

**DEPARTMENT OF STATE TREASURER**  
**COMBINED STATEMENT OF NET ASSETS AND PARTICIPANT EQUITY - ALL POOLS AND ACCOUNTS**  
**DECEMBER 31, 2011**

	*Cash Management Program			**Trust Funds Investment Program		All Pools
	Short-term Investment Fund	Bond Proceeds Fund	Subtotal	Subtotal	Intrafund Eliminations	Total
Net Assets:						
Investment Securities:						
Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Certificates of Deposit	39,800,000	-	39,800,000	-	-	39,800,000
Repurchase Agreements	950,000,000	-	950,000,000	-	-	950,000,000
Discount Notes/Bills	-	-	-	-	-	-
U.S. Treasury Bills/ Notes/ Bonds	5,471,920,533	-	5,471,920,533	8,810,972,188	-	14,282,892,721
U.S. Government Agency Notes/ Bonds	5,277,187,281	-	5,277,187,281	1,939,644,111	-	7,216,831,392
GNMA Certificates	-	-	-	6,823,618,467	-	6,823,618,467
Corporate Obligations	249,962,006	-	249,962,006	10,371,176,315	-	10,621,138,321
Other Investments	-	-	-	28,091,080	-	28,091,080
Investments in RMBS and CMBS	-	-	-	646,581,757	-	646,581,757
Investments in Equity Securities	-	-	-	19,867,779	-	19,867,779
Bond proceeds Advisory	-	77,148,381	77,148,381	-	-	77,148,381
Investments in Equity Trusts	-	-	-	30,881,688,150	-	30,881,688,150
Investments in Real Estate Trust Funds & Partnerships	-	-	-	5,096,486,519	-	5,096,486,519
Investments in Alternative Partnerships	-	-	-	3,612,687,459	-	3,612,687,459
Investments in Credit Partnerships	-	-	-	2,814,812,380	-	2,814,812,380
Investments in Inflation Partnerships	-	-	-	1,200,377,605	-	1,200,377,605
Total Investment Securities	\$ 11,988,869,820	\$ 77,148,381	\$ 12,066,018,201	\$ 72,246,003,810	\$ -	\$ 84,312,022,011
Cash in Bank	192,983,725	-	192,983,725	-	-	192,983,725
Deposits in Short-term Investment Fund	-	-	-	497,910,773	(497,910,773)	-
Other Assets, Net of Liabilities	(30,519,083)	-	(30,519,083)	282,689,831	-	252,170,748
Total Net Assets	\$ 12,151,334,462	\$ 77,148,381	\$ 12,228,482,843	\$ 73,026,604,414	\$ (497,910,773)	\$ 84,757,176,484
Participant Equity:						
General Fund	\$ 1,607,310,851	\$ -	\$ 1,607,310,851	\$ -	\$ -	\$ 1,607,310,851
Other Funds Which Earn Interest for General Fund	1,176,417,194	77,148,381	1,253,565,575	-	-	1,253,565,575
Highway Fund	520,465,953	-	520,465,953	-	-	520,465,953
Highway Trust Fund	352,504,378	-	352,504,378	-	-	352,504,378
University Trust Funds	2,597,809,463	-	2,597,809,463	-	-	2,597,809,463
Pension Trust Funds	153,183,679	-	153,183,679	71,839,644,564	-	71,992,828,243
Other Independent Trust Funds	4,431,263,561	-	4,431,263,561	1,186,959,850	-	5,618,223,411
Local Political Subdivisions	789,362,817	-	789,362,817	-	-	789,362,817
Licensing Boards	25,105,793	-	25,105,793	-	-	25,105,793
Other Investment Funds	497,910,773	-	497,910,773	-	(497,910,773)	-
Total Participant Equity	\$ 12,151,334,462	\$ 77,148,381	\$ 12,228,482,843	\$ 73,026,604,414	\$ (497,910,773)	\$ 84,757,176,484
Percent of Total	14.34	0.09	14.43	86.16	-0.59	100.00

\* The Cash Management Program is presented at book value.

\*\*The Trust Funds Investment Program is presented at market value. Trust Funds detail is included on Combining Statement of Net Assets and Participant Equity.

**DEPARTMENT OF STATE TREASURER**  
**COMBINING STATEMENT OF NET ASSETS AND PARTICIPANT EQUITY - TRUST FUNDS INVESTMENT PROGRAM**  
**DECEMBER 31, 2011**

	Long-term Investment Fund	External Fixed Inc. Investment Fund	Equity Investment Fund	Real Estate Investment Fund	Alternative Investment Fund	Credit Investment Fund	Inflation Investment Fund	Totals
Net Assets:								
Investment Securities:								
Cash and Cash Equivalents	\$						\$	
U.S. Treasury Bills/ Notes/ Bonds	8,180,048,283						630,923,905	8,810,972,188
U.S. Government Agency Notes/ Bonds	1,531,745,785	26,557,003					381,341,323	1,939,644,111
GNMA Certificates	6,823,618,467							6,823,618,467
Corporate Obligations	10,371,176,315							10,371,176,315
Other Investments		28,091,080						28,091,080
Investments in RMBS and CMBS		646,581,757						646,581,757
Investments in Equity Securities					19,867,779			19,867,779
Bond Proceeds Advisory								-
Investments in Equity Trusts			30,881,688,150					30,881,688,150
Investments in Real Estate Trust Funds & Partnerships				5,096,486,519				5,096,486,519
Investments in Alternative Partnerships					3,612,687,459			3,612,687,459
Investments in Credit Partnerships						2,814,812,380		2,814,812,380
Investments in Inflation Partnerships & Other Invest.							1,200,377,605	1,200,377,605
Total Investment Securities	\$ 26,906,588,850	\$ 701,229,840	\$ 30,881,688,150	\$ 5,096,486,519	\$ 3,632,555,238	\$ 2,814,812,380	\$ 2,212,642,833	\$ 72,246,003,810
Cash in Bank								-
Deposits in Short-term Investment Fund	267,457,802	85,510,012	1,318,064	41,402,344	57,301,902	36,015,801	8,904,848	497,910,773
Other Assets, Net of Liabilities	285,177,338	3,148,385					(5,635,892)	282,689,831
Total Net Assets	<u>\$ 27,459,223,990</u>	<u>\$ 789,888,237</u>	<u>\$ 30,883,006,214</u>	<u>\$ 5,137,888,863</u>	<u>\$ 3,689,857,140</u>	<u>\$ 2,850,828,181</u>	<u>\$ 2,215,911,789</u>	<u>\$ 73,026,604,414</u>
Participant Equity:								
Pension Trust Funds	26,272,264,140	789,888,237	30,883,006,214	5,137,888,863	3,689,857,140	2,850,828,181	2,215,911,789	71,839,644,564
Other Independent Trust Funds	1,186,959,850	-	-	-	-	-	-	1,186,959,850
Total Participant Equity	<u>\$ 27,459,223,990</u>	<u>\$ 789,888,237</u>	<u>\$ 30,883,006,214</u>	<u>\$ 5,137,888,863</u>	<u>\$ 3,689,857,140</u>	<u>\$ 2,850,828,181</u>	<u>\$ 2,215,911,789</u>	<u>\$ 73,026,604,414</u>
Percent of Total	37.60	1.08	42.30	7.04	5.05	3.90	3.03	100.00

**DEPARTMENT OF STATE TREASURER  
ANCILLARY INVESTMENT PROGRAMS  
DECEMBER 31, 2011**

	Escheats External Investments	OPEB External Investments	Hospital External Investments	Totals
Net Assets:				
Deposits in Equity Investment Fund	\$ 984,376	42,889,164	190,868,029	\$ 234,741,569
Deposits in Real Estate Investment Fund	7,218,910			7,218,910
Deposits in Alternative Investment Fund	38,471,992			38,471,992
Other Assets, Net of Liabilities				-
Total Net Assets	<u>\$ 46,675,278</u>	<u>\$ 42,889,164</u>	<u>\$ 190,868,029</u>	<u>\$ 280,432,471</u>



**DEPARTMENT OF STATE TREASURER**  
**COMBINED STATEMENT OF OPERATIONS - ALL POOLS AND ACCOUNTS**  
**FOR THE PERIOD ENDED DECEMBER 31, 2011**

	Cash Management Program			*Trust Funds Investment Program	Memorandum	
	Short-term Investment Fund	Bond Proceeds Fund	Subtotal	Subtotal	Intrafund Eliminations	Total
Revenues:						
Investment Income:						
Investment Earnings	\$ 51,698,010	4,541	\$ 51,702,551	\$ 1,316,236,373	\$ -	\$ 1,367,938,924
Intra-Pool Interest Earnings			-	4,561,948	(4,561,948)	-
Income from Security Lending			-	9,449,995	-	9,449,995
Commission Recapture			-	43,225	-	43,225
Other Income			-	1,082,752	-	1,082,752
Subtotal	51,698,010	4,541	51,702,551	1,331,374,293	(4,561,948)	1,378,514,896
Net Unrealized Appreciation/Depreciation				(3,107,310,376)	-	(3,107,310,376)
Total Investment Income	51,698,010	4,541	51,702,551	(1,775,936,083)	(4,561,948)	(1,728,795,480)
Expenditures:						
Treasurer's Allocated Cost	(1,010,218)		(1,010,218)	(2,164,072)	-	(3,174,290)
Management Fees		(10,245)	(10,245)	(137,718,681)	-	(137,728,926)
Dividend Withholding Tax			-	(11,126,539)	-	(11,126,539)
Other Cost	(945,418)		(945,418)	(19,973,797)	-	(20,919,215)
Total Expenditures	(1,955,636)	(10,245)	(1,965,881)	(170,983,089)	-	(172,948,970)
Net Investment Income (Loss)	\$ 49,742,374	\$ (5,704)	\$ 49,736,670	\$ (1,946,919,172)	\$ (4,561,948)	\$ (1,901,744,450)
Total Investment Income Allocated:						
General Fund	\$ 6,491,864		6,491,864	\$ -	\$ -	\$ 6,491,864
Highway Fund	3,077,560		3,077,560	-	-	3,077,560
Highway Trust Fund	1,110,277		1,110,277	-	-	1,110,277
University Trust Funds	11,264,116		11,264,116	-	-	11,264,116
Pension Trust Funds	1,660,520		1,660,520	(2,035,402,734)	-	(2,033,742,214)
Other Independent Trust Funds	18,086,487		18,086,487	88,483,562	-	106,570,049
Local Political Subdivisions	3,369,460		3,369,460	-	-	3,369,460
Licensing Boards	120,142		120,142	-	-	120,142
Other Investment Funds	4,561,948	(5,704)	4,556,244	-	(4,561,948)	(5,704)
Total Investment Income Allocated	\$ 49,742,374	\$ (5,704)	\$ 49,736,670	\$ (1,946,919,172)	\$ (4,561,948)	\$ (1,901,744,450)

**Cash Return, Fiscal Year-to-Date (Annualized)**      0.0757%      0.070%      0.0753%

\*Trust Funds detail is included on the Combining Statement of Operations-Trust Funds Investment Program.

**DEPARTMENT OF STATE TREASURER**  
**COMBINING STATEMENT OF OPERATIONS - TRUST FUNDS INVESTMENT PROGRAM**  
**FOR THE PERIOD ENDED DECEMBER 31, 2011**

Trust Funds Investment Program								
	Long-term Investment Fund	External Fixed Inc. Investment Fund	Equity Investment Fund	Real Estate Investment Fund	Alternative Investment Fund	Credit Investment Fund	Inflation Investment Fund	Totals
Revenues:								
Investment Income:								
Investment Earnings	\$ 941,752,095	35,855,012	209,085,208	83,431,690	127,089,347	9,576,587	(90,553,566)	\$ 1,316,236,373
Intra-Pool Interest Earnings	1,102,648	2,984,864	13,386	125,003	235,998	67,974	32,075	4,561,948
Income from Security Lending			9,449,995					9,449,995
Commission Recapture			43,225					43,225
Other Income			1,082,752					1,082,752
Subtotal	942,854,743	38,839,876	219,674,566	83,556,693	127,325,345	9,644,561	(90,521,491)	1,331,374,293
Net Unrealized Appreciation/Depreciation	1,185,152,890	(51,810,031)	(4,003,181,821)	86,961,735	(61,788,273)	(146,982,961)	(115,661,915)	(3,107,310,376)
Total Investment Income	2,128,007,633	(12,970,155)	(3,783,507,255)	170,518,428	65,537,072	(137,338,400)	(206,183,406)	(1,775,936,083)
Expenditures:								
Treasurer's Allocated Cost	(808,622)	(41,686)	(925,122)	(138,524)	(106,397)	(77,428)	(66,293)	(2,164,072)
Management Fees		(444,559)	(49,851,698)	(42,546,716)	(23,793,513)	(11,627,793)	(9,454,402)	(137,718,681)
Dividend Withholding Tax			(11,036,033)	(90,506)				(11,126,539)
Other Cost	(505,998)	(879,517)	(1,163,249)	(8,827,228)	(3,819,862)	(3,392,174)	(1,385,769)	(19,973,797)
Total Expenditures	(1,314,620)	(1,365,762)	(62,976,102)	(51,602,974)	(27,719,772)	(15,097,395)	(10,906,464)	(170,983,089)
Net Investment Income (Loss)	\$ 2,126,693,013	(14,335,917)	(3,846,483,357)	118,915,454	37,817,300	(152,435,795)	(217,089,870)	\$ (1,946,919,172)
Total Investment Income Allocated:								
General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Highway Fund	-	-	-	-	-	-	-	-
Highway Trust Fund	-	-	-	-	-	-	-	-
University Trust Funds	-	-	-	-	-	-	-	-
Pension Trust Funds	2,038,209,451	(14,335,917)	(3,846,483,357)	118,915,454	37,817,300	(152,435,795)	(217,089,870)	(2,035,402,734)
Other Independent Trust Funds	88,483,562	-	-	-	-	-	-	88,483,562
Local Political Subdivisions	-	-	-	-	-	-	-	-
Licensing Boards	-	-	-	-	-	-	-	-
Other Investment Funds	-	-	-	-	-	-	-	-
Total Investment Income Allocated	\$ 2,126,693,013	\$ (14,335,917)	\$ (3,846,483,357)	\$ 118,915,454	\$ 37,817,300	\$ (152,435,795)	\$ (217,089,870)	\$ (1,946,919,172)
Total Return, 12, 24, and 36 and 60 months:								
12 months	11.65%	0.88%	-6.99%	12.25%	11.85%	2.22%	-5.54%	2.26%
24 months	10.46%	6.69%	3.53%	6.10%	8.86%	8.84%	-12.54%	6.81%
36 months	9.21%	11.11%	12.45%	-9.05%	4.94%	N/A	N/A	9.46%
60 months	8.50%	N/A	-1.17%	-4.14%	3.40%	N/A	N/A	2.75%