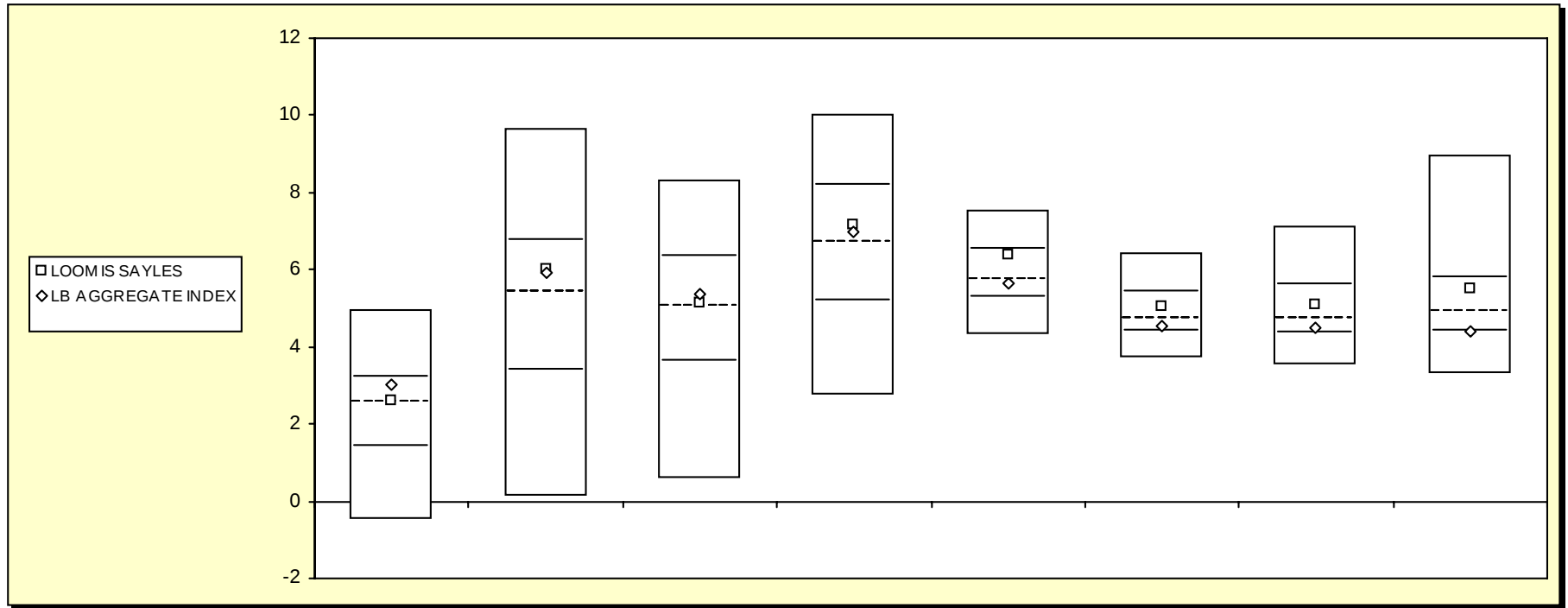


Fresno County Employees' Retirement Association

Cumulative Performance Comparisons

Period Ending: December 31, 2007



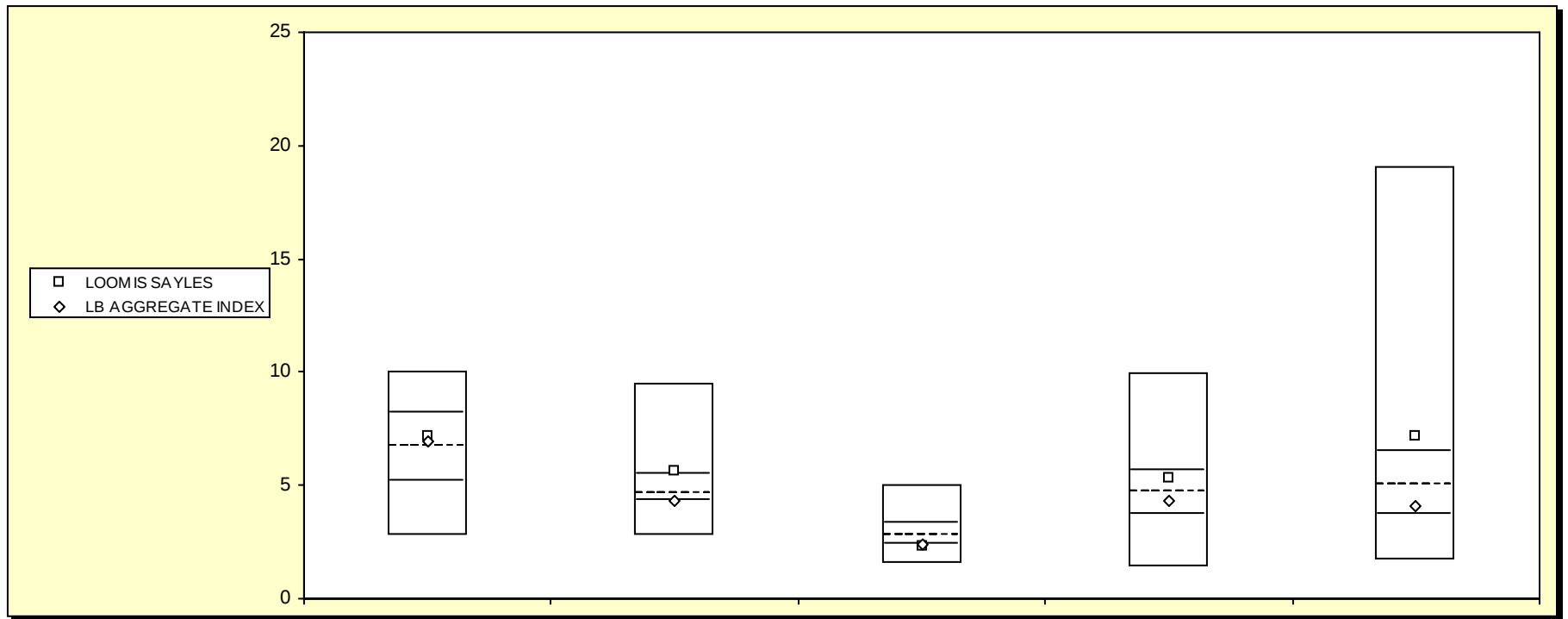
Bond Funds

	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	4.9		9.7		8.3		10.0		7.6		6.4		7.1		9.0	
25th Percentile	3.2		6.7		6.3		8.2		6.5		5.4		5.6		5.8	
50th Percentile	2.6		5.4		5.0		6.7		5.8		4.7		4.7		4.9	
75th Percentile	1.4		3.4		3.6		5.2		5.3		4.4		4.4		4.4	
95th Percentile	-0.5		0.1		0.6		2.8		4.3		3.7		3.5		3.3	
LOOMIS SAYLES	2.6	49	6.0	39	5.1	48	7.2	42	6.4	29	5.0	39	5.1	39	5.5	32
LB AGGREGATE INDEX	3.0	33	5.9	40	5.4	43	7.0	45	5.6	56	4.6	63	4.5	65	4.4	74

Fresno County Employees' Retirement Association

Consecutive Performance Comparisons

Period Ending: December 31, 2007



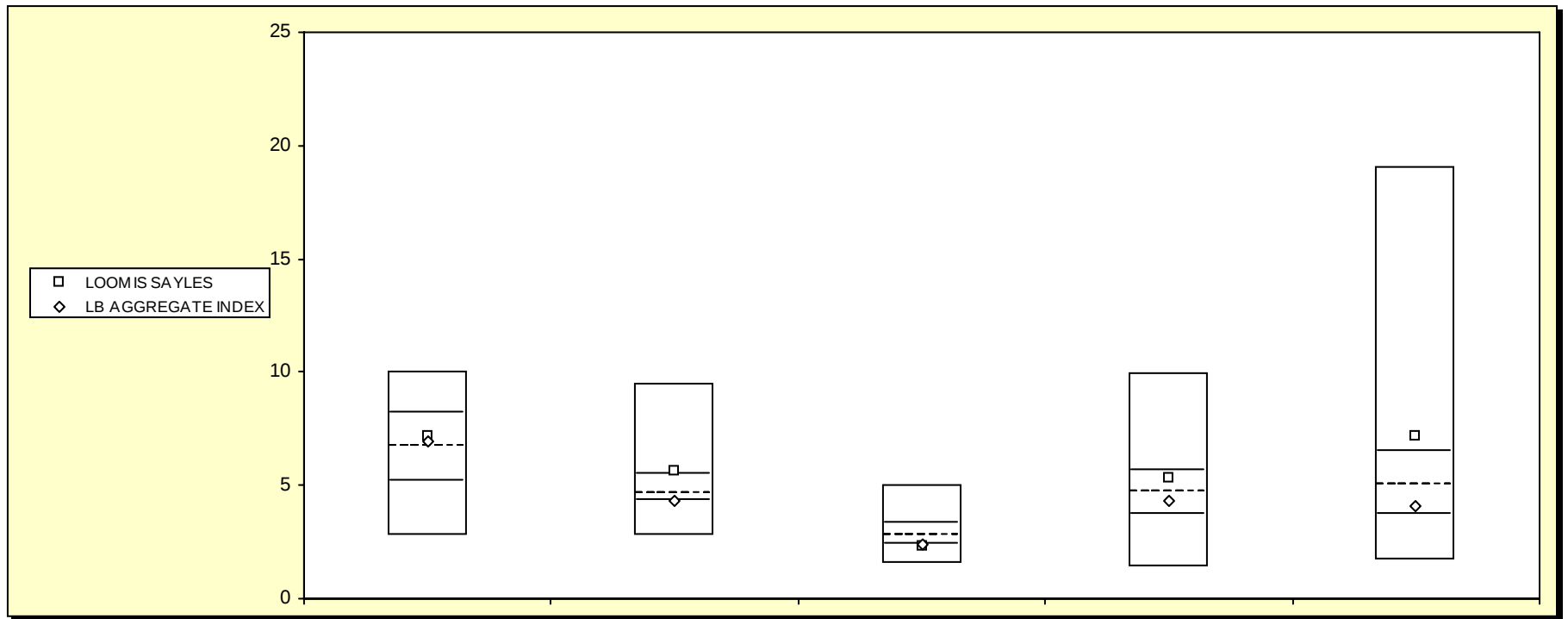
Bond Funds

	December 2007		December 2006		December 2005		December 2004		December 2003	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
5th Percentile	10.0		9.5		5.0		9.9		19.1	
25th Percentile	8.2		5.5		3.3		5.6		6.5	
50th Percentile	6.7		4.6		2.8		4.7		5.0	
75th Percentile	5.2		4.3		2.4		3.7		3.7	
95th Percentile	2.8		2.7		1.5		1.4		1.7	
LOOMIS SAYLES	7.2	42	5.6	24	2.3	75	5.3	33	7.2	24
LB AGGREGATE INDEX	7.0	45	4.3	74	2.4	71	4.3	59	4.1	68

Fresno County Employees' Retirement Association

Consecutive Annual - Five Year

Period Ending: December 31, 2007



Bond Funds

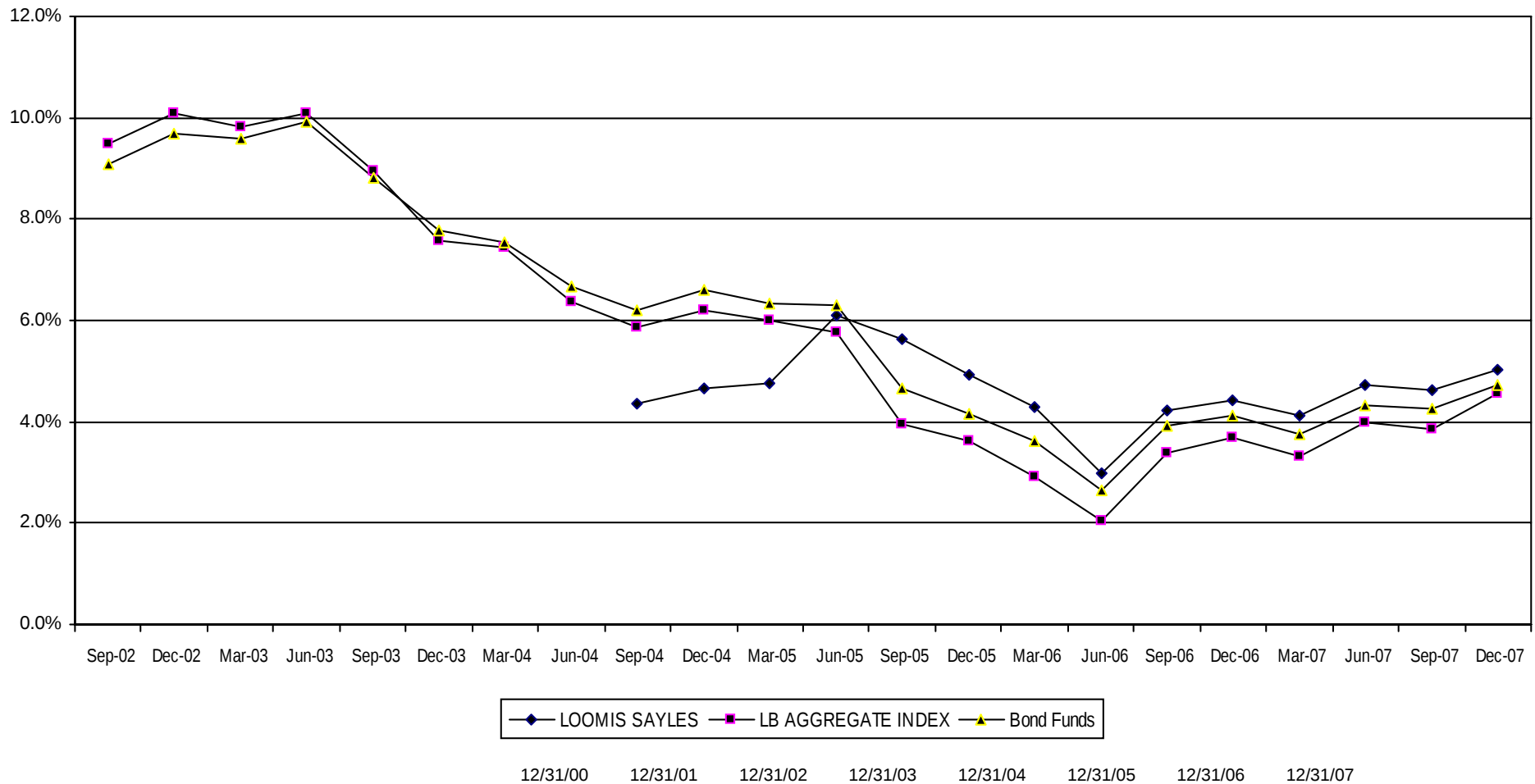
	December 2007		December 2006		December 2005		December 2004		December 2003	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
5th Percentile	10.0		9.5		5.0		9.9		19.1	
25th Percentile	8.2		5.5		3.3		5.6		6.5	
50th Percentile	6.7		4.6		2.8		4.7		5.0	
75th Percentile	5.2		4.3		2.4		3.7		3.7	
95th Percentile	2.8		2.7		1.5		1.4		1.7	
LOOMIS SAYLES	7.2	42	5.6	24	2.3	75	5.3	33	7.2	24
LB AGGREGATE INDEX	7.0	45	4.3	74	2.4	71	4.3	59	4.1	68

Fresno County Employees' Retirement Association

Rolling Return: 3 year Annualized

Period Ending: December 31, 2007

Rolling Return (3 Year Annualized)



LOOMIS SAYLES

4.7

4.9

4.4

5.0

LB AGGREGATE INDEX

6.4

6.3

10.1

7.6

6.2

3.6

3.7

4.6

Bond Funds

6.3

6.4

9.7

7.8

6.6

4.2

4.1

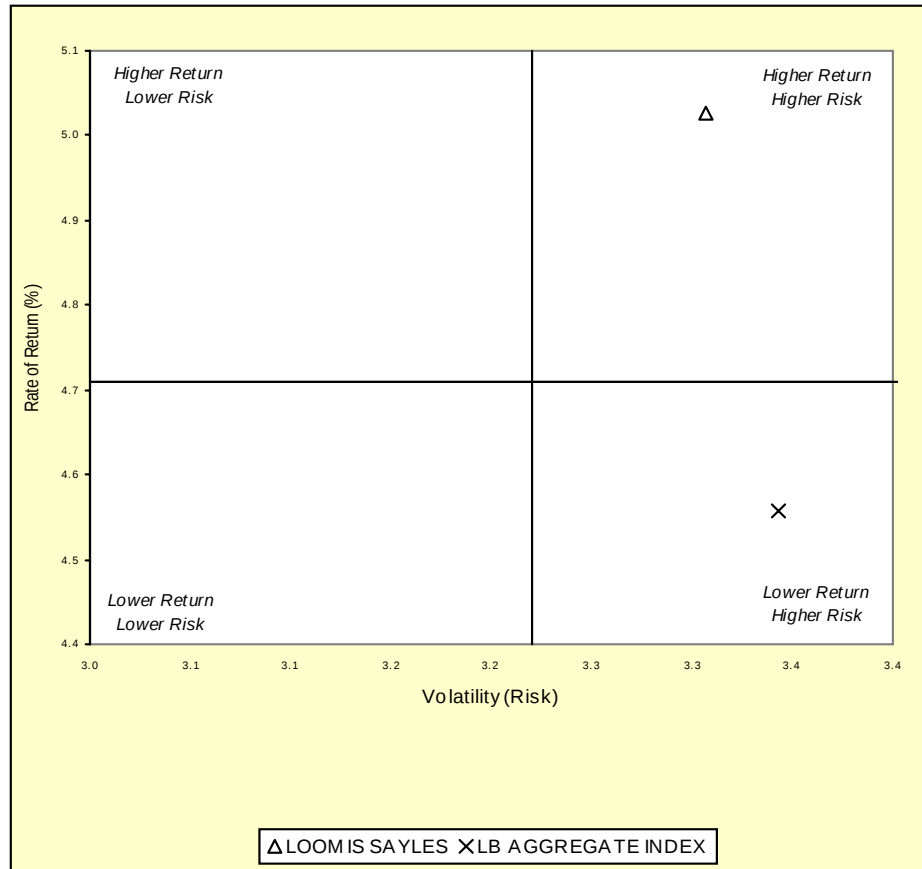
4.7

Fresno County Employees' Retirement Association

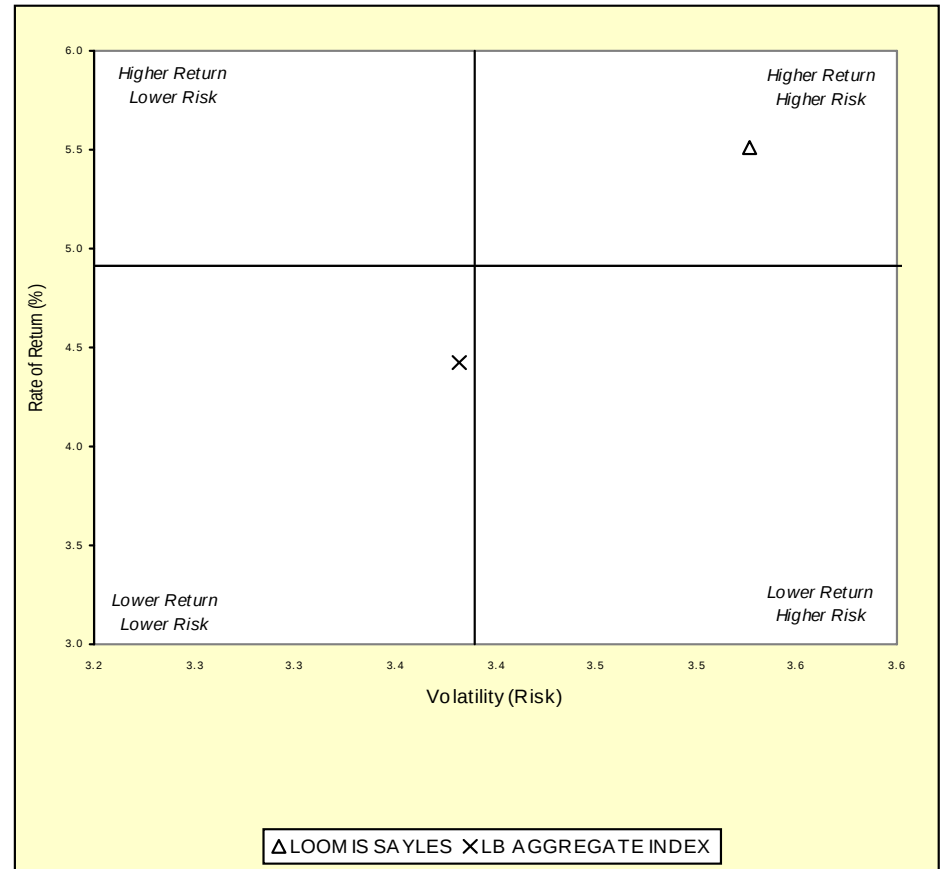
Three & Five Year Return vs. Risk

Period Ending: December 31, 2007

Three-Year



Five-Year



Three Year Return vs Risk

Annualized Return %	Standard Deviation %	Sharpe Ratio	Category
5.0	3.3	0.2	LOOMIS SAYLES
4.7	3.2	0.1	Bond Funds Universe Median
4.6	3.3	0.1	LB AGGREGATE INDEX

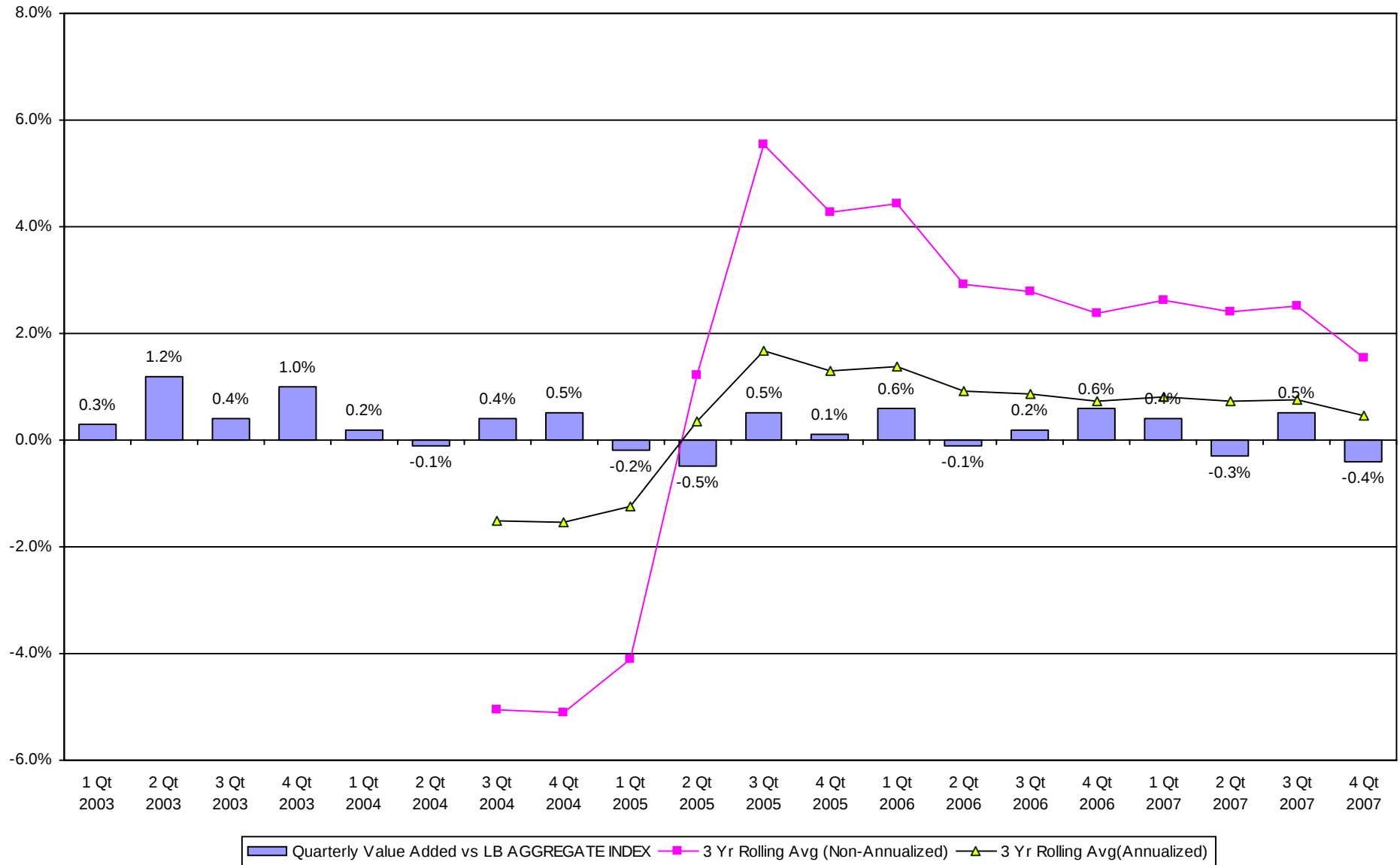
Five Year Return vs Risk

Annualized Return %	Standard Deviation %	Sharpe Ratio
5.5	3.5	0.7
4.9	3.4	0.5
4.4	3.4	0.4

Fresno County Employees' Retirement Association

Value Added Analysis 3 Yr Rolling for LOOMIS SAYLES

Period Ending: December 31, 2007

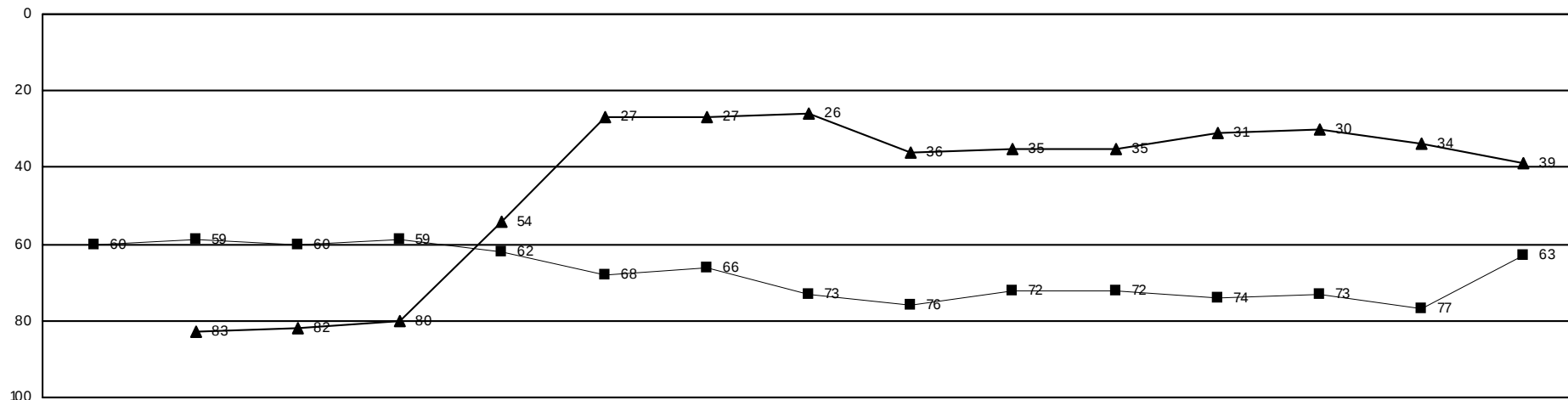


Fresno County Employees' Retirement Association

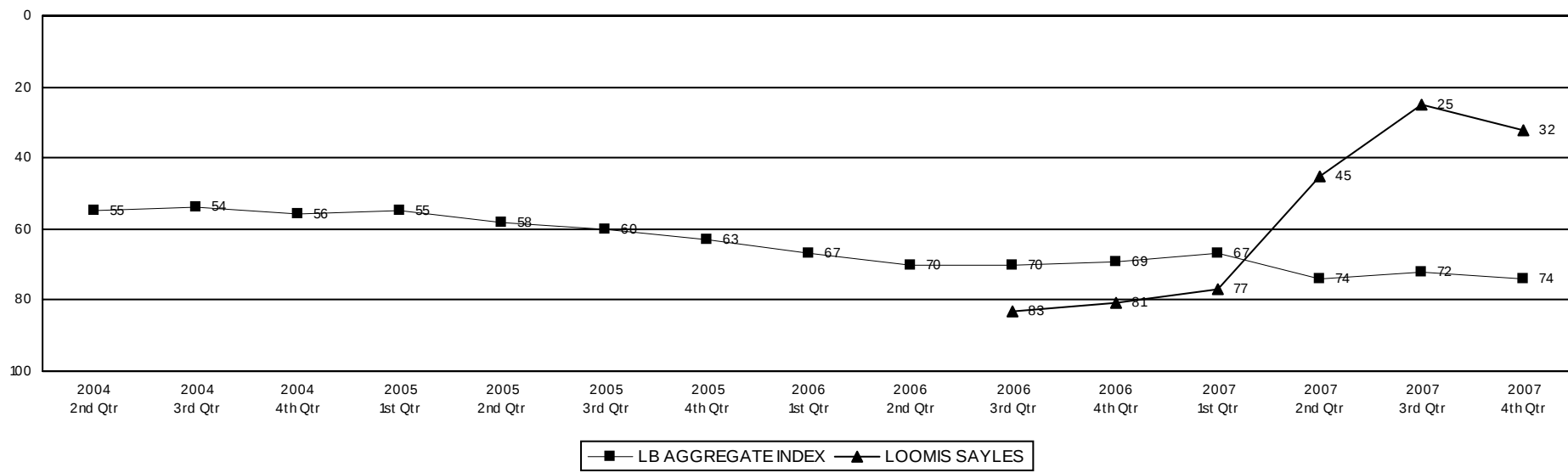
Rolling Return Ranking 3 & 5 Years

Period Ending: December 31, 2007

Ranking Comparisons - Rolling 3 Years



Ranking Comparisons - Rolling 5 Years

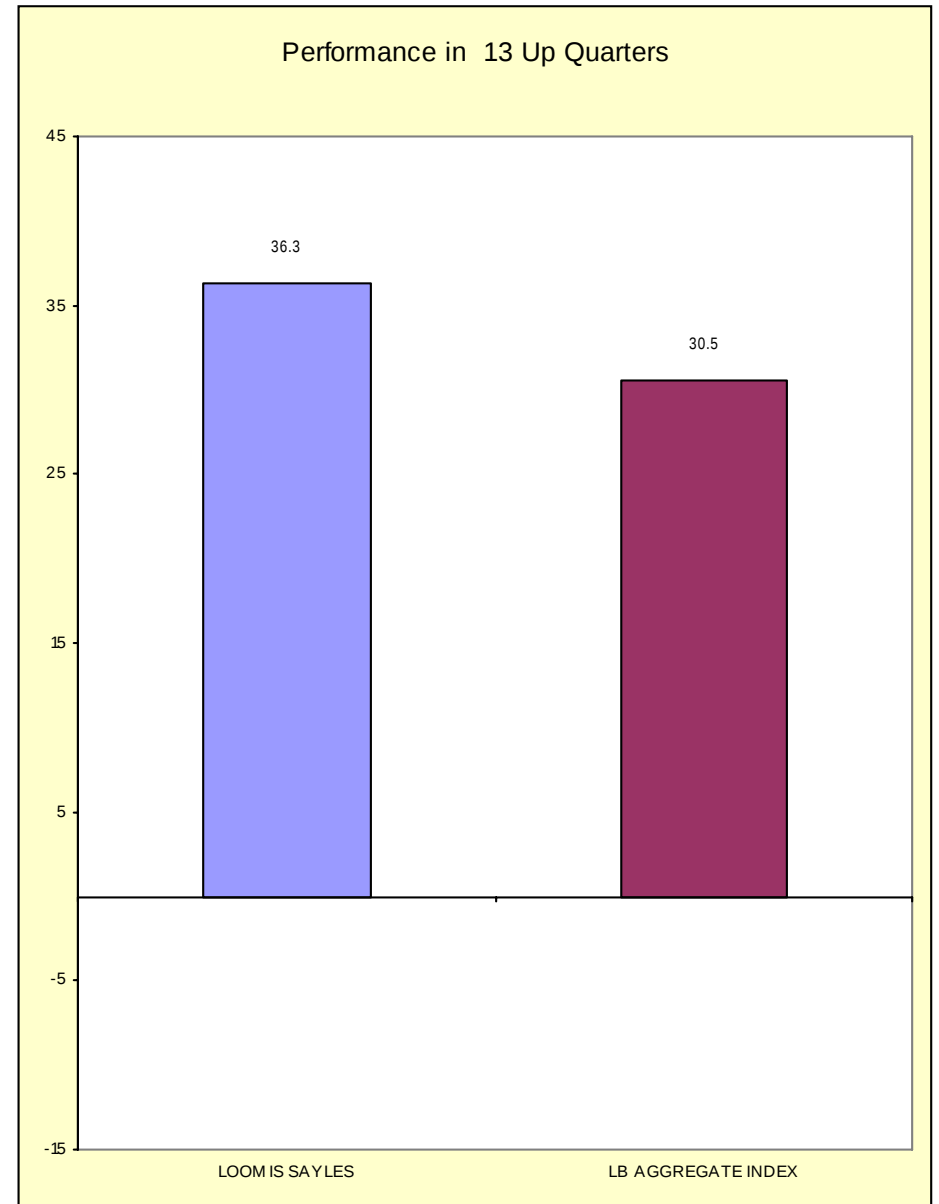
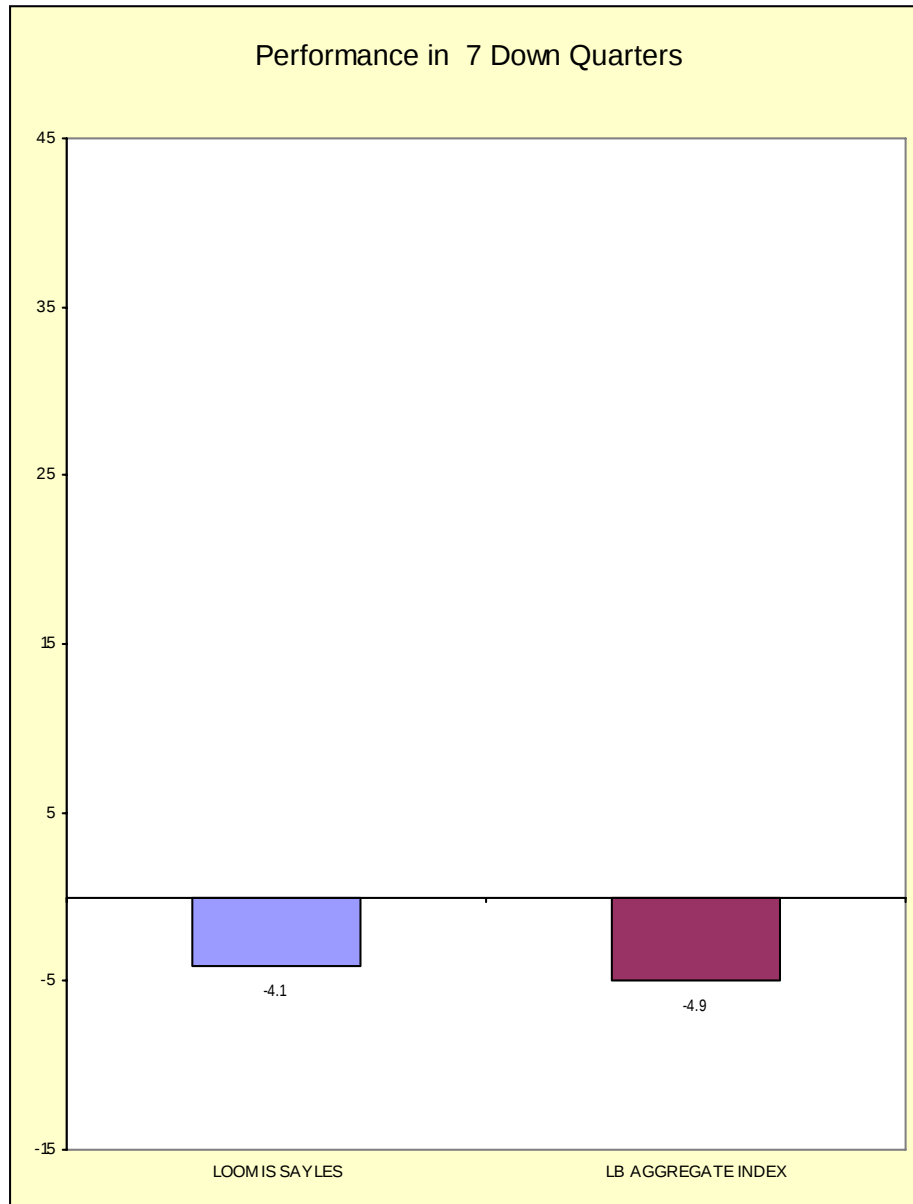


Fresno County Employees' Retirement Association

Up vs. Down Market Performance

Period Ending: December 31, 2007

Last 20 Quarters Ending 12/31/2007



FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of December 31, 2007

Bond Summary Statistics
LOOMIS, SAYLES & COMPANY, L.P.

Portfolio Characteristics		
	Portfolio	LB AGGREGATE
Total Number of Securities	160	
Total Market Value	\$ 141,365,595	
Current Coupon	5.45	5.45
Yield To Maturity	5.82	4.93
Average Life	9.99	7.05
Duration	6.13	4.41
Quality	8.95	9.57

Duration (in Years)	
Range	%Held
0.0 to 1.0	6.5
1.0 to 3.0	9.0
3.0 to 4.0	12.6
4.0 to 6.0	24.3
6.0 to 8.0	14.9
Over 8.0	26.3
Unclassified	6.3

Quality	
Range	%Held
Govt (10)	45.6
Aaa (10)	16.6
Aa (9)	1.4
A (8)	2.7
Baa (7)	14.4
Below Baa	9.5
Other	9.9

Yield to Maturity	
Range	%Held
0.0 to 5.0	17.6
5.0 to 7.0	61.2
7.0 to 9.0	10.0
9.0 to 11.0	3.5
11.0 to 13.0	0.8
Over 13.0	0.6
Unclassified	6.3

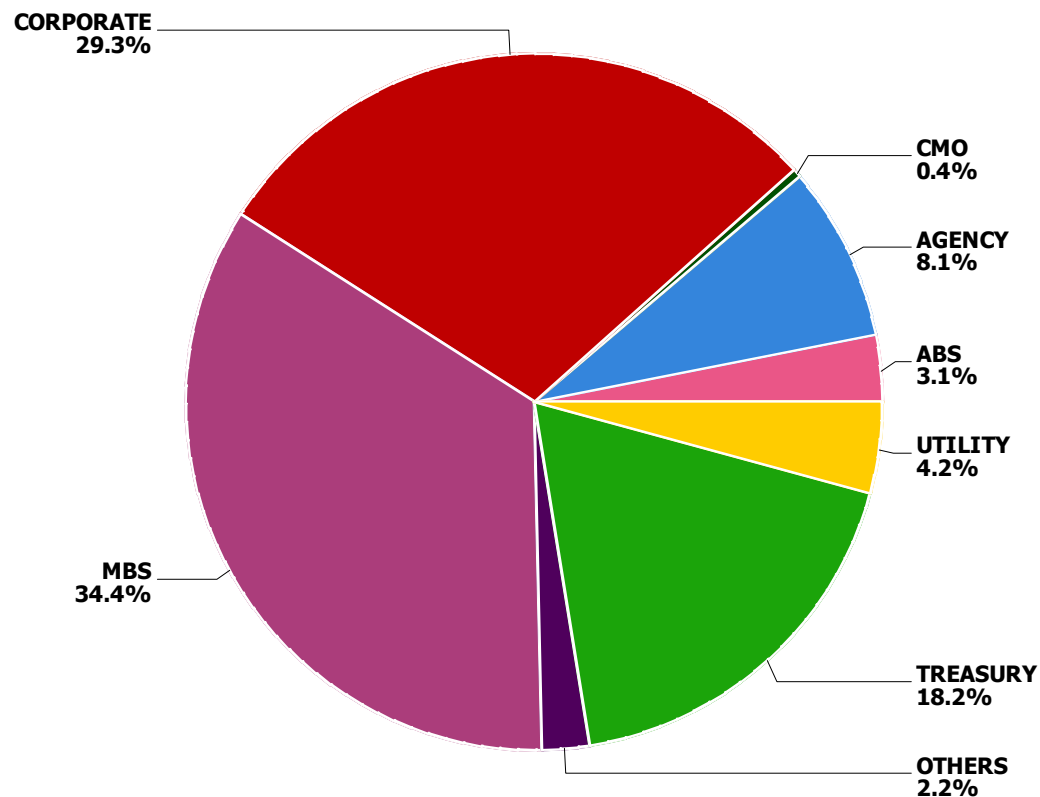
Average Life	
Range	%Held
0.0 to 1.0	4.8
1.0 to 3.0	6.8
3.0 to 5.0	14.6
5.0 to 10.0	43.3
10.0 to 20.0	11.9
Over 20.0	12.2
Unclassified	6.3

Coupon	
Range	%Held
0.0 to 5.0	37.1
5.0 to 7.0	46.6
7.0 to 9.0	12.6
9.0 to 11.0	1.3
11.0 to 13.0	0.0
Over 13.0	0.0
Unclassified	2.5

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of December 31, 2007

Fixed Income Sector Allocation LOOMIS, SAYLES & COMPANY, L.P.



Sector	Account Weight	Index Weight	Difference
ABS	3.1%	6.8%	-3.7%
Agencies	8.1%	10.0%	-1.9%
CMO	0.4%	0.0%	0.4%
Corporates	29.3%	17.1%	12.2%
Foreign	0.0%	3.5%	-3.5%
MBS	34.4%	37.4%	-3.0%
Municipals	0.0%	0.0%	0.0%
Others	2.2%	0.0%	2.2%
Treasuries	18.2%	23.2%	-5.0%
Utilities	4.2%	2.1%	2.1%
Total	100.0%	100.0%	0.0%

Benchmark: LB AGGREGATE

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of December 31, 2007

Bond Holdings
LOOMIS, SAYLES & COMPANY, L.P.

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
0-5 Years						
AMERICRDT_AUTO_2005-CF A3	317,548	4.47	5/06/10	AAA	0.18	4.75%
CALENERGY INC	1,462,060	7.52	9/15/08	BAA1	0.67	5.34%
COLONIAL RLTY LTD PARTNERS	89,648	4.75	2/01/10	BAA3	1.91	5.97%
COX COMMUNICATIONS INC NEW	662,734	6.75	3/15/11	BAA3	2.82	5.07%
DUKE ENERGY CORP	632,652	4.20	10/01/08	A3	0.72	5.05%
FISERV INC	1,142,614	6.13	11/20/12	BAA2	4.17	5.70%
GMAC LLC	1,192,481	6.63	5/15/12	BA3	3.57	11.65%
GOLDMAN SACHS GROUP INC	577,668	5.30	2/14/12	AA3	3.61	4.99%
HONDA_AUTO_2005-003- A4	1,204,995	4.03	12/18/10	AAA	0.97	4.69%
HOUSEHOLD INTL INC	670,477	8.00	7/15/10	AA3	2.22	5.20%
IPALCO ENTERPRISES INC	586,075	8.38	11/14/08	BA1	0.82	6.26%
ISTAR FINL INC	223,679	6.00	12/15/10	BAA2	2.61	9.55%
ISTAR FINL INC	360,598	4.88	1/15/09	BAA2	0.96	8.41%
MORGAN STANLEY	701,228	4.00	1/15/10	AA3	1.89	4.87%
NGPL PIPECO LLC	1,118,842	6.51	12/15/12	BAA3	4.20	6.15%
OEST KONTROLLBANK	3,420,095	1.80	3/22/10		N/A	N/A
ONYX_ACC_TR_2004-B- A4	286,280	3.89	2/15/11	AAA	0.61	4.70%
PEMEX PROJ FDG MASTER TR	1,087,251	7.88	2/01/09	BAA1	1.00	5.18%
SOUTHERN CALIF EDISON CO	509,905	7.63	1/15/10	A3	1.83	4.44%
SPRINT CAP CORP	590,298	6.13	11/15/08	BAA3	0.83	5.97%
STEEL DYNAMICS INC 144A	607,604	7.38	11/01/12		N/A	N/A
UNITED STATES TREAS NTS	732,522	4.88	5/31/08	AAA	0.41	3.37%
VALEANT PHARMACEUTICALS IN	515,933	7.00	12/15/11	BA3	3.29	8.16%
WFS_OWNER_TR_2004-004- A4	367,138	3.44	5/17/12	AAA	0.67	4.77%
	19,060,327	5.38			1.97	5.93%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of December 31, 2007

**Bond Holdings
LOOMIS, SAYLES & COMPANY, L.P.**

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
5-10 Years						
AES CORP 144A	634,027	8.00	10/15/17	B1	6.75	7.67%
AES CORP 144A	314,565	7.75	10/15/15	B1	5.77	7.49%
CHESAPEAKE ENERGY CORP	188,016	6.50	8/15/17	BA3	6.97	7.00%
COLONIAL RLTY LTD PARTNERS	662,890	5.50	10/01/15	BAA3	6.11	7.08%
ENERSIS S A	679,309	7.38	1/15/14	BAA3	4.77	5.96%
FNMA POOL - 545015	152,602	6.00	6/01/16	GOVT	2.35	4.96%
FNMA POOL - 545732	670,678	5.50	5/01/17	GOVT	2.55	4.91%
FNMA POOL - 676653	454,046	6.00	12/01/17	GOVT	2.25	5.04%
FORD MOTOR CR CO	614,135	8.00	12/15/16	B1	6.07	10.65%
FREESCALE SEMICONDUCTOR IN	883,418	10.13	12/15/16	B3	5.45	13.55%
GENERAL ELEC CAP CORP MTN	3,170,229	5.63	9/15/17	AAA	7.49	5.28%
HOSPIRA INC	321,329	6.05	3/30/17	BAA3	7.04	5.98%
INTERNATIONAL LEASE FIN CO	282,244	5.88	5/01/13	A1	4.52	5.51%
MEDCO HEALTH SOLUTIONS INC	651,247	7.25	8/15/13	BAA3	4.56	5.26%
SLM CORP MTN BOOK ENTRY	120,015	5.00	10/01/13	BAA1	4.80	7.70%
SLM CORP MTN BOOK ENTRY	139,349	5.05	11/14/14	BAA1	5.61	7.62%
SLM CORP MTN BOOK ENTRY	155,408	5.00	4/15/15	BAA1	5.86	7.67%
SLM CORP MTN BOOK ENTRY	22,398	5.38	5/15/14	BAA1	5.22	7.60%
TRUE MOVE COMPANY LTD	923,448	10.75	12/16/13	B1	4.34	10.52%
U S G CORP	665,351	6.30	11/15/16	BAA3	6.61	7.83%
UNITED STATES TREAS NTS	2,229,939	4.25	11/15/17	GOVT	8.17	4.03%
UNITED STATES TREAS NTS	805,722	4.63	11/15/16	AAA	7.38	3.99%
UNITED STATES TREAS NTS	759,995	4.63	2/15/17	AAA	7.47	4.02%
UNITED STATES TREAS NTS	939,848	4.75	8/15/17	AAA	7.78	4.04%
UNITED STATES TREAS NTS	3,729,679	5.13	5/15/16	AAA	6.92	3.96%
UNITED STATES TREAS NTS	661,155	4.50	2/15/16	AAA	6.80	3.91%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of December 31, 2007

**Bond Holdings
LOOMIS, SAYLES & COMPANY, L.P.**

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
WILLIS NORTH AMER INC	314,280	6.20	3/28/17	BAA2	6.97	6.23%
XEROX CORP	616,938	6.40	3/15/16	BAA2	6.32	6.03%
	21,762,257	5.98			6.48	5.80%
10-20 Years						
CHESAPEAKE ENERGY CORP	237,352	6.88	11/15/20	BA3	8.43	7.36%
CITIZENS COMMUNICATIONS CO	875,099	7.88	1/15/27	BA2	9.35	8.38%
COLUMBIA HEALTHCARE CORP	271,330	7.50	12/15/23	CAA1	8.55	9.76%
CWABS_HEL_2004-S1- A2	116,016	3.87	3/25/20	AAA	1.38	6.06%
FHLMC GOLD POOL - B12461	493,779	5.50	11/01/18	GOVT	2.33	5.03%
FHLMC GOLD POOL - B15658	642,170	4.00	7/01/19	GOVT	4.04	5.30%
FHLMC GOLD POOL - E01490	1,913,235	5.00	11/01/18	GOVT	2.75	4.87%
FHLMC GOLD POOL - E01653	607,181	4.50	6/01/19	GOVT	3.45	5.02%
FHLMC GOLD POOL - E98671	1,462,412	4.50	8/01/18	GOVT	3.33	5.01%
FNMA POOL #885504 6% DUE	727,291		6/01/21			
FNMA POOL - 705709	496,572	5.00	5/01/18	GOVT	2.68	4.79%
FNMA POOL - 767097	238,839	4.00	6/01/19	GOVT	4.01	5.22%
GEORGIA PAC CORP	137,353	7.38	12/01/25	B2	9.39	8.71%
GEORGIA PAC CORP	473,776	8.00	1/15/24	B2	8.48	8.82%
NORTHERN TELECOM CAP CORP	457,043	7.88	6/15/26	B3	8.80	10.04%
NORTHERN TELECOM LTD	162,583	6.88	9/01/23	NR	8.54	9.47%
SK TELECOM LTD 144A	1,170,480	6.63	7/20/27	A2	11.06	6.10%
SLM CORP MTN BOOK ENTRY	60,142	5.00	6/15/18	BAA1	7.80	7.84%
U S WEST CAPITAL FUNDING I	268,791	6.50	11/15/18	B1	7.42	8.73%
UNITED STATES TREAS BDS I/	10,999,244	2.38	1/15/25	GOVT	9.57	5.54%
US WEST COMMUNICATIONS INC	242,939	7.20	11/10/26	BA1	8.46	7.78%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of December 31, 2007

**Bond Holdings
LOOMIS, SAYLES & COMPANY, L.P.**

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
US WEST COMMUNICATIONS INC	764,271	7.25	9/15/25	BA1	9.58	7.88%
	22,817,898	4.14			7.77	5.97%
Over 20 Years						
ANADARKO PETE CORP	41,493	6.45	9/15/36	BAA3	13.03	6.31%
BA_MTG_CMBS_2005-006- A2	443,029	5.17	9/10/47	AAA	2.61	5.11%
BA_MTG_CMBS_2006-1- A2	510,361	5.33	9/10/45	AAA	2.73	5.15%
BA_MTG_CMBS_2007-002- A2	988,132	5.63	4/10/49	N/A	3.72	5.28%
BEAR_STEARNS_05-PWR10- A2	701,340	5.27	12/11/40	N/A	2.67	5.13%
BEAR_STEARNS_2006-PWR1 A4	1,369,684	5.71	9/11/38	AAA	6.48	5.33%
CD_MTG_2006-CD2- A2	414,923	5.41	1/15/46	AAA	2.77	5.18%
COMCAST CORP NEW	1,573,173	6.95	8/15/37	BAA2	12.89	6.35%
COMM_MTG_2006-C7- A4	1,363,117	5.77	6/10/46	N/A	6.27	5.33%
CORNING INC	753,218	7.25	8/15/36	BAA1	10.87	6.43%
CRANE CO	1,014,623	6.55	11/15/36	BAA2	12.66	6.81%
CWABS_HEL_2004-S1- A3	380,384	4.62	2/25/35	AAA	5.13	7.08%
CWHEQ_HEL_TR_2006-S04- A3	1,267,092	5.80	7/25/34	AAA	4.21	7.69%
EMBARQ CORP	1,792,232	7.99	6/01/36	BAA3	11.56	7.53%
EQUIFAX INC	502,056	7.00	7/01/37	BAA1	11.66	7.43%
FHLMC POOL - 782760	1,269,325	5.95	11/01/36	GOVT	1.43	4.49%
FHLMC GOLD POOL - A36141	2,381,991	5.00	7/01/35	GOVT	5.04	5.50%
FHLMC GOLD POOL - A38136	2,195,210	5.00	10/01/35	GOVT	5.17	5.53%
FHLMC GOLD POOL - A46044	1,862,103	5.00	7/01/35	GOVT	4.95	5.53%
FHLMC GOLD POOL - A46224	420,313	5.00	7/01/35	GOVT	4.96	5.53%
FHLMC GOLD POOL - A61786	172,140	5.00	6/01/37	GOVT	5.47	5.42%
FHLMC GOLD POOL - A67787	512,621	5.00	4/01/37	GOVT	5.29	5.42%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of December 31, 2007

**Bond Holdings
LOOMIS, SAYLES & COMPANY, L.P.**

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
FHLMC GOLD POOL - C75066	205,747	6.00	12/01/32	GOVT	3.77	5.57%
FHLMC GOLD POOL - G01760	977,649	4.50	12/01/34	GOVT	5.99	5.50%
FHLMC GOLD POOL - G01843	401,305	6.00	6/01/35	GOVT	3.21	5.55%
FHLMC GOLD POOL - G02717	4,250,430	5.50	2/01/37	GOVT	4.13	5.55%
FNMA POOL - 922881	985,793	6.05	2/01/37	GOVT	0.82	4.29%
FNMA POOL #868678 6.5% DU	89,359		4/01/36			
FNMA POOL #880857 6.5% D	354,707		4/01/36			
FNMA POOL - 252717	16,218	7.50	9/01/29	GOVT	2.48	5.84%
FNMA POOL - 256514	1,410,406	6.00	12/01/36	GOVT	3.05	5.47%
FNMA POOL - 357856	2,356,036	5.00	7/01/35	GOVT	5.08	5.47%
FNMA POOL - 545076	204,121	7.50	7/01/31	GOVT	2.47	5.83%
FNMA POOL - 545082	44,112	7.50	6/01/31	GOVT	2.52	5.74%
FNMA POOL - 545490	68,908	7.50	3/01/32	GOVT	2.44	5.74%
FNMA POOL - 555800	1,067,098	5.50	10/01/33	GOVT	4.10	5.42%
FNMA POOL - 555967	465,506	5.50	11/01/33	GOVT	4.09	5.42%
FNMA POOL - 569972	44,268	7.50	3/01/31	GOVT	2.48	5.74%
FNMA POOL - 575078	143,794	6.50	5/01/31	GOVT	3.12	5.52%
FNMA POOL - 669713	1,149,891	6.00	11/01/32	GOVT	3.84	5.52%
FNMA POOL - 688539	486,984	5.50	3/01/33	GOVT	4.19	5.42%
FNMA POOL - 723837	275,309	5.50	6/01/33	GOVT	4.01	5.42%
FNMA POOL - 725690	1,400,201	6.00	8/01/34	GOVT	3.20	5.50%
FNMA POOL - 766715	523,501	5.50	3/01/34	GOVT	4.22	5.43%
FNMA POOL - 772618	1,223,916	5.50	8/01/34	GOVT	3.79	5.43%
FNMA POOL - 783646	1,263,387	5.50	6/01/34	GOVT	4.00	5.43%
FNMA POOL - 796569	500,513	6.50	9/01/34	GOVT	2.43	5.50%
FNMA POOL - 807735	484,196	5.50	12/01/34	GOVT	4.02	5.45%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of December 31, 2007

**Bond Holdings
LOOMIS, SAYLES & COMPANY, L.P.**

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
FNMA POOL - 822979	883,628	5.50	4/01/35	GOVT	3.99	5.45%
FNMA POOL - 824239	711,968	5.50	4/01/35	GOVT	4.02	5.45%
FNMA POOL - 830704	766,867	5.50	7/01/35	GOVT	4.00	5.49%
FNMA POOL - 834626	1,468,339	5.50	8/01/35	GOVT	4.12	5.49%
FNMA POOL - 835751	1,095,525	4.50	8/01/35	GOVT	6.19	5.49%
FNMA POOL - 835760	2,096,595	4.50	9/01/35	GOVT	6.13	5.49%
FNMA POOL - 848647	1,483,299	5.50	1/01/36	GOVT	3.87	5.49%
FNMA POOL - 897640	2,879,153	5.50	5/01/37	GOVT	4.33	5.50%
FORD MTR CO DEL	679,565	7.45	7/16/31	CAA1	8.86	10.40%
GENERAL MTRS ACCEP CORP	737,156	8.00	11/01/31	BA3	9.41	9.75%
GEORGIA PAC CORP	868,943	8.88	5/15/31	B2	9.54	9.24%
GNMA POOL - 003515	393,025	5.50	2/20/34	GOVT	3.85	5.30%
GNMA POOL - 003736	754,189	5.50	7/20/35	GOVT	3.80	5.30%
GNMA POOL - 563646	64,249	6.50	9/15/32	GOVT	3.71	5.64%
GNMA POOL - 587280	133,554	6.50	9/15/32	GOVT	3.84	5.64%
GREENWICH_CAP_2005-GG5 A2	985,835	5.12	4/10/37	AAA	2.42	5.09%
GS_MTG_SEC_2005-GG4- A4A	736,335	4.75	7/10/39	AAA	5.91	5.58%
JP_MORGN_MTG_2006-A7- 1A3	622,621	5.92	1/25/37	AAA	0.33	4.69%
KRAFT FOODS INC	895,955	6.88	2/01/38	BAA2	12.99	6.58%
LB_UBS_CMBS_2005-C3- A3	852,545	4.65	7/15/30	AAA	3.23	5.21%
MLCC_MTG_TR_2006-C1- A4	760,343	5.84	5/12/39	N/A	6.25	5.50%
MORG_ST_CAP_2005-TOP19 A4A	1,218,794	4.89	6/12/47	N/A	5.90	5.55%
N/A	1,992,866		11/01/37			
OWENS CORNING NEW	662,908	7.00	12/01/36	BAA3	11.57	7.86%
PITNEY BOWES INC GLBL MTN	1,156,368	5.25	1/15/37	A1	8.69	5.45%
RASC_2003-KS10- AI4	418,051	4.47	3/25/32	AAA	1.49	5.60%

FRESNO COUNTY EMPLOYEES RETIREMENT ASSO.

As of December 31, 2007

Bond Holdings
LOOMIS, SAYLES & COMPANY, L.P.

Bond Name	Market Value	Coupon	Stated Maturity	Quality Rating	Duration	Yield to Maturity
REYNOLDS AMERICAN INC	1,145,710	7.25	6/15/37	BA1	12.24	7.16%
SLM CORP MTN BOOK ENTRY	222,989	5.63	8/01/33	BAA1	11.60	7.66%
SPRINT CAP CORP	938,002	6.88	11/15/28	BAA3	10.81	7.36%
TIME WARNER CABLE INC 144A	833,538	6.55	5/01/37	BAA2	13.11	6.39%
UNITED STATES STL CORP NEW	583,428	6.65	6/01/37		N/A	N/A
UNITED STATES TREAS BDS	2,360,975	4.50	2/15/36	AAA	15.88	4.47%
UNITED STATES TREAS BDS	533,328	5.38	2/15/31	GOVT	13.83	4.49%
UNITED STATES TREAS BONDS	1,261,434	4.75	2/15/37	GOVT	15.97	4.46%
UNITED STATES TREAS BONDS	783,909	5.00	5/15/37	GOVT	16.05	4.45%
US WEST COMMUNICATIONS INC	357,302	7.25	10/15/35	BA1	9.99	7.80%
WEATHERFORD INTL LTD	718,006	6.50	8/01/36		N/A	N/A
	77,379,213	5.69			6.38	5.76%