

THE CLOSING BELL
Report of Jim Marketti, Public Employee Committee, AFL-CIO
Representative on the State Investment Council
June 23, 2010

There was no State Investment Council meeting in the month of June, 2010. The Director of the Division of Investments, however, did make a written investment report for May, 2010. The pension fund lost -3.80% for the month of May. This was attributed to declines in the domestic and international equity markets. Pension fund assets declined to \$67.6 billion as of May 28, 2010 down from \$68.9 billion as of April 30, 2010. Domestic Equity investments (Common Pension Fund A) declined -7.46% in May. Domestic Fixed Income investments (Common Pension Fund B) increased 0.93% for the month. International Equity/Fixed Income investments (Common Pension Fund D) lost -10.49% for the month.

Among the Alternative Investments, commodities were down -7.20%, hedge funds declined -2.67%, and no figures were available for infrastructure investments. Private equity and real estate investments are reported quarterly with the last reports for the period ending December 31, 2009 and provided to you in my last month's report.

After much discussion and debate, mainly pushed by me, the Division of Investments has agreed to provide performance reports on individual private equity and real estate funds. These reports will be made available to me and others from the Council on Monday, June 28, 2010. This will be the first time any of this information has been made available on the individual funds which collectively have lost \$2 billion since the alternative program was started in 2005. I will report more after the review is complete.