

Fresno County Employees' Retirement Association

Investment Performance Review

Period Ending: September 30, 2008

999 Third Avenue, Suite 4200
Seattle, Washington 98104
(206) 622-3700

2321 Rosecrans Avenue, Suite 2250
El Segundo, CA 90245
(310) 297-1777

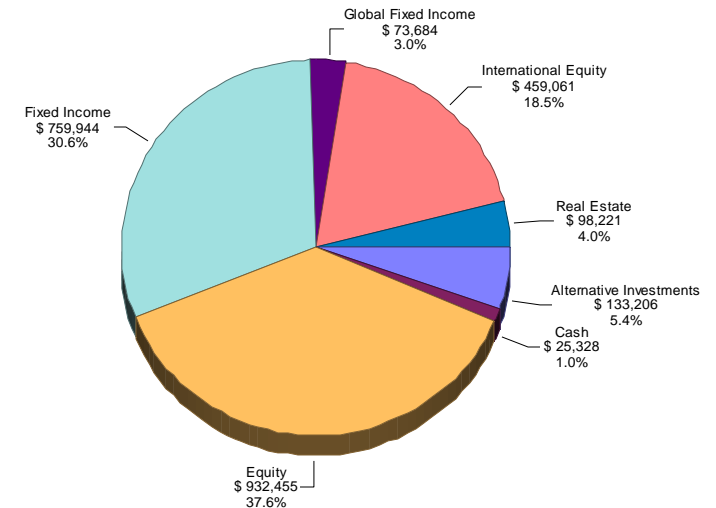
Fresno County Employees' Retirement Association

Executive Summary

Period Ending: September 30, 2008

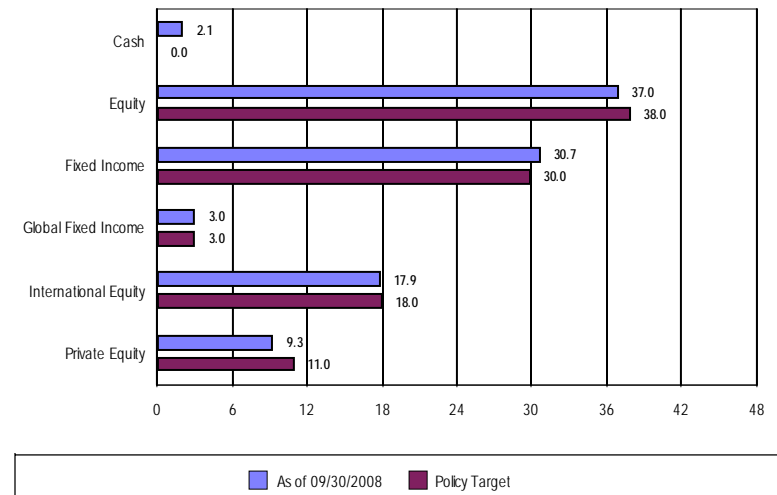
	Quarter		YTD		One Year		Three Years		Five Years	
	Return	Rnk	Return	Rnk	Return	Rnk	Return	Rnk	Return	Rnk
Total										
Total Segment Return										
TOTAL FUND	-8.3	57	-14.2	63	-15.0	61	3.3	32	7.8	16
TOTAL FUND - NET	-8.4	59	-14.5	67	-15.2	65	3.0	42	7.4	21
TOTAL FUND W OVERLAY	-8.4	58	-14.3	64	-15.1	62				
Policy Index										
POLICY INDEX	-8.1	52	-14.3	63	-15.0	62	2.3	59	6.4	51
Domestic Equity										
Equity Segment Return										
TOTAL U.S. EQUITY	-8.0	44	-17.9	44	-21.1	47	-0.9	73	6.2	60
RUSSELL 3000 INDEX	-8.7		-18.8		-21.5		0.3		5.7	
International Equity										
International Equity Segment Return										
TOTAL FOREIGN EQUITY	-19.2	52	-26.8	40	-26.8	38	4.0	32	10.4	72
MSCI ACWI ex U.S. GROSS	-21.8		-29.5		-30.0		3.1		11.8	
MSCI EAFE INDEX	-20.5		-28.9		-30.1		1.6		10.2	
MSCI EMER MKTS FREE	-26.9		-35.4		-33.0		8.7		19.0	
Domestic Fixed Income										
Fixed Income Segment Return										
TOTAL U.S. FIXED	-2.6	57	-3.1	63	-0.9	63	2.7	75	3.1	75
LB AGGREGATE INDEX	-0.5		0.6		3.7		4.2		3.8	
Global Fixed Income										
Global Fixed Income Segment Return										
TOTAL GLOBAL FIXED	-6.9	75	-3.3	54	-3.6	76	2.5	91	4.4	73
JPM GLOBAL GBI T/U	-2.6		2.1		6.1		5.5		5.3	
Real Estate										
Real Estate Segment Return										
TOTAL REALTY	0.2	42	2.8	27	4.1	37	19.4	14	17.4	21
NCREIF PROPERTY INDEX	-0.2		2.0		5.3		13.2		14.2	
Alternative Investments										
Alternative Investments Segment Return										
TOTAL ALT. INV	-7.1		-12.7		-10.9		10.4		14.8	
S & P 500 + 4.47%	-7.3		-16.4		-18.2		4.7		9.8	
Cash										
Cash Segment Return										
TOTAL CASH	1.2	5	2.5	23	3.7	24	4.6	24	3.5	37
90-DAY T-BILLS	0.6		1.8		2.9		4.2		3.3	

Asset Allocation By Style - (000's)



Market Value \$ 2,481,898

Asset Allocation vs Policy As of 09/30/2008



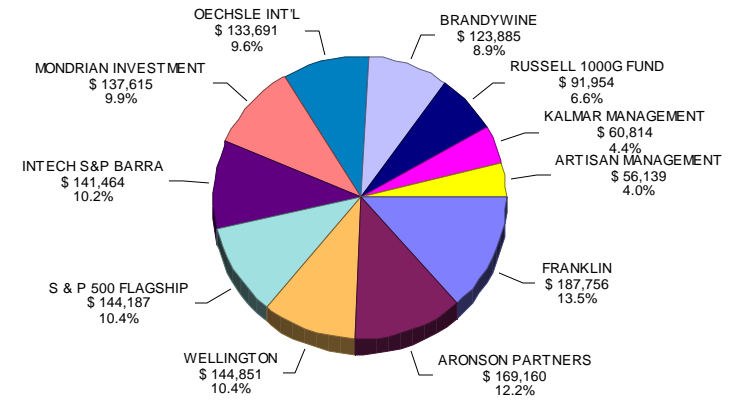
Fresno County Employees' Retirement Association

Executive Summary (Domestic Equity & Intl Equity)

Period Ending: September 30, 2008

	Quarter Rtn Rnk	YTD Rtn Rnk	One Yr Rtn Rnk	Three Yrs Rtn Rnk	Five Yrs Rtn Rnk	Since Incep Rtn Date
Domestic Equity						
Equity Large Cap						
S & P 500 FLAGSHIP	-8.4 50	-19.3 56	-22.0 53	0.2 56		2.8 03/23/04
S & P 500 INDEX	-8.4 50	-19.3 58	-22.0 53	0.2 59		2.7 03/23/04
Equity Large Cap Growth						
INTECH S&P BARRA	-10.1 25	-17.4 26	-16.4 20	0.1 46		2.4 06/30/04
S & P CITI GROWTH INDEX	-11.5 37	-18.6 35	-19.7 40	-0.3 52		0.7 06/30/04
RUSSELL 1000G FUND	-12.3 44					-15.7 04/01/08
RUSSELL 1000 GROWTH	-12.3 45					-15.7 04/01/08
Equity Large Cap Value						
ARONSON PARTNERS	-6.8 33	-18.1 24	-23.2 33	-0.5 46	7.5 40	11.1 12/04/95
RUSSELL 1000 VALUE	-6.1 25	-18.9 30	-23.6 36	0.1 35	7.1 50	8.4 12/04/95
WELLINGTON	-12.8 84	-22.0 58	-26.1 56	-1.9 64	6.6 59	4.3 04/30/00
RUSSELL 1000 VALUE	-6.1 25	-18.9 30	-23.6 36	0.1 35	7.1 50	3.9 04/30/00
Equity Small Cap Growth						
ARTISAN MANAGEMENT	-4.5 26	-21.5 76	-25.5 78	-3.9 85		0.2 11/30/04
RUSSELL 2000 GROWTH	-7.0 43	-15.3 40	-17.1 37	1.5 51		12.2 11/30/04
KALMAR MANAGEMENT	-9.3 59	-16.0 44	-16.4 33	1.2 54		3.4 11/30/04
RUSSELL 2000 GROWTH	-7.0 43	-15.3 40	-17.1 37	1.5 51		3.0 11/30/04
Equity Small Cap Value						
BRANDYWINE	2.3 49	-7.3 42	-16.1 60	-1.0 73	7.7 82	10.8 08/21/95
RUSSELL 2000 VALUE	5.0 18	-5.4 26	-12.3 31	2.0 39	9.4 44	10.8 08/21/95
International Equity						
Emerging Markets Equity						
MONDRIAN INVESTMENT	-23.3 34	-26.8 17	-25.4 17			8.9 11/07/05
MSCI EMER MKTS FREE	-26.9 59	-35.4 62	-33.0 54			8.8 11/07/05
International Equity						
FRANKLIN	-16.9 30	-27.8 53	-28.0 49	3.6 40	10.2 75	7.3 08/01/94
MSCI EAFE INDEX	-20.5 63	-28.9 65	-30.1 70	1.6 74	10.2 76	5.1 08/01/94
OECHSLE INT'L	-17.7 37	-25.2 23	-26.3 33			1.4 11/22/05
MSCI EAFE INDEX	-20.5 63	-28.9 65	-30.1 70			1.9 11/22/05

Asset Allocation By Manager - (000's)



Market Value \$ 1,391,516

Fresno County Employees' Retirement Association

Executive Summary (Domestic & Global Fixed Income)

Period Ending: September 30, 2008

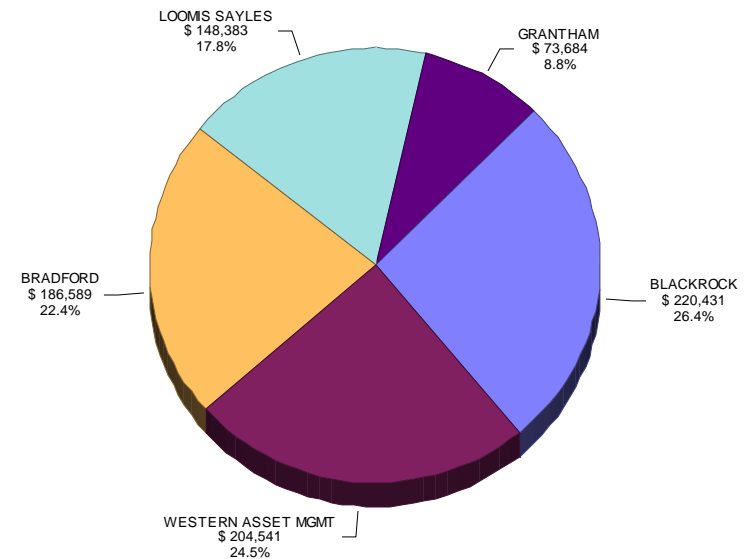
	Quarter		YTD		One Yr		Three Yrs		Five Yrs		Since Incep	
	Rtn	Rnk	Rtn	Rnk	Rtn	Rnk	Rtn	Rnk	Rtn	Rnk	Rtn	Date
Domestic Fixed Income												
Fixed Income												
BLACKROCK	-3.5	67	-3.3	64	-0.5	61	2.7	75			3.4	06/25/04
LB AGGREGATE INDEX	-0.5	26	0.6	28	3.7	31	4.2	40	3.8	51	4.4	06/25/04
BRADFORD	0.4	17	0.5	31	2.4	45	3.8	51	4.0	45	6.3	05/21/96
LB AGGREGATE INDEX	-0.5	26	0.6	28	3.7	31	4.2	40	3.8	51	6.1	05/21/96
LOOMIS SAYLES	-3.4	66	-2.4	59	0.1	58	3.6	55	3.8	49	3.7	07/05/01
LB AGGREGATE INDEX	-0.5	26	0.6	28	3.7	31	4.2	40	3.8	51	5.0	07/05/01
WESTERN ASSET MGMT	-3.5	71	-5.2	83	-4.0	86	1.4	88			1.4	05/05/05
LB AGGREGATE INDEX	-0.5	20	0.6	24	3.7	25	4.2	33	3.8	40	3.7	05/05/05

Global Fixed Income

Global Fixed Income

GRANTHAM	-6.8	74	-3.1	52	-3.4	75	3.5	76	5.0	58	5.6	03/31/99
JPM GLOBAL GBI T/U	-2.6	34	2.1	26	6.1	19	5.5	27	5.3	51	5.6	03/31/99

Asset Allocation By Manager - (000's)

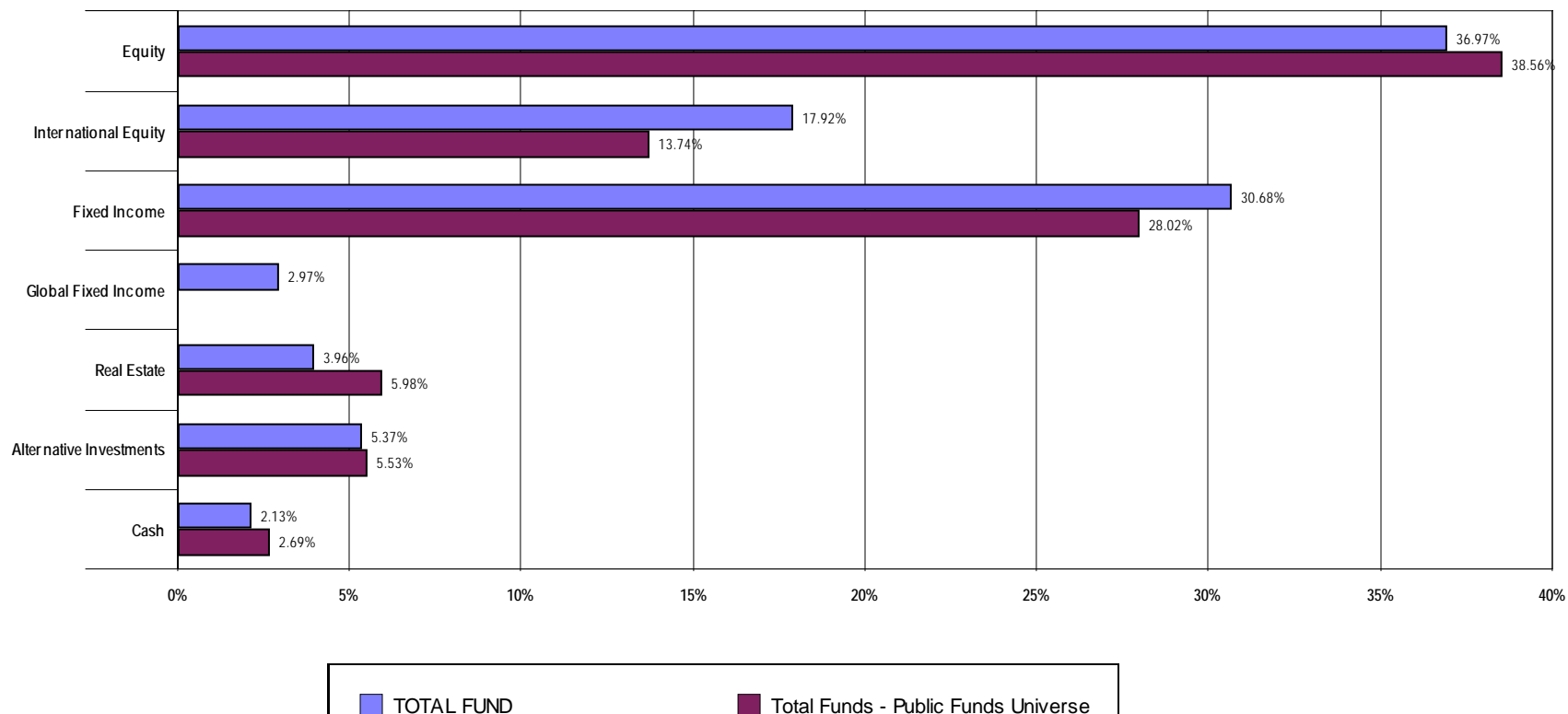


Market Value \$ 833,628

Fresno County Employees' Retirement Association

Asset Allocation: Total Fund vs. Universe Median

Period Ending: September 30, 2008



TOTAL FUND		
Segment	Market Value	Allocation
Equity	917,537	36.97%
International Equity	444,759	17.92%
Fixed Income	761,552	30.68%
Global Fixed Income	73,684	2.97%
Real Estate	98,221	3.96%
Alternative Investments	133,206	5.37%
Cash	52,940	2.13%
Total:	2,481,898	100.00%

Total Funds - Public Funds Universe	
Segment	Allocation
Equity	38.56%
International Equity	13.74%
Fixed Income	28.02%
Global Fixed Income	
Real Estate	5.98%
Alternative Investments	5.53%
Cash	2.69%

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: September 30, 2008

Inception Date	Alternative Investment - Illiquid	Total Commitment (000's)	Capital Called (000's)	Capital Returned (000's)	Data as of September 30, 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	\$6,920	\$2,952	-0.4	-14.9	1.0	4.0	-8.1%
12/12/01	Lone Star Fund IV	\$20,000	\$19,045	\$29,255	\$11,849	-33.5	-41.3	16.9	30.6	47.7%
05/29/98	TCW Shop III	\$15,000	\$15,000	\$14,549	\$2,381	-10.6	15.9	6.3	7.4	2.3%
02/27/02	TCW Shop IV	\$15,000	\$23,645	\$18,185	\$8,865	-4.6	14.6	4.9	6.2	7.3%
08/31/01	WP Private Equity VIII, L.P.	\$25,000	\$25,000	\$19,929	\$24,081	-8.6	-15.0	19.4	15.8	20.0%
10/05/07	WP Private Equity X, L.P.	\$25,000	\$6,750	\$20	\$5,798	9.3	-28.6	N/A	N/A	-23.6%
06/26/98	WP Equity Partners, L.P.	\$20,000	\$20,000	\$26,027	\$4,481	3.8	-21.4	7.5	18.1	11.4%
12/01/01	Blackstone Alternative Asset	\$10,000	\$10,000	\$0	\$14,524	-7.7	-7.6	5.0	5.8	N/A
06/27/97	Blackstone III	\$15,000	\$15,387	\$15,450	\$4,250	-9.1	-5.8	1.7	6.8	17.7%
11/11/02	Blackstone IV	\$20,000	\$17,320	\$19,179	\$14,563	-8.3	-10.4	12.5	NA	58.0%
10/23/07	Hamilton Lane	\$70,000	\$23,100	\$0	\$23,822	0.0	2.1	NA	NA	3.5
06/23/00	Landmark Equity X, L.P.	\$20,000	\$18,834	\$17,484	\$6,281	-1.4	8.9	31.8	25.1	6.1%
11/31/07	New Mountain Partners III*	\$15,000	\$2,094	\$97	\$1,723	0.8	N/A	N/A	N/A	N/A
12/22/99	New Mountain Partners, L.P.	\$20,000	\$19,108	\$19,889	\$7,637	1.5	-7.1	6.6	15.1	16.0%

Total Alt. Investment - Illiquid \$310,000 \$234,232 \$186,984 **\$133,206**

Total Alternative Investment

\$133,206

% of Total Fund (Market Value)

5.4%

Fresno County Employees' Retirement Association

Real Estate

Period Ending: September 30, 2008

Inception Date	Real Estate	Contributions (000's)	Distributions (000's)	Data as of September 30, 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	\$1,938	\$81,530	0.7	5.8	NA	NA	NA
04/12/89	JMB V	\$10,000	\$17,831	\$9	0.5	-7.3	3.7	17.2	NA
06/06/86	Sentinel	\$7,500	\$2,794	\$4,509	-5.2	-8.2	4.8	8.1	NA
04/15/99	TA Realty V	\$20,000	\$30,125	\$11,098	1.1	5.2	17.6	14.7	12.1%
05/27/99	JER II	\$20,698	\$19,518	\$1,075	-22.1	-40.1	19.5	15.4	11.1%

Total Real Estate	\$138,198	\$72,206	\$98,221
--------------------------	-----------	----------	-----------------

Total Real Estate

\$98,221

% of Total Fund (Market Value)

4.0%