

**CITY OF AUSTIN  
POLICE RETIREMENT FUND  
FUND ANALYSIS FOR 2010**

| MONTH  | RDBF       | EQUITIES       | FIXED INCOME  | REAL ESTATE & TIMBER* | ALTERNATIVES  | TOTAL          | MONTHLY % CHANGE | QUARTERLY % CHANGE | YTD % CHANGE |
|--------|------------|----------------|---------------|-----------------------|---------------|----------------|------------------|--------------------|--------------|
| Jan-10 | 327,037.02 | 164,439,419.55 | 95,122,791.94 | 128,331,528.56        | 43,877,159.32 | 432,097,936.39 | -2.16%           |                    | -2.16%       |
| Feb-10 | 326,053.23 | 167,140,354.04 | 91,441,321.70 | 128,129,743.41        | 43,983,959.84 | 431,021,432.22 | -0.25%           |                    | -2.41%       |
| Mar-10 | 335,062.90 | 171,500,881.70 | 90,929,606.45 | 125,211,899.51        | 56,769,181.50 | 444,746,632.06 | 3.18%            | 0.70%              | 0.70%        |
| Apr-10 | 343,951.60 | 176,810,286.09 | 92,569,625.90 | 126,430,210.47        | 57,619,202.95 | 453,773,277.01 | 2.03%            |                    | 2.74%        |
| May-10 | 342,860.58 | 160,490,750.18 | 90,836,382.50 | 126,010,297.92        | 58,661,713.88 | 436,342,005.06 | -3.84%           |                    | -1.20%       |
| Jun-10 | 356,273.06 | 153,694,575.69 | 93,325,104.27 | 123,680,179.12        | 60,271,874.42 | 431,328,006.56 | -1.15%           | -3.02%             | -2.34%       |
| Jul-10 |            |                |               |                       |               | 0.00           | -100.00%         |                    | -100.00%     |
| Aug-10 |            |                |               |                       |               | 0.00           | #DIV/0!          |                    | -100.00%     |
| Sep-10 |            |                |               |                       |               | 0.00           | #DIV/0!          | -100.00%           | -100.00%     |
| Oct-10 |            |                |               |                       |               | 0.00           | #DIV/0!          |                    | -100.00%     |
| Nov-10 |            |                |               |                       |               | 0.00           | #DIV/0!          |                    | -100.00%     |
| Dec-10 |            |                |               |                       |               | 0.00           | #DIV/0!          | #DIV/0!            | -100.00%     |

| MONTH  | RDBF       | EQUITIES       | FIXED INCOME   | REAL ESTATE    | ALTERNATIVES<br>TIMBER & ENERGY | TOTAL          |
|--------|------------|----------------|----------------|----------------|---------------------------------|----------------|
| Oct-09 | 305,511.65 | 151,739,051.65 | 104,931,056.91 | 132,473,231.87 | 42,188,119.14                   | 431,636,971.22 |
| Nov-09 | 324,610.36 | 167,135,613.05 | 94,439,056.53  | 131,534,322.43 | 42,181,873.21                   | 435,615,475.58 |
| Dec-09 | 321,157.19 | 170,908,472.12 | 92,402,939.15  | 133,873,109.40 | 44,151,337.96                   | 441,657,015.82 |

\* - Timber Investments were combined with Real Estate Investments in April 2009.

**CITY OF AUSTIN  
POLICE RETIREMENT FUND  
ASSET ALLOCATION  
AS OF JUNE 30, 2010**

| ASSET                             | MARKET VALUE             | % OF<br>TOTAL ASSETS | INV. POLICY<br>TARGET | INV. POLICY<br>RANGE |
|-----------------------------------|--------------------------|----------------------|-----------------------|----------------------|
| <b>Equity</b>                     | <b>153,694,575.69</b>    | <b>35.63%</b>        | <b>40.00%</b>         | <b>20-65%</b>        |
| Large Cap US Equity               | 49,357,459.51            | 11.44%               |                       | 0-55%                |
| Small Cap US Equity               | 23,737,314.44            | 5.50%                |                       | 0-30%                |
| International Equity              | 26,080,395.36            | 6.05%                |                       | 0-35%                |
| Special Situations                | 54,519,406.38            | 12.64%               |                       | 0-20%                |
| <b>Fixed Income</b>               | <b>93,325,104.27</b>     | <b>21.64%</b>        | <b>20.00%</b>         | <b>15-70%</b>        |
| Investment Grade*                 | 27,861,721.01            | 6.46%                |                       | 5-50%                |
| High Yield                        | 32,046,159.76            | 7.43%                |                       | 0-25%                |
| International                     | 27,376,678.76            | 6.35%                |                       | 0-30%                |
| Private                           | 6,040,544.74             | 1.40%                |                       | 0-25%                |
| <b>Real Estate</b>                | <b>123,680,179.12</b>    | <b>28.67%</b>        | <b>30.00%</b>         | <b>0-40%</b>         |
| Opportunistic                     | 42,865,675.39            | 9.94%                |                       | 0-30%                |
| Value Added                       | 17,596,982.91            | 4.08%                |                       | 0-30%                |
| Core                              | 14,073,822.51            | 3.26%                |                       | 0-30%                |
| Timber                            | 49,143,698.31            | 11.39%               |                       | 0-15%                |
| <b>Alternatives</b>               | <b>60,271,874.42</b>     | <b>13.97%</b>        | <b>10.00%</b>         | <b>0-30%</b>         |
| Energy                            | 6,388,805.00             | 1.48%                |                       | 0-30%                |
| Hedge Funds                       | 22,955,341.42            | 5.32%                |                       | 0-30%                |
| Private Equity                    | 30,927,728.00            | 7.17%                |                       | 0-30%                |
| <b>Retiree Death Benefit Fund</b> | <b>356,273.06</b>        | <b>0.08%</b>         | <b>0.00%</b>          |                      |
| <b>Total Assets</b>               | <b>\$ 431,328,006.56</b> | <b>100.00%</b>       | <b>100.00%</b>        |                      |

\* Liquidity Requirement - see IPS

*Cash held in managers' accounts is included in their respective asset classes, not cash, as it is their decision when to invest the residual cash.*