

**STATE OF RHODE ISLAND
INVESTMENT COMMISSION MEETING**

**DATA AT
NOVEMBER 30, 2008**

MEMBERS OF THE STATE INVESTMENT COMMISSION

Hon. Frank T. Caprio, Chair

**Mr. J. Michael Costello
Mr. Robert R. Gaudreau, Jr.
Dr. Robert J. McKenna
Mr. Andrew K. Reilly**

**Ms. Rosemary Booth Gallogly
Mr. Robert Giudici
Ms. Marcia Reback
Mr. John R. Treat**

Divider



State of Rhode Island and Providence Plantations
Office of the General Treasurer

Frank T. Caprio
General Treasurer

**RHODE ISLAND STATE INVESTMENT COMMISSION
MEETING NOTICE**

The next meeting of the Rhode Island State Investment Commission has been scheduled for Wednesday, December 17 at 9:00 a.m. in Room 135 of the State House.

AGENDA

1. Membership Roll Call
2. Approval of Minutes
 - State Investment Commission Meeting held on 12/3/08 *
3. General Consultant Review – Pension Consulting Alliance
 - Manager Continuation and Review
4. Short Term Investments – Cash Manager & Fiscal Manager
 - Policy Update *
 - Request for new Investment Providers *
(Wells Fargo, Federated Investments, and US Bank)
5. Legal Counsel Report
6. Deputy Treasurer for Finance Report
7. Treasurer's Report
8. New Business

* Commission members may be asked to vote on this item.

POSTED ON WEDNESDAY DECEMBER 10, 2008

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**State of Rhode Island and Providence Plantations
STATE INVESTMENT COMMISSION**

Mid-Monthly Meeting December 3, 2008

A State Investment Commission (SIC) meeting was held in Room 135, State House, Providence, Rhode Island on Wednesday, December 3, 2008. The Treasurer called the meeting to order at 9:13 a.m.

Membership Roll Call. Present were: Mr. Michael Costello, Ms. Rosemary Booth Gallogly, Mr. Robert Gaudreau, Mr. Robert Giudici, Ms. Marcia Reback, Mr. Andrew Reilly, Mr. John Treat, and General Treasurer Frank T. Caprio. Also present were: Mr. Kenneth E. Goodreau, Chief Investment Officer; Ms. Sarah Dowling, of Adler Pollock & Sheehan, Legal Counsel to the Commission; Mr. Allan Emkin and Mr. John Burns of Pension Consulting Alliance, General Policy Consultants to the Commission; Mr. Michael Bain of the Pacific Corporate Group, Alternative Investments Consultant to the Commission; Ms. Laura Callahan of State Street Corporation; and other members of the Treasurer's staff. Dr. McKenna was not present and Ms. Gallogly left at 10:30 a.m.

State Investment Commission Minutes. The Treasurer entertained a motion for approval of the minutes. Mr. Costello moved, Ms. Gallogly seconded and the following motion was passed. The following members voted in favor: Mr. Costello, Ms. Gallogly, Mr. Gaudreau, Mr. Giudici, Ms. Reback, Mr. Reilly, Mr. Treat, and General Treasurer Caprio.

VOTED: To approve the Minutes of the November 5, 2008 mid-month meeting.

Treasurer Caprio noted that it is important for the Commission members to be aware of the various asset classes that are available for investment. He then introduced Mr. Emkin, who would be giving a background and review of Hedge Funds and Infrastructure.

Introduction to Hedge Funds – Pension Consulting Alliance. Mr. Emkin reminded the Commission that this is an educational exercise and he is not making an investment recommendation. Mr. Emkin explained that the term "hedge fund" can be broadly defined and it is not an asset class, but rather a type of asset management. He explained that the goal is to have asset class diversification within the portfolio that does not fluctuate with stocks and bonds. He explained hedge funds can provide superior returns relative to risk by utilizing a broad spectrum of investment styles, hedging strategies and financial instruments that have low or no market risk. Hedge funds are commonly considered alternative investments because they are privately structured and limited to sophisticated investors. Mr. Emkin also stated that hedge funds can also contain significant financial leverage and other risk factors, which can produce highly volatile returns.

Ms. Reback asked Mr. Emkin to explain why the presentation material indicates a risk factor for hedge funds from low risk to extremely volatile risk. Mr. Emkin explained that there are many different types of hedge funds and the risk within these various funds can

range from extreme high risk to low risk strategies. If hedge funds were part of ERSRI's portfolio, funds would be chosen that would have a moderate risk factor. Mr. Emkin closed his presentation by commenting that this is not the appropriate time for ERSRI to consider investment in hedge funds.

Mr. Giudici asked how hedge funds have performed during the last five years. Mr. Emkin replied that it would vary depending on the fund. Five years ago, the hedge fund market share was rather small. The performance was good for three to four years, followed by a year of drastic under performance. The result of the five year time horizon indicates most hedge funds broke even. The discussion then went on to Infrastructure.

Introduction to Infrastructure – Pension Consulting Alliance. Mr. Emkin provided an educational overview of Infrastructure as a potential asset class within the portfolio. Investments in Infrastructure pertain to physical structures, facilities, and networks which provide essential services within a community. There are three predominate types of Economic Infrastructures: transportation, energy utilities, and communications. Social Infrastructure includes educational facilities, healthcare facilities, correctional facilities, and judicial buildings. Infrastructure investing has been an asset class for many years, but was previously referred to as Project Finance. Recently, public to private partnerships have been formed to help public entities with their balance sheet while providing investment opportunities in the private sector. It is a method of providing capital for growth and maintenance of institutions without using taxpayer money. Many pension plan investors are embracing Infrastructure investments, including CalPERS and CalSTRS.

Ms. Reback asked for an example of an Infrastructure investment. Mr. Emkin replied that Heathrow Airport in London is not operated by the government, but rather it is operated by a private company. There was a discussion regarding the complexity of labor issues within an Infrastructure investment. Mr. Emkin went on to explain how many of the companies they provide with consulting services have handled labor issues in the past.

Mr. Emkin stated that Infrastructure as an asset class offers stability, long life assets, inflation protection, predictable cash flow, limited risk and volatility. Infrastructure is not reflective of the highs and lows of stocks and bonds and is well regulated. Infrastructure is a hybrid asset class with similarities to traditional asset classes, such as fixed income, private equity, and real estate. These investments can be either in North America or global.

Mr. Costello asked why a state would privatize Infrastructure if the state could conceivably find a way to raise the capital to fund the Infrastructure and capture the returns themselves. Mr. Emkin replied that it is sometimes a matter of limited tax exempt financing for Infrastructure on the part of the state, or operating efficiencies may be superior to that of the state if done by a private company.

Potential investor concerns can be leverage, market inefficiencies, political and headline risk, regulatory risk, construction and development, labor issues and asset management control.

Today's political spotlight has been placed on America's Infrastructure as a catalyst to create jobs and spur the economy. Government is facing budgetary constraints and looking for ways to address Infrastructure spending shortfalls. Also, the slowdown of alternative markets due to the credit crunch and financial crisis will increase the need for private capital in Infrastructure.

PCA expressed their belief that there are many great investment opportunities in Infrastructure. However, at this point they are providing general background information. Mr. Emkin suggested that when reviewing asset allocations, the Commission consider Infrastructure as an investment. At that time, PCA will bring more complex information and vendors to see what is being offered in the marketplace.

The Treasurer asked Mr. Emkin to comment on the current market conditions. Mr. Emkin stated that the cause of the volatility in the stock market is due to the credit markets. Businesses, both large and small, are not able to borrow money. Banks are not lending money and the public is not buying corporate bonds. Until there is a more readily available source of borrowing, the volatility will continue. Mr. Emkin commented that the new Administration has put together a very talented team in both the Treasury and Regulatory Departments, which is encouraging. He remarked that there are tremendous investment opportunities in the market because of current conditions.

Treasurer Caprio stated that over a year ago ERSRI decided to continue a Securities Lending Program, but invested the collateral in very low risk options, such as treasury holdings. This has proven to be a positive decision in regard to the portfolio. He asked Mr. Emkin to comment further on the Securities Lending Program. Mr. Emkin explained that many investors lost large sums of money by investing collateral in risky assets that had historically been great performers with little to no risk associated with the investment. This changed about nine months ago when investments such as commercial paper and short term bonds had huge losses. The Treasurer asked Mr. Goodreau to continue the discussion in regard to performance of ERSRI's Security Lending Program.

Mr. Goodreau remarked that last year, at the Treasurer's request, ERSRI moved the Securities Lending Program collateral from Quality D Fund to Quality A Fund. The Program has been under constant scrutiny and review by the staff. Earlier in the week a meeting was held with the staff, Mr. Burns from PCA, and Mr. DeSano from State Street Bank & Trust, to review the portfolio once again to be sure the collateral pool was in risk averse investments with no third party risk. To date, ERSRI's Securities Lending Program has earned \$8 million in returns. Mr. Goodreau cautioned that if and when the demand for treasuries diminishes, the returns will not be as lucrative. Mr. Costello asked why the returns are so high when treasury yields are very low. Mr. Goodreau replied that the returns are coming from the premium being paid on our holdings, not the risk of the collateral pool.

Legal Counsel Report. There were no legal developments for Counsel to report at this meeting.

Chief Investment Officer Report. Mr. Goodreau remarked that leverage is not working and the cost of capital is going up. The priority now should be to determine which asset classes can provide good returns with minimal risk. There are opportunities in capital

markets, credit markets and dividend paying strategies. On a relative basis the portfolio is exceeding the benchmark by 150 basis points. In the next mid-monthly meeting there will be a review of active manager's fees.

Mr. Reilly and Mr. Goodreau had a quick discussion regarding the portfolio's remaining \$10 million investment in Lehman Brothers Merchant Bank Fund IV. Mr. Reilly noted that Lazard has been acting in an advisory role for Lehman Brothers since last July. Lazard is currently trying to find a buyer for the Lehman Brothers' owned portion of the General Partnership. Mr. Goodreau remarked that the underlying assets are viable and there is a very high probability that the fund will be purchased.

Alternative Investments Consultant- Market Review. Although PCG was not on the agenda, Treasurer Caprio asked Mr. Bain to comment on market conditions within private equity. Mr. Bain stated that lack of liquidity has caused softness in the alternative investment market, which is expected to continue for quite some time. For the long term, the portfolio is in good standing. Managers of these investments have been chosen because they create value through active management operational improvements, rather than financial engineering and use of leverage. The portfolio should rebound and weather the down turn. Liquid strategies and credit based strategies, such as mezzanine investments, have become a major area of opportunity. ERSRI's investment timing in the secondary market has been successful and the secondary market will continue to be an attractive investment. Distressed debt strategies will continue to be favorable in the current market conditions. ERSRI will have the opportunity to capitalize in their current investments in distressed debt. Mr. Bain concluded by remarking that valuations are coming down and top managers are coming back to the market in 2009, which will create many opportunities in a strong vintage year.

Treasurer's Report. Treasurer Caprio announced that our Cash Management team has received a commitment from the SEC and the U.S. Treasury Department regarding ERSRI's remaining investment in The Reserve U.S. Government Fund. The Treasurer and several of the largest shareholders of the Fund, met in Washington with the SEC. Several top ranking members of the U.S. Treasury also assisted in the resolution. According to the U.S. Treasury, The Reserve U.S. Government Fund will use its best efforts to sell all portfolio securities by January 3, 2009. The Treasury, through the Exchange Stabilization Fund (ESF), has agreed to purchase any securities remaining in the Fund on January 3, 2009. This agreement will allow the Government Fund to return all of the Fund's money by early next year. This will eliminate our liquidity issue with short term cash management.

The Treasurer then went on to address the concerns that ERSRI's members have expressed due to the recent volatile market conditions. Treasurer Caprio asked the Fund's actuaries to project what the value of the portfolio would be in 2038. The projection was based on the following assumptions: the portfolio would have approximately \$6 billion in funds, the portfolio would average a 0% return, the members would continue to contribute the same percentage of earnings, and employers would continue to contribute the same range of funds. The results indicated that at the end of the thirty eight years the portfolio still would have approximately \$2.5 billion. Treasurer Caprio went through this exercise to assure ERSRI's members that the portfolio is capable of withstanding a downturn if market conditions continue to deteriorate for an extended period of time.

Ms. Reback asked what effect the inordinate number of recent retirees will have on the portfolio. Treasurer Caprio replied that a report will be available at the next Retirement Board meeting on Wednesday, December 10th.

The Treasurer remarked that when the market begins to recover, the asset allocations that the Commission has chosen within the portfolio will be positioned to capture these returns. Many other Funds will be scrambling to re-allocate assets similar to our allocation strategy. Predictions are now being made by financial analysts that over the next one to two years there will be a 50% return in the S&P and "FTSE". If these predictions are realized, ERSRI's portfolio will gain significant returns. The Treasurer asked the Commission to refer to the 2009 Meeting Schedule, remarking that the mid-monthly meetings will continue until further notice. Treasurer Caprio commented that the Commission, along with PCA Consultants and Brockhouse Cooper, will be reviewing manager fees at the December 17, 2008 meeting. Mr. Costello requested the Commission also review new opportunistic asset classes. The Treasurer agreed.

New Business. There being no further new business, the Treasurer entertained a motion to adjourn. Ms. Reback moved, Mr. Reilly seconded and the following motion was passed. The following members voted in favor: Mr. Costello, Mr. Gaudreau, Mr. Giudici, Ms. Reback, Mr. Reilly, Mr. Treat, and General Treasurer Caprio.

VOTED: To adjourn the meeting.

There being no further business, the meeting was adjourned at 10:50 a.m.

Respectfully submitted,

Frank T. Caprio
General Treasurer

RHODE ISLAND STATE INVESTMENT COMMISSION
STAFF SUMMARY ANALYSIS
PORTFOLIO HIGHLIGHTS
November 30, 2008

PORTFOLIO PERFORMANCE

November

The ERSRI portfolio posted a loss of -4.48% for the month of November, against the policy index of -4.23%. Domestic equities were down -9.06% international equities lost -4.03%, and the fixed income asset class returned 1.52%. Additionally, the retirement fund earned \$813,326 from the securities lending program during this month. If we factor out PE & RE investments, due to the way they are monitored the plan performance was -4.92% against its -4.27% index.

Calendar Year to Date

For the eleven months ended November 30, 2008, the portfolio is down -31.35% against the policy index of -31.02%. Domestic equities were down -38.44%, international equities were down -43.18%, while fixed income was down -5.61%.

Fiscal Year to Date

For the Fiscal Year ended June 30, 2009, the fund has lost 23.3%, against the policy index of -24.6%.

| Index Performance Summary - November 30, 2008 | | |
|---|---------|--------------|
| Market Indices | Nov-08 | Calendar YTD |
| <u>Domestic Equity</u> | | |
| S & P 500 | -7.18% | -37.66% |
| DJ Wilshire 5000 | -8.00% | -38.30% |
| Russell 2000 | -11.83% | -37.42% |
| Russell 1000 | -7.56% | -38.58% |
| Policy Index | -4.27% | -29.67% |
| <u>International Equity</u> | | |
| MSCI ACWI | -5.74% | -48.20% |
| <u>Fixed Income</u> | | |
| Lehman AGG | 3.25% | 1.45% |
| <u>Real Estate</u> | | |
| NCREIF | 0.08% | 6.37% |

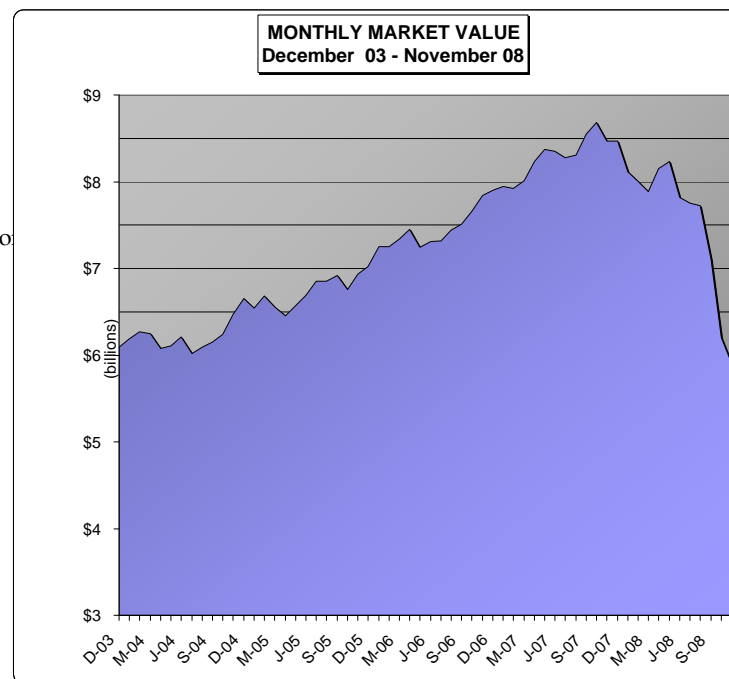
| ERSRI Performance By Asset Class | Nov-08 | Calendar YTD |
|------------------------------------|---------------|----------------|
| Domestic Equity | -9.06% | -38.44% |
| Fixed Income | 1.52% | -5.61% |
| International Equity | -4.03% | -43.18% |
| Total Fund Composite* | -4.92% | -28.44% |
| Manager Summary | Nov-08 | CYTD |
| <u>DOMESTIC EQUITY</u> | | |
| Shott | -1.50% | -13.23% |
| PIMCO | -11.72% | -43.10% |
| SSgA S&P 500 | -7.16% | -37.61% |
| SSgA Core | -8.98% | -39.36% |
| Wasatch | -19.94% | 0.00% |
| Northpointe | -11.23% | -38.32% |
| Wellington | -14.54% | -42.70% |
| Wellington Technical Eq | -3.38% | -19.17% |
| Total Domestic Equity | -9.06% | -38.44% |
| <u>FIXED INCOME</u> | | |
| Brown Bros TIPS | 0.89% | -5.69% |
| Brown Bros Core | 3.25% | -0.88% |
| Fidelity | 2.42% | 2.71% |
| Taplin Canida & Habacht | 2.61% | -17.01% |
| Fixed Income Cash Acct | 0.16% | 2.63% |
| Mackay Shield | -6.60% | -24.51% |
| Total Fixed Income | 1.52% | -5.61% |
| <u>INTERNATIONAL EQUITY</u> | | |
| Mondrian | -4.32% | -41.54% |
| Goldman Sachs | -4.95% | -47.37% |
| Boston Co | -2.90% | -40.66% |
| Total International Equity | -4.03% | -43.18% |

*Total Fund Composite includes all classes ex PE & RE

**Market Valuation Report
November, 2008**

Market Values

The total portfolio value decreased in November by \$296.6 million to \$5.91 billion. This compares with a decrease in value of \$218.5 million for the same period in 2007. The Domestic Equity Market values decreased by \$239 million, including transfers in of \$361 thousand; Fixed Income decreased by \$25.1 million including transfers out of \$49.8 million; while International Values decreased by \$40.4 million, including transfers in of \$170 thousand. The Cash Accounts increased by \$20.7 million including transfers in of \$16.3 thousand, and Alternative Investments decreased by \$12.8 million, including transfers in of \$9.7 million.



Cash Flow

November's pension payroll of \$65.7 million was more than the \$62.1 million in contributions and wire transfers received by \$3.6 million.

To meet pension and other obligations, \$24 million was transferred from long-term investments.

Alternative Investments

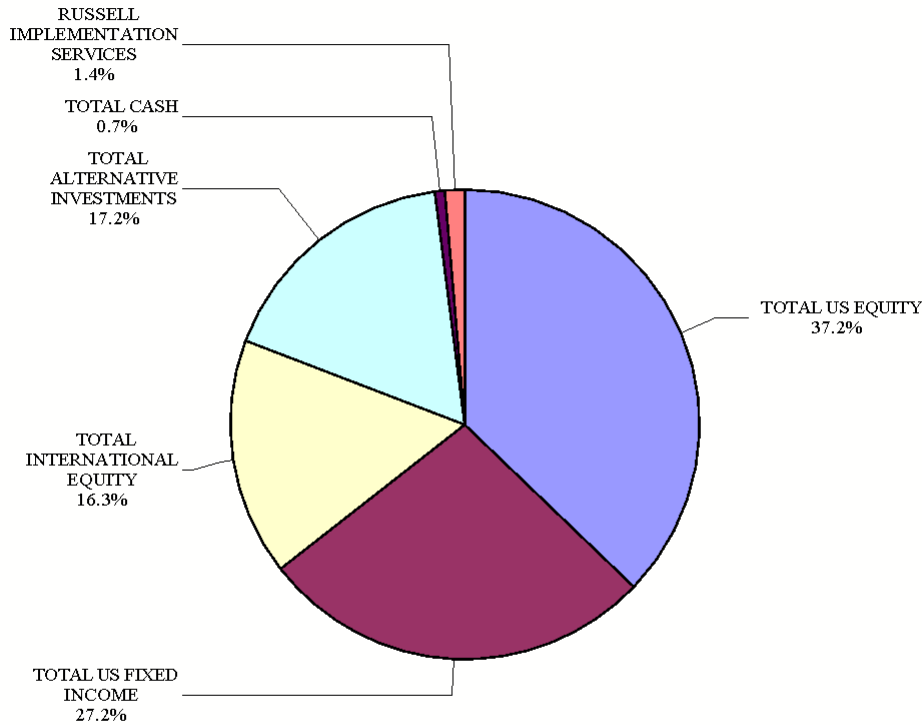
At this time the alternative investment asset class has unfunded commitments of approximately \$400 million on commitments of \$1,507 million.

CAPITAL CALLS Net of Distributions

| November 2008 | FYTD | UNFUNDED BALANCE |
|------------------|--------------|---------------------|
| \$9,211,018 | \$25,429,736 | \$400,167,214 |
| November 2007 | FYTD | UNFUNDED BALANCE |
| \$4,519,968 | \$12,567,835 | \$424,590,844 |



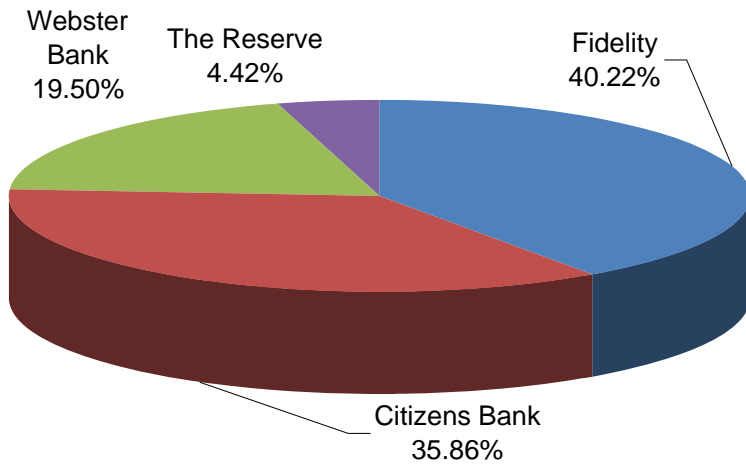
CURRENT ASSET CLASS ALLOCATION (IN MILLIONS)



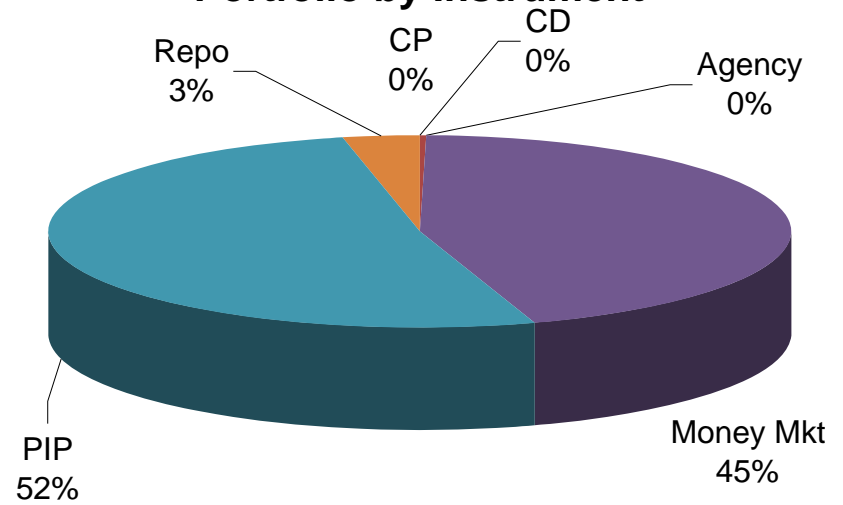
| MANAGER | CURRENT PERIOD |
|---------------------------------|----------------|
| TOTAL US EQUITY | 2,196.8 |
| TOTAL US FIXED INCOME | 1,609.3 |
| TOTAL INTERNATIONAL EQUITY | 965.5 |
| TOTAL ALTERNATIVE INVESTMENTS | 1,013.3 |
| TOTAL CASH | 39.9 |
| RUSSELL IMPLEMENTATION SERVICES | 83.2 |
| TOTAL | 5,908.0 |

**RHODE ISLAND STATE INVESTMENT COMMISSION
SHORT TERM CASH INVESTMENTS AT:
November 30, 2008**

Portfolio by Issuer



Portfolio by Instrument



| | |
|--------|--------------------------|
| REPO | = Repurchase Agreement |
| CP | = Commercial Paper |
| CD | = Certificate of Deposit |
| CoD | = Collateralized Deposit |
| Agency | = US Government Agency |

Divider



State of Rhode Island and Providence Plantations
Office of the General Treasurer

Frank T. Caprio
General Treasurer

December 12, 2008

State Investment Commission
State of Rhode Island, State House
Providence, Rhode Island

This is to certify that the amounts so listed below belong to the credit of the Employees' Retirement, State Police and Judiciary Retirement Systems, and the Municipal Employees' Retirement System of the State of Rhode Island at the close of business on November 30, 2008.

Employees' Retirement System of Rhode Island
Composite Reporting Investment Valuation

November 30, 2008

| Asset Class | |
|----------------------------------|------------------------------|
| Cash/Short Term Investments | 382,531,890 |
| Equities - Domestic | 2,036,924,038 |
| Equities - International | 911,665,612 |
| <i>Fixed Income - Government</i> | \$1,154,533,815 |
| <i>Fixed Income - Corporate</i> | \$409,181,927 |
| <i>Fixed Income - In State</i> | <u>\$0</u> |
| Total Fixed Income | 1,563,715,743 |
| Alternative Investments | 628,880,343 |
| Real Estate | 384,337,038 |
| Total Fund Investments | 5,908,054,663 |
| Plan Allocation | |
| State Employees & Teachers | 84.54% 4,994,899,867 |
| Municipal Employees | 14.34% 847,180,016 |
| State Police | 0.69% 40,522,301 |
| Judicial | 0.43% 25,452,478 |
| Total Fund Investments | 100.00% 5,908,054,663 |

The amount listed for alternative investments designation is illiquid and does not have a readily determinable market value. It is based on appraisals only.

Respectfully submitted,


Vincent Izzo, Cash Manager

State of Rhode Island
Summary of Performance
Rates of Return
PERIODS ENDING November 30, 2008

| | | MKT VAL | % of FUND | 1 Month | 3 Months | YTD | FYTD | 1 Year | 2 Years | 3 Years | 5 Years | ITD | Incept Date |
|--------------------------------------|---|----------------------|--------------|-------------|--------------|--------------|--------------|--------------|--------------|-------------|-------------|-------------|-------------------|
| DOMESTIC EQUITY | | | | | | | | | | | | | |
| Index | | | | | | | | | | | | | |
| | SSGA S&P 500 INDEX FUND S&P 500 | 1,067,236,731 | 18.1 | -7.2 | -29.6 | -37.6 | -29.2 | -38.0 | -18.3 | | | -16.9 | 11/01/2006 |
| | | | | -7.2 | -29.7 | -37.7 | -29.2 | -38.1 | -18.3 | | | -16.9 | |
| Enhanced | | | | | | | | | | | | | |
| | PIMCO S&P 500 | 304,303,147 | 5.2 | -11.7 | -35.6 | -43.1 | -35.1 | -43.5 | -21.9 | -11.3 | -3.2 | -4.1 | 12/01/2000 |
| | | | | -7.2 | -29.7 | -37.7 | -29.2 | -38.1 | -18.3 | -8.7 | -1.4 | -3.0 | |
| Active Core | | | | | | | | | | | | | |
| | SSGA - CORE RUSSELL 1000 | 230,313,234 | 3.9 | -9.0 | -31.5 | -39.4 | -32.7 | -39.4 | -18.7 | -8.2 | -0.7 | 1.7 | 10/01/1998 |
| | | | | -7.6 | -31.0 | -38.6 | -30.8 | -39.0 | -18.9 | -9.1 | -1.4 | 0.7 | |
| Active Small Cap | | | | | | | | | | | | | |
| | WELLINGTON TECHNICAL EQUITY S&P 500 | 129,527,520 | 2.2 | -3.4 | -19.1 | -19.2 | -21.8 | -16.9 | | | | -7.5 | 08/01/2007 |
| | | | | -7.2 | -29.7 | -37.7 | -29.2 | -38.1 | | | | -28.9 | |
| | NORTHPOINTE CAPITAL RUSSELL 2000 | 232,615,608 | 3.9 | -11.2 | -33.9 | -38.3 | -31.9 | -38.9 | -23.6 | -11.5 | -1.7 | 1.4 | 03/01/2002 |
| | | | | -11.8 | -35.7 | -37.4 | -31.0 | -37.5 | -21.4 | -10.1 | -1.6 | 1.4 | |
| | WELLINGTON MANAGEMENT CO. LLC RUSSELL 2000 | 231,734,015 | 3.9 | -14.5 | -40.0 | -42.7 | -36.4 | -43.0 | -24.6 | -12.9 | -3.2 | -0.6 | 03/01/2002 |
| | | | | -11.8 | -35.7 | -37.4 | -31.0 | -37.5 | -21.4 | -10.1 | -1.6 | 1.4 | |
| Other | | | | | | | | | | | | | |
| | SHOTT CAPITAL | 1,053,208 | 0.0 | | | | | | | | | | 04/01/1999 |
| TOTAL US EQUITY | | | | | | | | | | | | | |
| DOW WILSHIRE 5000 FREE FLOAT | | | | | | | | | | | | | |
| | | 2,196,783,463 | 37.2 | -9.1 | -31.9 | -38.4 | -31.2 | -38.7 | -19.5 | -9.5 | -1.5 | 7.7 | 03/01/1989 |
| | | | | -8.0 | -31.2 | -38.3 | -30.7 | -38.7 | -18.8 | -8.9 | -1.2 | 8.1 | |
| INTERNATIONAL EQUITY | | | | | | | | | | | | | |
| Active | | | | | | | | | | | | | |
| | GOLDMAN SACHS MSCI AC WORLD ex US (GROSS) | 295,749,241 | 5.0 | -5.0 | -36.9 | -47.4 | -41.9 | -47.9 | -21.6 | -7.9 | | 2.1 | 08/01/2004 |
| | | | | -5.7 | -37.5 | -48.2 | -42.6 | -49.0 | -20.9 | -6.8 | | 1.9 | |
| | THE BOSTON COMPANY MSCI AC WORLD ex US (GROSS) | 333,579,367 | 5.7 | -2.9 | -29.2 | -40.7 | -33.3 | -41.3 | -19.4 | -6.4 | | -1.9 | 12/01/2004 |
| | | | | -5.7 | -37.5 | -48.2 | -42.6 | -49.0 | -20.9 | -6.8 | | -1.5 | |
| | MONDRIAN MSCI AC WORLD ex US (GROSS) | 336,128,388 | 5.7 | -4.3 | -30.3 | -41.5 | -33.6 | -42.3 | -17.1 | -3.4 | | 4.4 | 05/01/2004 |
| | | | | -5.7 | -37.5 | -48.2 | -42.6 | -49.0 | -20.9 | -6.8 | | 1.7 | |
| | TRANSITION ACCOUNT INT EQUITY | 15,477 | 0.0 | | | | | | | | | | 06/01/2003 |
| | PUTNAM INVESTMENTS | 4,888 | 0.0 | | | | | | | | | | 05/01/2001 |
| | BANK OF IRELAND | 3,406 | 0.0 | | | | | | | | | | 05/01/2001 |
| TOTAL INTERNATIONAL EQUITY | | | | | | | | | | | | | |
| MSCI AC WORLD ex US (GROSS) | | | | | | | | | | | | | |
| | | 965,480,768 | 16.3 | -4.0 | -32.1 | -43.2 | -36.3 | -43.8 | -19.5 | -6.0 | 3.7 | 3.1 | 03/01/1989 |
| | | | | -5.7 | -37.5 | -48.2 | -42.6 | -49.0 | -20.9 | -6.8 | 3.4 | 3.6 | |
| U.S. FIXED INCOME | | | | | | | | | | | | | |
| Core | | | | | | | | | | | | | |
| | BROWN BROTHERS HARRIMAN - CORE CITIGROUP BIG | 304,142,068 | 5.2 | 3.3 | -1.7 | -0.9 | -1.0 | -1.0 | 1.6 | 3.0 | 3.4 | 6.3 | 03/01/1990 |
| | | | | 4.5 | 1.1 | 3.4 | 2.0 | 3.7 | 5.0 | 5.3 | 4.6 | 7.2 | |
| Mortgage | | | | | | | | | | | | | |
| | PYRAMIS GLOBAL ADVISORS BC MBS | 470,269,534 | 8.0 | 2.4 | 1.1 | 2.7 | 2.0 | 3.1 | 3.4 | 4.5 | 4.4 | 7.4 | 10/01/1989 |
| | | | | 3.9 | 3.4 | 6.6 | 4.5 | 6.9 | 6.6 | 6.6 | 5.4 | 7.2 | |
| Corporates | | | | | | | | | | | | | |
| | TAPLIN, CANIDA & HABACHT BC CREDIT | 255,416,851 | 4.3 | 2.6 | -14.2 | -17.0 | -15.3 | -16.7 | -7.1 | -2.8 | 0.1 | 4.9 | 04/01/1996 |
| | | | | 3.9 | -8.5 | -8.8 | -8.4 | -8.7 | -2.5 | 0.3 | 1.6 | 5.3 | |
| High Yield | | | | | | | | | | | | | |
| | MACKAY SHIELDS, LLC CSFB GLOBAL HIGH YIELD | 102,423,600 | 1.7 | -6.6 | -23.9 | -24.5 | -24.2 | -24.4 | -11.8 | -4.4 | 1.0 | 6.8 | 10/01/2002 |
| | | | | -8.6 | -28.5 | -30.1 | -29.3 | -30.1 | -14.8 | -6.8 | -1.2 | 3.6 | |
| TIPS | | | | | | | | | | | | | |
| | BROWN BROTHERS HARRIMAN - TIPS BC U.S. TIPS | 474,008,458 | 8.0 | 0.9 | -10.4 | -5.7 | -10.1 | -5.8 | 1.3 | 2.1 | | 3.4 | 06/01/2004 |
| | | | | 0.7 | -11.6 | -7.0 | -11.3 | -7.1 | 0.7 | 1.8 | | 3.0 | |
| Other | | | | | | | | | | | | | |
| | FIXED INCOME CASH ACCOUNT | 3,045,596 | 0.1 | 0.2 | 0.6 | 2.6 | 1.0 | 3.1 | | | | 4.0 | 04/01/2007 |
| TOTAL US FIXED INCOME | | | | | | | | | | | | | |
| BC AGGREGATE | | | | | | | | | | | | | |
| | | 1,609,306,107 | 27.2 | 1.5 | -7.2 | -5.6 | -6.9 | -5.5 | -0.2 | 1.9 | 3.1 | 5.8 | 12/01/1992 |
| | | | | 3.3 | -0.5 | 1.5 | 0.3 | 1.7 | 3.9 | 4.6 | 4.1 | 6.3 | |
| ALTERNATIVE INVESTMENTS | | | | | | | | | | | | | |
| | REAL ESTATE NPI QTR LAG + 100 BP | 384,337,759 | 6.5 | -0.3 | -0.6 | 1.6 | -0.2 | 2.4 | 13.2 | 9.8 | | 8.4 | 01/01/2005 |
| | | | | 0.1 | 0.8 | 6.4 | 1.0 | 10.2 | 14.2 | 16.0 | | 16.1 | |
| | PRIVATE EQUITY S&P 500 PLUS 300 BP | 629,006,392 | 10.7 | -3.5 | -7.8 | -14.8 | -8.1 | -8.1 | 1.2 | 8.4 | 15.1 | 9.3 | 01/01/1989 |
| | | | | -6.6 | -27.3 | -33.8 | -26.5 | -34.1 | -14.5 | -5.0 | 2.1 | 11.9 | |
| TOTAL ALTERNATIVE INVESTMENTS | | | | | | | | | | | | | |
| TOTAL ALTERNATIVES BENCHMARK | | | | | | | | | | | | | |
| | | 1,013,344,152 | 17.2 | -2.3 | -5.1 | -9.1 | -5.2 | -4.3 | 5.3 | 9.1 | 15.1 | 10.3 | 04/01/1996 |
| | | | | -4.0 | -16.8 | -19.7 | -16.3 | -18.8 | -4.0 | 2.8 | 7.2 | | |
| RE-BALANCING | | | | | | | | | | | | | |
| | RUSSELL IMPLEMENTATION SERVICES | 83,223,521 | 1.4 | -19.9 | -71.0 | | | | | | | -71.0 | 09/01/2008 |
| CASH | | | | | | | | | | | | | |
| | CASH ACCOUNT (INSIDE) | 25,210,703 | 0.4 | | | | | | | | | | 07/01/2000 |
| | CASH ACCOUNT (OUTSIDE) | 14,705,948 | 0.3 | | | | | | | | | | 07/01/2000 |
| TOTAL PLAN | | | | | | | | | | | | | |
| TOTAL PLAN BENCHMARK | | | | | | | | | | | | | |
| | | 5,908,054,663 | 100.0 | -4.5 | -22.7 | -28.4 | -23.3 | -28.3 | -11.7 | -3.4 | 2.8 | 8.8 | 01/01/1984 |
| | | | | -4.2 | -23.8 | -29.7 | -24.6 | -29.9 | -11.8 | -3.5 | 2.3 | | |

* As of 4/31/2006 Total Plan Benchmark consists of 42.5% Wilshire 5000, 20% MSCI AC World ex U.S., 25% BC Aggregate, 7.5% S&P 500 + 300 BP, 5% NCREIF Property Qtr Lag

State of Rhode Island

Summary of Performance

Rates of Return

PERIODS ENDING November 30, 2008

| | MKT VAL | % of FUND | 6 YEARS | 7 YEARS | 8 YEARS | 9 YEARS | 10 YEARS | ITD | Incept Date |
|--------------------------------------|---|----------------------|--------------|-------------|-------------|-------------|-------------|-------------|-------------------|
| DOMESTIC EQUITY | | | | | | | | | |
| Index | | | | | | | | | |
| | SSGA S&P 500 INDEX FUND S&P 500 | 1,067,236,731 | 18.1 | | | | | | |
| | | | | 1.2 | -1.6 | -3.0 | -3.1 | -0.9 | -16.9 |
| | | | | | | | | | -16.9 |
| Enhanced | PIMCO S&P 500 | 304,303,147 | 5.2 | -0.2 | -2.8 | -4.1 | | -4.1 | 12/01/2000 |
| | | | | 1.2 | -1.6 | -3.0 | -3.1 | -0.9 | -3.0 |
| Active Core | SSGA - CORE RUSSELL 1000 | 230,313,234 | 3.9 | 1.8 | -0.1 | -1.3 | -1.0 | 1.7 | 10/01/1998 |
| | | | | 1.4 | -1.3 | -2.7 | -2.8 | -0.6 | 0.7 |
| | WELLINGTON TECHNICAL EQUITY S&P 500 | 129,527,520 | 2.2 | | | | | | |
| | | | | 1.2 | -1.6 | -3.0 | -3.1 | -0.9 | -7.5 |
| | | | | | | | | | -28.9 |
| Active Small Cap | NORTHPOINTE CAPITAL RUSSELL 2000 | 232,615,608 | 3.9 | 3.8 | | | | 1.4 | 03/01/2002 |
| | | | | 3.9 | 1.7 | 2.0 | 1.8 | 3.1 | 1.4 |
| | WELLINGTON MANAGEMENT CO. LLC RUSSELL 2000 | 231,734,015 | 3.9 | 3.3 | | | | -0.6 | 03/01/2002 |
| | | | | 3.9 | 1.7 | 2.0 | 1.8 | 3.1 | 1.4 |
| Other | SHOTT CAPITAL | 1,053,208 | 0.0 | | | | | | 04/01/1999 |
| TOTAL US EQUITY | | 2,196,783,463 | 37.2 | 2.3 | -0.5 | -2.3 | -2.0 | 0.3 | 7.7 |
| DOW WILSHIRE 5000 FREE FLOAT | | | | 1.9 | -0.6 | -2.0 | -2.4 | -0.2 | 8.1 |
| INTERNATIONAL EQUITY | | | | | | | | | |
| Active | | | | | | | | | |
| | GOLDMAN SACHS MSCI AC WORLD ex US (GROSS) | 295,749,241 | 5.0 | | | | | 2.1 | 08/01/2004 |
| | | | | 7.0 | 4.3 | 1.2 | -0.1 | 2.1 | 1.9 |
| | THE BOSTON COMPANY MSCI AC WORLD ex US (GROSS) | 333,579,367 | 5.7 | | | | | -1.9 | 12/01/2004 |
| | | | | 7.0 | 4.3 | 1.2 | -0.1 | 2.1 | -1.5 |
| | MONDRIAN MSCI AC WORLD ex US (GROSS) | 336,128,388 | 5.7 | | | | | 4.4 | 05/01/2004 |
| | | | | 7.0 | 4.3 | 1.2 | -0.1 | 2.1 | 1.7 |
| | TRANSITION ACCOUNT INT EQUITY | 15,477 | 0.0 | | | | | | 06/01/2003 |
| | PUTNAM INVESTMENTS | 4,888 | 0.0 | | | | | | 05/01/2001 |
| | BANK OF IRELAND | 3,406 | 0.0 | | | | | | 05/01/2001 |
| TOTAL INTERNATIONAL EQUITY | | 965,480,768 | 16.3 | 6.1 | 3.5 | 0.3 | 0.5 | 2.9 | 3.1 |
| MSCI AC WORLD ex US (GROSS) | | | | 7.0 | 4.3 | 1.2 | -0.1 | 2.1 | 3.6 |
| U.S. FIXED INCOME | | | | | | | | | |
| Core | | | | | | | | | |
| | BROWN BROTHERS HARRIMAN - CORE CITIGROUP BIG | 304,142,068 | 5.2 | 4.1 | 4.5 | 5.4 | 5.8 | 5.1 | 6.3 |
| | | | | 4.7 | 5.1 | 5.8 | 6.2 | 5.5 | 7.2 |
| Mortgage | PYRAMIS GLOBAL ADVISORS BC MBS | 470,269,534 | 8.0 | 4.5 | 4.9 | 5.6 | 6.1 | 5.8 | 7.4 |
| | | | | 5.0 | 5.3 | 6.0 | 6.3 | 5.9 | 7.2 |
| Corporates | TAPLIN, CANIDA & HABACHT BC CREDIT | 255,416,851 | 4.3 | 2.7 | 2.6 | 3.8 | 4.2 | 3.8 | 4.9 |
| | | | | 2.9 | 3.5 | 4.6 | 4.9 | 4.3 | 5.3 |
| High Yield | MACKAY SHIELDS, LLC CSFB GLOBAL HIGH YIELD | 102,423,600 | 1.7 | 6.3 | | | | | 6.8 |
| | | | | 3.0 | 2.8 | 3.4 | 2.3 | 2.3 | 3.6 |
| TIPS | BROWN BROTHERS HARRIMAN - TIPS BC U.S. TIPS | 474,008,458 | 8.0 | | | | | | 3.4 |
| | | | | 4.5 | 5.5 | 6.1 | 6.6 | 6.2 | 3.0 |
| Other | FIXED INCOME CASH ACCOUNT | 3,045,596 | 0.1 | | | | | | 4.0 |
| TOTAL US FIXED INCOME | | 1,609,306,107 | 27.2 | 4.3 | 4.2 | 4.8 | 5.2 | 4.8 | 5.8 |
| BC AGGREGATE | | | | 4.3 | 4.7 | 5.5 | 5.9 | 5.3 | 6.3 |
| ALTERNATIVE INVESTMENTS | | | | | | | | | |
| | REAL ESTATE NCREIF PROPERTY INDEX QTR LAG | 384,337,759 | 6.5 | | | | | | 8.4 |
| | | | | 13.5 | 12.3 | 12.2 | 12.2 | 12.2 | 16.1 |
| | PRIVATE EQUITY S&P 500 PLUS 300 BP | 629,006,392 | 10.7 | 14.0 | 11.6 | 5.3 | 9.3 | 9.1 | 9.3 |
| | | | | 4.6 | 2.0 | 0.6 | 0.4 | 2.6 | 11.9 |
| TOTAL ALTERNATIVE INVESTMENTS | | 1,013,344,152 | 17.2 | 14.0 | 11.6 | 6.0 | 8.7 | 8.3 | 10.3 |
| TOTAL ALTERNATIVES BENCHMARK | | | | 8.4 | 6.3 | 5.4 | | | |
| RE-BALANCING | | | | | | | | | |
| | RUSSELL IMPLEMENTATION SERVICES | 83,223,521 | 1.4 | | | | | | -71.0 |
| | | | | | | | | | 09/01/2008 |
| CASH | | | | | | | | | |
| | CASH ACCOUNT (INSIDE) | 25,210,703 | 0.4 | | | | | | 07/01/2000 |
| | CASH ACCOUNT (OUTSIDE) | 14,705,948 | 0.3 | | | | | | 07/01/2000 |
| TOTAL PLAN | | 5,908,054,663 | 100.0 | 5.3 | 3.3 | 1.7 | 2.1 | 3.3 | 8.8 |
| TOTAL PLAN BENCHMARK | | | | 4.7 | 2.9 | 1.7 | 1.2 | 2.6 | 01/01/1984 |

* As of 4/31/2006 Total Plan Benchmark consists of 42.5% Wilshire 5000, 20% MSCI AC World ex U.S., 25% BC Aggregate, 7.5% S&P 500 + 300 BP, 5% NCREIF Property Qtr Lag

State of Rhode Island

SUMMARY OF PERFORMANCE

RATES OF RETURN

PERIODS ENDING November 30, 2008



STATE STREET

Endnotes

- 1 As of 7/1/2000: 60% S&P 500 plus 300bps / 40% NCREIF PROPERTY LAG

- 2 As of 04/31/2006: 42.5% W5000 / 25.0% LB AGG / 20.0% MSCI AC WORLD FREE ex USA / 5.0% NCREIF PROPERTY LAG / 7.5% S&P 500 plus 300bps

Prior to 04/31/2006: 52.5% W5000/ 25.0% LB AGG / 22.5% MSCI AC WORLD FREE ex USA

- 3 As of 01/01/1988: 48.57% Wilshire 5000 / 28.57% LB Aggregate / 22.86% MSCI AC World Free ex US

ERSRI Monthly Market Value Report With Time Weighted Returns

November 30, 2008

| | Calendar YTD | | | Benchmark Description | Current Month | | | Valuation Change | | | |
|-----------------------------------|----------------|----------------|---------------|--------------------------|---------------|---------------|---------------|----------------------|---------------------|----------------------|----------------------|
| | Performance | Benchmark | Alpha | | Performance | Benchmark | Alpha | Market Value | Transfers | Market Value | Market Value |
| | | | | | | | | 10/31/2008 | In/(out) | 11/30/2008 | Increase/decrease |
| Domestic Equity | | | | | | | | | | | |
| Shott Capital Management IRR | -13.23% | -37.66% | 24.43% | S & P 500 | -1.50% | -16.80% | 15.30% | 1,062,292 | - | 1,053,208 | (9,084) |
| SSgA S&P 500 | -37.61% | -37.66% | 0.05% | S & P 500 | -7.16% | -7.18% | 0.02% | 1,149,324,964 | 176,293 | 1,067,236,731 | (82,264,526) |
| SSgA Core | -39.36% | -38.58% | -0.78% | Russell 1000 | -8.98% | -7.56% | -1.42% | 253,006,763 | 38,198 | 230,313,234 | (22,731,727) |
| PIMCO | -43.10% | -37.66% | -5.44% | S & P 500 | -11.72% | -7.18% | -4.54% | 344,647,091 | 57,368 | 304,303,147 | (40,401,312) |
| NorthPointe Capital | -38.32% | -37.42% | -0.90% | Russell 2000 | -11.23% | -11.83% | 0.60% | 261,993,593 | 42,458 | 232,615,608 | (29,420,443) |
| Wellington Mgmt | -42.70% | -37.42% | -5.28% | Russell 2000 | -14.54% | -11.83% | -2.71% | 271,112,967 | 46,718 | 231,734,015 | (39,425,670) |
| Russell Overlay | | | 0.00% | | -19.94% | | -19.94% | 103,951,177 | - | 83,223,521 | (20,727,656) |
| Wellington Tech Eq | -19.17% | -37.66% | 18.49% | Russell 3000 | -3.38% | -7.18% | 3.80% | 134,052,370 | - | 129,527,520 | (4,524,850) |
| Transition Account | N/A | N/A | N/A | | N/A | N/A | N/A | - | - | - | - |
| Total Domestic Equity | -38.44% | | | | -9.06% | | | 2,519,151,216 | 361,035 | 2,280,006,984 | (239,505,267) |
| International Equity | | | | | | | | | | | |
| Boston Company | -40.66% | -48.20% | 7.54% | MSCI ACWI | -2.90% | -5.74% | 2.84% | 343,480,724 | 56,658 | 333,579,367 | (9,958,015) |
| Goldman Sachs | -47.37% | -48.20% | 0.83% | MSCI ACWI | -4.95% | -5.74% | 0.79% | 311,102,394 | 56,658 | 295,749,241 | (15,409,811) |
| Transition Account | N/A | N/A | N/A | N/A | N/A | N/A | N/A | 20,902 | - | 23,771 | 2,869 |
| Mondrian | -41.54% | -48.20% | 6.66% | MSCI ACWI | -4.32% | -5.74% | 1.42% | 351,242,506 | 56,658 | 336,128,388 | (15,170,776) |
| Total International Equity | -43.18% | | | | -4.03% | | | 1,005,846,527 | 169,974 | 965,480,767 | (40,535,734) |
| Fixed Income | | | | | | | | | | | |
| Fidelity Management & Research | 2.71% | 6.56% | -3.85% | Lehman Mortgage Backed | 2.42% | 3.93% | -1.51% | 478,721,218 | (19,969,470) | 470,269,534 | 11,517,786 |
| Brown Brothers, Harriman | -0.88% | 3.44% | -4.32% | Salomon Brd Inv Grade | 3.25% | 4.53% | -1.28% | 294,529,022 | 30,601 | 304,142,068 | 9,582,445 |
| Taplin, Canida & Habacht | -17.01% | -8.79% | -8.22% | Lehman Credit Index | 2.61% | 3.93% | -1.32% | 248,908,854 | 13,916 | 255,416,851 | 6,494,081 |
| Mackay Shields | -24.51% | -30.09% | 5.58% | CS First BosHiYield | -6.60% | -8.63% | 2.03% | 109,610,880 | 53,960 | 102,423,600 | (7,241,240) |
| Brown Bros TIPS | -5.69% | -6.97% | 1.28% | Lehman US TIPS Index | 0.89% | 0.71% | 0.18% | 489,639,949 | (19,950,016) | 474,008,458 | 4,318,525 |
| Fixed Income Cash Acct | 2.63% | | | | 0.16% | | | 13,029,818 | (10,000,000) | 3,045,596 | 15,778 |
| Transition Account | N/A | N/A | N/A | N/A | N/A | N/A | N/A | - | - | - | - |
| Total Fixed Income | -5.61% | | | | 1.52% | | | 1,634,439,741 | (49,821,009) | 1,609,306,107 | 24,687,375 |
| Alternative Investments | | | | | | | | | | | |
| Private Equity | -14.84% | -33.82% | 18.98% | N/A | -3.49% | -6.63% | N/A | 641,349,358 | 9,211,018 | 629,006,392 | (21,553,984) |
| Real Estate | 1.62% | 6.37% | -4.75% | NCREIF + 100 | -0.25% | 0.08% | -0.33% | 384,775,882 | 519,948 | 384,337,759 | (958,072) |
| Total Alternatives | -9.14% | | | | -2.28% | | | 1,026,125,241 | 9,730,966 | 1,013,344,151 | (22,512,056) |
| Cash Accounts | | | | | | | | | | | |
| Cash in Trust | 2.67% | N/A | N/A | | 0.16% | N/A | N/A | 8,045,032 | - | 25,210,703 | 17,165,671 |
| Cash Outside Trust | 85.00% | N/A | N/A | | 0.05% | N/A | N/A | 11,100,280 | 16,269 | 14,705,948 | 3,589,399 |
| Total Cash | 8.67% | * | | | 4.25% | * | 0 | 19,145,312 | 16,269 | 39,916,651 | 20,755,070 |
| Total Plan Ex PE & RE | -28.44% | -29.67% | 1.23% | | -4.92% | -4.27% | -0.65% | 6,204,708,035 | (39,542,765) | 5,908,054,660 | (257,110,611) |
| Total Plan | -31.35% | -31.02% | -0.33% | | -4.48% | -4.23% | -0.25% | | | | |

*Policy Index: (Effective 04/31/06)

- 42.5% Wilshire 5000
- 25.0% Lehman Aggregate
- 20.0% MSCI ACWI X-US
- 5.0% NCREIF 1 Qtr Lag
- 7.5% S&P500 plus 300bps

State of Rhode Island

RATES OF RETURN - Total

Periods Ending November 30, 2008



STATE STREET

PERFORMANCE SUMMARY REPORT

| | Benchmark | 1 Month Return | | | Calendar YTD Return | | | Value (000) | Net Flow (000) |
|--------------------------------|------------------------------|----------------|--------|--------|---------------------|--------|--------|-------------|----------------|
| | | Fund | Index | Excess | Fund | Index | Excess | | |
| U.S. EQUITY | | | | | | | | | |
| SSGA S&P 500 INDEX FUND | S&P 500 | -7.16 | -7.18 | 0.02 | -37.61 | -37.66 | 0.05 | 1,067,237 | 176 |
| SSGA - CORE | RUSSELL 1000 | -8.98 | -7.56 | -1.42 | -39.36 | -38.58 | -0.78 | 230,313 | 38 |
| PIMCO | S&P 500 | -11.72 | -7.18 | -4.54 | -43.10 | -37.66 | -5.44 | 304,303 | 57 |
| NORTHPOINTE CAPITAL | RUSSELL 2000 | -11.23 | -11.83 | 0.60 | -38.32 | -37.42 | -0.90 | 232,616 | 42 |
| WELLINGTON MANAGEMENT CO. LLC | RUSSELL 2000 | -14.54 | -11.83 | -2.71 | -42.70 | -37.42 | -5.28 | 231,734 | 47 |
| SHOTT CAPITAL | S&P 500 | -1.10 | -7.18 | 6.08 | -13.23 | -37.66 | 24.43 | 1,053 | 3 |
| WELLINGTON TECHNICAL EQUITY | S&P 500 | -3.38 | -7.18 | 3.80 | -19.17 | -37.66 | 18.49 | 129,528 | 0 |
| TOTAL US EQUITY | DOW WILSHIRE 5000 FREE FLOAT | -9.06 | -8.00 | -1.06 | -38.44 | -38.30 | -0.14 | 2,196,783 | 364 |
| INTERNATIONAL EQUITY | | | | | | | | | |
| THE BOSTON COMPANY | MSCI AC WORLD ex US (GROSS) | -2.90 | -5.74 | 2.84 | -40.66 | -48.20 | 7.54 | 333,579 | 57 |
| GOLDMAN SACHS | MSCI AC WORLD ex US (GROSS) | -4.95 | -5.74 | 0.79 | -47.37 | -48.20 | 0.83 | 295,749 | 57 |
| MONDRIAN | MSCI AC WORLD ex US (GROSS) | -4.32 | -5.74 | 1.42 | -41.54 | -48.20 | 6.66 | 336,128 | 57 |
| TRANSITION ACCOUNT INT EQUITY | | | | | | | | 15 | 0 |
| TOTAL INTERNATIONAL EQUITY | MSCI AC WORLD ex US (GROSS) | -4.03 | -5.74 | 1.71 | -43.18 | -48.20 | 5.02 | 965,481 | 170 |
| U.S. FIXED INCOME | | | | | | | | | |
| PYRAMIS GLOBAL ADVISORS | BC MBS | 2.42 | 3.93 | -1.51 | 2.71 | 6.56 | -3.85 | 470,270 | -19,969 |
| BROWN BROTHERS HARRIMAN - CORE | CITIGROUP BIG | 3.25 | 4.53 | -1.28 | -0.88 | 3.44 | -4.32 | 304,142 | 31 |
| TAPLIN, CANIDA & HABACHT | BC CREDIT | 2.61 | 3.93 | -1.32 | -17.01 | -8.79 | -8.22 | 255,417 | 14 |
| MACKAY SHIELDS, LLC | CSFB GLOBAL HIGH YIELD | -6.60 | -8.63 | 2.03 | -24.51 | -30.09 | 5.58 | 102,424 | 54 |
| BROWN BROTHERS HARRIMAN - TIPS | BC U.S. TIPS | 0.89 | 0.71 | 0.18 | -5.69 | -6.97 | 1.28 | 474,008 | -19,950 |
| FIXED INCOME CASH ACCOUNT | | 0.16 | | | 2.63 | | | 3,046 | -10,000 |
| TOTAL US FIXED INCOME | BC AGGREGATE | 1.52 | 3.25 | -1.73 | -5.61 | 1.45 | -7.06 | 1,609,306 | -49,821 |

State of Rhode Island

RATES OF RETURN - Total

Periods Ending November 30, 2008



STATE STREET

PERFORMANCE SUMMARY REPORT

| | Benchmark | 1 Month Return | | | Calendar YTD Return | | | Value (000) | Net Flow (000) |
|---------------------------------|-------------------------------|----------------|-------|--------|---------------------|--------|--------|-------------|----------------|
| | | Fund | Index | Excess | Fund | Index | Excess | | |
| ALTERNATIVE INVESTMENTS | | | | | | | | | |
| PRIVATE EQUITY | S&P 500 PLUS 300 BP | -3.49 | -6.63 | 3.14 | -14.84 | -33.82 | 18.98 | 629,006 | 10,192 |
| REAL ESTATE | NCREIF PROPERTY LAG + 100 BPS | -0.25 | 0.08 | -0.33 | 1.62 | 6.37 | -4.75 | 384,338 | 520 |
| TOTAL ALTERNATIVE INVESTMENTS | TOTAL ALTERNATIVES BENCHMARK | -2.28 | -3.98 | 1.70 | -9.14 | -19.71 | 10.57 | 1,013,344 | 10,712 |
| CASH EQUIVALENTS | | | | | | | | | |
| CASH ACCOUNT (INSIDE) | | 0.16 | | | 2.67 | | | 25,211 | 16,283 |
| CASH ACCOUNT (OUTSIDE) | | 0.05 | | | 0.85 | | | 14,706 | 3,600 |
| TOTAL CASH | | 4.25 | | | 8.67 | | | 39,917 | 19,883 |
| OTHER | | | | | | | | | |
| RUSSELL IMPLEMENTATION SERVICES | | -19.94 | | | | | | 83,224 | 0 |
| TOTAL PLAN | | | | | | | | | |
| TOTAL PLAN | TOTAL PLAN BENCHMARK | -4.48 | -4.23 | -0.25 | -28.44 | -29.67 | 1.23 | 5,908,055 | -18,692 |
| TOTAL PLAN ex PE RE | TOTAL PLAN BENCHMARK ex PE RE | -4.92 | -4.27 | -0.65 | -31.35 | -31.02 | -0.33 | 4,894,711 | -29,404 |

State of Rhode Island

TOTAL PLAN

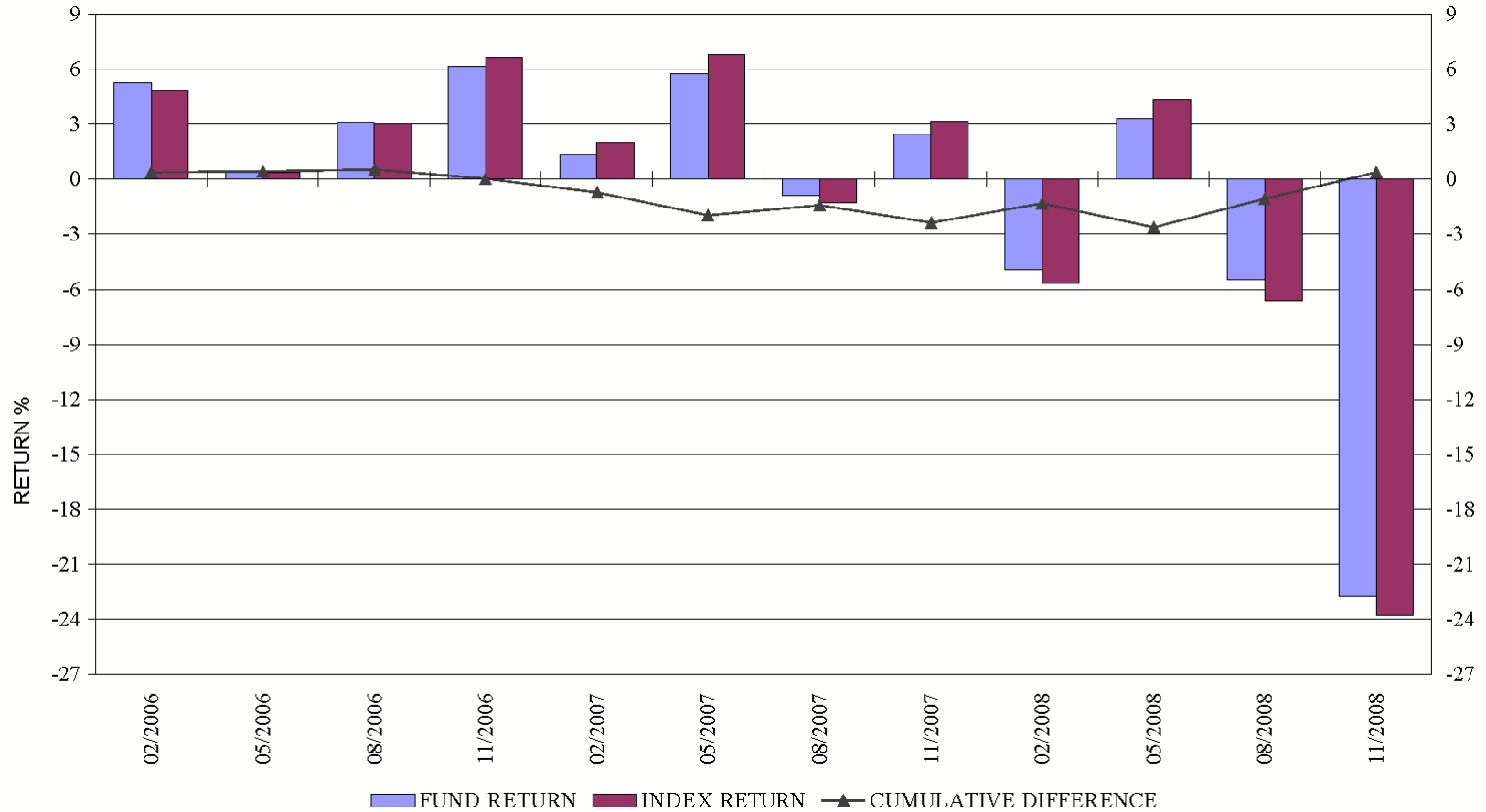
Index: TOTAL PLAN BENCHMARK

PERIODS: November 30, 2005 - November 30, 2008



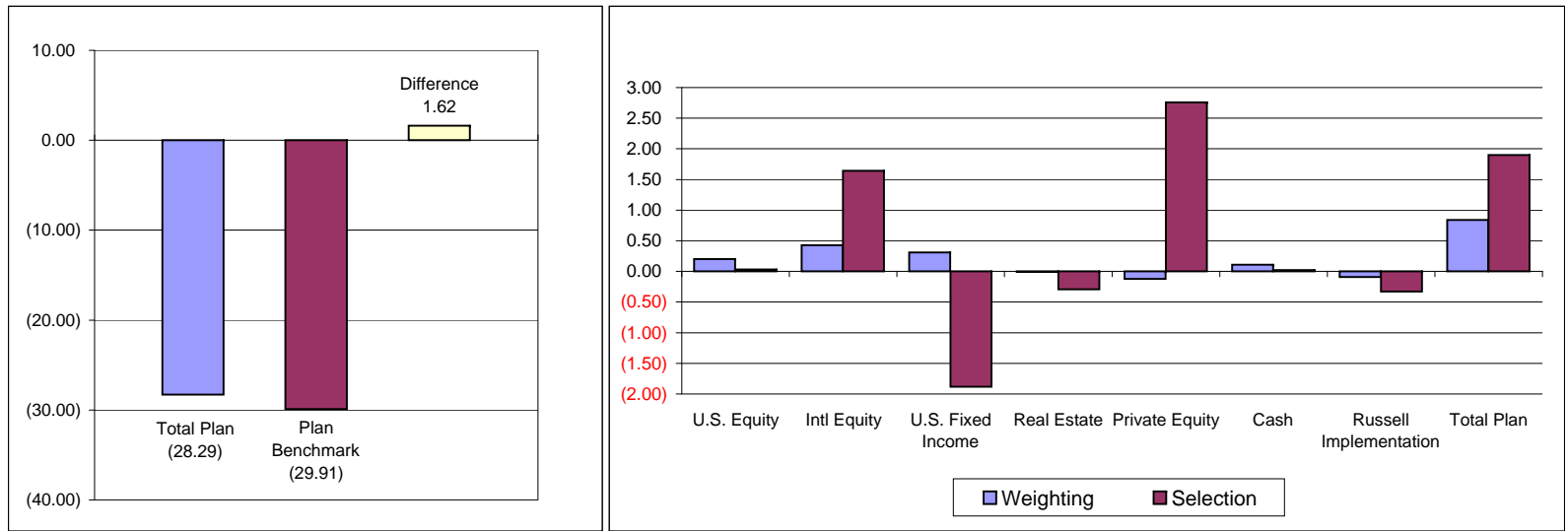
STATE STREET

CUMULATIVE PERFORMANCE REPORT



STATE OF RHODE ISLAND
TOTAL PLAN POOL ATTRIBUTION
 1 Year Ending November 30th, 2008
 Value Added

1 YEAR RETURNS **VALUE ADDED ATTRIBUTION**



| | Beginning Weights | | | Returns | | | Value Added | | |
|------------------------|-------------------|---------------|------------|----------------|----------------|-------------|-------------|-------------|---------------|
| | Portfolio | Benchmark | Difference | Portfolio | Benchmark | Difference | Weighting | Selection | Timing |
| U.S. Equity | 42.30 | 42.50 | (0.20) | (38.73) | (38.68) | (0.05) | 0.20 | 0.03 | |
| Intl Equity | 20.30 | 20.00 | 0.30 | (43.84) | (49.21) | 5.37 | 0.43 | 1.64 | |
| U.S. Fixed Income | 25.60 | 25.00 | 0.60 | (5.45) | 1.74 | (7.19) | 0.31 | (1.88) | |
| Real Estate | 4.10 | 5.00 | (0.90) | 2.40 | 9.20 | (6.80) | (0.01) | (0.29) | |
| Private Equity | 7.00 | 7.50 | (0.50) | (8.05) | (34.10) | 26.05 | (0.12) | 2.76 | |
| Cash | 0.70 | 0.00 | 0.70 | 9.00 | 2.34 | 6.66 | 0.11 | 0.02 | |
| Russell Implementation | 0.00 | 0.00 | 0.00 | (70.95) | (31.22) | (39.73) | (0.09) | (0.33) | |
| Total Plan | 100.00 | 100.00 | | (28.29) | (29.91) | 1.62 | 0.84 | 1.90 | (0.44) |

State of Rhode Island

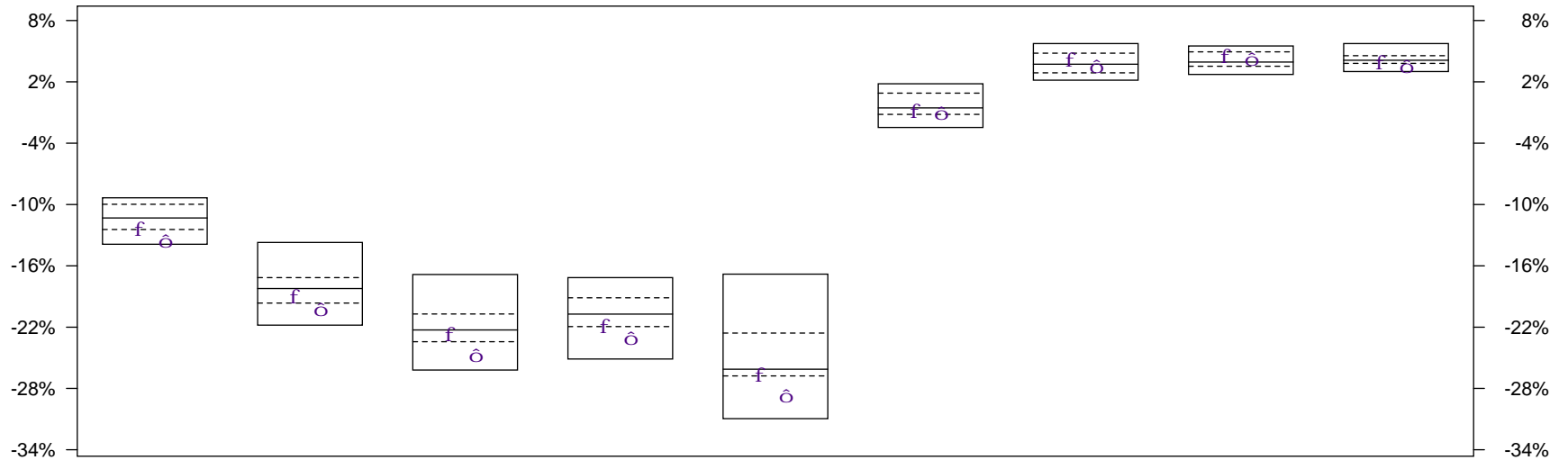
PUBLIC FUNDS (DB) > \$ 1 BILLION (SSC)

PERIOD ENDING October 31, 2008



STATE STREET

TOTAL RETURN



| | 1 Month | | 1 Qtr | | 2 Qtrs | | 3 Qtrs | | 1 Yr | | 3 Yrs | | 5 Yrs | | 7 Yrs | | 10 Yrs | |
|------------------------|---------|------|--------|------|--------|------|--------|------|--------|------|-------|------|-------|------|-------|------|--------|------|
| | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank |
| 5th Percentile | -9.35 | | -13.71 | | -16.85 | | -17.15 | | -16.82 | | 1.81 | | 5.74 | | 5.51 | | 5.74 | |
| 25th Percentile | -9.98 | | -17.16 | | -20.71 | | -19.13 | | -22.58 | | 0.89 | | 4.81 | | 4.93 | | 4.56 | |
| 50th Percentile | -11.32 | | -18.22 | | -22.28 | | -20.73 | | -26.11 | | -0.55 | | 3.73 | | 3.94 | | 4.11 | |
| 75th Percentile | -12.44 | | -19.65 | | -23.43 | | -21.95 | | -26.77 | | -1.18 | | 2.88 | | 3.53 | | 3.81 | |
| 95th Percentile | -13.89 | | -21.80 | | -26.20 | | -25.12 | | -30.96 | | -2.46 | | 2.16 | | 2.73 | | 3.01 | |
| No. of Obs | 23 | | 23 | | 23 | | 23 | | 23 | | 21 | | 21 | | 21 | | 21 | |
| f TOTAL PLAN | -12.45 | 76 | -19.05 | 67 | -22.78 | 67 | -21.96 | 76 | -26.77 | 76 | -0.95 | 64 | 4.06 | 41 | 4.45 | 32 | 3.80 | 78 |
| o TOTAL PLAN BENCHMARK | -13.59 | 85 | -20.32 | 85 | -24.79 | 87 | -23.10 | 89 | -28.73 | 87 | -1.13 | 69 | 3.46 | 57 | 4.15 | 47 | 3.50 | 89 |

State of Rhode Island

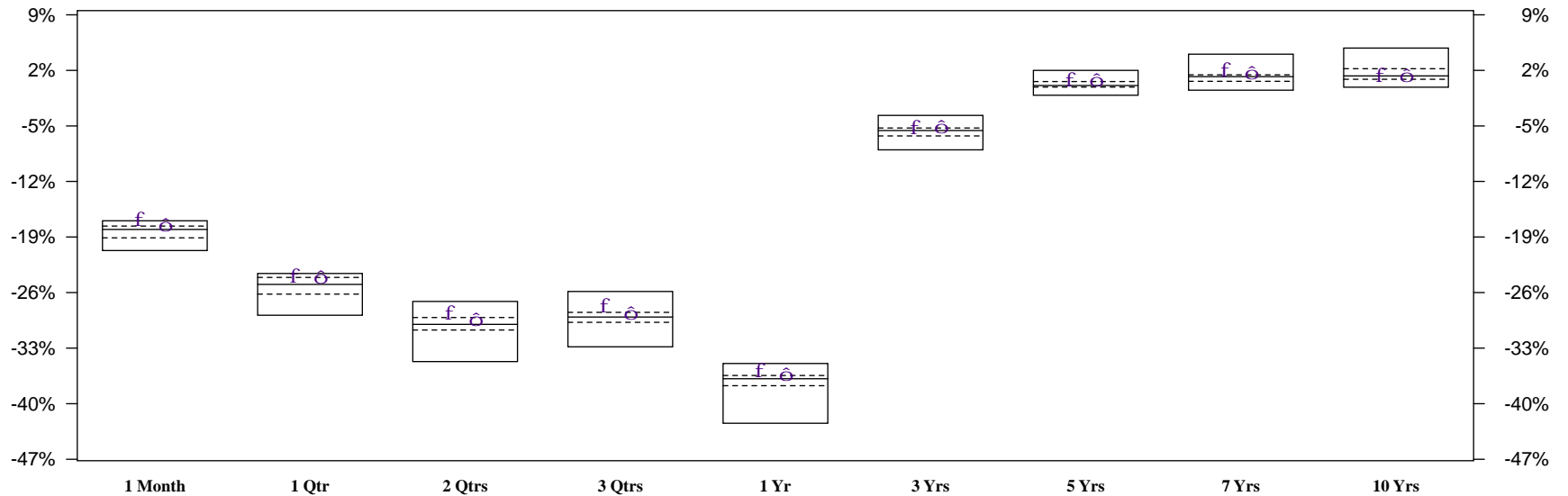
US EQUITY POOLS - PUBLIC (SSC)

PERIOD ENDING October 31, 2008



STATE STREET

TOTAL RETURN



| | 1 Month | | 1 Qtr | | 2 Qtrs | | 3 Qtrs | | 1 Yr | | 3 Yrs | | 5 Yrs | | 7 Yrs | | 10 Yrs | |
|------------------------------|---------|------|--------|------|--------|------|--------|------|--------|------|-------|------|-------|------|-------|------|--------|------|
| | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank |
| 5th Percentile | -16.96 | | -23.60 | | -27.11 | | -25.86 | | -34.94 | | -3.68 | | 1.99 | | 4.04 | | 4.80 | |
| 25th Percentile | -17.62 | | -24.10 | | -29.15 | | -28.50 | | -36.45 | | -5.26 | | 0.59 | | 1.43 | | 2.20 | |
| 50th Percentile | -18.04 | | -24.97 | | -30.01 | | -29.08 | | -36.85 | | -5.58 | | 0.09 | | 1.21 | | 1.30 | |
| 75th Percentile | -19.10 | | -26.19 | | -30.72 | | -29.75 | | -37.74 | | -6.26 | | -0.11 | | 0.62 | | 0.87 | |
| 95th Percentile | -20.71 | | -28.86 | | -34.70 | | -32.84 | | -42.46 | | -8.01 | | -1.13 | | -0.50 | | -0.13 | |
| No. of Obs | 30 | | 29 | | 29 | | 29 | | 29 | | 29 | | 25 | | 24 | | 24 | |
| f TOTAL US EQUITY | -16.87 | 4 | -23.96 | 11 | -28.60 | 14 | -27.75 | 11 | -35.92 | 17 | -5.28 | 27 | 0.70 | 16 | 1.97 | 13 | 1.26 | 53 |
| o DOW WILSHIRE 5000 FREE FLO | -17.57 | 23 | -24.06 | 24 | -29.40 | 42 | -28.61 | 35 | -36.32 | 21 | -5.13 | 23 | 0.78 | 16 | 1.63 | 20 | 1.26 | 54 |

State of Rhode Island

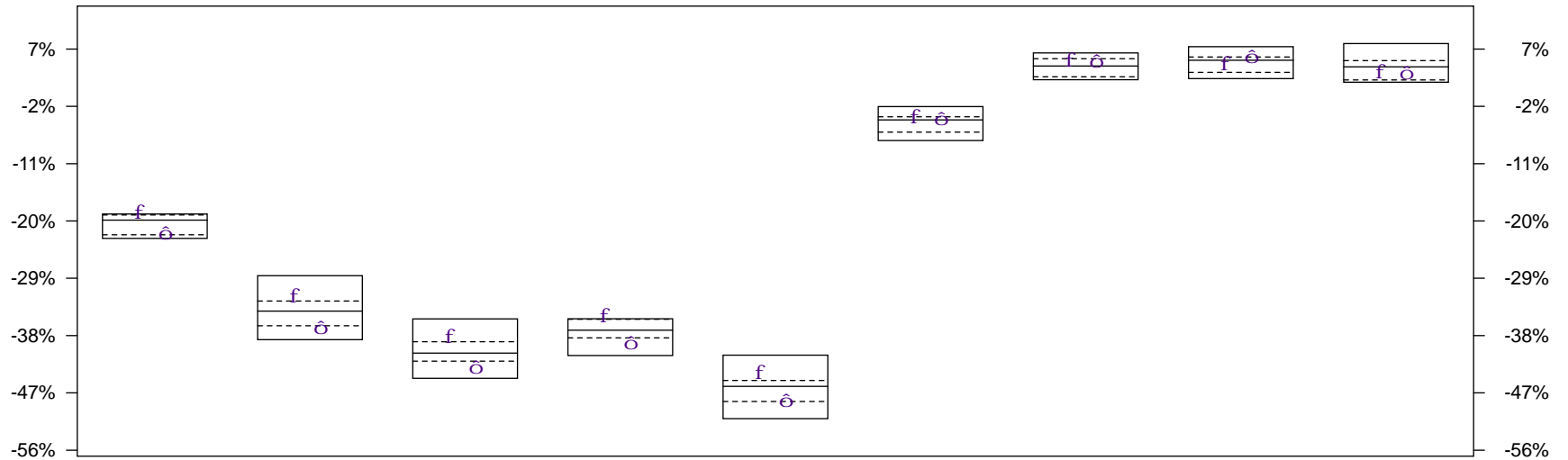
INTL EQTY POOL - PUBLIC (SSC)

PERIOD ENDING October 31, 2008



STATE STREET

TOTAL RETURN



| | 1 Month | | 1 Qtr | | 2 Qtrs | | 3 Qtrs | | 1 Yr | | 3 Yrs | | 5 Yrs | | 7 Yrs | | 10 Yrs | |
|-------------------------------|---------|------|--------|------|--------|------|--------|------|--------|------|-------|------|-------|------|-------|------|--------|------|
| | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank |
| 5th Percentile | -18.91 | | -28.59 | | -35.38 | | -35.37 | | -41.07 | | -2.03 | | 6.39 | | 7.37 | | 7.86 | |
| 25th Percentile | -19.06 | | -32.58 | | -38.96 | | -35.44 | | -45.06 | | -3.64 | | 5.50 | | 5.76 | | 5.20 | |
| 50th Percentile | -19.86 | | -34.16 | | -40.76 | | -37.16 | | -45.98 | | -4.12 | | 4.34 | | 5.25 | | 4.21 | |
| 75th Percentile | -22.17 | | -36.46 | | -42.01 | | -38.36 | | -48.35 | | -6.04 | | 2.65 | | 3.34 | | 2.16 | |
| 95th Percentile | -22.73 | | -38.64 | | -44.71 | | -41.14 | | -51.06 | | -7.36 | | 2.19 | | 2.37 | | 1.80 | |
| No. of Obs | 11 | | 11 | | 11 | | 11 | | 11 | | 11 | | 9 | | 9 | | 8 | |
| f TOTAL INTERNATIONAL | -18.73 | 5 | -31.89 | 16 | -38.19 | 15 | -35.01 | 5 | -43.86 | 15 | -3.70 | 26 | 5.21 | 34 | 4.71 | 65 | 3.36 | 60 |
| o MSCI AC WORLD ex US (GROSS) | -22.01 | 75 | -36.78 | 77 | -43.07 | 81 | -39.16 | 80 | -48.27 | 67 | -3.93 | 31 | 5.05 | 35 | 5.83 | 21 | 3.19 | 65 |

State of Rhode Island

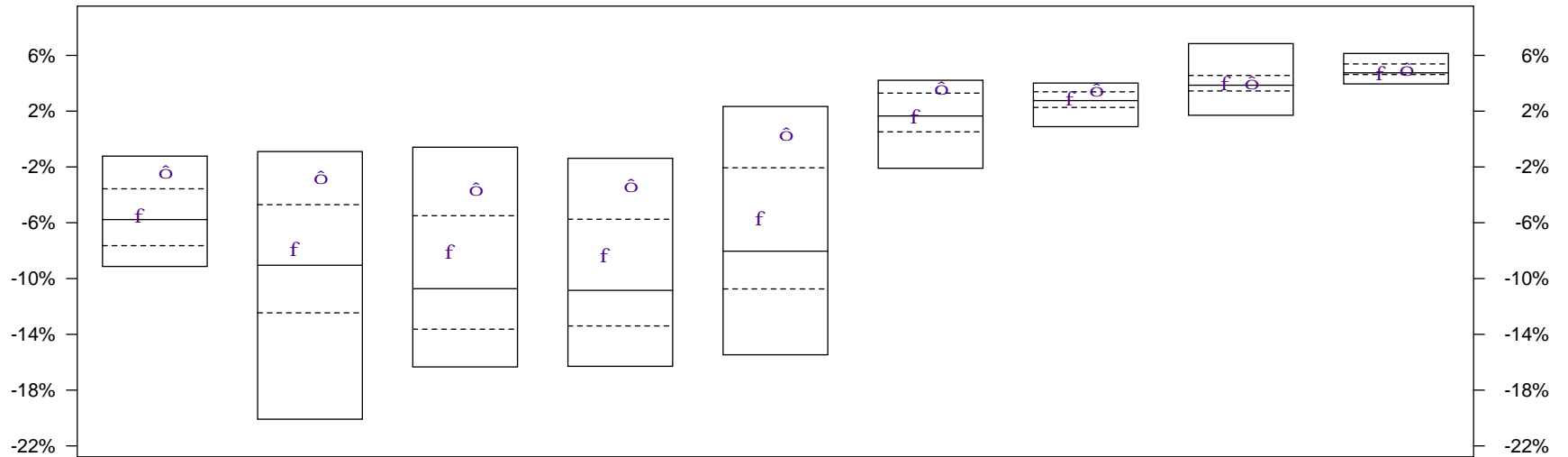
US FIXED INC POOL - PUBLIC (SSC)

PERIOD ENDING October 31, 2008



STATE STREET

TOTAL RETURN



| | 1 Month | | 1 Qtr | | 2 Qtrs | | 3 Qtrs | | 1 Yr | | 3 Yrs | | 5 Yrs | | 7 Yrs | | 10 Yrs | |
|------------------------|---------|------|--------|------|--------|------|--------|------|--------|------|-------|------|-------|------|-------|------|--------|------|
| | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank | Value | Rank |
| 5th Percentile | -1.22 | | -0.89 | | -0.58 | | -1.38 | | 2.34 | | 4.22 | | 4.02 | | 6.84 | | 6.14 | |
| 25th Percentile | -3.57 | | -4.70 | | -5.50 | | -5.75 | | -2.06 | | 3.29 | | 3.39 | | 4.56 | | 5.39 | |
| 50th Percentile | -5.77 | | -9.05 | | -10.73 | | -10.85 | | -8.04 | | 1.66 | | 2.76 | | 3.86 | | 4.75 | |
| 75th Percentile | -7.64 | | -12.46 | | -13.63 | | -13.40 | | -10.74 | | 0.52 | | 2.27 | | 3.45 | | 4.63 | |
| 95th Percentile | -9.13 | | -20.09 | | -16.34 | | -16.29 | | -15.47 | | -2.09 | | 0.89 | | 1.71 | | 3.96 | |
| No. of Obs | 26 | | 27 | | 26 | | 26 | | 26 | | 21 | | 20 | | 20 | | 19 | |
| f TOTAL US FIXED INCOM | -5.55 | 49 | -7.92 | 40 | -8.16 | 34 | -8.40 | 34 | -5.74 | 45 | 1.53 | 55 | 2.85 | 48 | 3.94 | 43 | 4.66 | 61 |
| o BC AGGREGATE | -2.36 | 14 | -2.76 | 10 | -3.63 | 12 | -3.37 | 11 | 0.31 | 13 | 3.60 | 17 | 3.48 | 20 | 4.03 | 43 | 5.00 | 35 |

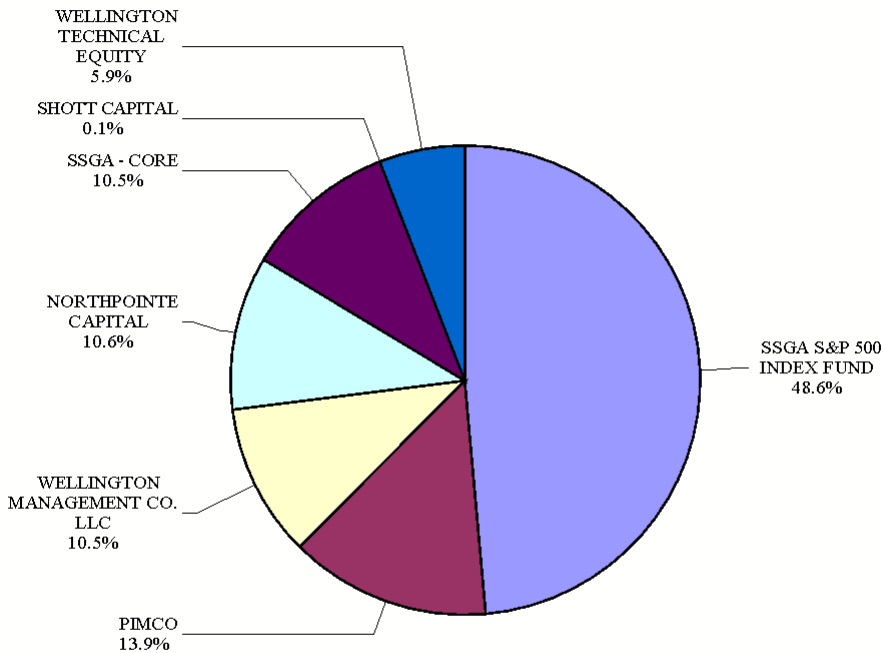
State of Rhode Island

MANAGER ALLOCATION ANALYSIS
 PERIOD ENDING 11/30/2008



STATE STREET

CURRENT MANAGER ALLOCATION



| <u>MANAGER</u> | <u>CURRENT PERIOD</u> | <u>ONE YEAR AGO</u> |
|-------------------------------|-----------------------|---------------------|
| SSGA S&P 500 INDEX FUND | 1,067.2 | 1,720.7 |
| PIMCO | 304.3 | 537.8 |
| WELLINGTON MANAGEMENT CO. LLC | 231.7 | 405.9 |
| NORTHPOINTE CAPITAL | 232.6 | 380.2 |
| SSGA - CORE | 230.3 | 379.7 |
| SHOTT CAPITAL | 1.1 | 1.3 |
| WELLINGTON TECHNICAL EQUITY | 129.5 | 155.9 |
| TOTAL | 2,196.7 | 3,581.5 |

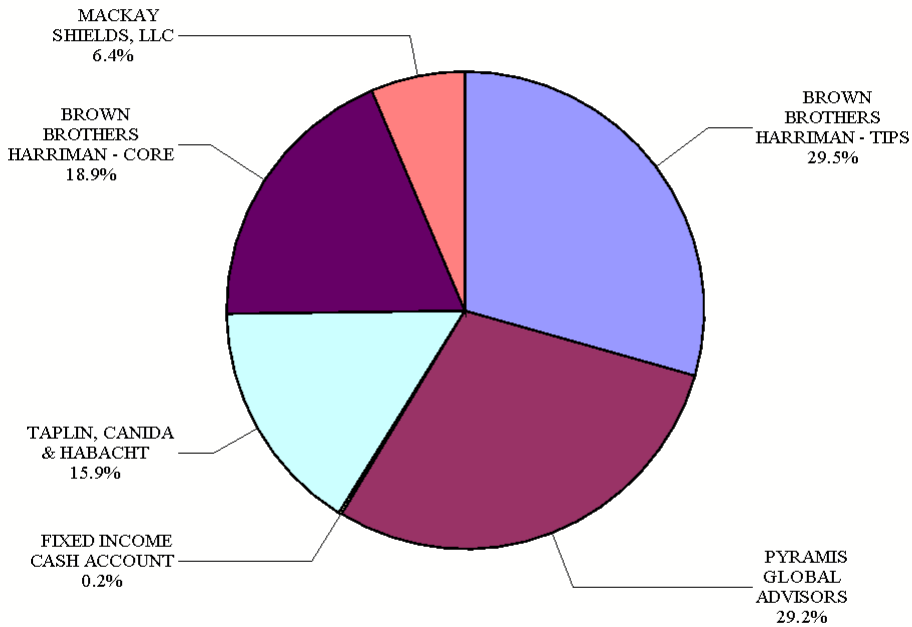
State of Rhode Island

MANAGER ALLOCATION ANALYSIS
 PERIOD ENDING 11/30/2008



STATE STREET

CURRENT MANAGER ALLOCATION



| <u>MANAGER</u> | <u>CURRENT PERIOD</u> | <u>ONE YEAR AGO</u> |
|---------------------------------|-----------------------|---------------------|
| BROWN BROTHERS HARRIMAN - TIPS | 474.0 | 576.9 |
| PYRAMIS GLOBAL ADVISORS | 470.3 | 500.1 |
| FIXED INCOME CASH ACCOUNT | 3.0 | 346.0 |
| TAPLIN, CANIDA & HABACHT | 255.4 | 305.6 |
| BROWN BROTHERS HARRIMAN - CORE | 304.1 | 307.0 |
| MACKAY SHIELDS, LLC | 102.4 | 134.9 |
| TRANSITION ACCOUNT FIXED INCOME | | 0.6 |
| TOTAL | 1,609.2 | 2,171.1 |

State of Rhode Island

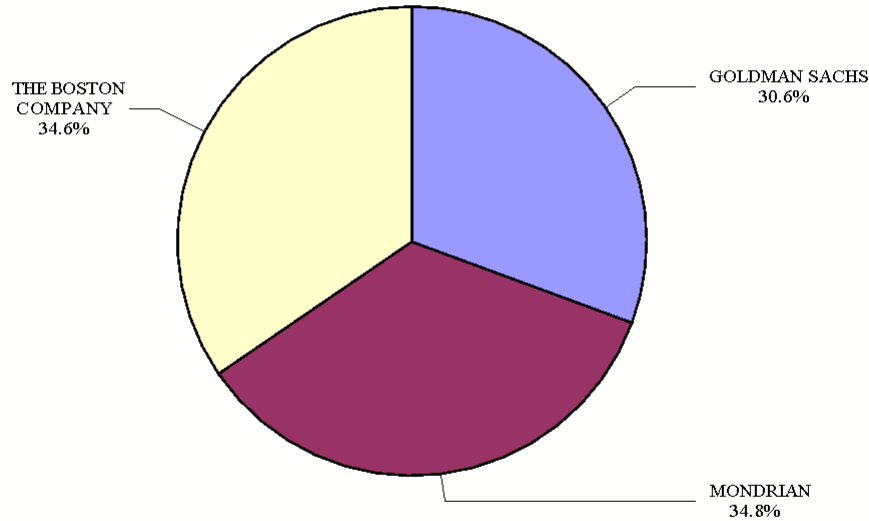
MANAGER ALLOCATION ANALYSIS
PERIOD ENDING 11/30/2008



STATE STREET

CURRENT MANAGER ALLOCATION

| <u>MANAGER</u> | <u>CURRENT PERIOD</u> | <u>ONE YEAR AGO</u> |
|-------------------------------|-----------------------|---------------------|
| GOLDMAN SACHS | 295.7 | 567.5 |
| MONDRIAN | 336.1 | 582.0 |
| THE BOSTON COMPANY | 333.6 | 567.6 |
| TRANSITION ACCOUNT INT EQUITY | 0.0 | 0.1 |
| TOTAL | 965.4 | 1,717.2 |



Divider

**ASSET ALLOCATION REPORT
NOVEMBER 30th, 2008**

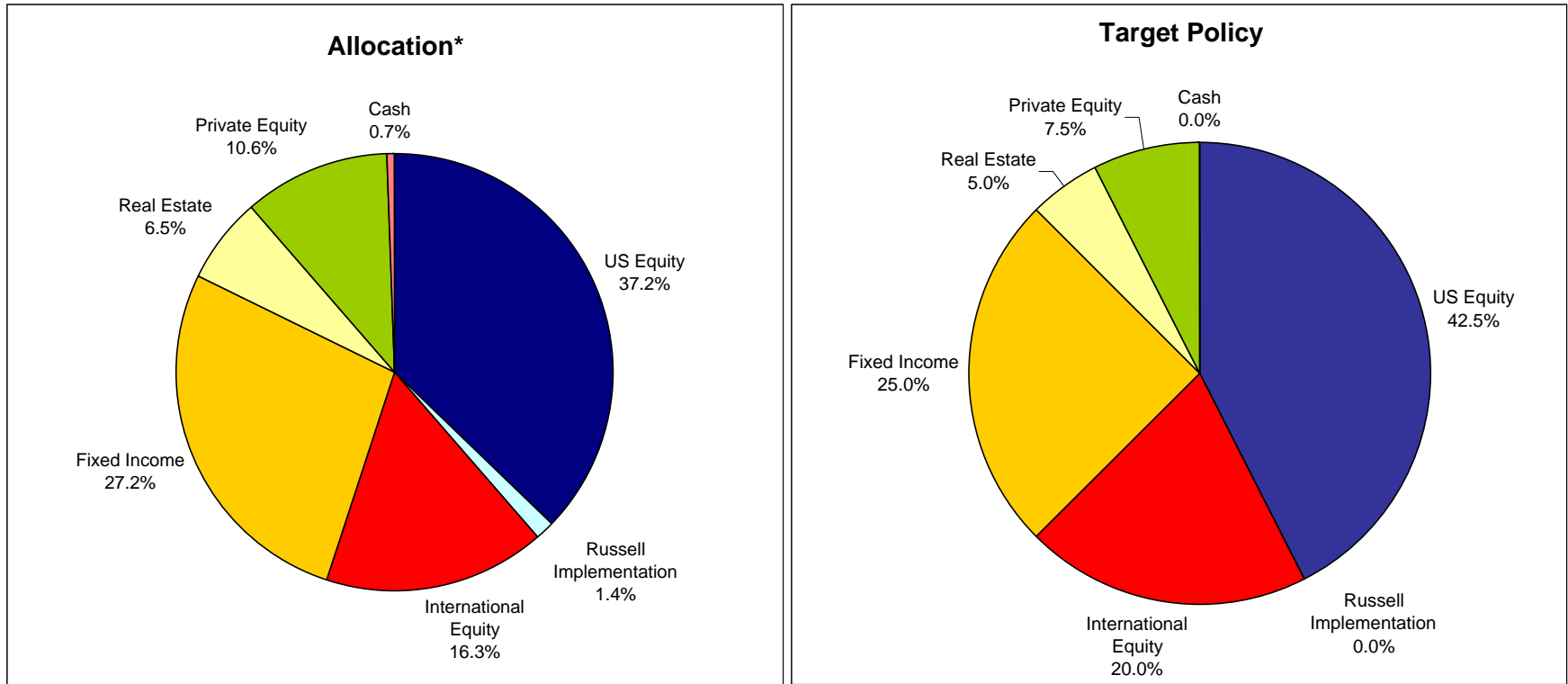
| | Style Mandate | Actual (Millions \$) | | Target (Millions \$) | | Difference (Millions \$) |
|--|--------------------------|-------------------------|----------------|-------------------------|----------------|-----------------------------|
| Domestic Equity | | | | | | |
| SSgA S&P 500 Index Fund | Passive | 1,067.24 | 18.06% | 1,208.20 | 20.45% | (140.96) |
| SSgA Core | Active core | 230.31 | 3.90% | 265.86 | 4.50% | (35.55) |
| PIMCO | Enhanced Equity | 304.30 | 5.15% | 381.07 | 6.45% | (76.77) |
| NorthPointe Capital | Small Cap Value | 232.62 | 3.94% | 295.40 | 5.00% | (62.79) |
| Wellington Mgmt | Small Cap Core | 231.73 | 3.92% | 324.94 | 5.50% | (93.21) |
| Wellington Technical Equity | Tactical Equity | 129.53 | 2.19% | 35.45 | 0.60% | 94.08 |
| Shott Capital | Alternative Distribution | 1.05 | 0.02% | 0.00 | 0.00% | 1.05 |
| TOTAL DOMESTIC EQUITY | | 2,196.78 | 37.18% | 2,510.92 | 42.50% | (314.14) |
| International Equity | | | | | | |
| Boston Company | MSCI ACWI | 333.58 | 5.65% | 394.07 | 6.67% | (60.49) |
| Goldman Sachs | MSCI ACWI | 295.75 | 5.01% | 394.07 | 6.67% | (98.32) |
| Mondrian | MSCI ACWI | 336.13 | 5.69% | 393.48 | 6.66% | (57.35) |
| Transition Account | | 0.02 | 0.00% | 0.00 | 0.00% | 0.02 |
| TOTAL INT'L EQUITY | | 965.48 | 16.34% | 1,181.61 | 20.00% | (216.13) |
| Domestic Fixed Income | | | | | | |
| Fidelity Management & Research | Mortgages | 470.27 | 7.96% | 369.25 | 6.25% | 101.02 |
| Brown Brothers, Harriman | Opportunistic Core | 304.14 | 5.15% | 221.55 | 3.75% | 82.59 |
| Taplin, Canida & Habacht | Corporates | 255.42 | 4.32% | 221.55 | 3.75% | 33.86 |
| Mackay Shields | High yield | 102.42 | 1.73% | 110.78 | 1.88% | (8.35) |
| Shenkman Capital Mgmt | High yield | 0.00 | 0.00% | 110.78 | 1.88% | (110.78) |
| Brown Brothers, Harriman TIPS | TIPS | 474.01 | 8.02% | 443.10 | 7.50% | 30.90 |
| Fixed Income Cash Account | | 3.05 | 0.05% | 0.00 | 0.00% | 3.05 |
| TOTAL FIXED-INCOME | | 1,609.31 | 27.24% | 1,477.01 | 25.00% | 132.29 |
| Alternative Investments | | | | | | |
| Real Estate | Real Estate | 384.34 | 6.51% | 295.4 | 5.00% | 88.9 |
| Pacific Corp Group | Private Equity | 629.01 | 10.65% | 443.10 | 7.50% | 185.9 |
| TOTAL ALTERNATIVE INVESTMENTS | | 1,013.34 | 17.15% | 738.51 | 12.50% | 274.84 |
| Cash | | | | | | |
| CASH EQUIVALENTS | STIF, Yield+ | 39.92 | 0.68% | 0.00 | 0.00% | 39.92 |
| Other | | | | | | |
| OTHER - Russell Implementation Services | | 83.22 | 1.41% | 0.00 | 0.00% | 83.22 |
| TOTAL ASSETS | | 5,908.06 | 100.00% | 5,908.06 | 100.00% | (0.00) |

ALLOCATION BY MANAGEMENT STYLE

| | | | | | | |
|--|--------------|-----------------|----------------|-----------------|----------------|-----------------|
| Domestic Equity | | | | | | |
| Core | | 359.84 | 6.09% | 301.31 | 4.50% | 58.53 |
| Index | | 1,067.24 | 18.06% | 1,208.20 | 17.75% | (140.96) |
| Enhanced Equity | | 304.30 | 5.15% | 381.07 | 6.75% | (76.77) |
| Active Small Cap | | 464.35 | 7.88% | 620.35 | 13.50% | (156.00) |
| TOTAL DOMESTIC EQUITY | | 2,196.78 | 37.18% | 2,510.92 | 42.50% | (314.14) |
| International Equity | | | | | | |
| Active | | 965.48 | 16.34% | 1,181.61 | 20.00% | (216.13) |
| TOTAL INT'L EQUITY | | 965.48 | 16.34% | 1,181.61 | 20.00% | (216.13) |
| Domestic Fixed Income | | | | | | |
| Mortgage | | 470.27 | 7.96% | 369.25 | 6.25% | 101.02 |
| Core | | 304.14 | 5.15% | 221.55 | 3.75% | 82.59 |
| Corporates | | 255.42 | 4.32% | 221.55 | 3.75% | 33.86 |
| High Yield | | 102.42 | 1.73% | 221.55 | 3.75% | (119.13) |
| TIPS | | 474.01 | 8.02% | 443.10 | 7.50% | 30.90 |
| Other | | 3.05 | 0.05% | - | 0.00% | 3.05 |
| TOTAL FIXED-INCOME | | 1,609.31 | 27.24% | 1,477.01 | 25.00% | 132.29 |
| Alternative Investments | | | | | | |
| Real Estate | | 384.34 | 6.51% | 295.40 | 5.00% | 88.94 |
| Other Alternative Investments | | 629.01 | 10.65% | 443.10 | 7.50% | 185.90 |
| TOTAL ALTERNATIVE INVESTMENTS | | 1,013.34 | 17.15% | 738.51 | 12.50% | 274.84 |
| Cash | | | | | | |
| CASH EQUIVALENTS | STIF, Yield+ | 39.92 | 0.68% | 0.00 | 0.00% | 39.92 |
| Other | | | | | | |
| OTHER - Russell Implementation Services | | 83.22 | 1.41% | 0.00 | 0.00% | 83.22 |
| TOTAL ASSETS | | 5,908.06 | 100.00% | 5,908.06 | 100.00% | (0.00) |

State of Rhode Island

Asset Allocation
November 30th, 2008



Allocation vs. Target Policy

| | Weights | | |
|------------------------|-------------|--------|------------|
| | Allocation* | Policy | Difference |
| US Equity | 37.2 | 42.5 | -5.3 |
| Russell Implementation | 1.4 | 0.0 | 1.4 |
| International Equity | 16.3 | 20.0 | -3.7 |
| Fixed Income | 27.2 | 25.0 | 2.2 |
| Real Estate | 6.5 | 5.0 | 1.5 |
| Private Equity | 10.6 | 7.5 | 3.1 |
| Cash | 0.7 | 0.0 | 0.7 |
| Total Fund | 100.0 | 100.0 | 0.0 |

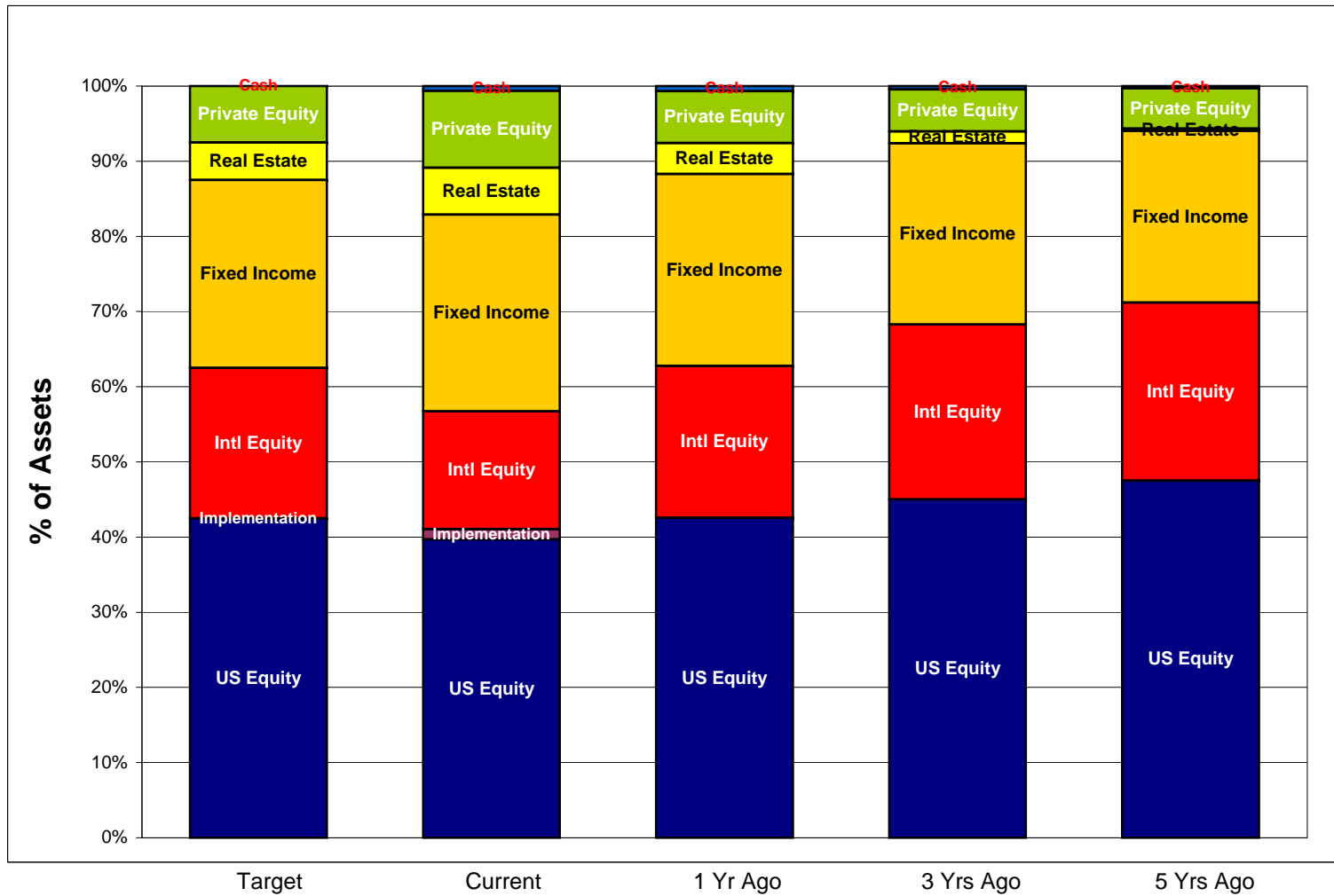


* End of Period Weights

State of Rhode Island

Historical Asset Allocation

November 30th, 2008



| Asset Class | Target | Current | 1 Yr Ago | 3 Yrs Ago | 5 Yrs Ago |
|----------------|--------|---------|----------|-----------|-----------|
| US Equity | 42.5% | 37.2% | 42.3% | 45.4% | 47.5% |
| Implementation | 0.0% | 1.4% | 0.0% | 0.0% | 0.0% |
| Intl Equity | 20.0% | 16.3% | 20.3% | 23.1% | 23.7% |
| Fixed Income | 25.0% | 27.2% | 25.6% | 23.9% | 22.8% |
| Real Estate | 5.0% | 6.5% | 4.1% | 1.5% | 0.3% |
| Private Equity | 7.5% | 10.6% | 7.0% | 5.6% | 5.4% |
| Cash | 0.0% | 0.7% | 0.7% | 0.5% | 0.3% |

RHODE ISLAND STATE INVESTMENT COMMISSION
Domestic Equity Holdings By Top 10 Market Values
Separately Managed

Sunday, November 30, 2008

| <i>Equities</i> | | | | | |
|---------------------------------|------------------------------|--------------------------|----------------------------|-----------------------|--|
| RANK | SECURITY NAME | PAR VALUES/SHARES | BASE MARKET AMOUNT | MONEY MANAGERS | |
| 1 | EXXON MOBIL CORP | 197,770 | \$ 15,851,265.50 | SSgA | |
| 2 | MICROSOFT CORP. | 378,100 | \$ 7,645,182.00 | SSgA | |
| 3 | WAL MART STORES INC | 128,600 | \$ 7,186,168.00 | SSgA | |
| 4 | INTERNATIONAL BUSINESS MACHS | 78,500 | \$ 6,405,600.00 | SSgA | |
| 5 | CHEVRON CORP | 79,500 | \$ 6,281,295.00 | SSgA | |
| 6 | PFIZER INC | 372,200 | \$ 6,115,246.00 | SSgA | |
| 7 | JPMORGAN CHASE + CO | 191,100 | \$ 6,050,226.00 | SSgA | |
| 8 | HEWLET PACKARD CO | 168,500 | \$ 5,944,680.00 | SSgA | |
| 9 | INTEL CORP | 404,600 | # \$ 5,583,480.00 | SSgA | |
| 10 | DREAMWORKS ANIMATION | 240,700 | \$ 5,560,170.00 | Wellington | |
| | | 3.31% | \$ 72,623,312.50 | | |
| Total Composite Equities | | | \$ 2,196,783,463.00 | | |

International Equity Holdings By Top 10 Market Values

Sunday, November 30, 2008

| <i>International Equities</i> | | | | | |
|---|------------------------------|--------------------------|---------------------------|-----------------------|--|
| RANK | SECURITY NAME | PAR VALUES/SHARES | BASE MARKET AMOUNT | MONEY MANAGERS | |
| 1 | NOVARTIS AG | 506,923 | \$ 23,579,755.07 | Mondrian, Boston | |
| 2 | TOTAL SA | 452,385 | \$ 23,563,990.96 | Mondrian, Boston, GS | |
| 3 | BP PLC | 2,228,042 | \$ 18,008,637.78 | Mondrian, Boston | |
| 4 | UNILEVER PLC | 736,963 | \$ 16,883,342.75 | Mondrian, Boston | |
| 5 | GLAXOSMITHKLINE | 980,793 | \$ 16,855,759.48 | Mondrian, Boston | |
| 6 | ROYAL DUTCH SHELL | 627,979 | \$ 16,650,028.69 | Mondrian | |
| 7 | RWE AG (NEU) | 186,813 | \$ 15,664,070.13 | Mondrian | |
| 8 | TAKEDA PHARMACEUTICAL CO LTD | 320,400 | \$ 15,507,837.68 | Mondrian | |
| 9 | TELEFONICA SA | 684,607 | \$ 13,794,924.35 | Mondrian | |
| 10 | FRANCE TELECOM | 518,408 | \$ 13,300,878.78 | Mondrian | |
| | | 18.00% | \$ 173,809,225.67 | | |
| Total Composite International Equities | | | \$ 965,480,768.00 | | |

FISCAL YEAR 2009

INVESTMENT MANAGER FEES, PROFESSIONAL FEES & OPERATING EXPENSES

ERSRI & MERSRI

ACCRUAL BASIS

| | Actual Jul 08 | Actual Aug | Actual Sept | Projected Oct | Projected Nov | Projected Dec | Projected Jan 09 | Projected Feb | Projected Mar | Projected Apr | Projected May | Projected Jun | Projected TOTAL |
|--------------------------------|------------------|---------------|----------------|------------------|------------------|------------------|---------------------|------------------|------------------|------------------|------------------|------------------|--------------------|
| EQUITIES | | | | | | | | | | | | | |
| SSgA Core | | | 260,984 | | | 259,816 | | | 239,756 | | | 222,371 | 982,927 |
| SSgA Russell 1000/S&P 500 | | | 35,288 | | | 3,933 | | | 66,927 | | | 32,408 | 138,557 |
| Shott Capital | | | 421 | | | 948 | | | 460 | | | 2,718 | 4,547 |
| PIMCO | | | 0 | | | 200,000 | | | 1,000 | | | 225,000 | 426,000 |
| Wellington Mgmt | | | 690,947 | | | 654,863 | | | 600,645 | | | 679,274 | 2,625,730 |
| Wellington Tech Eq | | | 33,802 | | | 217,630 | | | 333,783 | | | 126,713 | 711,928 |
| NorthPointe | | | 477,596 | | | 558,190 | | | 503,070 | | | 589,850 | 2,128,705 |
| | | | 1,499,038 | | | 1,895,380 | | | 1,745,641 | | | 1,878,334 | 7,018,393 |
| FIXED INCOME | | | | | | | | | | | | | |
| Brown Bros. | | | 146,129 | | | 145,453 | | | 147,283 | | | 129,732 | 568,598 |
| Fidelity | | | 160,096 | | | 162,325 | | | 164,535 | | | 148,636 | 635,592 |
| Taplin | | | 181,184 | | | 193,592 | | | 191,949 | | | 169,909 | 736,634 |
| Mackay Shields | | | 148,591 | | | 148,274 | | | 145,994 | | | 147,848 | 590,707 |
| Brown Bros.TIPS | | | 149,341 | | | 145,234 | | | 148,967 | | | 136,883 | 580,426 |
| | | | 785,341 | | | 794,878 | | | 798,728 | | | 733,008 | 3,111,956 |
| INT'L EQUITIES | | | | | | | | | | | | | |
| The Boston Co | | | 468,563 | | | 561,584 | | | 526,042 | | | 551,739 | 2,107,929 |
| Mondrian | | | 338,577 | | | 321,646 | | | 304,892 | | | 316,283 | 1,281,398 |
| Goldman Sachs Asset Mgmt | | | 475,637 | | | 489,525 | | | 432,913 | | | 499,383 | 1,897,458 |
| SSgA MSCI ACWI | | | 0 | | | 0 | | | 0 | | | 0 | 0 |
| | 0 | | 1,282,777 | 0 | | 1,372,755 | | | 1,263,847 | | | 1,367,405 | 5,286,785 |
| REAL ESTATE | | | | | | | | | | | | | |
| L & B Real Estate | 0 | 154,023 | 98,031 | 39,601 | 0 | 348,834 | 0 | 193,318 | 116,143 | 180,637 | 213,729 | 114,312 | 1,458,627 |
| ALTERNATIVE INVESTMENTS | | | | | | | | | | | | | |
| Other Alt Inv Mgmt Fees | 1,632,815 | 444,364 | 633,700 | 243,709 | 80,031 | 998,614 | 1,488,953 | 4,710 | 782,270 | 422,507 | 425,855 | 768,471 | 7,925,999 |
| SUB TOTAL-INV MGMT FEES | 1,632,815 | 598,387 | 4,298,886 | 283,310 | 80,031 | 5,410,462 | 1,488,953 | 198,028 | 4,706,630 | 603,144 | 639,583 | 4,861,530 | 24,801,761 |
| PROFESSIONAL FEES | | | | | | | | | | | | | |
| Legal | 0 | 0 | 20,589 | 0 | 6,701 | 15,535 | 13,726 | 6,000 | 6,150 | 3,075 | 9,677 | 17,791 | 99,243 |
| St St Bank Custodial | 18,888 | 15,412 | 16,951 | 18,017 | 15,080 | 12,586 | 12,981 | 11,543 | 12,333 | 12,887 | 1,563 | 12,861 | 161,101 |
| Pacific Corp Group | | 93,750 | 0 | 93,750 | 93,750 | 0 | 0 | 93,750 | 0 | 0 | 93,750 | 0 | 468,750 |
| PCA/Wilshire/Russell | 20,161 | 0 | 43,750 | 20,833 | 20,833 | 20,833 | 20,833 | 20,833 | 20,833 | 20,833 | 20,833 | 20,833 | 251,409 |
| Townsend | 0 | 0 | 35,625 | 0 | 0 | 35,625 | 0 | 0 | 35,625 | 0 | 15,000 | 35,625 | 157,500 |
| | 39,049 | 109,162 | 116,915 | 132,600 | 136,363 | 84,579 | 47,539 | 132,126 | 74,941 | 36,795 | 140,823 | 87,110 | 1,138,004 |
| OPERATING EXPENSE | | | | | | | | | | | | | |
| Retirement Transfers | 312,688 | 431,063 | 457,333 | 804,721 | 483,883 | 808,484 | 402,617 | 503,343 | 434,231 | 446,640 | 607,644 | 950,000 | 6,642,647 |
| Other Expense | 0 | 3,097 | 11,650 | 6,250 | 6,250 | 6,250 | 21,497 | 22,425 | 6,250 | 0 | 8,333 | 8,333 | 100,335 |
| | 312,688 | 434,159 | 468,983 | 810,971 | 490,133 | 814,734 | 424,114 | 525,768 | 440,481 | 446,640 | 615,978 | 958,333 | 6,742,982 |
| TOTAL: | 1,984,553 | 1,141,708 | 4,884,784 | 1,226,881 | 706,528 | 6,309,776 | 1,960,607 | 855,922 | 5,222,053 | 1,086,579 | 1,396,384 | 5,906,973 | 32,682,747 |

Note: Numbers in bold are actual.

State of Rhode Island Alternative Investment Unfunded Commitment
November 2008

| <u>Partnership Investment</u> | <u>Total Commitment</u> | <u>Inception to Date Total Funded</u> | <u>ERSRI Remaining Commitment</u> |
|---|-------------------------|---|---------------------------------------|
| ABS Capital Partners II | \$ 5,000,000.00 | \$ 4,911,478.00 | \$ 88,522.00 |
| Alta BioPharma Partners | \$ 10,000,000.00 | \$ 10,000,000.00 | \$ - |
| Alta BioPharma Partners III | \$ 15,000,000.00 | \$ 12,000,000.00 | \$ 3,000,000.00 |
| Alta California Partners II | \$ 10,000,000.00 | \$ 10,000,000.00 | \$ - |
| Alta California Partners III | \$ 15,000,000.00 | \$ 15,000,000.00 | \$ - |
| Alta Partners VIII | \$ 15,000,000.00 | \$ 6,000,000.00 | \$ 9,000,000.00 |
| Apollo Investment Fund IV | \$ 15,000,000.00 | \$ 14,710,373.00 | \$ 289,627.00 |
| Apollo Investment Fund VI | \$ 20,000,000.00 | \$ 16,320,792.22 | \$ 3,679,207.78 |
| Apollo VII | \$ 25,000,000.00 | \$ 4,634,071.00 | \$ 20,365,929.00 |
| Aurora Equity Partners II** | \$ 15,000,000.00 | \$ 14,961,083.00 | \$ 38,917.00 |
| Aurora Equity Partners III** | \$ 15,000,000.00 | \$ 9,658,354.00 | \$ 5,341,646.00 |
| Avenue Special Situations Fund III | \$ 15,000,000.00 | \$ 15,000,000.00 | \$ - |
| Avenue Special Situations Fund IV | \$ 20,000,000.00 | \$ 15,927,277.00 | \$ 4,072,723.00 |
| Avenue V | \$ 20,000,000.00 | \$ 13,539,665.00 | \$ 6,460,335.00 |
| Bain X | \$ 25,000,000.00 | \$ 6,812,500.00 | \$ 18,187,500.00 |
| Birch Hill Equity Partners III* | \$ 14,563,106.80 | \$ 11,379,734.83 | \$ 3,183,371.97 |
| Blackstone Capital Partners III ** | \$ 20,000,000.00 | \$ 19,075,955.00 | \$ 924,045.00 |
| Blackstone Capital Partners IV ** | \$ 25,000,000.00 | \$ 20,254,311.00 | \$ 4,745,689.00 |
| Blackstone Capital Partners V** | \$ 20,000,000.00 | \$ 15,545,817.00 | \$ 4,454,183.00 |
| Boston Ventures Ltd V | \$ 5,000,000.00 | \$ 5,000,000.00 | \$ - |
| Castile III | \$ 5,000,000.00 | \$ 2,000,000.00 | \$ 3,000,000.00 |
| Catterton Partners V | \$ 15,000,000.00 | \$ 14,070,697.00 | \$ 929,303.00 |
| Catterton Partners VI | \$ 15,000,000.00 | \$ 8,486,759.00 | \$ 6,513,241.00 |
| Centerbridge | \$ 15,000,000.00 | \$ 9,887,909.00 | \$ 5,112,091.00 |
| Charterhouse Capital Partners VII* | \$ 19,041,000.00 | \$ 16,304,026.35 | \$ 2,736,973.65 |
| Charterhouse Capital Partners VIII* | \$ 19,041,000.00 | \$ 14,170,262.69 | \$ 4,870,737.31 |
| Coller International Capital IV** | \$ 15,000,000.00 | \$ 12,600,000.00 | \$ 2,400,000.00 |
| Coller International Capital V | \$ 15,000,000.00 | \$ 6,262,500.00 | \$ 8,737,500.00 |
| Constellation 3 | \$ 15,000,000.00 | \$ 3,495,000.00 | \$ 11,505,000.00 |
| Crossroads Providence (Prov. Liquidating Trust) | \$ 45,000,000.00 | \$ 45,000,000.00 | \$ - |
| CVC European Equity Partners II* | \$ 15,000,000.00 | \$ 13,714,105.82 | \$ 1,285,894.18 |
| CVC European Equity Partners III* | \$ 20,000,000.00 | \$ 18,428,203.06 | \$ 1,571,796.94 |
| CVC European Equity Partners IV* | \$ 20,945,100.00 | \$ 18,071,367.86 | \$ 2,873,732.14 |
| CVC V | \$ 25,388,000.00 | \$ 3,453,117.22 | \$ 21,934,882.78 |
| Doughty Hanson Fund II ** | \$ 5,300,000.00 | \$ 5,300,001.00 | \$ (1.00) |
| Doughty Hanson Fund III ** | \$ 15,000,000.00 | \$ 14,224,305.00 | \$ 775,695.00 |
| Fenway Partners Capital Fund II | \$ 15,000,000.00 | \$ 14,086,808.00 | \$ 913,192.00 |
| Fenway Partners Capital Fund III | \$ 15,000,000.00 | \$ 9,499,847.00 | \$ 5,500,153.00 |
| First Reserve Fund VIII | \$ 15,000,000.00 | \$ 15,000,000.00 | \$ - |
| First Reserve Fund IX | \$ - | \$ - | \$ - |
| First Reserve Fund X | \$ 20,000,000.00 | \$ 19,999,998.37 | \$ 1.63 |
| First Reserve Fund XI | \$ 20,000,000.00 | \$ 15,016,295.00 | \$ 4,983,705.00 |
| Focus Ventures III | \$ 15,000,000.00 | \$ 8,025,000.00 | \$ 6,975,000.00 |
| Granite Global Ventures II | \$ 15,000,000.00 | \$ 14,325,000.00 | \$ 675,000.00 |
| Granite Global Ventures III | \$ 15,000,000.00 | \$ 5,250,000.00 | \$ 9,750,000.00 |
| Green Equity Investors IV | \$ 15,000,000.00 | \$ 14,611,612.37 | \$ 388,387.63 |
| Green Equity Investors V | \$ 20,000,000.00 | \$ 5,511,034.24 | \$ 14,488,965.76 |
| Harvest Partners III | \$ 15,000,000.00 | \$ 14,631,273.39 | \$ 368,726.61 |
| Harvest Partners IV | \$ 15,000,000.00 | \$ 13,580,200.00 | \$ 1,419,800.00 |
| Heritage Fund II | \$ 5,000,000.00 | \$ 4,971,500.00 | \$ 28,500.00 |
| Kayne Anderson Energy Fund III | \$ 15,000,000.00 | \$ 8,103,199.90 | \$ 6,896,800.10 |
| Kayne Anderson Energy Fund IV | \$ 15,000,000.00 | \$ 3,149,999.47 | \$ 11,850,000.53 |
| Leapfrog Ventures II | \$ 10,000,000.00 | \$ 5,975,000.00 | \$ 4,025,000.00 |
| Leeds Weld Equity Partners IV | \$ 10,000,000.00 | \$ 9,892,628.61 | \$ 107,371.39 |
| Lehman Bros IV | \$ 15,000,000.00 | \$ 3,662,102.36 | \$ 11,337,897.64 |

State of Rhode Island Alternative Investment Unfunded Commitment
November 2008

| | | | |
|--|----------------------------|----------------------------|--------------------------|
| Lighthouse Capital Partners V | \$ 11,250,000.00 | \$ 10,462,500.00 | \$ 787,500.00 |
| Lighthouse Capital Partners VI | \$ 15,000,000.00 | \$ 11,625,000.01 | \$ 3,374,999.99 |
| LNK Partners | \$ 12,500,000.00 | \$ 5,575,973.90 | \$ 6,924,026.10 |
| Matlin Patterson Glb. Opp. Fund (CSFB) | \$ 15,000,000.00 | \$ 15,000,000.00 | \$ - |
| MHR Institutional Partners III | \$ 20,000,000.00 | \$ 12,210,677.00 | \$ 7,789,323.00 |
| Nautic Partners V | \$ 20,000,000.00 | \$ 18,519,194.39 | \$ 1,480,805.61 |
| Nautic Partners VI | \$ 20,000,000.00 | \$ 6,065,814.01 | \$ 13,934,185.99 |
| Nordic Capital Fund III* | \$ 9,852,338.08 | \$ 9,692,657.79 | \$ 159,680.30 |
| Nordic Capital Fund V* | \$ 18,552,979.17 | \$ 17,746,591.73 | \$ 806,387.44 |
| Nordic Capital Fund VI* | \$ 19,041,000.00 | \$ 18,092,776.45 | \$ 948,223.55 |
| Nordic VII | \$ 19,041,000.00 | \$ 3,677,351.94 | \$ 15,363,648.06 |
| OCM Opportunities Fund | \$ 8,000,000.00 | \$ 8,000,000.00 | \$ - |
| OCM Opportunities Fund II | \$ 12,000,000.00 | \$ 12,000,000.00 | \$ - |
| OCM Principal Opportunities Fund | \$ 5,000,000.00 | \$ 5,000,000.00 | \$ - |
| Paladin | \$ 10,000,000.00 | \$ 2,403,343.00 | \$ 7,596,657.00 |
| Parthenon Investors | \$ 15,000,000.00 | \$ 15,000,000.00 | \$ - |
| Parthenon Investors II | \$ 20,000,000.00 | \$ 18,755,730.00 | \$ 1,244,270.00 |
| Perseus VII | \$ 15,000,000.00 | \$ 5,009,581.00 | \$ 9,990,419.00 |
| Point 406 | \$ 10,000,000.00 | \$ 3,680,000.00 | \$ 6,320,000.00 |
| Point Judith II | \$ 5,000,000.00 | \$ 1,730,552.00 | \$ 3,269,448.00 |
| Providence Equity Partners* * | \$ 10,000,000.00 | \$ 10,000,000.00 | \$ - |
| Providence Equity Partners III | \$ 15,000,000.00 | \$ 13,085,208.49 | \$ 1,914,791.51 |
| Providence Equity Partners IV | \$ 25,000,000.00 | \$ 24,479,143.00 | \$ 520,857.00 |
| Providence Equity Partners V | \$ 25,000,000.00 | \$ 22,721,000.00 | \$ 2,279,000.00 |
| Providence Equity Partners VI | \$ 25,000,000.00 | \$ 14,579,976.00 | \$ 10,420,024.00 |
| SKM Equity Fund II** | \$ 10,000,000.00 | \$ 8,270,166.00 | \$ 1,729,834.00 |
| Thomas H. Lee Equity Fund IV (THL)** | \$ 9,000,000.00 | \$ 8,608,696.00 | \$ 391,304.00 |
| Thomas McNerney & Partners | \$ 15,000,000.00 | \$ 11,925,000.00 | \$ 3,075,000.00 |
| Thomas McNerney & Partners 2 | \$ 15,000,000.00 | \$ 4,800,000.00 | \$ 10,200,000.00 |
| TPG Partners II | \$ 10,000,000.00 | \$ 9,691,485.00 | \$ 308,515.00 |
| TPG Partners IV | \$ 15,000,000.00 | \$ 13,676,117.00 | \$ 1,323,883.00 |
| TPG Partners V | \$ 20,000,000.00 | \$ 16,201,436.00 | \$ 3,798,564.00 |
| TPG VI | \$ 20,000,000.00 | \$ 1,015,078.00 | \$ 18,984,922.00 |
| VS&A Communication Partners III | \$ 15,000,000.00 | \$ 14,840,701.00 | \$ 159,299.00 |
| W Capital Partners | \$ 15,000,000.00 | \$ 13,182,000.00 | \$ 1,818,000.00 |
| W Capital Partners II | \$ 15,000,000.00 | \$ 4,312,500.00 | \$ 10,687,500.00 |
| WLR | \$ 8,000,000.00 | \$ 3,123,323.00 | \$ 4,876,677.00 |
| Washington & Congress Capital Partners** | \$ 15,000,000.00 | \$ 14,694,362.76 | \$ 305,637.24 |
| Wellspring Capital Partners II | \$ 15,000,000.00 | \$ 15,000,000.00 | \$ - |
| Wellspring Capital Partners III | \$ 20,000,000.00 | \$ 19,286,992.00 | \$ 713,008.00 |
| Wellspring Capital Partners IV | \$ 20,000,000.00 | \$ 11,116,219.00 | \$ 8,883,781.00 |
| Welsh, Carson, Anderson & Stowe VII | \$ 15,000,000.00 | \$ 15,000,000.00 | \$ - |
| Willis Stein & Partners | \$ 5,000,000.00 | \$ 5,000,000.00 | \$ - |
| Total Alternative Investments | \$ 1,506,515,524.05 | \$ 1,106,348,310.23 | \$ 400,167,213.82 |

* transactions occur in foreign currency

** fees NOT affecting unfunded commitment

State of Rhode Island Alternative Investment Unfunded Commitment
November 2008

| <u>Real Estate Partnership Investment</u> | <u>Total Commitment</u> | <u>Total Inception to Date</u> | |
|--|-------------------------|--------------------------------|-----------------------------|
| | | <u>Funded</u> | <u>Remaining Commitment</u> |
| Fillmore East Fund I | \$ 10,000,000.00 | \$ 9,677,061.30 | \$ 322,938.70 |
| Fremont Strategic Property Partners II | \$ 15,000,000.00 | \$ 13,792,687.00 | \$ 1,207,313.00 |
| GMAC Commerical Realty Partners II | \$ 15,000,000.00 | \$ 11,655,179.00 | \$ 3,344,821.00 |
| Heitman Advisory Corporation | | \$ - | \$ - |
| JPMorgan Fleming Asset Mgmt. Strat. Prop. Fund | \$ 50,000,000.00 | \$ 50,000,000.00 | \$ - |
| JPMorgan Alternative Property Fund | \$ 20,000,000.00 | \$ 20,000,000.00 | \$ - |
| LaSalle Income & Growth Fund IV | \$ 15,000,000.00 | \$ 14,602,062.43 | \$ 397,937.57 |
| L&B Real Estate Counsel | | \$ - | \$ - |
| Magna Hotel | | \$ - | \$ - |
| Morgan Stanley Prime Property Fund | \$ 35,000,000.00 | \$ 35,000,000.00 | \$ - |
| Prudential Real Estate Investors (PRISA) | \$ 50,000,000.00 | \$ 50,000,000.00 | \$ - |
| Prudential Real Estate Investors (PRISA) II | \$ 15,000,000.00 | \$ 10,229,815.00 | \$ 4,770,185.00 |
| RREEF America REIT II Fund | \$ 35,000,000.00 | \$ 35,000,000.00 | \$ - |
| Starwood Hospitality Fund I | \$ 10,000,000.00 | \$ 7,000,000.00 | \$ 3,000,000.00 |
| TA Realty Fund VIII | \$ 15,000,000.00 | \$ 14,250,000.00 | \$ 750,000.00 |
| Tri Continental Fund VII | \$ 15,000,000.00 | \$ 14,640,061.00 | \$ 359,939.00 |
| Walton Street Real Estate Fund V | \$ 20,000,000.00 | \$ 19,999,999.82 | \$ 0.18 |
| Westbrook Real Estate Fund VI | \$ 15,000,000.00 | \$ 15,000,000.00 | \$ - |
| Westbrook Real Estate Fund VII | \$ 15,000,000.00 | \$ 3,636,364.00 | \$ 11,363,636.00 |
| | \$ 350,000,000.00 | \$ 324,483,229.55 | \$ 25,516,770.45 |

Divider

CASH FLOW ANALYSIS - INCOME & EXPENSES

Judges/State Police
Retirement System

| | Actual July 2008 | Actual August | Actual September | Actual October | Actual November | Projected December | Projected January 2009 | Projected February | Projected March | Projected April | Projected May | Projected June | Projected TOTAL |
|----------------------------|------------------------|------------------|---------------------|-------------------|--------------------|-----------------------|------------------------------|-----------------------|--------------------|--------------------|------------------|-------------------|--------------------|
| MEMBER BENEFITS | 73,502 | 73,502 | 73,502 | 80,750 | 73,502 | 75,000 | 75,000 | 75,000 | 75,000 | 75,000 | 75,000 | 75,000 | 899,759 |
| ADMINISTRATIVE EXPENSES | 4,350 | 4,390 | 6,515 | 10,537 | 7,099 | 9,324 | 668 | 6,846 | 5,383 | 5,092 | 8,064 | 5,872 | 74,140 |
| INVESTMENT EXPENSES | 17,708 | 6,550 | 8,010 | 3,164 | 907 | 13,721 | 15,162 | 2,066 | 9,446 | 6,383 | 6,815 | 9,503 | 99,434 |
| TOTAL OUTFLOW | 95,561 | 84,443 | 88,027 | 94,450 | 81,508 | 98,045 | 90,830 | 83,912 | 89,830 | 86,474 | 89,879 | 90,375 | 1,073,334 |
| CONTRIBUTIONS | 455,000 | 410,000 | 468,000 | 710,000 | 455,000 | 480,000 | 490,000 | 490,000 | 505,000 | 535,000 | 730,000 | 470,000 | 6,198,000 |
| OTHER INCOME* | 40,438 | 33,047 | 115,499 | 18,332 | 31,977 | 44,456 | 26,321 | 37,848 | 24,988 | 66,817 | 30,628 | 55,094 | 525,444 |
| TOTAL INCOME | 495,438 | 443,047 | 583,499 | 728,332 | 486,977 | 524,456 | 516,321 | 527,848 | 529,988 | 601,817 | 760,628 | 525,094 | 6,723,444 |
| DIFFERENCE | 399,877 | 358,604 | 495,471 | 633,881 | 405,469 | 426,411 | 425,491 | 443,936 | 440,159 | 515,343 | 670,749 | 434,719 | 5,650,110 |

*includes income from Real Estate Investments, Private Equity, Securities Lending, and Cash Accounts,

Rhode Island Employees Retirement System
Securities Lending Income
November 2008

| Investment Manager | Fund | Income | Average Collateral Balance |
|--|------|---------------------|----------------------------|
| <u>Domestic Equity</u> | | | |
| Wellington Technical Equity | ZU04 | \$7,149.80 | \$6,938,522.48 |
| Wellington Mgmt. Co., LLP | ZU38 | \$78,896.46 | \$85,458,878.62 |
| Northpointe Capital | ZU47 | \$137,474.87 | \$110,062,178.87 |
| Mackay Shields | ZU59 | \$18,306.27 | \$21,393,877.56 |
| SSgA Core | ZU99 | \$31,350.35 | \$43,642,718.33 |
| Total Domestic Equity | | \$273,177.75 | \$267,496,175.86 |
| <u>International Equity</u> | | | |
| Goldman Sachs | ZU25 | \$28,747.05 | \$25,566,541.25 |
| Delaware Investment Advisors | ZU67 | \$28,079.66 | \$15,564,139.85 |
| The Boston Company | ZU77 | \$43,152.47 | \$42,915,366.08 |
| Total International Equity | | \$99,979.18 | \$84,046,047.18 |
| <u>Fixed Income</u> | | | |
| Brown Brothers, Harriman | ZU44 | \$17,162.32 | \$20,181,191.57 |
| Fidelity Management Trust Company | ZU46 | \$1,066.97 | \$977,287.50 |
| Brown Brothers, Harriman | ZU69 | \$413,094.50 | \$493,073,079.31 |
| Taplin, Canida & Habacht | ZU84 | \$8,845.21 | \$11,690,663.18 |
| Total Fixed Income | | \$440,169.00 | \$525,922,221.56 |
| Total Securities Lending Income | | \$813,325.93 | \$877,464,444.60 |

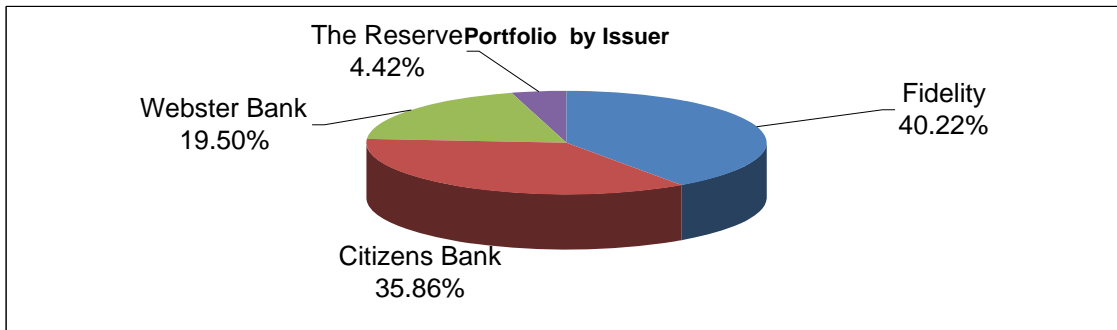
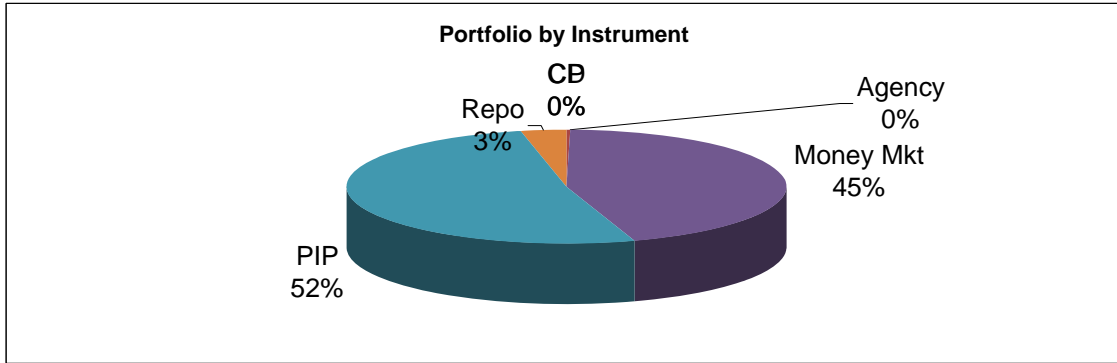
Cumulative Securities Lending Income

| | |
|--------------------|----------------|
| Calendar Year 2006 | \$3,278,468.18 |
| Calendar Year 2007 | \$3,977,087.74 |
| Calendar Year 2008 | \$8,556,166.38 |



**State of Rhode Island
Short Term Investment Portfolio**

Portfolio Analysis by Issuer and Investment Type with data as of:
11/30/2008 0:00



REPO = Repurchase Agreement
 CP = Commercial Paper
 CD = Certificate of Deposit
 CoD = Collateralized Deposit
 Agency = US Government Agency

| Vendor | CP 25%/10% | CD 25%/10% | Agency 75%/35% | Money Mkt 75%/35% | PIP 25%/25% | Repo 100%/20% | Total (\$) |
|-------------------------|---------------|----------------|-------------------|----------------------|-------------------|------------------|--------------------|
| Guidelines-Total/Vendor | | | | | | | |
| Merrill Lynch | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| Sovereign Bank | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| JP Morgan Chase | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| Paine Webber | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| Fidelity | 0 | 0 | 0 | 74,554,197 | 0 | 0 | 74,554,197 |
| | 0% | 0% | 0% | 40% | 0% | 0% | 40.22% |
| First Tennessee | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| Brinson Advisors | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| Citizens Bank | 0 | 530,283 | 0 | 0 | 59,736,463 | 6,200,000 | 66,466,746 |
| | 0% | 0% | 0% | 0% | 32% | 3% | 35.86% |
| GE Capital | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| Webster Bank | 0 | 0 | 0 | 0 | 36,134,760 | 0 | 36,134,760 |
| | 0% | 0% | 0% | 0% | 19% | 0% | 19.50% |
| Citi-Group | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| State St Bank | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| The Reserve | 0 | 0 | 0 | 8,189,657 | 0 | 0 | 8,189,657 |
| | 0% | 0% | 0% | 4% | 0% | 0% | 4.42% |
| TOTALS | 0 | 530,283 | 0 | 82,743,855 | 95,871,223 | 6,200,000 | 185,345,360 |
| (%) PORTFOLIO | 0.00% | 0.29% | 0.00% | 44.64% | 51.73% | 3.35% | 100.00% |

Note: Maximum participation by any one vendor limited to 35% of total portfolio.

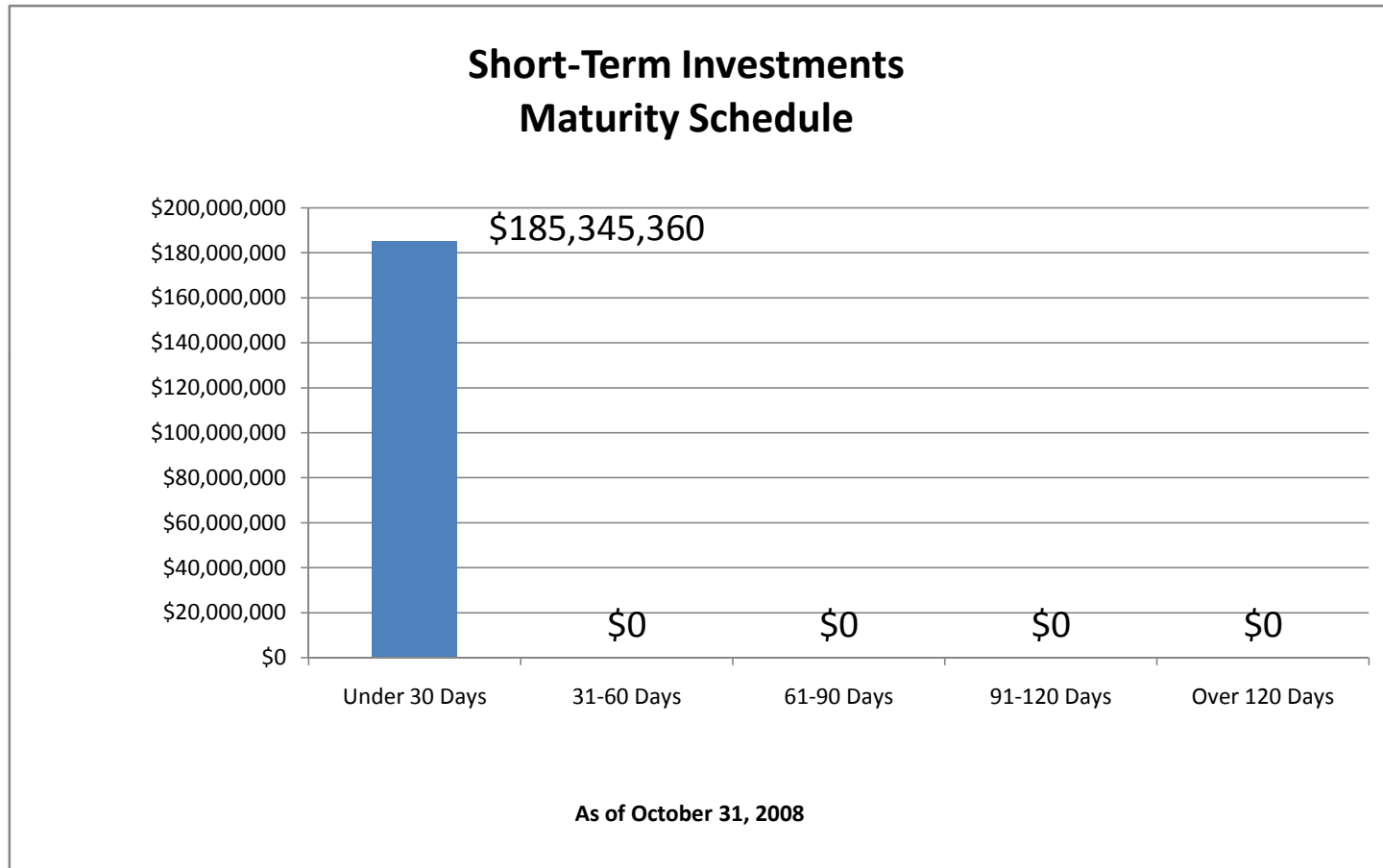
**State of Rhode Island and Providence Plantations
Office of the General Treasurer**

**Short Term Investment Portfolio by Fund
As of November 30, 2008**

| | Principal | Interest | TV @ Maturity |
|--------------------------------|-------------------------|--------------------|-------------------------|
| 4901 GENERAL FUND | \$312,893.42 | \$0.00 | \$312,893.42 |
| 4916 H.A.V.A | \$133,114.09 | \$0.00 | \$133,114.09 |
| 4918 RICAP GL FUND 21 | \$3,241,140.18 | \$0.00 | \$3,241,140.18 |
| 4920 GENERAL FUND (HIST PRES) | \$530,282.63 | \$1,443.55 | \$531,726.18 |
| 4955 HEALTH INSURANCE FUND | \$13,750,000.00 | \$0.00 | \$13,750,000.00 |
| 4956 STATE FLEET REVOLV LN FND | \$4,914,192.70 | \$0.00 | \$4,914,192.70 |
| 4957 RET STATE EMPL HLTH FUND | \$3,799,271.76 | \$0.00 | \$3,799,271.76 |
| 4958 BOG RETIRE HEALTH FUND | \$556,174.10 | \$0.00 | \$556,174.10 |
| 4959 RIPTA HEALTH FUND | \$53,794.97 | \$0.00 | \$53,794.97 |
| 4961 TEACHER RETIREE HLTH FUND | \$641,303.19 | \$0.00 | \$641,303.19 |
| 5400 HIGHWAY FUND | \$21,790,650.10 | \$0.00 | \$21,790,650.10 |
| 5500 UNIVERSITY COLLEGE | \$2,452,728.26 | \$0.00 | \$2,452,728.26 |
| 6200 ASSESSED FRINGE BEN ADM | \$1,671,340.43 | \$0.00 | \$1,671,340.43 |
| 8000 T.D.I. RESERVE (DET) | \$78,338,371.41 | \$0.00 | \$78,338,371.41 |
| 8300 PERMANENT SCHOOL FUND | \$1,210,627.18 | \$0.00 | \$1,210,627.18 |
| 8400 EMPLOYEES RETIREMENT | \$8,669,250.03 | \$0.00 | \$8,669,250.03 |
| 8500 MUNICIPAL EMPLOYEES RET. | \$277,063.37 | \$0.00 | \$277,063.37 |
| 8700 R.I. CLEAN WATER ACT | \$930,082.36 | \$0.00 | \$930,082.36 |
| 9000 BOND CAPITAL FUND | \$5,654,337.66 | \$0.00 | \$5,654,337.66 |
| 9700 STATE LOTTERY FUND | \$34,513,604.07 | \$284.17 | \$34,513,888.24 |
| 9800 INDUS. BLDG. & MTG. INS. | \$1,905,138.24 | \$0.00 | \$1,905,138.24 |
| Subtotal | \$185,345,360.15 | \$ 1,727.72 | \$185,347,087.87 |
| 8703 CLEAN WATER CCDL 1998B | \$45,761.84 | \$0.00 | \$45,761.84 |
| 8706 CLEAN WATER CCDL 1994 (A) | \$6,054.81 | \$0.00 | \$6,054.81 |
| 8707 CAP DEV. OF 1997 SERIES A | \$19,342.99 | \$0.00 | \$19,342.99 |
| 8710 CLEAN WATER CCDL 2002 B | \$51,527.38 | \$0.00 | \$51,527.38 |
| 8711 CLEAN WATER 2004 SERIES A | \$655,279.87 | \$0.00 | \$655,279.87 |
| 8712 CLN WATER CCDL 2005 SER E | \$236,106.98 | \$0.00 | \$236,106.98 |
| 8733 CAP DEV. OF 1997 SERIES A | \$7,046.14 | \$0.00 | \$7,046.14 |
| 8737 RI POLLUT. CONT 94 SER. A | \$6,330.70 | \$0.00 | \$6,330.70 |
| 8739 CCDL99A 1999A | \$309,637.29 | \$0.00 | \$309,637.29 |
| 8746 POL. CTRL CCDL 2006 SER C | \$232,818.85 | \$0.00 | \$232,818.85 |
| 8747 CLEAN WATER 2007 SERIES A | \$500,553.46 | \$0.00 | \$500,553.46 |
| 9114 G.O. NOTE 1991 SER. B | \$3,796.42 | \$0.00 | \$3,796.42 |
| 9117 BOND CCDL 1994 SERIES A | \$174,395.11 | \$0.00 | \$174,395.11 |
| 9120 BOND CCBL96A | \$615,780.74 | \$0.00 | \$615,780.74 |
| 9121 CAP DEV OF 1997 SERIES A | \$345.52 | \$0.00 | \$345.52 |
| 9123 CCDL 1998B | \$1,751,854.28 | \$0.00 | \$1,751,854.28 |
| 9125 MMG099 1999 | \$2,849.57 | \$0.00 | \$2,849.57 |
| 9126 BOND CAPITOL CCDL2000A | \$952,495.42 | \$0.00 | \$952,495.42 |
| 9127 MULTI-MODAL GEN OBL 2000 | \$2,821.22 | \$0.00 | \$2,821.22 |
| 9131 CCDL 2004 SERIES A | \$8,055,758.66 | \$0.00 | \$8,055,758.66 |
| 9132 BOND CCDL 2005 SERIES C | \$16,053,747.29 | \$0.00 | \$16,053,747.29 |
| 9133 BOND CCDL 2005 SERIES E | \$2,428,664.13 | \$0.00 | \$2,428,664.13 |
| 9134 BOND CCDL 2006 SERIES B | \$22,674.04 | \$0.00 | \$22,674.04 |
| 9135 BOND CCDL 2006 SERIES C | \$7,138,109.51 | \$0.00 | \$7,138,109.51 |
| 9136 GO BND-NTAX 2007 SERIES A | \$16,326,297.67 | \$0.00 | \$16,326,297.67 |
| 9137 GO BND-TAX 2007 SERIES B | \$4,030,042.45 | \$0.00 | \$4,030,042.45 |
| Subtotal | \$59,630,092.34 | \$ - | \$59,630,092.34 |
| 4911 TANS PROCEEDS | \$237,508,318.58 | \$1,502.33 | \$237,509,820.91 |
| Grand Total | \$482,483,771.07 | \$ 3,230.05 | \$482,487,001.12 |

* Many funds include investment in Money Market and Collateralized Deposit investment vehicles. These investments do not have a fixed yield or duration and as such, interest earnings on these investments will not be reflected above. These investments pay a dividend, or interest on the 1st day of the month.

Short Term Investments
Maturity Schedule
November 30, 2008



Maturities in \$Millions

Note: Includes \$178.6 Million of Money Market and PIP investments with no specific maturity

**ABRAHAM TOURO FUND
INVESTMENT SUMMARY
November 30, 2008**

| <u>FUND NAME</u> | September Gain/Loss | TOTAL MARKET VALUE |
|---|----------------------------|---------------------------|
| Abraham Touro Fund (Fidelity Balanced Fund) | \$ (81,092) | \$ 1,562,539 |
| <u>TOTALS</u> | \$ (81,092) | \$ 1,562,539 |

State of Rhode Island

TOTAL PLAN

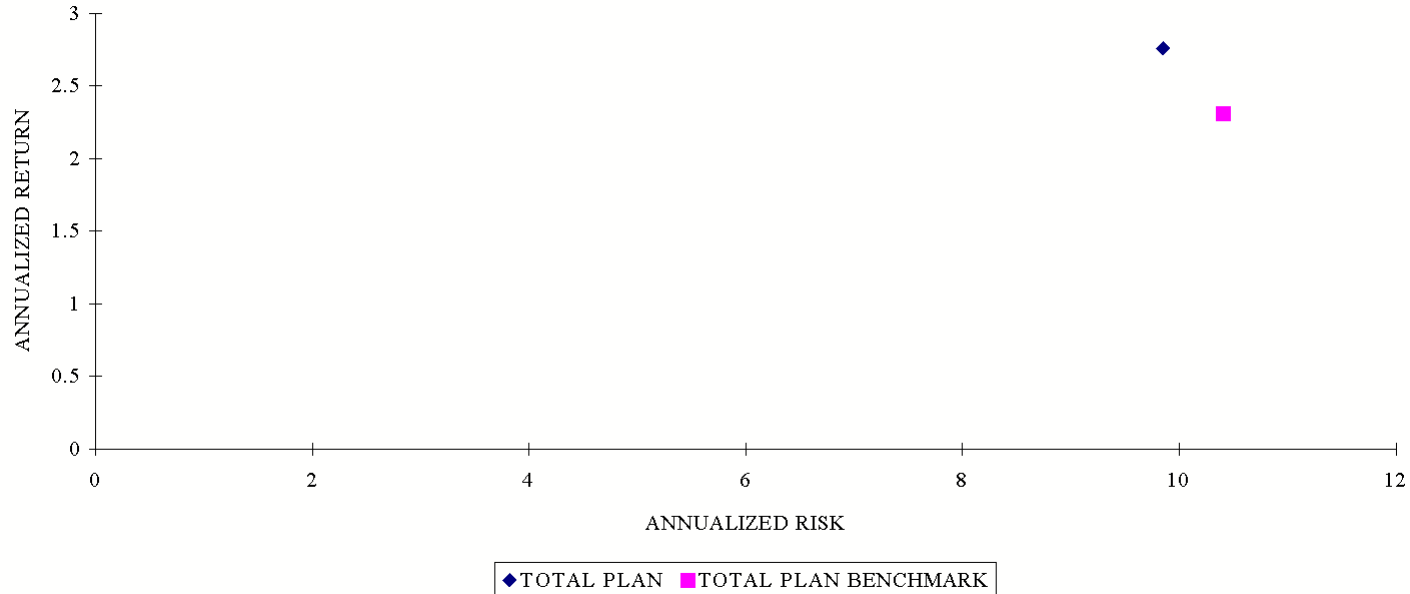
Benchmark: TOTAL PLAN BENCHMARK

November 30, 2003 - November 30, 2008



STATE STREET

RISK VS. RETURN



RISK INFORMATION

| | |
|------------------------------|-------|
| Portfolio Return | 2.76 |
| Benchmark Return | 2.31 |
| Return Differences | 0.45 |
| Portfolio Standard Deviation | 9.85 |
| Benchmark Standard Deviation | 10.41 |
| Tracking Error | 1.21 |

RISK STATISTICS

| | |
|-------------------|-------|
| Historic Beta | 0.94 |
| R-squared | 0.99 |
| Jensen's Alpha | 0.40 |
| Sharpe Ratio | -0.05 |
| Treynor Ratio | -0.54 |
| Information Ratio | 0.37 |