

INVESTMENT HIGHLIGHTS

	Market Value (\$)	% of Portfolio	3 Mo (%)	Fiscal YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)
Total Fund Composite	9,344,668,331	100.0	3.7	3.7	4.7	5.5	8.0	8.1
<i>Total Fund Custom Index*</i>			6.4	6.4	8.8	7.4	8.8	8.9
Total Domestic Equity	2,704,573,104	28.9	7.4	7.4	7.2	7.9	11.2	12.0
<i>US Equity Index*</i>			8.9	8.9	15.1	12.3	14.1	13.8
Total Non US Equity	1,718,007,758	18.4	6.1	6.1	2.3	1.4	6.7	4.6
<i>Total Non-US Equity Index*</i>			6.3	6.3	3.0	1.2	6.2	4.0
Total Fixed Income	2,156,046,298	23.1	2.4	2.4	7.5	4.7	5.0	4.3
<i>Total Fixed Income Benchmark*</i>			1.0	1.0	6.7	5.1	4.5	3.9
Total Cash	106,975,410	1.1	0.0	0.0	1.3	1.8	1.3	0.7
<i>91 Day T-Bills</i>			0.0	0.0	0.8	1.6	1.1	0.6
Total Real Estate**	944,341,484	10.1	0.2	0.2	3.8	7.0	8.8	11.1
<i>Real Estate Blended Benchmark*</i>			-1.8	-1.8	1.3	4.7	6.3	9.8
Total Alternative Assets**	1,714,724,276	18.3	0.1	0.1	0.7	6.0	6.6	6.9
<i>Alternative Assets Blended Benchmark*</i>			16.4	16.4	7.1	8.8	8.5	12.4

* In a dynamic market, strategies and objectives evolve over time. Consequently, these benchmarks are blended due to historical investment strategy decisions. Detailed descriptions of the benchmarks above are available by contacting NHRS.

** Performance returns for the Total Real Estate and Total Alternative Assets composites and their respective benchmarks are lagged one quarter.



Information Disclaimer

- Past performance is no guarantee of future results.
- All investments carry some level of risk. Diversification and other asset allocation techniques are not guaranteed to ensure profit or protect against losses.
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Reporting Methodology

- The client's custodian bank is NEPC's preferred data source unless otherwise directed. NEPC generally reconciles custodian data to manager data. If the custodian cannot provide accurate data, manager data may be used.
- Trailing time period returns are determined by geometrically linking the holding period returns, from the first full month after inception to the report date. Rates of return are annualized when the time period is longer than a year. Performance is presented gross and/or net of manager fees as indicated on each page.
- For managers funded in the middle of a month, the "since inception" return will start with the first full month, although actual inception dates and cash flows are taken into account in all Composite calculations.
- This report may contain forward-looking statements that are based on NEPC's estimates, opinions and beliefs, but NEPC cannot guarantee that any plan will achieve its targeted return or meet other goals.