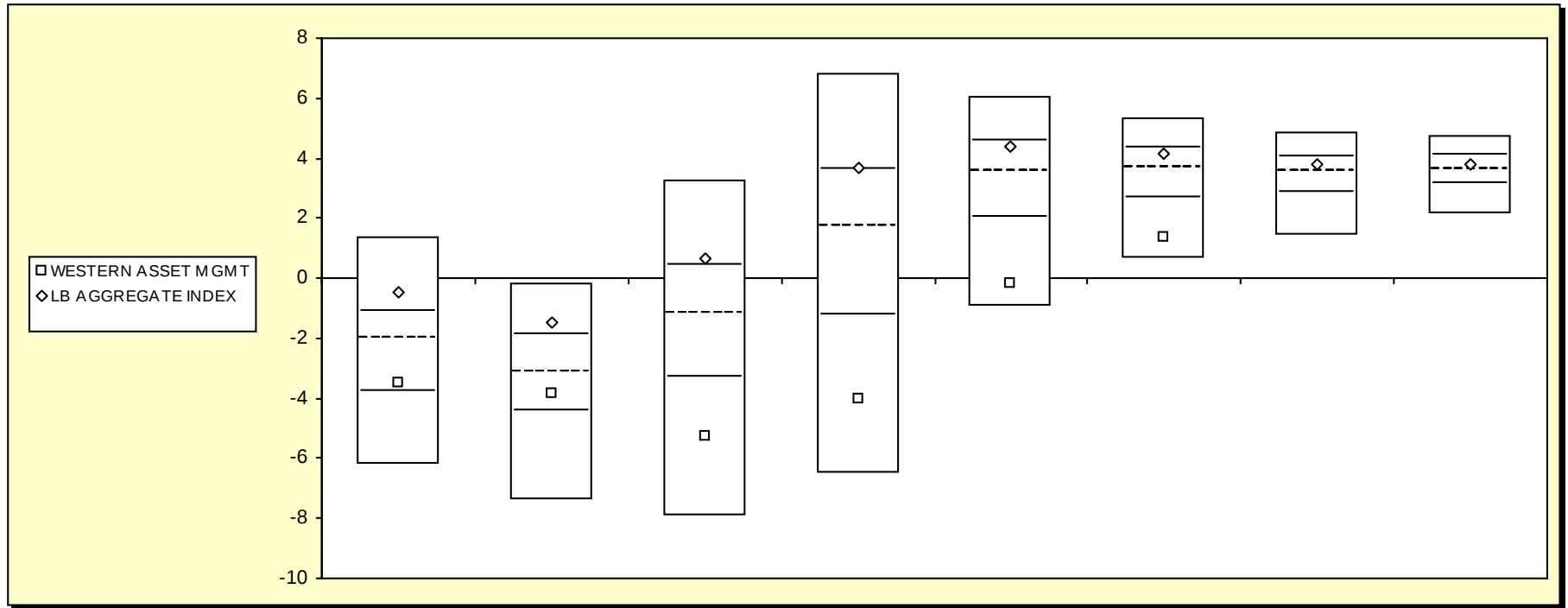


Fresno County Employees' Retirement Association

Cumulative Performance Comparisons

Period Ending: September 30, 2008



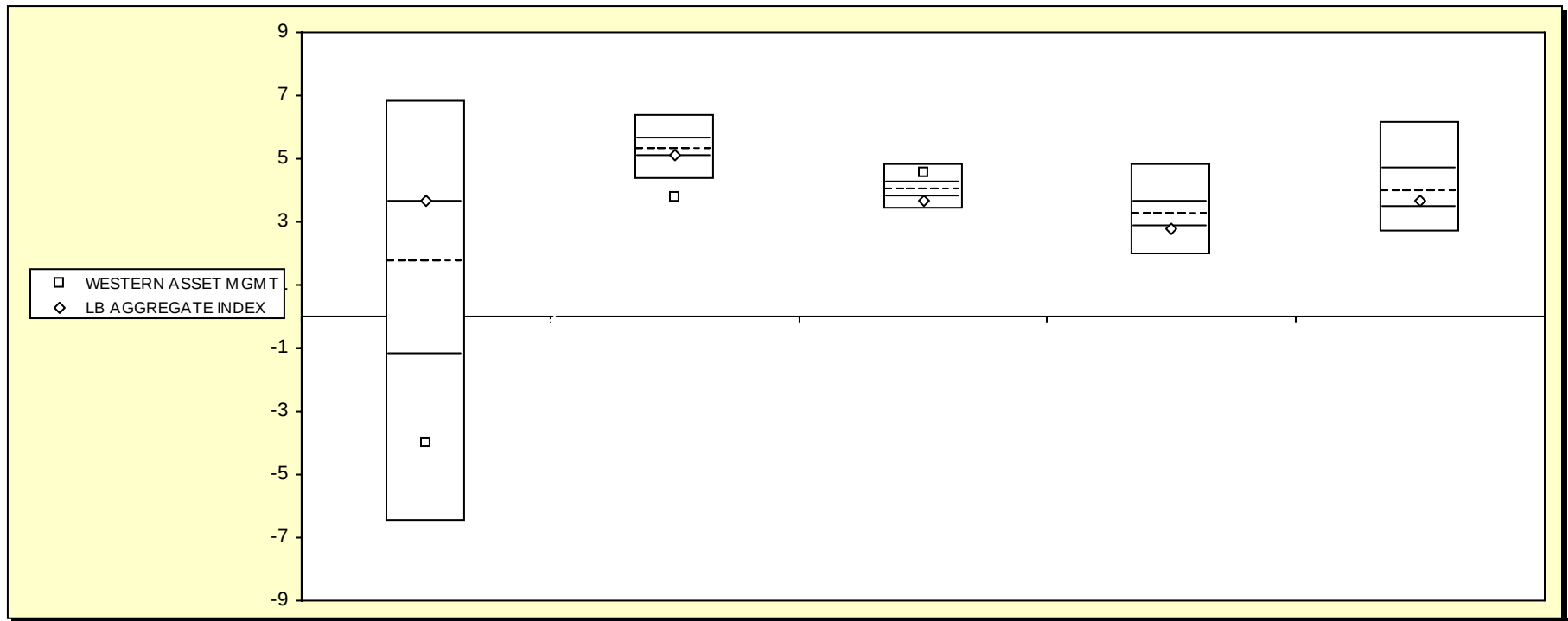
Bond Style - Core

	Last Quarter		Two Quarters		Three Quarters		One Year		Two Years		Three Years		Four Years		Five Years	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
5th Percentile	1.4		-0.2		3.3		6.8		6.0		5.3		4.8		4.8	
25th Percentile	-1.1		-1.9		0.4		3.6		4.6		4.4		4.0		4.1	
50th Percentile	-2.0		-3.1		-1.2		1.7		3.6		3.7		3.5		3.6	
75th Percentile	-3.8		-4.4		-3.3		-1.2		2.0		2.7		2.9		3.2	
95th Percentile	-6.2		-7.4		-7.9		-6.5		-1.0		0.7		1.4		2.1	
WESTERN ASSET MGMT	-3.5	71	-3.8	63	-5.2	83	-4.0	86	-0.2	90	1.4	88				
LB AGGREGATE INDEX	-0.5	20	-1.5	21	0.6	24	3.7	25	4.4	30	4.2	33	3.8	36	3.8	40

Fresno County Employees' Retirement Association

Consecutive Performance Comparisons

Period Ending: September 30, 2008



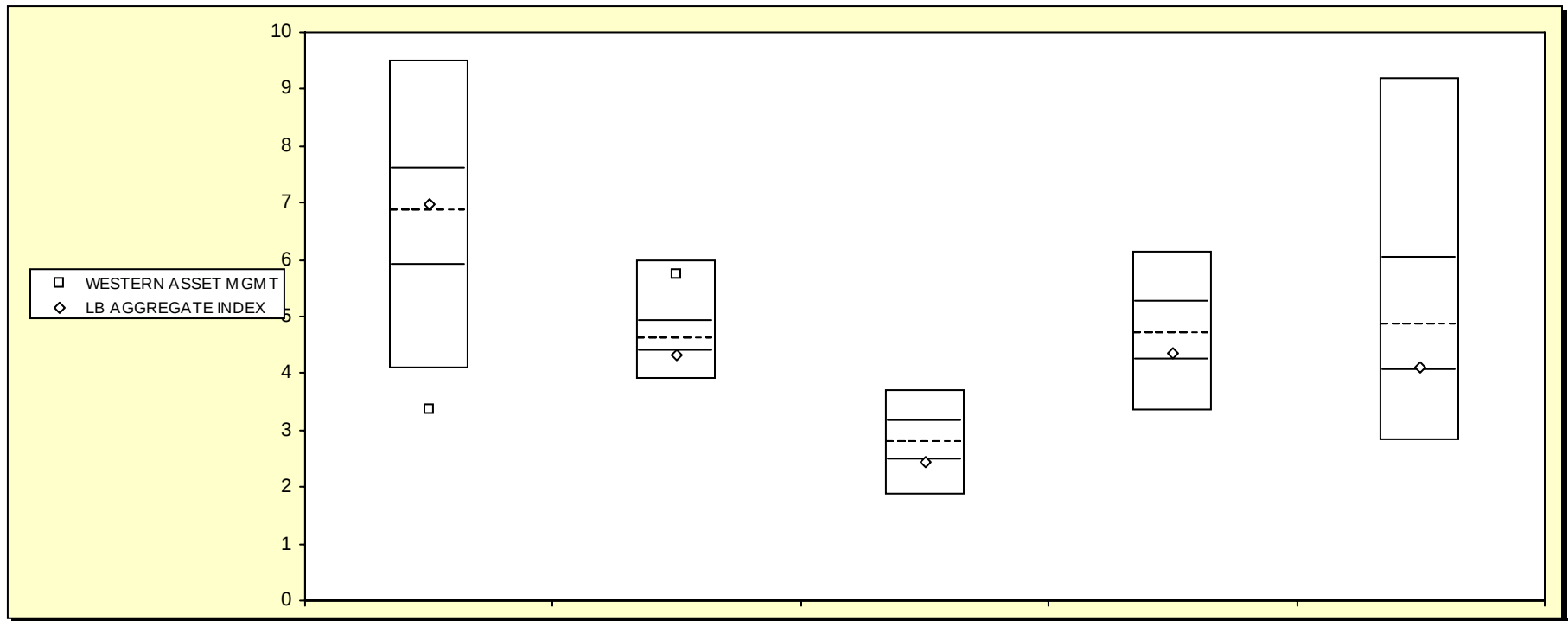
Bond Style - Core

	September 2008		September 2007		September 2006		September 2005		September 2004	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
5th Percentile	6.8		6.4		4.8		4.9		6.2	
25th Percentile	3.6		5.6		4.2		3.6		4.7	
50th Percentile	1.7		5.3		4.0		3.2		4.0	
75th Percentile	-1.2		5.0		3.8		2.8		3.4	
95th Percentile	-6.5		4.4		3.4		1.9		2.6	
WESTERN ASSET MGMT	-4.0	86	3.8	98	4.5	15				
LB AGGREGATE INDEX	3.7	25	5.1	66	3.7	80	2.8	75	3.7	63

Fresno County Employees' Retirement Association

Consecutive Annual - Five Year

Period Ending: September 30, 2008



Bond Style - Core

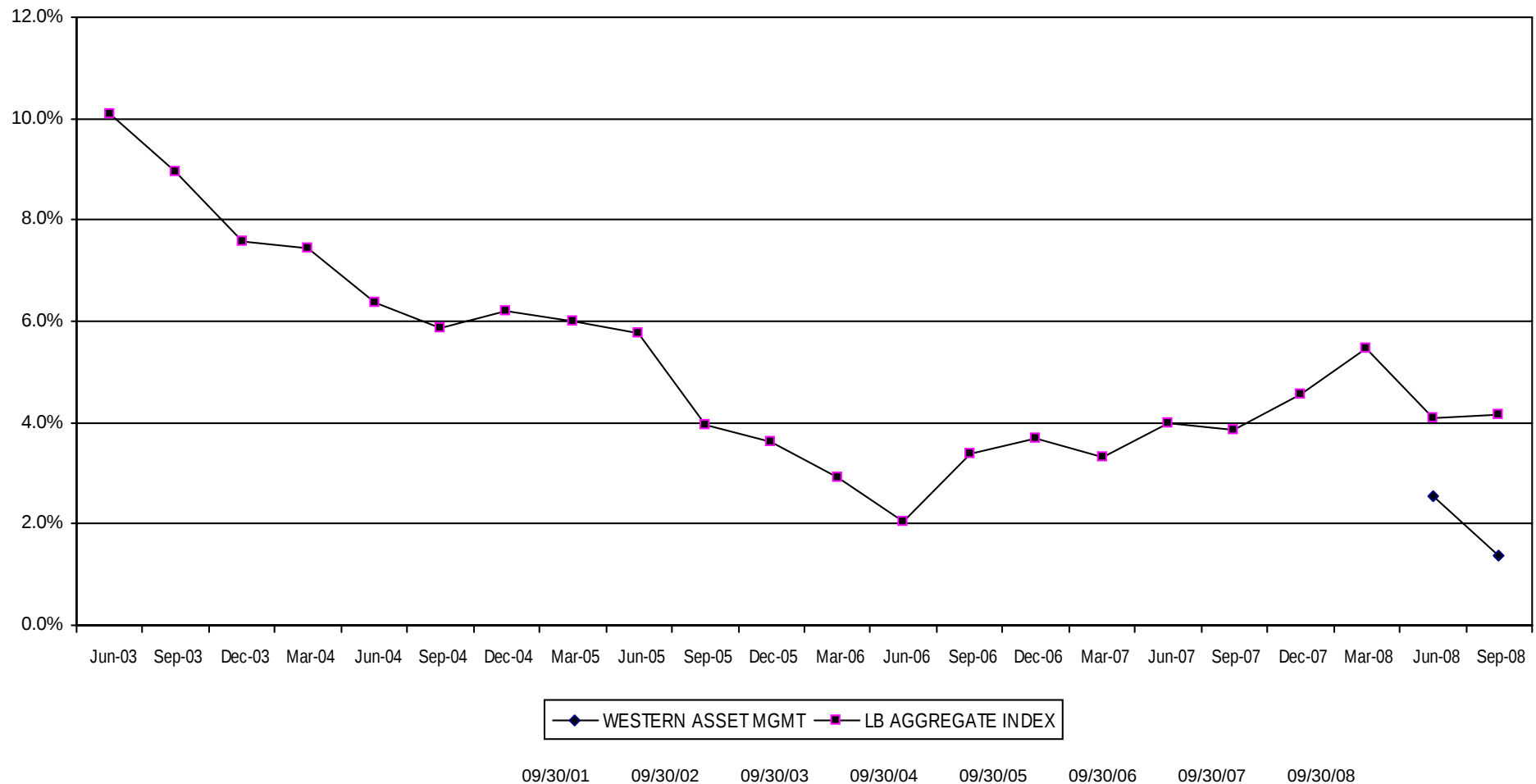
	December 2007		December 2006		December 2005		December 2004		December 2003	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
5th Percentile	9.5		6.0		3.7		6.1		9.2	
25th Percentile	7.6		4.9		3.2		5.3		6.0	
50th Percentile	6.9		4.6		2.8		4.7		4.8	
75th Percentile	5.9		4.4		2.5		4.2		4.0	
95th Percentile	4.1		3.9		1.9		3.3		2.8	
WESTERN ASSET MGMT	3.4	97	5.7	10						
LB AGGREGATE INDEX	7.0	46	4.3	77	2.4	76	4.3	70	4.1	73

Fresno County Employees' Retirement Association

Rolling Return: 3 year Annualized

Period Ending: September 30, 2008

Rolling Return (3 Year Annualized)



WESTERN ASSET MGMT

1.4

LB AGGREGATE INDEX

6.4

9.5

8.9

5.9

4.0

3.4

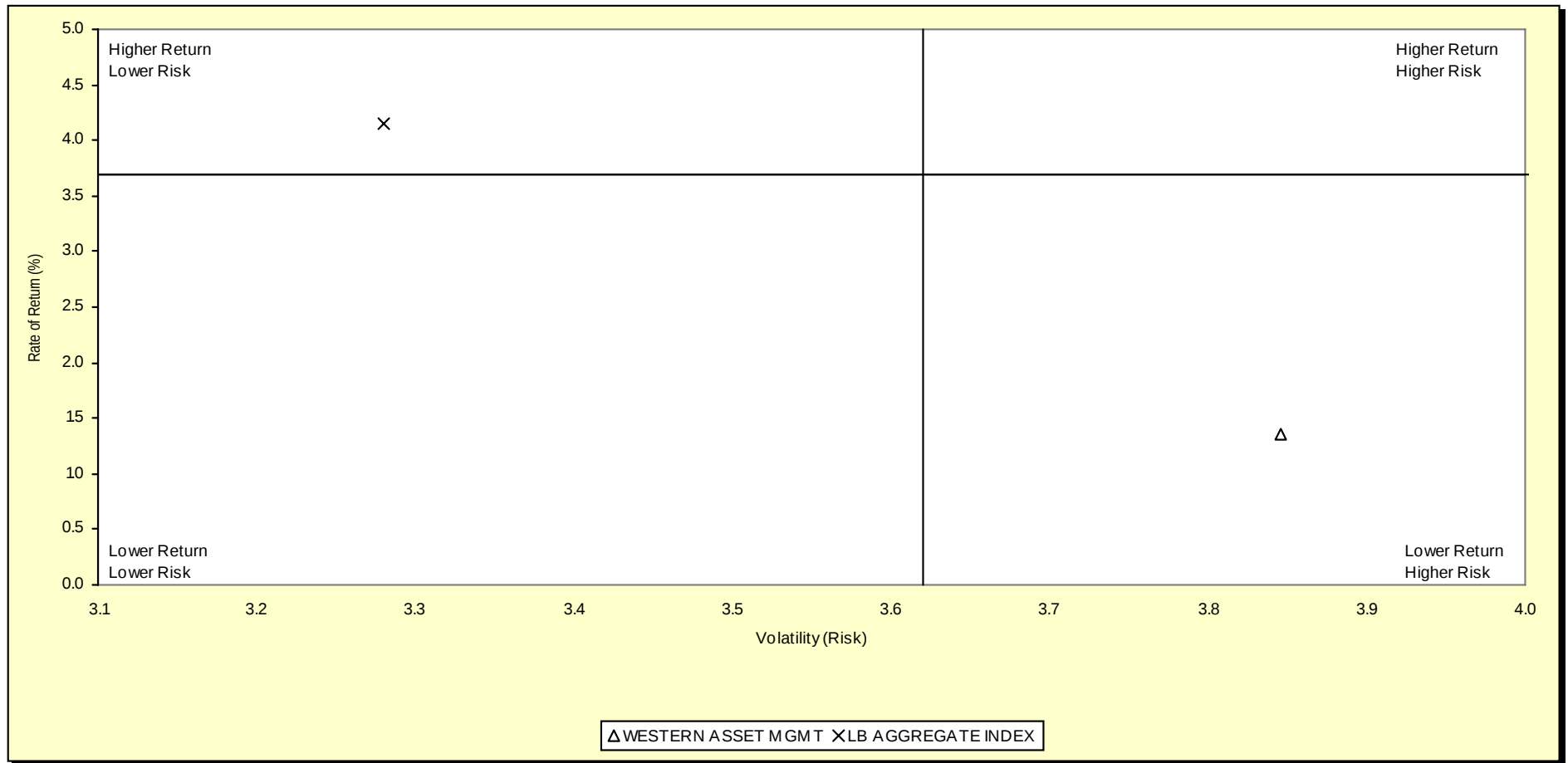
3.9

4.2

Fresno County Employees' Retirement Association

Three Year Return vs. Risk

Period Ending: September 30, 2008



Category	Annualized Return %	Standard Deviation %	Sharpe Ratio
WESTERN ASSET MGMT	1.4	3.8	-0.7
Bond Style - Core Universe Median	3.7	3.6	-0.1
LB AGGREGATE INDEX	4.2	3.3	0.0

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of September 30, 2008

Bond Summary Statistics WESTERN ASSET MANAGEMENT

Portfolio Characteristics		
	Portfolio	BC AGGREGATE
Total Number of Securities	244	
Total Market Value	\$ 183,248,537	
Current Coupon	5.65	5.32
Yield To Maturity	11.05	5.28
Average Life	9.33	7.11
Duration	5.80	4.47
Quality	7.89	9.58

Duration (in Years)	
Range	%Held
0.0 to 1.0	3.7
1.0 to 3.0	4.8
3.0 to 4.0	4.0
4.0 to 6.0	11.7
6.0 to 8.0	7.0
Over 8.0	8.4
Unclassified	60.4

Quality	
Range	%Held
Govt (10)	6.2
Aaa (10)	5.9
Aa (9)	3.5
A (8)	4.0
Baa (7)	10.5
Below Baa	6.3
Other	63.7

Yield to Maturity	
Range	%Held
0.0 to 5.0	1.7
5.0 to 7.0	13.4
7.0 to 9.0	9.5
9.0 to 11.0	6.2
11.0 to 13.0	1.6
Over 13.0	7.0
Unclassified	60.4

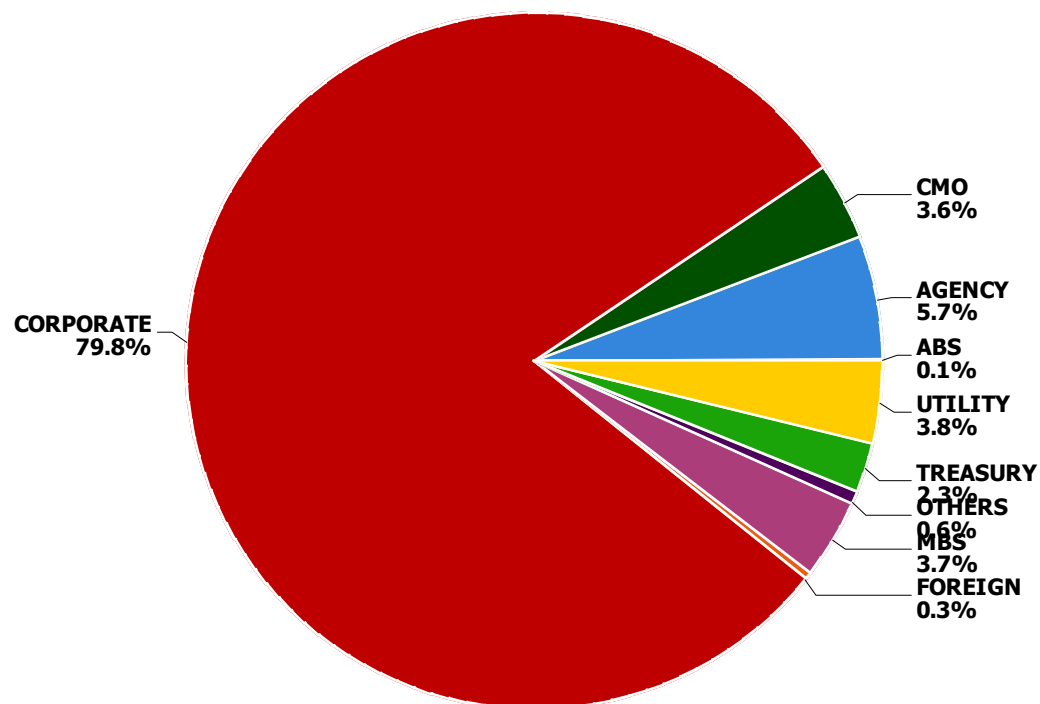
Average Life	
Range	%Held
0.0 to 1.0	3.2
1.0 to 3.0	4.3
3.0 to 5.0	6.9
5.0 to 10.0	14.2
10.0 to 20.0	4.3
Over 20.0	6.7
Unclassified	60.4

Coupon	
Range	%Held
0.0 to 5.0	15.9
5.0 to 7.0	19.8
7.0 to 9.0	7.0
9.0 to 11.0	0.8
11.0 to 13.0	0.3
Over 13.0	0.0
Unclassified	56.3

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of September 30, 2008

Fixed Income Sector Allocation WESTERN ASSET MANAGEMENT



Sector	Account Weight	Index Weight	Difference
ABS	0.1%	5.7%	-5.6%
Agencies	5.7%	9.9%	-4.2%
CMO	3.6%	0.0%	3.6%
Corporates	79.8%	16.0%	63.8%
Foreign	0.3%	3.8%	-3.5%
MBS	3.7%	39.0%	-35.3%
Municipals	0.0%	0.0%	0.0%
Others	0.6%	0.0%	0.6%
Treasuries	2.3%	23.6%	-21.3%
Utilities	3.8%	2.0%	1.8%
Total	100.0%	100.0%	0.0%

Benchmark: BC AGGREGATE

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of September 30, 2008

**Bond Holdings
WESTERN ASSET MANAGEMENT**

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
0-5 Years						
AIFUL CORPORATION 144A	155,360	5.00	8/10/10	BAA2	1.62	19.92%
ALCOA INC	372,860	6.00	7/15/13	BAA1	4.08	6.46%
AMERICAN EXPRESS CR CORP M	55,299	5.88	5/02/13	AA3	3.86	7.94%
AOL TIME WARNER INC	604,815	6.88	5/01/12	BAA2	3.06	7.14%
APACHE CORP	345,905	6.00	9/15/13	A3	4.27	6.08%
ASIF GLOBAL FING XIX 144A	41,053	4.90	1/17/13	AA3	3.68	10.14%
BAC CAP TR XIV	10,350	5.63	3/15/12	A1	2.68	28.45%
BELLSOUTH CORP	18,990	4.75	11/15/12	A2	3.64	6.15%
CATERPILLAR FINL SVCS MTNS	489,985	6.20	9/30/13	A2	4.28	6.20%
CITIGROUP INC	542,150	6.50	8/19/13	AA3	4.03	9.39%
COUNTRYWIDE FINL CORP MTN	25,343	5.80	6/07/12	AA2	3.12	11.03%
COUNTRYWIDE FINL CORP MTN	1,219,995	4.50	6/15/10	AA2	1.56	10.81%
COUNTRYWIDE HOME LOANS MTN	18,394	4.13	9/15/09	AA2	0.89	13.32%
COX COMMUNICATIONS INC NEW	300,000	3.88	10/01/08	BAA3	0.00	3.80%
DAIMLER CHRYSLER NORTH AME	298,974	5.88	3/15/11	A3	2.26	6.02%
DELTA_AIR_2000-001- A1	114,153	7.38	11/18/11	BA2	0.75	10.98%
DELTA_AIR_2000-001- A2	381,560	7.57	5/18/12	N/A	1.86	10.01%
DOMINION RES INC	406,052	5.70	9/17/12	BAA2	3.52	5.98%
DOMINION RES INC VA NEW	109,462	4.75	12/15/10	BAA2	2.05	4.98%
ELECTRONIC DATA SYS CORP	20,322	7.13	10/15/09	BAA3	0.96	5.51%
EURODOLLAR FUTURES	42,935,775		3/16/09			
EURODOLLAR FUTURES	7,240,500	3.50	12/01/08		N/A	N/A
EURODOLLAR FUTURES	1,695,225		9/01/09			
EVRAZ GROUP S A 144A	342,000	8.88	4/24/13	BA3	3.30	16.56%
FHLMC DISC NT	84,754		12/15/04			
FIRSTENERGY CORP	271,288	6.45	11/15/11	BAA3	2.74	6.28%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of September 30, 2008

**Bond Holdings
WESTERN ASSET MANAGEMENT**

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
FNMA DISC NT	1,027,013		12/15/04			
FNMA DISC NT	308,233	0.00	12/22/08	GOVT	0.22	2.52%
FNMA DISC NT	9,966	0.00	12/26/08	GOVT	0.24	2.53%
FNMA POOL - 006024	473	8.00	9/01/09	GOVT	0.15	4.11%
FORD MOTOR CR CO	3,266,177	5.80	1/12/09	B1	0.25	24.57%
FORD MOTOR CR CO	47,692	7.25	10/25/11	B1	2.32	24.90%
FORD MOTOR CR CO	233,151	7.38	10/28/09	B1	0.88	29.93%
GENERAL MTRS ACCEP CORP	1,555,499	5.85	1/14/09	B3	0.22	64.77%
GLITNIR BANKI HF 144A	238,226	6.69	9/15/11	A3	2.19	32.66%
GLITNIR BANKI HF GLBL M 14	213,581	6.33	7/28/11	A2	2.39	15.76%
GMAC LLC	402,202	6.63	5/15/12	B3	2.45	36.53%
GNMA POOL - 462418	86,325	7.50	12/15/12	GOVT	1.67	4.57%
GNMA POOL - 476329	12,084	7.50	6/15/13	GOVT	1.52	4.57%
GNMA POOL - 780763	1,498	7.50	12/15/10	GOVT	0.08	2.18%
GNMA POOL - 780859	53,882	7.50	9/15/13	GOVT	1.35	3.75%
GOLDMAN SACHS CAP II	13,179	5.79	6/01/12	A2	2.61	33.38%
GOLDMAN SACHS GROUP INC	101,723	5.45	11/01/12	AA3	3.44	10.09%
GOLDMAN SACHS GROUP INC	259,918	4.50	6/15/10	AA3	1.57	9.12%
HCA INC	252,000	6.75	7/15/13	CAA1	3.86	11.14%
HCA INC	12,075	6.30	10/01/12	CAA1	3.29	10.60%
KAUPTHING BK HF 144A	79,487	5.75	10/04/11	A1	2.51	14.38%
KAZMUNAIGAZ FIN SUB BV 144	447,200	8.38	7/02/13	BAA1	3.66	12.34%
KINDER MORGAN ENERGY PARTN	69,908	6.30	2/01/09	BAA2	0.33	6.63%
KINDER MORGAN ENERGY PARTN	263,279	6.75	3/15/11	BAA2	2.24	6.19%
KINDER MORGAN ENERGY PARTN	38,856	5.85	9/15/12	BAA2	3.49	6.68%
LANDSBANKI IS HF 144A	576,354	6.10	8/25/11	A2	2.52	12.52%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of September 30, 2008

Bond Holdings WESTERN ASSET MANAGEMENT

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
LEHMAN BROS HLDGS INC	21,250	0.00	2/06/12	B3	0.00	42.78%
LEHMAN CAP MTN	35	5.86	5/31/12	CA	0.05	99.99%
LIBERTY MEDIA CORP NEW	33,269	5.70	5/15/13	BA2	3.81	10.37%
MORGAN STANLEY	320,721	5.63	1/09/12	A1	2.70	18.31%
QWEST COMMUNICATIONS 1.00%	164,913	1.00	2/15/09		N/A	N/A
RESIDENTIAL CAP LLC 144A	74,250	8.50	5/15/10	CA	1.14	53.06%
SANTANDER ISSUANCES S A 1	345,420	5.80	6/20/11	AA2	2.43	7.47%
SPRINT CAP CORP	324,000	8.38	3/15/12	BAA3	2.88	11.99%
TYCO INTL GROUP S A	453,663	6.38	10/15/11	BAA1	2.67	6.08%
U S TREAS BOND FUTURES	6,678,690		12/19/08			
U S TREAS NOTES 2YR FUTURE	11,097,840		12/31/08			
US TREAS NOTE 5YR FUTURE	39,280,500		12/31/08			
VERIZON GLOBAL FDG CORP	185,810	7.38	9/01/12	A3	3.38	6.43%
VERIZON NEW YORK INC	359,986	6.88	4/01/12	BAA3	2.98	6.88%
WACHOVIA CAP TR III	113,400	5.80	3/15/11	A3	1.77	48.74%
WASTE MGMT INC DEL	450,684	6.38	11/15/12	BAA3	3.53	6.33%
WELLS FARGO CAP XV	630,500	9.75	9/26/13	N/A	3.86	10.53%
WEYERHAEUSER CO	424,986	6.75	3/15/12	BAA2	3.04	7.13%
XTO ENERGY INC	136,145	7.50	4/15/12	BAA2	3.01	6.00%
	128,766,604	5.41			2.06	18.09%
5-10 Years						
AES CORP	108,900	7.75	10/15/15	B1	5.11	9.58%
AES CORP	577,600	8.00	10/15/17	B1	6.06	9.64%
AGFC CAP TR I 144A	26,861	6.00	1/15/17	BAA2	4.00	30.85%
AMERICA MOVIL S A DE C V	178,000	5.63	11/15/17	A3	7.01	6.55%
AMERICAN EXPRESS CO	230,793	6.80	9/01/16	A3	5.91	9.44%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of September 30, 2008

**Bond Holdings
WESTERN ASSET MANAGEMENT**

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
AMERICAN GEN FIN MEDTM SRN	55,643	6.90	12/15/17	A3	5.09	19.75%
AMERICAN INTL GROUP INC 14	136,000	8.25	8/15/18	A2	5.45	17.21%
AMERICAN INTL GROUP INC MT	35,137	5.85	1/16/18	A2	5.82	16.51%
AT&T INC	178,104	5.50	2/01/18	A2	7.18	7.12%
BEAR STEARNS COS INC	269,466	7.25	2/01/18	AA2	6.73	7.82%
BEAR STEARNS COS INC	274,797	5.55	1/22/17	AA3	6.46	7.90%
CITIGROUP INC	521,363	5.00	9/15/14	A1	4.91	10.34%
CLEAR CHANNEL COMMUNICATIO	59,500	4.90	5/15/15	CAA1	3.96	29.74%
CLEAR CHANNEL COMMUNICATIO	65,100	5.50	9/15/14	CAA1	3.75	32.25%
COMCAST CABLE COMMUNICATIO	210,628	8.88	5/01/17	BAA2	5.94	8.00%
COMCAST CORP NEW	35,665	5.88	2/15/18	BAA2	7.09	7.50%
COMCAST CORP NEW	413,161	6.50	1/15/15	BAA2	5.07	7.28%
COMCAST CORP NEW	28,196	6.50	1/15/17	BAA2	6.30	7.48%
CREDIT SUISSE GUERNSEY BR	136,273	5.86	5/15/17	AA3	6.24	10.15%
DEUTSCHE TELEKOM INTL FIN	160,565	5.75	3/23/16	BAA1	5.98	7.67%
EDISON MISSION ENERGY	90,000	7.00	5/15/17	B1	6.19	8.67%
EL PASO CORP	536,016	7.00	6/15/17	BA3	6.26	8.77%
FARMER MAC 144A	906,651	5.13	4/19/17	AAA	6.90	5.02%
FNMA POOL - 006222	1,403	9.00	4/01/16	GOVT	0.30	4.85%
FNMA POOL - 070508	20,181	8.50	8/01/17	GOVT	1.86	4.85%
FNMA POOL - 231669	409	8.00	5/01/18	GOVT	0.11	5.16%
FORD MOTOR CR CO	396,817	12.00	5/15/15	B1	3.87	18.30%
GENERAL ELEC CAP CORP MTN	542,144	6.38	11/15/17	AA1	6.46	9.55%
GENERAL MTRS ACCEP CORP	115,143	6.75	12/01/14	B3	3.66	28.50%
GNMA POOL - 186654	21,195	8.00	4/20/17	GOVT	2.43	5.28%
GNMA POOL - 216386	15,984	8.00	6/20/17	GOVT	2.27	5.28%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of September 30, 2008

**Bond Holdings
WESTERN ASSET MANAGEMENT**

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
GNMA POOL - 509187	77,093	7.50	8/15/14	GOVT	2.13	5.49%
GNMA POOL - 780899	33,014	7.50	10/15/13	GOVT	1.53	4.57%
HBOS TREAS SVCS PLC 144A	87,240	5.25	2/21/17	AAA	6.66	7.31%
HCA INC	213,950	9.25	11/15/16	B2	5.47	9.74%
HCA INC	29,175	9.13	11/15/14	B2	4.45	9.73%
HCA INC	7,925	6.50	2/15/16	CAA1	5.53	10.63%
HCA Inc	35,150	9.63	11/15/16		N/A	N/A
HSBK EUROPE B V 144A	281,200	9.25	10/16/13	BAA3	3.51	16.43%
ICICI BANK	106,298	6.38	4/30/17	BAA2	6.03	10.73%
ICICI BK LTD 144A	162,894	6.38	4/30/17	BAA2	5.84	12.32%
ILFC E-CAPITAL TR I 144A	128,506	6.25	12/21/15	BAA2	3.79	31.14%
JP MORGAN CHASE & CO	710,637	5.15	10/01/15	AA3	5.65	6.99%
JP MORGAN CHASE & CO	499,083	5.13	9/15/14	AA3	5.04	7.42%
KAUPTHING BANK HF	1,050,000	7.63	2/28/15	N/A	5.05	7.63%
KAUPTHING BK HF MED TM 144	97,422	7.13	5/19/16	A2	4.95	16.24%
KINDER MORGAN ENERGY PARTN	281,009	6.00	2/01/17	BAA2	6.44	7.53%
LEHMAN BROS HLDGS INC	425	0.00	12/28/17	CAA2	0.00	99.99%
MUFG CAPITAL FINANCE 1 LI	151,362	6.35	7/25/16	A2	5.73	11.07%
NEXTEL COMMUNICATIONS INC	612,000	6.88	10/31/13	BAA3	3.76	16.39%
PETROBRAS INTL FIN CO	367,575	6.13	10/06/16	BAA1	6.13	7.08%
RABOBANK CAP FDG III 144A	43,097	5.25	10/21/16	AA2	6.37	7.57%
RABOBANK CAP FDG TR II 14	18,514	5.26	12/31/13	AA2	4.47	6.97%
REALOGY CORP	112,200	12.38	4/15/15	CAA3	2.29	43.33%
RESIDENTIAL CAP LLC	186,240	9.63	5/15/15	CA	2.28	48.95%
RESONA PFD GLOBAL SECS 14	51,967	7.19	7/30/15	BAA1	5.10	12.71%
RIO TINTO FIN USA LTD	425,525	6.50	7/15/18	A3	7.14	7.28%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of September 30, 2008

Bond Holdings WESTERN ASSET MANAGEMENT

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
ROYAL BK SCOTLAND	74,502	7.64	9/29/17	A1	6.01	12.43%
ROYAL BK SCOTLAND GROUP 1	134,145	6.99	10/05/17	A1	5.95	11.63%
SBC COMMUNICATIONS INC	252,528	5.10	9/15/14	A2	5.09	6.42%
SHINSEI FIN CAYMAN LTD 14	167,724	6.42	7/20/16	BAA1	4.89	21.91%
SLM CORP MTN BOOK ENTRY	235,600	5.00	10/01/13	BAA2	3.87	16.43%
SLM CORP MTN BOOK ENTRY	6,000	5.00	4/15/15	BAA2	4.87	14.73%
SLM CORP MTN BOOK ENTRY	48,800	5.05	11/14/14	BAA2	4.64	15.00%
SLM CORP MTN BOOK ENTRY	440,200	5.38	5/15/14	BAA2	4.27	15.82%
SOUTHERN NAT GAS CO 144A	53,099	5.90	4/01/17	BAA3	6.38	7.77%
TELECOM ITALIA CAP	224,413	7.00	6/04/18	BAA2	6.75	8.57%
TELECOM ITALIA CAP	241,396	5.25	10/01/15	BAA2	5.53	8.47%
TNK-BP FINANCE	280,000	7.50	7/18/16	BAA2	5.26	13.92%
TNK-BP FINANCE 144A	105,000	7.88	3/13/18	BAA2	5.95	13.61%
TNK-BP FINANCE 144A	65,000	6.63	3/20/17	BAA2	5.80	13.74%
TRAVELERS COMPANIES INC	399,948	6.25	3/15/17	A3	6.21	10.42%
TXU CORP	231,341	5.55	11/15/14	CAA1	4.78	11.42%
TYCO INTL GROUP S A	901,499	6.00	11/15/13	BAA1	4.29	6.46%
UNION PAC CORP	175,201	5.38	5/01/14	BAA2	4.70	5.94%
UNITED MEXICAN STS MTN BE	54,684	5.63	1/15/17	BAA1	6.62	5.99%
UNITED STATES TREAS BDS	82,139	8.88	8/15/17	GOVT	6.72	3.91%
UNITED STATES TREAS NTS I/	458,974	2.63	7/15/17	AAA	5.31	7.82%
VEDANTA RES PLC 144A	231,868	8.75	1/15/14	BA1	3.99	11.53%
WACHOVIA CORP NEW	576,389	5.25	8/01/14	A2	4.50	15.57%
WELLPOINT INC	27,770	5.88	6/15/17	BAA1	6.68	7.03%
	17,585,412	6.50			5.34	10.92%
10-20 Years						
AES CORP 144A	682,500	8.00	6/01/20	B1	7.08	9.82%

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Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
DELTA_AIR_2007-001- A	204,964	6.82	2/10/24	BAA1	6.37	5.35%
EDISON MISSION ENERGY	40,500	7.63	5/15/27	B1	8.71	9.87%
EDISON MISSION ENERGY	114,400	7.20	5/15/19	B1	7.03	8.97%
FHLMC GOLD POOL - A01592	49,614	8.00	11/01/21	GOVT	0.79	4.68%
FHLMC GOLD POOL - G11605	822,530	5.50	9/01/19	GOVT	2.97	5.25%
FNMA 15YR 6.00% TBA - OCT	488,832	6.00	6/01/22	GOVT	2.29	5.08%
FNMA POOL - 517384	11,264	8.00	11/01/20	GOVT	1.95	4.96%
GENERAL MTRS CORP	121,675	8.25	7/15/23	CAA2	4.67	22.54%
GNMA POOL - 352057	75,512	8.00	10/15/23	GOVT	3.35	5.77%
GNMA POOL - 354566	100,037	7.50	4/15/23	GOVT	3.22	5.67%
GNMA POOL - 398921	4,373	8.00	10/15/26	GOVT	3.10	5.77%
GNMA POOL - 437021	1,277	8.00	8/15/27	GOVT	2.89	5.77%
GNMA POOL - 780973	36,173	8.25	5/15/20	GOVT	2.60	5.33%
KERR MCGEE CORP	274,134	6.95	7/01/24	BAA3	9.35	7.55%
NELNET STU LOAN FRN 04/24	322,875		4/25/24			
TXU CORP	22,291	6.50	11/15/24	CAA1	8.00	11.50%
U S TREAS BD STRIPPED PRIN	1,754,957	0.00	11/15/24	GOVT	16.71	4.59%
UNITED STATES TREAS BDS I/	696,113	1.75	1/15/28	AAA	10.85	8.17%
UNITED STATES TREAS BDS I/	896,480	2.38	1/15/27	AAA	9.95	8.18%
WILLIAMS COS INC DEL	200,000	7.88	9/01/21	BAA3	8.17	7.87%
XTO ENERGY INC	426,682	6.50	12/15/18	BAA2	7.36	7.53%
	7,347,183	4.04			9.32	6.90%

Over 20 Years

AMERADA HESS CORP	87,971	7.88	10/01/29	BAA2	9.83	8.10%
AMERADA HESS CORP	311,178	7.30	8/15/31	BAA2	10.55	8.12%

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Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
ANADARKO FIN CO	394,306	7.50	5/01/31	BAA3	10.09	8.32%
AOL TIME WARNER INC	4,369	7.70	5/01/32	BAA2	9.71	9.00%
BA_MTG_CMBS_2004-004 A6	698,873	4.88	7/10/42	N/A	4.64	6.55%
CITIGROUP INC	433,524	6.88	3/05/38	AA3	10.99	8.58%
CONOCO INC	251,353	6.95	4/15/29	A1	10.77	6.90%
CVS CORP	392,634	6.94	1/10/30	BAA2	10.63	7.56%
CWABS_TRUST_2005-004- AF3	240,514	4.46	9/25/32	AAA	1.08	10.17%
CWALT_2005-036- 3A1	619,597	4.92	8/25/35	AA3	6.34	14.82%
EL PASO ENERGY CORP MTN BE	110,370	7.80	8/01/31	BA3	9.52	9.50%
EL PASO ENERGY CORP MTN BE	75,326	7.75	1/15/32	BA3	9.53	9.50%
EL PASO NAT GAS CO	431,078	8.38	6/15/32	BAA3	9.80	8.80%
EXELON CORP	69,809	5.63	6/15/35	BAA1	11.87	7.60%
FEDERAL HOME LN BKS	1,051,250	5.50	7/15/36	GOVT	14.54	5.15%
FEDERAL HOME LN MTG CORP T	99,470	5.50	9/01/37	GOVT	4.81	5.64%
FIRSTENERGY CORP	506,708	7.38	11/15/31	BAA3	10.41	8.05%
FNMA POOL - 801516	821,892	4.71	8/01/34	GOVT	0.56	5.39%
FNMA 30YR 5.00% TBA - OCT	3,800,160	5.00	6/01/37	GOVT	5.05	5.54%
FNMA 30YR 5.50% TBA - OCT	99,720	5.50	6/01/37	GOVT	3.98	5.54%
FNMA POOL - 252925	10,799	7.50	12/01/29	GOVT	2.69	5.47%
FNMA POOL - 585680	25,695	7.50	6/01/31	GOVT	2.45	5.42%
FORD MTR CO DEL	335,400	7.45	7/16/31	CAA1	5.67	17.80%
GENERAL MTRS ACCEP CORP	143,366	8.00	11/01/31	B3	4.40	21.51%
GENERAL MTRS CORP	8,000	8.38	7/15/33	CAA2	4.62	21.13%
GMACM_LOAN_2005-AR1- 3A1	966,112	4.72	3/18/35	AAA	4.24	10.31%
GNMA POOL - 173777	898	8.00	8/15/30	GOVT	3.05	5.52%
GNMA POOL - 527094	3,187	8.00	2/15/30	GOVT	3.89	5.28%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

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Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
GNMA POOL - 528178	5,486	8.00	3/15/30	GOVT	2.99	5.52%
GNMA POOL - 531211	3,241	8.00	6/15/30	GOVT	3.02	5.63%
GS_MTG_SEC_2005-GG4- AABA	660,128	4.68	7/10/39	AAA	3.32	6.47%
JP_MORGN_MTG_05-CIB13- A4	1,201,161	5.47	1/12/43	AAA	5.45	6.97%
JP_MORGN_MTG_05-CIBC12 A4	72,414	4.89	9/12/37	AAA	5.34	6.79%
KERR MCGEE CORP	1,305,474	7.88	9/15/31	BAA3	10.24	8.48%
KINDER MORGAN ENERGY PARTN	308,527	6.95	1/15/38	BAA2	11.13	8.25%
LB_UBS_CMBS_2005-C3- A5	1,539,401	4.74	7/15/30	AAA	5.17	6.68%
LB_UBS_CMBS_2005-C5- A4	366,296	4.95	9/15/30	N/A	5.39	6.62%
LEHMAN BROS HLDGS 5.953%	21	5.95	8/19/65		N/A	N/A
METLIFE INC	461,346	6.40	12/15/36	BAA1	9.21	10.63%
MLCC_MTG_TR_2005-A04- IIA2	1,460,997	4.46	7/25/35	AAA	6.21	9.97%
MLCC_MTG_TR_2005-A5- A3	1,482,678	4.44	6/25/35	N/A	7.25	6.67%
MLCC_MTG_TR_2006-C1- A4	546,889	5.84	5/12/39	N/A	5.71	7.06%
MLMI_SERIES_2004-A03- IVA3	470,128	5.03	5/25/34	N/A	6.34	9.49%
MORG_ST_CAP_2005-HQ6 A4A	274,779	4.99	8/13/42	N/A	5.32	6.67%
NEWS AMER INC	16,774	6.65	11/15/37	BAA1	11.19	8.10%
PACIFIC GAS & ELEC CO	68,239	5.80	3/01/37	A3	12.72	7.00%
PACIFIC GAS & ELEC CO	247,150	6.05	3/01/34	A3	12.18	7.05%
PEMEX PRJ FDG MSTR TR M 14	357,158	6.63	6/15/35	BAA1	11.70	7.35%
PEMEX PROJ FDG MASTER TR	38,463	6.63	6/15/35	BAA1	11.70	7.35%
ROYAL KPN NV	353,509	8.38	10/01/30	BAA2	10.11	7.70%
SASC_2004-006- 3A2	514,627	4.78	6/25/34	AAA	4.02	9.56%
SLM CORP MTN BOOK ENTRY	30,000	5.63	8/01/33	BAA2	8.65	11.95%
SOUTHERN NAT GAS CO	18,611	8.00	3/01/32	BAA3	10.10	8.70%
SUNTRUST CAP VIII	110,932	6.10	12/15/36	A2	9.54	10.30%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

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**Bond Holdings
WESTERN ASSET MANAGEMENT**

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
TENNESSEE GAS PIPELINE CO	44,377	7.63	4/01/37	BAA3	10.27	8.70%
TENNESSEE VALLEY AUTH	987,061	5.98	4/01/36	GOVT	14.02	5.15%
TIME WARNER ENTMT CO LP	28,520	8.38	7/15/33	BAA2	9.94	8.87%
TURANALEM FIN B V 144A	302,400	8.25	1/22/37	BA1	6.60	14.92%
TURANALEM FINANCE	183,872	8.25	1/22/37		N/A	N/A
TXU CORP	285,715	6.55	11/15/34	CAA1	8.76	11.10%
UNITED MEXICAN STS MTN BE	450,240	6.75	9/27/34	BAA1	12.34	6.71%
UNITED STATES TREAS BDS	340,899	5.38	2/15/31	GOVT	13.85	4.41%
UNITED STATES TREAS BONDS	21,394	4.75	2/15/37	GOVT	16.10	4.32%
VALE OVERSEAS LTD	579,462	6.88	11/21/36	BAA2	11.28	7.85%
WAMU_2005-AR4- A5	1,140,108	4.67	4/25/35	AAA	6.48	5.27%
WELLS FARGO CAP X	206,085	5.95	12/15/36	AA2	12.03	7.45%
WILLIAMS COS INC DEL	545,988	7.50	1/15/31	BAA3	10.17	8.40%
WILLIAMS COS INC DEL	30,761	8.75	3/15/32	BAA3	10.10	8.50%
WILLIAMS COS INC DEL	214,951	7.75	6/15/31	BAA3	10.09	8.40%
WYETH	279,518	5.95	4/01/37	A3	12.59	6.73%
	29,549,337	5.74			7.59	7.66%