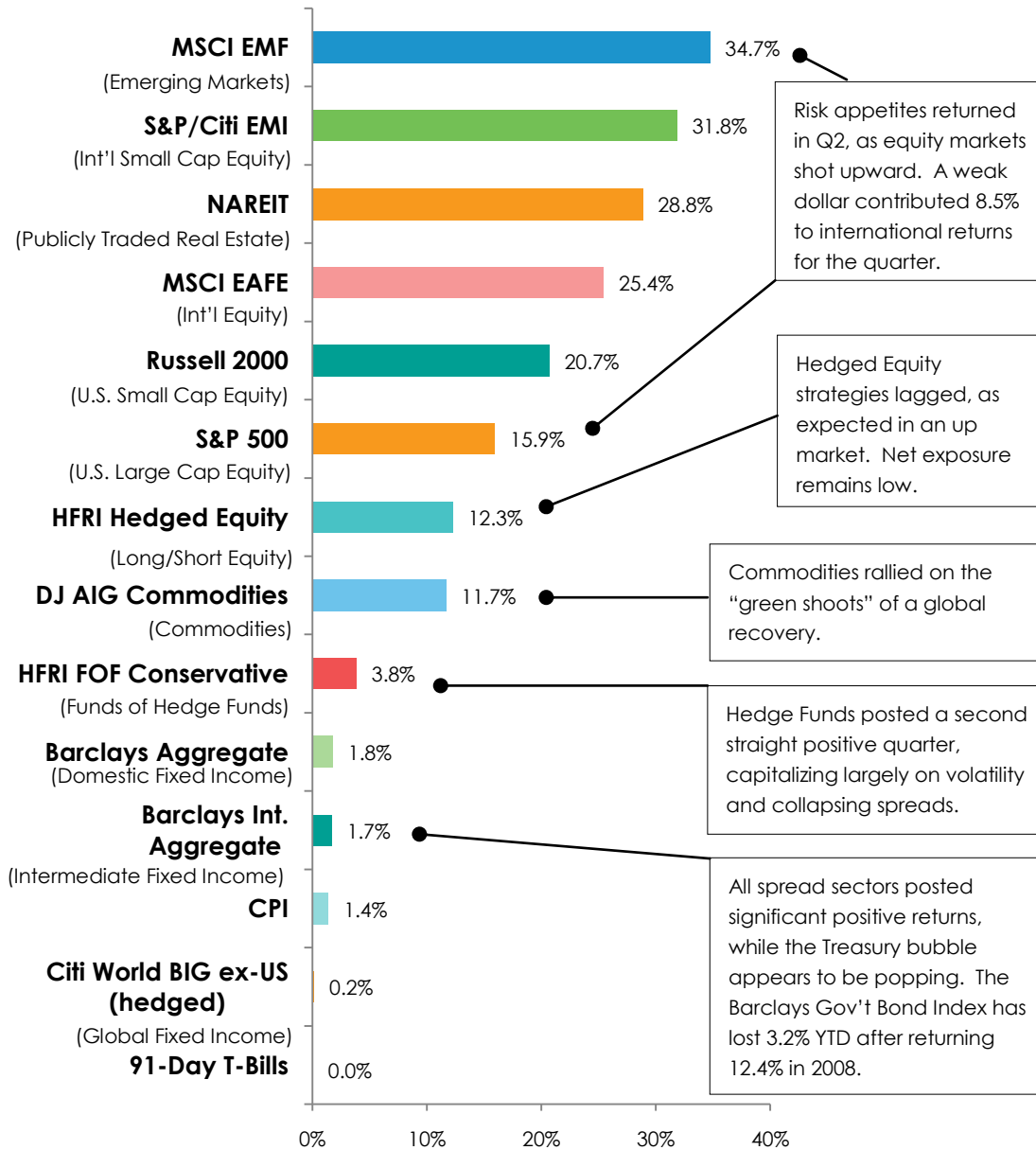
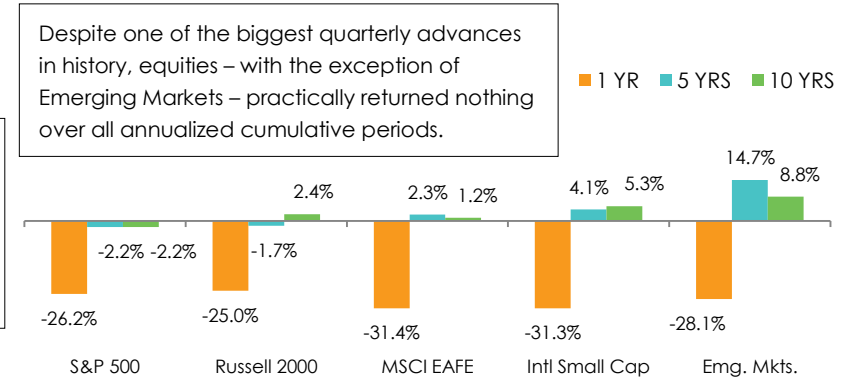


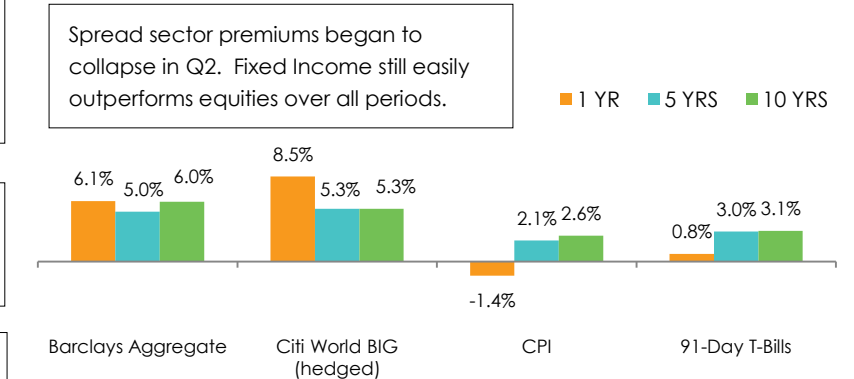
2nd Quarter 2009 Performance



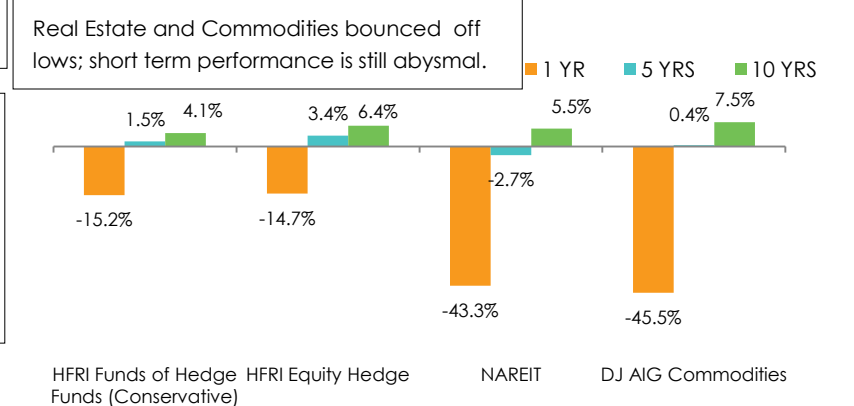
Equity Performance



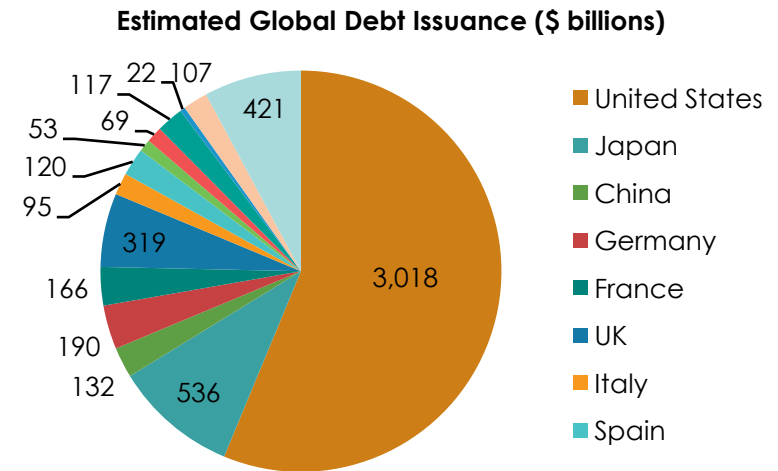
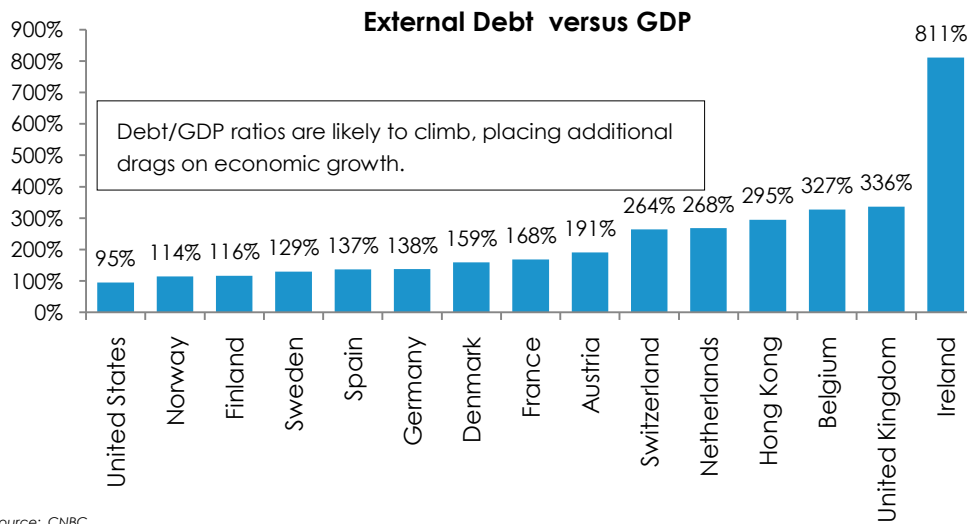
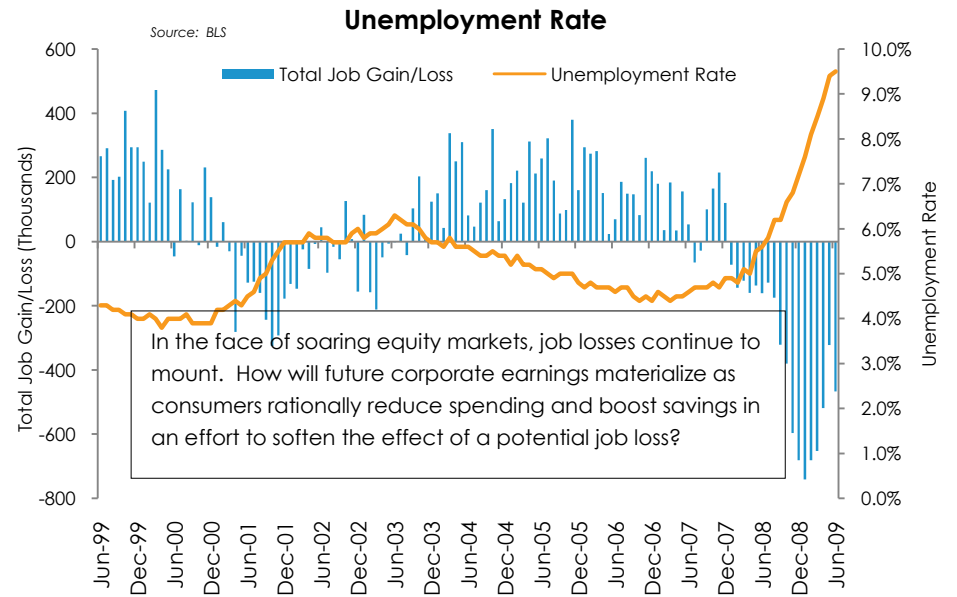
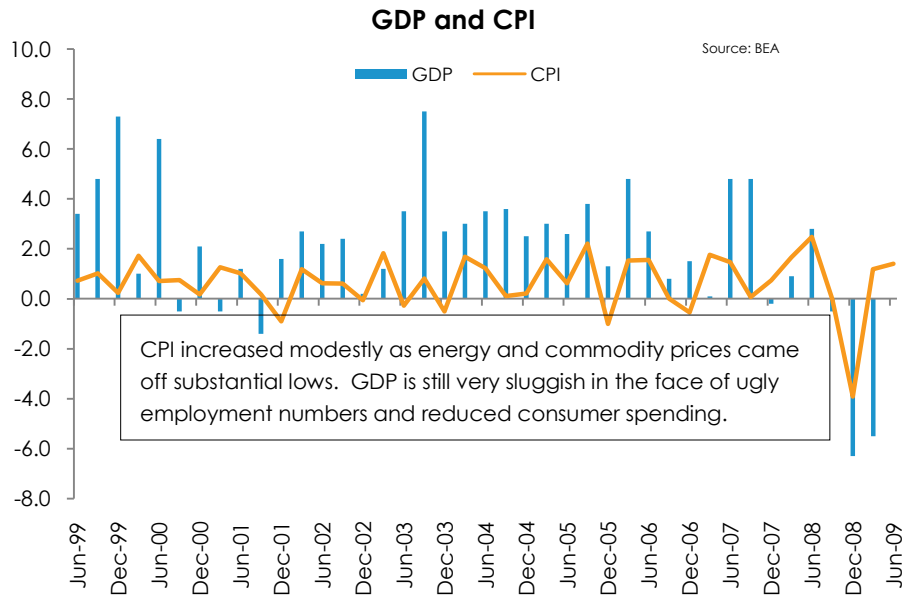
Fixed Income Performance



Alternative Investments

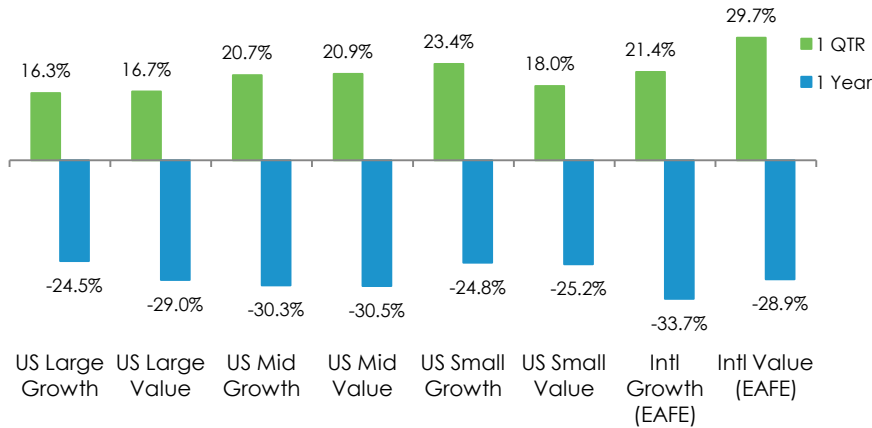


Economic Environment

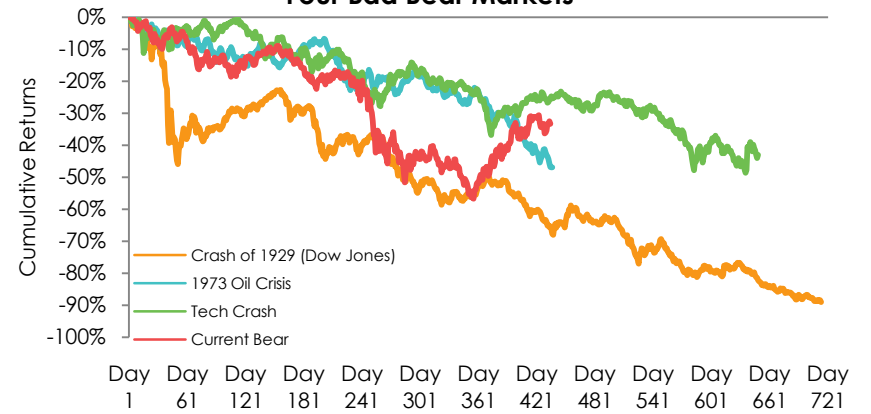


Global Equity

Value versus Growth / Large versus Small



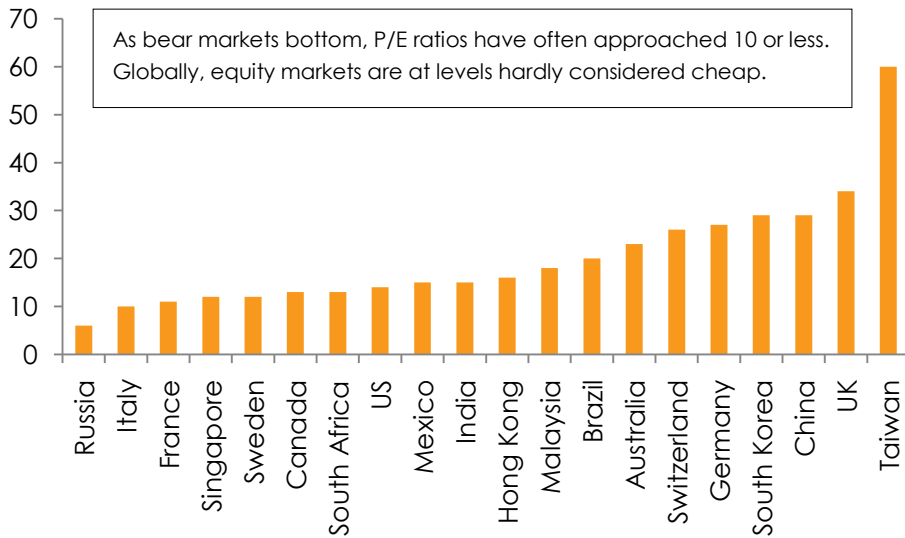
Four Bad Bear Markets



Recovery or bear market rally? Other bear markets have also seen sizable and prolonged rallies.

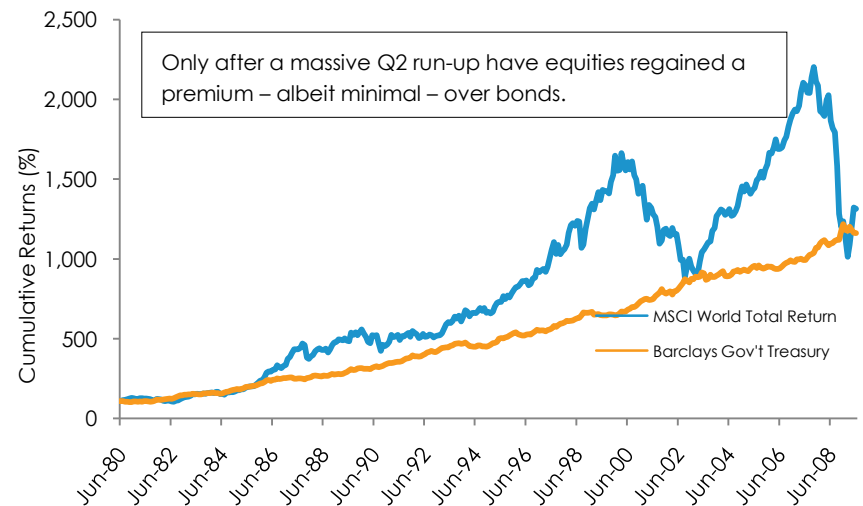
Source: Standard and Poors

Global P/E Ratios

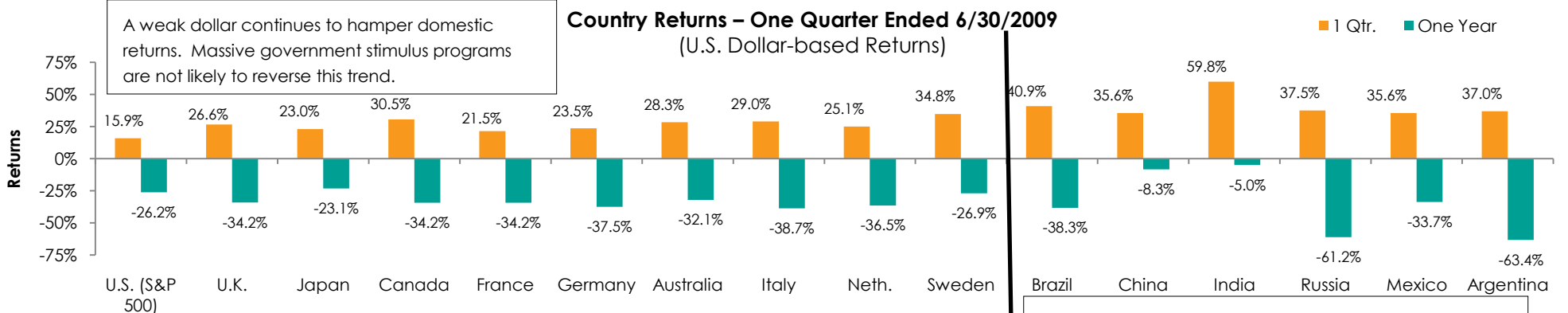
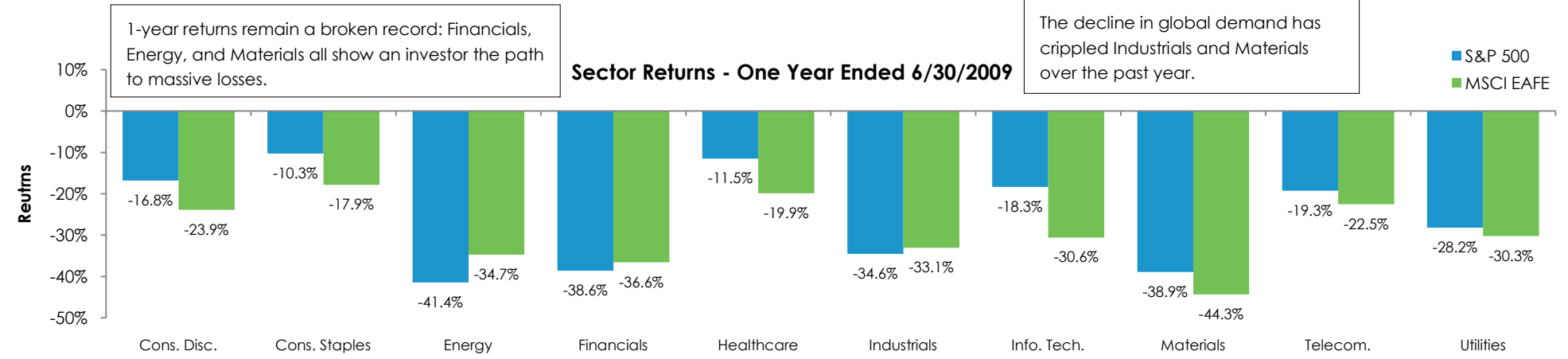
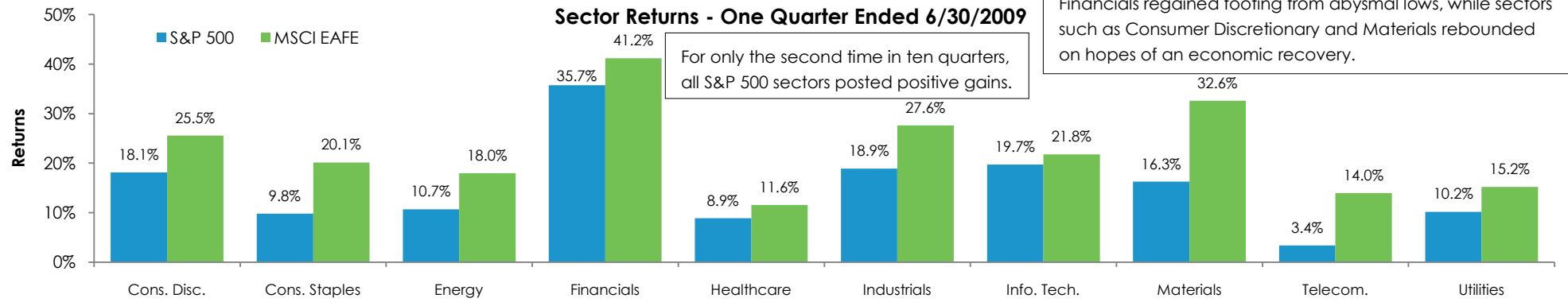


Source: Bespoke Investment Group as of June 25, 2009.

Equities versus Bonds



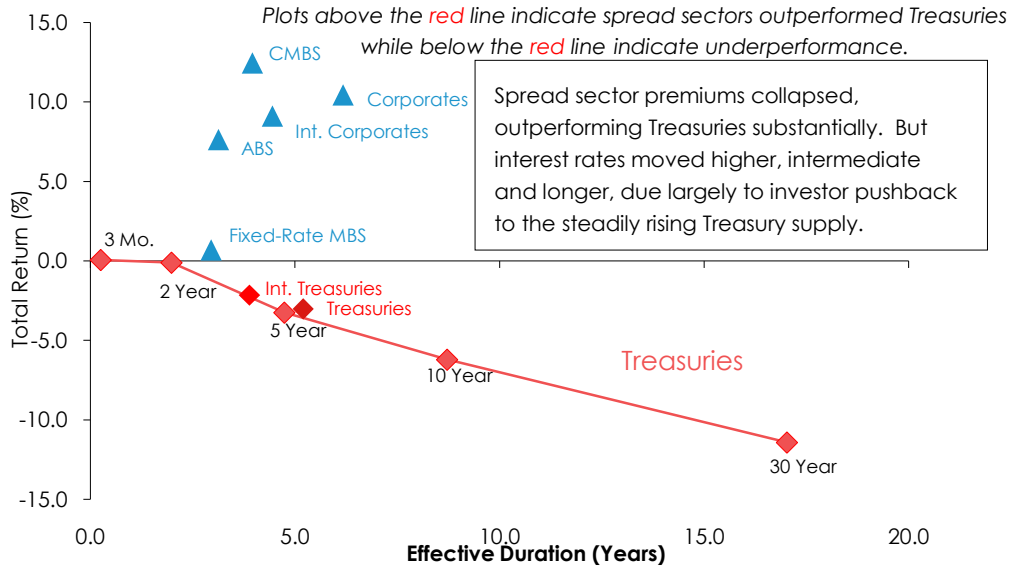
Source: Bloomberg



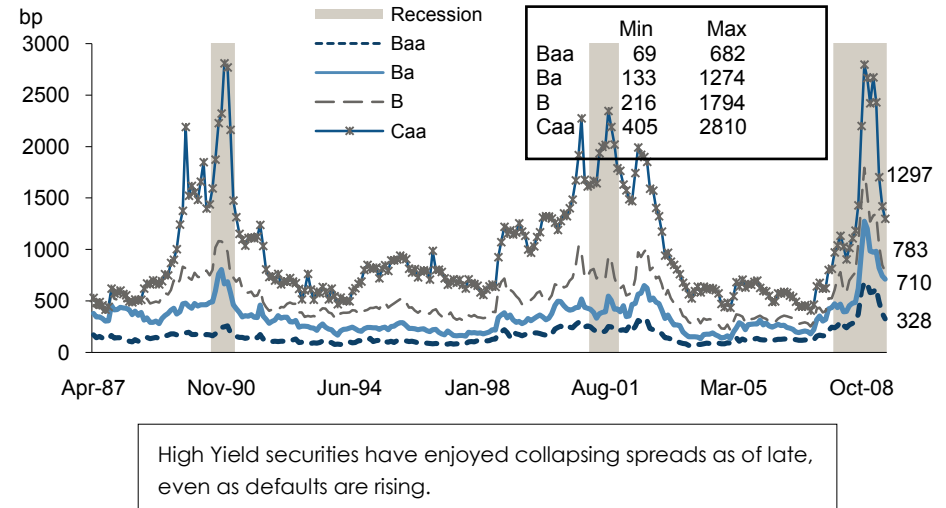
Source: FactSet

Fixed Income

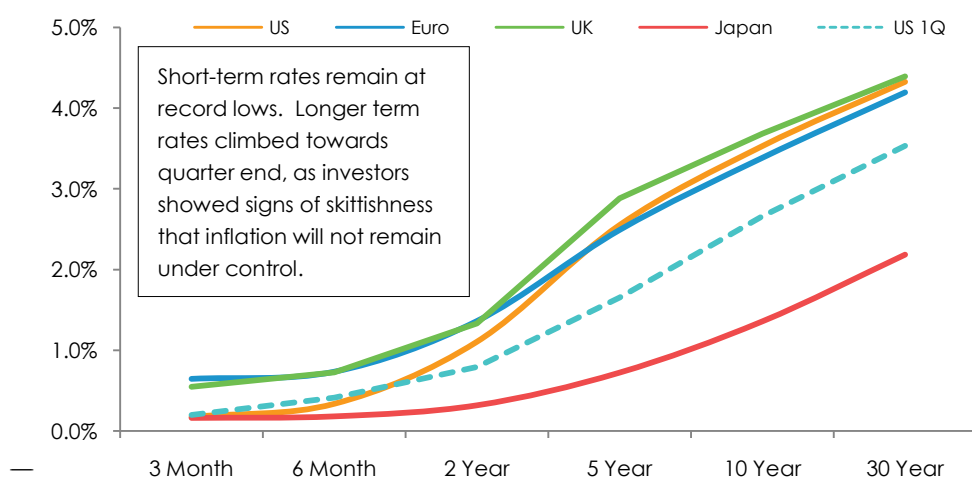
Spread Sector Performance vs. Treasuries



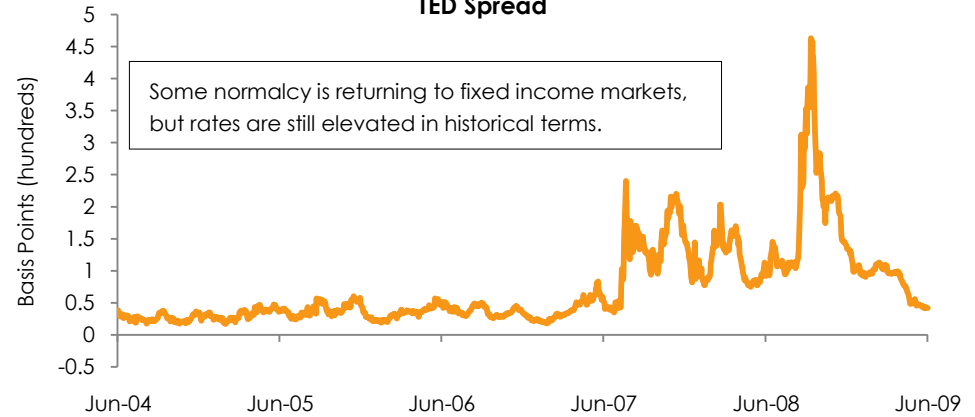
High Yield Spreads by Credit Quality



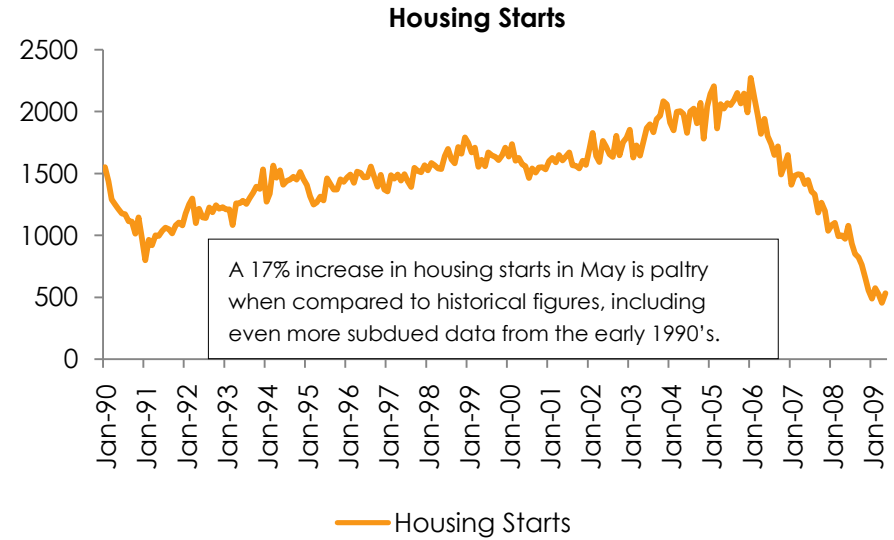
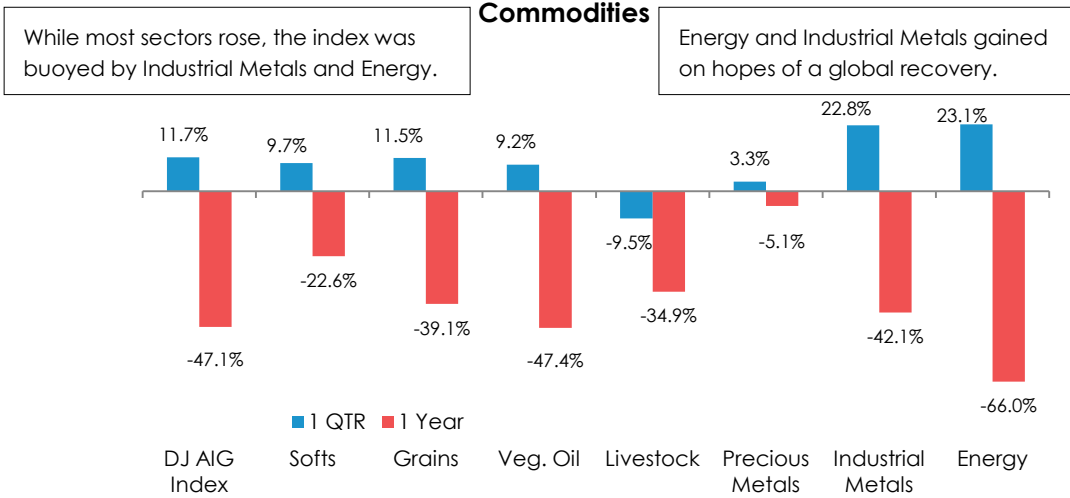
Global Yield Curves



TED Spread



Real Assets / Private Equity

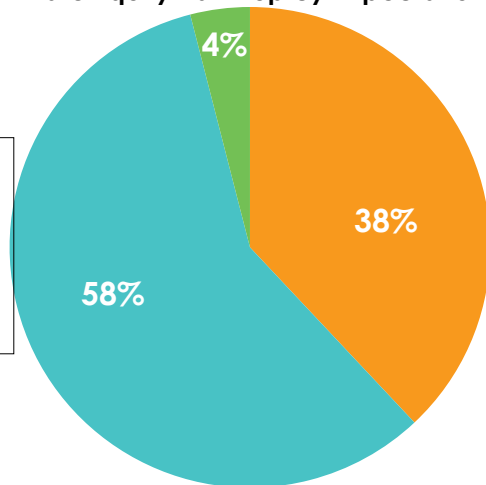


Source: Bloomberg

Source: Census.gov

Private Equity Bankruptcy Expectations

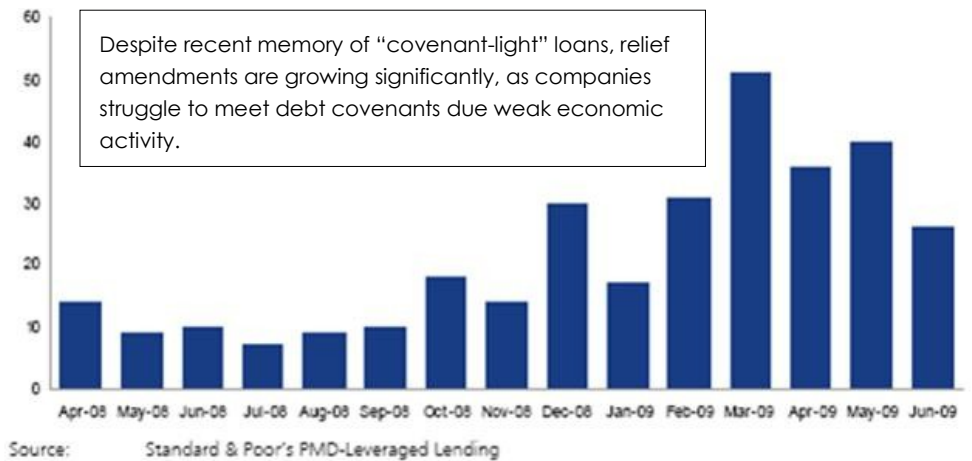
According to a survey by A Crowe Horwath LLP and Taleo Corporation, practically all private equity investors surveyed expect bankruptcies to increase.



■ Increase Significantly ■ Increase ■ Remain the same

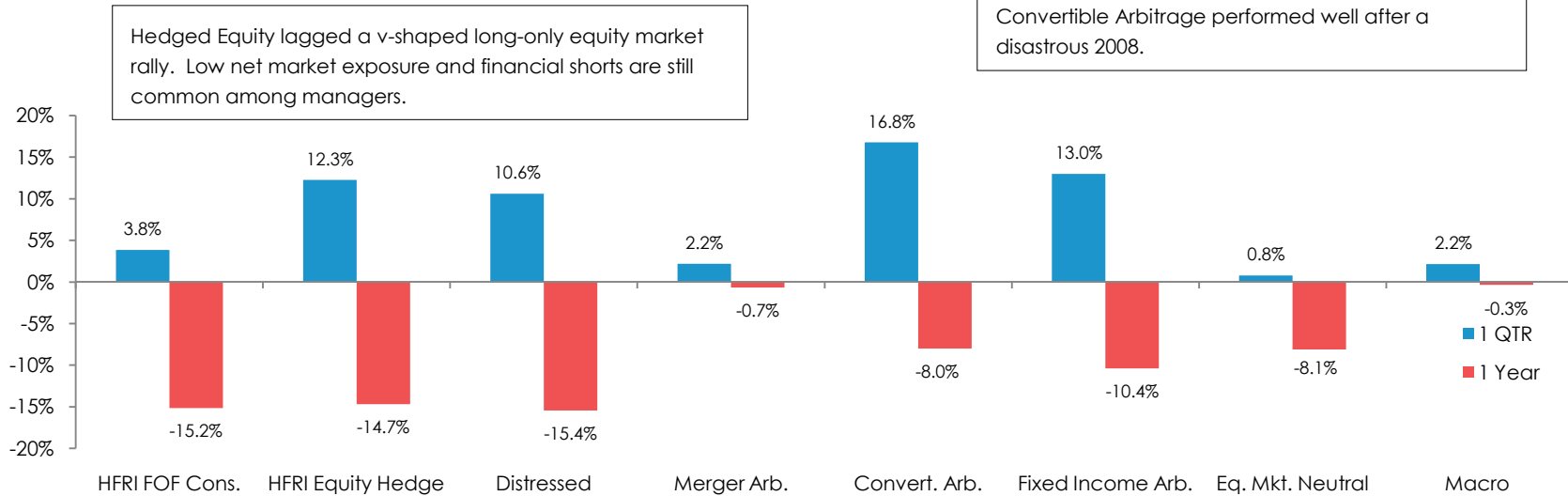
Number of Covenant Relief Amendments

Despite recent memory of "covenant-light" loans, relief amendments are growing significantly, as companies struggle to meet debt covenants due weak economic activity.

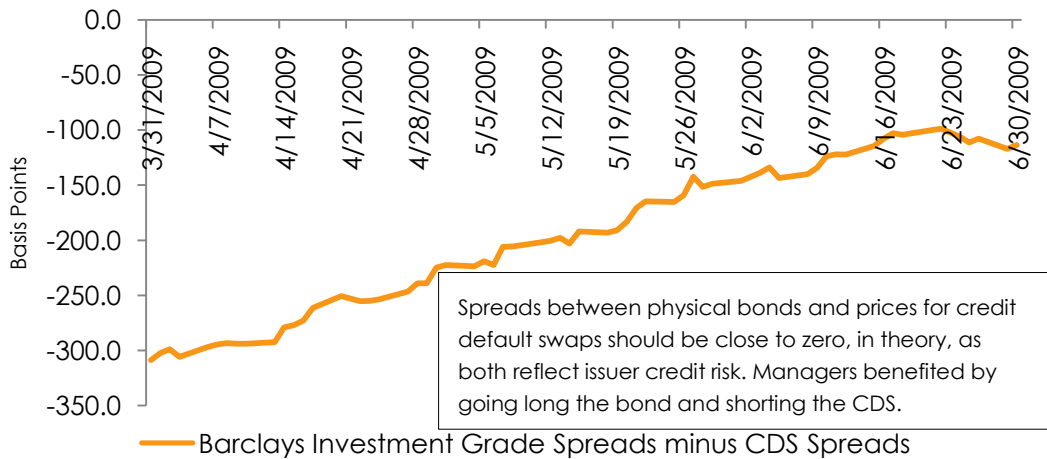


Hedge Funds

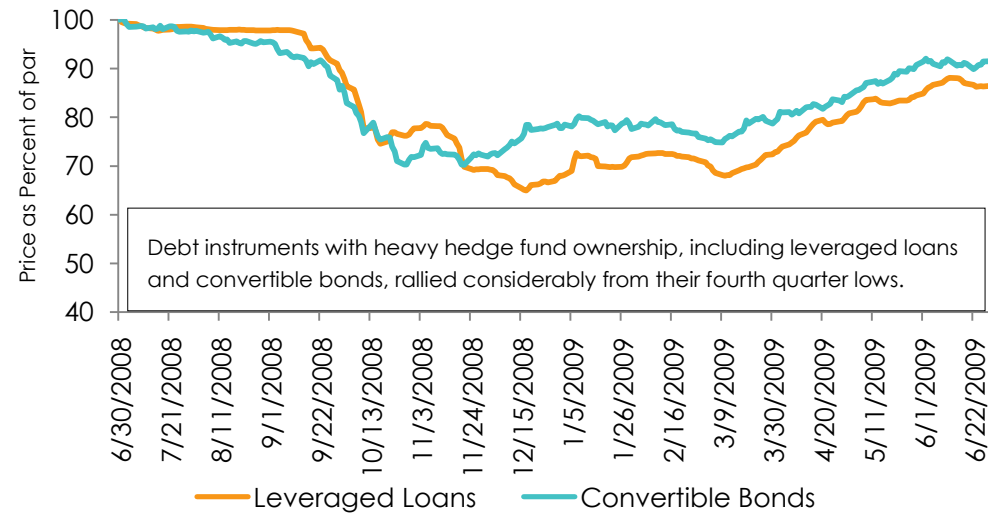
Hedge Fund Index Performance



Bond and Credit Default Swap Relationship Normalizes



Debt Instruments Recover From 4Q08 Troughs



Annualized	Second Quarter	One Year	Two Years	Three Years*	Five Years*	Ten Years*
U.S. Markets						
CPI	1.4	-1.4	1.7	2.1	2.6	2.6
Dow Jones Industrial Average	12.0	-23.0	-18.3	-6.3	-1.7	-0.4
Russell 3000 Index	16.8	-26.6	-19.9	-8.3	-1.8	-1.5
NASDAQ Index	20.0	-20.0	-16.0	-5.5	-2.2	-3.7
S&P 500 Index	15.9	-26.2	-19.9	-8.2	-2.2	-2.2
Russell 1000 Index	-16.5	-26.7	-19.8	-8.2	-1.9	-1.7
Russell 1000 Value Index	16.7	-29.0	-24.1	-11.1	-2.1	-0.1
Russell 1000 Growth Index	16.3	-24.5	-15.7	-5.5	-1.8	-4.2
Russell Mid Cap Index	20.8	-30.4	-21.4	-9.3	-0.1	3.1
Russell Mid Cap Value Index	20.9	-30.5	-24.1	-11.1	-0.4	4.0
Russell Mid Cap Growth Index	20.7	-30.3	-19.3	-7.9	-0.4	0.0
Russell 2000 Index	20.7	-25.0	-20.7	-9.9	-1.7	2.4
Russell 2000 Value Index	18.0	-25.2	-23.5	-12.1	-2.3	5.0
Russell 2000 Growth Index	23.4	-24.8	-18.1	-7.8	-1.3	-0.9
91-Day T-Bills Index	0.0	0.8	2.0	3.0	3.0	3.1
Barclays Aggregate Bond Index	1.8	6.0	6.6	6.4	5.0	6.0
Barclays Intermediate Aggregate Bond Index	1.7	6.1	6.7	6.4	4.9	5.8
Barclays Gov't/Credit Index	1.9	5.3	6.2	6.2	4.8	5.9
Barclays Intermediate Gov't/Credit Index	1.7	5.3	6.3	6.1	4.6	5.7
ML 1-3 year Treasury Index	-0.1	4.4	5.8	5.6	4.1	4.6
Dow Jones AIG Commodity Index	11.7	-47.1	-13.4	-8.3	-0.2	7.2
HFR Fund of Funds Conservative Index	3.8	-15.2	-8.0	-2.0	1.5	4.1
HFR Equity Hedge Index	12.3	-14.7	-8.4	-1.3	3.4	6.4
NAREIT Equity Index	28.8	-43.3	-30.0	-18.0	-2.7	5.5
Non-U.S. Markets						
MSCI EAFE Index	25.4	-31.4	-21.7	-8.0	2.3	1.2
MSCI EAFE Growth Index	21.4	-33.7	-20.4	-7.4	2.2	-0.6
MSCI EAFE Value Index	29.7	-28.9	-23.0	-8.6	2.4	2.8
S&P/Citigroup EMI World ex-U.S. Index	32.2	-31.3	-23.4	-8.2	4.1	5.3
MSCI Emerging Markets Index	34.7	-28.1	-13.2	3.0	14.7	8.8
S&P/Citigroup -World Broad Investment Grade Bond ex-U.S. Index (unhedged)	5.4	3.5	10.9	7.9	6.2	6.5
S&P/Citigroup -World Broad Investment Grade Bond ex-U.S. Index (hedged)	0.2	8.5	6.6	5.7	5.3	5.3