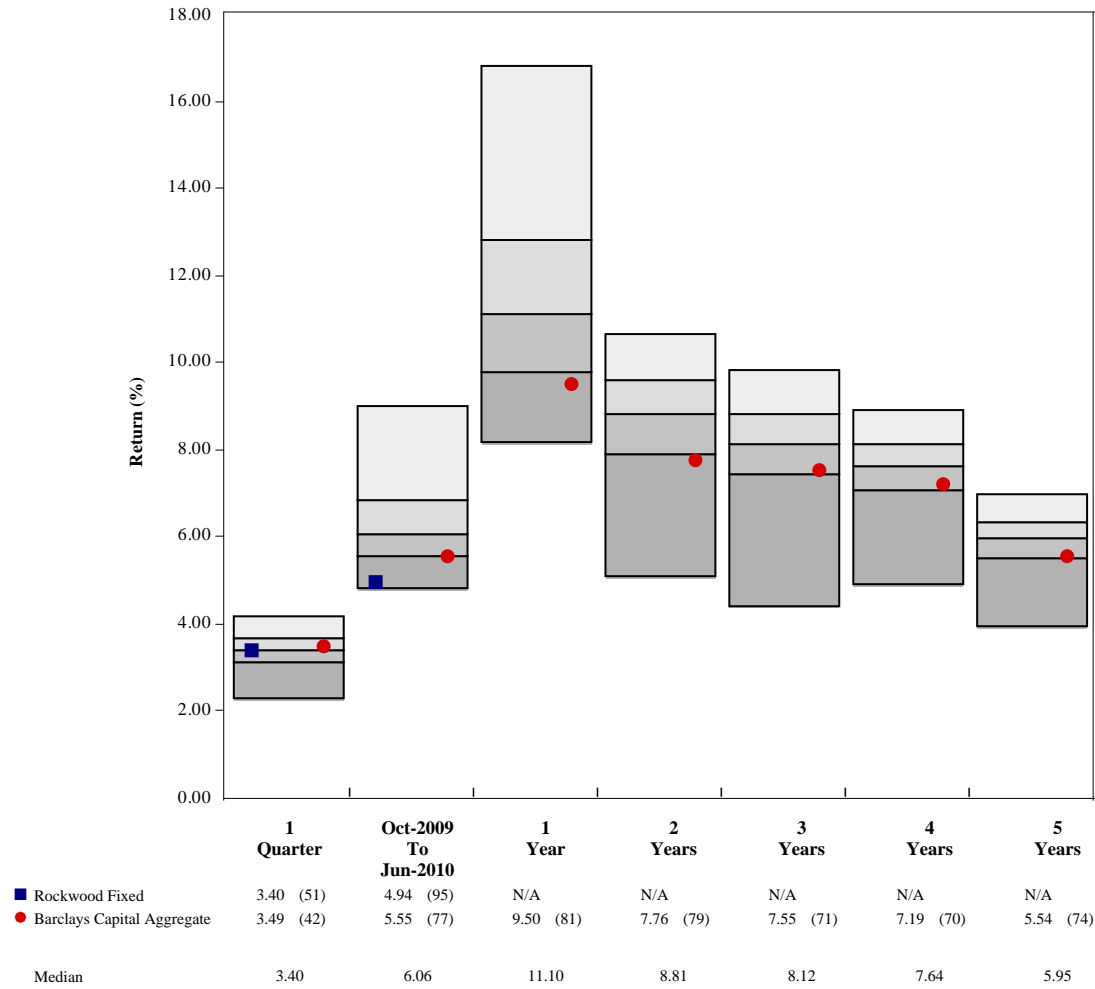
	Tracking Error	Up Market Capture	Down Market Capture	Alpha	IR	Sharpe Ratio	Beta	Downside Risk
Bowen Hanes Fixed	6.70	104.15	140.41	-2.53	-0.16	0.16	1.27	6.46
Barclays Capital U.S. G/C	0.00	100.00	100.00	0.00	N/A	0.56	1.00	2.32

Venice Police Officers' Retirement Plan

Rockwood Fixed

June 30, 2010

Peer Group Analysis - US Broad Market Core Fixed Income (SA+CF)



Comparative Performance

	1 Quarter Ending Mar-2010	1 Quarter Ending Dec-2009	1 Quarter Ending Sep-2009	1 Quarter Ending Jun-2009	1 Quarter Ending Mar-2009	1 Quarter Ending Dec-2008
Rockwood Fixed	1.70 (85)	-0.20 (93)	N/A	N/A	N/A	N/A
Barclays Capital Aggregate	1.78 (78)	0.20 (75)	3.74 (82)	1.78 (86)	0.12 (67)	4.58 (37)
US Broad Market Core Fixed Income (SA+CF) Median	2.13	0.58	4.75	3.39	0.48	3.76

City of Venice Police Officers' Retirement Fund

Compliance Checklist as of 6/30/2010

Total Fund Compliance:				Yes	No	N/A
1.	The Total Plan return equaled or exceeded the 8% actuarial earnings assumption over the trailing three and five year periods.				✓	
2.	The Total Plan return equaled or exceeded the total plan benchmark over the trailing three and five year periods.				✓	
3.	The Total Plan return ranked within the top 40th percentile of its peer group over the trailing three and five year periods.				✓	
4.	The Total Plan standard deviation was equal to or less than 120% of the total plan benchmark over the trailing three and five year periods.				✓	

Equity Compliance:				Yes	No	N/A
1.	Total equity returns meet or exceed the benchmark over the trailing three and five year periods.			✓		
2.	Total equity returns ranked within the top 40th percentile of its peer group over the trailing three and five year periods.			✓		
3.	The total equity allocation was less than 85% of the total plan assets at market.			✓		
4.	The total equity allocation was less than 65% of the total plan assets at cost.			✓		
6.	Total foreign equity was less than 10% of the total plan assets at cost. Actual 11.40%				✓	

Fixed Income Compliance:				Yes	No	N/A
1.	Total fixed income returns meet or exceed the benchmark over the trailing three and five year periods.				✓	
2.	Total fixed income returns ranked within the top 40th percentile of its peer group over the trailing three and five year periods.				✓	
3.	The average quality of the fixed portfolio was investment grade or better.			✓		
4.	No more than 25% of the fixed income portfolio was rated below BBB/Baa.			✓		

* Insufficient History available for Rockwood Compliance.

Manager Compliance:	BH-EQ			BH-FX											
	Yes	No	N/A	Yes	No	N/A	Yes	No	N/A	Yes	No	N/A	Yes	No	N/A
1. Manager outperformed the index over the trailing three and five year periods.	✓				✓										
2. Manager ranked within the top 50th percentile over trailing three and five year periods.	✓				✓										
3. Less than four consecutive quarters of under performance relative to the benchmark.	✓				✓										
4. Three-year down-market capture ratio less than the index.	✓				✓										
5. Standard deviation <= 150% of the index over the trailing three and five year periods.	✓				✓										

Venice Police Officers' Retirement Plan
Total Fund Policy
As of June 30, 2010

Allocation Mandate	Weight (%)
Effective Date: Aug-1986	
Citigroup 3 Month T-Bill	55.00
Russell 1000 Index	45.00
Effective Date: Jan-1988	
Russell 1000 Index	50.00
Barclays Capital U.S. Government/Credit	45.00
Citigroup 3 Month T-Bill	5.00
Effective Date: Jul-1989	
Russell 1000 Index	55.00
Barclays Capital U.S. Government/Credit	40.00
Citigroup 3 Month T-Bill	5.00
Effective Date: Jul-1990	
Russell 1000 Index	60.00
Barclays Capital U.S. Government/Credit	35.00
Citigroup 3 Month T-Bill	5.00
Effective Date: Jul-1991	
Russell 1000 Index	55.00
Barclays Capital U.S. Government/Credit	20.00
Citigroup 3 Month T-Bill	25.00
Effective Date: Jan-1993	
Russell 1000 Index	45.00
Barclays Capital U.S. Government/Credit	15.00
Citigroup 3 Month T-Bill	40.00
Effective Date: Apr-1994	
Russell 1000 Index	50.00
Barclays Capital U.S. Government/Credit	35.00
Citigroup 3 Month T-Bill	15.00
Effective Date: Apr-1995	
Russell 1000 Index	65.00

Allocation Mandate	Weight (%)
Barclays Capital U.S. Government/Credit	25.00
Citigroup 3 Month T-Bill	10.00
Effective Date: Jul-1996	
Russell 1000 Index	70.00
Barclays Capital U.S. Government/Credit	25.00
Citigroup 3 Month T-Bill	5.00
Effective Date: Jan-1999	
Russell 1000 Index	60.00
Barclays Capital U.S. Government/Credit	35.00
Citigroup 3 Month T-Bill	5.00
Effective Date: Apr-2000	
Russell 1000 Index	65.00
Barclays Capital U.S. Government/Credit	30.00
Citigroup 3 Month T-Bill	5.00

**Venice Police Officers' Retirement Plan
Benchmark History
As of June 30, 2010**

Total Rockwood Policy

Allocation Mandate	Weight (%)
Effective Date: Oct-2009	
Russell 3000 Index	60.00
Barclays Capital Aggregate	40.00

Total Fixed Income Policy

Allocation Mandate	Weight (%)
Effective Date: Mar-1988	
Barclays Capital U.S. Government/Credit	100.00

Total Equity Policy

Allocation Mandate	Weight (%)
Effective Date: Aug-1986	
Russell 1000 Index	100.00

Statistics Definitions

Statistics	Description
Return	-- Compounded rate of return for the period.
Standard Deviation	-- A statistical measure of the range of a portfolio's performance, the variability of a return around its average return over a specified time period.
Sharpe Ratio	-- Represents the excess rate of return over the risk free return divided by the standard deviation of the excess return. The result is the absolute rate of return per unit of risk. The higher the value, the better the product's historical risk-adjusted performance.
Alpha	-- A measure of the difference between a portfolio's actual returns and its expected performance, given its level of risk as measured by beta. It is a measure of the portfolio's historical performance not explained by movements of the market, or a portfolio's non-systematic return.
Beta	-- A measure of the sensitivity of a portfolio to the movements in the market. It is a measure of a portfolio's non-diversifiable or systematic risk.
R-Squared	-- The percentage of a portfolio's performance explained by the behavior of the appropriate benchmark. High R-Square means a higher correlation of the portfolio's performance to the appropriate benchmark.
Treynor Ratio	-- Similar to Sharpe ratio, but focuses on beta rather than excess risk (standard deviation). Represents the excess rate of return over the risk free rate divided by the beta. The result is the absolute rate of return per unit of risk. The higher the value, the better the product's historical risk-adjusted performance.
Downside Risk	-- A measure similar to standard deviation, but focuses only on the negative movements of the return series. It is calculated by taking the standard deviation of the negative quarterly set of returns. The higher the factor, the riskier the product.
Tracking Error	-- A measure of the standard deviation of a portfolio's performance relative to the performance of an appropriate market benchmark.
Information Ratio	-- Measured by dividing the active rate of return by the tracking error. The higher the Information Ratio, the more value-added contribution by the manager.
Consistency	-- The percentage of quarters that a product achieved a rate of return higher than that of its benchmark. The higher the consistency figure, the more value a manager has contributed to the product's performance.
Excess Return	-- Arithmetic difference between the managers return and the risk-free return over a specified time period.
Active Return	-- Arithmetic difference between the managers return and the benchmark return over a specified time period.
Excess Risk	-- A measure of the standard deviation of a portfolio's performance relative to the risk free return. --
Up Market Capture	-- The ratio of average portfolio return over the benchmark during periods of positive benchmark return. Higher values indicate better product performance.
Down Market Capture	-- The ratio of average portfolio return over the benchmark during periods of negative benchmark return. Lower values indicate better product performance.

Calculation based on monthly periodicity.

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