

STANISLAUS COUNTY
EMPLOYEES' RETIREMENT ASSOCIATION
INVESTMENT PERFORMANCE ANALYSIS
SEPTEMBER 30, 2010

STRATEGIC INVESTMENT SOLUTIONS, INC.

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Capital Market Review

> General Comments

- The third quarter ended with the market at crossroad: global markets experienced a huge upswing in actual performance yet confidence in economic recovery seems to be stagnant. Year-to-date, domestic, international, and emerging market equities were all in the black. The Federal Reserve left rates at all-time lows, and the job market remains depressed – both of which indicate that we may be still in the midst of a recession. With both the BP disaster and Greek debt crisis behind us, investors now seem to be willing to tolerate more normal levels of risk. The economy however, is certainly not healthy, and may be far from it.
- The U.S. equity markets dropped into negative territory in the month of August, but came roaring back in September. The Dow Jones Industrial Average (“DJIA”) posted its best September performance since 1939. The Index was up 7.9% for the month, and 11.1% for the quarter. The S&P 500 gained 11.3%, and the NASDAQ grew 12.3% in the third quarter. For the one-year period, the U.S. equity markets posted returns in positive territory: the DJIA was up 14.1%, the S&P 500 gained 10.2%, and the NASDAQ advanced 12.3%.
- Following its meeting on September 21, 2010, the Federal Reserve left the Federal Funds target rate unchanged at 0% to 0.25%. The committee will continue to maintain the low federal funds target rate and has stated that it is “prepared to provide additional accommodation if needed to support the economic recovery.” Given a tame reading on inflation, the FOMC claims that it is “likely to warrant exceptionally low levels of the federal funds rate for an extended period.”
- Despite the general notion that the worst is behind us, the State Street Global Markets Investor Confidence Index has been on a downward trend, declining to 88.0 in September 2010 –its lowest level since January 2009. Furthermore, investor confidence in North America fell 7.3 points to 87.9, and confidence in Europe fell 1.2 points to 97.2. Asia was the only region in which Investor Confidence rose, increasing 4.4 points to 107.9.
- For the period ending 9/30/10, the one quarter returns for, respectively, the NAREIT Equity index and the NCREIF Property index (one quarter lag), were 12.83% and 3.31%; one year, 30.28% and -1.48%; three years, -6.06% and -4.71%; and five years, 1.88% and 3.78%.
- Perhaps an indication of a turn on the real estate markets is the acquisition of Extended Stay Inc. and its 680 hotels by Blackstone, along with Centerbridge Partners and Paulson & Co. This is the same Extended Stay that Blackstone sold in 2007 for \$8 billion and subsequently went bankrupt in the Great Recession.
- In addition, General Growth Properties, Inc., the 2nd largest mall owner in the US, is on the verge of winning approval to exit bankruptcy, approximately 1.5 years after filing the biggest real estate bankruptcy in US history.

Executive Performance Summary

- The composite fund returned 9.3% in the third quarter of 2010 and ranked in the 29th percentile among other public funds greater than \$100 million (8.6% median). The fund trailed its policy index (9.4%) during this time period. Longer term, the three and five-year returns of -1.5% and 3.7%, ranked above the median among total public plans (-1.9% and 3.5%, respectively).

- Third quarter results were enhanced by the following factors:
 1. The Mellon Capital S&P 500 Index Fund returned 11.3% for the quarter. The Fund matched the S&P 500 Index and ranked with the median large cap core manager.
 2. With funding from the termination of Loomis Sayles, the BlackRock Russell 1000 Growth Index Fund returned 13.0% for the quarter, matched its benchmark and peer median
 3. Delaware's return of 15.1% ranked in the top quartile among large cap growth managers (median 13.0%), and was ahead of its benchmark, the Russell 1000 Growth Index (13.0%). Above-par Consumer Discretionary (Priceline.com, Nike) and Info Tech (Qualcomm, Teradata, Verisign, Intuit) investments boosted relative performance. Over three years, the portfolio ranked just behind its peer median.
 4. The BlackRock Russell 1000 Value Index Fund (10.2%) edged out its benchmark (10.1%) and ranked in the 65th percentile among large cap value managers (median of 10.6%). It carried positive portfolio turnover.
 5. Dodge & Cox-Equity, 10.7%, ranked just above the large cap value manager median of 10.6%. The Russell 1000 Value Index gained 10.1% during the quarter. Relatively low exposure to Financials and good security selection in Info Tech (Cadence Design Systems, Motorola, Xerox) aided performance. Three-year results ranked Dodge & Cox (-9.0%) below its peer median and above its benchmark.
 6. Fund of funds manager Capital Prospects appreciated 11.4% for the quarter, and ranked in the 31st percentile among its peers (10.4% median). The Russell 2000 Value Index returned 9.7%. The portfolio benefited from its stock selection in the Industrials and relative underweight to the Financials sectors. Channing gained the most, adding 14.5% during the quarter.

Executive Performance Summary

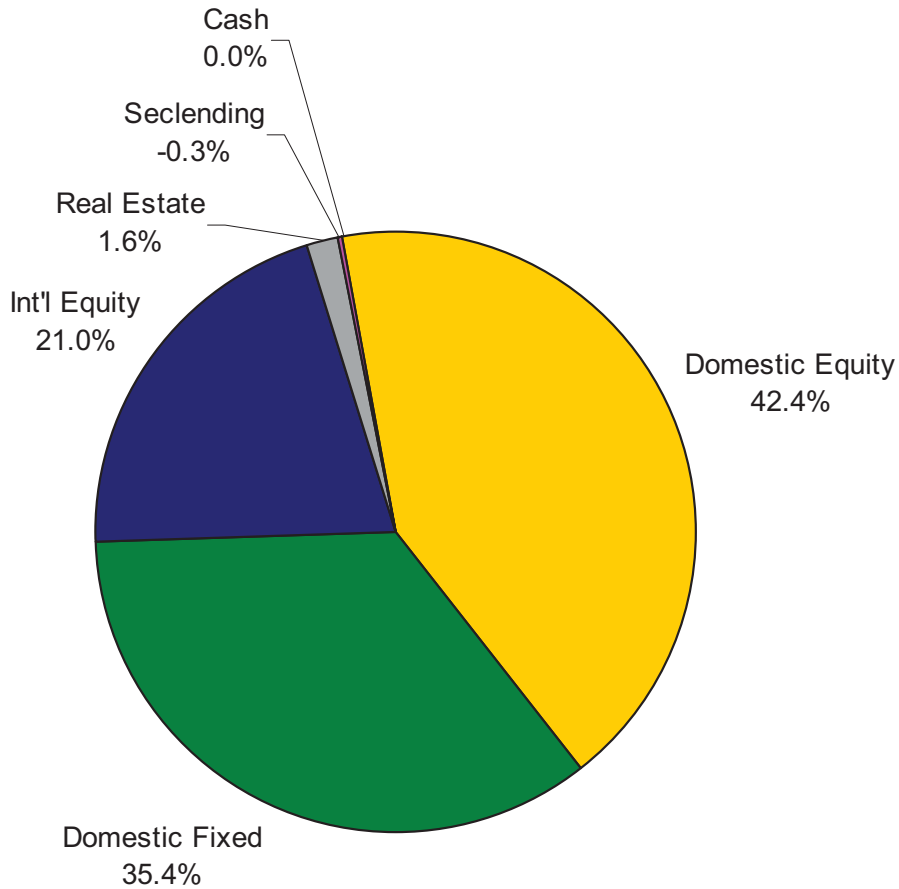
7. Pyramis' return of 16.7% matched the MSCI ACWI –ex US Index. Canadian stock selection (Potash, Valeant Pharmaceuticals) was a primary contributor. The portfolio suffered due to its Japanese investments (Tokyo Electron, Shionogi, ABC-Mart). Three-year results led its benchmark (-6.9% vs. -7.0%).
 8. The Dodge & Cox-Fixed Income's 2.6% return edged out its benchmark, the Barclays Capital Aggregate Index, 2.5%, and ranked in the third quartile among core bond managers, median return of 2.8%. D&C's corporate overweight, selective finance holdings and nominal yield advantage aided relative returns. D&C was up 8.6% for three years while its benchmark was up 7.4%.
 9. In its first full quarter, bond manager PIMCO returned 3.4%, as the Barclays Aggregate Index gained 2.5%. PIMCO's emphasis on duration overweight, selective mortgage selection, plus a yield curve steepening position, positively impacted performance. An underweight to CMBS detracted.
 10. The Invesco Realty Fund added 18.9%. Its benchmark, the FTSE EPRA/NAREIT Global Index was up 18.4%. Invesco ranked in the 4th percentile among global real estate portfolios.
- Third quarter results were hindered by the following factors:
 1. Fund of funds manager Legato Capital was surpassed by its benchmark, the Russell 2000 Growth Index (10.2% vs. 12.8%) and ranked in the 69th percentile among small cap growth managers. It was hurt by below par stock selection in the Info Tech sector. RiverBridge Partners trailed during the quarter, at 9.1%.
 2. LSV (15.3%) under-performed the MSCI ACWI -ex US (16.7%) and ranked 71st among international equity managers. LSV results lagged as growth stocks outperforming value in the third quarter. It carried relative underweights to Brazil and the UK. Over three years, LSV (-7.5%) did not meet its benchmark (-7.0%).

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StanCERA Plan

As of September 30, 2010

Allocation by Manager Type

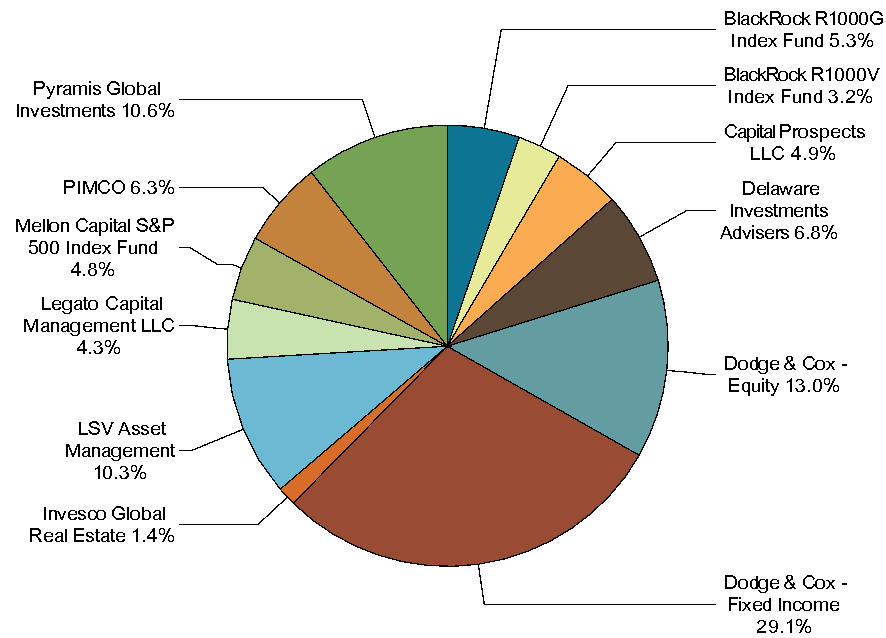


Manager	Market Value	Current%
Cash	6,223	0.0
Domestic Equity	542,551,970	42.4
Domestic Fixed	452,935,606	35.4
Int'l Equity	268,424,842	21.0
Real Estate	20,181,428	1.6
SecLending	-3,918,961	-0.3
Total	1,280,181,108	100.0

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As of September 30, 2010

Manager Allocation Analysis - Total Plan



FUND	Ending Market Value	Current %
BlackRock R1000G Index Fund	68,038,095	5.3
BlackRock R1000V Index Fund	40,814,019	3.2
Capital Prospects LLC	63,088,447	4.9
Cash (BlackRock)	6,223	0.0
Delaware Investments Advisers	87,032,262	6.8
Dodge & Cox - Equity	166,703,133	13.0
Dodge & Cox - Fixed Income	372,719,340	29.1
Invesco Global Real Estate	17,409,992	1.4
LSV Asset Management	132,487,666	10.3
Legato Capital Management LLC	55,520,047	4.3
Loomis Sayles and Company	354,595	0.0
Mellon Capital S&P 500 Index Fund	61,001,371	4.8
PIMCO	80,216,266	6.3
Pyramis Global Investments	135,937,176	10.6
12th St Bldg	2,771,436	0.2
Security Lending Liability	-3,918,961	-0.3
TOTAL	1,280,181,108	100.0

OTHERS category includes managers with less than 1% of Total Ending Market Value.

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Periods Ending September 30, 2010

Performance Summary

	FISCAL 1		CALENDAR		1 YEAR		2 YEAR		3 YEAR		5 YEAR	
	QTR		YTD									
Total Fund *	9.3	29	6.3	67	11.1	36	8.9	7	-1.5	41	3.7	47
<i>Policy Index</i> ¹	9.4	28	6.9	40	10.7	46	6.5	36	-1.5	39	3.7	47
<i>Public Plan > \$100 Million Median</i>	8.6		6.7		10.5		5.6		-1.9		3.5	
US EQUITY MANAGERS												
LARGE CORE												
Mellon Capital - gross of fees	11.3	51	3.9	47	10.2	47	1.4	62	-7.1	60	0.7	67
<i>Mellon Capital - net of fees</i>	11.3		3.9		10.2		1.3		-7.1		0.7	
<i>S&P 500 Index</i>	11.3	54	3.9	58	10.2	55	1.3	71	-7.2	67	0.6	73
LARGE GROWTH												
BlackRock R1000G - gross of fees²	13.0	50										
<i>BlackRock R1000G - net of fees</i>	13.0											
Delaware	15.1	24	4.9	44	16.2	13	8.6	16	-4.6	54		
<i>Delaware - net of fees</i>	15.0		4.5		15.6		8.1		-5.1			
<i>Russell 1000 Growth Index</i>	13.0	51	4.4	52	12.7	45	5.1	32	-4.4	49		
LARGEVALUE												
BlackRock R1000V - gross of fees	10.2	65	4.7	45	9.1	50						
<i>BlackRock R1000V - net of fees</i>	10.2		4.7		9.1							
Dodge & Cox - gross of fees	10.7	44	2.5	79	7.2	83	2.1	26	-9.0	62	-0.5	70
<i>Dodge & Cox - net of fees</i>	10.7		2.4		7.0		1.9		-9.1		-0.6	
<i>Russell 1000 Value Index</i>	10.1	68	4.5	53	8.9	56	-1.3	88	-9.4	74	-0.5	71
SMALL GROWTH												
Legato Capital - gross of fees	10.2	69	8.5	61	14.0	66						
<i>Legato Capital - net of fees</i>	10.0		7.8		12.9							
<i>Russell 2000 Growth Index</i>	12.8	33	10.2	43	14.8	58						
SMALL VALUE												
Capital Prospects - gross of fees	11.4	31	11.2	25	15.0	40						
<i>Capital Prospects - net of fees</i>	11.2		10.5		14.1							
<i>Russell 2000 Value Index</i>	9.7	64	7.9	70	11.8	84						
US Equity Composite	11.7	38	4.8	57	11.5	53	2.8	53	-7.9	83	-0.4	90
<i>80% R1000/20% R2000</i>	11.8	37	5.6	51	11.6	52	2.4	56	-6.1	59	1.2	60
<i>Russell 3000 Index</i>	11.5	43	4.8	58	11.0	57	1.9	61	-6.6	64	0.9	66

Rankings: 1=highest, 100=low est.

* Total Fund and US managers are ranked against appropriate peer universes. Other managers and asset class composites are ranked against asset class universes.

¹ Effective 5/1/10, policy Index is 32.9% Russell 1000, 8.5% Russell 2000, 20% MSCI ACWI -ex US, 37.1% Barclays Aggregate, 1.5% FTSE EPRA/NAREIT. MSCI ACWI-ex US return is linked with previous MSCI EAFE returns.

² Funded 7/6/10.

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Periods Ending September 30, 2010

Performance Summary

	FISCAL 1		CALENDAR		1 YEAR		2 YEAR		3 YEAR		5 YEAR	
	QTR		YTD									
INTERNATIONAL EQUITY MANAGERS												
LSV - gross of fees	15.3	71	4.9	36	8.4	34	9.1	20	-7.5	52	4.4	40
LSV - net of fees	15.1		4.4		7.7		8.4		-8.1		3.8	
Pyramis - gross of fees	16.7	36	4.9	36	9.6	28	7.5	33	-6.9	45		
Pyramis - net of fees	16.5		4.5		9.1		7.0		-7.3			
International Equity Composite	16.0	55	4.9	36	9.0	31	8.4	25	-7.1	47	4.7	35
MSCI ACWI -ex US Index	16.7	36	4.1	41	8.0	37	7.2	35	-7.0	45	4.7	35
US FIXED INCOME MANAGER												
CORE												
Dodge & Cox - gross of fees	2.6	72	7.7	71	9.7	45	13.9	16	8.6	27	7.2	25
Dodge & Cox - net of fees	2.5		7.6		9.5		13.8		8.5		7.1	
PIMCO - gross of fees	3.4	25										
PIMCO - net of fees	3.3											
Barclays Aggregate Index	2.5	79	7.9	63	8.2	80	9.4	78	7.4	70	6.2	72
US Fixed Income Composite	2.7	62	8.3	57	10.2	50	14.2	30	8.8	29	7.3	33
Barclays Aggregate Index	2.5	70	7.9	63	8.2	71	9.4	68	7.4	60	6.2	66
GLOBAL REAL ESTATE												
Invesco - gross of fees	18.9	4	12.2	20	17.1	11	3.7	11				
Invesco - net of fees	18.7		11.6		16.3		3.0					
FTSE EPRA/NAREIT	18.4	4	13.4	15	18.4	9	3.0	11				
REAL ESTATE												
12th Street	0.0											

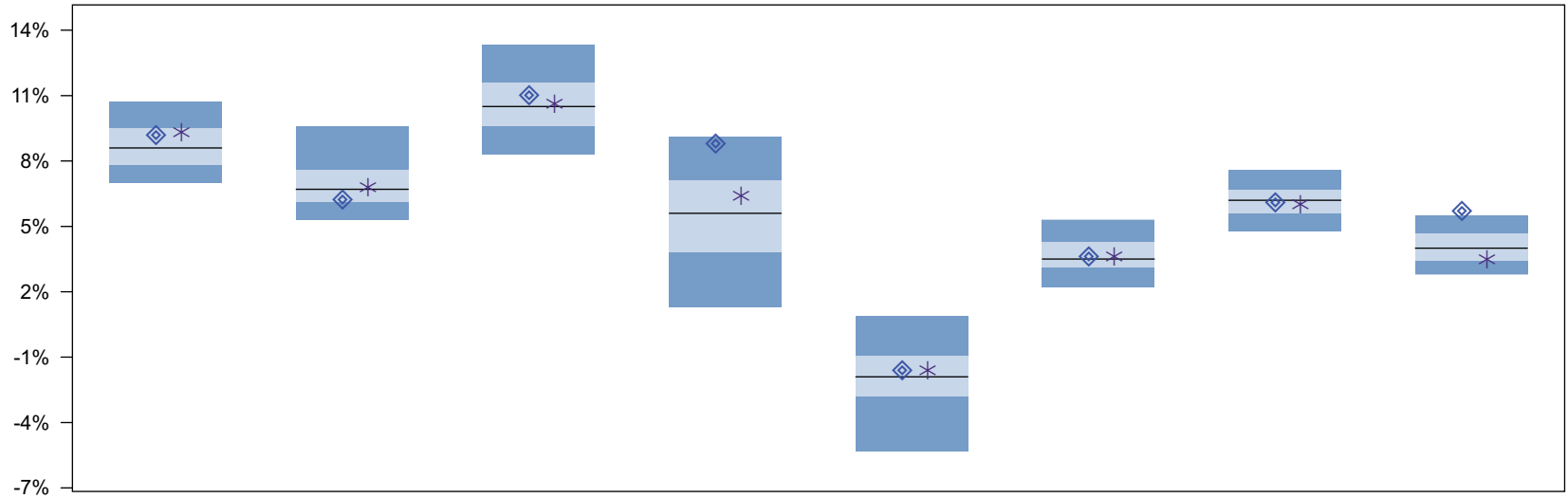
Rankings: 1=highest, 100=low est.

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PUBLIC FUNDS > \$100 MILLION

Periods Ending September 30, 2010

Total Returns



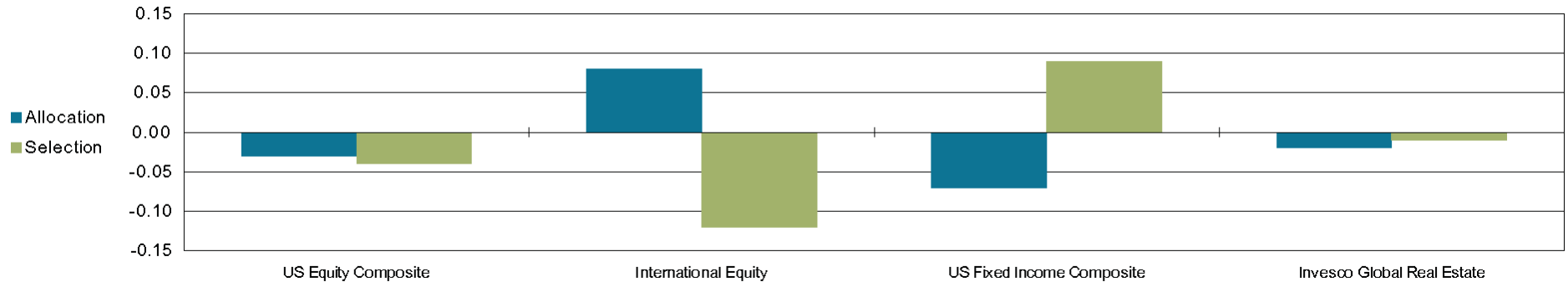
	FISCAL 1 QTR		CALENDAR YTD		1 YEAR		2 YEAR		3 YEAR		5 YEAR		7 YEAR		10 YEAR	
◆ StanCERA Plan	9.3	29	6.3	67	11.1	36	8.9	7	-1.5	41	3.7	47	6.2	47	5.8	3
* Investment Policy Index	9.4	28	6.9	40	10.7	46	6.5	36	-1.5	39	3.7	47	6.1	51	3.6	64
Median	8.6		6.7		10.5		5.6		-1.9		3.5		6.2		4.0	

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June 30, 2010 Through September 30, 2010

Total Plan Attribution

	BEGINNING WTS			BASE RETURNS			VALUE ADDED			
	Fund	Index	Difference	Fund	Index	Difference	Allocation	Selection	Total	Timing
StanCERA Plan										
US Equity Composite <i>80% R1/20% R2</i>	41.7	41.4	0.3	11.73	11.83	-0.10	-0.03	-0.04	-0.07	
International Equity <i>MSCI ACWI-ex US</i>	19.7	20.0	-0.3	16.01	16.66	-0.66	0.08	-0.12	-0.04	
US Fixed Income Composite <i>BC AGGREGATE</i>	37.4	37.1	0.3	2.71	2.48	0.23	-0.07	0.09	0.02	
Invesco Global Real Estate <i>FTSE EPRA NAREIT Global Return</i>	1.2	1.5	-0.3	18.93	18.44	0.49	-0.02	-0.01	-0.03	
StanCERA Plan <i>Investment Policy Index</i>	100.0	100.0	0.0	9.30	9.41	-0.11	-0.04	-0.07	-0.12	0.01



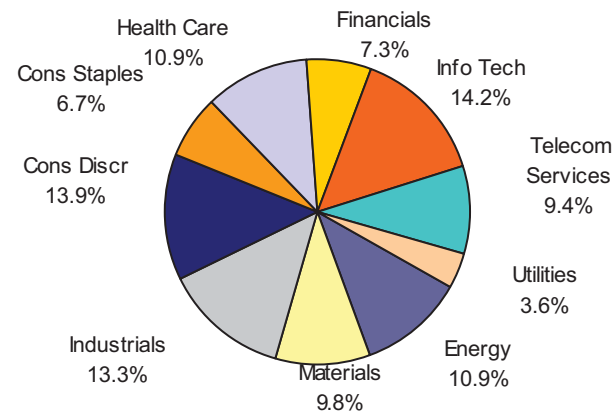
Capital Market Review

DOMESTIC MARKETS

Domestic Equity - Russell 3000

- The Russell 3000 Index gained 11.3% during the third quarter of 2010. Every sector within the Russell Index posted positive returns, with eight of ten sectors providing double-digit gains. The greatest sector contributors to quarterly performance included rallies in Information Technology, Consumer Discretionary, and Industrials. These sectors account for over forty percent of the index weight.
- In a continuation of the second quarter results, all sectors reported positive returns over the trailing 12 months. The best performing sectors for the trailing one year time frame were Industrials, Consumer Discretionary and Telecom Services, comprising more than one-third of the index's weight. They returned 18.0%, 23.6% and 19.1%, respectively, and as a result, had the largest positive impact on returns.

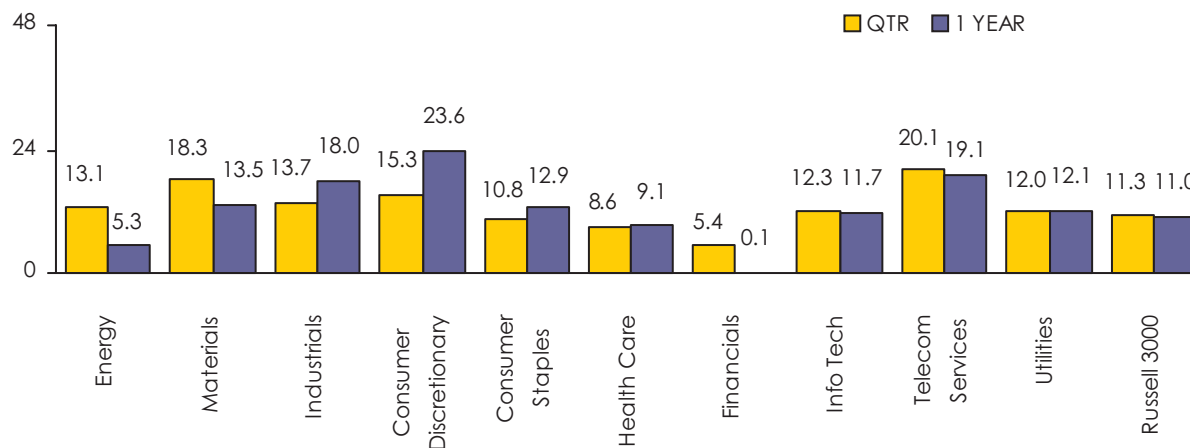
Ending Sector Weights



Characteristics

Div. Yield (%)	1.9
P/B Ratio	2.1
P/E Ratio	13.3
Fundamental Beta	1.01
Market Cap \$(MM)	66,020

Sector Returns (%)

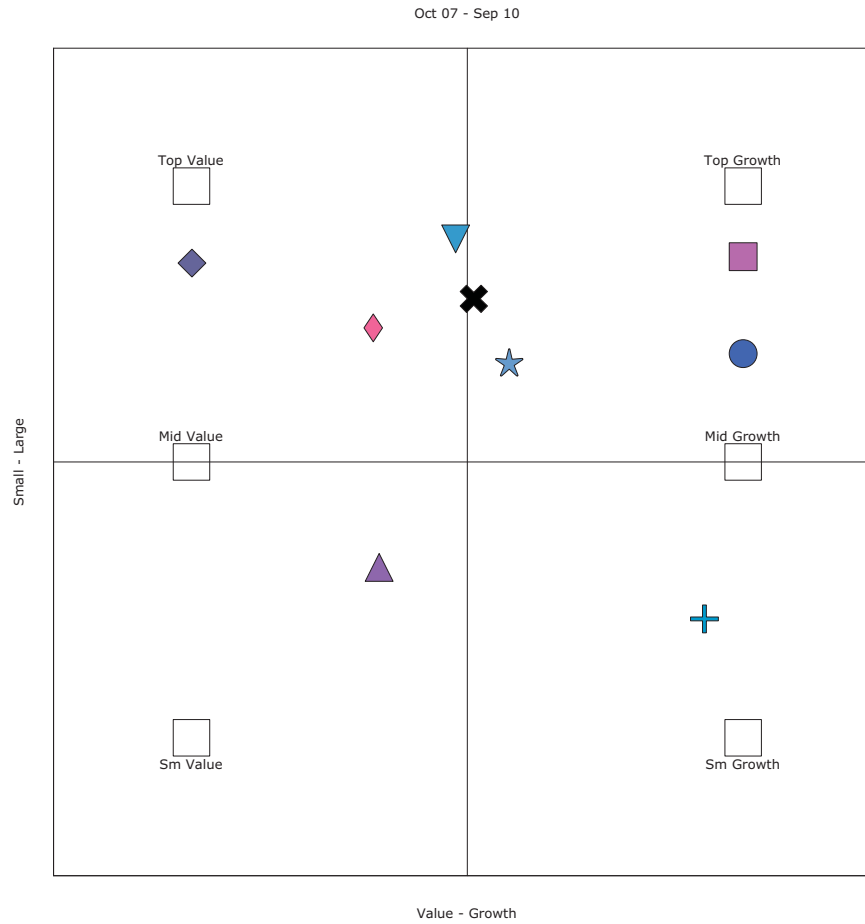


Contribution to Return:

	Energy	Materials	Industrials	Consumer Discretionary	Consumer Staples	Health Care	Financials	Info Tech	Telecom Services	Utilities	Russell 3000
Qtr.	1.3	0.7	1.5	1.7	1.1	1.1	0.9	2.3	0.6	0.5	
1 Yr.	0.6	1.3	2.4	3.3	0.9	1.0	0.0	1.7	1.8	0.4	

Returns Based Style Analysis - US Equity Composite

US Equity Style Map



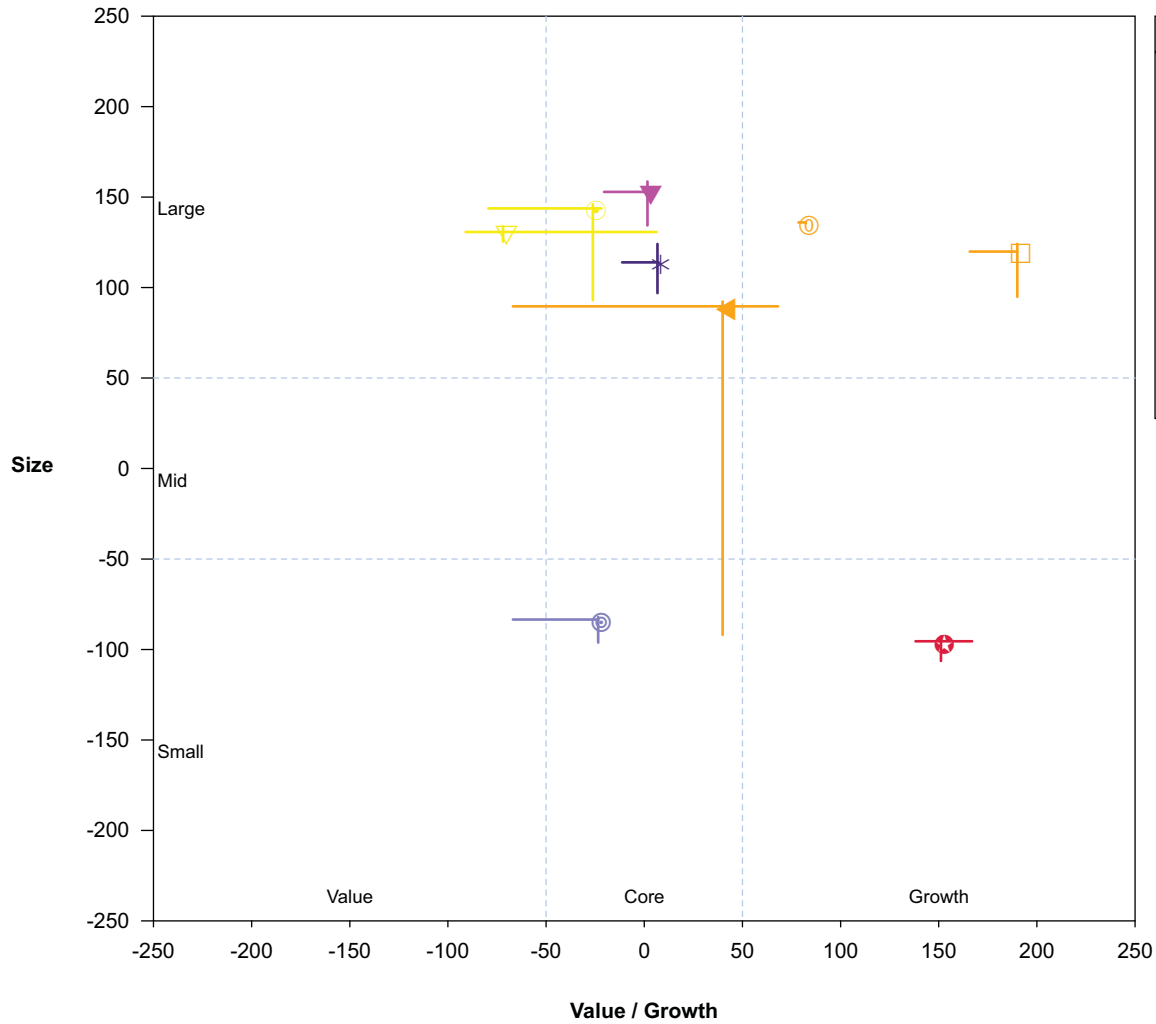
Legend

- BlackRock Russell 1000 Growth Index Fund
- ◆ BlackRock Russell 1000 Value Index Fund
- ▲ Capital Prospects
- Delaware Investments Advisers
- ◇ Dodge & Cox -Equity
- ⊕ Legato Capital
- ▼ Mellon S&P 500 Index Fund
- ★ StanCERA Equity Composite
- ✕ Russell 3000 Index

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Period Ending September 30, 2010

US Equity Style Analysis - Drift Over Time



FUND	Value / Growth	Size
⊙ BlackRock R1000G Index Fund	82.24	136.02
▽ BlackRock R1000V Index Fund	-71.94	130.76
⊙ Capital Prospects LLC	-23.46	-83.47
□ Delaware Investments Advisers	189.99	119.91
⊙ Dodge & Cox - Equity	-26.18	143.76
★ Legato Capital Management LLC	151.15	-95.46
▽ Mellon Capital S&P 500 Index Fund	1.61	152.92
◀ US Equity Composite	39.92	89.61
* RUSSELL 3000	6.75	113.94

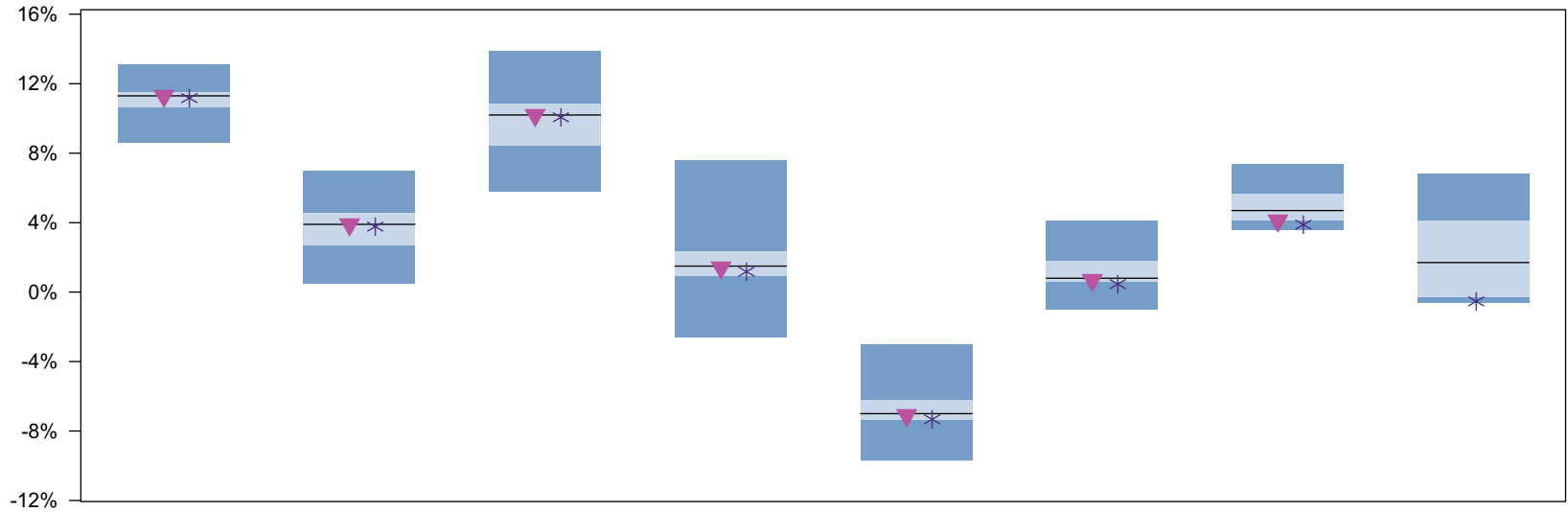
* Equity style analysis is based on Morningstar@ Size and VCG Scores and Morningstar Style Box(TM) methodology

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US Equity Funds - Large Core

Periods Ending September 30, 2010

Total Returns

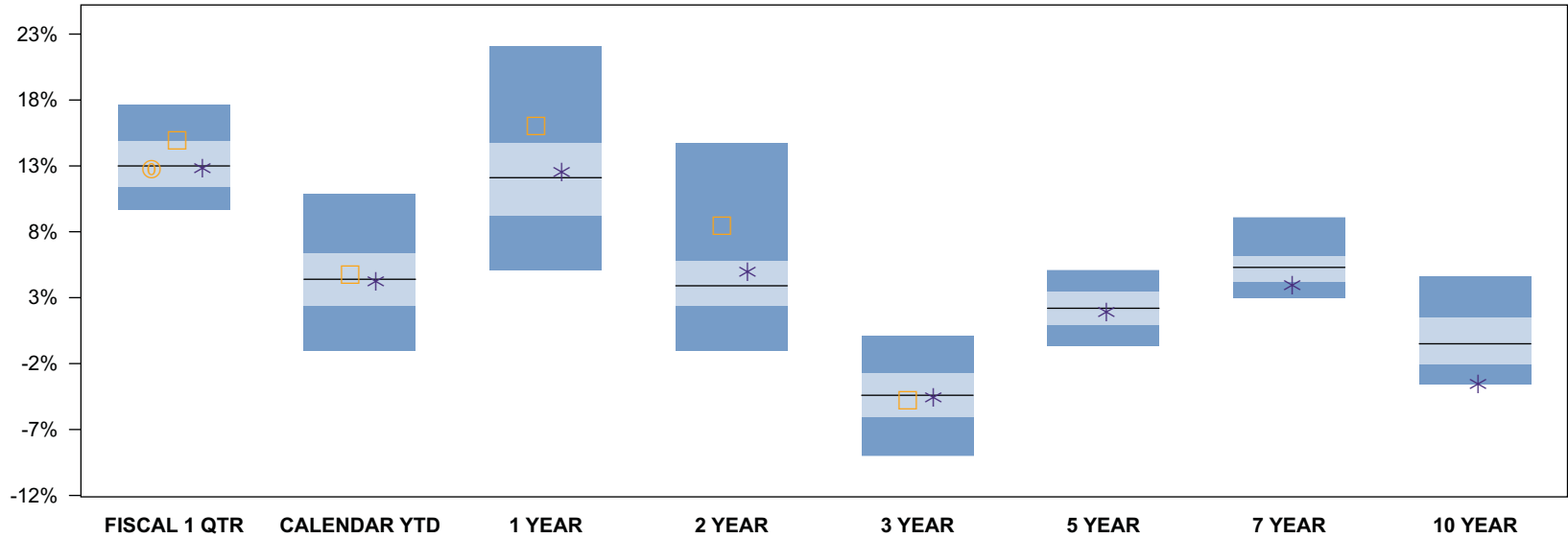


	FISCAL 1 QTR		CALENDAR YTD		1 YEAR		2 YEAR		3 YEAR		5 YEAR		7 YEAR		10 YEAR	
▼ Mellon Capital S&P 500 Inde	11.3	51	3.9	47	10.2	47	1.4	62	-7.1	60	0.7	67	4.1	81		
* S&P 500	11.3	54	3.9	58	10.2	55	1.3	71	-7.2	67	0.6	73	4.0	89	-0.4	90
Median	11.3		3.9		10.2		1.5		-7.0		0.8		4.7		1.7	

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US Equity Funds - Large Growth
 Periods Ending September 30, 2010

Total Returns



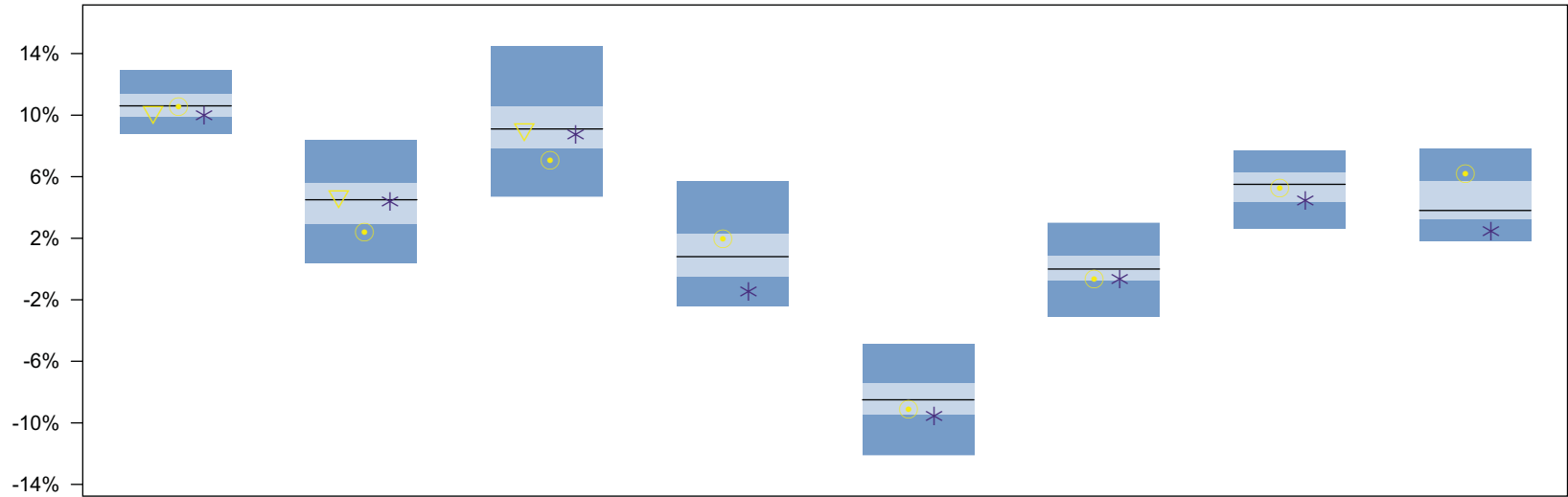
	FISCAL 1 QTR	CALENDAR YTD	1 YEAR	2 YEAR	3 YEAR	5 YEAR	7 YEAR	10 YEAR								
⊙ BlackRock R1000G Index Fu	13.0	50														
□ Delaware Investments Advise	15.1	24	4.9	44	16.2	13	8.6	16	-4.6	54						
* RUSSELL 1000 GROWTH	13.0	51	4.4	52	12.7	45	5.1	32	-4.4	49	2.1	56	4.1	77	-3.4	95
Median	13.0		4.4		12.1		3.9		-4.4		2.2		5.3		-0.5	

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US Equity Funds - Large Value

Periods Ending September 30, 2010

Total Returns

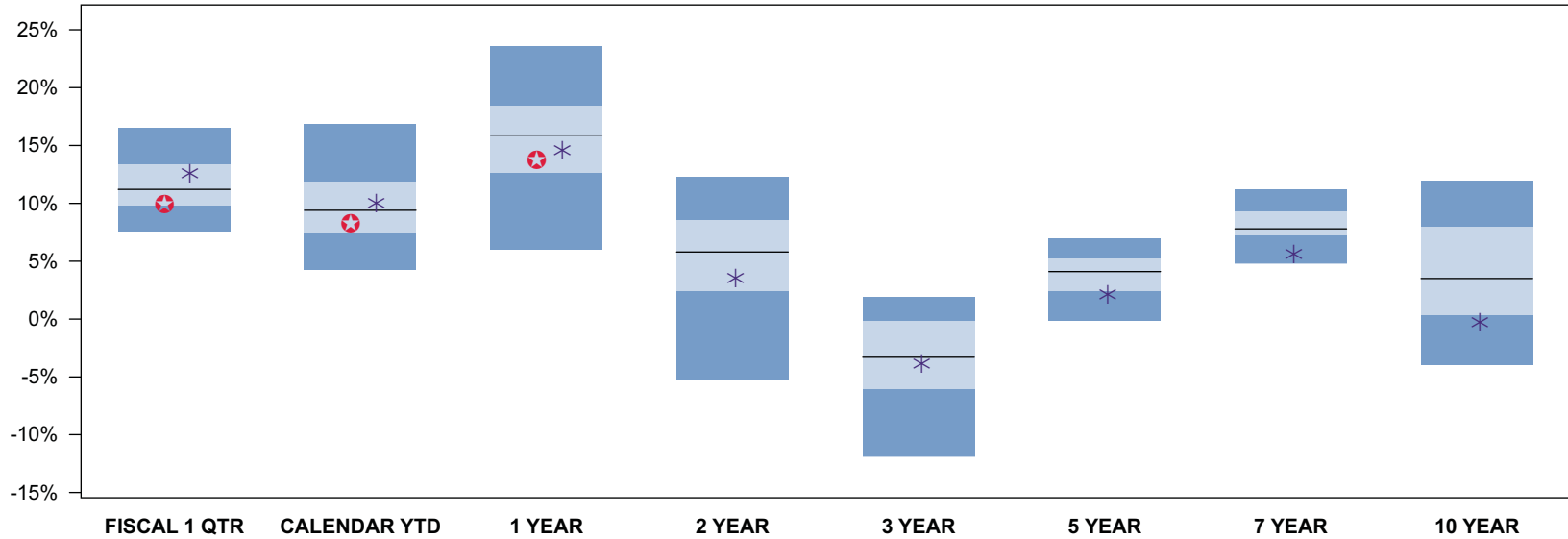


	FISCAL 1 QTR		CALENDAR YTD		1 YEAR		2 YEAR		3 YEAR		5 YEAR		7 YEAR		10 YEAR	
▽ BlackRock R1000V Index Fu	10.2	65	4.7	45	9.1	50										
● Dodge & Cox - Equity	10.7	44	2.5	79	7.2	83	2.1	26	-9.0	62	-0.5	70	5.4	53	6.3	13
* Russell 1000 Value Index	10.1	68	4.5	53	8.9	56	-1.3	88	-9.4	74	-0.5	71	4.6	71	2.6	85
Median	10.6		4.5		9.1		0.8		-8.5		-0.0		5.5		3.8	

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US Equity Funds - Small Growth
 Periods Ending September 30, 2010

Total Returns



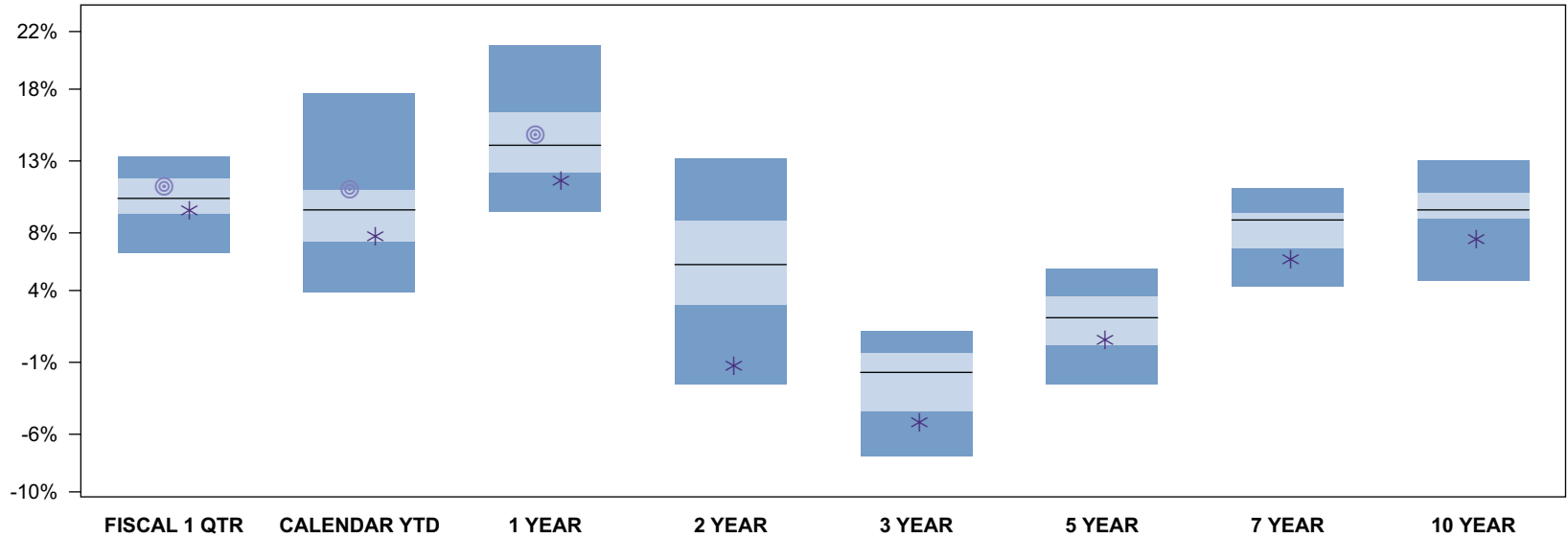
	FISCAL 1 QTR		CALENDAR YTD		1 YEAR		2 YEAR		3 YEAR		5 YEAR		7 YEAR		10 YEAR	
★ Legato Capital Management	10.2	69	8.5	61	14.0	66										
* RUSSELL 2000 GROWTH	12.8	33	10.2	43	14.8	58	3.7	66	-3.7	56	2.3	76	5.8	89	-0.1	83
Median	11.2		9.4		15.9		5.8		-3.3		4.1		7.8		3.5	

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US Equity Funds - Small Value

Periods Ending September 30, 2010

Total Returns



	FISCAL 1 QTR		CALENDAR YTD		1 YEAR		2 YEAR		3 YEAR		5 YEAR		7 YEAR		10 YEAR	
⊙ Capital Prospects LLC	11.4	31	11.2	25	15.0	40										
* RUSSELL 2000 VALUE	9.7	64	7.9	70	11.8	84	-1.1	90	-5.0	83	0.7	67	6.3	82	7.7	88
Median	10.4		9.6		14.1		5.8		-1.7		2.1		8.9		9.6	

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Mellon S&P 500 Index Fund
Quarter Ending September 30, 2010

Equity Only Summary Statistics

Portfolio Characteristics		
	Mellon S&P 500	S&P 500
Total Number of Securities	500	500
Average Market Cap (000's)	80,923,736	80,958,689
Median Market Cap (000's)	9,754,785	9,754,785
P/E Ratio	15.11	15.12
Dividend Yield	2.03	2.03
Beta	1.00	1.00
Price/Book Ratio	3.29	3.29
Return on Equity	18.00	17.98
Earnings Growth - 5 Years	5.18	5.18

Ten Largest Holdings		
Name	\$	Weight
EXXON MOBIL CORP	1,854,388	3.0
APPLE INC	1,527,834	2.5
MICROSOFTCORP	1,099,186	1.8
GENERAL ELECTRIC CO	1,031,414	1.7
JOHNSON +JOHNSON	1,005,894	1.7
PROCTER +GAMBLE CO/THI	1,003,036	1.6
INTL BUSINESS MACHINES C	996,934	1.6
AT+T INC	996,277	1.6
CHEVRON CORP	960,454	1.6
JPMORGAN CHASE + CO	889,663	1.5

Ten Best Performers	
Name	Return
PRICELINE.COM INC	97.3
CITRIX SYSTEMS INC	61.6
ANADARKO PETROLEUM CORP	58.3
MCAFFEE INC	53.9
CF INDUSTRIES HOLDINGS INC	50.7
EXPEDIA INC	50.7
FREEPORT MCMORAN COPPER	45.1
AMAZON.COMINC	43.8
RED HAT INC	41.7
INTERPUBLIC GROUP OF COS INC	40.7

Ten Worst Performers	
Name	Return
H+R BLOCKINC	-16.5
VULCAN MATERIALS CO	-15.2
MICRON TECHNOLOGY INC	-15.1
SOUTHWESTERN ENERGY CO	-13.5
SANDISK CORP	-12.9
FLIR SYSTEMS INC	-11.7
NEW YORK TIMES CO CL A	-10.5
INTUITIVESURGICAL INC	-10.1
GANNETT CO	-8.9
BANK OF AMERICA CORP	-8.7

StanCERA

Mellon Capital S&P 500 Index Fund

Benchmark: S&P 500

Quarter Ending September 30, 2010

Equity Performance Attribution

	BEGINNING WTS			BASE RETURNS			VALUE ADDED		
	Fund	Index	Difference	Buy / Hold	Index	Difference	Allocation	Selection	Total
Mellon Capital S&P 500 Index Fund									
CONSUMER DISCRETIONARY	11.4	11.4	0.0	14.9	15.0	-0.0	0.00	-0.00	-0.00
CONSUMER STAPLES	10.3	10.2	0.1	10.3	10.3	0.0	-0.00	0.00	0.00
ENERGY	10.6	10.7	-0.1	13.1	13.1	0.1	-0.00	0.01	0.00
FINANCIALS	16.4	16.4	-0.0	4.2	4.3	-0.1	0.00	-0.02	-0.02
HEALTH CARE	12.0	12.0	0.0	8.9	8.9	0.0	-0.00	0.00	-0.00
INDUSTRIALS	10.6	10.5	0.0	14.5	14.5	-0.0	0.00	-0.00	-0.00
INFORMATION TECHNOLOGY	18.6	18.6	-0.0	11.6	11.6	-0.0	-0.00	-0.00	-0.00
MATERIALS	3.4	3.5	-0.0	17.7	17.7	-0.0	-0.00	-0.00	-0.00
TELECOMMUNICATION SERVICES	3.0	3.0	-0.0	21.3	21.3	-0.0	-0.00	-0.00	-0.00
UTILITIES	3.7	3.7	0.1	12.6	12.4	0.1	0.00	0.00	0.01
TOTAL	100.0	100.0	0.0	11.3	11.3	-0.0	-0.00	-0.01	-0.01

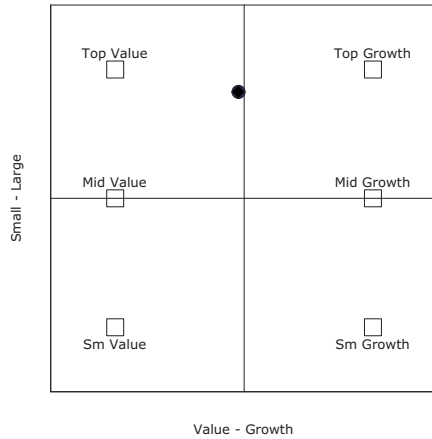
StanCERA

3 Years Ending September 30, 2010

Returns Based Style Analysis - Mellon S&P 500 Index Fund

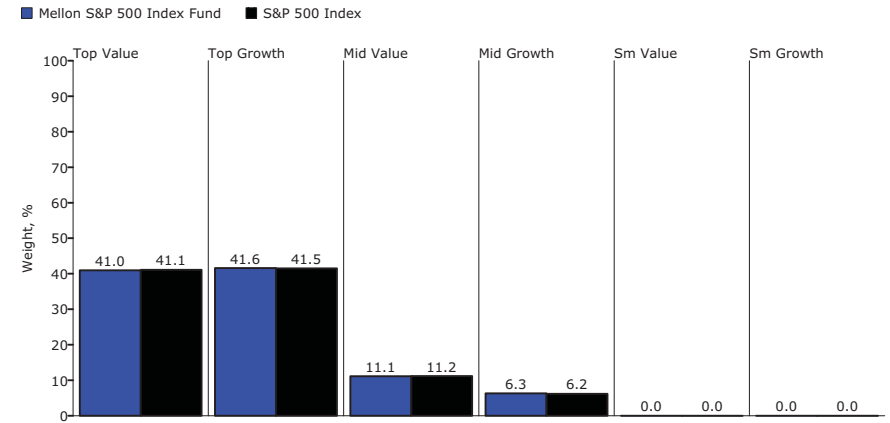
US Equity Style Map

Oct 07 - Sep 10



US Equity Style Exposures

Oct 07 - Sep 10

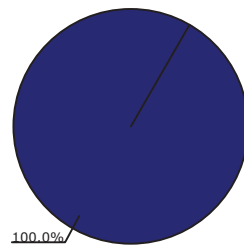
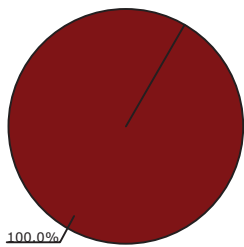


R-Squared (Style Analysis)

Oct 07 - Sep 10

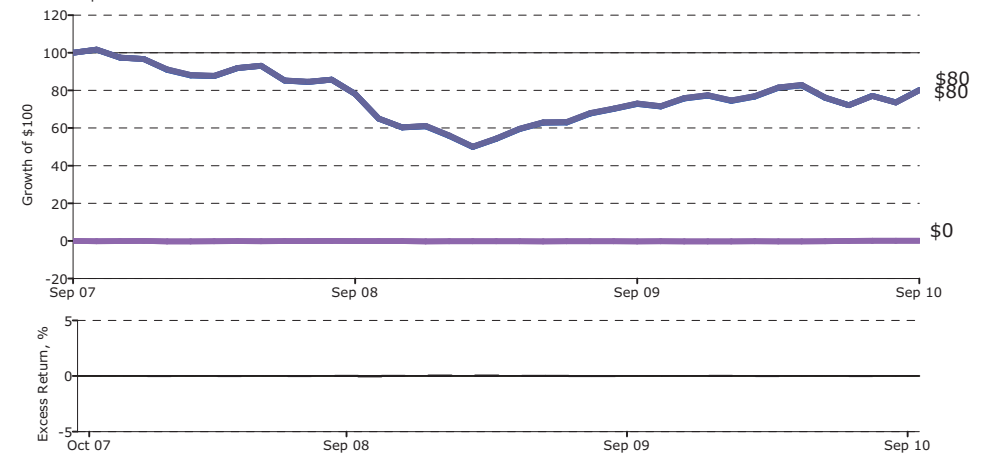
■ Style R-Squared

■ Benchmark R-Squared



Cumulative Total, Style & Selection Return

Oct 07 - Sep 10



Legend

▲ S&P 500 Index ● Mellon S&P 500 Index Fund

■ Total
■ Selection

■ Style

StanCERA

BlackRock Russell 1000 Growth Index Fund
Quarter Ending September 30, 2010

Equity Only Summary Statistics

Portfolio Characteristics		
	BlackRock R1000 Growth	RUSSELL 1000 GROWTH
Total Number of Securities	626	629
Average Market Cap (000's)	76,078,007	76,085,473
Median Market Cap (000's)	5,355,795	5,345,910
P/E Ratio	17.15	17.15
Dividend Yield	1.54	1.54
Beta	0.98	0.98
Price/Book Ratio	4.66	4.66
Return on Equity	22.23	22.24
Earnings Growth - 5 Years	11.80	11.78

Ten Largest Holdings		
Name	\$	Weight
EXXON MOBIL CORP	3,307,011	4.9
APPLE INC	2,950,338	4.4
INTL BUSINESS MACHINES C	1,965,588	2.9
GOOGLE INCCL A	1,463,845	2.2
MICROSOFTCORP	1,434,011	2.1
CISCO SYSTEMS INC	1,429,222	2.1
ORACLE CORP	1,168,817	1.7
HEWLETT PACKARD CO	1,127,377	1.7
COCA COLACO/THE	1,050,773	1.6
PHILIP MORRIS INTERNATIOI	998,174	1.5

Ten Best Performers	
Name	Return
PRICELINE.COM INC	97.3
ATMEL CORP	65.8
CNH GLOBALN.V.	61.8
CITRIX SYSTEMS INC	61.6
INFORMATICA CORP	60.8
LAS VEGASSANDS CORP	57.4
FOSSIL INC	55.0
MCAFEE INC	53.9
F5 NETWORKS INC	51.4
MOSAIC CO/THE	50.9

Ten Worst Performers	
Name	Return
CAPITOL FEDERAL FINANCIAL	-24.4
LINCARE HOLDINGS INC	-22.3
FTI CONSULTING INC	-20.4
AEROPOSTALE INC	-18.8
VISTAPRINTNV	-18.6
CARLISLE COS INC	-16.6
H+R BLOCKINC	-16.5
STRAYER EDUCATION INC	-15.7
ITT EDUCATIONAL SERVICES INC	-15.4
VCA ANTECHINC	-14.8

StanCERA

BlackRock R1000G Index Fund

Benchmark: RUSSELL 1000 GROWTH

Quarter Ending September 30, 2010

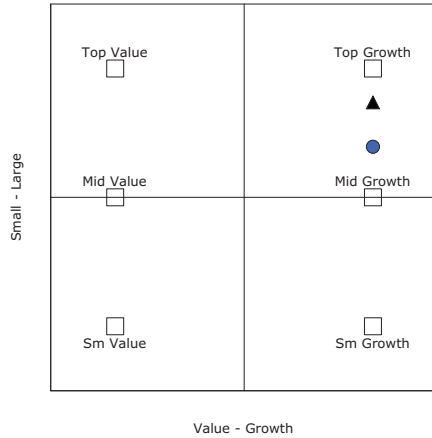
Equity Performance Attribution

	BEGINNING WTS			BASE RETURNS			VALUE ADDED		
	Fund	Index	Difference	Buy / Hold	Index	Difference	Allocation	Selection	Total
BlackRock R1000G Index Fund									
CONSUMER DISCRETIONARY	15.3	15.3	0.0	17.7	17.7	0.0	0.00	0.00	0.00
CONSUMER STAPLES	8.5	8.5	0.0	13.1	13.1	-0.0	0.00	-0.00	-0.00
ENERGY	10.1	10.0	0.0	10.0	10.0	0.0	-0.00	0.00	-0.00
FINANCIALS	4.8	4.9	-0.0	11.7	11.9	-0.2	0.00	-0.01	-0.01
HEALTH CARE	10.8	10.8	0.0	6.6	6.7	-0.1	-0.00	-0.01	-0.01
INDUSTRIALS	13.4	13.4	0.0	15.3	15.3	-0.0	0.00	-0.00	-0.00
INFORMATION TECHNOLOGY	31.3	31.3	0.0	12.1	12.1	0.1	-0.00	0.02	0.02
MATERIALS	4.7	4.7	0.0	19.1	19.1	-0.0	0.00	-0.00	-0.00
TELECOMMUNICATION SERVICES	0.9	0.9	0.0	17.2	17.2	-0.0	0.00	-0.00	-0.00
UTILITIES	0.2	0.2	-0.0	4.2	4.2	-0.0	0.00	0.00	0.00
TOTAL	100.0	100.0	0.0	13.0	13.0	0.0	-0.00	0.00	-0.00

Returns Based Style Analysis - BlackRock Russell 1000 Growth Index Fund

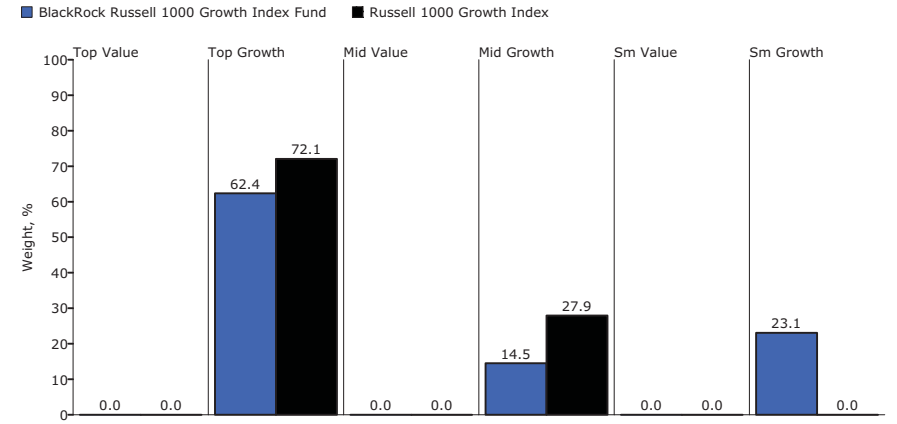
US Equity Style Map

Oct 07 - Sep 10



US Equity Style Exposures

Oct 07 - Sep 10

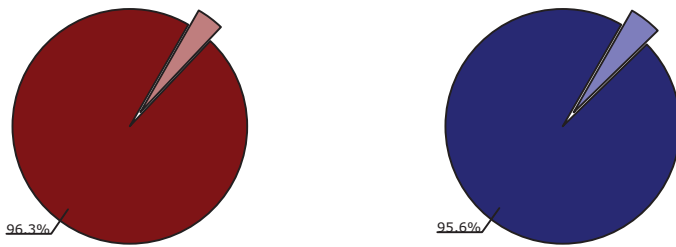


R-Squared (Style Analysis)

Oct 07 - Sep 10

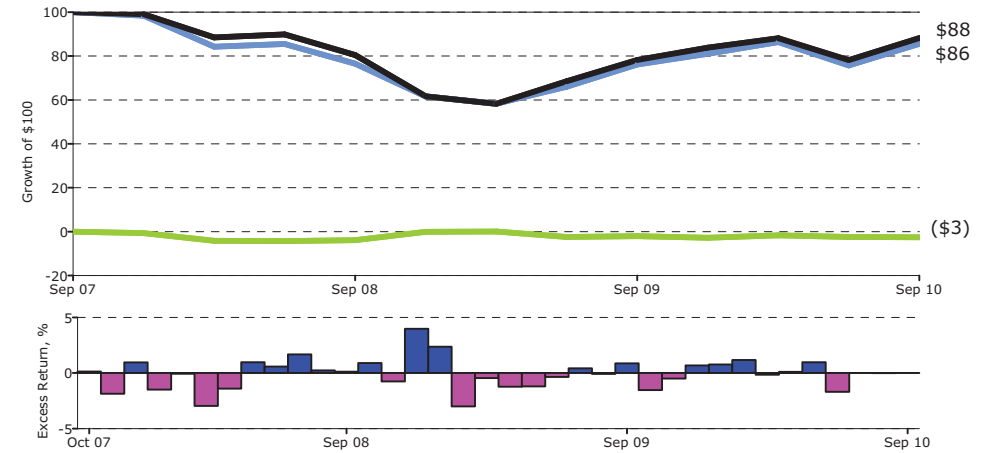
■ Style R-Squared

■ Benchmark R-Squared



Cumulative Total, Style & Selection Return

Oct 07 - Sep 10



Legend

▲ Russell 1000 Growth Index ● BlackRock Russell 1000 Growth Index Fund

■ Total ■ Style

■ Selection

StanCERA

Delaware Investments Advisers
Quarter Ending September 30, 2010

Equity Only Summary Statistics

Portfolio Characteristics		
	Delaware	RUSSELL 1000 GROWTH
Total Number of Securities	27	629
Average Market Cap (000's)	49,275,821	76,085,473
Median Market Cap (000's)	22,576,000	5,345,910
P/E Ratio	21.69	17.15
Dividend Yield	0.71	1.54
Beta	0.97	0.98
Price/Book Ratio	4.86	4.66
Return on Equity	18.37	22.24
Earnings Growth - 5 Years	18.83	11.78

Ten Largest Holdings		
Name	\$	Weight
APPLE INC	5,050,750	6.0
VISA INC CLASS A SHARES	4,611,546	5.5
QUALCOMM INC	4,260,555	5.1
MEDCO HEALTH SOLUTIONS	4,222,066	5.0
INTUIT INC	4,083,092	4.9
CROWN CASTLE INTL CORP	4,061,800	4.8
PRICELINE.COM INC	3,971,076	4.7
ALLERGAN INC	3,838,781	4.6
GOOGLE INCCL A	3,627,951	4.3
EOG RESOURCES INC	3,337,623	4.0

Ten Best Performers	
Name	Return
PRICELINE.COM INC	97.3
QUALCOMM INC	38.1
EXPEDITORSINTL WASH INC	34.0
TERADATA CORP	26.5
WALGREEN CO	26.2
INTUIT INC	26.0
NOVO NORDISK A S	21.5
VERISIGN INC	19.6
NIKE INCCL B	19.1
CROWN CASTLE INTL CORP	18.5

Ten Worst Performers	
Name	Return
INTERCONTINENTALEXCHANGE	-7.3
CME GROUPINC	-7.1
MEDCO HEALTH SOLUTIONS INC	-5.5
EOG RESOURCES INC	-5.4
ADOBE SYSTEMS INC	-1.1
PROCTER +GAMBLE CO/THE	0.8
VISA INC CLASS A SHARES	5.1
BANK OF NEW YORK MELLON C	6.2
SYNGENTA AG	8.6
LOWE S COSINC	9.8

StanCERA

Delaware Investments Advisers

Benchmark: RUSSELL 1000 GROWTH

Quarter Ending September 30, 2010

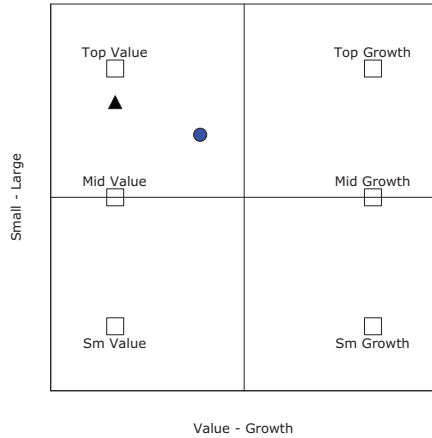
Equity Performance Attribution

	BEGINNING WTS			BASE RETURNS			VALUE ADDED		
	Fund	Index	Difference	Buy / Hold	Index	Difference	Allocation	Selection	Total
<i>Delaware Investments Advisers</i>									
CONSUMER DISCRETIONARY	12.5	15.3	-2.8	36.0	17.7	18.3	-0.11	2.25	2.13
CONSUMER STAPLES	5.0	8.5	-3.4	12.4	13.1	-0.8	-0.00	-0.08	-0.09
ENERGY	4.3	10.0	-5.7	-5.4	10.0	-15.4	0.15	-0.71	-0.56
FINANCIALS	10.1	4.9	5.2	-3.5	11.9	-15.4	-0.05	-1.60	-1.65
HEALTH CARE	18.1	10.8	7.3	10.8	6.7	4.1	-0.41	0.75	0.33
INDUSTRIALS	2.7	13.4	-10.7	34.0	15.3	18.7	-0.22	0.50	0.29
INFORMATION TECHNOLOGY	40.0	31.3	8.6	17.1	12.1	5.0	-0.07	1.93	1.86
MATERIALS	2.6	4.7	-2.1	8.6	19.1	-10.5	-0.11	-0.32	-0.43
TELECOMMUNICATION SERVICES	4.6	0.9	3.7	18.5	17.2	1.3	0.14	0.08	0.22
UTILITIES	0.0	0.2	-0.2	-	4.2	-	0.01	-0.05	-0.03
TOTAL	100.0	100.0	0.0	15.3	13.0	2.3	-0.68	2.74	2.04

Returns Based Style Analysis - Delaware Investments Advisers

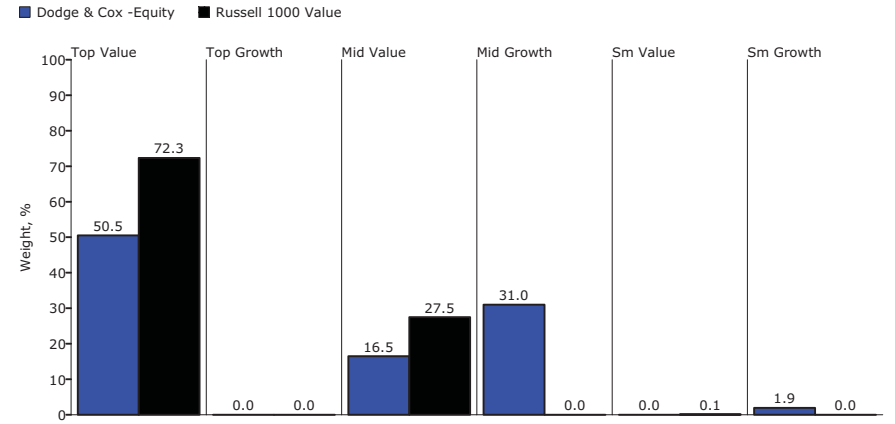
US Equity Style Map

Oct 07 - Sep 10



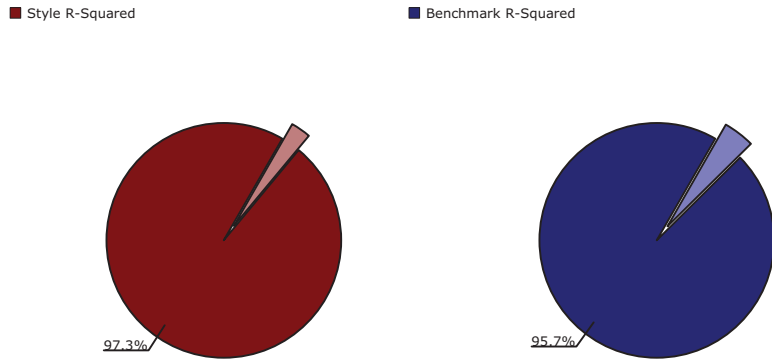
US Equity Style Exposures

Oct 07 - Sep 10



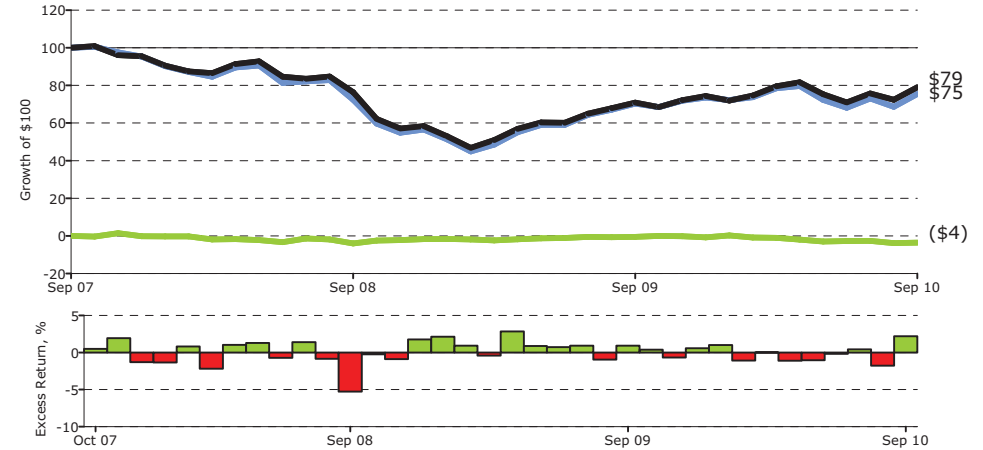
R-Squared (Style Analysis)

Oct 07 - Sep 10



Cumulative Total, Style & Selection Return

Oct 07 - Sep 10



Legend

- ▲ Russell 1000 Value
- Dodge & Cox -Equity
- Total
- Style
- Selection

StanCERA

BlackRock Russell 1000 Value Index Fund
 Quarter Ending September 30, 2010

Equity Only Summary Statistics

Portfolio Characteristics		
	BlackRock R1000 Value	RUSSELL 1000 VALUE
Total Number of Securities	669	671
Average Market Cap (000's)	66,606,526	66,606,225
Median Market Cap (000's)	4,110,000	4,104,410
P/E Ratio	13.54	13.54
Dividend Yield	2.34	2.34
Beta	1.05	1.05
Price/Book Ratio	1.91	1.91
Return on Equity	11.77	11.77
Earnings Growth - 5 Years	(0.84)	(0.82)

Ten Largest Holdings		
Name	\$	Weight
AT+T INC	1,168,059	2.9
PROCTER +GAMBLE CO/THI	1,122,077	2.8
CHEVRON CORP	1,065,631	2.6
JPMORGAN CHASE + CO	1,046,939	2.6
JOHNSON +JOHNSON	1,004,028	2.5
BERKSHIREHATHAWAY INC	988,394	2.4
PFIZER INC	957,309	2.4
GENERAL ELECTRIC CO	921,030	2.3
BANK OF AMERICA CORP	908,814	2.2
WELLS FARGO + CO	845,328	2.1

Ten Best Performers	
Name	Return
MBIA INC	79.1
ATMEL CORP	65.8
CNH GLOBALN.V.	61.8
NBTY INC	61.7
ANADARKO PETROLEUM CORP	58.3
ENDO PHARMACEUT HLDGS INC	52.3
TRW AUTOMOTIVE HOLDINGS COF	50.7
CF INDUSTRIES HOLDINGS INC	50.7
EXPEDIA INC	50.7
TIMKEN CO	48.2

Ten Worst Performers	
Name	Return
TFS FINANCIAL CORP	-25.9
CAPITOL FEDERAL FINANCIAL	-24.4
FTI CONSULTING INC	-20.4
BANCORPSOUTH INC	-19.5
WILMINGTON TR CORP	-18.9
COMSTOCK RESOURCES INC	-18.9
BECKMAN COULTER INC	-18.8
CARLISLE COS INC	-16.6
H+R BLOCKINC	-16.5
VULCAN MATERIALS CO	-15.2

StanCERA

BlackRock R1000V Index Fund

Benchmark: RUSSELL 1000 VALUE

Quarter Ending September 30, 2010

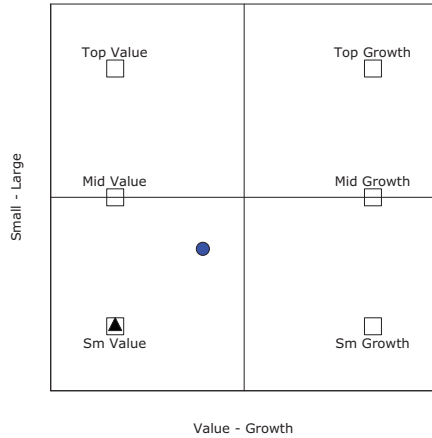
Equity Performance Attribution

	BEGINNING WTS			BASE RETURNS			VALUE ADDED		
	Fund	Index	Difference	Buy / Hold	Index	Difference	Allocation	Selection	Total
BlackRock R1000V Index Fund									
CONSUMER DISCRETIONARY	8.1	8.1	0.0	12.2	12.2	0.0	0.00	0.00	0.00
CONSUMER STAPLES	9.7	9.7	0.0	8.2	8.2	-0.0	-0.00	-0.00	-0.00
ENERGY	10.4	10.4	-0.1	16.1	15.9	0.2	-0.00	0.02	0.01
FINANCIALS	28.6	28.6	0.0	4.3	4.4	-0.1	-0.00	-0.03	-0.04
HEALTH CARE	13.4	13.4	0.0	10.3	10.3	0.0	0.00	0.00	0.00
INDUSTRIALS	9.0	9.0	0.0	11.8	11.8	0.0	0.00	0.00	0.00
INFORMATION TECHNOLOGY	5.4	5.4	0.0	10.3	10.2	0.1	0.00	0.01	0.01
MATERIALS	3.0	3.0	0.0	16.7	16.8	-0.0	0.00	-0.00	-0.00
TELECOMMUNICATION SERVICES	5.0	5.0	0.0	21.3	21.3	-0.0	0.00	-0.00	-0.00
UTILITIES	7.4	7.4	0.0	12.3	12.3	0.0	0.00	0.00	0.00
TOTAL	100.0	100.0	0.0	10.1	10.2	-0.0	0.00	-0.01	-0.00

Returns Based Style Analysis - BlackRock Russell 1000 Value Index Fund

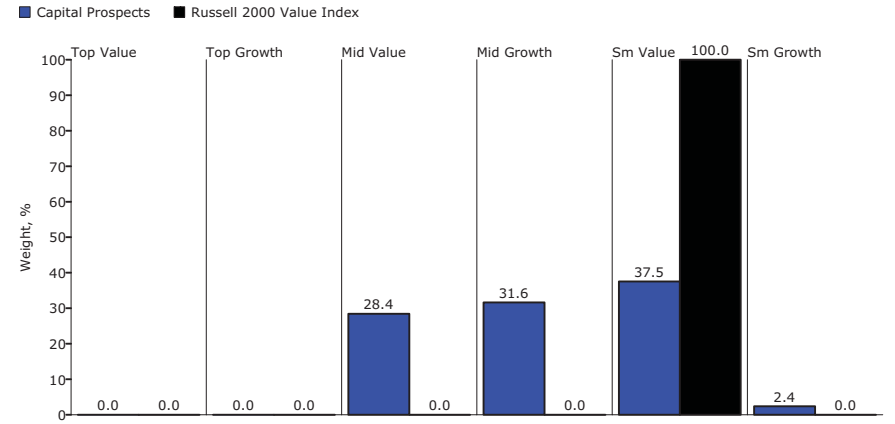
US Equity Style Map

Oct 07 - Sep 10



US Equity Style Exposures

Oct 07 - Sep 10

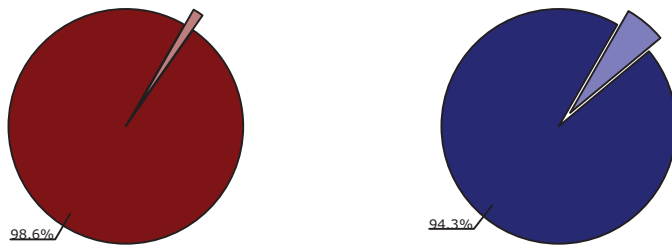


R-Squared (Style Analysis)

Oct 07 - Sep 10

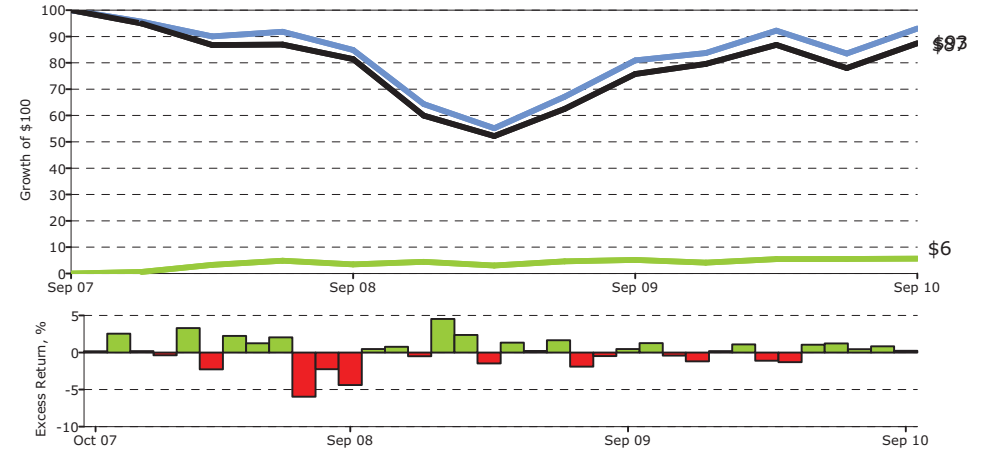
■ Style R-Squared

■ Benchmark R-Squared



Cumulative Total, Style & Selection Return

Oct 07 - Sep 10



Legend

▲ Russell 2000 Value Index ● Capital Prospects

■ Total ■ Style

■ Selection

StanCERA

Dodge & Cox - Equity

Quarter Ending September 30, 2010

Equity Only Summary Statistics

Portfolio Characteristics		
	Dodge & Cox	RUSSELL 1000 VALUE
Total Number of Securities	80	671
Average Market Cap (000's)	60,062,203	66,606,225
Median Market Cap (000's)	19,548,500	4,104,410
P/E Ratio	14.17	13.54
Dividend Yield	1.94	2.34
Beta	1.14	1.05
Price/Book Ratio	1.92	1.91
Return on Equity	10.40	11.77
Earnings Growth - 5 Years	(0.64)	(0.82)

Ten Largest Holdings		
Name	\$	Weight
HEWLETT PACKARD CO	7,362,460	4.5
COMCAST CORP CLASS A	5,642,099	3.5
SCHLUMBERGER LTD	5,544,900	3.4
MERCK + CO. INC.	5,227,020	3.2
GENERAL ELECTRIC CO	4,956,250	3.1
CAPITAL ONE FINANCIAL CO	4,943,750	3.0
NOVARTIS AG	4,901,950	3.0
WELLS FARGO + CO	4,773,658	2.9
PFIZER INC	4,464,200	2.7
MOTOROLA INC	4,350,300	2.7

Ten Best Performers	
Name	Return
INTERPUBLIC GROUP OF COS INC	40.7
CARMAX INC	40.0
DOMTAR CORP	31.9
CADENCE DESIGN SYS INC	31.8
MOTOROLA INC	30.8
LIBERTY MEDIA CORP INTER A	30.6
MACY S INC	29.3
XEROX CORP	29.2
EATON CORP	27.0
WALGREEN CO	26.2

Ten Worst Performers	
Name	Return
VULCAN MATERIALS CO	-15.2
CEMEX S.A.B DE C.C ADR	-12.1
BB+T CORP	-8.0
MEDTRONIC INC	-6.9
GENWORTH FINANCIAL INC CL A	-6.5
US BANCORP	-3.0
HEWLETT PACKARD CO	-2.6
CAPITAL ONE FINANCIAL CORP	-1.7
WELLS FARGO + CO	-1.7
SCHWAB (CHARLES) CORP	-1.6

StanCERA

Dodge & Cox - Equity

Benchmark: RUSSELL 1000 VALUE

Quarter Ending September 30, 2010

Equity Performance Attribution

	BEGINNING WTS			BASE RETURNS			VALUE ADDED		
	Fund	Index	Difference	Buy / Hold	Index	Difference	Allocation	Selection	Total
Dodge & Cox - Equity									
CONSUMER DISCRETIONARY	18.6	8.1	10.5	11.5	12.2	-0.7	0.19	-0.15	0.04
CONSUMER STAPLES	1.2	9.7	-8.6	19.9	8.2	11.7	0.15	0.14	0.29
ENERGY	10.7	10.4	0.2	10.9	15.9	-5.0	0.01	-0.54	-0.52
FINANCIALS	16.1	28.6	-12.5	3.0	4.4	-1.5	0.66	-0.23	0.43
HEALTH CARE	20.3	13.4	6.9	11.7	10.3	1.4	0.01	0.30	0.31
INDUSTRIALS	8.2	9.0	-0.8	15.4	11.8	3.7	-0.01	0.30	0.29
INFORMATION TECHNOLOGY	18.1	5.4	12.7	14.2	10.2	4.0	0.00	0.72	0.73
MATERIALS	2.6	3.0	-0.5	8.1	16.8	-8.7	-0.03	-0.22	-0.25
TELECOMMUNICATION SERVICES	4.4	5.0	-0.5	12.4	21.3	-8.9	-0.05	-0.39	-0.44
UTILITIES	0.0	7.4	-7.4	-	12.3	-	-0.15	0.00	-0.15
TOTAL	100.0	100.0	0.0	10.9	10.2	0.8	0.79	-0.07	0.72

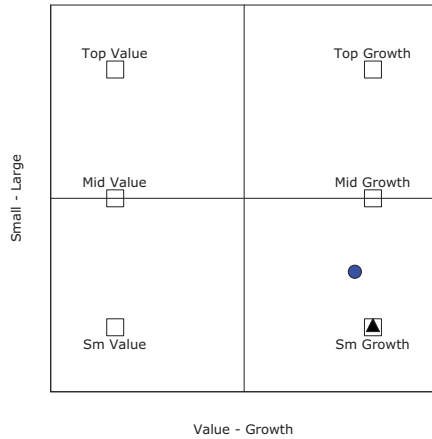
StanCERA

3 Years Ending September 30, 2010

Returns Based Style Analysis - Dodge & Cox -Equity

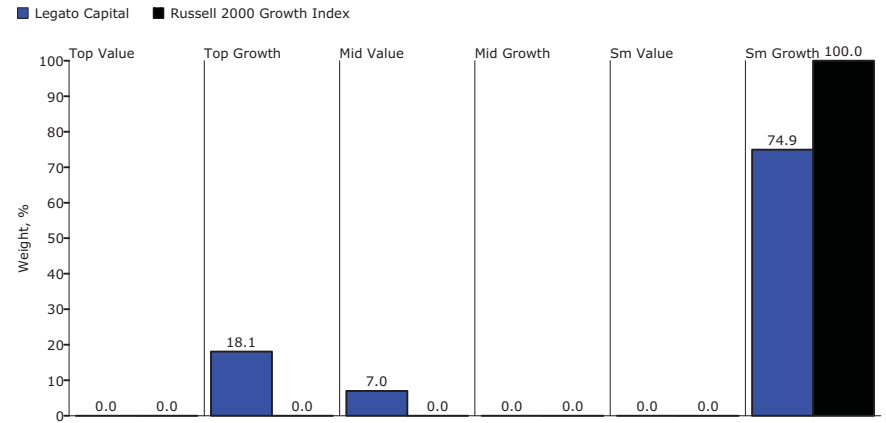
US Equity Style Map

Oct 07 - Sep 10



US Equity Style Exposures

Oct 07 - Sep 10

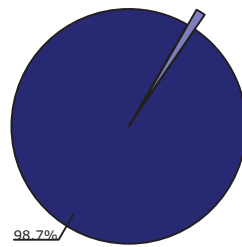
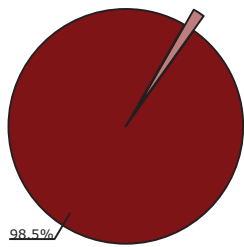


R-Squared (Style Analysis)

Oct 07 - Sep 10

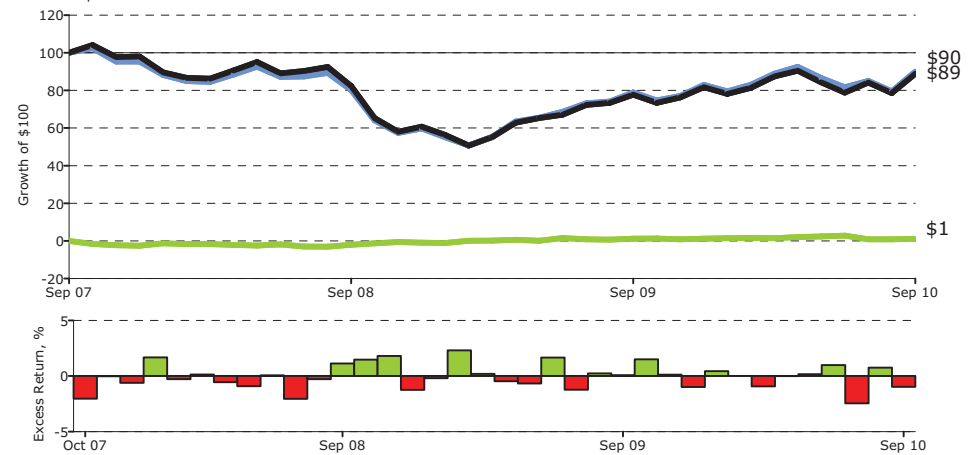
■ Style R-Squared

■ Benchmark R-Squared



Cumulative Total, Style & Selection Return

Oct 07 - Sep 10



Legend

▲ Russell 2000 Growth Index ● Legato Capital

■ Total

■ Style

■ Selection

StanCERA

Legato Capital management LLC
Quarter Ending September 30, 2010

Equity Only Summary Statistics

Portfolio Characteristics		
	Legato Capital	RUSSELL 2000 GROWTH
Total Number of Securities	314	1,277
Average Market Cap (000's)	1,480,512	1,141,428
Median Market Cap (000's)	1,072,390	458,920
P/E Ratio	25.67	19.38
Dividend Yield	0.22	0.53
Beta	1.06	1.09
Price/Book Ratio	3.87	3.83
Return on Equity	8.34	9.47
Earnings Growth - 5 Years	12.69	10.18

Ten Largest Holdings		
Name	\$	Weight
CEPHEID INC	750,140	1.4
PORTFOLIORECOVERY ASS	619,443	1.2
NATIONAL INSTRUMENTS CC	585,594	1.1
LKQ CORP	559,728	1.1
NEOGEN CORP	558,593	1.0
CHEMED CORP NEW	554,033	1.0
THORATEC CORP	551,816	1.0
SAVVIS INC	550,272	1.0
UNITED NATURAL FOODS IN	546,215	1.0
ROLLINS INC	533,649	1.0

Ten Best Performers	
Name	Return
NETEZZA CORP	97.0
ISILON SYSTEMS INC	73.5
PANTRY INC	70.9
RIVERBED TECHNOLOGY INC	65.0
VERIFONE SYSTEMS INC	64.1
INFORMATICA CORP	60.8
UNITED RENTALS INC	59.2
FOSSIL INC	55.0
CARRIZO OIL + GAS INC	54.1
SOURCEFIREINC	51.8

Ten Worst Performers	
Name	Return
DG FASTCHANNEL INC	-33.2
ICON PUB LTD CO	-25.2
KELLY SERVICES INC CL A	-21.1
FTI CONSULTING INC	-20.4
BEACON ROOFING SUPPLY INC	-19.2
HANGER ORTHOPEDIC GROUP	-19.0
AEROPOSTALE INC	-18.8
VISTAPRINTNV	-18.6
NCI INC CLASS A	-16.2
STRAYER EDUCATION INC	-15.7

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Legato Capital Management LLC

Benchmark: RUSSELL 2000 GROWTH

Quarter Ending September 30, 2010

Equity Performance Attribution

	BEGINNING WTS			BASE RETURNS			VALUE ADDED		
	Fund	Index	Difference	Buy / Hold	Index	Difference	Allocation	Selection	Total
Legato Capital Management LLC									
CONSUMER DISCRETIONARY	14.0	17.9	-3.9	8.9	10.8	-1.9	0.08	-0.26	-0.18
CONSUMER STAPLES	1.9	3.2	-1.3	18.9	8.0	10.9	0.07	0.28	0.35
ENERGY	3.5	3.5	0.0	18.8	21.1	-2.3	0.01	-0.09	-0.08
FINANCIALS	6.1	5.4	0.6	3.3	10.9	-7.6	-0.01	-0.47	-0.48
HEALTH CARE	21.1	20.0	1.1	5.3	6.3	-0.9	-0.07	-0.21	-0.27
INDUSTRIALS	13.3	18.7	-5.4	6.4	10.7	-4.3	0.11	-0.57	-0.46
INFORMATION TECHNOLOGY	35.1	24.5	10.6	16.4	20.4	-4.0	0.71	-1.31	-0.61
MATERIALS	1.8	4.7	-2.9	13.4	17.0	-3.6	-0.11	-0.06	-0.17
TELECOMMUNICATION SERVICES	3.0	1.9	1.2	23.3	18.3	5.0	0.06	0.23	0.30
UTILITIES	0.2	0.3	-0.1	1.1	-0.4	1.5	0.02	0.08	0.10
TOTAL	100.0	100.0	0.0	11.1	12.8	-1.7	0.88	-2.35	-1.49

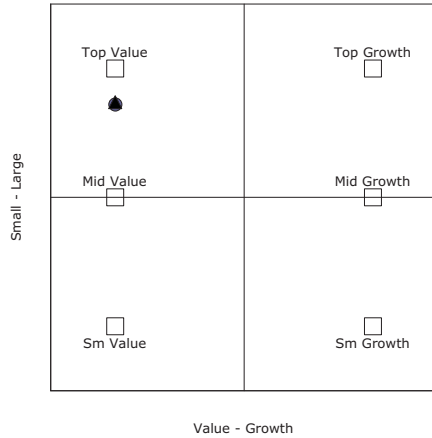
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3 Years Ending September 30, 2010

Returns Based Style Analysis - Legato Capital

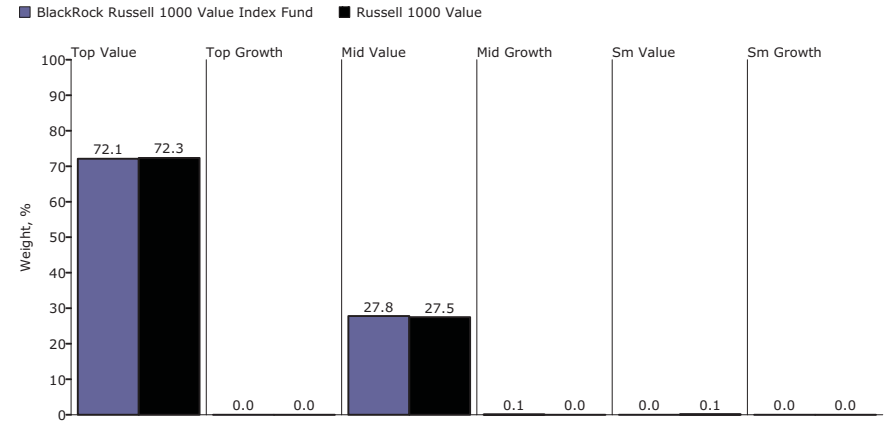
US Equity Style Map

Oct 07 - Sep 10



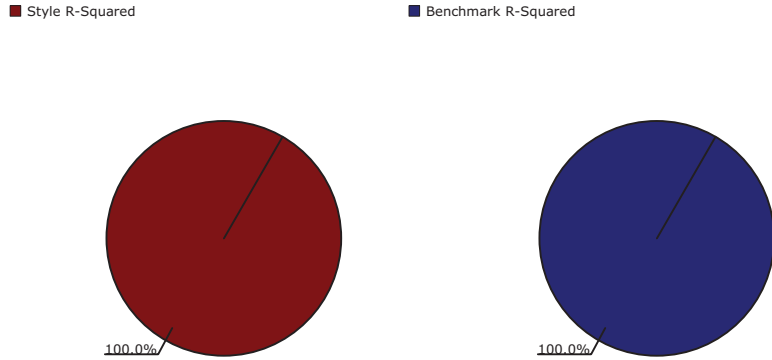
US Equity Style Exposures

Oct 07 - Sep 10



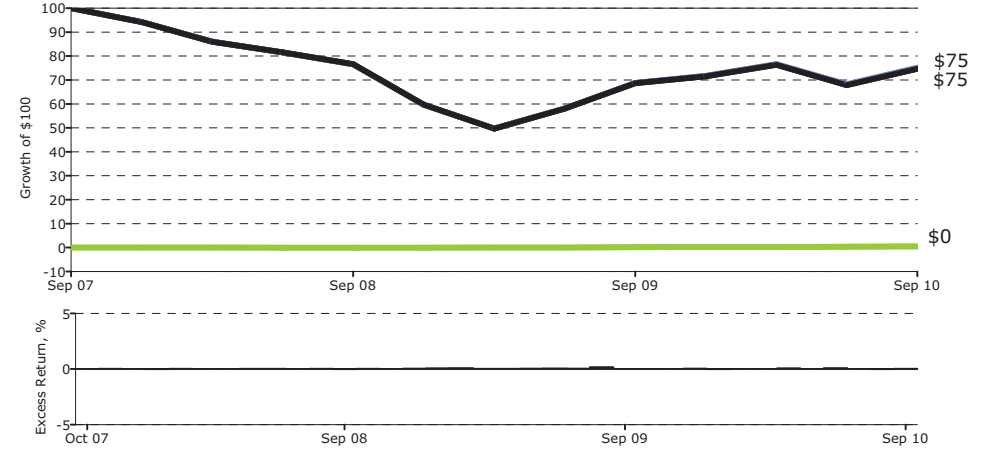
R-Squared (Style Analysis)

Oct 07 - Sep 10



Cumulative Total, Style & Selection Return

Oct 07 - Sep 10



Legend

- ▲ Russell 1000 Value
- BlackRock Russell 1000 Value Index Fund
- Total
- Style
- Selection

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Capital Prospects LLC

Quarter Ending September 30, 2010

Equity Only Summary Statistics

Portfolio Characteristics		
	Capital Prospects	RUSSELL 2000 VALUE
Total Number of Securities	383	1,298
Average Market Cap (000's)	1,885,426	974,181
Median Market Cap (000's)	869,580	389,580
P/E Ratio	13.70	14.01
Dividend Yield	1.32	1.95
Beta	1.22	1.28
Price/Book Ratio	2.44	1.23
Return on Equity	11.83	5.06
Earnings Growth - 5 Years	3.81	(0.12)

Ten Largest Holdings		
Name	\$	Weight
LITTELFUSEINC	829,295	1.4
NEWELL RUBBERMAID INC	631,543	1.0
HANESBRANDS INC	627,493	1.0
BROADRIDGEFINANCIAL SO	596,907	1.0
CROWN HOLDINGS INC	596,701	1.0
BRIGHAM EXPLORATION CO	596,494	1.0
ACUITY BRANDS INC	527,650	0.9
MFA FINANCIAL INC	506,556	0.8
TREEHOUSEFOODS INC	505,164	0.8
COMPASS MINERALS INTERI	498,030	0.8

Ten Best Performers	
Name	Return
PANTRY INC	70.9
HAWK CORPCLASS A	70.0
HEALTHSPRING INC	66.6
NN INC	65.0
DINEEQUITYINC	61.1
UNISYS CORP	50.9
TIMKEN CO	48.2
BUCYRUS INTERNATIONAL INC	46.2
AMERCO	44.4
POLYONE CORPORATION	43.6

Ten Worst Performers	
Name	Return
SKECHERS USA INC CL A	-35.7
RADIO ONEINC CL D	-31.2
SCHOOL SPECIALTY INC	-28.0
MEDICAL ACTION IND INC	-24.5
OVERHILL FARMS INC	-22.6
ASTA FUNDING INC	-22.5
INSTEEL INDUSTRIES INC	-22.4
KELLY SERVICES INC CL A	-21.1
CVB FINANCIAL CORP	-20.0
HUTCHINSONTECH	-19.9

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Capital Prospects LLC

Benchmark: RUSSELL 2000 VALUE

Quarter Ending September 30, 2010

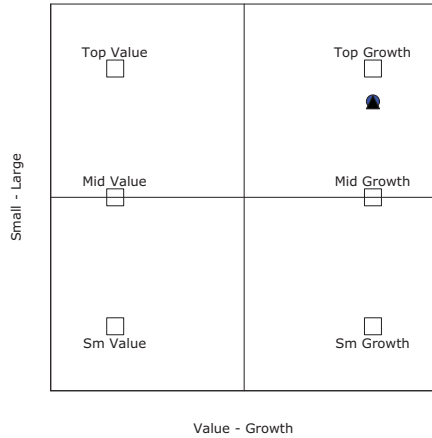
Equity Performance Attribution

	BEGINNING WTS			BASE RETURNS			VALUE ADDED		
	Fund	Index	Difference	Buy / Hold	Index	Difference	Allocation	Selection	Total
Capital Prospects LLC									
CONSUMER DISCRETIONARY	14.0	10.1	3.9	14.3	13.8	0.4	0.14	0.06	0.20
CONSUMER STAPLES	5.5	3.5	2.0	8.9	9.7	-0.8	-0.00	-0.06	-0.06
ENERGY	5.3	5.4	-0.1	16.3	12.3	3.9	-0.00	0.21	0.21
FINANCIALS	22.1	38.3	-16.2	6.6	5.6	1.0	0.63	0.22	0.85
HEALTH CARE	7.3	5.6	1.7	5.0	11.7	-6.8	0.03	-0.51	-0.48
INDUSTRIALS	22.1	13.9	8.3	13.2	10.7	2.5	0.07	0.55	0.62
INFORMATION TECHNOLOGY	11.6	9.6	2.0	15.6	11.7	4.0	0.03	0.45	0.49
MATERIALS	8.3	6.1	2.1	16.7	18.7	-2.0	0.17	-0.18	-0.01
RIGHTS / WARRANTS	0.0	0.0	0.0	-	-	-	0.00	0.00	0.00
TELECOMMUNICATION SERVICES	0.4	0.7	-0.3	6.2	10.1	-4.0	-0.00	-0.03	-0.03
UTILITIES	3.1	6.7	-3.6	13.8	11.3	2.5	-0.05	0.08	0.02
TOTAL	100.0	100.0	0.0	11.8	9.8	2.0	0.98	0.79	1.78

Returns Based Style Analysis - Capital Prospects

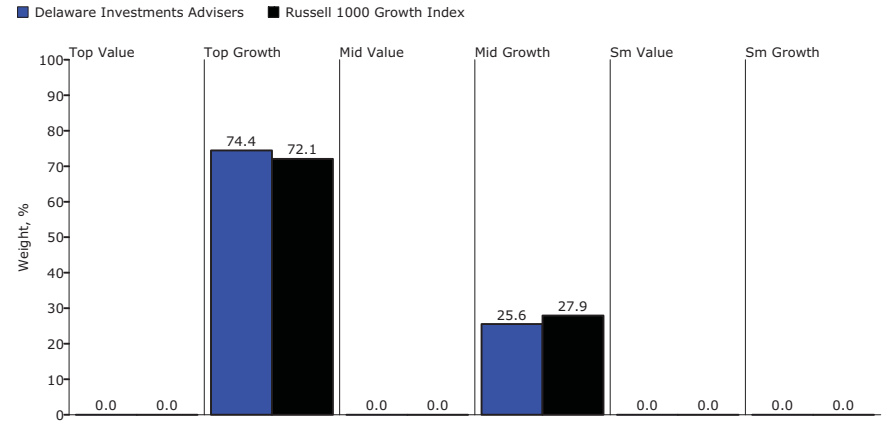
US Equity Style Map

Oct 07 - Sep 10



US Equity Style Exposures

Oct 07 - Sep 10

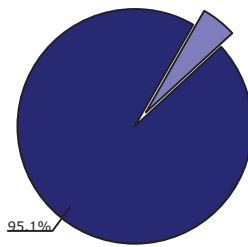
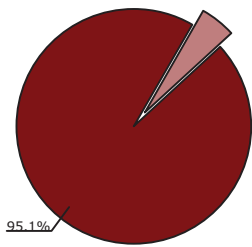


R-Squared (Style Analysis)

Oct 07 - Sep 10

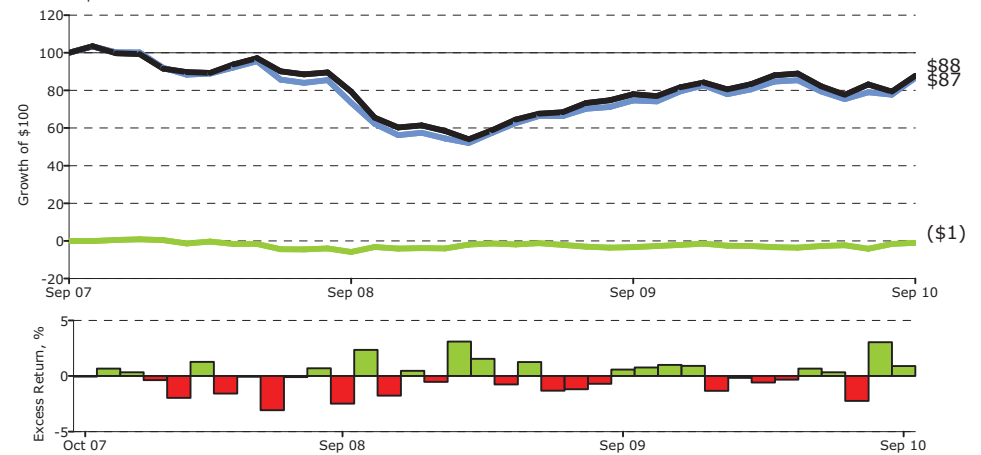
■ Style R-Squared

■ Benchmark R-Squared



Cumulative Total, Style & Selection Return

Oct 07 - Sep 10



Legend

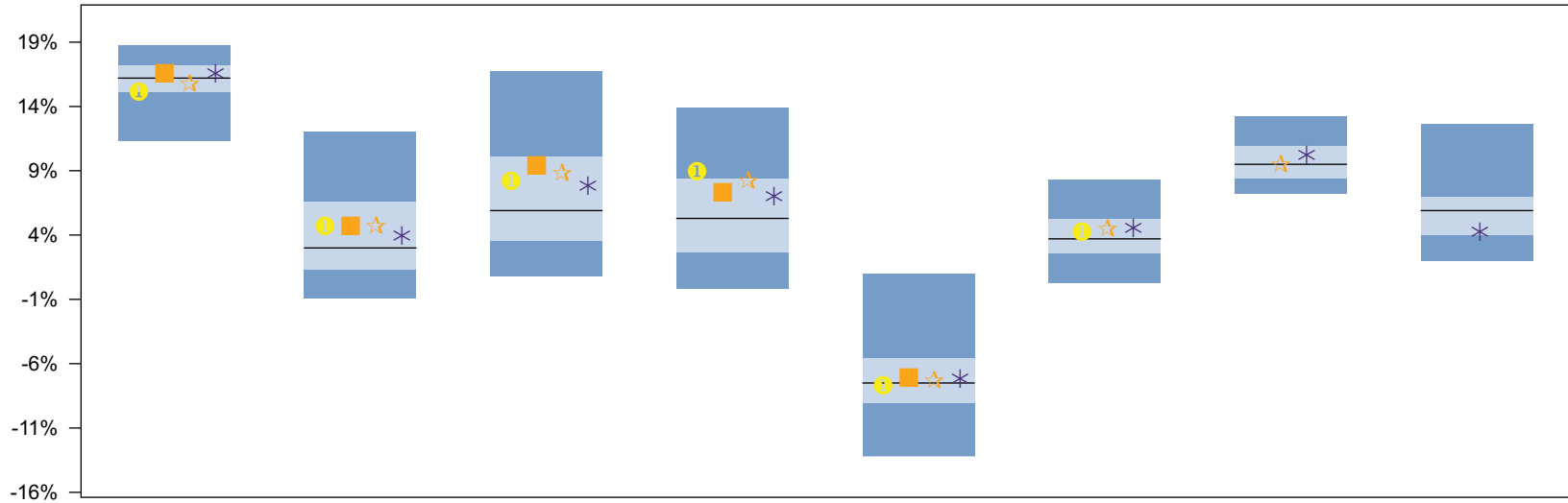
▲ Russell 1000 Growth Index ● Delaware Investments Advisers

■ Total ■ Style
■ Selection

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Intl Equity Developed Mkt Funds
 Periods Ending September 30, 2010

Total Returns

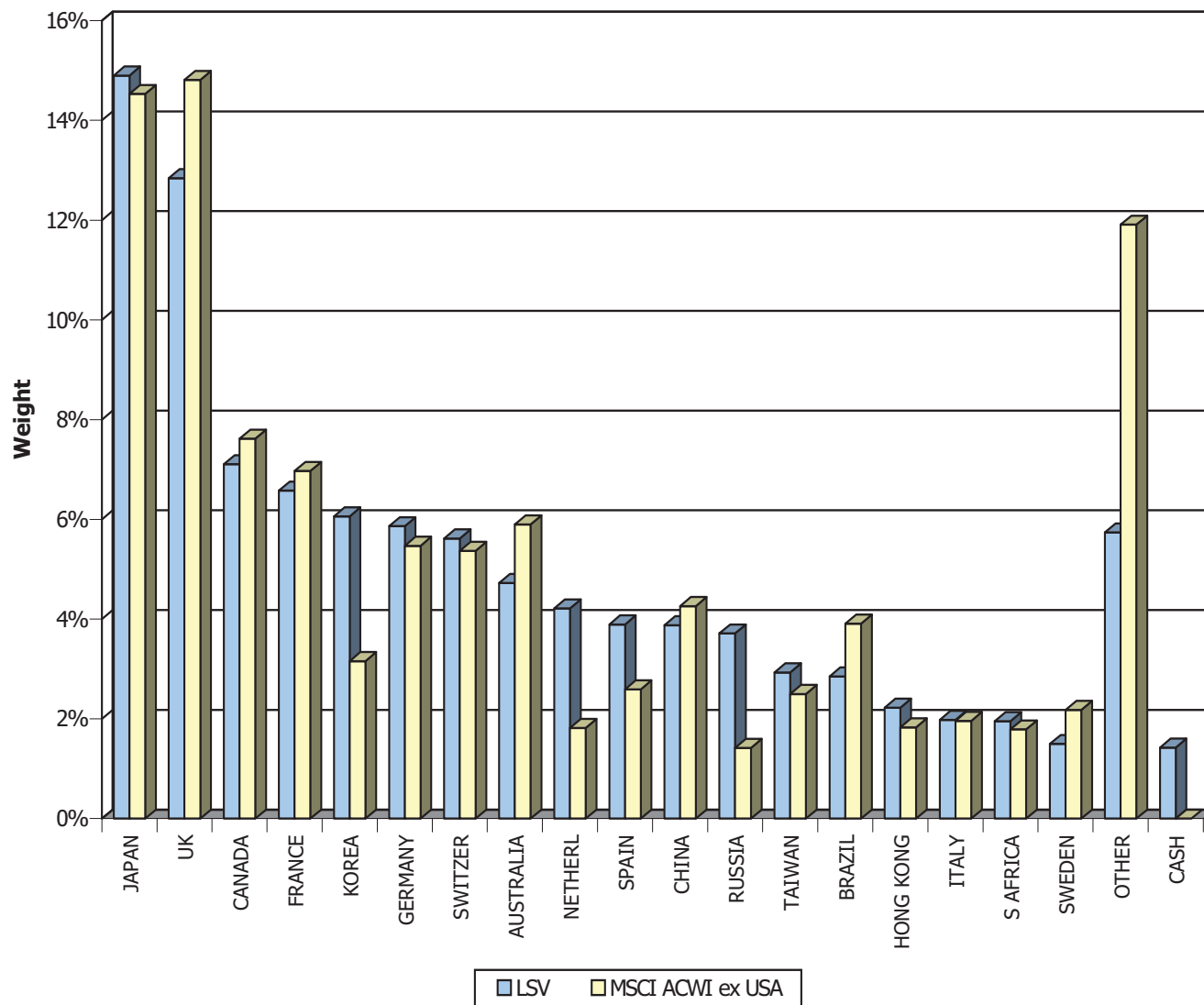


	FISCAL 1 QTR		CALENDAR YTD		1 YEAR		2 YEAR		3 YEAR		5 YEAR		7 YEAR		10 YEAR	
① LSV Asset Management	15.3	71	4.9	36	8.4	34	9.1	20	-7.5	52	4.4	40				
■ Pyramis Global Investments	16.7	36	4.9	36	9.6	28	7.5	33	-6.9	45						
★ International Equity	16.0	55	4.9	36	9.0	31	8.4	25	-7.1	47	4.7	35	9.7	45		
* MSCI ACWI-ex US	16.7	36	4.1	41	8.0	37	7.2	35	-7.0	45	4.7	35	10.4	33	4.4	69
Median	16.2		3.0		5.9		5.3		-7.5		3.7		9.5		5.9	

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LSV Asset Management
As of September 30, 2010

Portfolio Country Weights

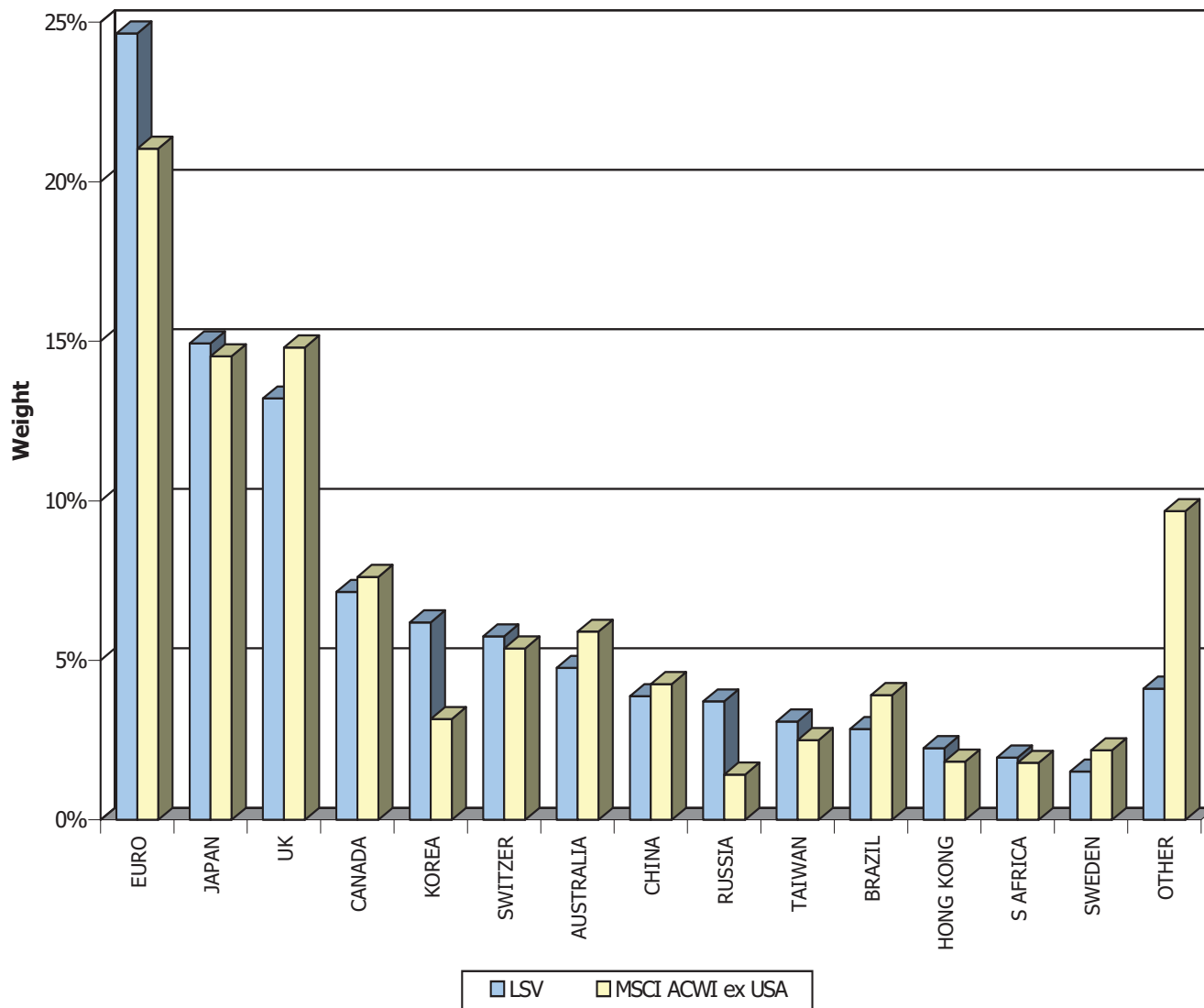


COUNTRY	MARKET VALUE	LSV	MSCI ACWI ex USA
JAPAN	\$ 19,743	14.9%	14.5%
UK	\$ 17,013	12.8%	14.8%
CANADA	\$ 9,415	7.1%	7.6%
FRANCE	\$ 8,713	6.6%	7.0%
KOREA	\$ 8,029	6.1%	3.2%
GERMANY	\$ 7,769	5.9%	5.5%
SWITZER	\$ 7,442	5.6%	5.4%
AUSTRALIA	\$ 6,260	4.7%	5.9%
NETHERL	\$ 5,585	4.2%	1.8%
SPAIN	\$ 5,158	3.9%	2.6%
CHINA	\$ 5,139	3.9%	4.3%
RUSSIA	\$ 4,920	3.7%	1.4%
TAIWAN	\$ 3,887	2.9%	2.5%
BRAZIL	\$ 3,776	2.8%	3.9%
HONG KONG	\$ 2,948	2.2%	1.8%
ITALY	\$ 2,625	2.0%	2.0%
S AFRICA	\$ 2,590	2.0%	1.8%
SWEDEN	\$ 1,983	1.5%	2.2%
OTHER	\$ 7,605	5.7%	11.9%
CASH	\$ 1,889	1.4%	0.0%
	\$ 132,488	100.0%	100.0%

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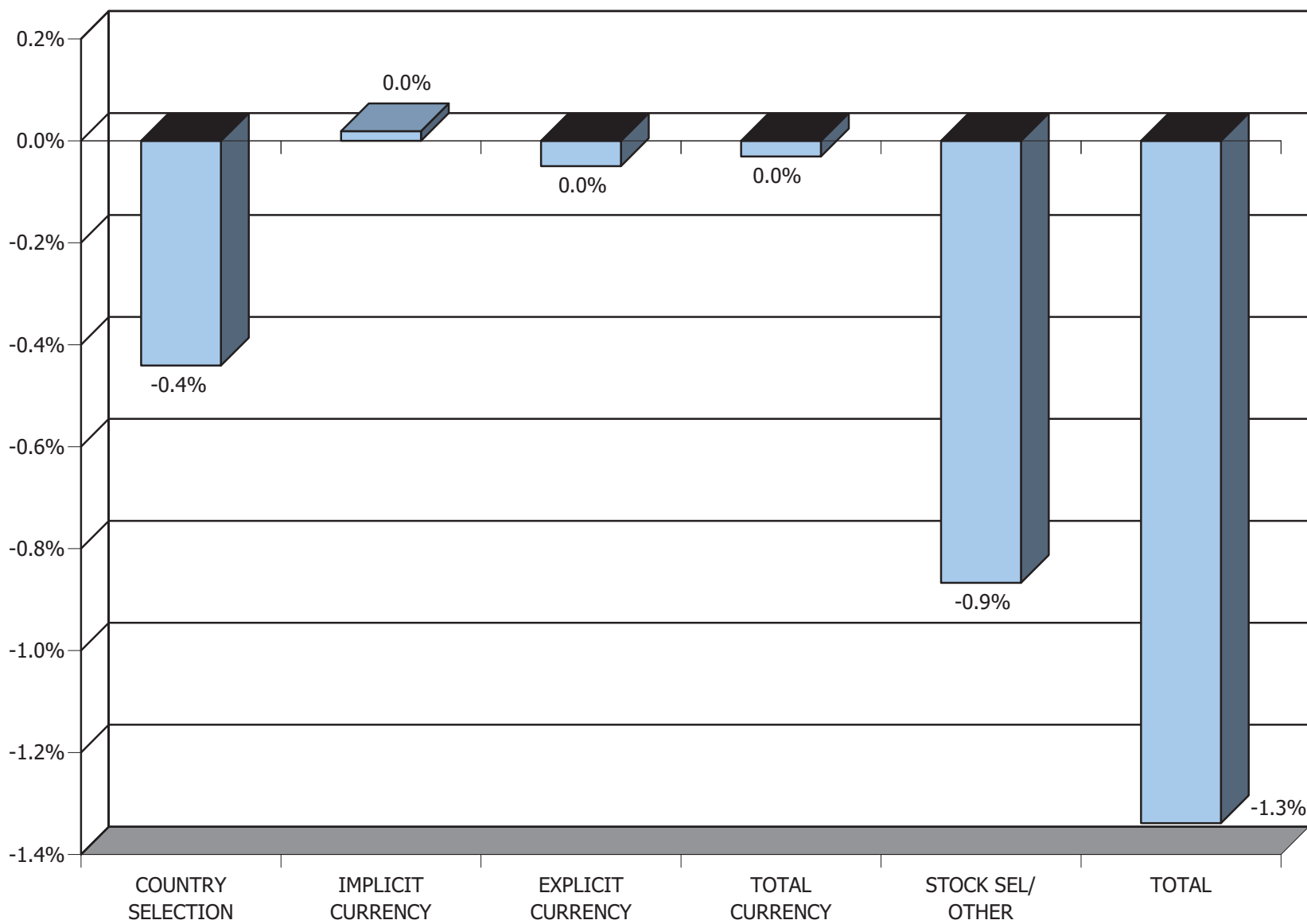
LSV Asset Management
As of September 30, 2010

Portfolio Currency Exposures

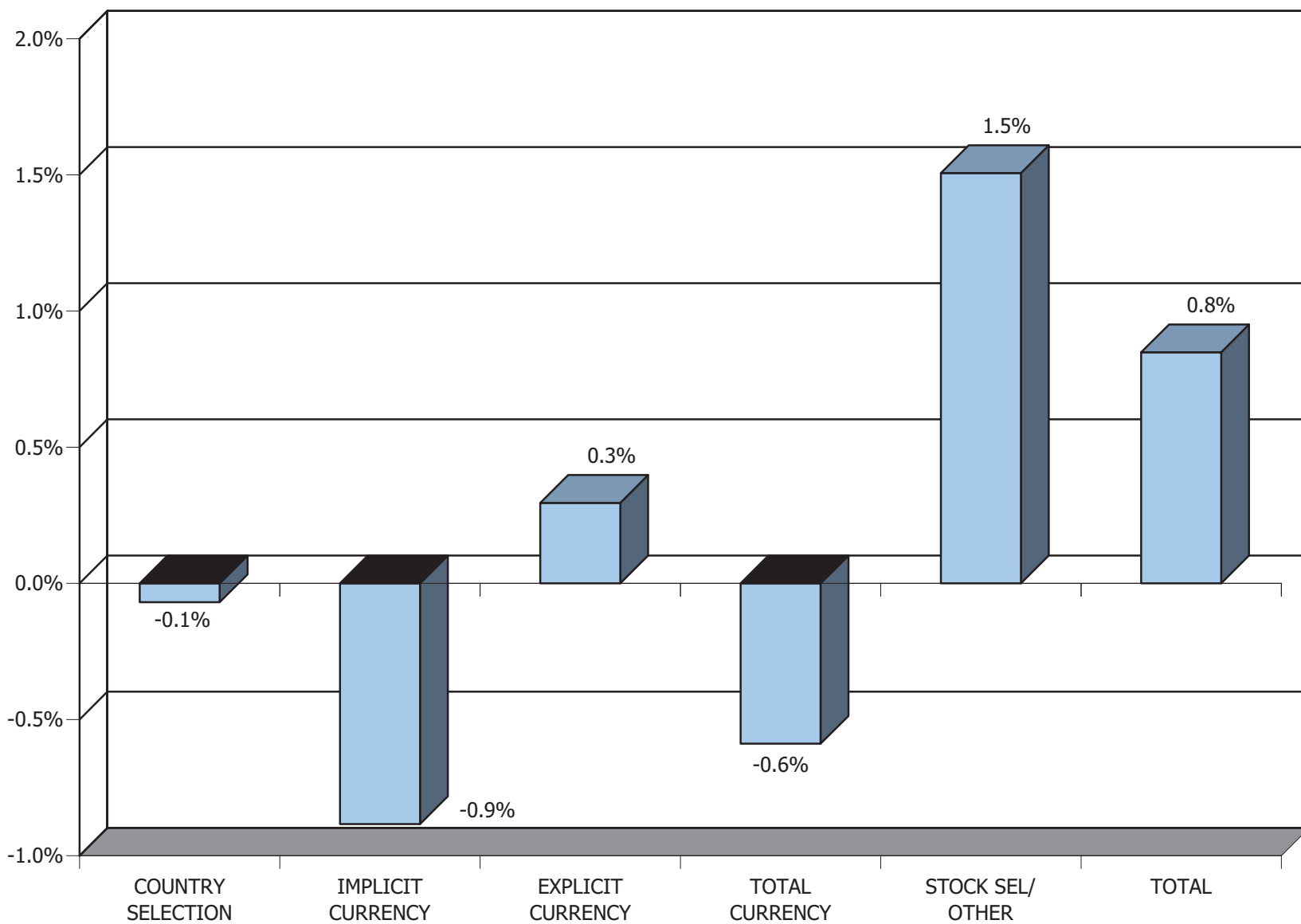


CURRENCY	MARKET VALUE	LSV	MSCI ACWI ex USA
EURO	\$ 32,653	24.6%	21.0%
JAPAN	\$ 19,788	14.9%	14.5%
UK	\$ 17,501	13.2%	14.8%
CANADA	\$ 9,464	7.1%	7.6%
KOREA	\$ 8,201	6.2%	3.2%
SWITZER	\$ 7,619	5.8%	5.4%
AUSTRALIA	\$ 6,311	4.8%	5.9%
CHINA	\$ 5,139	3.9%	4.3%
RUSSIA	\$ 4,920	3.7%	1.4%
TAIWAN	\$ 4,087	3.1%	2.5%
BRAZIL	\$ 3,776	2.8%	3.9%
HONG KONG	\$ 2,976	2.2%	1.8%
S AFRICA	\$ 2,591	2.0%	1.8%
SWEDEN	\$ 2,008	1.5%	2.2%
OTHER	\$ 5,453	4.1%	9.7%
	\$ 132,488	100.0%	100.0%

Summary Performance Attribution



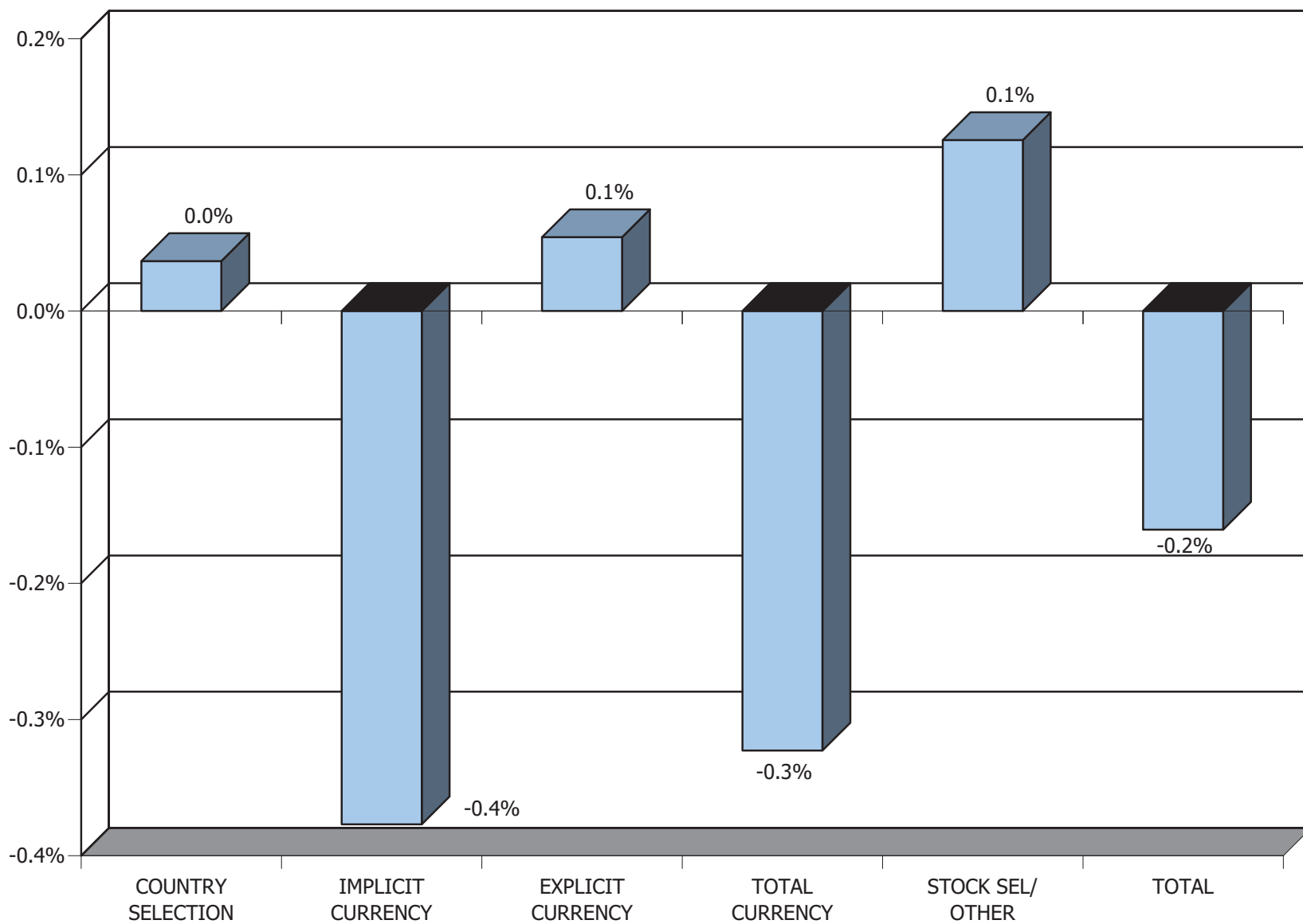
Summary Performance Attribution



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LSV Asset Management
10/1/2004 to 9/30/2010 (Annualized)

Summary Performance Attribution

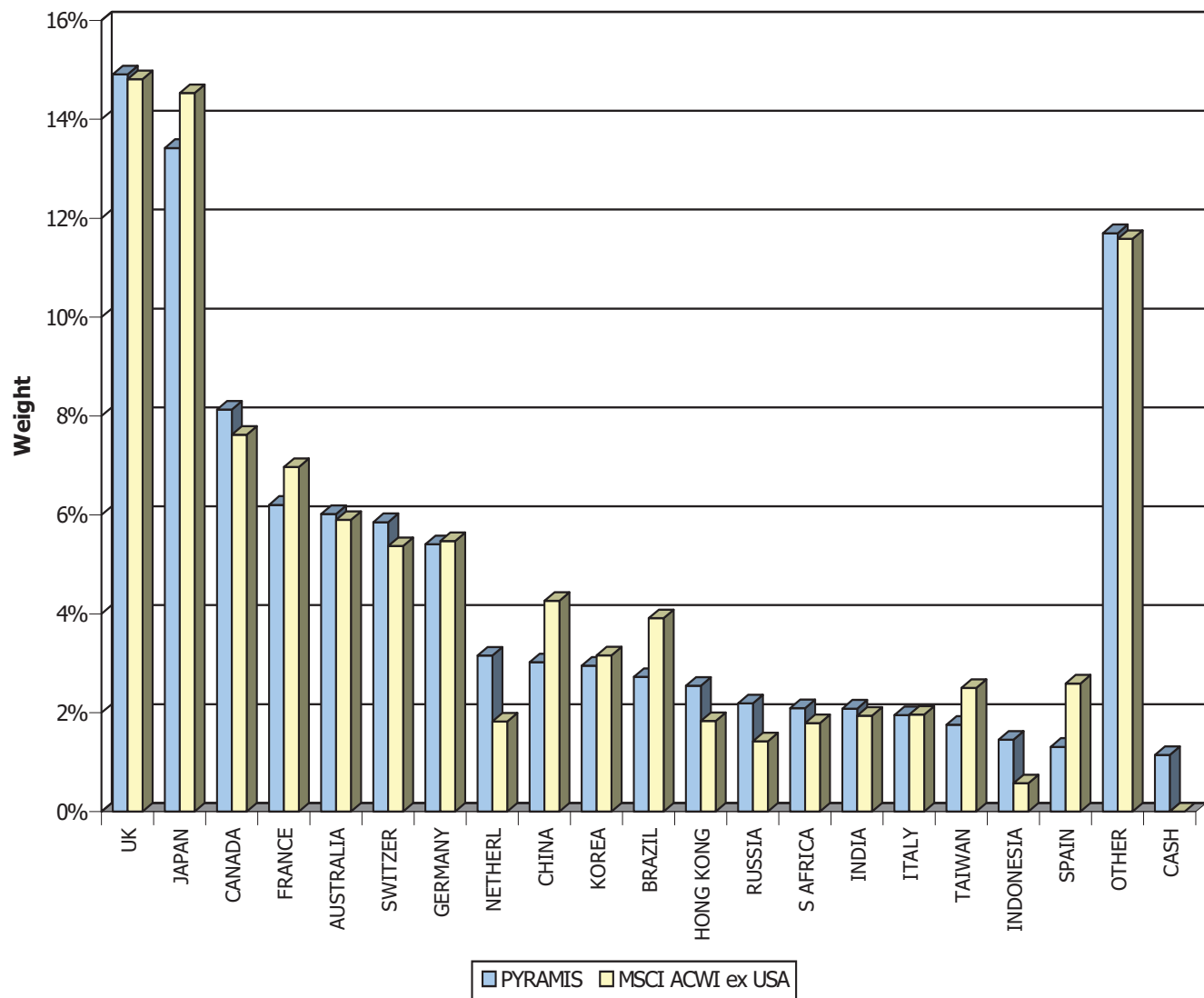


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Pyramis Investments

As of September 30, 2010

Portfolio Country Weights



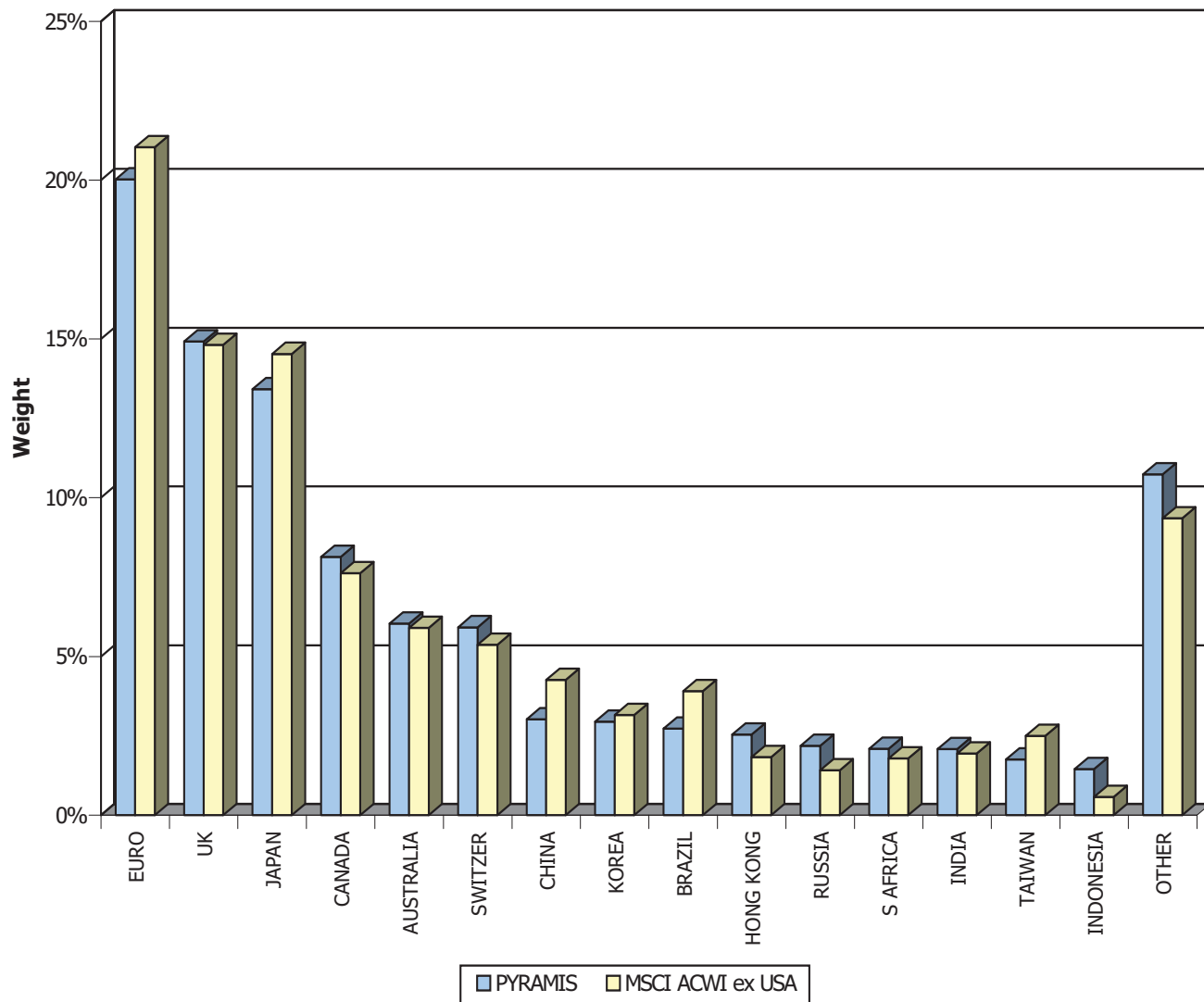
COUNTRY	MARKET VALUE	PYRAMIS	MSCI ACWI ex USA
UK	\$ 20,264	14.9%	14.8%
JAPAN	\$ 18,244	13.4%	14.5%
CANADA	\$ 11,052	8.1%	7.6%
FRANCE	\$ 8,433	6.2%	7.0%
AUSTRALIA	\$ 8,177	6.0%	5.9%
SWITZER	\$ 7,956	5.9%	5.4%
GERMANY	\$ 7,354	5.4%	5.5%
NETHERL	\$ 4,290	3.2%	1.8%
CHINA	\$ 4,107	3.0%	4.3%
KOREA	\$ 4,006	2.9%	3.2%
BRAZIL	\$ 3,704	2.7%	3.9%
HONG KONG	\$ 3,456	2.5%	1.8%
RUSSIA	\$ 2,972	2.2%	1.4%
S AFRICA	\$ 2,843	2.1%	1.8%
INDIA	\$ 2,830	2.1%	1.9%
ITALY	\$ 2,653	2.0%	2.0%
TAIWAN	\$ 2,383	1.8%	2.5%
INDONESIA	\$ 1,977	1.5%	0.6%
SPAIN	\$ 1,781	1.3%	2.6%
OTHER	\$ 15,901	11.7%	11.6%
CASH	\$ 1,553	1.1%	0.0%
	\$ 135,937	100.0%	100.0%

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Pyramis Investments

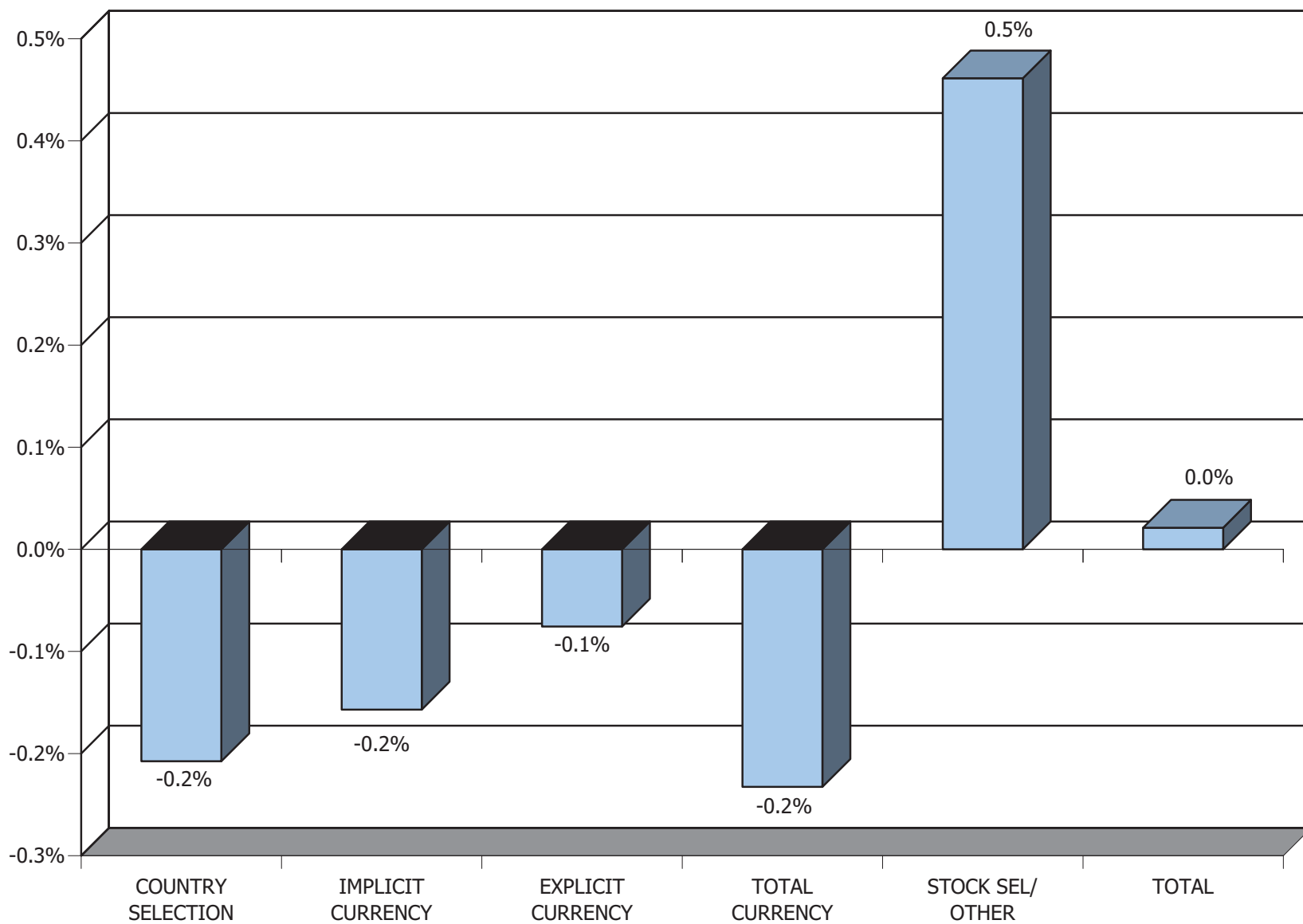
As of September 30, 2010

Portfolio Currency Exposures

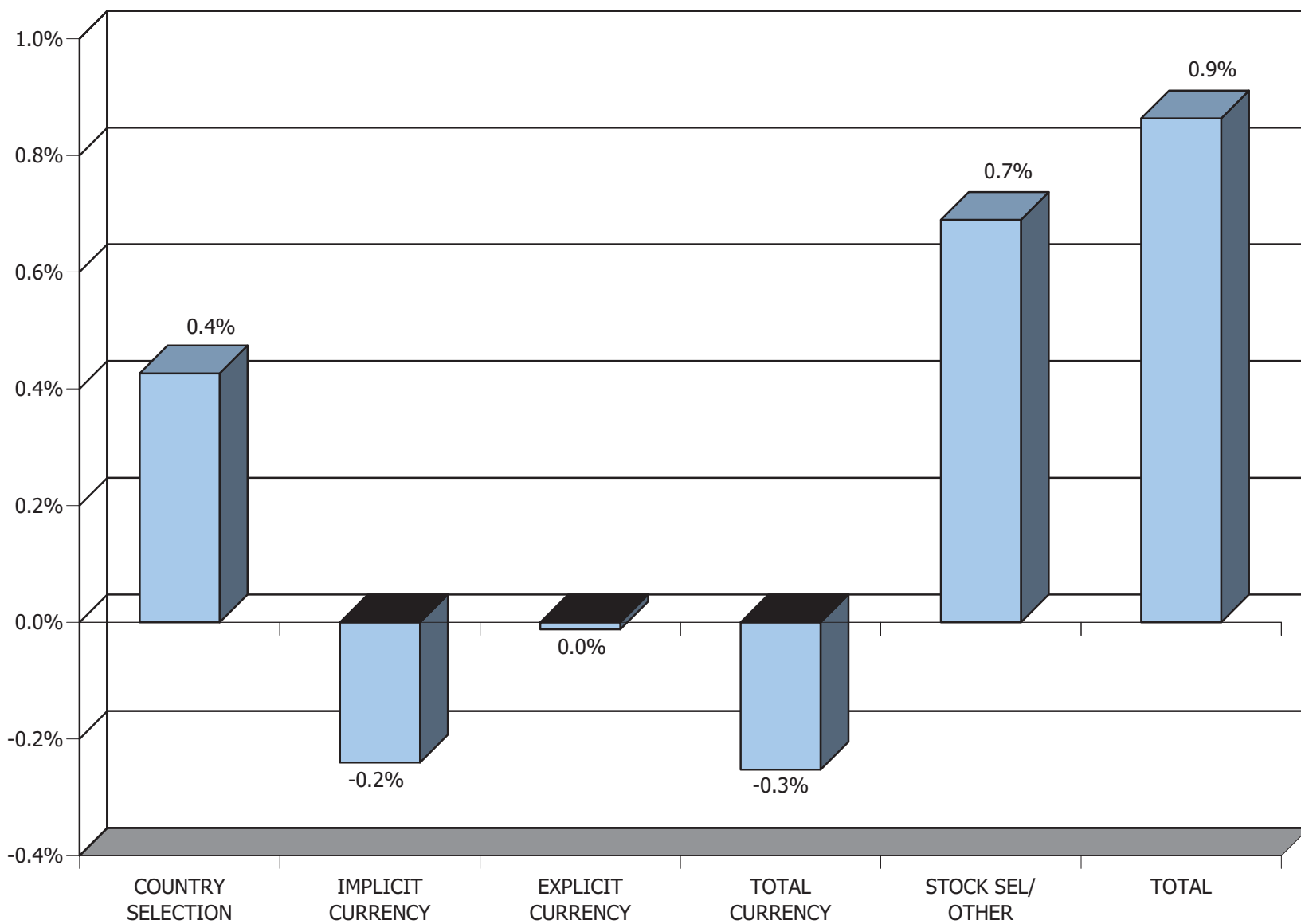


CURRENCY	MARKET VALUE	PYRAMIS	MSCI ACWI ex USA
EURO	\$ 27,226	20.0%	21.0%
UK	\$ 20,286	14.9%	14.8%
JAPAN	\$ 18,244	13.4%	14.5%
CANADA	\$ 11,060	8.1%	7.6%
AUSTRALIA	\$ 8,202	6.0%	5.9%
SWITZER	\$ 8,048	5.9%	5.4%
CHINA	\$ 4,107	3.0%	4.3%
KOREA	\$ 4,006	2.9%	3.2%
BRAZIL	\$ 3,704	2.7%	3.9%
HONG KONG	\$ 3,456	2.5%	1.8%
RUSSIA	\$ 2,972	2.2%	1.4%
S AFRICA	\$ 2,843	2.1%	1.8%
INDIA	\$ 2,830	2.1%	1.9%
TAIWAN	\$ 2,383	1.8%	2.5%
INDONESIA	\$ 1,977	1.5%	0.6%
OTHER	\$ 14,594	10.7%	9.3%
	\$ 135,937	100.0%	100.0%

Summary Performance Attribution



Summary Performance Attribution

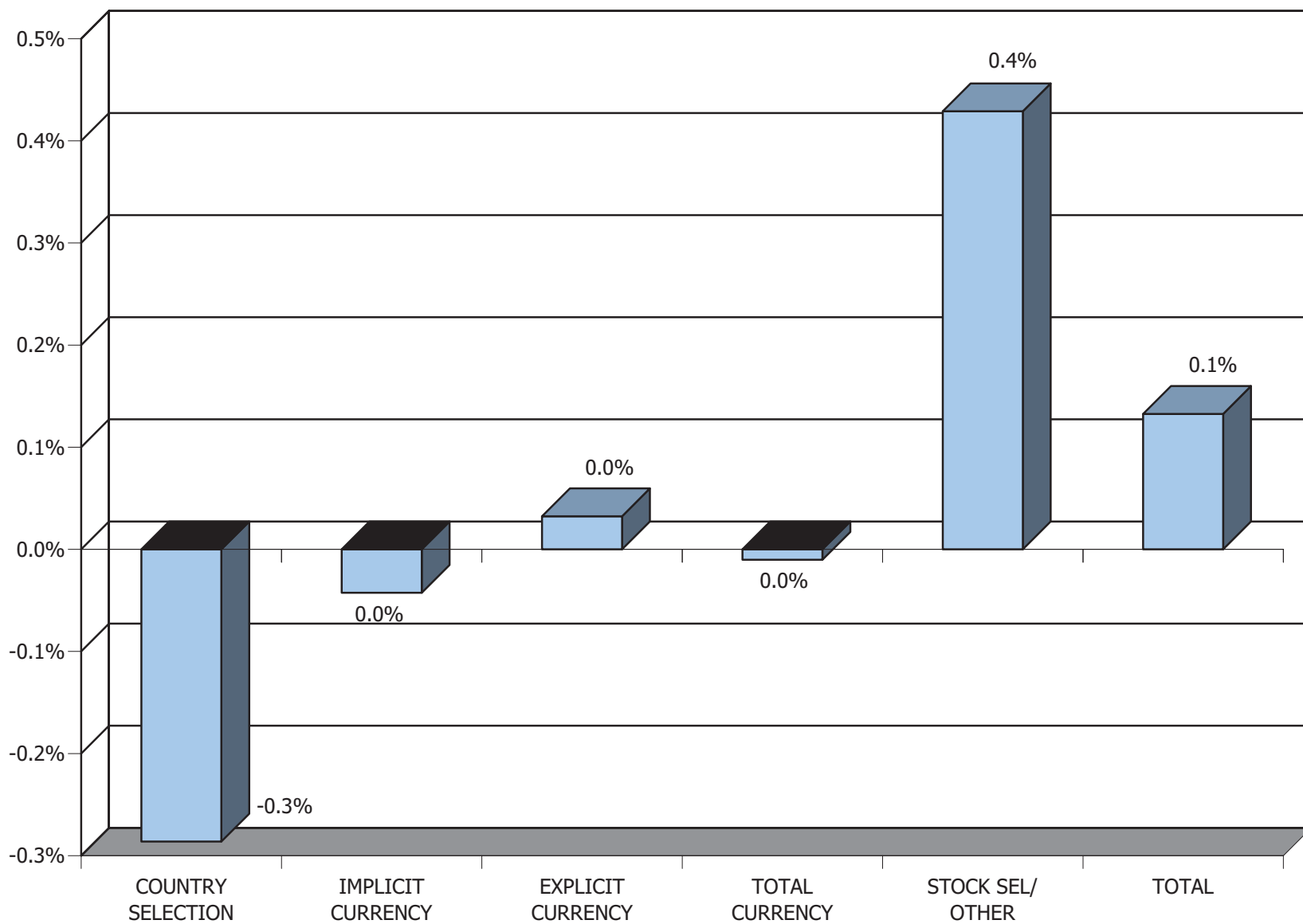


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Pyramis Investments

10/1/2004 to 9/30/2010 (Annualized)

Summary Performance Attribution



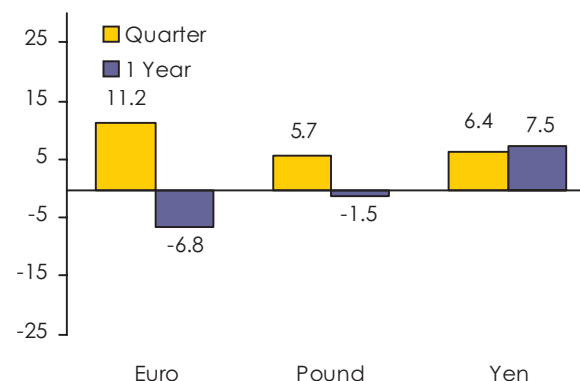
Capital Market Review

CURRENCY AND BOND MARKETS

Currency Markets

- During the first three quarters, The Bank of England and the European Central Bank continued to hold key lending rates at historic lows, keeping them at 0.5% and 1.0% respectively.
- The U.S. Federal Reserve has also kept its key lending rates at historic lows to allow for further recovery of the economy.
- Currency markets reacted to the possibility of further stimulus discussed in the September 21st meeting of the Federal Reserve Open Market Committee, putting pressure on the U.S. dollar which weakened sharply. In response, the Bank of Japan sold \$26.2 billion to stabilize the sudden rise in Yen, while the Euro hit its highest level since the fourth quarter of 2003.
- At a recent Senate Banking Committee meeting, Secretary of the Treasury Tim Geithner said, "China and other surplus countries like Germany and Japan will have to increase domestic demand as the United States and other deficit countries save more and consume less. By continuing to maintain a rigid exchange rate, China is impeding the adjustments needed to secure the strong, sustainable global growth we all need."

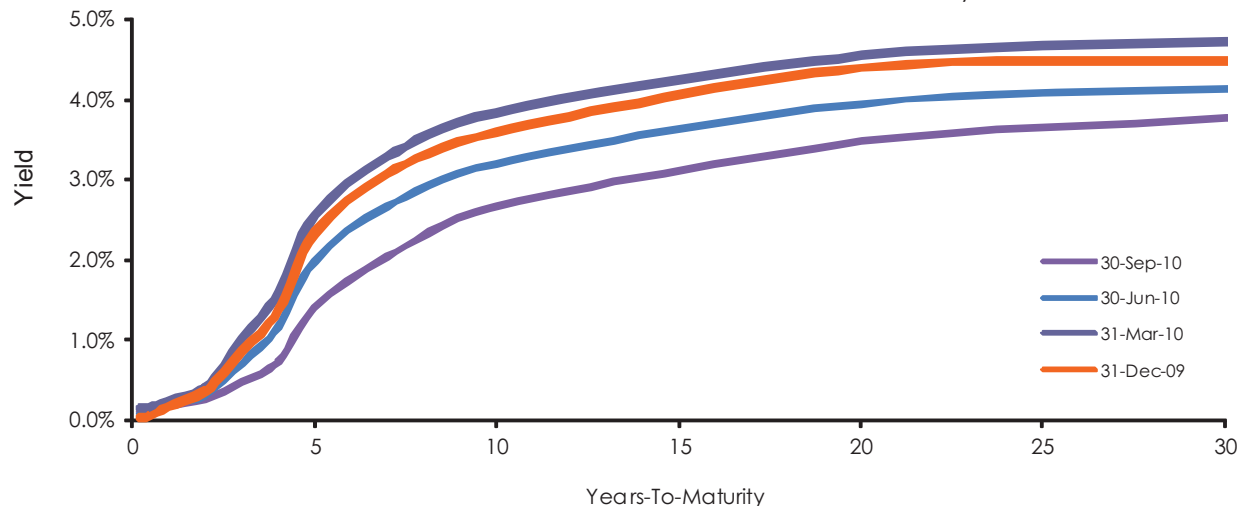
Currency Returns (%)



Yield Curve

- The yield curve has dropped for the second consecutive quarter after a slight rise at the beginning of the year.
- At the August 9th discount rate meeting of the Board of Governors, the directors of the Federal Reserve Bank indicated that the U.S. is seeing a slower pace of recovery than originally had been anticipated. The minutes reflected that "overall, directors anticipated only modest near-term economic expansion. With inflation subdued and inflation expectations stable, most directors recommended that the current accommodative stance of monetary policy be maintained."

Interest Rate Term Structure
Government Issues - 3 Months to 30 Years Maturity

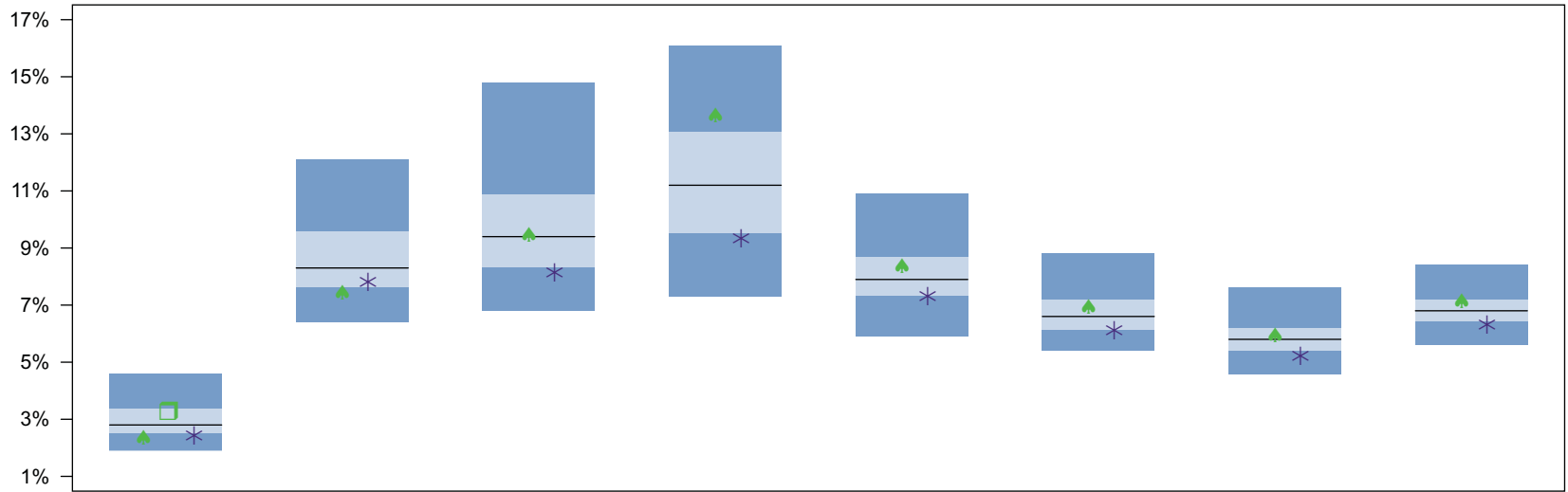


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US Fixed Income Funds - Core

Periods Ending September 30, 2010

Total Returns



	FISCAL 1 QTR		CALENDAR YTD		1 YEAR		2 YEAR		3 YEAR		5 YEAR		7 YEAR		10 YEAR	
▲ Dodge & Cox - Fixed Income	2.6	72	7.7	71	9.7	45	13.9	16	8.6	27	7.2	25	6.2	28	7.4	19
■ PIMCO	3.4	25														
* BC AGGREGATE	2.5	79	7.9	63	8.2	80	9.4	78	7.4	70	6.2	72	5.3	79	6.4	76
Median	2.8		8.3		9.4		11.2		7.9		6.6		5.8		6.8	

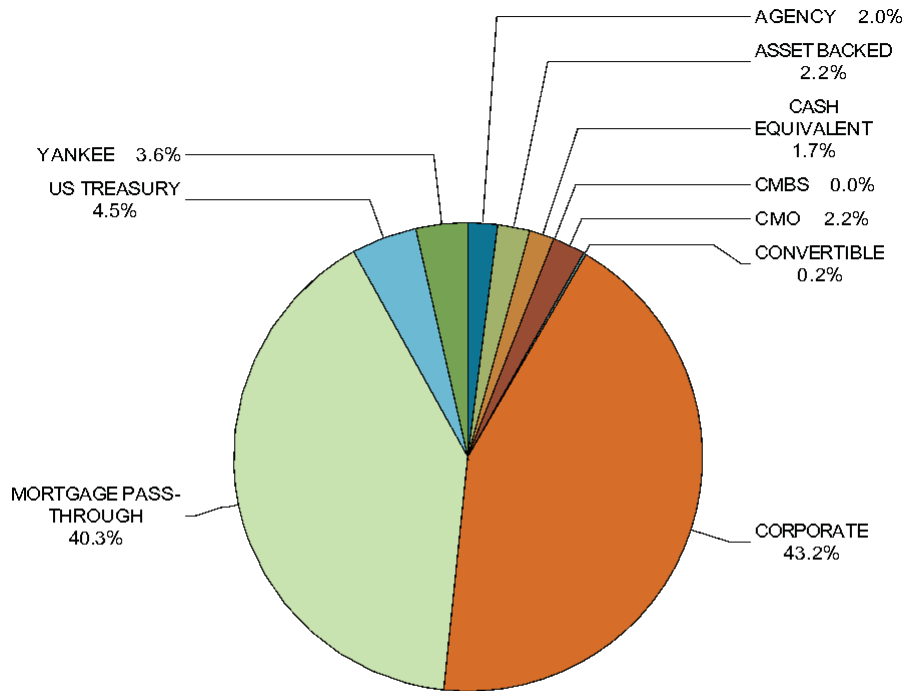
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Dodge & Cox - Fixed Income

INDEX: BC AGGREGATE

AS OF: September 30, 2010

FIXED INCOME SECTOR ALLOCATION



SECTOR	PORTFOLIO WEIGHT %	INDEX WEIGHT %	DIFF %
AGENCY	2.1	7.5	-5.4
ASSET BACKED	2.3	0.3	2.1
CASH EQUIVALENT	-1.8	0.0	-1.8
CMBS	0.0	3.0	-3.0
CMO	2.3	0.0	2.3
CONVERTIBLE	0.2	0.0	0.2
CORPORATE	44.8	19.4	25.4
MORTGAGE PASS-THROUGH	41.7	31.6	10.0
US TREASURY	4.7	33.9	-29.2
YANKEE	3.7	4.3	-0.5
TOTAL	100.0	100.0	0.0

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Dodge & Cox – Fixed Income
As of Ending September 30, 2010

Bond Summary Statistics

Portfolio Characteristics		
	Dodge & Cox	BC AGGREGATE
Total Number of Securities	165	7,835
Current Coupon	6.3	4.4
Yield To Maturity	3.9	2.4
Average Maturity	8.1	6.2
Duration	5.3	4.7
Quality	17.8	23.9

Duration (Years)	
Range	% Held
0 to 1	16.3
1 to 3	18.8
3 to 4	2.4
4 to 6	14.6
6 to 8	10.7
8 to 10	5.0
Over 10	9.8
Unclassified	22.4

Quality	
Range	% Held
Treasury	-1.1
Agency	13.1
AAA	7.5
AA	5.6
A	12.0
BAA	21.2
BA	6.2
Below BA	3.0
Other	32.4

Yield To Maturity (Years)	
Range	% Held
0 to 5	63.8
5 to 7	10.9
7 to 9	3.3
9 to 11	0.0
11 to 13	0.0
Over 13	0.0
Unclassified	22.0

Avg Maturity (Years)	
Range (Yrs)	% Held
0 to 1	8.3
1 to 3	14.5
3 to 5	15.4
5 to 10	25.5
10 to 20	6.3
Over 20	7.6
Unclassified	22.4

Coupon (%)	
Range	% Held
0 to 5	7.9
5 to 7	48.4
7 to 9	19.5
9 to 11	1.9
11 to 13	0.0
Over 13	0.0
Unclassified	22.4

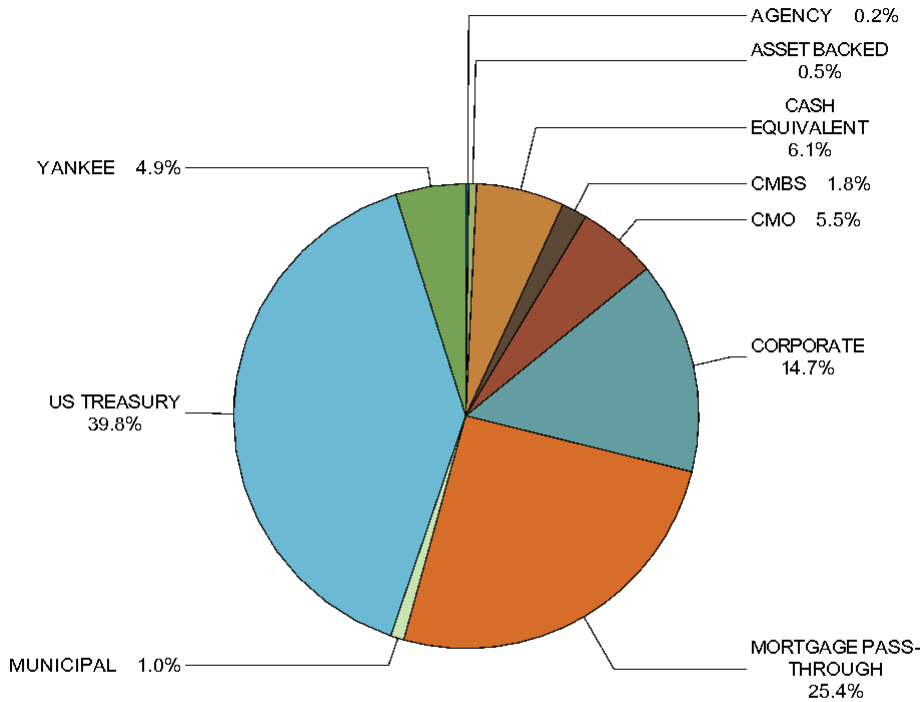
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PIMCO

INDEX: BC AGGREGATE

AS OF: September 30, 2010

FIXED INCOME SECTOR ALLOCATION



SECTOR	PORTFOLIO WEIGHT %	INDEX WEIGHT %	DIFF %
AGENCY	0.2	7.5	-7.3
ASSET BACKED	0.6	0.3	0.3
CASH EQUIVALENT	-7.0	0.0	-7.0
CMBS	2.0	3.0	-1.0
CMO	6.3	0.0	6.3
CORPORATE	16.8	19.4	-2.6
MORTGAGE PASS-THROUGH	29.0	31.6	-2.7
MUNICIPAL	1.1	0.0	1.1
US TREASURY	45.4	33.9	11.5
YANKEE	5.6	4.3	1.3
TOTAL	100.0	100.0	0.0

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PIMCO

As of Ending September 30, 2010

Bond Summary Statistics

Portfolio Characteristics		
	PIMCO	BC AGGREGATE
Total Number of Securities	110	7,835
Current Coupon	3.8	4.4
Yield To Maturity	2.7	2.4
Average Maturity	7.1	6.2
Duration	5.8	4.7
Quality	23.8	23.9

Duration (Years)	
Range	% Held
0 to 1	-5.1
1 to 3	6.4
3 to 4	10.5
4 to 6	30.6
6 to 8	32.1
8 to 10	5.4
Over 10	4.8
Unclassified	15.2

Quality	
Range	% Held
Treasury	34.2
Agency	18.5
AAA	10.5
AA	3.2
A	4.9
BAA	10.7
BA	0.6
Below BA	0.0
Other	17.3

Yield To Maturity (Years)	
Range	% Held
0 to 5	80.2
5 to 7	5.4
7 to 9	0.2
9 to 11	0.0
11 to 13	0.0
Over 13	0.0
Unclassified	14.2

Avg Maturity (Years)	
Range (Yrs)	% Held
0 to 1	-6.3
1 to 3	6.1
3 to 5	36.3
5 to 10	39.4
10 to 20	6.0
Over 20	3.3
Unclassified	15.2

Coupon (%)	
Range	% Held
0 to 5	63.3
5 to 7	14.8
7 to 9	5.0
9 to 11	1.6
11 to 13	0.0
Over 13	0.0
Unclassified	15.2