

**STATE OF RHODE ISLAND
INVESTMENT COMMISSION MEETING**

**DATA AT
July 31, 2010**

**August 25, 2010
MEETING**

MEMBERS OF THE STATE INVESTMENT COMMISSION

Hon. Frank T. Caprio, Chair

**Ms. Rosemary Booth Gallogly
Mr. Thomas P. Fay
Mr. Robert Giudici
Ms. Marcia Reback**

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



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, August 25, 2010 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 July 28, 2010 *
3. General Consultant Report – Pension Consulting Alliance
 - Private Equity RFP Update (combined with CIO Report)
4. Legal Counsel Report
5. Cash Management Report
 - Addition to Collateral Policy*
6. Alliance Bernstein Modification Global REIT Allocation
7. Chief Investment Officer Report
 - Private Equity RFP Update
8. Treasurer's Report
9. New Business

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

POSTED ON FRIDAY, AUGUST 20, 2010



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

State of Rhode Island and Providence Plantations
STATE INVESTMENT COMMISSION

Frank T. Caprio
General Treasurer

Monthly Meeting July 28, 2010

A State Investment Commission (SIC) meeting was held in Room 135, State House, Providence, Rhode Island on Wednesday, July 28, 2010. The Treasurer called the meeting to order at 9:03 a.m.

Membership Roll Call. Present were: Mr. Michael Costello, Mr. Thomas Fay, Mr. Robert Giudici, Mr. Andrew Reilly and General Treasurer Frank T. Caprio, establishing a quorum. Also present were: Ms. Sally Dowling, of Adler Pollock, & Sheehan, and Mr. David Ursillo, of Rodio & Ursillo, Legal Counsel to the Commission; Mr. John Burns of Pension Consulting Alliance (PCA), General Policy Consultant to the Commission; Mr. Nicholas Katsikis of State Street Corporation, Mr. Scott Reinig of Pacific Corporate Group, and members of the Treasurer's staff. Ms. Rosemary Booth Gallogly, Mr. Robert Gaudreau, Ms. Marcia Reback and Dr. Robert McKenna were not present.

State Investment Commission Minutes. Treasurer Caprio entertained a motion for approval of the minutes for the meeting of June 23, 2010. Mr. Costello moved, Mr. Giudici seconded, and the subsequent motion passed. The following members voted in favor: Mr. Costello, Mr. Fay, Mr. Giudici, Mr. Reilly and General Treasurer Caprio.

VOTED: To approve the Minutes of the June 23, 2010 monthly meeting.

General Consultant Report. Mr. Burns asked the board to turn to the handout 2010 Fixed Income Review – Part IV. He stated that he would review background material, which addresses some questions raised last month, PCA's recommendation and rationale for this proposal and supporting documentation in the appendix.

He then reviewed page three, which is the current Rhode Island portfolio, and page four, which addresses the issue of interest rate sensitivity that Mr. Fay raised. He commented on the general impact to the portfolio if interest rates move 100 basis points either up or down. He stated that the duration of this portfolio is about 4.6 years and the yield to maturity is roughly 3.5%, which is very similar to the aggregate bond index. He then addressed the performance of current managers, stating that in addition to not adding much value, they did not offer increased risk protection over the benchmark.

Mr. Burns stated that the fund is currently using a hybrid sector approach plus one traditional core manager. The recommendation is to use a sector approach removing high yield from fixed income and placing it in the Opportunistic Portfolio. The Fixed Income portfolio would consist of U.S. Treasury, Mortgage and Investment-grade Credit broken up into three sectors. Additionally, the recommendation is that the Treasury and Mortgage sectors would be passively managed because there is little a manager can do to add value in those sectors.

For the Credit sector, triple B or better, active management is recommended. The sector weight would be 40 – 40 – 20, which keeps the portfolio heavily weighted in government backed securities. For the High Yield Sector in the Opportunistic Portfolio, we propose active long – short managers.

Mr. Burns then discussed page nine which covered manager activities. He explained what is allowed under the current structure and would be allowed under the proposed structure for interest rate anticipation, yield curve strategy, security selection and sector rotation. He continued with a chart on page ten that shows where the value added or alpha return is derived from in the current and proposed structures. He stated that the current expected alpha return is 27 basis points and the proposed structure is 20 basis points. He pointed out that the new structure doesn't include the high yield sector that will be moved to the opportunistic portfolio that is the long-short part of the overall portfolio which is where the fund is supposed to get alpha returns.

Mr. Burns provided the supporting rationale for the proposal stating that there would be a clear delineation of risk factors; the board would set the risk and return preferences, the focus of genuine active management would be in the most inefficient sectors and cost management would be enhanced. Fixed income provides the anchor for the rest of the portfolio; the other parts of the portfolio have a lot of growth opportunity.

Mr. Goodreau commented that fixed income fees are relatively high. Currently the fund pays fees for services that are not producing alpha. Under this structure, the focus would be on paying for management where alpha can be achieved.

Mr. Burns then detailed the proposed structure stating it would be focused on publicly-traded U.S. Fixed Income. It would exclude Commercial Mortgage-backed Securities (CMBS), private Residential Mortgage-backed Securities (RMBS) and Non-U.S. Fixed Income. The excluded segments would be handled in the Real Estate and Opportunistic Portfolios. He concluded by stating the next steps in this process would be to: adopt a Fixed Income Policy Portfolio, an Investment Policy Statement, Sector structure and management guidelines and hire managers.

The group proceeded to discuss Mr. Burns' presentation and general fixed income matters.

Mr. Goodreau commented that an important part of this structure is to give managers flexibility to address risk in the event of a dislocation that is likely to occur, at some future point, after a 25 year bull credit market.

Mr. Costello stated he thought the managers had done a pretty respectable job and inquired if the recommendation is hiring a new group of managers or issuing new guidelines to current managers.

Mr. Burns asked the board to turn back to page eight for clarification.

The board completed the discussion of performance and risk and then turned to the issue of timing.

Mr. Fay asked what type of transition and/or time frame is suggested.

Mr. Burns commented that transition would be a policy decision that would require a review of the mitigating factors. He stressed the overriding consideration is the policy.

Mr. Goodreau said the transition depends on the comfort level of the board though once a policy is set a move to it should be prompt. The reason we are engaged in this review is because fixed income is likely to be a dynamic sector in the future.

Treasurer Caprio stated that this item is very important as the policy will impact 20% of the portfolio. He would like to continue the discussion next month considering the level of input and the fact that some members of the board are absent.

Legal Counsel Report. Legal Counsel had no report.

Chief Investment Officer Report. Mr. Goodreau stated that the return for fiscal year 2010 ended just under 13.6%. This puts the fund 220 basis points over the benchmark, 120 basis points over the 2 year benchmark, and 70 basis points over the 3 year benchmark. In every average time period the fund is beating its benchmark, because of efficiencies and exposure. He noted that the fund performance is 200 basis points over CALPERS and 150 basis points over CALSTERS.

He continued stating that the move to the passive mandate enabling the board and staff to focus on important issues is confirmed in these returns. Right now the correlation of (individual) stock movement to the stock market, the S & P 500, is 83%. This means the current environment is not about a market of individual stocks, but the stock market itself, which has not been the case except one other time in 1987. Consequently, making risk decisions right now is very difficult, so the critical decision is either to be in the market or out.

He told the group that currently the market is at about the halfway point in recouping the damage from the 800 point decline in 2008.

He reported that the \$100 million sale of private equity has been successfully completed at one of the lowest discount rates available recently. He noted that the low discount no longer exists at this time.

Treasurer's Report. Treasurer Caprio stated that it is very good for Rhode Island to be in the top quartile of funds. He commended the board and staff for the work that has been done to place Rhode Island in the top rankings, outperforming CALPERS and CALSTERS, the biggest funds in the country.

New Business. There was no new business.

There being no new business, the Treasurer entertained a motion to adjourn. Mr. Giudici moved, Mr. Reilly seconded and the subsequent motion passed. The following members voted in favor: Mr. Michael Costello, Mr. Thomas Fay, Mr. Robert Giudici, Mr. Andrew Reilly and General Treasurer Frank T. Caprio.

VOTED: To adjourn the meeting.

There being no further business, the meeting was adjourned at 9:58 a.m.

Respectfully submitted,



Frank T. Caprio
General Treasurer

STAFF SUMMARY

RHODE ISLAND STATE INVESTMENT COMMISSION
STAFF SUMMARY ANALYSIS
PORTFOLIO HIGHLIGHTS
July 31, 2010

PORTFOLIO PERFORMANCE

July

The ERSRI portfolio posted a 4.21% gain for the month of July, against the policy index of 4.90%. Domestic Equities gained 6.77%, international equities were up 9.01%, and the fixed income asset class returned 1.04%. If we factor out PE & RE investments, due to the way they are monitored, the plan performance was 4.82% against its 4.98% index.

Calendar Year to Date

For the seven months ending July 31, 2010, the portfolio is up 2.32% against the policy index of 1.77%. Domestic equities were up 0.57%, international equities were down 2.95%, while fixed income generated a return of 5.08%.

Fiscal Year to Date

For the Fiscal Year ended June 30, 2011, the fund has gained 4.21%, against the policy index of 4.90%.

Index Performance Summary - July 31, 2010		
Market Indices	Jul-10	Calendar YTD
<u>Domestic Equity</u>		
S & P 500	7.01%	-0.11%
DJ Wilshire 5000	6.94%	0.47%
Russell 2000	6.87%	4.79%
Policy Index	4.98%	1.92%
<u>International Equity</u>		
MSCI ACWI	9.06%	-2.72%
<u>Fixed Income</u>		
BC AGG	1.07%	6.46%
<u>Real Estate</u>		
NCREIF	0.08%	-0.79%

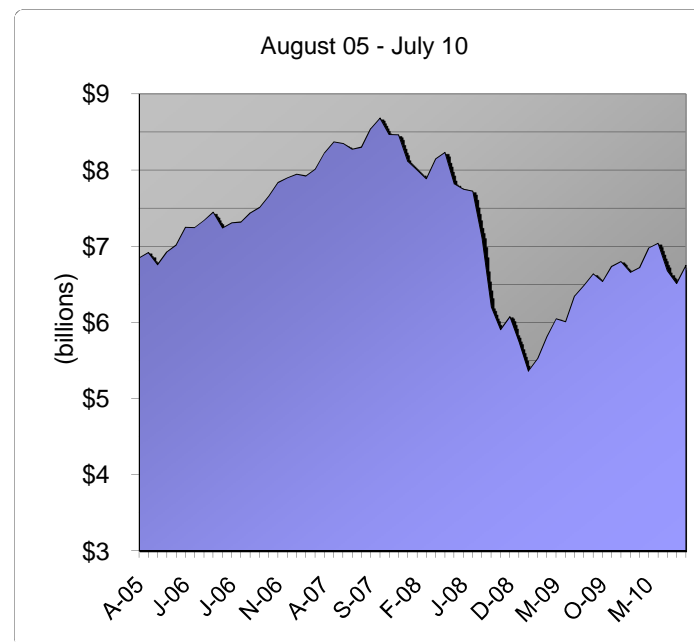
ERSRI Performance By Asset Class	Jul-10	Calendar YTD
Domestic Equity	6.77%	0.57%
Fixed Income	1.04%	5.08%
International Equity	9.01%	-2.95%
Total Fund Composite*	4.82%	1.88%
Manager Summary	Jul-10	CYTD
<u>DOMESTIC EQUITY</u>		
Shott	0.02%	0.10%
SSgA S&P 500	7.00%	-0.07%
Russell Overlay	0.03%	0.42%
Wellington Technical Eq	3.66%	-9.04%
Russell 2000 Index	6.89%	4.80%
Total Domestic Equity	6.77%	0.57%
<u>FIXED INCOME</u>		
Brown Bros TIPS	0.03%	4.58%
Brown Bros Core	1.01%	5.96%
Fidelity	0.86%	6.43%
Taplin Canida & Habacht	1.72%	7.43%
Fixed Income Cash Acct	0.02%	0.10%
Mackay Shield	2.47%	6.88%
Total Fixed Income	1.04%	5.08%
<u>INTERNATIONAL EQUITY</u>		
Total International Equity	9.01%	-2.95%

*Total Fund Composite includes all classes ex PE & RE

**Market Valuation Report
July 31, 2010**

Market Values

The total portfolio value increased in July by \$238 million to \$6.75 billion. This compares with an increase in value of \$342.5 million for the same period in 2009. The Domestic Equity Market values increased by \$154.3 million, including transfers in of \$0.000 million; Fixed Income increased by \$60.5 million, including transfers in of \$42.5 million; while International Values increased by \$98.6 million, including transfers out of \$0.02 million. The Cash Accounts decreased by \$50.5 million including transfers out of \$44.8 million, and Alternative Investments decreased by \$26.5 million, including transfers out of \$26.5 million. The Real Return Pool increased by \$0.1 million including transfers in of \$0.00 million. The overlay account increased by \$2.0 million.



Cash Flow

July pension payroll of \$70.7 million was greater than the \$41.0 million in contributions and wire transfers received by \$29.7 million.

To meet pension and other obligations, a transfer from long-term investments of \$29.5 million was necessary.

Alternative Investments

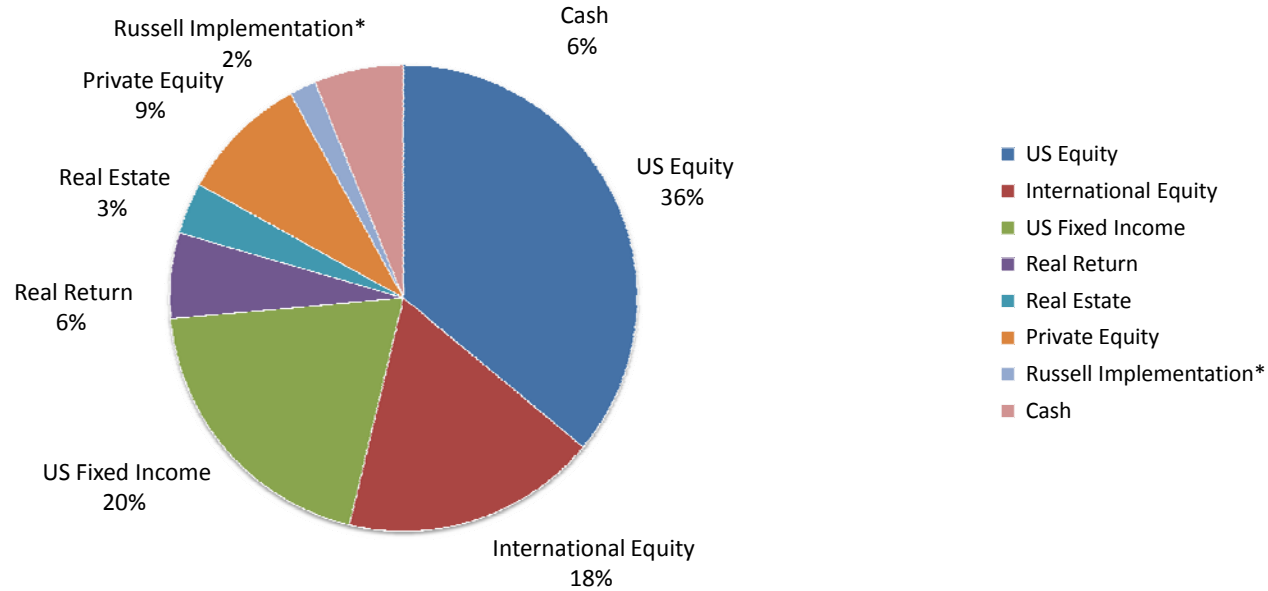
At this time the alternative investment asset class has unfunded commitments of approximately \$222.1 million on commitments of \$1,084 million.

CAPITAL CALLS Net of Distributions

July 2010	FYTD	UNFUNDED BALANCE
-\$25,738,312	-\$25,738,312	\$222,121,111
July 2009	FYTD	UNFUNDED BALANCE
\$2,191,390	\$2,191,390	\$347,521,860

State of Rhode Island

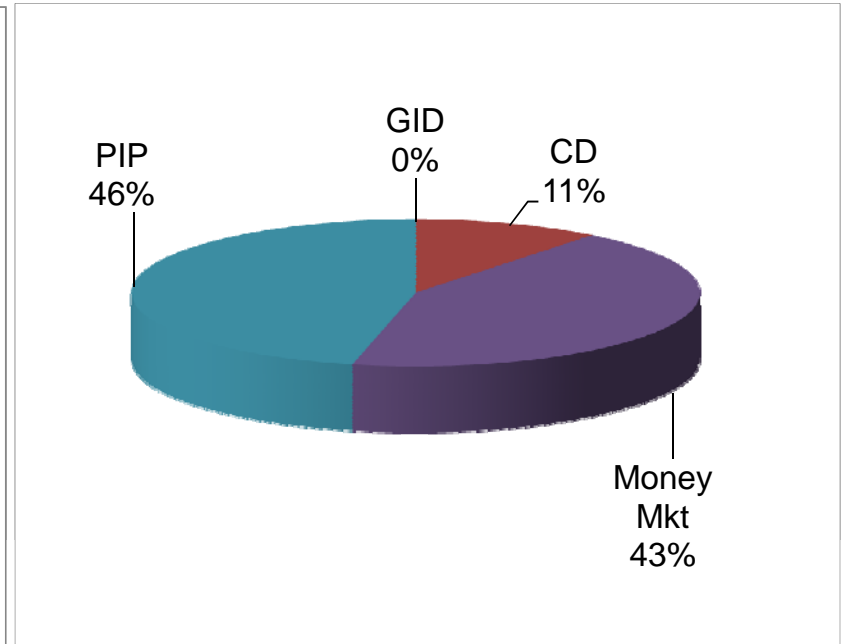
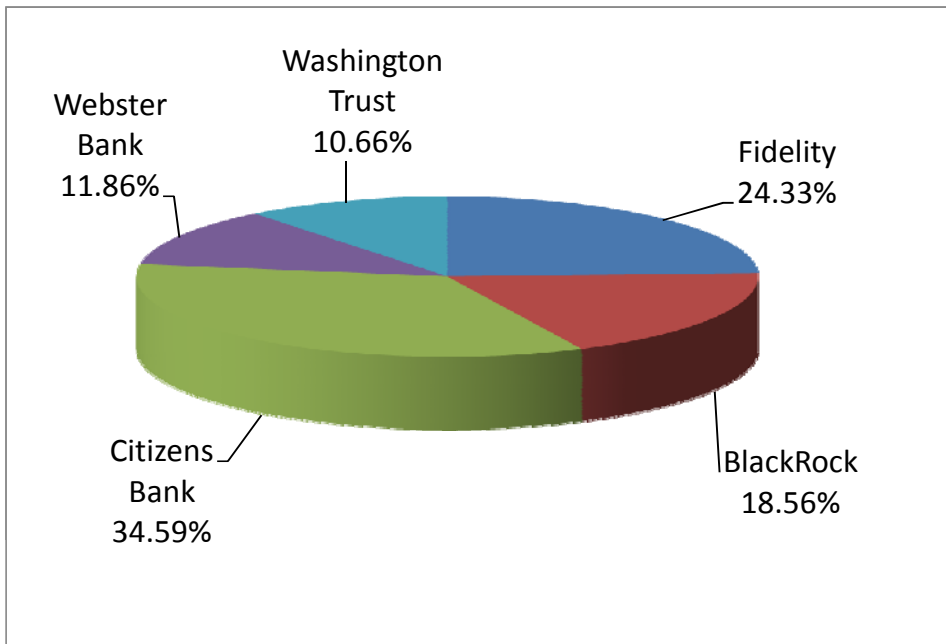
Asset Allocation
7/31/2010



	Value	Allocation
US Equity	2,433.89	36.0%
International Equity	1,193.29	17.7%
US Fixed Income	1,340.65	19.9%
Real Return	400.62	5.9%
Real Estate	240.45	3.6%
Private Equity	601.15	8.9%
Russell Implementation*	124.03	1.8%
Cash	417.89	6.2%
Total Fund	6,751.96	100.0%

* Difference in actual investment allocation versus target allocation policy is offset by the notional overlay provided by the Russell Implementation account.

**RHODE ISLAND STATE INVESTMENT COMMISSION
SHORT TERM CASH INVESTMENTS AT:
July 31, 2010**



REPO	= Repurchase Agreement
GID	= Government Insured Deposit
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
Jul-10**

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	0.00%				N/R		N/R	
JP Morgan Chase	2,3,5	0.00%	Aa1		P-1	A-1+	Aa1	AA-	Negative
BlackRock Inc.	6	19.00%	A1		P-1	A-1	A1	A+	Stable
RBS Citizens	3,4	35.00%	A2		P-1	A-2	A2	A-	Negative
Federated	6	0.00%				N/R		N/R	N/R
Fidelity	6	24.00%				N/R		N/R	N/R
Merrill Lynch	2,5,6	0.00%	A2		P-1	A-1	A2	A	Negative
Morgan Stanley	1,2,5	0.00%	A2		P-1	A-1	A2	A	Negative
Sovereign Bank	3,4	0.00%	A3		P-2	A-1	A3	A	Stable
State Street Bank & Trust Comp	1,3	0.00%	A1		P-1	A-1	A1	A+	Negative
Webster Bank	3,4	12.00%	A3		P-2	A-2	A3	BBB	Stable
Washington Trust	3,7	11.00%				N/R		N/R	N/R
Oppenheimer	5	0.00%					B2		Stable

Instrument Codes

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

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

August 20, 2010

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

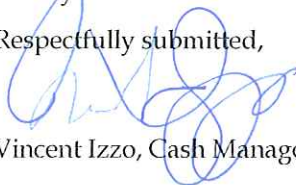
This is to certify that the amounts so listed below belong to the credit of the Employees' Retirement, State Police and Judiciary Retirement Systems, and the Municipal Employees' Retirement System of the State of Rhode Island at the close of business on July 31, 2010.

Employees' Retirement System of Rhode Island
Composite Reporting Investment Valuation
July 31, 2010

Asset Class		
Cash/Short Term Investments		774,618,341
Equities - Domestic		2,405,114,125
Equities - International		1,193,279,836
<i>Fixed Income - Government</i>	\$920,470,188	
<i>Fixed Income - Corporate</i>	\$616,996,931	
Total Fixed Income		1,537,467,118
Alternative Investments		601,031,850
Real Estate		240,448,721
Total Fund Investments		6,751,959,992
Plan Allocation		
State Employees & Teachers	83.29%	5,623,777,394
Municipal Employees	15.34%	1,035,660,747
State Police	0.87%	58,742,801
Judicial	0.50%	33,779,050
Total Fund Investments	100.00%	6,751,959,992

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 July 31, 2010

	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	1,679,609,255	24.9	7.0 7.0	-6.7 -6.7	-0.1 -0.1	7.0 7.0	14.0 13.8	-4.4 -4.6	-6.7 -6.8		-3.6 -3.7	11/01/2006
RUSSELL 2000 INDEX FUND RUSSELL 2000	612,973,867	9.1	6.9 6.9	-8.9 -8.9	4.8 4.8	6.9 6.9	18.5 18.4				27.6 27.6	05/01/2009
Active Core												
WELLINGTON TECHNICAL EQUITY RUSSELL 3000	139,785,457	2.1	3.7 6.9	-10.9 -7.2	-9.0 0.5	3.7 6.9	2.9 14.8	-6.7 -4.3	-0.5 -6.3		-0.5 -6.3	08/01/2007
Other												
SHOTT CAPITAL	1,519,005	0.0							-12.9			04/01/1999
TOTAL US EQUITY RUSSELL 3000	2,433,887,584	36.1	6.8 6.9	-7.6 -7.2	0.6 0.5	6.8 6.9	14.8 14.8	-4.2 -4.3	-6.3 -6.3	-0.1	8.5 -6.3	03/01/1989
INTERNATIONAL EQUITY												
Index												
MSCI ACWI EX US INDEX FUND MSCI AC WORLD ex US (NET)	1,192,767,453	17.7	9.0 9.0	-3.6 -3.7	-3.0 -3.0	9.0 9.0	9.9 9.7				27.4 27.2	05/01/2009
Active												
TAX RECLAIMS MSCI AC WORLD ex US (GROSS)	245,742	0.0	9.1	-3.5	-2.7	9.1					2.2	11/01/2009
SSGA TRANSITION ACCOUNT	275,620	0.0										11/01/2000
TOTAL INTERNATIONAL EQUITY MSCI AC WORLD ex US (GROSS)	1,193,288,815	17.7	9.0 9.1	-3.6 -3.5	-3.0 -2.7	9.0 9.1	9.8	-4.0	-6.7	4.5	4.5 2.2	03/01/1989
U.S. FIXED INCOME												
Core												
BROWN BROTHERS HARRIMAN - CORE CITIGROUP BIG	357,639,990	5.3	1.0 1.0	3.0 3.7	6.0 6.3	1.0 1.0	8.0 8.6	8.0 8.6	6.3 8.0	5.2 6.2	6.7 7.3	03/01/1990
Mortgage												
PYRAMIS GLOBAL ADVISORS BC MBS	460,273,358	6.8	0.9 0.9	3.3 3.1	6.4 5.4	0.9 0.9	9.5 7.5	9.5 9.0	7.4 8.3	6.1 6.5	7.6 7.3	10/01/1989
Corporates												
TAPLIN, CANIDA & HABACHT BC CREDIT	360,445,293	5.3	1.7 1.9	3.1 3.5	7.4 7.7	1.7 1.9	14.5 12.6	10.2 10.6	6.2 8.0	5.5 5.9	6.9 6.7	04/01/1996
High Yield												
MACKAY SHIELDS, LLC CSFB GLOBAL HIGH YIELD	162,293,306	2.4	2.5 3.1	1.7 1.0	6.9 7.9	2.5 3.1	19.1 23.4	10.3 12.3	6.8 7.9	7.0 7.2	11.7 10.5	10/01/2002
Other												
FIXED INCOME CASH ACCOUNT	406,837,445	6.0	0.0	0.1	0.1	0.0	0.2	0.7	1.8		2.2	04/01/2007
TOTAL US FIXED INCOME BC AGGREGATE	1,747,489,391	25.9	1.0 1.1	2.3 3.5	5.1 6.5	1.0 1.1	9.6 8.9	7.9 8.4	6.8 7.6	5.8 6.0	6.6 6.6	12/01/1992
REAL RETURN POOL												
BROWN BROTHERS HARRIMAN - TIPS BARCLAYS US TIPS INDEX	400,616,307	5.9	0.0 0.1	1.5 1.5	4.6 4.6	0.0 0.1	9.7 9.5	5.1 4.5	7.5 6.9	5.6 5.4	5.9 5.6	06/01/2004
TOTAL REAL RETURN CPI + 4%	400,616,307	5.9	0.0 0.2	1.5 1.0	4.6 3.1	0.0 0.2	9.7	5.1	7.5	5.6	5.9 3.7	06/01/2004
ALTERNATIVE INVESTMENTS												
REAL ESTATE NCREIF PROPERTY LAG + 100 BPS	240,449,457	3.6	2.1 0.1	2.7 0.0	-2.0 0.0	2.1 0.0	-17.7 0.0	-25.4 0.0	-15.6 0.0	-5.7 0.0	-4.7 0.0	01/01/2005
PRIVATE EQUITY S&P 500 PLUS 300 BP	601,145,777	8.9	-0.5 7.3	0.1 -6.0	7.8 1.6	-0.5 7.3	22.1 17.2	-2.4 -1.7	2.7 -4.0	7.4 2.8	8.8 12.3	01/01/1989
TOTAL ALTERNATIVE INVESTMENTS TOTAL ALTERNATIVES BENCHMARK	841,595,235	12.5	0.2 4.4	0.8 -3.2	5.2 0.7	0.2 4.4	9.1 6.2	-10.0 -5.1	-3.4 -3.4	3.6 3.9	7.9	04/01/1996
RE-BALANCING												
RUSSELL IMPLEMENTATION SERVICES	124,027,986	1.8	0.0	0.3	0.4	0.0	0.5				0.1	09/01/2008
CASH												
CASH ACCOUNT (INSIDE)	10,216,964	0.2										07/01/2000
CASH ACCOUNT (OUTSIDE)	837,711	0.0										07/01/2000
TOTAL PLAN TOTAL PLAN BENCHMARK*	6,751,959,992	100.0	4.2 4.9	-2.4 -2.6	2.3 1.8	4.2 4.9	12.2 10.7	-1.9 -2.6	-2.7 -3.3	2.9 2.8	9.1	01/01/1984

* Effective 4/1/09: 36.0% RUSSELL 3000/ 22.0% BC AGG / 17.5% MSCI AC WORLD FREE EX USA / 10.0% CPI + 4% / 7.5% S&P 500 + 3% / 5.0%NCREIF PROPERTY LAGG / 2.0% 91 DAY T-BILL

State of Rhode Island
Summary of Performance
Rates of Return
PERIODS ENDING July 31, 2010

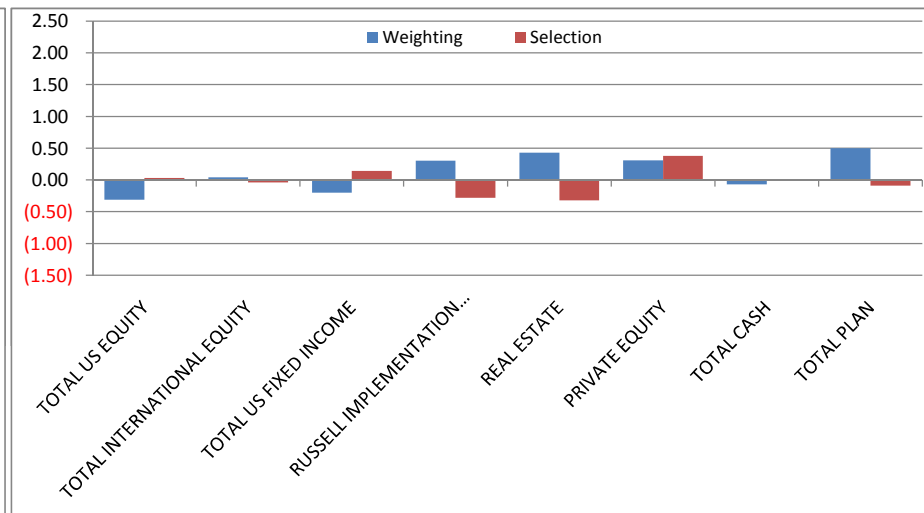
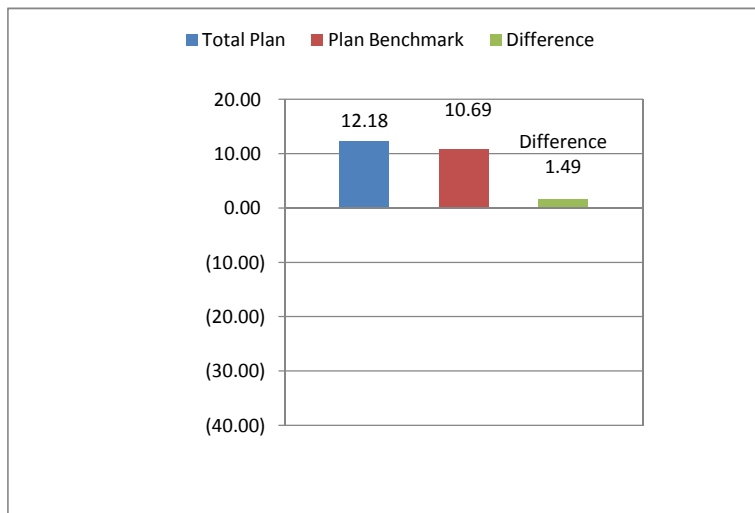
	MKT VAL	% of FUND	6 YEARS	7 YEARS	8 YEARS	9 YEARS	10 YEARS	ITD	Incept Date
DOMESTIC EQUITY									
Index									
SSGA S&P 500 INDEX FUND S&P 500	1,679,609	24.9	2.1	3.6	4.4	0.9	-0.8	-3.6	11/1/2006
RUSSELL 2000 INDEX FUND RUSSELL 2000	612,974	9.1	4.2	5.9	7.9	4.7	4.0	27.6	5/1/2009
Active Core									
WELLINGTON TECHNICAL EQUITY S&P 500	139,785	2.1	2.1	3.6	4.4	0.9	-0.8	-0.5	8/1/2007
Other									
SHOTT CAPITAL	1,519	0.0							4/1/1999
TOTAL US EQUITY RUSSELL 3000	2,433,888	36.1	2.9 2.7	4.5 4.1	5.8 5.1	2.2 1.6	0.0 -0.1	8.5	3/1/1989
INTERNATIONAL EQUITY									
Index									
MSCI ACWI EX US INDEX FUND MSCI EAFE (NET)	1,192,767	17.7	5.0	7.7	7.5	4.5	1.5	27.4	5/1/2009
Active									
TAX RECLAIMS MSCI AC WORLD ex US (GROSS)	246	0.0	8.0	10.3	10.1	7.0	3.6		11/1/2009
SSGA TRANSITION ACCOUNT	276	0.0							11/1/2000
TOTAL INTERNATIONAL EQUITY MSCI AC WORLD ex US (GROSS)	1,193,289	17.7	7.6 8.0	9.6 10.3	9.0 10.1	6.0 7.0	2.5 3.6	4.5	3/1/1989
U.S. FIXED INCOME									
Core									
BROWN BROTHERS HARRIMAN - CORE CITIGROUP BIG	357,640	5.3	5.2 6.0	5.2 5.8	5.5 5.8	5.7 6.0	6.5 6.6	6.7	3/1/1990
Mortgage									
PYRAMIS GLOBAL ADVISORS BC MBS	460,273	6.8	6.2 6.2	6.0 6.1	5.6 5.6	6.0 5.9	6.7 6.6	7.6	10/1/1989 1/0/1900
Corporates									
TAPLIN, CANIDA & HABACHT BC CREDIT	360,445	5.3	5.5 5.9	5.9 5.9	7.2 6.5	6.3 6.3	7.0 7.0	6.9	4/1/1996
High Yield									
MACKAY SHIELDS, LLC CSFB GLOBAL HIGH YIELD	162,293	2.4	7.6 7.7	8.7 8.6	10.3		7.9	11.7	10/1/2002
Other									
FIXED INCOME CASH ACCOUNT	406,837	6.0						2.2	4/1/2007
TOTAL US FIXED INCOME BC AGGREGATE	1,747,489	25.9	6.0 5.8	6.0 5.6	6.4 5.6	6.1 5.8	6.5 6.5	6.6	12/1/1992
REAL RETURN POOL									
BROWN BROTHERS HARRIMAN - TIPS BC GLOBAL INFLATION LINKED: U.S. TIPS	400,616	5.9	5.8 5.6	6.2	6.4	6.7	7.4	5.9	6/1/2004
TOTAL REAL RETURN CPI + 4%	400,616	5.9	5.8 6.4	6.5	6.5	6.4	6.4	5.9	
ALTERNATIVE INVESTMENTS									
REAL ESTATE NCREIF PROPERTY INDEX QTR LAG	240,449	3.6	6.0	6.5	6.6	6.6	7.1	-4.7	1/1/2005
PRIVATE EQUITY S&P 500 PLUS 300 BP	601,146	8.9	10.2 5.1	12.7 6.6	10.4 7.6	8.6 4.1	5.3 2.5	8.8	1/1/1989
TOTAL ALTERNATIVE INVESTMENTS TOTAL ALTERNATIVES BENCHMARK	841,595	12.5	6.9 5.9	9.6 7.0	7.8 7.6	6.3 5.5	3.8 4.8	7.9	4/1/1996
RE-BALANCING									
RUSSELL IMPLEMENTATION SERVICES	124,028	1.8						0.1	9/1/2008
CASH									
CASH ACCOUNT (INSIDE)	10,217	0.2							
CASH ACCOUNT (OUTSIDE)	838	0.0							
TOTAL PLAN TOTAL PLAN BENCHMARK	6,751,960	100.0	5.2 4.8	6.6 6.1	7.1 6.7	4.7 4.3	3.0 2.9	9.1	1/1/1984

* Effective 4/1/09: 36.0% RUSSELL 3000/ 22.0% BC AGG / 17.5% MSCI AC WORLD FREE EX USA / 10.0% CPI + 4% / 7.5% S&P 500 + 3% / 5.0%NCREIF PROPERTY LAGG / 2.0% 91 DAY T-BILL

STATE OF RHODE ISLAND
TOTAL PLAN POOL ATTRIBUTION
 1 Year Period: July 31, 2009 - July 31, 2010
 Value Added

1 YEAR RETURNS

VALUE ADDED ATTRIBUTION



	Beginning Weights			Returns			Value Added		
	Portfolio	Benchmark	Difference	Portfolio	Benchmark	Difference	Weighting	Selection	Timing
TOTAL US EQUITY	40.40	42.50	(2.10)	14.79	14.82	(0.03)	(0.31)	0.03	
TOTAL INTERNATIONAL EQUITY	18.80	20.00	(1.20)	9.84	10.12	(0.28)	0.04	(0.04)	
TOTAL US FIXED INCOME	24.80	25.00	(0.20)	9.59	8.91	0.68	(0.20)	0.14	
RUSSELL IMPLEMENTATION SERVICES	2.30	0.00	2.30	0.53	14.86	(14.33)	0.30	(0.28)	
REAL ESTATE	4.20	5.00	(0.80)	(17.69)	(9.60)	(8.09)	0.43	(0.32)	
PRIVATE EQUITY	8.90	7.50	1.40	22.10	17.22	4.88	0.31	0.38	
TOTAL CASH	0.60	0.00	0.60	0.21	0.16	0.05	(0.07)	0.01	
TOTAL PLAN	100	100		12.18	10.69	1.49	0.50	(0.09)	0.93

ERSRI Monthly Market Value Report With Time Weighted Returns

July 31, 2010

	Calendar YTL			Benchmark Description	Current Month			Valuation Change			
	Performance	Benchmark	Alpha		Performance	Benchmark	Alpha	Market Value	Transfers	Market Value	Market Value
								6/30/2010	In/(out)	7/31/2010	Increase/decrease
Domestic Equity											
Shott Capital Management IRR	0.10%	-0.11%	0.21%	S & P 500	0.02%	7.01%	-6.99%	1,518,680	-	1,519,005	324
SSgA S&P 500	-0.07%	-0.11%	0.04%	S & P 500	7.00%	7.01%	-0.01%	1,569,789,508	-	1,679,609,255	109,819,746
Wellington Tech Eq	-9.04%	0.47%	-9.51%	Russell 3000	3.66%	6.94%	-3.28%	134,845,626	-	139,785,457	4,939,831
Russell 2000 Index Fund	4.80%	4.79%	0.01%	Russell 2000	6.89%	6.87%	0.02%	573,472,484	-	612,973,867	39,501,383
Total Domestic Equity	0.57%	0.47%	0.10%		6.77%	6.94%	-0.17%	2,279,626,299	-	2,433,887,584	154,261,285
International Equity											
Boston Company		-2.72%		MSCI ACWI		9.06%		60,222	-	61,359	1,137
Goldman Sachs		-2.72%		MSCI ACWI		9.06%		123,279	(18,421)	110,171	5,314
Transition Account	N/A	N/A	N/A	N/A	N/A	N/A	N/A	263,987	-	275,620	11,633
Mondrian		-2.72%		MSCI ACWI		9.06%		72,527	-	74,212	1,686
MSCI Ex US Index Fund	-2.95%	-3.03%		MSCI Ex US Index Fund	9.01%	9.03%	-0.02%	1,094,165,344	-	1,192,767,453	98,602,109
Total International Equity	-2.95%	-2.72%	-0.23%		9.01%	9.06%	-0.05%	1,094,685,358	(18,421)	1,193,288,815	98,621,878
Fixed Income											
Fidelity Management & Research	6.43%	5.35%	1.08%	BC MBS	0.86%	0.86%	0.00%	456,357,289	-	460,273,358	3,916,068
Brown Brothers, Harriman	5.96%	6.34%	-0.38%	Citigroup BIG	1.01%	1.02%	-0.01%	354,007,672	-	357,639,990	3,632,318
Taplin, Canida & Habacht	7.43%	7.65%	-0.22%	BC Credit	1.72%	1.92%	-0.20%	354,344,624	-	360,445,293	6,100,669
Mackay Shields	6.88%	7.92%	-1.04%	CS First BosHiYield	2.47%	3.09%	-0.62%	158,374,346	-	162,293,306	3,918,960
Fixed Income Cash Acct	0.10%	0.07%	0.03%		0.02%	0.02%	0.00%	364,240,292	42,518,421	406,837,445	78,732
Total Fixed Income	5.08%	6.46%	-1.38%		1.04%	1.07%	-0.03%	1,687,324,223	42,518,421	1,747,489,391	17,646,747
Alternative Investments											
Private Equity	7.80%	1.63%	6.17%	N/A	-0.53%	7.25%	-7.78%	631,681,274	(25,738,312)	601,145,777	(4,797,184)
Real Estate	-1.98%	-0.79%	-1.19%	NCREIF + 100	2.05%	0.08%	1.97%	236,463,462	(722,187)	240,449,457	4,708,183
Total Alternatives	5.19%	0.71%	4.48%		0.18%	4.35%	-4.17%	868,144,735	(26,460,499)	841,595,235	(89,001)
Cash Accounts											
Cash in Trust	0.10%	0.07%	0.03%		0.02%	0.02%	0.00%	54,932,289	(44,817,501)	10,216,964	102,175
Cash Outside Trust	0.00%	0.07%	-0.07%		0.00%	0.02%	-0.02%	6,611,139	-	837,711	(5,773,428)
Total Cash	0.09%	0.07%	0.02%		0.02%	0.02%	0.00%	61,543,428	(44,817,501)	11,054,675	(5,671,253)
Real Return Pool											
Brown Bros TIPS	4.58%	4.56%	0.02%	CPI +4%	0.03%	0.14%	-0.11%	400,509,180	-	400,616,307	107,127
Other											
Russell Overlay	0.42%				0.03%			121,983,814	-	124,027,986	2,044,172
Total Plan Ex PE & RE	1.88%	1.92%	-0.04%		4.82%	4.98%	-0.16%	6,513,817,038	(28,778,000)	6,751,959,992	266,920,955
Total Plan	2.32%	1.77%	0.55%		4.21%	4.90%	-0.69%				

*Policy Index: (Effective 04/1/09)

36% Russell 3000

22% BC Agg

17.5% MSCI World Free Ex USA

10% CPI + 4%

7.5% S&P 500 + 3%

Effective 11/1/09 Moved TIPS from Fixed Income to Real Return. The history remains in Fixed Income.

State of Rhode Island

RATES OF RETURN - Total

Periods Ending July 31, 2010



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	7.00	7.01	-0.01	-0.07	-0.11	0.04	1,679,609	0
SHOTT CAPITAL	S&P 500	0.02	7.01	-6.99	0.10	-0.11	0.21	1,519	0
WELLINGTON TECHNICAL EQUITY	RUSSELL 3000	3.66	6.94	-3.28	-9.04	0.47	-9.51	139,785	0
RUSSELL 2000 INDEX FUND	RUSSELL 2000	6.89	6.87	0.02	4.80	4.79	0.01	612,974	0
TOTAL US EQUITY	RUSSELL 3000	6.77	6.94	-0.17	0.57	0.47	0.10	2,433,888	0
INTERNATIONAL EQUITY									
THE BOSTON COMPANY	MSCI AC WORLD ex US (GROSS)		9.06			-2.72		61	0
GOLDMAN SACHS	MSCI AC WORLD ex US (GROSS)		9.06			-2.72		110	-18
MONDRIAN	MSCI AC WORLD ex US (GROSS)		9.06			-2.72		74	0
MSCI ACWI EX US INDEX FUND	MSCI AC WORLD ex US (NET)	9.01	9.03	-0.02	-2.95	-3.03	0.08	1,192,767	0
TOTAL INTERNATIONAL EQUITY	MSCI AC WORLD ex US (GROSS)	9.01	9.06	-0.05	-2.95	-2.72	-0.23	1,193,289	-18
U.S. FIXED INCOME									
PYRAMIS GLOBAL ADVISORS	BC MBS	0.86	0.86	0.00	6.43	5.35	1.08	460,273	-29
BROWN BROTHERS HARRIMAN - CORE	CITIGROUP BIG	1.01	1.02	-0.01	5.96	6.34	-0.38	357,640	67
TAPLIN, CANIDA & HABACHT	BC CREDIT	1.72	1.92	-0.20	7.43	7.65	-0.22	360,445	0
MACKAY SHIELDS, LLC	CSFB GLOBAL HIGH YIELD	2.47	3.09	-0.62	6.88	7.92	-1.04	162,293	12
FIXED INCOME CASH ACCOUNT	91 DAY T-BILL	0.02	0.02	0.00	0.10	0.07	0.03	406,837	42,518
TOTAL US FIXED INCOME	BC AGGREGATE	1.04	1.07	-0.03	5.08	6.46	-1.38	1,747,489	42,568

State of Rhode Island

RATES OF RETURN - Total

Periods Ending July 31, 2010



STATE STREET

PERFORMANCE SUMMARY REPORT

	Benchmark	1 Month Return			Calendar YTD Return			Value (000)	Net Flow (000)
		Fund	Index	Excess	Fund	Index	Excess		
REAL RETURN POOL									
1 BROWN BROTHERS HARRIMAN - TIPS	BARCLAYS US TIPS INDEX	0.03	0.14	-0.11	4.58	4.56	0.02	400,616	0
TOTAL REAL RETURN POOL	CPI + 4%	0.03	0.35	-0.32	4.58	3.23	1.35	400,616	0
ALTERNATIVE INVESTMENTS									
PRIVATE EQUITY	S&P 500 PLUS 300 BP	-0.53	7.25	-7.78	7.80	1.63	6.17	601,146	-27,228
REAL ESTATE	NCREIF PROPERTY LAG + 100 BPS	2.05	0.08	1.97	-1.98	-0.79	-1.19	240,449	-857
TOTAL ALTERNATIVE INVESTMENTS	TOTAL ALTERNATIVES BENCHMARK	0.18	4.35	-4.17	5.19	0.71	4.48	841,595	-28,086
CASH EQUIVALENTS									
CASH ACCOUNT (INSIDE)	91 DAY T-BILL	0.02	0.02	0.00	0.10	0.07	0.03	10,217	-44,778
CASH ACCOUNT (OUTSIDE)	91 DAY T-BILL	0.00	0.02	-0.02	0.00	0.07	-0.07	838	-5,773
TOTAL CASH	91 DAY T-BILL	0.02	0.02	0.00	0.09	0.07	0.02	11,055	-50,552
OTHER									
RUSSELL IMPLEMENTATION SERVICES		0.03			0.42			124,028	0
TOTAL PLAN									
TOTAL PLAN	TOTAL PLAN BENCHMARK	4.21	4.90	-0.69	2.32	1.77	0.55	6,751,960	-36,088
TOTAL PLAN ex PE RE	TOTAL PLAN BENCHMARK ex PE RE	4.82	4.98	-0.16	1.88	1.92	-0.04	5,910,365	-8,002

State of Rhode Island

TOTAL PLAN

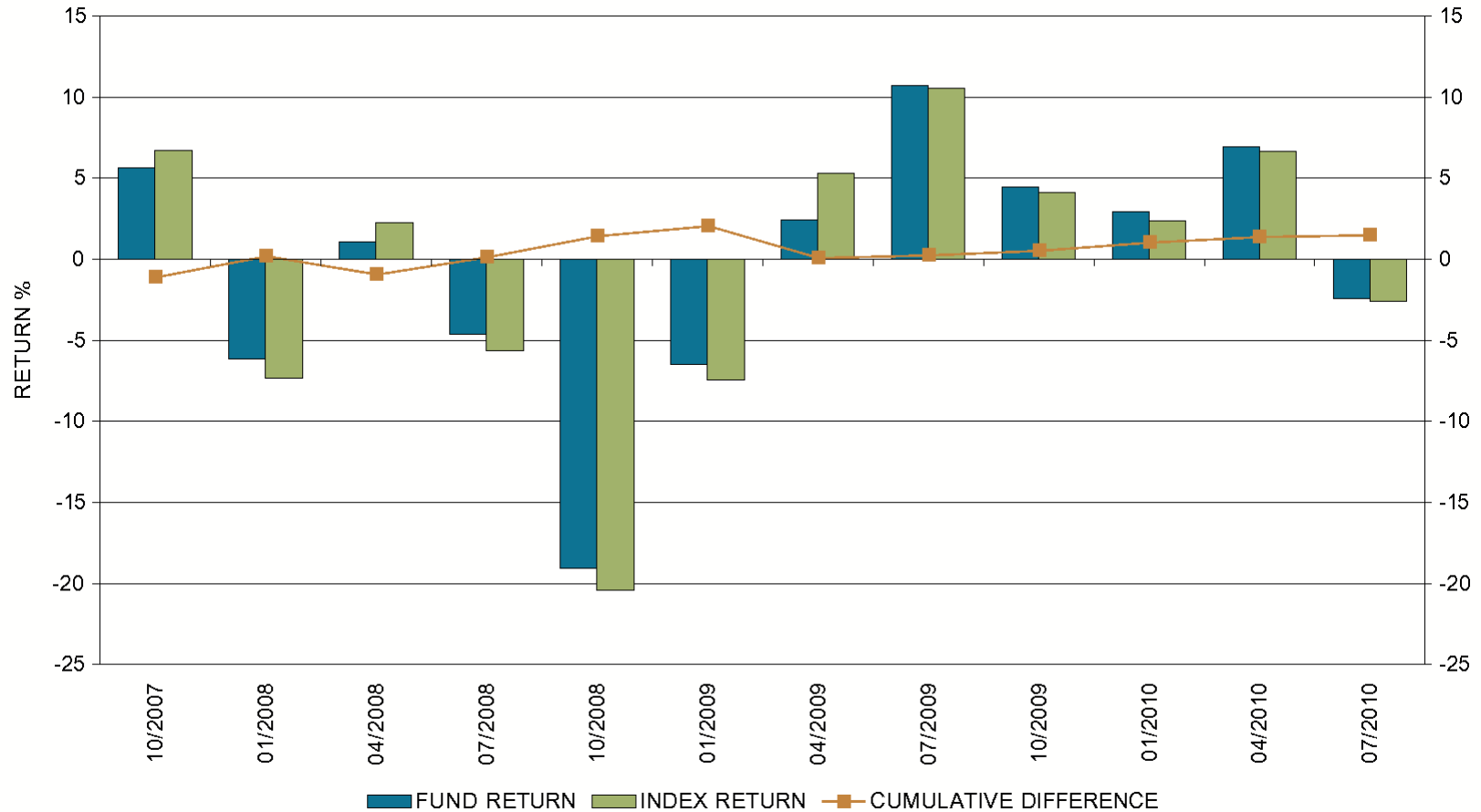
Index: TOTAL PLAN BENCHMARK

PERIODS: July 31, 2007 - July 31, 2010



STATE STREET

CUMULATIVE PERFORMANCE REPORT



State of Rhode Island

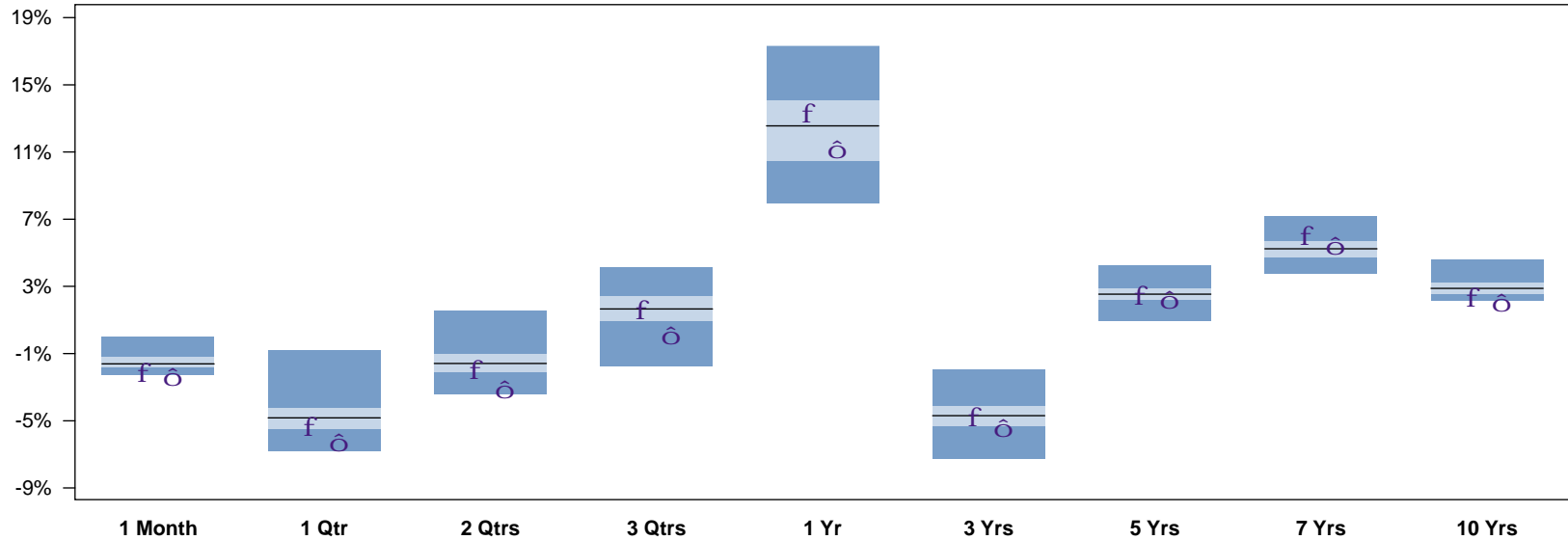
Public Funds (DB) > \$1 Billion (SSC)

PERIOD ENDING June 30, 2010



STATE STREET

TOTAL RETURN



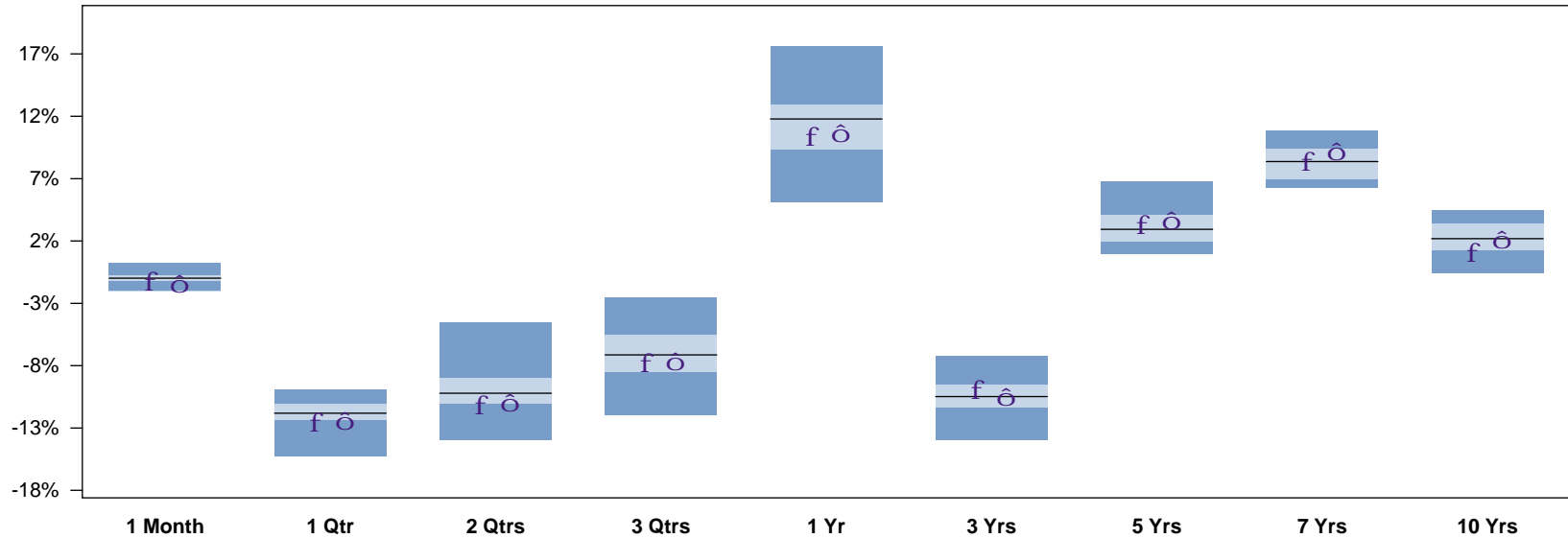
	1 Month		1 Qtr		2 Qtrs		3 Qtrs		1 Yr		3 Yrs		5 Yrs		7 Yrs		10 Yrs	
5th Percentile	-0.03		-0.82		1.58		4.11		17.32		-1.97		4.25		7.17		4.59	
25th Percentile	-1.20		-4.22		-0.99		2.44		14.11		-4.13		2.88		5.69		3.21	
50th Percentile	-1.61		-4.83		-1.59		1.66		12.56		-4.70		2.54		5.24		2.88	
75th Percentile	-1.84		-5.53		-2.10		0.94		10.44		-5.32		2.17		4.74		2.52	
95th Percentile	-2.27		-6.84		-3.41		-1.73		7.94		-7.24		0.92		3.77		2.14	
No. of Obs	34		34		34		34		35		32		34		34		33	
f TOTAL PLAN	-2.00	81	-5.25	66	-1.81	61	1.71	49	13.46	39	-4.63	40	2.58	46	6.16	12	2.47	80
o 1 TOTAL PLAN BENCHMARK	-2.26	92	-6.16	85	-2.98	91	0.21	91	11.30	66	-5.28	75	2.37	59	5.55	33	2.21	94

State of Rhode Island

Intl Equity Pools - Public Funds (DB) (SSC)
 PERIOD ENDING June 30, 2010



TOTAL RETURN



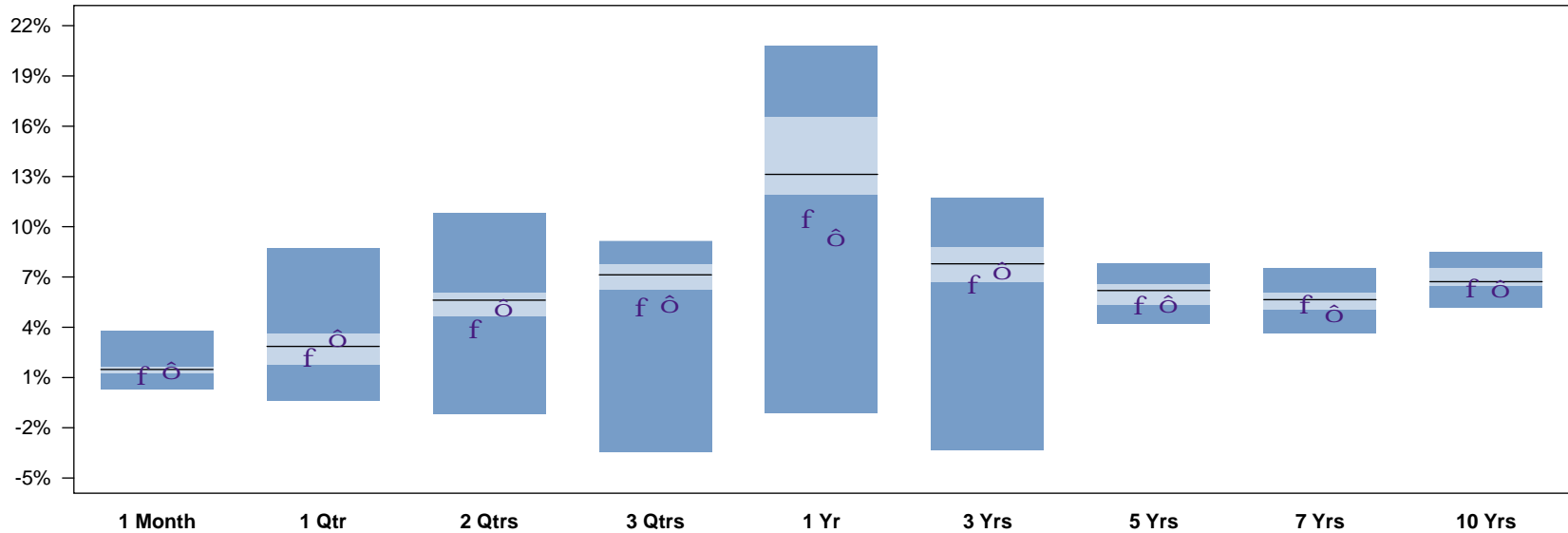
	1 Month	1 Qtr	2 Qtrs	3 Qtrs	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
5th Percentile	0.27	-9.92	-4.52	-2.54	17.59	-7.24	6.79	10.86	4.43
25th Percentile	-0.72	-11.07	-8.96	-5.47	12.93	-9.47	4.11	9.41	3.39
50th Percentile	-0.98	-11.81	-10.21	-7.14	11.78	-10.48	2.93	8.37	2.19
75th Percentile	-1.24	-12.39	-11.04	-8.53	9.33	-11.38	1.94	6.95	1.27
95th Percentile	-2.00	-15.31	-13.91	-11.99	5.16	-13.97	0.95	6.28	-0.57
No. of Obs	32	31	32	31	27	24	23	22	18
f TOTAL INTERNATIONAL	-1.10	-12.34	-10.98	-7.58	10.54	-9.75	3.43	8.57	1.23
o MSCI AC WORLD ex US (G	-1.26	-12.26	-10.80	-7.43	10.87	-10.28	3.84	9.36	2.29

State of Rhode Island

US Fixed Income Pools - Public Funds (DB) (SSC)
 PERIOD ENDING June 30, 2010



TOTAL RETURN



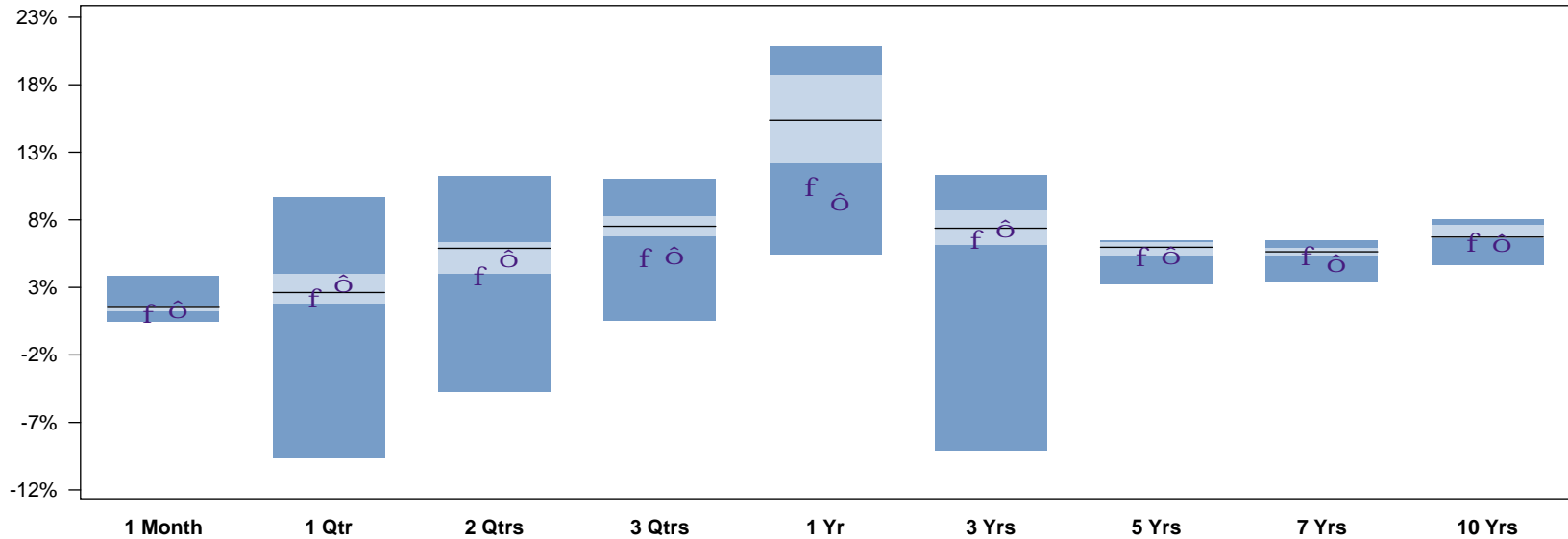
	1 Month		1 Qtr		2 Qtrs		3 Qtrs		1 Yr		3 Yrs		5 Yrs		7 Yrs		10 Yrs	
5th Percentile	3.76		8.71		10.83		9.15		20.78		11.74		7.81		7.50		8.48	
25th Percentile	1.64		3.66		6.12		7.80		16.56		8.79		6.56		6.06		7.55	
50th Percentile	1.48		2.86		5.62		7.13		13.13		7.79		6.19		5.65		6.72	
75th Percentile	1.23		1.74		4.64		6.20		11.89		6.69		5.33		5.05		6.46	
95th Percentile	0.27		-0.42		-1.19		-3.48		-1.16		-3.33		4.24		3.64		5.16	
No. of Obs	42		42		42		41		41		37		29		29		27	
f TOTAL US FIXED INCOM	1.24	73	2.32	63	4.00	77	5.33	79	10.59	84	6.66	77	5.41	71	5.48	71	6.44	76
o BC AGGREGATE	1.57	34	3.49	29	5.33	61	5.55	79	9.50	88	7.55	55	5.54	67	4.96	77	6.47	75

State of Rhode Island

US FIXED INC POOL PUBLIC GT 1 BILL (SSC)
 PERIOD ENDING June 30, 2010



TOTAL RETURN



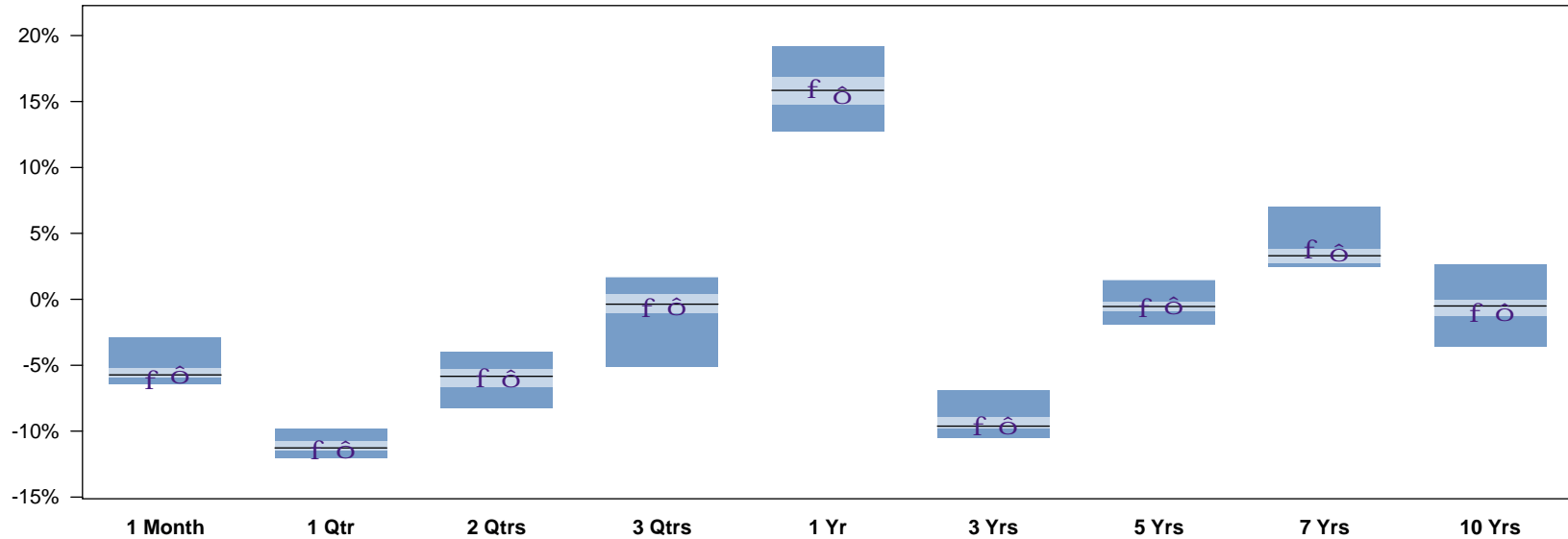
	1 Month		1 Qtr		2 Qtrs		3 Qtrs		1 Yr		3 Yrs		5 Yrs		7 Yrs		10 Yrs	
5th Percentile	3.82		9.69		11.22		11.03		20.82		11.30		6.48		6.49		8.07	
25th Percentile	1.65		4.05		6.34		8.31		18.73		8.73		6.40		5.93		7.65	
50th Percentile	1.52		2.62		5.89		7.52		15.36		7.38		5.97		5.63		6.72	
75th Percentile	1.23		1.81		3.97		6.76		12.20		6.12		5.38		5.32		6.63	
95th Percentile	0.47		-9.61		-4.73		0.51		5.46		-9.07		3.25		3.40		4.68	
No. of Obs	16		17		17		15		15		14		12		13		12	
f TOTAL US FIXED INCOM	1.24	71	2.32	67	4.00	73	5.33	82	10.59	88	6.66	74	5.41	70	5.48	72	6.44	85
o BC AGGREGATE	1.57	40	3.49	46	5.33	63	5.55	82	9.50	90	7.55	44	5.54	61	4.96	80	6.47	84

State of Rhode Island

US EQUITY POOLS PUBLIC GT 1BILL (SSC)
 PERIOD ENDING June 30, 2010



TOTAL RETURN



	1 Month		1 Qtr		2 Qtrs		3 Qtrs		1 Yr		3 Yrs		5 Yrs		7 Yrs		10 Yrs	
5th Percentile	-2.90		-9.80		-4.00		1.66		19.16		-6.92		1.45		6.99		2.62	
25th Percentile	-5.23		-10.74		-5.28		0.44		16.88		-8.96		-0.16		3.86		-0.05	
50th Percentile	-5.73		-11.27		-5.84		-0.37		15.85		-9.62		-0.54		3.30		-0.51	
75th Percentile	-5.97		-11.45		-6.67		-1.06		14.71		-9.82		-0.93		2.69		-1.27	
95th Percentile	-6.41		-12.01		-8.28		-5.13		12.72		-10.54		-1.95		2.46		-3.60	
No. of Obs	31		31		30		30		27		26		25		23		23	
f TOTAL US EQUITY	-5.93	72	-11.26	47	-5.81	46	-0.46	55	16.11	40	-9.47	41	-0.51	47	3.96	21	-0.88	63
o WILSHIRE 5000	-5.54	32	-11.19	41	-5.83	48	-0.38	51	15.67	61	-9.36	33	-0.28	35	3.75	34	-0.78	62

State of Rhode Island

TOTAL PLAN

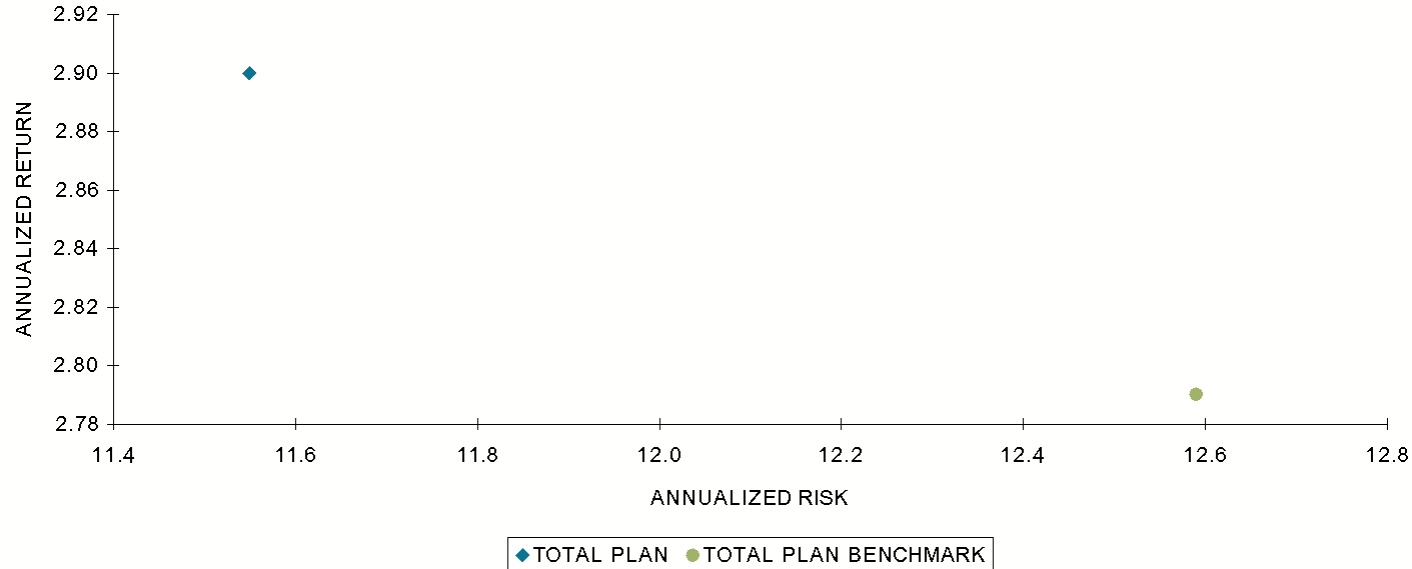
Benchmark: TOTAL PLAN BENCHMARK

July 31, 2005 - July 31, 2010



STATE STREET

RISK VS. RETURN



RISK INFORMATION

Portfolio Return	2.90
Benchmark Return	2.79
Return Differences	0.12
Portfolio Standard Deviation	11.55
Benchmark Standard	12.59
Tracking Error	1.83

RISK STATISTICS

Historic Beta	0.91
R-squared	0.98
Jensen's Alpha	0.12
Sharpe Ratio	0.02
Treynor Ratio	0.20
Information Ratio	0.06

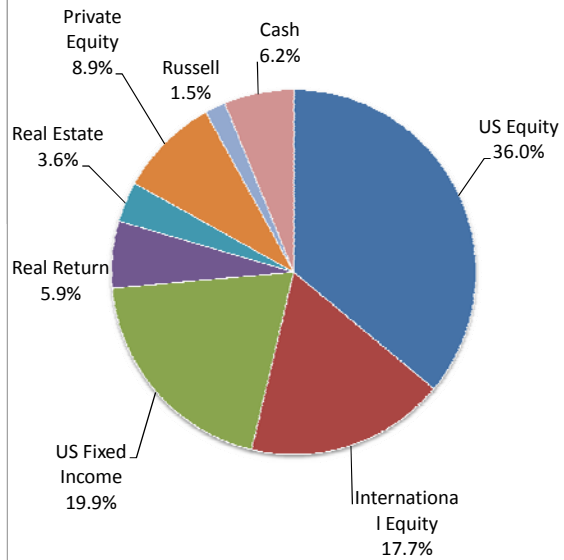
ASSET ALLOCATION

State of Rhode Island

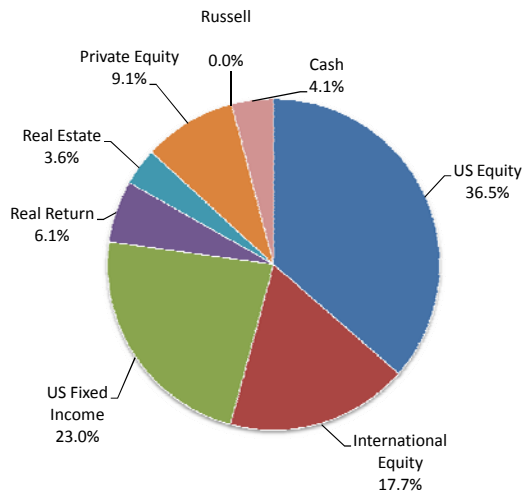
Asset Allocation

7/31/2010

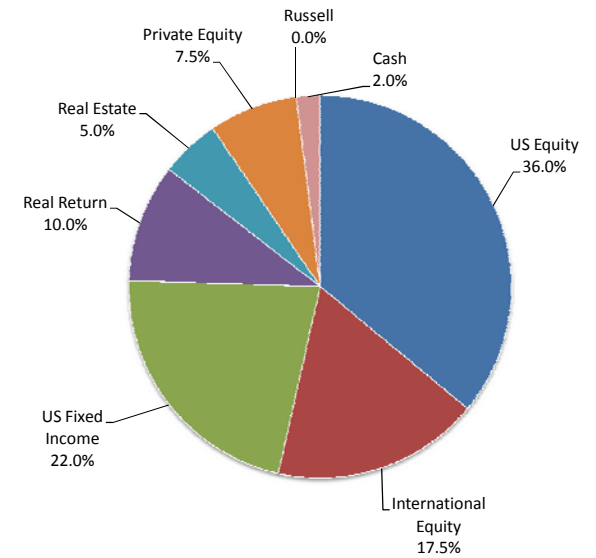
Physical Allocation



Notional Allocation



Policy Allocation

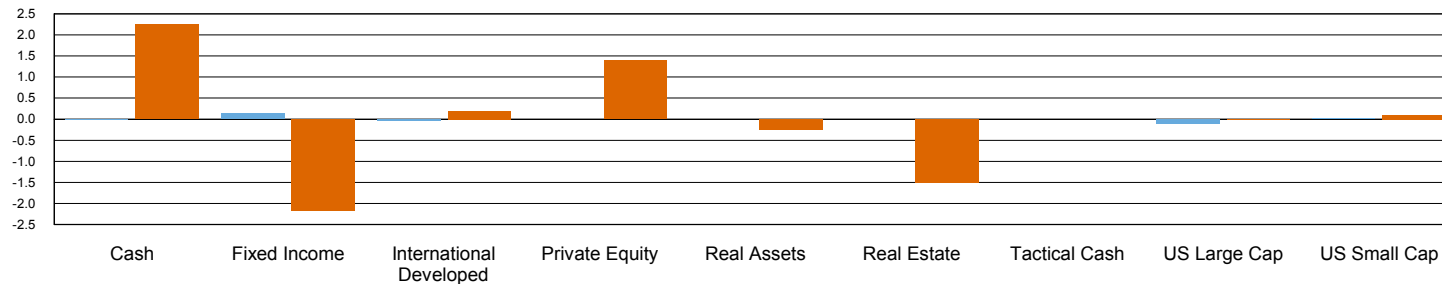


* Difference in actual investment allocation versus target allocation policy is offset by the notional overlay provided by the Russell Implementation account.

Asset Summary

<u>Asset Class</u>	<u>Physical Exposure</u>		<u>Synthetic Exposure</u>		<u>Net Position</u>		<u>Overlay Target</u>		<u>Policy Target</u>	
Total Market Value	6,741.9	100.0%	0.0	0.0%	6,741.9	100.0%	6,741.9	100.0%	6,741.9	100.00%
Cash	151.8	2.3%	-147.8	-2.2%	4.0	0.1%	3.8	0.1%	0.0	0.00%
Cash	151.8	2.3%	-147.8	-2.2%	4.0	0.1%	3.8	0.1%	0.0	0.00%
Equity	4,225.2	62.7%	-37.3	-0.6%	4,187.9	62.1%	4,196.9	62.3%	4,112.6	61.00%
International Developed	1,193.0	17.7%	-19.3	-0.3%	1,173.7	17.4%	1,176.6	17.5%	1,179.8	17.50%
Private Equity	599.9	8.9%	0.0	0.0%	599.9	8.9%	599.9	8.9%	505.6	7.50%
US Small Cap	613.0	9.1%	-6.6	-0.1%	606.4	9.0%	605.1	9.0%	606.8	9.00%
US Large Cap	1,819.4	27.0%	-11.4	-0.2%	1,808.0	26.8%	1,815.3	26.9%	1,820.3	27.00%
Fixed	1,337.3	19.8%	185.1	2.7%	1,522.4	22.6%	1,513.6	22.5%	1,483.2	22.00%
Fixed Income	1,337.3	19.8%	185.1	2.7%	1,522.4	22.6%	1,513.6	22.5%	1,483.2	22.00%
Other	1,027.6	15.2%	0.0	0.0%	1,027.6	15.2%	1,027.6	15.2%	1,146.1	17.00%
Tactical Cash	391.0	5.8%	0.0	0.0%	391.0	5.8%	391.0	5.8%	391.0	5.80%
Real Estate	235.9	3.5%	0.0	0.0%	235.9	3.5%	235.9	3.5%	337.1	5.00%
Real Assets	400.6	5.9%	0.0	0.0%	400.6	5.9%	400.6	5.9%	418.0	6.20%

Deviations from Target Allocation



ASSET ALLOCATION REPORT

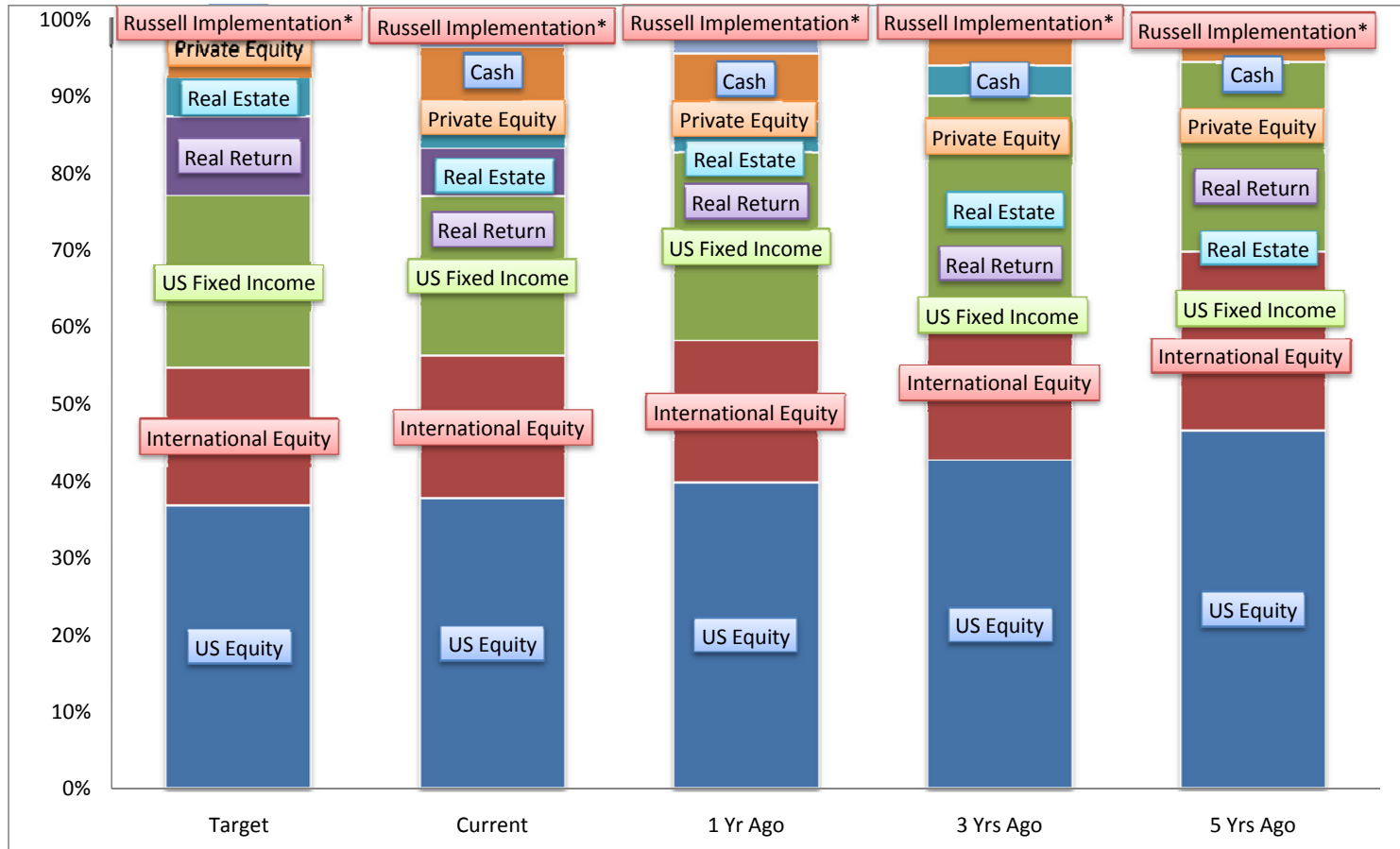
July 31, 2010

	Style Mandate	Actual (Millions \$)	
<i>Domestic Equity</i>			
SSGA S&P 500 INDEX FUND	Passive	1,679.61	24.88%
WELLINGTON TECHNICAL EQUITY	Passive	139.79	2.07%
SHOTT CAPITAL	Enhanced Equity	1.52	0.02%
RUSSELL 2000 INDEX FUND	Tactical Equity	612.97	9.08%
TOTAL DOMESTIC EQUITY		2,433.89	36.05%
<i>International Equity</i>			
MSCI ACWI EX US INDEX FUND	Passive	1,192.77	17.67%
TAX RECLAIMS	Closed	0.25	0.00%
SSGA TRANSITION ACCOUNT	Closed	0.28	0.00%
TOTAL INT'L EQUITY		1,193.29	17.67%
<i>Domestic Fixed Income</i>			
BROWN BROTHERS HARRIMAN - CORE	Opportunistic Core	357.64	5.30%
PYRAMIS GLOBAL ADVISORS	Mortgages	460.27	6.82%
MACKAY SHIELDS, LLC	High Yield	162.29	2.40%
TAPLIN, CANIDA & HABACHT	Corporates	360.45	5.34%
TOTAL FIXED-INCOME		1,340.65	19.86%
<i>Alternative Investments</i>			
Real Estate	Real Estate	240.45	3.56%
Pacific Corp Group	Private Equity	601.15	8.90%
TOTAL ALTERNATIVE INVESTMENTS		841.60	12.46%
<i>Real Return Pool</i>			
BROWN BROTHERS HARRIMAN - TIPS	TIPS	400.62	5.93%
TOTAL REAL RETURN POOL		400.62	5.93%
<i>Cash</i>			
CASH EQUIVALENTS	STIF, Yield+	11.05	0.16%
FIXED INCOME CASH ACCOUNT	STIF, Yield+	406.84	6.03%
<i>Other</i>			
Russell Implementation Services		124.03	1.84%
TOTAL ASSETS		6,751.96	100.00%

State of Rhode Island

Historical Asset Allocation

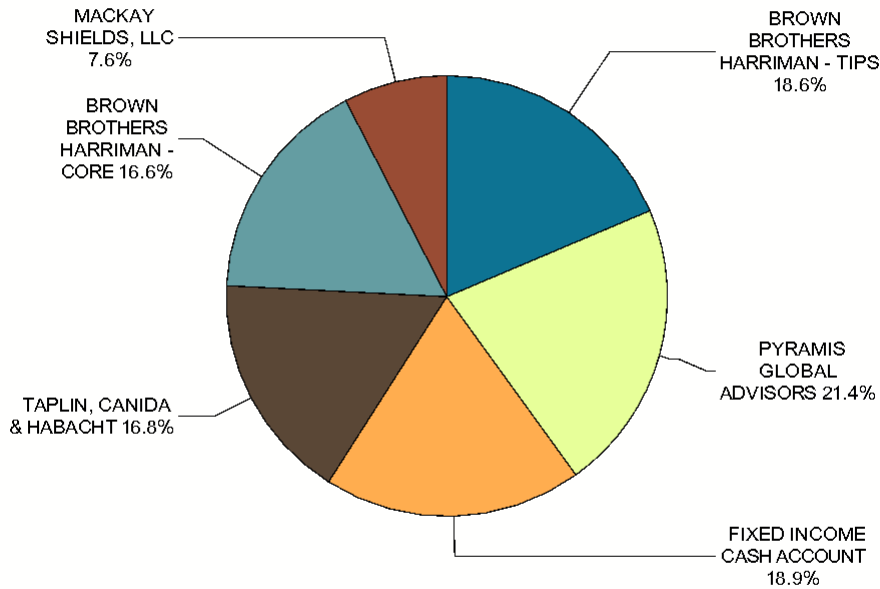
July 31, 2010



	Target	Current	1 Yr Ago	3 Yrs Ago	5 Yrs Ago
US Equity	36.0%	36.0%	40.4%	42.2%	46.1%
International Equity	17.5%	17.7%	18.8%	20.3%	23.0%
US Fixed Income	22.0%	19.9%	24.8%	26.6%	24.4%
Real Return	10.0%	5.9%	0.0%	0.0%	0.0%
Real Estate	5.0%	3.6%	4.2%	3.9%	0.3%
Private Equity	7.5%	8.9%	8.9%	6.0%	5.4%
Russell Implementation*	0.0%	1.8%	2.3%	0.0%	0.0%
Cash	2.0%	6.2%	0.6%	1.0%	0.8%
Total Plan	100.0%	100.0%	100.0%	100.0%	100.0%



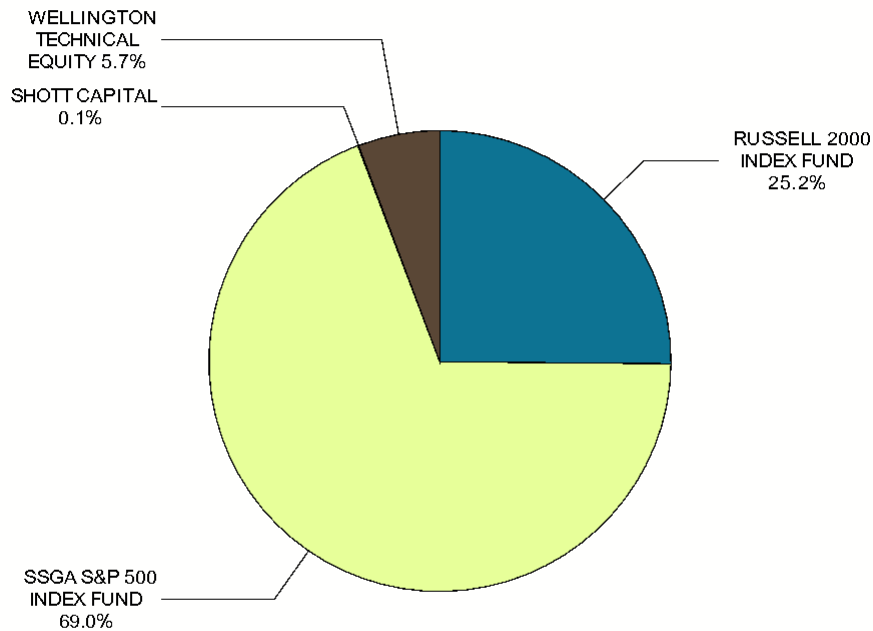
CURRENT MANAGER ALLOCATION



FUND	CURRENT PERIOD	ONE YEAR AGO	ALLOC.
¹ BROWN BROTHERS	400.6	365.2	18.6
PYRAMIS GLOBAL ADVISORS	460.3	420.7	21.4
FIXED INCOME CASH	406.8	8.0	18.9
TAPLIN, CANIDA & HABACHT	360.4	314.9	16.8
BROWN BROTHERS	357.6	331.3	16.6
MACKAY SHIELDS, LLC	162.3	136.7	7.6
TOTAL	2,148.1	1,576.8	100.0



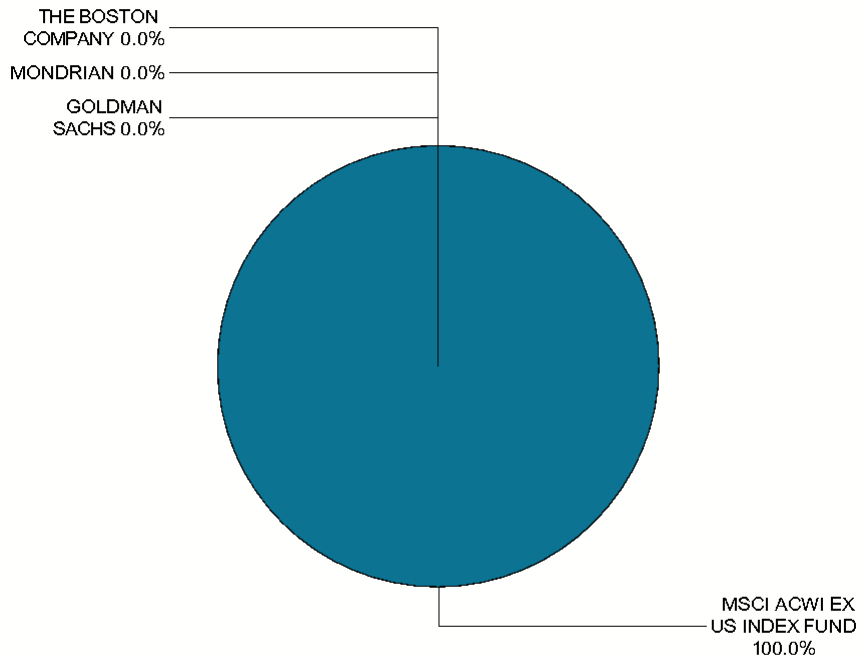
CURRENT MANAGER ALLOCATION



FUND	CURRENT PERIOD	ONE YEAR AGO	ALLOC.
RUSSELL 2000 INDEX FUND	613.0	578.6	25.2
TRANSITION ACCOUNT		0.3	0.0
SSGA S&P 500 INDEX FUND	1,679.6	1,472.9	69.0
PIMCO		377.4	0.0
SHOTT CAPITAL	1.5	1.5	0.1
WELLINGTON TECHNICAL	139.8	136.9	5.7
TOTAL	2,433.9	2,567.6	100.0



CURRENT MANAGER ALLOCATION



FUND	CURRENT PERIOD	ONE YEAR AGO	ALLOC.
MSCI ACWI EX US INDEX TRANSITION ACCOUNT	1,192.8	1,189.7	100.0
GOLDMAN SACHS	0.1	0.7	0.0
MONDRIAN	0.1	0.4	0.0
THE BOSTON COMPANY	0.1	0.6	0.0
TOTAL	1,193.0	1,192.7	100.0

CASH FLOW

CASH FLOW ANALYSIS - INCOME & EXPENSES

Employees Retirement System

FISCAL YEAR 2011	FY 2010-11	Projected										TOTAL	
	Actual July 2010	August	September	October	November	December	Projected January 2011	February	March	April	May		June
MEMBER BENEFITS	64,786,488	63,646,340	63,333,592	63,428,007	63,302,177	63,141,976	64,740,453	64,876,760	64,656,314	64,567,121	64,560,508	64,475,293	769,515,029
ADMINISTRATIVE EXPENSES	393,312	556,383	498,174	774,384	437,762	549,777	365,869	494,446	750,716	624,882	615,392	866,576	6,927,674
INVESTMENT EXPENSES	1,380,131	170,227	366,214	478,412	371,118	717,241	1,108,357	159,865	234,516	376,620	378,219	352,246	6,093,166
TOTAL OUTFLOW	66,559,931	64,372,950	64,197,980	64,680,803	64,111,057	64,408,994	66,214,679	65,531,071	65,641,546	65,568,623	65,554,119	65,694,115	782,535,868
CONTRIBUTIONS	36,468,984	22,893,995	30,893,310	44,233,430	34,706,454	39,034,513	55,724,324	38,389,409	38,842,643	43,857,442	20,000,348	36,811,095	441,855,947
OTHER INCOME*	1,128,429	1,381,391	1,041,431	895,764	4,668,231	1,619,651	712,073	1,400,191	5,187,461	3,439,255	1,361,324	7,740,460	30,575,661
TOTAL INCOME	37,597,413	24,275,386	31,934,741	45,129,194	39,374,685	40,654,164	56,436,397	39,789,600	44,030,104	47,296,697	21,361,672	44,551,555	472,431,608
DIFFERENCE	(28,962,518)	(40,097,564)	(32,263,239)	(19,551,609)	(24,736,372)	(23,754,831)	(9,778,282)	(25,741,471)	(21,611,442)	(18,271,926)	(44,192,447)	(21,142,560)	(310,104,261)

Municipal Employees Retirement System

FISCAL YEAR 2011	Actual July 2010	Projected August	Projected September	Actual October	Actual November	Projected December	Projected January 2011	Projected February	Projected March	Projected April	Projected May	Projected June	TOTAL
	MEMBER BENEFITS	5,759,121	5,472,938	5,438,728	5,455,594	5,486,972	5,537,763	5,628,244	5,741,454	5,676,550	5,696,530	5,747,541	
ADMINISTRATIVE EXPENSES	72,431	98,352	88,381	137,916	78,231	98,597	65,615	89,051	135,206	113,371	111,649	159,026	1,247,825
INVESTMENT EXPENSES	254,162	30,091	64,970	85,204	66,321	128,630	198,773	28,792	42,237	68,329	68,619	64,641	1,100,769
TOTAL OUTFLOW	6,085,714	5,601,381	5,592,079	5,678,713	5,631,523	5,764,990	5,892,631	5,859,297	5,853,993	5,878,230	5,927,809	5,990,340	69,756,701
CONTRIBUTIONS	4,157,420	3,807,534	3,954,514	5,335,167	6,472,902	5,000,093	5,113,953	6,276,047	6,226,961	4,556,660	4,271,452	7,021,682	62,194,385
OTHER INCOME*	207,809	244,189	184,761	159,533	834,240	290,468	127,703	252,178	934,273	623,975	246,982	1,420,455	5,526,566
TOTAL INCOME	4,365,229	4,051,723	4,139,275	5,494,700	7,307,142	5,290,561	5,241,656	6,528,225	7,161,234	5,180,635	4,518,434	8,442,137	67,720,951
DIFFERENCE	(1,720,485)	(1,549,658)	(1,452,805)	(184,013)	1,675,619	(474,429)	(650,975)	668,928	1,307,242	(697,595)	(1,409,375)	2,451,797	(2,035,750)

CASH FLOW ANALYSIS - INCOME & EXPENSES

Judges/State Police Retirement System

	Actual July 2010	Projected August	Projected September	Actual October	Actual November	Projected December	Projected January 2011	Projected February	Projected March	Projected April	Projected May	Projected June	TOTAL
<i>MEMBER BENEFITS</i>	115,057	106,501	106,501	106,501	106,501	106,501	108,032	108,076	108,054	108,054	108,054	108,054	1,295,885
<i>ADMINISTRATIVE EXPENSES</i>	6,471	8,196	7,421	11,646	6,673	8,451	5,624	7,736	11,745	9,954	9,803	14,075	107,795
<i>INVESTMENT EXPENSES</i>	22,706	2,508	5,455	7,195	5,657	11,025	17,038	2,501	3,669	5,999	6,025	5,721	95,499
<i>TOTAL OUTFLOW</i>	144,233	117,205	119,377	125,342	118,831	125,978	130,693	118,313	123,468	124,007	123,881	127,851	1,499,180
<i>CONTRIBUTIONS</i>	370,000	437,000	427,000	685,000	422,000	470,000	467,000	445,000	462,000	528,000	65,000	760,000	5,538,000
<i>OTHER INCOME*</i>	18,565	20,349	15,513	13,472	71,161	24,897	10,946	21,907	81,161	54,785	21,685	125,725	480,165
<i>TOTAL INCOME</i>	388,565	457,349	442,513	698,472	493,161	494,897	477,946	466,907	543,161	582,785	86,685	885,725	6,018,165
<i>DIFFERENCE</i>	244,332	340,145	323,136	573,129	374,329	368,920	347,253	348,594	419,692	458,778	(37,196)	757,875	4,518,985

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

FISCAL YEAR 2011

INVESTMENT MANAGER FEES, PROFESSIONAL FEES & OPERATING EXPENSES

ERSRI & MERSRI

ACCURAL BASIS

	Projected Jul 10	Projected Aug	Projected Sept	Projected Oct	Projected Nov	Projected Dec	Projected Jan 11	Projected Feb 11	Projected Mar 11	Projected Apr 11	Projected May 11	Projected June 11	Projected TOTAL
EQUITIES													
SSg Russell 1000/S&P			31,075			7,127			31,075			100,000	169,278
SSGA Russell 2000			33,387			30,801			33,387			17,388	
Shott Capital			460			5			460			2,718	3,642
Wellington Tech Eq			<u>340,655</u>			<u>350,000</u>			<u>340,655</u>			<u>350,000</u>	1,381,310
			405,577			387,933			405,577			470,106	1,554,230
FIXED INCOME													
Brown Bros.			105,055			107,338			159,463			152,252	524,109
Fidelity			143,712			145,993			147,583			140,949	578,237
Taplin			199,476			210,205			214,524			179,763	803,969
Mackay Shields			149,724			161,036			167,506			147,848	626,114
Brown Bros.TIPS			<u>155,959</u>			<u>158,453</u>			<u>108,601</u>			<u>113,544</u>	536,557
			753,926			783,025			797,678			734,357	3,068,986
INT'L EQUITIES													
The Boston Co			0			0			0			0	0
Mondrian			0			0			0			0	0
Goldman Sachs Asset Mgr			0			0			0			0	0
SSg MSCI ACWI			<u>150,000</u>			<u>149,875</u>			<u>149,217</u>			<u>150,000</u>	599,092
	0		150,000	0		149,875			149,217			150,000	599,092
REAL ESTATE													
L & B Real Estate	135,186	77,105	211,554	161,810	0	198,330	1,173,526	0	243,230	150,642	385,731	86,250	2,823,365
ALTERNATIVE INVESTMENTS													
Other Alt Inv Mgmt Fee	1,521,813	125,721	342,215	409,000	443,096	769,307	150,640	191,158	195,052	300,306	67,133	336,359	4,851,800
SUB TOTAL-INV MGMT FEES													
	1,656,999	202,826	1,863,273	570,810	443,096	2,288,469	1,324,167	191,158	1,790,754	450,948	452,864	1,777,072	12,897,473
PROFESSIONAL FEES													
Legal	1,539	1,808	675	1,013	639	828	6,000	2,933	729	731	12,273	2,453	31,619
St St Bank Custodial	6,092	11,314	5,672	2,588	2,943	6,059	63,723	63,896	61,083	63,189	62,639	62,000	411,197
Pacific Corp Group		93,750	0	0	93,750	0	0	87,500	0	84,375	0	93,750	453,125
PCA/Wilshire/Russell	14,583	14,583	14,583	14,583	63,246	13,125	13,125	13,125	93,129	13,125	13,125	13,125	293,459
Townsend	0	0	<u>35,625</u>	0	0	<u>35,625</u>	0	0	<u>35,625</u>	0	0	<u>35,625</u>	142,500
	22,214	121,455	56,555	18,184	160,578	55,636	82,848	167,453	190,565	161,421	88,037	206,954	1,331,900
OPERATING EXPENSE													
Retirement Transfers	450,000	530,255	480,567	665,657	492,580	467,833	388,964	501,148	524,808	647,610	392,246	827,323	6,368,991
Other Expense	0	<u>6,250</u>	<u>11,650</u>	0	<u>6,250</u>	<u>5,000</u>	<u>5,400</u>	0	<u>11,650</u>	0	<u>6,250</u>	<u>5,400</u>	57,850
	450,000	536,505	492,217	665,657	498,830	472,833	394,364	501,148	536,458	647,610	398,496	832,723	6,426,841
TOTAL:	2,129,212	860,786	2,412,045	1,254,651	1,102,504	2,816,939	1,801,380	859,760	2,517,778	1,259,979	939,396	2,816,748	20,656,214

Note: Numbers in bold are actual.

FISCAL YEAR 2010

INVESTMENT MANAGER FEES, PROFESSIONAL FEES & OPERATING EXPENSES

ERSRI & MERSRI

ACCRUAL BASIS

	Actual Jul 09	Actual Aug	Actual Sept	Actual Oct	Actual Nov	Actual Dec	Actual Jan 10	Actual Feb 10	Actual Mar 10	Actual Apr 10	Actual May 10	Projected June 10	Projected TOTAL
EQUITIES													
SSgA Russell 1000/S&P ZU14			0			7,127			31,075			100,000	138,202
SSGA Russell 2000 ZU06			0			30,801			33,387			17,388	
Shott Capital ZU49			421			5			460			2,718	3,604
Wellington Tech Eq ZU04			0			645,600			340,655			296,937	1,283,192
			421			683,533			405,577			417,043	1,424,998
FIXED INCOME													
Brown Bros. ZU44			105,055			107,338			159,463			152,252	524,109
Fidelity ZU46			143,712			145,993			147,583			140,949	578,237
Taplin ZU84			199,476			210,205			214,524			179,763	803,969
Mackay Shields ZU59			149,724			161,036			167,506			147,848	626,114
Brown Bros.TIPS ZU69			155,959			158,453			108,601			113,544	536,557
			753,926			783,025			797,678			734,357	3,068,986
INT'L EQUITIES													
The Boston Co ZU77			0			0			0			0	0
Mondrian ZU67			32,787			0			0			0	32,787
Goldman Sachs Asset Mg ZU25			0			0			0			0	0
SSgA MSCI ACWI ZU08			129,145			149,875			149,217			150,000	578,237
	0		161,932	0		149,875			149,217			150,000	611,024
REAL ESTATE													
L & B Real Estate ZU79	178,749	77,105	211,554	161,810	0	198,330	1,173,526	0	243,230	150,642	385,731	86,250	2,866,928
ALTERNATIVE INVESTMENTS													
Other Alt Inv Mgmt Fee ZU32	1,440,569	125,721	342,215	409,000	443,096	769,307	150,640	191,158	195,052	300,306	67,133	336,359	4,770,557
SUB TOTAL-INV MGMT FEES													
	1,619,318	202,826	1,470,049	570,810	443,096	2,584,070	1,324,167	191,158	1,790,754	450,948	452,864	1,724,008	12,742,493
PROFESSIONAL FEES													
Legal	1,539	1,808	675	1,013	639	828	6,000	2,933	729	731	12,273	2,453	31,619
St St Bank Custodial	6,092	11,314	5,672	2,588	2,943	6,059	63,723	63,896	61,083	63,189	62,639	62,000	411,197
Pacific Corp Group ZU76		93,750	0	0	93,750	0	0	87,500	0	84,375	0	93,750	453,125
PCA/Wilshire/Russell	14,583	14,583	14,583	14,583	63,246	13,125	13,125	13,125	93,129	13,125	13,125	13,125	293,459
Townsend	0	0	35,625	0	0	112,878	0	0	35,625	0	0	35,625	219,753
	22,214	121,455	56,555	18,184	160,578	132,889	82,848	167,453	190,565	161,421	88,037	206,954	1,409,153
OPERATING EXPENSE													
Retirement Transfers	450,000	530,255	480,567	665,657	492,580	467,833	388,964	501,148	524,808	647,610	392,246	827,323	6,368,991
Other Expense	0	6,250	11,650	0	6,250	5,000	5,400	0	11,650	0	6,250	5,400	57,850
	450,000	536,505	492,217	665,657	498,830	472,833	394,364	501,148	536,458	647,610	398,496	832,723	6,426,841
TOTAL:	2,091,532	860,786	2,018,821	1,254,651	1,102,504	3,189,792	1,801,380	859,760	2,517,778	1,259,979	939,396	2,763,685	20,578,487

Note: Numbers in bold are actual.

State of Rhode Island Alternative Investment Unfunded Commitment
July 2010

<u>Partnership Investment</u>	<u>Total Commitment</u>	<u>ERSRIRemaining Commitment</u>
Alta BioPharma Partners III	\$ 15,000,000.00	\$ 2,250,000.00
Alta Partners VIII	\$ 15,000,000.00	\$ 6,000,000.00
Aurora Equity Partners II**	\$ 15,000,000.00	\$ 38,917.00
Aurora Equity Partners III**	\$ 15,000,000.00	\$ 769,174.00
Avenue Special Situations Fund III	\$ 15,000,000.00	\$ -
Avenue Special Situations Fund IV	\$ 20,000,000.00	\$ -
Avenue V	\$ 20,000,000.00	\$ -
Bain X	\$ 25,000,000.00	\$ 15,187,500.00
Birch Hill Equity Partners III*	\$ 17,479,800.00	\$ 1,015,378.91
Castile III	\$ 5,000,000.00	\$ 1,725,000.00
Centerbridge	\$ 15,000,000.00	\$ 2,586,632.28
Charterhouse Capital Partners VIII*	\$ 19,578,000.00	\$ 4,032,123.32
Coller International Capital IV**	\$ 15,000,000.00	\$ 2,100,000.00
Coller International Capital V	\$ 15,000,000.00	\$ 5,550,000.00
Constellation III	\$ 15,000,000.00	\$ 7,534,061.28
CVC European Equity Partners III	\$ 20,000,000.00	\$ 899,966.05
CVC European Equity Partners IV*	\$ 21,535,800.00	\$ 2,748,533.44
CVC 5	\$ 26,104,000.00	\$ 18,702,544.21
Fenway Partners Capital Fund II	\$ 15,000,000.00	\$ 348,826.02
Fenway III	\$ 15,000,000.00	\$ 3,963,217.00
First Reserve Fund X	\$ 20,000,000.00	\$ 1.00
First Reserve Fund XI	\$ 20,000,000.00	\$ 4,646,414.00
Focus Ventures III	\$ 15,000,000.00	\$ 2,775,000.00
Granite Global Ventures II	\$ 15,000,000.00	\$ 675,000.00
Granite Global Ventures III	\$ 15,000,000.00	\$ 4,500,000.00
Green Equity Investors V	\$ 20,000,000.00	\$ 11,709,137.10
Harvest Partners III	\$ 15,000,000.00	\$ 364,023.61
Kayne Anderson Energy Fund III	\$ 15,000,000.00	\$ 2,237,545.00
Kayne Anderson Energy Fund IV	\$ 15,000,000.00	\$ 6,600,000.00
Leapfrog Ventures II	\$ 10,000,000.00	\$ 1,935,000.00
Leeds Weld Equity Partners IV	\$ 10,000,000.00	\$ 75,360.41
Lighthouse Capital Partners V	\$ 11,250,000.00	\$ 787,500.00
Lighthouse Capital Partners VI	\$ 15,000,000.00	\$ 2,475,000.00
LNK Partners	\$ 12,500,000.00	\$ 3,357,293.99
Matlin Patterson Glob. Opp. Fund (CSFB)	\$ 15,000,000.00	\$ -
MHR Institutional Partners III	\$ 20,000,000.00	\$ 6,277,953.00
Nautic Partners V	\$ 20,000,000.00	\$ 739,486.13
Nautic Partners VI	\$ 20,000,000.00	\$ 12,322,258.37
Nordic Capital Fund III*	\$ 11,094,960.00	\$ 180,859.63
Nordic Capital Fund V*	\$ 19,076,215.86	\$ -
Nordic Capital Fund VI*	\$ 19,578,000.00	\$ 1,016,982.49

State of Rhode Island Alternative Investment Unfunded Commitment
July 2010

Nordic VII	\$	19,578,000.00	\$	14,013,871.81
OCM Opportunities Fund II	\$	12,000,000.00	\$	-
Palladin III	\$	10,000,000.00	\$	5,280,093.99
Parthenon Investors	\$	15,000,000.00	\$	-
Parthenon Investors II	\$	20,000,000.00	\$	1,260,993.00
Perseus VII	\$	15,000,000.00	\$	3,067,983.00
Point 406	\$	10,000,000.00	\$	4,107,531.84
Point Judith II	\$	5,000,000.00	\$	1,789,974.93
Providence Equity Partners III	\$	15,000,000.00	\$	1,935,457.51
Providence Equity Partners IV	\$	25,000,000.00	\$	1,811,573.00
Providence Equity Partners V	\$	25,000,000.00	\$	2,171,825.00
Providence Equity Partners VI	\$	25,000,000.00	\$	7,466,031.00
SKM Equity Fund II**	\$	10,000,000.00	\$	1,735,947.00
Thomas McNerney & Partners	\$	15,000,000.00	\$	1,387,500.00
Thomas McNerney & Partners 2	\$	15,000,000.00	\$	7,312,500.00
TPG Partners II	\$	10,000,000.00	\$	308,515.00
TPG Partners IV	\$	15,000,000.00	\$	1,210,207.00
TPG Partners V	\$	20,000,000.00	\$	2,713,532.00
TPG VI	\$	10,000,000.00	\$	4,622,164.00
Trilantic IV	\$	11,098,351.00	\$	5,993,960.93
VS&A Communication Partners III	\$	15,000,000.00	\$	7,978.00
W Capital Partners	\$	15,000,000.00	\$	1,143,000.00
W Capital Partners II	\$	15,000,000.00	\$	6,565,631.00
Washington & Congress Capital Partners**	\$	15,000,000.00	\$	305,637.24
Wellspring Capital Partners III	\$	20,000,000.00	\$	88,978.00
Wellspring Capital Partners IV	\$	20,000,000.00	\$	3,658,440.00
WLR	\$	8,000,000.00	\$	4,035,098.00
			\$	-
Total Alternative Investments	\$	1,083,873,126.86	\$	222,121,111.49

*transactions occur in foreign currence

** fees NOT affecting unfunded commitment

State of Rhode Island Real Estate Investment Unfunded Commitment
July 2010

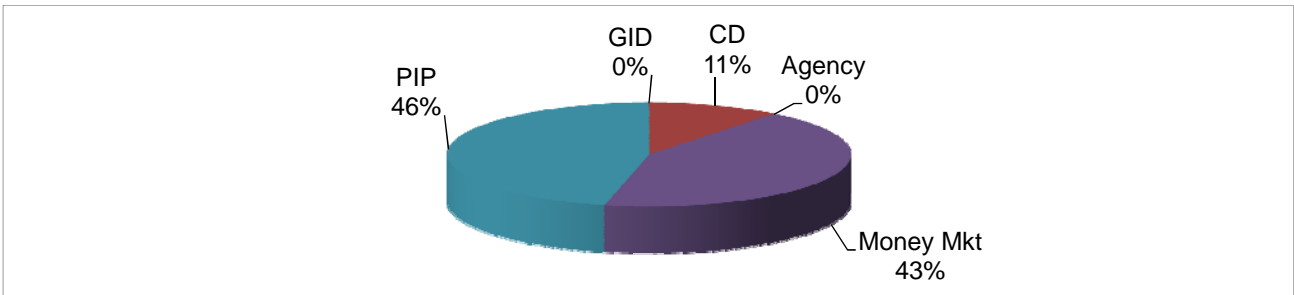
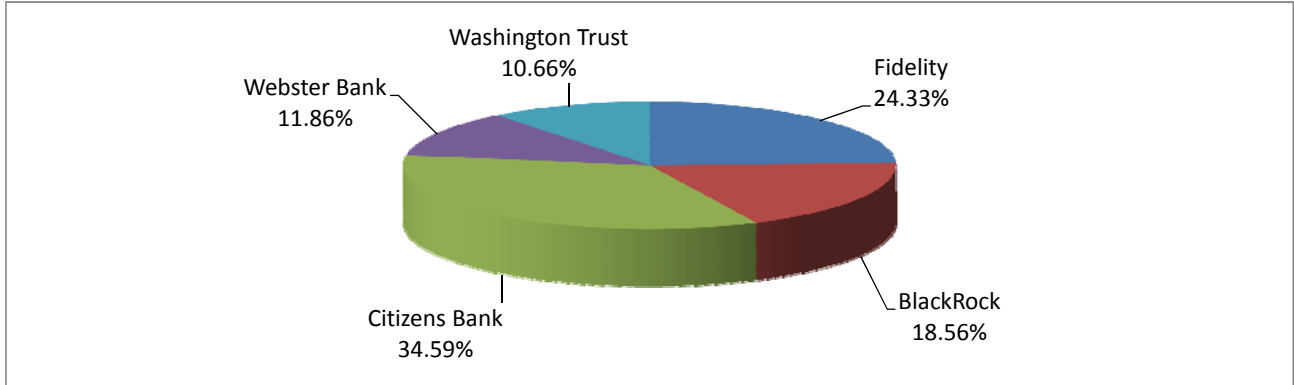
<u>Real Estate Partnership Investment</u>	<u>Total Commitment</u>	<u>ERSRI Remaining Commitment</u>
AEW	\$ 35,000,000.00	\$ 19,444,783.00
Fillmore East Fund I	\$ 10,000,000.00	\$ 0.08
Fremont Strategic Property Partners II	\$ 15,000,000.00	\$ 1,873,108.00
GMAC Commerical Realty Partners II	\$ 15,000,000.00	\$ 2,155,117.00
JPMorgan Fleming Asset Mgmt. Strat. Prop. Fui	\$ 50,000,000.00	\$ -
JPMorgan Alternative Property Fund	\$ 20,000,000.00	\$ -
LaSalle Income & Growth Fund IV	\$ 15,000,000.00	\$ 397,937.57
Magna Hotel	\$ 4,000,000.00	\$ 2,709,898.00
Morgan Stanley Prime Property Fund	\$ 35,000,000.00	\$ -
Prudential Real Esate Investors (PRISA)	\$ 50,000,000.00	\$ -
Prudential Real Esate Investors (PRISA) II	\$ 15,000,000.00	\$ -
RREEF America REIT II Fund	\$ 35,000,000.00	\$ -
Starwood Hospitality Fund I	\$ 10,000,000.00	\$ -
TA Realty Fund VIII	\$ 15,000,000.00	\$ -
Tri Continental Fund VII	\$ 15,000,000.00	\$ 428,467.00
Walton Street Real Estate Fund V	\$ 20,000,000.00	\$ -
Westbrook Real Estate Fund VI	\$ 15,000,000.00	\$ 79,399.00
Westbrook Real Estate Fund VII	\$ 15,000,000.00	\$ 1,500,000.00
	\$ 354,000,000.00	\$ 28,588,709.65

SHORT TERM INVESTMENTS

RI SIC GUIDELINE COMPLIANCE REPORT

INVESTMENTS AS OF:

July 31, 2010



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

Vendor	CP 25%/10%	CD 50%/20%	Agency 75%/35%	Money Mkt 75%/35%	PIP 75%/35%	Repo 100%/20%	GID 75%/35%	Total (\$)
Bank RI	0	0	0	0	0	0	0	0
Sovereign Bank	0	0	0	0	0	0	0	0
JP Morgan Chase	0	0	0	0	0	0	0	0
Federated Investors	0	0	0	0	0	0	0	0
Fidelity	0	0	0	57,081,149	0	0	0	57,081,149
BlackRock	0	0	0	43,548,233	0	0	0	43,548,233
Wells Fargo	0	0	0	0	0	0	0	0
Citizens Bank	0	0	0	0	81,137,238	0	0	81,137,238
Webster Bank	0	0	0	0	27,818,178	0	0	27,818,178
Oppenheimer Inc	0	0	0	0	0	0	0	0
Washington Trust	0	25,000,000	0	0	0	0	0	25,000,000
TOTALS	-	25,000,000.00	-	100,629,382.57	108,955,415.77	-	-	234,584,798
(%) PORTFOLIO	0.00%	10.66%	0.00%	42.90%	46.45%	0.00%	0.00%	100.00%

Note: PIP + CD must be under 75%.

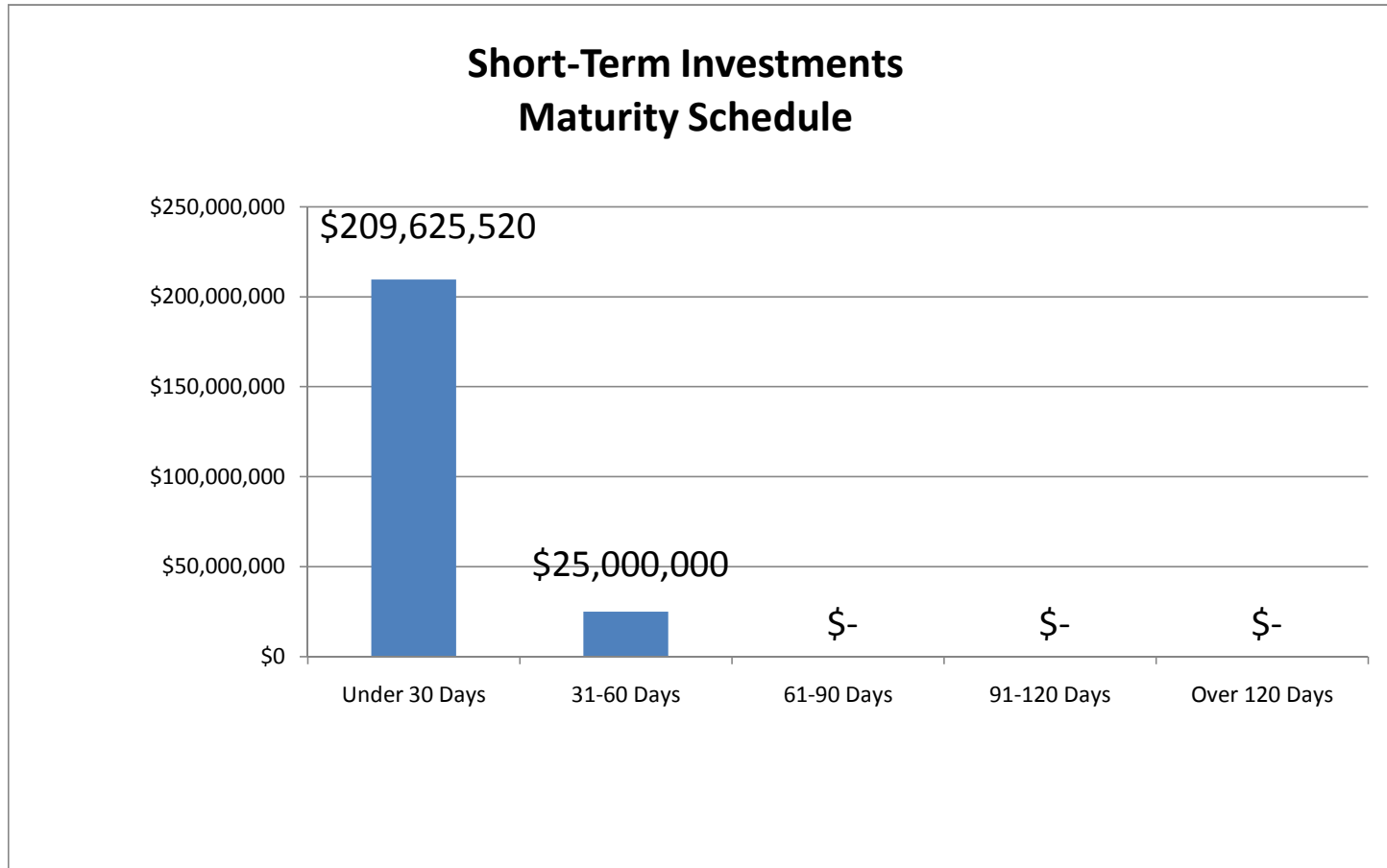
Actual PIP + CD: 57.10%

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

State of Rhode Island
Short Term Cash Monthly Performance
Performance for
July 01, 2010 to July 31, 2010

Fund Name	Beginning Balance	Ending Balance	Average Daily Balance	Earnings	Yield(Annual)
GENERAL FUND	\$ 131,593,606.89	\$ 32,151,579.09	\$ 104,996,832.70	\$ 57,972.20	0.6501%
H.A.V.A	\$ 293.78	\$ 293.82	\$ 293.78	\$ 0.04	0.1603%
PENSION C					
PAYROLL A					
GENERAL FUND (HIST PRES)	\$ 535,127.74	\$ 535,232.77	\$ 535,127.74	\$ 105.03	0.2311%
HIGHWAY FUND	\$ 16,842,099.34	\$ 24,444,092.06	\$ 20,832,421.92	\$ 1,992.72	0.1126%
T.D.I. RESERVE (DET)	\$ 93,608,067.76	\$ 85,613,135.56	\$ 88,350,003.24	\$ 5,067.80	0.0675%
EMPLOYER PENSION CONTRIBUTION	\$ 14,202,942.06	\$ 20,004,444.58	\$ 17,628,748.51	\$ 1,502.52	0.1004%
RICAP GL FUND 21	\$ 217,156.85	\$ 517,300.02	\$ 936,511.69	\$ 143.17	0.1800%
BOND CAPITAL FUND	\$ 4,305,726.29	\$ 305,923.57	\$ 1,286,371.45	\$ 197.28	0.1806%
R.I. CLEAN WATER ACT	\$ 743,820.39	\$ 3,850.17	\$ 194,788.13	\$ 29.78	0.1800%
STATE LOTTERY FUND	\$ 14,255,929.35	\$ 42,059,877.61	\$ 27,955,929.36	\$ 3,948.26	0.1663%
ASSESSED FRINGE BEN ADM	\$ 2,704,105.08	\$ 1,104,421.32	\$ 2,068,621.21	\$ 316.24	0.1800%
AUTO EQUIPMENT SERVICE	\$ 605,524.56	\$ 705,614.17	\$ 586,169.72	\$ 89.61	0.1800%
HEALTH INSURANCE FUND	\$ 10,203,032.34	\$ 8,604,027.75	\$ 8,870,774.28	\$ 995.41	0.1321%
FLEET REVOLVING LOAN FUND	\$ 80,099.56	\$ 70,110.43	\$ 70,099.56	\$ 10.87	0.1826%
EMPLOYEES RETIREMENT	\$ 3,093,632.52	\$ 396,125.85	\$ 17,545,245.42	\$ 2,493.33	0.1673%
MUNICIPAL EMPLOYEES RET.	\$ 560,176.07	\$ 140,520.31	\$ 2,127,595.42	\$ 344.24	0.1905%
RETIREE HEALTH FUND	\$ 8,104,931.46	\$ 7,706,082.73	\$ 7,530,737.91	\$ 1,151.27	0.1800%
BOG RETIREE FUND	\$ 460,483.77	\$ 460,554.17	\$ 460,483.77	\$ 70.40	0.1800%
RIPTA HEALTH FUND	\$ 1,655,808.78	\$ 1,856,174.35	\$ 2,391,292.65	\$ 365.57	0.1800%
PERMANENT SCHOOL FUND	\$ 1,427,731.04	\$ 1,427,949.31	\$ 1,427,731.04	\$ 218.27	0.1800%
TEACHER RETIREE HEALTH FUND	\$ 955,995.46	\$ 956,141.61	\$ 955,995.46	\$ 146.15	0.1800%
UNIVERSITY COLLEGE	\$ 17,769.27	\$ 1,817,933.74	\$ 1,075,833.79	\$ 164.47	0.1800%
HIGHER EDUCATION	\$ 203,807.30	\$ 603,846.35	\$ 255,420.20	\$ 39.05	0.1800%
INDUS. BLDG. & MTG. INS.	\$ 3,139,808.85	\$ 3,140,288.85	\$ 3,139,808.85	\$ 480.00	0.1800%
Operating Funds Totals	\$ 309,517,676.51	\$ 234,625,520.19	\$ 311,222,837.80	\$ 77,843.68	0.294%
CLEAN WATER CCDL 1998B	\$ -	\$ -	\$ -	\$ -	
CLEAN WATER CCDL 1994 (A)	\$ 12,366.79	\$ 12,367.07	\$ 12,366.34	\$ 0.84	0.0800%
CAP DEV. OF 1997 SERIES A	\$ 22,729.17	\$ 22,729.67	\$ 22,728.33	\$ 1.54	0.0798%
CLEAN WATER CCDL 2002 B	\$ -	\$ -	\$ -	\$ -	
CLEAN WATER 2004 SERIES A	\$ 622,340.39	\$ 622,354.33	\$ 622,317.53	\$ 42.29	0.0800%
CLN WATER CCDL 2005 SER E	\$ 26,675.73	\$ 26,676.32	\$ 26,674.75	\$ 1.81	0.0799%
CAP DEV. OF 1997 SERIES A	\$ -	\$ -	\$ -	\$ -	
RI POLLUT. CONT 94 SER. A	\$ -	\$ -	\$ -	\$ -	
CCDL99A 1999A	\$ 243,991.25	\$ 243,996.71	\$ 243,982.28	\$ 16.58	0.0800%
POL. CTRL CCDL 2006 SER C	\$ 233,205.89	\$ 233,211.12	\$ 233,197.33	\$ 15.85	0.0800%
CLEAN WATER 2007 SERIES A	\$ 499,237.43	\$ 499,248.62	\$ 499,219.09	\$ 33.93	0.0800%
RI POLLUTION CONTROL 2008 B	\$ 698,463.14	\$ 698,478.78	\$ 698,437.48	\$ 47.46	0.0800%
G.O. NOTE 1991 SER. B	\$ 0.10	\$ -	\$ -	\$ -	
BOND CCDL 1994 SERIES A	\$ 15,005.06	\$ 15,001.02	\$ 15,000.98	\$ 1.02	0.0801%
BOND CCBL96A	\$ 7.07	\$ -	\$ -	\$ -	
CAP DEV OF 1997 SERIES A	\$ 40,471.90	\$ 40,473.91	\$ 40,471.30	\$ 2.75	0.0800%
CCDL 1998B	\$ 48.14	\$ -	\$ -	\$ -	
MMG099 1999	\$ 0.08	\$ -	\$ -	\$ -	
BOND CAPITOL CCDL2000A	\$ 102,412.17	\$ 102,391.12	\$ 102,389.58	\$ 6.96	0.0800%
MULTI-MODAL GEN OBL 2000	\$ 0.08	\$ -	\$ -	\$ -	
CCDL 2004 SERIES A	\$ 5,424,634.75	\$ 5,424,710.90	\$ 5,424,398.89	\$ 368.62	0.0800%
BOND CCDL 2005 SERIES C	\$ 12,595,402.78	\$ 12,595,590.80	\$ 12,594,864.17	\$ 855.90	0.0800%
BOND CCDL 2005 SERIES E	\$ 944,023.79	\$ 944,004.23	\$ 943,956.28	\$ 64.15	0.0800%
BOND CCDL 2006 SERIES B	\$ 0.62	\$ -	\$ -	\$ -	
BOND CCDL 2006 SERIES C	\$ 9,848,762.67	\$ 9,849,079.90	\$ 9,848,478.77	\$ 669.26	0.0800%
GO BND-NTAX 2007 SERIES A	\$ 8,905,195.68	\$ 8,905,624.26	\$ 8,905,053.28	\$ 605.15	0.0800%
GO BND-TAX 2007 SERIES B	\$ 110.22	\$ -	\$ -	\$ -	
NON-TAX GO BND 2008 SERIES B	\$ 14,135,876.06	\$ 14,136,319.06	\$ 14,135,458.65	\$ 960.59	0.0800%
TAXABLE GO BND 2008 SERIES C	\$ 234.28	\$ -	\$ -	\$ -	
Bond Proceeds Fund Totals	\$ 54,371,195.24	\$ 54,372,257.82	\$ 54,368,995.03	\$ 3,694.70	0.080%
TANS PROCEEDS	\$ 10,918.72	\$ 354,758,780.71	\$ 205,155,746.66	\$ 46,105.93	0.2646%
Grand Totals	\$ 363,899,790.47	\$ 643,756,558.72	\$ 570,747,579.49	\$ 127,644.31	0.234%

Short Term Investments
Maturity Schedule
July 31, 2010



Maturities in \$Millions

Note: Includes \$209.6 Million of Money Market and PIP investments with no specific maturity

SPECIAL FUNDS

**ABRAHAM TOURO FUND
INVESTMENT SUMMARY
July 31, 2010**

<u>Fund Name</u>		Gain/Loss		Total Market Value
Abraham Touro Fund (Fidelity Balanced Fund)	\$	86,558	\$	1,907,642
<u>Totals</u>	\$	86,558	\$	1,907,642