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*Investment Performance Review*

**City of Brentwood Police Officers' and  
Fire Fighters' Retirement Fund**

*For the Periods Ending March 31, 2014*

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## *Market Overview*

**Global Economy**

US economic reports in March indicated the world's largest economy is pulling out of a weather related slowdown. Both the manufacturing and services sectors regained momentum after stalling during the harsh winter. A gauge that forecasts the direction of the economy over the next six months showed the economy is expected to strengthen into the second half of the year.

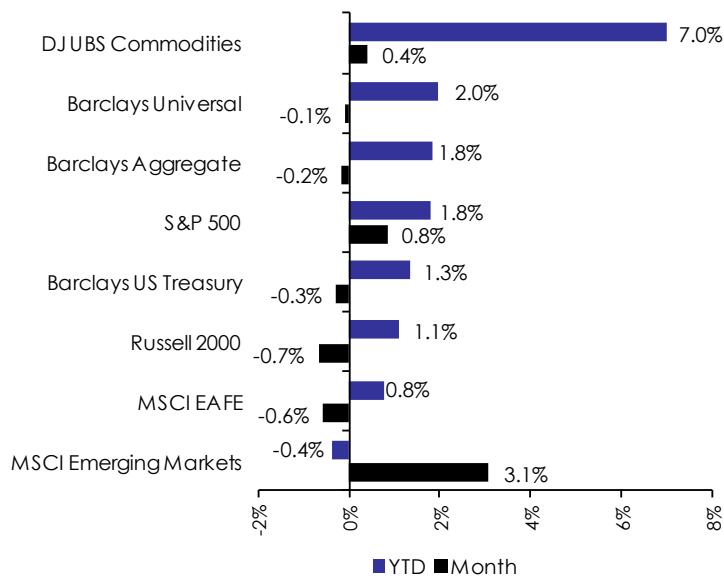
The Labor Department reported that US employers added 192,000 jobs in March after a gain of 197,000 in February. The unemployment rate held steady at 6.7%. With the March additions, the US has recovered all but 437,000 of the 8.7 million jobs lost during the recession. At its March meeting the Federal Reserve (Fed) decided to revise its forward guidance by removing the link between monetary policy and the unemployment rate target of 6.5%. Unemployment has declined from 7.9% at the end of 2012, leading policy makers to consider a "wide range of information" including inflation expectations, labor market conditions and financial markets.

Around the world, the euro-zone is slowly recovering as Germany, its largest economy, reported February retail sales rose 1.3%, following a 1.7% gain in January. Separate data showed euro area inflation slowed in March to the lowest level in four years, suggesting the European Central Bank could take action if these deflationary forces persist. In contrast, Japan's inflation rose 1.3% in February from a year earlier, while a measure of sentiment among Japanese manufacturers rose to its highest level since 2007.

	Current	Dec-13
U.S. GDP (%)	2.6	3.2
U.S. Unemployment (%)	6.70	6.70
CPI (Core) (%)	1.60	1.70
Fed Funds (%)	0 - 0.25	0 - 0.25
10 Year UST Yld (%)	2.72	3.03
S&P 500 Div Yld (%)	1.94	1.89
S&P 500 P/E (Trailing)	17.25	17.42
Gold/oz.	\$1,283.40	\$1,202.30
Oil (Crude)	\$101.58	\$98.42
Gasoline (Nat'l Avg)	\$3.65	\$3.35
USD/Euro	\$1.38	\$1.37
USD/GBP	\$1.67	\$1.66
Yen/USD	¥103.23	¥105.31

**Global Markets**

**Key Market Indices**



US stocks advanced in March, responding to improved economic momentum. The S&P 500 index gained for the second straight month setting a new all time high of 1883.97 on March 21. Earnings from S&P 500 companies grew 8.8% during the fourth quarter with 78% meeting or beating analyst expectations, according to Bloomberg data.

European shares fell as tensions between Russia and Ukraine over the Crimea region outweighed positive economic data. The German benchmark DAX index dropped 1.7% (USD) following a 6.5% (USD) gain the prior month. Japanese equities slid amid investor concerns over the economic impact of a 3% sales-tax increase effective April 1. The Nikkei 225 index declined for a third consecutive month.

The sell off in Russian equity markets intensified in March as the US and its allies imposed sanctions on the country following its invasion in Ukraine's Crimea region. Russia's Micex index slid 3.4% (USD) for the month and now has lost 14.6% (USD) this year. Emerging Market equities climbed amid investor optimism that Chinese policy makers could implement measures to support economic growth for the world's second largest economy. Shares rose 3.1% (USD) adding to February's 3.3% (USD) gains.

Gold traded near its November 2013 lows as investors weighed the future direction of Fed monetary policy. Gold lost 2.9% for the month. Oil prices came under pressure slipping 1.0% in March due to the potential of reduced demand from China coupled with speculation that US crude supplies were increasing.

**Global Markets (continued)**

Yields on 10-year US Treasuries traded within a tight range in March peaking early at 2.8% before trending lower by month's end. Fed Chair Yellen's comments indicated that accommodation will be needed for "some time" to reduce the considerable slack in the labor markets. 10-year yields rose 7 bps for the month to 2.72%, while 30-year yields fell 2 bps to close at 3.56%.

US Treasuries declined 0.3% in March, the first monthly decline since December according to the BoA Merrill Lynch US Treasury Index. US corporate investment grade bonds rallied for a third straight month sending average yields down to 3.10%, from 3.26% at the start of the year according to Barclays US Corporate Investment Grade Index. Higher yields and low defaults continued to attract capital to the US corporate high yield bond sector in March helping register the seventh consecutive monthly advance. Since the end of August, the average yield on the Barclays US Corporate High Yield Index has declined from 6.36% to 5.23% at the end of March.

The European Central Bank (ECB) kept interest rates at a record low of 0.25% despite a fragile economic recovery and inflation that weakened to the slowest pace in more than four years. Spain, the region's fourth largest economy, saw annual prices decline for the first time since 2009. European sovereign debt rallied on the news sending yields lower. German 10-year yields declined 6 bps to 1.57%. Spain's 10-year yields fell 28 bps from the end of February to 3.23%.

Emerging market US dollar bonds advanced for a second straight month in March as the JP Morgan EMBI Global Diversified index gained 1.4%, after rising 3.0% in February. Yields on the index declined to 5.56% by month's end from 5.88% at the start of 2014.

**Selected Bond Yields**

10 Year Sovereign Bond Yields (%)		
	Current	Dec-13
Germany	1.57	1.93
France	2.08	2.56
United States	2.72	3.03
Spain	3.23	4.15
Italy	3.29	4.13
Portugal	4.07	6.13
Greece	6.57	8.42

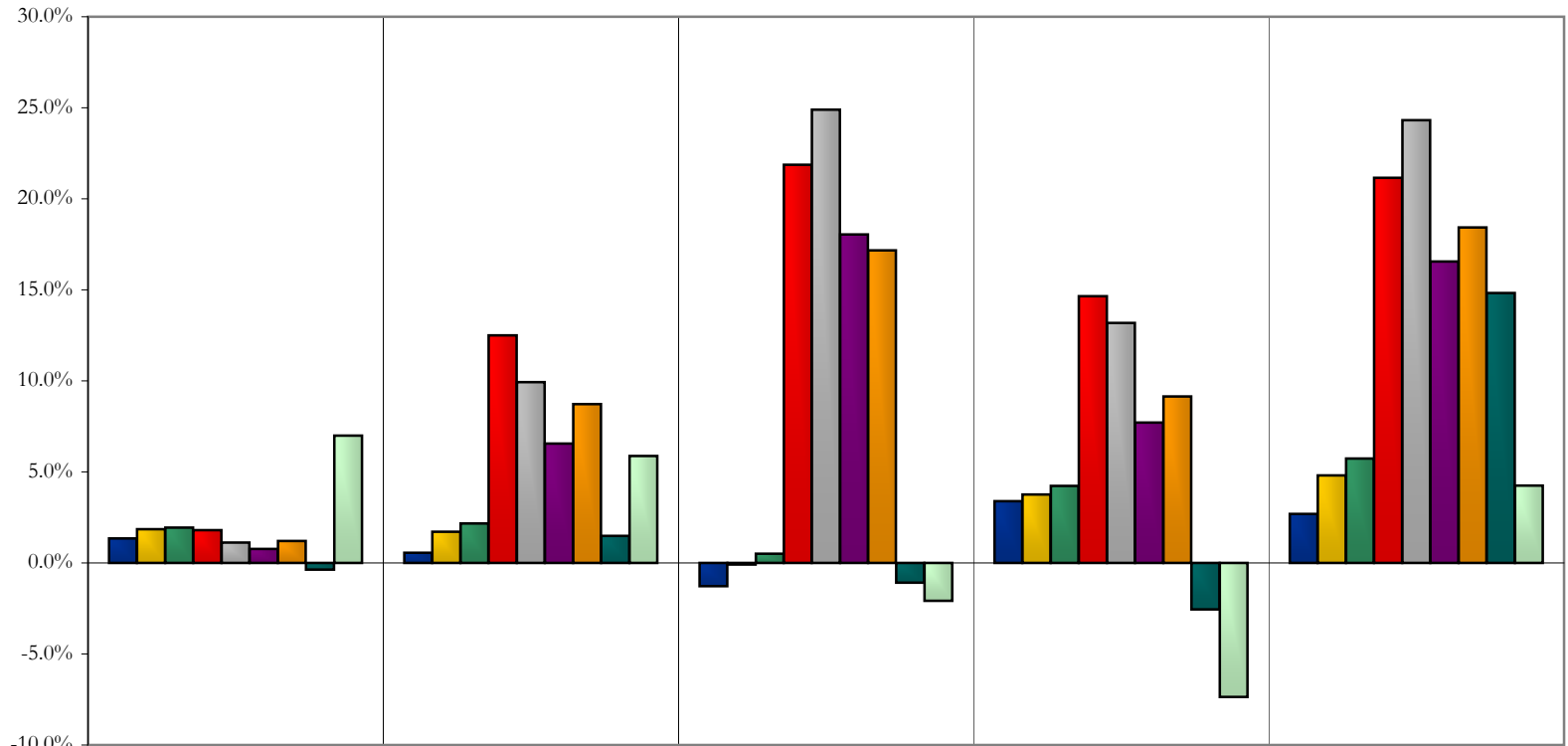
**Indices Report (Periods Ending March 31, 2014)**

	One Month	YTD	Three Months	One Year	Three Years	Five Years	Ten Years
<b><u>U.S. Equity</u></b>							
S&P 500	0.84%	1.80%	1.80%	21.86%	14.65%	21.15%	7.41%
Russell 1000 Growth	-1.01%	1.12%	1.12%	23.23%	14.63%	21.68%	7.87%
Russell 1000 Value	2.39%	3.02%	3.02%	21.58%	14.80%	21.75%	7.58%
Russell Mid Cap	-0.27%	3.53%	3.53%	23.51%	14.37%	25.55%	10.05%
Russell 2000	-0.68%	1.12%	1.12%	24.90%	13.19%	24.31%	8.53%
Russell 2000 Growth	-2.46%	0.48%	0.48%	27.19%	13.60%	25.23%	8.86%
Russell 2000 Value	1.24%	1.78%	1.78%	22.64%	12.73%	23.33%	8.07%
HFRI FOF Strategic	-1.00%	0.44%	0.44%	6.88%	2.63%	5.62%	3.57%
<b><u>Non U.S. Equity</u></b>							
MSCI EAFE	-0.57%	0.77%	0.77%	18.05%	7.71%	16.55%	7.01%
MSCI EAFE Growth	-0.58%	0.20%	0.20%	15.35%	7.60%	16.28%	6.94%
MSCI EAFE Value	-0.55%	1.35%	1.35%	20.86%	7.79%	16.80%	7.01%
MSCI All Country World ex U.S.	0.32%	0.61%	0.61%	12.81%	4.63%	16.04%	7.59%
MSCI Emerging Markets	3.09%	-0.37%	-0.37%	-1.09%	-2.55%	14.82%	10.45%
<b><u>Global Fixed Income</u></b>							
Barclays Aggregate	-0.17%	1.84%	1.84%	-0.09%	3.76%	4.81%	4.47%
Barclays 5 Year Municipal	-0.85%	0.99%	0.99%	0.96%	3.67%	4.03%	3.89%
BofA ML High Yield Index Master II	0.23%	2.99%	2.99%	7.53%	8.71%	18.19%	8.54%
Barclays U.S. Treasury	-0.29%	1.34%	1.34%	-1.28%	3.39%	2.69%	4.05%
Barclays U.S. Credit	0.12%	2.91%	2.91%	1.01%	5.81%	8.90%	5.20%
HFRI FOF Conservative	-0.72%	0.93%	0.93%	5.74%	2.61%	4.56%	2.57%
Citigroup World Government Bond	-0.09%	2.67%	2.67%	1.37%	1.92%	3.84%	4.23%
Barclays Global Aggregate	-0.07%	2.40%	2.40%	1.89%	2.78%	5.10%	4.50%
Barclays Universal	-0.09%	1.95%	1.95%	0.50%	4.23%	5.73%	4.78%
<b><u>Real Assets</u></b>							
NCREIF Property <sup>1</sup>	—	0.00%	0.00%	8.20%	10.69%	7.30%	8.36%
FTSE EPRA/NAREIT Developed Real Estate	0.15%	4.02%	4.02%	2.16%	8.47%	22.95%	—
DJ UBS Commodities	0.41%	7.00%	7.00%	-2.09%	-7.37%	4.25%	0.43%

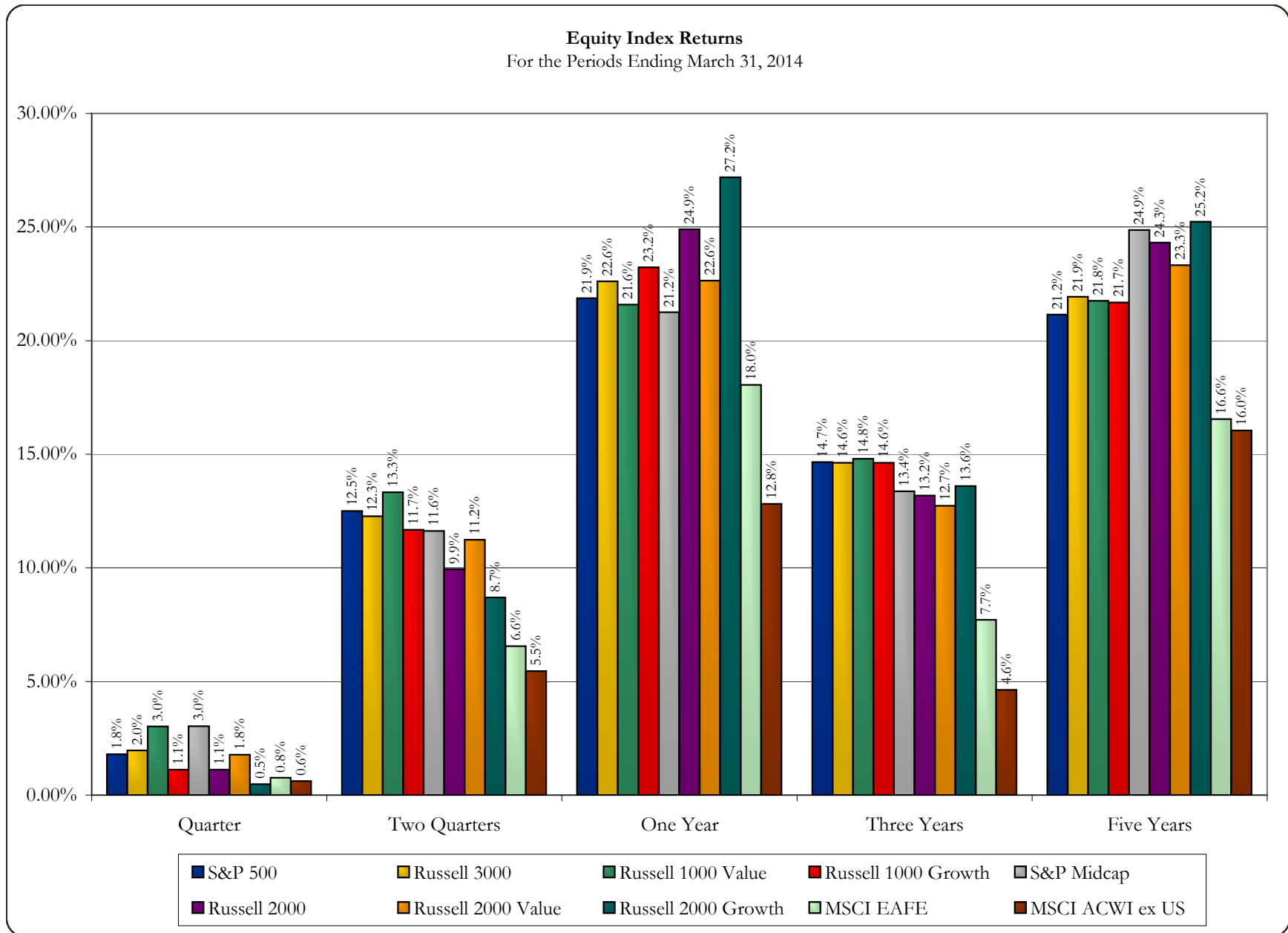
<sup>1</sup>For comparison purposes, prior calendar quarter end returns are used.

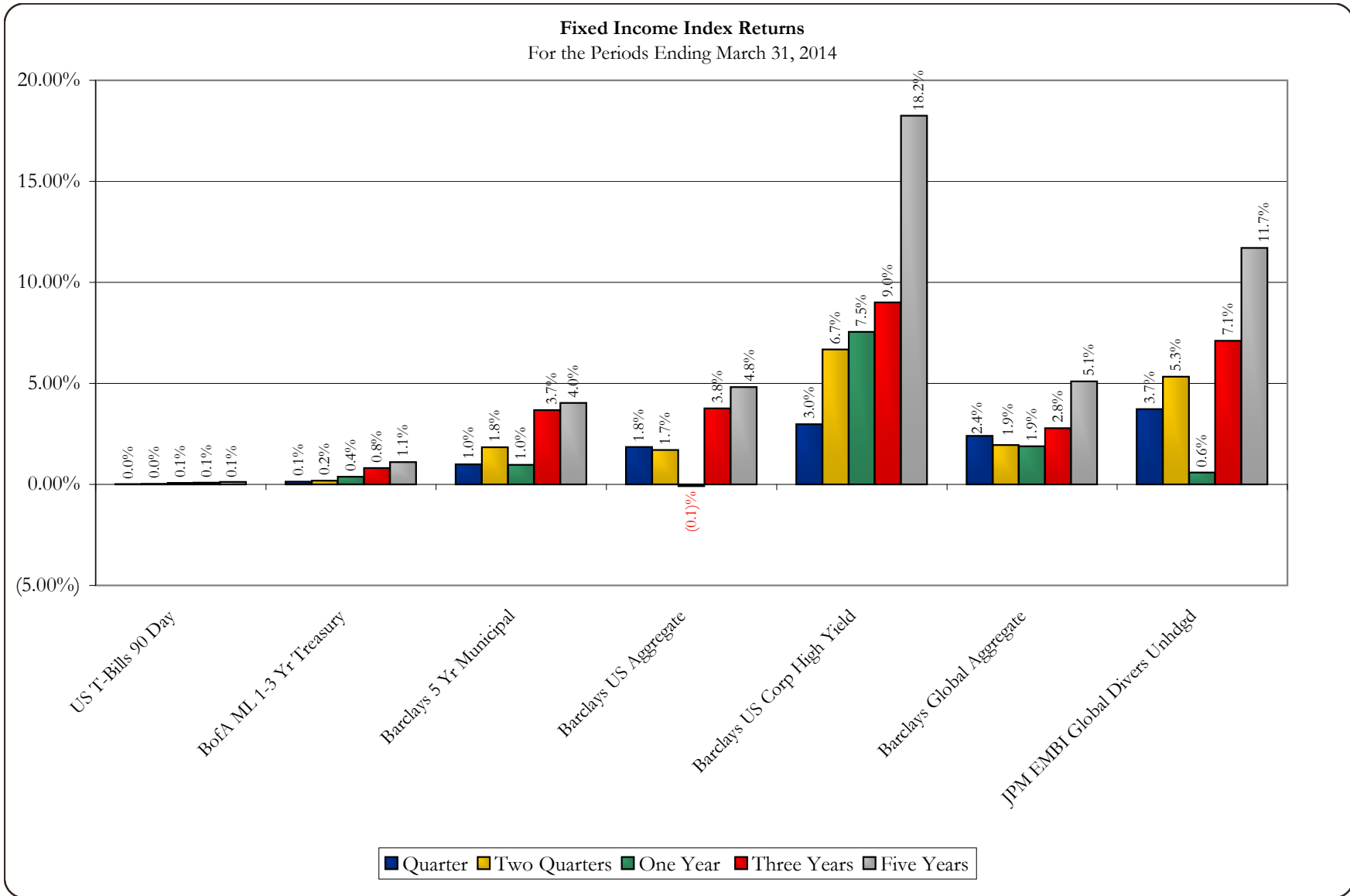
## Market Environment

For the Periods Ending March 31, 2014



	Quarter	2 Quarters	1 Year	3 Years	5 Years
■ Barclays US Treasury	1.34%	0.57%	-1.28%	3.39%	2.69%
■ Barclays US Aggregate Bond	1.84%	1.71%	-0.09%	3.76%	4.81%
■ Barclays Universal	1.95%	2.17%	0.50%	4.23%	5.73%
■ S&P 500	1.80%	12.51%	21.86%	14.65%	21.15%
■ Russell 2000	1.12%	9.94%	24.90%	13.19%	24.31%
■ MSCI EAFE	0.77%	6.55%	18.05%	7.71%	16.55%
■ MSCI ACWI	1.21%	8.72%	17.16%	9.14%	18.42%
■ MSCI Emerging Markets	-0.37%	1.49%	-1.09%	-2.55%	14.82%
■ DJ UBS Commodities	7.00%	5.87%	-2.09%	-7.37%	4.25%







## U.S. Fixed Income Market Environment

For the Periods Ending March 31, 2014

### Nominal Returns by Sector

As of 3/31/14	Month	Quarter	1-Year	3-Year*
U.S. Aggregate	-0.17%	1.84%	-0.10%	3.75%
U.S. Treasury	-0.29%	1.34%	-1.26%	3.40%
U.S. Agg: Gov't-Related	0.14%	2.10%	-0.47%	3.39%
U.S. Corporate IG	0.07%	2.94%	1.47%	6.08%
MBS	-0.32%	1.59%	0.20%	2.76%
CMBS	-0.10%	1.29%	1.39%	4.97%
ABS	-0.14%	0.54%	0.21%	2.78%
U.S. Corp High Yield	0.24%	2.98%	7.54%	9.00%

### Nominal Returns by Quality

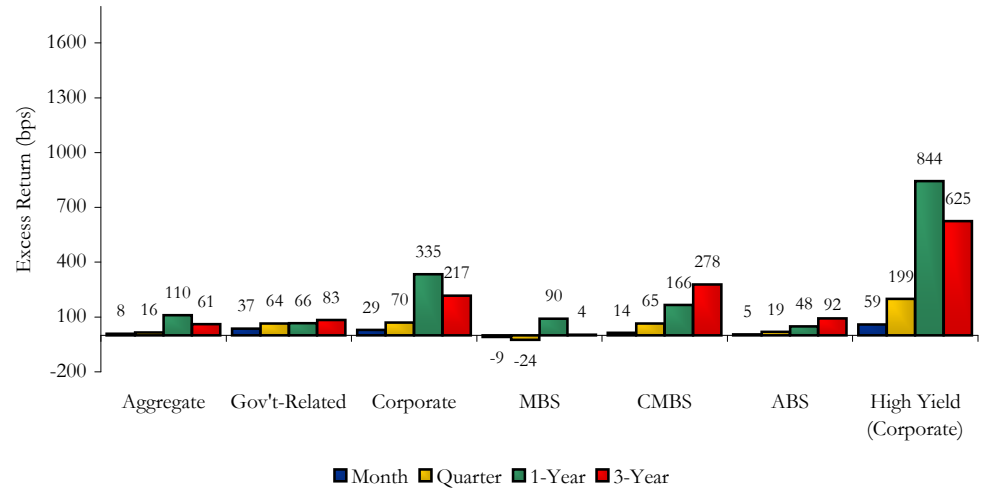
As of 3/31/14	Month	Quarter	1-Year	3-Year*
AAA	-0.29%	1.42%	-0.56%	2.99%
AA	-0.07%	2.06%	-0.08%	4.07%
A	-0.05%	2.67%	1.03%	5.84%
BAA	0.40%	3.59%	1.71%	6.87%
BA	0.14%	3.11%	6.24%	8.64%
B	0.22%	2.75%	7.29%	8.97%
CAA	0.55%	3.31%	11.14%	10.31%

### Nominal Returns by Maturity

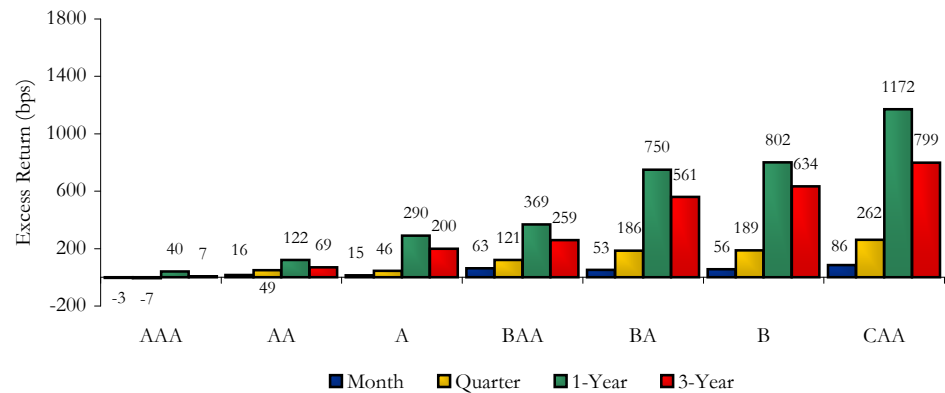
As of 3/31/14	Month	Quarter	1-Year	3-Year*
1-3 Yr.	-0.09%	0.27%	0.72%	1.25%
3-5 Yr.	-0.45%	0.78%	0.47%	2.80%
5-7 Yr.	-0.40%	1.38%	-0.38%	3.56%
7-10 Yr.	-0.33%	2.19%	-1.38%	4.99%
10+ Yr.	0.53%	5.34%	-1.79%	8.47%

<sup>1</sup>Relative to the duration neutral Treasury  
Time periods over one year are annualized  
Source: Barclays Capital

### Excess Returns by Sector<sup>1</sup>



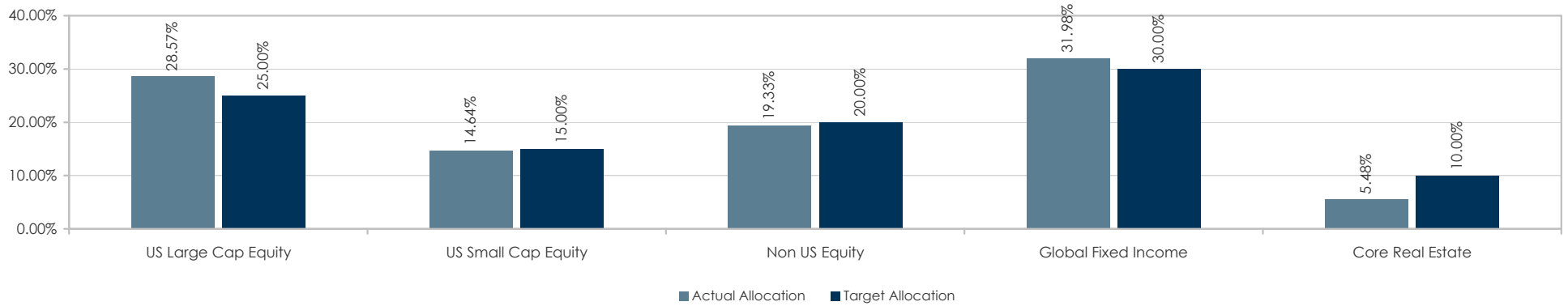
### Excess Returns by Quality<sup>1</sup>



## *Fund Performance*

## City of Brentwood Police Officers' and Fire Fighters' Retirement Fund For the Periods Ending March 31, 2014

Target vs Actual Allocation



	Market Value (\$)	Actual Allocation (%)	1 Month (%)	3 Months (%)	6 Months (%)	Since Inception (%)
<b>Total Portfolio (09/13)</b>	<b>31,907,319</b>	<b>100.00</b>	<b>0.34</b>	<b>1.42</b>	<b>7.40</b>	<b>11.17</b>
<b>Policy Index <sup>1</sup></b>			<b>0.17</b>	<b>1.25</b>	<b>7.36</b>	<b>11.47</b>
<i>SS-TUCS Public Funds Rank</i>			--	1.90	7.60	--
				85	55	

Rankings are on a scale of 1 to 100 with 1 being the best. Dates behind manager names indicate first full month of performance.

<sup>1</sup> Effective February 2014, the policy index consists of 25% S&P 500, 15% Russell 2000, 20% MSCI EAFE, 30% Barclays Capital Aggregate, and 10% NFI ODCE (net). Prior returns consist of 35% S&P 500, 15% Russell 2000, 20% MSCI EAFE, 30% Barclays Capital Aggregate. All returns are reported net of manager fees.

**City of Brentwood Police Officers' and Fire Fighters' Retirement Fund**

For the Periods Ending March 31, 2014

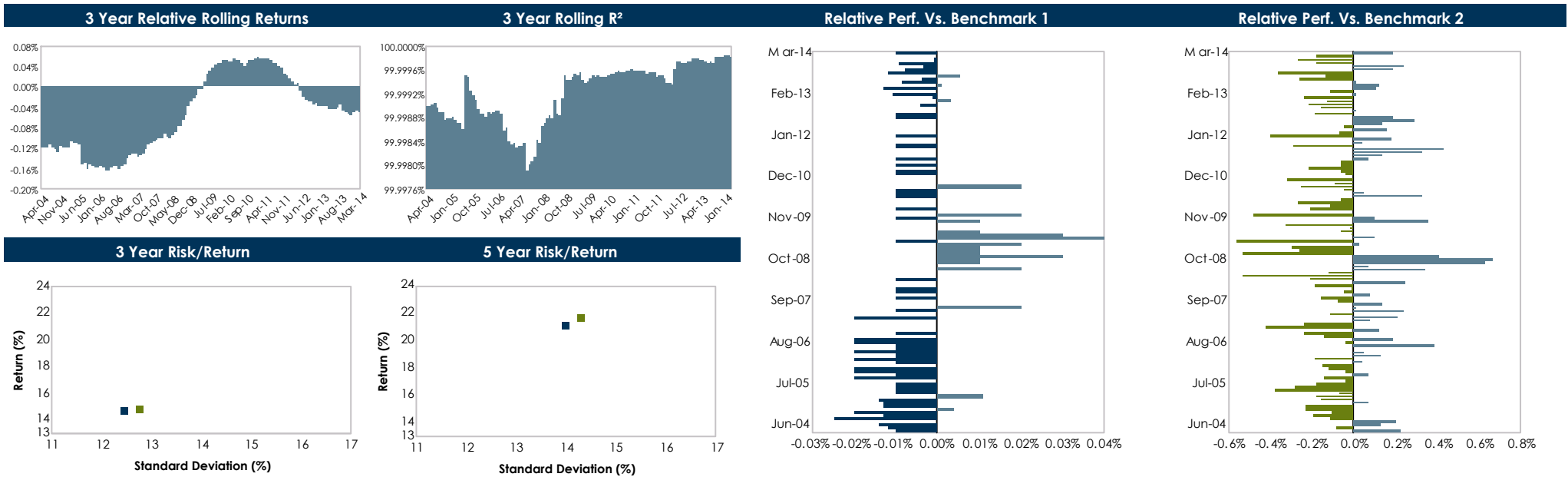
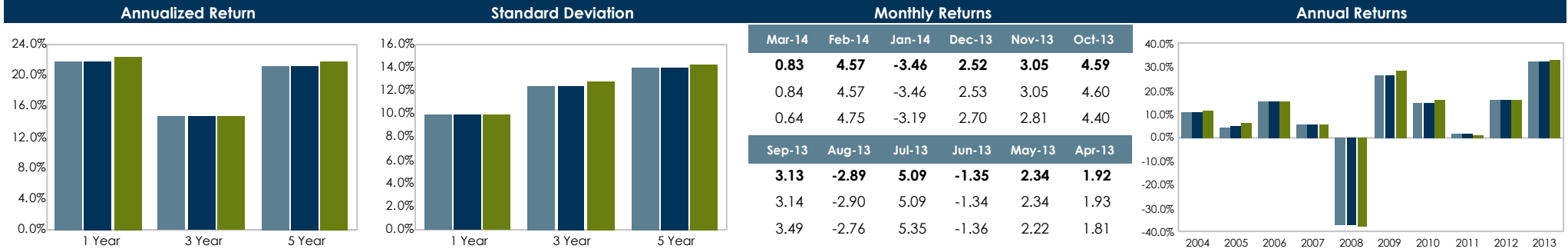
	Market Value (\$)	Actual Allocation (%)	1 Month (%)	3 Months (%)	6 Months (%)	Since Inception (%)
<u>Large Cap</u>						
<b>Vanguard Institutional Index (09/13)</b>	<b>9,114,737</b>	<b>28.57</b>	<b>0.83</b>	<b>1.78</b>	<b>12.48</b>	<b>16.00</b>
<b>S&amp;P 500</b>			<b>0.84</b>	<b>1.80</b>	<b>12.51</b>	<b>16.04</b>
eA US Large Cap Core Equity Rank			--	2.06	12.46	--
				62	50	
<b>Large Cap Equity (09/13)</b>	<b>9,114,737</b>	<b>28.57</b>	<b>0.83</b>	<b>1.78</b>	<b>12.48</b>	<b>16.00</b>
<u>Small Cap</u>						
<b>Cortina Small Cap Growth (09/13)</b>	<b>2,319,892</b>	<b>7.27</b>	<b>-2.10</b>	<b>0.47</b>	<b>7.21</b>	<b>14.17</b>
<b>Russell 2000 Growth</b>			<b>-2.46</b>	<b>0.48</b>	<b>8.70</b>	<b>16.27</b>
eA US Small Cap Growth Equity Rank			--	0.68	9.50	--
				54	77	
<b>Munder Integrity Small Cap Value (09/13)</b>	<b>2,352,705</b>	<b>7.37</b>	<b>0.57</b>	<b>1.78</b>	<b>10.72</b>	<b>18.16</b>
<b>Russell 2000 Value</b>			<b>1.24</b>	<b>1.78</b>	<b>11.24</b>	<b>17.66</b>
eA US Small Cap Value Equity Rank			--	1.86	11.48	--
				53	65	
<b>Small Cap Equity (09/13)</b>	<b>4,672,597</b>	<b>14.64</b>	<b>-0.77</b>	<b>1.13</b>	<b>8.95</b>	<b>16.14</b>
<b>Russell 2000</b>			<b>-0.68</b>	<b>1.12</b>	<b>9.94</b>	<b>16.95</b>
<u>Non-US Equity</u>						
<b>Harding Loevner International Equity (09/13)</b>	<b>3,038,917</b>	<b>9.52</b>	<b>0.79</b>	<b>-0.83</b>	<b>3.70</b>	<b>11.60</b>
<b>MSCI ACWI ex US</b>			<b>0.32</b>	<b>0.61</b>	<b>5.45</b>	<b>12.81</b>
eA ACWI ex-US All Cap Equity Rank			--	0.91	6.91	--
				80	93	
<b>Lazard International Strategic (09/13)</b>	<b>3,128,765</b>	<b>9.81</b>	<b>-0.14</b>	<b>1.31</b>	<b>7.89</b>	<b>14.74</b>
<b>MSCI EAFE</b>			<b>-0.57</b>	<b>0.77</b>	<b>6.55</b>	<b>14.46</b>
eA ACWI ex-US All Cap Equity Rank			--	0.91	6.91	--
				38	31	
<b>Non-US Equity (09/13)</b>	<b>6,167,682</b>	<b>19.33</b>	<b>0.32</b>	<b>0.25</b>	<b>5.79</b>	<b>13.17</b>
<b>MSCI EAFE</b>			<b>-0.57</b>	<b>0.77</b>	<b>6.55</b>	<b>14.46</b>
<u>Fixed Income</u>						
<b>IR&amp;M Core Bond Fund (09/13)</b>	<b>5,444,364</b>	<b>17.06</b>	<b>-0.01</b>	<b>2.30</b>	<b>2.88</b>	<b>3.70</b>
<b>Barclays US Aggregate</b>			<b>-0.17</b>	<b>1.84</b>	<b>1.71</b>	<b>2.67</b>
eA US Core Fixed Income Rank			--	2.00	2.17	--
				16	15	
<b>Pioneer Strategic Income Fund (09/13)</b>	<b>2,887,634</b>	<b>9.05</b>	<b>0.63</b>	<b>2.86</b>	<b>4.43</b>	<b>5.37</b>
<b>Barclays US Aggregate</b>			<b>-0.17</b>	<b>1.84</b>	<b>1.71</b>	<b>2.67</b>
eA US Core Plus Fixed Income Rank			--	2.30	3.04	--
				14	17	
<b>Cash (09/13)</b>	<b>1,872,854</b>	<b>5.87</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Fixed Income (09/13)</b>	<b>10,204,852</b>	<b>31.98</b>	<b>0.17</b>	<b>2.00</b>	<b>2.75</b>	<b>3.45</b>
<u>Real Estate</u>						
<b>Aew Core Property Trust (02/14)</b>	<b>1,747,450</b>	<b>5.48</b>	<b>2.25</b>	<b>--</b>	<b>--</b>	<b>2.25</b>
<b>NFI ODCE Net</b>			<b>2.24</b>	<b>2.24</b>	<b>5.25</b>	<b>2.24</b>
SS-TUCS Real Estate Funds Rank			--	2.61	5.65	--
<b>Real Estate (02/14)</b>	<b>1,747,450</b>	<b>5.48</b>	<b>2.25</b>	<b>--</b>	<b>--</b>	<b>2.25</b>

Rankings are on a scale of 1 to 100 with 1 being the best. Dates behind manager names indicate first full month of performance.

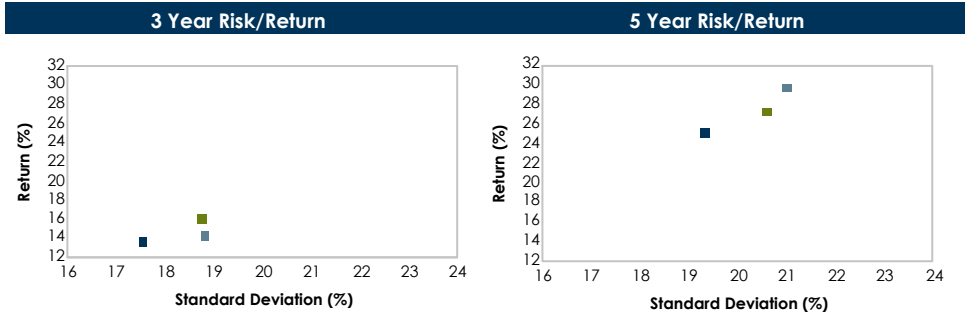
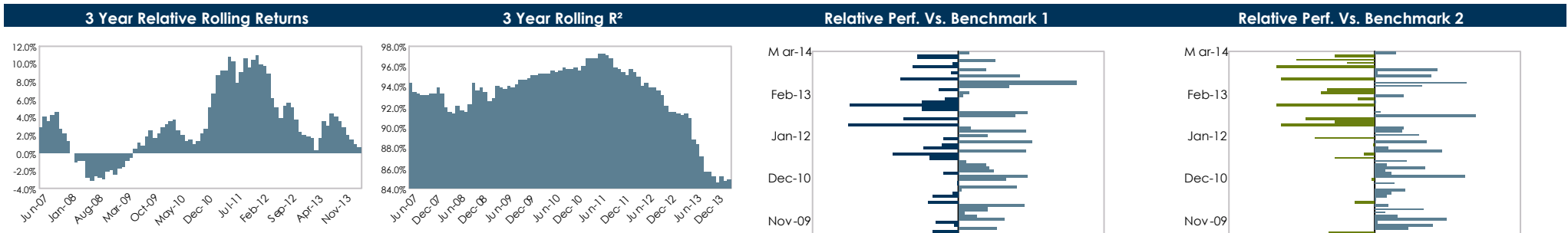
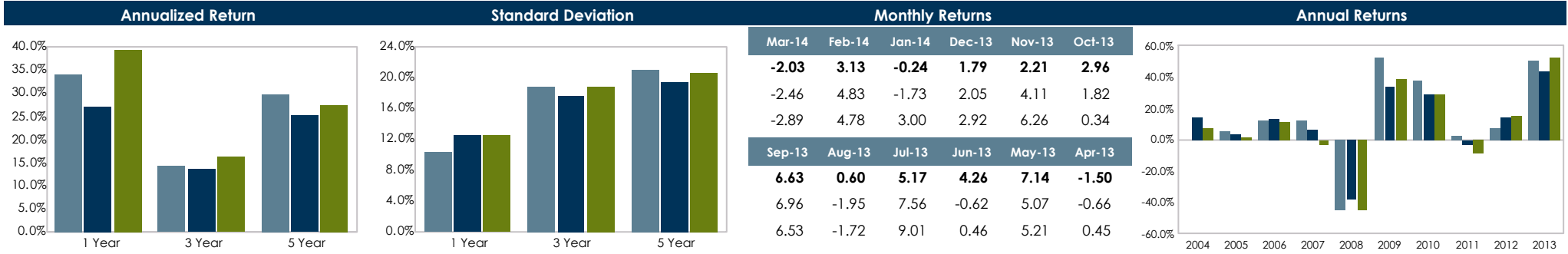
All returns are reported net of manager fees.

## *Manager Performance*

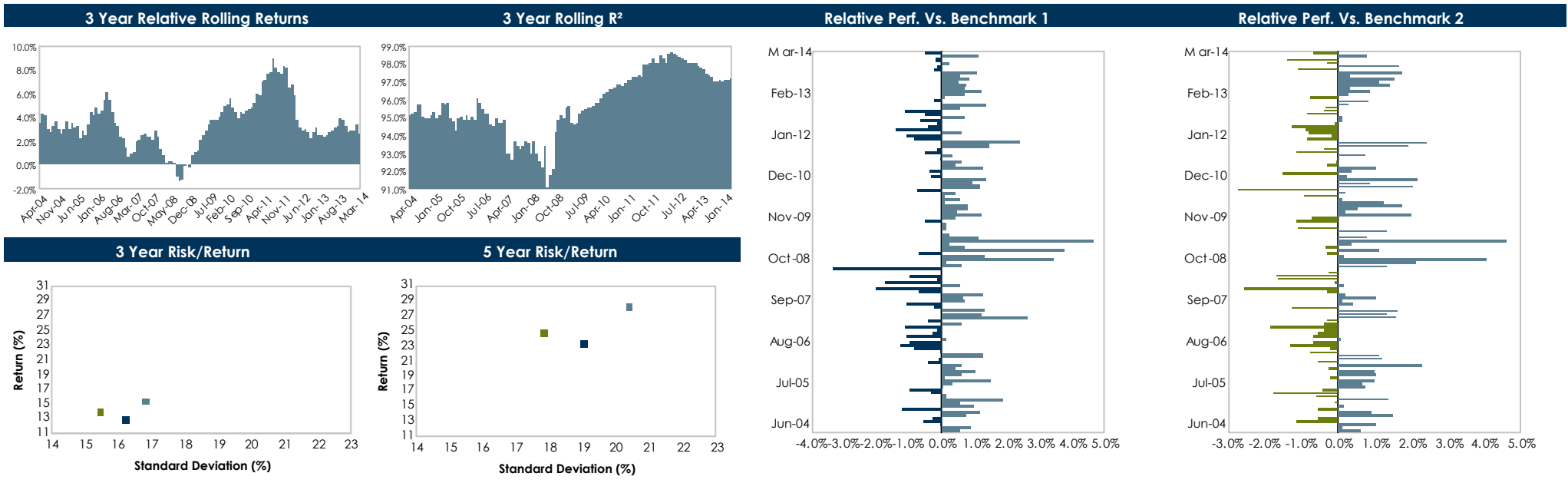
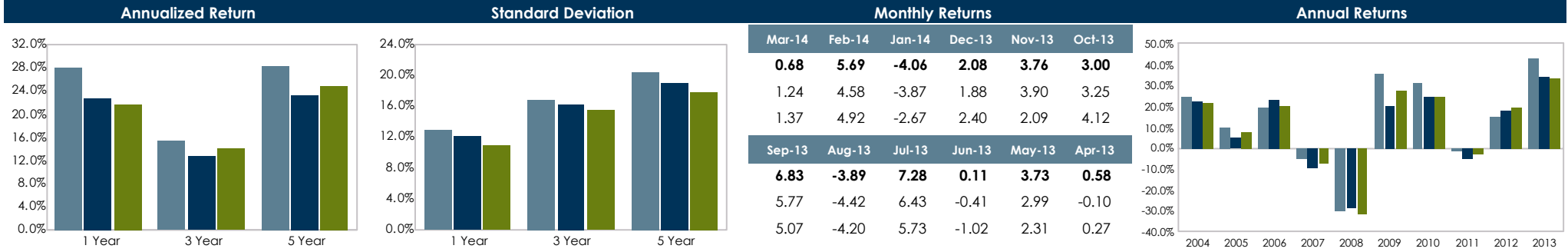
Data as of March 31, 2014	Return	Std.	Sharpe	Trey.	Alpha	Track	Info	Bat	Up	Down	Last 260 Months Performance						
	%	Dev %	Ratio	Beta	Ratio	R <sup>2</sup> %	%	Error %	Ratio	Avg %	Cap %	Cap %	# Pos.	# Neg.	Best	Worst	Median
<b>1 Year</b>																	
500 Index	21.79	9.96	2.18										170	90	10.92	-16.79	1.32
S&P 500	21.86	9.96	2.19	1.00	0.22	100.00	0.00	0.02	-3.73	16.67	99.79	100.06	170	90	10.93	-16.80	1.32
Russell 1000 Index	22.44	9.90	2.26	1.00	0.22	99.46	-0.05	0.73	-0.89	50.00	99.51	105.39	170	90	11.21	-17.46	1.32
<b>3 Years</b>													2013	2012	2011	2010	2009
500 Index	14.60	12.46	1.17										32.33	15.95	2.07	15.03	26.61
S&P 500	14.65	12.47	1.17	1.00	0.15	100.00	0.00	0.02	-2.84	8.33	99.84	100.04	32.41	15.98	2.12	15.05	26.45
Russell 1000 Index	14.75	12.78	1.15	0.97	0.15	99.74	0.02	0.71	-0.21	50.00	98.72	98.58	33.11	16.42	1.51	16.10	28.42
<b>5 Years</b>													2008	2007	2006	2005	2004
500 Index	21.13	13.99	1.50										-36.96	5.47	15.66	4.78	10.74
S&P 500	21.15	13.99	1.50	1.00	0.21	100.00	0.00	0.03	-0.61	15.00	99.96	100.04	-37.00	5.50	15.81	4.91	10.88
Russell 1000 Index	21.73	14.30	1.51	0.98	0.21	99.78	-0.01	0.73	-0.82	38.33	97.67	98.16	-37.60	5.77	15.46	6.28	11.40



Data as of March 31, 2014	Return	Std.	Sharpe	Trey.	Alpha	Track	Info	Bat	Up	Down	Last 117 Months Performance						
	%	Dev %	Ratio	Beta	Ratio	R <sup>2</sup> %	%	Error %	Ratio	Avg %	Cap %	Cap %	# Pos.	# Neg.	Best	Worst	Median
	<b>1 Year</b>																
<b>Small Cap Growth</b>	<b>34.02</b>	<b>10.32</b>	<b>3.30</b>										<b>73</b>	<b>44</b>	<b>16.64</b>	<b>-23.19</b>	<b>2.17</b>
Russell 2000 Growth	27.19	12.39	2.19	0.67	0.51	65.10	1.11	7.33	0.93	50.00	89.60	-14.69	69	48	15.86	-21.70	1.86
Russell Microcap Growth	39.36	12.54	3.14	0.56	0.60	46.98	0.89	9.29	-0.57	50.00	80.98	31.02	72	45	15.37	-22.28	1.45
	<b>3 Years</b>												<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>
<b>Small Cap Growth</b>	<b>14.24</b>	<b>18.85</b>	<b>0.75</b>										<b>50.58</b>	<b>7.72</b>	<b>3.27</b>	<b>37.42</b>	<b>52.36</b>
Russell 2000 Growth	13.60	17.57	0.77	0.99	0.14	84.87	0.08	7.33	0.09	50.00	99.05	93.30	43.29	14.59	-2.92	29.08	34.47
Russell Microcap Growth	16.10	18.78	0.86	0.92	0.16	83.27	-0.02	7.87	-0.24	55.56	95.26	99.96	52.85	15.16	-8.42	29.50	39.15
	<b>5 Years</b>												<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
<b>Small Cap Growth</b>	<b>29.74</b>	<b>21.00</b>	<b>1.41</b>										<b>-44.90</b>	<b>12.58</b>	<b>12.47</b>	<b>6.02</b>	
Russell 2000 Growth	25.23	19.34	1.30	1.04	0.29	90.81	0.26	6.40	0.70	56.67	107.10	93.71	-38.53	7.05	13.35	4.14	14.31
Russell Microcap Growth	27.27	20.61	1.32	0.96	0.31	89.45	0.25	6.86	0.36	63.33	101.41	92.16	-44.64	-2.68	11.39	2.05	7.91

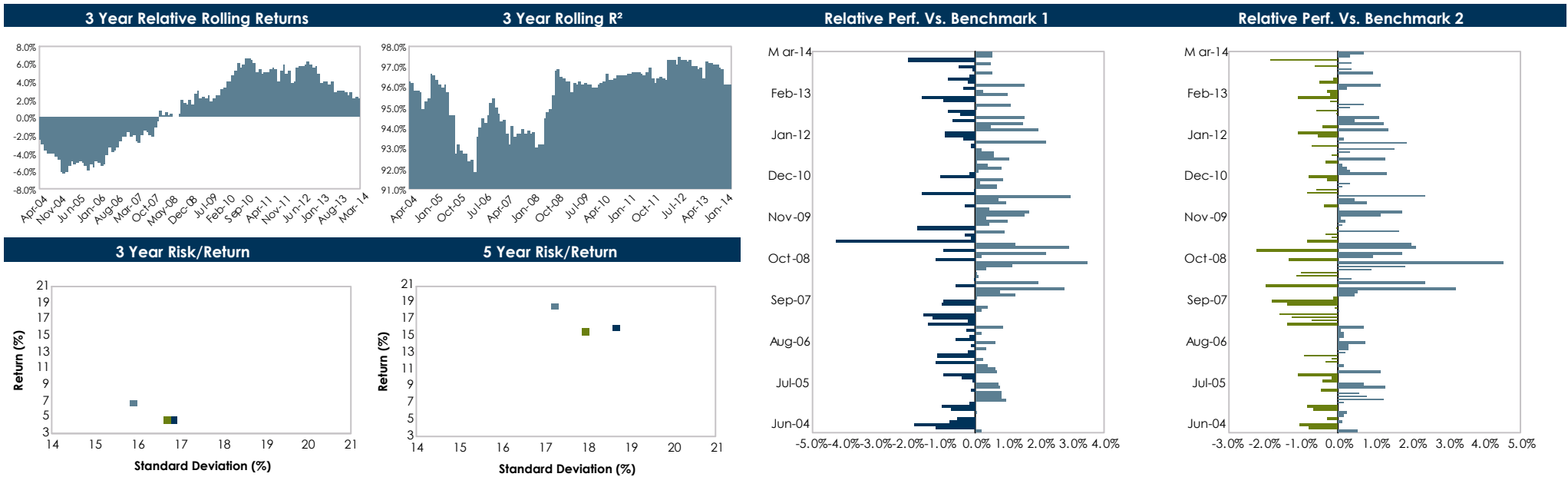
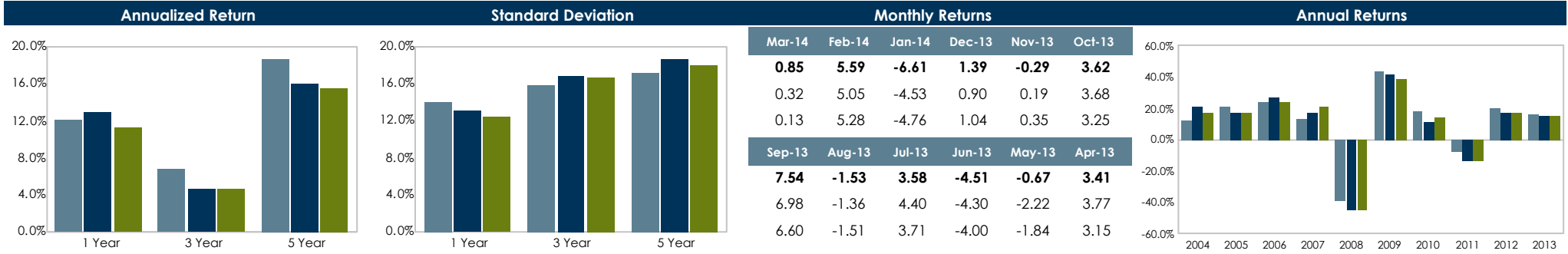


Data as of March 31, 2014	Return	Std.	Sharpe	Trey.	Alpha	Track	Info	Bat	Up	Down	Last 179 Months Performance						
	%	Dev %	Ratio	Beta	Ratio	R <sup>2</sup> %	%	Error %	Ratio	Avg %	Cap %	Cap %	# Pos.	# Neg.	Best	Worst	Median
	<b>1 Year</b>																
Small Cap Value	28.14	12.81	2.20										118	61	20.55	-16.56	1.68
Russell 2000 Value	22.64	12.02	1.88	1.06	0.27	98.01	0.28	1.92	2.86	66.67	110.06	82.53	111	68	15.87	-19.98	1.39
Russell 2500 Value	21.76	10.87	2.00	1.13	0.25	92.14	0.23	3.87	1.65	66.67	118.96	99.39	113	66	15.95	-20.65	1.43
	<b>3 Years</b>												2013	2012	2011	2010	2009
Small Cap Value	15.41	16.86	0.91										42.79	15.11	-1.54	31.09	35.57
Russell 2000 Value	12.73	16.26	0.78	1.02	0.15	97.19	0.18	2.85	0.94	55.56	103.12	89.79	34.50	18.05	-5.50	24.51	20.57
Russell 2500 Value	13.88	15.50	0.89	1.07	0.14	96.23	0.05	3.44	0.45	50.00	105.39	99.74	33.32	19.22	-3.36	24.85	27.68
	<b>5 Years</b>												2008	2007	2006	2005	2004
Small Cap Value	28.22	20.40	1.38										-30.41	-5.44	19.40	10.27	24.74
Russell 2000 Value	23.33	19.05	1.22	1.06	0.27	97.79	0.24	3.24	1.51	63.33	108.35	94.17	-28.93	-9.77	23.48	4.70	22.25
Russell 2500 Value	24.81	17.85	1.39	1.13	0.25	96.89	0.02	4.24	0.80	56.67	110.66	106.15	-31.98	-7.28	20.20	7.75	21.58

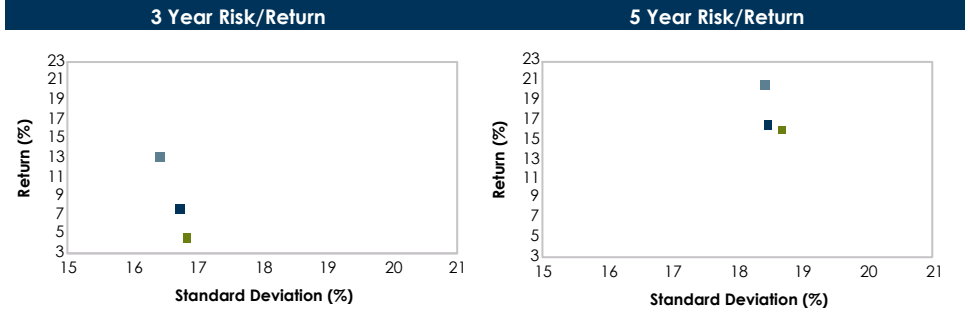
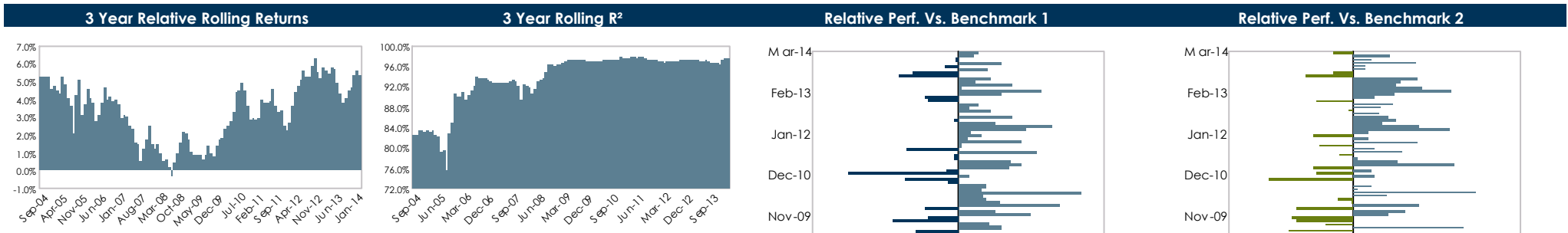
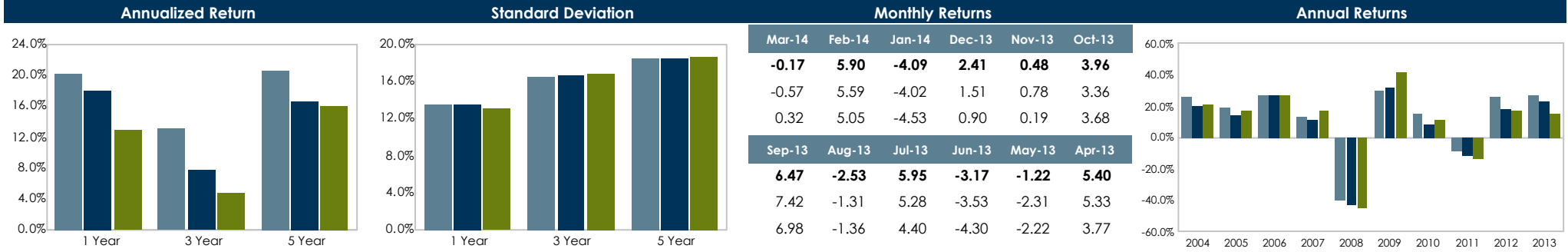




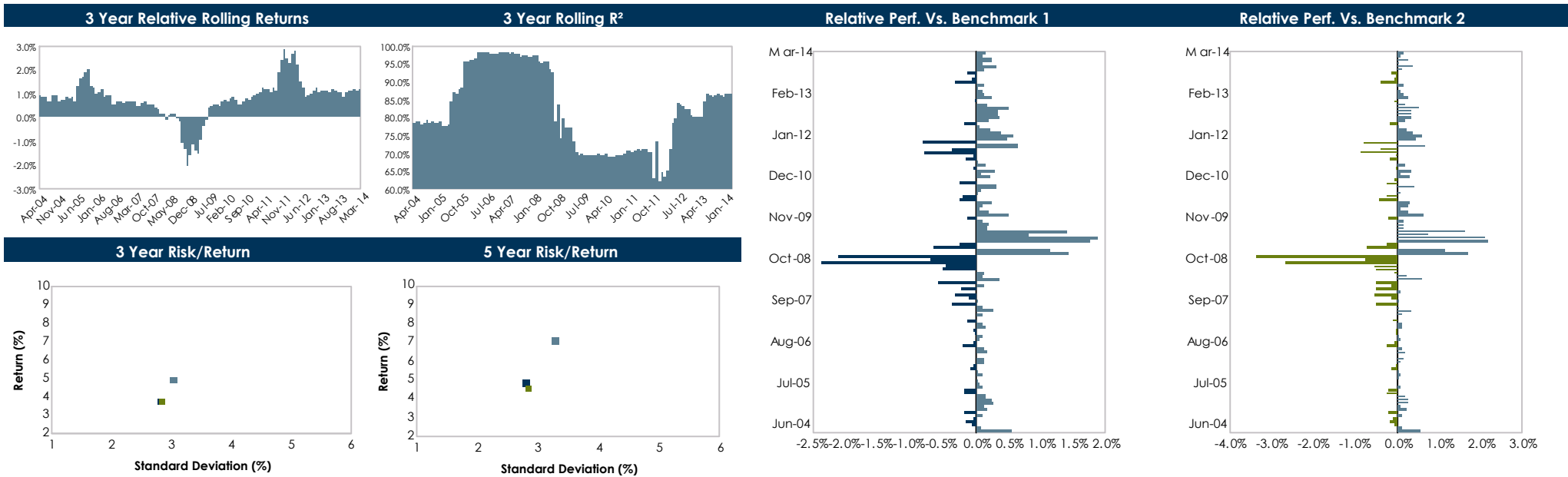
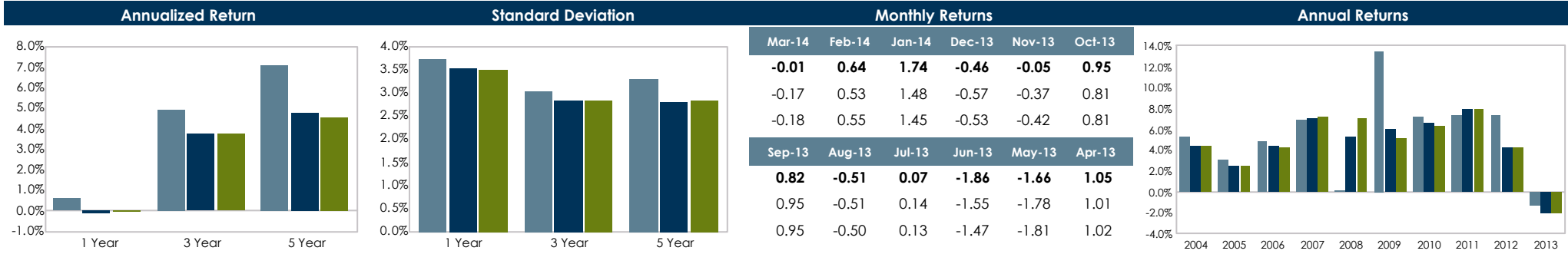
Data as of March 31, 2014	Return	Std.	Sharpe	Trey.	Alpha	Track	Info	Bat	Up	Down	Last 207 Months Performance						
	%	Dev %	Ratio	Beta	Ratio	R <sup>2</sup> %	%	Error %	Ratio	Avg %	Cap %	Cap %	# Pos.	# Neg.	Best	Worst	Median
	1 Year																
<b>International Equity</b>	<b>12.08</b>	<b>14.11</b>	<b>0.86</b>										<b>125</b>	<b>82</b>	<b>13.55</b>	<b>-23.20</b>	<b>1.07</b>
MSCI All Country World Free ex US Gross	12.81	12.97	0.99	1.06	0.11	95.43	-0.11	3.12	-0.23	41.67	101.58	107.33	126	81	13.75	-22.01	1.00
MSCI All Country World ex US Growth	11.24	12.38	0.91	1.12	0.11	97.22	-0.04	2.81	0.30	58.33	109.27	109.99	128	79	13.72	-21.84	1.14
	3 Years											2013	2012	2011	2010	2009	
<b>International Equity</b>	<b>6.78</b>	<b>15.93</b>	<b>0.42</b>										<b>16.00</b>	<b>20.00</b>	<b>-8.30</b>	<b>18.38</b>	<b>44.13</b>
MSCI All Country World Free ex US Gross	4.63	16.85	0.27	0.93	0.07	96.15	0.19	3.36	0.64	55.56	96.35	85.61	15.80	17.40	-13.32	11.60	42.16
MSCI All Country World ex US Growth	4.62	16.73	0.27	0.94	0.07	97.17	0.19	2.87	0.75	52.78	100.07	89.83	15.87	17.07	-13.95	14.79	39.21
	5 Years											2008	2007	2006	2005	2004	
<b>International Equity</b>	<b>18.60</b>	<b>17.25</b>	<b>1.07</b>										<b>-38.91</b>	<b>13.80</b>	<b>24.67</b>	<b>21.42</b>	<b>12.97</b>
MSCI All Country World Free ex US Gross	16.04	18.68	0.86	0.90	0.21	95.77	0.30	3.98	0.64	58.33	95.60	79.80	-45.25	17.11	27.14	17.11	21.36
MSCI All Country World ex US Growth	15.60	17.97	0.87	0.95	0.20	97.48	0.28	2.90	1.04	56.67	100.59	85.63	-45.40	21.39	23.95	17.06	17.07



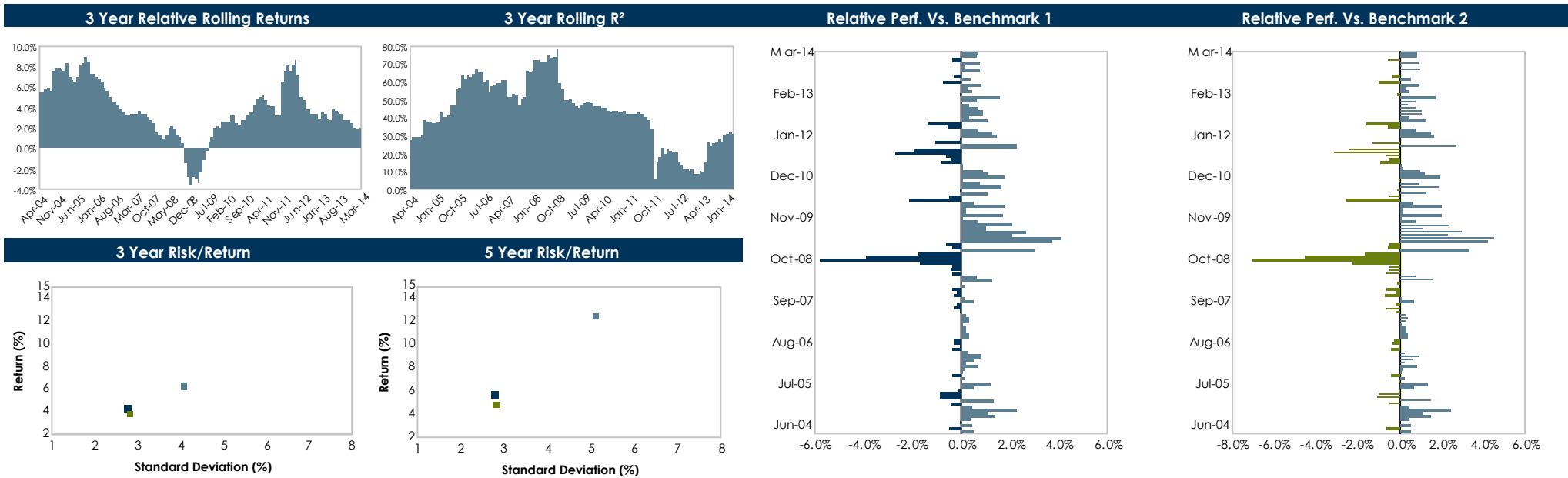
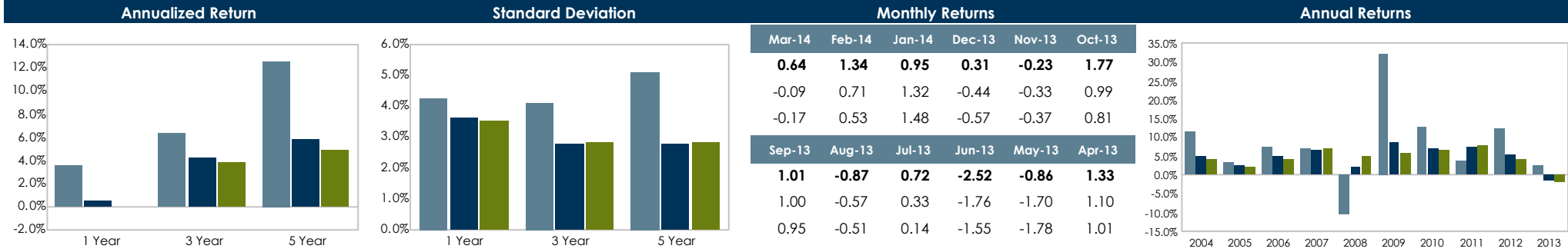
Data as of March 31, 2014	Return	Std.	Sharpe	Trey.	Alpha	Track	Info	Bat	Up	Down	Last 150 Months Performance						
	%	Dev %	Ratio	Beta	Ratio	R <sup>2</sup> %	%	Error %	Ratio	Avg %	Cap %	Cap %	# Pos.	# Neg.	Best	Worst	Median
	<b>1 Year</b>																
<b>International Strategic Equity</b>	<b>20.24</b>	<b>13.47</b>	<b>1.50</b>										<b>96</b>	<b>54</b>	<b>12.28</b>	<b>-18.48</b>	<b>1.40</b>
MSCI EAFE Index	18.05	13.50	1.33	0.98	0.21	96.80	0.18	2.42	0.91	66.67	104.46	95.21	93	57	12.96	-20.17	1.26
MSCI All Country World Free ex US Gross	12.81	12.97	0.98	1.01	0.20	94.58	0.53	3.14	2.37	75.00	120.22	88.68	95	55	13.75	-22.01	1.19
	<b>3 Years</b>												<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>
<b>International Strategic Equity</b>	<b>13.07</b>	<b>16.44</b>	<b>0.79</b>										<b>27.18</b>	<b>25.92</b>	<b>-9.21</b>	<b>15.13</b>	<b>29.71</b>
MSCI EAFE Index	7.71	16.76	0.46	0.97	0.13	97.43	0.43	2.69	1.99	72.22	107.39	85.05	23.29	17.92	-11.75	8.21	32.45
MSCI All Country World Free ex US Gross	4.63	16.85	0.27	0.96	0.14	96.44	0.67	3.18	2.65	77.78	115.57	80.87	15.80	17.40	-13.32	11.60	42.16
	<b>5 Years</b>												<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
<b>International Strategic Equity</b>	<b>20.65</b>	<b>18.42</b>	<b>1.11</b>										<b>-40.11</b>	<b>13.31</b>	<b>27.24</b>	<b>19.31</b>	<b>26.67</b>
MSCI EAFE Index	16.55	18.47	0.89	0.98	0.21	96.95	0.32	3.23	1.27	65.00	105.05	89.95	-43.06	11.62	26.88	14.01	20.70
MSCI All Country World Free ex US Gross	16.04	18.68	0.85	0.96	0.21	95.15	0.38	4.12	1.12	63.33	106.61	90.16	-45.25	17.11	27.14	17.11	21.36



Data as of March 31, 2014	Return	Std.	Sharpe	Trey.	Alpha	Track	Info	Bat	Up	Down	Last 162 Months Performance						
	%	Dev %	Ratio	Beta	Ratio	R <sup>2</sup> %	%	Error %	Ratio	Avg %	Cap %	Cap %	# Pos.	# Neg.	Best	Worst	Median
	1 Year																
<b>Aggregate</b>	<b>0.65</b>	<b>3.73</b>	<b>0.17</b>										<b>115</b>	<b>47</b>	<b>5.17</b>	<b>-3.72</b>	<b>0.60</b>
Barclays Capital U.S. Aggregate Bond Index	-0.09	3.53	-0.02	1.05	0.01	97.60	0.06	0.60	1.22	66.67	107.07	92.06	113	49	3.73	-3.36	0.55
Citigroup Broad Investment Grade	-0.06	3.50	-0.02	1.05	0.01	96.78	0.06	0.69	1.02	66.67	107.29	92.81	111	51	4.53	-3.38	0.55
	3 Years																
<b>Aggregate</b>	<b>4.93</b>	<b>3.04</b>	<b>1.62</b>										<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>
Barclays Capital U.S. Aggregate Bond Index	3.76	2.85	1.31	1.00	0.05	86.84	0.10	1.10	1.06	69.44	117.49	96.23	-2.02	4.23	7.86	6.56	5.93
Citigroup Broad Investment Grade	3.77	2.85	1.31	0.99	0.05	85.41	0.10	1.16	1.00	69.44	117.62	96.81	-2.03	4.23	7.84	6.31	5.06
	5 Years																
<b>Aggregate</b>	<b>7.11</b>	<b>3.29</b>	<b>2.15</b>										<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
Barclays Capital U.S. Aggregate Bond Index	4.81	2.82	1.69	1.02	0.07	77.38	0.17	1.57	1.47	73.33	129.14	89.02	5.24	6.96	4.33	2.43	4.34
Citigroup Broad Investment Grade	4.56	2.85	1.58	0.97	0.07	70.44	0.22	1.79	1.43	71.67	131.60	82.57	7.03	7.21	4.32	2.56	4.47

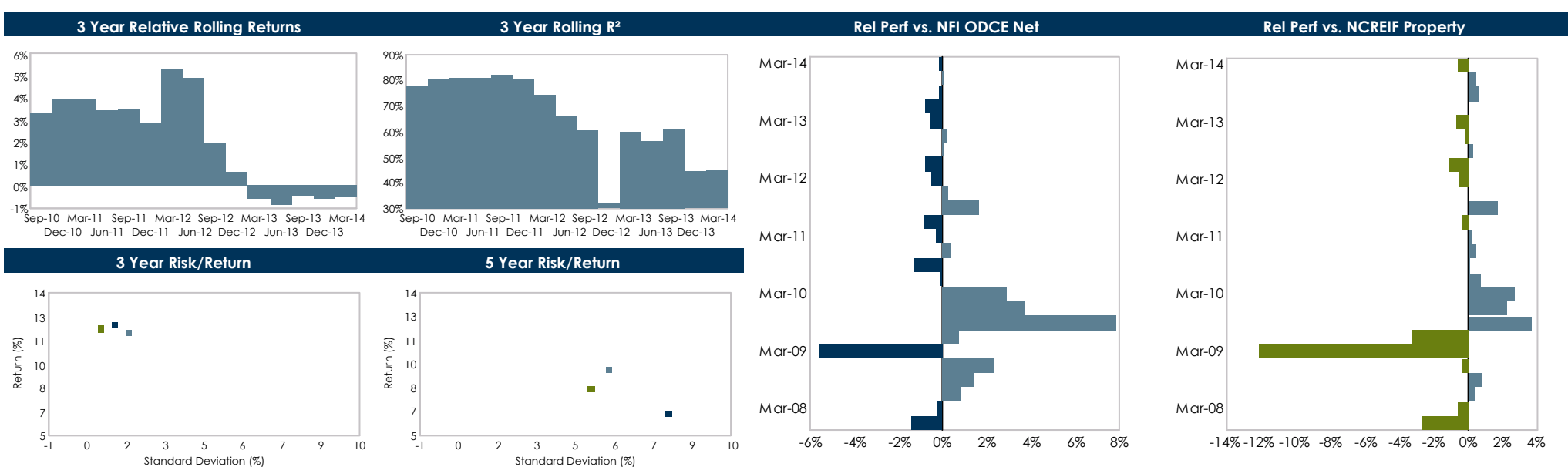
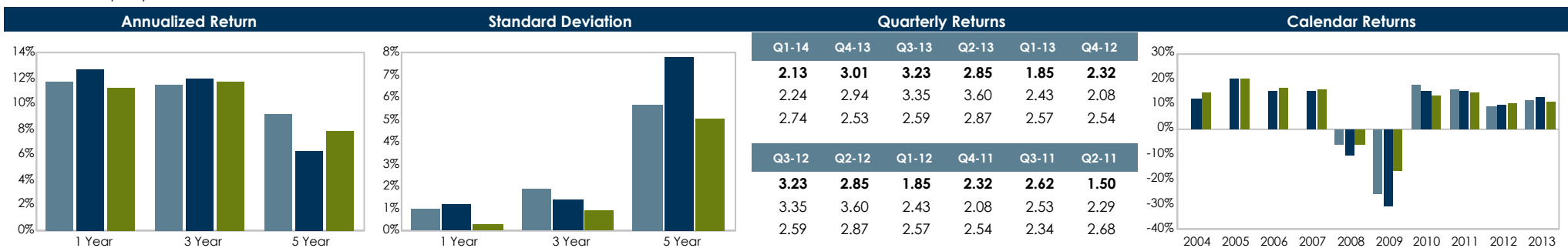


Data as of March 31, 2014	Return	Std.	Sharpe	Trey.	Alpha	Track	Info	Bat	Up	Down	Last 177 Months Performance						
	%	Dev %	Ratio	Beta	Ratio	R <sup>2</sup> %	%	Error %	Ratio	Avg %	Cap %	Cap %	# Pos.	# Neg.	Best	Worst	Median
	1 Year																
<b>Multi-Sector Fixed Income</b>	<b>3.56</b>	<b>4.24</b>	<b>0.84</b>										<b>135</b>	<b>42</b>	<b>5.23</b>	<b>-9.42</b>	<b>0.89</b>
Barclays Capital Universal	0.50	3.64	0.14	1.05	0.03	81.62	0.25	1.83	1.68	75.00	130.64	72.19	129	48	3.82	-3.59	0.51
Barclays Capital U.S. Aggregate Bond Index	-0.09	3.53	-0.02	1.02	0.03	72.25	0.30	2.23	1.63	75.00	144.72	71.31	121	56	3.73	-3.36	0.54
	3 Years											2013	2012	2011	2010	2009	
<b>Multi-Sector Fixed Income</b>	<b>6.29</b>	<b>4.10</b>	<b>1.53</b>										<b>2.63</b>	<b>12.37</b>	<b>3.92</b>	<b>12.92</b>	<b>32.38</b>
Barclays Capital Universal	4.23	2.78	1.51	0.82	0.08	31.21	0.23	3.44	0.60	63.89	120.48	66.87	-1.34	5.52	7.40	7.15	8.59
Barclays Capital U.S. Aggregate Bond Index	3.76	2.85	1.31	0.52	0.12	13.27	0.35	4.05	0.63	66.67	115.71	32.20	-2.02	4.23	7.86	6.56	5.93
	5 Years											2008	2007	2006	2005	2004	
<b>Multi-Sector Fixed Income</b>	<b>12.48</b>	<b>5.12</b>	<b>2.43</b>										<b>-10.27</b>	<b>7.26</b>	<b>7.38</b>	<b>3.53</b>	<b>11.45</b>
Barclays Capital Universal	5.73	2.79	2.04	1.04	0.12	31.89	0.51	4.23	1.60	73.33	169.40	38.64	2.39	6.52	4.98	2.73	4.95
Barclays Capital U.S. Aggregate Bond Index	4.81	2.82	1.69	0.67	0.19	13.71	0.73	4.85	1.58	73.33	175.19	-4.97	5.24	6.96	4.33	2.43	4.34



# AEW Capital Management, LP

Data as of March 31, 2014	Return	Std	Sharpe	Trey.	Alpha	Track	Info	Bat	Up	Down	Last 26 Quarters Performance						
	%	Dev %	Ratio	Beta	%	Error %	Ratio	Avg %	Cap %	Cap %	# Pos.	# Neg.	Best	Worst	Median		
<b>1 Year</b>																	
AEW Core Property Trust	<b>11.70</b>	<b>0.95</b>	<b>12.21</b>								<b>23</b>	<b>3</b>	<b>5.10</b>	<b>-19.48</b>	<b>2.23</b>		
NFI ODCE Net	12.69	1.19	10.62	0.64	0.18	63.49	0.87	0.72	-1.38	25.00	92.50	20	6	5.22	-13.89	2.36	
NCREIF Property	11.17	0.31	36.26	-1.44	-0.08	21.32	6.66	1.13	0.47	50.00	104.57	20	6	4.62	-8.29	2.58	
<b>3 Years</b>												<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	
AEW Core Property Trust	<b>11.46</b>	<b>1.84</b>	<b>6.17</b>									<b>11.39</b>	<b>8.75</b>	<b>15.82</b>	<b>17.54</b>	<b>-26.00</b>	
NFI ODCE Net	11.97	1.36	8.76	0.91	0.13	44.65	0.15	1.38	-0.37	41.67	95.96	12.90	9.79	14.97	15.26	-30.40	
NCREIF Property	11.69	0.87	13.31	1.24	0.09	34.68	-0.74	1.50	-0.16	41.67	98.16	10.99	10.54	14.26	13.11	-16.86	
<b>5 Years</b>												<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	
AEW Core Property Trust	<b>9.13</b>	<b>5.68</b>	<b>1.59</b>									<b>-6.38</b>					
NFI ODCE Net	6.30	7.79	0.79	0.62	0.15	71.99	1.25	4.22	0.67	50.00	100.55	39.39	-10.70	14.84	15.27	20.15	12.00
NCREIF Property	7.89	5.07	1.53	0.96	0.09	73.01	0.39	2.96	0.42	60.00	106.98	75.82	-6.46	15.84	16.59	20.06	14.48



Statistics calculated using quarterly net of fee return data.

## *Glossary*

## *Definitions of Statistical Measures*

**Alpha** - the difference between the fund's actual return and the fund's expected return given its relative risk vs. the benchmark (which is represented by beta, a measure that tracks volatility to an index).

**Beta** - measures the sensitivity of returns to market movements represented by the primary benchmark.

**Correlation** - measures how closely two portfolios move in relation to one another. A correlation of 100 indicates a perfect correlation, while a correlation of 0 indicates no correlation at all.

**Down-Capture** - demonstrates the ratio of manager's average returns relative to the benchmark in quarters in which the benchmark had a negative return. For instance, a down-capture of 96% indicates that, on average, the manager is down 96% when the benchmark is down 100%. Lower manager down-capture is preferred.

**R<sup>2</sup>** - the amount of the manager's return that can be explained by the benchmark. A R<sup>2</sup> of 100 indicates a perfect correlation, while a R<sup>2</sup> of 0 indicates no correlation at all.

**Sharpe Ratio** - a measure of return per unit of risk. Higher Sharpe ratios are preferred while negative ratios are generally meaningless and cannot be used for comparison purposes.

**Standard Deviation** - a measure of the manager's volatility. A large standard deviation relative to the benchmark represents volatile manager returns.

**Up-Capture** - demonstrates the ratio of manager's average returns relative to the benchmark in quarters in which the benchmark had a positive return. For instance, an up-capture of 96% indicates that, on average, the manager is up 96% when the benchmark is up 100%. Higher manager up-capture is preferred.

## Quality Rating Scale

Moody's Rating	S&P Rating	Prior to 1Q09	Beginning 1Q09	Beginning 3Q11
TSY	TSY	10	26	24
AGY	AGY	10	25	24
Aaa	AAA	10	24	24
Aa1	AA+	9.3	23	23
Aa2	AA		22	22
Aa	AA	9	22	22
MIG1		9	22	22
Aa3	AA-	8.7	21	21
A1	A+	8.3	20	20
A-1			20	20
A2	A	8	19	19
A	A		19	19
MIG2		8	19	19
A3	A-	7.7	18	18
Baa1	BBB+	7.3	17	17
Baa2	BBB	7	16	16
Baa	BBB		16	16
MIG3		7	16	16
Baa3	BBB-	6.7	15	15
Ba1	BB+	6.3	14	14

Moody's Rating	S&P Rating	Prior to 1Q09	Beginning 1Q09	Beginning 3Q11
Ba2	BB	6	13	13
Ba	BB		13	13
MIG4		6	13	13
Ba3	BB-	5.7	12	12
B1	B+	5.3	11	11
B2	B	5	10	10
B	B		10	10
B3	B-	4.7	9	9
Caa1	CCC+	4.3	8	8
Caa2	CCC	4	7	7
Caa	CCC		7	7
Caa3	CCC-	3.7	6	6
Ca	CC	3	5	5
C	C	2	4	4
	DDD	1	3	3
	DD		2	2
	D		1	1
NR	NR	N/A	-1	-1
NA	NA	N/A		
N/A	N/A			