



# Town of Wilton - Town Pension Plan

Quarterly Investment Review - Third Quarter 2014



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# TABLE of CONTENTS

§ Defined Benefit Governance Calendar	Section 1
§ Capital Markets Overview	Section 2
§ Portfolio and Manager Review	Section 3
§ Core Plus Fixed Income Search	Section 4



# Introduction to the Defined Benefit Fiduciary Governance Calendar



This quarter, we are introducing our new Fiduciary Governance Calendar for Defined Benefit plan clients. This calendar serves to establish a framework around the fiduciary governance process.

## What's included:

- Administrative Fee review
- Peer Benchmarking
- Funded Status review
- Portfolio Structure
- Fee Analysis
- Legislative update
- Liability Analysis
- Pension Landscape
- Investment Policy

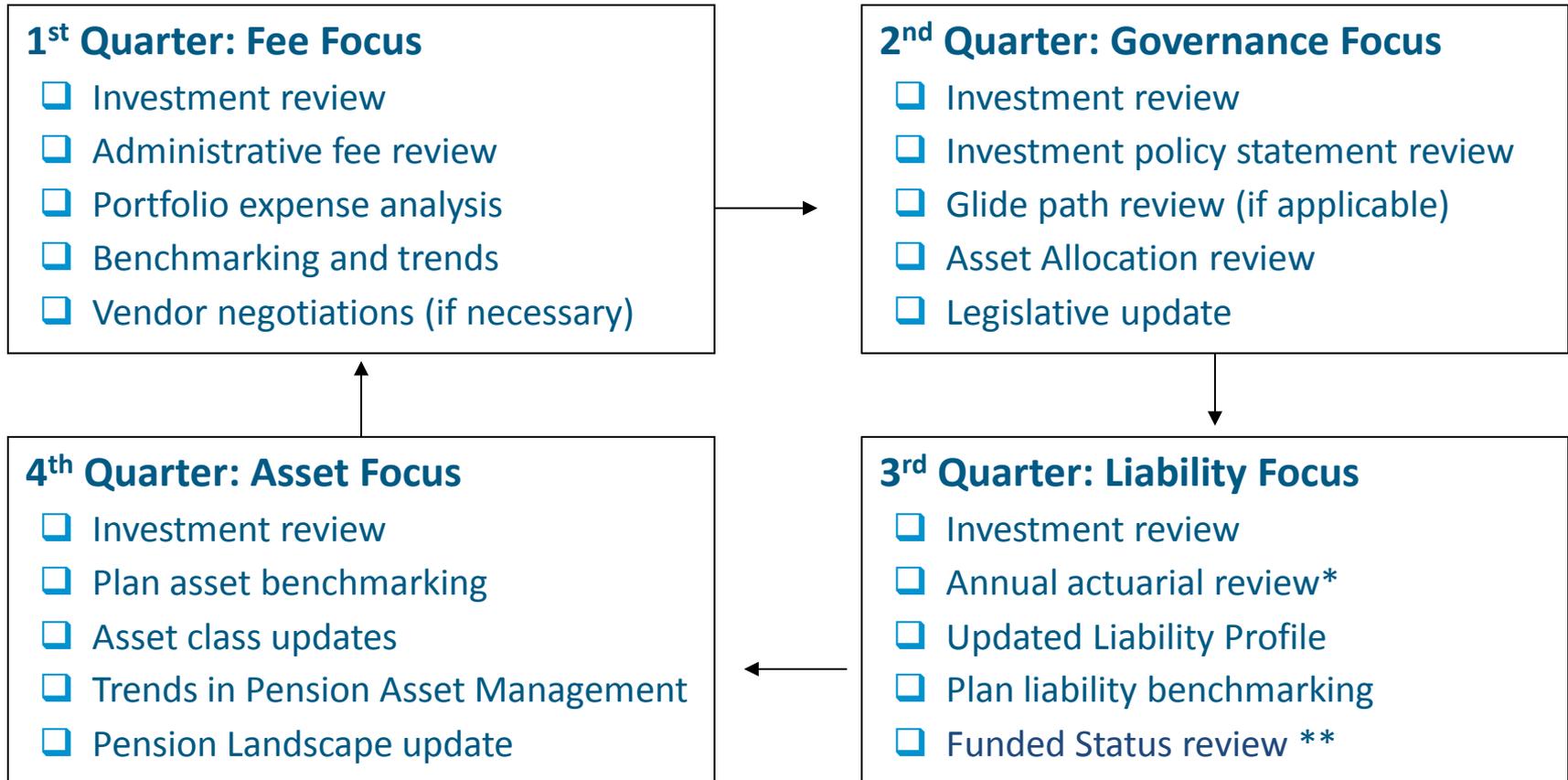
## Why?

- Discussing these topics on a regular basis can help to establish a strong foundation of fiduciary governance and create the “Fiduciary Trail.” Adherence to a structured governance process is the best way for committees to achieve their investment goals. The calendar will help ensure that quarterly meetings are orderly and productive.

## What can you expect?

- Going forward, we will be including additional materials based on the quarterly calendar topics for the committee to discuss with their consultant. Every meeting will continue to include a review of the portfolio and underlying investments, as well as provide the opportunity to review ongoing projects and facilitate open discussion.

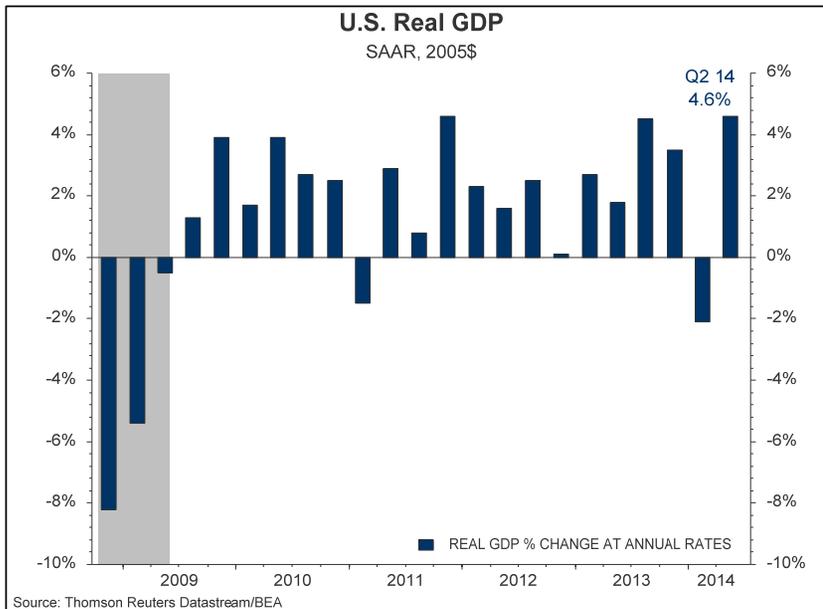
# Defined Benefit Fiduciary Governance Calendar



\* Timing of actuarial and liability review dependent on client's individual plan and /or fiscal year and actuarial input

\*\* Funded Status as determined by client preference (ex: accounting, funding, termination etc.); Incremental fees may be generated from actuarial service provider for updated data

# Economic & Market Review

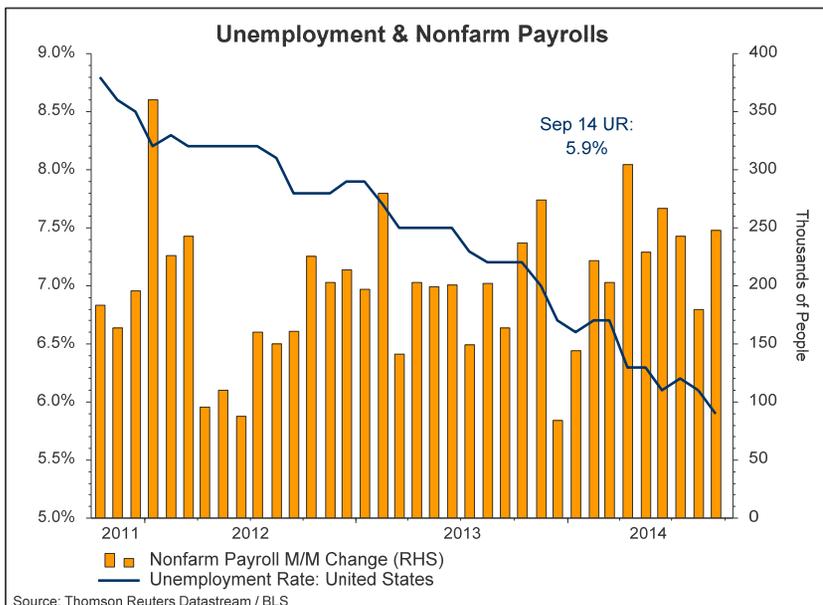


**Monetary policy in the United States has been diverging from Europe and Japan** as the Federal Reserve nears the end of its bond buying program. Meanwhile, the European Central Bank and Bank of Japan have continued their stimulative measures.

After declining in the first quarter, **U.S. GDP growth rebounded in the second quarter, posting a 4.6% annualized growth rate.** This gain marked the highest growth rate since the end of 2011. Business investment and consumer spending, in particular, contributed to the growth rate in the period.

**September turned out to be another strong month for the job market** with the economy adding 248,000 jobs in September. On average, the U.S. economy has added 227,000 jobs per month in 2014. The **unemployment rate fell to 5.9%**, the lowest level since 2008.

The **U.S. economy continued to show signs of expansion in September, with the ISM Manufacturing Index coming in at 56.6**, although this was down from August's reading of 59.



**Equity markets posted mixed results** in the period as a sell-off in September erased earlier gains. Despite taking a pause from the strong gains in the first half of the year, U.S. equities were among the best performers in the period. Strength in the domestic economy helped U.S. equities outpace their international counterparts.

It was a **challenging quarter for international equities** as signs of slowing growth in Europe caused concern among investors. Emerging markets also posted challenging results as growth concerns in China weighed on the market. **Currency weakness was a major contributor to the challenging results for international equities, as the U.S. dollar was strong against many currencies.**

Despite a **higher level of volatility** during the period, the **10-year U.S. Treasury ended the quarter at 2.52%**, not much of a change from its yield of 2.53% as of the end of June.

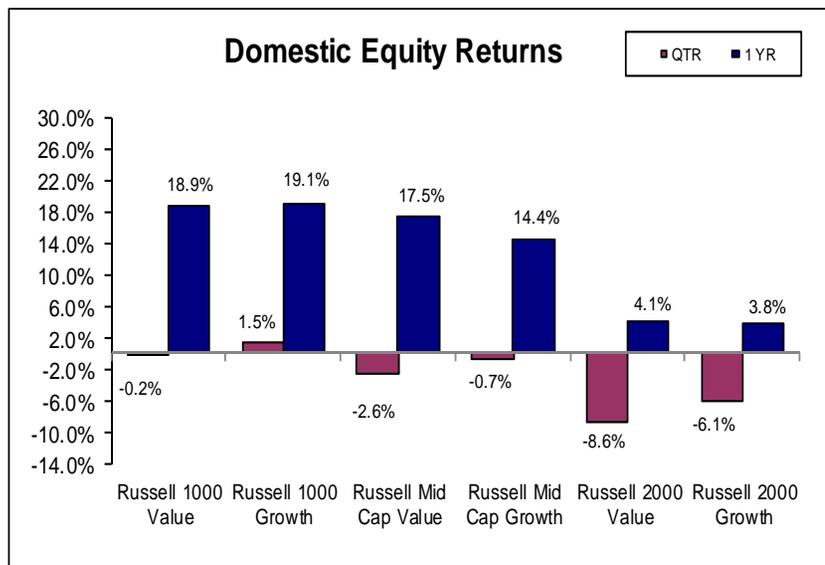
# Index Results

U.S. EQUITY	QUARTER	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR
S&P 500	1.1	8.3	19.7	23.0	15.7	8.1
Russell 1000	0.7	8.0	19.0	23.2	15.9	8.5
Russell 1000 Value	(0.2)	8.1	18.9	23.9	15.3	7.8
Russell 1000 Growth	1.5	7.9	19.1	22.4	16.5	8.9
Russell Mid Cap	(1.7)	6.9	15.8	23.8	17.2	10.3
Russell Mid Cap Value	(2.6)	8.2	17.5	24.7	17.2	10.2
Russell Mid Cap Growth	(0.7)	5.7	14.4	22.7	17.1	10.2
Russell 2000	(7.4)	(4.4)	3.9	21.3	14.3	8.2
Russell 2000 Value	(8.6)	(4.7)	4.1	20.6	13.0	7.3
Russell 2000 Growth	(6.1)	(4.0)	3.8	21.9	15.5	9.0
Russell 3000	0.0	7.0	17.8	23.1	15.8	8.4
FTSE NAREIT Equity REITs Index	(3.1)	14.0	13.1	16.7	15.9	8.4
INTERNATIONAL EQUITY	QUARTER	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR
MSCI ACWI ex-US	(5.3)	0.0	4.8	11.8	6.0	7.1
MSCI EAFE	(5.9)	(1.4)	4.3	13.6	6.6	6.3
MSCI EAFE Value	(6.2)	(0.6)	5.7	13.9	5.5	5.9
MSCI EAFE Growth	(5.5)	(2.2)	2.9	13.3	7.6	6.6
MSCI EAFE Small Cap	(7.8)	(2.7)	3.0	14.5	8.9	8.0
MSCI EM (Emerging Markets)	(3.5)	2.4	4.3	7.2	4.4	10.7
FIXED INCOME	QUARTER	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR
Barclays U.S. Aggregate Bond	0.2	4.1	4.0	2.4	4.1	4.6
Barclays U.S. Gov/Credit Bond	0.2	4.1	4.1	2.5	4.3	4.6
Barclays Gov/Credit Long Bond	1.0	13.0	12.9	4.7	8.0	7.0
Barclays U.S. High Yield	(1.9)	3.5	7.2	11.1	10.6	8.3
Barclays U.S. TIPS	(2.0)	3.7	1.6	1.3	4.5	4.6
BofA Merrill 3-Month T-Bill	0.0	0.0	0.0	0.1	0.1	1.6
NON-TRADITIONAL	QUARTER	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR
Bloomberg Commodity Index	(11.8)	(5.6)	(6.6)	(5.3)	(1.4)	(1.0)
HFRI Fund of Funds Index	0.6	2.7	6.4	5.3	3.5	3.5
CPI (quarter lag)	1.0	1.4	2.2	1.9	2.1	2.3

Source: Morningstar, S&P, Russell, FTSE, MSCI, Barclays, BofA Merrill Lynch, Bloomberg, HFRI

As of September 30, 2014

# Domestic Equity Review



Continued strength in economic reports helped domestic equity markets produce some of the better returns from around the world, although returns varied by capitalization and style. Overall, the S&P 500 returned 1.1% for the quarter as strong GDP growth and positive economic signs helped boost returns.

Large capitalization stocks in the United States produced modestly positive returns and were much stronger than small caps. The Russell 2000 Index declined 7.4% in the quarter as investors grew concerned about valuations and the impact that potentially higher interest rates may have on smaller capitalization stocks.

From a style perspective, growth stocks outpaced value stocks in the period. Poor returns from the energy sector weighed on value stocks. Meanwhile, strong results in the information technology sector propelled growth-related stocks.

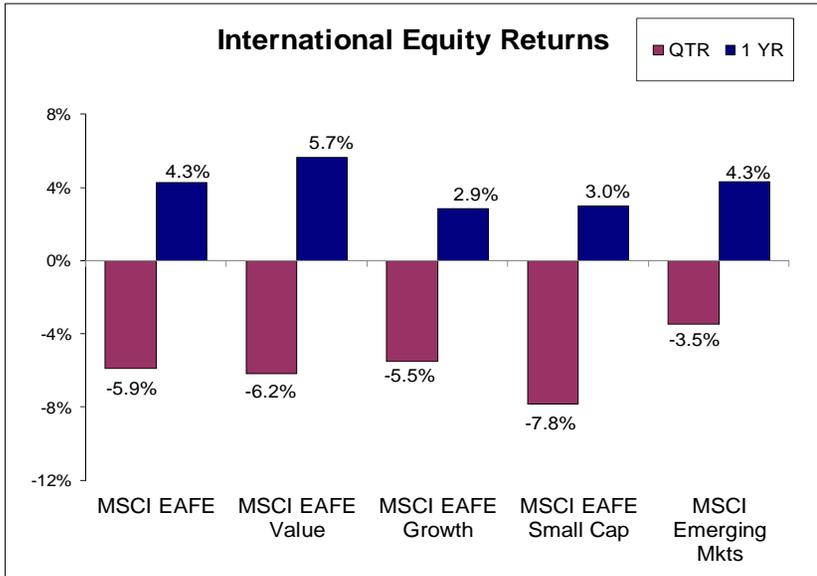
3Q 2014		
S&P 500 Index	Ending Weight	Return
Consumer Discretionary	11.7%	0.3%
Consumer Staples	9.5%	2.0%
Energy	9.7%	-8.6%
Financials	16.3%	2.3%
Health Care	13.9%	5.5%
Industrials	10.3%	-1.1%
Information Technology	19.7%	4.8%
Materials	3.5%	0.2%
Telecom. Services	2.4%	3.1%
Utilities	3.0%	-4.0%
<b>Total</b>	<b>100%</b>	<b>1.1%</b>

There was significant dispersion among sector returns in the S&P 500 for the quarter. Energy stocks were hit the hardest, declining 8.6% as oil prices declined. Industrial stocks also ended lower. Meanwhile, the information technology and health care sectors posted solid gains, leading the way in the S&P 500. The information technology sector benefited from solid gains made by Apple, which announced new products during the period.

Reversing the results from the second quarter, higher quality stocks outperformed lower quality stocks in the period, as they benefitted from an increase in volatility.

Source: Morningstar, S&P, Russell

# International Equity Review



**International equities trailed U.S. equities, as economic growth in developed markets has not kept pace with the U.S.** The MSCI EAFE Index fell 5.9% in U.S. dollar terms, with significant weakness coming from the currency effect.

**Within developed markets outside the United States, growth stocks outpaced value stocks. Large capitalization stocks led small cap stocks in the period.** Within the emerging markets, smaller caps beat larger caps, though there was not much of a differential from a style perspective.

**European equities lagged** in the period as concerns surrounding a potential economic slowdown grew. It was reported that the **Eurozone’s GDP was flat in the second quarter** when compared to the first quarter, increasing concerns the area may fall back into recession. Meanwhile, the European Central Bank continued its accommodative monetary policy. The weakness in the euro weighed on returns in U.S. dollar terms.

**Japanese stocks posted losses in U.S. dollar terms** due to the weakness of the yen. It was reported that GDP declined at an annualized rate of 7.1% in the second quarter as consumption spiked earlier in the year prior to the consumption tax increase that took effect in the second quarter.

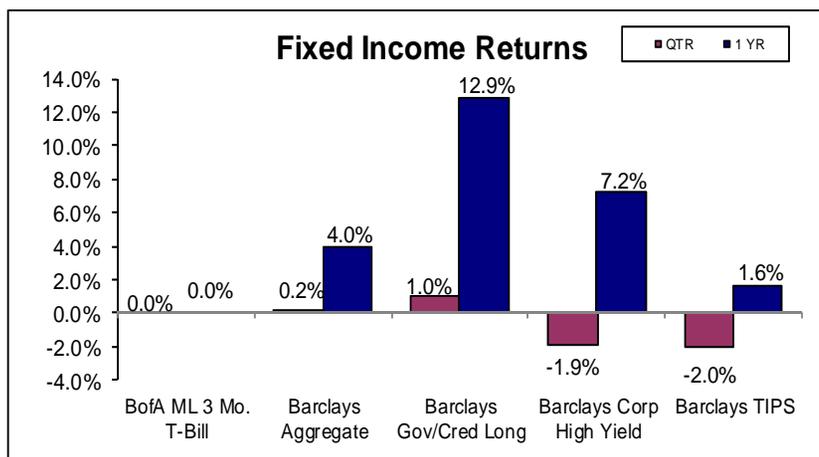
**After posting a strong start to the quarter, weakness in September resulted in emerging market equities declining this quarter,** although they still outpaced developed markets outside the U.S. Russian equities experienced some of the most significant declines, as sanctions related to the Ukraine situation weighed on the country.

The **U.S. dollar posted gains against the yen and euro**, rising significantly against each of these currencies as monetary policy in the U.S. looks to become less accommodative on a comparative basis. Emerging market currencies were also weak against the dollar, with the Russian ruble and Brazilian real posting notable declines.

MSCI Country Results	Local	USD
United Kingdom	-0.9%	-6.1%
France	-0.7%	-8.4%
Germany	-3.7%	-11.2%
Japan	5.8%	-2.3%
China	1.6%	1.4%
India	5.1%	2.3%
Brazil	1.6%	-8.6%
Russia	-4.7%	-15.4%

Source: Morningstar, MSCI

# Fixed Income Review



The **yield curve flattened in the period** as the expectation that the Fed will end its bond purchasing program in October impacted short-term rates. Meanwhile, the 10-year Treasury ended the period with little change from the end of June, although volatility increased during the quarter.

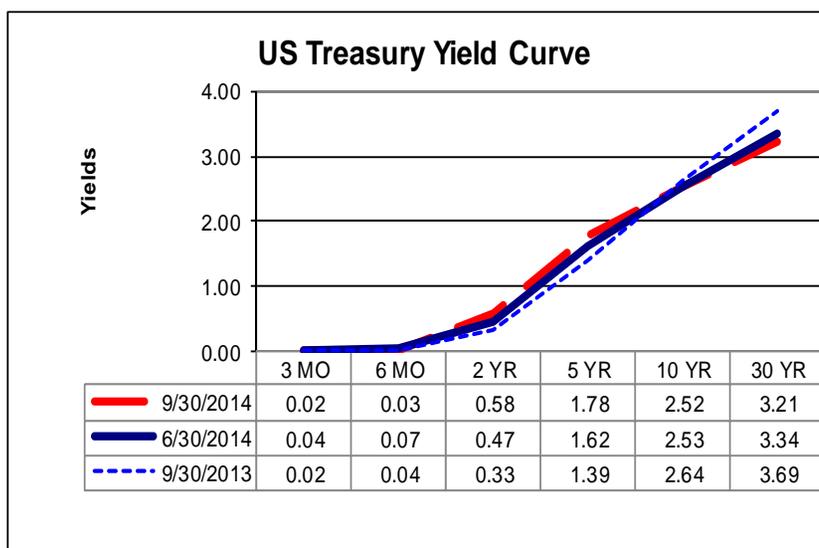
The Barclays U.S. Aggregate Bond Index produced relatively muted returns in the period, posting a slight gain of 0.2%. **Treasuries outperformed in the period** as investors grew risk averse due to concerns surrounding global growth and the possibility of interest rates rising.

**Corporate spreads widened** but remain at levels below historical averages. New issuance of corporate bonds continues to be on pace to set a new record in 2014.

**High yield bonds had a difficult quarter, with the Barclays Corporate U.S. High Yield Index declining 1.9% for the quarter** as mutual fund outflows weighed on high yield bonds.

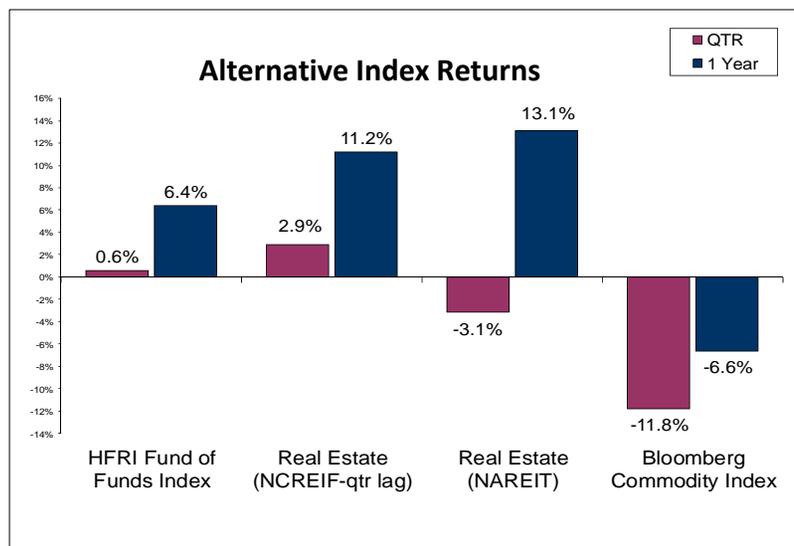
**Performance in the securitized sector fluctuated during the period, although spreads ended wider.** The market continues to anticipate the impact of the end of the Fed's monthly purchase program.

**Rates continued to move lower for European government bonds** in the period, as the European Central Bank's accommodative monetary policy has been impacting interest rates within Europe. Meanwhile, both the euro and yen were weak against the dollar, hampering these returns in U.S. dollar terms. Concerns about rates moving higher in the U.S. and increased volatility weighed on emerging market bonds, which experienced widening spreads.



Source: Morningstar, Barclays, BofA Merrill Lynch, US Department of the Treasury

# Alternatives Review



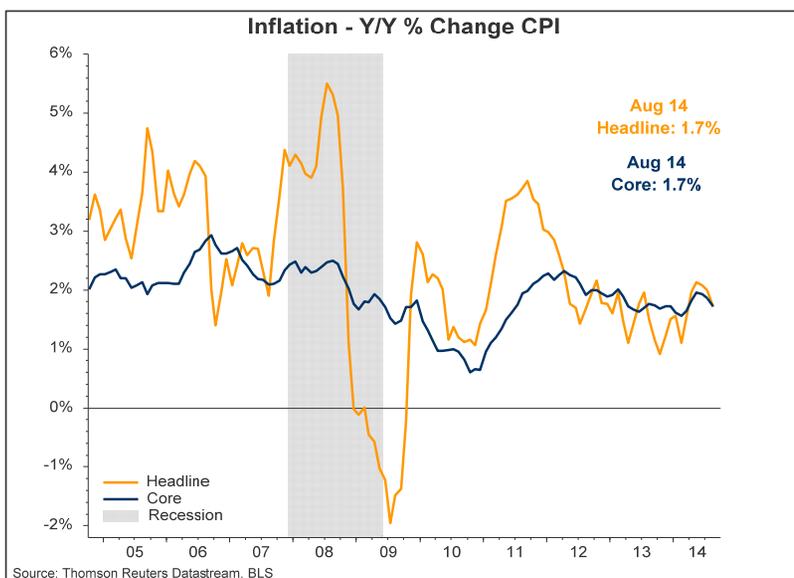
Source: Morningstar, FTSE, Bloomberg, HFRI

**Hedge funds posted a narrow gain in the third quarter**, as measured by the HFRI Fund of Funds Index. Results this quarter benefited from a strong month of August. Macro/CTA strategies performed well, as they were able to navigate monetary policy and broader economic trends in the global economy. Meanwhile, relative value arbitrage and event driven strategies lagged this quarter.

**Improved operating fundamentals, limited new supply delivery, and positive NOI growth continued to drive price appreciation in the commercial real estate markets.** Capital flows and transaction activity maintained a robust pace, supported by these improving fundamentals, very favorable debt financing and lower long term interest rates. **Dispersion amongst property sectors and capital markets continued to shrink** on improved tenant demand, higher lease rates, and investors' willingness to deploy capital across a wider risk-return spectrum.

**Global property stock sold off in the third quarter**, alongside the broader equity markets. Despite support from private market valuations, interest rate concerns and significant equity issuance hurt share prices in the U.S. (3.1%). Europe declined (-7.2%) on renewed fears of economic slowdown in the region. Domestic currency concerns and economic weakness in Japan and Australia drove negative returns in Asia (-4.9%), while Hong Kong was a point of strength.

**It was a challenging quarter for commodities**, as measured by the Bloomberg Commodity Index (-11.8%). Most sectors were hit hard in the period. Energy declined (-12.1%) as oil prices fell on concerns over global growth. Precious metals were also weak in the period (-11.3%), with both gold and silver declining as the strength of the U.S. dollar weighed on metals. The weakest area was agriculture, which posted double digit losses (-18.1%) as good weather led to abundant crop supplies.



Source: Thomson Reuters Datastream, BLS

# Market Viewpoints

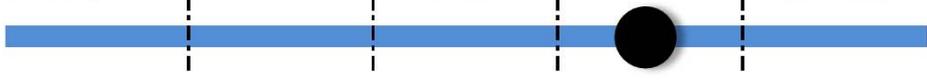
**Asset Allocation**



**Rationale**

The low level of yields from bonds and anticipated move higher in interest rates have led to a more favorable stance on equities.

**Equity**



While the U.S. economy has shown stronger growth than other developed markets, valuations continue to favor international stocks.

**Domestic Large Cap**



The recent outperformance of large cap stocks has changed the valuation dynamic of domestic market capitalization.

**Domestic Growth**



There does not appear to be an advantage to either style based on relative valuations.

**Int'l Developed**



Emerging market stocks have seen better relative performance in 2014 than international developed equities, and continue to have better expected growth and relative valuations.

**Fixed Income**



While spreads remain narrower than their historical average, the incremental yield advantage offered by credit continues to be favored, given the strength in corporate fundamentals.

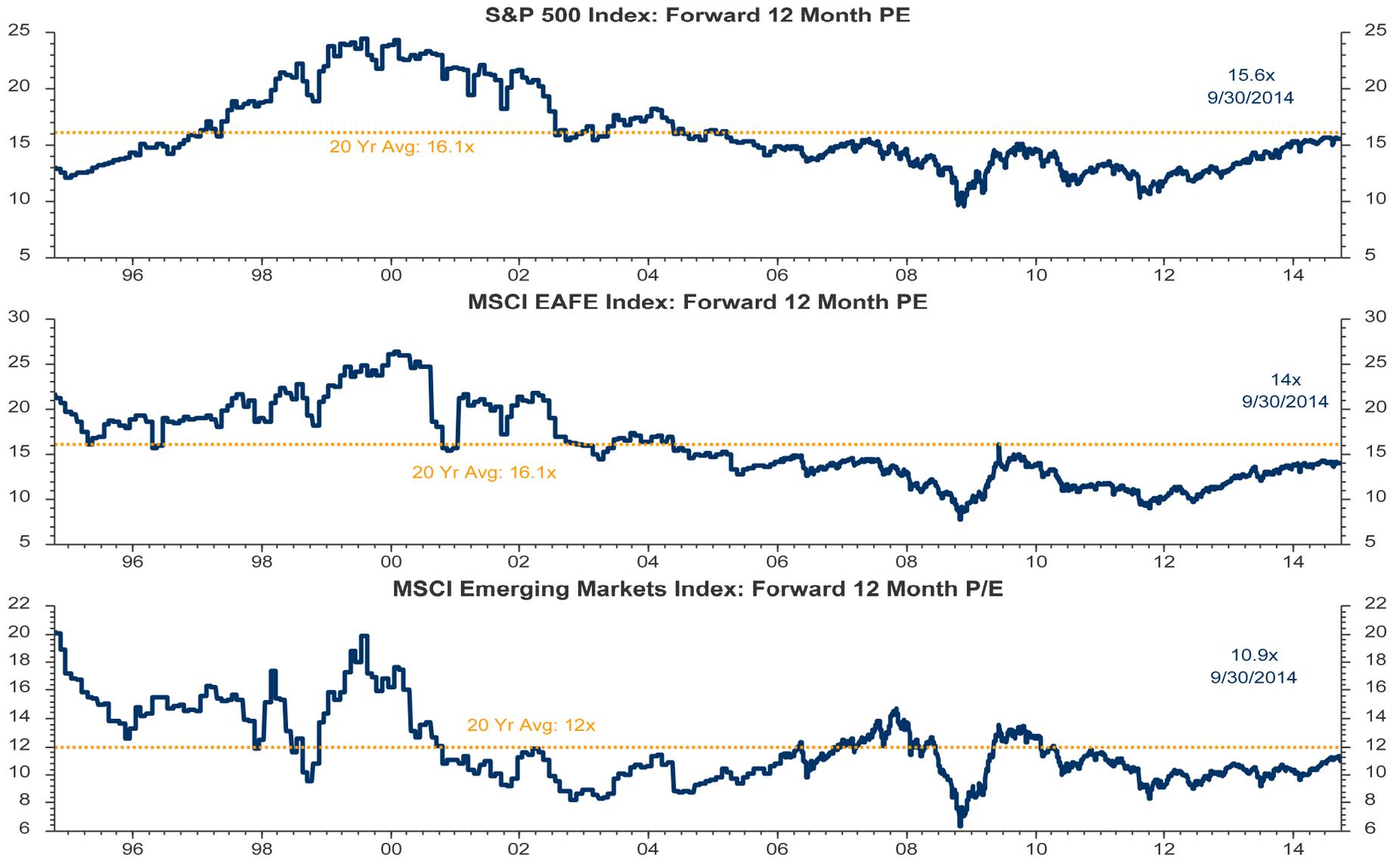
**Short Duration**



Shorter duration bonds continue to be preferred as concerns regarding the impact of rising rates and relatively low yield profile for bonds remain.

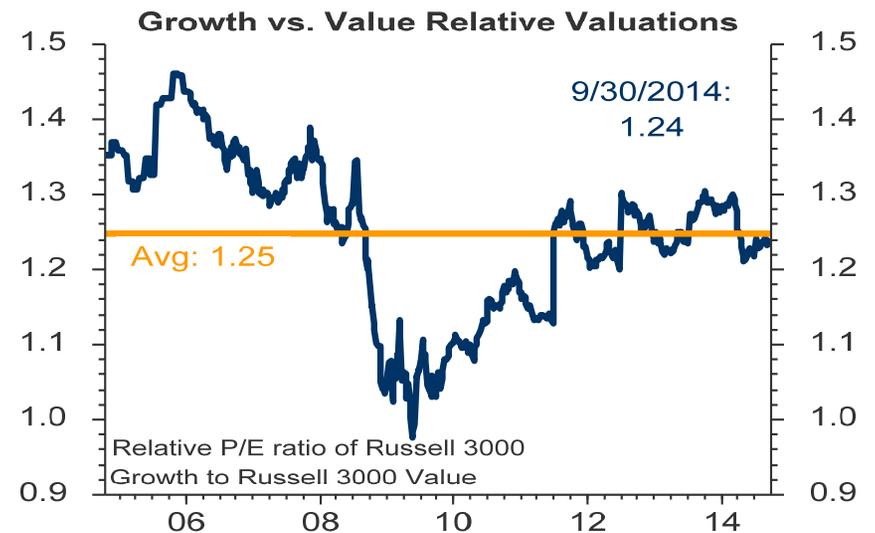
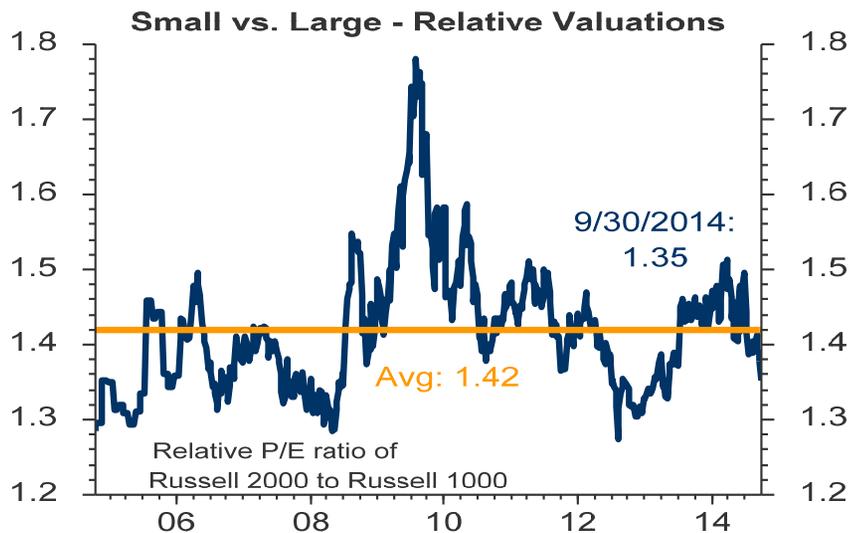
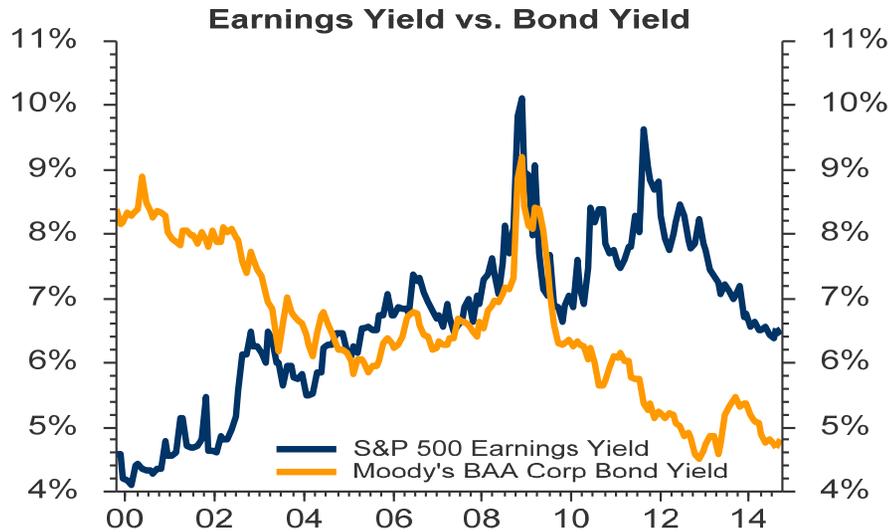
These viewpoints represent FIA's general assessment of the highlighted capital markets comparisons over the next twelve months. These opinions are subject to modification as conditions in the markets change. Clients should utilize these rankings in conjunction with other considerations that may be relevant to their particular circumstances.

# Global Valuations



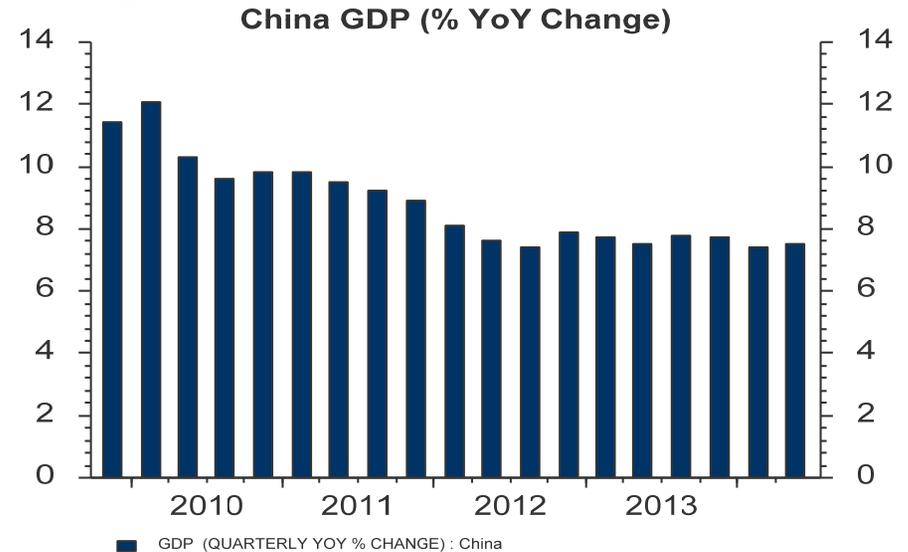
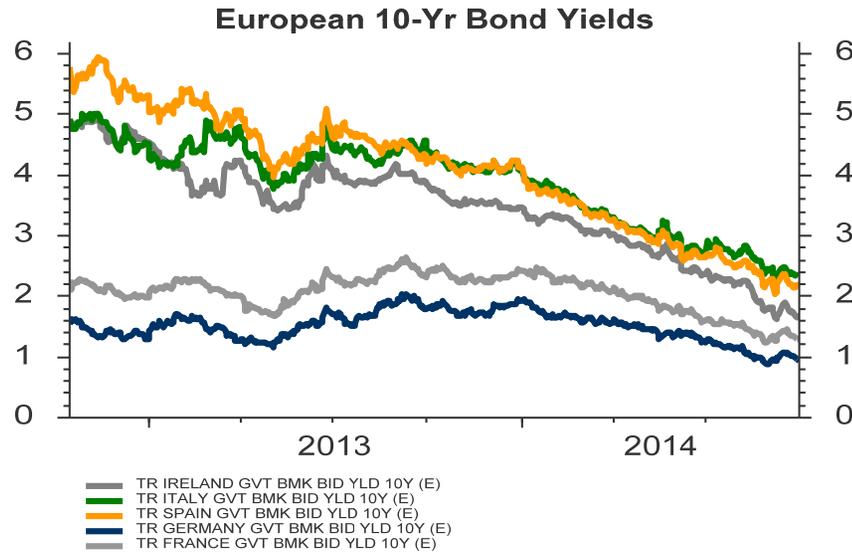
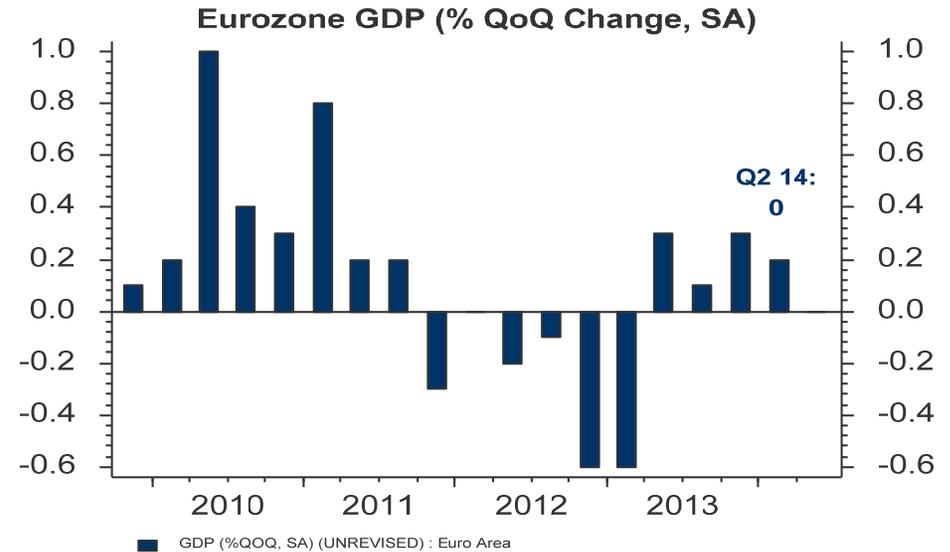
Source: Thomson Reuters Datastream, MSCI, Standard & Poors, IBES

# U.S. Market Viewpoints



Source: Thomson Reuters Datastream, Standard & Poor's, Moody's, Russell, IBES, Institute for Supply Management

# International Market Viewpoints



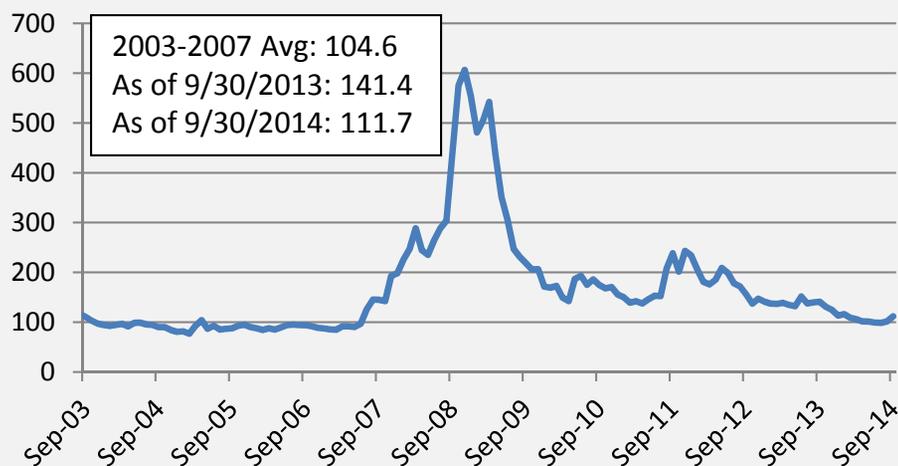
Source: Thomson Reuters Datastream, MSCI, National Bureau of Statistics of China, IBES, EuroStat, Federal Reserve

# Fixed Income Environment

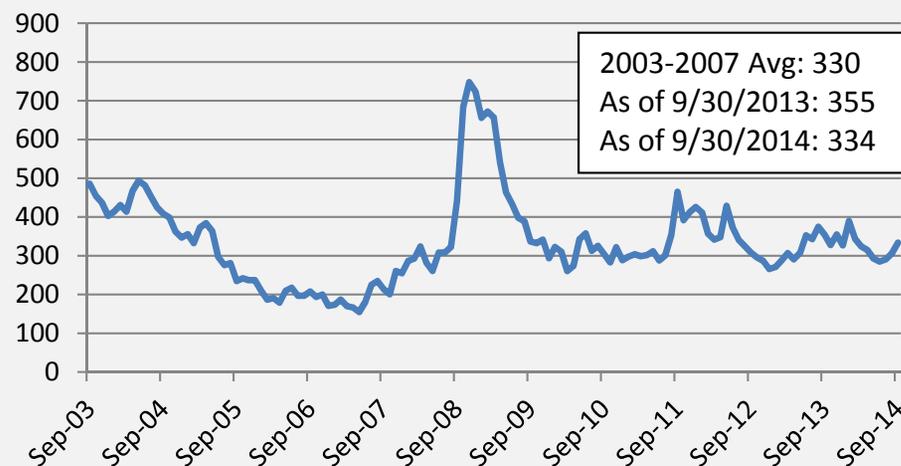
### Federal Reserve Balance Sheet



### U.S. Corporate Investment Grade<sup>1</sup> - OAS



### Emerging Market Debt<sup>2</sup> - OAS



OAS: Option Adjusted Spread, Sources: Thomson Reuters Datastream, Barclays, J.P. Morgan, Babson Capital Management; <sup>1</sup>Barclays U.S. Corporate Investment Grade Index, <sup>2</sup>J.P. Morgan EMBI Global Index

## Asset Allocation

### Pension Plan

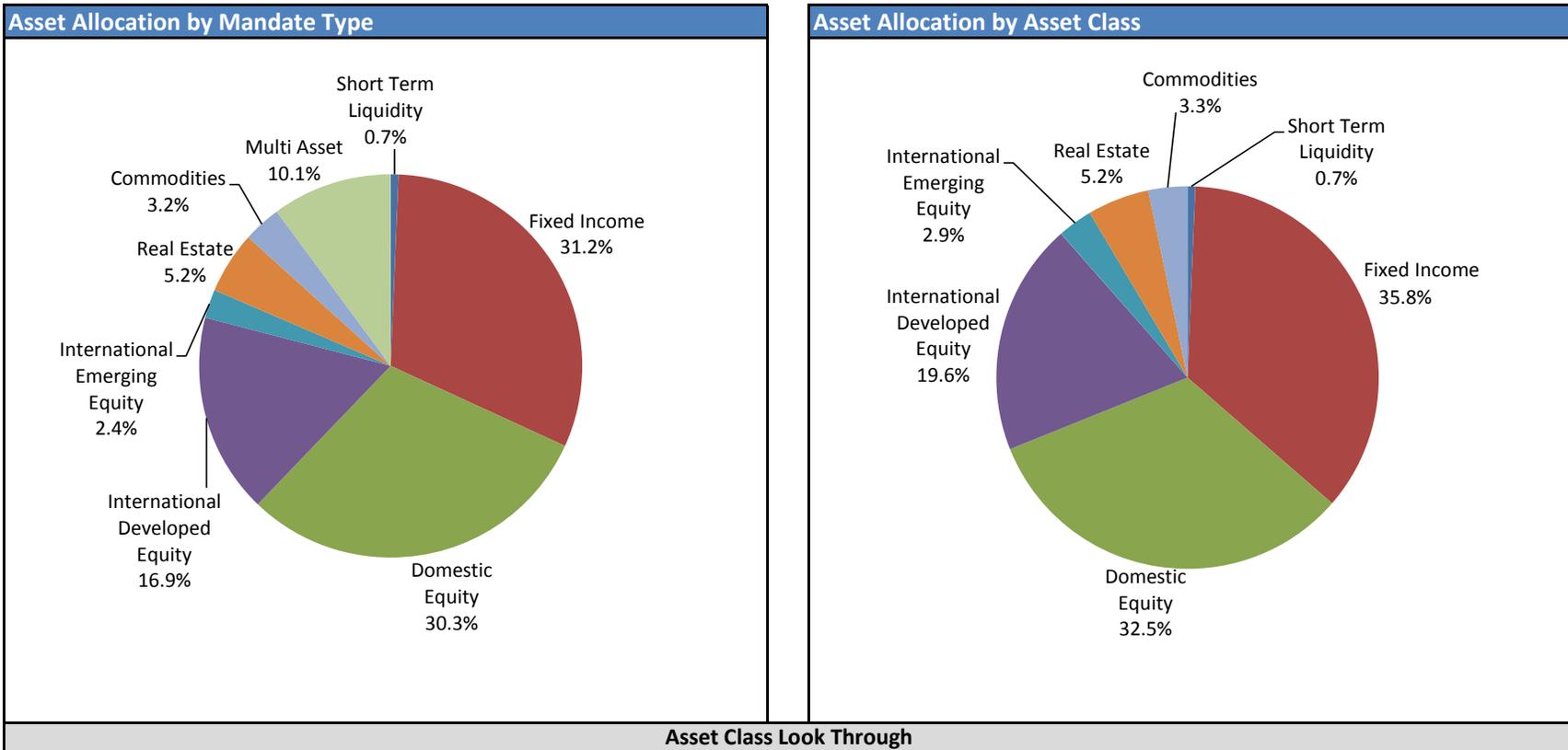
As of September 30, 2014

	Asset Allocation (\$)	Asset Allocation (%)	Target Allocation (%)	Differences (%)
<b>Pension Plan</b>	<b>98,326,130</b>	<b>100.0</b>	<b>100.0</b>	<b>0.0</b>
<b>Total Short Term Liquidity</b>	<b>641,136</b>	<b>0.7</b>	<b>0.0</b>	<b>0.7</b>
Wells Fargo Adv Money Market	641,136	0.7	0.0	0.7
<b>Fixed Income</b>	<b>29,114,705</b>	<b>29.6</b>	<b>30.0</b>	<b>-0.4</b>
Blackrock Strategic Income Opportunities Fund	2,471,898	2.5	2.5	0.0
Eaton Vance Floating Rate	2,283,046	2.3	2.5	-0.2
Metropolitan West Total Return Fund P	9,768,650	9.9	10.0	-0.1
PIMCO Total Return Instl	9,628,440	9.8	10.0	-0.2
Templeton Global Bond	4,962,671	5.0	5.0	0.0
<b>Domestic Equity</b>	<b>29,821,411</b>	<b>30.3</b>	<b>30.0</b>	<b>0.3</b>
Vanguard Instl Index Fund Instl	20,097,713	20.4	20.0	0.4
Diamond Hill Small Mid Cap Y	4,828,523	4.9	5.0	-0.1
Eaton Vance Atlanta Capital SMID-Cap	4,895,175	5.0	5.0	0.0
<b>International Equity</b>	<b>18,957,688</b>	<b>19.3</b>	<b>20.0</b>	<b>-0.7</b>
Europacific Growth R6	5,927,385	6.0	6.3	-0.2
T Rowe Price Overseas Stock	5,871,933	6.0	6.3	-0.3
Templeton Instl Foreign Small Comp A	4,776,578	4.9	5.0	-0.1
Aberdeen Emerging Markets Instl	2,381,793	2.4	2.5	-0.1
<b>Real Estate</b>	<b>5,130,595</b>	<b>5.2</b>	<b>5.0</b>	<b>0.2</b>
Cornerstone Patriot Fund	5,130,595	5.2	5.0	0.2
<b>Inflation Protection</b>	<b>4,688,842</b>	<b>4.8</b>	<b>5.0</b>	<b>-0.2</b>
Vanguard Short Term Inflation Protection	1,567,067	1.6	1.7	-0.1
Van Eck Global Hard Assets	1,664,997	1.7	1.7	0.0
Credit Suisse Commodity Return	1,456,779	1.5	1.7	-0.2
<b>Asset Allocation</b>	<b>9,971,753</b>	<b>10.1</b>	<b>10.0</b>	<b>0.1</b>
Blackrock Global Allocation Instl	9,971,753	10.1	10.0	0.1

# Town of Wilton - Pension

## Asset Allocation

As of September 30, 2014



**BlackRock Global Allocation Fund** allocation as of 9/30/2014 consisted of: 44.9% fixed income & cash equivalents, 21.3% domestic equity, 27.3% developed international equity, 5.2% emerging markets, and 1.4% commodities.

The **inflation protection** segment of the portfolio is broken down as follows: Vanguard Short Term Inflation Protection Fund is included in the fixed income allocation. Van Eck Global Hard Assets and Credit Suisse Commodity Return are included in the commodities/resource related allocation.

### International Breakdown:

Europacific Growth Fund - 83.08% developed, 16.92% emerging

T. Rowe Price Overseas Stock - 96.36% developed, 3.64% emerging

Templeton Instl Foreign Small Co. - 91.09% developed, 8.91% emerging

Aberdeen Emerging Markets - 100% emerging

*DISCLAIMER: The "look through" information provided above has been gathered from sources deemed to be reliable, including Morningstar and the managers.*

*The asset class look through on the right is designed to give a general representation of how portfolio assets are allocated among various asset classes.*

*However, the information may include discrepancies, based on how managers classify certain holdings.*

# Total Plan Performance Summary - Wilton, Town of

As of September 30, 2014

## Account Reconciliation

	QTR	YTD	Since Inception	Inception Date
<b>Pension Plan</b>				<b>05/01/2012</b>
Beginning Market Value	97,002,342	94,501,155	73,939,906	
Net Contributions	2,946,357	1,778,302	6,569,923	
Total Gain/Loss	-1,622,569	2,046,673	17,816,301	
Ending Market Value	98,326,130	98,326,130	98,326,130	

## Wilton Pension Plan Benchmark Composition

Allocation Mandate	Weight (%)
Barclays Aggregate Index	25.0
Citigroup World Government Bond	5.0
Russell 3000 Index	30.0
MSCI AC World ex USA (Net)	20.0
NCREIF Fund Index - ODCE (net)	5.0
Short Term Inflation Protection Index	5.0
Blackrock Hybrid Benchmark	10.0

## Trailing Performance Summary

	QTR	YTD	Jul-2014 To Sep-2014	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
<b>Pension Plan</b>	<b>-1.7</b>	<b>2.2</b>	<b>-1.7</b>	<b>7.1</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>8.8</b>	<b>05/01/2012</b>
Wilton Pension Plan Benchmark	-1.8	3.8	-1.8	8.5	11.7	8.9	N/A	N/A	9.1	
Difference	0.1	-1.6	0.1	-1.4	N/A	N/A	N/A	N/A	-0.3	

## Calendar Year Performance Summary

	2013	2012	2011	2010	2009	2008	2007	2006
<b>Pension Plan</b>	<b>14.5</b>	<b>N/A</b>						
Wilton Pension Plan Benchmark	14.1	11.4	1.4	11.9	18.1	N/A	N/A	N/A
Difference	0.4	N/A						

## Historical Hybrid Composition

### Pension Plan

As of September 30, 2014

Allocation Mandate	Weight (%)	Allocation Mandate	Weight (%)
May-2008		Nov-2010	
Barclays Aggregate Index	45.0	Barclays U.S. Aggregate Float Adjusted	40.0
MSCI US Broad Market Index	35.0	MSCI US Broad Market Index	32.0
MSCI EAFE + EM	20.0	FTSE All World - Ex US	20.0
Oct-2008		Barclays 20-30 Year Treasury Strips	5.0
Barclays Aggregate Index	40.0	MSCI U.S. REIT Index	3.0
Barclays 20-30 Year Treasury Strips	5.0	Feb-2011	
MSCI US Broad Market Index	35.0	Barclays U.S. Aggregate Float Adjusted	45.0
MSCI EAFE + EM	20.0	MSCI US Broad Market Index	30.0
Jan-2010		FTSE All World - Ex US	20.0
Barclays U.S. Aggregate Float Adjusted	40.0	MSCI U.S. REIT Index	5.0
Barclays 20-30 Year Treasury Strips	5.0	May-2012	
MSCI US Broad Market Index	35.0	Barclays Aggregate Index	26.3
MSCI Emerging Markets Index	20.0	Citigroup World Government Bond	5.3
Feb-2010		Russell 3000 Index	31.6
Barclays U.S. Aggregate Float Adjusted	40.0	MSCI EAFE (net) Index	21.0
Barclays 20-30 Year Treasury Strips	5.0	Inflation Protection Index	5.3
MSCI US Broad Market Index	35.0	Blackrock Hybrid Benchmark	10.5
FTSE All World - Ex US	20.0	Jul-2012	
Sep-2010		Barclays Aggregate Index	25.0
Barclays U.S. Aggregate Float Adjusted	40.0	Citigroup World Government Bond	5.0
MSCI US Broad Market Index	33.0	Russell 3000 Index	30.0
FTSE All World - Ex US	20.0	MSCI EAFE (net) Index	20.0
MSCI U.S. REIT Index	2.0	NCREIF Fund Index - ODCE (net)	5.0
Barclays 20-30 Year Treasury Strips	5.0	Inflation Protection Index	5.0
		Blackrock Hybrid Benchmark	10.0

## Historical Hybrid Composition

Pension Plan

As of September 30, 2014

Allocation Mandate	Weight (%)
Apr-2013	
Barclays Aggregate Index	25.0
Citigroup World Government Bond	5.0
Russell 3000 Index	30.0
MSCI AC World ex USA (Net)	20.0
NCREIF Fund Index - ODCE (net)	5.0
Inflation Protection Index	5.0
Blackrock Hybrid Benchmark	10.0
Nov-2013	
Barclays Aggregate Index	25.0
Citigroup World Government Bond	5.0
Russell 3000 Index	30.0
MSCI AC World ex USA (Net)	20.0
NCREIF Fund Index - ODCE (net)	5.0
Short Term Inflation Protection Index	5.0
Blackrock Hybrid Benchmark	10.0

# Manager Performance Overview

## Pension Plan

As of September 30, 2014

	QTR	YTD	1 Year	3 Years	5 Years	Since Inception	Inception Date
<b>Pension Plan</b>	<b>-1.7</b>	<b>2.2</b>	<b>7.1</b>	<b>N/A</b>	<b>N/A</b>	<b>8.8</b>	<b>05/01/2012</b>
Wilton Pension Plan Benchmark	-1.8	3.8	8.5	11.7	8.9	9.1	
<u>Short Term Liquidity</u>							
<b>Wells Fargo Adv Money Market</b>	<b>0.1</b>	<b>0.1</b>	<b>0.1</b>	<b>N/A</b>	<b>N/A</b>	<b>0.1</b>	<b>05/01/2012</b>
90 Day U.S. Treasury Bill	0.0	0.0	0.0	0.1	0.1	0.1	
<u>Fixed Income</u>							
* <b>Blackrock Strategic Income Opportunities Fund</b>	<b>-0.1 (35)</b>	<b>3.2 (19)</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>3.8 (17)</b>	<b>12/01/2013</b>
Barclays Aggregate Index	0.2	4.1	4.0	2.4	4.1	3.5	
Libor (3 month)	0.1	0.2	0.2	0.3	0.3	0.2	
IM Alternative Credit Focus (MF) Median	-0.5	1.8	3.6	4.1	5.2	2.3	
* <b>Eaton Vance Floating Rate</b>	<b>-0.5 (25)</b>	<b>0.9 (78)</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>1.4 (72)</b>	<b>12/01/2013</b>
S&P/LSTA Leveraged Loan Index	-0.5	2.1	3.8	6.7	6.5	2.6	
IM U.S. Bank Loans (MF) Median	-0.7	1.2	2.9	6.2	5.8	1.7	
<b>Metropolitan West Total Return Fund P</b>	<b>0.4 (4)</b>	<b>4.5 (27)</b>	<b>5.2 (21)</b>	<b>N/A</b>	<b>N/A</b>	<b>5.1 (2)</b>	<b>05/01/2012</b>
Barclays Aggregate Index	0.2	4.1	4.0	2.4	4.1	2.0	
IM U.S. Broad Market Core Fixed Income (MF) Median	-0.1	4.1	4.2	3.1	4.6	2.4	
<b>PIMCO Total Return Instl</b>	<b>-0.4 (87)</b>	<b>3.3 (85)</b>	<b>3.3 (83)</b>	<b>N/A</b>	<b>N/A</b>	<b>2.9 (29)</b>	<b>05/01/2012</b>
Barclays Aggregate Index	0.2	4.1	4.0	2.4	4.1	2.0	
IM U.S. Broad Market Core Fixed Income (MF) Median	-0.1	4.1	4.2	3.1	4.6	2.4	
<b>Templeton Global Bond</b>	<b>0.1 (15)</b>	<b>3.5 (39)</b>	<b>6.3 (13)</b>	<b>N/A</b>	<b>N/A</b>	<b>5.9 (3)</b>	<b>05/01/2012</b>
Citigroup World Government Bond	-3.8	1.0	-0.1	-0.5	1.6	-1.0	
IM Global Fixed Income (MF) Median	-1.6	2.8	3.6	3.3	3.7	2.5	
<u>Domestic Equity</u>							
<b>Vanguard Instl Index Fund Instl</b>	<b>1.1 (24)</b>	<b>8.3 (20)</b>	<b>19.7 (20)</b>	<b>N/A</b>	<b>N/A</b>	<b>17.8 (28)</b>	<b>05/01/2012</b>
S&P 500 Index	1.1	8.3	19.7	23.0	15.7	17.8	
IM U.S. Large Cap Core Equity (MF) Median	0.6	6.8	17.5	21.9	14.1	16.8	

Returns for periods less than one year are not annualized.

^More information on custom indexes, which may be used in this report, can be found on the Custom Index Description page in the back of your report.

# Manager Performance Overview

## Pension Plan

As of September 30, 2014

	QTR	YTD	1 Year	3 Years	5 Years	Since Inception	Inception Date
<b>Diamond Hill Small Mid Cap Y</b>	<b>-6.0 (97)</b>	<b>1.3 (90)</b>	<b>10.6 (87)</b>	<b>N/A</b>	<b>N/A</b>	<b>19.0 (24)</b>	<b>05/01/2012</b>
Russell 2500 Value Index	-6.4	1.0	9.9	22.8	15.2	16.5	
IM U.S. Mid Cap Value Equity (MF) Median	-3.6	4.4	14.1	22.7	15.6	17.9	
<b>Eaton Vance Atlanta Capital SMID-Cap</b>	<b>-3.5 (21)</b>	<b>-2.6 (30)</b>	<b>6.4 (23)</b>	<b>N/A</b>	<b>N/A</b>	<b>13.7 (43)</b>	<b>05/01/2012</b>
Russell 2500 Growth Index	-4.2	-0.4	8.0	22.7	16.8	16.0	
IM U.S. SMID Cap Growth Equity (MF) Median	-5.0	-4.4	3.2	20.4	15.4	13.3	
<u>International Equity</u>							
* <b>Europacific Growth R6</b>	<b>-4.2 (9)</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>-4.2 (9)</b>	<b>07/01/2014</b>
MSCI AC World ex USA (Net)	-5.3	0.0	4.8	11.8	6.0	-5.3	
IM International Large Cap Core Equity (MF) Median	-5.6	-1.7	3.8	13.5	6.0	-5.6	
* <b>T Rowe Price Overseas Stock</b>	<b>-5.2 (42)</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>-5.2 (42)</b>	<b>07/01/2014</b>
MSCI EAFE (net) Index	-5.9	-1.4	4.3	13.6	6.6	-5.9	
IM International Large Cap Core Equity (MF) Median	-5.6	-1.7	3.8	13.5	6.0	-5.6	
<b>Templeton Instl Foreign Small Comp A</b>	<b>-6.5 (25)</b>	<b>-1.3 (30)</b>	<b>3.1 (55)</b>	<b>N/A</b>	<b>N/A</b>	<b>10.4 (64)</b>	<b>05/01/2012</b>
MSCI AC World ex USA Small Cap (Net)	-6.8	-0.1	4.6	12.5	8.3	9.7	
IM International SMID Cap Core Equity (MF) Median	-8.0	-2.4	3.2	14.1	8.7	10.9	
<b>Aberdeen Emerging Markets Instl</b>	<b>-3.7 (50)</b>	<b>3.3 (30)</b>	<b>2.3 (74)</b>	<b>N/A</b>	<b>N/A</b>	<b>2.2 (50)</b>	<b>05/01/2012</b>
MSCI Emerging Markets (Net)	-3.5	2.4	4.3	7.2	4.4	1.9	
IM Emerging Markets Equity (MF) Median	-3.7	1.9	4.3	7.6	4.1	2.2	
<u>Real Estate</u>							
<b>Cornerstone Patriot Fund</b>	<b>3.0</b>	<b>6.9</b>	<b>9.0</b>	<b>N/A</b>	<b>N/A</b>	<b>9.4</b>	<b>07/01/2012</b>
NCREIF Fund Index - ODCE (net)	0.0	5.0	8.1	10.2	10.7	10.1	
<u>Inflation Protection</u>							
* <b>Vanguard Short Term Inflation Protection</b>	<b>-1.4 (9)</b>	<b>0.3 (91)</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>-0.1 (88)</b>	<b>12/01/2013</b>
Barclays U.S. TIPS 0-5 Year	-1.4	0.4	0.2	0.6	2.2	0.0	
IM U.S. TIPS (MF) Median	-2.2	2.8	1.0	1.0	3.9	1.6	

Returns for periods less than one year are not annualized.

^More information on custom indexes, which may be used in this report, can be found on the Custom Index Description page in the back of your report.

## Manager Performance Overview

### Pension Plan

As of September 30, 2014

	QTR	YTD	1 Year	3 Years	5 Years	Since Inception	Inception Date
<b>Van Eck Global Hard Assets</b>	<b>-10.5 (60)</b>	<b>1.6 (42)</b>	<b>5.2 (50)</b>	<b>N/A</b>	<b>N/A</b>	<b>4.1 (46)</b>	<b>05/01/2012</b>
S&P North American Natural Resources Sector Index	-10.0	4.8	10.3	12.5	8.8	8.4	
IM Global Natural Resources (MF) Median	-10.1	1.0	5.2	9.2	4.7	3.8	
* <b>Credit Suisse Commodity Return</b>	<b>-11.4 (49)</b>	<b>-5.7 (55)</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>-4.7 (49)</b>	<b>12/01/2013</b>
Bloomberg Commodity Index Total Return	-11.8	-5.6	-6.6	-5.3	-1.4	-4.4	
IM All Commodities (MF) Median	-11.5	-5.3	-6.8	-4.8	-0.4	-4.9	
<u>Asset Allocation</u>							
<b>Blackrock Global Allocation Instl</b>	<b>-0.9 (25)</b>	<b>2.7 (57)</b>	<b>7.9 (49)</b>	<b>N/A</b>	<b>N/A</b>	<b>8.5 (44)</b>	<b>05/01/2012</b>
Blackrock Hybrid Index	-1.9	3.4	7.9	10.9	8.0	8.3	
IM Flexible Portfolio (MF) Median	-1.9	3.2	7.8	10.7	8.6	8.1	

The inception date expressed on the Manager Performance Overview page(s) represents the first day of the first full month following the purchase of the investment. Performance figures shown at the fund level begin on this inception date. Your performance may differ slightly if the fund was purchased during the previous month. Actual performance is captured at the total plan level.

Mutual fund performance stated above may differ slightly from the current share class's historical performance due to share class exchanges.

Peer group comparisons are calculated using the Fund's NET return versus the applicable peer group. Mutual Fund (MF) peer group comparisons are reported on a NET return basis. Separate Account and Commingled Fund (SA+CF) peer group comparisons are reported on a GROSS return basis.

\* Fund returns are displayed as N/A due to inception date within the portfolio. Historical performance of all funds can be found on individual "Manager Evaluation" pages.

Returns for periods less than one year are not annualized.

^More information on custom indexes, which may be used in this report, can be found on the Custom Index Description page in the back of your report.

## Manager Commentary

### Pension Plan

As of September 30, 2014

Manager	Status	Comments
<b>Fixed Income</b>		
BlackRock:Str Inc Opp;l (BSIIX)	Maintain	3Q 2014 – The BlackRock Strategic Income Opportunities portfolio fell slightly and trailed broad domestic fixed income markets during the third quarter. While general market risk was taken down in the portfolio entering the period, the Fund was hurt by exposures to European related credit and poor security selection in the U.S. investment grade space. Duration and yield curve positioning also modestly detracted despite the team’s tactical moves during the period. Macroeconomic related hedges and exposure to long U.S. bonds were the top contributors during the period. The team ended the quarter believing that interest rates would continue to drift higher through the end of the year, led by the front of the curve. The team prefers longer dated maturities given this yield curve view. While the portfolio maintains a bias toward securitized assets the team has also added high yield exposure given the recent spread widening that has taken place in the sector. The team continues to emphasize diversification and flexibility as Fed policy normalization is likely to test the markets in coming periods.
Eaton Vance Flt Rt;Ins (EIBLX)	Maintain	3Q 2014 – The Eaton Vance Floating Rate portfolio produced negative absolute results and finished essentially in line with the benchmark during the third quarter. Floating rate notes were hurt by weakened technical conditions as decreased demand led to falling loan prices during the period. On a relative basis, the Fund was helped by underweight exposure to second lien loans and a lack of exposure to Energy Future Holdings (formerly TXU) which defaulted earlier this year. A small allocation to European loans also contributed to results as supply and demand influences were more balanced outside of the U.S. Positive performance was offset by the Fund’s quality bias as B-rated loans outpaced BB-rated loans despite the negative move in the market. Fundamentals remained fairly strong during the quarter. The team at Eaton Vance believes that near term maturities, ongoing cash flow growth, and relatively strong cash flow profiles should help to ensure defaults will remain at historically low levels.
Met West:Total Return;PI (MWT SX)	Maintain	3Q 2014 – The MetWest Total Return Fund produced positive absolute results and outpaced the Barclays Aggregate during the third quarter. Positive relative results were driven by positions in non-agency MBS as this was one of the few spread sectors that did not experience widening during the period. An underweight allocation to corporate credit and a lack of exposure to high yield also added to results given the weaker technical environment that prevailed. Yield curve positioning was a detractor as the portfolio remained underweight the long end of the curve where rates fell most. Portfolio duration remains almost one year short of the benchmark based on the belief that over the long term rates will move higher. The portfolio remains relatively conservatively positioned as wider spreads have not changed the team’s opinion that corporate bonds are expensive. The portfolio ended the quarter underweight agency MBS but has continued to believe that non-agency MBS represents one of the best opportunities in fixed income.
PIMCO:Tot Rtn;Inst (PTTRX)	Terminate 3Q 2014	3Q 2014 – The PIMCO Total Return portfolio produced negative absolute results and trailed the Barclays Aggregate Index during the third quarter. Positions in TIPS and a yield curve steepening posture were among the leading detractors during the period. Exposure to local rates in Mexico and Brazil were also negative largely due to the relative strength of the U.S. dollar. An underweight to corporate bonds and allocations to non agency MBS were among the top contributors. Positions in Italian and Spanish debt were also beneficial as expanded accommodative monetary policies pushed yields lower. On September 26, 2014 Bill Gross resigned from the firm effectively immediately. PIMCO was placed on terminate status due to the potential for significant outflows from the firm and a heightened level of general uncertainty in the coming periods.

## Manager Commentary

### Pension Plan

As of September 30, 2014

Manager	Status	Comments
Templeton Gl Bond;Adv (TGBAX)	Maintain	3Q 2014 – The Templeton Global Bond Fund produced a slight gain and significantly outpaced its benchmark during the third quarter. Positive results were primarily driven by interest rate strategies as the Fund maintained a defensive approach with regard to interest rates in both developed and emerging markets. Select duration exposures in Europe had a positive impact on results. Currency positions had a neutral impact on results as the positive impact of negative positions in the Japanese yen and euro were offset by Asia ex-Japan positions. The Fund continues to hold a short duration positions as the team continues to see opportunities to add positive real yields to the portfolio without taking undue interest rate risk. The focus has been on countries with policy makers who have stayed ahead of the curve regarding fiscal and monetary policy. The Fund continues to hold select opportunities in emerging markets and a number of currency strategies.
<b>Domestic Equity</b>		
Vanguard Instl Indx;Inst (VINIX)	Maintain	3Q 2014 - In accordance with its investment objective, the Fund managed by Vanguard has performed in line with the S&P 500 Index.
Diamond Hill S/Md Cp;Y (DHMYX)	Maintain	3Q 2014 - The Diamond Hill Small-Mid Cap Fund outperformed the Russell 2500 Value Index in the third quarter. This quarter's outperformance was primarily the result of stock selection in the financials, energy and consumer discretionary sectors. Security selection was strongest in the energy sector though an overweight position in the sector partially offset the gain. Energy stocks sold off this quarter as slower global growth concerns, a strengthening dollar and falling oil prices took a toll on performance in the sector. Within financials, selection was particularly strong in the insurance space led by Brown & Brown who reported strong second quarter earning results in addition to a new share repurchase program. Conversely selection in the consumer staples and industrials sectors detracted from returns.
Eaton Vance AC SMID;I (EISMX)	Maintain	3Q 2014 - The Eaton Vance Atlanta Capital Smid Cap Fund outperformed the Russell 2500 Growth Index in the the third quarter. The Fund benefited from a return to quality as high quality trumped low quality across all nine domestic investment styles for the first time since 3Q11. More specifically, this quarter's outperformance was driven largely by positive stock selection and positive sector allocation. Selection was positive in six of the eight sectors owned in the portfolio, with the strongest contribution coming from industrials, financials and technology. Selection was negative in healthcare and energy. Regarding sector allocation, an underweight in energy and utilities and an overweight in healthcare had positive impacts on returns. The Fund's overweight in industrials and lack of exposure in telecom were the two largest detractors from sector performance.
<b>International Equity</b>		
American Funds EuPc;R-6 (RERGX)	Maintain	3Q 2014 – The American Funds EuroPacific Growth Fund declined during the quarter, but posted returns that outperformed its benchmark, the MSCI ACWI ex-US. Fears of slower global growth spooked investors in the latter half of the quarter causing markets to sell off and returns for US investors were also dragged down due to the strong rise in the dollar versus many foreign currencies. The Fund's relative outperformance over the benchmark was driven mainly by positioning. An underweight to energy and materials, the two worst performing sectors in the quarter, and an overweight to healthcare and IT, the two best performing sectors added significant value. In addition, strong stock selection in financials, healthcare, and IT led by positions in Bank of Ireland, Novo Nordisk, Baidu, and Murata Manufacturing more than offset poor stock selection in the consumer discretionary and industrials sectors where positions in Sands China, Volkswagon, Deutsche Lufthansa, and Associated British Foods were a drag on performance. An above average position in cash of 8% also boosted returns for the Fund in the down market.

## Manager Commentary

### Pension Plan

As of September 30, 2014

Manager	Status	Comments
T Rowe Price Int:OS St (TROSX)	Maintain	3Q 2014 – The T. Rowe Price Overseas Stock Fund declined during the third quarter, but outperformed its benchmark, the MSCI EAFE Index. It was a difficult quarter for international markets as equities sold off in September on signs of global macroeconomic weakness. At the same time, a strong rise in the US dollar compounded negative returns for US investors. Although not immune to this selloff in the market, the Fund outperformed from strong stock selection in the Pacific ex-Japan, Developed Europe, and Latin America regions. On a sector basis, this strong stock selection derived from positions in financials, energy, IT, and telecom. Within financials, insurance companies, including AXA and Direct Line, added value as did DNB, Norway’s largest retail and commercial bank. Petrobras rose strongly on election news which helped the relative performance of the portfolio’s energy segment. For the IT sector, holdings in Alibaba and Avago boosted returns while a position in America Movil led the telecom outperformance. On the negative side, poor stock selection in healthcare and consumer staples weighed on results as holdings in GN Store Nord and Tesco moved sharply lower during the quarter.
TIF:For Smaller Co (TFSCX)	Maintain	3Q 2014 – The Templeton Institutional Foreign Smaller Companies strategy declined during the quarter, but outperformed its benchmark, the MSCI ACWI ex-US Small Cap Index. It was a difficult quarter for international markets as equities sold off in September on fears of slower global growth and deflation concerns in Europe and Japan. In particular, investors dumped their small caps holdings as they sought safety in large caps and bonds. At the same time, a strengthening of the US dollar exacerbated negative returns for US investors. All these factors were significant headwinds for international small cap funds, and Templeton’s strategy was no exception, however the team was able to reduce losses primarily from their asset allocation. Underweight positions in the worst performing sectors such as energy and materials, contributed to relative performance, and a 5% position in cash also aided results by providing protection for the portfolio as global markets sold off late in the quarter. On the negative side, an overweight allocation to Europe, the worst performing region during the quarter, and poor stock selection in industrials, consume staples, utilities and energy weighed on returns.
Aberdeen:Em Mkt;I (ABEMX)	Maintain	3Q 2014 – The Aberdeen Emerging Markets Fund declined during the quarter and underperformed its benchmark. It was a difficult quarter for emerging markets as equities sold off in September on signs of global macroeconomic weakness and geopolitical issues. In addition, a strong rise in the US dollar compounded negative returns for US investors. The portfolio suffered from both negative stock selection and deleterious asset allocation. The leading detractor from performance was poor stock selection in Korea led by a position in Samsung, which outweighed gains from the portfolio’s underweight exposure to the country. An overweight exposure and poor stock selection in Brazil hurt results as well, and negative stock selection in Mexico and Turkey were a further drag on performance. On a positive note, the Fund benefited from its overweight allocation to the more resilient emerging markets during the quarter, including India, the Philippines, and Thailand, while an underweight to Russia, the worst performing country last quarter, added value. In addition, strong stock selection in Hong Kong, China and India led by positions in AIA, Swire Pacific, China Mobile, and Infosys boosted returns.

## Manager Commentary

### Pension Plan

As of September 30, 2014

Manager	Status	Comments
<b>Real Estate</b>		
Cornerstone Patriot Fund	Maintain	3Q 2014 - The Patriot Fund posted a net return of 3.0% in the quarter, comprised of 1.0% in net income and 2.0% in appreciation, finishing in line with the NCREIF-ODCE Index. The fund's conservative use of leverage compared to the majority of peers comprising the index, continues to be the primary relative performance headwind, although leverage was increased modestly (LTV of 23.1%) during the quarter. Core occupancy remains high at approximately 94%, generating strong and consistent annualized dividend payments. Transaction activity was significant again this quarter, with five acquisitions closed during the period for a total of \$400 million. Full transactions details are not yet available, however the new acquisitions included 801 Figueroa, a 24-story office building in Los Angeles, CA, Gateway/190, a 5-building industrial portfolio outside of Dallas, TX, and Weston Road Shopping Center, a large neighborhood retail center in Ft. Lauderdale, FL. In addition, the fund closed on a new mezzanine debt position, Block 67 in Portland, OR, which will be included in the fund's value add component and is a targeted short-term income enhancement. Finally, the fund closed on \$97 million in new debt financing during the quarter. The investment team is currently in the final due diligence stages on two retail investments totaling \$90 million, with closings anticipated for the fourth quarter of this year.
<b>Inflation Protection</b>		
Vanguard ST InPS Idx;Adm (VTAPX)	Maintain	3Q 2014 - In accordance with its objective, the Vanguard Short Term Inflation Protected Fund sufficiently tracked its index during the period.
Van Eck:GI Hard Asst;l (GHAIX)	Maintain	3Q 2014 - The Van Eck Global Hard Asset Fund posted a negative absolute return and underperformed the index in the third quarter. Resource related equities suffered drawdowns in the period, hurt by general global economic weakness, the strengthening of the U.S dollar relative to other producing country currencies, and strong supply characteristics in the energy and agricultural commodity sectors. Fund performance continues to be driven by positions in the energy sector. Exposures to Oil & Gas Exploration & Production companies, as well as Oil & Gas Equipment & Service firms, were the primary detractors this period. Specifically, positions in Concho Resources, CONSOL Energy, and Schlumberger were all negative. The fund's zero-weight in integrated oil & gas companies, also detracted, as those diversified firms offered some protection in the market selloff. On the positive side, the funds dedicated allocation to steel and agricultural products contributed modestly. Despite the difficult environment experienced in the quarter, the team remains committed to their long-term thematic exposures, primarily amplified global commodity demand and unconventional energy sources. The Fund maintains a more diversified exposure to natural resource equities relative to the S&P North America Resource Index, which is heavily weighted toward the energy sector.
Crdt Suis Cmdty Rtn;Inst (CRSOX)	Maintain	3Q 2014 - The Credit Suisse Commodity Return Fund fell sharply on an absolute basis and performed roughly in line with the Bloomberg Commodity Index, as expected. The fund's modest relative outperformance was attributable to curve positioning, where longer dated positions did not react as sharply to the excess supply expectations that sent prices for the majority of sectors down sharply. In general, fund's commodity exposure was positioned further out the curve relative to the index in the majority of sectors. The team continues to utilize an active role strategy and takes a conservative approach toward management of the collateral pool.

## Manager Commentary

### Pension Plan

As of September 30, 2014

Manager	Status	Comments
<b>Asset Allocation</b>		
BlackRock:GI Alloc;I (MALOX)	Maintain	<p>3Q 2014 – The BlackRock Global Allocation fund declined during the quarter, but outpaced its blended benchmark. Market volatility spiked during the period as investors grew concerned about slowing global economic growth, rising geopolitical tensions in the Middle East and the upcoming end to the Fed’s bond buying program. An overweight and stock selection in Japan was one of the largest contributors during the period. Japanese equities are the team’s most preferred equity market and as such remain overweight. A hedge on the euro and Japanese yen was also beneficial this quarter, as the U.S. dollar made significant gains against a broad number of international currencies. The strategy now has 68% of its currency exposure in U.S. dollars. The team continues to view U.S. equities as expensive and as such further reduced the exposure, ending the period at 22%. The Fund’s cash position also increased during the quarter to help minimize the duration and volatility of the portfolio. The strategy ended the quarter underweight to both equities and fixed income and overweight to cash.</p>

## Manager Gain/Loss Summary

### Pension Plan

	Market Value As of 07/01/2014	Net Flows	Return On Investment	Market Value As of 09/30/2014
<u>Short Term Liquidity</u>				
Wells Fargo Adv Money Market	758,592	-117,939	483	641,136
<b>Total Short Term Liquidity</b>	<b>758,592</b>	<b>-117,939</b>	<b>483</b>	<b>641,136</b>
<u>Fixed Income</u>				
Blackrock Strategic Income Opportunities Fund	2,346,747	128,000	-2,850	2,471,898
Eaton Vance Floating Rate	2,294,045	-	-10,999	2,283,046
Metropolitan West Total Return Fund P	8,981,633	750,000	37,018	9,768,650
PIMCO Total Return Instl	8,862,897	800,000	-34,458	9,628,440
Templeton Global Bond	4,611,109	350,000	1,562	4,962,671
<b>Total Fixed Income</b>	<b>27,096,432</b>	<b>2,028,000</b>	<b>-9,727</b>	<b>29,114,705</b>
<u>Domestic Equity</u>				
Vanguard Instl Index Fund Instl	19,874,752	-	222,962	20,097,713
Diamond Hill Small Mid Cap Y	5,199,303	-62,500	-308,281	4,828,523
Eaton Vance Atlanta Capital SMID-Cap	5,137,120	-62,500	-179,446	4,895,175
<b>Total Domestic Equity</b>	<b>30,211,175</b>	<b>-125,000</b>	<b>-264,764</b>	<b>29,821,411</b>
<u>International Equity</u>				
Europacific Growth R6	5,835,583	350,000	-258,197	5,927,385
T Rowe Price Overseas Stock	5,844,317	350,000	-322,384	5,871,933
Templeton Instl Foreign Small Comp A	5,239,759	-125,000	-338,181	4,776,578
Aberdeen Emerging Markets Instl	2,376,529	100,000	-94,736	2,381,793
<b>Total International Equity</b>	<b>19,296,188</b>	<b>675,000</b>	<b>-1,013,500</b>	<b>18,957,688</b>
<u>Real Estate</u>				
Cornerstone Patriot Fund	4,983,083	-13,703	161,216	5,130,595
<b>Total Real Estate</b>	<b>4,983,083</b>	<b>-13,703</b>	<b>161,216</b>	<b>5,130,595</b>

## Manager Gain/Loss Summary

### Pension Plan

	Market Value As of 07/01/2014	Net Flows	Return On Investment	Market Value As of 09/30/2014
<u>Inflation Protection</u>				
Vanguard Short Term Inflation Protection	1,489,010	100,000	-21,943	1,567,067
Van Eck Global Hard Assets	1,860,473	-	-195,476	1,664,997
Credit Suisse Commodity Return	1,540,414	100,000	-183,635	1,456,779
<b>Total Inflation Protection</b>	<b>4,889,897</b>	<b>200,000</b>	<b>-401,055</b>	<b>4,688,842</b>
<u>Asset Allocation</u>				
Blackrock Global Allocation Instl	9,766,975	300,000	-95,222	9,971,753
<b>Total Asset Allocation</b>	<b>9,766,975</b>	<b>300,000</b>	<b>-95,222</b>	<b>9,971,753</b>
<b>Total Pension Plan</b>	<b>97,002,342</b>	<b>2,946,357</b>	<b>-1,622,569</b>	<b>98,326,130</b>

## Market Values & Flow Summary

### Pension Plan

Since Inception Ending September 30, 2014

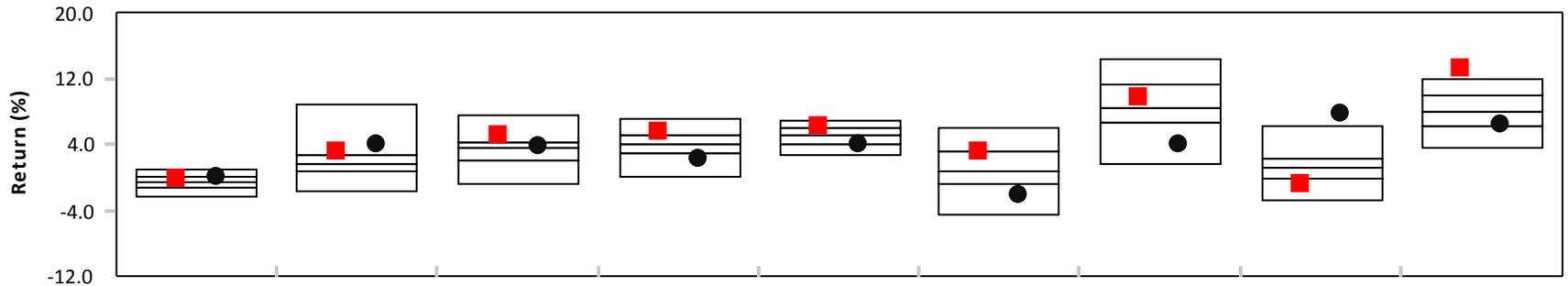
Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	% Return
Jun-2012	-	-	-	71,915,686	N/A
Sep-2012	71,915,686	3,714,759	4,059,425	79,689,869	5.4
Dec-2012	79,689,869	-374,218	1,567,265	80,882,916	2.0
Mar-2013	80,882,916	-430,807	4,078,781	84,530,891	5.1
Jun-2013	84,530,891	-413,333	-538,370	83,579,188	-0.6
Sep-2013	83,579,188	3,057,293	4,068,161	90,704,642	4.7
Dec-2013	90,704,642	-504,135	4,300,648	94,501,155	4.8
Mar-2014	94,501,155	-570,157	509,344	94,440,343	0.5
Jun-2014	94,440,343	-586,870	3,148,869	97,002,342	3.4
Sep-2014	97,002,342	2,960,061	-1,636,273	98,326,130	-1.7

Net cash flows excluding investment management fees paid may differ from gross cash flow figures shown elsewhere in this report.

# Manager Evaluation

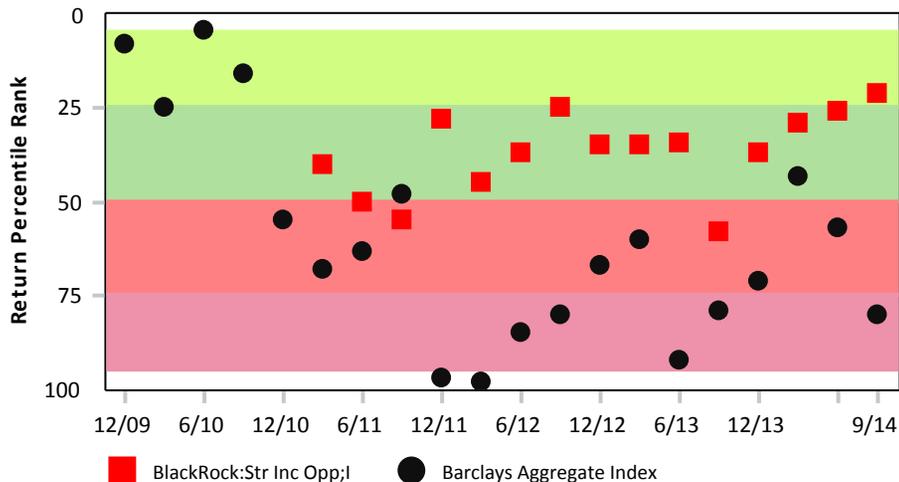
**BlackRock:Str Inc Opp;l**  
As of September 30, 2014

## Peer Group Analysis vs. IM Alternative Credit Focus (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
BlackRock:Str Inc Opp;l	-0.1 (34)	3.2 (19)	5.3 (14)	5.6 (21)	6.4 (16)	3.3 (26)	9.9 (36)	-0.7 (85)	13.4 (1)
Barclays Aggregate Index	0.2 (23)	4.1 (12)	4.0 (37)	2.4 (80)	4.1 (70)	-2.0 (92)	4.2 (88)	7.8 (1)	6.5 (74)
5th Percentile	1.0	9.0	7.7	7.2	6.9	6.1	14.4	6.2	12.1
1st Quartile	0.1	2.9	4.4	5.3	6.1	3.3	11.3	2.4	10.2
Median	-0.5	1.8	3.6	4.1	5.2	0.9	8.6	1.3	8.1
3rd Quartile	-1.1	0.8	2.2	2.9	4.1	-0.7	6.8	-0.1	6.3
95th Percentile	-2.2	-1.7	-0.6	0.0	2.8	-4.6	1.7	-2.7	3.6

## 3 Year Rolling Percentile Ranking vs. IM Alternative Credit Focus (MF)



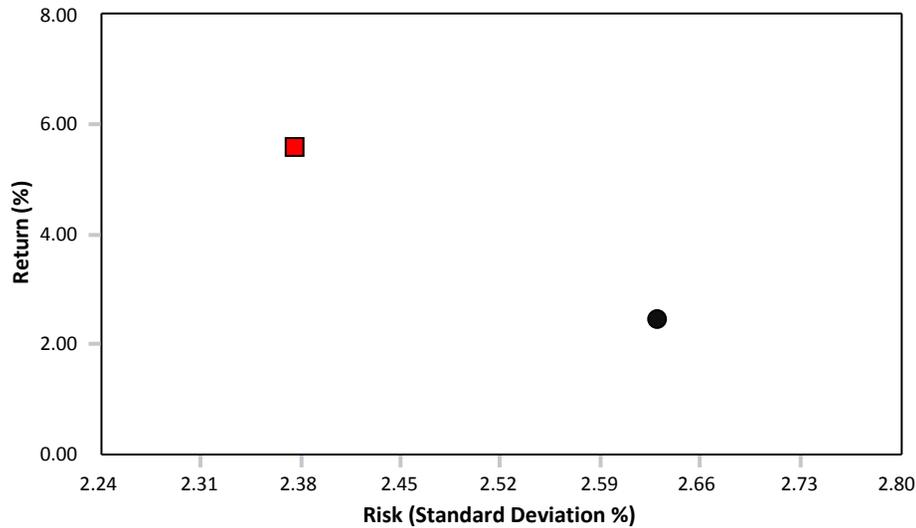
## Manager Commentary

3Q 2014 – The BlackRock Strategic Income Opportunities portfolio fell slightly and trailed broad domestic fixed income markets during the third quarter. While general market risk was taken down in the portfolio entering the period, the Fund was hurt by exposures to European related credit and poor security selection in the U.S. investment grade space. Duration and yield curve positioning also modestly detracted despite the team’s tactical moves during the period. Macroeconomic related hedges and exposure to long U.S. bonds were the top contributors during the period. The team ended the quarter believing that interest rates would continue to drift higher through the end of the year, led by the front of the curve. The team prefers longer dated maturities given this yield curve view. While the portfolio maintains a bias toward securitized assets the team has also added high yield exposure given the recent spread widening that has taken place in the sector. The team continues to emphasize diversification and flexibility as Fed policy normalization is likely to test the markets in coming periods.

# Manager Evaluation

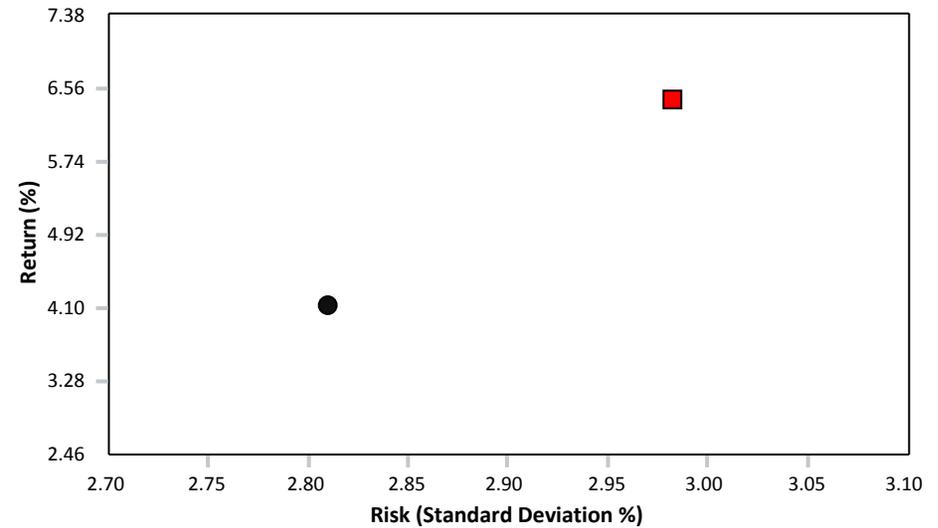
**BlackRock:Str Inc Opp;l**  
As of September 30, 2014

## 3 Year Risk and Return



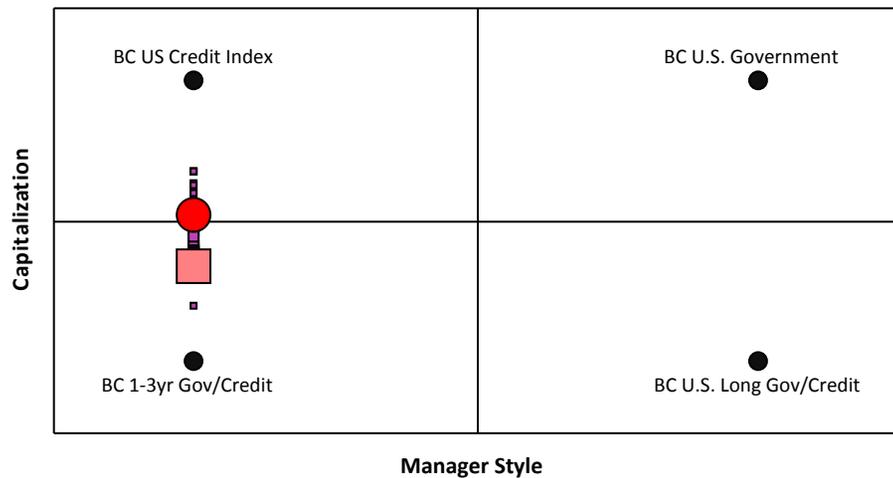
■ BlackRock:Str Inc Opp;l ● Barclays Aggregate Index

## 5 Year Risk and Return



■ BlackRock:Str Inc Opp;l ● Barclays Aggregate Index

## Style Map - 3 Years



■ Style History ■ Sep-2014 ● Average Style Exposure

## MPT Statistics vs. Barclays Aggregate Index

	3 Years	5 Years
Return	5.6	6.4
Standard Deviation	2.4	3.0
vs. Barclays Aggregate Index		
Alpha	4.6	4.9
Beta	0.4	0.4
R-Squared	0.2	0.1
Consistency	63.9	60.0
Up Market Capture	103.6	93.5
Down Market Capture	-15.8	-18.5
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	2.3	2.1

# Manager Evaluation

## BlackRock:Str Inc Opp;I

As of September 30, 2014

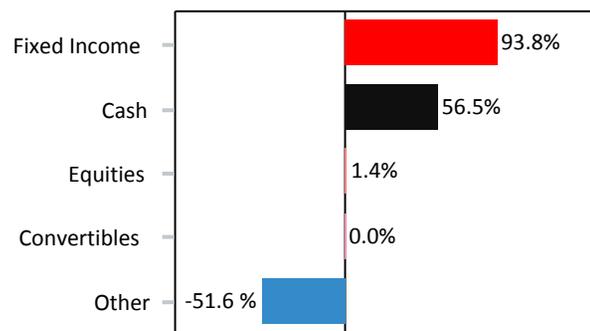
### Mutual Fund Information

Fund Name :	BlackRock Funds II: BlackRock Strategic Income Opportunities Portfolio; Institutional Shares	Portfolio Assets :	\$20,530 Million
Fund Family :	BlackRock Inc	Fund Assets :	\$15,687 Million
Ticker :	BSIIX	Portfolio Manager :	Rieder/Miller
Inception Date :	02/05/2008	PM Tenure :	2010--2011
Portfolio Turnover :	1,413%		

### Fund Investment Policy

The Fund seeks total return as is consistent with the preservation of capital. The Fund will invest opportunistically across the spectrum of fixed income sectors and securities. Allocations to all sectors are unconstrained and the fund may invest in non-investment-grade, non-dollar-denominated and emerging markets.

### Asset Allocation as of 09/30/14



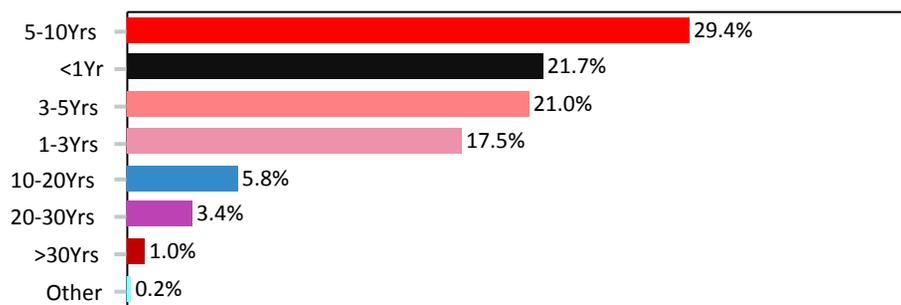
### Top 10 Securities as of 09/30/14

BlackRock Liquidity TempFund;Institutional	2.0 %
Citigroup Capital XIII PFD	0.3 %
American Capital Agency Corp	0.2 %
Two Harbors Investment Corp	0.1 %
Delta Air Lines Inc ORD	0.1 %
Allstate Corp DR	0.1 %
United Continental Holdings Inc ORD	0.1 %
Capital One Financial Corp DR	0.1 %
Comcast Corp ORD	0.1 %
Verizon Communications Inc ORD	0.1 %

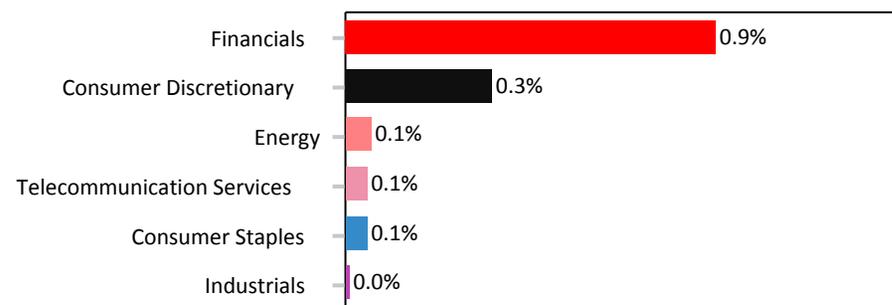
### Fixed Income Characteristics as of 09/30/14

Avg. Coupon	N/A
Nominal Maturity	N/A
Effective Maturity	6.10 Years
Duration	1.40 Years
SEC 30 Day Yield	4.4
Avg. Credit Quality	A

### Maturity Distribution as of 09/30/14



### Quality Allocation as of 09/30/14

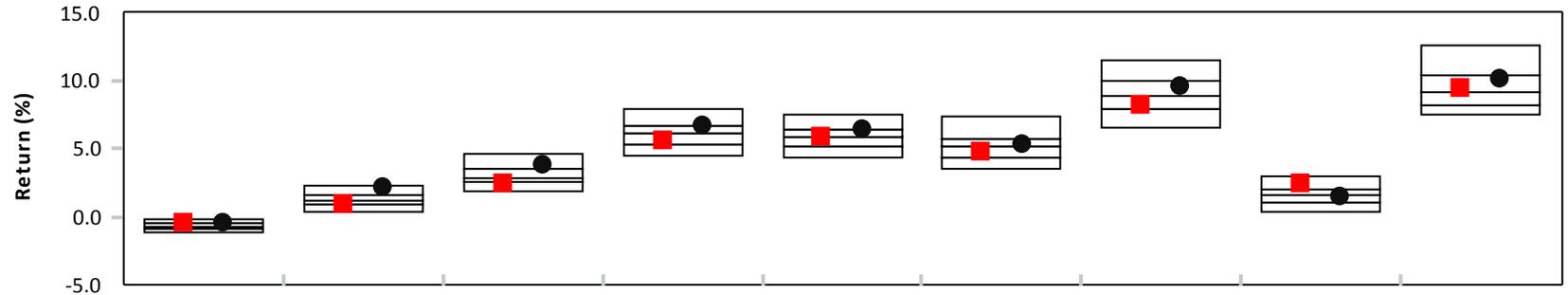


Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

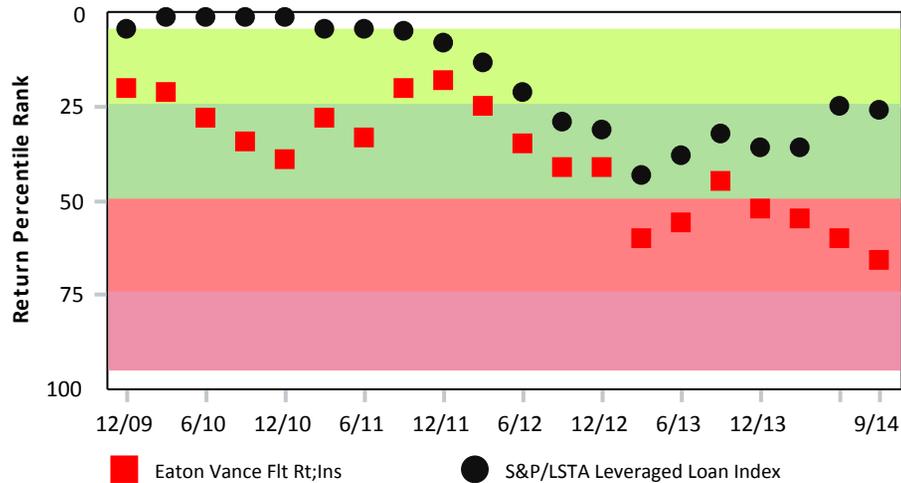
Eaton Vance Flt Rt;Ins  
As of September 30, 2014

## Peer Group Analysis vs. IM U.S. Bank Loans (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ Eaton Vance Flt Rt;Ins	-0.5 (25)	0.9 (78)	2.5 (79)	5.6 (66)	5.9 (49)	4.8 (62)	8.3 (67)	2.4 (15)	9.6 (44)
● S&P/LSTA Leveraged Loan Index	-0.5 (24)	2.1 (10)	3.8 (15)	6.7 (26)	6.5 (26)	5.3 (44)	9.7 (31)	1.5 (52)	10.2 (33)
5th Percentile	-0.1	2.3	4.6	7.9	7.5	7.5	11.5	3.0	12.6
1st Quartile	-0.5	1.6	3.5	6.7	6.5	5.8	10.1	2.1	10.4
Median	-0.7	1.2	2.9	6.2	5.8	5.2	8.9	1.6	9.2
3rd Quartile	-0.8	0.9	2.5	5.4	5.2	4.3	7.9	1.1	8.3
95th Percentile	-1.1	0.4	1.9	4.6	4.4	3.6	6.6	0.4	7.5

## 3 Year Rolling Percentile Ranking vs. IM U.S. Bank Loans (MF)



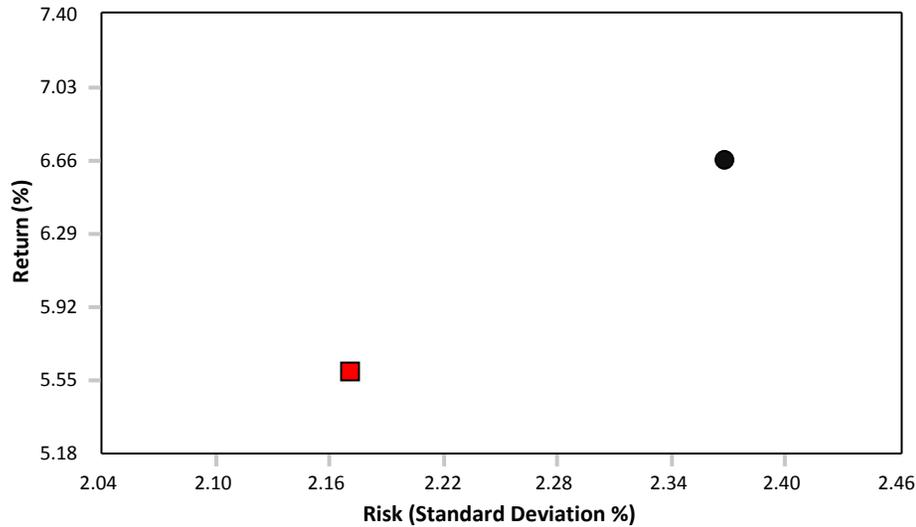
## Manager Commentary

3Q 2014 – The Eaton Vance Floating Rate portfolio produced negative absolute results and finished essentially in line with the benchmark during the third quarter. Floating rate notes were hurt by weakened technical conditions as decreased demand led to falling loan prices during the period. On a relative basis, the Fund was helped by underweight exposure to second lien loans and a lack of exposure to Energy Future Holdings (formerly TXU) which defaulted earlier this year. A small allocation to European loans also contributed to results as supply and demand influences were more balanced outside of the U.S. Positive performance was offset by the Fund's quality bias as B-rated loans outpaced BB-rated loans despite the negative move in the market. Fundamentals remained fairly strong during the quarter. The team at Eaton Vance believes that near term maturities, ongoing cash flow growth, and relatively strong cash flow profiles should help to ensure defaults will remain at historically low levels.

# Manager Evaluation

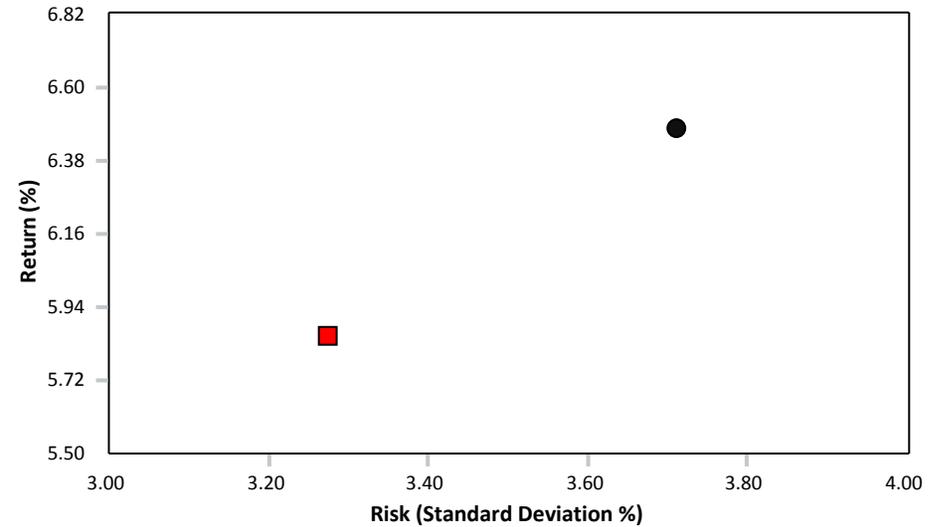
Eaton Vance Flt Rt;Ins  
As of September 30, 2014

## 3 Year Risk and Return



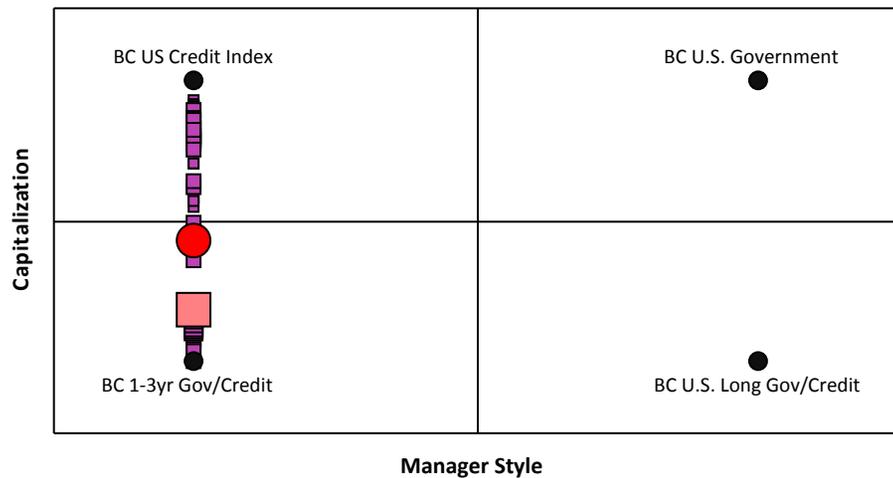
■ Eaton Vance Flt Rt;Ins      ● S&P/LSTA Leveraged Loan Index

## 5 Year Risk and Return



■ Eaton Vance Flt Rt;Ins      ● S&P/LSTA Leveraged Loan Index

## Style Map - 3 Years



■ Style History      ■ Sep-2014      ● Average Style Exposure

## MPT Statistics vs. S&P/LSTA Leveraged Loan Index

	3 Years	5 Years
Return	5.6	5.9
Standard Deviation	2.2	3.3
vs. S&P/LSTA Leveraged Loan Index		
Alpha	-0.4	0.2
Beta	0.9	0.9
R-Squared	1.0	1.0
Consistency	33.3	38.3
Up Market Capture	85.7	89.3
Down Market Capture	96.0	85.5
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	2.5	1.7

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Eaton Vance Flt Rt;Ins

As of September 30, 2014

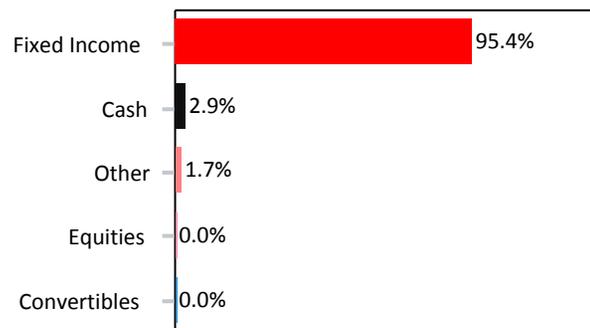
### Mutual Fund Information

Fund Name :	Eaton Vance Mutual Funds Trust: Eaton Vance Floating-Rate Fund; Institutional Shares	Portfolio Assets :	\$12,288 Million
Fund Family :	Eaton Vance Management	Fund Assets :	\$8,740 Million
Ticker :	EIBLX	Portfolio Manager :	Page/Russ
Inception Date :	01/30/2001	PM Tenure :	2001--2007
Portfolio Turnover :	32%		

### Fund Investment Policy

The Fund seeks to provide a high level of current income. To do so, the Fund invests primarily in senior secured floating rate loans and high yield, high risk corporate bonds. The Fund invests at least 65% of its assets in debt obligations issued in connection with corporations who are restructuring.

### Asset Allocation as of 09/30/14



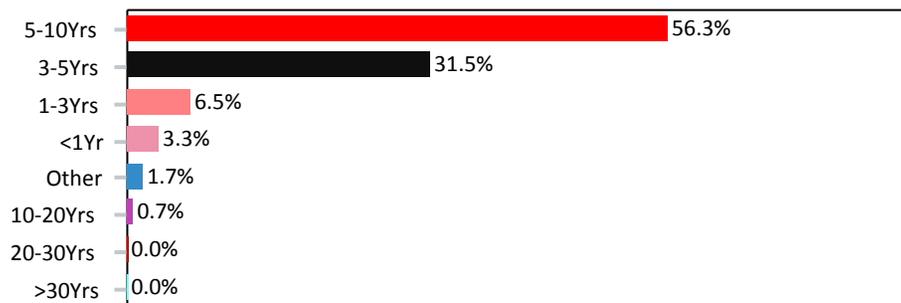
### Top 10 Securities as of 09/30/14

Corporate Notes/Bonds	95.4 %
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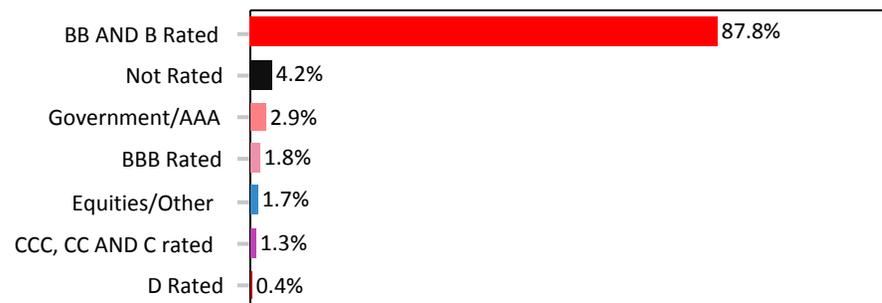
### Fixed Income Characteristics as of 09/30/14

Avg. Coupon	4.36 %
Nominal Maturity	5.11 Years
Effective Maturity	N/A
Duration	0.17 Years
SEC 30 Day Yield	3.8
Avg. Credit Quality	BB

### Maturity Distribution as of 09/30/14



### Quality Allocation as of 09/30/14



Mutual fund data sourced from Lipper Analytical Services.

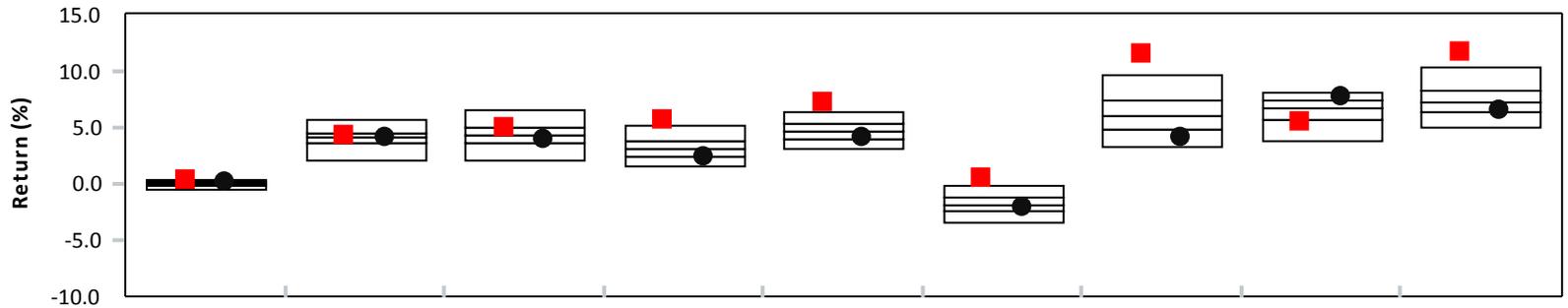
# Manager Evaluation

## Metropolitan West Total Return Bond I

As of September 30, 2014

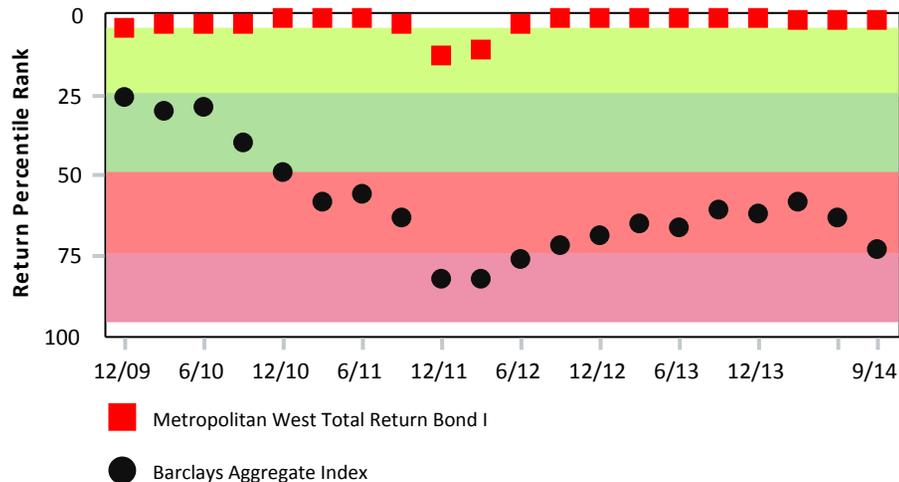
The Town of Wilton Pension portfolio contains the Plan share class of this fund, but due to a lack of historical performance data, the I share class is displayed.

### Peer Group Analysis vs. IM U.S. Broad Market Core Fixed Income (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ Metropolitan West Total Return Bond I	0.3 (6)	4.3 (34)	4.9 (27)	5.7 (2)	7.3 (1)	0.5 (4)	11.5 (1)	5.5 (82)	11.7 (2)
● Barclays Aggregate Index	0.2 (21)	4.1 (50)	4.0 (61)	2.4 (73)	4.1 (71)	-2.0 (55)	4.2 (81)	7.8 (11)	6.5 (70)
5th Percentile	0.3	5.7	6.6	5.1	6.4	-0.1	9.6	8.2	10.4
1st Quartile	0.1	4.6	5.0	3.8	5.3	-1.3	7.4	7.4	8.2
Median	-0.1	4.1	4.2	3.1	4.6	-1.9	6.1	6.6	7.3
3rd Quartile	-0.3	3.6	3.6	2.4	3.9	-2.4	4.9	5.7	6.4
95th Percentile	-0.5	2.1	2.0	1.5	3.1	-3.4	3.4	3.8	5.1

### 3 Year Rolling Percentile Ranking vs. IM U.S. Broad Market Core Fixed Income (MF)



### Manager Commentary

3Q 2014 – The MetWest Total Return Fund produced positive absolute results and outpaced the Barclays Aggregate during the third quarter. Positive relative results were driven by positions in non-agency MBS as this was one of the few spread sectors that did not experience widening during the period. An underweight allocation to corporate credit and a lack of exposure to high yield also added to results given the weaker technical environment that prevailed. Yield curve positioning was a detractor as the portfolio remained underweight the long end of the curve where rates fell most. Portfolio duration remains almost one year short of the benchmark based on the belief that over the long term rates will move higher. The portfolio remains relatively conservatively positioned as wider spreads have not changed the team’s opinion that corporate bonds are expensive. The portfolio ended the quarter underweight agency MBS but has continued to believe that non-agency MBS represents one of the best opportunities in fixed income.

Mutual fund data sourced from Lipper Analytical Services.

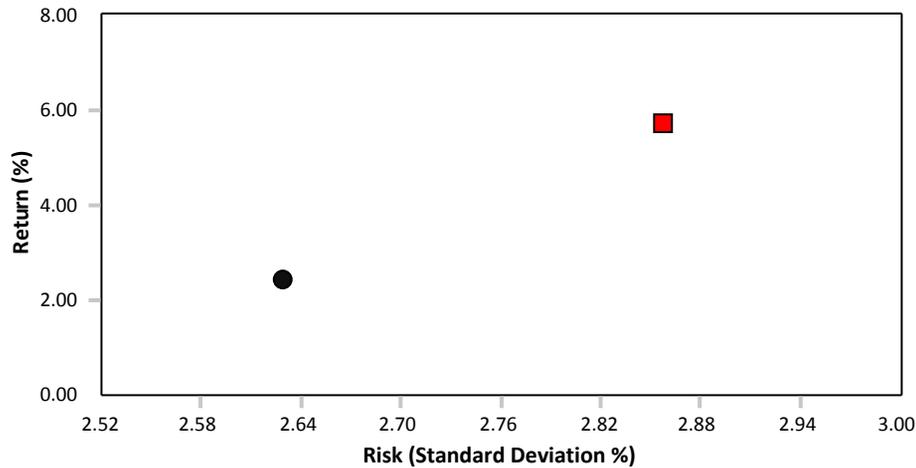
# Manager Evaluation

## Metropolitan West Total Return Bond I

As of September 30, 2014

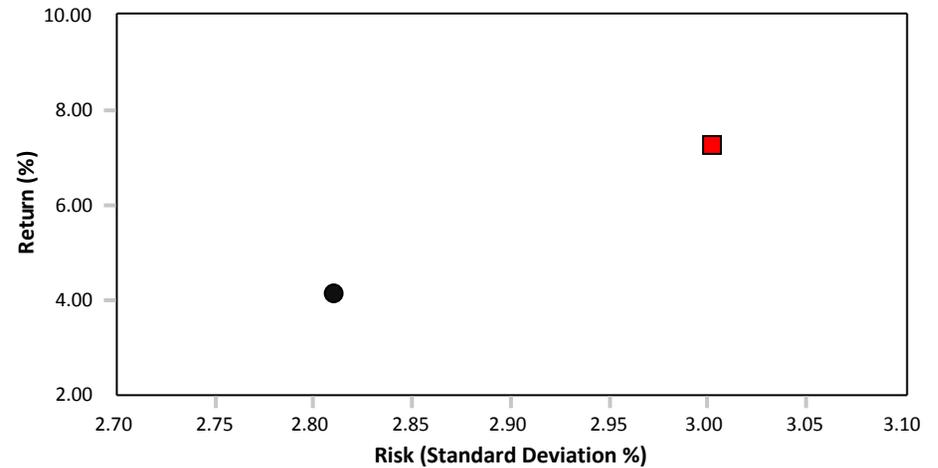
The Town of Wilton Pension portfolio contains the Plan share class of this fund, but due to a lack of historical performance data, the I share class is displayed.

### 3 Year Risk and Return



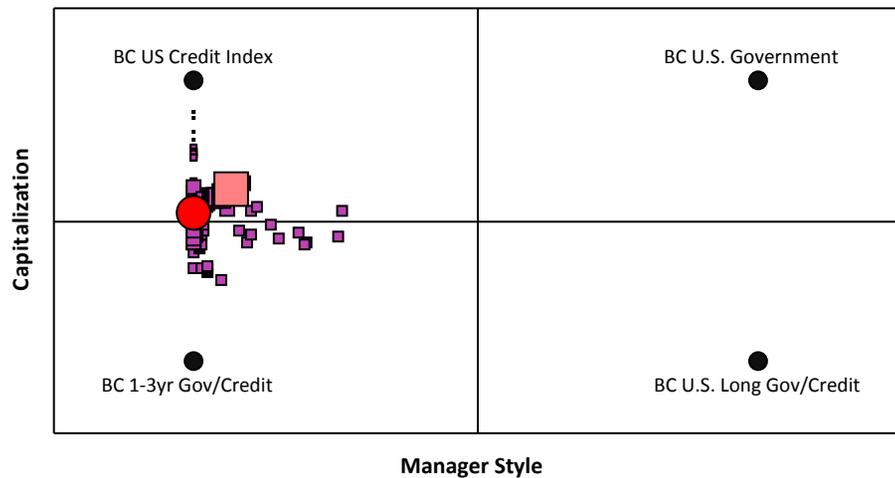
- Metropolitan West Total Return Bond I
- Barclays Aggregate Index

### 5 Year Risk and Return



- Metropolitan West Total Return Bond I
- Barclays Aggregate Index

### Style Map - 3 Years



- Style History
- Sep-2014
- Average Style Exposure

### MPT Statistics vs. Barclays Aggregate Index

	3 Years	5 Years
Return	5.7	7.3
Standard Deviation	2.9	3.0
vs. Barclays Aggregate Index		
Alpha	3.3	3.7
Beta	1.0	0.8
R-Squared	0.8	0.6
Consistency	75.0	70.0
Up Market Capture	141.8	130.2
Down Market Capture	54.8	50.5
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	1.9	2.3

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Metropolitan West Total Return Bond I

As of September 30, 2014

The Town of Wilton Pension portfolio contains the Plan share class of this fund, but due to a lack of historical performance data, the I share class is displayed.

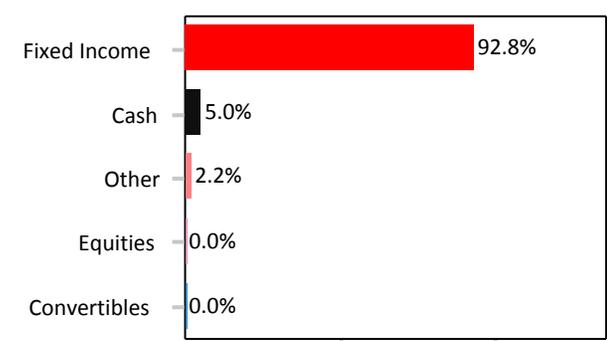
### Mutual Fund Information

Fund Name :	Metropolitan West Funds: Total Return Bond Fund; Class I Shares	Portfolio Assets :	\$33,580 Million
Fund Family :	Metropolitan West Asset Management LLC	Fund Assets :	\$20,948 Million
Ticker :	MWTIX	Portfolio Manager :	Team Managed
Inception Date :	03/31/2000	PM Tenure :	
Portfolio Turnover :	255%		

### Fund Investment Policy

The Fund seeks to maximize long-term total return by investing at least 80% of its assets in a diversified portfolio of fixed-income securities of varying maturities, issued by domestic and foreign corporations and governments with portfolio duration of two to eight years.

### Asset Allocation as of 09/30/14



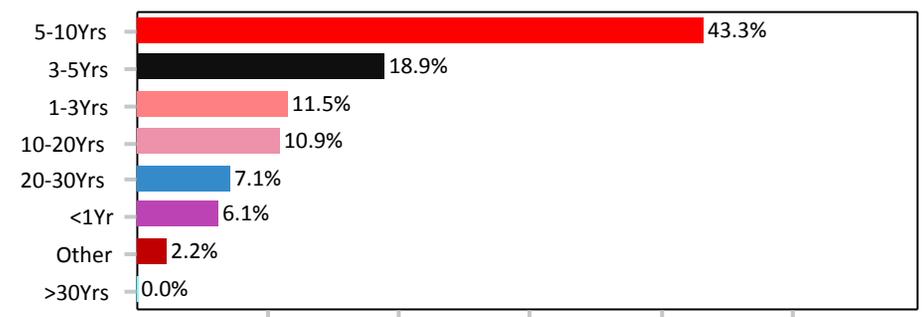
### Top 10 Securities as of 09/30/14

GNMA and Other Mtg Backed	44.8 %
Government Agency Securities	25.6 %
Corporate Notes/Bonds	15.8 %
Asset Backed Securities	6.3 %
Fgn. Currency Denominated Bonds	0.4 %

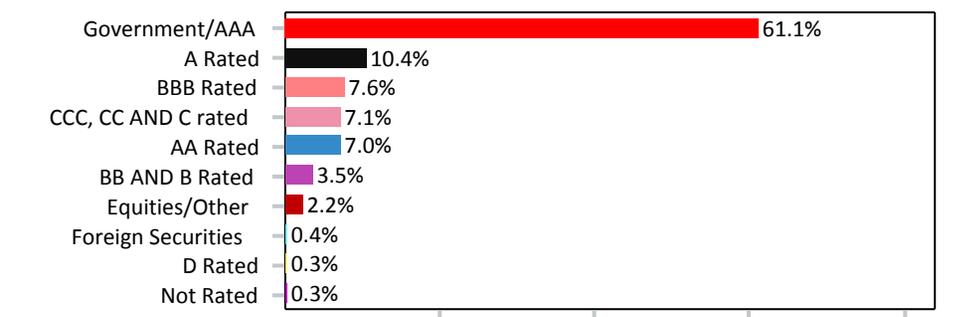
### Fixed Income Characteristics as of 09/30/14

Avg. Coupon	2.87 %
Nominal Maturity	8.25 Years
Effective Maturity	N/A
Duration	4.66 Years
SEC 30 Day Yield	3.9
Avg. Credit Quality	AA

### Maturity Distribution as of 09/30/14



### Quality Allocation as of 09/30/14



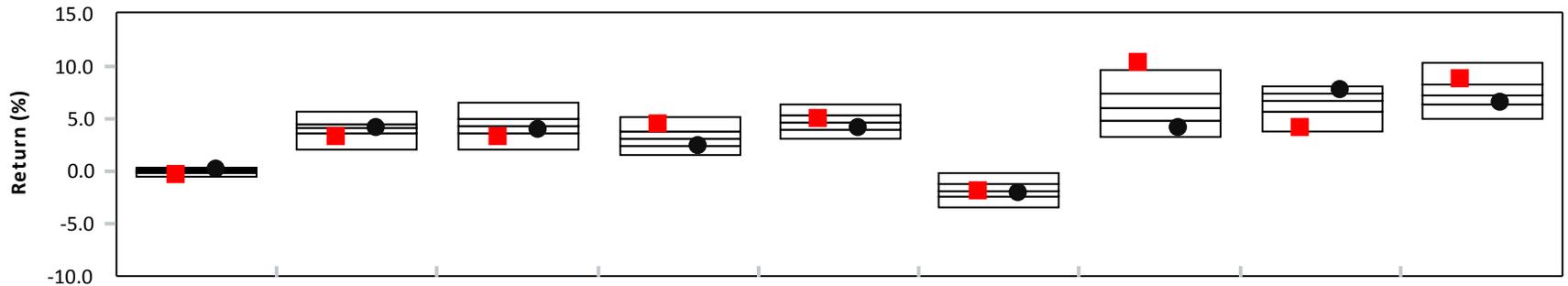
Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## PIMCO Total Return Instl

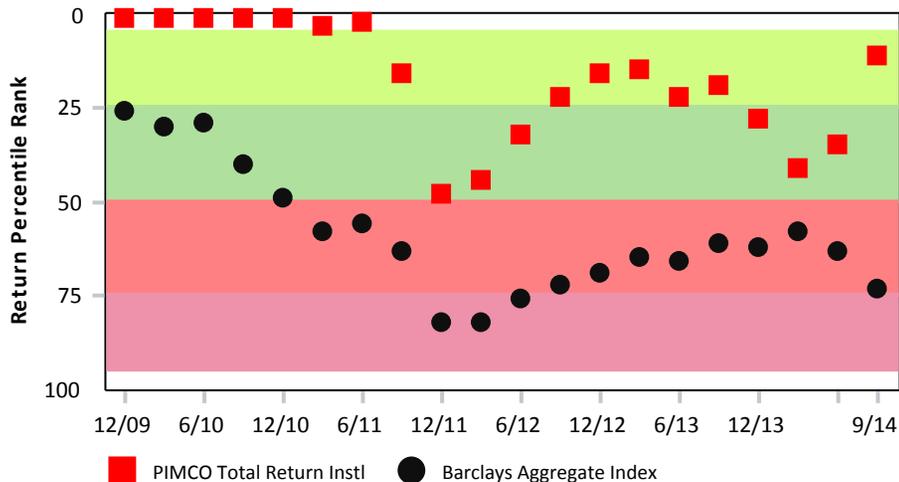
As of September 30, 2014

### Peer Group Analysis vs. IM U.S. Broad Market Core Fixed Income (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ PIMCO Total Return Instl	-0.4 (86)	3.3 (84)	3.3 (84)	4.6 (11)	5.1 (32)	-1.9 (51)	10.4 (2)	4.2 (94)	8.9 (19)
● Barclays Aggregate Index	0.2 (21)	4.1 (50)	4.0 (61)	2.4 (73)	4.1 (71)	-2.0 (55)	4.2 (81)	7.8 (11)	6.5 (70)
5th Percentile	0.3	5.7	6.6	5.1	6.4	-0.1	9.6	8.2	10.4
1st Quartile	0.1	4.6	5.0	3.8	5.3	-1.3	7.4	7.4	8.2
Median	-0.1	4.1	4.2	3.1	4.6	-1.9	6.1	6.6	7.3
3rd Quartile	-0.3	3.6	3.6	2.4	3.9	-2.4	4.9	5.7	6.4
95th Percentile	-0.5	2.1	2.0	1.5	3.1	-3.4	3.4	3.8	5.1

### 3 Year Rolling Percentile Ranking vs. IM U.S. Broad Market Core Fixed Income (MF)



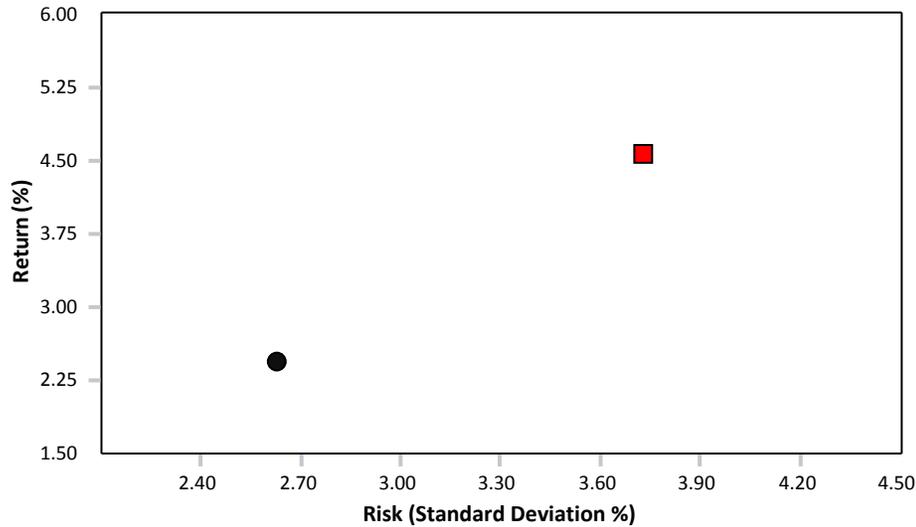
### Manager Commentary

3Q 2014 – The PIMCO Total Return portfolio produced negative absolute results and trailed the Barclays Aggregate Index during the third quarter. Positions in TIPS and a yield curve steepening posture were among the leading detractors during the period. Exposure to local rates in Mexico and Brazil were also negative largely due to the relative strength of the U.S. dollar. An underweight to corporate bonds and allocations to non agency MBS were among the top contributors. Positions in Italian and Spanish debt were also beneficial as expanded accommodative monetary policies pushed yields lower. On September 26, 2014 Bill Gross resigned from the firm effectively immediately. PIMCO was placed on terminate status due to the potential for significant outflows from the firm and a heightened level of general uncertainty in the coming periods.

# Manager Evaluation

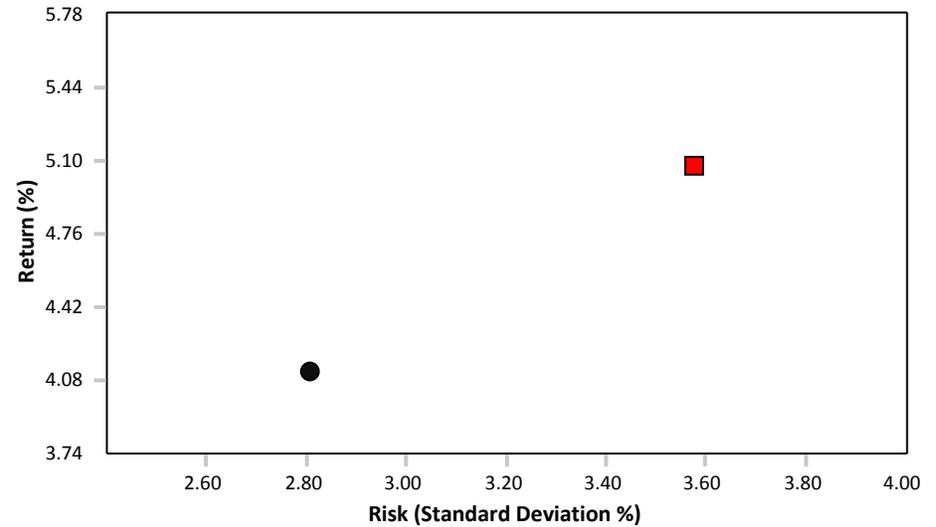
**PIMCO Total Return Instl**  
As of September 30, 2014

## 3 Year Risk and Return



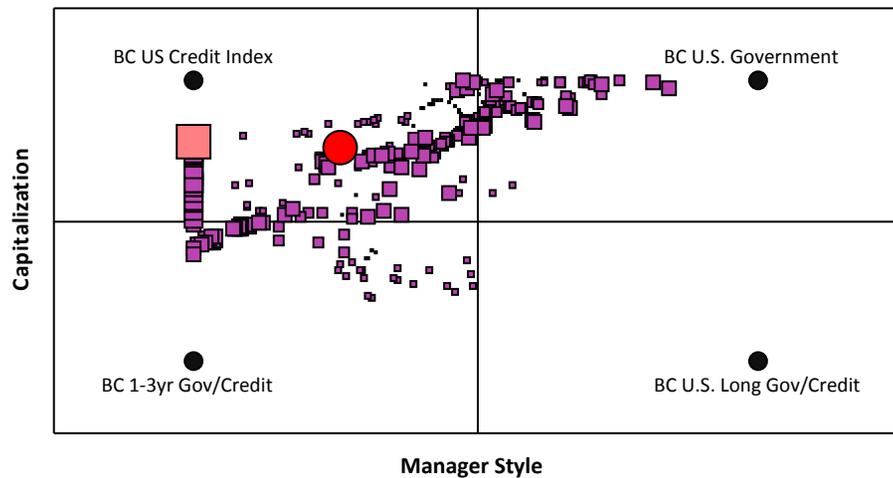
■ PIMCO Total Return Instl    ● Barclays Aggregate Index

## 5 Year Risk and Return



■ PIMCO Total Return Instl    ● Barclays Aggregate Index

## Style Map - 3 Years



■ Style History    ■ Sep-2014    ● Average Style Exposure

## MPT Statistics vs. Barclays Aggregate Index

	3 Years	5 Years
Return	4.6	5.1
Standard Deviation	3.7	3.6
vs. Barclays Aggregate Index		
Alpha	1.5	1.0
Beta	1.3	1.0
R-Squared	0.8	0.6
Consistency	66.7	66.7
Up Market Capture	157.1	117.9
Down Market Capture	128.3	108.7
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	1.2	1.4

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## PIMCO Total Return Instl

As of September 30, 2014

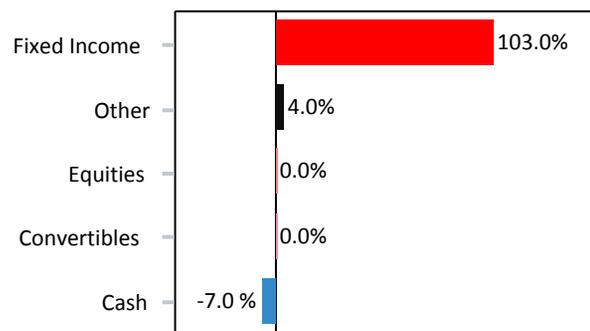
### Mutual Fund Information

Fund Name :	PIMCO Funds: PIMCO Total Return Fund; Institutional Class Shares	Portfolio Assets :	\$201,585 Million
Fund Family :	PIMCO	Fund Assets :	\$127,756 Million
Ticker :	PTTRX	Portfolio Manager :	Mather/Kiesel/Worah
Inception Date :	05/11/1987	PM Tenure :	2014--2014--2014
Portfolio Turnover :	227%		

### Fund Investment Policy

The Fund seeks maximum total return, consistent with preservation of capital and prudent investment management. The Fund seeks to achieve its investment objective by investing in a diversified portfolio of fixed income instruments. The average portfolio duration normally varies within a three-to-six year time frame.

### Asset Allocation as of 09/30/14



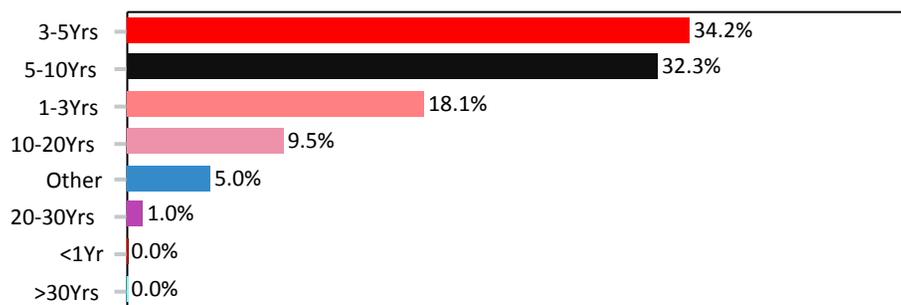
### Top 10 Securities as of 09/30/14

GNMA and Other Mtg Backed	45.0 %
Corporate Notes/Bonds	23.0 %
Fgn. Currency Denominated Bonds	13.0 %
Government Agency Securities	12.0 %
Treasury Notes/Bonds	10.0 %

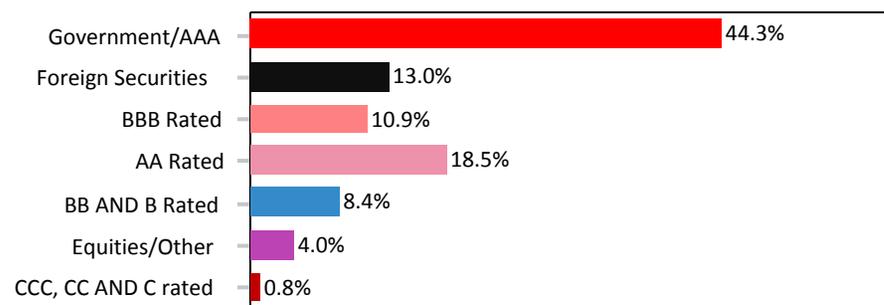
### Fixed Income Characteristics as of 09/30/14

Avg. Coupon	3.20 %
Nominal Maturity	8.35 Years
Effective Maturity	N/A
Duration	5.68 Years
SEC 30 Day Yield	2.4
Avg. Credit Quality	N/A

### Maturity Distribution as of 09/30/14



### Quality Allocation as of 09/30/14



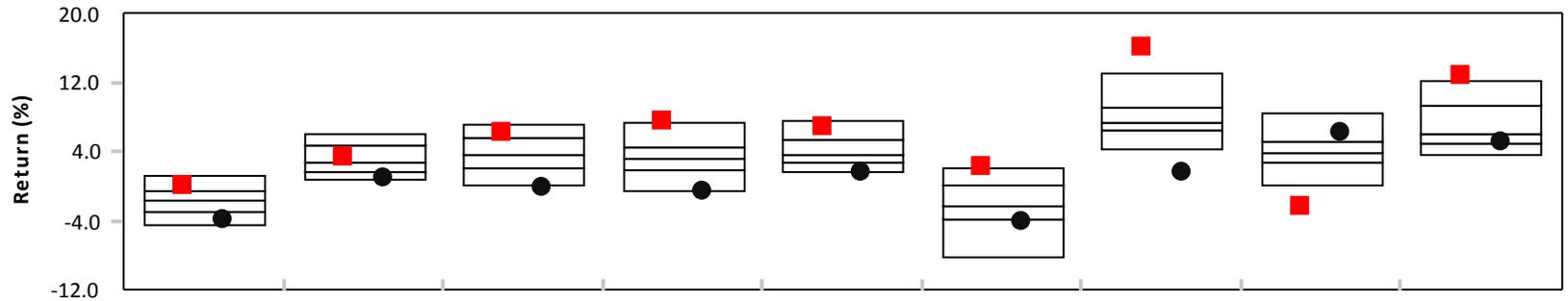
Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Templeton Global Bond Adv

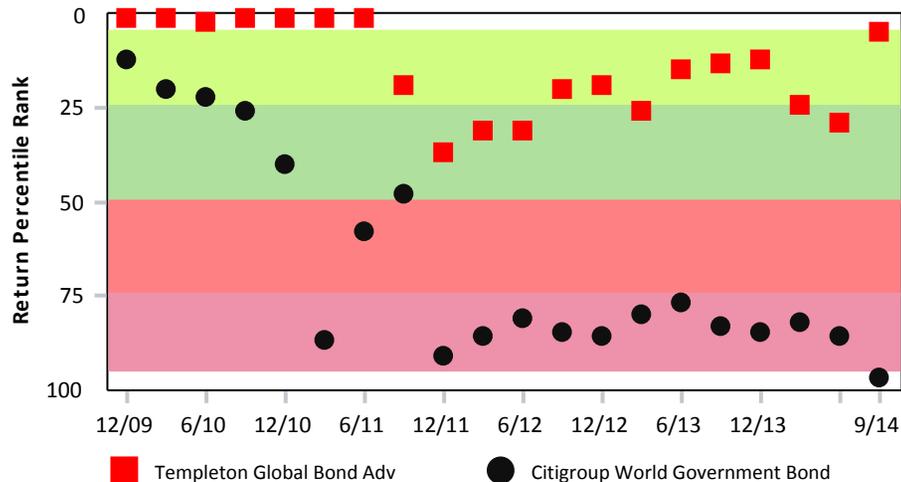
As of September 30, 2014

### Peer Group Analysis vs. IM Global Fixed Income (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ Templeton Global Bond Adv	0.1 (15)	3.5 (39)	6.3 (13)	7.6 (5)	6.9 (10)	2.4 (5)	16.2 (3)	-2.2 (98)	13.0 (4)
● Citigroup World Government Bond	-3.8 (91)	1.0 (93)	-0.1 (97)	-0.5 (97)	1.6 (96)	-4.0 (80)	1.6 (100)	6.4 (17)	5.2 (68)
5th Percentile	1.3	6.0	7.3	7.3	7.7	2.0	13.2	8.5	12.3
1st Quartile	-0.5	4.8	5.6	4.5	5.4	0.2	9.2	5.2	9.3
Median	-1.6	2.8	3.6	3.3	3.7	-2.4	7.4	3.9	6.2
3rd Quartile	-2.9	1.8	2.1	1.9	2.8	-3.7	6.5	2.8	5.0
95th Percentile	-4.4	0.8	0.1	-0.5	1.7	-8.2	4.4	0.2	3.6

### 3 Year Rolling Percentile Ranking vs. IM Global Fixed Income (MF)



### Manager Commentary

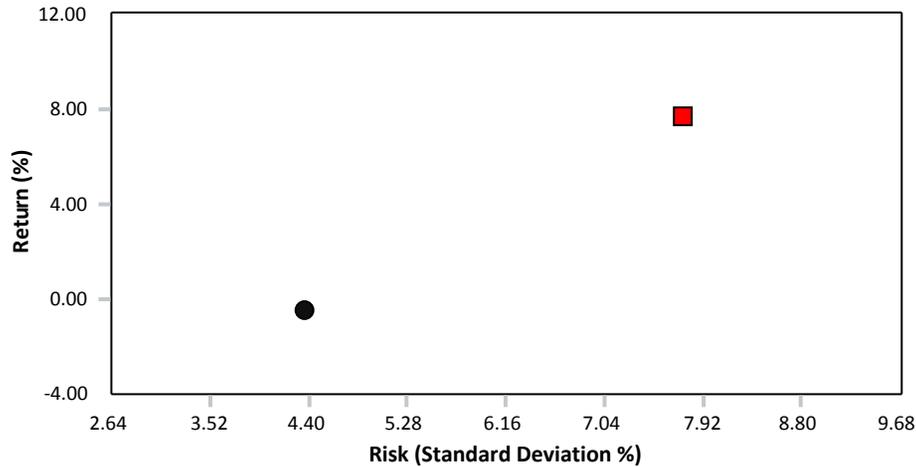
3Q 2014 – The Templeton Global Bond Fund produced a slight gain and significantly outpaced its benchmark during the third quarter. Positive results were primarily driven by interest rate strategies as the Fund maintained a defensive approach with regard to interest rates in both developed and emerging markets. Select duration exposures in Europe had a positive impact on results. Currency positions had a neutral impact on results as the positive impact of negative positions in the Japanese yen and euro were offset by Asia ex-Japan positions. The Fund continues to hold a short duration positions as the team continues to see opportunities to add positive real yields to the portfolio without taking undue interest rate risk. The focus has been on countries with policy makers who have stayed ahead of the curve regarding fiscal and monetary policy. The Fund continues to hold select opportunities in emerging markets and a number of currency strategies.

# Manager Evaluation

## Templeton Global Bond Adv

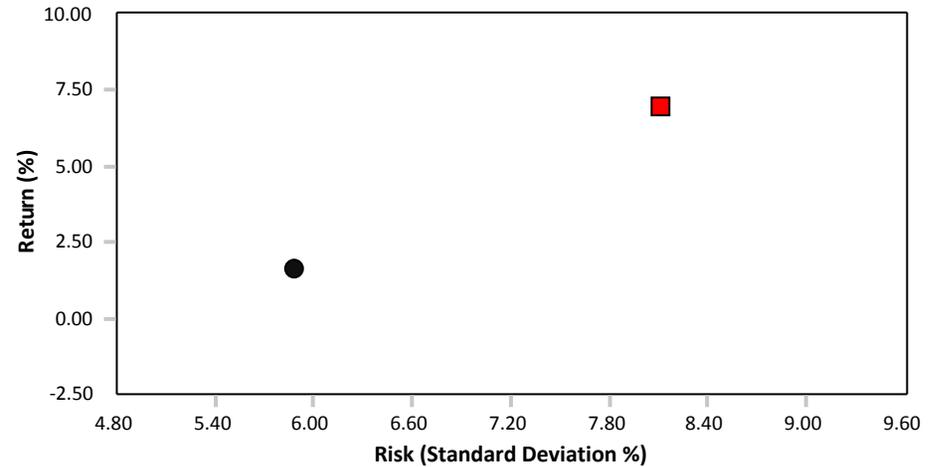
As of September 30, 2014

### 3 Year Risk and Return



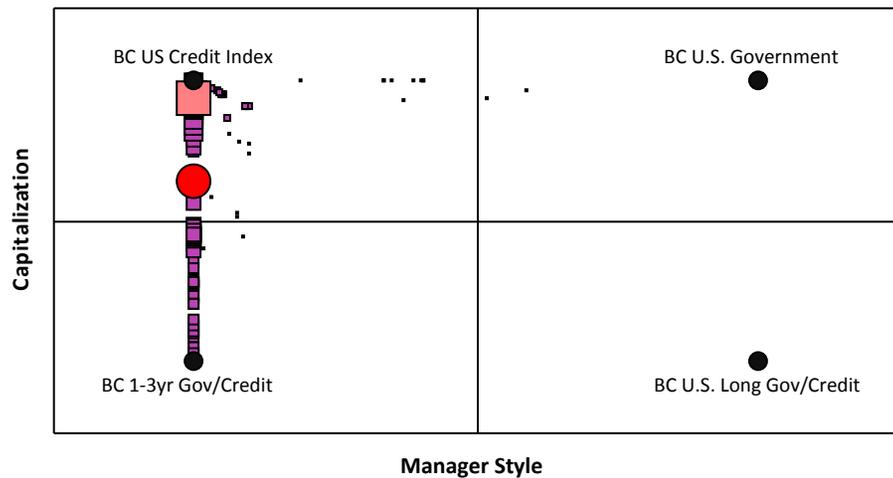
- Templeton Global Bond Adv
- Citigroup World Government Bond

### 5 Year Risk and Return



- Templeton Global Bond Adv
- Citigroup World Government Bond

### Style Map - 3 Years



- Style History
- Sep-2014
- Average Style Exposure

### MPT Statistics vs. Citigroup World Government Bond

	3 Years	5 Years
Return	7.6	6.9
Standard Deviation	7.7	8.1
vs. Citigroup World Government Bond		
Alpha	8.3	6.3
Beta	0.7	0.5
R-Squared	0.2	0.1
Consistency	69.4	61.7
Up Market Capture	163.5	113.1
Down Market Capture	34.6	39.3
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	1.0	0.9

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Templeton Global Bond Adv

As of September 30, 2014

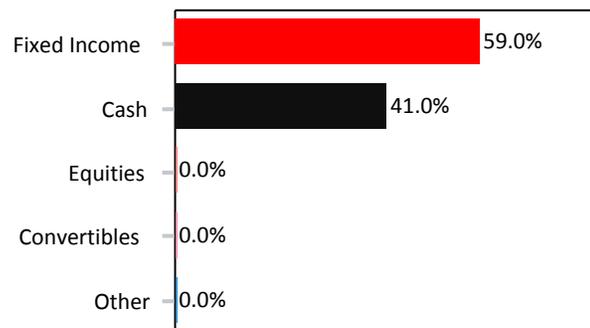
### Mutual Fund Information

Fund Name :	Templeton Income Trust: Templeton Global Bond Fund; Advisor Class Shares	Portfolio Assets :	\$73,129 Million
Fund Family :	Franklin Templeton Investments	Fund Assets :	\$38,726 Million
Ticker :	TGBAX	Portfolio Manager :	Hasenstab/Desai
Inception Date :	01/02/1997	PM Tenure :	2001--2011
Portfolio Turnover :	42%		

### Fund Investment Policy

The Fund seeks current income with capital appreciation and growth of income by investing at least 80% of its net assets in "bonds." In addition, the Fund's assets will be invested in issuers located in at least three countries including the U.S.

### Asset Allocation as of 09/30/14



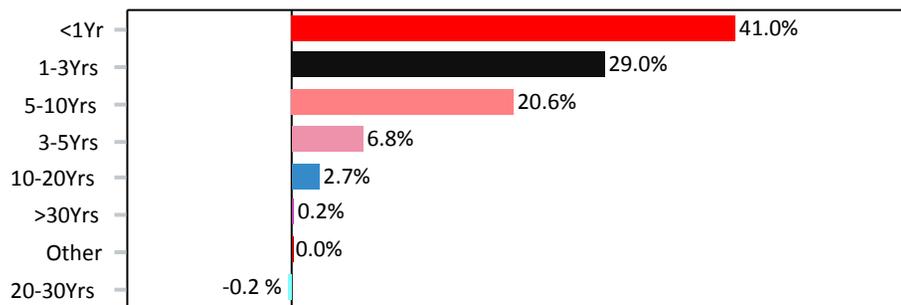
### Top 10 Securities as of 09/30/14

Fgn. Currency Denominated Bonds 84.0 %

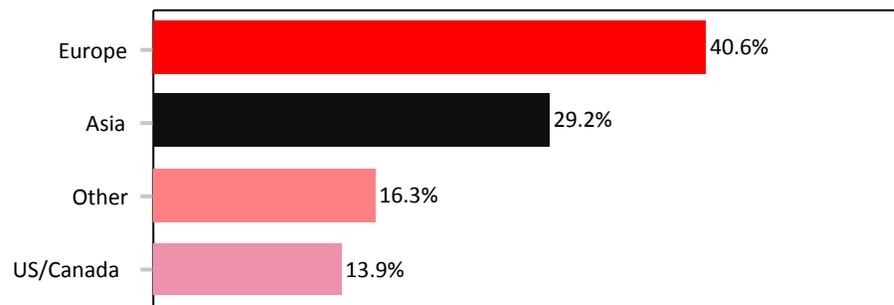
### Fixed Income Characteristics as of 09/30/14

Avg. Coupon	N/A
Nominal Maturity	N/A
Effective Maturity	2.59 Years
Duration	1.65 Years
SEC 30 Day Yield	3.9
Avg. Credit Quality	N/A

### Maturity Distribution as of 09/30/14



### Quality Allocation as of 09/30/14

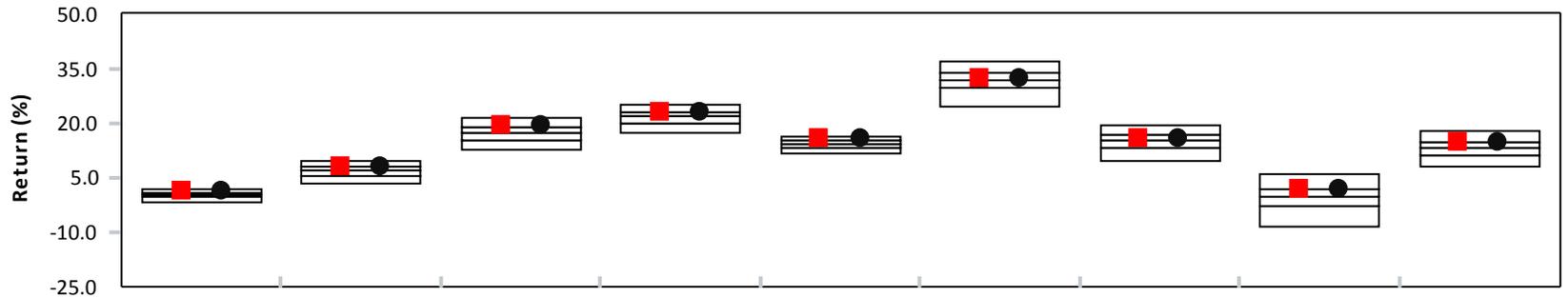


# Manager Evaluation

## Vanguard Institutional Index Instl

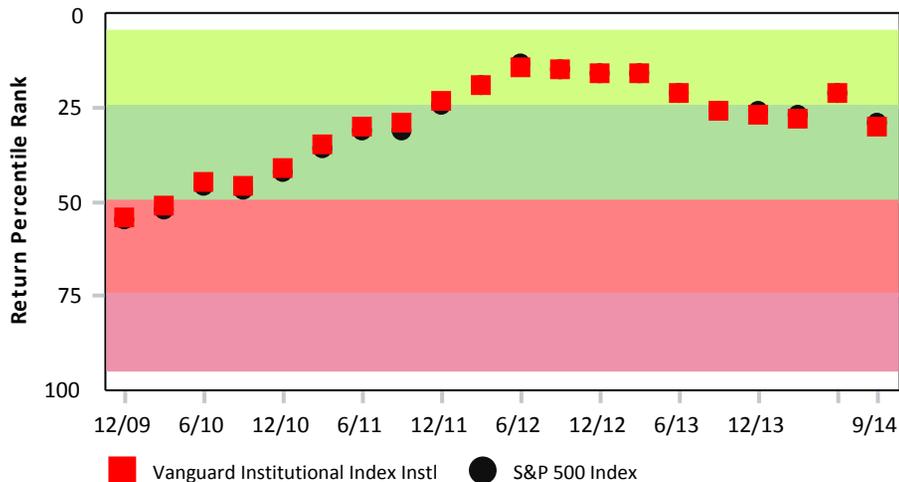
As of September 30, 2014

### Peer Group Analysis vs. IM U.S. Large Cap Core Equity (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ Vanguard Institutional Index Instl	1.1 (24)	8.3 (20)	19.7 (20)	23.0 (30)	15.7 (19)	32.3 (42)	16.0 (39)	2.1 (24)	15.0 (22)
● S&P 500 Index	1.1 (24)	8.3 (20)	19.7 (20)	23.0 (29)	15.7 (18)	32.4 (42)	16.0 (39)	2.1 (24)	15.1 (21)
5th Percentile	2.1	9.6	21.5	25.1	16.6	36.9	19.7	6.3	17.8
1st Quartile	1.1	8.0	19.2	23.2	15.3	33.9	16.7	1.9	14.7
Median	0.6	6.8	17.5	21.9	14.1	31.9	15.3	-0.4	13.1
3rd Quartile	-0.2	5.5	15.5	20.2	13.1	29.7	13.2	-2.6	11.3
95th Percentile	-1.7	3.5	12.6	17.2	11.6	24.5	9.5	-8.4	7.8

### 3 Year Rolling Percentile Ranking vs. IM U.S. Large Cap Core Equity (MF)



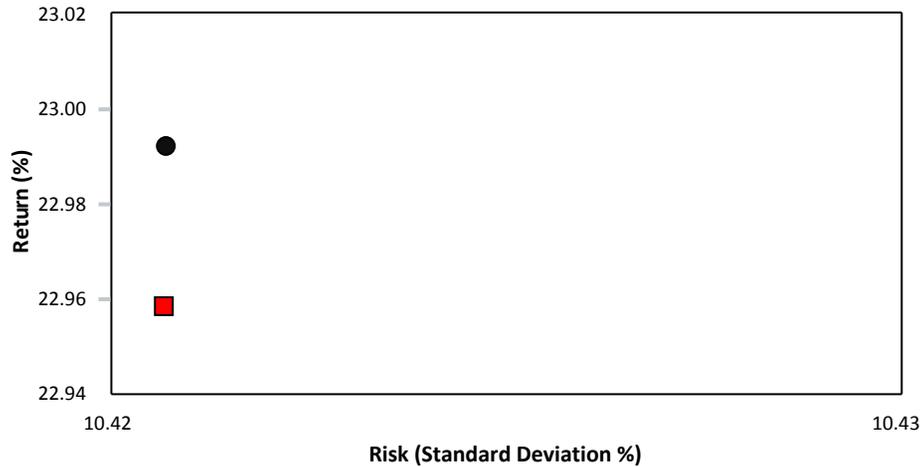
### Manager Commentary

3Q 2014 - In accordance with its investment objective, the Fund managed by Vanguard has performed in line with the S&P 500 Index.

# Manager Evaluation

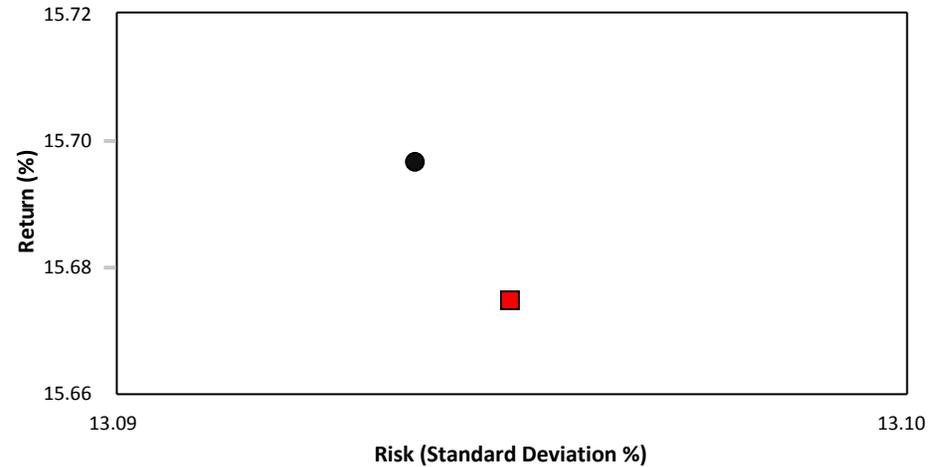
Vanguard Institutional Index Instl  
As of September 30, 2014

## 3 Year Risk and Return



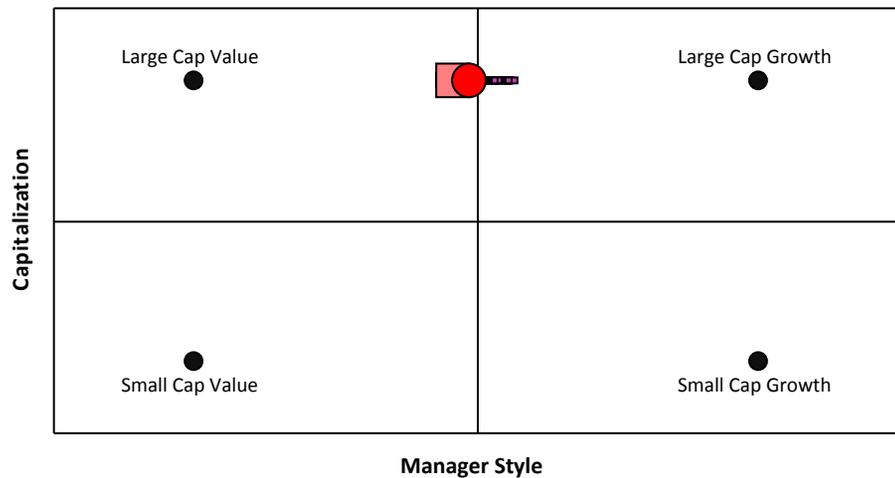
- Vanguard Institutional Index Instl
- S&P 500 Index

## 5 Year Risk and Return



- Vanguard Institutional Index Instl
- S&P 500 Index

## Style Map - 3 Years



- Style History
- Sep-2014
- Average Style Exposure

## MPT Statistics vs. S&P 500 Index

	3 Years	5 Years
Return	23.0	15.7
Standard Deviation	10.4	13.1
vs. S&P 500 Index		
Alpha	0.0	0.0
Beta	1.0	1.0
R-Squared	1.0	1.0
Consistency	25.0	28.3
Up Market Capture	99.9	100.0
Down Market Capture	100.1	100.0
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	2.0	1.2

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Vanguard Institutional Index Instl

As of September 30, 2014

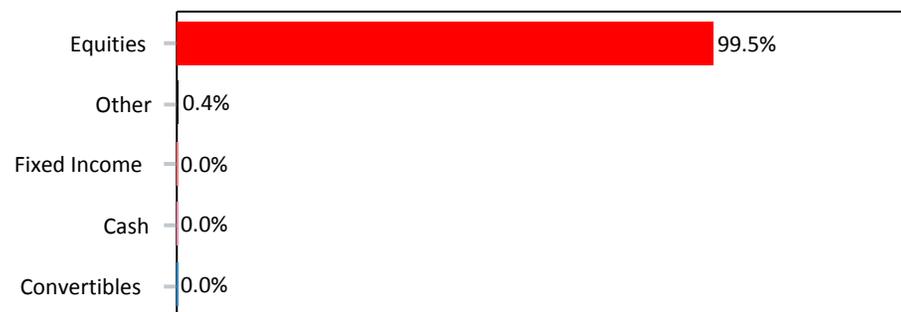
### Mutual Fund Information

Fund Name :	Vanguard Institutional Index Fund: Vanguard Institutional Index Fund; Institutional Shares	Portfolio Assets :	\$178,173 Million
Fund Family :	Vanguard Group Inc	Fund Assets :	\$96,358 Million
Ticker :	VINIX	Portfolio Manager :	Donald M. Butler
Inception Date :	07/31/1990	PM Tenure :	2000
Portfolio Turnover :	5%		

### Fund Investment Policy

The Fund seeks to match the investment performance of the Standard & Poor's 500 Composite Stock Price Index.

### Asset Allocation as of 09/30/14



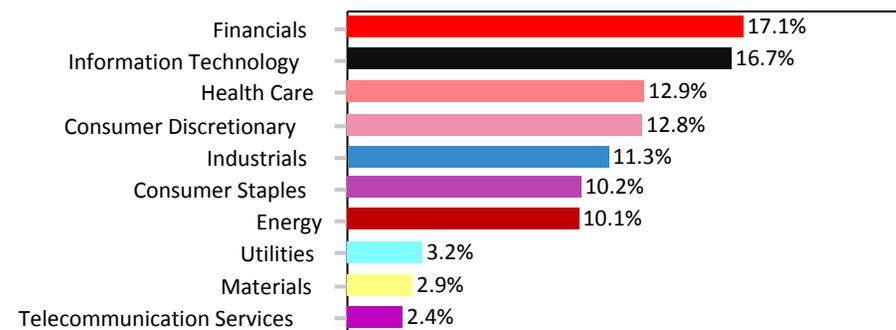
### Top 10 Securities as of 09/30/14

Apple Inc ORD	3.5 %
Exxon Mobil Corp ORD	2.4 %
Microsoft Corp ORD	1.9 %
Johnson & Johnson ORD	1.6 %
General Electric Co ORD	1.5 %
Wells Fargo & Co ORD	1.4 %
Chevron Corp ORD	1.4 %
Berkshire Hathaway Inc ORD	1.3 %
JPMorgan Chase & Co ORD	1.3 %
Procter & Gamble Co ORD	1.3 %

### Equity Characteristics as of 09/30/14

Total Securities	512
Avg. Market Cap	\$125,020 Million
P/E	22.7
P/B	4.6
Div. Yield	2.3%
Annual EPS	16.8
5Yr EPS	11.4
3Yr EPS Growth	12.9

### Sector Allocation as of 09/30/14



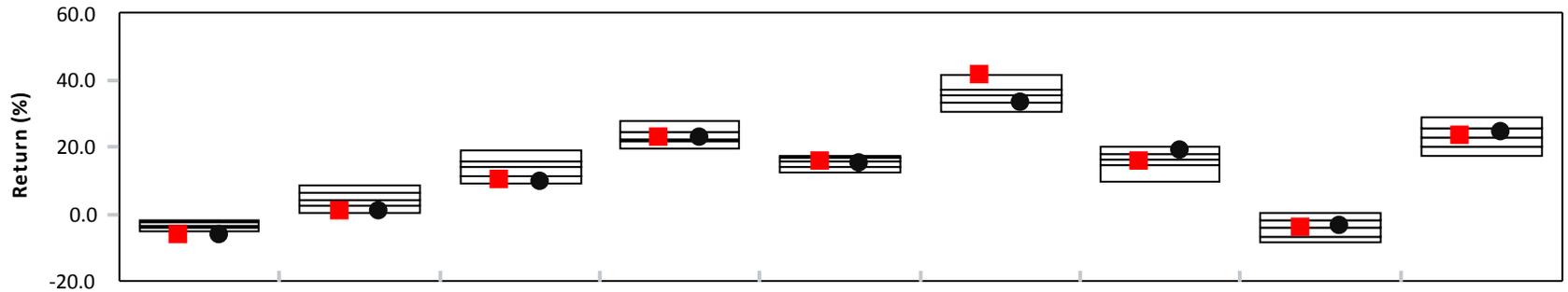
# Manager Evaluation

## Diamond Hill Small-Mid Cap I

As of September 30, 2014

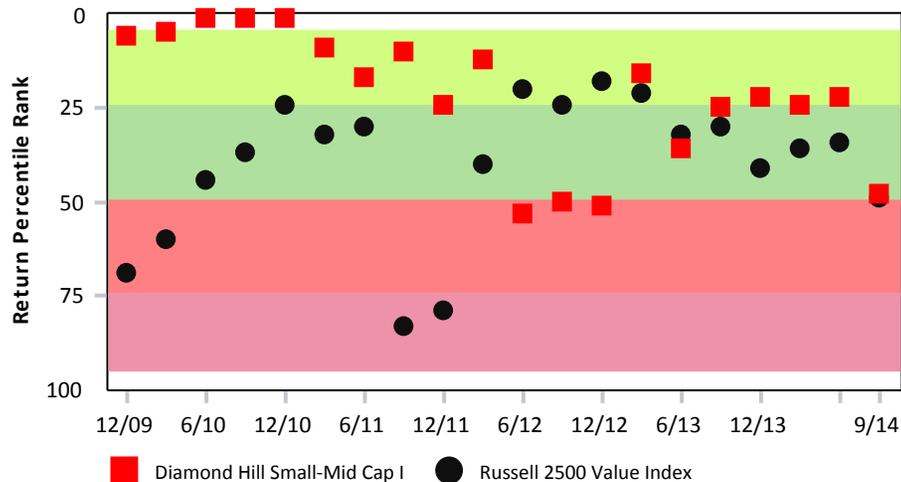
The Town of Wilton Pension portfolio contains the Y share class of this fund, but due to a lack of historical performance data, the I share class is displayed.

### Peer Group Analysis vs. IM U.S. Mid Cap Value Equity (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ Diamond Hill Small-Mid Cap I	-6.0 (97)	1.1 (91)	10.5 (90)	22.9 (48)	15.9 (42)	41.6 (7)	15.7 (61)	-3.9 (46)	23.4 (42)
● Russell 2500 Value Index	-6.4 (100)	1.0 (92)	9.9 (93)	22.8 (49)	15.2 (58)	33.3 (78)	19.2 (9)	-3.4 (42)	24.8 (31)
5th Percentile	-1.6	8.7	18.9	28.0	17.6	41.8	20.2	0.3	29.0
1st Quartile	-2.5	6.4	15.7	24.5	16.7	37.6	17.8	-1.7	25.9
Median	-3.6	4.4	14.1	22.7	15.6	36.0	16.2	-4.2	22.9
3rd Quartile	-4.1	2.7	11.5	21.7	14.2	33.6	14.8	-6.6	20.4
95th Percentile	-5.3	0.1	9.2	19.6	12.6	31.0	9.6	-8.2	17.6

### 3 Year Rolling Percentile Ranking vs. IM U.S. Mid Cap Value Equity (MF)



### Manager Commentary

2Q 2014 - The Diamond Hill Small-Mid Cap Fund outperformed the Russell 2500 Value Index in the second quarter as both stock selection and sector allocation contributed positively to returns. The Fund's outperformance this quarter was primarily due to security selection in the industrials and healthcare sectors as well as an overweight position in the energy and consumer staples sectors. Within the industrials sector, where stock selection was strongest, performance was boosted by freight transportation management company Hub Group as shares rose after investors began to focus on margin improvement opportunities due to indications of improving intermodal pricing. Dover Corp and Southwest Airlines were other notable contributors in the sector. On the downside, an underweight to utilities hurt results. Utility stocks have done well as interest rates have remained subdued in spite of a modest pickup in inflation. Security selection in the consumer discretionary sector also hurt.

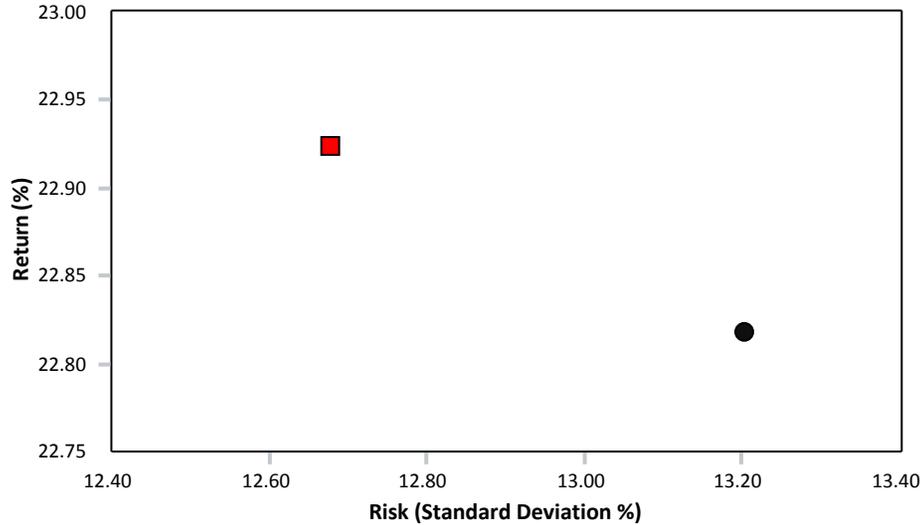
# Manager Evaluation

## Diamond Hill Small-Mid Cap I

As of September 30, 2014

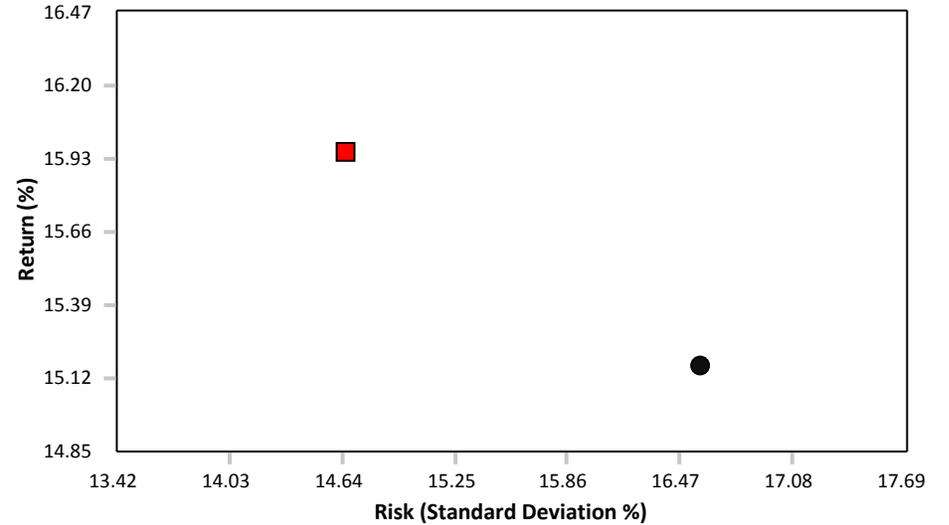
The Town of Wilton Pension portfolio contains the Y share class of this fund, but due to a lack of historical performance data, the I share class is displayed.

### 3 Year Risk and Return



■ Diamond Hill Small-Mid Cap I ● Russell 2500 Value Index

### 5 Year Risk and Return



■ Diamond Hill Small-Mid Cap I ● Russell 2500 Value Index

### Style Map - 3 Years



■ Style History ■ Sep-2014 ● Average Style Exposure

### MPT Statistics vs. Russell 2500 Value Index

	3 Years	5 Years
Return	22.9	15.9
Standard Deviation	12.7	14.7
vs. Russell 2500 Value Index		
Alpha	1.7	2.6
Beta	0.9	0.9
R-Squared	0.9	0.9
Consistency	50.0	53.3
Up Market Capture	98.2	92.6
Down Market Capture	93.7	83.4
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	1.7	1.1

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Diamond Hill Small-Mid Cap I

As of September 30, 2014

The Town of Wilton Pension portfolio contains the Y share class of this fund, but due to a lack of historical performance data, the I share class is displayed.

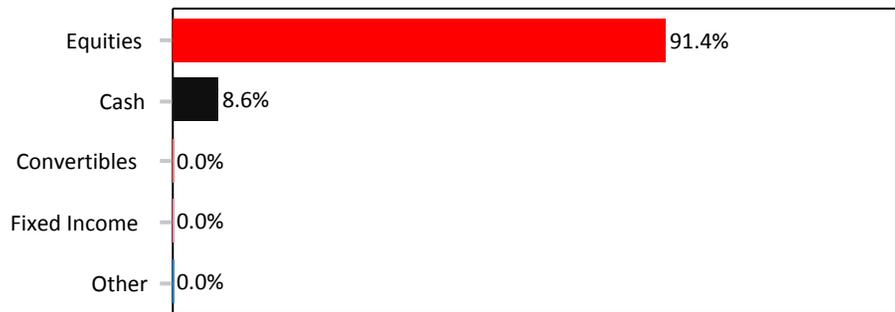
### Mutual Fund Information

Fund Name :	Diamond Hill Funds: Diamond Hill Small-Mid Cap Fund; Class I Shares	Portfolio Assets :	\$585 Million
Fund Family :	Diamond Hill Capital Management Inc	Fund Assets :	\$220 Million
Ticker :	DHMIX	Portfolio Manager :	Schindler/Welch/Hubbard
Inception Date :	12/31/2005	PM Tenure :	2007--2005--2014
Portfolio Turnover :	35%		

### Fund Investment Policy

The Fund seeks to provide long-term capital appreciation. The Fund pursues its objective by investing in common stocks that the Fund's Adviser believes are undervalued. The Fund normally invests at least 80% of its net assets in small and medium capitalization companies.

### Asset Allocation as of 09/30/14



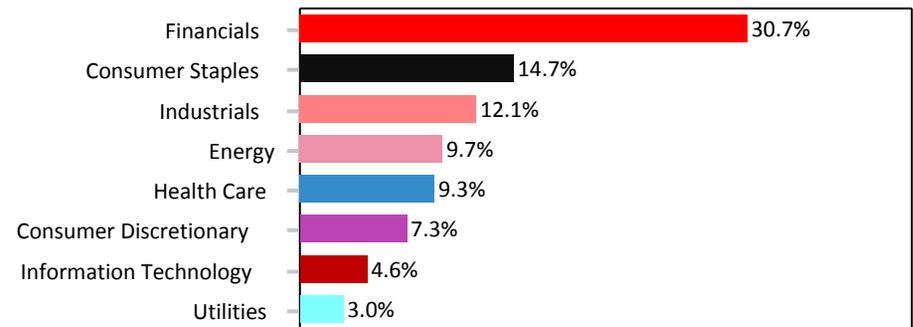
### Top 10 Securities as of 09/30/14

State Street Institutional Liquid Reserves Fd;Prem	8.6 %
Willis Group Holdings PLC ORD	5.0 %
Cimarex Energy Co ORD	4.0 %
Hub Group Inc ORD	3.0 %
Boston Scientific Corp ORD	3.0 %
Brown & Brown Inc ORD	2.9 %
Dover Corp ORD	2.6 %
Staples Inc ORD	2.4 %
Molson Coors Brewing Co ORD	2.4 %
Flowers Foods Inc ORD	2.3 %

### Equity Characteristics as of 09/30/14

Total Securities	61
Avg. Market Cap	\$6,506 Million
P/E	25.1
P/B	2.3
Div. Yield	2.2%
Annual EPS	33.0
5Yr EPS	11.0
3Yr EPS Growth	8.1

### Sector Allocation as of 09/30/14



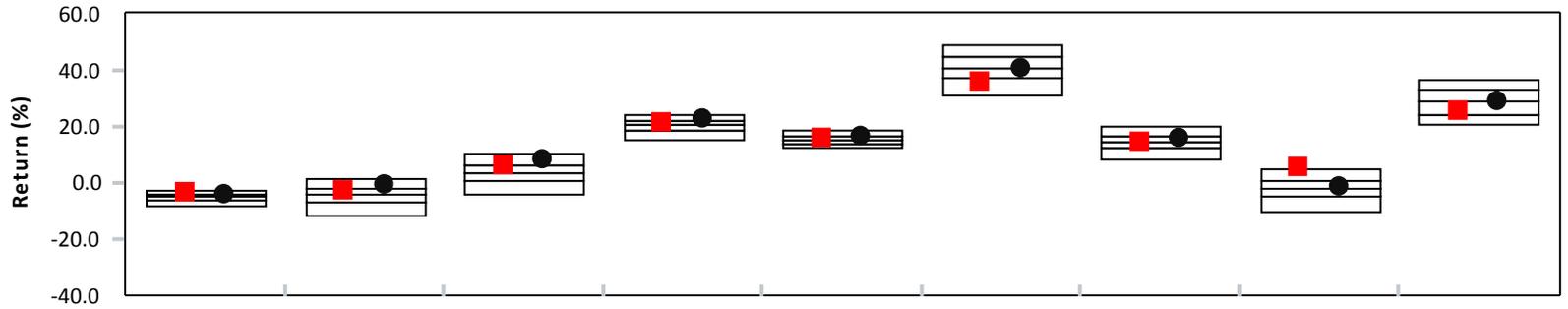
Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Eaton Vance Atlanta Capital SMID-Cap I

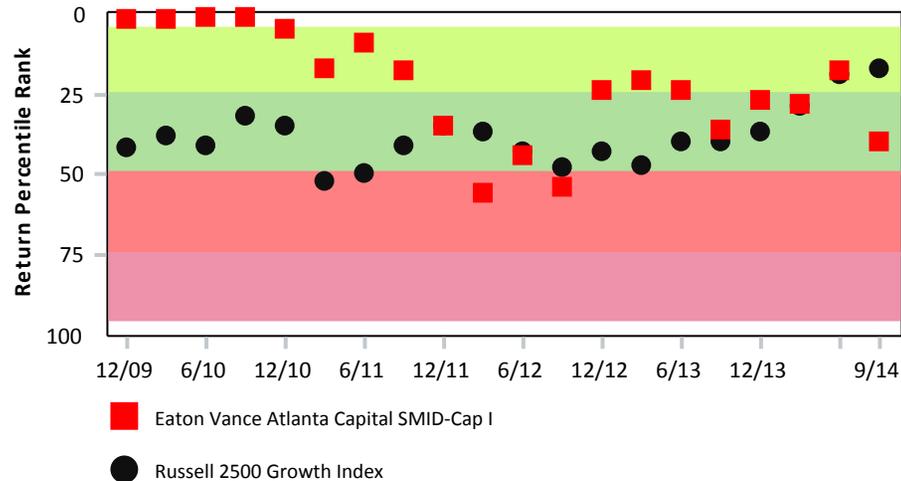
As of September 30, 2014

### Peer Group Analysis vs. IM U.S. SMID Cap Growth Equity (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ Eaton Vance Atlanta Capital SMID-Cap I	-3.5 (21)	-2.6 (30)	6.4 (23)	21.1 (40)	15.7 (46)	36.1 (80)	14.3 (51)	5.6 (4)	25.8 (69)
● Russell 2500 Growth Index	-4.2 (32)	-0.4 (12)	8.0 (15)	22.7 (17)	16.8 (24)	40.6 (53)	16.1 (30)	-1.6 (45)	28.9 (50)
5th Percentile	-2.6	1.5	10.0	24.1	18.6	49.0	20.0	4.9	36.4
1st Quartile	-3.9	-2.1	6.0	22.0	16.8	44.6	16.7	0.7	33.4
Median	-5.0	-4.4	3.2	20.4	15.4	40.9	14.3	-2.0	28.8
3rd Quartile	-6.1	-6.7	0.7	18.4	14.0	37.0	12.1	-4.9	24.3
95th Percentile	-8.0	-11.5	-4.5	15.4	12.2	31.1	8.3	-10.2	20.7

### 3 Year Rolling Percentile Ranking vs. IM U.S. SMID Cap Growth Equity (MF)



### Manager Commentary

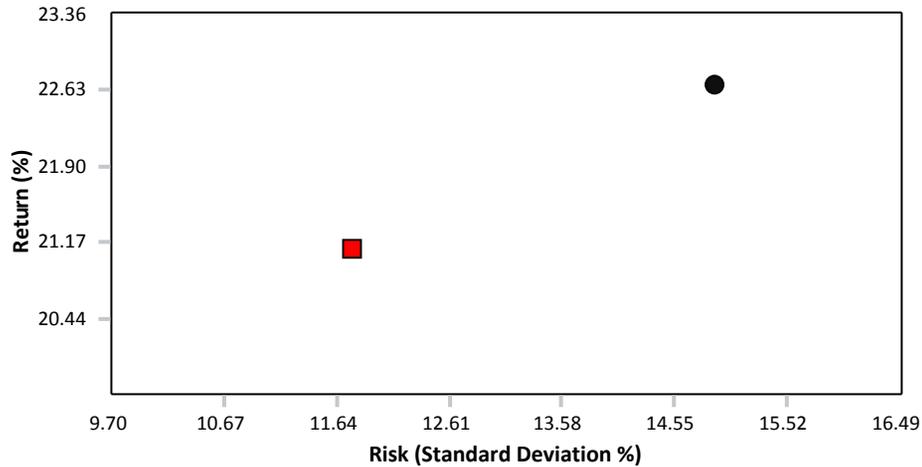
3Q 2014 - The Eaton Vance Atlanta Capital Smid Cap Fund outperformed the Russell 2500 Growth Index in the the third quarter. The Fund benefited from a return to quality as high quality trumped low quality across all nine domestic investment styles for the first time since 3Q11. More specifically, this quarter's outperformance was driven largely by positive stock selection and positive sector allocation. Selection was positive in six of the eight sectors owned in the portfolio, with the strongest contribution coming from industrials, financials and technology. Selection was negative in healthcare and energy. Regarding sector allocation, an underweight in energy and utilities and an overweight in healthcare had positive impacts on returns. The Fund's overweight in industrials and lack of exposure in telecom were the two largest detractors from sector performance.

# Manager Evaluation

## Eaton Vance Atlanta Capital SMID-Cap I

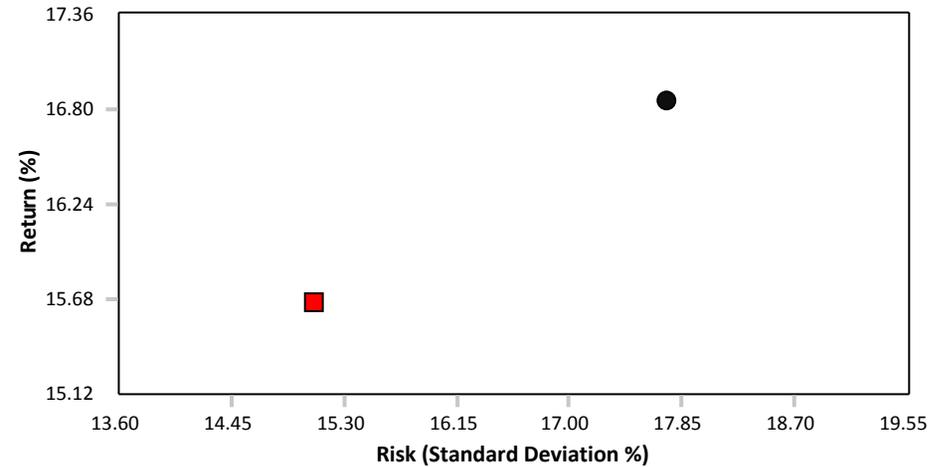
As of September 30, 2014

### 3 Year Risk and Return



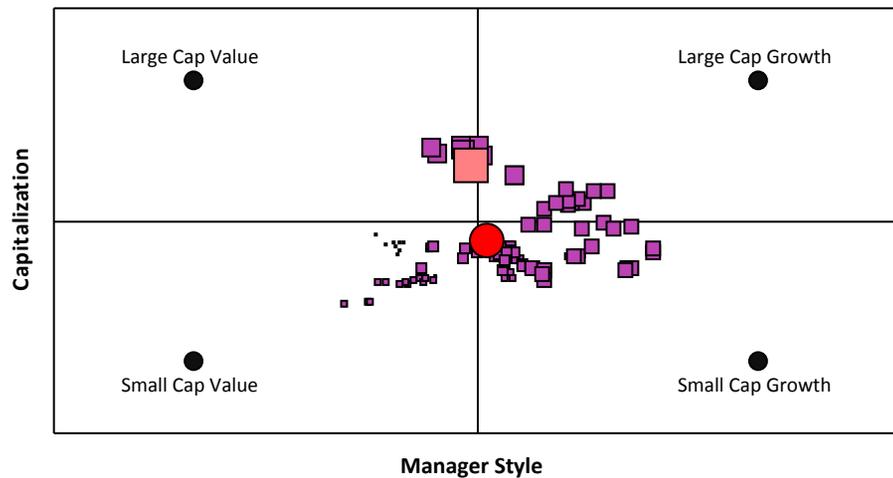
- Eaton Vance Atlanta Capital SMID-Cap I
- Russell 2500 Growth Index

### 5 Year Risk and Return



- Eaton Vance Atlanta Capital SMID-Cap I
- Russell 2500 Growth Index

### Style Map - 3 Years



- Style History
- Sep-2014
- Average Style Exposure

### MPT Statistics vs. Russell 2500 Growth Index

	3 Years	5 Years
Return	21.1	15.7
Standard Deviation	11.8	15.1
vs. Russell 2500 Growth Index		
Alpha	4.3	1.8
Beta	0.7	0.8
R-Squared	0.8	0.9
Consistency	44.4	43.3
Up Market Capture	77.1	81.7
Down Market Capture	47.8	72.3
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	1.7	1.0

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Eaton Vance Atlanta Capital SMID-Cap I

As of September 30, 2014

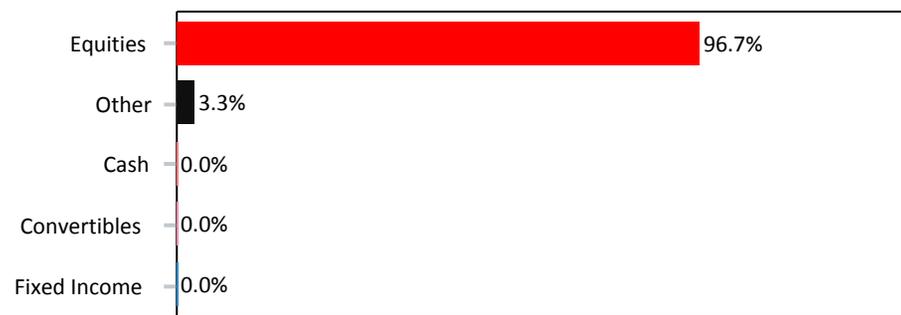
### Mutual Fund Information

Fund Name :	Eaton Vance Growth Trust: Eaton Vance-Atlanta Capital SMID-Cap Fund; Class I Shares	Portfolio Assets :	\$5,461 Million
Fund Family :	Eaton Vance Management	Fund Assets :	\$3,758 Million
Ticker :	EISMX	Portfolio Manager :	Bell, IV/Reed/Hereford
Inception Date :	04/30/2002	PM Tenure :	2004--2002--2004
Portfolio Turnover :	9%		

### Fund Investment Policy

The Fund seeks long-term capital growth. Invests primarily in common stocks of companies with small market capitalizations. The Fund will normally invest in companies having market capitalizations within the range of companies comprising the Russell 2000 stock index.

### Asset Allocation as of 09/30/14



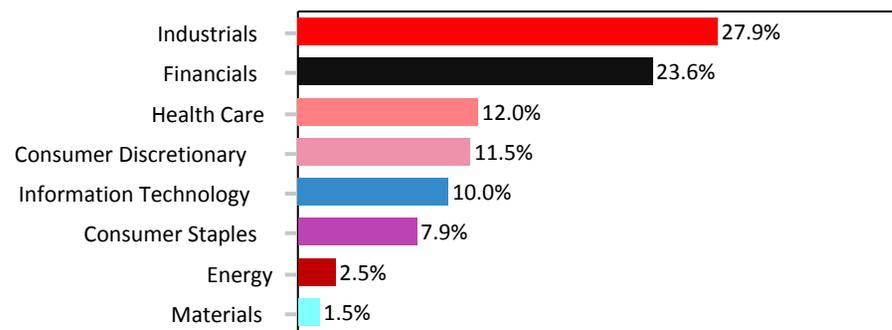
### Top 10 Securities as of 09/30/14

Markel Corp ORD	4.9 %
HCC Insurance Holdings Inc ORD	3.7 %
Affiliated Managers Group Inc ORD	3.7 %
Morningstar Inc ORD	3.5 %
Kirby Corp ORD	3.3 %
LKQ Corp ORD	3.2 %
DENTSPLY International Inc ORD	3.1 %
ANSYS Inc ORD	3.0 %
Henry Schein Inc ORD	2.7 %
Sally Beauty Holdings Inc ORD	2.7 %

### Equity Characteristics as of 09/30/14

Total Securities	52
Avg. Market Cap	\$6,187 Million
P/E	27.8
P/B	4.3
Div. Yield	1.3%
Annual EPS	18.3
5Yr EPS	11.1
3Yr EPS Growth	14.2

### Sector Allocation as of 09/30/14

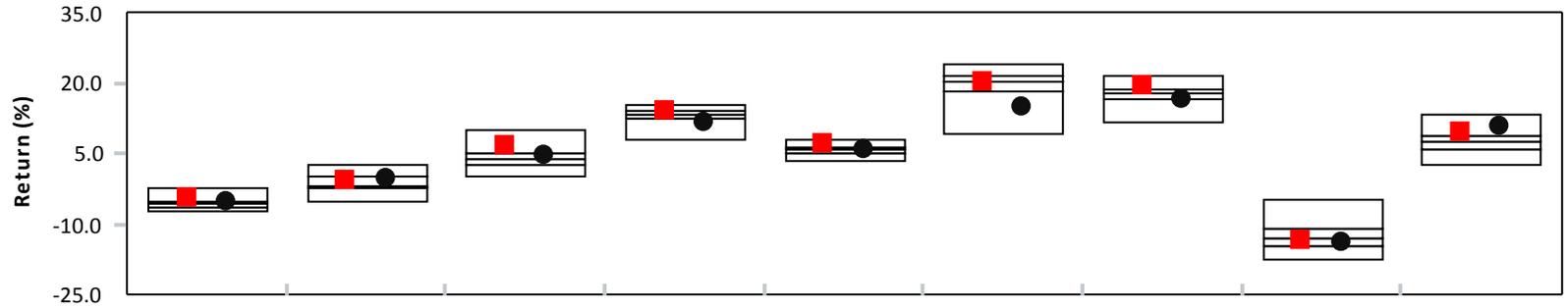


# Manager Evaluation

## American Funds EuroPacific Growth R6

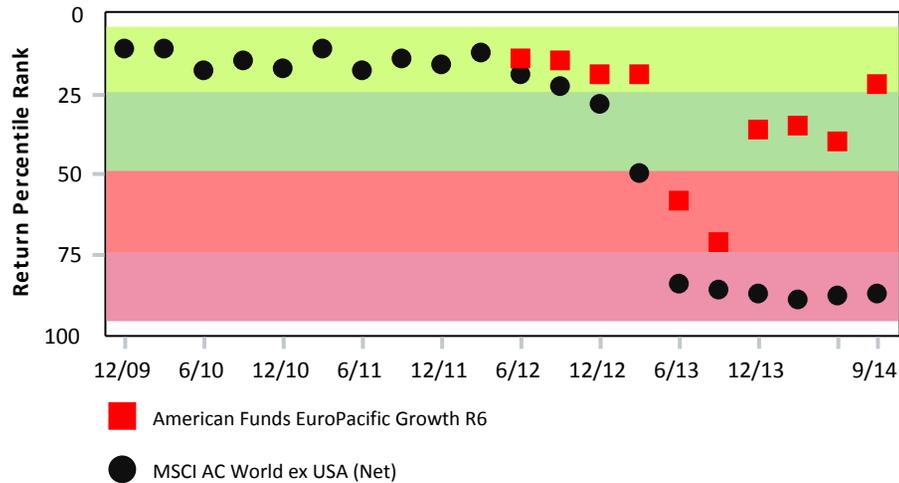
As of September 30, 2014

### Peer Group Analysis vs. IM International Large Cap Core Equity (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ American Funds EuroPacific Growth R6	-4.2 (9)	-0.7 (32)	7.0 (18)	14.4 (22)	7.1 (19)	20.6 (46)	19.6 (21)	-13.3 (62)	9.8 (21)
● MSCI AC World ex USA (Net)	-5.3 (46)	0.0 (28)	4.8 (30)	11.8 (87)	6.0 (49)	15.3 (84)	16.8 (77)	-13.7 (69)	11.2 (12)
5th Percentile	-2.4	2.8	10.0	15.7	8.0	24.4	21.9	-4.9	13.4
1st Quartile	-5.0	0.3	5.1	14.2	6.6	21.7	19.1	-10.9	9.0
Median	-5.6	-1.7	3.8	13.5	6.0	20.4	18.0	-12.9	7.5
3rd Quartile	-6.2	-2.4	2.8	12.5	5.2	18.6	17.0	-14.5	6.2
95th Percentile	-7.1	-5.0	0.3	8.0	3.6	9.4	11.6	-17.6	2.9

### 3 Year Rolling Percentile Ranking vs. IM International Large Cap Core Equity (MF)



### Manager Commentary

3Q 2014 – The American Funds EuroPacific Growth Fund declined during the quarter, but posted returns that outperformed its benchmark, the MSCI ACWI ex-US. Fears of slower global growth spooked investors in the latter half of the quarter causing markets to sell off and returns for US investors were also dragged down due to the strong rise in the dollar versus many foreign currencies. The Fund’s relative outperformance over the benchmark was driven mainly by positioning. An underweight to energy and materials, the two worst performing sectors in the quarter, and an overweight to healthcare and IT, the two best performing sectors added significant value. In addition, strong stock selection in financials, healthcare, and IT led by positions in Bank of Ireland, Novo Nordisk, Baidu, and Murata Manufacturing more than offset poor stock selection in the consumer discretionary and industrials sectors where positions in Sands China, Volkswagen, Deutsche Lufthansa, and Associated British Foods were a drag on performance. An above average position in cash of 8% also boosted returns for the Fund in the down market.

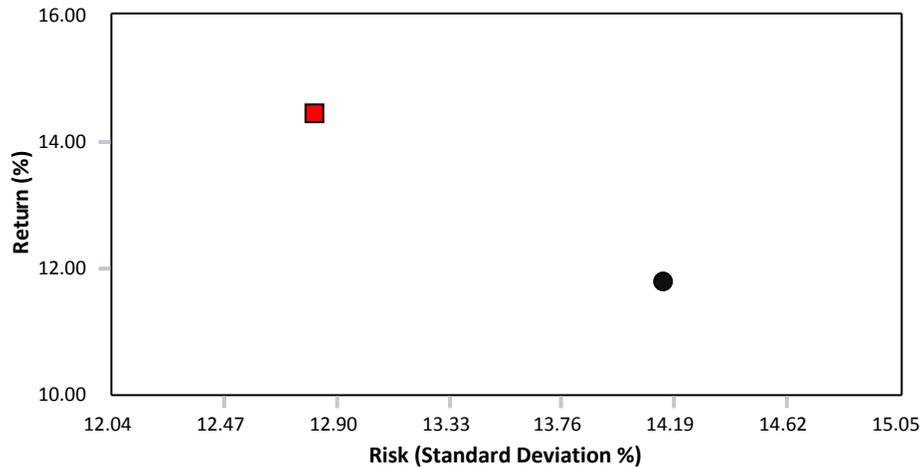
Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## American Funds EuroPacific Growth R6

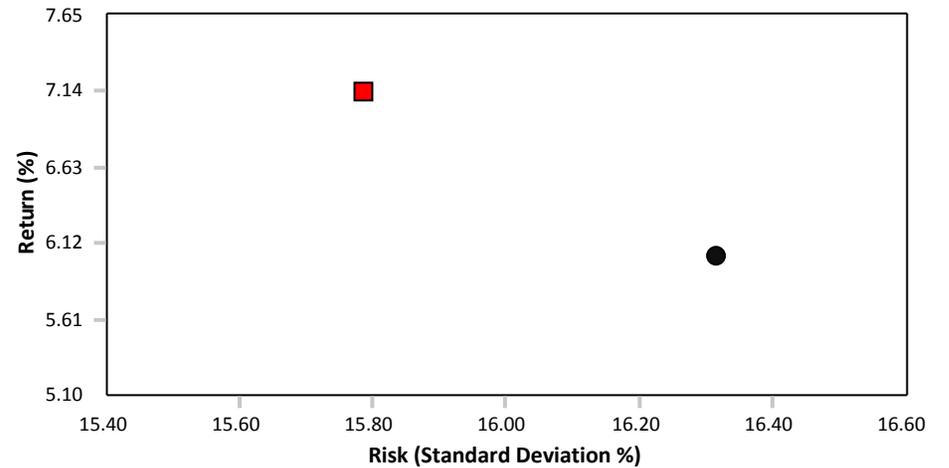
As of September 30, 2014

### 3 Year Risk and Return



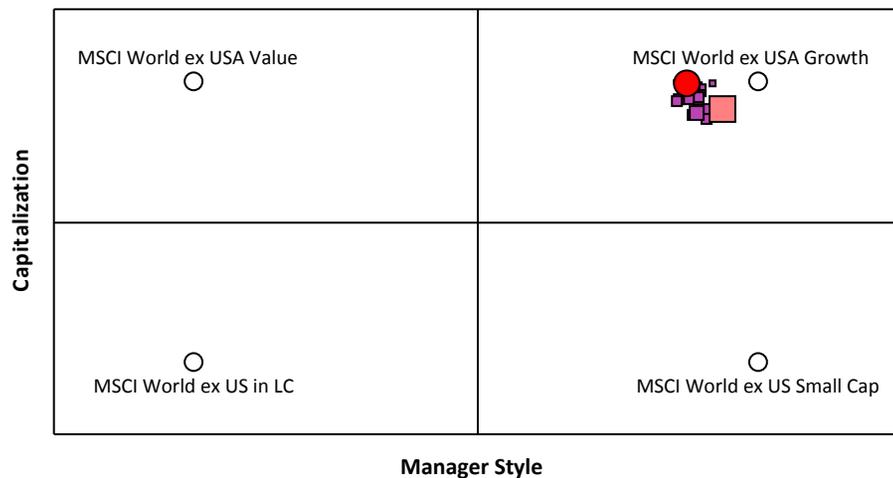
- American Funds EuroPacific Growth R6
- MSCI AC World ex USA (Net)

### 5 Year Risk and Return



- American Funds EuroPacific Growth R6
- MSCI AC World ex USA (Net)

### Style Map - 3 Years



- Style History
- Sep-2014
- Average Style Exposure

### MPT Statistics vs. MSCI AC World ex USA (Net)

	3 Years	5 Years
Return	14.4	7.1
Standard Deviation	12.8	15.8
vs. MSCI AC World ex USA (Net)		
Alpha	3.7	1.3
Beta	0.9	1.0
R-Squared	0.9	1.0
Consistency	50.0	45.0
Up Market Capture	97.6	98.1
Down Market Capture	79.2	92.2
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	1.1	0.5

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## American Funds EuroPacific Growth R6

As of September 30, 2014

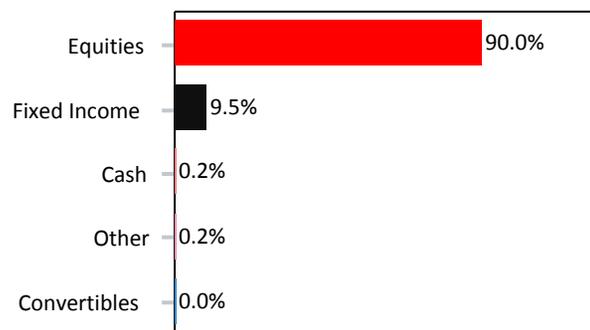
### Mutual Fund Information

Fund Name :	EuroPacific Growth Fund; Class R-6 Shares	Portfolio Assets :	\$126,369 Million
Fund Family :	American Funds	Fund Assets :	\$35,338 Million
Ticker :	RERGX	Portfolio Manager :	Team Managed
Inception Date :	05/01/2009	PM Tenure :	
Portfolio Turnover :	28%		

### Fund Investment Policy

The Fund seeks to provide long-term growth of capital by investing in companies based outside the United States. The Fund invests in companies based chiefly in Europe and the Pacific Basin, ranging from small firms to large corporations.

### Asset Allocation as of 09/30/14



### Top 10 Securities as of 09/30/14

Novo Nordisk A/S ORD	4.7 %
Bayer AG ORD	2.5 %
Softbank Corp ORD	2.2 %
Novartis AG ORD	2.1 %
Prudential PLC ORD	1.8 %
Samsung Electronics Co Ltd ORD	1.7 %
Associated British Foods PLC ORD	1.7 %
Barclays PLC ORD	1.7 %
Baidu Inc DR	1.3 %
British American Tobacco PLC ORD	1.3 %

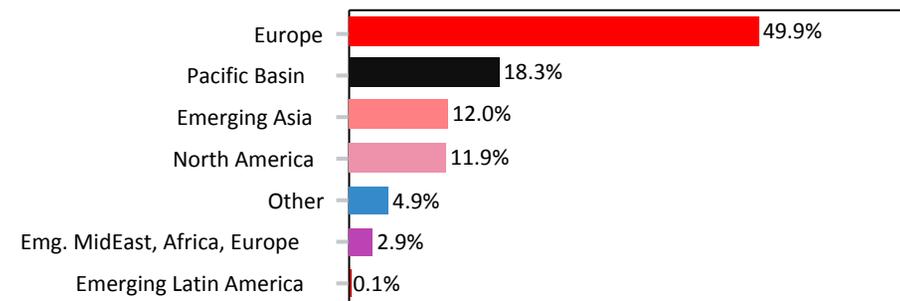
### Top 5 Countries as of 09/30/14

United Kingdom	12.3 %
Japan	12.3 %
United States	8.8 %
Germany	7.8 %
France	6.9 %

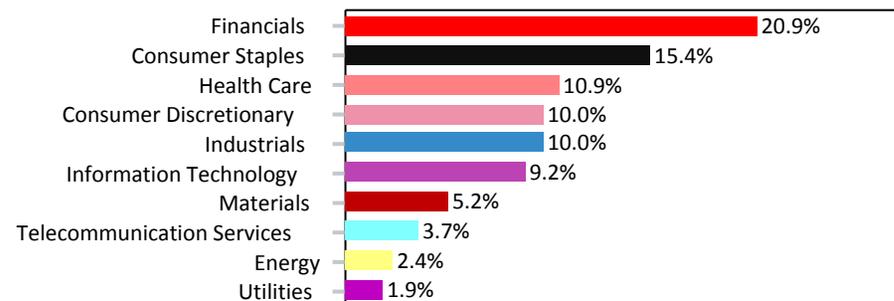
### Equity Characteristics as of 09/30/14

Total Securities	412
Avg. Market Cap	\$61,716 Million
P/E	25.2
P/B	4.6
Div. Yield	2.1%
Annual EPS	18.1

### Region Allocation as of 09/30/14



### Sector Allocation as of 09/30/14

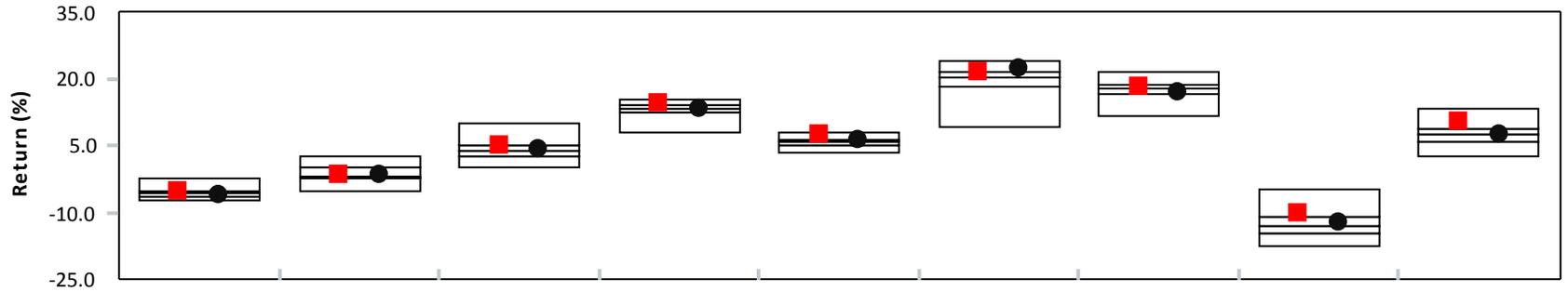


# Manager Evaluation

## T Rowe Price Overseas Stock

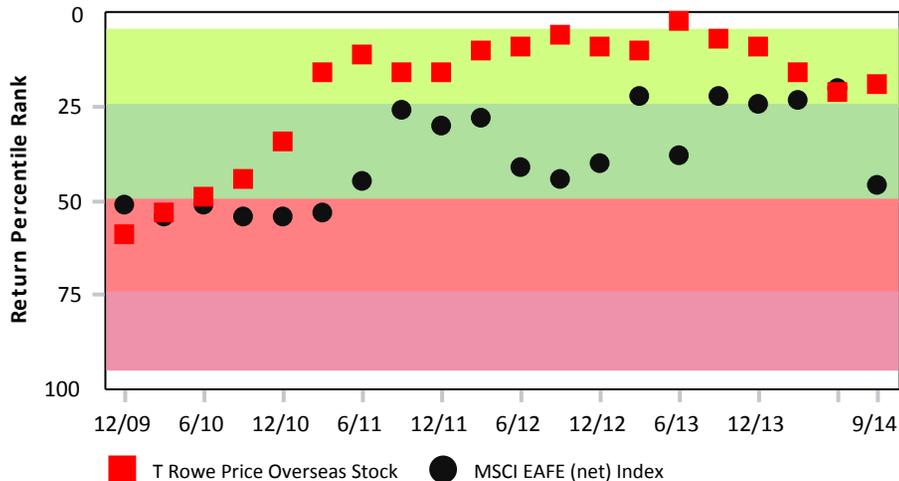
As of September 30, 2014

### Peer Group Analysis vs. IM International Large Cap Core Equity (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ T Rowe Price Overseas Stock	-5.2 (42)	-1.5 (42)	5.1 (25)	14.6 (19)	7.8 (10)	21.8 (23)	18.6 (42)	-10.1 (22)	10.6 (15)
● MSCI EAFE (net) Index	-5.9 (52)	-1.4 (38)	4.3 (37)	13.6 (46)	6.6 (27)	22.8 (9)	17.3 (66)	-12.1 (32)	7.8 (41)
5th Percentile	-2.4	2.8	10.0	15.7	8.0	24.4	21.9	-4.9	13.4
1st Quartile	-5.0	0.3	5.1	14.2	6.6	21.7	19.1	-10.9	9.0
Median	-5.6	-1.7	3.8	13.5	6.0	20.4	18.0	-12.9	7.5
3rd Quartile	-6.2	-2.4	2.8	12.5	5.2	18.6	17.0	-14.5	6.2
95th Percentile	-7.1	-5.0	0.3	8.0	3.6	9.4	11.6	-17.6	2.9

### 3 Year Rolling Percentile Ranking vs. IM International Large Cap Core Equity (MF)



### Manager Commentary

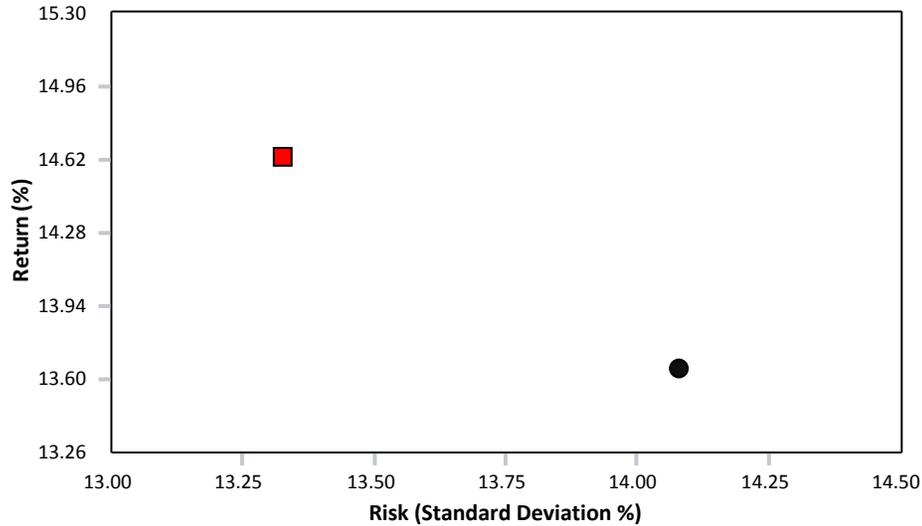
3Q 2014 – The T. Rowe Price Overseas Stock Fund declined during the third quarter, but outperformed its benchmark, the MSCI EAFE Index. It was a difficult quarter for international markets as equities sold off in September on signs of global macroeconomic weakness. At the same time, a strong rise in the US dollar compounded negative returns for US investors. Although not immune to this selloff in the market, the Fund outperformed from strong stock selection in the Pacific ex-Japan, Developed Europe, and Latin America regions. On a sector basis, this strong stock selection derived from positions in financials, energy, IT, and telecom. Within financials, insurance companies, including AXA and Direct Line, added value as did DNB, Norway’s largest retail and commercial bank. Petrobras rose strongly on election news which helped the relative performance of the portfolio’s energy segment. For the IT sector, holdings in Alibaba and Avago boosted returns while a position in America Movil led the telecom outperformance. On the negative side, poor stock selection in healthcare and consumer staples weighed on results as holdings in GN Store Nord and Tesco moved sharply lower during the quarter.

# Manager Evaluation

## T Rowe Price Overseas Stock

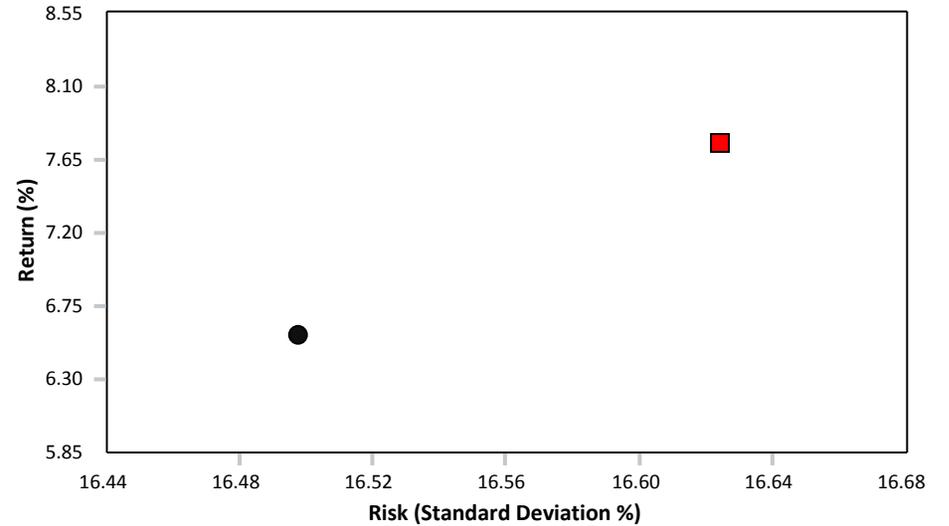
As of September 30, 2014

### 3 Year Risk and Return



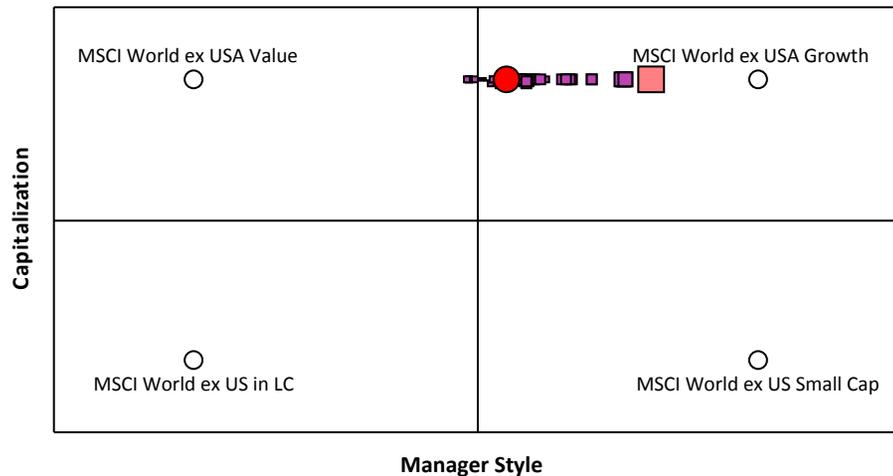
■ T Rowe Price Overseas Stock ● MSCI EAFE (net) Index

### 5 Year Risk and Return



■ T Rowe Price Overseas Stock ● MSCI EAFE (net) Index

### Style Map - 3 Years



■ Style History ■ Sep-2014 ● Average Style Exposure

### MPT Statistics vs. MSCI EAFE (net) Index

	3 Years	5 Years
Return	14.6	7.8
Standard Deviation	13.3	16.6
vs. MSCI EAFE (net) Index		
Alpha	1.7	1.2
Beta	0.9	1.0
R-Squared	1.0	1.0
Consistency	58.3	60.0
Up Market Capture	96.7	101.6
Down Market Capture	87.4	96.2
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	1.1	0.5

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## T Rowe Price Overseas Stock

As of September 30, 2014

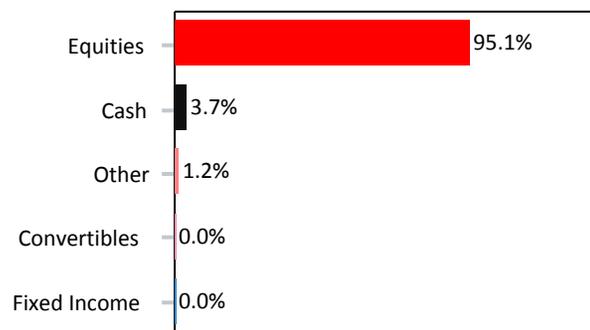
### Mutual Fund Information

Fund Name :	T Rowe Price International Funds, Inc: T Rowe Price Overseas Stock Fund	Portfolio Assets :	\$9,515 Million
Fund Family :	T Rowe Price Associates Inc	Fund Assets :	\$9,515 Million
Ticker :	TROSX	Portfolio Manager :	Raymond A. Mills
Inception Date :	12/29/2006	PM Tenure :	2007
Portfolio Turnover :	15%		

### Fund Investment Policy

The Fund seeks long-term growth of capital through investments in the common stocks of non-U.S. companies. The Fund will invest primarily in the stocks of large companies that have attractive prospects for capital appreciation.

### Asset Allocation as of 09/30/14



### Top 10 Securities as of 09/30/14

T Rowe Price Prime Reserve Fund	3.7 %
Nestle SA ORD	2.3 %
Bayer AG ORD	2.2 %
Royal Dutch Shell PLC DR	2.1 %
Novartis AG DR	2.1 %
Unilever PLC ORD	1.8 %
GlaxoSmithKline PLC DR	1.7 %
WPP PLC ORD	1.4 %
Volkswagen AG ORD	1.4 %
ROCHE HOLDING G PAR	1.4 %

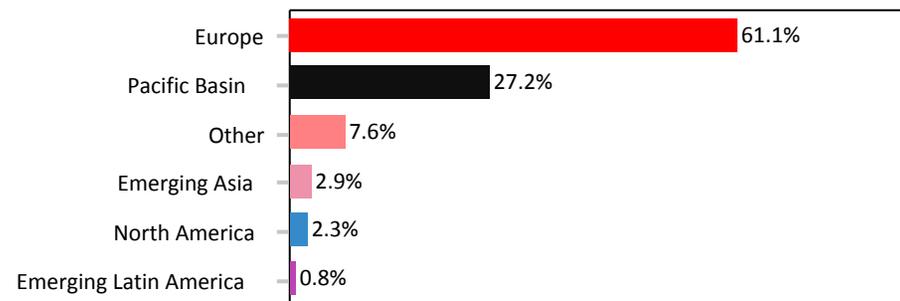
### Top 5 Countries as of 09/30/14

United Kingdom	17.7 %
Japan	17.3 %
Germany	10.4 %
Switzerland	9.4 %
France	8.0 %

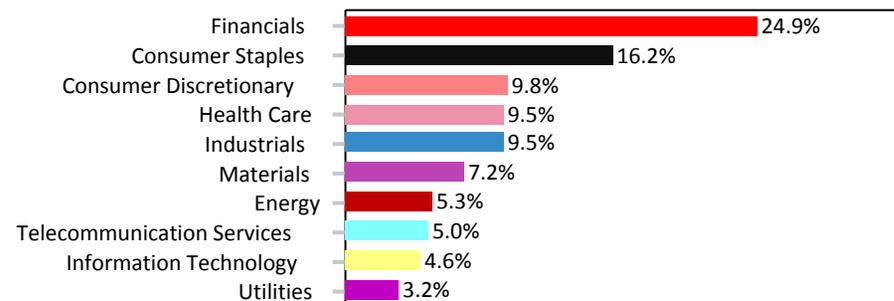
### Equity Characteristics as of 09/30/14

Total Securities	161
Avg. Market Cap	\$63,910 Million
P/E	19.3
P/B	3.0
Div. Yield	3.0%
Annual EPS	16.2

### Region Allocation as of 09/30/14



### Sector Allocation as of 09/30/14



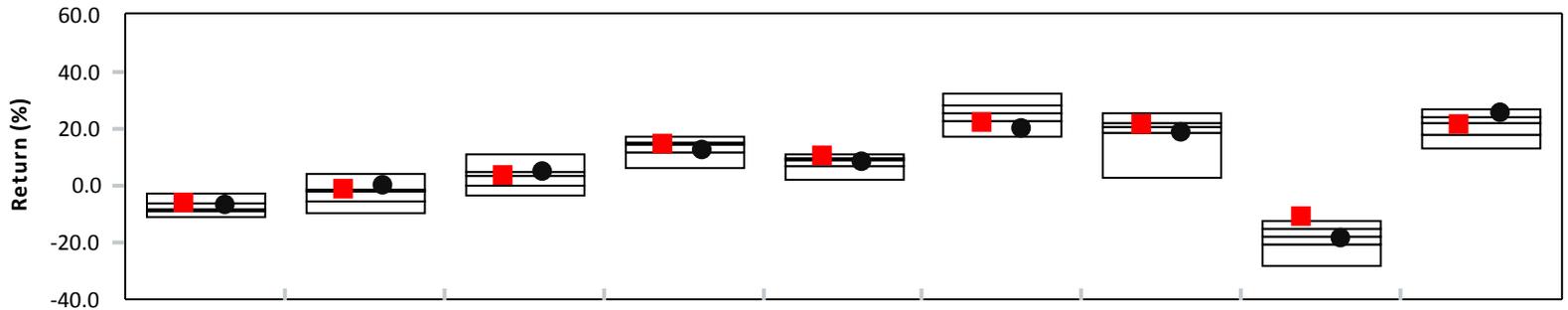
Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Templeton Instl Foreign Smaller Co Ser A

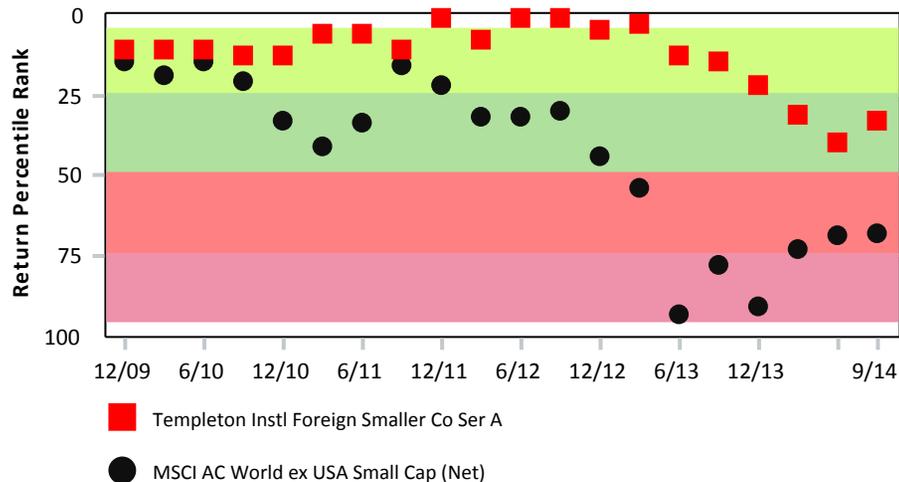
As of September 30, 2014

### Peer Group Analysis vs. IM International SMID Cap Core Equity (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ Templeton Instl Foreign Smaller Co Ser A	-6.5 (25)	-1.3 (30)	3.1 (55)	14.6 (33)	10.7 (8)	22.2 (80)	21.6 (30)	-11.3 (1)	21.4 (54)
● MSCI AC World ex USA Small Cap (Net)	-6.8 (28)	-0.1 (15)	4.6 (31)	12.5 (68)	8.3 (60)	19.7 (90)	18.5 (77)	-18.5 (64)	25.2 (8)
5th Percentile	-2.7	3.9	11.3	17.6	10.9	32.1	25.5	-12.8	26.8
1st Quartile	-6.5	-1.3	5.1	15.3	9.7	28.2	21.9	-15.3	24.4
Median	-8.0	-2.4	3.2	14.1	8.7	25.2	20.6	-17.7	22.1
3rd Quartile	-8.7	-5.4	0.0	11.7	6.9	22.7	18.9	-20.9	18.3
95th Percentile	-10.8	-9.5	-3.4	6.4	1.7	17.0	3.0	-28.4	12.9

### 3 Year Rolling Percentile Ranking vs. IM International SMID Cap Core Equity (MF)



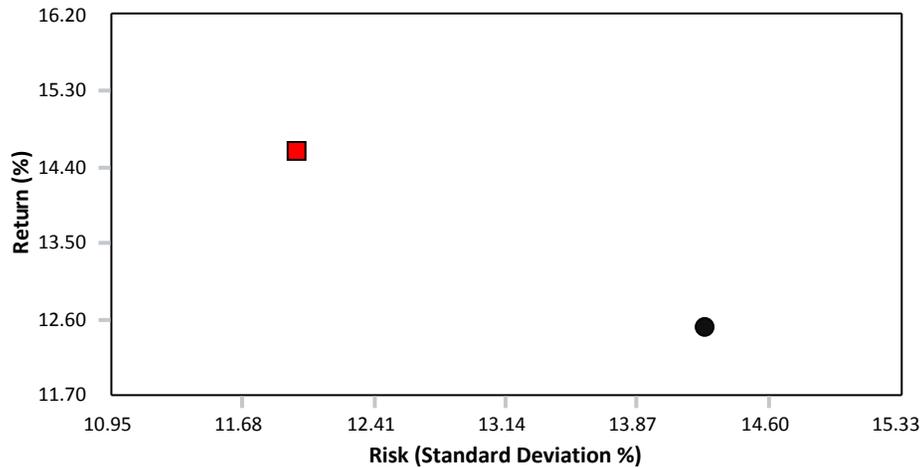
### Manager Commentary

3Q 2014 – The Templeton Institutional Foreign Smaller Companies strategy declined during the quarter, but outperformed its benchmark, the MSCI ACWI ex-US Small Cap Index. It was a difficult quarter for international markets as equities sold off in September on fears of slower global growth and deflation concerns in Europe and Japan. In particular, investors dumped their small caps holdings as they sought safety in large caps and bonds. At the same time, a strengthening of the US dollar exacerbated negative returns for US investors. All these factors were significant headwinds for international small cap funds, and Templeton’s strategy was no exception, however the team was able to reduce losses primarily from their asset allocation. Underweight positions in the worst performing sectors such as energy and materials, contributed to relative performance, and a 5% position in cash also aided results by providing protection for the portfolio as global markets sold off late in the quarter. On the negative side, an overweight allocation to Europe, the worst performing region during the quarter, and poor stock selection in industrials, consume staples, utilities and energy weighed on returns.

# Manager Evaluation

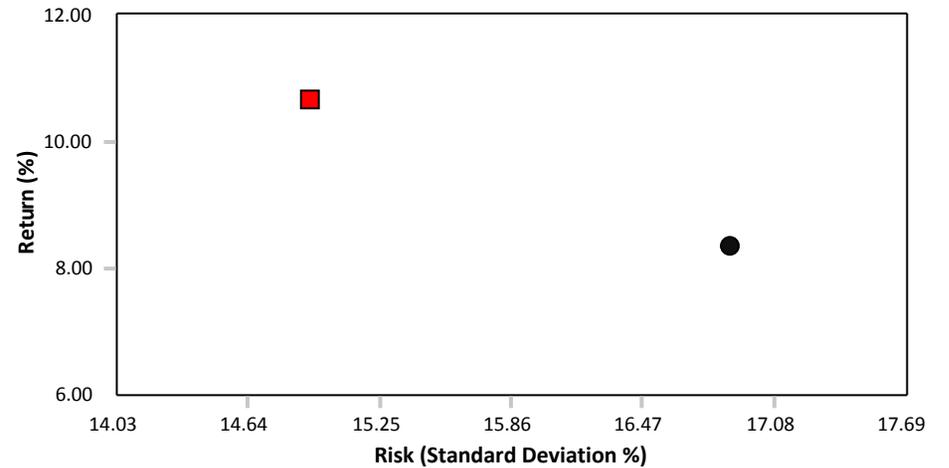
## Templeton Instl Foreign Smaller Co Ser A As of September 30, 2014

### 3 Year Risk and Return



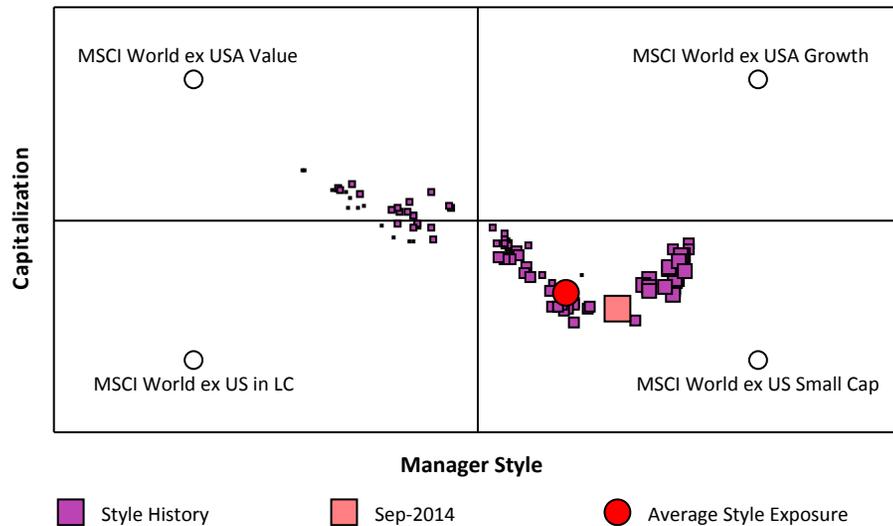
- Templeton Instl Foreign Smaller Co Ser A
- MSCI AC World ex USA Small Cap (Net)

### 5 Year Risk and Return



- Templeton Instl Foreign Smaller Co Ser A
- MSCI AC World ex USA Small Cap (Net)

### Style Map - 3 Years



### MPT Statistics vs. MSCI AC World ex USA Small Cap (Net)

	3 Years	5 Years
Return	14.6	10.7
Standard Deviation	12.0	14.9
vs. MSCI AC World ex USA Small Cap (Net)		
Alpha	3.9	3.1
Beta	0.8	0.9
R-Squared	1.0	1.0
Consistency	52.8	53.3
Up Market Capture	90.2	94.7
Down Market Capture	68.2	80.9
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	1.2	0.8

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Templeton Instl Foreign Smaller Co Ser A

As of September 30, 2014

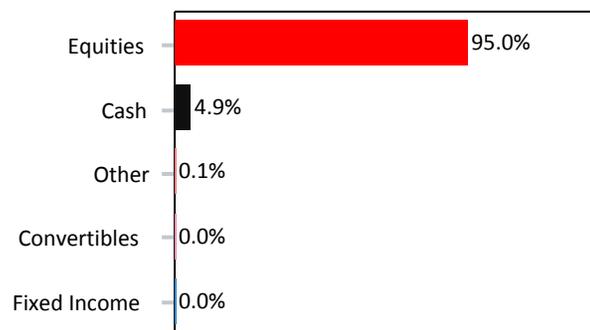
### Mutual Fund Information

Fund Name :	Templeton Institutional Funds: Foreign Smaller Companies Series	Portfolio Assets :	\$1,295 Million
Fund Family :	Franklin Templeton Investments	Fund Assets :	\$1,295 Million
Ticker :	TFSCX	Portfolio Manager :	Hodes/Sweeting
Inception Date :	10/21/2002	PM Tenure :	2007--2002
Portfolio Turnover :	24%		

### Fund Investment Policy

The Fund seeks long-term capital growth by investing at least 80% of its net assets in investments of smaller companies located outside the U.S., including emerging markets.

### Asset Allocation as of 09/30/14



### Top 10 Securities as of 09/30/14

Asics Corp ORD	2.0 %
Techtronic Industries Co Ltd ORD	1.9 %
Amer Sports Oyj ORD	1.9 %
Kobayashi Pharmaceutical Co Ltd ORD	1.8 %
VTech Holdings Ltd ORD	1.8 %
Gerresheimer AG ORD	1.8 %
Huhtamaki Oyj ORD	1.8 %
Aalberts Industries NV ORD	1.7 %
Simplo Technology Co Ltd ORD	1.6 %
Arcadis NV ORD	1.5 %

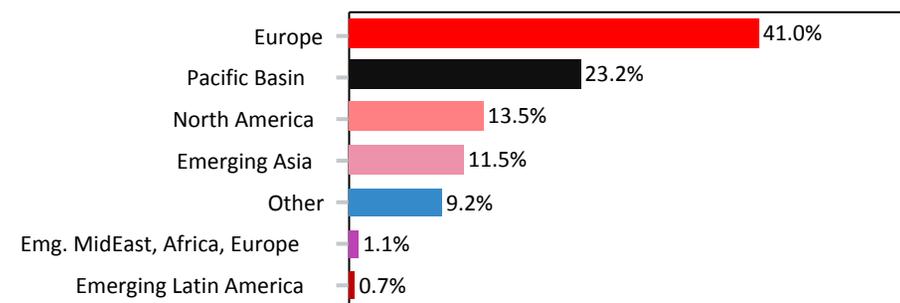
### Top 5 Countries as of 09/30/14

Japan	14.0 %
United Kingdom	8.9 %
Korea	8.3 %
Hong Kong	7.6 %
Canada	7.6 %

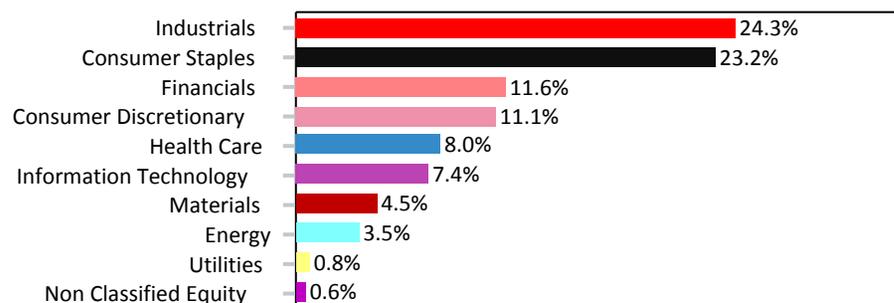
### Equity Characteristics as of 09/30/14

Total Securities	117
Avg. Market Cap	\$3,284 Million
P/E	21.9
P/B	2.6
Div. Yield	2.6%
Annual EPS	10.2

### Region Allocation as of 09/30/14



### Sector Allocation as of 09/30/14

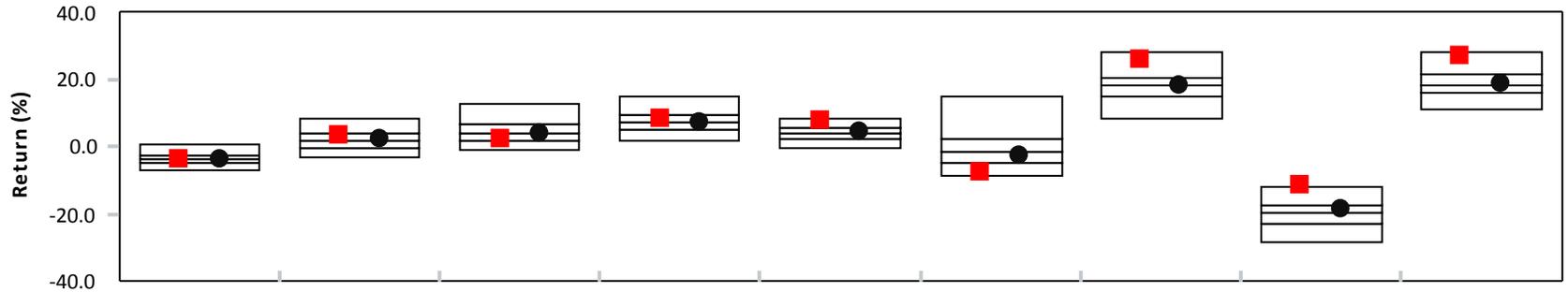


Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

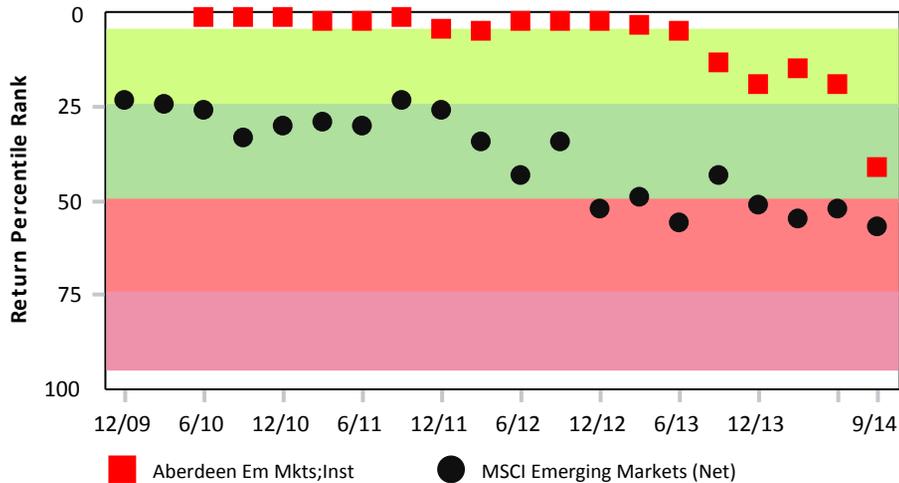
**Aberdeen Em Mkts;Inst**  
As of September 30, 2014

## Peer Group Analysis vs. IM Emerging Markets Equity (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ Aberdeen Em Mkts;Inst	-3.7 (50)	3.3 (30)	2.3 (74)	8.3 (41)	7.9 (10)	-7.5 (93)	26.2 (8)	-11.0 (4)	27.6 (7)
● MSCI Emerging Markets (Net)	-3.5 (42)	2.4 (42)	4.3 (50)	7.2 (57)	4.4 (46)	-2.6 (58)	18.2 (56)	-18.4 (35)	18.9 (44)
5th Percentile	0.8	8.6	13.1	15.0	8.7	14.9	28.2	-11.9	28.2
1st Quartile	-2.6	3.9	6.7	9.6	6.0	2.7	20.7	-17.4	22.0
Median	-3.7	1.9	4.3	7.6	4.1	-1.5	18.7	-19.5	18.3
3rd Quartile	-4.6	-0.2	2.1	5.3	2.6	-4.8	15.4	-23.2	16.5
95th Percentile	-6.7	-3.0	-0.8	1.9	-0.1	-8.4	8.4	-28.3	11.5

## 3 Year Rolling Percentile Ranking vs. IM Emerging Markets Equity (MF)



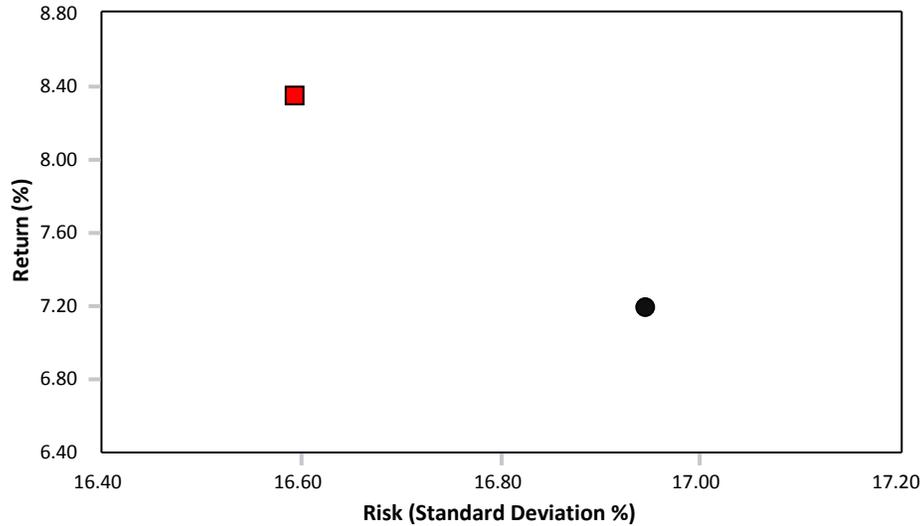
## Manager Commentary

3Q 2014 – The Aberdeen Emerging Markets Fund declined during the quarter and underperformed its benchmark. It was a difficult quarter for emerging markets as equities sold off in September on signs of global macroeconomic weakness and geopolitical issues. In addition, a strong rise in the US dollar compounded negative returns for US investors. The portfolio suffered from both negative stock selection and deleterious asset allocation. The leading detractor from performance was poor stock selection in Korea led by a position in Samsung, which outweighed gains from the portfolio's underweight exposure to the country. An overweight exposure and poor stock selection in Brazil hurt results as well, and negative stock selection in Mexico and Turkey were a further drag on performance. On a positive note, the Fund benefited from its overweight allocation to the more resilient emerging markets during the quarter, including India, the Philippines, and Thailand, while an underweight to Russia, the worst performing country last quarter, added value. In addition, strong stock selection in Hong Kong, China and India led by positions in AIA, Swire Pacific, China Mobile, and Infosys boosted returns.

# Manager Evaluation

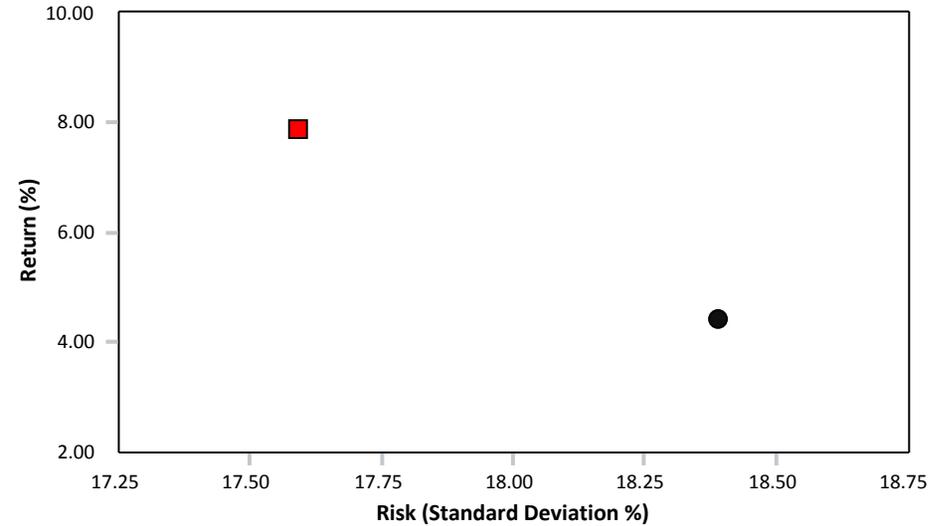
**Aberdeen Em Mkts;Inst**  
As of September 30, 2014

## 3 Year Risk and Return



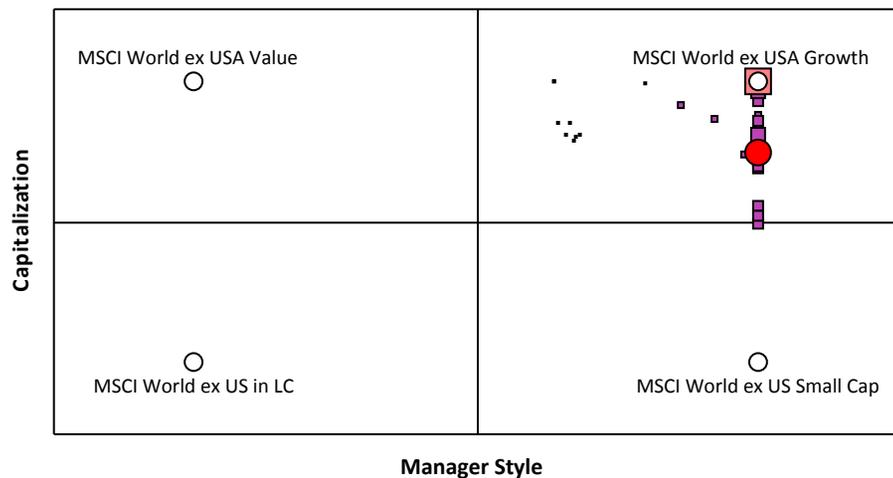
■ Aberdeen Em Mkts;Inst    ● MSCI Emerging Markets (Net)

## 5 Year Risk and Return



■ Aberdeen Em Mkts;Inst    ● MSCI Emerging Markets (Net)

## Style Map - 3 Years



■ Style History    ■ Sep-2014    ● Average Style Exposure

## MPT Statistics vs. MSCI Emerging Markets (Net)

	3 Years	5 Years
Return	8.3	7.9
Standard Deviation	16.6	17.6
vs. MSCI Emerging Markets (Net)		
Alpha	1.6	3.7
Beta	0.9	0.9
R-Squared	0.9	0.9
Consistency	47.2	55.0
Up Market Capture	100.0	100.1
Down Market Capture	94.5	85.4
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	0.6	0.5

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Aberdeen Em Mkts;Inst

As of September 30, 2014

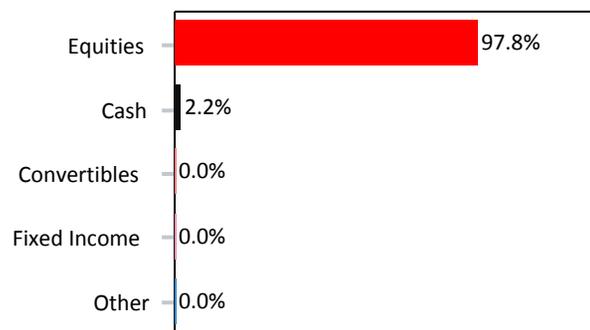
### Mutual Fund Information

Fund Name :	Aberdeen Funds: Aberdeen Emerging Markets Fund; Institutional Class Shares	Portfolio Assets :	\$9,985 Million
Fund Family :	Aberdeen Asset Management Inc	Fund Assets :	\$9,341 Million
Ticker :	ABEMX	Portfolio Manager :	Team Managed
Inception Date :	05/11/2007	PM Tenure :	
Portfolio Turnover :	3%		

### Fund Investment Policy

The Fund seeks long-term capital appreciation by investing primarily in stocks of emerging markets country issuers. The Fund will invest primarily in common stocks, but may also invest in other types of equity securities, including preferred stocks, convertible securities and depositary receipts.

### Asset Allocation as of 09/30/14



### Top 10 Securities as of 09/30/14

Samsung Electronics Co Ltd PFD	4.2 %
China Mobile Ltd ORD	3.6 %
Taiwan Semiconductor Manufacturing Co Ltd ORD	3.5 %
Banco Bradesco S/A DR	3.4 %
Fomento Economico Mexicano SAB de CV DR	2.9 %
Housing Development Finance Corporation Ltd ORD	2.9 %
Infosys Ltd ORD	2.8 %
Astra International Tbk PT ORD	2.7 %
AIA Group Ltd ORD	2.6 %
NK Lukoil OAO DR	2.6 %

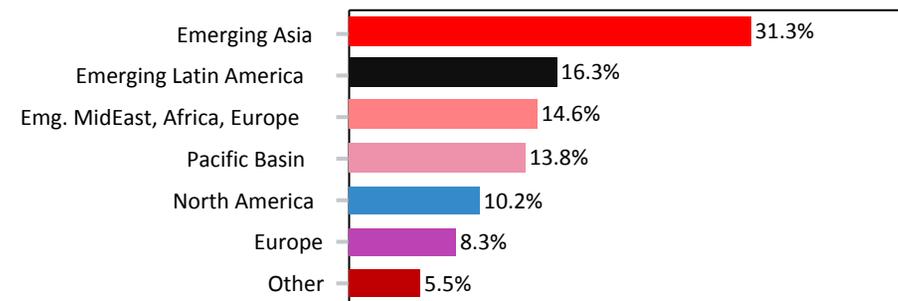
### Top 5 Countries as of 09/30/14

Brazil	15.0 %
India	13.5 %
Hong Kong	11.5 %
Mexico	7.0 %
Korea	5.5 %

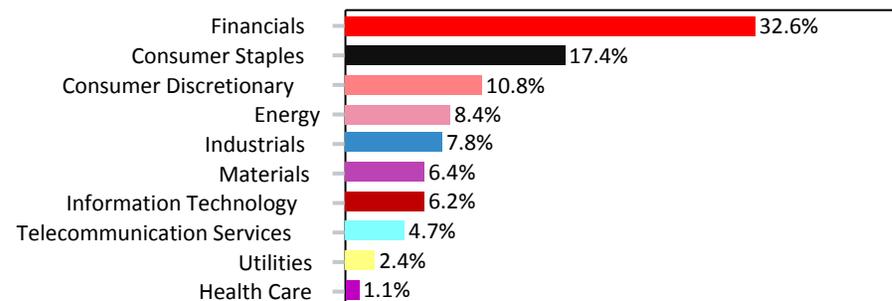
### Equity Characteristics as of 09/30/14

Total Securities	66
Avg. Market Cap	\$48,942 Million
P/E	22.6
P/B	4.2
Div. Yield	2.8%
Annual EPS	0.5

### Region Allocation as of 09/30/14



### Sector Allocation as of 09/30/14

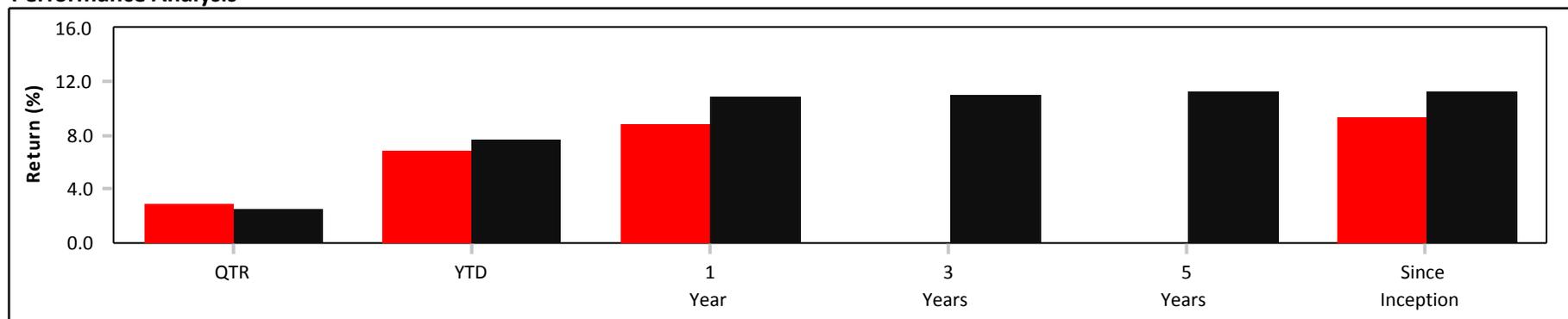


## Manager Evaluation

### Cornerstone Patriot Fund

As of September 30, 2014

#### Performance Analysis



	QTR	YTD	1 Year	3 Years	5 Years	Since Inception	Inception Date
<b>Cornerstone Patriot Fund</b>	<b>3.0</b>	<b>6.9</b>	<b>9.0</b>	<b>N/A</b>	<b>N/A</b>	<b>9.4</b>	<b>07/01/2012</b>
NCREIF Fund Index - ODCE (net)	2.5	7.7	10.9	11.1	11.2	11.3	
Difference	0.5	-0.8	-1.9	N/A	N/A	-1.9	

#### Manager Commentary

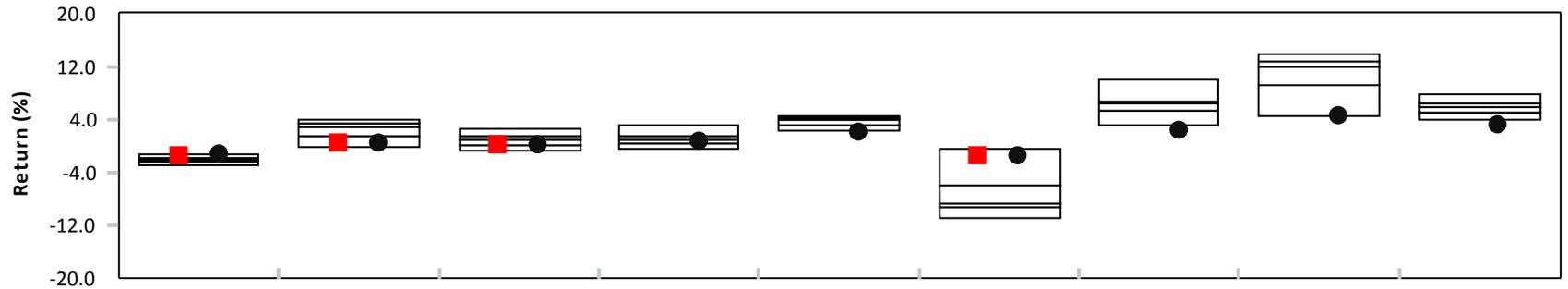
3Q 2014 - The Patriot Fund posted a net return of 3.0% in the quarter, comprised of 1.0% in net income and 2.0% in appreciation, finishing in line with the NCREIF-ODCE Index. The fund's conservative use of leverage compared to the majority of peers comprising the index, continues to be the primary relative performance headwind, although leverage was increased modestly (LTV of 23.1%) during the quarter. Core occupancy remains high at approximately 94%, generating strong and consistent annualized dividend payments. Transaction activity was significant again this quarter, with five acquisitions closed during the period for a total of \$400 million. Full transactions details are not yet available, however the new acquisitions included 801 Figueroa, a 24-story office building in Los Angeles, CA, Gateway/190, a 5-building industrial portfolio outside of Dallas, TX, and Weston Road Shopping Center, a large neighborhood retail center in Ft. Lauderdale, FL. In addition, the fund closed on a new mezzanine debt position, Block 67 in Portland, OR, which will be included in the fund's value add component and is a targeted short-term income enhancement. Finally, the fund closed on \$97 million in new debt financing during the quarter. The investment team is currently in the final due diligence stages on two retail investments totaling \$90 million, with closings anticipated for the fourth quarter of this year.

# Manager Evaluation

## Vanguard Short Term Inflation Prot; Adm

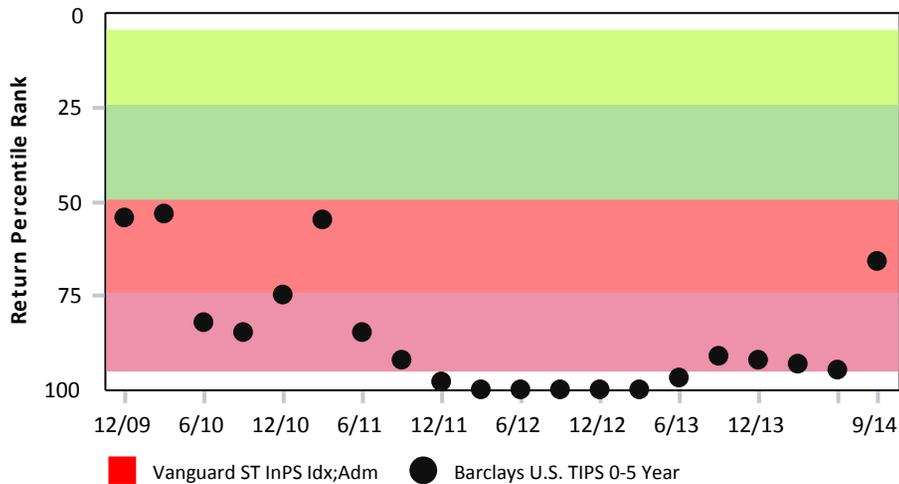
As of September 30, 2014

### Peer Group Analysis vs. IM U.S. TIPS (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ Vanguard ST InPS Idx;Adm	-1.4 (9)	0.3 (91)	0.1 (79)	N/A	N/A	-1.5 (7)	N/A	N/A	N/A
● Barclays U.S. TIPS 0-5 Year	-1.4 (8)	0.4 (89)	0.2 (74)	0.6 (66)	2.2 (98)	-1.6 (8)	2.4 (98)	4.5 (95)	3.3 (97)
5th Percentile	-1.3	4.1	2.6	3.1	4.6	-0.5	10.0	13.8	7.8
1st Quartile	-1.9	3.4	1.5	1.5	4.2	-5.8	6.9	12.9	6.4
Median	-2.2	2.8	1.0	1.0	3.9	-8.7	6.3	11.9	5.9
3rd Quartile	-2.4	1.6	0.1	0.5	3.2	-9.3	5.5	9.2	5.2
95th Percentile	-2.9	-0.2	-0.8	-0.4	2.4	-10.8	3.2	4.4	3.9

### 3 Year Rolling Percentile Ranking vs. IM U.S. TIPS (MF)



### Manager Commentary

3Q 2014 - In accordance with its objective, the Vanguard Short Term Inflation Protected Fund sufficiently tracked its index during the period.

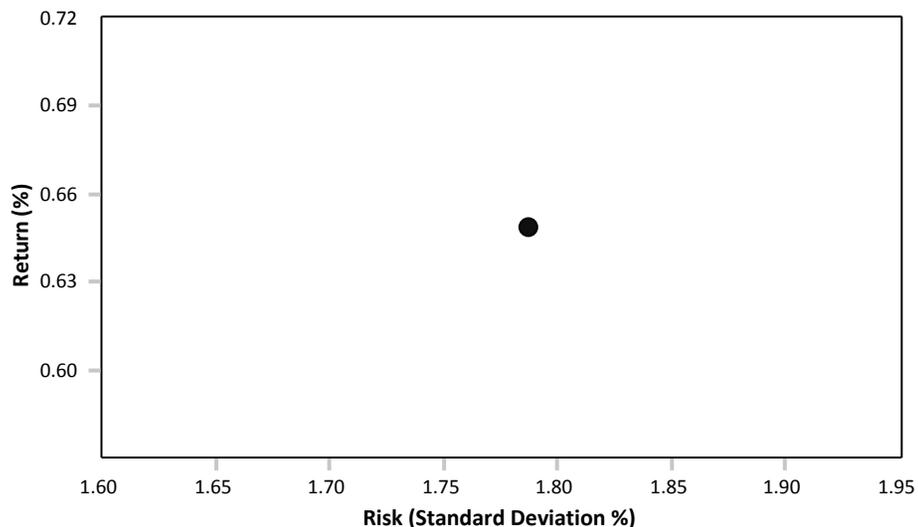
Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Vanguard Short Term Inflation Prot; Adm

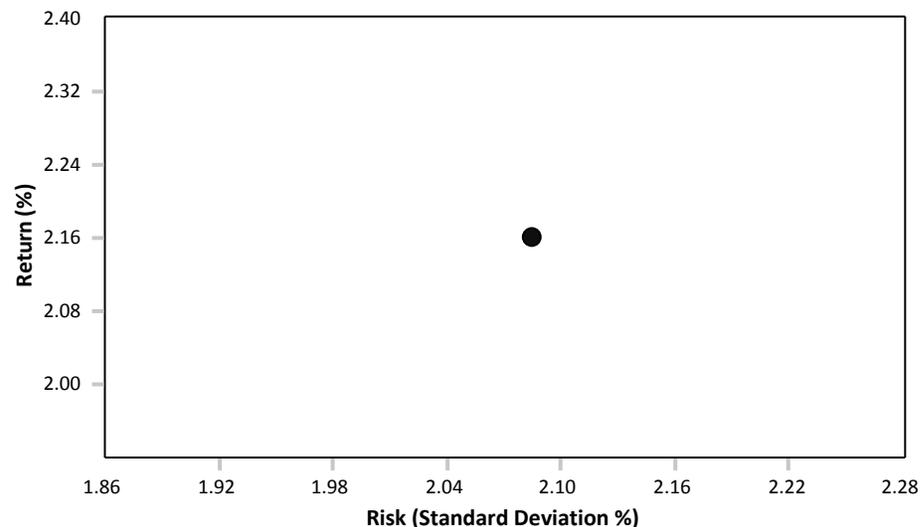
As of September 30, 2014

### 3 Year Risk and Return



■ Vanguard ST InPS Idx;Adm    
 ● Barclays U.S. TIPS 0-5 Year

### 5 Year Risk and Return



■ Vanguard ST InPS Idx;Adm    
 ● Barclays U.S. TIPS 0-5 Year

### Style Map - 3 Years

Not Enough Data.

### MPT Statistics vs. Barclays U.S. TIPS 0-5 Year

	3 Years	5 Years
Return	N/A	N/A
Standard Deviation	N/A	N/A
vs. Barclays U.S. TIPS 0-5 Year		
Alpha	N/A	N/A
Beta	N/A	N/A
R-Squared	N/A	N/A
Consistency	N/A	N/A
Up Market Capture	N/A	N/A
Down Market Capture	N/A	N/A
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	N/A	N/A

# Manager Evaluation

## Vanguard Short Term Inflation Prot; Adm

As of September 30, 2014

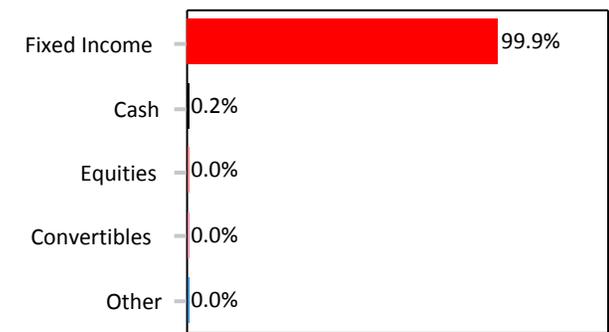
### Mutual Fund Information

Fund Name :	Vanguard Malvern Funds: Vanguard Short-Term Inflation-Protected Securities Index Fund; Admiral Class Shares	Portfolio Assets :	\$10,077 Million
Fund Family :	Vanguard Group Inc	Fund Assets :	\$1,518 Million
Ticker :	VTAPX	Portfolio Manager :	Barrickman/Wright-Casparius
Inception Date :	10/16/2012	PM Tenure :	2012--2012
Portfolio Turnover :	13%		

### Fund Investment Policy

The Fund seeks to track the performance of a benchmark index, Barclays U.S. Treasury Inflation-Protected Securities (TIPS) 0-5 Year Index, that measures the investment return of inflation-protected public obligations of the U.S. Treasury with remaining maturities of less than five years.

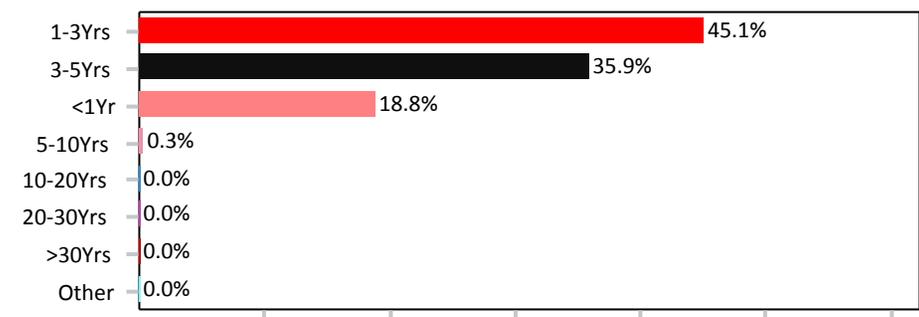
### Asset Allocation as of 09/30/14      Top 10 Securities as of 09/30/14      Fixed Income Characteristics as of 09/30/14



Treasury Notes/Bonds	99.9 %
----------------------	--------

Avg. Coupon	1.10 %
Nominal Maturity	N/A
Effective Maturity	2.43 Years
Duration	2.39 Years
SEC 30 Day Yield	N/A
Avg. Credit Quality	AAA

### Maturity Distribution as of 09/30/14



### Quality Allocation as of 09/30/14

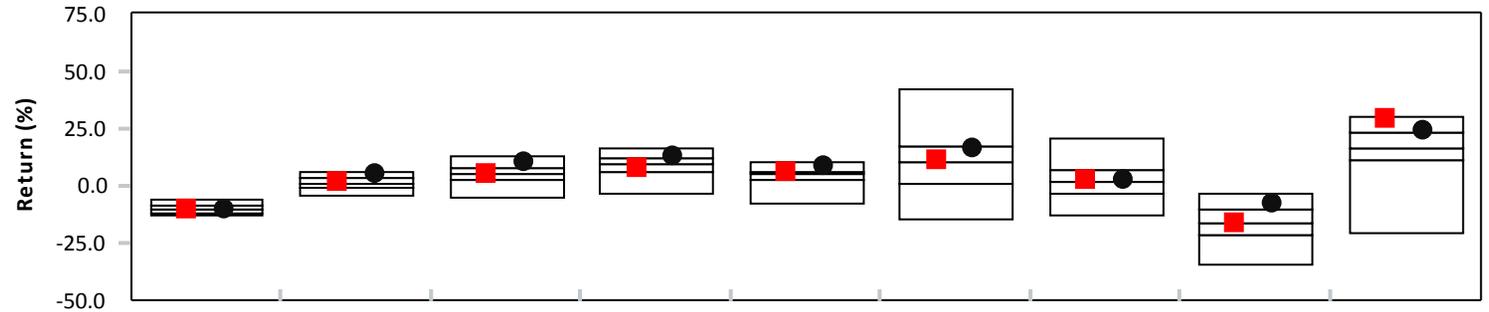


Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

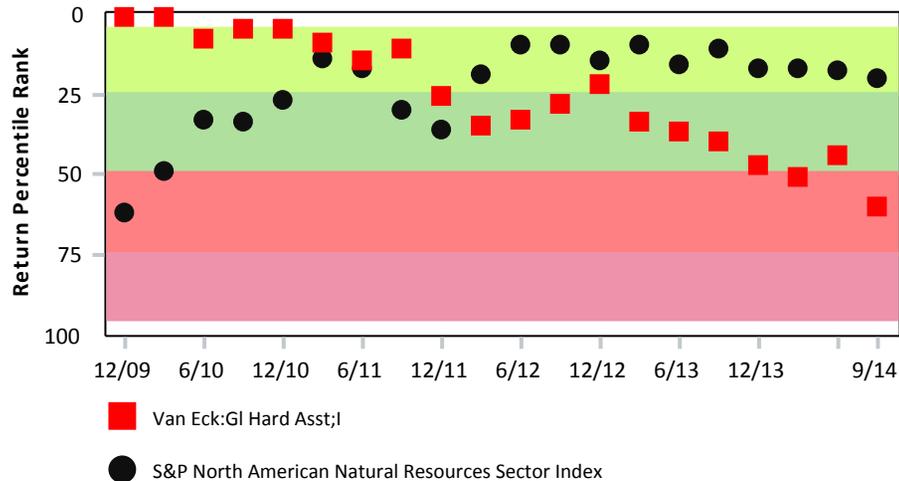
Van Eck:GI Hard Asst;I  
As of September 30, 2014

## Peer Group Analysis vs. IM Global Natural Resources (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ Van Eck:GI Hard Asst;I	-10.5 (60)	1.6 (42)	5.2 (51)	8.1 (60)	5.9 (34)	11.2 (46)	2.9 (42)	-16.3 (50)	28.9 (8)
● S&P North American Natural Resources Sector Index	-10.0 (49)	4.8 (14)	10.3 (8)	12.5 (20)	8.8 (8)	16.5 (26)	2.2 (46)	-7.4 (10)	23.9 (23)
5th Percentile	-6.2	6.1	12.6	16.0	10.4	42.4	20.4	-3.6	30.3
1st Quartile	-8.3	3.5	7.7	12.0	6.4	17.0	7.1	-10.8	23.2
Median	-10.1	1.0	5.2	9.2	4.7	10.2	1.5	-16.3	16.6
3rd Quartile	-12.1	-1.1	2.3	6.1	2.2	1.1	-3.5	-21.4	11.0
95th Percentile	-13.1	-4.7	-5.1	-3.2	-7.6	-14.7	-13.3	-34.2	-20.5

## 3 Year Rolling Percentile Ranking vs. IM Global Natural Resources (MF)



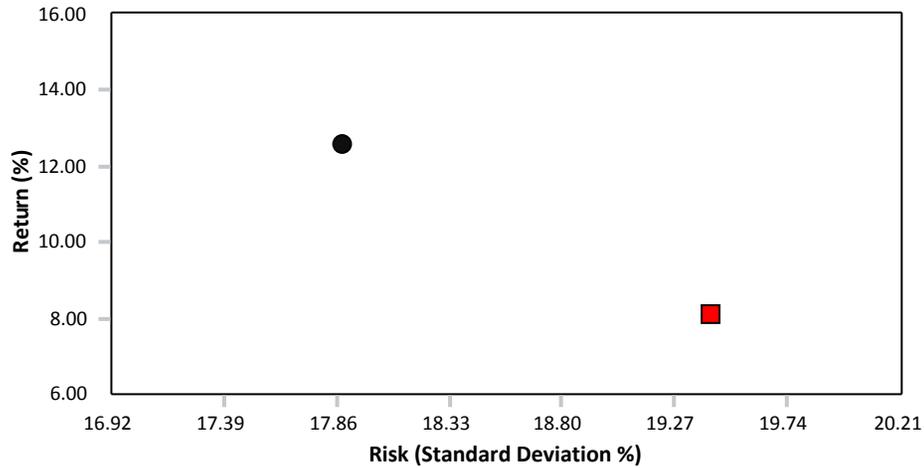
## Manager Commentary

3Q 2014 - The Van Eck Global Hard Asset Fund posted a negative absolute return and underperformed the index in the third quarter. Resource related equities suffered drawdowns in the period, hurt by general global economic weakness, the strengthening of the U.S dollar relative to other producing country currencies, and strong supply characteristics in the energy and agricultural commodity sectors. Fund performance continues to be driven by positions in the energy sector. Exposures to Oil & Gas Exploration & Production companies, as well as Oil & Gas Equipment & Service firms, were the primary detractors this period. Specifically, positions in Concho Resources, CONSOL Energy, and Schlumberger were all negative. The fund's zero-weight in integrated oil & gas companies, also detracted, as those diversified firms offered some protection in the market selloff. On the positive side, the funds dedicated allocation to steel and agricultural products contributed modestly. Despite the difficult environment experienced in the quarter, the team remains committed to their long-term thematic exposures, primarily amplified global commodity demand and unconventional energy sources. The Fund maintains a more diversified exposure to natural resource equities relative to the S&P North America Resource Index, which is heavily weighted toward the energy sector.

# Manager Evaluation

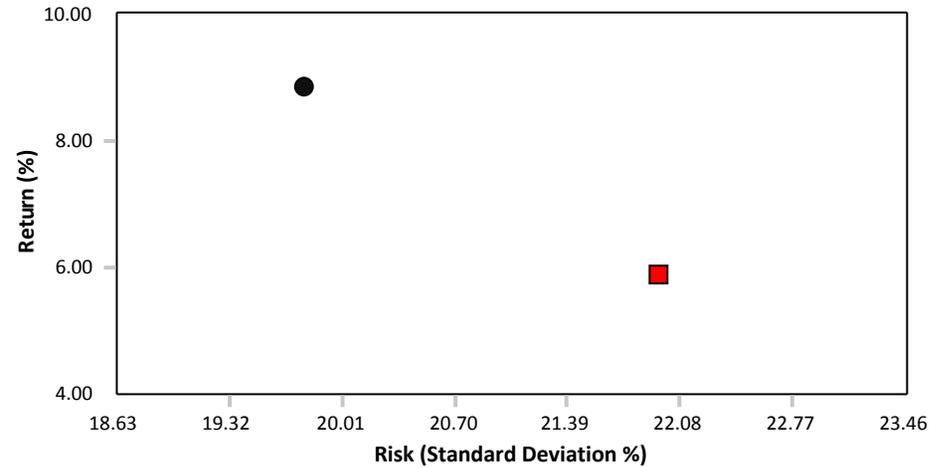
Van Eck:GI Hard Asst;I  
As of September 30, 2014

## 3 Year Risk and Return



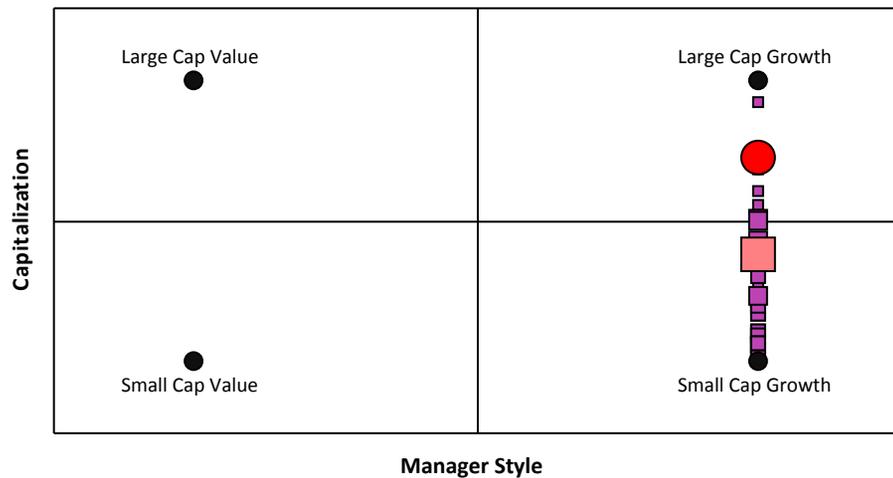
- Van Eck:GI Hard Asst;I
- S&P North American Natural Resources Sector Index

## 5 Year Risk and Return



- Van Eck:GI Hard Asst;I
- S&P North American Natural Resources Sector Index

## Style Map - 3 Years



- Style History
- Sep-2014
- Average Style Exposure

## MPT Statistics vs. S&P North American Natural Resources Sector Index

	3 Years	5 Years
Return	8.1	5.9
Standard Deviation	19.4	22.0
vs. S&P North American Natural Resources Sector Index		
Alpha	-4.4	-3.1
Beta	1.1	1.1
R-Squared	0.9	0.9
Consistency	30.6	38.3
Up Market Capture	98.1	104.0
Down Market Capture	117.5	116.1
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	0.5	0.4

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Van Eck:GI Hard Asst;I

As of September 30, 2014

### Mutual Fund Information

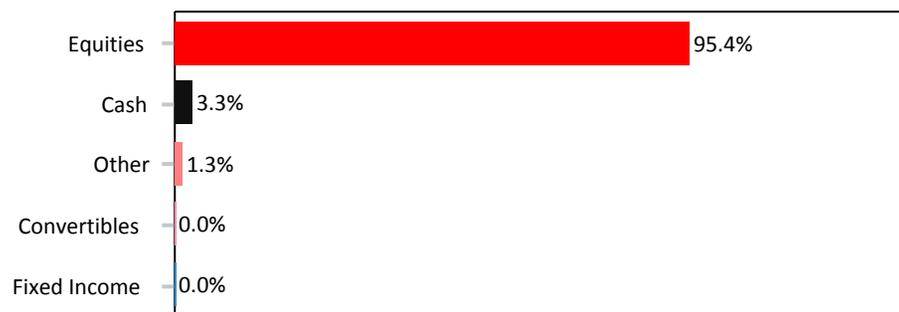
Fund Name : Van Eck Funds: Global Hard Assets Fund; Class I Shares  
 Fund Family : Van Eck Associates Corporation  
 Ticker : GHAIX  
 Inception Date : 05/02/2006  
 Portfolio Turnover : 33%

Portfolio Assets : \$4,246 Million  
 Fund Assets : \$2,573 Million  
 Portfolio Manager : Team Managed  
 PM Tenure :

### Fund Investment Policy

The Fund seeks long-term capital appreciation by investing primarily in "Hard Asset Securities". Income is a secondary consideration.

### Asset Allocation as of 09/30/14



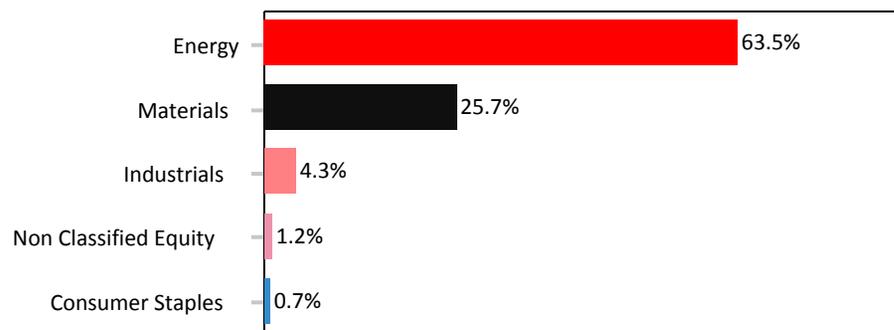
### Top 10 Securities as of 09/30/14

Glencore plc ORD	5.0 %
Halliburton Co ORD	4.3 %
Schlumberger NV ORD	4.2 %
Cimarex Energy Co ORD	4.1 %
Pioneer Natural Resources Co ORD	4.0 %
Concho Resources Inc ORD	4.0 %
CONSOL Energy Inc ORD	3.8 %
Invesco Treasury Portfolio;Institutional	3.3 %
Anadarko Petroleum Corp ORD	3.2 %
First Quantum Minerals Ltd ORD	3.2 %

### Equity Characteristics as of 09/30/14

Total Securities	60
Avg. Market Cap	\$25,199 Million
P/E	27.3
P/B	2.2
Div. Yield	1.6%
Annual EPS	-4.0
5Yr EPS	1.9
3Yr EPS Growth	18.4

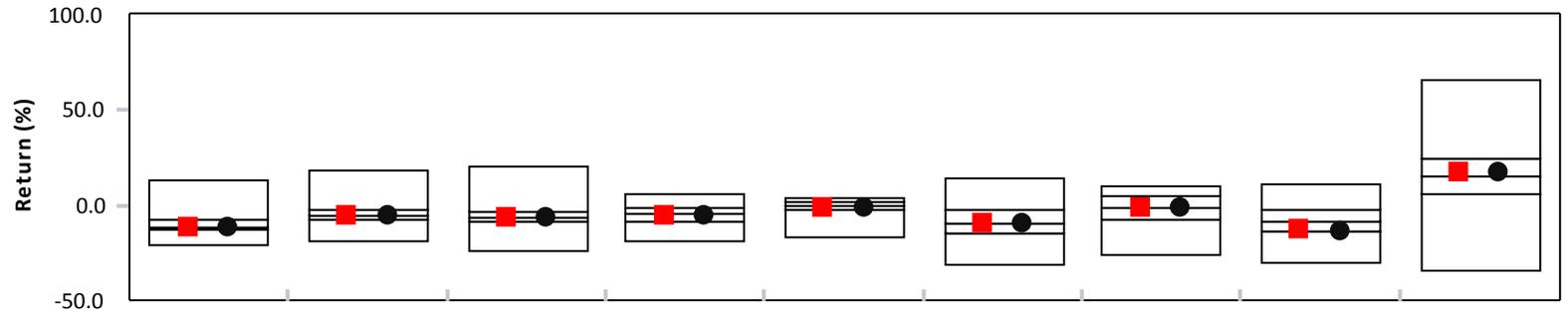
### Sector Allocation as of 09/30/14



# Manager Evaluation

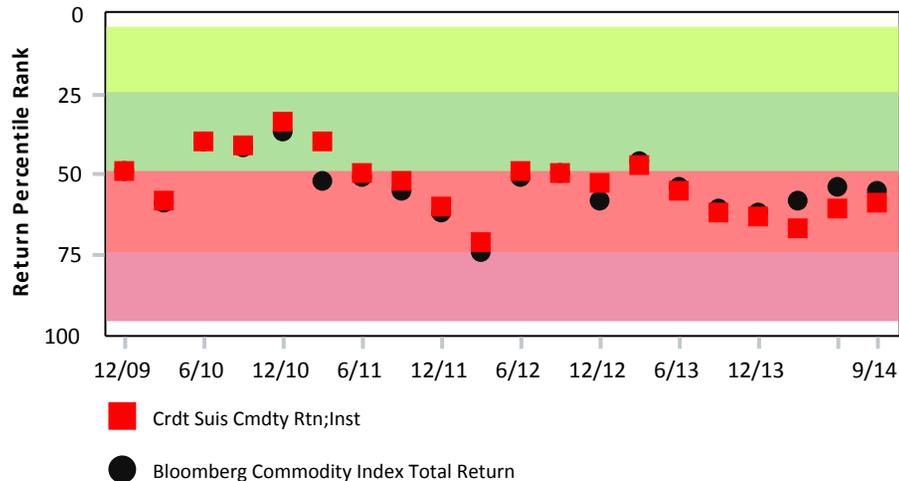
Crdt Suis Cmdty Rtn;Inst  
As of September 30, 2014

## Peer Group Analysis vs. IM All Commodities (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ Crdt Suis Cmdty Rtn;Inst	-11.4 (49)	-5.7 (55)	-6.6 (48)	-5.8 (59)	-1.4 (61)	-10.0 (55)	-1.8 (58)	-12.3 (67)	16.9 (41)
● Bloomberg Commodity Index Total Return	-11.8 (61)	-5.6 (54)	-6.6 (48)	-5.3 (55)	-1.4 (62)	-9.5 (50)	-1.1 (50)	-13.3 (72)	16.8 (41)
5th Percentile	13.3	18.6	20.7	5.6	3.7	14.5	10.4	11.2	65.9
1st Quartile	-7.6	-2.3	-3.0	-1.2	1.4	-1.9	4.4	-2.3	24.0
Median	-11.5	-5.3	-6.8	-4.8	-0.4	-9.7	-1.1	-8.3	15.5
3rd Quartile	-12.6	-7.7	-9.0	-8.7	-2.3	-14.9	-7.7	-13.9	5.7
95th Percentile	-20.7	-18.9	-23.7	-18.6	-17.2	-31.2	-26.6	-30.2	-34.2

## 3 Year Rolling Percentile Ranking vs. IM All Commodities (MF)



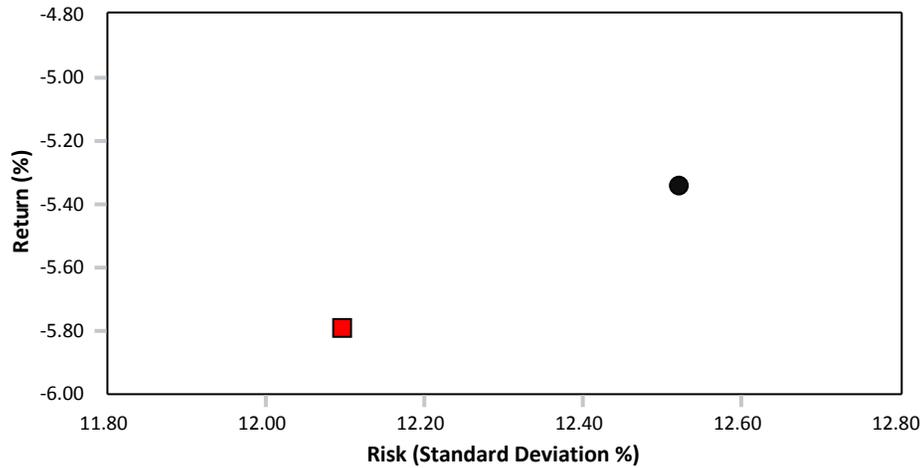
## Manager Commentary

3Q 2014 – The Credit Suisse Commodity Return Fund fell sharply on an absolute basis and performed roughly in line with the Bloomberg Commodity Index, as expected. The fund's modest relative outperformance was attributable to curve positioning, where longer dated positions did not react as sharply to the excess supply expectations that sent prices for the majority of sectors down sharply. In general, fund's commodity exposure was positioned further out the curve relative to the index in the majority of sectors. The team continues to utilize an active role strategy and takes a conservative approach toward management of the collateral pool.

# Manager Evaluation

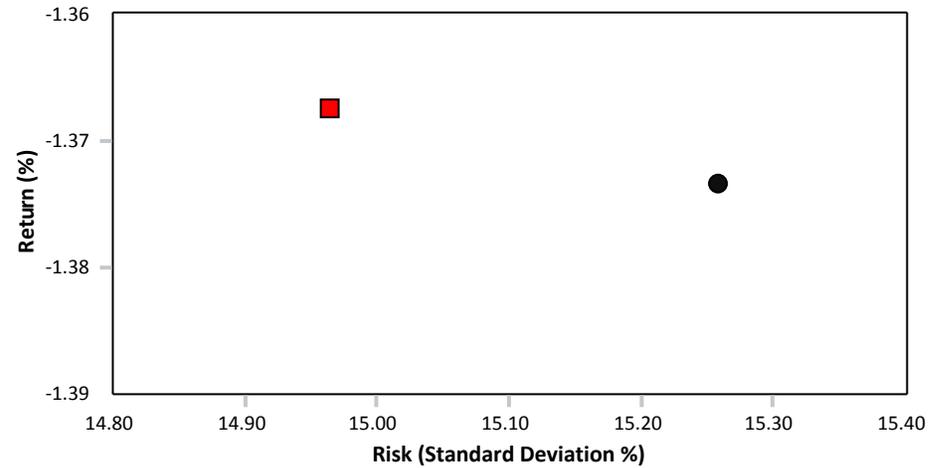
**Crdt Suis Cmdty Rtn;Inst**  
As of September 30, 2014

## 3 Year Risk and Return



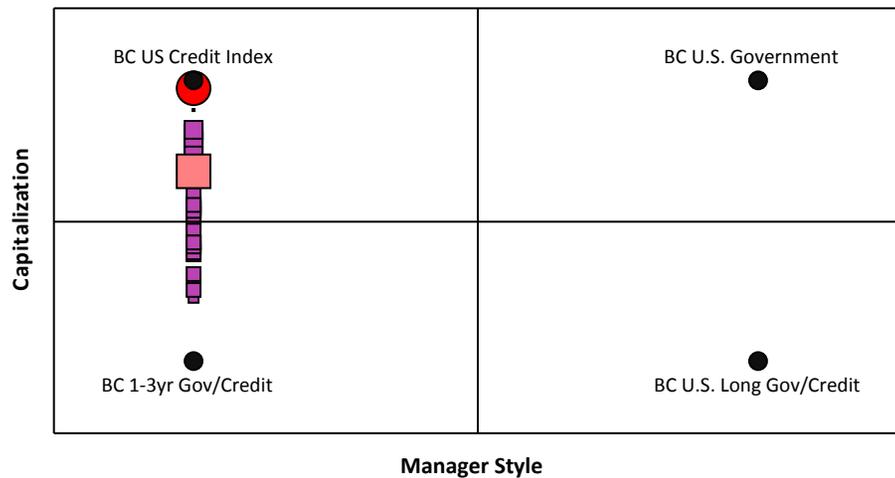
- Crdt Suis Cmdty Rtn;Inst
- Bloomberg Commodity Index Total Return

## 5 Year Risk and Return



- Crdt Suis Cmdty Rtn;Inst
- Bloomberg Commodity Index Total Return

## Style Map - 3 Years



- Style History
- Sep-2014
- Average Style Exposure

## MPT Statistics vs. Bloomberg Commodity Index Total Return

	3 Years	5 Years
Return	-5.8	-1.4
Standard Deviation	12.1	15.0
vs. Bloomberg Commodity Index Total Return		
Alpha	-0.7	0.0
Beta	1.0	1.0
R-Squared	1.0	1.0
Consistency	61.1	58.3
Up Market Capture	94.4	97.7
Down Market Capture	98.3	97.9
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	-0.4	0.0

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## Crdt Suis Cmdty Rtn;Inst

As of September 30, 2014

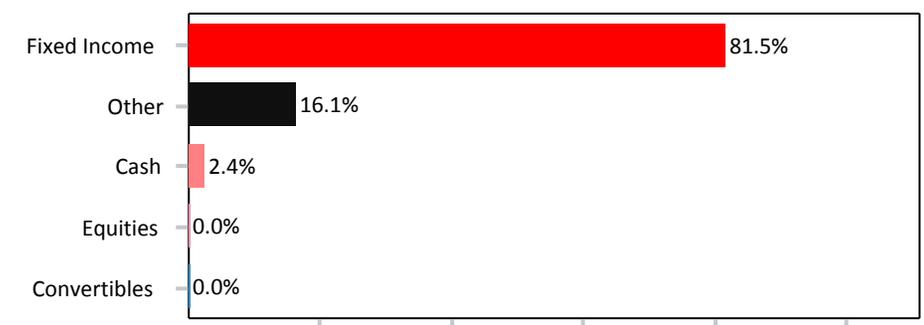
### Mutual Fund Information

Fund Name :	Credit Suisse Commodity Return Strategy Fund; Institutional Class Shares	Portfolio Assets :	\$5,683 Million
Fund Family :	Credit Suisse Asset Management LLC	Fund Assets :	\$5,449 Million
Ticker :	CRSOX	Portfolio Manager :	Burton/Louie
Inception Date :	12/30/2004	PM Tenure :	2005--2010
Portfolio Turnover :	99%		

### Fund Investment Policy

The Fund seeks total return. The Fund will invest at least 80% of its net assets, plus any borrowings for investment purposes, in a credit risk combination of commodity-linked derivative instruments and fixed-income securities backing those instruments.

### Asset Allocation as of 09/30/14



### Top 10 Securities as of 09/30/14

CREDIT SUISSE COMMODITY-RETURN PLUS STRATEGY FD CL	0.3 %
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### Equity Characteristics as of 09/30/14

Total Securities	49
Avg. Market Cap	-
P/E	N/A
P/B	N/A
Div. Yield	N/A
Annual EPS	N/A
5Yr EPS	N/A
3Yr EPS Growth	N/A

### Sector Allocation as of 09/30/14



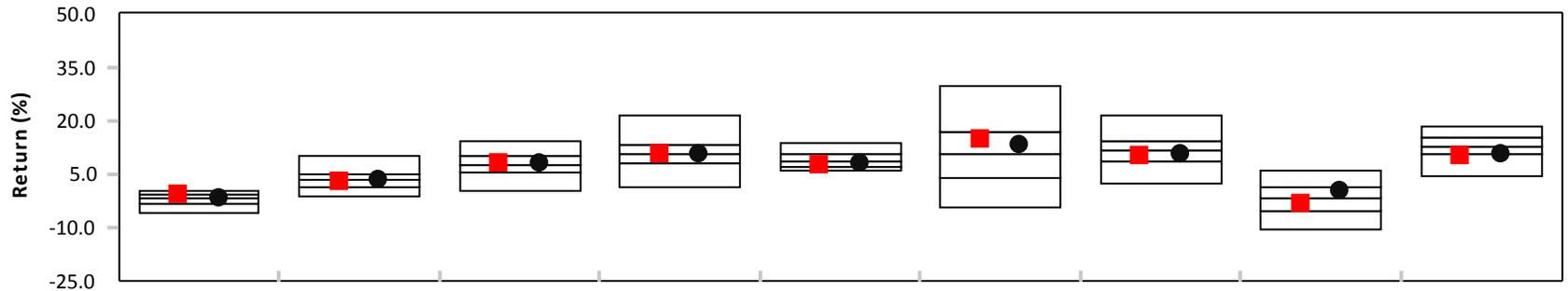
Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## BlackRock Global Allocation I

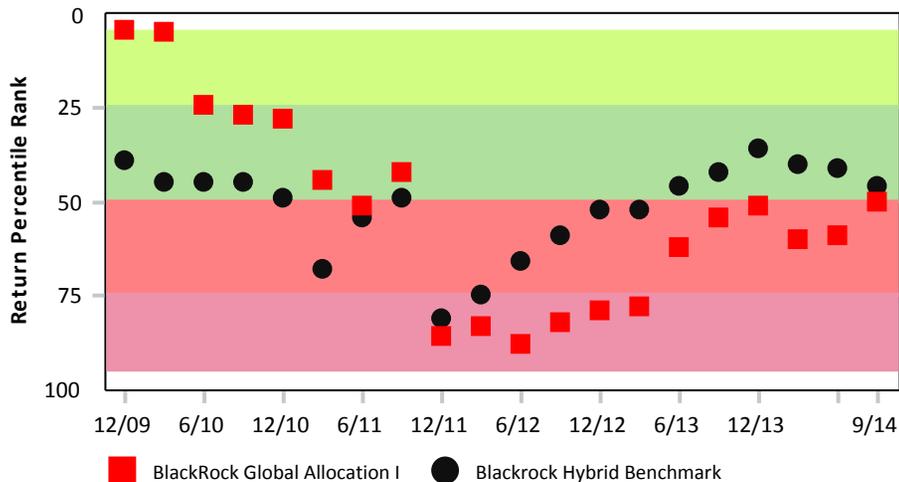
As of September 30, 2014

### Peer Group Analysis vs. IM Flexible Portfolio (MF)



	QTR	YTD	1 Year	3 Years	5 Years	2013	2012	2011	2010
■ BlackRock Global Allocation I	-0.9 (25)	2.7 (57)	7.9 (49)	10.8 (50)	7.4 (73)	14.7 (35)	10.3 (60)	-3.4 (65)	10.2 (79)
● BlackRock Hybrid Benchmark	-1.9 (49)	3.4 (49)	7.9 (49)	10.9 (46)	8.0 (61)	13.3 (41)	10.5 (58)	0.4 (33)	10.7 (74)
5th Percentile	0.3	10.0	14.5	21.8	13.6	30.0	21.6	6.0	18.5
1st Quartile	-0.9	4.9	10.4	13.2	10.6	17.0	14.1	1.5	15.2
Median	-1.9	3.2	7.8	10.7	8.6	10.7	11.5	-1.6	12.5
3rd Quartile	-3.2	1.5	5.3	8.3	7.3	4.2	8.5	-5.3	10.6
95th Percentile	-5.7	-1.4	0.5	1.4	5.9	-4.2	2.6	-10.5	4.3

### 3 Year Rolling Percentile Ranking vs. IM Flexible Portfolio (MF)



### Manager Commentary

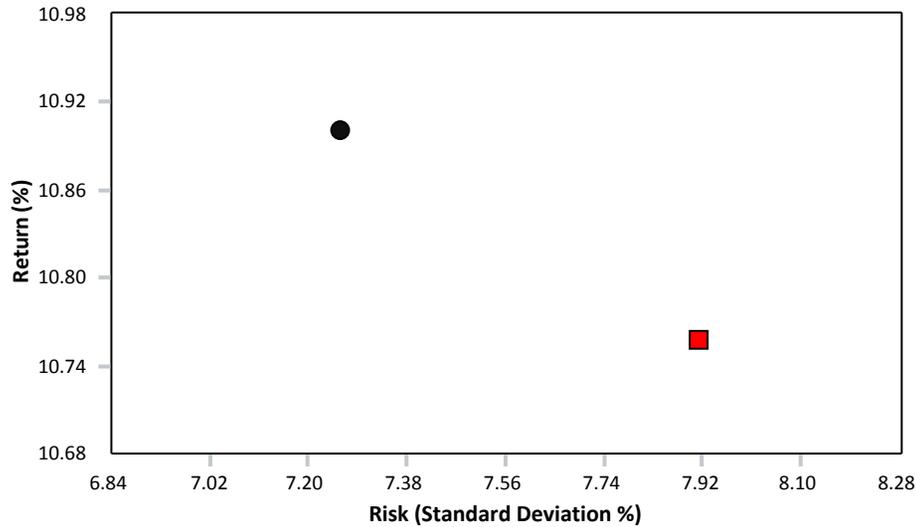
3Q 2014 – The BlackRock Global Allocation fund declined during the quarter, but outpaced its blended benchmark. Market volatility spiked during the period as investors grew concerned about slowing global economic growth, rising geopolitical tensions in the Middle East and the upcoming end to the Fed’s bond buying program. An overweight and stock selection in Japan was one of the largest contributors during the period. Japanese equities are the team’s most preferred equity market and as such remain overweight. A hedge on the euro and Japanese yen was also beneficial this quarter, as the U.S. dollar made significant gains against a broad number of international currencies. The strategy now has 68% of its currency exposure in U.S. dollars. The team continues to view U.S. equities as expensive and as such further reduced the exposure, ending the period at 22%. The Fund’s cash position also increased during the quarter to help minimize the duration and volatility of the portfolio. The strategy ended the quarter underweight to both equities and fixed income and overweight to cash.

# Manager Evaluation

## BlackRock Global Allocation I

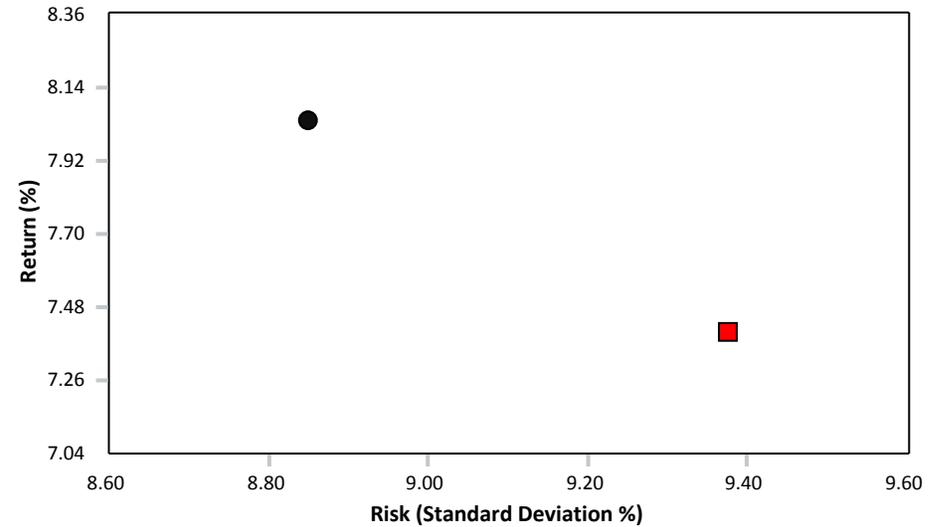
As of September 30, 2014

### 3 Year Risk and Return



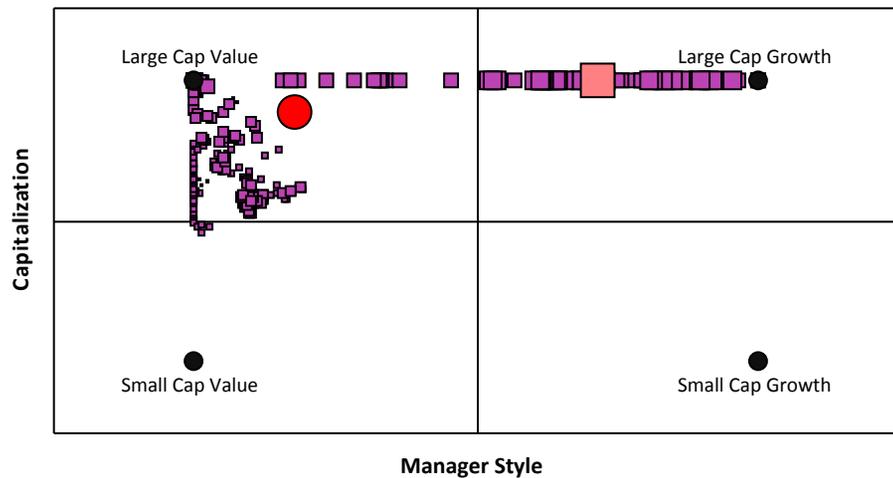
BlackRock Global Allocation I BlackRock Hybrid Benchmark

### 5 Year Risk and Return



BlackRock Global Allocation I BlackRock Hybrid Benchmark

### Style Map - 3 Years



Style History Sep-2014 Average Style Exposure

### MPT Statistics vs. Blackrock Hybrid Benchmark

	3 Years	5 Years
Return	10.8	7.4
Standard Deviation	7.9	9.4
vs. Blackrock Hybrid Benchmark		
Alpha	-0.7	-0.8
Beta	1.1	1.0
R-Squared	0.9	0.9
Consistency	52.8	48.3
Up Market Capture	99.9	98.2
Down Market Capture	101.1	102.8
vs. 90 Day U.S. Treasury Bill		
Sharpe Ratio	1.3	0.8

Mutual fund data sourced from Lipper Analytical Services.

# Manager Evaluation

## BlackRock Global Allocation I

As of September 30, 2014

### Mutual Fund Information

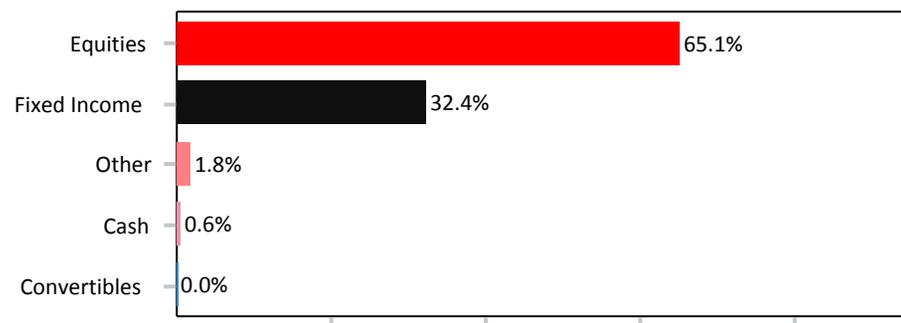
Fund Name : BlackRock Global Allocation Fund, Inc; Institutional Shares  
 Fund Family : BlackRock Inc  
 Ticker : MALOX  
 Inception Date : 02/03/1989  
 Portfolio Turnover : 50%

Portfolio Assets : \$58,344 Million  
 Fund Assets : \$22,551 Million  
 Portfolio Manager : Stattman/Chamby/Rolda  
 PM Tenure : 1989--2004--2006

### Fund Investment Policy

The Fund seeks high total investment return, consistent with prudent risk, through a fully-managed investment policy utilizing US and foreign equity, debt and money market securities. This combination will be varied in response to changing market and economic trends.

### Asset Allocation as of 09/30/14



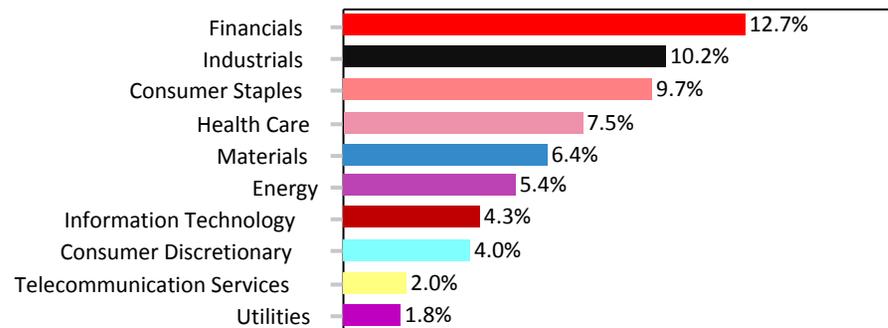
### Top 10 Securities as of 09/30/14

Procter & Gamble Co ORD	0.9 %
Apple Inc ORD	0.8 %
Rio Tinto PLC ORD	0.8 %
Visa Inc ORD	0.7 %
Wells Fargo & Co ORD	0.7 %
Siemens AG ORD	0.7 %
Roche Holding AG ORD	0.7 %
Safran SA ORD	0.7 %
Freeport-McMoRan Inc ORD	0.7 %
Samsung Electronics Co Ltd ORD	0.6 %

### Equity Characteristics as of 09/30/14

Total Securities	761
Avg. Market Cap	\$73,995 Million
P/E	21.4
P/B	3.3
Div. Yield	2.4%
Annual EPS	14.3
5Yr EPS	11.8
3Yr EPS Growth	11.8

### Sector Allocation as of 09/30/14



## Fee Analysis - Pension Plan

As of September 30, 2014

MANAGER	TARGET ALLOCATION	FEE SCHEDULE
BlackRock Strategic Income Opps	2.5%	0.68%
Eaton Vance Floating Rate	2.5%	0.74%
Metropolitan West Total Return Fund P	10.0%	0.39%
PIMCO Total Return Instl	10.0%	0.46%
Templeton Global Bond	5.0%	0.65%
Vanguard Instl Index Fund Instl	20.0%	0.04%
Diamond Hill Small Mid Cap Y	5.0%	0.87%
Eaton Vance Atlanta Capital SMID-Cap	5.0%	1.00%
American Funds Europacific Growth	6.3%	0.49%
T. Rowe Price Overseas Stock	6.3%	0.86%
Templeton Instl Foreign Small Comp A	5.0%	1.01%
Aberdeen Emerging Markets Instl	2.5%	1.10%
Cornerstone Patriot Fund	5.0%	1.15%
Vanguard Short-Term Inflation Protection	1.7%	0.10%
Van Eck Global Hard Assets	1.70%	1.00%
Credit Suisse Commodity Return	1.70%	0.80%
BlackRock Global Allocation Instl	10.00%	0.88%
<b>AVERAGE WEIGHTED FEE</b>		<b>0.59%</b>

*DISCLOSURE: The figures on this page have been obtained from sources we deem to be reliable. FIA has not independently verified this information.*

## Prospectus Links

As of September 30, 2014

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<b><u>FUND FAMILY</u></b>	<b><u>WEB SITE</u></b>
Aberdeen	<a href="http://www.aberdeen-asset.com">www.aberdeen-asset.com</a>
American Funds	<a href="http://www.americanfunds.com">www.americanfunds.com</a>
Blackrock	<a href="http://www.blackrock.com">www.blackrock.com</a>
Credit Suisse	<a href="http://www.credit-suisse.com">www.credit-suisse.com</a>
Diamond Hill	<a href="http://www.diamond-hill.com">www.diamond-hill.com</a>
Eaton Vance	<a href="http://www.eatonvance.com">www.eatonvance.com</a>
Metropolitan West	<a href="http://www.mwamllc.com">www.mwamllc.com</a>
PIMCO	<a href="http://www.pimcofunds.com">www.pimcofunds.com</a>
Templeton	<a href="http://www.franklintempleton.com">www.franklintempleton.com</a>
T. Rowe Price	<a href="http://www.troweprice.com">www.troweprice.com</a>
Thornburg	<a href="http://www.thornburg.com">www.thornburg.com</a>
Van Eck	<a href="http://www.vaneck.com">www.vaneck.com</a>
Vanguard	<a href="http://www.vanguard.com">www.vanguard.com</a>

## Custom Index Descriptions

**CRSP U.S. Large Cap Growth Spliced Index** – Following May 1, 2013: CRSP U.S. Large Cap Growth TR. Periods prior to May 1, 2013: MSCI U.S. Prime Market Growth.

**CRSP U.S. Large Cap Spliced Index** – Following February 1, 2013: CRSP U.S. Large Cap TR. Periods prior to February 1, 2013: MSCI U.S. Prime Market 750.

**CRSP U.S. Large Cap Value Spliced Index** – Following May 1, 2013: CRSP U.S. Large Cap Value TR. Periods prior to May 1, 2013: MSCI U.S. Prime Market Value.

**CRSP U.S. Mid Cap Growth Spliced Index** – Following May 1, 2013: CRSP U.S. Mid Cap Growth TR. Periods prior to May 1, 2013: MSCI U.S. Mid Cap Growth.

**CRSP U.S. Mid Cap Spliced Index** – Following February 1, 2013: CRSP U.S. Mid Cap TR. Periods prior to February 1, 2013: MSCI U.S. Mid Cap 450.

**CRSP U.S. Small Cap Growth Spliced Index** – Following May 1, 2013: CRSP U.S. Small Cap Growth TR. Periods prior to May 1, 2013: MSCI U.S. Small Cap Growth.

**CRSP U.S. Small Cap Spliced Index** – Following February 1, 2013: CRSP U.S. Small Cap TR. Periods prior to February 1, 2013: MSCI U.S. Small Cap 1750.

**CRSP U.S. Small Cap Value Spliced Index** – Following May 1, 2013: CRSP U.S. Small Cap Value TR. Periods prior to May 1, 2013: MSCI U.S. Small Cap Value.

**CRSP U.S. Total Market Spliced Index** – Following June 1, 2013: CRSP U.S. Total Market TR. Periods prior to June 1, 2003: MSCI U.S. Broad Market.

**FTSE Developed Asia Pacific Spliced Index** – Following April 1, 2013: FTSE Developed Asia Pacific. Periods prior to April 1, 2013: MSCI Pacific.

**FTSE Developed Europe Spliced Index** – Following April 1, 2013: FTSE Developed Europe. Periods prior to April 1, 2013: MSCI Europe.

**FTSE Developed ex NA Spliced Index** – Following May 1, 2013: FTSE Developed ex North America. Periods prior to May 1, 2013: MSCI EAFE.

**FTSE Emerging Markets Spliced Index** – Following July 1, 2013: FTSE Emerging Markets (net). Periods Between February 1, 2013 and July 1, 2013: FTSE Emerging Markets Transition. Periods Prior to February 1, 2013: MSCI Emerging Markets.

**FTSE Global All Cap ex U.S. Spliced Index** – Following June 1, 2013: FTSE Global ex USA All Cap. Periods between January 1, 2011 and July 1, 2013: MSCI ACWI ex USA IMI ND. Periods prior to January 1, 2011: MSCI EAFE + EM ND USD.

**MSCI AC World ex USA (net) Spliced Index** – Following January 1, 2001: MSCI AC World ex USA (net). Prior to January 1, 2001: MSCI AC World ex USA.

**MSCI AC World ex USA Growth (net) Spliced Index** – Following January 1, 2001: MSCI AC World ex USA Growth (net). Periods between January 1, 1997 and January 1, 2001: MSCI AC World ex USA Growth. Periods prior to January 1, 1997: MSCI AC World ex USA.

**MSCI AC World ex USA Value (net) Spliced Index** – Following January 1, 2001: MSCI AC World ex USA Value (net). Periods between January 1, 1997 and January 1, 2001: MSCI AC World ex USA Value. Periods prior to January 1, 1997: MSCI AC World ex USA.

## Statistics Definitions

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Statistics	Description
Sharpe Ratio	-- Represents the excess rate of return over the risk free return divided by the standard deviation of the excess return. The result is the absolute rate of return per unit of risk. The higher the value, the better the product's historical risk-adjusted performance.
Alpha	-- A measure of the difference between a portfolio's actual returns and its expected performance, given its level of risk as measured by beta. It is a measure of the portfolio's historical performance not explained by movements of the market, or a portfolio's non-systematic return.
Beta	-- A measure of the sensitivity of a portfolio to the movements in the market. It is a measure of a portfolio's non-diversifiable or systematic risk.
R-Squared	-- The percentage of a portfolio's performance explained by the behavior of the appropriate benchmark. High R-Square means a higher correlation of the portfolio's performance to the appropriate benchmark.
Treyner Ratio	-- Similar to Sharpe ratio, but focuses on beta rather than excess risk (standard deviation). Represents the excess rate of return over the risk free rate divided by the beta. The result is the absolute rate of return per unit of risk. The higher the value, the better the product's historical risk-adjusted performance.
Tracking Error	-- A measure of the standard deviation of a portfolio's performance relative to the performance of an appropriate market benchmark.
Information Ratio	-- Measured by dividing the active rate of return by the tracking error. The higher the Information Ratio, the more value-added contribution by the manager.
Consistency	-- The percentage of quarters that a product achieved a rate of return higher than that of its benchmark. The higher the consistency figure, the more value a manager has contributed to the product's performance.
Excess Return	-- Arithmetic difference between the managers return and the risk-free return over a specified time period.
Active Return	-- Arithmetic difference between the managers return and the benchmark return over a specified time period.
Excess Risk	-- A measure of the standard deviation of a portfolio's performance relative to the risk free return.
Up Market Capture	-- The ratio of average portfolio return over the benchmark during periods of positive benchmark return. Higher values indicate better product performance.
Down Market Capture	-- The ratio of average portfolio return over the benchmark during periods of negative benchmark return. Lower values indicate better product performance.

# Investment Manager Review

## Core Plus Fixed Income

Period Ending September 30, 2014

*Strategies Included:*

Fidelity Total Bond  
Pru Tot Rtn Bond;A  
Met West: Total Return;I  
WA Core Plus Bond;I

*The information contained in this report has been taken from trade and statistical services and other sources deemed reliable, although its accuracy cannot be guaranteed and it should not be relied upon as such. Any opinion expressed herein reflects our judgment at this date and are subject to change. The illustration represents past performance and should not be considered indicative of future results. Mutual funds are sold by prospectus only. Historical performance results for investment indices and/or categories have been provided for general comparison purposes only, it should not be assumed that your account holdings do or will correspond directly to any comparative indices.*

# FIRM & STRATEGY SUMMARY

## FIRM INFORMATION

*Firm Name:* Fidelity Investments

*Location:* Boston, MA

*Ownership:* Employee Owned

*Firm Assets:* \$1.9 trillion



## STRATEGY & VEHICLE INFORMATION

*Strategy Name:* Pyramis Core Plus

*Strategy Inception:* 2000

*Strategy Assets:* \$18.3 billion

*Proposed Vehicle:* Mutual Fund

*Vehicle Name:* Fidelity Total Bond

*Vehicle Assets:* \$16.0 billion

*Vehicle Inception:* 2002

*Vehicle Fees:* 0.45%

## Investment Team:

This portfolio is managed using a team approach which has been led by Ford O'Neil since inception. He is supported by Matt Conti, Jeff Moore and a team of over 40 credit analysts.

## Investment Philosophy:

Fidelity's approach to fixed income investing is to build portfolios using fundamental research to identify attractive issuers and sectors. Macro-economic and top down views play only a complementary role in the process. Portfolios are managed using a team approach with a heavy reliance on the firm's credit research group.

## Process:

The process is based on fundamental credit selection and heavily relies on the firm's team of over 40 investment grade credit analysts. Analysts perform an independent credit assessment using for qualitative and quantitative analysis in order to gain a thorough understanding of issuers and sectors. Credits deemed appropriate for purchase are subject to a relative value judgment before inclusion in the portfolio. The security selection process tends to drive alpha in the portfolio although Fidelity attempts to use trading to add value across curve and structure. The bottom up approach is complimented through top down perspectives which provide views on macroeconomic inputs (including fiscal/monetary policy), sector allocation decisions, yield curve positioning, and the interest rate environment. Duration is typically kept close to the benchmark as Fidelity feels that interest rate forecasting is not a consistent source of value add in portfolios. The top down element also seeks to mitigate downside risks by identifying systematic risks, sovereign risks, and conducting tail risk and scenario modeling. Ultimately, purchase decisions are made based on expected returns over a six to twelve month time horizon and are driven by the relative value offered by the fixed income market.

## Portfolio Construction:

The portfolio is constructed with an initial emphasis on security selection followed by sector allocations and to a lesser extent yield curve positioning. Buy and sell decisions are made by the named portfolio manager for each strategy but are heavily reliant on analyst recommendations. Portfolios are constructed using specific guidelines to ensure that tracking error targets are met for different strategies. Below investment grade exposure is limited to 20% of assets.

## Risk Controls:

Risk is controlled through a variety of quantitative processes which are used to quantify and understand risk taken in the portfolio. Tracking error and its sources are closely monitored through a variety of internally developed systems.

For the prospectus please go to [www.fidelity.com](http://www.fidelity.com)

# FIRM & STRATEGY SUMMARY

## FIRM INFORMATION

*Firm Name:* Prudential

*Location:* Newark, NJ

*Ownership:* Publicly Owned

*Firm Assets:* \$417.6 billion



## STRATEGY & VEHICLE INFORMATION

*Strategy Name:* Prudential Core Plus Bond

*Strategy Inception:* 1995

*Strategy Assets:* \$9.1 billion

*Proposed Vehicle:* Mutual Fund

*Vehicle Name:* Prudential Total Return Bond

*Vehicle Assets:* \$3.9 billion

*Vehicle Inception:* 1995

*Vehicle Fees:* 0.46% (Q Share)

## Investment Team:

The portfolio is managed using a team approach. The team is led by CIO Michael Lillard while day to day management responsibilities are left to senior portfolio managers Michael Collins and Richard Piccirillo.

## Investment Philosophy:

Prudential manages portfolios based on the belief that bottom up industry and issue research and security selection are the best way to generate high information ratios and excess returns in the fixed income market. The philosophy seeks to exploit market inefficiencies by anticipating both positive and negative credit events using the firm's large credit research staff.

## Process:

The process combines both top down and bottom up elements. To begin, the investment committee provides an assessment of the global market environment using economic research and sector analysis. The analysis is informed from a number of sources including the different sector heads, the firm's global macroeconomic research team, and a variety of quantitative metrics. The portfolio management team relies heavily on the bottom up analysis conducted by the team's analysts. The team conducts fundamental research in all credit markets; produces proprietary quantitative relative value modeling in the government, mortgage, and non-U.S. dollar markets; and conducts significant relative value and technical analysis. The top down and bottom up work comes together in a risk controlled manner using previously determined risk exposures in sector, interest rate, and currency positions reflecting their current market outlook. Risk budgets are closely monitored and help manage tracking error in the portfolio. While the process is team based and heavily relies upon the team's analysts, senior portfolio managers are ultimately responsible for all investment decisions and portfolio decisions.

## Portfolio Construction:

The portfolio seeks to add value through a combination of sector allocation decisions (50-100 bps), subsector/security selection (25-50 bps), and yield curve/duration management (25-50 bps). The portfolio is constructed with a specific tracking error budget in mind and this value will be adjusted based on the market environment. The portfolio typically maintains a spread sector bias, but attempts to limit risk through diversification of idiosyncratic risk. The portfolio has the ability to make significant allocations to high yield markets.

## Risk Controls:

Risk is controlled throughout virtually every aspect of the portfolio construction and management process. The team's experience managing assets for the company's general account leads to a focus on both monitoring and actively managing risk. Risk is diversified through the committee based investment process, bottom up credit research, and the level of diversification in underlying portfolios.

For the prospectus please go to [www.prudential.com](http://www.prudential.com)

# FIRM & STRATEGY SUMMARY



## FIRM INFORMATION

*Firm Name:* Western Asset Management

*Location:* Pasadena, CA

*Ownership:* Subsidiary of Legg Mason

*Firm Assets:* \$478 billion

## STRATEGY & VEHICLE INFORMATION

*Strategy Name:* Western Asset Core Full Discretion

*Strategy Inception:* 1993

*Strategy Assets:* \$51.0 billion

*Proposed Vehicle:* Mutual Fund

*Vehicle Name:* Western Asset Core Plus Bond

*Vehicle Assets:* \$10.5 billion

*Vehicle Inception:* 1998

*Vehicle Fees:* 0.43% (IS Share)

## Investment Team:

Ken Leech reassumed the role of CIO in 2014. Ken previously served as the firm's CIO from 1998 to 2008 and has been with the firm since 1990. He will assume the role from Steve Walsh who retired. The CIO is supported by the firm's broad market committee which is comprised of senior portfolio managers and sector heads.

## Investment Philosophy:

Western's basic premise in building its full discretion portfolio relies upon two basic factors: a long-term value based approach to investing and having multiple strategies embedded into the portfolio. This latter point is particularly important in that it ensures no individual strategy, should it go awry, can substantially drive negative performance.

## Process:

A team approach is employed that consists of sector specialists who exchange views on a daily basis and portfolios that represent the consensus of the individual sector groups. WAM focuses on four particular areas including sector and sub-sector allocations, issue selection, duration, and term structure. For sector/sub-sector allocations, WAM is active with its posturing, albeit with a longstanding bias to non-govt securities, and strong relative value analysis driving decisions. For issue selection, a bottoms-up process is utilized to identify mis-priced/undervalued issues, with corporate issues representing a large source of incremental performance. On fund duration, a comprehensive analysis involving domestic/international macro factors is conducted. Inflation expectations play a central role in WAM's positioning. The Fund's term structure is determined and closely monitored relative to short, intermediate, and long securities as well as the Fed's stance.

## Portfolio Construction:

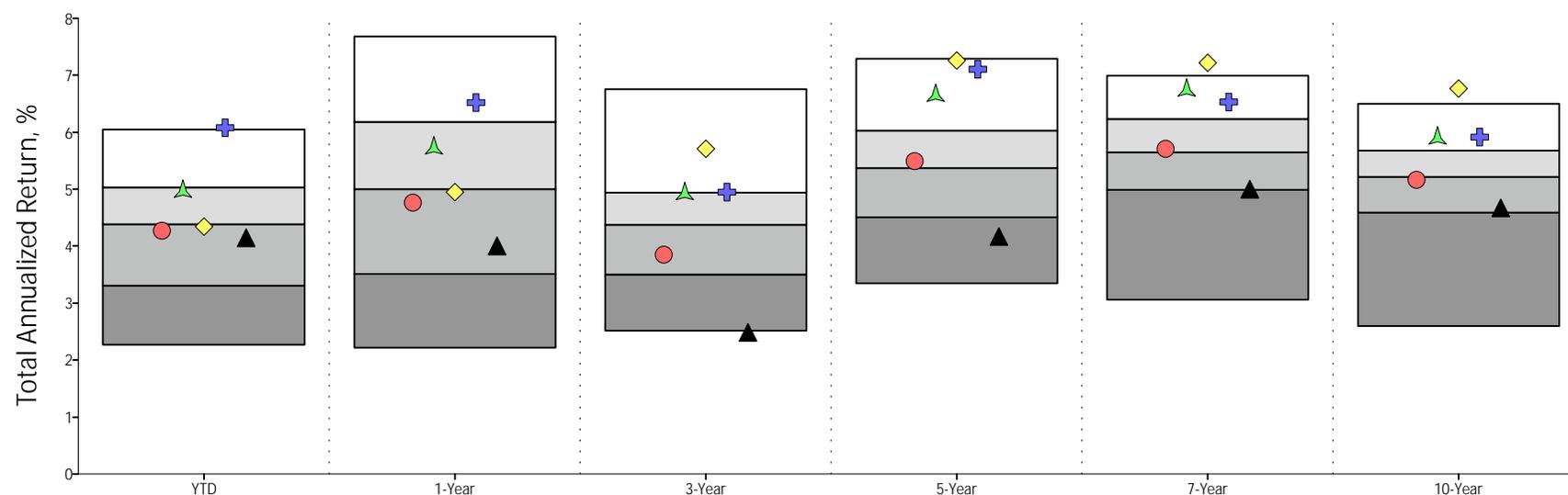
A strategic portfolio is built by the broad market committee with targeted interest rate exposure, term structure weights, and sector allocations. The Fund will normally maintain duration within 30% of the domestic bond market. The Fund may invest up to 20% in non-U.S. dollar denominated securities and up to 20% in below investment grade securities.

## Risk Controls:

Western has a dedicated risk management team which is overseen by the firm's chief risk officer. The team is responsible for portfolio reviews, scenario and stress testing, volatility analysis and other risk modeling. The team has also assisted in the creation of risk dashboards for portfolio managers to actively view portfolio risk.

For prospectus please go to [www.leggmason.com](http://www.leggmason.com).

# ANNUALIZED PERFORMANCE & PEER COMPARISON

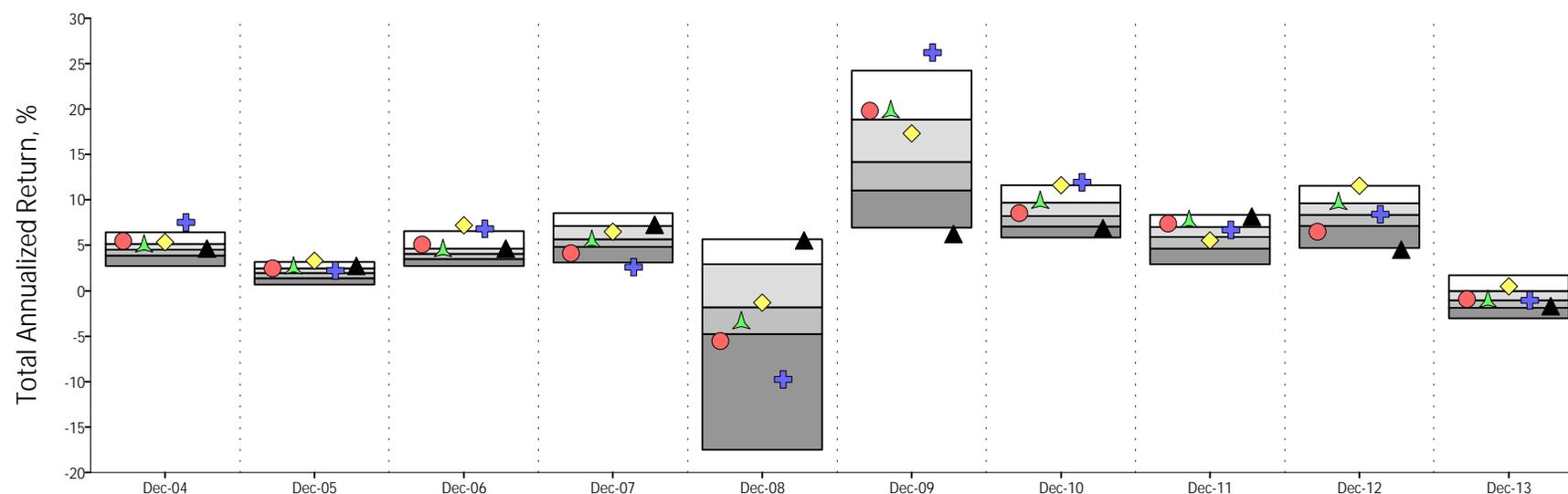


5th to 25th Percentile    
  25th to Median    
  Median to 75th Percentile    
  75th to 95th Percentile  
● Fidelity Total Bond    
▲ Pru Tot Rtn Bond;A    
◆ Met West:Total Return;l    
+ WA Core Plus Bond;l    
▲ BC Aggregate Bond

	YTD	1-Year	3-Year	5-Year	7-Year	10-Year
Fidelity Total Bond	4.27	4.77	3.85	5.49	5.71	5.16
<i>Universe Ranking %</i>	55	57	68	43	48	51
Pru Tot Rtn Bond;A	4.96	5.72	4.92	6.65	6.73	5.89
<i>Universe Ranking %</i>	27	33	26	12	10	19
Met West:Total Return;l	4.35	4.95	5.71	7.26	7.22	6.77
<i>Universe Ranking %</i>	53	53	12	5	3	1
WA Core Plus Bond;l	6.08	6.52	4.95	7.10	6.53	5.91
<i>Universe Ranking %</i>	5	19	25	7	16	16
BC Aggregate Bond	4.10	3.96	2.43	4.12	4.95	4.62
<i>Universe Ranking %</i>	59	69	97	84	80	72

Note: Alternative share classes may be shown to provide the longest track record. Please refer to the manager pages for share class information. Universe ranking is based on the **Lipper Core Plus Bond Universe**. Returns greater than one year are annualized.

# CALENDAR YEAR PERFORMANCE



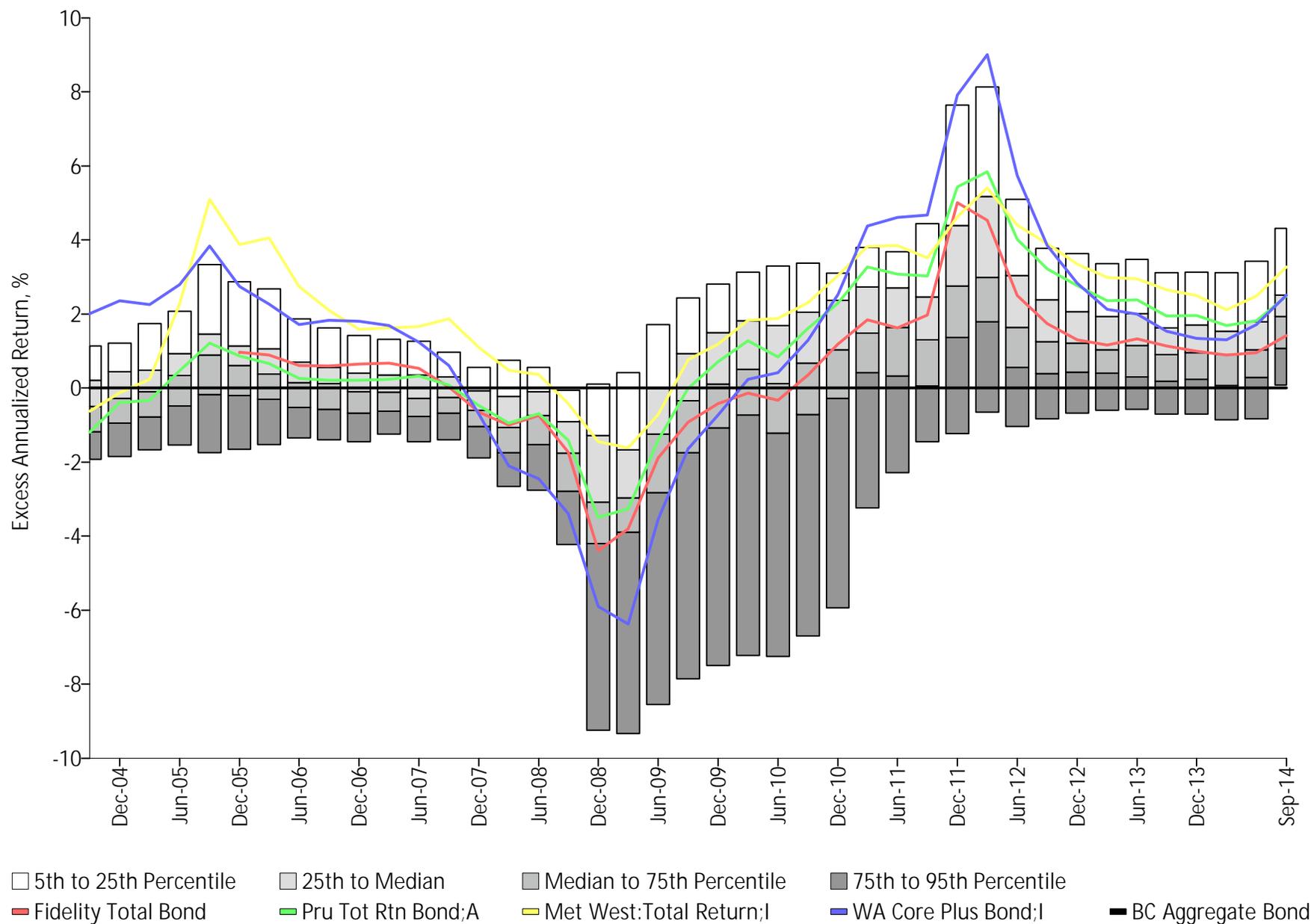
- 5th to 25th Percentile      □ 25th to Median      □ Median to 75th Percentile      □ 75th to 95th Percentile
- Fidelity Total Bond      ▲ Pru Tot Rtn Bond;A      ◆ Met West:Total Return;l      + WA Core Plus Bond;l      ▲ BC Aggregate Bond

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Fidelity Total Bond	5.47	2.46	5.12	4.16	-5.56	19.80	8.56	7.39	6.53	-0.92
<i>Universe Ranking %</i>	15	25	19	91	80	14	44	21	81	45
Pru Tot Rtn Bond;A	4.87	2.46	4.42	5.42	-3.55	19.68	9.73	7.57	9.59	-1.17
<i>Universe Ranking %</i>	40	25	41	57	63	16	24	17	28	53
Met West: Total Return;l	5.37	3.31	7.21	6.48	-1.27	17.30	11.66	5.52	11.55	0.50
<i>Universe Ranking %</i>	18	4	0	32	43	27	5	61	6	13
WA Core Plus Bond;l	7.54	2.24	6.81	2.57	-9.78	26.21	11.98	6.72	8.44	-1.07
<i>Universe Ranking %</i>	0	37	3	97	84	2	4	31	48	51
BC Aggregate Bond	4.34	2.43	4.33	6.97	5.24	5.93	6.54	7.84	4.22	-2.02
<i>Universe Ranking %</i>	57	27	46	26	8	100	86	10	97	78

Universe ranking is based on the **Lipper Core Plus Bond Universe**.

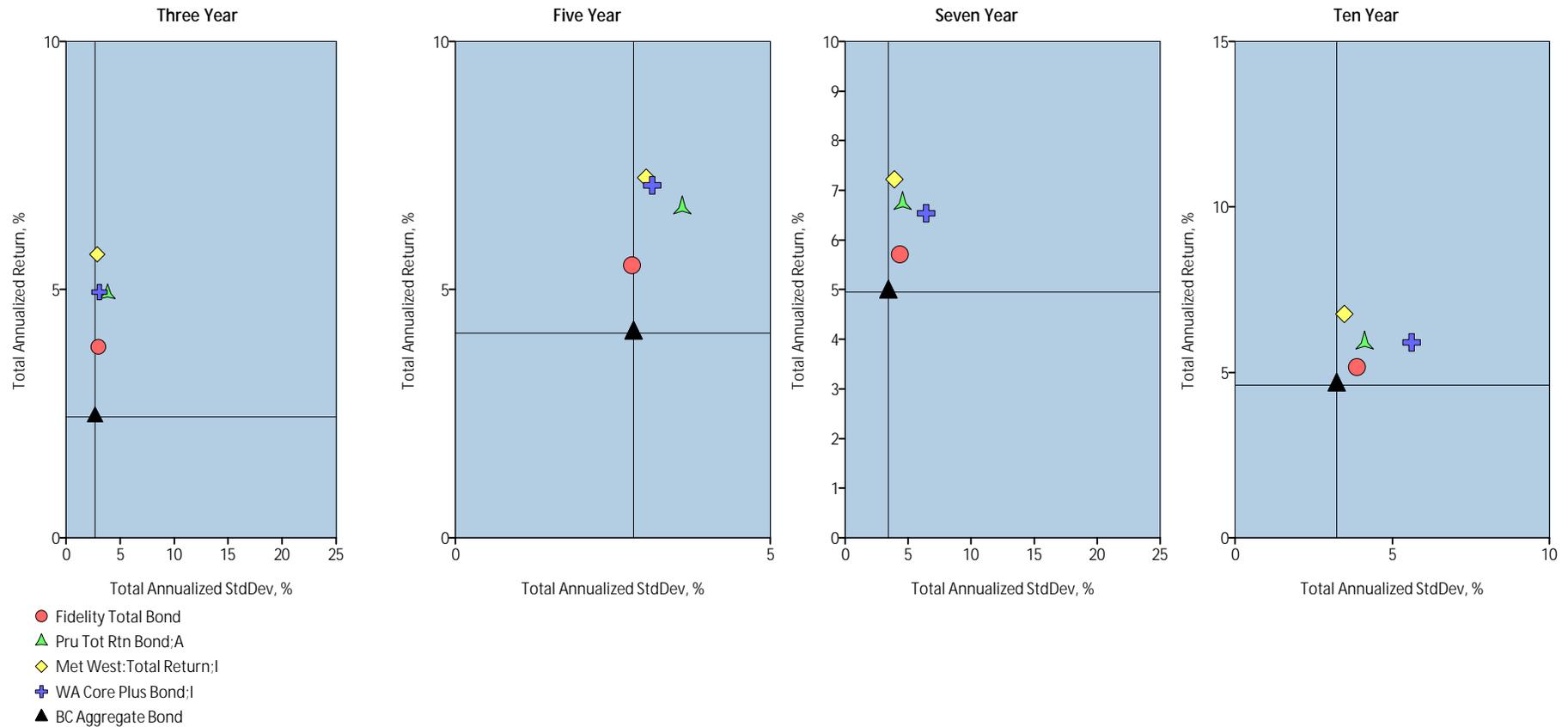
Data as of September 30, 2014 unless otherwise noted.

# THREE-YEAR ROLLING EXCESS RETURNS



Data as of September 30, 2014 unless otherwise noted.

# RETURN VS. RISK

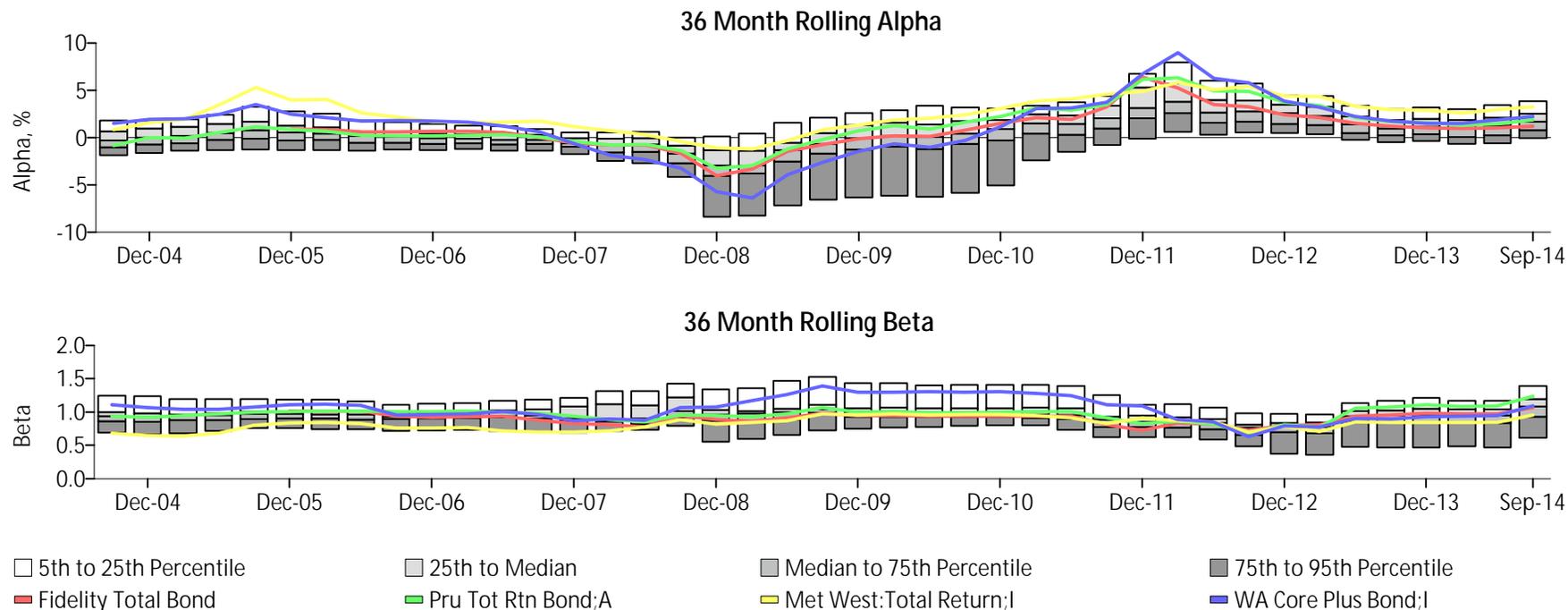


	Fidelity Total Bond		Pru Tot Rtn Bond;A		Met West:Total Return;l		WA Core Plus Bond;l		BC Aggregate Bond	
	Return	Std Dev	Return	Std Dev	Return	Std Dev	Return	Std Dev	Return	Std Dev
3 Years	3.85	2.98	4.92	3.82	5.71	2.90	4.95	3.11	2.43	2.67
5 Years	5.49	2.80	6.65	3.60	7.26	3.03	7.10	3.13	4.12	2.83
7 Years	5.71	4.35	6.73	4.56	7.22	3.90	6.53	6.43	4.95	3.43
10 Years	5.16	3.88	5.89	4.12	6.77	3.49	5.91	5.62	4.62	3.24

Data greater than one year is annualized.

Data as of September 30, 2014 unless otherwise noted.

# PERFORMANCE STATISTICS



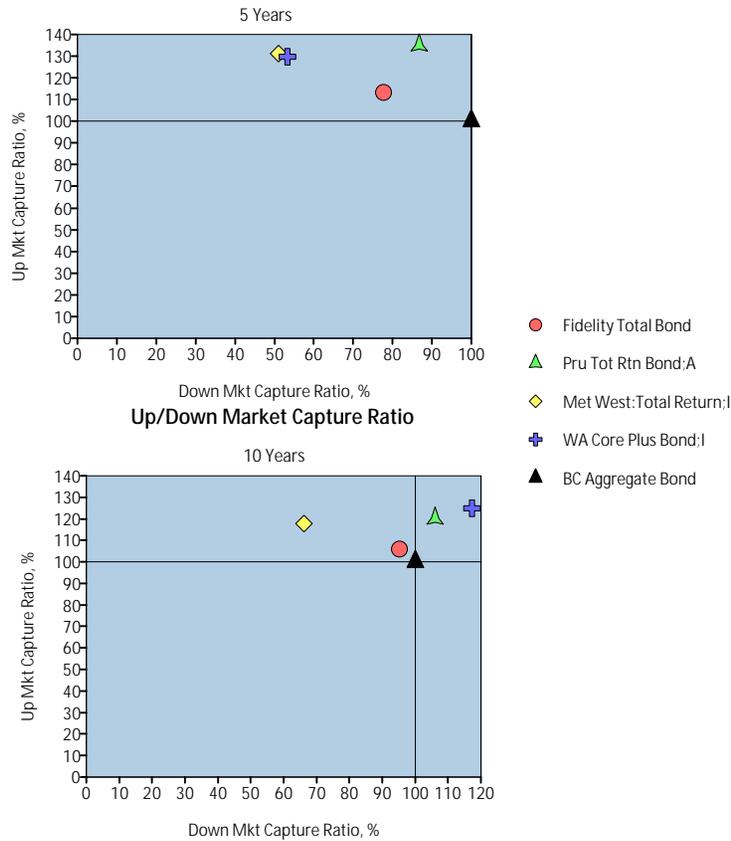
## MPT STATISTICS

		Alpha, %	Beta	R-Squared, %	Sharpe Ratio	Tracking Error, %	Batting Average
Fidelity Total Bond	5 Year	1.74	0.89	81.32	1.89	1.25	0.65
Pru Tot Rtn Bond;A	5 Year	2.56	0.97	58.18	1.78	2.33	0.65
Met West:Total Return;l	5 Year	3.59	0.85	63.12	2.31	1.89	0.70
WA Core Plus Bond;l	5 Year	3.36	0.87	62.13	2.18	1.96	0.73

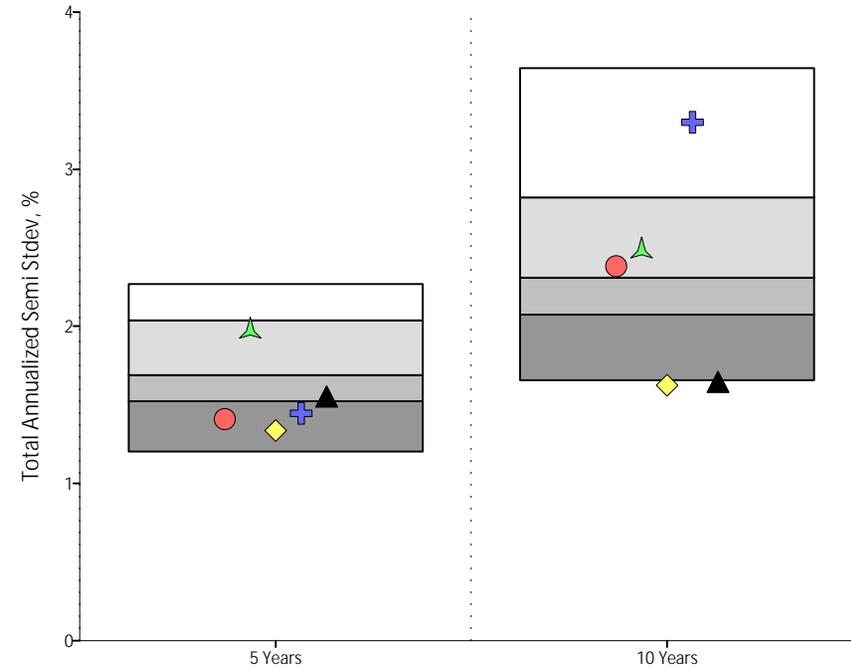
		Alpha, %	Beta	R-Squared, %	Sharpe Ratio	Tracking Error, %	Batting Average
Fidelity Total Bond	10 Year	0.72	0.94	59.35	0.89	2.55	0.59
Pru Tot Rtn Bond;A	10 Year	1.15	1.03	63.69	1.00	2.55	0.57
Met West:Total Return;l	10 Year	2.39	0.89	65.95	1.41	2.12	0.65
WA Core Plus Bond;l	10 Year	0.95	1.13	41.71	0.76	4.39	0.62

# MARKET CAPTURE STATISTICS

Up/Down Market Capture Ratio



Downside Risk



		Up Mkt Capture Ratio, %	Down Mkt Capture Ratio, %	Annualized Semi Stdev to date, %
Fidelity Total Bond	5 Years	113.43	77.68	1.41
Fidelity Total Bond	10 Years	105.89	95.27	2.38
Pru Tot Rtn Bond;A	5 Years	135.09	86.83	1.97
Pru Tot Rtn Bond;A	10 Years	120.22	106.08	2.48
Met West:Total Return;l	5 Years	131.29	50.97	1.34
Met West:Total Return;l	10 Years	117.70	66.23	1.63
WA Core Plus Bond;l	5 Years	129.68	53.24	1.45
WA Core Plus Bond;l	10 Years	124.80	117.36	3.30

# REPORT GLOSSARY



**Alpha** - Alpha measures the difference between an investment's actual performance, and its expected performance as indicated by its market sensitivity (Beta). A positive Alpha indicates the risk-adjusted performance is above that index.

**Batting Average** - This measures the frequency with which a manager performs better than a selected benchmark. It is computed by dividing the number of positive excess returns by the total number of excess returns during the period.

**Beta** - Beta is defined as a Manager's sensitivity to market movements and is used to evaluate market related, or systematic risk. Beta is a measure of the linear relationship, over time, of the Manager's returns and those of the Benchmark. Beta is computed by regressing the Manager's excess returns over the risk free rate (cash proxy) against the excess returns of the Benchmark over the risk free rate. An investment that is as equally volatile as the market will have a Beta of 1.0; an investment half as volatile as the market will have a Beta of 0.5; and so on. Thus, Betas higher than 1.0 indicate that the fund is more volatile than the market.

**Down Market (Mkt) Capture Ratio** - Down Market Capture Ratio is a measure of an investment's performance in down markets relative to the market itself. A down market is one in which the market's return is less than zero. The lower the investment's Down Market Capture Ratio, the better the investment protected capital during a market decline. A negative Down Market Capture Ratio indicates that an investment's returns rose while the market declined.

**Downside Risk (Semi Standard Deviation, Semi StdDev, or Downside Deviation)** - Downside Risk only identifies volatility on the down side. Downside Risk measures the variability of returns below zero, whereas Standard Deviation attributes volatility in either direction to risk. The Downside Risk method calculates the deviations below zero for each observed return. Each time a return falls below zero, the sum is divided by the number of observations and the square root is taken. This result is then shown on an annualized basis.

**Excess** - Denotes that a statistic is being measured relative to the Market Index selected.

**R-Squared ( $R^2$ )** - This statistic indicates the degree to which the observed values of one variable, such as the returns of a managed portfolio, can be explained by, or are associated with the values of another variable, such as a Market Index. The  $R^2$  values generally range from 0.0 to 1.0. An investment with an  $R^2$  of 1.0 is perfectly correlated with the market. An  $R^2$  of 0.95, for example, implies that 95% of the fluctuations in a portfolio are explained by fluctuations in the market.

**Sharpe Ratio** - The Sharpe Ratio indicates the excess return per unit of total risk as measured by Standard Deviation. It is a ratio of excess returns over the risk free rate to the Standard Deviation. The Sharpe Ratio is a measure of the premium earned for the risk incurred by the portfolio.

**Standard Deviation (StdDev)** - A measure of the extent to which observations in a series vary from the arithmetic mean of the series. The Standard Deviation of a series of asset returns is a measure of volatility, or risk, of the asset. The more volatile the returns, the higher the standard deviation will be.

**Style Map** - Plots the historical exposures of a fund's style across appropriate dimensions, such as growth vs. value for equity funds. By viewing this chart, an investor can determine a manager's style consistency over time. Returns based style analysis is used.

**Tracking Error** - Tracking Error is a measure of how closely an investment's returns track the returns of the selected Market Index. It is the annualized Standard Deviation of the differences between the investment's and the associated index's returns. If an investment tracks its associated index closely, then Tracking Error will be low. If an investment tracks its associated index perfectly, then Tracking Error will be zero.

**Up Market (Mkt) Capture Ratio** - Up Market Capture Ratio is a measure of a product's performance in up markets relative to the market itself. An up market is one in which the market's return is greater than or equal to zero. The higher the investment's Up Market Capture Ratio, the better the investment capitalized on a rising market.