

*The University of Western Ontario Pension Plan*



# **Performance and Manager Review First Quarter 2010**

---

**June 14, 2010**

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

# Capital Markets Commentary

## First Quarter 2010

### **Recovery continues in first quarter**

A series of optimistic economic indicators helped push most equity markets into positive territory in the first quarter of 2010, as the global economic recovery appears to be gaining momentum.

### **Health Care and Financials sectors lift Canadian stock market**

The S&P/TSX Composite Index gained a solid 3.1% in the first quarter. Nine out of 10 S&P/TSX sectors finished in positive territory, with Health Care leading the way with a 10.3% gain. The sector was mainly boosted by stocks in health care, technology and pharmaceuticals. Financials was the second best performing sector, which was up 8.1% in the quarter. The Financials sector benefited from strong earnings from banks and the rise in value of real estate management stocks. Consumer Discretionary was the third best performing sector, returning 6.2%. Stocks dealing with automobile parts and equipment were the largest outperformers in this sector. Energy was the lone negative S&P/TSX sector, down -1.9% in the quarter. Coal and consumable fuels stocks declined the most within the Energy sector. In addition to solid sector growth, the Canadian stock market was also buoyed by signs of strong economic gains. According to Statistics Canada, the country's economic growth accelerated in January 2010 at its fastest pace in more than three years. The nation's gross domestic product (GDP) expanded 0.6% on a month-over-month basis in the first month of the year. January's expansion suggests Canada's economy is showing no sign of slowing from the solid pace it established in the final three months of 2009. The Canadian dollar continued to climb towards parity with the U.S. dollar during the quarter, based on optimistic projections for Canada's economy. This development has led some investors to believe that the Bank of Canada will boost interest rates soon, which was only 0.25% at the end of the quarter. The DEX Universe Bond Index returned 1.3% in this interest rate environment. Corporate bonds (2.2%), long term (2.6%) and high yield (4.8%) continue to outperform in the quarter.

# Capital Markets Commentary

## Page 2

### **U.S. markets continue to rebound**

South of the border, the Russell 3000 Index posted a quarterly advance of 2.5% for the first three months of 2010. US returns were even better, if they were hedged (S&P 500 = 2.0% while S&P 500 hedged = 5.1%). Similar to the Canadian equity market, investors were encouraged by an assortment of positive economic indicators. The U.S. Conference Board's gauge of consumer confidence rose to 52.5 in March from 46.4 in February. The confidence index, which regained about half of the 11 points it had lost in February, has been recovering slowly since reaching a record low of 25.3 in February 2009. The U.S. Department of Commerce reported that consumers boosted their spending by 0.3% in February, the fifth-straight monthly gain. The increase, which occurred despite incomes remaining flat for the month, was slightly below the 0.4% recorded in January. Figures released by the Institute for Supply Management (ISM) showed activity in the U.S. manufacturing sector expanded in March for the eighth consecutive month and at its fastest pace since July 2004. The ISM's manufacturing diffusion index rose to 59.6% last month from 56.5% a month earlier.

### **Foreign markets decline**

Foreign stock markets had slightly negative returns in the first quarter, as the MSCI EAFE Index returned -2.3%. World markets were negatively impacted amid mounting concerns about a potential Greek debt default as the country's borrowing costs continued to increase. The ongoing Greek debt crisis and the threat it poses to global economic stability, particularly in Europe, is a situation that will need to be monitored by investors as the country seeks to bail itself out of a massive deficit. Germany, Europe's largest economy, showed signs of economic growth. Germany's Federal Employment Office reported the number of unemployed German workers contracted by a seasonally-adjusted 31,000 in March, pushing the nation's jobless rate down 0.1% to 8%. Most economists had been expecting unemployment to climb by 10,000. However, the unemployment rate in the 16 countries that make up the eurozone rose to 10% in February, from 9.9% in the previous three months. The rate is the highest since August 1998, according to the European Union statistics agency Eurostat. In Asia, the Bank of Japan (BoJ) showed business sentiment at the nation's largest firms improved for the fourth consecutive quarter in the first three months of the year.

# Capital Markets Commentary

## Page 3

The BoJ's Tankan index climbed to -14 in March, up from -25 three months earlier. The index touched a record-low of -58 in March 2009. Hong Kong also enjoyed positive economic indicators as two separate reports showed manufacturing activity in China accelerated in March. HSBC's purchasing managers index (PMI) rose from 55.8 in February to 57 in March – the third highest reading in the survey's six year history. An index compiled by China's Federation of Logistics and Purchasing also showed activity at the nation's manufacturers picked up last month, rising to 55.1 from 52 in February. The MSCI Emerging Markets Index fell -0.9% as the emerging market countries were weaker on average, due to concerns over the sustainability of the economic recovery and expectations of tighter monetary policies in some markets going forward.

	<b>1st Quarter 2010</b>	<b>1 Year</b>	<b>4 Years</b>
S&P/TSX Composite	3.1%	42.2%	2.7%
Russell 3000	2.5%	22.9%	-3.8%
MSCI EAFE	-2.3%	25.2%	-3.8%
DEX Universe Bonds	1.3%	5.1%	5.3%
CPI (Inflation)	1.1%	1.8%	1.7%

# Capital Market Returns (In Canadian \$)

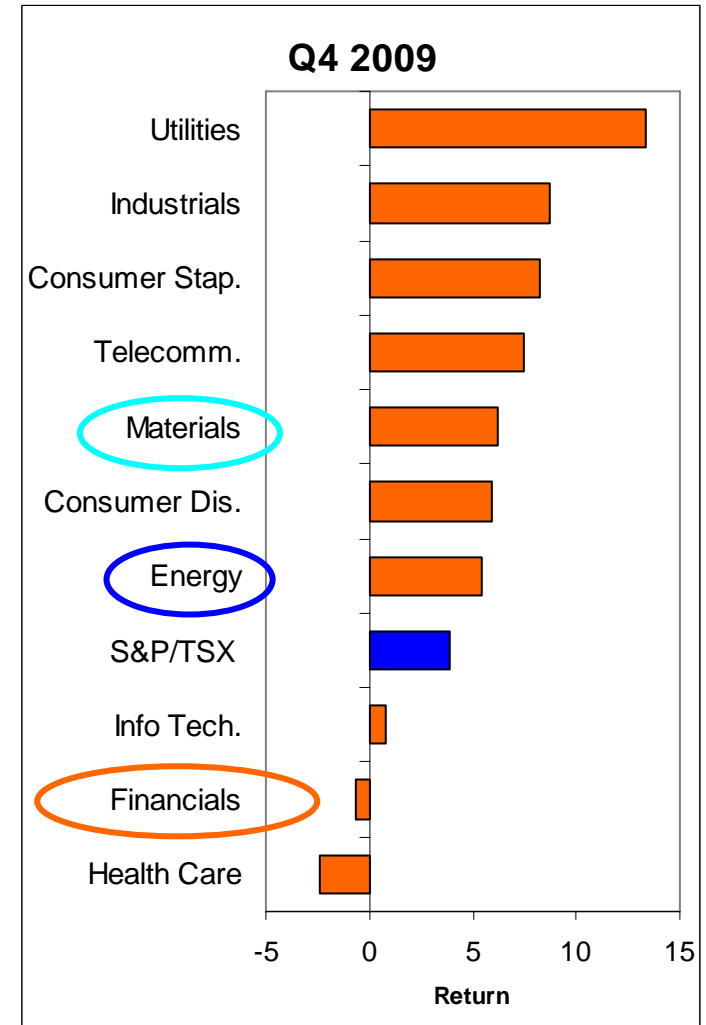
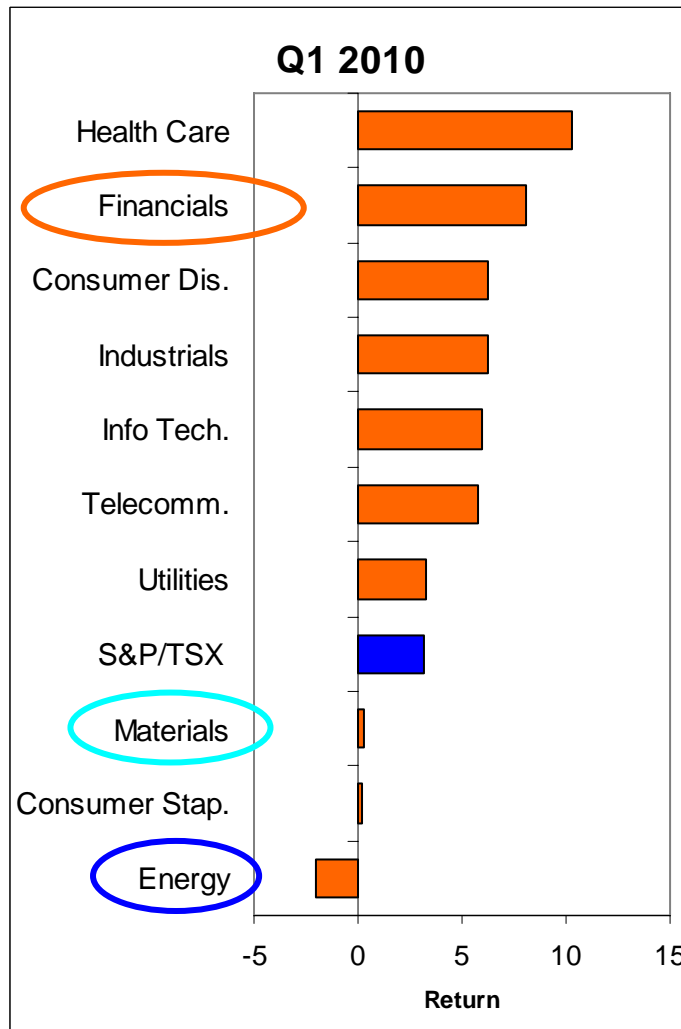
Periods Ending March 31, 2010

	3 Mths	YTD	1 Yr	2 Yrs	3 Yrs	4 Yrs	5 Yrs	2009	2008	2007	2006
S&P/TSX Composite	3.14	3.14	42.15	(1.99)	(0.03)	2.72	7.41	(32.42)	4.00	11.42	28.43
MSCI Canada Value	7.10	7.10	56.94	4.41	1.53	3.94	8.25	(30.54)	(4.00)	11.51	27.38
MSCI Canada Growth	(1.70)	(1.70)	23.46	(8.59)	(1.13)	1.84	7.37	(32.32)	15.69	11.28	32.65
DEX Universe Bonds	1.26	1.26	5.13	5.03	5.28	5.33	5.23	4.93	5.78	5.46	4.86
DEX Long Term Bonds	2.60	2.60	7.91	4.52	4.55	5.03	5.93	1.24	4.60	6.51	9.57
DEX 91 Day T-Bill	0.05	0.05	0.34	1.37	2.44	2.88	2.87	2.41	4.63	4.18	2.84
BC Aggregate Bd (\$Cdn)	(1.50)	(1.50)	(13.16)	4.79	1.69	2.61	1.79	26.45	(4.24)	5.41	(1.40)
S&P 500	1.99	1.99	20.77	(4.25)	(8.18)	(3.81)	(1.61)	(24.08)	(15.58)	10.59	7.73
S&P 500 \$Cdn Hedged	5.06	5.06	46.91	(6.32)	(6.33)	(2.33)	0.13	(40.26)	(6.35)	10.74	10.60
S&P 400 MidCap	5.58	5.58	32.31	1.82	(4.98)	(2.06)	1.53	(21.64)	(17.26)	7.24	17.28
S&P 400 MidCap \$Cdn Hdgd	8.71	8.71	60.71	(1.08)	(3.55)	(0.93)	2.98	(39.11)	(8.31)	7.36	20.21
Russell 1000	2.29	2.29	22.25	(3.80)	(8.00)	(3.67)	(1.23)	(24.30)	(15.87)	10.59	9.15
Russell 2000	5.34	5.34	31.25	0.29	(8.02)	(4.98)	(0.22)	(23.36)	(22.62)	4.73	21.35
Russell 3000	2.53	2.53	22.93	(3.48)	(8.02)	(3.80)	(1.15)	(24.22)	(16.45)	10.04	10.19
Russell 3000 \$Cdn Hedged	5.61	5.61	49.46	(5.70)	(6.25)	(2.38)	0.53	(40.50)	(7.34)	10.20	13.10
Russell 3000 Value	3.59	3.59	24.55	(6.00)	(11.10)	(5.20)	(2.32)	(29.06)	(20.49)	14.93	10.12
Russell 3000 Growth	1.49	1.49	21.36	(1.21)	(5.07)	(2.57)	(0.12)	(19.59)	(12.35)	5.35	10.31
MSCI EAFE	(2.31)	(2.31)	25.15	(9.13)	(10.47)	(3.80)	0.63	(34.03)	(13.08)	19.35	20.47
MSCI EAFE Value	(3.39)	(3.39)	28.61	(8.88)	(11.70)	(4.29)	0.21	(35.44)	(17.08)	21.85	20.44
MSCI EAFE Growth	(1.25)	(1.25)	21.91	(9.42)	(9.30)	(3.38)	0.99	(32.70)	(9.04)	16.80	20.52
MSCI EAFE \$Cdn Hedged	3.83	3.83	42.60	(5.56)	(8.83)	(3.77)	3.01	(37.45)	(15.05)	13.17	35.28
MSCI Emerging Mkts	(0.85)	(0.85)	46.40	(2.37)	1.03	5.41	11.99	(34.89)	8.20	19.69	42.69
CPI	0.70	0.70	1.40	1.32	1.33	1.57	1.69	1.24	1.35	2.30	2.16

# Sector Performance:

## Q1 2010 Sector Returns versus Q4 2009

7 out of 10 sectors ahead again – allows for stock selection to drive manager performance



# 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

# ***1. Asset and Performance Summary***

---



University of Western Ontario (Pension Plan)

Asset Summary  
As of March 31, 2010

	Total Market Value	% of Total Fund	% of Asset Class	Equity & Convertible		Fixed Income		Cash & Equivalents		Alternative	
	\$			\$	%	\$	%	\$	%	\$	%
<b>Total</b>	<b>1,052.1</b>	<b>100.0%</b>	<b>100.0%</b>	<b>540.2</b>	<b>51.3%</b>	<b>401.9</b>	<b>38.2%</b>	<b>69.0</b>	<b>6.6%</b>	<b>41.0</b>	<b>3.9%</b>
<b>DEF Canadian Stocks</b>	<b>143.0</b>	<b>13.6</b>	<b>100.0</b>	<b>143.0</b>	<b>100.0</b>	--	--	<b>0.0</b>	<b>0.0</b>	--	--
Beutel, Goodman Capital Mgmt.	35.7	3.4	25.0	35.7	100.0	--	--	0.0	0.0	--	--
Connor, Clark & Lunn Inv Mgmt	35.9	3.4	25.1	35.9	100.0	--	--	0.0	0.0	--	--
Greystone Capital Management	35.8	3.4	25.0	35.8	100.0	--	--	0.0	0.0	--	--
Highstreet Asset Management	35.6	3.4	24.9	35.6	100.0	--	--	0.0	0.0	--	--
<b>DEF U.S. Synthetic Stocks</b>											
SSgA S&P 500 Strategy Hedged	84.2	8.0	100.0	81.0	96.2	--	--	3.2	3.8	--	--
<b>DEF U.S. Synthetic Mid Cap.</b>											
SSgA S&P 400 Strategy Hedged	12.4	1.2	100.0	12.0	96.2	--	--	0.5	3.8	--	--
<b>DEF U.S. Synthetic Small Cap.</b>											
Panagora Small Cap	11.9	1.1	100.0	11.9	100.0	--	--	0.0	0.0	--	--
<b>DEF Non North American Stocks</b>	<b>134.6</b>	<b>12.8</b>	<b>100.0</b>	<b>134.6</b>	<b>100.0</b>	--	--	<b>0.0</b>	<b>0.0</b>	--	--
Fidelity EAFE	67.1	6.4	49.9	67.1	100.0	--	--	0.0	0.0	--	--
AllianceBernstein L.P.	67.5	6.4	50.1	67.5	100.0	--	--	0.0	0.0	--	--
<b>DEF Global Stocks</b>	<b>80.6</b>	<b>7.7</b>	<b>100.0</b>	<b>39.6</b>	<b>49.1</b>	--	--	--	--	<b>41.0</b>	<b>50.9</b>
Harris Associates, L.P. Harris Associates	41.0	3.9	50.9	--	--	--	--	--	--	41.0	100.0
T. Rowe Price Associates, Inc	39.6	3.8	49.1	39.6	100.0	--	--	--	--	--	--
<b>DEF Liquidating Trust</b>											
Operating Acct	15.4	1.5	100.0	--	--	15.0	97.0	0.0	0.0	--	--

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



University of Western Ontario (Pension Plan)

Asset Summary  
As of March 31, 2010

	Total Market Value	% of Total Fund	% of Asset Class	Equity & Convertible		Fixed Income		Cash & Equivalents		Alternative	
<b>Canadian Equity Fund</b>	\$ 81.1	7.7%	100.0%	\$ 81.1	100.0%	\$ --	--%	\$ 0.0	0.0%	\$ --	--%
Beutel, Goodman Capital Mgmt.	20.1	1.9	24.7	20.1	100.0	--	--	0.0	0.0	--	--
Connor, Clark & Lunn Inv Mgmt	20.4	1.9	25.2	20.4	100.0	--	--	0.0	0.0	--	--
Greystone Capital Management	20.3	1.9	25.1	20.3	100.0	--	--	0.0	0.0	--	--
Highstreet Asset Management	20.3	1.9	25.1	20.3	100.0	--	--	0.0	0.0	--	--
<b>U.S. Equity - Hedged</b>											
SSgA/Northwater U.S. Hedged	12.7	1.2	100.0	12.2	96.3	--	--	0.5	3.7	--	--
<b>U.S. Equity - Unhedged</b>											
SSgA/Northwater U.S. Unhedged	7.2	0.7	100.0	7.2	100.0	--	--	(0.0)	(0.0)	--	--
<b>Non-North American Fund</b>	17.1	1.6	100.0	17.1	100.0	--	--	0.0	0.0	--	--
AllianceBernstein L.P.	8.6	0.8	50.0	8.6	100.0	--	--	0.0	0.0	--	--
Fidelity International	8.6	0.8	50.0	8.6	100.0	--	--	0.0	0.0	--	--
<b>Mackenzie SRI Global</b>											
Mackenzie Investment Mgmt. Inc Mackenzie SRI Global Equity	2.3	0.2	100.0	--	--	--	--	2.3	100.0	--	--
<b>Target Date Funds - SSgA</b>	51.8	4.9	100.0	--	--	51.4	99.2	0.4	0.8	--	--
2010	16.5	1.6	31.9	--	--	16.5	99.9	0.0	0.1	--	--
2012	18.5	1.8	35.7	--	--	18.1	98.1	0.3	1.9	--	--
2014	16.8	1.6	32.4	--	--	16.7	99.6	0.1	0.4	--	--
<b>Canadian Bond Fund</b>	64.5	6.1	100.0	--	--	64.5	100.0	0.0	0.0	--	--
State Street Global Advisors Canadian Bond	64.5	6.1	100.0	--	--	64.5	100.0	0.0	0.0	--	--

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

University of Western Ontario (Pension Plan)

Asset Summary  
As of March 31, 2010

	Total Market Value	% of Total Fund	% of Asset Class	Equity & Convertible		Fixed Income		Cash & Equivalents		Alternative	
<b>Long Term Bond Fund</b>	\$ 23.9	2.3%	100.0%	\$ --	--%	\$ 23.8	99.7%	\$ 0.1	0.2%	\$ --	--%
State Street Global Advisors Long Term Bond Fund	23.9	2.3	100.0	--	--	23.8	99.7	0.1	0.2	--	--
<b>Diversified Bond Fund</b>	243.9	23.2	100.0	--	--	243.9	100.0	0.0	0.0	--	--
State Street Global Advisors Cdn Bond	79.8	7.6	32.7	--	--	79.8	100.0	0.0	0.0	--	--
AllianceBernstein L.P. Global	164.1	15.6	67.3	--	--	164.1	100.0	0.0	0.0	--	--
<b>Money Market Fund</b>	64.9	6.2	100.0	--	--	3.4	5.2	61.5	94.8	--	--
State Street Global Advisors	64.9	6.2	100.0	--	--	3.4	5.2	61.5	94.8	--	--

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



**University of Western Ontario**  
 Asset Summary  
 As of March 31, 2010

	<u>Total Market Value</u>	<u>% of Asset Class</u>	<u>Equity &amp; Convertible</u>		<u>Fixed Income</u>		<u>Cash &amp; Equivalents</u>	
Balanced Growth Fund	\$ 71.3	100.0%	\$ 50.4	70.8%	\$ 20.8	29.2%	\$ 0.0	0.0%
Balanced Income Fund	29.3	100.0	9.0	30.8	20.2	69.2	0.0	0.0
Cash Account	0.6	100.0	--	--	--	--	0.6	100.0
Immunized Bond Fund	1.9	100.0	--	--	1.9	97.2	0.1	2.8

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



# University of Western Ontario (UWO) Pension Fund

## Performance Summary

Period Ending March 31, 2010

	Market Value	Annualized				
		3 Mths	1 Yr	3 Yrs	4 Yrs	5 Yrs
<b>Total Fund</b>	<b>1052.07</b>	<b>1.88</b>	<b>22.05</b>	<b>-1.93</b>	<b>0.96</b>	<b>3.49</b>
<b>Balanced Growth Fund</b>	<b>71.27</b>	<b>1.53</b>	<b>28.94</b>	<b>-3.05</b>	<b>0.23</b>	<b>3.12</b>
<i>Balanced Growth Policy</i>		1.52	25.54	-2.21	0.94	3.53
<b>Balanced Income Fund</b>	<b>29.26</b>	<b>1.98</b>	<b>20.52</b>	<b>1.95</b>	<b>3.46</b>	<b>4.39</b>
<i>Balanced Income Policy</i>		1.49	13.89	2.19	3.65	4.44
<b>Diversified Equity Fund</b>	<b>466.77</b>	<b>2.06</b>	<b>36.76</b>	<b>-6.53</b>	<b>-2.05</b>	<b>2.21</b>
<i>Diversified Policy Portfolio</i>		1.50	34.83	-5.67	-1.28	2.64
<i>S&amp;P/TSX Composite Index</i>		3.14	42.15	-0.03	2.72	7.41
<b>Diversified Equity Fund - Canadian Equity</b>						
Beutel Goodman	35.74	4.18	-	--	--	--
Beutel Goodman/AllianceBernstein (1)	35.74	4.18	36.57	-5.33	-1.13	4.88
Connor, Clark & Lunn	35.90	4.70	44.25	0.87	3.10	7.48
Greystone	35.77	4.03	39.32	-2.94	1.72	6.72
Highstreet	35.61	4.03	40.50	-0.33	2.49	7.58
<i>S&amp;P/TSX Composite Index</i>		3.14	42.15	-0.03	2.72	7.41
<i>MSCI Canada Value Index</i>		7.10	56.94	1.53	3.94	8.25
<i>MSCI Canada Growth Index</i>		-1.70	23.46	-1.13	1.84	7.37
<b>Diversified Equity Fund - US Equity</b>	<b>108.54</b>	<b>5.60</b>	<b>50.46</b>	<b>-7.08</b>	<b>-3.16</b>	<b>-0.42</b>
<i>US Equity Policy</i>		5.50	46.78	-7.05	-3.09	-0.32
SSgA S&P 500 Strategy	84.16	5.10	43.97	--	--	--
SSgA/Northwater S&P 500 Strategy Hedged (2)	84.16	5.10	50.39	-6.22	-2.27	0.15
<i>Custom S&amp;P 500 C\$ Hedged Index (3)</i>		5.07	46.94	-7.04	-2.90	-0.37
SSgA S&P 400 Midcap Hedged	12.43	8.79	-	--	--	--
SSgA/Northwater S&P 400 Midcap Hedged (4)	12.43	8.79	60.51	-3.96	-1.31	2.67
<i>Custom S&amp;P 400 Canadian \$ Hedged Index (5)</i>		8.70	60.70	-2.76	-0.31	3.49
PanAgora Small Cap	11.94	5.82	31.04	-15.07	-10.44	-4.71
<i>Russell 2000 Index</i>		5.34	31.25	-8.02	-4.98	-0.22

(1) Linked to AllianceBernstein as of August 2009.

(2) SSgA S&P 500 Strategy Hedged linked to Northwater U.S. Hedged prior to May 2009.

(3) S&P 500 C\$ Hedged linked to US Large Cap Synthetic C\$ Hedged Index prior to 4Q 2008.

(4) SSgA S&P 400 Midcap Hedged B for September 2009. Prior to September, represents Northwater Diversified Equity Midcap.

(5) S&P 400 Canadian \$ Hedged Index linked to US MidCap Synthetic C\$ Hedged Index prior to 4Q 2008.

# University of Western Ontario (UWO) Pension Fund

## Performance Summary

Period Ending March 31, 2010

	Market Value	Annualized				
		3 Mths	1 Yr	3 Yrs	4 Yrs	5 Yrs
<b>Diversified Equity Fund - Non-North America</b>	<b>134.60</b>	<b>-2.14</b>	<b>25.13</b>	<b>-11.95</b>	<b>-5.93</b>	<b>-0.72</b>
AllianceBernstein	67.47	-2.24	26.90	-14.83	-7.20	-1.21
Pyramis/Fidelity	67.13	-1.95	23.46	-9.05	-3.55	--
<i>MSCI EAFE Index</i>		-2.31	25.15	-10.47	-3.80	0.63
<i>MSCI EAFE Value Index</i>		-3.39	28.61	-11.70	-4.29	0.21
<i>MSCI EAFE Growth Index</i>		-1.25	21.91	-9.30	-3.38	0.99
<b>Diversified Equity Fund - Global Equity</b>						
Harris Associates	41.02	2.60	43.06	--	--	--
T. Rowe Price	39.60	-0.62	26.55	--	--	--
<i>MSCI World Index</i>		0.02	23.56	-8.84	-3.45	-0.13
<i>MSCI World Value Index</i>		0.15	26.48	-10.72	-4.12	-0.74
<i>MSCI World Growth Index</i>		-0.10	20.94	-7.05	-2.90	0.40
<b>Canadian Equity Fund</b>	<b>81.12</b>	<b>4.19</b>	<b>39.97</b>	<b>-1.92</b>	<b>1.58</b>	<b>6.68</b>
<i>S&amp;P/TSX Composite Index</i>		3.14	42.15	-0.03	2.72	7.41
<b>US Equity - Hedged</b>	<b>12.66</b>	<b>5.08</b>	<b>49.61</b>	<b>-6.28</b>	<b>-2.30</b>	<b>0.15</b>
<i>S&amp;P 500 C\$ Hedged Index</i>		5.07	46.94	-6.33	-2.33	0.14
<i>Custom S&amp;P 500 C\$ Hedged Index (3)</i>		5.07	46.94	-7.04	-2.90	-0.37
<b>US Equity - Unhedged</b>	<b>7.18</b>	<b>2.00</b>	<b>20.94</b>	<b>-8.77</b>	<b>-4.30</b>	<b>-2.05</b>
<i>S&amp;P 500 Index</i>		1.99	20.77	-8.18	-3.81	-1.61
<b>EAFE Fund (6)</b>	<b>17.13</b>	<b>-2.09</b>	<b>25.48</b>	<b>-11.87</b>	<b>-5.23</b>	<b>0.66</b>
AllianceBernstein	8.57	-2.12	27.57	-14.28	--	--
Pyramis/Fidelity	8.57	-1.98	23.44	-8.83	--	--
<i>MSCI EAFE Index</i>		-2.31	25.15	-10.47	-3.80	0.63
<i>MSCI EAFE C\$ Hedged Index</i>		3.83	42.60	-8.83	-3.77	3.01
<i>MSCI EAFE Value Index</i>		-3.39	28.61	-11.70	-4.29	0.21
<i>MSCI EAFE Growth Index</i>		-1.25	21.91	-9.30	-3.38	0.99
Mackenzie SRI Global	2.32	-1.75	29.85	--	--	--
<i>MSCI World Index</i>		0.02	23.56	-8.84	-3.45	-0.13

(3) S&P 500 C\$ Hedged linked to US Large Cap Synthetic C\$ Hedged Index prior to 4Q 2008.

(6) 50% hedged until 6/30/2005; 100% unhedged thereafter.

## University of Western Ontario (UWO) Pension Fund

### Performance Summary

Period Ending March 31, 2010

	Market Value	Annualized				
		3 Mths	1 Yr	3 Yrs	4 Yrs	5 Yrs
<b>Diversified Bond Fund</b>	<b>243.89</b>	<b>2.28</b>	<b>14.52</b>	<b>5.12</b>	<b>5.38</b>	<b>4.84</b>
<i>Diversified Bond Policy (7)</i>		1.41	5.68	5.32	5.49	4.91
AllianceBernstein	164.13	2.96	19.52	5.27	5.59	4.79
<i>AllianceBernstein Benchmark (8)</i>		1.49	5.95	5.33	5.56	4.75
SSGA	79.76	1.18	5.54	5.30	5.32	5.22
<i>DEX Bond Universe Index</i>		1.26	5.13	5.28	5.33	5.23
<b>Canadian Bond Fund (State Street)</b>	<b>64.46</b>	<b>1.20</b>	<b>5.53</b>	<b>5.32</b>	<b>5.34</b>	<b>5.24</b>
<i>DEX Bond Universe Index</i>		1.26	5.13	5.28	5.33	5.23
<b>Long Term Bond Fund</b>	<b>23.89</b>	<b>2.56</b>	<b>8.05</b>	<b>4.63</b>	<b>5.11</b>	<b>5.98</b>
SSGA Long Term Bond Fund	23.89	2.56	8.05	4.63	5.11	5.98
<i>DEX Bond Long Term Index</i>		2.60	7.91	4.55	5.03	5.93
<b>Immunized Bond Fund</b>	<b>1.93</b>	<b>0.96</b>	<b>2.62</b>	<b>5.04</b>	--	--
<b>Money Market Fund (SSGA)</b>	<b>64.86</b>	<b>0.19</b>	<b>1.07</b>	<b>2.67</b>	<b>3.07</b>	<b>3.05</b>
<i>DEX 91 Day Treasury Bill Index</i>		0.05	0.34	2.44	2.88	2.87
<i>DEX 30 Day Treasury Bill Index</i>		0.03	0.20	2.04	2.56	2.62
<b>Target Date Funds</b>	<b>51.79</b>	<b>0.30</b>	<b>1.39</b>	<b>4.76</b>	<b>7.76</b>	<b>4.36</b>
2010	16.54	0.15	1.18	4.39	4.54	4.28
2012	18.48	0.28	1.66	5.63	--	--
2014	16.77	0.60	1.37	--	--	--

(7) 80% DEX Uni/20% Barclays Glb Aggregate Unhdg until 01/31/07; 66.5% DEX Uni/33.5% Barclays Glb Aggregate C\$ Hdg thereafter

(8) 70% DEX Uni/30% Barclays Glb Aggregate Unhdg until 01/31/07; 50% DEX Uni/50% Barclays Glb Aggregate C\$ Hdg thereafter

**University of Western Ontario (UWO) Pension Fund**  
**Performance Summary**  
**Period Ending March 31, 2010**

	Market Value	Rolling One Year Periods Ending March 31					
		2010	2009	2008	2007	2006	2005
<b>Total Fund</b>	<b>1052.07</b>	<b>22.05</b>	<b>-19.79</b>	<b>-3.64</b>	<b>10.14</b>	<b>14.26</b>	<b>7.43</b>
<b>Balanced Growth Fund</b>	<b>71.27</b>	<b>28.94</b>	<b>-25.31</b>	<b>-5.38</b>	<b>10.77</b>	<b>15.53</b>	<b>7.54</b>
<i>Balanced Growth Policy</i>		25.54	-22.62	-3.75	11.03	14.58	6.71
<b>Balanced Income Fund</b>	<b>29.26</b>	<b>20.52</b>	<b>-12.69</b>	<b>0.69</b>	<b>8.14</b>	<b>8.21</b>	<b>5.03</b>
<i>Balanced Income Policy</i>		13.89	-7.80	1.62	8.17	7.66	4.78
<b>Diversified Equity Fund</b>	<b>466.77</b>	<b>36.76</b>	<b>-33.90</b>	<b>-9.67</b>	<b>12.76</b>	<b>21.15</b>	<b>9.68</b>
<i>Diversified Policy Portfolio</i>		34.83	-32.57	-7.67	13.16	19.95	8.12
<i>S&amp;P/TSX Composite Index</i>		42.15	-32.42	4.00	11.42	28.43	13.93
<b>Diversified Equity Fund - Canadian Equity</b>							
Beutel Goodman	35.74	--	--	--	--	--	--
Beutel Goodman/AllianceBernstein (1)	35.74	36.57	-34.87	-4.60	12.63	32.78	16.17
Connor, Clark & Lunn	35.90	44.25	-30.47	2.34	10.08	26.97	--
Greystone	35.77	39.32	-35.64	1.96	17.12	29.26	21.00
Highstreet	35.61	40.50	-34.59	7.75	11.43	30.56	--
<i>S&amp;P/TSX Composite Index</i>		42.15	-32.42	4.00	11.42	28.43	13.93
<i>MSCI Canada Value Index</i>		56.94	-30.54	-4.00	11.51	27.38	16.98
<i>MSCI Canada Growth Index</i>		23.46	-32.32	15.69	11.28	32.65	11.10
<b>Diversified Equity Fund - US Equity</b>	<b>108.54</b>	<b>50.46</b>	<b>-37.43</b>	<b>-14.79</b>	<b>9.64</b>	<b>11.34</b>	<b>2.78</b>
<i>US Equity Policy</i>		46.78	-37.71	-12.18	9.85	11.55	2.81
SSgA S&P 500 Strategy	84.16	43.97	--	--	--	--	--
SSgA/Northwater S&P 500 Strategy Hedged (2)	84.16	50.39	-39.84	-8.83	10.57	10.45	6.77
<i>Custom S&amp;P 500 C\$ Hedged Index (3)</i>		46.94	-40.80	-7.64	10.63	10.43	6.67
SSgA S&P 400 Midcap Hedged	12.43	--	--	--	--	--	--
SSgA/Northwater S&P 400 Midcap Hedged (4)	12.43	60.51	-38.52	-10.24	7.11	20.22	10.23
<i>Custom S&amp;P 400 Canadian \$ Hedged Index (5)</i>		60.70	-38.23	-7.38	7.45	20.18	10.41
PanAgora Small Cap	11.94	31.04	-26.53	-36.38	5.02	22.13	-2.24
<i>Russell 2000 Index</i>		31.25	-23.36	-22.62	4.73	21.35	-2.96

(1) Linked to AllianceBernstein as of August 2009.

(2) SSgA S&P 500 Strategy Hedged linked to Northwater U.S. Hedged prior to May 2009.

(3) S&P 500 C\$ Hedged linked to US Large Cap Synthetic C\$ Hedged Index prior to 4Q 2008.

(4) SSgA S&P 400 Midcap Hedged B for September 2009. Prior to September, represents Northwater Diversified Equity Midcap.

(5) S&P 400 Canadian \$ Hedged Index linked to US MidCap Synthetic C\$ Hedged Index prior to 4Q 2008.



**University of Western Ontario (UWO) Pension Fund**  
**Performance Summary**  
**Period Ending March 31, 2010**

	Market Value	Rolling One Year Periods Ending March 31					
		2010	2009	2008	2007	2006	2005
<b>Diversified Equity Fund - Non-North America</b>	<b>134.60</b>	<b>25.13</b>	<b>-36.56</b>	<b>-14.00</b>	<b>14.70</b>	<b>23.17</b>	<b>8.15</b>
AllianceBernstein	67.47	26.90	-40.52	-18.14	20.07	26.84	11.29
Pyramis/Fidelity	67.13	23.46	-32.38	-9.88	15.01	-	-
<i>MSCI EAFE Index</i>		25.15	-34.03	-13.08	19.35	20.47	6.32
<i>MSCI EAFE Value Index</i>		28.61	-35.44	-17.08	21.85	20.44	10.38
<i>MSCI EAFE Growth Index</i>		21.91	-32.70	-9.04	16.80	20.52	2.24
<b>Diversified Equity Fund - Global Equity</b>							
Harris Associates	41.02	43.06	--	--	--	-	-
T. Rowe Price	39.60	26.55	--	--	--	-	-
<i>MSCI World Index</i>		23.56	-29.12	-13.52	14.71	14.37	2.24
<i>MSCI World Value Index</i>		26.48	-31.57	-17.78	18.75	14.02	6.50
<i>MSCI World Growth Index</i>		20.94	-26.87	-9.21	10.72	14.74	-2.00
<b>Canadian Equity Fund</b>	<b>81.12</b>	<b>39.97</b>	<b>-33.82</b>	<b>1.85</b>	<b>12.85</b>	<b>29.79</b>	<b>17.55</b>
<i>S&amp;P/TSX Composite Index</i>		42.15	-32.42	4.00	11.42	28.43	13.93
<b>US Equity - Hedged</b>	<b>12.66</b>	<b>49.61</b>	<b>-39.65</b>	<b>-8.84</b>	<b>10.70</b>	<b>10.58</b>	<b>6.81</b>
<i>S&amp;P 500 C\$ Hedged Index</i>		46.94	-40.26	-6.36	10.74	10.62	6.81
<i>Custom S&amp;P 500 C\$ Hedged Index (3)</i>		46.94	-40.80	-7.64	10.63	10.43	6.67
<b>US Equity - Unhedged</b>	<b>7.18</b>	<b>20.94</b>	<b>-24.89</b>	<b>-16.41</b>	<b>10.47</b>	<b>7.49</b>	<b>-1.86</b>
<i>S&amp;P 500 Index</i>		20.77	-24.08	-15.58	10.59	7.73	-1.78
<b>EAFE Fund (6)</b>	<b>17.13</b>	<b>25.48</b>	<b>-37.11</b>	<b>-13.27</b>	<b>17.86</b>	<b>28.14</b>	<b>11.64</b>
AllianceBernstein	8.57	27.57	-40.55	-16.97	--	-	-
Pyramis/Fidelity	8.57	23.44	-32.04	-9.66	--	-	-
<i>MSCI EAFE Index</i>		25.15	-34.03	-13.08	19.35	20.47	6.32
<i>MSCI EAFE C\$ Hedged Index</i>		42.60	-37.45	-15.05	13.17	35.28	12.51
<i>MSCI EAFE Value Index</i>		28.61	-35.44	-17.08	21.85	20.44	10.38
<i>MSCI EAFE Growth Index</i>		21.91	-32.70	-9.04	16.80	20.52	2.24
Mackenzie SRI Global	2.32	29.85	-35.47	--	--	-	-
<i>MSCI World Index</i>		23.56	-29.12	-13.52	14.71	14.37	2.24

(3) S&P 500 C\$ Hedged linked to US Large Cap Synthetic C\$ Hedged Index prior to 4Q 2008.

(6) 50% hedged until 6/30/2005; 100% unhedged thereafter.

**University of Western Ontario (UWO) Pension Fund**  
**Performance Summary**  
**Period Ending March 31, 2010**

	Market Value	Rolling One Year Periods Ending March 31					
		2010	2009	2008	2007	2006	2005
<b>Diversified Bond Fund</b>	<b>243.89</b>	<b>14.52</b>	<b>-3.19</b>	<b>4.79</b>	<b>6.17</b>	<b>2.69</b>	<b>3.34</b>
<i>Diversified Bond Policy (7)</i>		5.68	4.54	5.74	6.00	2.64	3.30
AllianceBernstein	164.13	19.52	-6.45	4.34	6.56	1.64	2.61
<i>AllianceBernstein Benchmark (8)</i>		5.95	4.34	5.72	6.26	1.53	2.45
SSGA	79.76	5.54	4.68	5.70	5.38	4.83	4.84
<i>DEX Bond Universe Index</i>		5.13	4.93	5.78	5.46	4.86	5.02
<b>Canadian Bond Fund (State Street)</b>	<b>64.46</b>	<b>5.53</b>	<b>4.71</b>	<b>5.73</b>	<b>5.37</b>	<b>4.83</b>	<b>4.83</b>
<i>DEX Bond Universe Index</i>		5.13	4.93	5.78	5.46	4.86	5.02
<b>Long Term Bond Fund</b>	<b>23.89</b>	<b>8.05</b>	<b>1.33</b>	<b>4.61</b>	<b>6.56</b>	<b>9.54</b>	<b>8.59</b>
SSGA Long Term Bond Fund	23.89	8.05	1.33	4.61	6.56	9.54	8.59
<i>DEX Bond Long Term Index</i>		7.91	1.24	4.60	6.51	9.57	8.94
<b>Immunized Bond Fund</b>	<b>1.93</b>	<b>2.62</b>	<b>5.64</b>	<b>6.90</b>	--	--	--
<b>MoneyMarket Fund (SSGA)</b>	<b>64.86</b>	<b>1.07</b>	<b>2.29</b>	<b>4.67</b>	<b>4.29</b>	<b>2.94</b>	<b>2.49</b>
<i>DEX 91 Day Treasury Bill Index</i>		0.34	2.41	4.63	4.18	2.84	2.20
<i>DEX 30 Day Treasury Bill Index</i>		0.20	1.85	4.12	4.14	2.83	2.23
<b>Target Date Funds</b>	<b>51.79</b>	<b>1.39</b>	<b>7.16</b>	<b>5.81</b>	<b>4.78</b>	<b>2.77</b>	<b>3.34</b>
2010	16.54	1.18	5.46	6.60	4.98	3.27	--
2012	18.48	1.66	7.69	7.66	--	--	--
2014	16.77	1.37	--	--	--	--	--

(7) 80% DEX Uni / 20% Barclays Glb Aggregate Unhdg until 01/31/07; 66.5% DEX Uni / 33.5% Barclays Glb Aggregate C\$ Hdg thereafter

(8) 70% DEX Uni / 30% Barclays Glb Aggregate Unhdg until 01/31/07, 50% DEX Uni 50% Barclays Glb Aggregate C\$ Hdg thereafter

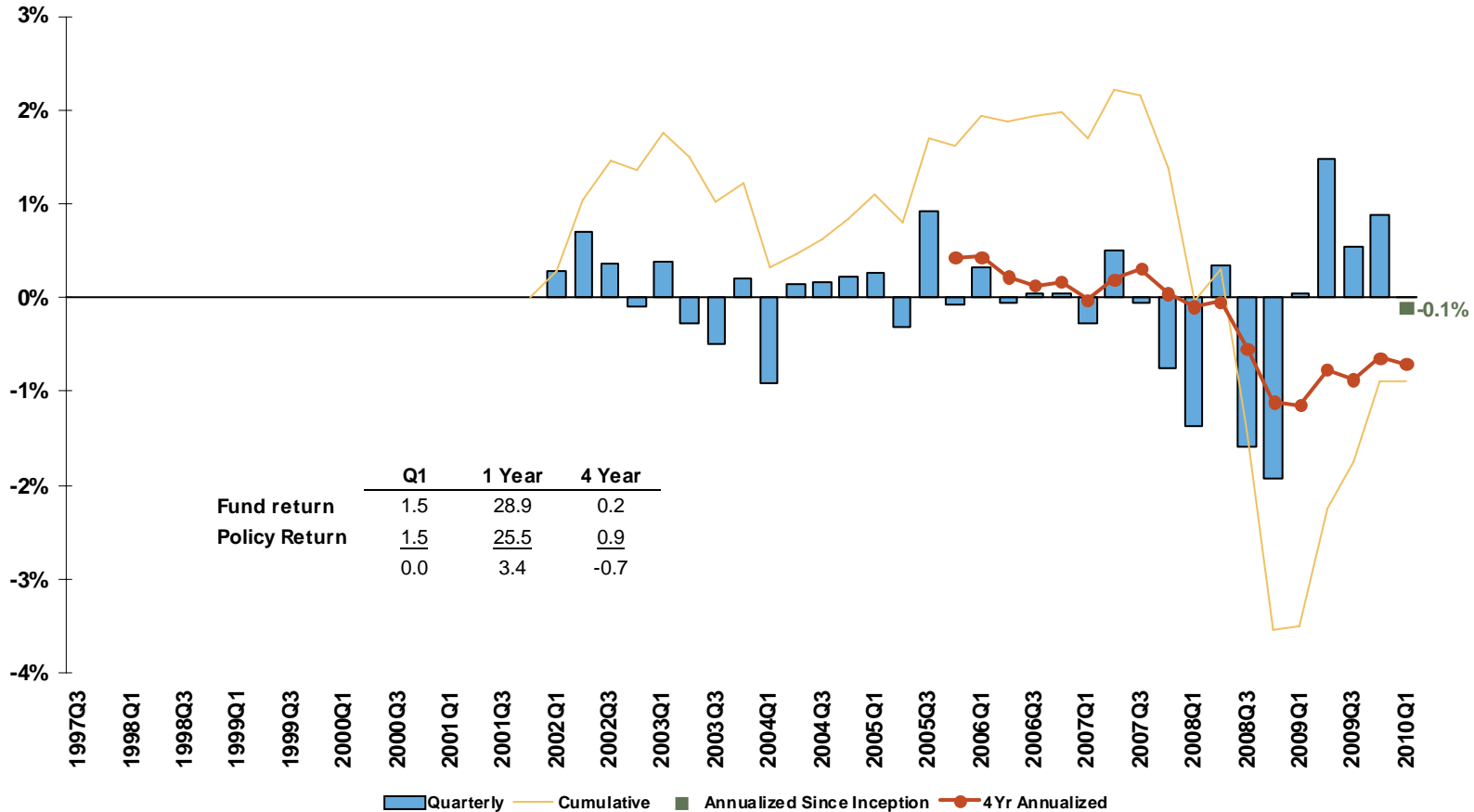
## ***2. Balanced Funds***

---

# Balanced Growth Fund

Value Added Over Policy\*

High Absolute Return for Year and Good Value Added



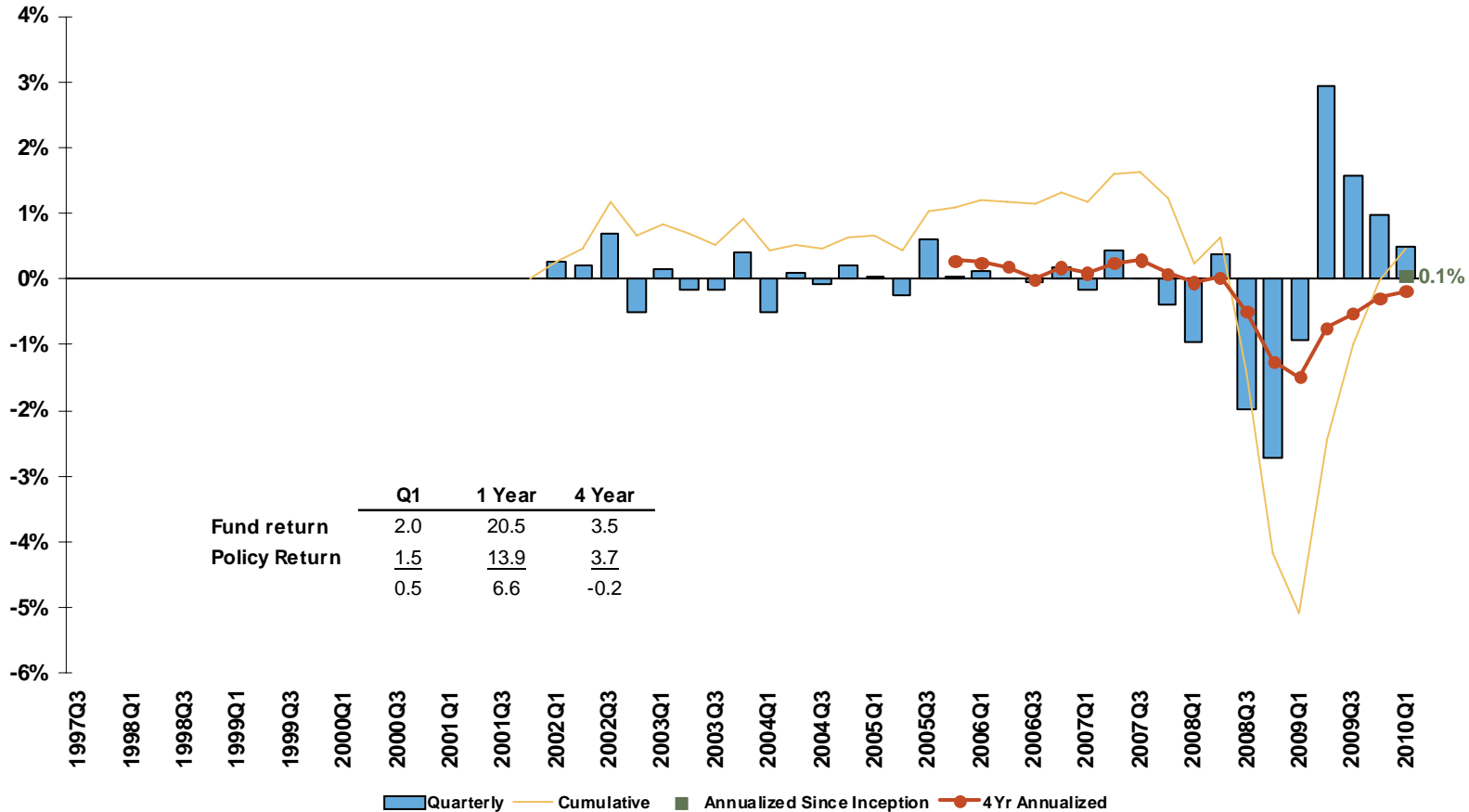
- Matched benchmark for Q1
- Value added of +341 bps for the year (1st Quartile) but value lost of -0.7% for 4 years

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

# Balanced Income Fund

Value Added Over Policy\*

High Absolute Return and Good Value Added for Last Year



- Value added of +49 bps in 1<sup>st</sup> quarter
- Outperformed by +664 bps for the year but lost value of -0.2% over 4 years

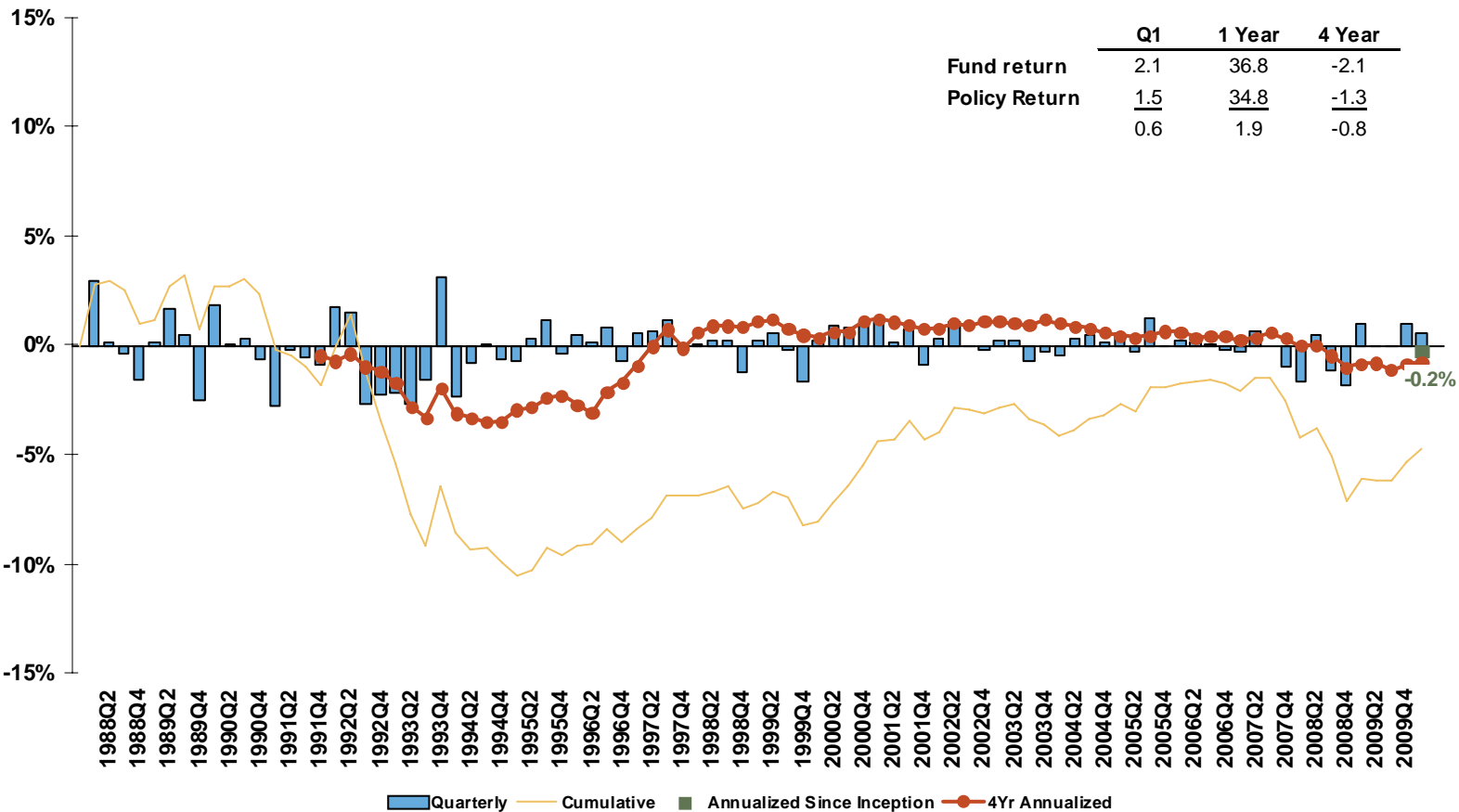
\* Policy: 30% Diversified Equity Fund Policy, 70% Diversified Bond Fund Policy

### **3. *Equity Funds***

---

# Diversified Equity Fund

## Value Added Over Policy\*

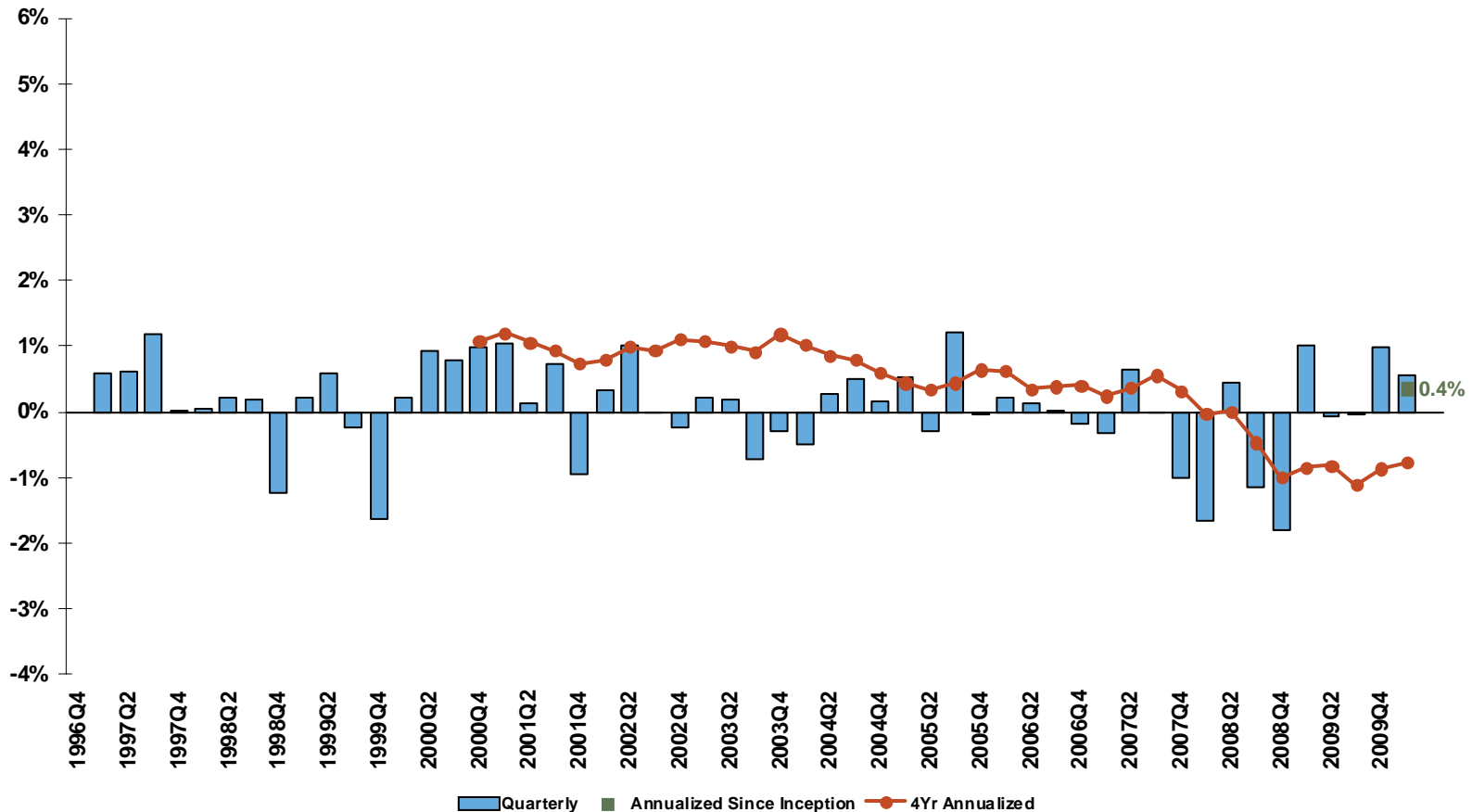


- Outperformed policy return in 1<sup>st</sup> quarter by +56 bps
- Value added of +193 bps for last year but underperformed by -0.8% over 4 years

\* 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

# Diversified Equity Fund

Value Added Over Policy\*



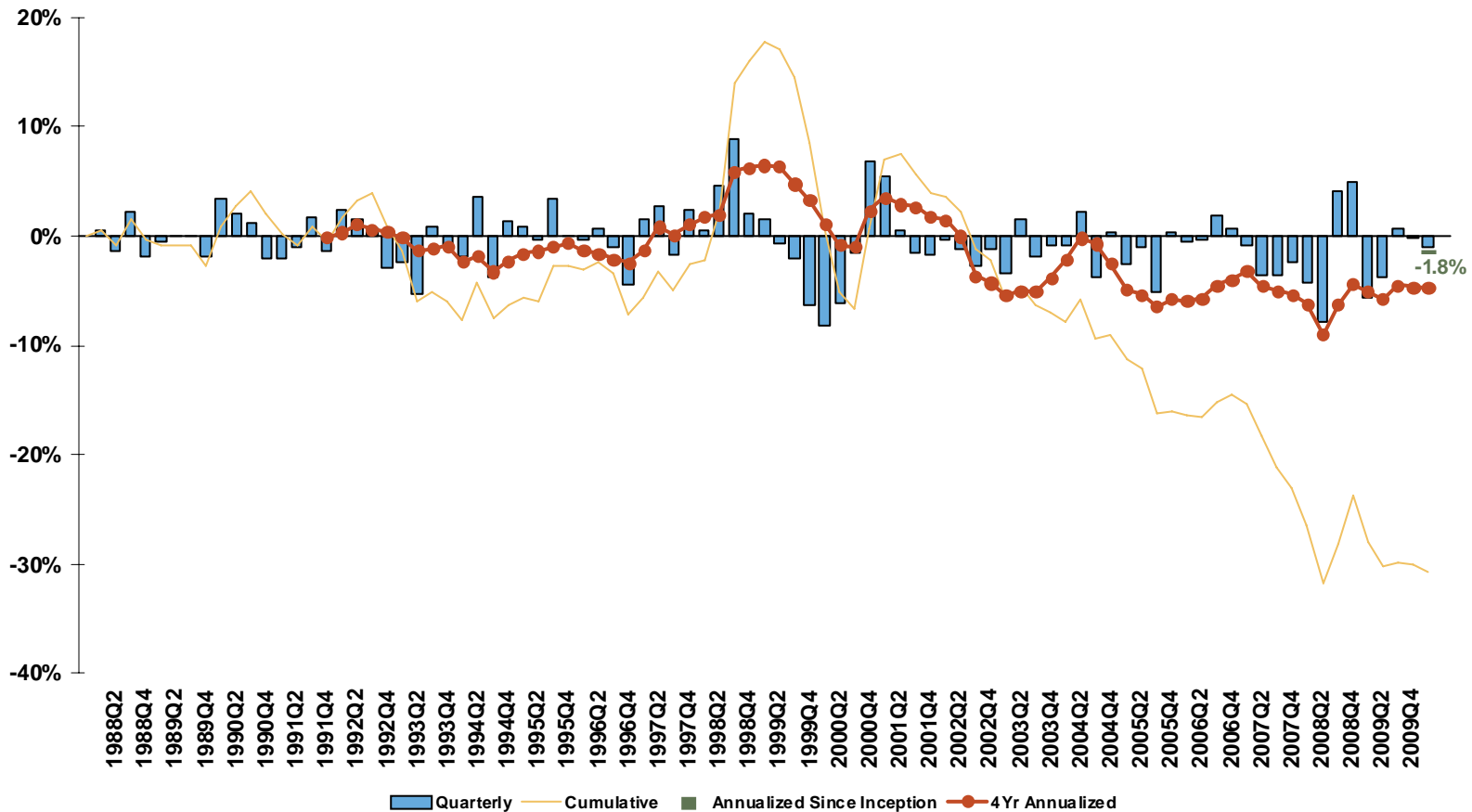
- Starting as of Q1 1997

\* 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



# Diversified Equity Fund

## Value Added Over S&P/TSX Composite

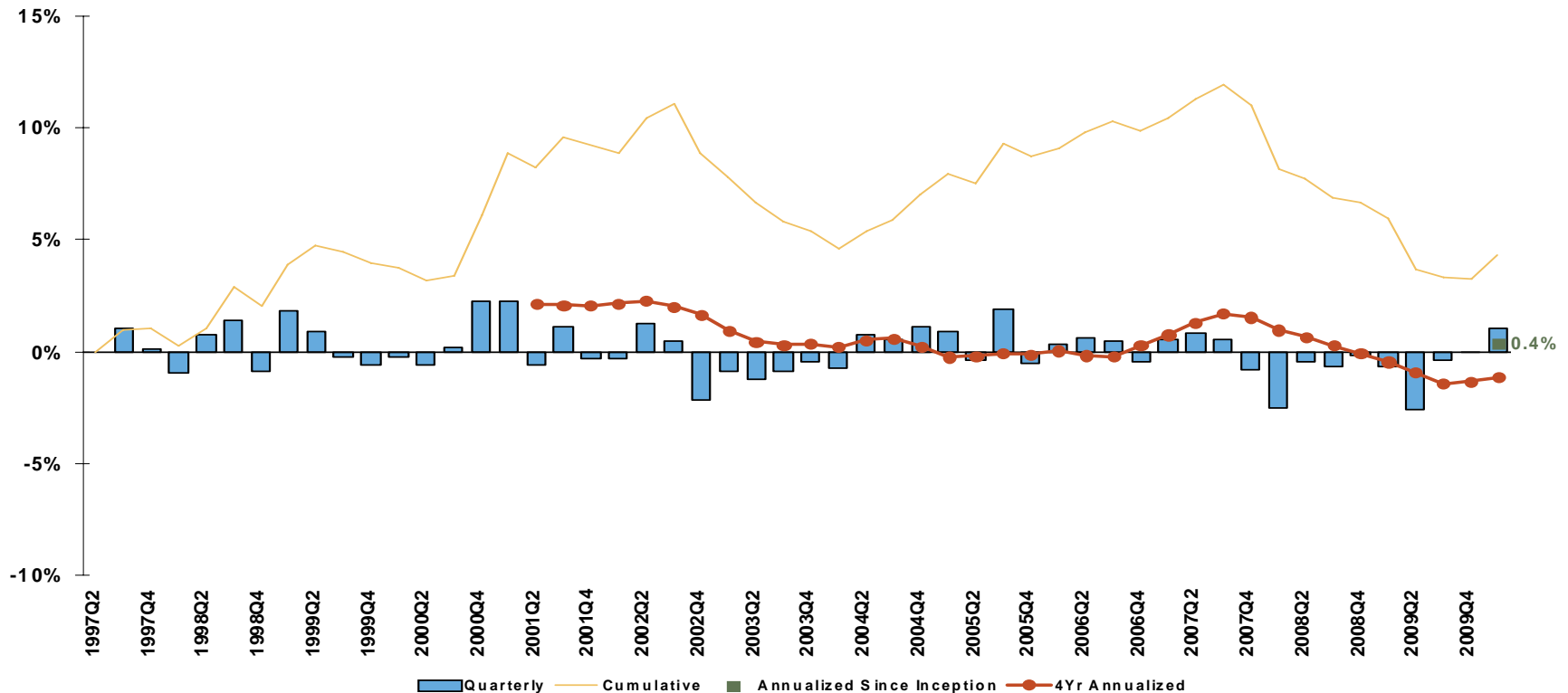


- Chart is for reference; TSX is not a performance benchmark
- Value lost of -108 bps in Q1 and -539 bps over the last year

# Canadian Equity Fund

Value Added Over S&P/TSX Composite

Over 4 years below benchmark (-1.1% value lost)

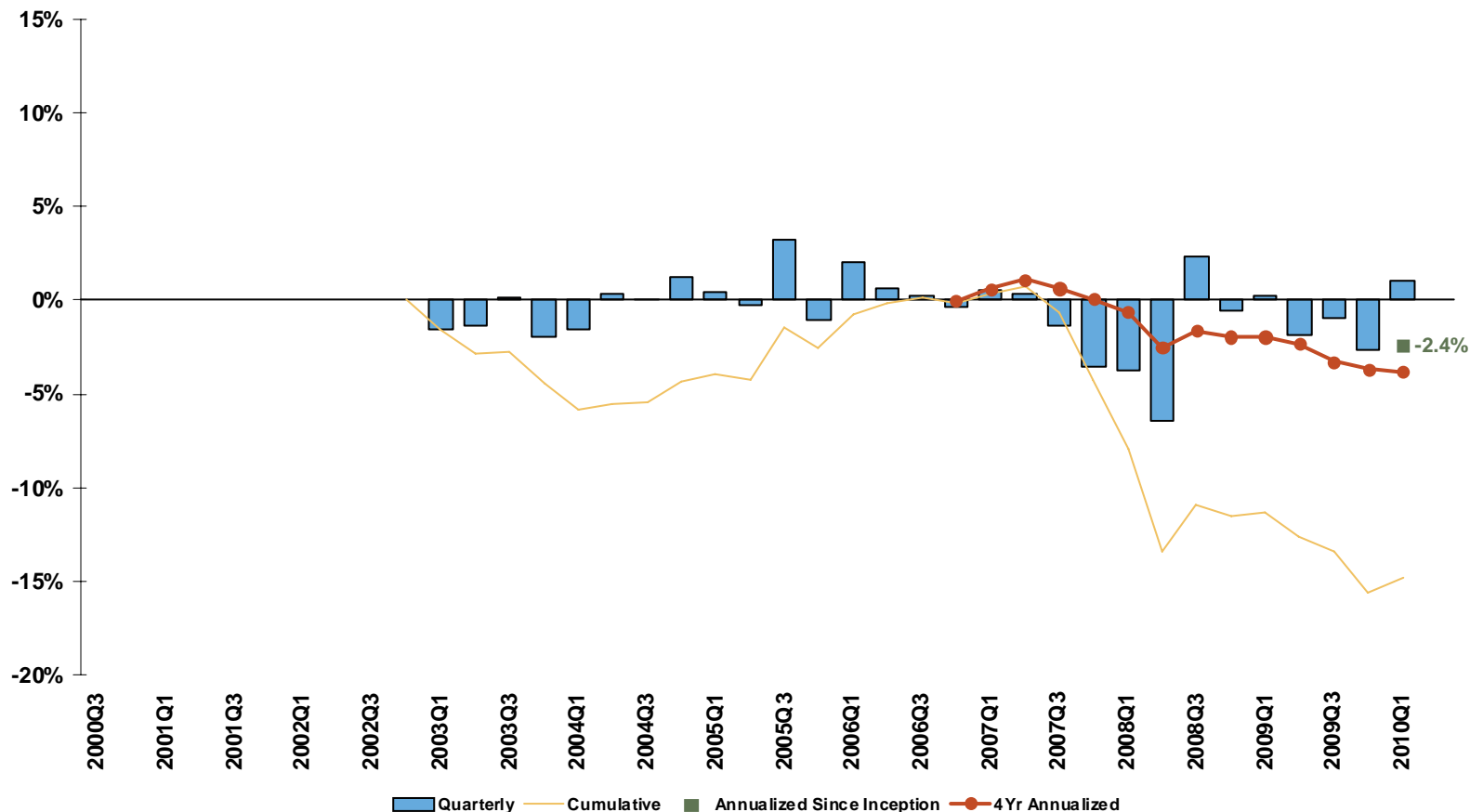


- Combined Canadian equity managers outperformed S&P/TSX Composite by +105 bps in 1<sup>st</sup> quarter but underperformed by -218 bps for the year

# Canadian Stocks–Beutel, Goodman/AllianceBernstein\*

Value Added Over S&P/TSX Composite

Below benchmark over 4 years (-3.8%)



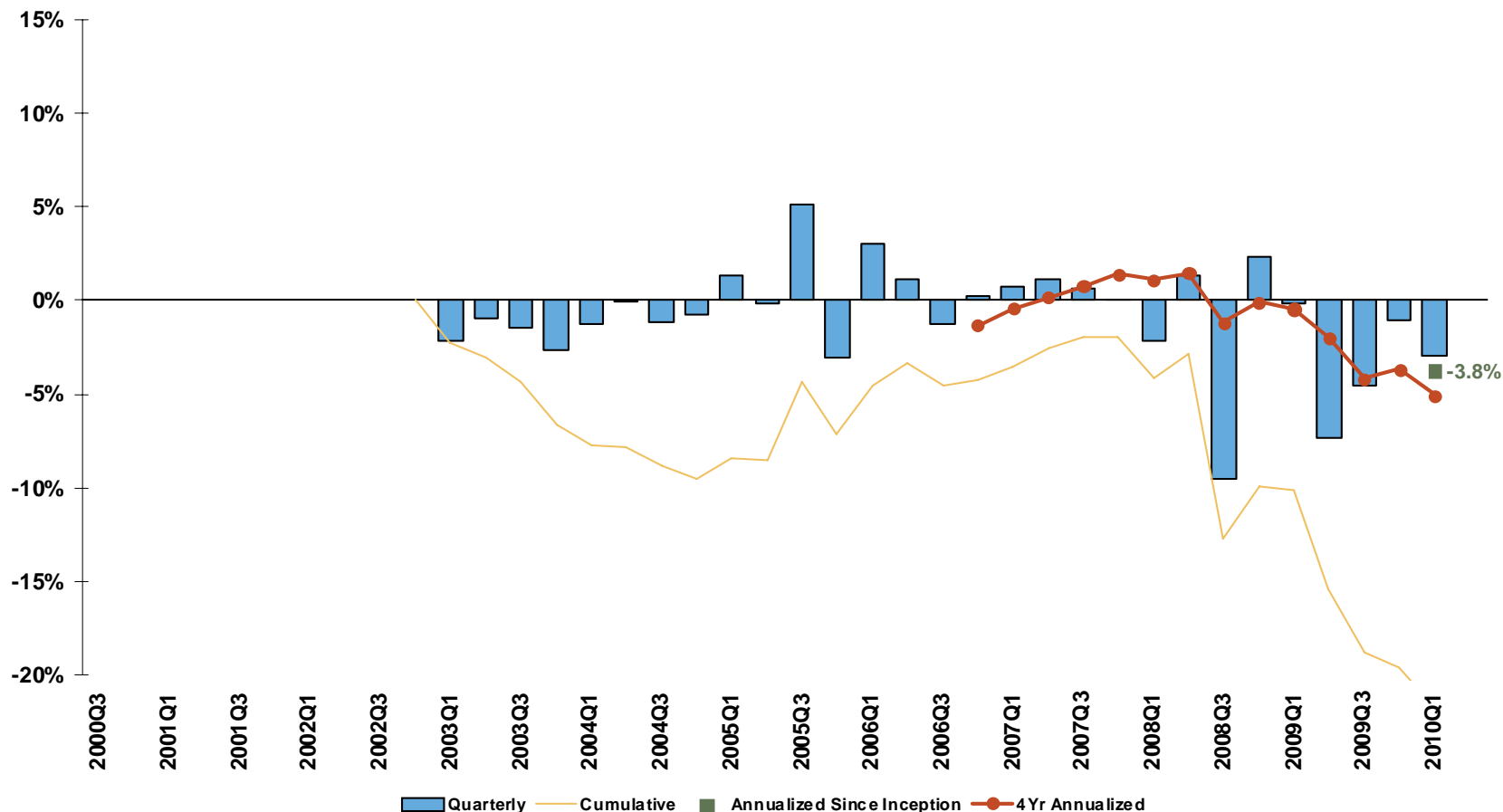
- Outperformed by +104 bps in Q1 but trailed by -384 bps for the year
- Russell rank: Retain

\*Beutel, Goodman return for September 2009 linked to AllianceBernstein backhistory

# Canadian Stocks—Beutel, Goodman/AllianceBernstein\*

Value Added Over MSCI Canada Value Index

Below benchmark over 4 years (-5.1% value lost)



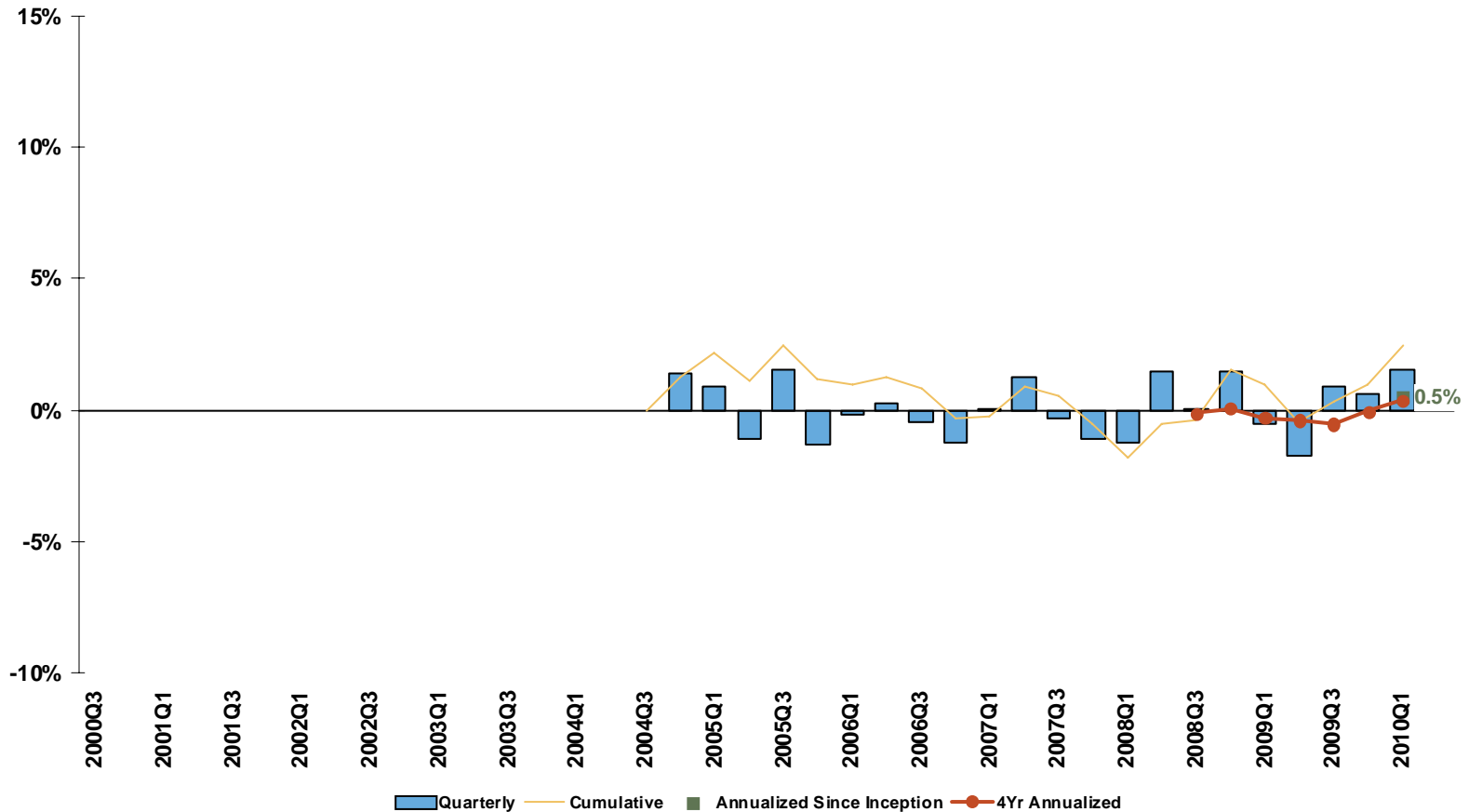
- Underperformed by -292 bps in the quarter and -2,037 bps for the year

\*Beutel, Goodman return for September 2009 linked to AllianceBernstein backhistory

# Canadian Stocks – Connor, Clark & Lunn

Value Added Over S&P/TSX Composite

Above benchmark by +0.5% since inception

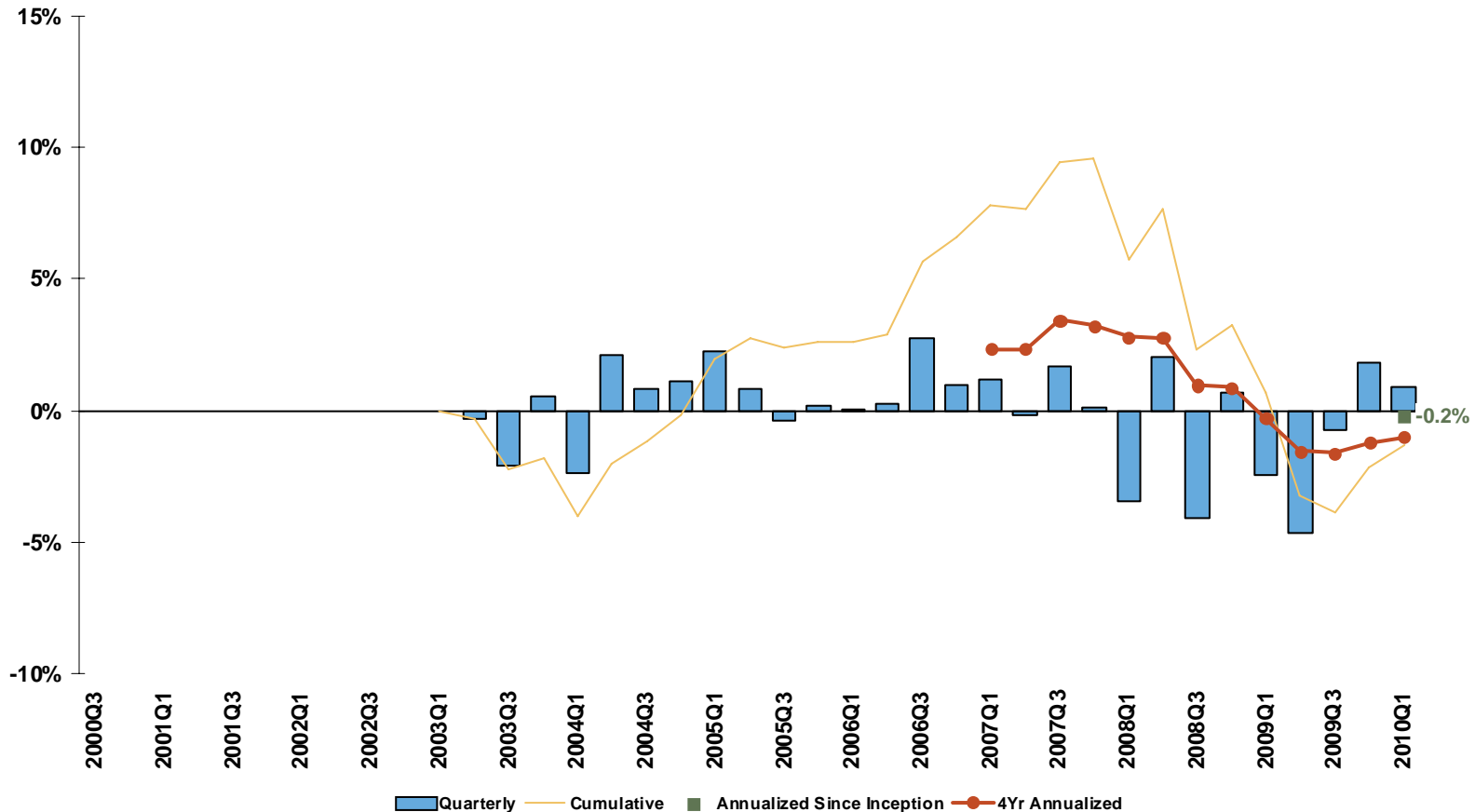


- Outperformed by +156 bps in 1<sup>st</sup> quarter and by +210 bps for the year
- Russell Rank: Hire

# Canadian Stocks – Greystone

Value Added Over S&P/TSX Composite

Value lost since inception (-0.2%)

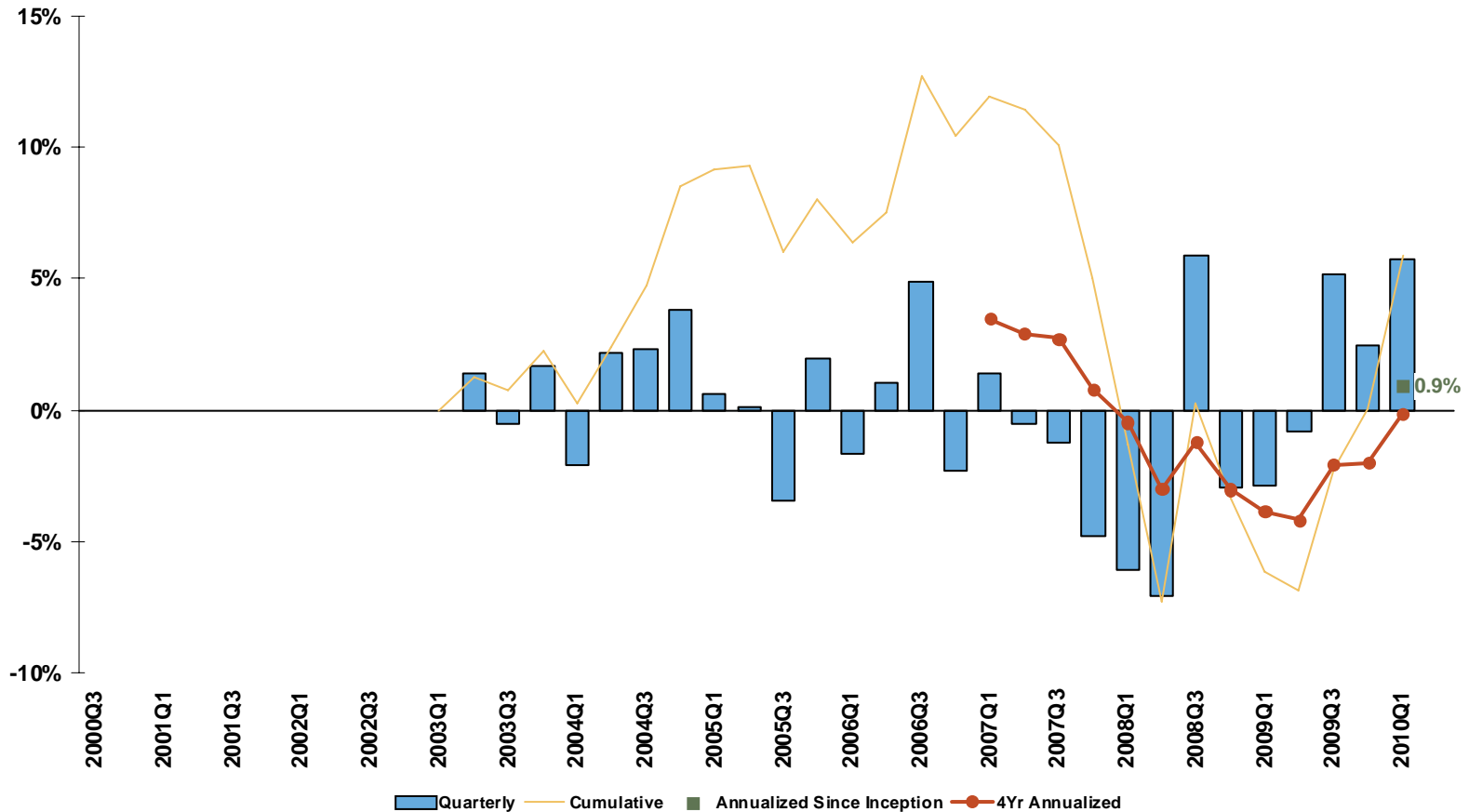


- Value added of +89 bps in 1<sup>st</sup> quarter but underperformed by -283 bps for the year
- Value lost of -1.0% over 4 years
- Russell rank: Retain

# Canadian Stocks – Greystone

Value Added Over MSCI Canada Growth Index

Below style index over 4 years (-0.1%)

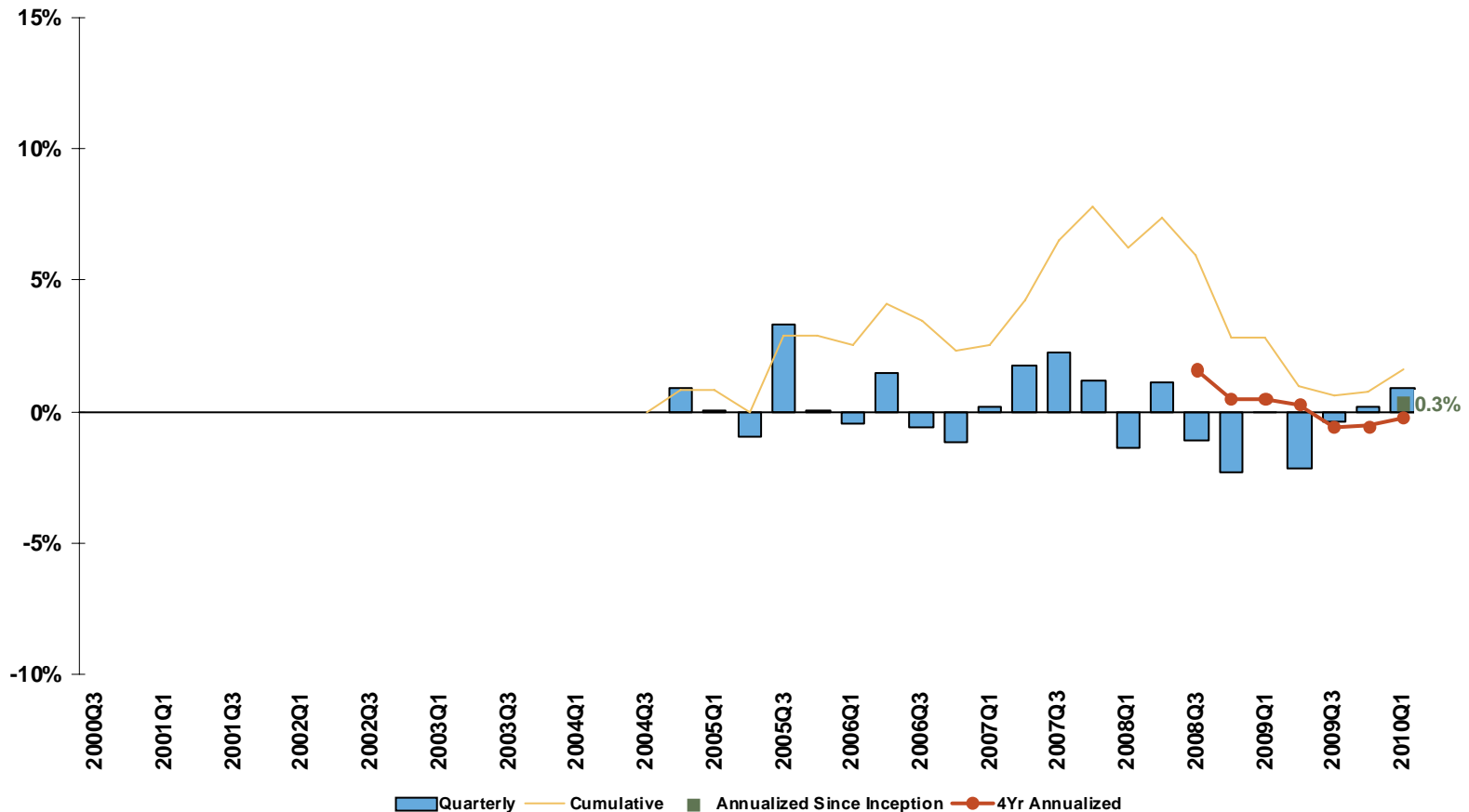


- Outperformed by +573 bps in 1<sup>st</sup> quarter and by +1,586 bps for the year

# Canadian Stocks – Highstreet

Value Added Over S&P/TSX Composite

Value added since inception (+0.3%)



- Outperformed by +89 bps in 1<sup>st</sup> quarter but lost value of -164 bps for the year
- Russell rank: Hire



# Canadian Stock Profile

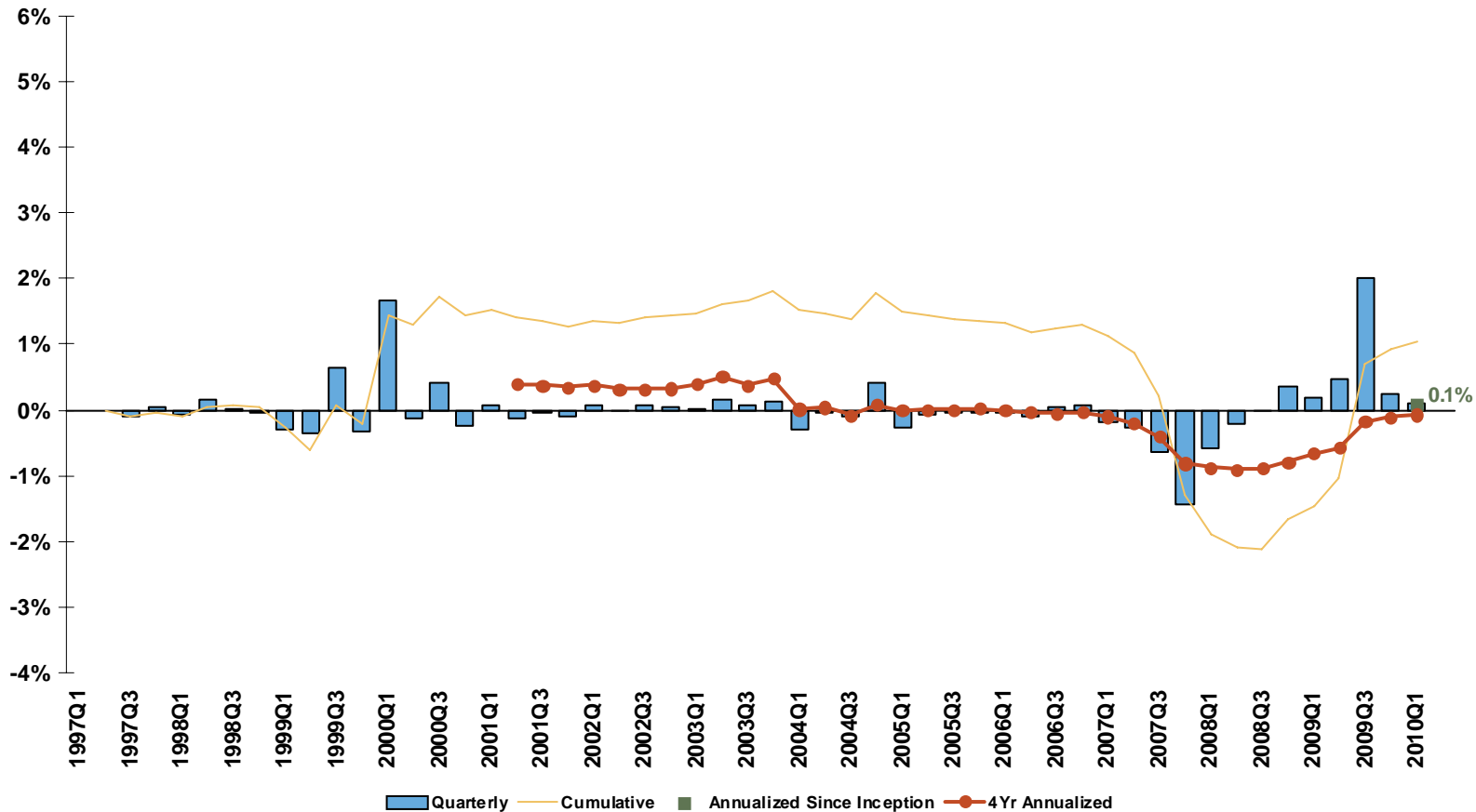
## at March 31, 2010

	Beutel, Goodman	CC&L	Greystone	Highstreet	Composite	S&P/TSX Comp.
<b>Portfolio Allocations</b>						
Portfolio Size (\$M)	35.7	35.9	35.8	35.6	143.0	1.3 T
% of structure	25.0%	25.1%	25.0%	24.9%	100.0%	---
Cash	2.4%	1.5%	0.9%	0.6%	1.3%	0.0%
<b>Style</b>						
	RELATIVELY STYLE NEUTRAL					
Price/Book	1.9 x	1.9 x	2.1 x	2.0 x	2.0 x	2.0 x
Price/Earnings (Exc. Neg. Earnings)	15.8 x	16.4 x	19.1 x	17.5 x	17.1 x	18.7 x
Dividend Yield	3.1%	3.2%	1.9%	2.6%	2.7%	2.9%
Price/Cash Flow	7.1 x	8.6 x	8.7 x	9.3 x	8.4 x	9.2 x
<b>Company Size</b>						
	UNDERWEIGHT LARGE CAP					
Large Cap (Over \$14.0B)	63.4%	51.5%	55.8%	59.0%	57.4%	61.8%
Medium Cap (\$3.1B – \$14.0B)	26.2%	23.0%	38.4%	28.0%	29.0%	24.5%
Small Cap (Under \$ 3.1B)	10.4%	24.7%	4.3%	13.0%	13.1%	13.8%
Market Cap Average Nlog (\$Bil)	16.6	10.7	16.8	15.8	14.8	15.9
<b>Sector Weights</b> (Red = 3% or more below index, Green = 3% or more above index)						
	MODEST SECTOR BETS					
Information Technology	0.0	4.1	8.3	6.9	4.8	3.5
Health Care	0.0	0.6	0.0	1.4	0.5	0.5
Consumer Discretionary	10.5	5.0	7.5	4.2	6.8	4.4
Consumer Staples	8.5	3.4	2.8	0.8	3.9	2.7
Energy	21.4	20.6	22.4	20.6	21.2	26.2
Materials	3.7	19.1	19.7	21.7	16.1	19.3
Industrials	6.7	6.6	6.1	4.5	6.0	5.8
Financial	40.1	32.3	29.2	32.0	33.4	31.7
Telecommunication Services	9.0	5.2	2.5	6.7	5.8	4.3
Utilities	0.0	3.2	0.0	1.3	1.1	1.7
Sector Deviation	21	6	8	8	7	---
<b>Concentration</b>						
% in Ten Largest Holdings	52.6	32.9	46.1	41.7	34.2	35.4
Number of Holdings	32	211	41	57	227	222

# Total U.S. Equity

Value Added over US Equity Benchmark\*

Below benchmark over 4 years (-0.1%)

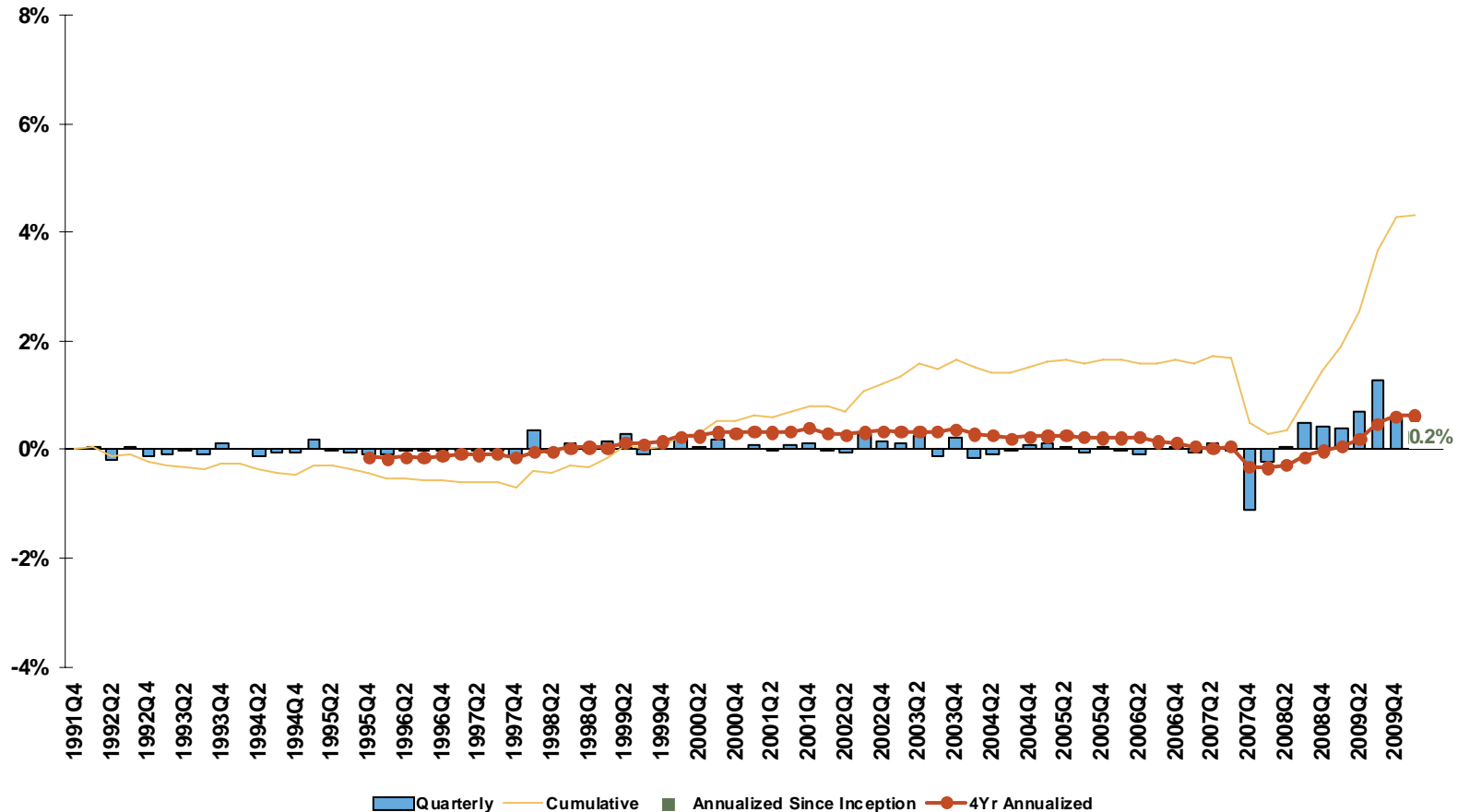


- Strategy outperformed by +11 bps in 1<sup>st</sup> quarter and by +369 bps over the year (1<sup>st</sup> quartile)
- Currency hedging has been beneficial over the long term

\* US Equity benchmark is 77.78% S&P 500 Hedged, 11.11% S&P 400 Hedged and 11.11% Russell 2000. Prior to October 2008, it was 40% S&P 500, 40% US Large Cap Synthetic C\$ Hdg Index, 10% US MidCap Synthetic C\$ Hdg Index, and 10% Synthetic Russell 2000 Index. Prior to March 2000, it was 50% S&P 500, 50% US Large Cap Synthetic C\$ Hdg Index.

# U.S. Equity Hedged – SSgA/Northwater S&P 500

Value Added vs. S&P 500 C\$ Hdg/US Large Cap Synthetic C\$ Hedged Index  
 Added value of +3 bps in the quarter

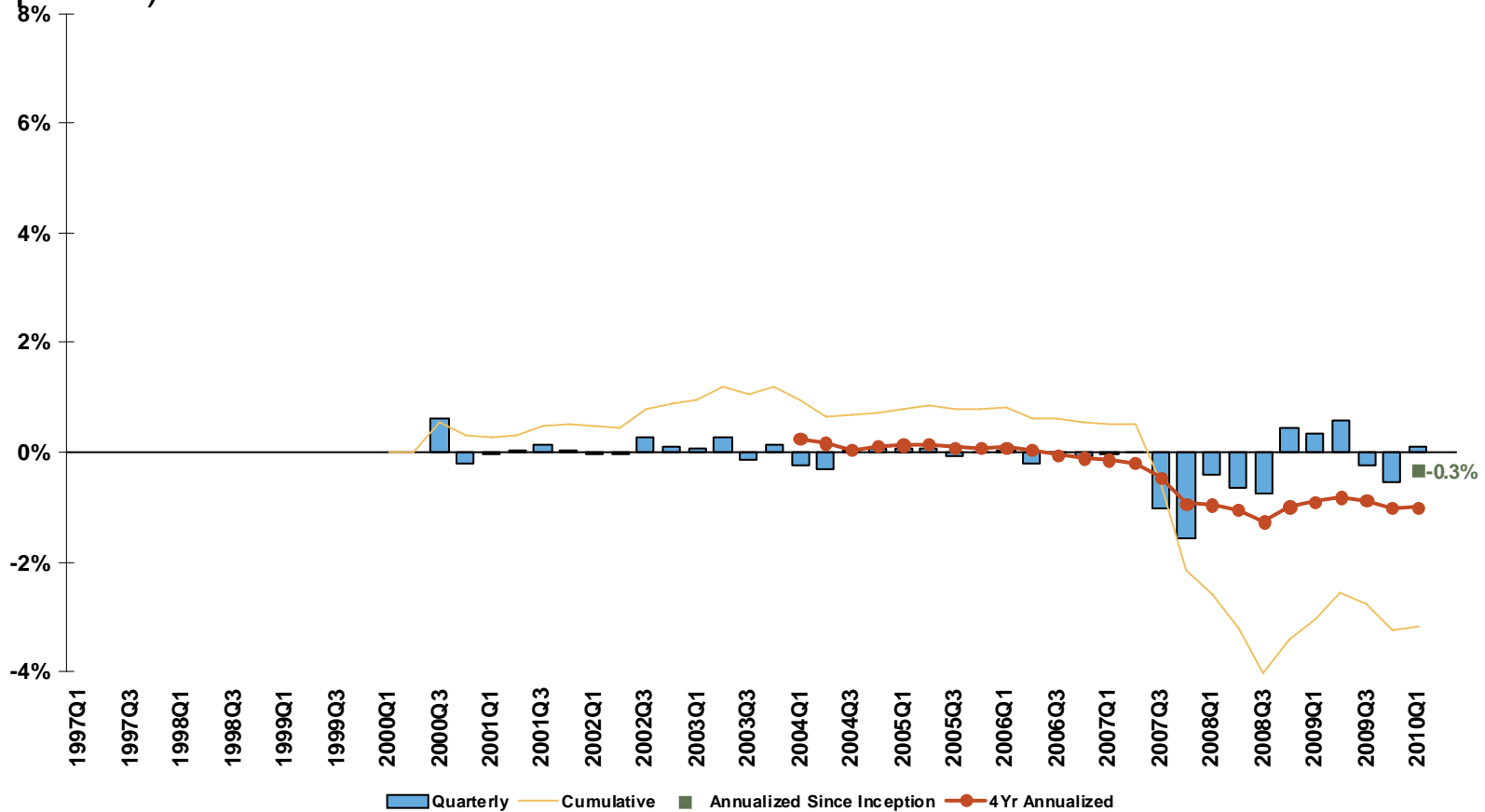


- Outperformed benchmark by +0.2% since inception
- Loss in Q4 2007 due to write-down of ABS CP

# U.S. Mid-Cap Equity Hedged – SSgA/Northwater\*

Value Added vs. Custom S&P 400 C\$ Hedged Index\*\*

Added value of +9 bps in the quarter but lost value of -20 bps for the year (1<sup>st</sup> quartile)



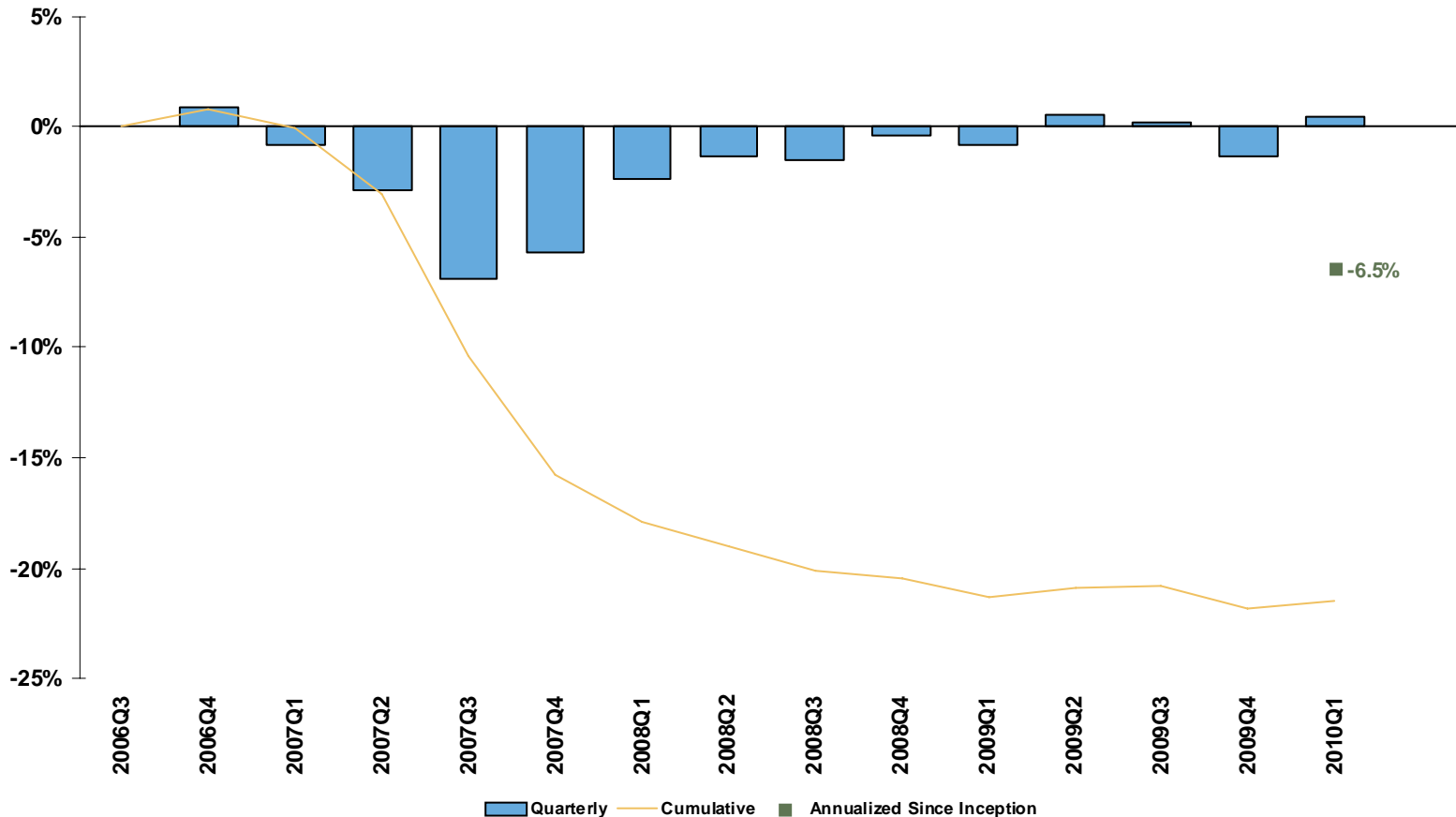
- Trails benchmark since inception
- Loss in Q4 2007 due to write-down on ABS CP

\*SSgA S&P 400 Midcap Hedged B for September 2009. Prior to September, represents Northwater Diversified Equity Midcap.

\*\*Currently represents S&P 400 C\$ Hedged since 4Q 2008 and US MidCap Syn C\$ Hdg previously.

# U.S. SC Equity Unhedged – PanAgora

## Value Added vs. Russell 2000



- +48 bps value added in 1<sup>st</sup> quarter but -21 bps value lost for the year
- Transition in October 2006 from Northwater
- Russell rank: Retain

# US Stock Profile

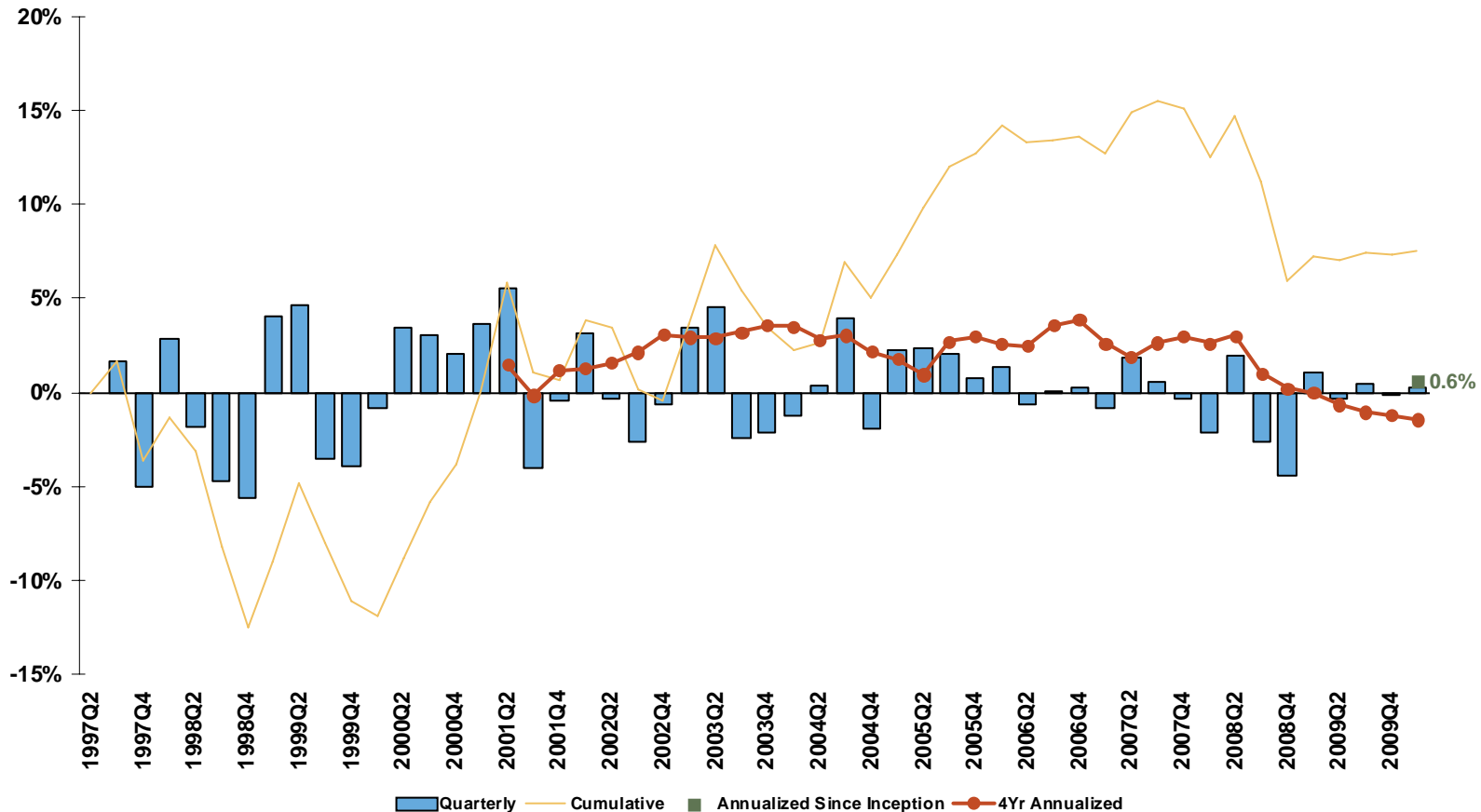
## at March 31, 2010

	PanAgora	Russell 2000
<b>Portfolio Allocations</b>		
Portfolio Size (\$M)	11.9 M	1.0 T
Cash	0.2%	0.0%
<b>Style</b>		
		<b>RELATIVELY STYLE NEUTRAL</b>
Price/Book	1.8 x	1.8 x
Price/Earnings (Exc. Neg. Earnings)	17.0 x	19.3 x
Dividend Yield	1.0%	1.1%
Price/Cash Flow	11.7 x	17.2 x
<b>Company Size</b>		
		<b>SMALL CAP</b>
Large Cap (Over \$43.0B)	0.0%	0.0%
Medium Cap (\$4.4 B -- \$43.0B)	1.0%	0.5%
Small Cap (Under \$4.4 B)	99.0%	99.5%
Market Cap Average Nlog (\$Bil)	1.0	0.9
<b>Sector Weights (Red = 3% or more below index, Green = 3% or more above index)</b>		
		<b>MODEST SECTOR BETS</b>
Information Technology	19.9	18.0
Health Care	16.4	14.3
Consumer Discretionary	14.6	14.9
Consumer Staples	2.6	3.1
Energy	4.9	5.0
Materials	6.1	4.6
Industrials	15.0	15.2
Financial	17.9	20.9
Telecommunication Services	0.9	0.9
Utilities	1.9	3.0
Sector Deviation	5	---
<b>Concentration</b>		
% in Ten Largest Holdings	8.3	3.0
Number of Holdings	400	1993

# Non-North American Equity (EAFE) Fund

Value Added over MSCI EAFE Index

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

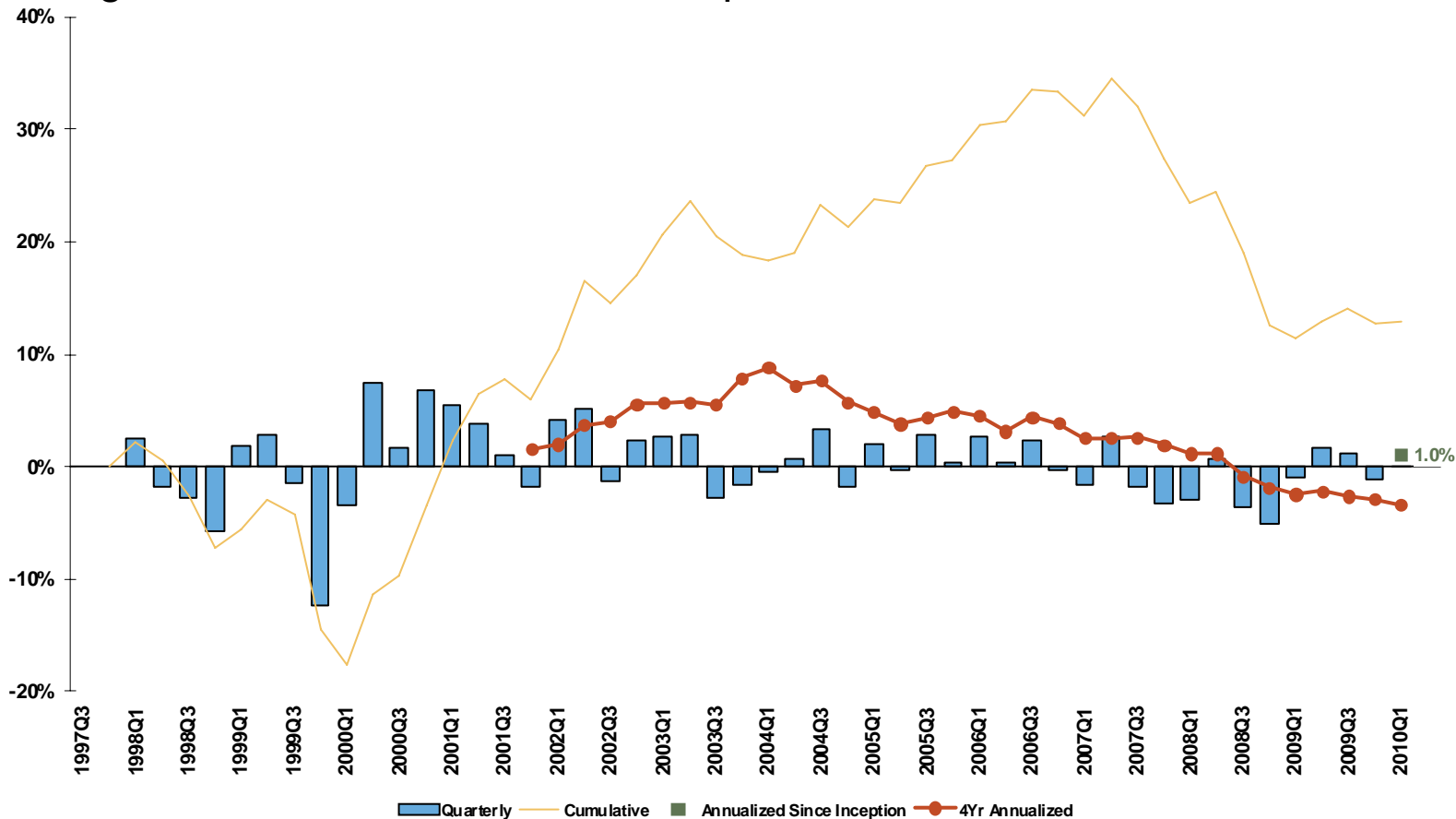


- Combined EAFE equity managers outperformed the MSCI EAFE Index in 1<sup>st</sup> quarter by +22 bps and +32 bps for the year

# NNA Stocks - Alliance Bernstein

Value Added Over MSCI EAFE

Long Term Value Added Since Inception

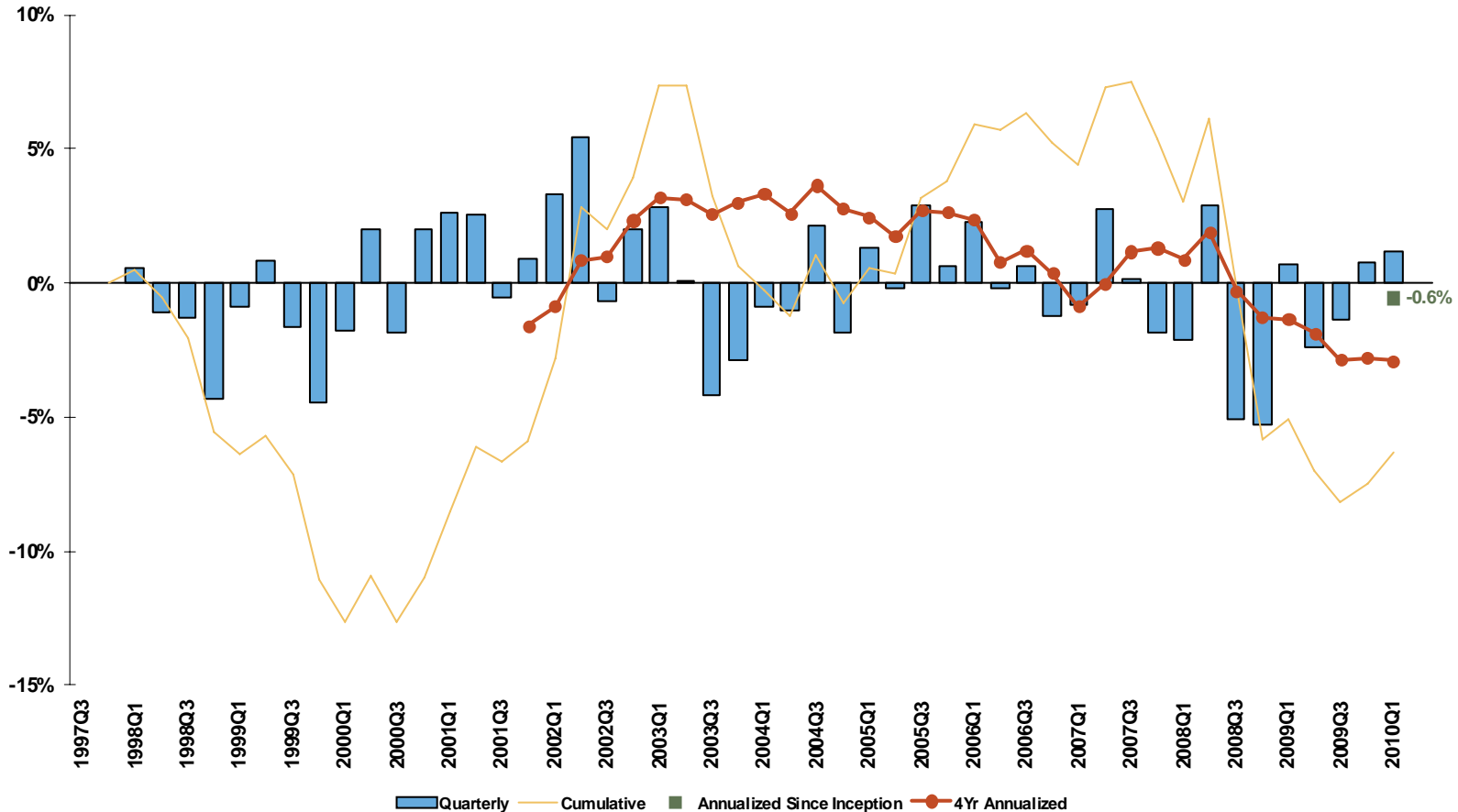


- outperformed by +7 bps in 1<sup>st</sup> quarter and by +174 bps over the year
- Underperformed by -3.4% bps over last 4 years
- Russell rank: Retain



# NNA Stocks - Alliance Bernstein

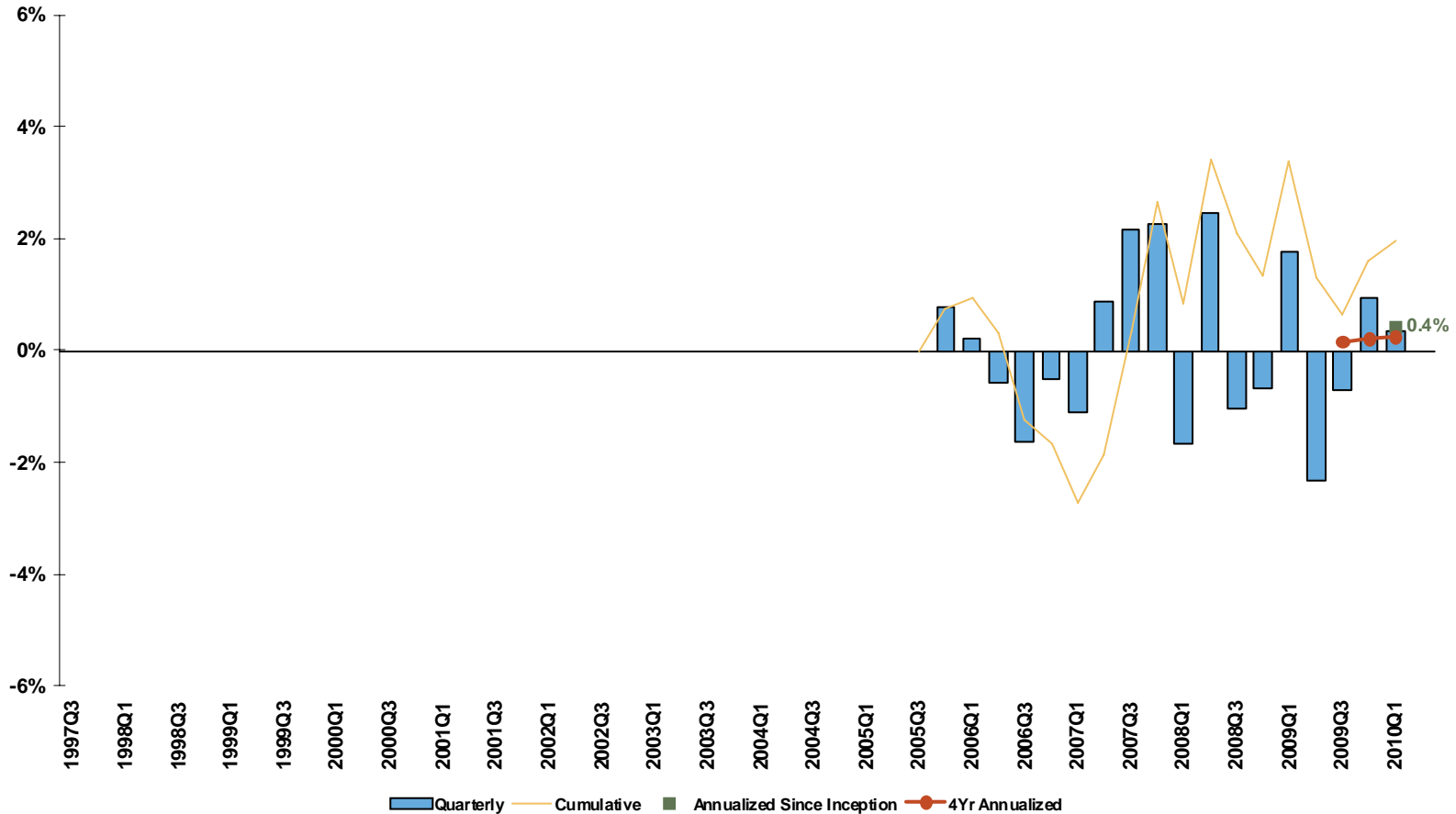
Value Added Over MSCI EAFE Value Index



- Outperformed by +115 bps in the 1<sup>st</sup> quarter but trailed by -172 bps over the year
- Below value index over last 4 years (-2.9%)

# NNA Stocks – Pyramis / Fidelity

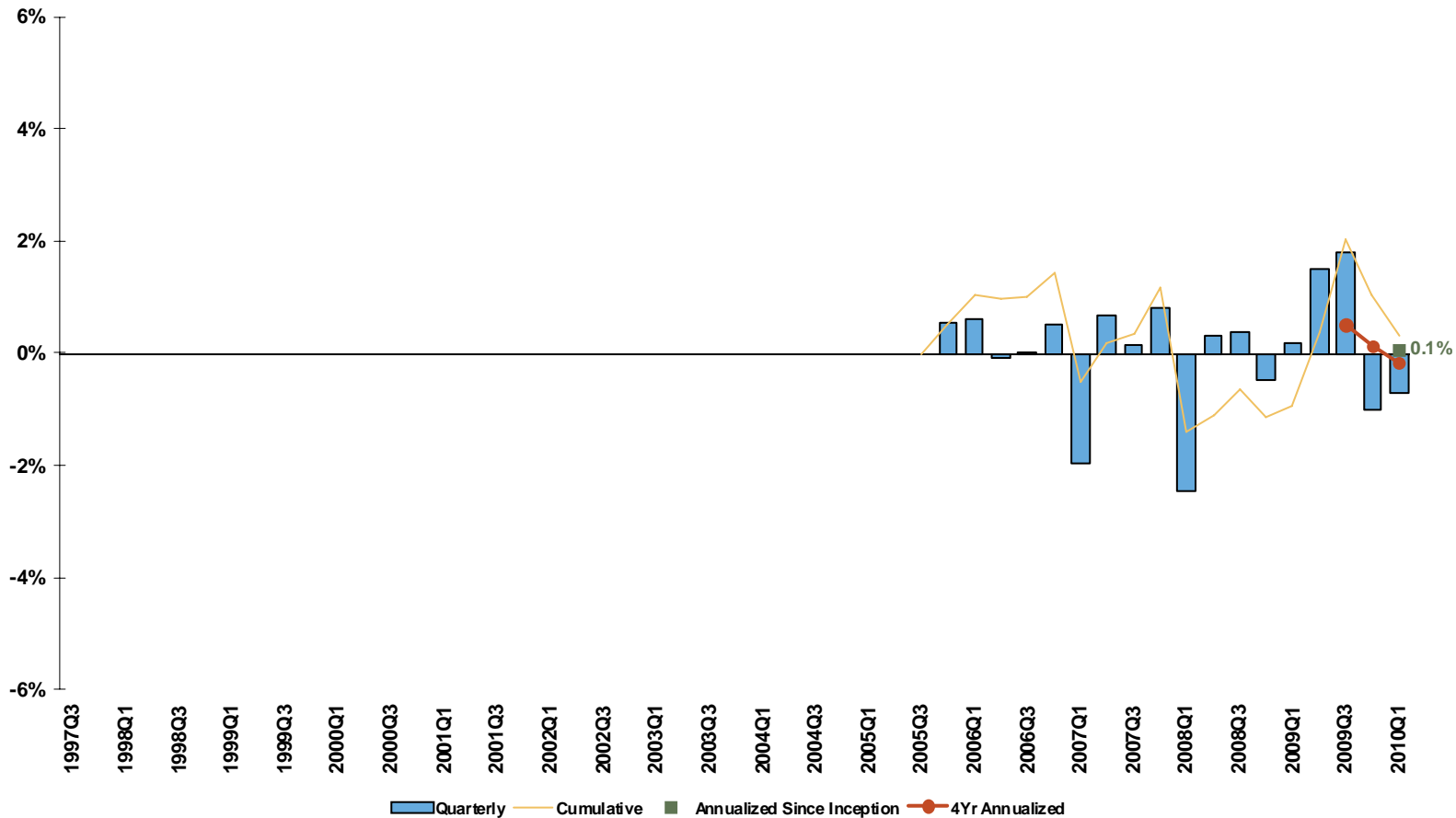
Value Added Over MSCI EAFE Index  
Above Benchmark Since Inception



- Value added of +36 bps in 1<sup>st</sup> quarter but value lost of -169 bps for the year
- Russell rank: Review

# NNA Stocks – Pyramis / Fidelity

## Value Added Over MSCI EAFE Growth Index



- Underperformed by -71 bps in the 1<sup>st</sup> quarter but added value of +156 bps over the year

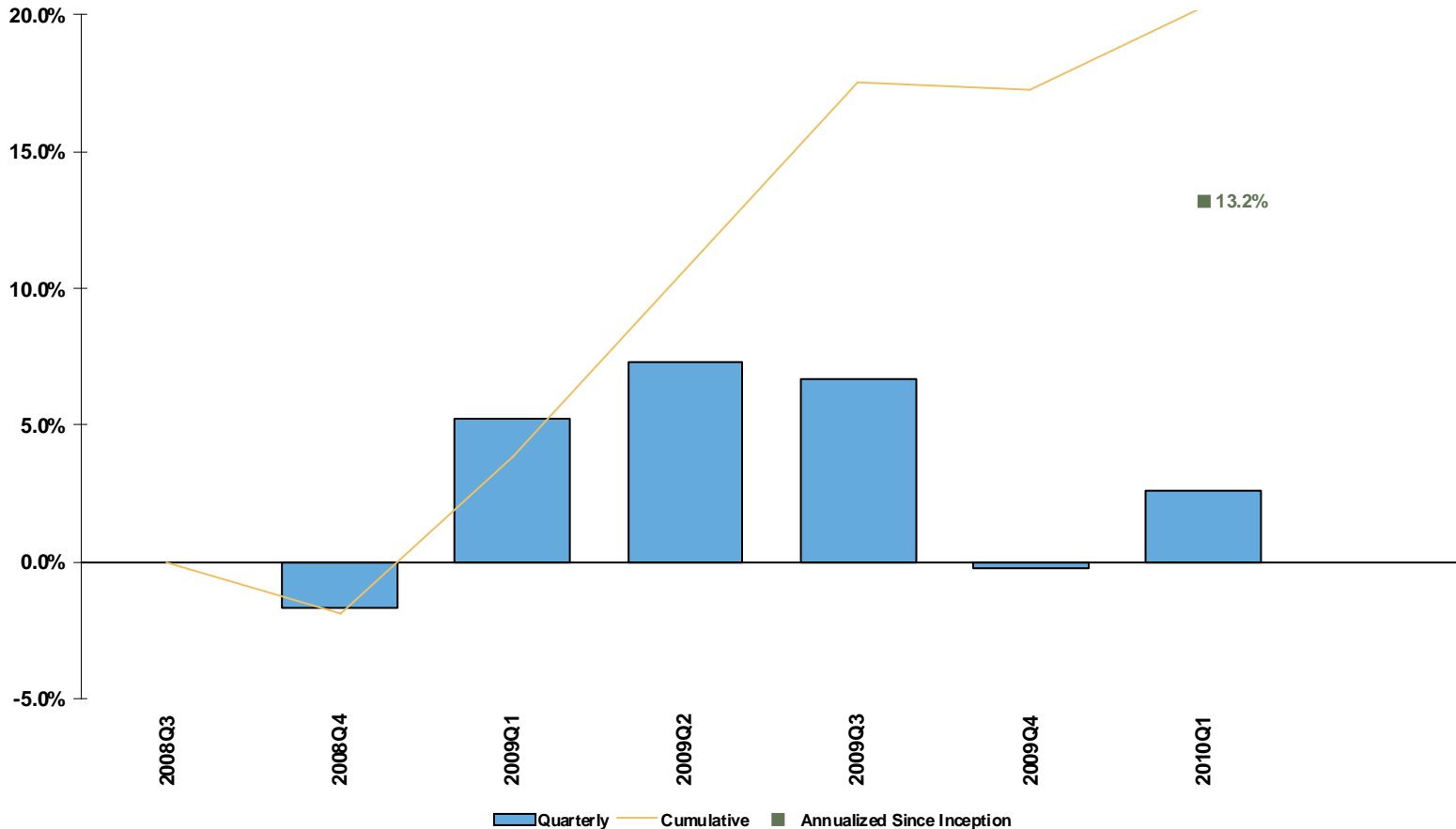
# EAFE Stock Profile

## at March 31, 2010

	AllianceBernstein (EAFE Fund)	AllianceBernstein (Div Eq Fund)	Fidelity	EAFE Composite	MSCI EAFE
<b>Portfolio Allocations</b>					
Portfolio Size (\$M)	8.6	67.5	75.7	151.8	10.4 T
% of structure	5.7%	44.5%	49.9%	100.0%	--
Cash	3.4%	1.9%	1.1%	1.6%	0.0%
<b>Style</b>					
				<b>RELATIVELY STYLE NEUTRAL</b>	
Price/Book	1.3 x	1.3 x	1.8 x	1.5 x	1.6 x
Price/Earnings (Exc. Neg. Earnings)	15.2 x	15.2 x	18.5 x	16.7 x	16.9 x
Dividend Yield	3.0%	3.1%	2.6%	2.8%	2.9%
Price/Cash Flow	6.1 x	6.0 x	8.4 x	7.0 x	7.9 x
<b>Cap Size</b>					
				<b>SLIGHT MID CAP UNDERWEIGHT</b>	
Large Cap (Over \$18.9B)	68.5%	65.1%	65.4%	65.5%	64.5%
Medium Cap (\$2.9B -- \$18.9B)	29.7%	31.2%	30.0%	30.5%	33.1%
Small Cap (Under \$2.9B)	1.1%	3.7%	4.2%	3.8%	2.1%
Market Cap Average Nlog (\$Bil)	34.0	29.3	31.3	30.5	31.2
<b>Sector Weights (Red = 3% or more below index, Green = 3% or more above index)</b>					
				<b>MODERATE SECTOR BETS</b>	
Information Technology	7.7	5.1	6.2	5.8	5.3
Health Care	7.1	7.3	8.9	8.1	8.1
Consumer Discretionary	10.1	12.0	10.2	11.0	9.9
Consumer Staples	4.7	5.4	12.2	8.7	10.0
Energy	8.0	7.4	8.0	7.7	8.0
Materials	8.6	8.0	11.3	9.7	10.5
Industrials	12.8	13.8	10.5	12.1	11.8
Financial	26.7	26.6	25.1	25.9	25.3
Telecommunication Services	10.0	9.5	4.2	6.9	5.5
Utilities	4.3	4.9	3.4	4.1	5.6
Sector Deviation	8	7	4	3	--
<b>Country Allocation</b>					
				<b>MODEST COUNTRY BETS</b>	
United Kingdom	21.9	22.2	24.4	23.3	21.0
Total Europe Ex United Kingdom	39.9	35.8	40.0	38.1	44.2
Japan	24.5	27.0	22.1	24.4	22.2
Pacific Basin Ex Japan	9.7	7.2	13.0	10.3	12.6
% in Emerging Market Countries	6.5	0.0	1.1	0.9	0.0
Country Deviation (Equity MV)	9.9	10.2	5.4	6.2	--
% in Non Index Countries	6.4	0.0	1.8	1.3	--
<b>Concentration</b>					
% in Ten Largest Holdings	21.8	20.9	17.6	16.2	13.3
Number of Holdings	118	116	210	306	952

# Global Stocks – Harris

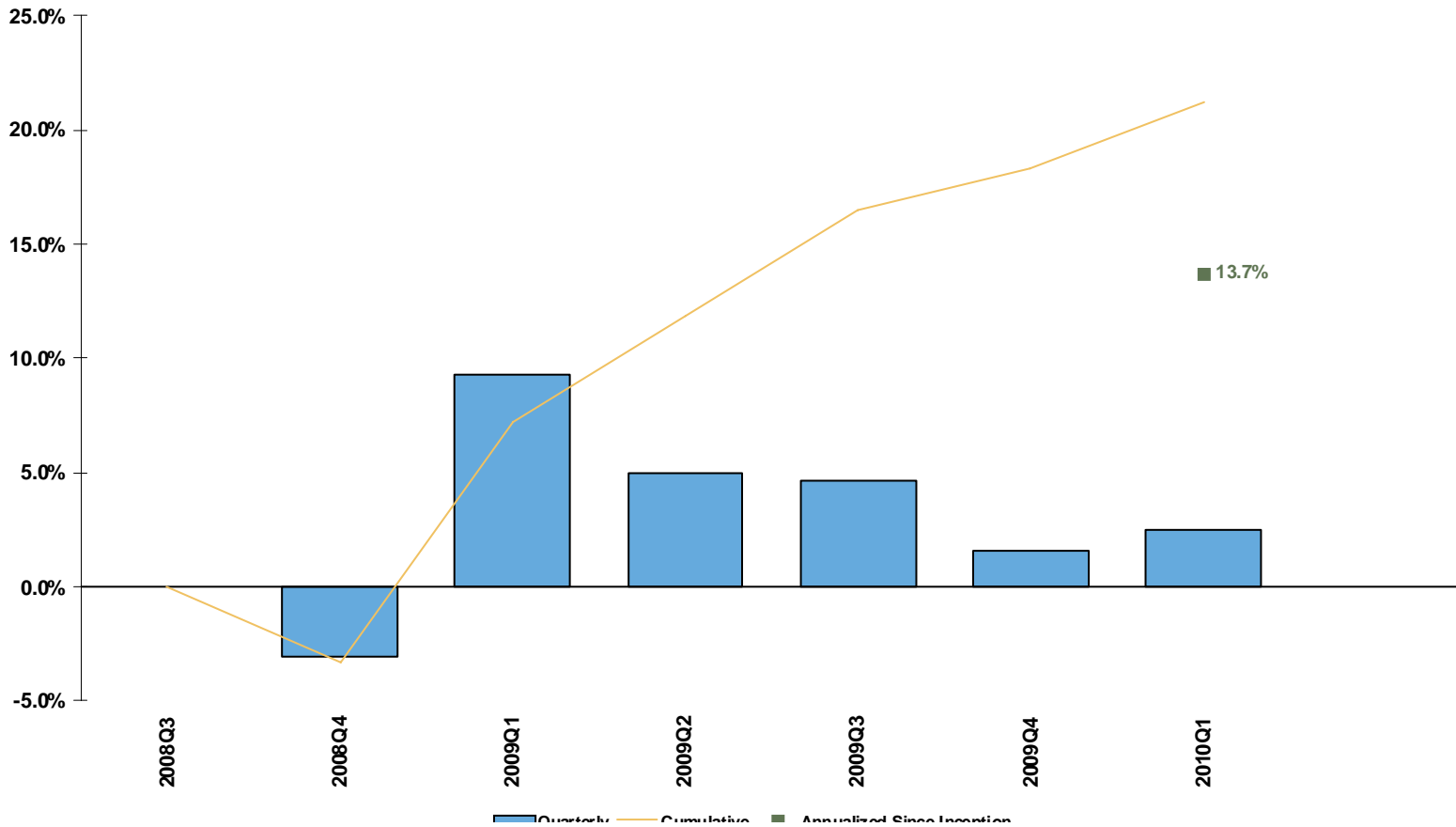
## Value Added Over MSCI World Index



- Value added of +258 bps in 1<sup>st</sup> quarter and significant value added of 19.5% for the year (1<sup>st</sup> quartile)
- Russell Rank: Hire

# Global Stocks – Harris

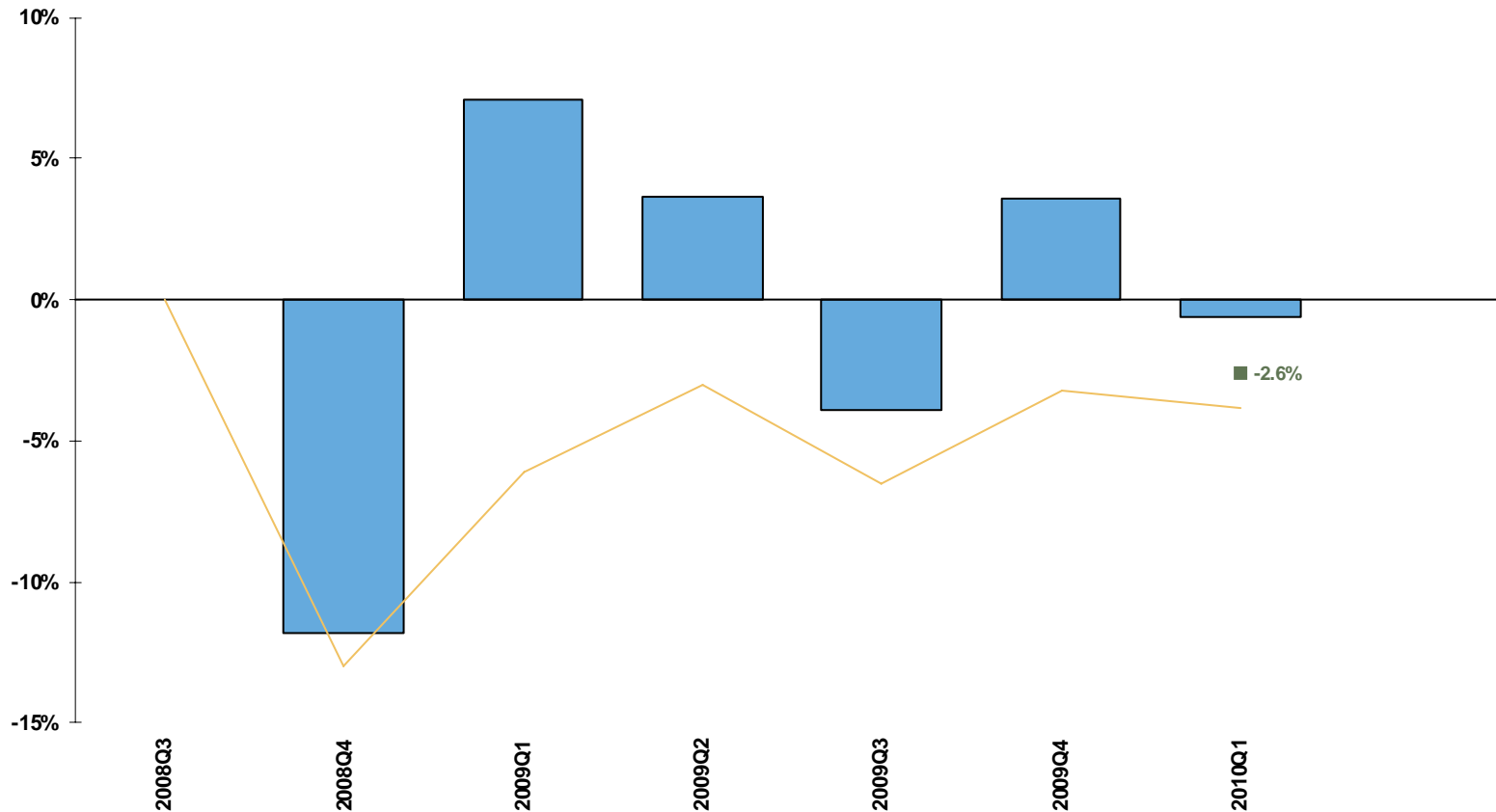
## Value Added Over MSCI World Value Index



- Value added of +246 bps in 1<sup>st</sup> quarter and strong gain of 16.6% for the year

# Global Stocks – T. Rowe Price

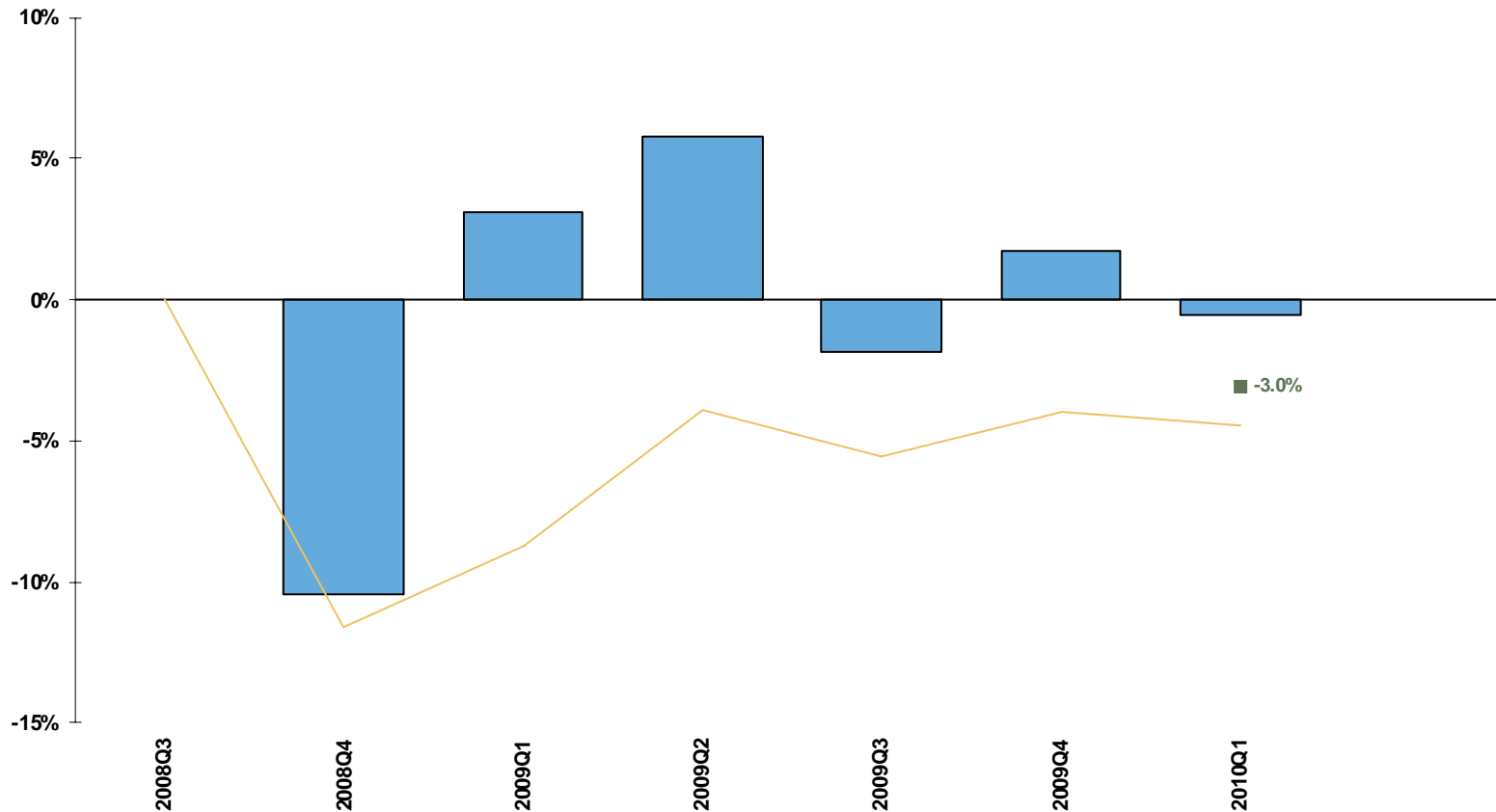
## Value Added Over MSCI World Index



- Value lost of -64 bps in 1<sup>st</sup> quarter but outperformed by +298 for the year
- Russell Rank: Hire

# Global Stocks – T. Rowe Price

## Value Added Over MSCI World Growth Index

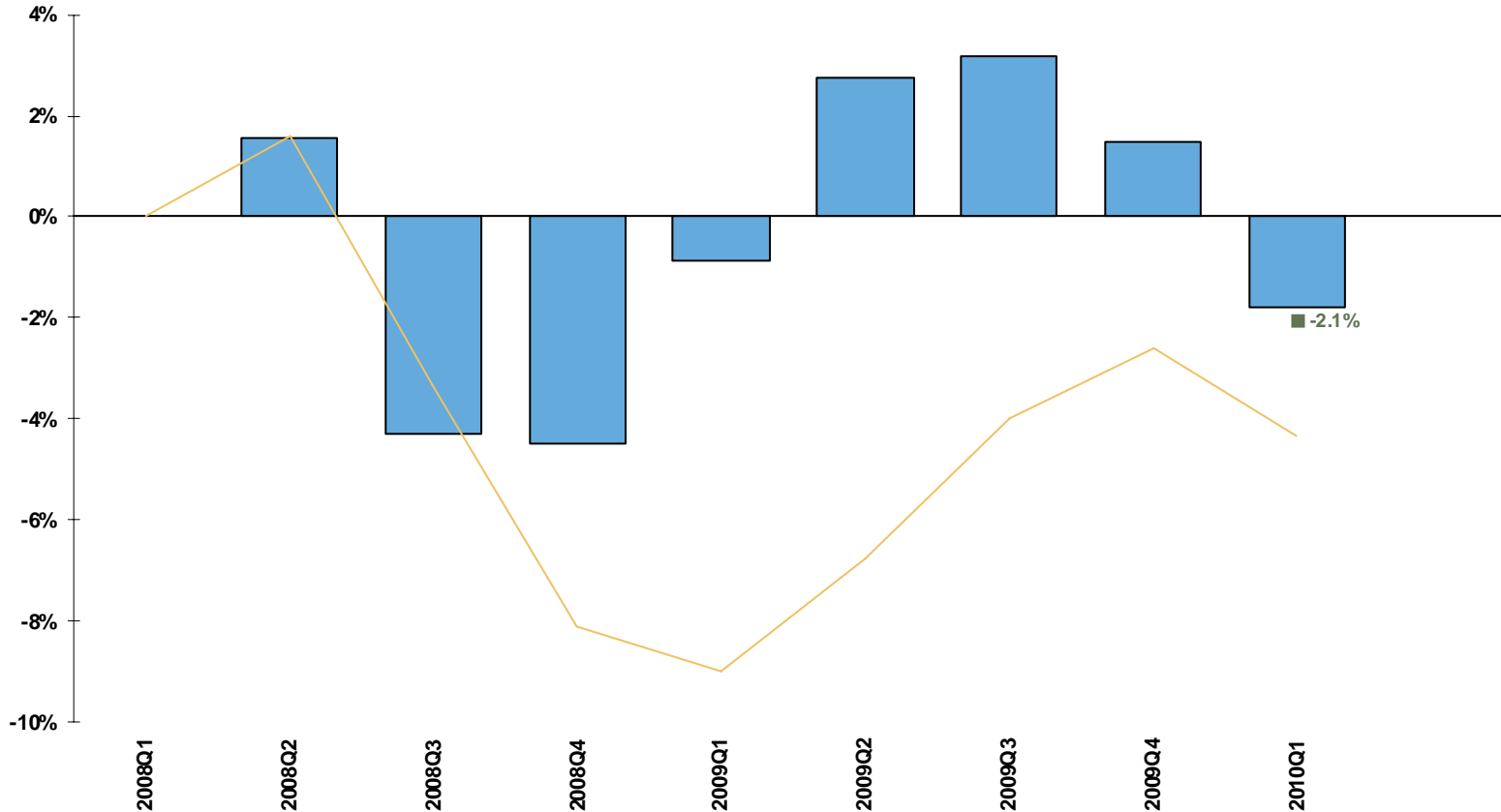


- Value lost of -51 bps in 1<sup>st</sup> quarter but strong outperformance of +561 bps for the year



# Global Stocks – Mackenzie

## Value Added Over MSCI World Index



- Underperformed by -177 bps in 1<sup>st</sup> quarter but value add of +629 bps for the year (1<sup>st</sup> quartile)

# Global Stock Profile

at March 31, 2010

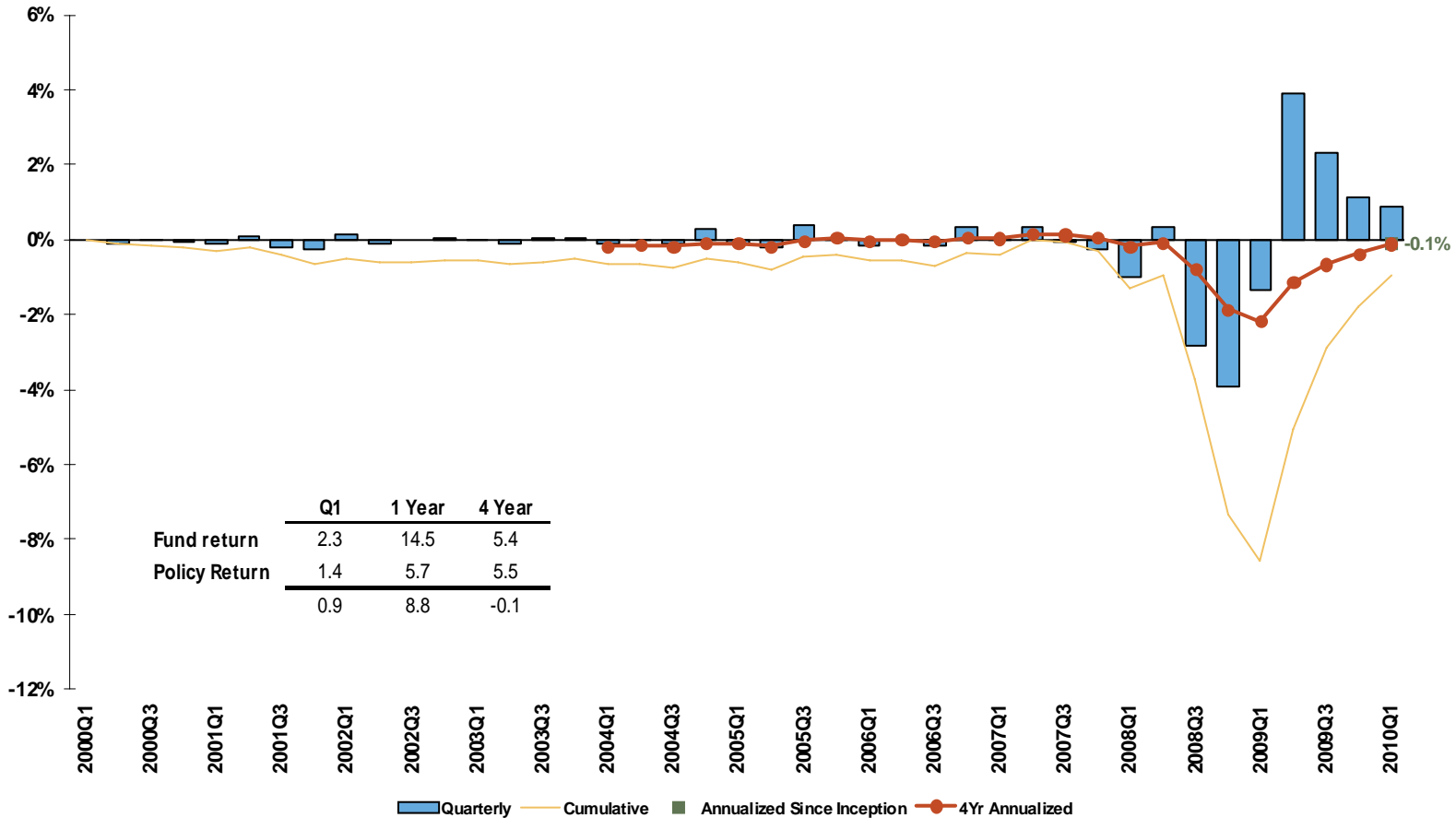
	Harris Associates	T. Rowe Price	Global Equity Comp.	Mackenzie SRI	MSCI World Index
<b>Portfolio Allocations</b>					
Portfolio Size (\$M)	41.0	39.6	80.6	2.4 M	22.7 T
% of structure	50.9%	49.1%	100.0%	---	---
Cash	23.4%	2.1%	12.9%	3.8%	0.0%
<b>Style</b>					
			SLIGHT GROWTH BIAS	STYLE NEUTRAL	
Price/Book	1.9 x	2.2 x	2.0 x	1.9 x	1.9 x
Price/Earnings (Exc. Neg. Earnings)	19.0 x	18.0 x	18.4 x	17.3 x	17.2 x
Dividend Yield	1.9%	1.0%	1.4%	2.6%	2.4%
Price/Cash Flow	12.8 x	12.7 x	12.7 x	11.0 x	9.5 x
<b>Cap Size</b>					
			SMALL LC UNDERWEIGHT	MC UNDERWEIGHT	
Large Cap (Over \$18.9B)	61.1%	66.6%	64.1%	77.5%	67.0%
Medium Cap (\$2.9B -- \$18.9B)	38.2%	32.0%	34.8%	17.3%	31.2%
Small Cap (Under \$2.9B)	0.7%	1.4%	1.1%	1.5%	1.2%
Market Cap Average Nlog (\$Bil)	30.5	36.9	33.9	32.9	35.7
<b>Sector Weights (Red = 3% or more below index, Green = 3% or more above index)</b>					
			SIGNIFICANT SECTOR BETS		
Information Technology	22.3	20.7	21.4	15.3	12.0
Health Care	3.1	6.4	4.9	12.1	9.8
Consumer Discretionary	24.7	9.5	16.3	2.6	9.7
Consumer Staples	6.0	5.1	5.5	7.0	10.1
Energy	3.7	10.6	7.5	13.0	10.5
Materials	3.4	8.7	6.3	1.8	7.5
Industrials	11.6	5.6	8.3	19.6	10.8
Financial	25.3	25.6	25.4	23.3	21.1
Telecommunication Services	0.0	5.5	3.0	5.5	4.1
Utilities	0.0	2.4	1.3	0.0	4.3
Sector Deviation	23	13	15	15	0
<b>Country Allocation</b>					
			MODERATE BETS	LARGE BETS	
United Kingdom	8.9	11.3	10.2	8.4	9.6
Total Europe Ex United Kingdom	20.2	17.7	19.0	32.8	20.2
Japan	11.3	2.6	6.5	13.1	10.2
Pacific Basin Ex Japan	1.4	8.4	4.8	17.6	5.8
United States	40.2	49.5	45.3	18.5	49.1
% in Emerging Market Countries	4.2	18.4	11.2	11.7	0.0
Country Deviation (Equity MV)	20.6	14.1	12.1	32.9	0.0
% in Non Index Countries	5.5	18.7	12.8	15.5	0.0
<b>Concentration</b>					
% in Ten Largest Holdings	35.5	31.0	20.2	34.9	9.1
Number of Holdings	42	68	108	41	1645

## ***4. Fixed Income***

---

# Diversified Bond Fund

## Value Added Over Policy\*



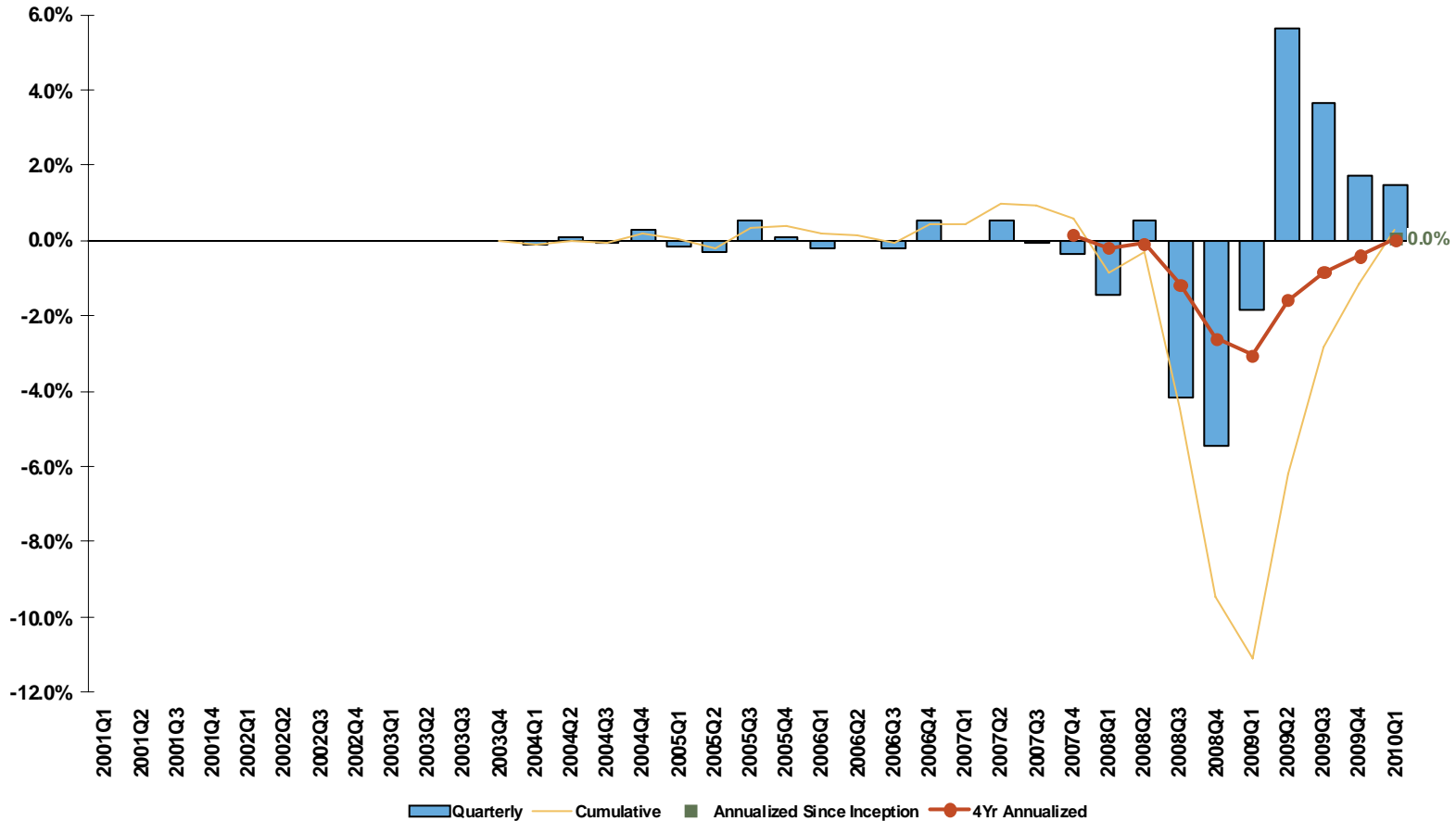
- Outperformed benchmark by +87 bps in 1<sup>st</sup> quarter and by +884 bps for the year (1<sup>st</sup> quartile)
- Underperformed benchmark by -0.1% over 4 years

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

# Bonds – Alliance Bernstein Core +

Value Added Over AllianceBernstein Benchmark

Slight outperformance over 4 years

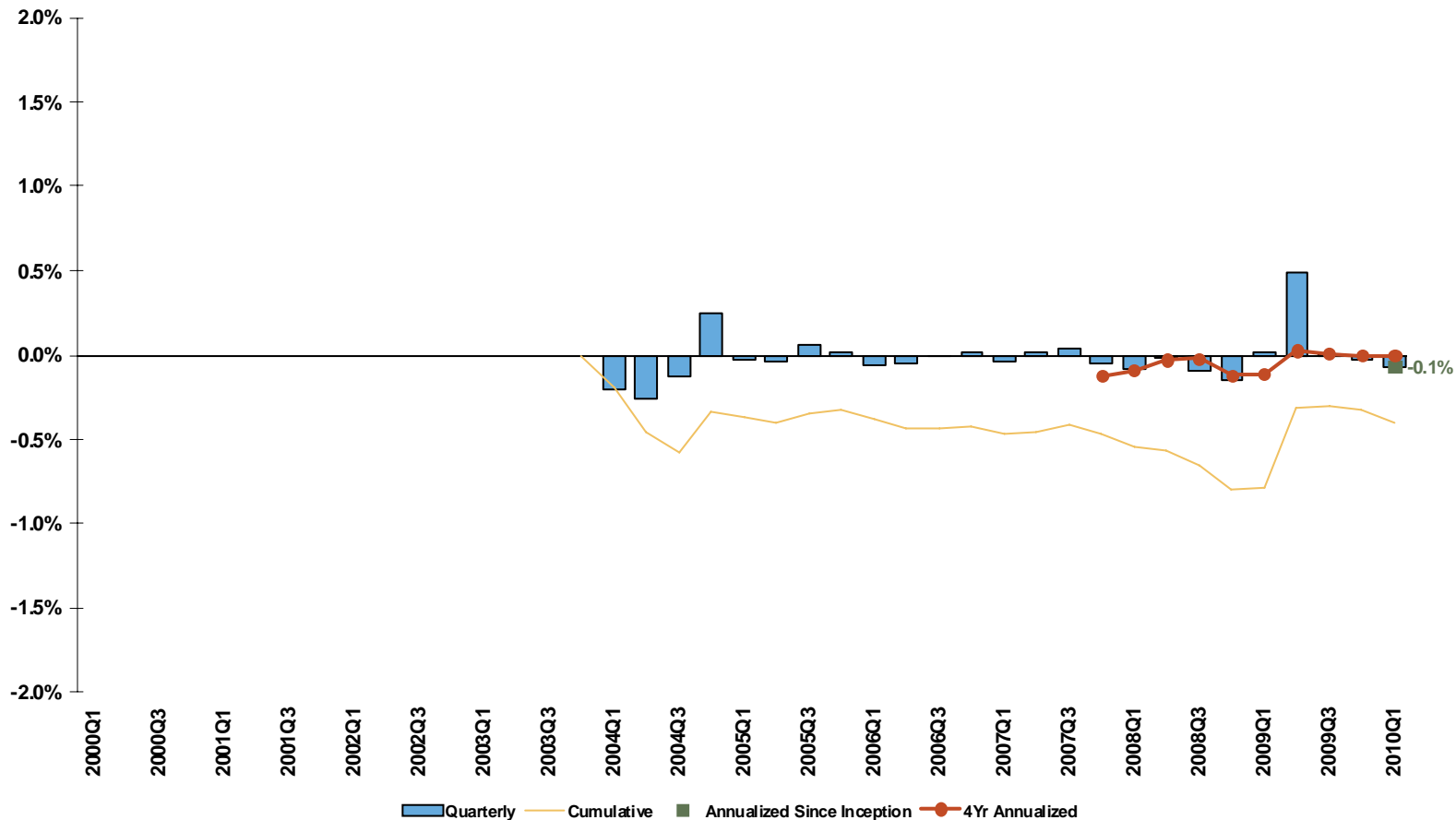


- Outperformed by +147 bps in the 1<sup>st</sup> quarter and up by +1,357 bps for the year (1<sup>st</sup> quartile)
- Matched benchmark since inception
- Russell rank: Hire

# Bonds (State Street)

Value Added Over DEX Universe

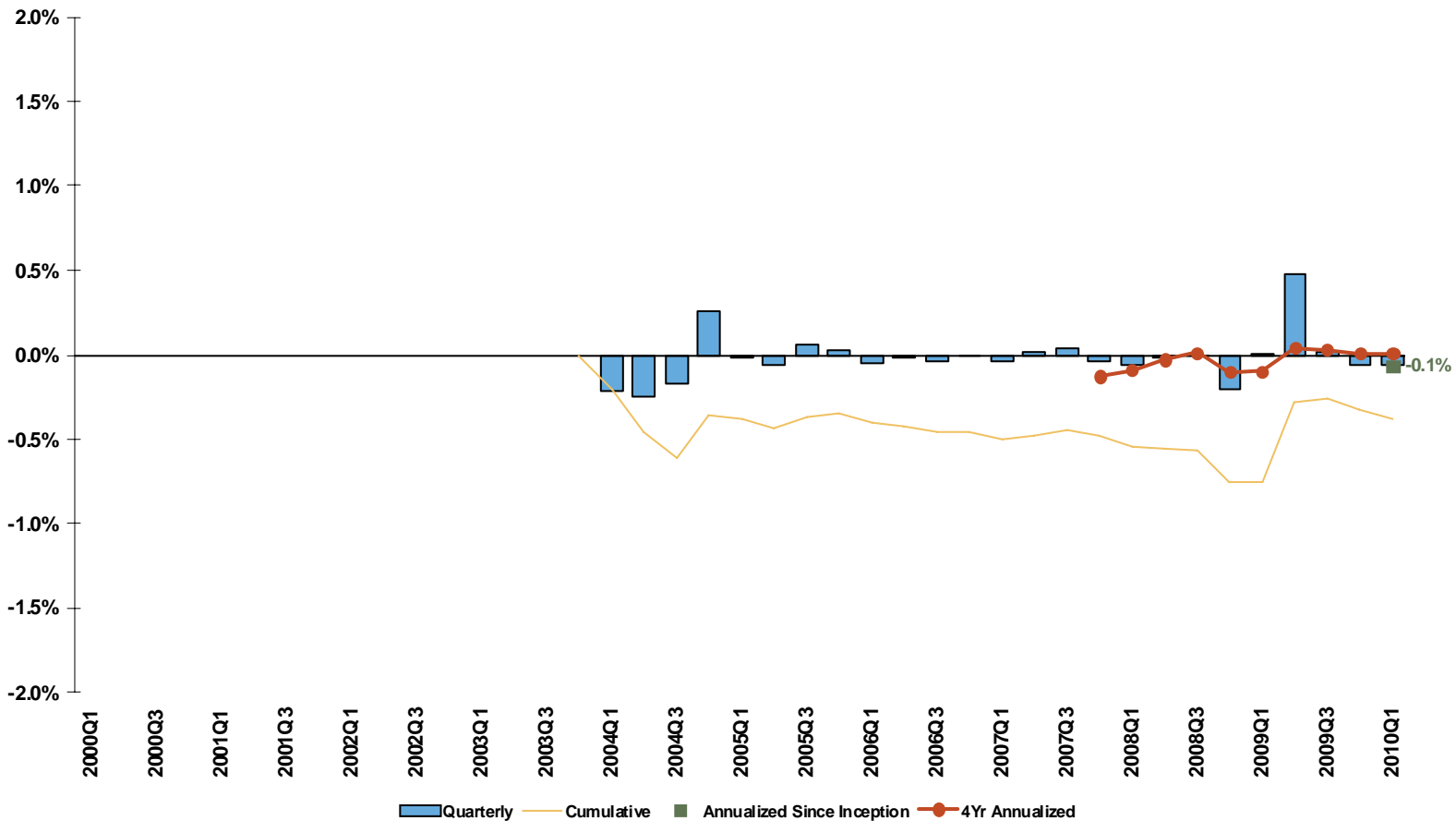
Slightly trailing benchmark since inception



- Slightly below benchmark in 1<sup>st</sup> quarter but outperformed by +40 bps for the year
- Russell rank: Retain

# Canadian Bond Fund - State Street

Value Added Over DEX Universe

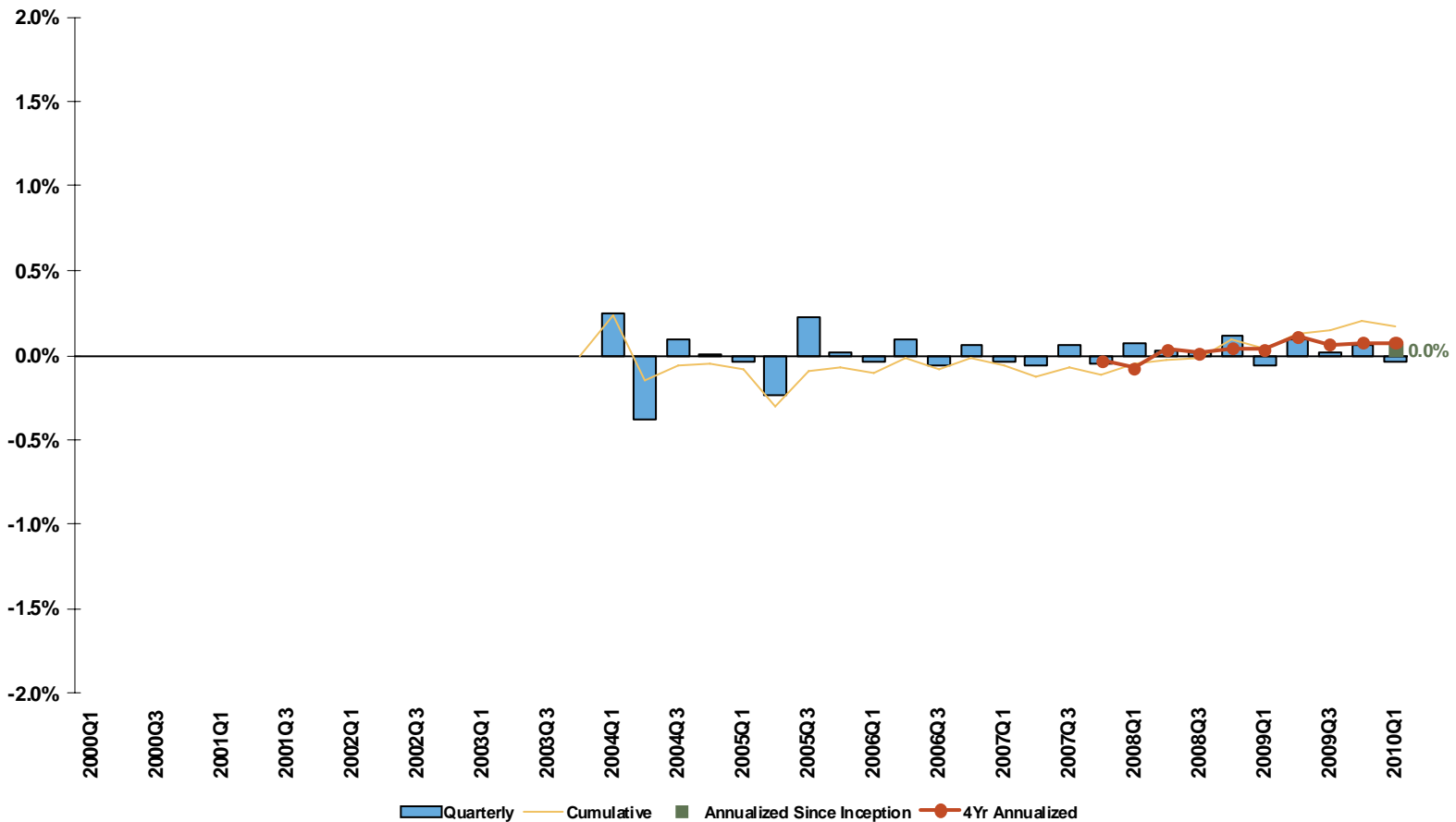


- Just below benchmark since inception

# Long Term Bond Fund – State Street

Value Added Over DEX Long Term Index

Keeping pace with the benchmark



■ Russell rank: High Interest



# Canadian Bond Profile\*

at March 31, 2010

	AllianceBernstein	StateStreet	Fund Composite**	DEX Universe
<b>Portfolio Allocations</b>				
Portfolio Size (\$M)	\$164.1	\$79.8	\$243.9	\$949.7B
% of Structure	67%	33%	100%	--
Number of Holdings	361	632	n/a	1,062
<b>Characteristics</b>				
			<b>DURATION NEUTRAL</b>	
Modified Duration (Yrs)	5.8	5.9	5.8	5.9
Yield to Maturity	6.6%	3.3%	5.5%	3.4%
<b>Term Structure (%)</b>				
Cash	1	0	1	0
Short (1-5 years)	38	51	42	52
Medium (5-10 years)	40	24	35	24
Long (10+ years)	21	25	22	25
<b>Sector Weights (% of Portfolio)</b>				
			<b>CORPORATE OVERWEIGHT</b>	
Federal Bonds	26	47	33	47
Provincial & Municipal Bonds	9	26	15	26
Corporate Bonds	45	27	39	27
Foreign Government	9	0	6	0
Foreign Corporate	0	0	0	0
Other (MBS, CMBS, ABS, etc.)	7	0	5	0
Cash	4	0	3	0
<b>Quality:</b>				
			<b>LOWER QUALITY BIAS</b>	
AAA	45	52	47	52
AA	17	20	18	22
A	17	21	18	20
BBB	15	7	12	6
Lower than BBB	6	0	4	0

\*Manager supplied data

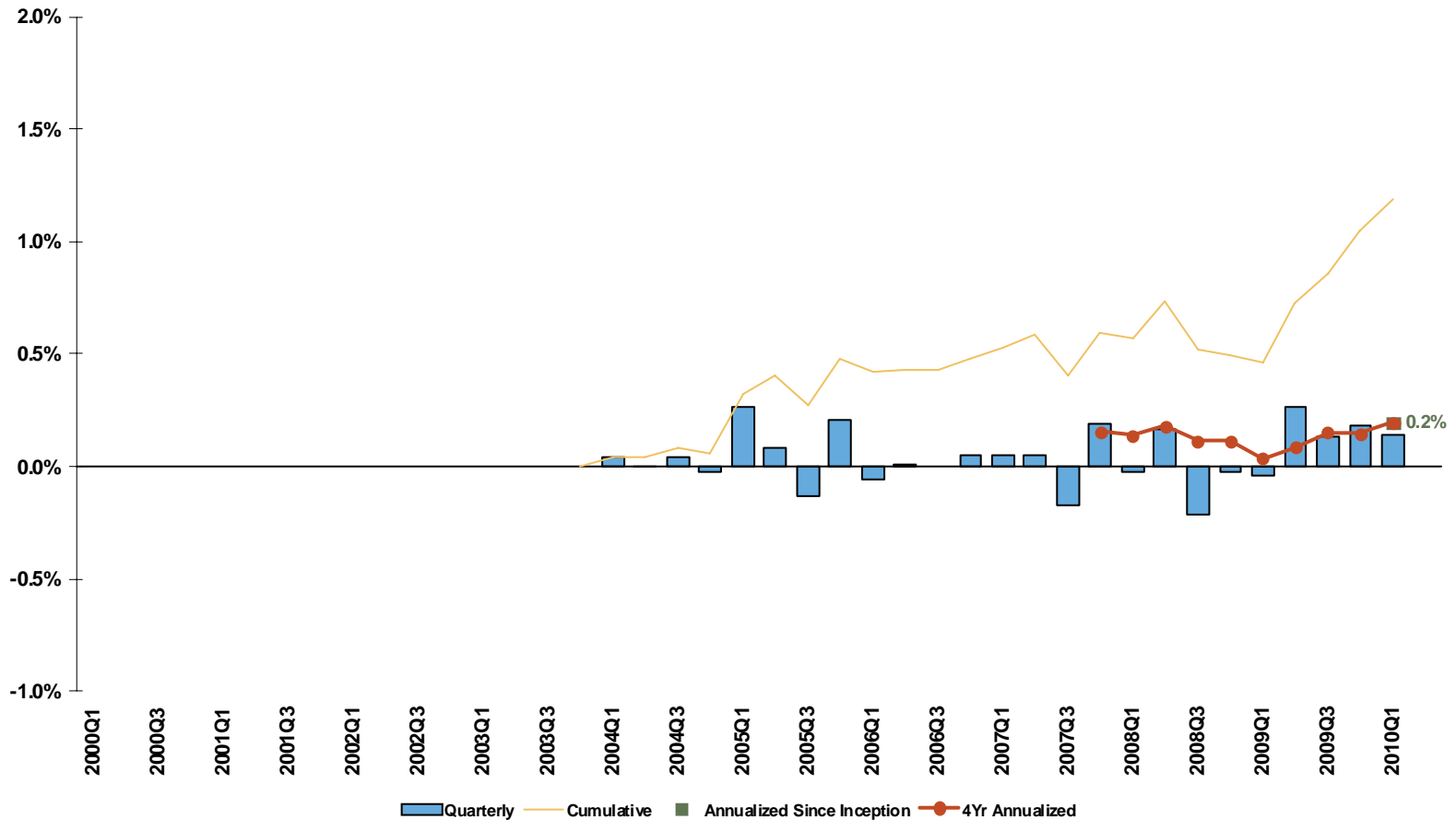
\*\*Fund composite represents a dollar-weighted combination of the manager supplied information

## ***5. Money Market Fund***

---

# Money Market – State Street

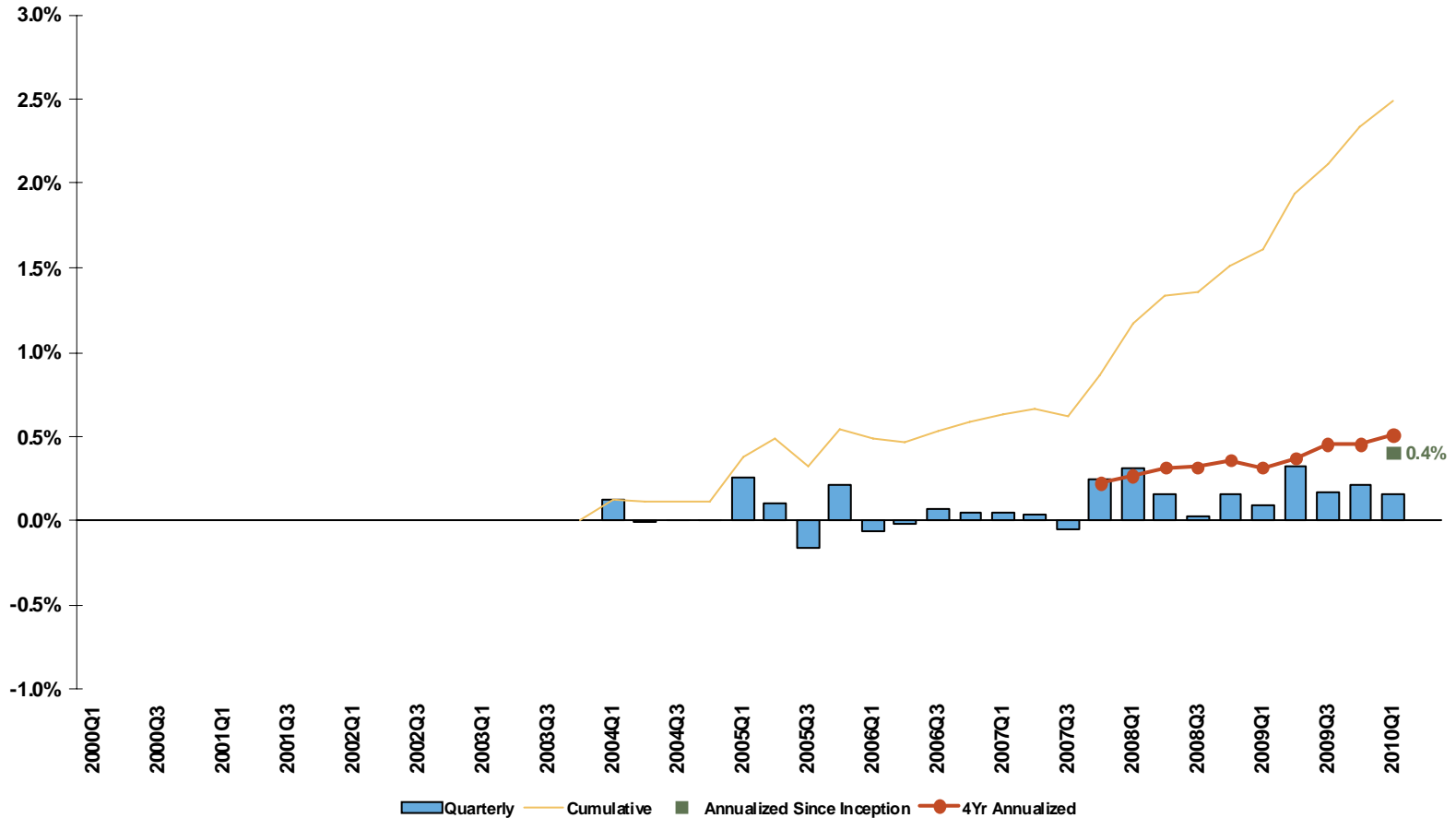
Value Added Over DEX 91 Day T-Bills



- Above benchmark by 14 bps in 1<sup>st</sup> quarter and value added of 0.2% since inception

# Money Market – State Street

Value Added Over DEX 30 Day T-Bills



- Secondary benchmark

## ***6. Target Date Funds***

---

# Target Date Funds

Portfolio Positions: March 31, 2010

## A. Duration

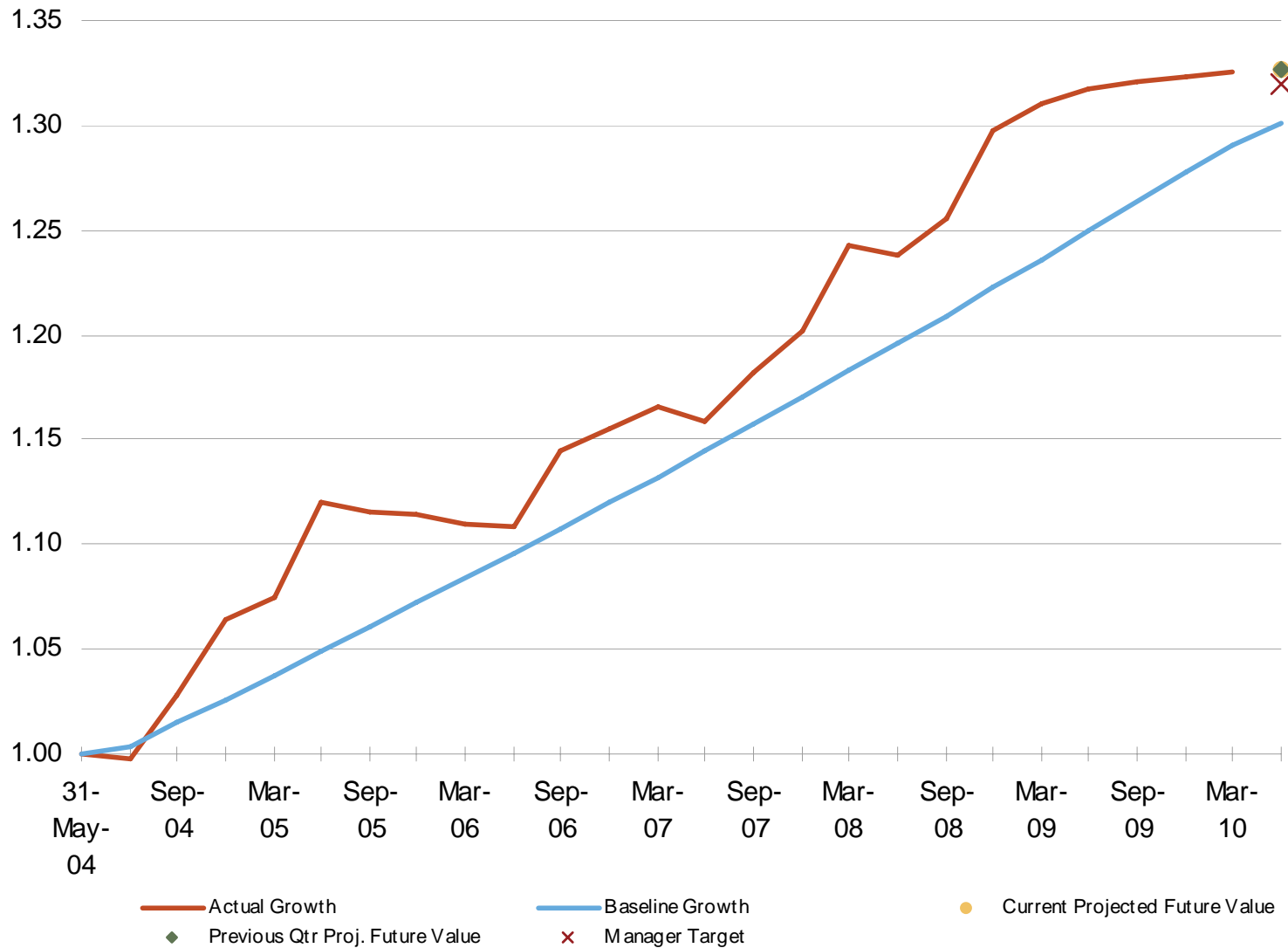
Fund	Duration		Deviation	
	Target	Actual	Actual	Maximum
June 1, 2010	0.17	0.17	0.01	0.01
June 1, 2012	2.17	2.16	-0.01	0.11
June 1, 2014	4.17	4.24	0.07	0.21

## B. Dispersion

Fund	Years to Maturity	Short Term Holdings	
		Actual	Maximum
June 1, 2010	0.17	100.0%	100%
June 1, 2012	2.17	1.9%	25%
June 1, 2014	4.17	0.4%	25%

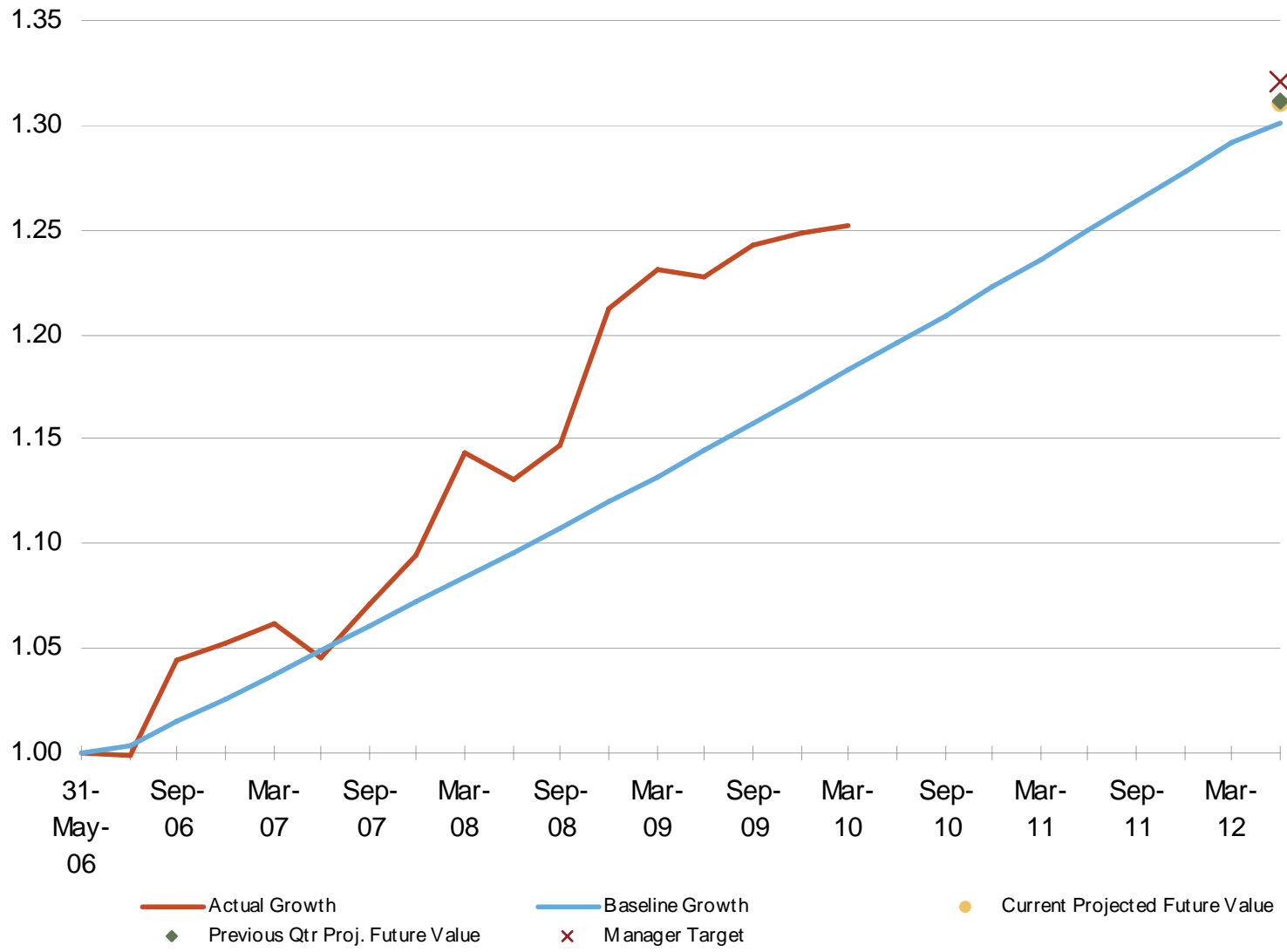
# Target Date Fund Performance Tracking

June 1, 2010 Fund



# Target Date Fund Performance Tracking

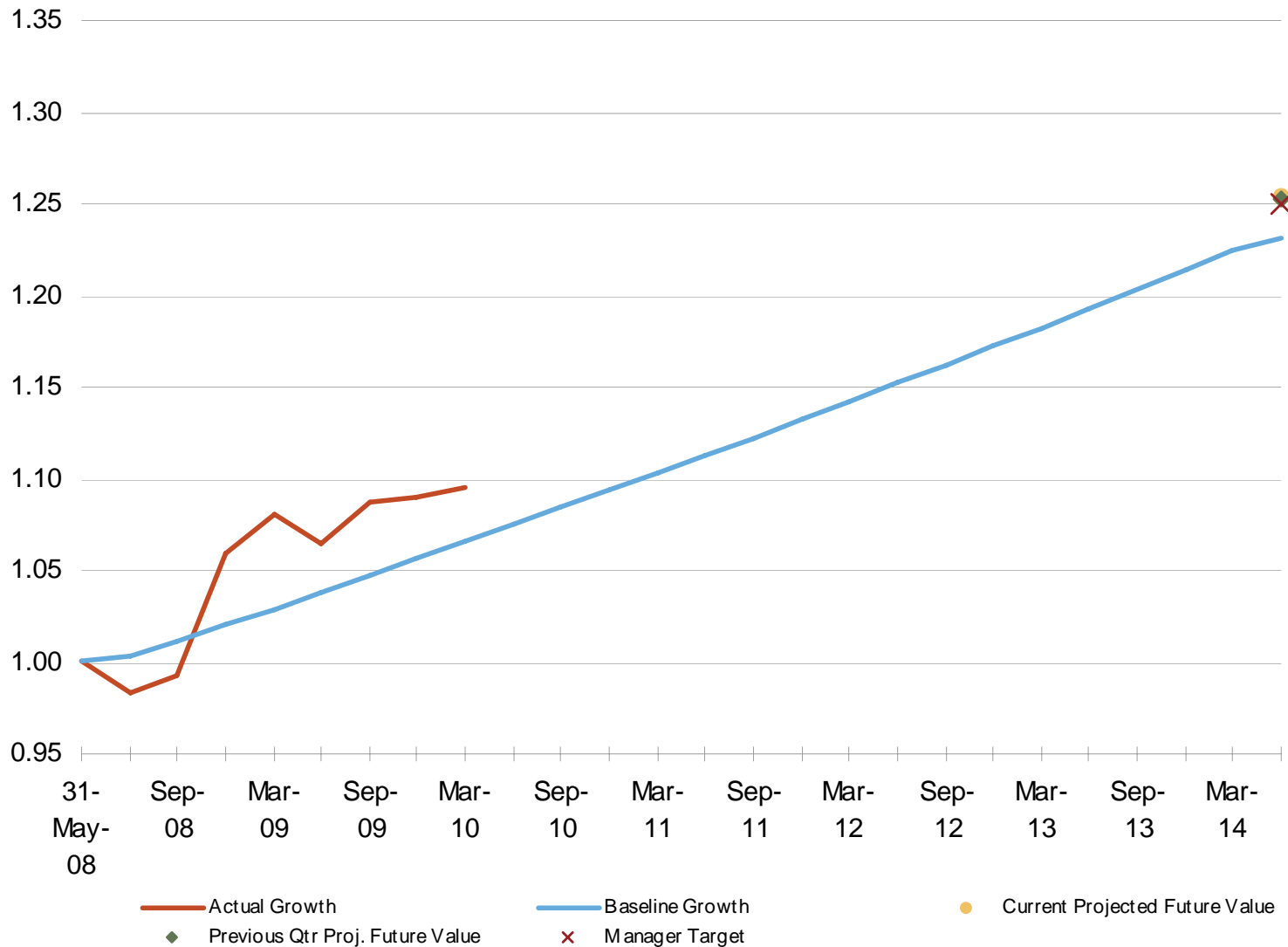
June 1, 2012 Fund





# Target Date Fund Performance Tracking

June 1, 2014 Fund





[www.russell.com](http://www.russell.com)