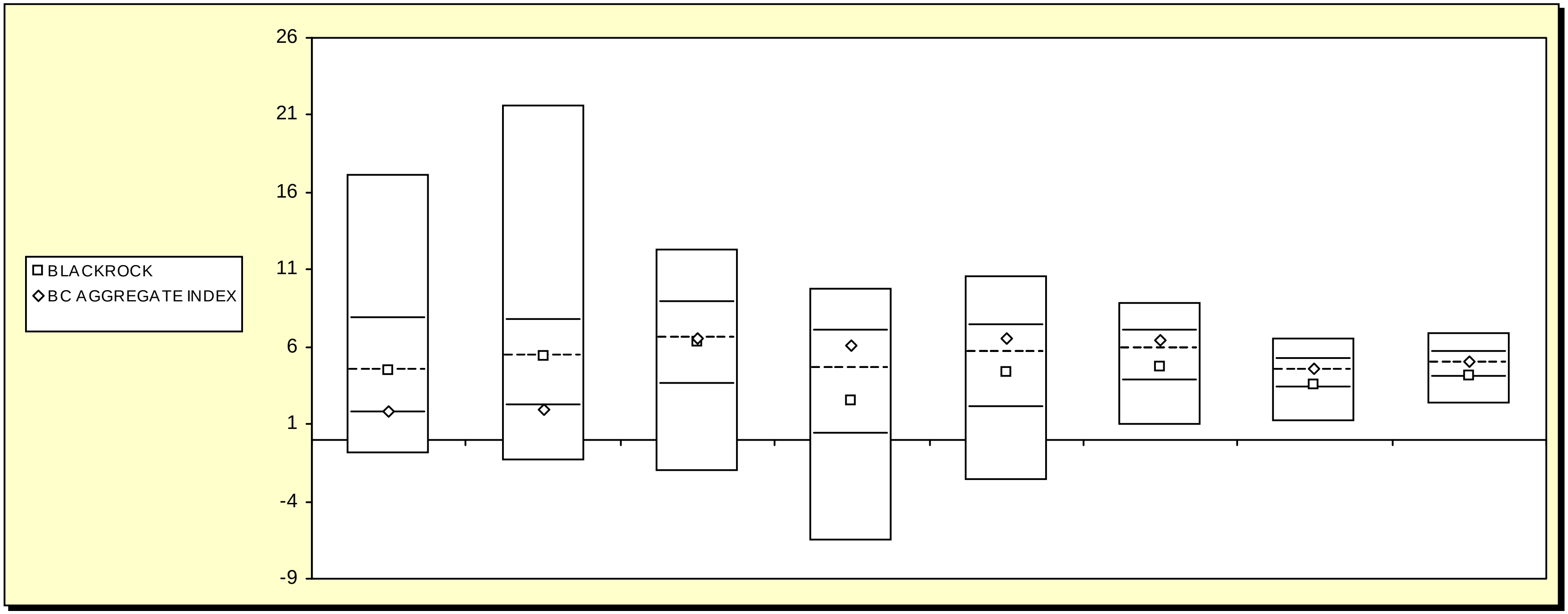
Fresno County Employees' Retirement Association

Cumulative Performance Comparisons

Period Ending: June 30, 2009

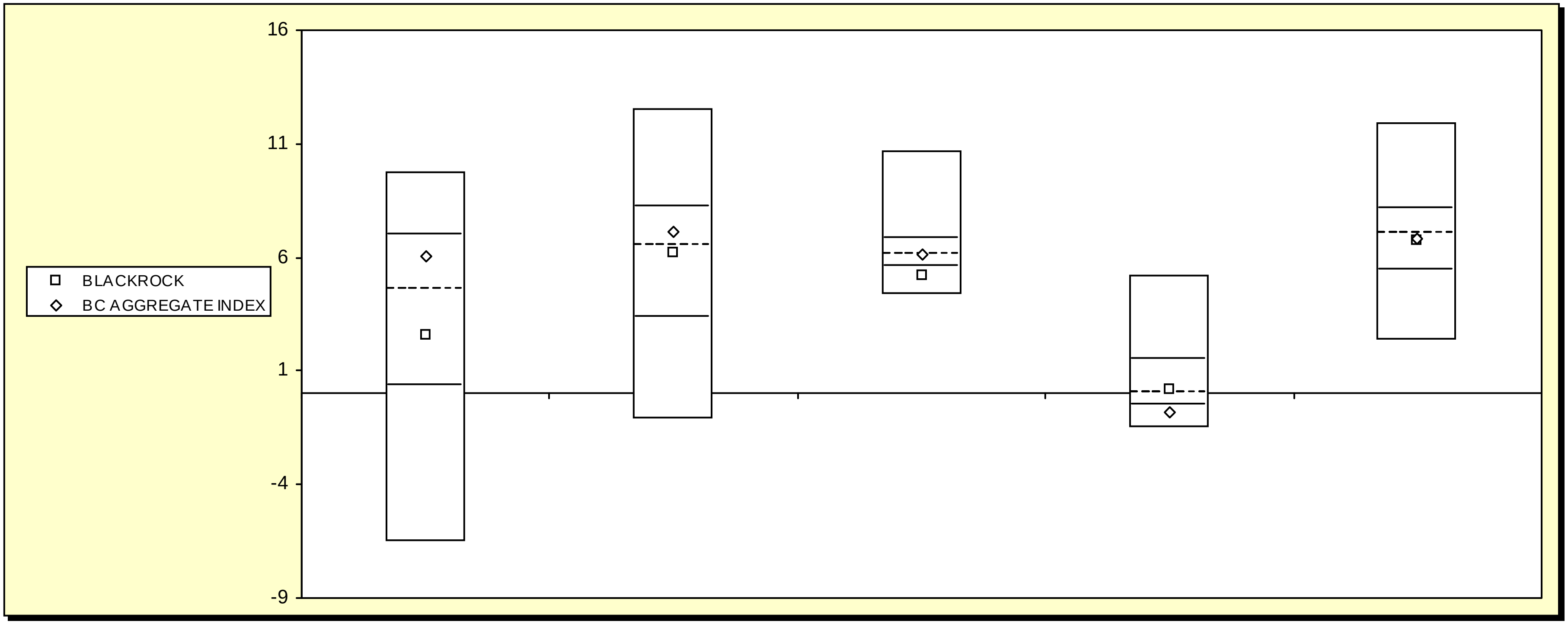


Bond Funds

	Last Quarter Return	Last Quarter Rank	Two Quarters Return	Two Quarters Rank	Three Quarters Return	Three Quarters Rank	One Year Return	One Year Rank	Two Years Return	Two Years Rank	Three Years Return	Three Years Rank	Four Years Return	Four Years Rank	Five Years Return	Five Years Rank
5th Percentile	17.1		21.6		12.3		9.8		10.5		8.9		6.5		6.8	
25th Percentile	7.8		7.8		8.9		7.0		7.3		7.0		5.2		5.6	
50th Percentile	4.5		5.4		6.5		4.6		5.6		5.9		4.5		5.0	
75th Percentile	1.7		2.1		3.5		0.3		2.1		3.8		3.4		4.0	
95th Percentile	-1.0		-1.5		-2.1		-6.6		-2.7		0.9		1.1		2.3	
BLACKROCK	4.5	*50*	5.4	*50*	6.3	*52*	2.6	*62*	4.4	*59*	4.7	*65*	3.5	*72*	4.2	*71*
BC AGGREGATE INDEX	1.8	*74*	1.9	*76*	6.6	*49*	6.1	*35*	6.6	*36*	6.4	*37*	4.6	*48*	5.0	*48*

Consecutive Performance Comparisons

Period Ending: June 30, 2009



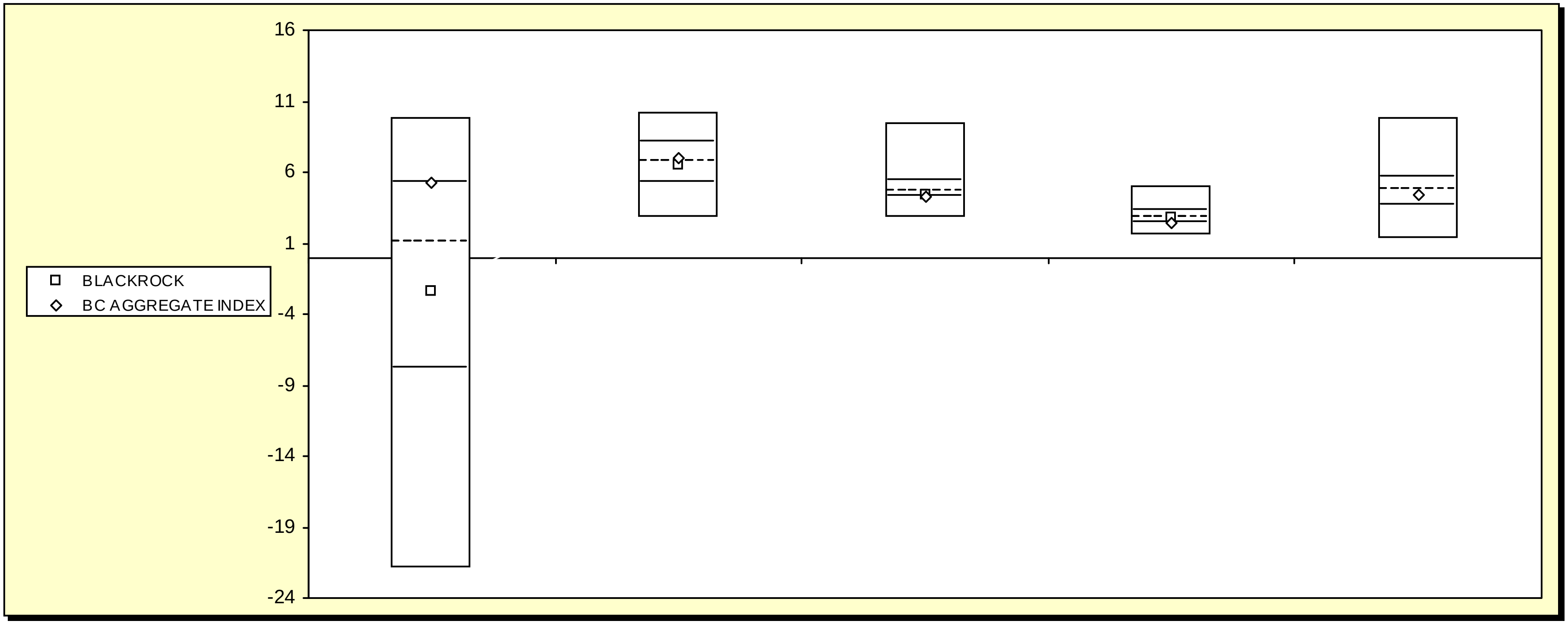
Bond Funds

	June 2009 Return	June 2009 Rank	June 2008 Return	June 2008 Rank	June 2007 Return	June 2007 Rank	June 2006 Return	June 2006 Rank	June 2005 Return	June 2005 Rank
5th Percentile	9.8		12.5		10.6		5.2		11.9	
25th Percentile	7.0		8.2		6.8		1.5		8.2	
50th Percentile	4.6		6.5		6.1		0.0		7.1	
75th Percentile	0.3		3.4		5.6		-0.5		5.5	
95th Percentile	-6.6		-1.2		4.4		-1.5		2.4	
BLACKROCK	2.6	*62*	6.2	*52*	5.2	*81*	0.2	*47*	6.7	*55*
BC AGGREGATE INDEX	6.1	*35*	7.1	*41*	6.1	*50*	-0.8	*81*	6.8	*54*

Fresno County Employees' Retirement Association

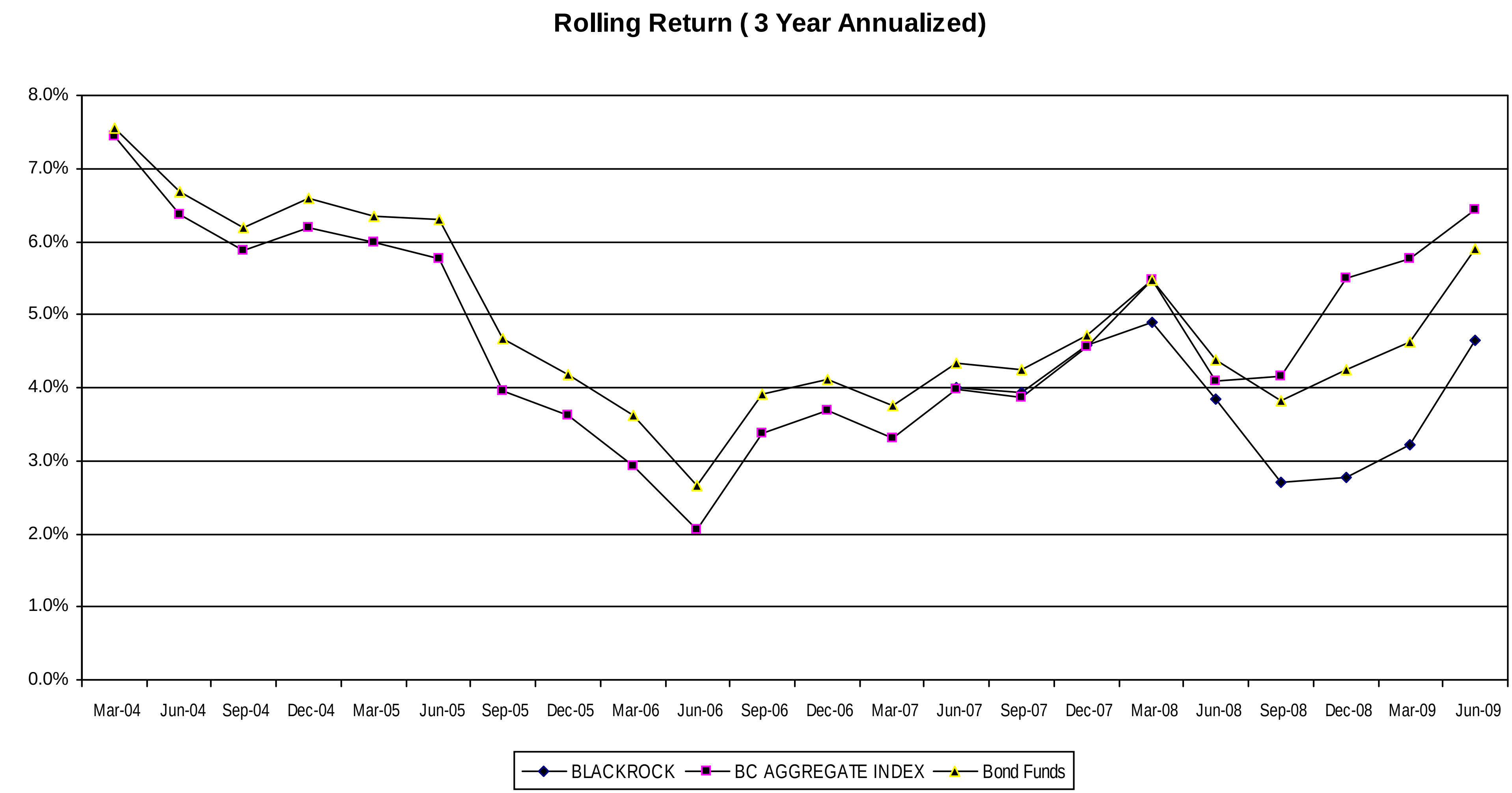
Consecutive Annual - Five Year

Period Ending: June 30, 2009



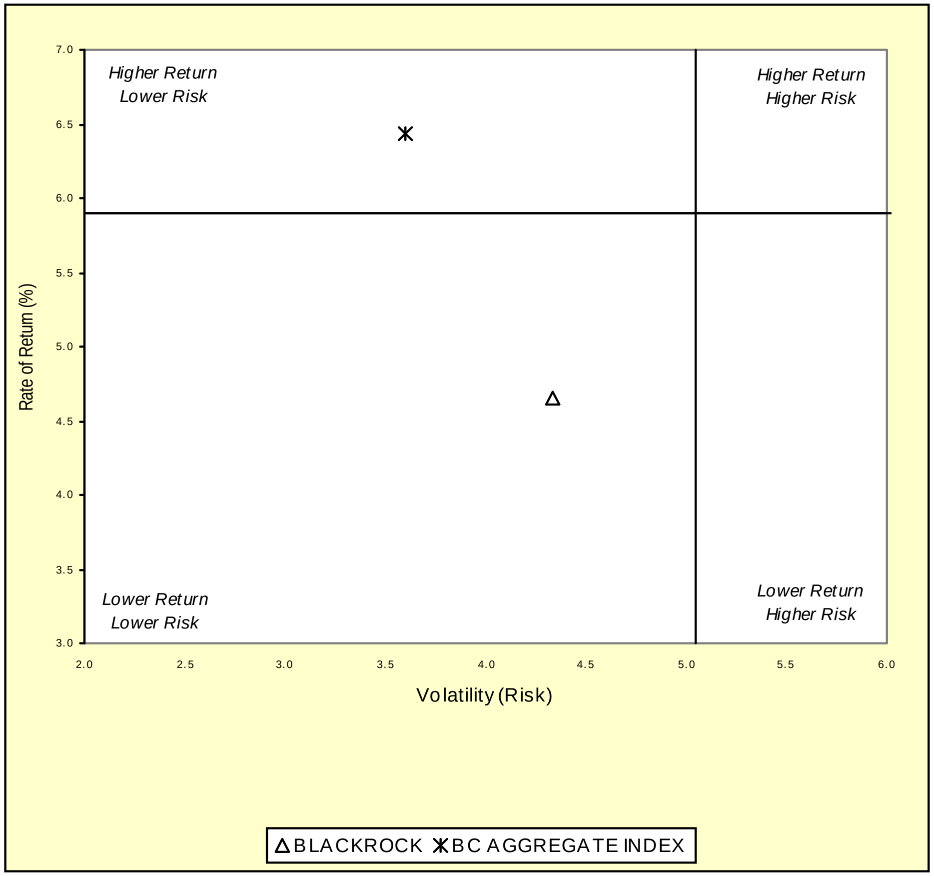
Bond Funds

	December 2008 Return	December 2008 Rank	December 2007 Return	December 2007 Rank	December 2006 Return	December 2006 Rank	December 2005 Return	December 2005 Rank	December 2004 Return	December 2004 Rank
5th Percentile	9.9		10.2		9.5		5.0		9.9	
25th Percentile	5.2		8.1		5.4		3.3		5.6	
50th Percentile	1.0		6.8		4.6		2.8		4.7	
75th Percentile	-7.8		5.2		4.3		2.4		3.7	
95th Percentile	-22.0		2.8		2.7		1.6		1.4	
BLACKROCK	-2.4	*60*	6.5	*53*	4.4	*65*	2.8	*49*		
BC AGGREGATE INDEX	5.2	*25*	7.0	*46*	4.3	*74*	2.4	*71*	4.3	*59*

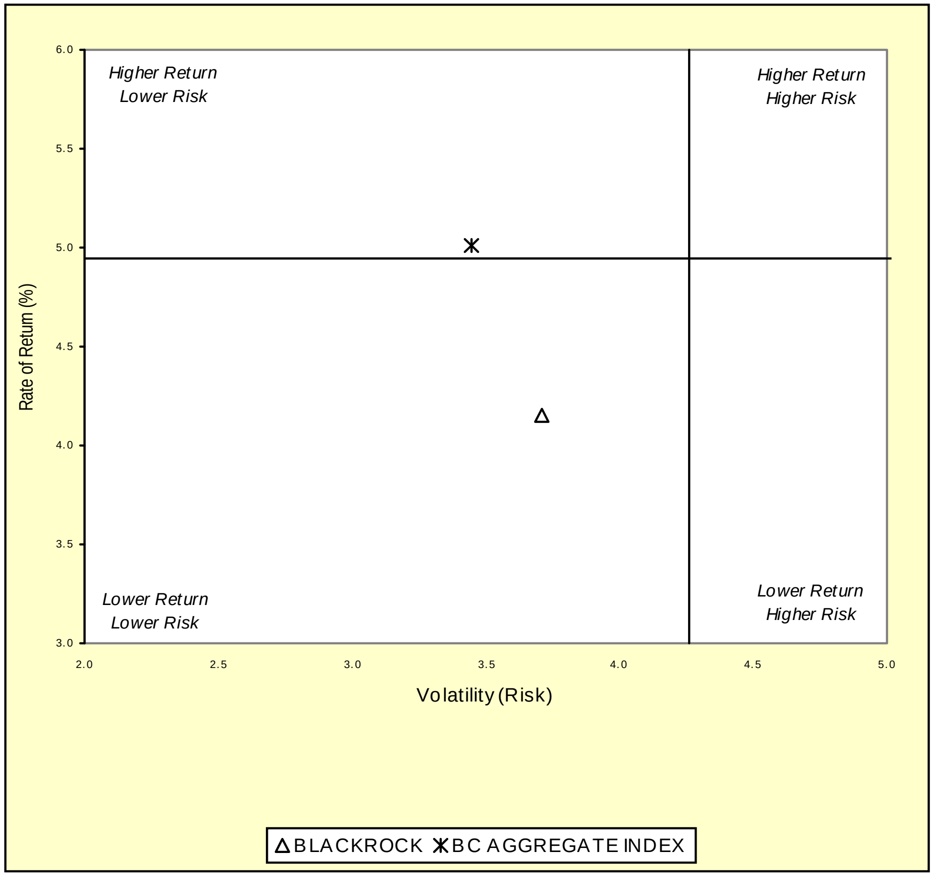


	06/30/02	06/30/03	06/30/04	06/30/05	06/30/06	06/30/07	06/30/08	06/30/09
BLACKROCK						4.0	3.8	4.7
BC AGGREGATE INDEX	8.1	10.1	6.4	5.8	2.0	4.0	4.1	6.4
Bond Funds	7.9	9.9	6.7	6.3	2.7	4.3	4.4	5.9

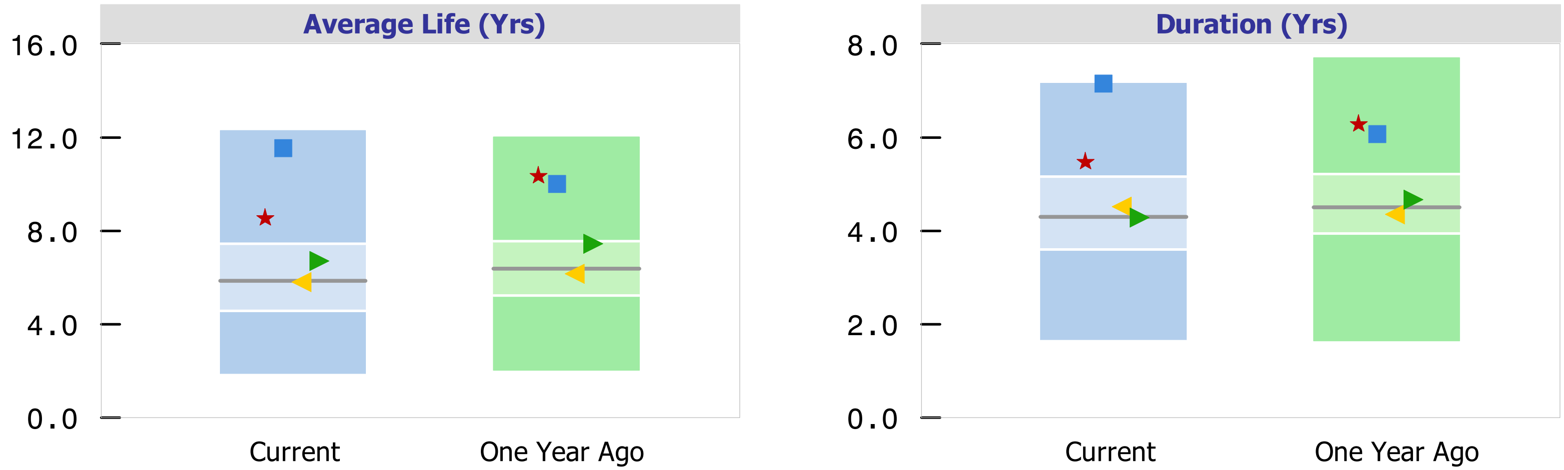
Three-Year

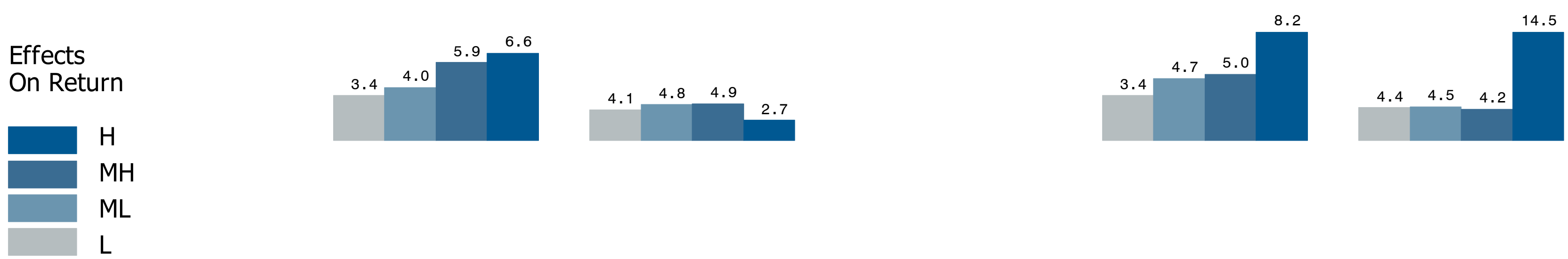


Five-Year

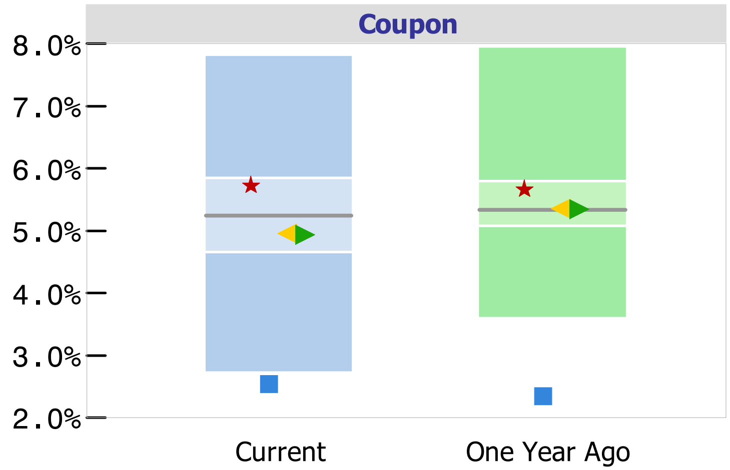


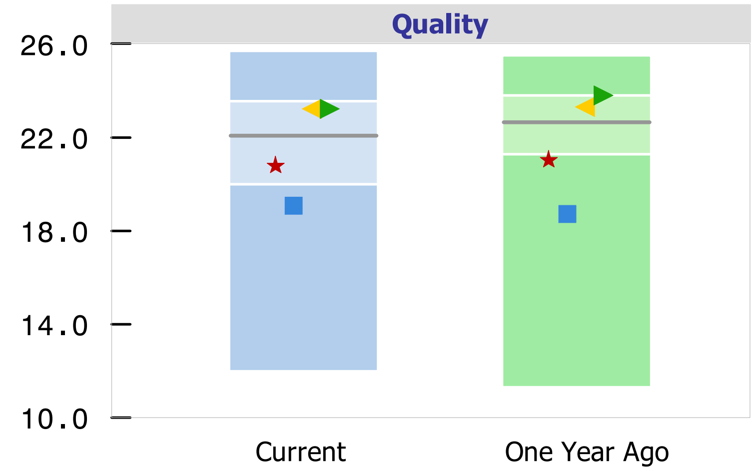
Three Year Return vs Risk				Five Year Return vs Risk		
Annualized Return %	Standard Deviation %	Sharpe Ratio	Category	Annualized Return %	Standard Deviation %	Sharpe Ratio
4.7	4.3	0.3	BLACKROCK	4.2	3.7	0.3
6.4	3.6	0.9	BC AGGREGATE INDEX	5.0	3.4	0.5
5.9	5.1	0.5	Bond Funds Universe Median	5.0	4.3	0.4

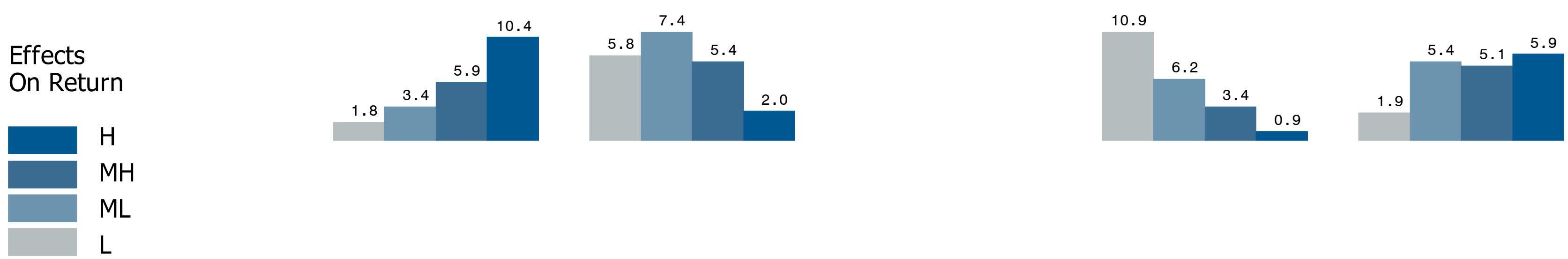




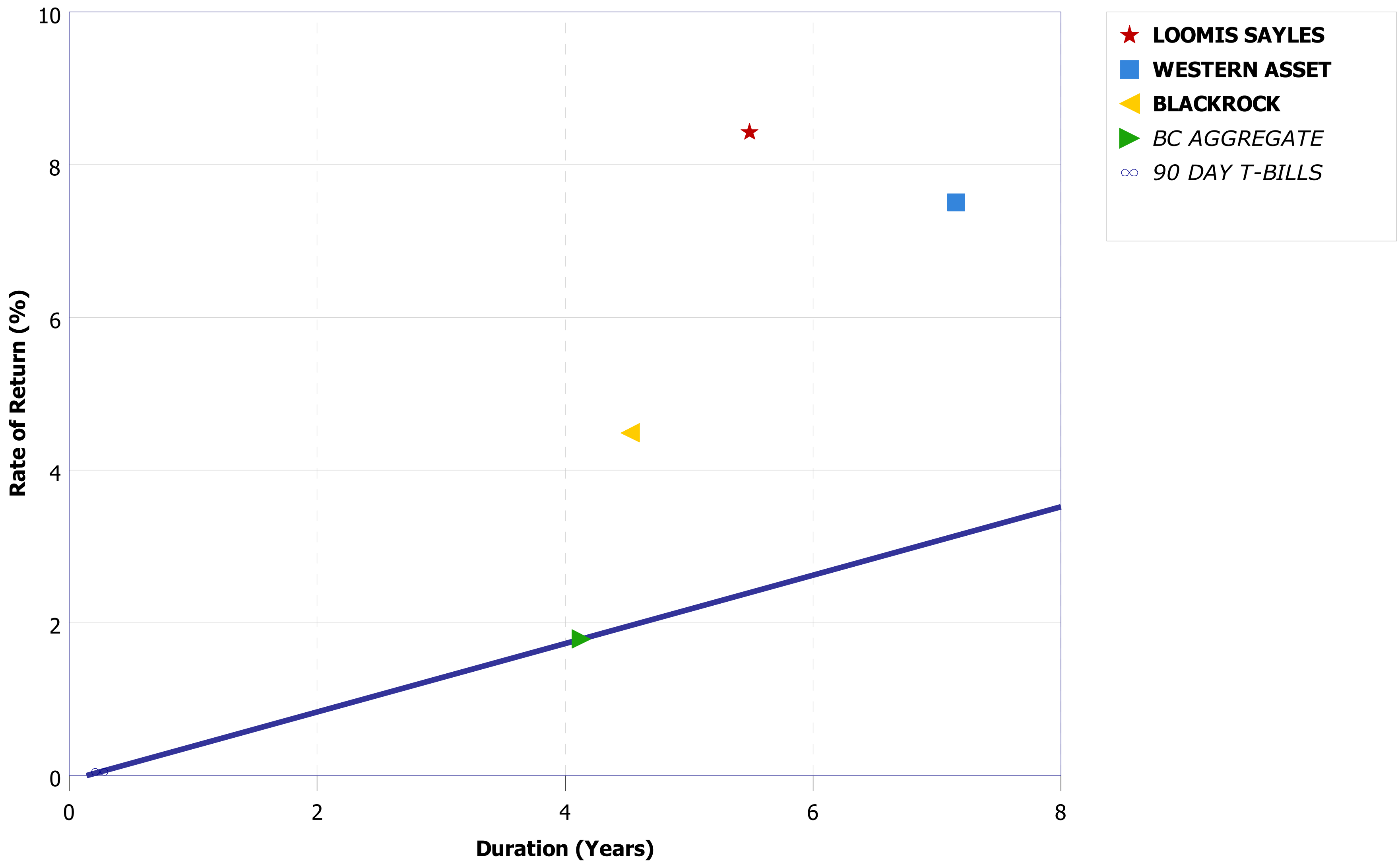
	Average Life Current		Average Life One Year Ago		Duration Current		Duration One Year Ago	
★ **LOOMIS SAYLES**	8.56	17	10.38	7	5.49	18	6.29	8
■ **WESTERN ASSET**	11.54	6	10.01	8	7.16	5	6.07	10
◀ **BLACKROCK**	5.84	50	6.17	52	4.53	39	4.36	60
▶ *BC AGGREGATE*	6.72	33	7.48	27	4.30	49	4.68	43
Median	5.87		6.38		4.30		4.50	







	Coupon Current		Coupon One Year Ago		Quality Current		Quality One Year Ago	
★ **LOOMIS SAYLES**	5.73	29	5.67	30	20.82	67	21.06	76
■ **WESTERN ASSET**	2.54	95	2.35	98	19.07	83	18.74	86
◀ **BLACKROCK**	4.97	61	5.37	47	23.24	31	23.33	35
▶ *BC AGGREGATE*	4.94	64	5.36	48	23.25	31	23.82	24
Median	5.24		5.34		22.07		22.65	


10
8
6
4
2
0
Rate of Return (%)
0
2
4
6
8
Duration (Years)
LOOMIS SAYLES
WESTERN ASSET
BLACKROCK
BC AGGREGATE
90 DAY T-BILLS

Fixed Income Attribution
Bond Funds - Total Returns

	Return	Beginning Duration	Ending Duration	Average Duration	Return Due to Market	Interest Rate Anticipation	Security Selection
Portfolio							
LOOMIS SAYLES	8.43	4.83	5.49	5.16	2.16	0.14	6.13
WESTERN ASSET	7.51	7.56	7.16	7.36	3.11	-0.09	4.49
BLACKROCK	4.49	4.31	4.53	4.42	1.84	0.05	2.60
Benchmark							
BC AGGREGATE	1.79	3.73	4.30	4.03			
90 DAY T-BILLS	0.05	0.25	0.25	0.25			
Market Sensitivity	0.43						

Return Due to Market = T-Bill Return * (Relative Market Sensitivity x (Average Duration - TBill Duration))
Rate Anticipation = Relative Market Sensitivity x Current Duration - Average Duration
Selection Effect = (Account Return - TBill Return) - (Relative Market Sensitivity x (Current Duration - TBill Duration))
Relative Market Sensitivity = (Benchmark Return - TBill Return) / (Benchmark Current Duration - TBill Duration)
Duration = Duration Option Adjusted Incl Cash Equiv

	Return	Beginning Duration	Ending Duration	Average Duration	Return Due to Market	Interest Rate Anticipation	Security Selection
Portfolio							
LOOMIS SAYLES	8.43	4.83	5.49	5.16	2.16	0.14	6.13
WESTERN ASSET	7.51	7.56	7.16	7.36	3.11	-0.09	4.49
BLACKROCK	4.49	4.31	4.53	4.42	1.84	0.05	2.60
Benchmark							
BC AGGREGATE	1.79	3.73	4.30	4.03			
90 DAY T-BILLS	0.05	0.25	0.25	0.25			
Market Sensitivity	0.43						

Return Due to Market = T-Bill Return * (Relative Market Sensitivity x (Average Duration - TBill Duration))
Rate Anticipation = Relative Market Sensitivity x Current Duration - Average Duration
Selection Effect = (Account Return - TBill Return) - (Relative Market Sensitivity x (Current Duration - TBill Duration))
Relative Market Sensitivity = (Benchmark Return - TBill Return) / (Benchmark Current Duration - TBill Duration)
Duration = Duration Option Adjusted

Portfolio Characteristics

	Portfolio	BC AGGREGATE
Total Number of Securities	276	
Total Market Value	$ 231,969,571	
Current Coupon	4.97	4.94
Yield To Maturity	5.05	4.14
Average Life	5.84	6.72
Duration	4.53	4.30
Quality	23.24	23.25

Duration (in Years)

Range	%Held
0.0 to 1.0	7.5
1.0 to 3.0	30.1
3.0 to 4.0	8.5
4.0 to 6.0	19.7
6.0 to 8.0	9.2
Over 8.0	13.0
Unclassified	11.3

Quality

Range	%Held
Govt (26)	38.5
Aaa (24)	18.5
Aa (22)	9.8
A (19)	6.8
Baa (16)	4.2
Below Baa	2.9
Other	19.3

Yield to Maturity

Range	%Held
0.0 to 5.0	62.2
5.0 to 7.0	11.4
7.0 to 9.0	5.2
9.0 to 11.0	4.7
11.0 to 13.0	2.1
Over 13.0	3.1
Unclassified	11.3

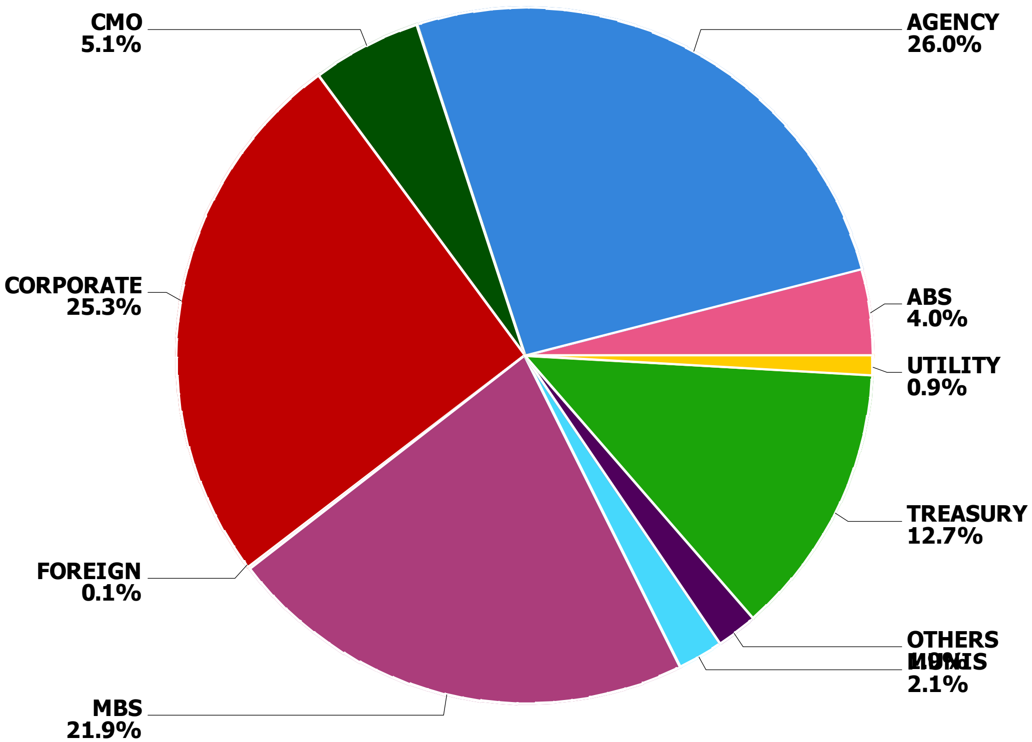
Average Life

Range	%Held
0.0 to 1.0	5.6
1.0 to 3.0	24.8
3.0 to 5.0	25.0
5.0 to 10.0	22.0
10.0 to 20.0	8.4
Over 20.0	2.8
Unclassified	11.3

Coupon

Range	%Held
0.0 to 5.0	47.1
5.0 to 7.0	39.2
7.0 to 9.0	11.3
9.0 to 11.0	0.6
11.0 to 13.0	0.0
Over 13.0	0.0
Unclassified	1.8

Fixed Income Sector Allocation
BLACKROCK FINANCIAL MANAGEMENT



Sector	Account Weight	Index Weight	Difference
ABS	4.0%	4.0%	0.0%
Agencies	26.0%	9.1%	16.9%
CMO	5.1%	0.0%	5.1%
Corporates	25.3%	16.5%	8.8%
Foreign	0.1%	4.1%	-4.0%
MBS	21.9%	37.0%	-15.1%
Municipals	2.1%	0.0%	2.1%
Others	1.9%	0.0%	1.9%
Treasuries	12.7%	27.1%	-14.4%
Utilities	0.9%	2.3%	-1.4%
Total	100.0%	100.0%	0.0%

Benchmark: BC AGGREGATE

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
0-5 Years						
10YR US TREASURY NOTE FUTU	-116,266		9/21/09			
2YR US TREASURY NOTE FUTUR	-13,838,003		9/30/09			
30YR US TREASURY BOND FUTU	15,268,363		9/21/09			
5YR US TREASURY NOTE FUTUR	-688,313		9/30/09			
AMERICAN REAL ESTATE PARTN	41,400	8.13	6/01/12	BA3	2.51	11.42%
AMERICAN REAL ESTATE PARTN	383,563	7.13	2/15/13	BA3	3.02	10.42%
AT&T BROADBAND CORP	250,800	8.38	3/15/13	BAA1	3.20	4.25%
AVALONBAY CMNTYS INC MTN B	154,946	7.50	12/15/10	BAA1	1.37	5.12%
BEAR STEARNS COS INC MTN B	280,213	1.51	7/19/10	AA3	0.04	0.95%
BEAR STEARNS COS INC MTN B	211,936	6.95	8/10/12	AA3	2.77	3.95%
BELO CORP	119,250	6.75	5/30/13	B1	3.24	13.68%
BP CAP MKTS P L C	984,397	3.13	3/10/12	AA1	2.57	2.35%
CAPITAL_AUTO_2006-001- A4	233,348	5.04	5/15/10	AAA	0.04	0.49%
CENTERPOINT ENERGY INC	315,010	7.25	9/01/10	BA1	1.09	5.79%
CINCINNATI BELL INC NEW	13,725	7.25	7/15/13	BA3	3.31	9.85%
CITIGROUP FDG INC GTD TLGP	2,652,276	1.38	5/05/11	AAA	1.82	1.30%
CITIZENS COMMUNICATIONS CO	78,200	6.25	1/15/13	BA2	3.02	8.93%
COCA COLA ENTERPRISES INC	799,129	3.75	3/01/12	A3	2.52	2.28%
COX COMMUNICATIONS INC NEW	104,100	7.75	11/01/10	BAA3	1.26	4.54%
DAIMLERCHRYS_2006-D- A4	1,689,089	4.94	2/08/12	N/A	1.18	2.99%
DANSKE BK GTD EURO MTN 144	2,336,516	2.50	5/10/12		N/A	N/A
DEXIA CR LOC SOCIETE AN 14	2,888,341	2.38	9/23/11		N/A	N/A
DLJ_COM_MTG_2000-CKP1- A1B	1,131,237	7.18	8/10/10	AAA	0.86	4.84%
ENTERPRISE PRODS OPER LP	329,797	4.95	6/01/10	BAA3	0.89	3.30%
FEDERAL HOME LN MTG CORP	1,897,856	1.75	6/15/12	GOVT	2.89	1.88%
FEDERAL HOME LN MTG CORP	1,816,308	2.13	3/23/12	GOVT	2.64	1.78%

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
FEDERAL NATL MTG ASSN	2,117,073	2.88	12/11/13	GOVT	4.22	2.68%
FEDERAL NATL MTG ASSN	2,050,636	2.75	2/05/14	GOVT	4.32	2.74%
FEDERAL NATL MTG ASSN	4,190,802	2.75	3/13/14	GOVT	4.42	2.80%
FEDERAL NATL MTG ASSN	482,215	4.63	5/01/13	AA2	3.51	4.19%
FEDERAL NATL MTG ASSN	1,447,767	2.50	5/15/14	GOVT	4.62	2.87%
FORD_CR_AUTO_2006-B- A3	335,351	5.26	10/15/10	AAA	0.12	0.55%
FORD_CR_AUTO_2009-A- A2B	1,701,441	2.32	8/15/11	AAA	0.30	1.47%
GENERAL ELEC CAP CORP MTN	1,791,539	5.00	11/15/11	AA2	2.23	3.68%
GENERAL ELEC CAP CORP TLGP	2,351,017	1.80	3/11/11	AAA	1.66	1.26%
GERMAN EURO BUND FUTURES	1,452,960		9/08/09			
GLAXOSMITHKLINE CAP INC	496,869	4.85	5/15/13	A1	3.55	3.57%
GNMA I TBA JUL 30 SINGLE	1,875,375		12/31/99			
GOLDMAN SACHS CAP II	204,166	5.79	6/01/12	A3	2.35	25.57%
GOLDMAN SACHS GROUP INC	683,795	5.25	10/15/13	A1	3.83	4.71%
HARLEY_DAV_EM_2006-3- A3	330,060	5.24	1/15/12	AAA	0.25	0.65%
HBOS TREAS SVCS PLC 144A	1,575,099	5.00	11/21/11	AAA	2.22	5.84%
HEWLETT PACKARD CO	885,805	2.25	5/27/11	A2	1.86	2.09%
HONEYWELL INTL INC	572,202	3.88	2/15/14	A2	4.23	3.36%
ISPAT INLAND ULC	227,360	9.75	4/01/14	BAA3	1.81	7.36%
JAPAN FIN CORP	996,801	2.00	6/24/11	AAA	1.94	1.91%
JPMORGAN CHASE & CO FDIC T	1,758,855	2.20	6/15/12	AAA	2.87	2.02%
KREDITANSTALT FUR WIEDERAU	2,164,653	3.50	3/10/14	AAA	4.33	3.07%
KREDITANSTALT FUR WIEDERAU	2,272,727	2.25	4/16/12		N/A	N/A
LEASEPLAN CORPORATION N 14	1,731,400	3.00	5/07/12	AAA	2.73	2.86%
LEHMAN CAP MTN	22	5.86	5/31/12	NR	1.49	99.99%
LILLY ELI & CO	476,551	3.55	3/06/12	A1	2.55	2.16%

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
METROPOLITAN LIFE GLBL 144	595,332	5.13	6/10/14	AA2	4.37	5.30%
METROPOLITAN LIFE GLOBA 14	1,017,080	5.13	4/10/13	AA2	3.41	4.63%
MORGAN STANLEY	248,776	6.00	5/13/14	A2	4.21	5.70%
MORGAN STANLEY	288,082	6.75	4/15/11	A2	1.67	3.97%
NISSAN_AUTO_2009-001- A2	1,698,089	3.92	4/15/11	AAA	0.74	1.67%
ONTARIO PROV CDA	2,345,563	4.10	6/16/14	AA1	4.53	3.66%
QWEST COMMUNICATIONS INTL	123,188	7.50	2/15/14	BA3	3.72	9.90%
QWEST COMMUNICATIONS INTL	31,938	7.50	2/15/14	BA3	3.72	9.90%
QWEST CORP	80,438	3.88	6/15/13	BA1	-0.08	6.96%
ROCHE HLDGS INC 144A	1,019,753	5.00	3/01/14	A2	4.15	3.91%
ROCHE HLDGS INC 144A	222,438	2.66	2/25/11	A2	0.14	1.94%
SHELL INTERNATIONAL FIN BV	1,155,184	4.00	3/21/14	AA1	4.31	3.38%
SLM CORP MTN BOOK ENTRY	305,793	5.40	10/25/11	BA1	2.09	10.38%
SLM CORP MTN BOOK ENTRY	821,486	1.23	7/27/09	BA1	0.07	6.99%
SOCIETE DE FINANCEMENT 144	2,087,618	2.25	6/11/12	AAA	2.86	2.32%
SOCIETE DE FINANCEMENT 144	1,773,696	3.37	5/05/14		N/A	N/A
TELEFONICA EMISONES SA	635,875	1.35	2/04/13	BAA1	-0.07	2.82%
TIAA_CMBS_2001-C1- A4	286,620	6.68	9/17/09	N/A	0.42	2.21%
TIME WARNER CABLE INC	663,793	6.20	7/01/13	BAA2	3.48	4.71%
TYSON FOODS INC 144A	602,175	10.50	3/01/14	BA3	3.63	8.26%
UNITED PARCEL SERVICE INC	412,472	3.88	4/01/14	AA3	4.36	3.16%
UNITED STATES TREAS NTS	1,746,211	2.25	5/31/14	GOVT	4.70	2.54%
USAA_AUTO_TR_2006-003- A3	71,442	5.36	2/15/11	AAA	0.06	0.48%
USAA_AUTO_TR_2006-004- A4	1,500,576	4.98	10/15/12	AAA	1.22	2.20%
VERIZON NEW JERSEY INC	20,965	5.88	1/17/12	BAA1	2.32	3.87%
VODAFONE GROUP PLC NEW	1,156,564	4.15	6/10/14	N/A	4.48	4.51%

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
VODAFONE GROUP PLC NEW	171,123	5.00	12/16/13	BAA1	4.04	4.08%
WINDSTREAM CORP	140,288	8.13	8/01/13	BA3	3.32	9.09%
	74,732,310	3.46			2.83	3.18%
5-10 Years						
AT&T INC	649,051	5.50	2/01/18	A2	6.84	5.52%
BANK OF AMERICA CORPORATIO	405,146	5.75	12/01/17	A2	6.60	7.53%
BARCLAYS BANK PLC 144A	375,200	7.43	12/15/17	BAA2	5.62	14.25%
BARCLAYS BK PLC 144A	79,800	5.93	12/15/16	BAA2	5.30	16.00%
CHUBB CORP	300,000	6.38	4/15/17	A3	5.81	10.15%
COMCAST CORP NEW	371,301	6.50	1/15/17	BAA1	5.97	5.50%
CONOCOPHILLIPS	1,315,379	4.60	1/15/15	A1	4.95	4.04%
CREDIT SUISSE GUERNSEY BRH	546,000	5.86	5/15/17	AA3	5.71	13.12%
EKSPORTFINANS MTN BE	725,399	5.50	6/26/17	AA1	6.59	5.49%
EMIRATE ABU DHABI GBL M 14	1,079,996	6.75	4/08/19	AA2	7.26	6.29%
EXPEDIA INC DEL	902,500	7.46	8/15/18	BA2	6.45	8.24%
FEDERAL HOME LN BK CHICAGO	572,872	5.63	6/13/16	A2	5.78	6.29%
FEDERAL HOME LN BKS	2,623,647	5.38	5/15/19	GOVT	7.96	4.37%
FEDERAL HOME LN MTG CORP	1,094,318	5.75	6/27/16	AA2	5.86	5.44%
FHLMC_2825- VP	506,960	5.50	6/15/15	GOVT	2.30	3.22%
FIRST DATA CORP 144A	284,000	9.88	9/24/15		N/A	N/A
FNMA POOL - 254759	4,145,430	4.50	6/01/18	GOVT	2.38	3.12%
FNMA POOL - 725519	606,293	5.50	5/01/19	GOVT	2.11	3.21%
FNMA POOL - 755167	96,698	5.50	11/01/18	GOVT	1.72	3.24%
FRANCE TELECOM SA	574,435	4.38	7/08/14	N/A	4.55	4.20%
GENERAL ELEC CAP CORP MTN	366,971	6.38	11/15/17	AA3	5.86	13.01%

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
HARRAHS OPER INC 144A	49,450	10.00	12/15/18	N/A	4.81	20.26%
JP MORGAN CHASE & CO	713,207	7.90	4/30/18	A2	6.11	10.06%
JPMORGAN CHASE BK NEW Y 14	852,285	6.00	7/05/17	AA2	6.25	6.42%
KRAFT FOODS INC	594,504	6.13	2/01/18	BAA2	6.71	5.62%
KRAFT FOODS INC	679,333	6.50	8/11/17	BAA2	6.34	5.67%
L-3 COMMUNICATIONS CORP	44,375	5.88	1/15/15	BA3	4.52	8.46%
L-3 COMMUNICATIONS CORP	27,225	6.38	10/15/15	BA3	5.05	8.29%
LEHMAN BROS HLDGS INC	30	0.00	7/19/17	NR	0.00	99.99%
LEHMAN BROS HLDGS INC	41	0.00	12/28/17	NR	0.00	99.99%
LELAND STANFORD JUNIOR UNI	216,666	4.75	5/01/19	AAA	8.04	4.65%
LINCOLN NATL CORP IND	160,650	7.00	5/17/16	BA1	4.82	16.08%
MERCK & CO INC	1,034,806	4.00	6/30/15	AA3	5.42	3.67%
METLIFE INC	294,151	7.72	2/15/19	A2	6.86	6.72%
MORGAN STANLEY	958,700	5.75	10/18/16	A2	5.94	6.47%
NATIONSBANK CORP	424,202	7.80	9/15/16	A3	5.36	8.89%
NRG ENERGY INC	52,044	7.38	2/01/16	B1	5.03	8.45%
ORACLE SYSTEMS CORP	2,000,900	3.75	7/08/14		N/A	N/A
PFIZER INC	1,638,765	5.35	3/15/15	AA2	4.96	3.88%
QATAR ST	322,481	6.55	4/09/19	AA2	7.31	6.22%
REINSURANCE GROUP AMER INC	107,413	6.75	12/15/15	BAA3	4.54	18.58%
ROGERS WIRELESS INC	114,218	7.50	3/15/15	BAA2	4.66	5.67%
SABINE PASS LNG L P	213,988	7.50	11/30/16	B2	5.40	11.41%
SLMA_08-5 A2	2,061,531	4.00	10/25/16		N/A	N/A
SLMA_08-5 A3	511,895	4.10	1/25/18		N/A	N/A
SMALL BUSINESS ADMIN SER	384,825	4.73	8/10/14		N/A	N/A
TCI COMMUNICATIONS INC	518,577	8.75	8/01/15	BAA1	4.74	5.98%

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
TELEFONICA EMISONES SA	358,895	4.95	1/15/15	BAA1	4.91	4.61%
TEXAS COMPETITIVE ELEC HLD	162,473	10.25	11/01/15	CAA1	3.89	21.38%
TRAVELERS COMPANIES INC	572,232	6.25	3/15/17	A3	5.77	9.90%
UBS AG BRH MTN SR DEP NT B	728,592	5.75	4/25/18	AA2	6.84	7.13%
UBS AG BRH MTN SR DEP NT B	1,024,386	5.88	12/20/17	AA2	6.69	6.96%
UNITED STATES TREAS NTS	2,519,530	3.13	5/15/19	GOVT	8.74	3.52%
UNITED STATES TREAS NTS	5,686,309	5.13	5/15/16	AAA	5.98	3.14%
VERIZON COMMUNICATIONS	1,480,600	8.75	11/01/18	A3	6.73	6.12%
VERIZON WIRELESS CAP LL 14	418,282	8.50	11/15/18	A2	6.86	5.77%
WINDSTREAM CORP	119,688	8.63	8/01/16	BA3	5.09	9.46%
	44,668,640	5.48			5.80	5.44%
10-20 Years						
BA_MTG_ALT_2004-007- 4A1	285,262	5.00	8/25/19	N/A	4.88	9.13%
CWABS_HEL_2006-019- 2A1	142,751	0.37	2/25/28	AAA	0.17	5.81%
CWALT_2006-OC9- A1	252,870	0.39	2/25/28	B3	0.21	14.74%
FH GOLD 15YR 4.50% TBA - J	1,631,040	4.50	6/01/23	GOVT	3.15	3.86%
FHLMC_3143- NA	755,437	5.50	7/15/26	GOVT	-0.41	1.65%
FNMA 15YR 4.50% TBA - JUL	4,590,000	4.50	6/01/23	GOVT	3.13	3.77%
FNMA POOL - 745193	2,424,892	5.50	6/01/20	GOVT	2.08	3.21%
FNMA POOL - 784247	122,100	5.50	9/01/19	GOVT	1.78	3.17%
FNMA POOL - 785568	392,911	5.50	9/01/19	GOVT	1.56	3.17%
FNMA POOL - 786444	130,912	5.50	7/01/19	GOVT	1.56	3.17%
FNMA POOL - 794166	55,949	5.50	9/01/19	GOVT	1.49	3.17%
FNMA POOL - 832989	284,049	5.50	9/01/20	GOVT	1.45	3.05%
GTE CORP	50,134	6.94	4/15/28	BAA1	10.58	6.91%
HOMER CITY FDG LLC	85,293	8.73	10/01/26	BA2	6.12	10.54%

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
JP_MORGN_MTG_2006-S2- 2A2	110,448	5.88	6/25/21	B3	6.09	10.83%
JP_MORGN_MTG_2007-S1- 1A2	109,462	5.50	3/25/22	N/A	7.12	11.73%
LB_MTG_TR_2000-0C3- A2	661,385	7.95	5/15/25	AAA	0.31	0.79%
NEWS AMER HLDGS INC	317,599	7.75	1/20/24	BAA1	8.45	8.20%
SLMA_08-5 A4	1,390,144	4.60	7/25/23		N/A	N/A
TENNESSEE GAS PIPELINE CO	66,704	7.00	10/15/28	BAA3	10.39	7.46%
TIME WARNER COMPANIES INC	434,040	6.63	5/15/29	BAA2	10.66	7.56%
UNITED STATES TREAS BDS	5,690,024	8.13	8/15/19	GOVT	7.53	3.70%
UNITED STATES TREAS BDS	669,150	8.00	11/15/21	GOVT	8.84	4.06%
UNITED STATES TREAS BDS	1,727,581	7.25	8/15/22	GOVT	9.26	4.13%
UNITED STATES TREAS BDS	5,335,624	7.63	11/15/22	GOVT	9.42	4.13%
UNITED STATES TREAS BDS	4,111,189	6.25	8/15/23	GOVT	10.05	4.19%
UNITED STATES TREAS BDS	676,841	6.63	2/15/27	GOVT	11.51	4.27%
	32,503,787	6.38			6.49	4.07%
Over 20 Years						
AEGIS_2006-01- A1	270,700	0.39	1/25/37	AAA	0.21	8.94%
AMERICA MOVIL SA	47,102	6.38	3/01/35	A3	N/A	N/A
AMERICAN INTL GROUP INC	60,638	6.25	3/15/37	BA2	3.69	25.31%
AMERIQUEST_2004-R11- A1	305,149	0.62	12/25/34	AAA	0.90	10.38%
AT&T INC	265,719	6.30	1/15/38	A2	12.73	6.56%
ATLANTIC MARINE 5.34%	179,088	5.34	12/01/50		N/A	N/A
BANC_OF_AMER_2002-PB2 A4	1,138,971	6.19	6/11/35	AAA	2.03	4.91%
BA_MTG_CMBS_2005-001- A4	942,230	5.14	11/10/42	N/A	2.34	7.66%
BA_MTG_CMBS_2007-002- A4	1,019,345	5.87	4/10/49	N/A	5.41	10.90%
BELVOIR LD LLC	175,810	5.40	12/15/47		N/A	N/A
CALIFORNIA ST BUILD AMERIC	336,844	7.55	4/01/39	BAA1	10.96	8.37%

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
CANADIAN NAT RES LTD	274,494	6.25	3/15/38	BAA2	13.22	6.26%
CD_COMM_TR_2007-CD4- A4	49,654	5.32	12/11/49	AAA	5.47	10.74%
CHASE_CMBS_2000-003- A2	425,510	7.32	10/15/32	N/A	0.89	4.81%
CISCO SYS INC	172,340	5.90	2/15/39	A1	13.71	6.01%
CITIGROUP_MTG_07-AMC3- A2A	171,923	0.42	3/25/37	BAA2	0.99	51.40%
CITIGROUP_MTG_2005-004 A	2,441,396	5.34	9/25/35	AA1	8.03	10.25%
CMALT_2007-A8- A1	829,799	6.00	10/25/37	N/A	16.52	18.51%
COBALT_CMBS_2007-C003- A4	273,704	5.82	5/15/46	N/A	5.57	12.37%
COMCAST CORP NEW	75,817	6.50	11/15/35	BAA1	12.74	6.41%
COMCAST CORP NEW	344,084	6.95	8/15/37	BAA1	12.45	6.61%
COMCAST CORP NEW	15,964	7.05	3/15/33	BAA1	11.83	6.51%
COX COMMUNICATIONS INC 144	529,616	8.38	3/01/39	BAA3	11.48	7.41%
CSFB_2002-CP3 A3	1,346,968	5.60	7/15/35	AAA	2.48	5.37%
CSFB_2002-CP5- A2	1,371,584	4.94	12/15/35	N/A	2.83	7.34%
CSFB_2003-C3- A5	1,226,383	3.94	5/15/38	AAA	3.28	7.27%
CSFB_2005-C2- A4	869,903	4.83	4/15/37	AAA	4.54	8.11%
CWALT_2004-18CB- 2A5	95,889	0.76	9/25/34	AA3	12.49	18.11%
CWALT_2006-OA10- 1A1	93,241	1.91	8/25/46	CAA1	6.78	17.78%
CWALT_2006-OA21- A1	229,451	0.51	3/20/47	B3	6.69	27.23%
CWMBS_2004-029- 1A1	68,407	0.58	2/25/35	AAA	6.07	16.07%
CWMBS_CHL_2006-OA5- 2A1	109,396	0.51	4/25/36	CAA1	6.71	18.79%
CWMBS_CHL_2007-016- A1	511,898	6.50	10/25/37	N/A	15.22	21.64%
DALLAS TEX AREA RAPID TRAN	192,485	6.00	12/01/44		N/A	N/A
DEUTSCHE_ALT_2006-OA1- A1	80,140	0.51	2/25/47	BA3	8.39	19.64%
FH GOLD 30YR 5.00% TBA - J	101,690	5.00	6/01/38	GOVT	3.84	4.46%
FH GOLD 30YR 5.50% TBA - A	5,450,520	5.50	6/01/38	GOVT	3.30	4.41%

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
FH GOLD 30YR 6.00% TBA - J	4,069,260	6.00	6/01/38	GOVT	2.94	4.25%
FHLMC POOL - 1B2853	733,317	4.34	4/01/35	GOVT	0.30	2.85%
FHLMC POOL - 1G2511	1,227,328	5.39	5/01/36	GOVT	0.06	2.92%
FIRST_UNION_1999-0C4- A2	611,913	7.39	12/15/31	N/A	0.29	2.21%
FIRST_UNION_2001-C2- A2	1,267,947	6.66	1/12/43	AAA	1.35	4.42%
FLORIDA POWER CORP	194,586	6.40	6/15/38	A2	14.10	5.61%
FLORIDA PWR & LT CO	76,631	5.63	4/01/34	AA3	13.57	5.46%
FLORIDA PWR & LT CO	401,243	5.95	2/01/38	AA3	14.10	5.46%
FNMA POOL - 783576	627,074	4.19	12/01/34	GOVT	0.24	2.44%
FNMA POOL - 806549	708,445	4.53	1/01/35	GOVT	0.28	2.58%
FNMA POOL - 889787	1,320,771	5.04	8/01/38	GOVT	2.47	3.39%
FNMA POOL - 983353	1,332,521	4.85	8/01/38	GOVT	2.54	3.29%
FNMA POOL - 987347	962,349	5.59	10/01/38	GOVT	1.08	2.81%
FNMA 30YR 5.00% TBA - JUL	8,653,850	5.00	6/01/38	GOVT	3.83	4.39%
FNMA 30YR 5.50% TBA - AUG	-8,638,560	5.50	6/01/38	GOVT	3.24	4.34%
FNMA 30YR 6.00% TBA - JUL	731,500	6.00	6/01/38	GOVT	2.74	4.04%
FNMA POOL - 254548	4,697,101	5.50	12/01/32	GOVT	2.99	4.19%
FNMA POOL - 545989	241,141	7.00	8/01/32	GOVT	1.92	3.55%
FNMA POOL - 555208	172,392	7.00	12/01/32	GOVT	1.87	3.55%
FNMA POOL - 651971	8,938	7.00	7/01/32	GOVT	2.37	3.73%
FNMA POOL - 725162	249,617	6.00	2/01/34	GOVT	2.88	4.23%
FNMA POOL - 725704	418,774	6.00	8/01/34	GOVT	2.58	4.29%
FNMA POOL - 735504	1,334,553	6.00	4/01/35	GOVT	2.59	4.23%
FNMA POOL - 888366	590,780	7.00	4/01/37	GOVT	0.95	2.52%
FNMA POOL - 959487	693,885	5.50	12/01/37	GOVT	2.23	3.70%
FNMA_2005-048- AR	573,818	5.50	2/25/35	GOVT	1.98	3.56%

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
GE_CAP_MTG_2000-001- A2	1,110,975	6.50	1/15/33	AAA	1.16	5.54%
GE_ELECTRIC_2005-C2- AAB	1,094,186	4.87	5/10/43	N/A	2.91	5.82%
GMACM_HEL_2000-C1- A2	469,673	7.72	3/15/33	AAA	0.34	0.80%
GMACM_HEL_2000-C2- A2	686,076	7.46	8/16/33	N/A	0.69	3.74%
GMACM_LOAN_2003-C2- A2	1,447,698	5.28	5/10/40	N/A	3.52	5.83%
GNMA 30YR 5.50% TBA - JUL	1,239,000	5.50	6/01/38	GOVT	2.79	4.26%
GNMA 30YR 6.50% TBA - JUL	1,909,620	6.50	6/01/38	GOVT	1.02	2.89%
GNMA POOL - 552720	472,507	6.50	8/15/32	GOVT	1.51	3.41%
GNMA POOL - 782461	397,355	7.50	3/15/32	GOVT	0.22	2.74%
GOVERNMENT NATIONAL MORTGA	2,466,094	5.50	8/01/33	GOVT	N/A	N/A
GOVERNMENT NATIONAL MORTGA	2,179,735	6.00	8/01/33	GOVT	N/A	N/A
GREENWICH_CAP_2005-GG3 A3	1,076,205	4.57	8/10/42	AAA	2.06	9.54%
GSAA_HEQ_TR_2006-010- AV1	159,513	0.39	6/25/36	AA1	0.13	2.15%
GSAA_HEQ_TR_2006-9- A1	88,698	0.36	6/25/36	AA2	0.08	2.15%
GSR_TRUST_2005-AR4- 6A1	2,413,046	5.25	7/25/35	N/A	9.48	12.62%
GSR_TRUST_2006-OA01- 2A1	349,442	0.50	8/25/46	BAA1	0.54	11.04%
GS_MTG_SEC_2004-GG2- A4	858,735	4.96	8/10/38	AAA	N/A	N/A
HARVIEW_2006-011- A1A	468,244	0.48	12/19/36	CAA1	6.98	26.25%
HARVIEW_2006-09- 2AA	164,925	0.52	11/19/36	B3	6.84	29.34%
INDYMAC_INDA_2006-AR02 4A1	259,653	5.89	9/25/36	N/A	10.28	20.57%
JPMORGAN CHASE CAP XXV	1,139,500	6.80	10/01/37	A1	11.26	8.06%
JPMRGN_CMBS_2007-LDP12 A2	389,682	5.83	2/15/51	AAA	2.55	10.48%
JP_MORGN_2007-LDP11- A2	483,147	5.99	6/15/49	AAA	2.53	9.04%
JP_MORGN_MTG_05-CIBC12 A4	891,849	4.89	9/12/37	AAA	4.75	8.32%
JP_MORGN_MTG_2001-C1 A3	1,135,407	5.86	10/12/35	N/A	1.87	6.51%
JP_MORGN_MTG_2001-CIB1 A3	764,202	6.26	3/15/33	N/A	1.23	4.43%

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
JP_MORG_MTG_2001-CIBC2 A3	859,373	6.43	4/15/35	N/A	1.61	5.31%
LB_UBS_CMBS_2007-C2- A3	679,302	5.43	2/15/40	N/A	5.55	11.69%
LB_UBS_CMBS_2007-C7- A3	1,759,829	5.87	9/15/45	N/A	5.89	10.30%
METLIFE INC	168,025	6.40	12/15/36	BAA1	10.42	9.28%
MIDAMERICAN ENERGY HLDGS N	259,460	6.50	9/15/37	BAA1	13.09	6.21%
MIDAMERICAN ENERGY HLDGS N	313,716	5.95	5/15/37	BAA1	13.41	6.21%
MLCC_MTG_TR_2005-A5- A3	281,503	4.44	6/25/35	N/A	9.57	14.42%
MORG_ST_CAP_2007-HQ12- A2	181,467	5.63	4/12/49	N/A	2.54	8.38%
MORG_ST_CAP_2007-IQ015 A4	810,648	6.08	6/11/49	N/A	5.60	11.03%
PORT AUTH N Y AND N J FOR	295,041	6.04	12/01/29	AA3	12.21	5.74%
SALOMON_BRO_2000-C3- A2	922,595	6.59	12/18/33	AAA	0.77	3.45%
SASC_2005-010- 3A5	147,657	5.00	12/25/34	BAA3	0.34	1.66%
UNITED PARCEL SERVICE INC	437,620	6.20	1/15/38	AA3	13.86	5.54%
UNITED STATES TREAS BONDS	1,158,483	4.25	5/15/39	AAA	17.10	4.31%
UNITED STATES TREAS BONDS	56,779	4.50	5/15/38	GOVT	16.63	4.30%
VERIZON MD INC	22,226	5.13	6/15/33	BAA1	12.17	7.46%
WAMU_2007-HY3- 4A1	754,538	5.33	8/25/36	N/A	6.94	13.56%
WAMU_2007-OA4- 1A1	128,129	2.21	5/25/47	B2	8.49	26.34%
WAMU_2007-OA5- 1A	207,378	2.19	6/25/47	B3	8.42	29.41%
WAMU_COMM_2005-C1- A2	579,939	5.15	5/25/36	N/A	1.14	6.17%
WELLS_FARGO_2006-AR4- IIA4	270,404	5.77	4/25/36	N/A	12.32	14.72%
	79,764,298	5.46			4.44	6.82%