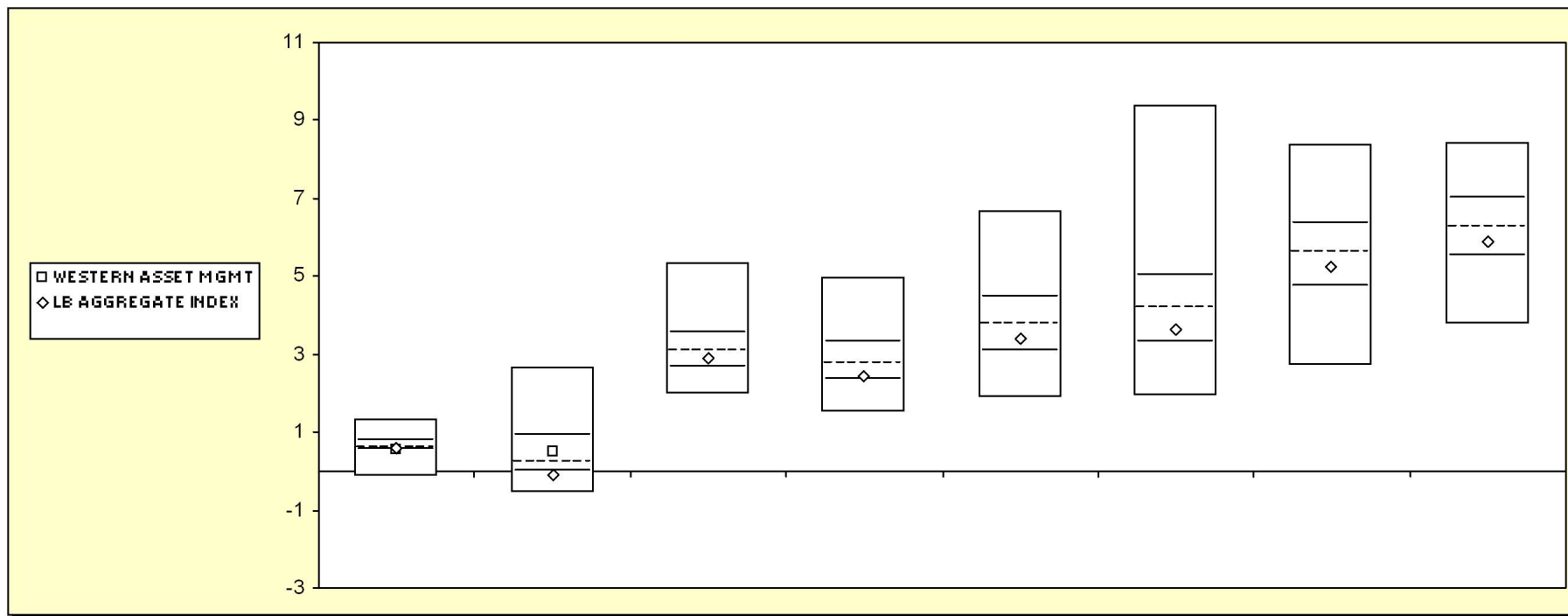


Fresno County Employees' Retirement Association

Cumulative Performance Comparisons

Period Ending: December 31, 2005



Bond Funds

	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	1.3		2.7		5.3		5.0		6.7		9.4		8.4		8.4	
25th Percentile	0.8		0.9		3.5		3.3		4.5		5.0		6.4		7.0	
50th Percentile	0.6		0.2		3.1		2.8		3.8		4.2		5.6		6.3	
75th Percentile	0.5		0.0		2.7		2.3		3.1		3.3		4.8		5.5	
95th Percentile	-0.1		-0.6		2.0		1.5		1.9		1.9		2.7		3.8	
WESTERN ASSET MGMT	0.6	69	0.5	39												
LB AGGREGATE INDEX	0.6	55	-0.1	78	2.9	59	2.4	69	3.4	64	3.6	66	5.2	61	5.9	63

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

BOND SUMMARY STATISTICS QUARTER ENDING 12/05

WESTERN ASSET MANAGEMENT

	<u>PORTFOLIO</u>	<u>LB AGGREGATE</u>
TOTAL NUMBER OF SECURITIES	153	
TOTAL MARKET VALUE	\$ 85,449,629	
CURRENT COUPON	5.21	5.23
YIELD TO MATURITY	5.93	5.11
AVERAGE MATURITY	8.90	7.11
DURATION	5.80	4.57
QUALITY	8.38	9.49

YIELD TO MATURITY	% HELD
0.0 - 5.0	18.0
5.0 - 7.0	49.6
7.0 - 9.0	3.0
9.0 - 11.0	2.3
11.0 - 13.0	5.4
13.0+	0.0
UNCLASSIFIED	21.7

AVERAGE MATURITY	% HELD
0.0 - 1.0	2.4
1.0 - 3.0	24.6
3.0 - 5.0	16.5
5.0 - 10.0	17.7
10.0 - 20.0	1.1
20.0+	16.1
UNCLASSIFIED	21.7

DURATION YEARS	% HELD
0.0 - 1.0	4.0
1.0 - 3.0	25.2
3.0 - 4.0	9.9
4.0 - 6.0	10.5
6.0 - 8.0	11.5
8.0+	17.2
UNCLASSIFIED	21.7

QUALITY	% HELD
GOVT (10)	24.3
Aaa (10)	10.7
Aa (9)	5.9
A (8)	9.9
Baa (7)	21.5
Below Baa (6 - 1)	12.9
Other	14.7

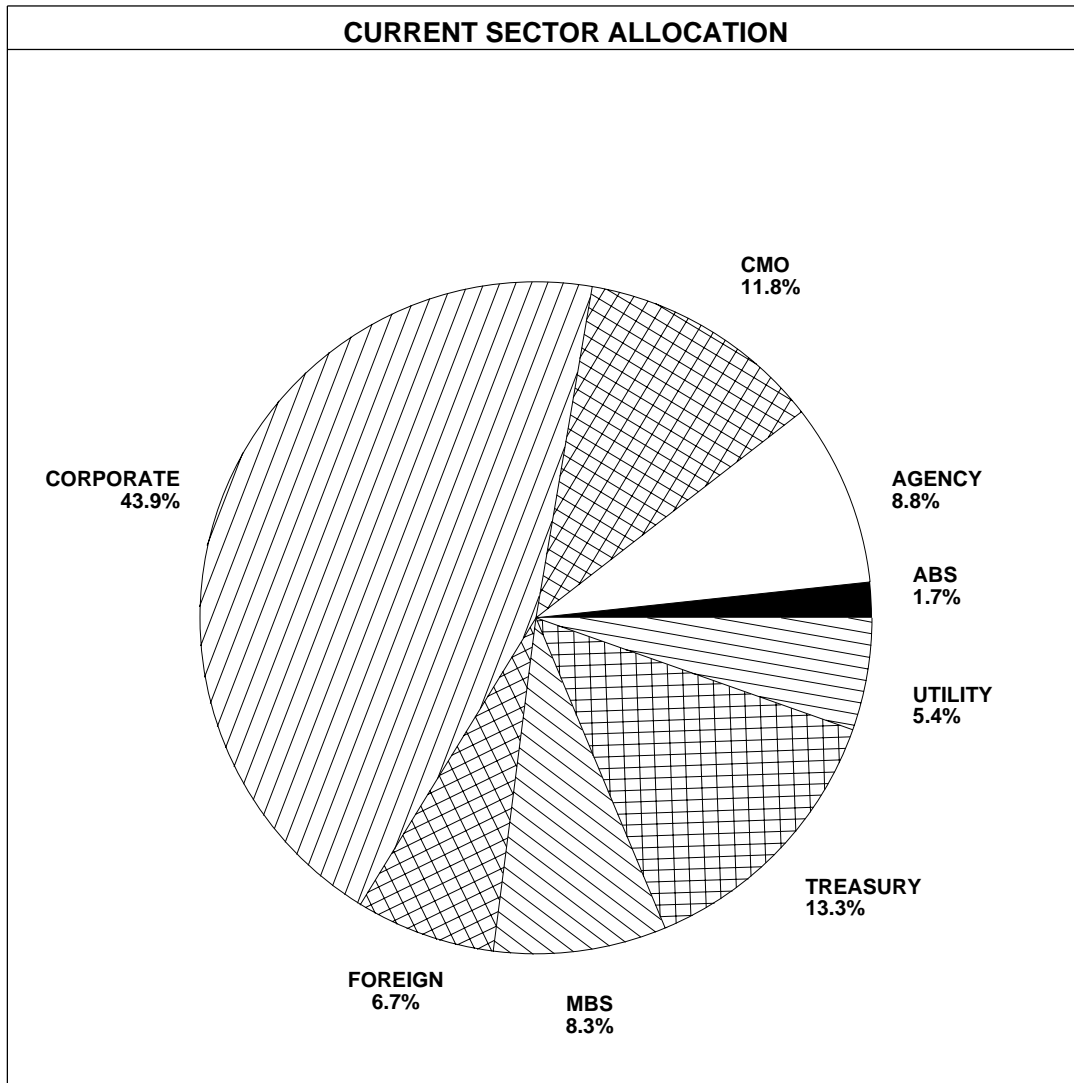
COUPON	% HELD
0.0 - 5.0	47.1
5.0 - 7.0	34.0
7.0 - 9.0	19.0
9.0 - 11.0	0.0
11.0 - 13.0	0.0
13.0+	0.0
UNCLASSIFIED	0.0

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

FIXED INCOME SECTOR ALLOCATION

AS OF DECEMBER 31, 2005

WESTERN ASSET MANAGEMENT



<u>SECTOR</u>	<u>ACCOUNT WEIGHT</u>	<u>INDEX WEIGHT</u>	<u>DIFFERENCE</u>
TREASURIES	13.3%	26.2%	- 12.9%
AGENCIES	8.8%	10.9%	- 2.1%
CORPORATES	43.9%	17.8%	26.2%
UTILITIES	5.4%	1.9%	3.5%
FOREIGN	6.7%	3.9%	2.8%
MBS	8.3%	33.9%	- 25.6%
CMO	11.8%	0.0%	11.8%
ABS	1.7%	5.3%	- 3.6%
MUNICIPALS	0.0%	0.0%	0.0%
OTHERS	0.0%	0.0%	0.0%
TOTAL	100.0%	100.0%	0.0%

Benchmark: LB AGGREGATE

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

BOND HOLDINGS

AS OF 12/05

WESTERN ASSET MANAGEMENT

	<u>BOND NAME</u>	<u>MARKET VALUE</u>	<u>COUPON</u>	<u>STATED MATURITY</u>	<u>MOODY RATE</u>	<u>DUR-ATION</u>	<u>YIELD TO MATURITY</u>
0-5 YEARS	AIFUL CORP 144A	197,434	5.00	8/10/10	BAA2	3.99	5.32%
	BANK OF AMERICA	520,826	4.50	8/01/10	AA2	4.01	4.92%
	CHEVRONTEXACO CAP CO	577,982	3.50	9/17/07	AA2	1.62	4.75%
	CITIBANK_CC_2003-A3- A3	964,510	3.10	3/10/10	AAA	2.09	4.84%
	CITIGROUP INC	961,785	4.13	2/22/10	AA1	3.70	4.89%
	CLEAR CHANNEL COMMUNICATIO	19,726	4.63	1/15/08	BAA3	1.88	5.34%
	COUNTRYWIDE FINL CORP MTN	1,310,418	4.50	6/15/10	A3	3.97	5.25%
	COX COMMUNICATIONS INC	289,110	3.88	10/01/08	BAA3	2.54	5.31%
	CREDIT SUISSE FB USA	198,466	4.88	8/15/10	AA3	4.02	5.06%
	DAIMLERCHRYSLER NA CORP	593,835	4.05	6/04/08	A3	2.27	5.22%
	DOMINION RESOURCES	107,502	4.75	12/15/10	BAA1	4.35	5.28%
	EASTMAN KODAK CO MEDIUM TE	890,926	6.38	6/15/06	B1	0.44	6.13%
	FEDERAL AGRIC MTG CORP MTN	296,481	4.25	7/29/08	GOVT	2.37	4.74%
	FHLMC GOLD POOL - A01812	24,207	8.25	9/01/08	GOVT	0.49	5.93%
	FHLMC POOL - 183340	7,729	8.75	11/01/08	GOVT	1.03	5.04%
	FIRST UNION NATL BK NC MTN	348,959	5.80	12/01/08	AA3	2.66	4.82%
	FNMA POOL - 006024	83,808	8.00	9/01/09	GOVT	0.95	5.27%
	FNMA POOL - 315521	32,149	8.00	2/01/09	GOVT	0.71	5.27%
	FNMA POOL - 373920	25,749	8.00	12/01/10	GOVT	0.88	4.83%
	FORD MOTOR CRED	2,698,274	7.38	10/28/09	BAA3	3.21	11.07%
	GENERAL MTRS ACCEP CORP	719,532	6.75	1/15/06	BA1	0.04	8.09%
	GENERAL MTRS ACCEP CORP NT	1,214,802	6.13	8/28/07	BA1	1.49	11.08%
	GENL ELEC CAP CORP MTN	958,719	4.25	1/15/08	AAA	1.89	4.85%
	GMAC	1,602,630	5.63	5/15/09	BA1	2.94	9.52%
	GMAC	271,513	4.50	7/15/06	BA1	0.50	10.41%
	GMAC	17,904	5.85	1/14/09	BA1	2.61	9.95%
	GMAC	17,805	5.13	5/09/08	BA1	2.12	10.49%
	GMAC MTN	135,770	6.31	11/30/07	BA1	1.72	12.01%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

BOND HOLDINGS

AS OF 12/05

WESTERN ASSET MANAGEMENT

	<u>BOND NAME</u>	<u>MARKET VALUE</u>	<u>COUPON</u>	<u>STATED MATURITY</u>	<u>MOODY RATE</u>	<u>DUR-ATION</u>	<u>YIELD TO MATURITY</u>
	GNMA POOL - 780763	19,245	7.50	12/15/10	GOVT	0.96	4.65%
	GOLDMAN SACHS GROUP	469,080	4.50	6/15/10	AA3	3.98	5.08%
	HOUSEHOLD FINANCE CORP	963,608	4.63	1/15/08	A1	1.88	4.97%
	LEHMAN BROS HLDGS	481,886	4.00	1/22/08	A1	1.92	4.85%
	LEHMAN BROS HLDGS MTN	332,870	4.50	7/26/10	A1	3.99	5.02%
	MORGAN STANLEY GROUP	769,626	3.63	4/01/08	AA3	2.11	4.84%
	QWEST COMMUNICATIONS 1.00%	509,375	1.00	2/15/09		N/A	N/A
	SPRINT CAP CORP	1,242,029	6.00	1/15/07	BAA2	0.98	5.02%
	WELLS FARGO & CO NEW	856,706	4.20	1/15/10	AA1	3.60	4.93%
		<u>20,732,975</u>	<u>5.10</u>			<u>2.45</u>	<u>6.81%</u>
5-10 YEARS	ALTRIA GROUP INC	776,910	7.00	11/04/13	BAA2	6.03	5.50%
	ANHEUSER BUSCH	449,402	4.95	1/15/14	A1	6.42	4.97%
	AOL TIME WARNER INC	649,333	6.88	5/01/12	BAA1	5.09	5.65%
	APACHE FIN CDA	575,670	4.38	5/15/15	A3	7.51	4.92%
	ASIF GBL FING 144A	288,547	4.90	1/17/13	AA2	5.77	4.98%
	BELLSOUTH CAP FUNDING	19,489	4.75	11/15/12	A2	5.76	5.19%
	CLEAR CHANNEL	784,650	5.50	9/15/14	BAA3	6.72	6.14%
	CLEAR CHANNEL	180,856	4.90	5/15/15	BAA3	7.30	6.26%
	COMCAST CORP NEW	686,946	6.50	1/15/15	BAA2	6.68	5.69%
	DEUTSCHE TELEKOM INT FIN I	188,989	5.25	7/22/13	BAE	N/A	N/A
	DOMINION RESOURCES	416,892	5.70	9/17/12	BAA1	5.46	5.40%
	DUKE ENERGY	400,035	5.63	11/30/12	BAA1	5.67	5.18%
	DUKE ENERGY	179,168	6.25	1/15/12	BAA1	4.89	5.20%
	FHLMC POOL - 141003	17,162	8.25	10/01/11	GOVT	0.78	5.01%
	FIRSTENERGY CORP	286,200	6.45	11/15/11	BAA3	4.85	5.25%
	FNMA POOL - 323099	296,345	6.00	4/01/13	GOVT	1.72	4.77%
	FORD MOTOR CRED	64,862	7.25	10/25/11	BAA3	4.60	10.42%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

BOND HOLDINGS

AS OF 12/05

WESTERN ASSET MANAGEMENT

<u>BOND NAME</u>	<u>MARKET VALUE</u>	<u>COUPON</u>	<u>STATED MATURITY</u>	<u>MOODY RATE</u>	<u>DUR-ATION</u>	<u>YIELD TO MATURITY</u>
GMAC	270,321	6.75	12/01/14	BA1	6.41	8.37%
GNMA POOL - 462418	224,901	7.50	12/15/12	GOVT	1.16	4.65%
GNMA POOL - 476329	23,505	7.50	6/15/13	GOVT	1.16	4.76%
GNMA POOL - 509187	144,684	7.50	8/15/14	GOVT	1.11	5.04%
GNMA POOL - 780859	154,508	7.50	9/15/13	GOVT	1.13	4.76%
GNMA POOL - 780899	85,190	7.50	10/15/13	GOVT	1.15	4.76%
HCA INC	518,045	6.75	7/15/13	BA2	5.71	6.23%
HCA INC	87,273	5.75	3/15/14	BA2	6.33	6.22%
INTERNATIONAL PAPER CO	103,197	5.50	1/15/14	BAA3	6.27	5.77%
JP MORGAN CHASE	492,910	5.15	10/01/15	A1	7.49	5.34%
JP MORGAN CHASE	841,424	5.13	9/15/14	A1	6.85	5.27%
KRAFT FOODS INC	256,500	5.63	11/01/11	A3	4.91	5.10%
LIBERTY MEDIA CORP	37,270	5.70	5/15/13	BA1	5.83	6.89%
ONCOR ELEC DELIVERY	392,626	6.38	1/15/15	NR	6.71	5.51%
PEMEX PRJ MSTR	455,613	7.38	12/15/14	BAA1	6.67	5.77%
RABOBANK CAP FDG 144A	19,814	5.26	12/31/13	AA2	6.31	5.40%
REPUBLIC OF COLOMBIA 6.14	747,338	6.14	11/16/15		N/A	N/A
SBC COMMUNICATIONS INC	195,376	5.10	9/15/14	A2	6.86	5.44%
TELECOM ITALIA CAPITAL	281,671	5.25	10/01/15	24	N/A	N/A
TYCO INTL GPOUP SA	939,771	6.00	11/15/13	BAA3	6.20	5.66%
TYCO INTL GROUP S A	467,366	6.38	10/15/11	25	N/A	N/A
UNION PAC CORP	182,052	5.38	5/01/14	BAA2	6.59	5.20%
UNITED STATES TREAS NTS	131,066	4.50	11/15/15	AAA	7.88	4.40%
UNITED STATES TREAS NTS	823,871	3.88	2/15/13	GOVT	6.06	4.38%
US TREAS NTS 1.875%	3,181,962	1.88	7/15/15		N/A	N/A
VERIZON GLOBAL FDG CORP	334,572	7.38	9/01/12	A3	5.23	5.30%
WACHOVIA CORP NEW	941,250	5.25	8/01/14	A1	6.70	5.23%
WASTE MGMT INC	479,417	6.38	11/15/12	BAA3	5.53	5.23%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

BOND HOLDINGS

AS OF 12/05

WESTERN ASSET MANAGEMENT

	<u>BOND NAME</u>	<u>MARKET VALUE</u>	<u>COUPON</u>	<u>STATED MATURITY</u>	<u>MOODY RATE</u>	<u>DUR-ATION</u>	<u>YIELD TO MATURITY</u>
	WEYERHAEUSER	859,726	6.75	3/15/12	BAA2	4.98	5.56%
	XTO ENERGY INC	477,621	6.25	4/15/13	BAA3	5.78	5.25%
		<u>20,412,295</u>	<u>5.29</u>			<u>5.87</u>	<u>5.44%</u>
10-20 YEARS	FHLMC GOLD POOL - A01592	85,155	8.00	11/01/21	GOVT	1.98	5.58%
	FHLMC GOLD POOL - G11605	1,362,956	5.50	9/01/19	GOVT	2.68	5.32%
	FNMA POOL - 006222	54,567	9.00	4/01/16	GOVT	1.01	5.63%
	FNMA POOL - 070508	55,031	8.50	8/01/17	GOVT	1.57	5.27%
	FNMA POOL - 231669	73,340	8.00	5/01/18	GOVT	0.77	5.04%
	FNMA POOL - 517384	15,340	8.00	11/01/20	GOVT	1.57	5.01%
	FNMA POOL - 597379	258,728	6.00	9/01/16	GOVT	1.81	5.02%
	GNMA POOL - 186654	25,471	8.00	4/20/17	GOVT	1.55	4.73%
	GNMA POOL - 216386	20,805	8.00	6/20/17	GOVT	1.64	4.73%
	GNMA POOL - 352057	106,814	8.00	10/15/23	GOVT	1.69	5.21%
	GNMA POOL - 354566	274,498	7.50	4/15/23	GOVT	2.25	5.46%
	GNMA POOL - 780973	59,838	8.25	5/15/20	GOVT	0.57	4.54%
	RABOBANK CAP FDG 144A	49,027	5.25	10/21/16	AA2	8.09	5.49%
	UNITED STATES TREAS BDS	2,821,153	2.38	1/15/25	GOVT	N/A	N/A
	UNITED STATES TREAS BONDS	895,505	8.00	11/15/21	GOVT	10.00	4.62%
		<u>6,158,227</u>	<u>4.76</u>			<u>4.43</u>	<u>5.10%</u>
OVER 20 YEARS	AMERADA HESS CORP	497,630	7.30	8/15/31	BA1	12.18	6.08%
	ANADARKO FIN CO	490,244	7.50	5/01/31	BAA1	12.21	5.79%
	AOL TIME WARNER	579,200	7.70	5/01/32	BAA1	12.31	6.69%
	BA_MTG_CMBS_2004-004 A6	740,300	4.88	7/10/42		N/A	N/A
	BA_MTG_SEC_2005-A-2A1	1,297,110	4.46	2/25/35	N/A	2.57	5.15%
	CONOCO INC	663,795	6.95	4/15/29	A1	12.35	5.38%
	CWABS_TRUST_2005-004- AF3	510,479	4.46	9/25/32		N/A	N/A

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

BOND HOLDINGS

AS OF 12/05

WESTERN ASSET MANAGEMENT

<u>BOND NAME</u>	<u>MARKET VALUE</u>	<u>COUPON</u>	<u>STATED MATURITY</u>	<u>MOODY RATE</u>	<u>DUR-ATION</u>	<u>YIELD TO MATURITY</u>
CWALT_2005-036- 3A1	1, 479, 475	5.02	8/ 25/ 35	AAA	1.78	5.42%
DEVON ENERGY CORP	477, 178	7.95	4/ 15/ 32	BAA2	12.25	5.79%
EL PASO ENERGY CORP MTN	100, 750	7.75	1/ 15/ 32	CAA1	10.75	7.73%
EL PASO ENERGY CORP MTN	280, 700	7.80	8/ 01/ 31	CAA1	10.64	7.82%
EL PASO NAT GAS	510, 498	8.38	6/ 15/ 32	B1	11.36	7.27%
EXELON CORP	216, 747	5.63	6/ 15/ 35	BAA2	14.11	6.05%
FIRSTENERGY CORP	684, 383	7.38	11/ 15/ 31	BAA3	12.60	6.00%
FNMA POOL - 735809	2, 019, 549	4.50	8/ 01/ 35	GOVT	1.89	5.55%
FNMA POOL - 801516	1, 470, 878	4.71	8/ 01/ 34	GOVT	2.02	5.26%
FNMA POOL - 252925	19, 694	7.50	12/ 01/ 29	GOVT	1.90	5.53%
FNMA POOL - 585680	28, 800	7.50	6/ 01/ 31	GOVT	1.71	5.31%
FORD MOTOR COMPANY	534, 300	7.45	7/ 16/ 31	BA1	8.36	11.30%
GENERAL MOTORS	5, 880	4.50	3/ 06/ 32	B1	12.28	5.51%
GMACM_LOAN_2005-AR1- 3A1	1, 729, 138	4.72	3/ 18/ 35	AAA	2.46	5.42%
GNMA POOL - 173777	920	8.00	8/ 15/ 30	GOVT	4.59	5.67%
GNMA POOL - 398921	8, 561	8.00	10/ 15/ 26	GOVT	3.66	5.43%
GNMA POOL - 437021	1, 375	8.00	8/ 15/ 27	GOVT	1.81	5.40%
GNMA POOL - 517213	1, 665	8.00	11/ 15/ 29	GOVT	3.70	5.51%
GNMA POOL - 527094	10, 357	8.00	2/ 15/ 30	GOVT	1.95	5.67%
GNMA POOL - 528178	5, 635	8.00	3/ 15/ 30	GOVT	2.89	5.67%
GNMA POOL - 528191	7, 391	8.00	4/ 15/ 30	GOVT	2.68	5.67%
GNMA POOL - 531211	8, 611	8.00	6/ 15/ 30	GOVT	2.23	5.67%
GS MTG 4.68%	681, 828	4.68	7/ 10/ 39		N/ A	N/ A
JP MORGAN CHASE 5.29%	1, 317, 459	5.29	1/ 12/ 43		N/ A	N/ A
JP_MORGN_MTG_05-CIBC12 A4	78, 361	4.89	9/ 12/ 37	AAA	7.33	5.22%
KERR MCGEE CORP	1, 708, 776	7.88	9/ 15/ 31	BA3	11.84	6.39%
KONINKLIJKE KPN NV	391, 043	8.38	10/ 01/ 30		N/ A	N/ A
LB_UBS_CMBS_2005-C5- A4	394, 032	4.95	9/ 15/ 30	N/ A	7.31	5.20%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

BOND HOLDINGS

AS OF 12/05

WESTERN ASSET MANAGEMENT

<u>BOND NAME</u>	<u>MARKET VALUE</u>	<u>COUPON</u>	<u>STATED MATURITY</u>	<u>MOODY RATE</u>	<u>DUR-ATION</u>	<u>YIELD TO MATURITY</u>
MEXICAN UNITED STATES	2,883,195	7.50	4/08/33	Baa2	N/A	N/A
MLCC_MTG_TR_2005-A04- IIA2	1,653,675	4.46	7/25/35	AAA	3.58	5.69%
MLCC_MTG_TR_2005-A5- A3	1,737,810	4.44	6/25/35	N/A	4.60	5.39%
MORG_ST_CAP_2005-HQ6 A4A	295,884	4.99	8/14/32		N/A	N/A
NEWS AMER 6.2% 12/15/34	34,766	6.20	12/15/34		N/A	N/A
PAC G&E	362,236	6.05	3/01/34	BAA1	13.44	5.80%
RUSSIAN FEDERATION 5.00%	90,400	5.00	3/31/30		N/A	N/A
SASC_2004-006- 3A2	974,660	4.78	6/25/34	AAA	2.34	5.58%
SWEPCO CAP 5.25%	266,887	5.25	10/01/43		N/A	N/A
TENNESSEE VALLEY AUTH	2,113,072	5.88	4/01/36	GOVT	13.69	5.00%
TIME WARNER ENTMT	224,439	8.38	7/15/33	BAA1	12.14	6.90%
UNITED STATES TREAS BDS	605,820	3.88	4/15/29	GOVT	N/A	N/A
UNITED STATES TREAS BDS	2,485,077	3.38	4/15/32	GOVT	N/A	N/A
UNITED STATES TREAS BONDS	683,073	6.25	5/15/30	GOVT	13.61	4.59%
UNITED STATES TREAS BONDS	786,296	5.38	2/15/31	GOVT	14.11	4.55%
US TREAS BD STRIP PRIN PMT	1,803,896	0.00	11/15/27	GOVT	21.55	4.64%
US TREAS BD STRIP PRIN PMT	341,332	0.00	5/15/30	GOVT	24.07	4.60%
WAMU_2005-AR4- A5	1,174,872	4.68	4/25/35	AAA	4.37	5.60%
WILLIAMS COS	676,000	7.50	1/15/31	B1	11.07	7.20%
	<u>38,146,131</u>	<u>5.30</u>			<u>8.37</u>	<u>5.66%</u>