

FUND EVALUATION REPORT

District of Columbia Retirement Board

Quarterly Summary
June 30, 2013



Confidentiality: The material contained in this report is confidential and may not be reproduced, disclosed, or distributed, in whole or in part, to any person or entity without the prior written consent of Meketa Investment Group or the District of Columbia Retirement Board. No other parties are authorized to review or utilize the information contained herein without expressed written consent.

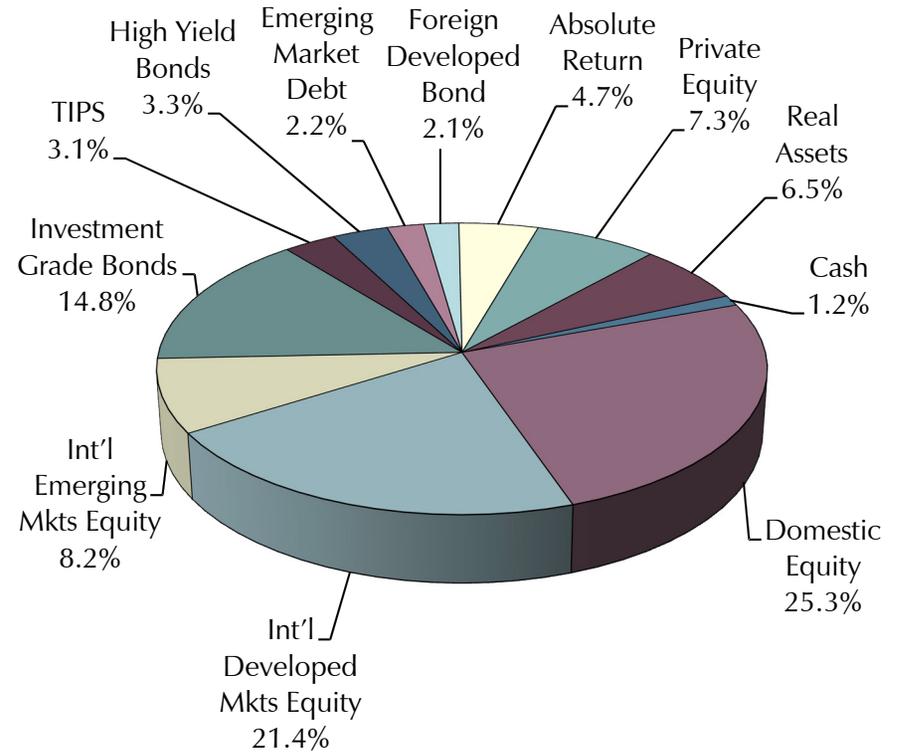
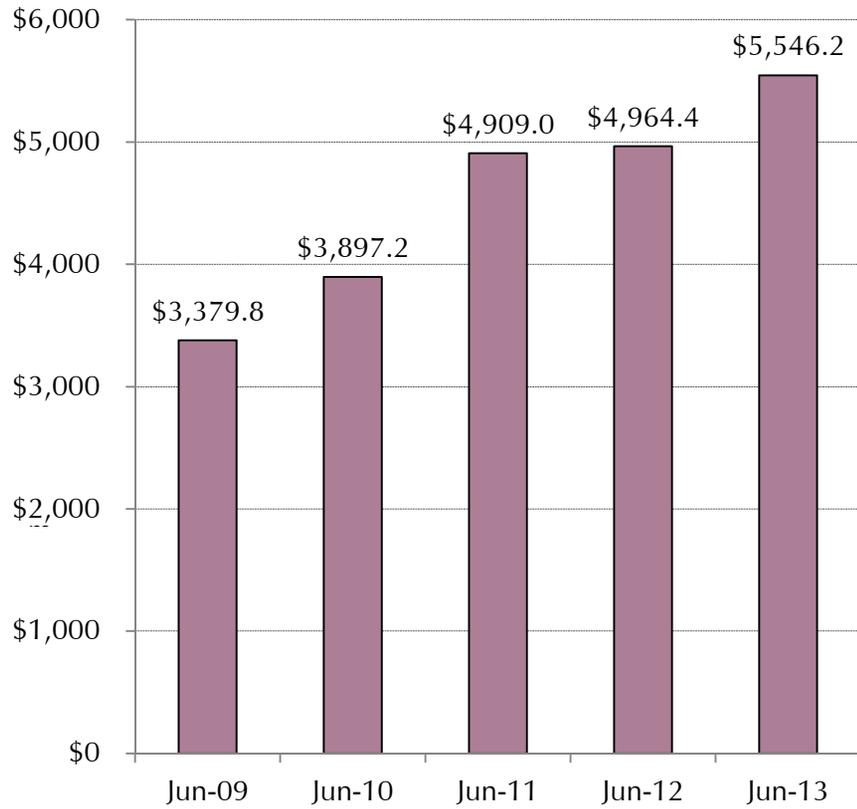
L:\DCRB\Review\Q2\2013Q2 Quarterly Summary.pdf

M E K E T A I N V E S T M E N T G R O U P

100 LOWDER BROOK DRIVE SUITE 1100
WESTWOOD MA 02090
781 471 3500 FAX 781 471 3411

1001 BRICKELL BAY DRIVE SUITE 2000
MIAMI FL 33131
305 341 2900 FAX 305 341 2142
www.meketagroup.com

5796 ARMADA DRIVE SUITE 110
CARLSBAD CA 92008
760 795 3450 FAX 760 795 3445



District of Columbia Retirement Board

Aggregate Assets Asset Summary as of 6/30/13

Fund	Market Value 3/31/13 (\$ mm)	Market Value 6/30/13 (\$ mm)	% of Retirement Fund	Target Allocation (%)	Target Range (%)
Fund	5,606.8	5,546.2	100	NA	NA
Public Equities	3,042.6	3,044.4	55	50	40-60
Domestic Equity Assets	1,366.1	1,400.6	25	22	18-26
International Developed Market Equity Assets	1,199.4 ¹	1,188.8 ¹	21	20	16-24
International Emerging Market Equity Assets	477.1 ¹	455.0 ¹	8	8	6-10
Fixed Income	1,497.3	1,413.2	25	25	20-30
Investment Grade Bond Assets	964.7 ¹	823.6 ¹	15	15	10-20
High Yield Assets	197.6 ¹	182.5 ¹	3	3	2-4
TIPS Assets	193.1 ¹	172.4 ¹	3	3	2-4
Foreign Developed Bond Assets	11.3 ¹	114.6 ¹	2	2	1-3
Emerging Market Debt Assets	130.6 ¹	120.1 ¹	2	2	1-3
Alternatives	1,030.3	1,024.2	18	25	25
Absolute Return Assets	259.9	259.3 ²	5	10	8-12
Private Equity Assets	405.3	402.6 ²	7	8	5-11
Real Assets	365.2	362.4 ²	7	7	5-9
<i>Real Estate Assets</i>	255.1	250.0 ²	5	4	NA
<i>Infrastructure/Oppportunistic Assets</i>	104.9	105.4 ²	2	2	NA
<i>Private Energy Assets</i>	5.2	7.0 ²	< 1	1	NA
Cash	36.6	64.3	1	0	0

¹ Figures represent underlying market exposures.

² Based on March 31, 2013 reported values, adjusted for subsequent cash flows.



Fund	Market Value 3/31/13 (\$ mm)	Market Value 6/30/13 (\$ mm)	% of Asset Class	% of Retirement Fund
Fund	5,606.8	5,546.2	NA	100
Domestic Equity Assets¹	1,366.1	1,400.6	100	25
Northern Trust Russell 3000 Index	1,164.0	1,195.3	85	22
Sands Large Cap Growth Equity	139.5	141.6	10	3
PIMCO StocksPLUS	62.5	63.8	5	1
International Developed Market Equity Assets¹	1,212.5	1,195.9	100	22
SSgA MSCI World (ex. U.S.) Index - NL	983.4	969.1	81	17
Gryphon International EAFE	114.1	113.8	10	2
Copper Rock International Small Cap	115.0	113.0	9	2
International Emerging Market Equity Assets¹	464.1	447.9	100	8
SSgA Emerging Markets Index-NL	379.1	348.2	78	6
LSV Emerging Markets Value Equity	85.0	99.7	22	2
Investment Grade Bond Assets¹	1,041.1	863.5	100	16
BlackRock U.S. Debt Index-Non Lending	643.5	628.4	73	11
PIMCO Total Return Core Plus Full Authority	242.5	235.1	27	4
High Yield Assets¹	167.8	168.4	100	3
DDJ High Yield Bond	167.8	168.4	100	3

¹ Figures reflect manager level market values and not underlying exposure.



	Market Value 3/31/13 (\$ mm)	Market Value 6/30/13 (\$ mm)	% of Asset Class	% of Retirement Fund
TIPS Assets¹	180.6	167.7	100	3
BlackRock TIPS	180.6	167.7	100	3
Foreign Developed Bond Assets¹	0.0	114.6	100	2
Mondrian International Fixed Income	0.0	114.6	100	2
Emerging Market Debt Assets¹	107.7	98.9	100	2
Stone Harbor Emerging Markets Local Currency Debt	107.7	98.9	100	2
Private Equity Assets²	405.3	402.6	100	7
Pantheon Capital Partners	228.3	228.0	57	4
Pantheon Global Secondary	56.1	53.4	13	< 1
Legacy Private Equity	119.9	119.4	30	2
H.I.G. Bayside Loan Opportunity Fund III	0.9	1.7	< 1	< 1
Real Assets	365.2	362.4	100	7
Real Estate Assets	255.1	250.0	100	5
Vanguard REIT Index	107.8	106.0	42	2
Private Real Estate ²	147.3	144.0	58	3
Infrastructure/Opportunistic Assets²	104.9	105.4	100	2
Private Infrastructure	104.9	105.4	100	2
Private Energy Assets²	5.2	7.0	100	< 1
Private Energy	5.2	7.0	100	< 1

¹ Figures reflects manager level market values and not underlying exposure.

² Based on 3/31/13 reported values, adjusted for subsequent cash flows.

	Market Value 3/31/13 (\$ mm)	Market Value 6/30/13 (\$ mm)	% of Asset Class	% of Retirement Fund
Absolute Return Assets	259.9	259.3	100	5
Bridgewater Pure Alpha	259.9	259.3	100	5
Cash	36.6	64.3	100	1
SSgA STIF	36.6	64.3	100	1

District of Columbia Retirement Board

Aggregate Assets Performance as of 6/30/13

Fund	2Q13	YTD	Fiscal ¹	1 YR	3 YR	5 YR	10 YR	Since	Inception
	(%)	(%)	YTD	(%)	(%)	(%)	(%)	Inception	Date
	(%)	(%)	(%)	(%)	(%)	(%)	(%)	(%)	
Fund	-0.8	3.1	5.8	10.8	10.8	3.9	6.6	8.3	1/1/87
Net of Fees	-0.8	3.0	5.7	10.7	10.6	3.6	6.2	8.1	
<i>Policy Benchmark²</i>	-0.4	3.3	5.5	9.9	10.3	4.4	7.5	8.8	
<i>Actual Allocation Benchmark³</i>	-0.4	3.7	6.1	10.9	10.4	4.9	7.5	NA	
<i>60% Russell 3000 / 40% Barclays Aggregate</i>	0.7	7.2	7.5	12.2	12.7	6.9	6.8	9.0	
Domestic Equity (net-of-fees)	2.5	13.5	13.7	21.2	18.7	6.6	7.4	9.9	1/1/87
<i>Russell 3000</i>	2.7	14.1	14.3	21.5	18.6	7.2	7.8	9.9	
International Developed Market Equity (net-of-fees)	-1.4	3.7	10.0	18.0	9.5	0.9	8.0	5.9	4/1/87
<i>MSCI World (ex. US)⁴</i>	-1.6	3.0	9.1	17.1	9.3	-0.1	9.0	NA	
International Emerging Markets Equity (net-of-fees)	-8.5	-9.9	-4.5	2.7	NA	NA	NA	-2.7	9/1/11
<i>MSCI Emerging Markets</i>	-8.1	-9.6	-4.5	2.9	3.4	-0.4	13.7	-2.6	
Fixed Income ⁵ (net-of-fees)	-3.2	-2.7	-1.7	0.7	4.7	5.2	4.8	8.1	12/1/82
<i>Barclays Universal</i>	-2.4	-2.3	-1.7	0.2	4.1	5.5	4.8	NA	
<i>Barclays Aggregate</i>	-2.3	-2.4	-2.2	-0.7	3.5	5.2	4.5	7.9	

¹ Fiscal Year ends September 30.

² Policy Benchmark, as reported by State Street Bank, reflects targets set forth in the Fund's Investment Policy Statement. The benchmark uses the following indexes as proxies: 22% Russell 3000 (domestic equity), 20% MSCI World ex. U.S. and 8% MSCI EM (international equity), 25% Barclays Universal (fixed income), 7% CPI-U+700 bps (real assets), 10% 1-month LIBOR (hedge funds), and 8% Cambridge Private Equity (alternatives).

³ Actual Allocation Benchmark, as reported by State Street Bank, is constructed with the same market indices as the Policy Benchmark, weighted by the Fund's monthly asset allocation.

⁴ The International Developed Market Equity custom benchmark is comprised of the MSCI ACWI (ex U.S.) Index prior to September 2011 and the MSCI World (ex U.S.) since.

⁵ Prior to August 2011, Fixed Income performance included the performance of infrastructure assets.

* Note: Aggregate asset class returns throughout the summary section for periods of 20 years and longer are presented gross-of-fees.



District of Columbia Retirement Board

Aggregate Assets Performance as of 6/30/13

	2Q13 (%)	YTD (%)	Fiscal ¹ YTD (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	Since Inception (%)	Inception Date
Net of Fees (continued)	-0.8	3.0	5.7	10.7	10.6	3.6	6.2	8.1	
Private Equity ² (net-of-fees)	3.7	5.7	10.8	13.8	14.0	5.7	8.5	7.7	1/1/87
<i>Russell 3000 + 5% (1-quarter lagged)</i>	–	–	–	–	–	–	14.6	15.4	
<i>Cambridge Associates Private Equity Index</i>	4.5	8.1	12.9	12.8	15.1	7.5	15.7	13.8	
Absolute Return (net-of-fees)	-0.2	-0.8	-0.9	2.6	10.3	7.8	NA	8.2	7/1/06
<i>LIBOR</i>	0.1	0.1	0.2	0.2	0.2	0.5	2.0	1.7	
<i>HFRI Macro Index</i>	-1.6	-0.4	-1.2	0.5	1.4	1.2	5.3	3.9	
Real Assets (net-of-fees)	2.3	5.3	9.5	11.4	NA	NA	NA	11.6	7/1/12
<i>CPI (inflation) + 7%</i>	2.0	5.2	6.2	8.9	9.5	8.4	9.6	8.9	
Cash (net-of-fees)	0.0	0.0	0.1	0.1	0.2	0.5	2.0	4.5	7/1/89
<i>90-Day T-Bills</i>	0.0	0.0	0.1	0.1	0.1	0.3	1.6	3.6	

¹ Fiscal Year ends September 30.

² Portfolio and index performance reported one quarter lagged.

