

Fourth Quarter 2014 / State of Oregon Stable Value Fund

Fund Overview as of 12/31/14

Annualized Performance*

Periods Ending 12/31/14	Fund	Benchmark	Citigroup 3 Mo. T-Bill
4Q'14	0.26%	0.24%	0.00%
YTD	1.10%	0.90%	0.03%
1 Year	1.10%	0.90%	0.03%
3 Year	1.29%	0.61%	0.05%
5 Year	1.46%	0.73%	0.07%
10 Year	2.62%	2.01%	1.46%

Fund Facts

Fund Category	Stable Value
Fund Advisor	Galliard Capital Management
Total Net Assets	\$188,651,366
Expense Ratio	0.58%
Participant Withdrawal/Transfers	Daily

Fund Characteristics

Blended Yield (after fees)	1.22%
Effective Duration	2.74 Years
Annualized Turnover (as of 12/31/14)	76.73%

Fund Allocation

Security Backed Investment Contracts	76.9%
Separate Account GICs	15.1%
Cash/Equivalents	8.0%

Sector Allocation of the Underlying Fixed Income Portfolio

U.S. Treasury/Agency	26.2%
Other U.S. Government	2.9%
Corporate/Taxable Municipal Securities	23.4%
Mortgage Backed Securities (MBS)	20.8%
Asset Backed Securities (ABS)	10.7%
International Gov't/Agency Securities	0.3%
Cash/Equivalents	15.7%

Investment Contract Issuers

Issuer	Moody's Rating	S&P Rating
Prudential Ins. Co. of America	A1	AA-
Transamerica Premier Life Ins. Co.	A1	AA-
Voya Ins. and Annuity Co.	A3	A-
Mass Mutual Life Ins. Co.	Aa2	AA+

Investment Objective

The State of Oregon Stable Value Fund (the "Fund") is an investment option that seeks to provide safety of principal and a stable credited rate of interest, while generating competitive returns over time compared to other comparable investments.

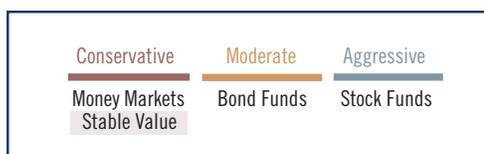
Investment Strategy

The State of Oregon Stable Value Fund, managed by Galliard Capital Management, is primarily comprised of investment contracts issued by financial institutions and other eligible stable value investments. All contract issuers and securities utilized in the portfolio are rated investment grade by one of the Nationally Recognized Statistical Rating Organizations at time of purchase. The types of investment contracts in which the Fund invests include Separate Account GICs and Security Backed Investment Contracts. These types of contracts seek to provide participants with safety of principal and accrued interest as well as a stable crediting rate.

Separate Account GICs are GICs issued by an insurance company and are maintained within a separate account. Separate Account GICs are typically backed by segregated portfolios of fixed income securities.

Security Backed Investment Contracts are comprised of two components: 1) investment contracts issued by a financial institution and 2) underlying portfolios of fixed income securities (i.e. bonds) whose market prices fluctuate. The investment contract is designed to allow participants to transact at book value (principal plus accrued interest) without reference to the price fluctuations of the underlying fixed income securities.

Investment Risk



The Fund's investment contracts are designed to allow for participant transactions at book value. A principal risk of the Fund is investment contract risk. This includes the risk that the issuer will default on its obligation under the contract or that another event of default may occur under the contract rendering it invalid; that the contract will lapse before a replacement contract with favorable terms can be secured; or that the occurrence of certain other events including employer-initiated events, could cause the contract to lose its book value withdrawal features. These risks may result in a loss in value to a contract holder. Other primary risks include default risk, which is the possibility that instruments the Fund holds will not meet scheduled interest and/or principal payments; interest rate risk, which includes the risk of reinvesting cash flows at lower interest rates; and liquidity risk, which includes the effect of very large unexpected withdrawals on the Fund's total value. The occurrence of any of these events could cause the Fund to lose value.

*Returns for periods less than one year are not annualized. Performance is net of all fees and includes all income, real and unrealized capital gains and losses and all annual fund operating expenses. Returns may have been impacted by the effect of compounding and have been rounded to the nearest basis point. Benchmark is the 3 Year Constant Maturity Treasury Yield. While it is believed that the benchmark used here represents an appropriate point of comparison for the Fund referenced above, prospective investors should be aware that the volatility of the above referenced benchmark or index may be substantially different from that of the Fund; and holdings in the Fund may differ significantly from the benchmark or index if the investment guidelines and criteria are different than the Fund.

The Fund and the underlying collective funds are not insured by the FDIC, Federal Reserve Bank, nor guaranteed by Wells Fargo Bank, N.A. or any affiliate, including Galliard Capital Management. Past performance is not an indication of how the investment will perform in the future. For further information on the Fund, see your company representative.

Fund Advisor

Galliard Capital Management is the Fund's Advisor. Galliard specializes in stable value management and currently manages \$84.8 billion in assets for institutional investors.

Fees and Expenses

The following table shows Galliard's fees and expense information for this investment option. Total Annual Operating Expenses are expenses that reduce the investment option's rate of return. The cumulative effect of fees and expenses will reduce the growth of your retirement savings. Visit the Department of Labor's Web site for an example showing the long-term effect of fees and expenses. Fees and expenses are only one of many factors to consider when you decide to invest in this Fund. You may also want to think about whether an investment in this Fund, along with your other investments, will help you achieve your financial goals.

Total Annual Fund Operating Expenses

Total Annual Operating Expenses are deducted directly from the Fund's net asset value and reduce the investment option's rate of return.

Expense	Expense Ratio 12/31/14	Per \$1000
Investment Management Fees paid to Galliard	0.141%	\$1.41
Investment Management fees paid to Non-Affiliated Investment Advisors	0.021%	\$0.21
Investment Contract Fees ¹	0.192%	\$1.92
Acquired Fund Fees ²	0.052%	\$0.52
-Investment Contract Fees	None	None
-Other Acquired Fund Fees and Non-Affiliated Investment Management Fees paid to Non-Affiliated Investment Advisors ³	0.052%	\$0.52
12b-1 Distribution Fee	None	None
Other Expenses	0.170%	\$1.70
Total Annual Fund Operating Expenses⁴	0.575%	\$5.75

¹These are fees paid to create and maintain the investments used by a stable value fund

²These are fees borne indirectly by the Fund when it acquires an interest in another fund which pays its own separate fees

³Includes audit fees for the cost of producing a report by a qualified auditor

⁴Total Annual Fund Operating Expenses are reflected daily in the Fund's net asset value (NAV)

Please contact your plan administrator for additional information about this investment option.