



Teachers' Retirement System of the City of New York

Performance Overview as of March 31, 2013

Total Fund Overview

Teachers' Retirement System of the City of New York

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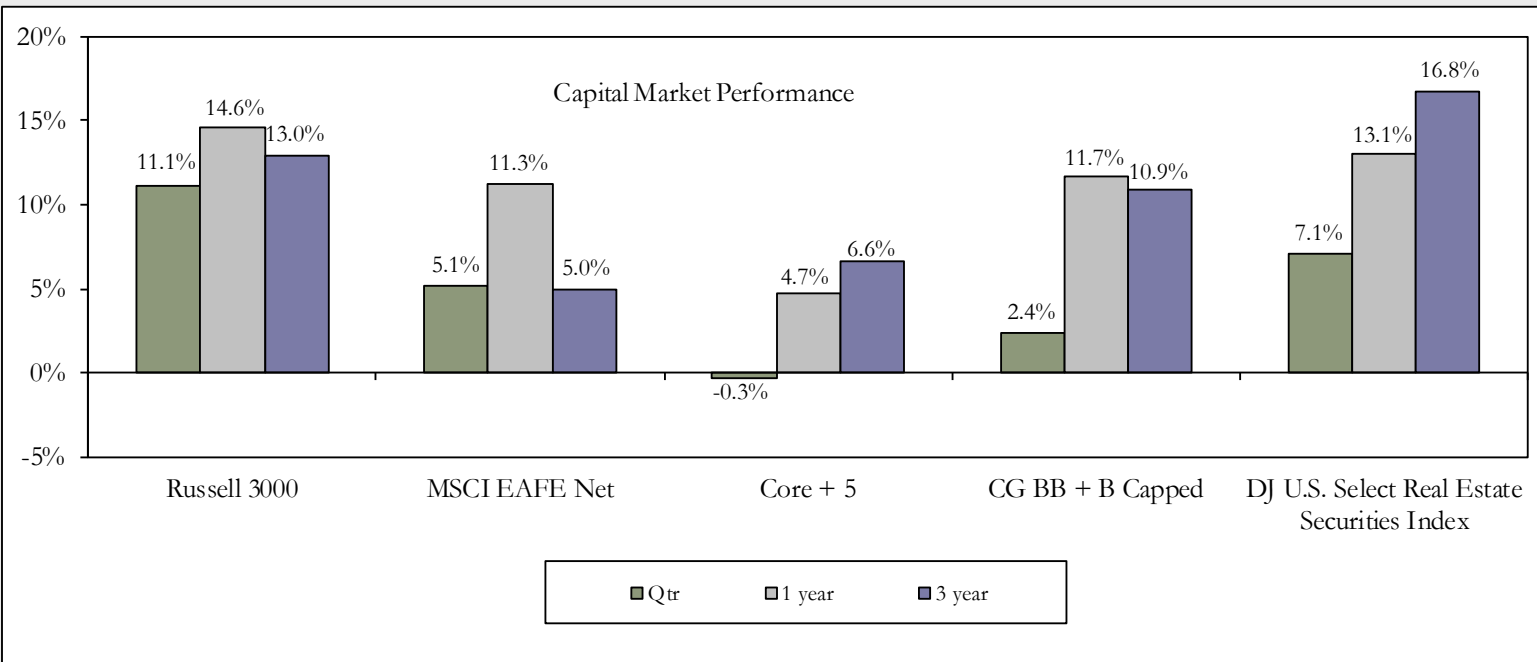


Appendix



Consultant's Commentary

Through March 31, 2013



Consultant's Commentary

Through March 31, 2013

Market Backdrop: Broad equity markets in the U.S. reached all-time highs during the first quarter of 2013, erasing essentially all of the losses incurred during the 2008 financial crisis. Monetary stimulus continued to push most risk assets higher as the Bank of Japan initiated its latest quantitative easing program. Interest rates were only slightly higher despite the rally in risk assets and contracting spread levels, particularly in high yield markets, helped offset any rise in yields. As a result, investment grade fixed income markets were roughly flat for the quarter. Investors in search of more favorable returns in the extremely low interest rate environment showed a willingness to take on additional risk in the first quarter. The highest returns in the U.S. fixed income market over the first three months of 2013 were seen in high yield bonds and the Citigroup High Yield BB&B Capped Index returned 2.38%. The broad U.S. equity market started the year on a strong note and the Russell 3000 Index returned 11.1% in the first quarter. Expected volatility, as measured by the CBOE Implied Volatility Index, declined steadily during the first three months of 2013, as the index retreated to its lowest level since early 2007. Over the first quarter, value stocks generally outperformed their growth counterparts and small cap stocks generally outperformed larger cap stocks. Non-U.S. developed equity markets, as measured by the MSCI EAFE Net Dividends Index, gained over 10% in local currency terms, but, after factoring in the gains of the US dollar versus foreign currencies, rose by only 5.13% in U.S. dollar terms, underperforming the S&P 500 Index by 5.50% basis points, and outperforming the MSCI Emerging Markets Index by nearly 7.00. Emerging market equities, as measured by the MSCI EM Index, returned -1.6% during the first quarter, but, over the trailing one-year, the MSCI EM Index remained in positive territory with a return of 2.3%. The Federal Reserve continued its quantitative easing program throughout the first quarter and announced that it plans to continue buying \$45 billion in U.S. Treasuries per month and \$40 billion per month in mortgage backed securities to support a stronger economic recovery. The FOMC reiterated its unemployment and inflation targets which dictate when the Fed will begin to raise short-term interest rates.

Consultant's Commentary

Through March 31, 2013

Total Fund Performance: The Teachers' Total Fund had a return of 5.54% for the quarter ending March 31, 2013 versus the policy benchmark's return of 5.20%. During the quarter, the Fund benefitted from its overweight versus target to US equities and its underweight to investment grade fixed income. Active management added value in all public equity and bond composites, with the exception of REITs and convertibles. The Total Fund experienced very strong absolute returns for the trailing one-year, gaining 10.46%. For the three year period ending March 31, 2013, the Fund lagged its benchmark by 30 basis points with a return of 9.94%. Please note that all composite and manager performance data is reported gross of fees. Total Fund fees of the public markets managers for the first quarter of 2013 have been estimated at approximately 14 basis points.

Total Fund Asset Allocation - \$49.6 Billion: As of March 31, 2013, the Fund had total assets of \$49.6 billion, up from \$46.7 billion at the end of the 2012 fiscal year. Although all composites, with the exception of the Core + 5 composite, are within rebalancing ranges, the approximately 5.5% overweight to US equities and 5.4% underweight to investment grade bonds had a significant impact on the Fund, given the 11.1% difference in return between these two markets over the first quarter. The Fund is in the process of shifting its asset allocation to its new strategic targets. As of March 31, 2013, the private equity and private real estate invested allocation was 6.9% versus their new aggregate long-term target allocation of 12.0%.

U.S. Equity - \$20 Billion, 40% of Fund: The U.S. equity composite returned 11.41% during the first quarter of 2013, outperforming the broad U.S. equity market, as measured by the Russell 3000 Index, by 34 basis points due, in part, to a modest overweight to active small and mid cap strategies in the Fund. Approximately 95% of the U.S. equity composite is allocated to passively managed mandates with the remainder invested in actively managed U.S. equity portfolios. Despite its overwhelmingly indexed orientation, for the one year period ending March 31, 2013, the U.S. equity composite has returned 15.05% versus the Russell 3000 Index's return of 14.56%. Over the three year period ending March 31, 2013, the U.S. equity composite returned 13.04% versus the 12.97% return of the Russell 3000 Index.

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Through March 31, 2013

Developed International Equity - \$4.6 Billion, 9.3% of Fund: Non-U.S. developed equity markets, as measured by the MSCI EAFE Net Dividends Index, returned 5.13% in U.S. dollar terms during the first quarter of 2013. For the same time period, the Fund's total developed international equity composite (including the environmental and activist strategies) returned 5.91%. About 93% of the developed international equity composite is actively managed. The Fund's actively managed composite outperformed the EAFE Index by 87 basis points for the first quarter of 2013 with a return of 5.99%. For the 12 month period ending March 31, 2013, the actively managed composite returned 12.70%, outperforming the MSCI EAFE Net Dividends Index, which returned 11.26% over the same period. Over the three year period ending March 31, 2013, the total developed international composite (including the environmental and activist strategies) has outperformed the index by 207 basis points with an annualized return of 7.07%.

Emerging Markets Equity - \$3.8 Billion, 8% of Fund: Emerging market equities were impacted by lowered expectations for growth in most emerging economies as well as the strength of the US dollar. Latin America was the only region that finished the quarter in positive territory. For the first quarter of 2013, the emerging markets equity composite, consisting of two strategies actively managed by DFA and Eaton Vance and one passive mandate, returned -0.99% versus its Custom FTSE Benchmark's return of -1.34% over the same period. For the one year period ended March 31, 2013, the emerging markets equity composite returned 1.30% versus the benchmark return of 1.61%.

REITs - \$1.8 Billion, 4% of Fund: For the first quarter of 2013 the REIT composite trailed its benchmark, the Dow Jones U.S. Select Real Estate Securities Index, which returned 7.05%, with a return of 5.72%. European Investors was the weakest performing manager within the REIT composite during the quarter with a gain of 2.93%, compared to the previous quarter in which European was the strongest performer within the REIT composite. For the 12 month period ending March 31, 2013, the REIT composite trailed its benchmark's return of 13.05% with a return of 12.66 %. For the three year period ending March 31, 2013, the REIT composite returned

Consultant's Commentary

Through March 31, 2013

17.15% annually versus its benchmark's return of 16.75% and, over the longer five year period ending March 31, 2013, the REIT composite is virtually flat with the Dow Jones U.S. Select Real Estate Securities Index with an annualized return of 5.87%.

Structured Fixed Income – \$7.9 Billion, 16% of Fund: Broad investment grade fixed income, as measured by the Core + 5 Benchmark, returned -0.31% over the first quarter of 2013. All of the underlying sectors in the composite except for Treasury/Agency added value relative to their respective benchmarks, but this sector only lagged their benchmark by only 1 basis point. The composite returned 0.09% over the first quarter versus the Core + 5 Index which lost -0.31% over the same period. The strongest performing sector for the quarter on an absolute basis was Investment Grade Credit, which returned 0.31% versus its benchmark's return of -0.36% over the same period. For the 12 month period ending March 31, 2013, the structured fixed income composite outperformed its benchmark by 92 basis points with a return of 5.61%. Over the longer five year period ending March 31, 2013, the structured fixed income composite outperformed its benchmark by 40 basis points with an annualized return of 6.79%.

Enhanced Yield - \$2.9 Billion, 6% of Fund: During the first quarter of 2013, the broad high yield market continued to post strong returns as spreads over Treasuries tightened. This asset class, as measured by the BofA Merrill Lynch High Yield Master II Index, returned 2.89%. Over the same period, the higher quality enhanced yield composite benchmark, the Citigroup BB & B Capped Index, returned 2.38% and the Fund's composite returned 2.80%. For the one year period ending March 31, 2013, this composite returned 12.09% while the Citigroup BB & B Capped Index returned 11.67%. Over the five year period ending March 31, 2013, the enhanced yield composite outperformed the higher quality capped benchmark and the non-capped Citigroup benchmark by an annualized 0.92% and 1.46%, respectively.

Consultant's Commentary

Through March 31, 2013

Bank Loans - \$1.1 Billion, 2.2% of Fund: The bank loans composite was funded during the fourth quarter of 2012 with five new mandates. This composite is intended to complement the Enhanced Yield program by investing in floating rate loans issued by below investment grade companies which are more senior in the capital structure than these companies' publicly traded bonds. Similar to the enhanced yield market, the bank loan market had a strong quarter, with the average loan price improving considerable from the end of 2012, from \$96.6 to \$98.14. For the first quarter of 2013, this composite returned 2.17% compared to its benchmark, the Credit Suisse Leveraged Loan Index, which returned 2.37%.

TIPS - \$1.5 Billion, 3% of Fund: With inflation continuing to remain modest and government bonds generally performing poorly, the broad U.S. TIPS market, as measured by the Barclays U.S. TIPS Index, returned -0.36% for the first quarter of 2013. The composite of TIPS managers (75% active/25% passive) outperformed the benchmark by 20 basis points with an aggregate return of -0.16% for the quarter. The highest absolute return within the total TIPS composite came from PIMCO, which gained 0.05% over the quarter. For the one year period ending March 31, 2013, the TIPS composite, which includes two active and one passive manager, returned 6.21%, leading its benchmark by 53 basis points. For the three year period ending March 31, 2013, the composite modestly outperformed its benchmark by 18 basis points with an annualized return of 8.76%.

Convertibles - \$0.9 Billion, 2% of Fund: The broad convertibles market, as measured by the Bank of America Merrill Lynch All Convertibles ex Mandatory Index, returned 7.88% for the quarter ending March 31, 2013. The Fund's convertibles composite returned 5.69%, while the Custom Convertibles benchmark, returned 5.31% over the same period. For the one year period ending March 31, 2013, the Fund's convertibles composite returned 9.59%, lagging the custom benchmark and the Merrill Lynch All Convertibles ex Mandatory Index by 43 and 276 basis points, respectively. For the three years ending March 31, 2013, this composite, which is fully actively managed, underperformed the Custom Index by 9 basis points with an annualized return of 7.29%.

Consultant's Commentary

Through March 31, 2013

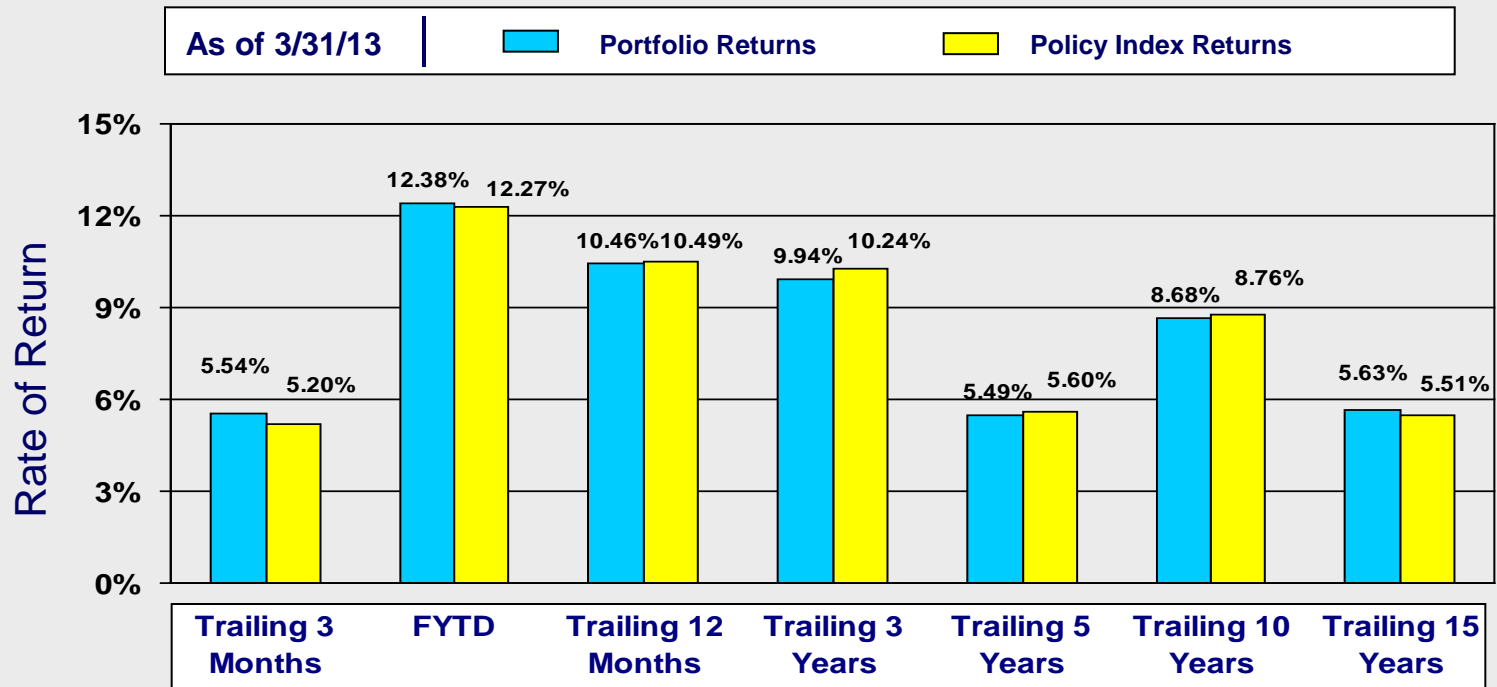
Opportunistic Fixed Income - \$0.7 Billion, 1% of Fund: The opportunistic fixed income composite is comprised of investments in three special situation funds managed by Avenue, one distressed fund (Torchlight Investors), and seven strategic separate account mandates (Angelo Gordon, Apollo, Fortress, GoldenTree, Marathon, Oak Hill, and Oaktree). These strategic mandates call down capital as opportunities are identified and are still in the process of being funded. As a result, their performance thus far is not yet particularly meaningful. However, over the first quarter of 2013, the overall composite returned 5.17% versus the J.P Morgan Global High Yield Index +3% which returned 3.62% over the same period. For the year ending March 31, 2013, this composite gained 14.95%, lagging the J.P Morgan Global High Yield Index +3% by 111 basis points.

Private Equity - \$2.4 Billion, 4.8% of Fund: At the end of the first quarter of 2013, the private equity portfolio had \$2.4 billion in invested capital, in line with the \$2.4 billion at the end of the fourth quarter of 2012. The Fund currently has investments in 128 partnerships. Performance is reported separately by Teachers' Private Equity consultant.

Private Real Estate - \$1.0 Billion, 2% of Fund: At the end of the first quarter of 2013, the private real estate portfolio had \$1.0 billion in invested capital, in line with its allocation at the end of the fourth quarter of 2012. The composite has investments in 36 partnerships. Performance is reported separately by Teachers' Private Real Estate consultant.

Total Portfolio Returns: March 31, 2013

\$49.6B Under Management



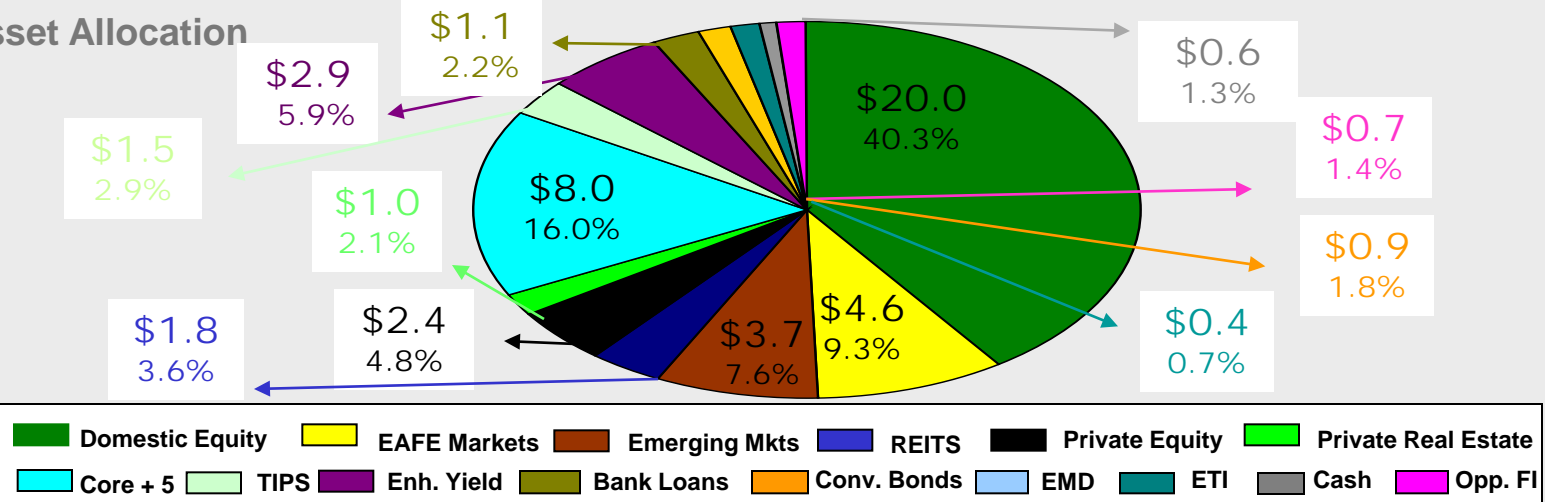
	3 Years	5 Years	10 Years	15 Years
Plan Std Dev	9.7	12.9	10.3	10.9
Benchmark Std Dev	10.6	14.7	11.4	11.8

All returns are Gross. An estimate of fees for major investment programs is provided in the Appendix.

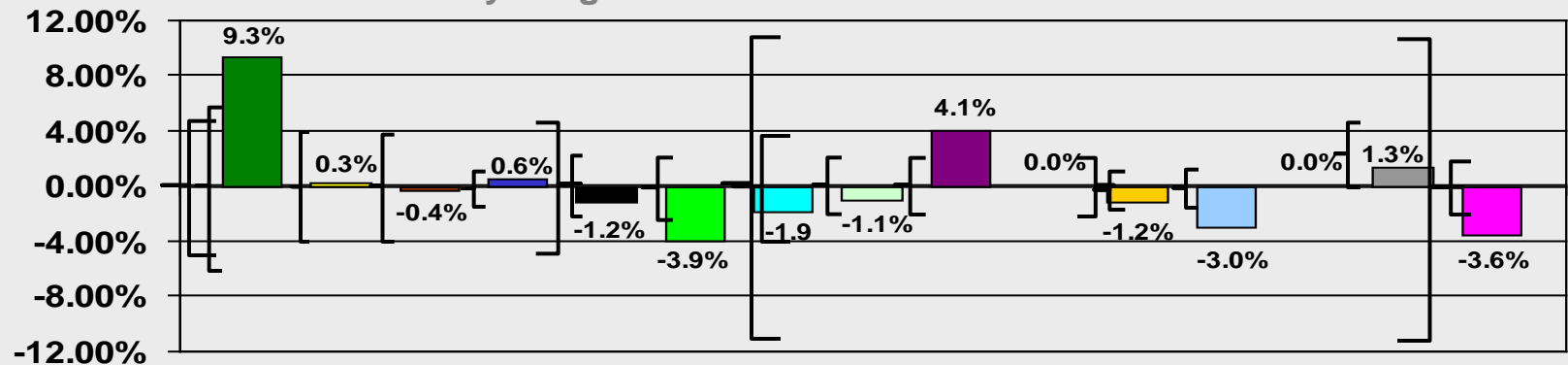
Portfolio Asset Allocation: March 31, 2013

\$49.6B Under Management

Asset Allocation



Relative Mix to New Policy Weights

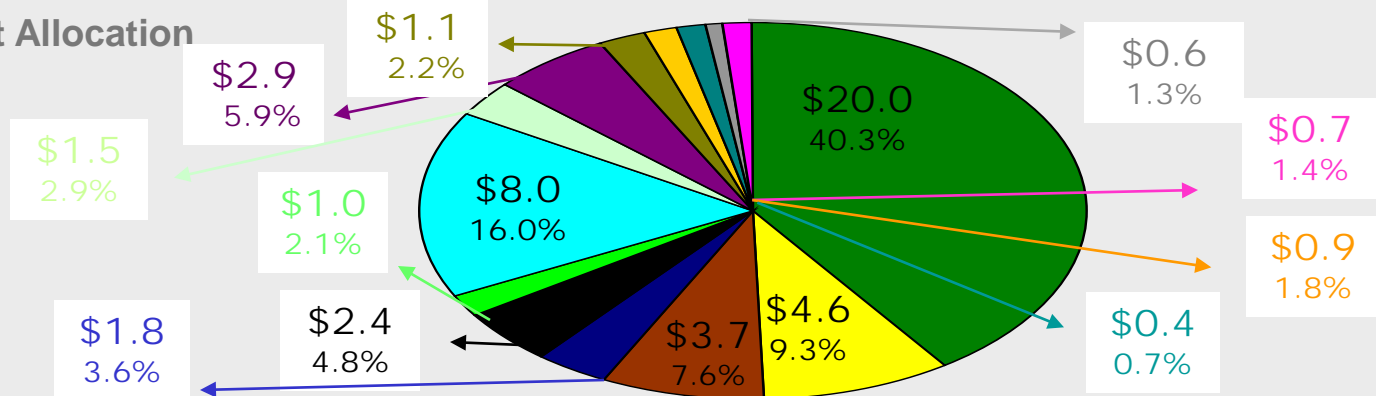


Note: Brackets represent rebalancing ranges versus Policy.

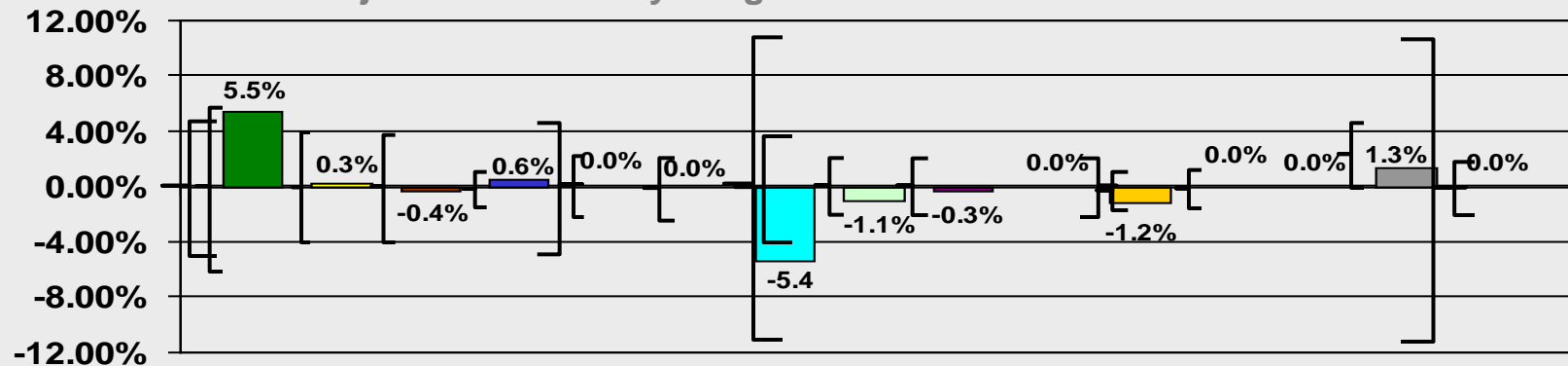
Portfolio Asset Allocation: March 31, 2013

\$49.6B Under Management

Asset Allocation

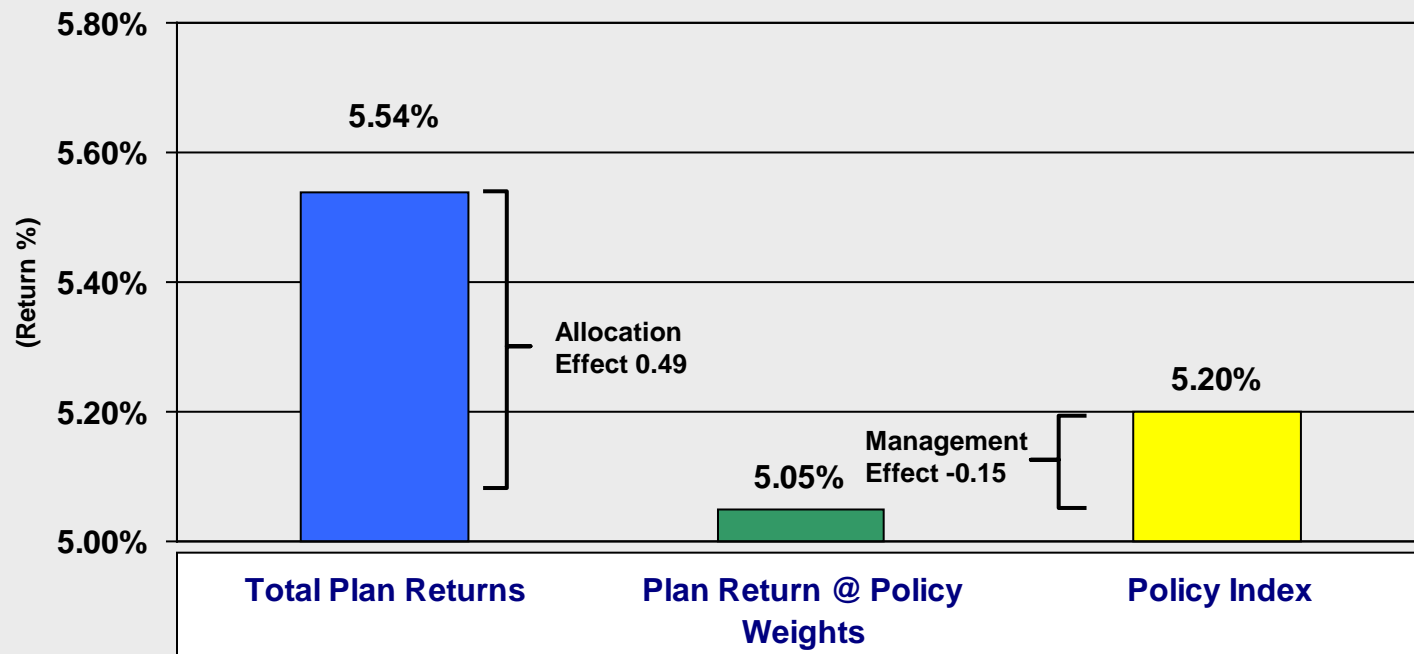


Relative Mix to Adjusted New Policy Weights

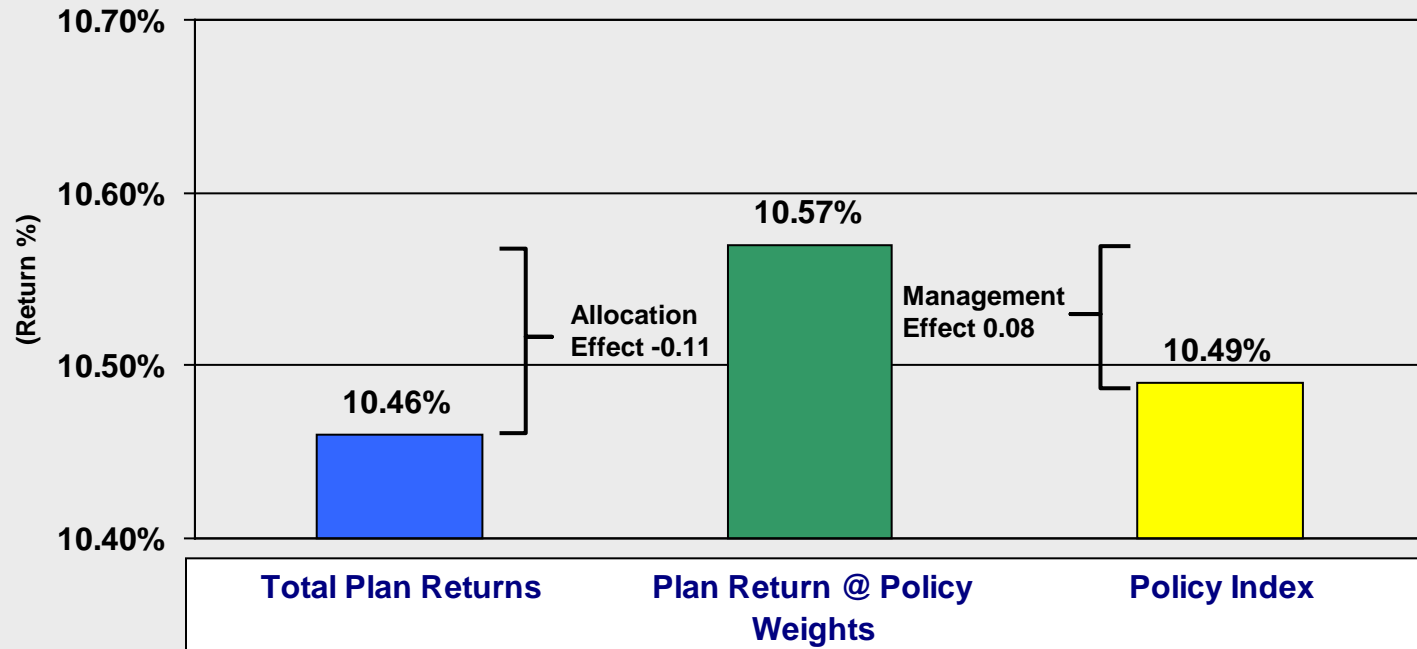


Note: Brackets represent rebalancing ranges versus Policy.

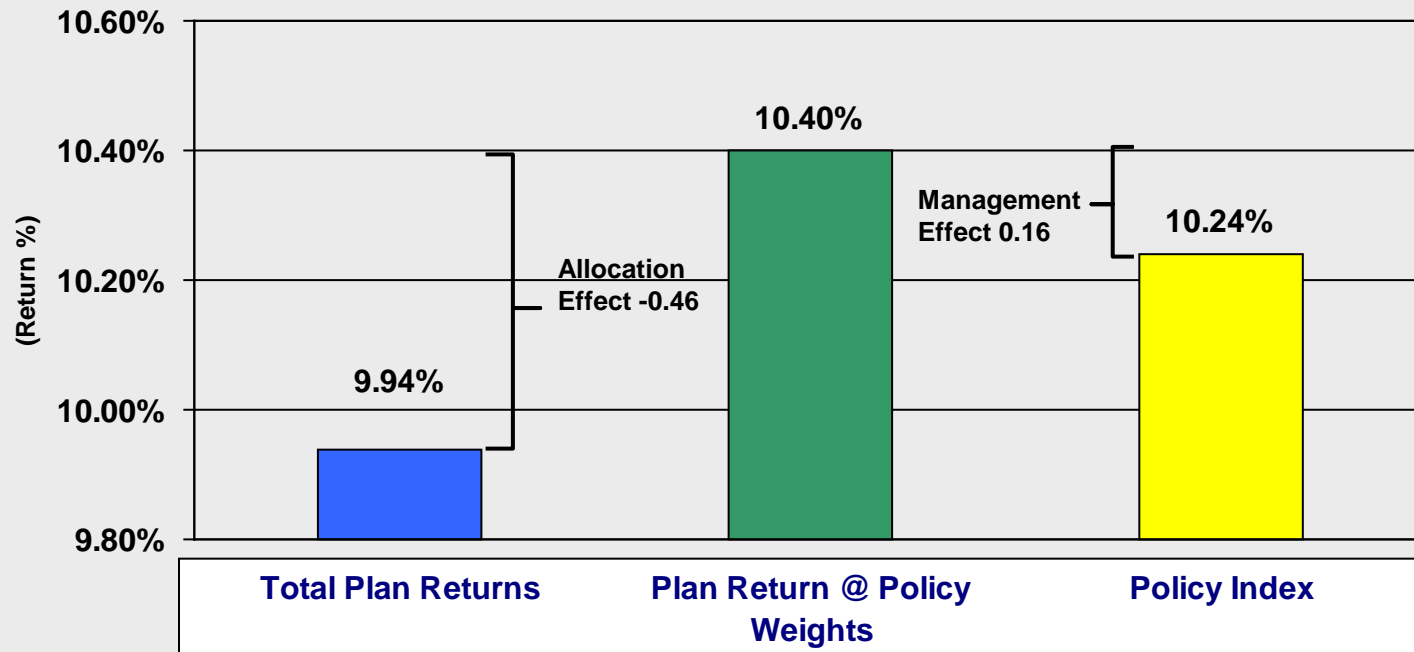
Performance Attribution: Total Plan – Quarter Ending March 31, 2013



Performance Attribution: Total Plan – 12 Months Ending March 31, 2013



Performance Attribution: Total Plan – 3 Years Ending March 31, 2013



Total Plan - Ending March 31, 2013

Allocation Effect – Asset Class Breakdown

<u>Plan</u>	<u>Qtr</u>	<u>12 Months</u>	<u>3 Years</u>	<u>Benchmark</u>
Domestic Equity	0.27	0.19	-0.01	Russell 3000 Index
EAFE Markets	0.00	-0.07	-0.06	MSCI EAFE Index
Emerging Markets	-0.04	-0.08	N/A	FTSE Custom Index
REITS	0.00	0.04	0.01	Wilshire Real Estate Securities Index
Private Equity	0.00	0.00	0.00	Russell 3000 Index + 300 b.p.
Private Real Estate	0.00	0.00	0.00	NFI - ODCE NET + 100 b.p.
Domestic Fixed	0.27	0.07	-0.08	NYC Core +5 Index
Enhanced Yield	0.01	-0.09	-0.05	Citigroup BB&B Index
TIPS	0.05	0.02	0.01	Barclays Capital US TIPS Index
Convertibles	0.00	0.01	0.00	ML All Convertibles ex Mandatory (VOAO)
Opportunistic Fixed	0.00	-0.01	0.00	JPM Global High Yield + 3%
State Street Short Term	-0.05	-0.16	-0.27	Total Plan

Note: Detailed effects may not add up to total due to reallocation and trading effects.

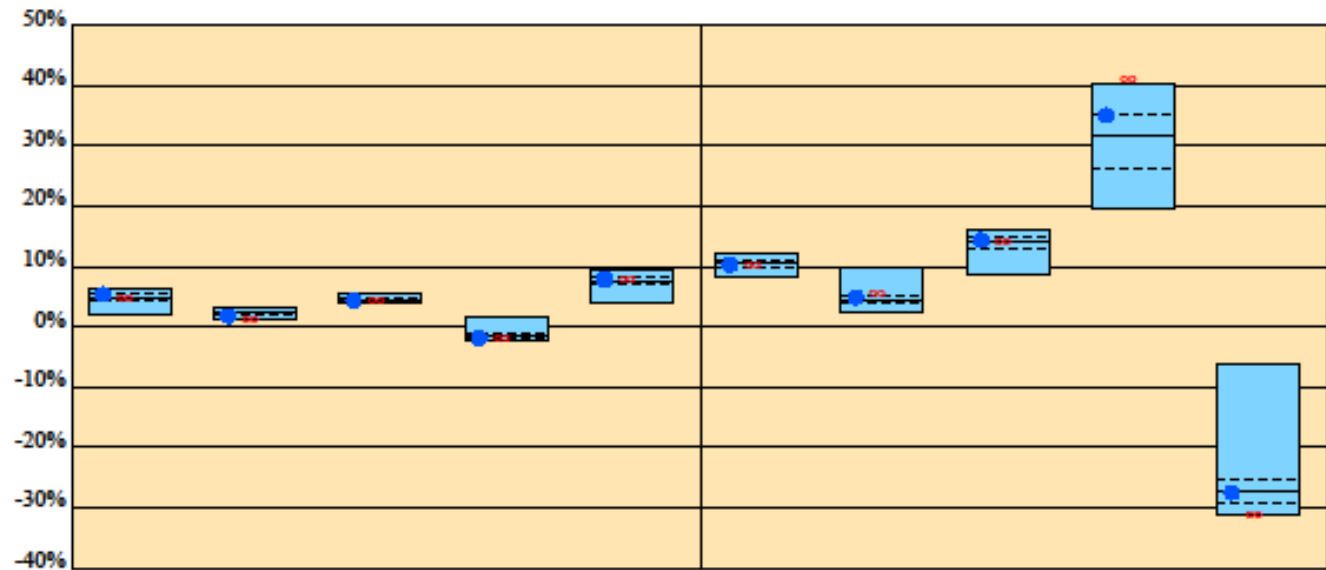
Total Plan - Ending March 31, 2013

Management Effect – Asset Class Breakdown

<u>Plan</u>	<u>Qtr</u>	<u>12 Months</u>	<u>3 Years</u>	<u>Benchmark</u>
Domestic Equity	0.12	0.17	0.04	Russell 3000 Index
EAFE Markets	0.06	0.14	0.25	MSCI EAFE Index
Emerging Markets	0.03	-0.02	N/A	FTSE Custom Index
REITS	-0.05	-0.01	0.01	Dow Jones U.S. Select RE Securities Idx
Private Equity	-0.46	-0.29	-0.30	Russell 3000 Index + 300 b.p.
Private Real Estate	0.02	0.05	0.05	NFI - ODCE NET + 100 b.p.
Domestic Fixed	0.07	0.15	0.10	NYC Core +5 Index
Enhanced Yield	0.05	0.05	-0.01	Citigroup BB&B Index
TIPS	0.01	0.02	-0.03	Barclays Capital US TIPS Index
Convertibles	-0.05	-0.06	-0.04	ML All Convertibles ex Mandatory (VOAO)
Opportunistic Fixed	0.02	-0.01	-0.03	JPM Global High Yield + 3%

Note: Detailed effects may not add up to total due to reallocation and trading effects.

City of New York - Teachers Total Returns of Public Master Trusts > \$10 Billion Recent Periods



Quarter Ending					Year Ending				
Mar 13	Dec 12	Sep 12	Jun 12	Mar 12	Mar 13	Mar 12	Mar 11	Mar 10	Mar 09

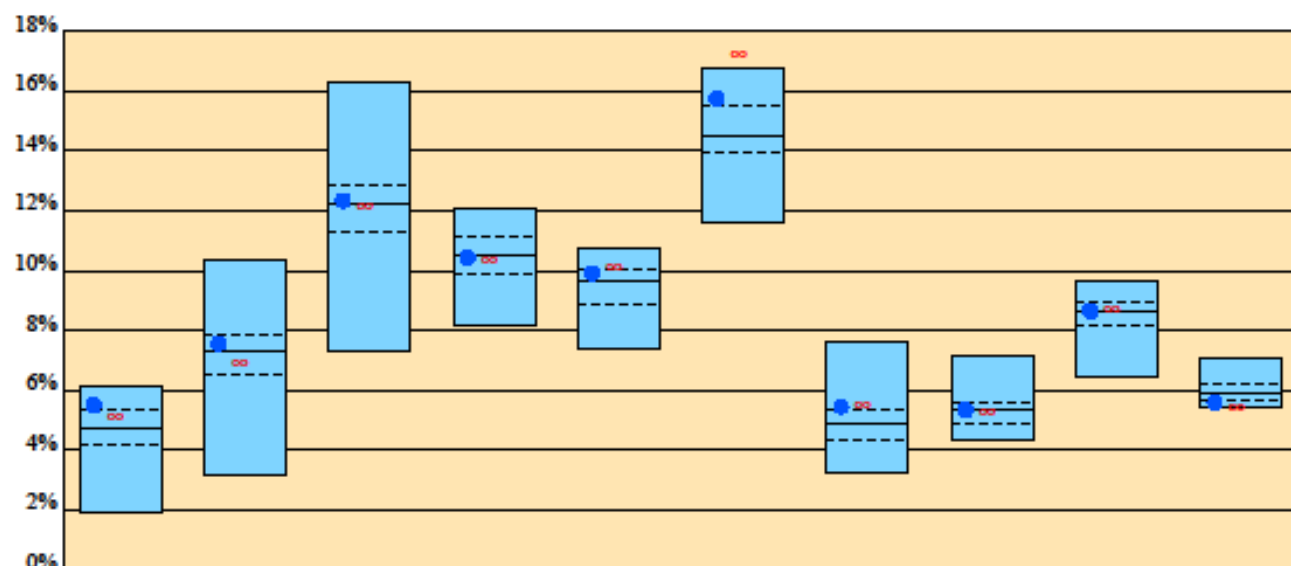
5th Percentile
25th Percentile
Median
75th Percentile
95th Percentile

6.14	3.17	5.53	1.59	9.39	12.06	9.76	15.99	40.34	-6.23
5.38	2.57	4.73	-0.97	8.31	11.11	5.03	14.83	35.12	-25.35
4.76	2.29	4.49	-1.50	7.51	10.50	4.39	13.94	31.87	-27.35
4.21	1.94	4.32	-1.78	6.90	9.90	3.81	12.76	26.04	-29.07
1.94	1.34	3.77	-2.46	4.06	8.16	2.53	8.65	19.40	-31.07

● Total System
∞ Teachers Policy Benchmark

5.54 (14)	1.94 (75)	4.46 (57)	-1.71 (65)	8.06 (29)	10.47 (55)	5.06 (22)	14.54 (30)	35.22 (20)	-27.31 (47)
5.20 (34)	1.72 (82)	4.86 (20)	-1.59 (55)	8.33 (22)	10.43 (60)	5.98 (8)	14.43 (35)	41.31 (1)	-30.66 (91)

City of New York - Teachers Total Returns of Public Master Trusts > \$10 Billion Rates of Return for Periods Ending March 31, 2013



	1 Quarter	2 Quarters	3 Quarters	1 Year	3 Years	4 Years	5 Years	7 Years	10 Years	15 Years
5th Percentile	6.14	10.33	16.28	12.06	10.75	16.79	7.65	7.13	9.67	7.07
25th Percentile	5.38	7.87	12.89	11.11	10.03	15.54	5.32	5.62	8.93	6.20
Median	4.76	7.32	12.22	10.50	9.62	14.50	4.85	5.35	8.62	5.90
75th Percentile	4.21	6.53	11.27	9.90	8.89	13.93	4.33	4.89	8.16	5.63
95th Percentile	1.94	3.19	7.34	8.16	7.37	11.61	3.26	4.36	6.46	5.41
● Total System	5.54 (14)	7.59 (36)	12.38 (37)	10.47 (55)	9.95 (32)	15.79 (22)	5.49 (22)	5.38 (44)	8.68 (44)	5.63 (75)
∞ Teachers Policy Benchmark	5.20 (34)	7.02 (60)	12.22 (50)	10.43 (60)	10.23 (20)	17.29 (1)	5.59 (17)	5.39 (41)	8.76 (33)	5.51 (84)

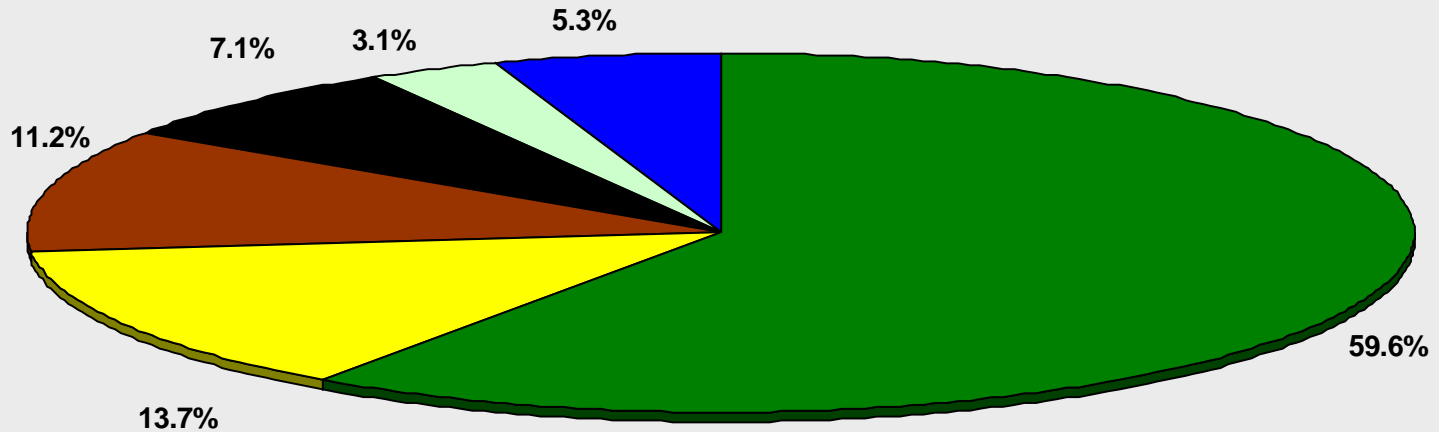
Teachers' Retirement System of the City of New York

Equity Analysis

Total Equity Asset Allocation: March 31, 2013

\$33.5B Under Management, **68%** of Total Funds

Asset Allocation by Groups



■ Domestic Equity

■ EAFE Markets

■ Emerging Mkts

■ Private Equity

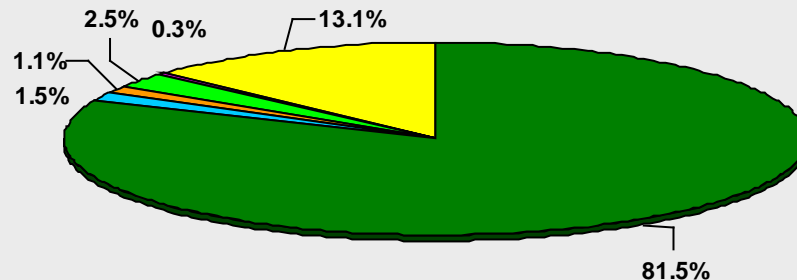
■ Private Real Estate

■ REITS

Total Domestic Equity Asset Allocation: March 31, 2013

\$20B Under Management, **40%** of Total Funds

Asset Allocation by Groups



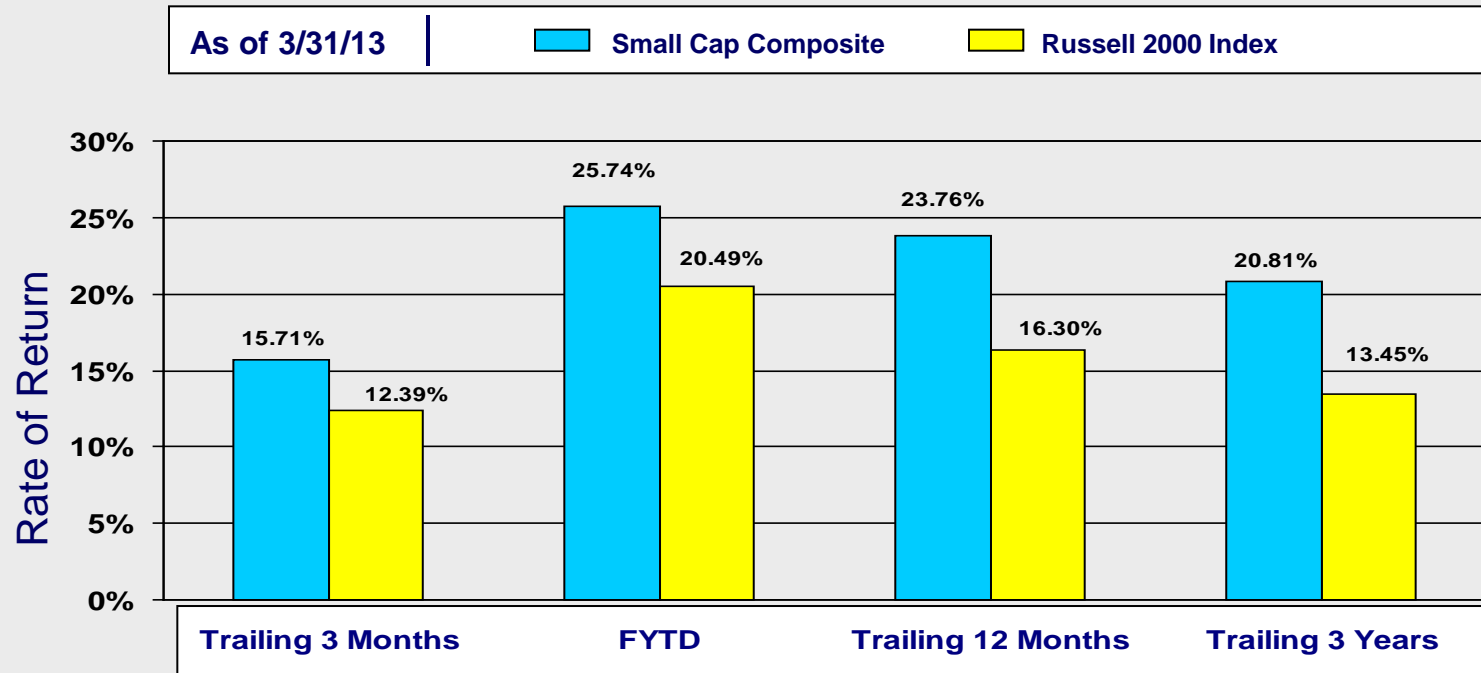
■ Russell 3000 Index Fund	■ Emerging Managers	■ Total Small Cap Active
■ Total Russell 1000 Active	■ US Activist/Environmental	■ Total Mid Cap S&P400

Value Added by Sectors

Sub Sector	Policy Weight	Actual Weight	Under/Over Weight	Index Return	Actual Return	Difference	Contribution to Out/Under Performance	
							Allocation	Management
Russell 3000 Index Fund	82.00	81.49	-0.51	11.07	11.08	0.00	0.00	0.00
Emerging Managers	1.30	1.45	0.15	12.39	12.48	0.09	0.00	0.00
Small Cap Active	0.84	1.13	0.29	12.39	15.71	3.32	0.00	0.03
Mid Cap S&P 400 Index Fund	12.90	13.08	0.18	12.96	13.41	0.45	0.00	0.05
Russell 1000 Active	2.43	2.53	0.10	10.96	9.87	-1.10	0.00	-0.03
US Activist/Environmental	0.53	0.32	-0.21	12.39	9.44	-2.95	0.00	-0.01

Small Cap Returns vs Russell 2000 Index

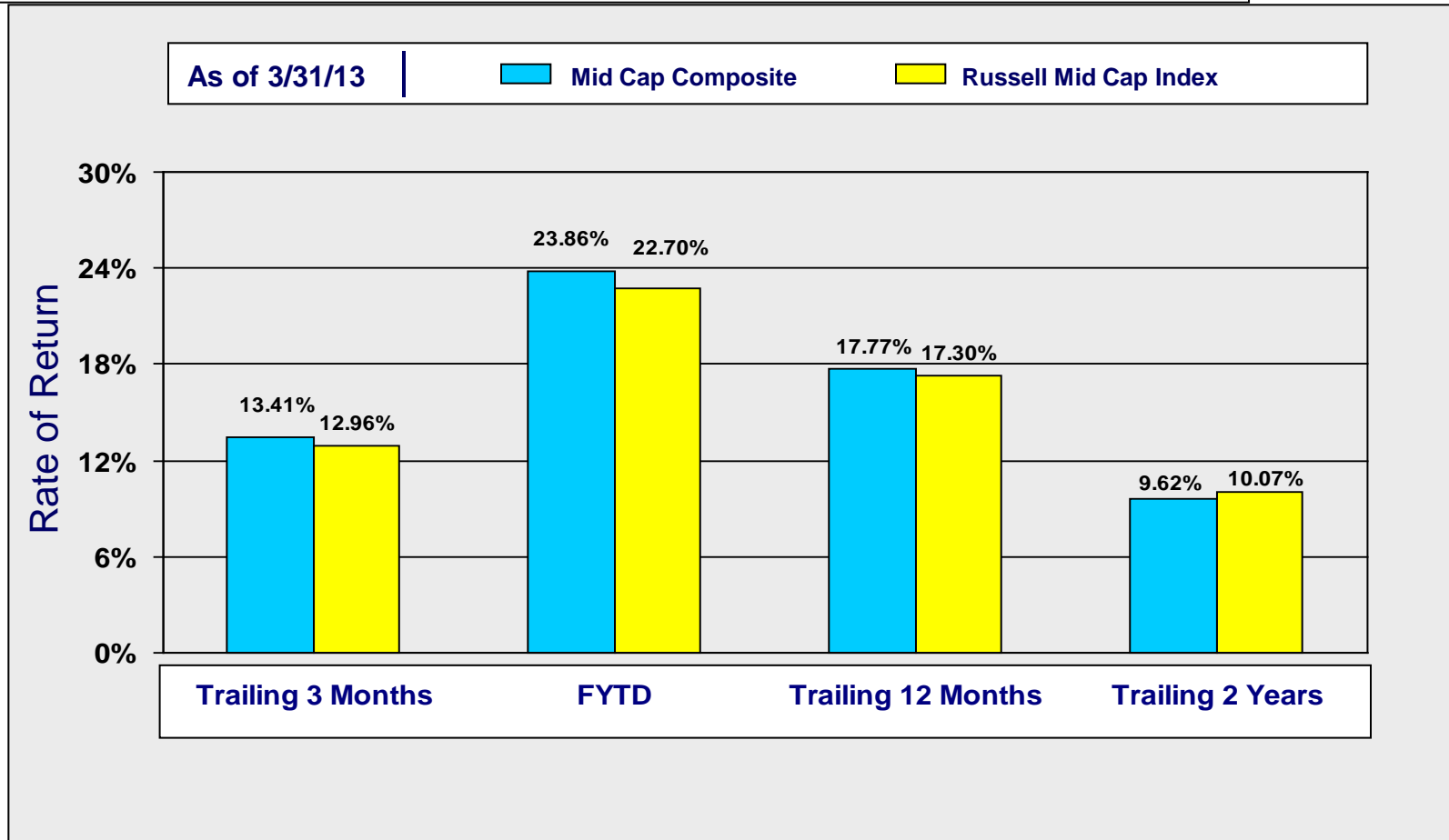
\$226.2M Under Management, **0%** of Total Funds



	3 Years
Plan Std Dev	18.7
Benchmark Std Dev	19.8

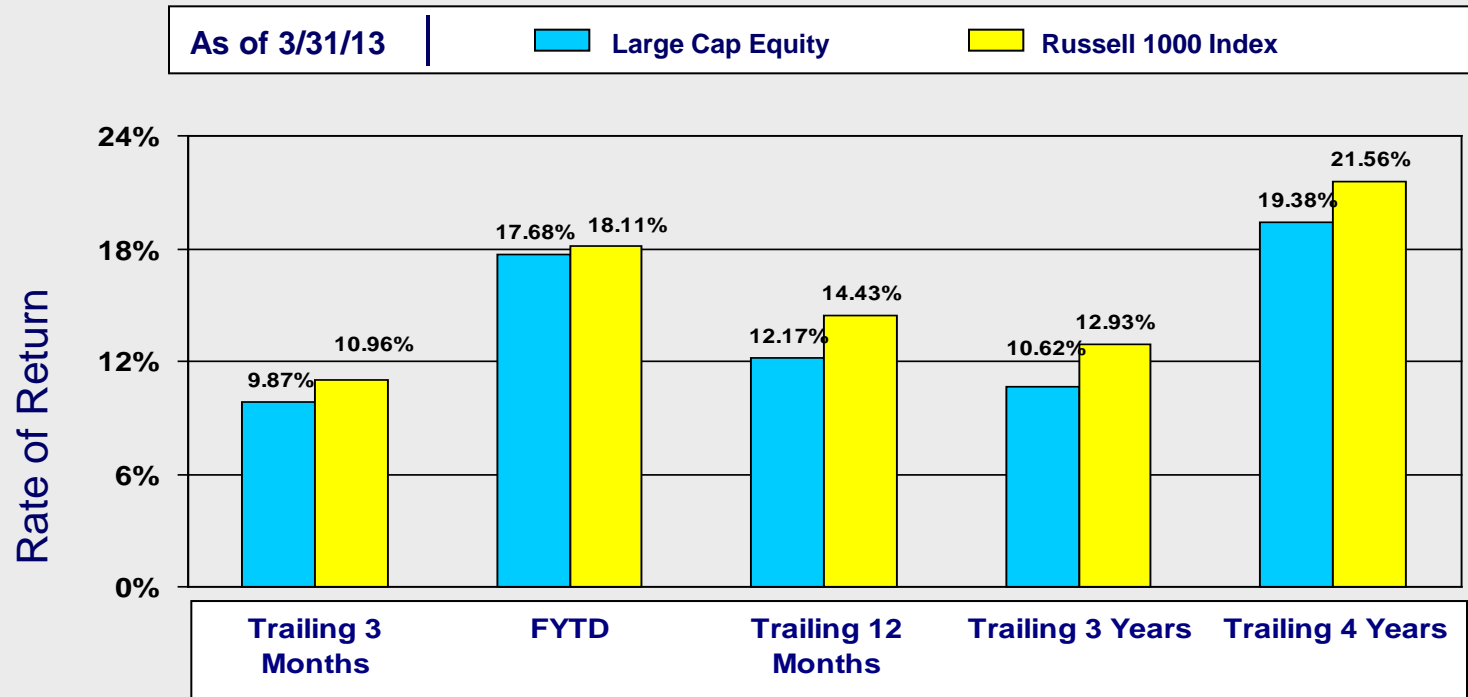
Mid Cap Returns vs Russell Mid Cap Index

\$2.6B Under Management, **5%** of Total Funds



Large Cap Returns vs Russell 1000 Index

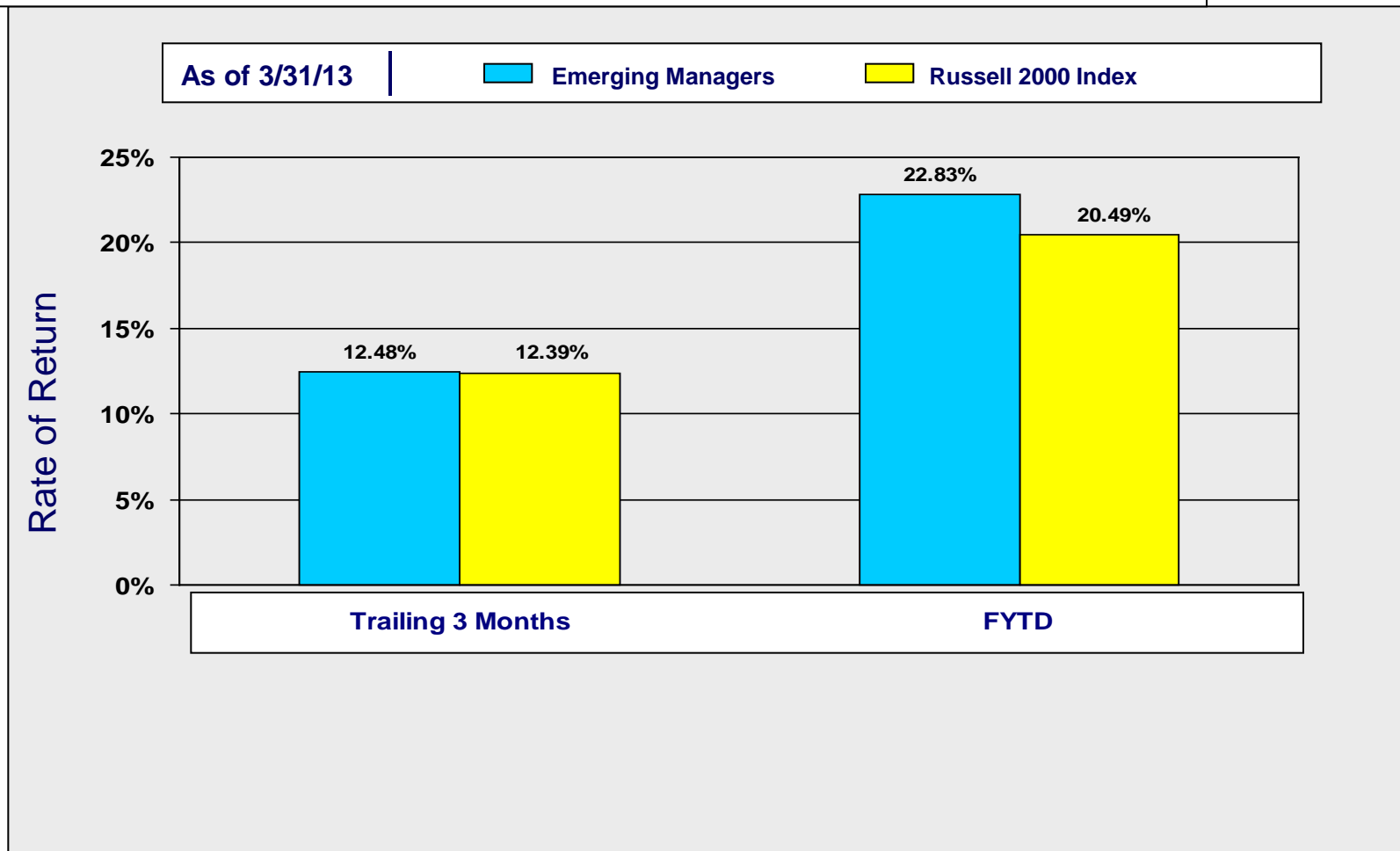
\$506.6M Under Management, **1%** of Total Funds



	3 Years
Plan Std Dev	15.3
Benchmark Std Dev	15.1

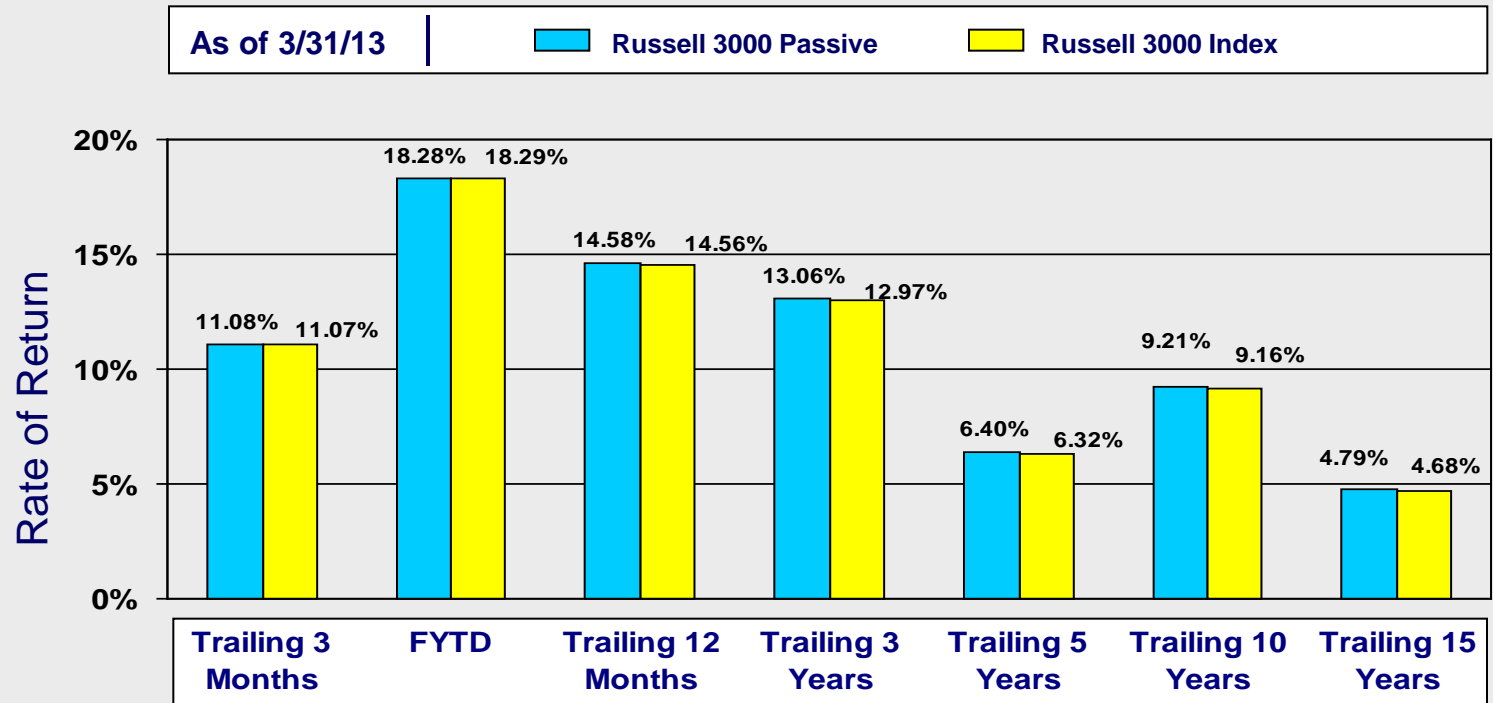
Emerging Managers Returns vs Russell 2000 Index

\$290.2M Under Management, **1%** of Total Funds



Russell 3000 Passive Returns vs Russell 3000 Index

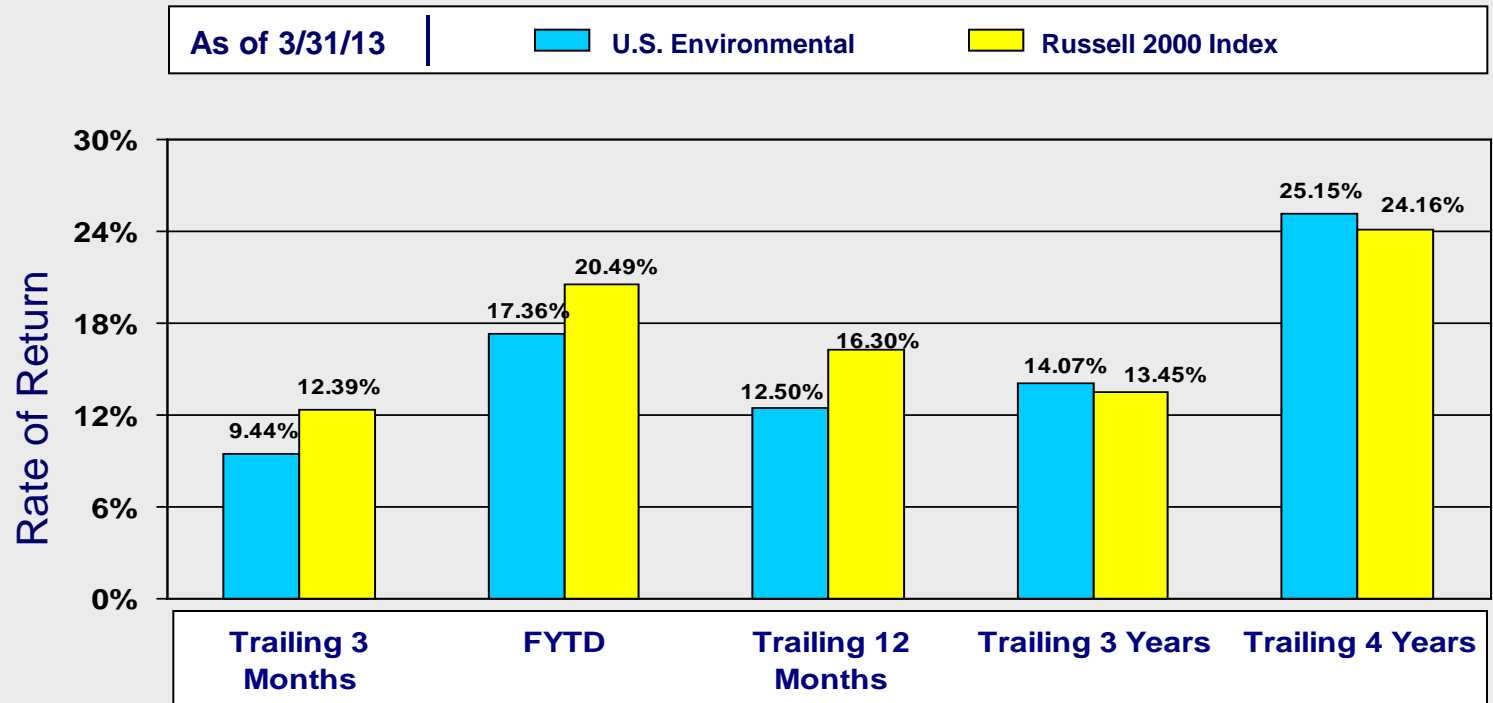
\$16.3B Under Management, **33%** of Total Funds



	3 Years	5 Years	10 Years	15 Years
Plan Std Dev	15.5	19.5	15.3	16.5
Benchmark Std Dev	15.4	19.5	15.4	16.6

U.S. Environmental Returns vs Russell 2000 Index

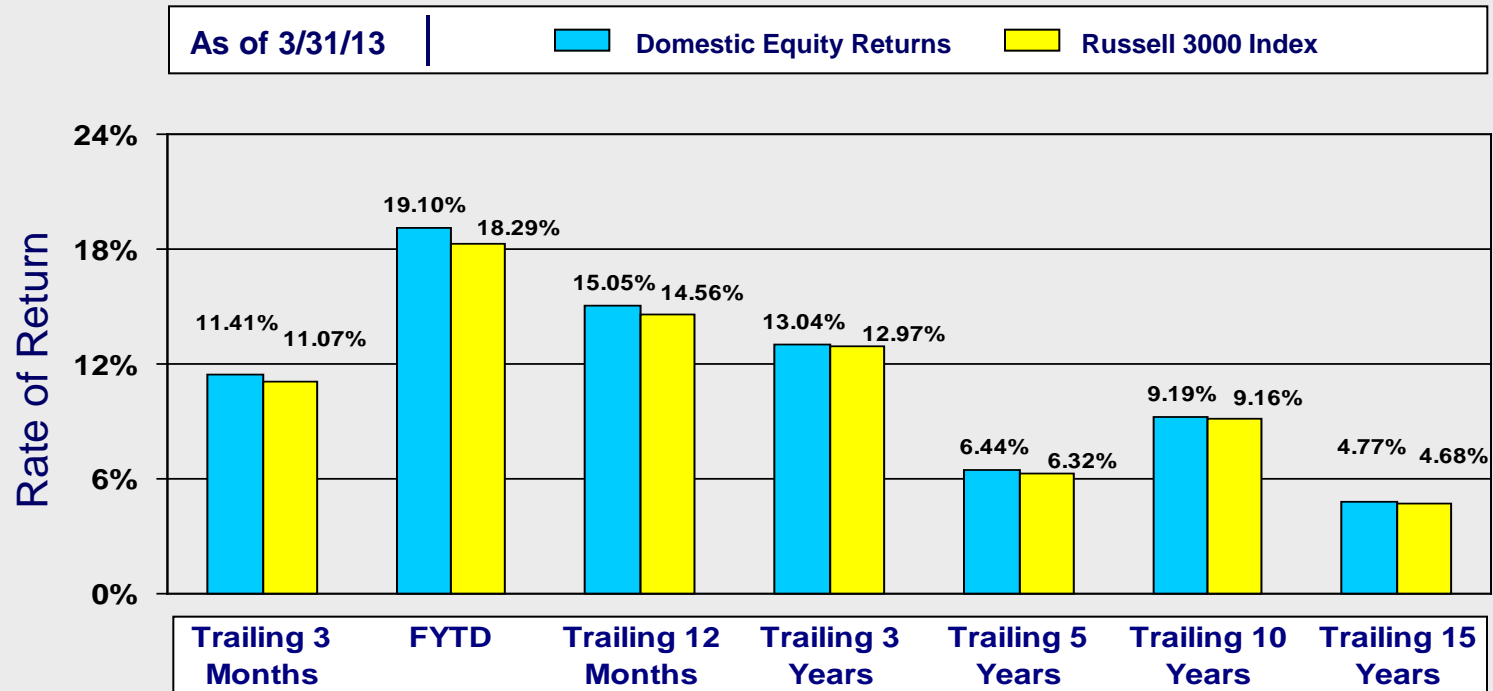
\$63.2M Under Management, **0%** of Total Funds



	3 Years	4 Years
Plan Std Dev	17.4	18.5
Benchmark Std Dev	19.8	20.3

Total Domestic Equity Returns vs Russell 3000 Index

\$20B Under Management, **40%** of Total Funds

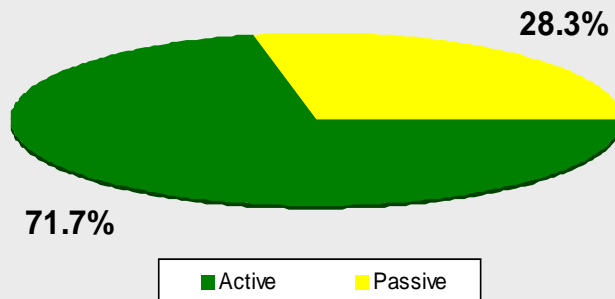


	3 Years	5 Years	10 Years	15 Years
Plan Std Dev	15.7	19.6	15.4	16.6
Benchmark Std Dev	15.4	19.5	15.4	16.6

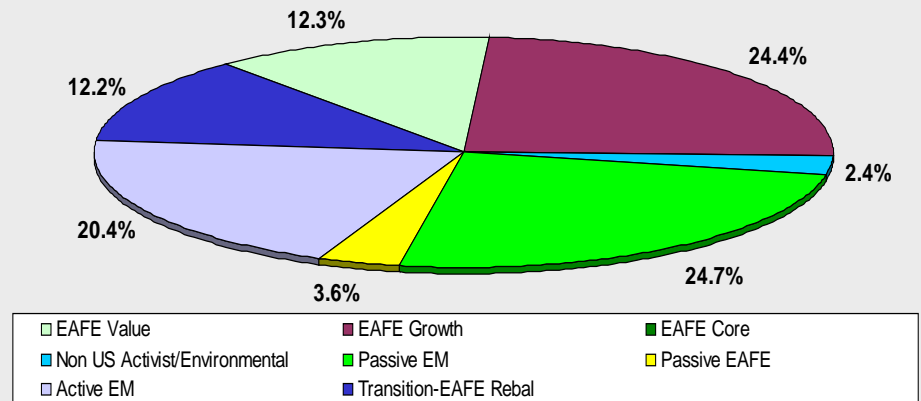
International Equity Asset Allocation: March 31, 2013

\$8.4B Under Management, **17%** of Total Funds

Asset Allocation by Groups



Asset Allocation by Style

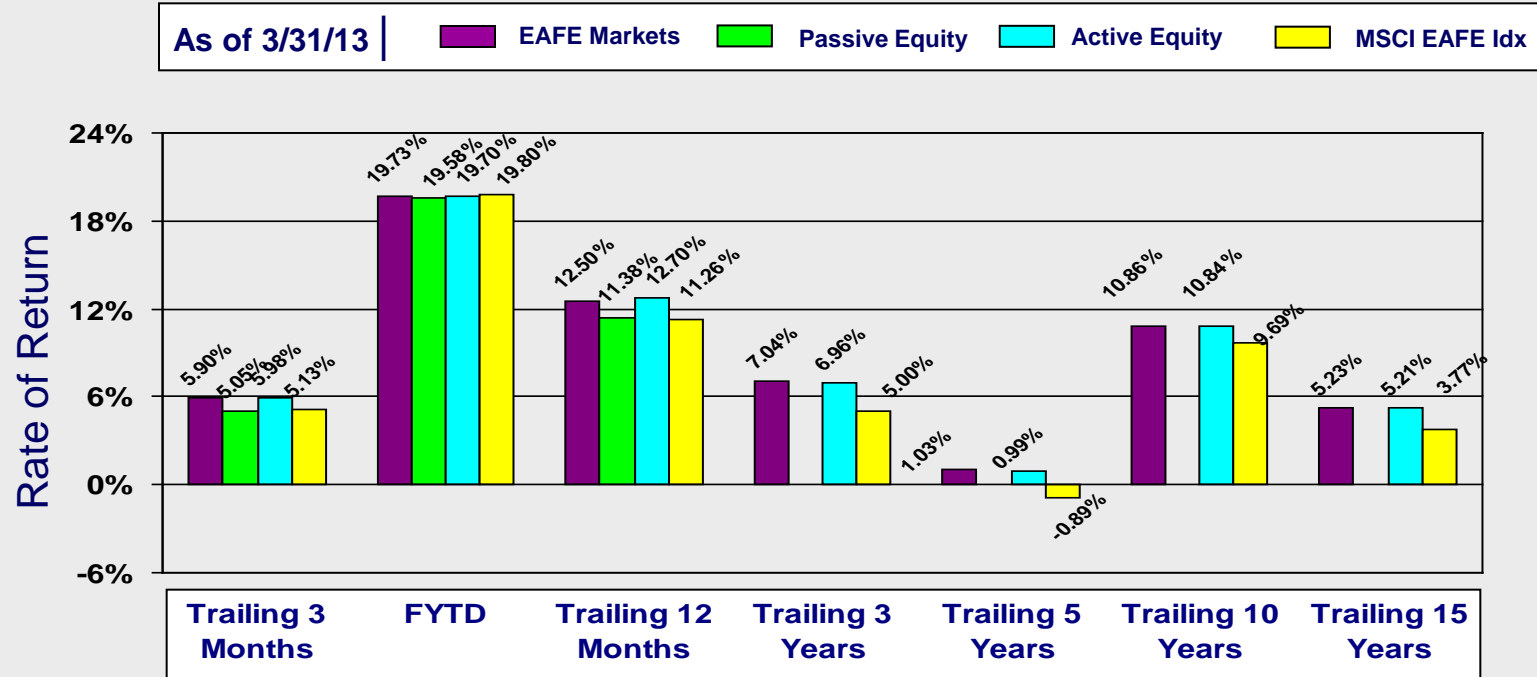


Value Added by Sectors

Sub Sector	Policy Weight	Actual Weight	Under/Over Weight	Index Return	Actual Return	Difference	Contribution to Out/Under Performance	
							Allocation	Management
EAFE Value		0.12		3.63	5.09	1.46		-0.03
EAFE Growth		0.24		6.81	6.84	0.03		-0.09
EAFE Core		0.00		5.13	3.11	-2.02		0.00
Non-US Activist		0.01		4.34	4.09	-0.25		-0.01
Non-US Environmental		0.01		7.87	8.72	0.85		0.02
Passive EAFE		0.04		5.13	5.05	-0.08		-0.02
Passive EM		0.25		-1.34	-1.54	-0.19		-0.12
Active EM		0.20		-1.34	-0.19	1.15		0.33

EAFE Markets Returns vs MSCI EAFE Index

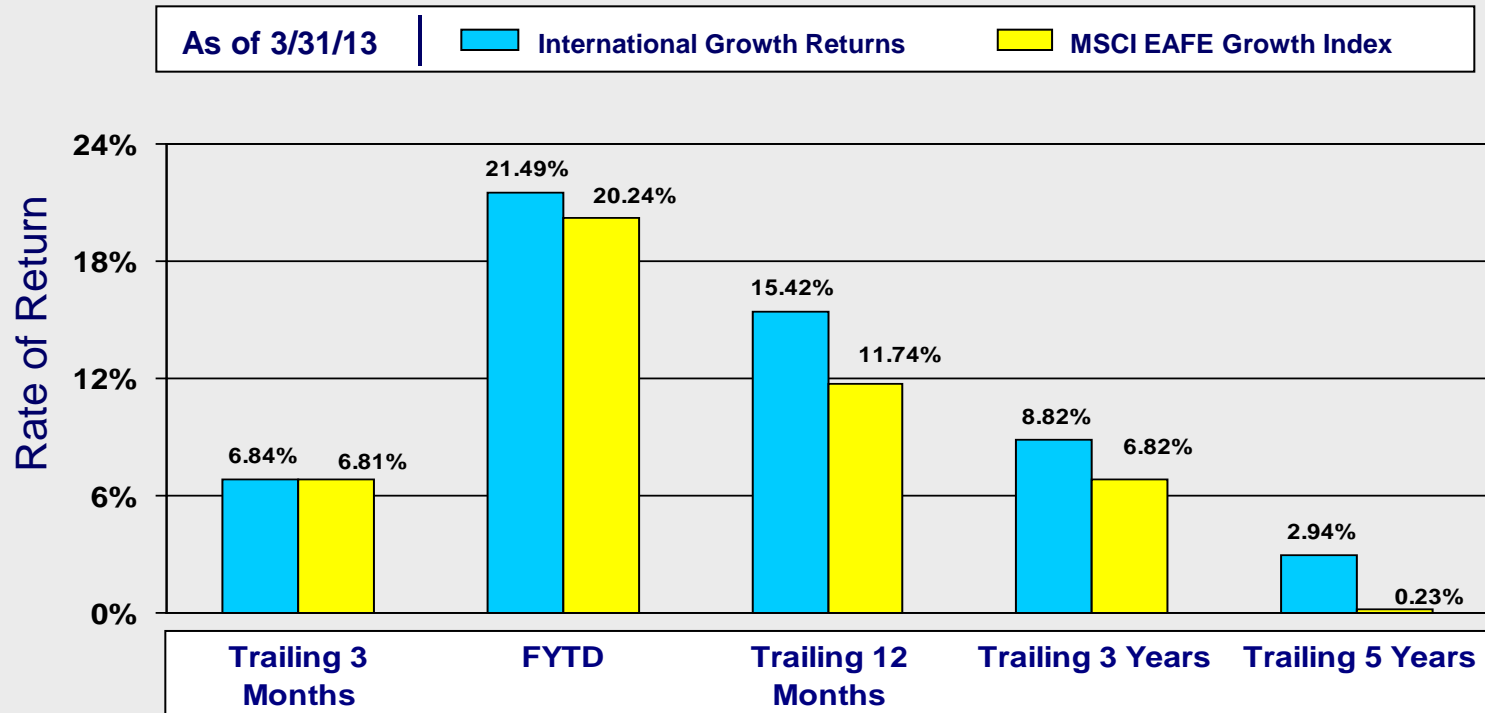
\$4.4B Under Management, **9%** of Total Funds



	3 Years	5 Years	10 Years	15 Years
EAFE Plan Std Dev	17.7	21.5	17.3	17.3
Active Plan Std Dev	17.6	21.4	17.3	17.3
Benchmark Std Dev	19.1	23.0	18.3	17.9

International Growth Returns vs MSCI EAFE Growth Index

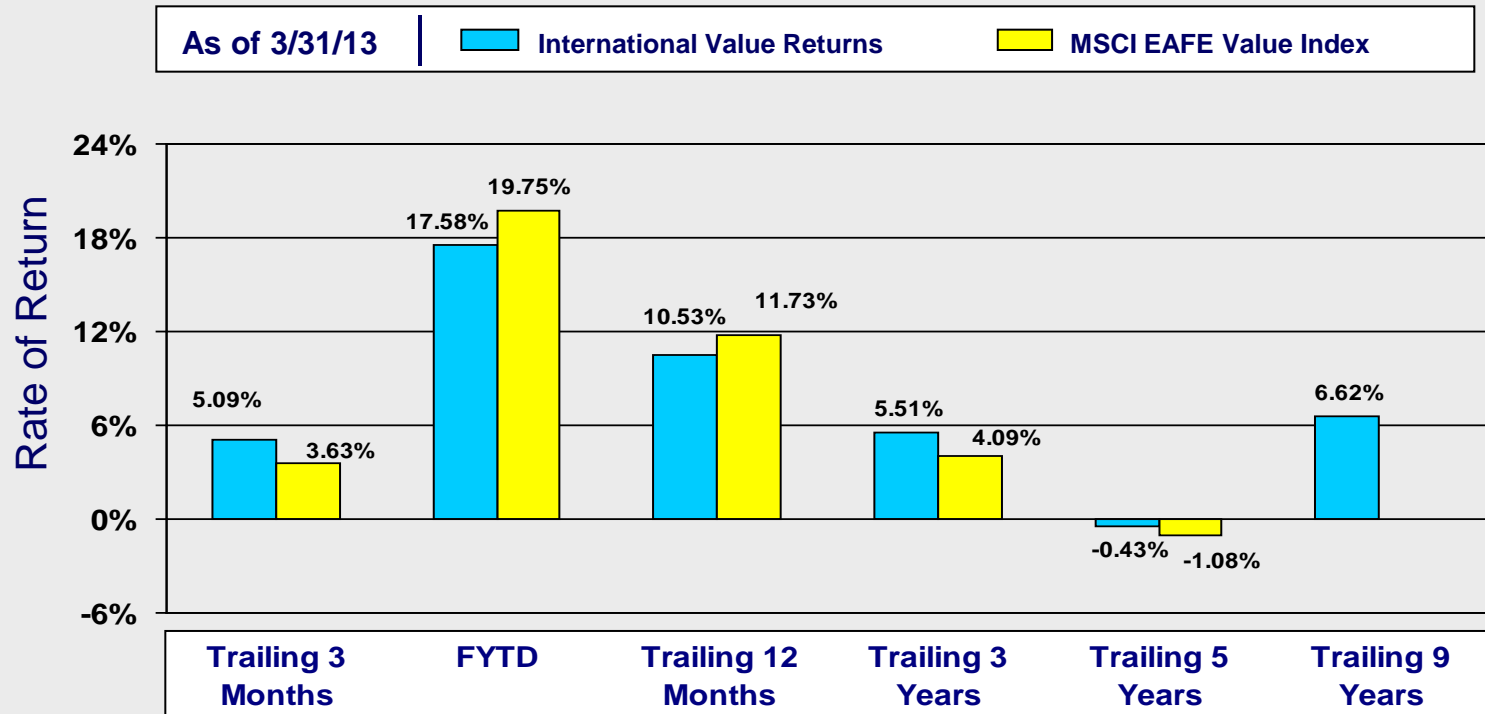
\$2B Under Management, **4%** of Total Funds



	3 Years	5 Years
Plan Std Dev	17.5	21.2
Benchmark Std Dev	18.5	22.1

International Value Returns vs MSCI EAFE Value Index

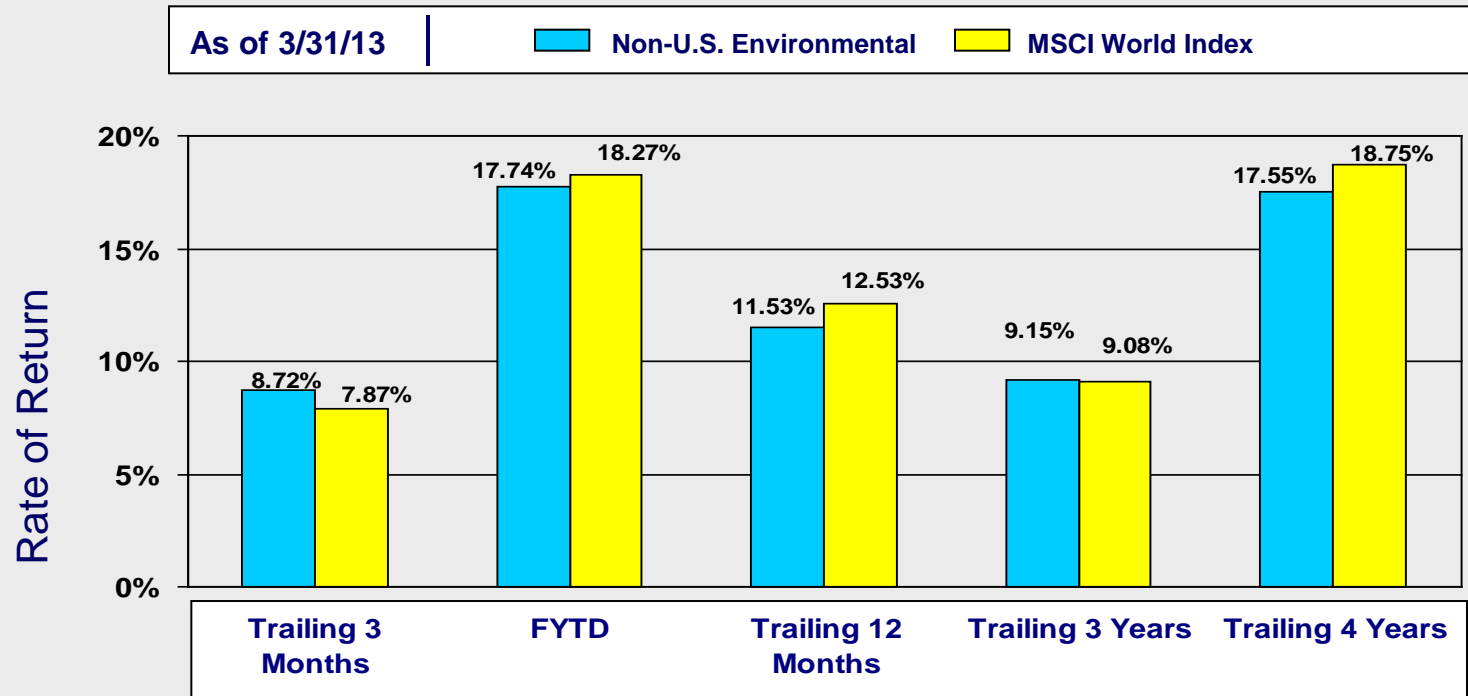
\$1B Under Management, **2%** of Total Funds



	3 Years	5 Years	9 Years
Plan Std Dev	17.3	21.3	17.3
Benchmark Std Dev	20.0	24.5	****

Non-U.S. Environmental Returns vs MSCI World Index

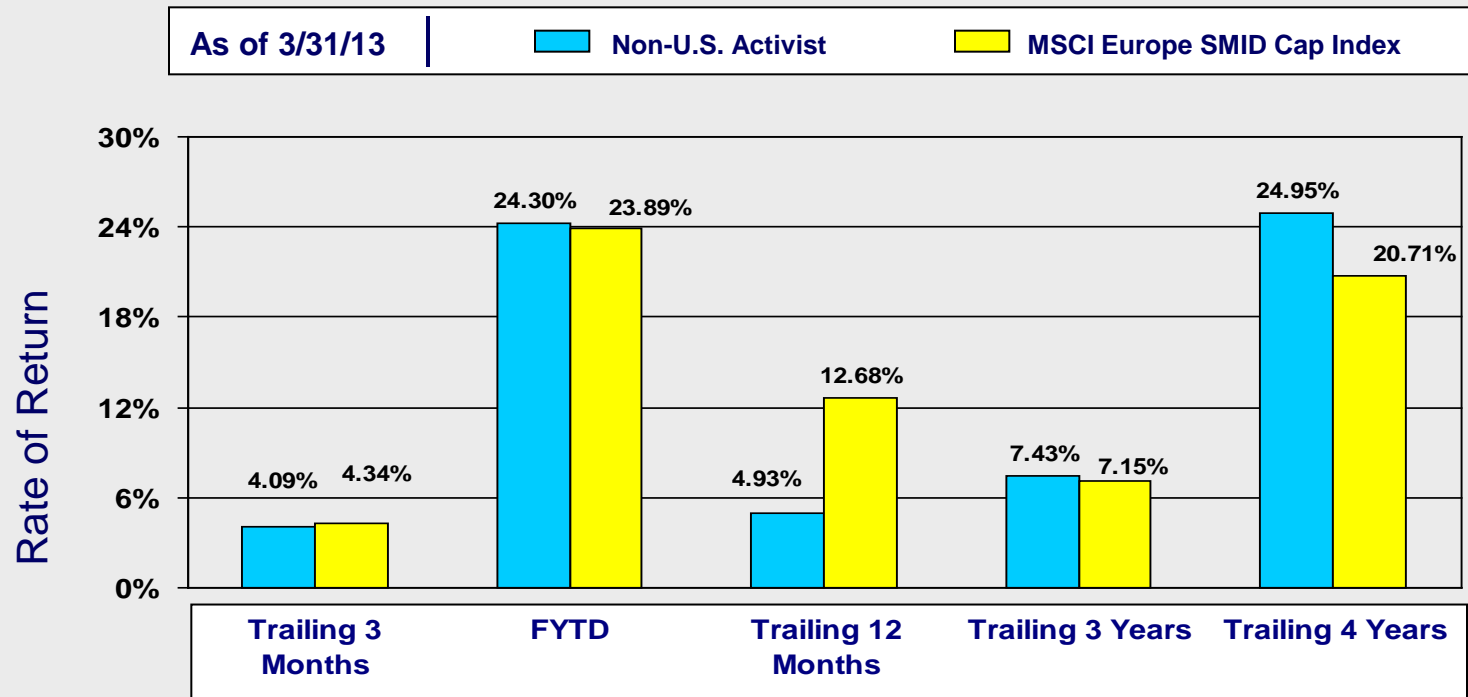
\$93.6M Under Management, **0%** of Total Funds



	3 Years	4 Years
Plan Std Dev	16.4	17.4
Benchmark Std Dev	16.4	16.7

Non-U.S. Activist Returns vs MSCI Europe SMID Cap Index

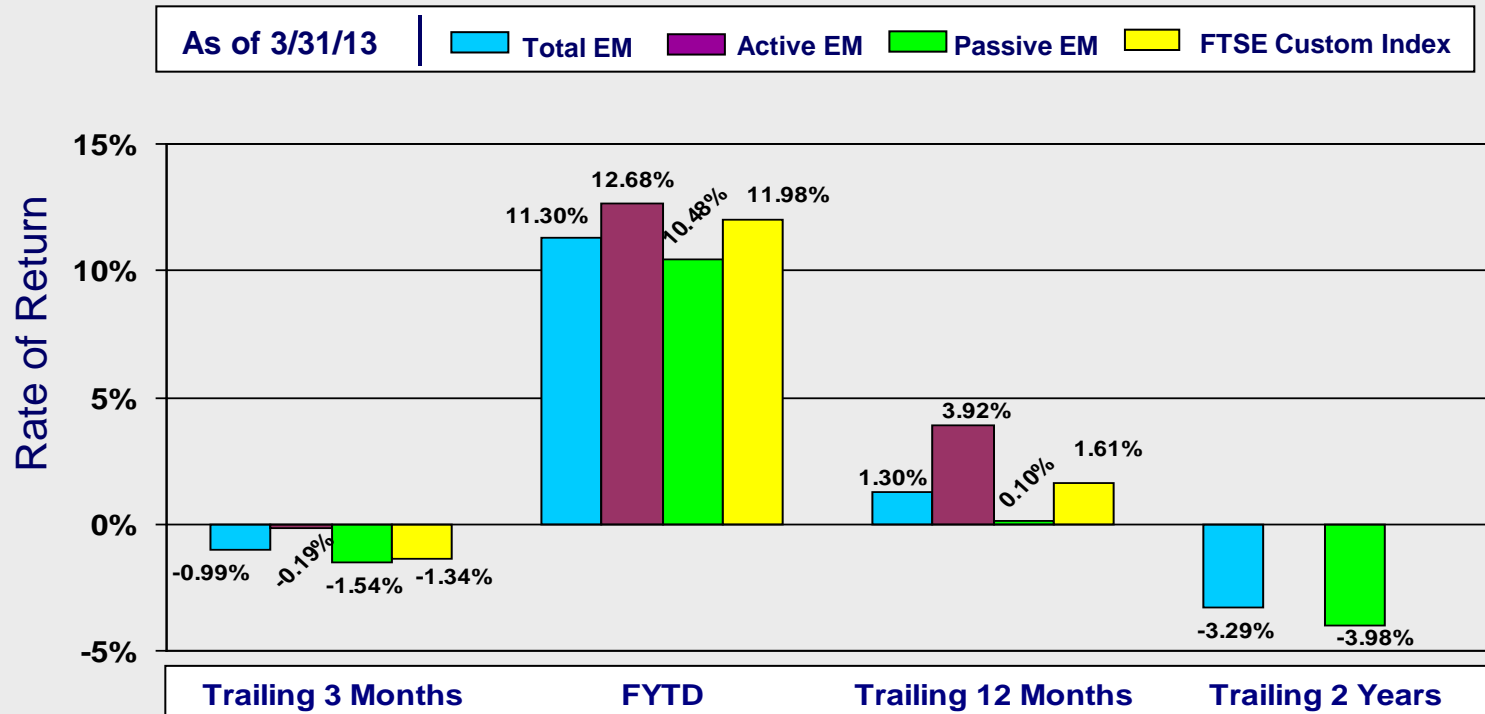
\$105.9M Under Management, **0%** of Total Funds



	3 Years	4 Years
Plan Std Dev	27.2	28.2
Benchmark Std Dev	23.4	24.2

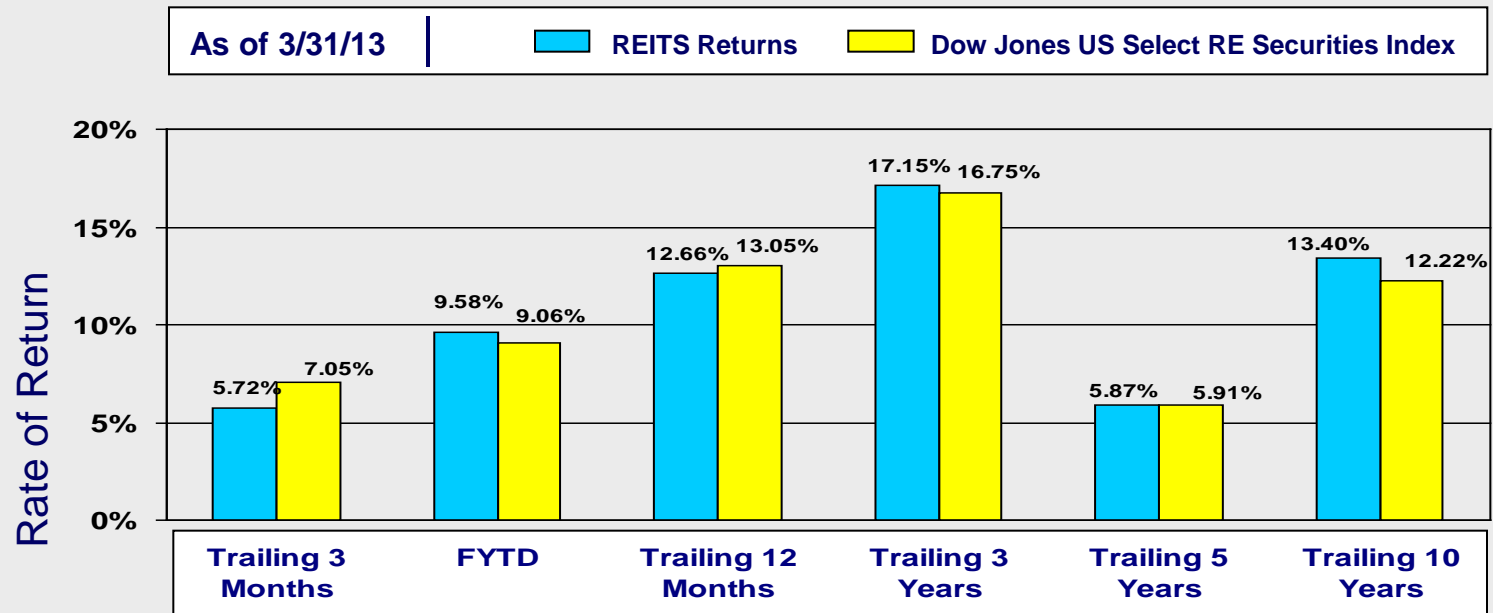
Emerging Markets Returns vs FTSE Custom Index

\$3.8B Under Management, **8%** of Total Funds



REITS Returns vs Dow Jones US Select Real Estate Securities Index

\$1.8B Under Management, **4%** of Total Funds



	3 Years	5 Years	10 Years
Plan Std Dev	16.9	32.5	25.8
Benchmark Std Dev	17.2	33.6	26.6

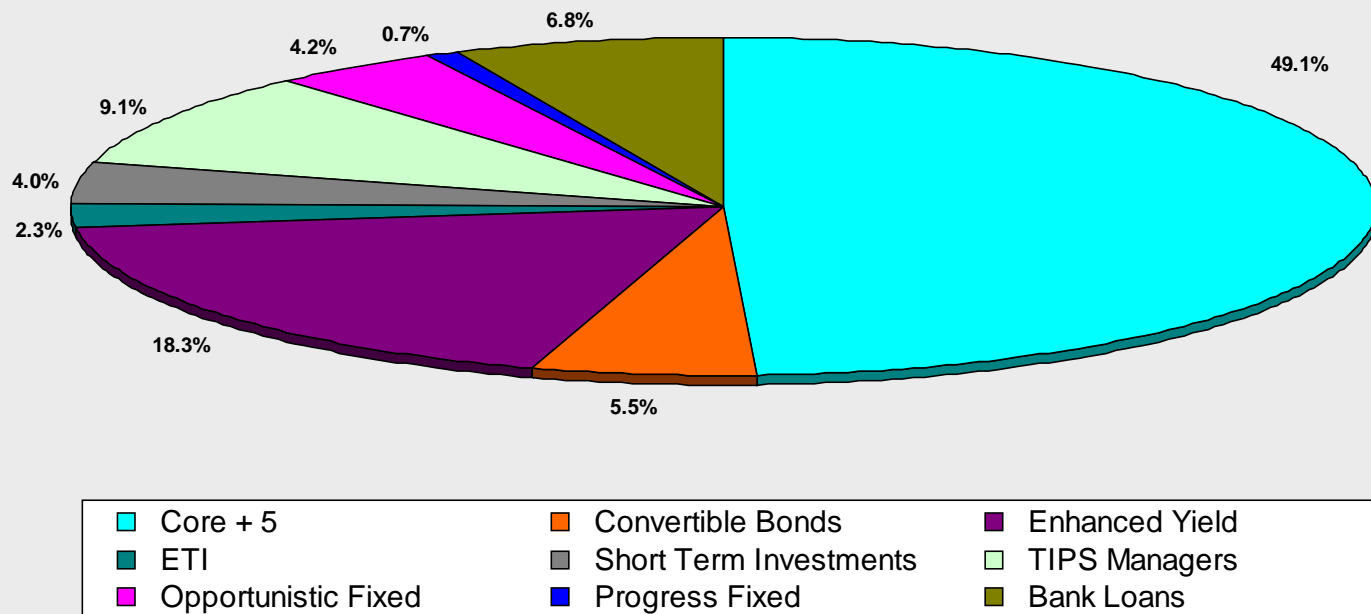
Teachers' Retirement System of the City of New York

Fixed Income Analysis

Total Fixed Income Asset Allocation: March 31, 2013

\$16B Under Management, **32%** of Total Funds

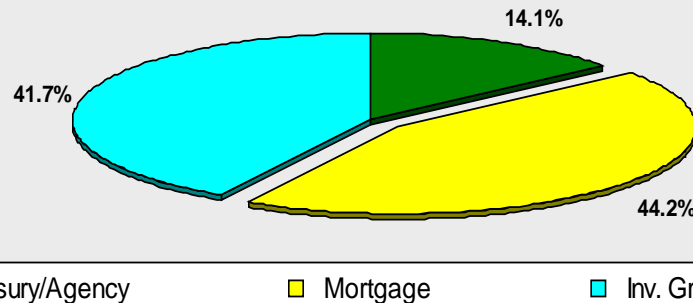
Asset Allocation by Groups



Structured Fixed Income Asset Allocation: Quarter Ending March 31, 2013

\$7.9B Under Management, **16%** of Total Funds

Asset Allocation by Groups



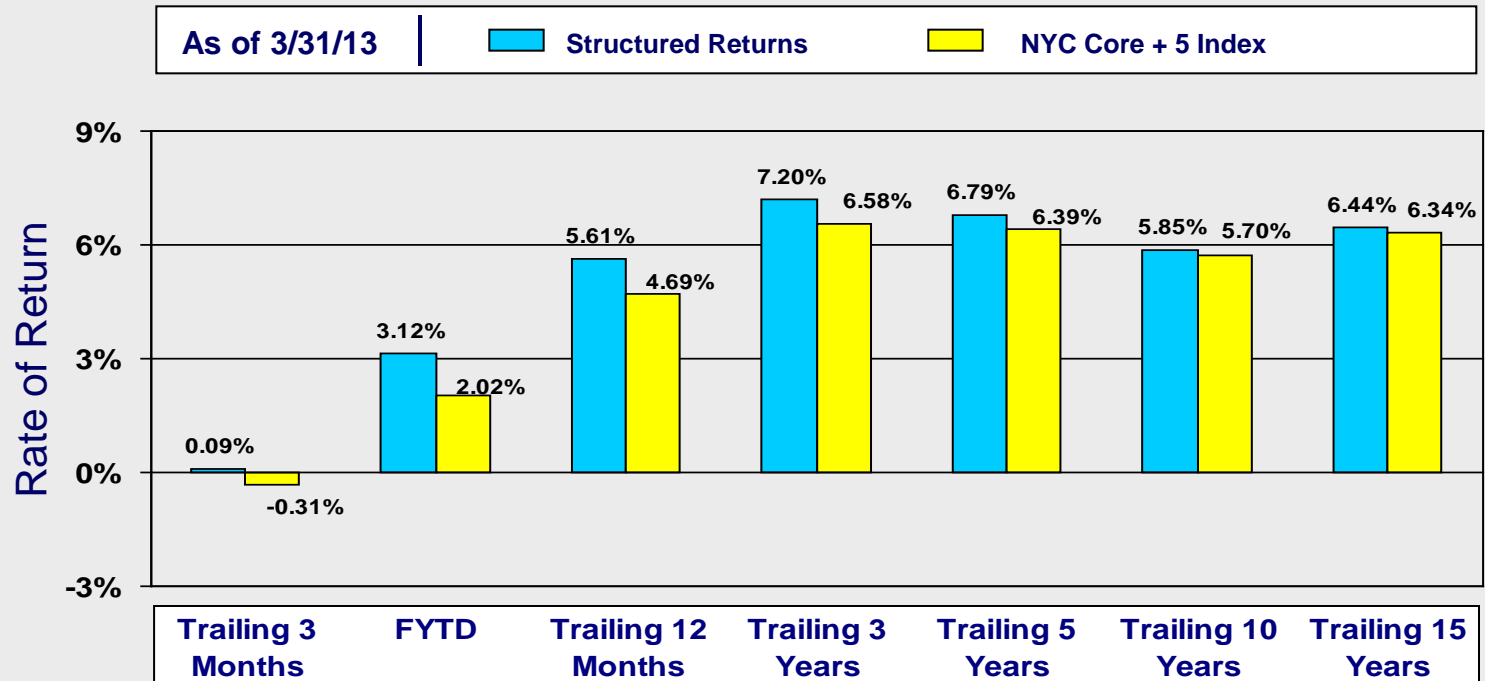
Value Added by Sectors

Sub Sector	Policy Weight	Actual Weight	Under/Over Weight	Index Return	Actual Return	Difference	Contribution to Out/Under Performance	
							Allocation	Management
Treasury/Agency	19.14	14.12	-5.02	-0.75	-0.76	-0.01	0.03	0.00
Mortgage	40.07	44.21	4.14	-0.04	0.15	0.19	0.01	0.08
Inv. Grade Credit	40.79	41.67	0.88	-0.36	0.31	0.68	0.00	0.31

*NYC Core +5 Breakdown

Structured Returns vs NYC Core + 5 Index

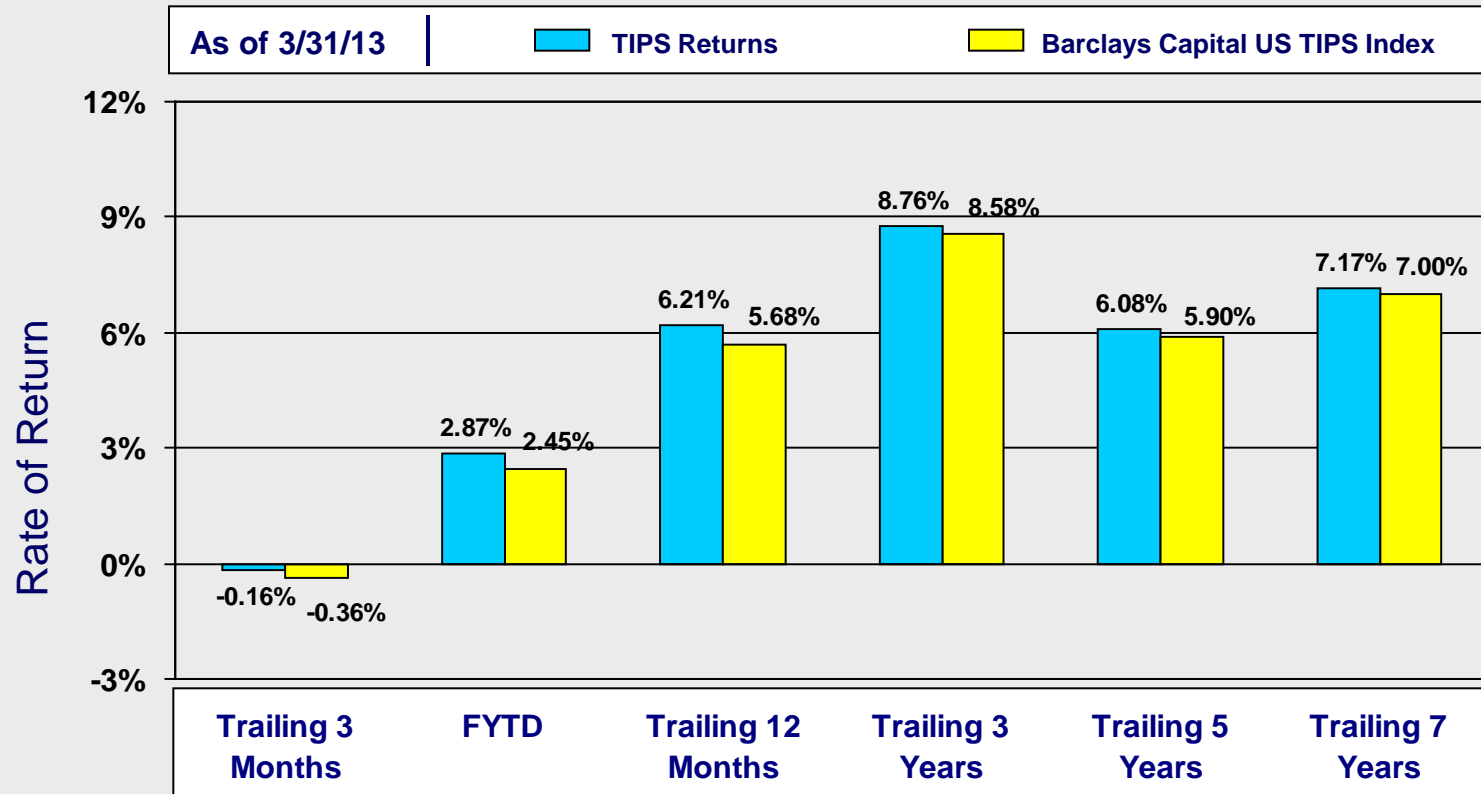
\$7.9B Under Management, **16%** of Total Funds



	3 Years	5 Years	10 Years	15 Years
Plan Std Dev	2.6	4.1	4.0	3.9
Benchmark Std Dev	2.9	4.4	4.2	4.1

TIPS Returns vs Barclays Capital US TIPS Index

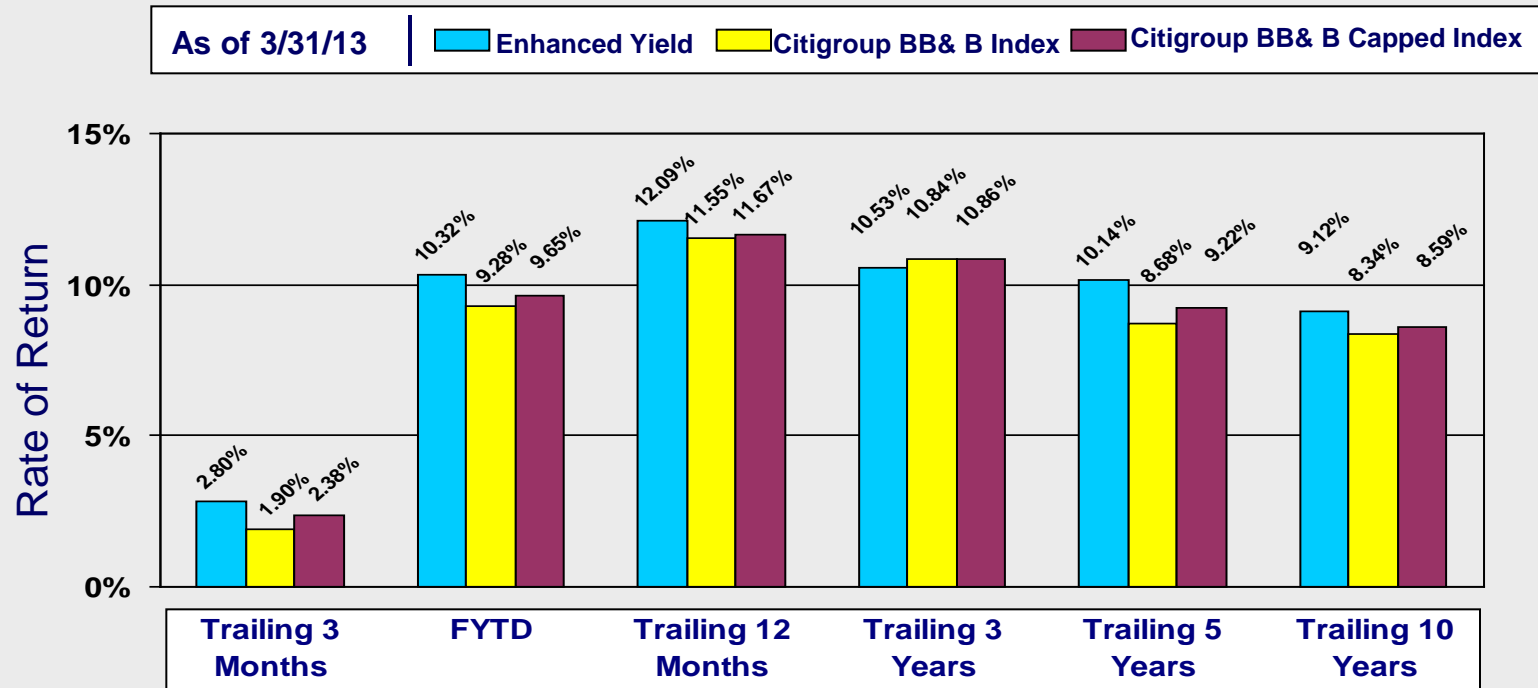
\$1.5B Under Management, **3%** of Total Funds



	3 Years	5 Years	7 Years
Plan Std Dev	4.1	7.2	6.6
Benchmark Std Dev	4.3	7.1	6.6

Enhanced Yield Returns vs Citigroup BB & B Index & Citigroup BB & B Capped Index

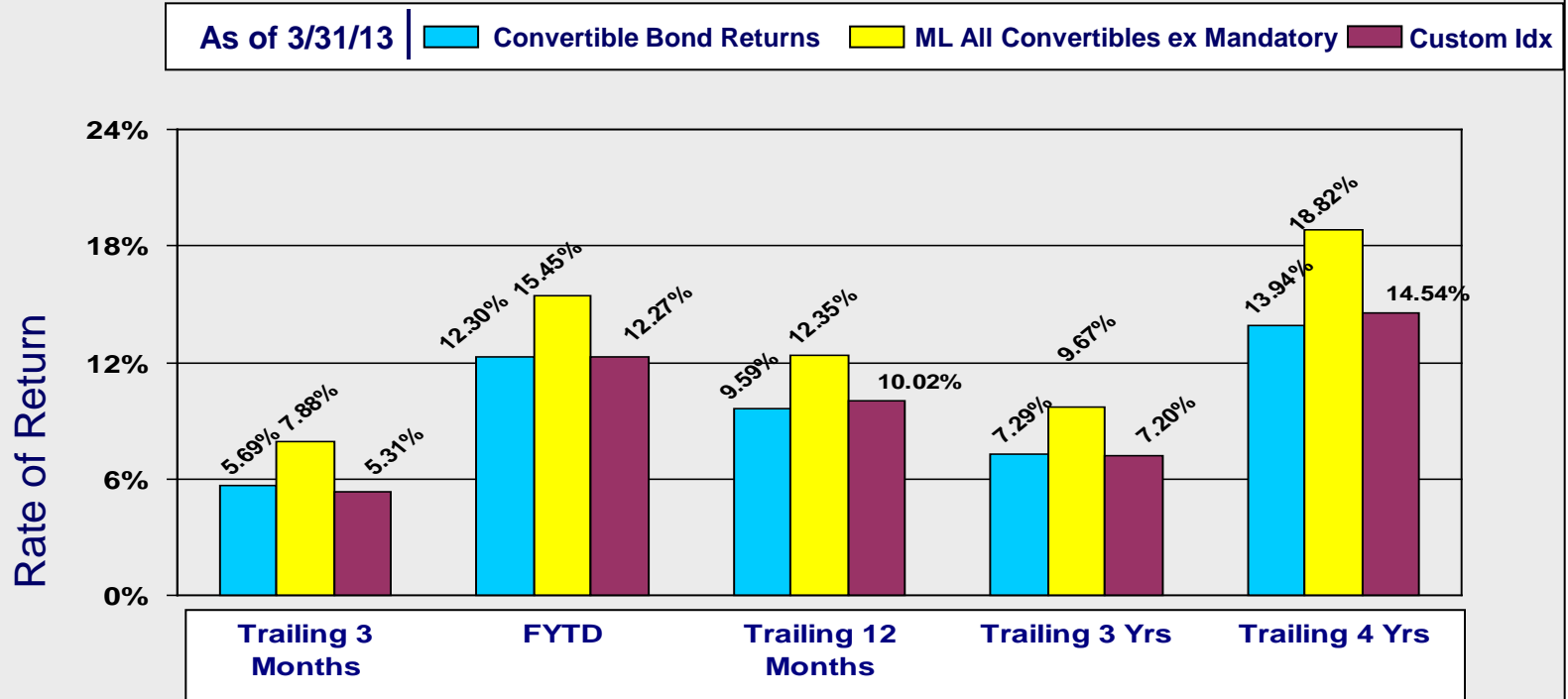
\$2.9B Under Management, **6%** of Total Funds



	3 Years	5 Years	10 Years
Plan Std Dev	6.0	10.2	8.1
Citigroup BB&B	6.0	11.7	9.2
Citigroup BB&B Capped	5.9	11.4	9.0

Convertible Bond Returns vs Benchmarks

\$889M Under Management, **2%** of Total Funds



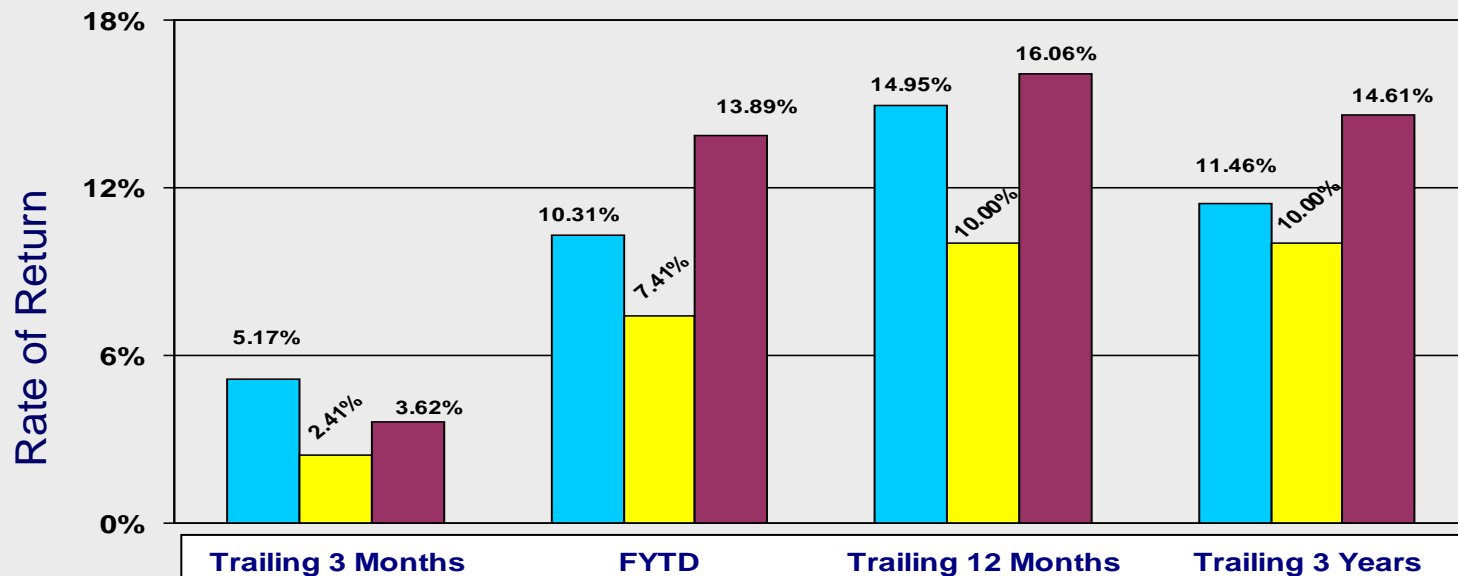
	3 Years	4 Years
Plan Std Dev	8.6	8.9
BofA All Convertibles	9.9	10.9
Custom Index	8.0	8.7

Opportunistic Fixed Income Returns vs Benchmarks

\$672.6M Under Management, **1%** of Total Funds

As of 3/31/13

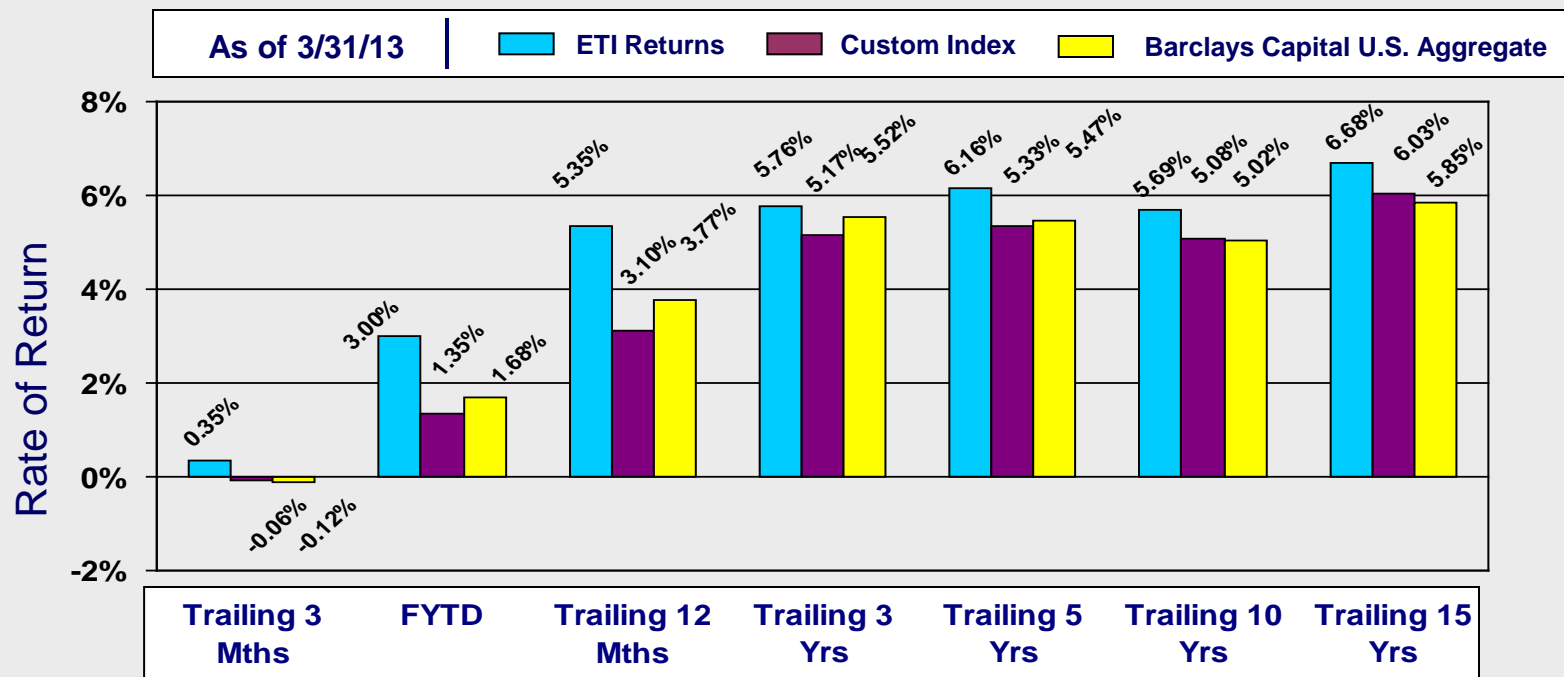
Opportunistic Fixed 10% Annual Return JPM High Yield + 3%



	3 Years
Plan Std Dev	8.0
JPM High Yield + 3% Std Dev	6.6

ETI Returns vs Custom Index & Barclays Capital U.S. Aggregate

\$370.3M Under Management, **0.75%** of Total Funds



	3 Years	5 Years	10 Years	15 Years
Plan Std Dev	1.3	2.4	2.8	3.7
Custom Index Std Dev	2.0	2.8	2.9	2.8
Barclays Capital US Agg. Std Dev	2.4	3.5	3.5	3.5

Note: Returns (shown net of fees) and Market Value do not include cash

Teachers' Retirement System of the City of New York

Appendix

Consolidated Performance Report

Through March 31, 2013

Assets (\$MM)	% Total		3 Mos Jan-13 Mar-13	YTD Jan-13 Mar-13	1 Yr Apr-12 Mar-13	3 Yrs Apr-10 Mar-13	5 Yrs Apr-08 Mar-13	10 Yrs Apr-03 Mar-13	15 Yrs Apr-98 Mar-13
EQUITY MANAGEMENT									
226.17	0.46	BROWN AM	15.71	15.71	23.76	20.81	****	****	****
226.17	0.46	TOTAL SMALL CAP GROWTH ACTIVE	15.71	15.71	23.76	20.81	****	****	****
		RUSSELL 2000 GROWTH	13.21	13.21	14.52	14.74	****	****	****
226.17	0.46	TOTAL SMALL CAP ACTIVE	15.71	15.71	23.76	20.81	****	****	****
		RUSSELL 2000	12.39	12.39	16.30	13.45	****	****	****
226.17	0.46	TOTAL SMALL CAP	15.71	15.71	23.76	20.81	****	****	****
		RUSSELL 2000	12.39	12.39	16.30	13.45	****	****	****
2,616.05	5.27	STATE STREET GA S&P 400	13.41	13.41	17.77	****	****	****	****
2,616.05	5.27	TOTAL MID CAP PASSIVE	13.41	13.41	17.77	****	****	****	****
		S&P MIDCAP 400	13.45	13.45	17.83	****	****	****	****
2,616.05	5.27	TOTAL MID CAP	13.41	13.41	17.77	****	****	****	****
		RUSSELL MID CAP	12.96	12.96	17.30	****	****	****	****
172.92	0.35	PROFIT INV MGMT	9.72	9.72	12.10	11.53	****	****	****
172.92	0.35	TOTAL LARGE CAP GROWTH	9.72	9.72	12.10	11.53	****	****	****
		RUSSELL 1000 GROWTH	9.54	9.54	10.09	13.06	****	****	****
156.90	0.32	PIEDMONT INV ADV	9.15	9.15	10.68	9.63	****	****	****
176.76	0.36	SEIZERT CAPITAL PTNRS	10.65	10.65	13.61	11.60	****	****	****
333.66	0.67	TOTAL LARGE CAP CORE	9.94	9.94	12.21	10.66	****	****	****
		RUSSELL 1000	10.96	10.96	14.43	12.93	****	****	****
506.59	1.02	TOTAL LARGE CAP	9.87	9.87	12.17	10.62	****	****	****
		RUSSELL 1000	10.96	10.96	14.43	12.93	****	****	****

Consolidated Performance Report

Through March 31, 2013

Assets (\$MM)	% Total		3 Mos Jan-13 Mar-13	YTD Jan-13 Mar-13	1 Yr Apr-12 Mar-13	3 Yrs Apr-10 Mar-13	5 Yrs Apr-08 Mar-13	10 Yrs Apr-03 Mar-13	15 Yrs Apr-98 Mar-13
8,236.42	16.61	BLACKROCK RUSSELL 3000	11.06	11.06	14.55	12.91	****	****	****
8,061.71	16.26	STATE STREET RUSSELL 3000	11.10	11.10	14.62	****	****	****	****
16,298.13	32.86	TOTAL RUSSELL 3000	11.08	11.08	14.58	13.06	6.40	9.21	4.79
		RUSSELL 3000	11.07	11.07	14.56	12.97	6.32	9.16	4.68
		ATTUCKS							
10.04	0.02	APEX CAPITAL - SCG	15.34	15.34	17.09	22.57	12.71	****	****
9.98	0.02	GW CAPITAL -SCC	15.14	15.14	27.95	15.66	****	****	****
8.84	0.02	LOMBARDIA - SCV	12.92	12.92	15.99	13.84	10.79	****	****
10.09	0.02	PARADIGM - SCC	12.92	12.92	14.57	14.47	****	****	****
8.19	0.02	PHOCAS - SCV	14.23	14.23	14.32	12.20	9.69	****	****
47.14	0.10	TOTAL ATTUCKS	14.12	14.12	17.95	15.72	8.67	****	****
		RUSSELL 2000	12.39	12.39	16.30	13.45	8.24	****	****
		CAPITAL PROSPECTS							
3.97	0.01	AH LISANTI SCG	16.12	16.12	****	****	****	****	****
4.32	0.01	BERNZOTT CAP AD -SCV	12.56	12.56	****	****	****	****	****
4.51	0.01	CHANNING -SCV	12.14	12.14	****	****	****	****	****
3.80	0.01	CWC ADVISORS -SCC	9.22	9.22	****	****	****	****	****
1.64	0.00	HIGH POINTE -SC	9.32	9.32	****	****	****	****	****
4.54	0.01	HUBER -SCV	13.89	13.89	****	****	****	****	****
3.67	0.01	LOMBARDIA -SCV	12.92	12.92	****	****	****	****	****
3.86	0.01	PROFIT SCC	7.48	7.48	****	****	****	****	****
4.03	0.01	QUOTIENT SCC	13.52	13.52	****	****	****	****	****
3.99	0.01	STEPHENS SCG	14.81	14.81	****	****	****	****	****
3.90	0.01	SUMMIT CREEK SCG	10.98	10.98	****	****	****	****	****
42.22	0.09	TOTAL CAPITAL PROSPECTS	12.24	12.24	****	****	****	****	****
		RUSSELL 2000	12.39	12.39	****	****	****	****	****

Consolidated Performance Report

Through March 31, 2013

Assets (\$MM)	% Total		3 Mos Jan-13 Mar-13	YTD Jan-13 Mar-13	1 Yr Apr-12 Mar-13	3 Yrs Apr-10 Mar-13	5 Yrs Apr-08 Mar-13	10 Yrs Apr-03 Mar-13	15 Yrs Apr-98 Mar-13
PROGRESS									
16.21	0.03	APEX CAPITAL MGMT -SMID CG	10.59	10.59	****	****	****	****	****
11.07	0.02	CARDINAL SCV	12.80	12.80	****	****	****	****	****
8.97	0.02	HUBER SCV	13.88	13.88	****	****	****	****	****
14.12	0.03	IRONWOOD SCC	11.43	11.43	****	****	****	****	****
8.48	0.02	MONARCH PARTNERS SCV	13.89	13.89	****	****	****	****	****
5.98	0.01	NICHOLS SC	12.61	12.61	****	****	****	****	****
9.92	0.02	OMT CAP MGMT -SMIDCG	15.76	15.76	****	****	****	****	****
8.19	0.02	PHOCAS SCV	14.23	14.23	****	****	****	****	****
14.75	0.03	SIGNIA SCV	7.06	7.06	****	****	****	****	****
97.69	0.20	TOTAL PROGRESS EQUITY	11.91	11.91	****	****	****	****	****
		RUSSELL 2000	12.39	12.39	****	****	****	****	****
F.I.S. FUND MGMT									
9.61	0.02	APEX SCG	10.59	10.59	****	****	****	****	****
23.81	0.05	CHANNING SCV	12.13	12.13	****	****	****	****	****
6.52	0.01	CUPPS SCG	9.68	9.68	****	****	****	****	****
4.36	0.01	EAM MICRO CAP GROWTH	16.08	16.08	****	****	****	****	****
11.24	0.02	HUBER SCV	13.83	13.83	****	****	****	****	****
12.26	0.02	NICHOLAS INV PTNRS -SCG	18.77	18.77	****	****	****	****	****
20.30	0.04	OPUS CAPITAL MGMT -SCV	11.49	11.49	****	****	****	****	****
14.99	0.03	PUNCH SCC	9.36	9.36	****	****	****	****	****
103.10	0.21	TOTAL F.I.S FUND MGMT	12.38	12.38	****	****	****	****	****
		RUSSELL 2000	12.39	12.39	****	****	****	****	****
290.15	0.59	TOTAL EMERGING MANAGERS	12.48	12.48	16.62	14.40	7.78	****	****
		RUSSELL 2000	12.39	12.39	16.30	13.45	8.24	****	****
		RUSSELL 3000	11.07	11.07	14.56	12.97	6.32	****	****

Consolidated Performance Report

Through March 31, 2013

Assets (\$MM)	% Total		3 Mos Jan-13 Mar-13	YTD Jan-13 Mar-13	1 Yr Apr-12 Mar-13	3 Yrs Apr-10 Mar-13	5 Yrs Apr-08 Mar-13	10 Yrs Apr-03 Mar-13	15 Yrs Apr-98 Mar-13
OPPORTUNISTIC EQUITY STRATEGIES									
63.19	0.13	WALDEN ASSET MGMT	9.44	9.44	12.50	14.06	****	****	****
63.19	0.13	TOTAL U.S. ENVIRONMENTAL RUSSELL 2000	9.44	9.44	12.50	14.07	****	****	****
			12.39	12.39	16.30	13.45	****	****	****
1,022.90	2.06	TOTAL ACTIVE	11.85	11.85	15.83	13.33	6.75	9.09	****
18,914.18	38.14	TOTAL PASSIVE	11.39	11.39	15.01	12.97	6.35	9.19	4.77
20,000.28	40.33	TOTAL DOMESTIC EQUITY	11.41	11.41	15.05	13.04	6.44	9.19	4.77
INTERNATIONAL EQUITY DEVELOPED MARKETS GROWTH									
1,052.95	2.12	BAILLIE	7.02	7.02	14.77	9.34	3.14	****	****
982.90	1.98	WALTER SCOTT	6.65	6.65	16.13	10.66	6.47	****	****
2,035.91	4.11	TOTAL INTL GROWTH	6.84	6.84	15.42	8.82	2.94	****	****
		MSCI EAFE GROWTH	6.81	6.81	11.74	6.82	0.23	****	****
VALUE									
0.49	0.00	MONDRIAN INVESTMENT PARTNERS LTD II	****	****	****	****	****	****	****
1,029.01	2.07	SPRUCEGROVE (NEW)	5.53	5.53	12.99	9.00	2.85	****	****
1,029.55	2.08	TOTAL INTL VALUE	5.09	5.09	10.53	5.51	-0.43	****	****
		MSCI EAFE VALUE	3.63	3.63	11.73	4.09	-1.08	****	****

Consolidated Performance Report

Through March 31, 2013

Assets (\$MM)	% Total		3 Mos Jan-13 Mar-13	YTD Jan-13 Mar-13	1 Yr Apr-12 Mar-13	3 Yrs Apr-10 Mar-13	5 Yrs Apr-08 Mar-13	10 Yrs Apr-03 Mar-13	15 Yrs Apr-98 Mar-13
1.02	0.00	CORE							
0.12	0.00	BLACKROCK	****	****	****	****	****	****	****
0.96	0.00	PHILADELPHIA	****	****	****	****	****	****	****
2.10	0.00	THORNBURG	****	****	****	****	****	****	****
		TOTAL INTL CORE	2.89	2.89	7.88	5.36	-0.63	****	****
		MSCI EAFE (NET DIVIDEND)	5.13	5.13	11.26	5.00	-0.89	****	****
1,021.19	2.06	TRANSITION - EAFE REBALANCE	****	****	****	****	****	****	****
4,089.13	8.25	TOTAL ACTIVE DEVELOPED MARKETS	5.98	5.98	12.69	6.96	0.99	10.84	5.21
		MSCI EAFE (NET DIVIDEND)	5.13	5.13	11.26	5.00	-0.89	9.69	3.77
300.11	0.61	SSGA	5.05	5.05	11.38	****	****	****	****
300.11	0.61	TOTAL PASSIVE-INTL EQUITY	5.05	5.05	11.38	****	****	****	****
93.58	0.19	F&C SGE	8.72	8.72	11.53	9.32	****	****	****
93.58	0.19	TOTAL NON-U.S. ENVIRONMENTAL	8.72	8.72	11.53	9.15	****	****	****
		MSCI WORLD INDEX	7.87	7.87	12.53	9.08	****	****	****
105.88	0.21	GOVERNANCE FOR OWNERS	4.09	4.09	4.93	7.43	****	****	****
105.88	0.21	TOTAL NON-U.S. ACTIVIST	4.09	4.09	4.93	7.43	****	****	****
		MSCI EUROPE SMID CAP	4.34	4.34	12.68	7.15	****	****	****
199.46	0.40	TOTAL ENVIRONMENTAL-ACTIVIST	6.21	6.21	7.91	7.98	****	****	****
4,588.70	9.25	TOTAL DEVELOPED-ENV-ACTIVIST	5.91	5.91	12.37	7.07	0.98	****	****

Note: Market values for terminated non-U.S. accounts represent balances to be transferred out or resolved; some of these accounts may also have outstanding tax reclaims. Market values for non-U.S. transition accounts represent cash balances to be cleared out or other outstanding issues.

Consolidated Performance Report

Through March 31, 2013

Assets (\$MM)	% Total		3 Mos Jan-13 Mar-13	YTD Jan-13 Mar-13	1 Yr Apr-12 Mar-13	3 Yrs Apr-10 Mar-13	5 Yrs Apr-08 Mar-13	10 Yrs Apr-03 Mar-13	15 Yrs Apr-98 Mar-13
		EMERGING MARKETS							
845.73	1.71	DFA EM	-0.22	-0.22	3.75	****	****	****	****
860.58	1.74	EATON VANCE	-0.15	-0.15	****	****	****	****	****
1,706.31	3.44	TOTAL ACTIVE EMERGING MARKETS	-0.19	-0.19	3.91	****	****	****	****
		FTSE CUSTOM BENCHMARK	-1.34	-1.34	1.61	****	****	****	****
2,062.23	4.16	BLACKROCK EM	-1.54	-1.54	0.10	****	****	****	****
2,062.23	4.16	TOTAL PASSIVE EMERGING MARKETS	-1.54	-1.54	0.10	****	****	****	****
		FTSE CUSTOM BENCHMARK	-1.34	-1.34	1.61	****	****	****	****
3,768.54	7.60	TOTAL EMERGING MARKETS	-0.99	-0.99	1.30	****	****	****	****
8,357.24	16.85	TOTAL INTERNATIONAL EQUITY	2.82	2.82	7.76	5.47	0.07	10.33	4.90
		REITS							
247.55	0.50	ADELANTE CAPITAL MANAGEMENT	5.31	5.31	11.60	17.33	4.53	11.93	****
209.27	0.42	COHEN & STEERS - REITS	7.94	7.94	13.35	****	****	****	****
287.86	0.58	EUROPEAN REIT MTA	2.93	2.93	16.45	****	****	****	****
600.89	1.21	MS REIT MTA	5.64	5.64	11.74	16.87	7.03	****	****
213.74	0.43	SECURITY CAPITAL	6.73	6.73	11.83	16.63	5.20	****	****
208.09	0.42	URDANG -REITS	7.20	7.20	12.70	****	****	****	****
1,767.39	3.56	TOTAL REITS	5.72	5.72	12.66	17.15	5.87	13.40	****
		DJ US SELECT REAL ESTATE SEC. INDEX	7.05	7.05	13.05	16.75	5.91	12.22	****

Consolidated Performance Report

Through March 31, 2013

Assets (\$MM)	% Total		3 Mos Jan-13 Mar-13	YTD Jan-13 Mar-13	1 Yr Apr-12 Mar-13	3 Yrs Apr-10 Mar-13	5 Yrs Apr-08 Mar-13	10 Yrs Apr-03 Mar-13	15 Yrs Apr-98 Mar-13
PRIVATE EQUITY INVESTMENTS									
2.93	0.01	AISLING CAPITAL II	****	****	****	****	****	****	****
4.40	0.01	AISLING CAPITAL III	****	****	****	****	****	****	****
0.04	0.00	ALLEGRA CAPITAL PTNRS IV	****	****	****	****	****	****	****
29.33	0.06	AMERICAN SEC PTNRS VI	****	****	****	****	****	****	****
11.35	0.02	AMPERSAND 2006	****	****	****	****	****	****	****
12.76	0.03	AMPERSAND 2008	****	****	****	****	****	****	****
8.54	0.02	APOLLO INVESTMENT FD V	****	****	****	****	****	****	****
34.71	0.07	APOLLO INVESTMENT FD VI	****	****	****	****	****	****	****
44.47	0.09	APOLLO INVESTMENT FD VII	****	****	****	****	****	****	****
3.16	0.01	ARES CORP OPP	****	****	****	****	****	****	****
13.46	0.03	ARES CORP OPP FD II	****	****	****	****	****	****	****
45.45	0.09	ARES CORP OPP FD III	****	****	****	****	****	****	****
3.26	0.01	ARES CORP OPP FD IV	****	****	****	****	****	****	****
16.34	0.03	ARSENAL CAP PTNRS II	****	****	****	****	****	****	****
17.35	0.03	AURORA EQUITY CAPITAL PTNRS III	****	****	****	****	****	****	****
23.78	0.05	AVISTA CAPITAL PTNRS	****	****	****	****	****	****	****
43.46	0.09	AVISTA CAPITAL PTNRS II	****	****	****	****	****	****	****
64.89	0.13	AXA SECONDARY FD V	****	****	****	****	****	****	****
21.21	0.04	BC EUR CAP IX	****	****	****	****	****	****	****
5.09	0.01	BDCM OPPORTUNITY FD	****	****	****	****	****	****	****
34.93	0.07	BDCM OPPORTUNITY FD II	****	****	****	****	****	****	****
14.59	0.03	BLACKSTONE CAPITAL PTNRS IV	****	****	****	****	****	****	****
67.62	0.14	BLACKSTONE CAPITAL PTNRS V	****	****	****	****	****	****	****
14.34	0.03	BLACKSTONE CAPITAL PTNRS VI	****	****	****	****	****	****	****
9.05	0.02	BLACKSTONE MEZZ PTNRS II	****	****	****	****	****	****	****
13.77	0.03	BLUE WOLF CAPITAL FUND II	****	****	****	****	****	****	****
22.67	0.05	BRIDGEPOINT EUROPE III	****	****	****	****	****	****	****
21.72	0.04	BRIDGEPOINT EUROPE IV	****	****	****	****	****	****	****

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0.13	0.00	CARLYLE PTNRS III	****	****	****	****	****	****	****
39.18	0.08	CARLYLE PTNRS V	****	****	****	****	****	****	****
16.58	0.03	CARPENTER COMMUNITY BANC FUND	****	****	****	****	****	****	****
38.40	0.08	CATTERTON PTNRS VI	****	****	****	****	****	****	****
20.39	0.04	CCMP CAPITAL INVESTORS II	****	****	****	****	****	****	****
13.96	0.03	CLAYTON, DUBLIER & RICE FUND VII	****	****	****	****	****	****	****
13.12	0.03	CLAYTON, DUBLIER & RICE FUND VIII	****	****	****	****	****	****	****
23.03	0.05	CELTIC PHARM HLDGS, LP	****	****	****	****	****	****	****
24.55	0.05	CO INVEST PTNRS EURO	****	****	****	****	****	****	****
8.65	0.02	COLLER INTERNATIONAL PTNRS IV	****	****	****	****	****	****	****
13.80	0.03	CONSTELLATION VENTURES III	****	****	****	****	****	****	****
7.44	0.01	CRATON EQUITY INVESTORS	****	****	****	****	****	****	****
6.15	0.01	CREDIT SUISSE CUST FD INV GR	****	****	****	****	****	****	****
25.66	0.05	CREDIT SUISSE EM DOM MGRS FD	****	****	****	****	****	****	****
6.42	0.01	CYPRESS MERCH BK PTNRS II	****	****	****	****	****	****	****
12.38	0.02	EQT VI	****	****	****	****	****	****	****
14.48	0.03	ERASMUS NYC GROWTH FD	****	****	****	****	****	****	****
35.13	0.07	FAIRVIEW EMERGING MGRS FD	****	****	****	****	****	****	****
16.83	0.03	FAIRVIEW VENTURES FD III	****	****	****	****	****	****	****
6.30	0.01	FDG CAPL PTNRS	****	****	****	****	****	****	****
19.11	0.04	FDG CAPL PTNRS II	****	****	****	****	****	****	****
25.03	0.05	FIRST RESERVE FD XI	****	****	****	****	****	****	****
22.23	0.04	FIRST RESERVE FD XII	****	****	****	****	****	****	****
40.90	0.08	FOURTH CINVEN FD	****	****	****	****	****	****	****
7.05	0.01	FS EQUITY PTNRS V	****	****	****	****	****	****	****
16.93	0.03	FT VENTURES FD III	****	****	****	****	****	****	****
13.95	0.03	GF CAPITAL	****	****	****	****	****	****	****
24.81	0.05	GI PTNRS FD II	****	****	****	****	****	****	****
29.72	0.06	GI PTNRS FD III	****	****	****	****	****	****	****
9.25	0.02	GREEN EQ INV VI	****	****	****	****	****	****	****

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5.30	0.01	GSC RECOVERY III	****	****	****	****	****	****	****
23.72	0.05	GSO CAPITAL OPPORTUNITIES FD	****	****	****	****	****	****	****
8.53	0.02	HALYARD CAPITAL II	****	****	****	****	****	****	****
3.92	0.01	ICV PTNRS III	****	****	****	****	****	****	****
31.65	0.06	INTERMEDIA PARTNERS VII	****	****	****	****	****	****	****
28.95	0.06	JP MORGAN INVST MGMT	****	****	****	****	****	****	****
3.89	0.01	LANDMARK EQUITY PTNRS XI	****	****	****	****	****	****	****
25.70	0.05	LANDMARK EQUITY PTNRS XIV	****	****	****	****	****	****	****
12.88	0.03	LANDMARK FUND XIII	****	****	****	****	****	****	****
21.52	0.04	LEE EQUITY PARTNERS	****	****	****	****	****	****	****
9.90	0.02	LEEDS WELD EQUITY PTNRS IV	****	****	****	****	****	****	****
23.23	0.05	LEEDS WELD EQUITY PTNRS V	****	****	****	****	****	****	****
26.48	0.05	LEVINE LEICHTMAN CAP PTNRS IV	****	****	****	****	****	****	****
1.62	0.00	LINCOLNSHIRE EQ FD II	****	****	****	****	****	****	****
16.80	0.03	LINCOLNSHIRE EQ FD III	****	****	****	****	****	****	****
5.41	0.01	LINCOLNSHIRE EQ FD IV	****	****	****	****	****	****	****
16.40	0.03	MARKSTONE CAPITAL PTNRS	****	****	****	****	****	****	****
33.77	0.07	MIDOCEAN PTNRS III	****	****	****	****	****	****	****
11.61	0.02	MONTREUX EQ PTNRS IV	****	****	****	****	****	****	****
18.00	0.04	NAUTIC PARTNERS VI	****	****	****	****	****	****	****
1.42	0.00	NEW MOUNTAIN PTNRS	****	****	****	****	****	****	****
9.91	0.02	NEW MOUNTAIN PTNRS II	****	****	****	****	****	****	****
31.68	0.06	NEW MOUNTAIN PTNRS III	****	****	****	****	****	****	****
7.16	0.01	NEWSPRING VENTURE II	****	****	****	****	****	****	****
9.18	0.02	NGN BIOMED OPPORTUNITY II	****	****	****	****	****	****	****
28.79	0.06	ONEX PTNRS III	****	****	****	****	****	****	****
5.79	0.01	PALADIN HOMELAND SECURITY	****	****	****	****	****	****	****
11.43	0.02	PALADIN HOMELAND SECURITY III	****	****	****	****	****	****	****
32.77	0.07	PALLADIUM EQ PTNRS III	****	****	****	****	****	****	****
36.92	0.07	PCGAM CLEAN ENERGY & TECH FD	****	****	****	****	****	****	****

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18.38	0.04	PEGASUS PTNRS IV	****	****	****	****	****	****	****
7.49	0.02	PEGASUS PTNRS V	****	****	****	****	****	****	****
11.48	0.02	PERSEUS PTNRS VII	****	****	****	****	****	****	****
16.81	0.03	PINE BROOK CAPITAL PTNRS	****	****	****	****	****	****	****
26.16	0.05	PLATINUM EQ CAP PTRNS III	****	****	****	****	****	****	****
8.95	0.02	PRISM VENTURE PTNRS V	****	****	****	****	****	****	****
18.39	0.04	PSILOS GROUP PTNRS III	****	****	****	****	****	****	****
14.78	0.03	QUADRANGLE CAP PTNRS II	****	****	****	****	****	****	****
6.76	0.01	QUAKER BIOVENTURES II	****	****	****	****	****	****	****
2.22	0.00	RELATIVITY FD	****	****	****	****	****	****	****
6.67	0.01	RIPPLEWOOD PTNRS II	****	****	****	****	****	****	****
24.06	0.05	RIVERSTONE/CARLYLE GLB EP IV	****	****	****	****	****	****	****
10.74	0.02	RLJ EQUITY PARTNERS I	****	****	****	****	****	****	****
14.64	0.03	RRE VENTURES III	****	****	****	****	****	****	****
29.69	0.06	RRE VENTURES IV	****	****	****	****	****	****	****
7.97	0.02	SCP PRIV EQ PTNRS II	****	****	****	****	****	****	****
10.30	0.02	SCP VITALIFE PTNRS II	****	****	****	****	****	****	****
9.95	0.02	SNOW PHIPPS & GUGGENHEIM	****	****	****	****	****	****	****
24.95	0.05	SOLERA PTNRS	****	****	****	****	****	****	****
14.07	0.03	STARVEST PTNRS II	****	****	****	****	****	****	****
1.25	0.00	TAILWIND CAPITAL PTNRS	****	****	****	****	****	****	****
15.69	0.03	TERRA FIRMA CAP III	****	****	****	****	****	****	****
7.88	0.02	THOMAS H LEE EQUITY FD VI	****	****	****	****	****	****	****
6.07	0.01	THOMAS MCNERNEY PTNRS	****	****	****	****	****	****	****
11.12	0.02	THOMAS MCNERNEY PTNRS II	****	****	****	****	****	****	****
15.82	0.03	TRIDENT V	****	****	****	****	****	****	****
(0.03)	0.00	TRILANTIC CAPITAL PTNRS	****	****	****	****	****	****	****
2.62	0.01	TRILANTIC CAPITAL PTNRS III	****	****	****	****	****	****	****
36.82	0.07	TRILANTIC CAPITAL PTNRS IV	****	****	****	****	****	****	****

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32.81	0.07	US POWER FUND II	****	****	****	****	****	****	****
21.68	0.04	US POWER FUND III	****	****	****	****	****	****	****
22.81	0.05	VISTA EQUITY PTNRS III	****	****	****	****	****	****	****
36.65	0.07	VISTA EQUITY PTNRS IV	****	****	****	****	****	****	****
12.80	0.03	VITRUVIAN PTNRS	****	****	****	****	****	****	****
5.75	0.01	VSS COMM PTNRS IV	****	****	****	****	****	****	****
24.42	0.05	WARBURG PINCUS XI	****	****	****	****	****	****	****
22.42	0.05	WELSH CARSON ANDERSON & STOWE XI	****	****	****	****	****	****	****
39.76	0.08	YUCAIPA AMERICAN ALLIANCE FD	****	****	****	****	****	****	****
93.39	0.19	YUCAIPA AMERICAN ALLIANCE FD II	****	****	****	****	****	****	****
17.43	0.04	YUCAIPA CORP INITIATIVE II	****	****	****	****	****	****	****
2,372.18	4.78	TOTAL PRIVATE EQUITY	****	****	****	****	****	****	****
PRIVATE REAL ESTATE									
26.09	0.05	ALMANAC REALTY SEC VI LP	****	****	****	****	****	****	****
12.65	0.03	AMER VALUE PTNRS	****	****	****	****	****	****	****
2.19	0.00	APOLLO REAL ESTATE FD V	****	****	****	****	****	****	****
31.61	0.06	BLACKROCK CARBON III	****	****	****	****	****	****	****
34.97	0.07	BLACKSTONE REAL ESTATE PTNRS EU III	****	****	****	****	****	****	****
13.61	0.03	BLACKSTONE REAL ESTATE PTNRS IV	****	****	****	****	****	****	****
58.27	0.12	BLACKSTONE REAL ESTATE PTNRS VI	****	****	****	****	****	****	****
13.48	0.03	BROOKFIELD STRATEGIC RE PTNRS	****	****	****	****	****	****	****
0.01	0.00	CANYON-JOHNSON URBAN FD	****	****	****	****	****	****	****
14.88	0.03	CANYON-JOHNSON URBAN FD II	****	****	****	****	****	****	****
18.86	0.04	CANYON-JOHNSON URBAN FD III	****	****	****	****	****	****	****
27.20	0.05	CAPRI URBAN INVESTORS	****	****	****	****	****	****	****
9.69	0.02	CARLYLE R.P. FD V	****	****	****	****	****	****	****
24.48	0.05	CARLYLE REALTY FD VI	****	****	****	****	****	****	****
6.37	0.01	COLONY REALTY PTNRS II	****	****	****	****	****	****	****
16.03	0.03	H/2 SPEC OPPORTUNITY FD II	****	****	****	****	****	****	****
57.86	0.12	HEITMAN AMERICA	****	****	****	****	****	****	****

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109.47	0.22	JPM STRATEGIC PROPERTY FD	****	****	****	****	****	****	****
12.61	0.03	JPM SPECIAL SITUATIONS FD	****	****	****	****	****	****	****
37.91	0.08	LASALLE US PROPERTY FD	****	****	****	****	****	****	****
5.91	0.01	METRO WORKFORCE HOUSING FD	****	****	****	****	****	****	****
2.49	0.01	OCM REAL ESTATE OPPORTUNITIES FD III-A	****	****	****	****	****	****	****
35.52	0.07	PRISA	****	****	****	****	****	****	****
59.80	0.12	PRISA II	****	****	****	****	****	****	****
7.69	0.02	PROLOGIS TARGETED US LOGISTICS FD	****	****	****	****	****	****	****
35.62	0.07	RREEF AMER. II	****	****	****	****	****	****	****
6.09	0.01	RREEF AMER. III	****	****	****	****	****	****	****
3.15	0.01	SILVERPEAK RE PTNRS III	****	****	****	****	****	****	****
21.35	0.04	STOCKBRIDGE RE FD III	****	****	****	****	****	****	****
20.73	0.04	TACONIC NY INV FD	****	****	****	****	****	****	****
55.02	0.11	THE CITY INVESTMENT FD	****	****	****	****	****	****	****
10.23	0.02	THOR URBAN PROPERTY FD II	****	****	****	****	****	****	****
68.15	0.14	TISHMAN SPEYER/CITIGROUP	****	****	****	****	****	****	****
123.01	0.25	UBS TRUMBULL PROPERTY FD	****	****	****	****	****	****	****
5.06	0.01	URBAN AMERICA II	****	****	****	****	****	****	****
46.51	0.09	WESTBROOK RE FD VIII	****	****	****	****	****	****	****
1,034.57	2.09	TOTAL PRIVATE REAL ESTATE	****	****	****	****	****	****	****
33,531.60	67.63	TOTAL EQUITY - PUBLIC & PRIVATE	7.75	7.75	12.44	11.19	4.46	****	****
		TEACHERS EQUITY POLICY BENCHMARK	7.88	7.88	12.32	10.98	4.69	9.59	4.78

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FIXED INCOME MANAGEMENT									
TREASURY/AGENCY									
317.17	0.64	BLACKROCK - GOVT	-0.87	-0.87	5.86	9.50	****	****	****
433.40	0.87	PIMCO - GOVT	-0.62	-0.62	6.47	9.60	7.29	6.68	****
359.51	0.72	STATE STREET - GOVT	-0.84	-0.84	5.84	9.47	****	****	****
1,110.08	2.24	ALL TREASURY/AGENCY	-0.76	-0.76	6.09	9.53	7.13	6.52	7.27
		NYC - TREASURY AGENCY PLUS FIVE	-0.75	-0.75	5.96	9.55	6.95	6.37	7.12
MORTGAGE									
1,126.74	2.27	BLACKROCK - MORT	0.35	0.35	3.99	5.98	6.18	5.44	****
10.95	0.02	BLACKROCK - SP PURPOSE-MTG	****	****	****	****	****	****	****
322.58	0.65	GOLDMAN SACHS - MORT	-0.08	-0.08	3.02	4.80	****	****	****
404.04	0.81	NEUBERGER BERMAN -MORT	0.16	0.16	2.42	4.74	****	****	****
1,126.61	2.27	PIMCO - MORT	-0.08	-0.08	2.36	4.90	5.68	5.40	6.21
162.13	0.33	SMITH BREEDEN - MORT	0.32	0.32	3.16	4.89	****	****	****
322.83	0.65	WELLINGTON - MORT	-0.05	-0.05	2.37	4.66	****	****	****
3,475.88	7.01	ALL MORTGAGE	0.15	0.15	3.16	5.37	5.71	5.17	5.96
		CITIGROUP MORTGAGE INDEX	-0.04	-0.04	1.93	4.26	5.20	5.03	5.76
INVESTMENT GRADE CREDIT									
309.75	0.62	BARROW HANLEY - CREDIT	0.23	0.23	8.94	8.46	****	****	****
799.02	1.61	BLACKROCK - CREDIT	0.17	0.17	8.08	8.37	7.76	6.29	****
433.29	0.87	PRUDENTIAL - CREDIT	0.05	0.05	7.29	7.90	****	****	****
177.26	0.36	PRUDENTIAL - PRIVEST	0.99	0.99	****	****	****	****	****
776.42	1.57	TAPLIN, CANIDA - CREDIT	0.36	0.36	8.50	8.36	7.56	5.66	6.38
780.44	1.57	T. ROWE PRICE - CREDIT	0.45	0.45	8.89	8.92	8.60	6.81	6.61
3,276.20	6.61	ALL INVESTMENT GRADE CREDIT	0.31	0.31	8.33	8.44	8.07	6.30	6.41
		NYC - INVESTMENT GRADE CREDIT	-0.36	-0.36	6.89	7.64	7.25	5.87	6.33

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7,862.16	15.85	TOTAL STRUCTURED	0.09	0.09	5.61	7.20	6.79	5.85	6.44
		NYC - CORE PLUS FIVE	-0.31	-0.31	4.69	6.58	6.39	5.70	6.34
27.09	0.05	PIM AMBASSADOR MTA	-0.05	-0.05	****	****	****	****	****
22.27	0.04	PIM GIA MTA	0.50	0.50	****	****	****	****	****
10.91	0.02	PIM HILLSWICK MTA	-0.45	-0.45	****	****	****	****	****
27.46	0.06	PIM NEW CENTURY MTA	0.21	0.21	****	****	****	****	****
21.87	0.04	PIM PUGH CAP MTA	0.19	0.19	****	****	****	****	****
109.60	0.22	TOTAL PROGRESS FIXED	0.13	0.13	****	****	****	****	****
		BARCLAYS CAPITAL AGGREGATE	-0.12	-0.12	****	****	****	****	****
		TIPS MANAGERS							
		ACTIVE TIPS MANAGERS							
267.22	0.54	BLACKROCK-TIPS-MTA	-0.48	-0.48	5.22	8.43	6.05	****	****
827.53	1.67	PIMCO-TIPS-MTA	0.05	0.05	6.82	8.94	6.19	****	****
1,094.76	2.21	TOTAL ACTIVE TIPS MANAGERS	-0.08	-0.08	6.43	8.82	6.16	****	****
		PASSIVE TIPS MANAGERS							
365.86	0.74	STATE STREET-TIPS-MTA	-0.41	-0.41	5.58	8.58	5.85	****	****
365.86	0.74	TOTAL PASSIVE TIPS MANAGERS	-0.41	-0.41	5.58	8.58	5.85	****	****
1,460.62	2.95	TOTAL TIPS MANAGERS	-0.16	-0.16	6.21	8.76	6.08	****	****
		BARCLAYS CAPITAL US TIPS INDEX	-0.36	-0.36	5.68	8.58	5.90	****	****
		ENHANCED YIELD							
363.15	0.73	LOOMIS	3.41	3.41	****	****	****	****	****
		BofA MERRILL LYNCH HY MASTER II	2.89	2.89	****	****	****	****	****
294.56	0.59	OAKTREE	****	****	****	****	****	****	****
		BofA ML HY MASTER II CONSTRAINED	****	****	****	****	****	****	****

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516.08	1.04	STONE HARBOR INVESTMENT PARTNERS BofA ML-MST II 10-12/BB&B PRIOR	3.22 2.89	3.22 2.89	13.86 12.85	10.86 11.26	10.19 8.93	**** ****	**** ****
157.38	0.32	FORT WASHINGTON	2.40	2.40	****	****	****	****	****
587.42	1.18	NEUBERGER BERMAN	2.79	2.79	****	****	****	****	****
158.02	0.32	PENN	2.42	2.42	****	****	****	****	****
256.48	0.52	SHENKMAN	1.60	1.60	9.35	9.01	9.06	****	****
594.18	1.20	T. ROWE PRICE ENHANCED	2.85	2.85	12.41	10.53	10.58	****	****
0.02	0.00	HIGH YIELD TRANSITION	****	****	****	****	****	****	****
2,927.29	5.90	ALL ENHANCED YIELD	2.80	2.80	12.09	10.53	10.14	9.12	****
		CITIGROUP BB & B	1.90	1.90	11.55	10.84	8.68	8.34	****
		CITIGROUP BB & B CAPPED	2.38	2.38	11.67	10.86	9.22	8.59	****
		ENHANCED YIELD MEDIAN	2.90	2.90	12.46	10.91	10.73	9.26	****
		BANK LOANS							
273.60	0.55	BABSON BL MTA	2.31	2.31	****	****	****	****	****
270.90	0.55	CREDIT SUISSE BL MTA	****	****	****	****	****	****	****
271.32	0.55	GUGGENHEIM BL MTA	****	****	****	****	****	****	****
135.45	0.27	ING BL MTA	2.29	2.29	****	****	****	****	****
134.14	0.27	WELLS BL MTA	1.48	1.48	****	****	****	****	****
1,085.42	2.19	TOTAL BANK LOANS	2.17	2.17	****	****	****	****	****
		CREDIT SUISSE LEVERAGED LOAN INDEX	2.37	2.37	****	****	****	****	****
		CONVERTIBLE BONDS							
341.57	0.69	ADVENT CONVERTIBLE BONDS	5.09	5.09	9.20	8.03	****	****	****
		BofA ML CONVERTIBLES YIELD ALT. INDEX	5.39	5.39	10.80	7.84	****	****	****
69.45	0.14	ADVENT GLOBAL	5.86	5.86	10.28	7.18	****	****	****
		BofA ML GLOBAL CONVERTIBLES IDX (VG00)	5.18	5.18	10.36	6.57	****	****	****
128.93	0.26	F&C CONVERTIBLE BONDS	3.65	3.65	8.90	5.94	****	****	****
		UBS GLOBAL FOCUS CUSTOMISED	2.32	2.32	7.81	5.46	****	****	****

Consolidated Performance Report

Through March 31, 2013

Assets (\$MM)	% Total		3 Mos Jan-13 Mar-13	YTD Jan-13 Mar-13	1 Yr Apr-12 Mar-13	3 Yrs Apr-10 Mar-13	5 Yrs Apr-08 Mar-13	10 Yrs Apr-03 Mar-13	15 Yrs Apr-98 Mar-13
115.05	0.23	LORD ABBETT CONVERTIBLE BONDS	****	****	****	****	****	****	****
		BofA ML ALL CONVERTIBLES INDEX	****	****	****	****	****	****	****
233.99	0.47	VICTORY CONVERTIBLE BONDS	6.73	6.73	9.19	7.34	****	****	****
		BofA ML CONVERTIBLE BONDS INVST GRADE	6.84	6.84	9.83	6.98	****	****	****
889.00	1.79	TOTAL CONVERTIBLE BONDS	5.69	5.69	9.59	7.29	****	****	****
		ML ALL CONVERTIBLES EX MANDATORY	7.88	7.88	12.35	9.67	****	****	****
		TEACHERS CUSTOM CONVERTIBLE BOND IDX	5.31	5.31	10.02	7.20	****	****	****
		OPPORTUNISTIC FIXED							
2.22	0.00	AVE EURO SPECIAL SITUATIONS FD	****	****	****	****	****	****	****
1.45	0.00	AVE SPECIAL SITUATIONS FD V	****	****	****	****	****	****	****
64.96	0.13	AVE SPECIAL SITUATIONS FD VI	****	****	****	****	****	****	****
42.06	0.08	TORCHLIGHT INVESTORS	****	****	****	****	****	****	****
110.69	0.22	TOTAL FUND STRATEGIES	1.32	1.32	15.27	8.72	2.86	****	****
		3 MONTH LIBOR PLUS 750BPS	****	****	****	****	****	****	****
108.13	0.22	ANGELO GORDON PTNRS LP	14.64	14.64	14.37	****	****	****	****
81.42	0.16	APOLLO PTNRSH LP	7.67	7.67	7.68	****	****	****	****
32.96	0.07	FORTRESS PTNRS LP	5.14	5.14	5.87	****	****	****	****
120.63	0.24	GOLDENTREE OD MTA	2.91	2.91	12.93	****	****	****	****
157.58	0.32	MARATHON OD	2.90	2.90	15.82	****	****	****	****
56.21	0.11	OAK HILL PTNRS LP	4.96	4.96	****	****	****	****	****
5.00	0.01	OAKTREE OPP FD IX LP	****	****	****	****	****	****	****
561.93	1.13	TOTAL STRATEGIC MANDATES	6.02	6.02	13.07	****	****	****	****
		JP MORGAN GLOBAL HIGH YIELD BOND IDX	3.01	3.01	13.06	****	****	****	****
		JP MORGAN GLOBAL HIGH YIELD PLUS 3%	3.62	3.62	16.06	****	****	****	****
672.62	1.36	TOTAL DISTRESSED FIXED	5.17	5.17	14.95	11.46	****	****	****

Consolidated Performance Report

Through March 31, 2013

Assets (\$MM)	% Total		3 Mos Jan-13 Mar-13	YTD Jan-13 Mar-13	1 Yr Apr-12 Mar-13	3 Yrs Apr-10 Mar-13	5 Yrs Apr-08 Mar-13	10 Yrs Apr-03 Mar-13	15 Yrs Apr-98 Mar-13
672.62	1.36	TOTAL OPPORTUNISTIC FIXED	5.17	5.17	14.95	11.46	****	****	****
		10% ANNUAL RETURN	2.41	2.41	10.00	10.00	****	****	****
		JP MORGAN HIGH YIELD PLUS 3%	3.62	3.62	16.06	14.61	****	****	****
		ETI							
45.88	0.09	ACCESS/RBC	0.01	0.01	3.40	4.73	6.23	****	****
90.95	0.18	TARGETED INVESTMENT	1.28	1.28	9.13	7.51	8.29	7.79	8.05
13.45	0.03	CPC TERM LOAN	0.59	0.59	2.47	2.26	2.57	****	****
208.67	0.42	AFL - CIO HOUSING INV TRUST	-0.13	-0.13	3.92	5.31	5.56	5.01	****
1.99	0.00	CFSB-PPAR	1.50	1.50	8.52	7.84	7.72	****	****
4.72	0.01	CCD-PPAR	2.48	2.48	12.50	9.50	9.75	****	****
2.88	0.01	LIIF-PPAR	2.10	2.10	7.57	5.36	****	****	****
1.16	0.00	NCBCI-PPAR	2.26	2.26	10.26	7.59	****	****	****
0.59	0.00	NHS-PPAR	2.52	2.52	10.78	7.29	8.89	****	****
370.29	0.75	TOTAL ETI (WITH CASH)	0.34	0.34	5.30	5.70	6.10	5.65	6.57
		TEACHERS CUSTOM BENCHMARK (NO CASH)	-0.06	-0.06	3.10	5.17	5.33	5.08	6.03
		BARCLAYS CAPITAL AGGREGATE	-0.12	-0.12	3.77	5.52	5.47	5.02	5.85
16,012.33	32.29	TOTAL FIXED INCOME	1.24	1.24	7.21	7.61	7.01	6.26	6.39
		TEACHERS FIXED POLICY BENCHMARK	0.96	0.96	7.19	8.17	7.11	6.36	6.45
37.44	0.08	SECURITIES LENDING	****	****	****	****	****	****	****
635.33	1.28	SHORT TERM INVESTMENTS	0.06	0.06	0.37	0.40	1.02	2.27	3.25
1.52	0.00	BNY-CD	****	****	****	****	****	****	****
49,582.89	100.00	TOTAL TEACHERS	5.54	5.54	10.46	9.94	5.49	8.68	5.63
		TEACHERS POLICY BENCHMARK	5.20	5.20	10.49	10.24	5.60	8.76	5.51

Note: All Targeted Returns are shown Net of Fees

Actual and Estimated Fees

NEW YORK CITY TEACHERS RETIREMENT SYSTEMS					
ACTUAL FEES FOR FISCAL YEAR ENDING JUNE 30, 2012 AND ESTIMATED FEES FOR FY 2013 UPDATED THROUGH SEPTEMBER 2012					
Actual 2012			Estimates 2013		
INVESTMENT STYLE (EQUITIES)	MARKET VALUE 06-30-2012 (\$MM)	BASIS POINTS	MARKET VALUE 09-30-2012 (\$MM)	BASIS POINTS	
US Equities	16,866	3.53	17,896	3.61	
Small Cap Active	181	94.91	191	100.00	
Small Cap Growth	181	94.91	191	100.00	
Small Cap Value	-	-	-	-	
Small Cap core	-	-	-	-	
Small Cap Fundamental Index	-	-	-	-	
Small/Mid Cap Active	-	-	-	-	
Small/Mid Cap Growth	-	-	-	-	
Small/Mid Cap Value	-	-	-	-	
Mid Cap Active	-	-	-	-	
Mid Cap Growth	-	-	-	-	
Mid Cap Value	-	-	-	-	
Mid Cap core	-	-	-	-	
Large Cap Active	431	37.42	461	39.59	
Large Cap Growth	147	38.39	157	42.61	
Large Cap Value	-	-	-	-	
Large Cap Core	285	36.91	304	38.03	
Large Cap Fundamental Index	-	-	-	-	
Active Emerging Managers (U.S.)	236	65.24	251	61.39	
Total US Active Equities	848	57.41	902	58.43	
Total US Passive Equities	15,963	0.55	16,937	0.52	
Opportunistic US Equity Strategies	54	40.01	57	53.99	
International Equities	7,144	22.15	7,233	24.10	
Active EAFE Equities	3,321	40.10	3,297	29.72	
Growth	1,676	30.44	1,791	30.59	
Value	1,098	39.45	1,094	25.31	
Core	547	70.98	413	37.62	
Opportunistic-Non US Equity Strategies	165	75.31	175	75.27	
Active Emerging Markets	632	3.44	942	53.36	
Total Int'l Active Equities	4,118	35.88	4,414	36.57	
Total Int'l Passive Equities	3,026	3.47	2,818	4.56	
REITS Passive Index	1,972	36.95	1,984	38.98	

Actual and Estimated Fees

NEW YORK CITY TEACHERS' RETIREMENT SYSTEMS ACTUAL FEES FOR FISCAL YEAR ENDING JUNE 30, 2012 AND ESTIMATED FEES FOR FY 2013 UPDATED THROUGH SEPTEMBER 2012					
		Actual 2012		Estimates 2013	
INVESTMENT STYLE (FIXED INCOME)	MARKET VALUE 06-30-2012 (\$MM)	BASIS POINTS	MARKET VALUE 09-30-2012 (\$MM)	BASIS POINTS	
Fixed Income	13,279	14.44	15,709	18.87	
Structured Program	7,577	8.48	7,837	7.68	
Government Sector	1,111	6.88	1,121	7.19	
Mortgage Sector	3,536	9.00	3,528	6.55	
Investment Grade Credit Sector	2,929	8.44	3,188	9.10	
Global Fixed Income	-	-	-	-	
Progress Fixed Emerging Managers	107	5.73	109	40.00	
TIPS	1,420	7.05	1,452	7.03	
Active TIPS	1,063	9.26	1,087	9.22	
Passive TIPS	357	0.48	365	0.50	
Opportunistic Fixed Income	370	58.96	481	79.82	
Enhanced Yield	1,398	40.11	2,792	33.65	
Bank Loans	-	-	1,050	35.83	
Convertible Bonds	1,001	29.23	1,046	39.46	
Targeted - Access Voyageur	45	26.75	46	27.90	
Targeted - AFL-CIO	206	41.41	209	44.00	
Other ETI Programs	128	-	131	-	
In-House Short Term	1,027	0.00	557	0.00	
Total Public Markets	39,260	12.29	42,823	14.31	
INVESTMENT STYLE (PRIVATE)					
Hedge Funds	-	-	-	-	
Private Equity Investments *	2,188	162.47	2,315	183.43	
Private Real Estate Investments	835	116.89	929	122.77	
Total Private Markets	3,024	149.88	3,244	166.06	
Total Overall	42,284	22.13	46,066	24.99	
* Private Equity Investments exclude GP CARRY					

Securities Lending Income

Through March 31, 2013

Note: Inception 4/89	U.S. <u>FIXED INCOME</u>	U.S. <u>EQUITY</u>	INTERNATIONAL <u>EQUITY</u>
1989	\$1,185,000	--	--
1990	885,000	--	--
1991	898,000	--	--
1992	1,692,000	\$193,000	\$300,000
1993	3,701,000	694,000	508,000
1994	4,314,000	1,360,000	696,000
1995	3,395,000	1,621,000	520,000
1996	2,874,000	1,738,000	879,000
1997	2,943,000	3,430,000	1,158,000
1998	4,793,000	4,549,000	1,499,000
1999	4,329,000	4,830,000	1,772,000
2000	4,282,000	4,963,000	2,300,000
2001	7,435,000	6,744,000	3,489,000
2002	4,401,000	5,578,000	2,530,000
2003	2,156,000	3,467,000	2,662,000
2004	2,949,000	4,413,000	2,550,000
2005	4,427,000	6,136,000	3,201,000
2006	4,282,000	9,789,000	2,868,000
2007	9,618,000	15,962,000	3,088,000
2008	27,299,000	27,400,000	5,129,000
2009	10,039,000	17,682,000	3,834,000
2010	4,271,000	11,122,000	3,200,000
2011	5,880,000	15,051,000	6,082,000
2012	8,113,000	18,853,000	4,915,000
2013 (3 Months)	1,564,000	5,612,000	864,000
Since Inception (4/89)	<u>\$127,725,000</u>	<u>\$171,187,000</u>	<u>\$54,044,000</u>

Footnotes

Through March 31, 2013

- The Barclays Capital Aggregate (then known as the Lehman Brothers Aggregate) was used prior to 1/1/89. Effective 1/1/89, in the Government Sector, maturities of less than 5 years were dropped from the Salomon and Lehman indices. From that date until 7/1/99 the benchmark was the NYC Core + 5, from Lehman.
- Effective 7/1/94, the NYC Core + 5 Index includes BBB rated securities.
- Effective 7/1/99, the basis of the NYC Index was changed from Lehman Brothers to Salomon. Also effective 7/1/99, only Salomon indices have been used to compare all fixed income managers.
- Effective 4/1/03, the name of the benchmark provider was changed from Salomon to Citigroup.
- Effective 7/1/09, the Core+5 program was restructured.
 - The U.S. Gov't sector benchmark Index was changed from the Citigroup Core+5 Treasury/Gov't Sponsored Index to the Citigroup Core+5 Treasury/Agency Index.
 - The Corporate and Yankee sectors were combined to form the new Investment Grade Credit sector. The benchmark for the new combined sector is the customized Citigroup Credit Index. For historical performance purposes, the old Corporate sector Index is linked to the new Credit sector Index.
 - There were no changes to the Mortgage sector Index.
 - The total Core+5 results and benchmark returns combine the three sectors. Historical total Core+5 returns continue to include the old Corporate and Yankee sector returns.

Glossary of Terms

Through March 31, 2013

General Notes

- All Returns are Gross of investment advisory fees unless otherwise indicated.

Page Specific

Pages 11 & 12 - Portfolio asset Allocation

- Rebalancing Ranges: the minimum and maximum weights that actual Asset Allocation may reach before rebalancing between Asset Classes is necessary.

Glossary of Terms

Through March 31, 2013

Page 13 - Performance Attribution: Total Plan

- Plan Return at Policy Weights: the return of the Total Plan assuming actual Asset Class results were maintained at target (Adjusted Policy) weights. *Figure = (Return of Asset Class 1 * Target Weight) plus (Return Of Asset Class 2 * Target Weight) plus (.....)*
- **Allocation Effect** = Total Plan Return minus Plan Return At Adjusted Policy Weights.
- **Management Effect** = Equal to the Custom Benchmark (Adjusted Policy Index) Return minus Plan Return at Adjusted Policy Weights. This illustrates how the Managers have added or removed value based on their Security Selection decisions.
- **Policy Index = Custom Benchmark**
The “policy index” is a custom benchmark representing the weighted average return of the weighted benchmark indexes for each major investment program. Weights may reflect an adjustment of actual policy for outstanding commitments for new or revised programs, such as for private market programs, which are invested gradually, of for any new or updated program requiring the completion of RFPs and contracts. The policy index/custom benchmark is calculated monthly based on adjusted policy weights at the beginning of each month.
The indexes and most recent policy weights are as follows:
*U.S. Equity: Russell 3000 * 34.66%*
*International Developed (EAFE) Markets: MSCI EAFE * 9.00%*
*Emerging Markets: MSCI Emerging Markets * 8.00%*
*REITs: Dow Jones Real Estate Securities * 3.00%*
*Private Equity: Russell 3000 + 300 b.p. per annum * 5.01%*
*Private Real Estate: NFI - ODCE Net * 2.12%*
*Domestic Fixed Income: NYC Core +5 * 21.44%*
*TIPS: Lehman U.S. TIPS * 4%*
*Enhanced Yield: Citigroup BB&B * 6.30%*
*Bank Loans: Credit Suisse Leveraged Loan * 2.11%*
*Convertible Bonds: Merrill All US Converts * 3.00%*
*Opportunistic Fixed: JPM Global High Yield + 3% * 1.36%*

Glossary of Terms

Through March 31, 2013

Page 17 - Management Effect - Asset Class Breakdown

- This chart aims to break down the Management Effect shown on the Performance Attribution pages. The aim of the Page is to show the asset classes where Managers are either out performing or under performing their benchmark and to show the basis point effect that this is having on Plan performance.

Page 22 - Domestic Equity Asset Allocation

- **Value Added By Sectors:** This disaggregates out-performance or under-performance by Asset Allocation and Management Effect.
- **Implied Policy** = Retirement's System Asset Allocation.
- **Implied Return** = Benchmark Return
- **Allocation** = the Contribution to Performance resulting from an overweight or underweight to an asset class. *E.g. an underweight to an Asset Class that under-performs rests in a positive Allocation Effect and vice versa.*
- **Management** = Contribution to Performance from security selection versus the Benchmark, e.g., *If the managers Actual Returns are higher than the Implied Return there will be a positive Management Effect.*

Page 40 – Structured Fixed Income Asset Allocation

- See Domestic Equity Asset Allocation for explanation

Page 46 – ETI Returns vs Custom Index and Barclays Capital U.S. Aggregate

- Targeted has implemented a Custom Benchmark to better track the performance of the individual Targeted programs relative to their respective benchmarks. The Custom Benchmark represents the weighted average return of the individual benchmark indexes for each program, updated monthly. The indexes are as follows:
- AFL-CIO Housing Inv Trust: Barclays Capital U.S. Aggregate Bond Index
- CPC Term Loan: 30 Day Libor + 200 bps per annum (with a floor of 250 bps)
- GNMA: Citigroup 15 yr. GNMA
- PPAR: Citigroup GNMA + 65 bps per annum
- Access/Voyageur: 60% Merrill Lynch 30 yr Mortgage Index and 40% Merrill Lynch US Treasury 1-10 yr Index