

**NASRA/NCTR Asset Allocation Survey
Executive Summary**

Funds responding	52
Median fund size (billion)	\$21.4
Median date of fund size	9/30/07
Combined assets (trillion)	\$1.96

	Actual					Target			
	% of Funds w/an Allocation to this Class	Average Allocation	Total Allocated Among Respondents (\$ Billion)	Median Allocation of Funds w/an Allocation to this Class	Range	% of Funds w/a Target to this Class	Average Target of All Funds	Median Target of Funds w/a Target to this Class	Range
Equities	98	59.5%	1,165.8	62.0%	0 - 75	100	56.6%	59.0%	12 - 70
Fixed Income	100	26.3%	516.2	26.0%	12 - 100	100	28.3%	26.0%	12 - 88
Real Estate	83	5.5%	108.2	6.0%	0 - 14	87	5.8%	6.0%	0 - 14
Private Equity	75	5.7%	112.0	4.0%	0 - 20	83	5.9%	5.0%	0 - 17
Hedge Funds	31	1.1%	21.7	4.5%	0 - 16	30	2.0%	5.0%	0 - 16
Cash & Other	na	1.9%	37.5	na	na	na	na	na	na

What changes, if any, do you expect to make to your fund's target or actual allocation during the next three to five years?

We do not anticipate changing allocations for another 2 or 3 years. In 3 to 5 years private equity and hedge funds may be increased.

The goal is to continue to diversify, balance our portfolio against risk and take advantage of emerging market opportunities.

We implemented a new asset allocation this year that includes real return and absolute return.

We expect to add about 5%-10% to private equity and private real estate (collectively)

Further diversification towards international, including international private equity investments.

In 2008, we will decrease exposure to bonds and US equity and increase exposure to private equity, real estate and opportunistic.

Asset allocation will diversify further into alternatives / natural resources / international stocks / emerging markets

Increase in private equity, decrease in fixed income, increase in real return strategies, increase in commodities, increase in currency

Increased allocation to Alternatives and Real Estate

We don't anticipate changes to the target, but hope to bring actual allocations, particularly in Real Estate and Private Equity closer to their targets.

Considering using more index funds to provide the beta and use more overlay strategies to provide alpha

increase private equity and real estate; identify appropriate absolute return strategies and move toward target

Funding of hedge funds and private investments (Private Equity and Real Estate) will continue over the next 3-5 years.

A real return asset class is being considered with a potential target between 6% to 14%. This asset class would include TIPS, infrastructure, timber and absolute return strategies. The real return class would replace our current TIPS target allocation.

We anticipate targeting 15% of the portfolio to alternatives. To date, we have invested 2% in hedge funds. Within the next year, we plan to allocate 5% to hedge funds, 5% to private equity, 2.5% to real estate and 2.5% to real assets.

Decrease domestic equity and fixed income. Increase International equity and alternatives.

An allocation to an Opportunistic Portfolio is being considered that would include strategies not currently employed by other asset classes - infrastructure, commodities, etc.

We have looked at private equity, but have no immediate plans to fund this strategy.

We expect that our commodities, real estate, and private equity allocations will increase over the next three to five years. We may use more hedge funds in portable alpha space.

A larger allocation to Private Equity and creation of an Alternative Assets allocation to allow access to new strategies that don't fit neatly into other traditional asset categories.

Addition of a real return assets class

Expect to continue to grow the non-equity correlated areas and incorporate hedge fund managers with the hiring of a separate hedge fund consultant within the next year. Recently restructured allocation is "transitional" step in that direction.

Continue diversification efforts.

Add infrastructure, private equity, alpha-only strategies, absolute return strategies. reduce long stocks, TIPS.

Fully fund real estate and private equity, allocate to absolute return strategies, allocate to additional sources of beta to be evaluated on a case-by-case basis.

Increase target allocations to private equity and tangible assets from public equities and fixed income, respectively.

We plan to expand our exposure to alternatives if we can overcome the contracting issues, along with transparency and liquidity concerns.

I believe that real estate will be added.