



INVESTMENT PERFORMANCE SUMMARY

Prepared for

***The Committee on Investments &
The Investment Advisory Group
of The Regents of the
University of California***

September Quarter 2011



Investment Performance Summary

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CONSOLIDATED ASSETS

September 30, 2011

ALL RETURNS PRESENTED IN THIS REPORT ARE NET OF MANAGER FEES AND EXPENSES

	Market Value (\$M)	Total Return			Annualized Total Return		
		Recent Quarter	Calendar YTD	One Year	Three Year	Five Year	Ten Year
UCRP	\$38,042	-9.58%	-4.73%	1.36%	4.07%	1.69%	4.67%
Policy Benchmark		-9.99%	-5.60%	0.09%	3.32%	1.34%	4.75%
Variance to Benchmark		+0.41%	+0.87%	+1.27%	+0.75%	+0.35%	-0.08%
GEP	\$6,028	-8.80%	-4.48%	1.27%	3.67%	2.57%	5.50%
Policy Benchmark		-9.58%	-6.40%	-1.74%	2.91%	2.66%	5.75%
Variance to Benchmark		+0.78%	+1.92%	+3.01%	+0.76%	-0.09%	-0.25%
STIP	\$8,205	0.59%	1.74%	2.41%	2.85%	3.57%	3.78%
Policy Benchmark		0.06%	0.29%	0.43%	0.75%	1.98%	2.48%
Variance to Benchmark		+0.53%	+1.45%	+1.98%	+2.10%	+1.59%	+1.30%
TRIP	\$2,886	-4.06%	-0.71%	1.02%	8.11%	N/A	N/A
Policy Benchmark		-4.35%	-0.80%	0.85%	7.77%	N/A	N/A
Variance to Benchmark		+0.29%	+0.09%	+0.17%	+0.34%	N/A	N/A
403(b), 457(b) & Defined Contribution Plans' Funds	\$11,304	Fund performance available to Plan Participants through Netbenefits.Fidelity.com.					
Total Assets¹	\$65,725	-7.49%	-3.41%	1.47%	3.75%	2.09%	N/A
Entity Benchmark ²		-7.90%	-4.35%	0.08%	2.78%	1.56%	N/A
Variance to Benchmark		+0.41%	+0.94%	+1.39%	+0.97%	+0.53%	N/A

Notes:

Policy benchmarks are defined in Appendix 2. Returns for periods less than one year are not annualized. Market values include accrued income except for STIP's asset value which is stated at amortized book value plus accrued interest. The method of rounding may produce the appearance of minor inconsistencies in various totals and percentages, but the differences do not affect the accuracy of the data.

1. Total Assets include Other Endowments and Charitable Asset Management (CAM) assets and is net of the STIP balances in other portfolios.
2. UC Entity benchmark is a blend of the benchmarks of the funds in the table above, each weighted by the percentage it represents of the total assets.



UNIVERSITY OF CALIFORNIA RETIREMENT PLAN (UCRP)

September 30, 2011

I. Investment Performance

	Market Value (\$M)	Total Return			Annualized Total Return		
		Recent Quarter	Calendar YTD	One Year	Three Year	Five Year	Ten Year
UCRP	\$38,042	-9.58%	-4.73%	1.36%	4.07%	1.69%	4.67%
Policy Benchmark		-9.99%	-5.60%	0.09%	3.32%	1.34%	4.75%
Variance to Benchmark		+0.41%	+0.87%	+1.27%	+0.75%	+0.35%	-0.08%
U.S. Equity¹	\$10,256	-15.28%	-10.05%	0.29%	1.48%	-1.43%	2.52%
Policy Benchmark		-15.46%	-10.20%	0.29%	1.25%	-1.12%	3.33%
Variance to Benchmark		+0.18%	+0.15%	+0.00%	+0.23%	-0.31%	-0.81%
Non-U.S. Equity-Developed¹	\$7,833	-18.96%	-15.01%	-8.79%	-0.24%	-2.54%	5.69%
Policy Benchmark		-19.25%	-15.51%	-9.47%	-1.07%	-3.07%	5.27%
Variance to Benchmark		+0.29%	+0.50%	+0.68%	+0.83%	+0.53%	+0.42%
Non-U.S. Equity-Emerg. Mkt¹	\$1,716	-21.57%	-21.05%	-15.69%	6.23%	4.85%	15.92%
Policy Benchmark		-22.56%	-21.88%	-16.15%	6.27%	4.87%	16.12%
Variance to Benchmark		+0.99%	+0.83%	+0.46%	-0.04%	-0.02%	-0.20%
Global Equity	\$709	-17.88%	-13.97%	-5.86%	1.44%	N/A	N/A
Policy Benchmark		-17.89%	-14.07%	-6.04%	1.20%	N/A	N/A
Variance to Benchmark		+0.01%	+0.10%	+0.18%	+0.24%	N/A	N/A
Core Fixed Income	\$4,290	3.14%	6.00%	5.05%	8.80%	6.44%	6.45%
Policy Benchmark		3.82%	6.65%	5.26%	8.54%	6.78%	6.37%
Variance to Benchmark		-0.68%	-0.65%	-0.21%	+0.26%	-0.34%	+0.08%
HighYield Bond	\$1,003	-6.46%	-1.85%	1.50%	12.37%	6.31%	N/A
Policy Benchmark		-6.16%	-1.57%	1.36%	13.52%	6.84%	N/A
Variance to Benchmark		-0.30%	-0.28%	+0.14%	-1.15%	-0.53%	N/A
Emerging Market Debt	\$951	-3.62%	0.99%	-0.55%	11.14%	7.81%	N/A
Policy Benchmark		-2.09%	2.57%	0.77%	12.05%	8.14%	N/A
Variance to Benchmark		-1.53%	-1.58%	-1.32%	-0.91%	-0.33%	N/A
TIPS	\$2,696	4.41%	10.62%	10.08%	8.55%	7.48%	N/A
Policy Benchmark		4.51%	10.59%	9.87%	8.13%	7.10%	N/A
Variance to Benchmark		-0.10%	+0.03%	+0.21%	+0.42%	+0.38%	N/A
Private Equity²	\$3,087	4.23%	15.58%	22.92%	5.09%	8.30%	7.22%
Absolute Return-Diversified³	\$2,384	-5.53%	-3.91%	1.36%	4.06%	N/A	N/A
Policy Benchmark		-7.62%	-10.31%	-9.37%	1.89%	N/A	N/A
Variance to Benchmark		+2.09%	+6.40%	+10.73%	+2.17%	N/A	N/A
Absolute Return-Cross Asset Class⁴	\$785	1.19%	8.67%	10.15%	N/A	N/A	N/A
Policy Benchmark		-9.99%	-7.37%	-5.57%	N/A	N/A	N/A
Variance to Benchmark		+11.18%	+16.04%	+15.72%	N/A	N/A	N/A
Real Assets⁴	\$337	-2.40%	-0.12%	2.67%	N/A	N/A	N/A
Policy Benchmark		-2.40%	-0.12%	2.67%	N/A	N/A	N/A
Variance to Benchmark		+0.00%	+0.00%	+0.00%	N/A	N/A	N/A
Public Real Estate	\$55	-14.83%	-8.76%	-4.24%	7.24%	N/A	N/A
Policy Benchmark		-17.72%	-12.68%	-7.06%	-0.41%	N/A	N/A
Variance to Benchmark		+2.89%	+3.92%	+2.82%	+7.65%	N/A	N/A
Private Real Estate	\$1,765	4.83%	16.41%	23.82%	-18.47%	-8.15%	N/A
Policy Benchmark		4.39%	14.87%	21.98%	-17.04%	-7.69%	N/A
Variance to Benchmark		+0.44%	+1.54%	+1.84%	-1.43%	-0.46%	N/A

Notes: Policy benchmarks are defined in Appendix 2. Total Market Value includes \$177 million held in Liquidity Portfolio. The method of rounding may produce the appearance of minor inconsistencies in various totals and percentages, but the differences do not affect the accuracy of the data. Entity performance includes performance of Non-U.S. Fixed Income through 5/30/2009. Assets in that class were reallocated as of 6/1/2009.

1. For 10 year period returns were reclassified to match current asset classes.

2. See Private Equity Performance information on page 13 for comparison of Private Equity to multiple performance metrics.

3. Benchmark for Absolute Return (AR) class was changed effective March 1, 2009 from TBills + 450 bp to 50% HFRX-AR Index + 50% HFRX-MD Index.

4. Inception date for Real Assets and Absolute Return-Cross Asset Classes (formerly know as Opportunistic) was April 1, 2010.



I. Performance Objectives

1. UCRP annualized total return (net of manager fees and expenses) was 4.07% over the past three years and 1.69% over the past five years, in comparison to the Plan's actuarial rate of return of 7.5%.
 2. The Consumer Price Index over the past 3 year and 5 year periods was 1.22% and 2.26% respectively.
 3. UCRP annualized total return outperformed its policy benchmark by 75 bp and 35 bp over the three and five year periods respectively.
- II. For information on the portfolio's risk exposures see page 6, and for information on risk limits, see the separate quarterly risk report slides 10 and 11. During the past quarter, the portfolio's total risk was similar to the budget and within allowed ranges. The portfolio's active realized risk was 46 bp, well below the budgeted level of 300 bps. The projected active risk at 9/30 was 86 bp (see next page).
- III. Net investment expenses incurred by the Treasurer for managing the public securities (excluding Alternatives: Private Equity, Absolute Return, Real Assets, and Real Estate) of the UCRP were (expressed as a percent of assets at 9/30/11) 2.7 bp for the quarter (not annualized) and 8.6 bp for the preceding 12 months. Earnings from the Securities Lending program are added back to the portfolios from which the securities were lent, contributing to higher performance and offsetting other costs.

IV. UCRP Asset Allocation and Guideline Compliance

The UCRP portfolio complies with policy guidelines unless an exception is noted below.

Asset Allocation

	Assets (\$M)	Actual%	Current Policy Allocation	Variance from Current	Policy Range*	Range Compliance
U.S. Equity	\$10,256	27.0%	28.00%	-1.0%	23.5-33.5%	Yes
Non-U.S. Equity-Dev.	\$7,833	20.6%	21.25%	-0.7%	17-27%	Yes
Non-U.S. Equity-Emerg.	\$1,716	4.5%	5.00%	-0.5%	3-7%	Yes
Global Equity	\$709	1.9%	2.00%	-0.1%	1-3%	Yes
Core Fixed Income	\$4,290	11.3%	12.00%	-0.7%	9-15%	Yes
High Yield Bond	\$1,003	2.6%	2.50%	0.1%	1.5-3.5%	Yes
Emerging Market Debt	\$951	2.5%	2.50%	-0.0%	1.5-3.5%	Yes
TIPS	\$2,696	7.1%	8.00%	-0.9%	6-10%	Yes
Private Equity	\$3,087	8.1%	6.25%	1.9%	3-9%	Yes
Absolute Return-Diversified	\$2,384	6.3%	combined 7.00%	-0.7%	1.5-11.5%	Yes
Absolute Return-CAC	\$785	2.1%				
Real Assets	\$337	0.9%	1.00%	-0.1%	0-2%	Yes
Real Estate	\$1,819	4.8%	4.50%	0.3%	1-7%	Yes
Liquidity Portfolio	\$177	0.5%	0.00%	0.5%	0-10%	Yes

Private Equity Sector Allocation

	Assets (\$M)	% of P.E. Portfolio	Policy Target %	Variance	Policy Range	Range Compliance
Venture Cap.	\$1,038	34%	45%	-11%	30-70%	Yes
Buyouts	\$2,046	66%	45%	21%	30-70%	Yes
Distributions	\$3	0%				
Total Assets	\$3,087	100%	90%			

Note: The method of rounding may produce the appearance of minor inconsistencies in various totals and percentages, but the differences do not affect the accuracy of the data.

* Policy Ranges, Targets and Allocations were approved by The Regents on February 22, 2011, and were effective on March 1, 2011 with adjustments toward long-term targets approved by The Regents' consultant effective September 1, 2011. Combined Policy Ranges: Public Equity 47.5%-67.5%, Fixed Income 20%-30%, and Alternatives 10.5%-24.5%.

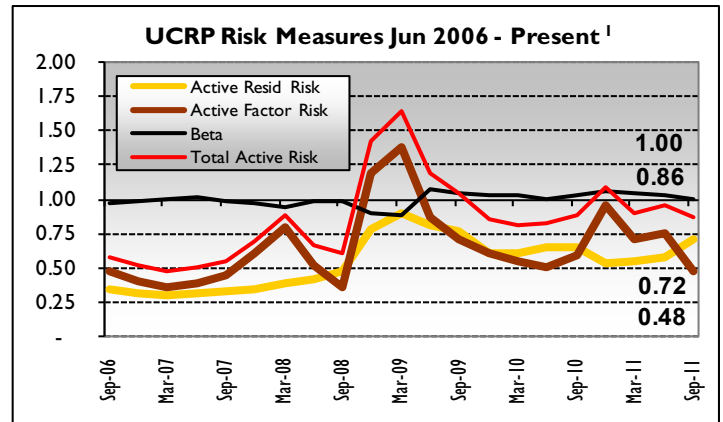
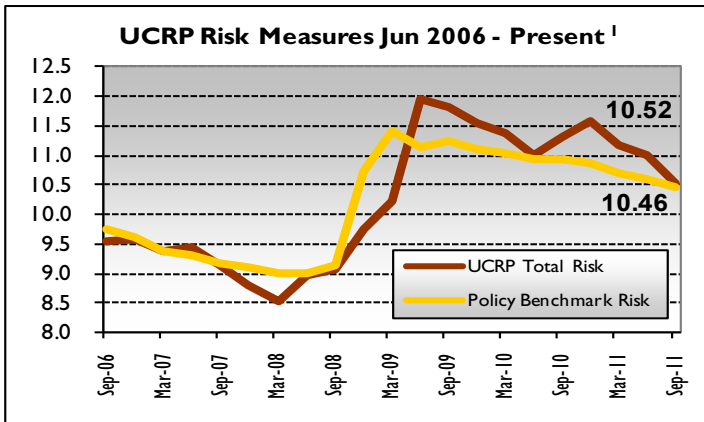
** Absolute Return is a combination of the Absolute Return -Diversified and Absolute Return-Cross Asset Class portfolios.



UNIVERSITY OF CALIFORNIA RETIREMENT PLAN (UCRP)

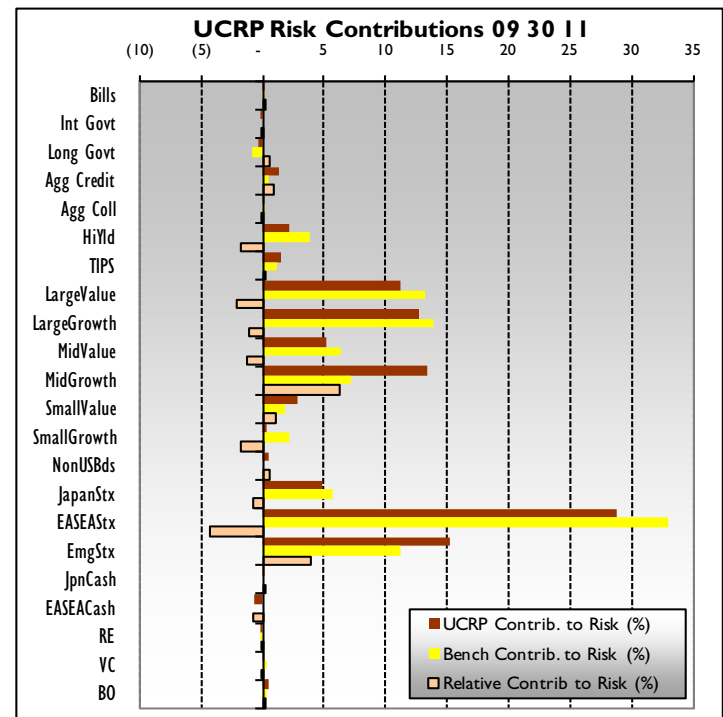
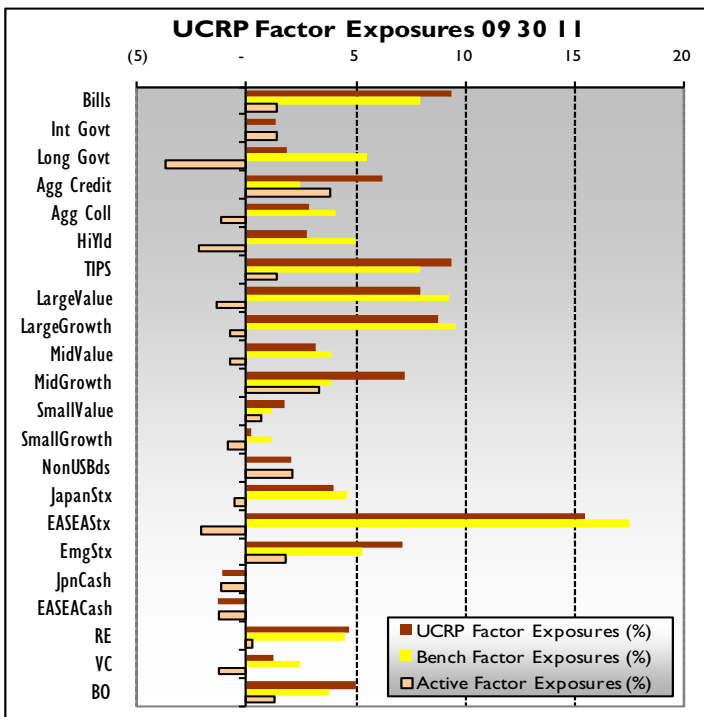
PORTFOLIO RISK DECOMPOSITION (RISK FACTOR MODEL)

September 30, 2011



FACTOR EXPOSURES ²			
Asset Allocation ³	UCRP	Benchmark ⁵	Active Exposures
US Equity	29.1	28.9	0.2
Non US Equity	26.5	27.4	(0.9)
Global Fixed Income	24.1	25.0	(0.9)
Non Marketable	10.9	10.8	0.2
Cash (Abs Ret)	9.4	8.0	1.4
TOTAL	100.0	100.0	0.0

RISK CONTRIBUTIONS ⁴			
Risk Allocation ³	UCRP	Benchmark ⁵	Relative Risk Contrib.
US Equity	45.6	44.5	1.1
Non US Equity	48.8	49.8	(1.1)
Global Fixed Income	4.6	5.0	(0.4)
Non Marketable	0.5	0.6	(0.1)
Cash (Abs Ret)	0.0	0.0	0.0
Subtotal Factor Risk	99.5	100.0	(0.5)
Residual Risk	0.5	-	0.5
TOTAL	100.0	100.0	0.0



Results shown are based on (a) total fund composition as of quarter end and (b) long term volatility and correlation estimates for 21 risk factors (market benchmarks).

1. Risk estimates are in units of standard deviation, annualized (range of likely results over one year horizon).

2. Factor exposures for each portfolio are estimated by regressing monthly returns over all risk factors.

3. Factors grouped into 5 broad categories; e.g., Domestic Equity consists of 6 risk factors. Non Marketable includes PE and RE factors.

4. Risk contributions for each factor are derived by a weighted sum of the covariances of that factor with the total fund.

5. Benchmark is the "current" policy weight adjusted for illiquidity.



UCRP AND GEP*

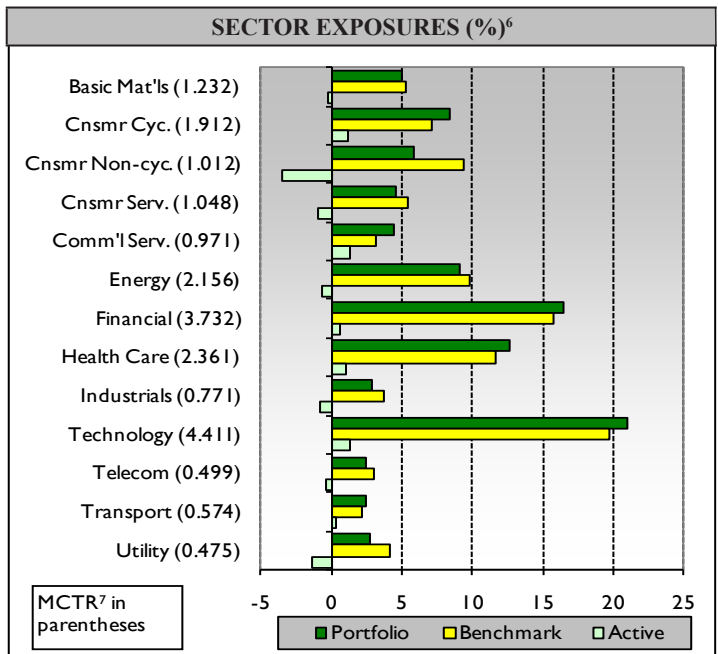
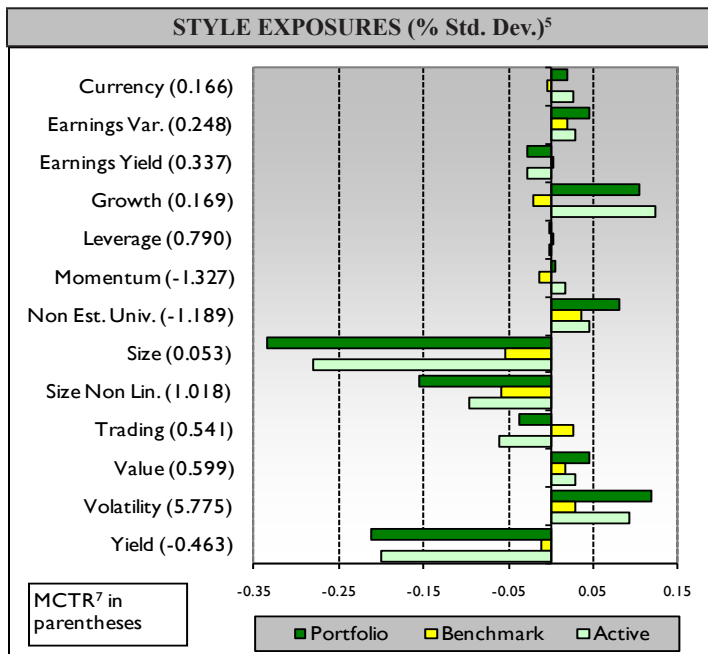
ACTIVE U.S. PUBLIC EQUITY PORTFOLIO RISK, CHARACTERISTICS, AND PERFORMANCE ATTRIBUTION

September 30, 2011

PORTFOLIO CHARACTERISTICS VS BENCHMARK ^{1,2}		
	UCRP/GEP	RUSSELL 3000
Dividend Yield	1.9	1.9
Price - Earnings Ratio (historical)	12.0	12.1
Price - Book Ratio	1.6	1.9
Debt - Equity Ratio	78.2	84.1
Market Capitalization (Cap Wtd)	\$62.1	\$69.5
Number of Holdings	2,818	2,930

RISK MEASURES / DECOMPOSITION (Qtr End) ³				
	TOTAL RISK		ACTIVE RISK	
	Risk	Contrib	Risk	Contrib
	%Std dev	%Total	%Std dev	%Active
Common Factor	21.74	100	1.07	66
Style Factors	1.22	3	0.96	45
Industry Sector	21.22	97	0.70	21
Asset Selection	1.35	-	0.78	34
Total	21.78	100	1.33	100
Benchmark	21.61			
Beta	1.01			

PERFORMANCE ATTRIBUTION (one quarter) ⁴		
	Return	Risk
Total Portfolio	(15.86)	27.58
Benchmark	(15.29)	34.04
Active	(0.57)	1.49
Common Factor	(1.02)	1.05
Style Factors	(0.92)	1.24
Industry Sector	(0.10)	0.89
Asset Selection	0.06	0.87
Trading Effect	0.39	NA



* The UCRP and GEP Active U.S. Public Equity Portfolios are similar in composition (managers and weightings) so this report applies to both Funds, but represents the UCRP.
 1. Active U.S. Public Equity as of 9/30/11 includes 12 active large capitalization and six active small capitalization portfolios. Its market value as of 9/30/11 was 30% of Total US Public Equity for UCRP and 35% for GEP. Active US Equity contains a small exposure to a Russell Top 50 Index fund. Portfolio and benchmark characteristics are from Style Research, Inc.
 2. The benchmark for Active US Equity is the Russell 3000 Tobacco Free index. Data from Style Research, Inc.
 3. Risk factor exposures and risk estimates are based on actual holdings as of 9/30/11 using proprietary data and analytics from MSCI/Barra, Inc.
 4. Performance covers the period 7/1/11 to 9/30/11 (single quarter, not annualized). Performance attribution is based on month end holdings using a buy-hold methodology. Calculated returns will differ slightly from the official performance report. For attribution, the non-tobacco free index is used. Attribution results exclude a single large-cap portfolio whose positions are proprietary.
 5. Style factor exposures are expressed as % Standard Deviation (annualized).
 6. Industry sector exposures are expressed in terms of percent weights.
 7. MCTR = Marginal Contribution to Total Risk, is a risk sensitivity measure. It approximates the change in portfolio total risk that results from a 1% change in the factor exposure.



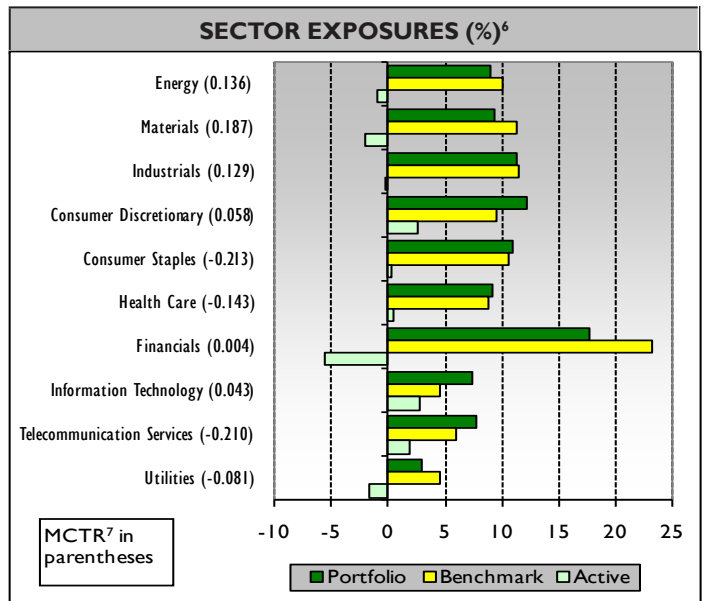
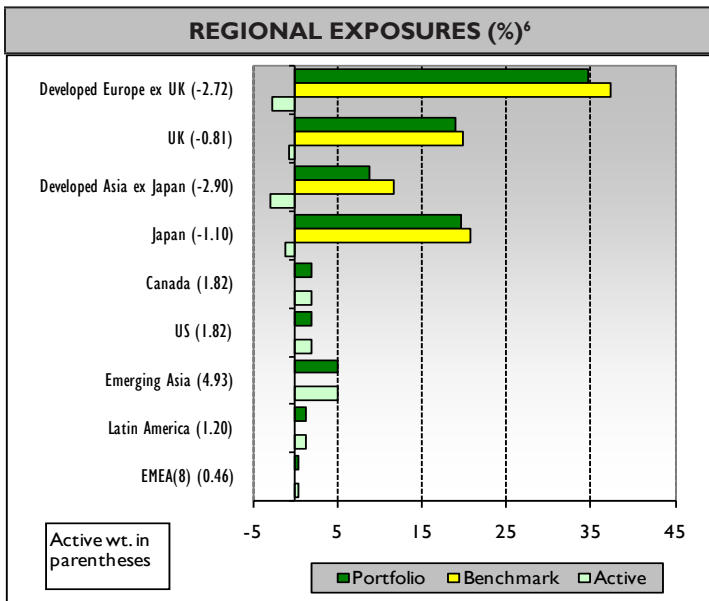
UCRP AND GEP*

ACTIVE DEVELOPED NON-U.S. EQUITY PORTFOLIO RISK & CHARACTERISTICS September 30, 2011

PORTFOLIO CHARACTERISTICS VS BENCHMARK ^{1,2,3}		
	UCRP/GEP	MSCI WLD EX US
Dividend Yield	3.6	3.7
Price - Earnings Ratio (historical)	9.6	9.6
Price - Book Ratio	1.3	1.3
Market Capitalization (Cap Wtd)	\$36.3	\$41.1
Number of Holdings	1,054	1,036

RISK MEASURES / DECOMPOSITION (Qtr End) ⁴				
	TOTAL RISK		ACTIVE RISK	
	Risk	Contrib	Risk	Contrib
	%Std dev	%Total	%Std dev	%Active
Local Market Factors	17.94	79	1.43	72
Common	17.92	79	1.26	59
Style	0.95	(3)	0.69	24
Industry	0.84	-	0.58	13
Country	3.54	(2)	0.80	5
World Equity	19.30	84	0.47	17
Specific Risk	0.97	-	0.66	13
Currency Factors	7.47	21	0.79	28
Total	21.32	100	1.77	100
Benchmark	22.63			
Beta	0.94			

PERFORMANCE ATTRIBUTION (one quarter) ⁵		
	Return	Risk
Total Portfolio	(18.96)	27.80
Benchmark	(18.93)	28.79
Active	(0.03)	1.90
Local Market Factors	(0.06)	1.50
Common	0.40	1.60
Style	0.39	0.59
Industry Sector	(0.08)	0.55
Country	(0.24)	1.16
World Equity	0.34	0.58
Asset Selection	(0.47)	1.28
Currency	0.23	0.98
Trading Effect	(0.20)	NA



* The UCRP and GEP Active Dev. Non-U.S. Equity Portfolios are similar in composition (managers and weightings) so this report applies to both Funds, but represents UCRP.

1. Active Developed Non-U.S. Equity as of 9/30/11 includes 11 actively managed portfolios. Its market value as of 9/30/11 was 32% of Total Developed Non-US Public Equity for UCRP and 48% for GEP. Portfolio and benchmark characteristics are from Style Research, Inc.

2. Active Developed Non-U.S. Equity now contains an exposure to the MSCI Canada index.

3. The benchmark for Active Developed Non-U.S. Equity is the MSCI World Ex US Tobacco Free (Net) index. Data from Style Research, Inc.

4. Risk factor exposures and risk estimates are based on actual holdings as of 9/30/11 using proprietary data and analytics from MSCI/Barra, Inc.

5. Performance covers the period 7/1/11 to 9/30/11 (single quarter, not annualized). Performance attribution is based on month end holdings using a buy-hold methodology. Calculated returns will differ slightly from the official performance report. For attribution, the non-tobacco free index is used

6. Industry sector exposures and country/regional exposures are expressed in terms of percent weights.

7. MCTR = Marginal Contribution to Total Risk, is a risk sensitivity measure. It approximates the change in portfolio total risk that results from a 1% change in the factor exposure.

8. EMEA = Emerging Europe, Middle East, Africa.



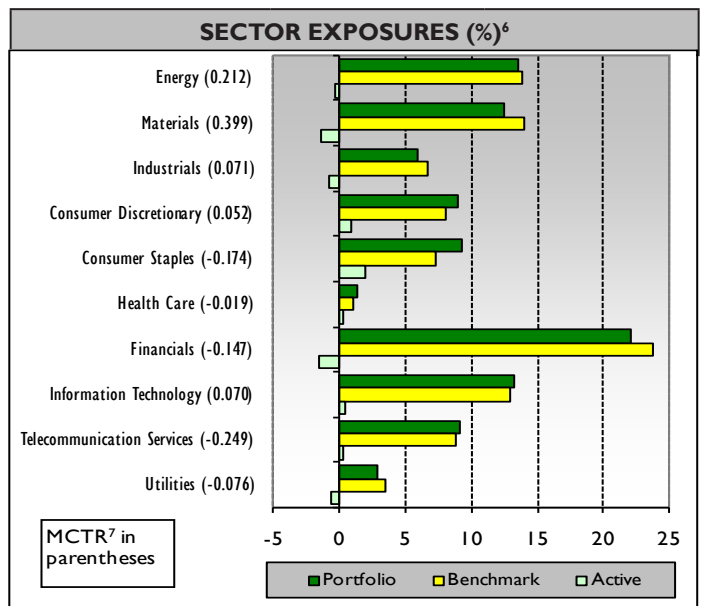
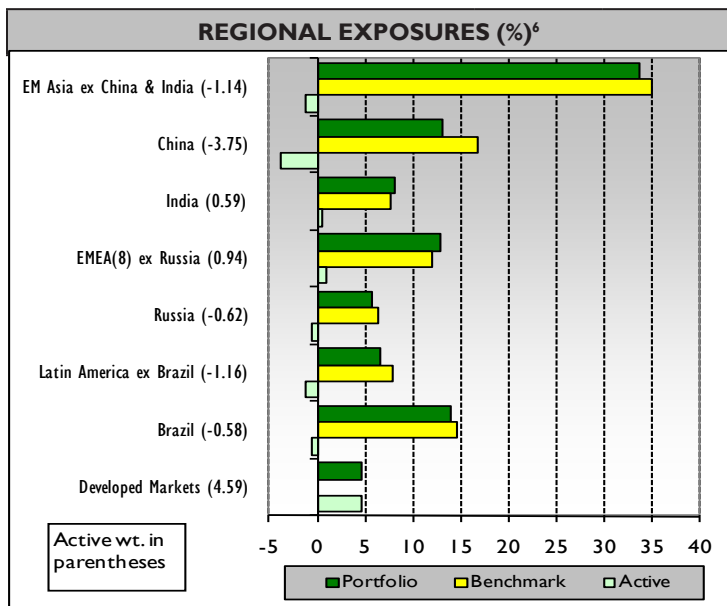
UCRP AND GEP*

NON-U.S. EQUITY-EMERGING MARKET PORTFOLIO RISK & CHARACTERISTICS September 30, 2011

PORTFOLIO CHARACTERISTICS VS BENCHMARK ^{1,2,3}		
	UCRP	MSCI EMF
Dividend Yield	2.8	2.8
Price - Earnings Ratio (historical)	10.8	11.2
Price - Book Ratio	1.7	1.7
Market Capitalization (Cap Wtd)	\$28.4	\$31.5
Number of Holdings	3,565	821

RISK MEASURES / DECOMPOSITION (Qtr End) ⁴				
	TOTAL RISK		ACTIVE RISK	
	Risk	Contrib	Risk	Contrib
	%Std dev	%Total	%Std dev	%Active
Local Market Factors	19.64	75	1.58	92
Common	19.58	75	1.39	72
Style	0.78	-2	0.74	26
Industry	1.07	1	0.32	5
Country	8.00	8	0.95	34
World Equity	19.55	68	0.22	7
Specific Risk	1.60	-	0.75	20
Currency Factors	7.35	25	0.36	8
Total	25.73	100	1.69	100
Benchmark	26.72			
Beta	0.96			

PERFORMANCE ATTRIBUTION (one quarter) ⁵		
	Return	Risk
Total Portfolio	(21.41)	26.75
Benchmark	(22.44)	29.11
Active	1.05	4.23
Local Market Factors	(0.43)	3.70
Common	1.19	1.64
Style	0.70	0.68
Industry	0.08	0.33
Country	0.31	1.59
World Equity	0.11	0.22
Asset Selection	(1.62)	2.89
Currency	1.93	2.16
Trading Effect	(0.45)	N/A



* The UCRP and GEP Equity Emerging Market Portfolios are similar in composition (managers and weightings) so this report applies to both Funds, but represents UCRP.

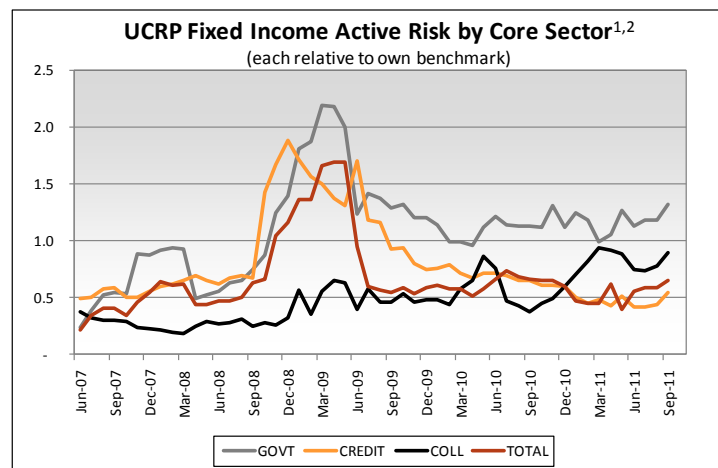
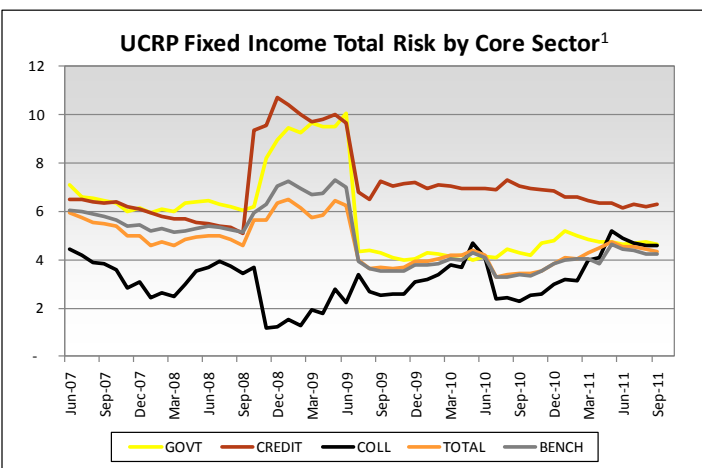
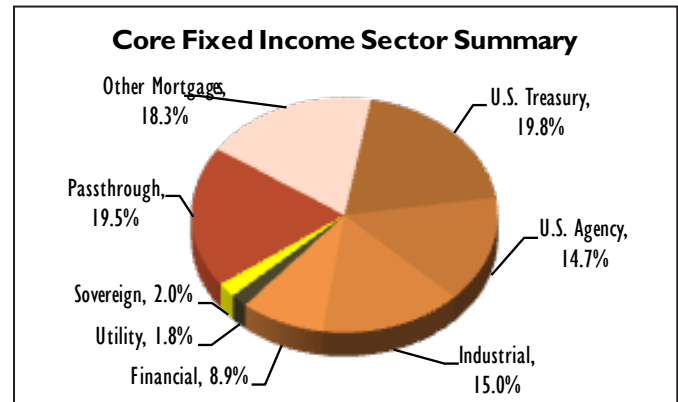
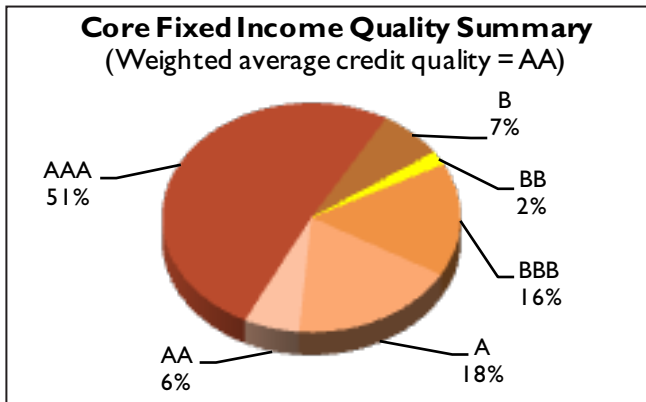
1. Emerging Markets Equity as of 9/30/11 includes ten actively managed portfolios.
2. EM portfolio characteristics are current as of 8/31/2011 (1 month lag). Portfolio and benchmark characteristics are from Style Research, Inc.
3. The benchmark for Emerging Market Equity is the MSCI Emerging Market Free Index. Data from Style Research, Inc.
4. Risk factor exposures and risk estimates are based on actual holdings as of 8/31/11 using proprietary data and analytics from MSCI/Barra, Inc.
5. Performance covers the period 7/1/11 to 9/30/11 (single quarter, not annualized). Performance attribution is based on monthly holdings using a buy-hold methodology; calculated returns will differ slightly from the official performance report, which is based on linked daily net returns.
6. Industry sector exposures and country/regional exposures are expressed in terms of percent weights.
7. MCTR = Marginal Contribution to Total Risk, is a risk sensitivity measure. It approximates the change in portfolio total risk that results from a 1% change in the factor exposure.
8. EMEA = Emerging Europe, Middle East, Africa



UCRP AND GEP*

CORE FIXED INCOME PORTFOLIO CHARACTERISTICS September 30, 2011

	UCRP	Barclays Capital Aggregate	Policy
Effective Duration	4.6	4.7	+/- 20% to Barclays Agg
Average Quality	AA	AA+/AA	A



SECTOR ALLOCATION AND ATTRIBUTION ANALYSIS
3 MONTH(S) ENDED Sept 2011

	Portfolio Sector Alloc.	Benchmark Sector Alloc.	Active Weights	Portfolio Return	Benchmark Return	Active Returns	Sector Alloc. Effect	Security Selection Effect	Interaction Effect	Total Effect
GOVERNMENT	34.53%	39.71%	-5.18%	5.12%	5.85%	-0.72%	-0.11%	-0.29%	0.05%	-0.35%
CREDIT	27.64%	25.15%	2.49%	2.13%	3.03%	-0.89%	-0.02%	-0.22%	-0.02%	-0.27%
COLLATERAL	37.83%	35.14%	2.69%	1.99%	2.16%	-0.17%	-0.04%	-0.06%	0.00%	-0.10%
TOTAL FIXED INCOME	100.00%	100.00%	0.00%	3.11%	3.82%	-0.71%	-0.18%	-0.57%	0.03%	-0.71%

* The UCRP and GEP Core Fixed Income Portfolios are similar in composition so this report applies to both Funds, but represents the UCRP.

1. Risk estimates are in units of Standard Deviation, annualized (%). Month-end holdings-based portfolio data used. Data, analytics source: MSCI/Barra, Inc. Effective July 1, 2009, UCRP Core Fixed Income Benchmark was changed to Barclays Capital U.S. Aggregate from Citigroup LPF. Total UCRP bond risk as of 9/30/11 was 4.35% compared to the benchmark (Barclays Capital U.S. Aggregate) total risk of 4.25%.

2. Core Fixed Income portfolio is managed in three core sectors: Government, Credit and Collateral. Total active risk is measured relative to its overall benchmark, the Barclays Capital U.S. Aggregate. Each core sector's active risk is assessed against the corresponding Barclays Capital U.S. Aggregate sector index. Total active risk as of 9/30/11 for the UCRP Core Fixed Income portfolio was 65 bps (annualized standard deviation).



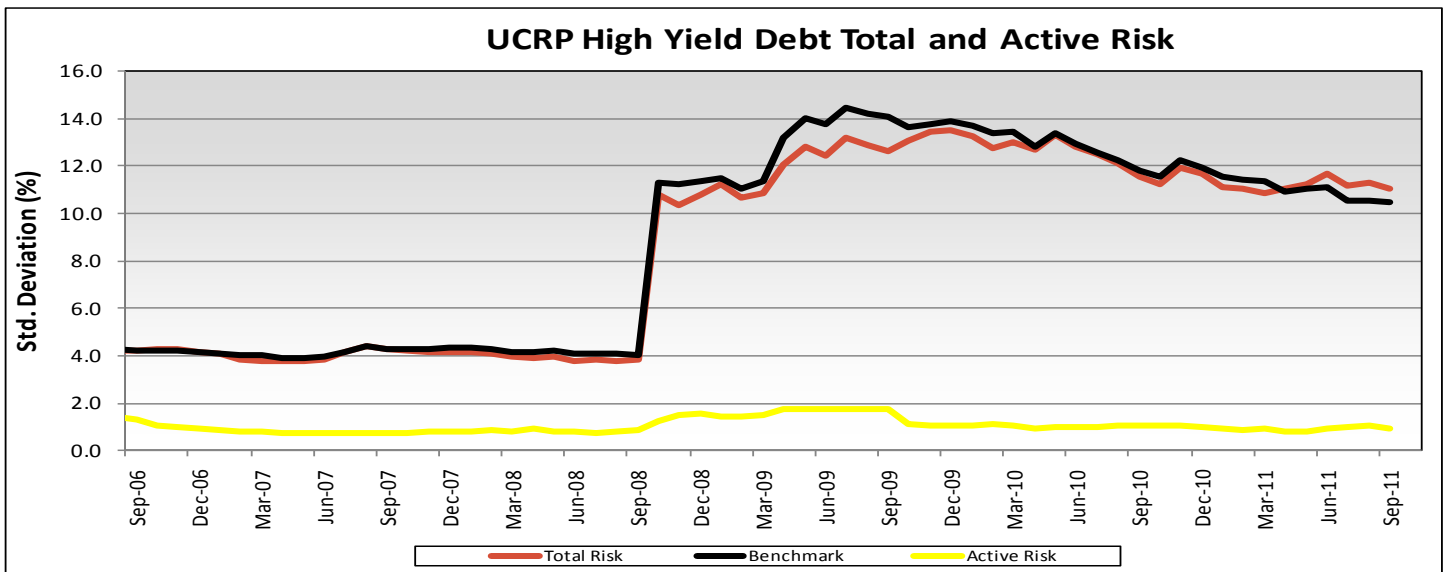
UCRP AND GEP*

HIGH YIELD BOND PORTFOLIO CHARACTERISTICS September 30, 2011

	UCRP	Bank of America Merrill Lynch High Yield Cash Pay Index	Policy
Effective Duration	4.3	4.4	+/- 20% to Benchmark
Average Quality	BBB-	BB-/B+	B

Credit Quality Exposures			
Credit Quality	UCRP Weight	Benchmark Weight	Active Weight
BBB	3.30%	5.20%	-1.90%
BB	30.17%	43.22%	-13.04%
B	41.38%	38.49%	2.89%
CCC	13.82%	9.09%	4.73%
CC	0.70%	0.60%	0.10%
C	0.23%	0.08%	0.16%
D	0.24%	0.26%	-0.02%
N/A	10.08%	2.99%	7.09%

Top Industry Exposures			
Top Industries	UCRP Weight	Benchmark Weight	Active Weight
Oil & Gas	9.17%	11.45%	-2.28%
Services	9.01%	8.84%	0.17%
Equipment & Services	7.85%	6.94%	0.91%
Div. Telecommunication Services	6.67%	7.12%	-0.45%
Media	6.25%	5.92%	0.33%
Auto Manufacturing	5.90%	5.94%	-0.04%
Capital Goods	5.52%	5.52%	0.00%
Retail	4.42%	3.56%	0.86%
Independent Energy	3.39%	3.61%	-0.22%
Packaging	2.86%	2.39%	0.47%



* The UCRP and GEP High Yield Bond Portfolios are similar in composition; therefore, this report applies to both Funds, but represents the UCRP.

Month-end holdings-based portfolio data used. Data, analytics source: MSCI/Barra, Inc. UCRP High Yield total risk as of 9/30/11 was 11.02% (annualized standard deviation) compared to the benchmark (Bank of America Merrill Lynch High Yield Cash Pay) total risk of 10.50%. Active risk as of 9/30/11 for the UCRP High Yield portfolio was 91 bps (annualized standard deviation).



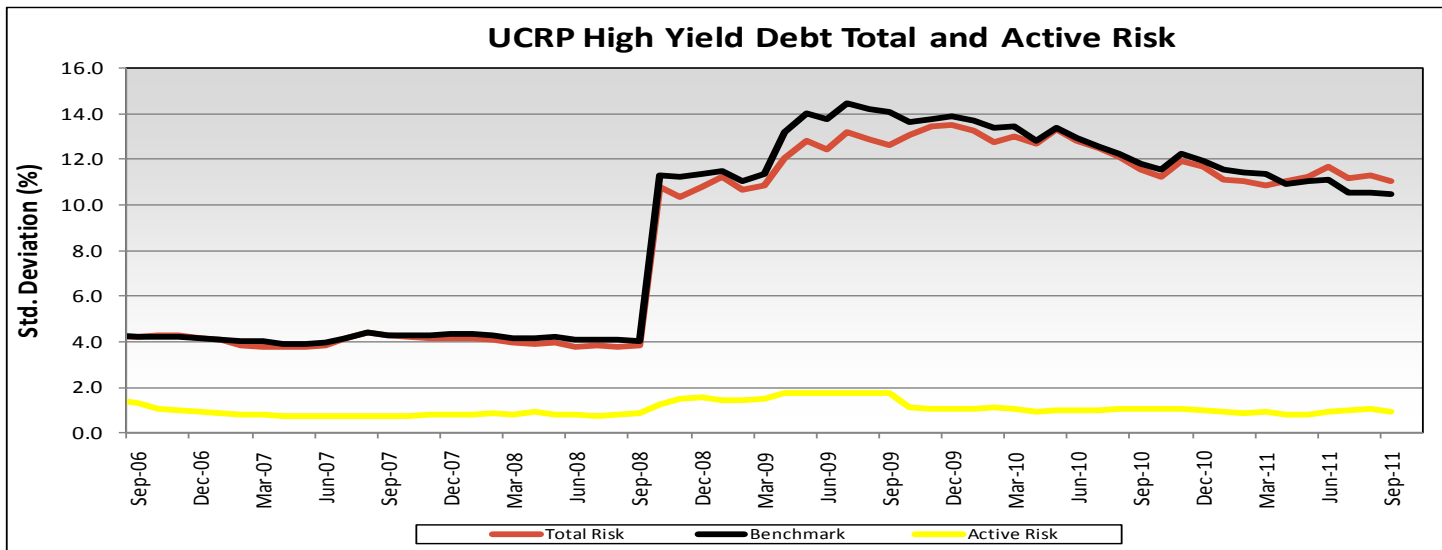
UCRP AND GEP*

EMERGING MARKET DEBT PORTFOLIO CHARACTERISTICS September 30, 2011

	UCRP	J.P Morgan EMBI Global Diversified Index	Policy
Effective Duration	5.9	6.1	+/- 20% to Benchmark
Average Quality	BBB-	BBB-/BB+	BB

Credit Quality Exposures			
Credit Quality	UCRP Weight	Benchmark Weight	Active Weight
A	13.79%	12.91%	0.88%
BBB	39.90%	49.90%	-10.00%
BB	19.37%	17.84%	1.54%
B	10.22%	12.11%	-1.89%
N/A	16.52%	5.80%	10.73%

Top Country Exposures			
Top Countries	UCRP Weight	Benchmark Weight	Active Weight
Turkey	7.25%	5.23%	2.01%
Mexico	6.71%	7.01%	-0.30%
Brazil	6.41%	5.70%	0.71%
Phillipines	6.06%	5.32%	0.74%
Indonesia	5.59%	4.79%	0.80%
South Africa	5.26%	3.70%	1.56%
Russia	4.48%	6.59%	-2.11%
Poland	4.17%	3.14%	1.03%
Columbia	3.93%	3.66%	0.27%



* The UCRP and GEP Emerging Debt Portfolios are similar in composition; therefore, this report applies to both Funds.

Month-end holdings-based portfolio data used. Data, analytics source: MSCI/Barra, Inc. UCRP Emerging Markets debt total risk as of 9/30/11 was 7.63% (annualized standard deviation) compared to the benchmark (J.P. Morgan EMBI Global Diversified) total risk of 8.12%. Active risk as of 9/30/11 for the Emerging Markets debt portfolio was 197 bps (annualized standard deviation).



UCRP AND GEP

Performance evaluation and benchmarking of Private Equity investments

The Office of the Treasurer uses industry standard metrics (Net Internal Rate of Return, or Net IRRs) to evaluate performance of individual PE funds. Long-term (10 years) time weighted returns of the PE program are compared to relevant market indexes. The use of Net IRRs is mandated by the CFA Institute for calculating and reporting PE performance. Meaningful performance can only be evaluated at the end of a fund's life. Net IRRs cannot be compared to time weighted returns (e.g., market index).

Table 1 is provided to aid in the evaluation of UC's PE program, and to supplement the time-weighted returns which have been reported in the past (see Table 2 below). In Table 1, PE funds are grouped by Vintage Year, showing Commitments, Contributions, Distributions and estimated remaining Net Asset Value (NAV). Performance is compared to the Venture Economics All Private Equity Universe fund median IRR ("Benchmark"). UC Fund and Benchmark IRRs are weighted by the dollar amount of contributions into the fund (i.e., the investment base). The column "Weighted Excess Return" is the difference between the Weighted Vintage Net IRR and the Weighted Benchmark Net IRR, and is a measure of Fund selection skill. The last column, "Multiple" shows the ratio of Distributions + NAV to Contributions, and is another measure of Fund value added. "Net" means net IRR to Limited Partners, i.e., after fees and expenses.

Table 1 shows data as of December 31, 2010, the latest period for which fund information is available. This information will be updated annually.

Portfolio Summary for University of California Regents as of 12/31/2010

Table 1 Vintage Year	# Funds	Commitment	Contributions	Distributions	Net Asset Value	Vintage Yr Net IRR (weighted)	Bench- mark IRR (weighted)	Excess Return (weighted)	Multiple
1978-1985	23	\$114,131,631	\$(114,118,400)	\$306,312,686	\$-	16%	-9%	25%	2.7
1986-1990	16	181,000,000	(180,238,373)	585,466,736	13,585,115	24%	-9%	33%	3.3
1991-1995	16	416,540,000	(406,317,709)	1,622,895,504	5,637,975	28%	-11%	39%	4.0
1996-2000	32	1,142,400,000	(1,071,494,494)	1,840,886,289	264,961,769	14%	-4%	18%	2.0
2001-2005	65	1,905,158,343	(1,641,246,330)	592,457,710	1,453,640,319	6%	-2%	8%	1.2
2006-2010	84	3,364,365,972	(1,688,330,286)	166,891,171	1,652,466,076	6%	3%	4%	1.1
TOTAL	236	7,123,595,946	(5,101,745,592)	5,114,910,096	3,390,291,254	11%	2%	9%	1.7

Table 2	As of September 30, 2011	10 Yr Total Return Annualized
UCRP TOTAL FUND PE		7.22%
GEP TOTAL FUND PE		7.82%
UCRP VENTURE CAPITAL		5.47%
GEP VENTURE CAPITAL		6.86%
Cambridge Assoc. US Venture Cap Fund Index ¹		-0.37%
Venture Economics Venture Fund Index ²		0.75%
UCRP BUY OUT		10.26%
GEP BUY OUT		9.56%
Cambridge Assoc. US Private Equity Fund Index ¹		11.32%
Venture Economics Buyout/and All Other Index ²		12.39%

UC Data reported as of September 2011 corresponding to benchmarks as of June 2011.

The benchmarks shown in Table 2 are for informational purposes only and are not The Regent's policy benchmark. There is no appropriate market based index which can be used as a meaningful performance benchmark for Private Equity. This information is provided to give additional insight into Private Equity sector performance relative to multiple performance metrics.

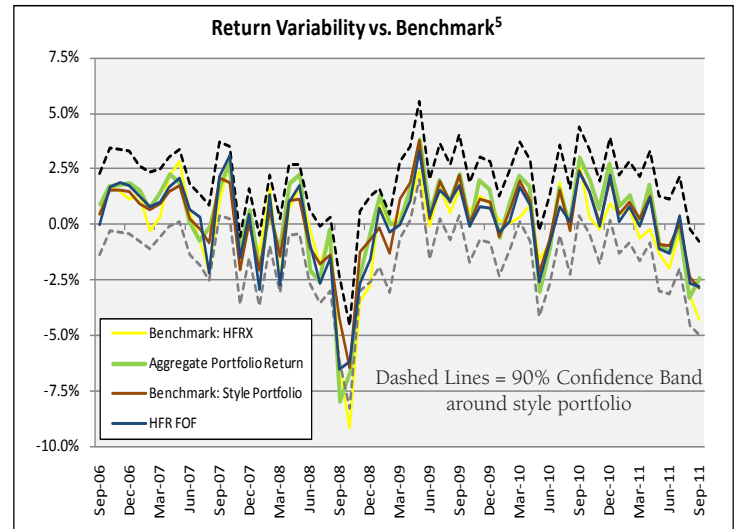
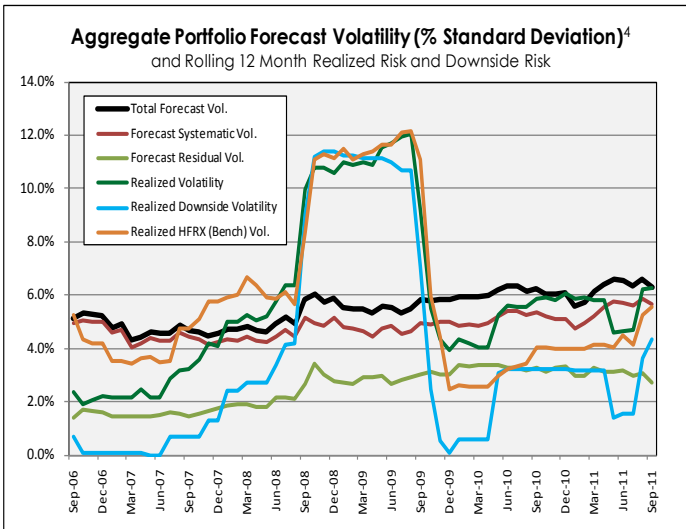
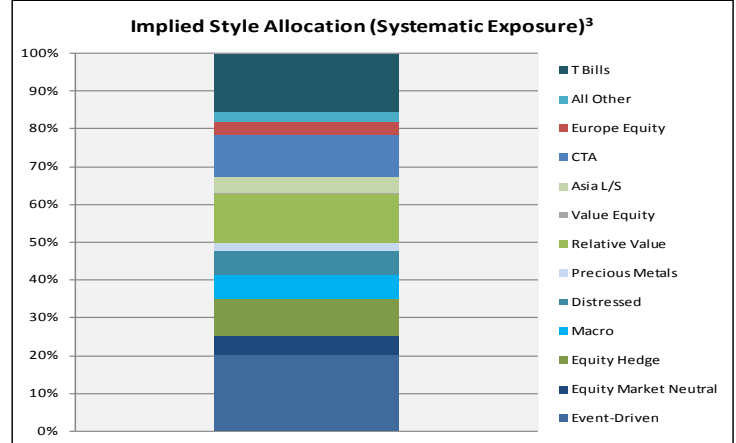
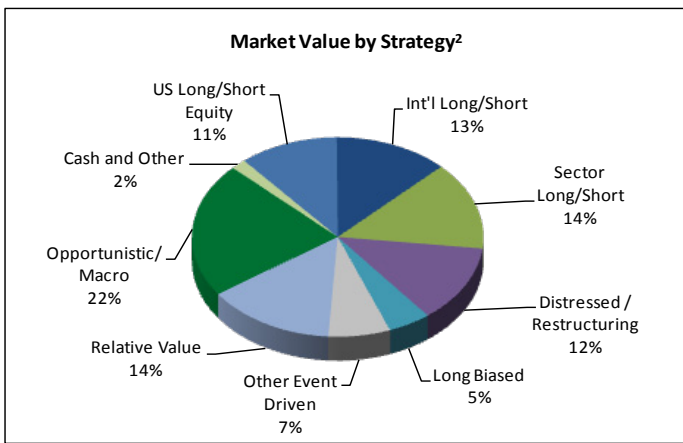
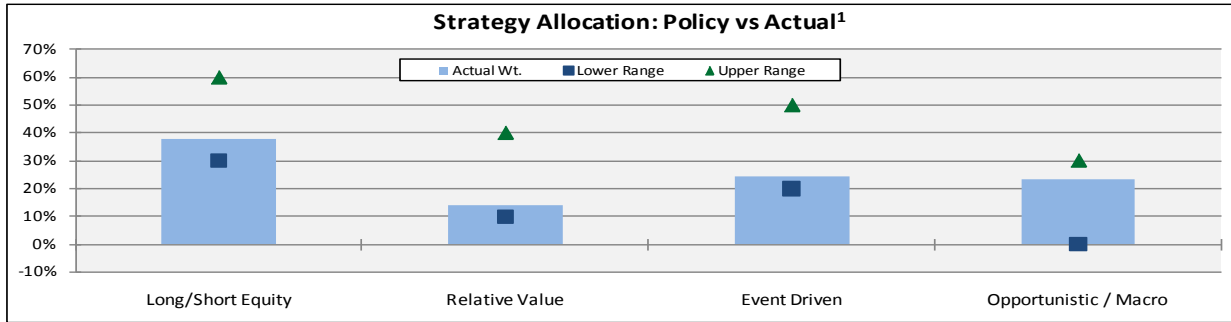
1. Source: Cambridge Assoc. Quarterly End to End Returns Net to LP. Index is preliminary and subject to periodic restatements.

2. Source: Thomson Venture Economics Pooled Average quarterly returns. Index is preliminary and subject to periodic restatements.



UCRP AND GEP*

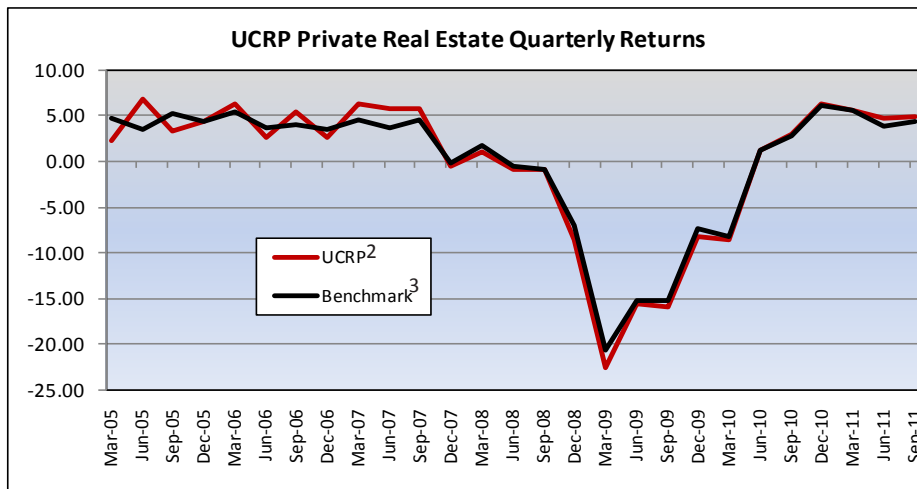
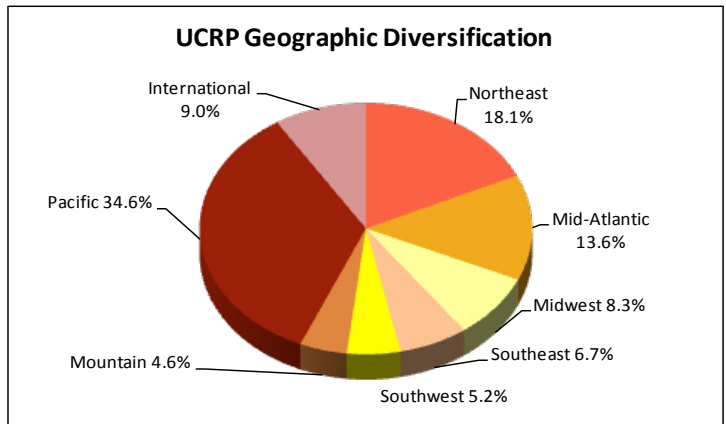
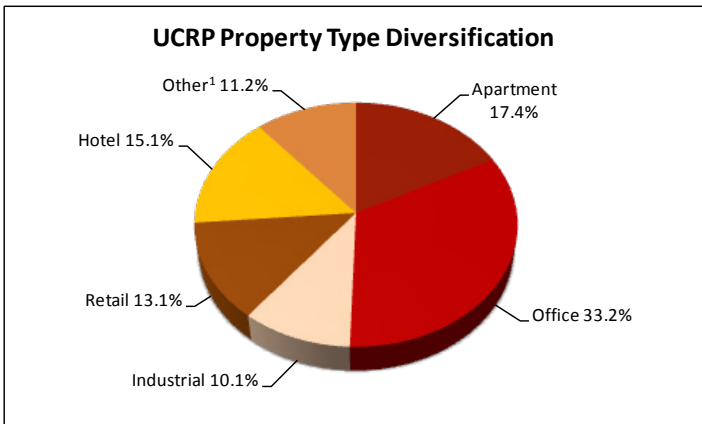
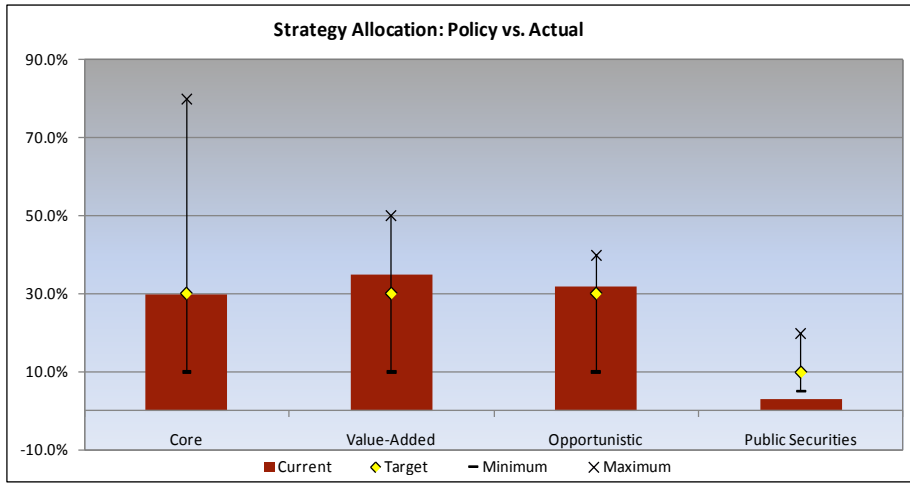
ABSOLUTE RETURN PORTFOLIO RISK CHARACTERISTICS September 30, 2011



* The UCRP and GEP Absolute Return Portfolios are identical in composition so this report applies to both Funds.
 Notes on Guidelines as of quarter end: Gross accounting leverage of the portfolio was 1.8x, well under the Guideline limit of 4.5x. Concentration of risk in any single manager's portfolio does not exceed the Guideline limit of 15% of the risk budget. Aggregate forecast risk at 9/30/11 was 6.3% and Pro-forma downside risk was 3.6% vs. Guideline limit of 5.0%. Note that both 12-month rolling realized volatility and realized downside risk increased to 6.3% and 4.3% respectively.
 1. Market value in each of four broad strategies permitted in the Investment Guidelines (as amended November 12, 2008).
 2. Additional detail of current investments by strategy.
 3. Aggregate exposures to systematic risk factors as determined by statistical analysis and current holdings.
 4. First three lines (labeled "Forecast") is a forward estimate of risk, considering both current systematic exposures and the historical volatility of residual returns. "Realized" volatility is based on prior 12 months' returns.
 5. Monthly returns compared to official, style (systematic risk) benchmarks, and HFR Fund of Funds median return.
 Note: Performance benchmark changed March 1, 2009, from Tbills +450 bp to 50% HFRX AR Index + 50% HFRXMD Index. the new benchmark is shown in Charts 4 and 5 as if it had been in place during the entire period.



PRIVATE REAL ESTATE PORTFOLIO RISK CHARACTERISTICS
September 30, 2011



1. UCRP Property Type Diversification: "Other" includes student housing, senior housing, self-storage, debt investments, land and entity investments.
 2. Real Estate Return is as of 6/30/2011 (one-quarter lagged). UCRP Performance includes private investments in open-end and closed-end funds, and separate accounts with core, enhanced and opportunistic strategies.
 3. Performance benchmark: The NCREIF Property Index is the benchmark from October 1, 2004, through September 30, 2008. Performance benchmark changed in October 1, 2008, with the NFI-ODCE index and the UCRP closed-end portfolio return, weighted in proportion to UC's open-end and closed-end components of UCRP's Portfolio. As of April 1, 2011: The benchmark for all Private RE was changed to NFI-ODCE index. Note that both the closed-end fund returns and the NFI-ODCE index are lagged three months.



GENERAL ENDOWMENT POOL (GEP)

September 30, 2011

I. Investment Performance

	Market Value (\$M)	Total Return			Annualized Total Return		
		Recent Quarter	Calendar YTD	One Year	Three Year	Five Year	Ten Year
GEP	\$6,028	-8.80%	-4.48%	1.27%	3.67%	2.57%	5.50%
Policy Benchmark		-9.58%	-6.40%	-1.74%	2.91%	2.66%	5.75%
Variance to Benchmark		+0.78%	+1.92%	+3.01%	+0.76%	-0.09%	-0.25%
U.S. Equity¹	\$1,135	-15.38%	-10.11%	0.20%	1.63%	-1.49%	2.49%
Policy Benchmark		-15.46%	-10.20%	0.29%	1.25%	-1.12%	3.33%
Variance to Benchmark		+0.08%	+0.09%	-0.09%	+0.38%	-0.37%	-0.84%
Non-U.S. Equity-Developed¹	\$1,016	-18.84%	-14.86%	-8.58%	0.07%	-2.30%	5.85%
Policy Benchmark		-19.25%	-15.51%	-9.47%	-1.07%	-3.07%	5.27%
Variance to Benchmark		+0.41%	+0.65%	+0.89%	+1.14%	+0.77%	+0.58%
Non-U.S. Equity-Emerg. Mkt¹	\$278	-21.29%	-20.93%	-15.54%	6.13%	4.35%	15.32%
Policy Benchmark		-22.56%	-21.88%	-16.15%	6.27%	4.87%	16.12%
Variance to Benchmark		+1.27%	+0.95%	+0.61%	-0.14%	-0.52%	-0.80%
Global Equity	\$112	-17.88%	-13.97%	-5.86%	1.46%	N/A	N/A
Policy Benchmark		-17.89%	-14.07%	-6.04%	1.20%	N/A	N/A
Variance to Benchmark		+0.01%	+0.10%	+0.18%	+0.26%	N/A	N/A
Core Fixed Income	\$385	2.99%	5.46%	4.33%	7.14%	5.84%	6.20%
Policy Benchmark		3.82%	6.65%	5.26%	7.97%	6.53%	6.29%
Variance to Benchmark		-0.83%	-1.19%	-0.93%	-0.83%	-0.69%	-0.09%
High Yield Bond	\$182	-6.20%	-1.66%	1.59%	12.11%	6.08%	N/A
Policy Benchmark		-6.16%	-1.57%	1.36%	13.52%	6.84%	N/A
Variance to Benchmark		-0.04%	-0.09%	+0.23%	-1.41%	-0.76%	N/A
Emerging Market Debt	\$183	-3.18%	1.32%	-0.40%	11.20%	7.78%	N/A
Policy Benchmark		-3.74%	0.84%	-0.93%	11.42%	7.77%	N/A
Variance to Benchmark		+0.56%	+0.48%	+0.53%	-0.22%	+0.01%	N/A
TIPS	\$189	4.52%	10.81%	10.29%	8.76%	7.62%	N/A
Policy Benchmark		4.51%	10.59%	9.87%	8.13%	7.10%	N/A
Variance to Benchmark		+0.01%	+0.22%	+0.42%	+0.63%	+0.52%	N/A
Private Equity²	\$533	4.08%	14.29%	20.04%	5.19%	8.29%	7.82%
Absolute Return-Diversified³	\$1,411	-5.53%	-3.91%	1.36%	4.06%	3.34%	N/A
Policy Benchmark		-7.62%	-10.31%	-9.37%	1.89%	4.38%	N/A
Variance to Benchmark		+2.09%	+6.40%	+10.73%	+2.17%	-1.04%	N/A
Absolute Return-Cross Asset Class⁴	\$128	1.49%	8.59%	9.12%	N/A	N/A	N/A
Policy Benchmark		-9.58%	-8.02%	-6.78%	N/A	N/A	N/A
Variance to Benchmark		+11.07%	+16.61%	+15.90%	N/A	N/A	N/A
Real Assets⁴	\$73	-3.61%	-2.68%	0.04%	N/A	N/A	N/A
Policy Benchmark		-3.61%	-2.68%	0.04%	N/A	N/A	N/A
Variance to Benchmark		+0.00%	+0.00%	+0.00%	N/A	N/A	N/A
Public Real Estate	\$12	-15.22%	-9.16%	-4.66%	7.11%	N/A	N/A
Policy Benchmark		-17.72%	-12.68%	-7.06%	-0.41%	N/A	N/A
Variance to Benchmark		+2.50%	+3.52%	+2.40%	+7.52%	N/A	N/A
Private Real Estate	\$358	5.44%	18.39%	24.79%	-17.24%	-5.13%	N/A
Policy Benchmark		4.39%	16.93%	22.92%	-14.38%	-5.13%	N/A
Variance to Benchmark		+1.05%	+1.46%	+1.87%	-2.86%	+0.00%	N/A

Note: Policy benchmarks are defined in Appendix 2. Total Market Value includes \$33 million held in Liquidity Portfolio. The method of rounding may produce the appearance of minor inconsistencies in various totals and percentages, but the differences do not affect the accuracy of the data. Entity performance includes performance of Non-U.S. Fixed Income through 3/31/2010. Assets in that class were reallocated as of 4/1/2010.

1. For 10 year period returns were reclassified to match current asset classes.

2. See Private Equity Performance information on page 13 for comparison of Private Equity to multiple performance metrics.

3. Benchmark for Absolute Return (AR) class was changed effective March 1, 2009, from TBills + 450 bp to 50% HFRX-AR Index + 50% HFRX-MD Index.

4. Inception date for Real Assets and Absolute Return-Cross Assets classes (formerly known as Opportunistic) was April 1, 2010.



GENERAL ENDOWMENT POOL (GEP)

I. Performance Objectives

1. GEP annualized total return (net of manager fees and expenses) was 3.67% over the past three years and 2.57% over the past five years and outperformed its policy benchmark by 76 bp and underperformed its policy benchmark by 9 bp respectively.
 2. The Consumer Price Index over the past 3 year and 5 year periods was 1.22% and 2.26% respectively.
- II. For information on the portfolio's risk exposures see page 18, and for information on risk limits, see the separate quarterly risk report slides 20 and 21. During the past quarter, the portfolio's total risk was similar to the budget and within allowable ranges. The portfolio's active realized risk was 108 bp, well below the budgeted level of 300 bps. The projected active risk at 9/30 was 160 bp (see next page).
- III. Net investment expenses incurred by the Treasurer for managing the public securities (excluding Alternatives: Private Equity, Absolute Return, Real Assets, Opportunistic, and Real Estate) of the GEP were (expressed as a percent of assets at 9/30/11) 4.8 bp for the quarter (not annualized) and 16.1 bp for the preceding 12 months. Earnings from the Securities Lending program are added back to the portfolios from which the securities were lent, contributing to higher performance and offsetting other costs.

IV. GEP Asset Allocation and Guideline Compliance

The GEP portfolio complies with policy guidelines unless an exception is noted below.

Asset Allocation

The GEP portfolio complies with policy guidelines unless an exception is noted below.

	Assets (\$M)	Actual%	Current Policy Allocation	Variance from Current	Policy Range*	Range Compliance
U.S. Equity	\$1,135	18.8%	19.50%	-0.7%	15-25%	Yes
Non-U.S. Equity-Dev.	\$1,016	16.9%	17.75%	-0.9%	13.5-23.5%	Yes
Non-U.S. Equity-Emerg.	\$278	4.6%	5.00%	-0.4%	3-7%	Yes
Global Equity	\$112	1.9%	2.00%	-0.1%	1-3%	Yes
Core Fixed Income	\$385	6.4%	7.50%	-1.1%	4.5-10.5%	Yes
High Yield Bond	\$182	3.0%	3.00%	0.0%	2-4%	Yes
Emerging Market Debt	\$183	3.0%	3.00%	0.0%	2-4%	Yes
TIPS	\$189	3.1%	4.00%	-0.9%	2-6%	Yes
Private Equity	\$533	8.8%	7.25%	1.6%	4-10%	Yes
Absolute Return-Diversified	\$1,411	23.4%	combined 24.50%	-1.1%	19-29%	Yes
Absolute Return-CAC	\$128	2.1%				
Real Assets	\$73	1.2%	1.00%	0.2%	0-2%	Yes
Real Estate	\$370	6.1%	5.50%	0.6%	2-8%	Yes
Liquidity Portfolio	\$33	0.5%	0.00%	0.5%	0-10%	Yes
Total Assets	\$6,028	100.0%	100.0%			

Private Equity Sector Allocation

	Assets (\$M)	% of P.E. Portfolio	Policy Target %	Variance	Policy Range	Range Compliance
Venture Cap.	\$217	41%	45%	-4%	30-70%	Yes
Buyouts	\$315	59%	45%	14%	30-70%	Yes
Distributions	\$1	0%				
Total Assets	\$533	100%	100%			

Note: The method of rounding may produce the appearance of minor inconsistencies in various totals and percentages, but the differences do not affect the accuracy of the data.

* Policy Ranges, Targets and Allocations were approved by The Regents on February 22, 2011, and are effective March 1, 2011 with adjustments toward long-term targets approved by The Regents' consultant effective September 1, 2011. Combined Policy Ranges: Public Equity 35.5%-55.5%, Fixed Income 12.5%-22.5%, and Alternatives 27%-47%.

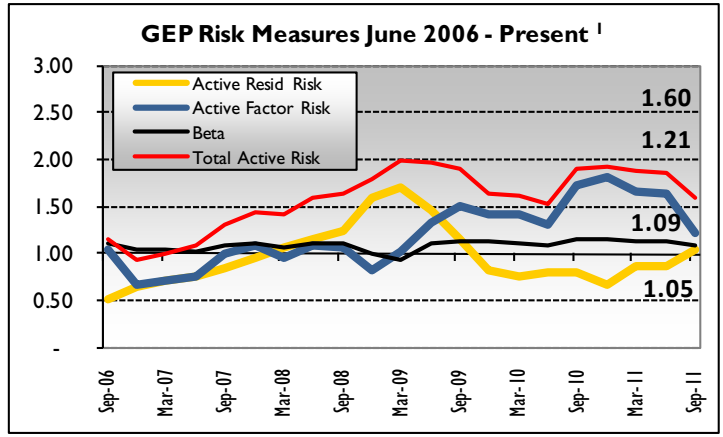
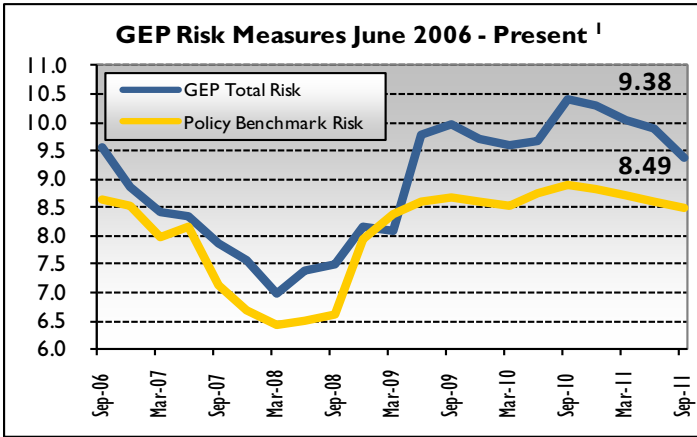
** Absolute Return is a combination of the Absolute Return -Diversified and Absolute Return-Cross Asset Class portfolios.



GENERAL ENDOWMENT POOL (GEP)

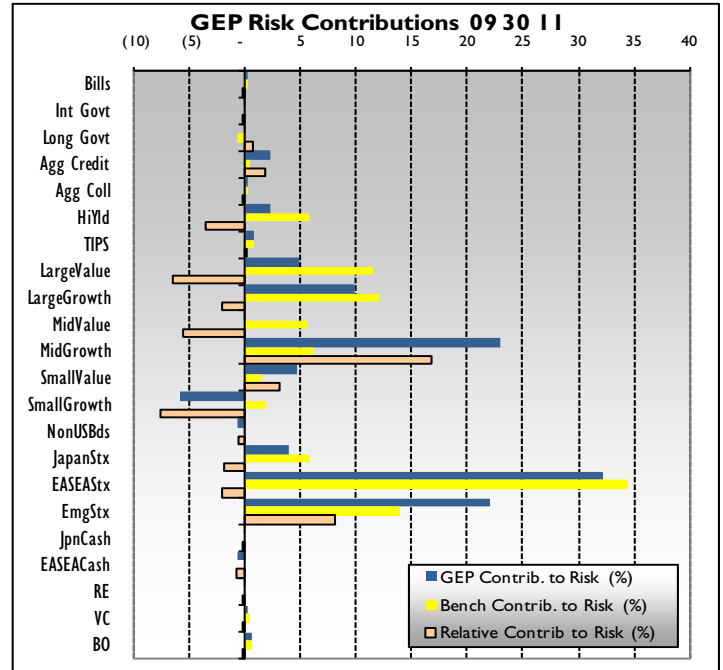
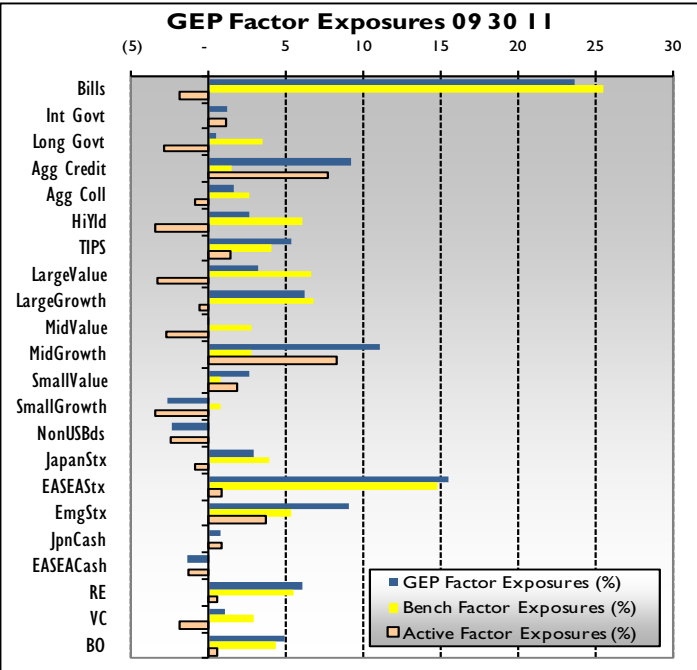
PORTFOLIO RISK DECOMPOSITION (RISK FACTOR MODEL)

September 30, 2011



FACTOR EXPOSURES ²			
Asset Allocation ³	GEP	Benchmark ⁵	Active Exposures
US Equity	20.2	20.4	(0.2)
Non US Equity	27.4	23.9	3.5
Global Fixed Income	17.1	17.5	(0.4)
Non Marketable	11.8	12.8	(0.9)
Cash (Abs Ret)	23.6	25.5	(1.9)
TOTAL	100.0	100.0	0.0

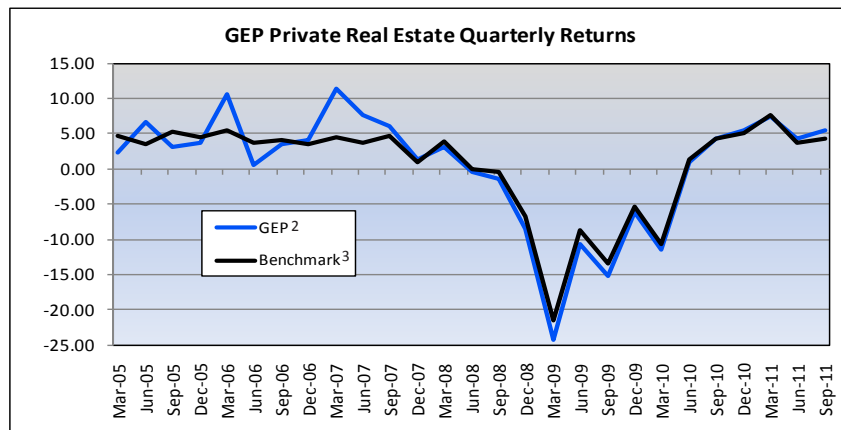
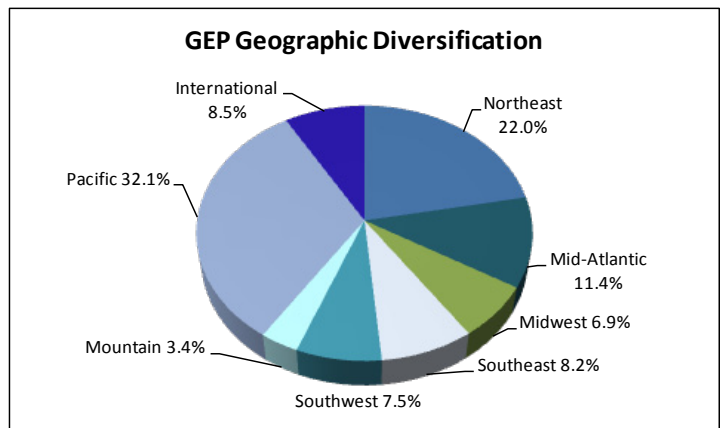
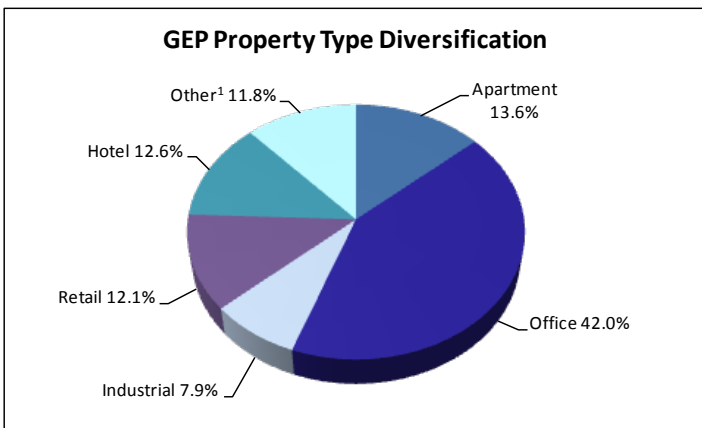
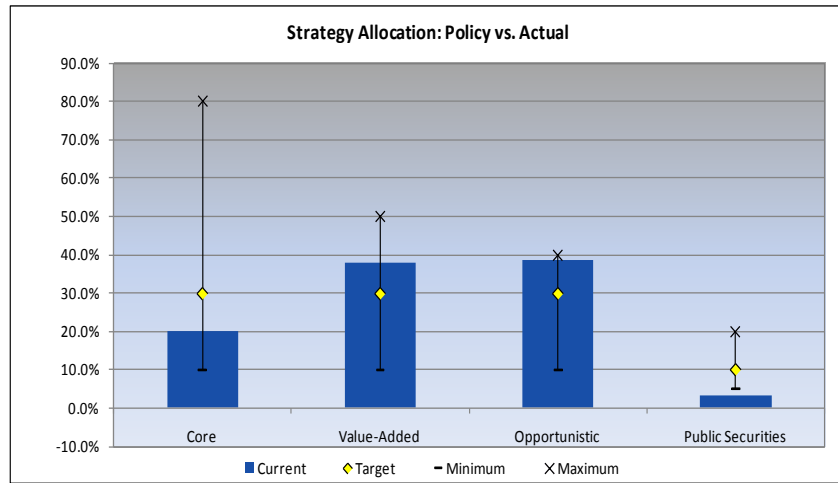
RISK CONTRIBUTIONS ⁴			
Risk Allocation ³	GEP	Benchmark ⁵	Relative Risk Contrib.
US Equity	36.4	38.5	(2.1)
Non US Equity	58.2	54.2	4.0
Global Fixed Income	3.6	6.2	(2.6)
Non Marketable	0.5	1.0	(0.5)
Cash (Abs Ret)	0.1	0.1	(0.0)
Subtotal Factor Risk	98.8	100.0	(1.2)
Residual Risk	1.2	-	1.2
TOTAL	100.0	100.0	(0.0)



- Results shown are based on (a) total fund composition as of quarter end and (b) long term volatility and correlation estimates for 21 risk factors (market benchmarks).
1. Risk estimates are in units of standard deviation, annualized (range of likely results over one year horizon).
 2. Factor exposures for each portfolio are estimated by regressing monthly returns over all risk factors.
 3. Factors grouped into 5 broad categories; e.g., Domestic Equity consists of 6 risk factors. Non Marketable includes PE and RE factors.
 4. Risk contributions for each factor are derived by a weighted sum of the covariances of that factor with the total fund.
 5. Benchmark is the "current" policy weights adjusted for illiquidity.



REAL ESTATE PORTFOLIO CHARACTERISTICS
September 30, 2011



1. GEP Property Type Diversification: "Other" includes student housing, senior housing, self-storage, debt investments, land and entity investments.
2. Real Estate Return is as of 6/30/2011 (one-quarter lagged). GEP Performance includes private investments in open-end and closed-end funds with core, enhanced and opportunistic strategies.
3. Performance Benchmark: The NCREIF Property Index is the benchmark from October 1, 2004, through September 30, 2008. Performance benchmark changed in October 1, 2008, with the NFI-ODCE and the GEP's closed-end portfolio return, weighted in proportion to UC's open-end and closed-end components of GEP's Portfolio. As of April 1, 2011: The benchmark for all Private RE was changed to NFI-ODCE index. Note that both the closed-end fund returns and the NFI-ODCE index are lagged three months.



SHORT TERM INVESTMENT POOL (STIP)

September 30, 2011

I. Investment Performance

	Market Value (\$M)	Income Return			Annualized Income Return		
		Recent Quarter	Calendar YTD	One Year	Three Year	Five Year	Ten Year
STIP	\$8,205	0.59%	1.74%	2.41%	2.85%	3.57%	3.78%
Policy Benchmark ¹		0.06%	0.29%	0.43%	0.75%	1.98%	2.48%
Variance		+0.53%	+1.45%	+1.98%	+2.10%	+1.59%	+1.30%

II. Asset Allocation Plan and Guideline Compliance

The STIP portfolio complies with policy guidelines unless an exception is noted below.

The STIP invests in approved fixed income investments with a maximum maturity of 5-1/2 years.

	Assets (\$M)	% of Portfolio
Banker's Acceptance	\$8	0%
Corporate Notes	4,121	50%
Commercial Paper	2,380	29%
Federal Agency	433	5%
Treasury Notes	1,263	15%
Total Assets	\$8,205	100%

Note: STIP's asset value is stated at amortized book value plus accrued interest. The method of rounding may produce the appearance of minor inconsistencies in various totals and percentages, but the differences do not affect the accuracy of the data.

1. The STIP Policy Benchmark is a weighted average of the income return on a constant maturity two (2) year Treasury note and the return on U.S. 30 day Treasury Bills. The weights for the two constituents is the actual average weights of the bond and cash equivalent components of the pool and weights are re-balanced monthly. This benchmark was effective October 1, 2009.



TOTAL RETURN INVESTMENT POOL (TRIP)

September 30, 2011

I. Investment Performance

	Market Value (\$M)	Total Return			Annualized Total Return		
		Recent Quarter	Calendar YTD	One Year	Three Year	Five Year	Ten Year
TRIP	\$2,886	-4.06%	-0.71%	1.02%	8.11%	N/A	N/A
Policy Benchmark		-4.35%	-0.80%	0.85%	7.77%	N/A	N/A
Variance		+0.29%	+0.09%	+0.17%	+0.34%	N/A	N/A
U.S. Equity	380	-15.32%	-9.98%	1.76%	1.89%	N/A	N/A
Policy Benchmark		-15.46%	-10.20%	0.29%	1.25%	N/A	N/A
Variance		+0.14%	+0.22%	+1.47%	+0.64%	N/A	N/A
Non-U.S. Equity-Developed	381	-15.63%	-15.81%	-10.67%	-1.89%	N/A	N/A
Policy Benchmark		-15.37%	-15.44%	-10.36%	-2.09%	N/A	N/A
Variance		-0.26%	-0.37%	-0.31%	+0.20%	N/A	N/A
Core Fixed Income	1,709	3.04%	6.35%	4.72%	11.05%	N/A	N/A
Policy Benchmark		3.21%	6.45%	4.74%	10.21%	N/A	N/A
Variance		-0.17%	-0.10%	-0.02%	+0.84%	N/A	N/A
High Yield Bond	291	-3.96%	0.05%	2.06%	11.80%	N/A	N/A
Policy Benchmark		-4.98%	-0.40%	1.98%	13.47%	N/A	N/A
Variance		+1.02%	+0.45%	+0.08%	-1.67%	N/A	N/A
REITS	126	-14.88%	-7.78%	N/A	N/A	N/A	N/A
Policy Benchmark		-14.93%	-6.39%	N/A	N/A	N/A	N/A
Variance		+0.05%	-1.39%	N/A	N/A	N/A	N/A

II. Asset Allocation Plan and Guideline Compliance

The TRIP portfolio complies with policy guidelines unless an exception is noted below.

	Assets (\$M)	Actual%	Current Policy Allocation	Variance from Current	Policy Range	Range Compliance
Public Equity	\$886	30.7%	35.0%	-4.3%	25-45%	Yes
U.S. Fixed Income	\$2,000	69.3%	65.0%	4.3%	55-75%	Yes
Liquidity	\$0	0.0%	0.0%	0.0%	0-10%	Yes
Total Assets	\$2,886	100.0%	100.0%			

Note: The method of rounding may produce the appearance of minor inconsistencies in various totals and percentages, but the differences do not affect the accuracy of the data.



APPENDIX I

UC Regents Portfolio Market Value Changes Quarterly Change

	Market Value in Millions		Due to Cash In/Out Flows Change	Due to Investing Activities Change	NET CHANGE
	9/30/2011	6/30/2011			
UCRP*	\$38,165	\$41,786	\$368	(\$3,989)	(\$3,621)
GEP*	\$6,077	\$6,785	(\$124)	(\$584)	(\$708)
STIP	\$8,205	\$8,612	(\$457)	\$50	(\$407)
TRIP	\$2,886	\$3,057	(\$14)	(\$157)	(\$171)
403(b), 457(b) & DC Plans' Funds	\$11,304	\$11,879	\$78	(\$653)	(\$575)
Other Endowments	\$676	\$686	NA	NA	(\$10)
Minus STIP in other Portfolios	(\$1,416)	(\$1,304)	NA	NA	(\$112)
	\$65,895	\$71,501	(\$150)**	(\$5,333)**	(\$5,605)

Notes: The method of rounding may produce the appearance of minor inconsistencies in various totals and percentages, but the differences do not affect the accuracy of the data. STIP asset values is stated at amortized book value plus accrued interest.

* Market Values do not tie to those shown on pages 3, 4 and 16 due to cash flows occurring during the quarter in Real Estate and due to late valuations and cash flows occurring during the quarter in Absolute Return.

** Values do not include Other Endowments and STIP held in other portfolios.



APPENDIX I

UC Regents Portfolio Market Value Changes 1 Year Change

	Market Value in Millions		Due to Cash In/Out Flows	Due to Investing Activities	NET CHANGE
	9/30/2011	9/30/2010	Change	Change	
UCRP*	\$38,165	\$37,262	(\$776)	\$1,679	\$903
GEP*	\$6,077	\$6,158	(\$146)	\$65	(\$81)
STIP	\$8,205	\$8,398	(\$415)	\$222	(\$193)
TRIP	\$2,886	\$1,829	\$995	\$62	\$1,057
403(b), 457(b) & DC Plans' Funds	\$11,304	\$11,173	(\$58)	\$189	\$131
Other Endowments	\$676	\$784	NA	NA	(\$108)
Minus STIP in other Portfolios	(\$1,416)	(\$961)	NA	NA	(\$455)
	\$65,895	\$64,643	(\$402)**	\$2,218**	\$1,252

Note: The method of rounding may produce the appearance of minor inconsistencies in various totals and percentages, but the differences do not affect the accuracy of the data. STIP asset value is stated at amortized book value plus accrued interest.

* Market Values do not tie to those shown on pages 3, 4 and 16 due to cash flows occurring during the quarter in Real Estate and due to late valuations and cash flows occurring during the quarter in Absolute Return.

** Values do not include Other Endowments and STIP held in other portfolios.



APPENDIX 2

Policy Benchmarks

UCRP Since 4/2011		
Asset Class	Benchmark Component	Percentage
U.S. Equity	Russell 3000 TF	28.00%
Non-U.S. Equity Developed	MSCI World ex-U.S. (net dividends) TF	21.25%
Emerging Market Equity	MSCI Emerging Market (net dividends)	5.00%
Global Equity	MSCI All Country World Index Net - IMI - TF	2.00%
U.S. Core Fixed Income	Barclays Capital U.S. Aggregate Bond Index	12.00%
High Yield Debt	Merrill Lynch High Yield Cash Pay Index	2.50%
Emerging Market Debt	J.P. Morgan Emerging Market Bond Index Global Diversified (as of 9/1/11)	2.50%
TIPS	Barclays Capital U.S. TIPS	8.00%
Private Equity	Actual PE Returns	6.25%
Absolute Return-Diversified	50% HFRX Absolute Return Index + 50% HFRX Market Directional Index	6.00%
Absolute Return-Cross Asset Class	Aggregate UCRP Policy Benchmark	1.00%
Real Assets	Commodities: S&P GSCI Reduced Energy Index; All Other: Actual Portfolio Return	1.00%
Real Estate (Public and Private)	Public: FTSE EPRA NAREIT Global Index and Private: NFI-ODCE Index – NCREIF Funds Index-Open End Diversified Core Equity Index (lagged 3 months)	4.50%

GEP Since 4/2011		
Asset Class	Benchmark Component	Percentage
U.S. Equity	Russell 3000 TF	19.50%
Non-U.S. Equity Developed	MSCI World ex-U.S. (net dividends) TF	17.75%
Emerging Market Equity	MSCI Emerging Market (net dividends)	5.00%
Global Equity	MSCI All Country World Index Net - IMI - TF	2.00%
U.S. Core Fixed Income	Barclays Capital U.S. Aggregate Bond Index	7.50%
High Yield Debt	Merrill Lynch High Yield Cash Pay Index	3.00%
Emerging Market Debt	J.P. Morgan Emerging Market Bond Index Global Diversified (as of 9/1/11)	3.00%
TIPS	Barclays Capital U.S. TIPS	4.00%
Private Equity	Actual PE Returns	7.25%
Absolute Return-Diversified	50% HFRX Absolute Return Index + 50% HFRX Market Directional Index	23.50%
Absolute Return-Cross Asset Class	Aggregate GEP Policy Benchmark	1.00%
Real Assets	Commodities: S&P GSCI Reduced Energy Index; All Other: Actual Portfolio Return	1.00%
Real Estate (Public and Private)	Public: FTSE EPRA NAREIT Global Index and Private: NFI-ODCE Index – NCREIF Funds Index-Open End Diversified Core Equity Index (lagged 3 months)	5.50%

STIP Since 10/2009		
Asset Class	Benchmark Component	Percentage
Short Term Fixed Income	Weighted Average of Income Return on a Constant Maturity 2-Year U.S. Treasury Note and the return on U.S. 30 Day Treasury Bills	Actual weights of bond & cash equivalent components

TRIP Since 1/2011		
Asset Class	Benchmark Component	Percentage
U.S. Fixed Income - Government	Barclays Capital Aggregate Government Index	5%
U.S. Fixed Income - Credit	Barclays Capital Aggregate Credit Index	45%
U.S. Fixed Income - Securitized	Barclays Capital Aggregate Securitized Index	5%
High Yield Debt	Merrill Lynch High Yield Cash Pay BB/B Index	10%
U.S. Equity - All Cap	Russell 3000 Index (Tobacco Free)	15%
Non-U.S. Equity (hedged)	MSCI World ex-U.S. Net Index (hedged) (Tobacco Free)	15%
REITS	FTSE/NAREIT US REIT Index	5%

Policy Benchmarks prior to periods shown above are available at <http://www.ucop.edu/treasurer/invinfo/Benchmarks.html>