

*Fresno County Employees' Retirement Association*

**Investment Performance Review**

Period Ending: March 31, 2008

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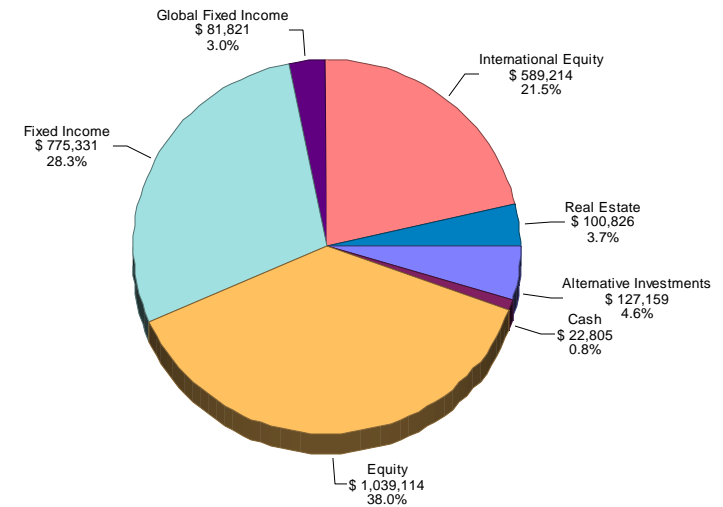
# Fresno County Employees' Retirement Association

## Executive Summary

Period Ending: March 31, 2008

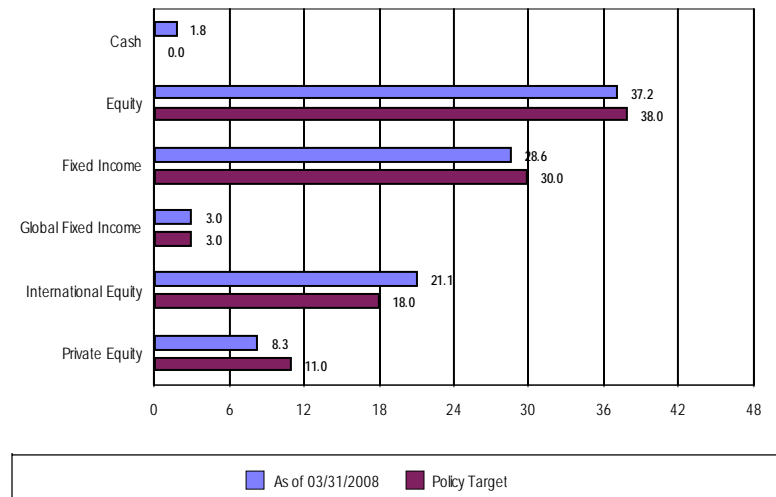
	Quarter		YTD		One Year		Three Years		Five Years	
	Return	Rnk	Return	Rnk	Return	Rnk	Return	Rnk	Return	Rnk
<b>Total</b>										
Total Segment Return										
TOTAL FUND	-6.0	76	-6.0	76	0.3	53	9.2	18	13.0	16
TOTAL FUND - NET	-6.1	78	-6.1	78	-0.1	58	8.8	23	12.6	21
TOTAL FUND W OVERLAY	-6.0	77	-6.0	77	0.2	55				
Policy Index										
POLICY INDEX	-5.2	48	-5.2	48	-0.2	60	7.8	51	11.9	36
<b>Domestic Equity</b>										
Equity Segment Return										
TOTAL U.S. EQUITY	-10.4	59	-10.4	59	-8.5	64	4.5	78	12.4	65
RUSSELL 3000 INDEX	-9.5		-9.5		-6.1		6.1		12.1	
<b>International Equity</b>										
International Equity Segment Return										
TOTAL FOREIGN EQUITY	-8.2	37	-8.2	37	2.9	25	17.0	31	21.5	75
MSCI ACWI ex U.S. GROSS	-9.1		-9.1		2.6		16.5		24.0	
MSCI EAFE INDEX	-8.8		-8.8		-2.3		13.8		21.9	
MSCI EMER MKTS FREE	-10.9		-10.9		21.7		29.6		36.0	
<b>Domestic Fixed Income</b>										
Fixed Income Segment Return										
TOTAL U.S. FIXED	-0.1	77	-0.1	77	4.0	73	4.6	77	4.5	68
LB AGGREGATE INDEX	2.2		2.2		7.7		5.5		4.6	
<b>Global Fixed Income</b>										
Global Fixed Income Segment Return										
TOTAL GLOBAL FIXED	7.3	32	7.3	32	9.5	62	5.6	79	8.7	50
JPM GLOBAL GBI T/U	9.6		9.6		20.0		7.2		8.0	
<b>Real Estate</b>										
Real Estate Segment Return										
TOTAL REALTY	1.9	27	1.9	27	8.6	57	21.3	21	18.3	29
NCREIF PROPERTY INDEX	1.6		1.6		13.6		16.8		15.1	
<b>Alternative Investments</b>										
Alternative Investments Segment Return										
TOTAL ALT. INV	-6.6		-6.6		8.2		18.5		18.3	
S & P 500 + 4.47%	-8.3		-8.3		-0.8		10.5		16.2	
<b>Cash</b>										
Cash Segment Return										
TOTAL CASH	0.9	50	0.9	50	4.9	34	4.6	43	3.3	47
91-DAY T-BILLS	0.9		0.9		4.6		4.4		3.2	

### Asset Allocation By Style - (000's)



Market Value \$ 2,736,271

### Asset Allocation vs Policy As of 03/31/2008



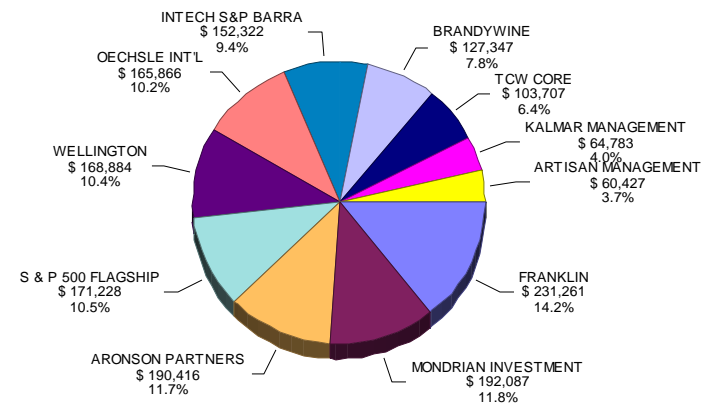
# Fresno County Employees' Retirement Association

## Executive Summary (Domestic Equity & Intl Equity)

Period Ending: March 31, 2008

	Quarter Rtn Rnk	One Yr Rtn Rnk	Three Yrs Rtn Rnk	Five Yrs Rtn Rnk	Since Incep Rtn Date
<b>Domestic Equity</b>					
<b>Equity Large Cap</b>					
S & P 500 FLAGSHIP	-9.4 51	-5.0 49	5.9 50		6.1 03/23/04
S & P 500 INDEX	-9.4 51	-5.1 50	5.9 58		6.1 03/23/04
<b>Equity Large Cap Growth</b>					
INTECH S&P BARRA	-11.0 53	-3.4 78	4.3 84		4.8 06/30/04
TCW CORE	-13.3 80	0.2 43	3.5 92		2.3 06/30/04
RUSSELL 1000 GROWTH	-10.2 39	-0.7 54	6.3 58		4.8 06/30/04
<b>Equity Large Cap Value</b>					
ARONSON PARTNERS	-10.5 56	-12.9 74	4.9 73	14.1 46	12.3 12/04/95
RUSSELL 1000 VALUE	-8.7 23	-10.0 40	6.0 43	13.7 60	9.8 12/04/95
WELLINGTON	-11.5 78	-10.1 42	5.2 62	13.2 73	6.3 04/30/00
RUSSELL 1000 VALUE	-8.7 23	-10.0 40	6.0 43	13.7 60	5.7 04/30/00
<b>Equity Small Cap Growth</b>					
ARTISAN MANAGEMENT	-14.1 61	-10.9 59	3.2 81		9.6 11/30/04
RUSSELL 2000 GROWTH	-12.8 50	-8.9 50	5.7 61		6.2 11/30/04
KALMAR MANAGEMENT	-10.5 24	-2.1 20	6.1 56		5.9 11/30/04
RUSSELL 2000 GROWTH	-12.8 50	-8.9 50	5.7 61		4.0 11/30/04
<b>Equity Small Cap Value</b>					
BRANDYWINE	-4.7 30	-16.6 62	1.9 79	14.7 82	11.5 08/21/95
RUSSELL 2000 VALUE	-6.5 54	-16.9 64	4.3 51	15.4 64	10.9 08/21/95
<b>International Equity</b>					
<b>Emerging Markets Equity</b>					
MONDRIAN INVESTMENT	-4.8 7	20.0 48			23.9 11/07/05
MSCI EMER MKTS FREE	-10.9 69	21.7 36			27.1 11/07/05
<b>International Equity</b>					
FRANKLIN	-11.1 91	-2.6 64	13.3 64	21.5 75	9.3 08/01/94
MSCI EAFE INDEX	-8.8 51	-2.3 61	13.8 58	21.9 69	7.2 08/01/94
OECHSLE INT'L	-7.3 23	-3.3 70			11.5 11/22/05
MSCI EAFE INDEX	-8.8 51	-2.3 61			13.8 11/22/05

### Asset Allocation By Manager - (000's)



Market Value \$ 1,628,328

# Fresno County Employees' Retirement Association

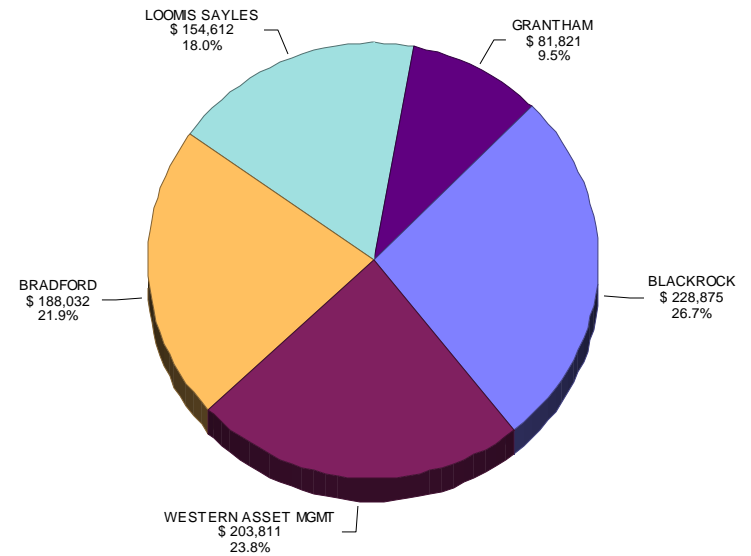
## Executive Summary (Domestic & Global Fixed Income)

Period Ending: March 31, 2008

	Quarter Rtn Rnk		YTD Rtn Rnk		One Yr Rtn Rnk		Three Yrs Rtn Rnk		Five Yrs Rtn Rnk		Since Incep Rtn	Incep Date
<b>Domestic Fixed Income</b>												
Fixed Income												
BLACKROCK	0.7	64	0.7	64	5.8	59	4.9	69			5.0	06/25/04
LB AGGREGATE INDEX	2.2	37	2.2	37	7.7	40	5.5	50	4.6	63	5.4	06/25/04
BRADFORD	1.3	55	1.3	55	5.4	62	4.9	69	4.7	54	6.7	05/21/96
LB AGGREGATE INDEX	2.2	37	2.2	37	7.7	40	5.5	50	4.6	63	6.5	05/21/96
LOOMIS SAYLES	1.8	46	1.8	46	7.0	48	5.9	37	5.5	35	4.7	07/05/01
LB AGGREGATE INDEX	2.2	37	2.2	37	7.7	40	5.5	50	4.6	63	5.5	07/05/01
WESTERN ASSET MGMT	-1.5	92	-1.5	92	0.3	95					3.1	05/05/05
LB AGGREGATE INDEX	2.2	41	2.2	41	7.7	42	5.5	51	4.6	62	4.9	05/05/05

<b>Global Fixed Income</b>												
Global Fixed Income												
GRANTHAM	7.3	32	7.3	32	9.5	62	6.5	61	9.3	36	7.1	03/31/99
JPM GLOBAL GBI T/U	9.6	20	9.6	20	20.0	16	7.2	42	8.0	58	6.8	03/31/99

### Asset Allocation by Manager - (000's)



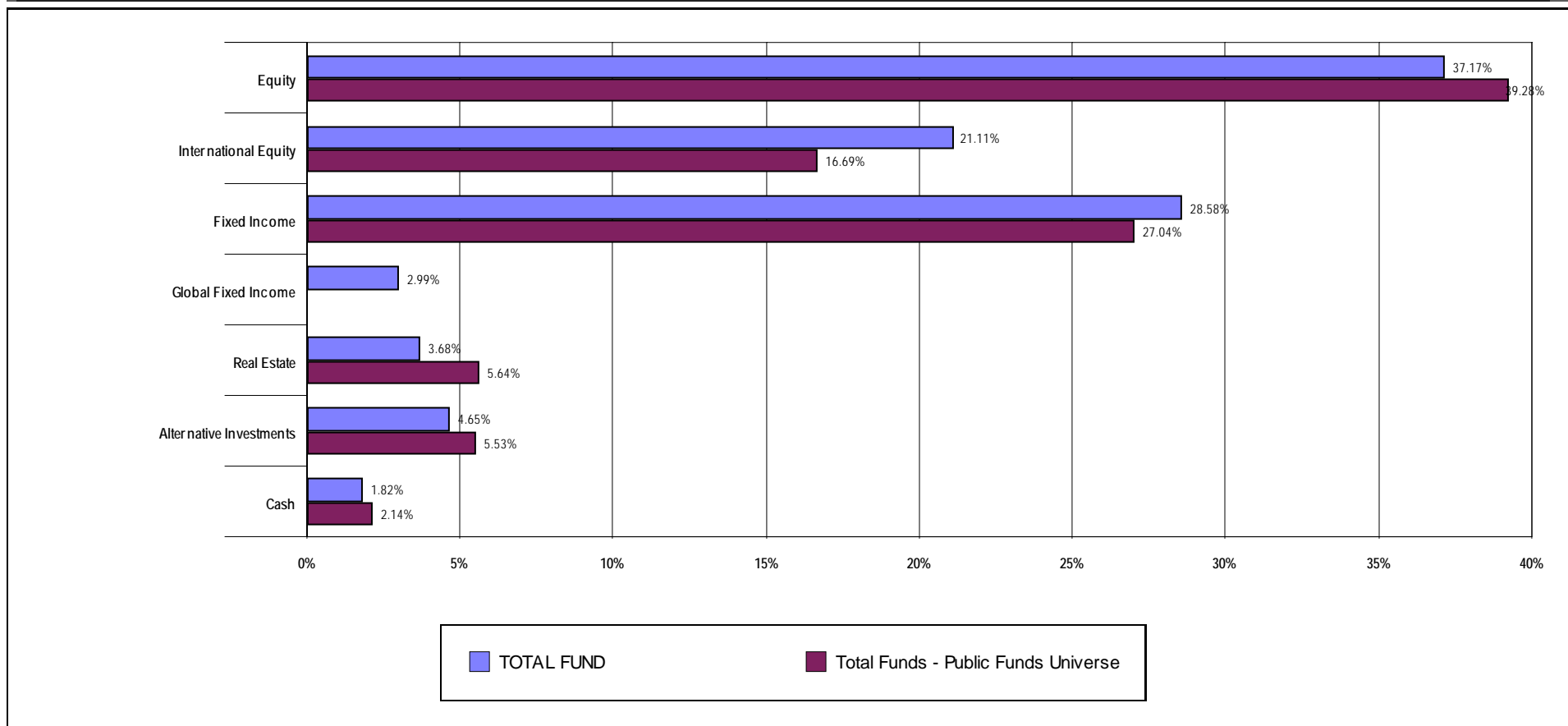
Market Value \$ 857,152

Inception returns for benchmarks calculated to the nearest full month. Returns greater than 1 year are annualized. Granttham Global Fixed Income includes SPV I (Special Purpose Vehicle) performance and as a result, performance may not exactly reflect what has been reported by the manager. Asset pricing differences between Western Asset and State Street caused a large discrepancy between the 1Q market value reported by State Street and the value reported by Western Asset (State Street is shown).

# Fresno County Employees' Retirement Association

## Asset Allocation: Total Fund vs. Universe Median

Period Ending: March 31, 2008



### TOTAL FUND

Segment	Market Value	Allocation
Equity	1,017,089	37.17%
International Equity	577,712	21.11%
Fixed Income	781,929	28.58%
Global Fixed Income	81,821	2.99%
Real Estate	100,826	3.68%
Alternative Investments	127,159	4.65%
Cash	49,734	1.82%
<b>Total:</b>	<b>2,736,271</b>	<b>100.00%</b>

### Total Funds - Public Funds Universe

Segment	Allocation
Equity	39.28%
International Equity	16.69%
Fixed Income	27.04%
Global Fixed Income	
Real Estate	5.64%
Alternative Investments	5.53%
Cash	2.14%

Note: All Values are expressed in thousands.

Figures above represent the median allocation for those plans that are invested in the respective asset class

# Fresno County Employees' Retirement Association

## Alternative Investments

Period Ending: March 31, 2008

Inception Date	Alternative Investment - Illiquid	Total Commitment (000's)	Capital Called (000's)	Capital Returned (000's)	Data as of March 31, 2008					
					Market Values (000's)	One Quarter Return	One Year Return	Three Years Return	Five Years Return	(IRR) Since Inception
05/15/99	BCI Growth V, L.P.*	\$20,000	\$18,949	\$6,798	\$3,092	-0.3	13.1	3.1	4.2	-10.6%*
12/12/01	Lone Star Fund IV	\$20,000	\$19,045	\$29,172	\$16,697	-12.9	21.1	50.2	47.3	53.8%
05/29/98	TCW Shop III	\$15,000	\$15,000	\$14,405	\$2,718	1.9	25.2	12.1	7.8	2.5%
02/27/02	TCW Shop IV	\$15,000	\$23,645	\$18,185	\$9,128	0.8	16.6	6.5	8.8	8.4%
08/31/01	WP Private Equity VIII, L.P.	\$25,000	\$25,000	\$184,245	\$27,508	-7.1	4.0	25.6	17.5	19.5%
10/05/07	WP Private Equity X, L.P.	\$25,000	\$4,175	\$0	\$3,575	-14.4	NA	NA	NA	-41.2%
06/26/98	WP Equity Partners, L.P.	\$20,000	\$20,000	\$26,026	\$4,305	-15.0	-24.8	23.0	24.5	9.8%
12/01/01	Blackstone Alternative Asset	\$10,000	\$10,000	\$0	\$15,533	-3.4	5.3	9.1	8.5	N/A
					Data as of December 31, 2007					
06/27/97	Blackstone III	\$15,000	\$15,387	\$15,450	\$4,332	-5.1	7.1	8.7	8.9	18.0%
11/11/02	Blackstone IV	\$20,000	\$16,948	\$18,026	\$15,989	-10.3	18.3	16.6	NA	64.0%
10/23/07	Hamilton Lane	\$70,000	\$8,400	\$0	\$7,693	-8.4	NA	NA	NA	-9.4
06/23/00	Landmark Equity X, L.P.	\$20,000	\$18,738	\$16,436	\$7,530	5.0	33.5	42.2	26.1	6.8%
12/22/99	New Mountain Partners, L.P.	\$20,000	\$18,996	\$18,293	\$9,060	-0.5	-3.4	5.7	19.7	35.2%
<b>Total Alt. Investment - Illiquid</b>		\$295,000	\$214,283	\$347,035	\$127,159					

**Total Alternative Investment**

**\$127,159**

**% of Total Fund (Market Value)**

**4.7%**

\* IRR for BCI Growth V shown as of 12/31/2007

# Fresno County Employees' Retirement Association

Real Estate

Period Ending: March 31, 2008

Inception Date	Real Estate	Contributions (000's)	Distributions (000's)	Data as of March 31, 2008					
				Market Values (000's)	One Quarter Return	One Year Return	Three Years Return	Five Years Return	(IRR) Since Inception
10/01/07	INVESCO	\$80,000	\$7,397	<b>\$80,599</b>	1.3	NA	NA	NA	NA
04/12/89	JMB V	\$10,000	\$17,831	<b>\$9</b>	-3.0	-4.2	6.1	19.8	NA
06/06/86	Sentinel	\$7,500	\$2,726	<b>\$4,926</b>	-1.1	3.9	10.3	10.4	NA
				Data as of December 31, 2007					
04/15/99	TA Realty V	\$20,000	28,067	<b>\$13,868</b>	9.8	16.9	21.3	16.5	12.3%
09/15/97	JER I	\$11,611	\$8,448	<b>\$2</b>	-41.8	-42.1	-4.9	2.1	13.8%
05/27/99	JER II	\$20,698	\$19,513	<b>\$1,423</b>	-21.0	-17.1	33.2	21.8	11.6%

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**Total Real Estate**      \$69,809      \$76,585      **\$100,826**

**Total Real Estate**

**\$100,826**

**% of Total Fund (Market Value)**

**3.7%**