



# UC Domestic Equity Index Fund

**Investment Objective:** The Fund seeks to provide investment results approximating the total return performance of the securities included in the Russell 3000 Index.

## Quick Stats

1 Year Return (06/30/2009)	-26.54%
NAV (06/30/2009)	\$85.72
Investment Category	Equity
Net Assets (\$M)	\$24
Inception	July 1, 2005

The Domestic Equity Index Fund is part of the UC Retirement Savings Program's Core Funds, which include a full range of asset classes designed to help meet participant needs. Participants in the Program should consider their unique needs and goals, along with any savings held outside of the Program, when building an appropriately diversified asset allocation of funds.

## How We Invest

The Treasurer's Office manages the Domestic Equity Index Fund according to policies established by The Regents of the University of California.

The Fund seeks to provide investment results approximating the total return performance of the securities included in the Russell 3000 Index and is invested in a Russell 3000 Tobacco Free (TF) Index Fund managed by State Street Global Advisors.

The Russell 3000 Index is composed of shares of 3,000 U.S. companies, as determined by market capitalization. The portfolio of securities represents approximately 98% of the investable U.S. equity market. The TF version excludes tobacco companies.

## Average Annual Total Returns

as of 06/30/2009

The UC Domestic Equity Index Fund became available on July 1, 2005. Therefore, long-term performance information is not yet available.

Returns (%)	1 Year	3 Years
Domestic Equity Index Fund	-26.54	-8.40
Policy Benchmark	-26.82	-8.55

## Risks to You

Risks include market risk and individual company risk. When you redeem your units, they may be worth more or less than the amount you had invested in them, which means you could lose money.

The Domestic Equity Index Fund may be appropriate for investors seeking long-term capital appreciation from a diversified U.S. equity portfolio. The Domestic Equity Index Fund may not be appropriate for investors with short time horizons or those uncomfortable with fluctuations in market value.

For more information on risk, see the "Investment Risk Factor Guide," available online at [www.netbenefits.com](http://www.netbenefits.com).

## Fees and Expenses

Investor expenses are limited to 0.15% (or \$1.50 per \$1,000 invested) of the Fund's average market value per year, assessed on a daily basis (1/365th per day invested). These expenses are not billed to participants, but are netted against the investment experience of the fund. These expenses are comprised of approximately 0.03% for investment management, 0.02% for investor education and 0.10% for administration (including accounting, audit, legal, custodial and recordkeeping services). The total administrative expenses are estimated and could actually be lower in some periods. If actual administrative expenses are less than estimated, any accumulation will be returned to the Fund each quarter, on a prorated basis, thereby lowering the effective expense ratio for participants. There are no front-end or deferred-sales loads or other marketing expenses.



# UC Domestic Equity Index Fund

*continued*

## Largest U.S. Equity Index Holdings

as of 6/30/2009

<u>Largest Domestic Equity Index Holdings</u>	
Exxon Mobil	3.49%
Microsoft	1.88
Johnson & Johnson	1.60
Procter and Gamble Co.	1.52
AT&T	1.51
International Business Machines	1.41
Chevron	1.36
JPMorgan Chase & Co.	1.31
Apple Inc.	1.30
General Electric Co.	<u>1.27</u>
	16.65% <sup>1</sup>

## Major U.S. Equity Index Sector Allocations

as of 06/30/2009

<u>Major Index Sector Allocations</u>	<u>% of Total</u>
Information Technology	18.76
Financials	14.40
Health Care	13.90
Energy	11.48
Industrials	10.61
Consumer Discretionary	10.02
Consumer Staples	9.39
Utilities	4.31
Materials	3.82
Telecommunications	<u>3.32</u>
	100.00% <sup>1</sup>

## Month-End Values

most recent 12 months ending 06/30/2009

July 2008	115.71536
August 2008	117.48468
September 2008	106.39673
October 2008	87.48982
November 2008	80.52457
December 2008	82.05710
January 2009	75.29923
February 2009	67.42993
March 2009	73.36172
April 2009	81.12824
May 2009	85.39528
June 2009	85.72357

<sup>1</sup>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.

Keep in mind that investing involves risk. The value of your investment will fluctuate over time and you may gain or lose money.

The information contained herein regarding the UC Funds has been provided by the University of California Office of the Treasurer and is solely the responsibility of the University of California Office of the Treasurer.