

**STATE OF RHODE ISLAND
INVESTMENT COMMISSION MEETING**

**DATA AT
MARCH 25, 2009**

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**

AGENDA



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, March 25 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 2.25.08
3. General Consultant Report – Pension Consulting Alliance
4. Alternative Investment Update – Pacific Corporate Group
 - 2009 Private Equity Plan
5. Securities Lending Update*
6. SSgA Organizational Structure - State Street
7. Short Term Investments - Fiscal Manager Report
8. Legal Counsel Report
 - Securities Capital Alliance Litigation*
9. Chief Investment Officer Report
 - Transition Update*
10. Treasurer's Report
11. New Business

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

POSTED ON THURSDAY, MARCH 19, 2009

APPROVAL OF MINUTES



State of Rhode Island and Providence Plantations
General Treasurer
State House - 102
Providence, Rhode Island 02903

Frank T. Caprio
General Treasurer

State of Rhode Island and Providence Plantations
STATE INVESTMENT COMMISSION

Monthly Meeting February 25, 2009

A State Investment Commission (SIC) meeting was held in Room 135, State House, Providence, Rhode Island on Wednesday, February 25, 2009. The Treasurer called the meeting to order at 9:13 a.m.

Membership Roll Call. Present were: Mr. Michael Costello, Mr. John Treat, Mr. Robert Giudici, Ms. Rosemary Booth Gallogly, Mr. Andrew Reilly, Mr. Robert Gaudreau, Dr. Robert McKenna, and General Treasurer Frank T. Caprio. Also present were: Mr. Kenneth E. Goodreau, Chief Investment Officer; Ms. Sarah Dowling, of Adler Pollock & Sheehan; Mr. David Ursillo, of Rodio & Ursillo, Legal Counsel to the Commission; Mr. John Burns of Pension Consulting Alliance (PCA), General Policy Consultants to the Commission; Lisa H. Tyrrell, of State Street Corporation; and other members of the Treasurer's staff. Ms. Marcia Reback was not present.

State Investment Commission Minutes. Treasurer Caprio entertained a motion for approval of the minutes for the meeting of January 28, 2009. Mr. Costello moved, Dr. McKenna seconded, and the subsequent motion was passed. The following members voted in favor: Mr. Costello, Ms. Gallogly, Mr. Giudici, Mr. Reilly, Mr. Gaudreau, Dr. McKenna, Mr. Treat, and General Treasurer Caprio.

VOTED: To approve the Minutes of the January 28, 2009 monthly meeting.

General Consultant Report. Mr. Burns presented an overview of the investments policy review. PCA is working together with Mr. Dingley and Mr. Goodreau to develop a comprehensive Investments Policy Statement (IPS) to establish clear guidelines for policy and governance of the SIC and Employees Retirement System of Rhode Island (ERSRI). The IPS will dictate (i) the SIC's philosophy regarding different asset classes, (ii) how the investments are to be managed, and (iii) the role of the Commission as it relates to various asset classes. The goal is to provide balanced, detailed documentation, which will accommodate new contingencies within asset classes without requiring changes to the documentation per se.

The first documents under draft are the investment policy statements for U.S. and non-U.S. equities. These documents each contain: a statement of purpose; investment philosophy and objectives; a definition of indices; directions for policy implementation; a list of prohibited transactions; documented correspondence; watch list procedures; and derivatives.

Ms. Gallogly asked whether the actively managed component of the portfolio would have separate mandates for managers with guidelines based upon specific benchmarks. Mr. Goodreau explained that currently we have policies for individual managers and that the IPS will pertain broadly to the full investment program.

Ms. Gallogly asked if any states prohibit specific transactions . Mr. Burns answered yes, explaining that many states have legal list requirements pertaining to investments.

Ms. Gallogly asked if the SIC has or should adopt a policy regarding cash investments. Mr. Burns responded that typically such a policy is included in the manager guidelines. For example, in U.S. equities the mandate for index fund managers would be 1% or less cash holdings, and 5% or less for active managers. He added that regardless of the guideline for equity managers, all cash is equalized ultimately by Russell Investments (Russell) through the implementation of notional overlay.

Ms. Gallogly inquired about the consideration of issues surrounding regulatory action. Currently the all issues of compliance are addressed internally by the Treasurer's staff and through the SIC's legal and investments consultants. Mr. Burns answered that statements regarding any issue, including regulatory action, can be included in the IPS at the SIC's discretion. Mr. Burns further noted that additional issues will be addressed, and appropriately recorded, during the course of developing and compiling documentation.

Treasurer Caprio entertained a motion to accept the investment policy review and implementation of policy statements for both U.S. equity and non-U.S. equity as presented. Dr. McKenna moved, Mr. Reilly seconded, and the subsequent motion was passed. The following members voted in favor: Mr. Costello, Ms. Gallogly, Mr. Giudici, Mr. Reilly, Mr. Gaudreau, Dr. McKenna, Mr. Treat, and General Treasurer Caprio.

VOTED: To approve policy statements for investments in U.S. and non-U.S. equities as presented.

The Treasurer introduced a report from BrockHouse Cooper, Consultant to the Commission, on the search for Passive Index Investment Management Services for U.S. and non-U.S. Equities. Treasurer Caprio presented a detailed report of responses to the Request for Proposals (RFP) and a summary of recommendations.

Mr. Goodreau clarified that ERSRI is looking to retain a passive manager for existing asset classes. Mr. Goodreau emphasized that the current asset allocation scheme will not change.

Mr. Goodreau reported that twelve (12) responses to the RFP were received, which BrockHouse Cooper has narrowed to three: Mellon, Barclays Global Investors (BGI), and State Street (SSgA). Mellon was disqualified due to insufficient data. Mr. Goodreau characterized both the remaining candidates as strong institutions, leaders in the field of passive management, and relatively equal in terms of capability and risk. After comparing the candidates in depth, Mr. Goodreau expressed the Treasury staff's preference for SSgA. He enumerated the firm's advantages as follows: SSgA's wealth of expertise and experience as the world's largest passive manager; an existing, strong relationship with State Street; the ability to work with the firm's quantitative staff on a range of issues in addition to passive management; and the firm's geographic proximity.

Mr. Costello expressed a concern with locating managerial and custodial duties within the same institution.. Were SSgA to be retained for passive management services in addition to their custodial role, the firm must brief the SIC in detail on the matter of full legal separation and other attendant issues.

Mr. Goodreau responded that State Street and SSgA are separate entities; State Street has confirmed that our assets held with the institution as custodian are protected from default in its managerial role. Additionally, Ms. Tyrrell confirmed that SSgA and State Street are essentially separate entities, and will bring a representative from State Street to address all relevant issues with the SIC. She further noted that SSgA and State Street have experience in addressing such concerns with clients.

Mr. Costello requested written confirmation of the regulatory structure at SSgA and State Street, as well as the legal separation of these entities.

There was some discussion regarding fee structure. Mr. Goodreau noted that SSgA's RFP response proposes a rate of 1 basis point. Rates proposed by other firms were more aggressive. Two separate fee structures and contracts would be adopted for the S&P 500 (at 1 basis point) and the Russell 3000 (at 3 basis points).

Treasurer Caprio entertained a motion to approve SSgA as the passive manager for the Russell and International Portfolios, subject to requested documentation with review and approval by legal counsel and staff. Mr. Treat moved, Mr. Giudici seconded, and the subsequent motion was passed. The following members voted in favor: Mr. Treat, Mr. Giudici, Mr. Costello, Ms. Gallogly, Dr. McKenna, Mr. Reilly, Mr. Gaudreau, and General Treasurer Caprio.

VOTED: To approve State Street subject to proper review and legal documentation regarding the separation of custodian and money manager functions, and further subject to legal review and satisfactory negotiation of contractual documentation.

Treasurer Caprio introduced a presentation on Cash Management from Mr. Patrick Marr, Fiscal Manager. Mr. Marr recommended the addition of BlackRock Investments as a Money Market Fund provider. Mr. Marr indicated that Treasury would invest in FedFund, BlackRock's Government Money Market Fund. Mr. Marr further indicated that this fund's risk profile is similar to current investments in the Fidelity, Wells Fargo, and Federated funds. He added that BlackRock meets all the SIC criteria for investment providers.

There being no further discussion, the Treasurer entertained a motion to approve BlackRock as a short-term Cash Management vendor. Ms. Gallogly moved, Dr. McKenna Seconded, and the subsequent motion was passed. The following members voted in favor: Ms. Gallogly, Dr. McKenna, Mr. Costello, Mr. Reilly, Mr. Gaudreau, Mr. Giudici, and General Treasurer Caprio.

VOTED: To approve BlackRock Investments as a short-term Cash Management vendor.

Legal Counsel Report. Legal Counsel had no report.

Chief Investment Officer Report. Mr. Goodreau addressed fund performance, noting that from a policy standpoint we are picking up alpha. Mr. Goodreau stated further that no forced liquidations have occurred, and that the overall results show positive movement.

Treasurer's Report. Treasurer Caprio commented on a recent focus in trade publications on securities lending, much of which has been negative coverage. The high risk associated with securities lending is exemplified by ERSRI's experience in 2008 with cash assets tied to The Reserve. The Reserve, a money-market instrument, is a government-backed pool of assets in which the ERSRI formerly invested; certain market conditions in 2008 culminated in an inability

to access these invested funds. Currently ERSRI's securities lending program has over \$1 billion invested in a money-market instrument, mostly government backed, with funds available upon maturity. The SIC must consider risk versus reward when determining whether to continue in securities lending given current market conditions. A scenario could arise in which ERSRI would be unable to gain access to the collateral pool of money in times of critical need, which is a pressing concern for a pension fund such as ERSRI.

The Treasurer noted that Ms. Gallogly addressed the issue of securities lending in the January 2009 SIC meeting, which engendered some discussion as to the means of exit from ERSRI's pertinent investments. Information provided subsequently by State Street on potential means of exit and other associated conditions indicate the necessity of a gradual exit dependent upon the maturity of underlying collateral. Additionally, there is a risk of impairment to collateral in the course of exit completion. ERSRI has made such an exit from securities lending in the past and has re-entered investments under appropriate conditions. An exit from securities lending in the present environment is a proactive measure to protect the fund from associated risks.

The Treasurer informed the group that currently he is overseeing a gradual exit from the securities lending program, noting that he has been advised that an SIC vote on this matter is unnecessary at present. Treasurer Caprio directed counsel to begin the process working with Treasury staff, and to be prepared for a vote at the appropriate time.

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

VOTED: To adjourn the meeting.

There being no further business, the meeting was adjourned at 11:20 a.m.

Respectfully submitted,



Frank T. Caprio
General Treasurer

STAFF SUMMARY

**RHODE ISLAND STATE INVESTMENT COMMISSION
STAFF SUMMARY ANALYSIS
PORTFOLIO HIGHLIGHTS
February 28, 2009**

PORTFOLIO PERFORMANCE

February

The ERSRI portfolio posted a -6.51% for the month of February, against the policy index of -7.11%. Domestic Equities were -10.31% international equities were -9.40%, and the fixed income asset class returned -0.77%. Additionally, the retirement fund earned \$601,497. 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 -7.29% against its -7.29% index.

Calendar Year to Date

For the two months ending February 28, 2009, the portfolio is down -11.31% against the policy index of -12.72%. Domestic equities were down -17.09%, international equities were down -17.40%, while fixed income generated a return of 0.30%.

Fiscal Year to Date

For the Fiscal Year ended June 30, 2009, the fund has lost -29.87%, against the policy index of -32.25%.

| Index Performance Summary - February 28, 2009 | | |
|--|---------------|---------------------|
| Market Indices | Feb-09 | Calendar YTD |
| <u>Domestic Equity</u> | | |
| S & P 500 | -10.65% | -18.18% |
| DJ Wilshire 5000 | -10.40% | -17.72% |
| Russell 2000 | -12.15% | -21.92% |
| Russell 1000 | -10.34% | -17.66% |
| Policy Index | -7.29% | -13.07% |
| <u>International Equity</u> | | |
| MSCI ACWI | -9.30% | -17.30% |
| <u>Fixed Income</u> | | |
| Lehman AGG | -1.26% | -0.38% |
| <u>Real Estate</u> | | |
| NCREIF | 0.08% | 0.17% |

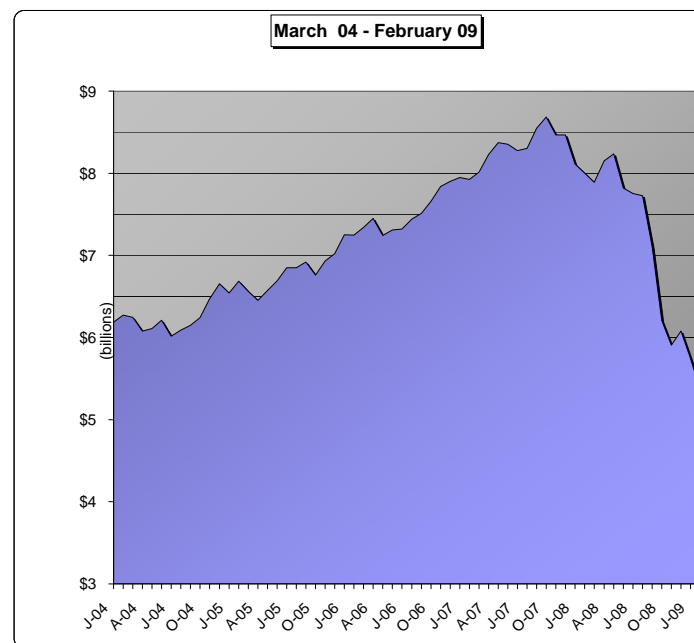
| ERSRI Performance By Asset Class | Feb-09 | Calendar YTD |
|---|----------------|---------------------|
| Domestic Equity | -10.31% | -17.09% |
| Fixed Income | -0.77% | 0.30% |
| International Equity | -9.40% | -17.40% |
| Total Fund Composite* | -7.29% | -12.27% |
| Manager Summary | Feb-09 | CYTD |
| <u>DOMESTIC EQUITY</u> | | |
| Shott | 2.24% | -1.03% |
| PIMCO | -12.55% | -16.85% |
| SSgA S&P 500 | -10.63% | -18.13% |
| SSgA Core | -10.04% | -15.33% |
| Wasatch | -0.56% | -1.04% |
| Northpointe | -11.95% | -19.59% |
| Wellington | -9.22% | -18.46% |
| Wellington Technical Eq | -1.87% | -4.71% |
| Total Domestic Equity | -10.31% | -17.09% |
| <u>FIXED INCOME</u> | | |
| Brown Bros TIPS | -1.77% | -1.06% |
| Brown Bros Core | 0.17% | 0.92% |
| Fidelity | 0.39% | 0.86% |
| Taplin Canida & Habacht | -2.06% | -0.37% |
| Fixed Income Cash Acct | 0.07% | 0.17% |
| Mackay Shield | -1.14% | 3.78% |
| Total Fixed Income | -0.77% | 0.30% |
| <u>INTERNATIONAL EQUITY</u> | | |
| Mondrian | -9.80% | -18.76% |
| Goldman Sachs | -8.73% | -16.71% |
| Boston Co | -9.59% | -16.67% |
| Total International Equity | -9.40% | -17.40% |

*Total Fund Composite includes all classes ex PE & RE

Market Valuation Report
Feb-09

Market Values

The total portfolio value decreased in February by \$380.8 million to \$5.361 billion. This compares with an decrease in value of \$114.3 million for the same period in 2008. The Domestic Equity Market values decreased by \$208.1 million, including transfers in of \$40.1 Million; Fixed Income decreased by \$53.5 million including transfers out of \$39.9 million; while International Values decreased by \$88.9 million, including transfers in of \$62.2 thousand. The Cash Accounts decreased by \$7.6 million including transfers out of \$5.9million, and Alternative Investments decreased by \$22.8 million, including transfers in of \$922.6 thousand



Cash Flow

February pension payroll of \$67.3 million was more than the \$64.7 million in contributions and wire transfers received by \$2.6 million.

To meet pension and other obligations, \$1.5 million was transferred from long-term investments.

Alternative Investments

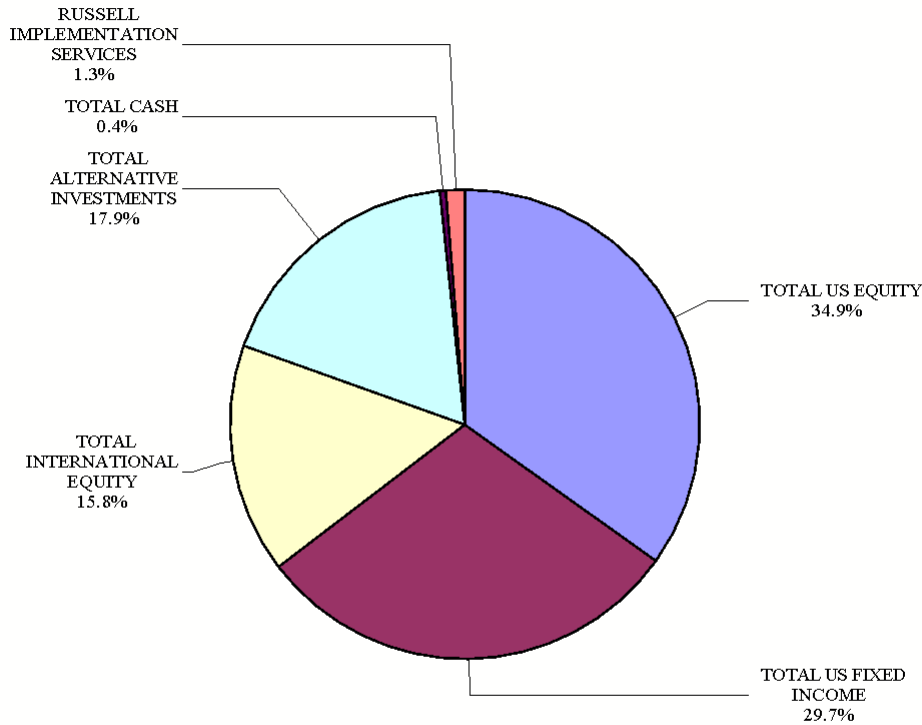
At this time the alternative investment asset class has unfunded commitments of approximately \$384 million on commitments of \$1,385 million.

CAPITAL CALLS Net of Distributions

| February 2009 | FYTD | UNFUNDED BALANCE |
|------------------|--------------|---------------------|
| \$1,762,493 | \$33,170,272 | \$384,230,636 |
| February 2008 | FYTD | UNFUNDED BALANCE |
| \$7,518,759 | \$49,911,372 | \$387,227,307 |

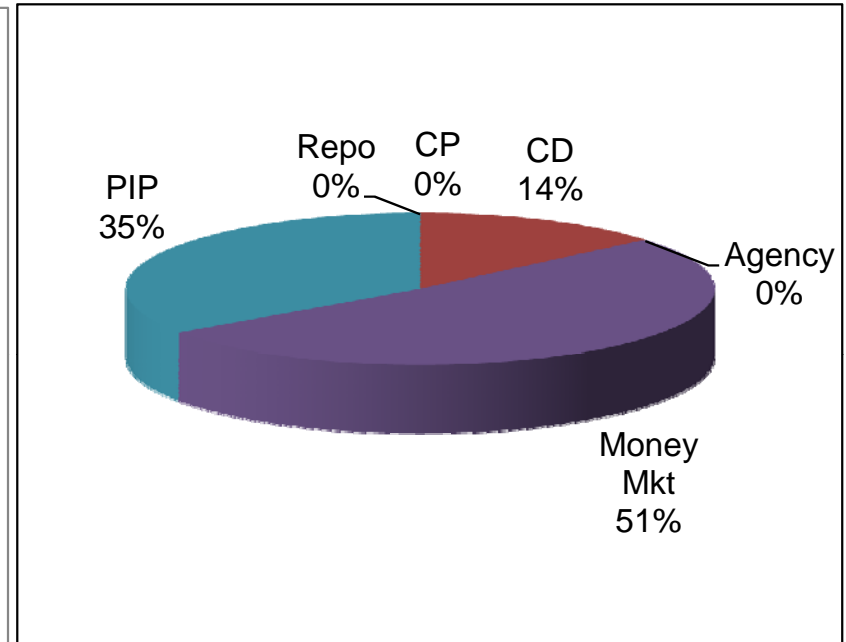
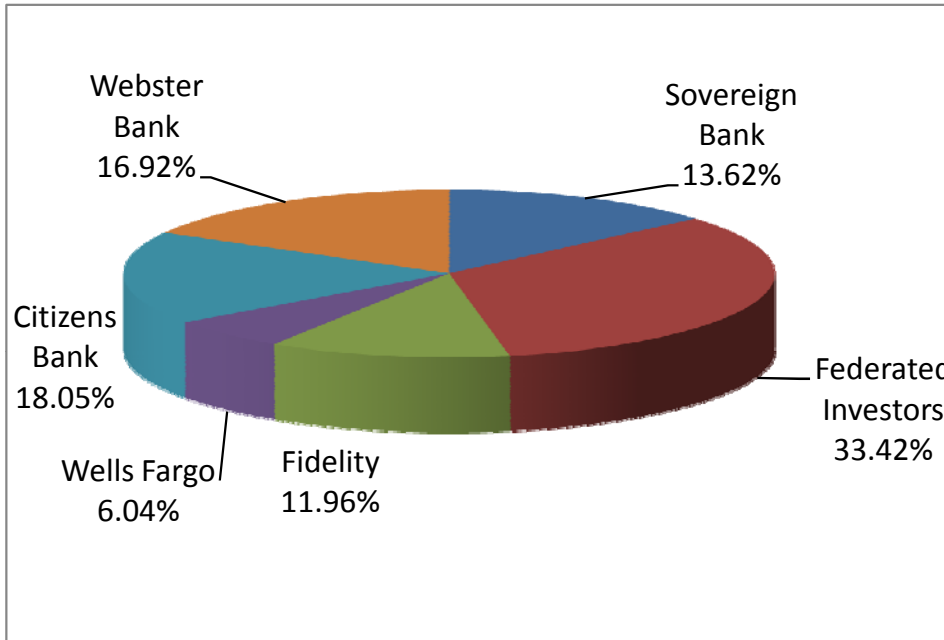


CURRENT ASSET CLASS ALLOCATION (IN MILLIONS)



| MANAGER | CURRENT PERIOD |
|---------------------------------|----------------|
| TOTAL US EQUITY | 1,869.8 |
| TOTAL US FIXED INCOME | 1,593.6 |
| TOTAL INTERNATIONAL EQUITY | 847.6 |
| TOTAL ALTERNATIVE INVESTMENTS | 957.7 |
| TOTAL CASH | 21.0 |
| RUSSELL IMPLEMENTATION SERVICES | 71.4 |
| TOTAL | 5,361.1 |

**RHODE ISLAND STATE INVESTMENT COMMISSION
SHORT TERM CASH INVESTMENTS AT:
February 28, 2009**



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

**State of Rhode Island
Office of the General Treasurer
Short-Term Investments**

**Issuer Credit Ratings
February, 2009**

| Issuer | Type of Instrument | Month End % Portfolio | Issuer Ratings | | S-T Debt Rating | | L-T Debt Rating | | Credit Outlook |
|---------------------------------|--------------------|-----------------------|----------------|--|-----------------|------|-----------------|------|----------------|
| | | | Moody's | | Moody's | S&P | Moody's | S&P | S&P |
| Bank RI | 3,4 | | | | | N/R | | N/R | |
| JP Morgan Chase | 2,3,5 | | Aa3 | | P-1 | A-1 | Aa3 | A+ | Negative |
| BlackRock Inc. | 6 | | A1 | | P-1 | A-1+ | A1 | AA- | Stable |
| Citigroup Inc. | 2 | Suspended | Aa3 | | P-1 | A-1 | A3 | A | Negative |
| RBS Citizens | 3,4 | 18% | Aa3 | | P-1 | A-1 | Aa3 | A | Stable |
| Federated | 6 | 33% | | | | N/R | | N/R | N/R |
| First Tennessee Capital Markets | 5 | Suspended | A3 | | P-2 | A-2 | A3 | BBB+ | Stable |
| Fidelity | 6 | 12% | | | | N/R | | N/R | N/R |
| Merrill Lynch | 2,5,6 | | A1 | | P-1 | A-1 | A1 | A | Negative |
| GE Capital | 2 | Suspended | Aaa | | P-1 | A-1+ | Aaa | AA+ | Stable |
| Morgan Stanley | 1,2,5 | | A2 | | P-1 | A-1 | A2 | A | Negative |
| UBS Brinson Advisors | 6 | | Aa2 | | P-1 | A-1 | Aa2 | A+ | Stable |
| Sovereign Bank | 3,4 | 14% | Aa1 | | P-1 | A-1+ | Aa1 | AA | Stable |
| State Street Bank & Trust Comp | 1,3 | | Aa2 | | P-1 | A-1+ | Aa2 | AA- | Negative |
| Webster Bank | 3,4 | 17% | A3 | | P-1 | A-2 | A3 | BBB+ | Negative |
| Wells Fargo | 6 | 6% | Aa3 | | P-1 | A-1+ | A2 | AA | Negative |

Instrument Codes

- 1 Repurchase Agreement
- 2 Commercial Paper
- 3 Certificate of Deposit
- 4 Collateralized Deposit
- 5 US Agency Discount Note
- 6 Government Money Market

Ratings Definitions

Moody's Short-Term Debt Ratings:

- P-1** - Prime-1 have a superior ability for repayment of sr. S-T debt obligations
- P-2** - Prime-1 have a strong ability for repayment of sr. S-T debt obligations
- P-3** - Prime-1 have an acceptable ability for repayment of sr. S-T debt obligations
- NP** - Not Prime

S&P Short-Term Credit Ratings:

- A-1** - Highest rated, strong capacity to meet obligations
 - A-2** - Somewhat more susceptible to adverse effects of changes in financial conditions, satisfactory
 - A-3** - Exhibits adequate protection parameters
 - B** - Significant speculative characteristics, faces major ongoing uncertainties
 - C** - Vulnerable to non-payment
 - D** - Payment default
- Modifiers:
+ or - show relative standing within the category.

Moody's Issuer Rating Symbols:

- Aaa** - Offer exceptional financial security (high-grade)
- Aa** - Offer excellent financial security (high-grade)
- A** - Offer good financial security
- Baa** - Offer adequate financial security
- Ba** - Offer questionable financial security
- B** - Offer poor financial security
- Caa** - Offer very poor financial security
- Ca** - Offer extremely poor financial security
- C** - Lowest rated class, usually in default

- Modifiers:
1 - Higher end of letter rating category
2 - Mid-range of letter rating category
3 - Lower end of letter rating category

S&P Outlook Definitions:

- Positive** - A rating may be raised
- Negative** - A rating may be lowered
- Stable** - A rating is not likely to change
- Developing** - May be raised or lowered
- NM** - Not meaningful

Moody's Long-Term Debt Ratings:

- Aaa** - Best Quality
- Aa** - High Quality
- A** - Possess many favorable investment attributes
- Baa** - Medium-grade obligations
- Ba** - Possess speculative elements
- B** - Generally lack characteristics of desirable investments
- Caa** - Poor standing
- Ca** - Speculative in a high degree
- C** - Lowest rated class of bonds

- Modifiers:
1 - Higher end of letter rating category
2 - Mid-range of letter rating category
3 - Lower end of letter rating category

S&P Long-Term Debt Ratings:

- AAA** - Highest rating, extremely strong
 - AA** - Differs slightly from highest rating, very strong
 - A** - Somewhat more susceptible to adverse effects of change in economic condition, strong
 - BBB** - Exhibits adequate protection parameters
 - BB, B, CCC, CC, C** - Have significant speculative characteristics. BB least speculative, C highest degree.
 - D** - Payment default
- Modifiers:
+ or - show relative standing within the category.

PERFORMANCE



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

Frank T. Caprio
General Treasurer

March 25, 2009

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 February 28, 2009.

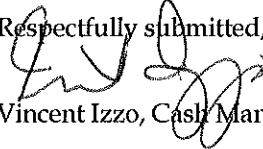
Employees' Retirement System of Rhode Island
Composite Reporting Investment Valuation

February 28, 2009

| Asset Class | |
|-------------------------------|------------------------------|
| Cash/Short Term Investments | 295,290,110 |
| Equities - Domestic | 1,748,914,866 |
| Equities - International | 817,672,479 |
| Fixed Income - Government | \$1,109,102,245 |
| Fixed Income - Corporate | \$432,565,174 |
| Fixed Income - In State | \$0 |
| Total Fixed Income | 1,541,667,419 |
| Alternative Investments | 608,790,162 |
| Real Estate | 348,762,083 |
| Total Fund Investments | 5,361,097,119 |
| Plan Allocation | |
| State Employees & Teachers | 84.38% 4,523,665,238 |
| Municipal Employees | 14.47% 775,529,007 |
| State Police | 0.71% 38,105,520 |
| Judicial | 0.44% 23,797,353 |
| Total Fund Investments | 100.00% 5,361,097,119 |

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 February 28, 2009

| | 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 | 883,898,386 | 16.5 | -10.6 -10.7 | -17.2 -17.3 | -18.1 -18.2 | -41.4 -41.5 | -43.2 -43.3 | -26.0 -26.1 | | -21.9 -21.9 | 11/01/2006 | |
| Enhanced | PIMCO S&P 500 | 262,199,892 | 4.9 | -12.6 -10.7 | -13.9 -17.3 | -16.9 -18.2 | -44.1 -41.5 | -46.6 -43.3 | -27.7 -26.1 | -16.4 -15.1 | -7.6 -6.6 | -5.7 -5.1 | 12/01/2000 |
| Active Core | SSGA - CORE RUSSELL 1000 | 199,302,162 | 3.7 | -10.0 -10.3 | -13.4 -16.3 | -15.3 -17.7 | -41.7 -42.1 | -41.3 -43.6 | -25.3 -26.3 | -13.4 -15.2 | -4.9 -6.4 | 0.3 -1.0 | 10/01/1998 |
| Active Small Cap | WELLINGTON TECHNICAL EQUITY S&P 500 | 120,741,829 | 2.3 | -1.9 -10.7 | -6.6 -17.3 | -4.7 -18.2 | -26.9 -41.5 | -18.7 -43.3 | | | | -10.3 -33.5 | 08/01/2007 |
| | NORTHPOINTE CAPITAL RUSSELL 2000 | 199,063,380 | 3.7 | -12.0 -12.2 | -14.3 -17.4 | -19.6 -21.9 | -41.6 -43.0 | -41.5 -42.4 | -29.9 -29.0 | -18.3 -17.9 | -6.6 -6.7 | -0.9 -1.4 | 03/01/2002 |
| | WELLINGTON MANAGEMENT CO. LLC RUSSELL 2000 | 203,353,347 | 3.8 | -9.2 -12.2 | -12.1 -17.4 | -18.5 -21.9 | -44.1 -43.0 | -43.9 -42.4 | -30.0 -29.0 | -19.1 -17.9 | -7.4 -6.7 | -2.4 -1.4 | 03/01/2002 |
| Other | SHOTT CAPITAL | 1,274,526 | 0.0 | | | | | | | | | | 04/01/1999 |
| TOTAL US EQUITY | | 1,869,833,522 | 34.9 | -10.3 | -14.9 | -17.1 | -41.4 | -42.3 | -26.2 | -15.5 | -6.2 | 6.7 | 03/01/1989 |
| DOW WILSHIRE 5000 FREE FLOAT | | | | -10.4 | -16.3 | -17.7 | -42.0 | -43.3 | -26.3 | -15.2 | -6.1 | 7.0 | |
| INTERNATIONAL EQUITY | | | | | | | | | | | | | |
| Active | | | | | | | | | | | | | |
| | GOLDMAN SACHS MSCI AC WORLD ex US (GROSS) | 262,204,100 | 4.9 | -8.7 -9.3 | -11.3 -12.6 | -16.7 -17.3 | -48.5 -49.8 | -49.4 -51.3 | -28.0 -27.5 | -14.5 -14.2 | | -0.7 -1.2 | 08/01/2004 |
| | THE BOSTON COMPANY MSCI AC WORLD ex US (GROSS) | 297,166,252 | 5.5 | -9.6 -9.3 | -10.8 -12.6 | -16.7 -17.3 | -40.5 -49.8 | -42.5 -51.3 | -24.8 -27.5 | -12.7 -14.2 | | -4.4 -4.5 | 12/01/2004 |
| | MONDRIAN MSCI AC WORLD ex US (GROSS) | 288,196,167 | 5.4 | -9.8 -9.3 | -14.2 -12.6 | -18.8 -17.3 | -43.1 -49.8 | -45.6 -51.3 | -24.7 -27.5 | -11.4 -14.2 | | 0.9 -1.2 | 05/01/2004 |
| | TRANSITION ACCOUNT INT EQUITY | 16,057 | 0.0 | | | | | | | | | | 06/01/2003 |
| | PUTNAM INVESTMENTS | 4,892 | 0.0 | | | | | | | | | | 05/01/2001 |
| | BANK OF IRELAND | 3,408 | 0.0 | | | | | | | | | | 05/01/2001 |
| TOTAL INTERNATIONAL EQUITY | | 847,590,876 | 15.8 | -9.4 | -12.1 | -17.4 | -44.0 | -45.9 | -25.9 | -12.9 | -1.2 | 2.4 | 03/01/1989 |
| MSCI AC WORLD ex US (GROSS) | | | | -9.3 | -12.6 | -17.3 | -49.8 | -51.3 | -27.5 | -14.2 | -1.7 | 2.8 | |
| U.S. FIXED INCOME | | | | | | | | | | | | | |
| Core | | | | | | | | | | | | | |
| | BROWN BROTHERS HARRIMAN - CORE CITIGROUP BIG | 315,887,726 | 5.9 | 0.2 -0.3 | 3.9 2.3 | 0.9 -1.2 | 2.8 4.3 | 1.7 3.4 | 3.0 5.7 | 3.8 5.6 | 3.5 4.5 | 6.5 7.2 | 03/01/1990 |
| Mortgage | PYRAMIS GLOBAL ADVISORS BC MBS | 443,217,740 | 8.3 | 0.4 0.6 | 2.8 2.5 | 0.9 0.8 | 4.8 7.1 | 4.2 7.2 | 4.3 7.3 | 4.9 6.8 | 4.5 5.4 | 7.4 7.3 | 10/01/1989 |
| Corporates | TAPLIN, CANIDA & HABACHT BC CREDIT | 266,347,220 | 5.0 | -2.1 -1.7 | 4.3 4.5 | -0.4 -1.7 | -11.6 -4.3 | -12.6 -6.1 | -5.8 -0.9 | -2.0 1.4 | 0.2 1.8 | 5.2 5.5 | 04/01/1996 |
| High Yield | MACKAY SHIELDS, LLC CSFB GLOBAL HIGH YIELD | 108,649,296 | 2.0 | -1.1 -2.1 | 6.1 9.5 | 3.8 3.7 | -19.5 -22.6 | -17.7 -21.3 | -10.5 -12.5 | -3.4 -4.9 | 1.0 -0.3 | 7.5 5.0 | 10/01/2002 |
| TIPS | BROWN BROTHERS HARRIMAN - TIPS BC U.S. TIPS | 456,432,328 | 8.5 | -1.8 -2.0 | 4.6 4.6 | -1.1 -0.3 | -5.9 -7.2 | -6.5 -7.5 | 3.7 3.1 | 3.2 3.0 | | 4.2 3.8 | 06/01/2004 |
| Other | FIXED INCOME CASH ACCOUNT | 3,054,796 | 0.1 | 0.1 | 0.3 | 0.2 | 1.3 | 2.3 | | | | 3.6 | 04/01/2007 |
| TOTAL US FIXED INCOME | | 1,593,589,108 | 29.7 | -0.8 | 4.0 | 0.3 | -3.2 | -3.5 | 1.2 | 2.6 | 3.2 | 6.0 | 12/01/1992 |
| BC AGGREGATE | | | | -0.4 | 2.4 | -1.3 | 2.8 | 2.1 | 4.7 | 5.0 | 4.0 | 6.3 | |
| ALTERNATIVE INVESTMENTS | | | | | | | | | | | | | |
| | REAL ESTATE NPI QTR LAG + 100 BP | 348,762,807 | 6.5 | -1.7 0.1 | -11.2 0.1 | -9.7 0.2 | -11.3 1.1 | -10.4 6.3 | 6.1 12.1 | 5.5 14.3 | | 4.9 15.1 | 01/01/2005 |
| | PRIVATE EQUITY S&P 500 PLUS 300 BP | 608,913,575 | 11.4 | -3.4 -9.8 | -4.1 -15.8 | -4.7 -16.9 | -11.9 -38.1 | -16.2 -39.3 | 2.5 -22.2 | 5.0 -11.4 | 13.6 -3.1 | 9.0 10.8 | 01/01/1989 |
| TOTAL ALTERNATIVE INVESTMENTS | | 957,676,382 | 17.9 | -2.8 | -6.8 | -6.6 | -11.6 | -14.1 | 3.8 | 5.1 | 13.0 | 9.5 | 04/01/1996 |
| TOTAL ALTERNATIVES BENCHMARK | | | | -5.9 | -9.7 | -10.3 | -24.4 | -23.7 | -9.8 | -1.9 | 3.8 | | |
| RE-BALANCING | | | | | | | | | | | | | |
| | RUSSELL IMPLEMENTATION SERVICES | 71,408,970 | 1.3 | -0.6 | -0.9 | -1.0 | | | | | | -2.0 | 09/01/2008 |
| CASH | | | | | | | | | | | | | |
| | CASH ACCOUNT (INSIDE) | 14,608,182 | 0.3 | | | | | | | | | | 07/01/2000 |
| | CASH ACCOUNT (OUTSIDE) | 6,390,077 | 0.1 | | | | | | | | | | 07/01/2000 |
| TOTAL PLAN | | 5,361,097,118 | 100.0 | -6.5 | -8.5 | -11.3 | -29.8 | -31.0 | -16.1 | -7.8 | -0.5 | 8.3 | 01/01/1984 |
| TOTAL PLAN BENCHMARK | | | | -7.1 | -10.2 | -12.7 | -32.3 | -33.3 | -17.3 | -8.4 | -1.4 | | |

* 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 February 28, 2009

| | 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 | 883,898,386 | 16.5 | | | | | | |
| | | | | -0.3 | -3.9 | -4.6 | -5.0 | -3.4 | -21.9 |
| | | | | | | | | | -21.9 |
| Enhanced | PIMCO S&P 500 | 262,199,892 | 4.9 | -1.1 | -4.5 | -5.0 | | -5.7 | 12/01/2000 |
| | | | | -0.3 | -3.9 | -4.6 | -5.0 | -3.4 | -5.1 |
| Active Core | SSGA - CORE RUSSELL 1000 | 199,302,162 | 3.7 | 0.8 | -2.2 | -2.3 | -3.6 | -1.7 | 0.3 |
| | | | | 0.1 | -3.5 | -4.3 | -4.9 | -3.0 | -1.0 |
| | WELLINGTON TECHNICAL EQUITY S&P 500 | 120,741,829 | 2.3 | | | | | | |
| | | | | -0.3 | -3.9 | -4.6 | -5.0 | -3.4 | -10.3 |
| | | | | | | | | | -33.5 |
| Active Small Cap | NORTHPOINTE CAPITAL RUSSELL 2000 | 199,063,380 | 3.7 | 2.9 | -0.9 | | | | -0.9 |
| | | | | 2.6 | -1.4 | -1.2 | -3.1 | 1.2 | -1.4 |
| | WELLINGTON MANAGEMENT CO. LLC RUSSELL 2000 | 203,353,347 | 3.8 | 3.4 | -2.4 | | | | -2.4 |
| | | | | 2.6 | -1.4 | -1.2 | -3.1 | 1.2 | -1.4 |
| Other | SHOTT CAPITAL | 1,274,526 | 0.0 | | | | | | |
| | | | | | | | | | 04/01/1999 |
| TOTAL US EQUITY | | 1,869,833,522 | 34.9 | 1.2 | -2.5 | -3.4 | -5.2 | -3.1 | 6.7 |
| DOW WILSHIRE 5000 FREE FLOAT | | | | 0.6 | -2.9 | -3.6 | -4.9 | -2.6 | 7.0 |
| INTERNATIONAL EQUITY | | | | | | | | | |
| Active | | | | | | | | | |
| | GOLDMAN SACHS MSCI AC WORLD ex US (GROSS) | 262,204,100 | 4.9 | | | | | | |
| | | | | 6.2 | 2.6 | -0.1 | -2.3 | 0.6 | -0.7 |
| | | | | | | | | | -1.2 |
| | THE BOSTON COMPANY MSCI AC WORLD ex US (GROSS) | 297,166,252 | 5.5 | | | | | | |
| | | | | 6.2 | 2.6 | -0.1 | -2.3 | 0.6 | -4.4 |
| | | | | | | | | | -4.5 |
| | MONDRIAN MSCI AC WORLD ex US (GROSS) | 288,196,167 | 5.4 | | | | | | |
| | | | | 6.2 | 2.6 | -0.1 | -2.3 | 0.6 | 0.9 |
| | | | | | | | | | -1.2 |
| | TRANSITION ACCOUNT INT EQUITY | 16,057 | 0.0 | | | | | | |
| | PUTNAM INVESTMENTS | 4,892 | 0.0 | | | | | | 06/01/2003 |
| | BANK OF IRELAND | 3,408 | 0.0 | | | | | | 05/01/2001 |
| TOTAL INTERNATIONAL EQUITY | | 847,590,876 | 15.8 | 5.9 | 1.9 | -0.8 | -3.1 | 0.2 | 2.4 |
| MSCI AC WORLD ex US (GROSS) | | | | 6.2 | 2.6 | -0.1 | -2.3 | 0.6 | 2.8 |
| U.S. FIXED INCOME | | | | | | | | | |
| Core | | | | | | | | | |
| | BROWN BROTHERS HARRIMAN - CORE CITIGROUP BIG | 315,887,726 | 5.9 | 4.1 | 5.0 | 5.2 | 6.3 | 5.5 | 6.5 |
| | | | | 4.5 | 5.2 | 5.5 | 6.4 | 5.8 | 7.2 |
| Mortgage | PYRAMIS GLOBAL ADVISORS BC MBS | 443,217,740 | 8.3 | 4.6 | 5.1 | 5.5 | 6.4 | 6.0 | 7.4 |
| | | | | 5.1 | 5.4 | 5.8 | 6.6 | 6.1 | 7.3 |
| Corporates | TAPLIN, CANIDA & HABACHT BC CREDIT | 266,347,220 | 5.0 | 2.3 | 3.1 | 3.7 | 4.7 | 4.2 | 5.2 |
| | | | | 2.8 | 4.0 | 4.5 | 5.4 | 4.8 | 5.5 |
| High Yield | MACKAY SHIELDS, LLC CSFB GLOBAL HIGH YIELD | 108,649,296 | 2.0 | 5.7 | | | | | 7.5 |
| | | | | 3.6 | 4.1 | 3.5 | 3.2 | 3.2 | 5.0 |
| TIPS | BROWN BROTHERS HARRIMAN - TIPS BC U.S. TIPS | 456,432,328 | 8.5 | | | | | | |
| | | | | 4.0 | 6.0 | 6.0 | 7.1 | 6.7 | 4.2 |
| | | | | | | | | | 3.8 |
| Other | FIXED INCOME CASH ACCOUNT | 3,054,796 | 0.1 | | | | | | |
| | | | | | | | | | 3.6 |
| TOTAL US FIXED INCOME | | 1,593,589,108 | 29.7 | 4.3 | 4.8 | 4.7 | 5.7 | 5.1 | 6.0 |
| BC AGGREGATE | | | | 4.1 | 4.9 | 5.2 | 6.1 | 5.6 | 6.3 |
| ALTERNATIVE INVESTMENTS | | | | | | | | | |
| | REAL ESTATE NCREIF PROPERTY INDEX QTR LAG | 348,762,807 | 6.5 | | | | | | |
| | | | | 13.1 | 12.1 | 11.8 | 11.8 | 11.8 | 4.9 |
| | | | | | | | | | 15.1 |
| | PRIVATE EQUITY S&P 500 PLUS 300 BP | 608,913,575 | 11.4 | 14.0 | 10.4 | 7.0 | 8.2 | 8.7 | 9.0 |
| | | | | 3.2 | -0.3 | -1.0 | -1.4 | 0.1 | 10.8 |
| TOTAL ALTERNATIVE INVESTMENTS | | 957,676,382 | 17.9 | 13.3 | 9.9 | 7.0 | 7.3 | 7.4 | 9.5 |
| TOTAL ALTERNATIVES BENCHMARK | | | | 7.4 | 4.8 | 4.3 | | | |
| RE-BALANCING | | | | | | | | | |
| | RUSSELL IMPLEMENTATION SERVICES | 71,408,970 | 1.3 | | | | | | |
| | | | | | | | | | -2.0 |
| | | | | | | | | | 09/01/2008 |
| CASH | | | | | | | | | |
| | CASH ACCOUNT (INSIDE) | 14,608,182 | 0.3 | | | | | | |
| | CASH ACCOUNT (OUTSIDE) | 6,390,077 | 0.1 | | | | | | 07/01/2000 |
| | | | | | | | | | 07/01/2000 |
| TOTAL PLAN | | 5,361,097,118 | 100.0 | 4.8 | 2.1 | 0.9 | -0.1 | 1.3 | 8.3 |
| TOTAL PLAN BENCHMARK | | | | 3.9 | 1.4 | 0.5 | -0.5 | 1.2 | 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 February 28, 2009



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% BC 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% BC AGG / 22.5% MSCI AC WORLD FREE ex USA

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

ERSRI Monthly Market Value Report With Time Weighted Returns

February 28, 2009

| | Calendar YTD | | | Benchmark Description | Current Month | | | Valuation Change | | | |
|-----------------------------------|----------------|----------------|---------------|--------------------------|----------------|---------------|--------------|----------------------|---------------------|----------------------|----------------------|
| | Performance | Benchmark | Alpha | | Performance | Benchmark | Alpha | Market Value | Transfers | Market Value | Market Value |
| | | | | | | | | 1/31/09 | In/(out) | 2/28/2009 | Increase/decrease |
| Domestic Equity | | | | | | | | | | | |
| Shott Capital Management IRR | -1.03% | -18.18% | 17.15% | S & P 500 | 2.24% | -10.65% | 12.89% | 1,246,635 | - | 1,274,526 | 27,891 |
| SSgA S&P 500 | -18.13% | -18.18% | 0.05% | S & P 500 | -10.63% | -10.65% | 0.02% | 988,814,070 | 64,558 | 883,898,386 | (104,980,242) |
| SSgA Core | -15.33% | -17.66% | 2.33% | Russell 1000 | -10.04% | -10.34% | 0.30% | 221,730,782 | 13,988 | 199,302,162 | (22,442,608) |
| PIMCO | -16.85% | -18.18% | 1.33% | S & P 500 | -12.55% | -10.65% | -1.90% | 299,821,599 | 21,008 | 262,199,892 | (37,642,715) |
| NorthPointe Capital | -19.59% | -21.92% | 2.33% | Russell 2000 | -11.95% | -12.15% | 0.20% | 226490554 | 15,548 | 199,063,380 | (27,442,722) |
| Wellington Mgmt | -18.46% | -21.92% | 3.46% | Russell 2000 | -9.22% | -12.15% | 2.93% | 224,497,683 | 17,108 | 203,353,347 | (21,161,444) |
| Russell Overlay | -1.04% | 0.00% | - | | -0.56% | 0.00% | -0.56% | 63,351,969 | 40,000,000 | 71,408,970 | (31,942,999) |
| Wellington Tech Eq | -4.71% | -18.18% | 13.47% | Russell 3000 | -1.87% | -10.65% | 8.78% | 123,336,305 | - | 120,741,829 | (2,594,476) |
| Transition Account | N/A | N/A | N/A | | N/A | N/A | N/A | | - | - | - |
| Total Domestic Equity | -17.09% | | | | -10.31% | | | 2,149,289,597 | 40,132,210 | 1,941,242,493 | (248,179,314) |
| International Equity | | | | | | | | | | | |
| Boston Company | -16.67% | -17.30% | 0.63% | MSCI ACWI | -9.59% | -9.30% | -0.29% | 329,143,879 | 20,748 | 297,169,659 | (31,994,968) |
| Goldman Sachs | -16.71% | -17.30% | 0.59% | MSCI ACWI | -8.73% | -9.30% | 0.57% | 287,545,770 | 20,748 | 262,204,100 | (25,362,418) |
| Transition Account | N/A | N/A | N/A | N/A | N/A | N/A | N/A | 16,127 | - | 20,950 | 4,823 |
| Mondrian | -18.76% | -17.30% | -1.46% | MSCI ACWI | -9.80% | -9.30% | -0.50% | 319,743,963 | 20,748 | 288,196,167 | (31,568,544) |
| Total International Equity | -17.40% | | | | -9.40% | | | 936,449,739 | 62,244 | 847,590,876 | (88,921,107) |
| Fixed Income | | | | | | | | | | | |
| Fidelity Management & Research | 0.86% | 0.77% | 0.09% | Lehman Mortgage Backed | 0.39% | 0.58% | -0.19% | 481,656,651 | (39,988,820) | 443,217,740 | 1,549,909 |
| Brown Brothers, Harriman | 0.92% | -1.16% | 2.08% | Salomon Brd Inv Grade | 0.17% | -0.29% | 0.46% | 315,488,738 | 11,206 | 315,887,726 | 387,782 |
| Taplin, Canida & Habacht | -0.37% | -1.71% | 0.01% | Lehman Credit Index | -2.06% | -1.71% | -0.35% | 272,116,606 | 5,096 | 266,347,220 | (5,774,482) |
| Mackay Shields | 3.78% | 3.71% | 0.07% | CS First BosHiYield | -1.14% | -2.05% | 0.91% | 110,009,714 | 19,760 | 108,649,296 | (1,380,178) |
| Brown Bros TIPS | -1.06% | -0.31% | -0.75% | Lehman US TIPS Index | -1.77% | -1.96% | 0.19% | 464,778,572 | 18,304 | 456,432,328 | (8,364,548) |
| Fixed Income Cash Acct | 0.17% | - | - | | 0.07% | - | - | 3,052,729 | - | 3,054,796 | 2,067 |
| Transition Account | N/A | N/A | N/A | N/A | N/A | N/A | N/A | | - | - | - |
| Total Fixed Income | 0.30% | | | | -0.77% | | | 1,647,103,010 | (39,934,454) | 1,593,589,108 | (13,579,449) |
| Alternative Investments | | | | | | | | | | | |
| Private Equity | -4.71% | -16.86% | 12.15% | N/A | -3.37% | -9.83% | 6.46% | 628,322,843 | (1,762,493) | 608,913,575 | (17,646,775) |
| Real Estate | -9.73% | 0.17% | -9.90% | NCREIF + 100 | -1.67% | 0.08% | -1.75% | 352,140,304 | 2,685,097 | 348,762,807 | (6,062,594) |
| Total Alternatives | -6.59% | | | | -2.76% | | | 980,463,147 | 922,604 | 957,676,382 | (23,709,369) |
| Cash Accounts | | | | | | | | | | | |
| Cash in Trust | 0.17% | N/A | N/A | | 0.07% | N/A | N/A | 19,848,413 | (5,947,590) | 14,608,182 | 707,359 |
| Cash Outside Trust | 0.08% | N/A | N/A | | 0.03% | N/A | N/A | 8,768,015 | - | 6,390,076 | (2,377,939) |
| Total Cash | 0.13% | | | | 0.06% | | | 28,616,428 | (5,947,590) | 20,998,258 | (1,670,580) |
| Total Plan Ex PE & RE | -12.27% | -13.07% | 0.80% | | -7.29% | -7.29% | 0.00% | 5,741,921,921 | (4,764,986) | 5,361,097,118 | (376,059,818) |
| Total Plan | -11.31% | -12.72% | -6.04% | | -6.51% | -7.11% | 0.60% | | | | |

*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 February 28, 2009



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 | -10.63 | -10.65 | 0.02 | -18.13 | -18.18 | 0.05 | 883,898 | 205 |
| SSGA - CORE | RUSSELL 1000 | -10.04 | -10.34 | 0.30 | -15.33 | -17.66 | 2.33 | 199,302 | -168 |
| PIMCO | S&P 500 | -12.55 | -10.65 | -1.90 | -16.85 | -18.18 | 1.33 | 262,200 | 21 |
| NORTHPOINTE CAPITAL | RUSSELL 2000 | -11.95 | -12.15 | 0.20 | -19.59 | -21.92 | 2.33 | 199,063 | -353 |
| WELLINGTON MANAGEMENT CO. LLC | RUSSELL 2000 | -9.22 | -12.15 | 2.93 | -18.46 | -21.92 | 3.46 | 203,353 | -450 |
| SHOTT CAPITAL | S&P 500 | 2.24 | -10.65 | 12.89 | -1.03 | -18.18 | 17.15 | 1,275 | -0 |
| WELLINGTON TECHNICAL EQUITY | S&P 500 | -1.87 | -10.65 | 8.78 | -4.71 | -18.18 | 13.47 | 120,742 | -293 |
| TOTAL US EQUITY | DOW WILSHIRE 5000 FREE FLOAT | -10.31 | -10.40 | 0.09 | -17.09 | -17.72 | 0.63 | 1,869,834 | -1,037 |
| INTERNATIONAL EQUITY | | | | | | | | | |
| THE BOSTON COMPANY | MSCI AC WORLD ex US (GROSS) | -9.59 | -9.30 | -0.29 | -16.67 | -17.30 | 0.63 | 297,166 | -394 |
| GOLDMAN SACHS | MSCI AC WORLD ex US (GROSS) | -8.73 | -9.30 | 0.57 | -16.71 | -17.30 | 0.59 | 262,204 | -239 |
| MONDRIAN | MSCI AC WORLD ex US (GROSS) | -9.80 | -9.30 | -0.50 | -18.76 | -17.30 | -1.46 | 288,196 | -210 |
| TRANSITION ACCOUNT INT EQUITY | | | | | | | | 16 | 0 |
| TOTAL INTERNATIONAL EQUITY | MSCI AC WORLD ex US (GROSS) | -9.40 | -9.30 | -0.10 | -17.40 | -17.30 | -0.10 | 847,591 | -844 |
| U.S. FIXED INCOME | | | | | | | | | |
| PYRAMIS GLOBAL ADVISORS | BC MBS | 0.39 | 0.58 | -0.19 | 0.86 | 0.77 | 0.09 | 443,218 | -40,310 |
| BROWN BROTHERS HARRIMAN - CORE | CITIGROUP BIG | 0.17 | -0.29 | 0.46 | 0.92 | -1.16 | 2.08 | 315,888 | -134 |
| TAPLIN, CANIDA & HABACHT | BC CREDIT | -2.06 | -1.71 | -0.35 | -0.37 | -1.71 | 1.34 | 266,347 | -165 |
| MACKAY SHIELDS, LLC | CSFB GLOBAL HIGH YIELD | -1.14 | -2.05 | 0.91 | 3.78 | 3.71 | 0.07 | 108,649 | -109 |
| BROWN BROTHERS HARRIMAN - TIPS | BC U.S. TIPS | -1.77 | -1.96 | 0.19 | -1.06 | -0.31 | -0.75 | 456,432 | -125 |
| FIXED INCOME CASH ACCOUNT | | 0.07 | | | 0.17 | | | 3,055 | 0 |
| TOTAL US FIXED INCOME | BC AGGREGATE | -0.77 | -0.38 | -0.39 | 0.30 | -1.26 | 1.56 | 1,593,589 | -40,843 |

State of Rhode Island

RATES OF RETURN - Total

Periods Ending February 28, 2009



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 | -3.37 | -9.83 | 6.46 | -4.71 | -16.86 | 12.15 | 608,914 | 1,793 |
| REAL ESTATE | NCREIF PROPERTY LAG + 100 BPS | -1.67 | 0.08 | -1.75 | -9.73 | 0.17 | -9.90 | 348,763 | 2,525 |
| TOTAL ALTERNATIVE INVESTMENTS | TOTAL ALTERNATIVES BENCHMARK | -2.76 | -5.90 | 3.14 | -6.59 | -10.30 | 3.71 | 957,676 | 4,318 |
| CASH EQUIVALENTS | | | | | | | | | |
| CASH ACCOUNT (INSIDE) | | 0.07 | | | 0.17 | | | 14,608 | -6,169 |
| CASH ACCOUNT (OUTSIDE) | | 0.03 | | | 0.08 | | | 6,390 | -2,380 |
| TOTAL CASH | | 0.06 | | | 0.13 | | | 20,998 | -8,550 |
| OTHER | | | | | | | | | |
| RUSSELL IMPLEMENTATION SERVICES | | -0.56 | | | -1.04 | | | 71,409 | 40,000 |
| TOTAL PLAN | | | | | | | | | |
| TOTAL PLAN | TOTAL PLAN BENCHMARK | -6.51 | -7.11 | 0.60 | -11.31 | -12.72 | 1.41 | 5,361,097 | -6,955 |
| TOTAL PLAN ex PE RE | TOTAL PLAN BENCHMARK ex PE RE | -7.29 | -7.29 | 0.00 | -12.27 | -13.07 | 0.80 | 4,403,421 | -11,273 |

State of Rhode Island

TOTAL PLAN

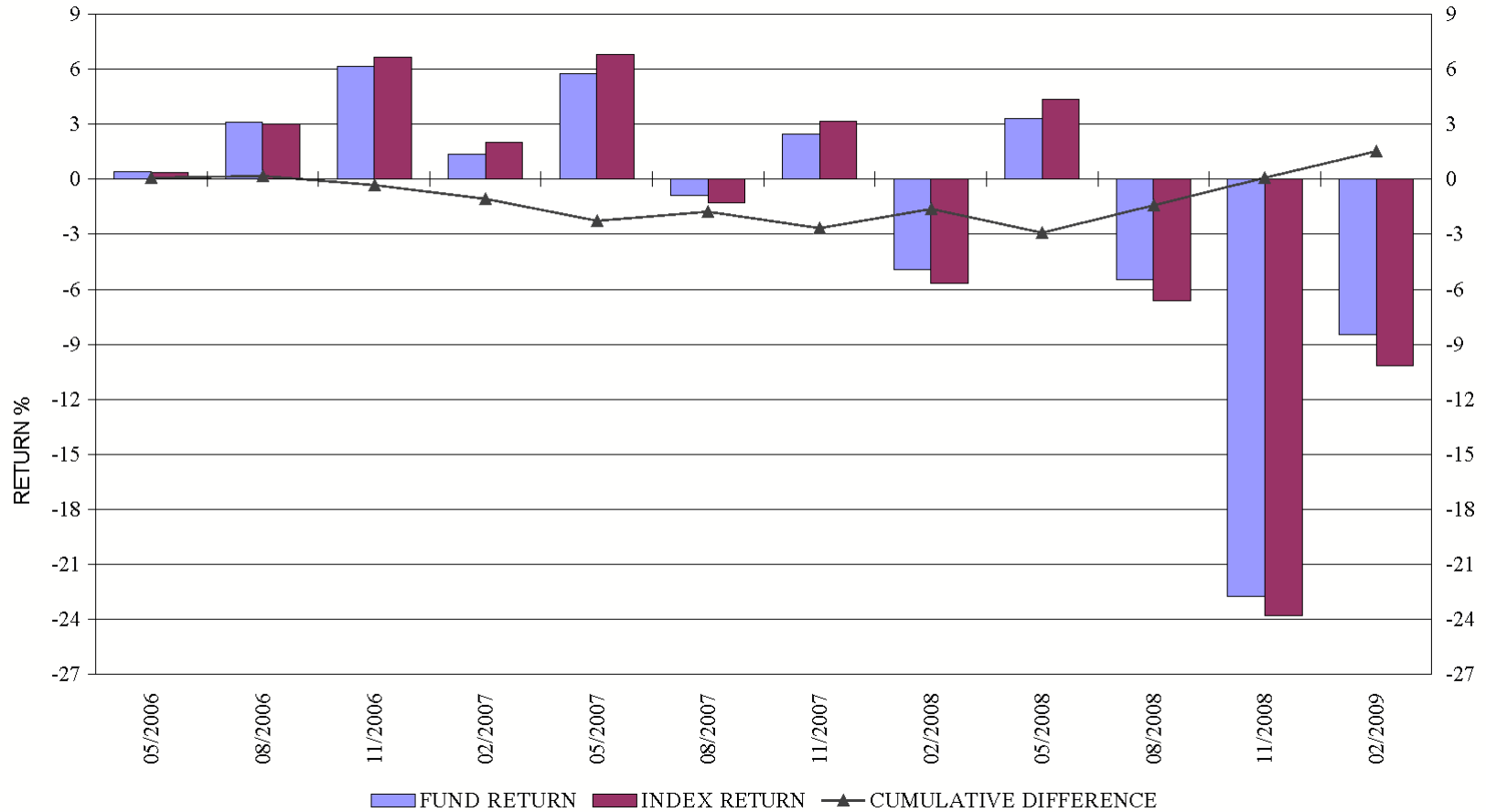
Index: TOTAL PLAN BENCHMARK

PERIODS: February 28, 2006 - February 28, 2009



STATE STREET

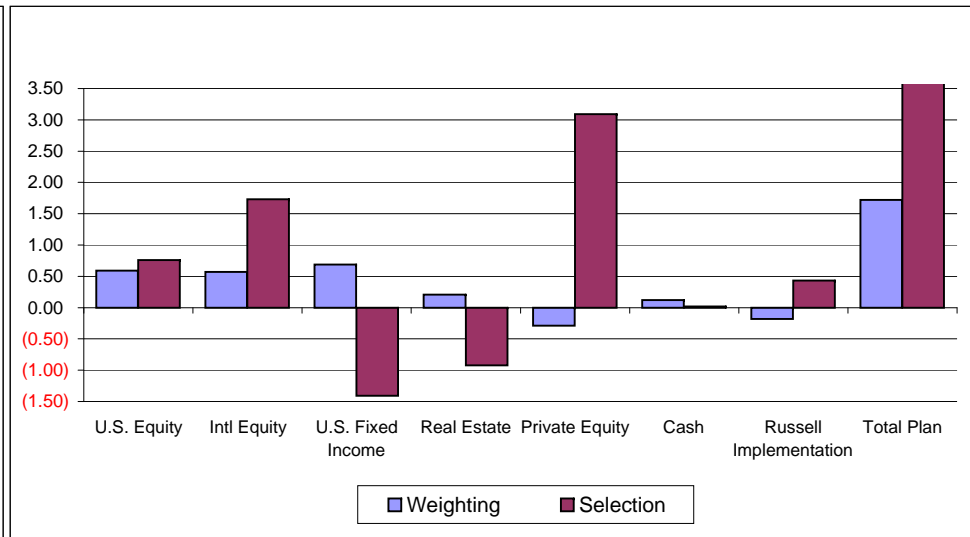
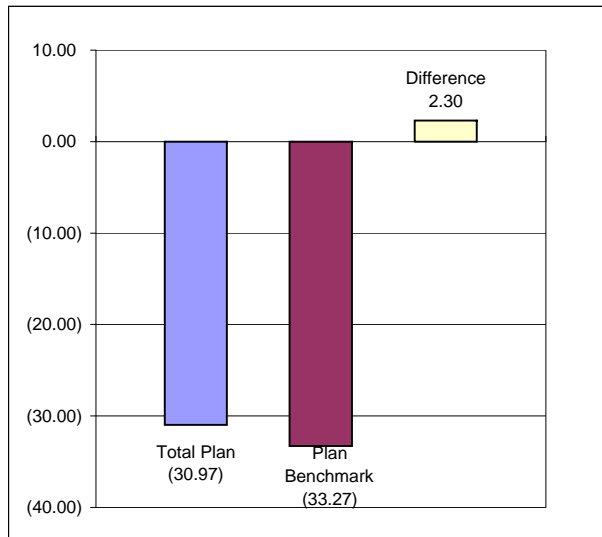
CUMULATIVE PERFORMANCE REPORT



STATE OF RHODE ISLAND
TOTAL PLAN POOL ATTRIBUTION
 1 Year Ending February 28th, 2009
 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 | 40.40 | 42.50 | (2.10) | (42.29) | (43.32) | 1.03 | 0.59 | 0.76 | |
| Intl Equity | 19.60 | 20.00 | (0.40) | (45.86) | (51.27) | 5.41 | 0.57 | 1.73 | |
| U.S. Fixed Income | 27.00 | 25.00 | 2.00 | (3.53) | 2.06 | (5.59) | 0.69 | (1.41) | |
| Real Estate | 4.60 | 5.00 | (0.40) | (10.36) | 5.27 | (15.63) | 0.21 | (0.92) | |
| Private Equity | 8.20 | 7.50 | 0.70 | (16.19) | (39.25) | 23.06 | (0.29) | 3.09 | |
| Cash | 0.20 | 0.00 | 0.20 | 1.61 | 1.41 | 0.20 | 0.12 | 0.02 | |
| Russell Implementation | 0.00 | 0.00 | 0.00 | (1.97) | (42.43) | 40.46 | (0.18) | 0.43 | |
| Total Plan | 100.00 | 100.00 | | (30.97) | (33.27) | 2.30 | 1.72 | 3.68 | (1.90) |

State of Rhode Island

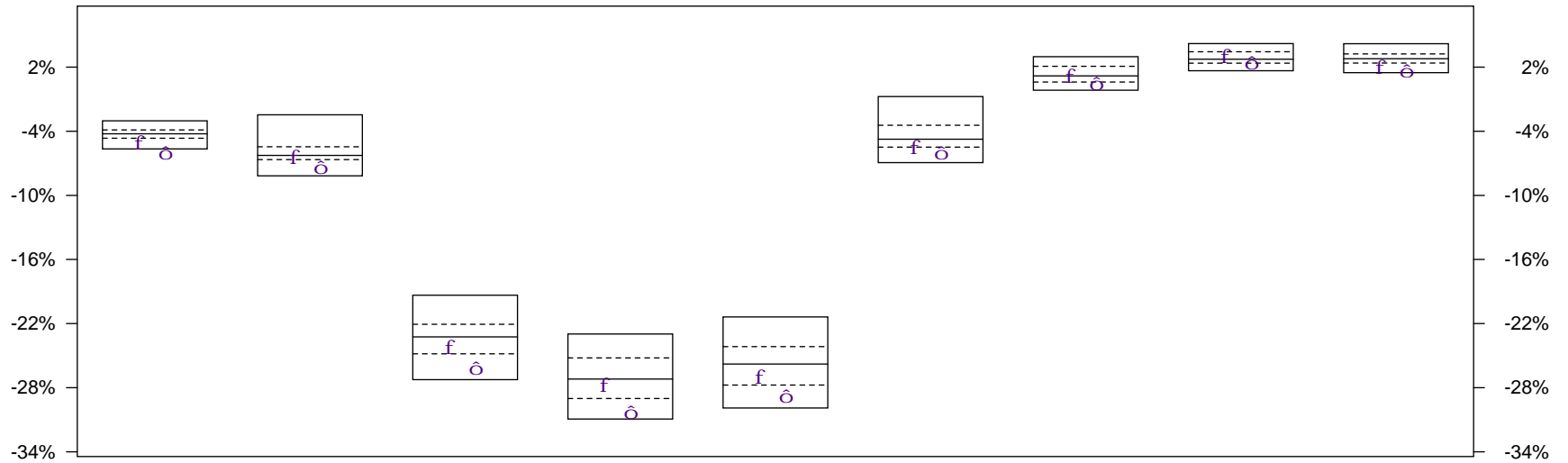
PUBLIC FUNDS (DB) > \$ 1 BILLION (SSC)

PERIOD ENDING January 31, 2009



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 | -3.02 | | -2.46 | | -19.35 | | -22.98 | | -21.38 | | -0.75 | | 2.98 | | 4.20 | | 4.19 | |
| 25th Percentile | -3.88 | | -5.45 | | -22.07 | | -25.21 | | -24.16 | | -3.44 | | 2.08 | | 3.44 | | 3.24 | |
| 50th Percentile | -4.24 | | -6.26 | | -23.25 | | -27.19 | | -25.79 | | -4.74 | | 1.18 | | 2.74 | | 2.79 | |
| 75th Percentile | -4.65 | | -6.65 | | -24.83 | | -29.01 | | -27.75 | | -5.48 | | 0.61 | | 2.37 | | 2.39 | |
| 95th Percentile | -5.65 | | -8.17 | | -27.25 | | -30.93 | | -29.90 | | -6.93 | | -0.16 | | 1.67 | | 1.49 | |
| No. of Obs | 23 | | 22 | | 22 | | 22 | | 22 | | 21 | | 21 | | 21 | | 21 | |
| f TOTAL PLAN | -5.14 | 80 | -6.49 | 70 | -24.31 | 70 | -27.79 | 61 | -27.02 | 70 | -5.60 | 78 | 1.10 | 55 | 2.98 | 37 | 1.98 | 87 |
| o TOTAL PLAN BENCHMARK | -6.04 | 100 | -7.41 | 93 | -26.22 | 87 | -30.37 | 87 | -28.80 | 88 | -6.07 | 84 | 0.42 | 81 | 2.40 | 73 | 1.63 | 93 |

State of Rhode Island

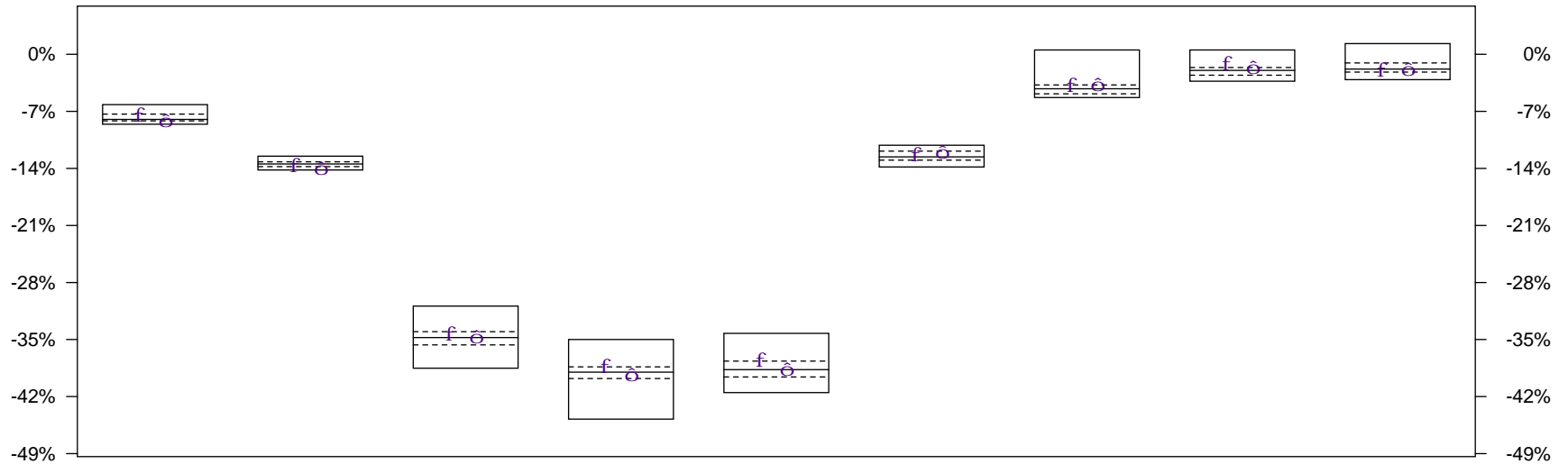
US EQUITY POOLS PUBLIC GT 1BILL (SSC)

PERIOD ENDING January 31, 2009



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 | -6.17 | | -12.49 | | -30.89 | | -35.00 | | -34.24 | | -11.15 | | 0.53 | | 0.54 | | 1.31 | |
| 25th Percentile | -7.33 | | -13.19 | | -34.04 | | -38.36 | | -37.64 | | -11.87 | | -3.75 | | -1.61 | | -1.05 | |
| 50th Percentile | -7.98 | | -13.45 | | -34.75 | | -39.01 | | -38.70 | | -12.59 | | -4.22 | | -1.97 | | -1.81 | |
| 75th Percentile | -8.16 | | -13.78 | | -35.65 | | -39.78 | | -39.60 | | -12.99 | | -4.85 | | -2.56 | | -2.17 | |
| 95th Percentile | -8.58 | | -14.19 | | -38.52 | | -44.76 | | -41.51 | | -13.82 | | -5.30 | | -3.29 | | -3.10 | |
| No. of Obs | 16 | | 15 | | 16 | | 16 | | 16 | | 15 | | 15 | | 13 | | 14 | |
| f TOTAL US EQUITY | -7.56 | 36 | -13.67 | 57 | -34.36 | 42 | -38.36 | 24 | -37.63 | 24 | -12.34 | 38 | -3.86 | 32 | -1.22 | 15 | -2.01 | 67 |
| o DOW WILSHIRE 5000 FREE FLO | -8.17 | 78 | -14.05 | 92 | -34.74 | 50 | -39.32 | 53 | -38.65 | 46 | -12.04 | 34 | -3.78 | 26 | -1.66 | 27 | -1.84 | 56 |

State of Rhode Island

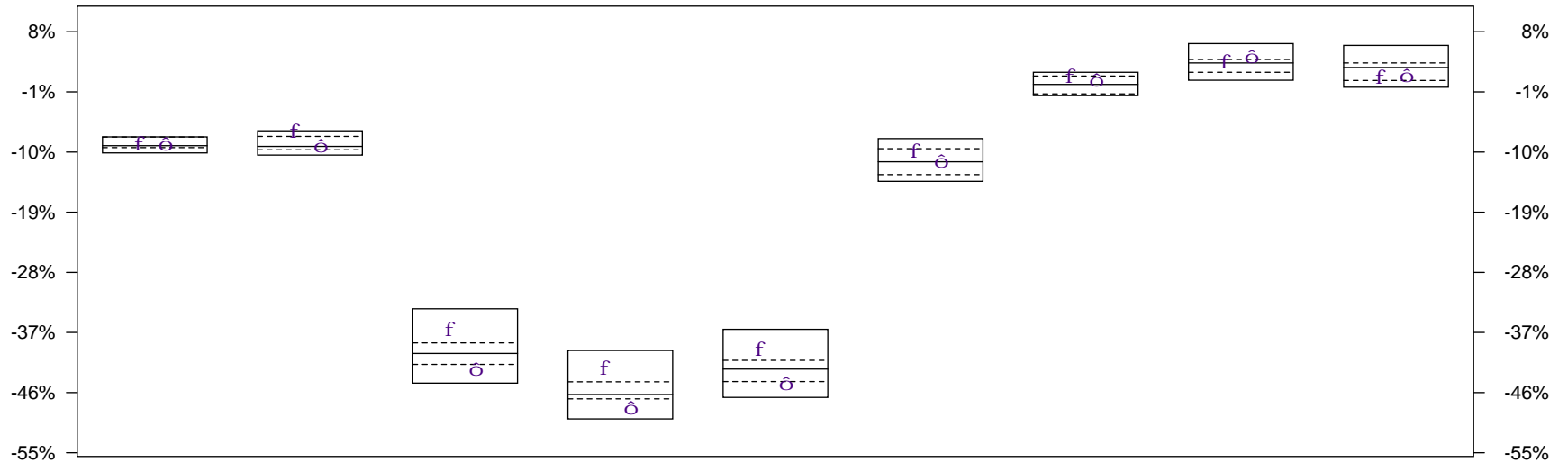
INTL EQTY POOL - PUBLIC (SSC)

PERIOD ENDING January 31, 2009



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 | -7.73 | | -6.82 | | -33.46 | | -39.69 | | -36.53 | | -7.98 | | 1.93 | | 6.22 | | 5.96 | |
| 25th Percentile | -7.76 | | -7.66 | | -38.56 | | -44.37 | | -41.17 | | -9.50 | | 1.38 | | 3.85 | | 3.34 | |
| 50th Percentile | -9.04 | | -9.16 | | -40.14 | | -46.29 | | -42.47 | | -11.46 | | 0.12 | | 3.34 | | 2.66 | |
| 75th Percentile | -9.34 | | -9.65 | | -41.78 | | -46.93 | | -44.34 | | -13.37 | | -1.30 | | 1.94 | | 0.71 | |
| 95th Percentile | -10.13 | | -10.44 | | -44.57 | | -49.94 | | -46.71 | | -14.39 | | -1.56 | | 0.75 | | -0.29 | |
| No. of Obs | 12 | | 12 | | 12 | | 12 | | 12 | | 12 | | 10 | | 10 | | 9 | |
| f TOTAL INTERNATIONAL | -8.84 | 45 | -6.93 | 14 | -36.61 | 21 | -42.48 | 21 | -39.52 | 16 | -9.99 | 34 | 1.19 | 38 | 3.45 | 44 | 1.16 | 73 |
| o MSCI AC WORLD ex US (GROSS) | -8.81 | 45 | -9.14 | 50 | -42.56 | 79 | -48.27 | 81 | -44.72 | 79 | -11.41 | 47 | 0.79 | 42 | 4.19 | 19 | 1.34 | 72 |

State of Rhode Island

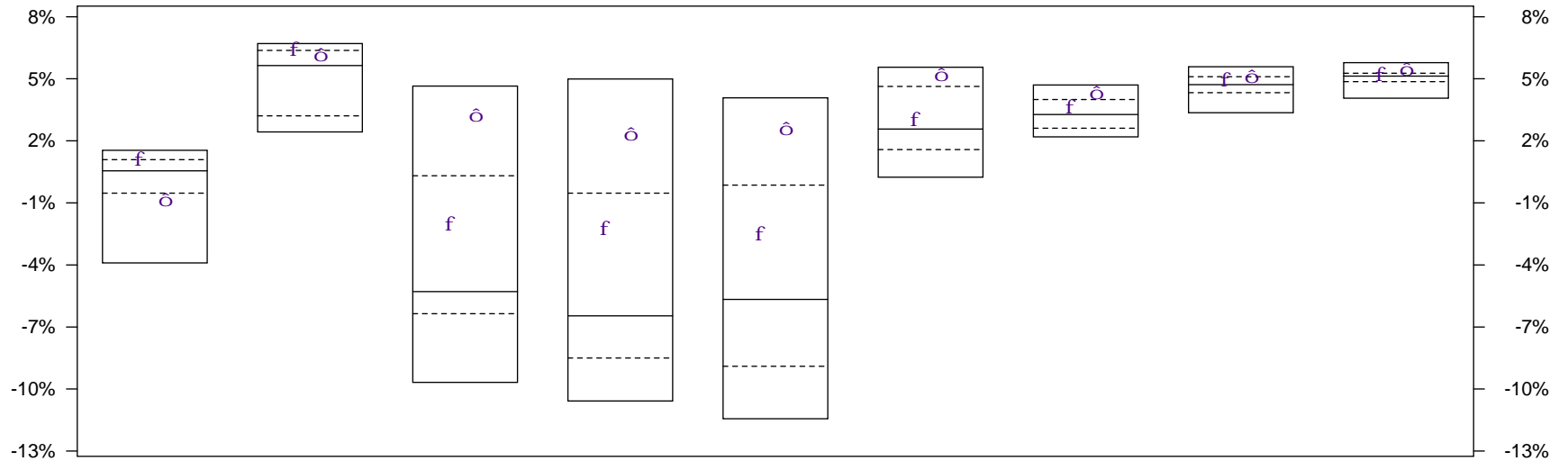
US FIXED INC POOL PUBLIC GT 1 BILL (SSC)

PERIOD ENDING January 31, 2009



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 | 1.54 | | 6.70 | | 4.65 | | 4.99 | | 4.08 | | 5.56 | | 4.70 | | 5.58 | | 5.78 | |
| 25th Percentile | 1.09 | | 6.37 | | 0.31 | | -0.53 | | -0.14 | | 4.63 | | 4.00 | | 5.10 | | 5.27 | |
| 50th Percentile | 0.55 | | 5.64 | | -5.29 | | -6.46 | | -5.67 | | 2.57 | | 3.27 | | 4.72 | | 5.13 | |
| 75th Percentile | -0.53 | | 3.21 | | -6.36 | | -8.50 | | -8.90 | | 1.58 | | 2.61 | | 4.33 | | 4.86 | |
| 95th Percentile | -3.90 | | 2.43 | | -9.68 | | -10.58 | | -11.44 | | 0.24 | | 2.19 | | 3.36 | | 4.06 | |
| No. of Obs | 13 | | 13 | | 13 | | 13 | | 13 | | 12 | | 12 | | 12 | | 12 | |
| f TOTAL US FIXED INCOM | 1.08 | 29 | 6.41 | 22 | -2.02 | 36 | -2.27 | 36 | -2.52 | 36 | 3.02 | 47 | 3.61 | 39 | 4.92 | 31 | 5.19 | 47 |
| o BC AGGREGATE | -0.88 | 83 | 6.16 | 31 | 3.23 | 10 | 2.31 | 11 | 2.59 | 10 | 5.20 | 11 | 4.30 | 12 | 5.10 | 25 | 5.46 | 21 |

State of Rhode Island

TOTAL PLAN

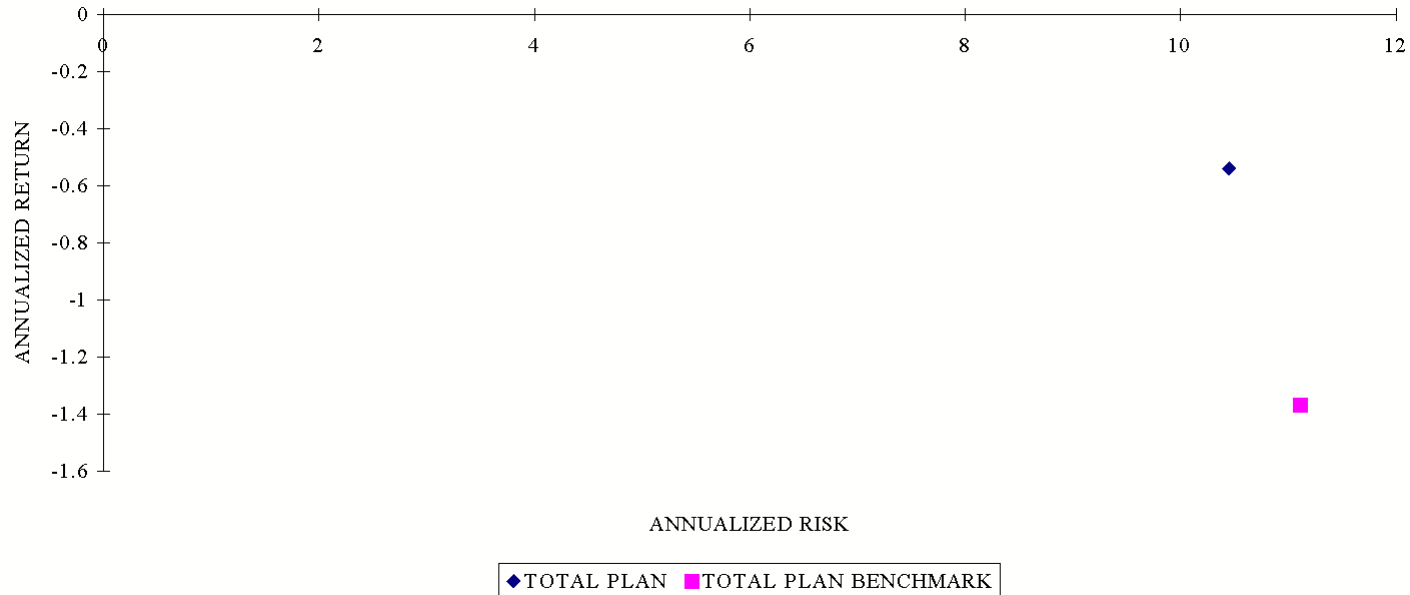
Benchmark: TOTAL PLAN BENCHMARK

February 29, 2004 - February 28, 2009



STATE STREET

RISK VS. RETURN



RISK INFORMATION

| | |
|------------------------------|-------|
| Portfolio Return | -0.54 |
| Benchmark Return | -1.37 |
| Return Differences | 0.82 |
| Portfolio Standard Deviation | 10.45 |
| Benchmark Standard Deviation | 11.11 |
| Tracking Error | 1.28 |

RISK STATISTICS

| | |
|-------------------|-------|
| Historic Beta | 0.94 |
| R-squared | 0.99 |
| Jensen's Alpha | 0.53 |
| Sharpe Ratio | -0.36 |
| Treynor Ratio | -4.02 |
| Information Ratio | 0.64 |

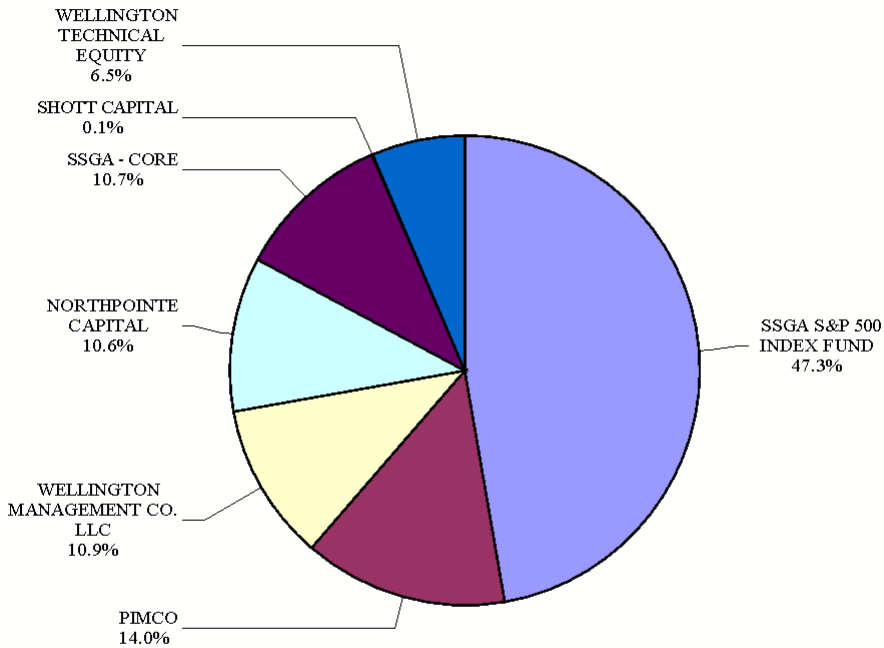
State of Rhode Island

MANAGER ALLOCATION ANALYSIS
 PERIOD ENDING 02/28/2009



STATE STREET

CURRENT MANAGER ALLOCATION



| <u>MANAGER</u> | <u>CURRENT PERIOD</u> | <u>ONE YEAR AGO</u> |
|-------------------------------|-----------------------|---------------------|
| SSGA S&P 500 INDEX FUND | 883.9 | 1,554.4 |
| PIMCO | 262.2 | 490.7 |
| WELLINGTON MANAGEMENT CO. LLC | 203.4 | 362.9 |
| NORTHPOINTE CAPITAL | 199.1 | 340.5 |
| SSGA - CORE | 199.3 | 339.6 |
| SHOTT CAPITAL | 1.3 | 1.0 |
| WELLINGTON TECHNICAL EQUITY | 120.7 | 148.9 |
| TOTAL | 1,869.9 | 3,238.0 |

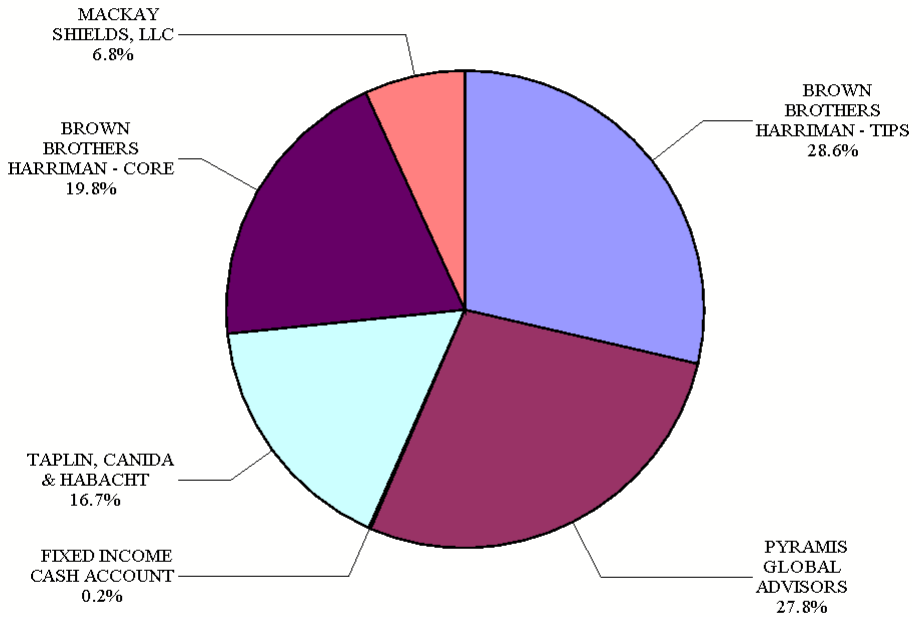
State of Rhode Island

MANAGER ALLOCATION ANALYSIS
 PERIOD ENDING 02/28/2009



STATE STREET

CURRENT MANAGER ALLOCATION



| <u>MANAGER</u> | <u>CURRENT PERIOD</u> | <u>ONE YEAR AGO</u> |
|---------------------------------|-----------------------|---------------------|
| BROWN BROTHERS HARRIMAN - TIPS | 456.4 | 607.7 |
| PYRAMIS GLOBAL ADVISORS | 443.2 | 509.1 |
| FIXED INCOME CASH ACCOUNT | 3.1 | 297.5 |
| TAPLIN, CANIDA & HABACHT | 266.3 | 308.3 |
| BROWN BROTHERS HARRIMAN - CORE | 315.9 | 310.6 |
| MACKAY SHIELDS, LLC | 108.6 | 131.7 |
| TRANSITION ACCOUNT FIXED INCOME | | 0.6 |
| TOTAL | 1,593.5 | 2,165.5 |

State of Rhode Island

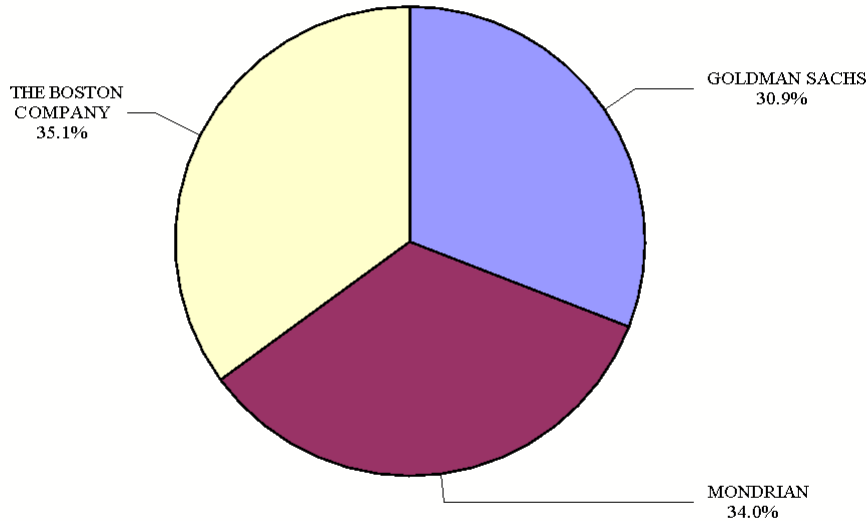
MANAGER ALLOCATION ANALYSIS
PERIOD ENDING 02/28/2009



STATE STREET

CURRENT MANAGER ALLOCATION

| <u>MANAGER</u> | <u>CURRENT PERIOD</u> | <u>ONE YEAR AGO</u> |
|-------------------------------|-----------------------|---------------------|
| GOLDMAN SACHS | 262.2 | 518.4 |
| MONDRIAN | 288.2 | 529.7 |
| THE BOSTON COMPANY | 297.2 | 517.3 |
| TRANSITION ACCOUNT INT EQUITY | 0.0 | 0.0 |
| TOTAL | 847.6 | 1,565.4 |



ASSET ALLOCATION

**ASSET ALLOCATION REPORT
FEBRUARY 28th, 2009**

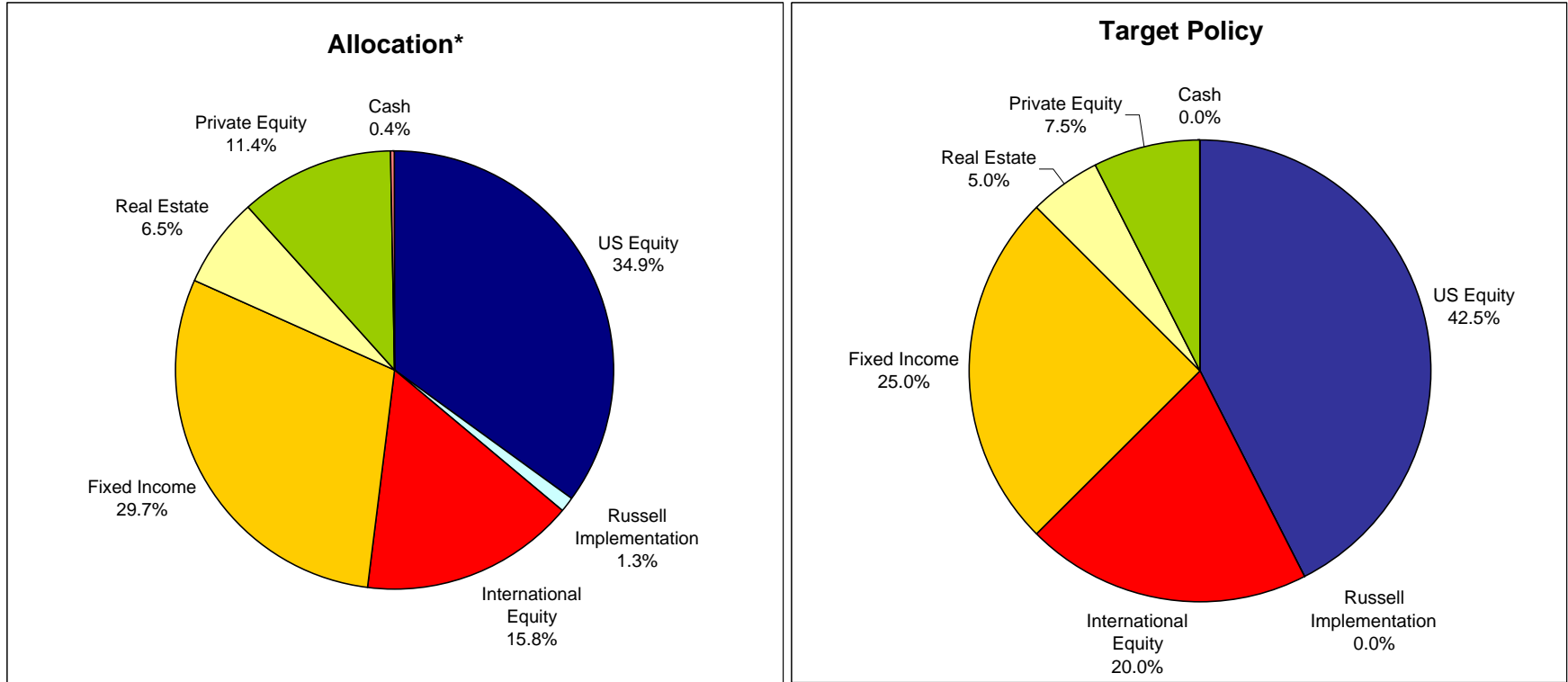
| | Style Mandate | Actual (Millions \$) | | Target (Millions \$) | | Difference (Millions \$) |
|--|--------------------------|-------------------------|----------------|-------------------------|----------------|-----------------------------|
| Domestic Equity | | | | | | |
| SSgA S&P 500 Index Fund | Passive | 883.90 | 16.49% | 1,096.34 | 20.45% | (212.45) |
| SSgA Core | Active core | 199.30 | 3.72% | 241.25 | 4.50% | (41.95) |
| PIMCO | Enhanced Equity | 262.20 | 4.89% | 345.79 | 6.45% | (83.59) |
| NorthPointe Capital | Small Cap Value | 199.06 | 3.71% | 268.05 | 5.00% | (68.99) |
| Wellington Mgmt | Small Cap Core | 203.35 | 3.79% | 294.86 | 5.50% | (91.51) |
| Wellington Technical Equity | Tactical Equity | 120.74 | 2.25% | 32.17 | 0.60% | 88.58 |
| Shott Capital | Alternative Distribution | 1.28 | 0.02% | 0.00 | 0.00% | 1.28 |
| TOTAL DOMESTIC EQUITY | | 1,869.83 | 34.88% | 2,278.47 | 42.50% | (408.63) |
| International Equity | | | | | | |
| Boston Company | MSCI ACWI | 297.17 | 5.54% | 357.59 | 6.67% | (60.42) |
| Goldman Sachs | MSCI ACWI | 262.20 | 4.89% | 357.59 | 6.67% | (95.38) |
| Mondrian | MSCI ACWI | 288.20 | 5.38% | 357.05 | 6.66% | (68.85) |
| Transition Account | | 0.02 | 0.00% | 0.00 | 0.00% | 0.02 |
| TOTAL INT'L EQUITY | | 847.59 | 15.81% | 1,072.22 | 20.00% | (224.63) |
| Domestic Fixed Income | | | | | | |
| Fidelity Management & Research | Mortgages | 443.22 | 8.27% | 335.07 | 6.25% | 108.15 |
| Brown Brothers, Harriman | Opportunistic Core | 315.89 | 5.89% | 201.04 | 3.75% | 114.85 |
| Taplin, Canida & Habacht | Corporates | 266.35 | 4.97% | 201.04 | 3.75% | 65.31 |
| Mackay Shields | High yield | 108.65 | 2.03% | 100.52 | 1.88% | 8.13 |
| Brown Brothers, Harriman TIPS | TIPS | 456.43 | 8.51% | 402.08 | 7.50% | 54.35 |
| Fixed Income Cash Account | | 3.06 | 0.06% | 0.00 | 0.00% | 3.06 |
| TOTAL FIXED-INCOME | | 1,593.59 | 29.73% | 1,340.27 | 25.00% | 253.32 |
| Alternative Investments | | | | | | |
| Real Estate | Real Estate | 348.76 | 6.51% | 268.1 | 5.00% | 80.7 |
| Pacific Corp Group | Private Equity | 608.91 | 11.36% | 402.08 | 7.50% | 206.8 |
| TOTAL ALTERNATIVE INVESTMENTS | | 957.68 | 17.86% | 670.14 | 12.50% | 287.54 |
| Cash | | | | | | |
| CASH EQUIVALENTS | STIF, Yield+ | 21.00 | 0.39% | 0.00 | 0.00% | 21.00 |
| Other | | | | | | |
| OTHER - Russell Implementation Services | | 71.41 | 1.33% | 0.00 | 0.00% | 71.41 |
| TOTAL ASSETS | | 5,361.10 | 100.00% | 5,361.10 | 100.00% | 0.00 |

ALLOCATION BY MANAGEMENT STYLE

| | | | | | | |
|--|--------------|-----------------|----------------|-----------------|----------------|-----------------|
| Domestic Equity | | | | | | |
| Core | | 320.04 | 5.97% | 273.42 | 4.50% | 46.63 |
| Index | | 883.90 | 16.49% | 1,096.34 | 17.75% | (212.45) |
| Enhanced Equity | | 262.20 | 4.89% | 345.79 | 6.75% | (83.59) |
| Active Small Cap | | 402.42 | 7.53% | 562.92 | 13.50% | (160.50) |
| TOTAL DOMESTIC EQUITY | | 1,869.83 | 34.88% | 2,278.47 | 42.50% | (408.63) |
| International Equity | | | | | | |
| Active | | 847.59 | 15.81% | 1,072.22 | 20.00% | (224.63) |
| TOTAL INT'L EQUITY | | 847.59 | 15.81% | 1,072.22 | 20.00% | (224.63) |
| Domestic Fixed Income | | | | | | |
| Mortgage | | 443.22 | 8.27% | 335.07 | 6.25% | 108.15 |
| Core | | 315.89 | 5.89% | 201.04 | 3.75% | 114.85 |
| Corporates | | 266.35 | 4.97% | 201.04 | 3.75% | 65.31 |
| High Yield | | 108.65 | 2.03% | 201.04 | 3.75% | (92.39) |
| TIPS | | 456.43 | 8.51% | 402.08 | 7.50% | 54.35 |
| Other | | 3.06 | 0.06% | - | 0.00% | 3.06 |
| TOTAL FIXED-INCOME | | 1,593.59 | 29.73% | 1,340.27 | 25.00% | 253.32 |
| Alternative Investments | | | | | | |
| Real Estate | | 348.76 | 6.51% | 268.05 | 5.00% | 80.71 |
| Other Alternative Investments | | 608.91 | 11.36% | 402.08 | 7.50% | 206.83 |
| TOTAL ALTERNATIVE INVESTMENTS | | 957.68 | 17.86% | 670.14 | 12.50% | 287.54 |
| Cash | | | | | | |
| CASH EQUIVALENTS | STIF, Yield+ | 21.00 | 0.39% | 0.00 | 0.00% | 21.00 |
| Other | | | | | | |
| OTHER - Russell Implementation Services | | 71.41 | 1.33% | 0.00 | 0.00% | 71.41 |
| TOTAL ASSETS | | 5,361.10 | 100.00% | 5,361.10 | 100.00% | 0.00 |

State of Rhode Island

Asset Allocation
February 28th, 2009



Allocation vs. Target Policy

| | Weights | | |
|------------------------|-------------|--------|------------|
| | Allocation* | Policy | Difference |
| US Equity | 34.9 | 42.5 | -7.6 |
| Russell Implementation | 1.3 | 0.0 | 1.3 |
| International Equity | 15.8 | 20.0 | -4.2 |
| Fixed Income | 29.7 | 25.0 | 4.7 |
| Real Estate | 6.5 | 5.0 | 1.5 |
| Private Equity | 11.4 | 7.5 | 3.9 |
| Cash | 0.4 | 0.0 | 0.4 |
| Total Fund | 100.0 | 100.0 | 0.0 |

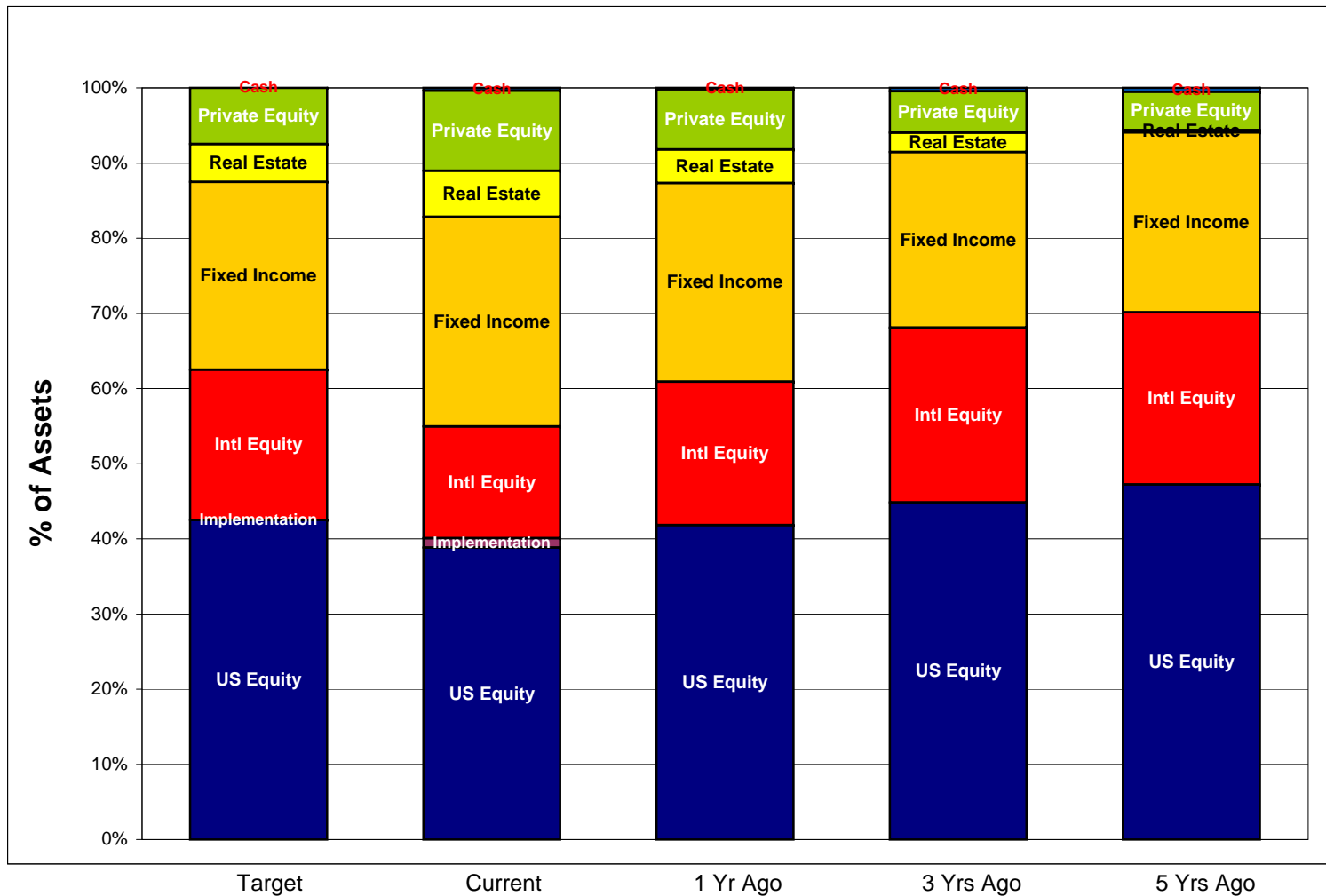


* End of Period Weights

State of Rhode Island

Historical Asset Allocation

February 28th, 2009



| | Target | Current | 1 Yr Ago | 3 Yrs Ago | 5 Yrs Ago |
|----------------|--------|---------|----------|-----------|-----------|
| US Equity | 42.5% | 34.9% | 40.4% | 45.0% | 46.9% |
| Implementation | 0.0% | 1.3% | 0.0% | 0.0% | 0.0% |
| Intl Equity | 20.0% | 15.8% | 19.6% | 23.2% | 23.0% |
| Fixed Income | 25.0% | 29.7% | 27.0% | 23.3% | 24.1% |
| Real Estate | 5.0% | 6.5% | 4.6% | 2.6% | 0.3% |
| Private Equity | 7.5% | 11.4% | 8.2% | 5.5% | 5.1% |
| Cash | 0.0% | 0.4% | 0.2% | 0.5% | 0.5% |

RHODE ISLAND STATE INVESTMENT COMMISSION

Domestic Equity Holdings By Top 10 Market Values Separately Managed

February 28, 2009

Equities

| <u>RANK</u> | <u>SECURITY NAME</u> | <u>PAR VALUES/SHARES</u> | <u>BASE MARKET AMOUNT</u> | <u>MONEY MANAGERS</u> |
|-------------|---------------------------------|----------------------------|---------------------------|-----------------------|
| 1 | EXXON MOBIL CORP | 169,070 | 11,479,853.00 | SSgA |
| 2 | GENENTECH INC | 118,700 | 10,154,785.00 | Wellington Mgt. |
| 3 | INTERNATIONAL BUSINESS MACHS | 78,500 | 7,224,355.00 | SSgA |
| 4 | TIVO INC | 986,100 | 6,991,449.00 | Wellington Mgt. |
| 5 | WYETH | 170,400 | 6,955,728.00 | Wellington Mgt. |
| 6 | PROCTER AND GAMBLE CO | 138,100 | 6,652,277.00 | SSgA |
| 7 | KNIGHT CAP GROUP INC | 373,000 | 6,561,070.00 | Northpointe, SSgA |
| 8 | WAL MART STORES INC | 123,700 | 6,090,988.00 | SSgA |
| 9 | PFIZER INC | 428,500 | 5,274,835.00 | SSgA, Wellington Mgt. |
| 10 | CHEVRON CORP | 86,800 | 5,269,628.00 | SSgA |
| | | 3.88% | \$ 72,654,968.00 | |
| | Total Composite Equities | \$ 1,872,362,403.05 | | |

International Equity Holdings By Top 10 Market Values

International Equities

| <u>RANK</u> | <u>SECURITY NAME</u> | <u>PAR VALUES/SHARES</u> | <u>BASE MARKET AMOUNT</u> | <u>MONEY MANAGERS</u> |
|-------------|---|--------------------------|---------------------------|-----------------------|
| 1 | TOTAL SA | 457,932 | \$ 21,798,226.45 | Mondrian, Boston, GS |
| 2 | NOVARTIS AG | 435,160 | \$ 15,942,170.64 | Mondrian, Boston, GS |
| 3 | BP PLC | 2,417,597 | \$ 15,446,346.33 | Mondrian, Boston |
| 4 | GLAXOSMITHKLINE | 976,637 | \$ 14,881,011.10 | Mondrian, Boston |
| 5 | UNILEVER PLC | 736,963 | \$ 14,369,886.69 | Mondrian, Boston |
| 6 | ROYAL DUTCH SHELL | 621,952 | \$ 13,736,529.90 | Mondrian, Boston, GS |
| 7 | TAKEDA PHARMACEUTICAL CO LTD | 317,100 | \$ 12,930,952.02 | Mondrian, Boston, GS |
| 8 | FRANCE TELECOM | 536,106 | \$ 12,126,491.65 | Mondrian, Boston, GS |
| 9 | SANOFI AVENTIS | 225,764 | \$ 11,731,615.80 | GS, Boston |
| 10 | RWE AG (NEU) | 184,188 | \$ 11,689,374.33 | Mondrian, Boston, GS |
| | | 17.16% | \$ 144,652,604.91 | |
| | Total Composite International Equities | \$ 843,034,250.02 | | |

Top 10 Market Values SIC

FISCAL YEAR 2009

INVESTMENT MANAGER FEES, PROFESSIONAL FEES & OPERATING EXPENSES

ERSRI & MERSRI

ACCRUAL BASIS

| | Actual Jul 08 | Actual Aug | Actual Sept | Actual Oct | Actual Nov | Actual Dec | Projected Jan 09 | Projected Feb | Projected Mar | Projected Apr | Projected May | Projected Jun | Projected TOTAL |
|--------------------------------|------------------|---------------|----------------|---------------|---------------|---------------|---------------------|------------------|------------------|------------------|------------------|------------------|--------------------|
| EQUITIES | | | | | | | | | | | | | |
| SSgA Core ZU99/ZU76 | | | 260,984 | | | 259,816 | | | 239,756 | | | 222,371 | 982,927 |
| SSgA Russell 1000/S&P ZU14 | | | 35,288 | | | 40,981 | | | 66,927 | | | 32,408 | 175,604 |
| Shott Capital ZU49 | | | 421 | | | 5 | | | 460 | | | 2,718 | 3,604 |
| PIMCO ZU55 | | | 0 | | | 0 | | | 1,000 | | | 225,000 | 226,000 |
| Wellington Mgmt ZU38 | | | 552,688 | | | 467,084 | | | 600,645 | | | 679,274 | 2,299,692 |
| Wellington Tech Eq ZU04 | | | 348,739 | | | 292,948 | | | 333,783 | | | 126,713 | 1,102,182 |
| NorthPointe ZU47 | | | 477,596 | | | 368,146 | | | 503,070 | | | 589,850 | 1,938,661 |
| | | | 1,675,715 | | | 1,428,979 | | | 1,745,641 | | | 1,878,334 | 6,728,670 |
| FIXED INCOME | | | | | | | | | | | | | |
| Brown Bros. ZU69 | | | 146,129 | | | 142,889 | | | 147,283 | | | 129,732 | 566,034 |
| Fidelity ZU46 | | | 164,854 | | | 156,534 | | | 164,535 | | | 148,636 | 634,559 |
| Taplin ZU84 | | | 181,184 | | | 170,185 | | | 191,949 | | | 169,909 | 713,228 |
| Mackay Shields ZU59 | | | 143,587 | | | 128,557 | | | 145,994 | | | 147,848 | 565,986 |
| Brown Bros.TIPS ZU44 | | | 149,341 | | | 145,060 | | | 148,967 | | | 136,883 | 580,251 |
| | | | 785,095 | | | 743,225 | | | 798,728 | | | 733,008 | 3,060,057 |
| INT'L EQUITIES | | | | | | | | | | | | | |
| The Boston Co ZU77 | | | 468,563 | | | 415,036 | | | 526,042 | | | 551,739 | 1,961,380 |
| Mondrian ZU67 | | | 254,861 | | | 231,080 | | | 304,892 | | | 316,283 | 1,107,116 |
| Goldman Sachs Asset Mgmt ZU25 | | | 384,863 | | | 259,954 | | | 432,913 | | | 499,383 | 1,577,113 |
| SSgA MSCI ACWI ZU14 | | | 140,497 | | | 16,671 | | | 0 | | | 0 | 157,168 |
| | 0 | | 1,248,784 | 0 | | 922,741 | | | 1,263,847 | | | 1,367,405 | 4,802,777 |
| REAL ESTATE | | | | | | | | | | | | | |
| L & B Real Estate ZU79 | 0 | 154,023 | 98,031 | 39,601 | 0 | 159,603 | 378,902 | 159,603 | 116,143 | 180,637 | 213,729 | 114,312 | 1,614,583 |
| ALTERNATIVE INVESTMENTS | | | | | | | | | | | | | |
| Other Alt Inv Mgmt Fee ZU32 | 1,632,815 | 444,364 | 633,700 | 243,709 | 80,031 | 1,076,671 | 1,129,056 | 146,891 | 782,270 | 422,507 | 425,855 | 768,471 | 7,786,340 |
| SUB TOTAL-INV MGMT FEES | | | | | | | | | | | | | |
| | 1,632,815 | 598,387 | 4,441,325 | 283,310 | 80,031 | 4,331,218 | 1,507,958 | 306,494 | 4,706,630 | 603,144 | 639,583 | 4,861,530 | 23,992,427 |
| PROFESSIONAL FEES | | | | | | | | | | | | | |
| Legal | 2,746 | 2,681 | 8,444 | 6,220 | 6,701 | 16,670 | 6,000 | 6,000 | 6,150 | 3,075 | 9,677 | 17,791 | 92,155 |
| St St Bank Custodial | 18,888 | 15,412 | 16,951 | 19,255 | 2,552 | 2,678 | 3,038 | 11,543 | 12,333 | 12,887 | 1,563 | 12,861 | 129,960 |
| Pacific Corp Group ZU76 | | 93,750 | 0 | 93,750 | 0 | 0 | 0 | 93,750 | 0 | 0 | 93,750 | 0 | 375,000 |
| PCA/Wilshire/Russell | 20,161 | 14,583 | 40,739 | 0 | 14,583 | 94,471 | 14,583 | 20,833 | 20,833 | 20,833 | 20,833 | 20,833 | 303,286 |
| Townsend | 0 | 0 | 35,625 | 0 | 0 | 35,625 | 0 | 0 | 35,625 | 0 | 15,000 | 35,625 | 157,500 |
| | 41,796 | 126,426 | 101,759 | 119,225 | 23,836 | 149,444 | 23,621 | 132,126 | 74,941 | 36,795 | 140,823 | 87,110 | 1,057,901 |
| OPERATING EXPENSE | | | | | | | | | | | | | |
| Retirement Transfers | 312,688 | 431,063 | 457,333 | 804,721 | 483,883 | 413,584 | 418,351 | 443,340 | 434,231 | 446,640 | 607,644 | 950,000 | 6,203,479 |
| Other Expense | 0 | 3,097 | 11,650 | 0 | 10,250 | 6,250 | 21,497 | 22,425 | 6,250 | 0 | 8,333 | 8,333 | 98,085 |
| | 312,688 | 434,159 | 468,983 | 804,721 | 494,133 | 419,834 | 439,848 | 465,765 | 440,481 | 446,640 | 615,978 | 958,333 | 6,301,564 |
| TOTAL: | 1,987,299 | 1,158,972 | 5,012,067 | 1,207,256 | 598,000 | 4,900,496 | 1,971,427 | 904,385 | 5,222,053 | 1,086,579 | 1,396,384 | 5,906,973 | 31,351,892 |

Note: Numbers in bold are actual.

State of Rhode Island Unfunded Commitments
Feb 2009

| <u>Partnership Investment</u> | <u>Total Commitment</u> | <u>ERSRI Remaining Commitment</u> |
|---|-------------------------|---------------------------------------|
| Alta BioPharma Partners III | \$ 15,000,000.00 | \$ 3,000,000.00 |
| Alta Partners VIII | \$ 15,000,000.00 | \$ 8,250,000.00 |
| Apollo Investment Fund IV | \$ 15,000,000.00 | \$ 41,434.00 |
| Apollo Investment Fund VI | \$ 20,000,000.00 | \$ 2,902,238.72 |
| Apollo VII | \$ 25,000,000.00 | \$ 18,726,793.00 |
| Aurora Equity Partners II** | \$ 15,000,000.00 | \$ 38,917.00 |
| Aurora Equity Partners III** | \$ 15,000,000.00 | \$ 4,736,303.00 |
| Avenue Special Situations Fund III | \$ 15,000,000.00 | \$ - |
| Avenue Special Situations Fund IV | \$ 20,000,000.00 | \$ 4,072,723.00 |
| Avenue V | \$ 20,000,000.00 | \$ 6,460,335.00 |
| Bain X | \$ 25,000,000.00 | \$ 18,687,500.00 |
| Birch Hill Equity Partners III* | \$ 14,112,000.00 | \$ 2,915,846.32 |
| Blackstone Capital Partners III ** | \$ 20,000,000.00 | \$ 924,045.00 |
| Blackstone Capital Partners IV ** | \$ 25,000,000.00 | \$ 4,745,689.00 |
| Blackstone Capital Partners V** | \$ 20,000,000.00 | \$ 4,284,953.00 |
| Castile III | \$ 5,000,000.00 | \$ 2,550,000.00 |
| Catterton Partners V | \$ 15,000,000.00 | \$ 865,653.00 |
| Catterton Partners VI | \$ 15,000,000.00 | \$ 5,986,233.00 |
| Centerbridge | \$ 15,000,000.00 | \$ 5,088,539.00 |
| Charterhouse Capital Partners VII* | \$ 19,003,500.00 | \$ 2,731,583.36 |
| Charterhouse Capital Partners VIII* | \$ 19,003,500.00 | \$ 4,789,717.66 |
| Coller International Capital IV** | \$ 15,000,000.00 | \$ 2,400,000.00 |
| Coller International Capital V | \$ 15,000,000.00 | \$ 8,737,500.00 |
| Constellation III | \$ 15,000,000.00 | \$ 11,070,000.00 |
| Crossroads Providence (Prov. Liquidating Trust) | \$ 45,000,000.00 | \$ - |
| CVC European Equity Partners III* | \$ 20,000,000.00 | \$ 1,571,796.94 |
| CVC European Equity Partners IV* | \$ 20,903,850.00 | \$ 2,933,646.96 |
| CVC V | \$ 25,338,000.00 | \$ 22,424,644.69 |
| Fenway Partners Capital Fund II | \$ 15,000,000.00 | \$ 541,942.00 |
| Fenway Partners Capital Fund III | \$ 15,000,000.00 | \$ 5,235,663.00 |
| First Reserve Fund VIII | \$ 15,000,000.00 | \$ - |
| First Reserve Fund IX | \$ | \$ - |
| First Reserve Fund X | \$ 20,000,000.00 | \$ 1.63 |
| First Reserve Fund XI | \$ 20,000,000.00 | \$ 5,559,552.44 |
| Focus Ventures III | \$ 15,000,000.00 | \$ 6,975,000.00 |
| Granite Global Ventures II | \$ 15,000,000.00 | \$ 675,000.00 |
| Granite Global Ventures III | \$ 15,000,000.00 | \$ 9,000,000.00 |
| Green Equity Investors IV | \$ 15,000,000.00 | \$ 388,387.63 |
| Green Equity Investors V | \$ 20,000,000.00 | \$ 14,459,917.72 |
| Harvest Partners III | \$ 15,000,000.00 | \$ 368,726.61 |
| Heritage Fund II | \$ 5,000,000.00 | \$ - |
| Kayne Anderson Energy Fund III | \$ 15,000,000.00 | \$ 6,446,800.10 |

State of Rhode Island Unfunded Commitments
Feb 2009

| <u>Partnership Investment</u> | <u>Total Commitment</u> | <u>ERSRI Remaining Commitment</u> |
|--|-------------------------|---------------------------------------|
| Kayne Anderson Energy Fund IV | \$ 15,000,000.00 | \$ 11,100,000.53 |
| Leapfrog Ventures II | \$ 10,000,000.00 | \$ 3,625,000.00 |
| Leeds Weld Equity Partners IV | \$ 10,000,000.00 | \$ 107,371.39 |
| Lehman Bros IV | \$ 15,000,000.00 | \$ 11,096,846.71 |
| Lighthouse Capital Partners V | \$ 11,250,000.00 | \$ 787,500.00 |
| Lighthouse Capital Partners VI | \$ 15,000,000.00 | \$ 3,374,999.99 |
| LNK Partners | \$ 12,500,000.00 | \$ 6,783,971.78 |
| Matlin Patterson Glb. Opp. Fund (CSFB) | \$ 15,000,000.00 | \$ - |
| MHR Institutional Partners III | \$ 20,000,000.00 | \$ 7,789,323.00 |
| Nautic Partners V | \$ 20,000,000.00 | \$ 1,405,849.50 |
| Nautic Partners VI | \$ 20,000,000.00 | \$ 13,876,160.88 |
| Nordic Capital Fund III* | \$ 8,874,000.00 | \$ 149,476.65 |
| Nordic Capital Fund V* | \$ 18,516,440.30 | \$ 88,830.29 |
| Nordic Capital Fund VI* | \$ 19,003,500.00 | \$ 377,187.87 |
| Nordic VII | \$ 19,003,500.00 | \$ 15,333,390.37 |
| OCM Opportunities Fund | \$ 8,000,000.00 | \$ - |
| OCM Opportunities Fund II | \$ 12,000,000.00 | \$ - |
| OCM Principal Opportunities Fund | \$ 5,000,000.00 | \$ - |
| Paladin 3 | \$ 10,000,000.00 | \$ 7,659,194.00 |
| Parthenon Investors | \$ 15,000,000.00 | \$ - |
| Parthenon Investors II | \$ 20,000,000.00 | \$ 1,126,735.00 |
| Perseus VII | \$ 15,000,000.00 | \$ 8,896,573.00 |
| Point 406 | \$ 10,000,000.00 | \$ 5,720,000.00 |
| Point Judith II | \$ 5,000,000.00 | \$ 2,942,210.77 |
| Providence Equity Partners* * | \$ 10,000,000.00 | \$ - |
| Providence Equity Partners III | \$ 15,000,000.00 | \$ 1,914,365.51 |
| Providence Equity Partners IV | \$ 25,000,000.00 | \$ 386,571.00 |
| Providence Equity Partners V | \$ 25,000,000.00 | \$ 2,275,602.00 |
| Providence Equity Partners VI | \$ 25,000,000.00 | \$ 12,492,469.00 |
| SKM Equity Fund II** | \$ 10,000,000.00 | \$ 1,729,834.00 |
| Thomas McNerney & Partners | \$ 15,000,000.00 | \$ 2,400,000.00 |
| Thomas McNerney & Partners 2 | \$ 15,000,000.00 | \$ 9,975,000.00 |
| TPG Partners II | \$ 10,000,000.00 | \$ 308,515.00 |
| TPG Partners IV | \$ 15,000,000.00 | \$ 1,323,883.00 |
| TPG Partners V | \$ 20,000,000.00 | \$ 5,871,393.00 |
| TPG VI | \$ 20,000,000.00 | \$ 18,880,386.00 |
| VS&A Communication Partners III | \$ 15,000,000.00 | \$ 121,204.00 |
| W Capital Partners | \$ 15,000,000.00 | \$ 1,518,000.00 |
| W Capital Partners II | \$ 15,000,000.00 | \$ 9,337,500.00 |
| WLR | \$ 8,000,000.00 | \$ 4,876,677.00 |
| Washington & Congress Capital Partners** | \$ 15,000,000.00 | \$ 305,637.24 |

State of Rhode Island Unfunded Commitments
Feb 2009

| <u>Partnership Investment</u> | <u>Total Commitment</u> | | <u>ERSRI Remaining</u> |
|--------------------------------------|----------------------------|-----------|------------------------|
| | | | <u>Commitment</u> |
| Wellspring Capital Partners II | \$ 15,000,000.00 | \$ | - |
| Wellspring Capital Partners III | \$ 20,000,000.00 | \$ | 649,614.00 |
| Wellspring Capital Partners IV | \$ 20,000,000.00 | \$ | 7,036,281.00 |
| Willis Stein & Partners | \$ 5,000,000.00 | \$ | - |
| Total Alternative Investments | \$ 1,385,508,290.30 | \$ | 384,230,636.25 |

*transactions occur in foreign currence

** fees NOT affecting unfunded commitment

State of Rhode Island Unfunded Commitments
Feb 2009

| <u>Real Estate Partnership Investment</u> | <u>Total Commitment</u> | <u>ERSRI Remaining Commitment</u> |
|--|-------------------------|---------------------------------------|
| Fillmore East Fund I | \$ 10,000,000.00 | \$ 0.08 |
| Fremont Strategic Property Partners II | \$ 15,000,000.00 | \$ 1,085,273.00 |
| GMAC Commerical Realty Partners II | \$ 15,000,000.00 | \$ 3,344,821.00 |
| Heitman Advisory Corporation | | \$ - |
| JPMorgan Fleming Asset Mgmt. Strat. Prop. Fund | \$ 50,000,000.00 | \$ - |
| JPMorgan Alternative Property Fund | \$ 20,000,000.00 | \$ - |
| LaSalle Income & Growth Fund IV | \$ 15,000,000.00 | \$ 397,937.57 |
| L&B Real Estate Counsel | | \$ - |
| Magna Hotel | \$ 4,000,000.00 | \$ 3,329,506.00 |
| Morgan Stanley Prime Property Fund | \$ 35,000,000.00 | \$ - |
| Prudential Real Estate Investors (PRISA) | \$ 50,000,000.00 | \$ - |
| Prudential Real Estate Investors (PRISA) II | \$ 15,000,000.00 | \$ 4,748,362.55 |
| RREEF America REIT II Fund | \$ 35,000,000.00 | \$ - |
| Starwood Hospitality Fund I | \$ 10,000,000.00 | \$ 1,190,000.00 |
| TA Realty Fund VIII | \$ 15,000,000.00 | \$ 750,000.00 |
| Tri Continental Fund VII | \$ 15,000,000.00 | \$ 108,119.00 |
| Walton Street Real Estate Fund V | \$ 20,000,000.00 | \$ 0.18 |
| Westbrook Real Estate Fund VI | \$ 15,000,000.00 | \$ - |
| Westbrook Real Estate Fund VII | \$ 15,000,000.00 | \$ 6,363,636.00 |
| | | \$ - |
| | | \$ 21,317,655.38 |

CASH FLOW

CASH FLOW ANALYSIS - INCOME & EXPENSES

Employees Retirement System

FISCAL YEAR 2009

| | PY 2008-09 Actual July 2008 | Actual August | Actual September | Actual October | Actual November | Actual December | Actual January 2009 | Actual February | Projected March | Projected April | Projected May | Projected June | Projected TOTAL |
|-------------------------|--------------------------------------|------------------|---------------------|-------------------|--------------------|--------------------|---------------------------|--------------------|--------------------|--------------------|------------------|-------------------|--------------------|
| MEMBER BENEFITS | 57,282,256 | 58,826,989 | 58,826,615 | 60,515,062 | 58,795,680 | 60,497,759 | 61,801,389 | 61,978,079 | 58,000,000 | 58,000,000 | 58,000,000 | 58,000,000 | 710,523,829 |
| ADMINISTRATIVE EXPENSES | 339,779 | 339,513 | 503,815 | 797,732 | 529,312 | 425,994 | 411,255 | 391,033 | 434,195 | 407,974 | 641,541 | 462,197 | 5,684,343 |
| INVESTMENT EXPENSES | 1,383,055 | 506,539 | 619,415 | 239,522 | 67,616 | 1,133,736 | 1,272,407 | 1,272,279 | 761,883 | 511,398 | 542,176 | 748,052 | 9,058,079 |
| TOTAL OUTFLOW | 59,005,091 | 59,673,041 | 59,949,846 | 61,552,315 | 59,392,609 | 62,057,488 | 63,485,052 | 63,641,392 | 59,196,079 | 58,919,373 | 59,183,717 | 59,210,249 | 725,266,250 |
| CONTRIBUTIONS | 51,338,466 | 30,225,420 | 30,166,263 | 35,094,098 | 56,872,505 | 47,797,867 | 36,600,607 | 59,404,144 | 37,241,439 | 50,541,113 | 49,746,039 | 46,722,223 | 531,750,184 |
| OTHER INCOME* | 3,158,335 | 2,555,511 | 8,931,581 | 1,387,882 | 2,384,334 | 810,209 | 3,801,160 | 1,258,126 | 2,015,428 | 5,353,647 | 2,436,587 | 4,336,772 | 38,429,572 |
| TOTAL INCOME | 54,496,801 | 32,780,931 | 39,097,844 | 36,481,980 | 59,256,839 | 48,608,076 | 40,401,767 | 60,662,270 | 39,256,867 | 55,894,760 | 52,182,626 | 51,058,995 | 570,179,756 |
| DIFFERENCE | (4,508,290) | (26,892,110) | (20,852,001) | (25,070,335) | (135,770) | (13,449,413) | (23,083,285) | (2,979,122) | (19,939,212) | (3,024,613) | (7,001,091) | (8,151,254) | (155,086,494) |

Municipal Employees Retirement System

| | Actual July 2008 | Actual August | Actual September | Actual October | Actual November | Actual December | Actual January 2009 | Actual February | Projected March | Projected April | Projected May | Projected June | Projected TOTAL |
|-------------------------|------------------------|------------------|---------------------|-------------------|--------------------|--------------------|---------------------------|--------------------|--------------------|--------------------|------------------|-------------------|--------------------|
| MEMBER BENEFITS | 4,770,894 | 4,875,073 | 4,891,449 | 4,897,404 | 4,918,953 | 4,911,402 | 5,005,800 | 5,162,921 | 4,900,000 | 4,900,000 | 4,900,000 | 4,900,000 | 59,033,897 |
| ADMINISTRATIVE EXPENSES | 57,009 | 57,172 | 84,839 | 135,302 | 90,085 | 72,656 | 70,505 | 67,060 | 72,424 | 68,100 | 107,195 | 77,374 | 959,722 |
| INVESTMENT EXPENSES | 232,052 | 85,298 | 104,305 | 40,625 | 11,508 | 193,366 | 218,139 | 218,190 | 127,083 | 85,364 | 90,592 | 125,228 | 1,531,750 |
| TOTAL OUTFLOW | 5,059,955 | 5,017,543 | 5,080,594 | 5,073,331 | 5,020,546 | 5,177,424 | 5,294,444 | 5,448,171 | 5,099,508 | 5,053,464 | 5,097,787 | 5,102,602 | 61,525,369 |
| CONTRIBUTIONS | 4,031,169 | 3,812,600 | 3,564,788 | 4,920,264 | 5,245,873 | 4,470,884 | 5,856,987 | 5,267,609 | 4,070,728 | 6,870,013 | 4,927,100 | 5,422,967 | 58,460,982 |
| OTHER INCOME* | 529,911 | 430,331 | 1,504,020 | 235,397 | 405,794 | 138,187 | 651,664 | 215,762 | 336,177 | 893,644 | 407,129 | 725,998 | 6,474,015 |
| TOTAL INCOME | 4,561,080 | 4,242,931 | 5,068,808 | 5,155,661 | 5,651,667 | 4,609,071 | 6,508,651 | 5,483,371 | 4,406,905 | 7,763,657 | 5,334,229 | 6,148,965 | 64,934,997 |
| DIFFERENCE | (498,874) | (774,611) | (11,786) | 82,330 | 631,121 | (568,354) | 1,214,207 | 35,200 | (692,603) | 2,710,193 | 236,442 | 1,046,363 | 3,409,628 |

CASH FLOW ANALYSIS - INCOME & EXPENSES

**Judges/State Police
Retirement System**

| | Actual July 2008 | Actual August | Actual September | Actual October | Actual November | Actual December | Actual January 2009 | Actual February | Projected March | Projected April | Projected May | Projected June | Projected TOTAL |
|--------------------------------|------------------------|------------------|---------------------|-------------------|--------------------|--------------------|---------------------------|--------------------|--------------------|--------------------|------------------|-------------------|--------------------|
| <i>MEMBER BENEFITS</i> | 73,502 | 73,502 | 73,502 | 80,750 | 73,502 | 73,502 | 109,179 | 106,978 | 75,000 | 75,000 | 75,000 | 75,000 | 964,419 |
| <i>ADMINISTRATIVE EXPENSES</i> | 4,350 | 4,390 | 6,515 | 10,537 | 7,099 | 5,764 | 5,628 | 5,375 | 5,383 | 5,092 | 8,064 | 5,872 | 74,069 |
| <i>INVESTMENT EXPENSES</i> | 17,708 | 6,550 | 8,010 | 3,164 | 907 | 15,339 | 17,412 | 17,489 | 9,446 | 6,383 | 6,815 | 9,503 | 118,726 |
| <i>TOTAL OUTFLOW</i> | 95,561 | 84,443 | 88,027 | 94,450 | 81,508 | 94,604 | 132,219 | 129,843 | 89,830 | 86,474 | 89,879 | 90,375 | 1,157,214 |
| <i>CONTRIBUTIONS</i> | 455,000 | 410,000 | 468,000 | 710,000 | 455,000 | 410,000 | 260,000 | 420,000 | 505,000 | 535,000 | 730,000 | 470,000 | 5,828,000 |
| <i>OTHER INCOME*</i> | 40,438 | 33,047 | 115,499 | 18,332 | 31,977 | 10,962 | 52,016 | 17,295 | 24,988 | 66,817 | 30,628 | 55,094 | 497,092 |
| <i>TOTAL INCOME</i> | 495,438 | 443,047 | 583,499 | 728,332 | 486,977 | 420,962 | 312,016 | 437,295 | 529,988 | 601,817 | 760,628 | 525,094 | 6,325,092 |
| <i>DIFFERENCE</i> | 399,877 | 358,604 | 495,471 | 633,881 | 405,469 | 326,357 | 179,797 | 307,452 | 440,159 | 515,343 | 670,749 | 434,719 | 5,167,878 |

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

**Rhode Island Employees Retirement System
Securities Lending Income**

February 2009

| Investment Manager | Fund | Income | Average Collateral Balance |
|--|------|---------------------|----------------------------|
| <u>Domestic Equity</u> | | | |
| Wellington Terminal Equity | ZU04 | \$ 3,868.90 | \$ 5,775,782.11 |
| Wellington Mgmt. Co., LLP | ZU38 | \$ 48,812.10 | \$ 65,162,407.33 |
| Northpointe Capital | ZU47 | \$ 96,327.91 | \$ 92,533,125.47 |
| Mackay Shields | ZU59 | \$ 17,008.96 | \$ 23,330,946.42 |
| SSgA Core | ZU99 | \$ 26,650.04 | \$ 38,621,122.39 |
| Total Domestic Equity | | \$192,667.91 | \$225,423,383.72 |
| <u>International Equity</u> | | | |
| Goldman Sachs | ZU25 | \$ 20,551.85 | \$ 22,281,506.24 |
| Delaware Investment Advisors | ZU67 | \$ 9,945.42 | \$ 12,206,645.26 |
| The Boston Company | ZU77 | \$ 31,027.18 | \$ 37,443,335.72 |
| Total International Equity | | \$61,524.45 | \$71,931,487.22 |
| <u>Fixed Income</u> | | | |
| Brown Brothers, Harriman | ZU44 | \$ 29,546.39 | \$ 47,848,864.13 |
| Fidelity Management Trust Company | ZU46 | \$ 16,262.79 | \$ 27,157,165.09 |
| Brown Brothers, Harriman | ZU69 | \$ 288,206.42 | \$ 456,554,923.31 |
| Taplin, Canida & Habacht | ZU84 | \$ 13,289.63 | \$ 19,062,682.21 |
| Total Fixed Income | | \$347,305.23 | \$550,623,634.74 |
| Total Securities Lending Income | | \$601,497.59 | \$847,978,505.68 |

Cumulative Securities Lending Income

| | |
|--------------------|----------------|
| Calendar Year 2007 | \$3,977,087.74 |
| Calendar Year 2008 | \$9,449,893.21 |
| Calendar Year 2009 | \$1,490,690.51 |

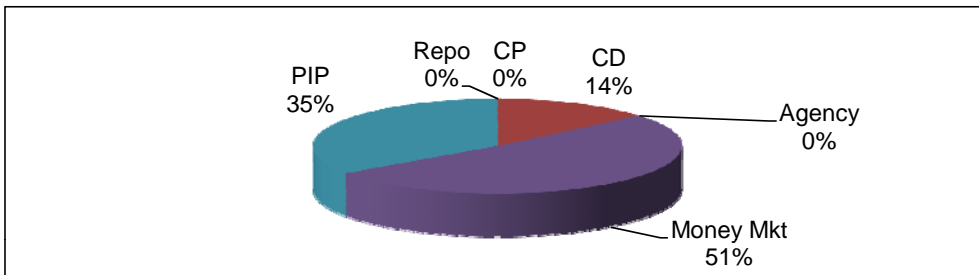
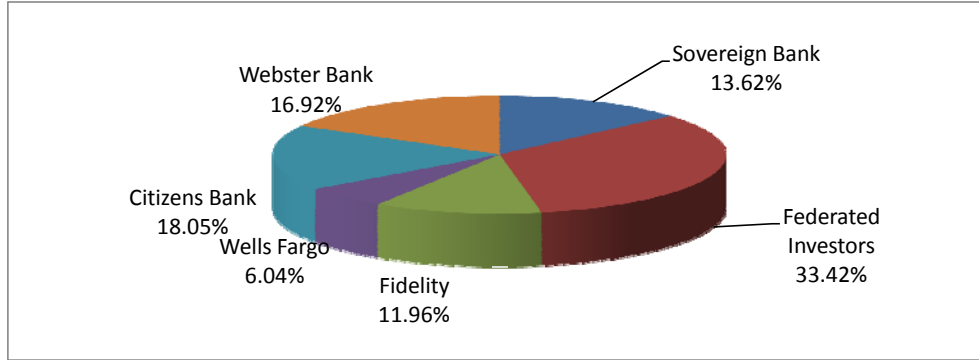


SHORT TERM INVESTMENTS

RI SIC GUIDELINE COMPLIANCE REPORT

INVESTMENTS AS OF:

2/28/2009 0:00



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

| Vendor | CP | CD | Agency | Money Mkt | PIP | Repo | Total (\$) |
|-------------------------|--------------|-------------------|--------------|--------------------|-------------------|--------------|--------------------|
| Guidelines-Total/Vendor | 25%/10% | 50%/20% | 75%/35% | 75%/35% | 50%/20% | 100%/20% | |
| Bank RI | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| Sovereign Bank | 0 | 30,000,000 | 0 | 0 | 0 | 0 | 30,000,000 |
| | 0% | 14% | 0% | 0% | 0% | 0% | 13.62% |
| JP Morgan Chase | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| Federated Investors | 0 | 0 | 0 | 73,625,454 | 0 | 0 | 73,625,454 |
| | 0% | 0% | 0% | 33% | 0% | 0% | 33.42% |
| Fidelity | 0 | 0 | 0 | 26,358,183 | 0 | 0 | 26,358,183 |
| | 0% | 0% | 0% | 12% | 0% | 0% | 11.96% |
| BlackRock | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| Wells Fargo | 0 | 0 | 0 | 13,301,290 | 0 | 0 | 13,301,290 |
| | 0% | 0% | 0% | 6% | 0% | 0% | 6.04% |
| Citizens Bank | 0 | 532,553 | 0 | 0 | 39,229,928 | 0 | 39,762,481 |
| | 0% | 0% | 0% | 0% | 18% | 0% | 18.05% |
| GE Capital | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| Webster Bank | 0 | 0 | 0 | 0 | 37,275,196 | 0 | 37,275,196 |
| | 0% | 0% | 0% | 0% | 17% | 0% | 16.92% |
| Columbia Funds | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| US Bank | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| The Reserve | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0% | 0% | 0% | 0% | 0% | 0% | 0.00% |
| TOTALS | 0 | 30,532,553 | 0 | 113,284,928 | 76,505,124 | 0 | 220,322,605 |
| (%) PORTFOLIO | 0.00% | 13.86% | 0.00% | 51.42% | 34.72% | 0.00% | 100.00% |

Note: PIP + CD must be under 75%.

Actual PIP + CD: 48.58%

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

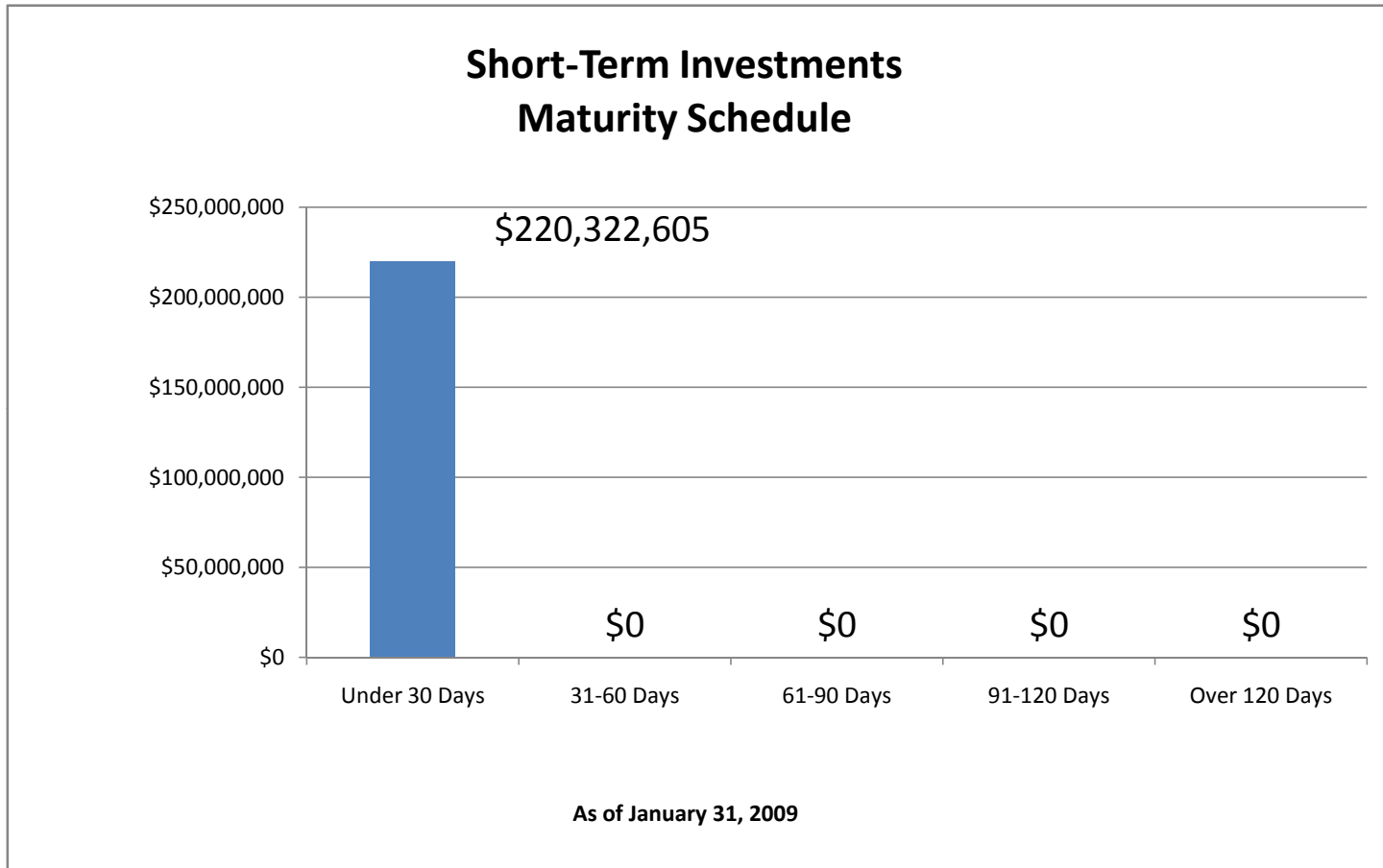
**State of Rhode Island and Providence Plantations
Office of the General Treasurer**

**Short Term Investment Portfolio by Fund
As of February 28, 2009**

| | Principal | Interest | TV @ Maturity |
|--------------------------------|-------------------------|--------------------|-------------------------|
| 4901 GENERAL FUND | \$ 221,274.49 | \$ - | \$ 221,274.49 |
| 4916 H.A.V.A | \$ 207.17 | \$ - | \$ 207.17 |
| 4918 RICAP GL FUND 21 | \$ 11,170.03 | \$ - | \$ 11,170.03 |
| 4920 GENERAL FUND (HIST PRES) | \$ 532,553.31 | \$ 619.68 | \$ 533,172.99 |
| 4955 HEALTH INSURANCE FUND | \$ 19,964,388.48 | \$ 7,676.91 | \$ 19,972,065.39 |
| 4956 STATE FLEET REVOLV LN FND | \$ 4,936,545.39 | \$ - | \$ 4,936,545.39 |
| 4957 RET STATE EMPL HLTH FUND | \$ 3,302,990.38 | \$ - | \$ 3,302,990.38 |
| 4958 BOG RETIRE HEALTH FUND | \$ 256,679.33 | \$ - | \$ 256,679.33 |
| 4959 RIPTA HEALTH FUND | \$ 854,575.64 | \$ - | \$ 854,575.64 |
| 4961 TEACHER RETIREE HLTH FUND | \$ 500,570.86 | \$ - | \$ 500,570.86 |
| 5400 HIGHWAY FUND | \$ 32,106,123.23 | \$ 7,676.91 | \$ 32,113,800.14 |
| 5500 UNIVERSITY COLLEGE | \$ 802,192.00 | \$ - | \$ 802,192.00 |
| 6200 ASSESSED FRINGE BEN ADM | \$ 6,524,263.61 | \$ - | \$ 6,524,263.61 |
| 6920 AUTO EQUIPMENT SERVICE | \$ 800,618.31 | \$ - | \$ 800,618.31 |
| 8000 T.D.I. RESERVE (DET) | \$ 97,236,751.06 | \$ 15,353.82 | \$ 97,252,104.88 |
| 8300 PERMANENT SCHOOL FUND | \$ 1,216,021.12 | \$ - | \$ 1,216,021.12 |
| 8400 EMPLOYEES RETIREMENT | \$ 610,930.55 | \$ - | \$ 610,930.55 |
| 8500 MUNICIPAL EMPLOYEES RET. | \$ 629,394.15 | \$ - | \$ 629,394.15 |
| 8700 R.I. CLEAN WATER ACT | \$ 1,734,226.33 | \$ - | \$ 1,734,226.33 |
| 9000 BOND CAPITAL FUND | \$ 8,376,977.54 | \$ - | \$ 8,376,977.54 |
| 9700 STATE LOTTERY FUND | \$ 37,088,933.73 | \$ 15,353.82 | \$ 37,104,287.55 |
| 9800 INDUS. BLDG. & MTG. INS. | \$ 2,615,218.26 | \$ - | \$ 2,615,218.26 |
| Subtotal | \$220,322,604.97 | \$46,681.14 | \$220,369,286.11 |
| 8703 CLEAN WATER CCDL 1998B | \$45,723.08 | \$0.00 | \$45,723.08 |
| 8706 CLEAN WATER CCDL 1994 (A) | \$6,049.69 | \$0.00 | \$6,049.69 |
| 8707 CAP DEV. OF 1997 SERIES A | \$11,176.60 | \$0.00 | \$11,176.60 |
| 8710 CLEAN WATER CCDL 2002 B | \$17,378.66 | \$0.00 | \$17,378.66 |
| 8711 CLEAN WATER 2004 SERIES A | \$654,724.87 | \$0.00 | \$654,724.87 |
| 8712 CLN WATER CCDL 2005 SER E | \$59,596.32 | \$0.00 | \$59,596.32 |
| 8733 CAP DEV. OF 1997 SERIES A | \$7,040.17 | \$0.00 | \$7,040.17 |
| 8737 RI POLLUT. CONT 94 SER. A | \$6,325.34 | \$0.00 | \$6,325.34 |
| 8739 CCDL99A 1999A | \$285,869.49 | \$0.00 | \$285,869.49 |
| 8746 POL. CTRL CCDL 2006 SER C | \$232,621.66 | \$0.00 | \$232,621.66 |
| 8747 CLEAN WATER 2007 SERIES A | \$500,129.51 | \$0.00 | \$500,129.51 |
| 8748 RI POLLUTION CNTRL 2008 B | \$699,684.64 | \$0.00 | \$699,684.64 |
| 9114 G.O. NOTE 1991 SER. B | \$3,793.20 | \$0.00 | \$3,793.20 |
| 9117 BOND CCDL 1994 SERIES A | \$174,247.40 | \$0.00 | \$174,247.40 |
| 9120 BOND CCBL96A | \$615,257.20 | \$0.00 | \$615,257.20 |
| 9121 CAP DEV OF 1997 SERIES A | \$345.23 | \$0.00 | \$345.23 |
| 9123 CCDL 1998B | \$1,750,370.52 | \$0.00 | \$1,750,370.52 |
| 9125 MMG099 1999 | \$2,847.15 | \$0.00 | \$2,847.15 |
| 9126 BOND CAPITOL CCDL2000A | \$951,688.69 | \$0.00 | \$951,688.69 |
| 9127 MULTI-MODAL GEN OBL 2000 | \$2,818.83 | \$0.00 | \$2,818.83 |
| 9131 CCDL 2004 SERIES A | \$7,920,203.68 | \$0.00 | \$7,920,203.68 |
| 9132 BOND CCDL 2005 SERIES C | \$16,043,419.45 | \$0.00 | \$16,043,419.45 |
| 9133 BOND CCDL 2005 SERIES E | \$2,426,607.14 | \$0.00 | \$2,426,607.14 |
| 9134 BOND CCDL 2006 SERIES B | \$22,654.84 | \$0.00 | \$22,654.84 |
| 9135 BOND CCDL 2006 SERIES C | \$7,118,894.85 | \$0.00 | \$7,118,894.85 |
| 9136 GO BND-NTAX 2007 SERIES A | \$4,317,400.17 | \$0.00 | \$4,317,400.17 |
| 9137 GO BND-TAX 2007 SERIES B | \$4,007,470.32 | \$0.00 | \$4,007,470.32 |
| 9138 NON-TAX GO BND 2008 SER B | \$43,739,927.42 | \$0.00 | \$43,739,927.42 |
| 9139 TAXABLE GO BND 2008 SER C | \$8,501,633.91 | \$0.00 | \$8,501,633.91 |
| Bond Proceeds Total | \$100,125,900.03 | \$0.00 | \$100,125,900.03 |
| 4911 TANS PROCEEDS | \$58,976,898.68 | \$0.00 | \$58,976,898.68 |
| Grand Total | \$379,425,403.68 | \$46,681.14 | \$379,472,084.82 |

* 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
February 28, 2009



Maturities in \$Millions

Note: Includes \$189.7 Million of Money Market and PIP investments with no specific maturity

SPECIAL FUNDS

**ABRAHAM TOURO FUND
INVESTMENT SUMMARY
February 28, 2009**

| <u>Fund Name</u> | | Gain/Loss | | Total Market Value |
|---|-----------|------------------|-----------|---------------------------|
| Abraham Touro Fund (Fidelity Balanced Fund) | \$ | (95,402) | \$ | 1,388,631 |
| <u>Totals</u> | \$ | (95,402) | \$ | 1,388,631 |