

**THE CITY OF MOBILE, ALABAMA
POLICE AND FIREFIGHTERS RETIREMENT PLAN**

**PERFORMANCE REPORT
PERIOD ENDING
DECEMBER 31, 2014**

Gray & Company
Global Investment Solutions
3333 Piedmont Road, Suite 1250
Atlanta, GA 30305
(404) 883-2500

TABLE OF CONTENTS

| SECTION | PAGE |
|---|-------------|
| I. CAPITAL MARKETS REVIEW | 1-7 |
| II. PLAN PERFORMANCE AND ANALYSIS | 1-13 |
| ♦ Executive Overview | 1 |
| ♦ Executive Summary - Total Plan Performance | 2-5 |
| ♦ Total Returns of Public Funds Performance Comparison | 6 |
| ♦ Total Fund Asset Allocation vs Policy Graph | 7 |
| ♦ Total Fund Asset Allocation | 8 |
| ♦ Asset Allocation - Investment Policy Index | 9 |
| ♦ Fund Allocation by Manager | 10 |
| ♦ Financial Reconciliation and Sources of Growth | 11-12 |
| ♦ Quarterly Total Return- Market Line Analysis | 13 |
| III. MANAGER PERFORMANCE AND ANALYSIS | 1-49 |
| ♦ SSgA Russell 1000 Index Fund | 1-3 |
| ♦ Energy Opportunities Capital | 4-6 |
| ♦ SSgA S&P 400 MidCap Index Fund | 7-9 |
| ♦ Morgan Dempsey - Small Cap Value Portfolio | 10-12 |
| ♦ SouthernSun - Small Cap Core Portfolio | 13-15 |
| ♦ Allianz Global Investors - International Equity Portfolio | 16-18 |
| ♦ Orleans - Intermediate Fixed Income Portfolio | 19-21 |
| ♦ Guggenheim - Real Estate Portfolio | 22-23 |
| ♦ DLJ - Real Estate Portfolio | 24-28 |
| ♦ Hicks Muse - Real Estate Portfolio | 29-33 |
| ♦ Ripplewood III- Private Equity Portfolio | 34-38 |
| ♦ Levine Leichtman - Real Estate Portfolio | 39-41 |
| ♦ Permal Capital - Real Estate Portfolio | 42-45 |
| ♦ Timberland Investment Resources - Timber Portfolio | 46-49 |
| IV. APPENDICES | |
| A. Appendix A Asset Allocation | |
| B. Appendix B Definitions of Indices | |
| C. Appendix C Definition of Common Terms | |
| D. Market Sector Diversification | |

This report was prepared by Gray & Company Global Investment Solutions using market index and universe data provided by the Wilshire Cooperative, as well as information provided by and received from the client. Past investment performance results are not indicative of future performance results. Gray & Co. does not warrant the accuracy of data provided to us by others, although we do take reasonable care to obtain and utilize only reliable information. All investment results are shown Gross of all fees unless otherwise noted. Gray & Company is a Registered Investment Advisor. A copy of our most recent ADV will be sent to you upon request. Please call us at 404-883-2500 to request one and it will be sent to you free of charge.



CAPITAL MARKET REVIEW

Fourth Quarter 2014

CAPITAL MARKET REVIEW

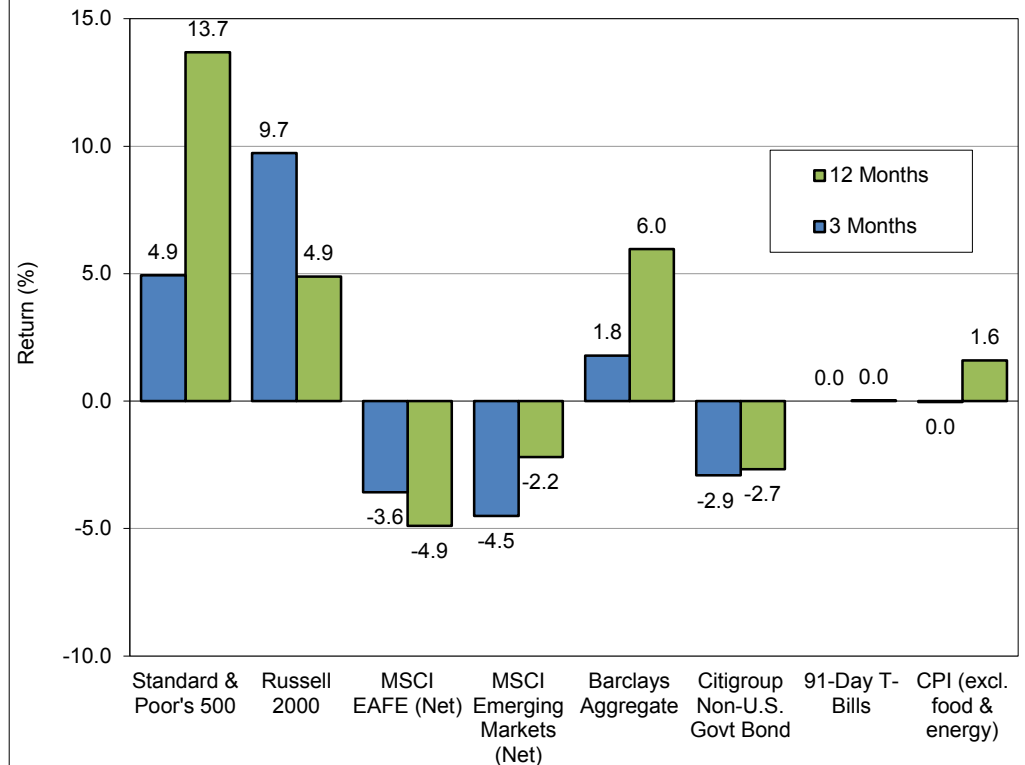
All About That Oil: Capital markets closed out 2014 with a dramatic drop in oil prices. While it wasn't clear as to whether it was due to oversupply caused by increased production by the Organization of Petroleum Exporting Countries (OPEC) in conjunction with U.S. production increases from fracking or weaker global demand emanating from weak growth prospects out of the eurozone, Japan and China, the fact of the matter was oil prices dropped over 40% on the year. Although the lower prices further reduce inflationary pressures capital markets are now pondering the potential residual effects of a sustained drop in price on global economic growth along with the impact to developed and emerging markets.

The major central banks continued on divergent paths in the quarter, enacting or standing by monetary policies based on the economic conditions within their region. The European Central Bank maintained key interest rates but signaled their intention to implement asset purchases in 2015, similar to quantitative easing in the US, to promote economic growth in continental Europe. The Bank of Japan continues to maintain their extraordinary accommodative policies and delayed what was to be a second round of consumption taxes in order to stimulate growth. China and India lowered key interest rates within the quarter. The US Federal Reserve and the Bank of England, in contrast to the rest of the global economies, continue to indicate that rate hikes may be initiated in 2015. The Federal Reserve also terminated its asset purchase program, known as quantitative easing, in October as the US economy continued to improve.

Global equity markets generally declined during the quarter as the price of oil and commodities collapsed and the US dollar strengthened. US equities were one of the exceptions posting positive returns, particularly in small cap, which was up roughly 10% in the quarter. India was a standout for the year, returning 24% while China generated a respectable 8% return on the year.

Depreciating currencies turned any gains in global fixed income markets into losses for US investors in the foreign fixed income markets. The US fixed income market (as measured by the Barclays Aggregate) was the standout performer as declining yields drove relatively good returns for the year.

Global Market Performance
As of December 31, 2014



Source: Wilshire 12/31/2014

Indices are not investments, are not managed, and do not incur fees or expenses. It is not possible to invest in an index. The inclusion of these indices is for informational purposes only and should not be used as the basis for making an investment decision.

U.S. EQUITY MARKET

| Total Returns (%) - Periods Ending December 31, 2014 | | | | |
|--|----------|--------|---------|---------|
| | 3 Months | 1 Year | 3 Years | 5 Years |
| Standard & Poor's 500 | 4.93 | 13.69 | 20.41 | 15.45 |
| Russell 1000 | 4.88 | 13.24 | 20.62 | 15.64 |
| Russell 1000 Growth | 4.78 | 13.05 | 20.26 | 15.81 |
| Russell 1000 Value | 4.98 | 13.45 | 20.89 | 15.42 |
| Russell Midcap | 5.94 | 13.22 | 21.40 | 17.19 |
| Russell 2000 | 9.73 | 4.89 | 19.21 | 15.55 |
| Russell 2000 Growth | 10.06 | 5.60 | 20.14 | 16.80 |
| Russell 2000 Value | 9.40 | 4.22 | 18.29 | 14.26 |

| S&P 500 Sector Performance | | | | |
|----------------------------|----------|--------|---------|---------|
| | 3 Months | 1 Year | 3 Years | 5 Years |
| Energy | (10.68) | (7.78) | 6.46 | 8.76 |
| Materials | (1.80) | 6.91 | 15.58 | 11.23 |
| Industrials | 6.76 | 9.83 | 21.24 | 17.56 |
| Con. Discretionary | 8.74 | 9.68 | 24.82 | 21.38 |
| Con. Staples | 8.15 | 15.98 | 17.45 | 16.08 |
| Health Care | 7.48 | 25.34 | 27.86 | 19.38 |
| Financials | 7.25 | 15.20 | 26.26 | 13.36 |
| Info Technology | 5.24 | 20.12 | 21.00 | 14.86 |
| Telecommunications | (4.16) | 2.99 | 10.74 | 11.42 |
| Utilities | 13.19 | 28.98 | 13.94 | 13.34 |

Sources: Wilshire 12/31/2014

Returns are annualized for periods greater than one year.

Indices are not investments, are not managed, and do not incur fees or expenses. It is not possible to invest in an index. The inclusion of these indices is for informational purposes only and should not be used as the basis for making an investment decision.

Marching On: U.S. equity markets rebounded in the fourth quarter and ended 2014 in double digit territory despite renewed volatility and an unexpected collapse in oil prices in the second half of the year. The S&P 500 ended the quarter up roughly 5% and finished 2014 at just shy of 14%. Equity markets took the termination of quantitative easing in October in stride to reach all-time highs. The end of 2014 marks the sixth consecutive year of positive returns and the fifth time, since 2009, that the S&P 500 has generated double digit returns.

Small Cap came roaring back in the fourth quarter generating returns over 9% after achieving dismal returns in the previous quarter. However, fourth quarter performance wasn't enough to pull Small Cap returns out of the mid-single digit range for the year. Large and Mid Cap outperformed Small Cap in excess of 800 basis points for the year, once again driven by valuations and perceived safety within the equity market capitalization spectrum. Returns for the Growth and Value investing styles were surprisingly on par for the quarter as well as the year across all market caps. The Consumer, Health Care, and Tech sectors contributed positively to the performance of Growth indexes while the Utilities and Financials sectors were positive contributors to the Value indexes even as the Energy sector significantly detracted from the performance of the indexes.

Looking at quality rankings, higher quality stocks outpaced lower quality stocks across all market capitalizations for the quarter as well as the year. In particular, the disparity was greatest among the Small Cap Value stocks, where higher quality outperformed lower quality by 580 basis points. In light of the renewed volatility the outperformance of high quality stocks wasn't surprising.

Utilities was the best performing sector during the quarter, as well as the year, returning 13.2% in the quarter and 29% for the year. The defensive sector performed well amid the heightened volatility driven by mixed global economic data and the ever present geopolitical tensions. Energy was once again the worst performing sector returning -10.7% in the quarter and the only sector to generate a negative return for the year. The weak performance of the sector was attributed to the continuing decline in oil prices; presumably driven by growing supply and weaker demand.

U.S. FIXED INCOME MARKET

Mirror, Mirror: Over the course of 2014 the fixed income markets have certainly not reflected what has been a growing U.S. economy. Longer term interest rates fell for the year despite stronger economic momentum in the U.S., as evidenced by a declining budget deficit, unemployment down to 5.6%, an increase in consumer spending, third quarter GDP growth coming in at 5%, and inflation below 2%. A growing economy, the likes of what the U.S. is currently experiencing, typically doesn't coincide with a 25% plus return in long-term Treasuries, which is what took place in 2014. As such, it would appear that investors are continuing to forecast stable to lower rates for the foreseeable future.

During the quarter the yield curve flattened as the front end of the curve (0 to 3 years) rose while the back end of the curve (10 - 30 years) dropped. At quarter-end, the 2-Year Treasury Notes yielded 0.67% (up 9 basis points from 9/30/14 and 29 basis points from 12/31/13), 10-Year Treasury Bonds yielded 2.2% (down 35 basis points from 9/30/14 and 86 basis points from 12/31/13), and 30-Year Treasury Bonds yielded 2.8% (down 46 basis points from 9/30/14 and 121 basis points from 12/31/13).

The declining yields for longer dated issues (Treasuries) once again generated strong gains during the quarter for the Barclays Long Government Index, which was the best performing fixed income segment for the quarter as well as the year. Credit and mortgage returns were positive and on par for the quarter while high yield and TIPS generated losses in the quarter but managed positive returns over 2% for the year. Within the credit sector spreads widened, likely due to the rapid decline in oil prices, but remain below historical averages.

For 2014, a year that was supposed to bear witness to an increase in interest rates, the somewhat unexpected drop in longer term rates led to not only positive returns but returns that were quite respectable, relatively speaking. Prognosticators are once again calling for a rise in rates in 2015 but with inflationary pressures non-existent, less than stellar global growth, a strengthening dollar, and the Fed's continued promotion of accommodative monetary policy a call for a significant hike in rates over the course of 2015 is highly unlikely.

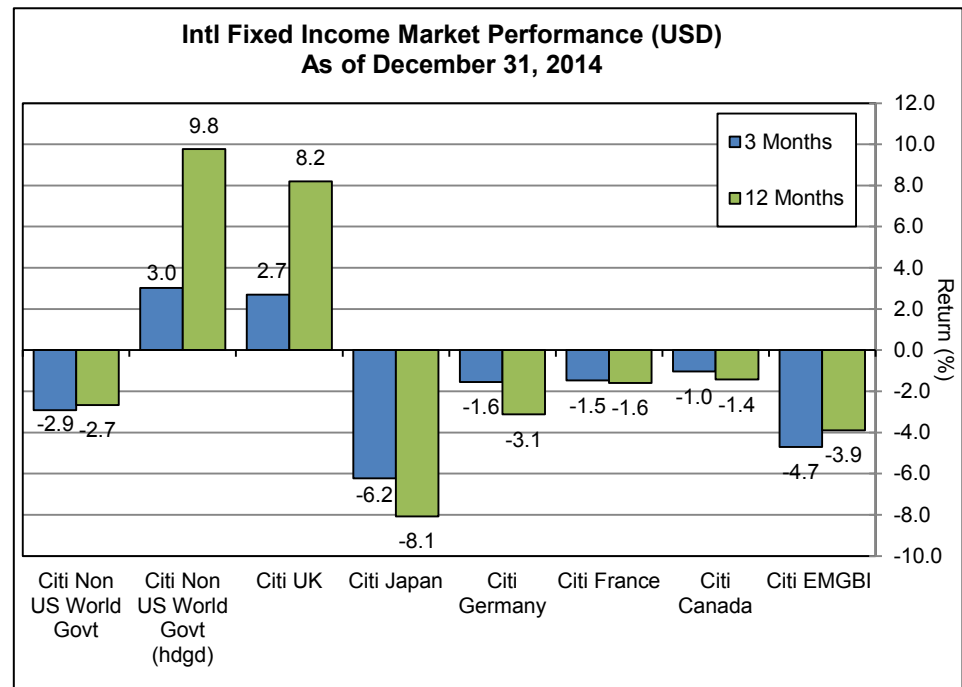
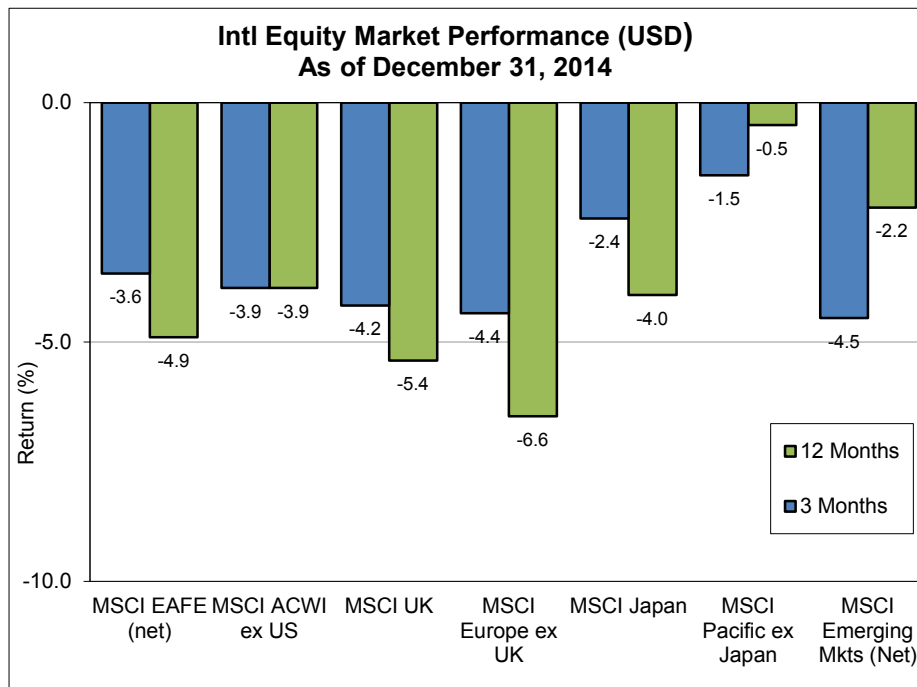
| Total Returns (%) - Periods Ending December 31, 2014 | | | | |
|---|----------|--------|---------|------------|
| | 3 Months | 1 Year | 3 Years | 5 Years |
| Barclays 1-3 Yr. Govt | 0.19 | 0.64 | 0.51 | 1.09 |
| Barclays Intm G/C | 0.89 | 3.13 | 2.03 | 3.54 |
| Barclays Aggregate | 1.79 | 5.97 | 2.66 | 4.45 |
| Barclays G/C | 1.82 | 6.01 | 2.76 | 4.69 |
| Barclays Long Govt | 8.62 | 25.07 | 4.20 | 9.96 |
| Barclays Govt | 0.95 | 2.52 | 0.99 | 2.78 |
| Barclays Credit | 1.77 | 7.46 | 5.13 | 6.49 |
| Barclays Mortgage | 1.79 | 6.08 | 2.37 | 3.73 |
| Barclays High Yield | (1.00) | 2.45 | 8.43 | 9.03 |
| Barclays U.S TIPS | (0.03) | 3.64 | 0.44 | 4.11 |
| Returns are annualized for periods greater than one year. | | | | |
| Credit Spreads (in basis points) | | | | |
| | Sep-14 | Dec-14 | Change | 10-Yr Avg. |
| Aaa | 60 | 67 | 7 | 92 |
| Aa | 69 | 77 | 8 | 123 |
| A | 99 | 108 | 9 | 164 |
| Baa | 147 | 174 | 27 | 225 |
| Ba | 331 | 347 | 16 | 434 |
| B | 466 | 542 | 76 | 578 |
| Caa | 720 | 873 | 153 | 906 |
| 10 Year Treasury | 2.52% | 2.17% | -0.35% | --- |

Source: Barclays Capital 12/31/2014

Returns are annualized for periods greater than one year.

Indices are not investments, are not managed, and do not incur fees or expenses. It is not possible to invest in an index. The inclusion of these indices is for informational purposes only and should not be used as the basis for making an investment decision.

INTERNATIONAL MARKET



Indices are not investments, are not managed, and do not incur fees or expenses. It is not possible to invest in an index. The inclusion of these indices is for informational purposes only and should not be used as the basis for making an investment decision.

Source: MSCI, Citigroup 12/31/2014

The Dollar: International equity and fixed income markets generally declined during the quarter, as the US dollar continued to strengthen, generating negative returns for the year. *Developed Market Equity* outperformed *Emerging Market Equity* in the quarter but reversed roles for the year while the dispersion between returns in *Developed Market Fixed Income* and *Emerging Market Fixed Income* was relatively narrow for the year; excluding Russia. The stronger dollar has been a drag on performance for U.S. investors investing in foreign assets and has sparked fears that in conjunction with interest rate increases in the U.S. performance in Emerging Markets could be challenged by subsequent capital outflows.

Despite negative returns from Japan and Australia, Asian equity markets tended to outperform their European counterparts led by returns in Hong Kong and New Zealand. Asian fixed income markets generally trailed European fixed income markets. In Asia, Japan has continued its easy money policy, in the face of a contracting economy, and has delayed the previously expected hike in sales tax in its efforts to increase inflation. In the eurozone, economic data remains flat, which had prompted the European Central Bank to reduce its funds rate as well as its deposit rate in the third quarter and subsequently, revise GDP growth down in December while potentially planning to embark on a quantitative easing program similar to the U.S.

Emerging Market Equity performance was led by India and China. India generated a return of 24% (usd) for the year on the back of election results viewed as positive for the economy while China posted a return of 8% (usd) after easing monetary policy. Not surprisingly, Russia, an oil exporter, posted a significant loss amid the collapse in oil prices with returns of -33% (usd) and -46% (usd) for the quarter and year, respectively. EM debt performed relatively well as countries with low current account deficits and net importers of oil tended to perform better in the year relative to the countries that were net exporters and had larger account deficits.

DISCLOSURE

This Capital Market Review, which is a quarterly publication circulated by Gray & Company and its affiliates, represents the opinions, investment strategies and views of Gray & Company and is based on current market conditions and is not intended to interpret laws or regulations. The views expressed in this Capital Market Review are subject to change without notice. This Capital Market Review commentary is provided for informational purposes only, based upon information generally available to the public from sources believed to be reliable, and should not be construed as investment or legal advice nor is it meant to be a solicitation or offer to purchase any product or service. Readers are encouraged to consult with their investment, legal or tax professional before making any investment decisions. This Capital Market Review is not designed to be a comprehensive analysis of any topic discussed herein, and should not be relied upon as the only source of information. Gray & Company believes the information contained in this material to be reliable but does not warrant its accuracy or completeness. Additionally, this Capital Market Review is not intended to represent advice or a recommendation of any kind, as it does not consider the specific investment objectives, financial situation, applicable risk factors, and/or particular needs of any individual client or investor and should not be relied upon as the basis for investment decisions. Past performance is not indicative of a guarantee of future results.

Definitions:

BC (Barclays Capital) Treasury provides a measure of riskless return.

The **Dow Jones Industrial Averages** contains the stocks of 30 companies that are all major factors in their industries, and their stocks are widely held by individuals and institutional investors. As of December 31, 2008, The Dow® represented 27% of the float-adjusted market capitalization of the Dow Jones U.S. TSM Index, which provides near complete coverage of the U.S. stock market. The DJIA serves the same purpose today for which it was created in 1896 – to provide a clear, straightforward view of the stock market and, by extension, the U.S. economy.

The **S&P 500 Index** is a capitalization weighted index of the 500 largest publicly traded companies in the US and is widely accepted as the overall market proxy. It consists of 400 industrials, 40 utilities, 20 transportation stocks and 40 financial institutions issues when totaled covers approximately 75% of the US equities market.

The **Russell 3000 Index** measures the performance of the largest 3000 U.S. companies representing approximately 98% of the investable U.S. equity market.

The **Russell 2000 Index** measures the performance of the small-cap segment of the U.S. equity universe. The Russell 2000 Index is a subset of the Russell 3000® Index representing approximately 8% of the total market capitalization of that index. It includes approximately 2,000 of the smallest securities based on a combination of their market cap and current index membership.

The **Russell 1000 Index** is composed of the 1000 largest companies in the Russell 3000 Index, which represents approximately 92% of the total market capitalization of the Russell 3000 Index. The average capitalization was approximately \$12.1 billion; the median market capitalization was approximately \$3.8 billion. The smallest company in the index had an approximate market capitalization of \$1350.8 million.

The **S&P MidCap 400** provides investors with a benchmark for mid-sized companies. The index covers over 7% of the U.S. equity market, and seeks to remain an accurate measure of mid-sized companies, reflecting the risk and return characteristics of the broader mid-cap universe on an on-going basis.

The **S&P SmallCap 600** covers approximately 3% of the domestic equities market. Measuring the small cap segment of the market that is typically renowned for poor trading liquidity and financial instability, the index is designed to be an efficient portfolio of companies that meet specific inclusion criteria to ensure that they are investable and financially viable.

The **Russell 3000 Growth Index** measures the performance of the broad growth segment of the U.S. equity universe. It includes those Russell 3000 companies with higher price-to-book ratios and higher forecasted growth values.

The **Russell 3000 Value Index** measures the performance of the broad value segment of the U.S. equity universe. It includes those Russell 3000 companies with lower price-to-book ratios and lower forecasted growth values.

The **Russell 2000 Growth Index** measures the performance of the small-cap growth segment of the U.S. equity universe. It includes those Russell 2000 companies with higher price-to-book ratios and higher forecasted growth values.

The **Russell 2000 Value Index** measures the performance of small-cap value segment of the U.S. equity universe. It includes those Russell 2000 companies with lower price-to-book ratios and lower forecasted growth values.

The **Russell 1000 Growth Index** is composed of those stocks in the Russell 1000 Index with greater than average growth orientation. The Russell Growth Index represents the universe of stocks from which most growth style money managers typically select.

The **Russell 1000 Value Index** is composed of those stocks in the Russell 1000 Index with less than average growth orientation. The Russell Value Index represents the universe of stocks from which most value style money managers typically select.

The **Barclays U.S. Aggregate Bond Index** is a broad-based benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM passthroughs), ABS, and CMBS. The U.S. Aggregate rolls up into other Barclays Capital flagship indices such as the multi-currency Global Aggregate Index and the U.S. Universal Index, which includes high yield and emerging markets debt. The U.S. Aggregate Index was created in 1986, with index history backfilled to January 1, 1976.

The **Barclays Govt/Credit Index** is the non-securitized component of the U.S. Aggregate Index and was the first macro index launched by Barclays Capital. The U.S. Government/Credit Index includes Treasuries (i.e., public obligations of the U.S. Treasury that have remaining maturities of more than one year), government-related issues (i.e., agency, sovereign, supranational, and local authority debt), and corporates. The U.S. Government/Credit Index was launched on January 1, 1979, with index history backfilled to 1973, and is a subset of the U.S. Aggregate Index.

The **Barclays U.S. Government Index** is comprised of the U.S. Treasury and U.S. Agency Indices. The U.S. Government Index includes Treasuries (public obligations of the U.S. Treasury that have remaining maturities of more than one year) and U.S. agency debentures (publicly issued debt of U.S. Government agencies, quasi-federal corporations, and corporate or foreign debt guaranteed by the U.S. Government). The U.S. Government Index is a component of the U.S. Government/Credit Index and the U.S. Aggregate Index.

DISCLOSURE

The **Barclays US Credit Index** comprises the US Corporate Index and a non-corporate component that includes foreign agencies, sovereigns, supranationals and local authorities. The US Credit Index was called the US Corporate Investment Grade Index until July 2000, when it was renamed to reflect its inclusion of both corporate and non-corporate issuers. Index history is available back to 1973. The US Credit Index is a subset of the US Government/Credit Index and the US Aggregate Index.

The **Barclays Capital U.S. MBS (Mortgage) Index** measures the performance of investment grade fixed-rate mortgage-backed pass-through securities of GNMA, FNMA, and FHLMC.

The **Barclays U.S. Corporate High-Yield Index** measures the market of USD-denominated, non-investment grade, fixed-rate, taxable corporate bonds. Securities are classified as high yield if the middle rating of Moody's, Fitch, and S&P is Ba1/BB+/BB+ or below. The index excludes emerging market debt. It was created in 1986, with history backfilled to July 1, 1983. The U.S. Corporate High-Yield Index is part of the U.S. Universal and Global High-Yield Indices.

The **Barclays U.S. TIPS** is a part of the Barclays Capital family of global inflation linked bond indices, the Barclays Capital US Government Inflation-linked bond index (US TIPS) measures the performance of the TIPS market. TIPS form the largest component of the Barclays Capital Global Inflation-Linked Bond Index. Inflation-linked indices include only capital indexed bonds with a remaining maturity of one year or more.

The **Barclays US Treasury 1-3yr term index™** measures the performance of short term government bonds issued the US Treasury. The index includes 2-Year and 3-Notes. Term Indices are a new concept in bond indexing developed by Barclays Capital. They have very similar yield, duration and risk/return characteristics to standard maturity based indices but are more compact and more liquid. Term indices use a standard market capitalisation weighting methodology but include only bonds near to their original term rather than selecting all bonds in a maturity range.

The **Barclays Capital Long Government/Credit Index** measures the investment return of all medium and larger public issues of U.S. Treasury, agency, investment-grade corporate, and investment-grade international dollar-denominated bonds with maturities longer than 10 years. The average maturity is approximately 20 years.

The **MSCI EAFE Index(net)** (Europe, Australasia, Far East) is a free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the US & Canada. As of May 27, 2010 the MSCI EAFE Index consisted of the following 22 developed market country indices: Australia, Austria, Belgium, Denmark, Finland, France, Germany, Greece, Hong Kong, Ireland, Israel, Italy, Japan, the Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, and the United Kingdom.

The **MSCI ACWI ex U.S. (net)** (All Country World Index excluding the United States) is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets. As of May 27, 2010 the MSCI ACWI ex. US consisted of 44 country indices comprising 23 developed and 21 emerging market country indices. The developed market country indices included are: Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Greece, Hong Kong, Ireland, Israel, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland and the United Kingdom. The emerging market country indices included are: Brazil, Chile, China, Colombia, Czech Republic, Egypt, Hungary, India, Indonesia, Korea, Malaysia, Mexico, Morocco, Peru, Philippines, Poland, Russia, South Africa, Taiwan, Thailand, and Turkey.

The **MSCI United Kingdom Index** is a free float adjusted market capitalization index that is designed to measure large and mid cap United Kingdom equity market performance. The MSCI United Kingdom Index is member of the MSCI international equity index series and represents the United Kingdom's equity portion of the global benchmark MSCI ACWI (All Country World Index) Index.

The **MSCI Europe Index (net)** is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of the developed markets in Europe. As of June 2007, the MSCI Europe Index consisted of the following 16 developed market country indices: Austria, Belgium, Denmark, Finland, France, Germany, Greece, Ireland, Italy, the Netherlands, Norway, Portugal, Spain, Sweden, Switzerland, and the United Kingdom.

MSCI Europe ex UK Index (net) is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of the developed markets in Europe excluding the United Kingdom. As of June 2007, the MSCI Europe Index consisted of the following 15 developed market country indices: Austria, Belgium, Denmark, Finland, France, Germany, Greece, Ireland, Italy, the Netherlands, Norway, Portugal, Spain, Sweden and Switzerland.

The **MSCI Pacific Index** is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of the developed markets in the Pacific region. As of June 2007, the MSCI Pacific Index consisted of the following 5 Developed Market countries: Australia, Hong Kong, Japan, New Zealand, and Singapore

MSCI Pacific ex Japan Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of the Far East, excluding Japan. As of March 2008 the MSCI Pacific ex Japan Index consisted of the following 9 developed and emerging market country indices: China, Hong Kong, Indonesia, Korea, Malaysia, Philippines, Singapore, Taiwan, and Thailand.

The **MSCI Japan Index** is a free float adjusted market capitalization index that is designed to measure large and mid cap Japanese equity market performance. The MSCI Japan Index is member of the MSCI international equity index series and represents the Japanese equity portion of the global benchmark MSCI ACWI (All Country World Index) Index.

The **MSCI Emerging Markets Index (net)** is a free float-adjusted market capitalization index that is designed to measure equity market performance of emerging markets. As of May 27, 2010 the MSCI Emerging Markets Index consisted of the following 21 emerging market country indices: Brazil, Chile, China, Colombia, Czech Republic, Egypt, Hungary, India, Indonesia, Korea, Malaysia, Mexico, Morocco, Peru, Philippines, Poland, Russia, South Africa, Taiwan, Thailand, and Turkey.

The **Citigroup World Government Bond Ex-US Index** measures the performance of developed countries' global fixed-income markets invested in debt issues of non-US governmental entities. The World Government Bond Index (WGBI) includes the 23 government bond markets of Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Greece, Ireland, Italy, Japan, Malaysia, the Netherlands, Norway, Poland, Portugal, Singapore, Spain, Sweden, Switzerland, the United Kingdom, and the United States prior to its exclusion.

Citigroup World Government Bond Ex-US Index hedged measures the performance of **The Citigroup World Government Bond Ex-US Index** and computing the monthly currency-hedged return by using a rolling one-month forward exchange contract as a hedging instrument.

Citigroup UK Bond Index includes the government bond markets of the United Kingdom and satisfies size, credit, and barriers-to-entry requirements.

Citigroup Japan Bond Index consists of the government bond market of Japan and satisfies size, credit, and barriers-to-entry requirements.

Citigroup Germany Bond Index consists of the government bond market of Germany and satisfies size, credit, and barriers-to-entry requirements.

Citigroup France Bond Index consists of the government bond market of France and satisfies size, credit, and barriers-to-entry requirements.

Citigroup Canada Bond Index consists of the government bond market of Canada and satisfies size, credit, and barriers-to-entry requirements.

DISCLOSURE

The **FTSE NAREIT US Real Estate Index** is calculated by FTSE International Limited (FTSE).

The **NCREIF Property Index** reports quarterly and annual returns consisting of income and appreciation components. The index is based on data collected from the voting members of NCREIF. Specific property-type indices include apartment, office, retail, R&D/Office and Warehouse.

91-Day T-Bills provide a measure of riskless return.

Consumer Price Index is a government-issued index of the retail prices of basic household goods and services.

Producer Price Index is an index maintained by the U.S. Bureau of Labor Statistics that tracks the price of wholesale goods and commodities.

The **Dow Jones UBS Commodity Index** measures collateralized returns from a diversified basket of 19 commodity futures contracts from sectors spanning energy, precious metals, industrial metals, grains and livestock.

Moody's Long-Term Obligation Ratings:

Aaa Obligations rated **Aaa** are judged to be of the highest quality, with minimal credit risk.

Aa Obligations rated **Aa** are judged to be of high quality and are subject to very low credit risk.

A Obligations rated **A** are considered upper-medium grade and are subject to low credit risk.

Baa Obligations rated **Baa** are subject to moderate credit risk. They are considered medium grade and as such may possess certain speculative characteristics.

Ba Obligations rated **Ba** are judged to have speculative elements and are subject to substantial credit risk.

B Obligations rated **B** are considered speculative and are subject to high credit risk.

Caa Obligations rated **Caa** are judged to be of poor standing and are subject to very high credit risk.

Ca Obligations rated **Ca** are highly speculative and are likely in, or very near, default, with some prospect of recovery of principal and interest.

C Obligations rated **C** are the lowest rated class of bonds and are typically in default, with little prospect for recovery of principal or interest.

Standard Deviation is often used by investors to measure the risk of a stock or a stock portfolio. The basic idea is that the standard deviation is a measure of volatility: the more a stock's returns vary from the stock's average return, the more volatile the stock.

Treasuries: Treasury Securities are debt financed securities issued by the U.S. government. There are three primary types of treasury securities. They are Treasury Bills, Treasury Notes and Treasury Bonds. Treasury Bills (a.k.a. T-bill) mature in one year or less. Treasury Bills are commonly issued with maturities dates of 91 days, 6 months, or 1 year. **91-Day T-Bills** provide a measure of riskless return. Treasury Notes (a.k.a. T-Note) mature between one and ten years. Treasury notes are commonly issued with maturities dates of 2, 3, 5 or 7 years. Treasury Bonds (a.k.a. T-Bond) are commonly issued with maturity dates of ten and thirty years.

The **federal funds target rate** is determined by a meeting of the members of the Federal Open Market Committee. The **federal funds rate** is the interest rate at which private depository institutions (mostly banks) lend balances (federal funds) at the Federal Reserve to other depository institutions, usually overnight. It is the interest rate banks charge each other for loans.

The **European Central Bank** (ECB) is the institution of the European Union (EU) which administers the monetary policy of the 17 EU Eurozone member states. It is thus one of the world's most important central banks. The bank was established by the Treaty of Amsterdam in 1998, and is headquartered in Frankfurt, Germany.

The **eurozone**, officially the **euro area**, is an economic and monetary union (EMU) of 17 European Union (EU) member states that have adopted the euro currency as their sole legal tender. It currently consists of Austria, Belgium, Cyprus, Estonia, Finland, France, Germany, Greece, Ireland, Italy, Luxembourg, Malta, the Netherlands, Portugal, Slovakia, Slovenia, and Spain.

The **euro** (sign: €) is the official currency of the eurozone.

The **pound sterling** (sign: £), commonly called the **pound**, is the official currency of the United Kingdom.

OVERVIEW

PORTFOLIO EVALUATION

- ♦ The fund's total market value as of December 31, 2014 was \$147.44 million.
- ♦ The Fund had a return of 1.10% for the quarter and a return of 3.92% for the last twelve months.

INVESTMENT POLICY AND OBJECTIVES

- ♦ To be actuarially sound to assure that its obligations to Fund members and others will be honored in a timely way.
- ♦ To achieve earnings at a sufficient level that, together with employee, city, and other periodic contributions, will enable it to meet its present and future obligations.
- ♦ To earn the highest total return on invested funds consistent with safety and in accordance with generally accepted investment practices to the extent permitted by law.
- ♦ To achieve a level of performance equal to or greater than the actuarial assumption so that benefits may be increased or enhanced or that contributions may be reduced.
- ♦ To meet all Statutory requirements of the State of Alabama.

PLAN RECONCILIATION

| | <u>Quarter</u> |
|--------------------------------------|---------------------------|
| <u>Beginning Market Value</u> | 145,901,399 |
| Cash Flow In | 0 |
| Intrafund Transfers | 0 |
| Cash Flow Out | -64,203 |
| Net Cash Flow | -64,203 |
| Investment Performance | |
| Income | 379,972 |
| Asset Value Changes | 1,224,511 |
| Gross Performance | 1,604,483 |
| <u>Ending Market Value</u> | <u>147,441,679</u> |

RECOMMENDATIONS

Mobile Police & Firefighters Executive Summary Table Periods Ending December 31, 2014

FYTD - 9/30/14

| Name | Value \$(000) | % of Fund | Periods Ending 12/31/14 | | | | | | |
|--------------------------------------|------------------|--------------|-------------------------|--------|--------|-------|-------|-------|--------|
| | | | Cur Qtr | FYTD | 1 Year | 3 Yrs | 5 Yrs | 7 Yrs | 10 Yrs |
| Total Fund | 147,442 | 100.0 | 1.10 | 1.10 | 3.92 | 11.57 | 9.77 | 4.65 | 6.07 |
| Net of Fee | | | 1.04 | 1.04 | 3.65 | 11.25 | 9.42 | 4.30 | 5.82 |
| Mobile P&F Policy Index | | | 3.42 | 3.42 | 6.95 | 13.50 | 11.27 | 6.19 | 6.93 |
| Total Fund Excluding Alternatives | 138,841 | 94.2 | 0.99 | 0.99 | 3.75 | 12.00 | 9.91 | 3.62 | |
| Net of Fee | | | 0.94 | 0.94 | 3.50 | 11.73 | 9.62 | 3.36 | |
| Policy Index excluding Alts | | | 3.49 | 3.49 | 7.05 | 13.81 | 11.26 | 6.40 | |
| Total Opportunistic Equity Composite | 5,575 | 3.8 | -17.43 | -17.43 | -18.68 | | | | |
| Net of Fee | | | -17.43 | -17.43 | -19.28 | | | | |
| MSCI ACWI (Net) | | | 0.41 | 0.41 | 4.16 | | | | |
| Energy Opportunities Capital | 5,575 | 3.8 | -17.43 | -17.43 | -18.68 | | | | |
| Net of Fee | | | -17.43 | -17.43 | -19.28 | | | | |
| OIH_XLE Blended Index | | | -19.20 | -19.20 | -16.31 | | | | |
| Total Domestic Equity Composite | 75,974 | 51.5 | 3.98 | 3.98 | 8.34 | 18.19 | 14.61 | 6.48 | 8.02 |
| Net of Fee | | | 3.93 | 3.93 | 8.07 | 17.86 | 14.26 | 6.17 | |
| Domestic Equity Index | | | 6.11 | 6.11 | 10.86 | 20.19 | 15.87 | 8.03 | 8.16 |
| SSgA Russell 1000 Index Fund | 44,867 | 30.4 | 4.89 | 4.89 | 13.27 | 20.65 | 15.65 | 7.51 | 8.01 |
| Net of Fee | | | 4.89 | 4.89 | 13.24 | 20.58 | 15.59 | 7.47 | 7.95 |
| Russell 1000 | | | 4.88 | 4.88 | 13.25 | 20.62 | 15.64 | 7.48 | 7.96 |
| SSgA S&P 400 MidCap Index Fund | 16,193 | 11.0 | 6.36 | 6.36 | 9.75 | | | | |
| Net of Fee | | | 6.36 | 6.36 | 9.70 | | | | |
| S&P Midcap 400 | | | 6.35 | 6.35 | 9.77 | | | | |

Mobile Police & Firefighters Executive Summary Table Periods Ending December 31, 2014

FYTD - 9/30/14

| Name | Value \$(000) | % of Fund | Periods Ending 12/31/14 | | | | | | |
|--------------------------------------|------------------|--------------|-------------------------|-------|--------|-------|-------|-------|--------|
| | | | Cur Qtr | FYTD | 1 Year | 3 Yrs | 5 Yrs | 7 Yrs | 10 Yrs |
| Morgan Dempsey SCV | 7,496 | 5.1 | 2.20 | 2.20 | -4.27 | | | | |
| Net of Fee | | | 1.92 | 1.92 | -5.34 | | | | |
| Russell 2000 Value | | | 9.40 | 9.40 | 4.22 | | | | |
| SouthernSun SCC | 7,418 | 5.0 | -3.99 | -3.99 | -6.30 | | | | |
| Net of Fee | | | -4.23 | -4.23 | -7.24 | | | | |
| Russell 2000 | | | 9.73 | 9.73 | 4.89 | | | | |
| Total International Equity Composite | 12,137 | 8.2 | -4.23 | -4.23 | -4.42 | 9.01 | 3.36 | -2.82 | 3.90 |
| Net of Fee | | | -4.44 | -4.44 | -4.82 | 8.85 | 3.04 | -3.20 | |
| MSCI ACWI ex US (Net) | | | -3.87 | -3.87 | -3.87 | 8.99 | 4.43 | -0.63 | 5.13 |
| Allianz Global Investors | 12,137 | 8.2 | -4.23 | -4.23 | -4.42 | 9.01 | | | |
| Net of Fee | | | -4.44 | -4.44 | -4.82 | 8.85 | | | |
| MSCI ACWI ex US (Net) | | | -3.87 | -3.87 | -3.87 | 8.99 | | | |
| Total Fixed Income Composite | 30,700 | 20.8 | 0.53 | 0.53 | 3.49 | 2.61 | 4.05 | 4.96 | 4.73 |
| Net of Fee | | | 0.50 | 0.50 | 3.37 | 2.50 | 3.93 | 4.84 | |
| Barclays Int Govt/Credit | | | 0.89 | 0.89 | 3.13 | 2.03 | 3.54 | 4.00 | 4.10 |
| Orleans | 30,700 | 20.8 | 0.53 | 0.53 | 3.49 | 2.61 | 4.05 | 4.96 | 4.73 |
| Net of Fee | | | 0.50 | 0.50 | 3.37 | 2.50 | 3.93 | 4.84 | 4.61 |
| Barclays Int Govt/Credit | | | 0.89 | 0.89 | 3.13 | 2.03 | 3.54 | 4.00 | 4.10 |
| Real Estate Composite | 2,828 | 1.9 | 6.68 | 6.68 | 16.84 | 13.22 | 13.05 | 0.57 | 5.80 |
| Net of Fee | | | 6.49 | 6.49 | 15.77 | 12.11 | 11.94 | -0.42 | 4.81 |
| NCREIF ODCE Fund Index | | | 3.26 | 3.26 | 12.49 | 12.45 | 13.93 | 2.80 | 7.11 |

Mobile Police & Firefighters Executive Summary Table Periods Ending December 31, 2014

FYTD - 9/30/14

| Name | Value \$(000) | % of Fund | Periods Ending 12/31/14 | | | | | | |
|------------------------------|------------------|--------------|-------------------------|-------|--------|-------|-------|-------|--------|
| | | | Cur Qtr | FYTD | 1 Year | 3 Yrs | 5 Yrs | 7 Yrs | 10 Yrs |
| Guggenheim | 2,637 | 1.8 | 7.20 | 7.20 | 18.61 | 15.34 | 15.88 | 1.27 | |
| Net of Fee | | | 6.99 | 6.99 | 17.52 | 14.25 | 14.77 | 0.32 | |
| 70% NCREIF / 30% NAREIT | | | 6.01 | 6.01 | 16.89 | 13.76 | 14.97 | 5.17 | |
| DLJ | 191 | 0.1 | 0.00 | 0.00 | 2.72 | 3.86 | 5.23 | 1.37 | 7.96 |
| Net of Fee | | | 0.00 | 0.00 | 2.72 | 3.05 | 4.45 | 0.48 | 7.06 |
| NCREIF ODCE Fund Index | | | 3.26 | 3.26 | 12.49 | 12.45 | 13.93 | 2.80 | |
| Private Equity Composite | 3,207 | 2.2 | 1.58 | 1.58 | -3.01 | 6.14 | 7.65 | 6.93 | 7.92 |
| Net of Fee | | | 1.52 | 1.52 | -3.18 | 5.71 | 6.93 | 6.02 | 6.24 |
| Russell 2500 | | | 7.77 | 7.77 | 11.07 | 23.97 | 20.36 | 12.86 | 12.72 |
| Hicks, Muse, Tate & Furst IV | 62 | 0.0 | 0.00 | 0.00 | -17.00 | -2.00 | 5.56 | -0.36 | -1.29 |
| Net of Fee | | | 0.00 | 0.00 | -17.00 | -2.00 | 5.56 | -0.36 | -1.29 |
| Russell 2500 | | | 7.77 | 7.77 | 11.07 | 23.97 | 20.36 | 12.86 | 12.72 |
| Ripplewood Partners II, L.P. | 704 | 0.5 | -1.96 | -1.96 | -32.60 | -4.36 | 0.78 | 2.25 | 3.42 |
| Net of Fee | | | -1.96 | -1.96 | -32.60 | -4.93 | 0.33 | 1.67 | 1.54 |
| Russell 2500 | | | 7.77 | 7.77 | 11.07 | 23.97 | 20.36 | 12.86 | 12.72 |
| Levine Leichtman Fund III | 1,709 | 1.2 | 0.00 | 0.00 | 6.18 | 8.88 | 10.58 | 8.60 | 11.79 |
| Net of Fee | | | 0.00 | 0.00 | 6.18 | 8.63 | 9.67 | 7.47 | 9.67 |
| Russell 2500 | | | 7.77 | 7.77 | 11.07 | 23.97 | 20.36 | 12.86 | 12.72 |
| Permal Capital Fund IV | 732 | 0.5 | 9.44 | 9.44 | 19.33 | 14.38 | 10.16 | 8.13 | |
| Net of Fee | | | 9.14 | 9.14 | 18.36 | 13.61 | 9.30 | 7.04 | |
| Russell 2500 | | | 7.77 | 7.77 | 11.07 | 23.97 | 20.36 | 12.86 | |
| Timber Composite | 2,565 | 1.7 | 0.63 | 0.63 | 11.04 | 6.34 | 3.98 | | |
| Net of Fee | | | 0.42 | 0.42 | 10.12 | 5.46 | 3.12 | | |

Mobile Police & Firefighters Executive Summary Table Periods Ending December 31, 2014

FYTD - 9/30/14

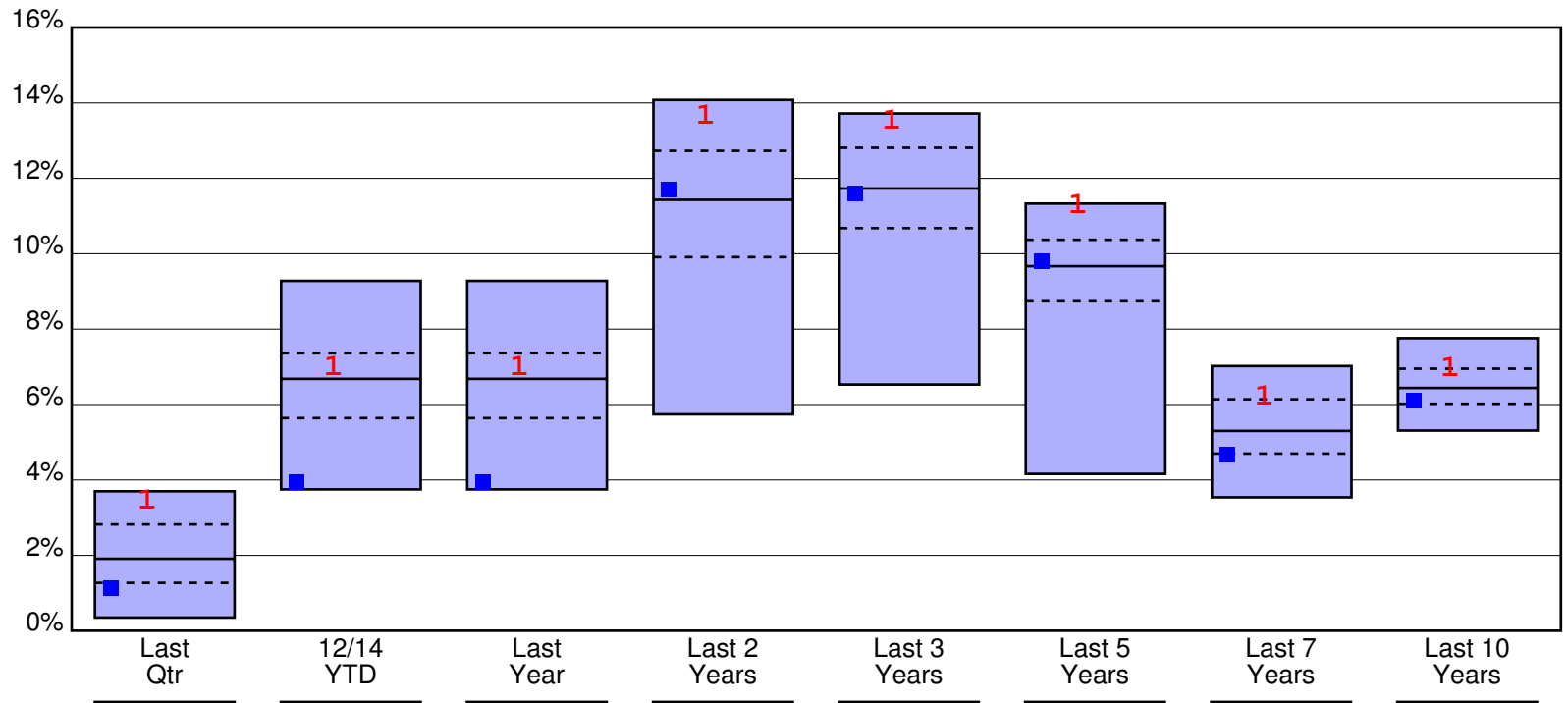
[illegible]

Mobile Police & Firefighters

Cumulative Performance Comparison

Total Returns of Total Fund Public Sponsors

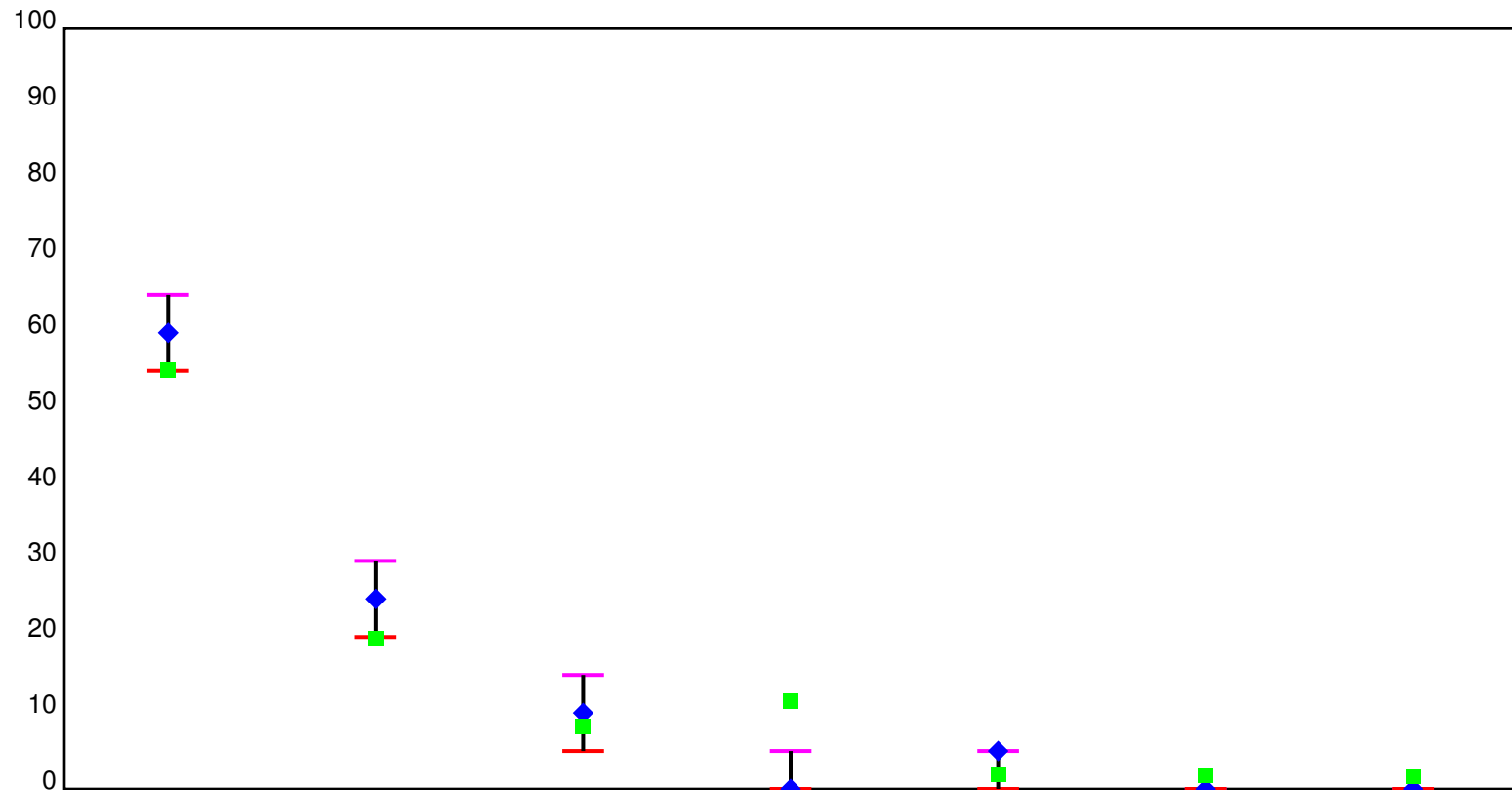
Periods Ending 12/14



| | | | | | | | | |
|---------------------------|-----------|-----------|-----------|------------|------------|-----------|-----------|-----------|
| 5th Percentile | 3.70 | 9.28 | 9.28 | 14.08 | 13.72 | 11.33 | 7.02 | 7.76 |
| 25th Percentile | 2.82 | 7.36 | 7.36 | 12.73 | 12.81 | 10.37 | 6.14 | 6.95 |
| Median | 1.91 | 6.68 | 6.68 | 11.43 | 11.73 | 9.67 | 5.30 | 6.44 |
| 75th Percentile | 1.27 | 5.64 | 5.64 | 9.91 | 10.68 | 8.74 | 4.70 | 6.02 |
| 95th Percentile | 0.35 | 3.75 | 3.75 | 5.74 | 6.53 | 4.16 | 3.54 | 5.31 |
| ■ Total Fund | 1.10 (84) | 3.92 (93) | 3.92 (93) | 11.67 (45) | 11.57 (57) | 9.77 (42) | 4.65 (76) | 6.07 (70) |
| 1 Mobile P&F Policy Index | 3.42 (8) | 6.95 (38) | 6.95 (38) | 13.63 (10) | 13.50 (7) | 11.27 (6) | 6.19 (21) | 6.93 (26) |

Mobile Police & Firefighters Asset Allocation vs Policy Graph

Total Fund
As of December 31, 2014

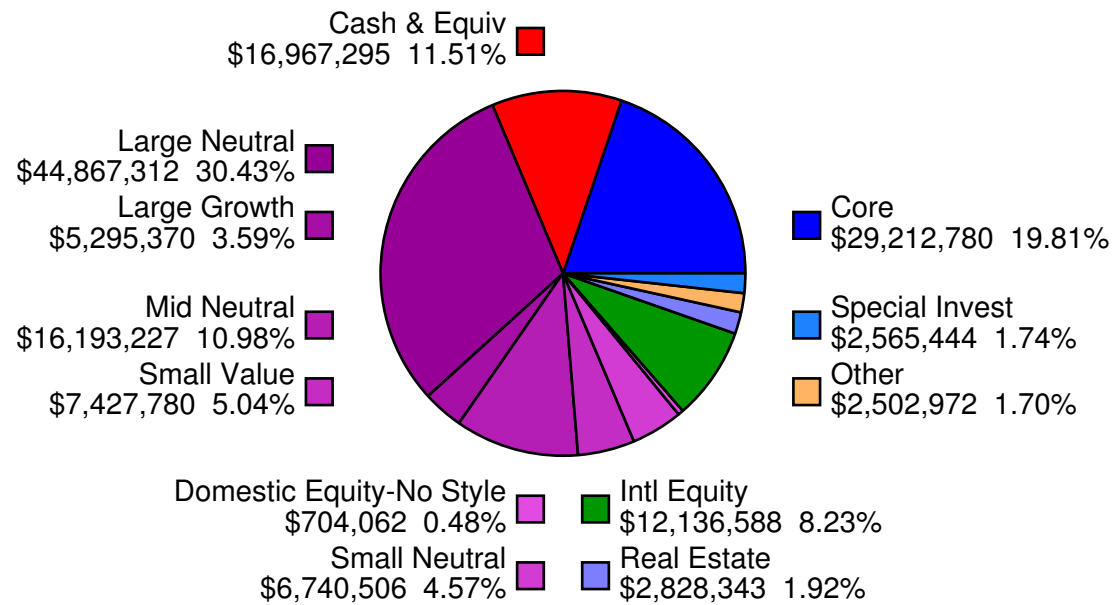


| Legend | | Domestic Equities | Domestic Fixed | International Equities | Cash | Real Estate | Special Investments | Other |
|--------|--------|-------------------|----------------|------------------------|------|-------------|---------------------|-------|
| ◆ | Policy | 60.0 | 25.0 | 10.0 | 0.0 | 5.0 | 0.0 | 0.0 |
| - | Min | 55.0 | 20.0 | 5.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| - | Max | 65.0 | 30.0 | 15.0 | 5.0 | 5.0 | 0.0 | 0.0 |
| ■ | Actual | 55.1 | 19.8 | 8.2 | 11.5 | 1.9 | 1.7 | 1.7 |

Mobile Police & Firefighters Asset And Policy Allocation Total Fund

December 31, 2014

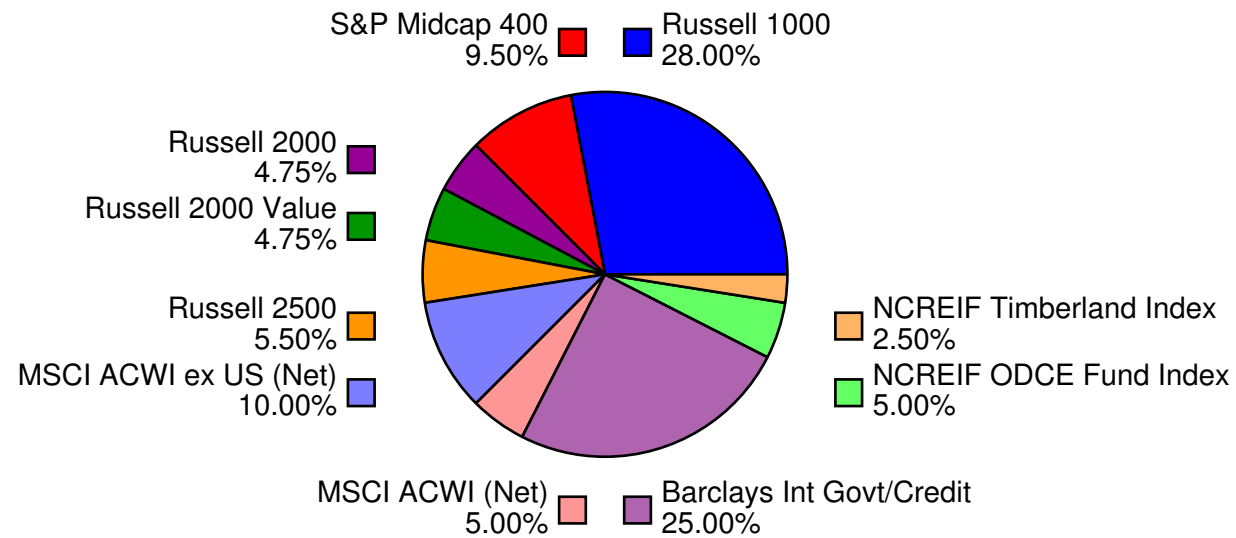
\$147,441,679



Mobile Police & Firefighters Asset And Policy Allocation Total Fund

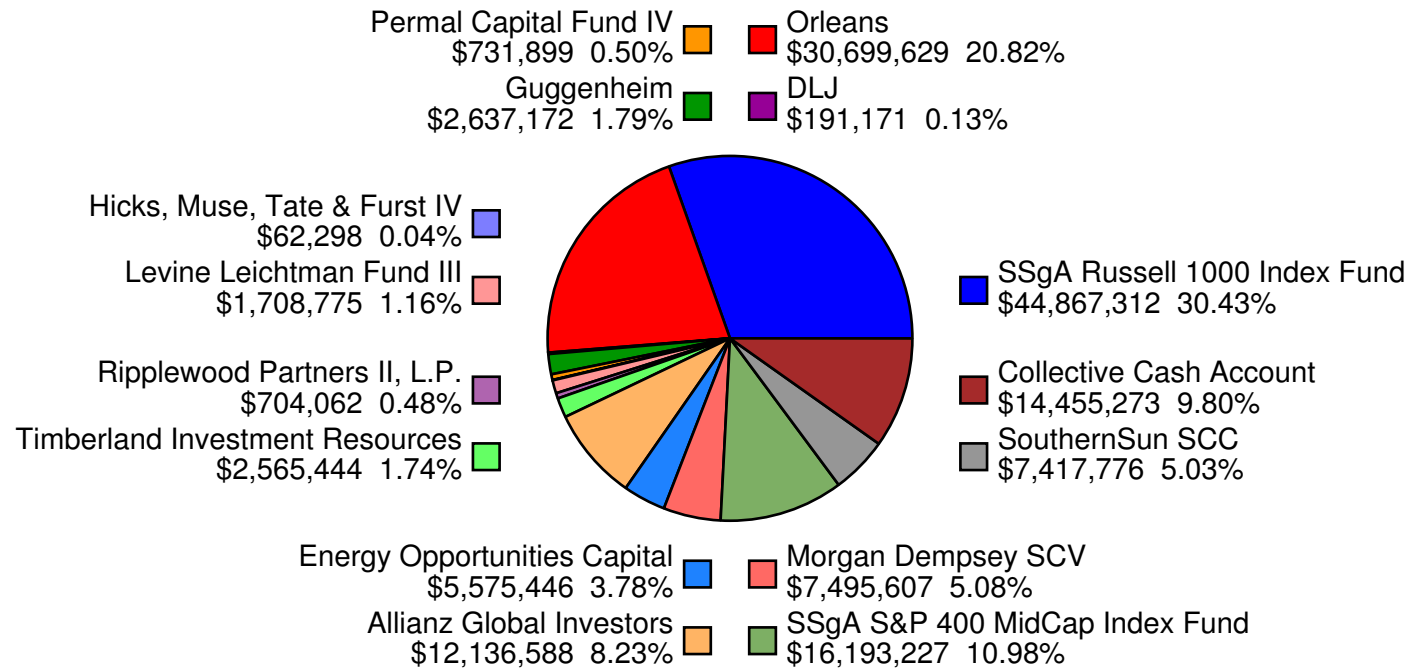
December 31, 2014

Mobile P&F Policy Index



Mobile Police & Firefighters Total Fund Allocation By Manager Total Fund

December 31, 2014 \$147,441,679



Mobile Police & Firefighters
Sources of Fund Growth
Total Fund
9/30/14 - 12/31/14

| Manager Name | Beginning Value \$(000) | Net Contrib \$(000) | Invest Fees \$(000) | Invest Gain/Loss \$(000) | Ending Value \$(000) | Gross of Fees Return(%) | Net of Fees Return(%) |
|---------------------------------|----------------------------|------------------------|------------------------|-----------------------------|-------------------------|----------------------------|--------------------------|
| SSgA Russell 1000 Index Fund | 42,776 | 0 | 0 | 2,091 | 44,867 | 4.89 | 4.89 |
| Energy Opportunities Capital | 6,752 | 0 | 0 | -1,177 | 5,575 | -17.43 | -17.43 |
| Morgan Dempsey SCV | 7,354 | 0 | 20 | 161 | 7,496 | 2.20 | 1.92 |
| SSgA S&P 400 MidCap Index Fund | 15,225 | 0 | 0 | 968 | 16,193 | 6.36 | 6.36 |
| SouthernSun SCC | 7,746 | 0 | 19 | -308 | 7,418 | -3.99 | -4.23 |
| Equity | 79,854 | 0 | 40 | 1,735 | 81,549 | | |
| Allianz Global Investors | 12,700 | 0 | 27 | -537 | 12,137 | -4.23 | -4.44 |
| Int'l Equity | 12,700 | 0 | 27 | -537 | 12,137 | | |
| Orleans | 30,547 | 0 | 9 | 162 | 30,700 | 0.53 | 0.50 |
| Fixed Income | 30,547 | 0 | 9 | 162 | 30,700 | | |
| Collective Cash Account | 14,389 | 65 | 0 | 1 | 14,455 | 0.00 | 0.00 |
| Short Term | 14,389 | 65 | 0 | 1 | 14,455 | | |
| DLJ | 191 | 0 | 0 | 0 | 191 | 0.00 | 0.00 |
| Guggenheim | 2,465 | 0 | 5 | 177 | 2,637 | 7.20 | 6.99 |
| Real Estate | 2,656 | 0 | 5 | 177 | 2,828 | | |
| Permal Capital Fund IV | 690 | -20 | 2 | 64 | 732 | 9.44 | 9.14 |
| Hicks, Muse, Tate & Furst IV | 62 | 0 | 0 | 0 | 62 | 0.00 | 0.00 |
| Ripplewood Partners II, L.P. | 718 | 0 | 0 | -14 | 704 | -1.96 | -1.96 |
| Timberland Investment Resources | 2,555 | 0 | 5 | 16 | 2,565 | 0.63 | 0.42 |
| Special Investments | 4,025 | -20 | 7 | 66 | 4,064 | | |

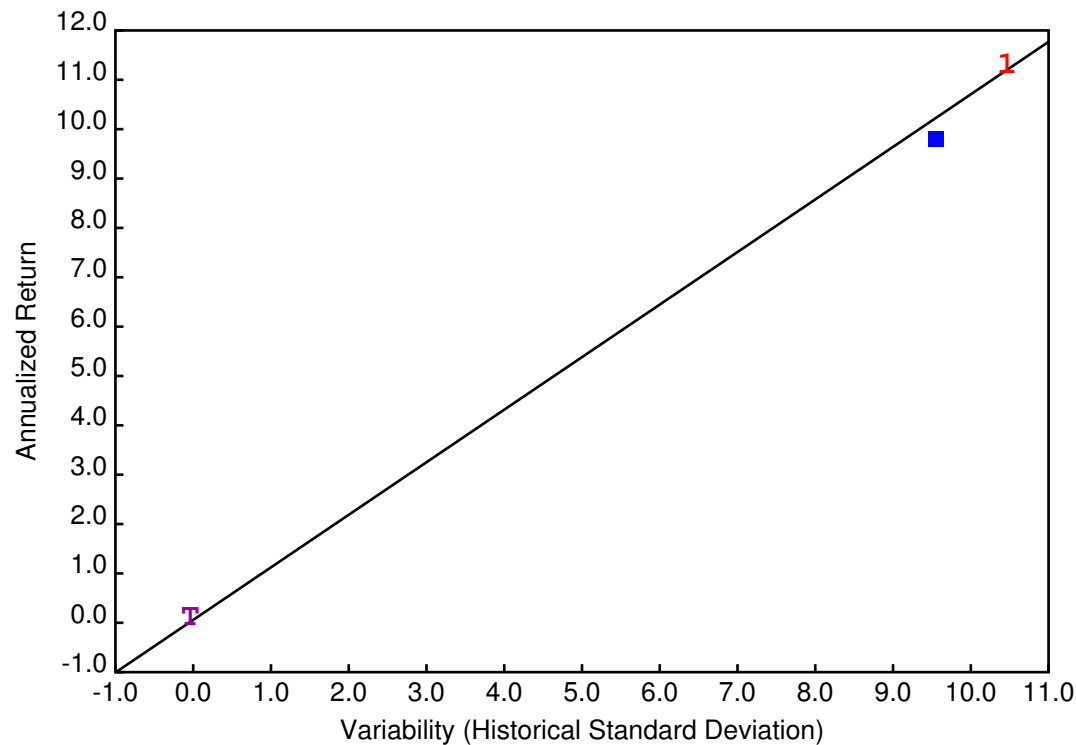
Mobile Police & Firefighters
Sources of Fund Growth
Total Fund
9/30/14 - 12/31/14

[illegible]

Mobile Police & Firefighters

Quarterly Total Return Market Line Analysis

Periods from 12/09 to 12/14



| | Annualized Return | Variability | Reward | Sharpe Ratio |
|---------------------------|----------------------|-------------|--------|-----------------|
| ■ Total Fund | 9.77 | 9.64 | 9.68 | 1.00 |
| 1 Mobile P&F Policy Index | 11.27 | 10.53 | 11.18 | 1.06 |
| T 91-Day Treasury Bill | 0.09 | 0.03 | 0.00 | 0.00 |

PAGE LEFT BLANK INTENTIONALLY

City of Mobile Police & Firefighters

December 31, 2014

Performance Summary Table
Periods Ending 12/31/14

| Manager | 1 Qtr | YTD | 1 Year | 2 Yrs | 3 Yrs | 5 Yrs | 10 Yrs |
|------------------------------|--------|--------|--------|-------|-------|-------|--------|
| Energy Opportunities Capital | | | | | | | |
| Total Return | -17.43 | -18.68 | -18.68 | 1.50 | | | |
| Total Return (Net of Fees) | -17.43 | -19.28 | -19.28 | 0.52 | | | |
| OIH_XLE Blended Index | -19.20 | -16.31 | -16.31 | 2.89 | | | |
| Variance | 1.77 | -2.37 | -2.37 | -1.39 | | | |

ENERGY OPPORTUNITIES CAPITAL

Opportunistic Equity (Separately Managed)

OBJECTIVE

Manager is expected to rank in the top 50% versus their peer group over a minimum three year period.

Investment Performance is expected to exceed the OIH_XLE Blended Benchmark over a market cycle. (3-5 years)

STRATEGY

The fundamental goal is to produce returns superior to energy related benchmarks and broad market equity indices by investing in a diversified portfolio of energy company equities designed to capitalize on existing energy supply and demand fundamentals.

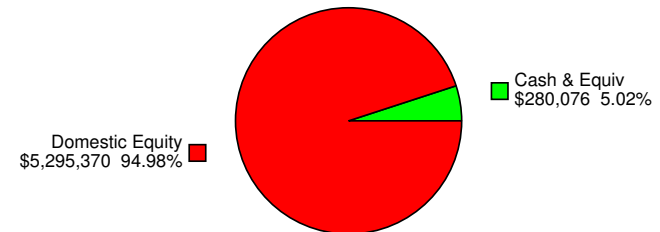
The primary thrust of the strategy is to capitalize on the ongoing positive supply and demand fundamentals that exist in energy markets. Among other things, the manager emphasizes those sectors and companies that are beneficiaries of the necessary capital expenditures that will be required to generate the supply required to maintain and support increasing global energy demand and global economic growth.

FEE SCHEDULE

1.00% on all assets

Asset Allocation Energy Opportunities Capital

December 31, 2014 \$5,575,446



CONCLUSIONS/RECOMMENDATIONS

Energy Opportunities Capital under performed the blended benchmark during the 4th Quarter 2014.

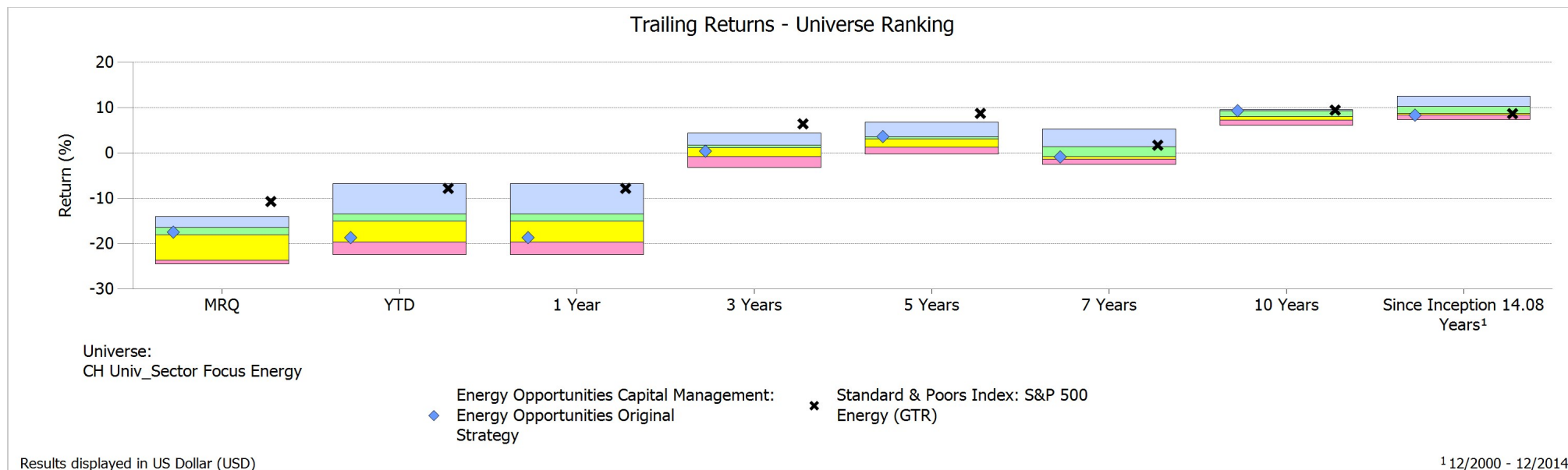
Energy Opportunities Capital Management

Energy Opportunities Original Strategy

S&P 500 Energy (GTR)

Q4/2014

CH Univ_Sector Focus Energy



Trailing Returns

| Product Name | Returns MRQ | Rank | Returns YTD | Rank | Returns 1 Year | Rank | Returns 3 Years | Rank | Returns 5 Years | Rank | Returns 7 Years | Rank | Returns 10 Years | Rank | Returns SI 12/00 - 12/14 | Rank |
|--|-------------|------|-------------|------|----------------|------|-----------------|------|-----------------|------|-----------------|------|------------------|------|--------------------------|------|
| Energy Opportunities Original Strategy | -17.43 | 42 | -18.63 | 67 | -18.63 | 67 | 0.44 | 58 | 3.65 | 19 | -0.84 | 59 | 9.36 | 28 | 8.37 | 75 |
| S&P 500 Energy (GTR) | -10.68 | 1 | -7.78 | 8 | -7.78 | 8 | 6.46 | 1 | 8.76 | 1 | 1.74 | 20 | 9.48 | 14 | 8.71 | 50 |

Risk & Efficiency - Trailing 5 Years

| Product Name | Energy Opportunities Original Strategy | S&P 500 Energy (GTR) |
|-----------------|--|----------------------|
| Std Dev 5 Years | 27.6 | 22.4 |
| Sharpe 5 Years | 0.1 | 0.4 |
| TE 5 Years | 8.2 | 0.0 |
| IR 5 Years | -0.6 | --- |
| UMC 5 Years | 108.4 | 100.0 |
| DMC 5 Years | 134.7 | 100.0 |

Risk & Efficiency - Since Inception

| Product Name | Energy Opportunities Original Strategy | S&P 500 Energy (GTR) |
|--------------|--|----------------------|
| Std Dev SI | 30.6 | 21.4 |
| Sharpe SI | 0.2 | 0.3 |
| TE SI | 14.9 | 0.0 |
| IR SI | 0.0 | --- |
| UMC SI | 129.9 | 100.0 |
| DMC SI | 130.3 | 100.0 |

Product Inception Date 10/25/00
 Default Vehicle Type Separate/Segregated Account
 Default Reporting Method Gross of Fees

Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

Energy Opportunities Capital Management

Energy Opportunities Original Strategy

S&P 500 Energy (GTR)

Q4/2014

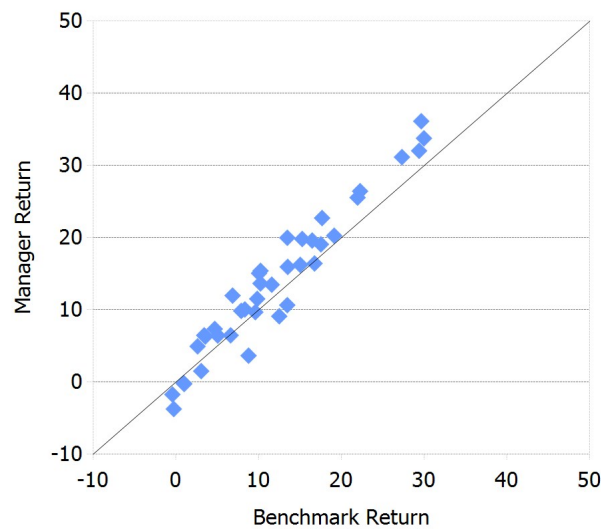
CH Univ_Sector Focus Energy

5 Year Rolling Return & Ranking - 10 Years

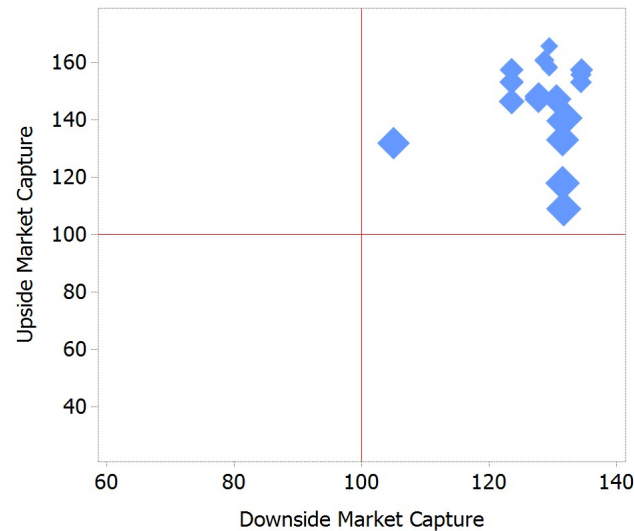
| Product Name | Returns 5 Years as of 12/2014 | Rank | Returns 5 Years as of 9/2014 | Rank | Returns 5 Years as of 6/2014 | Rank | Returns 5 Years as of 3/2014 | Rank | Returns 5 Years as of 12/2013 | Rank | Returns 5 Years as of 9/2013 | Rank | Returns 5 Years as of 6/2013 | Rank | Returns 5 Years as of 3/2013 | Rank | Returns 5 Years as of 12/2012 | Rank | Returns 5 Years as of 9/2012 | Rank | Returns 5 Years as of 6/2012 | Rank |
|--|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|
| Energy Opportunities Original Strategy | 3.65 | 19 | 9.11 | 49 | 16.42 | 36 | 19.60 | 9 | 19.98 | 1 | 6.46 | 36 | -3.75 | 50 | 1.51 | 31 | -1.74 | 46 | -0.27 | 46 | -0.16 | 33 |
| S&P 500 Energy (GTR) | 8.76 | 1 | 12.46 | 9 | 16.74 | 27 | 16.45 | 54 | 13.44 | 46 | 6.60 | 28 | -0.28 | 9 | 3.04 | 16 | -0.44 | 23 | 0.99 | 23 | 0.93 | 17 |

| Product Name | Returns 5 Years as of 12/2014 | Rank | Returns 5 Years as of 3/2012 | Rank | Returns 5 Years as of 12/2011 | Rank | Returns 5 Years as of 9/2011 | Rank | Returns 5 Years as of 6/2011 | Rank | Returns 5 Years as of 3/2011 | Rank | Returns 5 Years as of 12/2010 | Rank | Returns 5 Years as of 9/2010 | Rank | Returns 5 Years as of 6/2010 | Rank | Returns 5 Years as of 3/2010 | Rank | Returns 5 Years as of 12/2009 | Rank |
|--|-------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|
| Energy Opportunities Original Strategy | 3.65 | 19 | 6.43 | 17 | 7.34 | 17 | 6.46 | 17 | 9.85 | 17 | 11.51 | 17 | 10.05 | 25 | 4.93 | 27 | 6.31 | 45 | 11.97 | 45 | 15.40 | 40 |
| S&P 500 Energy (GTR) | 8.76 | 1 | 5.03 | 33 | 4.68 | 33 | 3.40 | 33 | 7.87 | 34 | 9.81 | 33 | 8.31 | 49 | 2.60 | 64 | 3.55 | 64 | 6.83 | 82 | 10.21 | 70 |

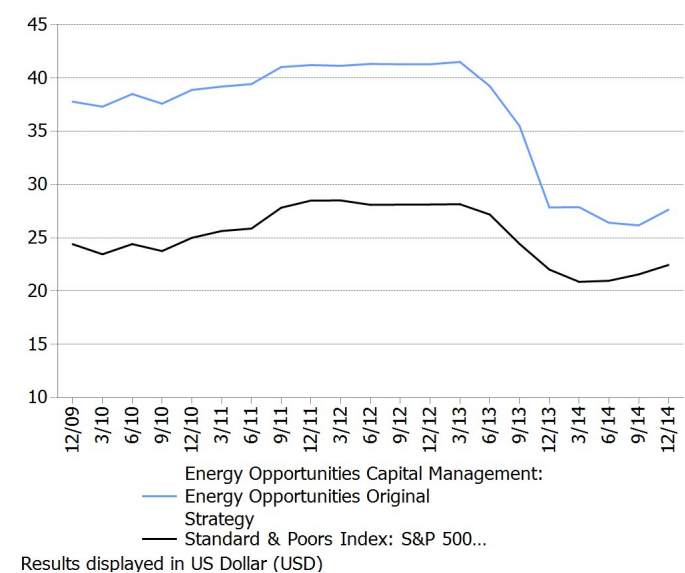
5 Year Rolling Return - Since Inception



5 Year Rolling Up/Down Market Capture - 10 Years



5 Year Rolling Standard Deviation - 10 Years



Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

City of Mobile Police & Firefighters

December 31, 2014

Performance Summary Table
Periods Ending 12/31/14

| Manager | 1 Qtr | YTD | 1 Year | 2 Yrs | 3 Yrs | 5 Yrs | 10 Yrs |
|------------------------------|-------|-------|--------|-------|-------|-------|--------|
| SSgA Russell 1000 Index Fund | | | | | | | |
| Total Return | 4.89 | 13.27 | 13.27 | 22.80 | 20.65 | 15.65 | 8.01 |
| Total Return (Net of Fees) | 4.89 | 13.24 | 13.24 | 22.74 | 20.58 | 15.59 | 7.95 |
| Russell 1000 | 4.88 | 13.25 | 13.25 | 22.78 | 20.62 | 15.64 | 7.96 |
| Variance | 0.01 | 0.02 | 0.02 | 0.02 | 0.03 | 0.01 | 0.05 |

SSGA

Russell 1000 Index Fund (Commingled Fund)

OBJECTIVE:

Track the return of the Russell 1000 Index.

STRATEGY:

The Fund is managed using a "passive" or "indexing" investment approach, by which SSgA attempts to match, before expenses, the performance of the Index. SSgA will typically attempt to invest in the securities comprising the Index in the same proportions as they are represented in the Index. In some cases, it may not be possible or practical to purchase all of the securities comprising the Index, or to hold them in the same weightings as they represent in the Index. In those circumstances, SSgA may employ a sampling or optimization technique to construct the portfolio in question. The Fund's returns may vary from the returns of the Index.

FEE SCHEDULE

3.5 bps on all assets (Min. Fee of \$20,000 per year)

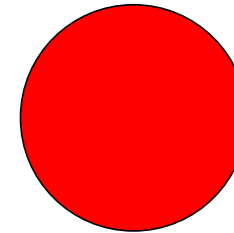
-fee schedule amended in 2014

-assets to be combined w/ Mid Cap Index assets when determining fees

Asset Allocation SSgA Russell 1000 Index Fund

December 31, 2014 \$44,867,312

Domestic Equity
\$44,867,312 100.00%



CONCLUSIONS/RECOMMENDATIONS

The SSgA Fund performed in line with the Russell 1000 Index during the quarter.

State Street Global Advisors

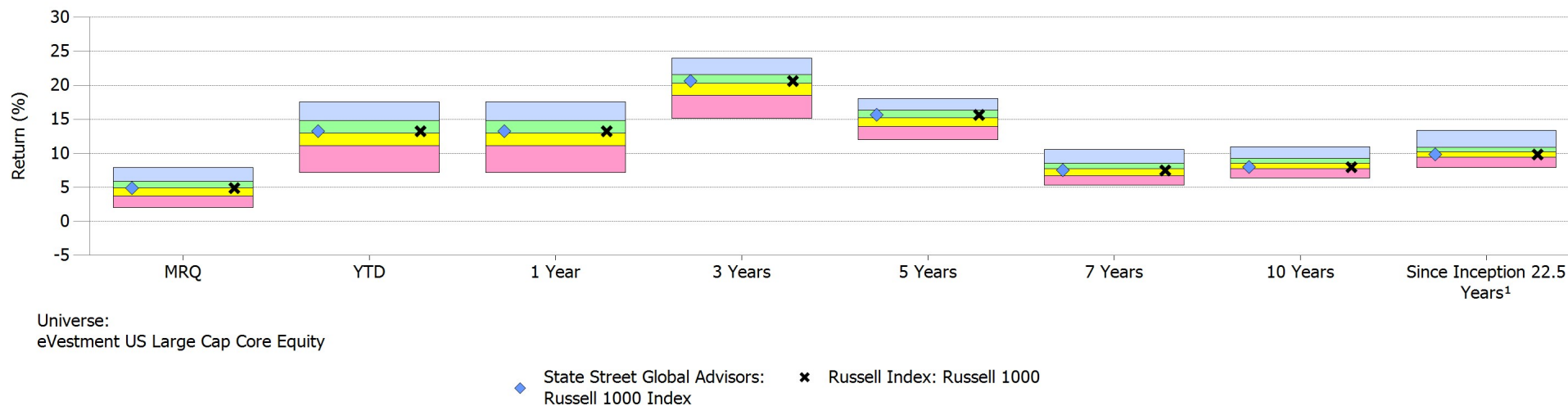
Russell 1000 Index

Russell 1000

12/2014

eVestment US Large Cap Core Equity

Trailing Returns - Universe Ranking



Results displayed in US Dollar (USD)

17/1992 - 12/2014

Trailing Returns

| Product Name | Returns MRQ | Rank | Returns YTD | Rank | Returns 1 Year | Rank | Returns 3 Years | Rank | Returns 5 Years | Rank | Returns 7 Years | Rank | Returns 10 Years | Rank | Returns SI 7/92 - 12/14 | Rank |
|--------------------|-------------|------|-------------|------|----------------|------|-----------------|------|-----------------|------|-----------------|------|------------------|------|-------------------------|------|
| Russell 1000 Index | 4.89 | 51 | 13.25 | 45 | 13.25 | 45 | 20.63 | 43 | 15.66 | 40 | 7.52 | 56 | 7.99 | 66 | 9.85 | 64 |
| Russell 1000 | 4.88 | 51 | 13.24 | 45 | 13.24 | 45 | 20.62 | 43 | 15.64 | 41 | 7.48 | 57 | 7.96 | 67 | 9.82 | 64 |

Risk & Efficiency - Trailing 5 Years

| Product Name | Russell 1000 Index | Russell 1000 |
|-----------------|--------------------|--------------|
| Std Dev 5 Years | 13.3 | 13.3 |
| Sharpe 5 Years | 1.2 | 1.2 |
| TE 5 Years | 0.0 | 0.0 |
| IR 5 Years | 0.8 | --- |
| UMC 5 Years | 100.0 | 100.0 |
| DMC 5 Years | 99.9 | 100.0 |

Risk & Efficiency - Trailing 10 Years

| Product Name | Russell 1000 Index | Russell 1000 |
|------------------|--------------------|--------------|
| Std Dev 10 Years | 15.0 | 15.0 |
| Sharpe 10 Years | 0.4 | 0.4 |
| TE 10 Years | 0.0 | 0.0 |
| IR 10 Years | 1.0 | --- |
| UMC 10 Years | 100.1 | 100.0 |
| DMC 10 Years | 99.9 | 100.0 |

Product Inception Date 07/01/92
 Default Vehicle Type Separate/Segregated Account
 Default Reporting Method Gross of Fees

Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

State Street Global Advisors

Russell 1000 Index

Russell 1000

12/2014

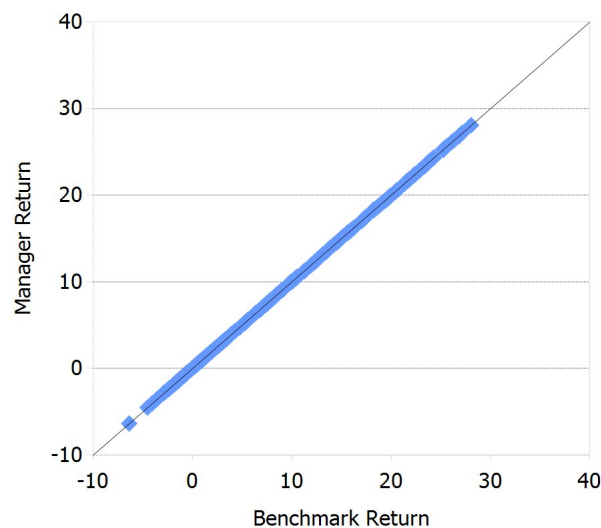
eVestment US Large Cap Core Equity

5 Year Rolling Return & Ranking - 10 Years

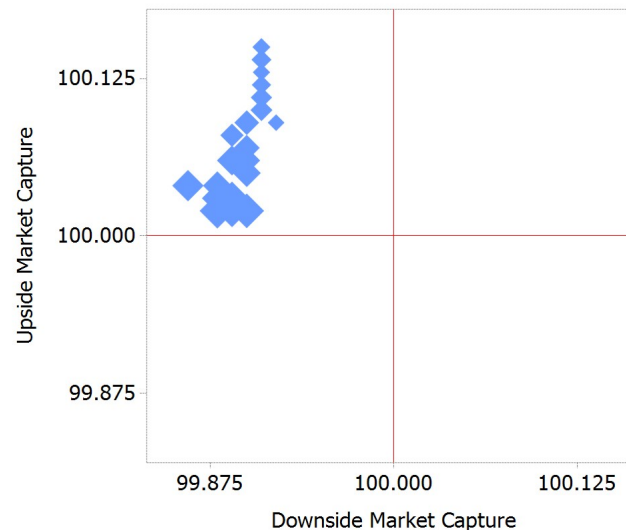
| Product Name | Returns 5 Years as of 12/2014 | Rank | Returns 5 Years as of 9/2014 | Rank | Returns 5 Years as of 6/2014 | Rank | Returns 5 Years as of 3/2014 | Rank | Returns 5 Years as of 12/2013 | Rank | Returns 5 Years as of 9/2013 | Rank | Returns 5 Years as of 6/2013 | Rank | Returns 5 Years as of 3/2013 | Rank | Returns 5 Years as of 12/2012 | Rank | Returns 5 Years as of 9/2012 | Rank | Returns 5 Years as of 6/2012 | Rank |
|--------------------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|
| Russell 1000 Index | 15.66 | 40 | 15.92 | 38 | 19.28 | 34 | 21.76 | 28 | 18.63 | 35 | 10.58 | 40 | 7.17 | 48 | 6.20 | 49 | 1.96 | 53 | 1.27 | 59 | 0.44 | 60 |
| Russell 1000 | 15.64 | 41 | 15.90 | 39 | 19.25 | 34 | 21.73 | 29 | 18.59 | 36 | 10.53 | 41 | 7.12 | 49 | 6.15 | 51 | 1.92 | 54 | 1.22 | 60 | 0.39 | 61 |

| Product Name | Returns 5 Years as of 12/2014 | Rank | Returns 5 Years as of 3/2012 | Rank | Returns 5 Years as of 12/2011 | Rank | Returns 5 Years as of 9/2011 | Rank | Returns 5 Years as of 6/2011 | Rank | Returns 5 Years as of 3/2011 | Rank | Returns 5 Years as of 12/2010 | Rank | Returns 5 Years as of 9/2010 | Rank | Returns 5 Years as of 6/2010 | Rank | Returns 5 Years as of 3/2010 | Rank | Returns 5 Years as of 12/2009 | Rank |
|--------------------|-------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|
| Russell 1000 Index | 15.66 | 40 | 2.24 | 67 | 0.04 | 66 | -0.86 | 64 | 3.35 | 67 | 2.99 | 66 | 2.64 | 66 | 0.92 | 67 | -0.50 | 69 | 2.35 | 72 | 0.84 | 76 |
| Russell 1000 | 15.64 | 41 | 2.19 | 68 | -0.02 | 67 | -0.91 | 65 | 3.30 | 68 | 2.93 | 67 | 2.59 | 67 | 0.86 | 68 | -0.56 | 70 | 2.31 | 73 | 0.79 | 76 |

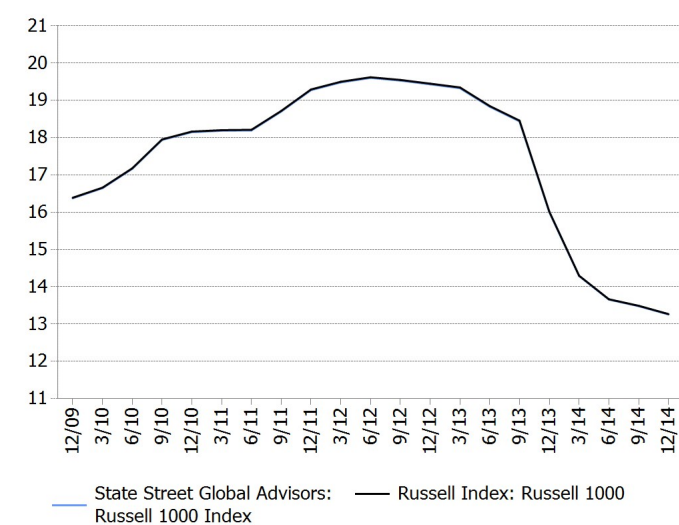
5 Year Rolling Return - Since Inception



5 Year Rolling Up/Down Market Capture - 10 Years



5 Year Rolling Standard Deviation - 10 Years



Results displayed in US Dollar (USD)

Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

City of Mobile Police & Firefighters

December 31, 2014

Performance Summary Table
Periods Ending 12/31/14

| Manager | 1 Qtr | YTD | 1 Year | 2 Yrs | 3 Yrs | 5 Yrs | 10 Yrs |
|--------------------------------|-------|-------|--------|-------|-------|-------|--------|
| SSgA S&P 400 MidCap Index Fund | | | | | | | |
| Total Return | 6.36 | 9.75 | 9.75 | | | | |
| Total Return (Net of Fees) | 6.36 | 9.70 | 9.70 | | | | |
| S&P Midcap 400 | 6.35 | 9.77 | 9.77 | | | | |
| Variance | 0.01 | -0.01 | -0.01 | | | | |

SSGA S&P 400 MIDCAP INDEX FUND (Commingled Fund)

OBJECTIVE:

Track the return of the S&P 400 MidCap Index.

STRATEGY:

The Fund is managed using a "passive" or "indexing" investment approach, by which SSgA attempts to match, before expenses, the performance of the Index. SSgA will typically attempt to invest in the securities comprising the Index in the same proportions as they are represented in the Index. In some cases, it may not be possible or practical to purchase all of the securities comprising the Index, or to hold them in the same weightings as they represent in the Index. In those circumstances, SSgA may employ a sampling or optimization technique to construct the portfolio in question. The Fund's returns may vary from the returns of the Index.

FEE SCHEDULE

3.5 bps on all assets (Min. Fee of \$20,000 per year)

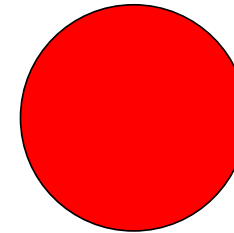
-fee schedule amended in 2014

-assets to be combined w/ Russell 1000 Index assets when determining fees

Asset Allocation SSgA S&P 400 MidCap Index Fund

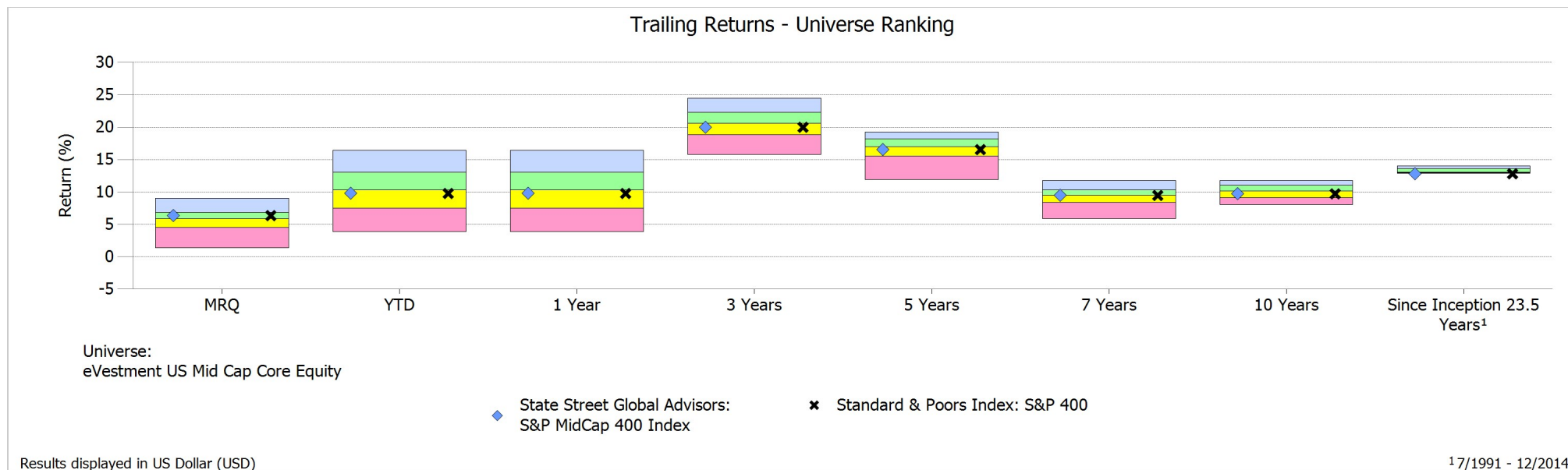
December 31, 2014 \$16,193,227

Domestic Equity
\$16,193,227 100.00%



CONCLUSIONS/RECOMMENDATIONS

The SSgA S&P 400 MidCap Index Fund performed in-line with the S&P 400 MidCap Index during the quarter.


Trailing Returns

| Product Name | Returns MRQ | Rank | Returns YTD | Rank | Returns 1 Year | Rank | Returns 3 Years | Rank | Returns 5 Years | Rank | Returns 7 Years | Rank | Returns 10 Years | Rank | Returns SI 7/91 - 12/14 | Rank |
|----------------------|-------------|------|-------------|------|----------------|------|-----------------|------|-----------------|------|-----------------|------|------------------|------|-------------------------|------|
| S&P MidCap 400 Index | 6.37 | 39 | 9.81 | 53 | 9.81 | 53 | 19.99 | 57 | 16.55 | 60 | 9.49 | 51 | 9.74 | 64 | 12.81 | 100 |
| S&P 400 | 6.35 | 39 | 9.77 | 53 | 9.77 | 53 | 19.99 | 57 | 16.54 | 60 | 9.46 | 52 | 9.70 | 64 | 12.81 | 100 |

Risk & Efficiency - Trailing 5 Years

| Product Name | S&P MidCap 400 Index | S&P 400 |
|-----------------|----------------------|---------|
| Std Dev 5 Years | 15.8 | 15.8 |
| Sharpe 5 Years | 1.0 | 1.0 |
| TE 5 Years | 0.1 | 0.0 |
| IR 5 Years | 0.2 | --- |
| UMC 5 Years | 100.0 | 100.0 |
| DMC 5 Years | 99.9 | 100.0 |

Risk & Efficiency - Trailing 10 Years

| Product Name | S&P MidCap 400 Index | S&P 400 |
|------------------|----------------------|---------|
| Std Dev 10 Years | 17.8 | 17.8 |
| Sharpe 10 Years | 0.5 | 0.5 |
| TE 10 Years | 0.1 | 0.0 |
| IR 10 Years | 0.5 | --- |
| UMC 10 Years | 100.0 | 100.0 |
| DMC 10 Years | 99.9 | 100.0 |

Product Inception Date 07/01/91
 Default Vehicle Type Separate/Segregated Account
 Default Reporting Method Gross of Fees

Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

State Street Global Advisors

S&P MidCap 400 Index

S&P 400

12/2014

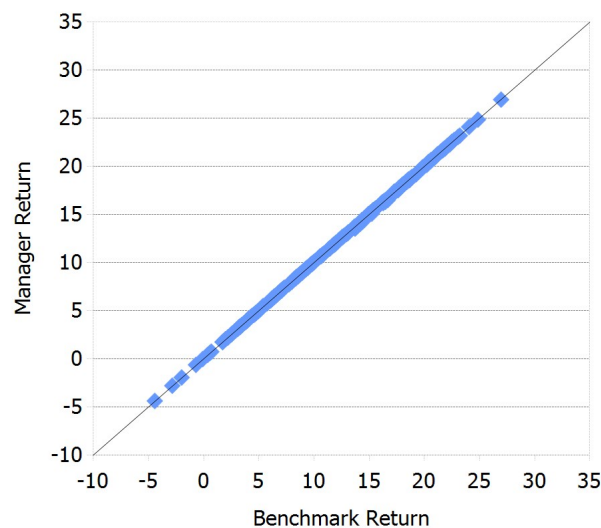
eVestment US Mid Cap Core Equity

5 Year Rolling Return & Ranking - 10 Years

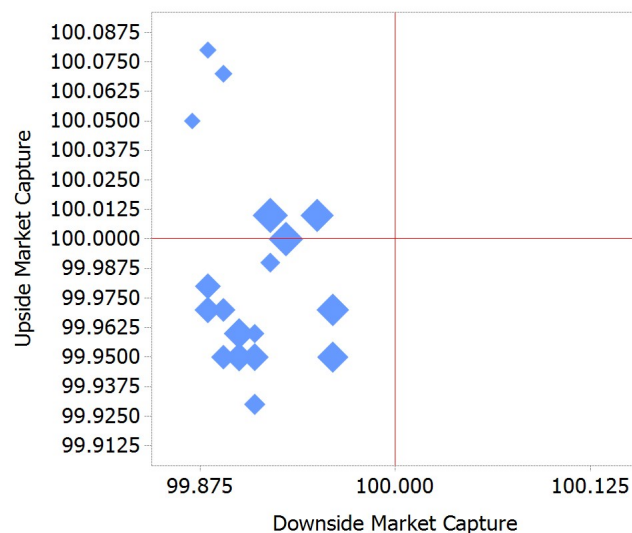
| Product Name | Returns 5 Years as of 12/2014 | Rank | Returns 5 Years as of 9/2014 | Rank | Returns 5 Years as of 6/2014 | Rank | Returns 5 Years as of 3/2014 | Rank | Returns 5 Years as of 12/2013 | Rank | Returns 5 Years as of 9/2013 | Rank | Returns 5 Years as of 6/2013 | Rank | Returns 5 Years as of 3/2013 | Rank | Returns 5 Years as of 12/2012 | Rank | Returns 5 Years as of 9/2012 | Rank | Returns 5 Years as of 6/2012 | Rank |
|----------------------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|
| S&P MidCap 400 Index | 16.55 | 60 | 16.38 | 60 | 21.68 | 49 | 24.86 | 42 | 21.89 | 51 | 13.09 | 49 | 8.94 | 36 | 9.87 | 26 | 5.18 | 26 | 3.87 | 28 | 2.60 | 40 |
| S&P 400 | 16.54 | 60 | 16.37 | 61 | 21.67 | 49 | 24.86 | 42 | 21.89 | 51 | 13.08 | 49 | 8.91 | 36 | 9.85 | 26 | 5.15 | 26 | 3.83 | 28 | 2.55 | 40 |

| Product Name | Returns 5 Years as of 12/2014 | Rank | Returns 5 Years as of 3/2012 | Rank | Returns 5 Years as of 12/2011 | Rank | Returns 5 Years as of 9/2011 | Rank | Returns 5 Years as of 6/2011 | Rank | Returns 5 Years as of 3/2011 | Rank | Returns 5 Years as of 12/2010 | Rank | Returns 5 Years as of 9/2010 | Rank | Returns 5 Years as of 6/2010 | Rank | Returns 5 Years as of 3/2010 | Rank | Returns 5 Years as of 12/2009 | Rank |
|----------------------|-------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|
| S&P MidCap 400 Index | 16.55 | 60 | 4.82 | 46 | 3.36 | 38 | 2.23 | 34 | 6.63 | 43 | 6.09 | 41 | 5.77 | 46 | 3.82 | 44 | 2.24 | 46 | 5.22 | 51 | 3.33 | 52 |
| S&P 400 | 16.54 | 60 | 4.78 | 47 | 3.32 | 39 | 2.20 | 34 | 6.60 | 43 | 6.07 | 42 | 5.74 | 48 | 3.77 | 44 | 2.21 | 47 | 5.17 | 51 | 3.27 | 54 |

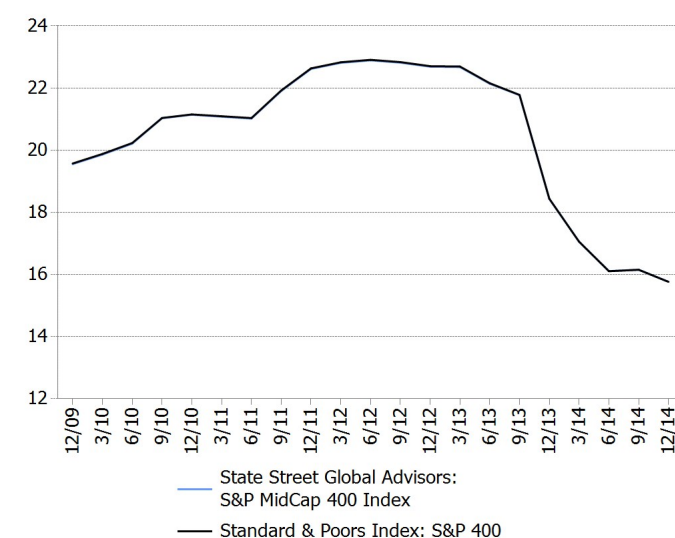
5 Year Rolling Return - Since Inception



5 Year Rolling Up/Down Market Capture - 10 Years



5 Year Rolling Standard Deviation - 10 Years



Results displayed in US Dollar (USD)

Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

City of Mobile Police & Firefighters

December 31, 2014

Performance Summary Table
Periods Ending 12/31/14

| Manager | 1 Qtr | YTD | 1 Year | 2 Yrs | 3 Yrs | 5 Yrs | 10 Yrs |
|----------------------------|-------|-------|--------|-------|-------|-------|--------|
| Morgan Dempsey SCV | | | | | | | |
| Total Return | 2.20 | -4.27 | -4.27 | | | | |
| Total Return (Net of Fees) | 1.92 | -5.34 | -5.34 | | | | |
| Russell 2000 Value | 9.40 | 4.22 | 4.22 | | | | |
| Variance | -7.20 | -8.49 | -8.49 | | | | |

Morgan Dempsey Capital Management, LLC Small Cap Value Equity Separately Managed Account

OBJECTIVE

Manager is expected to rank in the top 50% versus their peer group over a minimum three year period. Investment performance is expected to exceed the Russell 2000 Value Index over a market cycle. (3-5 years)

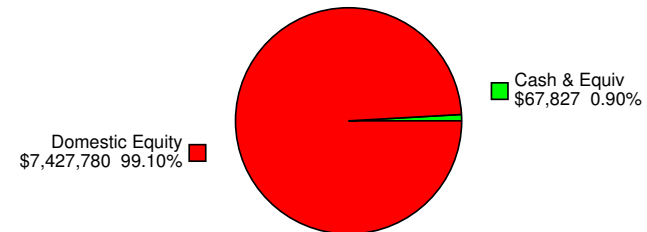
STRATEGY

Morgan Dempsey focuses on the area of the market where they can gain a significant advantage through bottom-up fundamental research. Their ability to pursue micro-cap companies in addition to small-cap stocks provides them with opportunities that are off limits to many larger institutional strategies. The firm pursues companies with strong competitive characteristics and equally strong balance sheets that are selling at a big discount to estimated intrinsic value. As a buy-and-hold investor, the firm wants to be a long-term partner with great companies. While they consider themselves value investors, growth is one of the many factors they take into consideration when computing intrinsic value estimates. Morgan Dempsey's value style fosters a capital preservation and risk control philosophy. Their contrarian bias affords them the freedom to be agnostic to benchmark weightings and to instead focus on the best companies in the most promising areas of the market. The portfolio will typically hold between 55-75 companies with diversification across industry sectors.

FEE SCHEDULE

1.10% on all assets

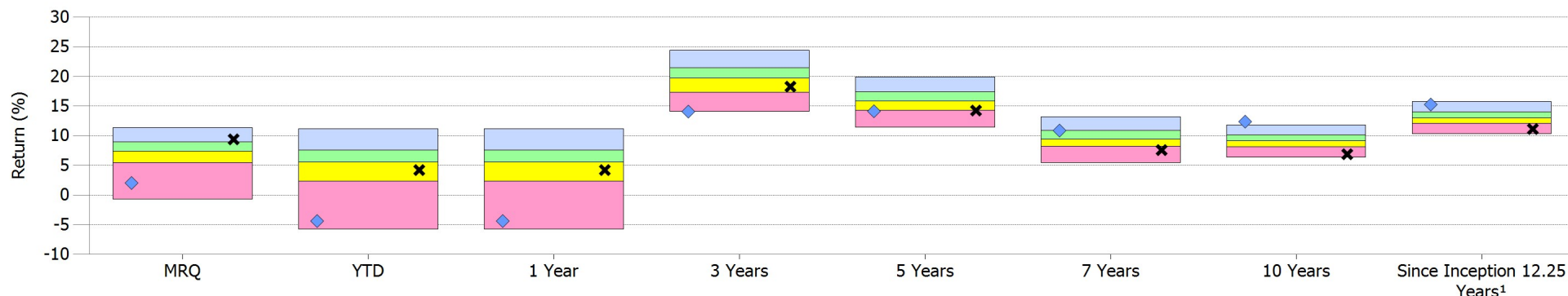
Asset Allocation
Morgan Dempsey SCV
December 31, 2014 \$7,495,607



CONCLUSIONS/RECOMMENDATIONS

Morgan Dempsey under performed the Russell 2000 Value Index by 720 basis points during the 4th Quarter 2014 and ranked in the 92nd percentile of the Small Cap Value Universe. Stock Selection in the Industrials and Consumer Discretionary, Industrials, Consumer Staples, and Energy sectors, as well as an overweighting in Energy, were the main contributors to the under performance.

The manager's longer 5yr performance also under performed the benchmark and ranked in the 77th percentile of their peer universe.

Trailing Returns - Universe Ranking


Universe:
eVestment US Small Cap Value Equity

◆ Morgan Dempsey Capital Management LLC: Small/Micro-cap Value - Institutional ✕ Russell Index: Russell 2000 Value

Results displayed in US Dollar (USD)

¹ 10/2002 - 12/2014

Trailing Returns

| Product Name | Returns MRQ | Rank | Returns YTD | Rank | Returns 1 Year | Rank | Returns 3 Years | Rank | Returns 5 Years | Rank | Returns 7 Years | Rank | Returns 10 Years | Rank | Returns SI 10/02 - 12/14 | Rank |
|---------------------------------------|-------------|------|-------------|------|----------------|------|-----------------|------|-----------------|------|-----------------|------|------------------|------|--------------------------|------|
| Small/Micro-cap Value - Institutional | 2.04 | 92 | -4.38 | 94 | -4.38 | 94 | 14.08 | 95 | 14.14 | 77 | 10.89 | 26 | 12.39 | 2 | 15.27 | 10 |
| Russell 2000 Value | 9.40 | 21 | 4.22 | 65 | 4.22 | 65 | 18.29 | 64 | 14.26 | 75 | 7.59 | 83 | 6.89 | 93 | 11.14 | 88 |

Risk & Efficiency - Trailing 5 Years

| Product Name | Small/Micro-cap Value - Institutional | Russell 2000 Value |
|-----------------|---------------------------------------|--------------------|
| Std Dev 5 Years | 16.1 | 17.7 |
| Sharpe 5 Years | 0.9 | 0.8 |
| TE 5 Years | 5.5 | 0.0 |
| IR 5 Years | 0.0 | --- |
| UMC 5 Years | 90.1 | 100.0 |
| DMC 5 Years | 89.6 | 100.0 |

Risk & Efficiency - Trailing 10 Years

| Product Name | Small/Micro-cap Value - Institutional | Russell 2000 Value |
|------------------|---------------------------------------|--------------------|
| Std Dev 10 Years | 17.1 | 19.8 |
| Sharpe 10 Years | 0.6 | 0.3 |
| TE 10 Years | 7.4 | 0.0 |
| IR 10 Years | 0.7 | --- |
| UMC 10 Years | 96.3 | 100.0 |
| DMC 10 Years | 79.9 | 100.0 |

Product Inception Date 10/01/02
 Default Vehicle Type Separate/Segregated Account
 Default Reporting Method Gross of Fees

Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

Morgan Dempsey Capital Management LLC

Small/Micro-cap Value - Institutional

Russell 2000 Value

12/2014

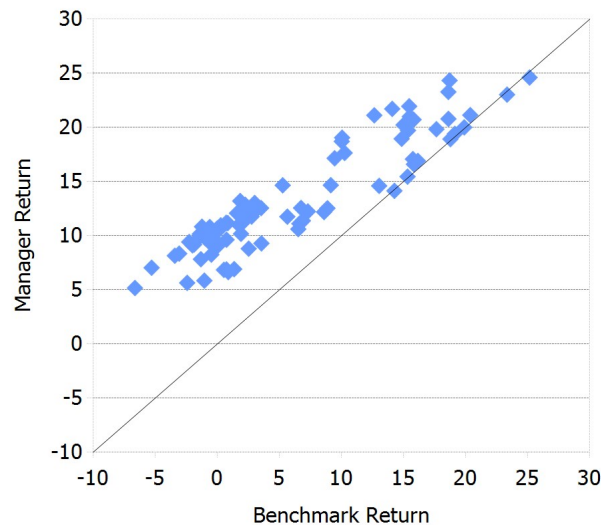
eVestment US Small Cap Value Equity

5 Year Rolling Return & Ranking - 10 Years

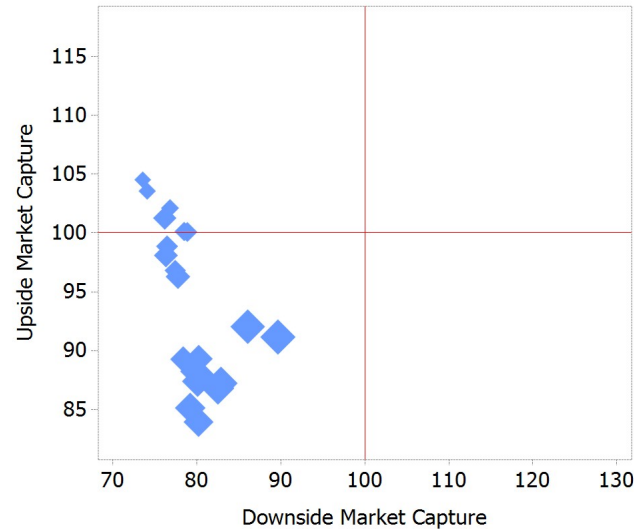
| Product Name | Returns 5 Years as of 12/2014 | Rank | Returns 5 Years as of 9/2014 | Rank | Returns 5 Years as of 6/2014 | Rank | Returns 5 Years as of 3/2014 | Rank | Returns 5 Years as of 12/2013 | Rank | Returns 5 Years as of 9/2013 | Rank | Returns 5 Years as of 6/2013 | Rank | Returns 5 Years as of 3/2013 | Rank | Returns 5 Years as of 12/2012 | Rank | Returns 5 Years as of 9/2012 | Rank | Returns 5 Years as of 6/2012 | Rank |
|---------------------------------------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|
| Small/Micro-cap Value - Institutional | 14.14 | 77 | 14.59 | 67 | 20.00 | 74 | 23.02 | 82 | 19.83 | 70 | 14.66 | 24 | 12.18 | 28 | 12.23 | 16 | 9.28 | 6 | 6.91 | 6 | 5.84 | 3 |
| Russell 2000 Value | 14.26 | 75 | 13.03 | 86 | 19.88 | 75 | 23.33 | 78 | 17.64 | 92 | 9.13 | 93 | 8.59 | 75 | 7.29 | 84 | 3.55 | 82 | 1.35 | 84 | -1.05 | 86 |

| Product Name | Returns 5 Years as of 12/2014 | Rank | Returns 5 Years as of 3/2012 | Rank | Returns 5 Years as of 12/2011 | Rank | Returns 5 Years as of 9/2011 | Rank | Returns 5 Years as of 6/2011 | Rank | Returns 5 Years as of 3/2011 | Rank | Returns 5 Years as of 12/2010 | Rank | Returns 5 Years as of 9/2010 | Rank | Returns 5 Years as of 6/2010 | Rank | Returns 5 Years as of 3/2010 | Rank | Returns 5 Years as of 12/2009 | Rank |
|---------------------------------------|-------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|
| Small/Micro-cap Value - Institutional | 14.14 | 77 | 9.04 | 2 | 9.18 | 1 | 8.34 | 1 | 12.85 | 1 | 11.99 | 1 | 12.55 | 1 | 9.62 | 2 | 9.25 | 1 | 11.75 | 1 | 10.66 | 1 |
| Russell 2000 Value | 14.26 | 75 | 0.01 | 89 | -1.87 | 90 | -3.08 | 90 | 2.24 | 86 | 2.23 | 84 | 3.52 | 79 | 0.73 | 79 | -0.51 | 80 | 2.75 | 76 | -0.01 | 82 |

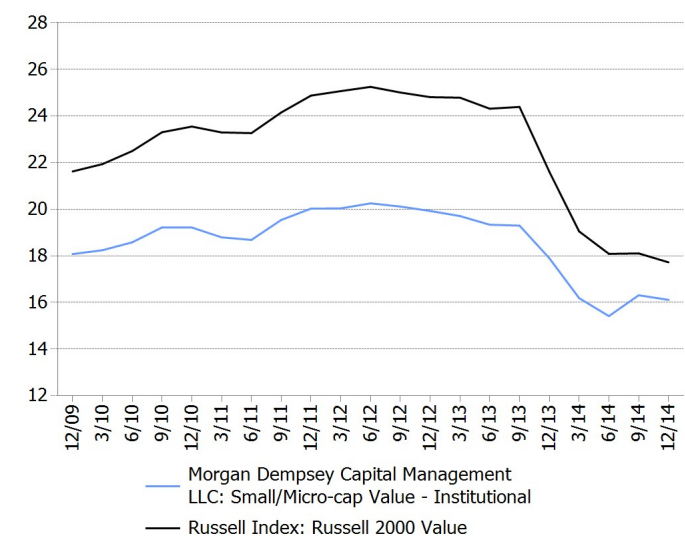
5 Year Rolling Return - Since Inception



5 Year Rolling Up/Down Market Capture - 10 Years



5 Year Rolling Standard Deviation - 10 Years



Results displayed in US Dollar (USD)

Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

City of Mobile Police & Firefighters

December 31, 2014

Performance Summary Table
Periods Ending 12/31/14

| Manager | 1 Qtr | YTD | 1 Year | 2 Yrs | 3 Yrs | 5 Yrs | 10 Yrs |
|----------------------------|--------|--------|--------|-------|-------|-------|--------|
| SouthernSun SCC | | | | | | | |
| Total Return | -3.99 | -6.30 | -6.30 | | | | |
| Total Return (Net of Fees) | -4.23 | -7.24 | -7.24 | | | | |
| Russell 2000 | 9.73 | 4.89 | 4.89 | | | | |
| Variance | -13.71 | -11.19 | -11.19 | | | | |

SOUTHERNSUN ASSET MANAGEMENT

Small Cap Core Equity

Separately Managed Account

OBJECTIVE

Manager is expected to rank in the top 50% versus their peer group over a minimum three year period. Investment performance is expected to exceed the Russell 2000 Index over a market cycle. (3-5 years)

STRATEGY

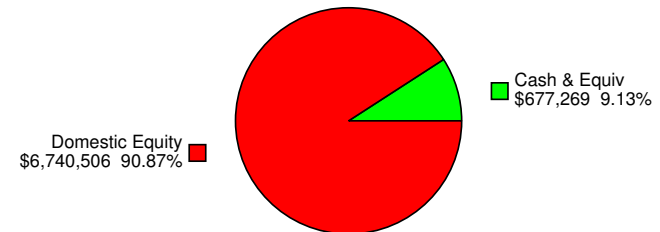
Pinpoint attractively valued companies based on a proprietary calculation and analysis of a company's discretionary cash flow. Analyze company's enterprise value, P/E and P/B ratios, and "break-up" value; and focus on companies with at least a minimal rate of organic growth (3-6%).

Bottom-up analysis of niche-dominant businesses with financial flexibility and uniquely-suited management teams.

FEE SCHEDULE:

1.00% on the first \$50,000,000
0.95% on the next \$50,000,000
0.90% on the next \$100,000,000
0.85% thereafter

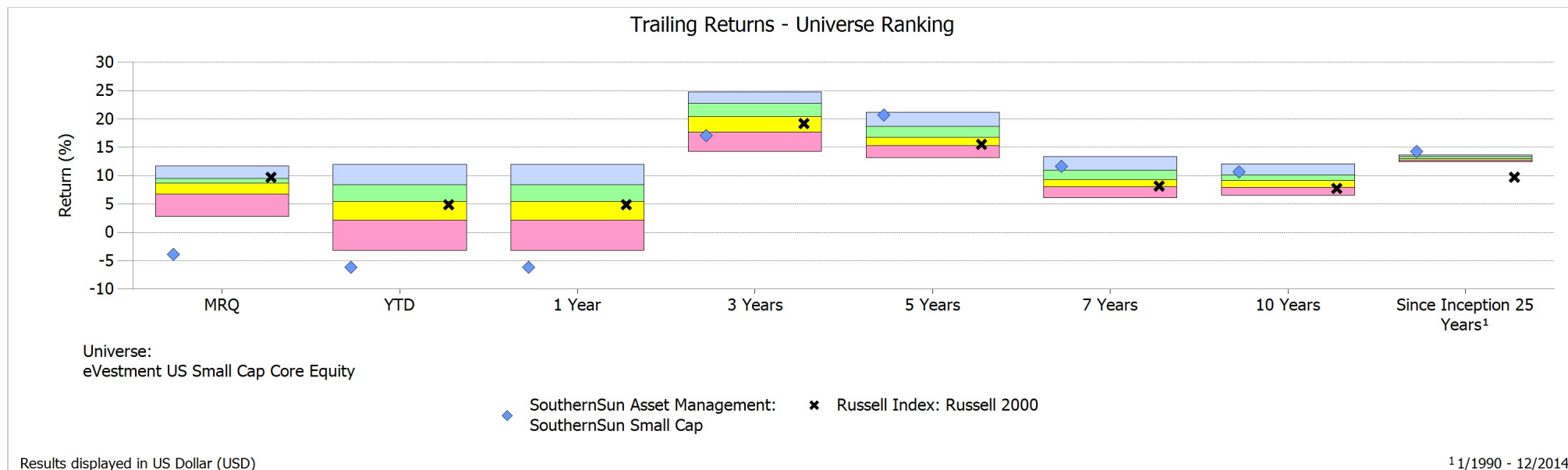
Asset Allocation
SouthernSun SCC
December 31, 2014 \$7,417,776



CONCLUSIONS/RECOMMENDATIONS

SouthernSun under performed the Russell 2000 Index by 1371 basis points during the 4th Quarter 2014 and ranked in the 99th percentile of the Small Cap Core Universe. Overall stock selection, particularly in the Industrials sector, were the main contributors to the under performance.

The manager's longer 5yr performance out performed the benchmark and ranked in the 7th percentile of their peer universe.


Trailing Returns

| Product Name | Returns MRQ | Rank | Returns YTD | Rank | Returns 1 Year | Rank | Returns 3 Years | Rank | Returns 5 Years | Rank | Returns 7 Years | Rank | Returns 10 Years | Rank | Returns SI 1/90 - 12/14 | Rank |
|-----------------------|-------------|------|-------------|------|----------------|------|-----------------|------|-----------------|------|-----------------|------|------------------|------|-------------------------|------|
| SouthernSun Small Cap | -3.87 | 99 | -6.14 | 98 | -6.14 | 98 | 17.09 | 80 | 20.72 | 7 | 11.65 | 13 | 10.69 | 18 | 14.29 | 1 |
| Russell 2000 | 9.73 | 22 | 4.89 | 56 | 4.89 | 56 | 19.21 | 61 | 15.55 | 70 | 8.18 | 72 | 7.77 | 82 | 9.75 | 100 |

Risk & Efficiency - Trailing 5 Years

| Product Name | SouthernSun Small Cap | Russell 2000 |
|-----------------|-----------------------|--------------|
| Std Dev 5 Years | 19.7 | 18.0 |
| Sharpe 5 Years | 1.0 | 0.9 |
| TE 5 Years | 8.1 | 0.0 |
| IR 5 Years | 0.6 | --- |
| UMC 5 Years | 102.8 | 100.0 |
| DMC 5 Years | 83.9 | 100.0 |

Risk & Efficiency - Trailing 10 Years

| Product Name | SouthernSun Small Cap | Russell 2000 |
|------------------|-----------------------|--------------|
| Std Dev 10 Years | 22.6 | 19.8 |
| Sharpe 10 Years | 0.4 | 0.3 |
| TE 10 Years | 8.7 | 0.0 |
| IR 10 Years | 0.3 | --- |
| UMC 10 Years | 104.0 | 100.0 |
| DMC 10 Years | 94.5 | 100.0 |

Product Inception Date 01/01/90
 Default Vehicle Type Separate/Segregated Account
 Default Reporting Method Gross of Fees

Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

SouthernSun Asset Management

SouthernSun Small Cap

Russell 2000

12/2014

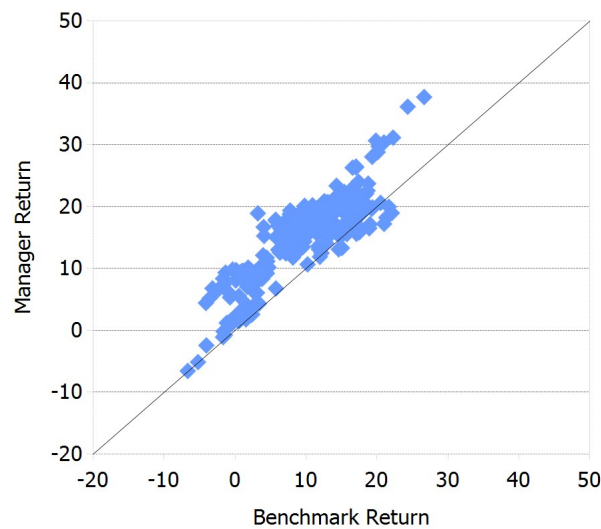
eVestment US Small Cap Core Equity

5 Year Rolling Return & Ranking - 10 Years

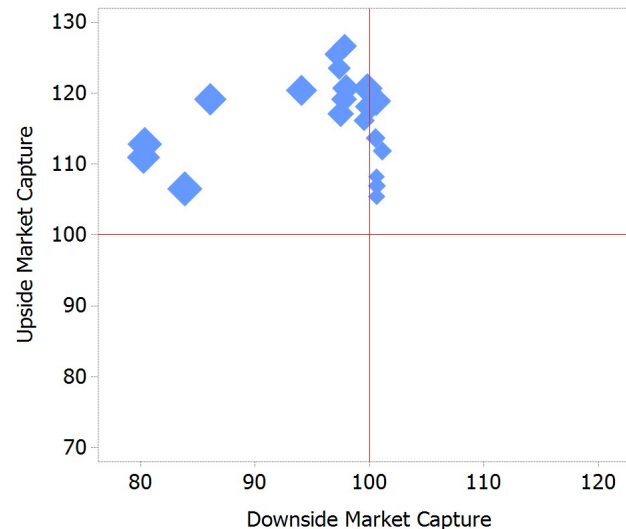
| Product Name | Returns 5 Years as of 12/2014 | Rank | Returns 5 Years as of 9/2014 | Rank | Returns 5 Years as of 6/2014 | Rank | Returns 5 Years as of 3/2014 | Rank | Returns 5 Years as of 12/2013 | Rank | Returns 5 Years as of 9/2013 | Rank | Returns 5 Years as of 6/2013 | Rank | Returns 5 Years as of 3/2013 | Rank | Returns 5 Years as of 12/2012 | Rank | Returns 5 Years as of 9/2012 | Rank | Returns 5 Years as of 6/2012 | Rank |
|-----------------------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|
| SouthernSun Small Cap | 20.72 | 7 | 23.38 | 1 | 29.74 | 1 | 36.16 | 1 | 28.82 | 4 | 18.60 | 4 | 14.24 | 7 | 14.80 | 3 | 10.28 | 3 | 7.82 | 6 | 5.57 | 11 |
| Russell 2000 | 15.55 | 70 | 14.29 | 78 | 20.21 | 72 | 24.31 | 71 | 20.08 | 82 | 11.15 | 84 | 8.77 | 68 | 8.24 | 66 | 3.56 | 65 | 2.21 | 62 | 0.54 | 60 |

| Product Name | Returns 5 Years as of 12/2014 | Rank | Returns 5 Years as of 3/2012 | Rank | Returns 5 Years as of 12/2011 | Rank | Returns 5 Years as of 9/2011 | Rank | Returns 5 Years as of 6/2011 | Rank | Returns 5 Years as of 3/2011 | Rank | Returns 5 Years as of 12/2010 | Rank | Returns 5 Years as of 9/2010 | Rank | Returns 5 Years as of 6/2010 | Rank | Returns 5 Years as of 3/2010 | Rank | Returns 5 Years as of 12/2009 | Rank |
|-----------------------|-------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|
| SouthernSun Small Cap | 20.72 | 7 | 9.81 | 3 | 8.18 | 2 | 6.25 | 3 | 9.85 | 10 | 9.10 | 8 | 9.22 | 12 | 4.16 | 24 | 1.82 | 42 | 4.34 | 44 | 1.50 | 47 |
| Russell 2000 | 15.55 | 70 | 2.13 | 72 | 0.15 | 73 | -1.02 | 69 | 4.08 | 64 | 3.35 | 59 | 4.47 | 58 | 1.60 | 54 | 0.37 | 59 | 3.36 | 52 | 0.51 | 61 |

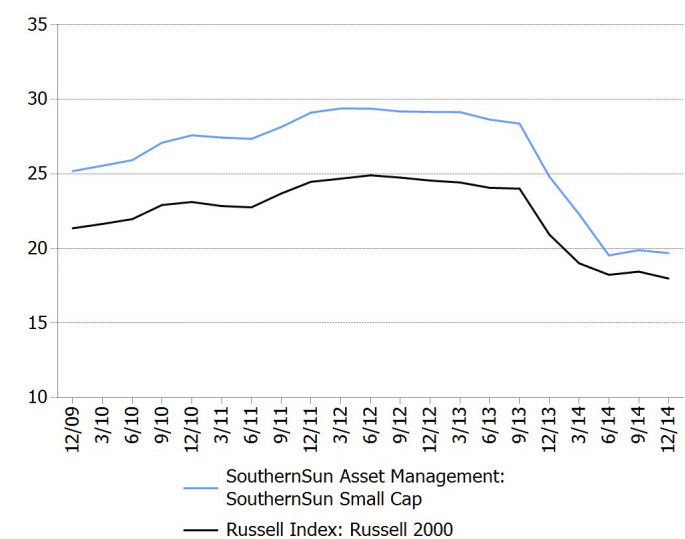
5 Year Rolling Return - Since Inception



5 Year Rolling Up/Down Market Capture - 10 Years



5 Year Rolling Standard Deviation - 10 Years



Results displayed in US Dollar (USD)

Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

City of Mobile Police & Firefighters

December 31, 2014

Performance Summary Table
Periods Ending 12/31/14

| Manager | 1 Qtr | YTD | 1 Year | 2 Yrs | 3 Yrs | 5 Yrs | 10 Yrs |
|----------------------------|-------|-------|--------|-------|-------|-------|--------|
| Allianz Global Investors | | | | | | | |
| Total Return | -4.23 | -4.42 | -4.42 | 3.71 | 9.01 | | |
| Total Return (Net of Fees) | -4.44 | -4.82 | -4.82 | 3.49 | 8.85 | | |
| MSCI ACWI ex US (Net) | -3.87 | -3.87 | -3.87 | 5.28 | 8.99 | | |
| Variance | -0.36 | -0.55 | -0.55 | -1.57 | 0.01 | | |

ALLIANZ GLOBAL INVESTORS

(NFJ Int'l Value Fund)

International Equity Portfolio (Commingled Fund)

OBJECTIVE:

Manager is expected to rank in the top 50% versus their peer group over a minimum three year period. Investment performance is expected to exceed the MSCI ACWI ex US (Net) Index over a market cycle. (3-5 years)

STRATEGY:

Allianz's investment process enables them to identify stocks offering attractive valuations and growth potential. Manager believes a diversified portfolio of dividend-paying companies with low relative and absolute valuations will out perform over market cycles. Investment conviction must come from analysis of company fundamentals and disciplined adherence to their investment process. The portfolio is constructed of approximately 40-60 of the most attractive securities, diversified among 40-50 industries. Position sizes of 1% through 4% at market value are established based on assessment of price-to-earnings and price-to-book ratios, as well as dividend yield and positive price momentum.

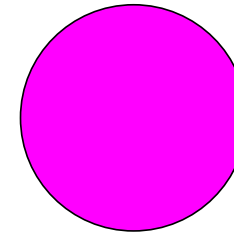
FEE SCHEDULE

0.85% annually on the first \$25 million
0.75% annually on the next \$25 million
0.60% annually on the next \$50 million
0.45% annually thereafter

Asset Allocation Allianz Global Investors

December 31, 2014 \$12,136,588

Intl Equity
\$12,136,588 100.00%

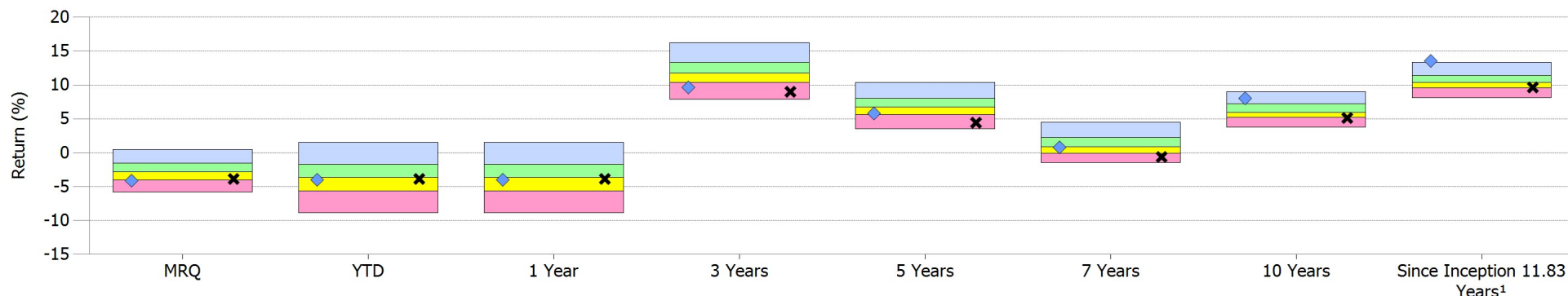


CONCLUSIONS/RECOMMENDATIONS

Allianz Global Investors under performed the MSCI ACWI ex US (Net) during the 4th Quarter 2014 and ranked in the 76th percentile of the International Equity Universe. Negative Sector Selection and regional allocations overwhelmed the portfolio's positive stock selections and were the contributors to the portfolio's performance for the quarter.

Over a 3-year time period, Allianz Global Investors out performed the benchmark, but ranked in the 83rd percentile of their peer universe.

Trailing Returns - Universe Ranking



Universe:
 Univ Non-US Diversified Large Cap & All Cap Equity

◆ Allianz Global Investors: AllianzGI
 NFJ International Value

✕ MSCI Index: MSCI ACWI ex-US-ND

Results displayed in US Dollar (USD)

13/2003 - 12/2014

Trailing Returns

| Product Name | Returns MRQ | Rank | Returns YTD | Rank | Returns 1 Year | Rank | Returns 3 Years | Rank | Returns 5 Years | Rank | Returns 7 Years | Rank | Returns 10 Years | Rank | Returns SI 3/03 - 12/14 | Rank |
|-----------------------------------|-------------|------|-------------|------|----------------|------|-----------------|------|-----------------|------|-----------------|------|------------------|------|-------------------------|------|
| AllianzGI NFJ International Value | -4.12 | 76 | -3.99 | 54 | -3.99 | 54 | 9.64 | 83 | 5.81 | 71 | 0.79 | 51 | 8.02 | 13 | 13.55 | 3 |
| MSCI ACWI ex-US-ND | -3.87 | 73 | -3.87 | 53 | -3.87 | 53 | 8.99 | 89 | 4.43 | 90 | -0.63 | 84 | 5.13 | 76 | 9.64 | 72 |

Risk & Efficiency - Trailing 5 Years

| Product Name | AllianzGI NFJ International Value | MSCI ACWI ex-US-ND |
|-----------------|-----------------------------------|--------------------|
| Std Dev 5 Years | 16.1 | 16.5 |
| Sharpe 5 Years | 0.4 | 0.3 |
| TE 5 Years | 2.8 | 0.0 |
| IR 5 Years | 0.5 | --- |
| UMC 5 Years | 98.6 | 100.0 |
| DMC 5 Years | 93.5 | 100.0 |

Risk & Efficiency - Trailing 10 Years

| Product Name | AllianzGI NFJ International Value | MSCI ACWI ex-US-ND |
|------------------|-----------------------------------|--------------------|
| Std Dev 10 Years | 20.0 | 18.8 |
| Sharpe 10 Years | 0.3 | 0.2 |
| TE 10 Years | 4.2 | 0.0 |
| IR 10 Years | 0.7 | --- |
| UMC 10 Years | 112.6 | 100.0 |
| DMC 10 Years | 99.9 | 100.0 |

Product Inception Date 01/31/03
 Default Vehicle Type Separate/Segregated Account
 Default Reporting Method Gross of Fees

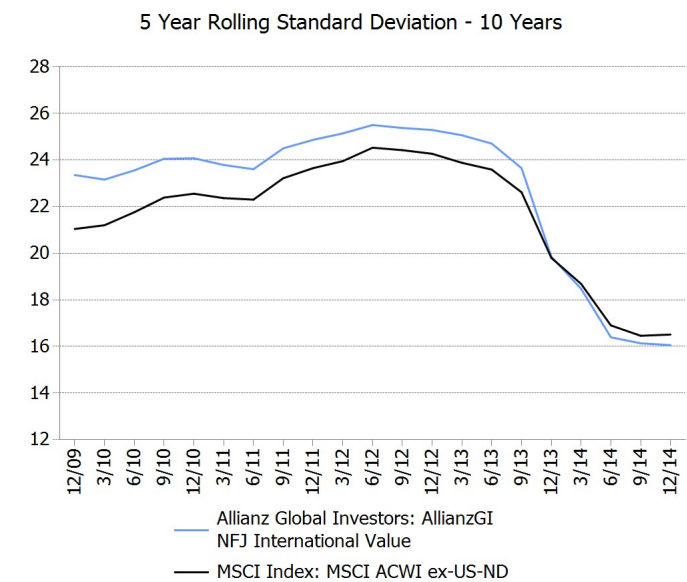
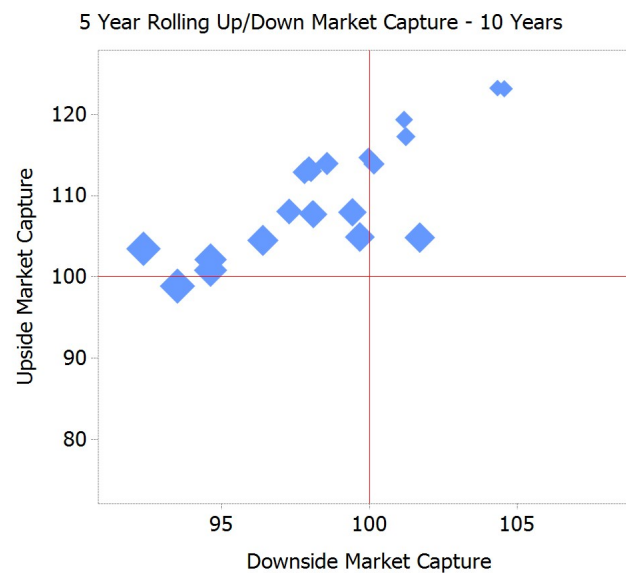
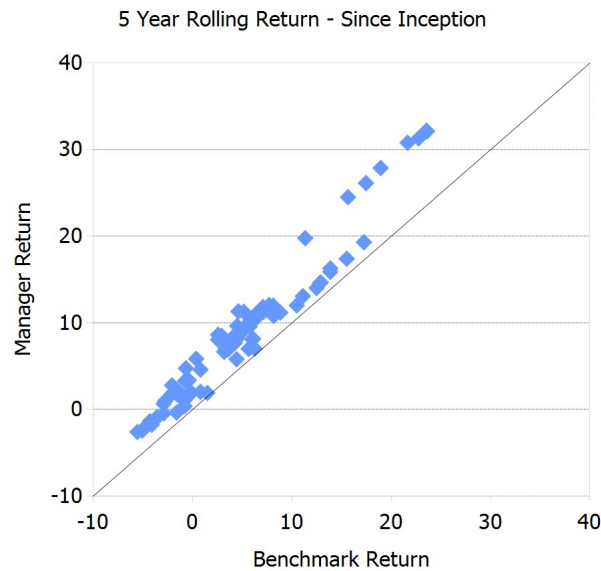
Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

5 Year Rolling Return & Ranking - 10 Years

| Product Name | Returns 5 Years as of 12/2014 | Rank | Returns 5 Years as of 9/2014 | Rank | Returns 5 Years as of 6/2014 | Rank | Returns 5 Years as of 3/2014 | Rank | Returns 5 Years as of 12/2013 | Rank | Returns 5 Years as of 9/2013 | Rank | Returns 5 Years as of 6/2013 | Rank | Returns 5 Years as of 3/2013 | Rank | Returns 5 Years as of 12/2012 | Rank | Returns 5 Years as of 9/2012 | Rank | Returns 5 Years as of 6/2012 | Rank |
|-----------------------------------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|
| AllianzGI NFJ International Value | 5.81 | 71 | 8.09 | 52 | 13.09 | 53 | 17.40 | 50 | 14.58 | 42 | 7.04 | 64 | 0.38 | 61 | 1.79 | 34 | -0.43 | 28 | -1.76 | 29 | -1.88 | 24 |
| MSCI ACWI ex-US-ND | 4.43 | 90 | 6.03 | 88 | 11.11 | 88 | 15.52 | 80 | 12.81 | 76 | 6.26 | 79 | -0.80 | 83 | -0.39 | 74 | -2.89 | 70 | -4.12 | 68 | -4.62 | 61 |

| Product Name | Returns 5 Years as of 12/2014 | Rank | Returns 5 Years as of 3/2012 | Rank | Returns 5 Years as of 12/2011 | Rank | Returns 5 Years as of 9/2011 | Rank | Returns 5 Years as of 6/2011 | Rank | Returns 5 Years as of 3/2011 | Rank | Returns 5 Years as of 12/2010 | Rank | Returns 5 Years as of 9/2010 | Rank | Returns 5 Years as of 6/2010 | Rank | Returns 5 Years as of 3/2010 | Rank | Returns 5 Years as of 12/2009 | Rank |
|-----------------------------------|-------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|
| AllianzGI NFJ International Value | 5.81 | 71 | 2.26 | 11 | 0.66 | 12 | 1.77 | 13 | 7.24 | 9 | 7.23 | 6 | 8.73 | 6 | 7.88 | 6 | 7.43 | 5 | 10.22 | 4 | 10.27 | 4 |
| MSCI ACWI ex-US-ND | 4.43 | 90 | -1.56 | 57 | -2.92 | 54 | -1.57 | 53 | 3.67 | 50 | 3.59 | 48 | 4.82 | 49 | 4.26 | 50 | 3.38 | 46 | 6.11 | 46 | 5.83 | 45 |



Results displayed in US Dollar (USD)

Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

City of Mobile Police & Firefighters

December 31, 2014

Performance Summary Table
Periods Ending 12/31/14

| Manager | 1 Qtr | YTD | 1 Year | 2 Yrs | 3 Yrs | 5 Yrs | 10 Yrs |
|----------------------------|-------|------|--------|-------|-------|-------|--------|
| Orleans | | | | | | | |
| Total Return | 0.53 | 3.49 | 3.49 | 1.80 | 2.61 | 4.05 | 4.73 |
| Total Return (Net of Fees) | 0.50 | 3.37 | 3.37 | 1.68 | 2.50 | 3.93 | 4.61 |
| Barclays Int Govt/Credit | 0.89 | 3.13 | 3.13 | 1.11 | 2.03 | 3.54 | 4.10 |
| Variance | -0.36 | 0.36 | 0.36 | 0.69 | 0.58 | 0.51 | 0.63 |
| Barclays U.S. Aggregate | 1.79 | 5.97 | 5.97 | 1.89 | 2.66 | 4.45 | 4.71 |

ORLEANS

Intermediate Fixed Income Portfolio (Separately Managed)

OBJECTIVE:

The manager is expected to rank in the top 50% versus their respective peer group over a minimum three year period.

Manager is expected to exceed the Barclays Int Govt/Corp Index over a full market cycle. (3-5 years)

STRATEGY:

Sector diversification is actively managed and sectors are significantly under or over weighted versus the benchmark. Consideration is given to supply and demand factors affecting future performance of the sectors as well as to yield relationships between the sectors.

Interest rate exposure is actively managed within a 15% band around the benchmark.

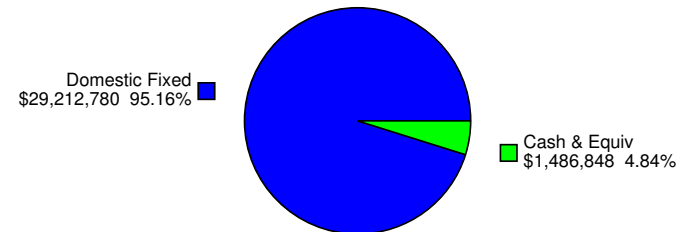
Yield curve exposure is generally kept neutral to the index and portfolios contain a full spectrum of maturities to achieve duration targets.

FEE SCHEDULE

15 bps on first \$10MM
10 bps thereafter

Asset Allocation Orleans

December 31, 2014 \$30,699,629



CONCLUSIONS/RECOMMENDATIONS

Orleans under performed the Barclays Int. Govt/Credit Index during the quarter. Manager ranked in the 89th percentile of the Fixed Income Universe during the quarter.

Over the longer 3 and 5 yr periods, the manager has out performed the Barclays Int. Govt/Credit Index, but ranks in the 3rd quartile of their peer universe.

Orleans Capital Management Corporation

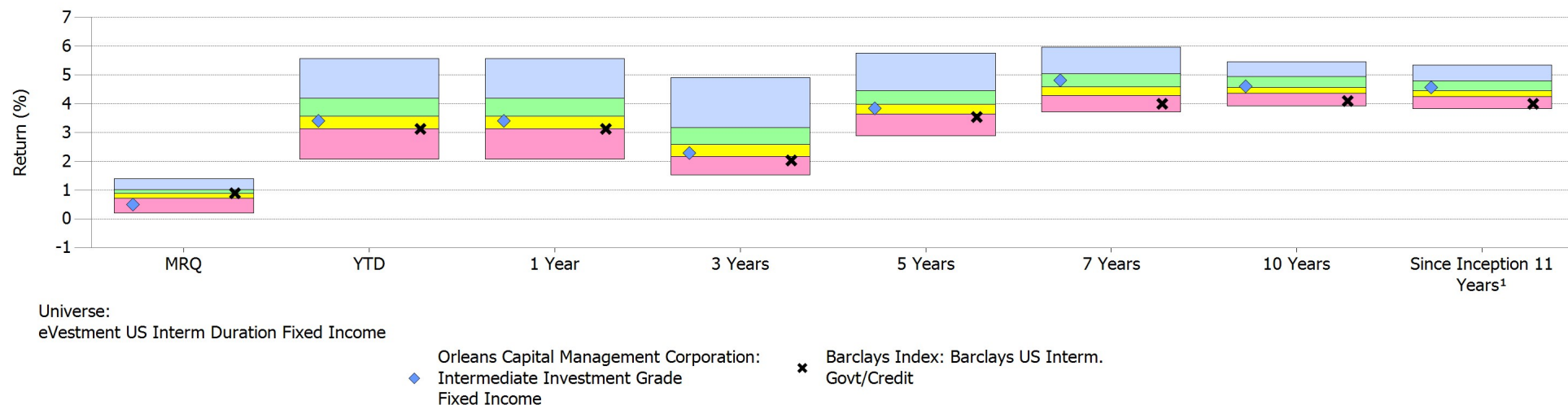
Intermediate Investment Grade Fixed Income

Barclays US Interm. Govt/Credit

12/2014

eVestment US Interm Duration Fixed Income

Trailing Returns - Universe Ranking



Results displayed in US Dollar (USD)

1/2004 - 12/2014

Trailing Returns

| Product Name | Returns MRQ | Rank | Returns YTD | Rank | Returns 1 Year | Rank | Returns 3 Years | Rank | Returns 5 Years | Rank | Returns 7 Years | Rank | Returns 10 Years | Rank | Returns SI 1/04 - 12/14 | Rank |
|--|-------------|------|-------------|------|----------------|------|-----------------|------|-----------------|------|-----------------|------|------------------|------|-------------------------|------|
| Intermediate Investment Grade Fixed Income | 0.50 | 89 | 3.41 | 59 | 3.41 | 59 | 2.29 | 70 | 3.84 | 63 | 4.82 | 38 | 4.61 | 46 | 4.57 | 40 |
| Barclays US Interm. Govt/Credit | 0.89 | 50 | 3.13 | 75 | 3.13 | 75 | 2.03 | 82 | 3.54 | 78 | 4.00 | 89 | 4.10 | 90 | 4.00 | 91 |

Risk & Efficiency - Trailing 5 Years

| Product Name | Intermediate Investment Grade Fixed Income | Barclays US Interm. Govt/Credit |
|----------------------|--|---------------------------------|
| Std Dev 5 Years | 2.0 | 2.2 |
| Sharpe 5 Years | 1.9 | 1.6 |
| TE 5 Years | 0.7 | 0.0 |
| UMR 5 Years | 8.0 | 8.5 |
| DMR 5 Years | -3.0 | -4.6 |
| Max Drawdown 5 Years | 2.4 | 2.5 |

Risk & Efficiency - Trailing 10 Years

| Product Name | Intermediate Investment Grade Fixed Income | Barclays US Interm. Govt/Credit |
|-----------------------|--|---------------------------------|
| Std Dev 10 Years | 2.7 | 2.8 |
| Sharpe 10 Years | 1.2 | 0.9 |
| TE 10 Years | 0.9 | 0.0 |
| UMR 10 Years | 9.4 | 9.5 |
| DMR 10 Years | -4.6 | -6.2 |
| Max Drawdown 10 Years | 4.1 | 4.0 |

Product Inception Date

Default Vehicle Type

Separate/Segregated Account

Default Reporting Method

Gross of Fees

Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

Orleans Capital Management Corporation

Intermediate Investment Grade Fixed Income

Barclays US Interm. Govt/Credit

12/2014

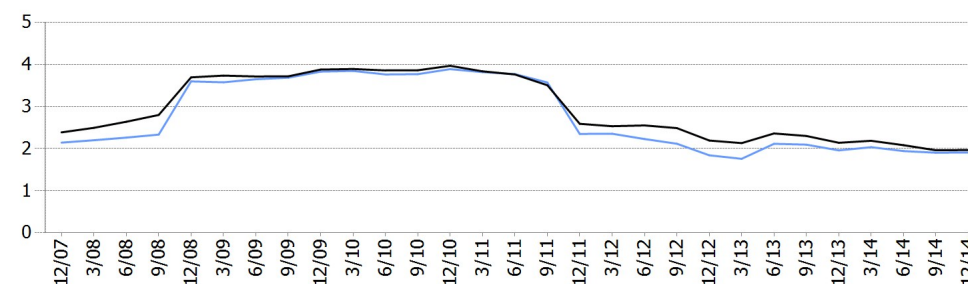
eVestment US Interm Duration Fixed Income

3 Year Rolling Return & Ranking - 10 Years

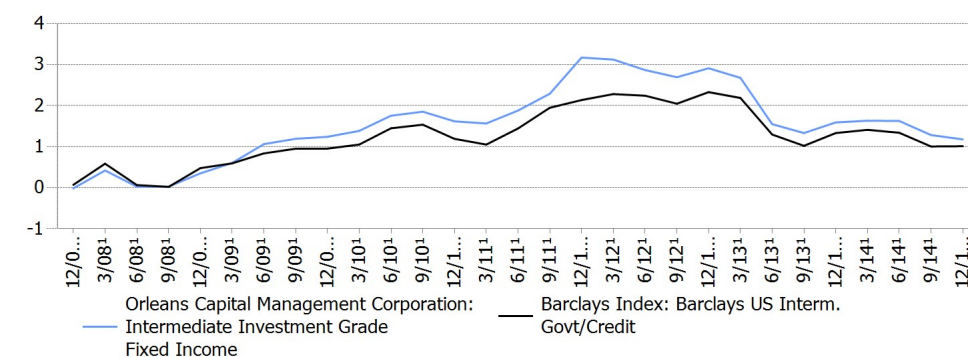
| Product Name | Returns 3 Years as of 12/2014 | Rank | Returns 3 Years as of 9/2014 | Rank | Returns 3 Years as of 6/2014 | Rank | Returns 3 Years as of 3/2014 | Rank | Returns 3 Years as of 12/2013 | Rank | Returns 3 Years as of 9/2013 | Rank | Returns 3 Years as of 6/2013 | Rank | Returns 3 Years as of 3/2013 | Rank | Returns 3 Years as of 12/2012 | Rank | Returns 3 Years as of 9/2012 | Rank | Returns 3 Years as of 6/2012 | Rank | Returns 3 Years as of 3/2012 | Rank | Returns 3 Years as of 12/2011 | Rank | Returns 3 Years as of 9/2011 | Rank | Returns 3 Years as of 6/2011 | Rank |
|--|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|
| Intermediate Investment Grade Fixed Income | 2.29 | 70 | 2.49 | 62 | 3.20 | 61 | 3.37 | 63 | 3.17 | 61 | 2.86 | 51 | 3.35 | 61 | 4.79 | 71 | 5.44 | 62 | 5.78 | 48 | 6.48 | 47 | 7.45 | 34 | 7.57 | 30 | 8.37 | 29 | 7.42 | 19 |
| Barclays US Interm. Govt/Credit | 2.03 | 82 | 2.01 | 86 | 2.83 | 80 | 3.13 | 75 | 2.91 | 78 | 2.41 | 82 | 3.14 | 77 | 4.75 | 73 | 5.19 | 73 | 5.18 | 74 | 5.81 | 74 | 5.88 | 73 | 5.65 | 77 | 7.02 | 76 | 5.76 | 82 |

| Product Name | Returns 3 Years as of 12/2014 | Rank | Returns 3 Years as of 3/2011 | Rank | Returns 3 Years as of 12/2010 | Rank | Returns 3 Years as of 9/2010 | Rank | Returns 3 Years as of 6/2010 | Rank | Returns 3 Years as of 3/2010 | Rank | Returns 3 Years as of 12/2009 | Rank | Returns 3 Years as of 9/2009 | Rank | Returns 3 Years as of 6/2009 | Rank | Returns 3 Years as of 3/2009 | Rank | Returns 3 Years as of 12/2008 | Rank | Returns 3 Years as of 9/2008 | Rank | Returns 3 Years as of 6/2008 | Rank | Returns 3 Years as of 3/2008 | Rank | Returns 3 Years as of 12/2007 | Rank |
|--|-------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|------------------------------|------|------------------------------|------|------------------------------|------|-------------------------------|------|
| Intermediate Investment Grade Fixed Income | 2.29 | 70 | 6.43 | 17 | 6.97 | 20 | 7.98 | 33 | 7.99 | 33 | 7.11 | 27 | 6.95 | 29 | 7.01 | 31 | 6.90 | 32 | 5.57 | 57 | 5.00 | 61 | 4.04 | 56 | 4.16 | 72 | 5.13 | 79 | 4.12 | 89 |
| Barclays US Interm. Govt/Credit | 2.03 | 82 | 4.49 | 88 | 5.40 | 80 | 6.93 | 73 | 6.97 | 72 | 5.88 | 75 | 5.90 | 72 | 6.15 | 69 | 6.13 | 61 | 5.62 | 55 | 5.51 | 47 | 4.03 | 56 | 4.27 | 65 | 5.66 | 46 | 4.32 | 79 |

3 Year Rolling Standard Deviation - 10 Years



3 Year Rolling Sharpe Ratio - 10 Years



Results displayed in US Dollar (USD)

¹Citigroup 3-Month T-Bill

Universe Ranking Range: 5th-25th Percentile, 25th-50th Percentile, 50th-75th Percentile and 75th-95th Percentile.

Data Frequency: Monthly. Source: eVestment Alliance.

City of Mobile Police & Firefighters

December 31, 2014

GUGGENHEIM REAL ESTATE PLUS FUND **Real Estate - Open-ended, Core/Core-Plus Style**

OBJECTIVE

Return that exceeds the Blended Benchmark (70% NCREIF and 30% NAREIT).

Return that averages in top half of a comparable manager universe.

Achieve performance objectives, comply with Plan investment guidelines, add value to Plan.

STRATEGIES

Invests in both public (approximately 30% of portfolio) and private (approximately 70% of portfolio real estate)

Public investments consist of 4 separate account REIT strategies (core, large cap, small cap, and absolute return) and an in-house public/private arbitrage portfolio.

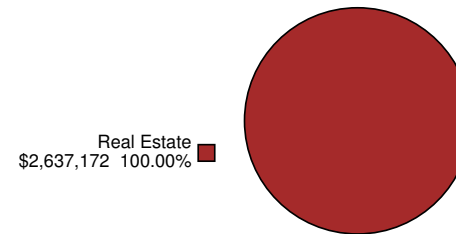
Private investments consist of direct properties (31 investments), mezzanine financing (8 investments), and 7 fund investments (in order to take advantage of market pricing and portfolio diversification).

FEE SCHEDULE

60 bps base management fee and an incentive fee: 20% of the outperformance over the benchmark, calculated on a rolling four quarters' basis

Asset Allocation Guggenheim

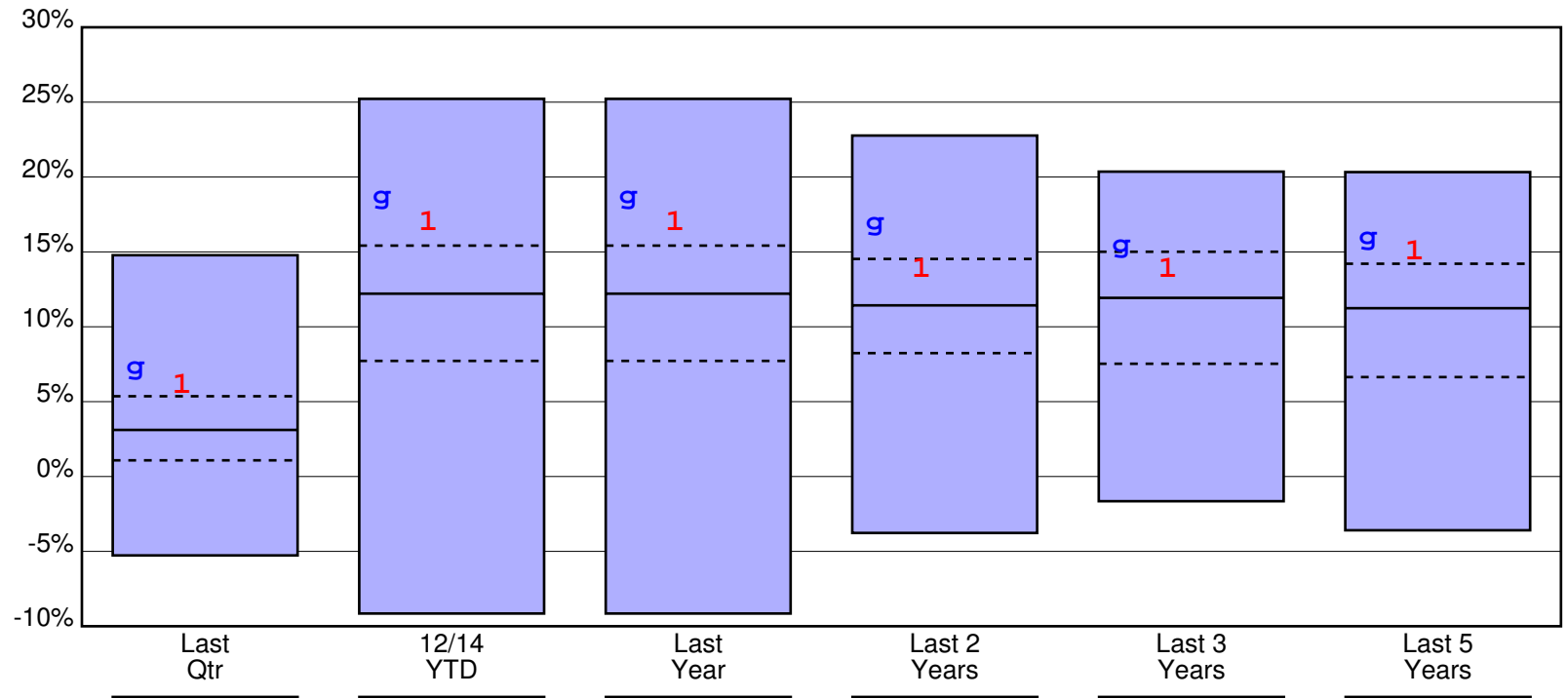
December 31, 2014 \$2,637,172



CONCLUSIONS/RECOMMENDATIONS

Guggenheim out performed the blended benchmark and ranked in the 19th percentile of the Real Estate Universe for the quarter.

City of Mobile Police & Firefighters Cumulative Performance Comparison Total Returns of Real Estate Portfolios Periods Ending 12/14



5th Percentile
25th Percentile
Median
75th Percentile
95th Percentile

14.78
5.36
3.11
1.08
-5.27

25.22
15.42
12.21
7.72
-9.15

25.22
15.42
12.21
7.72
-9.15

22.77
14.53
11.43
8.24
-3.77

20.36
15.01
11.93
7.53
-1.65

20.33
14.21
11.24
6.64
-3.59

g Guggenheim

7.20 (19)

18.61 (13)

18.61 (13)

16.86 (16)

15.34 (21)

15.88 (11)

1 70% NCREIF / 30% NAREIT

6.01 (22)

16.89 (19)

16.89 (19)

13.78 (28)

13.76 (34)

14.97 (18)

City of Mobile Police & Firefighters December 31, 2014

DLJ REAL ESTATE CAPITAL PARTNERS FUND II **Real Estate**

OBJECTIVE

Manager is expected to out perform the NCREIF Index.

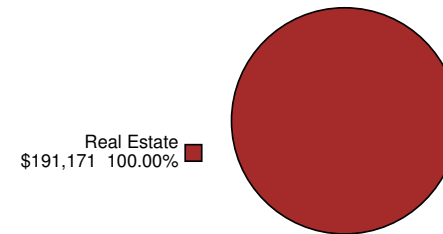
CONCLUSIONS/RECOMMENDATIONS

Fund values and performance have not yet been updated through 4Q2014.

Fund term has expired and DLJ is completing disposition of its final properties.

Asset Allocation DLJ

December 31, 2014 \$191,171



City of Mobile Police & Firefighters
Internal Rate of Return Table
DLJ
December 31, 2014

| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|-------------------|--------------------|--------------|--------------|--------------|----------|--------------------|-----------------|-------------------|-------------------|
| 9/99 | | 284,105 | 0 | -2,982 | 0 | 0 | 281,123 | -1.05 | NA |
| 12/99 | 281,123 | 74,723 | 103,725 | 5,612 | 6,179 | 13,973 | 237,581 | 0.94 | NA |
| 3/00 | 237,581 | 0 | 27,164 | -5,085 | 0 | 0 | 205,332 | -0.99 | NA |
| 6/00 | 205,332 | 85,874 | 70,547 | -3,371 | 0 | 0 | 217,288 | -2.25 | NA |
| 9/00 | 217,288 | 127,268 | 17,213 | -9,354 | 4,575 | 0 | 313,414 | -5.91 | -5.80 |
| 12/00 | 313,414 | 86,288 | 0 | 25,639 | 0 | 15,000 | 410,341 | 3.76 | 2.94 |
| 3/01 | 410,341 | 0 | 211 | -2,756 | 0 | 0 | 407,374 | 2.58 | 1.69 |
| 6/01 | 407,374 | 143,166 | 33,120 | 2,647 | 3,933 | 15,000 | 501,134 | 3.26 | 1.83 |
| 9/01 | 501,134 | 0 | 64 | -4,291 | 0 | 0 | 496,779 | 1.79 | 0.88 |
| 12/01 | 496,779 | 132,570 | 37,274 | 14,708 | 3,086 | 15,000 | 588,697 | 5.83 | 2.53 |
| 3/02 | 588,697 | 0 | 51,598 | 61,429 | 0 | 0 | 598,528 | 22.13 | 8.26 |
| 6/02 | 598,528 | 45,402 | 180,067 | 57,140 | 4,869 | 15,000 | 501,134 | 37.05 | 12.06 |
| 9/02 | 501,134 | 15,000 | 0 | -18,768 | 0 | 15,000 | 482,366 | 32.01 | 9.63 |
| 12/02 | 482,366 | 251,457 | 38,199 | 74,902 | 3,851 | 0 | 766,675 | 52.13 | 13.68 |
| 3/03 | 766,675 | 43,610 | 79,379 | 3,244 | 0 | 0 | 734,150 | 51.48 | 12.53 |
| 6/03 | 734,150 | 15,000 | 0 | 54,226 | 0 | 15,000 | 788,376 | 64.42 | 14.11 |
| 9/03 | 788,376 | 544,306 | 240,878 | 18,920 | 2,103 | 0 | 1,108,621 | 68.86 | 13.92 |
| 12/03 | 1,108,621 | 0 | 3,127 | 241,887 | 0 | 0 | 1,347,380 | 126.39 | 21.08 |
| 3/04 | 1,347,380 | 118,913 | 391,372 | 21,621 | 2,093 | 15,000 | 1,079,449 | 126.77 | 19.86 |
| 6/04 | 1,079,449 | 106,623 | 106,623 | 130,968 | 0 | 0 | 1,210,418 | 157.32 | 21.91 |
| 9/04 | 1,210,418 | 54,230 | 243,754 | 255,775 | 0 | 12,675 | 1,263,994 | 220.68 | 26.12 |
| 12/04 | 1,263,994 | 30,270 | 140,710 | 258,989 | 3,048 | 0 | 1,409,495 | 286.36 | 29.21 |
| 3/05 | 1,409,495 | 23,087 | 428,199 | 24,714 | 0 | 9,843 | 1,019,254 | 297.84 | 28.42 |
| 6/05 | 1,019,254 | 4,653 | 57,806 | 66,820 | 2,125 | 0 | 1,030,795 | 324.04 | 28.45 |

City of Mobile Police & Firefighters
Internal Rate of Return Table
DLJ
December 31, 2014

| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|-------------------|--------------------|--------------|--------------|--------------|----------|--------------------|-----------------|-------------------|-------------------|
| 9/05 | 1,030,795 | 8,226 | 380,083 | 122,226 | 8,226 | 0 | 772,938 | 368.68 | 29.24 |
| 12/05 | 772,938 | 0 | 11,041 | 133,827 | 0 | 0 | 895,725 | 422.40 | 30.15 |
| 3/06 | 895,725 | 6,916 | 190,499 | 21,922 | 0 | 6,916 | 727,148 | 448.06 | 29.81 |
| 6/06 | 727,148 | 0 | 0 | 10,244 | 0 | 0 | 737,392 | 473.86 | 29.45 |
| 9/06 | 737,392 | 90,971 | 152,912 | 77,749 | 2,138 | 0 | 751,062 | 521.46 | 29.72 |
| 12/06 | 751,062 | 2,360 | 238,181 | 132,476 | 2,360 | 0 | 645,357 | 590.20 | 30.42 |
| 3/07 | 645,357 | 5,080 | 26,609 | 13,402 | 0 | 5,080 | 632,151 | 627.87 | 30.20 |
| 6/07 | 632,151 | 0 | 63,777 | 3,618 | 0 | 0 | 571,992 | 665.28 | 29.94 |
| 9/07 | 571,992 | 0 | 104,628 | 51,478 | 0 | 0 | 518,842 | 721.58 | 30.02 |
| 12/07 | 518,842 | 0 | 17,928 | -19,226 | 0 | 0 | 481,687 | 759.71 | 29.70 |
| 3/08 | 481,687 | 0 | 25,804 | 34,552 | 251 | 3,771 | 486,413 | 818.17 | 29.71 |
| 6/08 | 486,413 | 0 | 59,313 | 7,653 | 451 | 726 | 433,576 | 871.25 | 29.58 |
| 9/08 | 433,576 | 82,723 | 92,211 | -34,190 | 651 | 1,226 | 388,021 | 914.21 | 29.27 |
| 12/08 | 388,021 | 6,759 | 98,819 | 10,868 | 561 | 1,324 | 304,944 | 976.86 | 29.20 |
| 3/09 | 304,944 | 256,372 | 0 | -31,709 | 0 | 0 | 529,607 | 1,026.58 | 28.96 |
| 6/09 | 529,607 | 0 | 3,140 | -9,531 | 1,195 | 0 | 515,742 | 1,083.28 | 28.77 |
| 9/09 | 515,742 | 0 | 0 | 58 | 460 | 3,129 | 512,211 | 1,147.76 | 28.63 |
| 12/09 | 512,211 | 0 | 0 | -49,433 | 1,365 | 1,322 | 460,091 | 1,195.82 | 28.31 |
| 3/10 | 460,091 | 1 | 0 | 3,350 | 730 | 0 | 462,713 | 1,267.22 | 28.21 |
| 6/10 | 462,713 | 0 | 0 | 107 | 1,236 | 3,264 | 458,319 | 1,342.10 | 28.11 |
| 9/10 | 458,319 | 0 | 1,624 | 33,508 | 1,740 | 1,638 | 486,826 | 1,436.80 | 28.12 |
| 12/10 | 486,826 | 0 | 0 | 7,833 | 0 | 0 | 494,659 | 1,525.40 | 28.05 |
| 3/11 | 494,659 | 0 | 1,638 | -2,467 | 0 | 0 | 490,554 | 1,612.39 | 27.95 |
| 6/11 | 490,554 | 0 | 0 | 15,554 | 0 | 0 | 506,108 | 1,713.73 | 27.91 |

City of Mobile Police & Firefighters
Internal Rate of Return Table
DLJ
December 31, 2014

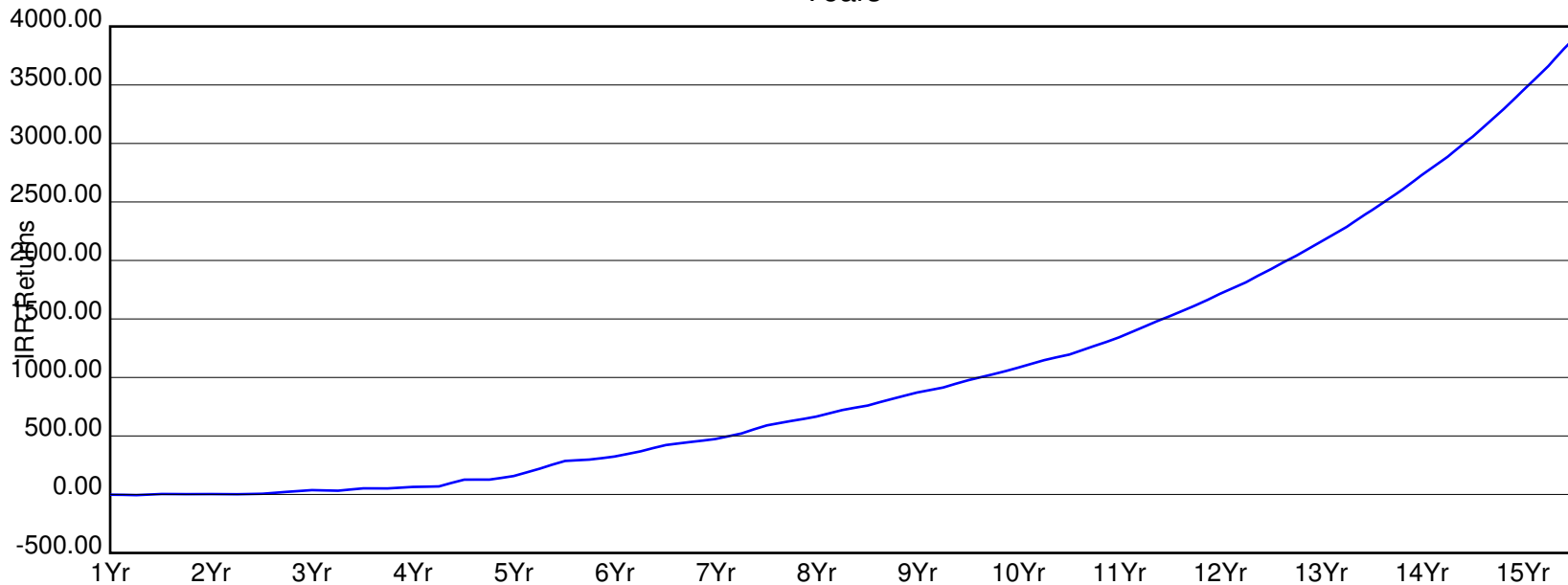
| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|-------------------|--------------------|--------------|--------------|--------------|----------|--------------------|-----------------|-------------------|-------------------|
| 9/11 | 506,108 | 0 | 0 | -3,147 | 0 | 1,668 | 501,294 | 1,813.04 | 27.82 |
| 12/11 | 501,294 | 0 | 0 | 13,618 | 0 | 0 | 514,911 | 1,926.25 | 27.77 |
| 3/12 | 514,911 | 0 | 0 | 5,316 | 0 | 1,259 | 518,968 | 2,040.58 | 27.71 |
| 6/12 | 518,968 | 0 | 0 | -337 | 0 | 0 | 518,631 | 2,158.59 | 27.64 |
| 9/12 | 518,631 | 0 | 0 | 4,280 | 0 | 1,066 | 521,845 | 2,287.20 | 27.58 |
| 12/12 | 521,845 | 0 | 0 | 16,929 | 0 | 0 | 538,774 | 2,429.90 | 27.54 |
| 3/13 | 538,774 | 0 | 0 | 122 | 0 | 1,066 | 537,830 | 2,568.66 | 27.48 |
| 6/13 | 537,830 | 0 | 0 | 20,084 | 0 | 0 | 557,915 | 2,727.88 | 27.46 |
| 9/13 | 557,915 | 0 | 0 | -3,935 | 67,085 | 8,471 | 478,423 | 2,886.03 | 27.40 |
| 12/13 | 478,423 | 0 | 0 | 3,801 | 0 | 0 | 482,224 | 3,059.12 | 27.35 |
| 3/14 | 482,224 | 0 | 295,137 | -22 | 970 | 0 | 186,095 | 3,243.21 | 27.33 |
| 6/14 | 186,095 | 0 | 0 | 5,308 | 0 | 0 | 191,403 | 3,447.12 | 27.32 |
| 9/14 | 191,403 | 0 | 0 | -232 | 0 | 0 | 191,171 | 3,662.50 | 27.30 |
| 12/14 | 191,171 | 0 | 0 | 0 | 0 | 0 | 191,171 | 3,891.30 | 27.29 |
| Total | | 2,645,954 | 4,014,373 | 1,868,289 | 125,281 | 183,417 | 191,171 | 3,891.30 | 27.29 |

City of Mobile Police & Firefighters J-Curve Graph

DLJ

3/31/00 - 12/31/14

Years



| Year | Contribution | Distribution | Expenses | Investment Fees | Ending Value | Cumulative IRR |
|-------|--------------|--------------|----------|-----------------|--------------|----------------|
| 1 | 444,702 | 201,436 | 6,179 | 13,973 | 217,288 | -2.25 |
| 2 | 356,722 | 50,544 | 8,508 | 30,000 | 501,134 | 3.26 |
| 3 | 177,972 | 269,003 | 7,955 | 30,000 | 501,134 | 37.05 |
| 4 | 325,067 | 117,578 | 3,851 | 30,000 | 788,376 | 64.42 |
| 5 | 769,842 | 742,000 | 4,196 | 15,000 | 1,210,418 | 157.32 |
| 6 | 112,240 | 870,469 | 5,173 | 22,518 | 1,030,795 | 324.04 |
| 7 | 15,142 | 581,623 | 8,226 | 6,916 | 737,392 | 473.86 |
| 8 | 98,411 | 481,479 | 4,498 | 5,080 | 571,992 | 665.28 |
| 9 | 0 | 207,673 | 702 | 4,497 | 433,576 | 871.25 |
| 10 | 345,854 | 194,170 | 2,407 | 2,550 | 515,742 | 1,083.28 |
| 11 | 1 | 0 | 3,791 | 7,715 | 458,319 | 1,342.10 |
| 12 | 0 | 3,262 | 1,740 | 1,638 | 506,108 | 1,713.73 |
| 13 | 0 | 0 | 0 | 2,927 | 518,631 | 2,158.59 |
| 14 | 0 | 0 | 0 | 2,132 | 557,915 | 2,727.88 |
| 15 | 0 | 295,137 | 68,055 | 8,471 | 191,403 | 3,447.12 |
| Total | 2,645,954 | 4,014,373 | 125,281 | 183,417 | | |

City of Mobile Police & Firefighters

December 31, 2014

HICKS, MUSE, TATE & FURST EQUITY FUND IV Private Equity

Initial Closing on August 7, 1998

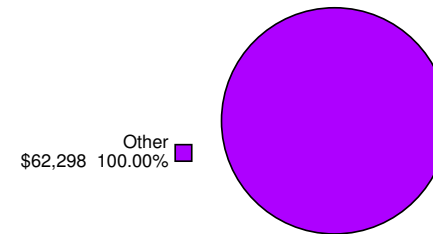
Fund Term has expired and HMTF IV is completing disposition final investments.

CONCLUSIONS/RECOMMENDATIONS

Hicks, Muse, Tate & Furst IV values have not been updated through 4Q2014.

The fund currently has three holdings remaining in its portfolio. Two are currently carried at a fair value above cost, with the remaining holding carried at a fair value significantly below cost. The fund is continuing to work through its remaining positions, though there is currently no estimated time frame for disposition of these positions. The manager is allowed the extra time needed to work out of these illiquid positions, per the fund documents.

Asset Allocation
Hicks, Muse, Tate & Furst IV
December 31, 2014 \$62,298



City of Mobile Police & Firefighters
Internal Rate of Return Table
Hicks, Muse, Tate & Furst IV
December 31, 2014

| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|-------------------|--------------------|--------------|--------------|--------------|----------|--------------------|-----------------|-------------------|-------------------|
| 9/98 | | 930,532 | 64,711 | 0 | 0 | 0 | 865,821 | 0.00 | NA |
| 12/98 | 865,821 | 23,740 | 117,833 | 62,315 | 0 | 0 | 834,043 | 7.31 | NA |
| 3/99 | 834,043 | 272,679 | 64,549 | -11,067 | 0 | 0 | 1,031,106 | 6.16 | NA |
| 6/99 | 1,031,106 | 156,654 | 0 | 74,543 | 0 | 0 | 1,262,303 | 14.22 | NA |
| 9/99 | 1,262,303 | 130,492 | 1,022 | 73,826 | 0 | 0 | 1,465,599 | 21.11 | 20.20 |
| 12/99 | 1,465,599 | 145,549 | 260 | 219,115 | 0 | 0 | 1,830,003 | 41.82 | 31.02 |
| 3/00 | 1,830,003 | 224,133 | 6,909 | 137,497 | 0 | 22,237 | 2,162,487 | 52.56 | 31.50 |
| 6/00 | 2,162,487 | 218,195 | 67,788 | 55,182 | 0 | 0 | 2,368,076 | 54.27 | 27.37 |
| 9/00 | 2,368,076 | 0 | 7,976 | -302,706 | 0 | 0 | 2,057,394 | 25.45 | 11.73 |
| 12/00 | 2,057,394 | 46,616 | 41,932 | -288,223 | 0 | 0 | 1,773,855 | 1.59 | 0.69 |
| 3/01 | 1,773,855 | 18,215 | 6,876 | -212,750 | 0 | 11,515 | 1,560,929 | -14.24 | -5.86 |
| 6/01 | 1,560,929 | 42,818 | 1,012 | 234,552 | 0 | 0 | 1,837,287 | 3.09 | 1.10 |
| 9/01 | 1,837,287 | 22,558 | 484,649 | -176,658 | 0 | 0 | 1,198,538 | -9.52 | -3.23 |
| 12/01 | 1,198,538 | 11,966 | 24,115 | -269,195 | 0 | 0 | 917,194 | -28.37 | -9.63 |
| 3/02 | 917,194 | 27,496 | 2,811 | 4,104 | 0 | 10,504 | 935,479 | -28.29 | -8.96 |
| 6/02 | 935,479 | 3,470 | 0 | -129,145 | 0 | 0 | 809,804 | -37.45 | -11.64 |
| 9/02 | 809,804 | 0 | 2,393 | -19,057 | 0 | 0 | 788,354 | -38.96 | -11.49 |
| 12/02 | 788,354 | 0 | 7,177 | -3,518 | 0 | 0 | 777,659 | -39.38 | -11.00 |
| 3/03 | 777,659 | 14,731 | 0 | -49,296 | 0 | 0 | 743,094 | -43.02 | -11.65 |
| 6/03 | 743,094 | 0 | 0 | 82,005 | 0 | 0 | 825,099 | -37.32 | -9.29 |
| 9/03 | 825,099 | 0 | 0 | -40,975 | 0 | 0 | 784,124 | -40.33 | -9.73 |
| 12/03 | 784,124 | 0 | 863 | 76,419 | 0 | 0 | 859,680 | -34.94 | -7.80 |
| 3/04 | 859,680 | 8,669 | 942 | -51,378 | 0 | 0 | 816,029 | -38.70 | -8.45 |
| 6/04 | 816,029 | 0 | 73,922 | -54,988 | 0 | 0 | 687,119 | -42.74 | -9.17 |

City of Mobile Police & Firefighters
Internal Rate of Return Table
Hicks, Muse, Tate & Furst IV
December 31, 2014

| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|-------------------|--------------------|--------------|--------------|--------------|----------|--------------------|-----------------|-------------------|-------------------|
| 9/04 | 687,119 | 0 | 3,421 | -54,963 | 0 | 0 | 628,735 | -46.90 | -9.94 |
| 12/04 | 628,735 | 0 | 29,658 | 89,646 | 0 | 0 | 688,723 | -40.56 | -7.93 |
| 3/05 | 688,723 | 4,580 | 1,084 | -1,443 | 0 | 0 | 690,776 | -40.85 | -7.71 |
| 6/05 | 690,776 | 1,303 | 347,240 | -56,077 | 0 | 0 | 288,762 | -45.24 | -8.48 |
| 9/05 | 288,762 | 0 | 16,992 | 104 | 0 | 0 | 271,874 | -45.96 | -8.36 |
| 12/05 | 271,874 | 0 | 0 | -30,555 | 0 | 0 | 241,319 | -49.05 | -8.82 |
| 3/06 | 241,319 | 4,236 | 5,806 | -7,701 | 0 | 0 | 232,048 | -50.37 | -8.87 |
| 6/06 | 232,048 | 0 | 0 | 14,941 | 0 | 0 | 246,989 | -49.88 | -8.48 |
| 9/06 | 246,989 | 0 | 81,948 | 410 | 0 | 0 | 165,451 | -50.53 | -8.37 |
| 12/06 | 165,451 | 0 | 56,426 | 15,881 | 0 | 0 | 124,906 | -49.99 | -8.01 |
| 3/07 | 124,906 | 3,026 | 0 | 1,596 | 0 | 0 | 129,528 | -50.66 | -7.93 |
| 6/07 | 129,528 | 0 | 0 | 6,834 | 0 | 0 | 136,362 | -50.84 | -7.76 |
| 9/07 | 136,362 | 0 | 0 | -13,091 | 0 | 0 | 123,271 | -52.75 | -7.95 |
| 12/07 | 123,271 | 0 | 7,965 | 3,282 | 0 | 0 | 118,588 | -53.20 | -7.84 |
| 3/08 | 118,588 | 2,646 | 0 | -8,645 | 0 | 0 | 112,589 | -54.72 | -7.96 |
| 6/08 | 112,589 | 0 | 0 | -8,568 | 0 | 0 | 104,021 | -56.24 | -8.09 |
| 9/08 | 104,021 | 1,901 | 0 | -4,877 | 0 | 0 | 101,045 | -57.43 | -8.15 |
| 12/08 | 101,045 | 0 | 1,901 | -17,717 | 0 | 0 | 81,427 | -59.88 | -8.48 |
| 3/09 | 81,427 | 92,836 | 3,385 | -89,451 | 0 | 0 | 81,427 | -69.96 | -10.78 |
| 6/09 | 81,427 | 0 | 3,385 | 94,278 | 0 | 0 | 172,320 | -60.51 | -8.25 |
| 9/09 | 172,320 | 0 | 0 | 8,479 | 0 | 0 | 180,799 | -60.10 | -7.98 |
| 12/09 | 180,799 | 0 | 0 | 4,541 | 0 | 0 | 185,340 | -60.07 | -7.80 |
| 3/10 | 185,340 | 6,516 | 0 | 3,441 | 0 | 0 | 195,296 | -60.12 | -7.65 |
| 6/10 | 195,296 | 0 | 0 | -5,801 | 0 | 0 | 189,496 | -61.11 | -7.69 |

City of Mobile Police & Firefighters
Internal Rate of Return Table
Hicks, Muse, Tate & Furst IV
December 31, 2014

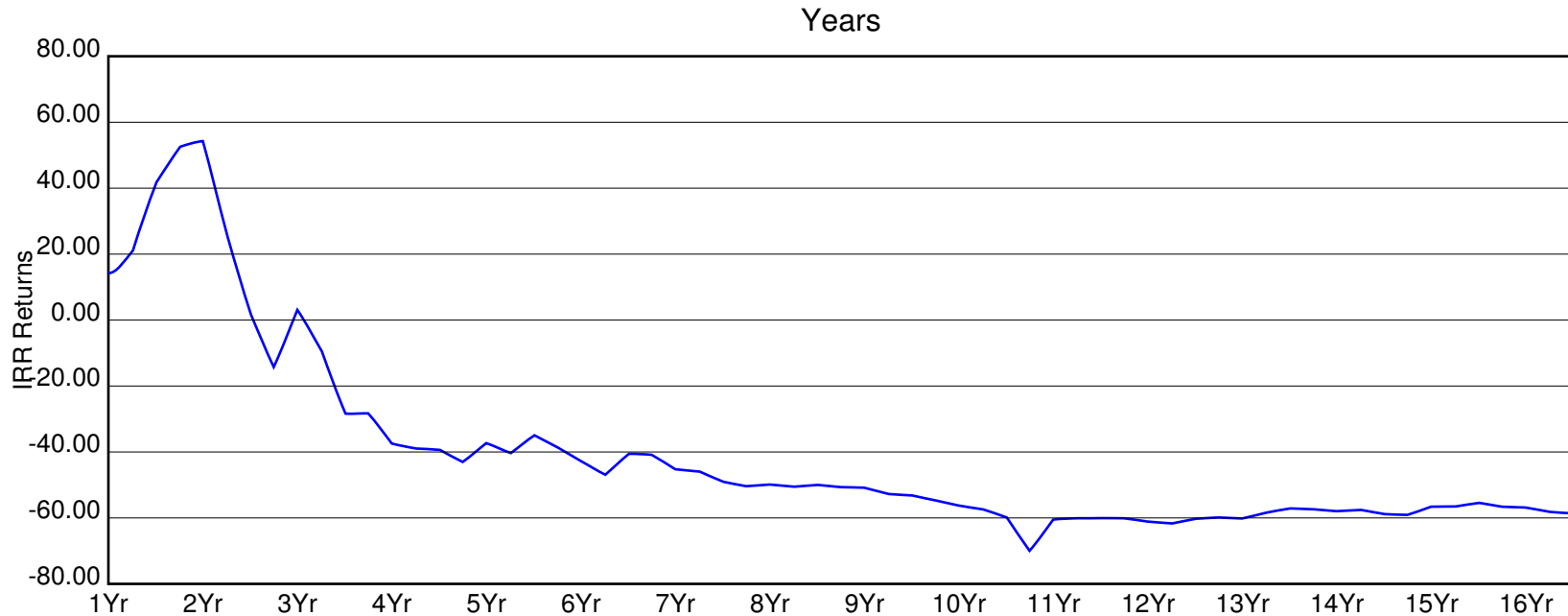
| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|-------------------|--------------------|--------------|--------------|--------------|----------|--------------------|-----------------|-------------------|-------------------|
| 9/10 | 189,496 | 0 | 0 | -1,792 | 0 | 0 | 187,704 | -61.67 | -7.65 |
| 12/10 | 187,704 | 0 | 0 | 16,585 | 0 | 0 | 204,289 | -60.27 | -7.23 |
| 3/11 | 204,289 | 0 | 0 | 6,870 | 0 | 0 | 211,159 | -59.86 | -7.02 |
| 6/11 | 211,159 | 1 | 0 | 1 | 0 | 0 | 211,161 | -60.18 | -6.94 |
| 9/11 | 211,161 | 0 | 0 | 19,727 | 0 | 0 | 230,888 | -58.38 | -6.50 |
| 12/11 | 230,888 | 0 | 0 | 14,511 | 0 | 0 | 245,399 | -57.12 | -6.17 |
| 3/12 | 245,399 | 0 | 0 | 11 | 0 | 0 | 245,410 | -57.38 | -6.10 |
| 6/12 | 245,410 | 0 | 0 | -2,925 | 0 | 0 | 242,485 | -57.95 | -6.08 |
| 9/12 | 242,485 | 0 | 0 | 5,848 | 0 | 0 | 248,333 | -57.57 | -5.92 |
| 12/12 | 248,333 | 0 | 0 | -9,555 | 0 | 0 | 238,777 | -58.84 | -6.02 |
| 3/13 | 238,777 | 0 | 0 | 0 | 0 | 0 | 238,777 | -59.07 | -5.96 |
| 6/13 | 238,777 | 0 | 0 | 24,882 | 0 | 0 | 263,659 | -56.60 | -5.48 |
| 9/13 | 263,659 | 0 | 0 | 2,661 | 0 | 0 | 266,320 | -56.52 | -5.38 |
| 12/13 | 266,320 | 0 | 0 | 11,933 | 0 | 0 | 278,252 | -55.43 | -5.14 |
| 3/14 | 278,252 | 0 | 203,193 | -7,241 | 0 | 0 | 67,818 | -56.60 | -5.23 |
| 6/14 | 67,818 | 0 | 0 | 2,090 | 0 | 0 | 69,908 | -56.85 | -5.18 |
| 9/14 | 69,908 | 0 | 0 | -7,610 | 0 | 0 | 62,298 | -58.17 | -5.29 |
| 12/14 | 62,298 | 0 | 0 | 0 | 0 | 0 | 62,298 | -58.64 | -5.27 |
| Total | | 2,415,558 | 1,740,144 | -568,860 | 0 | 44,256 | 62,298 | -58.64 | -5.27 |

City of Mobile Police & Firefighters

J-Curve Graph

Hicks, Muse, Tate & Furst IV

3/31/99 - 12/31/14



| Year | Contribution | Distribution | Expenses | Investment Fees | Ending Value | Cumulative IRR |
|---------------------------|--------------|--------------|----------|-----------------|--------------|----------------|
| 1 | 1,383,605 | 247,093 | 0 | 0 | 1,262,303 | 14.22 |
| 2 | 718,369 | 75,979 | 0 | 22,237 | 2,368,076 | 54.27 |
| 3 | 107,649 | 57,796 | 0 | 11,515 | 1,837,287 | 3.09 |
| 4 | 65,490 | 511,575 | 0 | 10,504 | 809,804 | -37.45 |
| 5 | 14,731 | 9,570 | 0 | 0 | 825,099 | -37.32 |
| 6 | 8,669 | 75,727 | 0 | 0 | 687,119 | -42.74 |
| 7 | 5,883 | 381,403 | 0 | 0 | 288,762 | -45.24 |
| 8 | 4,236 | 22,798 | 0 | 0 | 246,989 | -49.88 |
| 9 | 3,026 | 138,374 | 0 | 0 | 136,362 | -50.84 |
| 10 | 2,646 | 7,965 | 0 | 0 | 104,021 | -56.24 |
| 11 | 94,737 | 8,671 | 0 | 0 | 172,320 | -60.51 |
| 12 | 6,516 | 0 | 0 | 0 | 189,496 | -61.11 |
| 13 | 1 | 0 | 0 | 0 | 211,161 | -60.18 |
| 14 | 0 | 0 | 0 | 0 | 242,485 | -57.95 |
| 15 | 0 | 0 | 0 | 0 | 263,659 | -56.60 |
| 16 | 0 | 203,193 | 0 | 0 | 69,908 | -56.85 |
| Total Capital Commitment: | 2,000,000 | | | | | |
| Total | 2,415,558 | 1,740,144 | 0 | 44,256 | | |

City of Mobile Police & Firefighters December 31, 2014

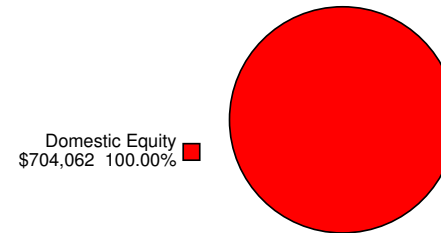
RIPPLEWOOD PARTNERS II **Private Equity**

OBJECTIVE

The manager needs to achieve a return of 400 basis points above the Russell 3000 index on an annual basis.

- Initial closing on Dec. 22, 2000
- Fund scheduled for termination Dec. 22, 2010, but elected to extend the fund by one year.
- Fund still has options for two more one-year extensions.

Asset Allocation
Ripplewood Partners II, L.P.
December 31, 2014 \$704,062



CONCLUSIONS/RECOMMENDATIONS

Ripplewood Partners II made its final distribution on June 13, 2014.

City of Mobile Police & Firefighters
Internal Rate of Return Table
Ripplewood Partners II, L.P.
December 31, 2014

| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|-------------------|--------------------|--------------|--------------|--------------|----------|--------------------|-----------------|-------------------|-------------------|
| 9/02 | 0 | 57,759 | 0 | 0 | 0 | 0 | 57,759 | 0.00 | NA |
| 12/02 | 57,759 | 0 | 0 | 0 | 0 | 0 | 57,759 | 0.00 | NA |
| 3/03 | 57,759 | 0 | 0 | 0 | 0 | 0 | 57,759 | 0.00 | NA |
| 6/03 | 57,759 | 0 | 0 | 0 | 0 | 0 | 57,759 | 0.00 | NA |
| 9/03 | 57,759 | 0 | 0 | 0 | 0 | 0 | 57,759 | 0.00 | 0.00 |
| 12/03 | 57,759 | 0 | 0 | 85,832 | 0 | 0 | 143,591 | 148.60 | 101.04 |
| 3/04 | 143,591 | 0 | 468 | -5,572 | 0 | 0 | 137,551 | 138.98 | 75.21 |
| 6/04 | 137,551 | 0 | 0 | -5,600 | 0 | 0 | 131,951 | 129.38 | 58.49 |
| 9/04 | 131,951 | 165,743 | 468 | 19,183 | 0 | 12,485 | 303,924 | 157.65 | 58.50 |
| 12/04 | 303,924 | 0 | 0 | -7,632 | 0 | 0 | 296,292 | 121.40 | 41.13 |
| 3/05 | 296,292 | 45,375 | 2,760 | 18,114 | 0 | 11,773 | 345,248 | 129.43 | 38.43 |
| 6/05 | 345,248 | 0 | 0 | -6,170 | 0 | 0 | 339,078 | 106.26 | 29.47 |
| 9/05 | 339,078 | 18,289 | 0 | 16,020 | 0 | 10,986 | 362,401 | 112.66 | 28.02 |
| 12/05 | 362,401 | 0 | 0 | -2,599 | 0 | 11,988 | 347,814 | 100.49 | 23.41 |
| 3/06 | 347,814 | 262,091 | 0 | -5,856 | 0 | 0 | 604,049 | 86.74 | 19.22 |
| 6/06 | 604,049 | 13,868 | 3,400 | 17,385 | 0 | 9,718 | 622,184 | 87.45 | 17.97 |
| 9/06 | 622,184 | 0 | 0 | -4,589 | 0 | 0 | 617,595 | 73.69 | 14.59 |
| 12/06 | 617,595 | 358,803 | 0 | 11,811 | 0 | 16,944 | 971,265 | 72.45 | 13.49 |
| 3/07 | 971,265 | 433,498 | 0 | -5,676 | 0 | 0 | 1,399,087 | 57.62 | 10.51 |
| 6/07 | 1,399,087 | 0 | 111,639 | -8,754 | 0 | 5,829 | 1,272,865 | 43.33 | 7.78 |
| 9/07 | 1,272,865 | 17,524 | 244,763 | 125,348 | 0 | 0 | 1,170,974 | 85.15 | 12.96 |
| 12/07 | 1,170,974 | 0 | 0 | -12,855 | 0 | 0 | 1,158,119 | 72.70 | 10.84 |
| 3/08 | 1,158,119 | 51,352 | 8,878 | 1,460 | 0 | 2,842 | 1,199,211 | 67.55 | 9.73 |
| 6/08 | 1,199,211 | 0 | 5,467 | 3,942 | 0 | 0 | 1,197,686 | 64.03 | 8.90 |

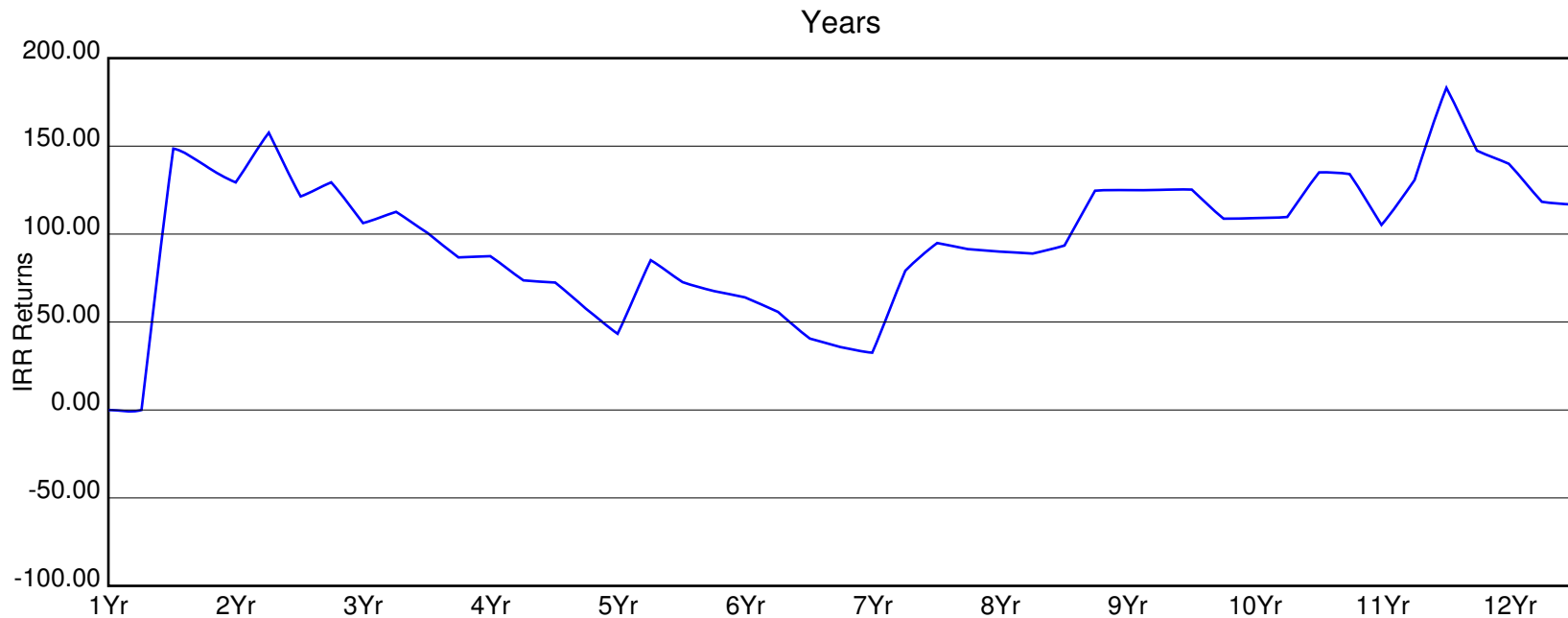
City of Mobile Police & Firefighters
Internal Rate of Return Table
Ripplewood Partners II, L.P.
December 31, 2014

| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|-------------------|--------------------|--------------|--------------|--------------|----------|--------------------|-----------------|-------------------|-------------------|
| 9/08 | 1,197,686 | 8,327 | 0 | -15,397 | 0 | 8,327 | 1,182,289 | 55.75 | 7.59 |
| 12/08 | 1,182,289 | 306,214 | 3,677 | -46,221 | 0 | 0 | 1,438,605 | 40.59 | 5.55 |
| 3/09 | 1,438,605 | 398,122 | 0 | -8,211 | 8,493 | 0 | 1,820,023 | 35.77 | 4.78 |
| 6/09 | 1,820,023 | 14,368 | 8,078 | -962 | 0 | 8,493 | 1,816,859 | 32.57 | 4.23 |
| 9/09 | 1,816,859 | 88,397 | 3,237 | 231,096 | 0 | 7,036 | 2,126,079 | 79.18 | 8.62 |
| 12/09 | 2,126,079 | 0 | 31,473 | 99,310 | 0 | 0 | 2,193,917 | 94.91 | 9.56 |
| 3/10 | 2,193,917 | 225,045 | 243,602 | 15,165 | 0 | 0 | 2,190,524 | 91.46 | 8.98 |
| 6/10 | 2,190,524 | 66,838 | 1,106,699 | 17,021 | 0 | 0 | 1,167,684 | 90.04 | 8.57 |
| 9/10 | 1,167,684 | 0 | 8,911 | -1,862 | 0 | 0 | 1,156,911 | 88.93 | 8.22 |
| 12/10 | 1,156,911 | 0 | 84,051 | 26,888 | 0 | 3,138 | 1,096,610 | 93.48 | 8.27 |
| 3/11 | 1,096,610 | 0 | 0 | 161,282 | 0 | 0 | 1,257,892 | 124.66 | 9.92 |
| 6/11 | 1,257,892 | 76,567 | 264,832 | -179 | 5,494 | 1,606 | 1,062,349 | 125.00 | 9.65 |
| 9/11 | 1,062,349 | 0 | 0 | -974 | 5,531 | 0 | 1,055,844 | 125.13 | 9.37 |
| 12/11 | 1,055,844 | 0 | 0 | -1,169 | 11,497 | 0 | 1,043,178 | 125.30 | 9.12 |
| 3/12 | 1,043,178 | 0 | 0 | -87,620 | 10,805 | 18,434 | 926,319 | 108.75 | 8.00 |
| 6/12 | 926,319 | 0 | 0 | -1,364 | 23,948 | 0 | 901,007 | 109.08 | 7.81 |
| 9/12 | 901,007 | 0 | 0 | -270 | 15,159 | 0 | 885,579 | 109.71 | 7.64 |
| 12/12 | 885,579 | 0 | 39,995 | 125,535 | 14,238 | 0 | 956,881 | 135.08 | 8.64 |
| 3/13 | 956,881 | 0 | 0 | -9,636 | 0 | 0 | 947,245 | 134.12 | 8.39 |
| 6/13 | 947,245 | 0 | 37,861 | -153,425 | 0 | 0 | 755,959 | 105.20 | 6.88 |
| 9/13 | 755,959 | 0 | 0 | 125,707 | 0 | 0 | 881,666 | 130.74 | 7.85 |
| 12/13 | 881,666 | 0 | 0 | 254,335 | 0 | 0 | 1,136,001 | 183.14 | 9.64 |
| 3/14 | 1,136,001 | 0 | 72,717 | -182,298 | 0 | 0 | 880,986 | 147.44 | 8.15 |
| 6/14 | 880,986 | 0 | 3,937 | -43,930 | 0 | 0 | 833,119 | 139.99 | 7.70 |

City of Mobile Police & Firefighters
Internal Rate of Return Table
Ripplewood Partners II, L.P.
December 31, 2014

| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|----------------|-----------------|--------------|--------------|--------------|----------|-----------------|--------------|----------------|----------------|
| 9/14 | 833,119 | 0 | 0 | -115,001 | 0 | 0 | 718,118 | 118.36 | 6.69 |
| 12/14 | 718,118 | 0 | 0 | -14,056 | 0 | 0 | 704,062 | 116.79 | 6.49 |
| Total | | 2,608,181 | 2,286,913 | 607,557 | 95,164 | 129,599 | 704,062 | 116.79 | 6.49 |

City of Mobile Police & Firefighters J-Curve Graph Ripplewood Partners II, L.P. 3/31/03 - 12/31/14



| Year | Contribution | Distribution | Expenses | Investment Fees | Ending Value | Cumulative IRR |
|--|--------------|--------------|----------|-----------------|--------------|----------------|
| 1 | 57,759 | 0 | 0 | 0 | 57,759 | 0.00 |
| 2 | 0 | 468 | 0 | 0 | 131,951 | 129.38 |
| 3 | 211,118 | 3,228 | 0 | 24,258 | 339,078 | 106.26 |
| 4 | 294,248 | 3,400 | 0 | 32,692 | 622,184 | 87.45 |
| 5 | 792,301 | 111,639 | 0 | 22,773 | 1,272,865 | 43.33 |
| 6 | 68,876 | 259,108 | 0 | 2,842 | 1,197,686 | 64.03 |
| 7 | 727,032 | 11,755 | 8,493 | 16,820 | 1,816,859 | 32.57 |
| 8 | 380,280 | 1,385,011 | 0 | 7,036 | 1,167,684 | 90.04 |
| 9 | 76,567 | 357,793 | 5,494 | 4,744 | 1,062,349 | 125.00 |
| 10 | 0 | 0 | 51,780 | 18,434 | 901,007 | 109.08 |
| 11 | 0 | 77,856 | 29,397 | 0 | 755,959 | 105.20 |
| 12 | 0 | 76,654 | 0 | 0 | 833,119 | 139.99 |
| Total | 2,608,181 | 2,286,913 | 95,164 | 129,599 | | |
| Total Capital Commitment: 2,000,000 Village Year: 2002 | | | | | | |

City of Mobile Police & Firefighters

December 31, 2014

LEVINE LEICHTMAN CAPITAL PARTNERS III Private Equity

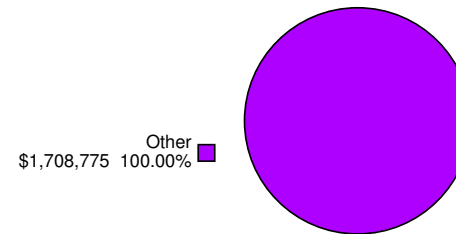
OBJECTIVE

The manager needs to achieve a return of 400 basis points above the Russell 3000 index on an annual basis.

STRATEGIES

Levine Leichtman Capital Partners III, L.P. (the "Fund"), a California limited partnership, was established on October 18, 2002. The Fund's principal purpose is to seek out opportunities to invest in the securities of middle market companies located in the United States. The Fund began operations on its effective date, October 18, 2002 and shall continue until the last business day preceding its tenth (10th) anniversary, unless further extended for up to two consecutive one-year periods by the General Partner with the approval of the Limited Partners with at least a 66 2/3% interest.

Asset Allocation
Levine Leichtman Fund III
December 31, 2014 \$1,708,775



CONCLUSIONS/RECOMMENDATIONS

Levine Leichtman Fund III values and performance has not been updated through the Fourth Quarter of 2014. The manager's performance will be included in subsequent reports.

Fund expired on October 18, 2012 and will not be extending the agreement. The General Partner has decided to liquidate Fund III and wind up the affairs of the Partnership. The liquidation process is expected to take up to three years (likely through 2015).

City of Mobile Police & Firefighters
Internal Rate of Return Table
Levine Leichtman Fund III
December 31, 2014

| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|-------------------|--------------------|--------------|--------------|--------------|----------|--------------------|-----------------|-------------------|-------------------|
| 12/03 | | 1,134,255 | 461,406 | -326,677 | 0 | 39,051 | 307,121 | -51.54 | NA |
| 3/04 | 307,121 | 210,315 | 9,312 | 21,994 | 0 | 21,994 | 508,124 | -45.61 | NA |
| 6/04 | 508,124 | 0 | 241,858 | -11,361 | 0 | 0 | 254,905 | -43.92 | NA |
| 9/04 | 254,905 | 289,782 | 4,649 | 19,700 | 0 | 26,250 | 533,488 | -43.65 | NA |
| 12/04 | 533,488 | 142,889 | 51,702 | 128,466 | 0 | 0 | 753,141 | -23.18 | -22.27 |
| 3/05 | 753,141 | 23,201 | 282,564 | 46,888 | 0 | 23,201 | 517,465 | -16.07 | -12.67 |
| 6/05 | 517,465 | 204,000 | 4,658 | -9,933 | 0 | 0 | 706,874 | -17.73 | -11.89 |
| 9/05 | 706,874 | 26,250 | 53,097 | -20,046 | 0 | 26,250 | 633,731 | -20.07 | -11.73 |
| 12/05 | 633,731 | 51,000 | 26,010 | 183,546 | 0 | 0 | 842,267 | 4.32 | 2.09 |
| 3/06 | 842,267 | 26,250 | 11,854 | 40,372 | 0 | 26,250 | 870,785 | 9.61 | 4.08 |
| 6/06 | 870,785 | 606,000 | 14,405 | 25,913 | 0 | 0 | 1,488,293 | 12.81 | 4.86 |
| 9/06 | 1,488,293 | 204,677 | 27,545 | 33,585 | 0 | 0 | 1,699,010 | 16.04 | 5.47 |
| 12/06 | 1,699,010 | 0 | 115,053 | 86,027 | 0 | 0 | 1,669,984 | 24.90 | 7.57 |
| 3/07 | 1,669,984 | 37,263 | 29,447 | 42,791 | 0 | 0 | 1,720,591 | 28.55 | 7.92 |
| 6/07 | 1,720,591 | 279,009 | 305,166 | -45,351 | 0 | 21,009 | 1,628,074 | 22.65 | 5.93 |
| 9/07 | 1,628,074 | 707,676 | 182,942 | 75,039 | 0 | 0 | 2,227,847 | 29.61 | 7.07 |
| 12/07 | 2,227,847 | 21,000 | 130,012 | 183,108 | 0 | 0 | 2,301,943 | 46.32 | 9.86 |
| 3/08 | 2,301,943 | 0 | 0 | 3,537 | 0 | 0 | 2,305,480 | 44.83 | 9.00 |
| 6/08 | 2,305,480 | 61,331 | 86,896 | 258,643 | 0 | 23,791 | 2,514,767 | 67.84 | 12.07 |
| 9/08 | 2,514,767 | 159,048 | 127,160 | 187,405 | 0 | 27,512 | 2,706,548 | 83.51 | 13.49 |
| 12/08 | 2,706,548 | 276,909 | 576,611 | -239,850 | 0 | 2,243 | 2,164,753 | 59.50 | 9.69 |
| 3/09 | 2,164,753 | 132,862 | 41,246 | 20,748 | 0 | 4,555 | 2,272,561 | 60.53 | 9.35 |
| 6/09 | 2,272,561 | 153,690 | 156,567 | 38,060 | 0 | 9,691 | 2,298,053 | 63.04 | 9.22 |
| 9/09 | 2,298,053 | 12,373 | 44,741 | -141,895 | 0 | 4,013 | 2,119,778 | 49.96 | 7.24 |

City of Mobile Police & Firefighters
Internal Rate of Return Table
Levine Leichtman Fund III
December 31, 2014

| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|-------------------|--------------------|--------------|--------------|--------------|----------|--------------------|-----------------|-------------------|-------------------|
| 12/09 | 2,119,778 | 45,936 | 39,809 | 66,044 | 0 | 3,850 | 2,188,099 | 55.04 | 7.52 |
| 3/10 | 2,188,099 | 15,380 | 58,311 | 98,761 | 0 | 6,994 | 2,236,934 | 62.89 | 8.06 |
| 6/10 | 2,236,934 | 80,588 | 124,359 | 33,563 | 0 | 7,776 | 2,218,951 | 65.15 | 7.97 |
| 9/10 | 2,218,951 | 60,133 | 38,419 | 222,873 | 0 | 7,564 | 2,455,973 | 83.53 | 9.34 |
| 12/10 | 2,455,973 | 11,929 | 313,708 | 44,815 | 0 | 13,895 | 2,185,115 | 86.86 | 9.27 |
| 3/11 | 2,185,115 | 40,446 | 57,598 | 61,531 | 0 | 6,948 | 2,222,546 | 92.12 | 9.36 |
| 6/11 | 2,222,546 | 19,895 | 148,327 | -1,336 | 0 | 19,972 | 2,072,806 | 92.14 | 9.04 |
| 9/11 | 2,072,806 | 0 | 0 | -37,872 | 0 | 0 | 2,034,933 | 89.31 | 8.53 |
| 12/11 | 2,034,933 | 0 | 0 | 135,219 | 0 | 13,442 | 2,156,711 | 101.13 | 9.07 |
| 3/12 | 2,156,711 | 0 | 0 | 10,805 | 0 | 0 | 2,167,515 | 102.44 | 8.87 |
| 6/12 | 2,167,515 | 0 | 93,975 | 6,930 | 0 | 0 | 2,080,470 | 103.45 | 8.66 |
| 9/12 | 2,080,470 | 0 | 21,083 | 333,736 | 0 | 13,611 | 2,379,511 | 132.68 | 10.07 |
| 12/12 | 2,379,511 | 0 | 11,059 | -10,340 | 0 | 0 | 2,358,111 | 132.46 | 9.77 |
| 3/13 | 2,358,111 | 0 | 22,655 | 29,949 | 0 | 0 | 2,365,405 | 135.71 | 9.66 |
| 6/13 | 2,365,405 | 0 | 0 | -44,168 | 0 | 0 | 2,321,237 | 132.58 | 9.24 |
| 9/13 | 2,321,237 | 0 | 0 | -19,015 | 0 | 0 | 2,302,223 | 131.61 | 8.95 |
| 12/13 | 2,302,223 | 0 | 0 | 123,489 | 0 | 1,041 | 2,424,671 | 143.06 | 9.24 |
| 3/14 | 2,424,671 | 205,677 | 947,451 | 45,875 | 0 | 0 | 1,728,772 | 149.26 | 9.27 |
| 6/14 | 1,728,772 | 0 | 25,537 | 36,544 | 0 | 0 | 1,739,779 | 154.66 | 9.27 |
| 9/14 | 1,739,779 | 0 | 30,009 | 20,799 | 0 | 0 | 1,730,569 | 158.78 | 9.20 |
| 12/14 | 1,730,569 | 0 | 21,794 | 0 | 0 | 0 | 1,708,775 | 161.07 | 9.07 |
| Total | | 5,239,764 | 4,938,996 | 1,758,910 | 0 | 350,903 | 1,708,775 | 161.07 | 9.07 |

City of Mobile Police & Firefighters

December 31, 2014

PERMAL PRIVATE EQUITY HOLDINGS IV Private Equity - Fund of Funds

OBJECTIVE

The manager needs to achieve a return of 400 basis points above the Russell 3000 index on an annual basis.

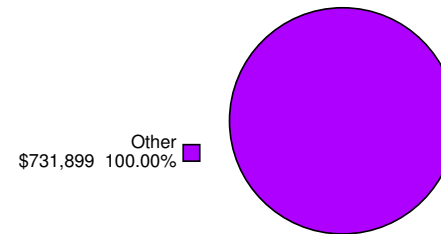
STRATEGIES

Private equity fund of funds.

Seek out opportunities to invest in core managers, emerging managers, and secondary opportunities.

Portfolio Composition: · The Fund has finished investing and is allocated 48% to Core Managers, 27% to Emerging Managers and 25% to Secondaries as a percentage of fund size and is broadly diversified across industries consistent with the Fund's investment guidelines

Asset Allocation
Permal Capital Fund IV
December 31, 2014 \$731,899



CONCLUSIONS/RECOMMENDATIONS

Permal PEH IV has an annualized return since inception of 7.22% through 4th Quarter 2014. Permal has distributed \$1,060,548 and has added \$517,411 in appreciated value since inception..

City of Mobile Police & Firefighters
Internal Rate of Return Table
Permal Capital Fund IV
December 31, 2014

| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|-------------------|--------------------|--------------|--------------|--------------|----------|--------------------|-----------------|-------------------|-------------------|
| 3/07 | | 200,000 | 0 | -1,478 | 2,444 | 12,500 | 183,578 | -0.75 | NA |
| 6/07 | 183,578 | 250,000 | 0 | -16,511 | 1,648 | 2,500 | 412,919 | -8.43 | NA |
| 9/07 | 412,919 | 0 | 24,666 | 21,547 | 682 | 2,500 | 406,618 | 1.23 | NA |
| 12/07 | 406,618 | 50,000 | 13,424 | -21,562 | 3,717 | 2,500 | 415,415 | -5.60 | NA |
| 3/08 | 415,415 | 80,000 | 16,540 | 11,453 | 2,095 | 2,500 | 485,733 | -1.89 | -1.57 |
| 6/08 | 485,733 | 0 | 8,455 | 8,586 | 1,375 | 2,500 | 481,989 | 0.55 | 0.38 |
| 9/08 | 481,989 | 50,000 | 10,647 | -8,619 | 2,644 | 2,500 | 507,579 | -1.70 | -1.00 |
| 12/08 | 507,579 | 80,000 | 7,552 | -23,664 | 1,949 | 2,500 | 551,914 | -7.42 | -3.86 |
| 3/09 | 551,914 | 377,956 | 0 | -6,067 | 0 | 2,500 | 921,303 | -8.34 | -3.87 |
| 6/09 | 921,303 | 0 | 0 | -5,322 | 240 | 2,500 | 913,241 | -8.49 | -3.55 |
| 9/09 | 913,241 | 0 | 0 | -3,052 | 900 | 2,500 | 906,789 | -8.36 | -3.17 |
| 12/09 | 906,789 | 0 | 21,164 | 93,552 | 1,363 | 2,500 | 975,315 | 8.74 | 2.87 |
| 3/10 | 975,315 | 65,000 | 44,250 | -2,592 | 942 | 2,500 | 990,031 | 7.91 | 2.40 |
| 6/10 | 990,031 | 14,761 | 22,379 | 9,762 | 349 | 2,500 | 989,325 | 9.19 | 2.58 |
| 9/10 | 989,325 | 256 | 0 | 15,408 | 734 | 2,500 | 1,001,754 | 11.35 | 2.94 |
| 12/10 | 1,001,754 | 0 | 0 | 6,135 | 0 | 2,500 | 1,005,389 | 11.97 | 2.90 |
| 3/11 | 1,005,389 | 0 | 0 | 77,859 | 0 | 2,500 | 1,080,749 | 23.67 | 5.18 |
| 6/11 | 1,080,749 | 0 | 0 | 37,052 | 0 | 2,500 | 1,115,301 | 28.81 | 5.84 |
| 9/11 | 1,115,301 | 70,000 | 0 | -70,535 | 0 | 2,500 | 1,112,265 | 17.73 | 3.53 |
| 12/11 | 1,112,265 | 0 | 0 | 8,039 | 0 | 2,500 | 1,117,804 | 18.51 | 3.48 |
| 3/12 | 1,117,804 | 0 | 0 | 61,645 | 0 | 2,500 | 1,176,949 | 26.97 | 4.69 |
| 6/12 | 1,176,949 | 0 | 0 | 34,393 | 0 | 2,312 | 1,209,030 | 31.39 | 5.13 |
| 9/12 | 1,209,030 | 0 | 26,858 | 19,689 | 0 | 2,312 | 1,199,549 | 33.68 | 5.21 |
| 12/12 | 1,199,549 | 0 | 120,000 | -2,929 | 0 | 2,312 | 1,074,307 | 33.00 | 4.90 |

City of Mobile Police & Firefighters
Internal Rate of Return Table
Permal Capital Fund IV
December 31, 2014

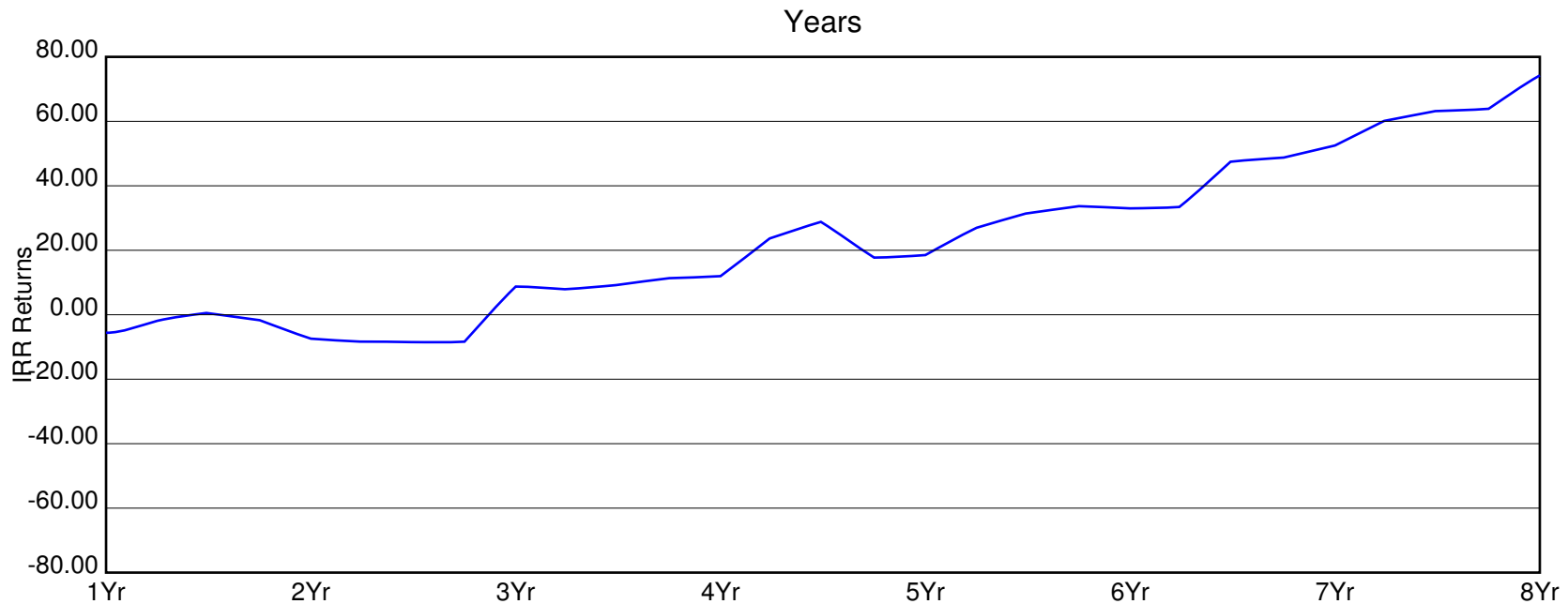
| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|-------------------|--------------------|--------------|--------------|--------------|----------|--------------------|-----------------|-------------------|-------------------|
| 3/13 | 1,074,307 | 0 | 0 | 4,484 | 0 | 0 | 1,078,791 | 33.43 | 4.75 |
| 6/13 | 1,078,791 | 0 | 40,000 | 102,574 | 0 | 2,139 | 1,139,226 | 47.47 | 6.20 |
| 9/13 | 1,139,226 | 0 | 0 | 10,515 | 0 | 0 | 1,149,740 | 48.76 | 6.10 |
| 12/13 | 1,149,740 | 0 | 0 | 28,147 | 0 | 2,139 | 1,175,749 | 52.51 | 6.25 |
| 3/14 | 1,175,749 | 137,797 | 606,191 | 51,517 | 0 | 0 | 758,872 | 60.13 | 6.75 |
| 6/14 | 758,872 | 0 | 53,440 | 15,377 | 0 | 1,979 | 718,830 | 63.18 | 6.78 |
| 9/14 | 718,830 | 0 | 24,982 | -2,070 | 0 | 1,979 | 689,799 | 63.89 | 6.62 |
| 12/14 | 689,799 | 0 | 20,000 | 64,079 | 0 | 1,979 | 731,899 | 74.26 | 7.22 |
| Total | | 1,375,769 | 1,060,548 | 517,411 | 21,082 | 79,651 | 731,899 | 74.26 | 7.22 |

City of Mobile Police & Firefighters

J-Curve Graph

Permal Capital Fund IV

9/30/07 - 12/31/14



| Year | Contribution | Distribution | Expenses | Investment Fees | Ending Value | Cumulative IRR |
|---------------------------|--------------|--------------|--------------------|-----------------|--------------|----------------|
| 1 | 500,000 | 38,090 | 8,491 | 20,000 | 415,415 | -5.60 |
| 2 | 210,000 | 43,194 | 8,063 | 10,000 | 551,914 | -7.42 |
| 3 | 377,956 | 21,164 | 2,503 | 10,000 | 975,315 | 8.74 |
| 4 | 80,017 | 66,629 | 2,025 | 10,000 | 1,005,389 | 11.97 |
| 5 | 70,000 | 0 | 0 | 10,000 | 1,117,804 | 18.51 |
| 6 | 0 | 146,858 | 0 | 9,436 | 1,074,307 | 33.00 |
| 7 | 0 | 40,000 | 0 | 4,278 | 1,175,749 | 52.51 |
| 8 | 137,797 | 704,613 | 0 | 5,937 | | |
| Total | 1,375,769 | 1,060,548 | 21,082 | 79,651 | | |
| Total Capital Commitment: | | 1,000,000 | Vintage Year: 2007 | | | |

City of Mobile Police & Firefighters December 31, 2014

TIMBERLAND INVESTMENT RESOURCES - EASTERN TIMBERLAND OPPORTUNITIES FUND Timberland (Special Investments)

OBJECTIVE

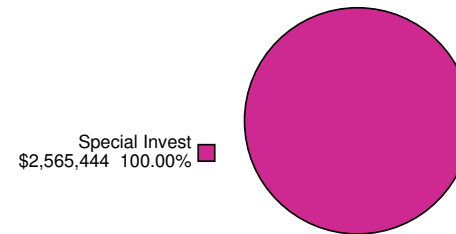
Manager is expected to outperform the NCREIF Timber Index.

STRATEGIES

Timberland Investment Resources (TIR) aims to achieve above market investment returns by identifying economic and biometric research. Investment opportunities are identified with research coupled with on-the-ground field and market intelligence. Asset allocation and portfolio theory are used to shape the portfolio to meet the risk and return profile of each client. Strategies are designed to meet individual investment objectives and guidelines. TIR provides ongoing active management that is required to realize the full investment potential.

Asset Allocation Timberland Investment Resources

December 31, 2014 \$2,565,444



CONCLUSIONS/RECOMMENDATIONS

Timberland Investment Resources has an annualized return since inception of 5.16% through 4th Quarter 2014. Timberland has distributed \$287,001 and has added \$643,153 in appreciated value since inception.

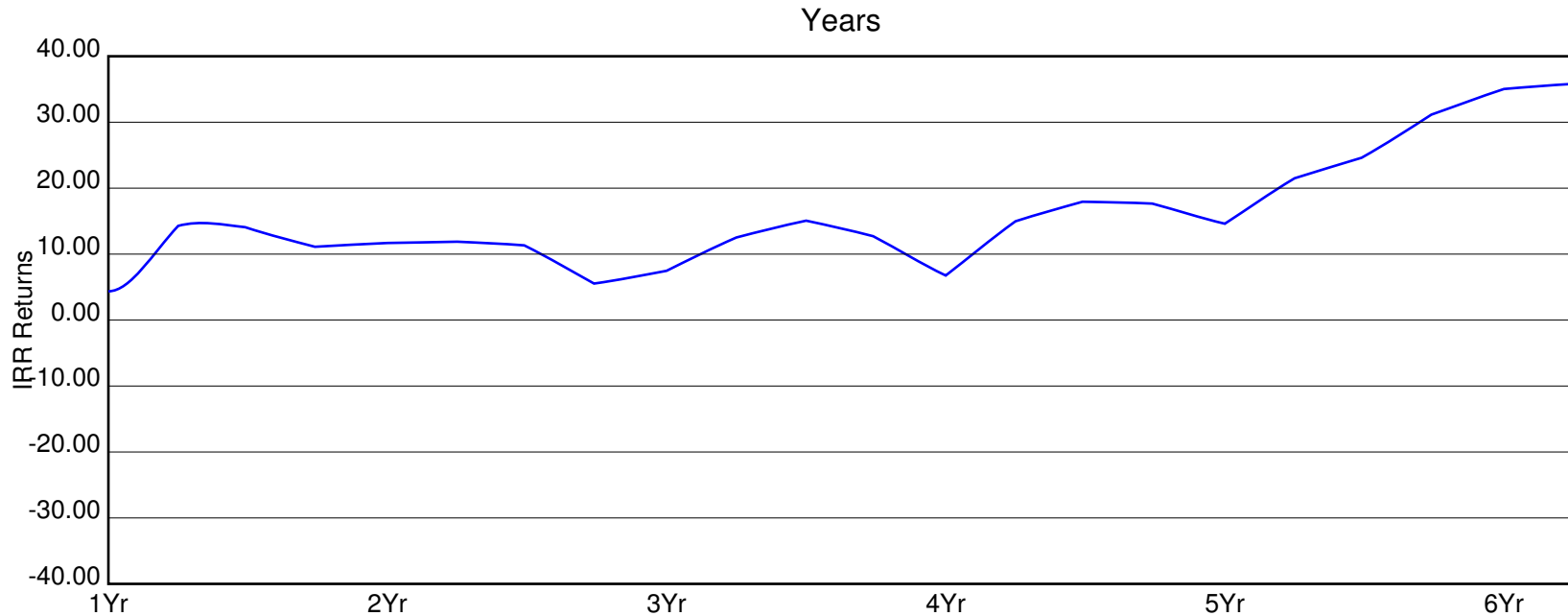
City of Mobile Police & Firefighters
Internal Rate of Return Table
Timberland Investment Resources
December 31, 2014

| Quarter Ending | Beginning Value | Contribution | Distribution | Appreciation | Expenses | Investment Fees | Ending Value | Cumulative IRR | Annualized IRR |
|-------------------|--------------------|--------------|--------------|--------------|----------|--------------------|-----------------|-------------------|-------------------|
| 12/08 | | 967,502 | 0 | -401 | 0 | 837 | 966,264 | -0.08 | NA |
| 3/09 | 966,264 | 0 | 0 | 44,697 | 0 | 2,086 | 1,008,875 | 5.21 | NA |
| 6/09 | 1,008,875 | 0 | 0 | -1,764 | 0 | 2,077 | 1,005,034 | 4.73 | NA |
| 9/09 | 1,005,034 | 0 | 0 | -2,469 | 0 | 2,068 | 1,000,497 | 4.36 | NA |
| 12/09 | 1,000,497 | 0 | 0 | 92,239 | 0 | 2,254 | 1,090,482 | 14.28 | 13.13 |
| 3/10 | 1,090,482 | 0 | 0 | -990 | 445 | 2,246 | 1,086,801 | 14.08 | 10.42 |
| 6/10 | 1,086,801 | 1,039,861 | 0 | -27,269 | 1,371 | 2,300 | 2,095,722 | 11.11 | 6.91 |
| 9/10 | 2,095,722 | 0 | 0 | 21,570 | 4,039 | 4,609 | 2,108,644 | 11.69 | 6.23 |
| 12/10 | 2,108,644 | 74,870 | 0 | 14,769 | 2,754 | 4,569 | 2,190,960 | 11.88 | 5.54 |
| 3/11 | 2,190,960 | 0 | 0 | 3,524 | 3,332 | 4,519 | 2,186,633 | 11.33 | 4.72 |
| 6/11 | 2,186,633 | 264,832 | 0 | -68,025 | 6,505 | 4,812 | 2,372,123 | 5.54 | 2.11 |
| 9/11 | 2,372,123 | 0 | 0 | 32,353 | 5,576 | 4,948 | 2,393,952 | 7.47 | 2.58 |
| 12/11 | 2,393,952 | 0 | 0 | 80,588 | 6,744 | 5,090 | 2,462,706 | 12.52 | 3.90 |
| 3/12 | 2,462,706 | 0 | 0 | 46,261 | 3,123 | 5,168 | 2,500,676 | 15.07 | 4.30 |
| 6/12 | 2,500,676 | 0 | 0 | -30,261 | 0 | 5,095 | 2,465,320 | 12.72 | 3.40 |
| 9/12 | 2,465,320 | 0 | 0 | -92,590 | 0 | 4,894 | 2,367,836 | 6.76 | 1.72 |
| 12/12 | 2,367,836 | 0 | 0 | 140,187 | 0 | 5,173 | 2,502,850 | 14.98 | 3.48 |
| 3/13 | 2,502,850 | 0 | 72,790 | 54,705 | 0 | 5,125 | 2,479,640 | 17.94 | 3.88 |
| 6/13 | 2,479,640 | 0 | 0 | -402 | 0 | 5,113 | 2,474,125 | 17.66 | 3.61 |
| 9/13 | 2,474,125 | 0 | 0 | -49,215 | 0 | 5,001 | 2,419,909 | 14.61 | 2.86 |
| 12/13 | 2,419,909 | 0 | 133,102 | 123,496 | 0 | 4,971 | 2,405,332 | 21.50 | 3.90 |
| 3/14 | 2,405,332 | 0 | 0 | 57,154 | 0 | 5,079 | 2,457,407 | 24.61 | 4.21 |
| 6/14 | 2,457,407 | 0 | 20,797 | 117,670 | 0 | 5,268 | 2,549,012 | 31.15 | 4.98 |
| 9/14 | 2,549,012 | 0 | 60,312 | 71,221 | 0 | 5,280 | 2,554,641 | 35.04 | 5.28 |

City of Mobile Police & Firefighters
Internal Rate of Return Table
Timberland Investment Resources
December 31, 2014

[illegible]

City of Mobile Police & Firefighters
J-Curve Graph
Timberland Investment Resources
6/30/09 - 12/31/14



| Year | Contribution | Distribution | Expenses | Investment Fees | Ending Value | Cumulative IRR |
|-------|--------------|--------------|----------|-----------------|--------------|----------------|
| 1 | 967,502 | 0 | 0 | 7,068 | 1,000,497 | 4.36 |
| 2 | 1,039,861 | 0 | 5,855 | 11,409 | 2,108,644 | 11.69 |
| 3 | 339,702 | 0 | 18,167 | 18,848 | 2,393,952 | 7.47 |
| 4 | 0 | 0 | 9,867 | 20,247 | 2,367,836 | 6.76 |
| 5 | 0 | 72,790 | 0 | 20,412 | 2,419,909 | 14.61 |
| 6 | 0 | 214,211 | 0 | 20,598 | | |
| Total | 2,347,065 | 287,001 | 33,889 | 103,884 | | |

PAGE LEFT BLANK INTENTIONALLY

DEFINITION OF INDICES

APPENDIX A

| ASSET ALLOCATION | TARGET |
|-------------------------|---------|
| Opportunistic Equity | 5.00 % |
| LargeCap Equity | 28.00 % |
| MidCap Equity | 9.50 % |
| Small Cap Core Equity | 4.75 % |
| Small Cap Value Equity | 4.75 % |
| International Equity | 10.00 % |
| Fixed Income | 25.00 % |
| Alternative Investments | 13.00 % |
| Cash & Cash Equivalents | 0.00 % |

Indices used to calculate target and actual benchmarks:

| | |
|-------------------------|--|
| Opportunistic Equity | MSCI ACWI (net) Index |
| Domestic Equity | Russell 1000 Index, S&P MidCap 400, Russell 2000, Russell 2000 Value |
| International Equity | MSCI ACWI ex US Index |
| Fixed Income | Barclays Int Gov't/Credit Index |
| Alternative Investments | Russell 2500, NCREIF ODCE Index, NCREIF Timberland Index |
| Cash & Cash Equivalents | Citigroup 3-Month T-Bill |

COMPOSITE MEDIAN MANAGER

A composite of median manager returns for each asset class weighted by the Target Asset Mix.

DEFINITION OF INDICES

APPENDIX B

The **Standard & Poor's (S&P) 500 Index** is a capitalization-weighted index 500 of the largest public companies and is widely accepted as the overall market proxy. It consists of 400 industrial issues, 40 utility stocks, 20 transportation stocks and 40 financial institution issues.

The **Russell 1000 Index** is composed of the 1,000 largest companies in the Russell 3000 Index, which represents approximately 92% of the total market capitalization of the Russell 3000 Index. The average market capitalization was approximately \$12.1 billion; the median market capitalization was approximately \$3.8 billion. The smallest company in the index had an approximate market capitalization of \$1,350.8 million.

The **Russell 1000 Value Index** is composed of those stocks in the Russell 1000 Index (the 1,000 largest US companies by market capitalization, the smallest of which has about \$370 million in market capitalization) with less than average growth orientation. The Russell Value Index represents the universe of stocks from which most value style money managers typically select.

The **Russell 1000 Growth Index** is composed of those stocks in the Russell 1000 Index (the 1,000 largest US companies by market capitalization, the smallest of which has about \$370 million in market capitalization) with greater than average growth orientation. The Russell Growth Index represents the universe of stocks from which most growth style money managers typically select.

The **Morgan Stanley Capital International (MSCI)-Europe, Australia, Far East (EAFE) Index** is made up of approximately 1000 companies representing the stock markets of 20 countries including: Australia, Austria, Belgium, Denmark, Finland, France, Germany, Hong Kong, Italy, Ireland, Japan, Malaysia, Netherlands, Norway, Portugal, Singapore, Spain, Sweden, Switzerland and the United Kingdom. The average company has a market capitalization of over \$3 billion. The index is presented with net dividends reinvested and in US Dollars.

The **Barclays Aggregate Bond Index** is comprised of the Lehman Government/Corporate Bond Index plus the Lehman Mortgage Index. The Aggregate contains all publicly issued, fixed-rate, non-convertible bonds which have a maturity of more than one year and an outstanding par value of at least \$100 million for US Government issues and \$50 million for all others. The index includes debt issued by the US Government and agencies thereof, domestic corporate issues and foreign dollar-denominated issues. All issues are rate Baa/BBB or better.

The **Barclays Government/Corporate Bond Index** contains all publicly issued, fixed rate, non-convertible, bonds which have a maturity of more than one year and an outstanding par value of at least \$100 million for US Government issues and \$50 Million for all others. The index includes debt issued by the US Government and agencies thereof, domestic corporate issues and foreign dollar-denominated issues. All issues are rate Baa/BBB or better.

The **Salomon Brothers 3 Month TBill** provide a measure of riskless return.

DEFINITION OF UNIVERSES

APPENDIX B

US Balanced Universe consists of balanced composites which utilize both equity and fixed income securities within a relatively stable asset allocation structure. These are balanced, separately managed, fully discretionary, tax-free portfolios whose asset allocation is not actively managed.

The **Broad Equity Manager Universe** is composed of domestic equity composites utilizing either a growth managers who emphasizes on earnings growth-historic earnings growth, future earnings estimates and earnings surprise or a value managers who are bias towards stocks which are out of favor or believed to be severely undervalued-low Price/Earnings, low Price/Book and a strong balance sheet. The universe may utilize a combination of both styles and covers a broad range of market capitalizations.

The **Mid-Large Cap Growth Equity Manager Universe** is composed of equity composites for which the investment process emphasizes earnings growth which includes historic earnings growth, future earnings estimates and earnings surprise. Small capitalization managers are excluded.

The **Mid-Large Cap Value Equity Manager Universe** is composed of equity composites emphasizing a bias towards stocks which are out of favor or believed to be severely undervalued-low Price/Earnings, low Price/Book and a strong balance sheet. Small capitalization managers are excluded.

The **Small Cap Equity Manager Universe** is comprised of an equity composite where the investment process focuses on companies of capitalizations under \$500 million. The universe may utilize a combination of both growth and value style of investment process.

The **International Equity Manager Universe** is an equity composite for which the investment process emphasizes securities of non-US based companies.

The **Fixed Income Manager Universe** is composed of fixed income composites for which the investment process emphasizes either interest rate forecasting (adjusting portfolio's duration), market analysis (sector analysis, issues selection or yield curve analysis) or active core (tied to a benchmark) management. Intermediate, short-term and high yield managers are excluded.

The **Intermediate Fixed Income Manager Universe** is composed of fixed income composites whose investment process emphasizes either active core (tied to a benchmark) management, interest rate forecasting (adjusting portfolios' duration), or market analysis (sector analysis, issue selection, or yield curve analysis) with average portfolio durations in the 3-4 year range. High yield managers are excluded.

DEFINITION OF COMMON TERMS

APPENDIX C

Alpha is a measure of risk-adjusted return which reveals the manager's success (positive alpha) or lack of success (negative alpha) in selecting securities and timing the market. Alpha is the difference between the actual performance of the fund and the performance which should have been achieved given the market's performance and the fund's risk posture.

Beta is a measure of the volatility of the fund relative to an index. Funds which are equally volatile as the index will have a beta of 1.00; funds which are half as volatile will have a beta of 0.50; etc. Beta also roughly represents the return on the fund which has typically accompanied a 1 percent move in the market index. The beta coefficient reflects that component of the fund's total risk which cannot be reduced by further diversification.

The **Relative Risk/Reward Ratio** is a measure of risk adjusted return relative to the market's risk adjusted return. It is calculated by first dividing the manager's return for the period by the manager's standard deviation for the period. This quotient is then divided by the quotient of the market's return for the period divided by the market's standard deviation for the period. The measure represents the manager's rate of return per unit of risk relative to the market's rate of return per unit of risk. A ratio above 1.0 indicates positive relative performance and a ratio below 1.0 indicates a negative relative performance.

R-Squared (R^2) is a statistical measure of fund diversification relative to an index. Diversification can be gauged by calculating the portion of the variation in the fund's returns which is attributable to market movements. A completely diversified fund will be perfectly correlated with the market index and will have an R-squared of 100 percent. A non-diversified fund will behave independently of the market and will have an R-squared of 0 percent. An R-squared of 90 percent denotes that 90 percent of the risk is market-related, and 10 percent is unique to the fund.

Standard Deviation is a measure of volatility showing how widely dispersed or tightly bunched a set of returns are around their average return. Standard deviations presented in this report are based on quarterly returns and are annualized, unless otherwise indicated.

The **Style** is a description of the investment strategy used to determine the investment decisions within an asset class.

A **Universe** is a group of comparable investment styles. A Broad Universe, such as Broad Equity, refers to all styles in the Equity asset class. Style specific Universes such as Pure Small Cap, includes only styles with a high correlation to a Small Cap index and low correlation to a Large Cap index.

MARKET SECTOR DIVERSIFICATION
APPENDIX D

EQUITIES

| C A P I T A L I Z A T I O N | | Style | | | | |
|--|----------|--------|---------------------------------|----------------|------------------|--------------|
| | | Growth | Core | Value | Quantitative | Index |
| | Domestic | | SSgA Russell 1000 | | | |
| | | | | | | SSgA S&P 400 |
| | | | SouthernSun | Morgan Dempsey | | |
| I n t e r n a t i o n a l | | | Energy Opportunities Capital | | | |
| | | | | | | |
| | | | | Allianz | | |
| O t h e r | | | | | | |
| | | | Permal | | Levine Leichtman | HM Capital |
| | | | | | Guggenheim | DLJ |
| | | | Timberland Investment Resources | | | |
| | | | | | | |

FIXED INCOME

| | Style | | | | |
|--------------------------------------|-------|-----------------------|------|-------------------|-------|
| | Rate | Maturity Differential | Core | Sector Allocation | Index |
| | | Orleans | | Orleans | |
| | | Orleans | | Orleans | |
| | | Orleans | | Orleans | |
| D o m e s t i c | | Orleans | | Orleans | |
| | | Orleans | | Orleans | |
| | | | | | |