

Performance and Manager Review Fourth Quarter 2012

The University of Western Ontario Pension Plan

Presented by: Bruce Curwood, MBA, CFA, CIMA, Acc.Dir.
Director, Investment Strategy

MARCH 4TH, 2013

Executive Summary

Fourth Quarter 2012

University of Western Ontario Pension Executive Summary Q4 2012 Performance

- In Q4 equity markets saw advances, particularly outside of North America, as central banks around the globe continued to take positive steps towards improving investor sentiment. Equity markets globally benefitted in Q4 including Canadian (+1.7%), US (Russell 3000 +1.4%), EAFE (+7.9%), and Emerging Markets (+6.9%). In addition, bonds returns were positive with the DEX Universe returning a modest +0.3%. Canadian active management was extremely strong, especially from value and dividend managers.
- As a result, in the fourth quarter of 2012, the UWO Balanced Growth Fund returned +3.94% (+121 bps value added), while the UWO Balanced Income Fund returned +2.34% (+85 bps value added). The UWO Diversified Bond Fund performed well in Q4 with a return of +1.19% and value added of +63bps, while the UWO Diversified Equity Fund provided a quarterly return of +5.22% (+156 bps value added). The EAFE Equity Fund outperformed in the quarter (+162 bps value added) lead by the strong performance of MFS (+215 bps value added), while the Global Equity Fund outperformed policy by +330 bps, due to the sensational performance of Harris (+673 bps value added).
- For the year 2012 the balanced funds have shown positive results relative to their benchmarks with the UWO Balanced Growth Fund gaining +109 bps of value while the UWO Balanced Income Fund has added +134 bps of value. Active Canadian equity managers overall outperformed the market by +152 bps in the quarter, and performance also remains strong for the year as +279 bps of value was added.
- Over a four year period ending December 31st 2012 the UWO Diversified Bond Fund provided a positive return of +8.8%, with value added of +2.6%, while the UWO Diversified Equity Fund returned +9.4%, with +0.1% value added through active management. Alliance Bernstein (since terminated in the Canadian Equity Fund) but still present in the EAFE Fund (-4.2% value lost compounded over 4 years) has been the major source of concern for both equity sub asset classes, but did add value in the quarter (+1.1% value add).

Capital Markets Commentary Fourth Quarter 2012

Fourth-Quarter 2012 Market Overview - "Equity Markets Thrive despite Shaky Economics & Political Uncertainty"

Fiscal issues in the U.S., as well as ongoing concerns about Eurozone sovereign debt and the region's banking system impacted investor sentiment over the fourth quarter of 2012. However, signs of an improving global economy also came to light during the quarter.

Through monetary easing measures such as low interest rates and bond purchases in the U.S., Europe and elsewhere, central banks around the globe took decisive actions to strengthen their local economies. These steps helped support investor sentiment and, ultimately, equity prices during the period.

U.S. economy appears to be on the right path

In the U.S., the so-called "fiscal cliff" became an increasingly pressing issue in the fourth quarter. The fiscal cliff refers to the ending of a series of personal tax cuts and the introduction of enforced government spending cuts scheduled to take place at the start of 2013. Market participants were concerned that if a resolution to the fiscal cliff was not achieved before the end of the year, the resulting spending cuts and tax increases would lead to a U.S. economic recession. As the period came to a close, Americans – and investors around the world – were unsure of the outcome of the fiscal cliff negotiations.

Investor concern regarding the U.S. presidential election also resulted in heightened equity market volatility in the middle of the fourth quarter. A partial deal was reached early in the new year, but unresolved issues on the tax package and U.S. debt ceiling are likely to remain at the top of investor concerns for 2013.

However, the U.S. economy continued its slow recovery, despite the havoc wreaked by Hurricane Sandy. Although the storm was expected to cut into fourth quarter Gross Domestic Product, economists believe the rebuilding efforts will likely boost the economy in the first few months of 2013. The housing sector, a key factor underpinning consumer confidence in the U.S., appears to be on a rebound, and automobile sales are rising. As a result the Russell1000 returned +1.3% in Q4 and +13.8% for the full year.

European and Chinese economies slow

While a potential breakup of the European Union had led investor concerns in the first half of 2012, those worries had subsided significantly by the fourth quarter after the European Central Bank pledged unlimited support to countries wrestling with sovereign debt issues. Meanwhile, China's economic growth picked up steam towards the end of the year, following sluggish performance earlier. MSCI EAFE therefore performed admirably for the quarter (+7.9%) and for the year 2012 (+15.3%), while emerging markets were also impressive (+6.8% Q4; +16.2% 2012).

3



Capital Markets Commentary Fourth Quarter 2012

A recent Canadian underperformer changes course

Canadian equities – as measured by the S&P/TSX Composite Index – posted relatively flat performance over the fourth quarter of 2012 (+1.7%) and were the worst equity performer for the year (+7.2% in 2012). After a mid-period dip, which was largely in response to uncertainty surrounding the U.S. presidential election, Canadian equities gained late in the quarter, as investors bet that Congress would reach a compromise to avert the fiscal cliff.

From an individual securities perspective, the shares of Research In Motion Ltd. (RIM) performed well in the quarter. Most sectors provided positive returns, except Energy and Materials.

The Canadian economy slowed in the fourth quarter. Gross Domestic Product by industry shows economic activity has moderated substantially and inflation data is troubling as both the total and core measures flirt with the low end of the Bank of Canada target range of 1-3%. These economic data suggest fourth quarter activity may be sluggish.

Canadian bonds were one of the worst performing asset classes with only a +0.3% in Q4 and +3.6% for the full year.

	4 th Quarter 2012	1 Year	4 Years
S&P/TSX Composite	+1.72%	+7.19%	+11.65%
Russell 3000	+1.45%	+13.84%	+9.23%
MSCI EAFE	+7.88%	+15.29%	+4.73%
DEX Universe Bonds	+0.30%	+3.60%	+6.33%
CPI (Inflation)	-0.57%	+0.83%	+1.70%

4



Capital Market Returns (In Canadian \$)

Periods Ending December 31, 2012

	3 Mths	YTD	1 Yr	2 Yrs	Annualized			Rolling One Year Ending Current Qtr			
					3 Yrs	4 Yrs	5 Yrs	2011	2010	2009	2008
S&P/TSX Composite	1.72	7.19	7.19	(1.08)	4.79	11.65	0.81	(8.71)	17.61	35.05	(33.00)
MSCI Canada Value	4.96	12.39	12.39	3.58	7.05	15.35	3.61	(4.54)	14.35	44.30	(32.56)
MSCI Canada Growth	(0.72)	2.79	2.79	(6.57)	0.13	5.55	(3.16)	(15.08)	15.03	23.61	(31.39)
DEX Universe Bonds	0.30	3.60	3.60	6.59	6.64	6.33	6.35	9.67	6.74	5.41	6.41
DEX Long Term Bonds	0.15	5.21	5.21	11.48	11.83	10.21	8.66	18.13	12.52	5.49	2.66
DEX 91 Day T-Bill	0.29	1.01	1.01	1.01	0.85	0.79	1.29	1.00	0.54	0.62	3.33
BC Aggregate Bd (\$Cdn)	1.41	1.91	1.91	6.12	4.38	0.57	6.13	10.51	0.98	(10.04)	31.64
S&P 500	0.81	13.43	13.43	8.95	8.99	8.59	1.84	4.64	9.06	7.39	(21.20)
S&P 500 \$Cdn Hedged	(0.22)	16.26	16.26	8.74	10.32	13.61	0.32	1.71	13.55	24.08	(39.02)
S&P 400 MidCap	4.85	15.27	15.27	7.74	11.69	12.91	5.33	0.70	20.03	16.66	(20.24)
S&P 400 MidCap \$Cdn Hdgd (1)	3.78	18.11	18.11	7.28	12.84	17.95	3.34	(2.56)	24.86	34.70	(39.11)
Russell 1000	1.32	13.84	13.84	8.82	9.22	9.18	2.10	4.01	10.04	9.07	(21.94)
Russell 2000	3.07	13.77	13.77	5.70	10.34	9.75	3.74	(1.80)	20.24	8.00	(17.18)
Russell 3000	1.45	13.84	13.84	8.56	9.31	9.23	2.22	3.53	10.83	8.99	(21.58)
Russell 3000 \$Cdn Hedged	0.41	16.66	16.66	8.30	10.60	14.24	0.61	0.53	15.35	25.88	(39.47)
Russell 3000 Value	2.86	14.94	14.94	8.48	9.04	7.15	1.00	2.37	10.16	1.70	(20.26)
Russell 3000 Growth	(0.01)	12.65	12.65	8.61	9.57	11.22	3.34	4.71	11.50	16.35	(23.00)
MSCI EAFE	7.88	15.29	15.29	2.12	2.27	4.73	(3.04)	(9.55)	2.56	12.49	(28.78)
MSCI EAFE Value	8.72	15.81	15.81	2.40	1.05	4.30	(3.57)	(9.46)	(1.60)	14.70	(29.56)
MSCI EAFE Growth	7.06	14.68	14.68	1.80	3.41	5.10	(2.57)	(9.64)	6.72	10.32	(28.03)
MSCI EAFE \$Cdn Hedged	7.65	18.23	18.23	2.17	3.11	7.99	(4.46)	(11.70)	5.00	24.08	(41.48)
MSCI Emerging Mkts	6.87	16.00	16.00	(1.37)	3.19	13.69	(0.44)	(16.15)	12.98	52.03	(41.44)
CPI	(0.57)	0.83	0.83	1.56	1.82	1.70	1.59	2.30	2.35	1.32	1.16

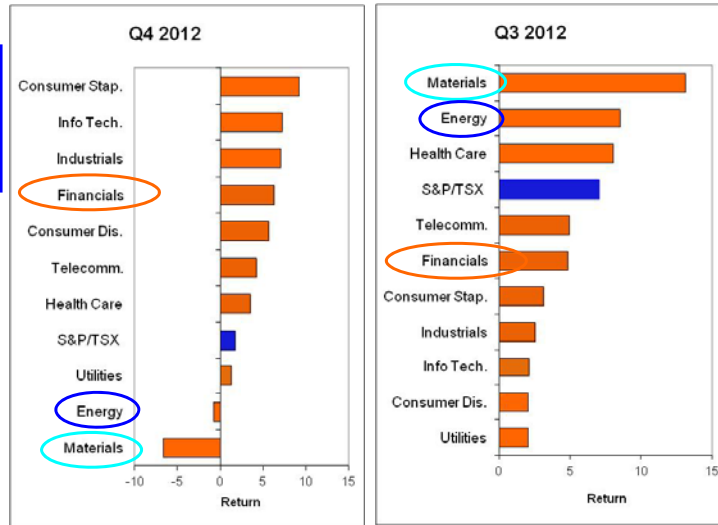
(1) S&P 400 MidCap \$Cdn Hedged Index is the exclusive property of Standard & Poor's Financial Services LLC (S&P). Russell has contracted with S&P to maintain and calculate the Index. S&P and its affiliates shall have no liability for any errors or omissions in calculating the Index.

5



Sector Performance: Q4 2012 Sector Returns versus Q3 2012

Good sector breadth with 7 out of 10 ahead – helped to have Energy and Materials underperform

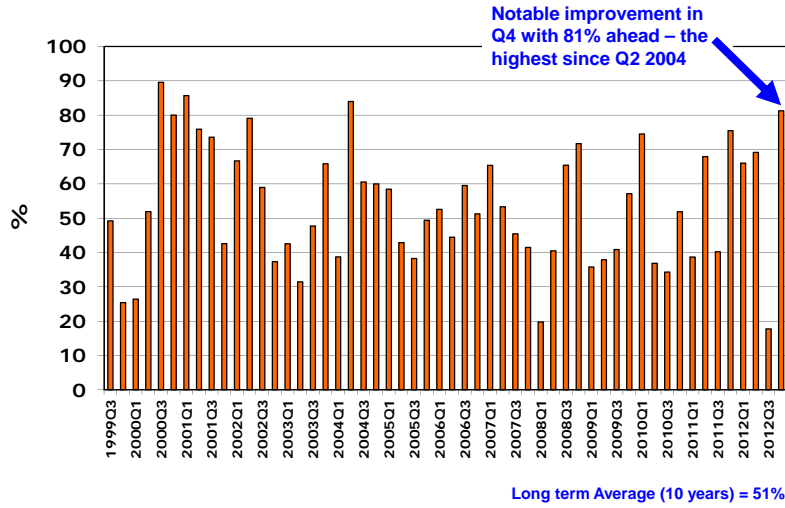


6

INTERNAL USE ONLY - COMPLIANCE APPROVE FOR EXTERNAL USE



The Active Management Environment: % of Large Cap Managers that Outperformed

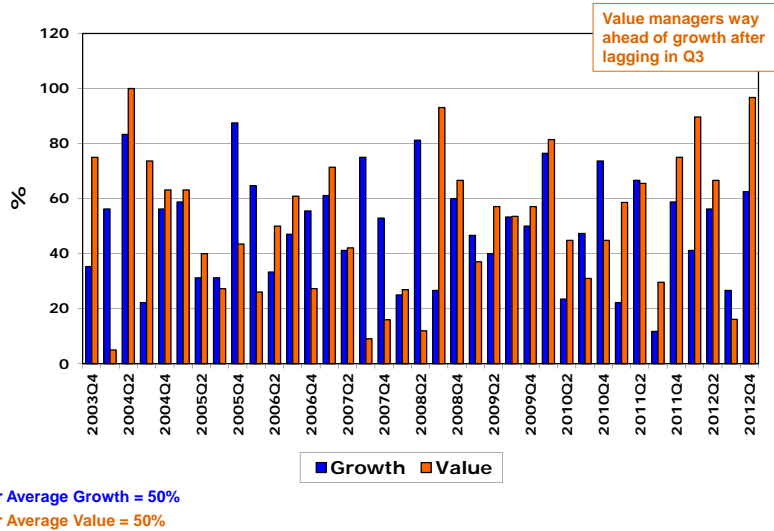


7

INTERNAL USE ONLY - COMPLIANCE APPROVE FOR EXTERNAL USE



The Active Management Environment: % Of Growth and Value Managers That Have Outperformed

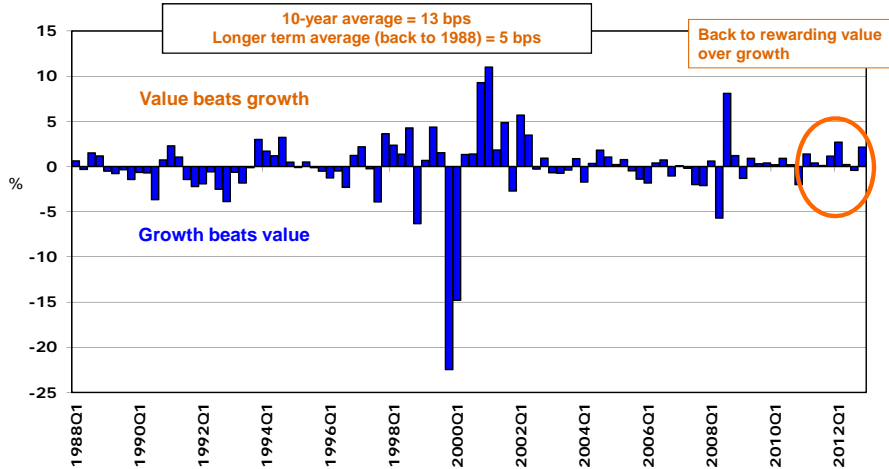


8

INTERNAL USE ONLY - COMPLIANCE APPROVE FOR EXTERNAL USE



Large Cap Median Manager Returns: Value Minus Growth



9

INTERNAL USE ONLY - COMPLIANCE APPROVE FOR EXTERNAL USE

Russell Investments

Fund and Manager Review

Tab

1. Asset and Performance Summary
2. Balanced Funds
3. Equity Funds
4. Fixed Income Funds
5. Money Market Fund
6. Target Date Funds

10

Russell Investments

1. Asset and Performance Summary

University of Western Ontario (Pension Plan) Asset Summary As of December 31, 2012

	Total Market Value	% of Total Fund	% of Asset Class	Equity	Fixed Income	Cash & Equivalents	Alternatives
Total	\$1,119.31	100.00%	100.0%	\$594.73 53.1%	\$463.23 41.4%	\$61.35 5.5%	\$ - 0.0%
Diversified Equity Fund	470.16	42.00%	100.0%	470.16 100.0%			
Canadian Stocks	139.62	12.47%	100.0%	139.62 100.0%			
Beutel, Goodman Cap	47.24	4.22%	33.8%	47.24	100.0%		
Connor, Clark & Lunn	46.38	4.14%	33.2%	46.38	100.0%		
Greystone Cap.	46.00	4.11%	32.9%	46.00	100.0%		
US Equity	104.62	9.35%	100.0%	104.62 100.0%			
Pan Agora	11.91	1.06%	11.4%	11.91	100.0%		
SSGA S&P 400 Midcap	11.88	1.06%	11.4%	11.88	100.0%		
SSGA S&P 500	80.83	7.22%	77.3%	80.83	100.0%		
Non North American	142.04	12.69%	100.0%	142.04 100.0%			
Alliance Bernstein	70.59	6.31%	49.7%	70.59	100.0%		
MFS Intl Equity Fd	71.45	6.38%	50.3%	71.45	100.0%		
Global Stocks	83.89	7.49%	100.0%	83.89 100.0%			
Harris Assoc.	42.97	3.84%	51.2%	42.97	100.0%		
T Rowe Price	-	0.00%	0.0%	0.00	100.0%		
TRP Global Large Cap Eq. Fund	40.92	3.66%	48.8%	40.92	100.0%		
Canadian Equity Fund	76.17	6.81%	100.0%	76.17 100.0%			
Beutel, Goodman Cap	25.70	2.30%	33.7%	25.70	100.0%		
Connor, Clark & Lunn	25.34	2.26%	33.3%	25.34	100.0%		
Greystone Cap.	25.13	2.25%	33.0%	25.13	100.0%		
US Equity Hedged	16.53	1.48%	100.0%	16.53 100.0%			
SSGA Northwater Hedged	16.53	1.48%	100.0%	16.53	100.0%		

Source: Northern Trust

University of Western Ontario (Pension Plan)
Asset Summary
As of December 31, 2012

	<u>Total Market Value</u>	<u>% of Total Fund</u>	<u>% of Asset Class</u>	<u>Equity</u>	<u>Fixed Income</u>	<u>Cash & Equivalents</u>	<u>Alternatives</u>
US Equity Unhedged	14.63	1.31%	100.0%	14.63	100.0%		
SSGA Northwater Unhedged	14.63	1.31%	100.0%	14.63	100.0%		
EAFE Fund	13.80	1.23%	100.0%	13.80	100.0%		
Alliance Bernstein	6.82	0.61%	49.4%	6.82	100.0%		
MFS Intl Equity Fd	6.98	0.62%	50.6%	6.98	100.0%		
Aberdeen Sclly Rspnsble Gbl Fd	3.43	0.31%	100.0%	3.43	100.0%		
Aberdeen Sclly Rspnsble Gbl Fd	3.43	0.31%	100.0%	3.43	100.0%		
Target Date Funds	58.63	5.24%	100.0%		58.63	100.0%	
TDF 2012	(0.01)	0.00%	0.0%		-0.01	100.0%	
TDF 2014	26.15	2.34%	44.6%		26.15	100.0%	
TDF 2016	20.67	1.85%	35.2%		20.67	100.0%	
TDF 2018	11.82	1.06%	20.2%		11.82	100.0%	
Canadian Bond Fund	72.45	6.47%	100.0%		72.45	100.0%	
SSGA Canadian Bond Fund	72.45	6.47%	100.0%		72.45	100.0%	
Long Term Bond Fund	34.01	3.04%	100.0%		34.01	100.0%	
SSGA Long Term Bond Fund	34.01	3.04%	100.0%		34.01	100.0%	
Diversified Bond Fund	277.87	24.82%	100.0%		277.87	100.0%	
Alliance Bernstein	167.20	14.94%	60.2%		167.20	100.0%	
Romspen Mortgage Investment Fd	41.46	3.70%	14.9%		41.46	100.0%	

Source: Northern Trust

13



University of Western Ontario (Pension Plan)
Asset Summary
As of December 31, 2012

	<u>Total Market Value</u>	<u>% of Total Fund</u>	<u>% of Asset Class</u>	<u>Equity</u>	<u>Fixed Income</u>	<u>Cash & Equivalents</u>	<u>Alternatives</u>
SSGA	69.20	6.18%	24.9%		69.20	100.0%	
Liquidating Trust	14.67	1.31%	100.0%		14.67	100.0%	
Operating Account	14.67	1.31%	100.0%		14.67	100.0%	
Money Market Fund	61.36	5.48%	100.0%			61.36	100.0%
SSGA MMF	61.36	5.48%	100.0%			61.36	100.0%
Immunized Bond Fund	5.59	0.50%	100.0%		5.59	100.0%	
Acad. Imm. Bd. Fund	3.91	0.35%	69.8%		3.91	100.0%	
Immunized Bond Fund	1.69	0.15%	30.2%		1.69	100.0%	
Cash	(0.01)	0.00%	100.0%			-0.01	100.0%

All dollars in millions, numbers may not add due to rounding

Source: Northern Trust

14



University of Western Ontario Performance Summary Period Ending December 31, 2012										
Account / Group Name	Market Value	Annualized								
		3 Mos Roll	YTD Roll	1 Yr Roll	2 Yr Roll	3 Yr Roll	4 Yr Roll	5 Yr Roll	10 Yr Roll	
University of Western Ontario	1,119,312,455.61	2.90	9.43	9.43	4.01	5.62	8.14	1.75	5.61	
UWO Balanced Growth Policy		2.73	10.43	10.43	4.31	6.03	8.59	2.03	6.05	
Dex bond universe index		0.30	3.60	3.60	6.59	6.64	6.33	6.35	5.97	
Diversified Equity Fund	470,160,262.89	5.22	14.36	14.36	2.44	4.97	9.40	-0.99	5.68	
UWO Div. Equity Fund Policy		3.66	12.86	12.86	3.15	5.58	9.33	-0.07	6.10	
S&P/TSX Equity Index (CAD)		--	--	--	--	--	--	--	--	
Canadian Stocks	139,616,885.64	3.24	9.98	9.98	-0.27	--	--	--	--	
S&P / TSX 300 Composite		1.72	7.19	7.19	-1.08	--	--	--	--	
Beutel, Goodman Cap	47,238,307.12	5.88	12.68	12.68	3.38	7.24	--	--	--	
S&P / TSX 300 Composite		1.72	7.19	7.19	-1.08	4.79	--	--	--	
Connor, Clark & Lunn	46,377,404.83	2.66	9.68	9.68	0.33	6.82	13.10	2.27	--	
S&P / TSX 300 Composite		1.72	7.19	7.19	-1.08	4.79	11.65	0.81	--	
Greystone Cap.	46,001,173.69	1.20	7.59	7.59	-4.52	2.36	8.20	-2.81	--	
S&P / TSX 300 Composite		1.72	7.19	7.19	-1.08	4.79	11.65	0.81	--	
US Equity	104,615,162.81	0.71	16.37	16.37	8.23	10.67	14.49	2.08	4.81	
UWO US Equity Policy		0.59	16.24	16.24	8.24	10.62	13.71	1.59	4.81	
S&P 500 CS Hedged		-0.22	16.26	16.26	8.69	10.29	13.59	0.30	6.23	
Pan Agora	11,907,192.86	4.19	17.35	17.35	8.94	13.12	11.38	3.75	--	
Russell 2000		3.07	13.77	13.77	5.70	10.34	9.75	3.74	--	
SSGA S&P 400 Midcap	11,877,158.91	3.79	17.81	17.81	6.69	12.42	--	--	--	
S&P 400 Hgd CAD		3.78	18.11	18.11	7.38	12.84	--	--	--	
SSGA S&P 500	80,830,811.04	-0.22	15.99	15.99	8.31	10.03	--	--	--	
S&P 500 CS Hedged		-0.22	16.26	16.26	8.69	10.29	--	--	--	
Non North American	142,037,774.60	9.50	14.89	14.89	-0.06	0.33	3.29	-5.39	3.40	
MSCI EAFE GD		7.88	15.29	15.29	2.12	2.27	4.73	-3.04	3.80	
Alliance Bernstein	70,592,333.34	8.98	10.29	10.29	-3.81	-3.38	0.52	-8.37	1.76	
MFS Intl Equity Fd	71,445,441.26	10.03	--	--	--	--	--	--	--	
Global Stocks	83,890,439.84	7.15	17.92	17.92	3.82	5.02	10.35	--	--	
MSCI World GD		3.85	13.96	13.96	5.32	5.70	7.02	--	--	
Harris Assoc.	42,974,033.28	10.58	19.66	19.66	5.16	6.52	12.53	--	--	
T Rowe Price		--	--	--	--	--	--	--	--	
TRP Global Large Cap Eq. Fund	40,916,406.56	3.77	--	--	--	--	--	--	--	
Source: Northern Trust										

15



University of Western Ontario Performance Summary Period Ending December 31, 2012										
Account / Group Name	Market Value	Annualized								
		3 Mos Roll	YTD Roll	1 Yr Roll	2 Yr Roll	3 Yr Roll	4 Yr Roll	5 Yr Roll	10 Yr Roll	
Canadian Equity Fund	76,172,710.14	3.25	9.99	9.99	-0.35	5.06	10.97	-0.48	6.73	
Beutel, Goodman Cap	25,704,332.10	5.89	12.72	12.72	3.41	7.18	--	--	--	
Connor, Clark & Lunn	25,338,592.53	2.67	9.68	9.68	0.16	6.69	13.04	2.19	--	
Greystone Cap.	25,129,785.55	1.20	7.58	7.58	-4.67	2.25	8.10	-2.89	--	
US Equity Hedged	16,529,274.71	-0.22	15.90	15.90	8.33	10.02	14.09	0.58	6.16	
S&P 500 CS Hedged		-0.22	16.26	16.26	8.69	10.29	13.59	0.30	6.23	
SSGA Northwater Hedged	16,529,274.71	-0.22	15.90	15.90	8.33	10.02	14.09	0.58	6.16	
US Equity Unhedged	14,632,437.65	0.79	13.46	13.46	8.95	9.03	8.59	1.62	1.99	
S&P 500		0.81	13.43	13.43	8.95	8.99	8.59	1.84	2.27	
SSGA Northwater Unhedged	14,632,437.65	0.79	13.46	13.46	8.95	9.03	8.59	1.62	1.99	
EAFE Fund	13,802,610.26	9.51	16.02	16.02	0.41	0.89	4.00	-5.16	4.15	
Alliance Bernstein	6,822,612.81	8.96	10.29	10.29	-3.88	-2.85	1.35	-8.12	--	
MFS Intl Equity Fd	6,979,997.45	10.04	21.83	21.83	4.59	4.60	6.58	-1.81	--	
Aberdeen Sclv Rpsnble Gbl Fd	3,434,863.62	4.83	--	--	--	--	--	--	--	
Aberdeen Sclv Rpsnble Gbl Fd	3,434,863.62	4.83	--	--	--	--	--	--	--	
Target Date Funds	58,630,057.54	0.34	1.65	1.65	3.47	3.64	3.36	4.34	4.26	
TDF 2012	(6,843,720)	--	--	--	--	--	--	--	--	
TDF 2014	26,154,204.26	0.36	1.37	1.37	3.49	4.14	3.81	--	--	
TDF 2016	20,666,400.00	0.29	1.87	1.87	5.54	--	--	--	--	
TDF 2018	11,816,207.00	0.37	--	--	--	--	--	--	--	
Canadian Bond Fund	72,452,870.05	0.32	3.65	3.65	6.65	6.65	6.46	6.39	--	
Dex bond universe index		0.30	3.60	3.60	6.59	6.64	6.33	6.35	5.97	
SSGA Canadian Bond Fund	72,452,870.05	0.32	3.65	3.65	6.65	6.65	6.46	6.39	--	
Long Term Bond Fund	34,013,254.67	0.12	5.17	5.17	11.43	11.74	10.17	8.67	--	
Dex LTB Overall		0.15	5.21	5.21	11.48	11.83	10.21	8.66	--	
SSGA Long Term Bond Fund	34,013,254.67	0.12	5.17	5.17	11.43	11.74	10.17	8.67	--	
Dex LTB Overall		0.15	5.21	5.21	11.48	11.83	10.21	8.66	--	
Diversified Bond Fund	277,866,328.86	1.19	6.20	6.20	7.57	7.84	8.78	6.68	5.59	
UWO Diversified Bond Policy		0.56	4.53	4.53	6.52	6.40	6.12	6.14	5.30	
Alliance Bernstein	167,204,047.39	1.40	7.13	7.13	7.86	8.37	9.91	6.87	--	
UWO AllianceBernstein		0.69	5.07	5.07	6.52	6.31	6.04	6.05	--	
Source: Northern Trust										

16



**University of Western Ontario
Performance Summary
Period Ending December 31, 2012**

Account / Group Name	Market Value	Annualized							
		3 Mos RoK	YTD RoK	1 Yr RoK	2 Yr RoK	3 Yr RoK	4 Yr RoK	5 Yr RoK	10 Yr RoK
Romspen Mortgage Investment Fd	41,461,750.00	1.81	--	--	--	--	--	--	--
Romspen Custom BM + 50 lbps		0.49	--	--	--	--	--	--	--
SSGA	69,200,531.47	0.32	3.62	3.62	6.60	6.62	6.44	6.36	--
Liquidating Trust	14,672,415.36	2.70	21.57	21.57	11.10	9.71	-8.60	--	--
Operating Account	14,672,415.36	2.70	21.57	21.57	11.10	9.71	-8.60	--	--
Money Market Fund	61,359,983.62	0.36	1.31	1.31	1.32	1.15	1.15	1.57	--
SSGA MMF	61,359,983.62	0.36	1.31	1.31	1.32	1.15	1.15	1.57	--
Immunized Bond Fund	5,592,815.49	0.36	2.65	2.65	5.83	5.89	5.11	5.68	--
Acad. Imm. Bd. Fund	3,906,132.91	0.36	2.62	2.62	5.73	--	--	--	--
Immunized Bond Fund	1,686,682.58	0.36	2.71	2.71	6.07	6.15	5.30	5.83	--
Balanced Funds	141,120,068.55	3.48	10.65	10.65	4.36	--	--	--	--
UWO BAL GROWTH FD	100,662,344.14	3.94	11.52	11.52	3.79	5.49	8.92	1.26	5.65
UWO Balanced Growth Policy		2.73	10.43	10.43	4.31	6.00	8.57	2.01	6.04
UWO INCOME FUND	40,457,724.41	2.34	8.43	8.43	5.94	6.85	8.83	4.55	5.80
UWO Balanced Income Policy		1.49	7.09	7.09	5.66	6.34	7.29	4.50	5.72

* Balanced Funds are not included in the University of Western Ontario total plan market value and return

Source: Northern Trust

17



**University of Western Ontario
Performance Summary
Period Ending December 31, 2012**

Account / Group Name	Market Value	Annual Returns				
		31-Dec-12	31-Dec-11	31-Dec-10	31-Dec-09	31-Dec-08
University of Western Ontario	1,119,312,455.61	9.43	-1.14	8.90	16.09	-20.25
UWO Balanced Growth Policy		10.43	-1.47	9.56	16.66	-20.49
Dex bond universe index		3.60	9.67	6.74	5.41	6.41
Diversified Equity Fund	470,160,262.89	14.36	-8.23	10.23	23.82	-33.56
UWO Div. Equity Fund Policy		12.86	-5.72	10.61	21.40	-30.27
S&P/TSX Equity Index (CAD)		--	--	--	--	--
Canadian Stocks	139,616,885.64	9.98	-9.57	--	--	--
S&P / TSX 300 Composite		7.19	-8.71	--	--	--
Beutel, Goodman Cap	47,238,307.12	12.68	-5.15	15.39	--	--
S&P / TSX 300 Composite		7.19	-8.71	17.61	--	--
Connor, Clark & Lunn	46,377,404.83	9.68	-8.21	21.07	34.23	-31.63
S&P / TSX 300 Composite		7.19	-8.71	17.61	35.05	-33.00
Greystone Cap.	46,001,173.69	7.59	-15.27	17.64	27.78	-36.71
S&P / TSX 300 Composite		7.19	-8.71	17.61	35.05	-33.00
US Equity	104,615,162.81	16.37	0.67	15.72	26.75	-35.50
UWO US Equity Policy		16.24	0.80	15.54	23.51	-35.29
S&P 500 CS Hedged		16.26	1.62	13.55	24.10	-39.03
Pan Agora	11,907,192.86	17.35	1.14	21.98	6.30	-21.87
Russell 2000		13.77	-1.80	20.24	8.00	-17.18
SSGA S&P 400 Midcap	11,877,158.91	17.81	-3.38	24.82	--	--
S&P 400 Hgd CAD		18.11	-2.56	24.86	--	--
SSGA S&P 500	80,830,811.04	15.99	1.14	13.54	--	--
S&P 500 CS Hedged		16.26	1.62	13.55	--	--
Non North American	142,037,774.60	14.89	-13.07	1.12	12.69	-39.40
MSCI EAFE GD		15.29	-9.55	2.56	12.49	-28.78
Alliance Bernstein	70,592,333.34	10.29	-16.10	-2.59	13.22	-36.74
MFS Intl Equity Fd	71,445,441.26	--	--	--	--	--
Global Stocks	83,890,439.84	17.92	-8.59	7.46	28.03	--
MSCI World GD		13.96	-2.67	6.48	11.07	--
Harris Assoc.	42,974,033.28	19.66	-7.58	9.29	32.67	--
T Rowe Price	--	--	--	--	--	--
TRP Global Large Cap Eq. Fund	40,916,406.56	--	--	--	--	--

Source: Northern Trust

18



**University of Western Ontario
Performance Summary
Period Ending December 31, 2012**

Account / Group Name	Market Value	Annual Returns				
		31-Dec-12	31-Dec-11	31-Dec-10	31-Dec-09	31-Dec-08
Canadian Equity Fund	76,172,710.18	9.99	-9.72	16.79	30.73	-35.61
Beutel, Goodman Cap	25,704,132.10	12.72	-5.13	15.13	--	--
Connor, Clark & Lunn	25,338,502.53	9.68	-8.52	21.04	34.46	-31.74
Greystone Cap.	25,129,785.55	7.58	-15.52	17.62	27.72	-36.75
US Equity Hedged	16,529,274.71	15.90	1.25	13.49	27.21	-39.22
S&P 500 C5 Hedged	16,529,274.71	16.26	1.62	13.55	24.10	-39.03
SSGA Northwater Hedged	16,529,274.71	15.90	1.25	13.49	27.21	-39.22
US Equity Unhedged	14,632,437.65	13.46	4.63	9.18	7.26	-22.07
S&P 500	14,632,437.65	13.43	4.64	9.06	7.39	-21.20
SSGA Northwater Unhedged	14,632,437.65	13.46	4.63	9.18	7.26	-22.07
EAFE Fund	13,802,610.26	16.02	-13.11	1.87	13.92	-34.43
Alliance Bernstein	6,822,612.81	10.29	-16.23	-0.76	15.09	-37.97
MFS Intl Equity Fd	6,979,997.45	21.83	-10.21	4.63	12.75	-29.26
Aberdeen Soly Responsible Gbl Fd	3,434,863.62	--	--	--	--	--
Aberdeen Soly Responsible Gbl Fd	3,434,863.62	--	--	--	--	--
Target Date Funds	58,630,057.54	1.65	5.33	3.99	2.50	8.37
TDF 2012 (6,843.72)	6,843.72	--	--	--	--	--
TDF 2014	26,154,294.26	1.37	5.66	5.46	2.83	--
TDF 2016	20,666,400.00	1.87	9.33	--	--	--
TDF 2018	11,816,207.00	--	--	--	--	--
Canadian Bond Fund	72,452,870.05	3.65	9.74	6.66	5.87	6.12
Dex bond universe index	72,452,870.05	3.60	9.67	6.74	5.41	6.41
SSGA Canadian Bond Fund	72,452,870.05	3.65	9.74	6.66	5.87	6.12
Long Term Bond Fund	34,013,254.67	5.17	18.06	12.35	5.61	2.88
Dex LTB Overall	34,013,254.67	5.21	18.13	12.52	5.49	2.66
SSGA Long Term Bond Fund	34,013,254.67	5.17	18.06	12.35	5.61	2.88
Dex LTB Overall	34,013,254.67	5.21	18.13	12.52	5.49	2.66
Diversified Bond Fund	277,866,328.86	6.20	8.95	8.40	11.63	-1.31
UWO Diversified Bond Policy	167,204,047.39	4.53	8.55	6.17	5.29	6.19
Alliance Bernstein	167,204,047.39	7.13	8.60	9.39	14.65	-4.48
UWO AllianceBernstein	167,204,047.39	5.07	8.00	5.89	5.23	6.08

Source: Northern Trust

19



**University of Western Ontario
Performance Summary
Period Ending December 31, 2012**

Account / Group Name	Market Value	Annual Returns				
		31-Dec-12	31-Dec-11	31-Dec-10	31-Dec-09	31-Dec-08
Romspen Mortgage Investment Fd	41,461,750.00	--	--	--	--	--
Romspen Mortgage Investment Fd	41,461,750.00	--	--	--	--	--
Romspen Custom BM + 50 bps	69,200,531.47	3.62	9.66	6.65	5.91	6.06
SSGA	69,200,531.47	3.62	9.66	6.65	5.91	6.06
Liquidating Trust	14,672,415.36	21.57	1.53	7.00	-47.15	--
Liquidating Trust	14,672,415.36	21.57	1.53	7.00	-47.15	--
Operating Account	14,672,415.36	21.57	1.53	7.00	-47.15	--
Operating Account	14,672,415.36	21.57	1.53	7.00	-47.15	--
Money Market Fund	61,359,983.62	1.31	1.33	0.81	1.17	3.23
SSGA MMF	61,359,983.62	1.31	1.33	0.81	1.17	3.23
Immunized Bond Fund	5,592,815.49	2.65	9.12	6.00	2.81	7.98
Acad. Imm. Bd. Fund	3,906,132.91	2.62	8.94	--	--	--
Immunized Bond Fund	1,686,682.58	2.71	9.55	6.29	2.81	7.98
Balanced Funds	141,120,068.55	10.65	-1.57	--	--	--
UWO BAL GROWTH FD	100,662,344.14	11.52	-3.40	8.97	19.87	-24.35
UWO Balanced Growth Policy	40,457,724.41	10.43	-1.47	9.46	16.66	-20.49
UWO INCOME FUND	40,457,724.41	8.43	3.50	8.71	14.97	-10.94
UWO Balanced Income Policy	40,457,724.41	7.09	4.25	7.70	10.20	-5.93

* Balanced Funds are not included in the University of Western Ontario total plan market value and return

Source: Northern Trust

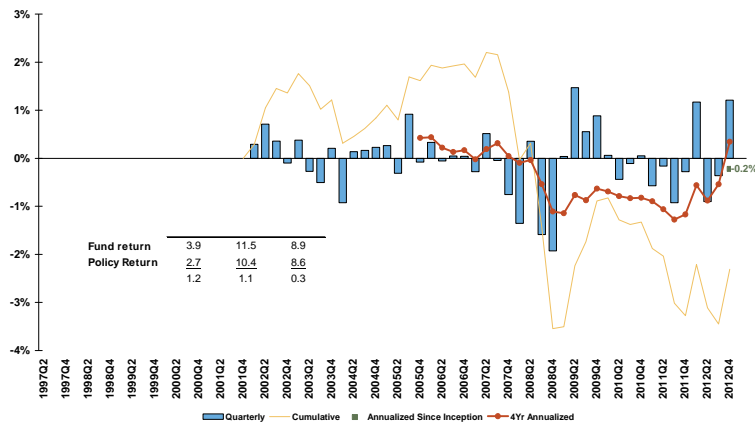
20



2. Balanced Funds

Balanced Growth Fund

Value Added Over Policy*
Value added in the fourth quarter of +121 bps



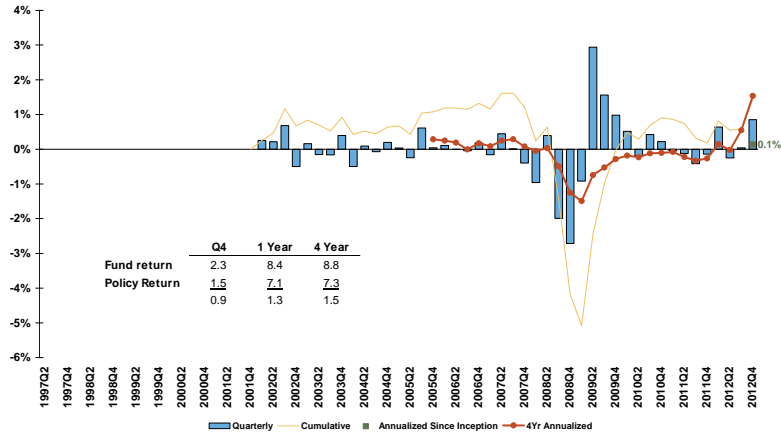
- Value added of +1.1% versus benchmark for the year and +0.4% over 4 years (2nd quartile for both)
- The absolute return of +8.9% over 4 years was strong
- Value lost of -0.2% since inception

* Policy: 70% Diversified Equity Fund Policy, 30% Diversified Bond Fund Policy

Balanced Income Fund

Value Added Over Policy*

Value added over the quarter of +85 bps



- › Value added of +134 bps over one year
- › Value added of +1.5% over 4 years and +0.1% since inception
- › The 5 year absolute performance (+4.5%) and relative performance (1st quartile) was strong, just above policy

* Policy: 30% Diversified Equity Fund Policy, 70% Diversified Bond Fund Policy

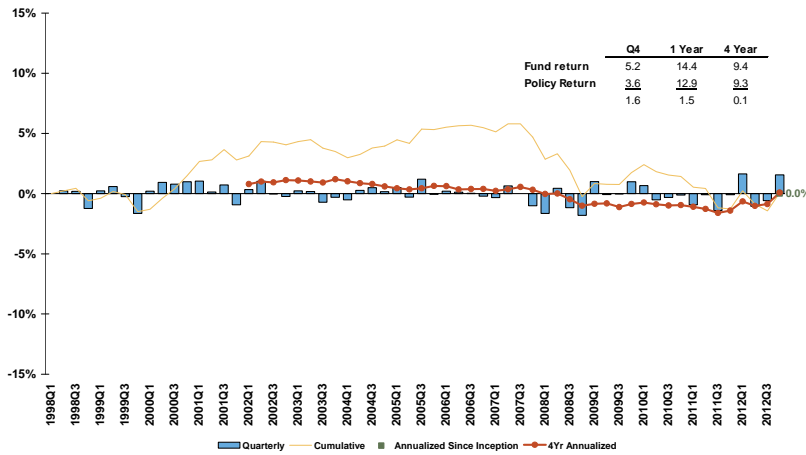


23



› 3. Equity Funds

Diversified Equity Fund Value Added from Policy*



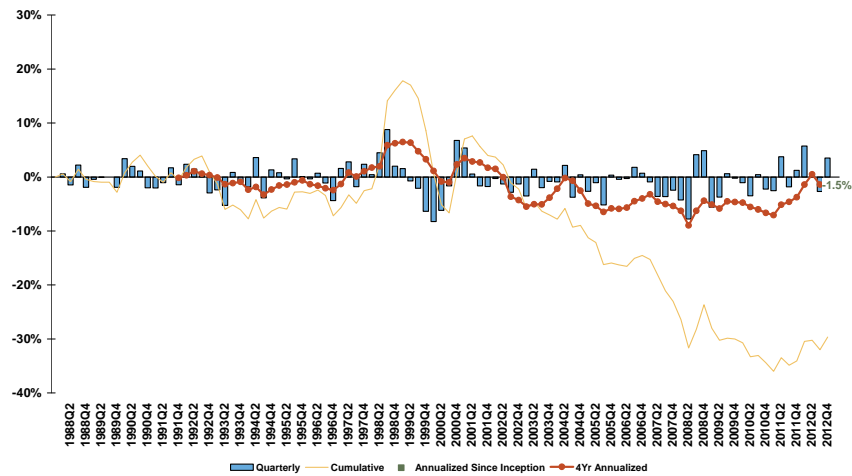
- › Outperformed policy return for the quarter by +156 bps
- › Strong absolute return of +14.4% for the year
- › Value added of +1.5% for the year and +0.1% over 4 years

* Policy as of Q4 2008 is 30% S&P/TSX Composite, 17.5% S&P 500 Hedged, 2.5% S&P 400 Hedged, 2.5% Russell 2000, 30% MSCI EAFE and 17.5% MSCI World. Previously 30% S&P/TSX Composite, 32% S&P 500 (50% hedged), 4% S&P 400 (hedged), 4% Russell 2000, 30% EAFE

25



Diversified Equity Fund Value Added Over S&P/TSX Composite



- › Chart is for reference; TSX is not a performance benchmark
- › Outperformed by +350 bps in Q4 and by +7.2% over the last year

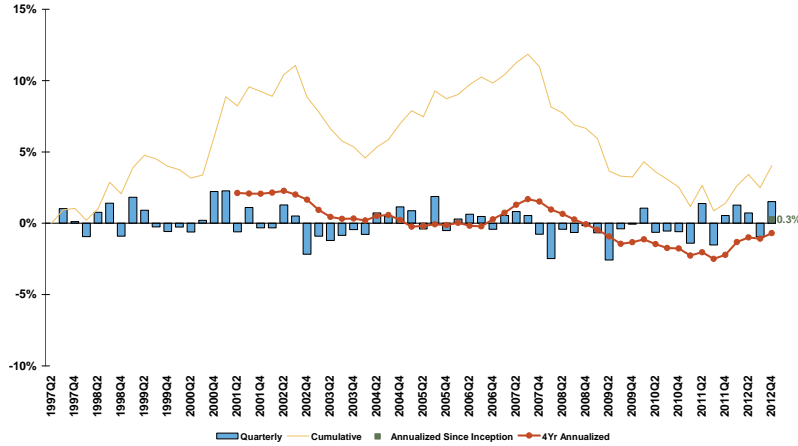
26



Canadian Equity Fund

Value Added Over S&P/TSX Composite

Lost -0.7% from benchmark over 4 years but below benchmark risk



- › Combined Canadian equity managers outperformed S&P/TSX Composite by +152 bps in the 4th quarter and +279 bps over 1 year (above median)
- › Since inception added value of +0.3% over the benchmark

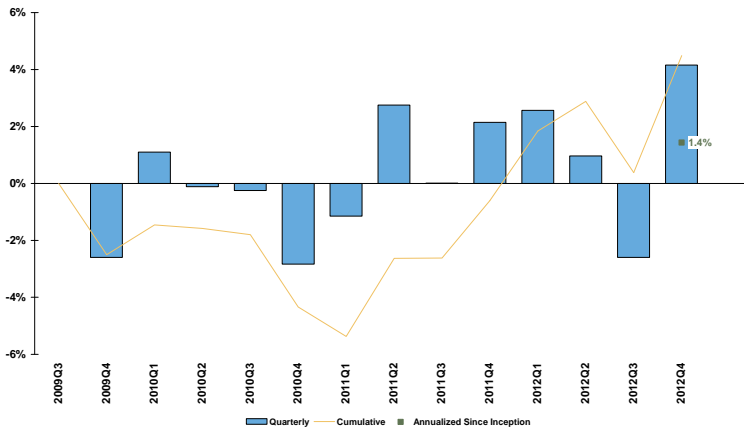
27

Russell Investments

Canadian Stocks – Beutel Goodman

Value Added Over S&P/TSX Composite

+1.4% Added Value Since Inception



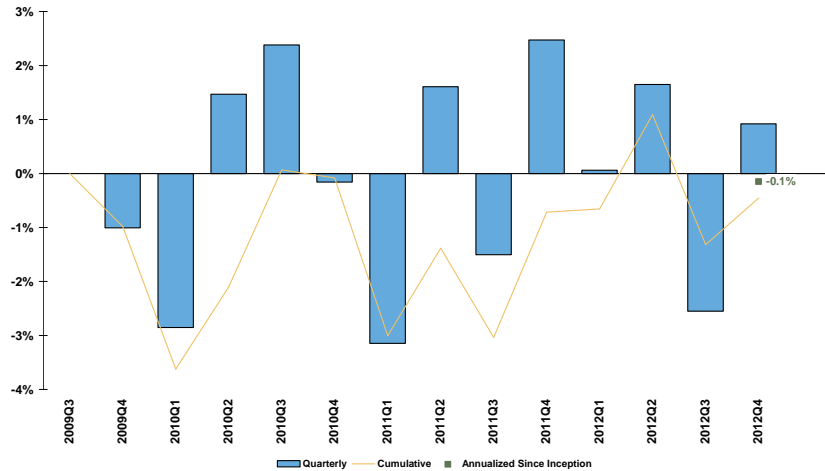
- › Outperformed the benchmark by +416 bps in Q4 (1st quartile)
- › Outperformed the benchmark by +5.5% for the year (1st quartile)
- › Overweight Consumers, Telecom, Industrials and Financials; underweight Materials and Energy
- › Russell rank: Retain

28

Russell Investments

Canadian Stocks – Beutel Goodman

Value Added Over MSCI Canada Value Index



- › Outperformed by +92 bps in the quarter and +.3% for the year, but slight underperformance of -0.1% since inception

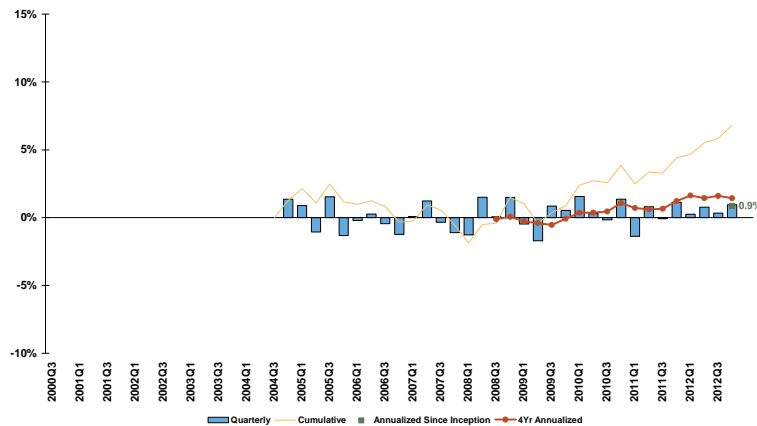
29



Canadian Stocks – Connor, Clark & Lunn

Value Added Over S&P/TSX Composite

Above benchmark by +1.5% over 5 years (2nd Quartile)



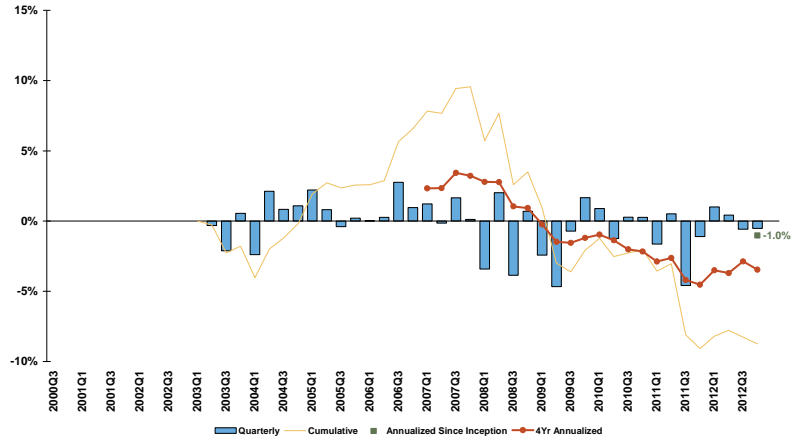
- › Outperformed by +94 bps in the quarter, +2.5% for the year & +1.5% for 4 yrs (2nd Qtle)
- › Overweight Financials; underweight Energy
- › Russell Rank: Hire

30



Canadian Stocks – Greystone

Value Added Over S&P/TSX Composite
Value lost of -3.5% over 4 years



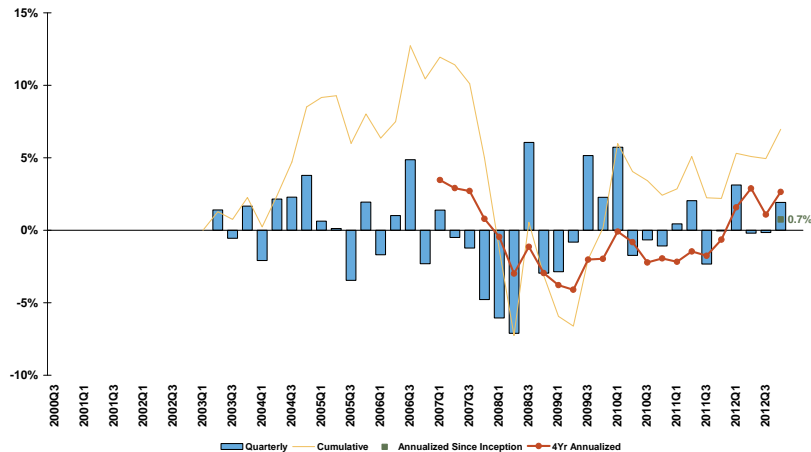
- › Value lost of -52 bps in the quarter, but adding +40 bps over one year
- › Value lost since inception of -1.0%
- › Underweight Telecommunication
- › Russell rank: Retain

31

Russell Investments

Canadian Stocks – Greystone

Value Added Over MSCI Canada Growth Index
Above style index over 4 years (+2.7%)



- › Value added of +192 bps in the quarter and +4.8% value added for the year
- › Since inception value added of +0.7%

32

Russell Investments

Canadian Stock Profile at December 31, 2012

	Beutel, Goodman	CC&L	Greystone	Composite	S&P/TSX Comp.
Portfolio Allocations					
Portfolio Size (\$M)	72.9	71.72	71.1	215.8	1.5 T
% of structure	33.8%	33.2%	33.0%	100.0%	---
Cash	1.6%	0.4%	2.2%	1.4%	0.0%
Style					
					STYLE NEUTRAL
Price/Book	1.9 x	1.8 x	1.9 x	1.9 x	1.8 x
Price/Earnings (Exc. Neg. Earnings)	13.4 x	13.4 x	15.8 x	14.1 x	14.6 x
Dividend Yield	2.9%	2.9%	2.4%	2.8%	3.0%
Price/Cash Flow	6.8 x	7.6 x	8.2 x	7.5 x	7.6 x
Company Size					
					CAP NEUTRAL
Large Cap (Over \$14.5B)	68.6%	57.0%	55.4%	60.4%	58.0%
Medium Cap (\$3.9B -- \$14.5B)	22.8%	19.3%	33.3%	25.0%	26.4%
Small Cap (Under \$ 3.9B)	8.6%	23.6%	9.8%	14.0%	15.6%
Market Cap Average Nlog (\$Bil)	31.9	27.4	27.0	28.8	27.8
Sector Weights (Red = 3% or more below index, Green = 3% or more above index)					
					MODERATE SECTOR BETS
Information Technology	1.3	2.7	3.8	2.6	1.3
Health Care	0.0	3.2	4.5	2.5	1.9
Consumer Discretionary	11.0	5.0	7.4	7.8	4.5
Consumer Staples	8.0	1.2	5.2	4.8	2.7
Energy	14.6	20.7	23.9	19.6	25.3
Materials	6.4	17.2	16.3	13.3	18.6
Industrials	9.8	8.8	6.2	8.3	6.1
Financial	38.3	35.6	31.2	35.1	32.5
Telecommunication Services	10.7	4.7	0.0	5.2	5.1
Utilities	0.0	0.9	0.0	0.3	1.9
Sector Deviation	20	7	8	10	---
Concentration					
% in Ten Largest Holdings	54.9	35.2	45.1	37.0	33.2
Number of Holdings	35	199	40	221	244

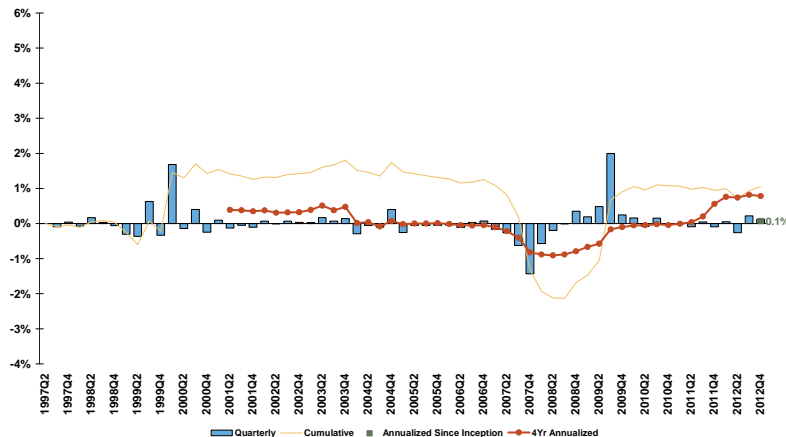
33



Total U.S. Equity

Value Added over US Equity Benchmark*

Outperformed benchmark by +0.8% over 4 years and +0.5% over 5 yrs



- › Outperformed benchmark (+12 bps) in 4th quarter and over one year (+13 bps)
- › Absolute return of 14.5% over the last 4 years (1st quartile)

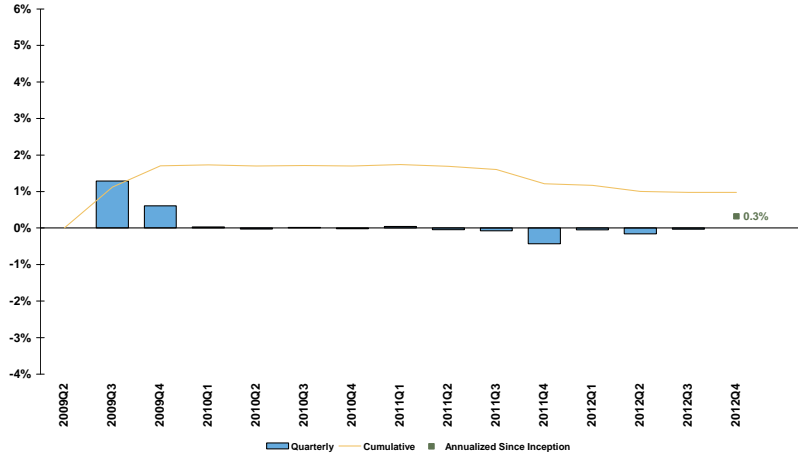
*Inception date of benchmark is 6/30/1997

34



U.S. Equity Hedged – SSgA S&P 500

Value Added vs. S&P 500 C\$ Hedged
Value Added of +0.3% since inception



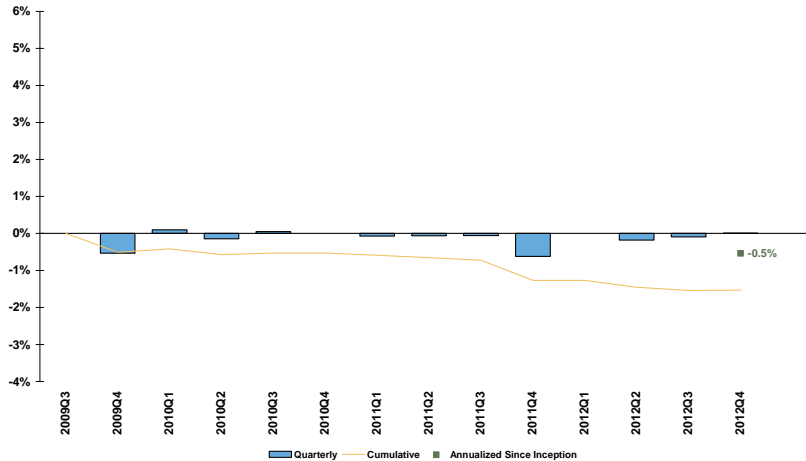
› Flat against benchmark in the 4th quarter and underperformed by -27 bps for the year

35



U.S. Mid-Cap Equity Hedged – SSgA

Value Added vs. S&P 400 C\$ Hedged Index
Value lost of -0.5% since inception



› Slightly outperformed benchmark in 4th quarter (+1 bps) but underperformed by -30 bps for the year

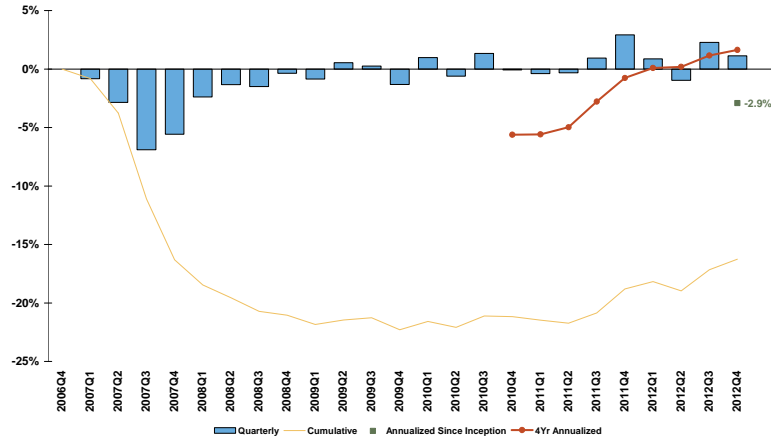
36



U.S. SC Equity Unhedged – PanAgora

Value Added vs. Russell 2000

Value add of +1.6% over 4 years and slightly above benchmark over 5 years



- › Outperformed by +112 bps in the 4th quarter and by +3.6% for the year
- › Overweight Consumer Discretionary and Energy
- › Russell rank: Review

37



U.S. Stock Profile

at December 31, 2012

	PanAgora	Russell 2000
Portfolio Allocations		
Portfolio Size (\$M)	11.9 M	1.2 T
Cash	0.7%	0.0%
Style		
		SLIGHT VALUE TILT
Price/Book	1.8 x	1.8 x
Price/Earnings (Exc. Neg. Earnings)	15.0 x	17.5 x
Dividend Yield	1.1%	1.5%
Price/Cash Flow	10.2 x	13.2 x
Company Size		
		SMALL CAP
Large Cap (Over \$58.2B)	0.0%	0.0%
Medium Cap (\$5.7 B – \$58.2B)	0.0%	0.0%
Small Cap (Under \$5.7 B)	100.0%	100.0%
Market Cap Average Nlog (\$Bil)	1.3	1.3
Sector Weights (Red = 3% or more below index, Green = 3% or more above index)		
		MODEST SECTOR BETS
Information Technology	17.2	16.6
Health Care	10.5	12.1
Consumer Discretionary	18.6	14.0
Consumer Staples	0.9	3.5
Energy	9.7	6.1
Materials	4.7	5.3
Industrials	14.5	15.5
Financial	22.0	22.9
Telecommunication Services	0.5	0.7
Utilities	1.4	3.4
Sector Deviation	7	---
Concentration		
% in Ten Largest Holdings	12.3	2.6
Number of Holdings	340	1978

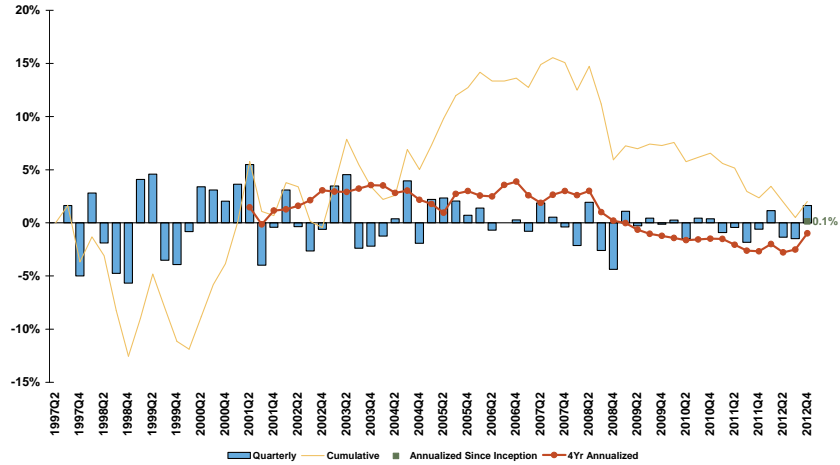
38



Non-North American Equity (EAFE) Fund

Value Added over MSCI EAFE Index

Long term value added flat, but -1.4% value lost over 4 years



- Outperformed MSCI EAFE in 4th quarter by +162 bps but underperformed by -0.4% for the year

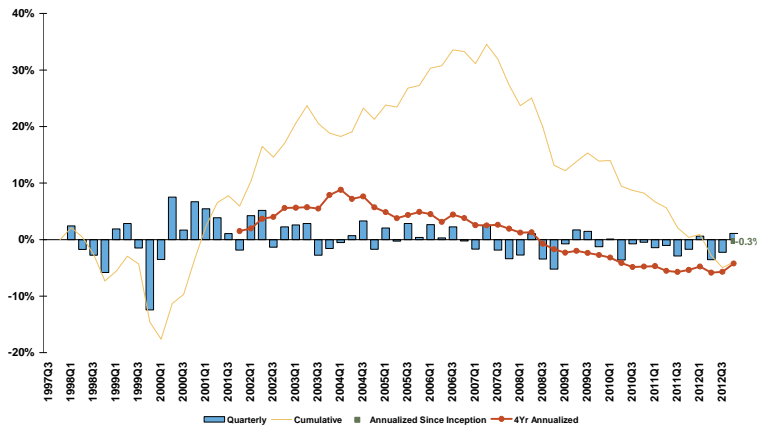
39



NNA Stocks - Alliance Bernstein

Value Added Over MSCI EAFE

Slightly under benchmark since inception (-0.3%)



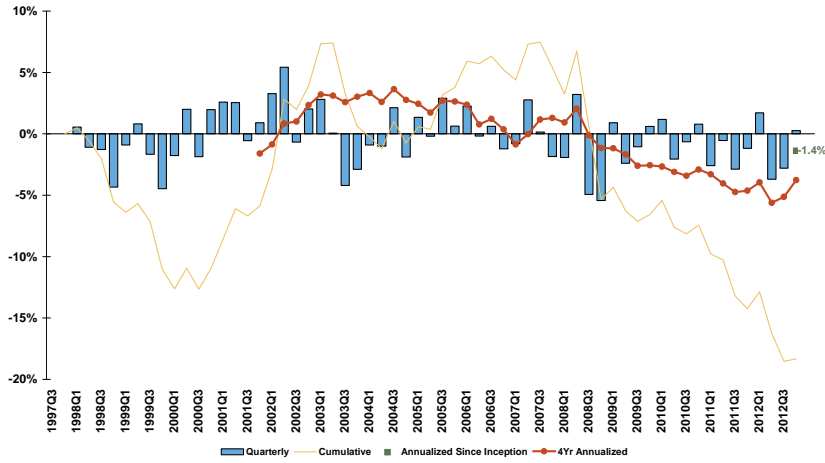
- Outperformed by +110 bps in the quarter but underperformed by -5.0% over one year (4th quartile)
- Underperformed by -4.2% over last 4 years (4th quartile)
- Overweight Consumer Discretionary & Energy; underweight Consumer Staples & Industrials
- Russell rank: Review

40



NNA Stocks - Alliance Bernstein

Value Added Over MSCI EAFE Value Index



- › Outperformed by +26 bps in the quarter
- › Below value index over the last year (-5.5%), 4 years (-3.8%) and since inception (-1.4%)

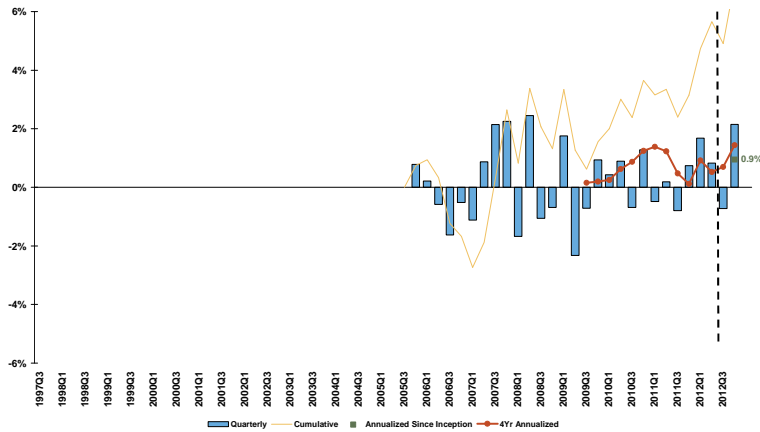
41

Russell Investments

NNA Stocks – MFS International / Fidelity

Value Added Over MSCI EAFE Index

Above benchmark since inception by +0.9%



- › MFS replaced Fidelity in Q3 2012 (demarcated)
- › Value added of +215 bps in the 4th quarter (1st quartile)
- › Overweight Consumers and IT but Underweight Energy & Utilities

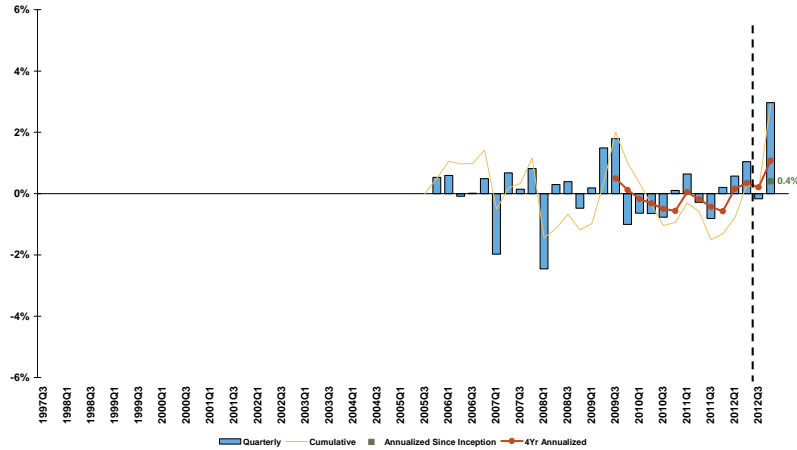
42

Russell Investments

NNA Stocks – MFS International / Fidelity

Value Added Over MSCI EAFE Growth Index

Value added of +0.4% since inception



- › MFS replaced Fidelity in Q3 2012 (demarcated)
- › Outperformed by +297 bps in the 4th quarter

43

Russell Investments

EAFE Stock Profile

at December 31, 2012

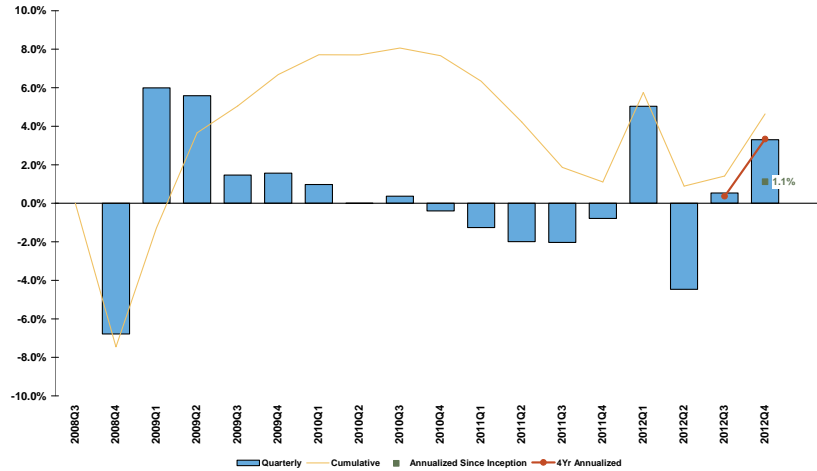
	AllianceBernstein (EAFE Fund)	MFS International	EAFE Composite	MSCI EAFE
Portfolio Allocations				
Portfolio Size (\$M)	77.4	78.4	155.8	10.9 T
% of structure	49.7%	50.3%	100.0%	—
Cash	1.6%	1.1%	1.4%	0.0%
Style				
RELATIVELY NEUTRAL				
Price/Book	1.1 x	1.9 x	1.4 x	1.4 x
Price/Earnings (Exc. Neg. Earnings)	11.1 x	17.3 x	13.8 x	13.8 x
Dividend Yield	3.7%	2.5%	3.1%	3.4%
Price/Cash Flow	5.2 x	8.7 x	6.6 x	7.0 x
Cap Size				
CAP NEUTRAL				
Large Cap (Over \$22.2B)	57.0%	71.0%	64.2%	63.0%
Medium Cap (\$3.1B – \$22.2B)	38.9%	28.6%	33.6%	34.6%
Small Cap (Under \$3.1 B)	3.2%	0.4%	1.8%	2.2%
Market Cap Average Nlog (\$B)	54.9	56.3	55.6	58.0
Sector Weights (Red = 3% or more below index, Green = 3% or more above index)				
MODEST SECTOR BETS				
Information Technology	5.0	10.8	8.0	4.3
Health Care	9.0	7.3	8.1	9.8
Consumer Discretionary	15.6	14.4	15.0	10.7
Consumer Staples	8.1	16.7	12.5	11.6
Energy	12.3	4.4	8.3	7.7
Materials	9.7	10.8	10.3	9.8
Industrials	9.0	11.0	10.0	12.6
Financial	22.4	21.8	22.1	24.7
Telecommunication Services	5.3	2.3	3.8	4.9
Utilities	3.6	0.4	2.0	3.9
Sector Deviation	9	11	7	—
Country Allocation				
MODEST COUNTRY BETS				
United Kingdom	25.3	20.7	22.9	22.6
Total Europe Ex United Kingdom	32.6	45.8	39.2	42.8
Japan	25.9	14.2	19.9	20.0
Pacific Basin Ex Japan	12.1	12.0	12.0	14.1
% in Emerging Market Countries	7.4	7.5	7.5	0.0
Country Deviation (Equity MV)	10.0	13.1	8.0	—
% in Non Index Countries	7.5	11.4	9.5	—
Concentration				
% in Ten Largest Holdings	22.9	26.7	15.0	13.1
Number of Holdings	114	72	177	909

44

Russell Investments

Global Stocks

Value Added Over MSCI World Index
Since inception value added of +1.1%



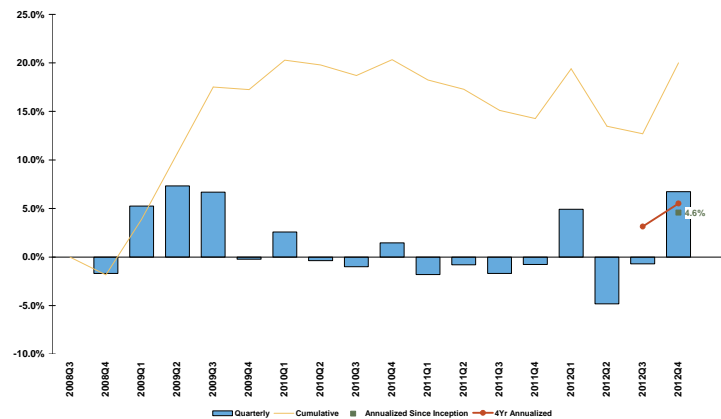
- > Value added of +330 bps in the 4th quarter
- > Value added of +3.3% over four years (1st quartile)

45

Russell Investments

Global Stocks – Harris

Value Added Over MSCI World Index
Significant value added of +4.6% since inception



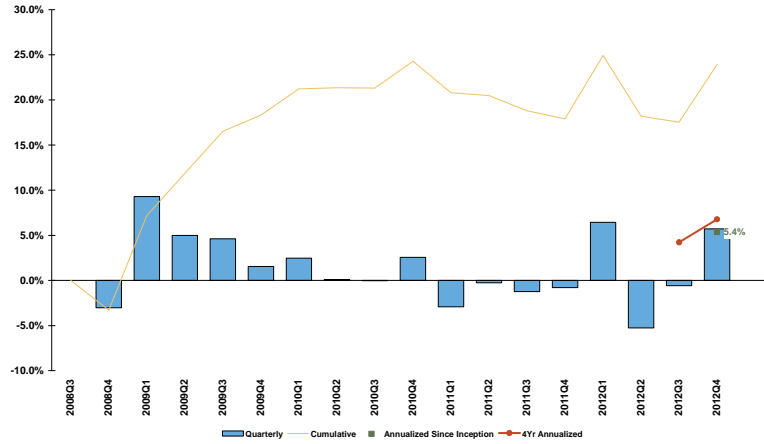
- > Value added of +673 bps in 4th quarter and +5.7% for one year
- > Value added of +5.5% over four years (1st quartile)
- > Overweight Technology, Consumer Discretionary and Financials; underweight Health Care, Consumer Staples, Energy, Utilities and Telecom
- > Russell Rank: Hire

46

Russell Investments

Global Stocks – Harris

Value Added Over MSCI World Value Index
Significant value added of +5.4% since inception



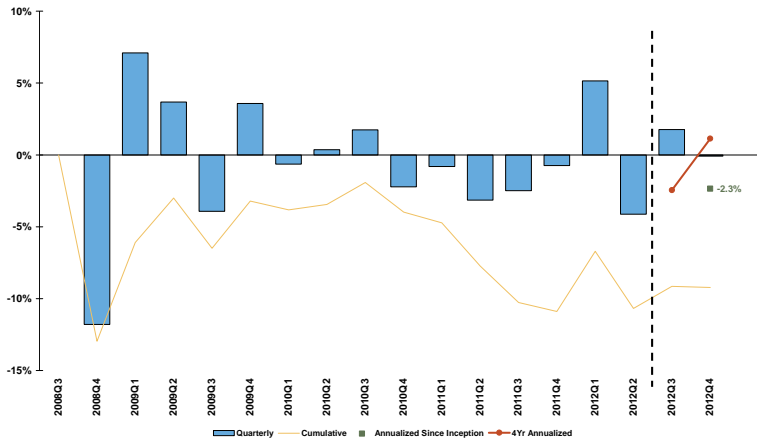
› Value added of +572 bps in 4th quarter

47

Russell Investments

Global Stocks – T. Rowe Price Combined

Value Added Over MSCI World Index



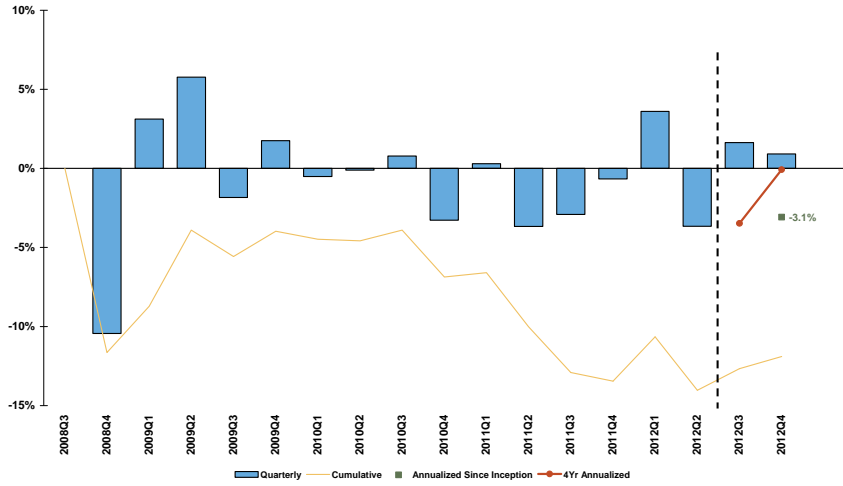
- › Value lost of -8 bps in 4th quarter
- › T Rowe Price Large Cap added in Q3 2012 (demarcated)
- › Overweight Technology and Financials
- › Russell Rank: Hire

48

Russell Investments

Global Stocks – T. Rowe Price Combined

Value Added Over MSCI World Growth Index



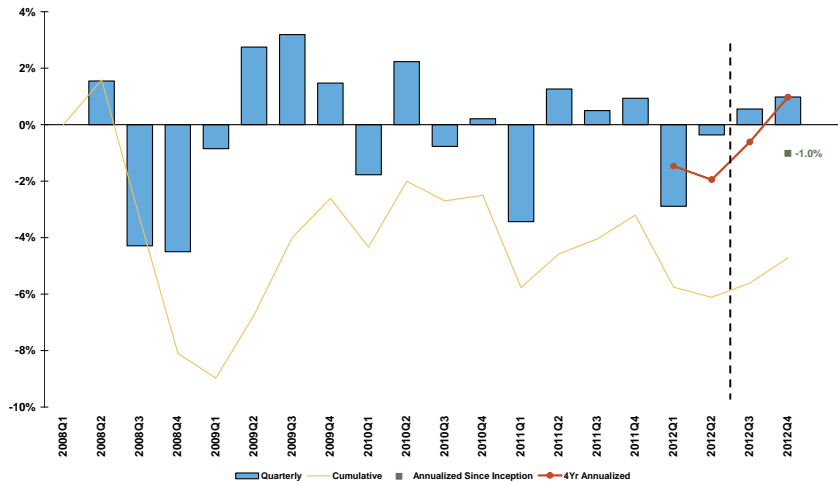
- › Value added of +91 bps in the quarter
- › T Rowe Price Large Cap product change in Q3 2012 (demarcated)

49



Global Stocks – Aberdeen

Value Added Over MSCI World Index



- › Value added of +98 bps in the quarter
- › Aberdeen replaced Mackenzie in Q3 2012 (demarcated)

50



Global Stock Profile at December 31, 2012

	Harris Associates	T. Rowe Price	Global Equity Comp.	Aberdeen	MSCI World Index
Portfolio Allocations					
Portfolio Size (\$M)	43.0	40.9	83.9	3.4	25.5 T
% of structure	51.2%	48.8%	100.0%	---	---
Cash	5.1%	0.8%	3.0%	7.4%	0.0%
Style					
			SLIGHT GROWTH BIAS	NEUTRAL	
Price/Book	1.6 x	2.4 x	1.9 x	2.0 x	1.8 x
Price/Earnings (Exc. Neg. Earnings)	15.0 x	17.7 x	16.3 x	13.5 x	14.7 x
Dividend Yield	2.4%	1.6%	2.0%	3.1%	2.8%
Price/Cash Flow	8.4 x	11.5 x	9.7 x	8.8 x	8.5 x
Cap Size					
			MC OVERWEIGHT	MC UNDERWEIGHT	
Large Cap (Over \$22.2B)	58.8%	57.3%	58.6%	95.8%	66.1%
Medium Cap (\$3.1B - \$22.2B)	40.2%	41.0%	40.6%	1.4%	32.7%
Small Cap (Under \$3.1 B)	0.0%	0.0%	0.0%	0.0%	1.1%
Market Cap Average Nlog (\$B)	52.1	65.7	58.8	93.7	79.4
Sector Weights (Red = 3% or more below index; Green = 3% or more above index)					
			SIGNIFICANT SECTOR BETS		
Information Technology	19.9	15.2	17.5	12.5	11.9
Health Care	1.0	10.1	5.6	13.3	10.5
Consumer Discretionary	27.6	10.6	19.1	1.0	11.2
Consumer Staples	3.9	12.2	8.1	16.4	10.6
Energy	1.8	7.4	4.5	14.7	10.3
Materials	5.7	4.2	4.9	6.9	7.0
Industrials	13.1	11.8	12.5	8.4	11.0
Financial	27.0	24.8	25.9	19.7	20.3
Telecommunication Services	0.0	1.8	0.9	5.1	3.8
Utilities	0.0	1.9	0.9	2.1	3.5
Sector Deviation	25	6	15	13	---
Country Allocation					
			LARGE BETS	LARGE BETS	
United Kingdom	1.5	8.6	5.1	17.6	9.6
Total Europe Ex United Kingdom	41.5	14.1	28.1	29.0	18.3
Japan	13.5	4.6	9.0	6.6	8.5
Pacific Basin Ex Japan	---	21.3	10.4	13.3	6.0
United States	40.8	41.0	40.9	23.6	52.5
% in Emerging Market Countries	1.0	25.8	13.1	15.7	0.0
Country Deviation (Equity MV)	24.8	15.8	16.5	33.5	---
% in Non Index Countries	1.0	25.9	13.5	20.0	---
Concentration					
% in Ten Largest Holdings	36.5	16.3	20.0	34.8	9.9
Number of Holdings	40	141	171	46	1610

51

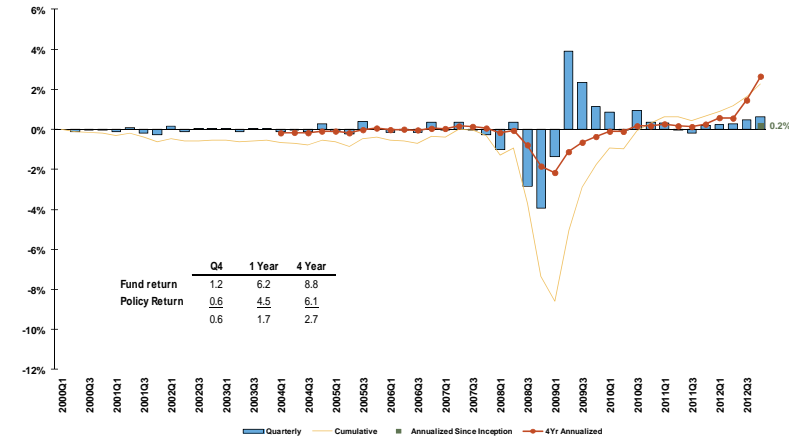


4. Fixed Income Funds

Diversified Bond Fund

Value Added Over Policy*

Added Value of +0.5% over 5 years and +0.2% since inception



- > Outperformed the benchmark by +63 bps in Q4 and by +1.7% over the past year
- > Added value over benchmark by +2.7% over 4 years (1st Quartile)

* Policy: 66.5% DEX Universe Index, 33.5% BC Global Aggregate Hdg CAD since 01/31/07

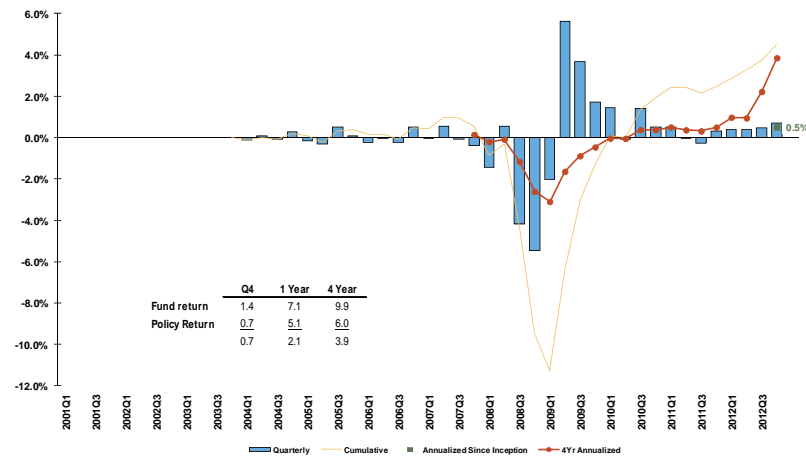
53



Bonds – Alliance Bernstein Core+

Value Added Over Alliance Bernstein Benchmark

Value added of +3.9% over 4 years and 0.8% over 5 years (above median)



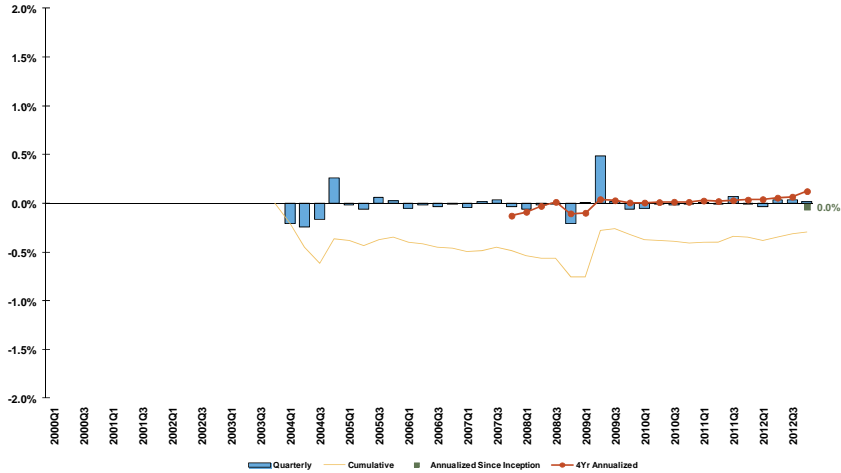
- > Outperformed the benchmark by +71 bps over the quarter
- > Outperformed by +2.1% for the year
- > Russell rank: Hire

54



Bonds (State Street)

Value Added Over DEX Universe
Slightly trailing benchmark since inception



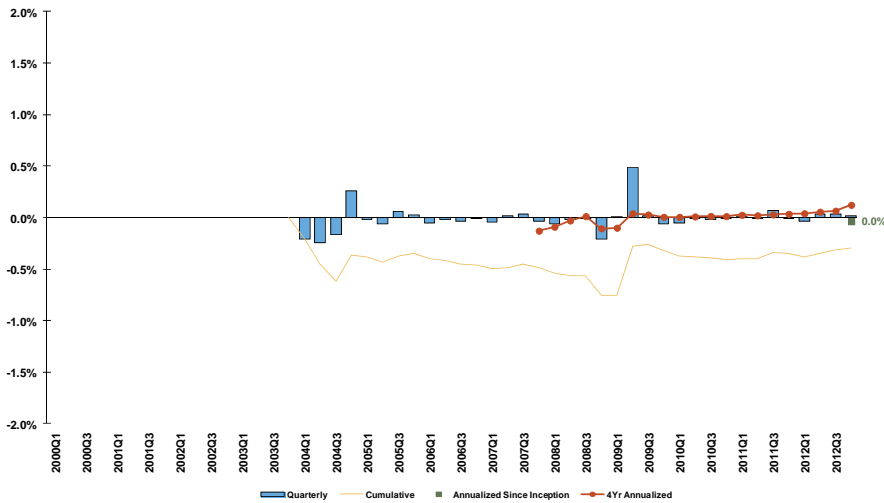
- › Just above benchmark in 4th quarter (+2 bps)
- › Russell rank: Retain

55



Canadian Bond Fund - State Street

Value Added Over DEX Universe



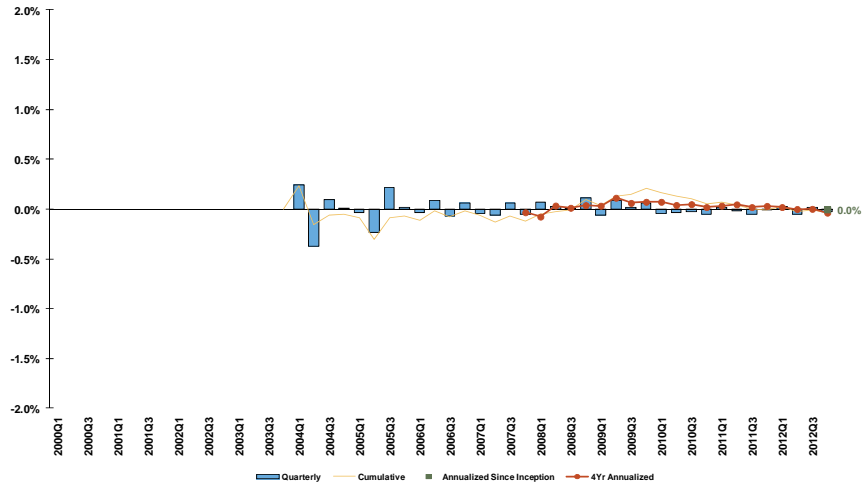
- › Matched benchmark since inception

56



Long Term Bond Fund – State Street

Value Added Over DEX Long Term Index
Keeping pace with the benchmark



› Russell rank: Low Interest

57



Canadian Bond Profile*

at December 31, 2012

	AllianceBernstein	StateStreet	Fund Composite**	DEX Universe
Portfolio Allocations				
Portfolio Size (\$M)	\$167.2	\$72.5	\$239.7	
% of Structure	70%	30%	100%	
Number of Holdings	315	771	n/a	1,210
Characteristics				
HIGHER YIELD / LOWER DURATION				
Modified Duration (Yrs)	6.6	7.0	6.7	7.0
Yield to Maturity	2.9%	2.3%	2.7%	2.3%
Term Structure (%)				
MID TERM OVERWEIGHT				
Cash	-1	0	0	0
Short (1-5 years)	38	46	40	45
Medium (5-10 years)	43	24	37	26
Long (10+ years)	21	30	23	29
Sector Weights (% of Portfolio)				
PROVINCIAL UNDERWEIGHT				
Federal Bonds	43	45	43	41
Provincial & Municipal Bonds	13	29	18	31
Corporate Bonds	30	26	29	28
Foreign Government	7	0	5	0
Foreign Corporate	2	0	1	0
Other (MBS, CMBS, ABS, etc.)	6	0	4	0
Cash	-1	0	0	0
Quality:				
LOWER QUALITY BIAS				
AAA	48	49	48	46
AA	11	23	15	23
A	17	22	18	23
BBB	22	6	17	8
Lower than BBB	2	0	2	0

*Data as of December 31, 2012

**Fund composite represents a dollar-weighted combination of the manager supplied information

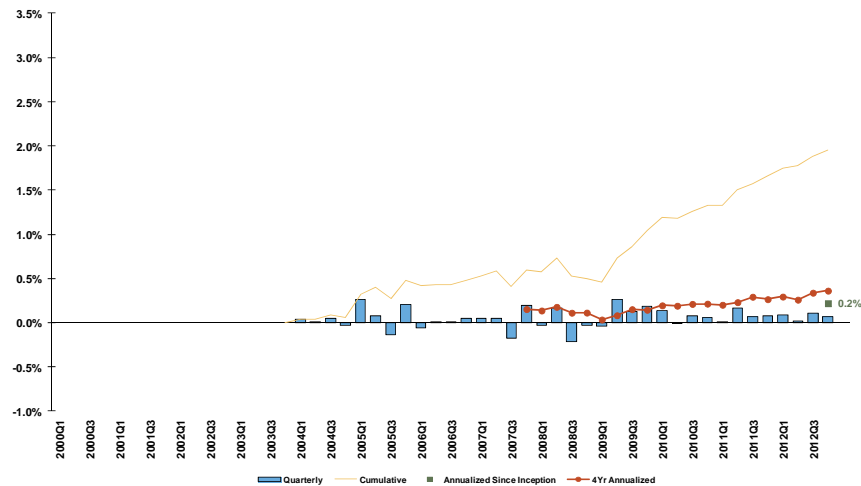
58



5. Money Market Fund

Money Market – State Street

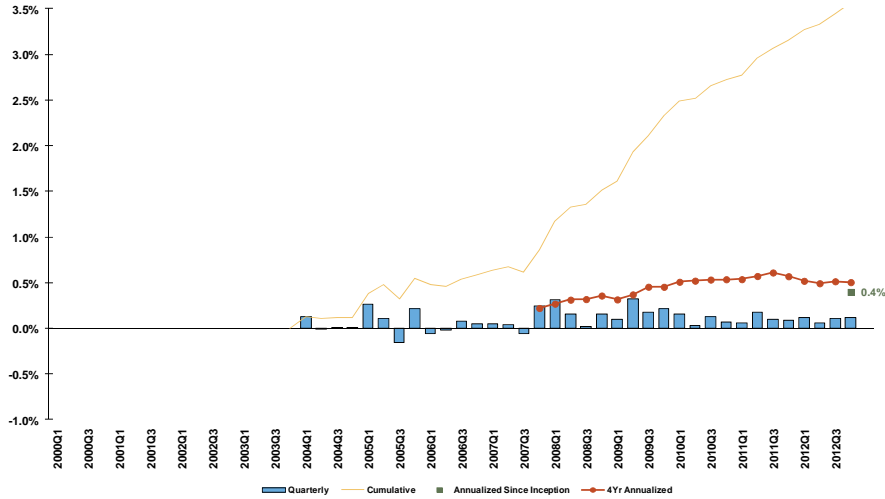
Value Added Over DEX 91 Day T-Bills



- > Outperformed the benchmark by +12 bps for the quarter
- > Value added of +0.2% since inception

Money Market – State Street

Value Added Over DEX 30 Day T-Bills



› Secondary benchmark

61

Russell Investments

Russell Investments

6. Target Date Funds

Target Date Funds

Portfolio Positions: December 31, 2012

A. Duration

Fund	Duration		Deviation	
	Target	Actual	Actual	Maximum
June 1, 2014	1.42	1.48	0.06	0.07
June 1, 2016	3.42	3.46	0.04	0.17
June 1, 2018	5.42	5.41	-0.01	0.27

B. Dispersion

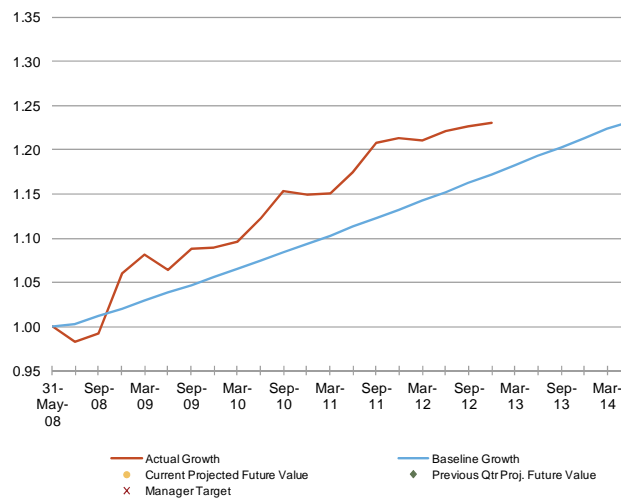
Fund	Years to Maturity	Short Term Holdings	
		Actual	Maximum
June 1, 2014	1.42	2.9%	25%
June 1, 2016	3.42	0.2%	25%
June 1, 2018	5.42	0.0%	25%

63

Russell Investments

Target Date Fund Performance Tracking

June 1, 2014 Fund – Growth of a dollar

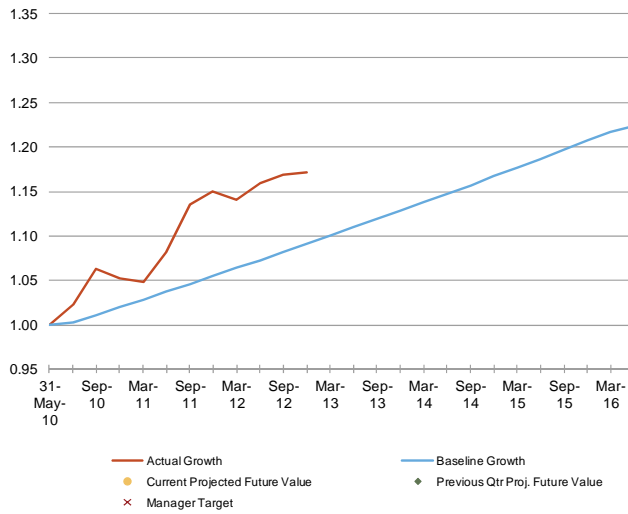


64

Russell Investments

Target Date Fund Performance Tracking

June 1, 2016 Fund – Growth of a dollar

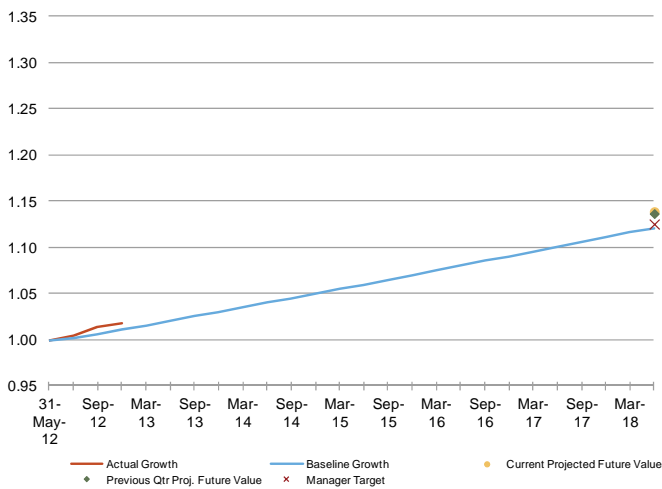


65

Russell Investments

Target Date Fund Performance Tracking

June 1, 2018 Fund – Growth of a dollar



66

Russell Investments



"Russell," "Russell Investments," "Russell 1000," "Russell 2000," and "Russell 3000" are registered trademarks of the Frank Russell Company.

www.russell.com