F U N D   E V A L U A T I O N   R E P O R T

UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

Quarterly Review
December 31, 2013

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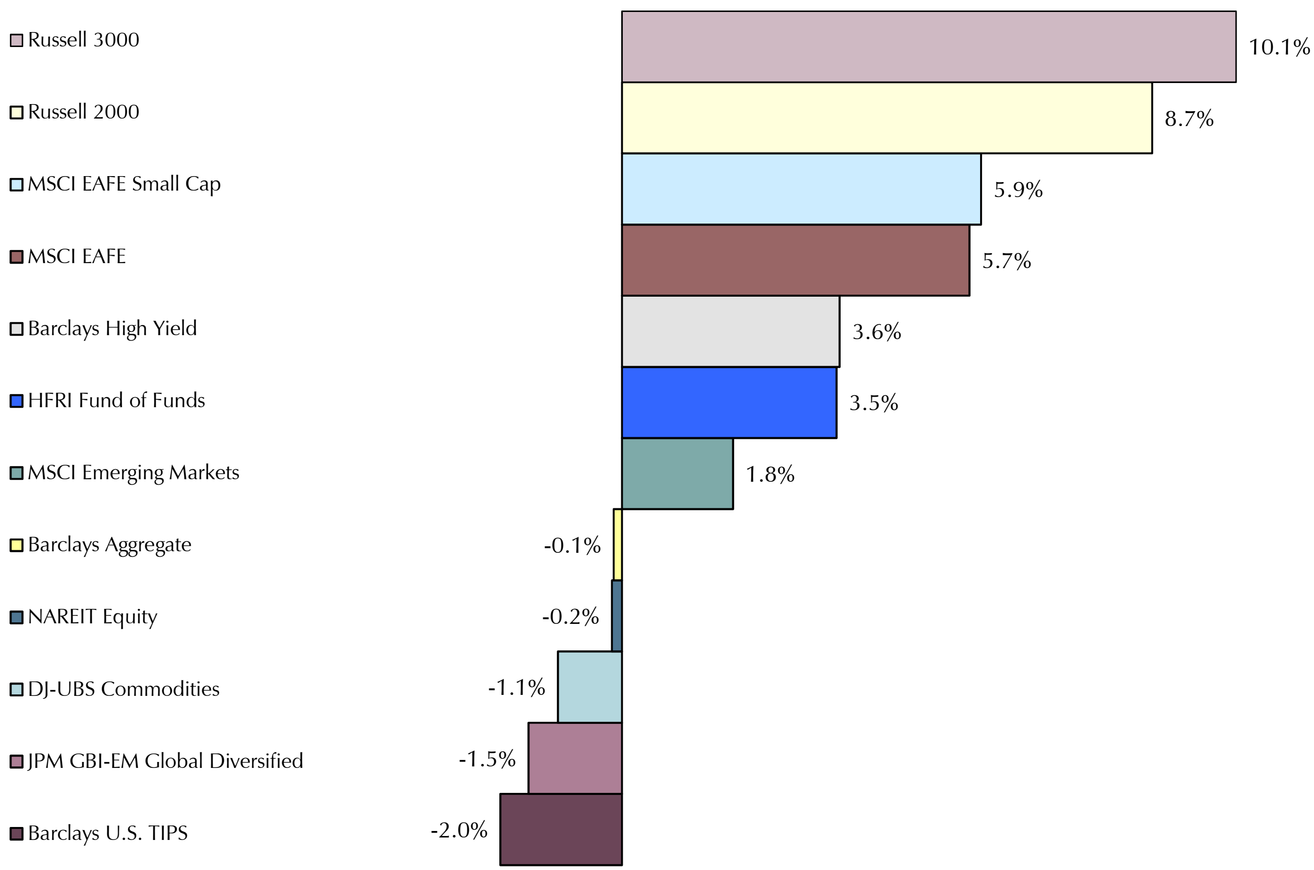
Meketa Investment Group has prepared this report on the basis of sources believed to be reliable. The data are based on matters as they are known as of the date of preparation of the report, and not as of any future date, and will not be updated or otherwise revised to reflect information that subsequently becomes available.

1. **The World Markets in the Fourth Quarter of 2013**
2. **Executive Summary**
3. **Fund Summary**
4. **2013 Performance, Asset Class, and Peer Group Review**
5. **Fund Detail**
6. **Portfolio Reviews**
7. **Appendices**
    - Corporate Update
    - Disclaimer, Glossary, and Notes

The World Markets
Fourth Quarter of 2013

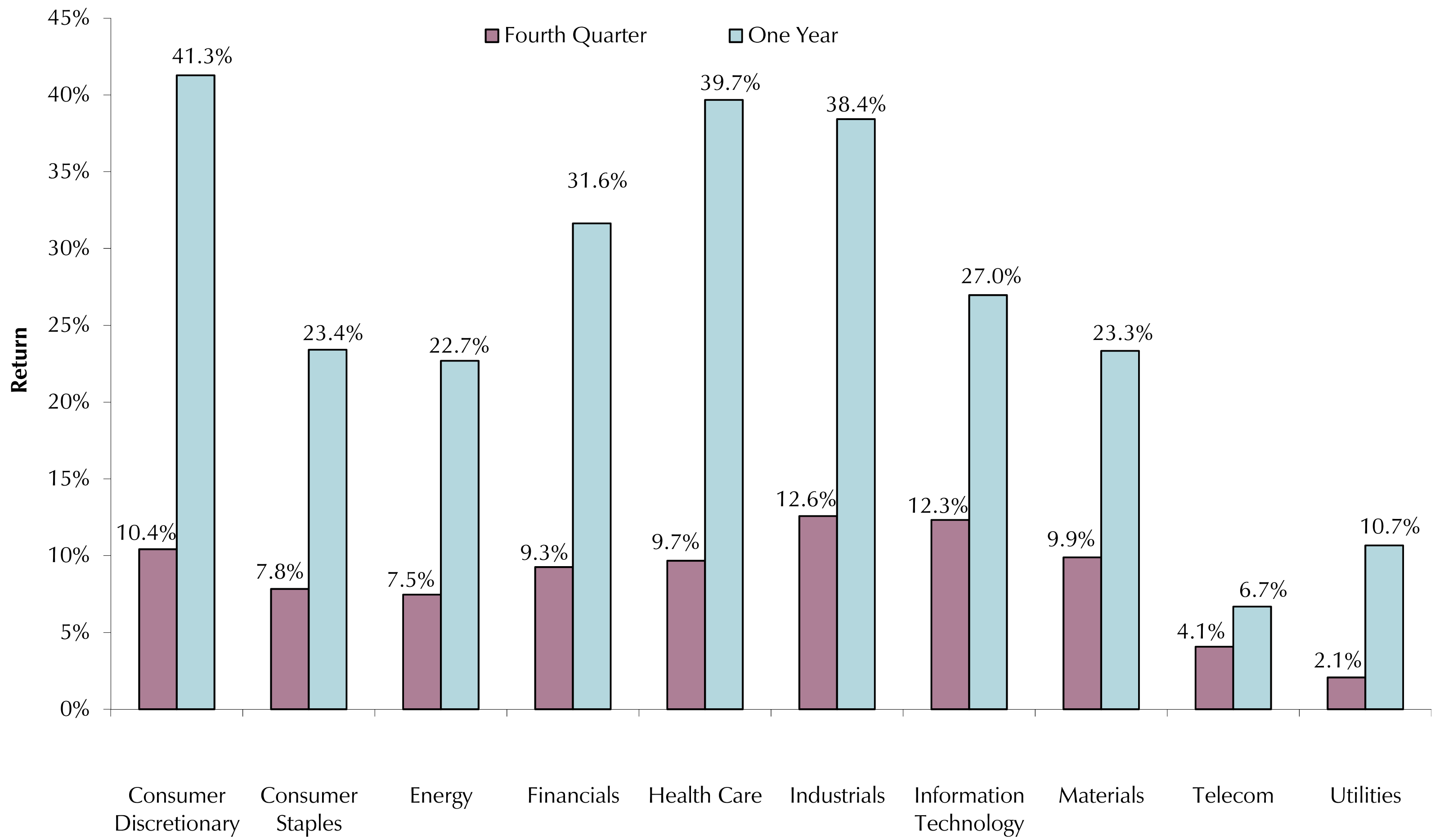
The World Markets
Fourth Quarter of 2013



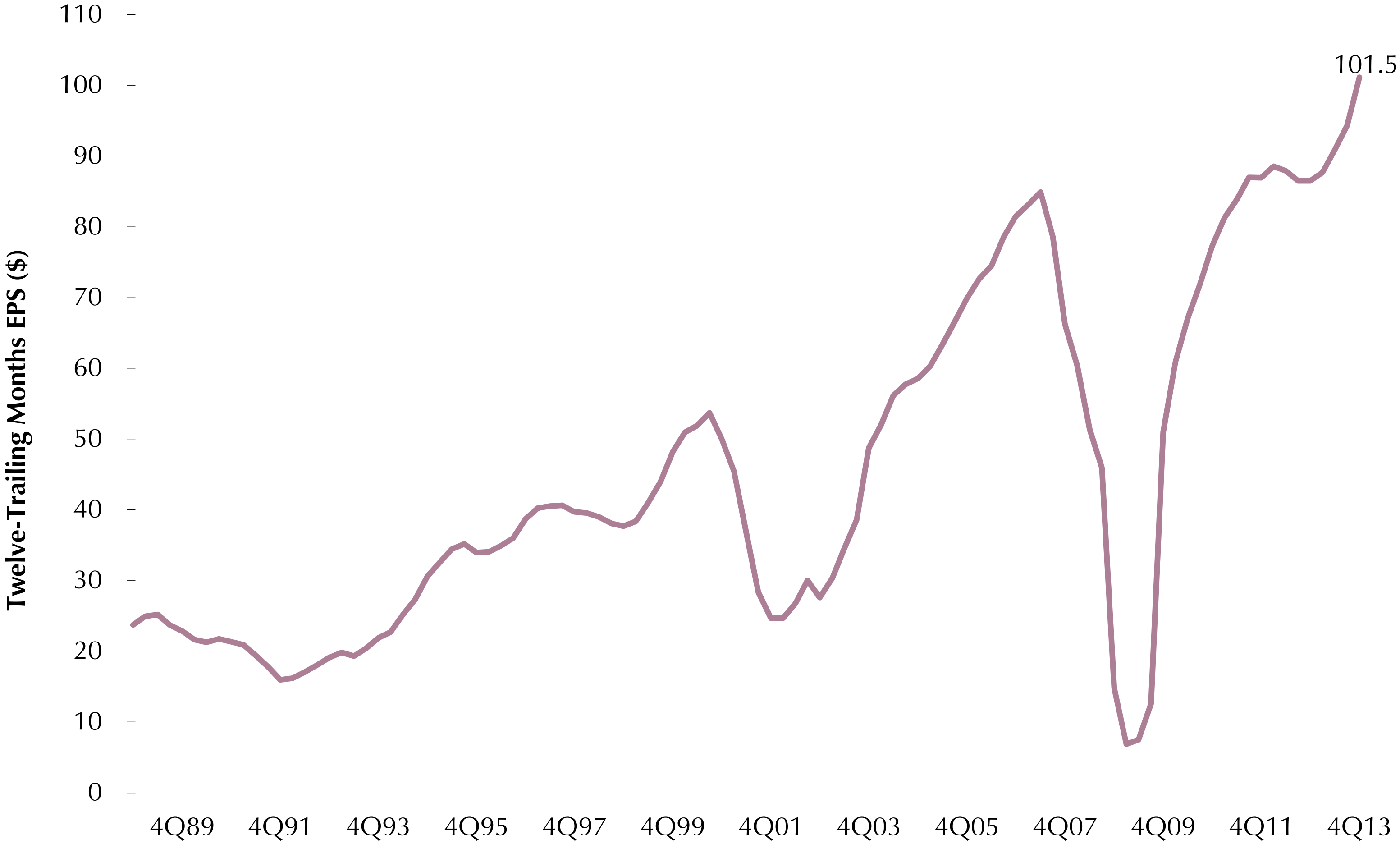
Index Returns

	4Q13 (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)
Domestic Equity					
Russell 3000	10.1	33.6	16.2	18.7	7.9
Russell 1000	10.2	33.1	16.3	18.6	7.8
Russell 1000 Growth	10.4	33.5	16.5	20.4	7.8
Russell 1000 Value	10.0	32.5	16.1	16.7	7.6
Russell MidCap	8.4	34.8	15.9	22.4	10.2
Russell MidCap Growth	8.2	35.7	15.6	23.4	9.8
Russell MidCap Value	8.6	33.5	16.0	21.2	10.3
Russell 2000	8.7	38.8	15.7	20.1	9.1
Russell 2000 Growth	8.2	43.3	16.8	22.6	9.4
Russell 2000 Value	9.3	34.5	14.5	17.6	8.6
Foreign Equity					
MSCI ACWI (ex. U.S.)	4.8	15.3	5.1	12.8	7.6
MSCI EAFE	5.7	22.8	8.2	12.4	6.9
MSCI EAFE (local currency)	6.4	26.9	9.4	11.3	6.0
MSCI EAFE Small Cap	5.9	29.3	9.3	18.5	9.5
MSCI Emerging Markets	1.8	-2.6	-2.1	14.8	11.2
MSCI Emerging Markets (local currency)	3.0	3.4	1.8	14.4	11.0
Fixed Income					
Barclays Universal	0.2	-1.3	3.8	5.4	4.9
Barclays Aggregate	-0.1	-2.0	3.3	4.4	4.5
Barclays U.S. TIPS	-2.0	-8.6	3.5	5.6	4.8
Barclays High Yield	3.6	7.4	9.3	18.9	8.6
JPMorgan GBI-EM Global Diversified (unhedged)	-1.5	-9.0	1.5	8.1	9.5
Other					
NAREIT Equity	-0.2	2.9	10.1	16.9	8.6
DJ-UBS Commodities	-1.1	-9.5	-8.2	1.4	-0.3
HFRI Fund of Funds	3.5	8.8	2.4	4.8	3.4

S&P Sector Returns

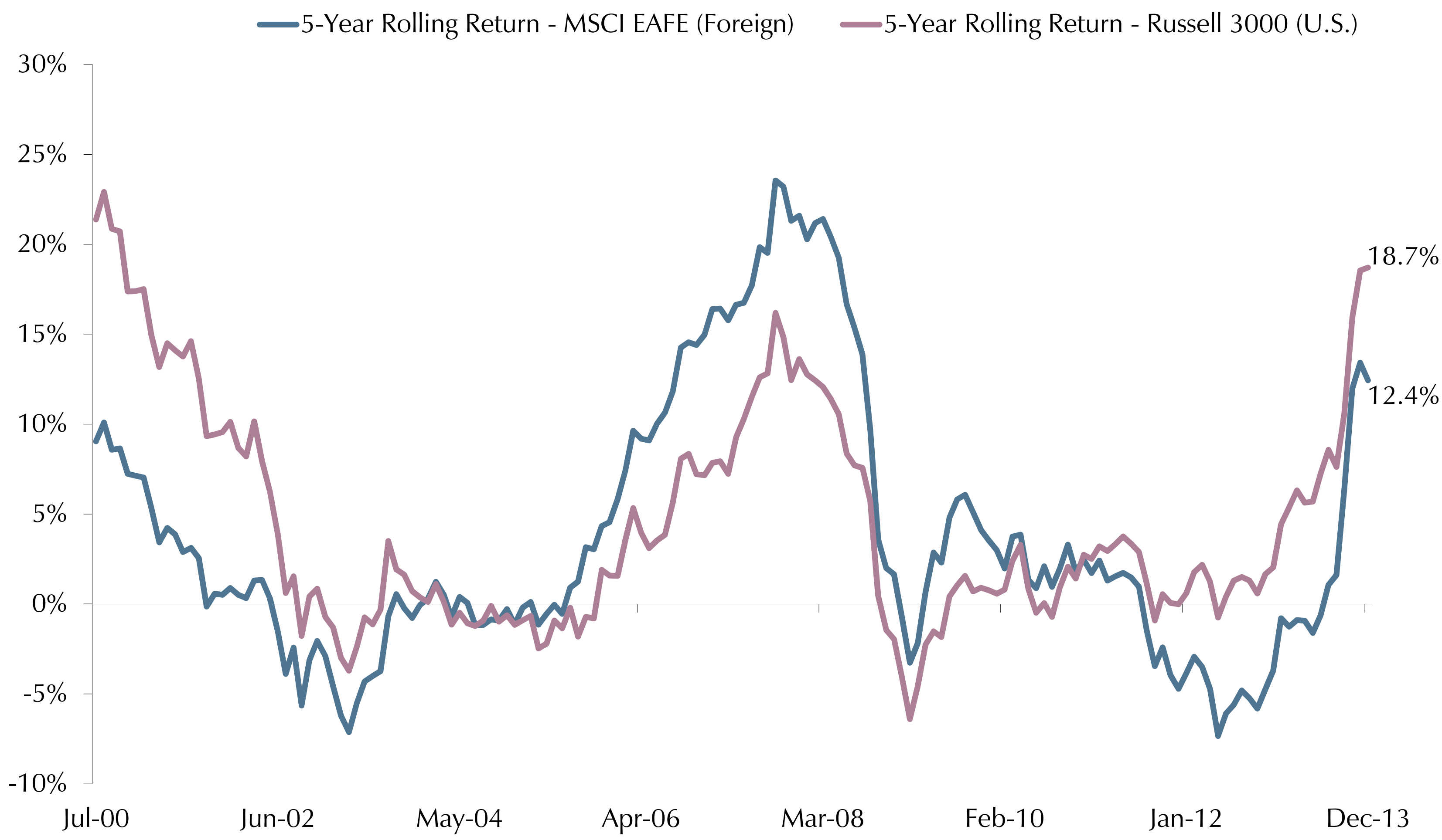


S&P 500 Earnings Per Share[1]

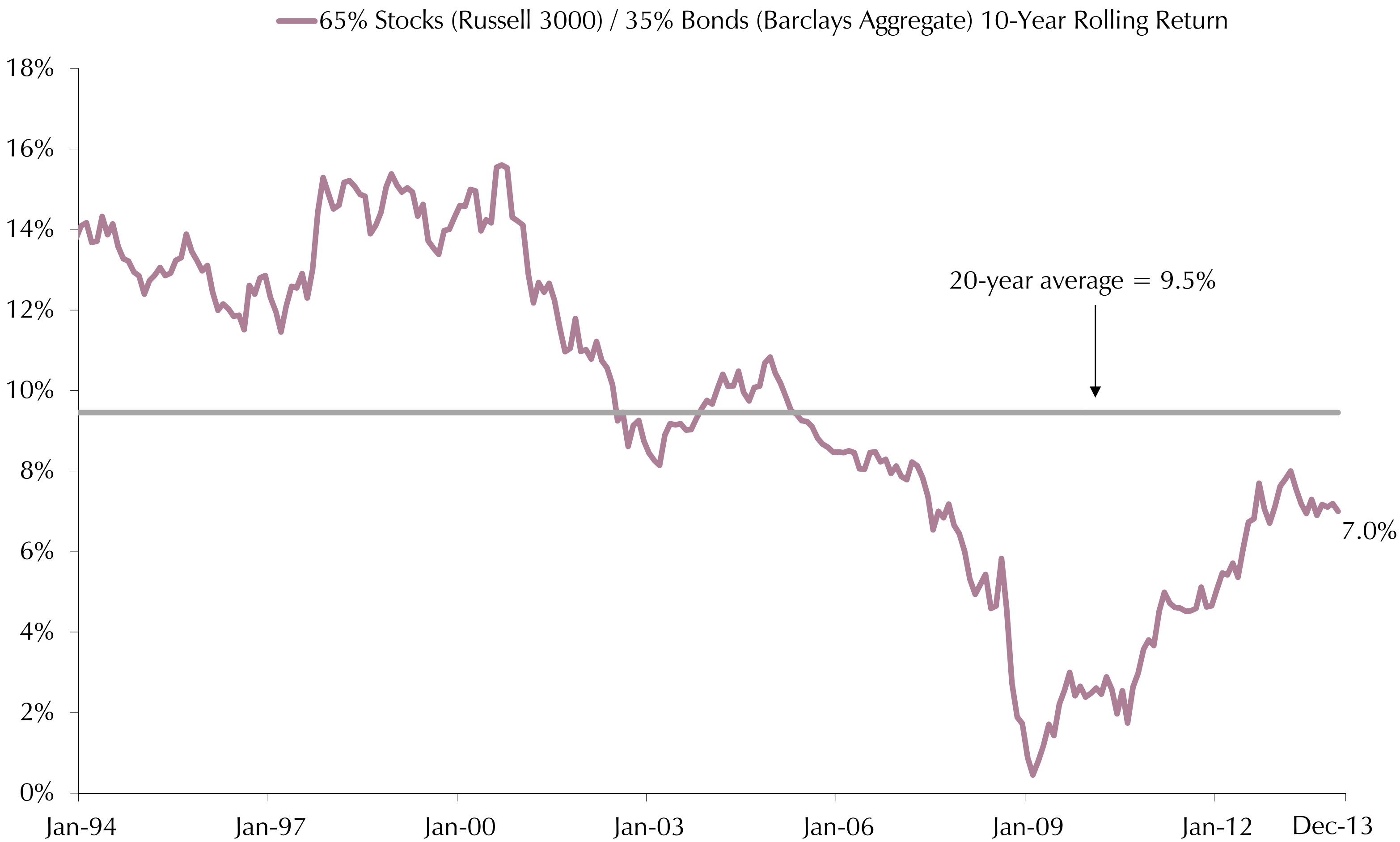


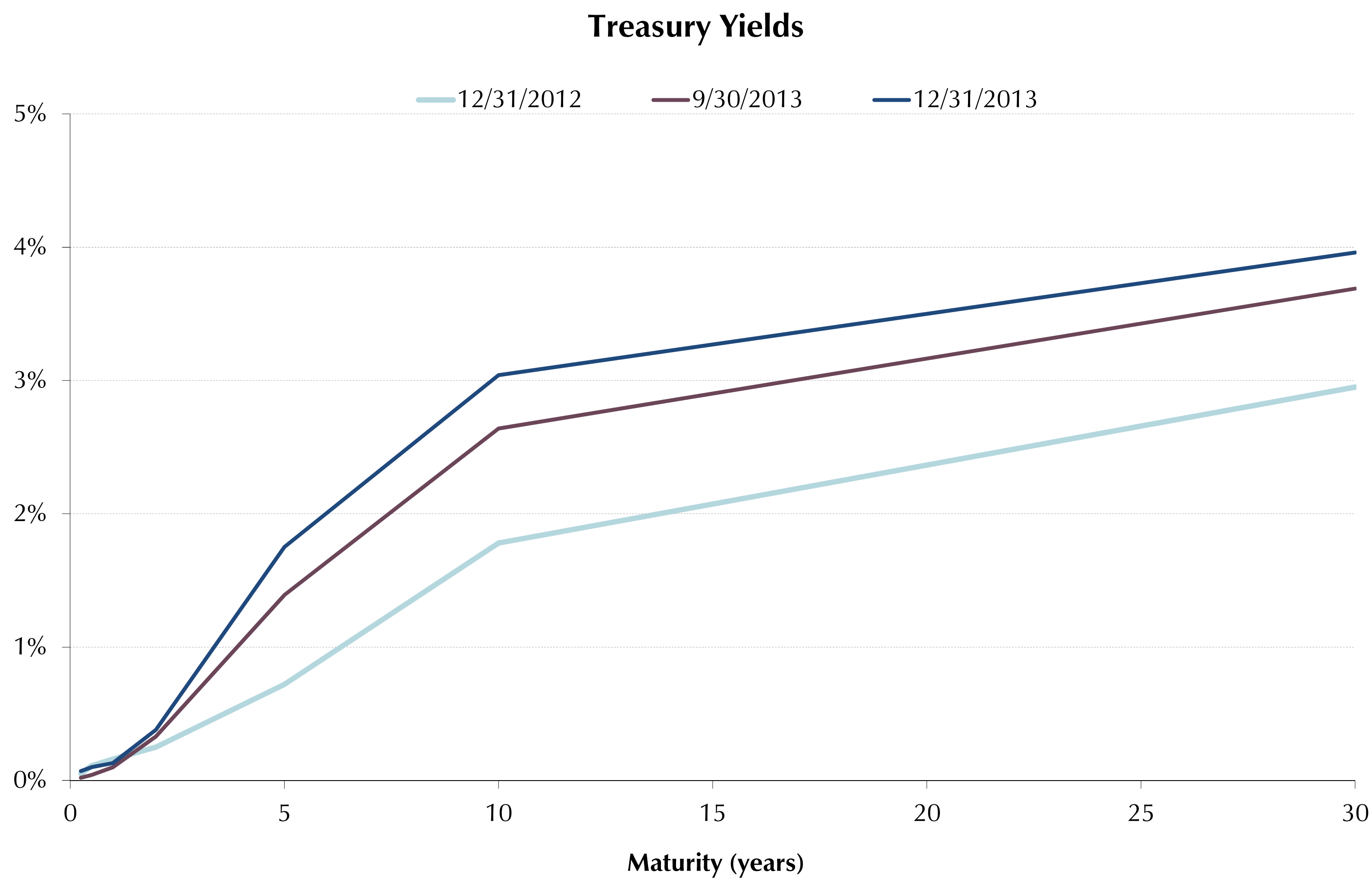
[1] The December 31, 2013 number is based on the approximately 89% of S&P 500 companies that reported earnings to date.

Equity Markets

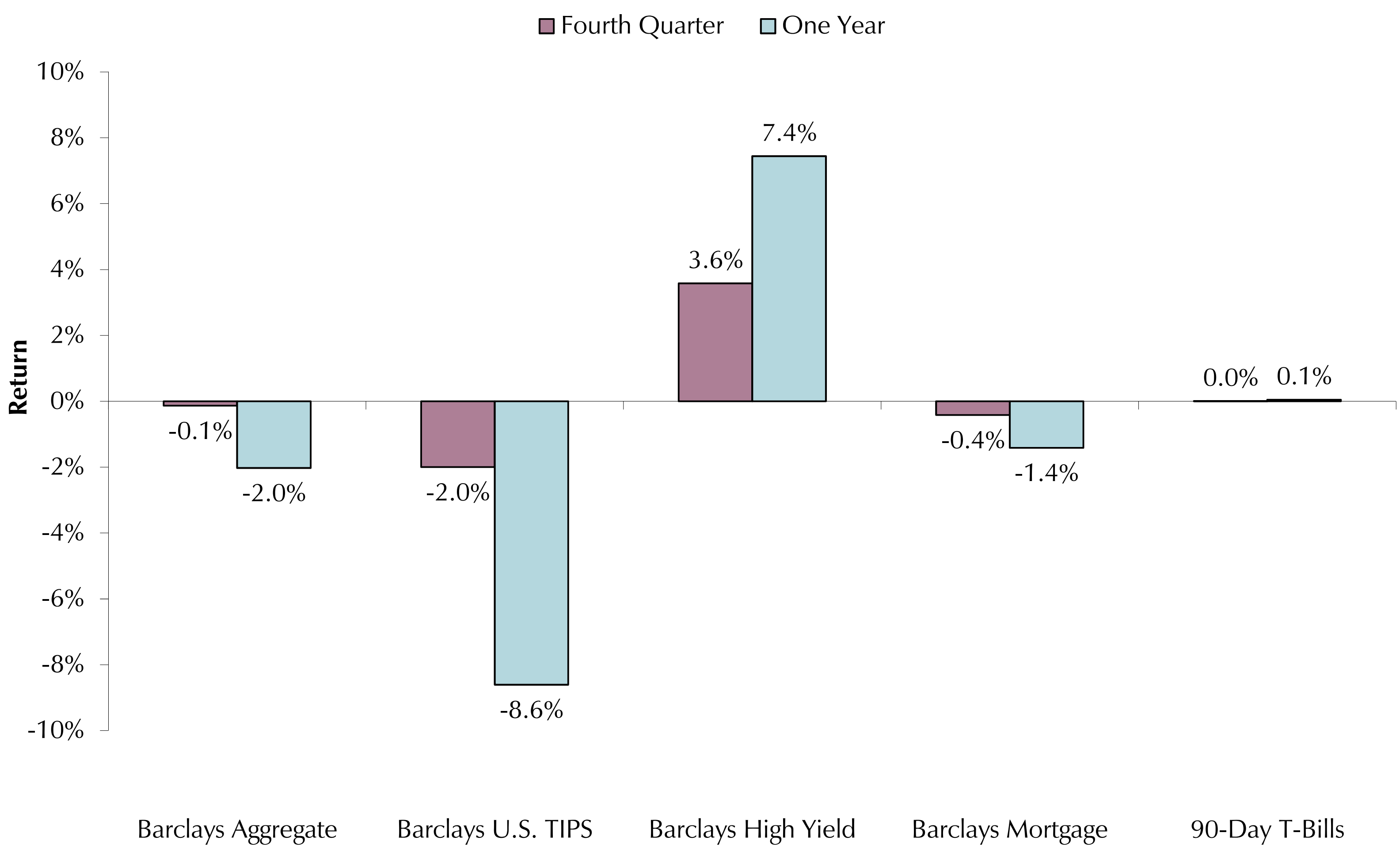


Rolling Ten-Year Returns: 65% Stocks and 35% Bonds

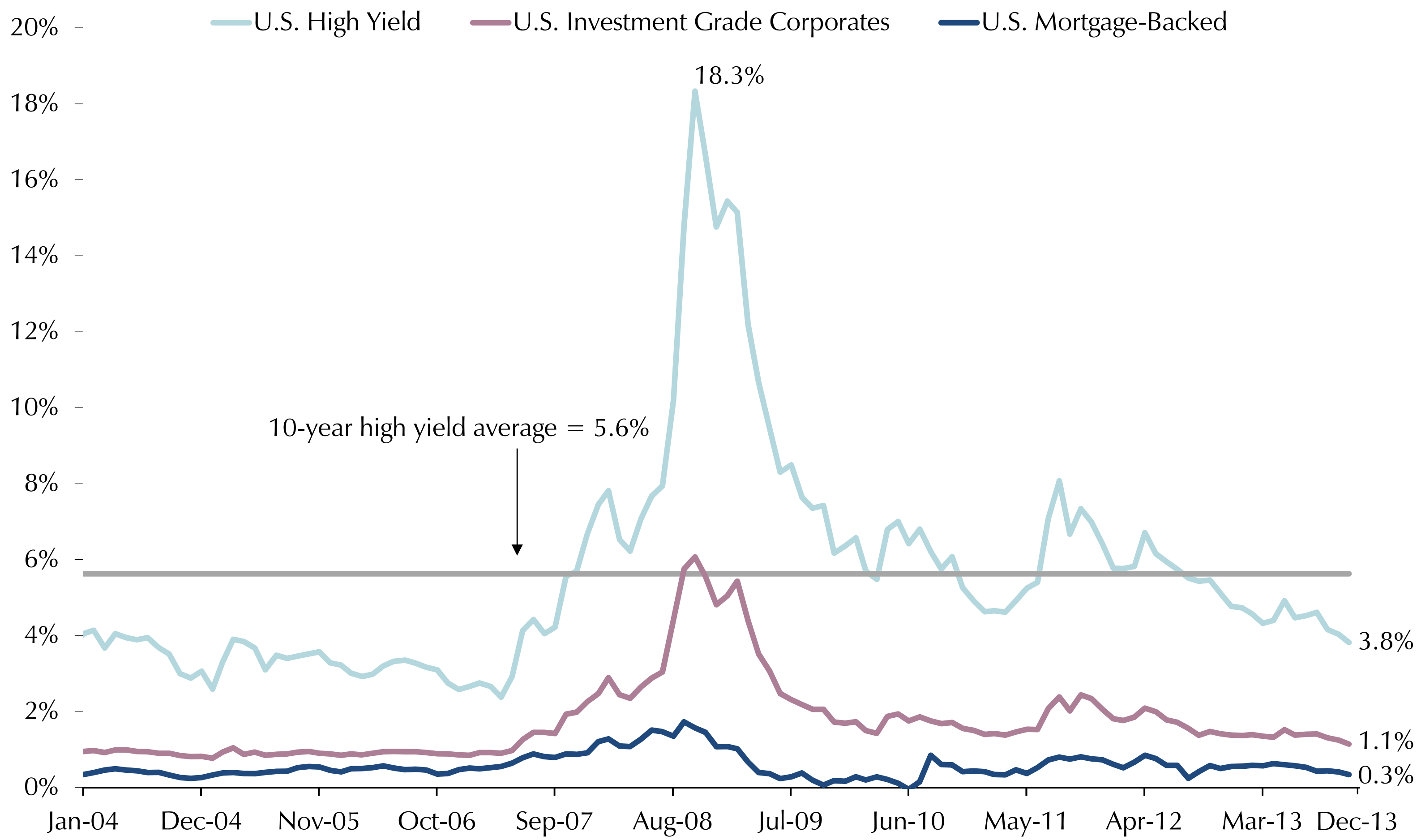



Treasury Yields
12/31/2012
9/30/2013
12/31/2013
5%
4%
3%
2%
1%
0%
0
5
10
15
20
25
30
Maturity (years)

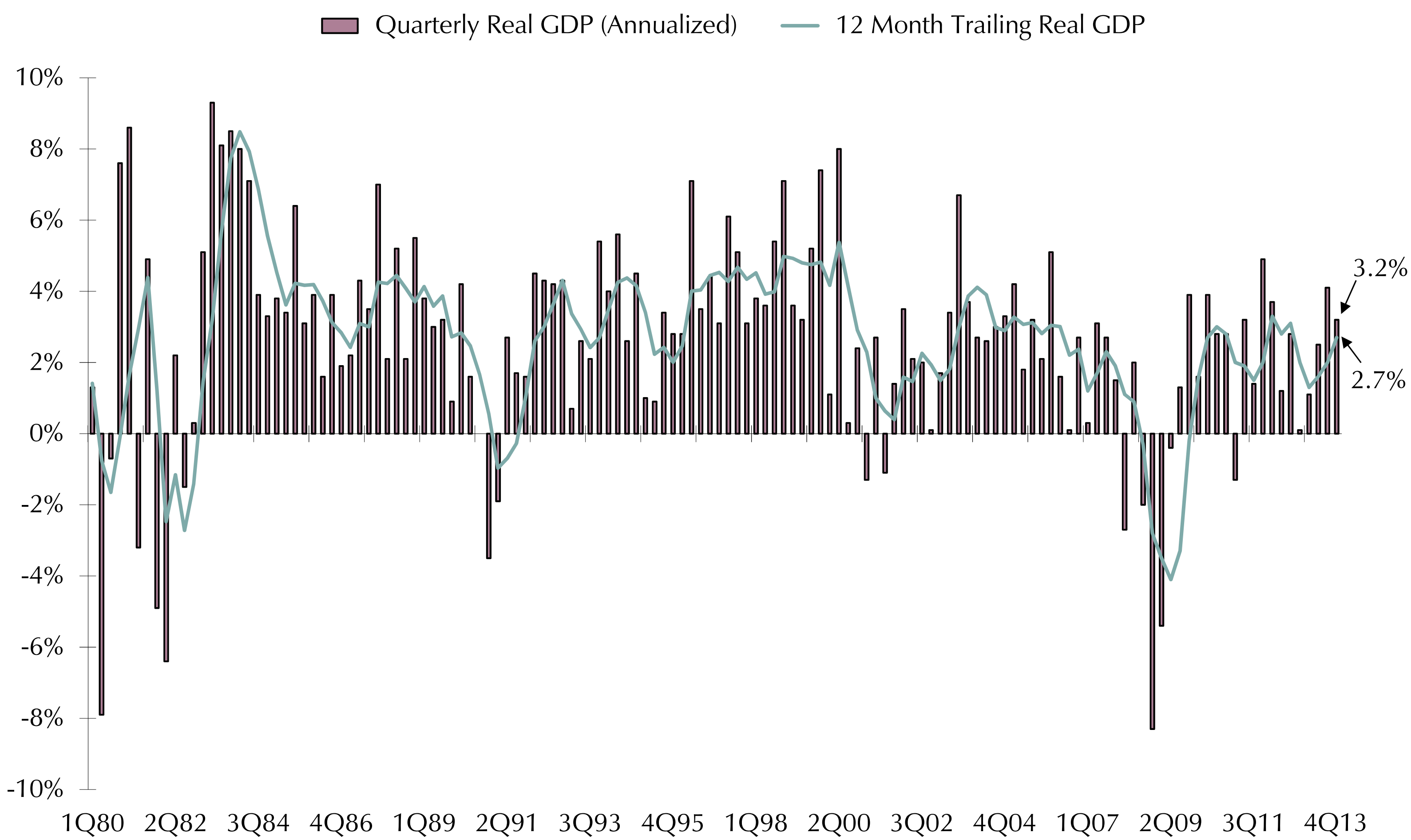
U.S. Fixed Income Markets



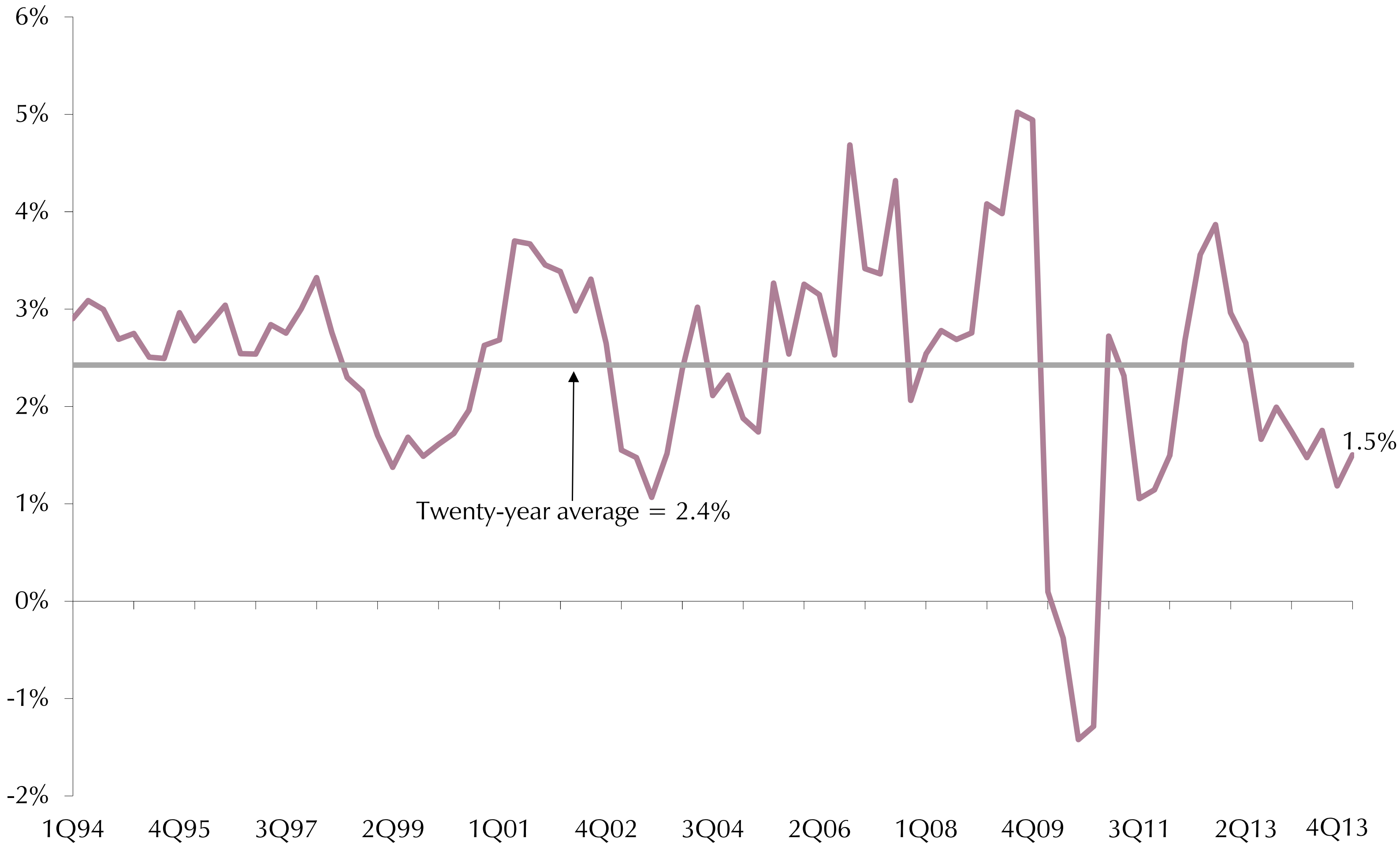
Credit Spreads vs. U.S. Treasury Bonds



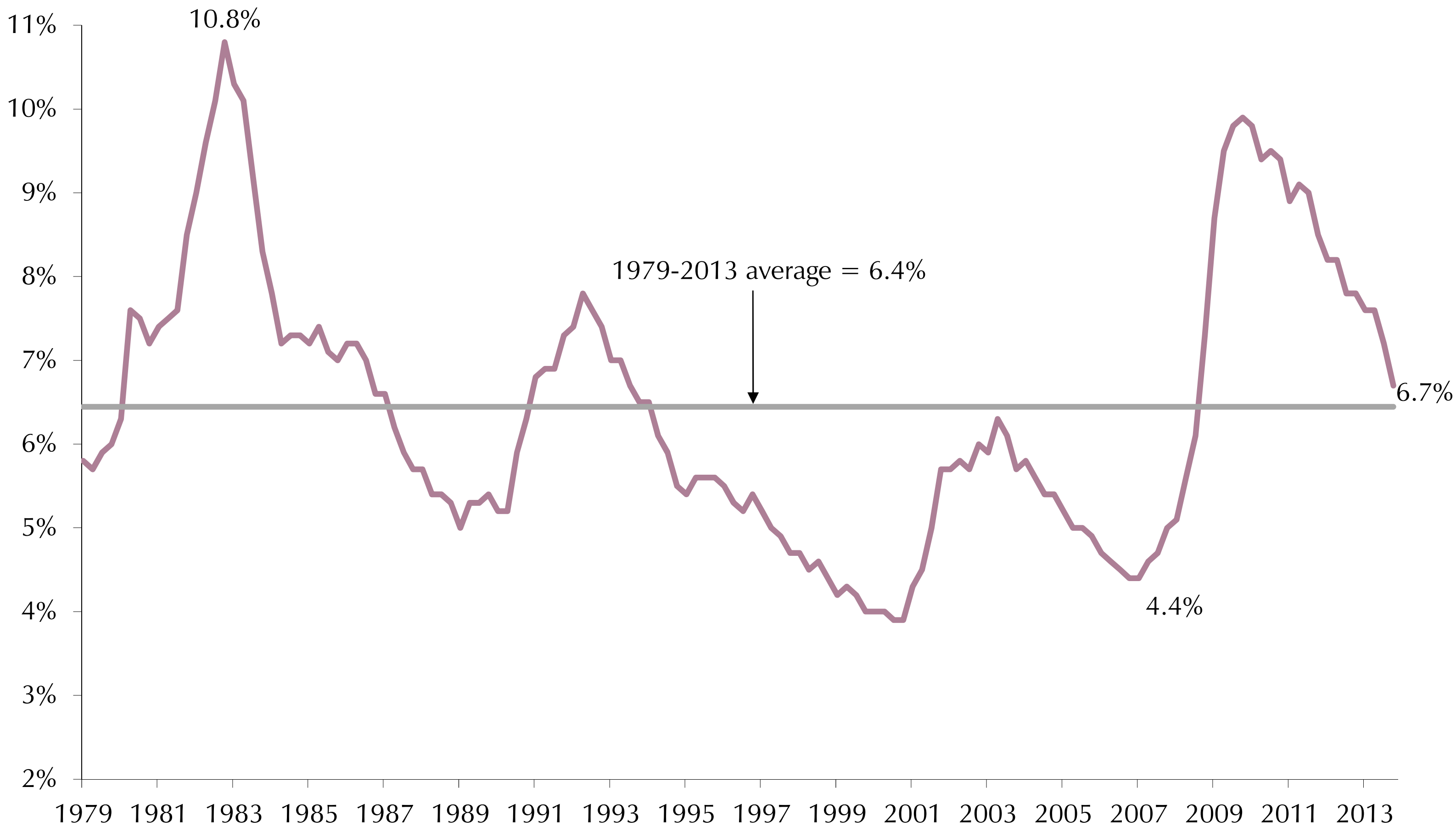
Real Gross Domestic Product (GDP) Growth



U.S. Inflation (CPI)
Trailing Twelve Months



U.S. Unemployment

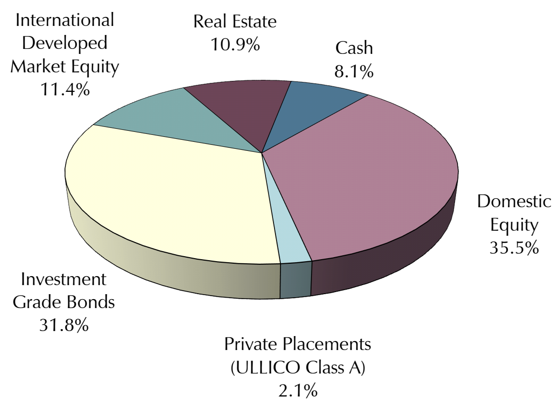


Executive Summary
As of December 31, 2013

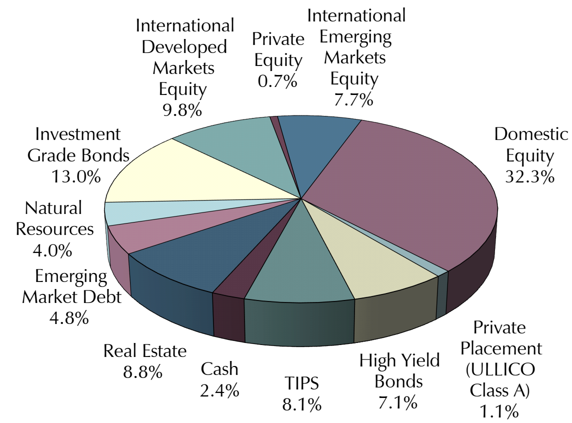
- The Pension Fund was valued at $139.6 million as of December 31, 2013, an increase of $18.2 million from December 31, 2012, due to positive investment performance and net cash inflows.
- For the fourth quarter, the Pension Fund returned 4.0%, ending the calendar year up 10.3%.
- Since inception of Meketa Investment Group's tenure (October 1, 2011), the Pension Fund had a total cumulative return of 30.9% versus the Policy Benchmark's 31.9% and Target Policy Benchmark's 31.7% through the end of December.
- The Pension Fund trails the Policy Benchmark by 2.3% for the calendar year, due to lack of TIPS, emerging market debt, and commodities within the Policy Benchmark.
- The Pension Fund trails the Target Benchmark by 0.5% for the calendar year, largely due to the underperformance of emerging market equity and bond managers.

Pension Fund Changes

Asset Allocation as of 9/30/11



Asset Allocation as of 12/31/13



New Asset Class	Funding Date	Funding Source	+/–
TIPS	12/1/11	Domestic Investment Grade Bond	–
Emerging Market Debt	3/1/12	Domestic Investment Grade Bond	–
Emerging Market Equity	4/1/12	Domestic Equity	–
High Yield Bond	9/1/12	Domestic Investment Grade Bond	+
Natural Resources	9/1/12	Domestic Equity	–
Floating Rate	2/1/13	Cash	+
REITs	2/1/13	Cash	-
Private Equity	4/1/13	Cash	+

Fixed Income Market Review

- The Fed announced the beginning of the tapering program; a modest reduction in asset purchases was well received by the equity markets. The announcement further reiterated that the Fed plans to keep the interest rates low until the unemployment rate falls below 6.5% or inflation exceeds 2.5%.
- Treasury rates rose modestly with the tapering announcement. The rising yield resulted in a negative quarter for Barclay's Aggregate U.S. Bond index as well as the intermediate TIPS index.
- Most non-Treasury and government sector products saw spreads contract as data suggested improvements in housing and consumers.

Changes in Treasury Yields

	4Q2013	2013
1 – 5 Year TIPS	0.1%	1.0%
1 – 5 Year Nominal	0.2%	0.3%
5 – 10 Year TIPS	0.4%	1.4%
5 – 10 Year Nominal	0.5%	1.0%
Full TIPS	0.3%	1.2%
Full Nominal	0.2%	0.5%
10 Year Breakeven	+0.04% (2.19% to 2.23%)	-0.22% (2.45% to 2.23%)

Recent Activity

- Activity during the quarter included two additional contributions to real estate and private equity as we continue to move towards the target weights.
- In December, Ridgemont Equity Partners called an additional $39,966. In October 2013, TA Realty called $375,000, and an additional $375,000 in April 2014.
- Subsequent to quarter-end, in February, an additional $21,023 was called by Ridgemont.
- In February, the Pension Fund made a commitment to of $2,475,000 to DRA Advisors' Growth & Income Fund VIII. Fund VIII is a closed-end, value-added real estate fund.

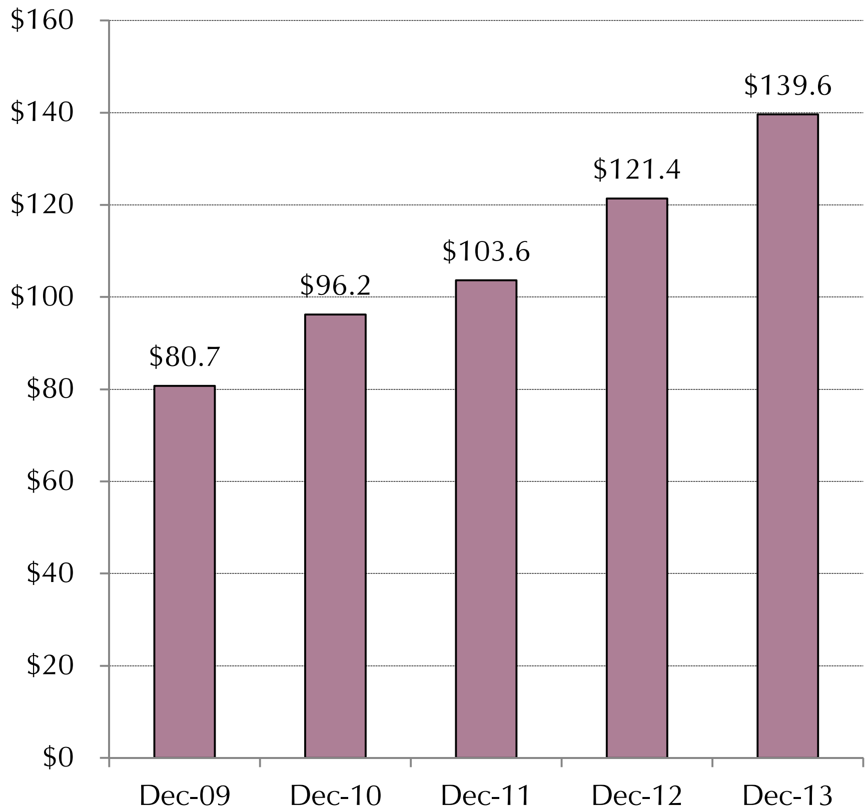
Fund	Asset Class	Commitment ($mm)	Called ($mm)	Distributed ($mm)
Ridgemont Equity	Private Equity	2.0	0.9	0.1
TA Realty	Core Plus Real Estate	2.5	1.6	< 0.1
DRA Advisors	Value-Added Real Estate	2.475	-	-

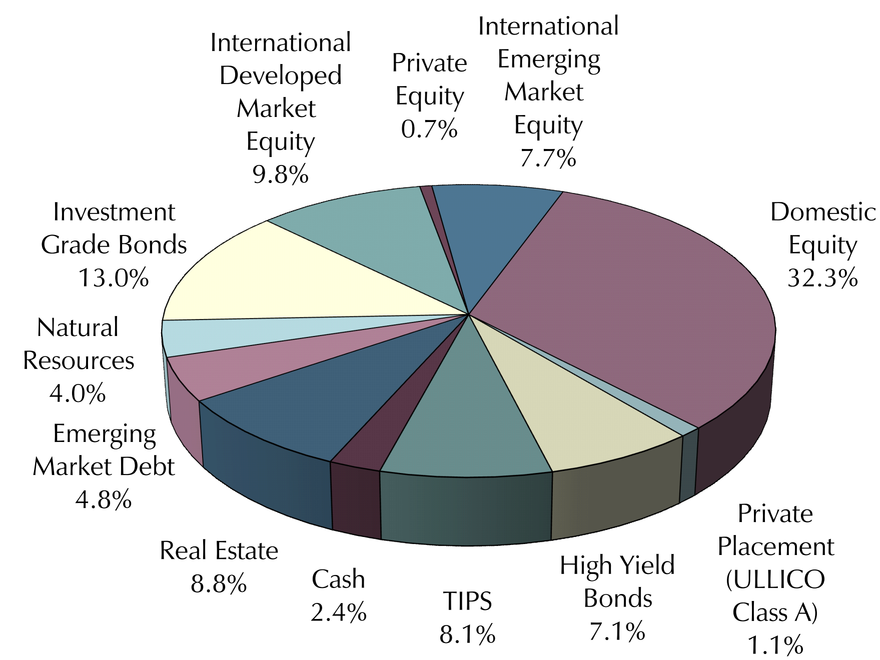
Next Steps

- Conduct asset allocation study to review the Fund structure.

Pension Fund Summary
As of December 31, 2013

Aggregate Assets as of 12/31/13





Aggregate Assets
Asset Summary as of 12/31/13

	Market Value 12/31/13 ($ mm)	% of Pension Fund	Target Allocation (%)	Target Range (%)	Market Value 9/30/13 ($ mm)
Total Pension Fund	**139.6**	**100**	**NA**	**NA**	**131.9**
Domestic Equity Assets	45.1	32	25	15-35	41.0
International Developed Market Equity Assets	13.7	10	10	5-20	13.0
Emerging Market Equity Assets	10.8	8	7	0-20	10.7
Investment Grade Bond Assets	18.1	13	14	8-25	18.1
TIPS Assets	11.3	8	10	0-20	11.6
Emerging Market Debt Assets	6.7	5	7	0-15	6.9
High Yield Bond Assets	10.0	7	5	0-15	9.7
Real Estate Assets	12.3	9	12	0-15	11.8
Natural Resources Assets	5.6	4	5	0-10	5.4
Private Equity Assets	1.0	< 1	5	0-10	0.8
Private Placement Assets[1]	1.5	1	0	0-5	1.5
Cash	3.5	2	0	< 5	1.4

[1] As of December 31, 2012, as valued by KPMG.

Aggregate Assets
Portfolio Roster as of 12/31/13

	Market Value 12/31/13 ($ mm)	% of Asset Class	% of Pension Fund	Target Allocation (%)	Target Range (%)	Market Value 9/30/13 ($ mm)
Total Pension Fund	**139.6**	**NA**	**100**	**NA**	**NA**	**131.9**
Domestic Equity Assets	**45.1**	**100**	**32**	**25**	**15-35**	**41.0**
Amalgamated LongView Large Cap 500 Index	26.0	58	19			23.5
Vanguard Dividend Growth	9.6	21	7			8.8
Amalgamated LongView MidCap 400 Index	5.8	13	4			5.3
Amalgamated LongView Small Cap 600 Index	3.7	8	3			3.4
International Developed Market Equity Assets	**13.7**	**100**	**10**	**10**	**5-20**	**13.0**
Manning & Napier International Equity	8.3	61	6			7.9
Vanguard Developed Markets Index	5.4	39	4			5.1
Emerging Market Equity Assets	**10.8**	**100**	**8**	**7**	**0-20**	**10.7**
Vontobel Emerging Markets Equity	5.4	50	4			5.4
Dimensional Emerging Markets Value	5.4	50	4			5.3
Investment Grade Bond Assets	**18.1**	**100**	**13**	**14**	**8-25**	**18.1**
PIMCO Total Return	9.8	54	7			9.8
Vanguard Intermediate-Term Corporate	4.9	27	4			4.9
AFL-CIO Housing Investment Trust	3.5	19	2			3.5
TIPS Assets	**11.3**	**100**	**8**	**10**	**0-20**	**11.6**
Vanguard Inflation-Protected Securities	11.3	100	8			11.6

Aggregate Assets
Portfolio Roster as of 12/31/13

	Market Value 12/31/13 ($ mm)	% of Asset Class	% of Pension Fund	Target Allocation (%)	Target Range (%)	Market Value 9/30/13 ($ mm)
Emerging Market Debt Assets	**6.7**	**100**	**5**	**7**	**0-15**	**6.9**
Stone Harbor Emerging Markets Debt	3.4	51	2			3.5
Stone Harbor Emerging Markets Local Currency Debt	3.3	49	2			3.4
High Yield Bond Assets	**10.0**	**100**	**7**	**5**	**0-15**	**9.7**
SKY Harbor High Yield	5.2	52	4			5.1
Loomis Sayles Bank Loan	4.7	48	3			4.6
Real Estate Assets	**12.3**	**100**	**9**	**12**	**0-15**	**11.8**
AFL-CIO Building Investment Trust	9.1	74	7			8.9
Vanguard REIT Index	2.0	16	1			2.0
TA Associates Realty Fund X	1.2	10	< 1			0.9
Natural Resources Assets	**5.6**	**100**	**4**	**5**	**0-10**	**5.4**
SSgA S&P Global Large MidCap Natural Resources Index	5.6	100	4			5.4
Private Equity Assets	**1.0**	**100**	**< 1**	**5**	**0-10**	**0.8**
Ridgemont Equity Partners I	1.0	100	< 1			0.8
Private Placement Assets[1]	**1.5**	**100**	**1**	**0**	**0-5**	**1.5**
ULLICO Class A	1.5	100	1			1.5
Cash	**3.5**	**100**	**2**	**0**	**< 5**	**1.4**

[1] As of December 31, 2012, as valued by KPMG.

Aggregate Assets Performance as of 12/31/13

	YTD as of March (%)	4Q13 (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	20 YR (%)	Inception Date	Since Inception (%)
		As of December 31, 2013							
Total Pension Fund	**2.1**	**4.0**	**10.3**	**7.8**	**10.4**	**5.4**	**7.1**	**1/1/88**	**7.9**
CPI (inflation)	*1.4*	*-0.5*	*1.5*	*2.1*	*2.1*	*2.4*	*2.4*		*2.7*
Policy Benchmark[1]	*1.3*	*4.2*	*12.6*	*8.3*	*10.5*	*6.7*	*NA*		*NA*
Target Policy Benchmark[2]	*1.5*	*4.0*	*10.8*	*8.7*	*11.7*	*NA*	*NA*		*NA*
Domestic Equity	1.9	9.9	32.9	NA	NA	NA	NA	6/1/11	15.6
Russell 3000	*2.0*	*10.1*	*33.6*	*16.2*	*18.7*	*7.9*	*9.3*		*15.5*
International Developed Market Equity	1.5	5.0	20.4	NA	NA	NA	NA	6/1/11	3.4
MSCI ACWI (ex. U.S.) IMI	*0.9*	*4.7*	*15.8*	*5.1*	*13.5*	*7.9*	*NA*		*3.9*
Emerging Market Equity	0.7	0.6	-4.6	NA	NA	NA	NA	4/1/12	0.2
MSCI Emerging Markets	*-0.4*	*1.8*	*-2.6*	*-2.1*	*14.8*	*11.2*	*5.5*		*0.5*
Investment Grade Bonds	1.9	0.2	-1.9	NA	NA	NA	NA	6/1/11	3.3
Barclays Aggregate	*1.8*	*-0.1*	*-2.0*	*3.3*	*4.4*	*4.5*	*5.7*		*2.6*
TIPS	2.1	-2.2	-8.8	NA	NA	NA	NA	12/1/11	-1.1
Barclays U.S. TIPS	*1.9*	*-2.0*	*-8.6*	*3.5*	*5.6*	*4.8*	*NA*		*-1.1*

1 Policy Benchmark: 52% MSCI ACWI, 36% Barclays Universal, 12% ODCE Equal Weighted.

2 Target Policy Benchmark: 25% Russell 3000, 14% Barclays Aggregate, 10% Barclays TIPS, 5% Barclays High Yield, 12% ODCE Equal Weighted, 10% MSCI EAFE, 7% MSCI EM, 5% Venture Economics, 5% S&P Global Large MidCap Commodities and Resources, 3.5% JPM GBI-EM Global Diversified (unhedged), 3.5% JPMorgan EMBI Global Diversified.

	YTD as of March (%)	4Q13 (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	20 YR (%)	Inception Date	Since Inception (%)
		As of December 31, 2013							
Pension Fund (continued)	**2.1**	**4.0**	**10.3**	**7.8**	**10.4**	**5.4**	**7.1**	**1/1/88**	**7.9**
Emerging Market Debt	2.9	-1.9	-10.7	NA	NA	NA	NA	3/1/12	-1.9
JPM GBI-EM Global Diversified (unhedged)	*1.9*	*-1.5*	*-9.0*	*1.5*	*8.1*	*9.5*	*NA*		*-2.1*
JPMorgan EMBI Global Diversified	*3.7*	*1.5*	*-5.3*	*6.1*	*11.7*	*8.2*	*9.8*		*3.7*
High Yield Bonds	2.5	2.9	7.6	NA	NA	NA	NA	9/1/12	9.1
Barclays High Yield	*3.0*	*3.6*	*7.4*	*9.3*	*18.9*	*8.6*	*7.7*		*9.3*
Real Estate[1]	5.0	1.7	7.0	NA	NA	NA	NA	6/1/11	9.7
NCREIF ODCE Equal Weighted	*NA*	*3.1*	*13.4*	*13.4*	*3.3*	*6.8*	*8.4*		*14.0*
Natural Resources	1.5	4.0	-2.4	NA	NA	NA	NA	9/1/12	2.4
S&P Global Large MidCap Commodities and Resources	*1.6*	*4.0*	*-2.6*	*-3.2*	*11.4*	*NA*	*NA*		*2.3*

[1] Aggregate real estate performance includes TA Associates Realty Fund X.

UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

Aggregate Assets Performance as of 12/31/13

	YTD as of March (%)	4Q13 (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	20 YR (%)	Inception Date	Since Inception (%)
		As of December 31, 2013							
Total Pension Fund	**2.1**	**4.0**	**10.3**	**7.8**	**10.4**	**5.4**	**7.1**	**1/1/88**	**7.9**
CPI (inflation)	*1.4*	*-0.5*	*1.5*	*2.1*	*2.1*	*2.4*	*2.4*		*2.7*
Policy Benchmark[1]	*1.3*	*4.2*	*12.6*	*8.3*	*10.5*	*6.7*	*NA*		*NA*
Target Policy Benchmark[2]	*1.5*	*4.0*	*10.8*	*8.7*	*11.7*	*NA*	*NA*		*NA*
Domestic Equity	**1.9**	**9.9**	**32.9**	**NA**	**NA**	**NA**	**NA**	**6/1/11**	**15.6**
Amalgamated LongView Large Cap 500 Index	1.8	10.5	32.3	16.2	18.0	7.4	NA	1/1/96	8.3
S&P 500	*1.8*	*10.5*	*32.4*	*16.2*	*17.9*	*7.4*	*9.2*		*8.3*
Vanguard Dividend Growth	1.9	9.1	NA	NA	NA	NA	NA	2/1/13	24.9
S&P 500	*1.8*	*10.5*	*32.4*	*16.2*	*17.9*	*7.4*	*9.2*		*25.9*
Amalgamated LongView MidCap 400 Index	3.0	8.3	NA	NA	NA	NA	NA	2/1/13	24.5
S&P MidCap	*3.0*	*8.3*	*33.5*	*15.6*	*21.9*	*10.4*	*12.1*		*24.5*
Amalgamated LongView Small Cap 600 Index	1.1	9.8	41.2	18.4	21.4	10.6	NA	1/1/03	12.9
S&P Small Cap	*1.1*	*9.8*	*41.3*	*18.4*	*21.4*	*10.7*	*11.0*		*13.0*

1 Policy Benchmark: 52% MSCI ACWI, 36% Barclays Universal, 12% ODCE Equal Weighted.

2 Target Policy Benchmark: 25% Russell 3000, 14% Barclays Aggregate, 10% Barclays TIPS, 5% Barclays High Yield, 12% ODCE Equal Weighted, 10% MSCI EAFE, 7% MSCI EM, 5% Venture Economics, 5% S&P Global Large MidCap Commodities and Resources, 3.5% JPM GBI-EM Global Diversified (unhedged), 3.5% JPMorgan EMBI Global Diversified.

Aggregate Assets
Performance as of 12/31/13

	YTD as of March (%)	4Q13 (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	20 YR (%)	Inception Date	Since Inception (%)
		As of December 31, 2013							
International Developed Market Equity	**1.5**	**5.0**	**20.4**	**NA**	**NA**	**NA**	**NA**	**6/1/11**	**3.4**
Manning & Napier International Equity	2.1	4.5	19.4	6.3	NA	NA	NA	1/1/10	7.1
MSCI ACWI (ex. U.S.)	*0.5*	*4.8*	*15.3*	*5.1*	*12.8*	*7.6*	*6.0*		*6.6*
Vanguard Developed Markets Index	0.5	5.6	22.1	NA	NA	NA	NA	1/1/13	22.1
Vanguard Spliced Developed Markets Benchmark[1]	*0.5*	*5.5*	*22.7*	*8.1*	*12.4*	*6.9*	*5.7*		*22.7*
Emerging Market Equity	**0.7**	**0.6**	**-4.6**	**NA**	**NA**	**NA**	**NA**	**4/1/12**	**0.2**
Vontobel Emerging Markets Equity	2.1	0.2	-5.3	NA	NA	NA	NA	4/1/12	0.7
MSCI Emerging Markets	*-0.4*	*1.8*	*-2.6*	*-2.1*	*14.8*	*11.2*	*5.5*		*0.5*
Dimensional Emerging Markets Value	-0.7	1.0	-3.8	NA	NA	NA	NA	4/1/12	-0.4
MSCI Emerging Markets	*-0.4*	*1.8*	*-2.6*	*-2.1*	*14.8*	*11.2*	*5.5*		*0.5*
Investment Grade Bonds	**1.9**	**0.2**	**-1.9**	**NA**	**NA**	**NA**	**NA**	**6/1/11**	**3.3**
PIMCO Total Return	1.3	0.0	-1.9	4.1	NA	NA	NA	1/1/10	5.2
Barclays Universal	*2.0*	*0.2*	*-1.3*	*3.8*	*5.4*	*4.9*	*5.9*		*4.6*
Vanguard Intermediate-Term Corporate	3.1	0.7	-1.8	NA	NA	NA	NA	12/1/12	-1.6
Barclays Corporate Credit 5-10 year	*2.9*	*0.9*	*-1.6*	*5.8*	*9.8*	*5.7*	*NA*		*-1.5*
AFL-CIO Housing Investment Trust	1.8	0.1	-2.4	3.2	4.6	4.8	NA	6/1/02	5.2
Barclays Aggregate	*1.8*	*-0.1*	*-2.0*	*3.3*	*4.4*	*4.5*	*5.7*		*4.9*
Barclays Mortgage	*1.6*	*-0.4*	*-1.4*	*2.4*	*3.7*	*4.6*	*5.7*		*4.7*

[1] MSCI EAFE index through April 16, 2013; FTSE Developed (ex. North America) index thereafter.

Aggregate Assets Performance as of 12/31/13

	YTD as of March (%)	4Q13 (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	20 YR (%)	Inception Date	Since Inception (%)
		As of December 31, 2013							
TIPS	**2.1**	**-2.2**	**-8.8**	**NA**	**NA**	**NA**	**NA**	**12/1/11**	**-1.1**
Vanguard Inflation-Protected Securities	2.1	-2.2	-8.8	NA	NA	NA	NA	12/1/11	-1.1
Barclays U.S. TIPS	*1.9*	*-2.0*	*-8.6*	*3.5*	*5.6*	*4.8*	*NA*		*-1.1*
Emerging Market Debt	**2.9**	**-1.9**	**-10.7**	**NA**	**NA**	**NA**	**NA**	**3/1/12**	**-1.9**
Stone Harbor Emerging Markets Debt	3.6	-0.4	-8.8	NA	NA	NA	NA	3/1/12	0.6
JPMorgan EMBI Global Diversified	*3.7*	*1.5*	*-5.3*	*6.1*	*11.7*	*8.2*	*9.8*		*3.7*
Stone Harbor Emerging Markets Local Currency Debt	2.1	-3.4	-12.6	NA	NA	NA	NA	3/1/12	-5.1
JPM GBI-EM Global Diversified (unhedged)	*1.9*	*-1.5*	*-9.0*	*1.5*	*8.1*	*9.5*	*NA*		*-2.1*
High Yield Bonds	**2.5**	**2.9**	**7.6**	**NA**	**NA**	**NA**	**NA**	**9/1/12**	**9.1**
SKY Harbor High Yield	3.0	3.6	9.7	NA	NA	NA	NA	9/1/12	10.6
Barclays High Yield	*3.0*	*3.6*	*7.4*	*9.3*	*18.9*	*8.6*	*7.7*		*9.3*
Loomis Sayles Bank Loan	2.0	2.1	NA	NA	NA	NA	NA	2/1/13	5.0
CSFB Leveraged Loan	*1.3*	*1.8*	*6.2*	*5.8*	*13.5*	*5.1*	*5.7*		*5.0*

Aggregate Assets Performance as of 12/31/13

	YTD as of March (%)	4Q13 (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	20 YR (%)	Inception Date	Since Inception (%)
		As of December 31, 2013							
Real Estate[1]	**5.0**	**1.7**	**7.0**	**NA**	**NA**	**NA**	**NA**	**6/1/11**	**9.7**
AFL-CIO Building Investment Trust	4.1	2.3	9.7	11.2	3.4	6.2	NA	7/1/02	6.1
NCREIF ODCE Equal Weighted	*NA*	*3.1*	*13.4*	*13.4*	*3.3*	*6.8*	*8.4*		*6.9*
NCREIF Property	*NA*	*2.5*	*11.0*	*12.0*	*5.7*	*8.7*	*9.4*		*8.7*
Vanguard REIT Index	10.0	-0.7	NA	NA	NA	NA	NA	2/1/13	-1.3
MSCI U.S. REIT	*10.0*	*-0.7*	*2.5*	*9.5*	*16.7*	*8.1*	*NA*		*-1.2*
Natural Resources	**1.5**	**4.0**	**-2.4**	**NA**	**NA**	**NA**	**NA**	**9/1/12**	**2.4**
SSgA S&P Global Large MidCap Natural Resources Index	1.5	4.0	-2.4	NA	NA	NA	NA	9/1/12	2.4
S&P Global Large MidCap Commodities and Resources	*1.6*	*4.0*	*-2.6*	*-3.2*	*11.4*	*NA*	*NA*		*2.3*

[1] Aggregate real estate performance includes TA Associates Realty Fund X.

Aggregate Assets
Calendar Year Performance

	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)	2007 (%)	2006 (%)	2005 (%)	2004 (%)
Total Pension Fund	**10.3**	**12.1**	**1.3**	**12.1**	**17.0**	**-23.8**	**6.9**	**12.3**	**5.5**	**6.3**
CPI (inflation)	*1.5*	*1.7*	*3.0*	*1.5*	*2.7*	*0.1*	*4.1*	*2.5*	*3.4*	*3.3*
Policy Benchmark[1]	*12.6*	*11.9*	*0.8*	*11.6*	*16.1*	*-24.3*	*10.5*	*14.5*	*9.1*	*11.2*
Target Policy Benchmark[2]	*10.8*	*13.0*	*2.6*	*13.8*	*19.2*	*-24.1*	*14.1*	*15.3*	*11.9*	*NA*
Domestic Equity	32.9	16.0	NA	NA	NA	NA	NA	NA	NA	NA
Russell 3000	*33.6*	*16.4*	*1.0*	*16.9*	*28.3*	*-37.3*	*5.1*	*15.7*	*6.1*	*11.9*
International Developed Market Equity	20.4	17.6	NA	NA	NA	NA	NA	NA	NA	NA
MSCI ACWI (ex. U.S.) IMI	*15.8*	*17.0*	*-14.3*	*12.7*	*43.6*	*-46.0*	*16.1*	*26.5*	*17.7*	*21.9*
Emerging Market Equity	-4.6	NA	NA	NA	NA	NA	NA	NA	NA	NA
MSCI Emerging Markets	*-2.6*	*18.2*	*-18.4*	*18.9*	*78.5*	*-53.3*	*39.4*	*32.2*	*34.0*	*25.6*
Investment Grade Bonds	-1.9	8.8	NA	NA	NA	NA	NA	NA	NA	NA
Barclays Aggregate	*-2.0*	*4.2*	*7.8*	*6.5*	*5.9*	*5.2*	*7.0*	*4.3*	*2.4*	*4.3*
TIPS	-8.8	6.9	NA	NA	NA	NA	NA	NA	NA	NA
Barclays U.S. TIPS	*-8.6*	*7.0*	*13.6*	*6.3*	*11.4*	*-2.4*	*11.6*	*0.4*	*2.8*	*8.5*
Emerging Market Debt	-10.7	NA	NA	NA	NA	NA	NA	NA	NA	NA
JPM GBI-EM Global Diversified (unhedged)	*-9.0*	*16.8*	*-1.8*	*15.7*	*22.0*	*-5.2*	*18.1*	*15.2*	*6.3*	*23.0*
JPMorgan EMBI Global Diversified	*-5.3*	*17.4*	*7.3*	*12.2*	*29.8*	*-12.0*	*6.2*	*9.9*	*10.2*	*11.6*

1 Policy Benchmark: 52% MSCI ACWI, 36% Barclays Universal, 12% ODCE Equal Weighted.

2 Target Policy Benchmark: 25% Russell 3000, 14% Barclays Aggregate, 10% Barclays TIPS, 5% Barclays High Yield, 12% ODCE Equal Weighted, 10% MSCI EAFE, 7% MSCI EM, 5% Venture Economics, 5% S&P Global Large MidCap Commodities and Resources, 3.5% JPM GBI-EM Global Diversified (unhedged), 3.5% JPMorgan EMBI Global Diversified.

UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

Aggregate Assets Calendar Year Performance

	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)	2007 (%)	2006 (%)	2005 (%)	2004 (%)
Pension Fund (continued)	**10.3**	**12.1**	**1.3**	**12.1**	**17.0**	**-23.8**	**6.9**	**12.3**	**5.5**	**6.3**
High Yield Bonds	7.6	NA	NA	NA	NA	NA	NA	NA	NA	NA
Barclays High Yield	*7.4*	*15.8*	*5.0*	*15.1*	*58.2*	*-26.2*	*1.9*	*11.8*	*2.7*	*11.1*
Real Estate[1]	7.0	7.9	NA	NA	NA	NA	NA	NA	NA	NA
NCREIF ODCE Equal Weighted	*13.4*	*11.0*	*16.0*	*16.1*	*-30.7*	*-10.4*	*16.1*	*16.1*	*20.2*	*12.6*
Natural Resources	-2.4	NA	NA	NA	NA	NA	NA	NA	NA	NA
S&P Global Large MidCap Commodities and Resources	*-2.6*	*7.1*	*-12.9*	*19.5*	*57.8*	*-46.1*	*59.3*	*30.5*	*29.1*	*NA*

[1] Aggregate real estate performance includes TA Associates Realty Fund X.

UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

Aggregate Assets Calendar Year Performance

	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)	2007 (%)	2006 (%)	2005 (%)	2004 (%)
Total Pension Fund	**10.0**	**12.1**	**1.3**	**12.1**	**17.0**	**-23.8**	**6.9**	**12.3**	**5.5**	**6.3**
CPI (inflation)	*1.5*	*1.7*	*3.0*	*1.5*	*2.7*	*0.1*	*4.1*	*2.5*	*3.4*	*3.3*
Policy Benchmark[1]	*12.6*	*11.9*	*0.8*	*11.6*	*16.1*	*-24.3*	*10.5*	*14.5*	*9.1*	*11.2*
Target Policy Benchmark[2]	*10.8*	*13.0*	*2.6*	*13.8*	*19.2*	*-24.1*	*14.1*	*15.3*	*11.9*	*NA*
Domestic Equity	**32.9**	**16.0**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**
Amalgamated LongView Large Cap 500 Index	32.3	16.0	2.1	15.1	26.5	-37.0	5.7	15.7	4.9	10.9
S&P 500	*32.4*	*16.0*	*2.1*	*15.1*	*26.5*	*-37.0*	*5.5*	*15.8*	*4.9*	*10.9*
Vanguard Dividend Growth	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
S&P 500	*32.4*	*16.0*	*2.1*	*15.1*	*26.5*	*-37.0*	*5.5*	*15.8*	*4.9*	*10.9*
Amalgamated LongView MidCap 400 Index	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
S&P MidCap	*33.5*	*17.9*	*-1.7*	*26.6*	*37.4*	*-36.2*	*8.0*	*10.3*	*12.6*	*16.5*
Amalgamated LongView Small Cap 600 Index	41.2	16.3	0.9	26.3	25.7	-31.1	-0.3	15.0	7.7	22.6
S&P Small Cap	*41.3*	*16.3*	*1.0*	*26.3*	*25.6*	*-31.1*	*-0.3*	*15.1*	*7.7*	*22.6*
International Developed Market Equity	**20.4**	**17.6**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**
Manning & Napier International Equity	19.4	19.3	-15.6	9.5	NA	NA	NA	NA	NA	NA
MSCI ACWI (ex. U.S.)	*15.3*	*16.8*	*-13.7*	*11.2*	*41.4*	*-45.5*	*16.7*	*26.7*	*16.6*	*20.9*
Vanguard Developed Markets Index	22.1	NA	NA	NA	NA	NA	NA	NA	NA	NA
Vanguard Spliced Developed Markets Benchmark[3]	*22.7*	*17.3*	*-12.1*	*7.7*	*31.8*	*-43.4*	*11.2*	*26.3*	*13.5*	*20.2*

[1] Policy Benchmark: 52% MSCI ACWI, 36% Barclays Universal, 12% ODCE Equal Weighted.

[2] Target Policy Benchmark: 25% Russell 3000, 14% Barclays Aggregate, 10% Barclays TIPS, 5% Barclays High Yield, 12% ODCE Equal Weighted, 10% MSCI EAFE, 7% MSCI EM, 5% Venture Economics, 5% S&P Global Large MidCap Commodities and Resources, 3.5% JPM GBI-EM Global Diversified (unhedged), 3.5% JPMorgan EMBI Global Diversified.

[3] MSCI EAFE index through April 16, 2013; FTSE Developed (ex. North America) index thereafter.

UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

Aggregate Assets Calendar Year Performance

	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)	2007 (%)	2006 (%)	2005 (%)	2004 (%)
Emerging Market Equity	**-4.6**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**
Vontobel Emerging Markets Equity	-5.3	NA	NA	NA	NA	NA	NA	NA	NA	NA
MSCI Emerging Markets	*-2.6*	*18.2*	*-18.4*	*18.9*	*78.5*	*-53.3*	*39.4*	*32.2*	*34.0*	*25.6*
Dimensional Emerging Markets Value	-3.8	NA	NA	NA	NA	NA	NA	NA	NA	NA
MSCI Emerging Markets	*-2.6*	*18.2*	*-18.4*	*18.9*	*78.5*	*-53.3*	*39.4*	*32.2*	*34.0*	*25.6*
Investment Grade Bonds	**-1.9**	**8.8**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**
PIMCO Total Return	-1.9	10.4	4.2	8.8	NA	NA	NA	NA	NA	NA
Barclays Universal	*-1.3*	*5.5*	*7.4*	*7.2*	*8.6*	*2.4*	*6.5*	*5.0*	*2.7*	*5.0*
Vanguard Intermediate-Term Corporate	-1.8	NA	NA	NA	NA	NA	NA	NA	NA	NA
Barclays Corporate Credit 5-10y	*-1.6*	*11.6*	*8.0*	*10.8*	*21.4*	*-6.9*	*4.4*	*4.3*	*1.3*	*6.0*
AFL-CIO Housing Investment Trust	-2.4	4.3	8.1	6.6	6.7	5.7	7.1	5.1	3.0	4.6
Barclays Aggregate	*-2.0*	*4.2*	*7.8*	*6.5*	*5.9*	*5.2*	*7.0*	*4.3*	*2.4*	*4.3*
Barclays Mortgage	*-1.4*	*2.6*	*6.2*	*5.4*	*5.9*	*8.3*	*6.9*	*5.2*	*2.6*	*4.7*
TIPS	**-8.8**	**6.9**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**
Vanguard Inflation-Protected Securities	-8.8	6.9	NA	NA	NA	NA	NA	NA	NA	NA
Barclays U.S. TIPS	*-8.6*	*7.0*	*13.6*	*6.3*	*11.4*	*-2.4*	*11.6*	*0.4*	*2.8*	*8.5*

UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

Aggregate Assets Calendar Year Performance

	2013 (%)	2012 (%)	2011 (%)	2010 (%)	2009 (%)	2008 (%)	2007 (%)	2006 (%)	2005 (%)	2004 (%)
Emerging Market Debt	**-10.7**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**
Stone Harbor Emerging Markets Debt	-8.8	NA	NA	NA	NA	NA	NA	NA	NA	NA
JPMorgan EMBI Global Diversified	*-5.3*	*17.4*	*7.3*	*12.2*	*29.8*	*-12.0*	*6.2*	*9.9*	*10.2*	*11.6*
Stone Harbor Emerging Markets Local Currency Debt	-12.6	NA	NA	NA	NA	NA	NA	NA	NA	NA
JPM GBI-EM Global Diversified (unhedged)	*-9.0*	*16.8*	*-1.8*	*15.7*	*22.0*	*-5.2*	*18.1*	*15.2*	*6.3*	*23.0*
High Yield Bonds	**7.6**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**
SKY Harbor High Yield	9.7	NA	NA	NA	NA	NA	NA	NA	NA	NA
Barclays High Yield	*7.4*	*15.8*	*5.0*	*15.1*	*58.2*	*-26.2*	*1.9*	*11.8*	*2.7*	*11.1*
Loomis Sayles Bank Loan	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
CSFB Leveraged Loan	*6.2*	*9.4*	*1.8*	*10.0*	*44.9*	*-28.8*	*1.9*	*7.2*	*5.7*	*5.6*
Real Estate[1]	**7.0**	**7.9**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**
AFL-CIO Building Investment Trust	9.7	10.8	13.0	14.2	-24.8	-9.3	14.3	16.6	18.3	8.2
NCREIF ODCE Equal Weighted	*13.4*	*11.0*	*16.0*	*16.1*	*-30.7*	*-10.4*	*16.1*	*16.1*	*20.2*	*12.6*
NCREIF Property	*11.0*	*10.7*	*14.3*	*13.1*	*-17.0*	*-6.5*	*15.8*	*16.8*	*20.2*	*14.7*
Vanguard REIT Index	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
MSCI U.S. REIT	*2.5*	*17.8*	*8.7*	*28.5*	*28.6*	*-38.4*	*-17.8*	*34.4*	*12.1*	*31.5*
Natural Resources	**-2.4**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**
SSgA S&P Global Large MidCap Natural Resources Index	-2.4	NA	NA	NA	NA	NA	NA	NA	NA	NA
S&P Global Large MidCap Commodities and Resources	*-2.6*	*7.1*	*-12.9*	*19.5*	*57.8*	*-46.1*	*59.3*	*30.5*	*29.1*	*NA*

[1] Aggregate real estate performance includes TA Associates Realty Fund X.

2013 Performance, Asset Class, and Peer Group Review

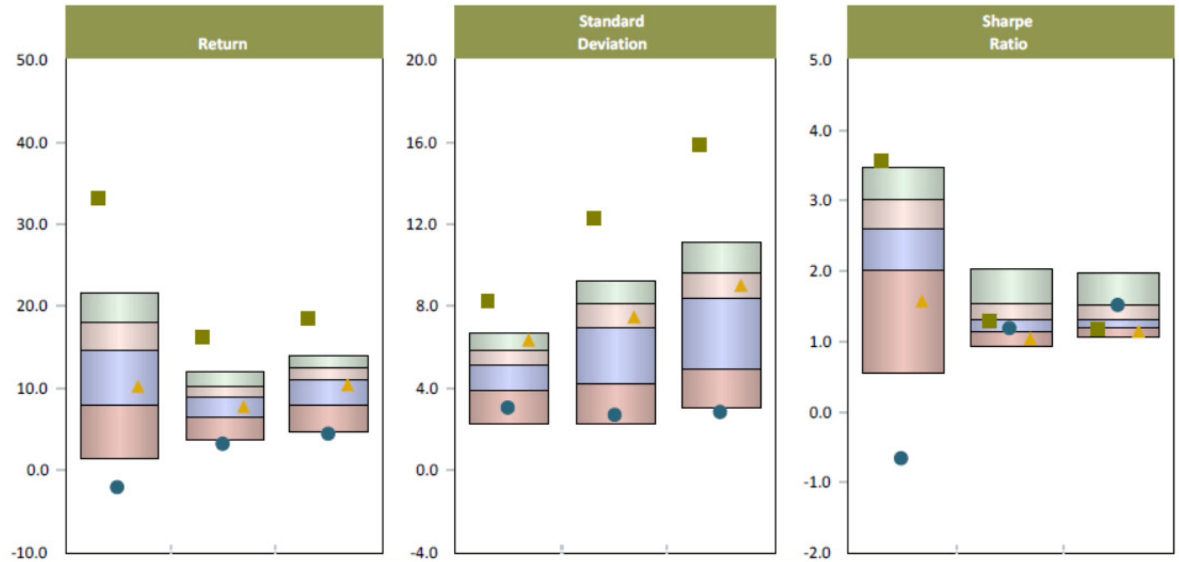
2013 Pension Fund Performance Review

	Average Allocation[1]	Aggregate Performance	Contribution to Return	20-Year Expected Returns
Equity				
Domestic Equity	31%	32.9%	9.6%	7.8%
Intl Developed Equity	10%	20.4%	1.9%	8.5%
Emerging Markets	8%	-4.6%	-0.4%	11.2%
Private Equity	< 1%	NA	NA	9.8%
Fixed Income				
Investment Grade Bonds	14%	-1.9%	-0.3%	3.5%
TIPS	8%	-8.8%	-0.7%	4.0%
High Yield	8%	7.6%	0.5%	5.6%
Emerging Market Debt	5%	-10.7%	-0.6%	6.9%[2]
Real Estate	8%	7.0%	0.5%	7.6%
Public Natural Resources	4%	-2.4%	-0.1%	9.3%
Private Placement	1%	NA	NA	NA
Cash	1%	NA	NA	NA
Total Return Contribution			**10.3%**	

- Domestic and international developed equities, high yield, and real estate all had positive contributions to Fund returns.
- Emerging market equities and debt, investment grade bonds, TIPS, and natural resources all detracted from Fund performance.

1 Average allocation over the calendar year.
2 Expected return for local currency investments, major investment expected return is 5.3%.

Plan Sponsor Peer Group Analysis – Multi-Statistics
Taft-Hartley Plans < $500 Million vs. 90-Day U.S. Treasury Bill
As of December 31, 2013



	Return 1 Year	Return 3 Years	Return 5 Years	Std Dev 1 Year	Std Dev 3 Years	Std Dev 5 Years	Sharpe 1 Year	Sharpe 3 Years	Sharpe 5 Years
■ Russell 1000 Index	33.1 (1)	16.3 (1)	18.6 (1)	8.2 (1)	12.3 (1)	15.9 (1)	3.6 (5)	1.3 (51)	1.2 (87)
● Barclays U.S. Aggregate	-2.0 (100)	3.3 (97)	4.4 (96)	3.1 (89)	2.7 (94)	2.9 (97)	-0.7 (100)	1.2 (71)	1.5 (25)
▲ Total Fund	10.3 (67)	7.8 (63)	10.4 (57)	6.3 (11)	7.4 (41)	9.0 (40)	1.6 (86)	1.0 (88)	1.1 (88)
5th Percentile	21.7	12.0	14.0	6.7	9.2	11.1	3.5	2.0	2.0
1st Quartile	18.0	10.3	12.6	5.9	8.1	9.6	3.0	1.5	1.5
Median	14.6	9.0	11.1	5.2	7.0	8.4	2.6	1.3	1.3
3rd Quartile	8.0	6.5	7.9	3.8	4.3	4.9	2.0	1.2	1.2
95th Percentile	1.5	3.7	4.8	2.3	2.3	3.0	0.5	0.9	1.1
Population	331	316	283	331	316	283	331	316	283

Parentheses contain percentile rankings.
Calculation based on monthly periodicity.

Pension Fund vs. U.S. Taft-Hartley Peers

Asset Allocation Policy

	Current Allocation	U.S. Peer Group	Difference
Equities	51	50	+1
Fixed Income	33	28	+5
Real Estate	9	10	-1
Other	7[1]	12	-5

- At the broad asset allocation level, the Fund overweights equities and fixed income, and underweights real estate and "other" asset classes (such as infrastructure, timber, natural resources, hedge funds, and commodities) relative to the Taft-Hartley peer universe.
- Additionally, the underlying structures of the Fund's asset classes are different from the universe.

[1] The Pension Fund's "other" includes private placement, natural resources, and cash.

Pension Fund vs. U.S. Taft-Hartley Peers
Equity Allocation

	Current Allocation	U.S. Peer Group	Difference	2013 Index Return[1]	20-Year Expected Return
Total Equities	**51%**	**50%**	**+1%**	–	–
Domestic Equity	32	32	–	33.6%	7.8%
International Developed Equity	10	12	-2	22.8%	8.5%
International Emerging Markets Equity	8	2	+6	-2.6%	11.2%
Private Equity	< 1	4	-3	18.1%	9.8%

- Relative to the peer universe, the Fund is underweight to international and developed private equity, and is significantly overweight to emerging markets equities.
- Emerging market equities have historical and projected returns above those of the U.S. equities.

[1] The index returns shown are the Russell 3000 for Domestic Equity, MSCI EAFE for International Developed Equity, MSCI Emerging Markets for International Emerging Markets Equity, and Venture Economics Private Equity Composite for Private Equity.

Pension Fund vs. U.S. Taft-Hartley Peers

Fixed Income Allocation

	Current Allocation	U.S. Peer Group	Difference	2013 Index Return[1]	20-Year Expected Return
Total Fixed Income	**33**	**28**	**+5**	–	–
Investment Grade Bonds	13	25	-12	-2.0%	3.5%
TIPS	8	NA	+8	-8.6%	4.0%
High Yield Bonds	4	NA	+4	7.4%	5.6%
Bank Loans	3	NA	+3	6.2%	4.8%
Emerging Markets Debt	2	0	+2	-9.0%	5.3%
Emerging Markets Debt - Local Currency	2	0	+2	-5.3%	6.9%
Global Fixed Income	0	3	-3	-2.6%	3.0%

- Relative to the peer universe, the Fund is more diversified across fixed income markets, including exposure to TIPS, emerging market debt, high yield, and bank loans.
- The current structure is in-line with our longer-term recommendation to reduce exposure to low-yielding investment grade bonds by:
  - Including allocations to higher-yielding bonds (high yield); Positive.
  - Emphasizing exposure to bonds with floating rates to protect against a rising interest rates (bank loans); Positive.
  - Emphasizing exposure to bonds that protect against an inflationary environment (TIPS); Negative.
  - Include assets expected to benefit from the growth of emerging markets (emerging market debt); Negative.

[1] The index returns are the Barclays Aggregate for Investment Grade Bonds, Barclays U.S. TIPS for TIPS, Barclays High Yield for High Yield Bonds, CSFB Leveraged Loan index for Bank Loans, JPM GBI-EM Global Diversified for Emerging Markets Debt, JPMorgan EMBI Global Diversified for Emerging Markets Debt Local Currency, and Barclays Global Aggregate for Global Fixed Income.

Pension Fund vs. U.S. Taft-Hartley Peers

Real Estate Allocation

	Current Allocation	U.S. Peer Group	Difference	2013 Index Return	20-Year Expected Return
Total Real Estate	**9**	**10**	**-1**	–	–
Core Real Estate	7	8	-1	13.4%[1]	6.5%
Value-Added Real Estate	< 1	NA	+1	12.9%[2]	8.0%
Public REITs	1	2	-1	2.5%[3]	7.0%

- The Fund's real estate assets are largely invested entirely in core real estate which represents high-quality, income-producing properties with stable cash flows, such as office, industrial (warehouse), retail (malls, shopping centers), and residential (apartments, condominiums).

[1] Return is as of December 31, 2013, represented by the NCREIF ODCE Equal Weighted index.
[2] Return is as of September 30, 2013, represented by the NCREIF Townsend All Value Added Closed End Equal Weighted.
[3] Return is as of December 31, 2013, represented by the MSCI U.S. REIT index.

Pension Fund vs. U.S. Taft-Hartley Peers

"Other" Allocations

	Current Allocation	U.S. Peer Group	Difference	2013 Index Return[1]	20-Year Expected Return
Total "Other"	**7**	**12**	**-5**	–	–
Natural Resources	4	0	+4	-2.6%	9.3%
Commodities	0	1	-1	-9.5%	6.0%
Hedge Funds	0	4	-4	9.0%	5.7%
Cash	2	1	+1	0.1%	2.3%
Unclassified	1	7	-6	NA	NA

- Relative to the peer universe, the Fund is underweight to "other assets" including natural resources, infrastructure, and hedge funds.
  - The Fund's exposure to natural resources in 2013 hurt relative performance, as S&P Global Large MidCap Commodities and Resources declined 2.6% for the year.
- The Fund benefited from its lack of exposure to hedge funds, as well, as the hedge fund universe has underperformed recently.
  - Over the past five-years, the HFRI Fund of Funds index has produced returns comparable to high quality bonds, returning 4.8% and 4.4%, respectively, while stocks have gained 17.9%[2].

[1] The indices used are the S&P Global Large MidCap Commodities and Resources for Natural Resources, Dow Jones-UBS Commodity U.S. Index for Commodities, HFRI Fund of Funds Composite for Hedge Funds, and 90-Day T-Bills for Cash.

[2] As of December 31, 2013. The HFRI Fund of Funds index is a peer universe of hedge fund-of-funds. Stock and bond proxies are the Russell 3000 index and Barclays Aggregate index, respectively.

Pension Fund Asset Allocation Review

Natural resources, emerging markets, and high quality bonds all had negative returns during 2013, which corresponded to negative returns for the Fund's investments in these asset classes. These asset classes are included in the Fund's asset allocation for three main reasons.

- Diversification:
  - High quality bonds, including TIPS, serve as the best hedge against equity risk, which is the primary risk in the Fund.
- Inflation Protection:
  - We are currently in a low inflation period, with low future inflation priced into capital markets. Both real assets and TIPS should benefit when this changes.
- Return Enhancement:
  - We expect emerging markets equities to produce higher returns than developed public markets equities over the next 10 to 20 years.

The following pages review the investment rationale for real assets, emerging markets, and high quality in more detail.

Emerging Markets

Current Exposure

- Equity: DFA Emerging Markets Value and Vontobel Emerging Markets Equity
- Debt: Stone Harbor Emerging Markets Debt

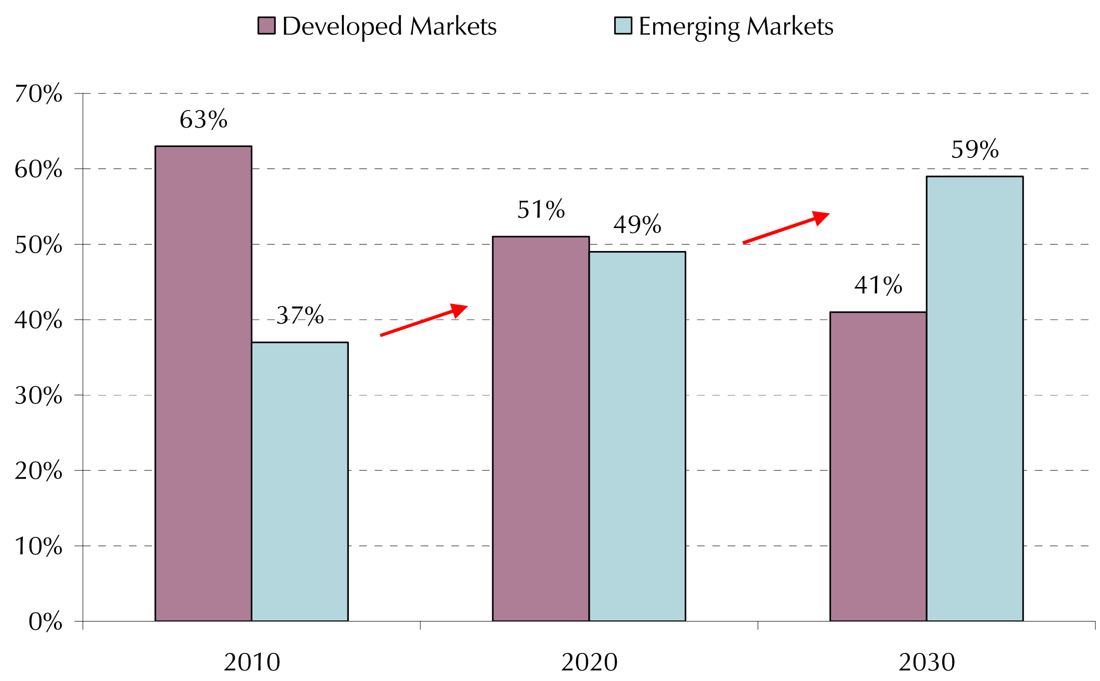
Investment Objectives

- Return enhancement
  - Provide exposure to the countries with fast growing populations and maturing capital markets
- Country and company diversification
- Currency diversification to hedge against a declining dollar

Importance of Emerging Markets

- Emerging markets account for 85% of the world's population and 49% of global economic output.[1]
- On average, emerging countries have higher GDP growth rates and lower debt ratios than developed countries.

Percent Share of Global GDP



Source: MSCI, FactSet, Goldman Sachs Global ECS Research.

[1] As of 2012, based on purchasing-power-parity valuation of economies' GDP

The Case for Growth: Lower Debt Burden

- Research indicates a negative correlation between a country's debt burden and its growth.[1]
- The average emerging market carries a much lower debt burden than the average developed economy.

Emerging Markets

Country	Debt-to-GDP Ratio[2]
Brazil	59%
China	32%
India	50%
Mexico	36%
Russia	8%
South Africa	40%
Average:	***38%***

Developed Markets

Country	Debt-to-GDP Ratio
Australia	29%
France	90%
Germany	82%
Japan	214%
United Kingdom	90%
United States[3]	73%
Average:	***96%***

1 Source: Reinhart and Rogoff, "Growth in a Time of Debt" (2010).
2 Source: CIA World Factbook. Reflects 2012 estimates.
3 If intra-government debt (i.e., Treasury borrowings from other U.S. government entities) were included for the United States, its Debt-to-GDP ratio would be approximately 103%.

The Case for Growth: Better Demographics

- Demographics favor emerging economies.
  - A higher ratio of working age population has led to higher productivity growth historically.[1]
  - This effect is known as the "demographic dividend."
  - Conversely, the greater the proportion of non-working age, or "dependent," population, the lower the productivity growth will be.

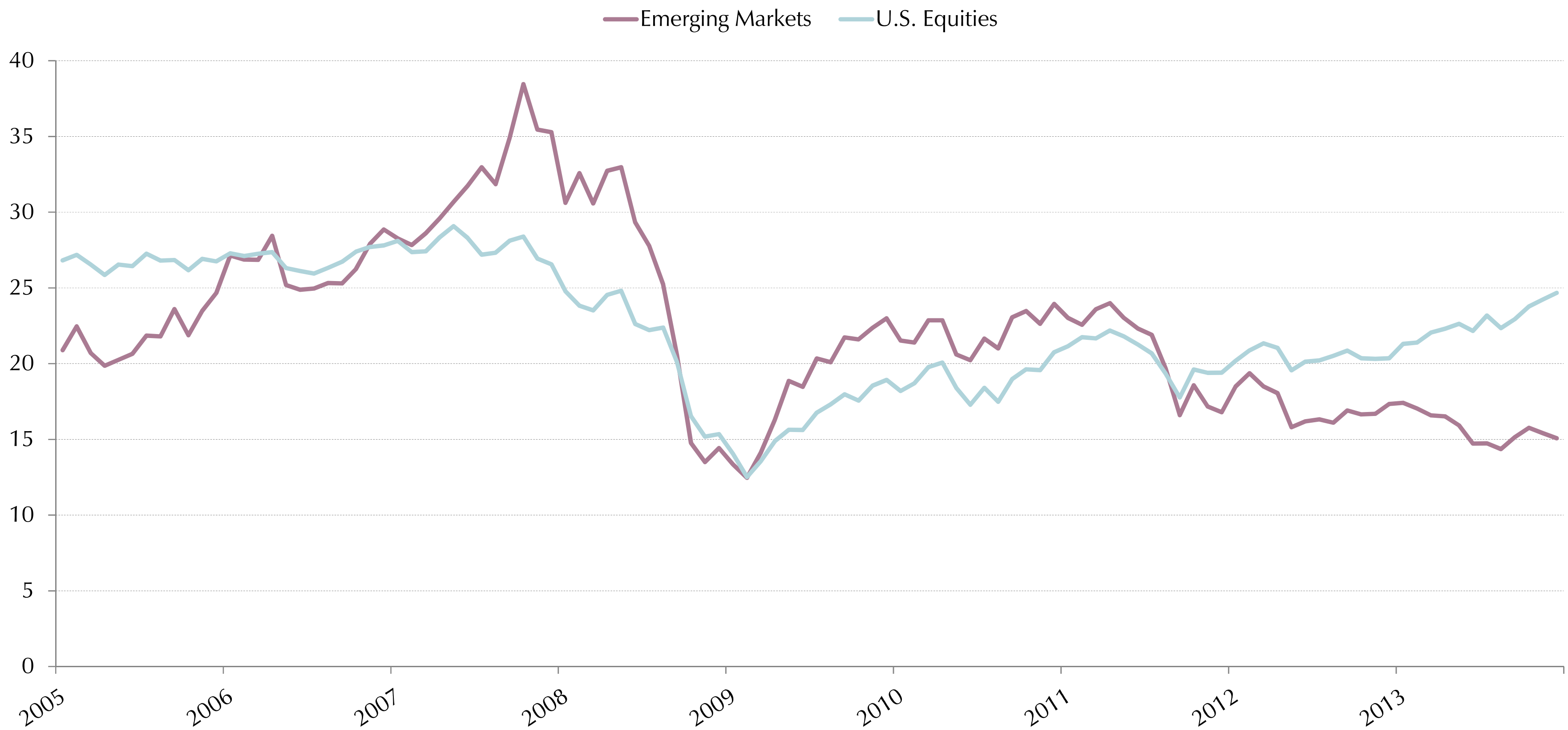
	Emerging Markets[2]	Developed Markets
Total Population (2015 Est.)	4,034 million	802 million
Median Age	30.6	40.5
Youth Dependency (0-14)	35%	26%
Elderly Dependency (65+)	11%	26%
Total Dependency	47%	52%

[1] Source: Bloom, Canning and Sevilla, "Economic Growth and the Demographic Transition" (2001).
[2] Sources: CIA World Factbook, U.S. Census Bureau.

Valuation of Emerging Markets and U.S. Equities

- Emerging markets currently appear attractive relative to U.S. Equities.

Price-to-Earnings Ratio[1]



[1] Historical price-to-earnings ratio cyclically adjusted (PE10).

High Quality Bonds

Current Exposure

- PIMCO Total Return
- Vanguard Intermediate-Term Corporate
- AFL-CIO Housing Investment Trust
- Vanguard Inflation-Protected Securities

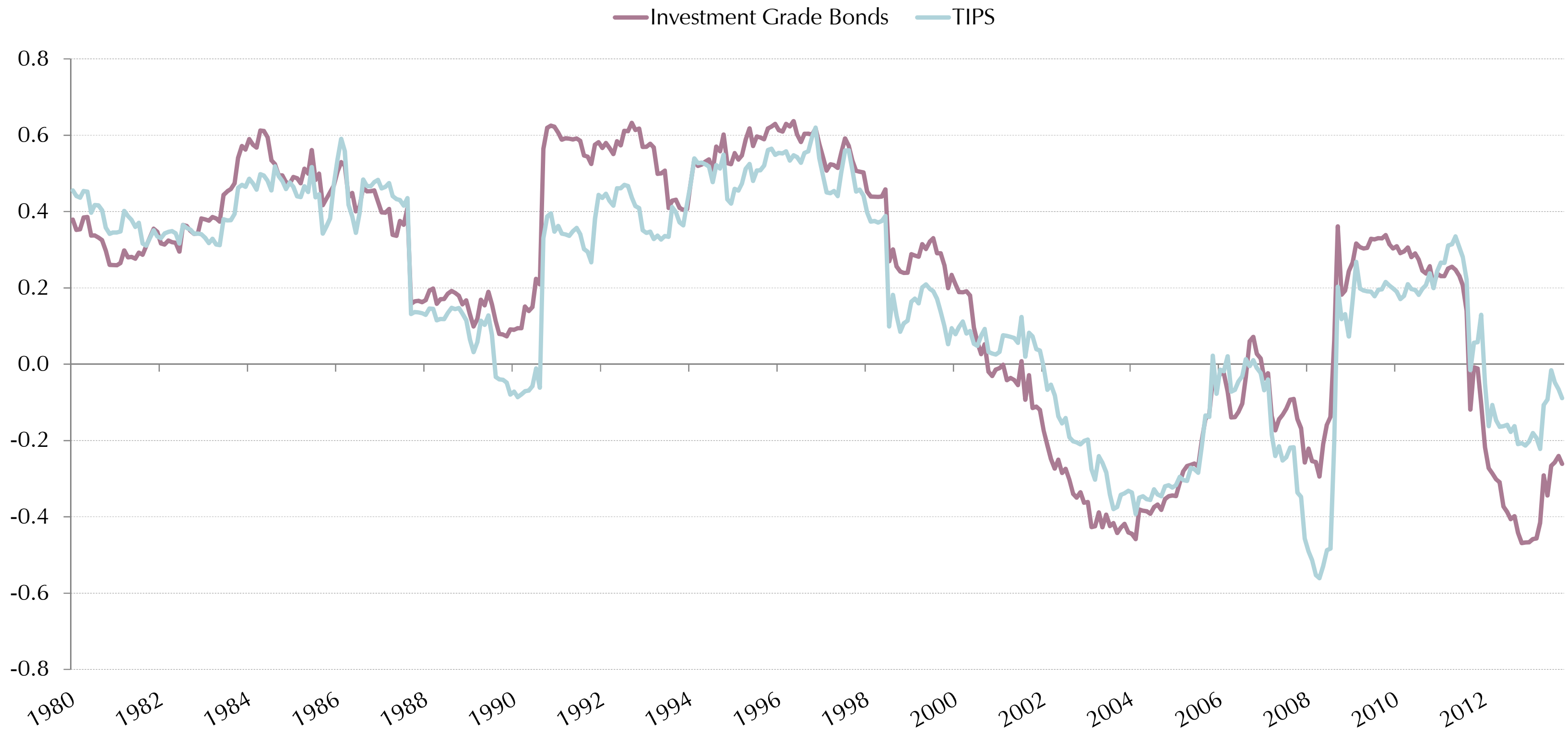
Investment Objectives

- Dampen volatility
- Provide stability in crisis environments
- Be a source of liquidity

Correlation between Investment Grade Bonds, TIPS, and U.S. Equities

- Over the past thirty years, investment grade bonds and TIPS have displayed a low but variable correlation with equities.

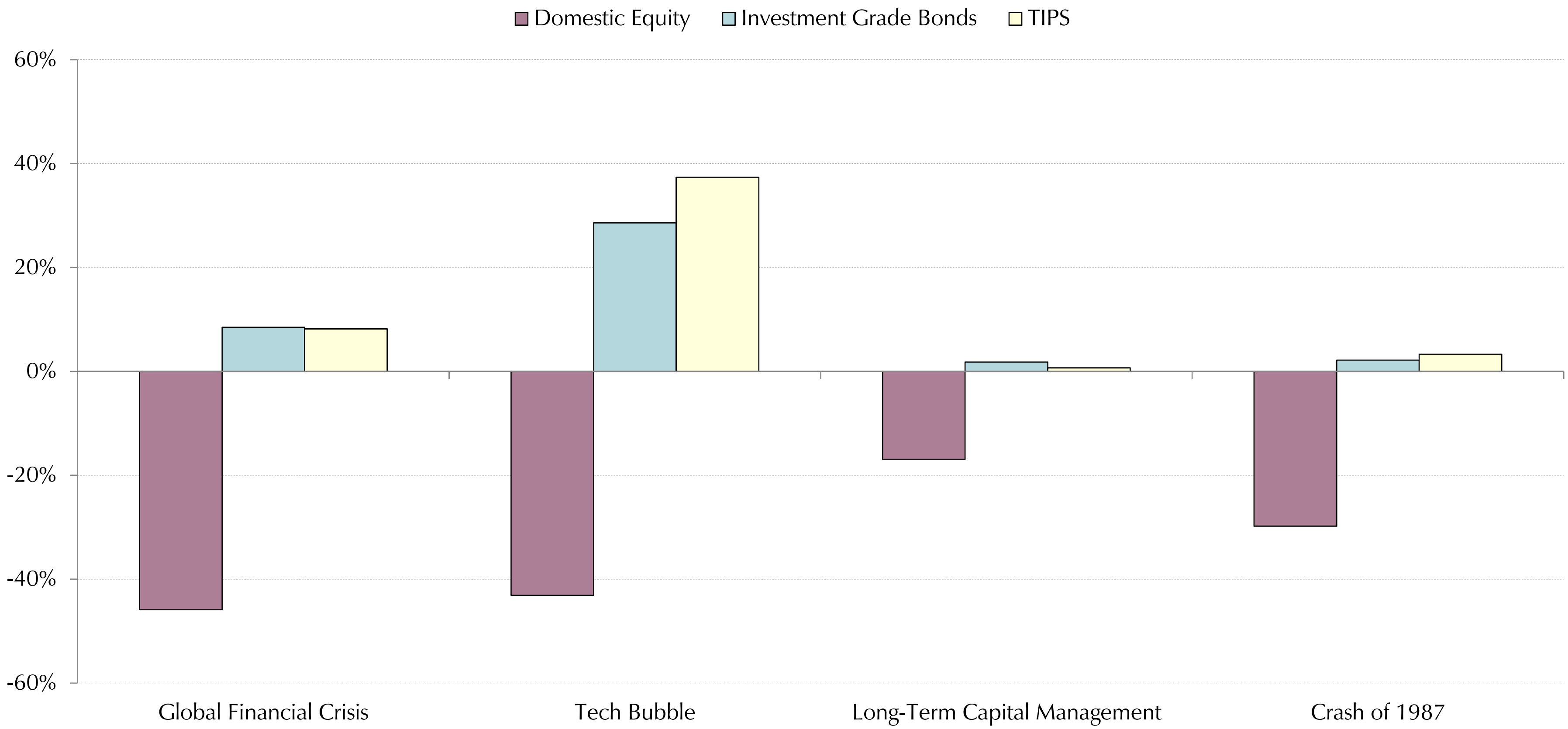
Rolling Correlation to Equities[1]



[1] Performance for TIPS is based on model as returns are not available prior to 1997.

High Quality Bond Performance during Crises

- High quality bonds have historically held their value during crisis periods when U.S. equities have had significant negative performance.



Real Assets

Current Exposure:

- SSgA Global Natural Resources Index (public markets, natural resources)
- AFL-CIO Building Investment Trust (private markets, real estate)
- Vanguard REIT Index (public markets, real estate)
- TA Associates Realty Fund X (private markets, real estate)

Investment Objectives:

- Inflation hedge

– Direct or indirect link to inflation

- Diversification

– Low correlation to equities and bonds

The Importance of Surprises[1]

Total Return of Major Asset Classes for the Three Largest Positive Inflation Surprises over Previous Year

Time Period Ending	U.S. Equity (%)	EAFE Equity (%)	U.S. IG Bonds (%)	TIPS (%)
Q3 1974	-39.9	-36.7	-0.4	5.6
Q1 1980	2.5	-3.3	-9.2	-6.5
Q3 2008	-21.7	-30.1	3.7	4.7

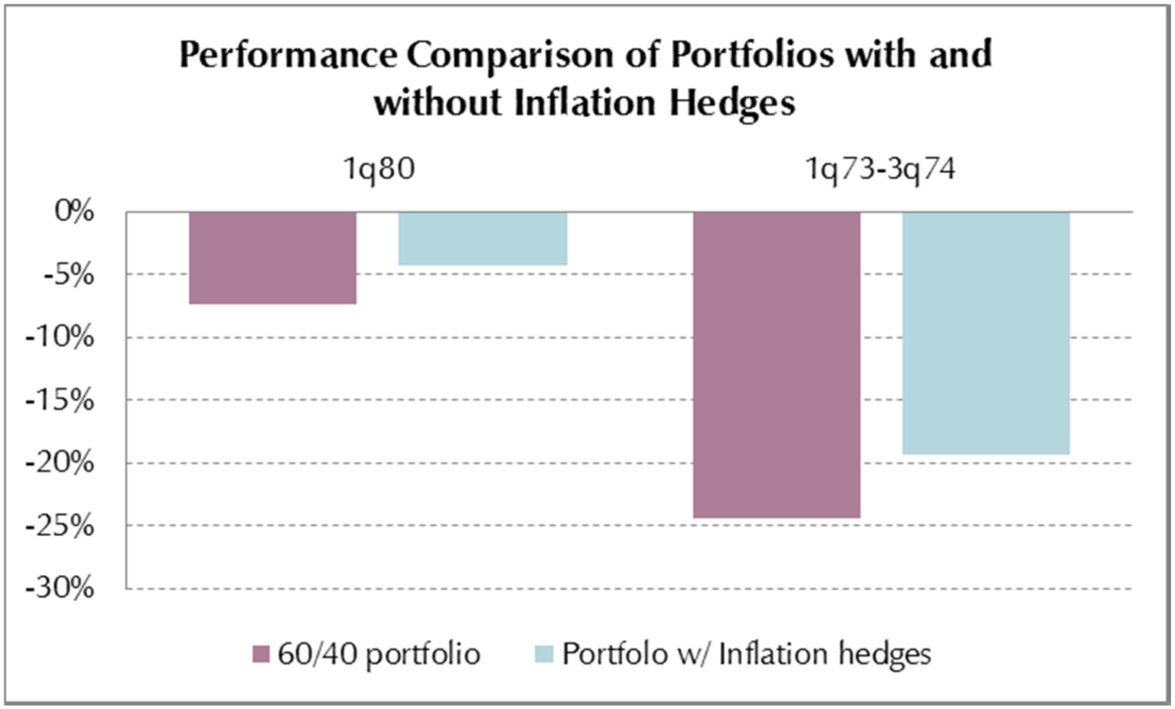
Time Period Ending	Real Estate (%)	Natural Resources (%)	Commodities (%)	Surprise Over Period (%)
Q3 1974	-29.9	-27.2	34.8	7.8
Q1 1980	21.6	43.4	9.6	7.3
Q3 2008	-18.0	-22.3	-3.7	2.7

- Historically, the largest inflation surprises have generally been associated with low or negative returns.
- Real assets and TIPS have often (but not always) outperformed in these environments.

[1] All Data is from Thompson Reuters, FRED database, or Morningstar as of 6/30/2013.

Effect on Portfolios of Unexpected Inflation

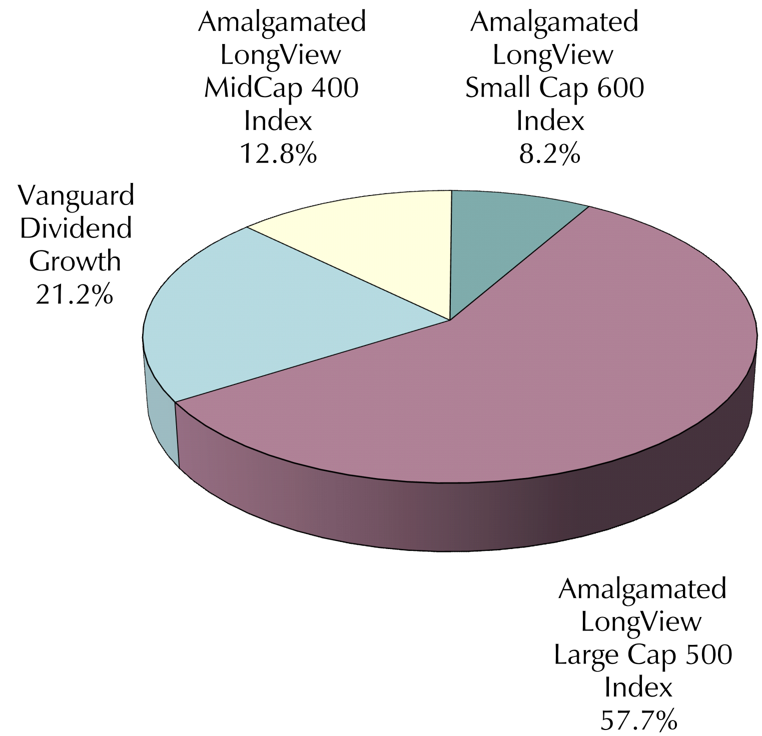
- Historical scenarios show the effect from the inflation that the market was not able to forecast can be severe.



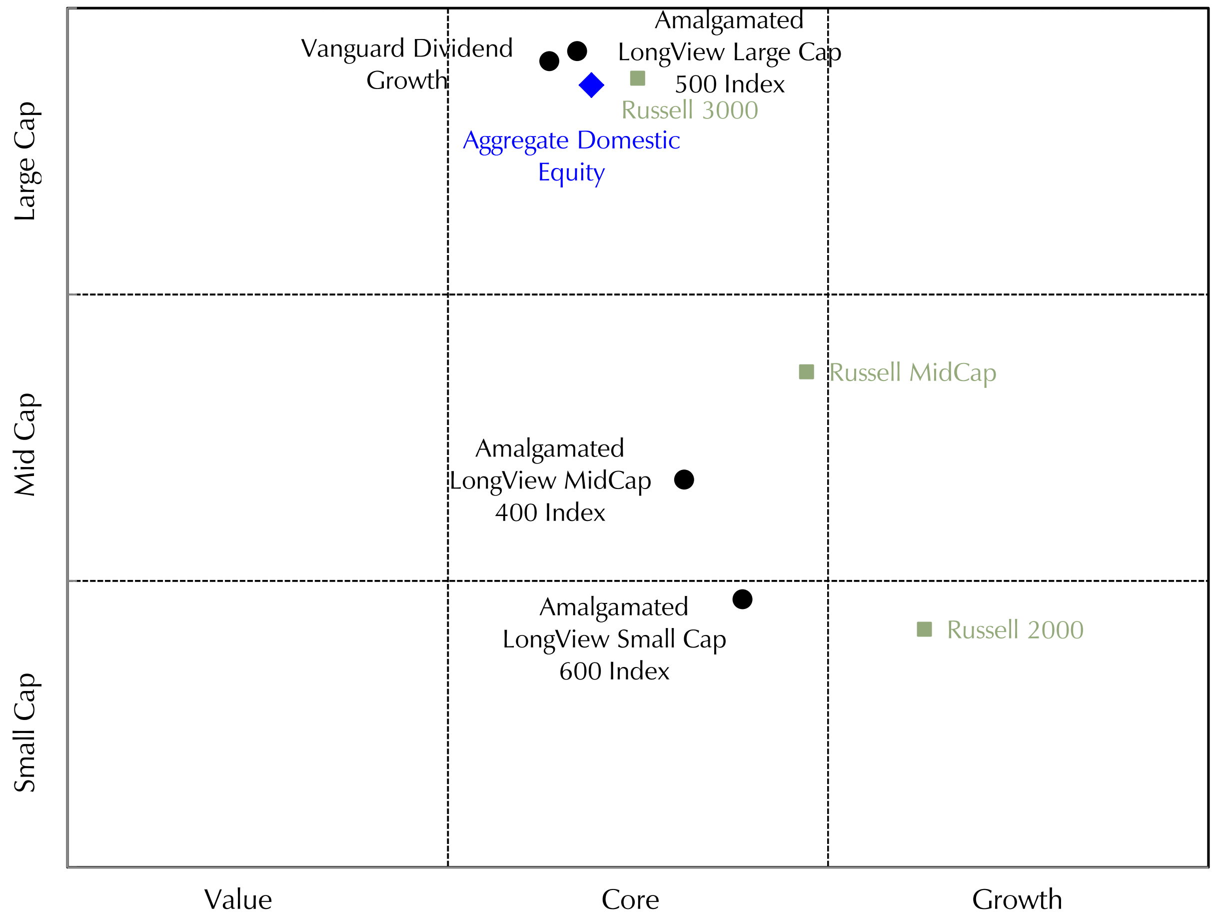
Fund Detail
As of December 31, 2013

Domestic Equity Assets
As of December 31, 2013

Domestic Equity Assets as of 12/31/13



Domestic Equity Assets
Style as of 12/31/13



Domestic Equity Assets
Characteristics as of 12/31/13

Capitalization Structure:	Aggregate Domestic Equity 12/31/13	Russell 3000 12/31/13	Aggregate Domestic Equity 9/30/13
Weighted Average Market Cap. (US$ billion)	90.7	95.5	81.0
Median Market Cap. (US$ billion)	3.2	1.4	2.9
Large (% over US$10 billion)	76	78	75
Medium (% US$2 billion to US$10 billion)	17	16	18
Small (% under US$2 billion)	6	5	7
Fundamental Structure:			
Price-Earnings Ratio	24	24	23
Price-Book Value Ratio	4.9	5.0	4.4
Dividend Yield (%)	1.9	1.9	2.0
Historical Earnings Growth Rate (%)	13	14	11
Projected Earnings Growth Rate (%)	11	12	11

Domestic Equity Assets
Diversification as of 12/31/13

Diversification:	Aggregate Domestic Equity 12/31/13	Russell 3000 12/31/13	Aggregate Domestic Equity 9/30/13
Number of Holdings	1,508	3,019	1,507
% in 5 largest holdings	8	9	8
% in 10 largest holdings	14	15	14

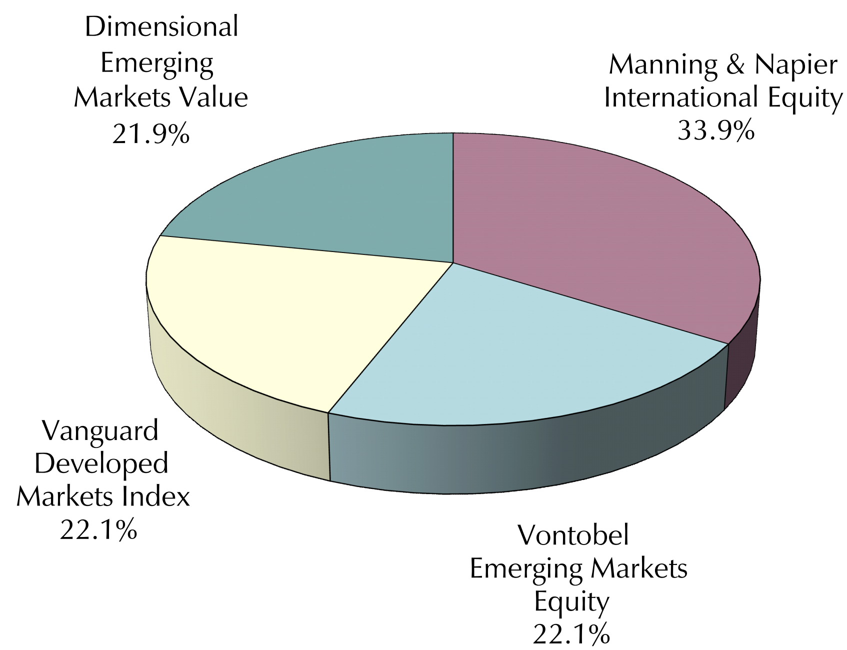
Largest Five Holdings:	% of Portfolio	Economic Sector
ExxonMobil	1.9	Energy
Apple	1.8	Technology Equipment
Microsoft	1.6	Software & Services
Johnson & Johnson	1.4	Pharmaceuticals & Biotech.
Chevron	1.3	Energy

Domestic Equity Assets
Sector Allocation as of 12/31/13

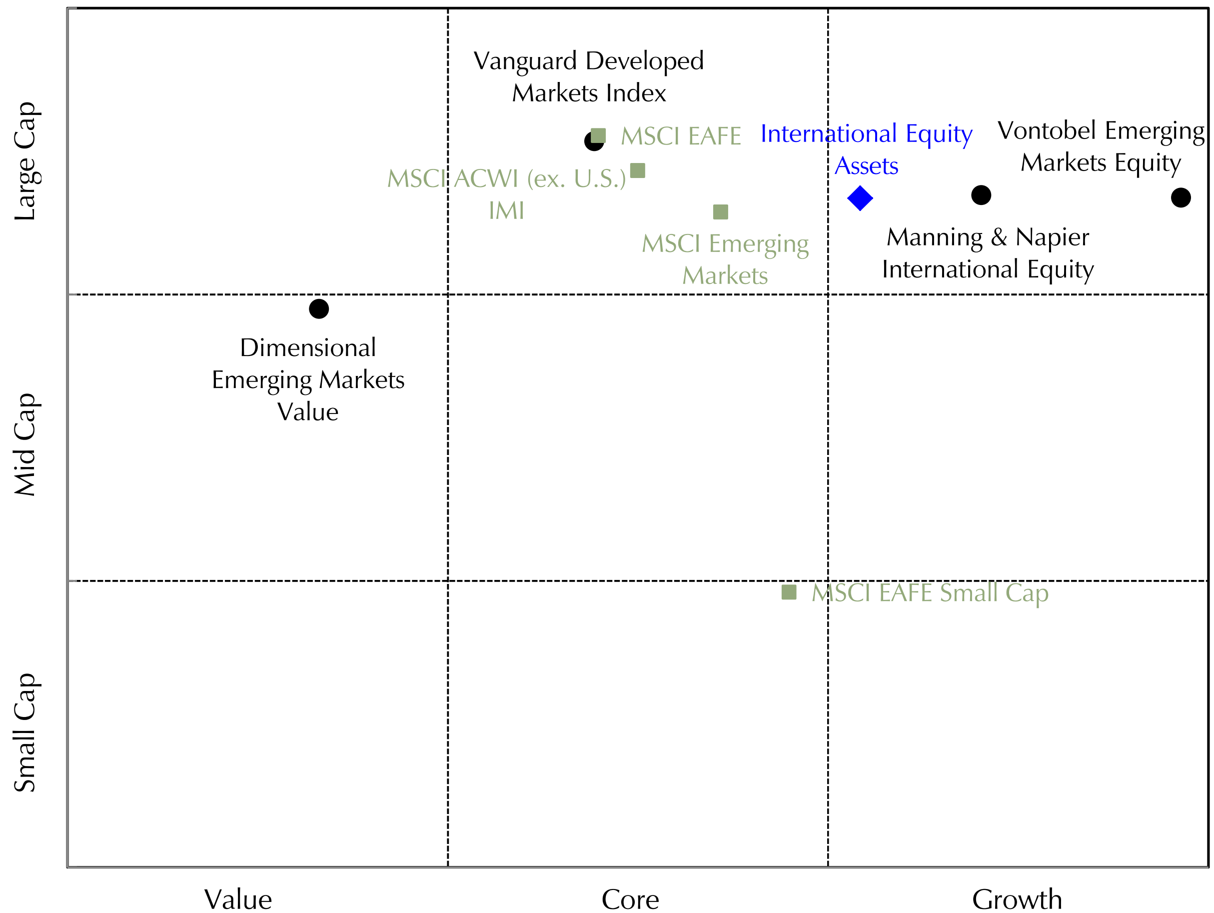
Sector Allocation (%):	Aggregate Domestic Equity 12/31/13	Russell 3000 12/31/13	Aggregate Domestic Equity 9/30/13
Industrials	13	12	13
Health Care	14	13	14
Consumer Staples	9	9	10
Consumer Discretionary	14	13	14
Materials	4	4	4
Utilities	3	3	3
Energy	9	9	9
Telecommunication Services	1	2	1
Financials	16	17	16
Information Technology	17	18	16

International Equity Assets
As of December 31, 2013

International Equity Assets as of 12/31/13



International Equity Assets Style as of 12/31/13



International Equity Assets Characteristics as of 12/31/13

Capitalization Structure:	Aggregate International Equity 12/31/13	MSCI ACWI (ex. U.S.) IMI 12/31/13	Aggregate International Equity 9/30/13
Weighted Average Market Cap. (US$ billion)	40.1	48.9	38.5
Median Market Cap. (US$ billion)	1.3	1.1	1.3
Large (% over US$10 billion)	67	70	65
Medium (% US$2 billion to US$10 billion)	27	22	28
Small (% under US$2 billion)	7	8	7
Fundamental Structure:			
Price-Earnings Ratio	22	20	21
Price-Book Value Ratio	3.9	3.1	3.9
Dividend Yield (%)	2.6	2.8	2.6
Historical Earnings Growth Rate (%)	7	9	8
Projected Earnings Growth Rate (%)	12	11	13

International Equity Assets Diversification as of 12/31/13

Diversification:	Aggregate International Equity 12/31/13	MSCI ACWI (ex. U.S.) IMI 12/31/13	Aggregate International Equity 9/30/13
Number of Holdings	3,512	6,044	3,509
% in 5 largest holdings	6	5	7
% in 10 largest holdings	11	8	12

Largest Five Holdings:	% of Portfolio	Economic Sector
British American Tobacco	1.5	Food, Beverage & Tobacco
AmBev	1.2	Food, Beverage & Tobacco
Tesco	1.2	Food & Staples Retailing
SABMiller	1.1	Food, Beverage & Tobacco
Nestle	1.1	Food, Beverage & Tobacco

International Equity Assets Sector Allocation as of 12/31/13

Sector Allocation (%):	Aggregate International Equity 12/31/13	MSCI ACWI (ex. U.S.) IMI 12/31/13	Aggregate International Equity 9/30/13
Consumer Staples	20	9	20
Energy	10	9	11
Materials	10	9	10
Consumer Discretionary	11	12	11
Information Technology	6	7	6
Utilities	2	3	2
Telecommunication Services	4	5	3
Health Care	6	8	6
Industrials	10	12	9
Financials	21	26	21

International Equity Assets
Country & Region Breakdown as of 12/31/13

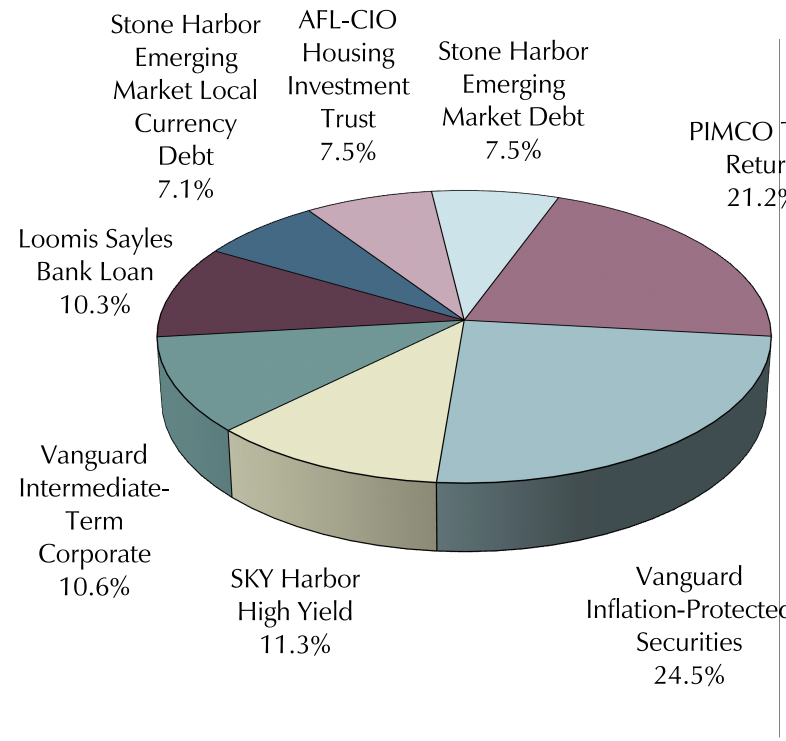
	Aggregate International Equity 12/31/13 (%)	MSCI ACWI (ex. U.S.) IMI 12/31/13 (%)
Europe/North America	**44.7**	**54.7**
United States of America	1.1	0.2
Ireland	1.4	0.6
Norway	1.3	0.6
France	6.8	6.3
Denmark	1.4	0.9
Belgium	1.2	0.9
United Kingdom	14.2	14.2
Netherlands	2.9	3.2
Switzerland	4.3	6.4
Germany	4.4	6.5
Canada	3.2	7.2
Pacific/Asia	**13.1**	**25.6**
Hong Kong	3.6	3.5
Australia	2.4	5.3
Japan	6.4	15.6

	Aggregate International Equity 12/31/13 (%)	MSCI ACWI (ex. U.S.) IMI 12/31/13 (%)
Asia (emerging)	**25.2**	**11.9**
India	6.9	1.3
South Korea	5.1	3.3
Thailand	2.0	0.5
China	4.0	2.6
Malaysia	2.0	0.8
Taiwan	3.5	2.6
Indonesia	1.2	0.5
Latin America (emerging)	**12.0**	**3.7**
Brazil	6.1	2.1
Mexico	5.0	1.0
Europe/MidEast/Africa (emerging)	**5.0**	**4.0**
South Africa	2.4	1.6
Russia	1.2	1.1
Other	**0.0**	**0.1**

Fixed Income Assets
As of December 31, 2013

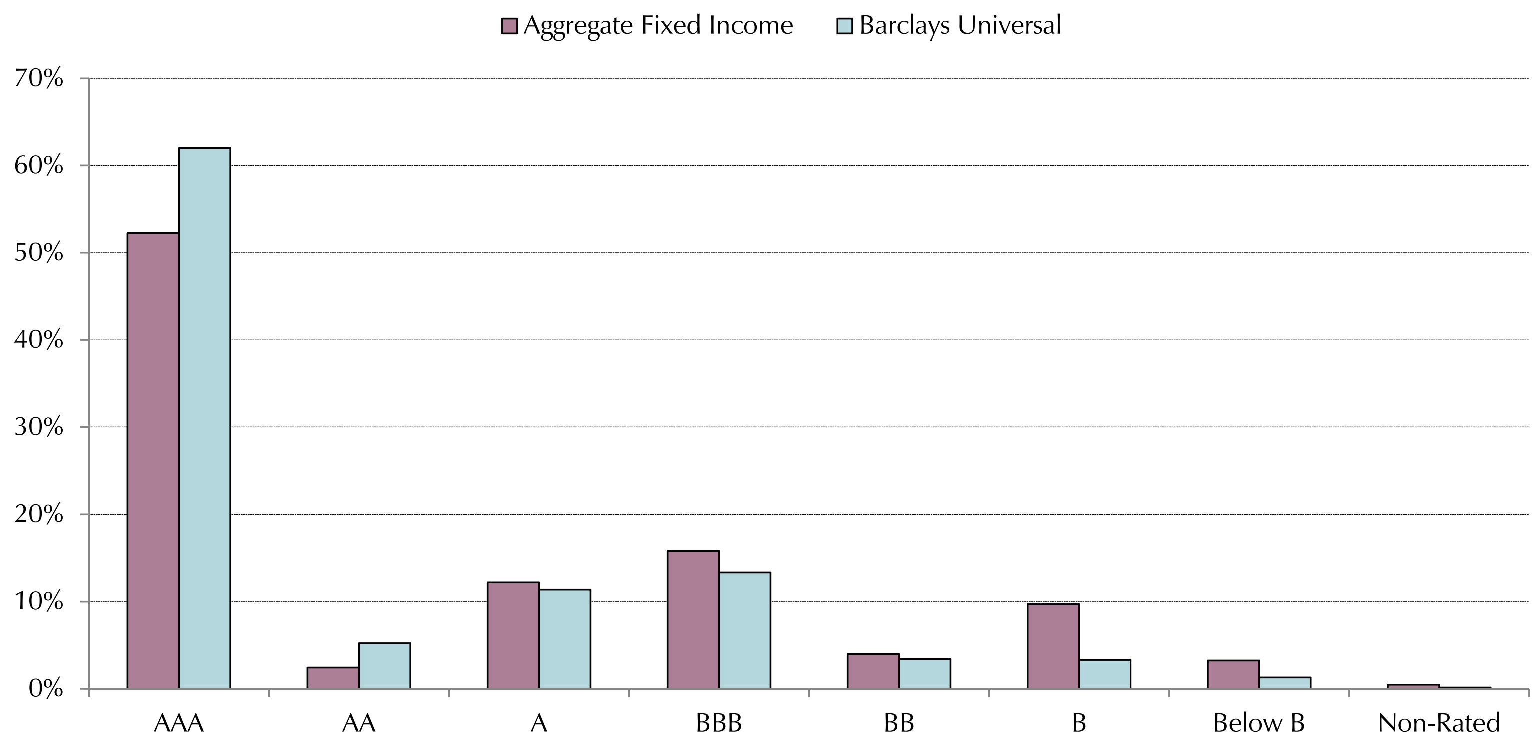
UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

Fixed Income Assets as of 12/31/13



Fixed Income Assets Characteristics as of 12/31/13

Duration & Yield:	Aggregate Fixed Income 12/31/13	Barclays Universal 12/31/13	Aggregate Fixed Income 9/30/13
Average Effective Duration (years)	5.6	5.4	5.5
Yield to Maturity (%)	3.4	2.8	3.4



Fixed Income Assets Diversification as of 12/31/13

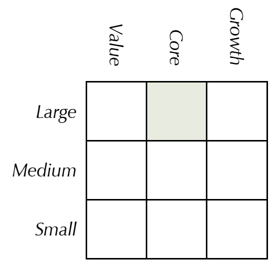
Market Allocation (%):	Aggregate Fixed Income 12/31/13	Barclays Universal 12/31/13	Aggregate Fixed Income 9/30/13
United States	80	83	80
Foreign (developed markets)	2	10	2
Foreign (emerging markets)	17	7	18
Currency Allocation (%):			
Non-U.S. Dollar Exposure	9	0	10
Sector Allocation (%):			
U.S. Treasury-Nominal	7	30	6
U.S. Treasury-TIPS	30	0	30
U.S. Agency	1	7	1
Mortgage Backed	10	25	10
Corporate	16	30	16
Bank Loans	10	0	10
Local & Provincial Government	0	1	0
Sovereign & Supranational	17	4	16
Commercial Mortgage Backed	6	2	6
Asset Backed	0	0	0
Cash Equivalent	-1	0	2
Other	3	1	2

Portfolio Reviews
As of December 31, 2013

Domestic Equity Portfolio Reviews
As of December 31, 2013

Amalgamated LongView Large Cap 500 Index Portfolio Detail as of 12/31/13

Mandate: Domestic Equities
Active/Passive: Passive
Market Value: $26.0 million
Portfolio Manager: Thomas B. O'Donnell
Location: New York, New York
Inception Date: 1/1/1996
Account Type: Commingled Fund



Fee Schedule:
0.05% on all assets or $10,000 minimum

Liquidity Constraints:
Daily

Strategy:
The Amalgamated LongView Large Cap 500 Index portfolio invests in all of the stocks that comprise the S&P 500 index in approximately the same proportions, thus fully replicating the index.

Performance (%):	**4Q13**	**1 YR**	**3 YR**	**5 YR**	**Since 1/1/96**
Amalgamated LongView Large Cap 500 Index	**10.5**	**32.3**	**16.2**	**18.0**	**8.3**
S&P 500	10.5	32.4	16.2	17.9	8.3
Peer Large Cap Core	10.6	34.4	16.6	18.1	8.4
Peer Ranking (percentile)	*51*	*65*	*62*	*55*	*53*

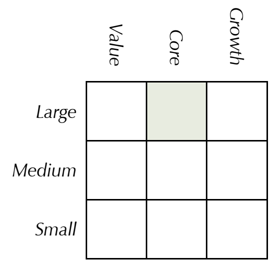
Risk: (sixty months)	**Standard Deviation**	**Beta**	**Sharpe Measure**	**Info. Ratio**	**Correlation to Index**
Amalgamated LongView Large Cap 500 Index	**18.7%**	**1.00**	**0.96**	**NA**	**1.00**
S&P 500	18.7	1.00	0.95	NA	1.00

	12/31/13		9/30/13	
Capitalization Structure:	**Amalgamated**	**S&P 500**	**Amalgamated**	**S&P 500**
Weighted Average Market Cap. (US$ billion)	116.0	116.1	102.3	103.0
Median Market Cap. (US$ billion)	16.4	16.4	15.0	15.0
Large (% over US$10 billion)	94	95	93	93
Medium (% US$2 billion to US$10 billion)	5	5	7	7
Small (% under US$2 billion)	0	0	0	0
Fundamental Structure:				
Price-Earnings Ratio	23	23	21	21
Price-Book Value Ratio	4.9	4.9	4.3	4.3
Dividend Yield (%)	2.0	2.0	2.1	2.1
Historical Earnings Growth Rate (%)	13	13	12	12
Projected Earnings Growth Rate (%)	11	11	11	11
Sector Allocation (%):				
Industrials	11	11	11	11
Health Care	13	13	13	13
Energy	10	10	10	10
Materials	4	3	4	4
Consumer Staples	10	10	10	10
Telecommunication Services	2	2	2	2
Consumer Discretionary	13	13	12	12
Utilities	3	3	3	3
Financials	16	16	16	16
Information Technology	19	19	18	18
Diversification:				
Number of Holdings	500	500	500	500
% in 5 largest holdings	11	11	10	10
% in 10 largest holdings	18	18	18	18

Largest Ten Holdings:		**Industry**
Apple	3.1	Technology Equipment
ExxonMobil	2.7	Energy
Google	1.9	Software & Services
Microsoft	1.7	Software & Services
General Electric	1.7	Capital Goods
Johnson & Johnson	1.6	Pharmaceuticals & Biotech.
Chevron	1.5	Energy
Procter & Gamble	1.3	Household Products
JP Morgan Chase	1.3	Diversified Financials
Wells Fargo	1.3	Banks

Vanguard Dividend Growth
Portfolio Detail as of 12/31/13

Mandate:	Domestic Equities
Active/Passive:	Active
Market Value:	$9.6 million
Portfolio Manager:	Donald J. Kilbride
Location:	Boston, Massachusetts
Inception Date:	2/1/2013
Account Type:	Mutual Fund (VDIGX)



Fee Schedule:
0.29% on all assets

Liquidity Constraints:
Daily

Strategy:
Sub-advised by Wellington Management, the Vanguard Dividend Growth fund seeks high quality, dividend-paying stocks with market capitalization greater than $5 billion. The goal of the fund is to provide participation in positive markets while reserving capital effectively when markets are falling.

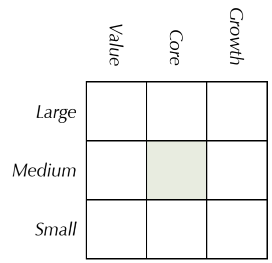
Performance (%):	**4Q13**	**Since 2/1/13**
Vanguard Dividend Growth	**9.1**	**24.9**
S&P 500	10.5	25.9
Peer Large Cap Core	10.4	26.2
Peer Ranking (percentile)	*78*	*62*

	12/31/13		**9/30/13**	
Capitalization Structure:	**Vanguard**	**S&P 500**	**Vanguard**	**S&P 500**
Weighted Average Market Cap. (US$ billion)	108.1	116.1	99.9	103.0
Median Market Cap. (US$ billion)	60.3	16.4	54.1	15.0
Large (% over US$10 billion)	100	95	99	93
Medium (% US$2 billion to US$10 billion)	0	5	1	7
Small (% under US$2 billion)	0	0	0	0
Fundamental Structure:				
Price-Earnings Ratio	22	23	23	21
Price-Book Value Ratio	5.5	4.9	5.1	4.3
Dividend Yield (%)	2.3	2.0	2.4	2.1
Historical Earnings Growth Rate (%)	10	13	9	12
Projected Earnings Growth Rate (%)	9	11	9	11
Sector Allocation (%):				
Health Care	19	13	20	13
Consumer Discretionary	17	13	16	12
Consumer Staples	14	10	14	10
Industrials	14	11	15	11
Materials	4	3	4	4
Energy	9	10	8	10
Utilities	1	3	1	3
Telecommunication Services	0	2	0	2
Financials	11	16	11	16
Information Technology	12	19	12	18
Diversification:				
Number of Holdings	51	500	52	500
% in 5 largest holdings	14	11	14	10
% in 10 largest holdings	27	18	27	18

Largest Ten Holdings:		**Industry**
UPS	3.2	Transportation
McDonald's	2.9	Consumer Services
Microsoft	2.8	Software & Services
Wal-Mart Stores	2.7	Food & Staples Retailing
Merck	2.7	Pharmaceuticals & Biotech.
Praxair	2.6	Materials
Lockheed Martin	2.5	Capital Goods
Cardinal Health	2.5	Health Care Services
UnitedHealth Group	2.5	Health Care Services
Johnson & Johnson	2.4	Pharmaceuticals & Biotech.

Amalgamated LongView MidCap 400 Index Portfolio Detail as of 12/31/13

Mandate: Domestic Equities
Active/Passive: Passive
Market Value: $5.8 million
Portfolio Manager: Thomas B. O'Donnell
Location: New York, New York
Inception Date: 2/1/2013
Account Type: Commingled Fund



Fee Schedule:
0.05% on all assets or $10,000 minimum

Liquidity Constraints:
Daily

Strategy:
The Amalgamated LongView MidCap S&P 400 Index portfolio invests in all of the stocks that comprise the S&P 400 index in approximately the same proportions, thus fully replicating the index.

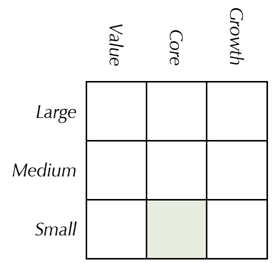
Performance (%):	4Q13	YTD	Since 2/1/13
Amalgamated LongView MidCap 400 Index	**8.3**	**NA**	**24.5**
S&P MidCap	8.3	33.5	24.5
Peer MidCap Core	9.8	37.5	29.1
Peer Ranking (percentile)	*81*	*NA*	*80*

	12/31/13		9/30/13	
Capitalization Structure:	**Amalgamated**	**S&P MidCap**	**Amalgamated**	**S&P MidCap**
Weighted Average Market Cap. (US$ billion)	5.2	5.0	4.9	4.7
Median Market Cap. (US$ billion)	3.7	3.7	3.3	3.3
Large (% over US$10 billion)	4	3	4	1
Medium (% US$2 billion to US$10 billion)	89	92	88	91
Small (% under US$2 billion)	6	6	8	8
Fundamental Structure:				
Price-Earnings Ratio	28	28	28	28
Price-Book Value Ratio	4.2	4.2	3.8	3.8
Dividend Yield (%)	1.4	1.4	1.4	1.4
Historical Earnings Growth Rate (%)	14	14	12	12
Projected Earnings Growth Rate (%)	13	13	13	13
Sector Allocation (%):				
Industrials	17	17	16	16
Consumer Discretionary	14	14	14	14
Materials	7	7	7	7
Financials	22	22	23	23
Telecommunication Services	0	0	1	1
Energy	6	6	6	6
Utilities	4	4	5	5
Health Care	9	9	9	9
Information Technology	16	16	16	16
Consumer Staples	4	4	4	4
Diversification:				
Number of Holdings	402	400	402	400
% in 5 largest holdings	4	3	5	3
% in 10 largest holdings	7	6	8	7

Largest Ten Holdings:		**Industry**
iShares S&P MidCap 400	1.5	ETF
Affiliated Managers	0.7	Diversified Financials
Tractor Supply Company	0.7	Retailing
Green Mountain Coffee Roasters	0.6	Food, Beverage & Tobacco
LKQ	0.6	Retailing
HollyFrontier	0.6	Energy
Henry Schein	0.6	Health Care Services
Polaris Industries	0.6	Consumer Durables
Church & Dwight	0.6	Household Products
Cimarex	0.6	Energy

Amalgamated LongView Small Cap 600 Index Portfolio Detail as of 12/31/13

Mandate: Domestic Equities
Active/Passive: Passive
Market Value: $3.7 million
Portfolio Manager: Thomas B. O'Donnell
Location: New York, New York
Inception Date: 1/1/2003
Account Type: Commingled Fund



Fee Schedule:
0.05% on all assets or $10,000 minimum

Liquidity Constraints:
Daily

Strategy:
The Amalgamated Longview Small Cap S&P 600 Index portfolio invests in all of the stocks that comprise the S&P 600 index in approximately the same proportions, thus fully replicating the index.

Performance (%):	**4Q13**	**1 YR**	**3 YR**	**5 YR**	**Since 1/1/03**
Amalgamated LongView Small Cap 600 Index	**9.8**	**41.2**	**18.4**	**21.4**	**12.9**
S&P Small Cap	9.8	41.3	18.4	21.4	13.0
Peer Small Cap Core	9.5	39.4	17.4	21.8	13.0
Peer Ranking (percentile)	*45*	*32*	*32*	*57*	*53*

Risk: (sixty months)	**Standard Deviation**	**Beta**	**Sharpe Measure**	**Info. Ratio**	**Correlation to Index**
Amalgamated LongView Small Cap 600 Index	**25.2%**	**1.00**	**0.84**	**NA**	**1.00**
S&P Small Cap	25.2	1.00	0.84	NA	1.00

	12/31/13		**9/30/13**	
Capitalization Structure:	**Amalgamated**	**S&P Small Cap**	**Amalgamated**	**S&P Small Cap**
Weighted Average Market Cap. (US$ billion)	2.2	1.7	1.7	1.7
Median Market Cap. (US$ billion)	1.0	1.1	1.0	1.0
Large (% over US$10 billion)	4	0	0	0
Medium (% US$2 billion to US$10 billion)	33	35	31	31
Small (% under US$2 billion)	63	65	69	69
Fundamental Structure:				
Price-Earnings Ratio	30	30	29	29
Price-Book Value Ratio	3.9	3.9	3.8	3.7
Dividend Yield (%)	1.1	1.1	1.2	1.2
Historical Earnings Growth Rate (%)	12	12	10	10
Projected Earnings Growth Rate (%)	15	15	15	15
Sector Allocation (%):				
Industrials	15	15	15	15
Energy	4	4	5	5
Consumer Staples	4	4	4	4
Consumer Discretionary	16	16	16	16
Utilities	3	3	3	3
Telecommunication Services	0	0	0	0
Materials	6	6	6	6
Health Care	12	12	11	10
Financials	22	22	21	21
Information Technology	18	18	18	18
Diversification:				
Number of Holdings	601	600	600	600
% in 5 largest holdings	6	3	3	3
% in 10 largest holdings	8	5	6	6

Largest Ten Holdings:		**Industry**
iShares S&P MidCap 600	3.7	ETF
Align Technology, Inc.	0.6	Health Care Services
Fifth & Pacific Companies	0.5	Consumer Durables
FEI	0.5	Technology Equipment
Toro	0.5	Capital Goods
Financial Engines	0.5	Diversified Financials
Teledyne Technologies	0.5	Capital Goods
West Pharmaceutical	0.5	Health Care Services
Wolverine Worldwide	0.5	Consumer Durables
PolyOne	0.5	Materials

International Equity Portfolio Reviews
As of December 31, 2013

Manning & Napier International Equity
Portfolio Detail as of 12/31/13

Mandate: International Equities
Developed Markets

Active/Passive: Active

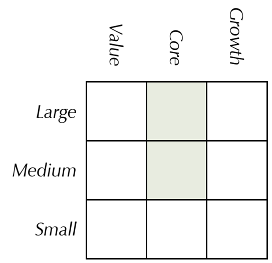
Market Value: $8.3 million

Portfolio Manager: Josh Samilow

Location: Fairport, New York

Inception Date: 1/1/2010

Account Type: Mutual Fund (EXOSX)



Fee Schedule:
0.76% on all assets

Liquidity Constraints:
Daily

Strategy:
The Manning & Napier investment approach combines both bottom-up and top-down analysis to identify companies that fit into one of their three investment "strategies": strategic profile, hurdle rate and bankable deal. Strategic profile companies are positioned for strong future growth but their valuations do not reflect their future potential. Hurdle rate companies are in depressed sectors, but are strong enough to survive the hard times, and are likely to lead the rebound of their industry when supply/demand conditions improve. Lastly, bankable deal companies are more traditional value investments where the assets and cash flows of a company are not reflected into the stock's price and a catalyst to unlock this value can be identified. Manning & Napier will build a portfolio of 70 to 90 stocks, diversified across these three strategies.

Performance (%):	4Q13	1 YR	3 YR	Since 1/1/10
Manning & Napier International Equity	**4.5**	**19.4**	**6.3**	**7.1**
MSCI ACWI (ex. U.S.)	4.8	15.3	5.1	6.6
Peer International Core	6.0	20.2	7.3	8.2
Peer Ranking (percentile)	*83*	*58*	*69*	*68*

Risk: (forty-eight months)	Standard Deviation	Beta	Sharpe Measure	Info. Ratio	Correlation to Index
Manning & Napier International Equity	**20.9%**	**1.05**	**0.34**	**0.11**	**0.97**
MSCI ACWI (ex. U.S.)	19.3	1.00	0.34	NA	1.00

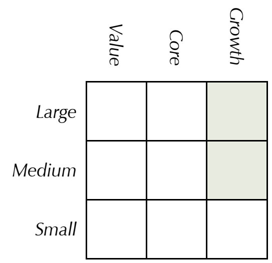
	12/31/13		9/30/13	
Capitalization Structure:	**Manning & Napier**	**MSCI ACWI (ex. U.S.)**	**Manning & Napier**	**MSCI ACWI (ex. U.S.)**
Weighted Average Market Cap. (US$ billion)	40.9	55.6	40.3	52.7
Median Market Cap. (US$ billion)	10.0	6.8	9.3	6.5
Large (% over US$10 billion)	66	80	63	79
Medium (% US$2 billion to US$10 billion)	31	19	34	20
Small (% under US$2 billion)	2	1	3	1
Fundamental Structure:				
Price-Earnings Ratio	28	20	25	20
Price-Book Value Ratio	3.6	3.1	3.6	3.0
Dividend Yield (%)	2.3	2.9	2.4	3.0
Historical Earnings Growth Rate (%)	2	9	1	8
Projected Earnings Growth Rate (%)	13	11	15	11
Sector Allocation (%):				
Consumer Staples	22	10	22	10
Energy	16	9	18	9
Consumer Discretionary	16	11	16	11
Health Care	11	8	10	8
Materials	11	9	10	9
Industrials	11	11	11	11
Telecommunication Services	5	6	5	6
Information Technology	6	7	6	6
Utilities	0	3	0	3
Financials	3	27	3	27
Diversification:				
Number of Holdings	83	1,822	81	1,821
% in 5 largest holdings	15	6	18	6
% in 10 largest holdings	27	10	31	10
Region Allocation (%):				
Americas	13	7	19	7
Europe & Middle East	66	48	63	47
Pacific	8	25	10	26
Other	13	20	8	19

Largest Five Holdings:		**Industry**
Tesco	3.4	Food & Staples Retailing
Accor	3.3	Consumer Services
Schlumberger	3.2	Energy
Talisman Energy	2.7	Energy
British Sky Broadcasting Group	2.7	Media

UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

Vontobel Emerging Markets Equity Portfolio Detail as of 12/31/13

Mandate: International Equities Emerging Markets
Active/Passive: Active
Market Value: $5.4 million
Portfolio Manager: Rajiv Jain
Location: New York, New York
Inception Date: 4/1/2012
Account Type: Commingled Fund



Fee Schedule:
0.86% on all assets

Liquidity Constraints:
Monthly

Strategy:
Vontobel believes that long-term, stable, and superior earnings growth drives investment returns and risk-adjusted outperformance. Thus they seek to invest in businesses that are predictable (strong franchise, low capital intensity, shareholder oriented management, etc.), sustainable (ability to replicate or exceed past success in terms of growth, operating margins, ROE, ROA etc.), and are trading at an attractive margin of safety (to at least a 25% discount to their assessment of intrinsic value). They believe in building concentrated portfolios (50 to 90 stocks) of high conviction positions with little attention paid to the benchmark.

Performance (%):	4Q13	1 YR	Since 4/1/12
Vontobel Emerging Markets Equity	**0.2**	**-5.3**	**0.7**
MSCI Emerging Markets	1.8	-2.6	0.5
Peer Emerging Markets	2.4	-1.3	1.5
Peer Ranking (percentile)	*89*	*82*	*60*

	12/31/13		9/30/13	
Capitalization Structure:	**Vontobel**	**MSCI Emerging Markets**	**Vontobel**	**MSCI Emerging Markets**
Weighted Average Market Cap. (US$ billion)	40.2	36.2	37.6	35.9
Median Market Cap. (US$ billion)	11.3	4.6	11.6	4.4
Large (% over US$10 billion)	75	65	79	64
Medium (% US$2 billion to US$10 billion)	24	32	21	32
Small (% under US$2 billion)	1	3	1	3
Fundamental Structure:				
Price-Earnings Ratio	24	19	23	18
Price-Book Value Ratio	8.1	3.2	8.3	3.1
Dividend Yield (%)	2.6	2.6	2.5	2.6
Historical Earnings Growth Rate (%)	16	14	23	13
Projected Earnings Growth Rate (%)	13	13	12	13
Sector Allocation (%):				
Consumer Staples	41	9	41	9
Financials	32	27	32	27
Health Care	2	2	2	1
Utilities	3	3	4	3
Consumer Discretionary	8	9	7	9
Industrials	2	6	2	6
Telecommunication Services	3	7	2	7
Materials	5	10	5	10
Energy	1	11	1	12
Information Technology	5	16	4	15
Diversification:				
Number of Holdings	80	822	75	818
% in 5 largest holdings	24	11	24	11
% in 10 largest holdings	40	17	40	17
Region Allocation (%):				
Asia	42	57	42	53
Americas	25	19	25	20
Europe, Middle East and Africa	4	18	4	18
Other	29	7	30	10

Largest Five Holdings:		Industry
British American Tobacco	6.7	Food, Beverage & Tobacco
SABMiller	4.9	Food, Beverage & Tobacco
ITC	4.4	Food, Beverage & Tobacco
Housing Development Financial	3.9	Banks
HDFC Bank	3.9	Banks

Vanguard Developed Markets Index Portfolio Detail as of 12/31/13

Mandate: International Equities
Developed Markets

Active/Passive: Passive

Market Value: $5.4 million

Portfolio Manager: Duane Kelly
Michael Perre

Location: Valley Forge, Pennsylvania

Inception Date: 1/1/2013

Account Type: Mutual Fund (VDMAX)

	Value	*Core*	*Growth*
Large			
Medium			
Small			

Fee Schedule:
0.10% on all assets

Liquidity Constraints:
Daily

Strategy:
The Vanguard Developed Markets Index Fund seeks to track the performance of the FTSE Developed (ex. North America) index, which measures the investment return of stocks issued by companies located in the major markets of Europe and the Pacific Region. The fund employs a passive management investment approach by investing all, or substantially all, of its assets in the common stocks included in the index.

Performance (%):	4Q13	1 YR	Since 1/1/13
Vanguard Developed Markets Index	**5.6**	**22.1**	**22.1**
Vanguard Spliced Developed Markets Benchmark[1]	5.5	22.7	22.7

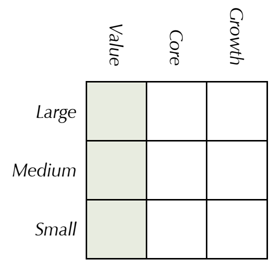
	12/31/13 Vanguard	12/31/13 FTSE Developed (ex. North America)	9/30/13 Vanguard	9/30/13 FTSE Developed (ex. North America)
Capitalization Structure:				
Weighted Average Market Cap. (US$ billion)	60.5	60.6	57.1	57.1
Median Market Cap. (US$ billion)	6.0	5.9	5.7	5.6
Large (% over US$10 billion)	81	81	80	80
Medium (% US$2 billion to US$10 billion)	17	17	19	19
Small (% under US$2 billion)	1	1	1	1
Fundamental Structure:				
Price-Earnings Ratio	20	20	20	20
Price-Book Value Ratio	2.9	2.9	2.8	2.8
Dividend Yield (%)	2.8	2.8	2.9	2.9
Historical Earnings Growth Rate (%)	8	8	6	6
Projected Earnings Growth Rate (%)	11	11	11	11
Sector Allocation (%):				
Industrials	13	13	13	13
Consumer Discretionary	12	12	12	12
Financials	25	25	25	25
Utilities	3	3	4	4
Materials	8	8	9	9
Information Technology	6	6	6	6
Telecommunication Services	5	5	5	5
Health Care	9	9	9	9
Energy	6	7	7	7
Consumer Staples	11	11	11	11
Diversification:				
Number of Holdings	1,352	1,341	1,351	1,339
% in 5 largest holdings	7	7	7	7
% in 10 largest holdings	12	12	12	12
Region Allocation (%):				
Europe & Middle East	62	62	61	61
Pacific	33	33	35	35
Other	5	5	5	5

Largest Five Holdings:		Industry
Nestle	1.6	Food, Beverage & Tobacco
HSBC	1.4	Banks
Roche	1.4	Pharmaceuticals & Biotech.
Novartis	1.3	Pharmaceuticals & Biotech.
Vodafone	1.3	Telecom Services

[1] MSCI EAFE index through April 16, 2013; FTSE Developed (ex. North America) index thereafter.

Dimensional Emerging Markets Value Portfolio Detail as of 12/31/13

Mandate:	International Equities Emerging Markets
Active/Passive:	Active
Market Value:	$5.4 million
Portfolio Manager:	Team
Location:	Santa Monica, California
Inception Date:	4/1/2012
Account Type:	Mutual Fund (DFEVX)



Fee Schedule:
0.61% on all assets

Liquidity Constraints:
Daily

Strategy:
Dimensional Fund Advisors' (DFA) investment approach combines both top-down and bottom-up elements. The top-down analysis involves drawing the boundaries for qualifying countries and company characteristics. It does not include macro-economic forecasting or tactical country allocation decisions. In its bottom-up work, DFA analyzes the attributes of individual securities for portfolio suitability. DFA limits its sector and industry weightings to 25% of the portfolio's market value. Country weights have a maximum target of 15% per country at the time of purchase to mitigate country risk. Risk is controlled by investing across a broad group of emerging markets companies and countries.

Performance (%):	**4Q13**	**1 YR**	**Since 4/1/12**
Dimensional Emerging Markets Value	**1.0**	**-3.8**	**-0.4**
MSCI Emerging Markets	1.8	-2.6	0.5
Peer Emerging Markets	2.4	-1.3	1.5
Peer Ranking (percentile)	*78*	*71*	*74*

	12/31/13		9/30/13	
Capitalization Structure:	**DFA**	**MSCI Emerging Markets**	**DFA**	**MSCI Emerging Markets**
Weighted Average Market Cap. (US$ billion)	18.0	36.2	18.8	35.9
Median Market Cap. (US$ million)	349.1	4,619.3	335.4	4,450.0
Large (% over US$10 billion)	43	65	41	64
Medium (% US$2 billion to US$10 billion)	33	32	35	32
Small (% under US$2 billion)	24	3	24	3
Fundamental Structure:				
Price-Earnings Ratio	16	19	16	18
Price-Book Value Ratio	1.3	3.2	1.2	3.1
Dividend Yield (%)	2.8	2.6	2.8	2.6
Historical Earnings Growth Rate (%)	5	14	4	13
Projected Earnings Growth Rate (%)	12	13	12	13
Sector Allocation (%):				
Financials	34	27	33	27
Materials	16	10	15	10
Industrials	12	6	12	6
Energy	16	11	17	12
Health Care	0	2	0	1
Utilities	2	3	2	3
Consumer Discretionary	6	9	6	9
Consumer Staples	5	9	5	9
Telecommunication Services	1	7	1	7
Information Technology	7	16	7	15
Diversification:				
Number of Holdings	2,137	822	2,142	818
% in 5 largest holdings	12	11	13	11
% in 10 largest holdings	18	17	19	17
Region Allocation (%):				
Asia	60	57	57	53
Americas	19	19	20	20
Europe, Middle East and Africa	17	18	17	18
Other	5	7	6	10

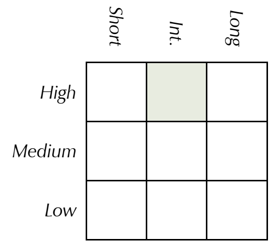
Largest Five Holdings:		**Industry**
Gazprom	4.9	Energy
Petroleo Brasileiro	4.4	Energy
Bank of China	2.4	Banks
Reliance Industries	1.6	Energy
Fomento Economico	1.3	Food, Beverage & Tobacco

Fixed Income Portfolio Reviews
As of December 31, 2013

UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

Vanguard Inflation-Protected Securities Portfolio Detail as of 12/31/13

Mandate: TIPS
Active/Passive: Active
Market Value: $11.3 million
Portfolio Manager: John Hollyer, CFA
Gemma Wright-Casparius
Location: Valley Forge, Pennsylvania
Inception Date: 12/1/2011
Account Type: Mutual Fund (VIPIX)



Fee Schedule:
0.07% on all assets

Liquidity Constraints:
Daily

Strategy:
The Vanguard Inflation-Protected Securities strategy seeks long-term returns that exceed inflation by investing at least 80% of its assets in high-quality inflation-indexed bonds. These securities, primarily issued by the U.S. Treasury, government agencies, and domestic corporations, automatically adjust their principal and interest payments over time in response to changes in inflation.

Performance (%):	**4Q13**	**1 YR**	**Since 12/1/11**
Vanguard Inflation-Protected Securities	**-2.2**	**-8.8**	**-1.1**
Barclays U.S. TIPS	-2.0	-8.6	-1.1
Peer TIPS	-2.1	-8.7	-1.1
Peer Ranking (percentile)	*84*	*60*	*51*

	12/31/13		**9/30/13**	
Duration & Yield:	**Vanguard**	**Barclays TIPS**	**Vanguard**	**Barclays TIPS**
Average Effective Duration (years)	7.6	6.8	8.0	7.4
Yield to Maturity (%)	2.4	2.4	2.2	2.2
Quality Structure (%):				
Average Quality	AAA	AAA	AAA	AAA
AAA (includes Treasuries and Agencies)	100	100	100	100
AA	0	0	0	0
A	0	0	0	0
BBB	0	0	0	0
BB	0	0	0	0
B	0	0	0	0
Below B	0	0	0	0
Non-Rated	0	0	0	0
Sector Allocation (%):				
U.S. Treasury-Nominal	0	0	2	0
U.S. Treasury-TIPS	100	100	98	100
U.S. Agency	0	0	0	0
Mortgage Backed	0	0	0	0
Corporate	0	0	0	0
Bank Loans	0	0	0	0
Local & Provincial Government	0	0	0	0
Sovereign & Supranational	0	0	0	0
Commercial Mortgage Backed	0	0	0	0
Asset Backed	0	0	0	0
Cash Equivalent	0	0	0	0
Other	0	0	0	0
Market Allocation (%):				
United States	100	100	100	100
Foreign (developed markets)	0	0	0	0
Foreign (emerging markets)	0	0	0	0
Currency Allocation (%):				
Non-U.S. Dollar Exposure	0	0	0	0

UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

PIMCO Total Return Portfolio Detail as of 12/31/13

Mandate: Fixed Income
Active/Passive: Active
Market Value: $9.8 million
Portfolio Manager: Bill Gross
Location: Newport Beach, California
Inception Date: 1/1/2010
Account Type: Mutual Fund (PTTRX)

	Short	*Int.*	*Long*
High			
Medium			
Low			

Fee Schedule:
0.46% on all assets

Liquidity Constraints:
Daily

Strategy:
PIMCO Total Return is a core portfolio that typically invests in intermediate term, investment grade bonds and seeks to maximize total return using both top-down and bottom-up analysis to construct portfolios. PIMCO couples their three-to-five year secular outlook for interest rates and the global economy with their bottom-up fundamental credit research to construct the portfolios.

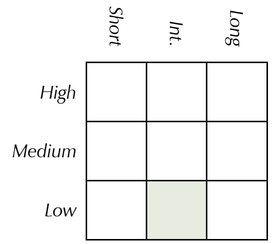
Performance (%):	**4Q13**	**1 YR**	**3 YR**	**Since 1/1/10**
PIMCO Total Return	**0.0**	**-1.9**	**4.1**	**5.2**
Barclays Universal	0.2	-1.3	3.8	4.6
Peer Core Plus	0.2	-1.5	3.7	4.6
Peer Ranking (percentile)	*71*	*64*	*37*	*24*

Risk: (forty-eight months)	**Standard Deviation**	**Beta**	**Sharpe Measure**	**Info. Ratio**	**Correlation to Index**
PIMCO Total Return	**4.0%**	**1.18**	**1.31**	**0.30**	**0.85**
Barclays Universal	2.8	1.00	1.60	NA	1.00

	12/31/13		**9/30/13**	
Duration & Yield:	**PIMCO**	**Barclays Universal**	**PIMCO**	**Barclays Universal**
Average Effective Duration (years)	5.4	5.4	4.4	5.4
Yield to Maturity (%)	1.3	2.8	2.1	2.8
Quality Structure (%):				
Average Quality	AA	AA	AA	AA
AAA (includes Treasuries and Agencies)	68	62	64	63
AA	4	5	6	5
A	5	11	7	11
BBB	13	13	13	13
BB	5	3	4	3
B	1	3	3	3
Below B	4	1	3	1
Non-Rated	0	0	0	0
Sector Allocation (%):				
U.S. Treasury-Nominal	29	30	19	30
U.S. Treasury-TIPS	12	0	12	0
U.S. Agency	4	7	4	7
Mortgage Backed	32	25	32	25
Corporate	11	30	10	29
Bank Loans	0	0	1	0
Local & Provincial Government	0	1	0	1
Sovereign & Supranational	5	4	3	4
Commercial Mortgage Backed	2	2	2	2
Asset Backed	1	0	1	0
Cash Equivalent	-6	0	6	0
Other	10	1	10	1
Market Allocation (%):				
United States	97	83	96	83
Foreign (developed markets)	1	10	2	11
Foreign (emerging markets)	2	7	3	7
Currency Allocation (%):				
Non-U.S. Dollar Exposure	0	0	0	0

SKY Harbor High Yield
Portfolio Detail as of 12/31/13

Mandate: High Yield
Active/Passive: Active
Market Value: $5.2 million
Portfolio Manager: Hannah Strasser
Location: Greenwich, Connecticut
Inception Date: 9/1/2012
Account Type: Commingled Fund



Fee Schedule:
0.36% up to $50 million (includes discount)

Liquidity Constraints:
Daily

Strategy:
SKY Harbor's strategy is income oriented and is based on the understanding that the largest component of high yield bond returns comes from coupon return. At the same time, the strategy seeks to minimize defaults through credit analysis and a top-down assessment of the economic and credit cycle. SKY Harbor segments the universe not only by industry but also by yield. They believe that credits trading with higher yields have more equity-like risk and those trading at lower yields are more exposed to bond-like risk (e.g., interest rate risk). Their exposure to these segments of the high yield market will be driven by credit analysis and their assessment of the economic and credit cycle.

Performance (%):	4Q13	1 YR	Since 9/1/12
SKY Harbor High Yield	**3.6**	**9.7**	**10.6**
Barclays High Yield	3.6	7.4	9.3
Peer High Yield	3.5	7.8	9.6
Peer Ranking (percentile)	*38*	*15*	*25*

	12/31/13		9/30/13	
Duration & Yield:	**SKY Harbor**	**Barclays High Yield**	**SKY Harbor**	**Barclays High Yield**
Average Effective Duration (years)	3.9	4.2	3.9	4.3
Yield to Maturity (%)	6.0	5.6	6.5	6.2
Quality Structure (%):				
Average Quality	B	B	B	B
AAA (includes Treasuries and Agencies)	0	0	0	0
AA	0	0	0	0
A	0	0	0	0
BBB	2	0	2	0
BB	23	41	21	39
B	50	40	51	43
Below B	25	19	26	18
Non-Rated	1	0	1	0
Sector Allocation (%):				
U.S. Treasury-Nominal	0	0	0	0
U.S. Treasury-TIPS	0	0	0	0
U.S. Agency	0	0	0	0
Mortgage Backed	0	0	0	0
Corporate	99	100	98	100
Bank Loans	0	0	0	0
Local & Provincial Government	0	0	0	0
Sovereign & Supranational	0	0	0	0
Commercial Mortgage Backed	0	0	0	0
Asset Backed	0	0	0	0
Cash Equivalent	1	0	2	0
Other	0	0	0	0
Market Allocation (%):				
United States	91	84	92	85
Foreign (developed markets)	9	14	8	14
Foreign (emerging markets)	0	1	0	1
Currency Allocation (%):				
Non-U.S. Dollar Exposure	0	0	0	0

UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

Vanguard Intermediate-Term Corporate Portfolio Detail as of 12/31/13

Mandate: Fixed Income
Active/Passive: Passive
Market Value: $4.9 million
Portfolio Manager: Joshua C. Barrickman
Location: Valley Forge, Pennsylvania
Inception Date: 12/1/2012
Account Type: Mutual Fund (VICBX)

	Short	*Int.*	*Long*
High			
Medium			
Low			

Fee Schedule:
0.09% on all assets

Liquidity Constraints:
Daily

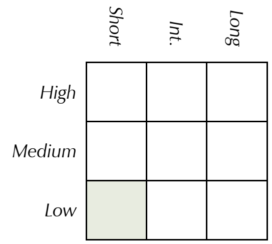
Strategy:
The Vanguard Intermediate-Term Corporate strategy seeks to provide an income stream by investing in high/medium grade corporate bonds with an average maturity of five to ten years. The manager seeks to add value through duration adjustments based on their short-term interest rate outlook and the shape of the yield curve. Value is also added through emphasizing sectors and individual securities that are considered to represent good value, based upon historical yield spread relationships.

Performance (%):	**4Q13**	**1 YR**	**Since 12/1/12**
Vanguard Intermediate-Term Corporate	**0.7**	**-1.8**	**-1.6**
Barclays Corporate Credit 5-10 Year	0.9	-1.6	-1.5

	12/31/13		**9/30/13**	
Duration & Yield:	**Vanguard**	**Barclays Intermediate Corporate**	**Vanguard**	**Barclays Intermediate Corporate**
Average Effective Duration (years)	6.4	6.4	6.5	6.5
Yield to Maturity (%)	3.7	3.7	3.6	3.7
Quality Structure (%):				
Average Quality	A-	BBB+	A-	A-
AAA (includes Treasuries and Agencies)	1	1	1	1
AA	7	8	8	9
A	42	34	43	37
BBB	50	54	49	51
BB	0	1	0	1
B	0	0	0	0
Below B	0	0	0	0
Non-Rated	0	1	0	1
Sector Allocation (%):				
U.S. Treasury-Nominal	0	0	0	0
U.S. Treasury-TIPS	0	0	0	0
U.S. Agency	0	0	0	0
Mortgage Backed	0	0	0	0
Corporate	100	100	100	100
Bank Loans	0	0	0	0
Local & Provincial Government	0	0	0	0
Sovereign & Supranational	0	0	0	0
Commercial Mortgage Backed	0	0	0	0
Asset Backed	0	0	0	0
Cash Equivalent	0	0	0	0
Other	0	0	0	0
Market Allocation (%):				
United States	85	85	85	85
Foreign (developed markets)	14	12	14	12
Foreign (emerging markets)	2	2	2	2
Currency Allocation (%):				
Non-U.S. Dollar Exposure	0	0	0	0

Loomis Sayles Bank Loan Portfolio Detail as of 12/31/13

Mandate: Fixed Income
Active/Passive: Active
Market Value: $4.7 million
Portfolio Manager: Kevin Perry
John Bell
Location: Boston, Massachusetts
Inception Date: 2/1/2013
Account Type: Mutual Fund (LSFYX)



Fee Schedule:
0.85% on all assets

Liquidity Constraints:
Monthly

Strategy:
The Loomis Sayles Bank Loan strategy will invest in mostly senior secured floating rate notes of leveraged companies. The strategy will generally focus on higher rated loans, typically rated "BB" and "B". Loomis relies on fundamental research in an attempt to avoid deteriorating credits and will construct a portfolio diversified by sector and industry. Portfolio managers Kevin Perry and John Bell are supported by a trading and legal team, as well as Loomis' team of credit analysts.

Performance (%):	4Q13	YTD	Since 2/1/13
Loomis Sayles Bank Loan	**2.1**	**NA**	**5.0**
CSFB Leveraged Loan	1.8	6.2	5.0
Peer Bank Loans	1.8	5.2	4.1
Peer Ranking (percentile)	*14*	*NA*	*22*

	12/31/13		9/30/13	
Duration & Yield:	**Loomis Sayles**	**CSFB Leveraged Loan**	**Loomis Sayles**	**CSFB Leveraged Loan**
Average Effective Duration (years)	0.1	0.3	0.1	0.3
Yield to Maturity (%)	4.6	5.1	4.7	5.0
Quality Structure (%):				
Average Quality	B	B	B	B
AAA (includes Treasuries and Agencies)	2	0	3	0
AA	0	0	0	0
A	0	0	0	0
BBB	0	0	0	0
BB	10	30	14	31
B	69	60	58	58
Below B	19	7	24	7
Non-Rated	1	3	2	4
Sector Allocation (%):				
U.S. Treasury-Nominal	0	0	0	0
U.S. Treasury-TIPS	0	0	0	0
U.S. Agency	0	0	0	0
Mortgage Backed	0	0	0	0
Corporate	8	0	14	0
Bank Loans	90	100	83	100
Local & Provincial Government	0	0	0	0
Sovereign & Supranational	0	0	0	0
Commercial Mortgage Backed	0	0	0	0
Asset Backed	0	0	0	0
Cash Equivalent	2	0	3	0
Other	0	0	0	0
Market Allocation (%):				
United States	91	100	90	100
Foreign (developed markets)	4	0	3	0
Foreign (emerging markets)	5	0	7	0
Currency Allocation (%):				
Non-U.S. Dollar Exposure	0	0	0	0

UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

AFL-CIO Housing Investment Trust Portfolio Detail as of 12/31/13

Mandate: Fixed Income
Active/Passive: Active
Market Value: $3.5 million
Portfolio Manager: Chang Suh
Location: Washington, District of Columbia
Inception Date: 6/1/2002
Account Type: Commingled Fund

	Short	*Int.*	*Long*
High			
Medium			
Low			

Fee Schedule:
0.44% on all assets

Liquidity Constraints:
Monthly

Strategy:
The AFL-CIO Housing Investment Trust (HIT) is a fixed income investment program comprised of high grade, public- and private-market mortgage bonds. The HIT portfolio combines long-duration, agency-insured multifamily mortgage-backed securities (MBS) with short-duration, single-family MBS and intermediate-term agency securities. The structure of the HIT portfolio means that it will not possess credit risk. Unlike most mortgage investments, the HIT portfolio invests mainly in issues with limited prepayment risk.

Performance (%):	4Q13	1 YR	3 YR	5 YR	Since 6/1/02
AFL-CIO Housing Investment Trust	**0.1**	**-2.4**	**3.2**	**4.6**	**5.2**
Barclays Aggregate	-0.1	-2.0	3.3	4.4	4.9
Barclays Mortgage	-0.4	-1.4	2.4	3.7	4.7
Peer Core Fixed Income	-0.1	-2.3	3.0	4.4	4.6
Peer Ranking (percentile)	*32*	*68*	*27*	*40*	*8*

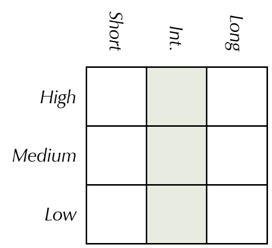
Risk: (sixty months)	Standard Deviation	Beta	Sharpe Measure	Info. Ratio	Correlation to Index
AFL-CIO Housing Investment Trust	**2.8%**	**0.87**	**1.61**	**0.16**	**0.94**
Barclays Aggregate	3.0	1.00	1.45	NA	1.00

	12/31/13		9/30/13	
Duration & Yield:	**AFL-CIO**	**Barclays Aggregate**	**AFL-CIO**	**Barclays Aggregate**
Average Effective Duration (years)	5.0	5.6	5.0	5.6
Yield to Maturity (%)	3.0	2.5	2.9	2.4
Quality Structure (%):				
Average Quality	AAA	AA+	AAA	AA+
AAA (includes Treasuries and Agencies)	90	72	90	73
AA	4	5	4	5
A	2	11	3	11
BBB	0	12	0	11
BB	0	0	0	0
B	0	0	0	0
Below B	0	0	0	0
Non-Rated	3	0	3	0
Sector Allocation (%):				
U.S. Treasury-Nominal	6	36	6	36
U.S. Treasury-TIPS	0	0	0	0
U.S. Agency	0	6	0	6
Mortgage Backed	28	30	26	29
Corporate	0	22	0	22
Bank Loans	0	0	0	0
Local & Provincial Government	0	1	0	1
Sovereign & Supranational	0	3	0	3
Commercial Mortgage Backed	65	2	65	2
Asset Backed	0	0	0	0
Cash Equivalent	0	0	4	0
Other	1	0	0	0
Market Allocation (%):				
United States	100	91	100	91
Foreign (developed markets)	0	5	0	5
Foreign (emerging markets)	0	4	0	4
Currency Allocation (%):				
Non-U.S. Dollar Exposure	0	0	0	0

UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

Stone Harbor Emerging Markets Debt Portfolio Detail as of 12/31/13

Mandate: Fixed Income
Active/Passive: Active
Market Value: $3.4 million
Portfolio Manager: Team
Location: New York, New York
Inception Date: 3/1/2012
Account Type: Mutual Fund (SHMDX)



Fee Schedule:
0.69% on all assets

Liquidity Constraints:
Daily

Strategy:
Stone Harbor monitors the emerging markets universe for improving credit quality opportunities and undervalued currencies with high real return potential. The active investment management approach is characterized by fundamental credit analysis. The investment process emphasizes country selection based on intensive economic and political analysis as well as a rigorous analytical approach to currency, sector, and security selection. Stone Harbor will invest in a combination of hard currency and local currency emerging markets fixed income markets. The performance objective will be to outperform, net of fees, the blended benchmark of 50% JP Morgan GBI-EM Global Diversified, 40% JP Morgan EMBI Global Diversified, and 10% JP Morgan CEMBI Broad Diversified. Stone Harbor will seek to achieve the investment objective through investing in sub-funds, specifically Stone Harbor Emerging Local Markets fund, Stone Harbor Emerging Markets Debt fund, and Stone Harbor Emerging Markets Corporate Debt fund.

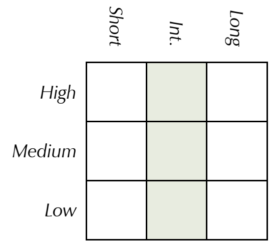
Performance (%):	4Q13	1 YR	Since 3/1/12
Stone Harbor Emerging Markets Debt	**-0.4**	**-8.8**	**0.6**
JPMorgan EMBI Global Diversified	1.5	-5.3	3.7
Peer Emerging Market Debt	0.2	-6.9	1.9
Peer Ranking (percentile)	*65*	*65*	*59*

	12/31/13		9/30/13	
Duration & Yield:	**Stone Harbor**	**JPMorgan EMBI Global Diversified**	**Stone Harbor**	**JPMorgan EMBI Global Diversified**
Average Effective Duration (years)	6.6	6.7	6.4	6.6
Yield to Maturity (%)	6.6	5.6	6.4	5.6
Quality Structure (%):				
Average Quality	BBB-	BB+	BBB-	BB+
AAA (includes Treasuries and Agencies)	3	0	2	0
AA	3	4	2	4
A	11	7	14	7
BBB	48	47	49	50
BB	17	21	13	20
B	16	15	16	15
Below B	0	2	1	2
Non-Rated	2	2	2	2
Sector Allocation (%):				
U.S. Treasury-Nominal	0	0	0	0
U.S. Treasury-TIPS	0	0	0	0
U.S. Agency	0	0	0	0
Mortgage Backed	0	0	0	0
Corporate	9	0	9	0
Bank Loans	0	0	0	0
Local & Provincial Government	0	0	0	0
Sovereign & Supranational	88	100	89	100
Commercial Mortgage Backed	0	0	0	0
Asset Backed	0	0	0	0
Cash Equivalent	3	0	2	0
Other	0	0	0	0
Market Allocation (%):				
United States	3	0	2	0
Foreign (developed markets)	0	0	0	0
Foreign (emerging markets)	97	100	98	100
Currency Allocation (%):				
Non-U.S. Dollar Exposure	11	0	17	0

UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

Stone Harbor Emerging Markets Local Currency Debt Portfolio Detail as of 12/31/13

Mandate: Fixed Income
Active/Passive: Active
Market Value: $3.3 million
Portfolio Manager: Team
Location: New York, New York
Inception Date: 3/1/2012
Account Type: Mutual Fund (SHLMX)



Fee Schedule:
0.87% on all assets

Liquidity Constraints:
Daily

Strategy:
Stone Harbor believes that investing in a diversified portfolio of emerging markets local currency instruments will result in strong, long-term performance. The investment team monitors the emerging markets universe for improving credit quality opportunities and undervalued currencies with high real return potential. The active investment management approach is characterized by fundamental credit analysis. The investment process emphasizes country selection based on intensive economic and political analysis as well as a rigorous analytical approach to currency, sector, and security selection.

Performance (%):	4Q13	1 YR	Since 3/1/12
Stone Harbor Emerging Markets Local Currency Debt	**-3.4**	**-12.6**	**-5.1**
JPM GBI-EM Global Diversified	-1.5	-9.0	-2.1
Peer Emerging Market Debt	0.2	-6.9	1.9
Peer Ranking (percentile)	99	99	96

	12/31/13		9/30/13	
Duration & Yield:	**Stone Harbor**	**JPM GBI-EM Global Diversified**	**Stone Harbor**	**JPM GBI-EM Global Diversified**
Average Effective Duration (years)	5.2	4.7	5.3	4.7
Yield to Maturity (%)	7.5	6.8	7.1	6.5
Quality Structure (%):				
Average Quality	A-	BBB+	A-	BBB+
AAA (includes Treasuries and Agencies)	2	0	2	0
AA	0	0	0	0
A	61	57	61	57
BBB	33	32	32	33
BB	3	11	3	10
B	2	0	1	0
Below B	0	0	0	0
Non-Rated	0	0	0	0
Sector Allocation (%):				
U.S. Treasury-Nominal	0	0	0	0
U.S. Treasury-TIPS	0	0	0	0
U.S. Agency	0	0	0	0
Mortgage Backed	0	0	0	0
Corporate	0	0	0	0
Bank Loans	0	0	0	0
Local & Provincial Government	0	0	0	0
Sovereign & Supranational	100	100	100	100
Commercial Mortgage Backed	0	0	0	0
Asset Backed	0	0	0	0
Cash Equivalent	0	0	0	0
Other	0	0	0	0
Market Allocation (%):				
United States	0	0	0	0
Foreign (developed markets)	0	0	0	0
Foreign (emerging markets)	100	100	100	100
Currency Allocation (%):				
Non-U.S. Dollar Exposure	98	100	98	100

Real Estate Portfolio Reviews
As of December 31, 2013

AFL-CIO Building Investment Trust Portfolio Detail as of 12/31/13

Strategy: Real Estate
Private Market
Diversified Core

Market Value: $9.1 million

Senior Professionals: Rinse A. Brink

Location: Washington, District of Columbia

Inception Date: 7/1/2002

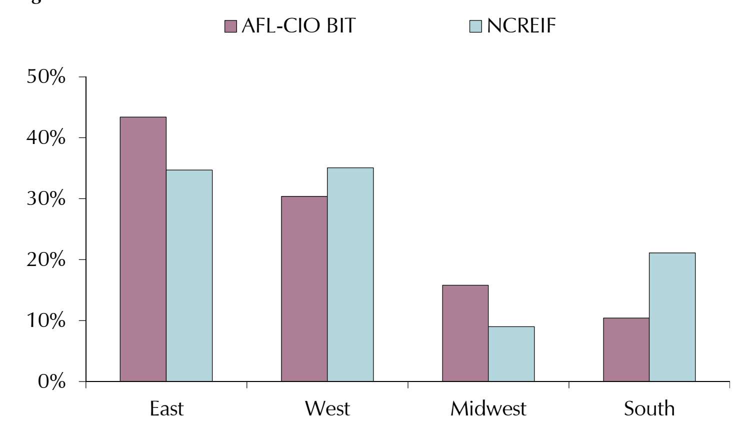
Account Type: Commingled Fund

# of Investments: 55

Liquidity Constraints: Quarterly

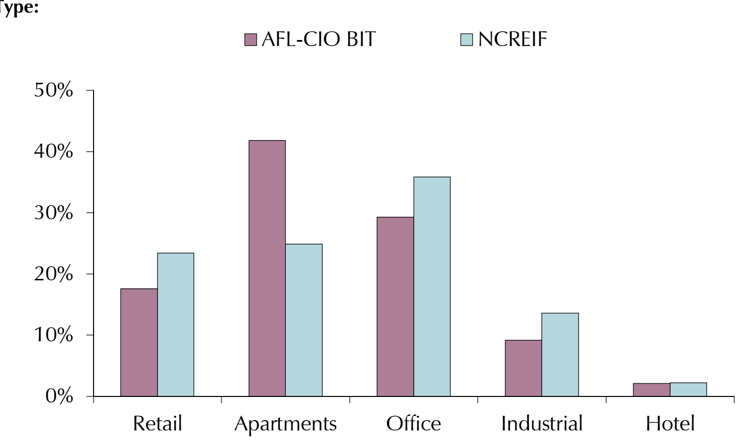
Fee Schedule: 1.00% on first $2,000 mm; 0.85% on next $1,000 mm; 0.80% thereafter; 0.10% on cash

Geographic Region:



Performance (%):	4Q13	1 YR	3 YR	5 YR	Since 7/1/02
AFL-CIO Building Investment Trust	**2.3**	**9.7**	**11.2**	**3.4**	**6.1**
NCREIF ODCE Equal Weighted	3.1	13.4	13.4	3.3	6.9
NCREIF Property	2.5	11.0	12.0	5.7	8.7

Property Type:



Investment Strategy:

The mission of the Trust is to provide competitive risk-adjusted returns for shareholders through investments in institutional-quality commercial real estate while promoting economic development and creating union jobs. The BIT's principal objective in making investments is to seek income and capital appreciation while protecting the shareholders' capital. Mercantile, as the trustee of the BIT, employs an investment strategy that seeks to create value through investment in the development and acquisition of income-producing real estate.

TA Associates Realty Fund X
Portfolio Detail as of 12/31/13

Strategy: Real Estate
Private Market
Value-Added

Market Value: $1.2 million

Senior Professionals: Team

Location: Boston, Massachusetts

Vintage Year: 2012

Account Type: Ltd. Partnership

# of Investments: 43

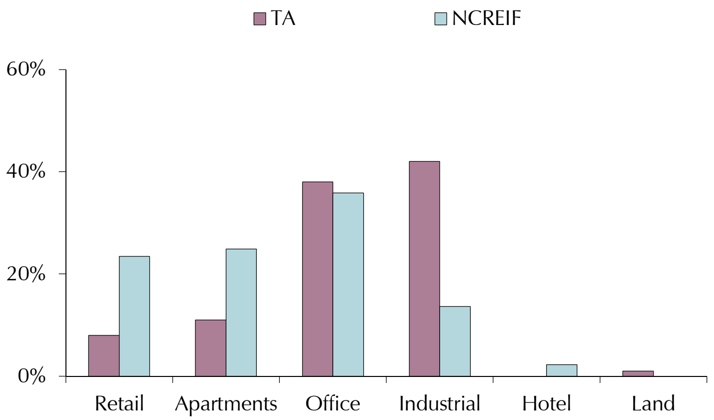
Liquidity Constraints: No interim liquidity

Fee Schedule: 0.5% in year 1, 0.8% in year 2, 1.1% in year 3, all based upon total committed capital; then 1.2% in year 4, 1.25% in year 5, 1.2% in year 6, 1.0% in year 7, and 0.60% thereafter, all based upon gross investment cost.

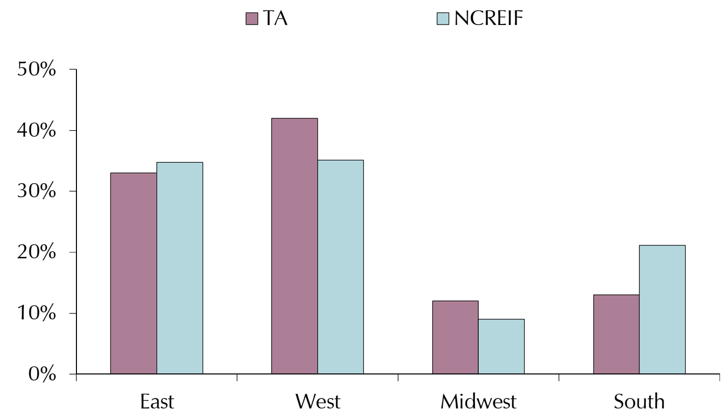
IRR: 5.3%

Portfolio Size:

Property Type:



Geographic Region:



UNITE HERE Local 25 and Hotel Association of Washington, D.C. Pension Fund

Vanguard REIT Index Portfolio Detail as of 12/31/13

Mandate: Real Estate
Public REIT
Domestic Equities

Active/Passive: Passive

Market Value: $2.0 million

Portfolio Manager: Gerard O'Reily

Location: Valley Forge, Pennsylvania

Inception Date: 2/1/2013

Account Type: Mutual Fund (VGRSX)

Fee Schedule:
0.10% on all assets

Liquidity Constraints:
Daily

Strategy:
The Vanguard REIT Index fund seeks to replicate the characteristics and performance of the MSCI U.S. Real Estate index, which represents approximately 85% of the U.S. REIT universe. The fund invests in stocks issued by real estate investment trusts (REITs), companies that purchase office buildings, hotels, and other real property.

Performance (%):	**4Q13**	**YTD**	**Since 2/1/13**
Vanguard REIT Index	**-0.7**	**NA**	**-1.3**
MSCI U.S. REIT	-0.7	2.5	-1.2
Peer Real Estate	-0.2	1.8	-1.4
Peer Ranking (percentile)	*71*	*NA*	*39*

	12/31/13		**9/30/13**	
Capitalization Structure:	**Vanguard**	**MSCI U.S. REIT**	**Vanguard**	**MSCI U.S. REIT**
Weighted Average Market Cap. (US$ billion)	13.0	13.0	13.3	13.3
Median Market Cap. (US$ billion)	2.2	2.2	2.2	2.2
Large (% over US$10 billion)	45	45	46	46
Medium (% US$2 billion to US$10 billion)	44	44	43	43
Small (% under US$2 billion)	11	11	11	11
Fundamental Structure:				
Price-Earnings Ratio	42	42	43	43
Price-Book Value Ratio	2.9	2.9	2.9	2.9
Dividend Yield (%)	4.2	4.2	3.8	3.8
Historical Earnings Growth Rate (%)	3	3	0	0
Projected Earnings Growth Rate (%)	5	5	6	6
Diversification:				
Number of Holdings	131	130	127	126
% in 5 largest holdings	25	25	25	25
% in 10 largest holdings	40	40	42	41

Largest Ten Holdings:		**Industry**
Simon Property Group	9.5	Real Estate
Public Storage	4.4	Real Estate
Prologis	3.7	Real Estate
Equity Residential REIT	3.6	Real Estate
Ventas	3.4	Real Estate
HCP	3.3	Real Estate
Health Care REIT	3.1	Real Estate
Boston Properties	3.1	Real Estate
Vornado Realty	3.0	Real Estate
Host Hotels & Resorts	2.9	Real Estate

Natural Resources Portfolio Review
As of September 30, 2013

SSgA S&P Global Large MidCap Natural Resources Index Portfolio Detail as of 12/31/13

Mandate: Natural Resources
Active/Passive: Passive
Market Value: $5.6 million
Portfolio Manager: Team
Location: Boston, Massachusetts
Inception Date: 9/1/2012
Account Type: Commingled Fund

Fee Schedule:
0.15% on all assets

Liquidity Constraints:
Daily

Strategy:
This passive index fund seeks an investment return that approximates the performance of the S&P Global Large MidCap Commodity and Resources index. The index has equal exposure to three major natural resources industries: energy, materials, and agriculture. It generally holds over 75% in large capitalization companies and the balance in mid-capitalization stocks, typically holding 220 to 260 securities. While the index invests in over thirty countries, the most exposure is in the United States, Canada, and the United Kingdom.

Performance (%):	4Q13	1 YR	Since 9/1/12
SSgA S&P Global Large MidCap Natural Resources Index	**4.0**	**-2.4**	**2.4**
S&P Global Large MidCap Commodities and Resources	4.0	-2.6	2.3

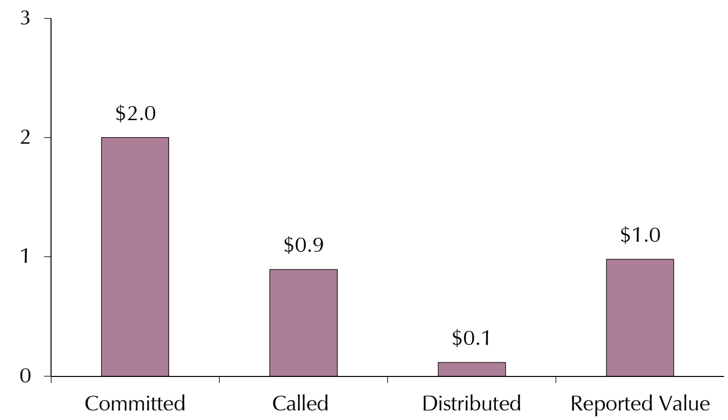
	12/31/13		9/30/13	
Capitalization Structure:	**SSgA**	**S&P Global Large MidCap Commodities & Resources**	**SSgA**	**S&P Global Large MidCap Commodities & Resources**
Weighted Average Market Cap. (US$ billion)	75.1	74.6	66.5	66.5
Median Market Cap. (US$ billion)	9.1	8.9	8.7	8.6
Large (% over US$10 billion)	88	88	87	87
Medium (% US$2 billion to US$10 billion)	11	11	12	12
Small (% under US$2 billion)	1	1	1	1
Fundamental Structure:				
Price-Earnings Ratio	18	18	18	18
Price-Book Value Ratio	2.3	2.3	2.2	2.2
Dividend Yield (%)	3.0	3.0	2.9	3.0
Historical Earnings Growth Rate (%)	9	9	7	7
Projected Earnings Growth Rate (%)	7	7	7	8
Sector Allocation (%):				
Energy	33	33	33	33
Consumer Staples	8	8	8	8
Consumer Discretionary	0	0	0	0
Financials	0	0	0	0
Health Care	0	0	0	0
Industrials	0	0	0	0
Information Technology	0	0	0	0
Telecommunication Services	0	0	0	0
Utilities	0	0	0	0
Materials	58	58	58	58
Diversification:				
Number of Holdings	221	214	221	213
% in 5 largest holdings	27	27	27	27
% in 10 largest holdings	43	44	42	42
Region Allocation (%):				
Europe/North America	77	77	76	76
Pacific/Asia	11	11	11	11
Asia (emerging)	4	4	4	4
Latin America (emerging)	2	2	2	2
Europe/MidEast/Africa (emerging)	6	6	6	6
Other	0	0	0	0

Largest Five Holdings:		**Industry**
Monsanto	7.7	Materials
BHP Billiton	5.7	Materials
ExxonMobil	5.6	Energy
Syngenta	4.7	Materials
Archer-Daniels	3.6	Food, Beverage & Tobacco

Private Equity Portfolio Review
As of December 31, 2013

Ridgemont Equity Partners I Portfolio Detail as of 12/31/13

Strategy:	Private Equity Middle Market	**Commitment:**	$2.0 million
Senior Professionals:	Travis Hain Walker Poole Trey Sheridan	**Capital Contributions:**	$0.9 million
		Outstanding Commitment:	$1.1 million
Location:	Charlotte, North Carolina	**Realized Proceeds:**	$0.1 million
Vintage Year:	2012	**Total Value:**	$1.0 million
Fee Schedule:	2.0% Management; 8.0% Preferred Return; Carried Interest: 80/20	**Number of Investments:**	11
		Net IRR:	43%



Investment Strategy:

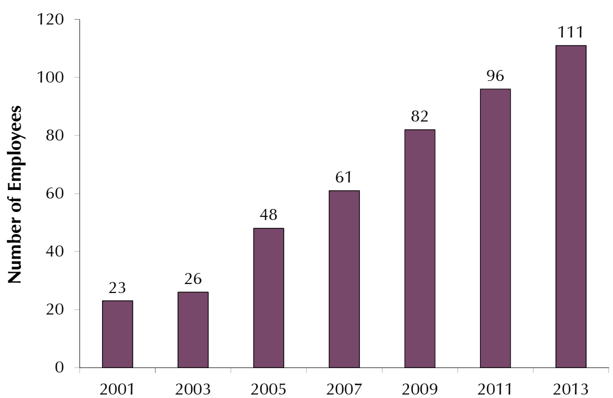
Ridgemont will typically seek to invest $25 to $75 million per transaction to acquire controlling interests or minority interests with significant influence in new and existing U.S.-based middle market companies. Ridgemont will pursue sector-focused investment themes based on leveraging professionals' industry expertise, historical investing experience, and the partnership's differentiated sourcing model. The fund will seek investments primarily in four key sectors: basic industries and services; energy; healthcare; and telecommunications, media and technology. The fund anticipates investing in two to six deals in each sector, which would ultimately comprise a target of approximately 10% to 35% of the total amount of the fund.

Appendices

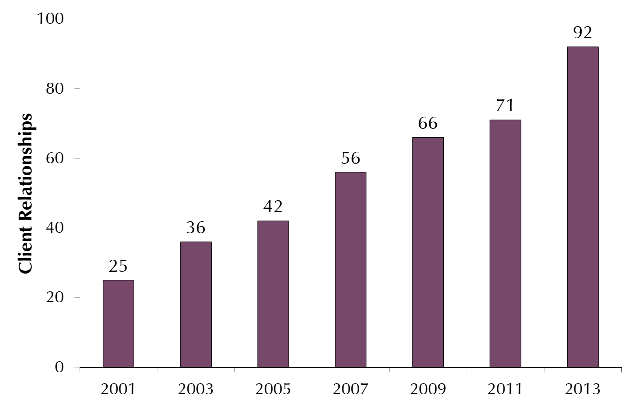
Meketa Investment Group
Corporate Update

- Staff of 111, including 67 investment professionals and 24 CFA Charterholders
- 92 clients, with over 175 funds throughout the United States
- Significant investment in staff and resources
- Offices in Boston, Miami, and San Diego
- Clients have aggregate assets of over $600 billion
  - Over $20 billion in assets committed to alternative investments
    - Private Equity
    - Infrastructure
    - Natural Resources
    - Real Estate
    - Hedge Funds
    - Commodities

Employee Growth



Client Growth



Meketa Investment Group is proud to work for 4.9 million American families everyday

Asset Classes Followed Intensively by Meketa Investment Group

Domestic Equities

- Passive
- Enhanced Index
- Large Cap
- Midcap
- Small Cap
- Microcap
- 130/30

International Equities

- Large Cap Developed
- Small Cap Developed
- Emerging Markets
- Frontier Markets

Private Equity

- Buyouts
- Venture Capital
- Private Debt
- Special Situations
- Secondaries
- Fund of Funds

Real Assets

- Public REITs
- Core Real Estate
- Value Added Real Estate
- Opportunistic Real Estate
- Infrastructure
- Timber
- Natural Resources
- Commodities

Fixed Income

- Short-Term
- Core
- Core Plus
- TIPS
- High Yield
- Bank Loans
- Distressed
- Global
- Emerging Markets

Hedge Funds

- Long/Short Equity
- Event Driven
- Relative Value
- Fixed Income Arbitrage
- Multi Strategy
- Market Neutral
- Global Macro
- Fund of Funds
- Portable Alpha

Disclaimer, Glossary, and Notes

Disclaimer

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In general, the valuation numbers presented in this report are prepared by the custodian bank for listed securities, and by the fund manager or appropriate General Partner in the case of unlisted securities. The data used in the market comparison sections of this report are sourced from various databases. These data are continuously updated and are subject to change.

This report does not contain all the information necessary to fully evaluate the potential risks of any of the investments described herein. Because of inherent uncertainties involved in the valuations of investments that are not publicly traded, any estimated fair values shown in this report may differ significantly from the values that would have been used had a ready market for the underlying securities existed, and the differences could be material. Note that for unlisted securities the valuations may be lagged by one or more calendar quarters, or may reflect original cost.

This document may contain certain forward-looking statements, forecasts, estimates, projections, and opinions ("Forward Statements"). No representation is made or will be made that any Forward Statements will be achieved or will prove to be correct. A number of factors, in addition to any risk factors stated in this material, could cause actual future results to vary materially from the Forward Statements. No representation is given that the assumptions disclosed in this document upon which Forward Statements may be based are reasonable. There can be no assurance that the investment strategy or objective of any fund or investment will be achieved, or that the Fund will receive a return of the amount invested.

In some cases Meketa Investment Group assists the Trustees in handling capital calls or asset transfers among investment managers. In these cases we do not make any representations as to the managers' use of the funds, but do confirm that the capital called or transferred is within the amounts authorized by the Trustees.

Credit Risk: Refers to the risk that the issuer of a fixed income security may default (i.e., the issuer will be unable to make timely principal and/or interest payments on the security.)

Duration: Measure of the sensitivity of the price of a bond to a change in its yield to maturity. Duration summarizes, in a single number, the characteristics that cause bond prices to change in response to a change in interest rates. For example, the price of a bond with a duration of three years will rise by approximately 3% for each 1% decrease in its yield to maturity. Conversely, the price will decrease 3% for each 1% increase in the bond's yield. Price changes for two different bonds can be compared using duration. A bond with a duration of six years will exhibit twice the percentage price change of a bond with a three-year duration. The actual calculation of a bond's duration is somewhat complicated, but the idea behind the calculation is straightforward. The first step is to measure the time interval until receipt for each cash flow (coupon and principal payments) from a bond. The second step is to compute a weighted average of these time intervals. Each time interval is measured by the present value of that cash flow. This weighted average is the duration of the bond measured in years.

Information Ratio: This statistic is a measure of the consistency of a portfolio's performance relative to a benchmark. It is calculated by subtracting the benchmark return from the portfolio return (excess return), and dividing the resulting excess return by the standard deviation (volatility) of this excess return. A positive information ratio indicates outperformance versus the benchmark, and the higher the information ratio, the more consistent the outperformance.

Market Capitalization: For a firm, market capitalization is the total market value of outstanding common stock. For a portfolio, market capitalization is the sum of the capitalization of each company weighted by the ratio of holdings in that company to total portfolio holdings; thus it is a weighted-average capitalization. Meketa Investment Group considers the largest 65% of the broad domestic equity market as large capitalization, the next 25% of the market as medium capitalization, and the smallest 10% of stocks as small capitalization.

Market Weighted: Stocks in many indices are weighted based on the total market capitalization of the issue. Thus, the individual returns of higher market-capitalization issues will more heavily influence an index's return than the returns of the smaller market-capitalization issues in the index.

Maturity: The date on which a loan, bond, mortgage or other debt/security becomes due and is to be paid off.

Prepayment Risk: The risk that prepayments will increase (homeowners will prepay all or part of their mortgage) when mortgage interest rates decline; hence, investors' monies will be returned to them in a lower interest rate environment. Also, the risk that prepayments will slow down when mortgage interest rates rise; hence, investors will not have as much money as previously anticipated in a higher interest rate environment. A prepayment is any payment in excess of the scheduled mortgage payment.

Price-Book Value (P/B) Ratio: The current market price of a stock divided by its book value per share. Meketa Investment Group calculates P/B as the current price divided by Compustat's quarterly common equity. Common equity includes common stock, capital surplus, retained earnings, and treasury stock adjusted for both common and nonredeemable preferred stock. Similar to high P/E stocks, stocks with high P/B's tend to be riskier investments.

Price-Earnings (P/E) Ratio: A stock's market price divided by its current or estimated future earnings. Lower P/E ratios often characterize stocks in low growth or mature industries, stocks in groups that have fallen out of favor, or stocks of established blue chip companies with long records of stable earnings and regular dividends. Sometimes a company that has good fundamentals may be viewed unfavorably by the market if it is an industry that is temporarily out of favor. Or a business may have experienced financial problems causing investors to be skeptical about is future. Either of these situations would result in lower relative P/E ratios. Some stocks exhibit above-average sales and earnings growth or expectations for above average growth. Consequently, investors are willing to pay more for these companies' earnings, which results in elevated P/E ratios. In other words, investors will pay more for shares of companies whose profits, in their opinion, are expected to increase faster than average. Because future events are in no way assured, high P/E stocks tend to be riskier and more volatile investments. Meketa Investment Group calculates P/E as the current price divided by the I/B/E/S consensus of twelve-month forecast earnings per share.

Quality Rating: The rank assigned a security by such rating services as Fitch, Moody's, and Standard & Poor's. The rating may be determined by such factors as (1) the likelihood of fulfillment of dividend, income, and principal payment of obligations; (2) the nature and provisions of the issue; and (3) the security's relative position in the event of liquidation of the company. Bonds assigned the top four grades (AAA, AA, A, BBB) are considered investment grade because they are eligible bank investments as determined by the controller of the currency.

Sharpe Ratio: A commonly used measure of risk-adjusted return. It is calculated by subtracting the risk free return (usually three-month Treasury bill) from the portfolio return and dividing the resulting excess return by the portfolio's total risk level (standard deviation). The result is a measure of return per unit of total risk taken. The higher the Sharpe ratio, the better the fund's historical risk adjusted performance.

Standard Deviation: A measure of the total risk of an asset or a portfolio. Standard deviation measures the dispersion of a set of numbers around a central point (e.g., the average return). If the standard deviation is small, the distribution is concentrated within a narrow range of values. For a normal distribution, about two thirds of the observations will fall within one standard deviation of the mean, and 95% of the observations will fall within two standard deviations of the mean.

STIF Account: Short-term investment fund at a custodian bank that invests in cash-equivalent instruments. It is generally used to safely invest the excess cash held by portfolio managers.

Style: The description of the type of approach and strategy utilized by an investment manager to manage funds. For example, the style for equities is determined by portfolio characteristics such as price-to-book value, price-to-earnings ratio, and dividend yield. Equity styles include growth, value, and core.

Yield to Maturity: The yield, or return, provided by a bond to its maturity date; determined by a mathematical process, usually requiring the use of a "basis book." For example, a 5% bond pays $5 a year interest on each $100 par value. To figure its current yield, divide $5 by $95—the market price of the bond—and you get 5.26%. Assume that the same bond is due to mature in five years. On the maturity date, the issuer is pledged to pay $100 for the bond that can be bought now for $95. In other words, the bond is selling at a discount of 5% below par value. To figure yield to maturity, a simple and approximate method is to divide 5% by the five years to maturity, which equals 1% pro rata yearly. Add that 1% to the 5.26% current yield, and the yield to maturity is roughly 6.26%.

$$\frac{5\% \text{ (discount)}}{5 \text{ (yrs. to maturity)}} = \begin{array}{c}1\% \text{ pro rata, plus}\\ 5.26\% \text{ (current yield)}\end{array} = 6.26\% \text{ (yield to maturity)}$$

Sources: Investment Terminology, International Foundation of Employee Benefit Plans, 1999.
The Handbook of Fixed Income Securities, Fabozzi, Frank J., 1991.

Notes

The Russell Indices®, TM, SM are trademarks/service marks of the Frank Russell Company.

Throughout this report, numbers may not sum due to rounding.

Returns for periods greater than one year are annualized throughout this report.

Values shown are in millions of dollars, unless noted otherwise.