International Union of Operating Engineers Local #487

Fourth Quarter Review

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Agenda

- Capital Markets Review
- Plans Assets and Metrics
- Appendix

Capital Markets Review

Global market review

Market review

- Increased investor confidence in an improving economy allowed valuations to expand in 2013
- Fed communication created some fear mid-year, but ultimately assured investors that monetary policy will remain accommodative despite tapering
- Developed country equity prices rose, with U.S., Europe and Japan all appreciating more than +20% for the year
- Equities continued to far outpace modest or negative fixed income returns on the year in USD terms
  - High Yield Bonds outperformed

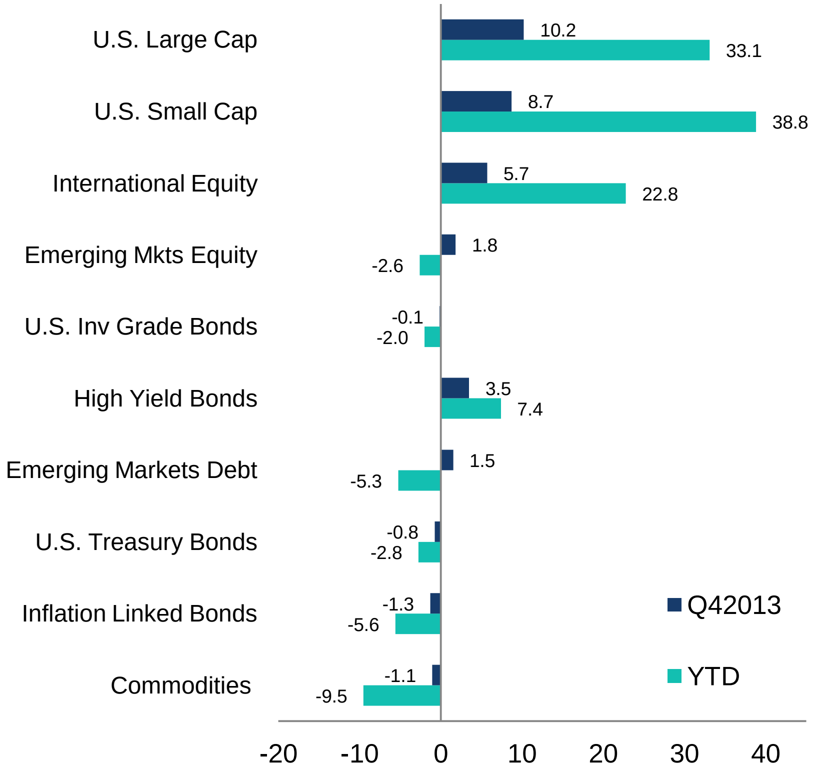
Strategy positioning

- All equity strategies generated strong relative returns
- Within fixed income, our emphasis on credit and curve positioning generated additional performance

SEI's market and economic outlook

- The global economic recovery will continue, with potential to gain momentum on increased consumer demand and moderating fiscal drag
- We expect a metered rise in rates
- The odds of a correction in equities have increased
- We favor emerging-market equities over U.S. equities

Financial Markets Performance as of 12/31/13
Selected Markets Q4 2013 and YTD (%)



U.S. Large Cap = Russell 1000, U.S. Small Cap = Russell 2000, International Equity = MSCI EAFE, Emerging Markets Equity = MSCI EME, U.S. Investment Grade Bonds = Barclays U.S. Aggregate, High Yield = BofA ML Master II HY Constrained, Emerging Markets Debt = JP Morgan EMBI Global Diversified, Treasury = Treasury component of the Barclays U.S. Aggregate, Inflation Linked = Barclays 1-10 Year TIPS, Commodities = DJ UBS Commodity Index. Source: SEI, FactSet

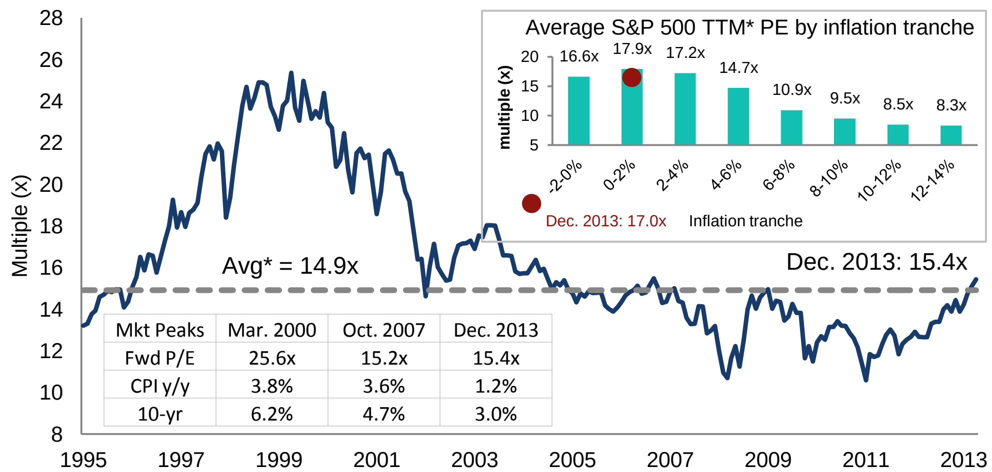
Equity markets review

- Markets saw the fear of macro shocks abate throughout the year, gaining confidence and pushing U.S. equities to new highs.
  - Valuations rose steadily higher in 2013, however our view is that these levels are not unreasonable. The backdrop of inflation and rates further support this observation
  - Even though we saw the attractiveness of equities relative to corporate bonds compress in 2013, stocks remained competitive
- Within equities, investors favored growth, momentum & volatility factors
- Economic fundamentals in emerging markets stabilized in 2013, but their stock markets lagged as investors wait for further signs of improvement

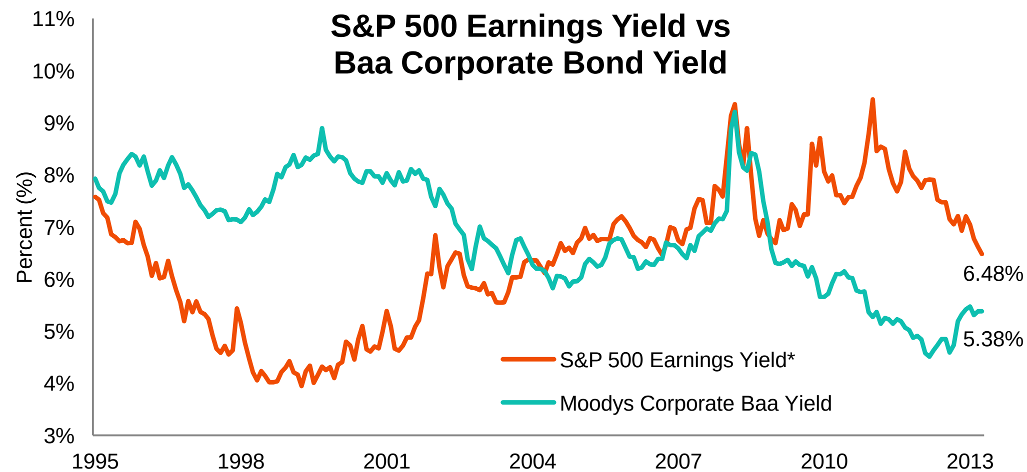
Portfolio impact

- Robust absolute and relative returns across equity portfolios
- Manager selection was consistently strong
  - Quantitative managers contributed favorably
  - Our small cap value managers performed very well
- Pro-cyclicality added to relative performance

S&P 500 Forward Price/Earnings



Mkt Peaks	Mar. 2000	Oct. 2007	Dec. 2013
Fwd P/E	25.6x	15.2x	15.4x
CPI y/y	3.8%	3.6%	1.2%
10-yr	6.2%	4.7%	3.0%



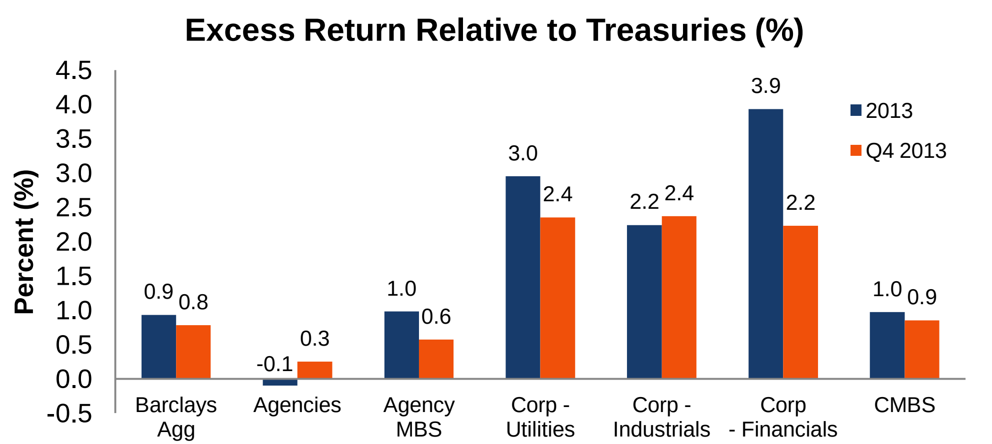
* TTM = Trailing Twelve Months. S&P 500 Earnings Yield is inverse of forward Price/Earnings multiple
Source: Top Charts: FactSet, JPM, Strategas
Bottom Chart: Bloomberg, JPM, FactSet

Fixed income review

- Global fixed income faced the headwind of rising interest rates and therefore falling prices. However, despite negative performance for most aggregates, some more credit sensitive sectors performed well.
- The markets reacted strongly to the threat of taper in the summer, but markets became relatively comfortable as the Fed provided better forward guidance
- While the current level of tapering is modest, it is an important step toward a more normal interest rate environment
- Investment grade corporate spreads ended 2013 at their lows for the year, despite starting the 4th quarter near their 2013 highs, with Financials continuing to benefit

Portfolio impact

- SEI's strategy of allocating to credit rather than duration added to good relative returns in a flat investment-grade market
  - SEI's Opportunistic Income and High Yield strategies were important sources of additional return
- Our overweight to Financials continued to benefit throughout the year



Source: Top Chart: FactSet
Bottom Chart: Barclays, SEI

Plan Assets and Performance

Fund Performance

Fund	4th Quarter			FYTD 12/31/2013*		
	SEI (%)	Index (%)	Difference	SEI (%)	Index (%)	Difference
Large Cap	10.83	10.23	0.60	21.92	19.96	1.96
Small Cap	9.26	8.72	0.54	26.40	23.52	2.88
World Equity ex-US	5.86	4.77	1.09	12.73	11.75	0.98
Emerging Markets Equity	2.96	1.83	1.13	1.24	-1.00	2.24
US Managed Volatility	9.19	7.28	1.91	14.66	9.84	4.82
Global Managed Volatility	5.56	5.11	0.45	6.23	6.30	-0.07
Core Fixed Income	0.28	-0.14	0.42	-1.33	-1.90	0.57
High Yield Bond	3.20	3.49	-0.29	4.73	4.35	0.38
Emerging Markets Debt	-0.83	-0.01	-0.82	-7.75	-5.98	-1.77
Opportunistic Income	1.14	0.06	1.08	1.73	0.16	1.57
Ultra Short Bond	0.38	0.02	0.36	0.75	0.17	0.58
Short Duration Government	0.46	0.06	0.4	0.10	0.24	-0.14
Core Property**	3.37	2.59	0.78	7.76	5.53	2.23

Benchmarks for the funds are as follows: S&P 500 Index (Disciplined Equity), Russell 2500 Index(Small/Mid Cap Equity), MSCI World Equity ex-US (World Equity ex-US), MSCI Emerging Markets Equity Index (Emerging Markets Equity) MSCI USA Min Vol Index (US Managed Volatility), MSCI Global Min Vol (Global Managed Volatility) Barclays US Aggregate (Core Fixed Income), ML US Master II Constrained Index (High Yield Bond), JPM EMBI Global Diversified Index (Emerging Markets Debt), B of A ML 3M Con-Mat Libor Index (Opportunistic Income), Barclays 9-12 Month Treasury Index (Ultra Short Bond), ML 1-3 Year Treasuries Index (Short Duration Government), NCREIF (Core Property)

*Plan fiscal year end is 3/31
**Core Property returns as of 9/30/13

Performance data quoted is past performance. Past performance is no guarantee of future results. The principal value and investment return of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original value. Current performance may be higher or lower. For performance data current to the most recent month end, please call 1-800-DIAL-SEI.

Asset allocation – Pension 12/31/13

Current portfolio allocation

	Asset Class		Total Market Value	% Allocation
	US Equity	$	24,658,171	44.1%
	Fixed Income	$	19,872,301	35.6%
	World Equity x-US	$	5,839,010	10.5%
	Real Estate	$	5,517,654	9.9%
TOTAL		**$**	**55,887,137**	**100%**

Manager/Asset	Style	Total Market Value		% Allocation
SEI LARGE CAP FUND	US Equity	$	22,648,384	40.5%
SEI CORE FIXED INCOME FUND	Core Fixed Income	$	8,806,126	15.8%
SEI CORE PROPERTY COLLECTIVE INVEST TR	Real Estate / Property	$	5,517,654	9.9%
SEI OPPORTUNISTIC INCOME FD - A	Other Fixed Income	$	5,513,886	9.9%
SEI EMERGING MARKETS DEBT FUND	Emerging Markets Fixed Income	$	3,842,492	6.9%
SEI WORLD EQUITY EX-US FUND	World Equity x-US	$	3,645,640	6.5%
SEI EMERGING MARKETS EQUITY FUND	World Equity x-US	$	2,193,371	3.9%
SEI SMALL CAP FUND	US Equity	$	2,009,788	3.6%
SEI HIGH YIELD BOND FUND	High Yield Fixed Income	$	1,709,798	3.1%
CASH & ACCRUED INCOME		$	0	0.0%
	TOTALS	**$**	**55,887,137**	**100%**

Portfolio Performance – Pension 12/31/13

Total Portfolio Returns

	1 Month	3 Month	YTD	1 Year	3 Year	FYTD	ITD
TOTAL PORTFOLIO RETURNS w/ ARS (Gross)	1.19%	5.76%	16.67%	16.67%	9.99%	10.81%	10.75%
SEI ONLY PORTFOLIO RETURNS (Gross)	1.19%	5.76%	16.89%	16.89%	10.33%	10.82%	12.45%
SEI ONLY PORTFOLIO RETURNS (Net)	1.14%	5.60%	16.25%	16.25%	9.69%	10.34%	11.81%
TOTAL INDEX	*1.00%*	*4.92%*	*14.68%*	*14.68%*	*8.94%*	*9.54%*	*10.82%*

Current Blended Benchmark (Total Index)

11/01/13 - 12/31/13

40.00% RUSSELL 1000 TR
26.00% BARCLAY US AGG TRIX
10.00% BOFAML USD LIBOR 3M CON MAT TR
10.00% HIST BLND: CORE PROPERTY IDX
6.50% MSCI AC WRLD X US NR USD
3.50% RUSSELL 2000 TR
4.00% MSCI EM (EMG MKT) NR USD

Portfolio Note

Market Value 12/31/13 - $55,887,137
Net Cash Flows – $0
Net Funds for Investment - $55,887,137
Market Value 1/24/14 - $54,652,957

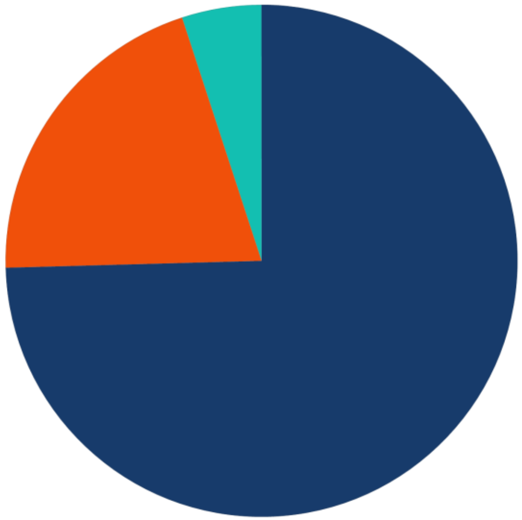
Loss of $1,234,180 – approx. -2.21%

Asset Growth

	1 Month	3 Month	YTD	Fiscal YTD (03/31)	Since Inception (05/31/10)
Beginning Market Value	$55,441,668	$53,532,024	$49,751,833	$51,883,216	$18,296,533
Net Cash Flows	($200,000)	($682,016)	($1,932,422)	($1,434,866)	$18,857,368
Net Funds for Investment	$55,241,668	$52,850,008	$47,819,411	$50,448,351	$37,153,901
Investment Gain/Loss	$645,469	$3,037,129	$8,067,726	$5,438,786	$18,733,236
Ending Market Value	**$55,887,137**	**$55,887,137**	**$55,887,137**	**$55,887,137**	**$55,887,137**

Asset allocation – Health & Welfare 12/31/13

Current portfolio allocation



Asset Class		Total Market Value	% Allocation
Fixed Income	$	2,210,704	74.6%
US Equity	$	604,781	20.4%
World Equity x-US	$	149,049	5.0%
TOTAL	**$**	**2,964,534**	**100%**

Manager/Asset	Style		Total Market Value	% Allocation
SEI OPPORTUNISTIC INCOME FD - A	Other Fixed Income	$	929,669	31.4%
SEI CORE FIXED INCOME FUND	Core Fixed Income	$	440,928	14.9%
SEI LARGE CAP FUND	US Equity	$	424,296	14.3%
SEI ULTRA SHORT DURATION, CLASS A	Short Duration Fixed Income	$	294,986	10.0%
SEI SHORT-DURATION GOVERNMENT FUND	Municipal Fixed Income	$	250,540	8.5%
SEI EMERGING MARKETS DEBT FUND	Emerging Markets Fixed Income	$	204,907	6.9%
SEI U.S. MANAGED VOLATILITY FUND (SIIT)	US Equity	$	134,495	4.5%
SEI HIGH YIELD BOND FUND	High Yield Fixed Income	$	89,674	3.0%
SEI WORLD EQUITY EX-US FUND	World Equity x-US	$	60,166	2.0%
SEI EMERGING MARKETS EQUITY FUND	World Equity x-US	$	59,237	2.0%
SEI SMALL CAP FUND	US Equity	$	45,990	1.6%
SEI GLOBAL MANAGED VOLATILITY FUND	World Equity x-US	$	29,645	1.0%
CASH & ACCRUED INCOME		$	0	0.0%
	TOTALS	**$**	**2,964,534**	**100%**

Portfolio Performance – Health & Welfare 12/31/13

Total Portfolio Returns

	1 Month	3 Month	YTD	1 Year	3 Year	FYTD	ITD
TOTAL PORTFOLIO RETURNS w/ ARS (Gross)	0.53%	2.81%	6.55%	6.55%	6.49%	4.13%	5.55%
SEI Only PORTFOLIO RETURNS (Gross)	0.53%	2.90%	6.99%	6.99%	7.09%	4.32%	8.08%
TOTAL PORTFOLIO RETURNS (Net)	0.50%	2.80%	6.59%	6.59%	6.69%	4.02%	7.68%
TOTAL INDEX	*0.24%*	*1.95%*	*4.98%*	*4.98%*	*5.28%*	*2.91%*	*6.04%*

Current Blended Benchmark (Total Index)

11/01/13 - 12/31/13

31.50% BOFAML USD LIBOR 3M CON MAT TR
25.00% BARCLAY US AGG TRIX
14.00% RUSSELL 1000 TR
10.00% BARCLAY SH TR 9-12M TRIX
8.50% BOFAML 1-3Y US TRS TRIX
4.50% MSCI MIN VOL USA
1.50% RUSSELL 2000 TR
2.00% MSCI AC WRLD X US NR USD
2.00% MSCI EM (EMG MKT) NR USD
1.00% MSCI GLOBAL MIN VOL

Portfolio Note

Market Value 12/31/13 - $2,964,534
Net Cash Flows – $0
Net Funds for Investment - $2,964,534
Market Value 1/24/14 - $2,946,008

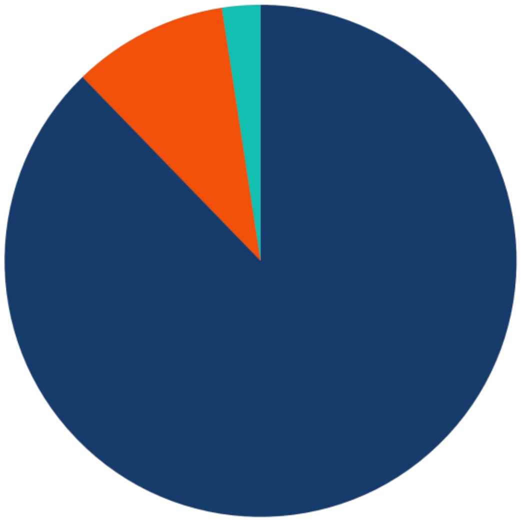
Loss of $18,526 – approx. -0.62%

Asset Growth

	1 Month	3 Month	YTD	Fiscal YTD (03/31)	Since Inception (05/31/10)
Beginning Market Value	$2,949,529	$2,883,840	$2,603,327	$2,668,265	$2,311,721
Net Cash Flows	$0	($1,146)	$177,805	$178,491	($11,363)
Net Funds for Investment	$2,949,529	$2,882,694	$2,781,132	$2,846,756	$2,300,358
Investment Gain/Loss	$15,005	$81,839	$183,402	$117,778	$664,176
Ending Market Value	**$2,964,534**	**$2,964,534**	**$2,964,534**	**$2,964,534**	**$2,964,534**

Asset allocation – Apprentice & Training 12/31/13

Current portfolio allocation



Asset Class		Total Market Value	% Allocation
Fixed Income	$	493,423	87.8%
US Equity	$	55,246	9.8%
World Equity x-US	$	13,611	2.4%
TOTAL	**$**	**562,280**	**100%**

Manager/Asset	Style		Total Market Value	% Allocation
SEI OPPORTUNISTIC INCOME FD - A	Other Fixed Income	$	148,779	26.5%
SEI SHORT-DURATION GOVERNMENT FUND	Municipal Fixed Income	$	131,765	23.4%
SEI CORE FIXED INCOME FUND	Core Fixed Income	$	83,879	14.9%
SEI ULTRA SHORT DURATION, CLASS A	Short Duration Fixed Income	$	56,117	10.0%
SEI EMERGING MARKETS DEBT FUND	Emerging Markets Fixed Income	$	47,317	8.4%
SEI LARGE CAP FUND	US Equity	$	38,649	6.9%
SEI HIGH YIELD BOND FUND	High Yield Fixed Income	$	25,566	4.6%
SEI U.S. MANAGED VOLATILITY FUND (SIIT)	US Equity	$	12,509	2.2%
SEI WORLD EQUITY EX-US FUND	World Equity x-US	$	5,724	1.0%
SEI EMERGING MARKETS EQUITY FUND	World Equity x-US	$	5,630	1.0%
SEI SMALL CAP FUND	US Equity	$	4,088	0.7%
SEI GLOBAL MANAGED VOLATILITY FUND	World Equity x-US	$	2,257	0.4%
CASH & ACCRUED INCOME		$	0	0.0%
	TOTALS	**$**	**562,280**	**100%**

Portfolio Performance – Apprentice & Training 12/31/13

Total Portfolio Returns

	1 Month	3 Month	YTD	1 Year	3 Year	FYTD	ITD
TOTAL PORTFOLIO RETURNS (Gross)	0.27%	1.79%	3.28%	3.28%	5.93%	1.96%	5.79%
TOTAL PORTFOLIO RETURNS (Net)	0.24%	1.69%	2.88%	2.88%	5.53%	1.66%	5.39%
TOTAL INDEX	*-0.15%*	*0.78%*	*1.61%*	*1.61%*	*3.88%*	*0.80%*	*3.62%*

Current Blended Benchmark (Total Index)

11/01/13 - 12/31/13

28.00% BARCLAY US AGG TRIX
26.50% BOFAML USD LIBOR 3M CON MAT TR
23.50% BOFAML 1-3Y US TRS TRIX
10.00% BARCLAY SH TR 9-12M TRIX
6.70% RUSSELL 1000 TR
2.20% MSCI MIN VOL USA
0.70% RUSSELL 2000 TR
1.00% MSCI AC WRLD X US NR USD
1.00% MSCI EM (EMG MKT) NR USD
0.40% MSCI GLOBAL MIN VOL

Portfolio Note

Market Value 12/31/13 - $562,280
Net Cash Flows – ($10,000)
Net Funds for Investment - $552,280
Market Value 1/24/14 - $550,983

Loss of $1,297 – approx. -0.23%

Asset Growth

	1 Month	3 Month	YTD	Fiscal YTD (03/31)	Since Inception (05/31/10)
Beginning Market Value	$570,895	$587,700	$610,951	$618,249	$502,056
Net Cash Flows	($10,000)	($35,220)	($66,063)	($65,769)	($49,950)
Net Funds for Investment	$560,895	$552,480	$544,888	$552,480	$452,106
Investment Gain/Loss	$1,385	$9,800	$17,392	$9,800	$110,174
Ending Market Value	**$562,280**	**$562,280**	**$562,280**	**$562,280**	**$562,280**

Appendix

SEI New ways. New answers.®

Manager changes: Fourth quarter 2013

Fund	Manager Addition and Rationale	Manager Termination and Rationale
Emerging Markets Debt	**Neuberger Berman Fixed Income LLC** The Neuberger Berman team offers an expansive opportunity set with team depth and a broad global footprint. The senior leaders have worked in emerging markets since the mid-1990's. Risk management and operational efficiency are integral components of their investment process.	**Ashmore Investment Management Ltd.** SEI's research suggested that Ashmore's competitive advantage came from having access to good information from a wide variety of countries and sources. With the maturation of the EMD asset class, information has become more transparent and it is our view that Ashmore has slowly lost its competitive advantage at uncovering new opportunities. Asset size has also become a concern recently to the point we believe that it is impacting their investment process. Lastly they have lost some senior investment personnel over the year including, most recently, Jerome Booth, the head of research.

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