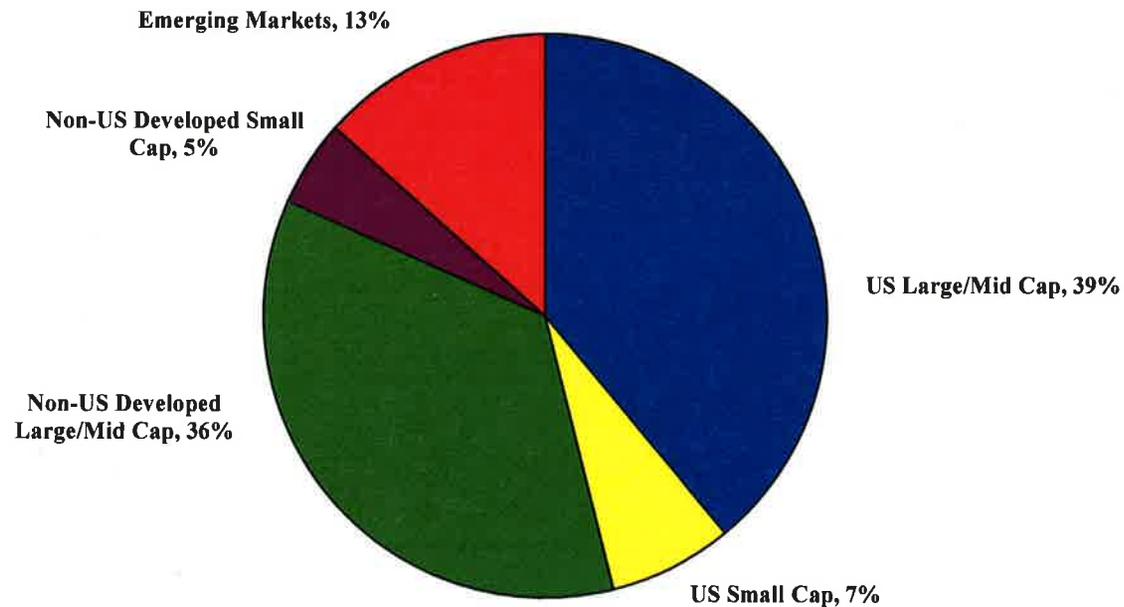


State of Oregon

Public Equity Regional Allocation*

As of December 31, 2012



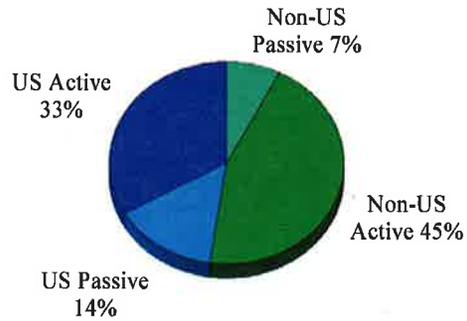
| <u>Target</u> | |
|-----------------------------|-----|
| US Large/Mid: | 40% |
| US Small: | 6% |
| Non-US Developed Large/Mid: | 36% |
| Non-US Developed Small: | 5% |
| Emerging Markets: | 13% |

* Based on SIS's analysis of historical manager holdings for market capitalization and style characteristics.

State of Oregon

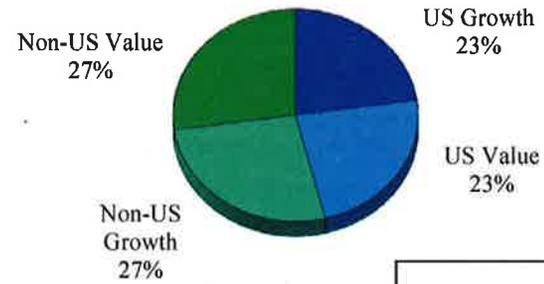
Public Sector Manager Allocation as of September 30, 2012

Active vs. Passive



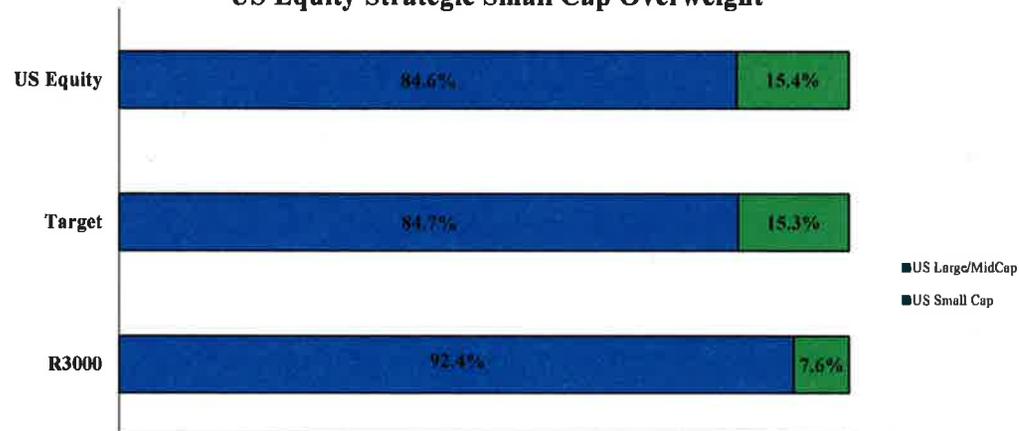
| Target | |
|----------|-----|
| Active: | 75% |
| Passive: | 25% |

Value vs. Growth



| Target | |
|---------|-----|
| Growth: | 50% |
| Value: | 50% |

US Equity Strategic Small Cap Overweight



Target: 100% Overweight of Russell 2000 as a Percent of Russell 3000

Figures May not sum to 100% due to rounding.

Total Public Equity
Individual Manager Allocations
As of December 31, 2012

| Manager | Market Value (\$M) | Current % of Equities |
|---------------------------------|--------------------|-----------------------|
| Total Domestic Equity | | |
| U.S. Large Cap: | 7,750,974 | 36.1% |
| Aronson+Johnson+Ortiz | 777,011 | 3.6% |
| Blackrock Russell 1000 Growth | 896,748 | 4.2% |
| Blackrock Russell 1000 Value | 589,013 | 2.7% |
| Delaware | 505,425 | 2.4% |
| MFS | 778,449 | 3.6% |
| Northern Trust | 592,569 | 2.8% |
| PIMCO | 549,296 | 2.6% |
| Russell Fundamental | 611,831 | 2.8% |
| Pyramis US Core | 326,932 | 1.5% |
| S&P 400 Index | 250,648 | 1.2% |
| S&P 500 Index | 1,186,128 | 5.5% |
| Wells Capital Select | 686,923 | 3.2% |
| U.S. Small and SMID Cap: | 1,829,209 | 8.5% |
| AQR | 180,367 | 0.8% |
| Boston Company | 206,844 | 1.0% |
| Eudaimonia | 102,121 | 0.5% |
| Next Century Micro | 115,310 | 0.5% |
| Next Century Small | 102,757 | 0.5% |
| R2000 Synthetic | 156,724 | 0.7% |
| Wanger | 655,219 | 3.0% |
| Wellington | 309,867 | 1.4% |
| Passive | 4,671,393 | 21.7% |
| Active | 16,820,069 | 78.3% |
| Total Equities* | 21,491,469 | 100.0% |

| Manager | Market Value (\$M) | Current % of Equities |
|-------------------------------|--------------------|-----------------------|
| Total Non-US Equity | | |
| Non-U.S. Large Cap: | 8,599,323 | 40.0% |
| Acadian | 744,124 | 3.5% |
| AQR (Non-US LC) | 868,994 | 4.0% |
| Arrowstreet | 1,081,111 | 5.0% |
| Brandes | 681,931 | 3.2% |
| Lazard | 805,170 | 3.7% |
| Northern Trust (Non-US) | 234,583 | 1.1% |
| Pyramis Global Advisors | 1,005,753 | 4.7% |
| SSgA | 1,592,131 | 7.4% |
| TT International | 528,698 | 2.5% |
| UBS | 402,018 | 1.9% |
| Walter Scott | 654,810 | 3.0% |
| Non-U.S. Small Cap: | 867,003 | 4.0% |
| DFA | 195,106 | 0.9% |
| Harris | 214,108 | 1.0% |
| Pyramis Select (Non-US Smeap) | 277,901 | 1.3% |
| Victory | 179,888 | 0.8% |
| Emerging Markets: | 1,772,146 | 8.2% |
| Arrowstreet (EM) | 455,575 | 2.1% |
| Blackrock TEMs | 231,363 | 1.1% |
| DFA SC | 121,402 | 0.6% |
| Genesis | 643,200 | 3.0% |
| Westwood | 120,721 | 0.6% |
| William Blair | 199,886 | 0.9% |
| Global: | 672,784 | 3.1% |
| AllianceBernstein GSV | 672,784 | 3.1% |

* Includes \$29 in other Equity assets not listed above

State of Oregon
Total Active Domestic Equity Characteristics Summary
Fourth Quarter 2012

Top 10 Holdings

| | Mkt. Value (\$M) | % of Portfolio |
|--|---------------------|-------------------|
| APPLE INC COMMON STOCK NPV | 119,600 | 1.8 |
| EXXON MOBIL CORP COMMON STOCK NPV | 108,460 | 1.7 |
| JPMORGAN CHASE + CO COMMON STOCK USD1. | 74,630 | 1.1 |
| GOOGLE INC CL A COMMON STOCK USD.001 | 57,380 | 0.9 |
| CROWN CASTLE INTL CORP COMMON STOCK USD. | 57,200 | 0.9 |
| PFIZER INC COMMON STOCK USD.05 | 65,390 | 1.0 |
| VISA INC CLASS A SHARES COMMON STOCK USD | 55,680 | 0.9 |
| QUALCOMM INC COMMON STOCK USD.0001 | 53,210 | 0.8 |
| CHEVRON CORP COMMON STOCK USD.75 | 48,720 | 0.7 |
| WELLS FARGO + CO COMMON STOCK USD1.666 | 48,200 | 0.7 |

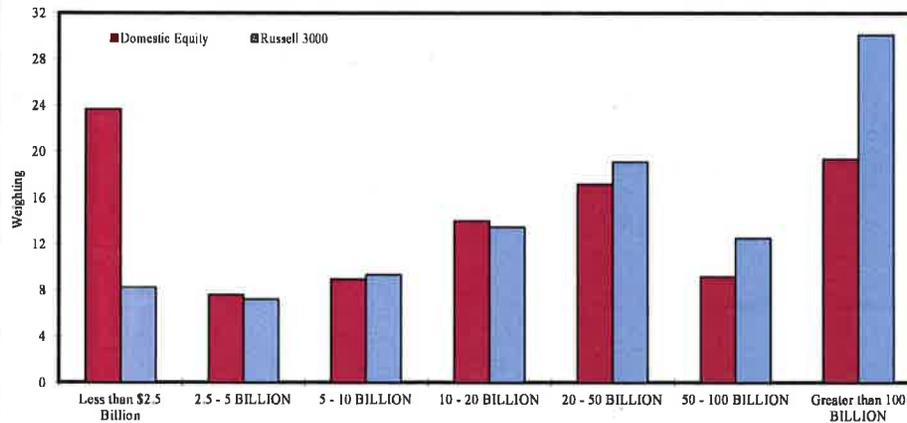
Characteristics

| | Domestic Equity | Russell 3000 |
|-----------------------------|--------------------|-----------------|
| P/E Ratio | 20.2 | 18.5 |
| P/B Ratio | 3.8 | 3.7 |
| 5 Year EPS Growth (%) | 13.0 | 10.2 |
| Market Cap - cap wtd (\$MM) | 57.4 | 86.0 |
| Dividend Yield (%) | 1.6 | 2.2 |

Risk Statistics

| | 3 Year | 5 Year |
|------------------------------|--------|--------|
| Portfolio Return | 11.10 | 1.83 |
| Benchmark Return | 11.20 | 2.04 |
| Portfolio Standard Deviation | 17.12 | 21.01 |
| Benchmark Standard Deviation | 15.95 | 19.77 |
| Tracking Error | 1.98 | 2.49 |
| Historic Beta | 1.07 | 1.06 |
| R-Squared | 0.99 | 0.99 |
| Jensen's Alpha | -0.87 | -0.31 |
| Sharpe Ratio | 0.64 | 0.06 |
| Information Ratio | -0.05 | -0.09 |

Market Capitalization

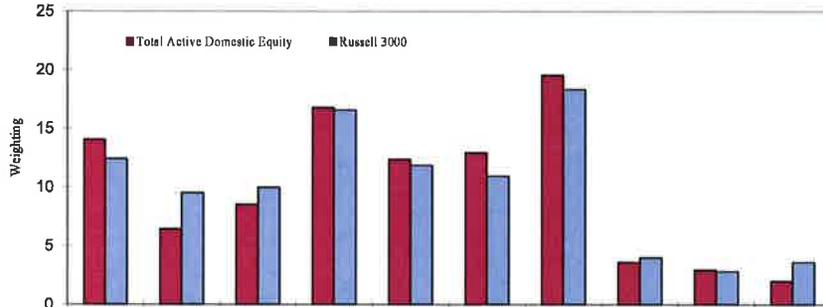


Market Capitalization

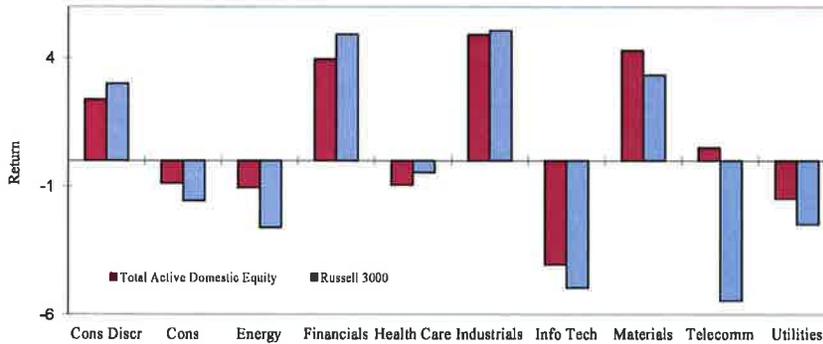
| | Domestic Equity | Russell 3000 |
|--------------------------|--------------------|-----------------|
| Less than \$2.5 Billion | 23.7 | 8.3 |
| 2.5 - 5 BILLION | 7.6 | 7.2 |
| 5 - 10 BILLION | 9.0 | 9.3 |
| 10 - 20 BILLION | 14.0 | 13.5 |
| 20 - 50 BILLION | 17.2 | 19.1 |
| 50 - 100 BILLION | 9.2 | 12.5 |
| Greater than 100 BILLION | 19.4 | 30.1 |

State of Oregon
Total Active Domestic Equity Sector Attribution
Fourth Quarter 2012

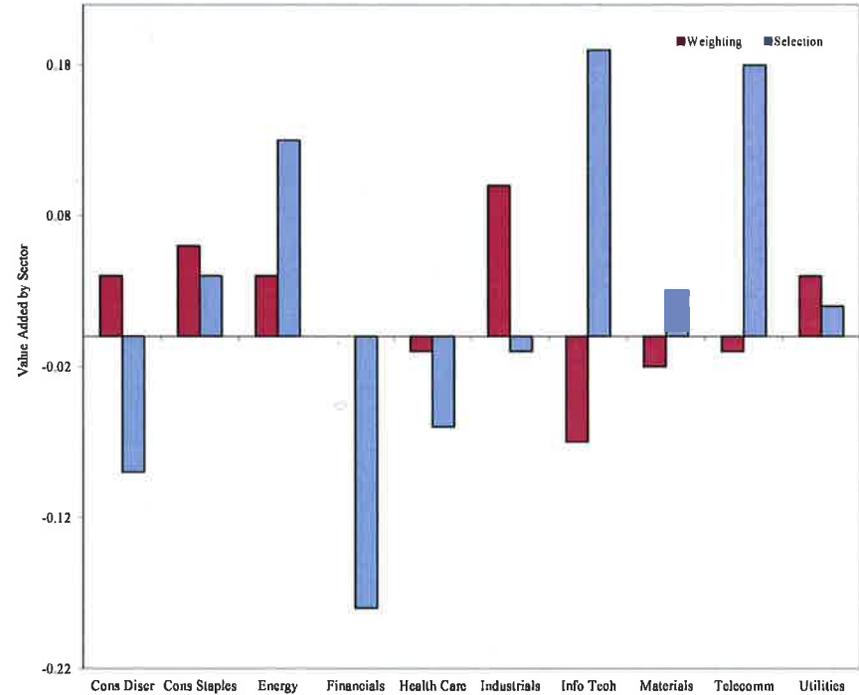
Weighting



Return



Value Added



| | BEGINNING WEIGHTS | | | RETURNS | | | VALUE ADDED | | |
|------------------------|--------------------------|--------------|------------|-------------------------|--------------|------------|-------------|------------|------------|
| | Total Active Dom Equity* | Russell 3000 | Difference | Total Active Dom Equity | Russell 3000 | Difference | Allocation | Selection | Timing |
| Consumer Discretionary | 14.1 | 12.4 | 1.6 | 2.4 | 3.0 | -0.6 | 0.0 | -0.1 | |
| Consumer Staples | 6.4 | 9.5 | -3.1 | -0.9 | -1.6 | 0.7 | 0.1 | 0.0 | |
| Energy | 8.5 | 10.0 | -1.5 | -1.1 | -2.6 | 1.6 | 0.0 | 0.1 | |
| Financials | 16.8 | 16.6 | 0.2 | 4.0 | 4.9 | -0.9 | 0.0 | -0.2 | |
| Health Care | 12.4 | 11.9 | 0.5 | -1.0 | -0.5 | -0.5 | 0.0 | -0.1 | |
| Industrials | 12.9 | 10.9 | 2.0 | 4.9 | 5.1 | -0.2 | 0.1 | 0.0 | |
| Info Technology | 19.5 | 18.4 | 1.2 | -4.0 | -5.0 | 1.0 | -0.1 | 0.2 | |
| Materials | 3.6 | 4.0 | -0.4 | 4.3 | 3.4 | 0.9 | 0.0 | 0.0 | |
| Telecommunication | 2.9 | 2.8 | 0.1 | 0.5 | -5.5 | 6.3 | 0.0 | 0.2 | |
| Utilities | 2.0 | 3.6 | -1.6 | -1.5 | -2.5 | 1.0 | 0.0 | 0.0 | |
| Total Fund | 100.0 | 100.0 | 0.0 | 0.7 | 0.3 | 0.4 | 0.2 | 0.3 | 0.0 |

Note: Attribution is based on the invested portfolio's gross performance returns at the security level. Weighting is based on beginning of period holdings.

*Excludes 1.3% in Cash Equivalent, Commingled Funds, Private Placement, Real Estate, & Rights/Warrants investments.

State of Oregon International Equity Attribution Summary Fourth Quarter 2012

Top Ten Holdings

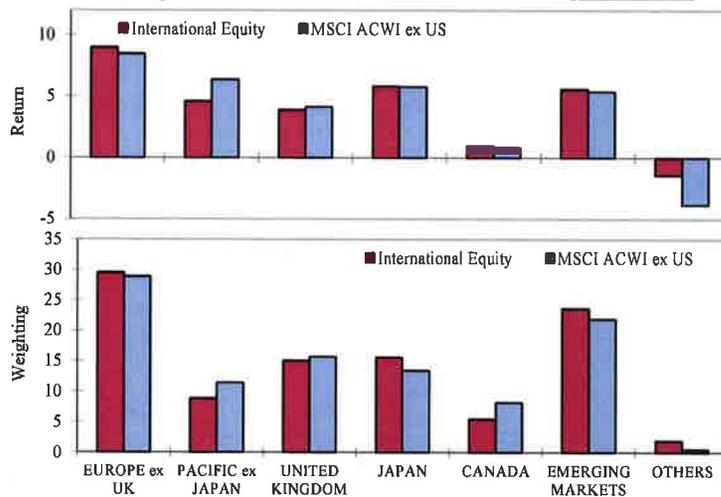
| | Mkt. Value (\$M) | % of Portfolio |
|--------------------------------|---------------------|-------------------|
| SAMSUNG ELECTRONICS CO LTD CC | 94,020 | 0.9 |
| NESTLE SA REG COMMON STOCK CI | 77,690 | 0.7 |
| CHINA MOBILE LTD COMMON STOC | 72,490 | 0.7 |
| NOVO NORDISK A/S B COMMON STC | 67,650 | 0.6 |
| NOVARTIS AG REG COMMON STOCK | 65,310 | 0.6 |
| SANOFI COMMON STOCK EUR2. | 62,780 | 0.6 |
| SUMITOMO MITSUI FINANCIAL GR C | 60,020 | 0.5 |
| GLAXOSMITHKLINE PLC COMMON S | 56,460 | 0.5 |
| ENI SPA COMMON STOCK NPV | 55,790 | 0.5 |
| TOYOTA MOTOR CORP COMMON ST | 54,190 | 0.5 |

*Excludes holdings of funds or ETF's

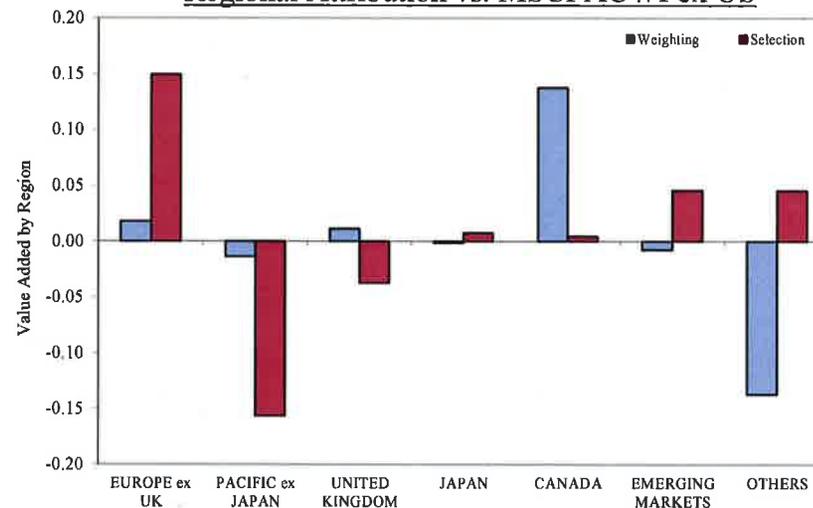
Market Capitalization

| | International Equity | MSCI AC WORLD ex US |
|--------------------------|-------------------------|---------------------------|
| Less than 2.5 BILLION | 12.7 | 2.1 |
| 2.5 - 5 BILLION | 10.2 | 7.1 |
| 5 - 10 BILLION | 13.3 | 13.9 |
| 10 - 20 BILLION | 16.6 | 17.7 |
| 20 - 50 BILLION | 20.1 | 26.2 |
| 50 - 100 BILLION | 16.8 | 19.5 |
| Greater than 100 BILLION | 10.3 | 13.6 |

Regional Attribution vs. MSCI ACWI ex US



Regional Attribution vs. MSCI ACWI ex US



Note: Attribution is based on the invested portfolio's gross performance returns at the security level. Weighting is based on beginning of period holdings.

State of Oregon International Equity Attribution Summary Fourth Quarter 2012

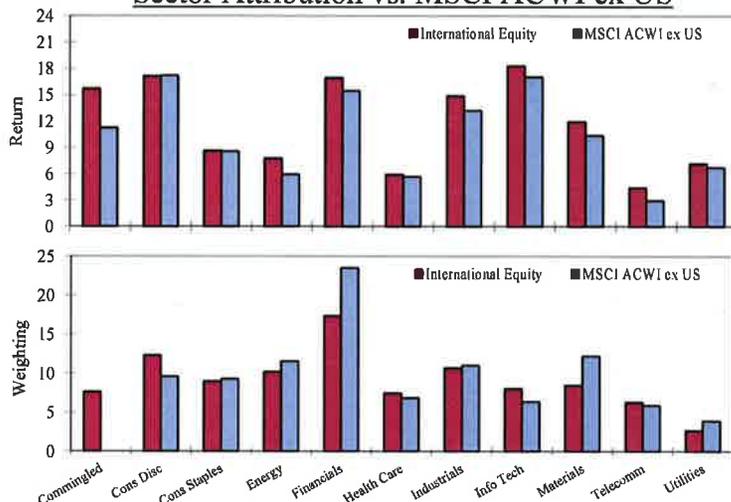
Risk Statistics

| | 3 Year | 5 Year |
|------------------------------|--------|--------|
| Portfolio Return | 5.51 | -1.22 |
| Benchmark Return | 4.18 | -2.50 |
| Portfolio Standard Deviation | 19.38 | 23.74 |
| Benchmark Standard Deviation | 19.56 | 24.46 |
| Tracking Error | 1.24 | 1.50 |
| Historic Beta | 0.99 | 0.97 |
| R-Squared | 1.00 | 1.00 |
| Jensen's Alpha | 1.38 | 1.19 |
| Sharpe Ratio | 0.28 | -0.07 |
| Information Ratio | 1.07 | 0.86 |

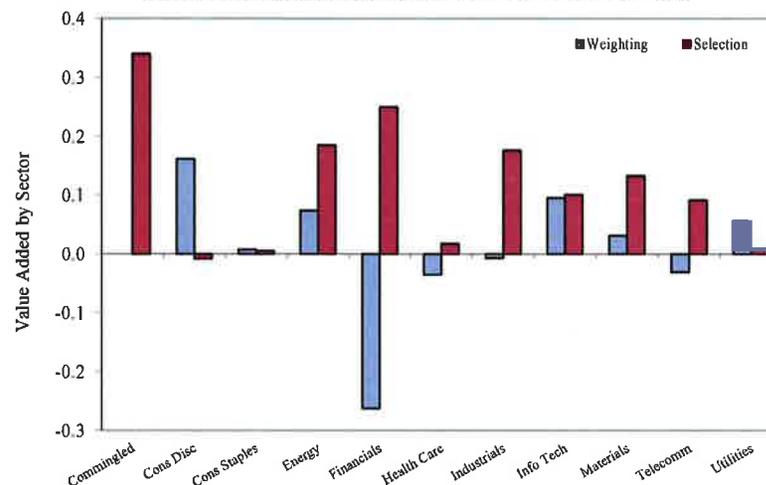
Characteristics

| | International Equity | MSCI AC WORLD ex US |
|---------------------------------|-------------------------|---------------------------|
| P/E Ratio | 13.6 | 14.1 |
| P/B Ratio | 2.7 | 2.6 |
| 5 Year EPS Growth (%) | 6.5 | 5.7 |
| Market Cap - cap weighted (\$B) | 38.8 | 47.8 |
| Dividend Yield (%) | 2.9 | 3.3 |

Sector Attribution vs. MSCI ACWI ex US



Sector Attribution vs. MSCI ACWI ex US



Note: All risk statistics are based on net performance returns and attribution is based on gross performance returns at the security level. Weighting is based on beginning of period holdings.