

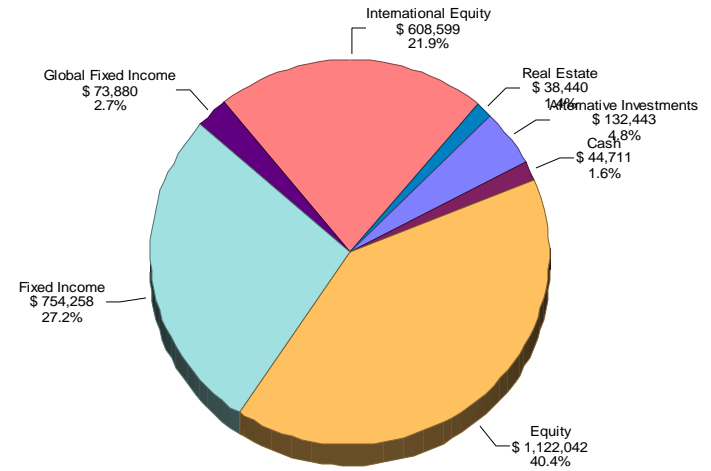
# Fresno County Employees' Retirement Association

## Executive Summary

Period Ending: December 31, 2006

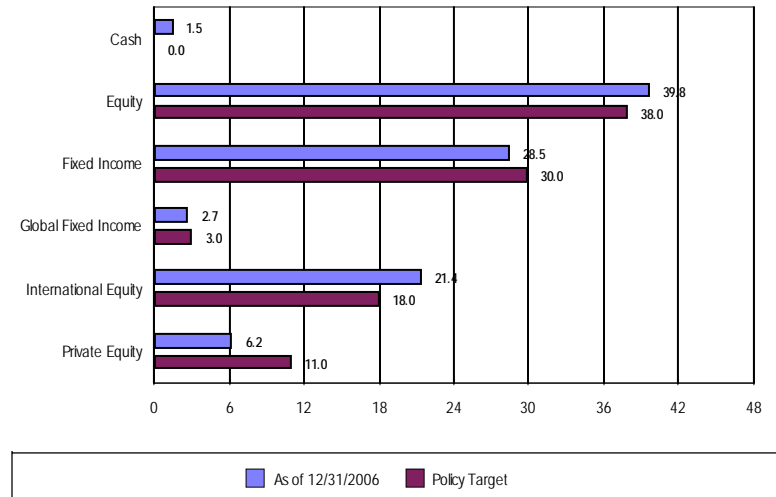
	Quarter		YTD		One Year		Three Years		Five Years	
	Return	Rnk	Return	Rnk	Return	Rnk	Return	Rnk	Return	Rnk
<b>Total</b>										
Total Segment Return										
TOTAL FUND	6.6	5	15.1	20	15.1	20	12.4	15	10.2	13
TOTAL FUND - NET	6.5	5	14.7	25	14.7	25	12.0	20	9.8	18
Policy Index										
POLICY INDEX	5.9	33	14.3	33	14.3	33	10.6	46	9.1	30
<b>Domestic Equity</b>										
Equity Segment Return										
TOTAL U.S. EQUITY	6.7	58	12.8	63	12.8	63	11.9	56	8.7	49
RUSSELL 3000 INDEX	7.1		15.7		15.7		11.2		7.2	
<b>International Equity</b>										
International Equity Segment Return										
TOTAL FOREIGN EQUITY	12.3	20	27.5	40	27.5	40	19.0	81	13.6	86
MSCI ACWI ex U.S. GROSS	11.2		27.2		27.2		21.8		16.9	
MSCI EAFE INDEX	10.4		26.9		26.9		20.4		15.4	
MSCI EMER MKTS FREE	17.6		32.6		32.6		31.0		27.0	
<b>Domestic Fixed Income</b>										
Fixed Income Segment Return										
TOTAL U.S. FIXED	1.5	38	5.0	38	5.0	38	4.1	53	4.8	77
LB AGGREGATE INDEX	1.2		4.3		4.3		3.7		5.1	
<b>Global Fixed Income</b>										
Global Fixed Income Segment Return										
TOTAL GLOBAL FIXED	4.0	2	9.2	5	9.2	5	5.5	8	10.0	40
JPM GLOBAL GBI T/U	1.6		7.8		7.8		3.5		8.7	
<b>Real Estate</b>										
Real Estate Segment Return										
TOTAL REALTY	2.1	55	28.3	18	28.3	18	21.7	34	17.1	32
NCREIF CLASSIC PROP.	3.5		15.5		15.5		16.5		12.2	
NCREIF PROPERTY INDEX	4.5		16.6		16.6		17.0		13.3	
<b>Alternative Investments</b>										
Alternative Investments Segment Return										
TOTAL ALT. INV	5.9		14.4		14.4		19.9		12.4	
S & P 500 + 4.47%	7.8		20.8		20.8		15.3		10.9	
<b>Cash</b>										
Cash Segment Return										
TOTAL CASH	1.2	63	4.8	57	4.8	57	3.1	51	2.4	54
91-DAY T-BILLS	1.3		4.8		4.8		3.1		2.4	

### Asset Allocation By Style - (000's)



Market Value \$ 2,774,372

### Asset Allocation vs Policy As of 12/31/2006



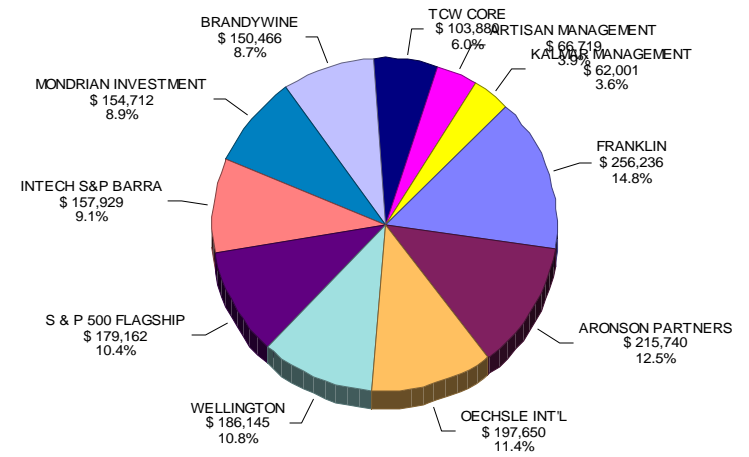
# Fresno County Employees' Retirement Association

## Executive Summary (Domestic Equity & Intl Equity)

Period Ending: December 31, 2006

	Quarter Rtn Rnk	One Yr Rtn Rnk	Three Yrs Rtn Rnk	Five Yrs Rtn Rnk	Since Incep Rtn Date
<b>Domestic Equity</b>					
<b>Equity Large Cap</b>					
S & P 500 FLAGSHIP	6.7 51	15.8 50			10.9 03/23/04
S & P 500 INDEX	6.7 51	15.8 51			10.8 03/23/04
<b>Equity Large Cap Growth</b>					
INTECH S&P BARRA	4.0 73	8.1 41			8.8 06/30/04
S & P GROWTH INDEX	5.6 42	11.8 13			7.4 06/30/04
TCW CORE	4.3 67	-4.3 94			2.7 06/30/04
RUSSELL 1000 GROWTH	5.9 34	9.1 28			7.1 06/30/04
<b>Equity Large Cap Value</b>					
ARONSON PARTNERS	8.2 23	19.8 45	16.2 25	13.7 14	15.1 12/04/95
RUSSELL 1000 VALUE	8.0 31	22.2 17	15.1 48	10.9 43	11.9 12/04/95
WELLINGTON	7.6 44	17.4 77	14.6 57	10.7 45	9.1 04/30/00
RUSSELL 1000 VALUE	8.0 31	22.2 17	15.1 48	10.9 43	8.9 04/30/00
<b>Equity Small Cap Growth</b>					
ARTISAN MANAGEMENT	6.3 80	8.0 80			9.9 11/30/04
RUSSELL 2000 GROWTH	8.8 33	13.4 49			10.1 11/30/04
KALMAR MANAGEMENT	4.3 95	7.3 82			8.9 11/30/04
RUSSELL 2000 GROWTH	8.8 33	13.4 49			10.1 11/30/04
<b>Equity Small Cap Value</b>					
BRANDYWINE	9.1 45	17.7 57	14.7 73	15.8 58	14.6 08/21/95
RUSSELL 2000 VALUE	9.0 45	23.5 21	16.5 51	15.4 70	13.8 08/21/95
<b>International Equity</b>					
<b>Emerging Markets Equity</b>					
MONDRIAN INVESTMENT	16.6 55	26.9 82			29.7 11/07/05
MSCI EMER MKTS FREE	17.6 38	32.6 43			36.8 11/07/05
<b>International Equity</b>					
FRANKLIN	12.9 14	32.0 12	19.8 76	14.6 79	10.2 08/01/94
MSCI EAFE INDEX	10.4 49	26.9 45	20.4 65	15.4 68	7.8 08/01/94
OECHSLE INT'L	8.6 79	22.7 77			27.2 11/22/05
MSCI EAFE INDEX	10.4 49	26.9 45			29.9 11/22/05

### Asset Allocation By Manager - (000's)



Market Value \$ 1,730,641

# Fresno County Employees' Retirement Association

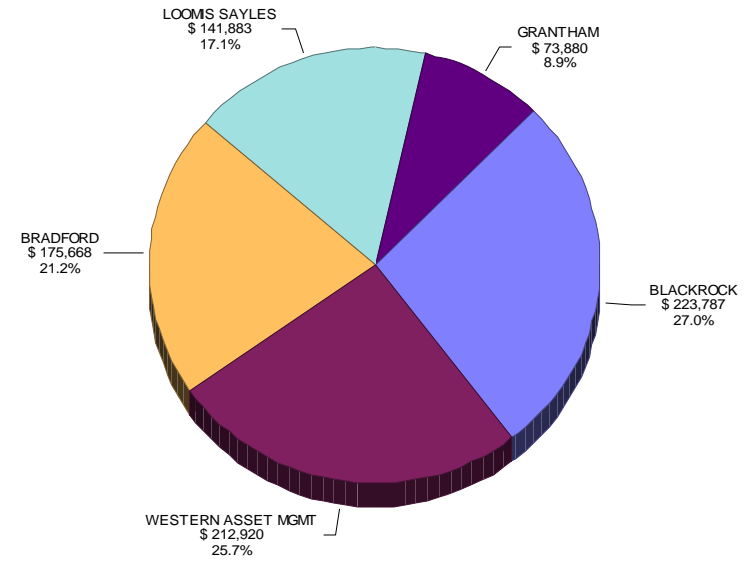
## Executive Summary (Domestic & Global Fixed Income)

Period Ending: December 31, 2006

	Quarter Rtn	Quarter Rnk	YTD Rtn	YTD Rnk	One Yr Rtn	One Yr Rnk	Three Yrs Rtn	Three Yrs Rnk	Five Yrs Rtn	Five Yrs Rnk	Since Incep Rtn	Since Incep Date
<b>Domestic Fixed Income</b>												
Fixed Income												
BLACKROCK	1.1	65	4.4	66	4.4	66					4.6	06/25/04
LB AGGREGATE INDEX	1.2	52	4.3	74	4.3	74	3.7	72	5.1	69	4.4	06/25/04
BRADFORD	1.3	49	4.7	48	4.7	48	4.3	42	5.3	59	6.6	05/21/96
LB AGGREGATE INDEX	1.2	52	4.3	74	4.3	74	3.7	72	5.1	69	6.4	05/21/96
LOOMIS SAYLES	1.8	23	5.6	24	5.6	24	4.4	35	4.4	81	4.1	07/05/01
LB AGGREGATE INDEX	1.2	52	4.3	74	4.3	74	3.7	72	5.1	69	5.1	07/05/01
WESTERN ASSET MGMT	1.7	16	5.7	12	5.7	12						
LB AGGREGATE INDEX	1.2	54	4.3	75	4.3	75	3.7	77	5.1	78	3.0	05/05/05

<b>Global Fixed Income</b>												
Global Fixed Income												
GRANTHAM	4.0	2	12.2	1	12.2	1	6.4	2	10.6	35	7.1	03/31/99
JPM GLOBAL GBI T/U	1.6	71	7.8	24	7.8	24	3.5	77	8.7	52	5.6	03/31/99

### Asset Allocation By Manager - (000's)



Market Value \$ 828,138

Inception dates: BlackRock - June 04, Boston Partners - Dec 97, Bradford - May 96, Loomis Sayles - July 01, Grantham - May 99, Western Asset Management - May 05. Inception returns for benchmarks were calculated to the nearest full month. Return greater than 1 year is annualized. Grantham Global Fixed Income also includes SPV I (Special Purpose Vehicle) performance and as a result, performance may not exactly reflect what has been reported by the manager.

# Fresno County Employees' Retirement Association

## Alternative Investments

Period Ending: December 31, 2006

Inception Date	Alternative Investment - Illiquid	Total Commitment (000's)	Capital Called (000's)	Capital Returned (000's)	Data as of December 31, 2006					
					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	\$4,905	\$4,368	-0.4	-8.3	2.4	-7.2	12.4%
12/12/01	Lone Star Fund IV	\$20,000	\$19,045	\$22,253	\$20,222	5.9	3.6	36.4	N/A	NA
05/29/98	TCW Shop III	\$15,000	\$15,000	\$13,178	\$3,224	2.1	4.2	7.2	1.8	3.0%
02/27/02	TCW Shop IV	\$15,000	\$22,227	\$13,952	\$10,345	-0.6	3.3	3.9	N/A	6.5%
08/31/01	WP Private Equity VIII, L.P.*	\$25,000	\$25,000	\$9,412	\$28,805	13.3	39.1	19.8	12.9	18.0%
06/26/98	WP Equity Partners, L.P.*	\$20,000	\$20,000	\$25,433	\$5,525	13.4	42.8	34.6	23.5	10.5%
12/01/01	Blackstone Alternative Asset	\$10,000	\$10,000	\$0	\$14,272	4.9	12.1	8.4	7.2	7.3%
					Data as of September 30, 2006					
06/27/97	Blackstone III	\$15,000	\$15,387	\$11,133	\$8,132	9.8	5.9	9.2	4.7	18.0%
11/11/02	Blackstone IV	\$20,000	\$15,665	\$8,939	\$18,499	0.2	10.0	26.9	NA	69.8%
06/23/00	Landmark Equity X, L.P.	\$20,000	\$18,527	\$12,510	\$8,205	4.4	24.1	22.4	8.1	5.0%
12/22/99	New Mountain Partners, L.P.	\$20,000	\$18,912	\$16,540	\$10,843	3.7	14.5	18.3	34.2	20.5%*

-----

**Total Alt. Investment - Illiquid**      \$200,000      \$198,712      \$138,255      **\$132,440**

**Total Alternative Investment**

**\$132,440**

**% of Total Fund (Market Value)**

**4.8%**

# Fresno County Employees' Retirement Association

Real Estate

Period Ending: December 31, 2006

Inception Date	Real Estate	Contributions (000's)	Distributions (000's)	Data as of December 31, 2006					
				Market Values (000's)	One Quarter Return	One Year Return	Three Years Return	Five Years Return	(IRR) Since Inception
01/24/89	Heitman RE IV	\$2,500	\$3,287	\$1	0.4	7.9	3.2	8.4	NA
12/02/91	Heitman RE V	\$10,000	\$18,515	\$0	1.0	-2.1	10.8	21.8	NA
04/12/89	JMB V*	\$10,000	\$17,681	\$154	0.5	14.5	35.8	21.5	NA
06/06/86	Sentinel	\$7,500	\$2,405	\$4,878	1.3	9.4	13.6	11.0	NA
				Data as of September 30, 2006					
02/28/97	TA Realty IV	\$20,000	\$35,871	\$7,078	4.1	31.0	19.7	14.1	12.6%
04/15/99	TA Realty V	\$20,000	\$15,341	\$20,769	2.9	28.0	16.1	17.8	11.5%
09/15/97	JER I	\$11,611	\$7,894	\$542	8.2	27.2	20.5	17.5	13.8%
05/27/99	JER II	\$20,698	\$15,215	\$5,019	12.8	71.2	36.6	23.0	11.0%
<b>Total Real Estate</b>		\$102,309	\$116,209	\$38,441					

**Total Real Estate**

**\$38,441**

**% of Total Fund (Market Value)**

**1.4%**