

Town of Palm Beach Retirement System

ANALYSIS OF INVESTMENT PERFORMANCE

Fourth Quarter 2015

*Lawrence Marino, CFA
Senior Vice President*

*Rosemary Guillette
Senior Consultant*

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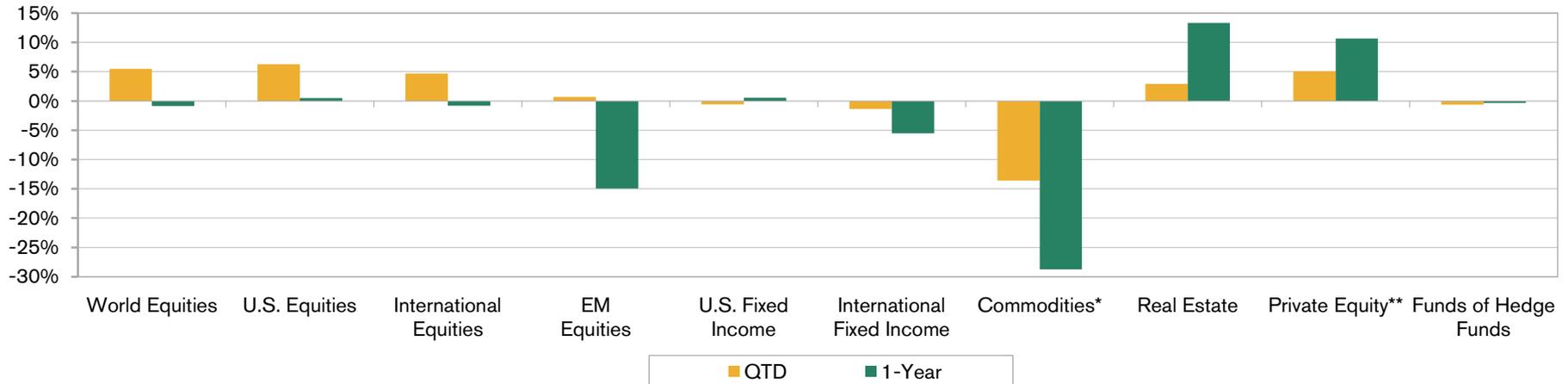
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FINANCIAL MARKET CONDITIONS

Fourth Quarter 2015 Investment Performance: Summary by Asset Class

This section provides data on investment performance for select market indices mostly for the fourth quarter (Q4) 2015, as well as Segal Rogerscasey's commentary.

Asset Class Summary: Quarter-to-Date (QTD) and One-Year Returns



Asset Class	Indices	QTD	YTD	1-Year	3-Year	5-Year	10-Year
Equities	MSCI World (Net of dividends)	5.50	-0.87	-0.87	9.63	7.59	4.98
	Russell 3000	6.27	0.48	0.48	14.74	12.18	7.35
	MSCI EAFE (Net of dividends)	4.71	-0.81	-0.81	5.01	3.60	3.03
	MSCI EM (Net of dividends)	0.66	-14.92	-14.92	-6.76	-4.81	3.61
Fixed Income	Barclays Capital Aggregate	-0.57	0.55	0.55	1.44	3.25	4.51
	Citigroup Non-U.S. WGBI (Unhedged)	-1.38	-5.54	-5.54	-4.27	-1.30	3.05
Other	Commodity Splice*	-13.58	-28.76	-28.76	-20.50	-14.33	-8.50
	NCREIF NPI	2.91	13.33	13.33	12.04	12.18	7.76
	Thomson Reuters Private Equity**	5.07	7.15	10.68	16.10	15.35	12.06
	HFRI Fund of Funds Composite	-0.61	-0.36	-0.36	3.92	2.08	2.26

World equity markets were positive in Q4 and modestly negative for 2015. On a global developed factor* basis for Q4, Growth, Sentiment and Quality generally performed well, while Value and Risk were mixed. International developed and emerging market equities underperformed the U.S. on both a quarterly and yearly basis.

U.S. and international fixed income performed negatively in Q4. The U.S. finished 2015 in positive territory, while International fixed income markets fell. The Federal Reserve raised the target for the federal funds rate by 25 bps to 0.25-0.50 percent.

Commodities ended Q4 and 2015 in negative territory. All major sectors were down in Q4. Energy performed the worst, followed by Industrial and Precious Metals.

Hedge fund of funds were negative for both Q4 and the year. In Q4 for direct hedge funds, Equity Hedge and Event-Driven had positive performance, while Relative Value and Macro fell.

*Factors are attributes that explain differences in equity performance. Stocks are sorted based on their exposure to a particular factor, with the factor return being the difference in returns between stocks with high exposure and low exposure to a particular attribute.

*Commodity Splice, a Segal Rogerscasey index, blends the Bloomberg Commodity Index (50%) and the S&P GSCI Index (50%), rebalanced monthly.

**Performance reported as of Q2 2015 because Q3 2015 and Q4 2015 performance data is not yet available.

Sources: eVestment Alliance, Investment Metrics, Thomson One and Hedge Fund Research, Inc.

World Economy: Key Indicators

This section provides data on select U.S. and global economic indicators for Q4 2015 along with Segal Rogerscasey's commentary.

GDP Growth

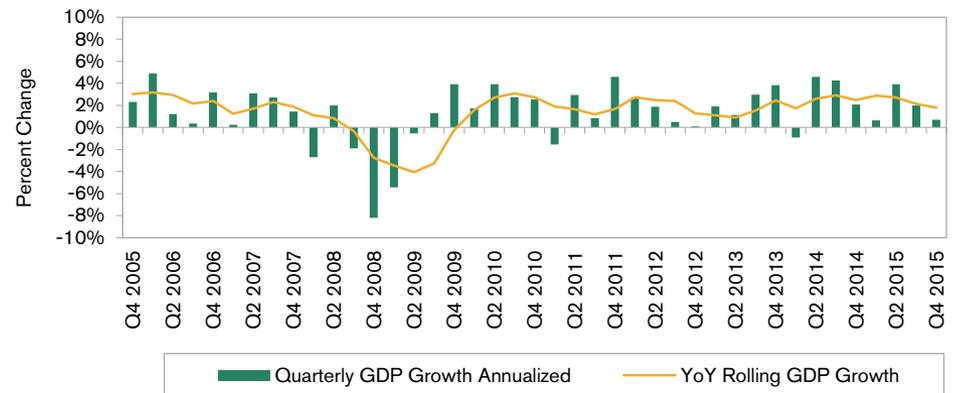
Real GDP grew at an annualized rate of 0.7 percent in Q4. The adjacent graph shows annualized GDP growth, along with the year-over-year (YoY) rolling percentage change in GDP. In 2015, real GDP increased 2.4 percent, the same rate of growth as in 2014.

Positive contributors to GDP in Q4 included personal consumption expenditures (PCE), residential fixed investment, and federal government spending.

Private inventory investment, exports, nonresidential fixed investment and increased imports detracted from GDP during Q4.

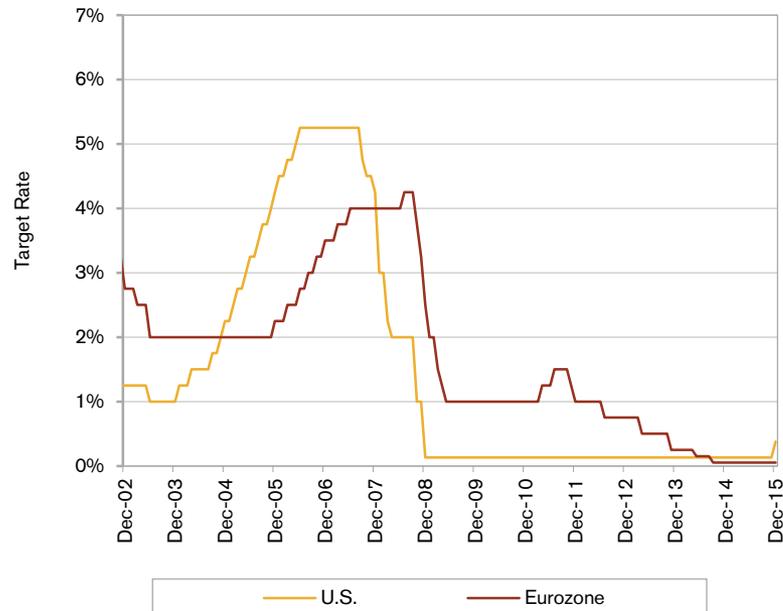
Personal and disposable income grew less in Q4 than in Q3. The personal savings rate increased to 5.4 percent in Q4, up 0.2 percent from Q3.

U.S. GDP Growth: Annualized Quarterly and Year-over-Year (YoY) Rolling (%)



Source: U.S. Bureau of Economic Analysis

Target Rates: U.S. and Eurozone



Sources: Segal Rogerscasey using data from the Federal Reserve Board and the European Central Bank

Monetary Policy

At its December meeting, the Federal Open Market Committee (FOMC) stated the following:

- Economic activity expanded at a moderate pace and labor market conditions continued to improve.
- Net exports were weak.
- Inflation remained below its 2 percent objective due to declines in energy prices and lower-priced, non-energy imports.
- Due to the improved labor market and confidence that inflation will rise to 2 percent over the medium term, the Federal Funds Rate increased by 25 bps to 0.25-0.50 percent.
- The Fed will continue its existing policy of reinvesting principal payments from holdings of agency debt and agency mortgage-backed securities and rolling over maturing Treasury securities at auction so as to maintain an accommodative policy.

In December, the European Central Bank (ECB) continued to hold its target refinancing rate at 0.05 percent, as well as its marginal lending rate at 0.30 percent. It lowered the deposit rate to -0.30 percent from -0.20 percent.

The Bank of Japan (BoJ) maintained its quantitative and qualitative easing policy with the goal of increasing the monetary base by approximately ¥80 trillion on an annual basis.

World Economy: Key Indicators

This section provides data on select U.S. and global economic indicators for Q4 2015 along with Segal Rogercasey's commentary.

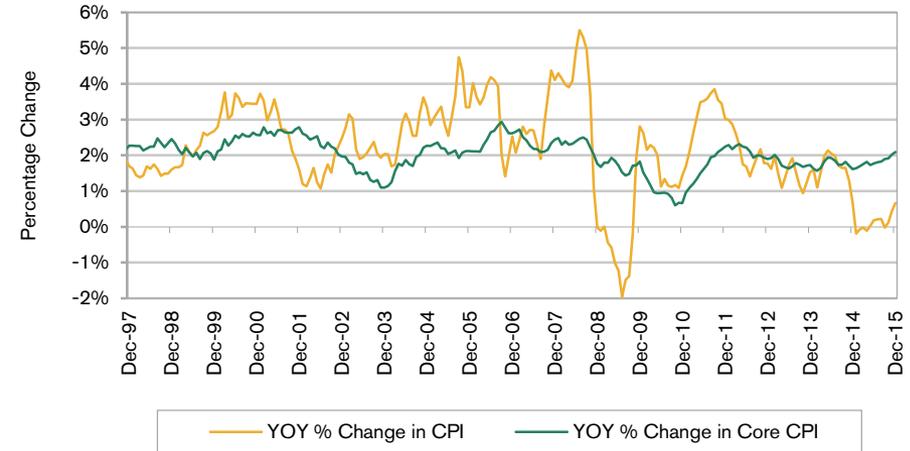
Inflation

The headline seasonally adjusted Consumer Price Index (CPI)* was up 0.1 percent in Q4, and increased 0.7 percent on a YoY basis, its second lowest December to December increase in the last 50 years.

Seasonally adjusted core CPI, which excludes both food and energy prices, rose 0.5 percent in Q4, bringing the YoY core CPI increase to 2.1 percent.

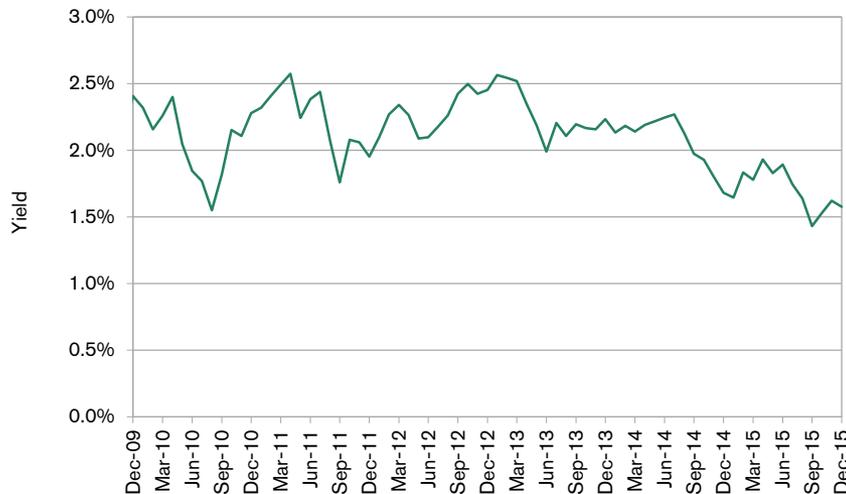
On an unadjusted 12-month basis ending December 2015, the energy component fell the most at -12.6 percent. Commodities less food and energy commodities was also slightly negative. Food and services less energy services were positive.

Headline CPI and Core CPI: Percentage Change YoY



Source: Bureau of Labor Statistics

10-Year Break-Even Inflation Rate



Source: Bloomberg

Break-Even Inflation

The adjacent graph shows the 10-year break-even inflation rate, which measures the difference in yield between a nominal 10-year Treasury bond and a comparable 10-year Treasury inflation-protected security bond (TIPS). The break-even inflation rate is an indicator of the market's inflation expectations over the horizon of the bond.

During Q4, the 10-year break-even rate increased to 1.58 percent from Q3's 1.43 percent. As noted on page 2 (see "Monetary Policy"), the Fed expects inflation to gradually rise to 2 percent in the medium term.

World Economy: Key Indicators

This section provides data on select U.S. and global economic indicators for Q4 2015 along with Segal Rogerscasey's commentary.

Labor Market and the Unemployment Rate

Unemployment fell from 5.1 percent at the end of Q3 to 5.0 percent in Q4. Total nonfarm payrolls increased by 292,000 jobs in December and 851,000 jobs over the quarter. In 2015, employment gains totaled 2.7 million jobs, 400,000 less than in 2014.

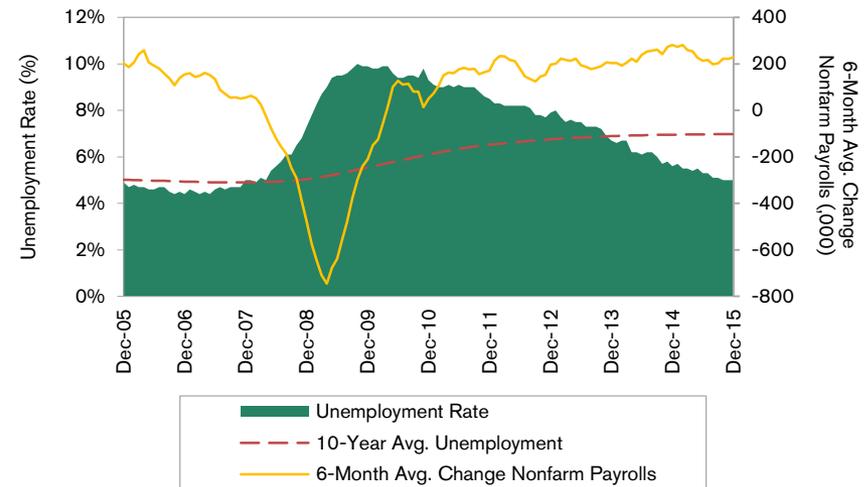
In December, increased job growth occurred in professional and business services, construction, health care, and food services and drinking places. Employment in mining declined.

The one-month total private diffusion index* stood at 64.4 in December, down from 69.2 the prior year. The one-month manufacturing diffusion index was also down in December, falling to 58.8 from 64.4 the prior year.

The labor force participation rate increased from 62.4 in September to 62.6 percent in December, which has been the average participation rate for the year.

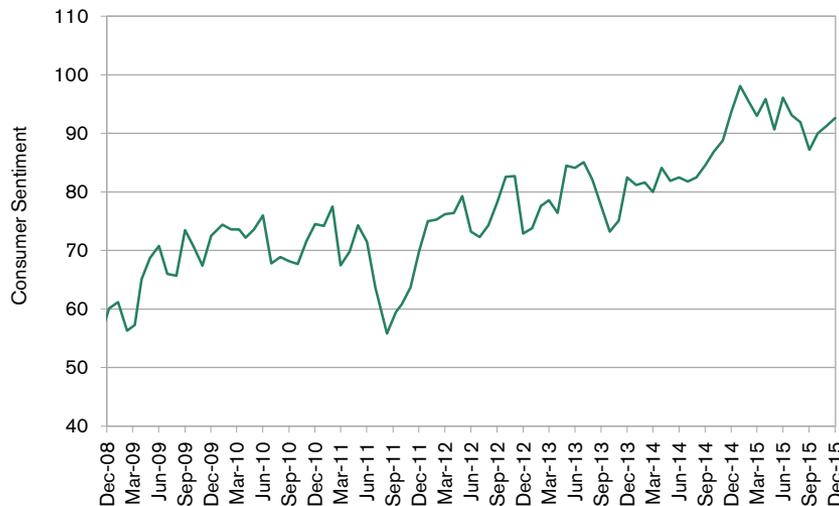
*Per the Bureau of Labor Statistics, figures represent the percent of industries with employment increasing plus one-half of the industries with unchanged employment, where 50 percent indicates an equal balance between industries with increasing and decreasing employment.

Unemployment and Nonfarm Payrolls



Source: Bureau of Labor Statistics

U.S. Consumer Sentiment



Source: Moody's Economy.com using data from the Thomson Reuters/University of Michigan Consumer Sentiment Index

Consumer Sentiment

The University of Michigan Index of U.S. Consumer Sentiment is an economic indicator that measures individuals' confidence in the stability of their incomes as well as the state of the economy. The Consumer Sentiment Index increased from 87.2 in September to 92.6 in December, which was close to the 2015 average of 92.9, the highest annual level since 2004. Views on both current economic conditions and expectations improved in Q4, but the yearly improvement was primarily driven by consumers' positive views on present conditions.

Q4 gains were driven by low inflation, which strengthened real incomes and increased buying plans for household durables.

Ongoing global economic weakness and a strong U.S. dollar (USD) will continue to cause goods to be discounted, and consumers are expected to maintain a disinflationary psychology.

Investor Sentiment: Mutual Fund Flows

This page presents mutual fund flows across equity and fixed-income funds. Flow estimates are derived from data collected covering more than 95 percent of industry assets and are adjusted to represent industry totals.

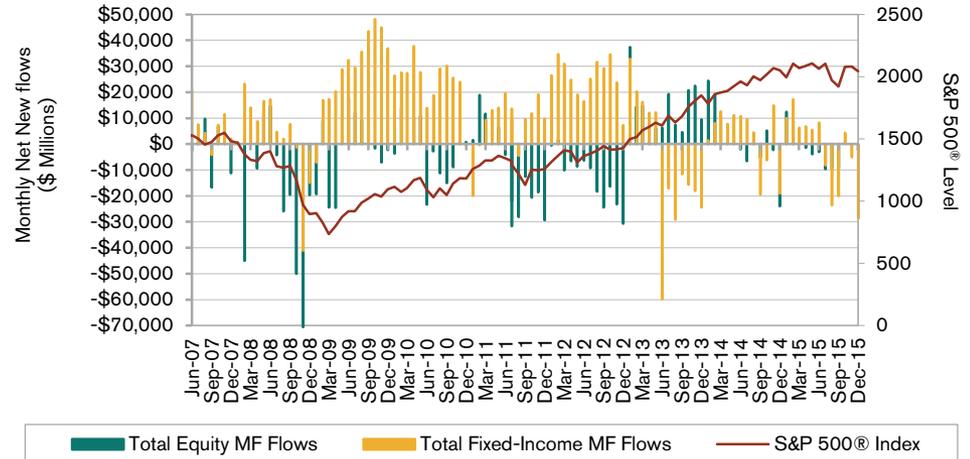
Net Mutual Fund Flows

The adjacent graph shows net flows into equity and fixed income mutual funds. In Q4, mutual funds experienced net outflows of approximately \$67.0 billion. Outflows in Q4 were driven by equity mutual funds in October and November and by fixed income funds in December. Throughout 2015, equity and fixed income mutual funds experienced net outflows totaling \$75.4 billion. Equity funds had inflows during Q1, with a majority of outflows in Q4, while fixed income funds had net inflows during Q1 and Q2, only experiencing losses in the second half of the year.

As expected, the Fed raised interest rates to a range of 0.25 - 0.50 percent in December. Overall, the Treasury yield curve widened in Q4. The 10-year Treasury note closed at 2.27 percent, 21 bps higher than at the end of Q3.

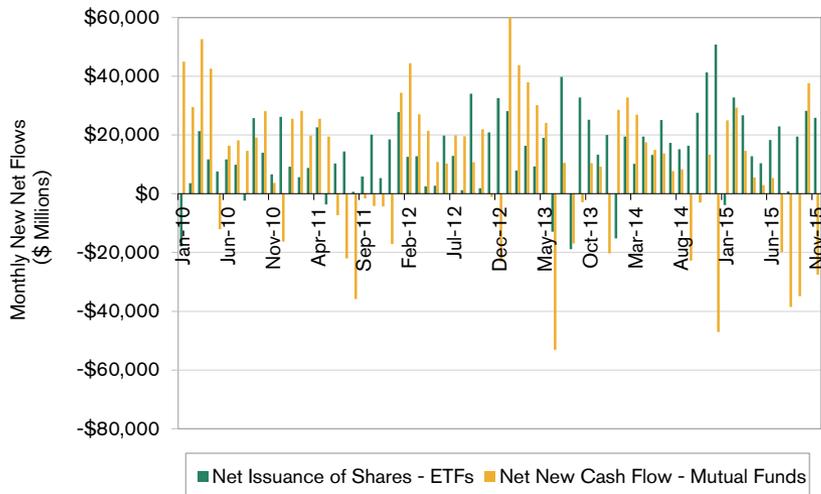
Equity mutual funds experienced \$37.6 billion in outflows during Q4. U.S. and international funds lost \$56.4 billion and \$10.3 billion in assets, respectively. Hybrid mutual funds also experienced outflows of \$19.3 billion.

Monthly Mutual Fund Net Flows (\$ Millions) Q4 2015



Source: Investment Company Institute <http://www.ici.org>

Mutual Fund Flows vs. ETFs (\$ Millions): New Net Cash Flows



Source: Investment Company Institute <http://www.ici.org>

Mutual Fund Flows vs. Exchange-Traded Funds

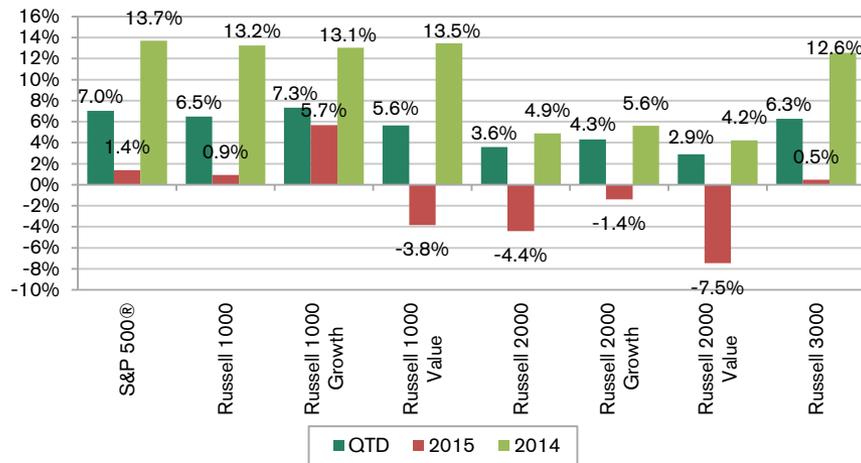
While mutual funds experienced \$67.0 billion of net outflows in Q4, ETFs experienced net flows totaling \$54.1 billion during October and November 2015 (December numbers have not yet been reported). At the end of November, ETF assets totaled about \$2.1 trillion, up from around \$1.9 trillion in November 2014. All types of ETFs, including domestic equity, foreign equity, taxable bonds, municipal bonds, and hybrid mutual funds, experienced inflows in October and November.

Investment Performance: U.S. Equities

This section presents data and Segal Rogerscasey's commentary on U.S. equity index returns and sector performance for Q4 2015.

U.S. Equity Index Returns

The graph below illustrates Q4 2015, 2015 and 2014 rates of return for selected U.S. equity indices. The table shows returns for the quarter, one-year, prior calendar year, three-year, five-year and 10-year annualized timeframes. All data in the table are percentages.



Equity Indices	QTD	2015	2014	3 Year	5 Year	10 Year
S&P 500® Index	7.04	1.38	13.69	15.13	12.57	7.31
Russell 1000	6.50	0.92	13.24	15.01	12.44	7.40
Russell 1000 Growth	7.32	7.32	13.05	16.83	13.53	8.53
Russell 1000 Value	5.64	-3.83	13.45	13.08	11.27	6.16
Russell 2000	3.59	-4.41	4.89	11.65	9.19	6.80
Russell 2000 Growth	4.32	-1.38	5.60	14.28	10.67	7.95
Russell 2000 Value	2.88	-7.47	4.22	9.06	7.67	5.57
Russell 3000	6.27	0.48	12.56	14.74	12.18	7.35

Sources: Standard & Poor's and Russell Investments

S&P 500 Index® Sector Performance – Q4 2015

	QTD (%)	2015 (%)	2014 (%)
Consumer Discretionary	5.79	10.11	9.68
Consumer Staples	7.64	6.60	15.98
Energy	0.20	-21.12	-7.78
Financials	5.96	-1.53	15.20
Healthcare	9.22	6.89	25.34
Industrials	8.00	-2.53	9.83
Information Technology	9.17	5.92	20.12
Materials	9.69	-8.38	6.91
Telecommunications Services	7.61	3.40	2.99
Utilities	1.07	-4.85	28.98

This table shows quarter-to-date and year-to-date price changes for each sector.

Source: Standard & Poor's

Index and Sector Performance

The positive results from Q4 2015 mask a tumultuous quarter. The S&P 500® (7.0 percent) rose 8.4 percent in October, barely moved in November (0.3 percent), and fell in December (-1.6 percent). Growth extended its lead during Q4, ending the year with an 11.2 percent advantage to value in large cap stocks. Large cap stocks did markedly better than small caps in Q4 and eked out a positive total return for the year, as measured by the Russell 1000 (0.9 percent). Smaller names had a more difficult time in 2015, as indicated by the Russell 2000 (-4.4 percent).

Each sector of the S&P 500® Index supplied a positive return in Q4, though the results across sectors in 2015 showed wide dispersion. Oil prices continued to decline in 2015, leading to a one-year decline in Energy (-21.12 percent). The U.S. consumer was able to benefit from this drop, as well as other positive economic tail winds, benefiting Consumer Discretionary (10.1 percent). Healthcare (6.9 percent) had a good, if bumpy year, but not as good as 2014, when it rose 25.3 percent. Utilities (-4.9 percent) showed a sharp reversal in 2015 after a 29.0 percent increase in 2014.

Investment Performance: U.S. Equities

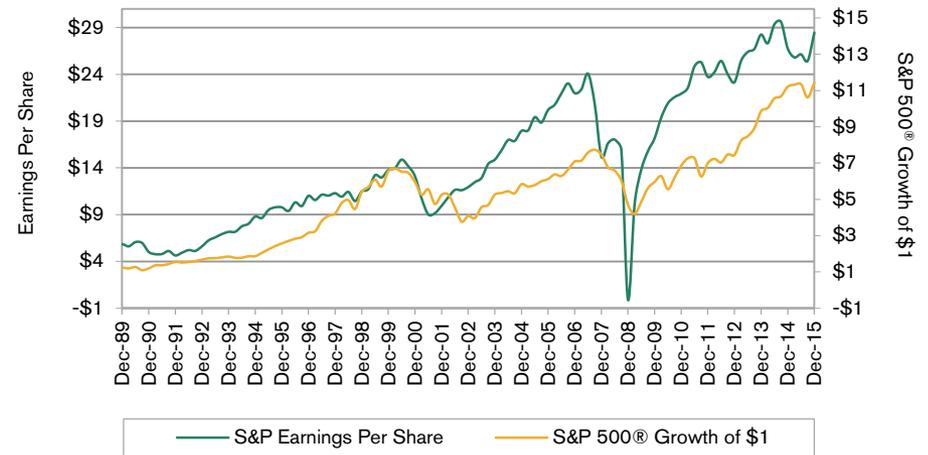
This section presents Segal Rogerscasey's commentary on U.S. equity earnings and growth- vs. value-stock performance for Q4 2015.

U.S. Equity Market Earnings and Volatility

The adjacent graph compares the earnings per share of companies in the S&P 500® Index and the growth of \$1.00 since December 1989. While earnings per share growth does not align perfectly with the growth of stock prices, there does appear to be a directional linkage, which is something upon which many investors count.

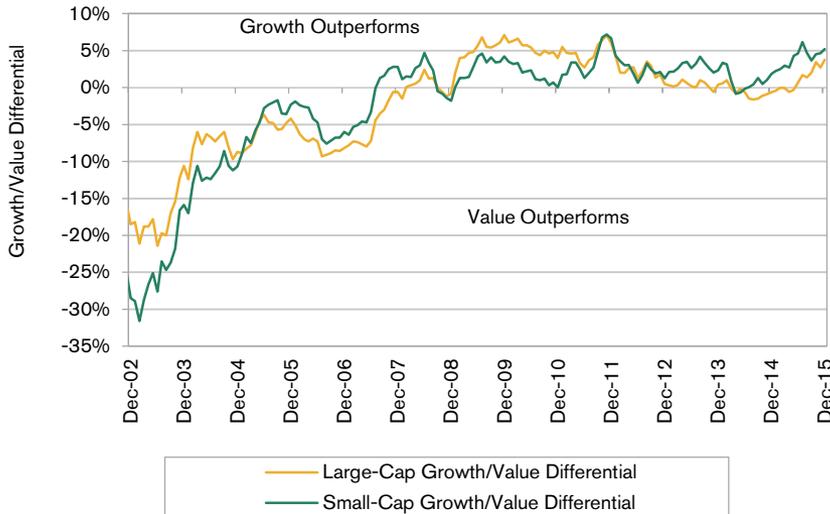
Earnings are perhaps the single most studied metric in a company's financial statements because they show a company's profitability. A company's quarterly and annual earnings are typically compared to analysts' estimates and guidance provided by the company itself. In most situations, when earnings do not meet either of those estimates, a company's stock price will tend to drop. On the other hand, when actual earnings beat estimates by a significant amount, the share price will likely surge. At the aggregate level, these swings tend to be more muted.

S&P 500® Index: Earnings Per Share and Growth of \$1.00



Source: Standard & Poor's

Growth Stocks vs. Value Stocks (Rolling 3-Year)



Source: Russell Investments

Growth vs. Value

The adjacent graph depicts the growth versus value differential for both large- and small-cap stocks over rolling three-year intervals. The large-cap calculation uses the Russell 1000 Growth (R1000G) versus the Russell 1000 Value (R1000V) and the small-cap differential is composed of the Russell 2000 Growth (R2000G) versus the Russell 2000 Value (R2000V).

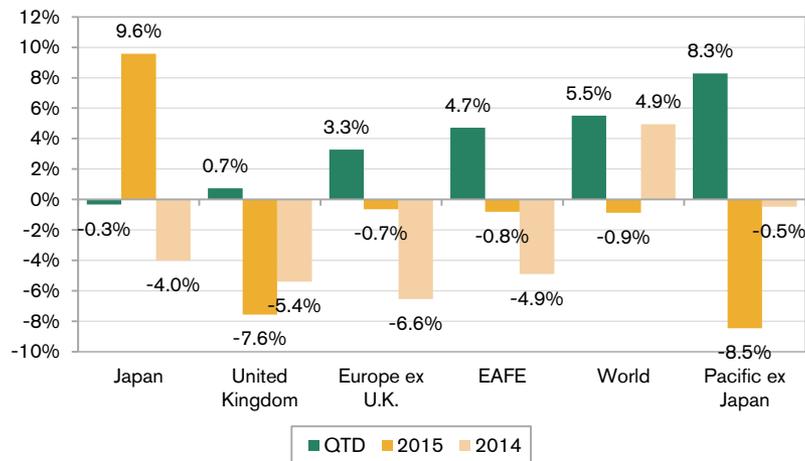
An interesting dynamic is that for several years until the latter half of 2015, growth and value had largely been irrelevant in driving large cap equity returns. This reversed in a large way with the strength of growth in 2015. The gap has been widening toward the growth advantage even greater with small cap stocks, a trend that continued in Q4.

Investment Performance: Non-U.S. Equities

This section presents data and Segal Rogerscasey's commentary on international equity returns and sector performance for Q4 2015.

MSCI Non-U.S. Equity Index Returns

The graph below illustrates Q4 2015, 2015 and 2014 rates of return for selected non-U.S. equity indices. The table shows returns for the quarter, one-year, prior calendar year, three-year, five-year and 10-year annualized timeframes. All data in the table are percentages.



MSCI Indices	QTD	2015	2014	3 Year	5 Year	10 Year
World	5.50	-0.87	4.94	9.63	7.59	4.98
Europe, Australasia and Far East (EAFE)	4.71	-0.81	-4.90	5.01	3.60	3.03
Europe except U.K.	3.27	-0.65	-6.55	5.83	4.02	3.50
Pacific except Japan	8.29	-8.47	-0.47	-1.32	0.87	6.07
United Kingdom	0.73	-7.56	-5.39	1.81	6.46	3.05
Japan	-0.34	9.57	-4.02	10.17	4.38	0.91

Source: Morgan Stanley Capital International

MSCI EAFE Sector Performance – Q4 2015

	QTD (%)	2015 (%)	2014 (%)
Consumer Discretionary	5.3	-0.2	-6.5
Consumer Staples	4.8	6.3	-4.9
Energy	-0.4	-22.1	-21.9
Financials	3.1	-5.8	-8.4
Healthcare	5.2	5.7	3.7
Industrials	6.2	-1.6	-9.6
Information Technology	10.2	3.0	-2.3
Materials	1.1	-19.2	-12.9
Telecommunications Services	5.9	0.4	-7.4
Utilities	1.7	-8.2	0.4

This table shows quarter-to-date, year-to-date price, and prior calendar year changes for each sector.
Source: Morgan Stanley Capital International

Index and Sector Performance

Global equity markets delivered positive results overall in Q4, despite weakness in the second half of the quarter. Eurozone equities were propped up by hopes that the ECB would announce substantial further monetary policy easing, and markets abroad recovered from the sharp selloff that occurred during the summer amid global growth fears and negative investor sentiment about China. In Q4, Pacific ex Japan (8.3 percent) rose the most compared to other broad regions, while EAFE (4.7 percent) and World (5.5 percent) also posted gains. Japan (-0.3 percent) was the only region to fall in Q4, but it posted the only gain for the year (9.6 percent), which was a strong rebound from its 2014 result. Almost every developed nation in the equity markets gained in Q4; Canada (-5.1 percent), Spain (-2.6 percent), Italy (-2.3 percent) and Norway (-0.5 percent) were the only laggards in USD terms, while on a local currency basis, only Canada fell (-1.7 percent local).

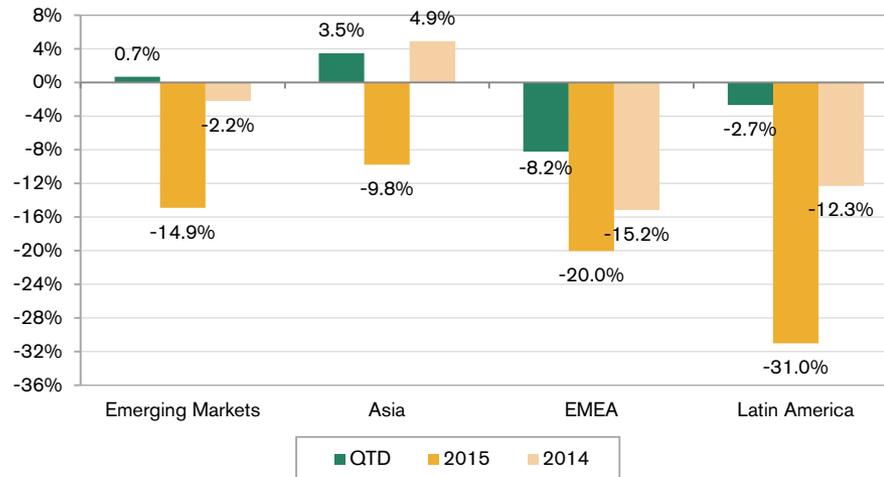
Like the broader market, all but one of the sectors in the EAFE benchmark rose in Q4. Technology (10.2 percent) was the best performing sector, as these types of companies were positively affected by the strong performance of a few U.S. technology firms, such as Facebook and Amazon. Energy (-0.4 percent) remained a central concern for investors as oil prices continued to fall. As of year-end, Energy (-22.1 percent) was the worst performer, followed by Materials (-19.2 percent), as slowing commodity demand plagued these sectors.

Investment Performance: Emerging Market Equities

This section presents data and commentary on emerging market (EM) equity returns and sector performance for Q4 2015.

MSCI Emerging Market Equity Index Returns

The graph below illustrates Q4 2015, 2015 and 2014 rates of return for selected emerging market equity indices. The table shows returns for the quarter, one-year, prior calendar year, three-year, five-year, and 10-year annualized timeframes. All data in the table are percentages.



MSCI EM Indices	QTD	2015	2014	3 Year	5 Year	10 Year
Emerging Markets (All)	0.66	-14.92	-2.19	-6.76	-4.81	3.61
Asia	3.46	-9.79	4.89	-1.18	-0.76	5.76
Europe, Middle East and Africa (EMEA)	-8.22	-20.04	-15.18	-13.68	-9.00	-0.91
Latin America	-2.70	-31.04	-31.04	-19.38	-14.41	1.16

Source: Morgan Stanley Capital International

MSCI EM Sector Performance – Q4 2015

	QTD (%)	2015 (%)	2014 (%)
Consumer Discretionary	2.2	-11.3	-1.5
Consumer Staples	-1.8	-9.1	-4.9
Energy	-0.1	-17.1	-26.8
Financials	0.86	-18.7	5.2
Healthcare	2.2	-5.2	19.5
Industrials	-3.2	-16.8	-2.9
Information Technology	6.4	-6.9	9.9
Materials	-1.9	-21.6	-19.6
Telecommunications Services	-6.0	-19.6	-1.8
Utilities	-1.3	-20.8	2.4

This table shows quarter-to-date and year-to-date price changes for each sector.
Source: Morgan Stanley Capital International

Index and Sector Performance

The MSCI Emerging Markets (EM) Index rose (0.7 percent) in Q4, despite continued headwinds from a stronger USD and concerns over slowing growth in China, which put downward pressure on commodity prices. At the total index level, currency had a minor negative impact on Q4 performance, with local currency returns coming in 0.8 percent better than the USD results. Currencies such as the Russian ruble (USD returns were 8.7 percent worse than local returns) and the South African rand (10.8 percent worse in USD terms) extended their declines against the USD. For the year, the EM index was negative, with a steeper loss than in 2014.

From a regional perspective, EM Asia (3.5 percent) was the best performer in Q4, though negative results in November and December tempered the strong gains from October. Asia's longer-term performance was also better than the other EM regions. Indonesia (20.8 percent) was the best performing market in Asia during Q4, buoyed by the appreciation of the rupiah and economic data showing a reduction in the country's account deficit. EMEA (-8.2 percent) and Latin America (-2.7 percent) declined in Q4. Greece (-19.0 percent) was the weakest performing country, dragged down by major declines in banking stocks. In Latin America, all countries in the region underperformed, hurt by commodity price weakness, but Columbia (-9.4 percent) declined the most.

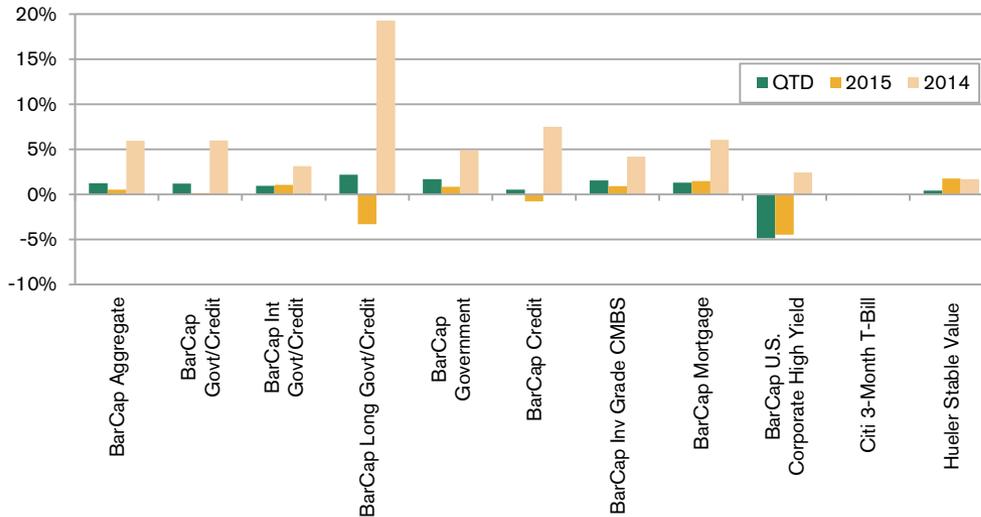
Sector returns were mixed in Q4. Telecommunications (-6.0 percent), Industrials (-3.2 percent), and Materials (-2.0 percent) dropped the most, while Technology (6.4 percent), Consumer Discretionary (2.2 percent), and Healthcare (2.2 percent) outperformed.

Investment Performance: U.S. Fixed Income

This section presents select U.S. fixed-income index data along with commentary on option-adjusted spreads (OAS) during Q4 2015.

U.S. Fixed Income Index Returns

The graph below illustrates Q4 2015, 2015 and 2014 rates of return for selected U.S. fixed-income indices. The table shows returns for the quarter, one-year, prior calendar year, three-year, five-year and 10-year annualized timeframes. All data in the table are percentages.



Fixed-Income Indices	QTD	2015	2014	3 Year	5 Year	10 Year
BarCap* Aggregate	0.57	0.55	5.97	1.44	3.25	4.52
BarCap* Govt/Credit	-0.74	0.15	6.01	1.21	3.39	4.47
BarCap* Int Govt/Credit	-0.69	1.07	3.13	1.10	2.58	4.04
BarCap* Long Govt/Credit	-0.94	-3.30	19.31	1.70	6.98	6.45
BarCap* Government	-0.91	0.86	4.92	1.01	2.77	4.10
BarCap* Credit	-0.52	-0.77	7.53	1.49	4.38	5.18
BarCap* Inv Grade CMBS	-1.32	0.94	4.21	1.77	4.31	4.95
BarCap* Mortgage	-0.10	1.51	6.08	2.01	2.96	4.64
BarCap* U.S. Corporate High Yield	-2.07	-4.47	2.45	1.69	5.04	6.96
Citi 3-Month T-Bill	0.01	0.03	0.02	0.03	0.05	1.17
Hueler Stable Value	0.44	1.76	1.69	1.76	2.05	3.07

Sources: Barclays Capital, Citigroup and Hueler Analytics

OAS* in Bps

	09/30/15	12/31/15	Change in OAS	10-Year Average
U.S. Aggregate Index	59	56	-3	67
U.S. Agency (Non-mortgage) Sector	47	51	4	43
Securitized Sectors:				
Mortgage-Backed Securities	31	24	-7	53
Asset-Backed Securities	69	72	3	131
Commercial Mortgage-Backed Securities	108	121	13	226
Corporate Sectors:				
U.S. Investment Grade	169	165	-4	167
Industrial	184	183	-1	155
Utility	152	150	-2	157
Financial Institutions	145	134	-11	188
U.S. High Yield	630	660	30	561

*OAS is the yield spread of bonds versus Treasury yields taking into consideration differing bond options.
Source: Barclays Capital

Option-Adjusted Spreads

Most sectors of the bond market experienced a spread contraction during Q4, which was a reversal from Q3. U.S. High Yield maintained its outward expansion as energy has continued to drive volatility. Securitized sectors also experienced spread widening during Q4, with asset-backed securities remaining one of the few sectors above its respective 10-year spread average.

Continued economic growth within the U.S., along with accommodative policy decisions in China and Europe, resulted in a 25 bps increase from the near-zero levels of the Fed funds rate in December. The anticipation of the hike caused Treasury yields to rise, while changes in spreads remained mixed across the board. U.S. High Yield continued its spread expansion, as a decline in commodity prices resulted in severe underperformance in the Energy sector. Spread widening was more modest within the high quality Securitized sectors, as supply was not an issue and the Fed continued to reinvest principal and interest payments.

Investment Performance: U.S. Fixed Income

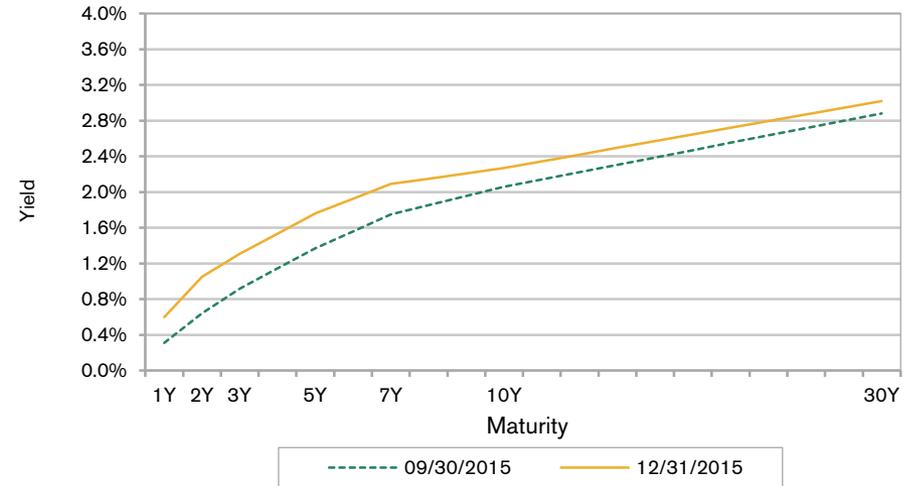
This section presents commentary on the U.S. Treasury yield curve and credit spreads during Q4 2015.

Yield Curve

The U.S. Treasury yield curve expanded during Q4, with the yield gap between 2-year and 10-year Treasuries decreasing from 1.42 percent to 1.22 percent. Yields rose across the curve during Q4, as growth in the U.S. economy continued to head in the right direction, resulting in the Fed raising the central bank interest rate after years at near-zero levels. Shorter-duration Treasuries experienced the largest expansion during the quarter, while intermediate and long yields rose by lesser amounts.

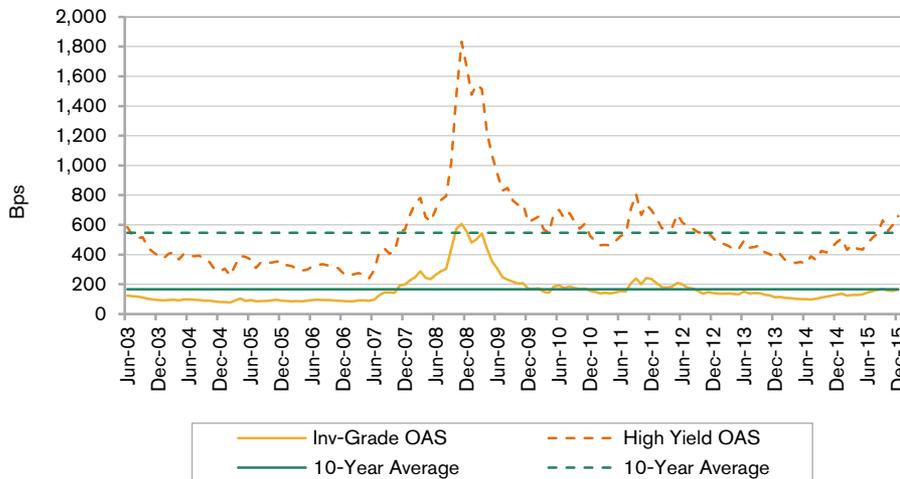
The 10-year U.S. Treasury yield ended Q4 at 2.27 percent, 21 bps above Q3.

U.S. Treasury Yield Curve



Source: Bloomberg

Barclays Capital Corporate Bond Spreads



Source: Barclays Capital

Credit Spreads

Investment grade corporate spreads contracted by 4 bps during Q4 2015 and ended the quarter with an option-adjusted spread of 165 bps over Treasuries, as shown in the adjacent graph. From a historical perspective, as of December 31, 2015, spreads were 2 bps below the 10-year average of 167 bps.

High yield bond spreads widened by 30 basis points during Q4, ending the quarter with an OAS of 6.60 percent, which is 99 bps above the 10-year average of 561 bps.

Investment Performance: Non-U.S. Fixed Income

This page focuses on international fixed-income asset class data and information on EM debt (EMD) for Q4 2015.

International Fixed Income

In Q4, global sovereign bonds, as measured by the Citigroup World Government Bond Index (WGBI), gained 0.01 percent in local currency terms, but fell 1.2 percent in unhedged terms. The BarCap Global Aggregate Index, which includes spread sectors, declined 0.9 percent, leading the sovereign-only Citigroup WGBI Index by roughly 31 bps on an unhedged basis. Non-U.S. government bonds, as measured by the Citigroup Non-U.S. WGBI, outperformed U.S. government bonds by roughly 140 bps in local currency terms, but trailed by 46 bps in unhedged currency terms.

On an unhedged basis, nearly all WGBI components finished Q4 in negative territory. Australia, Japan, Malaysia, and Singapore were the only positive contributors, which was a reversal from Q3.

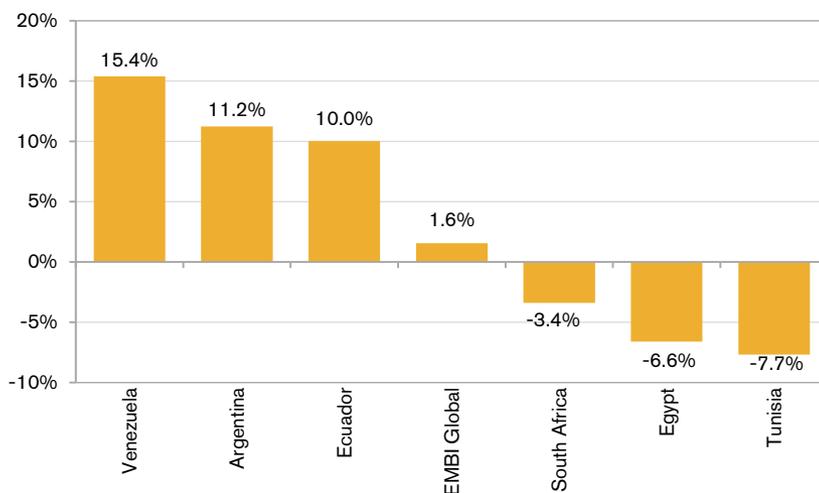
On a local currency basis, results were virtually flat, with the year-to-date number inching slightly higher to 1.3 percent. Notable outperformers during Q4 included Canada (0.7 percent) and Italy (1.7 percent), which both represent sizeable weights in the index. Detractors during the period included Australia (-0.5 percent), the United Kingdom (-1.3 percent), Sweden (-1.6 percent) and the U.S. (-0.9 percent), with the slowdown of the Chinese economy and appreciating USD triggering volatility.

Citigroup WGBI: Returns of Major Constituents (%)

Country	Local Currency Return (Qtr)	Currency Effect	Unhedged Total Return (Qtr)
United States	-0.9	-	-0.9
Canada	0.7	3.5	-2.8
Australia	-0.5	-3.6	3.1
Japan	1.2	0.5	0.7
Austria	-0.2	2.7	-2.9
Belgium	-0.5	2.6	-3.1
France	-0.1	2.6	-2.7
Germany	-0.4	2.6	-3.0
Italy	1.7	2.8	-1.1
Netherlands	-0.1	2.7	-2.8
Spain	1.2	2.7	-1.5
United Kingdom	-1.3	2.7	-4.0
Non-U.S. Govt. Bond	0.5	1.9	-1.4
World Govt. Bond	0.0	1.2	-1.2

Sources: Citigroup and Barclays Capital

J.P. Morgan EMBI Global Index Best and Worst-Performing Markets



Source: J.P. Morgan

Emerging Market Debt

In Q4, emerging markets debt (EMD) gained as measured by the J.P. Morgan Emerging Market Bond Index (1.6 percent). Positive results can be attributed to healthy performance in China (0.8 percent), Indonesia (2.0 percent), Russia (2.4 percent), Turkey (3.8 percent) and Venezuela (15.4 percent), which represent 5 of the 10 largest countries in the index.

The corporate J.P. Morgan CEMBI Broad Diversified Index rose 0.5 percent during Q4, with China (2.3 percent), Russia (3.0 percent) and Indonesia (5.8 percent) adding the most value. Year-to-date 2015, Russia, which represents a 6 percent weight in the index, returned 26.0 percent, while the CEMBI Broad returned 1.2 percent.

The local J.P. Morgan GBI-EM Global Diversified Index (-0.01 percent) fell modestly in USD unhedged terms, but gained 156 bps on a local currency basis. From a regional perspective, the Middle East/Africa had the largest drag on results in USD unhedged terms, returning -16.0 percent, while Asia added 664 bps of positive performance.

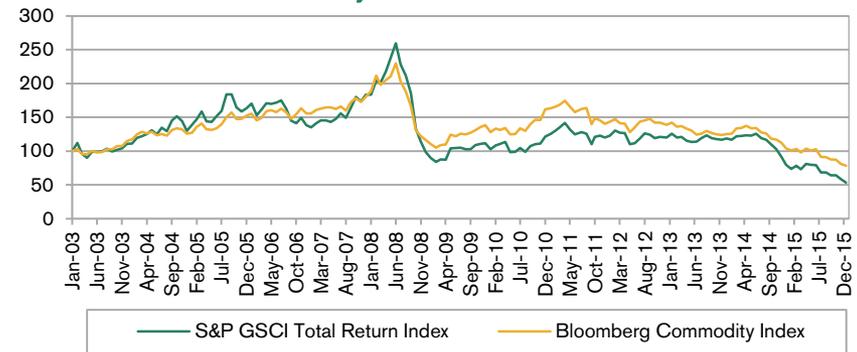
Investment Performance: Commodities and Currencies

This section presents performance information about commodities and major world currencies as of Q4 2015.

Commodities

Commodities continued to decline in Q4. Both the Bloomberg Commodity Index (BCOM) and the S&P GSCI fell significantly, with returns of -10.5 percent and -16.6 percent, respectively. These results brought 2015 annual returns to a dismal -24.7 percent for the BCOM and -32.9 percent for the S&P GSCI. During Q4 and for the year, all sectors in both indices posted negative returns, but the greatest detractor was Energy. In Q4, Energy posted a -22.7 percent return in the BCOM and a -24.9 percent return in the GSCI, bringing the total decline for the year to -38.9 percent and -41.5 percent, respectively. Energy, like all other sectors, suffered due to oversupply and a strong USD. Agriculture and Livestock were the best performers in Q4, each dropping less than 5 percent over the period.

Monthly Commodity Returns, Growth of \$100:
January 2003 – December 2015



The graph above shows the major commodity indices, the S&P GSCI* Index and the Dow Jones-UBS Commodity Index**

* The S&P GSCI Index is calculated primarily on a world production-weighted basis and is composed of the principal physical commodities that are the subject of active, liquid futures markets.

** The DJ-UBSCI is composed of futures contracts on physical commodities, with weighting restrictions on individual commodities and commodity groups to promote diversification.

Sources: eVestment Alliance and Deutsche Bank

Nominal Broad Dollar Index: USD vs. Basket of Major Trading Partners



Sources: Federal Reserve and Bloomberg

Currencies

The adjacent graph shows the USD against a basket of 16 major market currencies, including those listed in the table below: the Canadian dollar (CAD), the euro (EUR), the Japanese yen (JPY), the Swiss franc (CHF) and the British pound-sterling (GBP).

In Q4, the U.S. nominal broad dollar strengthened by 1.67 percent. The USD should continue to benefit from higher relative economic growth and rising interest rates.

USD Major Trading Partners	Pairs	Q4 Level	YTD	5-Year Average
Canada	USD/CAD	1.3839	19.09%	1.0838
Eurozone	USD/EUR	0.9210	11.42%	0.7819
Japan	USD/JPY	120.2200	0.37%	97.0493
Switzerland	USD/CHF	1.0021	0.78%	0.9249
U.K.	USD/GBP	0.6786	5.72%	0.6305

Investment Performance: Hedge Funds

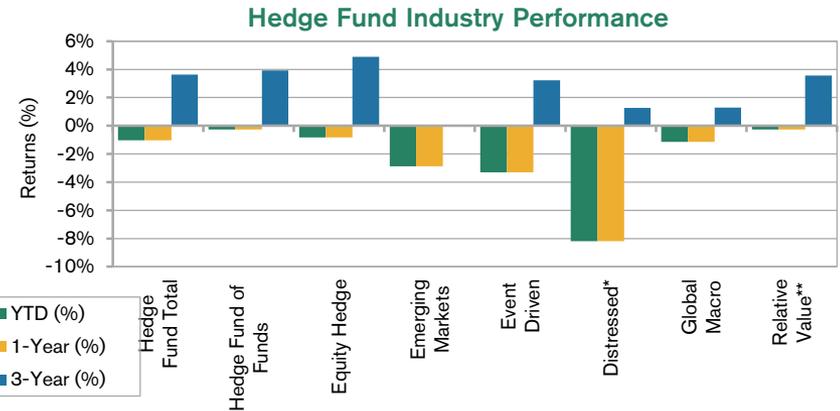
This section provides an overview of hedge fund results along with an analysis of strategy performance during Q4 2015.

Hedge Fund Overview

The Hedge Fund Research, Inc. (HFRI) Fund Weighted Composite Index (0.8 percent) rose during Q4, posting positive returns in October and November, but declining in December. Two of the five major hedge fund strategies ended Q4 in positive territory: Equity Hedge (1.9 percent) and Emerging Markets (2.1 percent). Global Macro (0.0 percent) was flat, while Event Driven (-0.1 percent) and Relative Value (-0.2 percent) fell. All of the major hedge fund strategies posted negative annual returns for 2015.

Longer-term results were positive. Hedge funds recorded a gain of 3.6 percent over the three-year period ending December 31, 2015, as measured by the HFRI Fund Weighted Composite Index.

Hedge funds of funds also gained in Q4, as represented by the HFRI Fund of Funds (FOF) Composite Index (0.7 percent). The HFRI FOF: Conservative Index (0.1 percent) and the HFRI FOF: Diversified Index (0.6 percent) also rose. Hedge fund of funds ended the year in negative territory.



* Distressed funds focus on companies that are close to or in bankruptcy.

**Relative-value funds focus on arbitrage opportunities between equity and fixed income securities.

Source: Hedge Fund Research, Inc.

HFRI Index Returns – Q4 2015 (%)

	Oct	Nov	Dec	QTD	YTD
Fund of Funds Composite	0.9	0.3	-0.5	0.7	-0.3
FOF: Conservative	0.3	0.2	-0.4	0.1	0.5
FOF: Diversified	0.7	0.5	-0.6	0.6	0.0
Fund Weighted Composite	1.7	0.2	-1.0	0.8	-0.9
Equity Hedge (Total)	2.9	-0.1	-1.0	1.9	-0.6
Equity Market Neutral	1.0	0.1	0.2	1.3	4.3
Short Bias	-2.4	1.0	-0.2	-1.5	-2.0
Event-Driven (Total)	1.4	-0.7	-0.7	-0.1	-3.2
Distressed/Restructuring	0.1	-1.3	-2.0	-3.2	-8.2
Merger Arbitrage	1.0	-0.0	1.1	2.1	3.3
Relative Value (Total)	1.0	-0.3	-0.9	-0.2	-0.2
FI-Convertible Arbitrage	1.5	-0.3	-1.0	0.2	1.9
Global Macro (Total)	-0.2	1.5	-1.3	0.0	-1.1
Emerging Markets (Total)	3.3	-0.6	-0.5	2.1	-2.9

Source: Hedge Fund Research, Inc.

Strategy Analysis

The HFRI Emerging Markets Index (2.1 percent) gained the most of all the major hedge fund strategies. All underlying indices contributed positively to performance except Latin America and MENA (Middle East & North Africa). China was the best performer, followed by Asia ex-Japan, India, Russia/Eastern Europe and Global.

The HFRI Equity Hedge Index (1.9 percent) gained in Q4. The Technology/Healthcare Sector, Equity Market Neutral, Multi Strategy, both Fundamental Growth and Value and Quantitative Directional all were positive contributors to the Equity Hedge index, while the remaining indices were negative. Energy/Basic Materials lost the most, followed by Short Bias.

The HFRI Global Macro Index (0.0 percent) was flat. The strategy received \$2.5 billion in new capital, which was the greatest amount of inflows for Q4 of all the major hedge fund strategies. Several underlying strategies reported positive quarterly results. Leading the way was Multi-Strategy, followed by the Active Trading, Currency and Commodity indices. Meanwhile, the Systematic Diversified index was the worst-performing underlying index, followed by Discretionary Thematic.

The HFRI Event-Driven Index (-0.1 percent) fell slightly, while underlying indices contributed contrasting performances. The Activist index fared the best, followed by Merger Arbitrage and Special Situations. Those gains were offset by losses in Distressed/Restructuring and Credit Arbitrage.

The HFRI Relative Value Index (-0.2 percent) declined. The underlying Sovereign Fixed Income index was the strongest performer for the period. Other positive contributors were the Volatility, Fixed-Income Convertible Arbitrage and Fixed-Income Multi-Strategy indices. The Yield Alternatives index fared the worst, followed by Fixed-Income Asset Backed and Fixed-Income Corporate.

Investment Performance: Private Equity

This section provides data on private equity industry performance, fundraising, buyout funds, initial public offering (IPO) activity and venture capital. The information in this section reflects the most recent private equity data available.

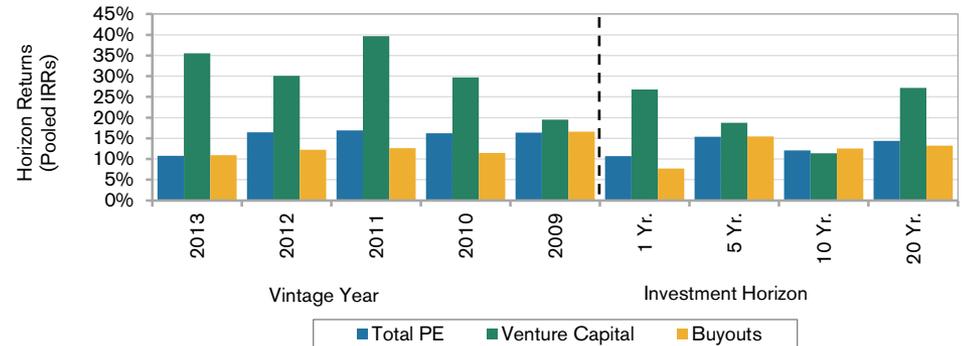
Private Equity Industry Performance

The adjacent graph shows private equity fund performance for Q2 2015, calculated as pooled internal rates of return (IRRs) of funds reporting to Thomson One. Performance for 2009 through 2013 vintage-year* funds, as well as one-, five-, 10- and 20-year returns, is calculated for funds in the following categories: all private equity, venture capital and buyouts.

Private equity funds for all regions returned approximately 5.1 percent in Q2 2015 and 10.7 percent over the one-year period. This includes performance across all private equity strategies. Over a 20-year period, all private equity, venture capital and buyout funds generated double-digit returns of 14.4 percent, 27.2 percent and 13.2 percent, respectively.

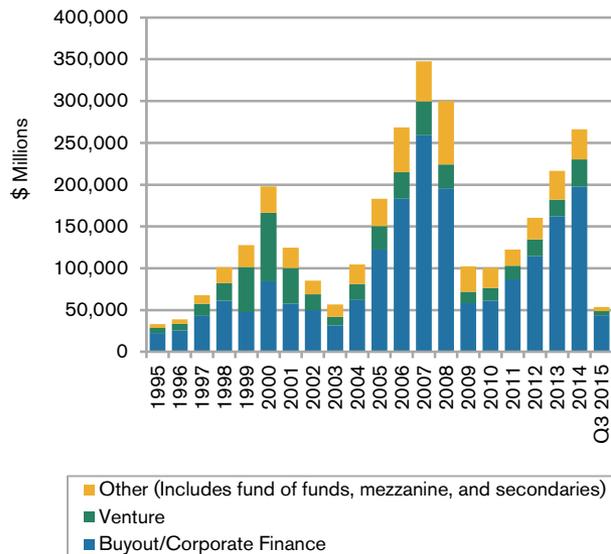
*"Vintage year" refers to the first year capital was committed in a particular fund. Vintage-year performance is calculated as the median percentile returns of all funds reporting as pooled IRRs.

Private Equity Performance by Vintage Year and Investment Horizon: All Regions



Source: Thomson Reuters

Private Equity Commitments: United States



Source: *The Private Equity Analyst*

Venture capital deal activity totaled \$16.3 billion in 1,070 deals during Q3, which was slightly lower in dollar terms and in number of deals versus Q2. Q3 was the seventh consecutive quarter when more than \$10 billion was invested in venture capital during a single quarter and the second highest quarter in aggregate investment dollars since Q4 2000. Deal volume in buyouts increased in Q3 (as of September 25) compared to the same period one year prior (as of September 29, 2014), but disclosed dollar volume fell by 60 percent versus the year-ago period due to volatility in equity and debt markets.

*Updated as of October 1, 2015

Private Equity Overview

According to *Private Equity Analyst*, private equity funds raised approximately \$53.6 billion in Q3 2015, a 9 percent decrease in dollars raised from Q3 2014. Year-to-date through September 30, 2015, private equity funds raised approximately \$197 billion, broken down as follows: \$148.3 billion in buyouts and corporate funds, \$26.7 billion in venture capital, \$7.5 billion in fund of funds, \$8.0 billion in mezzanine, and \$6.3 billion in other private equity.

Buyout and corporate finance strategies together raised the most capital among private equity strategies in Q3 2015 at \$43.7 billion, which is approximately 3 percent less than the amount raised in Q3 2014. Venture capital experienced a 20 percent decrease in dollars from Q3 2014, raising \$5.2 billion versus the \$6.5 billion in capital raised during the same period one year prior.

Venture-backed IPO activity significantly decreased in Q3 2015, down 55 percent in total offerings and 54 percent in total dollars from Q2 2015. The number of IPOs fell to 13 from Q2's 29*, and in dollar terms, exits decreased from \$3.8 billion* to \$1.7 billion, although the Fitbit IPO in Q2 comprised approximately 22 percent of the capital raised during that quarter. Muted IPO activity was attributed to market volatility and companies that might file for IPOs staying private longer due to later-stage investments from non-traditional sources. (See p. 18 for more information on the recent trend of companies delaying IPOs.) Venture-backed M&A activity was up 39 percent in disclosed deal value, making Q3 the strongest quarter of the year by this measure, and was up 42 percent in number of deals over Q2. Buyout M&A exits decreased slightly from Q2, but were down 35 percent from Q3 2014. Total disclosed deal value at \$25.5 billion was close to the \$25.0 billion from one year ago, but down \$10.3 billion from Q2 2015. There were four buyout IPOs in Q3 with deal value at \$661 million, marking the weakest quarter in number and value terms since Q4 2011.

Investment Performance: Real Estate

This page presents data and Segal Rogerscasey's commentary on private and public real estate. The information below reflects the most recent data available.

Private Real Estate

The National Council of Real Estate Investment Fiduciaries (NCREIF) Property Index (NPI), which tracks private real estate in the U.S., gained 2.9 percent during Q4. The total return is composed of 1.2 percent income and 1.7 percent property-level appreciation. Over the trailing one-year period, the Index gained 13.3 percent, composed of 8.0 percent property-level appreciation and 5.0 percent income.*

In the regions of the U.S., the West performed the best during Q4 and over the last 12 months, as shown in the adjacent table.

Property valuations continue to strengthen due to solid operating fundamentals supported by modest economic growth, limited new supply deliveries, availability of credit, and demand from investors for prime assets. On average, private core real estate values are 20 percent above the peak levels reached in 2007. Supply is growing in markets with strong tenant demand, albeit more slowly than in previous cycles with the exception of the apartment sector. There is also increasing supply in the office and industrial sectors while retail is only slowly recovering even though its operating performance has been strong. The growth in hotel supply has been modest with the exception of New York City.

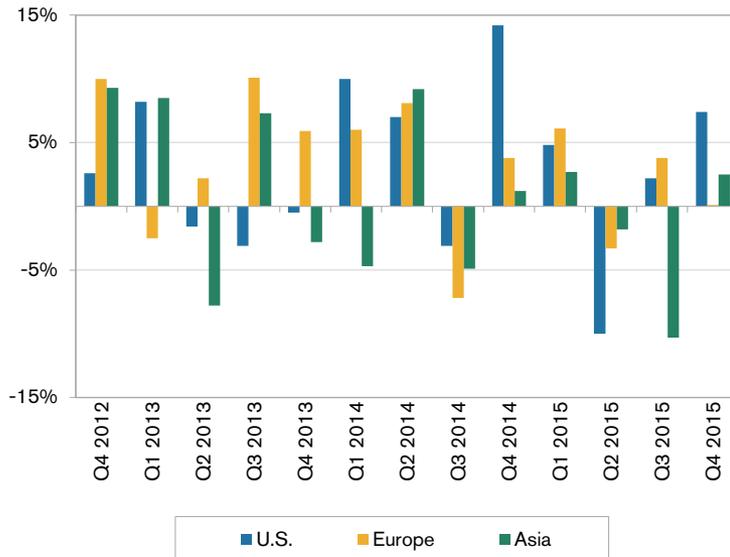
* Does not add up to total due to rounding.

National Property Index Sector and Region Performance

	Ending Weight (%)	Returns as of Q4 2015	
		QTD (%)	1 Year (%)
NCREIF NPI Total Return	100.0	2.9	13.3
Sector			
Apartment	24.0	2.7	12.0
Hotel	1.2	3.0	13.2
Industrial	14.4	3.2	14.9
Office	37.1	2.6	12.5
Retail	23.3	3.5	15.3
NCREIF Region			
East	33.3	2.3	11.3
Midwest	9.4	2.4	12.1
South	20.4	3.0	14.0
West	36.9	3.6	15.2

Source: National Council of Real Estate Investment Fiduciaries

Regional Real Estate Securities Performance



Source: National Association of Real Estate Investment Trusts

Public Real Estate

The FTSE EPRA/NAREIT Global Developed Real Estate Index total market capitalization increased to \$1.3 trillion in Q4, broken down as follows: North America \$724 billion, Europe \$223 billion, and Asia \$339 billion. Reduced investor concern over economic growth in the U.S. as well as an improving economic outlook for Asia led to a 4.4 percent gain on a global basis in Q4. The U.S. (7.4 percent) outperformed Asia (2.5 percent) and Europe (0.1 percent) as measured by the FTSE EPRA/NAREIT indices. Sector performance in the U.S. was mostly positive: Self Storage (16.8 percent), Student Apartments (16.3 percent), Data Centers (15.7 percent), Industrial (9.7 percent), Shopping Centers (9.3 percent), Manufactured Home Communities (9.1 percent) and Primary CBD Office (9.1 percent) outperformed the broader index while Lodging (-2.3 percent), Diversified/Financial (-1.5 percent), Healthcare (2.6 percent), Secondary CBD/Suburban Office (6.3 percent), and Regional Malls (6.6 percent) lagged the index.

Property stocks in Europe were supported by a continuation of the region's economic recovery, but this was offset by concerns over slowing net asset value growth in the U.K. In Europe, Sweden (11.3 percent), Finland (7.4 percent), Switzerland (7.2 percent), Belgium (6.3 percent), Ireland (6.2 percent) and Austria (5.2 percent) outperformed in Q4, while Greece (-9.9 percent), the U.K. (-4.2 percent), Norway (-2.6 percent), the Netherlands (-0.5 percent), and France (-0.3%) underperformed. In Asia, New Zealand (15.8 percent), Australia (9.6 percent), and Singapore (7.7 percent) outperformed while Hong Kong (-0.5 percent) and Japan (0.3 percent) lagged the region.

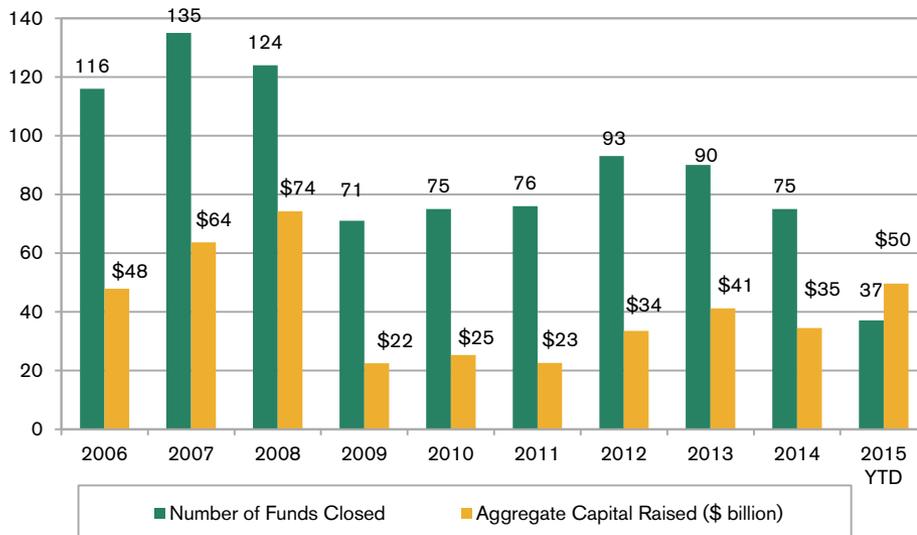
Investment Performance: Real Estate

This page presents data and Segal Rogerscasey's commentary on value-added and opportunistic real estate. The information in this section reflects the most recent data available.

Value-Added and Opportunistic Real Estate

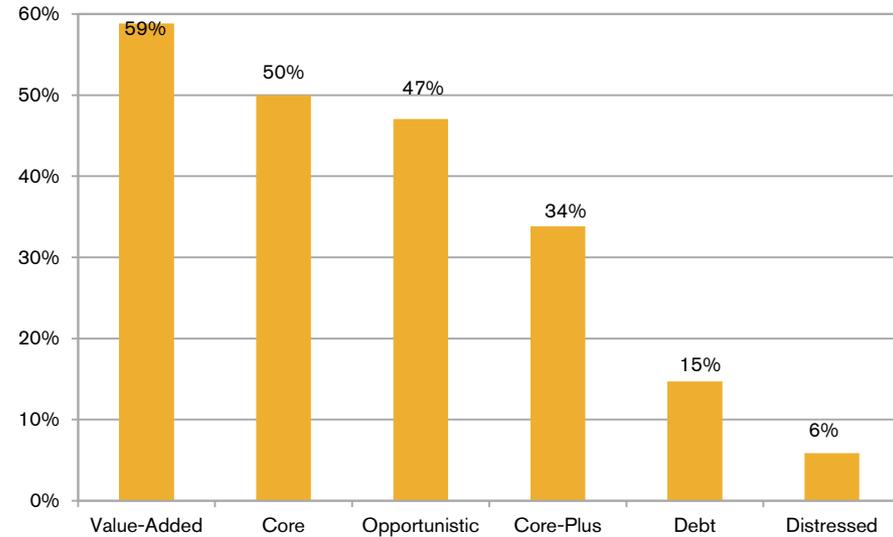
Investors continued to move up the risk/return spectrum due, in part, to the concern at some institutions with the pricing of core real estate assets. As shown in the graph at right, 59 percent of investors are targeting value-added strategies in the next year while almost 50 percent are targeting opportunistic strategies. As illustrated in the graph below at left, opportunistic fundraising continued to strengthen in 2015 with the most recent data showing 37 opportunistic closed-end private real estate funds raising \$50 billion; however, the number of funds has declined as investors have allocated their capital to fewer managers, which resulted in larger funds. Blackstone raised the largest opportunistic fund in 2015 and received capital commitments totaling \$15.8 billion, while Lone Star and Starwood received capital commitments of \$5.8 billion and \$5.6 billion, respectively. A total of 128 opportunistic funds are currently in the market targeting capital commitments of nearly \$47 billion. As shown in the graph below at right, North America continues to be the primary geographic focus of opportunistic funds, although activity in Europe has been strong with \$21 billion raised over the last two years. According to Prequin, investor interest in European real estate assets has increased significantly. In November 2014, 36 percent of investors targeted Europe in the next 12 months, but that number rose to 47 percent at the end of 2015.

Opportunistic Closed-End Private Real Estate Fundraising

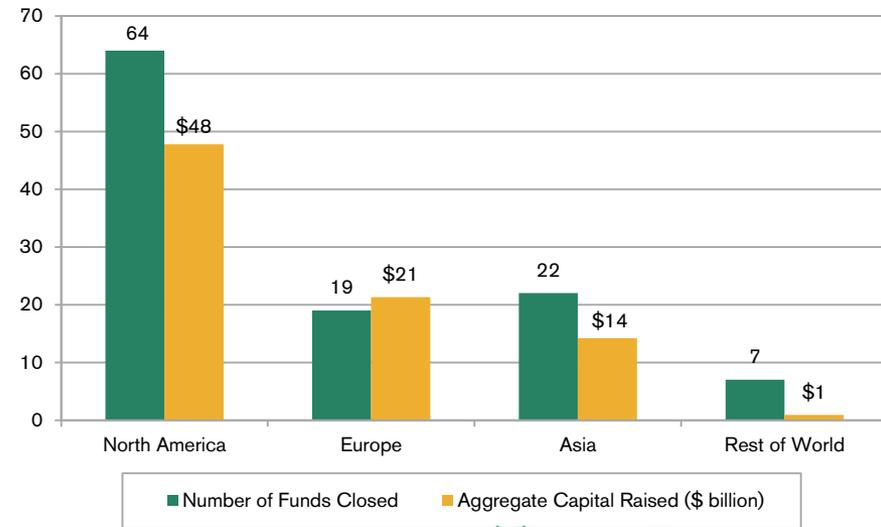


Source (this page): Prequin Real Estate Online

Investors Targeting Private Real Estate Funds in the Next Year



Opportunistic Closed-End Private Real Estate Funds by Primary Geographic Focus with a Final Close in 2014 and 2015



Noteworthy Developments

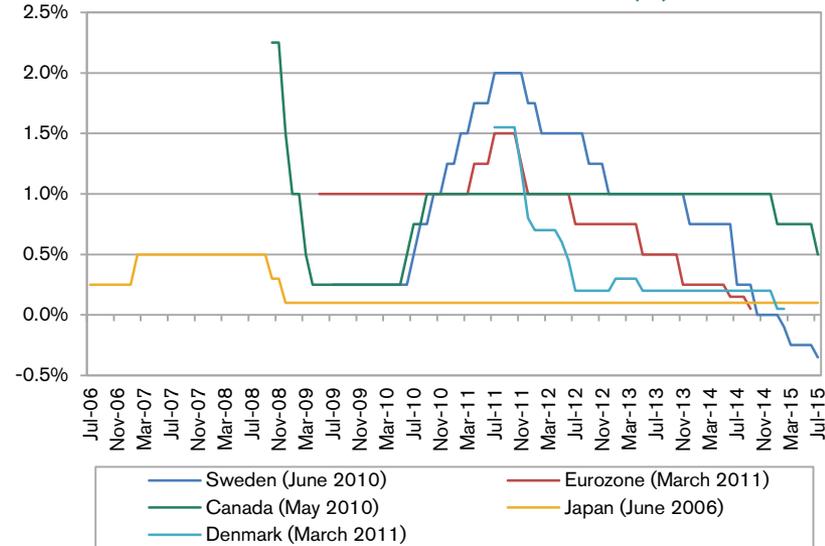
Segal Rogerscasey finds the developments discussed in this section to be noteworthy for investors.

Fed Reaches “Lift-Off,” But For How Long?

After the first interest rate increase in nine years, the Fed claims to be poised to further increase rates in 2016. Market pricing of futures contracts indicates short-term rates near 1 percent by year end. But with uncertainty about the strength of the global economy and continued market instability, there are real concerns that higher rates could be coming at a time when the economy is unable to handle them. And, as the adjacent chart shows, the recent history of rate increases followed shortly thereafter by rate reductions may portend significant headwinds for rate increases by the Fed in 2016 and beyond.

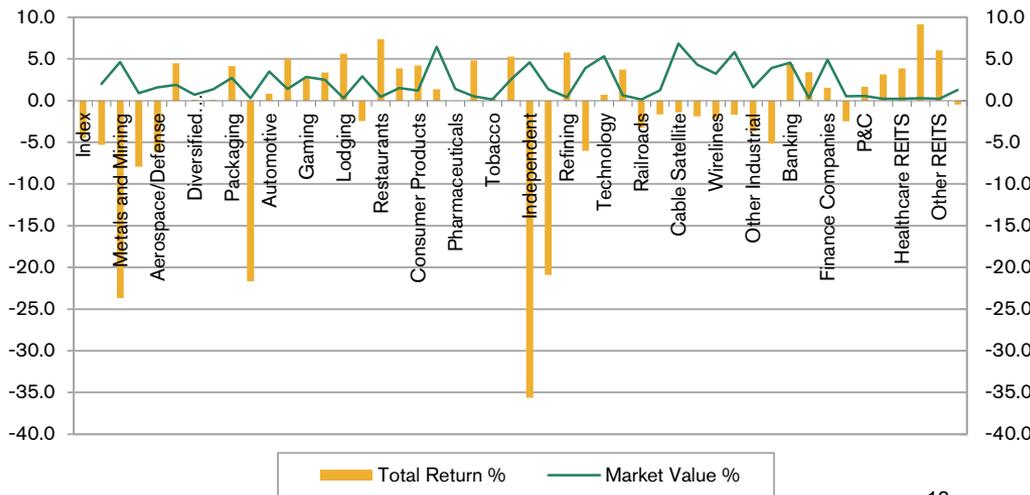
Central banks reduce rates, in some cases towards zero, to stimulate economies and avoid recessions. Retrenching out of this zero interest rate policy is often difficult for several reasons, some argue. First, central banks may place too much optimism on the effects that unconventional monetary policies (quantitative easing or QE) may have on markets, and their ability to reverse those policies. The second explanation describes rate reductions leading to a “liquidity trap” where QE measures are useless because central banks have money to lend, but no creditworthy borrowers. Lastly, increased global savings without attractive investment options creates a global low demand, slow growth environment that requires broad, coordinated action across global economies to address deficiencies. Immigration and aging demographic challenges, economic reforms and heavy government borrowing all must be a part of the equation. While there is no shortage of global QE measures, the liquidity trap explanation and savings-investment gap phenomenon may have relevance in today’s global economy and interest rate environment.

Interest Rate Movement Following Central Banks’ First Increase from Near-Zero Rates (%)



Sources: Central Banks, CME, Global-Rates.com

Barclays U.S. Corporate High Yield Index – Industry Returns in 2015



Source: Barclays Point

2015: A Rough Year for High Yield

While 2015 was a challenging year for high yield bonds, as measured by the Barclays U.S. Corporate High Yield Index (-4.5 percent), performance across industries varied considerably. For example, the debt of energy and commodity-oriented companies declined approximately 20-35 percent, which is in sharp contrast to that of building, home construction, and other consumer-oriented areas that increased between 3-5 percent. Given that 2015 was the first down year in the high yield market since 2008, the adjacent graph provides some transparency into the drivers of returns. This highlights the importance of credit selection in a more challenging market.

Noteworthy Developments

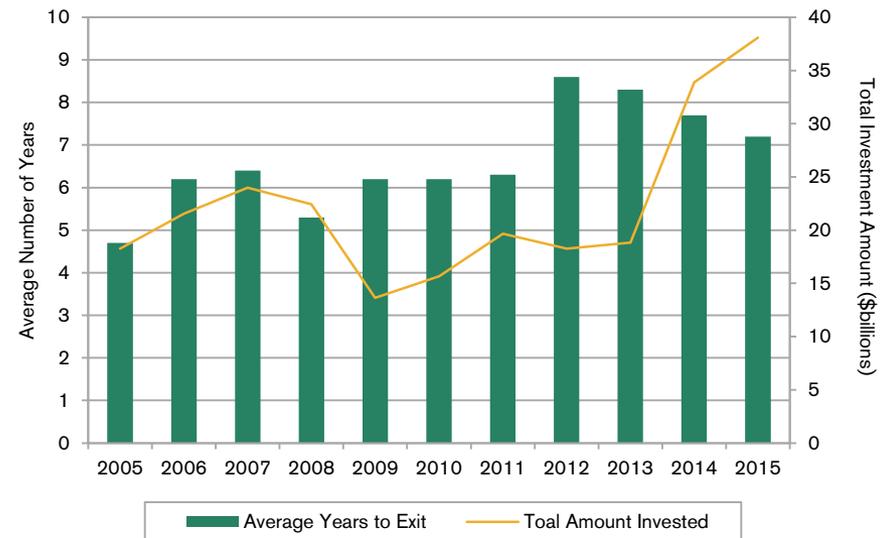
Segal Rogerscasey finds the developments discussed in this section to be noteworthy for investors.

Venture Capital – Companies Staying Private Longer

Due to the low interest rate environment over the past few years, non-traditional investors have sought the high returns venture capital has historically offered. Since 2013, the total amount of capital invested in late and expansion stages of venture capital has increased approximately 102 percent, with the majority of the inflows from mutual funds and hedge funds. Additionally in 2015, there were 92 equity-financing rounds that raised over \$100 million, compared to just 48 in 2014. The large inflow of late and expansion stage capital over the last few years has allowed venture capital-backed companies to stay private longer. In 2015, the average time to exit for a venture capital-backed tech IPO was 7.2 years, higher than the 2007 average of 6.4 years. According to a recent Fenwick & West Silicon Valley Venture Capital Survey, the percentage of series B financings* over the past decade has decreased approximately 20 percent. This decline could be attributed to companies staying private longer, resulting in an extended period between initial investment and liquidation, thereby changing the overall risk of the investment. More recently, there have been signs of a dislocation between the public and private markets, with Fidelity announcing a markdown on its stakes in Snapchat and Dropbox. In addition, Square recently priced its IPO at \$9.00 a share, \$6.46 a share below its last private market valuation. The recent dislocation could be a reason for the 45 percent decrease in the total amount invested in late and expansion stage venture capital in Q4 2015 compared to Q3, as investors are hesitant to continue to invest in later stage venture capital.

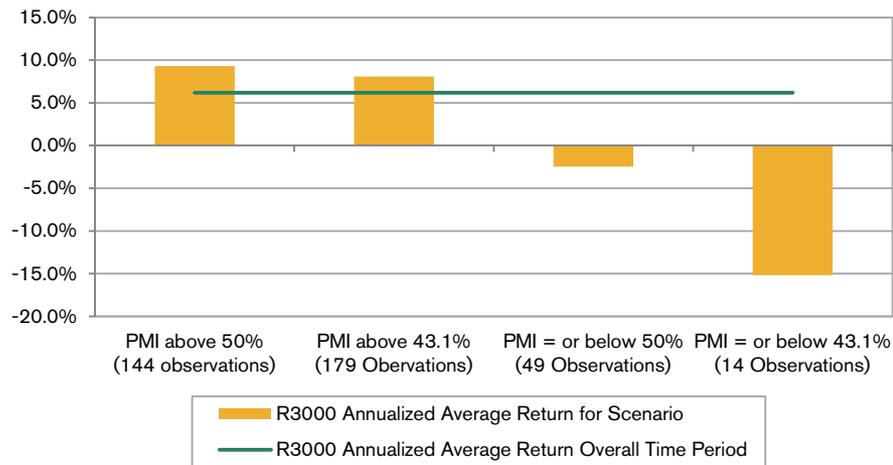
*A series B financing is a second round of financing for a business by private equity investors or venture capitalists.

Average Number of Years to Exit vs. Total Investment (\$ billions)



Sources: PricewaterhouseCoopers and National Venture Capital Association MoneyTree™ Report, VC Journal, Fenwick & West Silicon Valley Venture Capital Survey

U.S. Equity Performance and PMI Level (December 1999 to December 2015)



Sources: Bloomberg and Investment Metrics

Manufacturing's Correlation to Equities

The Institute for Supply Management (ISM) Purchasing Managers' Index (PMI) is an economic indicator of the health of the manufacturing sector. PMI recently experienced a 34-month growth trend that ended in October 2015, when it entered into a two month contraction, standing at 48.2 percent on December 31, 2015. According to ISM, "A [PMI] reading above 50 percent indicates that the manufacturing economy is generally expanding; below 50 percent indicates that it is generally contracting. A PMI above 43.1 percent, over a period of time, generally indicates an expansion of the overall economy."

The adjacent graph shows the annualized average performance of U.S. equities (as measured by the total return of the Russell 3000) when PMI was above or below 50 percent and 43.1 percent for the period December 1999 to December 2015. While there are more observations during this period when PMI was above 50 percent and 43.1 percent, the graph shows that equities tended to outperform their average when PMI was at least above 43.1 percent, and underperformed when PMI was below 43.1 percent.

COMPOSITE

Town of Palm Beach Retirement System
 Target Allocation vs. Current Asset Allocation as of December 31, 2015

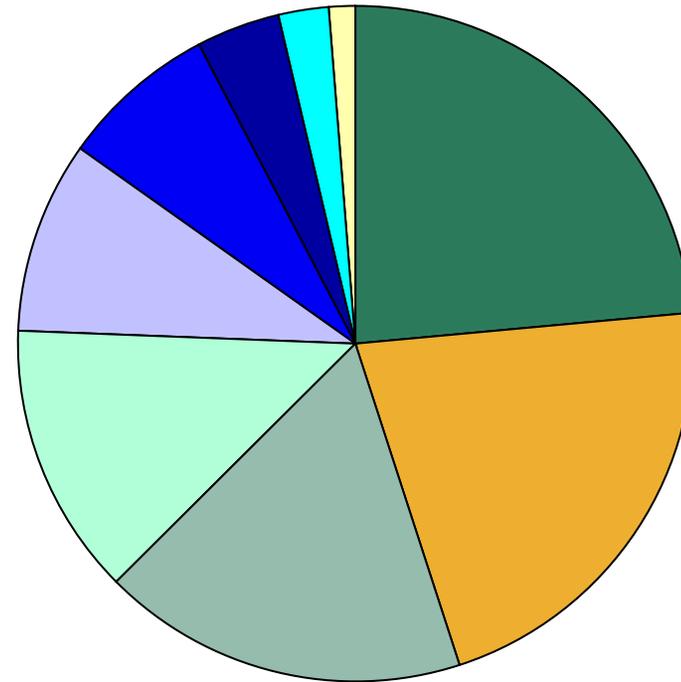
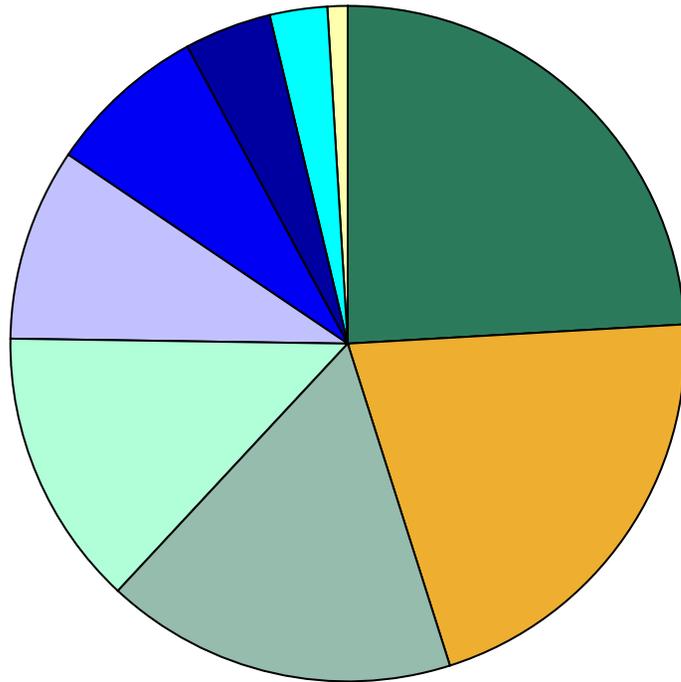
<u>TARGET ALLOCATION</u>			<u>INVESTMENT MANAGERS AND ALLOCATION</u>				<u>DIFF.</u>	<u>RANGE</u>
<u>EQUITIES</u>								
Large Cap Equity			SSgA S&P 500 Index	8.99%	\$17,553,378			
			T Rowe Price New Era Fund	1.05%	\$2,045,023			
			Large Cap Equity	10.04%	\$19,598,402			
			Geneva Mid Cap Growth	3.37%	\$6,576,200			
			TSW Mid Cap Value	2.92%	\$5,697,347			
			TSW Small Cap Value	4.35%	\$8,482,627			
Small/Mid Cap Equity			Small/Mid Cap Equity	10.63%	\$20,756,175			
Domestic Equities Total	15.00%	\$29,283,217	Domestic Equities Total	20.67%	\$40,354,576	5.67%	10 - 20%	
			Artisan (Int'l Growth)	8.72%	\$17,022,704			
			Harris (Int'l Value)	8.17%	\$15,957,175			
International Equity	15.00%	\$29,283,217	International Equity	16.89%	\$32,979,879	1.89%	10 - 20%	
			Acadian	4.49%	\$8,769,921			
			Wells	4.37%	\$8,528,534			
Emerging Markets Equity	10.00%	\$19,522,145	Emerging Markets Equity	8.86%	\$17,298,455	-1.14%	5 - 15%	
Non US Equities Total	25.00%	\$48,805,362	Non US Equities Total	25.75%	\$50,278,334	0.75%	15 - 35%	
<u>FIXED INCOME</u>								
Core Fixed Income	17.50%	\$34,163,753	Goldman Sachs Core Plus Fixed	9.83%	\$19,192,709			
			Vanguard Total Bond Market Index	7.90%	\$15,429,627			
			Core Fixed Income	17.73%	\$34,622,336	0.23%	12 - 22%	
High Yield Fixed Income	2.50%	\$4,880,536	Neuberger Berman	2.57%	\$5,026,461			
			High Yield Fixed Income	2.57%	\$5,026,461	0.07%	0 - 6%	
TIPS	2.50%	\$4,880,536	Vanguard TIPS Fund	2.36%	\$4,613,749			
Fixed Income Total	22.50%	\$43,924,826	TIPS	2.36%	\$4,613,749	-0.14%	0 - 6%	
			Fixed Income Total	22.67%	\$44,262,546	0.17%	12 - 34%	
<u>ALTERNATIVES/HEDGE FUND OF FUNDS</u>								
			Wellington Diversified Inflation Hedges	1.42%	\$2,778,134			
			Mesirow Absolute Return	4.14%	\$8,082,791			
			Weatherlow Offshore Fund I	3.49%	\$6,806,783			
			Standard Life	3.54%	\$6,902,750			
Alternatives/Hedge Fund of Funds Total	15.00%	\$29,283,217	Alternatives/Hedge Fund of Funds Total	12.59%	\$24,570,457	-2.41%	10 - 20%	
<u>COMMODITIES</u>								
Commodities Total	2.50%	\$4,880,536	TAP Fund	2.32%	\$4,524,427			
			Commodities Total	2.32%	\$4,524,427	-0.18%	0 - 6%	
<u>REAL ESTATE</u>								
				<u>Commitments</u>	<u>Contributions</u>	<u>Distributions</u>		
			Gerding Edlen Green Cities II	\$5,000,000	\$5,900,029	\$2,573,497	2.36%	
			Westport Real Estate Fund IV	\$5,000,000	\$4,171,500	\$1,705,816	1.39%	
			Long Wharf Real Estate Partners V	\$5,000,000	\$295,348	\$47,469	0.10%	
			Gerding Edlen Green Cities III	\$5,000,000	-	-	-	
Real Estate Total	10.00%	\$19,522,145	Real Estate Total				3.84%	
							\$7,520,459	
							-6.16%	
							5 - 15%	
<u>REIT</u>								
REIT Total	0.00%	\$0	Vanguard REIT Index	3.69%	\$7,199,125			
			REIT Total	3.69%	\$7,199,125	3.69%	5 - 15%	
<u>PRIVATE EQUITY</u>								
				<u>Commitments</u>	<u>Contributions</u>	<u>Distributions</u>		
			Landmark Partners Fund XIV	\$1,250,000	\$1,183,988	\$938,059	0.35%	
			PEI Fund V	\$1,250,000	\$1,253,016	\$500,000	0.61%	
			HarbourVest IX	\$10,000,000	\$5,738,815	\$1,259,256	3.14%	
			Pomona Capital Fund VIII	\$10,000,000	\$5,689,651	\$2,785,856	2.17%	
			JPMorgan Venture Capital Fund V	\$5,000,000	\$3,401,499	\$1,667,022	0.96%	
Private Equity Total	10.00%	\$19,522,145	Private Equity Total				7.23%	
							\$14,123,205	
							-2.77%	
							5 - 15%	
<u>Liquid Capital²</u>								
Liquid Capital Total	0.00%	\$0	State Street STIF Account	0.65%	\$1,276,840			
			IR&M	0.57%	\$1,111,480			
			Liquid Capital Total	1.22%	\$2,388,320	1.22%	-	
TOTAL	100.00%	\$195,221,448	TOTAL	96.30%	\$195,221,448			

NOTE: Private Equity and Private Real Estate Market Values reflect most recent Market Values available (9/30/15) plus/minus contributions/distributions in Q4 2015 with the exception of Westport, Long Wharf, & HarbourVest where 12/31/15 info. was available.

²Includes cash account and IR&M

September 30, 2015 : \$184,874,605

December 31, 2015 : \$188,022,323



	Market Value (\$)	Allocation (%)
Fixed Income	44,536,183	24.09
US Equity	38,855,862	21.02
International Equity	31,100,716	16.82
Alternatives/Hedge Fund	24,603,824	13.31
Emerging Markets Equity	17,042,828	9.22
Private Equity	14,141,793	7.65
Real Estate	7,714,660	4.17
Commodities	5,085,223	2.75
Cash	1,793,516	0.97

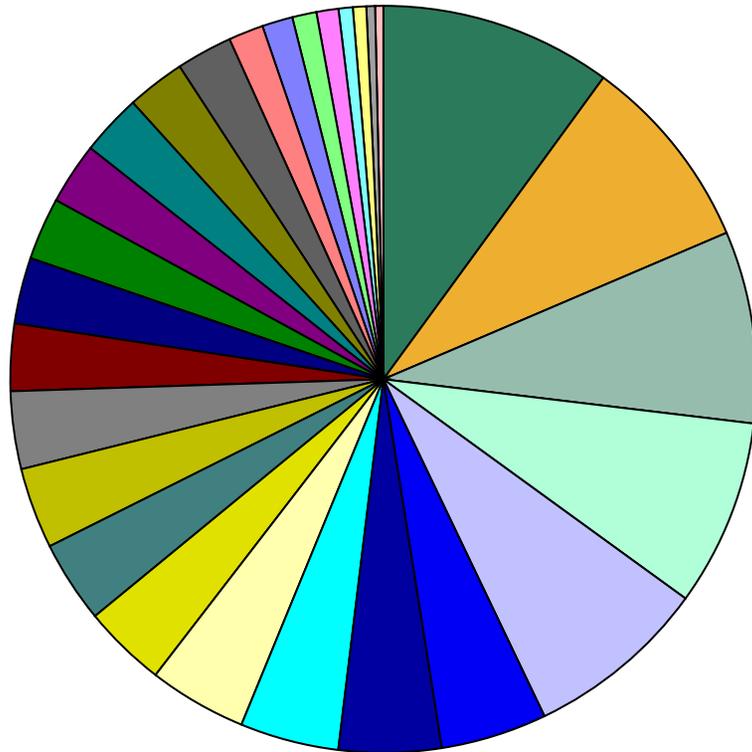
	Market Value (\$)	Allocation (%)
Fixed Income	44,262,546	23.54
US Equity	40,354,576	21.46
International Equity	32,979,879	17.54
Alternatives/Hedge Fund	24,570,457	13.07
Emerging Markets Equity	17,298,455	9.20
Private Equity	14,123,205	7.51
Real Estate	7,520,459	4.00
Commodities	4,524,427	2.41
Cash	2,388,320	1.27

Town of Palm Beach Retirement System

Asset Allocation Chart

September 30, 2015 : \$191,791,915

As of December 31, 2015



	Market Value (\$)	Allocation (%)
Goldman Sachs Asset Management	19,248,367	10.04
SSgA S&P 500 Flagship Fund	16,394,262	8.55
Artisan International Growth (Police)	15,929,529	8.31
Vanguard Total Bond Market Index	15,523,122	8.09
Harris Associates International Value	15,171,187	7.91
Acadian Emerging Markets Equity II Fund LLC	8,834,537	4.61
TSW Small Cap Value	8,503,177	4.43
Wells Capital Emerging Markets	8,208,291	4.28
Mesirow Absolute Return Fund	8,140,237	4.24
Vanguard REIT Index	6,917,311	3.61
Standard Life Global Absolute Return	6,826,481	3.56
Weatherlow Offshore Fund I Ltd.	6,724,821	3.51
Geneva Mid Cap Growth	6,442,862	3.36
HarbourVest Partners IX	5,566,623	2.90
TSW Mid Cap Value	5,502,400	2.87
Gerding Edlen Green Cities II	5,174,028	2.70
Neuberger Berman High Yield	5,113,714	2.67
TAP Fund, LTD	5,085,223	2.65
Pomona Capital VIII	4,843,664	2.53
Vanguard Inflation-Protected Securities	4,650,981	2.43
Wellington Diversified Inflation Hedges CTF	2,912,286	1.52
Westport Real Estate Fund IV	2,540,632	1.32
T. Rowe Price New Era Fund (Firefighters)	2,013,161	1.05
JPMorgan Venture Capital Fund V	1,825,646	0.95
Private Equity Investment Fund V	1,184,202	0.62
IR&M Short Term Fixed Income	1,113,684	0.58
Landmark Equity Partners XIV LP	721,658	0.38
Cash Account	679,832	0.35
Long Wharf Real Estate Partners Fund V	-	0.00

Town of Palm Beach Retirement System

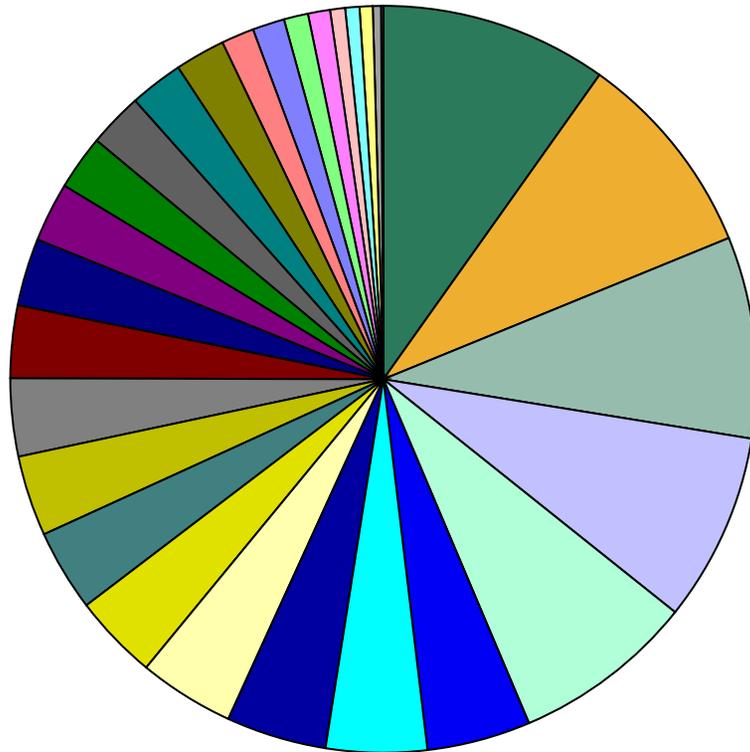
Asset Allocation Chart

As of December 31, 2015

December 31, 2015 : \$195,221,448

Market Value
(\$)

Allocation
(%)



	Market Value (\$)	Allocation (%)
Goldman Sachs Asset Management	19,192,709	9.83
SSgA S&P 500 Flagship Fund	17,553,378	8.99
Artisan International Growth (Police)	17,022,704	8.72
Harris Associates International Value	15,957,175	8.17
Vanguard Total Bond Market Index	15,429,627	7.90
Acadian Emerging Markets Equity II Fund LLC	8,769,921	4.49
Wells Capital Emerging Markets	8,528,534	4.37
TSW Small Cap Value	8,482,627	4.35
Mesirow Absolute Return Fund	8,082,791	4.14
Vanguard REIT Index	7,199,125	3.69
Standard Life Global Absolute Return	6,902,750	3.54
Weatherlow Offshore Fund I Ltd.	6,806,783	3.49
Geneva Mid Cap Growth	6,576,200	3.37
HarbourVest Partners IX	6,128,073	3.14
TSW Mid Cap Value	5,697,347	2.92
Neuberger Berman High Yield	5,026,461	2.57
Gerding Edlen Green Cities II	4,614,970	2.36
Vanguard Inflation-Protected Securities	4,613,749	2.36
TAP Fund, LTD	4,524,427	2.32
Pomona Capital VIII	4,243,265	2.17
Wellington Diversified Inflation Hedges CTF	2,778,134	1.42
Westport Real Estate Fund IV	2,704,196	1.39
T. Rowe Price New Era Fund (Firefighters)	2,045,023	1.05
JPMorgan Venture Capital Fund V	1,864,715	0.96
Cash Account	1,276,840	0.65
Private Equity Investment Fund V	1,196,702	0.61
IR&M Short Term Fixed Income	1,111,480	0.57
Landmark Equity Partners XIV LP	690,450	0.35
Long Wharf Real Estate Partners Fund V	201,292	0.10

Town of Palm Beach Retirement System

Comparative Performance

As of December 31, 2015

	Allocation		Performance (%)							
	Market Value (\$000)	%	1 Quarter	Year To Date	1 Year	2 Years	3 Years	Oct-2015 To Dec-2015	Since Inception	Inception Date
Town of Palm Beach Retirement Composite	195,221	100.00	1.83	-2.69	-2.69	0.22	5.53	1.83	5.67	10/01/2012
Total Fund Composite Policy Index			2.45	0.37	0.37	2.93	6.62	2.45	6.52	
Total Fund Composite Policy Index v2			2.48	-2.14	-2.14	0.45	4.74	2.48	4.79	
Total Domestic Equity Composite	40,355	20.67	3.86	-1.37	-1.37	3.42	12.46	3.86	11.59	10/01/2012
S&P 500			7.04	1.38	1.38	7.36	15.13	7.04	13.75	
Total International Equity Composite	32,980	16.89	6.17	-3.72	-3.72	-3.14	6.47	6.17	8.70	10/01/2012
MSCI EAFE (Net)			4.71	-0.81	-0.81	-2.88	5.01	4.71	6.69	
Total Emerging Markets Equity Composite	17,298	8.86	1.60	-14.53	-14.53	-7.90	N/A	1.60	-3.94	09/01/2013
MSCI EM (net)			0.66	-14.92	-14.92	-8.77	-6.76	0.66	-4.30	
Total Fixed Income Composite	44,263	22.67	-0.61	-0.25	-0.25	2.14	1.06	-0.61	1.17	10/01/2012
Fixed Income Index*			-0.95	-1.18	-1.18	1.63	0.60	-0.95	0.89	
Total Alternatives/Hedge Fund Composite	24,570	12.59	-0.11	-2.80	-2.80	-0.47	3.84	-0.11	4.18	10/01/2012
90 Day T-Bills + 5%			1.22	5.03	5.03	5.04	5.04	1.22	5.05	
Total Commodities Composite	4,524	2.32	-11.03	-25.92	-25.92	-21.90	-17.46	-11.03	-17.55	10/01/2012
Bloomberg Commodity Index Total Return			-10.52	-24.66	-24.66	-20.93	-17.29	-10.52	-17.75	
Total Private Equity Composite	14,123	7.23	1.53	12.55	12.55	20.60	18.92	1.53	21.48	10/01/2012
S&P 500 + 5%			8.36	6.45	6.45	12.73	20.88	8.36	19.44	
Total Real Estate Composite	7,520	3.85	-0.29	8.02	8.02	9.13	N/A	-0.29	13.98	08/01/2013
NCREIF Property Index			2.91	13.33	13.33	12.57	12.04	2.91	12.18	
REIT Composite	7,199	3.69	7.02	N/A	N/A	N/A	N/A	7.02	-2.27	04/01/2015
MSCI U.S. REIT Index			7.08	2.52	2.52	15.61	11.05	7.08	-2.13	
Total Liquid Capital Composite	2,388	1.22	-0.08	0.78	0.78	0.55	0.41	-0.08	0.38	10/01/2012
90 Day U.S. Treasury Bill			0.00	0.03	0.03	0.03	0.04	0.00	0.05	

Gross of Fees.

* Fixed Income Index consists of 50% Barclays Capital US Aggregate, 25% Barclays Capital US Corp. High Yield, 25% Barclays Capital US Treasury: US TIPS.



Town of Palm Beach Retirement System

Comparative Performance

As of December 31, 2015

	Allocation		Performance (%)						
	Market Value (\$000)	%	1 Quarter	Year To Date	1 Year	3 Years	5 Years	Since Inception	Inception Date
Domestic Equity									
SSgA S&P 500 Flagship Fund	17,553	8.99	7.07	1.40	1.40	15.16	12.60	13.53	10/01/2009
S&P 500			7.04	1.38	1.38	15.13	12.57	13.49	
IM U.S. Large Cap Core Equity (SA+CF) Median			5.94	1.39	1.39	15.26	12.63	13.53	
SSgA S&P 500 Flagship Fund Rank			23	50	50	52	52	50	
T. Rowe Price New Era Fund	2,045	1.05	1.58	-18.76	-18.76	-4.67	-5.21	-6.62	07/01/2008
S&P Global Natural Resources Sector Index			0.59	-24.00	-24.00	-11.33	-8.65	-7.46	
IM Global Natural Resources (MF) Median			-2.50	-24.32	-24.32	-10.40	-9.68	-10.40	
T. Rowe Price New Era Fund Rank			19	22	22	18	18	12	
TSW Mid Cap Value	5,697	2.92	3.54	2.78	2.78	N/A	N/A	3.46	11/01/2014
Russell Midcap Value Index			3.12	-4.78	-4.78	13.40	11.25	-2.03	
IM U.S. Mid Cap Value Equity (SA+CF) Median			3.03	-3.35	-3.35	13.52	11.34	-1.03	
TSW Mid Cap Value Rank			37	1	1	N/A	N/A	8	
Geneva Mid Cap Growth	6,576	3.37	2.07	4.47	4.47	13.42	11.16	9.69	09/01/2005
Russell Midcap Growth Index			4.12	-0.20	-0.20	14.88	11.54	8.38	
IM U.S. Mid Cap Growth Equity (SA+CF) Median			3.26	1.22	1.22	14.12	11.25	9.10	
Geneva Mid Cap Growth Rank			74	13	13	66	55	35	
TSW Small Cap Value *	8,483	4.35	-0.24	-9.56	-9.56	12.93	10.72	7.61	12/01/2005
Russell 2500 Value/Russell 2000 Value **			2.88	-7.47	-7.47	10.86	9.44	6.54	
IM U.S. SMID Cap Value Equity (SA+CF) Median			2.86	-2.69	-2.69	12.73	10.38	8.54	
TSW Small Cap Value * Rank			94	90	90	43	43	75	
IM U.S. Small Cap Value Equity (SA+CF) Median			2.45	-4.33	-4.33	12.02	9.98	7.92	
TSW Small Cap Value * Rank			91	83	83	37	38	57	
International Developed Equity									
Harris Associates International Value	15,957	8.17	5.43	-3.83	-3.83	6.69	5.73	11.42	03/01/2003
MSCI EAFE Value Index (Net)			2.68	-5.68	-5.68	3.14	2.55	7.88	
IM International Large Cap Value Equity (SA+CF) Median			3.92	-1.66	-1.66	5.19	3.92	9.32	
Harris Associates International Value Rank			20	68	68	27	24	16	
Artisan International Growth	17,023	8.72	6.86	-3.63	-3.63	6.17	6.83	8.55	01/01/2003
MSCI EAFE Growth Index (Net)			6.67	4.09	4.09	6.83	4.60	7.55	
IM International Large Cap Growth Equity (MF) Median			4.40	-0.57	-0.57	4.15	3.31	8.30	
Artisan International Growth Rank			3	89	89	5	2	35	

* Inception to October 2014 represents SMID Value performance; October 2014 forward represents Small Cap Value.

** Performance history prior to October 2014 is Russell 2500 Value; October 2014 forward is Russell 2000 Value.

As of December 31, 2015

	Allocation		Performance (%)						
	Market Value (\$000)	%	1 Quarter	Year To Date	1 Year	3 Years	5 Years	Since Inception	Inception Date
Emerging Market Equity									
Acadian Emerging Markets Equity II Fund LLC	8,770	4.49	-0.54	-17.50	-17.50	N/A	N/A	-4.12	09/01/2013
MSCI EM (net)			0.66	-14.92	-14.92	-6.76	-4.80	-4.30	
IM Emerging Markets Equity (SA+CF) Median			0.92	-12.88	-12.88	-4.75	-3.20	-2.50	
Acadian Emerging Markets Equity II Fund LLC Rank			78	88	88	N/A	N/A	70	
Wells Capital Emerging Markets	8,529	4.37	3.90	-11.24	-11.24	N/A	N/A	-6.83	10/01/2013
MSCI EM (net)			0.66	-14.92	-14.92	-6.76	-4.80	-7.09	
IM Emerging Markets Equity (SA+CF) Median			0.92	-12.88	-12.88	-4.75	-3.20	-5.25	
Wells Capital Emerging Markets Rank			17	35	35	N/A	N/A	69	
Fixed Income									
Goldman Sachs Asset Management	19,193	9.83	-0.29	0.93	0.93	1.81	4.05	5.16	03/01/2006
Barclays U.S. Aggregate			-0.57	0.55	0.55	1.44	3.25	4.56	
IM U.S. Broad Market Core+ Fixed Income (SA+CF) Median			-0.48	0.26	0.26	1.85	4.21	5.36	
Goldman Sachs Asset Management Rank			21	17	17	52	63	75	
Vanguard Total Bond Market Index	15,430	7.90	-0.60	N/A	N/A	N/A	N/A	-0.44	06/01/2015
Barclays U.S. Aggregate			-0.57	0.55	0.55	1.44	3.25	-0.44	
IM U.S. Broad Market Core Fixed Income (MF) Median			-0.64	0.01	0.01	1.10	3.14	-1.05	
Vanguard Total Bond Market Index Rank			43	N/A	N/A	N/A	N/A	10	
Neuberger Berman High Yield	5,026	2.57	-1.71	-4.70	-4.70	N/A	N/A	0.27	08/01/2013
BofA Merrill Lynch High Yield Master II			-2.17	-4.64	-4.64	1.64	4.84	0.63	
IM U.S. High Yield Bonds (MF) Median			-1.80	-3.96	-3.96	1.36	4.19	0.41	
Neuberger Berman High Yield Rank			46	63	63	N/A	N/A	56	
Vanguard Inflation-Protected Securities	4,614	2.36	-0.80	-1.69	-1.69	-2.34	2.44	2.85	02/01/2010
Barclays U.S. Treasury: U.S. TIPS			-0.64	-1.44	-1.44	-2.27	2.55	2.93	
IM U.S. TIPS (MF) Median			-0.69	-2.13	-2.13	-2.81	1.69	2.21	
Vanguard Inflation-Protected Securities Rank			64	36	36	26	7	7	

As of December 31, 2015

	Allocation		Performance (%)						
	Market Value (\$000)	%	1 Quarter	Year To Date	1 Year	3 Years	5 Years	Since Inception	Inception Date
<u>Alternatives/Hedge Funds</u>									
Wellington Diversified Inflation Hedges CTF	2,778	1.42	-4.38	-20.37	-20.37	-12.24	-8.05	-3.70	10/01/2008
DIH Composite Index			-2.94	-19.08	-19.08	-10.70	-6.31	-2.11	
Mesirow Absolute Return Fund	8,083	4.14	-0.71	-2.91	-2.91	4.10	3.37	2.82	02/01/2007
90 Day T-Bill + 3.75%			0.92	3.78	3.78	3.79	3.81	4.57	
Weatherlow Offshore Fund I Ltd.	6,807	3.49	1.22	1.48	1.48	6.57	N/A	6.60	02/01/2012
HFRI FOF: Diversified Index			0.57	-0.01	-0.01	4.08	2.34	3.94	
Standard Life Global Absolute Return	6,903	3.54	1.12	2.21	2.21	N/A	N/A	3.19	02/01/2014
Balanced Index			2.84	-1.72	-1.72	4.68	4.66	1.44	
<u>Commodities</u>									
TAP Fund, LTD	4,524	2.32	-11.03	-25.92	-25.92	-17.46	-12.45	-8.01	09/01/2010
Bloomberg Commodity Index Total Return			-10.52	-24.66	-24.66	-17.29	-13.47	-9.06	
<u>REIT's</u>									
Vanguard REIT Index	7,199	3.69	7.02	N/A	N/A	N/A	N/A	-2.27	04/01/2015
MSCI U.S. REIT Index			7.08	2.52	2.52	11.05	11.88	-2.13	
<u>Liquid Capital</u>									
IR&M Short Term Fixed Income	1,111	0.57	-0.20	1.05	1.05	N/A	N/A	0.89	09/01/2014
BofA Merrill Lynch 1-3 Year Treasury			-0.44	0.54	0.54	0.51	0.70	0.49	
Cash Account	1,277	0.65	0.05	0.46	0.46	N/A	N/A	0.23	06/01/2013
90 Day U.S. Treasury Bill			0.00	0.03	0.03	0.04	0.06	0.03	

As of December 31, 2015

	Allocation		Performance (%)						
	Market Value (\$000)	%	2014	2013	2012	2011	2010	2009	2008
Domestic Equity									
SSgA S&P 500 Flagship Fund	17,553	8.99	13.72	32.44	16.06	2.14	15.14	N/A	N/A
S&P 500			13.69	32.39	16.00	2.11	15.06	26.46	-37.00
IM U.S. Large Cap Core Equity (SA+CF) Median			13.41	33.21	15.66	1.98	14.80	26.53	-35.97
SSgA S&P 500 Flagship Fund Rank			44	59	45	49	42	N/A	N/A
T. Rowe Price New Era Fund	2,045	1.05	-7.83	15.72	4.01	-15.10	20.94	49.38	N/A
S&P Global Natural Resources Sector Index			-9.66	1.55	7.15	-14.86	10.97	36.14	-38.29
IM Global Natural Resources (MF) Median			-13.13	10.19	1.45	-16.34	16.64	45.18	-51.15
T. Rowe Price New Era Fund Rank			15	29	40	43	33	43	N/A
TSW Mid Cap Value	5,697	2.92	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Russell Midcap Value Index			14.75	33.46	18.51	-1.38	24.75	34.21	-38.44
IM U.S. Mid Cap Value Equity (SA+CF) Median			11.90	36.06	17.15	-0.96	22.53	34.91	-36.65
TSW Mid Cap Value Rank			N/A	N/A	N/A	N/A	N/A	N/A	N/A
Geneva Mid Cap Growth	6,576	3.37	5.99	31.79	11.81	4.04	31.03	37.87	-36.01
Russell Midcap Growth Index			11.90	35.74	15.81	-1.65	26.38	46.29	-44.32
IM U.S. Mid Cap Growth Equity (SA+CF) Median			8.42	36.35	15.06	-1.27	26.65	41.64	-43.46
Geneva Mid Cap Growth Rank			74	81	75	15	18	63	19
TSW Small Cap Value*	8,483	4.35	9.03	46.06	15.68	-0.13	23.00	22.42	-35.90
Russell 2500 Value Index			7.11	33.32	19.21	-3.36	24.82	27.68	-31.99
IM U.S. SMID Cap Value Equity (SA+CF) Median			7.49	35.60	16.91	-2.15	25.50	35.79	-35.83
TSW Small Cap Value* Rank			34	4	60	32	74	95	51
International Developed Equity									
Harris Associates International Value	15,957	8.17	-4.17	31.75	27.56	-14.72	16.96	56.01	-42.07
MSCI EAFE Value Index (Net)			-5.39	22.95	17.69	-12.17	3.25	34.23	-44.09
IM International Large Cap Value Equity (SA+CF) Median			-4.04	23.24	17.91	-10.80	10.81	34.37	-40.58
Harris Associates International Value Rank			51	5	5	75	18	4	60
Artisan International Growth	17,023	8.72	-0.79	25.17	25.39	-7.26	5.91	39.80	-46.96
MSCI EAFE Growth Index (Net)			-4.43	22.55	16.86	-12.11	12.25	29.36	-42.70
IM International Large Cap Growth Equity (MF) Median			-4.98	18.39	18.85	-13.61	11.10	33.27	-43.61
Artisan International Growth Rank			15	5	5	9	90	15	75

* TSW performance history prior to October 2014 represents SMID Value. October 2014 and forward is Small Cap Value.

As of December 31, 2015

	Allocation		Performance (%)						
	Market Value (\$000)	%	2014	2013	2012	2011	2010	2009	2008
Emerging Market Equity									
Acadian Emerging Markets Equity II Fund LLC	8,770	4.49	2.25	N/A	N/A	N/A	N/A	N/A	N/A
MSCI EM (net)			-2.19	-2.60	18.23	-18.42	18.88	78.51	-53.33
IM Emerging Markets Equity (SA+CF) Median			-0.21	0.80	20.54	-18.28	21.72	80.18	-54.04
Acadian Emerging Markets Equity II Fund LLC Rank			31	N/A	N/A	N/A	N/A	N/A	N/A
Wells Capital Emerging Markets	8,529	4.37	-3.91	N/A	N/A	N/A	N/A	N/A	N/A
MSCI EM (net)			-2.19	-2.60	18.23	-18.42	18.88	78.51	-53.33
IM Emerging Markets Equity (SA+CF) Median			-0.21	0.80	20.54	-18.28	21.72	80.18	-54.04
Wells Capital Emerging Markets Rank			81	N/A	N/A	N/A	N/A	N/A	N/A
Fixed Income									
Goldman Sachs Asset Management	19,193	9.83	5.02	-0.45	7.81	7.19	8.86	15.15	-4.58
Barclays U.S. Aggregate			5.97	-2.02	4.21	7.84	6.54	5.93	5.24
IM U.S. Broad Market Core+ Fixed Income (SA+CF) Median			6.20	-0.58	8.04	7.43	8.99	15.03	-2.48
Goldman Sachs Asset Management Rank			87	46	57	58	55	49	62
Vanguard Total Bond Market Index	15,430	7.90	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Barclays U.S. Aggregate			5.97	-2.02	4.21	7.84	6.54	5.93	5.24
IM U.S. Broad Market Core Fixed Income (MF) Median			5.54	-1.96	6.00	6.68	7.22	12.12	-3.43
Vanguard Total Bond Market Index Rank			N/A	N/A	N/A	N/A	N/A	N/A	N/A
Neuberger Berman High Yield	5,026	2.57	1.58	N/A	N/A	N/A	N/A	N/A	N/A
BofA Merrill Lynch High Yield Master II			2.50	7.42	15.58	4.38	15.19	57.51	-26.39
IM U.S. High Yield Bonds (MF) Median			1.47	6.61	14.72	3.31	14.05	47.61	-24.98
Neuberger Berman High Yield Rank			48	N/A	N/A	N/A	N/A	N/A	N/A
Vanguard Inflation-Protected Securities	4,614	2.36	3.97	-8.87	6.90	13.29	6.30	N/A	N/A
Barclays U.S. Treasury: U.S. TIPS			3.64	-8.61	6.98	13.56	6.31	11.41	-2.35
IM U.S. TIPS (MF) Median			2.19	-8.74	6.35	11.93	5.87	10.26	-2.56
Vanguard Inflation-Protected Securities Rank			6	57	25	12	30	N/A	N/A

As of December 31, 2015

	Allocation		Performance (%)						
	Market Value (\$000)	%	2014	2013	2012	2011	2010	2009	2008
Alternatives/Hedge Funds									
Wellington Diversified Inflation Hedges CTF	2,778	1.42	-11.98	-3.57	5.38	-7.74	18.45	43.88	N/A
DIH Composite Index			-11.12	-0.98	5.68	-4.08	16.26	29.99	N/A
Mesirow Absolute Return Fund	8,083	4.14	5.19	10.46	7.24	-2.43	4.77	15.60	-17.36
90 Day T-Bill + 3.75%			3.79	3.80	3.83	3.84	3.89	3.92	5.92
Weatherlow Offshore Fund I Ltd.	6,807	3.49	4.93	13.65	N/A	N/A	N/A	N/A	N/A
HFRI FOF: Diversified Index			3.42	9.04	4.81	-5.01	5.48	11.46	-20.85
Standard Life Global Absolute Return	6,903	3.54	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Balanced Index			2.80	13.54	10.15	-0.63	9.50	18.72	-22.97
Commodities									
TAP Fund, LTD	4,524	2.32	-17.65	-7.80	-0.64	-7.94	N/A	N/A	N/A
Bloomberg Commodity Index Total Return			-17.01	-9.52	-1.06	-13.32	16.83	18.91	-35.65
REIT's									
Vanguard REIT Index	7,199	3.69	N/A	N/A	N/A	N/A	N/A	N/A	N/A
MSCI U.S. REIT Index			30.38	2.47	17.78	8.68	28.47	28.61	-37.98
Liquid Capital									
IR&M Short Term Fixed Income	1,111	0.57	N/A	N/A	N/A	N/A	N/A	N/A	N/A
BofA Merrill Lynch 1-3 Year Treasury			0.62	0.36	0.43	1.55	2.35	0.78	6.61
Cash Account	1,277	0.65	0.14	N/A	N/A	N/A	N/A	N/A	N/A
90 Day U.S. Treasury Bill			0.04	0.05	0.08	0.08	0.13	0.17	2.10

Town of Palm Beach Retirement System

Comparative Performance

As of December 31, 2015

	Allocation		Performance (%)			
	Market Value (\$000)	%	Oct-2015 To Dec-2015	Oct-2014 To Sep-2015	Oct-2013 To Sep-2014	Oct-2012 To Sep-2013
Town of Palm Beach Retirement Composite	195,221	100.00	1.83	-3.82	7.39	13.73
Total Fund Composite Policy Index			2.45	-1.13	8.86	11.36
Total Fund Composite Policy Index v2			2.48	-4.13	6.54	11.23
Total Domestic Equity Composite	40,355	20.67	3.86	-1.27	14.41	21.74
S&P 500			7.04	-0.61	19.73	19.34
Total International Equity Composite	32,980	16.89	6.17	-8.88	3.09	31.49
MSCI EAFE (Net)			4.71	-8.66	4.25	23.77
Total Emerging Markets Equity Composite	17,298	8.86	1.60	-19.33	3.62	N/A
MSCI EM (net)			0.66	-19.28	4.30	0.98
Total Fixed Income Composite	44,263	22.67	-0.61	0.96	4.67	-1.11
Fixed Income Index*			-0.95	0.40	4.18	-0.67
Total Alternatives/Hedge Fund Composite	24,570	12.59	-0.11	-3.80	7.43	10.67
90 Day T-Bills + 5%			1.22	5.04	5.04	5.08
Total Commodities Composite	4,524	2.32	-11.03	-27.81	-6.14	-11.42
Bloomberg Commodity Index Total Return			-10.52	-25.99	-6.58	-14.35
Total Private Equity Composite	14,123	7.23	1.53	17.00	34.30	17.98
S&P 500 + 5%			8.36	4.35	25.72	25.31
Total Real Estate Composite	7,520	3.85	-0.29	19.72	14.31	N/A
NCREIF Property Index			2.91	13.48	11.26	11.00
REIT Composite	7,199	3.69	7.02	N/A	N/A	N/A
MSCI U.S. REIT Index			7.08	9.47	13.26	5.75
Total Liquid Capital Composite	2,388	1.22	-0.08	1.05	0.15	0.13
90 Day U.S. Treasury Bill			0.00	0.03	0.04	0.08

Gross of Fees.

* Fixed Income Index consists of 50% Barclays Capital US Aggregate, 25% Barclays Capital US Corp. High Yield, 25% Barclays Capital US Treasury: US TIPS.

As of December 31, 2015

	Allocation		Fiscal Year to Date	Performance (%)						
	Market Value (\$000)	%		Oct-2014 To Sep-2015	Oct-2013 To Sep-2014	Oct-2012 To Sep-2013	Oct-2011 To Sep-2012	Oct-2010 To Sep-2011	Oct-2009 To Sep-2010	Oct-2008 To Sep-2009
Domestic Equity										
SSgA S&P 500 Flagship Fund	17,553	8.99	7.07	-0.60	19.75	19.38	30.26	1.18	10.26	N/A
S&P 500			7.04	-0.61	19.73	19.34	30.20	1.14	10.16	-6.91
IM U.S. Large Cap Core Equity (SA+CF) Median			5.94	-0.02	19.25	20.72	29.69	1.15	9.47	-5.74
SSgA S&P 500 Flagship Fund Rank			23	61	45	65	43	50	38	N/A
T. Rowe Price New Era Fund	2,045	1.05	1.58	-30.37	11.60	9.75	15.88	-8.83	8.42	-8.78
S&P Global Natural Resources Sector Index			0.59	-30.76	3.08	-1.49	13.89	-8.13	5.59	2.82
IM Global Natural Resources (MF) Median			-2.50	-33.40	5.18	5.66	14.13	-9.20	5.53	-5.26
T. Rowe Price New Era Fund Rank			19	29	7	32	47	47	33	78
TSW Mid Cap Value	5,697	2.92	3.54	N/A						
Russell Midcap Value Index			3.12	-2.07	17.46	27.77	29.28	-2.36	16.93	-7.12
IM U.S. Mid Cap Value Equity (SA+CF) Median			3.03	-1.76	15.58	28.62	28.91	-1.50	15.43	-3.04
TSW Mid Cap Value Rank			37	N/A						
Geneva Mid Cap Growth	6,576	3.37	2.07	9.90	5.66	22.50	27.32	6.20	22.16	-3.85
Russell Midcap Growth Index			4.12	1.45	14.43	27.54	26.69	0.80	18.27	-0.40
IM U.S. Mid Cap Growth Equity (SA+CF) Median			3.26	2.95	11.60	27.07	26.10	1.18	17.87	-1.59
Geneva Mid Cap Growth Rank			74	7	93	87	36	18	16	70
TSW Small Cap Value*	8,483	4.35	-0.24	-3.98	12.86	38.71	26.44	-2.31	16.06	-9.66
Russell 2500 Value/Russell 2000 Value**			2.88	-1.60	9.88	27.58	32.15	-4.70	14.74	-8.33
IM U.S. SMID Cap Value Equity (SA+CF) Median			2.86	-0.25	11.15	29.64	29.51	-2.32	15.89	-1.99
TSW Small Cap Value* Rank			94	74	32	4	67	50	47	91
IM U.S. Small Cap Value Equity (SA+CF) Median			2.45	0.64	7.00	30.97	31.04	-3.03	14.96	-4.20
TSW Small Cap Value* Rank			91	77	6	10	76	42	38	76
International Developed Equity										
Harris Associates International Value	15,957	8.17	5.43	-8.39	-0.06	42.23	15.55	-9.72	12.48	17.75
MSCI EAFE Value Index (Net)			2.68	-12.60	5.65	24.27	12.59	-9.99	-1.67	7.34
IM International Large Cap Value Equity (SA+CF) Median			3.92	-9.06	5.72	22.84	15.04	-8.56	5.02	6.27
Harris Associates International Value Rank			20	45	97	1	46	66	10	5
Artisan International Growth	17,023	8.72	6.86	-9.34	5.98	23.11	30.05	-9.95	3.27	5.01
MSCI EAFE Growth Index (Net)			6.67	-4.65	2.85	23.27	14.81	-8.79	8.41	-0.78
IM International Large Cap Growth Equity (MF) Median			4.40	-6.00	3.90	18.28	17.83	-10.98	7.32	1.12
Artisan International Growth Rank			3	84	25	5	1	37	85	20
Emerging Market Equity										
Acadian Emerging Markets Equity II Fund LLC	8,770	4.49	-0.54	-19.20	5.23	N/A	N/A	N/A	N/A	N/A
MSCI EM (net)			0.66	-19.28	4.30	0.98	16.94	-16.15	20.22	19.07
IM Emerging Markets Equity (SA+CF) Median			0.92	-17.72	6.22	4.26	17.91	-15.25	22.23	19.10
Acadian Emerging Markets Equity II Fund LLC Rank			78	67	61	N/A	N/A	N/A	N/A	N/A
Wells Capital Emerging Markets	8,529	4.37	3.90	-19.48	1.94	N/A	N/A	N/A	N/A	N/A
MSCI EM (net)			0.66	-19.28	4.30	0.98	16.94	-16.15	20.22	19.07
IM Emerging Markets Equity (SA+CF) Median			0.92	-17.72	6.22	4.26	17.91	-15.25	22.23	19.10
Wells Capital Emerging Markets Rank			17	73	90	N/A	N/A	N/A	N/A	N/A

* Inception to October 2014 represents SMID Value performance; October 2014 forward represents Small Cap Value.

** Performance history prior to October 2014 is Russell 2500 Value; October 2014 forward is Russell 2000 Value.

As of December 31, 2015

	Allocation		Fiscal Year to Date	Performance (%)						
	Market Value (\$000)	%		Oct-2014 To Sep-2015	Oct-2013 To Sep-2014	Oct-2012 To Sep-2013	Oct-2011 To Sep-2012	Oct-2010 To Sep-2011	Oct-2009 To Sep-2010	Oct-2008 To Sep-2009
Fixed Income										
Goldman Sachs Asset Management	19,193	9.83	-0.29	2.07	4.90	-0.15	8.02	5.21	11.13	14.63
Barclays U.S. Aggregate			-0.57	2.94	3.96	-1.68	5.16	5.26	8.16	10.56
IM U.S. Broad Market Core+ Fixed Income (SA+CF) Median			-0.48	2.12	5.48	-0.19	8.92	5.00	11.30	13.73
Goldman Sachs Asset Management Rank			21	52	72	50	67	43	53	40
Vanguard Total Bond Market Index	15,430	7.90	-0.60	N/A						
Barclays U.S. Aggregate			-0.57	2.94	3.96	-1.68	5.16	5.26	8.16	10.56
IM U.S. Broad Market Core Fixed Income (MF) Median			-0.64	1.92	4.22	-1.61	6.81	4.30	9.35	11.38
Vanguard Total Bond Market Index Rank			43	N/A						
Neuberger Berman High Yield	5,026	2.57	-1.71	-3.86	6.12	N/A	N/A	N/A	N/A	N/A
BofA Merrill Lynch High Yield Master II			-2.17	-3.56	7.23	7.09	18.94	1.32	18.51	22.36
IM U.S. High Yield Bonds (MF) Median			-1.80	-3.45	6.11	6.56	17.97	0.94	16.36	14.13
Neuberger Berman High Yield Rank			46	59	50	N/A	N/A	N/A	N/A	N/A
Vanguard Inflation-Protected Securities	4,614	2.36	-0.80	-0.73	1.49	-6.23	8.99	9.65	N/A	N/A
Barclays U.S. Treasury: U.S. TIPS			-0.64	-0.83	1.59	-6.10	9.10	9.87	8.89	5.67
IM U.S. TIPS (MF) Median			-0.69	-1.87	0.96	-6.17	8.25	8.12	8.76	5.22
Vanguard Inflation-Protected Securities Rank			64	7	27	54	24	9	N/A	N/A

As of December 31, 2015

	Allocation		Performance (%)							
	Market Value (\$000)	%	Fiscal Year to Date	Oct-2014 To Sep-2015	Oct-2013 To Sep-2014	Oct-2012 To Sep-2013	Oct-2011 To Sep-2012	Oct-2010 To Sep-2011	Oct-2009 To Sep-2010	Oct-2008 To Sep-2009
Alternatives/Hedge Funds										
Wellington Diversified Inflation Hedges CTF	2,778	1.42	-4.38	-26.98	3.28	-7.87	12.61	-0.17	12.90	-9.80
DIH Composite Index			-2.94	-25.21	0.74	-4.05	13.63	1.69	11.16	-4.94
Mesirow Absolute Return Fund	8,083	4.14	-0.71	-1.02	8.09	8.64	5.65	-0.53	4.71	5.10
90 Day T-Bill + 3.75%			0.92	3.79	3.79	3.83	3.80	3.88	3.88	4.14
Weatherlow Offshore Fund I Ltd.	6,807	3.49	1.22	1.31	7.55	11.76	N/A	N/A	N/A	N/A
HFRI FOF: Diversified Index			0.57	0.44	6.41	6.34	2.79	-1.04	3.44	-1.01
Standard Life Global Absolute Return	6,903	3.54	1.12	1.57	N/A	N/A	N/A	N/A	N/A	N/A
Balanced Index			2.84	-4.42	7.21	9.73	14.25	-0.60	6.47	4.82
Commodities										
TAP Fund, LTD	4,524	2.32	-11.03	-27.81	-6.14	-11.42	7.39	3.78	N/A	N/A
Bloomberg Commodity Index Total Return			-10.52	-25.99	-6.58	-14.35	6.00	0.02	10.01	-23.71
REIT's										
Vanguard REIT Index	7,199	3.69	7.02	N/A						
MSCI U.S. REIT Index			7.08	9.47	13.26	5.75	32.45	1.26	30.53	-28.17
Liquid Capital										
IR&M Short Term Fixed Income	1,111	0.57	-0.20	1.49	N/A	N/A	N/A	N/A	N/A	N/A
BofA Merrill Lynch 1-3 Year Treasury			-0.44	1.16	0.50	0.36	0.56	1.20	2.53	3.46
Cash Account	1,277	0.65	0.05	0.42	0.13	N/A	N/A	N/A	N/A	N/A
90 Day U.S. Treasury Bill			0.00	0.03	0.04	0.08	0.05	0.13	0.12	0.38

Town of Palm Beach Retirement System

Comparative Performance

As of December 31, 2015

	Allocation		Performance (%)							
	Market Value (\$000)	%	1 Quarter	Year To Date	1 Year	2 Years	3 Years	Oct-2015 To Dec-2015	Since Inception	Inception Date
Town of Palm Beach Retirement Composite	195,221	100.00	1.75	-2.97	-2.97	-0.07	5.27	1.75	5.42	10/01/2012
Total Fund Composite Policy Index			2.45	0.37	0.37	2.93	6.62	2.45	6.52	
Total Fund Composite Policy Index v2			2.48	-2.14	-2.14	0.45	4.74	2.48	4.79	
Total Domestic Equity Composite	40,355	20.67	3.75	-1.75	-1.75	3.07	12.18	3.75	11.33	10/01/2012
S&P 500			7.04	1.38	1.38	7.36	15.13	7.04	13.75	
Total International Equity Composite	32,980	16.89	6.05	-4.14	-4.14	-3.58	6.09	6.05	8.34	10/01/2012
MSCI EAFE (Net)			4.71	-0.81	-0.81	-2.88	5.01	4.71	6.69	
Total Emerging Markets Equity Composite	17,298	8.86	1.42	-15.13	-15.13	-8.54	N/A	1.42	-4.57	09/01/2013
MSCI EM (net)			0.66	-14.92	-14.92	-8.77	-6.76	0.66	-4.30	
Total Fixed Income Composite	44,263	22.67	-0.64	-0.41	-0.41	1.96	0.91	-0.64	1.04	10/01/2012
Fixed Income Index*			-0.95	-1.18	-1.18	1.63	0.60	-0.95	0.89	
Total Alternatives/Hedge Fund Composite	24,570	12.59	-0.14	-2.91	-2.91	-0.61	3.73	-0.14	4.08	10/01/2012
90 Day T-Bills + 5%			1.22	5.03	5.03	5.04	5.04	1.22	5.05	
Total Commodities Composite	4,524	2.32	-11.03	-25.92	-25.92	-21.90	-17.46	-11.03	-17.55	10/01/2012
Bloomberg Commodity Index Total Return			-10.52	-24.66	-24.66	-20.93	-17.29	-10.52	-17.75	
Total Private Equity Composite	14,123	7.23	1.46	12.47	12.47	20.55	18.90	1.46	21.45	10/01/2012
S&P 500 + 5%			8.36	6.45	6.45	12.73	20.88	8.36	19.44	
Total Real Estate Composite	7,520	3.85	-0.29	8.02	8.02	8.86	N/A	-0.29	12.04	08/01/2013
NCREIF Property Index			2.91	13.33	13.33	12.57	12.04	2.91	12.18	
REIT Composite	7,199	3.69	7.02	N/A	N/A	N/A	N/A	7.02	-2.27	04/01/2015
MSCI U.S. REIT Index			7.08	2.52	2.52	15.61	11.05	7.08	-2.13	
Total Liquid Capital Composite	2,388	1.22	-0.12	0.69	0.69	0.50	0.38	-0.12	0.35	10/01/2012
90 Day U.S. Treasury Bill			0.00	0.03	0.03	0.03	0.04	0.00	0.05	

Net of Fees.

* Fixed Income Index consists of 50% Barclays Capital US Aggregate, 25% Barclays Capital US Corp. High Yield, 25% Barclays Capital US Treasury: US TIPS.

Town of Palm Beach Retirement System

Net of Fees Comparative Performance

As of December 31, 2015

	Allocation		Performance (%)					
	Market Value (\$000)	%	1 Quarter	Year To Date	1 Year	2 Years	3 Years	Oct-2015 To Dec-2015
Domestic Equity								
SSgA S&P 500 Flagship Fund	17,553	8.99	7.06	1.35	1.35	7.32	15.10	7.06
S&P 500			7.04	1.38	1.38	7.36	15.13	7.04
IM U.S. Large Cap Core Equity (SA+CF) Median			5.94	1.39	1.39	7.18	15.26	5.94
SSgA S&P 500 Flagship Fund Rank			24	51	51	47	53	24
T. Rowe Price New Era Fund	2,045	1.05	1.58	-18.76	-18.76	-13.47	-4.67	1.58
S&P Global Natural Resources Sector Index			0.59	-24.00	-24.00	-17.14	-11.33	0.59
IM Global Natural Resources (MF) Median			-2.50	-24.32	-24.32	-19.07	-10.40	-2.50
T. Rowe Price New Era Fund Rank			19	22	22	18	18	19
TSW Mid Cap Value	5,697	2.92	3.35	2.09	2.09	N/A	N/A	3.35
Russell Midcap Value Index			3.12	-4.78	-4.78	4.53	13.40	3.12
IM U.S. Mid Cap Value Equity (SA+CF) Median			3.03	-3.35	-3.35	3.95	13.52	3.03
TSW Mid Cap Value Rank			45	4	4	N/A	N/A	45
Geneva Mid Cap Growth	6,576	3.37	1.92	3.86	3.86	4.60	12.80	1.92
Russell Midcap Growth Index			4.12	-0.20	-0.20	5.68	14.88	4.12
IM U.S. Mid Cap Growth Equity (SA+CF) Median			3.26	1.22	1.22	4.49	14.12	3.26
Geneva Mid Cap Growth Rank			77	18	18	50	70	77
TSW Small Cap Value*	8,483	4.35	-0.46	-10.38	-10.38	-1.56	11.98	-0.46
Russell 2500 Value/Russell 2000 Value**			2.88	-7.47	-7.47	1.09	10.86	2.88
IM U.S. SMID Cap Value Equity (SA+CF) Median			2.86	-2.69	-2.69	2.40	12.73	2.86
TSW Small Cap Value* Rank			95	92	92	85	65	95
IM U.S. Small Cap Value Equity (SA+CF) Median			2.45	-4.33	-4.33	0.69	12.02	2.45
TSW Small Cap Value* Rank			93	87	87	72	51	93
International Developed Equity								
Harris Associates International Value	15,957	8.17	5.19	-4.69	-4.69	-4.85	6.05	5.19
MSCI EAFE Value Index (Net)			2.68	-5.68	-5.68	-5.54	3.14	2.68
IM International Large Cap Value Equity (SA+CF) Median			3.92	-1.66	-1.66	-3.17	5.19	3.92
Harris Associates International Value Rank			22	78	78	76	35	22

* Inception to October 2014 represents SMID Value performance; October 2014 forward represents Small Cap Value.

** Performance history prior to October 2014 is Russell 2500 Value; October 2014 forward is Russell 2000 Value.

Net of Fees.



Town of Palm Beach Retirement System

Net of Fees Comparative Performance

As of December 31, 2015

	Allocation		Performance (%)					
	Market Value (\$000)	%	1 Quarter	Year To Date	1 Year	2 Years	3 Years	Oct-2015 To Dec-2015
Artisan International Growth	17,023	8.72	6.86	-3.63	-3.63	-2.22	6.17	6.86
MSCI EAFE Growth Index (Net)			6.67	4.09	4.09	-0.26	6.83	6.67
IM International Large Cap Growth Equity (MF) Median			4.40	-0.57	-0.57	-2.31	4.15	4.40
Artisan International Growth Rank			3	89	89	50	5	3
Emerging Market Equity								
Acadian Emerging Markets Equity II Fund LLC	8,770	4.49	-0.73	-18.12	-18.12	-8.84	N/A	-0.73
MSCI EM (net)			0.66	-14.92	-14.92	-8.77	-6.76	0.66
IM Emerging Markets Equity (SA+CF) Median			0.92	-12.88	-12.88	-7.10	-4.75	0.92
Acadian Emerging Markets Equity II Fund LLC Rank			79	90	90	76	N/A	79
Wells Capital Emerging Markets	8,529	4.37	3.74	-11.80	-11.80	-8.23	N/A	3.74
MSCI EM (net)			0.66	-14.92	-14.92	-8.77	-6.76	0.66
IM Emerging Markets Equity (SA+CF) Median			0.92	-12.88	-12.88	-7.10	-4.75	0.92
Wells Capital Emerging Markets Rank			17	44	44	68	N/A	17
Fixed Income								
Goldman Sachs Asset Management	19,193	9.83	-0.35	0.65	0.65	2.69	1.56	-0.35
Barclays U.S. Aggregate			-0.57	0.55	0.55	3.22	1.44	-0.57
IM U.S. Broad Market Core+ Fixed Income (SA+CF) Median			-0.48	0.26	0.26	3.07	1.85	-0.48
Goldman Sachs Asset Management Rank			29	33	33	68	76	29
Vanguard Total Bond Market Index	15,430	7.90	-0.60	N/A	N/A	N/A	N/A	-0.60
Barclays U.S. Aggregate			-0.57	0.55	0.55	3.22	1.44	-0.57
IM U.S. Broad Market Core Fixed Income (MF) Median			-0.64	0.01	0.01	2.63	1.10	-0.64
Vanguard Total Bond Market Index Rank			43	N/A	N/A	N/A	N/A	43
Neuberger Berman High Yield	5,026	2.57	-1.71	-4.70	-4.70	-1.61	N/A	-1.71
BofA Merrill Lynch High Yield Master II			-2.17	-4.64	-4.64	-1.13	1.64	-2.17
IM U.S. High Yield Bonds (MF) Median			-1.80	-3.96	-3.96	-1.20	1.36	-1.80
Neuberger Berman High Yield Rank			46	63	63	61	N/A	46

As of December 31, 2015

	Allocation		Performance (%)					
	Market Value (\$000)	%	1 Quarter	Year To Date	1 Year	2 Years	3 Years	Oct-2015 To Dec-2015
Vanguard Inflation-Protected Securities	4,614	2.36	-0.80	-1.69	-1.69	1.10	-2.34	-0.80
Barclays U.S. Treasury: U.S. TIPS			-0.64	-1.44	-1.44	1.07	-2.27	-0.64
IM U.S. TIPS (MF) Median			-0.69	-2.13	-2.13	-0.05	-2.81	-0.69
Vanguard Inflation-Protected Securities Rank			64	36	36	9	26	64
<u>Alternatives/Hedge Funds</u>								
Wellington Diversified Inflation Hedges CTF	2,778	1.42	-4.61	-21.12	-21.12	-17.05	-13.05	-4.61
DIH Composite Index			-2.94	-19.08	-19.08	-15.19	-10.70	-2.94
Mesirow Absolute Return Fund	8,083	4.14	-0.71	-2.91	-2.91	1.06	4.10	-0.71
90 Day T-Bill + 3.75%			0.92	3.78	3.78	3.79	3.79	0.92
Weatherlow Offshore Fund I Ltd.	6,807	3.49	1.22	1.48	1.48	3.19	6.57	1.22
HFRI FOF: Diversified Index			0.57	-0.01	-0.01	1.69	4.08	0.57
Standard Life Global Absolute Return	6,903	3.54	1.12	2.21	2.21	N/A	N/A	1.12
Balanced Index			2.84	-1.72	-1.72	0.52	4.68	2.84
<u>Commodities</u>								
TAP Fund, LTD	4,524	2.32	-11.03	-25.92	-25.92	-21.90	-17.46	-11.03
Bloomberg Commodity Index Total Return			-10.52	-24.66	-24.66	-20.93	-17.29	-10.52
<u>REIT's</u>								
Vanguard REIT Index	7,199	3.69	7.02	N/A	N/A	N/A	N/A	7.02
MSCI U.S. REIT Index			7.08	2.52	2.52	15.61	11.05	7.08
<u>Liquid Capital</u>								
IR&M Short Term Fixed Income	1,111	0.57	-0.25	0.85	0.85	N/A	N/A	-0.25
BofA Merrill Lynch 1-3 Year Treasury			-0.44	0.54	0.54	0.58	0.51	-0.44
Cash Account	1,277	0.65	0.05	0.46	0.46	0.30	N/A	0.05
90 Day U.S. Treasury Bill			0.00	0.03	0.03	0.03	0.04	0.00

As of December 31, 2015

	1 Year	3 Years	5 Years	Since Inception	Inception Date
<u>PRIVATE EQUITY</u>					
Landmark Equity Partners XIV LP	5.54	12.16	12.18	15.21	11/12/2009
Private Equity Investment Fund	-0.47	2.68	8.85	10.75	01/21/2010
HarbourVest Partners IX	14.54	N/A	N/A	21.25	07/29/2013
Pomona Capital VIII	12.08	N/A	N/A	30.85	03/25/2014
JPMorgan Venture Capital Fund V	N/A	N/A	N/A	7.69	07/31/2015
<u>REAL ESTATE</u>					
Gerding Edlen Green Cities II	8.83	N/A	N/A	15.31	08/28/2013
Westport Real Estate Fund IV	10.20	N/A	N/A	7.80	03/24/2014
Long Wharf Real Estate Partners Fund V	N/A	N/A	N/A	-15.84	11/20/2015

All performance shown is as of 9/30/15 with the exception of HarbourVest, Westport, and Long Wharf where updated values (12/31/15) were available.

Manager Profile

Benchmark: Policy Index

Peer Group: All Public Plans less than \$1B

Inception Date: October 1, 2012

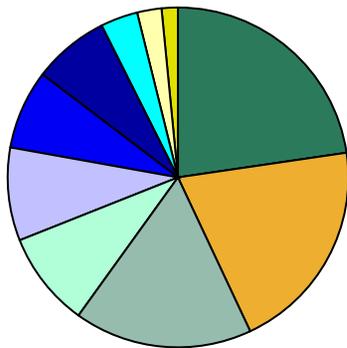
Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Town of Palm Beach Retirement Composite			
Beginning Market Value	191,791,915	203,047,186	203,047,186
Net Cash Flows	-74,161	-2,428,600	-2,428,600
Income	1,069,633	2,218,722	2,218,722
Gain/Loss	2,434,060	-7,615,861	-7,615,861
Ending Market Value	195,221,448	195,221,448	195,221,448

Income includes income received and change in accrued income.

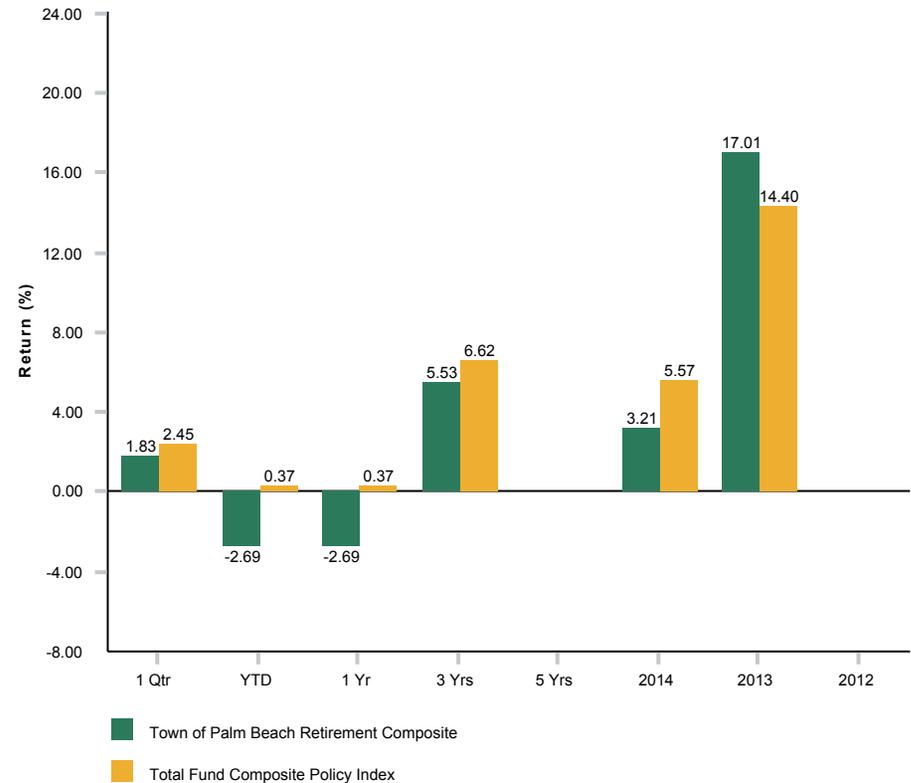
Asset Allocation by Segment

December 31, 2015 : \$195,221,448



Segments	Market Value (\$)	Allocation (%)
Domestic Fixed Income	44,262,546	22.67
Domestic Equity	39,732,190	20.35
International Equity	32,979,879	16.89
Hedge Fund	17,667,707	9.05
Emerging Equity	17,298,455	8.86
Real Estate	14,719,583	7.54
Private Equity	14,123,205	7.23
Global Other	6,902,750	3.54
Real Return	4,524,427	2.32
Cash Equivalent	3,010,706	1.54

Performance Bar Chart



Cash allocation includes accrued income for the entire portfolio.

Monthly periodicity used in reports.

As of December 31, 2015

Policy Index	Weight (%)
Oct-2012	
Russell 3000 Index	30.00
MSCI EAFE (Net)	13.00
Barclays U.S. Aggregate	24.00
CPI + 5%	9.00
90 Day T-Bill + 3.75%	22.00
S&P 500 + 5%	2.00
Jul-2013	
S&P 500	7.50
MSCI EAFE (Net)	15.00
Barclays U.S. Aggregate	17.50
Bloomberg Commodity Index Total Return	2.50
90 Day T-Bills + 5%	15.00
S&P 500 + 5%	10.00
Russell Midcap Value Index	3.75
Russell Midcap Growth Index	3.75
MSCI EM (net)	10.00
Barclays U.S. Treasury: U.S. TIPS	2.50
Barclays U.S. Corp: High Yield	2.50
NCREIF Property Index	10.00

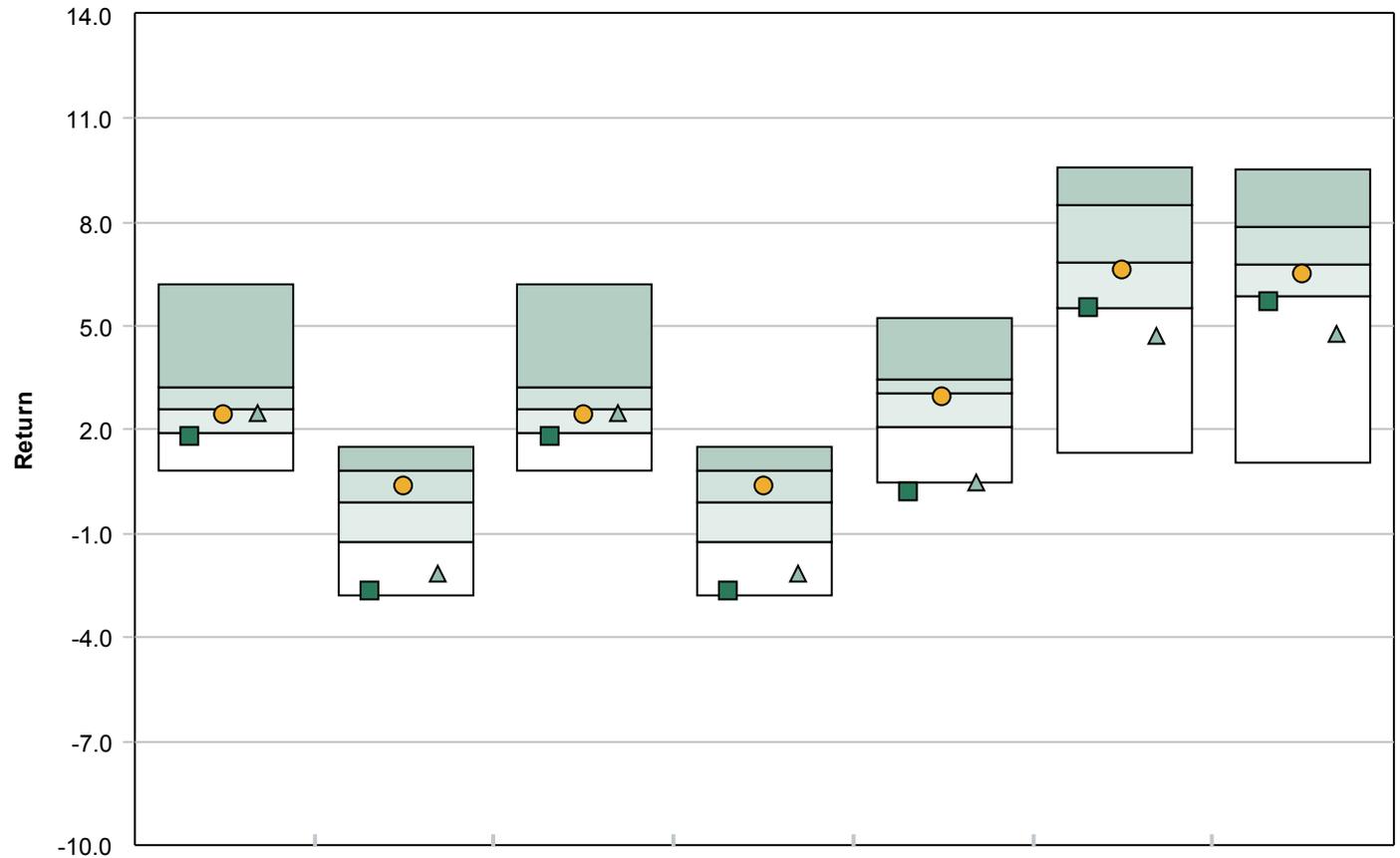
Town of Palm Beach Retirement System

Total Fund Composite Policy Index v2

As of December 31, 2015

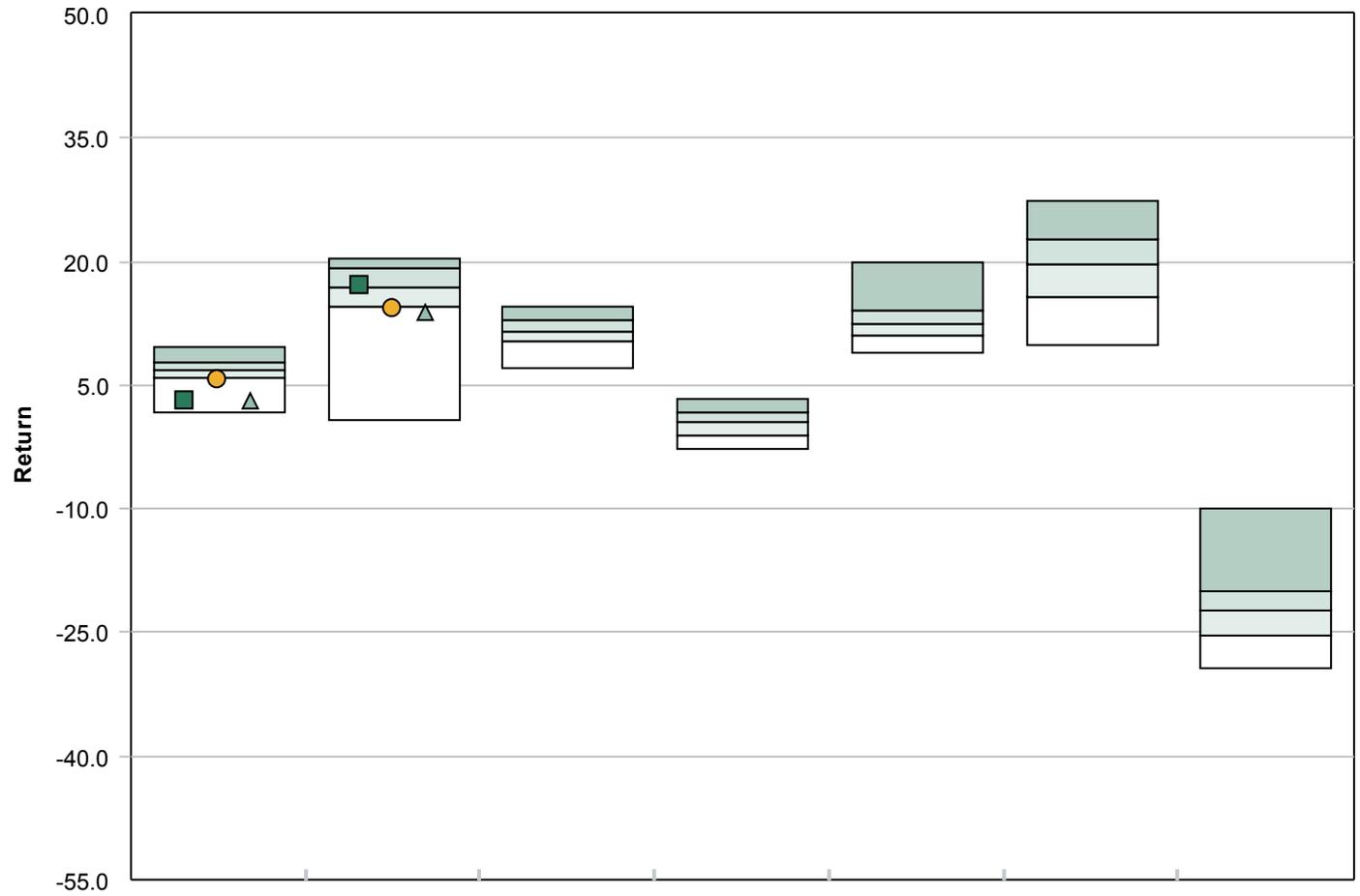
Policy Index	Weight (%)
Oct-2012	
Russell 3000 Index	30.00
MSCI EAFE (Net)	13.00
Barclays U.S. Aggregate	24.00
CPI + 5%	9.00
90 Day T-Bill + 3.75%	22.00
S&P 500 + 5%	2.00
Jul-2013	
S&P 500	14.00
MSCI EAFE (Net)	17.00
Barclays U.S. Aggregate	17.00
Bloomberg Commodity Index Total Return	2.00
90 Day T-Bills + 5%	12.00
Russell Midcap Value Index	2.75
Russell Midcap Growth Index	2.75
MSCI EM (net)	10.00
Barclays U.S. Treasury: U.S. TIPS	2.50
Barclays U.S. Corp: High Yield	2.50
NCREIF Property Index	3.00
90 Day U.S. Treasury Bill	10.00
Russell 2000 Value Index	4.50

Policy Index	Weight (%)
Jan-2014	
S&P 500	14.00
MSCI EAFE (Net)	17.00
Barclays U.S. Aggregate	17.00
Bloomberg Commodity Index Total Return	2.00
90 Day T-Bills + 5%	7.00
Russell Midcap Value Index	2.75
Russell Midcap Growth Index	2.75
MSCI EM (net)	10.00
Barclays U.S. Treasury: U.S. TIPS	2.50
Barclays U.S. Corp: High Yield	2.50
NCREIF Property Index	3.00
90 Day U.S. Treasury Bill	10.00
Russell 2000 Value Index	4.50
GTAA Benchmark	5.00
Apr-2015	
S&P 500	17.00
MSCI EAFE (Net)	17.00
Barclays U.S. Aggregate	17.50
Bloomberg Commodity Index Total Return	2.50
90 Day T-Bills + 5%	7.00
Russell Midcap Value Index	3.00
Russell Midcap Growth Index	3.00
MSCI EM (net)	10.00
Barclays U.S. Treasury: U.S. TIPS	2.50
Barclays U.S. Corp: High Yield	2.50
NCREIF Property Index	4.00
90 Day U.S. Treasury Bill	1.00
Russell 2000 Value Index	4.00
GTAA Benchmark	5.00
MSCI U.S. REIT Index	4.00



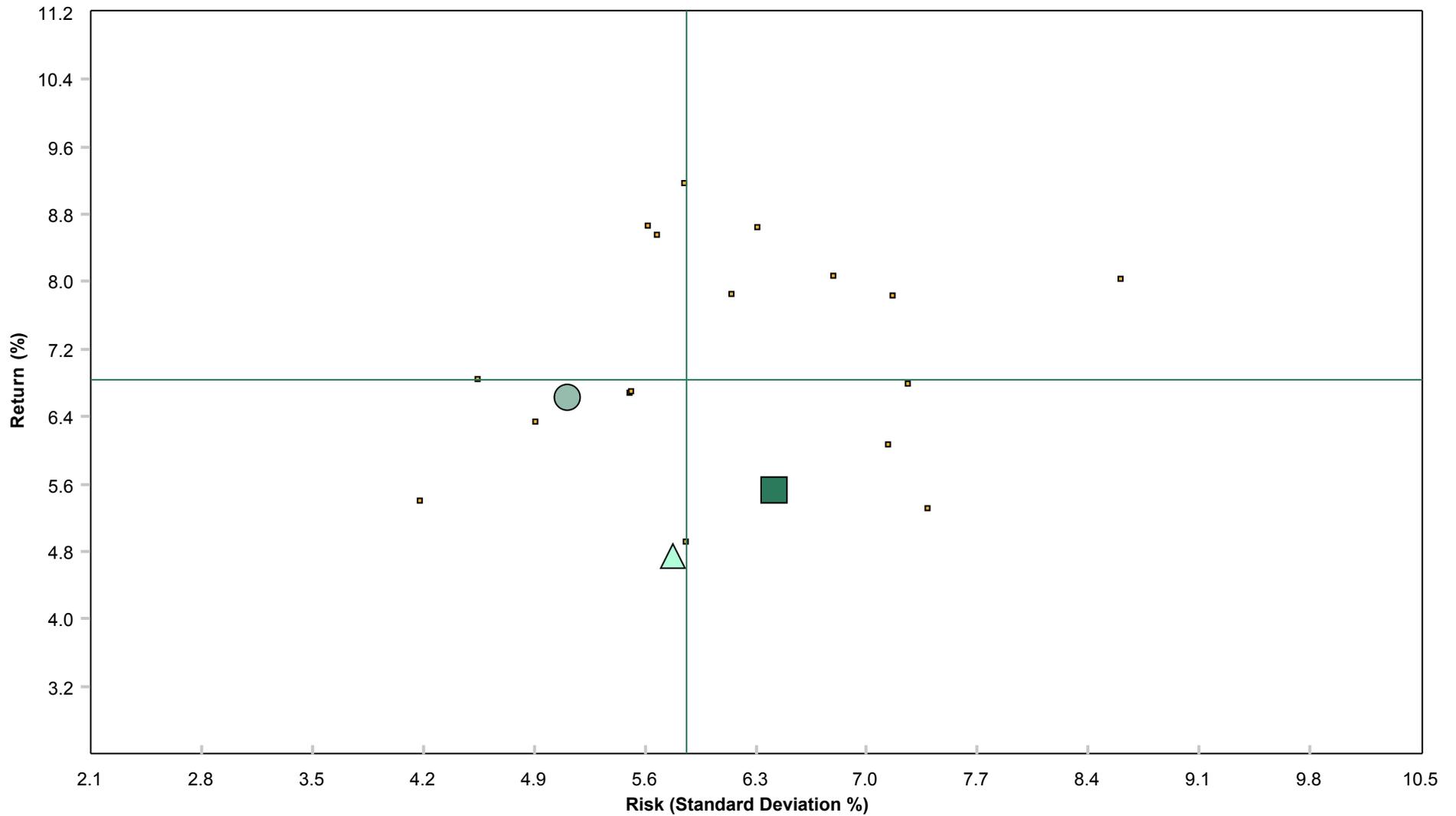
	1 Qtr	YTD	Oct-2015 To Dec-2015	1 Yr	2 Yrs	3 Yrs	Oct-2012 To Dec-2015
■ Town of Palm Beach Retirement Composite	1.83 (80)	-2.69 (93)	1.83 (80)	-2.69 (93)	0.22 (97)	5.53 (75)	5.67 (82)
● Total Fund Composite Policy Index	2.45 (64)	0.37 (43)	2.45 (64)	0.37 (43)	2.93 (52)	6.62 (64)	6.52 (63)
▲ Total Fund Composite Policy Index v2	2.48 (63)	-2.14 (87)	2.48 (63)	-2.14 (87)	0.45 (96)	4.74 (89)	4.79 (89)
5th Percentile	6.19	1.52	6.19	1.52	5.22	9.60	9.55
1st Quartile	3.25	0.81	3.25	0.81	3.45	8.50	7.85
Median	2.58	-0.06	2.58	-0.06	3.08	6.84	6.76
3rd Quartile	1.94	-1.24	1.94	-1.24	2.07	5.53	5.87
95th Percentile	0.85	-2.80	0.85	-2.80	0.47	1.35	1.04

Parentheses contain percentile rankings.
Calculation based on quarterly periodicity.



	2014	2013	2012	2011	2010	2009	2008
■ Town of Palm Beach Retirement Composite	3.21 (94)	17.01 (49)	N/A	N/A	N/A	N/A	N/A
● Total Fund Composite Policy Index	5.57 (79)	14.40 (77)	N/A	N/A	N/A	N/A	N/A
▲ Total Fund Composite Policy Index v2	3.11 (94)	13.88 (82)	N/A	N/A	N/A	N/A	N/A
5th Percentile	9.67	20.46	14.65	3.44	19.99	27.32	-9.96
1st Quartile	7.71	19.25	12.99	1.65	14.08	22.63	-19.89
Median	6.78	16.81	11.55	0.55	12.48	19.65	-22.34
3rd Quartile	6.01	14.44	10.29	-1.01	11.13	15.75	-25.34
95th Percentile	1.71	0.67	7.06	-2.63	9.02	9.92	-29.23

Parentheses contain percentile rankings.
Calculation based on quarterly periodicity.



	Return	Standard Deviation
■ Town of Palm Beach Retirement Composite	5.53	6.42
● Total Fund Composite Policy Index	6.62	5.12
▲ Total Fund Composite Policy Index v2	4.74	5.78
— Median	6.84	5.86

Calculation based on quarterly periodicity.

DOMESTIC EQUITY

Manager Profile

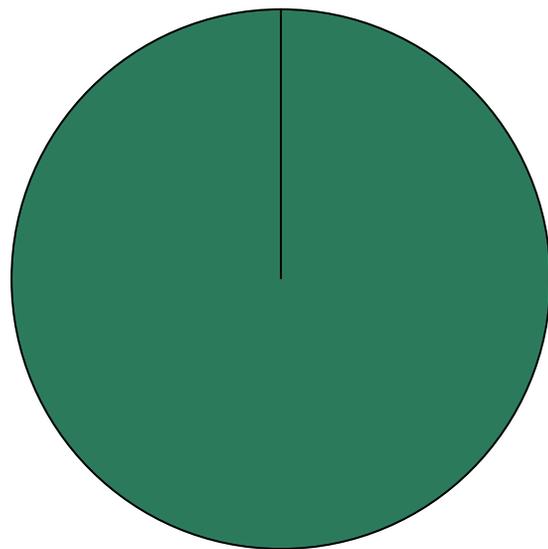
Style: Large Cap Core Equity
Benchmark: S&P 500 Index
Peer Group: Large Cap Core Equity (SA + CF)
Inception Date: October 1, 2009

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
SSgA S&P 500 Flagship Fund			
Beginning Market Value	16,394,262	17,323,942	17,323,942
Net Cash Flows	-	-100,000	-100,000
Income	-	-	-
Gain/Loss	1,159,117	329,437	329,437
Ending Market Value	17,553,378	17,553,378	17,553,378

Asset Allocation by Segment

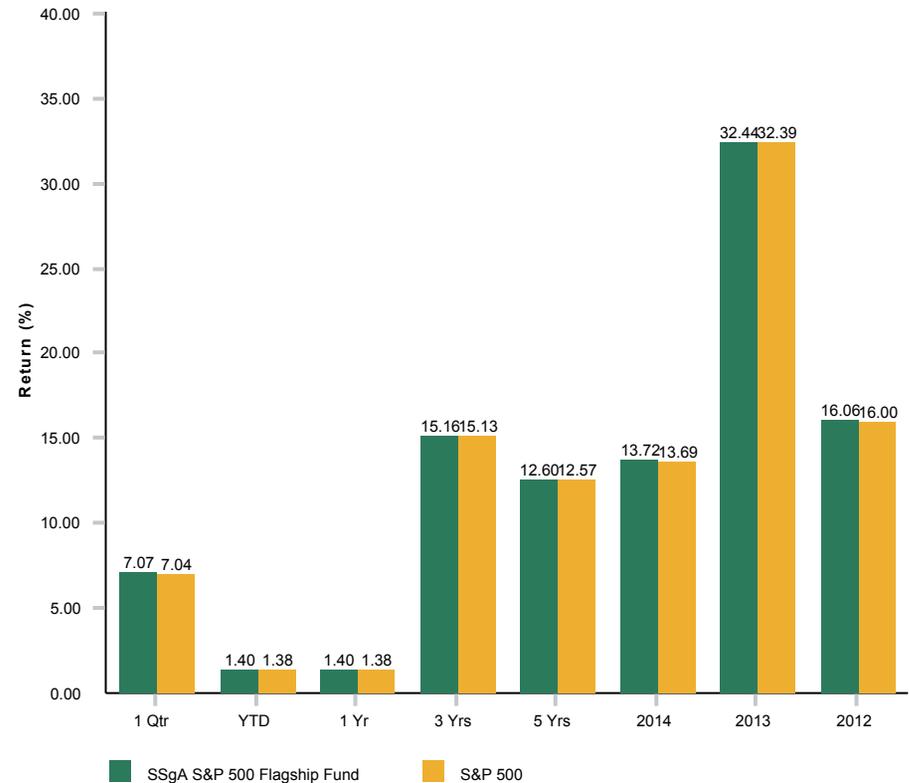
December 31, 2015 : \$17,553,378



Segments	Market Value (\$)	Allocation (%)
Domestic Equity	17,553,378	100.00

Income includes income received and change in accrued income.

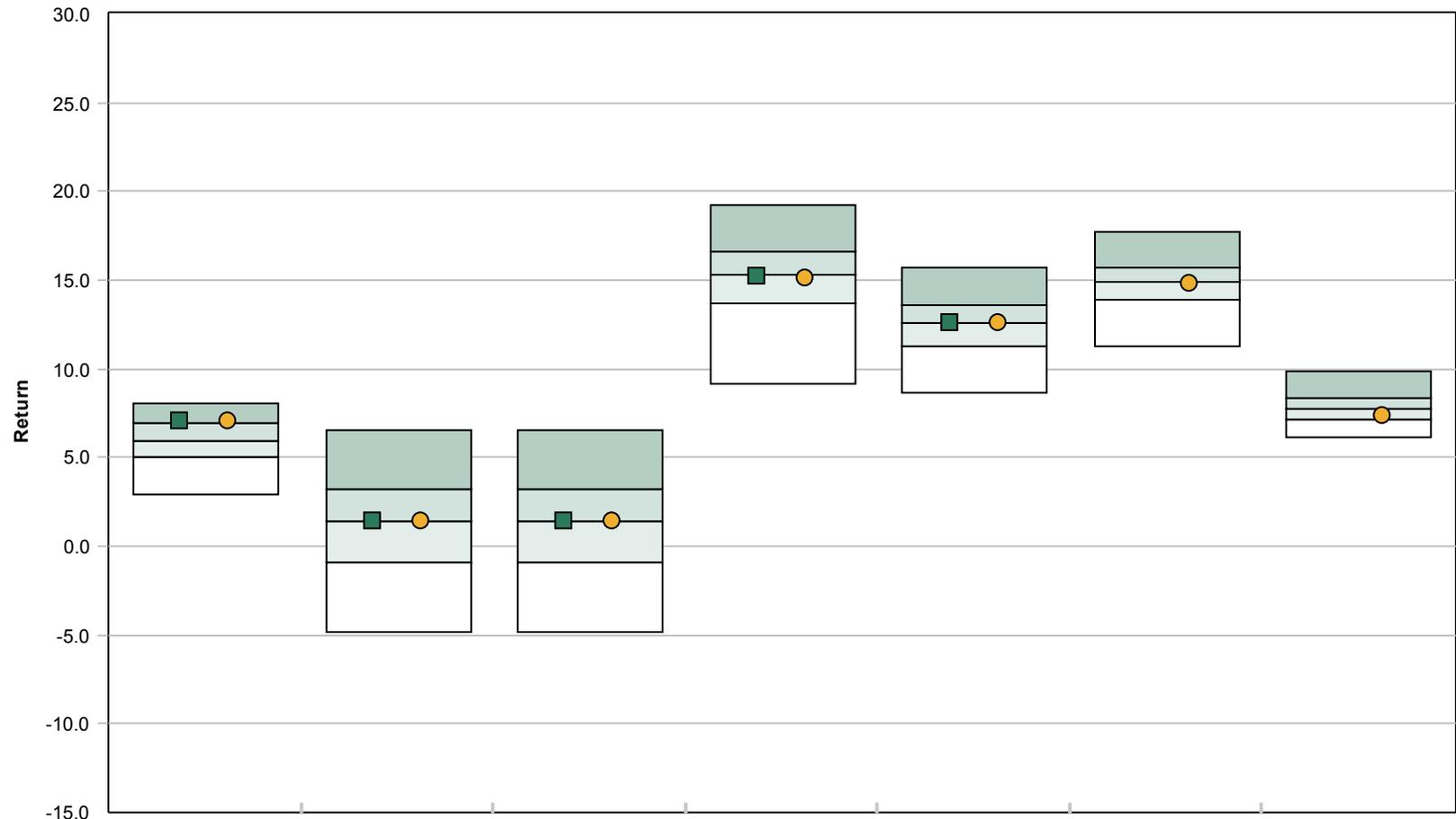
Performance Bar Chart



Cash allocation includes accrued income for the entire portfolio.

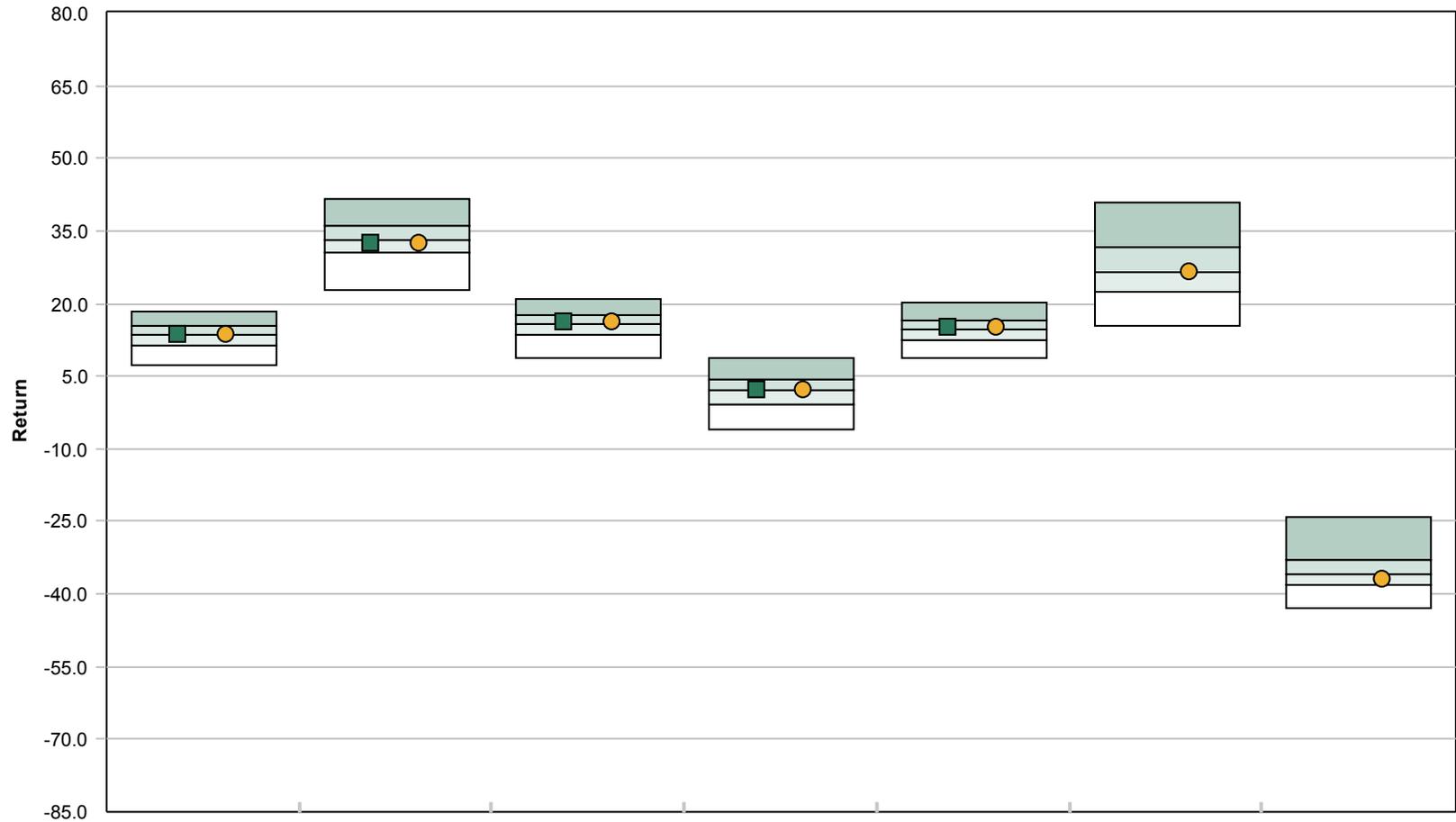
Monthly periodicity used in reports.

Peer Group Analysis - IM U.S. Large Cap Core Equity (SA+CF)



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ SSgA S&P 500 Flagship Fund	7.07 (23)	1.40 (50)	1.40 (50)	15.16 (52)	12.60 (52)	N/A	N/A
● S&P 500	7.04 (25)	1.38 (51)	1.38 (51)	15.13 (53)	12.57 (53)	14.81 (57)	7.31 (70)
5th Percentile	8.10	6.59	6.59	19.23	15.75	17.67	9.85
1st Quartile	7.00	3.20	3.20	16.57	13.59	15.68	8.35
Median	5.94	1.39	1.39	15.26	12.63	14.94	7.75
3rd Quartile	5.02	-0.92	-0.92	13.70	11.28	13.89	7.17
95th Percentile	2.94	-4.78	-4.78	9.18	8.67	11.32	6.12

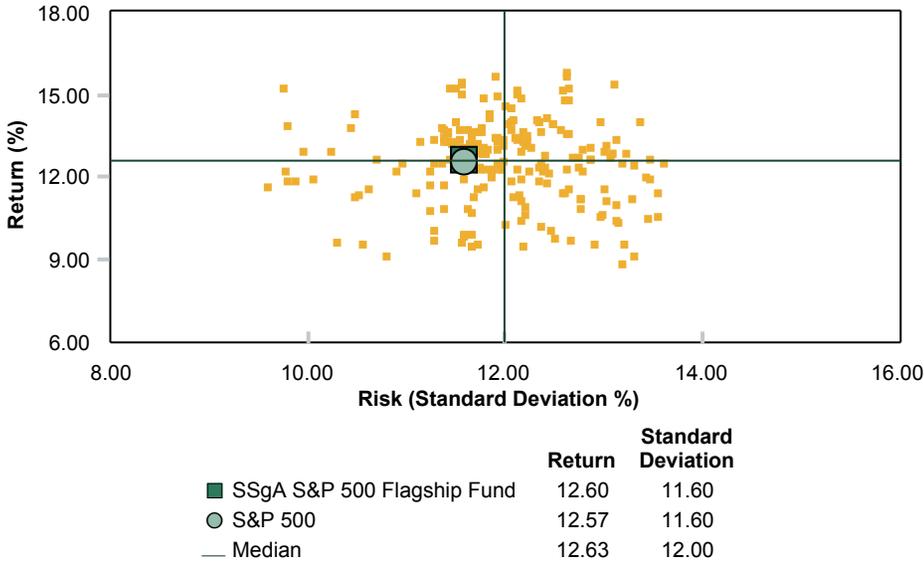
Peer Group Analysis - IM U.S. Large Cap Core Equity (SA+CF)



	2014	2013	2012	2011	2010	2009	2008
SSgA S&P 500 Flagship Fund	13.72 (44)	32.44 (59)	16.06 (45)	2.14 (49)	15.14 (42)	N/A	N/A
S&P 500	13.69 (45)	32.39 (60)	16.00 (46)	2.11 (50)	15.06 (44)	26.46 (51)	-37.00 (62)
5th Percentile	18.23	41.50	20.90	8.87	20.20	40.78	-23.96
1st Quartile	15.29	35.90	17.71	4.17	16.59	31.53	-32.98
Median	13.41	33.21	15.66	1.98	14.80	26.53	-35.97
3rd Quartile	11.33	30.64	13.60	-0.85	12.55	22.55	-38.15
95th Percentile	7.32	22.68	8.67	-6.05	8.82	15.50	-42.77

Monthly periodicity used in reports.

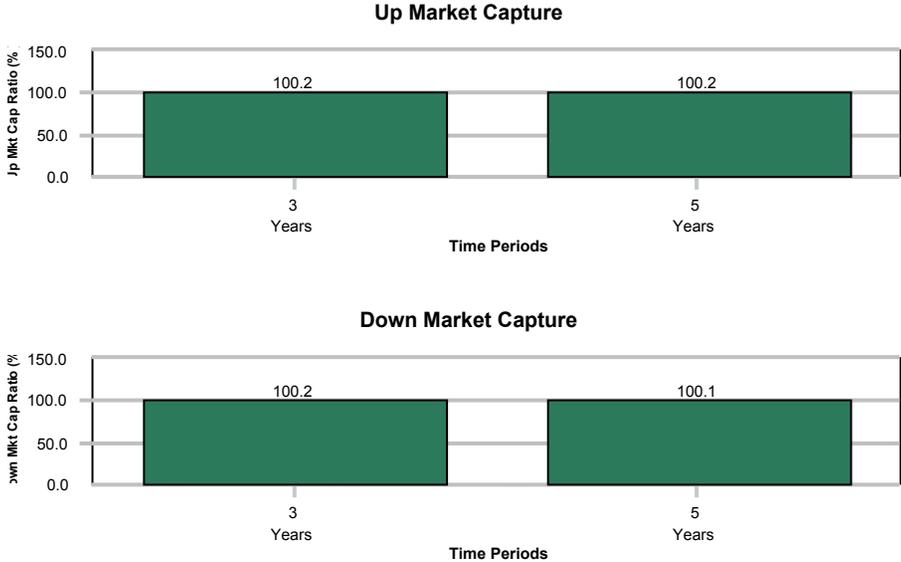
Peer Group Scattergram (01/01/11 to 12/31/15)



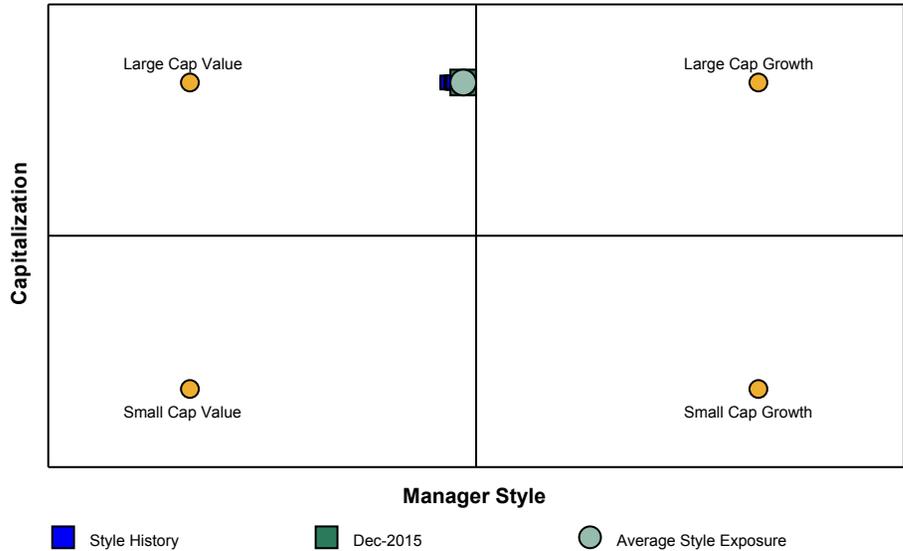
Growth of a Dollar (01/01/11 to 12/31/15)



3 & 5 Year Up / Down Market Capture



Style Analysis



Monthly periodicity used in reports.

Town of Palm Beach Retirement System

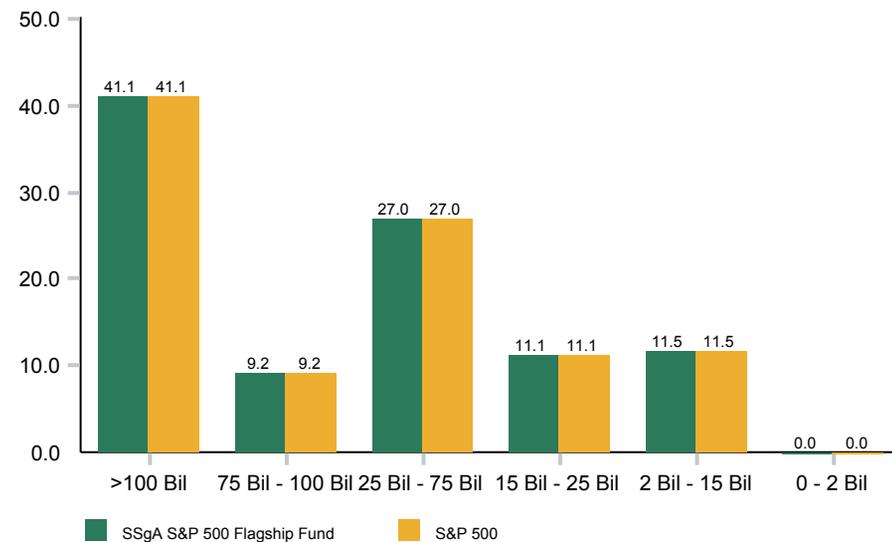
SSgA S&P 500 Flagship Fund

December 31, 2015

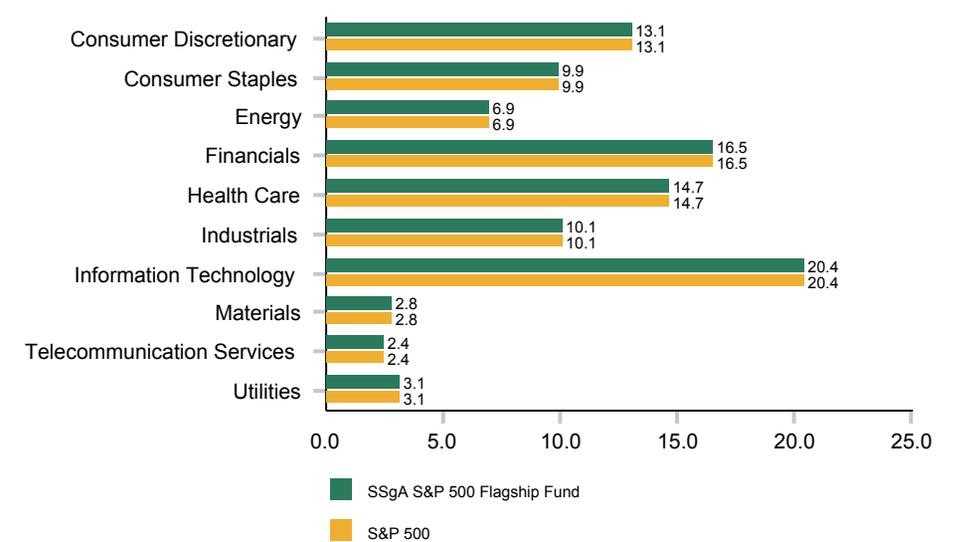
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Apple Inc	3.72	3.72	0.00	-11.66
Microsoft Corp	2.09	2.09	0.00	0.91
Exxon Mobil Corp	1.83	1.83	0.00	-9.80
Johnson & Johnson	1.53	1.53	0.00	-3.46
General Electric Co	1.51	1.51	0.00	-4.22
Berkshire Hathaway Inc	1.44	1.44	0.00	-4.20
Wells Fargo & Co	1.42	1.42	0.00	-8.10
JPMorgan Chase & Co	1.33	1.33	0.00	-9.44
Facebook Inc	1.20	1.20	0.00	4.82
AT&T Inc	1.18	1.18	0.00	-7.04
% of Portfolio	17.25	17.25		

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$)	126,635,067,721	126,635,067,721
Median Mkt. Cap (\$)	16,986,047,560	16,986,047,560
Price/Earnings ratio	17.99	17.99
Price/Book ratio	2.96	2.96
5 Yr. EPS Growth Rate (%)	11.23	11.23
Current Yield (%)	2.28	2.28
Beta (5 Years, Monthly)	1.00	1.00
Number of Stocks	505	505

Distribution of Market Capitalization (%)



Sector Weights (%)



Town of Palm Beach Retirement System

SSgA S&P 500 Flagship Fund

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 10/2009	21,592,090	-	1,309,418	22,901,508	6.06
2010	22,901,508	-	3,467,423	26,368,931	15.14
2011	26,368,931	1,850,000	-3,204,848	25,014,084	2.14
2012	25,014,084	2,500,000	-2,422,988	25,091,096	16.06
2013	25,091,096	-937,160	8,544,231	32,698,167	32.44
2014	32,698,167	-17,700,000	2,325,774	17,323,942	13.72
2015	17,323,942	-100,000	329,437	17,553,378	1.40

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

Manager Profile

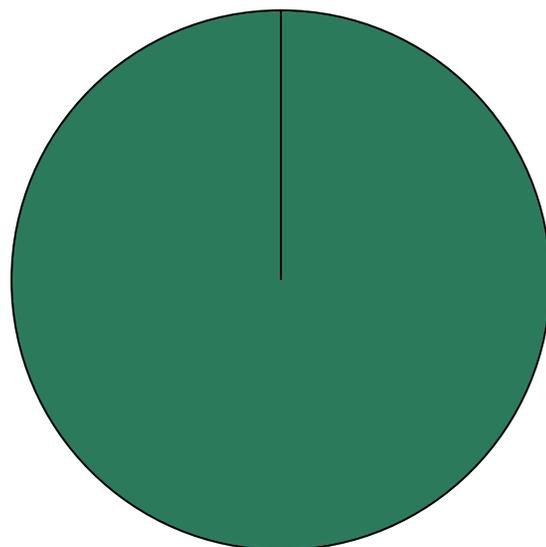
Style: Global Equity
Benchmark: S&P Global Natural Resources
Peer Group: Global Natural Resources (MF)
Inception Date: July 1, 2008

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
T. Rowe Price New Era Fund			
Beginning Market Value	2,013,161	2,517,365	2,517,365
Net Cash Flows	-	-	-
Income	53,416	53,416	53,416
Gain/Loss	-21,554	-525,758	-525,758
Ending Market Value	2,045,023	2,045,023	2,045,023

Asset Allocation by Segment

December 31, 2015 : \$2,045,023

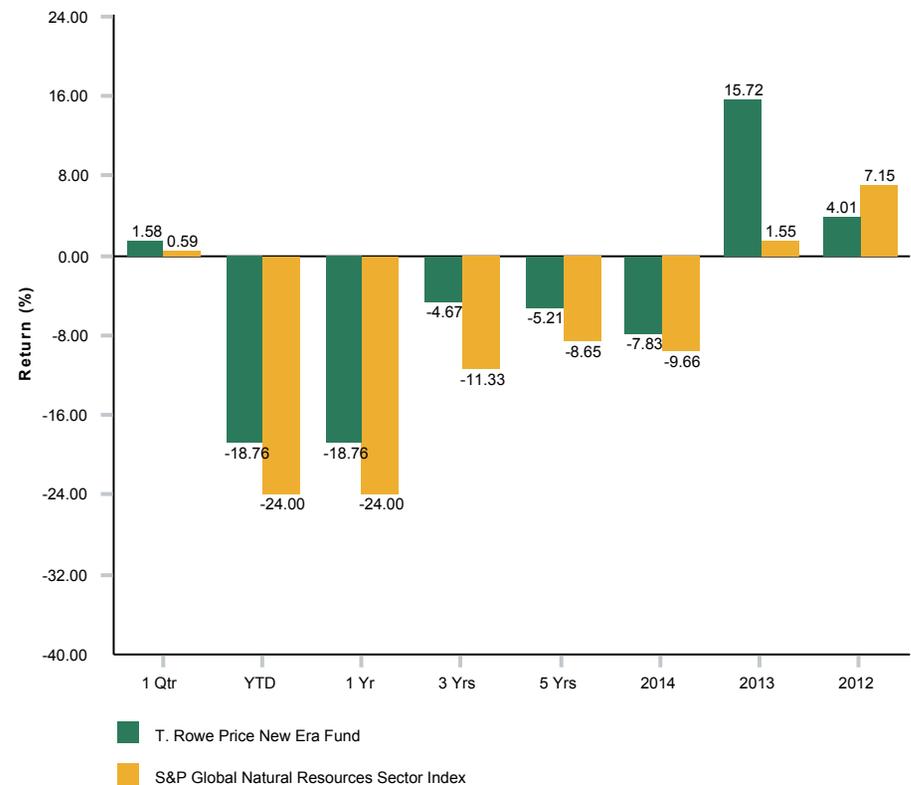


Segments	Market Value (\$)	Allocation (%)
Domestic Equity	2,045,023	100.00

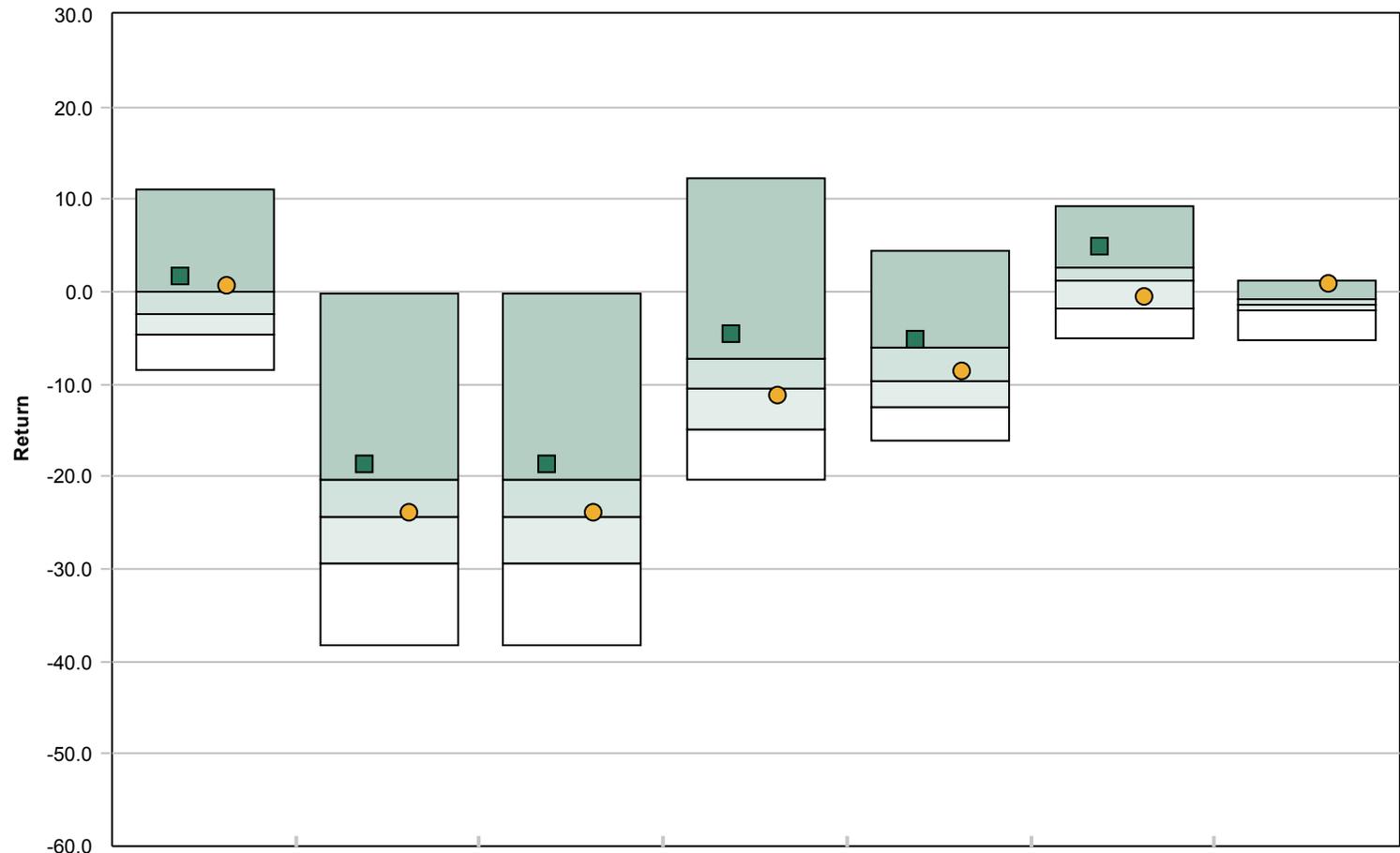
Cash allocation includes accrued income for the entire portfolio.

Income includes income received and change in accrued income.

Performance Bar Chart

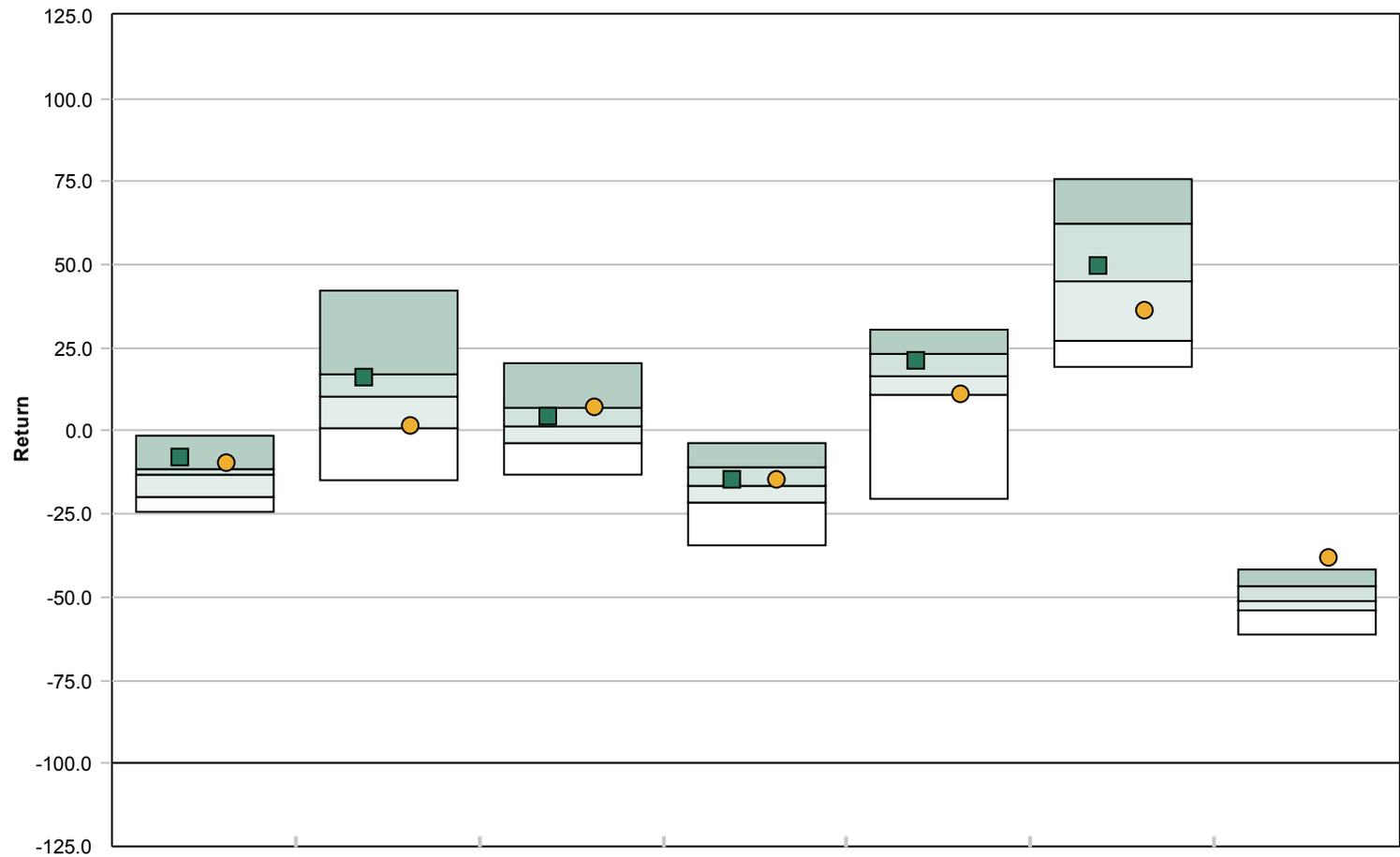


Peer Group Analysis - IM Global Natural Resources (MF)



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ T. Rowe Price New Era Fund	1.58 (19)	-18.76 (22)	-18.76 (22)	-4.67 (18)	-5.21 (18)	4.73 (10)	N/A
● S&P Global Natural Resources Sector Index	0.59 (21)	-24.00 (50)	-24.00 (50)	-11.33 (57)	-8.65 (45)	-0.57 (70)	0.87 (9)
5th Percentile	10.98	-0.27	-0.27	12.25	4.50	9.32	1.31
1st Quartile	0.07	-20.29	-20.29	-7.15	-6.11	2.65	-0.78
Median	-2.50	-24.32	-24.32	-10.40	-9.68	1.21	-1.42
3rd Quartile	-4.56	-29.30	-29.30	-14.86	-12.38	-1.84	-2.08
95th Percentile	-8.46	-38.24	-38.24	-20.26	-16.18	-5.03	-5.32

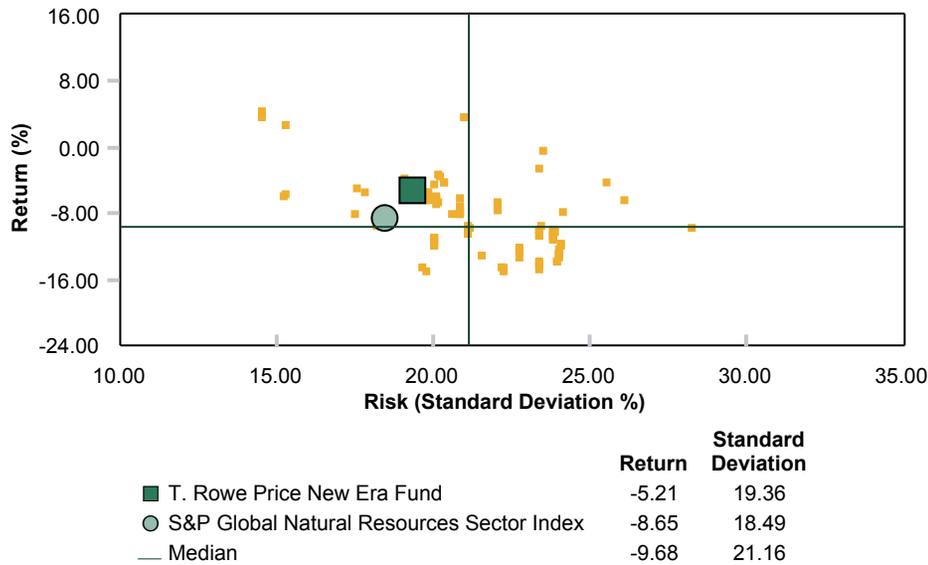
Peer Group Analysis - IM Global Natural Resources (MF)



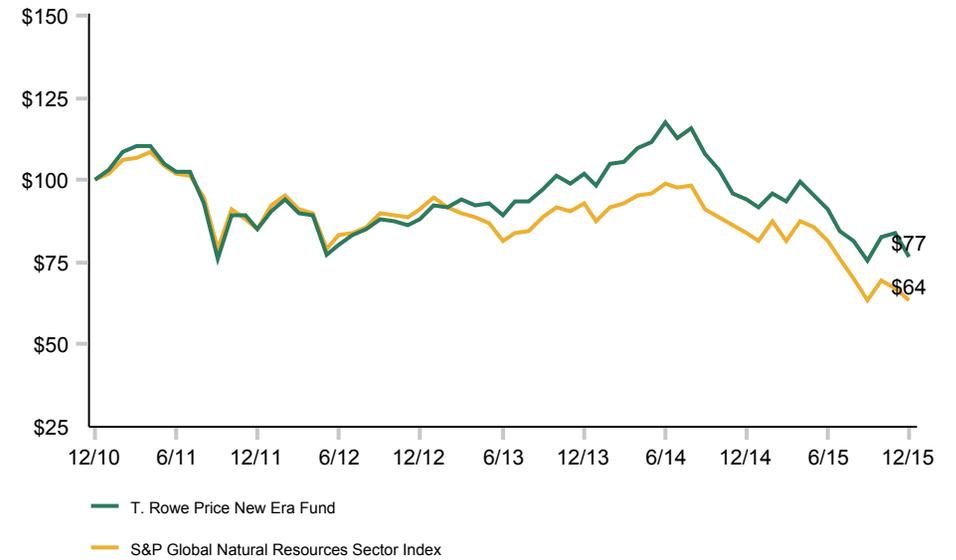
■ T. Rowe Price New Era Fund
 ● S&P Global Natural Resources Sector Index

	2014	2013	2012	2011	2010	2009	2008
T. Rowe Price New Era Fund	-7.83 (15)	15.72 (29)	4.01 (40)	-15.10 (43)	20.94 (33)	49.38 (43)	N/A
S&P Global Natural Resources Sector Index	-9.66 (16)	1.55 (75)	7.15 (25)	-14.86 (43)	10.97 (76)	36.14 (69)	-38.29 (2)
5th Percentile	-1.23	42.38	20.43	-3.60	30.30	75.61	-41.41
1st Quartile	-11.50	16.99	7.15	-10.76	23.15	62.59	-46.72
Median	-13.13	10.19	1.45	-16.34	16.64	45.18	-51.15
3rd Quartile	-19.65	1.09	-3.45	-21.43	10.99	27.39	-53.87
95th Percentile	-24.57	-14.70	-13.34	-34.16	-20.49	19.53	-61.51

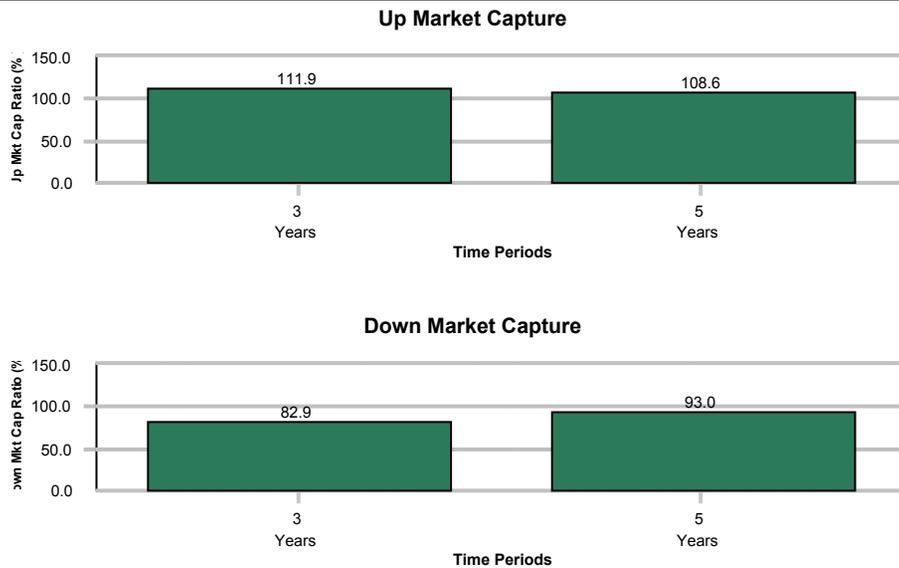
Peer Group Scattergram (01/01/11 to 12/31/15)



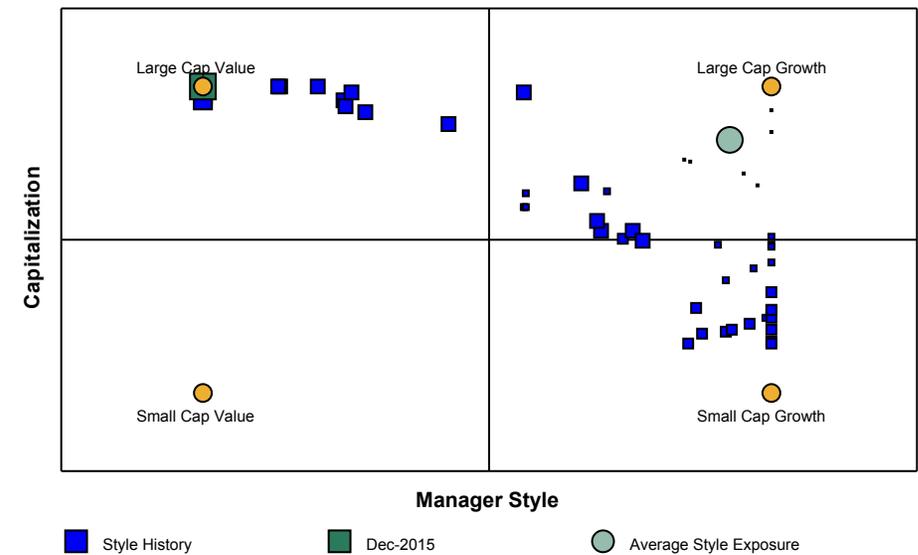
Growth of a Dollar (01/01/11 to 12/31/15)

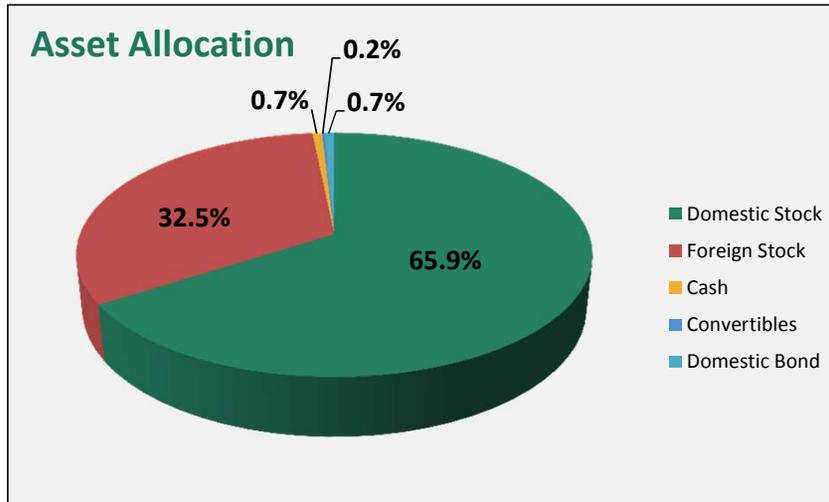


3 & 5 Year Up / Down Market Capture



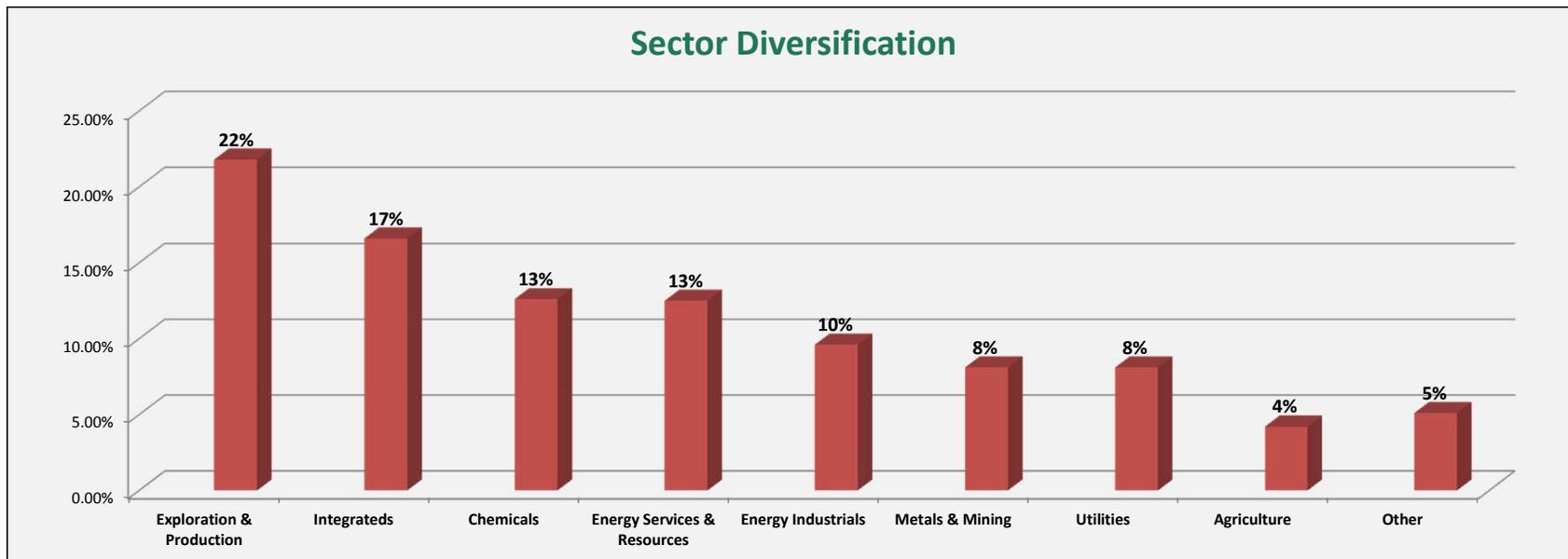
Style Analysis





Top 10 Holdings

Total	3.80%
Exxon Mobil Corporation	3.60%
Occidental Petroleum	2.90%
Pioneer Natural Resources	2.40%
Concho Resources	2.30%
EOG Resources	2.30%
Airgas	2.20%
RPM	2.20%
Air Products & Chemicals	2.00%
Vulcan Materials	2.00%



Town of Palm Beach Retirement System

T. Rowe Price New Era Fund

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 07/2008	996,601	675,000	-828,008	843,593	-56.71
2009	843,593	-	416,406	1,259,999	49.38
2010	1,259,999	-	264,083	1,524,082	20.94
2011	1,524,082	1,250,000	-504,820	2,269,262	-15.10
2012	2,269,262	-	91,016	2,360,278	4.01
2013	2,360,278	-	370,968	2,731,246	15.72
2014	2,731,246	-	-213,881	2,517,365	-7.83
2015	2,517,365	-	-472,341	2,045,023	-18.76

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

Manager Profile

Style: Mid Cap Growth Equity

Benchmark: Russell Mid Cap Growth

Peer Group: Mid Cap Growth Equity (SA + CF)

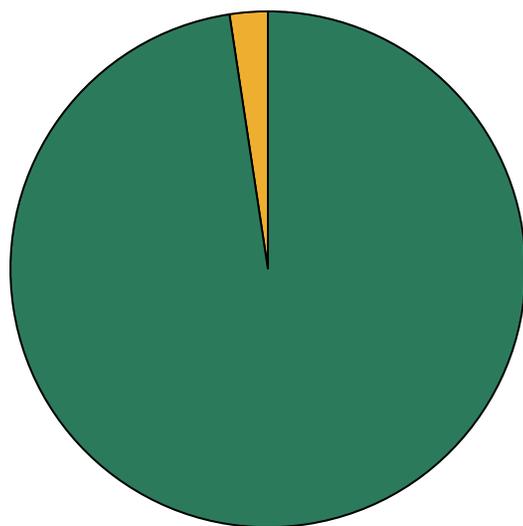
Inception Date: September 1, 2005

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Geneva Mid Cap Growth			
Beginning Market Value	6,442,862	6,294,928	6,294,928
Net Cash Flows	-	-	-
Income	8,257	31,291	31,291
Gain/Loss	125,081	249,981	249,981
Ending Market Value	6,576,200	6,576,200	6,576,200

Asset Allocation by Segment

December 31, 2015 : \$6,576,200

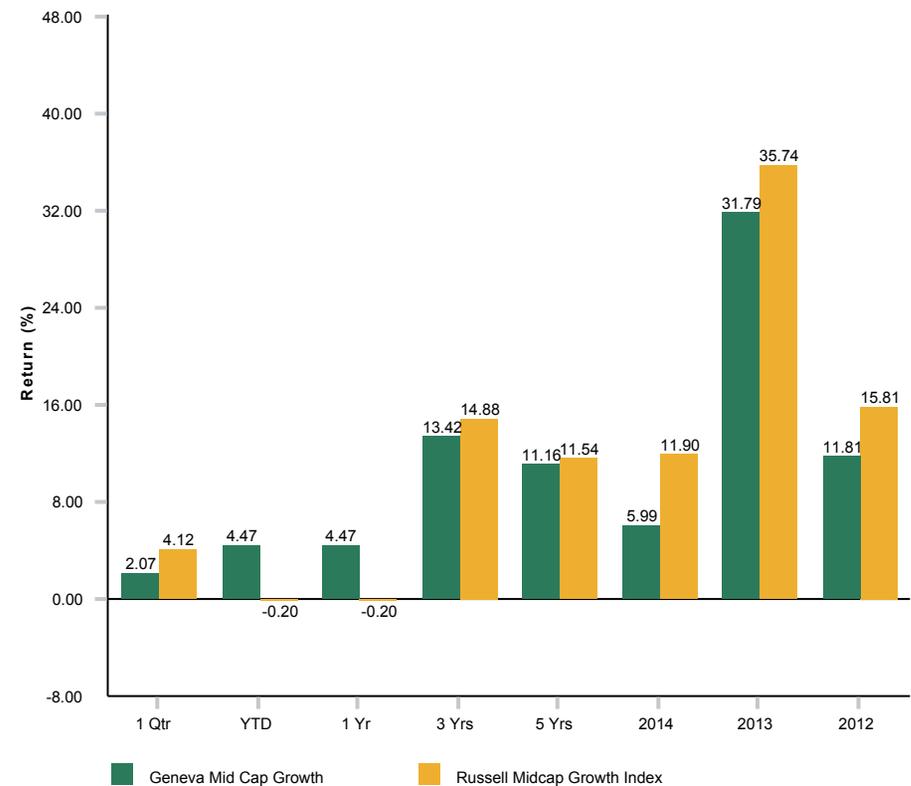


Segments	Market Value (\$)	Allocation (%)
Domestic Equity	6,418,859	97.61
Cash Equivalent	157,341	2.39

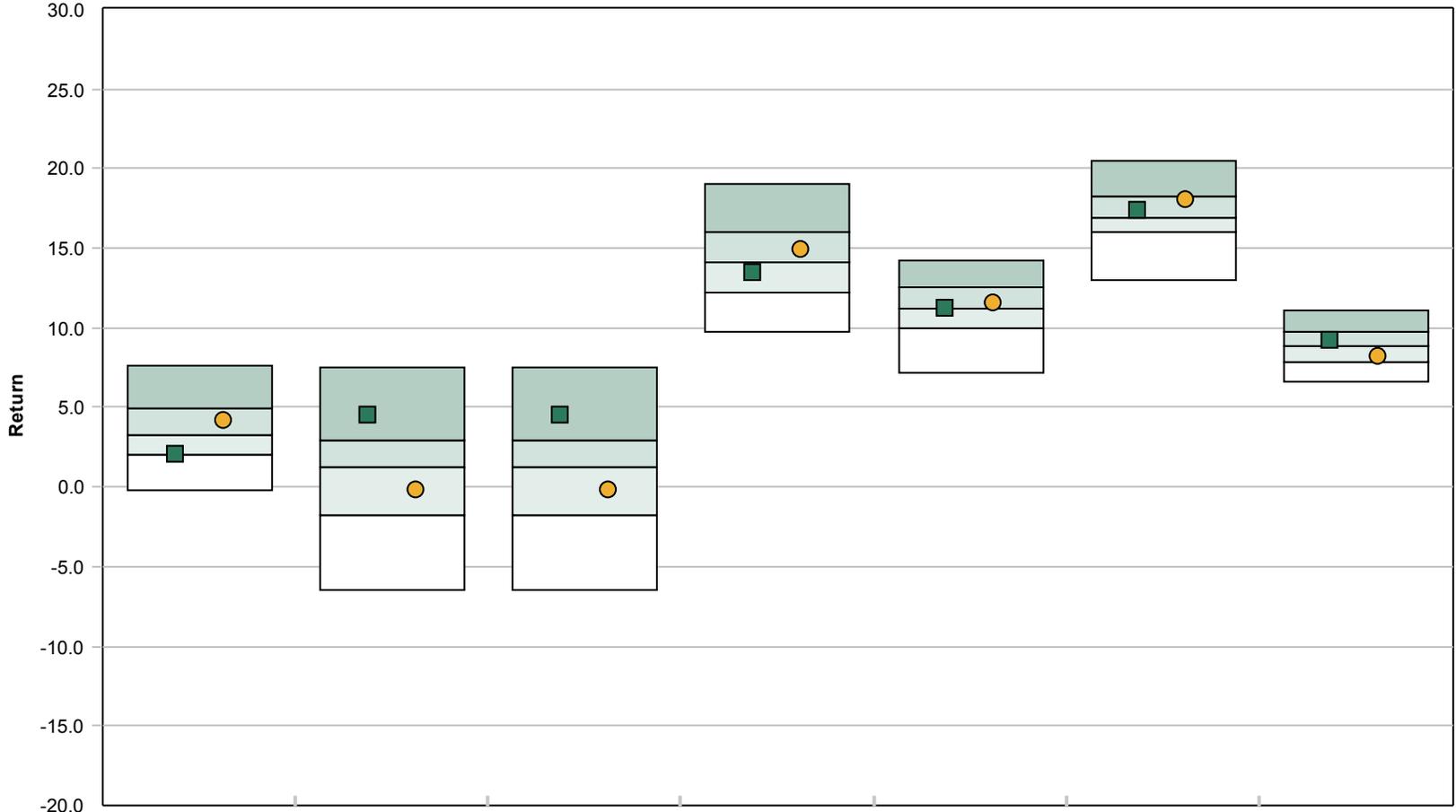
Cash allocation includes accrued income for the entire portfolio.

Income includes income received and change in accrued income.

Performance Bar Chart



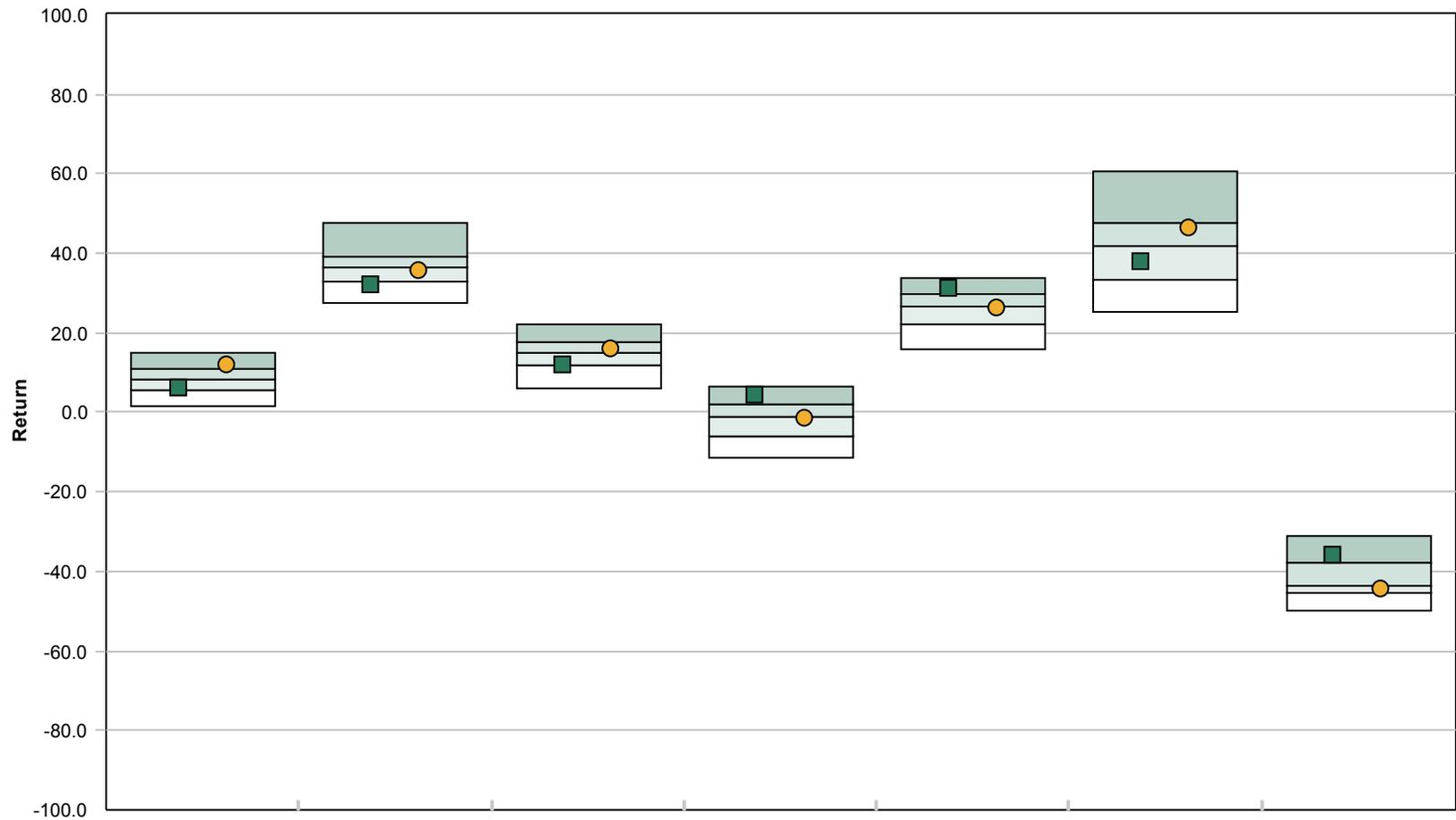
Peer Group Analysis - IM U.S. Mid Cap Growth Equity (SA+CF)



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Geneva Mid Cap Growth	2.07 (74)	4.47 (13)	4.47 (13)	13.42 (66)	11.16 (55)	17.36 (41)	9.15 (42)
● Russell Midcap Growth Index	4.12 (38)	-0.20 (61)	-0.20 (61)	14.88 (41)	11.54 (45)	18.04 (31)	8.16 (72)
5th Percentile	7.66	7.51	7.51	19.00	14.22	20.45	11.07
1st Quartile	4.99	2.95	2.95	16.00	12.60	18.28	9.78
Median	3.26	1.22	1.22	14.12	11.25	16.92	8.81
3rd Quartile	2.03	-1.72	-1.72	12.25	9.99	15.99	7.90
95th Percentile	-0.24	-6.47	-6.47	9.76	7.20	13.03	6.62

Monthly periodicity used in reports.

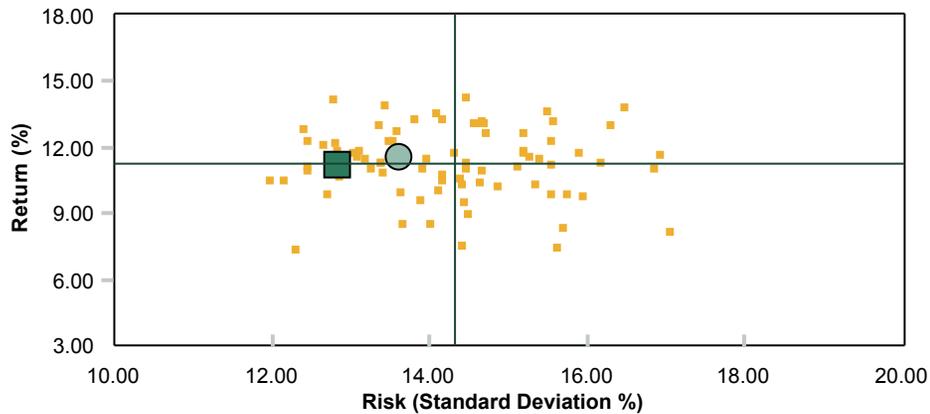
Peer Group Analysis - IM U.S. Mid Cap Growth Equity (SA+CF)



	2014	2013	2012	2011	2010	2009	2008
■ Geneva Mid Cap Growth	5.99 (74)	31.79 (81)	11.81 (75)	4.04 (15)	31.03 (18)	37.87 (63)	-36.01 (19)
● Russell Midcap Growth Index	11.90 (22)	35.74 (55)	15.81 (43)	-1.65 (51)	26.38 (52)	46.29 (32)	-44.32 (60)
5th Percentile	15.16	47.51	21.93	6.28	33.83	60.75	-31.24
1st Quartile	10.98	39.22	17.72	1.94	29.72	47.66	-37.65
Median	8.42	36.35	15.06	-1.27	26.65	41.64	-43.46
3rd Quartile	5.81	32.89	11.68	-5.88	22.34	33.34	-45.61
95th Percentile	1.70	27.49	5.84	-11.49	15.79	25.31	-49.69

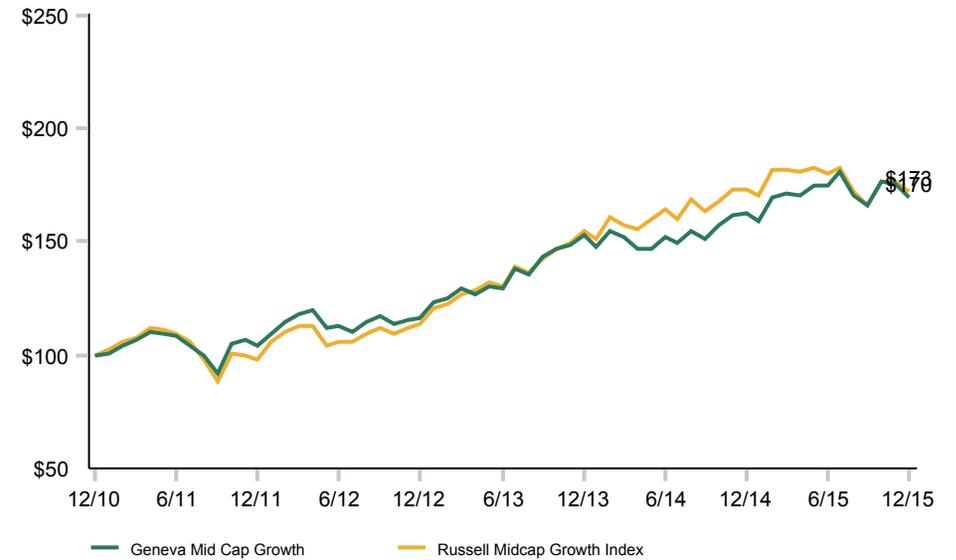
Monthly periodicity used in reports.

Peer Group Scattergram (01/01/11 to 12/31/15)



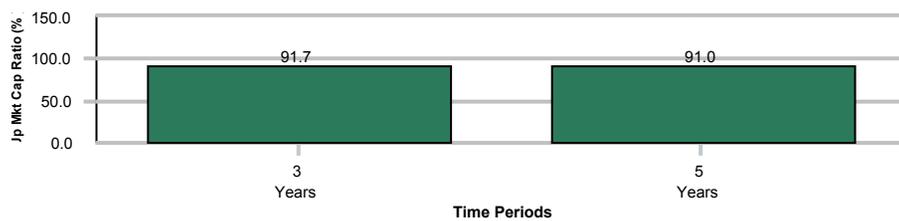
	Return	Standard Deviation
■ Geneva Mid Cap Growth	11.16	12.83
● Russell Midcap Growth Index	11.54	13.61
— Median	11.25	14.32

Growth of a Dollar (01/01/11 to 12/31/15)

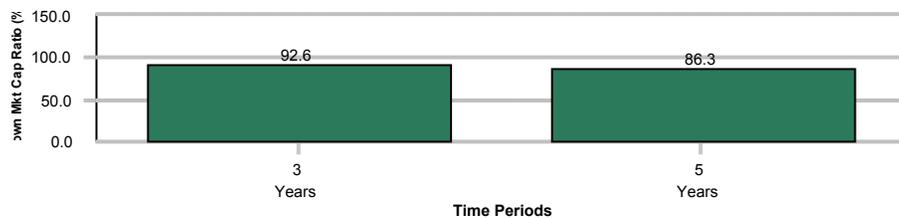


3 & 5 Year Up / Down Market Capture

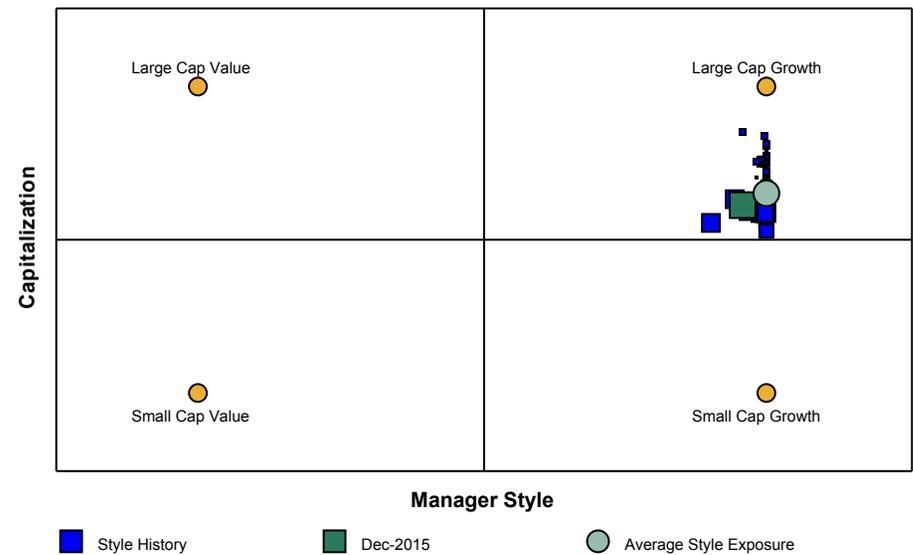
Up Market Capture



Down Market Capture



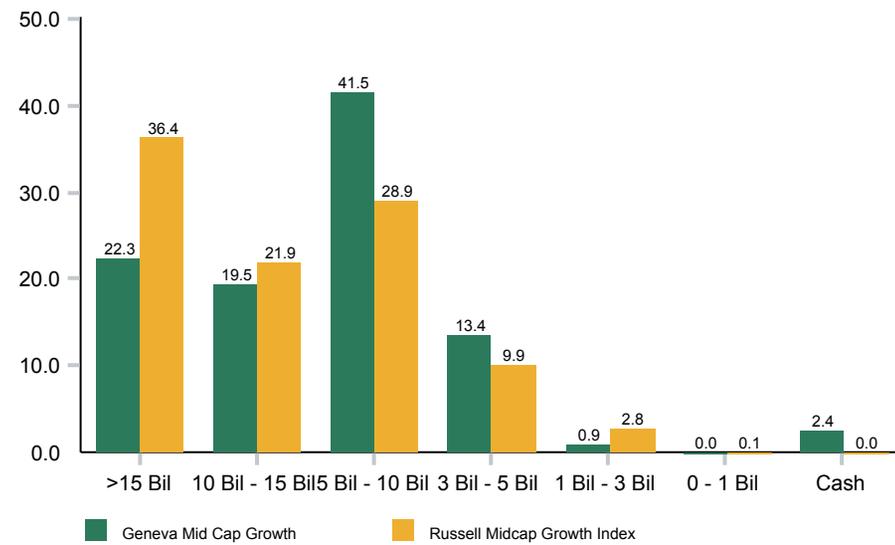
Style Analysis



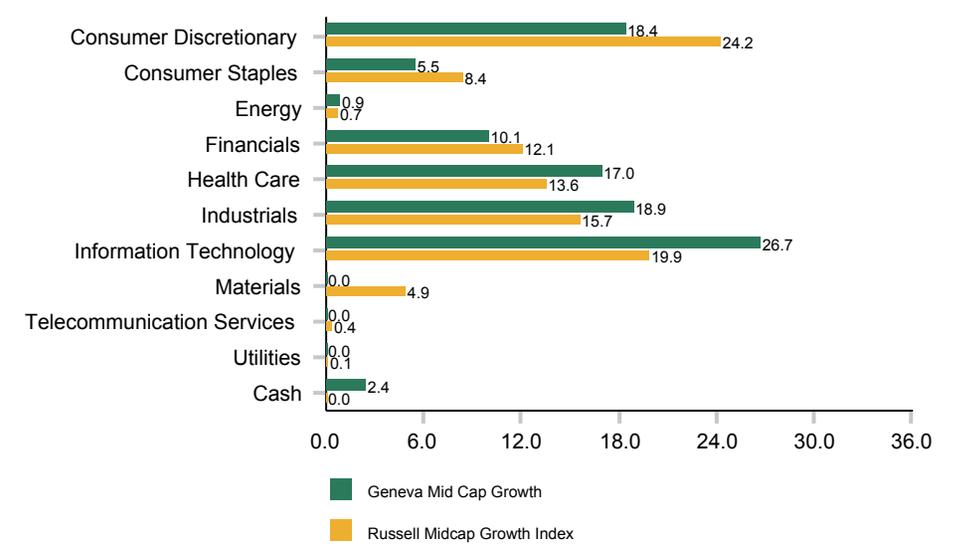
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Fiserv Inc.	2.94	0.73	2.21	5.60
O'Reilly Automotive Inc	2.81	0.86	1.95	1.37
Tractor Supply Co	2.79	0.39	2.40	1.63
Tyler Technologies Inc.	2.73	0.00	2.73	16.75
Under Armour Inc	2.57	0.48	2.09	-16.71
Middleby Corp (The)	2.44	0.21	2.23	2.55
Manhattan Associates Inc	2.38	0.00	2.38	6.21
Amphenol Corp	2.29	0.54	1.75	2.77
LKQ Corp	2.27	0.30	1.97	4.48
Church & Dwight Co. Inc.	2.26	0.37	1.89	1.58
% of Portfolio	25.48	3.88		

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$)	11,111,683,973	13,163,810,686
Median Mkt. Cap (\$)	7,915,457,885	6,454,655,420
Price/Earnings ratio	29.05	22.05
Price/Book ratio	4.37	4.83
5 Yr. EPS Growth Rate (%)	16.30	16.13
Current Yield (%)	0.53	1.15
Beta (5 Years, Monthly)	0.90	1.00
Number of Stocks	57	505

Distribution of Market Capitalization (%)



Sector Weights (%)



Buy-and-Hold Portfolio	2.07
Portfolio Trading	0.00
Actual Return	2.07
Benchmark Return	4.12
Actual Active Return	-2.05
Stock Selection	-2.46
Sector Selection	-0.21
Interaction	0.61
Total Selection	-2.06
Portfolio Trading	0.00
Benchmark Trading	-0.02
Active Trading Impact	0.01
Buy & Hold Active Return	-2.05

	Allocation — 10/01/2015		Performance — 1 Quarter Ending 12/31/2015		Attribution			Total
	Portfolio	Benchmark	Portfolio	Benchmark	Stock	Sector	Interaction	
Consumer Discretionary	22.00	25.40	-8.38	-0.69	-1.95	0.16	0.26	-1.53
Consumer Staples	5.49	7.98	-3.64	9.54	-1.05	-0.13	0.33	-0.86
Energy	0.93	0.86	-5.53	-16.98	0.10	-0.01	0.01	0.09
Financials	9.49	11.46	8.39	6.64	0.20	-0.05	-0.03	0.12
Health Care	15.62	13.09	4.58	7.24	-0.35	0.08	-0.07	-0.34
Industrials	18.99	15.68	4.48	3.76	0.11	-0.01	0.02	0.12
Information Technology	23.74	20.06	7.59	5.19	0.48	0.04	0.09	0.61
Materials	0.00	4.98	0.00	6.51	0.00	-0.12	0.00	-0.12
Telecommunication Services	0.00	0.39	0.00	4.77	0.00	0.00	0.00	0.00
Utilities	0.00	0.09	0.00	13.25	0.00	-0.01	0.00	-0.01
Cash	3.75	0.00	0.00	0.00	0.00	-0.16	0.00	-0.16
Total	100.00	100.00	2.07	4.13	-2.46	-0.21	0.61	-2.06

Town of Palm Beach Retirement System

Geneva Mid Cap Growth

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 08/2005	1,280,715	1,281,516	-1,173,390	1,388,841	8.38
2006	1,388,841	1,427,299	72,849	2,888,989	4.95
2007	2,888,989	223,085	473,434	3,585,508	16.52
2008	3,585,508	-600,967	-1,086,490	1,898,051	-36.01
2009	1,898,051	-837,545	631,848	1,692,354	37.87
2010	1,692,354	10,350	514,914	2,217,618	31.03
2011	2,217,618	-287,594	89,488	2,019,512	4.04
2012	2,019,512	9,731	228,873	2,258,116	11.81
2013	2,258,116	2,602,951	1,078,270	5,939,337	31.79
2014	5,939,337	-	355,591	6,294,928	5.99
2015	6,294,928	-	281,272	6,576,200	4.47

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

Manager Profile

Style: Mid Cap Value Equity
Benchmark: Russell MidCap Value
Peer Group: Mid Cap Value Equity (SA + CF)
Inception Date: November 1, 2014

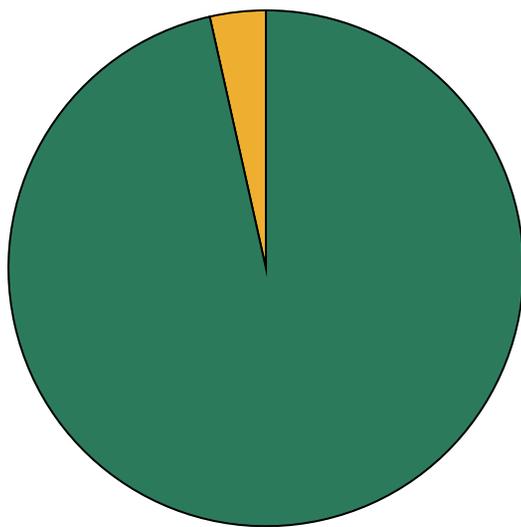
Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
TSW Mid Cap Value			
Beginning Market Value	5,502,400	5,543,087	5,543,087
Net Cash Flows	-	-	-
Income	44,471	126,956	126,956
Gain/Loss	150,476	27,304	27,304
Ending Market Value	5,697,347	5,697,347	5,697,347

Income includes income received and change in accrued income.

Asset Allocation by Segment

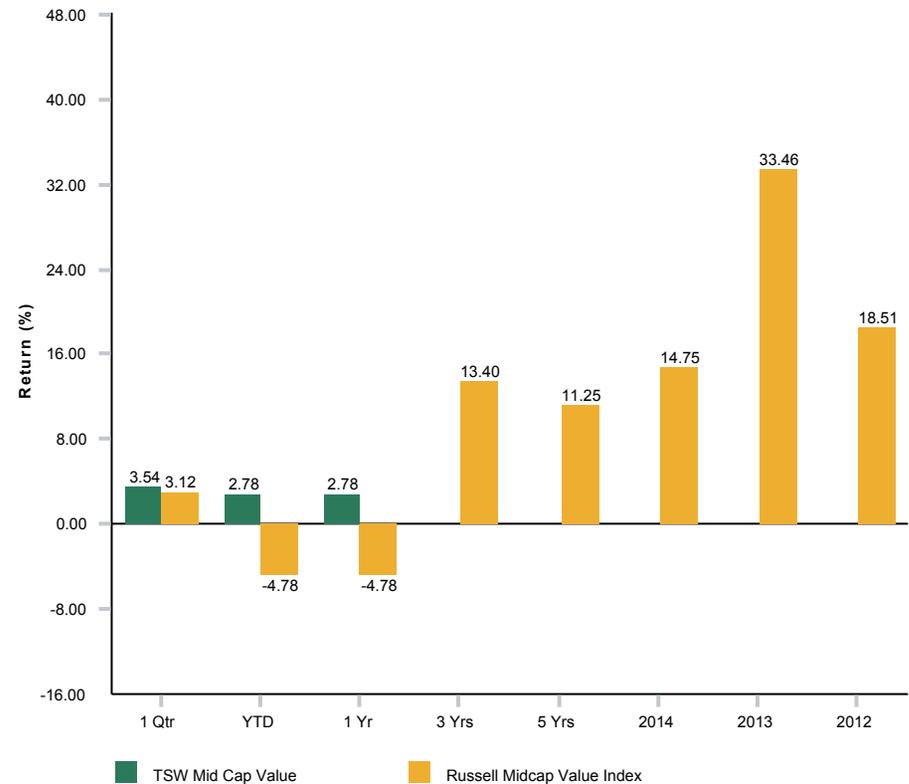
December 31, 2015 : \$5,697,347



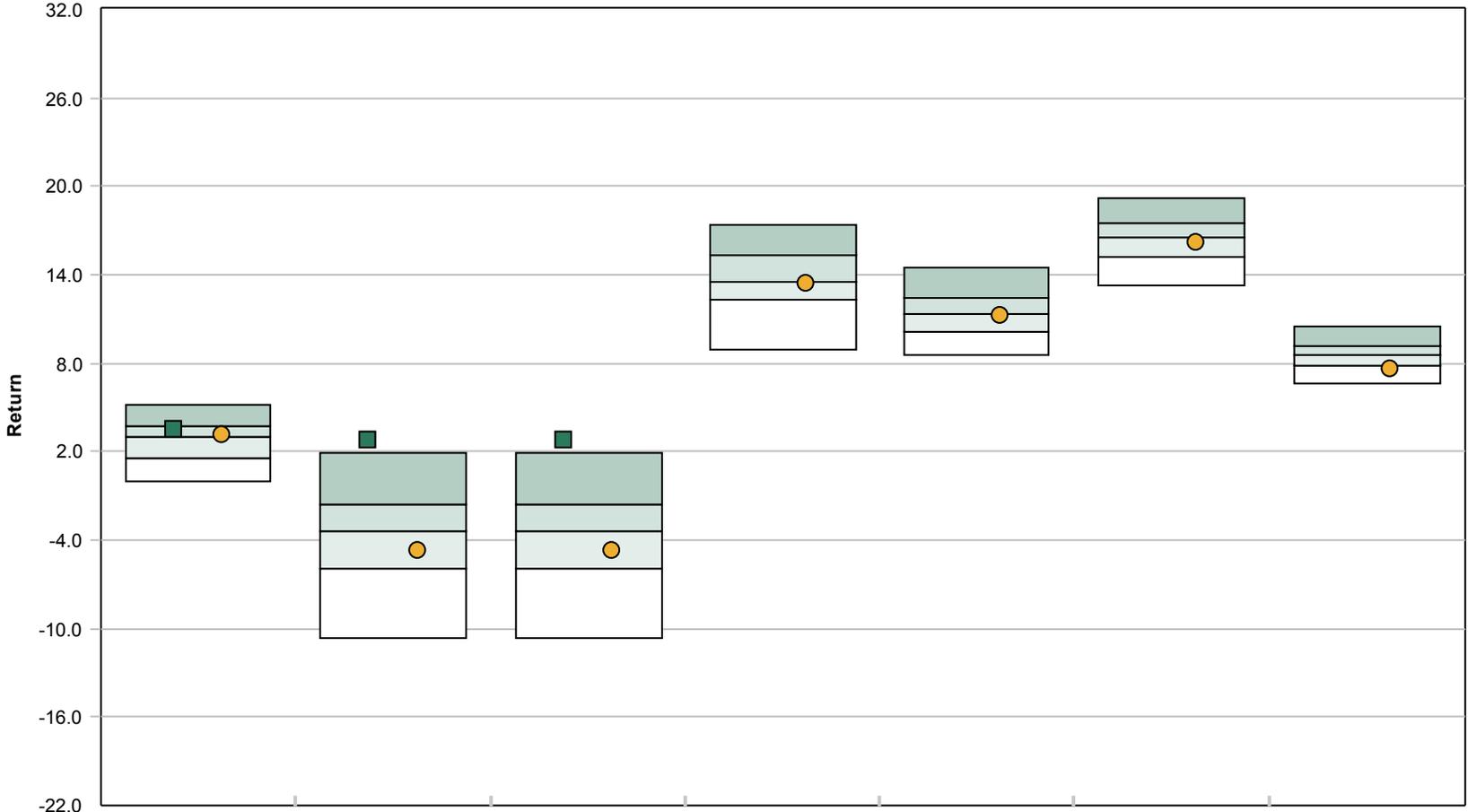
Segments	Market Value (\$)	Allocation (%)
Domestic Equity	5,497,700	96.50
Cash Equivalent	199,647	3.50

Cash allocation includes accrued income for the entire portfolio.

Performance Bar Chart



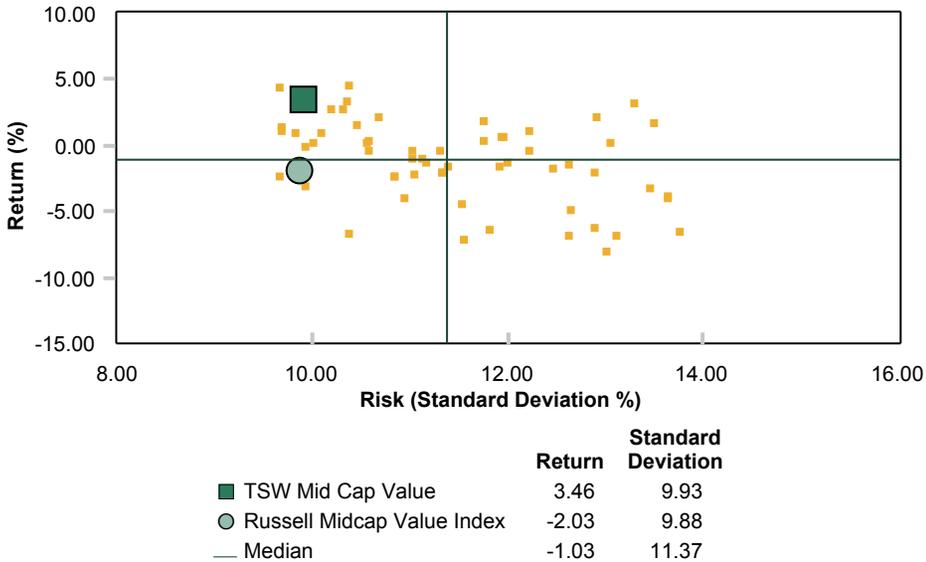
Peer Group Analysis - IM U.S. Mid Cap Value Equity (SA+CF)



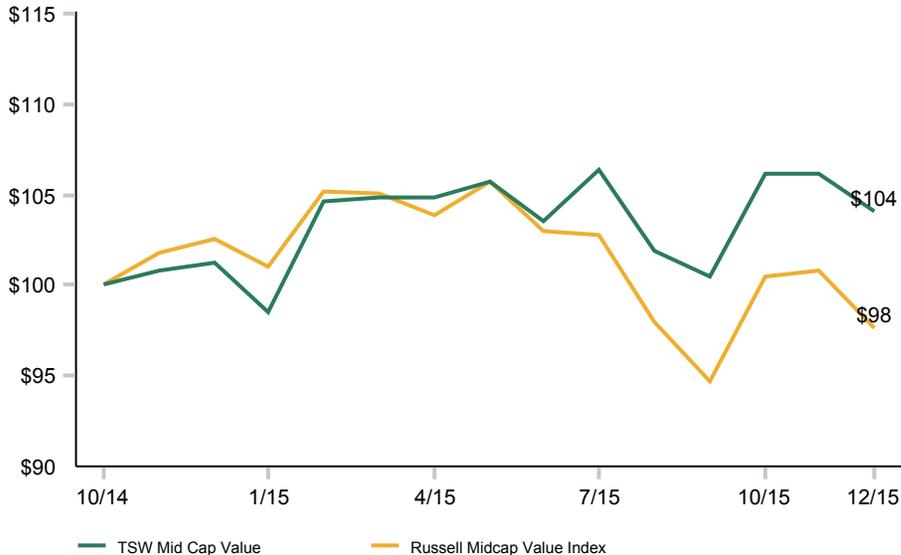
	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ TSW Mid Cap Value	3.54 (37)	2.78 (1)	2.78 (1)	N/A	N/A	N/A	N/A
● Russell Midcap Value Index	3.12 (49)	-4.78 (59)	-4.78 (59)	13.40 (52)	11.25 (53)	16.16 (59)	7.61 (83)
5th Percentile	5.14	1.87	1.87	17.39	14.48	19.17	10.50
1st Quartile	3.77	-1.54	-1.54	15.36	12.47	17.51	9.22
Median	3.03	-3.35	-3.35	13.52	11.34	16.49	8.58
3rd Quartile	1.56	-5.92	-5.92	12.26	10.15	15.22	7.80
95th Percentile	-0.07	-10.66	-10.66	8.98	8.62	13.23	6.61

Monthly periodicity used in reports.

Peer Group Scattergram (11/01/14 to 12/31/15)



Growth of a Dollar (11/01/14 to 12/31/15)



3 & 5 Year Up / Down Market Capture

No data found.

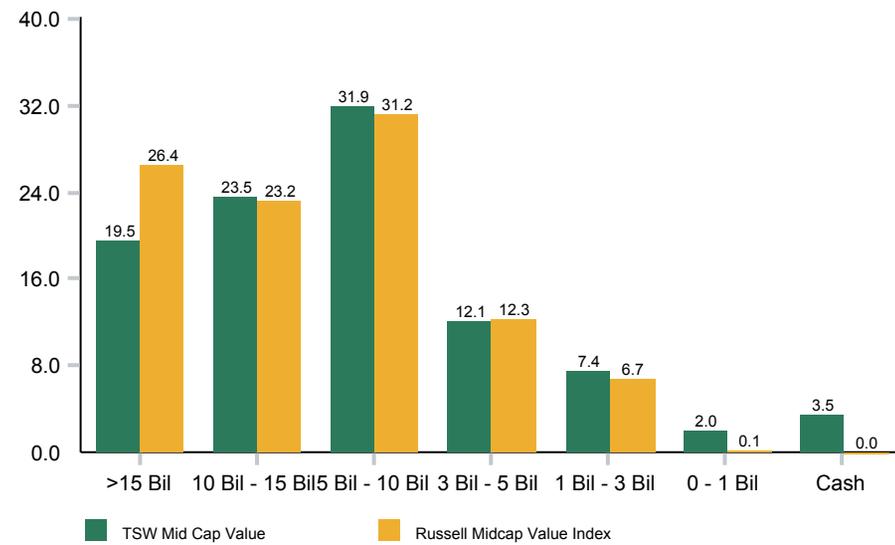
Style Analysis

No data found.

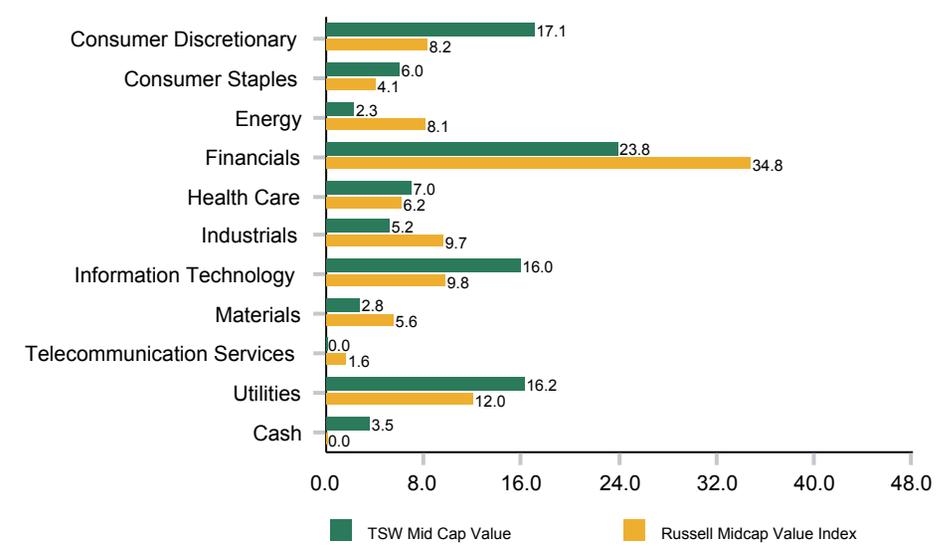
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
PPL Corp	2.82	0.77	2.05	4.95
Loews Corp	2.70	0.40	2.30	6.43
Alleghany Corp	2.52	0.26	2.26	2.10
Allstate Corp (The)	2.51	0.00	2.51	7.12
Alliant Energy Corp	2.42	0.24	2.18	7.76
Progressive Corp (The)	2.40	0.63	1.77	3.79
Annaly Capital Management Inc	2.36	0.30	2.06	-1.93
Kellogg Co	2.29	0.06	2.23	9.38
News Corp	2.23	0.06	2.17	8.89
Discovery Communications Inc	2.22	0.02	2.20	3.83
% of Portfolio	24.47	2.74		

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$)	10,177,601,956	11,219,774,434
Median Mkt. Cap (\$)	8,015,524,000	5,655,222,720
Price/Earnings ratio	15.62	18.16
Price/Book ratio	2.00	1.96
5 Yr. EPS Growth Rate (%)	6.13	7.74
Current Yield (%)	2.12	2.46
Beta	N/A	1.00
Number of Stocks	67	559

Distribution of Market Capitalization (%)



Sector Weights (%)



Buy-and-Hold Portfolio	3.29
Portfolio Trading	0.25
Actual Return	3.54
Benchmark Return	3.12
Actual Active Return	0.42
Stock Selection	1.11
Sector Selection	0.60
Interaction	-1.48
Total Selection	0.23
Portfolio Trading	0.25
Benchmark Trading	0.05
Active Trading Impact	0.20
Buy & Hold Active Return	0.42

	Allocation — 10/01/2015		Performance — 1 Quarter Ending 12/31/2015		Attribution			Total
	Portfolio	Benchmark	Portfolio	Benchmark	Stock	Sector	Interaction	
Consumer Discretionary	14.47	8.43	0.42	0.14	0.02	-0.18	0.02	-0.14
Consumer Staples	5.61	3.94	6.84	7.32	-0.02	0.07	-0.01	0.04
Energy	2.75	8.85	-6.50	-7.85	0.12	0.67	-0.08	0.70
Financials	21.63	34.10	4.01	4.28	-0.09	-0.15	0.03	-0.21
Health Care	6.00	6.02	7.59	4.59	0.18	0.00	0.00	0.18
Industrials	5.83	9.48	14.22	4.76	0.90	-0.06	-0.34	0.49
Information Technology	18.60	9.56	0.03	9.11	-0.87	0.55	-0.82	-1.14
Materials	2.60	6.06	12.96	2.34	0.64	0.03	-0.37	0.30
Telecommunication Services	0.00	1.50	0.00	7.08	0.00	-0.06	0.00	-0.06
Utilities	17.22	12.07	3.08	1.26	0.22	-0.09	0.09	0.22
Cash	5.29	0.00	0.00	0.00	0.00	-0.16	0.00	-0.16
Total	100.00	100.00	3.29	3.06	1.11	0.60	-1.48	0.23

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 11/2014	5,475,872	-	67,215	5,543,087	1.23
2015	5,543,087	-	154,260	5,697,347	2.78

Gain/Loss includes income received and change in accrued income for the period.

Manager Profile

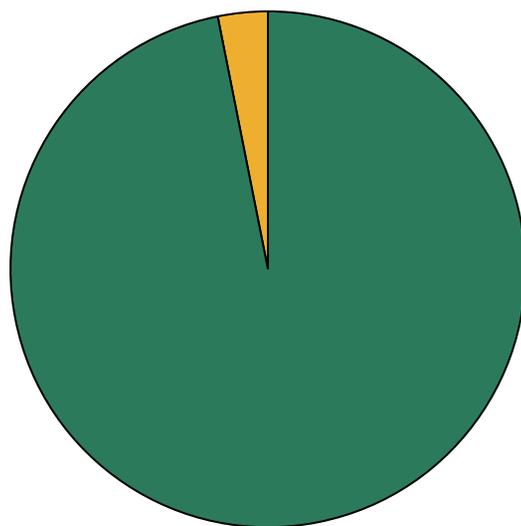
Style: Small Cap Value Equity
Benchmark: Russell 2500 Value/Russell 2000 Value Blend
Peer Group: Small Cap Value Equity (SA + CF)
Inception Date: December 1, 2005

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
TSW Small Cap Value			
Beginning Market Value	8,503,177	9,379,271	9,379,271
Net Cash Flows	-	-	-
Income	34,194	129,595	129,595
Gain/Loss	-54,744	-1,026,239	-1,026,239
Ending Market Value	8,482,627	8,482,627	8,482,627

Asset Allocation by Segment

December 31, 2015 : \$8,482,627

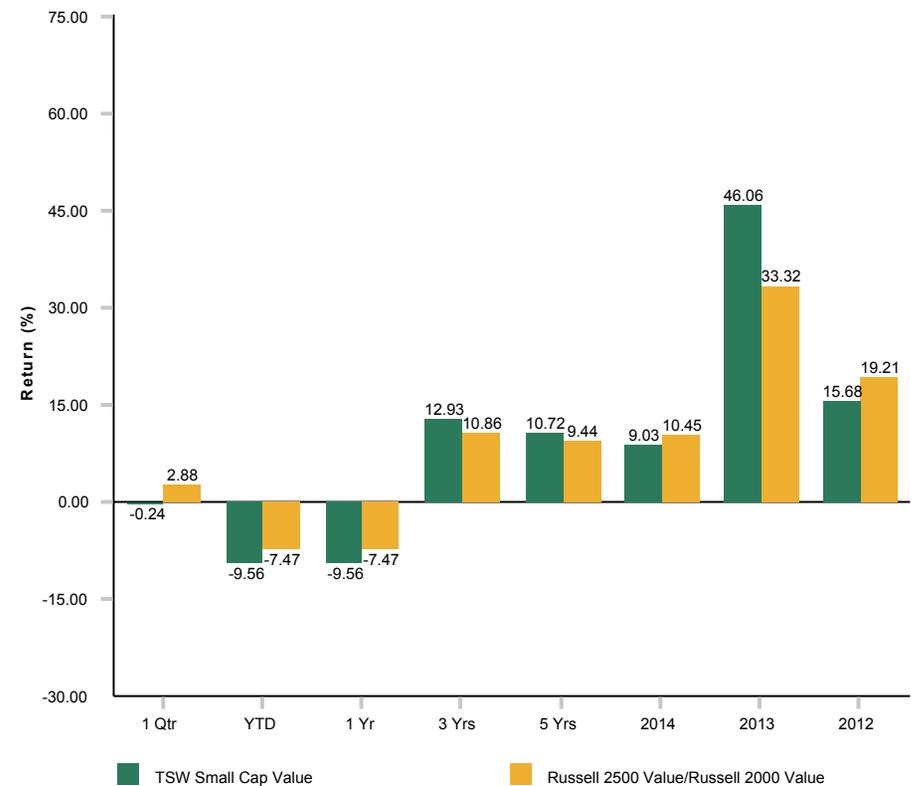


Segments	Market Value (\$)	Allocation (%)
Domestic Equity	8,217,229	96.87
Cash Equivalent	265,398	3.13

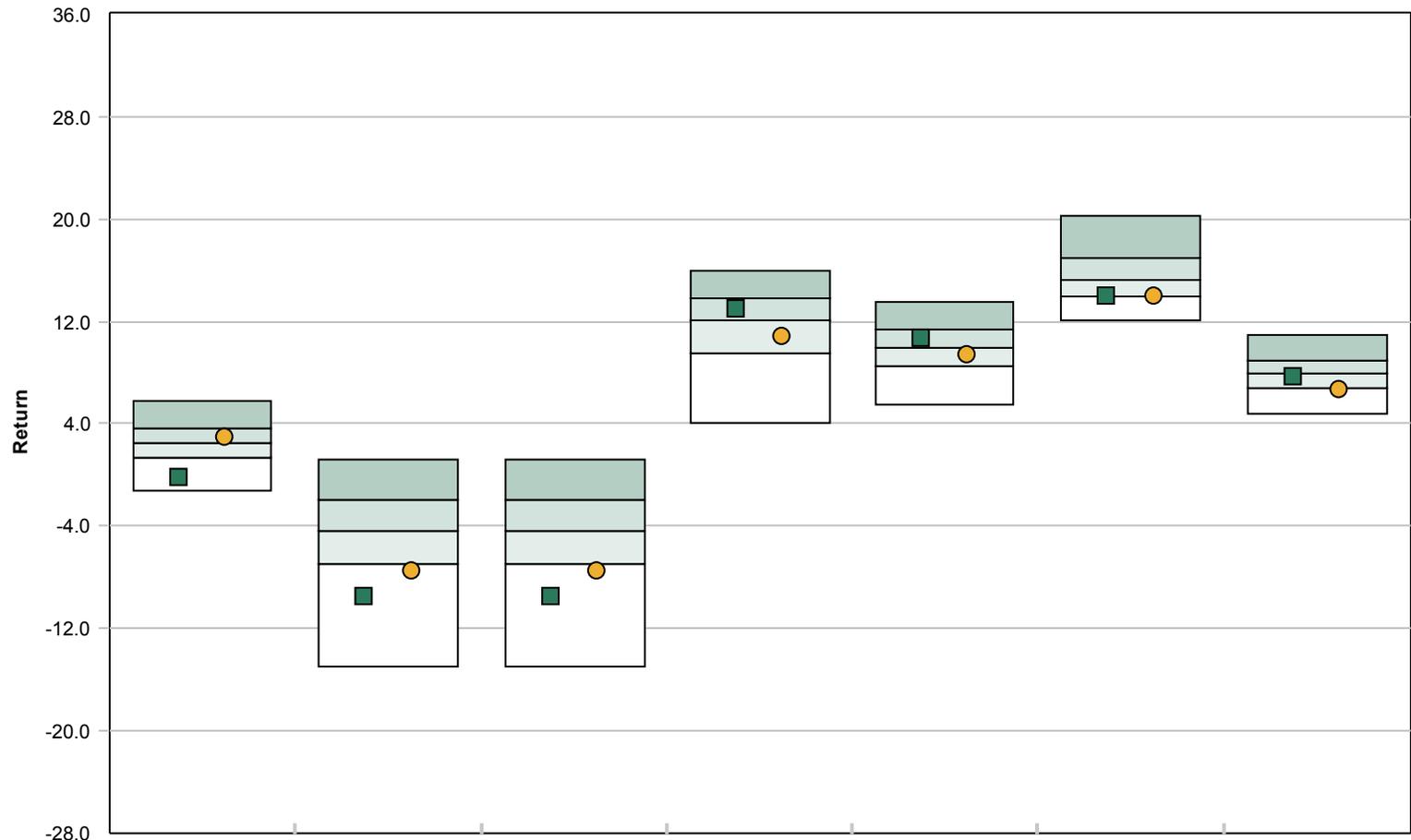
Cash allocation includes accrued income for the entire portfolio.

Income includes income received and change in accrued income.

Performance Bar Chart



Peer Group Analysis - IM U.S. Small Cap Value Equity (SA+CF)



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ TSW Small Cap Value	-0.24 (91)	-9.56 (83)	-9.56 (83)	12.93 (37)	10.72 (38)	14.02 (74)	7.64 (57)
● Russell 2500 Value/Russell 2000 Value	2.88 (40)	-7.47 (78)	-7.47 (78)	10.86 (64)	9.44 (60)	14.00 (74)	6.61 (80)
5th Percentile	5.82	1.23	1.23	15.92	13.47	20.30	10.89
1st Quartile	3.67	-1.90	-1.90	13.76	11.30	16.96	8.92
Median	2.45	-4.33	-4.33	12.02	9.98	15.27	7.97
3rd Quartile	1.31	-6.98	-6.98	9.50	8.49	13.93	6.79
95th Percentile	-1.28	-15.00	-15.00	4.08	5.53	12.10	4.86

Inception to September 2014 represents SMID Value account returns; October 2014 forward represents Small Cap Value returns.

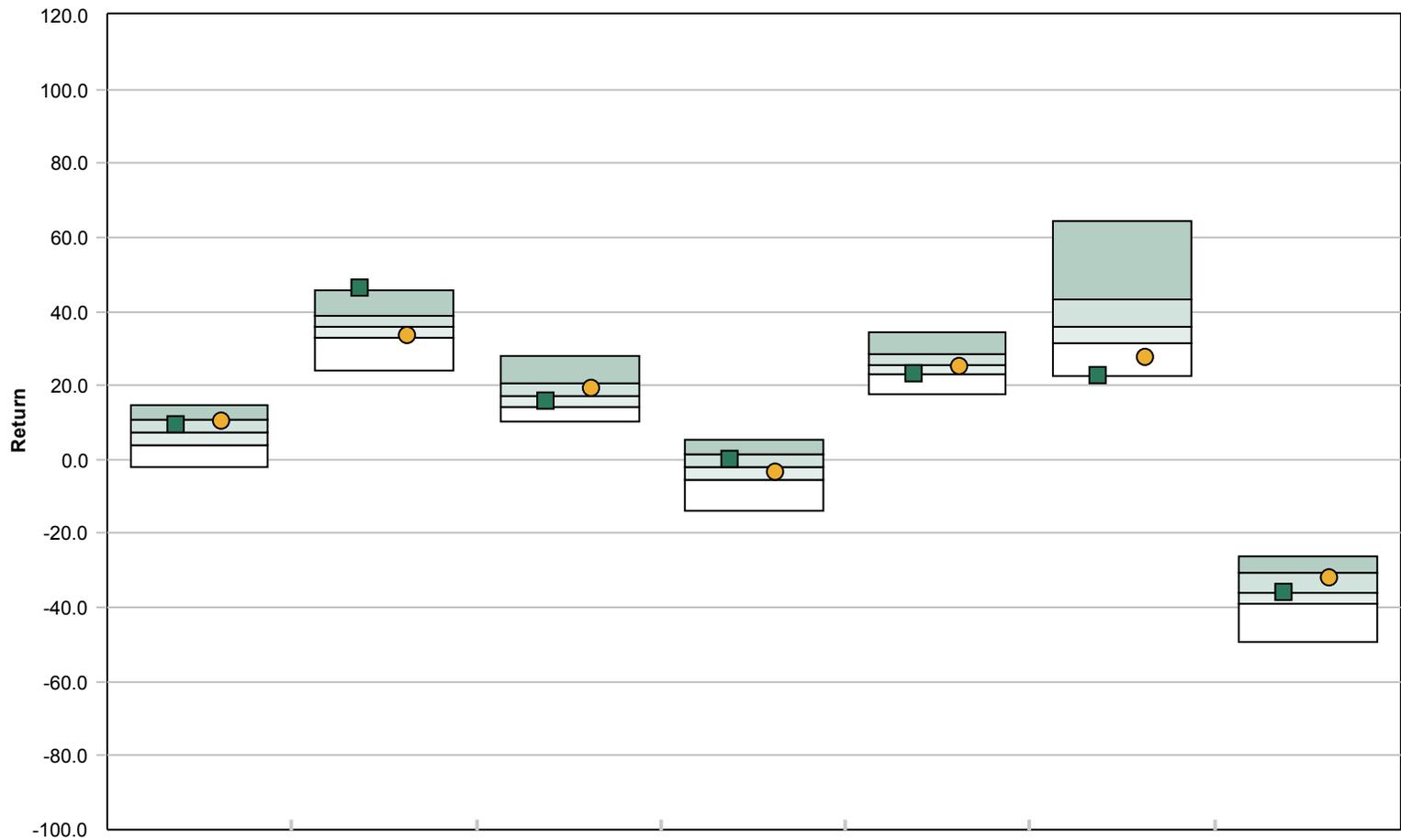
Peer Group Analysis - IM U.S. SMID Cap Value Equity (SA+CF)



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ TSW Small Cap Value	-0.24 (94)	-9.56 (90)	-9.56 (90)	12.93 (43)	10.72 (43)	14.02 (83)	7.64 (76)
● Russell 2500 Value/Russell 2000 Value	2.88 (50)	-7.47 (85)	-7.47 (85)	10.86 (77)	9.44 (73)	14.00 (83)	6.61 (85)
5th Percentile	6.18	2.84	2.84	16.84	13.52	20.10	11.25
1st Quartile	4.35	-0.47	-0.47	13.98	11.47	17.01	9.71
Median	2.86	-2.69	-2.69	12.73	10.38	15.91	8.52
3rd Quartile	1.49	-5.95	-5.95	11.12	9.28	14.45	7.69
95th Percentile	-0.83	-12.97	-12.97	5.48	3.72	12.41	4.89

Inception to September 2014 represents SMID Value account returns; October 2014 forward represents Small Cap Value returns.

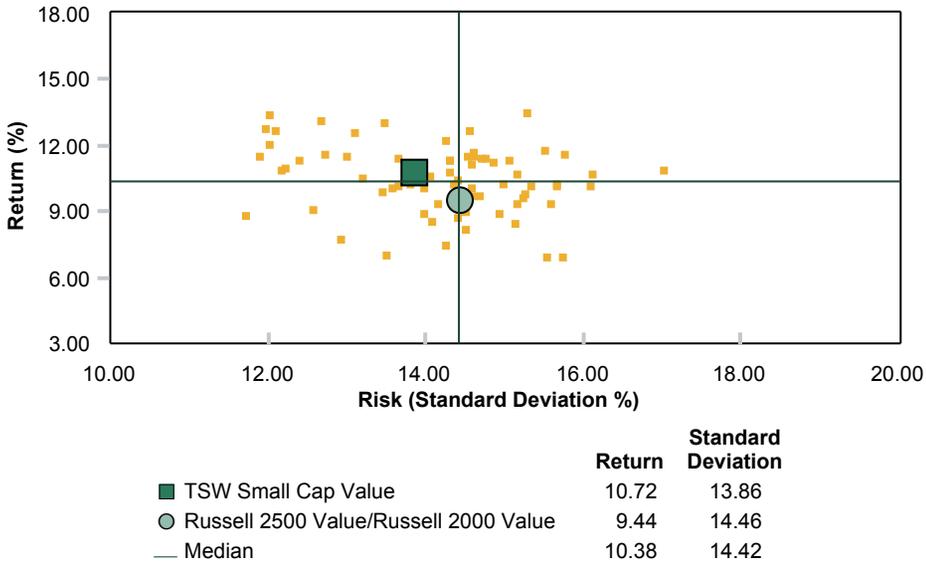
Peer Group Analysis - IM U.S. SMID Cap Value Equity (SA+CF)



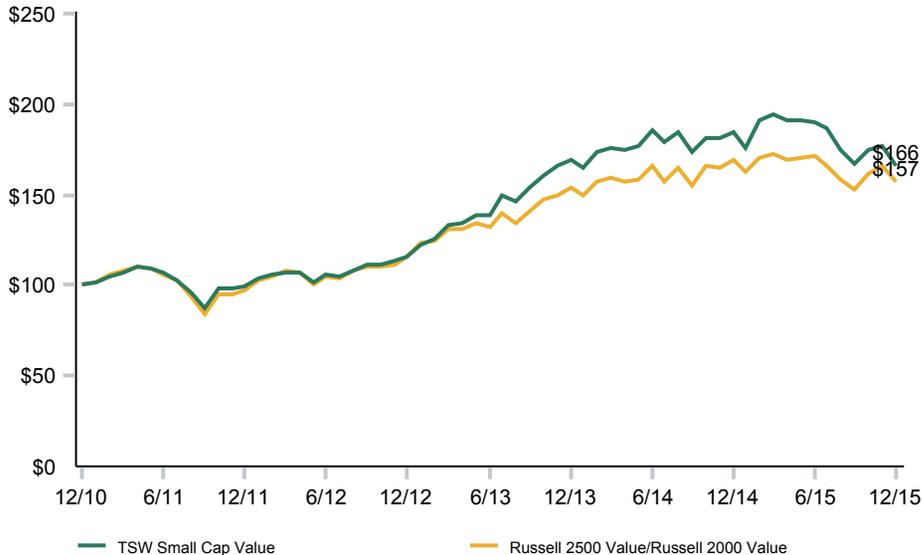
	2014	2013	2012	2011	2010	2009	2008
■ TSW Small Cap Value	9.03 (34)	46.06 (4)	15.68 (60)	-0.13 (32)	23.00 (74)	22.42 (95)	-35.90 (51)
● Russell 2500 Value/Russell 2000 Value	10.45 (26)	33.32 (71)	19.21 (35)	-3.36 (62)	24.82 (58)	27.68 (92)	-31.99 (30)
5th Percentile	14.68	45.47	28.20	5.38	34.25	64.53	-26.04
1st Quartile	10.58	39.02	20.72	1.30	28.46	43.27	-30.71
Median	7.49	35.60	16.91	-2.15	25.50	35.79	-35.83
3rd Quartile	3.83	32.82	14.02	-5.44	22.80	31.52	-39.13
95th Percentile	-1.87	24.03	10.03	-13.79	17.56	22.38	-49.06

Inception to September 2014 represents SMID Value account returns; October 2014 forward represents Small Cap Value returns.

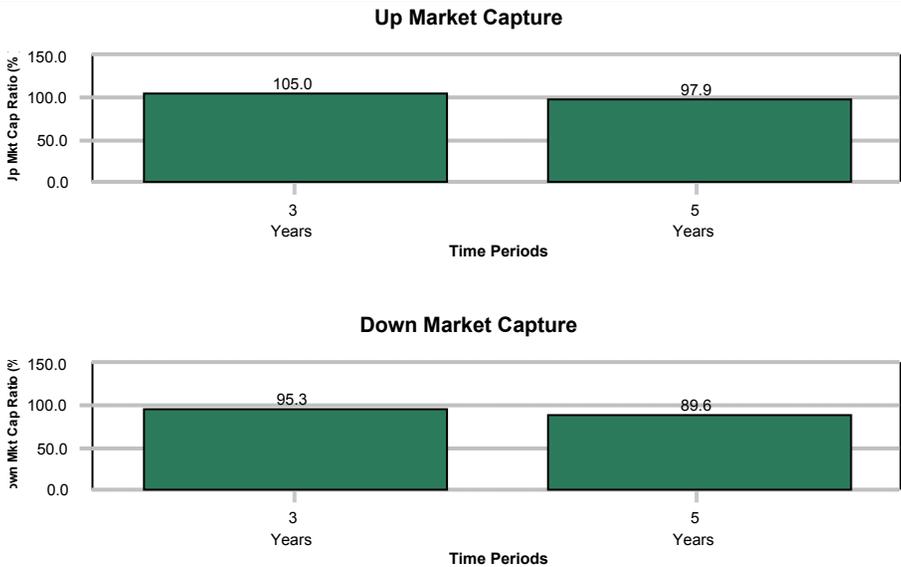
Peer Group Scattergram (01/01/11 to 12/31/15)



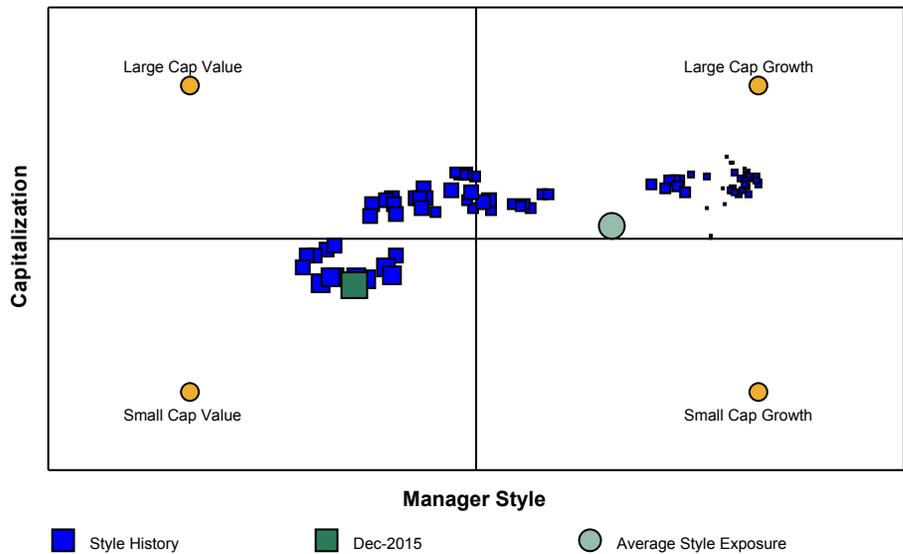
Growth of a Dollar (01/01/11 to 12/31/15)



3 & 5 Year Up / Down Market Capture



Style Analysis

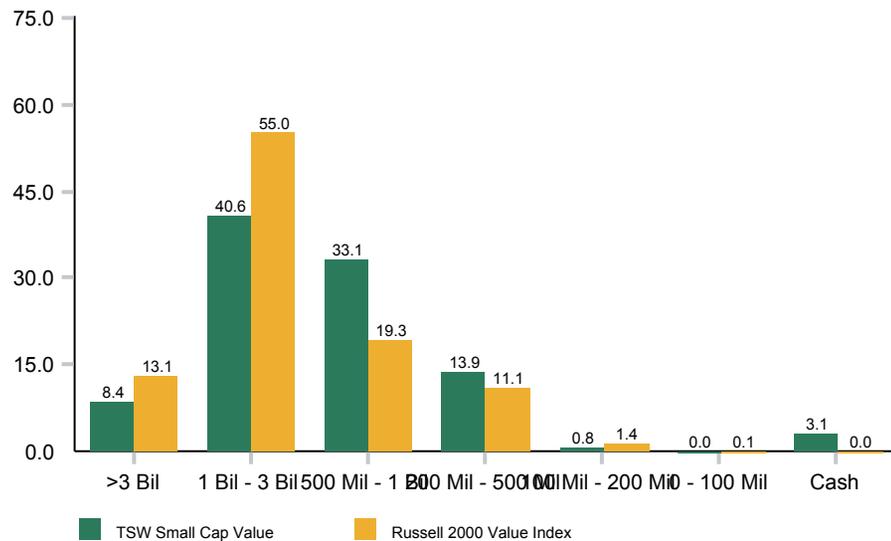


Inception to September 2014 represents SMID Value account returns; October 2014 forward represents Small Cap Value returns.

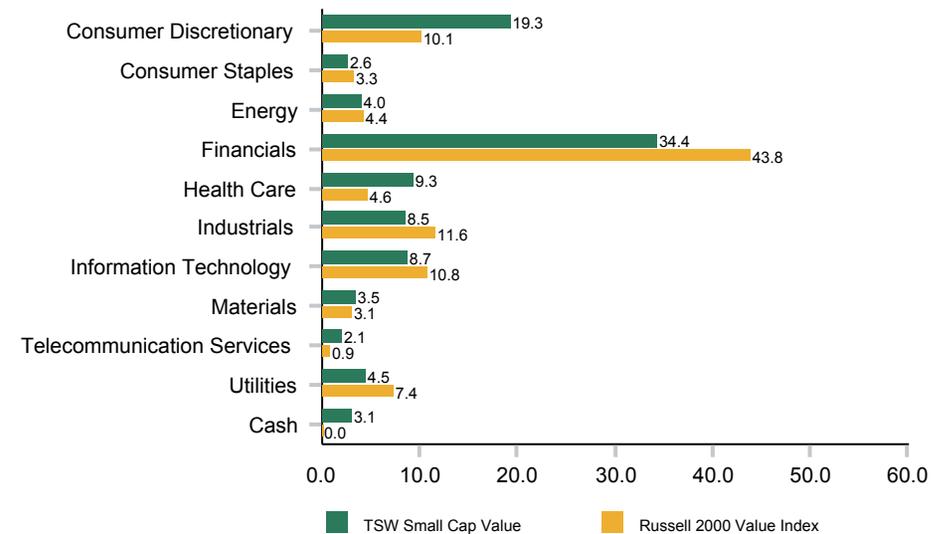
	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
New Media Investment Group Inc	1.84	0.10	1.74	28.29
Methode Electronics Inc	1.77	0.00	1.77	0.05
Cowen Group Inc	1.63	0.05	1.58	-16.01
Customers Bancorp Inc	1.61	0.09	1.52	5.91
American Equity Investment	1.59	0.23	1.36	3.94
Federated National Holding Co	1.57	0.05	1.52	23.26
Maiden Holdings Ltd	1.53	0.08	1.45	8.39
Green Dot Corp	1.53	0.09	1.44	-6.70
Covanta Holding Corp	1.50	0.00	1.50	-9.82
Ferro Corp.	1.50	0.00	1.50	1.55
% of Portfolio	16.07	0.69		

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$)	1,313,137,574	1,677,832,638
Median Mkt. Cap (\$)	933,590,385	602,745,180
Price/Earnings ratio	14.19	16.77
Price/Book ratio	1.84	1.61
5 Yr. EPS Growth Rate (%)	8.62	7.63
Current Yield (%)	1.65	2.30
Beta (5 Years, Monthly)	0.86	1.00
Number of Stocks	89	1,351

Distribution of Market Capitalization (%)



Sector Weights (%)



Buy-and-Hold Portfolio	0.93
Portfolio Trading	-1.17
Actual Return	-0.24
Benchmark Return	2.88
Actual Active Return	-3.12
Stock Selection	-3.38
Sector Selection	-0.40
Interaction	1.77
Total Selection	-2.01
Portfolio Trading	-1.17
Benchmark Trading	-0.07
Active Trading Impact	-1.11
Buy & Hold Active Return	-3.12

	Allocation — 10/01/2015		Performance — 1 Quarter Ending 12/31/2015		Attribution			Total
	Portfolio	Benchmark	Portfolio	Benchmark	Stock	Sector	Interaction	
Consumer Discretionary	17.83	10.54	9.32	-1.54	1.14	-0.33	0.79	1.61
Consumer Staples	3.82	3.24	-1.14	1.94	-0.10	-0.01	-0.02	-0.12
Energy	4.09	4.58	11.79	-6.76	0.85	0.05	-0.09	0.81
Financials	34.54	43.79	-3.42	3.13	-2.87	-0.02	0.61	-2.28
Health Care	8.63	4.28	7.97	6.01	0.08	0.13	0.09	0.30
Industrials	10.34	11.61	-12.03	3.95	-1.86	-0.01	0.20	-1.67
Information Technology	8.20	10.54	1.55	7.29	-0.61	-0.10	0.13	-0.57
Materials	3.55	3.12	9.38	0.50	0.28	-0.01	0.04	0.30
Telecommunication Services	2.24	0.90	0.53	6.45	-0.05	0.05	-0.08	-0.09
Utilities	4.37	7.39	2.28	5.73	-0.26	-0.08	0.10	-0.24
Cash	2.41	0.00	0.00	0.00	0.00	-0.07	0.00	-0.07
Total	100.00	100.00	0.93	2.94	-3.38	-0.40	1.77	-2.01

Town of Palm Beach Retirement System

TSW Small Cap Value

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 12/2005	1,872,997	-22,710	347,180	2,197,467	17.26
2007	2,197,467	-31,032	270,704	2,437,138	10.91
2008	2,437,138	-1,532,289	2,459,335	3,364,183	-35.90
2009	3,364,183	-89,079	843,462	4,118,567	22.42
2010	4,118,567	-83,268	1,030,623	5,065,921	23.00
2011	5,065,921	-80,695	74,131	5,059,357	-0.13
2012	5,059,357	-51,394	844,718	5,852,681	15.68
2013	5,852,681	-	2,695,976	8,548,657	46.06
2014	8,548,657	18,028	812,586	9,379,271	9.03
2015	9,379,271	-	-896,643	8,482,627	-9.56

Gain/Loss includes income received and change in accrued income for the period.

Inception to September 2014 represents SMID Value account returns; October 2014 forward represents Small Cap Value returns.

INTERNATIONAL EQUITY

Manager Profile

Style: International Value

Benchmark: MSCI EAFE Value (Net)

Peer Group: International Large Cap Value Equity (SA + CF)

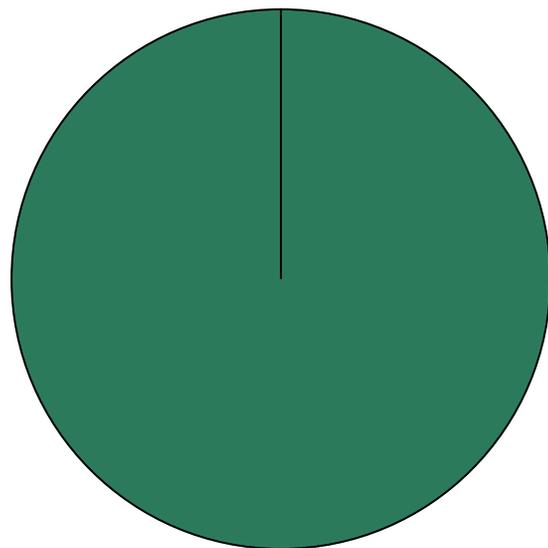
Inception Date: March 1, 2003

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Harris Associates International Value			
Beginning Market Value	15,171,187	16,750,201	16,750,201
Net Cash Flows	-38,941	-161,649	-161,649
Income	26,947	416,989	416,989
Gain/Loss	797,982	-1,048,366	-1,048,366
Ending Market Value	15,957,175	15,957,175	15,957,175

Asset Allocation by Segment

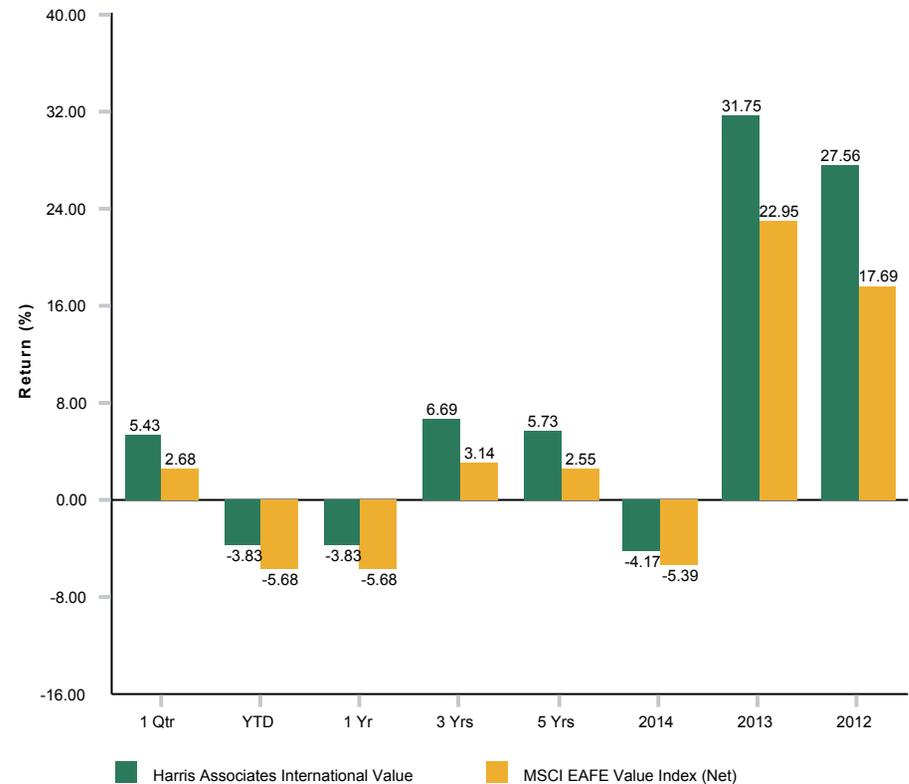
December 31, 2015 : \$15,957,175



Segments	Market Value (\$)	Allocation (%)
International Equity	15,957,175	100.00

Income includes income received and change in accrued income.

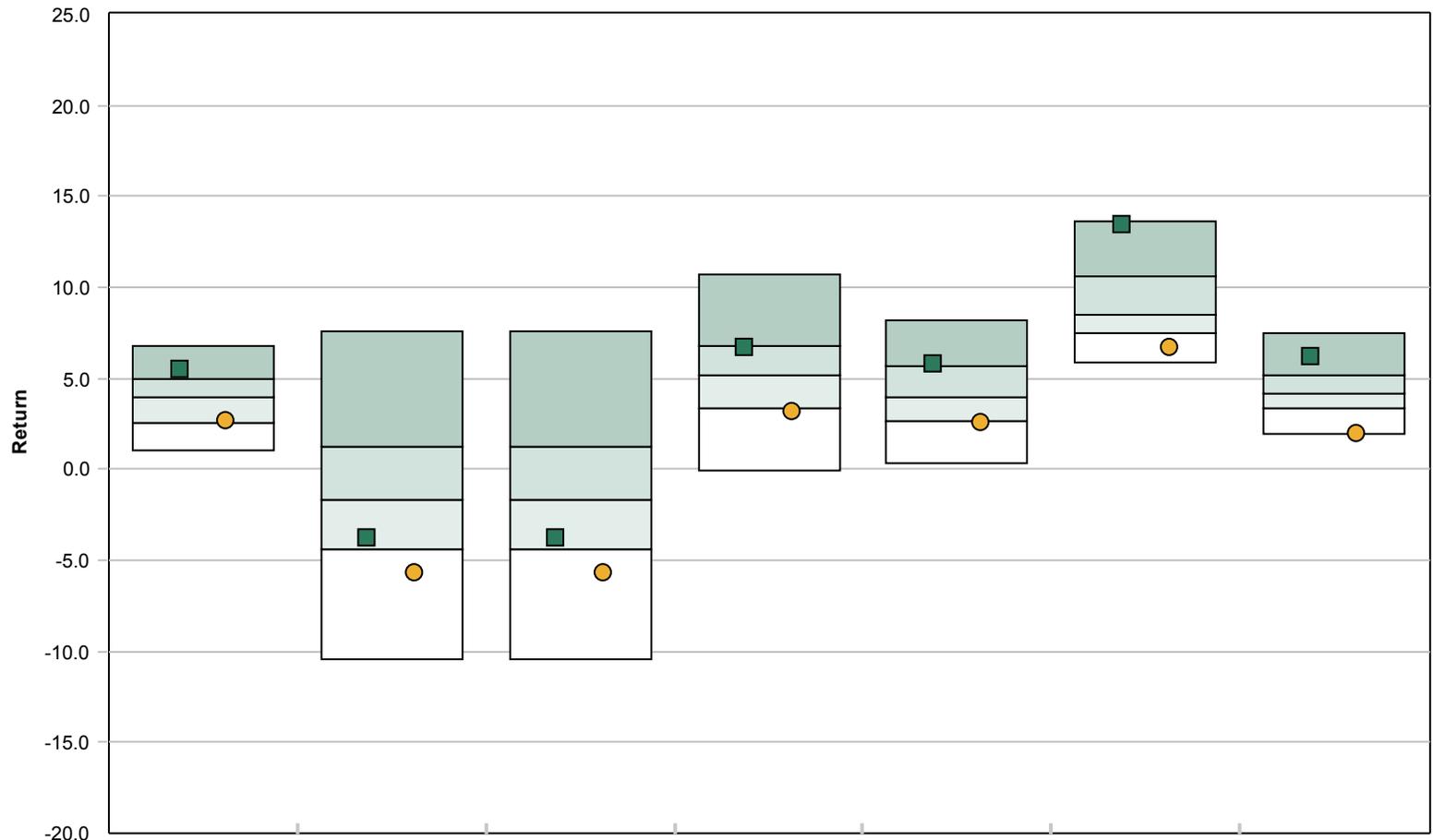
Performance Bar Chart



Cash allocation includes accrued income for the entire portfolio.

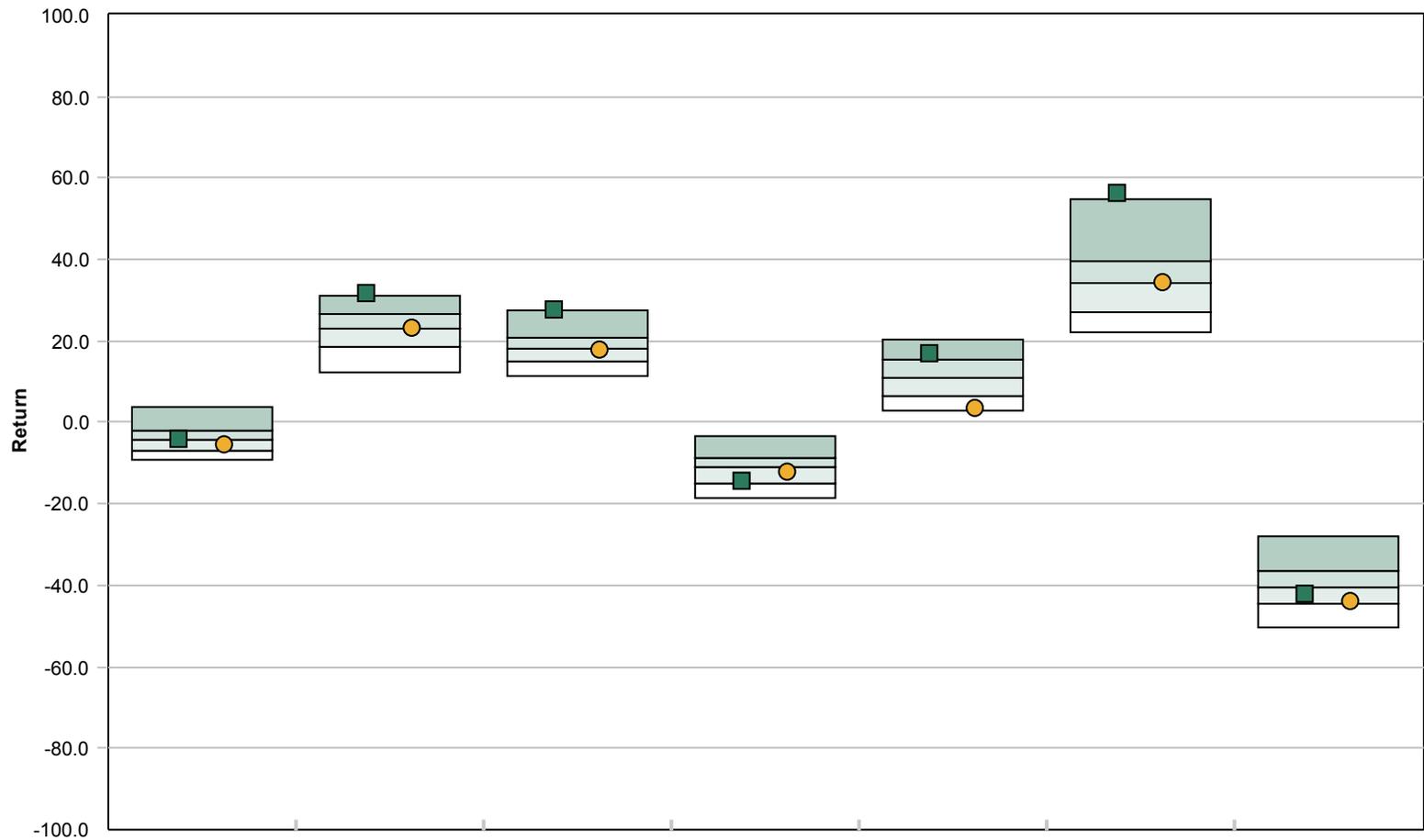
Monthly periodicity used in reports.

Peer Group Analysis - IM International Large Cap Value Equity (SA+CF)



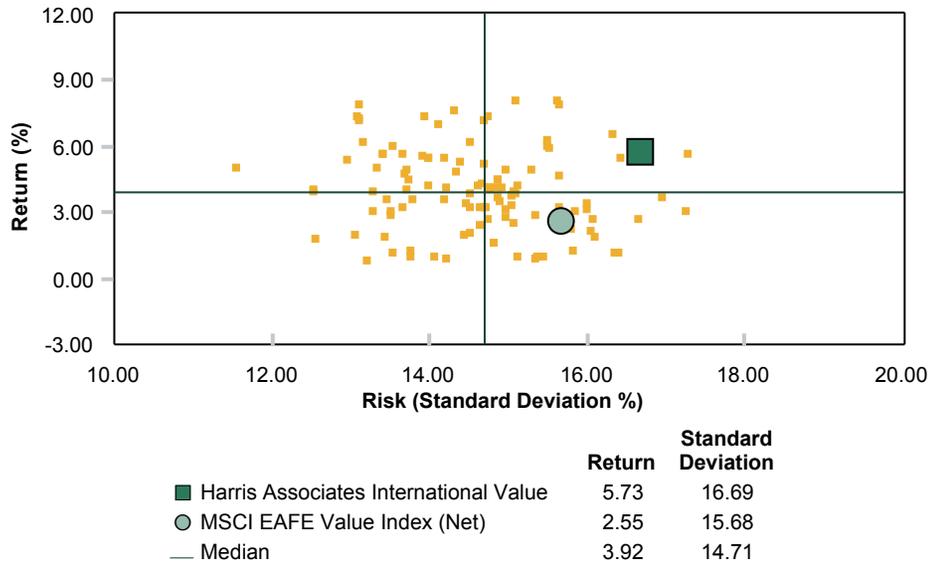
	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Harris Associates International Value	5.43 (20)	-3.83 (68)	-3.83 (68)	6.69 (27)	5.73 (24)	13.39 (6)	6.20 (17)
● MSCI EAFE Value Index (Net)	2.68 (73)	-5.68 (86)	-5.68 (86)	3.14 (78)	2.55 (76)	6.67 (88)	1.96 (95)
5th Percentile	6.79	7.61	7.61	10.68	8.17	13.66	7.50
1st Quartile	5.01	1.25	1.25	6.81	5.62	10.56	5.18
Median	3.92	-1.66	-1.66	5.19	3.92	8.49	4.14
3rd Quartile	2.55	-4.38	-4.38	3.36	2.62	7.50	3.36
95th Percentile	1.03	-10.44	-10.44	-0.10	0.29	5.90	1.91

Peer Group Analysis - IM International Large Cap Value Equity (SA+CF)

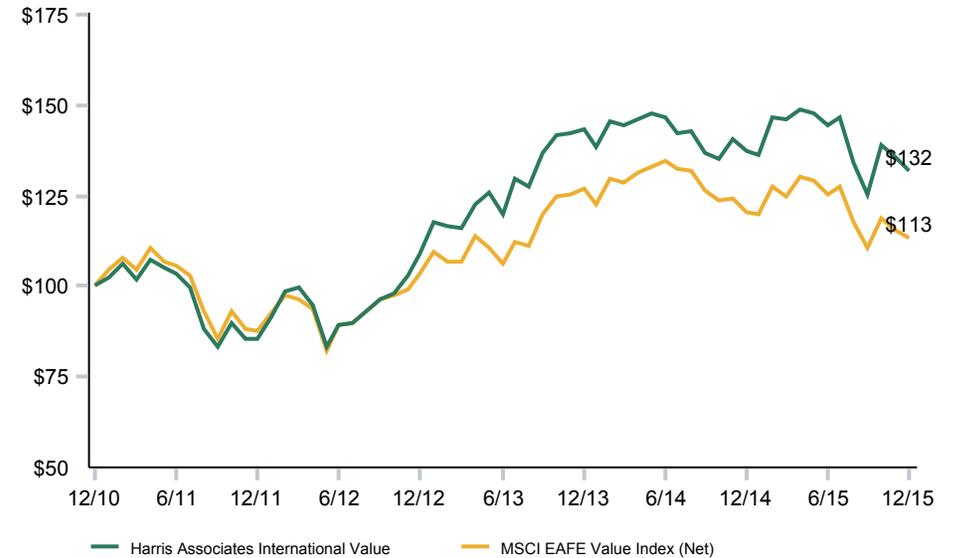


	2014	2013	2012	2011	2010	2009	2008
■ Harris Associates International Value	-4.17 (51)	31.75 (5)	27.56 (5)	-14.72 (75)	16.96 (18)	56.01 (4)	-42.07 (60)
● MSCI EAFE Value Index (Net)	-5.39 (66)	22.95 (54)	17.69 (53)	-12.17 (60)	3.25 (95)	34.23 (51)	-44.09 (74)
5th Percentile	3.84	31.32	27.37	-3.52	20.51	54.63	-28.14
1st Quartile	-2.17	26.60	20.69	-8.58	15.37	39.78	-36.63
Median	-4.04	23.24	17.91	-10.80	10.81	34.37	-40.58
3rd Quartile	-6.94	18.49	15.04	-14.77	6.47	27.14	-44.35
95th Percentile	-9.28	12.33	11.31	-18.68	2.96	21.95	-50.14

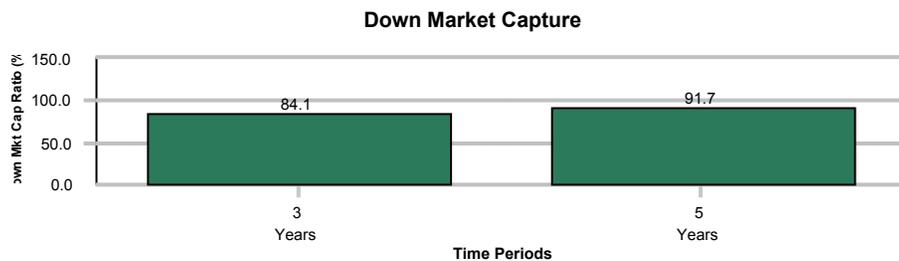
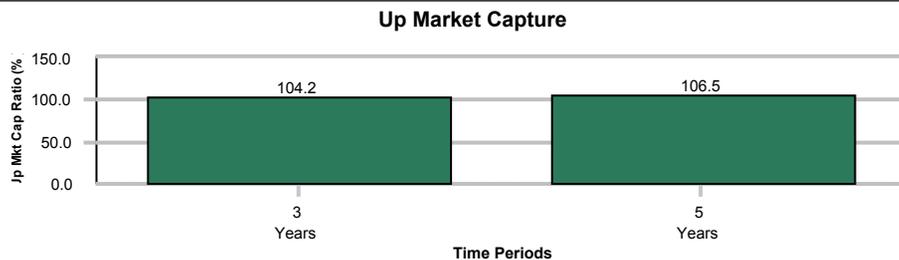
Peer Group Scattergram (01/01/11 to 12/31/15)



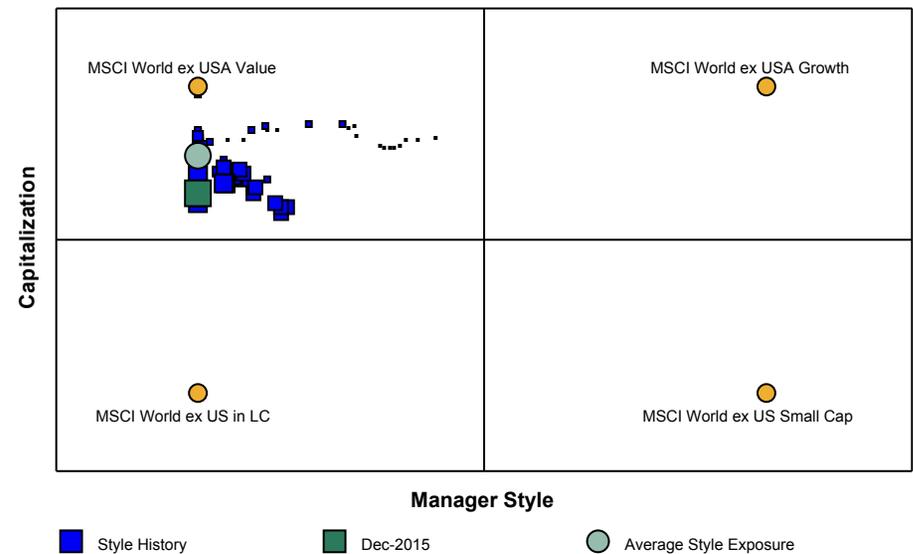
Growth of a Dollar (01/01/11 to 12/31/15)



3 & 5 Year Up / Down Market Capture



Style Analysis



Monthly periodicity used in reports.

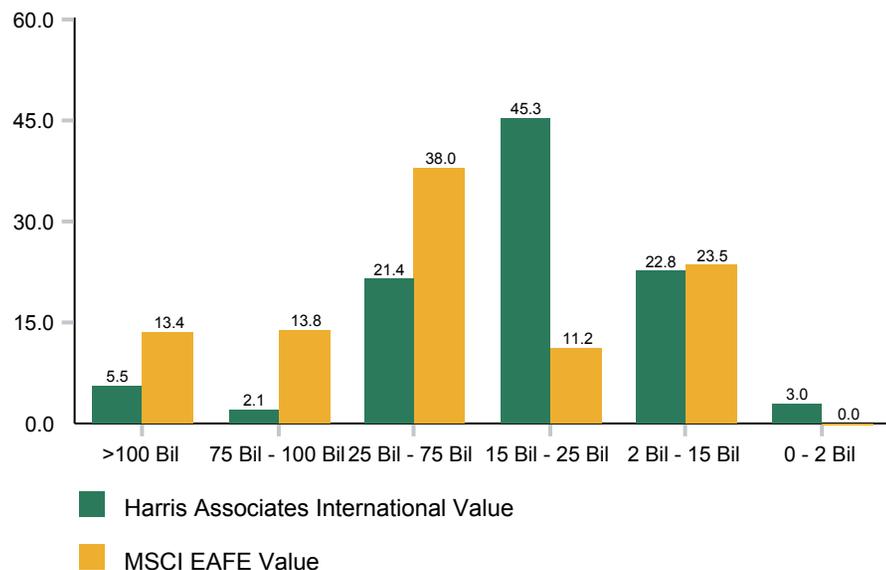
Top Ten Equity Holdings

	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Ameriprise Financial Inc	30.75	0.00	30.75	-1.92
Credit Suisse Group	3.74	0.64	3.10	-6.97
Honda Motor Co Ltd	2.95	0.87	2.08	10.64
BNP Paribas	2.85	0.99	1.86	-3.13
Nomura Holdings Inc	2.80	0.34	2.46	-1.73
Daimler AG	2.64	0.87	1.77	16.42
Toyota Motor Corp	2.62	1.82	0.80	6.96
Bayerische Motoren Werke AG	2.31	0.58	1.73	19.40
iShares MSCI India Small-Cap ETF	2.26	0.00	2.26	1.37
Daiwa Securities Group Inc	2.18	0.17	2.01	-3.65
% of Portfolio	55.10	6.28		

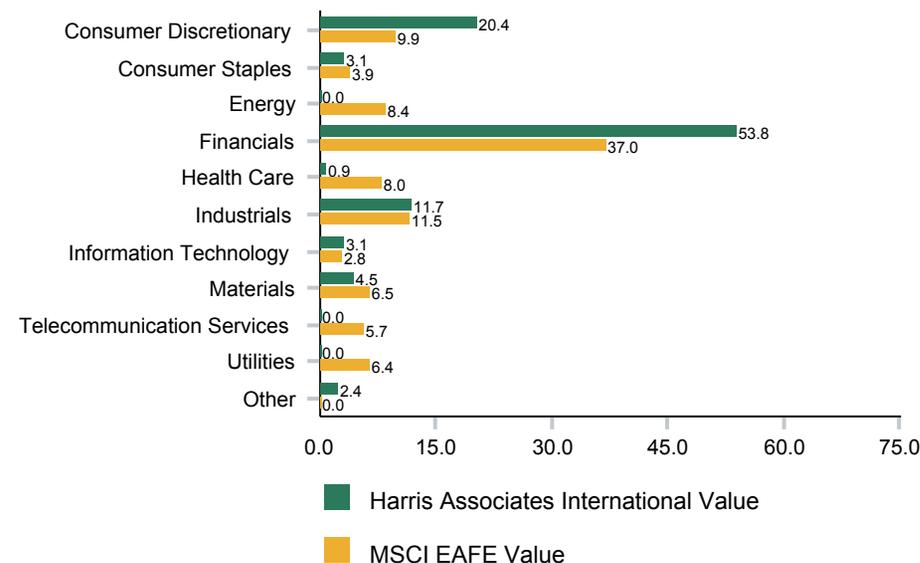
Portfolio Characteristics

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$)	34,458,470,020	56,004,158,375
Median Mkt. Cap (\$)	15,350,722,496	8,474,904,863
Price/Earnings ratio	13.87	13.65
Price/Book ratio	2.19	1.68
5 Yr. EPS Growth Rate (%)	14.60	1.45
Current Yield (%)	2.75	4.17
Number of Stocks	57	482

Distribution of Market Capitalization (%)



Sector Weights (%)



Buy-and-Hold Portfolio	5.60
Portfolio Trading	-0.17
Actual Return	5.43
Benchmark Return	2.72
Actual Active Return	2.71
Stock Selection	2.24
Sector Selection	1.61
Interaction	-0.92
Total Selection	2.94
Portfolio Trading	-0.17
Benchmark Trading	0.06
Active Trading Impact	-0.23
Buy & Hold Active Return	2.71

	Allocation — 10/01/2015		Performance — 1 Quarter Ending December 31, 2015		Attribution			Total
	Portfolio	Benchmark	Portfolio	Benchmark	Stock	Sector	Interaction	
Consumer Discretionary	28.94	8.68	6.58	8.32	-0.15	1.14	-0.35	0.64
Consumer Staples	6.62	5.81	7.18	2.83	0.25	0.00	0.04	0.29
Energy	0.00	8.47	0.00	0.28	0.00	0.20	0.00	0.20
Financials	30.80	37.37	2.73	2.41	0.12	0.02	-0.02	0.12
Health Care	0.88	8.14	21.13	2.72	1.50	0.00	-1.34	0.16
Industrials	18.57	9.57	2.99	3.43	-0.04	0.07	-0.04	-0.01
Information Technology	8.37	2.00	19.89	6.61	0.27	0.25	0.85	1.36
Materials	5.82	6.96	-0.40	-4.60	0.29	0.08	-0.05	0.33
Telecommunication Services	0.00	5.89	0.00	5.93	0.00	-0.19	0.00	-0.19
Utilities	0.00	7.11	0.00	2.05	0.00	0.04	0.00	0.04
Total	100.00	100.00	5.60	2.67	2.24	1.61	-0.92	2.94

Town of Palm Beach Retirement System

Harris Associates International Value

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 03/2003	3,552,620	-	2,085,391	5,638,011	58.70
2004	5,638,011	-3,783,847	981,325	2,835,489	19.23
2005	2,835,489	-	454,115	3,289,604	16.02
2006	3,289,604	-1,150,000	865,040	3,004,644	31.28
2007	3,004,644	-400,000	6,859	2,611,503	-0.42
2008	2,611,503	-1,015,000	-812,385	784,118	-42.07
2009	784,118	3,200,000	619,308	4,603,426	56.01
2010	4,603,426	-	780,631	5,384,057	16.96
2011	5,384,057	-1,350,000	-514,838	3,519,219	-14.72
2012	3,519,219	-	970,018	4,489,237	27.56
2013	4,489,237	5,590,025	2,188,870	12,268,132	31.75
2014	12,268,132	5,258,011	-775,942	16,750,201	-4.17
2015	16,750,201	-161,649	-631,377	15,957,175	-3.83

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

Manager Profile

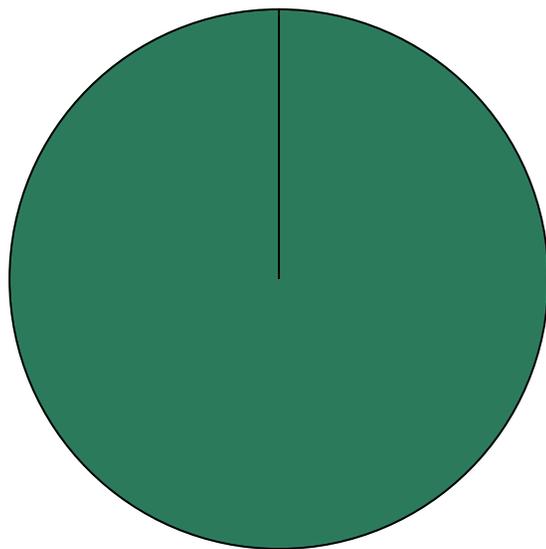
Style: International Growth Equity
Benchmark: MSCI EAFE Growth (Net)
Peer Group: International Large Cap Growth Equity (MF)
Inception Date: January 1, 2003

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Artisan International Growth			
Beginning Market Value	15,929,529	17,663,675	17,663,675
Net Cash Flows	-	-	-
Income	123,324	123,324	123,324
Gain/Loss	969,851	-764,294	-764,294
Ending Market Value	17,022,704	17,022,704	17,022,704

Asset Allocation by Segment

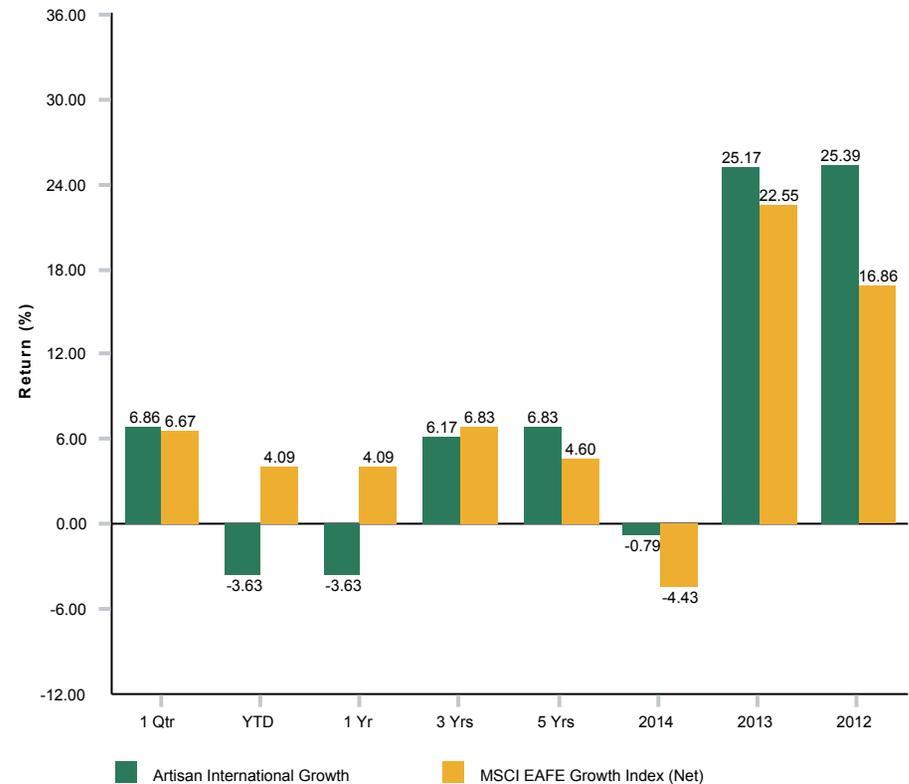
December 31, 2015 : \$17,022,704



Segments	Market Value (\$)	Allocation (%)
International Equity	17,022,704	100.00

Income includes income received and change in accrued income.

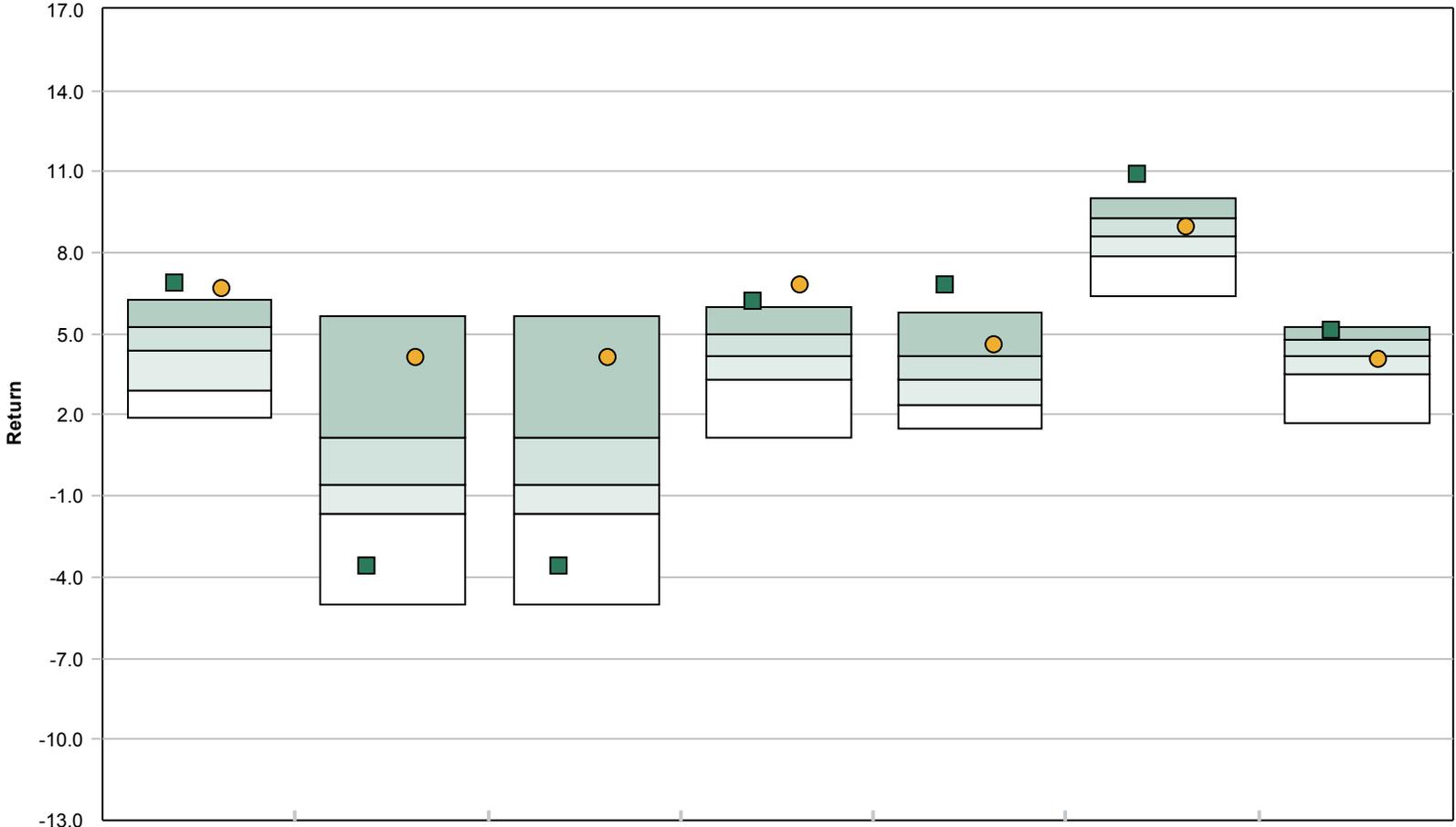
Performance Bar Chart



Cash allocation includes accrued income for the entire portfolio.

Monthly periodicity used in reports.

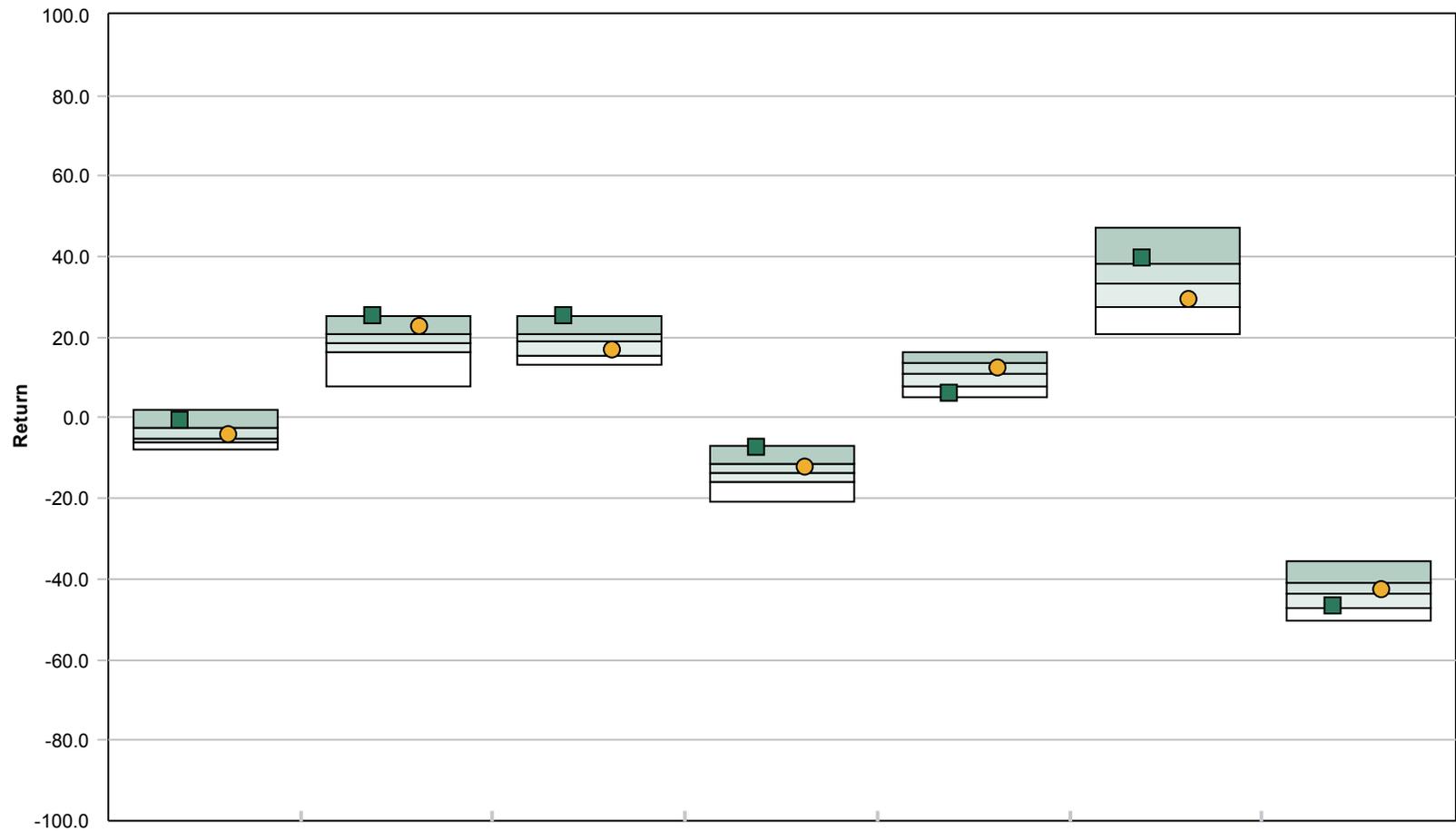
Peer Group Analysis - IM International Large Cap Growth Equity (MF)



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Artisan International Growth	6.86 (3)	-3.63 (89)	-3.63 (89)	6.17 (5)	6.83 (2)	10.88 (1)	5.09 (11)
● MSCI EAFE Growth Index (Net)	6.67 (4)	4.09 (8)	4.09 (8)	6.83 (4)	4.60 (18)	8.92 (37)	4.03 (58)
5th Percentile	6.29	5.68	5.68	6.03	5.82	10.05	5.27
1st Quartile	5.22	1.14	1.14	4.98	4.20	9.27	4.78
Median	4.40	-0.57	-0.57	4.15	3.31	8.58	4.21
3rd Quartile	2.88	-1.67	-1.67	3.30	2.40	7.90	3.54
95th Percentile	1.91	-5.04	-5.04	1.18	1.46	6.41	1.67

Monthly periodicity used in reports.

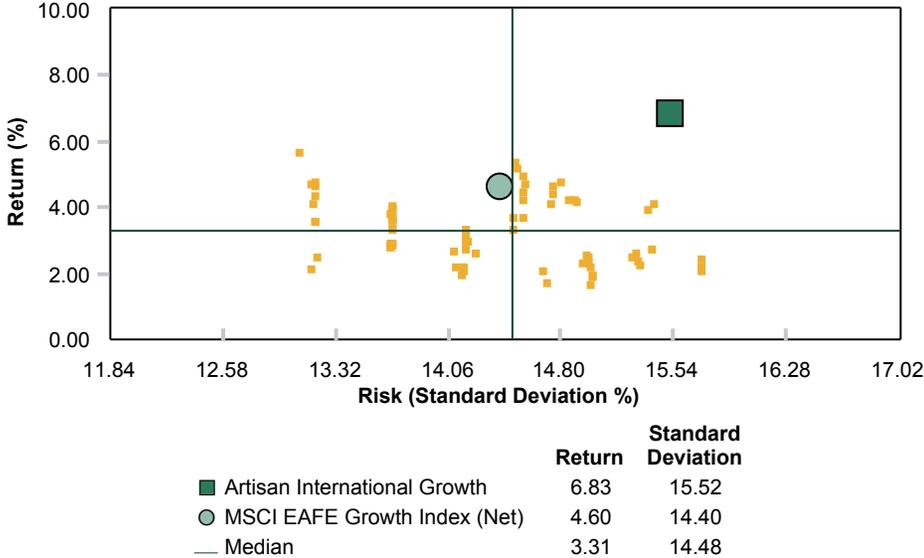
Peer Group Analysis - IM International Large Cap Growth Equity (MF)



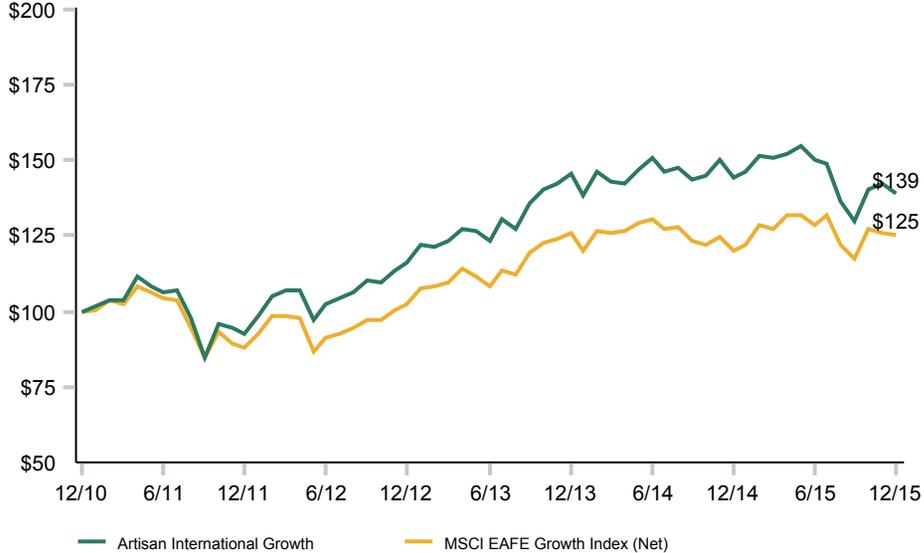
	2014	2013	2012	2011	2010	2009	2008
■ Artisan International Growth	-0.79 (15)	25.17 (5)	25.39 (5)	-7.26 (9)	5.91 (90)	39.80 (15)	-46.96 (75)
● MSCI EAFE Growth Index (Net)	-4.43 (43)	22.55 (13)	16.86 (70)	-12.11 (31)	12.25 (37)	29.36 (71)	-42.70 (45)
5th Percentile	2.01	25.10	25.27	-6.78	16.45	47.40	-35.58
1st Quartile	-2.39	20.59	20.87	-11.44	13.46	38.05	-41.04
Median	-4.98	18.39	18.85	-13.61	11.10	33.27	-43.61
3rd Quartile	-6.09	16.38	15.66	-15.69	7.95	27.32	-46.99
95th Percentile	-7.75	8.03	13.24	-21.01	5.19	20.95	-50.13

Monthly periodicity used in reports.

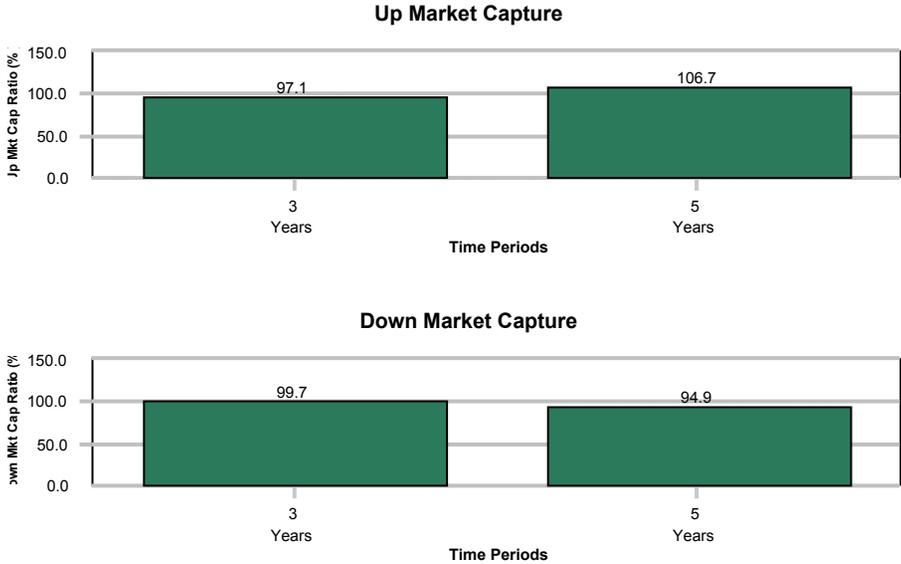
Peer Group Scattergram (01/01/11 to 12/31/15)



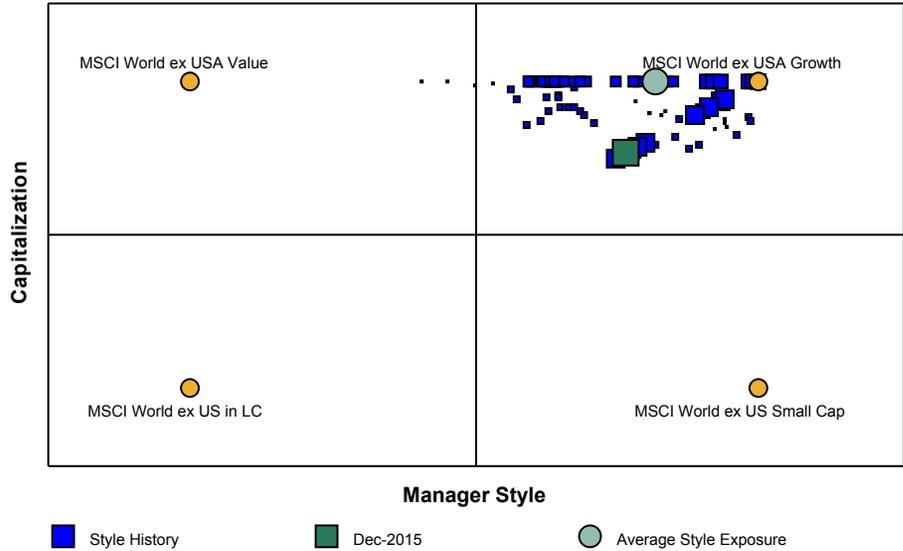
Growth of a Dollar (01/01/11 to 12/31/15)



3 & 5 Year Up / Down Market Capture



Style Analysis



Monthly periodicity used in reports.

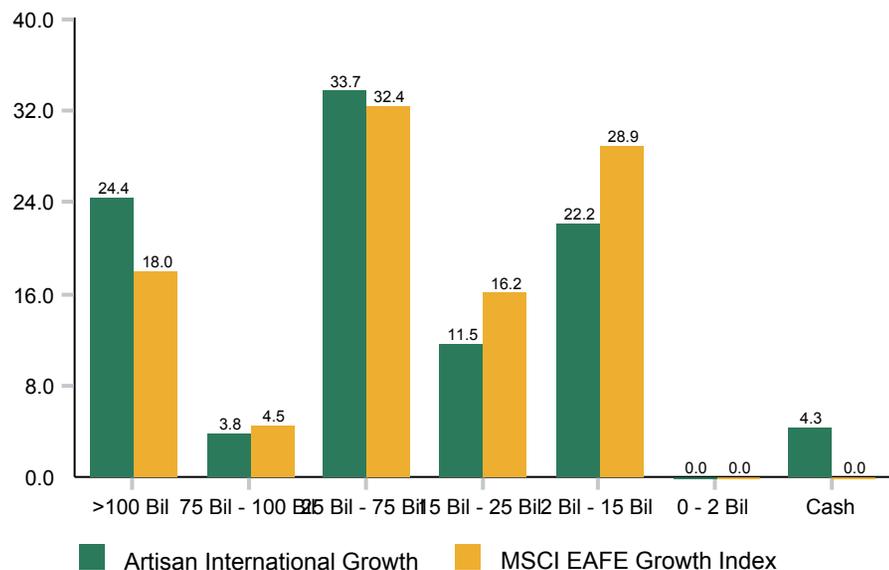
Top Ten Equity Holdings

	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Medtronic PLC	5.05	0.00	5.05	15.47
Bayer AG	4.41	1.66	2.75	-1.55
Baidu Inc	3.90	0.00	3.90	37.57
AIA Group Ltd	3.71	1.15	2.56	16.34
Nestle SA, Cham Und Vevey	3.00	2.46	0.54	-0.64
Roche Holding AG	2.92	3.09	-0.17	5.00
Tencent Holdings LTD	2.91	0.00	2.91	17.92
Syngenta AG, Basel	2.65	0.00	2.65	22.72
Liberty Global Plc Global Group	2.64	0.00	2.64	-0.61
Delphi Automotive PLC	2.49	0.00	2.49	13.09
% of Portfolio	33.68	8.36		

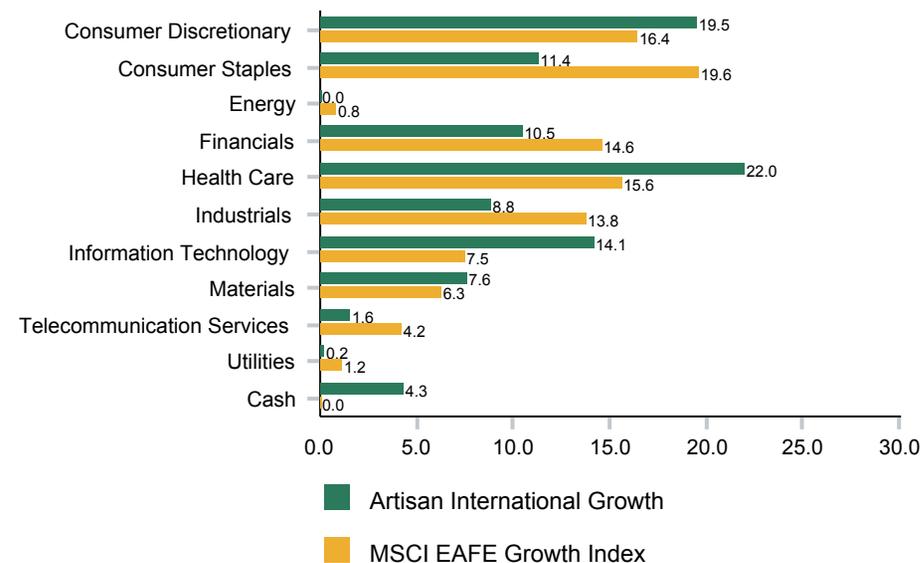
Portfolio Characteristics

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$)	63,796,196,465	56,705,267,985
Median Mkt. Cap (\$)	25,191,845,538	8,719,877,048
Price/Earnings ratio	23.06	20.24
Price/Book ratio	3.03	2.93
5 Yr. EPS Growth Rate (%)	9.98	12.12
Current Yield (%)	1.65	2.20
Number of Stocks	67	545

Distribution of Market Capitalization (%)



Sector Weights (%)



Buy-and-Hold Portfolio	7.44
Portfolio Trading	-0.58
Actual Return	6.86
Benchmark Return	6.70
Actual Active Return	0.16
Stock Selection	0.22
Sector Selection	-0.09
Interaction	0.61
Total Selection	0.74
Portfolio Trading	-0.58
Benchmark Trading	0.00
Active Trading Impact	-0.57
Buy & Hold Active Return	0.16

	Allocation — 10/01/2015		Performance — 1 Quarter Ending December 31, 2015		Stock	Attribution		
	Portfolio	Benchmark	Portfolio	Benchmark		Sector	Interaction	Total
Consumer Discretionary	21.51	17.34	6.31	4.39	0.33	-0.10	0.08	0.32
Consumer Staples	10.11	17.82	5.95	5.94	0.00	0.06	0.00	0.06
Energy	0.00	1.22	0.00	4.07	0.00	0.03	0.00	0.03
Financials	12.39	14.80	4.98	6.21	-0.18	0.01	0.03	-0.14
Health Care	19.50	15.31	9.27	6.73	0.39	0.00	0.11	0.50
Industrials	8.78	15.20	4.87	8.33	-0.53	-0.10	0.22	-0.41
Information Technology	12.63	7.41	15.01	11.45	0.26	0.25	0.19	0.70
Materials	8.08	6.23	5.51	7.12	-0.10	0.01	-0.03	-0.12
Telecommunication Services	3.15	3.93	9.03	7.36	0.07	-0.01	-0.01	0.05
Utilities	0.10	0.73	0.54	4.68	-0.03	0.01	0.03	0.01
Cash	3.75	0.00	0.00	0.00	0.00	-0.25	0.00	-0.25
Total	100.00	100.00	7.44	6.70	0.22	-0.09	0.61	0.74

Town of Palm Beach Retirement System

Artisan International Growth

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
2003	3,700,000	-	1,088,557	4,788,557	29.14
2004	4,788,557	-2,752,351	860,153	2,896,359	17.77
2005	2,896,359	-	476,717	3,373,076	16.26
2006	3,373,076	-1,100,000	695,164	2,968,240	25.56
2007	2,968,240	-	585,673	3,553,913	19.74
2008	3,553,913	-1,550,000	-1,161,568	842,345	-46.96
2009	842,345	2,250,000	566,481	3,658,826	39.80
2010	3,658,826	375,000	217,462	4,251,288	5.91
2011	4,251,288	-	-308,673	3,942,615	-7.26
2012	3,942,615	-	1,000,980	4,943,595	25.39
2013	4,943,595	5,334,686	2,010,280	12,288,561	25.17
2014	12,288,561	5,410,609	-35,494	17,663,675	-0.79
2015	17,663,675	-	-640,971	17,022,704	-3.63

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

Manager Profile

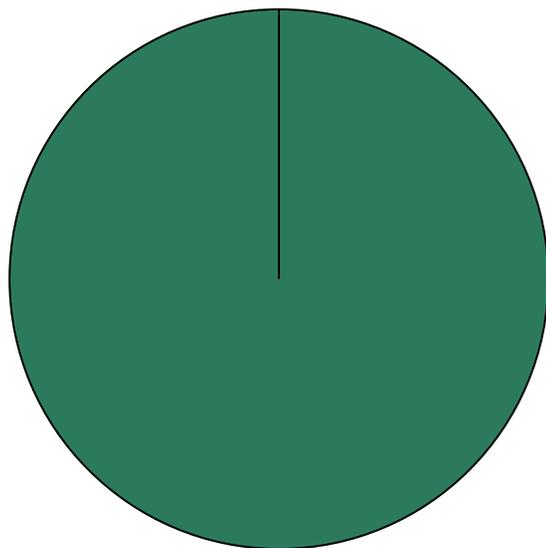
Style: Emerging Markets Equity
Benchmark: MSCI EM (Net)
Peer Group: Emerging Markets Equity (SA + CF)
Inception Date: September 1, 2013

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Acadian Emerging Markets Equity II Fund LLC			
Beginning Market Value	8,834,537	10,711,192	10,711,192
Net Cash Flows	-18,104	-79,436	-79,436
Income	-	-	-
Gain/Loss	-46,512	-1,861,836	-1,861,836
Ending Market Value	8,769,921	8,769,921	8,769,921

Asset Allocation by Segment

December 31, 2015 : \$8,769,921

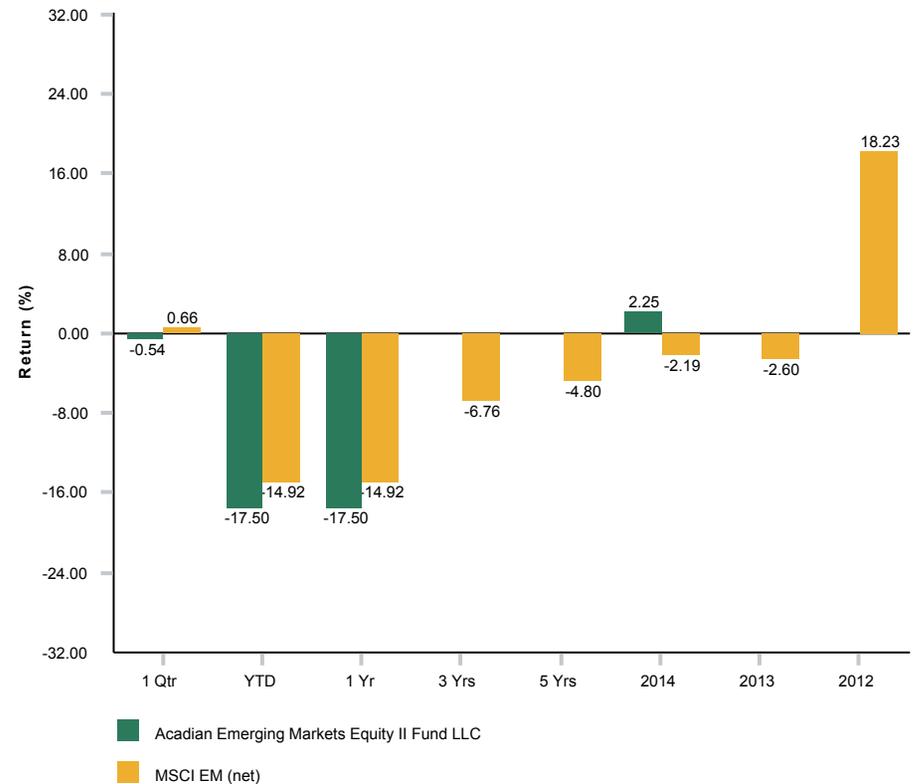


Segments	Market Value (\$)	Allocation (%)
Emerging Equity	8,769,921	100.00

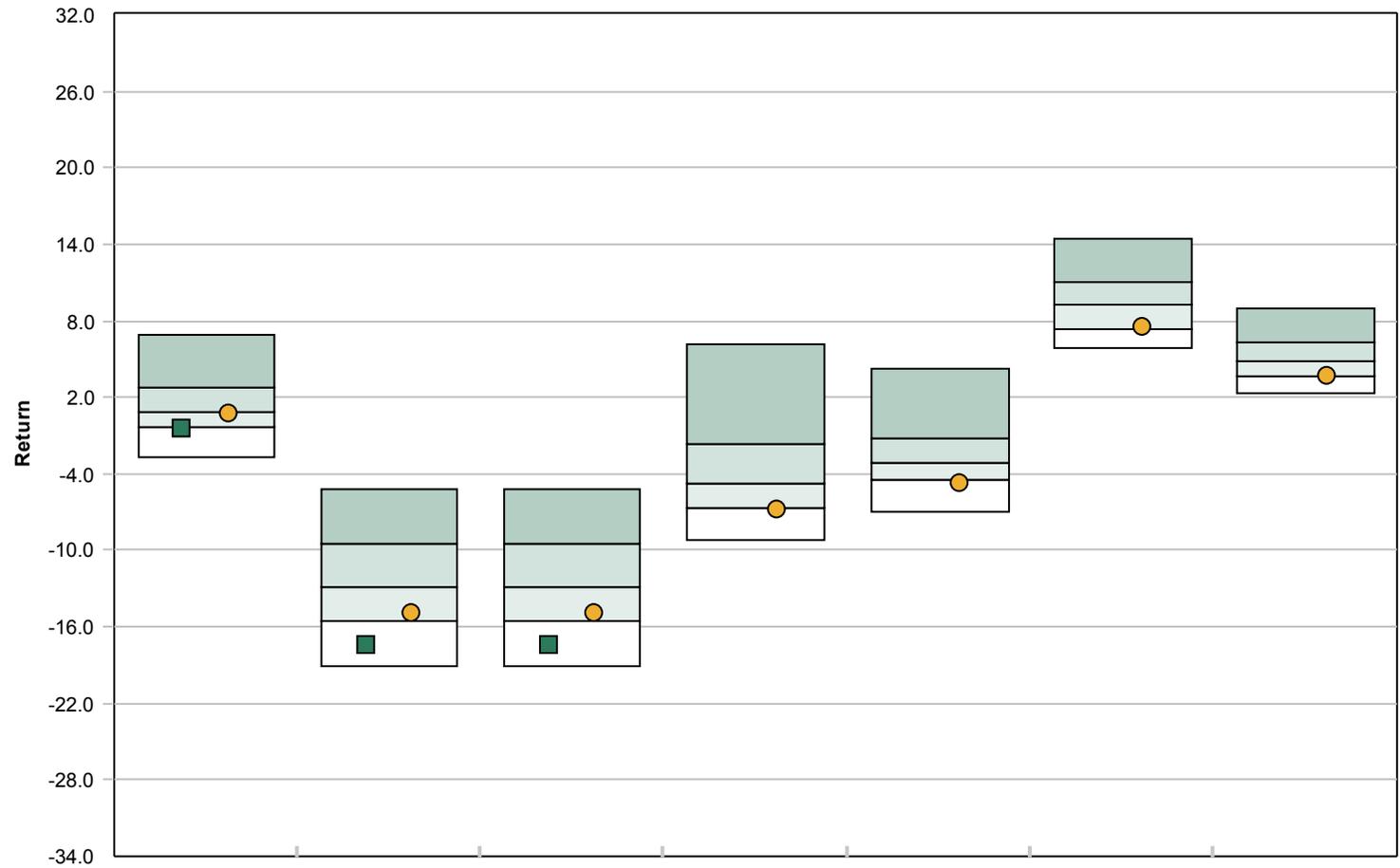
Cash allocation includes accrued income for the entire portfolio.

Income includes income received and change in accrued income.

Performance Bar Chart

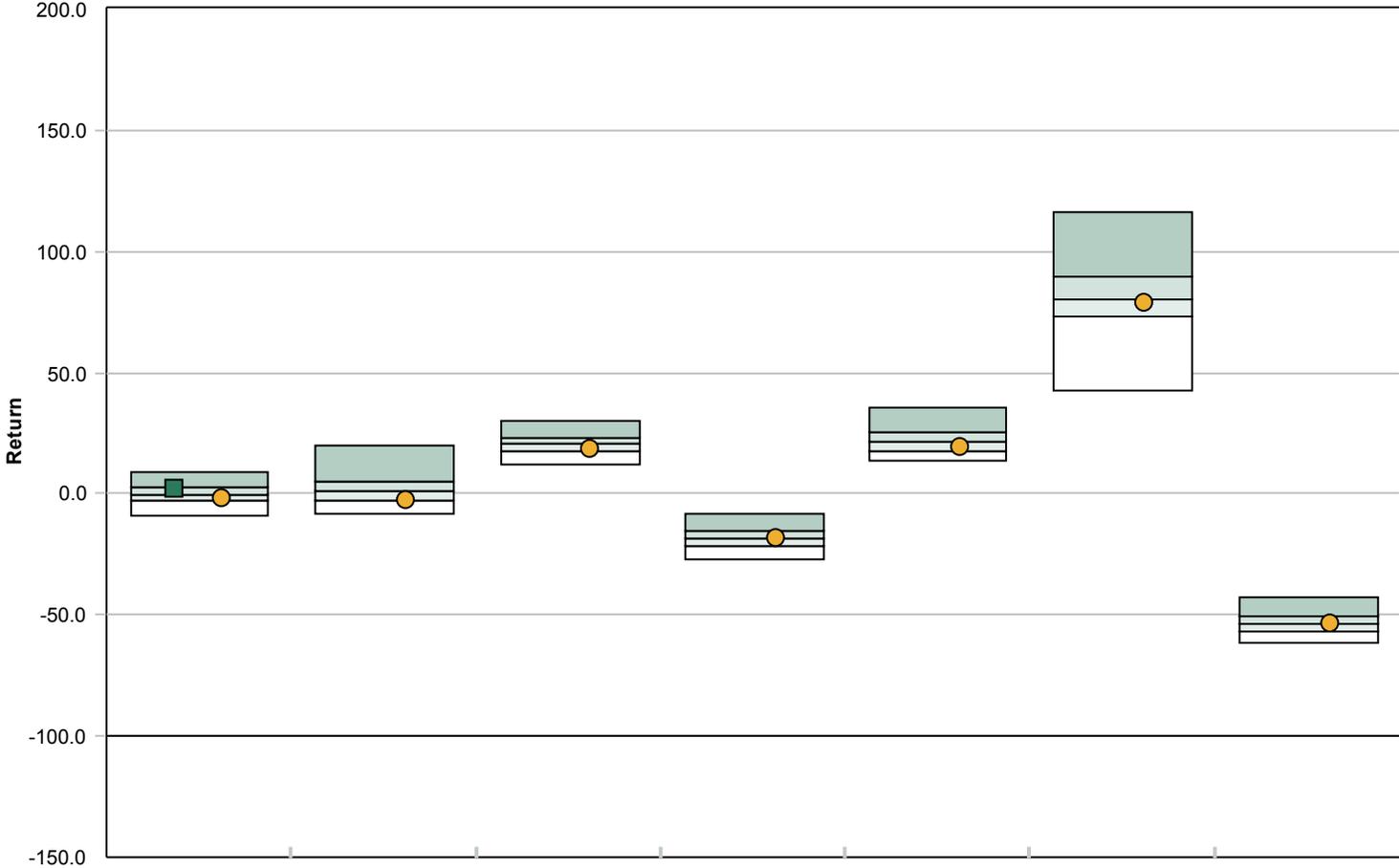


Peer Group Analysis - IM Emerging Markets Equity (SA+CF)



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Acadian Emerging Markets Equity II Fund LLC	-0.54 (78)	-17.50 (88)	-17.50 (88)	N/A	N/A	N/A	N/A
● MSCI EM (net)	0.66 (58)	-14.92 (65)	-14.92 (65)	-6.76 (76)	-4.80 (79)	7.50 (75)	3.62 (76)
5th Percentile	6.84	-5.25	-5.25	6.14	4.18	14.45	8.91
1st Quartile	2.80	-9.56	-9.56	-1.60	-1.26	10.99	6.36
Median	0.92	-12.88	-12.88	-4.75	-3.20	9.28	4.90
3rd Quartile	-0.32	-15.55	-15.55	-6.74	-4.50	7.41	3.62
95th Percentile	-2.63	-19.14	-19.14	-9.17	-7.00	5.80	2.35

Peer Group Analysis - IM Emerging Markets Equity (SA+CF)



	2014	2013	2012	2011	2010	2009	2008
■ Acadian Emerging Markets Equity II Fund LLC	2.25 (31)	N/A	N/A	N/A	N/A	N/A	N/A
● MSCI EM (net)	-2.19 (71)	-2.60 (74)	18.23 (69)	-18.42 (51)	18.88 (69)	78.51 (58)	-53.33 (44)
5th Percentile	8.62	19.66	29.75	-8.20	35.38	116.07	-42.46
1st Quartile	3.05	5.09	22.94	-15.71	25.62	89.62	-50.70
Median	-0.21	0.80	20.54	-18.28	21.72	80.18	-54.04
3rd Quartile	-2.84	-2.68	17.20	-21.76	17.89	73.23	-56.59
95th Percentile	-9.32	-7.92	11.74	-26.87	13.72	42.56	-61.58

Monthly periodicity used in reports.

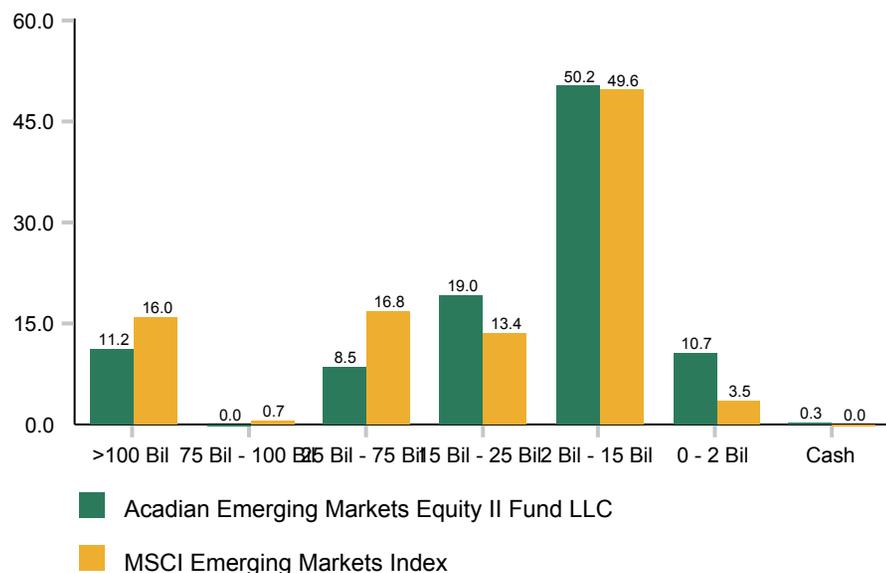
Top Ten Equity Holdings

	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Samsung Electronics Co Ltd	5.15	3.44	1.71	12.05
Hon Hai Precision Industry Co Ltd	2.45	1.03	1.42	-5.59
Bank of China Ltd	2.31	1.03	1.28	3.89
Kia Motors Corp	1.82	0.34	1.48	-1.03
Aurobindo Pharma Ltd	1.81	0.10	1.71	12.87
Netease Inc	1.79	0.21	1.58	51.39
China Mobile Ltd	1.60	2.02	-0.42	-4.70
Hcl Technologies Ltd	1.58	0.21	1.37	-13.26
Tenaga Nasional Berhad	1.55	0.31	1.24	15.06
China Construction Bank Corp	1.51	1.68	-0.17	3.09
% of Portfolio	21.57	10.37		

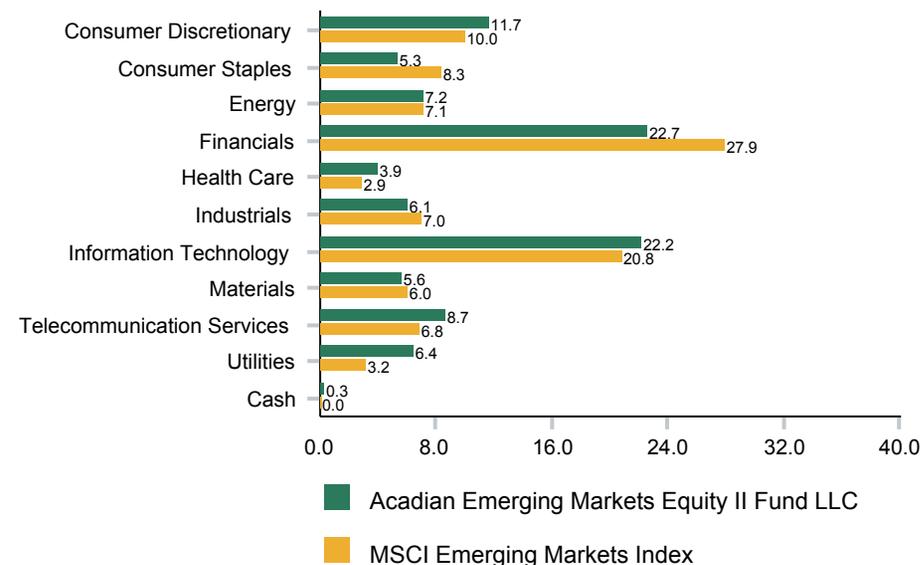
Portfolio Characteristics

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$)	28,432,238,025	41,067,155,141
Median Mkt. Cap (\$)	2,053,835,570	4,734,820,953
Price/Earnings ratio	8.63	11.44
Price/Book ratio	2.03	2.42
5 Yr. EPS Growth Rate (%)	11.98	10.67
Current Yield (%)	2.94	2.77
Number of Stocks	547	838

Distribution of Market Capitalization (%)



Sector Weights (%)



Town of Palm Beach Retirement System

Acadian Emerging Markets Equity II Fund LLC

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 09/2013	9,831,873	-11,357	733,209	10,553,725	7.45
2014	10,553,725	-81,381	238,848	10,711,192	2.25
2015	10,711,192	-79,436	-1,861,836	8,769,921	-17.50

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

Manager Profile

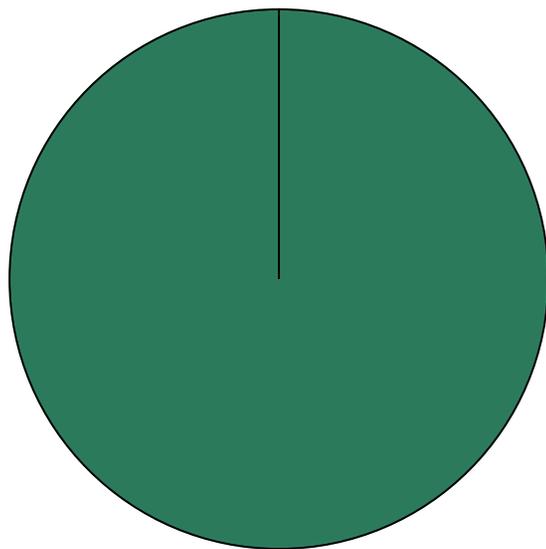
Style: Emerging Markets Equity
Benchmark: MSCI EM (Net)
Peer Group: Emerging Markets Equity (SA + CF)
Inception Date: October 1, 2013

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Wells Capital Emerging Markets			
Beginning Market Value	8,208,291	9,609,127	9,609,127
Net Cash Flows	-	-513	-513
Income	-	-	-
Gain/Loss	320,243	-1,080,080	-1,080,080
Ending Market Value	8,528,534	8,528,534	8,528,534

Asset Allocation by Segment

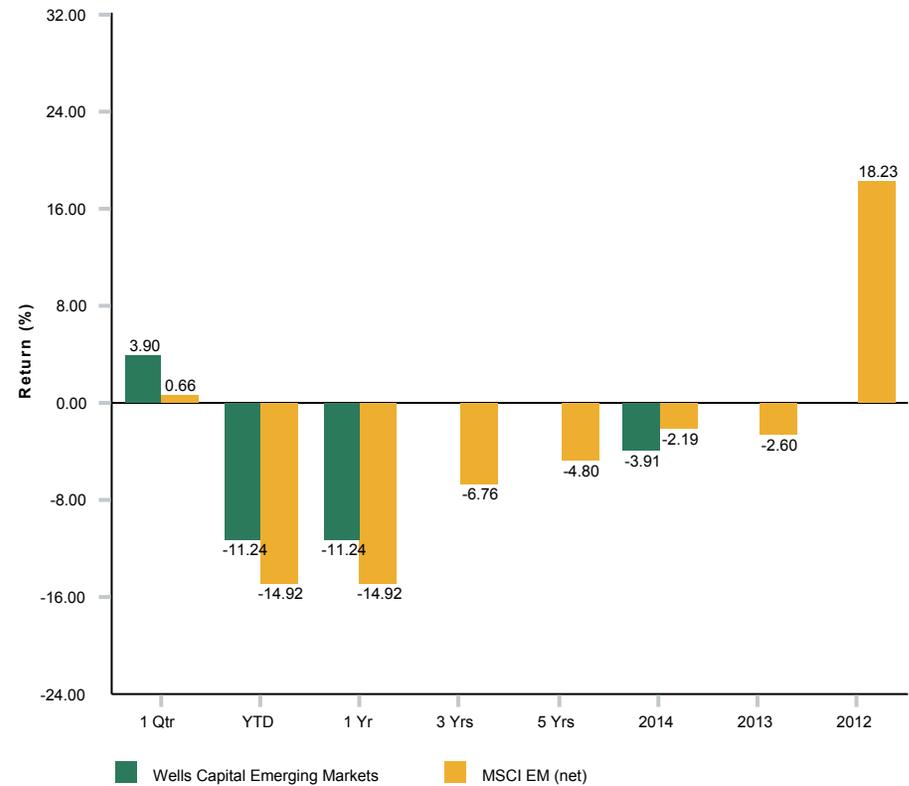
December 31, 2015 : \$8,528,534



Segments	Market Value (\$)	Allocation (%)
Emerging Equity	8,528,534	100.00

Income includes income received and change in accrued income.

Performance Bar Chart



Cash allocation includes accrued income for the entire portfolio.

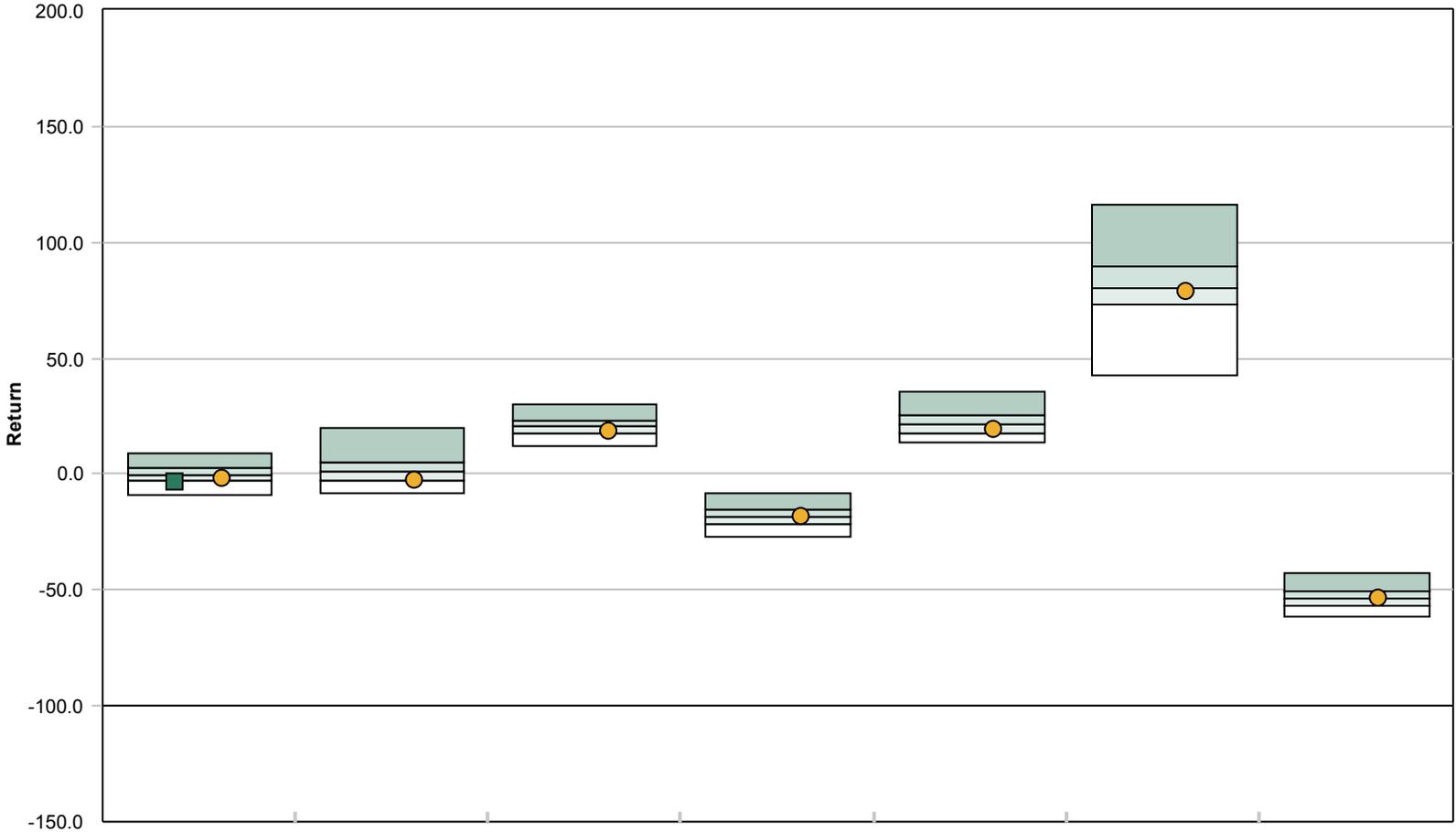
Monthly periodicity used in reports.

Peer Group Analysis - IM Emerging Markets Equity (SA+CF)



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Wells Capital Emerging Markets	3.90 (17)	-11.24 (35)	-11.24 (35)	N/A	N/A	N/A	N/A
● MSCI EM (net)	0.66 (58)	-14.92 (65)	-14.92 (65)	-6.76 (76)	-4.80 (79)	7.50 (75)	3.62 (76)
5th Percentile	6.84	-5.25	-5.25	6.14	4.18	14.45	8.91
1st Quartile	2.80	-9.56	-9.56	-1.60	-1.26	10.99	6.36
Median	0.92	-12.88	-12.88	-4.75	-3.20	9.28	4.90
3rd Quartile	-0.32	-15.55	-15.55	-6.74	-4.50	7.41	3.62
95th Percentile	-2.63	-19.14	-19.14	-9.17	-7.00	5.80	2.35

Peer Group Analysis - IM Emerging Markets Equity (SA+CF)



	2014	2013	2012	2011	2010	2009	2008
■ Wells Capital Emerging Markets	-3.91 (81)	N/A	N/A	N/A	N/A	N/A	N/A
● MSCI EM (net)	-2.19 (71)	-2.60 (74)	18.23 (69)	-18.42 (51)	18.88 (69)	78.51 (58)	-53.33 (44)
5th Percentile	8.62	19.66	29.75	-8.20	35.38	116.07	-42.46
1st Quartile	3.05	5.09	22.94	-15.71	25.62	89.62	-50.70
Median	-0.21	0.80	20.54	-18.28	21.72	80.18	-54.04
3rd Quartile	-2.84	-2.68	17.20	-21.76	17.89	73.23	-56.59
95th Percentile	-9.32	-7.92	11.74	-26.87	13.72	42.56	-61.58

Monthly periodicity used in reports.

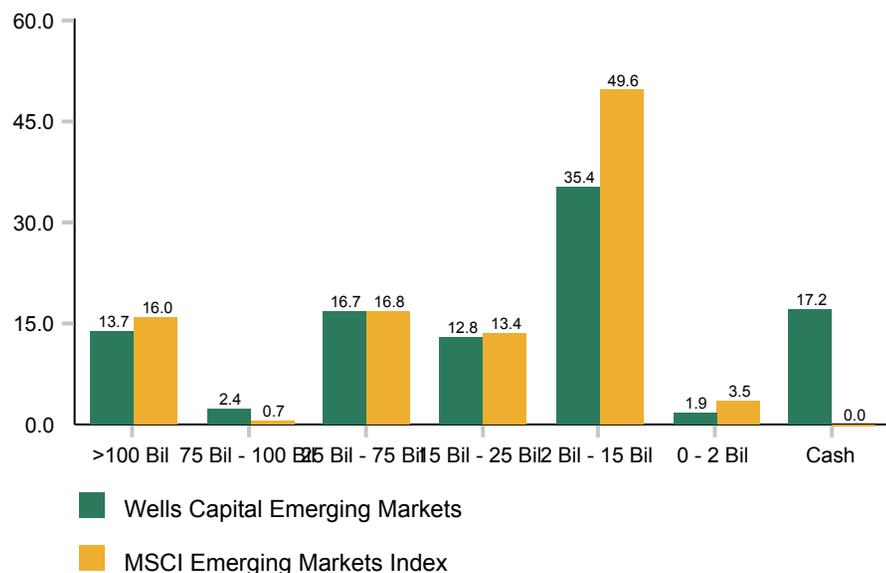
Top Ten Equity Holdings

	Portfolio Weight (%)	Benchmark Weight (%)	Active Weight (%)	Quarterly Return (%)
Taiwan Semiconductor	4.52	3.11	1.41	9.64
Samsung Electronics Co Ltd	4.30	3.44	0.86	12.05
China Mobile Ltd	2.68	2.02	0.66	-4.70
Fomento Economico Mexican SAB	2.46	0.50	1.96	4.16
China Life Insurance Co Ltd	2.39	0.70	1.69	-6.55
AIA Group Ltd	1.88	0.00	1.88	16.34
H D F C Bank Ltd	1.85	0.00	1.85	0.84
Reliance Industries Ltd	1.79	0.58	1.21	17.69
Ctrip.com International Ltd	1.74	0.19	1.55	46.66
Uni-President Enterprises Corp	1.73	0.23	1.50	-3.66
% of Portfolio	25.34	10.77		

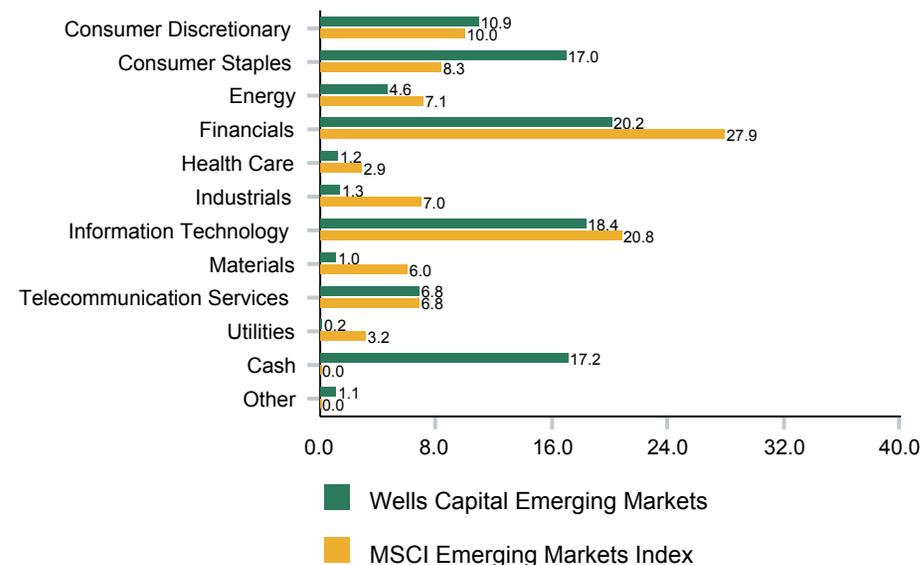
Portfolio Characteristics

	Portfolio	Benchmark
Wtd. Avg. Mkt. Cap (\$)	36,759,854,431	41,067,155,141
Median Mkt. Cap (\$)	9,570,448,410	4,734,820,953
Price/Earnings ratio	15.55	11.44
Price/Book ratio	2.53	2.42
5 Yr. EPS Growth Rate (%)	5.68	10.67
Current Yield (%)	2.38	2.77
Number of Stocks	100	838

Distribution of Market Capitalization (%)



Sector Weights (%)



Town of Palm Beach Retirement System

Wells Capital Emerging Markets

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 10/2013	10,000,000	-	-784	9,999,216	-0.01
2014	9,999,216	513	-390,602	9,609,127	-3.91
2015	9,609,127	-513	-1,080,080	8,528,534	-11.24

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

FIXED INCOME

Manager Profile

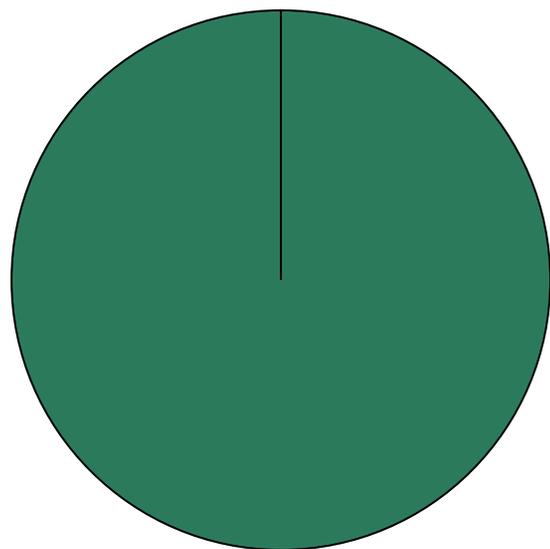
Style: Core Plus Fixed Income
Benchmark: Barclays Aggregate Bond Index
Peer Group: Core Plus Fixed Income (SA + CF)
Inception Date: March 1, 2006

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Goldman Sachs Asset Management			
Beginning Market Value	19,248,367	35,901,149	35,901,149
Net Cash Flows	-	-17,000,000	-17,000,000
Income	-	-	-
Gain/Loss	-55,658	291,560	291,560
Ending Market Value	19,192,709	19,192,709	19,192,709

Asset Allocation by Segment

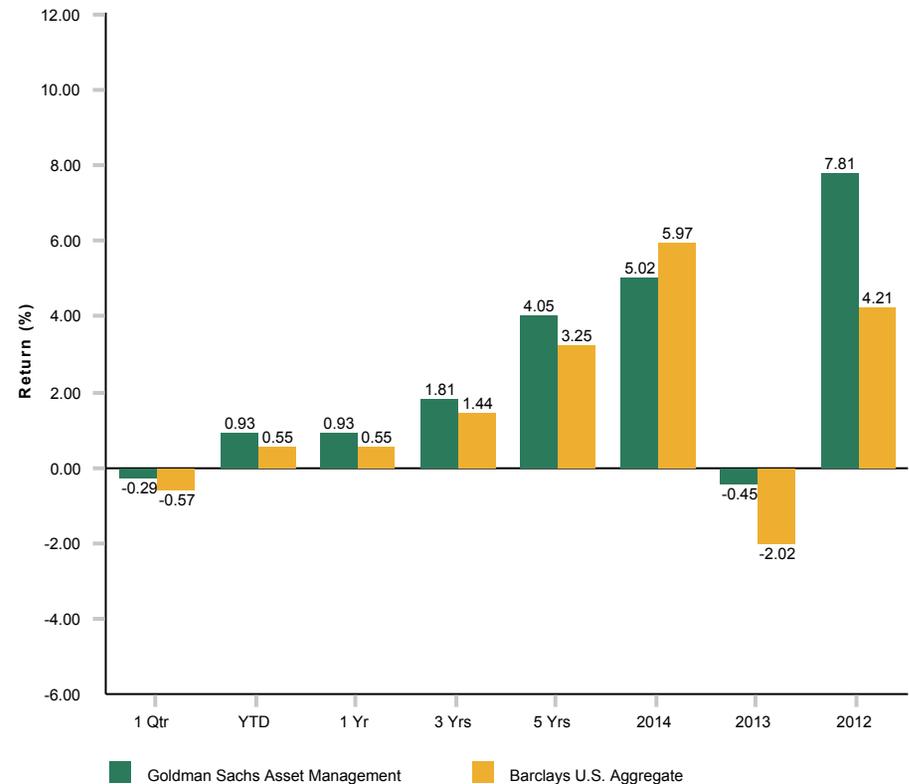
December 31, 2015 : \$19,192,709



Segments	Market Value (\$)	Allocation (%)
Domestic Fixed Income	19,192,709	100.00

Income includes income received and change in accrued income.

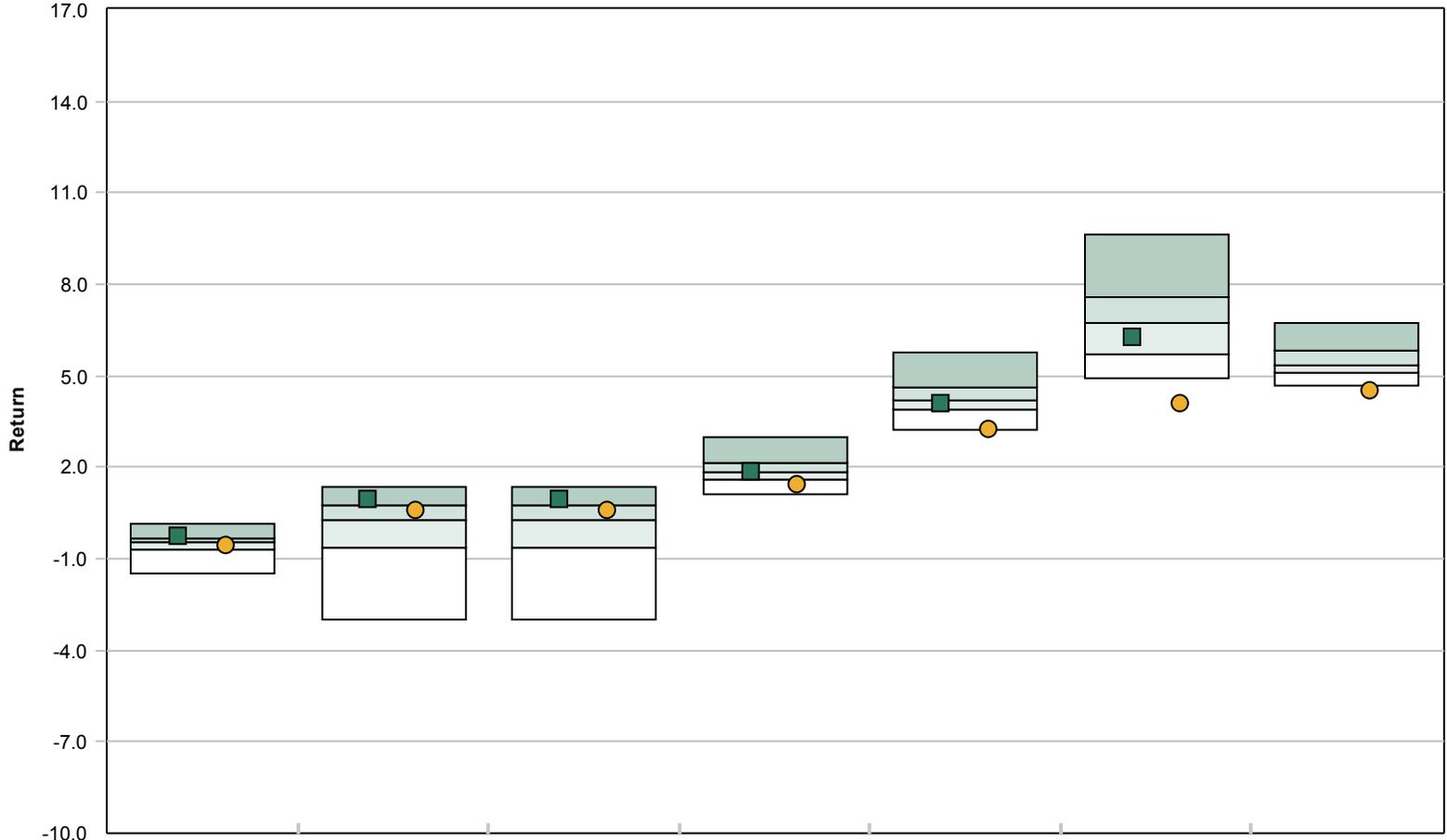
Performance Bar Chart



Cash allocation includes accrued income for the entire portfolio.

Monthly periodicity used in reports.

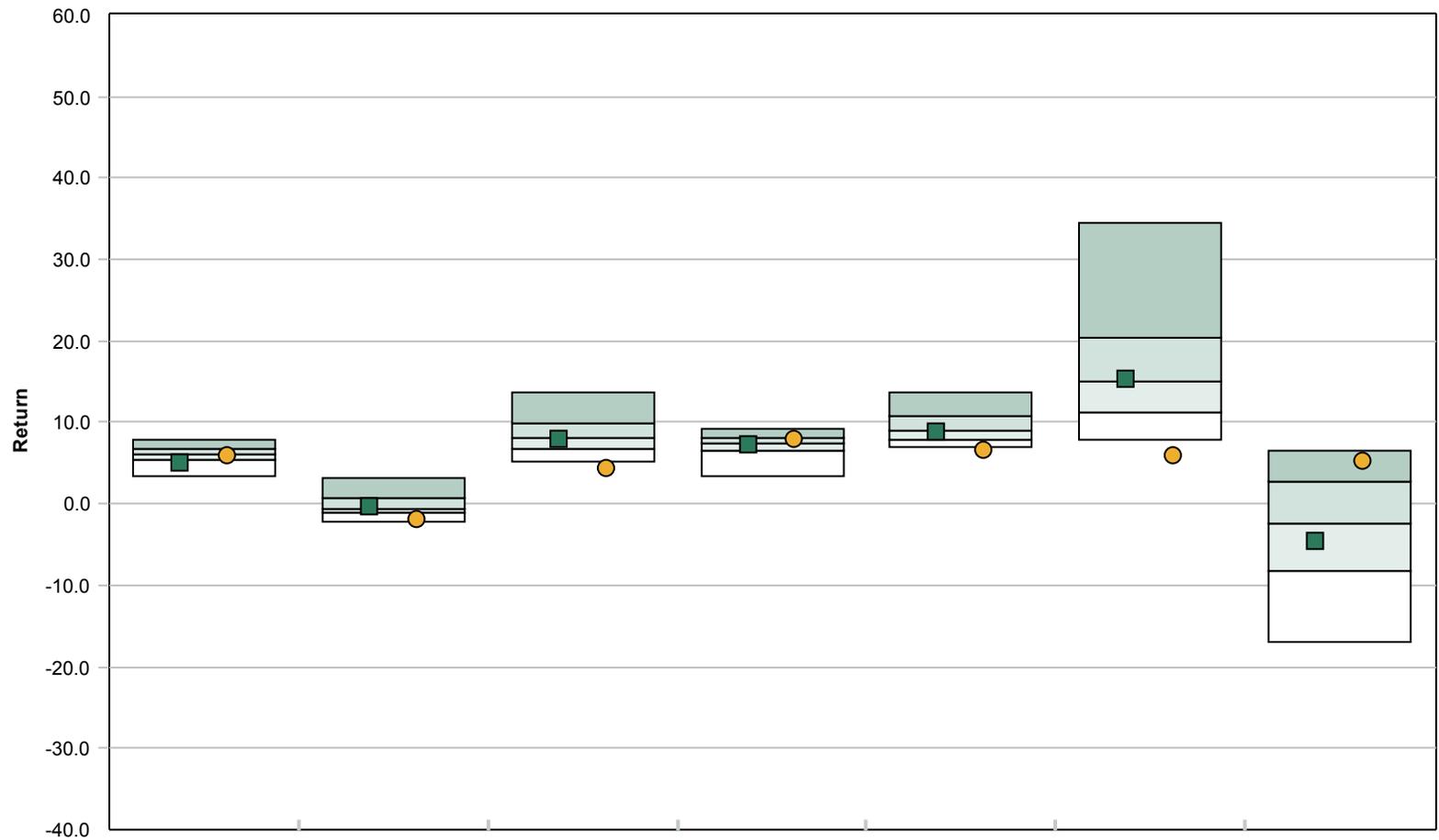
Peer Group Analysis - IM U.S. Broad Market Core+ Fixed Income (SA+CF)



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Goldman Sachs Asset Management	-0.29 (21)	0.93 (17)	0.93 (17)	1.81 (52)	4.05 (63)	6.25 (59)	N/A
● Barclays U.S. Aggregate	-0.57 (62)	0.55 (39)	0.55 (39)	1.44 (84)	3.25 (95)	4.09 (100)	4.52 (96)
5th Percentile	0.14	1.35	1.35	3.01	5.74	9.65	6.70
1st Quartile	-0.34	0.78	0.78	2.11	4.61	7.56	5.84
Median	-0.48	0.26	0.26	1.85	4.21	6.75	5.31
3rd Quartile	-0.70	-0.65	-0.65	1.59	3.87	5.69	5.09
95th Percentile	-1.50	-2.98	-2.98	1.12	3.21	4.89	4.66

Monthly periodicity used in reports.

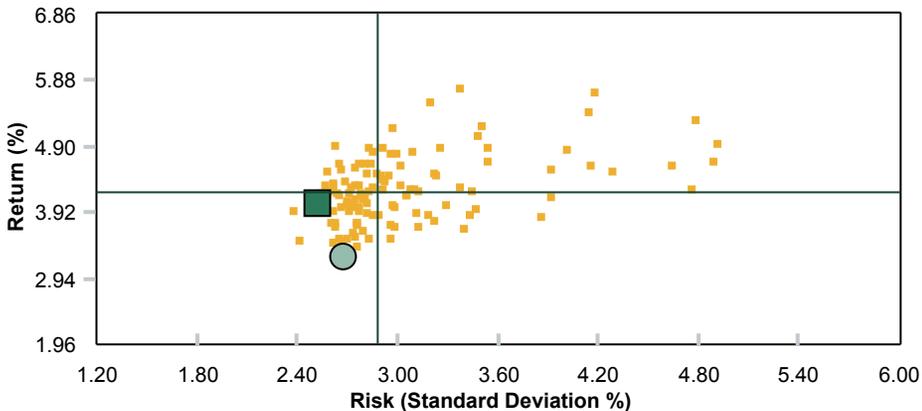
Peer Group Analysis - IM U.S. Broad Market Core+ Fixed Income (SA+CF)



	2014	2013	2012	2011	2010	2009	2008
■ Goldman Sachs Asset Management	5.02 (87)	-0.45 (46)	7.81 (57)	7.19 (58)	8.86 (55)	15.15 (49)	-4.58 (62)
● Barclays U.S. Aggregate	5.97 (63)	-2.02 (93)	4.21 (99)	7.84 (35)	6.54 (99)	5.93 (100)	5.24 (10)
5th Percentile	7.90	3.11	13.80	9.22	13.62	34.57	6.54
1st Quartile	6.79	0.69	9.91	8.09	10.69	20.35	2.80
Median	6.20	-0.58	8.04	7.43	8.99	15.03	-2.48
3rd Quartile	5.51	-1.15	6.71	6.43	7.89	11.32	-8.28
95th Percentile	3.32	-2.14	5.29	3.40	6.89	7.81	-16.88

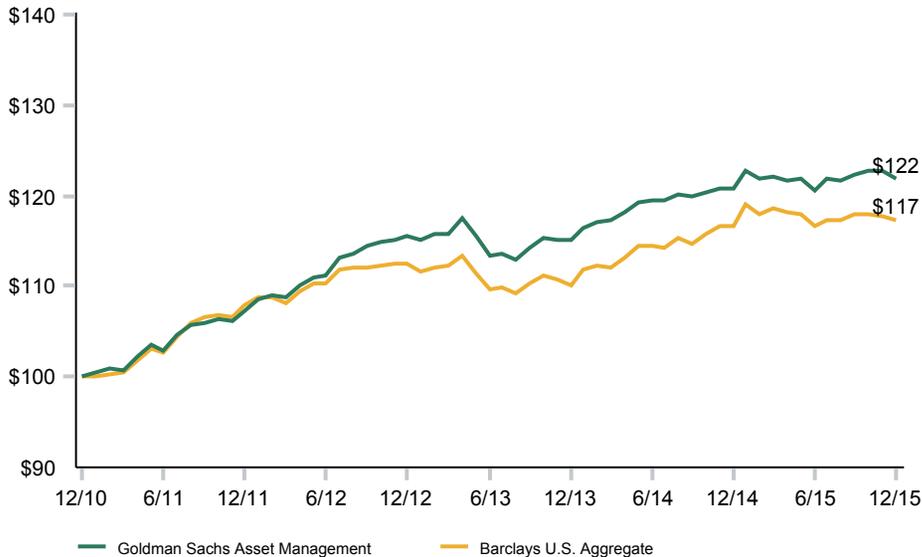
Monthly periodicity used in reports.

Peer Group Scattergram (01/01/11 to 12/31/15)



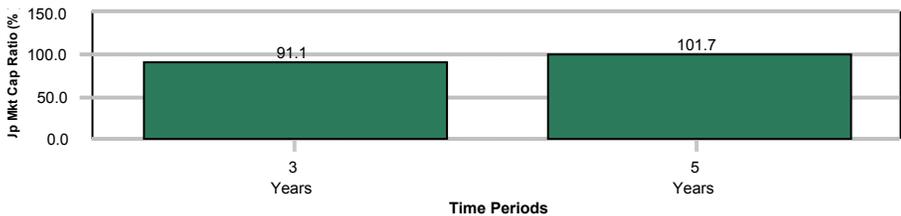
	Return	Standard Deviation
■ Goldman Sachs Asset Management	4.05	2.53
● Barclays U.S. Aggregate	3.25	2.68
— Median	4.21	2.89

Growth of a Dollar (01/01/11 to 12/31/15)

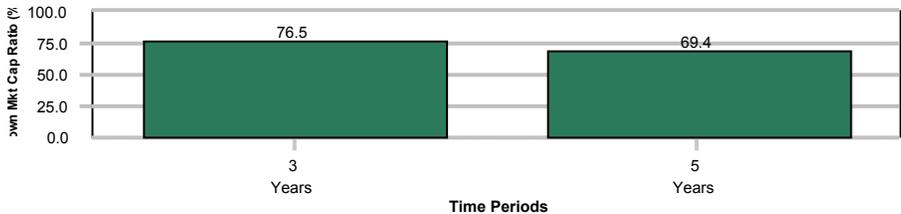


3 & 5 Year Up / Down Market Capture

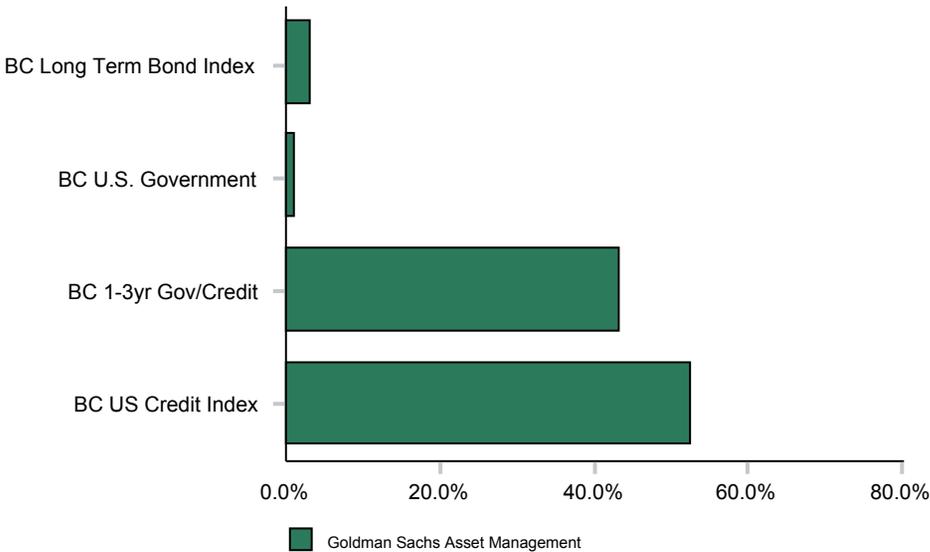
Up Market Capture



Down Market Capture



Style Analysis



Monthly periodicity used in reports.

Town of Palm Beach Retirement System

Goldman Sachs Asset Management

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 03/2006	2,541,609	12,642,903	-1,156,276	14,028,236	4.91
2007	14,028,236	-	1,007,319	15,035,555	7.18
2008	15,035,555	100,000	-888,557	14,246,998	-4.58
2009	14,246,998	1,050,000	-9,425	15,287,572	15.15
2010	15,287,572	-1,217,535	3,905,416	17,975,453	8.86
2011	17,975,453	-750,000	2,843,692	20,069,145	7.19
2012	20,069,145	-600,000	1,563,240	21,032,385	7.81
2013	21,032,385	18,098,397	-392,365	38,738,417	-0.45
2014	38,738,417	-4,904,459	2,067,190	35,901,149	5.02
2015	35,901,149	-17,000,000	291,560	19,192,709	0.93

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

Manager Profile

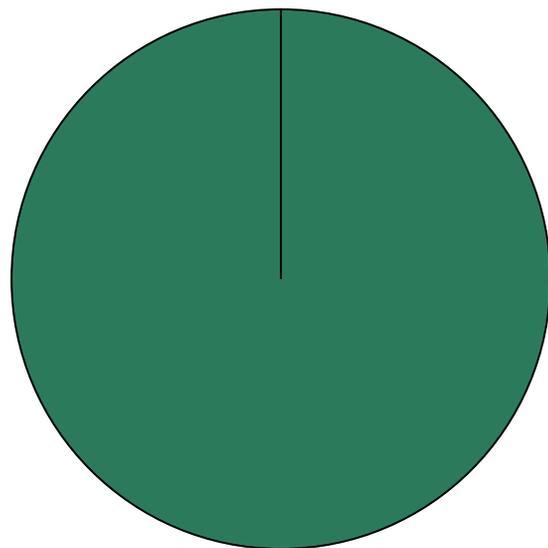
Style: US Core Fixed Income
Benchmark: Barclays US Aggregate
Peer Group: IM US Broad Market Core Fixed Income (MF)
Inception Date: May 1, 2015

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Vanguard Total Bond Market Index			
Beginning Market Value	15,523,122	-	-
Net Cash Flows	-	-	-
Income	66,437	-	-
Gain/Loss	-159,931	-	-
Ending Market Value	15,429,627	-	-

Asset Allocation by Segment

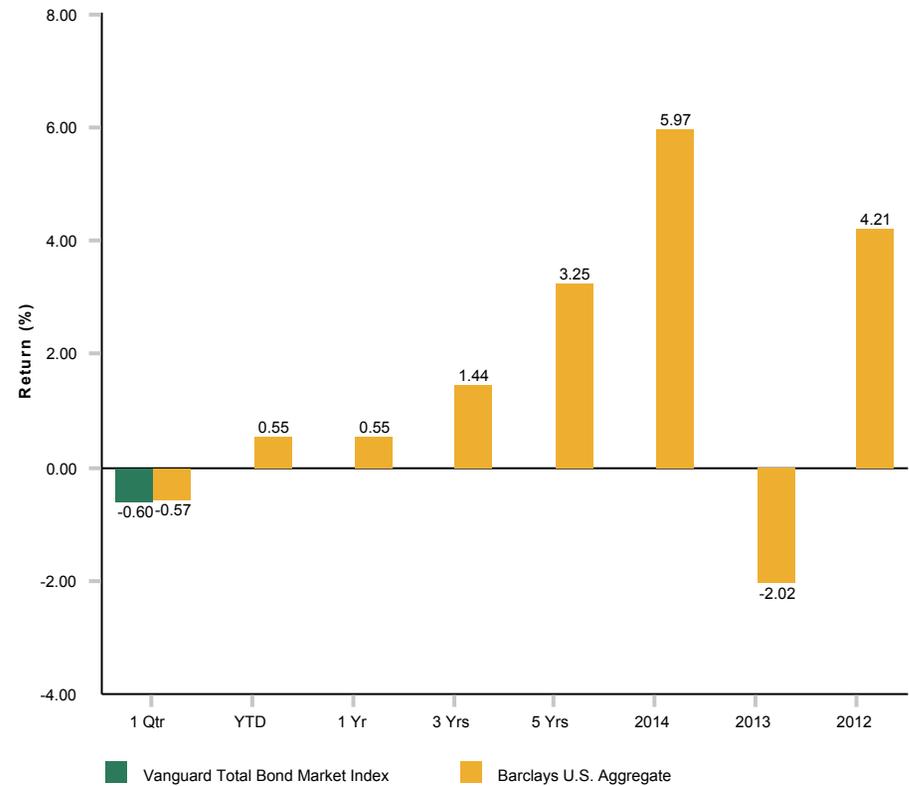
December 31, 2015 : \$15,429,627



Segments	Market Value (\$)	Allocation (%)
Domestic Fixed Income	15,429,627	100.00

Income includes income received and change in accrued income.

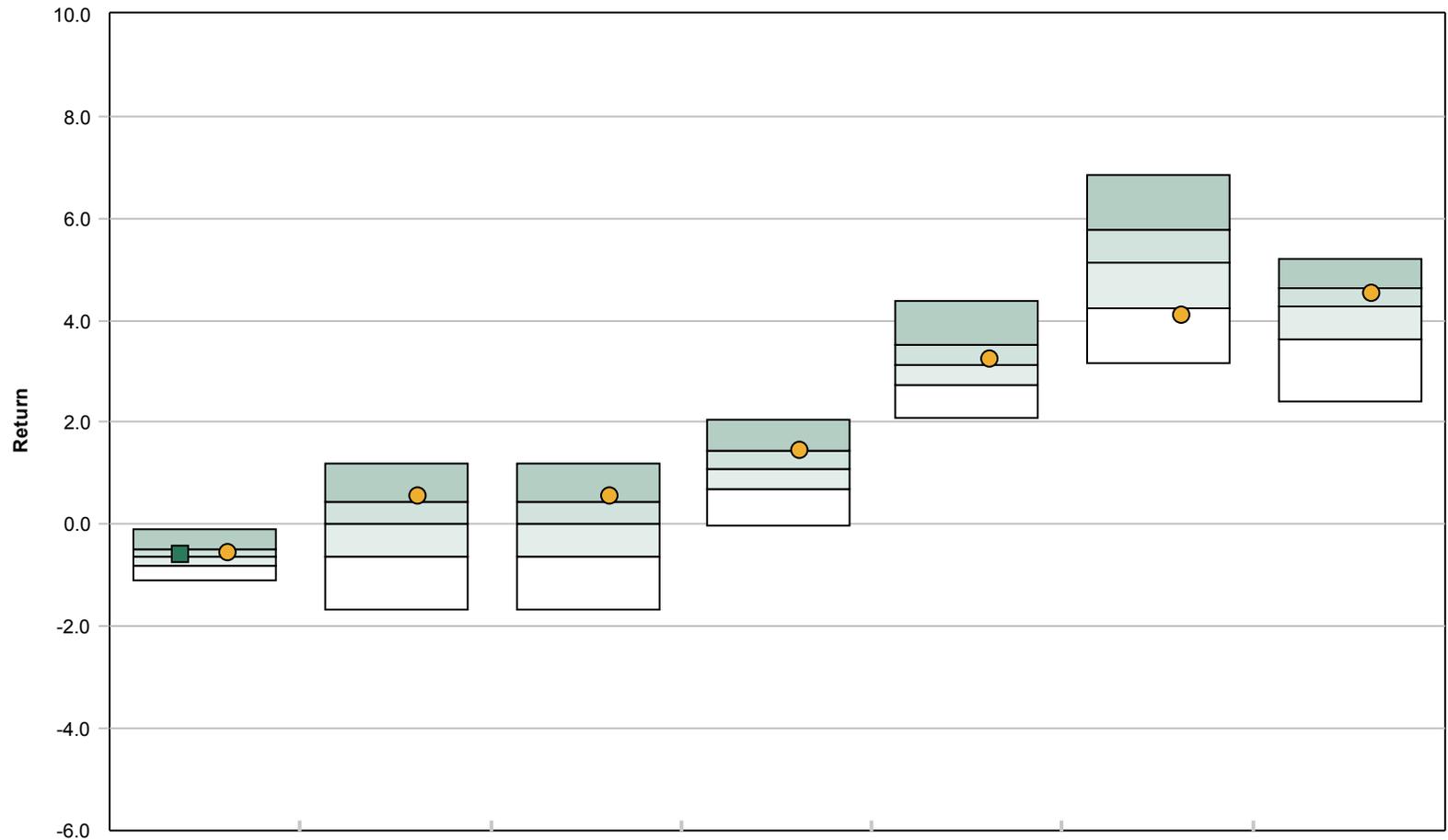
Performance Bar Chart



Cash allocation includes accrued income for the entire portfolio.

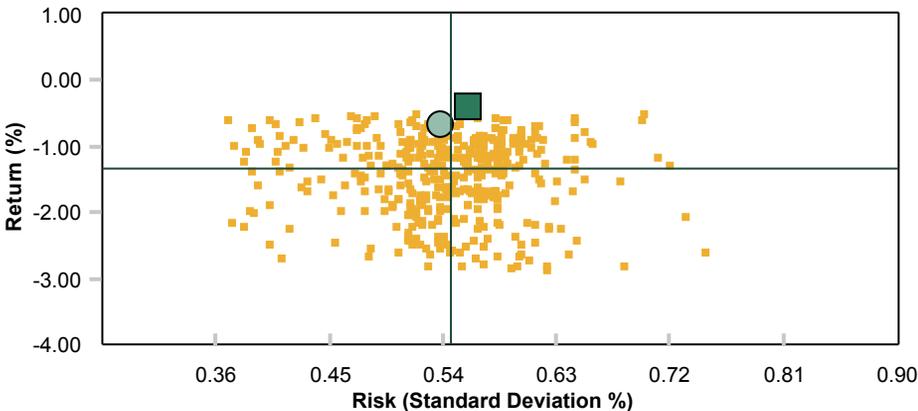
Monthly periodicity used in reports.

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



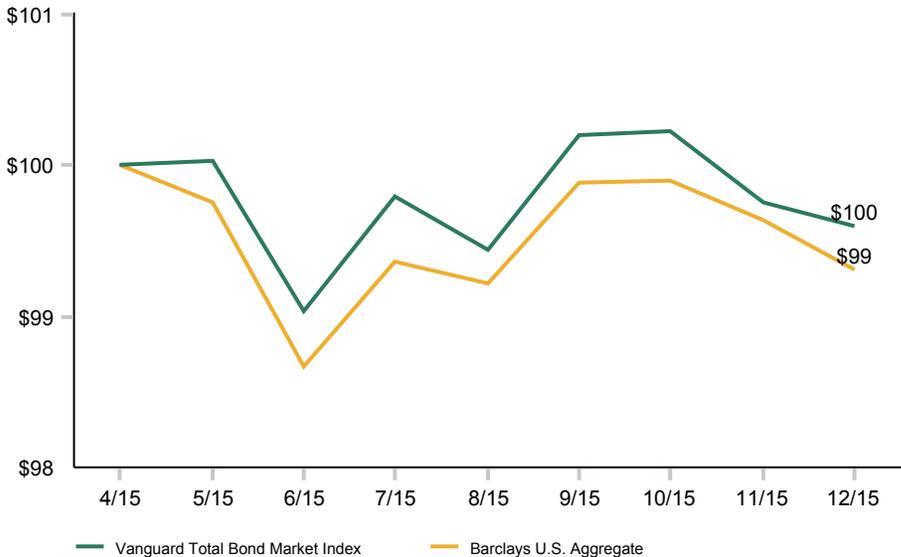
	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Vanguard Total Bond Market Index	-0.60 (43)	N/A	N/A	N/A	N/A	N/A	N/A
● Barclays U.S. Aggregate	-0.57 (37)	0.55 (20)	0.55 (20)	1.44 (26)	3.25 (44)	4.09 (80)	4.52 (33)
5th Percentile	-0.10	1.21	1.21	2.06	4.36	6.83	5.21
1st Quartile	-0.49	0.46	0.46	1.44	3.53	5.79	4.64
Median	-0.64	0.01	0.01	1.10	3.14	5.12	4.26
3rd Quartile	-0.81	-0.64	-0.64	0.70	2.74	4.23	3.62
95th Percentile	-1.11	-1.67	-1.67	-0.02	2.09	3.15	2.42

Peer Group Scattergram (05/01/15 to 12/31/15)



	Return	Standard Deviation
■ Vanguard Total Bond Market Index	-0.40	0.56
● Barclays U.S. Aggregate	-0.68	0.54
— Median	-1.33	0.55

Growth of a Dollar (05/01/15 to 12/31/15)



3 & 5 Year Up / Down Market Capture

No data found.

Style Analysis

No data found.

Town of Palm Beach Retirement System

Vanguard Total Bond Market Index

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 05/2015	17,000,000	-1,500,000	-70,373	15,429,627	-0.40

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

Manager Profile

Style: High Yield

Benchmark: BOA ML US High Yield Master II Constrained

Peer Group: IM US High Yield Bonds (MF)

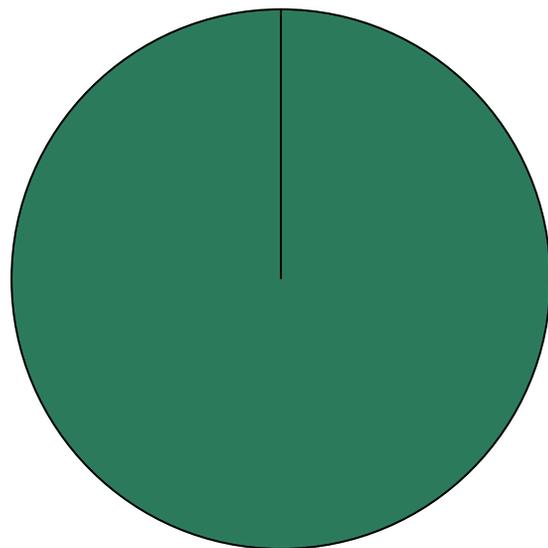
Inception Date: August 1, 2013

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Neuberger Berman High Yield			
Beginning Market Value	5,113,714	5,274,568	5,274,568
Net Cash Flows	-	-	-
Income	74,474	298,900	298,900
Gain/Loss	-161,726	-547,007	-547,007
Ending Market Value	5,026,461	5,026,461	5,026,461

Asset Allocation by Segment

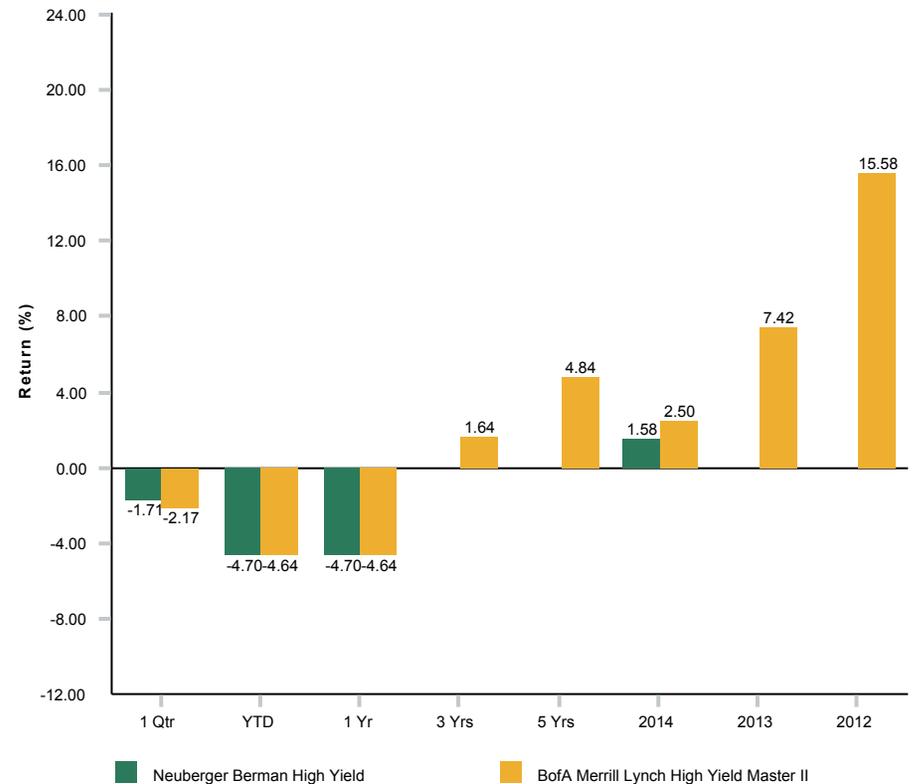
December 31, 2015 : \$5,026,461



Segments	Market Value (\$)	Allocation (%)
Domestic Fixed Income	5,026,461	100.00

Income includes income received and change in accrued income.

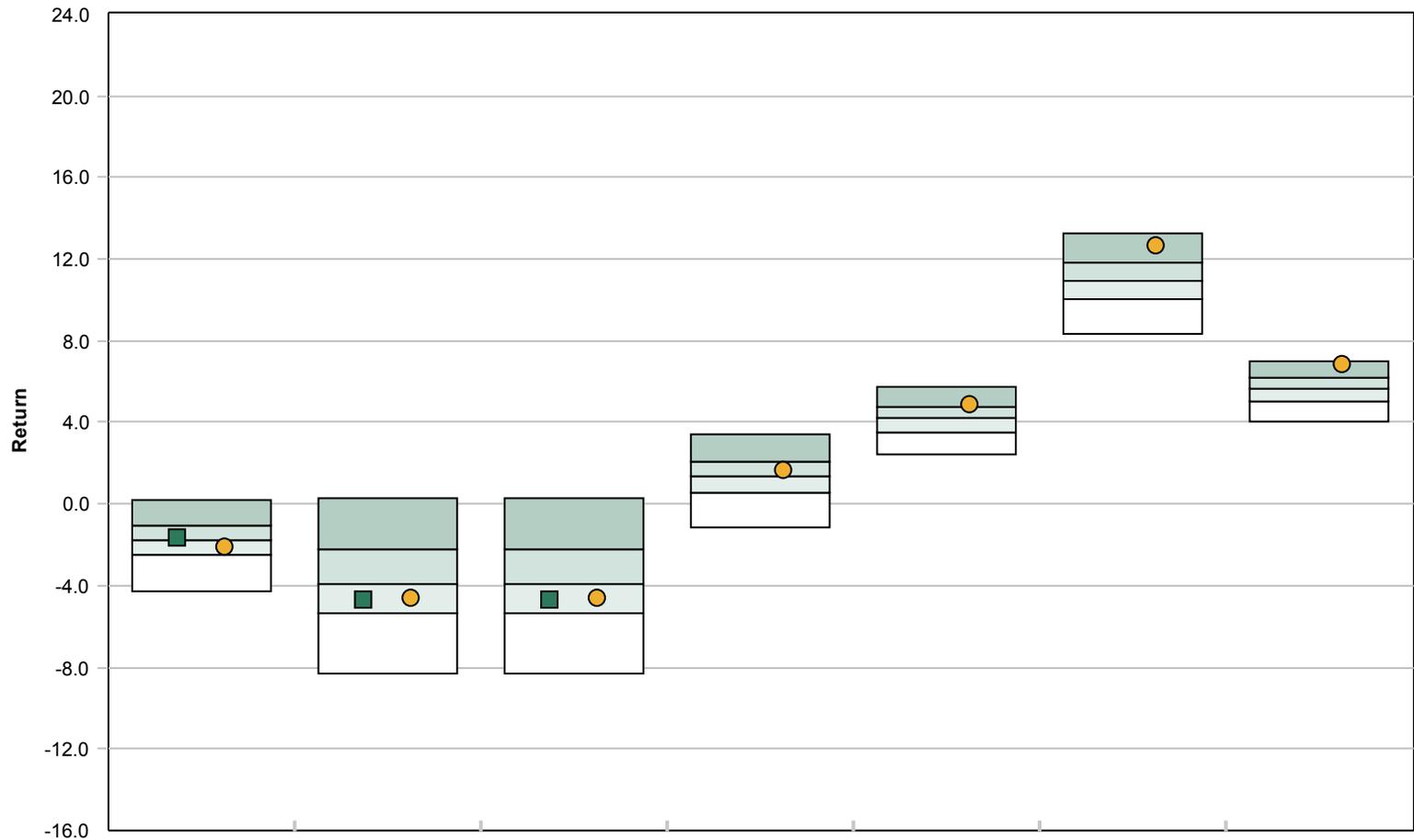
Performance Bar Chart



Cash allocation includes accrued income for the entire portfolio.

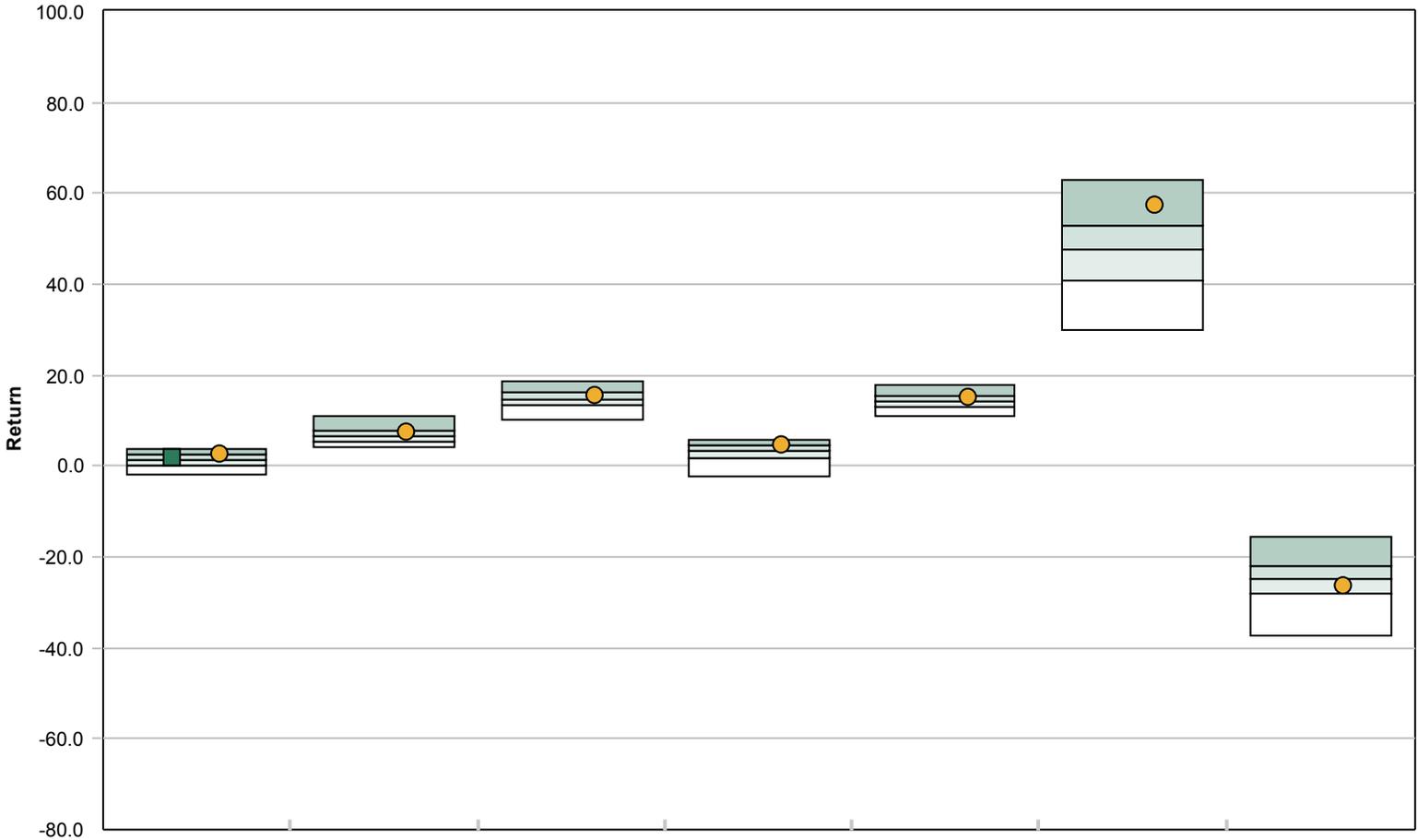
Monthly periodicity used in reports.

Peer Group Analysis - IM U.S. High Yield Bonds (MF)



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Neuberger Berman High Yield	-1.71 (46)	-4.70 (63)	-4.70 (63)	N/A	N/A	N/A	N/A
● BofA Merrill Lynch High Yield Master II	-2.17 (67)	-4.64 (62)	-4.64 (62)	1.64 (40)	4.84 (24)	12.62 (9)	6.81 (9)
5th Percentile	0.21	0.31	0.31	3.41	5.73	13.27	7.01
1st Quartile	-1.06	-2.22	-2.22	2.11	4.79	11.80	6.20
Median	-1.80	-3.96	-3.96	1.36	4.19	10.94	5.62
3rd Quartile	-2.52	-5.35	-5.35	0.51	3.53	10.04	5.01
95th Percentile	-4.28	-8.28	-8.28	-1.11	2.39	8.31	4.09

Peer Group Analysis - IM U.S. High Yield Bonds (MF)



	2014	2013	2012	2011	2010	2009	2008
■ Neuberger Berman High Yield	1.58 (48)	N/A	N/A	N/A	N/A	N/A	N/A
● BofA Merrill Lynch High Yield Master II	2.50 (22)	7.42 (30)	15.58 (33)	4.38 (27)	15.19 (28)	57.51 (11)	-26.39 (61)
5th Percentile	3.85	10.81	18.75	5.89	17.87	62.76	-15.71
1st Quartile	2.36	7.77	16.16	4.49	15.28	52.81	-21.89
Median	1.47	6.61	14.72	3.31	14.05	47.61	-24.98
3rd Quartile	0.16	5.54	13.52	1.91	13.01	40.96	-28.17
95th Percentile	-1.71	3.97	10.20	-2.34	10.92	30.13	-37.22

Monthly periodicity used in reports.

Town of Palm Beach Retirement System

Neuberger Berman High Yield

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 08/2013	4,994,192	-	173,293	5,167,485	3.97
2014	5,167,485	-	107,083	5,274,568	1.58
2015	5,274,568	-	-248,106	5,026,461	-4.70

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

Manager Profile

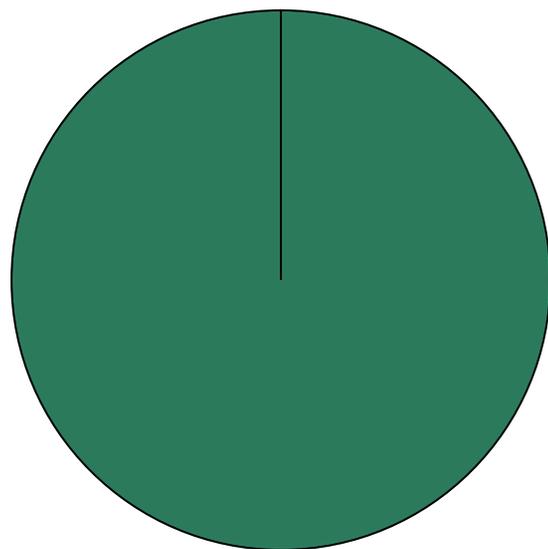
Style: US TIPS
Benchmark: Barclays US Treasury: US TIPS
Peer Group: IM US TIPS (MF)
Inception Date: February 1, 2010

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Vanguard Inflation-Protected Securities			
Beginning Market Value	4,650,981	4,693,206	4,693,206
Net Cash Flows	-	-	-
Income	39,015	40,358	40,358
Gain/Loss	-76,247	-119,815	-119,815
Ending Market Value	4,613,749	4,613,749	4,613,749

Asset Allocation by Segment

December 31, 2015 : \$4,613,749

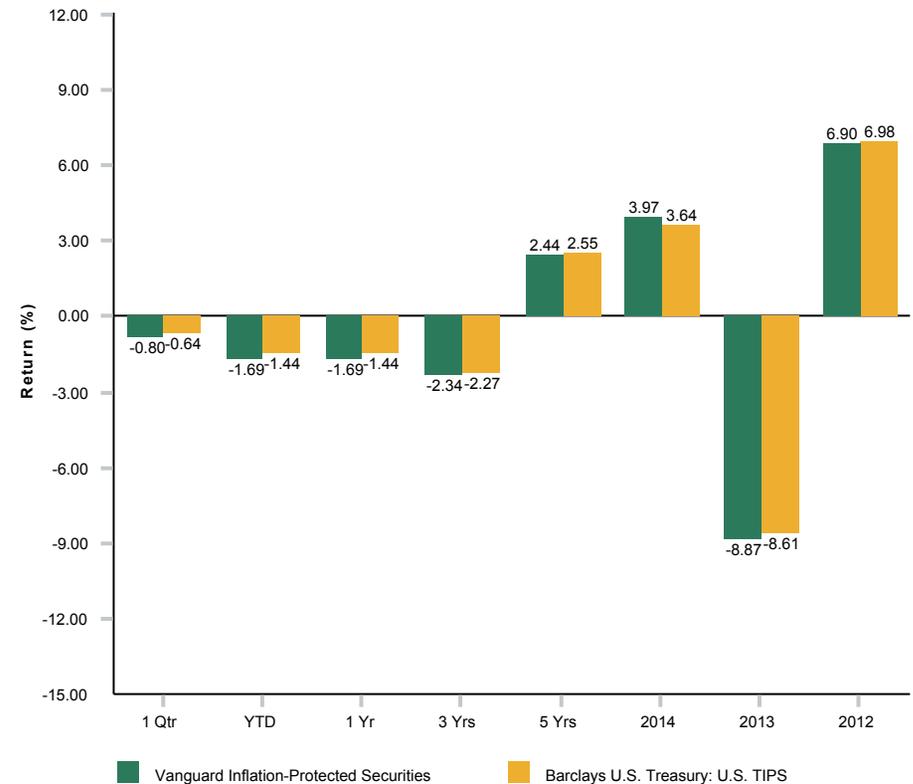


Segments	Market Value (\$)	Allocation (%)
Domestic Fixed Income	4,613,749	100.00

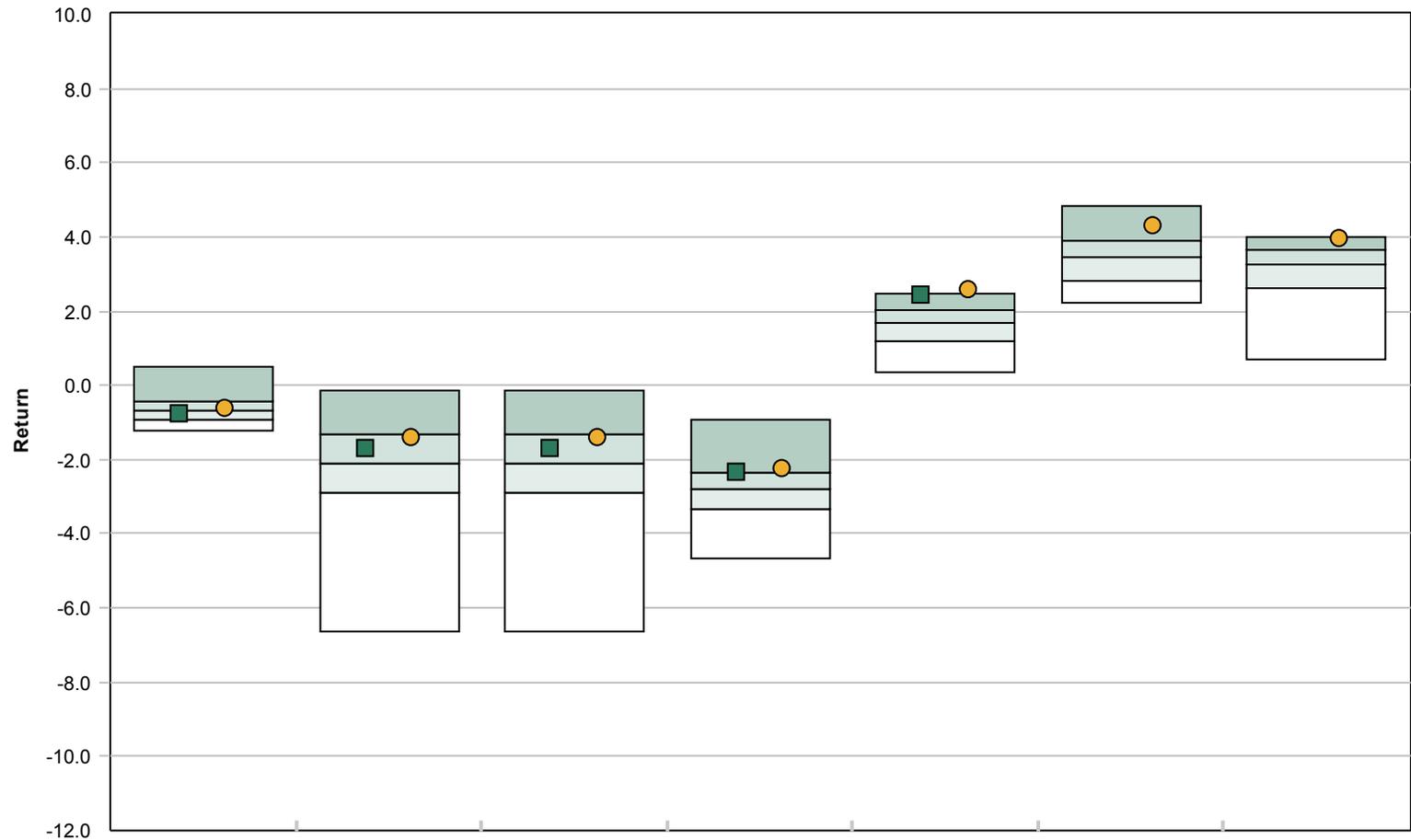
Cash allocation includes accrued income for the entire portfolio.

Income includes income received and change in accrued income.

Performance Bar Chart

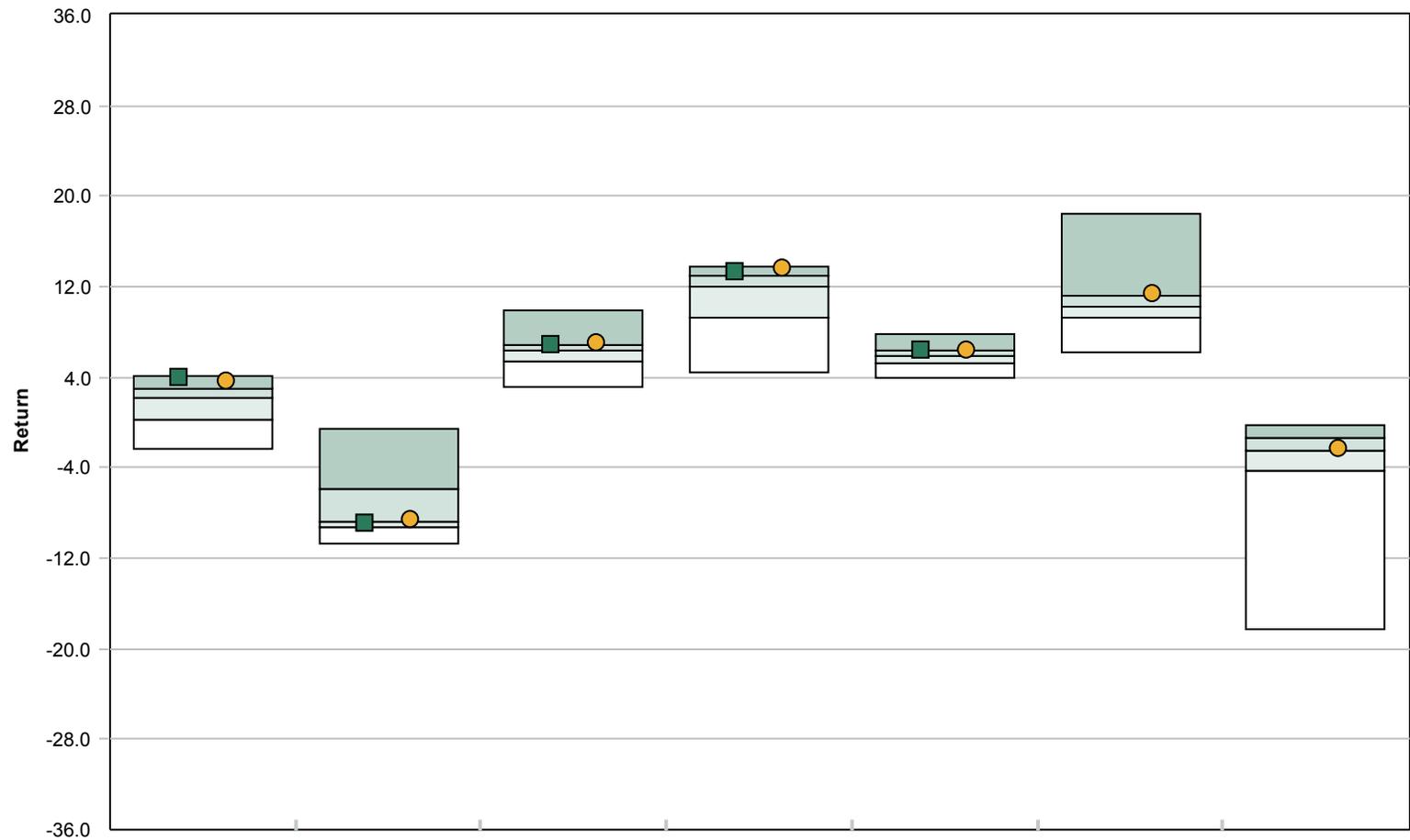


Peer Group Analysis - IM U.S. TIPS (MF)



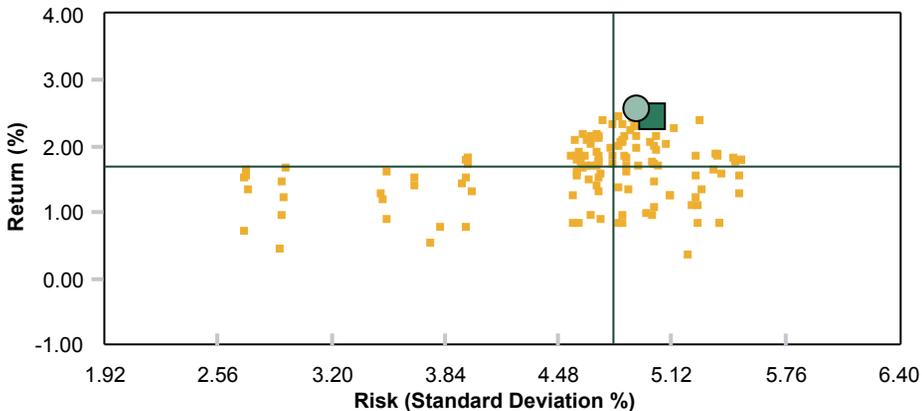
	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Vanguard Inflation-Protected Securities	-0.80 (64)	-1.69 (36)	-1.69 (36)	-2.34 (26)	2.44 (7)	N/A	N/A
● Barclays U.S. Treasury: U.S. TIPS	-0.64 (43)	-1.44 (27)	-1.44 (27)	-2.27 (23)	2.55 (4)	4.31 (12)	3.94 (6)
5th Percentile	0.52	-0.12	-0.12	-0.95	2.46	4.84	4.00
1st Quartile	-0.41	-1.33	-1.33	-2.34	2.01	3.90	3.64
Median	-0.69	-2.13	-2.13	-2.81	1.69	3.47	3.24
3rd Quartile	-0.92	-2.91	-2.91	-3.33	1.21	2.81	2.64
95th Percentile	-1.23	-6.62	-6.62	-4.67	0.34	2.24	0.68

Peer Group Analysis - IM U.S. TIPS (MF)



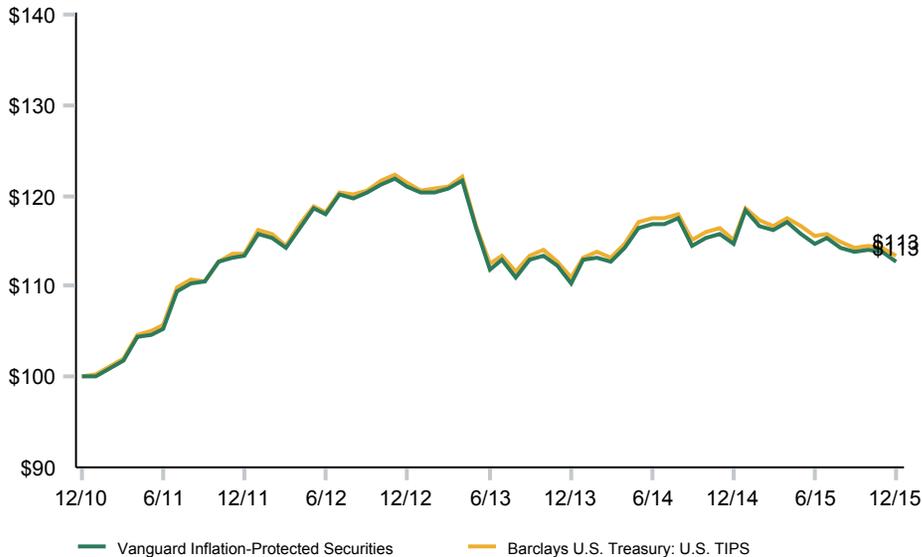
	2014	2013	2012	2011	2010	2009	2008
■ Vanguard Inflation-Protected Securities	3.97 (6)	-8.87 (57)	6.90 (25)	13.29 (12)	6.30 (30)	N/A	N/A
● Barclays U.S. Treasury: U.S. TIPS	3.64 (8)	-8.61 (43)	6.98 (23)	13.56 (7)	6.31 (30)	11.41 (23)	-2.35 (47)
5th Percentile	4.13	-0.50	9.98	13.80	7.81	18.52	-0.32
1st Quartile	2.99	-5.86	6.89	12.93	6.42	11.22	-1.38
Median	2.19	-8.74	6.35	11.93	5.87	10.26	-2.56
3rd Quartile	0.27	-9.30	5.47	9.20	5.21	9.19	-4.23
95th Percentile	-2.28	-10.79	3.21	4.43	3.88	6.28	-18.34

Peer Group Scattergram (01/01/11 to 12/31/15)



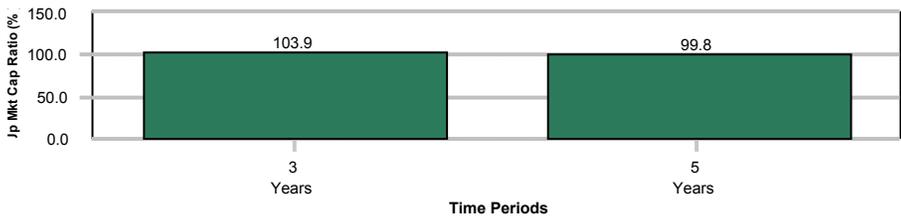
	Return	Standard Deviation
Vanguard Inflation-Protected Securities	2.44	5.02
Barclays U.S. Treasury: U.S. TIPS	2.55	4.92
Median	1.69	4.79

Growth of a Dollar (01/01/11 to 12/31/15)

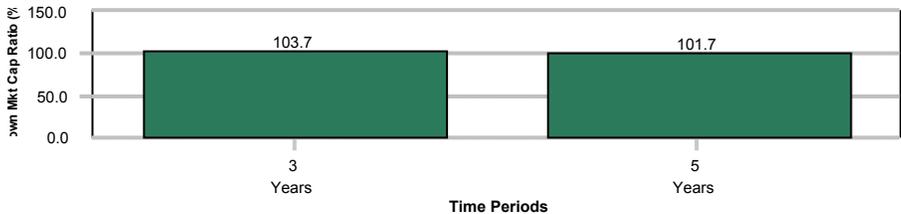


3 & 5 Year Up / Down Market Capture

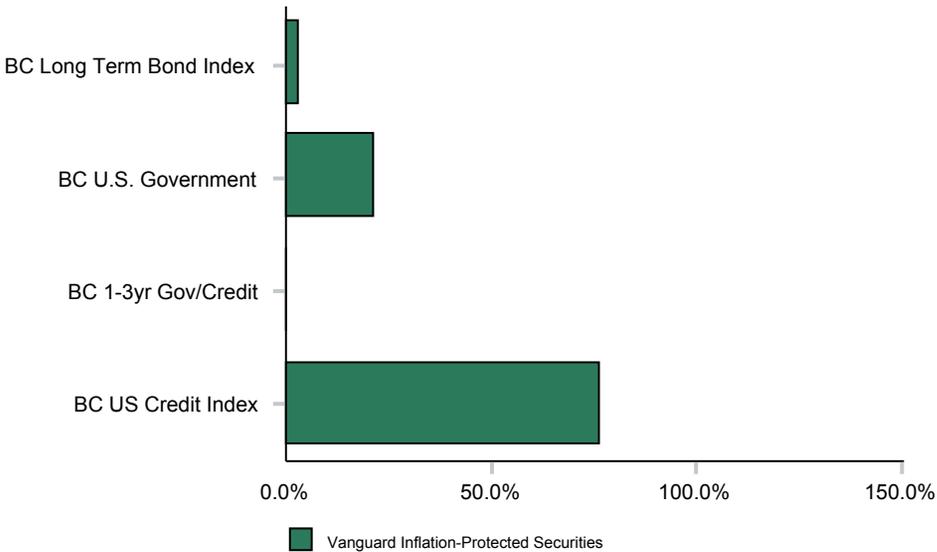
Up Market Capture



Down Market Capture



Style Analysis



Monthly periodicity used in reports.

Town of Palm Beach Retirement System

Vanguard Inflation-Protected Securities

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
2010	1,775,000	-	91,628	1,866,628	6.30
2011	1,866,628	-	248,045	2,114,673	13.29
2012	2,114,673	-	145,905	2,260,578	6.90
2013	2,260,578	2,500,000	-246,653	4,513,924	-8.87
2014	4,513,924	-	179,281	4,693,206	3.97
2015	4,693,206	-	-79,457	4,613,749	-1.69

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

ALTERNATIVES & HEDGE FUNDS

**Town of Palm Beach Retirement System
Actual Correlation Matrix
1 Year Ending December 31, 2015**

	Wellington Diversified Inflation Hedges	Mesirow Absolute Return Fund	Weatherlow Offshore Fund I Ltd.	Standard Life Global Absolute Return	S&P 500	MSCI EAFE (net)	Barclays U.S. Aggregate
Wellington Diversified Inflation Hedges	1.00						
Mesirow Absolute Return Fund	0.49	1.00					
Weatherlow Offshore Fund I Ltd.	0.47	0.96	1.00				
Standard Life Global Absolute Return	0.28	0.68	0.74	1.00			
S&P 500	0.62	0.70	0.70	0.65	1.00		
MSCI EAFE (Net)	0.76	0.73	0.70	0.70	0.91	1.00	
Barclays U.S. Aggregate	-0.26	-0.26	-0.19	0.34	-0.27	-0.09	1.00

**Town of Palm Beach Retirement System
Actual Correlation Matrix
3 Years Ending December 31, 2015**

	Wellington Diversified Inflation Hedges	Mesirow Absolute Return Fund	Weatherlow Offshore Fund I Ltd.	S&P 500	MSCI EAFE (net)	Barclays U.S. Aggregate
Wellington Diversified Inflation Hedges	1.00					
Mesirow Absolute Return Fund	0.51	1.00				
Weatherlow Offshore Fund I Ltd.	0.52	0.92	1.00			
S&P 500	0.61	0.75	0.73	1.00		
MSCI EAFE (net)	0.71	0.66	0.65	0.82	1.00	
Barclays U.S. Aggregate	0.02	-0.05	-0.06	-0.01	0.16	1.00

Manager Profile

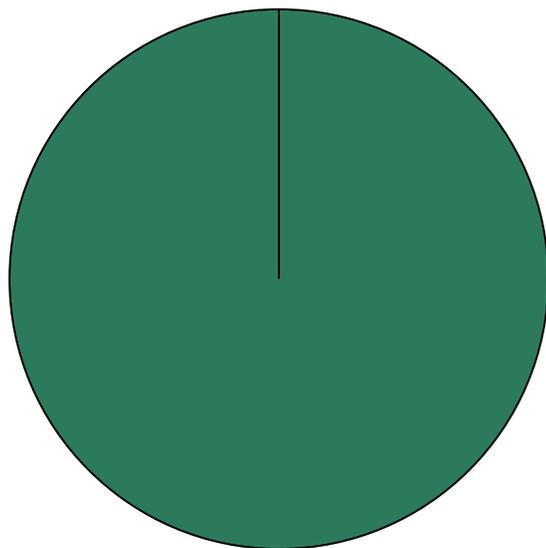
Style: Diversified Inflation Hedge
Benchmark: DIH Composite Index *
Inception Date: October 1, 2008

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Wellington Diversified Inflation Hedges CTF			
Beginning Market Value	2,912,286	3,522,075	3,522,075
Net Cash Flows	-6,914	-31,077	-31,077
Income	9,740	54,679	54,679
Gain/Loss	-136,979	-767,543	-767,543
Ending Market Value	2,778,134	2,778,134	2,778,134

Asset Allocation by Segment

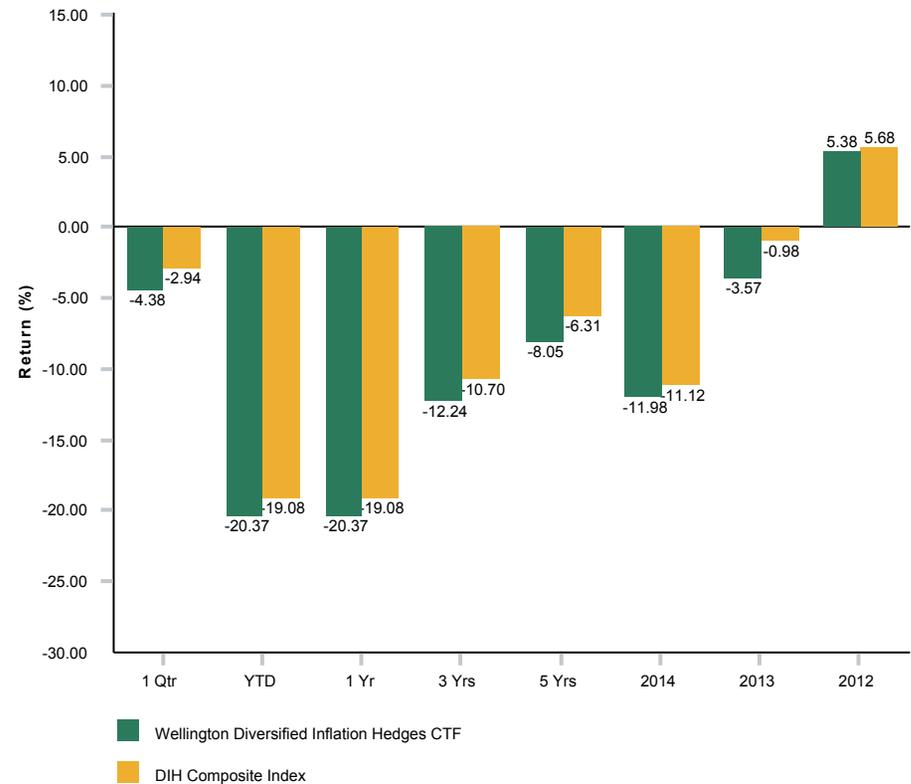
December 31, 2015 : \$2,778,134



Segments	Market Value (\$)	Allocation (%)
Hedge Fund	2,778,134	100.00

Income includes income received and change in accrued income.

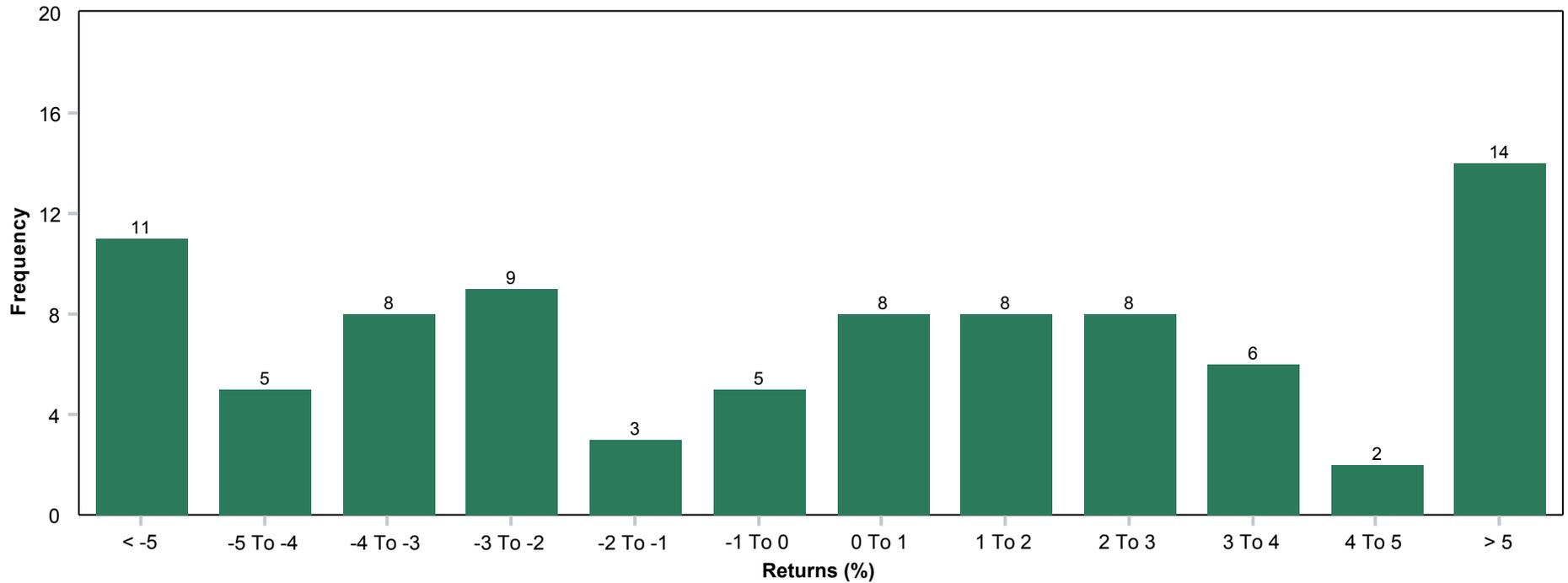
Performance Bar Chart



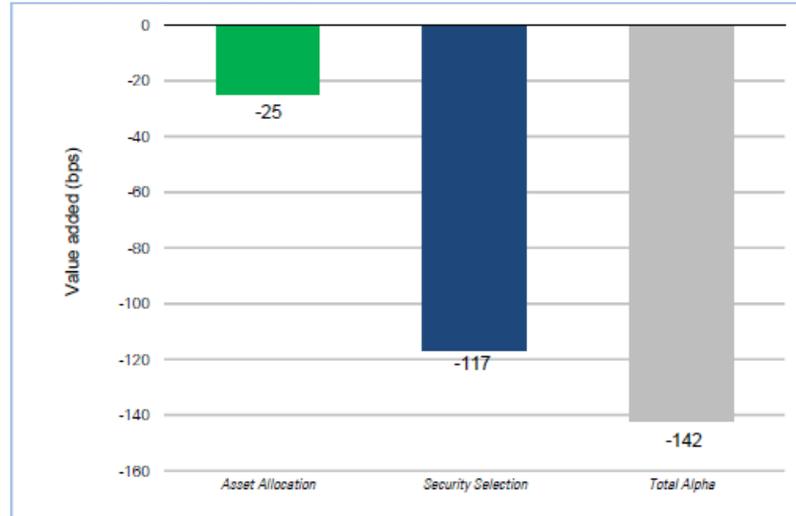
*DIH Composite Index consists of 50% MSCI ACW Commodity Producers Index, 25% DJ UBS Commodities Index, 25% Barclays Capital US TIPS 1-10 Year.

	January	February	March	April	May	June	July	August	September	October	November	December	Year
2008	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-26.32	-8.95	1.23	N/A
2009	-2.35	-4.62	6.35	7.41	14.07	-2.98	5.91	0.59	5.19	1.02	5.74	1.23	42.69
2010	-5.50	2.03	3.51	1.67	-8.09	-2.87	6.67	-0.54	7.71	5.01	0.30	7.70	17.41
2011	1.58	3.44	1.03	2.42	-3.27	-2.54	1.71	-3.42	-13.35	10.47	-0.60	-4.55	-8.55
2012	6.21	2.00	-3.13	-0.67	-8.47	3.78	2.24	2.07	3.04	-1.34	-0.75	0.39	4.67
2013	2.46	-3.37	0.45	-2.82	-2.09	-6.13	4.06	0.50	0.19	2.57	-1.28	1.38	-4.44
2014	-2.14	4.07	0.26	3.18	-0.06	2.94	-2.44	0.47	-6.13	-3.55	-4.55	-5.00	-12.78
2015	-1.86	3.01	-3.86	7.15	-3.20	-3.00	-6.37	-4.45	-5.49	5.24	-3.90	-5.68	-21.12

Distribution of Returns



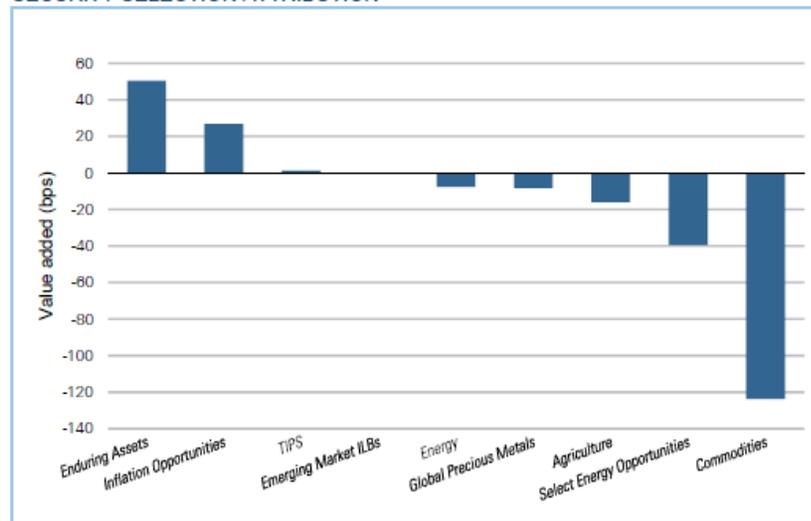
PERFORMANCE ATTRIBUTION



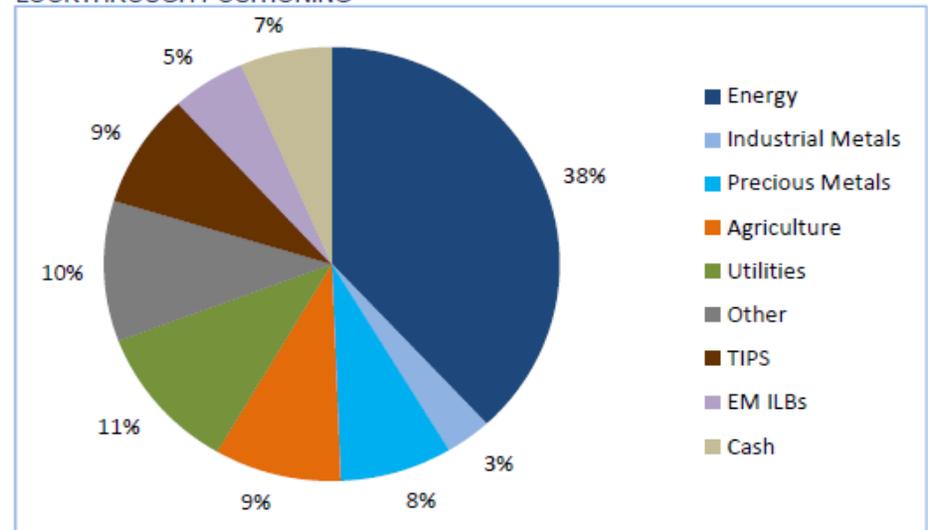
SECTOR POSITIONING

	DIH 9/30/2015	DIH 12/31/2015	MAI 12/31/2015
Global Inflation-Sensitive Equities	58.7	61.2	50.0
Energy	19.1	17.4	35.5
Select Energy Opportunities	6.0	5.9	
Industrial Metals	3.2	1.5	7.2
Precious Metals	2.0	2.1	1.7
Agriculture	5.2	4.6	5.7
Enduring Assets	10.0	14.7	0.0
Inflation Opportunities	13.3	16.0	0.0
Commodities	26.2	23.9	25.0
Fixed Income & Cash	15.0	14.0	25.0
TIPS	8.8	8.5	25.0
Emerging Market Inflation-Linked Bonds	3.6	5.3	0.0
Cash	2.7	0.2	0.0

SECURITY SELECTION ATTRIBUTION



LOOKTHROUGH POSITIONING



Data provided by manager.

Town of Palm Beach Retirement System

Wellington Diversified Inflation Hedges CTF

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 10/2008	3,880,000	-	-1,244,809	2,635,191	-32.08
2009	2,635,191	-	1,124,898	3,760,089	43.88
2010	3,760,089	-	654,453	4,414,542	18.45
2011	4,414,542	-	-377,543	4,036,999	-7.74
2012	4,036,999	-	188,733	4,225,732	5.38
2013	4,225,732	-36,717	-151,095	4,037,920	-3.57
2014	4,037,920	-37,283	-478,562	3,522,075	-11.98
2015	3,522,075	-31,077	-712,864	2,778,134	-20.37

Monthly periodicity used in reports

*DIH Composite Index consists of 50% MSCI ACW Commodity Producers Index, 25% DJ UBS Commodities Index, 25% Barclays Capital US TIPS 1-10 Year.

Manager Profile

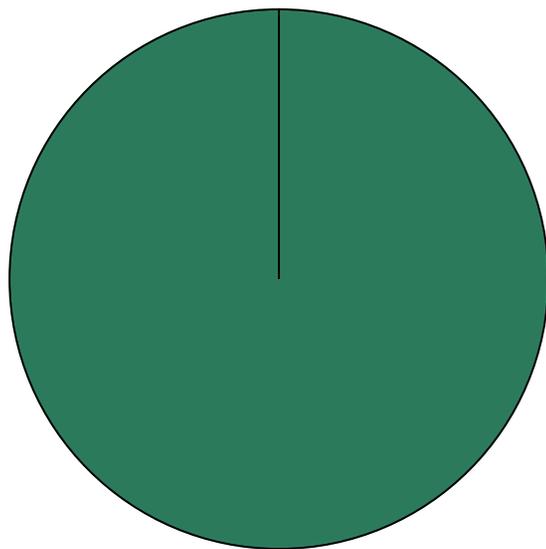
Style: Hedge Fund
Benchmark: 90 Day T-Bill + 3.75%
Inception Date: February 1, 2007

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Mesirow Absolute Return Fund			
Beginning Market Value	8,140,237	8,324,889	8,324,889
Net Cash Flows	-	-	-
Income	-	-	-
Gain/Loss	-57,446	-242,098	-242,098
Ending Market Value	8,082,791	8,082,791	8,082,791

Asset Allocation by Segment

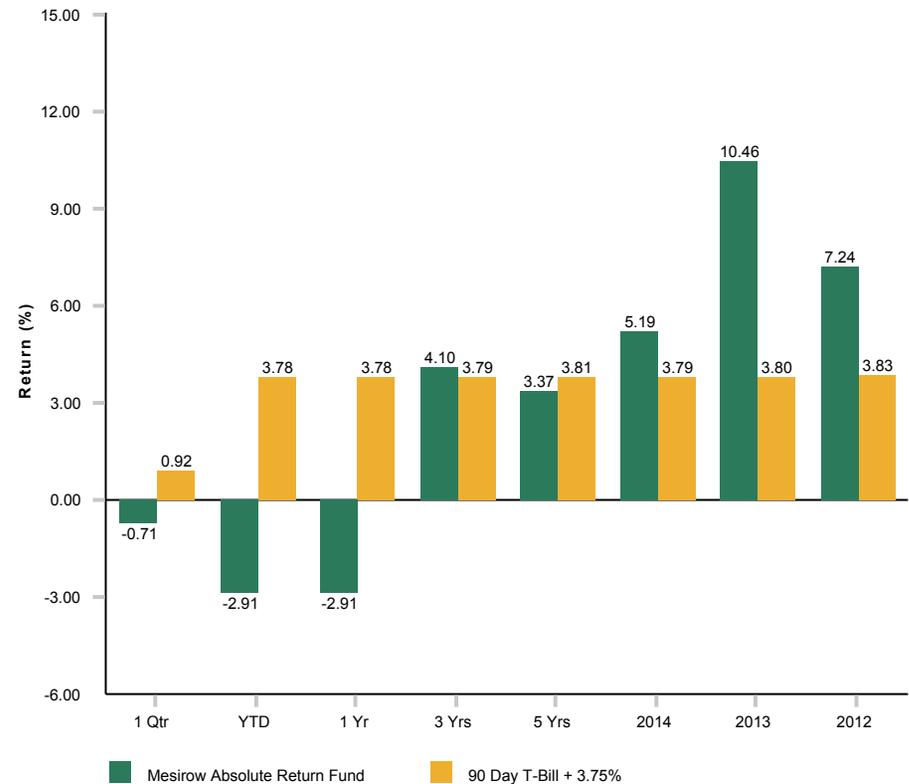
December 31, 2015 : \$8,082,791



Segments	Market Value (\$)	Allocation (%)
Hedge Fund	8,082,791	100.00

Income includes income received and change in accrued income.

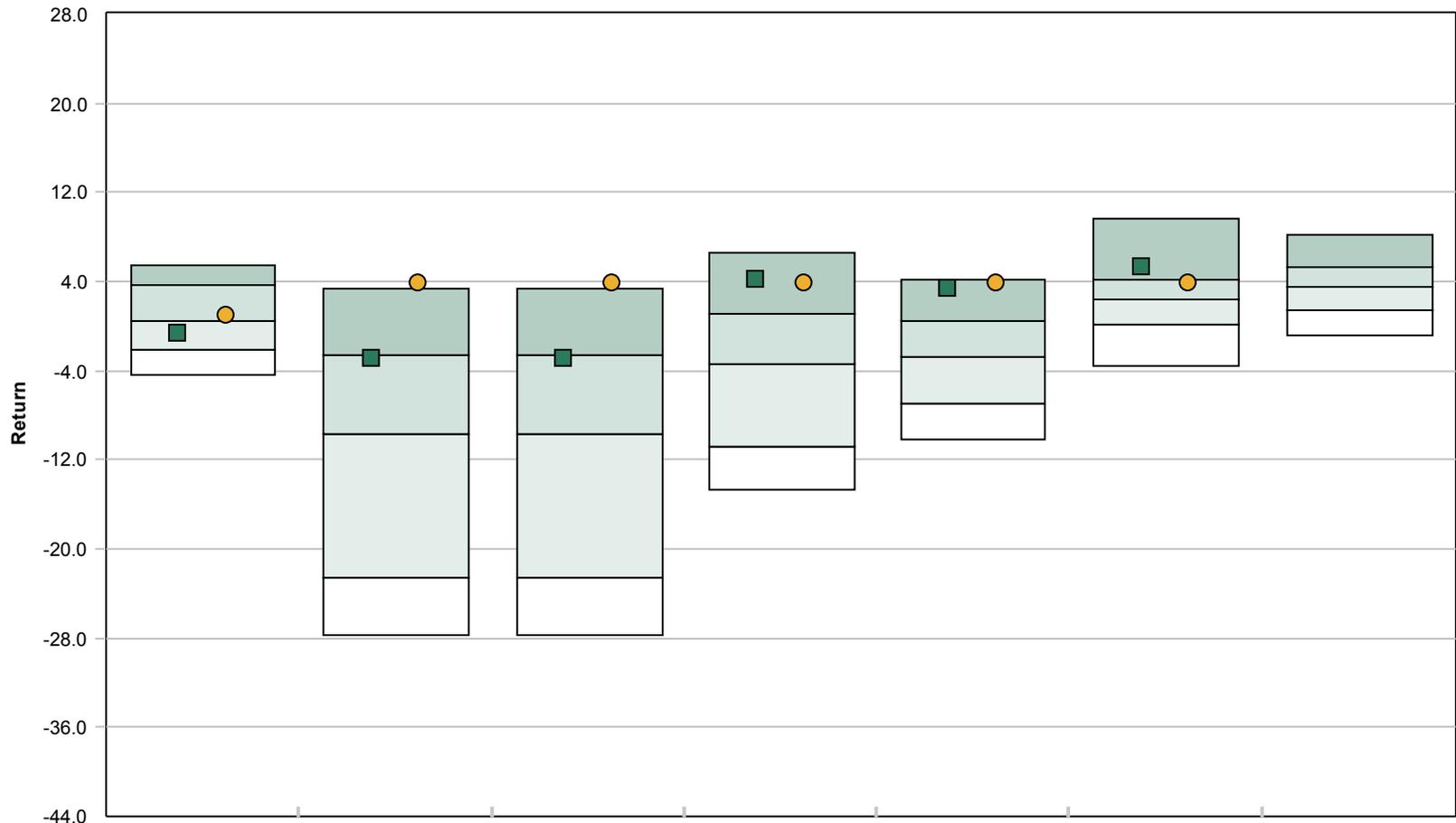
Performance Bar Chart



Cash allocation includes accrued income for the entire portfolio.

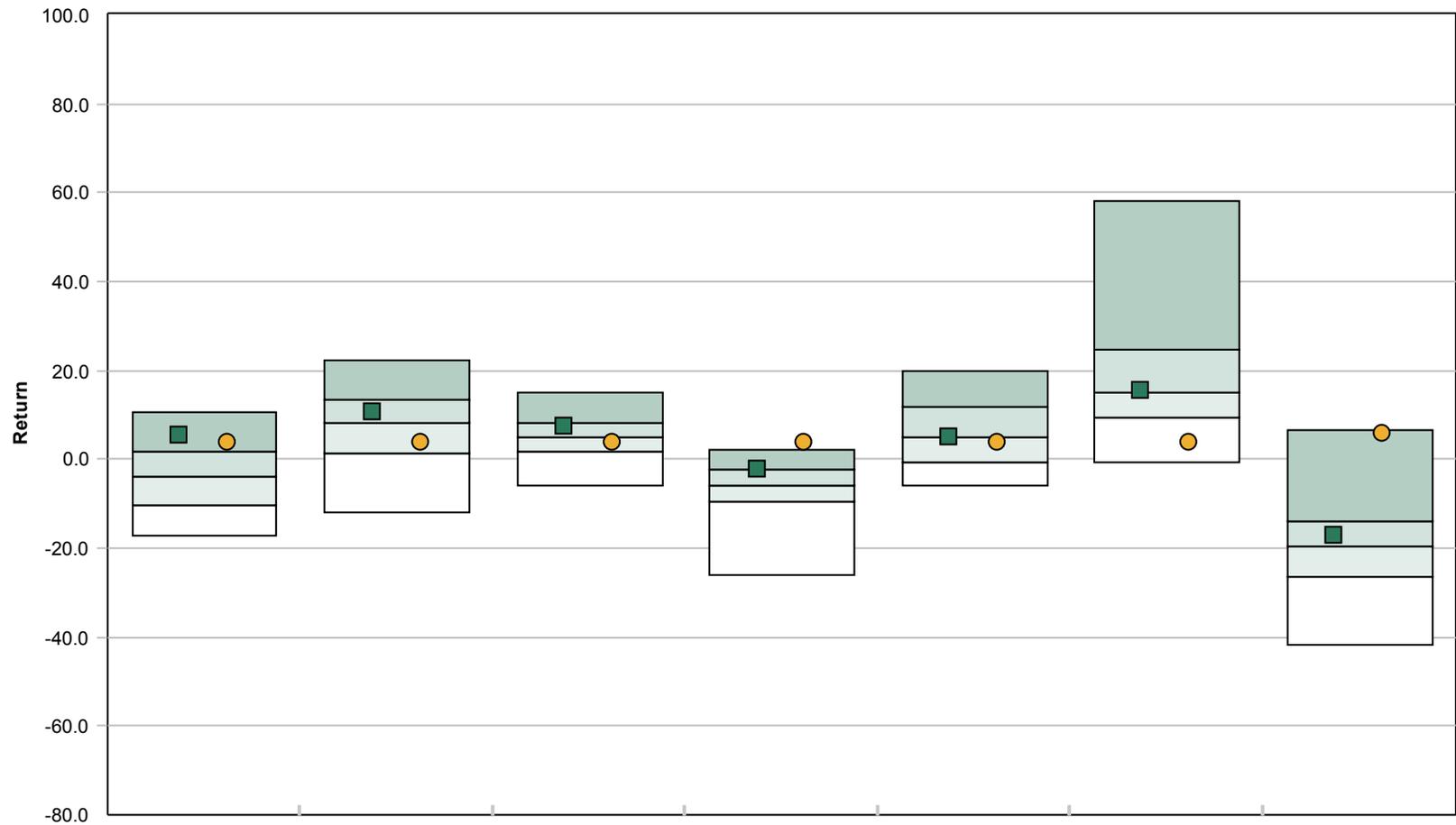
Monthly periodicity used in reports.

Peer Group Analysis - Fund of Funds Hedge Funds



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Mesirow Absolute Return Fund	-0.71 (60)	-2.91 (27)	-2.91 (27)	4.10 (12)	3.37 (9)	5.24 (17)	N/A
● 90 Day T-Bill + 3.75%	0.92 (45)	3.78 (4)	3.78 (4)	3.79 (14)	3.81 (7)	3.84 (29)	N/A
5th Percentile	5.43	3.44	3.44	6.58	4.16	9.62	8.13
1st Quartile	3.67	-2.64	-2.64	1.14	0.41	4.23	5.32
Median	0.40	-9.73	-9.73	-3.33	-2.78	2.39	3.47
3rd Quartile	-2.08	-22.54	-22.54	-10.76	-6.88	0.20	1.50
95th Percentile	-4.31	-27.78	-27.78	-14.73	-10.12	-3.61	-0.90

Peer Group Analysis - Fund of Funds Hedge Funds



■ Mesirow Absolute Return Fund
 ● 90 Day T-Bill + 3.75%

	2014	2013	2012	2011	2010	2009	2008
Mesirow Absolute Return Fund	5.19 (11)	10.46 (40)	7.24 (33)	-2.43 (26)	4.77 (53)	15.60 (49)	-17.36 (40)
90 Day T-Bill + 3.75%	3.79 (17)	3.80 (68)	3.83 (60)	3.84 (4)	3.89 (57)	3.92 (91)	5.92 (6)
5th Percentile	10.59	22.15	14.87	2.26	20.00	58.01	6.64
1st Quartile	1.93	13.32	8.20	-2.40	11.98	24.71	-13.85
Median	-3.97	8.23	5.12	-5.78	5.03	15.18	-19.58
3rd Quartile	-10.14	1.30	1.58	-9.58	-0.83	9.29	-26.59
95th Percentile	-17.30	-11.99	-6.03	-26.18	-6.01	-0.49	-41.79

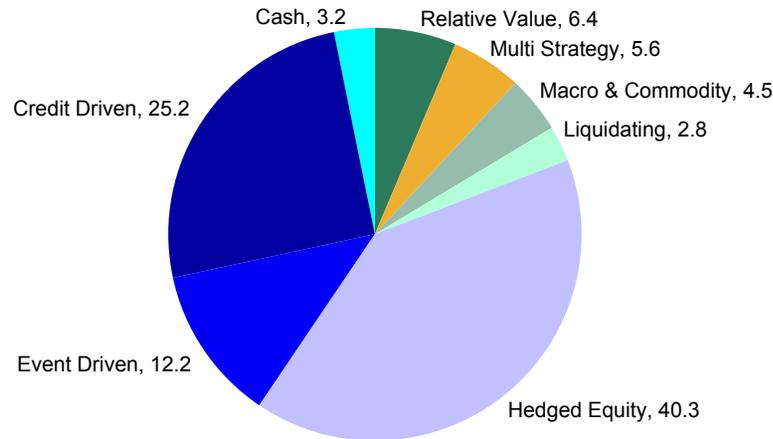
Monthly periodicity used in reports.

	January	February	March	April	May	June	July	August	September	October	November	December	Year
2007	N/A	2.71	1.13	1.54	2.14	0.32	-0.34	-1.42	1.02	1.95	-0.80	-0.03	N/A
2008	-2.03	1.25	-1.48	-0.13	1.43	-0.86	-2.55	-0.68	-6.79	-2.97	-1.97	-1.87	-17.36
2009	1.42	-0.08	-0.25	0.89	3.86	1.45	3.50	0.06	1.19	0.64	0.72	1.29	15.60
2010	0.58	0.23	1.21	0.39	-1.75	-0.70	0.37	0.49	1.18	1.08	0.14	1.50	4.77
2011	1.13	0.90	0.11	0.73	-0.07	-1.00	-0.08	-3.20	-1.67	1.13	-0.36	0.01	-2.43
2012	1.70	1.17	0.96	0.01	-0.93	-0.62	0.82	0.91	0.74	0.39	0.44	1.45	7.24
2013	1.55	0.20	1.25	0.60	1.28	-0.63	0.92	-0.20	1.09	1.18	1.39	1.39	10.46
2014	-0.04	1.34	-0.18	0.14	1.36	1.25	-0.48	0.65	-0.15	-0.25	1.42	0.05	5.19
2015	-0.52	2.29	0.61	0.16	0.97	-0.76	0.18	-2.11	-2.95	0.43	0.48	-1.61	-2.91

Distribution of Returns



Strategy Allocation



Town of Palm Beach Retirement System

Mesirow Absolute Return Fund

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 02/2007	7,000,000	-	590,633	7,590,633	8.44
2008	7,590,633	-	-1,317,915	6,272,718	-17.36
2009	6,272,718	-	978,788	7,251,506	15.60
2010	7,251,506	750,000	-1,154,345	6,847,161	4.77
2011	6,847,161	-	-166,234	6,680,927	-2.43
2012	6,680,927	-	483,641	7,164,568	7.24
2013	7,164,568	-	749,528	7,914,096	10.46
2014	7,914,096	-	410,792	8,324,889	5.19
2015	8,324,889	-	-242,098	8,082,791	-2.91

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

Manager Profile

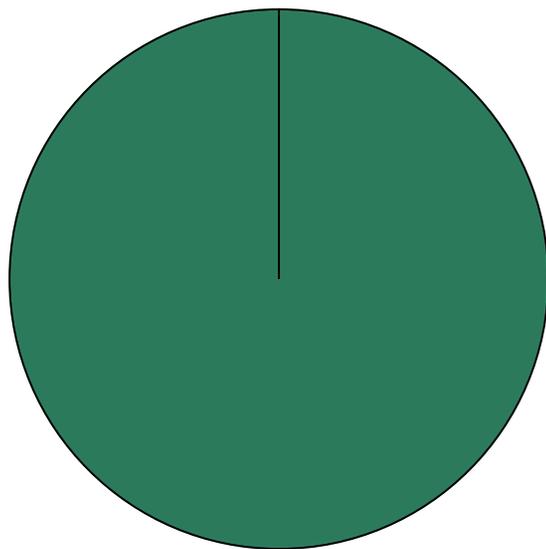
Style: Hedge Fund
Benchmark: HFRI: Diversified Index
Inception Date: February 1, 2012

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Weatherlow Offshore Fund I Ltd.			
Beginning Market Value	6,724,821	6,707,328	6,707,328
Net Cash Flows	-	-	-
Income	-	-	-
Gain/Loss	81,962	99,455	99,455
Ending Market Value	6,806,783	6,806,783	6,806,783

Asset Allocation by Segment

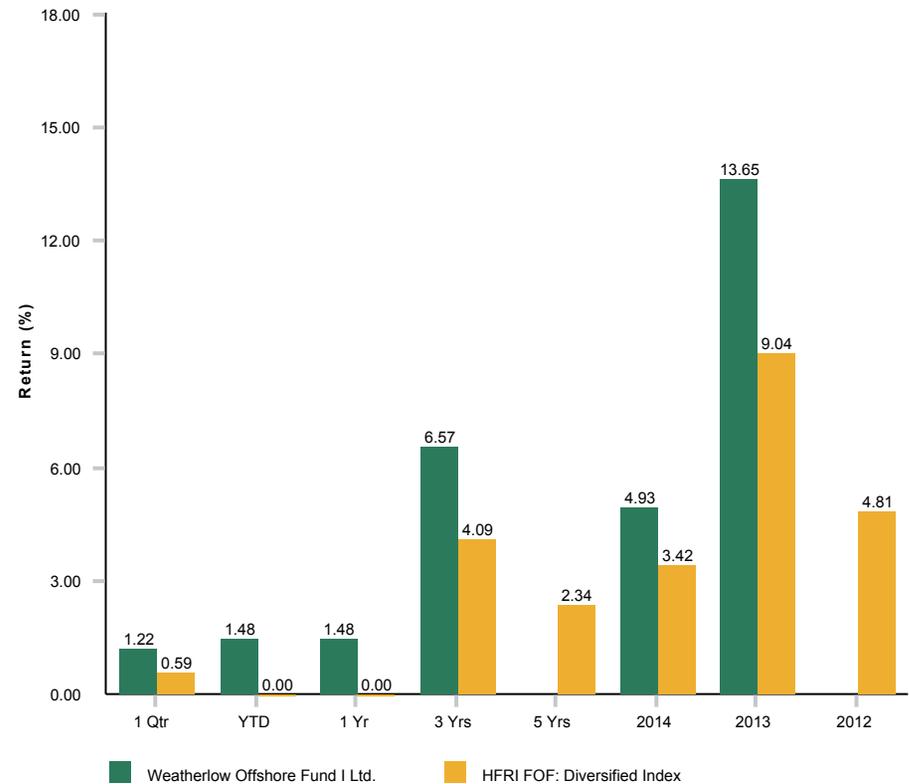
December 31, 2015 : \$6,806,783



Segments	Market Value (\$)	Allocation (%)
Hedge Fund	6,806,783	100.00

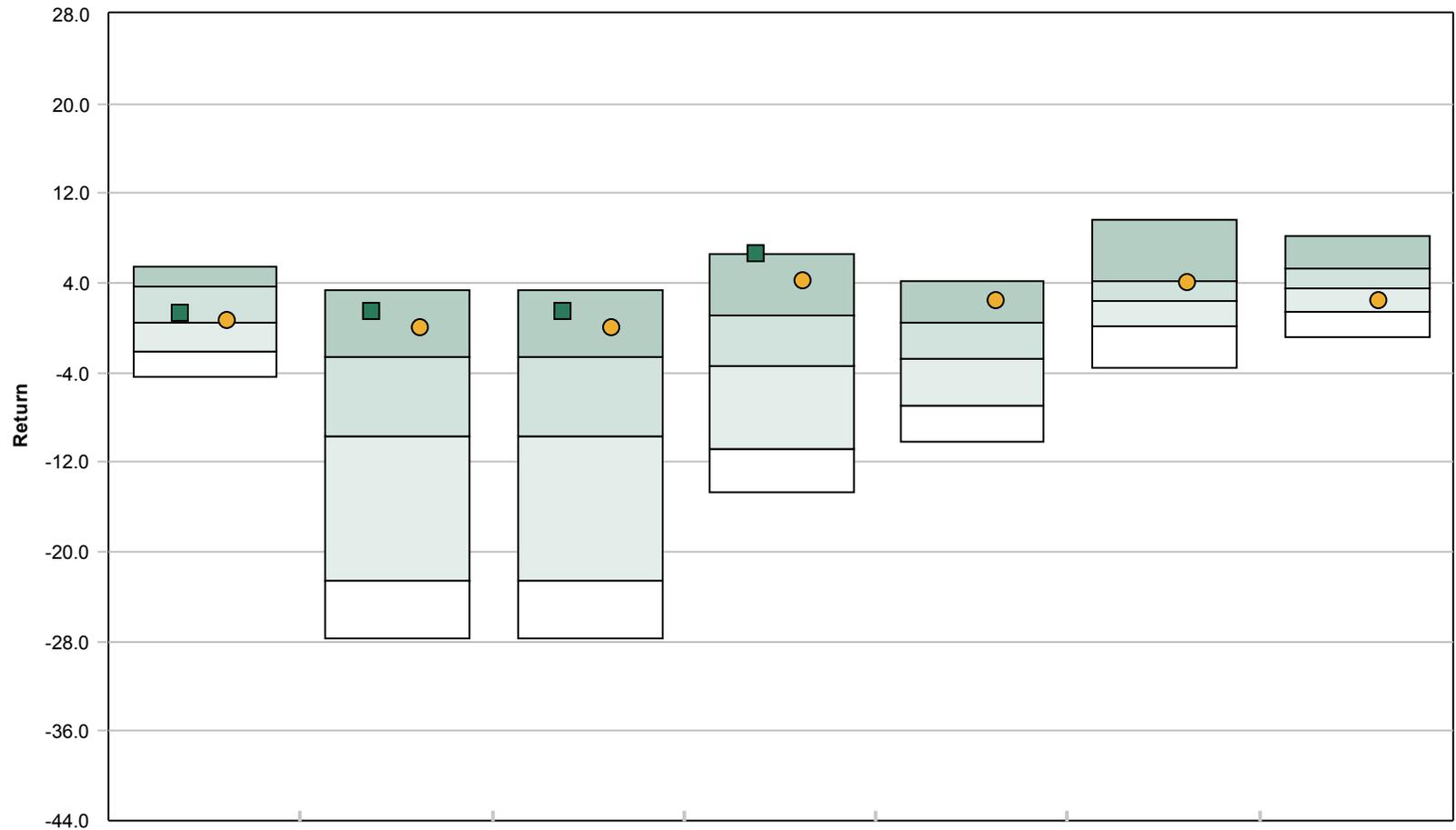
Income includes income received and change in accrued income.

Performance Bar Chart



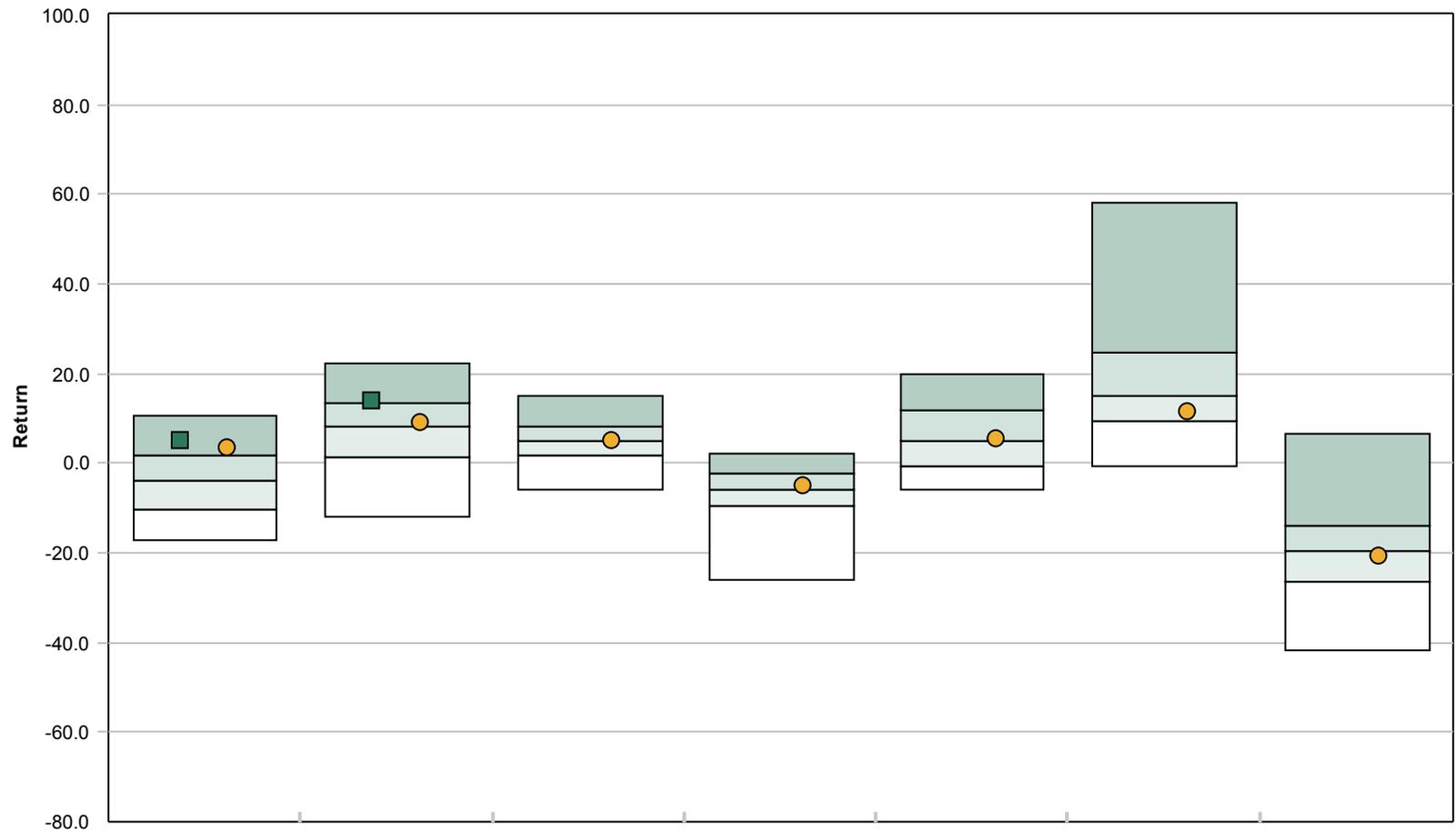
Cash allocation includes accrued income for the entire portfolio.

Peer Group Analysis - Fund of Funds Hedge Funds



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Weatherlow Offshore Fund I Ltd.	1.22 (42)	1.48 (11)	1.48 (11)	6.57 (6)	N/A	N/A	N/A
● HFRI FOF: Diversified Index	0.59 (48)	0.00 (14)	0.00 (14)	4.09 (12)	2.34 (14)	4.05 (26)	2.36 (62)
5th Percentile	5.43	3.44	3.44	6.58	4.16	9.62	8.13
1st Quartile	3.67	-2.64	-2.64	1.14	0.41	4.23	5.32
Median	0.40	-9.73	-9.73	-3.33	-2.78	2.39	3.47
3rd Quartile	-2.08	-22.54	-22.54	-10.76	-6.88	0.20	1.50
95th Percentile	-4.31	-27.78	-27.78	-14.73	-10.12	-3.61	-0.90

Peer Group Analysis - Fund of Funds Hedge Funds

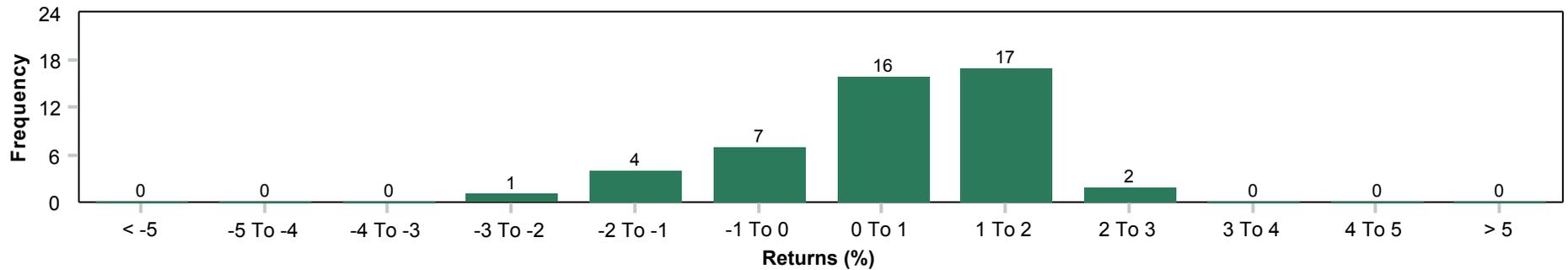


	2014	2013	2012	2011	2010	2009	2008
Weatherlow Offshore Fund I Ltd.	4.93 (11)	13.65 (24)	N/A	N/A	N/A	N/A	N/A
HFRI FOF: Diversified Index	3.42 (19)	9.04 (47)	4.81 (53)	-5.01 (44)	5.48 (48)	11.46 (68)	-20.85 (56)
5th Percentile	10.59	22.15	14.87	2.26	20.00	58.01	6.64
1st Quartile	1.93	13.32	8.20	-2.40	11.98	24.71	-13.85
Median	-3.97	8.23	5.12	-5.78	5.03	15.18	-19.58
3rd Quartile	-10.14	1.30	1.58	-9.58	-0.83	9.29	-26.59
95th Percentile	-17.30	-11.99	-6.03	-26.18	-6.01	-0.49	-41.79

Monthly periodicity used in reports.

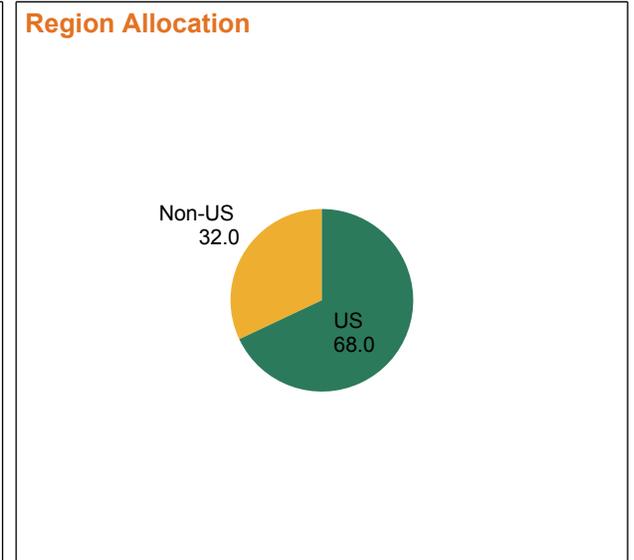
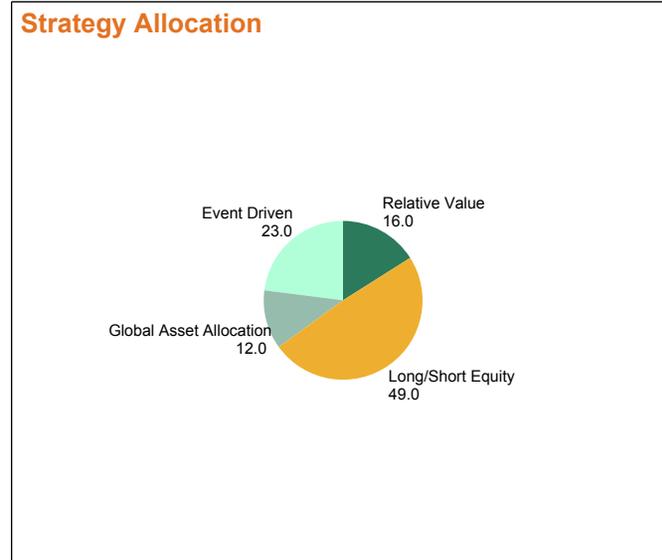
	January	February	March	April	May	June	July	August	September	October	November	December	Year
2012	N/A	1.81	0.60	0.05	-1.67	0.18	0.71	1.41	1.08	0.60	0.18	1.06	N/A
2013	2.59	0.42	1.42	0.48	1.83	-0.48	1.29	0.17	1.65	0.72	1.53	1.27	13.65
2014	0.34	1.52	-0.05	-0.52	1.48	1.88	-1.06	0.96	-0.73	0.49	0.72	-0.18	4.93
2015	0.29	2.39	1.19	-0.20	1.31	-0.12	0.08	-1.79	-2.78	1.61	1.07	-1.44	1.48

Distribution of Returns



Portfolio Characteristics

	Portfolio
Gross Exposure %	268.00
Net Exposure %	54.00
Manager Count	27



Town of Palm Beach Retirement System

Weatherlow Offshore Fund I Ltd.

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 02/2012	5,300,000	-	324,544	5,624,544	6.12
2013	5,624,544	-	767,691	6,392,236	13.65
2014	6,392,236	-	315,092	6,707,328	4.93
2015	6,707,328	-	99,455	6,806,783	1.48

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

Manager Profile

Style: Global Tactical Asset Allocation

Benchmark: Balanced Index

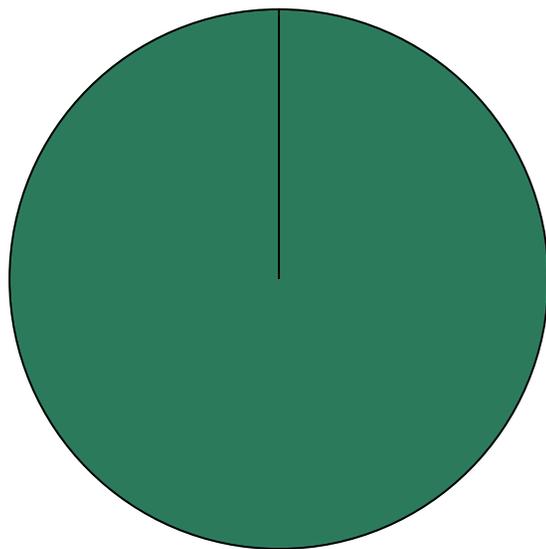
Inception Date: February 1, 2014

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Standard Life Global Absolute Return			
Beginning Market Value	6,826,481	6,753,561	6,753,561
Net Cash Flows	-	-	-
Income	-	-	-
Gain/Loss	76,269	149,188	149,188
Ending Market Value	6,902,750	6,902,750	6,902,750

Asset Allocation by Segment

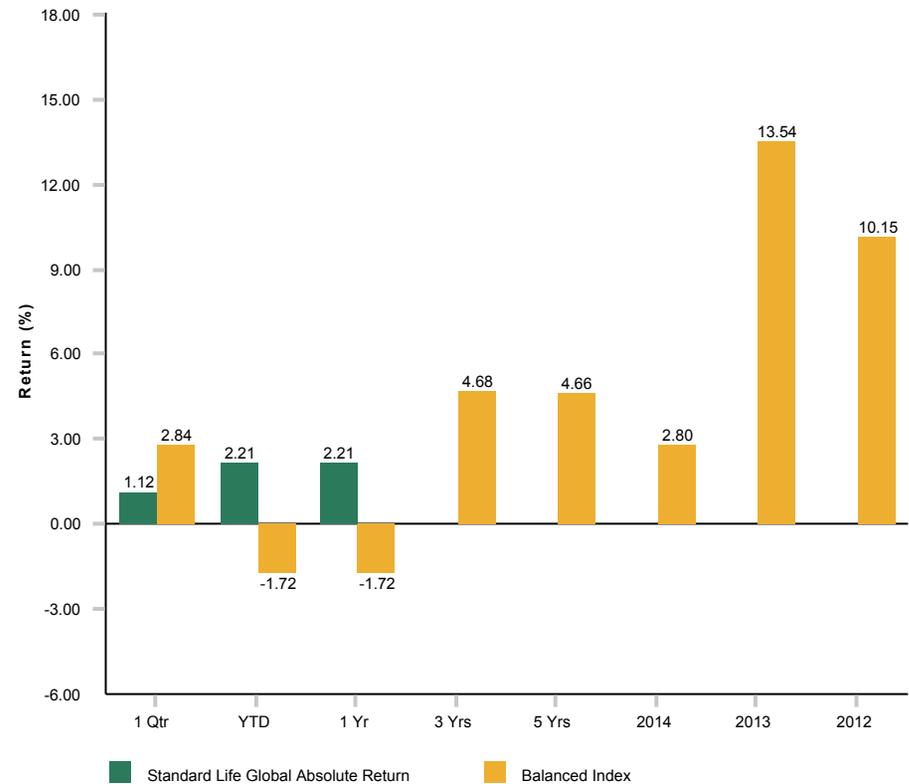
December 31, 2015 : \$6,902,750



Segments	Market Value (\$)	Allocation (%)
Global Other	6,902,750	100.00

Income includes income received and change in accrued income.

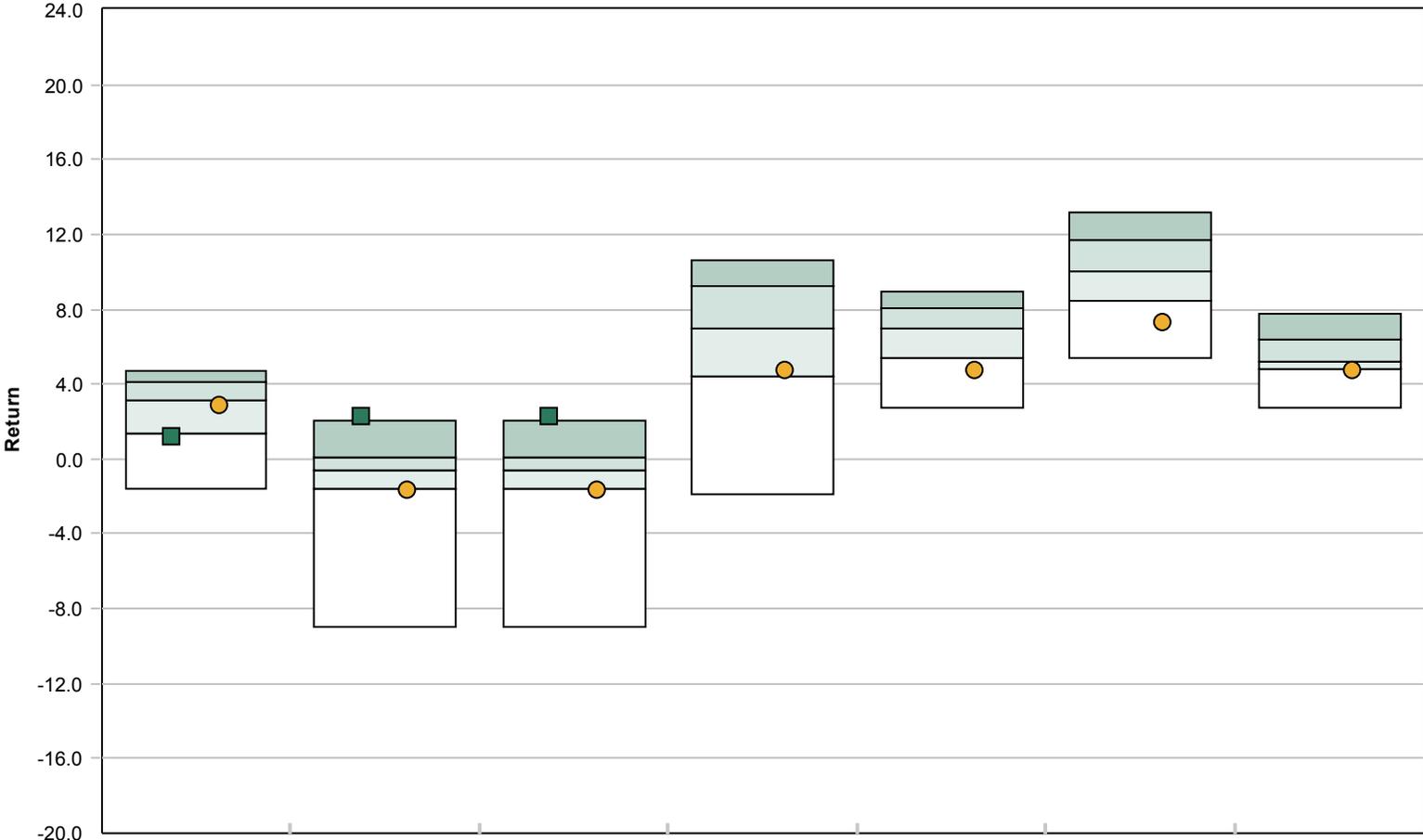
Performance Bar Chart



Cash allocation includes accrued income for the entire portfolio.

Monthly periodicity used in reports.

Peer Group Analysis - IM Global Balanced/TAA (SA+CF+MF)



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Standard Life Global Absolute Return	1.12 (81)	2.21 (5)	2.21 (5)	N/A	N/A	N/A	N/A
● Balanced Index	2.84 (54)	-1.72 (79)	-1.72 (79)	4.68 (73)	4.66 (84)	7.25 (85)	4.69 (78)
5th Percentile	4.72	2.10	2.10	10.59	8.94	13.17	7.78
1st Quartile	4.13	0.06	0.06	9.19	8.03	11.71	6.41
Median	3.11	-0.59	-0.59	6.95	6.94	10.04	5.25
3rd Quartile	1.41	-1.60	-1.60	4.45	5.39	8.42	4.81
95th Percentile	-1.55	-9.01	-9.01	-1.88	2.72	5.39	2.76

Monthly periodicity used in reports.

Town of Palm Beach Retirement System

Standard Life Global Absolute Return Fund
As of December 31, 2015

Risk Categories	Stand-alone risk	% of total standalone ²	Diversification	Position-removal	Correlation	Marginal Attribution ³	Exposures	
							Long	Short
European Equity	1.09%	8.69%	2.05%	0.72%	0.57	0.80%	12.10%	-5.12%
Short US Duration	0.96%	7.62%	-1.04%	-0.02%	-0.14	0.09%	0.00%	-21.38%
US Equity tech vs small cap	0.91%	7.27%	-0.27%	0.09%	-0.01	0.19%	10.64%	-9.98%
US butterfly	0.71%	5.69%	-0.66%	0.01%	-0.07	0.07%	29.37%	-70.52%
US and Europe vs UK duration	0.68%	5.42%	1.05%	0.20%	0.21	0.25%	36.64%	-36.46%
Long MXN vs AUD	0.66%	5.24%	1.08%	0.20%	0.23	0.25%	7.43%	-7.69%
Long GBP vs CHF	0.65%	5.15%	1.21%	0.23%	0.29	0.28%	4.70%	-4.86%
Japanese Equity	0.61%	4.90%	1.49%	0.33%	0.48	0.36%	2.97%	0.00%
Long USD vs EUR	0.60%	4.77%	1.23%	0.23%	0.32	0.27%	6.72%	-6.41%
Long INR vs EUR	0.57%	4.57%	1.45%	0.31%	0.49	0.34%	5.01%	-4.90%
Stock Selection	0.46%	3.68%	0.80%	0.10%	0.17	0.13%	24.88%	-24.88%
Australian forward-start interest rates	0.45%	3.58%	-0.40%	0.01%	-0.04	0.03%	29.64%	0.00%
Mexican rates vs EUR	0.45%	3.58%	1.35%	0.25%	0.53	0.27%	9.47%	-10.09%
Australian duration	0.43%	3.43%	-0.57%	-0.02%	-0.09	0.01%	6.40%	0.00%
US Equity banks vs consumer staples	0.37%	2.96%	0.94%	0.13%	0.30	0.14%	3.15%	-3.04%
Long USD vs KRW	0.36%	2.87%	-0.40%	0.00%	-0.05	0.01%	5.06%	-4.98%
Long USD vs SGD	0.35%	2.82%	0.73%	0.08%	0.19	0.09%	7.37%	-7.36%
US Equity large cap vs small cap	0.32%	2.58%	-0.72%	-0.05%	-0.19	-0.04%	4.88%	-4.77%
European Equity banks vs insurers	0.32%	2.52%	0.70%	0.07%	0.19	0.08%	4.20%	-3.96%
EU corporate bonds	0.30%	2.42%	0.58%	0.05%	0.14	0.06%	6.15%	0.00%
US investment grade credit	0.26%	2.07%	0.51%	0.04%	0.12	0.05%	5.15%	-4.35%
High yield credit	0.25%	2.00%	1.07%	0.15%	0.58	0.15%	4.62%	0.00%
UK Equity	0.22%	1.74%	1.06%	0.14%	0.65	0.15%	1.82%	0.00%
European vs UK duration	0.10%	0.78%	0.52%	0.03%	0.34	0.03%	8.15%	-9.80%
HSCEI vs FTSE variance	0.09%	0.75%	0.18%	0.01%	0.04	0.01%	0.00%	0.00%
Asian vs S&P variance	0.09%	0.69%	0.46%	0.03%	0.30	0.03%	0.00%	0.00%
US Equity	0.08%	0.66%	0.31%	0.01%	0.14	0.01%	9.07%	-9.14%
FX Hedging	0.08%	0.60%	-0.53%	-0.03%	-0.45	-0.03%	1.01%	-0.26%
Long European payer swaptions	0.07%	0.57%	0.30%	0.01%	0.15	0.01%	0.00%	-0.58%
Pacific Basin ex Japanese Equity	0.04%	0.36%	-0.16%	0.00%	-0.07	0.00%	0.74%	-0.77%
Liquid Instruments	0.01%	0.06%	0.15%	0.00%	0.36	0.00%	5.48%	0.00%
Cash	0.00%	0.00%	0.00%	0.00%	0.00	0.00%	48.79%	0.00%
Total (exposures ex.cash):	12.54%	100.00%				4.10%	228.96%*	-226.40%*
Diversification benefit:	8.44%							

Data provided by manager.

Town of Palm Beach Retirement System

Standard Life Global Absolute Return

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 02/2014	6,500,000	-	253,561	6,753,561	3.90
2015	6,753,561	-	149,188	6,902,750	2.21

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

COMMODITIES

Manager Profile

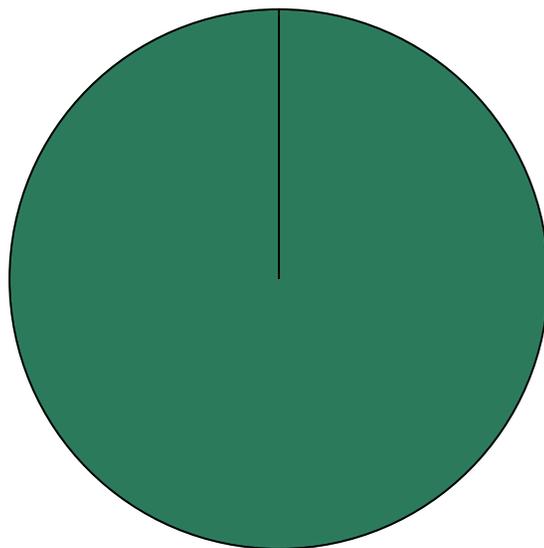
Style: Commodity
Benchmark: Bloomberg Commodity Index Total Return
Inception Date: September 1, 2010

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
TAP Fund, LTD			
Beginning Market Value	5,085,223	3,980,604	3,980,604
Net Cash Flows	-	2,000,000	2,000,000
Income	-	-	-
Gain/Loss	-560,796	-1,456,178	-1,456,178
Ending Market Value	4,524,427	4,524,427	4,524,427

Asset Allocation by Segment

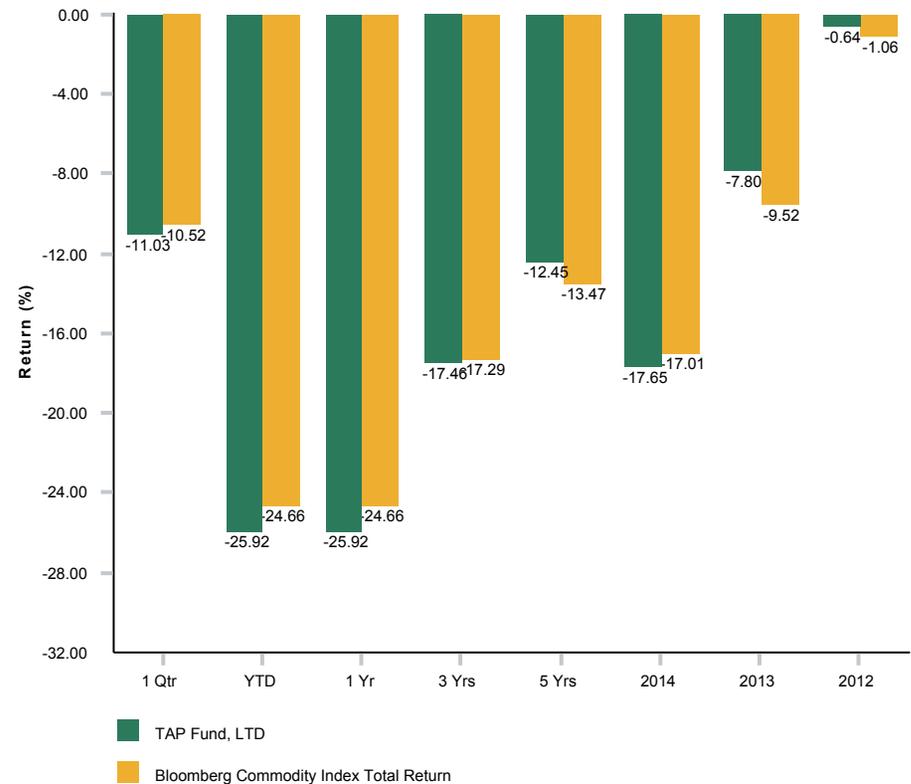
December 31, 2015 : \$4,524,427



Segments	Market Value (\$)	Allocation (%)
Real Return	4,524,427	100.00

Income includes income received and change in accrued income.

Performance Bar Chart



Cash allocation includes accrued income for the entire portfolio.

Monthly periodicity used in reports.

Town of Palm Beach Retirement System

TAP Fund, LTD
December 31, 2015

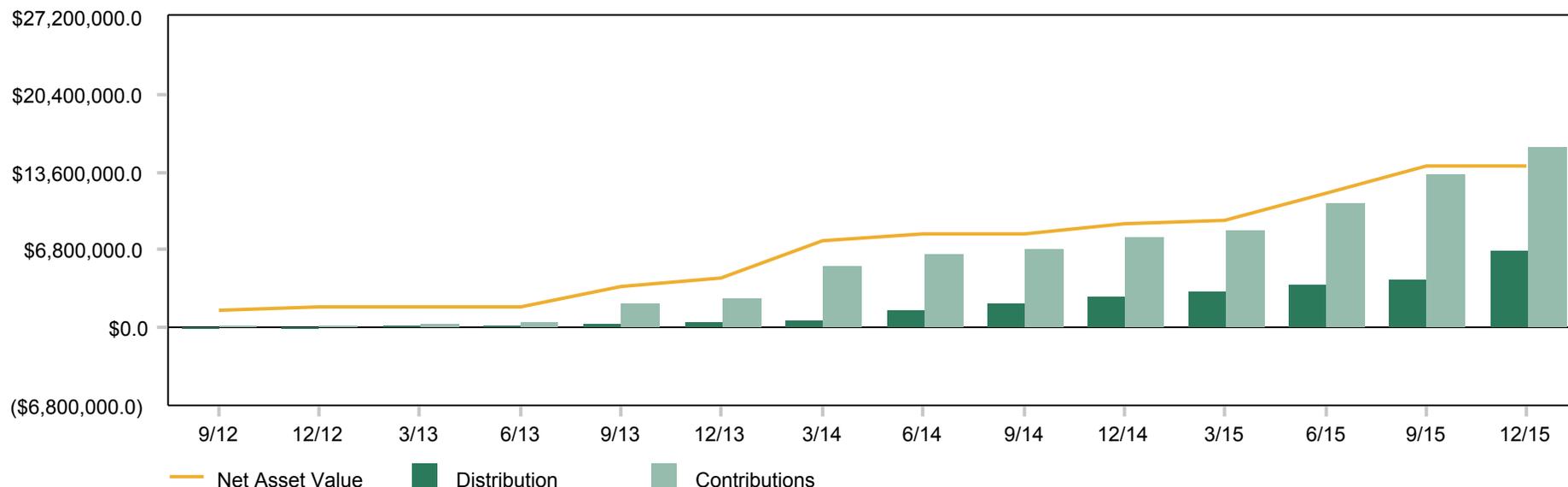
Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 09/2010	1,000,000	-	245,565	1,245,565	24.56
2011	1,245,565	1,625,000	-326,477	2,544,088	-7.94
2012	2,544,088	-	-16,284	2,527,804	-0.64
2013	2,527,804	2,500,000	-193,934	4,833,871	-7.80
2014	4,833,871	-	-853,266	3,980,604	-17.65
2015	3,980,604	2,000,000	-1,456,178	4,524,427	-25.92

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

PRIVATE EQUITY

Cash Flow Analysis



Private Equity Portfolio

Partnerships	Capital Committed (\$)	Total Contribution (\$)	Total Distribution (\$)	Market Value (\$)	IRR (%)	TVPI Multiple
Landmark Equity Partners XIV LP	1,250,000	1,183,988	938,059	690,450	15.21	1.38
Private Equity Investment Fund V	1,250,000	1,253,016	500,000	1,196,702	10.75	1.36
HarbourVest Partners IX	10,000,000	5,738,815	1,259,256	6,128,073	21.25	1.30
Pomona Capital VIII	10,000,000	5,689,651	2,785,856	4,243,265	30.85	1.26
JPMorgan Venture Capital Fund V	5,000,000	3,401,499	1,667,022	1,864,715	7.69	1.04
Total Private Equity Composite	27,500,000	17,266,969	7,150,193	14,123,205	36.49	1.25

Performance shown lags by one quarter with the exception of HarbourVest where preliminary 12/31/15 data was available. Market Value shown reflects most recent Market Value available (9/30/15) plus/minus contributions/distributions in Q4 2015.

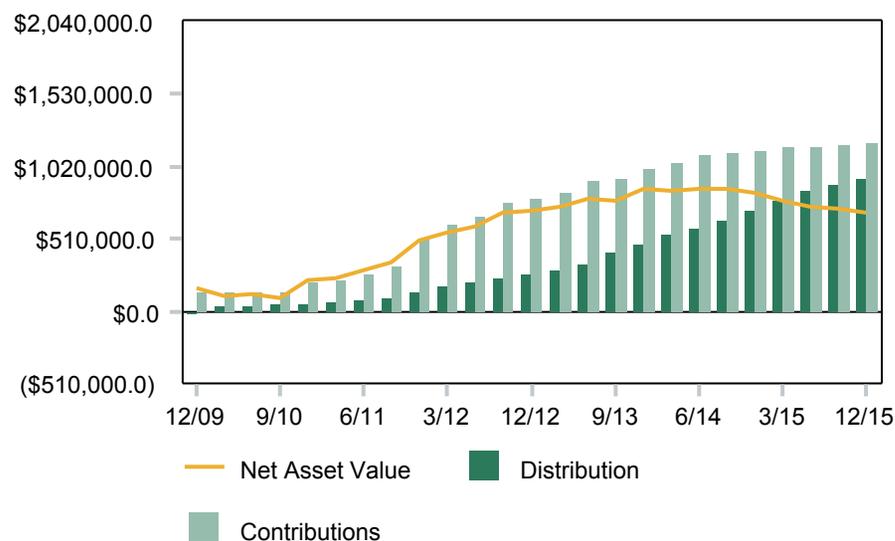
Fund Information

Type of Fund:	Secondary	Vintage Year:	2008
Strategy Type:	Secondaries	Management Fee:	1% of commitments thru 8th anniversary of final close, then 1% of reported value
Size of Fund:	1,929,060,606	Preferred Return:	8%
Inception:	08/31/2008		
Investment Strategy:	Landmark's investment strategy is to focus principally on negotiated transactions where the opportunity exists for value creation, as opposed to participating in large portfolio auctions where price is the determining factor. As such, Landmark concentrates on acquiring unique portfolios of private equity limited partnership interests in the middle market, as well as minority positions in direct equity investments from institutional holders seeking liquidity or exit. Landmark capitalizes on the experience of its principals, its proprietary database, and network of industry contacts, combined with strong investor sponsorship to achieve strong returns for the Funds.		

Cash Flow Summary

Capital Committed:	\$1,250,000
Total Contributions:	\$1,183,988
Remaining Capital Commitment:	\$66,012
Total Distributions:	\$938,059
Market Value:	\$690,450
Inception Date:	11/12/2009
Inception IRR:	15.21
TVPI:	1.38

Cash Flow Analysis



Due to the inconsistencies in reporting methodologies among managers, we do not report on Capital Invested, Management Fees, Expenses and Interest. However, the Market Value is net of all fees and expenses, and Total Contributions reflects interest paid. Performance shown lags by one quarter. Market Value shown reflects most recent Market Value available (9/30/15) plus/minus contributions/distributions in Q4 2015.

As of December 31, 2015

	1 Year	3 Years	5 Years	Since Inception	Inception Date
Landmark Equity Partners XIV LP	5.54	12.16	12.18	15.21	11/12/2009

Performance shown lags by one quarter.

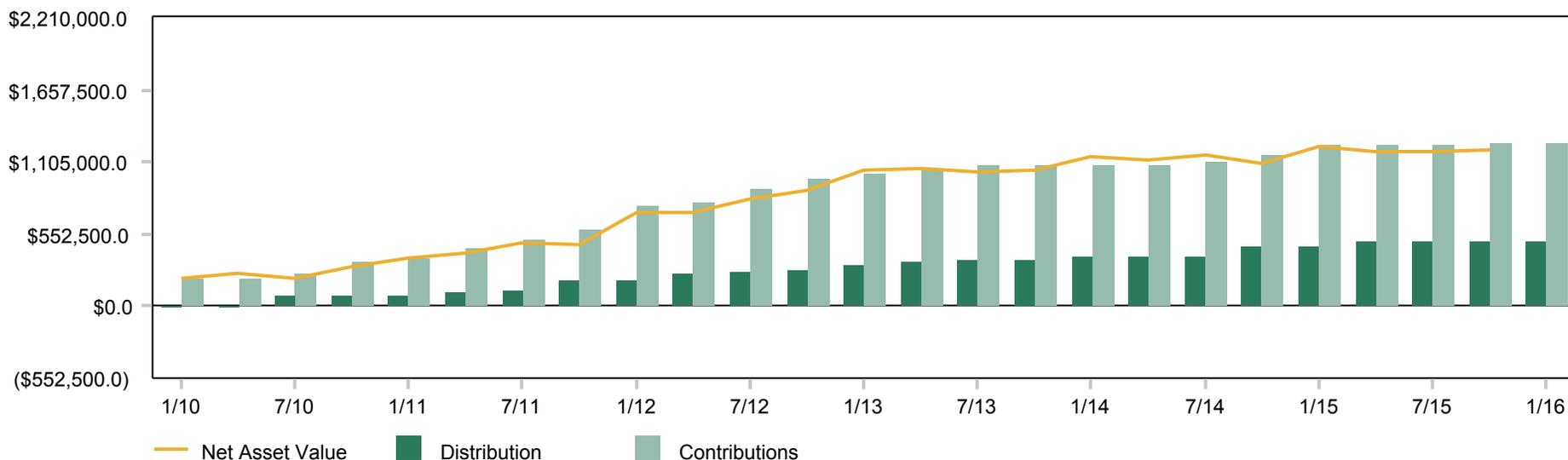
Cash Flow Summary

Capital Committed: \$1,250,000
 Total Contributions: \$1,253,016
 Remaining Capital Commitment: -

Total Distributions: \$500,000
 Market Value: \$1,196,702

Inception Date: 01/21/2010
 Inception IRR: 10.75
 TVPI: 1.36

Cash Flow Analysis



Due to the inconsistencies in reporting methodologies among managers, we do not report on Capital Invested, Management Fees, Expenses and Interest. However, the Market Value is net of all fees and expenses, and Total Contributions reflects interest paid. Performance shown lags by one quarter. Market Value shown reflects most recent Market Value available (9/30/15) plus/minus contributions/distributions in Q4 2015.

As of December 31, 2015

	1 Year	3 Years	5 Years	Since Inception	Inception Date
Private Equity Investment Fund	-0.47	2.68	8.85	10.75	01/21/2010

Performance shown lags by one quarter.

Fund Information

Type of Fund: Fund Of Funds
Strategy Type: Hybrid

Vintage Year: 2010
Management Fee: Year 1: 75 bps of committed capital; Years 2-9: 100 bps of committed capital; Year 10: 90 bps of committed capital; Year 11: 81 bps of committed capital; Year 3: 73 bps of committed capital

Size of Fund: 3,000,000,000
Inception: 03/01/2010

Preferred Return: 0%

Investment Strategy: HarbourVest Partners IX is a continuation of the private equity investment strategy successfully employed in eight previous funds which consist of over \$16 billion in committed capital since 1982. The Investment Program will be structured as four separate limited partnership vehicles, collectively known as the “Funds”; one for venture investment (HarbourVest Partners IX – Venture Fund L.P.); one for buyout investments (HarbourVest Partners IX – Buyout Fund, L.P.); and one for mezzanine and distressed debt investments (HarbourVest Partners IX – Credit Opportunities Fund, L.P.) and a core fund, which includes allocations to the three specialized funds. The core fund will be allocated 60% to Fund IX Buyout, 30% to Fund IX Venture and 10% to Fund IX Credit Opportunities. Limited partners may invest up to 100% of their commitment to any of the four funds. Geographically, the core fund is expected to be 60-75% U.S., 10-25% Europe, and 0-25% Other.

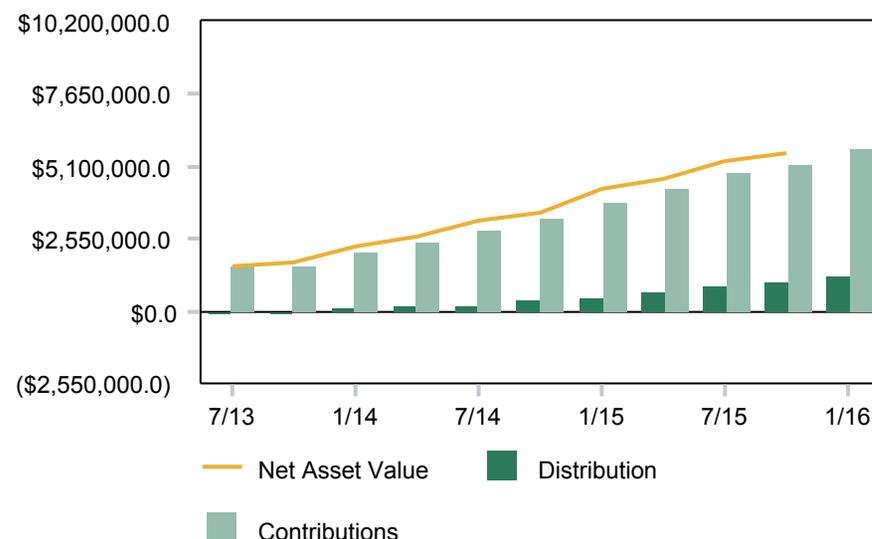
Cash Flow Summary

Capital Committed: \$10,000,000
Total Contributions: \$5,738,815
Remaining Capital Commitment: \$4,316,250

Total Distributions: \$1,259,256
Market Value: \$6,128,073

Inception Date: 07/29/2013
Inception IRR: 21.25
TVPI: 1.30

Cash Flow Analysis



Due to the inconsistencies in reporting methodologies among managers, we do not report on Capital Invested, Management Fees, Expenses and Interest. However, the Market Value is net of all fees and expenses, and Total Contributions reflects interest paid. Performance shown is preliminary as of 12/31/15.

As of December 31, 2015

	1 Year	3 Years	5 Years	Since Inception	Inception Date
HarbourVest Partners IX	14.54	N/A	N/A	21.25	07/29/2013

Performance shown is preliminary as of 12/31/15.

Fund Information

Type of Fund: Secondary
Strategy Type: Secondaries

Vintage Year: 2012
Management Fee: 1.25% per annum of total commitments from initial closing date calendar quarter; 1.0% per annum of total commitments from the first day of immediately succeeding calendar quarter through 9 years; 0.75 per annum thereafter.

Size of Fund: 1,300,000,000
Inception: 10/31/2012

Preferred Return: 8%, compounded annually

Investment Strategy: Pomona’s current secondary investment strategy began with Fund VII and was developed after the financial crisis of 2008. This strategy allows the firm to be selective, avoid competition and gain greater purchasing power and contains four key elements: seek niche opportunities which are less competitive and where the in-house expertise and core knowledge in industry segments provides an analytical edge; focus on middle market size opportunities which allows the firm to “cherry pick” investments and avoid large auctions; purchase high quality assets with a focus on managers that have a discernible edge; and build a diversified portfolio, which is a key risk mitigating factor.

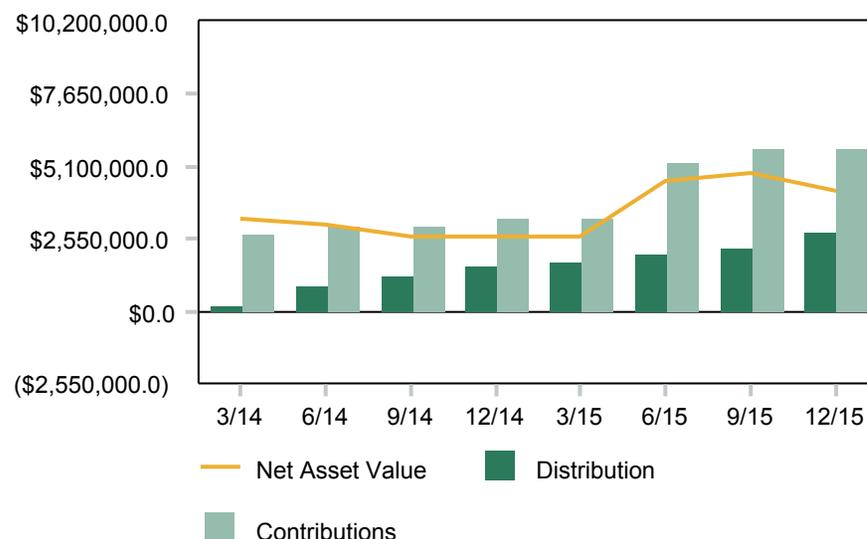
Cash Flow Summary

Capital Committed: \$10,000,000
Total Contributions: \$5,689,651
Remaining Capital Commitment: \$5,076,630

Total Distributions: \$2,785,856
Market Value: \$4,243,265

Inception Date: 03/25/2014
Inception IRR: 30.85
TVPI: 1.26

Cash Flow Analysis



Due to the inconsistencies in reporting methodologies among managers, we do not report on Capital Invested, Management Fees, Expenses and Interest. However, the Market Value is net of all fees and expenses, and Total Contributions reflects interest paid. Performance shown lags by one quarter. Market Value shown reflects most recent Market Value available (9/30/15) plus/minus contributions/distributions in Q4 2015.

As of December 31, 2015

	1 Year	3 Years	5 Years	Since Inception	Inception Date
Pomona Capital VIII	12.08	N/A	N/A	30.85	03/25/2014

Performance shown lags by one quarter.

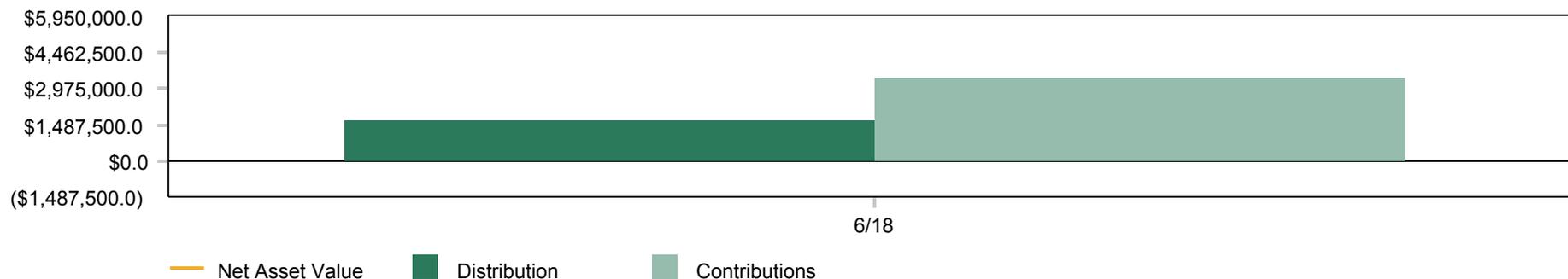
Fund Information

Type of Fund:	Fund Of Funds	Vintage Year:	2014
Strategy Type:	Venture Capital	Management Fee:	Based on Committed Capital - Option 1: 72 bps annual average; Option 2: 44 bps annual average
Size of Fund:	600,000,000	Preferred Return:	8%
Inception:	03/01/2014		
Investment Strategy:	J.P. Morgan Global Private Equity Institutional Investors V, L.P. ("Global PE V") is the first in a planned series of annual fund of funds, which provides exposure to corporate finance and venture capital on a global basis. The portfolio construction seeks to create appropriate diversification by geography, stage, sector and vintage year, so there are no pre-determined allocations. Investments are expected to be predominately in existing companies in buyout, growth capital and build-up strategies, as well as special situations with opportunistic mezzanine, distressed equity and venture capital.		

Cash Flow Summary

Capital Committed:	\$5,000,000
Total Contributions:	\$3,401,499
Remaining Capital Commitment:	\$3,283,647
Total Distributions:	\$1,667,022
Market Value:	\$1,864,715
Inception Date:	07/31/2015
Inception IRR:	7.69

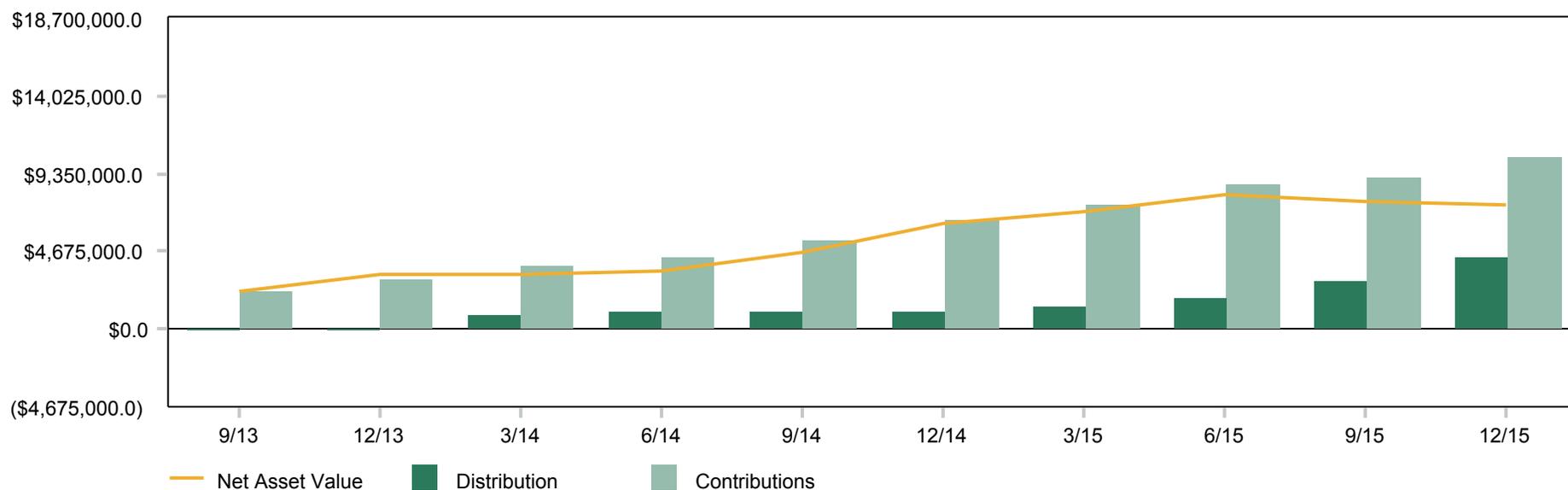
Cash Flow Analysis



Due to the inconsistencies in reporting methodologies among managers, we do not report on Capital Invested, Management Fees, Expenses and Interest. However, the Market Value is net of all fees and expenses, and Total Contributions reflects interest paid. Performance shown lags by one quarter. Market Value shown reflects most recent Market Value available (9/30/15) plus/minus contributions/distributions in Q4 2015.

REAL ESTATE

Cash Flow Analysis



Private Equity Portfolio

Partnerships	Capital Committed (\$)	Total Contribution (\$)	Total Distribution (\$)	Market Value (\$)	IRR (%)	TVPI Multiple
Gerding Edlen Green Cities II	5,000,000	5,900,029	2,573,497	4,614,970	15.31	1.22
Westport Real Estate Fund IV	5,000,000	4,171,500	1,705,816	2,704,196	7.80	1.05
Long Wharf Real Estate Partners Fund V	5,000,000	295,348	47,469	201,292	-15.84	0.84
Total Real Estate Composite	15,000,000	10,366,877	4,326,782	7,520,459	12.97	1.14

Performance shown lags by one quarter with the exception of Long Wharf where 12/31/15 data was available. Market Value shown reflects most recent Market Value available (9/30/15) plus/minus contributions/distributions in Q4 2015.

Fund Information

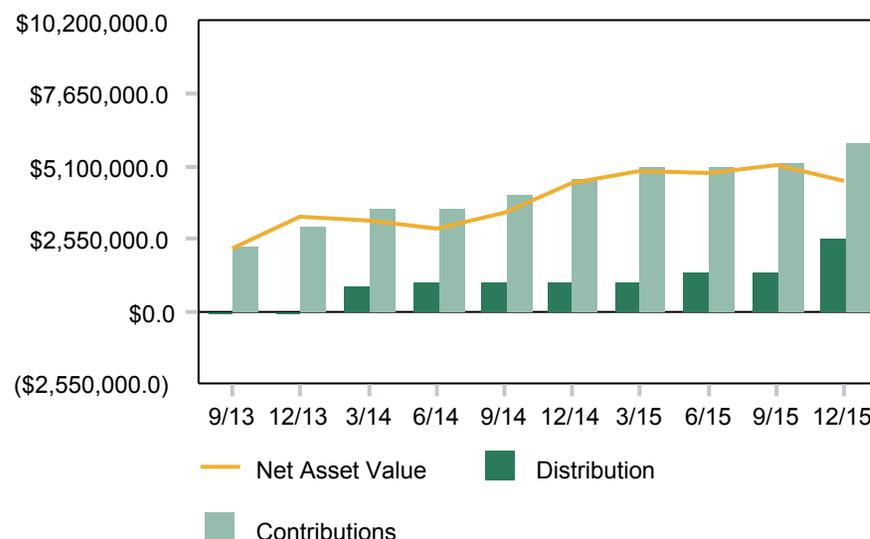
Type of Fund:	Partnership	Vintage Year:	2013
Strategy Type:	Value-Add Real Estate	Management Fee:	1.50% per annum (0.375% per quarter)
Size of Fund:	250,000,000	Preferred Return:	9%
Inception:	05/01/2013	General Partner:	Gerding Edlen Fund Management II
Final Close:	05/20/2014		

Investment Strategy: The Gerding Edlen team will seek to acquire, invest, manage, retrofit and/or develop new urban, modern, green apartment and office properties in their key targeted markets. These markets include: Seattle, Portland, San Francisco, Los Angeles, Chicago, Denver, Boston and New York. Gerding Edlen targets these cities for a number of reasons including that they are: “Youth Magnet” cities with disproportionately high growth of the Millennial population (18-34 year olds); top performing markets for job growth especially with knowledge-based jobs in high-tech and health care; strong urban core growth within each market - each market experiencing a demographic shift to the cities; top performing markets in terms of consistency of valuations and cap rates for better risk adjusted returns; and have high barriers to new supply. Within these cities, the fund will focus on urban infill properties in central business districts, which are close to public transportation. Gerding Edlen expects that the fund will consist of primarily apartment assets (65%), with the remainder in office (35%). They expect that the majority of the assets will be West Coast based (50%), followed by the East (40%) and the remainder sourced in the Midwest.

Cash Flow Summary

Capital Committed:	\$5,000,000
Total Contributions:	\$5,900,029
Remaining Capital Commitment:	-\$580,406
Total Distributions:	\$2,573,497
Market Value:	\$4,614,970
Inception Date:	08/28/2013
Inception IRR:	15.31
TVPI:	1.22

Cash Flow Analysis



Due to the inconsistencies in reporting methodologies among managers, we do not report on Capital Invested, Management Fees, Expenses and Interest. However, the Market Value is net of all fees and expenses, and Total Contributions reflects interest paid. Performance shown lags by one quarter. Market Value shown reflects most recent Market Value available (9/30/15) plus/minus contributions/distributions in Q4 2015.

As of December 31, 2015

	1 Year	3 Years	5 Years	Since Inception	Inception Date
Gerding Edlen Green Cities II	8.83	N/A	N/A	15.31	08/28/2013

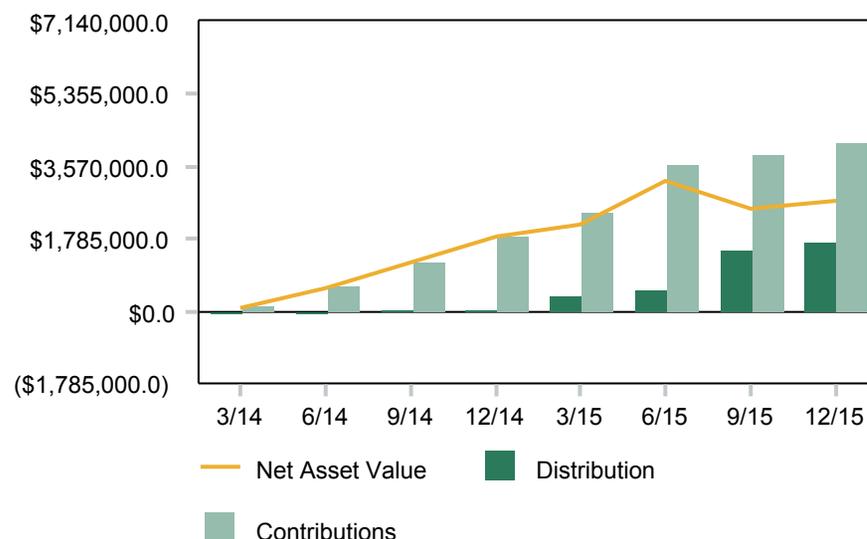
Fund Information

Type of Fund:	Partnership	Vintage Year:	2014
Strategy Type:	Opportunistic Real Estate	Management Fee:	
Size of Fund:	-	Preferred Return:	15-18%
Inception:	08/01/2014		
Investment Strategy:	WCP Real Estate Fund IV, L.P. (the "Fund") is the tenth consecutive distressed and opportunistic real estate fund raised by Russel Bernard, Sean Armstrong, Wm. Gregory Geiger, Scott Chernoff, Peter Aronson, Jordan Socaransky and Marc Porosoff (the "Senior Investment Team"). The fund will primarily invest in distressed and opportunistic real estate properties and debt that present potential for significant capital appreciation. WCP brings rigorous property-level underwriting, due diligence and investment review process as well as 20+ years relationships with major players at commercial banks, Wall Street firms and non-bank lenders allow access to "off market" deal flow. Ability to achieve returns through skill as active real estate managers, not just through financial engineering and identify and mitigate potential risks.		

Cash Flow Summary

Capital Committed:	\$5,000,000
Total Contributions:	\$4,171,500
Remaining Capital Commitment:	\$2,073,500
Total Distributions:	\$1,705,816
Market Value:	\$2,704,196
Inception Date:	03/24/2014
Inception IRR:	7.80
TVPI:	1.05

Cash Flow Analysis



Due to the inconsistencies in reporting methodologies among managers, we do not report on Capital Invested, Management Fees, Expenses and Interest. However, the Market Value is net of all fees and expenses, and Total Contributions reflects interest paid. Performance and market values shown are current as of 12/31/15.

As of December 31, 2015

	1 Year	3 Years	5 Years	Since Inception	Inception Date
Westport Real Estate Fund IV	10.20	N/A	N/A	7.80	03/24/2014

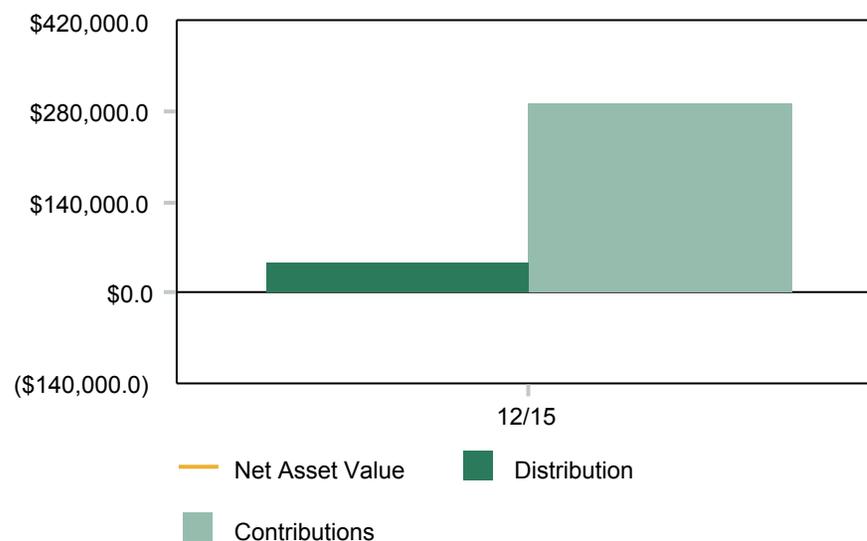
Fund Information

Type of Fund:	Partnership	Vintage Year:	2015
Strategy Type:	Value-Add Real Estate	Management Fee:	1.5% of committed capital during commitment period; 1.5% of invested capital thereafter
Size of Fund:	350,000,000	Preferred Return:	9%
Inception:	06/01/2015		
Investment Strategy:	The portfolio construction seeks to create appropriate diversification by geography, stage, sector and vintage year, so there are no pre-determined allocations. Investments are expected to be predominately in early stage deal, emphasizing companies at their seed or start-up phase, and opportunistically on later stage and growth equity companies. PEG seeks to partner with leading venture capitalists who have significant operational experience and are looking to finance high quality ideas, entrepreneurs and companies.		

Cash Flow Summary

Capital Committed:	\$5,000,000
Total Contributions:	\$295,348
Remaining Capital Commitment:	\$4,751,707
Total Distributions:	\$47,469
Market Value:	\$201,292
Inception Date:	11/20/2015
Inception IRR:	-15.84
TVPI:	0.84

Cash Flow Analysis



Due to the inconsistencies in reporting methodologies among managers, we do not report on Capital Invested, Management Fees, Expenses and Interest. However, the Market Value is net of all fees and expenses, and Total Contributions reflects interest paid. Performance and market values shown are current as of 12/31/15.

REIT

Manager Profile

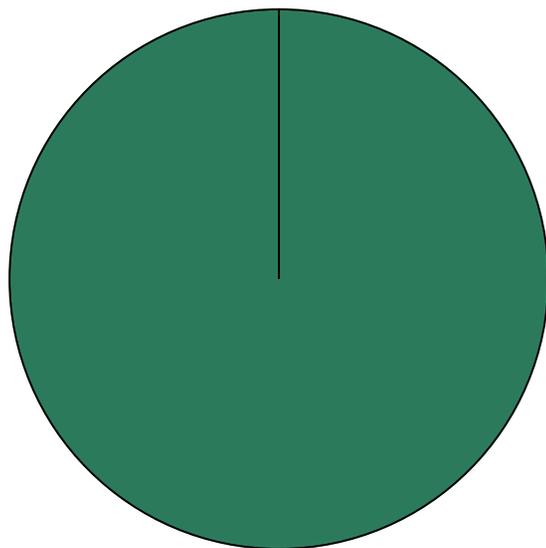
Style: REIT
Benchmark: MSCI U.S. REIT Index
Inception Date: April 1, 2015

Gain / Loss Summary

	1 Quarter	Year To Date	1 Year
Vanguard REIT Index			
Beginning Market Value	6,917,311	-	-
Net Cash Flows	-200,000	-	-
Income	98,231	-	-
Gain/Loss	383,583	-	-
Ending Market Value	7,199,125	-	-

Asset Allocation by Segment

December 31, 2015 : \$7,199,125

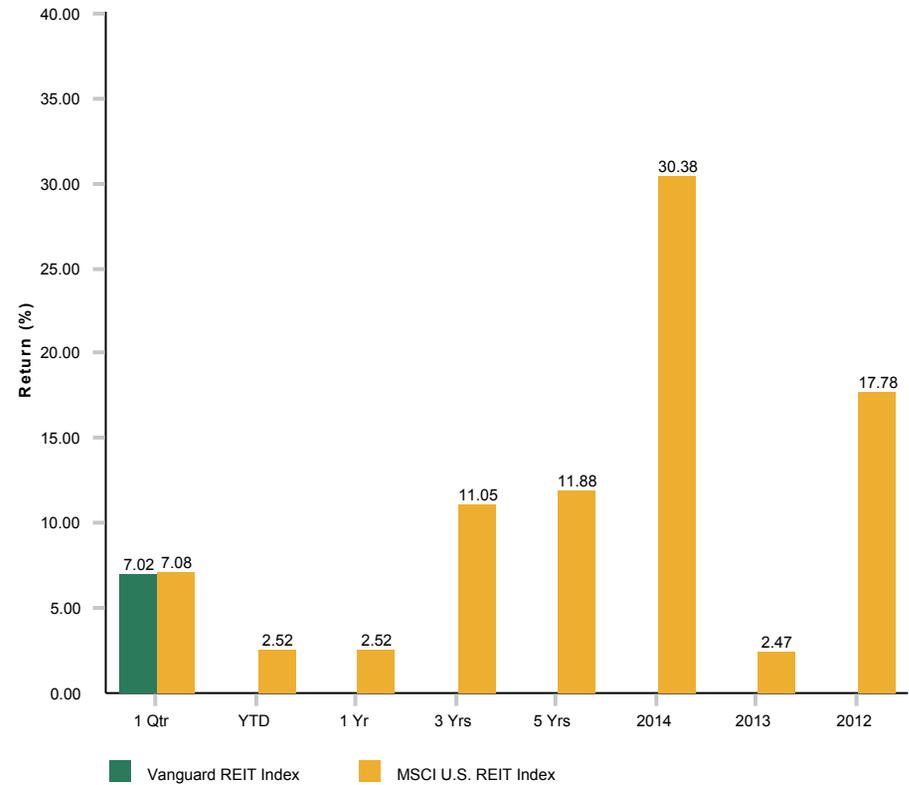


Segments	Market Value (\$)	Allocation (%)
Real Estate	7,199,125	100.00

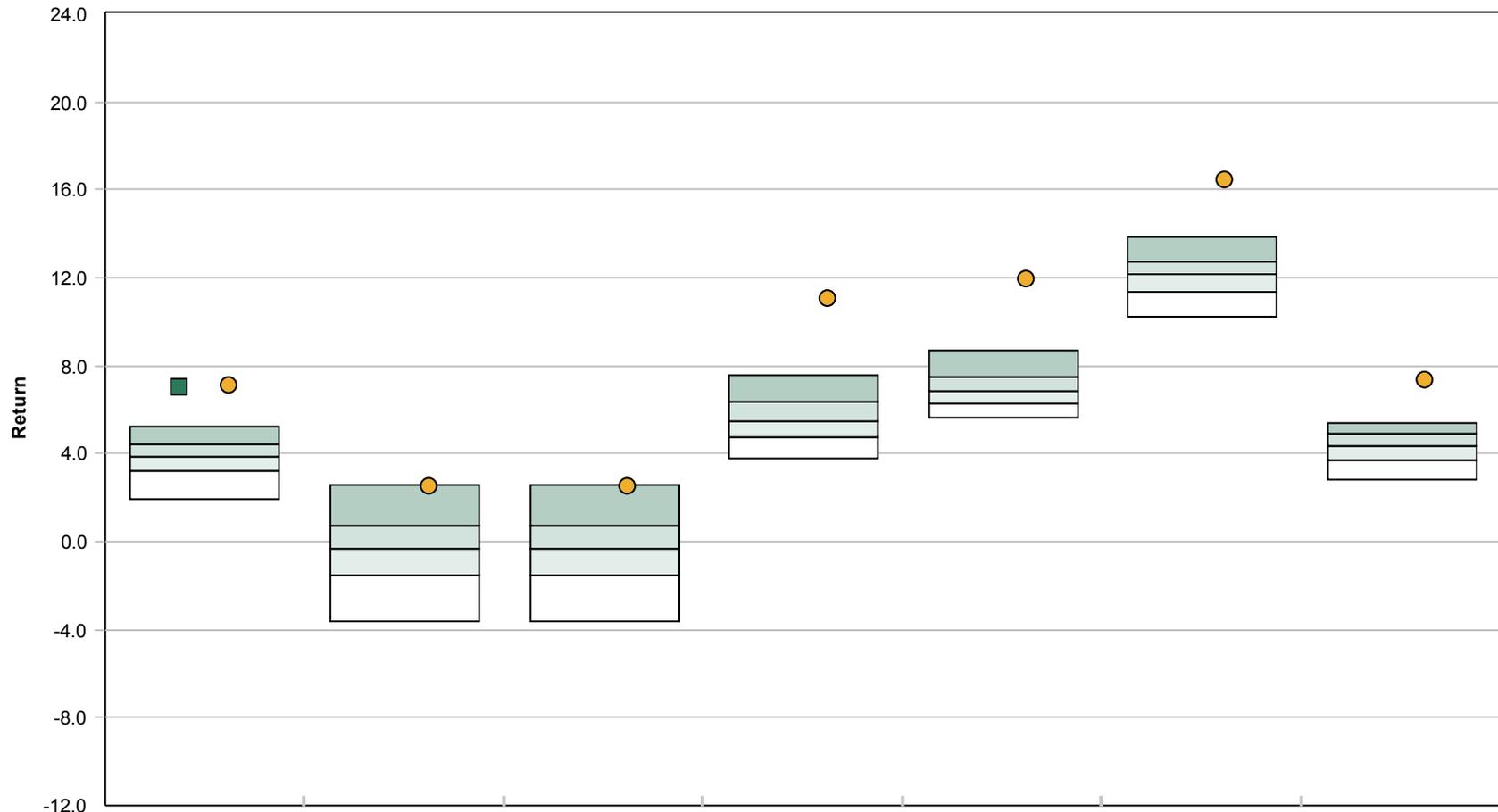
Cash allocation includes accrued income for the entire portfolio.

Income includes income received and change in accrued income.

Performance Bar Chart



Peer Group Analysis - IM Global Real Estate (MF)



	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Vanguard REIT Index	7.02 (1)	N/A	N/A	N/A	N/A	N/A	N/A
● MSCI U.S. REIT Index	7.08 (1)	2.52 (8)	2.52 (8)	11.05 (1)	11.88 (1)	16.41 (1)	7.34 (1)
5th Percentile	5.25	2.59	2.59	7.61	8.72	13.89	5.40
1st Quartile	4.44	0.75	0.75	6.33	7.47	12.74	4.91
Median	3.85	-0.31	-0.31	5.49	6.81	12.15	4.34
3rd Quartile	3.19	-1.50	-1.50	4.76	6.30	11.32	3.71
95th Percentile	1.92	-3.65	-3.65	3.80	5.62	10.22	2.82

Town of Palm Beach Retirement System

Vanguard REIT Index

December 31, 2015

Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)	Ending Market Value (\$)	%Return
From 04/2015	8,179,260	-750,000	-230,136	7,199,125	-2.27

Gain/Loss includes income received and change in accrued income for the period.

Monthly periodicity used in reports.

APPENDIX

Town of Palm Beach Retirement System
Investment Manager Roster as of December 31, 2015

INVESTMENT MANAGERS	ASSETS UNDER MANAGEMENT	STATED STYLE	BENCHMARK	LIQUIDITY	FEE STRUCTURE	AVERAGE ANNUAL FEE (\$)	AVERAGE ANNUAL FEE (%)
SSgA S&P 500 Index	\$17,553,378	Index Fund	S&P 500	Daily	5 bps first \$50 mill, 4 bps next \$50 mill, 2 bps thereafter	\$8,777	0.05%
T Rowe Price New Era Fund	\$2,045,023	Inflation Hedging	S&P Global Natural Resources Sector Index	Daily	66 bps on all assets	\$13,293	0.65%
Geneva Mid Cap Growth	\$6,576,200	Mid Cap Growth	Russell MidCap Growth	Daily	60 bps on all assets	\$39,457	0.60%
TSW Mid Cap Value	\$5,697,347	Mid Cap Value	Russell MidCap Value	Daily	80 bps on assets under \$50 million	\$45,579	0.80%
TSW Small Cap Value	\$8,482,627	Small Cap Value	Russell 2000 Value	Daily	90 bps on assets under \$50 million	\$76,344	0.90%
Artisan Int'l Growth	\$17,022,704	International Growth	MSCI EAFE Growth	Daily	95 bps on all assets	\$161,716	0.95%
Harris Int'l Value	\$15,957,175	International Value	MSCI EAFE Value	Monthly	90 bps on all assets	\$143,615	0.90%
Acadian Emerging Markets	\$8,769,921	Emerging Markets	MSCI Emerging Markets	Monthly	75 bps on all assets	\$65,774	0.75%
Wells Capital Emerging Markets	\$8,528,534	Emerging Markets	MSCI Emerging Markets	Monthly	63 bps on all assets	\$53,730	0.63%
Goldman Sachs Core Plus Fixed Income	\$19,192,709	Core Plus Fixed Income	Barclays Aggregate	Daily	24 bps on all assets plus 5 bps for fund expenses	\$55,659	0.29%
Vanguard Total Bond Market Index	\$15,429,627	Core Fixed Income	Barclays Aggregate	Daily	6 bps on all assets	\$9,258	0.06%
Neuberger Berman High Yield	\$5,026,461	High Yield Fixed Income	BofAML High Yield Master II Constrained	Daily	62 bps on all assets	\$31,164	0.62%
Vanguard TIPS Fund	\$4,613,749	TIPS	Barclays US TIPS	Daily	10 bps on all assets	\$4,614	0.10%

Town of Palm Beach Retirement System
Investment Manager Roster as of December 31, 2015

INVESTMENT MANAGERS	ASSETS UNDER MANAGEMENT	STATED STYLE	BENCHMARK	LIQUIDITY	FEE STRUCTURE	AVERAGE ANNUAL FEE (\$)	AVERAGE ANNUAL FEE (%)
Wellington Diversified Inflation	\$2,778,134	Inflation Hedging	DIH Composite	Monthly	90 bps on all assets	\$25,003	0.90%
Mesirow Absolute Return	\$8,082,791	Hedge Fund of Funds	T-Bills + 3.75%	Quarterly	100 bps with a 10% incentive fee over 5%	\$83,711	1.04%
Weatherlow Offshore Fund	\$6,806,783	Hedge Fund of Funds	HFRI FOF: Diversified	Monthly	100 bps on all assets	\$68,068	1.00%
Standard Life Global Absolute Return	\$6,902,750	Globla Tactical Asset Allocation	Balanced Index	Monthly	100 bps on all assets	\$69,027	1.00%
TAP Fund	\$4,524,427	Inflation Hedging	Bloomberg Commodity Index	Monthly	125 bps first \$1 mill, 110 bps next \$2.5 mill, 100 bps next \$5 mill, 90 bps next \$10 mill, 75 bps thereafter	\$51,269	1.13%
Landmark Partners XIV	\$690,450	Private Equity	N/A	N/A	Years 1-4: 100 bps of Committed Capital Years 5-8: 100 bps of Invested Capital Thereafter, fees will be 90% of prior fees	\$6,905	1.00%
PEI Fund V	\$1,196,702	Private Equity	N/A	N/A	175 bps on Committed Capital during investing period, 175 bps on Invested Capital thereafter	\$20,942	1.75%
HarbourVest IX	\$6,128,073	Private Equity	N/A	N/A	Year 1: 75 bps of Committed Capital, Years 2-9: 100 bps of Committed Capital, Year 10: 90 bps of Committed Capital, Year 11: 81 bps of Committed Capital, Year 12: 73 bps of Committed Capital	\$100,000	1.00%
Pomona Capital Fund VII	\$4,243,265	Private Equity	N/A	N/A	Year 1-4: 1.25% of commitments; Years 4-6: 1.00% of commitments; Years 7-9: 0.85% of commitments; 0.50% of NAV thereafter	\$125,000	1.25%
JPMorgan Venture Capital Fund V	\$1,864,715	Private Equity	N/A	N/A	55 bps of Committed Capital plus Carried Interest	\$41,048	0.82%
Gerding Edlen Green Cities II	\$4,614,970	Private Real Estate	N/A	N/A	1.5% on capital commitments during the investment period and 1.5% on unreturned capital contributions thereafter	\$75,000	1.50%
Westport Capital Real Estate Fund IV	\$2,704,196	Private Real Estate	N/A	N/A	1.5% on capital commitments	\$75,000	1.50%
Long Wharf Real Estate Partners V	\$201,292	Private Real Estate	N/A	N/A	1.5% of Committed Capital during commitment period; 1.5% of invested capital thereafter	\$75,000	1.50%
Vanguard REIT	\$7,199,125	REIT	MSCI US REIT Index	Daily	10 bps on all assets	\$7,199	0.10%
IR&M Short Term	\$1,111,480	Short Term/Cash	BofAML Short Term Fixed Income	Daily	22.5 bps on all assets	\$2,501	0.23%
Cash Account	\$1,276,840	Cash	90 Day T-Bill	Daily	N/A	N/A	N/A
TOTAL	\$195,221,448					\$1,534,651	0.79%

**Town of Palm Beach Retirement System
Comparative Performance
As of December 31, 2015**

Annualized Gross of Fees	Year				
	1 Quarter	To Date	1 Year	3 Years	5 Years
Firefighters Retirement Composite *	1.83	-2.69	-2.69	5.53	5.05
Police Retirement Composite*	1.83	-2.69	-2.69	5.53	5.18
General Employees Composite*	1.83	-2.69	-2.69	5.53	6.09
Town of Palm Beach Combined**	1.83	-2.69	-2.69	5.53	5.50

1.38 Estimated Quarterly Return over 5 years

Annualized Net of Fees	Year				
	1 Quarter	To Date	1 Year	3 Years	5 Years
Firefighters Retirement Composite*	1.75	-2.97	-2.97	5.27	4.86
Police Retirement Composite*	1.75	-2.97	-2.97	5.27	4.96
General Employees Composite*	1.75	-2.97	-2.97	5.27	5.93
Town of Palm Beach Combined**	1.75	-2.97	-2.97	5.27	5.27

1.32 Estimated Quarterly Return over 5 years

Performance shown is not GIPS compliant and is an estimation.

Segal Rogerscasey uses the Modified Dietz method to calculate performance.

The monthly/quarterly returns are then linked geometrically to calculate the fund's performance history. A geometric return is the product of all the holding period returns (1 + one month's return will be considered the month's holding period return). Returns for periods greater than one year linked and then annualized. The annualized return is a geometric return, which is the nth root of the product of the holding period returns for n years.

Example 5 year Annualized Return: $((1 + \text{period 1 return}) \times (1 + \text{period 2 return}) \text{ etc... } ^{(12/60)) - 1$

* October 2009 through September 2012 represents each plan's unique performance and the October 2012 through December 2014 period represent combined performance for the new combined plan. Net of Fees performance history not provided for General Employees Composite, therefore; fees were estimated.

** Performance prior to October 2012 is a theoretical weighted average of the Firefighters, Police & General Employees composites given a static weighting between the plans. The performance from October 2012 through December 2014 is the new combined plan.

$$R_{MDietz} = \frac{\text{Gain}}{\text{AverageCapital}} = \frac{EMV - BMV - F}{BMV + \sum_{i=1}^n W_i \times F_i}$$