

Asset Allocation

Sacramento County Employees Retirement System

Asset Summary
As of March 31, 2006

	<u>Total Market Value</u>	<u>% of Total Fund</u>		<u>% of Asset Class</u>	
Total Fund	\$ 5,350.8*	100.0	%	100.0	%
Domestic Equity	1,850.2	34.6		100.0	
All Cap Index					
AllianceBernstein L.P. Passive	1,036.7	19.4		56.0	
Large Cap Growth					
Independence Inv. LLC	243.3	4.5		13.2	
Large Cap Value	266.9	5.0		14.4	
Trinity Investment Management	86.8	1.6		4.7	
LSV Asset Management Large Cap Value	91.7	1.7		5.0	
Pzena Investment Management	88.4	1.7		4.8	
Small Cap Growth	152.2	2.8		8.2	
Bank of New York	66.1	1.2		3.6	
M.A. Weatherbie & Co., Inc.	86.1	1.6		4.7	
Small Cap Value	151.0	2.8		8.2	
Dalton Greiner Hartman Maher	77.5	1.4		4.2	
TCW Group	73.5	1.4		4.0	
International Equity	1,179.4	22.0		100.0	
INVESCO Global	267.2	5.0		22.7	
Capital Guardian Trust Company International Equity	298.6	5.6		25.3	
LSV Asset Management International Equity	276.6	5.2		23.5	
AXA Rosenberg Inv. Mgmt. LLC	67.3	1.3		5.7	
Capital Guardian Trust Company Emerging Markets Growth	269.7	5.0		22.9	
Fixed Income	1,095.4	20.5		100.0	
Lehman Brothers Asset Mgmt Passive	366.6	6.9		33.5	
Metropolitan West Asset Mgmt	363.6	6.8		33.2	
Bradford & Marzec, Inc.	365.1	6.8		33.3	
Bradford & Marzec, Inc. (temporary portfolio)	0.1	0.0		0.0	

*Total does not include the SSgA Futures Overlay account, which held \$9.9 million and the Transition account, which held \$4,678 at quarter-end.

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

Sacramento County Employees Retirement System

Asset Summary
As of March 31, 2006

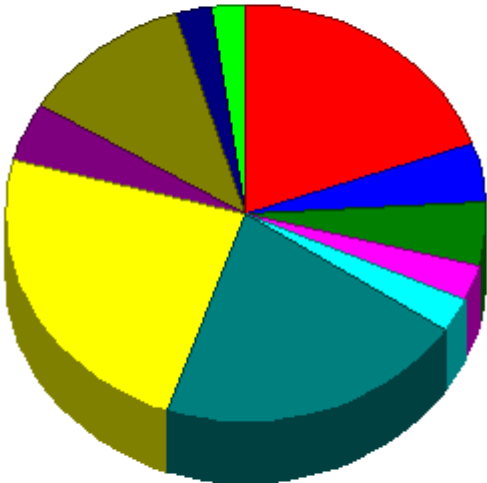
	<u>Total Market Value</u>	<u>% of Total Fund</u>		<u>% of Asset Class</u>	
Hedge Fund	\$ 242.3	4.5	%	100.0	%
Blackstone Alternative Asset	127.6	2.4		52.6	
Grosvenor Capital Mgmt.	114.8	2.1		47.4	
Total Real Estate	835.1	15.6		100.0	
Separate Account Portfolios	631.5	11.8		75.6	
BlackRock Realty Unleveraged	357.2	6.7		42.8	
BlackRock Realty Portfolio II Unleveraged	108.7	2.0		13.0	
Cornerstone Real Est Adv Unleveraged	165.5	3.1		19.8	
REITS	58.4	1.1		7.0	
Principal Global Investors	29.3	0.5		3.5	
Urdang Investment Mgmt. Inc.	29.1	0.5		3.5	
Ltd. Partnerships	145.3	2.7		17.4	
BlackRock Realty Tower Unleveraged	68.2	1.3		8.2	
Cornerstone Real Est Adv Open-end Fund Unleveraged	76.9	1.4		9.2	
Heitman Capital Mgmt Corp V	0.0	0.0		0.0	
JMB Group V	0.2	0.0		0.0	
Cash					
Total Cash	148.4	2.8		100.0	

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

Sacramento County Employees Retirement System
 Asset Allocation
 As of March 31, 2006

Prior Asset Allocation - December 31, 2005

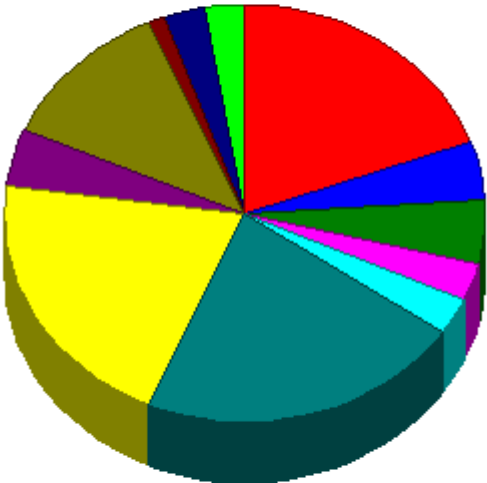
■ All Cap Index	19.5 %
■ Large Cap Growth	4.6 %
■ Large Cap Value	5.0 %
■ Small Cap Growth	2.7 %
■ Small Cap Value	2.6 %
■ International Equity	20.9 %
■ Fixed Income	23.9 %
■ Hedge Fund	4.5 %
■ Separate Account Portfolios	11.5 %
■ REITS	--
■ Ltd. Partnerships	2.5 %
■ Cash	2.3 %



**Total Market Value
 \$ 5,121,969,866***

Current Asset Allocation - March 31, 2006

■ All Cap Index	19.4 %
■ Large Cap Growth	4.5 %
■ Large Cap Value	5.0 %
■ Small Cap Growth	2.8 %
■ Small Cap Value	2.8 %
■ International Equity	22.0 %
■ Fixed Income	20.5 %
■ Hedge Fund	4.5 %
■ Separate Account Portfolios	11.8 %
■ REITS	1.1 %
■ Ltd. Partnerships	2.7 %
■ Cash	2.8 %

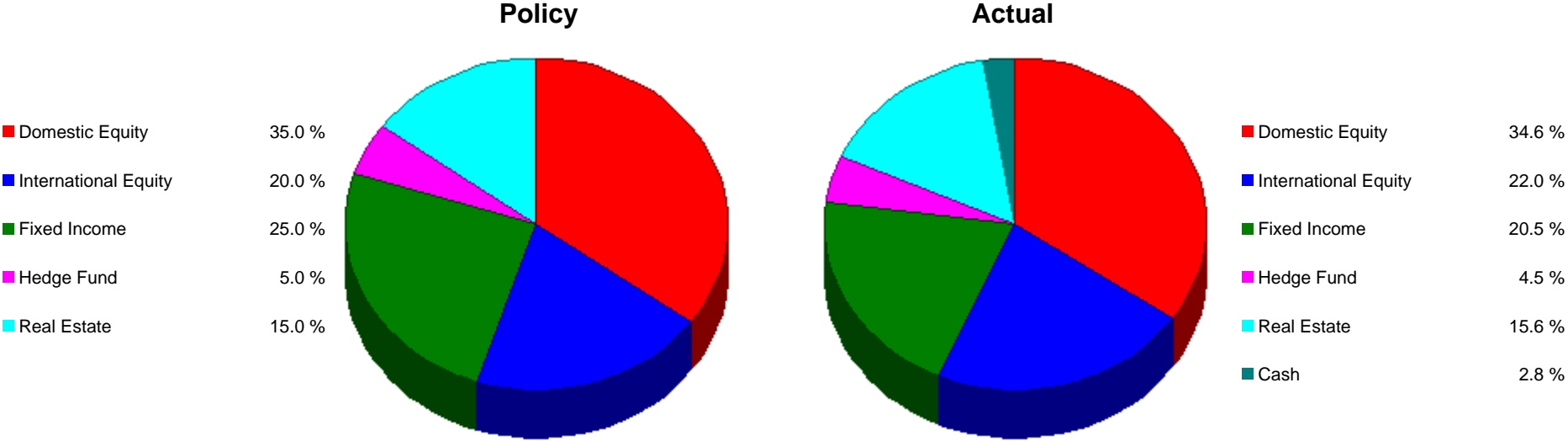


**Total Market Value
 \$ 5,350,780,348**

*Revised from \$5,065.1 million, see notes for 3 real estate accounts in the Financial Reconciliation Section.

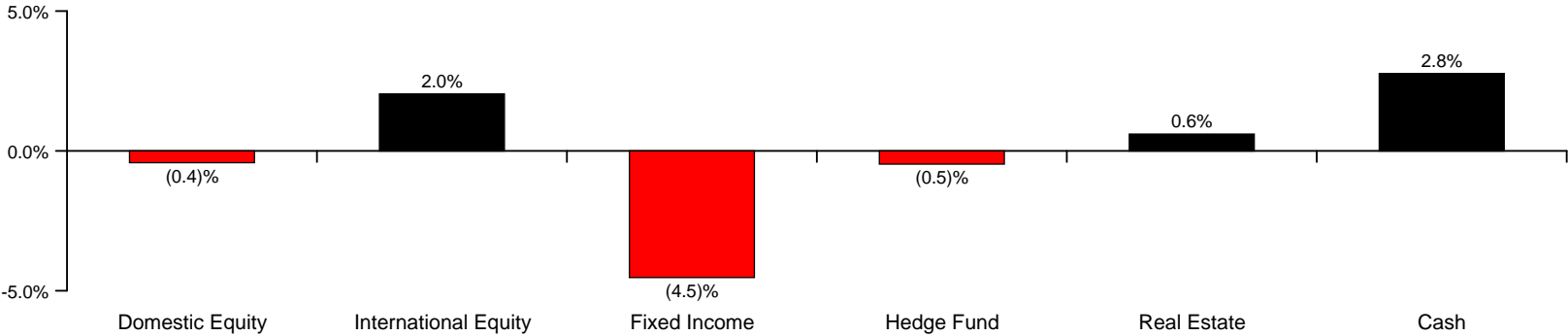
Sacramento County Employees Retirement System

Asset Allocation
As of March 31, 2006



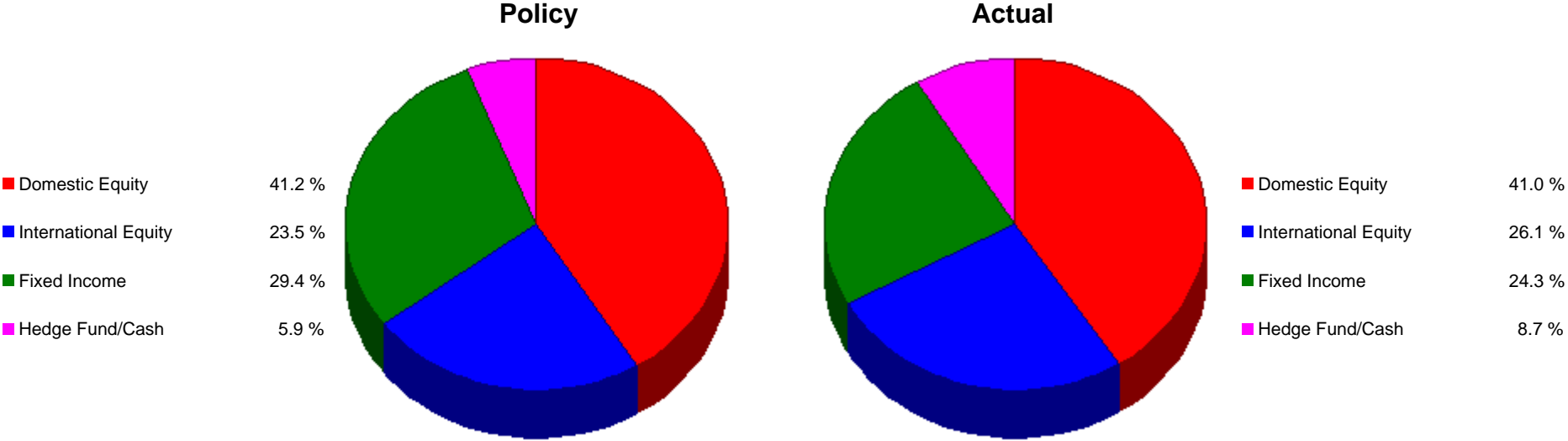
**Total Market Value
\$ 5,350,780,348**

Asset Allocation vs. Policy



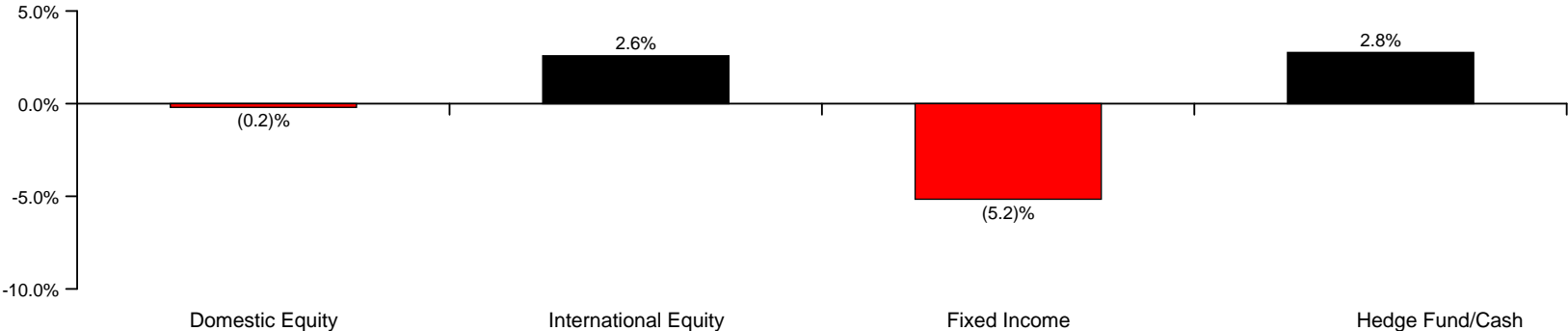
Numbers may not add due to rounding

Sacramento County Employees Retirement System
 Excluding SSgA Overlay (Real Estate not included)
 Asset Allocation
 As of March 31, 2006



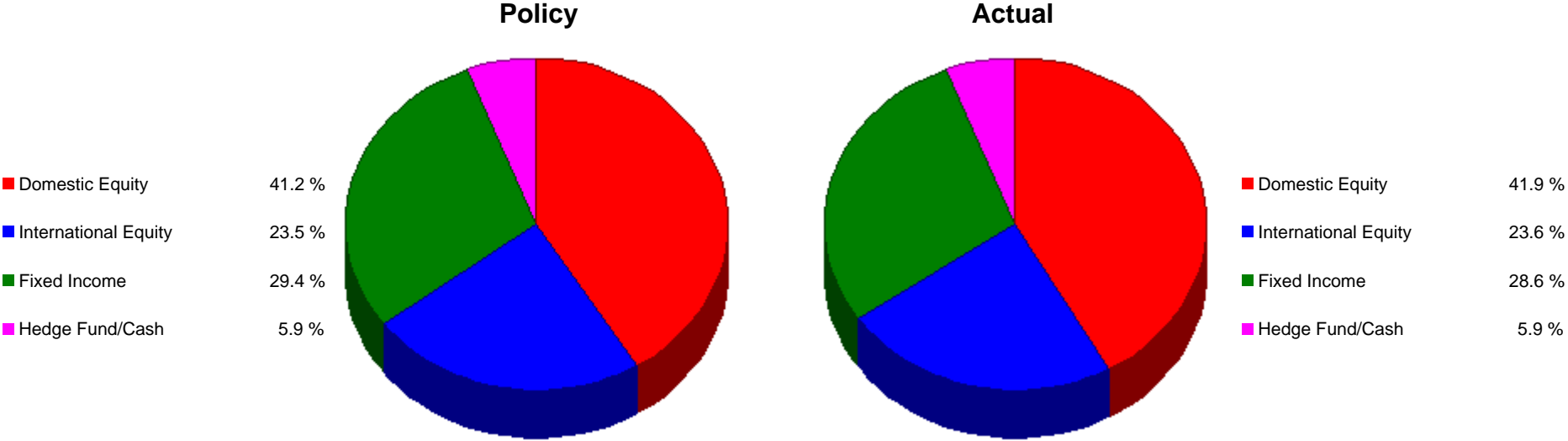
Total Market Value
\$ 4,515,685,752

Asset Allocation vs. Policy



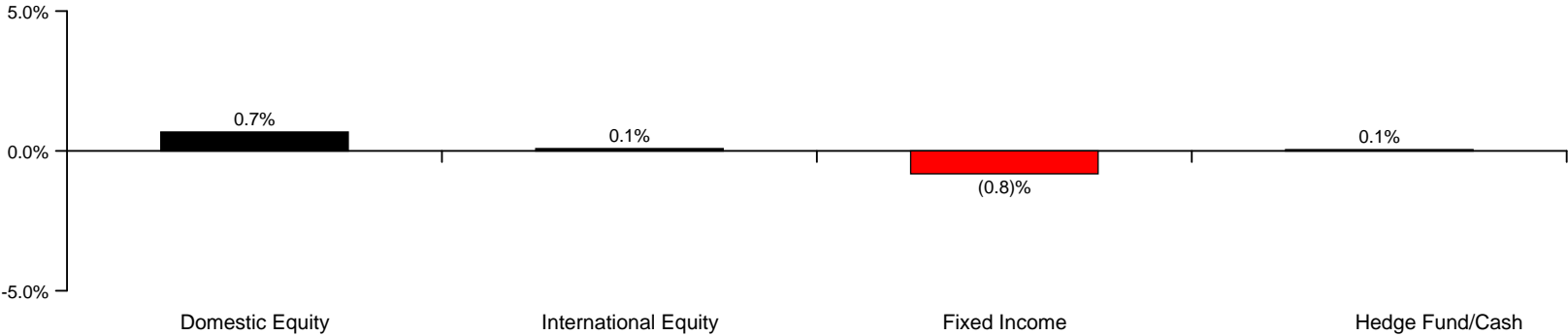
Numbers may not add due to rounding

Sacramento County Employees Retirement System
 Including SSgA Overlay (Real Estate not included)
 Asset Allocation
 As of March 31, 2006



Total Market Value
\$ 4,515,685,752

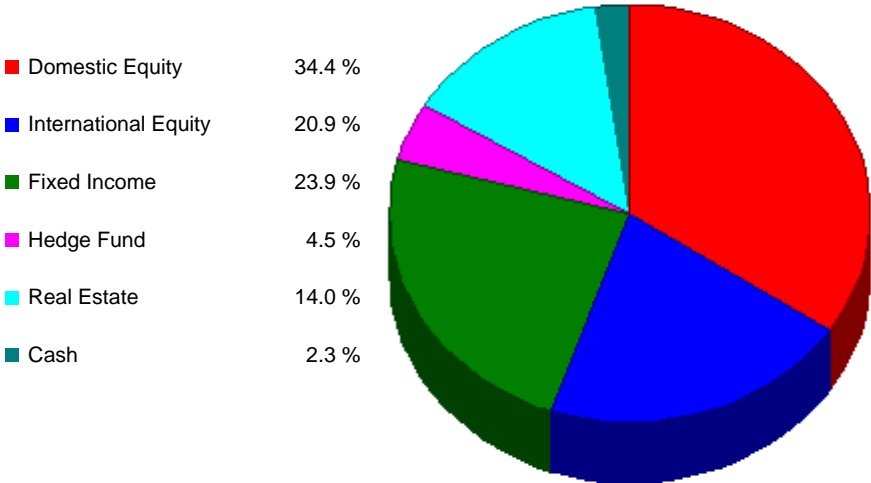
Asset Allocation vs. Policy



Numbers may not add due to rounding

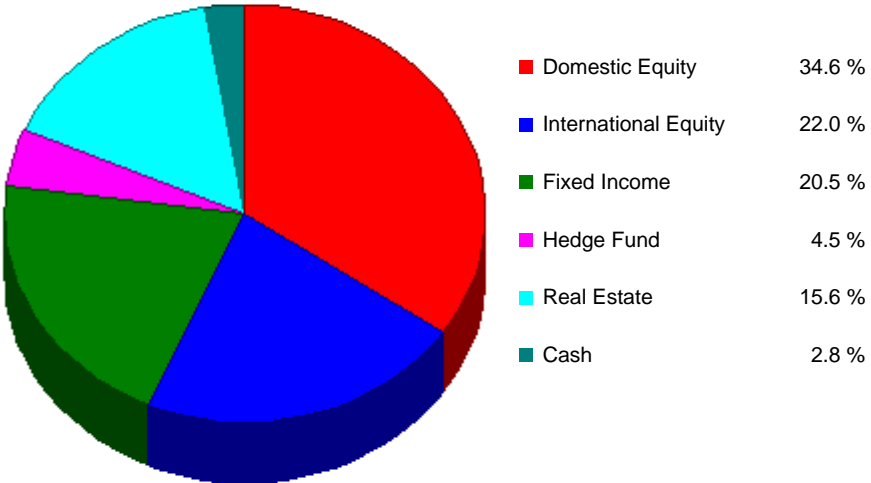
Sacramento County Employees Retirement System
 Asset Allocation
 As of March 31, 2006

Prior Asset Allocation - December 31, 2005



**Total Market Value
 \$ 5,121,969,866***

Current Asset Allocation - March 31, 2006



**Total Market Value
 \$ 5,350,780,348**

*Revised from \$5,065.1 million, see notes for 3 real estate accounts in the Financial Reconciliation section.

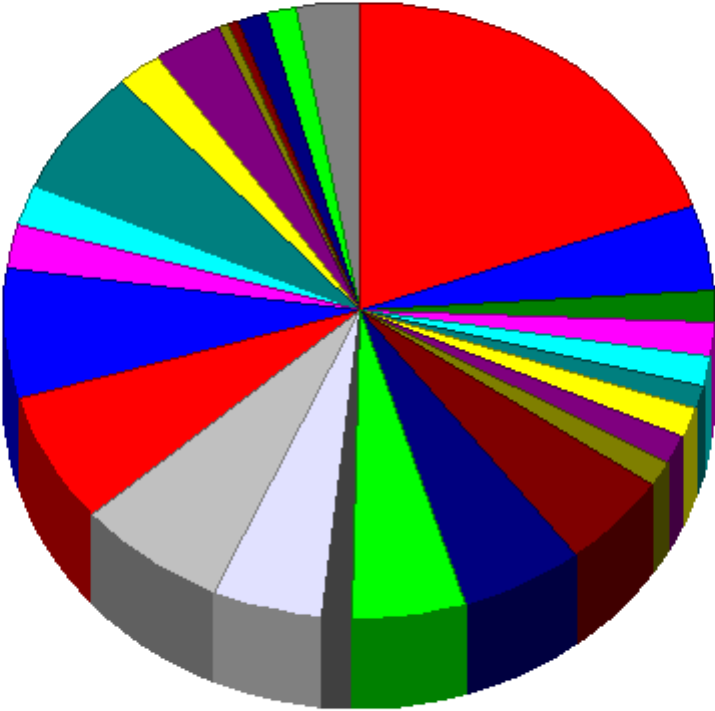
Numbers may not add due to rounding

Sacramento County Employees Retirement System
 Asset Allocation
 As of March 31, 2006

Actual

■ AllianceBernstein L.P. Passive	19.4%
■ Independence Inv. LLC	4.5%
■ LSV Asset Management Large Cap Value	1.7%
■ Pzena Investment Management	1.7%
■ Trinity Investment Management	1.6%
■ Bank of New York	1.2%
■ M.A. Weatherbie & Co., Inc.	1.6%
■ Dalton Greiner Hartman Maher	1.4%
■ TCW Group	1.4%
■ INVESCO Global	5.0%
■ Capital Guardian Trust Company International Equity	5.6%
■ LSV Asset Management International Equity	5.2%
■ AXA Rosenberg Inv. Mgmt. LLC	1.3%
■ Capital Guardian Trust Company Emerging Markets Growth	5.0%
■ Lehman Brothers Asset Mgmt Passive	6.9%
■ Metropolitan West Asset Mgmt	6.8%

■ Bradford & Marzec, Inc.	6.8%
■ Bradford & Marzec, Inc. (temporary portfolio)	0.0%
■ Blackstone Alternative Asset	2.4%
■ Grosvenor Capital Mgmt.	2.1%
■ BlackRock Realty Unleveraged	6.7%
■ BlackRock Realty Portfolio II Unleveraged	2.0%
■ Cornerstone Real Est Adv Unleveraged	3.1%
■ Principal Global Investors	0.5%
■ Urdang Investment Mgmt. Inc.	0.5%
■ BlackRock Realty Tower Unleveraged	1.3%
■ Cornerstone Real Est Adv Open-end Fund Unleveraged	1.4%
■ Heitman Capital Mgmt Corp V	0.0%
■ JMB Group V	0.0%
■ Total Cash	2.8%



Total Market Value
\$ 5,350,780,348

Numbers may not add due to rounding

Sacramento County Employees' Retirement System
Financial Reconciliation
Quarter Ending March 31, 2006

Manager	Beginning Market Value	Net Cash Flow	Investment Income	Capital Gain/Loss	Net Investment Gain/Loss	Ending Market Value
AllianceBernstein L.P. Passive	997,180,123	(5,036,873)	4,873,301	39,662,950	44,536,251	1,036,679,501
Independence Inv. LLC	236,738,737	(1,133,760)	1,039,112	6,664,978	7,704,090	243,309,067
LSV Asset Management Large Cap Value	87,083,001	(1,304,766)	540,046	5,382,919	5,922,965	91,701,200
Pzena Investment Management	84,825,623	(600,817)	462,055	3,722,076	4,184,131	88,408,937
Trinity Investment Management	82,782,782	(549,037)	551,360	4,019,778	4,571,138	86,804,883
Bank of New York	60,874,530	(1,385,439)	45,987	6,595,381	6,641,368	66,130,459
M.A. Weatherbie & Co., Inc.	76,716,490	(411,571)	115,916	9,689,973	9,805,889	86,110,808
Dalton Greiner Hartman Maher	70,008,832	(384,457)	283,015	7,574,150	7,857,165	77,481,539
TCW Group	64,491,195	(279,421)	111,236	9,216,981	9,328,217	73,539,990
INVESCO Global	245,955,494	(1,099,092)	1,415,868	20,953,574	22,369,441	267,225,844
Capital Guardian Trust Company International Equity	277,636,248	(883,515)	712,436	21,123,581	21,836,017	298,588,750
Bank of Ireland Asset Mgmt Ltd	2,710	(4)	4	42	46	2,752
LSV Asset Management International Equity	247,047,368	(1,804,820)	1,176,392	30,187,250	31,363,642	276,606,189
AXA Rosenberg Inv. Mgmt. LLC	59,759,783	(212,527)	118,885	7,631,739	7,750,624	67,297,880
Capital Guardian Trust Company Emerging Mkt Growth	238,884,871	(368,480)	--	31,163,951	31,163,951	269,680,343
Lehman Brothers Asset Mgmt Passive	373,639,293	(4,588,697)	5,099,250	(7,531,958)	(2,432,708)	366,617,888
Metropolitan West Asset Mgmt	367,031,379	(4,743,126)	5,169,138	(3,887,464)	1,281,674	363,569,927
Bradford & Marzec, Inc.	370,856,099	(4,636,939)	4,989,743	(6,117,009)	(1,127,266)	365,091,894
Bradford & Marzec, Inc.	112,878,465	(113,703,110)	315,198	642,500	957,698	133,053
Blackstone Alternative Asset	121,328,532	(696,059)	--	6,924,485	6,924,485	127,556,958

Sacramento County Employees' Retirement System
 Financial Reconciliation
 Quarter Ending March 31, 2006

Manager	Beginning Market Value	Net Cash Flow	Investment Income	Capital Gain/Loss	Net Investment Gain/Loss	Ending Market Value
Grosvenor Capital Mgmt.	110,357,200	(256,284)	--	4,668,384	4,668,384	114,769,300
BlackRock Realty Unleveraged*	390,523,853	(32,109,679)	--	(1,166,174)	(1,166,174)	357,248,000
BlackRock Realty Port. II Unleveraged	106,600,000	18,306	--	2,081,694	2,081,694	108,700,000
Cornerstone Real Est Adv Unleveraged**	93,667,996	71,851,478	--	--	--	165,519,474
Principal Global Investors	--	27,500,000	70,339	1,721,758	1,792,098	29,292,098
Urdang Investment Mgmt. Inc.	--	27,500,000	76,881	1,492,847	1,569,728	29,069,728
BlackRock Realty Tower Unlev.***	56,680,494	8,503,410	--	2,986,533	2,986,533	68,170,437
Cornerstone Real Est Adv Open-end Fund Unlev.	69,967,071	4,630,439	--	2,342,608	2,342,608	76,940,118
Heitman Capital Mgmt Corp V	8,482	--	763	--	763	9,245
JMB Group V	875,017	(724,769)	888	(962)	(74)	150,174
Cash Account	117,568,199	29,796,378	1,161,358	(152,022)	1,009,335	148,373,912
Total	\$5,121,969,866	(\$7,113,231)	\$28,329,171	\$207,594,542	\$235,923,713	\$5,350,780,348

Notes:

* The beginning market value was revised from \$390,583,853 by the investment manager.

** The beginning market value was revised from \$93,451,054 by the investment manager.

*** This account was not included in the 4Q05 report.

For real estate unleveraged portfolios "capital expenditures" and "acquisition/disposition" are listed under the "net cash flow" column and "unrealized appreciation/disposition" is listed under the "capital gains/loss" column.

Performance

Sacramento County Employees Retirement System
Performance Summary
Period Ending March 31, 2006

	Market Value	Annualized									
		Quarter		1 Year		3 Years		5 Years		Inception to Date	
Total Fund	\$ 5,187.1	5.0 %	43	16.0 %	33	17.3 %	67	8.0 %	65	9.8 %	
Total Fund-Net	5,187.1	4.9	50	15.7	42	17.0	78	7.7	75	9.7	
<i>Rank vs. Total Funds Billion Dollar - Public</i>											
<i>Total Funds Billion Dollar - Public Med</i>		4.9		15.2		18.0		8.1		--	
<i>Benchmark</i>		4.8		15.5		17.3		8.0		10.0	
<i>Benchmark (CURRENT)</i>		4.8		15.3		--		--		--	
Overlay Impact (excluding Real Estate)											
<i>Total Fund Without SSgA Overlay</i>	--	--		--		--		--		1.5	
<i>Total Fund With SSgA Overlay</i>	--	--		--		--		--		1.3	
Total Domestic Equity	1,850.2	5.7	62	14.7	82	19.5	84	5.9	82	11.6	
Total Domestic Equity-Net	1,850.2	5.6		14.4		19.3		5.6		11.4	
<i>Rank vs. US Equity Billion Dollar Segment - Public</i>											
<i>US Equity Billion Dollar Segment - Public Med</i>		6.1		16.5		20.9		7.0		--	
<i>Russell 3000 Index</i>		5.3		14.3		19.1		5.3		11.1	
Total Large Cap Domestic Equity	1,546.9	4.5	50	13.6	55	18.1	62	5.0	59	3.6	
Total Large Cap Domestic Equity-Net	1,546.9	4.4		13.4		18.0		4.9		3.5	
<i>Rank vs. Mercer US Equity Large Cap Equity Universe</i>											
<i> Mercer US Equity Large Cap Equity Universe Med</i>		4.5		14.0		19.3		5.8		--	
<i>Russell 1000 Index</i>		4.5		13.2		18.3		4.7		4.1	
All Cap Index											
<i>AllianceBernstein L.P. Passive</i>	1,036.7	4.5	51	13.2	59	18.2	62	4.9	60	11.4	
<i>AllianceBernstein L.P. Passive-Net</i>	1,036.7	4.5		13.1		18.2		4.9		11.4	
<i>Rank vs. Mercer US Equity Large Cap Equity Universe</i>											
<i> Mercer US Equity Large Cap Equity Universe Med</i>		4.5		14.0		19.3		5.8		--	
<i>Benchmark (Russell 1000 Index)</i>		4.5		13.2		18.3		4.7		11.3	
Large Cap Growth											
<i>Independence Inv. LLC</i>	243.3	3.3	58	11.9	75	13.5	86	2.0	72	0.6	
<i>Independence Inv. LLC-Net</i>	243.3	3.2		11.8		13.3		1.7		0.4	
<i>Rank vs. Mercer US Equity Large Cap Growth Universe</i>											
<i> Mercer US Equity Large Cap Growth Universe Med</i>		3.7		15.6		16.7		3.3		--	
<i>Russell 1000 Growth Index</i>		3.1		13.1		14.8		1.7		1.0	

Sacramento County Employees Retirement System
Performance Summary
Period Ending March 31, 2006

	Market Value	Annualized								
		Quarter		1 Year		3 Years		5 Years		Inception to Date
Large Cap Value										
LSV Asset Management Large Cap Value	\$ 91.7	6.8 %	17	19.4 %	9	-- %		-- %		22.2 %
LSV Asset Management Large Cap Value-Net	91.7	6.0		18.5		--		--		21.3
Pzena Investment Management	88.4	5.0	58	19.5	9	--		--		20.1
Pzena Investment Management-Net	88.4	4.4		18.6		--		--		19.3
<i>Rank vs. Mercer US Equity Large Cap Value Universe</i>										
Mercer US Equity Large Cap Value Universe Med		5.3		13.8		22.0		8.5		--
Russell 1000 Value Index		5.9		13.3		21.8		7.8		15.8
OFI Institutional Asset Management (Trinity)										
OFI Institutional Asset Management (Trinity)	86.8	5.5	44	12.1	70	21.9	50	8.3	52	9.3
OFI Institutional Asset Management (Trinity)-Net	86.8	5.5		11.9		21.6		8.0		9.0
<i>Rank vs. Mercer US Equity Large Cap Value Universe</i>										
Mercer US Equity Large Cap Value Universe Med		5.3		13.8		22.0		8.5		--
Russell 1000 Value Index		5.9		13.3		21.8		7.8		10.2
Total Small Cap Domestic Equity										
Total Small Cap Domestic Equity	303.3	12.4	53	20.6	81	26.5	81	10.3	84	16.0
Total Small Cap Domestic Equity-Net	303.3	12.2		19.7		25.6		9.4		15.3
<i>Rank vs. Mercer US Equity Small Cap Universe</i>										
Mercer US Equity Small Cap Universe Med		12.7		25.7		30.3		15.4		--
Russell 2000 Index		13.9		25.8		29.5		12.6		13.8
Small Cap Growth										
Bank of New York	66.1	10.9	84	14.2	100	--		--		11.9
Bank of New York-Net	66.1	10.7		13.4		--		--		11.1
<i>Rank vs. Mercer US Equity Small Cap Growth Universe</i>										
Mercer US Equity Small Cap Growth Universe Med		13.6		28.3		28.0		11.5		--
Russell 2000 Growth Index		14.4		27.8		28.1		8.6		18.7
M.A. Weatherbie & Co., Inc.										
M.A. Weatherbie & Co., Inc.	86.1	12.8	59	25.3	70	24.7	85	--		20.4
M.A. Weatherbie & Co., Inc.-Net	86.1	12.4		24.0		23.6		--		19.3
<i>Rank vs. Mercer US Equity Small Cap Growth Universe</i>										
Mercer US Equity Small Cap Growth Universe Med		13.6		28.3		28.0		11.5		--
Russell 2000 Growth Index		14.4		27.8		28.1		8.6		24.2

Sacramento County Employees Retirement System
Performance Summary
Period Ending March 31, 2006

	Market Value	Annualized				
		Quarter	1 Year	3 Years	5 Years	Inception to Date
Small Cap Value						
Dalton Greiner Hartman Maher	\$ 77.5	11.3 % 57	20.7 % 71	28.3 % 81	16.1 % 72	15.3 %
Dalton Greiner Hartman Maher-Net	77.5	11.1	20.0	27.5	15.3	14.5
TCW Group	73.5	14.5 18	21.5 64	29.1 72	12.6 100	12.9
TCW Group-Net	73.5	14.4	20.8	28.3	11.8	12.1
Rank vs. Mercer US Equity Small Cap Value Universe						
Mercer US Equity Small Cap Value Universe Med		11.7	23.4	31.4	18.1	--
Russell 2000 Value Index		13.5	23.8	30.7	16.2	15.6
Total International Equity	1,179.4	10.7 20	32.9 11	34.0 46	12.5 35	7.9
Total International Equity-Net	1,179.4	10.5	32.3	33.4	12.0	7.6
Rank vs. Non-US Equity Billion Dollar Segment - Public						
Non-US Equity Billion Dollar Segment - Public Med		9.9	28.5	33.3	12.2	--
MSCI EAFE Net Dividend Index		9.4	24.4	31.1	9.6	6.7
Total Intl Equity - Established Mkts	909.7	10.1 49	27.4 53	30.5 68	9.4 76	5.4
Total Intl Equity - Established Mkts-Net	909.7	9.9	26.9	30.0	9.0	5.1
Rank vs. Mercer Intl Equity Universe						
Mercer Intl Equity Universe Med		10.0	27.7	32.1	11.5	--
MSCI EAFE Net Dividend Index		9.4	24.4	31.1	9.6	5.7
INVECO Global	267.2	9.1 73	22.0 87	--	--	22.0
INVECO Global-Net	267.2	9.0	21.7	--	--	21.7
Rank vs. Mercer Intl Equity Universe						
Mercer Intl Equity Universe Med		10.0	27.7	32.1	11.5	--
MSCI EAFE Net Dividend Index		9.4	24.4	31.1	9.6	24.4
Capital Guardian Trust Company International Equity	298.6	7.9 94	29.6 35	30.9 64	10.1 70	2.5
Capital Guardian Trust Company International Equity-Net	298.6	7.8	29.1	30.3	9.6	2.0
Rank vs. Mercer Intl Equity Universe						
Mercer Intl Equity Universe Med		10.0	27.7	32.1	11.5	--
MSCI EAFE Net Dividend Index		9.4	24.4	31.1	9.6	2.6
MSCI EAFE Net Div-Growth Index		9.0	24.6	27.2	7.5	(1.6)

Sacramento County Employees Retirement System
Performance Summary
Period Ending March 31, 2006

	Market Value	Annualized				
		Quarter	1 Year	3 Years	5 Years	Inception to Date
LSV Asset Management International Equity	\$ 276.6	12.7 % 8	29.0 % 41	--%	--%	23.6 %
LSV Asset Management International Equity-Net	276.6	12.3	28.4	--	--	23.1
<i>Rank vs. Mercer Intl Equity Universe</i>						
<i>Mercer Intl Equity Universe Med</i>		10.0	27.7	32.1	11.5	--
<i>MSCI EAFE Net Dividend Index</i>		9.4	24.4	31.1	9.6	18.9
<i>MSCI EAFE Net Div-Value Index</i>		9.8	24.3	35.1	11.7	19.5
AXA Rosenberg Inv. Mgmt. LLC	67.3	13.0 52	33.7 63	--	--	29.0
AXA Rosenberg Inv. Mgmt. LLC-Net	67.3	12.9	33.4	--	--	28.8
<i>Rank vs. Mercer Intl Equity Small Cap Universe</i>						
<i>Mercer Intl Equity Small Cap Universe Med</i>		13.1	37.7	46.4	21.6	--
<i>MSCI Small Cap World Ex United States Net Composite</i>		10.7	33.0	44.0	20.7	28.1
<i>S&P/Citigroup Extended Market Index World Ex United States</i>		12.1	32.0	41.6	18.8	26.7
Total Intl Equity - Emerging Mkts	269.7	13.0 46	54.0 30	45.8 81	22.6 86	9.6
Total Intl Equity - Emerging Mkts-Net	269.7	12.9	53.0	44.9	21.8	8.9
Capital Guardian Trust Company Emerging Markets Growth	269.7	13.0 46	54.0 30	45.8 81	22.6 86	9.6
Capital Guardian Trust Company Emerging Markets Growth-Net	269.7	12.9	53.0	44.9	21.8	8.9
<i>Rank vs. Mercer Emerging Markets Equity Universe</i>						
<i>Mercer Emerging Markets Equity Universe Med</i>		12.8	51.5	49.4	26.2	--
<i>MSCI Emerging Markets Index</i>		12.1	48.0	46.7	23.6	10.8
Total Domestic Fixed Income	1,095.3	(0.2) 47	2.5 71	4.4 52	5.6 66	8.1
Total Domestic Fixed Income-Net	1,095.3	(0.2)	2.3	4.3	5.4	8.0
<i>Rank vs. US Fixed Income Billion Dollar Segment - Public</i>						
<i>US Fixed Income Billion Dollar Segment - Public Med</i>		(0.2)	3.0	4.5	5.9	--
<i>Lehman Brothers Aggregate Bond</i>		(0.6)	2.3	2.9	5.1	7.5
Lehman Brothers Asset Mgmt Passive	366.6	(0.7) 86	2.2 87	3.0 63	5.3 51	7.7
Lehman Brothers Asset Mgmt Passive-Net	366.6	(0.7)	2.2	2.9	5.2	7.7
<i>Rank vs. Mercer US Fixed Combined Universe</i>						
<i>Mercer US Fixed Combined Universe Med</i>		(0.2)	2.7	3.4	5.3	--
<i>Lehman Brothers Aggregate Bond</i>		(0.6)	2.3	2.9	5.1	7.7

Sacramento County Employees Retirement System
Performance Summary
Period Ending March 31, 2006

	Market Value	Quarter	Annualized				Inception to Date
			1 Year	3 Years	5 Years		
Metropolitan West Asset Mgmt	\$ 363.6	0.3 % 31	2.5 % 67	6.2 % 17	--%	5.4 %	
Metropolitan West Asset Mgmt-Net	363.6	0.3	2.3	6.0	--	5.2	
<i>Rank vs. Mercer US Fixed Combined Universe</i>							
<i>Mercer US Fixed Combined Universe Med</i>		(0.2)	2.7	3.4	5.3	--	
<i>Lehman Brothers Aggregate Bond</i>		(0.6)	2.3	2.9	5.1	4.8	
Bradford & Marzec, Inc.	365.1	(0.3) 59	2.7 54	4.2 28	5.7 36	8.6	
Bradford & Marzec, Inc.-Net	365.1	(0.4)	2.4	3.9	5.4	8.4	
<i>Rank vs. Mercer US Fixed Combined Universe</i>							
<i>Mercer US Fixed Combined Universe Med</i>		(0.2)	2.7	3.4	5.3	--	
<i>Benchmark (Lehman Brothers Aggregate Bond)</i>		(0.6)	2.3	2.9	5.1	7.6	
Bradford & Marzec, Inc. (temporary portfolio)	0.1	1.0	3.7	--	--	2.8	
Bradford & Marzec, Inc. (temporary portfolio)-Net	0.1	1.0	3.6	--	--	2.8	
Hedge Funds	242.3	5.0	15.5	--	--	15.8	
Blackstone Alternative Asset	127.6	5.7	18.9	--	--	18.7	
Blackstone Alternative Asset-Net	127.6	5.1	16.7	--	--	17.0	
Grosvenor Capital Mgmt.	114.8	4.2	12.0	--	--	12.2	
Grosvenor Capital Mgmt.-Net	114.8	4.0	10.9	--	--	11.5	
<i>CSFB Tremont Hedge Funds Long/Short Equity Index</i>		6.9	17.2	15.3	8.9	17.4	
Total Real Estate	661.5	3.3 89	29.2 36	16.6 75	12.5 66	7.5	
<i>Rank vs. Real Estate Billion Dollar Segment - Public</i>							
<i>Real Estate Billion Dollar Segment - Public Med</i>		7.4	25.7	18.7	14.7	--	
<i>NCREIF Property Index</i>		3.6	20.2	15.1	11.7	8.1	
Separate Accounts Portfolios							
BlackRock Realty Unleveraged	357.2	2.2	19.6	13.9	10.9	12.0	
<i>NCREIF Property Index</i>		3.6	20.2	15.1	11.7	12.0	
BlackRock Realty Leveraged	283.9	2.4	23.8	15.5	11.6	11.4	
<i>NCREIF Property Index</i>		3.6	20.2	15.1	11.7	11.6	
BlackRock Realty Portfolio II Unleveraged	108.7	3.4	43.7	17.3	14.3	13.8	
<i>NCREIF Property Index</i>		3.6	20.2	15.1	11.7	11.7	

Sacramento County Employees Retirement System
Performance Summary
Period Ending March 31, 2006

	Market Value	Quarter	Annualized			Inception to Date
			1 Year	3 Years	5 Years	
BlackRock Realty Portfolio II Leveraged <i>NCREIF Property Index</i>	\$ 88.8	3.8 % 3.6	56.0 % 20.2	--% 15.1	--% 11.7	33.1 % 18.5
Cornerstone Real Est Adv Unleveraged <i>NCREIF Property Index</i>	165.5	1.3 3.6	10.8 20.2	-- 15.1	-- 11.7	8.6 18.3
Cornerstone Real Est Adv Leveraged <i>NCREIF Property Index</i>	105.8	1.8 3.6	17.4 20.2	-- 15.1	-- 11.7	12.3 18.1
REITS						
Principal Global Investors	29.3	--	--	--	--	8.4
Urdang Investment Management <i>NAREIT Index</i>	29.1	-- --	-- --	-- --	-- --	6.8 6.9
Limited Partnerships						
BlackRock Realty Tower Unleveraged	68.2	3.4	--	--	--	13.4
BlackRock Realty Tower Leveraged <i>NCREIF Property Index</i>	60.1	3.8 3.6	-- 20.2	-- 15.1	-- 11.7	14.9 12.5
Cornerstone Real Est Adv Open-end Fund Unleveraged	76.9	4.5	21.5	--	--	18.9
Cornerstone Real Est Adv Open-end Fund Leveraged <i>NCREIF Property Index</i>	64.4	5.4 3.6	25.0 20.2	-- 15.1	-- 11.7	21.3 19.2
Heitman Capital Mgmt Corp V <i>NCREIF Property Index</i>	0.0	1.0 3.6	3.5 20.2	30.7 15.1	21.3 11.7	12.0 9.5
JMB Group V <i>NCREIF Property Index</i>	0.2	0.1 3.6	22.4 20.2	36.2 15.1	21.3 11.7	13.3 8.5
Total Cash	148.4	1.2 41	4.4 36	3.1	3.1	4.8
<i>Rank vs. Cash and Equivalents Segment - Billion Dollar Public</i>						
<i>Cash and Equivalents Segment - Billion Dollar Public Med</i>		1.1	3.9	--	--	--
<i>Citigroup Treasury Bill-3 Month</i>		1.0	3.5	2.0	2.1	3.8

REPORT NOTES

1. Total Fund, Total Domestic Equity and Total Fixed Income inception data is from 7/86. was terminated and assets were transferred to Alliance (the All Cap Index) in June 2004.
2. The Total Fund return is calculated using the SSR Realty Advisors leveraged assets and performance. The Total Fund assets are added using the SSR Realty Advisors unleveraged assets.
3. The Russell/Mellon Trust Total Funds Billion Dollar–Public Universe median indicates all assets of public funds.
4. The Total Fund Benchmark Index consists of 30% Russell 1000 Index, 5% Russell 2000 Index, 25% Lehman Brothers Aggregate Bond Index, 15% MSCI EAFE Index, 5% MSCI Emerging Markets Free Index, 15% NCREIF Property Index and 5% CSFB Tremont Hedge Funds Long/Short Equity Index.
 - Prior to 4Q04, the Benchmark consisted of 35% Russell 1000 Index, 5% Russell 2000 Index, 30% Lehman Brothers Aggregate Bond Index, 15% MSCI EAFE Index, 5% MSCI Emerging Markets Free Index, and 10% NCREIF Property Index.
 - Prior to 1Q00, the Benchmark consisted of 47% Russell 3000, 23% Salomon Smith Barney Broad Investment Grade Bond, 15% MSCI EAFE, and 15% NCREIF.
 - Historic returns link the old and the new benchmarks together.
5. The Total Large Cap Domestic Equity inception data is from April 1, 1998. Actual inception date is earlier.
6. Alliance Capital (All Cap Index) inception date is April 19, 1989. The portfolio’s assets transitioned to the Russell 1000 strategy from the Russell 3000 strategy at the end of year 2000.
7. Alliance (All Cap Index) benchmark is the Russell 1000.
 - From 1/1/98 to 12/31/00, the index was the Russell 3000.
 - Prior to 1/1/98, the index was the Wilshire 2500 Index.
 - Historic returns link the old and the new benchmarks together.
8. Independence inception date is June 3, 1998.
9. Alliance (Large Cap Value) inception date is July 3, 1995. This fund was terminated based on the Portfolio Structuring Analysis. This fund
10. Oppenheimer inception data is from July 1990. This fund was terminated in October 2004.
11. Trinity inception date is January 1, 1997. Actual inception date is December 20, 1996.
12. The Total Small Cap Domestic Equity inception data is from January 1991.
13. Bank of New York inception data is from October 1, 2003. Actual inception date is September 2, 2003. This manager was terminated in March 2006.
14. M. A. Weatherbie & Company inception data is from January 1, 2003. Actual inception is December 6, 2002.
15. Nicholas inception data is from July 1986. Nicholas was terminated on August 18, 2003.
16. Dalton inception data is from January 1, 2001. Actual inception date is December 15, 2000.
17. TCW inception data is from January 1, 2001. Actual inception date is December 19, 2000.
18. Total International Equity inception data is from January 1988.
19. Total International Equity–Established Markets inception data is from April 1, 1998. Actual inception date is earlier.
20. Northern Trust (formerly Deutsche) inception data is from April 1, 1998. Actual inception date is March 1, 1998. Prior history represents the 50% Europe/50% Pacific Strategy managed by Deutsche Asset Management (formerly Bankers Trust) until 2/28/1998. Northern Trust was terminated in March 2005.

21. Northern Trust's (formerly Deutsche's) benchmark is the MSCI EAFE Index.
 - Prior to 3/1/98, the benchmark was composed of 50% Europe/50% Pacific Index
 - Historic returns link the old and the new benchmarks together.
22. Bank of Ireland and Capital International Equity inception date is January 1, 2000. This fund was terminated on October 22, 2004.
23. The Total International Equity Emerging Markets and Capital Guardian Emerging Markets inception date is January 31, 2000.
24. Lincoln and Bradford inception data is from July 1988.
25. Bradford's benchmark is the Lehman Brothers Aggregate Bond Index.
 - Prior to 10/1/98, the benchmark was the SSB Broad Investment Grade Bond Index.
 - Historic returns link the old and the new benchmarks together.
26. Metropolitan inception date is January 1, 2002.
27. The Total Real Estate inception data is from October 1987. Beginning 1st quarter of 1999, SSR Realty Advisors leveraged return was used in the Total Real Estate return calculation. For 4Q02, 1Q03, 2Q03, 2Q04, 3Q04 and 4Q04, SSR Realty Advisors' AIMR returns were used in the Total Real Estate calculation due to the existence of an Escrow Account. Net asset values were used in the above periods instead of the portfolio's leveraged assets. SSR Realty Advisors' returns and market values (including Portfolio II) shown in the report were provided by the investment manager.
28. The Total Cash inception date is July 1, 1992.
29. The current custodian is State Street Bank.
30. Cornerstone Advisers was funded on May 27, 2004. Performance tracking began on June 1, 2004. Cornerstone Advisers' returns and market values (separate account and open-end fund) shown in the report were provided by the investment manager.
31. Blackstone Alternative Asset was funded on September 1, 2004.
32. Grosvenor Capital Management was funded on September 1, 2004.
33. Total fund assets at 6/30/04 were revised to reflect the market value revision of the SSR Realty Advisors, Inc. Portfolio from \$149,440,526 to \$177,001,533 and the SSR Realty Advisors, Inc. Portfolio II from \$77,700,000 to \$79,672,671.
34. Total fund assets at 9/30/04 were revised to reflect the market value revision of the SSR Realty Advisors, Inc Portfolio Unleveraged from \$188,808,658 to \$240,927,578, the SSR Realty Advisors, Inc. Portfolio II Unleveraged from \$59,922,229 to \$77,700,000, and the Cornerstone Advisers Portfolio Unleveraged from \$31,248,620 (net asset value) to \$61,333,959 (fair market value). Historical assets for the SSR Realty Advisors, Inc. Portfolio (leveraged and unleveraged) and the Cornerstone Advisers Portfolio (leveraged and unleveraged) were revised since inception.
35. LSV Asset Management Large Cap Value Equity and Pzena Investment Management were funded on November 1, 2004.
36. LSV Asset Management International Value Equity was funded in December 2004.
37. Axa Rosenberg was funded in February 2005; inception data is from March 1, 2005.
38. INVESCO was funded in March 2005; inception data is from April 1, 2005.
39. The Total Fund's Current Benchmark tracks the current allocation of the Fund.
40. The total fund assets at 12/31/04 were revised from \$4,645.1 million to \$4,649.0 million to reflect the market value revision of Cornerstone Open-end Fund from \$51,147,669 (net asset value) to \$54,997,409 (unleveraged/fair market value).
41. Total fund assets at 3/31/05 were revised from \$4,601.0 million to \$4,601.2 million to reflect the market value revision of the Cornerstone-Unleveraged account from \$61,499,579 (without escrow account) to \$61,699,579 (with escrow account: \$200,000).
42. Bradford & Marzec's (temporary account) inception data is from July 1, 2004; net return calculation started January 1, 2005.

43. Total fund assets at 12/31/05 were revised from \$,065.1 million to \$5,122.0 million to reflect the managers' market value revision for 3 real estate accounts :
 - BlackRock Realty Unleveraged account from \$390,583,853 to \$390,523,853
 - Cornerstone Unleveraged account from \$93,451,054 to \$93,667,996 (capital contribution amount was revised)
 - BlackRock Realty Tower Fund Unleveraged account from \$0 to \$56,680,494 (this account was not included in the 4Q05 report)
44. BlackRock Realty Tower Fund was funded in August 2005.
45. Principal Global Investors and Urdang Securities Management were funded on February 1, 2006 to manage a REIT portfolio.
46. SSgA Futures Overlay was funded February 9, 2006.