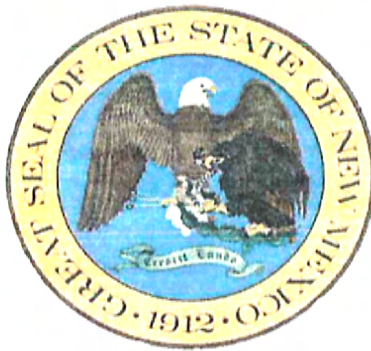


# **New Mexico**

## **State Investment Council**



### **Investment Holdings Report**

**May 28, 2010**

**FY 2010**



**Investment Holdings Report**  
**May 28, 2010**  
**FY 2010**

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**State Investment Council**  
**Managed Net Assets**  
May 28, 2010

|                                           | Securities            | Cash & Accrued<br>Income | Other Assets<br>& Liabilities | Net Assets            | % of<br>Total  |
|-------------------------------------------|-----------------------|--------------------------|-------------------------------|-----------------------|----------------|
| <b>Equities</b>                           |                       |                          |                               |                       |                |
| <b>Domestic Equities:</b>                 |                       |                          |                               |                       |                |
| <b>Large Cap Pools</b>                    |                       |                          |                               |                       |                |
| Large Cap Active Pool                     | 3,475,252,232         | 157,936,768              | (19,981,579)                  | 3,613,207,421         | 27.01%         |
| Large Cap Active ETF Pool                 | 32,679,898            | 858,112                  | (27,443)                      | 33,510,567            | 0.25%          |
| Large Cap Indexed Pool                    | 1,107,243,681         | 6,214,863                | (17,864,601)                  | 1,095,593,943         | 8.19%          |
| Large Cap Indexed ETF Pool                | 19,223,136            | 698,408                  | (15,492)                      | 19,906,052            | 0.15%          |
| <b>Total Large Cap Equities</b>           | <b>4,634,398,947</b>  | <b>165,708,151</b>       | <b>(37,889,115)</b>           | <b>4,762,217,983</b>  | <b>35.60%</b>  |
| <b>Small/Mid Cap Pool</b>                 |                       |                          |                               |                       |                |
| Mid/Small Cap Pool                        | 1,683,542,497         | 63,840,938               | (1,559,752)                   | 1,745,823,683         | 13.05%         |
| Mid/Small Cap ETF Pool                    | 8,868,886             | 289,403                  | (8,314)                       | 9,149,975             | 0.07%          |
| <b>Total Small/Mid Cap Equities</b>       | <b>1,692,411,383</b>  | <b>64,130,341</b>        | <b>(1,568,066)</b>            | <b>1,754,973,658</b>  | <b>13.12%</b>  |
| University Equities                       | 6,977,551             |                          |                               | 6,977,551             | 0.05%          |
| <b>Total Domestic Equities</b>            | <b>6,333,787,881</b>  | <b>229,838,492</b>       | <b>(39,457,181)</b>           | <b>6,524,169,192</b>  | <b>48.77%</b>  |
| <b>International Pools</b>                |                       |                          |                               |                       |                |
| Non-US Developed Markets                  | 596,447,955           | 9,004,417                | (19,840,882)                  | 585,611,486           | 4.38%          |
| Non-US Emerging Markets                   | 547,754,612           | 38,672,530               | (10,215,214)                  | 576,211,928           | 4.31%          |
| <b>Total International Equities</b>       | <b>1,144,202,567</b>  | <b>47,676,947</b>        | <b>(30,056,096)</b>           | <b>1,161,823,414</b>  | <b>8.68%</b>   |
| <b>Total Equities</b>                     | <b>7,477,990,448</b>  | <b>277,515,439</b>       | <b>(69,513,277)</b>           | <b>7,685,992,606</b>  | <b>57.45%</b>  |
| <b>Fixed Income</b>                       |                       |                          |                               |                       |                |
| Core Bonds Pool                           | 1,658,433,821         | 213,850,559              | (70,491,503)                  | 1,801,792,877         | 13.47%         |
| Credit & Structured Finance               | 405,195,867           | 28,938,843               |                               | 434,134,707           | 3.25%          |
| <b>Total Fixed Income</b>                 | <b>2,063,629,688</b>  | <b>242,789,402</b>       | <b>(70,491,503)</b>           | <b>2,235,927,584</b>  | <b>16.71%</b>  |
| <b>Other Securities and Cash</b>          |                       | <b>273,963,149</b>       | <b>149,544,666</b>            | <b>423,507,815</b>    | <b>3.17%</b>   |
| <b>Real Estate</b>                        | <b>469,353,646</b>    |                          |                               | <b>469,353,646</b>    | <b>3.51%</b>   |
| <b>Absolute Return</b>                    | <b>984,956,163</b>    | <b>187,141,790</b>       | <b>(651,245)</b>              | <b>1,171,446,706</b>  | <b>8.76%</b>   |
| <b>Private Equity</b>                     | <b>1,389,687,500</b>  |                          |                               | <b>1,389,687,500</b>  | <b>10.39%</b>  |
| <b>Stock Distributions/Private Equity</b> | <b>2,279,053</b>      |                          |                               | <b>2,279,053</b>      | <b>0.02%</b>   |
| <b>Total Managed Net Assets</b>           | <b>12,387,896,498</b> | <b>707,446,631</b>       | <b>(140,656,025)</b>          | <b>13,378,194,910</b> | <b>100.00%</b> |

# Land Grant Permanent Fund

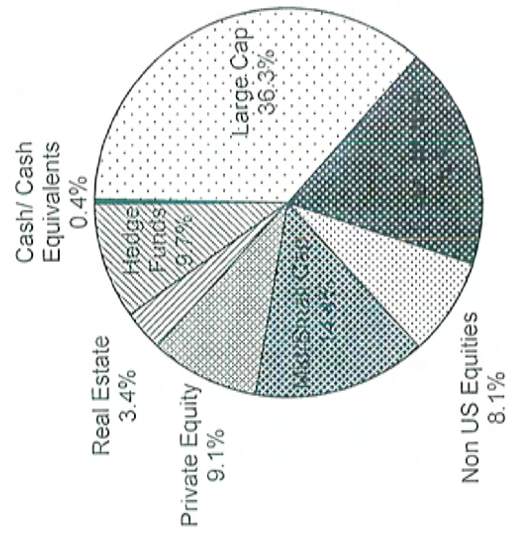
May 28, 2010

|                                    | Market Value  |               | % of Net Assets | Long-Term Target |
|------------------------------------|---------------|---------------|-----------------|------------------|
| Cash / Cash Equivalents / Accruals | 36,491,511    |               | 0.40%           | 0.00%            |
| Equities:                          |               |               |                 |                  |
| Large Cap Active Pool              | 2,512,808,193 |               |                 |                  |
| Large Cap Active ETF Pool          | 2,939,724     | 2,515,747,917 | 27.63%          |                  |
| Large Cap Index Pool               | 783,936,389   |               |                 |                  |
| Large Cap Index ETF Pool           | 2,162,672     | 786,099,061   | 8.64%           | 36.27%           |
| Small/Mid Cap Active Pool          | 1,313,533,612 |               |                 | 41.00%           |
| Small/Mid Cap Active ETF Pool      | 1,908,154     | 1,315,441,766 | 14.45%          | 14.45%           |
| Total US Equities                  |               | 4,617,288,744 |                 | 50.72%           |
|                                    |               |               |                 | 51.00%           |
| Non-US Developed Markets Pool      | 364,971,280   |               | 4.01%           | 7.00%            |
| Non-US Emerging Markets Pool       | 375,114,423   |               | 4.12%           | 3.00%            |
| Total Non-US Equities              |               | 740,085,703   |                 | 8.13%            |
|                                    |               |               |                 | 10.00%           |
| Total Equities                     |               | 5,357,374,447 |                 | 58.85%           |
|                                    |               |               |                 | 61.00%           |
| Core Bonds                         | 1,386,145,338 |               | 15.23%          | 10.00%           |
| Credit & Structured Finance        | 302,458,980   |               | 3.32%           | 5.00%            |
| Total Fixed Income                 |               | 1,688,604,318 |                 | 18.55%           |
|                                    |               |               |                 | 15.00%           |
| Economically Targeted Invest.      |               | 0             |                 | 0.00%            |
| Real Estate                        |               | 311,948,530   |                 | 3.43%            |
|                                    |               |               |                 | 3.00%            |
| Private Equity:                    |               |               |                 |                  |
| Private Equity National            | 827,316,894   |               | 9.09%           | 6.00%            |
| Private Equity New Mexico          | -             |               | -               |                  |
| Stock Distributions/Private Equity | 1,426,556     |               | 0.02%           |                  |
| Total Private Equity               |               | 828,743,450   |                 | 9.11%            |
|                                    |               |               |                 | 6.00%            |
| Absolute Return                    |               | 879,833,616   |                 | 9.67%            |
|                                    |               |               |                 | 15.00%           |
| Total Fund Net Assets              |               | 9,102,995,872 |                 | 100%             |
|                                    |               |               |                 | 100%             |

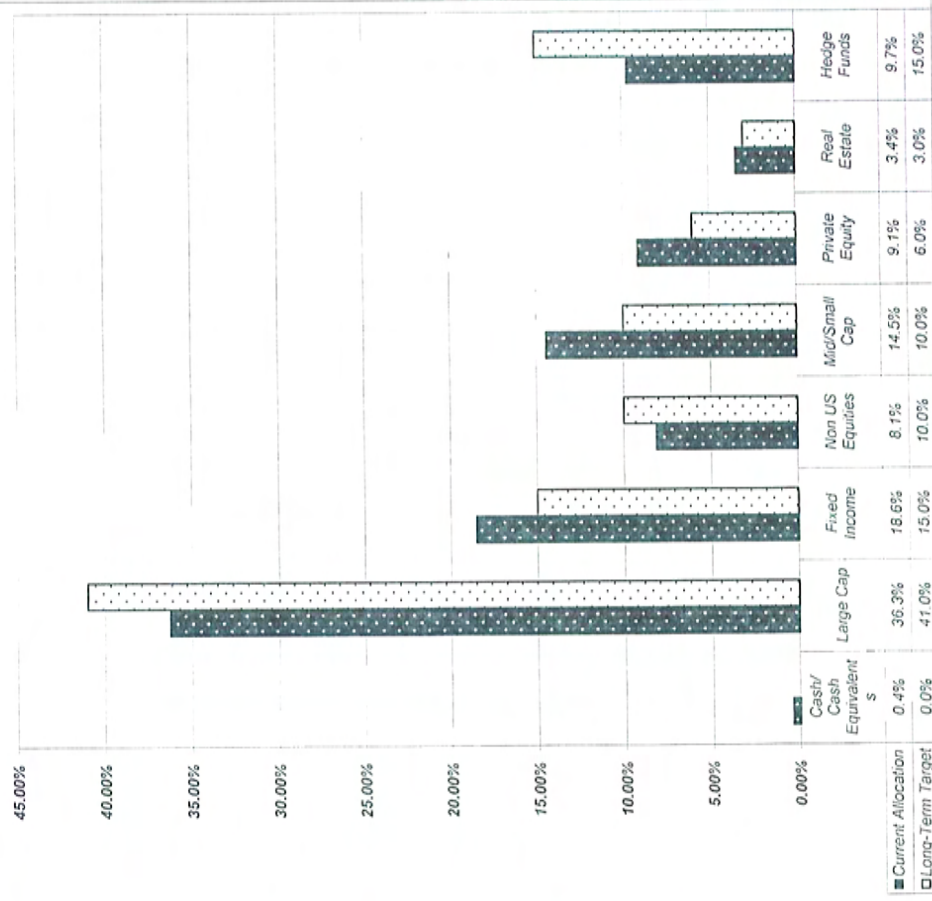
# Land Grant Permanent Fund

## May 28, 2010

Current Allocation



Current Allocation Compared to Long-Term Target





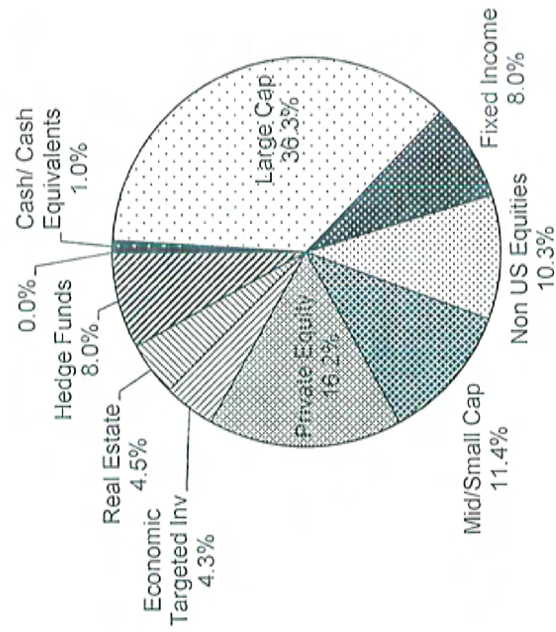
**Severance Tax Permanent Fund**  
May 28, 2010

|                                    | Market Value  | % of Net Assets |        | Long-Term Target |
|------------------------------------|---------------|-----------------|--------|------------------|
| Cash / Cash Equivalents / Accruals | 35,984,568    | 1.03%           |        | 0.00%            |
| Equities:                          |               |                 |        |                  |
| Large Cap Active Pool              | 999,997,007   | 28.71%          |        |                  |
| Large Cap Index Pool               | 255,941,908   | 7.35%           | 36.26% | 39.00%           |
| Small/Mid Cap Active Pool          | 395,993,929   |                 | 11.37% | 9.00%            |
| University Equities                | 6,977,551     | 0.20%           |        |                  |
| Total US Equities                  | 1,658,910,395 |                 | 47.63% | 48.00%           |
| Non-US Developed Markets Pool      | 177,455,360   | 5.09%           |        | 7.00%            |
| Non-US Emerging Markets Pool       | 181,800,501   | 5.22%           |        | 3.00%            |
| Total Non-US Equities              | 359,255,861   |                 | 10.31% | 10.00%           |
| Total Equities                     | 2,018,166,256 |                 | 57.94% | 58.00%           |
| Core Bonds                         | 148,228,604   | 4.26%           |        | 6.00%            |
| Credit & Structured Finance        | 131,674,248   | 3.78%           |        | 5.00%            |
| Total Fixed Income                 | 279,902,852   |                 | 8.04%  | 11.00%           |
| Economically Targeted Invest.      | 149,544,666   |                 | 4.29%  | 1.00%            |
| Real Estate                        | 157,405,116   |                 | 4.52%  | 3.00%            |
| Private Equity:                    |               |                 |        |                  |
| Private Equity National            | 401,363,780   | 11.52%          |        | 6.00%            |
| Private Equity New Mexico          | 161,006,826   | 4.62%           |        | 6.00%            |
| Stock Distributions/Private Equity | 852,496       | 0.02%           |        |                  |
| Total Private Equity               | 563,223,102   |                 | 16.16% | 12.00%           |
| Absolute Return                    | 278,746,725   |                 | 8.00%  | 15.00%           |
| Total Fund Net Assets              | 3,482,973,285 |                 | 100.0% | 100.0%           |

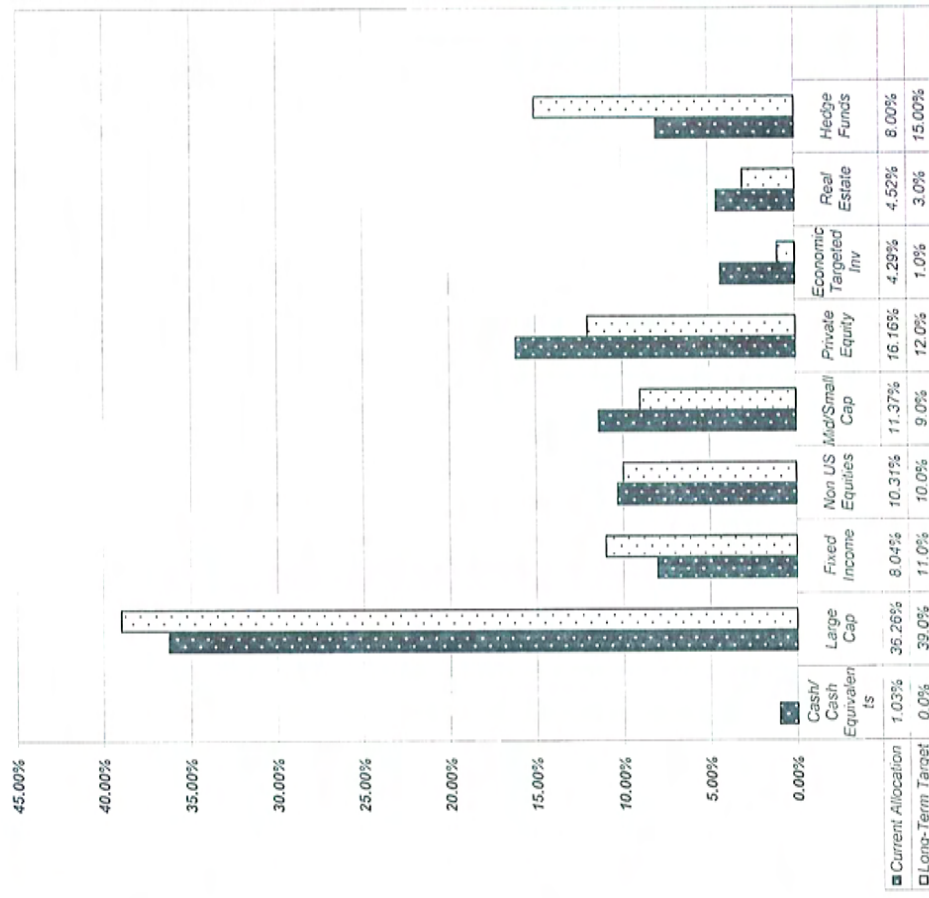
# Severance Tax Permanent Fund

## May 28, 2010

Current Allocation



Current Allocation Compared to Long-Term Target





# Tobacco Settlement Permanent Fund

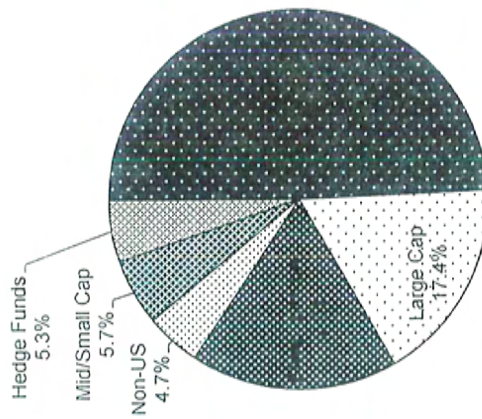
May 28, 2010

|                                    | Market Value | % of Net Assets |        | Long-Term Target |
|------------------------------------|--------------|-----------------|--------|------------------|
| Cash / Cash Equivalents / Accruals | 86,315,315   | 49.33%          |        |                  |
| Equities:                          |              |                 |        |                  |
| Large Cap Active Pool              | 25,806,654   | 14.75%          |        |                  |
| Large Cap Index Pool               | 4,701,775    | 2.69%           | 17.43% | 46.00%           |
| Small/Mid Cap Active Pool          | 9,936,157    | 5.68%           | 5.68%  | 11.00%           |
| Total US Equities                  | 40,444,586   | 23.11%          |        | 57.00%           |
| Non-US Developed Markets Pool      | 5,055,339    | 2.89%           |        | 7.0%             |
| Non-US Emerging Markets Pool       | 3,103,381    | 1.77%           |        | 3.0%             |
| Total Non-US Equities              | 8,158,720    | 4.66%           |        | 10.00%           |
| Total Equities                     | 48,603,306   | 27.77% *        |        | 67.00%           |
| Core Bonds                         | 30,869,505   | 17.64%          |        | 23.0%            |
| Absolute Return                    | 9,203,932    | 5.26%           |        | 10.00%           |
| Total Fund Net Assets, excl. cash  | 88,676,743   | 100.00%         |        | 100.00%          |
| Total Fund Net Assets              | 174,992,058  |                 |        |                  |

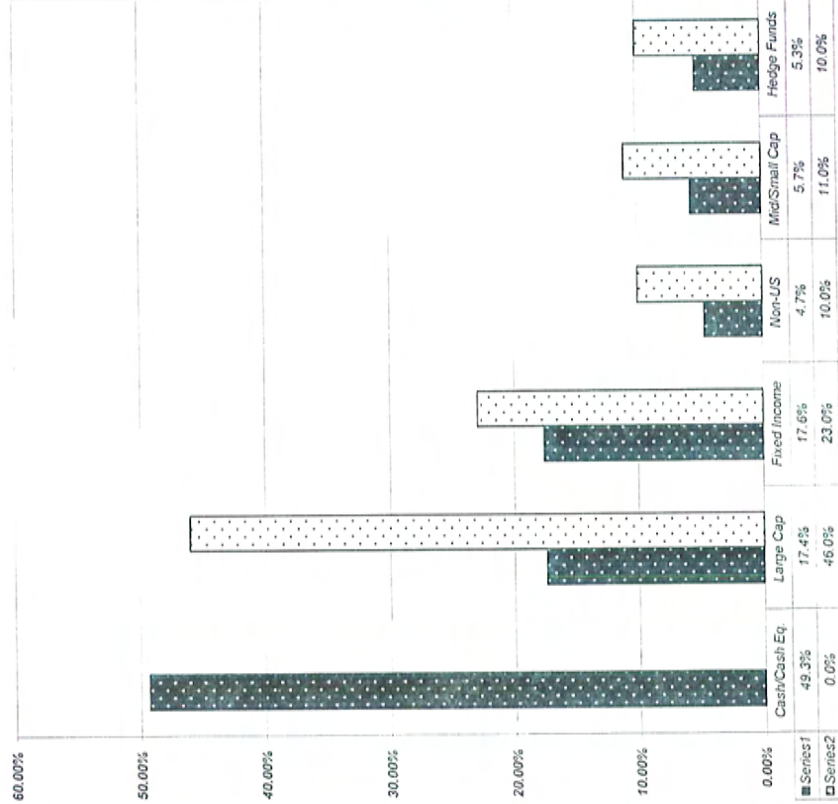
# Tobacco Settlement Permanent Fund

May 28, 2010

Current Allocation



Current Allocation Compared to Long-Term Target



## Water Permanent Fund

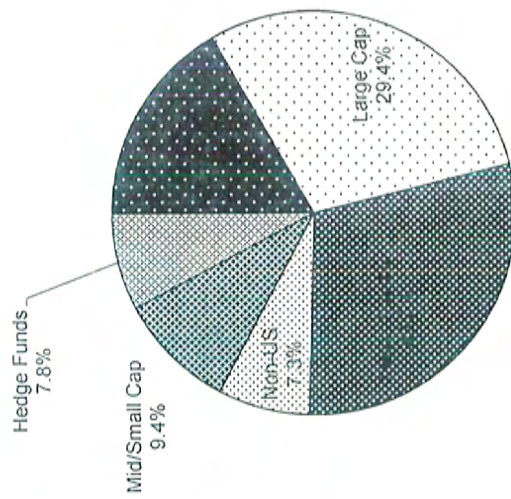
May 28, 2010

|                                    | Market Value             | % of Net Assets |        | Long-Term Target |
|------------------------------------|--------------------------|-----------------|--------|------------------|
| Cash / Cash Equivalents / Accruals | 7,917,208                | 16.79%          |        | 23.73%           |
| <b>Equities:</b>                   |                          |                 |        |                  |
| Large Cap Active Pool              | 13,855,650               | 29.38%          | 29.38% | 46.0%            |
| Small/Mid Cap Active Pool          | <u>4,451,308</u>         | 9.44%           | 9.44%  | 11.00%           |
| Total US Equities                  | 18,306,958               | 38.82%          |        | 57.00%           |
| Non-US Developed Markets Pool      | 2,062,936                | 4.37%           |        | 7.0%             |
| Non-US Emerging Markets Pool       | <u>1,387,698</u>         | 2.94%           |        | 3.0%             |
| Total Non-US Equities              | <u>3,450,634</u>         | 7.32%           |        | 10.00%           |
| Total Equities                     | 21,757,592               | 46.14%          |        | 67.00%           |
| Core Bonds                         | 13,817,364               | 29.30%          |        | 23.0%            |
| Absolute Return                    | <u>3,663,558</u>         | 7.77%           |        | 10.00%           |
| Total Fund Net Assets, excl. cash  | <u>39,238,514</u>        | 100.01%         |        | 100.00%          |
| Total Fund Net Assets              | <u><u>47,155,722</u></u> |                 |        |                  |

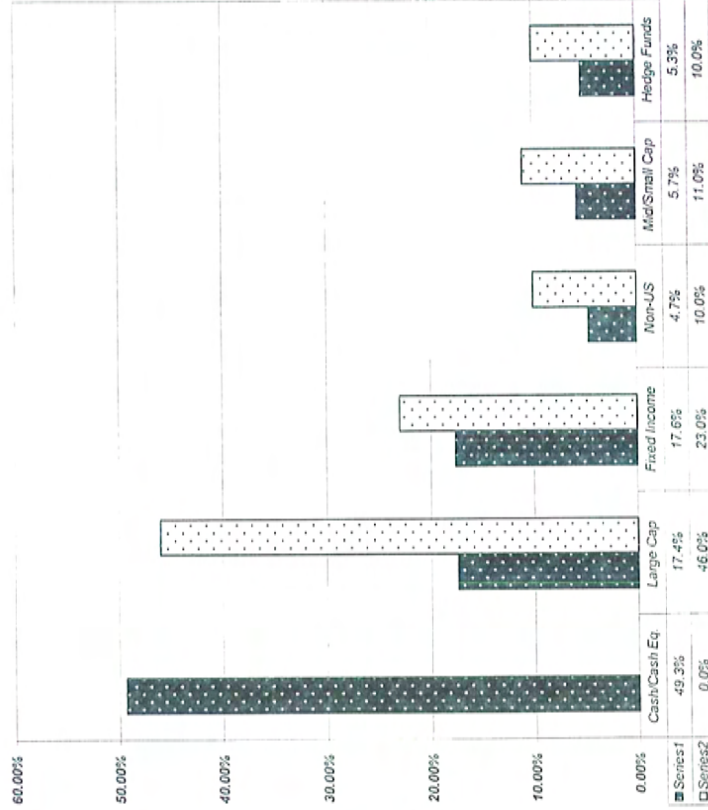
# Water Fund

May 28, 2010

Current Allocation



Current Allocation Compared to Long-Term Target



# Unemployment Trust Fund

May 28, 2010

|                                    | Market Value   | % of Net Assets | Long-Term Target |
|------------------------------------|----------------|-----------------|------------------|
| Cash / Cash Equivalents / Accruals | 107,254,565    | 100.00%         |                  |
| Equities:                          |                |                 |                  |
| Large Cap Active Pool              |                |                 | 0.00%            |
| Large Cap Index Pool               |                |                 |                  |
| Small/Mid Cap Active Pool          |                |                 | 0.00%            |
| Total US Equities                  | -              |                 | 0.00%            |
| Non-US Developed Markets Pool      |                |                 | 0.00%            |
| Non-US Emerging Markets Pool       |                |                 | 0.00%            |
| Total Non-US Equities              |                |                 | 0.00%            |
| Total Equities                     | -              |                 | 0.00%            |
| Core Bonds                         |                |                 | 0.00%            |
| Total Fixed Income                 | -              |                 | 0.00%            |
| Absolute Return                    |                |                 | 0.00%            |
| Total Fund Net Assets, excl. cash  | -              |                 | 0.00%            |
| Total Fund Net Assets              | \$ 107,254,565 | 100.00%         |                  |

### Third Party

May 28, 2010

|                               | Market Value | % of Net Assets |
|-------------------------------|--------------|-----------------|
| Cash / Cash Equivalents       | 0            | 0.00%           |
| Equities:                     |              |                 |
| Large Cap Active Pool         | 60,739,796   | 13.12%          |
| Large Cap Active ETF Pool     | 30,570,840   |                 |
| Large Cap Index Pool          | 51,015,333   | 11.02%          |
| Large Cap Index ETF Pool      | 17,743,379   |                 |
| Small/Mid Cap Active Pool     | 21,908,864   | 4.73%           |
| Small/Mid Cap Active ETF Pool | 7,241,822    |                 |
| Total US Equities             | 189,220,034  | 28.88%          |
| Non-US Developed Markets Pool | 36,066,587   | 7.79%           |
| Non-US Emerging Markets Pool  | 14,805,880   | 3.20%           |
| Total Non-US Equities         | 50,872,467   | 10.99%          |
| Total Equities                | 240,092,501  | 51.88%          |
| Core Bonds                    | 222,733,546  | 48.12%          |
| High Yield Bonds              | -            | 0.00%           |
| Total Third Party Ownership   | 462,826,047  | 100.00%         |



Third Party Investors Allocation by Pool

May 28, 2010

|                                        | Large Cap<br>Active<br>Pool | Large Cap<br>Index<br>Pool | Core Bond<br>Pool  | Non-US<br>Emerging<br>Pool | Small/Mid<br>Cap<br>Pool | Non US<br>Developed<br>Markets Pool | Large Cap<br>Active - ETF<br>Pool | Large Cap<br>Index - ETF<br>Pool | Small/Mid<br>Cap - ETF<br>Pool | Total<br>Investments |
|----------------------------------------|-----------------------------|----------------------------|--------------------|----------------------------|--------------------------|-------------------------------------|-----------------------------------|----------------------------------|--------------------------------|----------------------|
| NMMI Trust Scholarship                 | -                           | 1,567,702                  | 1,549,781          | 121,805                    | 473,337                  | 455,108                             | -                                 | -                                | -                              | 4,167,733            |
| NMMI Legislative Scholarship           | -                           | 2,363,456                  | 2,352,903          | 184,287                    | 712,565                  | 686,629                             | -                                 | -                                | -                              | 6,299,840            |
| NMMI Patterson Account                 | -                           | 1,199,298                  | 1,389,945          | 84,499                     | 317,270                  | 281,412                             | -                                 | -                                | -                              | 3,272,424            |
| NMMI Employee Benefit Trust            | -                           | -                          | 370,907            | -                          | -                        | 62,870                              | 315,497                           | 360,568                          | 80,030                         | 1,189,872            |
| NMMI Plant/Debt/Allocated Fund         | -                           | -                          | 11,185,075         | -                          | -                        | -                                   | -                                 | -                                | -                              | 11,185,075           |
| NMMI Endowment Fund                    | -                           | -                          | 9,334,774          | -                          | -                        | -                                   | 9,115,119                         | -                                | -                              | 18,449,893           |
| NM Tech Research Fund                  | -                           | -                          | 5,044,860          | -                          | -                        | -                                   | 8,595,715                         | -                                | -                              | 13,640,575           |
| NMMI LFC/VCM                           | 275                         | 1,330,490                  | 1,541,223          | 93,307                     | 352,297                  | 312,254                             | -                                 | -                                | -                              | 3,629,846            |
| NM School for the Visually Handicapped | -                           | -                          | 7,989,906          | -                          | -                        | -                                   | -                                 | -                                | -                              | 7,989,906            |
| NM Retiree Health Care Authority       | 31,169,932                  | -                          | 59,483,349         | 7,241,108                  | 7,292,462                | 24,548,768                          | -                                 | -                                | -                              | 159,144,128          |
| NM Commissioner of Public Lands-O&G    | 3,125,747                   | 29,408,509                 | 6,448,230          | -                          | -                        | -                                   | 2,693,586                         | -                                | -                              | 12,267,563           |
| NM Game and Fish Department            | -                           | -                          | 329,318            | 49,520                     | -                        | 46,861                              | 351,339                           | -                                | 106,042                        | 883,080              |
| Eastern NM University                  | -                           | -                          | 2,294,583          | 150,055                    | -                        | 836,261                             | 1,384,306                         | 2,240,364                        | 1,221,608                      | 8,127,177            |
| ISC-Improvement to the Rio Grande      | 504,861                     | -                          | 6,085,556          | -                          | -                        | -                                   | -                                 | -                                | -                              | 14,082,275           |
| ISC-Improvement Works Construction     | 7,712,968                   | -                          | 6,369,307          | -                          | -                        | -                                   | -                                 | -                                | -                              | 26,879,762           |
| City of Albuquerque--Open Space Mgmt   | -                           | -                          | 26,879,762         | -                          | -                        | -                                   | -                                 | -                                | -                              | 7,617,663            |
| City of Albuquerque--Urban Enhancement | -                           | -                          | 7,617,663          | -                          | -                        | -                                   | -                                 | -                                | -                              | 32,028,433           |
| PRC-Patients' Comp Fund                | -                           | -                          | 21,813,372         | 641,223                    | -                        | 843,810                             | 4,725,288                         | 1,874,163                        | 2,130,577                      | 23,083,169           |
| LACCIPPERMANENT                        | 5,439,434                   | 5,291,389                  | 4,212,577          | 1,568,598                  | 4,143,303                | 2,427,868                           | -                                 | -                                | -                              | 570,540              |
| LACCIMETERY                            | 135,974                     | 131,380                    | 100,317            | 41,086                     | 102,084                  | 59,699                              | -                                 | -                                | -                              | 12,722,463           |
| LACGENFUN                              | 3,032,040                   | 2,929,714                  | 2,237,260          | 915,867                    | 2,276,363                | 1,331,219                           | -                                 | -                                | -                              | 18,936,274           |
| NM Finance Authority                   | -                           | -                          | 16,002,858         | -                          | -                        | -                                   | 2,933,416                         | -                                | -                              | 7,473,697            |
| NMIFA IFT Hou                          | -                           | -                          | 7,473,697          | -                          | -                        | -                                   | -                                 | -                                | -                              | 17,278,905           |
| NMPSIA - Benefits                      | -                           | -                          | 6,938,946          | 1,762,564                  | -                        | 880,255                             | -                                 | 7,697,140                        | -                              | 11,519,304           |
| NMPSIA - Risk                          | -                           | -                          | 4,626,047          | 1,175,015                  | -                        | 586,847                             | -                                 | 5,131,395                        | -                              | 3,942,283            |
| NMHU Endowment                         | -                           | -                          | 784,716            | 105,022                    | -                        | 137,697                             | 445,564                           | 423,623                          | 2,045,661                      | 1,469,612            |
| Springer                               | -                           | -                          | 23,749             | 31,033                     | -                        | 23,932                              | 11,010                            | 16,126                           | 1,361,412                      | 1,361,412            |
| CYFD Trust Fund Non-Expendable         | 142,673                     | -                          | 910,774            | 10,469                     | -                        | 35,280                              | -                                 | -                                | 31,926                         | 1,131,122            |
| CYFD Next Generation Fund              | 142,673                     | -                          | 910,774            | 10,469                     | -                        | 35,280                              | -                                 | -                                | -                              | 20,346,572           |
| NMHED                                  | 5,255,783                   | 4,835,184                  | 5,908,317          | 619,953                    | 2,718,431                | 1,008,904                           | -                                 | -                                | -                              | 11,022,032           |
| City of Las Cruces                     | 4,077,436                   | 1,958,211                  | -                  | -                          | 3,520,752                | 1,465,633                           | -                                 | -                                | -                              | 462,826,047          |
| <b>Total</b>                           | <b>60,739,796</b>           | <b>51,015,333</b>          | <b>222,733,546</b> | <b>14,805,880</b>          | <b>21,908,864</b>        | <b>35,066,587</b>                   | <b>30,570,840</b>                 | <b>17,743,379</b>                | <b>7,241,822</b>               |                      |

# Change in Market Value

As of 5/31/2010

| Fund Name                                    | Market Value<br>As of 04/30/2010 | Contributions     | Distributions       | Interfund<br>Transfers | Fees               | Asset<br>re-allocation | Securities<br>Lend. Income | Income            | Gains - Realized<br>& Unrealized | Market Value<br>As of 5/31/2010 |
|----------------------------------------------|----------------------------------|-------------------|---------------------|------------------------|--------------------|------------------------|----------------------------|-------------------|----------------------------------|---------------------------------|
| <b>By Asset Class</b>                        |                                  |                   |                     |                        |                    |                        |                            |                   |                                  |                                 |
| <b>Investment Pools Assets: *</b>            |                                  |                   |                     |                        |                    |                        |                            |                   |                                  |                                 |
| US Large Cap Active Pool                     | 3,979,128,462                    | -                 | -                   | -                      | (1,177,300)        | -                      | -                          | 6,585,067         | (371,329,803)                    | 3,613,207,426                   |
| US Large Cap Index Pool                      | 1,191,587,987                    | -                 | -                   | -                      | (111,300)          | -                      | -                          | 2,539,898         | (98,422,642)                     | 1,095,593,943                   |
| US Mid/Small Cap Pool                        | 1,939,090,236                    | -                 | -                   | (60,000,000)           | (762,100)          | -                      | -                          | 1,535,801         | (134,040,256)                    | 1,745,823,681                   |
| US Large Cap Active ETF Pool:                | 36,361,189                       | -                 | -                   | -                      | (10,250)           | -                      | -                          | 132               | (2,840,504)                      | 33,510,567                      |
| US Large Cap Index ETF Pool:                 | 21,565,989                       | -                 | -                   | -                      | (5,450)            | -                      | -                          | 136               | (1,654,623)                      | 19,908,052                      |
| US Mid/Small Cap ETF Pool:                   | 9,862,313                        | -                 | -                   | -                      | (3,250)            | -                      | -                          | 56                | (709,147)                        | 9,149,972                       |
| US Core Bonds Pool                           | 1,743,385,302                    | -                 | (184,393)           | 38,600,000             | (49,000)           | -                      | -                          | 6,010,576         | 14,029,392                       | 1,801,792,877                   |
| Credit & Structured Finance                  | 415,283,075                      | -                 | -                   | -                      | -                  | -                      | -                          | 1,585,609         | 17,266,023                       | 434,134,707                     |
| Non-US Developed Markets Pool                | 660,802,285                      | -                 | -                   | -                      | (282,600)          | -                      | -                          | 4,219,969         | (79,128,166)                     | 585,611,488                     |
| Non-US Emerging Markets Pool                 | 660,458,195                      | -                 | -                   | -                      | (339,000)          | -                      | -                          | 3,613,495         | (87,520,764)                     | 576,211,926                     |
| Absolute Return Pool                         | 1,162,043,614                    | -                 | -                   | -                      | 42,000             | -                      | -                          | 34,245            | 9,326,846                        | 1,171,446,705                   |
| Total investment pools                       | 11,819,569,648                   | -                 | (184,393)           | (21,400,000)           | (2,598,250)        | -                      | -                          | 26,125,984        | (735,023,643)                    | 11,086,389,345                  |
| <b>Fund-Specific Assets:</b>                 |                                  |                   |                     |                        |                    |                        |                            |                   |                                  |                                 |
| <b>Land Grant Permanent Fund: **</b>         |                                  |                   |                     |                        |                    |                        |                            |                   |                                  |                                 |
| Cash and accruals                            | 46,345,383                       | 31,317,022        | (43,792,717)        | 3,400,000              | (372,663)          | (413,831)              | -                          | 8,331             | -                                | 36,491,525                      |
| Economically Targeted Investments (ETI's)    | 315                              | -                 | -                   | -                      | -                  | (321)                  | -                          | 6                 | -                                | -                               |
| Private Equity                               | 828,374,318                      | -                 | -                   | -                      | -                  | (1,073,524)            | -                          | 1,415,469         | (1,399,369)                      | 827,316,894                     |
| Stock Distributions/Private Equity           | 1,608,548                        | -                 | -                   | -                      | -                  | 78,453                 | -                          | -                 | (260,445)                        | 1,426,556                       |
| Real Estate                                  | 310,539,307                      | -                 | -                   | -                      | -                  | 1,409,223              | -                          | 447,446           | (447,446)                        | 311,948,530                     |
| <b>Severance Tax Permanent Fund: **</b>      |                                  |                   |                     |                        |                    |                        |                            |                   |                                  |                                 |
| Cash and accruals                            | 35,622,162                       | -                 | (15,589,357)        | 18,000,000             | (159,713)          | (1,897,530)            | -                          | 8,974             | -                                | 35,984,536                      |
| Economically Targeted Investments (ETI's)    | 149,498,332                      | -                 | -                   | -                      | -                  | (32,779)               | -                          | 44,177            | 34,936                           | 149,544,666                     |
| Private Equity                               | 560,687,273                      | -                 | -                   | -                      | -                  | 1,403,380              | -                          | 768,940           | (488,987)                        | 562,370,606                     |
| Stock Distributions/Private Equity           | 976,364                          | -                 | -                   | -                      | -                  | 13,692                 | -                          | -                 | (137,559)                        | 852,497                         |
| University Equities                          | 7,266,051                        | -                 | -                   | -                      | -                  | -                      | -                          | 8,557             | (297,057)                        | 6,977,551                       |
| Real Estate                                  | 156,891,876                      | -                 | -                   | -                      | -                  | 513,237                | -                          | 255,723           | (255,720)                        | 157,405,116                     |
| <b>Tobacco Settlement Permanent Fund: **</b> |                                  |                   |                     |                        |                    |                        |                            |                   |                                  |                                 |
| Cash and accruals                            | 86,298,453                       | -                 | -                   | -                      | -                  | -                      | -                          | 16,862            | -                                | 86,315,315                      |
| <b>Water Fund</b>                            |                                  |                   |                     |                        |                    |                        |                            |                   |                                  |                                 |
| Cash and accruals                            | 7,915,662                        | -                 | -                   | -                      | -                  | -                      | -                          | 1,546             | -                                | 7,917,208                       |
| <b>Unemployment Trust Fund</b>               |                                  |                   |                     |                        |                    |                        |                            |                   |                                  |                                 |
| Cash and accruals                            | 102,175,468                      | 5,058,421         | -                   | -                      | -                  | -                      | -                          | 20,676            | -                                | 107,254,565                     |
| <b>Grand Totals</b>                          | <b>14,113,769,160</b>            | <b>36,375,443</b> | <b>(59,566,467)</b> | <b>-</b>               | <b>(3,230,626)</b> | <b>-</b>               | <b>-</b>                   | <b>29,122,691</b> | <b>(738,275,290)</b>             | <b>13,378,194,910</b>           |

\* Detail by investment manager presented on the following two pages.

\*\* The assets listed for each permanent fund on the schedule do not include investments in the equity and bond pools. The permanent funds' investments in the equity and bond pools are included in the pool totals along with all of the other investors and are specifically allocated to each investor on the succeeding pages of this report. The cash, bonds, private equity, and distributions from private equity listed here are held individually in each permanent fund. Total allocation for each fund is listed on the next page of this report.



# Change in Market Value

| Fund Name | As of 5/31/2010                  |               |               |                        |      |                        |                            |        |                                  |                                 |
|-----------|----------------------------------|---------------|---------------|------------------------|------|------------------------|----------------------------|--------|----------------------------------|---------------------------------|
|           | Market Value<br>As of 04/30/2010 | Contributions | Distributions | Interfund<br>Transfers | Fees | Asset<br>re-allocation | Securities<br>Lend. Income | Income | Gains - Realized<br>& Unrealized | Market Value<br>As of 5/31/2010 |

## Investment Pools Detail by Manager (Benchmark):

|                                                       |               |   |   |   |              |   |   |            |               |               |
|-------------------------------------------------------|---------------|---|---|---|--------------|---|---|------------|---------------|---------------|
| <b>US Large Cap Active Pool:</b>                      |               |   |   |   |              |   |   |            |               |               |
| SIC Managed Large Cap Active (S&P 500 Index)          | 1,511,867,891 |   |   |   | (128,500)    |   |   | 1,646,128  | (143,988,262) | 1,369,397,257 |
| Davis Skaggs Citigroup (S&P 500 Index)                | 475,271,804   |   |   |   | (182,500)    |   |   | 681,472    | (48,961,569)  | 426,809,207   |
| Denali Advisors (Russell 1000 Value Index)            | 231,616,838   |   |   |   | (114,700)    |   |   | 536,670    | (19,345,174)  | 212,893,634   |
| Carret (S&P 500 Index)                                | 246,559,597   |   |   |   | (119,600)    |   |   | 618,444    | (19,308,789)  | 227,749,852   |
| Hester Capital (S&P 500 Index)                        | 312,415,458   |   |   |   | (132,900)    |   |   | 604,468    | (27,199,451)  | 285,687,575   |
| Simms Capital (Russell 1000 Growth Index)             | 241,664,691   |   |   |   | (115,900)    |   |   | 275,418    | (23,305,043)  | 218,519,166   |
| Thornburg Investment (S&P 500 Index)                  | 507,330,495   |   |   |   | (205,000)    |   |   | 1,147,075  | (44,731,472)  | 463,541,098   |
| Lombardia Capital (Russell 1000 Value Index)          | 454,679,302   |   |   |   | (170,900)    |   |   | 1,065,598  | (44,490,043)  | 411,083,957   |
| Total externally managed US Large Cap Active funds    | 2,469,538,185 | - | - | - | (1,041,500)  | - | - | 4,929,145  | (227,341,541) | 2,246,084,289 |
| Sub - Total US Large Cap Active Pool                  | 3,981,406,077 | - | - | - | (1,170,000)  | - | - | 6,575,273  | (371,329,803) | 3,615,481,547 |
| <b>SIC Large Cap Active Derivatives</b>               |               |   |   |   |              |   |   |            |               |               |
| Securities Lending Value Adjustment                   | 55,341,235    |   |   |   | (7,300)      |   |   | 10,794     | -             | 55,344,729    |
| Total US Large Cap Active Pool                        | (57,618,855)  |   |   |   |              |   |   | 6,586,067  | (371,329,803) | (57,618,855)  |
| <b>US Large Cap Index Pool:</b>                       |               |   |   |   |              |   |   |            |               |               |
| SIC Managed Large Cap Index (S&P 500 Index)           | 1,208,296,864 |   |   |   | (111,000)    |   |   | 2,539,795  | (98,422,642)  | 1,112,303,017 |
| Sub -Total US Large Cap Index Pool                    | 1,208,296,864 | - | - | - | (111,000)    | - | - | 2,539,795  | (98,422,642)  | 1,112,303,017 |
| <b>SIC Large Cap Index Derivatives</b>                |               |   |   |   |              |   |   |            |               |               |
| Securities Lending Value Adjustment                   | 526,156       |   |   |   | (300)        |   |   | 103        | -             | 525,959       |
| Total US Large Cap Index Pool                         | (17,235,033)  |   |   |   |              |   |   | 2,539,898  | (98,422,642)  | (17,235,033)  |
| <b>US Mid/Small Cap Pool:</b>                         |               |   |   |   |              |   |   |            |               |               |
| SIC Managed Mid Cap Index (Russell 2500 Value Index)  | 388,260,590   |   |   |   | (67,100)     |   |   | 2,490      | (18,868,509)  | 369,327,470   |
| Beekman Capital (Russell 2500 Value Index)            | 342,889,801   |   |   |   | (156,600)    |   |   | 150,282    | (24,486,823)  | 288,414,660   |
| Earnest Partners Mid/Small (Russell 2500 Value Index) | 160,270,611   |   |   |   | (88,400)     |   |   | 162,190    | (12,949,988)  | 147,394,413   |
| Earnest Partners Mid Cap (S&P 400 Index)              | 427,596,386   |   |   |   | (166,500)    |   |   | 453,617    | (32,185,209)  | 395,698,294   |
| First Quadrant (S&P 400 Index)                        | 440,771,218   |   |   |   | (191,100)    |   |   | 521,626    | (30,553,489)  | 380,546,255   |
| Fox Asset (Russell 2500 Value Index)                  | 179,301,630   |   |   |   | (92,400)     |   |   | 245,596    | (15,014,237)  | 164,440,589   |
| Total externally managed Mid/Small Cap funds          | 1,550,829,646 | - | - | - | (695,000)    | - | - | 1,533,311  | (115,171,746) | 1,376,496,211 |
| Sub -Total US Mid/Small Cap Pool                      | 1,550,829,646 | - | - | - | (695,000)    | - | - | 1,533,311  | (115,171,746) | 1,376,496,211 |
| <b>US Large Cap Active ETF Pool:</b>                  |               |   |   |   |              |   |   |            |               |               |
| US Large Cap Active ETF Pool:                         | 36,361,169    |   |   |   | (10,250)     |   |   | 132        | (2,840,504)   | 33,510,567    |
| <b>US Large Cap Index ETF Pool:</b>                   |               |   |   |   |              |   |   |            |               |               |
| US Large Cap Index ETF Pool:                          | 21,565,989    |   |   |   | (5,450)      |   |   | 136        | (1,654,623)   | 19,906,052    |
| <b>US Mid/Small Cap ETF Pool:</b>                     |               |   |   |   |              |   |   |            |               |               |
| US Mid/Small Cap ETF Pool:                            | 9,862,313     |   |   |   | (3,250)      |   |   | 56         | (709,147)     | 9,149,972     |
| Total US Equities in Investment Pools                 | 7,196,582,667 | - | - | - | (2,062,050)  | - | - | 10,651,193 | (608,996,975) | 6,536,174,836 |
| <b>US Core Bonds Pool (SIC Managed):</b>              |               |   |   |   |              |   |   |            |               |               |
| US Core Bonds Pool (Barclays Aggregate Bond Index)    | 1,812,871,767 |   |   |   | (184,393)    |   |   | 6,010,576  | 14,029,392    | 1,871,278,342 |
| Securities Lending Value Adjustment                   | (69,485,465)  |   |   |   |              |   |   | -          | -             | (69,485,465)  |
| Total US Core Bonds Pool                              | 1,743,386,302 | - | - | - | (184,393)    | - | - | 6,010,576  | 14,029,392    | 1,801,792,877 |
| <b>Credit &amp; Structured Finance</b>                |               |   |   |   |              |   |   |            |               |               |
| Cash                                                  | 11,912,130    |   |   |   | 16,626,910   |   |   | 3,337      | 764           | 28,543,141    |
| Equity LP Interests                                   | 403,370,947   |   |   |   | (16,626,910) |   |   | 1,582,272  | 17,265,259    | 405,591,568   |
| Total CDO Equity Pool                                 | 415,283,077   | - | - | - | -            | - | - | 1,585,609  | 17,266,023    | 434,134,708   |
| Total Fixed Income in Investment Pools                | 2,158,669,379 | - | - | - | (184,393)    | - | - | 7,596,185  | 31,295,415    | 2,235,927,585 |

# Change in Market Value

As of 5/31/2010

| Fund Name                                                          | Market Value<br>As of 04/30/2010 | Contributions | Distributions | Interfund<br>Transfers | Fees        | Asset<br>re-allocation | Securities<br>Lend. Income | Income     | Gains - Realized<br>& Unrealized | Market Value<br>As of 5/31/2010 |
|--------------------------------------------------------------------|----------------------------------|---------------|---------------|------------------------|-------------|------------------------|----------------------------|------------|----------------------------------|---------------------------------|
| <b>Investment Pools Detail by Manager (Benchmark) (continued):</b> |                                  |               |               |                        |             |                        |                            |            |                                  |                                 |
| <b>Absolute Return</b>                                             |                                  |               |               |                        |             |                        |                            |            |                                  |                                 |
| K2 Advisors, LLC                                                   | 54,937,923                       |               |               |                        |             |                        |                            |            | 253,786                          | 55,191,709                      |
| Circle T Explorer, LP                                              | 479,149                          |               |               |                        |             |                        |                            |            | -                                | 479,149                         |
| Cash Account                                                       | 180,574,851                      |               |               | 25,839,450             | 42,000      |                        |                            | 33,867     | -                                | 186,490,168                     |
| <b>Benchmark</b>                                                   |                                  |               |               |                        |             |                        |                            |            |                                  |                                 |
| Austin Capital                                                     | 67,696,592                       |               |               | (16,346,248)           |             |                        |                            |            | 94,962                           | 51,445,306                      |
| Crestline                                                          | 211,242,235                      |               |               |                        |             |                        |                            |            | 2,313,348                        | 213,555,583                     |
| Crestline Offshore Recovery                                        | 31,203,416                       |               |               | (2,249,404)            |             |                        |                            | 378        | (127,743)                        | 28,826,647                      |
| Mariner Select LP                                                  | 113,318,719                      |               |               |                        |             |                        |                            |            | 706,877                          | 114,025,596                     |
| Entrust                                                            | 4,081,859                        |               |               | (1,461,613)            |             |                        |                            |            | 559,060                          | 3,179,306                       |
| Altair Stars LP                                                    | 17,021,936                       |               |               | (5,782,185)            |             |                        |                            |            | (89,907)                         | 11,149,844                      |
| CT Preferred LP                                                    | 15,337,322                       |               |               |                        |             |                        |                            |            | (54,992)                         | 15,282,330                      |
| Tag Offshore                                                       | 109,559,439                      |               |               |                        |             |                        |                            |            | 1,727,494                        | 111,286,932                     |
| EIM                                                                | 114,035,720                      |               |               |                        |             |                        |                            |            | 1,623,607                        | 115,659,327                     |
| Vintage - HFVMS                                                    | 108,142,363                      |               |               |                        |             |                        |                            |            | 936,218                          | 109,078,581                     |
| K-2 Alternative                                                    | 45,704,357                       |               |               |                        |             |                        |                            |            | 361,328                          | 46,065,685                      |
| Guggenheim                                                         | 108,707,734                      |               |               |                        |             |                        |                            |            | 1,022,809                        | 109,730,543                     |
| <b>Total Hedge Funds</b>                                           | 1,162,043,614                    | -             | -             | -                      | 42,000      | -                      | -                          | 34,245     | 9,326,846                        | 1,171,446,706                   |
| <b>Total US Assets in Investment Pools</b>                         | 10,539,423,278                   | -             | (184,393)     | (21,400,000)           | (2,069,050) | -                      | -                          | 18,281,623 | (568,374,714)                    | 9,943,549,127                   |
| <b>Non-US Developed Markets Pool (externally managed):</b>         |                                  |               |               |                        |             |                        |                            |            |                                  |                                 |
| AllianceBernstein (MSCI - EAFE Index)                              | 528,851,535                      |               |               |                        | (200,000)   |                        |                            | 3,118,450  | (63,352,447)                     | 468,417,538                     |
| Jarislowsky Fraser (MSCI - EAFE Index)                             | 473,506                          |               |               |                        |             |                        |                            | (443)      | (2,036)                          | 471,027                         |
| Simms Capital (MSCI - EAFE Index)                                  | 150,118,160                      |               |               |                        | (82,600)    |                        |                            | 1,101,960  | (15,768,691)                     | 135,368,829                     |
| Non US SIC Managed                                                 | 4,990                            |               |               |                        |             |                        |                            | 2          | (4,992)                          | 0                               |
| Securities Lending Value Adjustment                                | (18,645,906)                     |               |               |                        |             |                        |                            |            |                                  | (18,645,906)                    |
| <b>Total Non-US Developed Markets Pool</b>                         | 660,802,285                      | -             | -             | -                      | (282,600)   | -                      | -                          | 4,219,969  | (79,128,166)                     | 585,611,488                     |
| <b>Non-US Emerging Markets Pool (externally managed):</b>          |                                  |               |               |                        |             |                        |                            |            |                                  |                                 |
| AllianceBernstein (MSCI Emerg Mkts Free Index)                     | 661,218,227                      |               |               |                        | (339,000)   |                        |                            | 3,613,495  | (87,520,764)                     | 576,971,958                     |
| Securities Lending Value Adjustment                                | (760,032)                        |               |               |                        |             |                        |                            |            |                                  | (760,032)                       |
| <b>Total Non-US Emerging Markets Pool</b>                          | 660,458,195                      | -             | -             | -                      | (339,000)   | -                      | -                          | 3,613,495  | (87,520,764)                     | 576,211,926                     |
| <b>Total Non-US Equities in Investment Pools</b>                   | 1,321,260,480                    | -             | -             | -                      | (621,600)   | -                      | -                          | 7,833,484  | (166,648,930)                    | 1,161,823,414                   |
| <b>Total Internally Managed Assets</b>                             | 4,900,614,642                    | -             | (184,393)     | 38,600,000             | (382,150)   | -                      | -                          | 10,210,210 | (252,454,296)                    | 4,696,404,013                   |
| <b>Total Externally Managed Assets</b>                             | 6,918,955,002                    | -             | -             | (60,000,000)           | (2,316,100) | -                      | -                          | 15,915,774 | (482,569,347)                    | 6,389,985,328                   |
| <b>Total Assets in Investment Pools</b>                            | 11,819,569,644                   | -             | (184,393)     | (21,400,000)           | (2,698,250) | -                      | -                          | 26,125,984 | (735,023,643)                    | 11,086,389,341                  |



# Change in Market Value

| Fund Name                                 | As of 5/31/2010                  |               |               |                        |             |                        |                            |            |                                  |                | Market Value<br>As of 5/31/2010 |
|-------------------------------------------|----------------------------------|---------------|---------------|------------------------|-------------|------------------------|----------------------------|------------|----------------------------------|----------------|---------------------------------|
|                                           | Market Value<br>As of 04/30/2010 | Contributions | Distributions | Interfund<br>Transfers | Fees        | Asset<br>re-allocation | Securities<br>Lend. Income | Income     | Gains - Realized<br>& Unrealized |                |                                 |
| Permanent Funds:                          |                                  |               |               |                        |             |                        |                            |            |                                  |                |                                 |
| Land Grant Permanent Fund:                |                                  |               |               |                        |             |                        |                            |            |                                  |                |                                 |
| Cash and accruals                         | 46,345,369                       | 31,317,022    | (43,792,717)  | 3,400,000              | (372,663)   | (413,831)              | -                          | 8,331      | -                                | 36,491,511     |                                 |
| Economically Targeted Investments (ETI's) | 315                              | -             | -             | -                      | -           | (321)                  | -                          | 6          | -                                | 827,316,894    |                                 |
| Private Equity                            | 828,374,318                      | -             | -             | -                      | -           | (1,073,524)            | -                          | 1,415,469  | (1,399,369)                      | 1,426,556      |                                 |
| Stock Distributions/Private Equity        | 1,608,548                        | -             | -             | -                      | -           | 78,453                 | -                          | -          | (260,445)                        | 311,948,530    |                                 |
| Real Estate                               | 310,539,307                      | -             | -             | -                      | -           | 1,409,223              | -                          | 447,446    | (447,446)                        | 879,833,616    |                                 |
| Hedge Funds                               | 872,771,281                      | -             | -             | -                      | 31,545      | -                      | -                          | 25,720     | 7,005,070                        | 2,512,808,193  |                                 |
| US Large Cap Active Pool                  | 2,767,288,302                    | -             | -             | -                      | (818,754)   | -                      | -                          | 4,580,286  | (258,241,641)                    | 783,936,389    |                                 |
| US Large Cap Index Pool                   | 852,623,450                      | -             | -             | -                      | (79,639)    | -                      | -                          | 1,817,385  | (70,424,807)                     | 1,313,533,612  |                                 |
| US Mid/Small Cap Pool                     | 1,413,801,513                    | -             | -             | -                      | (573,393)   | -                      | -                          | 1,155,515  | (100,850,023)                    | 2,939,724      |                                 |
| US Large Cap Active ETF Pool:             | 3,189,795                        | -             | -             | -                      | (899)       | -                      | -                          | 12         | (249,184)                        | 2,162,672      |                                 |
| US Large Cap Index ETF Pool:              | 2,343,013                        | -             | -             | -                      | (592)       | -                      | -                          | 15         | (179,764)                        | 1,908,151      |                                 |
| US Mid/Small Cap ETF Pool:                | 2,056,707                        | -             | -             | -                      | (678)       | -                      | -                          | 12         | (147,887)                        | 1,386,145,338  |                                 |
| US Core Bonds Pool                        | 1,374,166,013                    | -             | -             | (3,400,000)            | (37,696)    | -                      | -                          | 4,624,018  | 10,793,003                       | 302,458,980    |                                 |
| Credit & Structured Finance               | 289,325,119                      | -             | -             | -                      | -           | -                      | -                          | 1,104,688  | 12,029,173                       | 364,971,280    |                                 |
| Non-US Developed Markets Pool             | 411,832,519                      | -             | -             | -                      | (176,125)   | -                      | -                          | 2,630,016  | (49,315,130)                     | 375,114,423    |                                 |
| Non-US Emerging Markets Pool              | 429,958,812                      | -             | -             | -                      | (220,689)   | -                      | -                          | 2,352,388  | (56,976,088)                     | 9,102,995,872  |                                 |
| Total - Land Grant Permanent Fund         | 9,606,224,381                    | 31,317,022    | (43,792,717)  | -                      | (2,249,583) | -                      | -                          | 20,161,307 | (508,664,538)                    | 35,984,568     |                                 |
| Severance Tax Permanent Fund:             |                                  |               |               |                        |             |                        |                            |            |                                  |                |                                 |
| Cash and accruals                         | 35,622,194                       | -             | (15,589,357)  | 18,000,000             | (159,713)   | (1,897,530)            | -                          | 8,974      | -                                | 149,544,666    |                                 |
| Economically Targeted Investments (ETI's) | 149,498,332                      | -             | -             | -                      | -           | (32,779)               | -                          | 44,177     | 34,936                           | 562,370,606    |                                 |
| Private Equity                            | 560,687,273                      | -             | -             | -                      | -           | 1,403,380              | -                          | 768,940    | (488,987)                        | 852,496        |                                 |
| Stock Distributions/Private Equity        | 976,363                          | -             | -             | -                      | -           | 13,692                 | -                          | -          | (137,559)                        | 6,977,551      |                                 |
| University Equities                       | 7,266,051                        | -             | -             | -                      | -           | 513,237                | -                          | 8,557      | (297,057)                        | 157,405,116    |                                 |
| Real Estate                               | 156,891,876                      | -             | -             | -                      | -           | -                      | -                          | 255,723    | (255,720)                        | 278,746,725    |                                 |
| Hedge Funds                               | 276,509,255                      | -             | -             | -                      | 9,994       | -                      | -                          | 8,149      | 2,219,327                        | 999,997,007    |                                 |
| US Large Cap Active Pool                  | 1,101,269,892                    | -             | -             | -                      | (325,831)   | -                      | -                          | 1,822,770  | (102,769,824)                    | 255,941,908    |                                 |
| US Large Cap Index Pool                   | 278,367,054                      | -             | -             | -                      | (26,001)    | -                      | -                          | 593,345    | (22,992,490)                     | 395,993,929    |                                 |
| US Mid/Small Cap Pool                     | 486,221,921                      | -             | -             | (60,000,000)           | (172,862)   | -                      | -                          | 348,356    | (30,403,486)                     | 148,228,604    |                                 |
| US Core Bonds Pool                        | 104,584,001                      | -             | -             | 42,000,000             | (4,031)     | -                      | -                          | 494,474    | 1,154,160                        | 131,674,248    |                                 |
| Credit & Structured Finance               | 125,956,477                      | -             | -             | -                      | -           | -                      | -                          | 480,921    | 5,236,850                        | 177,455,360    |                                 |
| Non-US Developed Markets Pool             | 200,240,107                      | -             | -             | -                      | (85,635)    | -                      | -                          | 1,278,759  | (23,977,871)                     | 181,800,501    |                                 |
| Non-US Emerging Markets Pool              | 208,381,026                      | -             | -             | -                      | (106,958)   | -                      | -                          | 1,140,093  | (27,613,660)                     | 3,462,973,285  |                                 |
| Total - Severance Tax Permanent Fund      | 3,692,471,822                    | -             | (15,589,357)  | -                      | (871,037)   | -                      | -                          | 7,253,238  | (200,291,381)                    | 86,315,315     |                                 |
| Tobacco Settlement Permanent Fund         |                                  |               |               |                        |             |                        |                            |            |                                  |                |                                 |
| Cash and accruals                         | 86,298,453                       | -             | -             | -                      | -           | -                      | -                          | 16,862     | -                                | 9,203,932      |                                 |
| Hedge Funds                               | 9,130,053                        | -             | -             | -                      | 330         | -                      | -                          | 269        | 73,280                           | 25,806,654     |                                 |
| US Large Cap Active Pool                  | 28,420,177                       | -             | -             | -                      | (8,409)     | -                      | -                          | 47,040     | (2,652,154)                      | 4,701,775      |                                 |
| US Large Cap Index Pool                   | 5,113,737                        | -             | -             | -                      | (478)       | -                      | -                          | 10,900     | (422,384)                        | 9,936,157      |                                 |
| US Mid/Small Cap Pool                     | 10,694,628                       | -             | -             | -                      | (4,337)     | -                      | -                          | 8,741      | (762,875)                        | 30,869,505     |                                 |
| US Core Bonds Pool                        | 30,527,007                       | -             | -             | -                      | (839)       | -                      | -                          | 102,977    | 240,360                          | 5,055,339      |                                 |
| Non-US Developed Markets Pool             | 5,704,431                        | -             | -             | -                      | (2,440)     | -                      | -                          | 36,429     | (683,081)                        | 3,103,381      |                                 |
| Non-US Emerging Markets Pool              | 3,557,117                        | -             | -             | -                      | (1,826)     | -                      | -                          | 19,462     | (471,372)                        | 174,992,058    |                                 |
| Total - Tobacco Settlement Permanent Fund | 179,445,603                      | -             | -             | -                      | (17,999)    | -                      | -                          | 242,680    | (4,678,226)                      | 7,917,208      |                                 |
| Water Permanent Fund                      |                                  |               |               |                        |             |                        |                            |            |                                  |                |                                 |
| Cash and accruals                         | 7,915,662                        | -             | -             | -                      | 131         | -                      | -                          | 1,546      | -                                | 3,663,558      |                                 |
| Hedge Funds                               | 3,634,151                        | -             | -             | -                      | (4,515)     | -                      | -                          | 107        | 29,169                           | 13,855,650     |                                 |
| US Large Cap Active Pool                  | 15,258,855                       | -             | -             | -                      | (1,943)     | -                      | -                          | 25,256     | (1,423,946)                      | 4,451,308      |                                 |
| US Mid/Small Cap Pool                     | 4,791,096                        | -             | -             | -                      | (376)       | -                      | -                          | 3,916      | (341,761)                        | 13,817,364     |                                 |
| US Core Bonds Pool                        | 13,664,060                       | -             | -             | -                      | (996)       | -                      | -                          | 46,093     | (278,745)                        | 2,062,936      |                                 |
| Non-US Developed Markets Pool             | 2,327,811                        | -             | -             | -                      | (816)       | -                      | -                          | 14,866     | (210,780)                        | 1,387,698      |                                 |
| Non-US Emerging Markets Pool              | 1,590,591                        | -             | -             | -                      | (8,515)     | -                      | -                          | 8,703      | (2,118,476)                      | 47,155,722     |                                 |
| Total - Water Permanent Fund              | 49,162,226                       | -             | -             | -                      | (8,515)     | -                      | -                          | 100,487    | (2,118,476)                      | 107,254,564    |                                 |
| Unemployment Trust Fund                   |                                  |               |               |                        |             |                        |                            |            |                                  |                |                                 |
| Cash and accruals                         | 102,175,467                      | 5,058,421     | -             | -                      | -           | -                      | -                          | 20,676     | -                                | 12,808,116,937 |                                 |
| Total Permanent Funds                     | 13,634,578,596                   | 36,375,443    | (59,382,074)  | -                      | (3,147,134) | -                      | -                          | 27,776,388 | (715,752,621)                    | 6/15/2010      |                                 |

# Change in Market Value

| As of 5/31/2010                               |                                  |               |               |                        |          |                        |                           |         |                                  |                                 |  |
|-----------------------------------------------|----------------------------------|---------------|---------------|------------------------|----------|------------------------|---------------------------|---------|----------------------------------|---------------------------------|--|
| Fund Name                                     | Market Value<br>As of 04/30/2010 | Contributions | Distributions | Interfund<br>Transfers | Fees     | Asset<br>re-allocation | Securities<br>Lend Income | Income  | Gains - Realized<br>& Unrealized | Market Value<br>As of 5/31/2010 |  |
| Third Party Investors:                        |                                  |               |               |                        |          |                        |                           |         |                                  |                                 |  |
| NMMI Trust Scholarship                        |                                  |               |               |                        |          |                        |                           |         |                                  |                                 |  |
| Investment in US Large Cap Index Pool         | 1,705,057                        | -             | -             | -                      | (159)    | -                      | -                         | 3,634   | (140,834)                        | 1,567,698                       |  |
| Investment in US Mid/Small Cap Pool           | 509,486                          | -             | -             | -                      | (207)    | -                      | -                         | 416     | (36,342)                         | 473,353                         |  |
| Investment in US Core Bonds Pool              | 1,532,537                        | -             | -             | -                      | (42)     | -                      | -                         | 5,170   | 12,067                           | 1,549,732                       |  |
| Investment in Non-US Developed Markets Pool   | 513,543                          | -             | -             | -                      | (220)    | -                      | -                         | 3,280   | (61,494)                         | 455,109                         |  |
| Investment in Non-US Emerging Markets Pool    | 139,641                          | -             | -             | -                      | (72)     | -                      | -                         | 764     | (18,501)                         | 121,832                         |  |
|                                               | 4,400,264                        | -             | -             | -                      | (700)    | -                      | -                         | 13,264  | (245,104)                        | 4,167,724                       |  |
| NMMI Legislative Scholarship                  |                                  |               |               |                        |          |                        |                           |         |                                  |                                 |  |
| Investment in US Large Cap Index Pool         | 2,569,753                        | -             | -             | -                      | (240)    | -                      | -                         | 5,479   | (212,321)                        | 2,362,671                       |  |
| Investment in US Mid/Small Cap Pool           | 766,773                          | -             | -             | -                      | (311)    | -                      | -                         | 627     | (54,709)                         | 712,380                         |  |
| Investment in US Core Bonds Pool              | 2,327,677                        | -             | -             | -                      | (64)     | -                      | -                         | 7,849   | 18,321                           | 2,353,783                       |  |
| Investment in Non-US Developed Markets Pool   | 556,212                          | -             | -             | -                      | (331)    | -                      | -                         | 4,948   | (92,778)                         | 468,051                         |  |
| Investment in Non-US Emerging Markets Pool    | 429,423                          | -             | -             | -                      | (108)    | -                      | -                         | 1,156   | (27,991)                         | 402,480                         |  |
|                                               | 6,649,838                        | -             | -             | -                      | (1,054)  | -                      | -                         | 20,059  | (369,478)                        | 6,299,365                       |  |
| NMMI Patterson Account                        |                                  |               |               |                        |          |                        |                           |         |                                  |                                 |  |
| Investment in US Large Cap Index Pool         | 1,304,376                        | -             | -             | -                      | (122)    | -                      | -                         | 2,780   | (107,739)                        | 1,199,295                       |  |
| Investment in US Mid/Small Cap Pool           | 341,479                          | -             | -             | -                      | (138)    | -                      | -                         | 279     | (24,359)                         | 317,261                         |  |
| Investment in US Core Bonds Pool              | 1,374,536                        | -             | -             | -                      | (38)     | -                      | -                         | 4,637   | 10,823                           | 1,389,958                       |  |
| Investment in Non-US Developed Markets Pool   | 317,545                          | -             | -             | -                      | (136)    | -                      | -                         | 2,028   | (38,025)                         | 281,412                         |  |
| Investment in Non-US Emerging Markets Pool    | 96,836                           | -             | -             | -                      | (50)     | -                      | -                         | 530     | (12,835)                         | 84,481                          |  |
|                                               | 3,434,772                        | -             | -             | -                      | (484)    | -                      | -                         | 10,254  | (172,135)                        | 3,272,407                       |  |
| NMIMT Employee Benefit Trust                  |                                  |               |               |                        |          |                        |                           |         |                                  |                                 |  |
| Investment in US Large Cap Active ETF Pool    | 342,335                          | -             | -             | -                      | (97)     | -                      | -                         | 1       | (26,743)                         | 315,496                         |  |
| Investment in US Large Cap Index ETF Pool     | 390,628                          | -             | -             | -                      | (99)     | -                      | -                         | 2       | (29,971)                         | 360,560                         |  |
| Investment in US Mid/Small Cap ETF Pool       | 86,264                           | -             | -             | -                      | (28)     | -                      | -                         | -       | (6,203)                          | 80,033                          |  |
| Investment in US Core Bonds Pool              | 366,800                          | -             | -             | -                      | (10)     | -                      | -                         | 1,237   | 2,888                            | 370,915                         |  |
| Investment in Non-US Developed Markets Pool   | 70,947                           | -             | -             | -                      | (30)     | -                      | -                         | 453     | (8,495)                          | 62,875                          |  |
|                                               | 1,256,974                        | -             | -             | -                      | (264)    | -                      | -                         | 1,683   | (68,524)                         | 1,189,879                       |  |
| NMIMT Plant/Debt/Allocated Fund               |                                  |               |               |                        |          |                        |                           |         |                                  |                                 |  |
| Investment in US Core Bonds Pool              | 11,060,992                       | -             | -             | -                      | (304)    | -                      | -                         | 37,312  | 87,091                           | 11,185,091                      |  |
|                                               | 11,060,992                       | -             | -             | -                      | (304)    | -                      | -                         | 37,312  | 87,091                           | 11,185,091                      |  |
| NMIMT Endowment Fund                          |                                  |               |               |                        |          |                        |                           |         |                                  |                                 |  |
| Investment in US Large Cap Active ETF Pool    | 9,890,511                        | -             | -             | -                      | (2,788)  | -                      | -                         | 36      | (772,638)                        | 9,115,121                       |  |
| Investment in US Core Bonds Pool              | 9,231,216                        | -             | -             | -                      | (254)    | -                      | -                         | 31,140  | 72,684                           | 9,334,786                       |  |
|                                               | 19,121,727                       | -             | -             | -                      | (3,042)  | -                      | -                         | 31,176  | (699,954)                        | 18,449,907                      |  |
| NM Tech Research Fund                         |                                  |               |               |                        |          |                        |                           |         |                                  |                                 |  |
| Investment in US Large Cap Active ETF Pool    | 9,326,921                        | -             | -             | -                      | (2,629)  | -                      | -                         | 34      | (728,611)                        | 8,595,715                       |  |
| Investment in US Core Bonds Pool              | 4,988,867                        | -             | -             | -                      | (137)    | -                      | -                         | 16,829  | 39,281                           | 5,044,840                       |  |
|                                               | 14,315,788                       | -             | -             | -                      | (2,766)  | -                      | -                         | 16,863  | (689,330)                        | 13,640,555                      |  |
| NM School for the Blind and Visually Impaired |                                  |               |               |                        |          |                        |                           |         |                                  |                                 |  |
| Investment in US Core Bonds Pool              | 7,901,266                        | -             | -             | -                      | (217)    | -                      | -                         | 26,653  | 62,212                           | 7,989,914                       |  |
|                                               | 7,901,266                        | -             | -             | -                      | (217)    | -                      | -                         | 26,653  | 62,212                           | 7,989,914                       |  |
| NM Retiree Health Care Authority              |                                  |               |               |                        |          |                        |                           |         |                                  |                                 |  |
| Investment in US Large Cap Active Pool        | 34,326,614                       | -             | -             | -                      | (10,156) | -                      | -                         | 56,816  | (3,203,338)                      | 31,169,936                      |  |
| Investment in US Large Cap Index Pool         | 31,985,244                       | -             | -             | -                      | (2,988)  | -                      | -                         | 68,177  | (2,641,912)                      | 29,408,521                      |  |
| Investment in US Mid/Small Cap Pool           | 7,849,126                        | -             | -             | -                      | (3,183)  | -                      | -                         | 6,415   | (559,896)                        | 7,292,460                       |  |
| Investment in US Core Bonds Pool              | 58,823,657                       | -             | -             | -                      | (1,618)  | -                      | -                         | 198,430 | 463,158                          | 59,483,627                      |  |
| Investment in Non-US Developed Markets Pool   | 27,700,757                       | -             | -             | -                      | (11,847) | -                      | -                         | 176,901 | (3,317,044)                      | 24,548,767                      |  |
| Investment in Non-US Emerging Markets Pool    | 8,299,760                        | -             | -             | -                      | (4,260)  | -                      | -                         | 45,410  | (1,099,851)                      | 7,241,089                       |  |
|                                               | 168,985,188                      | -             | -             | -                      | (34,052) | -                      | -                         | 552,149 | (10,358,885)                     | 159,144,400                     |  |



# Change in Market Value

As of 5/31/2010

Market Value  
As of 04/30/2010

Market Value  
As of 5/31/2010

| Fund Name                                           | Market Value<br>As of 04/30/2010 | Contributions | Distributions | Interfund<br>Transfers | Fees    | Asset<br>re-allocation | Securities<br>Lend. Income | Income | Gains - Realized<br>& Unrealized | Market Value<br>As of 5/31/2010 |
|-----------------------------------------------------|----------------------------------|---------------|---------------|------------------------|---------|------------------------|----------------------------|--------|----------------------------------|---------------------------------|
| <b>NM Comm. of Public Lands-O&amp;G</b>             |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Active ETF Pool          | 2,922,727                        | -             | -             | -                      | (824)   | -                      | -                          | 11     | (228,320)                        | 2,693,594                       |
| Investment in US Large Cap Active Pool              | 3,442,314                        | -             | -             | -                      | (1,018) | -                      | -                          | 5,698  | (321,233)                        | 3,125,761                       |
| Investment in US Core Bonds Pool                    | 6,376,687                        | -             | -             | -                      | (175)   | -                      | -                          | 21,511 | 50,208                           | 6,448,231                       |
|                                                     | 12,741,728                       | -             | -             | -                      | (2,017) | -                      | -                          | 27,220 | (499,345)                        | 12,267,586                      |
| <b>NM Game and Fish Department</b>                  |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Active ETF Pool          | 381,222                          | -             | -             | -                      | (107)   | -                      | -                          | 1      | (29,781)                         | 351,335                         |
| Investment in US Mid/Small Cap ETF Pool             | 114,303                          | -             | -             | -                      | (38)    | -                      | -                          | 1      | (8,219)                          | 106,047                         |
| Investment in US Core Bonds Pool                    | 325,661                          | -             | -             | -                      | (9)     | -                      | -                          | 1,099  | 2,564                            | 329,315                         |
| Investment in Non-US Developed Markets Pool         | 52,877                           | -             | -             | -                      | (23)    | -                      | -                          | 338    | (6,332)                          | 46,860                          |
| Investment in Non-US Emerging Markets Pool          | 56,767                           | -             | -             | -                      | (29)    | -                      | -                          | 311    | (7,522)                          | 49,527                          |
|                                                     | 930,829                          | -             | -             | -                      | (206)   | -                      | -                          | 1,750  | (49,290)                         | 883,083                         |
| <b>Eastern NM University</b>                        |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Active ETF Pool          | 1,502,066                        | -             | -             | -                      | (423)   | -                      | -                          | 5      | (117,340)                        | 1,384,308                       |
| Investment in US Large Cap Index ETF Pool           | 2,427,183                        | -             | -             | -                      | (613)   | -                      | -                          | 15     | (186,223)                        | 2,240,362                       |
| Investment in US Mid/Small Cap ETF Pool             | 1,316,712                        | -             | -             | -                      | (434)   | -                      | -                          | 8      | (94,678)                         | 1,221,608                       |
| Investment in US Core Bonds Pool                    | 2,269,121                        | -             | -             | -                      | (62)    | -                      | -                          | 7,654  | 17,866                           | 2,294,579                       |
| Investment in Non-US Developed Markets Pool         | 943,649                          | -             | -             | -                      | (404)   | -                      | -                          | 6,026  | (112,996)                        | 836,275                         |
| Investment in Non-US Emerging Markets Pool          | 172,005                          | -             | -             | -                      | (88)    | -                      | -                          | 941    | (22,792)                         | 150,066                         |
|                                                     | 8,630,736                        | -             | -             | -                      | (2,024) | -                      | -                          | 14,649 | (516,163)                        | 8,127,198                       |
| <b>ISC-Improvement to the Rio Grande</b>            |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Active Pool              | 555,984                          | -             | -             | -                      | (165)   | -                      | -                          | 920    | (51,885)                         | 504,854                         |
| Investment in US Core Bonds Pool                    | 601,800                          | -             | -             | -                      | (17)    | -                      | -                          | 2,030  | 4,738                            | 608,551                         |
|                                                     | 1,157,784                        | -             | -             | -                      | (182)   | -                      | -                          | 2,950  | (47,147)                         | 1,113,405                       |
| <b>ISC-Irrigation Works Construction</b>            |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Active Pool              | 8,494,099                        | -             | -             | -                      | (2,513) | -                      | -                          | 14,059 | (792,663)                        | 7,712,982                       |
| Investment in US Core Bonds Pool                    | 6,298,645                        | -             | -             | -                      | (173)   | -                      | -                          | 21,247 | 49,594                           | 6,369,313                       |
|                                                     | 14,792,744                       | -             | -             | -                      | (2,686) | -                      | -                          | 35,306 | (743,069)                        | 14,082,295                      |
| <b>City of Albuquerque--Open Space Mgmt. Fund</b>   |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Core Bonds Pool                    | 26,581,545                       | -             | -             | -                      | (731)   | -                      | -                          | 89,668 | 209,295                          | 26,879,777                      |
|                                                     | 26,581,545                       | -             | -             | -                      | (731)   | -                      | -                          | 89,668 | 209,295                          | 26,879,777                      |
| <b>City of Albuquerque--Urban Enhance. Tr. Fund</b> |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Core Bonds Pool                    | 7,533,149                        | -             | -             | -                      | (207)   | -                      | -                          | 25,412 | 59,314                           | 7,617,668                       |
|                                                     | 7,533,149                        | -             | -             | -                      | (207)   | -                      | -                          | 25,412 | 59,314                           | 7,617,668                       |
| <b>PRC Patients' Comp Fund</b>                      |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Active ETF Pool          | 5,127,255                        | -             | -             | -                      | (1,445) | -                      | -                          | 19     | (400,536)                        | 4,725,293                       |
| Investment in US Large Cap Index ETF Pool           | 2,030,445                        | -             | -             | -                      | (513)   | -                      | -                          | 13     | (155,784)                        | 1,874,161                       |
| Investment in US Mid/Small Cap ETF Pool             | 2,296,439                        | -             | -             | -                      | (757)   | -                      | -                          | 13     | (165,125)                        | 2,130,570                       |
| Investment in US Core Bonds Pool                    | 21,571,375                       | -             | -             | -                      | (593)   | -                      | -                          | 72,767 | 169,847                          | 21,813,395                      |
| Investment in Non-US Developed Markets Pool         | 952,164                          | -             | -             | -                      | (407)   | -                      | -                          | 6,081  | (114,016)                        | 843,822                         |
| Investment in Non-US Emerging Markets Pool          | 734,978                          | -             | -             | -                      | (377)   | -                      | -                          | 4,021  | (97,395)                         | 641,227                         |
|                                                     | 32,712,556                       | -             | -             | -                      | (4,092) | -                      | -                          | 82,914 | (763,009)                        | 32,028,469                      |
| <b>LACCIPPERMANENT</b>                              |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Active Pool              | 5,990,306                        | -             | -             | -                      | (1,772) | -                      | -                          | 9,915  | (559,011)                        | 5,439,438                       |
| Investment in US Large Cap Index Pool               | 5,750,896                        | -             | -             | -                      | (538)   | -                      | -                          | 12,267 | (475,352)                        | 5,287,273                       |
| Investment in US Mid/Small Cap Pool                 | 4,459,539                        | -             | -             | -                      | (1,809) | -                      | -                          | 3,645  | (318,113)                        | 4,143,262                       |
| Investment in US Core Bonds Pool                    | 4,165,830                        | -             | -             | -                      | (115)   | -                      | -                          | 14,053 | 32,801                           | 4,212,569                       |
| Investment in Non-US Developed Markets Pool         | 2,739,609                        | -             | -             | -                      | (1,172) | -                      | -                          | 17,495 | (328,055)                        | 2,427,877                       |
| Investment in Non-US Emerging Markets Pool          | 1,797,980                        | -             | -             | -                      | (923)   | -                      | -                          | 9,837  | (238,254)                        | 1,568,640                       |
|                                                     | 24,904,160                       | -             | -             | -                      | (6,329) | -                      | -                          | 67,212 | (1,885,984)                      | 23,079,059                      |

# Change in Market Value

As of 5/31/2010

| Fund Name                                   | Market Value<br>As of 04/30/2010 | Contributions | Distributions | Interfund<br>Transfers | Fees    | Asset<br>re-allocation | Securities<br>Lend. Income | Income | Gains - Realized<br>& Unrealized | Market Value<br>As of 5/31/2010 |
|---------------------------------------------|----------------------------------|---------------|---------------|------------------------|---------|------------------------|----------------------------|--------|----------------------------------|---------------------------------|
| <b>LACCOCMETERY</b>                         |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Active Pool      | 149,739                          | -             | -             | -                      | (44)    | -                      | -                          | 248    | (13,974)                         | 135,969                         |
| Investment in US Large Cap Index Pool       | 142,870                          | -             | -             | -                      | (13)    | -                      | -                          | 305    | (11,802)                         | 131,360                         |
| Investment in US Mid/Small Cap Pool         | 109,852                          | -             | -             | -                      | (45)    | -                      | -                          | 90     | (7,838)                          | 102,059                         |
| Investment in US Core Bonds Pool            | 99,027                           | -             | -             | -                      | (3)     | -                      | -                          | 335    | 781                              | 100,140                         |
| Investment in Non-US Developed Markets Pool | 67,364                           | -             | -             | -                      | (29)    | -                      | -                          | 430    | (8,067)                          | 59,698                          |
| Investment in Non-US Emerging Markets Pool  | 47,105                           | -             | -             | -                      | (24)    | -                      | -                          | 258    | (6,241)                          | 41,098                          |
|                                             | 615,956                          | -             | -             | -                      | (158)   | -                      | -                          | 1,666  | (47,141)                         | 570,323                         |
| <b>LACGENFUN</b>                            |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Active Pool      | 3,339,119                        | -             | -             | -                      | (988)   | -                      | -                          | 5,527  | (311,603)                        | 3,032,055                       |
| Investment in US Large Cap Index Pool       | 3,183,598                        | -             | -             | -                      | (298)   | -                      | -                          | 6,792  | (263,191)                        | 2,926,901                       |
| Investment in US Mid/Small Cap Pool         | 2,450,132                        | -             | -             | -                      | (994)   | -                      | -                          | 2,003  | (174,774)                        | 2,276,367                       |
| Investment in US Core Bonds Pool            | 2,212,456                        | -             | -             | -                      | (61)    | -                      | -                          | 7,463  | 17,420                           | 2,237,278                       |
| Investment in Non-US Developed Markets Pool | 1,502,150                        | -             | -             | -                      | (642)   | -                      | -                          | 9,593  | (179,875)                        | 1,331,226                       |
| Investment in Non-US Emerging Markets Pool  | 1,049,820                        | -             | -             | -                      | (539)   | -                      | -                          | 5,744  | (139,111)                        | 915,914                         |
|                                             | 13,737,276                       | -             | -             | -                      | (3,522) | -                      | -                          | 37,122 | (1,051,134)                      | 12,719,742                      |
| <b>NMPSIA - Benefits</b>                    |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Index ETF Pool   | 8,338,992                        | -             | -             | -                      | (2,107) | -                      | -                          | 53     | (639,799)                        | 7,697,139                       |
| Investment in US Mid/Small Cap ETF Pool     | 2,204,918                        | -             | -             | -                      | (727)   | -                      | -                          | 13     | (158,544)                        | 2,045,660                       |
| Investment in US Core Bonds Pool            | 6,861,963                        | -             | -             | -                      | (189)   | -                      | -                          | 23,148 | 54,029                           | 6,938,951                       |
| Investment in Non-US Developed Markets Pool | 993,285                          | -             | -             | -                      | (425)   | -                      | -                          | 6,343  | (118,941)                        | 880,262                         |
| Investment in Non-US Emerging Markets Pool  | 2,020,242                        | -             | -             | -                      | (1,037) | -                      | -                          | 11,053 | (287,716)                        | 1,762,542                       |
|                                             | 20,419,401                       | -             | -             | -                      | (4,485) | -                      | -                          | 40,610 | (1,130,971)                      | 19,324,555                      |
| <b>NMPSIA - Risk</b>                        |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Index ETF Pool   | 5,559,299                        | -             | -             | -                      | (1,405) | -                      | -                          | 35     | (426,530)                        | 5,131,399                       |
| Investment in US Mid/Small Cap ETF Pool     | 1,469,938                        | -             | -             | -                      | (484)   | -                      | -                          | 8      | (105,695)                        | 1,363,767                       |
| Investment in US Core Bonds Pool            | 4,574,714                        | -             | -             | -                      | (126)   | -                      | -                          | 15,432 | 36,020                           | 4,626,040                       |
| Investment in Non-US Developed Markets Pool | 662,197                          | -             | -             | -                      | (283)   | -                      | -                          | 4,229  | (79,295)                         | 586,848                         |
| Investment in Non-US Emerging Markets Pool  | 1,346,800                        | -             | -             | -                      | (691)   | -                      | -                          | 7,369  | (178,473)                        | 1,175,005                       |
|                                             | 13,612,948                       | -             | -             | -                      | (2,989) | -                      | -                          | 27,073 | (753,973)                        | 12,863,059                      |
| <b>NMHU Endowment Fund</b>                  |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Active ETF Pool  | 483,468                          | -             | -             | -                      | (136)   | -                      | -                          | 2      | (37,768)                         | 445,566                         |
| Investment in US Large Cap Index ETF Pool   | 458,953                          | -             | -             | -                      | (116)   | -                      | -                          | 3      | (35,212)                         | 423,628                         |
| Investment in US Mid/Small Cap ETF Pool     | 282,637                          | -             | -             | -                      | (93)    | -                      | -                          | 2      | (20,322)                         | 262,224                         |
| Investment in US Core Bonds Pool            | 775,904                          | -             | -             | -                      | (21)    | -                      | -                          | 2,618  | 6,110                            | 784,611                         |
| Investment in Non-US Developed Markets Pool | 155,367                          | -             | -             | -                      | (66)    | -                      | -                          | 992    | (18,606)                         | 137,687                         |
| Investment in Non-US Emerging Markets Pool  | 120,220                          | -             | -             | -                      | (62)    | -                      | -                          | 659    | (15,952)                         | 104,865                         |
|                                             | 2,276,548                        | -             | -             | -                      | (494)   | -                      | -                          | 4,276  | (121,750)                        | 2,158,580                       |
| <b>Springer School District</b>             |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Active ETF Pool  | 11,952                           | -             | -             | -                      | (3)     | -                      | -                          | -      | (933)                            | 11,016                          |
| Investment in US Large Cap Index ETF Pool   | 17,467                           | -             | -             | -                      | (4)     | -                      | -                          | -      | (1,340)                          | 16,123                          |
| Investment in US Mid/Small Cap ETF Pool     | 34,416                           | -             | -             | -                      | (11)    | -                      | -                          | -      | (2,474)                          | 31,931                          |
| Investment in US Core Bonds Pool            | 26,467                           | -             | (3,000)       | -                      | (1)     | -                      | -                          | 79     | 185                              | 23,730                          |
| Investment in Non-US Developed Markets Pool | 27,168                           | -             | -             | -                      | (12)    | -                      | -                          | 172    | (3,234)                          | 24,094                          |
| Investment in Non-US Emerging Markets Pool  | 35,387                           | -             | -             | -                      | (18)    | -                      | -                          | 195    | (4,714)                          | 30,850                          |
|                                             | 152,857                          | -             | (3,000)       | -                      | (49)    | -                      | -                          | 446    | (12,510)                         | 137,744                         |
| <b>NMIFA General Fund</b>                   |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Large Cap Active ETF Pool  | 3,182,945                        | -             | -             | -                      | (897)   | -                      | -                          | 12     | (248,649)                        | 2,933,411                       |
| Investment in US Core Bonds Pool            | 15,825,310                       | -             | -             | -                      | (435)   | -                      | -                          | 53,384 | 124,604                          | 16,002,863                      |
|                                             | 19,008,255                       | -             | -             | -                      | (1,332) | -                      | -                          | 53,396 | (124,045)                        | 18,936,274                      |
| <b>NMIFA IFT Housing Trust Fund</b>         |                                  |               |               |                        |         |                        |                            |        |                                  |                                 |
| Investment in US Core Bonds Pool            | 7,572,097                        | -             | (181,393)     | -                      | (203)   | -                      | -                          | 24,931 | 58,193                           | 7,473,625                       |
|                                             | 7,572,097                        | -             | (181,393)     | -                      | (203)   | -                      | -                          | 24,931 | 58,193                           | 7,473,625                       |



# Change in Market Value

As of 5/31/2010

| Fund Name                                   | Market Value<br>As of 04/30/2010 | Contributions | Distributions | Interfund<br>Transfers | Fees        | Asset<br>re-allocation | Securities<br>Lend. Income | Income     | Gains - Realized<br>& Unrealized | Market Value<br>As of 5/31/2010 |
|---------------------------------------------|----------------------------------|---------------|---------------|------------------------|-------------|------------------------|----------------------------|------------|----------------------------------|---------------------------------|
| <b>NMMI LFCVC Maint. Endowment</b>          |                                  |               |               |                        |             |                        |                            |            |                                  |                                 |
| Investment in US Large Cap Index Pool       | 1,447,885                        |               |               |                        | (135)       | -                      | -                          | 3,084      | (119,525)                        | 1,331,309                       |
| Investment in US Mid/Small Cap Pool         | 379,344                          |               |               |                        | (154)       | -                      | -                          | 310        | (27,049)                         | 352,451                         |
| Investment in US Core Bonds Pool            | 1,523,338                        |               |               |                        | (42)        | -                      | -                          | 5,141      | 12,001                           | 1,540,438                       |
| Investment in Non-US Developed Markets Pool | 352,654                          |               |               |                        | (151)       | -                      | -                          | 2,250      | (42,192)                         | 312,571                         |
| Investment in Non-US Emerging Markets Pool  | 107,004                          |               |               |                        | (55)        | -                      | -                          | 585        | (14,172)                         | 93,362                          |
|                                             | 3,810,235                        | -             | -             | -                      | (537)       | -                      | -                          | 11,370     | (190,937)                        | 3,630,131                       |
| <b>CYFD Trust Fund Non-Expendable</b>       |                                  |               |               |                        |             |                        |                            |            |                                  |                                 |
| Investment in US Large Cap Active Pool      | 157,124                          |               |               |                        | (46)        | -                      | -                          | 260        | (14,663)                         | 142,675                         |
| Investment in US Core Bonds Pool            | 900,672                          |               |               |                        | (25)        | -                      | -                          | 3,038      | 7,092                            | 910,777                         |
| Investment in Non-US Developed Markets Pool | 39,799                           |               |               |                        | (17)        | -                      | -                          | 254        | (4,767)                          | 35,269                          |
| Investment in Non-US Emerging Markets Pool  | 12,000                           |               |               |                        | (6)         | -                      | -                          | 66         | (1,590)                          | 10,470                          |
|                                             | 1,109,595                        | -             | -             | -                      | (94)        | -                      | -                          | 3,618      | (13,928)                         | 1,099,191                       |
| <b>CYFD Next Generation Fund</b>            |                                  |               |               |                        |             |                        |                            |            |                                  |                                 |
| Investment in US Large Cap Active Pool      | 157,124                          |               |               |                        | (46)        | -                      | -                          | 260        | (14,663)                         | 142,675                         |
| Investment in US Core Bonds Pool            | 900,672                          |               |               |                        | (25)        | -                      | -                          | 3,038      | 7,092                            | 910,777                         |
| Investment in Non-US Developed Markets Pool | 39,799                           |               |               |                        | (17)        | -                      | -                          | 254        | (4,767)                          | 35,269                          |
| Investment in Non-US Emerging Markets Pool  | 12,000                           |               |               |                        | (6)         | -                      | -                          | 66         | (1,590)                          | 10,470                          |
|                                             | 1,109,595                        | -             | -             | -                      | (94)        | -                      | -                          | 3,618      | (13,928)                         | 1,099,191                       |
| <b>NM Higher Education</b>                  |                                  |               |               |                        |             |                        |                            |            |                                  |                                 |
| Investment in US Large Cap Active Pool      | 5,788,072                        |               |               |                        | (1,713)     | -                      | -                          | 9,580      | (540,138)                        | 5,255,801                       |
| Investment in US Large Cap Index Pool       | 5,258,843                        |               |               |                        | (491)       | -                      | -                          | 11,209     | (434,369)                        | 4,835,192                       |
| Investment in US Mid/Small Cap Pool         | 2,925,937                        |               |               |                        | (1,187)     | -                      | -                          | 2,391      | (208,715)                        | 2,718,426                       |
| Investment in US Core Bonds Pool            | 5,842,803                        |               |               |                        | (161)       | -                      | -                          | 19,709     | 46,004                           | 5,908,355                       |
| Investment in Non-US Developed Markets Pool | 1,138,454                        |               |               |                        | (487)       | -                      | -                          | 7,270      | (136,324)                        | 1,008,913                       |
| Investment in Non-US Emerging Markets Pool  | 710,587                          |               |               |                        | (365)       | -                      | -                          | 3,888      | (94,165)                         | 619,945                         |
|                                             | 21,664,696                       | -             | -             | -                      | (4,404)     | -                      | -                          | 54,047     | (1,367,707)                      | 20,346,632                      |
| <b>City of Las Cruces</b>                   |                                  |               |               |                        |             |                        |                            |            |                                  |                                 |
| Investment in US Large Cap Active Pool      | 4,490,373                        |               |               |                        | (1,329)     | -                      | -                          | 7,432      | (419,039)                        | 4,077,437                       |
| Investment in US Large Cap Index Pool       | 2,129,760                        |               |               |                        | (199)       | -                      | -                          | 4,540      | (175,916)                        | 1,958,205                       |
| Investment in US Mid/Small Cap Pool         | 3,789,507                        |               |               |                        | (1,537)     | -                      | -                          | 3,097      | (270,315)                        | 3,520,752                       |
| Investment in Non-US Developed Markets Pool | 1,653,804                        |               |               |                        | (707)       | -                      | -                          | 10,561     | (198,037)                        | 1,465,621                       |
|                                             | 12,063,464                       | -             | -             | -                      | (3,772)     | -                      | -                          | 25,630     | (1,063,307)                      | 11,022,015                      |
| <b>Total Third Party Investors</b>          | 494,285,063                      | -             | (184,393)     | -                      | (83,490)    | -                      | -                          | 1,344,307  | (22,522,643)                     | 462,826,045                     |
| <b>Grand Total</b>                          | 14,113,769,159                   | 36,375,443    | (59,566,467)  | -                      | (3,230,624) | -                      | -                          | 29,122,695 | (738,275,264)                    | 13,378,194,910                  |

| New Mexico State Investment Council<br>Preliminary Comparative Performance Report |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
|-----------------------------------------------------------------------------------|------------------------------|----------------------------|------------------------------|----------------------------|-------------------------------|--------------------------------|--------------------------------|---------------------------------|-------------------------------------|
|                                                                                   | Month<br>Ending<br>31-May-10 | Qtr<br>Ending<br>31-May-10 | Calendar<br>YTD<br>31-May-10 | Fiscal<br>YTD<br>31-May-10 | 1 Year<br>Ending<br>31-May-10 | 3 Years<br>Ending<br>31-May-10 | 5 Years<br>Ending<br>31-May-10 | 10 Years<br>Ending<br>31-May-10 | Market Value<br>Ending<br>31-May-10 |
| <b>TOTAL COMPOSITE ex Sec Lending Investment Program</b>                          | (5.0%)                       | 0.3%                       | 0.6%                         | 15.0%                      | 15.4%                         | (4.0%)                         | 3.1%                           | 2.8%                            | \$ 13,541,938,732                   |
| <b>TOTAL COMPOSITE <sup>2</sup></b>                                               | (5.0%)                       | 0.5%                       | 1.1%                         | 16.9%                      | 14.2%                         | (4.3%)                         | 2.9%                           | 2.7%                            | \$ 13,378,193,442                   |
| Land Grant Composite ex Sec Lending Investment Program                            | (5.0%)                       | 0.4%                       | 0.8%                         | 15.6%                      | 16.0%                         | (3.8%)                         | 3.3%                           | 3.0%                            | \$ 9,221,855,000                    |
| Land Grant Composite <sup>2</sup>                                                 | (5.1%)                       | 0.5%                       | 1.2%                         | 17.5%                      | 14.6%                         | (4.1%)                         | 3.1%                           | 2.9%                            | \$ 9,102,995,872                    |
| Land Grant Total Fund Ex Priv.E. & RE <sup>2</sup>                                | (5.8%)                       | 0.4%                       | 1.2%                         | 20.4%                      | 17.2%                         | (4.0%)                         | 3.0%                           | n/a                             | \$ 7,962,303,892                    |
| Total Fund Benchmark Ex Priv.E. & RE <sup>1</sup>                                 | (5.3%)                       | 0.3%                       | 0.4%                         | 17.9%                      | 18.2%                         | (2.6%)                         | 3.5%                           | 3.3%                            |                                     |
| Severance Tax Composite ex Sec Lending Investment Program                         | (5.2%)                       | 0.2%                       | 0.2%                         | 14.3%                      | 14.6%                         | (5.2%)                         | 2.4%                           | 2.3%                            | \$ 3,510,707,366                    |
| Severance Tax Composite <sup>2</sup>                                              | (5.3%)                       | 0.3%                       | 0.5%                         | 15.5%                      | 13.8%                         | (5.4%)                         | 2.2%                           | 2.2%                            | \$ 3,482,973,285                    |
| Severance Tax Composite ex National Priv.E. <sup>3</sup>                          | (5.9%)                       | (0.2%)                     | (0.0%)                       | 16.7%                      | 14.8%                         | (5.6%)                         | 1.8%                           | 1.0%                            | \$ 3,081,609,505                    |
| Severance Tax Total Fund Ex ETI                                                   | (5.5%)                       | 0.3%                       | 0.5%                         | 16.5%                      | 14.7%                         | (5.5%)                         | 2.3%                           | 0.0%                            | \$ 3,333,428,619                    |
| Severance Tax Total Fund Ex Priv.E./ ETI / RE <sup>2</sup>                        | (6.9%)                       | 0.0%                       | 0.3%                         | 22.1%                      | 20.1%                         | (4.9%)                         | 2.7%                           | n/a                             | \$ 2,612,800,401                    |
| Total Fund Benchmark Ex Priv.E. & RE <sup>1</sup>                                 | (5.4%)                       | 0.3%                       | 0.3%                         | 17.9%                      | 18.3%                         | (2.8%)                         | 3.4%                           | 3.2%                            |                                     |
| <b>Total Equity</b>                                                               |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| <b>TOTAL EQUITY COMPOSITE ex Sec Lending Investment Program</b>                   | (8.9%)                       | (1.2%)                     | (1.9%)                       | 20.6%                      | 21.0%                         | (5.6%)                         | 3.6%                           | 1.5%                            | \$ 7,773,274,875                    |
| <b>TOTAL EQUITY COMPOSITE <sup>2</sup></b>                                        | (9.0%)                       | (0.9%)                     | (1.3%)                       | 23.2%                      | 19.8%                         | (5.9%)                         | 3.3%                           | 1.4%                            | \$ 7,679,015,050                    |
| <b>Domestic Equity</b>                                                            |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| <b>TOTAL US EQUITY COMPOSITE ex Sec Lending Investment Program</b>                | (8.3%)                       | (0.5%)                     | (0.3%)                       | 21.5%                      | 22.1%                         | (5.2%)                         | 3.1%                           | 1.0%                            | \$ 6,592,045,524                    |
| <b>TOTAL US EQUITY COMPOSITE <sup>2</sup></b>                                     | (8.4%)                       | (0.1%)                     | 0.6%                         | 24.5%                      | 21.0%                         | (5.5%)                         | 2.9%                           | 0.9%                            | \$ 6,517,191,636                    |
| Russell 3000                                                                      | (7.9%)                       | 0.0%                       | (0.3%)                       | 22.8%                      | 23.2%                         | (8.2%)                         | 0.8%                           | (3.0%)                          |                                     |
| <b>Large Cap Domestic Composites</b>                                              |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| <b>TOTAL LARGE CAP EQ COMP ex Sec Lending Investment Program</b>                  | (8.6%)                       | (2.0%)                     | (1.9%)                       | 19.2%                      | 20.0%                         | (4.1%)                         | 3.7%                           | 0.1%                            | \$ 4,837,071,870                    |
| <b>TOTAL LARGE CAP EQUITY COMPOSITE <sup>2</sup></b>                              | (8.9%)                       | (1.4%)                     | (0.7%)                       | 23.2%                      | 18.5%                         | (4.5%)                         | 3.5%                           | (0.1%)                          | \$ 4,762,217,983                    |
| S&P 500                                                                           | (9.0%)                       | (0.9%)                     | (1.5%)                       | 20.8%                      | 21.0%                         | (8.7%)                         | 0.3%                           | (0.8%)                          |                                     |
| Russell 1000 Growth                                                               | (7.6%)                       | (1.2%)                     | (2.3%)                       | 20.2%                      | 21.6%                         | (5.6%)                         | 1.4%                           | (3.9%)                          |                                     |
| Russell 1000 Value                                                                | (8.2%)                       | 0.3%                       | 0.5%                         | 23.9%                      | 23.0%                         | (11.3%)                        | (0.3%)                         | 2.5%                            |                                     |
| <b>U.S. LARGE CAP ACTIVE POOL ex Sec Lending Investment Program <sup>3</sup></b>  | (9.0%)                       | (2.4%)                     | (2.1%)                       | 18.8%                      | 19.8%                         | (3.7%)                         | 4.2%                           | (0.3%)                          | \$ 3,670,826,276                    |
| <b>U.S. LARGE CAP ACTIVE POOL <sup>2</sup></b>                                    | (9.2%)                       | (1.7%)                     | (0.8%)                       | 23.0%                      | 18.1%                         | (4.2%)                         | 3.9%                           | (0.4%)                          | \$ 3,613,207,421                    |
| <b>U.S. LARGE CAP ACTIVE ETF POOL</b>                                             | (7.8%)                       | (0.6%)                     | (1.1%)                       | 21.0%                      | 20.9%                         | n/a                            | n/a                            | n/a                             | \$ 33,510,567                       |
| U.S. LARGE CAP ACTIVE POOL ex Deriv & Sec Lending Investment Program              | (9.2%)                       | (2.4%)                     | (2.1%)                       | 19.2%                      | 20.2%                         | (6.3%)                         | 2.5%                           | (1.1%)                          | \$ 3,615,481,547                    |
| SIC Managed Large Cap Active (S&P 500)                                            | (9.4%)                       | (3.6%)                     | (2.7%)                       | 16.9%                      | 19.3%                         | (5.5%)                         | 2.4%                           | (0.5%)                          | \$ 1,369,397,257                    |
| Davis Staggis Citigroup (S&P 500)                                                 | (10.2%)                      | 0.3%                       | 0.4%                         | 25.3%                      | 24.8%                         | (3.8%)                         | 4.4%                           | n/a                             | \$ 426,809,207                      |
| Hester Capital (S&P 500)                                                          | (8.5%)                       | (0.4%)                     | (0.5%)                       | 21.0%                      | 22.3%                         | (5.8%)                         | 2.3%                           | n/a                             | \$ 285,687,575                      |
| Carret Asset Management (S&P 500)                                                 | (7.6%)                       | (1.1%)                     | (1.4%)                       | 21.3%                      | 21.8%                         | n/a                            | n/a                            | n/a                             | \$ 227,749,652                      |
| Thornburg Investment (S&P 500)                                                    | (8.6%)                       | (2.2%)                     | (2.6%)                       | 19.8%                      | 21.8%                         | (6.6%)                         | 4.0%                           | n/a                             | \$ 463,541,098                      |
| Simms Capital (Russell 1000 Growth)                                               | (9.5%)                       | (3.6%)                     | (4.4%)                       | 14.7%                      | 14.0%                         | (8.7%)                         | 0.0%                           | n/a                             | \$ 218,519,166                      |
| Denali Advisors (Russell 1000 Value)                                              | (8.1%)                       | (0.2%)                     | 0.3%                         | 25.9%                      | 25.1%                         | (10.1%)                        | 1.1%                           | n/a                             | \$ 212,693,634                      |
| Lombardia Capital (Russell 1000 Value)                                            | (9.6%)                       | (3.1%)                     | (3.5%)                       | 16.5%                      | 15.2%                         | (8.0%)                         | 2.5%                           | n/a                             | \$ 411,083,957                      |
| <b>U.S. LARGE CAP INDEX POOL ex Sec Lending Investment Program <sup>3</sup></b>   | (7.9%)                       | (0.9%)                     | (1.4%)                       | 20.3%                      | 20.5%                         | (5.4%)                         | 2.4%                           | 0.6%                            | \$ 1,112,828,976                    |
| <b>U.S. LARGE CAP INDEX POOL <sup>2</sup></b>                                     | (8.0%)                       | (0.3%)                     | (0.3%)                       | 24.2%                      | 20.0%                         | (5.5%)                         | 2.3%                           | 0.5%                            | \$ 1,095,593,943                    |
| <b>U.S. LARGE CAP INDEX ETF POOL</b>                                              | (7.7%)                       | (0.7%)                     | (1.3%)                       | 20.2%                      | 20.3%                         | n/a                            | n/a                            | n/a                             | \$ 19,906,052                       |
| U.S. LARGE CAP INDEX POOL ex Deriv & Sec Lending Investment Program               | (7.6%)                       | (0.9%)                     | (1.4%)                       | 20.3%                      | 20.5%                         | (7.6%)                         | 0.8%                           | (3.2%)                          | \$ 1,112,303,017                    |
| <b>Small/Mid Cap Domestic Composites</b>                                          |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| <b>U.S. SMALL/MID CAP POOL</b>                                                    | (7.1%)                       | 3.7%                       | 4.2%                         | 28.3%                      | 28.0%                         | (8.1%)                         | 1.6%                           | 5.1%                            | \$ 1,745,823,681                    |
| <b>U.S. SMALL/MID CAP ETF POOL</b>                                                | (7.2%)                       | 5.4%                       | 6.4%                         | 30.7%                      | 32.4%                         | n/a                            | n/a                            | n/a                             | \$ 9,149,972                        |
| S&P 400                                                                           | (7.2%)                       | 3.7%                       | 5.6%                         | 33.7%                      | 34.5%                         | (4.9%)                         | 4.1%                           | 6.2%                            |                                     |
| Russell 2500 Index                                                                | (7.4%)                       | 4.3%                       | 5.9%                         | 33.6%                      | 35.1%                         | (6.3%)                         | 3.1%                           | 5.6%                            |                                     |
| Russell 2500 Growth                                                               | (6.8%)                       | 4.2%                       | 5.0%                         | 29.8%                      | 32.9%                         | (5.3%)                         | 3.7%                           | 0.9%                            |                                     |
| Russell 2500 Value                                                                | (8.0%)                       | 4.5%                       | 6.7%                         | 37.0%                      | 36.9%                         | (7.6%)                         | 2.3%                           | 8.4%                            |                                     |
| First Quadrant (S&P 400)                                                          | (7.3%)                       | 3.5%                       | 5.2%                         | 26.3%                      | 26.9%                         | (9.0%)                         | 1.1%                           | n/a                             | \$ 380,548,255                      |
| Earnest MID (S&P 400)                                                             | (7.4%)                       | 4.3%                       | 6.4%                         | 32.0%                      | 32.5%                         | (4.0%)                         | 4.4%                           | n/a                             | \$ 395,698,294                      |
| SIC Managed All Cap Active (Russell 2500)                                         | (4.9%)                       | 5.8%                       | 5.3%                         | 33.3%                      | 33.9%                         | (2.4%)                         | 4.5%                           | n/a                             | \$ 369,327,470                      |
| Beekman Capital (Russell 2500 Growth)                                             | (7.8%)                       | 1.2%                       | (1.6%)                       | 18.2%                      | 15.5%                         | (16.6%)                        | (3.8%)                         | n/a                             | \$ 288,414,660                      |
| Earnest SMID (Russell 2500 Value)                                                 | (8.0%)                       | 4.9%                       | 6.9%                         | 36.3%                      | 36.0%                         | (5.2%)                         | 3.4%                           | n/a                             | \$ 147,394,413                      |
| Fox (Russell 2500 Value)                                                          | (8.2%)                       | 1.3%                       | 3.5%                         | 30.4%                      | 30.7%                         | (3.9%)                         | 4.5%                           | n/a                             | \$ 164,440,589                      |
| <b>International Equity</b>                                                       |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| <b>TOTAL INTERNATIONAL EQ COMP ex Sec Lending Investment Program <sup>4</sup></b> | (11.9%)                      | (5.0%)                     | (10.1%)                      | 15.7%                      | 15.3%                         | (7.7%)                         | 5.6%                           | 4.4%                            | \$ 1,181,229,352                    |
| <b>TOTAL INTERNATIONAL EQUITY COMPOSITE <sup>2,4</sup></b>                        | (12.0%)                      | (5.6%)                     | (10.8%)                      | 15.7%                      | 13.2%                         | (8.3%)                         | 5.2%                           | 4.2%                            | \$ 1,161,823,414                    |
| <b>International Developed Markets Composites</b>                                 |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| <b>NON-US DEVE MRKTS EQ POOL ex Sec Lending Investment Program <sup>4</sup></b>   | (11.0%)                      | (7.5%)                     | (11.8%)                      | 7.7%                       | 7.2%                          | (11.9%)                        | 1.0%                           | 0.8%                            | \$ 604,257,394                      |
| <b>NON-US DEVELOPED MARKETS EQUITY POOL <sup>2,4</sup></b>                        | (11.3%)                      | (8.6%)                     | (13.1%)                      | 7.1%                       | 3.8%                          | (12.9%)                        | 0.3%                           | 0.5%                            | \$ 585,611,488                      |
| FTSE Developed ex-U.S.                                                            | (11.1%)                      | (6.3%)                     | (11.0%)                      | 9.2%                       | 8.2%                          | (11.3%)                        | 3.0%                           | 2.1%                            |                                     |
| MSCI EAFE                                                                         | (11.5%)                      | (7.7%)                     | (12.4%)                      | 7.0%                       | 6.4%                          | (13.1%)                        | 1.3%                           | 0.6%                            |                                     |
| Alliance Bernstein MSCI EAFE Int'l Index (MSCI EAFE)                              | (11.4%)                      | (7.5%)                     | (12.1%)                      | 7.2%                       | 6.6%                          | (13.0%)                        | 1.2%                           | n/a                             | \$ 468,417,538                      |
| Simms Int'l (MSCI EAFE)                                                           | (9.8%)                       | (7.7%)                     | (10.8%)                      | 9.5%                       | 9.5%                          | (7.4%)                         | 3.4%                           | n/a                             | \$ 135,368,829                      |
| <b>International Emerging Markets Composites</b>                                  |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| <b>NON-US EMERG MRKTS EQ POOL ex Sec Lending Investment Program</b>               | (12.7%)                      | (2.2%)                     | (8.3%)                       | 25.6%                      | 25.2%                         | (2.5%)                         | 12.7%                          | 12.8%                           | \$ 576,971,958                      |
| <b>NON-US EMERGING MARKETS EQUITY POOL <sup>2</sup></b>                           | (12.7%)                      | (2.3%)                     | (8.4%)                       | 26.0%                      | 24.7%                         | (2.6%)                         | 12.6%                          | 12.8%                           | \$ 576,211,926                      |
| MSCI EMF                                                                          | (8.8%)                       | (0.2%)                     | (5.5%)                       | 24.1%                      | 22.4%                         | (0.8%)                         | 13.7%                          | 10.5%                           |                                     |
| Alliance Bernstein Emerging Markets Value (MSCI EMF)                              | (12.7%)                      | (2.2%)                     | (8.5%)                       | 25.6%                      | 25.2%                         | (2.5%)                         | 12.7%                          | 15.1%                           | \$ 576,971,958                      |



| New Mexico State Investment Council<br>Preliminary Comparative Performance Report                                                   |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
|-------------------------------------------------------------------------------------------------------------------------------------|------------------------------|----------------------------|------------------------------|----------------------------|-------------------------------|--------------------------------|--------------------------------|---------------------------------|-------------------------------------|
|                                                                                                                                     | Month<br>Ending<br>31-May-10 | Qtr<br>Ending<br>31-May-10 | Calendar<br>YTD<br>31-May-10 | Fiscal<br>YTD<br>31-May-10 | 1 Year<br>Ending<br>31-May-10 | 3 Years<br>Ending<br>31-May-10 | 5 Years<br>Ending<br>31-May-10 | 10 Years<br>Ending<br>31-May-10 | Market Value<br>Ending<br>31-May-10 |
| <b>Fixed Income</b>                                                                                                                 |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| 5. CORE BONDS POOL ex Sec Lending Investment Program                                                                                | 1.1%                         | 2.2%                       | 4.9%                         | 9.0%                       | 9.6%                          | 6.2%                           | 5.5%                           | 6.7%                            | \$ 1,871,278,342                    |
| 5. CORE BONDS POOL <sup>2</sup>                                                                                                     | 1.1%                         | 2.6%                       | 5.6%                         | 13.2%                      | 5.4%                          | 4.8%                           | 4.7%                           | 6.3%                            | \$ 1,801,792,877                    |
| 5C Aggregate                                                                                                                        | 0.8%                         | 1.6%                       | 3.7%                         | 7.8%                       | 8.4%                          | 6.9%                           | 5.3%                           | 6.5%                            |                                     |
| <b>CREDIT &amp; STRUCTURED FINANCE POOL</b>                                                                                         | <b>4.5%</b>                  | <b>11.5%</b>               | <b>25.6%</b>                 | <b>94.8%</b>               | <b>103.0%</b>                 | <b>(16.9%)</b>                 | <b>n/a</b>                     | <b>n/a</b>                      | <b>\$ 434,133,228</b>               |
| Credit & Structured Finance Benchmark <sup>6</sup>                                                                                  | 5.1%                         | 8.4%                       | 13.0%                        | 26.2%                      | 29.9%                         | (33.1%)                        | n/a                            | n/a                             |                                     |
| <b>Economically Targeted Investments <sup>6</sup></b>                                                                               | <b>0.1%</b>                  | <b>0.1%</b>                | <b>(1.0%)</b>                | <b>(1.8%)</b>              | <b>(1.8%)</b>                 | <b>(1.7%)</b>                  | <b>(1.0%)</b>                  | <b>(1.5%)</b>                   | <b>\$ 149,544,666</b>               |
| Cash Equivalents                                                                                                                    | 0.0%                         | 0.1%                       | 0.1%                         | 4.5%                       | 4.5%                          | 4.7%                           | 4.7%                           | 3.7%                            | \$ 273,963,166                      |
| 90 Day T-Bills                                                                                                                      | 0.0%                         | 0.0%                       | 0.0%                         | 0.1%                       | 0.2%                          | 1.7%                           | 2.8%                           | 2.7%                            |                                     |
| <b>Absolute Return</b>                                                                                                              |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| <b>ABSOLUTE RETURN POOL <sup>7</sup></b>                                                                                            | <b>0.8%</b>                  | <b>2.3%</b>                | <b>3.1%</b>                  | <b>7.8%</b>                | <b>10.0%</b>                  | <b>(2.1%)</b>                  | <b>n/a</b>                     | <b>n/a</b>                      | <b>\$ 1,171,446,706</b>             |
| 90 Day T-Bills + 200 Bps <sup>7</sup>                                                                                               | 0.2%                         | 0.5%                       | 0.9%                         | 2.0%                       | 2.2%                          | 3.9%                           | 4.9%                           | 4.8%                            |                                     |
| Altair Stars LTD class ZII US                                                                                                       | (0.8%)                       | (3.8%)                     | (4.4%)                       | (0.9%)                     | 2.3%                          | (8.6%)                         | n/a                            | n/a                             | \$ 11,149,844                       |
| AUSTIN CAPITAL Safe Harbor QP Fund / General Income Pool                                                                            | 0.2%                         | 1.3%                       | 0.5%                         | 9.6%                       | 12.9%                         | (1.6%)                         | n/a                            | n/a                             | \$ 51,445,306                       |
| Crestline Partners, LP                                                                                                              | 1.1%                         | 2.5%                       | 4.3%                         | 11.1%                      | 13.0%                         | (1.7%)                         | n/a                            | n/a                             | \$ 213,555,583                      |
| Crestline Offshore Recovery                                                                                                         | (0.4%)                       | 15.3%                      | 20.0%                        | 36.7%                      | 37.1%                         | n/a                            | n/a                            | n/a                             | \$ 28,826,647                       |
| CT Preferred Investors Management LLC/Preferred Investors, LP                                                                       | (0.4%)                       | 1.0%                       | 3.2%                         | 7.4%                       | 9.8%                          | (8.4%)                         | n/a                            | n/a                             | \$ 15,282,330                       |
| EIM/SIC Fund OF Funds LLC                                                                                                           | 1.4%                         | 3.3%                       | 5.5%                         | 12.5%                      | 16.3%                         | 1.5%                           | n/a                            | n/a                             | \$ 115,659,327                      |
| EnTrust Capital Diversified Ltd / Class C1, Series 1005-S                                                                           | 21.3%                        | 21.7%                      | 29.1%                        | 56.9%                      | 65.4%                         | 9.0%                           | n/a                            | n/a                             | \$ 3,179,306                        |
| EXPLORER AM, LP                                                                                                                     | 0.0%                         | (1.7%)                     | (2.5%)                       | (7.7%)                     | (3.6%)                        | (6.1%)                         | n/a                            | n/a                             | \$ 479,149                          |
| Guggenheim                                                                                                                          | 0.9%                         | 3.2%                       | 3.2%                         | 7.6%                       | 9.7%                          | n/a                            | n/a                            | n/a                             | \$ 109,730,543                      |
| TAG Relative Value Fund                                                                                                             | 1.6%                         | 3.0%                       | 4.2%                         | 11.4%                      | 14.3%                         | (0.7%)                         | n/a                            | n/a                             | \$ 111,286,932                      |
| TAG Vintage Classic LLC                                                                                                             | 0.9%                         | 1.2%                       | 2.1%                         | 3.4%                       | 4.7%                          | (5.2%)                         | n/a                            | n/a                             | \$ 109,078,581                      |
| K2 - Alternate Strategies, LLC                                                                                                      | 0.8%                         | 1.2%                       | 1.5%                         | (1.7%)                     | (0.4%)                        | (5.4%)                         | n/a                            | n/a                             | \$ 46,065,685                       |
| K2 - SUMMIT FUND, LLC                                                                                                               | 0.5%                         | 1.8%                       | 1.6%                         | 5.6%                       | 7.5%                          | (1.9%)                         | n/a                            | n/a                             | \$ 55,191,709                       |
| Mariner Matador LLC                                                                                                                 | 0.6%                         | 2.3%                       | 2.9%                         | 7.3%                       | 9.6%                          | 1.2%                           | n/a                            | n/a                             | \$ 114,025,596                      |
| Cash Account                                                                                                                        | 0.1%                         | 0.1%                       | 0.1%                         | 0.3%                       | 0.3%                          | 1.8%                           | n/a                            | n/a                             | \$ 186,490,168                      |
| <b>Private Equity</b>                                                                                                               |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| <b>TOTAL PRIVATE EQUITY COMPOSITE <sup>8</sup></b>                                                                                  | <b>0.0%</b>                  | <b>3.8%</b>                | <b>3.9%</b>                  | <b>4.0%</b>                | <b>4.0%</b>                   | <b>0.4%</b>                    | <b>8.5%</b>                    | <b>n/a</b>                      | <b>\$ 1,391,966,552</b>             |
| Cambridge Associates Venture Cap Lagged Index <sup>9</sup>                                                                          | 0.0%                         | 3.3%                       | 3.3%                         | 5.9%                       | 2.8%                          | 0.1%                           | 5.0%                           | (3.1%)                          |                                     |
| Land Grant Private Equity                                                                                                           | 0.0%                         | 4.2%                       | 4.3%                         | 5.6%                       | 5.6%                          | 2.6%                           | 11.5%                          | 6.0%                            | \$ 827,316,894                      |
| Severance Tax Private Equity                                                                                                        | 0.1%                         | 3.3%                       | 3.5%                         | 1.7%                       | 1.7%                          | (2.3%)                         | 4.7%                           | (2.1%)                          | \$ 562,370,606                      |
| Severance Tax Private Equity - State Program <sup>3</sup>                                                                           | 0.3%                         | 1.0%                       | 1.6%                         | (7.0%)                     | (7.0%)                        | (11.4%)                        | (7.1%)                         | n/a                             | \$ 161,006,826                      |
| <b>Real Estate</b>                                                                                                                  |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| <b>TOTAL REAL ESTATE COMPOSITE</b>                                                                                                  | <b>0.0%</b>                  | <b>(5.0%)</b>              | <b>(6.0%)</b>                | <b>(15.2%)</b>             | <b>(19.9%)</b>                | <b>(12.6%)</b>                 | <b>n/a</b>                     | <b>n/a</b>                      | <b>\$ 469,353,646</b>               |
| NCREIF Index <sup>2</sup>                                                                                                           | 0.0%                         | (2.1%)                     | (2.1%)                       | (10.3%)                    | (16.9%)                       | (2.4%)                         | 4.7%                           | 7.3%                            |                                     |
| Land Grant Real Estate                                                                                                              | 0.0%                         | (6.1%)                     | (6.1%)                       | (15.7%)                    | (20.4%)                       | (13.4%)                        | n/a                            | n/a                             | \$ 311,948,530                      |
| Severance Real Estate                                                                                                               | 0.0%                         | (5.6%)                     | (5.6%)                       | (14.6%)                    | (18.7%)                       | (11.2%)                        | n/a                            | n/a                             | \$ 157,405,116                      |
| Composites and Pools reflect Derivatives                                                                                            |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| Composites and Pools reflect Derivatives and unrealized gain/loss from Securities Lending Investment Program.                       |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| Composite includes only State PE allocation.                                                                                        |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| Market Value of Non-U.S. Developed Markets Equity Pool includes remaining balances in Janslowsky Fraser (\$471,027).                |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| Credit & Structured Finance Benchmark consists of 45% ABX.HE.BBB-05-1, 45% S&P/LSTA 1100 Names Index & 10% CDX B Lagged by 1 month. |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| ETI excludes PE Program                                                                                                             |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| Hedge Funds & 90 T-Bill + 200 Bps lagged by 1 month.                                                                                |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| Includes LGPF & STPF Private Equity and Stock Distribution accounts                                                                 |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |
| NCREIF Property Index is calculated on a quarterly basis. NCREIF & Cambridge VC Index Lagged 1 quarter.                             |                              |                            |                              |                            |                               |                                |                                |                                 |                                     |

