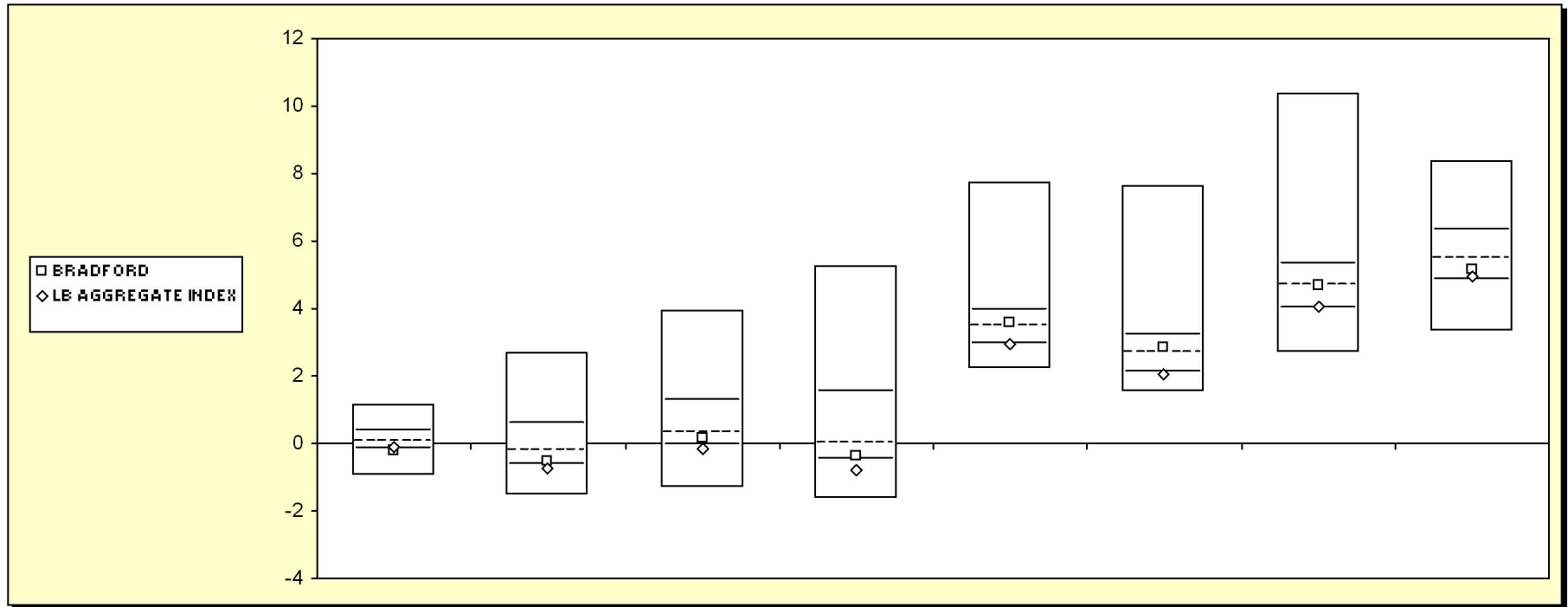


Fresno County Employees' Retirement Association

Cumulative Performance Comparisons

Period Ending: June 30, 2006



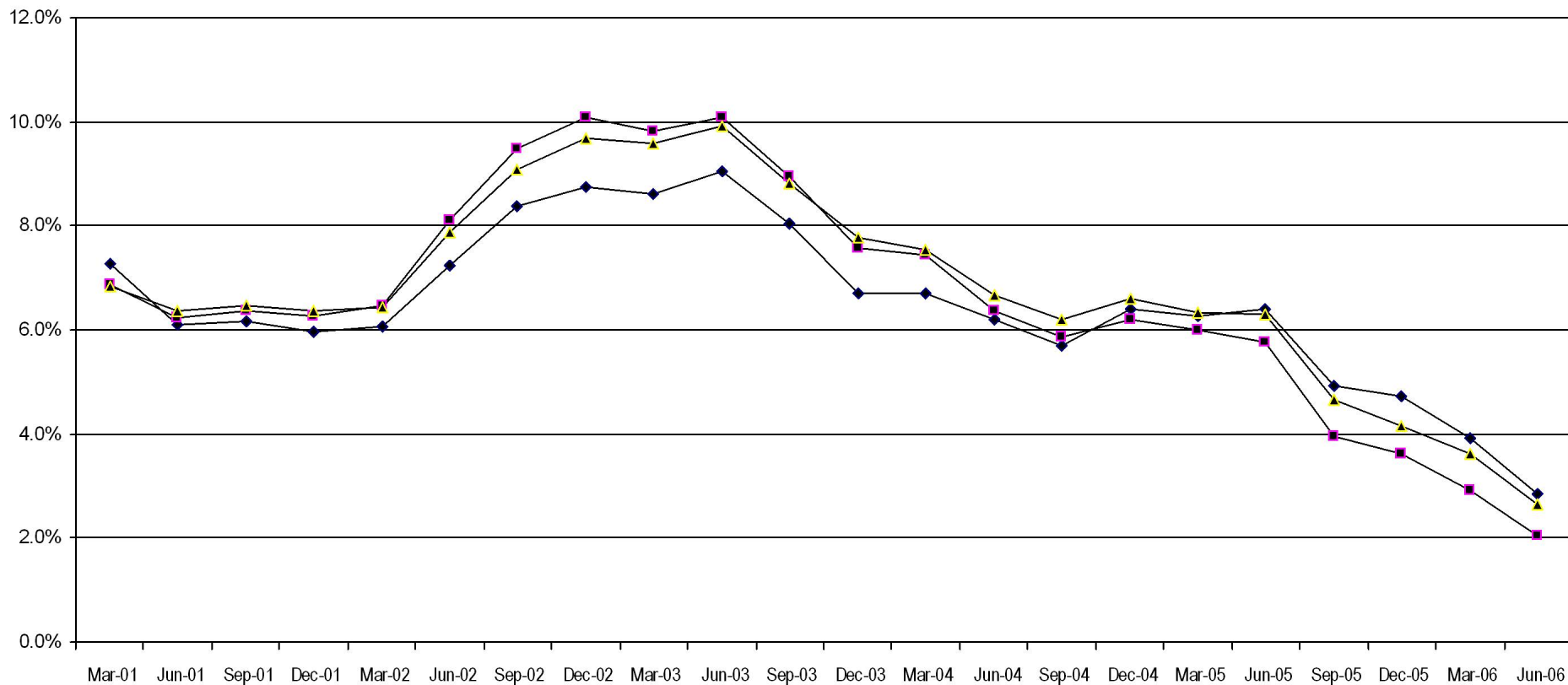
| Bond Funds | Last Quarter | Two Quarters | Three Quarters | One Year | Two Years | Three Years | Four Years | Five Years |
|--------------------|--------------|--------------|----------------|----------|-----------|-------------|------------|------------|
| | Return | Return | Return | Return | Return | Return | Return | Return |
| | Rank | Rank | Rank | Rank | Rank | Rank | Rank | Rank |
| 5th Percentile | 1.2 | 2.7 | 3.9 | 5.3 | 7.8 | 7.6 | 10.4 | 8.4 |
| 25th Percentile | 0.4 | 0.6 | 1.3 | 1.5 | 3.9 | 3.2 | 5.3 | 6.3 |
| 50th Percentile | 0.0 | -0.2 | 0.3 | 0.0 | 3.5 | 2.7 | 4.7 | 5.5 |
| 75th Percentile | -0.2 | -0.6 | 0.0 | -0.5 | 2.9 | 2.1 | 4.0 | 4.8 |
| 95th Percentile | -1.0 | -1.6 | -1.3 | -1.6 | 2.2 | 1.5 | 2.7 | 3.3 |
| BRADFORD | -0.2 | -0.5 | 0.1 | -0.4 | 3.6 | 2.9 | 4.7 | 5.1 |
| LB AGGREGATE INDEX | -0.1 | -0.7 | -0.1 | -0.8 | 2.9 | 2.0 | 4.1 | 5.0 |
| | 76 | 70 | 63 | 69 | 44 | 41 | 51 | 63 |
| | 63 | 77 | 76 | 81 | 75 | 76 | 73 | 70 |

Fresno County Employees' Retirement Association

Rolling Return: 3 year Annualized

Period Ending: June 30, 2006

Rolling Return (3 Year Annualized)



◆ BRADFORD ■ LB AGGREGATE INDEX ▲ Bond Funds

| | 06/30/99 | 06/30/00 | 06/30/01 | 06/30/02 | 06/30/03 | 06/30/04 | 06/30/05 | 06/30/06 |
|--------------------|----------|----------|----------|----------|----------|----------|----------|----------|
| BRADFORD | 8.1 | 6.7 | 6.1 | 7.3 | 9.1 | 6.2 | 6.4 | 2.9 |
| LB AGGREGATE INDEX | 7.2 | 6.0 | 6.2 | 8.1 | 10.1 | 6.4 | 5.8 | 2.0 |
| Bond Funds | 7.4 | 6.0 | 6.4 | 7.9 | 9.9 | 6.7 | 6.3 | 2.7 |

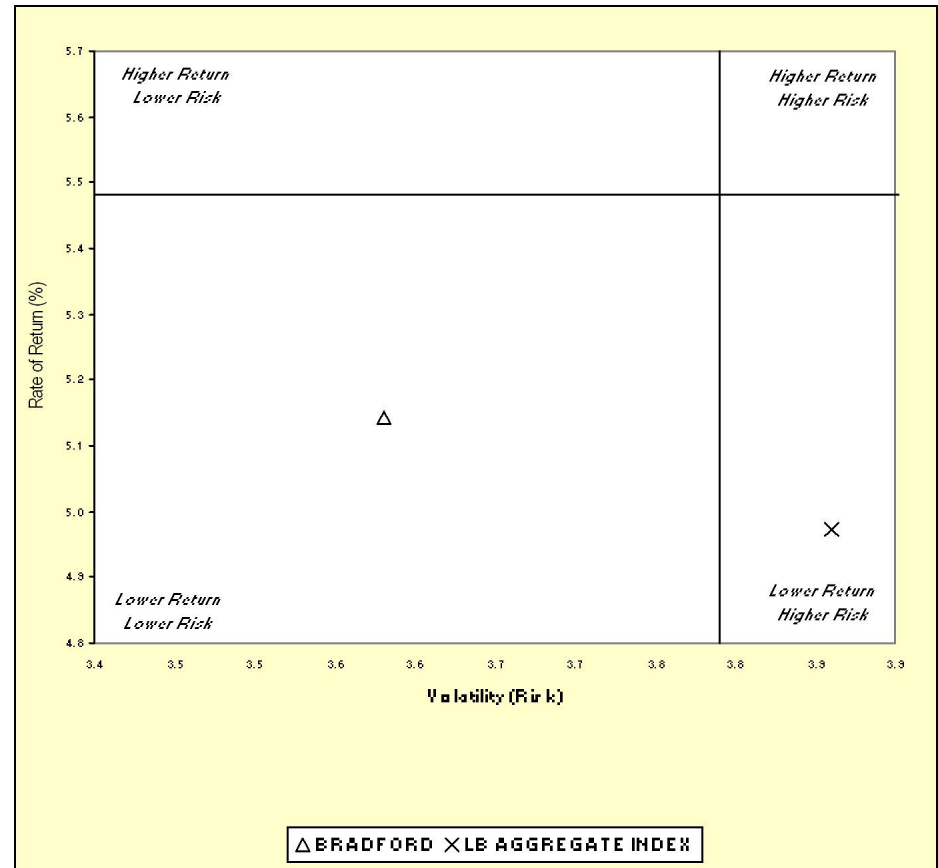
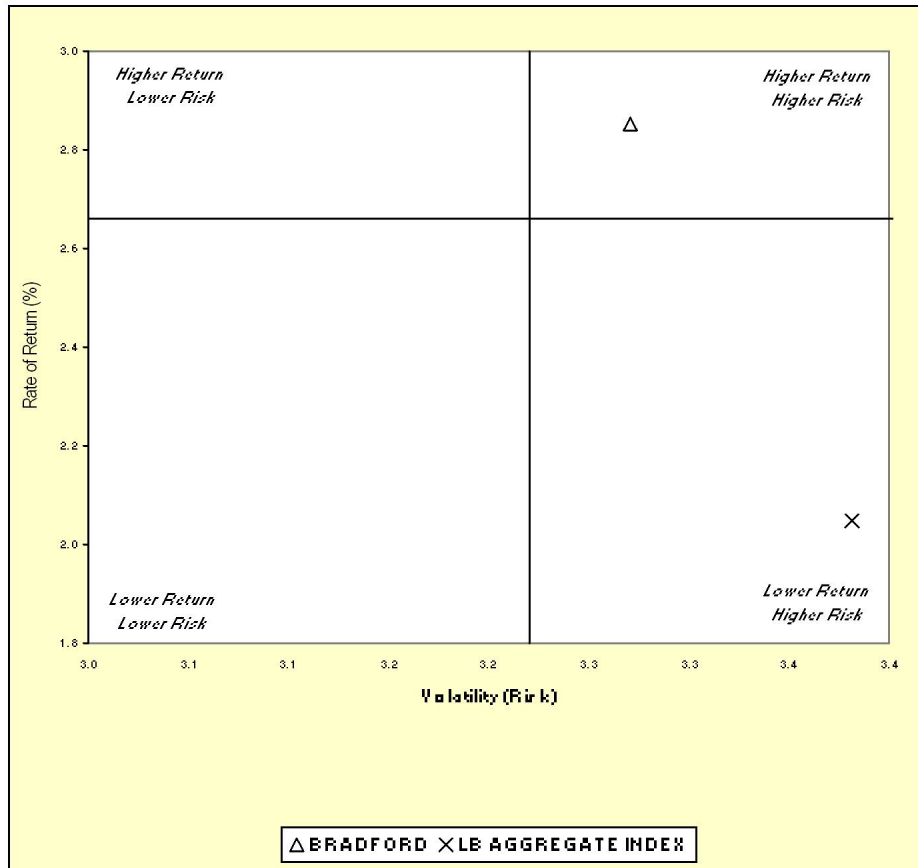
Fresno County Employees' Retirement Association

Three & Five Year Return vs. Risk

Period Ending: June 30, 2006

Three-Year

Five-Year

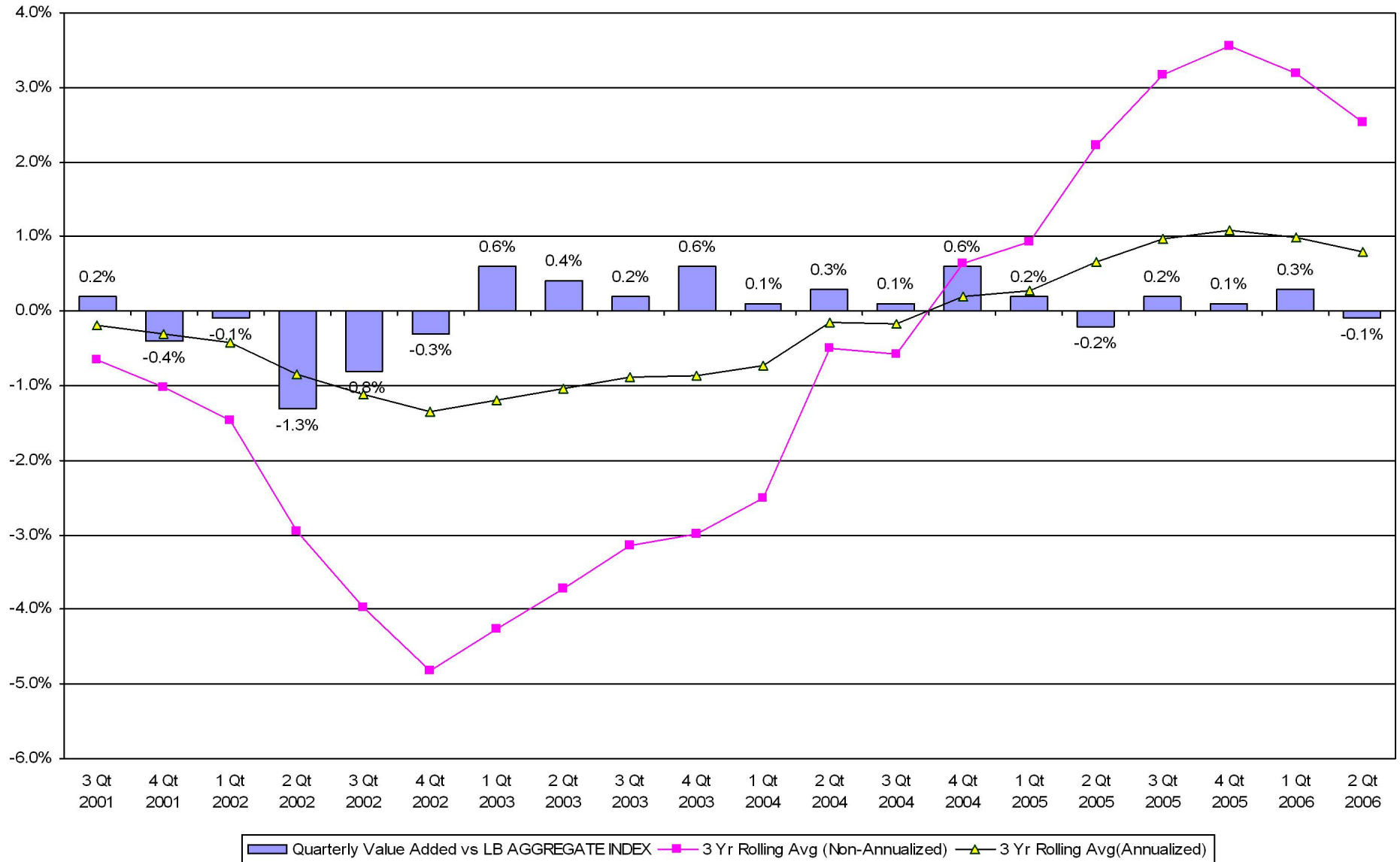


| Three Year Return vs Risk | | | Category | Five Year Return vs Risk | | |
|---------------------------|----------------------|--------------|----------------------------|--------------------------|----------------------|--------------|
| Annualized Return % | Standard Deviation % | Sharpe Ratio | | Annualized Return % | Standard Deviation % | Sharpe Ratio |
| 2.9 | 3.3 | 0.1 | BRADFORD | 5.1 | 3.6 | 0.8 |
| 2.7 | 3.2 | 0.1 | Bond Funds Universe Median | 5.5 | 3.8 | 0.9 |
| 2.0 | 3.4 | -0.1 | LB AGGREGATE INDEX | 5.0 | 3.9 | 0.7 |

Fresno County Employees' Retirement Association

Value Added Analysis 3 Yr Rolling for BRADFORD

Period Ending: June 30, 2006

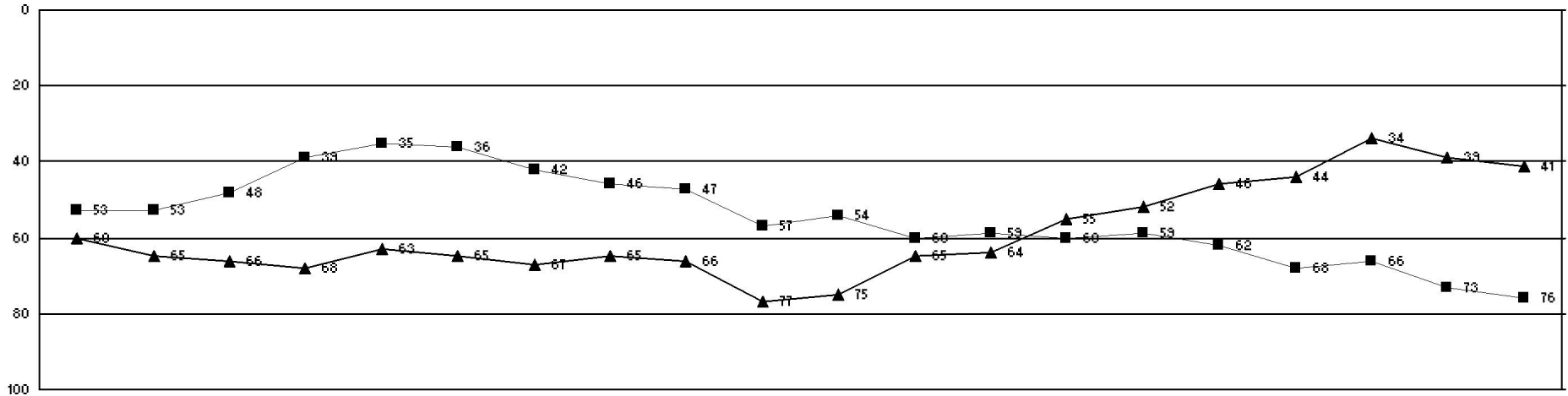


Fresno County Employees' Retirement Association

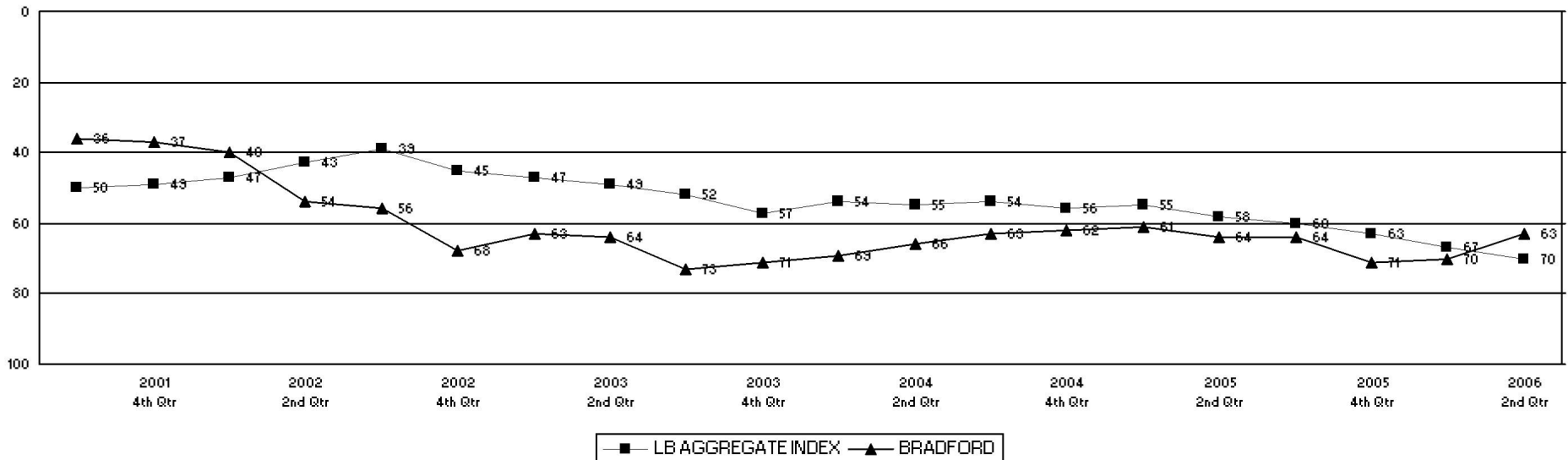
Rolling Return Ranking 3 & 5 Years

Period Ending: June 30, 2006

Ranking Comparisons - Rolling 3 Years



Ranking Comparisons - Rolling 5 Years

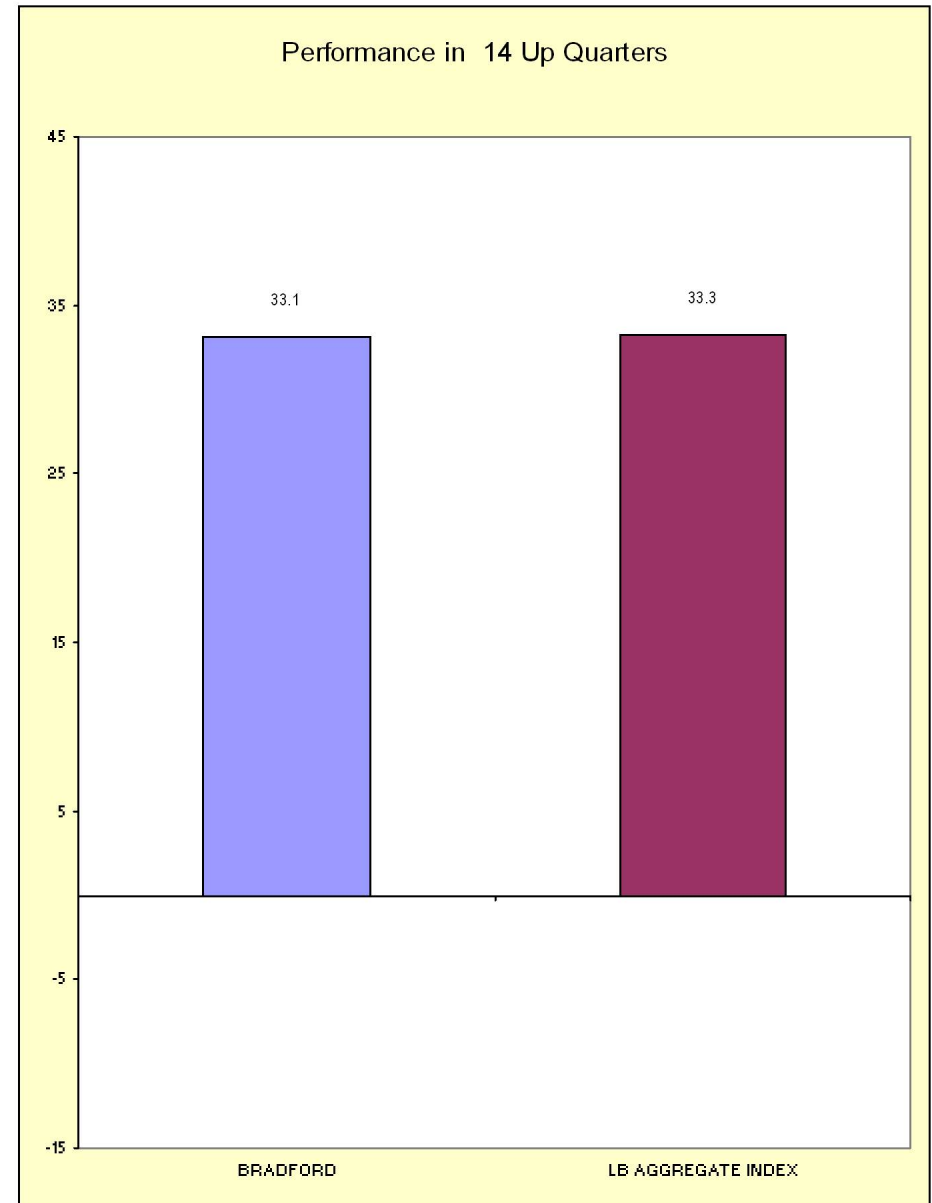
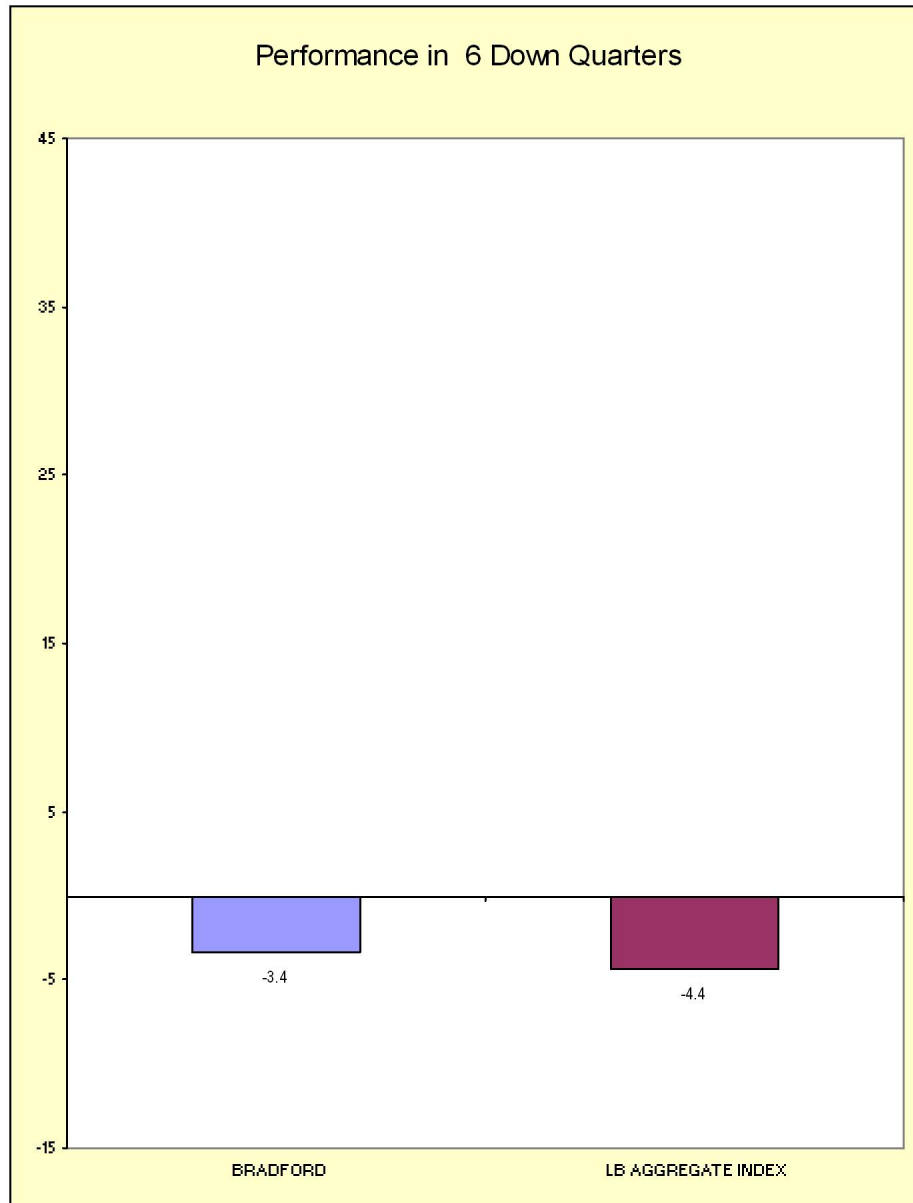


Fresno County Employees' Retirement Association

Up vs. Down Market Performance

Period Ending: June 30, 2006

Last 20 Quarters Ending 6/30/2006



FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of June 30, 2006

Bond Summary Statistics
BRADFORD & MARZEC, INC

| Portfolio Characteristics | | |
|----------------------------|----------------|--------------|
| | Portfolio | LB AGGREGATE |
| Total Number of Securities | 172 | |
| Total Market Value | \$ 191,309,828 | |
| Current Coupon | 5.25 | 5.29 |
| Yield To Maturity | 6.00 | 5.81 |
| Average Life | 6.24 | 7.20 |
| Duration | 3.67 | 4.80 |
| Quality | 9.13 | 9.56 |

| Duration (in Years) | |
|---------------------|-------|
| Range | %Held |
| 0.0 to 1.0 | 13.5 |
| 1.0 to 3.0 | 14.1 |
| 3.0 to 4.0 | 6.8 |
| 4.0 to 6.0 | 15.8 |
| 6.0 to 8.0 | 7.2 |
| Over 8.0 | 4.5 |
| Unclassified | 38.1 |

| Quality | |
|-----------|-------|
| Range | %Held |
| Govt (10) | 11.8 |
| Aaa (10) | 31.1 |
| Aa (9) | 0.6 |
| A (8) | 4.7 |
| Baa (7) | 10.8 |
| Below Baa | 3.0 |
| Other | 37.9 |

| Yield to Maturity | |
|-------------------|-------|
| Range | %Held |
| 0.0 to 5.0 | 0.0 |
| 5.0 to 7.0 | 58.0 |
| 7.0 to 9.0 | 3.3 |
| 9.0 to 11.0 | 0.3 |
| 11.0 to 13.0 | 0.3 |
| Over 13.0 | 0.0 |
| Unclassified | 38.1 |

| Average Life | |
|--------------|-------|
| Range | %Held |
| 0.0 to 1.0 | 1.9 |
| 1.0 to 3.0 | 17.0 |
| 3.0 to 5.0 | 11.4 |
| 5.0 to 10.0 | 26.3 |
| 10.0 to 20.0 | 1.9 |
| Over 20.0 | 3.4 |
| Unclassified | 38.1 |

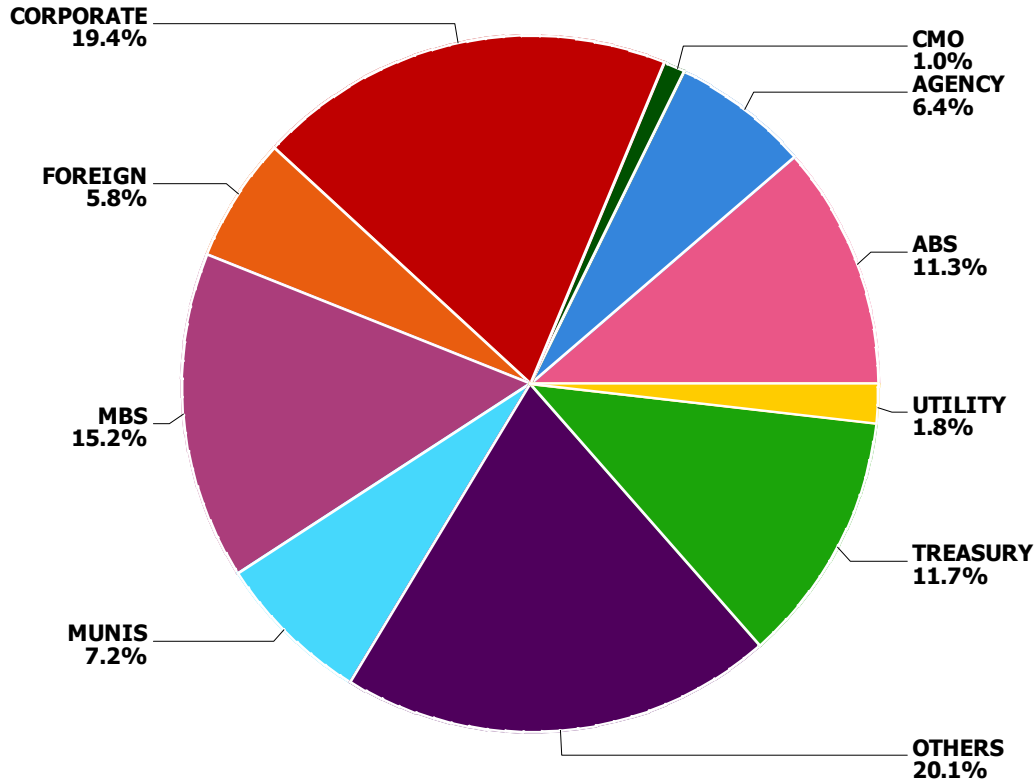
| Coupon | |
|--------------|-------|
| Range | %Held |
| 0.0 to 5.0 | 30.9 |
| 5.0 to 7.0 | 41.0 |
| 7.0 to 9.0 | 4.6 |
| 9.0 to 11.0 | 1.1 |
| 11.0 to 13.0 | 0.1 |
| Over 13.0 | 0.0 |
| Unclassified | 22.3 |

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of June 30, 2006

Fixed Income Sector Allocation

BRADFORD & MARZEC, INC



| Sector | Account Weight | Index Weight | Difference |
|--------------|----------------|---------------|-------------|
| ABS | 11.3% | 5.8% | 5.5% |
| Agencies | 6.4% | 10.7% | -4.2% |
| CMO | 1.0% | 0.0% | 1.0% |
| Corporates | 19.4% | 17.4% | 2.0% |
| Foreign | 5.8% | 4.0% | 1.9% |
| MBS | 15.2% | 34.0% | -18.8% |
| Municipals | 7.2% | 0.0% | 7.2% |
| Others | 20.1% | 0.0% | 20.1% |
| Treasuries | 11.7% | 26.2% | -14.6% |
| Utilities | 1.8% | 1.9% | -0.1% |
| Total | 100.0% | 100.0% | 0.0% |

Benchmark: LB AGGREGATE

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of June 30, 2006

**Bond Holdings
BRADFORD & MARZEC, INC**

| Bond Name | Market Value | Coupon | Stated Maturity | Quality Rating | Duration | Yield to Maturity |
|---------------------------|--------------|--------|-----------------|----------------|----------|-------------------|
| 0-5 Years | | | | | | |
| AMER GEN FIN MTN | 350,964 | 4.00 | 3/15/11 | A1 | 4.14 | 5.88% |
| AMERICAN EXPRESS FLT RT | 506,883 | 0.00 | 1/15/09 | | N/A | N/A |
| ARAMARK SVCS INC | 486,232 | 7.00 | 5/01/07 | BAA3 | 0.79 | 6.67% |
| BAE SYSTEMS 144A | 761,745 | 4.75 | 8/15/10 | BAA2 | 3.61 | 5.91% |
| BCARD 2 A FRN 5.319% | 2,003,240 | | 10/15/09 | | | |
| BEAR STEARNS CO | 388,419 | 4.55 | 6/23/10 | A1 | 3.57 | 5.71% |
| BUNDESREPUBLICM DEUTSHLD | 4,063,206 | | 7/15/03 | | | |
| CC FDG TR | 372,076 | 6.90 | 2/16/07 | BAA2 | 0.60 | 6.02% |
| CENTRURYTEL INC | 1,127,620 | 4.63 | 5/15/07 | BAA2 | 0.83 | 5.95% |
| CITIBANK_CC_2005-A10- A | 1,218,853 | 5.21 | 12/15/10 | AAA | 0.04 | 5.40% |
| CREDIT SUISSE FST BOSTON | 638,165 | 6.50 | 6/01/08 | AA3 | 1.78 | 5.77% |
| DISCOVER_CC_2005-001- A | 3,998,560 | 5.21 | 9/15/10 | AAA | 0.04 | 5.38% |
| DOMINION RESOURCES | 458,574 | 5.69 | 5/15/08 | BAA1 | 1.73 | 5.90% |
| ECHOSTAR DBS CORP SR NOTE | 369,563 | 4.85 | 10/01/08 | | N/A | N/A |
| EXPORT IMPORT BK OF KOREA | 417,678 | 4.50 | 8/12/09 | A3 | 2.80 | 5.92% |
| FEDERAL HOME LN BKS | 2,210,625 | 4.43 | 4/07/08 | GOVT | 1.66 | 5.48% |
| FEDERAL NATL MTG ASSN | 928,354 | 4.50 | 10/15/08 | GOVT | 2.12 | 5.42% |
| FIRSTENERGY CORP | 1,138,643 | 5.50 | 11/15/06 | BAA3 | 0.37 | 5.78% |
| FNMA 5.75% | 2,207,923 | | 6/29/09 | | | |
| GE_DL_FLPN_2005-001- A | 1,362,177 | 5.31 | 4/20/10 | AAA | 0.05 | 5.41% |
| HARTFORD FINL SERVICES | 388,736 | 5.55 | 8/16/08 | A3 | 1.95 | 5.75% |
| HOLMES FINANCING 5.169% | 2,084,583 | | 12/15/06 | | | |
| IBJ PFD CAP 144A | 1,733,886 | 8.79 | 6/30/08 | BAA1 | 1.82 | 6.05% |
| ISTAR FINL INC | 513,228 | 5.96 | 3/16/09 | BAA2 | 0.21 | 5.73% |
| ISTAR FINL INC | 411,699 | 5.13 | 4/01/11 | BAA2 | 4.08 | 6.17% |
| JP MORGAN CHASE | 312,936 | 4.89 | 9/01/10 | A1 | 3.64 | 5.91% |

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of June 30, 2006

**Bond Holdings
BRADFORD & MARZEC, INC**

| Bond Name | Market Value | Coupon | Stated Maturity | Quality Rating | Duration | Yield to Maturity |
|--------------------------------|--------------|--------|-----------------|----------------|----------|-------------------|
| MOLSON COORS CAP | 245,489 | 4.85 | 9/22/10 | BAA2 | 3.71 | 5.86% |
| MORGAN JP & CO MTN | 598,451 | 6.00 | 1/15/09 | A1 | 2.27 | 5.75% |
| NCR CORP NEW | 510,415 | 7.13 | 6/15/09 | BAA3 | 2.63 | 6.34% |
| NEW ZEALAND GOV'T 6.00% | 3,289,110 | 6.00 | 7/15/08 | | N/A | N/A |
| PARK PLACE ENT | 325,600 | 9.38 | 2/15/07 | BA1 | 0.59 | 6.45% |
| PREMCOR REFNG GROUP | 133,061 | 9.25 | 2/01/10 | BAA3 | 0.66 | 5.76% |
| ROGERS WIRELESS INC | 365,206 | 0.00 | 12/15/10 | | N/A | N/A |
| TRICON GLOBAL | 58,743 | 7.65 | 5/15/08 | BAA2 | 1.72 | 5.90% |
| UNITED STATES TREAS NTS | 14,954,742 | 4.38 | 12/31/07 | AAA | 1.43 | 5.21% |
| UNITED STATES TREAS NTS | 463,096 | 2.75 | 8/15/07 | GOVT | 1.08 | 5.26% |
| UNITED STATES TREAS NTS | 5,212,959 | 3.88 | 7/15/10 | GOVT | 3.61 | 5.09% |
| VERIZON GLOBAL | 466,035 | 7.25 | 12/01/10 | A3 | 3.74 | 6.01% |
| | 57,077,473 | 4.93 | | | 1.66 | 5.45% |

5-10 Years

| | | | | | | |
|-----------------------------------|-----------|------|----------|------|------|-------|
| ALERIS INTL INC | 228,938 | 9.00 | 11/15/14 | B3 | 4.87 | 8.63% |
| AMERICA MOVIL SA | 787,303 | 5.75 | 1/15/15 | A3 | 6.41 | 6.82% |
| AMERISOURCEBERGEN CORP 144 | 372,450 | 5.63 | 9/15/12 | BA1 | 5.05 | 6.52% |
| ARAMARK CORP | 246,571 | 5.00 | 6/01/12 | BAA3 | 4.92 | 7.89% |
| AUSTRALIA GOV'T 6.5% | 4,205,590 | | 5/15/13 | | | |
| BEAZER HOMES | 262,450 | 6.50 | 11/15/13 | BA1 | 5.50 | 8.24% |
| CANADA GOVT 4.5% | 5,552,384 | 4.50 | 6/01/15 | | N/A | N/A |
| CBA CAP TR 144A | 1,138,226 | 6.02 | 3/15/16 | A2 | 7.08 | 6.70% |
| CGCMT 2006-C4 A3 | 1,000,708 | | 6/01/16 | | | |
| CHINA DEVELOPMENT BANK | 349,875 | 5.00 | 10/15/15 | A2 | 7.20 | 5.95% |
| CHUO MITSUI TR 144A | 574,522 | 5.51 | 4/15/15 | BAA1 | 6.69 | 6.85% |

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of June 30, 2006

**Bond Holdings
BRADFORD & MARZEC, INC**

| Bond Name | Market Value | Coupon | Stated Maturity | Quality Rating | Duration | Yield to Maturity |
|----------------------------|--------------|--------|-----------------|----------------|----------|-------------------|
| CITIBANK_CC_2004-A3- A3 | 1,569,725 | 5.16 | 7/24/11 | AAA | 0.07 | 5.52% |
| CITIBANK_CC_2005-A06- A6 | 813,130 | 5.02 | 10/07/11 | AAA | 0.03 | 5.52% |
| COMCAST CORP | 841,897 | 10.63 | 7/15/12 | BAA3 | 4.42 | 6.67% |
| CORPORACION ANDINA DE FOME | 564,322 | 5.20 | 5/21/13 | Aa2 | N/A | N/A |
| COVENTRY HEALTH CARE | 163,200 | 5.88 | 1/15/12 | BA1 | N/A | N/A |
| D R HORTON INC | 173,068 | 6.50 | 4/15/16 | | N/A | N/A |
| DEV DIVERSIFIED REALTY | 249,860 | 5.38 | 10/15/12 | BAA2 | 5.18 | 6.13% |
| DOMINION RESOURCES | 243,488 | 7.50 | 6/30/16 | | N/A | N/A |
| ENSEC 2005-R1 3.42% | 396,106 | 3.42 | 5/14/14 | | N/A | N/A |
| EQUITY RESIDENTIAL PPTY | 240,243 | 5.13 | 3/15/16 | BAA1 | 7.35 | 6.18% |
| FREESCALE SEMICONDUCTOR | 319,160 | 7.13 | 7/15/14 | BA1 | 4.79 | 6.92% |
| GLENCORE FDG 144A | 429,246 | 6.00 | 4/15/14 | BAA3 | 5.96 | 7.49% |
| HARVEST OPERATIONS CORP | 116,850 | 7.88 | 10/15/11 | | N/A | N/A |
| HEALTH CARE PPTY INVS MTN | 300,220 | 5.63 | 2/28/13 | BAA2 | 5.36 | 6.21% |
| HEALTH CARE REIT INC | 422,581 | 6.20 | 6/01/16 | BAA3 | 7.26 | 6.60% |
| HSBC FIN CAP | 477,160 | 5.91 | 11/30/15 | A1 | 7.05 | 6.57% |
| INEOS GROUP HLDGS 144A | 224,700 | 8.50 | 2/15/16 | B2 | 6.15 | 9.52% |
| INTL LEASE FIN | 356,104 | 5.00 | 9/15/12 | A1 | 5.16 | 5.93% |
| ISPAT INLAND ULC | 275,625 | 9.75 | 4/01/14 | BA1 | N/A | N/A |
| LAZARD GROUP LLC | 414,367 | 7.13 | 5/15/15 | BA1 | 6.47 | 6.96% |
| LYON WILLIAM HOMES | 259,200 | 10.75 | 4/01/13 | B2 | 4.27 | 11.61% |
| MERRILL LYNCH & CO | 516,573 | 6.05 | 5/16/16 | A1 | 7.31 | 6.14% |
| NCL CORP LIMITED | 353,700 | 10.63 | 7/15/14 | B2 | 4.64 | 10.96% |
| NEXTEL COMM INC | 291,699 | 6.88 | 10/31/13 | BAA2 | 4.42 | 6.74% |
| NOBLE CORPORATION 5.88% | 356,922 | 5.88 | 6/01/13 | | N/A | N/A |
| NORTHWEST PIPELINE 7.00% | 119,250 | | 6/15/16 | | | |

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of June 30, 2006

**Bond Holdings
BRADFORD & MARZEC, INC**

| Bond Name | Market Value | Coupon | Stated Maturity | Quality Rating | Duration | Yield to Maturity |
|----------------------------|--------------|--------|-----------------|----------------|----------|-------------------|
| OHIO CASUALTY CORP | 389,393 | 7.30 | 6/15/14 | BAA3 | 5.96 | 7.11% |
| OMI CORP | 289,275 | 7.63 | 12/01/13 | B1 | 4.69 | 7.67% |
| RESIDENTIAL CAP CORP | 441,608 | 6.50 | 4/17/13 | BAA3 | 5.34 | 6.84% |
| RESONA BK 144A | 972,237 | 5.85 | 4/15/16 | BAA1 | 7.18 | 6.83% |
| RPM INTL INC | 516,138 | 6.25 | 12/15/13 | BAA3 | 5.86 | 6.54% |
| SING TELECOMMUNICATIONS | 620,663 | 6.38 | 12/01/11 | A1 | N/A | N/A |
| SUMITOMO MITSUI BKG | 662,160 | 5.63 | 10/15/15 | A2 | 6.98 | 6.60% |
| SWISS RE CAP 144A | 522,126 | 6.85 | 5/25/16 | A1 | 7.03 | 7.12% |
| TELEFONICA EMISIONES S.A.U | 429,110 | 6.42 | 6/20/16 | BAA1 | 7.29 | 6.45% |
| TITAN PETROCHEMICALS 144A | 272,800 | 8.50 | 3/18/12 | B1 | 4.17 | 12.15% |
| XTO ENERGY INC | 412,484 | 5.65 | 4/01/16 | BAA3 | 7.25 | 6.37% |
| YUM BRANDS INC | 222,707 | 6.25 | 4/15/16 | BAA2 | 7.15 | 6.39% |
| | 30,958,112 | 5.98 | | | 5.30 | 6.87% |

10-20 Years

| | | | | | | |
|--------------------------|-----------|-------|----------|------|-------|-------|
| AUBURN HILLS TRUST | 213,135 | 12.38 | 5/01/20 | A3 | 7.64 | 7.53% |
| BNS FDG | 272,223 | 6.61 | 1/15/26 | BA1 | 10.29 | 7.20% |
| CHESAPEAKE ENERGY CORP | 369,563 | 6.50 | 8/15/17 | BA2 | 7.47 | 7.68% |
| FGCI 15-YR POOL 5.00% | 1,178,137 | | 6/01/21 | | | |
| FHLMC GOLD POOL - B17427 | 927,443 | 5.00 | 12/01/19 | AAA | 3.67 | 5.98% |
| FHLMC_3046- BE | 1,035,037 | 5.00 | 10/15/25 | AAA | 8.22 | 5.89% |
| FNMA POOL - 723748 | 1,416,966 | 5.00 | 8/01/18 | GOVT | 3.44 | 5.96% |
| GSR 2004-1-F 2A4 5.00% | 919,009 | | 8/25/19 | | | |
| HARRAHS OPER INC | 797,108 | 5.75 | 10/01/17 | BAA3 | 7.92 | 6.90% |
| NCSLT 2005-1 A1 | 287,524 | 2.81 | 11/25/20 | | N/A | N/A |
| PEMEX PRJ MSTR | 771,420 | 8.63 | 2/01/22 | BAA1 | 8.68 | 7.34% |

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of June 30, 2006

**Bond Holdings
BRADFORD & MARZEC, INC**

| Bond Name | Market Value | Coupon | Stated Maturity | Quality Rating | Duration | Yield to Maturity |
|--------------------------|--------------|--------|-----------------|----------------|----------|-------------------|
| SHINSEI FIN 144A | 267,666 | 6.42 | 7/20/16 | BAA2 | 6.94 | 7.16% |
| SLM_STUDENT_2004-004- A4 | 2,106,279 | 4.05 | 1/25/19 | AAA | 0.08 | 5.59% |
| SLM_STUDENT_2004-007- A4 | 2,004,060 | 4.07 | 1/25/17 | AAA | 0.09 | 5.53% |
| WFMB 2005-1 5.25% | 950,872 | | 1/25/20 | | | |
| WFMB 2005-13 A1 5.00% | 1,311,535 | | 11/25/20 | | | |
| | 14,827,975 | 5.18 | | | 3.85 | 6.13% |

Over 20 Years

| | | | | | | |
|---------------------------|-----------|------|----------|------|-------|-------|
| AETNA INC 6.625% | 296,745 | 6.63 | 6/15/36 | | N/A | N/A |
| ARGENT_TR_2005-0W1- A2 | 2,651,461 | 5.56 | 5/25/35 | AAA | 0.07 | 5.61% |
| BA_MTG_CMBC_2005-06- A4 | 1,052,762 | 5.18 | 9/10/47 | AAA | 7.01 | 5.91% |
| CITIGROUP_COM_2005-C3- A4 | 910,420 | 4.86 | 5/15/43 | AAA | 6.61 | 6.00% |
| CITIGR_CBASS_2006-CB3 AV3 | 546,000 | 5.49 | 3/25/36 | AAA | 0.07 | 5.56% |
| CWABS_HEL_2005-01B- 3AV3 | 672,390 | 5.33 | 7/25/35 | AAA | 0.07 | 5.63% |
| DELHAIZE AMERICA | 471,542 | 9.00 | 4/15/31 | BA1 | 10.34 | 8.09% |
| ENERGY LOUISIANA LLC | 491,916 | 6.30 | 9/01/35 | 6 | N/A | N/A |
| ENTERPRISE PRODUCTS | 371,560 | 6.88 | 3/01/33 | BAA3 | 11.81 | 7.06% |
| FGLMC 30YR TBA APR | 1,114,318 | 6.00 | 4/01/33 | | N/A | N/A |
| FHLMC GOLD POOL - A14350 | 85,191 | 6.50 | 10/01/33 | GOVT | 2.43 | 6.28% |
| FHLMC GOLD POOL - C29119 | 18,959 | 6.50 | 7/01/29 | GOVT | 2.83 | 6.20% |
| FHLMC GOLD POOL - C62870 | 156,459 | 7.00 | 1/01/32 | GOVT | 1.82 | 6.22% |
| FHLMC GOLD POOL - C62983 | 4,285 | 7.00 | 1/01/32 | GOVT | 1.73 | 6.21% |
| FNCL 6.00% | 5,633,744 | 6.00 | 10/01/35 | | N/A | N/A |
| FNCL 30-YR POOL 5.5% | 1,093,044 | | 10/01/34 | | | |
| FNCL 30-YR TBA JUL 5.5% | 1,295,458 | | 7/01/36 | | | |
| FNCL 30-YR TBA JUL 6.00% | 3,296,601 | | 7/01/36 | | | |
| FNCL 30-YR TBA JUL 6.00% | 3,348,756 | | 7/01/36 | | | |

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of June 30, 2006

**Bond Holdings
BRADFORD & MARZEC, INC**

| Bond Name | Market Value | Coupon | Stated Maturity | Quality Rating | Duration | Yield to Maturity |
|--------------------------|--------------|--------|-----------------|----------------|----------|-------------------|
| FNCL 30-YR TBA JUL 5.5% | 8,195,286 | | 7/01/36 | | | |
| FNCM 30 YR TBA JUL 5.00% | 5,319,321 | | 7/01/36 | | | |
| FNMA POOL - 735466 | 1,096,114 | 4.72 | 3/01/35 | AAA | 3.47 | 6.21% |
| FNMA POOL - 735951 | 1,713,895 | 4.38 | 5/01/34 | GOVT | 2.78 | 6.08% |
| FNMA POOL - 786206 | 152,510 | 4.54 | 7/01/34 | AAA | 2.00 | 6.11% |
| FNMA POOL - 817593 | 838,423 | 5.31 | 11/01/35 | GOVT | 4.02 | 6.13% |
| FNMA POOL - 840448 | 401,960 | 5.03 | 8/01/35 | GOVT | 4.51 | 6.42% |
| FNMA POOL - 841737 | 703,055 | 4.91 | 9/01/35 | GOVT | 2.76 | 6.59% |
| FNMA POOL - 255225 | 2,780,128 | 5.50 | 6/01/34 | GOVT | 4.71 | 6.25% |
| FNMA POOL - 357850 | 3,217,899 | 5.50 | 7/01/35 | AAA | 4.80 | 6.28% |
| FNMA POOL - 735228 | 1,402,151 | 5.50 | 2/01/35 | GOVT | 4.73 | 6.26% |
| FNMA POOL - 741892 | 410,285 | 5.50 | 10/01/33 | GOVT | 4.57 | 6.25% |
| FNMA POOL - 745412 | 1,140,965 | 5.50 | 12/01/35 | GOVT | 4.67 | 6.26% |
| FNMA POOL - 749597 | 414,521 | 5.50 | 11/01/33 | GOVT | 4.38 | 6.25% |
| FNMA POOL - 756187 | 579,218 | 5.50 | 12/01/33 | GOVT | 4.65 | 6.25% |
| FNMA POOL - 766654 | 309,780 | 5.50 | 3/01/34 | GOVT | 4.60 | 6.25% |
| FNMA POOL - 787021 | 1,219,140 | 5.50 | 6/01/34 | AAA | 4.78 | 6.26% |
| FNMA POOL - 787820 | 1,437,554 | 5.50 | 7/01/34 | AAA | 4.67 | 6.25% |
| FNMA POOL - 809706 | 1,407,741 | 5.50 | 3/01/35 | AAA | 4.64 | 6.26% |
| FNMA POOL - 825686 | 1,427,936 | 5.50 | 7/01/35 | AAA | 4.74 | 6.28% |
| FNMA POOL - 832485 | 826,044 | 5.50 | 8/01/35 | AAA | 4.81 | 6.28% |
| FNMA POOL - 836118 | 3,516,611 | 5.50 | 10/01/35 | AAA | 4.93 | 6.28% |
| FNMA POOL - 848562 | 1,534,697 | 6.00 | 12/01/35 | AAA | 3.75 | 6.38% |
| GMACM_LOAN_2002-C3- A2 | 1,678,318 | 4.93 | 7/10/39 | AAA | 5.11 | 5.81% |
| GRANM 2005-4 A3 4.84% | 1,700,357 | 4.84 | 12/20/54 | | N/A | N/A |
| GREENWICH CAP 8/10/42 | 1,032,836 | 0.00 | 8/10/42 | | N/A | N/A |

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of June 30, 2006

**Bond Holdings
BRADFORD & MARZEC, INC**

| Bond Name | Market Value | Coupon | Stated Maturity | Quality Rating | Duration | Yield to Maturity |
|----------------------------|--------------|--------|-----------------|----------------|----------|-------------------|
| HUTCHISON WHAMPOA INTL 14 | 454,536 | 7.45 | 11/24/33 | A3 | 12.01 | 6.98% |
| JEFFRIES GROUP INC NEW | 182,532 | 6.25 | 1/15/36 | BAA1 | 12.44 | 6.95% |
| LB_UBS_CMBS_2003-C5- A3 | 630,349 | 4.25 | 7/15/27 | N/A | 3.93 | 5.85% |
| LUBRIZOL CORP | 623,573 | 6.50 | 10/01/34 | BAA3 | 12.43 | 6.85% |
| MIDAMERICA ENERGY 144A | 439,347 | 6.13 | 4/01/36 | BAA1 | 12.98 | 6.63% |
| MORG_ST_CAP_04-TOP15- A4 | 407,895 | 5.27 | 6/13/41 | AAA | 6.24 | 6.00% |
| MORG_ST_CAP_2005-HQ6 A4A | 418,196 | 4.99 | 8/14/32 | | N/A | N/A |
| MORG_ST_CAP_2005-TOP17 A5 | 1,445,045 | 4.78 | 12/13/41 | N/A | 6.53 | 5.96% |
| NEXEN INC | 335,472 | 5.88 | 3/10/35 | BAC | N/A | N/A |
| NLV FINL CORP 144A | 259,100 | 7.50 | 8/15/33 | BAA3 | 11.41 | 7.36% |
| OPTION_ONE_2004-002- A1A | 2,378,878 | 5.53 | 5/25/34 | AAA | 0.07 | 5.60% |
| PERMA 3 3A 5.06% | 2,625,548 | 5.06 | 9/10/33 | | N/A | N/A |
| PROGRESS ENERGY INC | 474,049 | 7.75 | 3/01/31 | BAA2 | 11.44 | 6.78% |
| SAIL_2004-008- A7 | 766,108 | 5.62 | 9/25/34 | AAA | 0.07 | 5.65% |
| SAXON_ASSET_2005-4- A2C | 1,603,248 | 5.57 | 11/25/37 | AAA | 0.07 | 5.62% |
| SOUTHERN COPPER CORP | 248,230 | 7.50 | 7/27/35 | BAA2 | 11.13 | 7.90% |
| SPRINT CAP CORP | 397,947 | 8.75 | 3/15/32 | BAA2 | 11.23 | 7.01% |
| TALISMAN ENERGY INC | 141,107 | 5.85 | 2/01/37 | BAA2 | 12.93 | 6.77% |
| TEVA PHARMACEUTICAL FIN | 462,429 | 6.15 | 2/01/36 | BAA2 | 12.48 | 6.97% |
| TIME WARNER ENTMT | 380,124 | 8.38 | 7/15/33 | BAA2 | 11.19 | 7.26% |
| UNITED STATES TREAS BONDS | 196,364 | 4.50 | 2/15/36 | AAA | 15.35 | 5.19% |
| UNITED STATES TREAS BONDS | 1,468,403 | 6.50 | 11/15/26 | GOVT | 11.90 | 5.31% |
| WAMU MMTG PASS VAR RT | 3,352,972 | 0.00 | 12/26/45 | | N/A | N/A |
| WELLS_FARGO_2005-AR9- IIA1 | 786,459 | 4.36 | 10/25/33 | AAA | 1.03 | 5.86% |
| | 88,446,268 | 5.21 | | | 4.79 | 6.15% |