

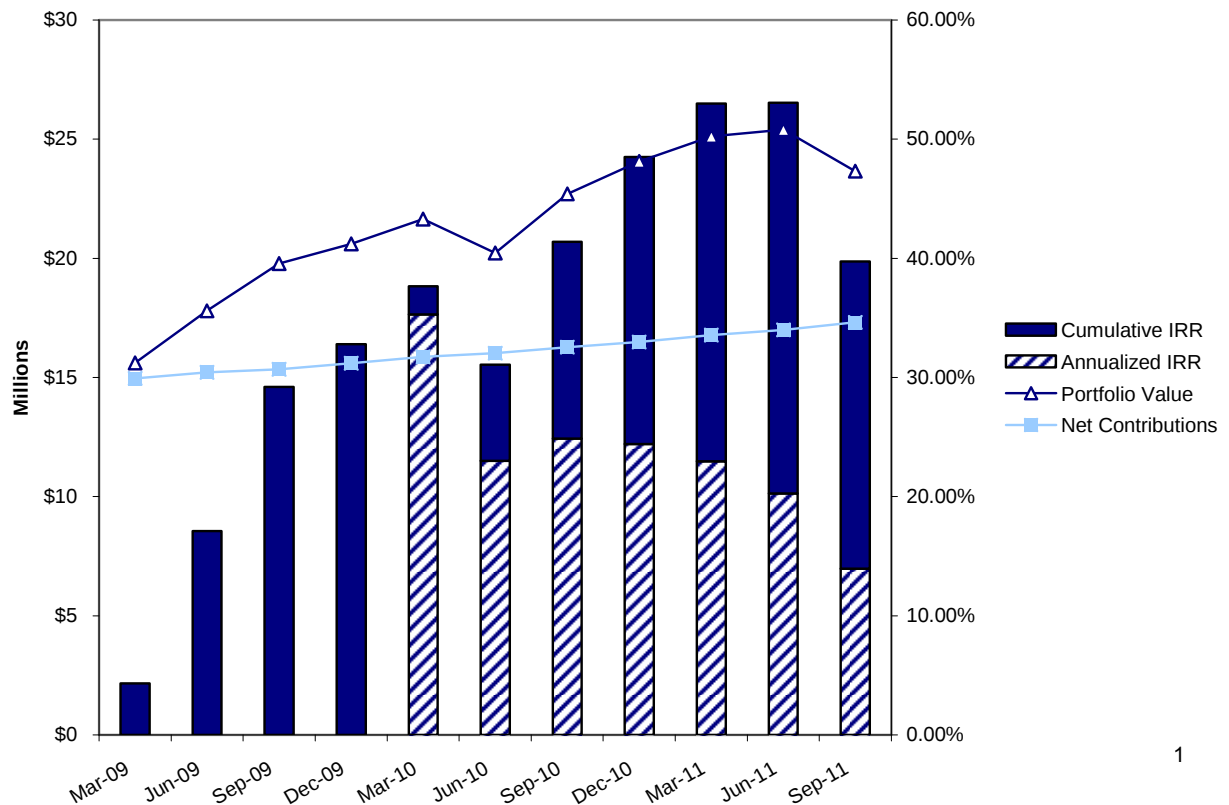
PORTFOLIO PERFORMANCE REPORT

Killeen Fire Department

Inception Date 03-10-09

Period Ending 09-30-11

	Quarter-to-Date	Year-to-Date	1 Year	Inception
	06-30-11	12-31-10	09-30-10	03-10-09
	To	To	To	To
	09-30-11	09-30-11	09-30-11	09-30-11
Starting Portfolio Value	\$25,403,405	\$24,064,524	\$22,701,175	\$0
Contributions	\$694,647	\$1,933,985	\$3,210,604	\$21,750,752
Withdrawals	\$-379,903	\$-1,101,191	\$-2,172,964	\$-4,436,360
Net Investment	\$314,744	\$832,793	\$1,037,640	\$17,314,392
Realized Gains	\$0	\$275,275	\$373,170	\$3,592,905
Unrealized Gains	\$-2,144,776	\$-1,751,361	\$-1,207,061	\$1,393,299
Interest	\$60	\$172	\$236	\$6,184
Dividends	\$105,404	\$294,295	\$815,539	\$1,466,884
Management Fees	\$-19,032	\$-55,893	\$-60,893	\$-90,893
Portfolio Fees	\$0	\$0	\$0	\$-22,966
Ending Portfolio Value	\$23,659,805	\$23,659,805	\$23,659,805	\$23,659,805
Total Gain Before Fees	\$-2,039,313	\$-1,181,620	\$-18,117	\$6,459,273
Total Fees	\$-19,032	\$-55,893	\$-60,893	\$-113,860
Total Gain After Fees	\$-2,058,344	\$-1,237,513	\$-79,010	\$6,345,413
TWR Return	-8.03	-4.92	-0.09	41.95
Annualized TWR				14.70
IRR (Discounted Cash Flow)	-8.05	-5.06	-0.34	39.74
Annualized IRR				14.00



PERFORMANCE BY ASSET INCLUDING ACCRUED INTEREST

Killeen Fire Department

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Discounted Cash Flow Method

EQUITIES

Domestic SMID Cap Value

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
Advisory Research SMID Fund Value II LP	03-11-09	-	1,105,318.23	-17.95	-5.46	12.15	23.29	-	89.63	997,229.96
Domestic SMID Cap Value Total (IRR)	03-11-09	-	1,105,318.23	-17.95	-5.46	12.15	23.29	-	89.63	997,229.96
Domestic SMID Cap Value Total (TWR)	03-11-09	-	1,105,318.23	-17.95	-11.23	2.32	12.71	-	66.09	997,229.96

Domestic Mid Cap Growth

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
Morgan Stanley Instil Fd Tr Mid Cap Growth Portf Cl	03-11-09	-	1,025,268.39	-19.21	-1.11	14.36	41.90	-	188.79	1,582,178.65
Domestic Mid Cap Growth Total (IRR)	03-11-09	-	1,025,268.39	-19.21	-1.11	14.36	41.90	-	188.79	1,582,178.65
Domestic Mid Cap Growth Total (TWR)	03-11-09	-	1,025,268.39	-19.21	-9.91	0.47	25.17	-	114.00	1,582,178.65

Domestic Large Cap Value

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
Former Positions	03-11-09	06-22-11	0.00	-	2.77	13.67	24.98	-	91.13	1,015,906.79
Domestic Large Cap Value Total (IRR)	03-11-09	06-22-11	0.00	-	2.77	13.67	24.98	-	91.13	1,015,906.79
Domestic Large Cap Value Total (TWR)	03-11-09	06-22-11	0.00	-	1.90	12.25	23.61	-	93.50	1,015,906.79

Domestic Large Cap Growth

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
Harbor Capital Appreciation Fund Instl	03-11-09	-	1,703,826.38	-13.39	-4.26	8.65	18.54	-	73.92	965,291.91
Domestic Large Cap Growth Total (IRR)	03-11-09	-	1,703,826.38	-13.39	-4.26	8.65	18.54	-	73.92	965,291.91
Domestic Large Cap Growth Total (TWR)	03-11-09	-	1,703,826.38	-13.39	-6.07	4.70	14.18	-	61.86	965,291.91

Domestic Large Cap Blend

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
Reliance Trust Alphasector Prem Cl I	07-07-11	-	2,089,671.20	-9.20	-9.20	-9.20	-9.20	-	-9.20	-211,728.80
Domestic Large Cap Blend Total (IRR)	07-07-11	-	2,089,671.20	-9.20	-9.20	-9.20	-9.20	-	-9.20	-211,728.80
Domestic Large Cap Blend Total (TWR)	07-07-11	-	2,089,671.20	-9.20	-9.20	-9.20	-9.20	-	-9.20	-211,728.80

Foreign Large Cap Blend

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
Vanguard International Value Fund	03-11-09	-	1,726,720.72	-20.73	-18.69	-13.31	-11.21	-	47.03	552,296.82
Foreign Large Cap Blend Total (IRR)	03-11-09	-	1,726,720.72	-20.73	-18.69	-13.31	-11.21	-	47.03	552,296.82
Foreign Large Cap Blend Total (TWR)	03-11-09	-	1,726,720.72	-20.73	-18.69	-13.31	-11.21	-	47.03	552,296.82

PERFORMANCE BY ASSET INCLUDING ACCRUED INTEREST

Killeen Fire Department

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Discounted Cash Flow Method

Emerging Market Equity

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
Touchstone Emerging Markets Equity Fund Cl I	12-02-10	-	1,006,779.70	-17.99	-23.58	-23.42	-23.42	-	-23.42	-234,170.30
Emerging Market Equity Total (IRR)	12-02-10	-	1,006,779.70	-17.99	-23.58	-23.42	-23.42	-	-23.42	-234,170.30
Emerging Market Equity Total (TWR)	12-02-10	-	1,006,779.70	-17.99	-18.93	-17.59	-17.59	-	-17.59	-234,170.30

Global Multi-Strat

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
Balestra Spectrum Partners LLC	01-31-10	-	1,659,587.33	4.50	1.15	3.72	4.20	-	4.20	59,587.33
Global Multi-Strat Total (IRR)	01-31-10	-	1,659,587.33	4.50	1.15	3.72	4.20	-	4.20	59,587.33
Global Multi-Strat Total (TWR)	01-31-10	-	1,659,587.33	4.50	1.15	3.72	4.80	-	4.80	59,587.33

Natural Resources

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
Prudential Jennison Natural Resources Cl A	07-09-10	-	896,067.99	-27.38	-28.24	-19.06	-13.29	-	-13.29	-119,282.01
Natural Resources Total (IRR)	07-09-10	-	896,067.99	-27.38	-28.24	-19.06	-13.29	-	-13.29	-119,282.01
Natural Resources Total (TWR)	07-09-10	-	896,067.99	-27.38	-28.24	-14.50	-3.99	-	-3.99	-119,282.01

TOTAL EQUITIES (IRR)	03-11-09	-	11,213,239.95	-14.64	-10.20	-0.62	9.87	-	66.89	4,607,310.36
TOTAL EQUITIES (TWR)	03-11-09	-	11,213,239.95	-14.33	-10.71	-1.59	8.64	-	69.35	4,607,310.36

FIXED INCOME

Intermediate-Term

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
PIMCO Funds Total Return Fund Instl #35	03-11-09	-	2,133,361.09	-1.06	3.56	1.42	15.76	-	34.28	1,790,634.19
Intermediate-Term Total (IRR)	03-11-09	-	2,133,361.09	-1.06	3.56	1.42	15.76	-	34.28	1,790,634.19
Intermediate-Term Total (TWR)	03-11-09	-	2,133,361.09	-1.06	2.34	1.40	13.04	-	28.16	1,790,634.19

Domestic Credit Multi-Strat

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
Balter Capital Management Credit Opportunities Fund, LP	06-01-11	-	2,005,976.11	-3.75	-4.48	-4.48	-4.48	-	-4.48	-94,023.89
Domestic Credit Multi-Strat Total (IRR)	06-01-11	-	2,005,976.11	-3.75	-4.48	-4.48	-4.48	-	-4.48	-94,023.89
Domestic Credit Multi-Strat Total (TWR)	06-01-11	-	2,005,976.11	-3.75	-4.48	-4.48	-4.48	-	-4.48	-94,023.89

Emerging Market Debt

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
MFS Emerging Markets Debt Fund Class A	07-09-10	-	1,954,393.24	-3.50	0.33	-0.47	4.97	-	4.97	86,493.24
Emerging Market Debt Total (IRR)	07-09-10	-	1,954,393.24	-3.50	0.33	-0.47	4.97	-	4.97	86,493.24
Emerging Market Debt Total (TWR)	07-09-10	-	1,954,393.24	-3.50	0.33	-0.67	5.75	-	5.75	86,493.24

PERFORMANCE BY ASSET INCLUDING ACCRUED INTEREST

Killeen Fire Department

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Discounted Cash Flow Method

Multi Sector Bond

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
PIMCO Unconstrained Bond CL A	04-21-11	-	2,096,450.56	-1.16	-1.44	-1.44	-1.44	-	-1.44	-30,549.44
Multi Sector Bond Total (IRR)	04-21-11	-	2,096,450.56	-1.16	-1.44	-1.44	-1.44	-	-1.44	-30,549.44
Multi Sector Bond Total (TWR)	04-21-11	-	2,096,450.56	-1.16	-1.44	-1.44	-1.44	-	-1.44	-30,549.44
TOTAL FIXED INCOME (IRR)	03-11-09	-	8,190,181.00	-2.34	0.19	-0.84	11.38	-	26.72	1,752,554.10
TOTAL FIXED INCOME (TWR)	03-11-09	-	8,190,181.00	-2.34	0.42	-0.52	11.38	-	26.28	1,752,554.10

PRIVATE EQUITY

Private Equity

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
Franchise Capital Partners III	06-24-09	-	934,842.55	6.39	15.05	17.90	26.99	-	23.94	91,901.00
Private Equity Total (IRR)	06-24-09	-	934,842.55	6.39	15.05	17.90	26.99	-	23.94	91,901.00
Private Equity Total (TWR)	06-24-09	-	934,842.55	6.42	14.26	15.15	-21.15	-	-48.80	91,901.00
TOTAL PRIVATE EQUITY (IRR)	06-24-09	-	934,842.55	6.39	15.05	17.90	26.99	-	23.94	91,901.00
TOTAL PRIVATE EQUITY (TWR)	06-24-09	-	934,842.55	6.42	14.26	15.15	-21.15	-	-48.80	91,901.00

CASH & EQUIV.

Cash

Asset	Entry	Exit	Market Value	QTD	YTD	1 Yr.	2 Yr.	3 Yr.	Since Incep	Dollar Gain
Fidelity Cash Reserves	12-02-09	-	2,096,395.62	-0.84	-2.63	-3.49	-5.60	-	-5.60	-75,346.30
First National Bank Cash	12-04-09	-	1,225,145.66	0.00	0.00	0.00	0.00	-	0.00	0.00
Former Positions	03-11-09	06-01-11	0.00	-	0.00	0.00	-4.35	-	-4.39	-31,006.35
Cash Total (IRR)	03-11-09	-	3,321,541.28	-0.57	-1.91	-2.35	-3.86	-	-4.81	-106,352.65
Cash Total (TWR)	03-11-09	-	3,321,541.28	-0.58	-2.37	-2.67	-3.77	-	-4.64	-106,352.65
TOTAL CASH & EQUIV. (IRR)	03-11-09	-	3,321,541.28	-0.57	-1.91	-2.35	-3.86	-	-4.81	-106,352.65
TOTAL CASH & EQUIV. (TWR)	03-11-09	-	3,321,541.28	-0.58	-2.37	-2.67	-3.77	-	-4.64	-106,352.65
TOTAL PORTFOLIO (IRR)			23,659,804.78	-8.05	-5.06	-0.34	9.25	-	39.74	6,345,412.81
TOTAL PORTFOLIO (TWR)			23,659,804.78	-8.03	-4.92	-0.09	9.79	-	41.95	6,345,412.81

CURRENT vs. TARGET ALLOCATION

Killeen Fire Department

Inception Date 03-10-09

Period Ending 09-30-11

Asset Class	Target Pct.	Current Pct.	Deviation Pct.	Target Value	Current Value	Value Difference
Equities						
Domestic SMID Cap Value	2.5%	4.7%	86.9%	\$591,495.12	\$1,105,318.23	\$513,823.11
Domestic Mid Cap Growth	2.5%	4.3%	73.3%	\$591,495.12	\$1,025,268.39	\$433,773.27
Domestic Large Cap Growth	7.5%	7.2%	-4.0%	\$1,774,485.36	\$1,703,826.38	\$-70,658.97
Domestic Large Cap Blend	7.5%	8.8%	17.8%	\$1,774,485.36	\$2,089,671.20	\$315,185.84
Foreign Large Cap Blend	10.0%	7.3%	-27.0%	\$2,365,980.48	\$1,726,720.72	\$-639,259.76
Emerging Market Equity	10.0%	4.3%	-57.4%	\$2,365,980.48	\$1,006,779.70	\$-1,359,200.77
Global Multi-Strat	7.5%	7.0%	-6.5%	\$1,774,485.36	\$1,659,587.33	\$-114,898.03
Natural Resources	7.5%	3.8%	-49.5%	\$1,774,485.36	\$896,067.99	\$-878,417.36
Equities Total	55.0%	47.4%	-13.8%	\$13,012,892.63	\$11,213,239.95	\$-1,799,652.68
Fixed Income						
Intermediate-Term	8.5%	9.0%	6.1%	\$2,011,083.41	\$2,133,361.09	\$122,277.68
Domestic Credit Multi-Strat	8.5%	8.5%	-0.3%	\$2,011,083.41	\$2,005,976.11	\$-5,107.30
Emerging Market Debt	7.5%	8.3%	10.1%	\$1,774,485.36	\$1,954,393.24	\$179,907.89
Multi Sector Bond	8.5%	8.9%	4.2%	\$2,011,083.41	\$2,096,450.56	\$85,367.15
Fixed Income Total	33.0%	34.6%	4.9%	\$7,807,735.58	\$8,190,181.00	\$382,445.42
Private Equity						
Private Equity	5.0%	4.0%	-21.0%	\$1,182,990.24	\$934,842.55	\$-248,147.69
Private Equity Total	5.0%	4.0%	-21.0%	\$1,182,990.24	\$934,842.55	\$-248,147.69
Direct Real Estate						
Direct Real Estate	7.0%	0.0%	-100.0%	\$1,656,186.33	\$0.00	\$-1,656,186.33
Direct Real Estate Total	7.0%	0.0%	-100.0%	\$1,656,186.33	\$0.00	\$-1,656,186.33
Cash & Equiv.						
Cash	0.0%	14.0%	100.0%	\$0.00	\$3,321,541.28	\$3,321,541.28
Cash & Equiv. Total	0.0%	14.0%	100.0%	\$0.00	\$3,321,541.28	\$3,321,541.28
TOTAL PORTFOLIO	100.0%	100.0%	0.0%	\$23,659,804.78	\$23,659,804.78	\$0.00

