



NEPC, LLC

Policeman's Annuity and Benefit Fund of Chicago  
Performance Update  
As of March 31, 2011

Performance as of March 31, 2011

	First Quarter	1 Year Ending 3/31/11	3 Years Ending 3/31/11	5 Years Ending 3/31/11	10 Years Ending 3/31/11
Total Fund	4.3%	13.4%	3.6%	4.1%	5.4%
<i>Allocation Index</i>	4.4%	14.7%	4.4%	4.8%	5.8%
U.S. Equity	7.0%	18.5%	5.3%	3.5%	5.0%
<i>DJ US Total Stock Market Index</i>	6.4%	17.7%	3.7%	3.2%	n/a
Non-U.S. Equity	2.3%	13.6%	-1.3%	3.0%	6.5%
<i>MSCI ACWI ex. US</i>	3.4%	13.2%	-0.9%	3.6%	7.4%
Fixed Income	1.0%	6.5%	5.4%	5.3%	5.3%
<i>BC Aggregate Index</i>	0.4%	5.1%	5.3%	6.0%	5.6%
Alternatives	5.1%	11.7%	-3.3%	3.3%	-2.7%
<i>Custom Benchmark</i>	4.7%	14.2%	0.6%	6.1%	6.2%
Cash	0.0%	0.2%	0.8%	2.4%	2.4%
<i>90 Day T-Bills</i>	0.1%	0.2%	0.5%	2.2%	2.2%



**Allocation Index:** A weighted average of the underlying individual investment strategy benchmarks.

**Alternatives Benchmark:** A weighted average of the HFRI Fund of Funds, S&P/LSTA Leveraged Loan, NCREIF Property Index, Venture Economics All Private Equity Index.

Asset Allocation as of March 31, 2011

	Fixed Income	Total Equity	Private Capital	Alternatives	Cash	Total	% of Total	Policy
Total Equity	-	\$ 2,011,250	-	-	-	\$ 2,011,250	61.3%	41.0%
Fixed Income	\$ 759,570	-	-	-	-	\$ 759,570	23.2%	22.0%
Private Capital	-	-	\$ 383,704	-	-	\$ 383,704	11.7%	14.0%
Alternatives	-	-	-	\$ 118,866	-	\$ 118,866	3.6%	23.0%
Cash	-	-	-	-	\$ 5,186	\$ 5,186	0.2%	0.0%
Total Fund	\$ 759,570	\$ 2,011,250	\$ 383,704	\$ 118,866	\$ 5,186	\$ 3,278,576	100.0%	100.0%
% of Total	23.2%	61.3%	11.7%	3.6%	0.2%	100.0%		