



INVESTMENT PERFORMANCE
AND
MANAGER REVIEW
PRESENTATION

BOARD OF INVESTMENT COMMISSIONERS
FOR THE
EMPLOYEES' RETIREMENT SYSTEM

CITY OF PROVIDENCE
RHODE ISLAND

JUNE 2012

Board of Investment Commissioners
Employees' Retirement System
Providence, RI

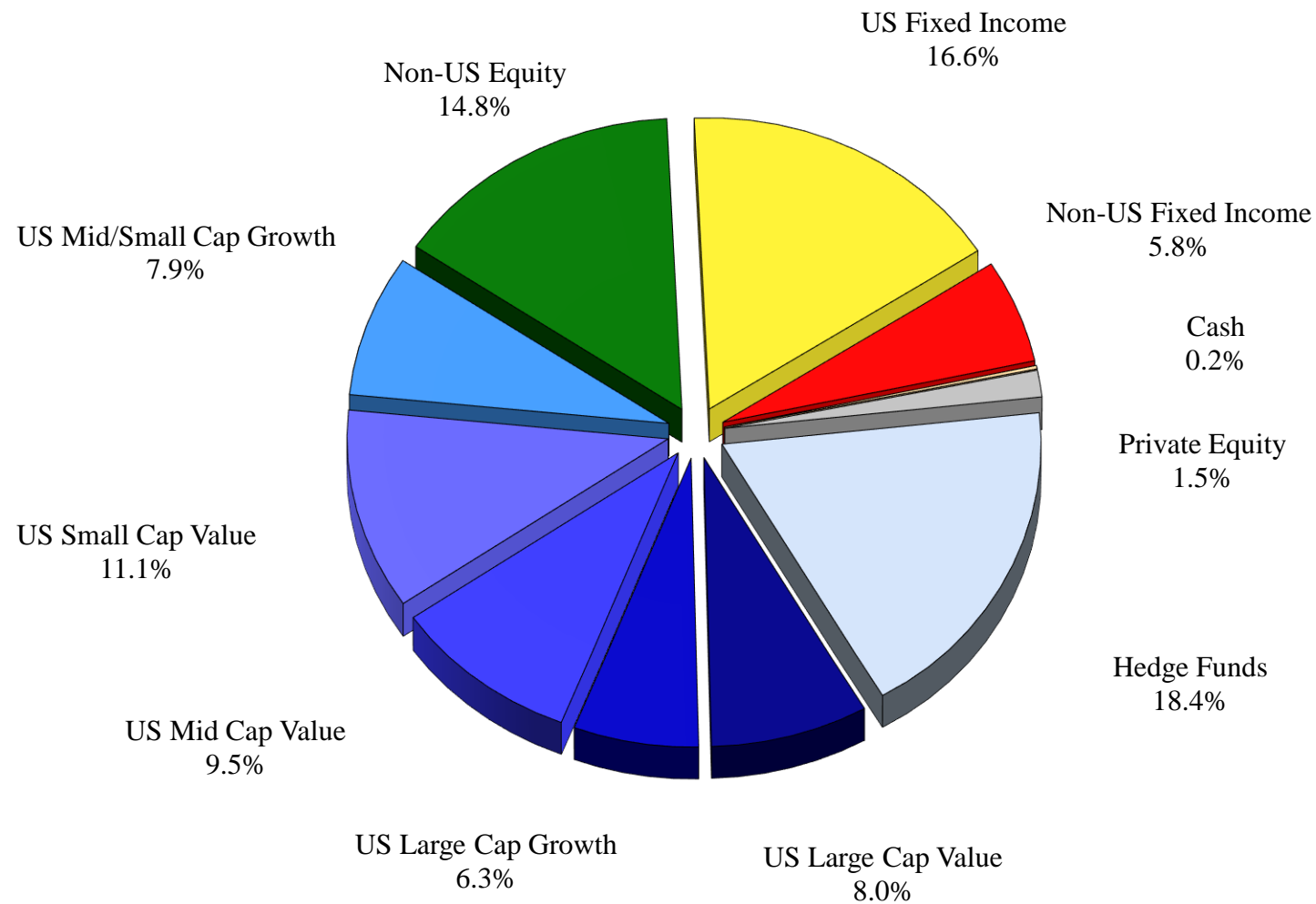
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Investment Manager Review**

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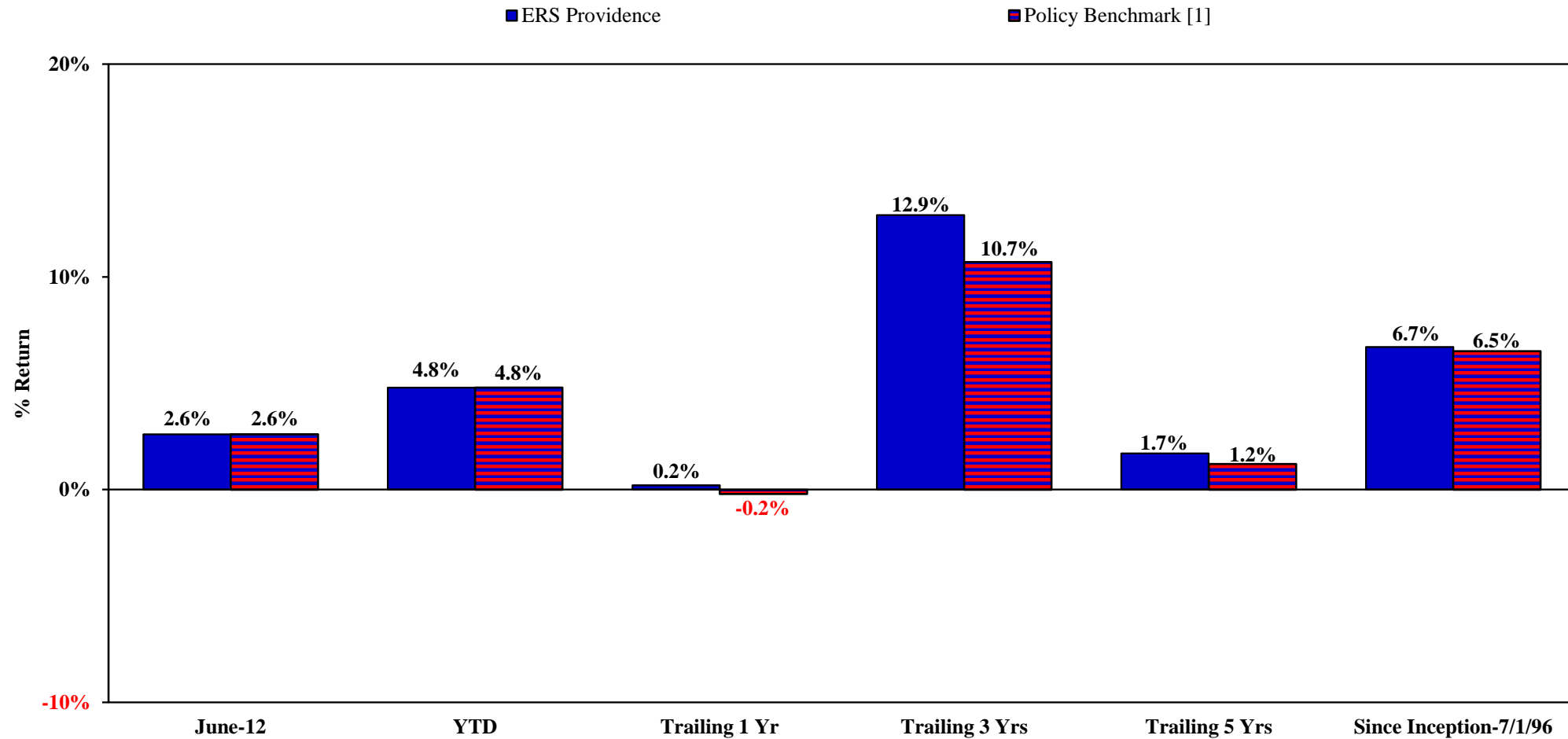
Investment Policy/Asset Allocation at June 30, 2012



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Investment Performance Analysis

June 2012



Returns for more than one year are annualized
 Actuarial Rate of Return - 8.5%
 Returns are Net of Fees

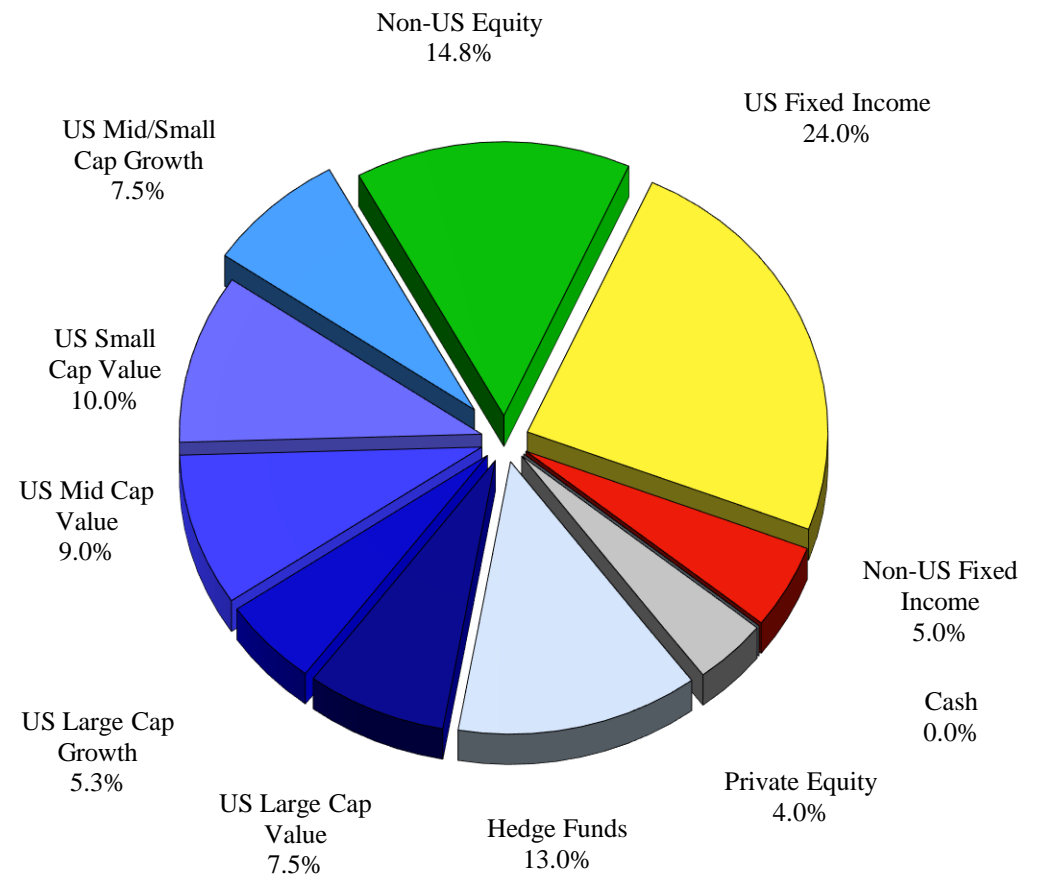
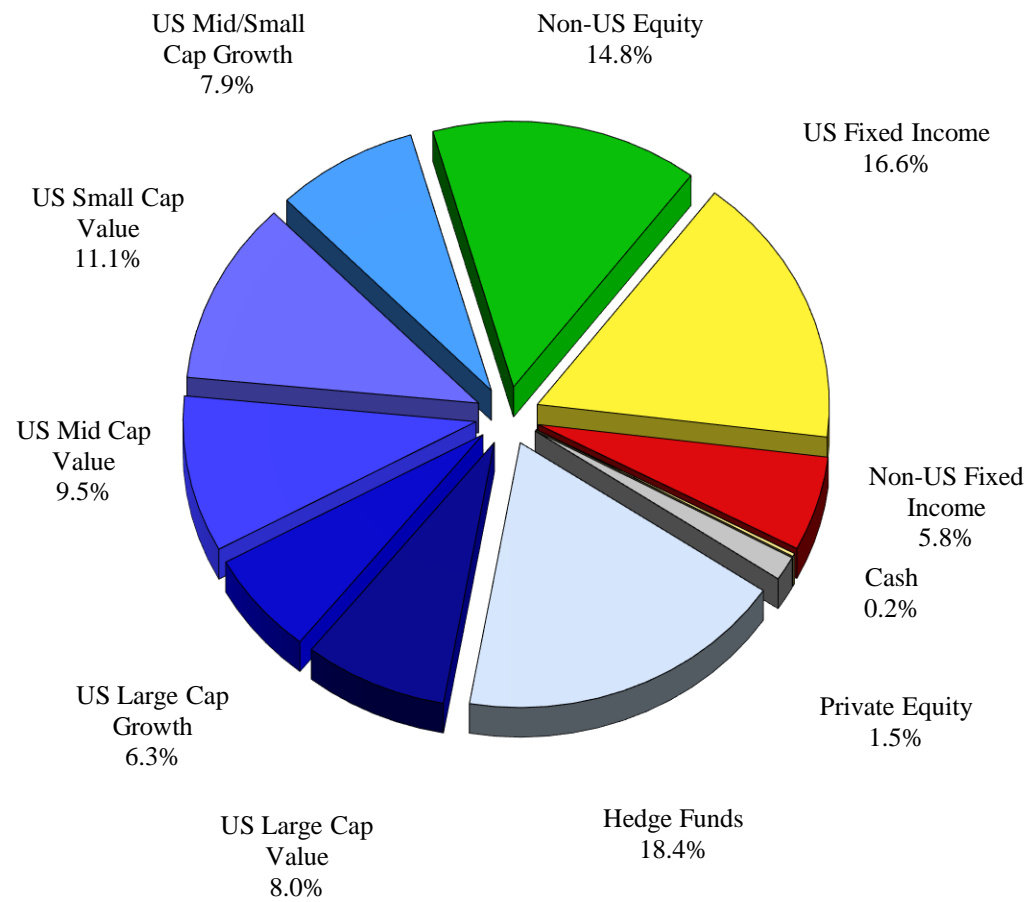
[1] Investment Policy Benchmark:

7/1/96 to 12/31/01: 5% S&P 500/7.5% Wil LCG/7.5% Wil LCV/5% Wil MCG/6.75% Wil MCV/5% Wil SCG/6.75% Wil SCV/8% MSCI EAFE/38% Bar G/C Int/3% Citi Non-US/7.5% 3 Mth T-Bill
 1/1/02 to 3/31/06: 8.2% Rus 1K Val/8.6% Rus 1K Gr/10.8% R 2K Val/8.1% Rus 2500 Gr/8% Rus MCV/ 11.8% MSCI EAFE/30% Bar G/C Int/3% Citi Non-US/7.5% HFRI Fd of Fds/4% S&P 500 + 4%
 4/1/06 to 4/30/09: 8.2% Rus 1K Val/8.6% Rus 1K Gr/10.8% R 2K Val/8.1% Rus 2500 Gr/8% Rus MCV/ 11.8% MSCI EAFE/26% Bar G/C Int/3% Citi Non-US/11.5% HFRI Fd of Fds/4% S&P 500 + 4%
 5/1/09 to 12/31/11: 7% Rus 1K Val/5% Rus 1K Gr/9.5% R 2K Val/7% Rus 2500 Gr/8.5% Rus MCV/ 14% MSCI EAFE/28% Bar G/C Int/6% Citi Non-US/12% HFRI Fd of Fds/3% S&P 500 + 4%
 1/1/12 to Present: 7.5% Rus 1K Val/5.25% Rus 1K Gr/10% R 2K Val/7.5% Rus 2500 Gr/9% Rus MCV/ 14.75% MSCI EAFE/24% Bar G/C Int/5% Citi Non-US/13% HFRI Fd of Fds/4% S&P 500 + 4%

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June 30, 2012

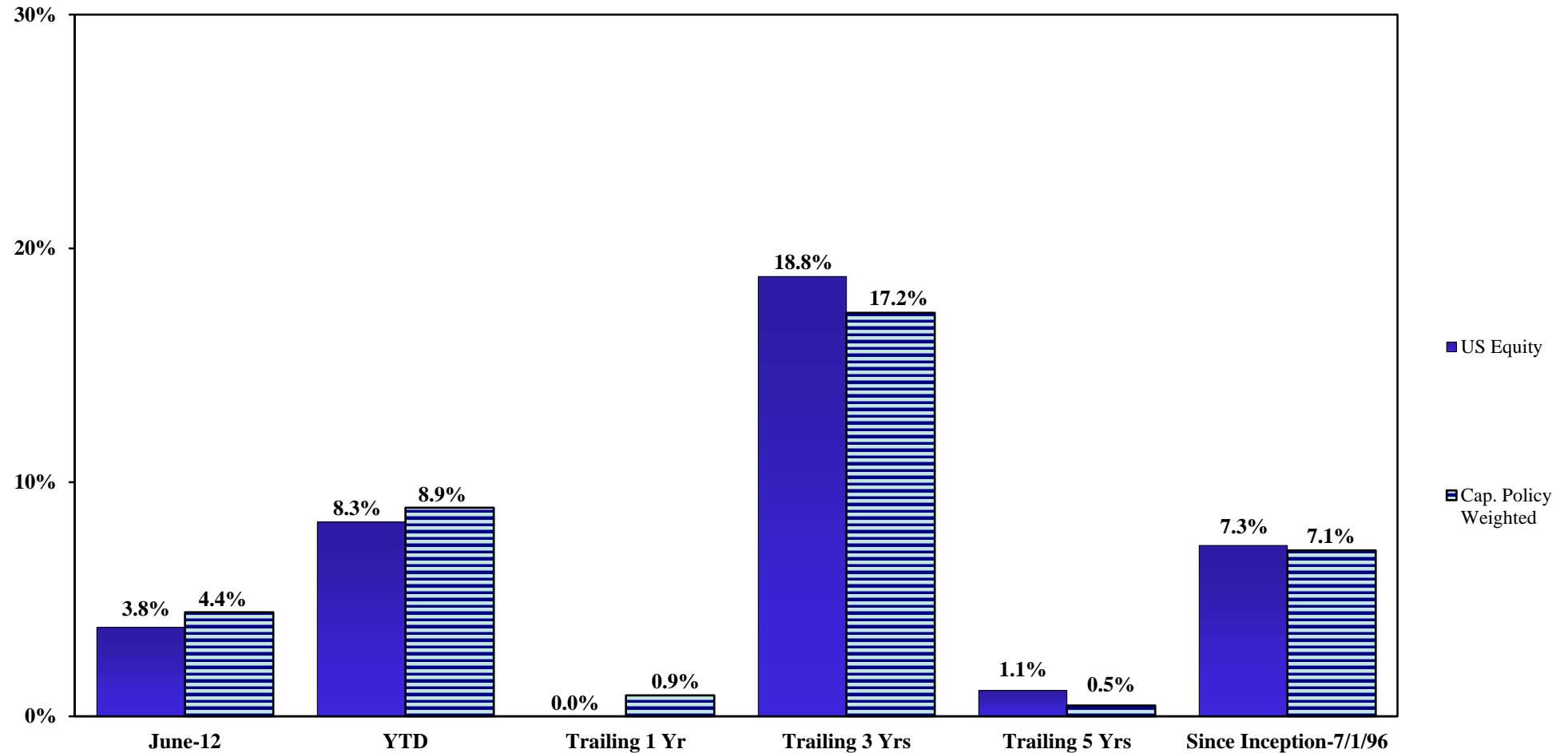
Investment Policy/Asset Class Mix



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US Equity Manager Performance

Total US Equity



Cap Policy Weighted Index:

46% Russell 1000/ 54% Russell 2000

Custom Russell 1000

Since Inception to 12/31/01- S & P 500/ 1/1/02 to Present- Russell 1000

Custom Russell 2000

Since Inception to 12/31/01- 50% WMSV & 50% WMSG/ 1/1/02 to Present- Russell 2000

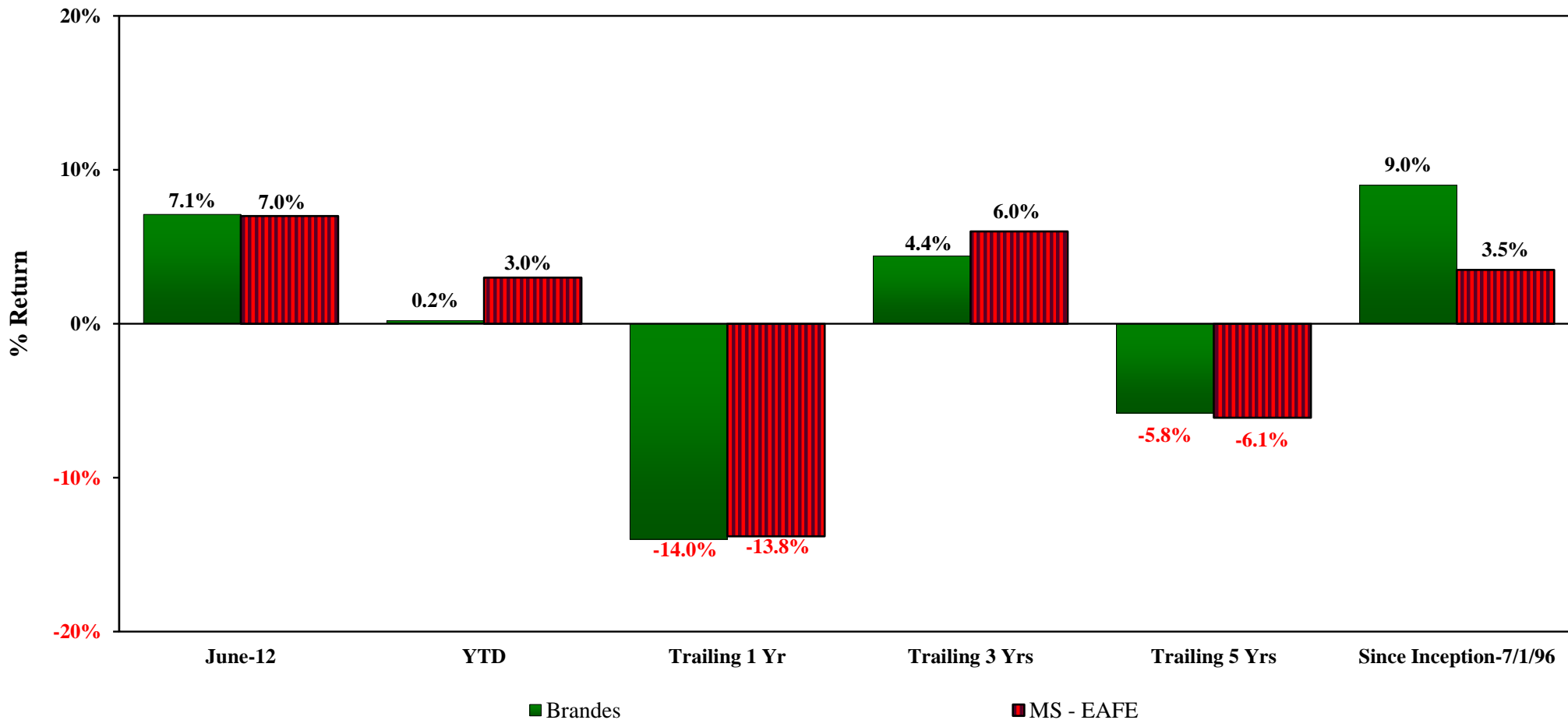
Returns for more than one year are annualized

Returns are Net of Fees

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Non US Equity Manager Performance

Brandes - EAFE Manager

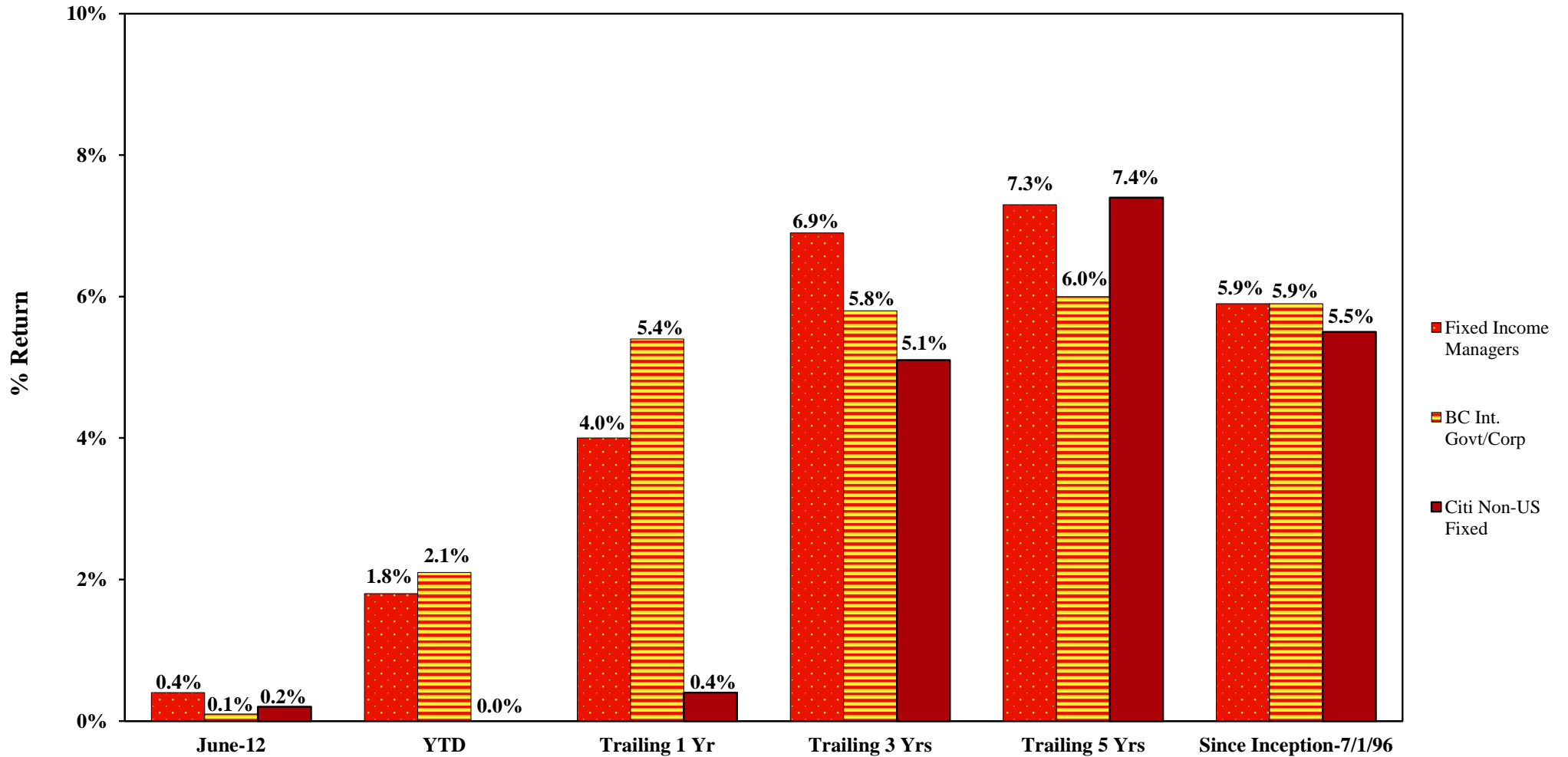


Returns for more than one year are annualized
Returns are Net of Fees

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Fixed Income Managers Performance

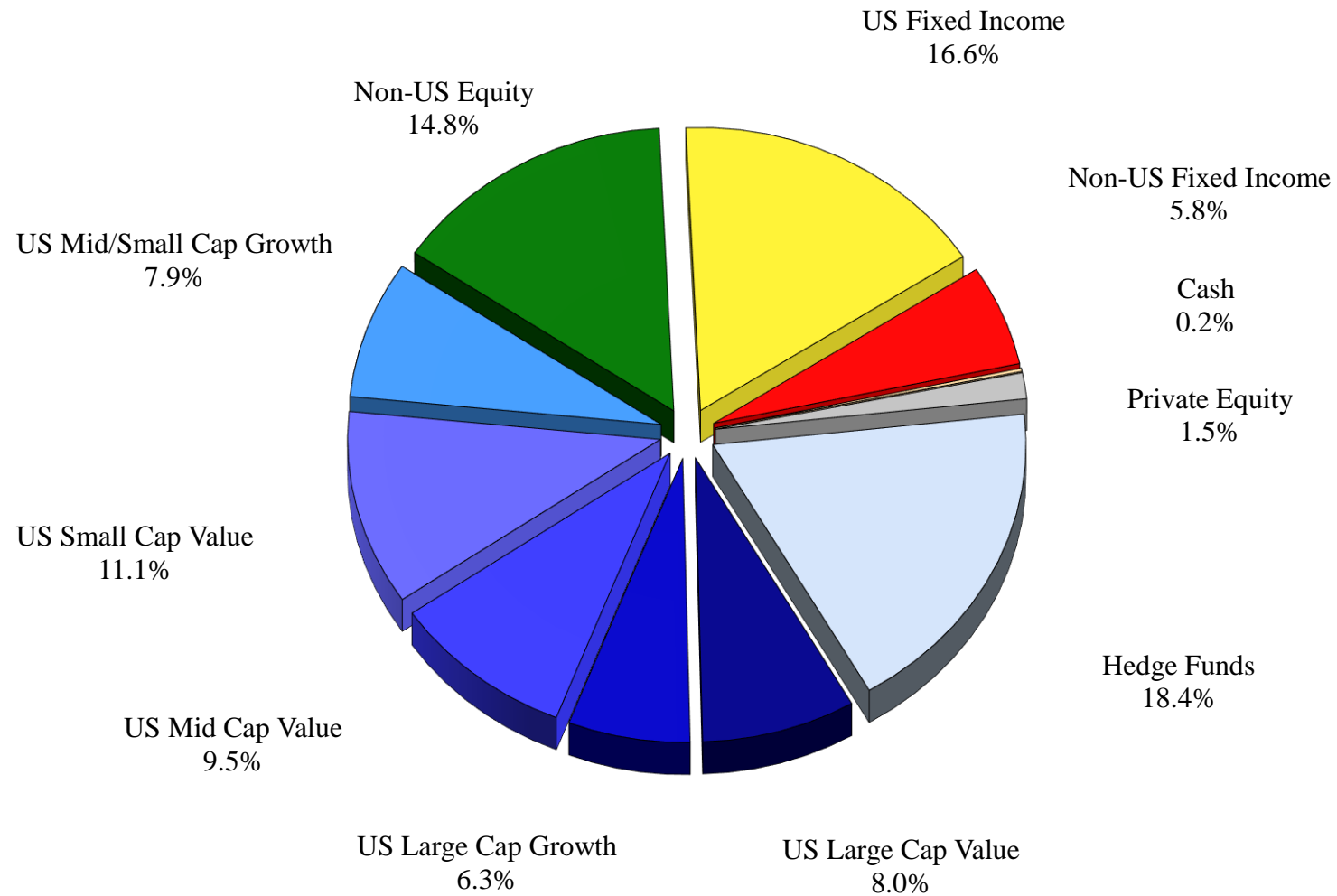
Total Fixed Income



Returns for more than one year are annualized
Returns are Net of Fees

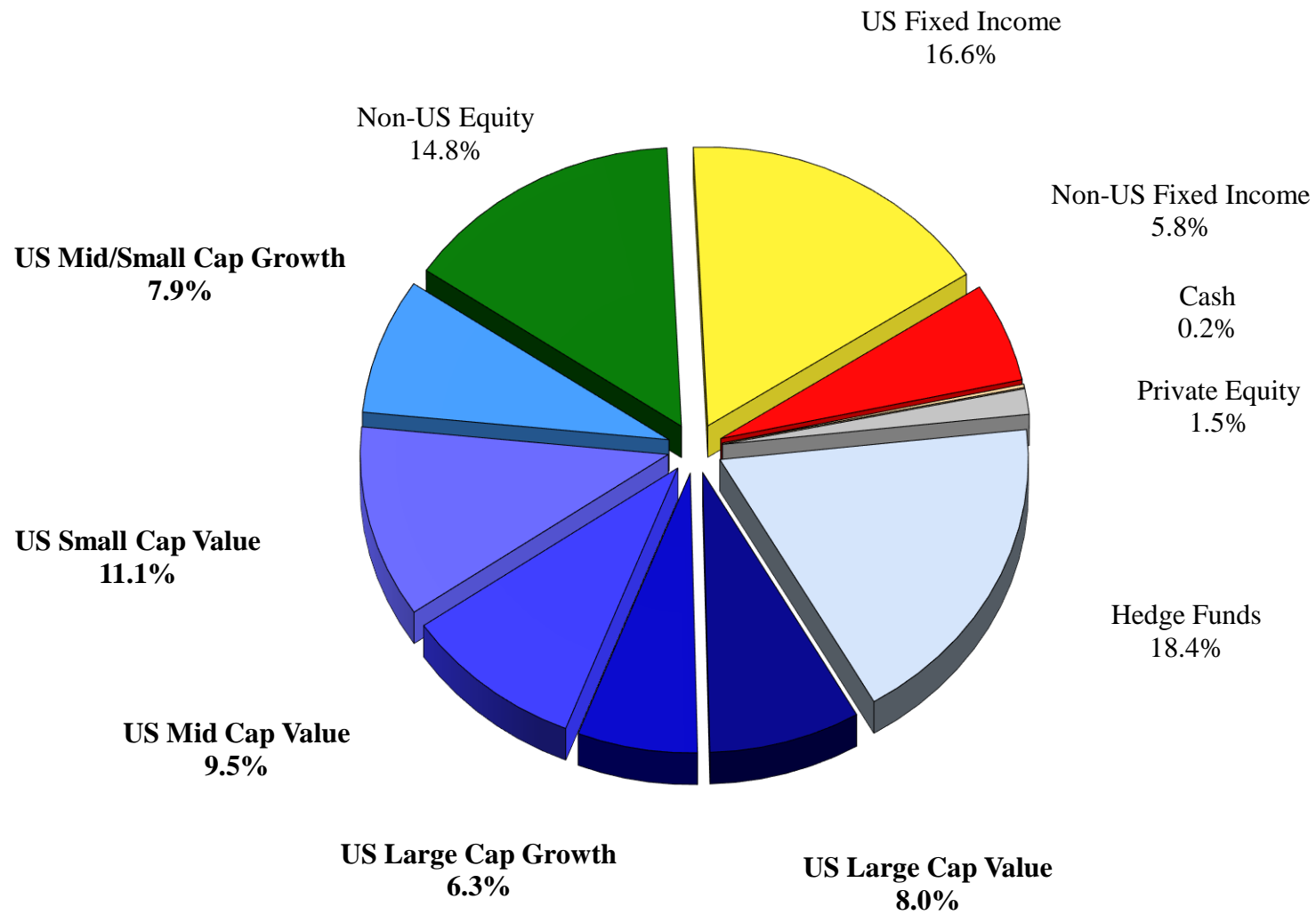
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Providence, RI

Investment Manager Performance Analysis



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Employees' Retirement System
Providence, RI

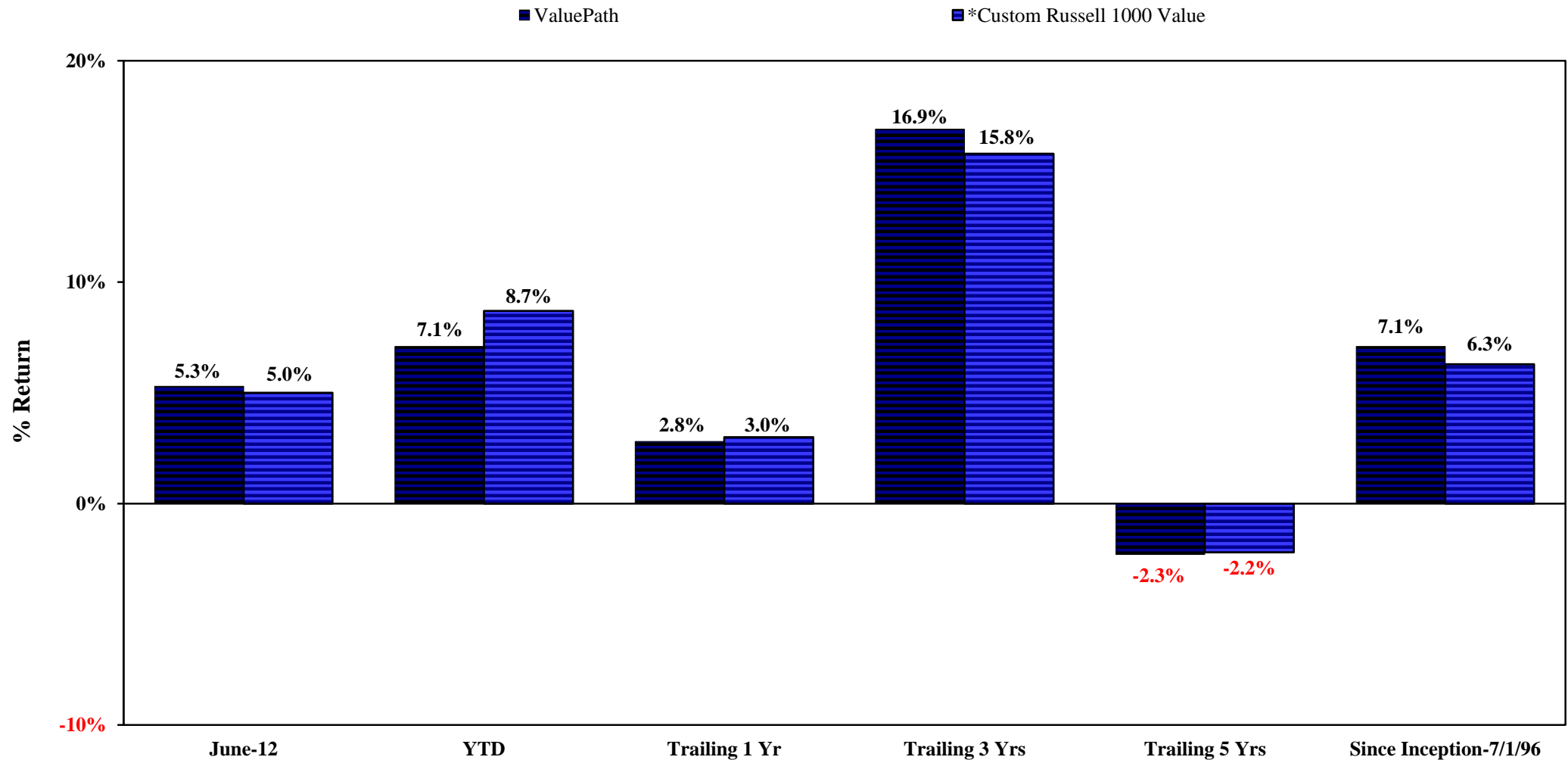
US Equity Manager Review



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Columbia (formerly Fleet ValuePath) - Large Cap Value

Performance



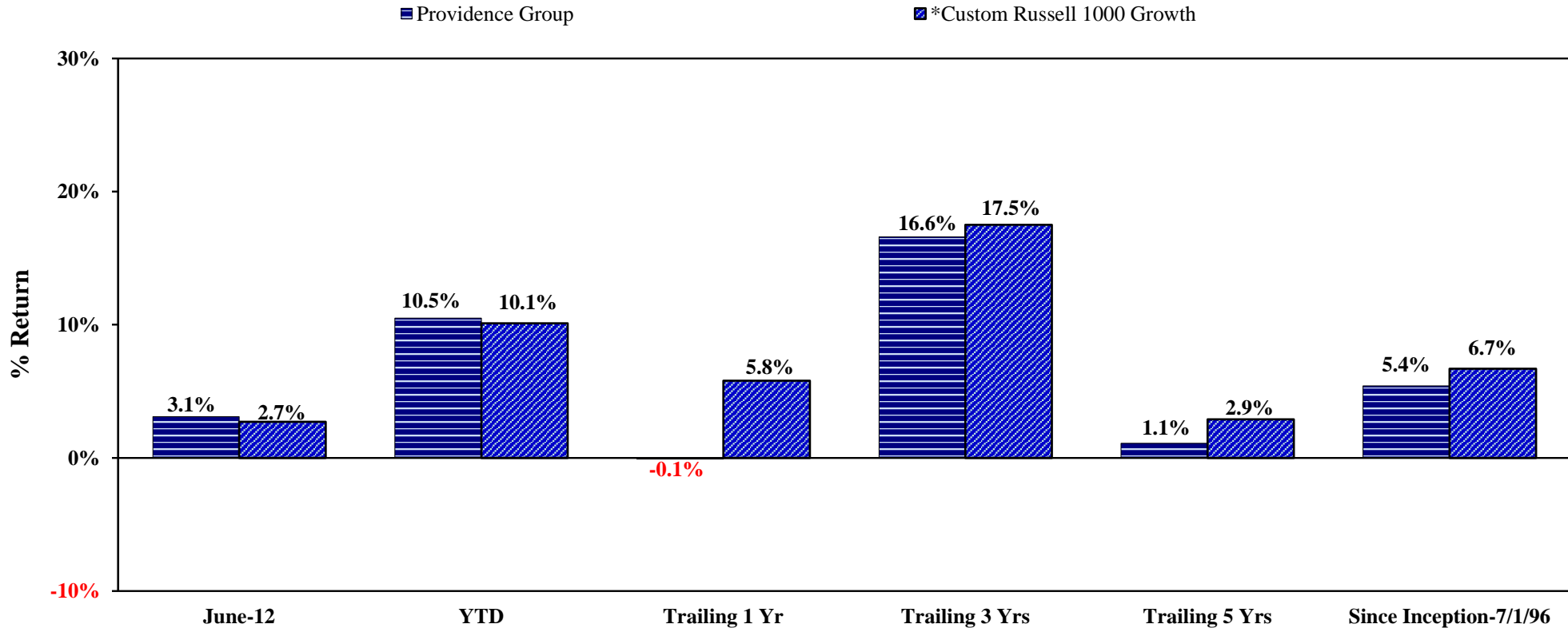
*Effective 1/1/02, Index was changed from Wilshire Target Large Value to Russell 1000 Value
 Returns for more than one year are annualized
 Returns are Net of Fees

Statistics	Jun-12
Initial Contribution	\$25,070
Net Flows	-33,714
Current Market Value	\$19,862
% of Total Assets	7.96%

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Mellon (formerly The Providence Group) - Large Cap Growth

Performance



*Effective 1/1/02, Index was changed from Wilshire Target Large Growth to Russell 1000 Growth

Returns for more than one year are annualized

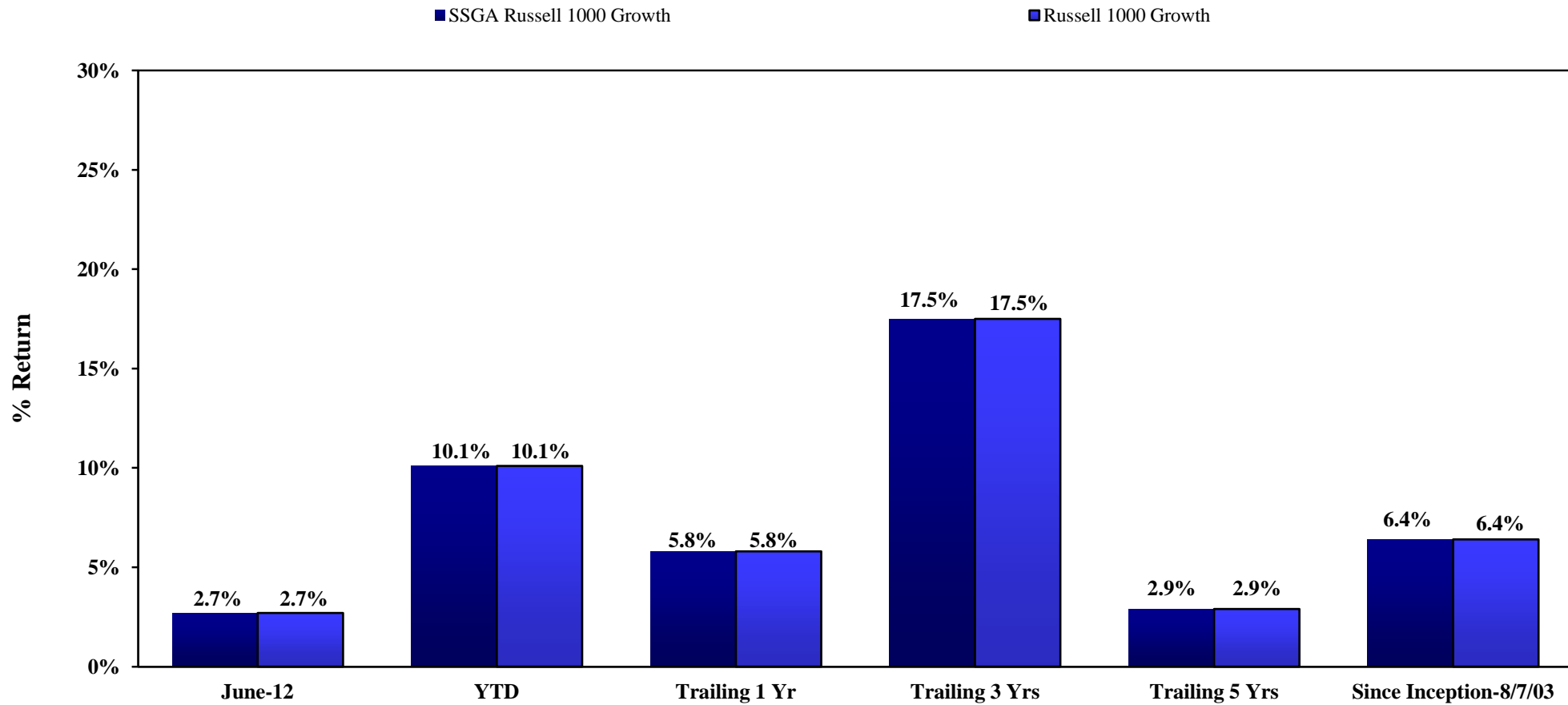
Returns are Net of Fees

Statistics	Jun-12
Initial Contribution	\$15,967
Net Flows	-19,501
Current Market Value	\$7,782
% of Total Assets	3.12%

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SSGA Russell 1000 Growth

Performance



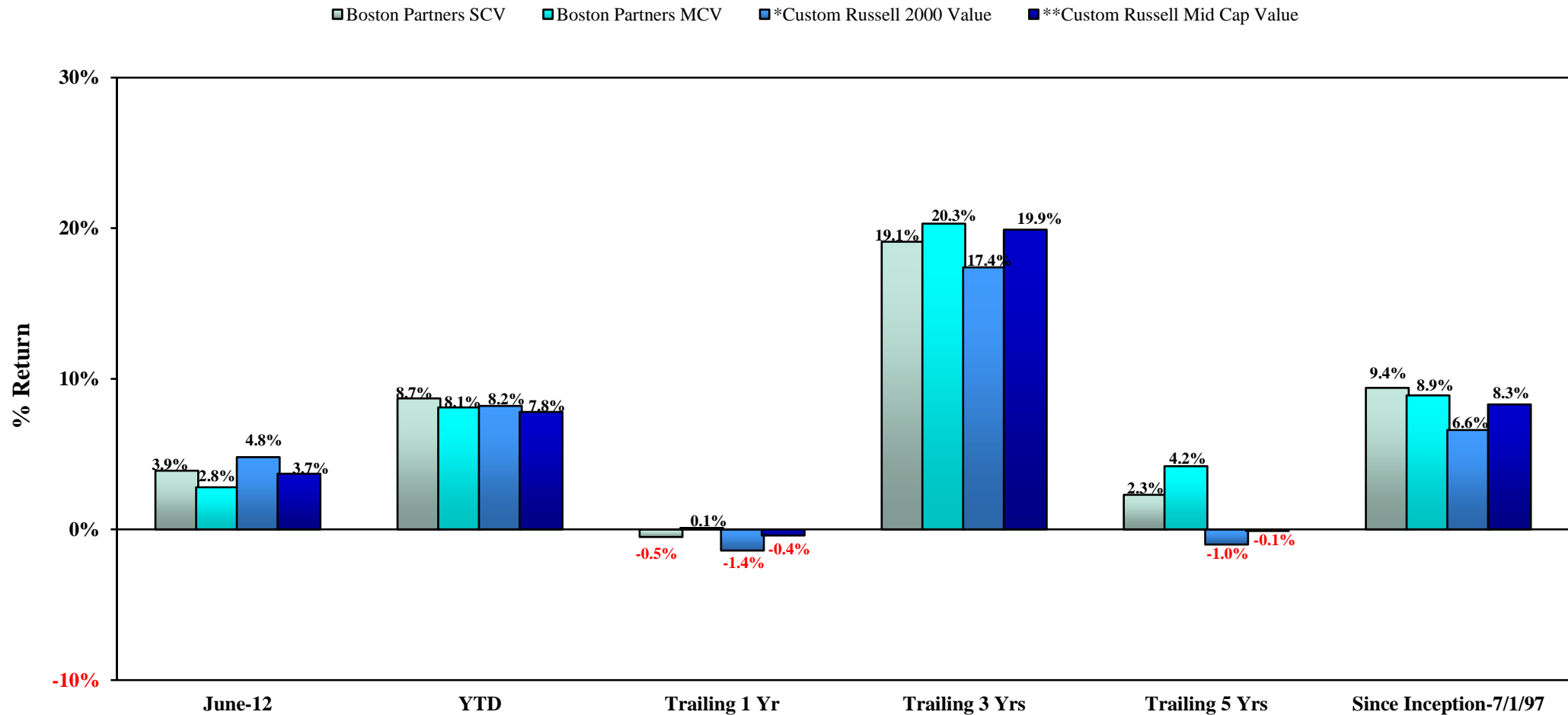
Statistics	Jun-12
Initial Contribution	\$9,434
Net Flows	-6,700
Current Market Value	\$7,962
% of Total Assets	3.19%

Returns for more than one year are annualized
Returns are Net of Fees

Board of Investment Commissioners
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Boston Partners - Small/Mid Cap Value

Performance



Statistics	Jun-12
Initial Contribution	\$20,350
Net Flows	-45,300
BP SCV Market Value	\$27,816
% of Total Assets	11.14%

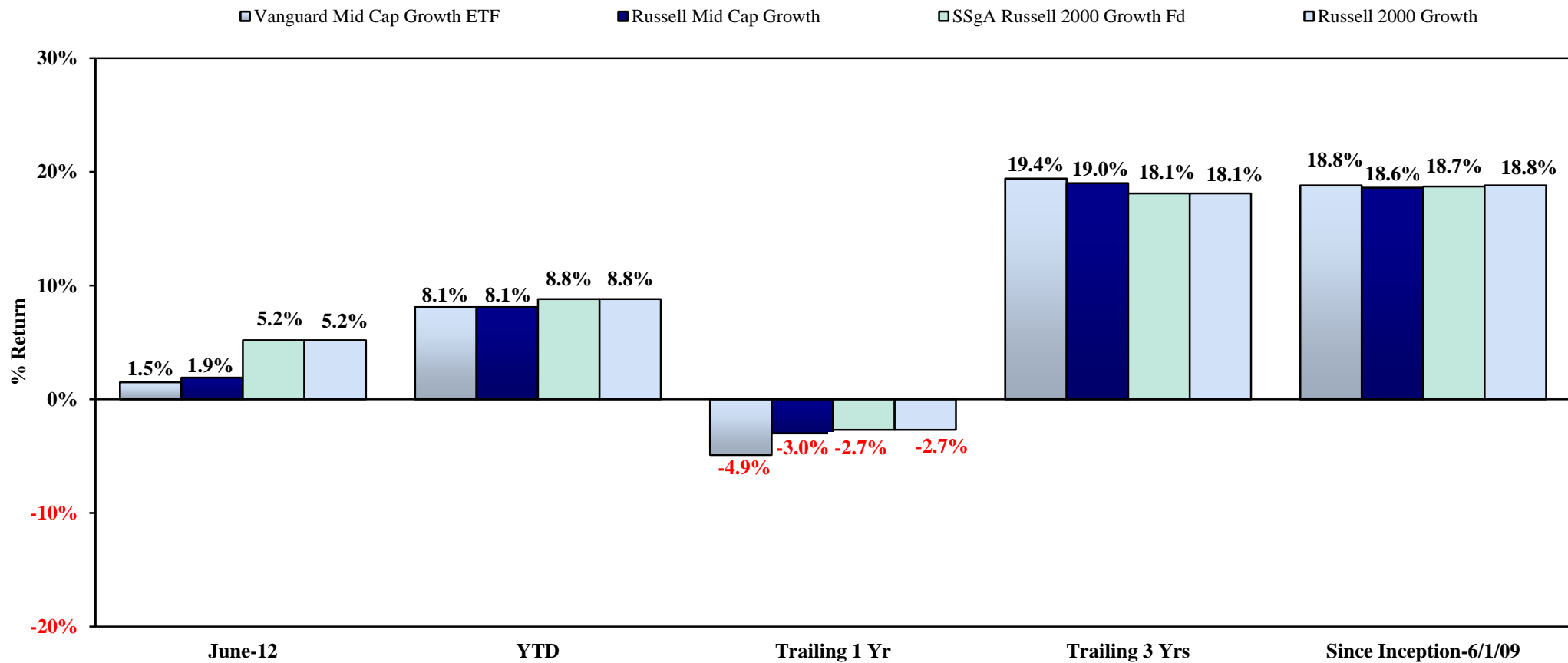
Statistics	Jun-12
Initial Contribution	\$18,350
Net Flows	-33,100
BP MCV Market Value	\$23,743
% of Total Assets	9.51%

*Effective 1/1/02, Small Value Index changed from Wilshire Target Small Value to Russell 2000 Value
 **Effective 1/1/02, Mid Value Index changed from Wilshire Target Mid Value to Russell MidCap Value
 Returns for more than one year are annualized
 Returns are Net of Fees

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Vanguard MCG ETF/SSgA Russell 2000 Growth Fund-Mid/Small Growth Managers

Performance



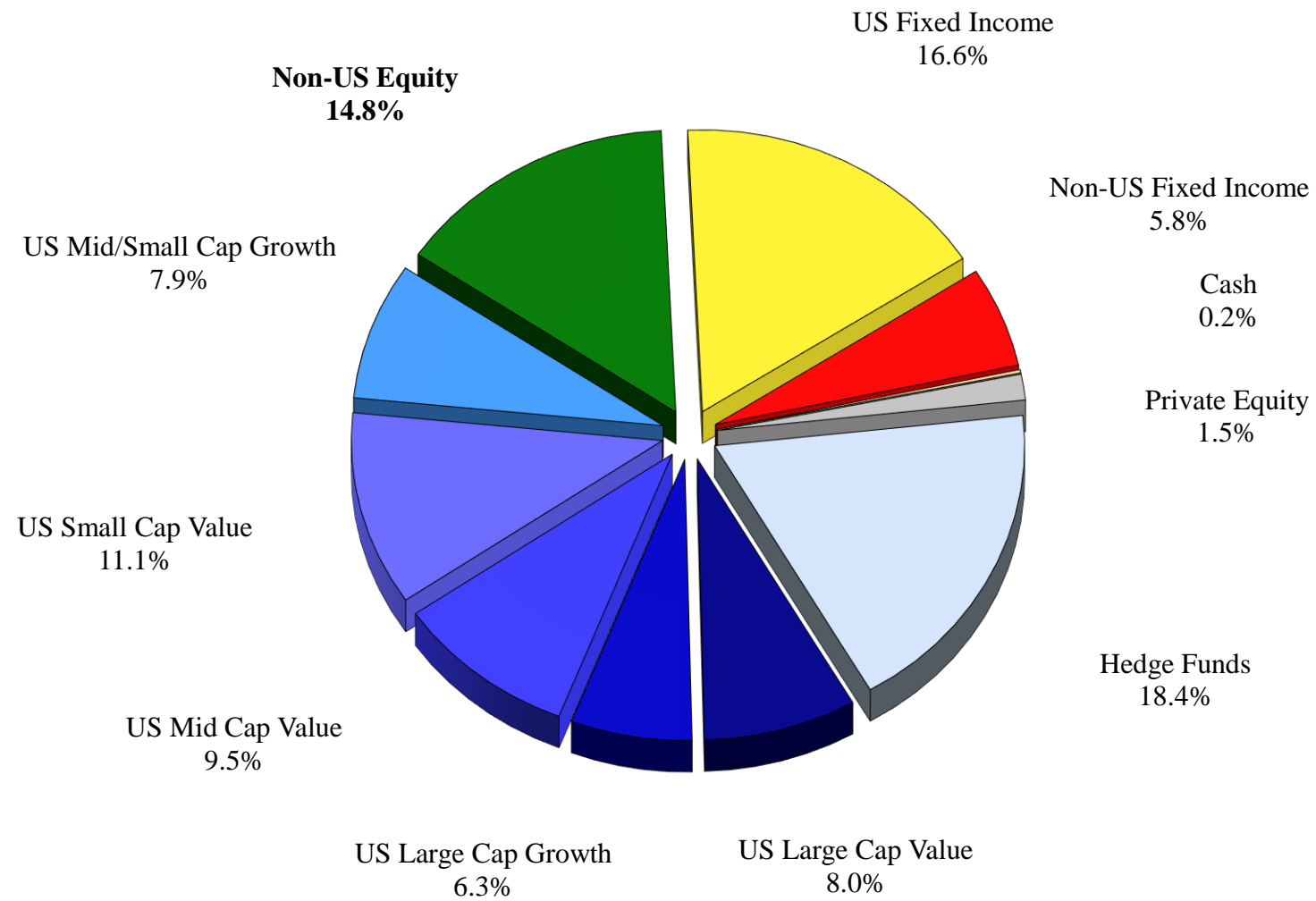
Statistics	Jun-12
Initial Contribution	\$5,500
Net Flows	-1,100
Vanguard MCG ETF	\$8,435
% of Total Assets	3.38%

Returns for more than one year are annualized
Returns are Net of Fees

Statistics	Jun-12
Initial Contribution	\$7,972
Net Flows	-2,276
SSgA 2000 Growth Fd	\$11,207
% of Total Assets	4.49%

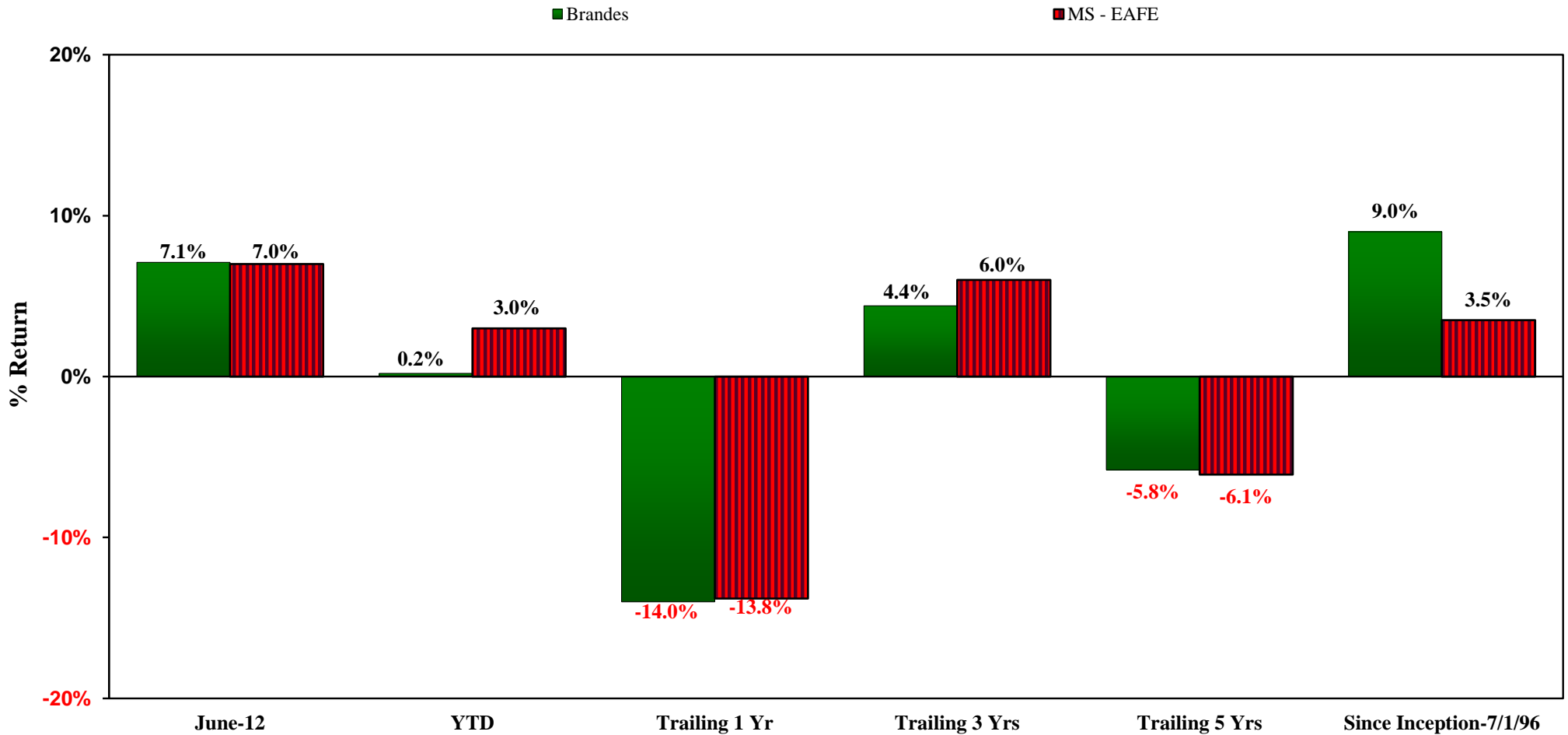
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International Equity Manager Review



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Brandes Investment Partners vs. EAFE

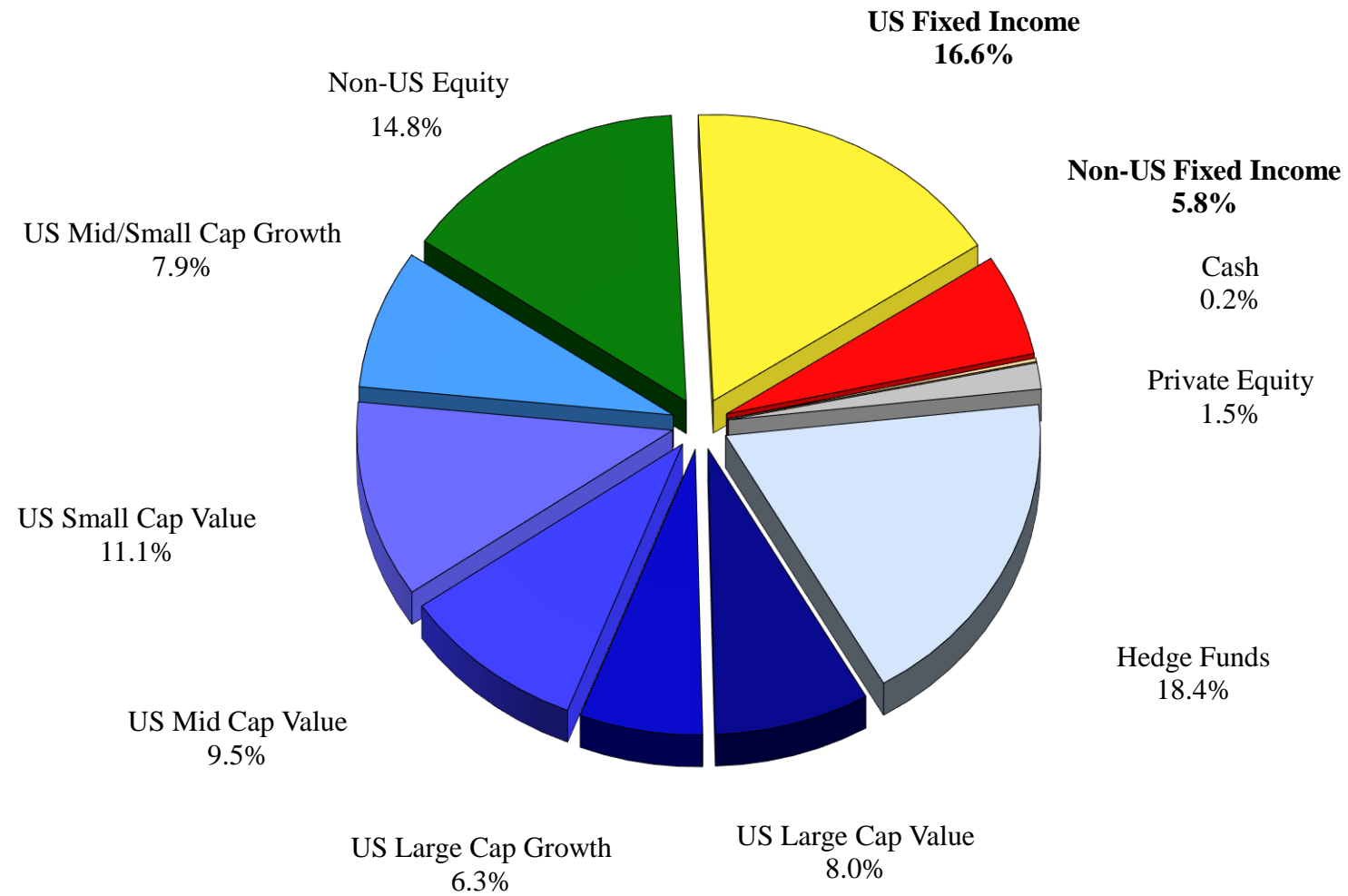


Statistics	Jun-12
Initial Contribution	\$19,883
Net Flows	-32,343
Current Market Value	\$36,956
% of Total Assets	14.80%

Returns for more than one year are annualized
Returns are Net of Fees

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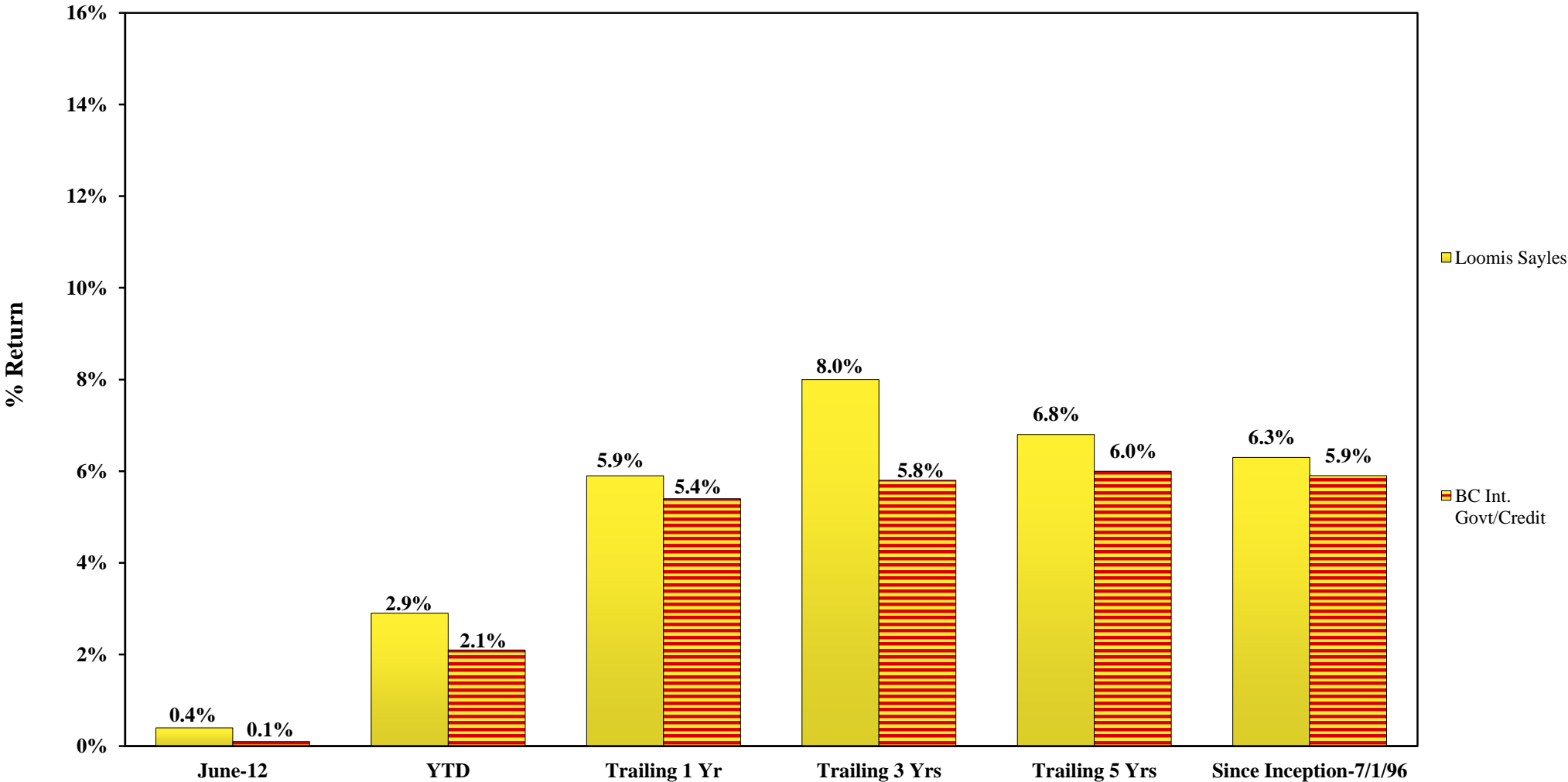
Fixed Income Manager Review



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US Fixed Income Manager Performance

Loomis - US Fixed Income



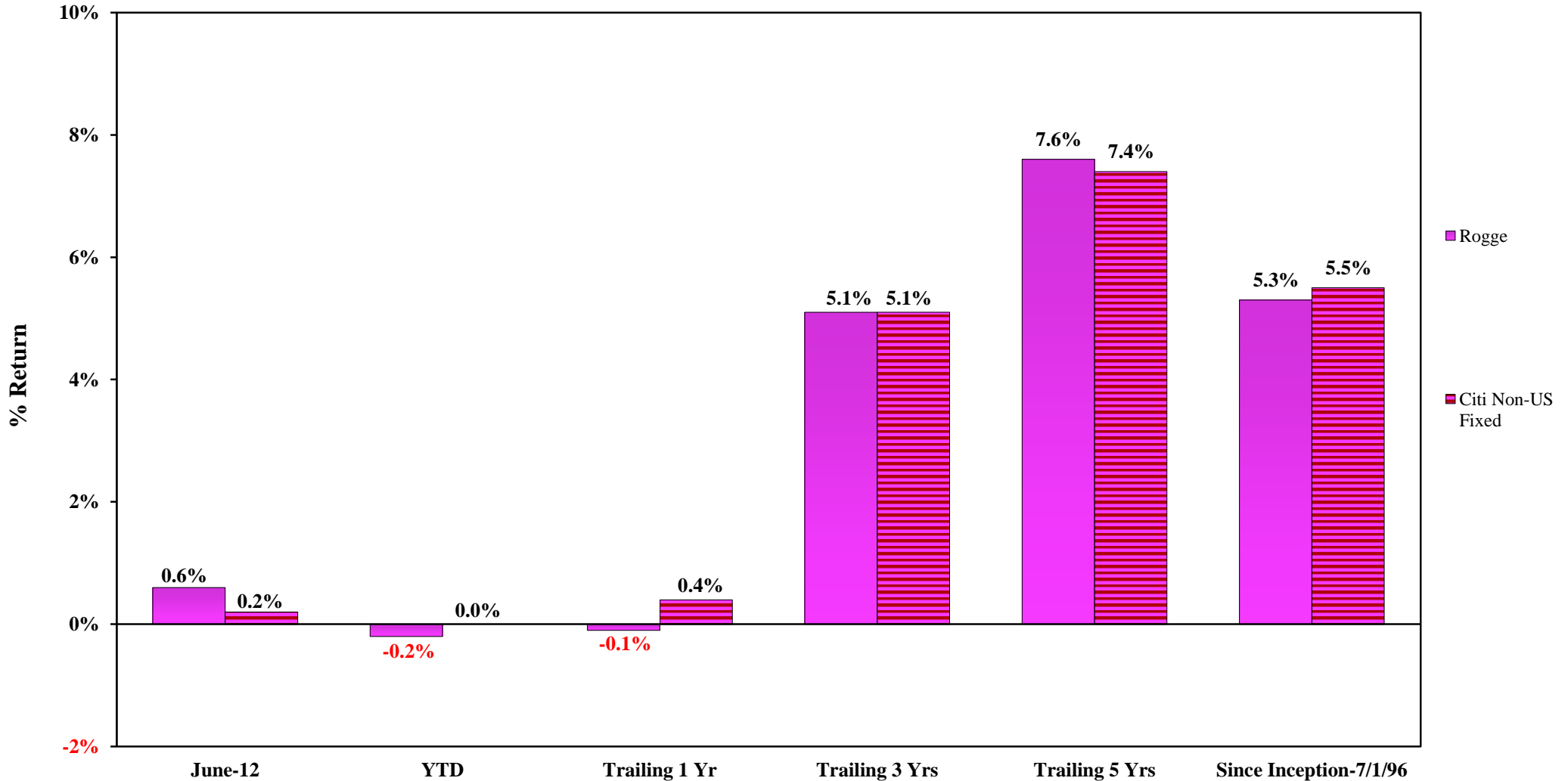
Statistics	Jun-12
Initial Contribution	\$85,000
Net Flows	-120,262
Current Market Value	\$41,445
% of Total Assets	16.60%

Returns for more than one year are annualized
Returns are Net of Fees

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International Fixed Income Manager Performance

Rogge - Non-US Fixed Income

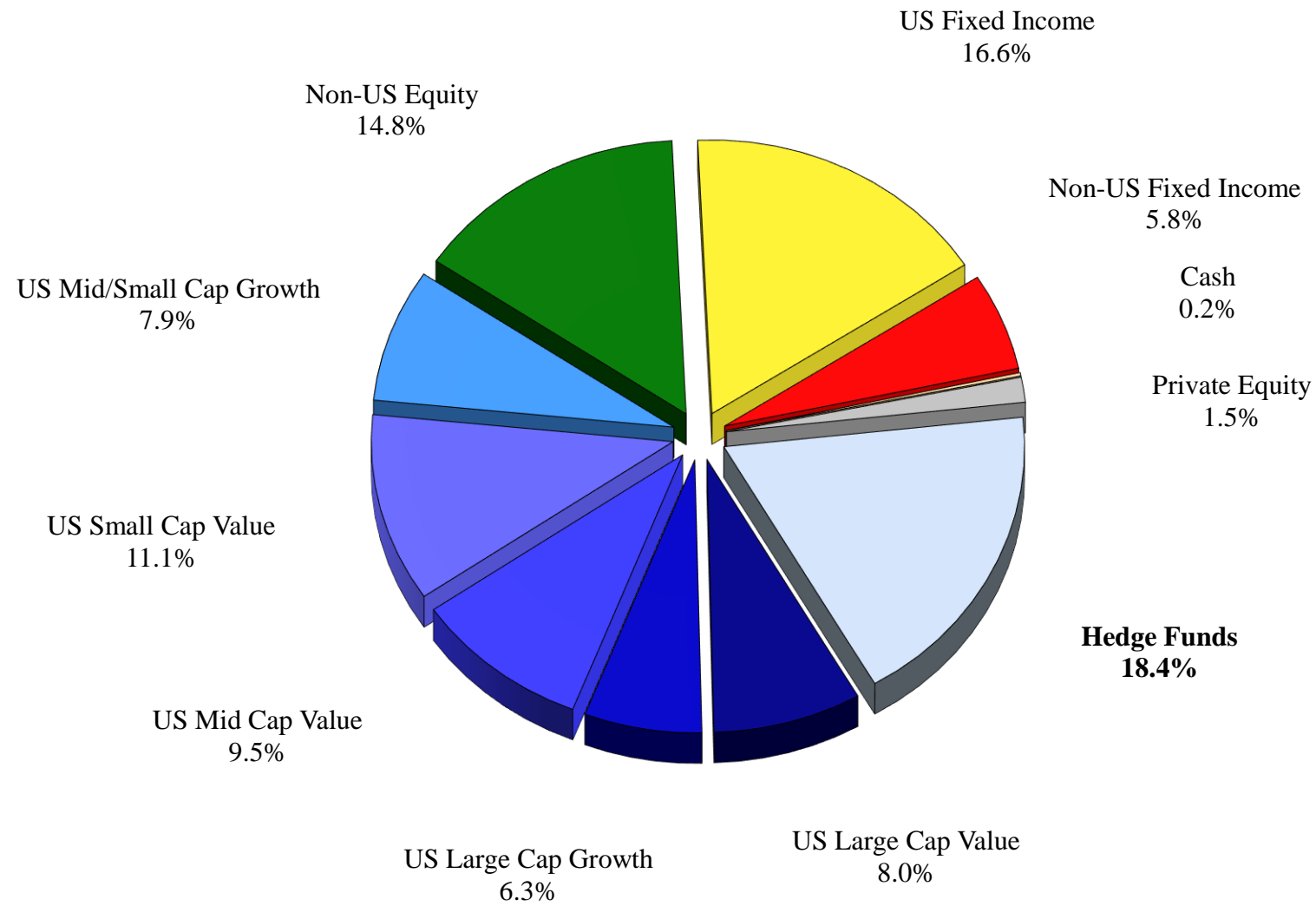


Statistics	Jun-12
Initial Contribution	\$8,000
Net Flows	-4,000
Current Market Value	\$14,383
% of Total Assets	5.76%

Returns for more than one year are annualized
Returns are Net of Fees

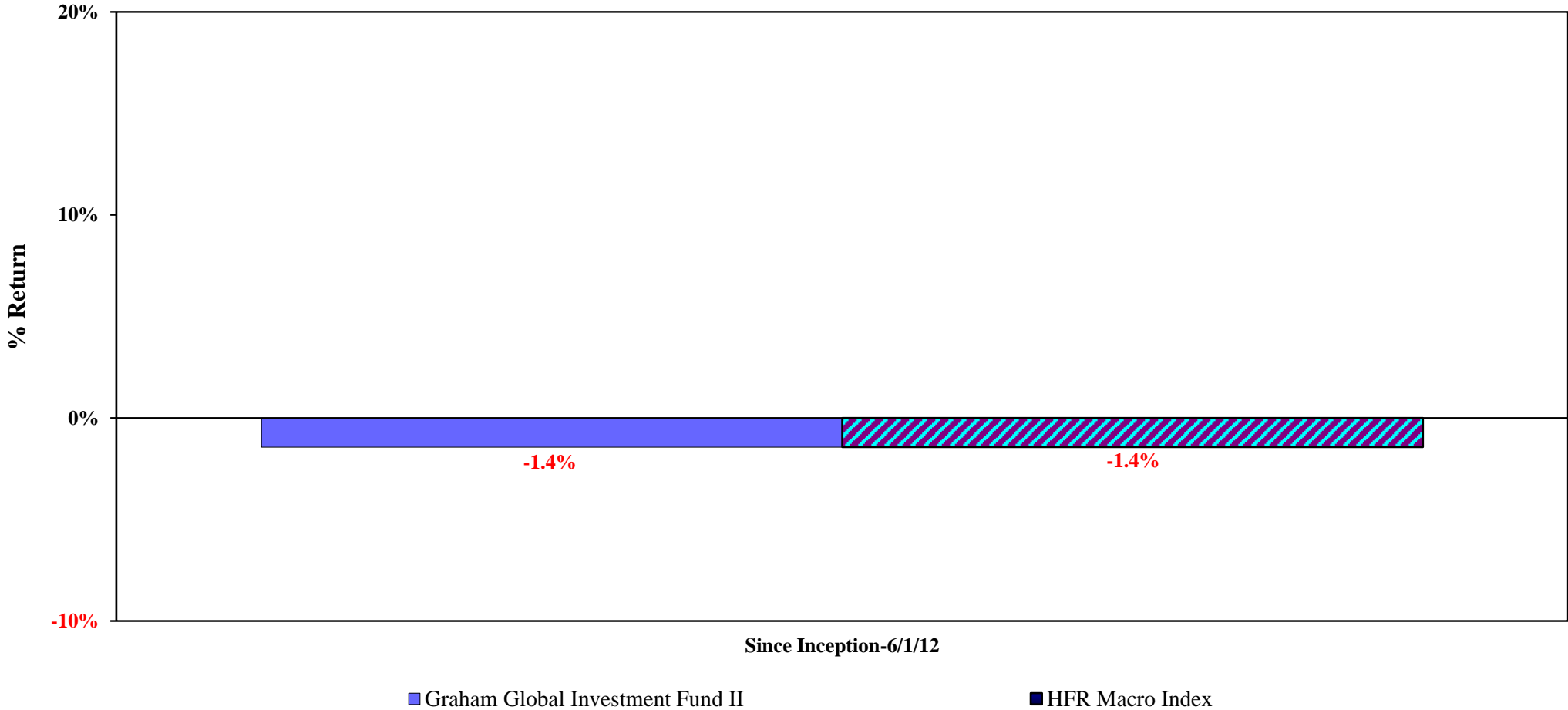
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Hedge Fund Manager Review



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Graham Global Investment Fund II

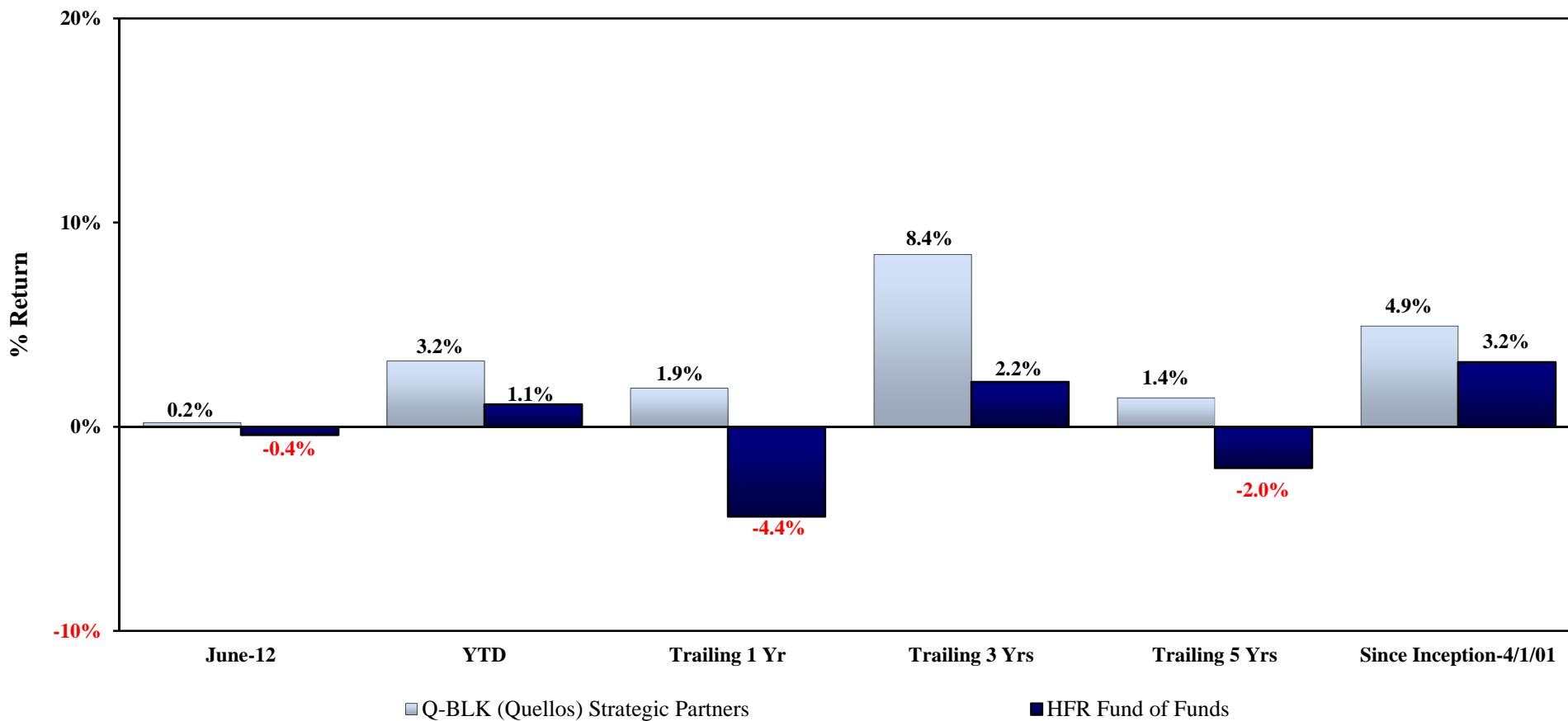


Statistics	Jun-12
Initial Contribution	\$5,000
Net Flows	0
Current Market Value	\$4,928
% of Total Assets	1.97%

Returns for more than one year are annualized
Returns are Net of Fees

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Q-BLK (Quellos) Strategic Partners

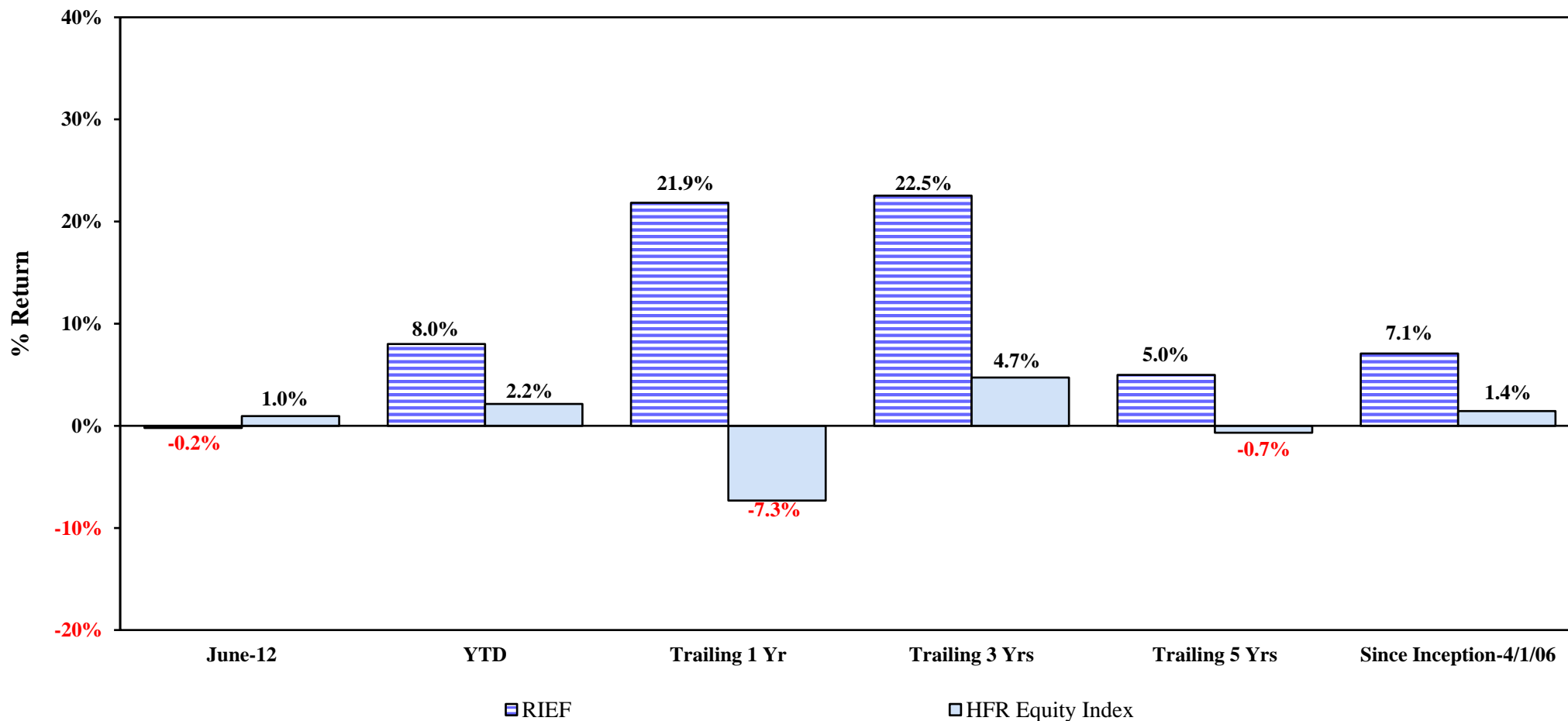


Statistics	Jun-12
Initial Contribution	\$6,000
Net Flows	0
Current Market Value	\$10,321
% of Total Assets	4.13%

Returns for more than one year are annualized
Returns are Net of Fees

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Renaissance Institutional Equity Fund



Statistics	Jun-12
Initial Contribution	\$20,000
Net Flows	0
Current Market Value	\$30,662
% of Total Assets	12.28%

Returns for more than one year are annualized
Returns are Net of Fees

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