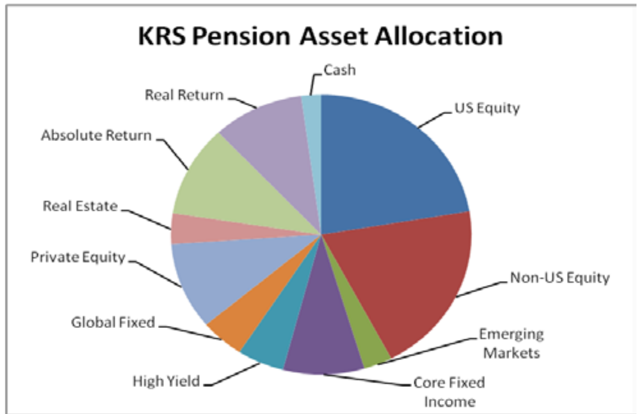
March 2014

KRS MONTHLY PERFORMANCE UPDATE

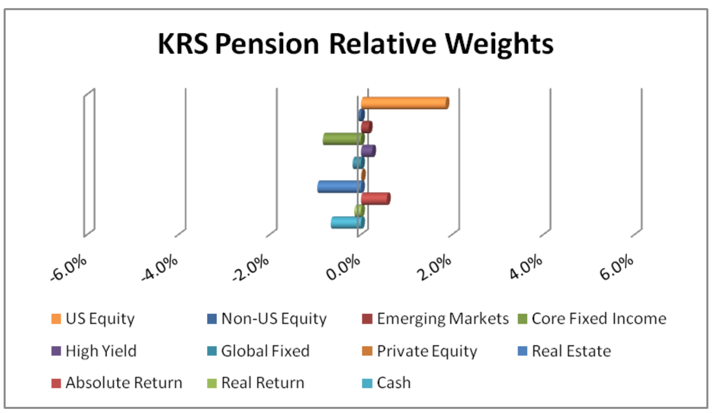
What's going on in the marketplace?

In March, global equity markets as a whole rallied, although the performance was mixed. The MSCI All Country World Index returned 0.50% in March and 1.22% for the first quarter of 2014. Despite Russia's invasion of Ukraine and worrisome economic data from China, investors pushed equity prices higher. U.S. equity markets were positive for the month despite valuation concerns and returned a total 2.05% for the first quarter (as measured by the Russell 3000). Developed markets excluding the U.S. were down just 0.37% in March but the performance of regions and individual countries was very mixed. For a volatile first quarter, developed markets ended with positive returns of 0.92%. Emerging market equities followed a strong February with another month of returns over 3%. However, a rough January still caused emerging markets to post -0.53% for the first quarter.



	Mar	1-Yr	3-Yr	5-Yr	10-Yr
Total Fund	1.51	11.17	7.80	13.40	6.33
Benchmark	1.40	12.04	7.96	13.88	6.42

Developed market equities were much more mixed in March than in February. Italy, Portugal, and Spain led European countries in March, while the U.K., Ireland, and Austria were all down over 2%. Many of the previously mentioned countries, in additional to Ireland led the Eurozone for the first quarter as well. The Pacific Basin also had a large dispersion of returns, with New Zealand leading the way (3.57%) and capping a very strong first quarter (10.6%). Japan, however, struggled in March and the first quarter due lower consumer confidence tied to a consumption tax increase and a record trade deficit. Emerging markets returned 3.08% in a volatile March, following 3.26% in February. This surprising performance occurred despite significant turmoil in the headlines, ranging from political unrest in Turkey to Russia invading a sovereign country. For the quarter, Latin America struggled (-1.7%), while Asia showed a small decline. Emerging market countries in the Europe, Middle East, and Africa region showed modest gains. U.S. stocks returned 0.64%, with the S&P 500 returning 0.84%. Growth stocks struggled in March, returning -1.13% as investors began to question valuations. On the other hand, value stocks returned 2.3% in March. Small cap stocks also underperformed for the month, returning -0.68%. Eight of ten economic sectors had positive returns, with only healthcare (-2.04%) and consumer discretionary (-2.38%) in the red. Meanwhile, defensive sectors utilities (3.87%) and consumer staples (2.46%) led the Russell 3000.



Fixed income was down for the month as short term rates jumped due to Fed chairwoman Janet Yellen suggesting that short term rates could increase sooner than most expected. Fixed income investors were also troubled by the survey of Fed governors pointing to higher rates sooner rather than later. As a result, the Barclays US Aggregate index was down 0.17% in March. Overseas, however, the European Central Bank and Bank of Japan remain ready to take stimulative measures to combat signs of deflation. Thus, the Barclays Global Aggregate only lost 0.07%. US corporate fixed income still managed a

0.07% return, while US high yield returned 0.24%. The 10 year US Treasury moved up 7 basis points in March, while the 2 year moved up over 10 basis points, leading to a flatter curve at the end of the first quarter.

Economic data for the month of March was mixed yet again. Nonfarm payrolls came in at 175K, much higher than the 149K expected. Jobless claims for the month averaged approximately 317K, each reading lower than the expected amount. However, the unemployment rate did increase to 6.7%. Manufacturing data and durable goods orders were strong but housing data was slightly weaker than expected, as the housing sector continues a minor slowdown. Personal income and personal spending were both higher than expected, but the University of Michigan Consumer Confidence survey came in lower than projected. Inflation, as measured by the Consumer Price Index, remains low (1.1% year-over-year) and likely a source of concern for central bankers.

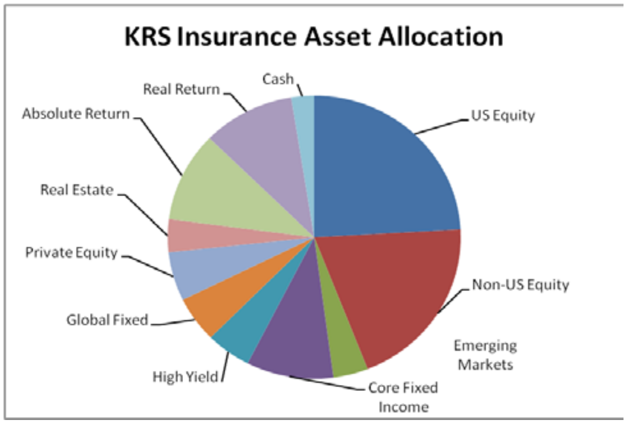
Investors will continue to monitor the Ukrainian crisis, political events in emerging markets, central banker speeches, and valuation levels.

What added value this month?

PENSION – From a manager selection standpoint, it was a good month for the plan. US and non-US equity managers barely beat the benchmark, largely thanks to Invesco (US) and Boston Company (non-US). Fixed Income managers outperformed the benchmark, led by Manulife and Waterfall. Absolute return and real return both outperformed their benchmarks by 36 and 63 basis points, respectively.

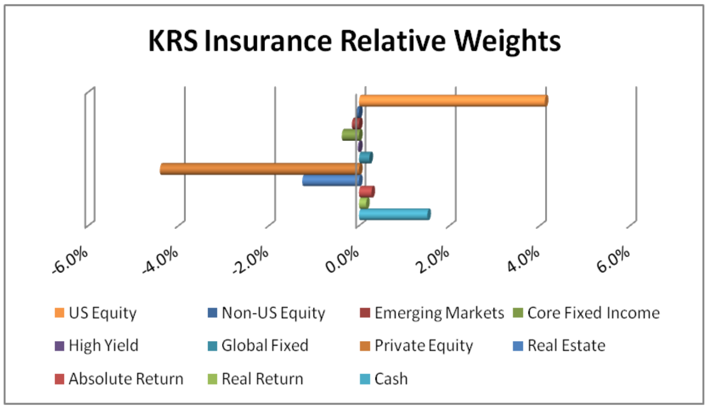
From an allocation perspective, a small underweight to non-US equities, fixed income, and real return in addition to a small overweight to emerging market equities and absolute return helped returns.

INSURANCE – The Insurance Fund saw positive contributions from managers in non-US equities and fixed income, as well as absolute (0.30%) and real (0.55%) return.



	Mar	1-Yr	3-Yr	5-Yr	10-Yr
Total Fund	0.96	10.11	6.35	14.45	6.01
Benchmark	1.40	11.92	7.65	15.81	6.21

The fund benefited from an underweight to non-US equities and fixed income, as well as an overweight to absolute return.



What detracted this month?

PENSION – From a manager selection standpoint, emerging markets struggled as a whole, as poor performance from Wellington more than offset great performance from Aberdeen.

From an allocation perspective, a significant overweight to US equities detracted from performance.

INSURANCE – Both US and emerging market managers struggled as a whole in the Insurance Fund.

From an allocation perspective, a significant overweight to US equities and a small overweight to real return, as well as a small underweight to emerging market equities, detracted from performance.

NOTES:

1) Returns displayed are "net". For the purposes of this report, total fund return information is net of fees and expenses, with audited data beginning in July 2011. At the manager level (detailed return sheets pgs.4-5), returns are net of fees beginning with July 2011, and gross of fees for prior data.

2) Individual plan allocation and performance (pg.6).

3) Prior to January 1, 2014, the inception date for the Private Equity asset class was stated as 10/1/1990 for Pension Fund and 6/1/2001 for Insurance Fund. Prior to 07/01/02, the characteristics of the allocation, and the benchmark itself, were more closely aligned with Real Estate. As such, it is not appropriate to report this portion of the return stream within the Private Equity allocation, whose true inception date has been determined to be 07/01/02 based on funding the Systems' first private equity mandate. The portion of the original return streams that are no longer reported within the Private Equity allocation (Pension from 10/1/90 to 06/30/02; Insurance 06/01/01 to 06/30/02) are reported within the Fund Level performance figures.

4) Private Equity Composite (Pension)
Inception (07/01/02) to 06/30/11
60.00% S&P 1500 Composite Index
40.00% Barclays US Corporate High Yield Index
07/01/11 to Present
100.00% Russell 3000 Index + 4% (Qtr Lag)

Private Equity Composite (Insurance)
Inception (07/01/02) to 06/30/11
80.00% S&P 1500 Composite Index
20.00% Barclays US Corporate High Yield Index
07/01/11 to Present
100.00% Russell 3000 Index + 4% (Qtr Lag)

5) The Private Equity Benchmark, from one month returns up until five year returns, is equal to the performance of the KRS Private Equity allocation. Given there is not appropriate benchmark to use for short term performance evaluation, this will allow greater focus on longer term returns, which is more appropriate given the long term nature of private equity investments.

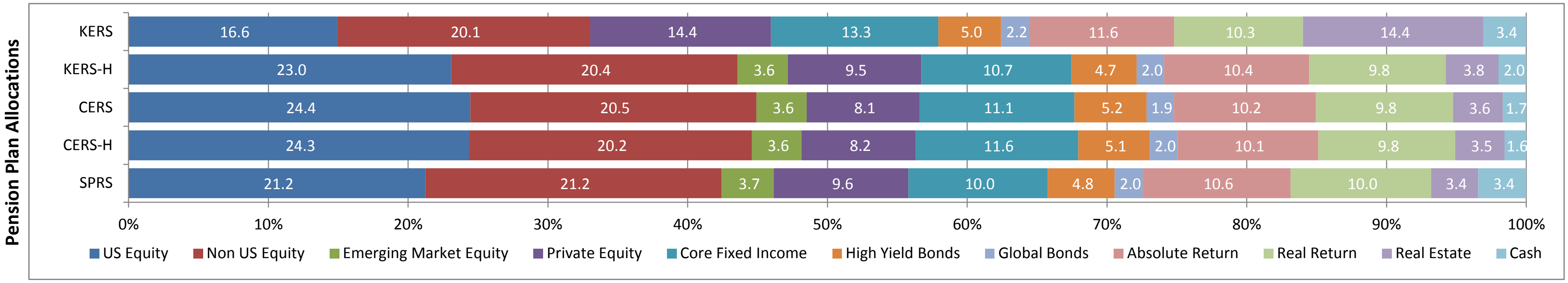
KENTUCKY RETIREMENT SYSTEMS - PENSION FUND - NET RETURNS - 3/31/14

Structure	Benchmark	Inception	Market Value	% of Total	Month		QTD		Fiscal YTD		1 Year		3 Years		5 Years		10 Years		ITD	
TOTAL FUND	**KY Ret. Blended Index**	**4/1/1984**	**11,687,809,326.08**	**100.00**	**1.51**	**1.45**	**2.54**	**2.49**	**11.59**	**10.94**	**11.17**	**12.04**	**7.80**	**7.96**	**13.40**	**13.88**	**6.33**	**6.42**	**9.55**	**9.67**
US PUBLIC	**KY Domestic Equity Blend**	**4/1/1984**	**2,605,770,255.48**	**22.29**	**0.54**	**0.53**	**1.79**	**1.97**	**19.58**	**19.40**	**22.42**	**22.61**	**14.23**	**14.55**	**21.25**	**22.01**	**7.84**	**7.92**	**11.51**	**11.43**
GENEVA CAPITAL	Russell Midcap Growth Index	7/1/2012	229,911,897.85	1.97	-1.72	-1.85	-0.94	2.04	17.42	20.76	17.58	24.22							18.36	25.30
INVESCO	S&P 500 - Total Return Index	8/1/2005	228,267,855.35	1.95	2.25	0.84	3.59	1.81	21.23	18.41	26.05	21.86	16.82	14.66	20.68	21.16			8.81	7.18
NTGI STRUCTURED	Russell 2000 Index	10/1/1999	227,270,849.34	1.94	-0.05	-0.68	1.62	1.12	22.41	21.16	25.94	24.90	14.96	13.18	26.47	24.31	9.73	8.53	10.61	8.63
RIVER ROAD	Russell 3000 Value Index	7/1/2011	33,623,039.34	0.29	1.19	2.30	0.57	2.92	13.67	17.95	17.09	21.65							14.90	16.35
S&P 500 INDEX	KY Ret. S&P Blend	7/1/2001	1,389,735,546.68	11.89	0.84	0.84	1.76	1.81	18.33	18.41	21.78	21.86	14.69	14.63	21.21	21.67	7.80	7.77	6.00	5.95
SASCO CAPITAL	Russell Midcap Value Index	7/1/2012	51,978,906.38	0.44	1.05	1.54	6.64	5.22	28.47	20.96	25.62	22.95							26.48	28.17
SYSTEMATIC	Russell Midcap Value Index	7/1/2012	208,496,272.50	1.78	1.51	1.54	2.59	5.22	21.87	20.96	21.73	22.95							26.33	28.17
TRANSITION ACCOUNT		7/1/2011	2,175.57	0.00																
WESTFIELD CAPITAL	Russell 3000 Growth Index	7/1/2011	127,045,945.37	1.09	-2.39	-1.13	1.24	1.07	24.72	20.88	26.43	23.53							16.83	15.69
WESTWOOD MGMT	Russell 3000 Value Index	7/1/2011	109,437,767.10	0.94	0.44	2.30	1.94	2.92	17.13	17.95	21.77	21.65							13.87	16.35
EQUITY NON US	**KY Ret.Int'l Eq. Blended Index**	**7/1/2000**	**2,323,769,123.96**	**19.88**	**0.33**	**0.32**	**0.30**	**0.61**	**16.09**	**16.17**	**14.54**	**12.81**	**3.72**	**4.65**	**15.31**	**16.18**	**6.62**	**6.90**	**2.79**	**3.41**
BLACKROCK ACWI EX	MSCI All Country World Ex United States Net Index	7/1/2009	766,901,611.69	6.56	0.29	0.26	0.54	0.51	15.98	15.92	12.58	12.31	4.41	4.15					10.78	10.58
BOSTON CO NON-US VALUE	KY MSCI Blended Index	5/1/2005	698,436,290.56	5.98	0.77	0.32	0.15	0.61	15.55	16.17	16.22	12.81	3.28	5.10	13.40	15.25			5.12	5.77
NTGI INTL SM CAP	MSCI AC World ex USA Small Cap Net Index	12/1/2008	164,901,079.08	1.41	0.17	0.13	3.37	3.47	21.58	21.66	17.15	16.28	5.49	5.52	20.72	21.18			19.04	19.89
PYRAMIS NON-US GROWTH	KY MSCI Blended Index	8/1/2001	693,530,142.63	5.93	0.12	0.32	-0.33	0.61	15.87	16.17	14.80	12.81	5.97	5.10	15.87	15.25	6.97	6.41	7.10	6.19
EQ EMERGING MKTS	**MSCI Emerging Markets Index**	**7/1/2011**	**357,755,068.62**	**3.06**	**2.47**	**3.09**	**-0.88**	**-0.37**	**6.11**	**7.48**	**-2.63**	**-1.07**							**0.55**	**-2.39**
ABERDEEN	MSCI Emerging Markets Index	4/1/2008	116,025,754.45	0.99	5.64	3.09	1.37	-0.37	3.40	7.48	-4.80	-1.07	2.31	-2.54	20.92	14.83			7.65	0.98
BLACKROCK EMERG MKTS	MSCI Emerging Markets Net Dividend Index	7/1/2013	120,820,578.29	1.03	3.05	3.07	-0.59	-0.43	7.11	7.24									7.11	7.24
WELLINGTON	MSCI Emerging Markets Index	4/1/2008	120,908,735.88	1.03	-1.61	3.09	-3.97	-0.37	7.13	7.48	-1.85	-1.07	-3.19	-2.54	12.55	14.83			0.35	0.98
PUBLIC EQUITY	**Global Equity Blended Index**	**4/1/1984**	**5,287,294,448.06**	**45.24**	**0.56**	**0.66**	**0.96**	**1.15**	**17.13**	**16.87**	**17.08**	**16.16**	**8.56**	**8.64**	**17.96**	**18.40**	**6.76**	**6.61**	**11.07**	**10.89**
FIXED INCOME	**KY Ret.Fixed Blended Index**	**4/1/1984**	**2,159,186,608.82**	**18.47**	**0.08**	**-0.09**	**2.23**	**1.95**	**4.41**	**2.94**	**1.70**	**0.51**	**5.94**	**4.39**	**7.13**	**5.27**	**4.95**	**4.67**	**8.02**	**7.73**
COLUMBIA	Barclays U.S. Corporate High Yield	11/1/2011	167,021,700.09	1.43	0.07	0.24	3.13	2.98	8.56	9.10	6.98	7.54							10.94	11.01
LOOMIS	Barclays U.S. Corporate High Yield	11/1/2011	172,785,708.48	1.48	-0.18	0.24	3.51	2.98	9.01	9.10	6.01	7.54							12.91	11.01
MANULIFE ASSET MGMT	Barclays Multiverse Index	12/1/2011	118,377,535.45	1.01	0.40	-0.04	2.59	2.43	4.77	5.05	2.30	2.19							6.89	2.44
NISA	Barclays U.S. Aggregate Bond Index	2/1/2009	545,523,620.13	4.67	-0.15	-0.17	1.95	1.84	2.30	2.28	-0.18	-0.10	3.77	3.75	4.88	4.80			4.99	4.84
PIMCO	PIMCO Blended Index	11/1/2009	793,239,942.76	6.79	-0.17	0.10	1.67	1.91	2.92	3.12	-1.08	0.28	3.73	4.22					4.42	4.61
SHENKMAN CAP	Shenkman Blended Index	10/1/2010	116,894,594.90	1.00	0.26	0.28	1.82	2.05	6.17	6.57	5.70	5.90	6.14	7.02					6.70	7.93
STONE HARBOR	JP Morgan Emerging Markets Bond Index GD	12/1/2010	113,979,653.03	0.98	1.43	1.37	3.47	3.73	2.94	6.56	-3.92	0.56	4.79	7.10					5.22	6.50
WATERFALL	Opportunistic FI Blended Index	2/1/2010	131,363,853.98	1.12	1.28	0.18	3.11	1.95	11.26	5.67	14.51	4.91	12.34	5.80					14.98	6.97
REAL RETURN	**PENSION REAL RETURN CUSTOM BM**	**7/1/2011**	**1,148,753,824.48**	**9.83**	**0.41**	**-0.22**	**3.43**	**1.75**	**3.97**	**1.43**	**-1.82**	**2.51**							**5.42**	**3.81**
AMERRA AGRI FUND II		12/1/2012	33,426,453.14	0.29	1.85		1.85		4.70		6.37								1.43	
INTERNAL TIPS	Barclays U.S. Treasury: US TIPS Index	5/1/2002	289,881,954.49	2.48	-0.48	-0.47	1.96	1.95	0.85	0.61	-6.23	-6.49	3.48	3.50	4.92	4.91	4.55	4.53	5.96	5.92
MAGNETAR MTP		7/1/2013	80,833,297.00	0.69	0.79		3.25		6.41										6.41	
PIMCO ALL ASSET	Barclays U.S. Treasury Inflation Notes: 1-10 Year	12/1/2011	366,243,758.12	3.13	0.96	-0.66	4.89	1.03	6.73	0.63	2.25	-4.93							7.99	0.01
TORTOISE CAPITAL	Alerian MLP Index	8/1/2009	87,027,922.86	0.74	3.11	1.45	8.49	1.87	18.54	6.47	23.02	8.54	21.34	13.53					26.60	21.61
TPF II		10/1/2008	15,107,105.00	0.13	-0.55		-0.55		-12.64		-16.68		-2.99		-2.42				-4.84	
WEAVER TIPS	Barclays U.S. Treasury: US TIPS Index	7/1/2001	276,233,333.87	2.36	-0.41	-0.47	2.18	1.95	1.22	0.61	-5.66	-6.49	3.77	3.50	5.07	4.91	4.70	4.53	6.07	5.97
ABSOLUTE RETURN	**HFRI Fund of Funds Diversified Index - 1 Month Arrea**	**4/1/2010**	**1,231,765,707.66**	**10.54**	**1.90**	**1.54**	**3.25**	**2.59**	**7.61**	**5.13**	**11.08**	**7.68**	**7.24**	**2.74**					**5.98**	**3.71**
BAAM		9/1/2011	382,543,987.00	3.27	1.58		3.49		7.69		11.05								8.96	
HBK II		12/1/2013	15,401,685.00	0.13	0.72		1.70												2.68	
KNIGHTHEAD		1/1/2014	15,849,815.00	0.14	2.33		5.67												5.67	
LUXOR CAPITAL		4/1/2014	15,000,000.00	0.13															0.00	
MKP OPPORTUNITY		11/1/2013	15,034,417.57	0.13	-0.44		-2.69												0.23	
PAAMCO		9/1/2011	398,677,732.00	3.41	2.16		4.18		10.26		14.49								9.43	
PINE RIVER		5/1/2014	15,000,000.00	0.13																
PRISMA CAPITAL		9/1/2011	374,258,071.09	3.20	2.17		2.33		5.30		8.17								6.49	
REAL ESTATE	**NCREIF NFI-ODCE Net 1 Qtr in Arrears Index^**	**7/1/1984**	**415,709,015.78**	**3.56**	**3.10**	**2.94**	**3.24**	**2.94**	**5.70**	**10.21**	**8.18**	**12.90**	**9.58**	**12.53**	**8.63**	**2.71**	**6.65**	**6.17**	**5.63**	**5.98**
DIVCOWEST IV		3/1/2014	4,889,384.00	0.04	-1.18															
FHA MORTGAGES		10/1/1990	1,742,464.83	0.01	0.88		1.90		2.81		5.07		6.38		11.40		2.21		8.08	
GREENFIELD ACQ VI		12/1/2012	38,262,023.00	0.33	7.76		7.76		12.56		23.79								14.64	
H/2 CORE RE DEBT FD		10/1/2013	3,900,074.75	0.03	1.00		1.00		0.00										1.00	
H/2 CREDIT PARTNER		7/1/2011	94,643,588.64	0.81	3.27		3.27		3.33		4.67								7.19	
HARRISON STREET		5/1/2012	91,426,522.00	0.78	2.19		2.19		8.70		9.90								6.41	
MESA WEST CORE LEND		5/1/2013	52,217,532.00	0.45	1.15		1.15		3.96										3.96	
MESA WEST RE INC II		1/1/2010	22,970,816.00	0.20	0.74		0.74		1.11		5.17		18.71						8.93	
PRIMA MORTGAGE		5/1/2009	56,465,441.52	0.48	3.79		4.60		3.00		5.08		7.31		UPDATE				10.58	
RUBENSTEIN PF II		7/1/2013	4,507,719.27	0.04	3.29		4.73		1.07										1.07	
WALTON ST RE FD VI		5/1/2009	34,549,403.00	0.30	4.48		4.48		10.83		14.16		11.64		UPDATE				-35.39	
WALTON ST RE FD VII		6/1/2013	10,134,046.77	0.09	2.68		2.68		8.52										8.52	
PRIVATE EQUITY	**Russell 3000 + 4%(Qtr Lag)**	**7/1/2002**	**1,188,657,297.32**	**10.17**	**9.25**	**9.25**	**9.45**	**9.45**	**18.19**	**18.19**	**21.84**	**21.84**	**15.90**	**15.90**	**14.48**	**23.75**	**9.89**	**9.75**	**11.29**	**10.39**
CASH ACCOUNT	**Citigroup Treasury Bill-3 Month**	**1/1/1988**	**249,142,423.96**	**2.13**	**0.01**	**0.00**	**0.06**	**0.01**	**0.56**	**0.03**	**0.63**	**0.05**	**0.41**	**0.06**	**0.59**	**0.09**	**2.13**	**1.56**	**4.05**	**3.58**

KENTUCKY RETIREMENT SYSTEMS - INSURANCE FUND - NET RETURNS - 3/31/14

Structure	Benchmark	Inception	Market Value	% of Total	Month		QTD		Fiscal YTD		1 Year		3 Years		5 Years		10 Years		ITD	
TOTAL FUND	**KY Ins. Blended Index**	**4/1/1987**	**3,959,999,311.74**	**100.00**	**0.96**	**1.40**	**1.92**	**2.41**	**11.03**	**10.93**	**10.11**	**11.92**	**6.35**	**7.65**	**14.45**	**15.81**	**6.01**	**6.21**	**7.62**	**8.00**
US PUBLIC	**KY Domestic Equity Blend**	**7/1/1992**	**953,451,910.89**	**24.08**	**0.37**	**0.53**	**1.57**	**1.97**	**19.28**	**19.40**	**22.01**	**22.61**	**14.05**	**14.63**	**20.88**	**21.67**	**7.70**	**0.00**	**9.58**	**0.00**
GENEVA CAPITAL	Russell Midcap Growth Index	7/1/2012	84,255,588.16	2.13	-1.72	-1.85	-0.90	2.04	17.58	20.76	17.73	24.22							18.44	25.30
NTGI STRUCTURED	Russell 2000 Index	7/1/2011	109,152,837.27	2.76	-0.12	-0.68	1.19	1.12	21.78	21.16	25.38	24.90							16.59	15.14
RIVER ROAD	Russell 3000 Value Index	7/1/2011	10,877,933.80	0.27	1.18	2.30	0.53	2.92	13.71	17.95	17.14	21.65							14.96	16.35
S&P 500 INDEX	KY Ins. S&P Blend	7/1/2001	577,997,614.71	14.60	0.84	0.84	1.76	1.81	18.31	18.41	21.72	21.86	14.69	14.63	21.29	21.67	7.88	7.77	6.06	5.95
SASCO CAPITAL	Russell Midcap Value Index	7/1/2012	18,978,277.34	0.48	1.07	1.54	6.62	5.22	28.28	20.96	25.44	22.95							26.36	28.17
SYSTEMATIC	Russell Midcap Value Index	7/1/2012	76,295,261.34	1.93	1.49	1.54	2.54	5.22	21.82	20.96	21.68	22.95							26.29	28.17
TRANSITION ACCOUNT		9/1/2004	104.88	0.00	3.50		172.44		151.08		151.09									
WESTFIELD CAPITAL	Russell 3000 Growth Index	7/1/2011	40,767,966.59	1.03	-1.94	-1.13	1.69	1.07	25.44	20.88	27.16	23.53							17.10	15.69
WESTWOOD MGMT	Russell 3000 Value Index	7/1/2011	35,126,326.80	0.89	0.59	2.30	2.01	2.92	17.43	17.95	22.04	21.65							13.96	16.35
EQUITY NON US	**KRS Ins.Int'l Eq Blend**	**4/1/2000**	**788,480,026.44**	**19.91**	**0.37**	**0.32**	**0.30**	**0.61**	**16.15**	**16.17**	**14.38**	**12.81**	**3.51**	**4.71**	**14.60**	**15.57**	**6.79**	**6.53**	**2.81**	**2.30**
BLACKROCK ACWI EX-US	MSCI All Country World Ex United States Net Index	6/1/2012	248,838,181.47	6.28	0.27	0.26	0.49	0.51	15.87	15.92	11.73	12.31							19.56	19.91
BLACKROCK ACWI EX-US SM (	MSCI AC World ex USA Small Cap Net Index	7/1/2013	57,338,235.16	1.45	0.12	0.13	3.37	3.47	24.23	21.66									24.23	21.66
BOSTON CO NON-US VALUE	KY MSCI ACWI EX USA GD	6/1/2008	242,702,047.33	6.13	0.76	0.32	0.08	0.61	15.25	16.17	15.82	12.81	3.12	5.10	13.38	15.25			1.31	0.42
PYRAMIS NON-US GROWTH	KY MSCI ACWI EX USA GD	8/1/2001	239,601,562.48	6.05	0.08	0.32	-0.44	0.61	15.48	16.17	14.36	12.81	5.67	5.10	15.67	15.25	6.87	6.41	7.02	6.19
EQ EMERGING MKT	**MSCI Emerging Markets Index**	**7/1/2011**	**151,879,242.11**	**3.84**	**2.65**	**3.09**	**-0.74**	**-0.37**	**6.14**	**7.48**	**-2.59**	**-1.07**							**0.61**	**-2.39**
ABERDEEN	MSCI Emerging Markets Index	4/1/2008	48,640,392.43	1.23	5.64	3.09	1.37	-0.37	3.33	7.48	-4.85	-1.07	2.29	-2.54	20.91	14.83			7.64	0.98
BLACKROCK EMERG MKTS	MSCI Emerging Markets Net Dividend Index	7/1/2013	56,123,322.12	1.42	3.05	3.07	-0.61	-0.43	7.10	7.24									7.10	7.24
WELLINGTON	MSCI Emerging Markets Index	4/1/2008	47,115,527.56	1.19	-1.61	3.09	-3.97	-0.37	7.13	7.48	-1.85	-1.07	-3.15	-2.54	12.58	14.83			0.37	0.98
PUBLIC EQUITY	**Global Equity Blended Index**	**7/1/1992**	**1,893,811,179.44**	**47.82**	**0.53**	**0.64**	**0.89**	**1.17**	**16.98**	**16.97**	**16.78**	**16.00**	**8.32**	**8.63**	**17.35**	**18.00**	**6.59**	**6.32**	**9.02**	**8.80**
FIXED INCOME	**KRS Ins. Fixed Blended Index**	**7/1/1992**	**783,724,834.95**	**19.79**	**0.02**	**-0.09**	**2.03**	**1.95**	**4.21**	**2.94**	**1.37**	**0.51**	**5.75**	**4.58**	**6.21**	**5.56**	**5.27**	**4.85**	**6.89**	**6.65**
COLUMBIA	Barclays U.S. Corporate High Yield	11/1/2011	52,469,073.85	1.32	0.06	0.24	3.19	2.98	8.49	9.10	6.80	7.54							10.78	11.01
LOOMIS	Barclays U.S. Corporate High Yield	11/1/2011	54,457,761.44	1.38	0.03	0.24	4.02	2.98	9.14	9.10	5.64	7.54							12.43	11.01
MANULIFE ASSET MGMT	Barclays Multiverse Index	12/1/2011	48,241,540.49	1.22	0.18	-0.04	1.82	2.43	5.10	5.05	2.84	2.19							6.91	2.44
NISA	Barclays U.S. Aggregate Bond Index	7/1/2011	188,318,113.09	4.76	-0.16	-0.17	1.92	1.84	2.34	2.28	-0.12	-0.10							3.33	3.24
PIMCO	PIMCO Blended Index	4/1/2011	319,942,394.28	8.08	-0.20	0.10	1.77	1.91	2.75	3.12	-1.52	0.28	UPDATE						3.79	4.25
SHENKMAN CAP	Shenkman Blended Index	7/1/2011	41,331,186.98	1.04	0.18	0.28	1.51	2.05	9.15	6.57	8.61	5.90							7.69	7.46
STONE HARBOR	JP Morgan Emerging Markets Bond Index GD	7/1/2011	30,562,541.96	0.77	1.57	1.37	3.43	3.73	3.00	6.56	-3.77	0.56							3.76	6.29
WATERFALL	Opportunistic FI Blended Index	7/1/2011	48,402,222.86	1.22	0.83	0.18	1.99	1.95	8.96	5.67	12.42	4.91							13.58	6.07
REAL RETURN	**INSURANCE REAL RET CUSTOM BM**	**7/1/2011**	**401,614,597.51**	**10.14**	**0.31**	**-0.24**	**3.18**	**1.80**	**3.71**	**1.45**	**-2.47**	**2.53**							**4.92**	**3.82**
AMERRA AGRI FUND II		12/1/2012	13,480,931.69	0.34	1.85		1.85		4.70		6.37								1.43	
INTERNAL TIPS	Barclays U.S. Treasury: US TIPS Index	10/1/2003	223,001,329.77	5.63	-0.47	-0.47	1.94	1.95	1.56	0.61	-5.53	-6.49	3.74	3.50	5.05	4.91	4.72	4.53	5.27	4.97
MAGNETAR MTP		7/1/2013	24,963,231.00	0.63	0.79	-1.51	3.25	-1.51	6.40	-1.51	0.00	-1.51		-1.51		-1.51		-1.51	6.40	-1.51
PIMCO ALL-ASSET	Barclays U.S. Treasury Inflation Notes: 1-10 Year	12/1/2011	112,206,336.93	2.83	0.96	-0.66	4.89	1.03	6.73	0.63	2.25	-4.93							7.99	0.01
TORTOISE CAP	Alerian MLP Index	8/1/2009	26,284,202.12	0.66	3.11	1.45	8.04	1.87	18.04	6.47	22.48	8.54	21.92	13.53					26.99	21.61
TPF II		10/1/2008	1,678,566.00	0.04	-0.55		-0.55		-12.64		-16.68		-2.99		-2.42				-4.84	
REAL ESTATE	**NCREIF NFI-ODCE Net 1 Qtr in Arrears Index^**	**5/1/2009**	**149,231,013.47**	**3.77**	**1.24**	**2.94**	**1.48**	**2.94**	**4.76**	**10.21**	**7.52**	**12.90**	**8.94**	**12.53**	UPDATE				**8.79**	**2.76**
DIVCOWEST IV		3/1/2014	2,162,612.00	0.05	-1.20															
GREENFIELD ACQ VI		12/1/2012	16,817,425.00	0.42	7.76		7.76		12.56		23.85								14.63	
H/2 CORE RE DEBT FD		10/1/2013	1,645,056.20	0.04	1.00		1.00												1.00	
H/2 CREDIT PARTNER		7/1/2011	26,933,754.34	0.68	3.27		3.27		3.31		4.64								7.14	
HARRISON STREET		5/1/2012	30,833,327.00	0.78	3.19		3.19		7.35		8.39								5.47	
MESA WEST CORE LEND		5/1/2013	23,508,841.00	0.59	1.14		1.14		3.94										3.94	
MESA WEST RE INC II		1/1/2010	2,552,311.00	0.06	0.74		0.74		1.11		5.17		18.71						8.93	
PRIMA MORTGAGE		5/1/2009	34,490,817.31	0.87	-4.92		-4.13		0.63		2.67		6.27		UPDATE				9.97	
RUBENSTEIN PF II		7/1/2013	1,993,799.27	0.05	3.29		4.73		1.07										1.07	
WALTON ST RE FD VI		5/1/2009	3,838,822.00	0.10	4.48		4.48		10.83		14.16		11.64		UPDATE				-35.39	
WALTON ST RE FD VII		7/1/2013	4,454,248.35	0.11	2.68		2.68		8.52		0.00								8.52	
ABSOLUTE RETURN	**HFRI Fund of Funds Diversified Index - 1 Month Arrears**	**4/1/2010**	**406,283,981.82**	**10.26**	**1.84**	**1.54**	**3.18**	**2.59**	**7.53**	**5.13**	**10.97**	**7.68**	**7.15**	**2.74**					**5.83**	**3.71**
BAAM		9/1/2011	128,187,038.00	3.24	1.52		3.43		7.63		10.95								8.99	
HBK II		12/1/2013	5,133,896.00	0.13	0.72		1.70												2.68	
KNIGHTHEAD		1/1/2014	5,283,272.00	0.13	2.33		5.67												5.67	
LUXOR CAPITAL		4/1/2014	5,000,000.00	0.13															0.00	
MKP OPPORTUNITY		11/1/2013	5,011,472.45	0.13	-0.44		-2.69												0.23	
PAAMCO		9/1/2011	125,913,824.00	3.18	2.15		4.17		10.24		14.43								9.45	
PINE RIVER		5/1/2014	5,000,000.00	0.13																
PRISMA CAPITAL PAR		9/1/2011	126,754,479.37	3.20	2.06		2.23		5.19		8.04								6.52	
PRIVATE EQUITY	**Russell 3000 + 4% (Qtr Lag)**	**7/1/2002**	**225,846,112.16**	**5.70**	**8.17**	**8.17**	**8.24**	**8.24**	**17.10**	**17.10**	**20.59**	**20.59**	**14.13**	**14.13**	**16.46**	**23.63**	**8.64**	**9.17**	**8.84**	**9.61**
CASH ACCOUNT	**Citigroup Treasury Bill-3 Month**	**7/1/1992**	**99,387,560.23**	**2.51**	**0.02**	**0.00**	**0.04**	**0.01**	**0.18**	**0.03**	**0.25**	**0.05**	**0.31**	**0.06**	**0.29**	**0.09**	**1.95**	**1.56**	**3.04**	**2.91**

KENTUCKY RETIREMENT SYSTEMS - PENSION & INSURANCE - PLAN PERFORMANCE & ALLOCATION - 12/31/13



KRS - PENSION

	Month	FYTD	1 YR	3 YR	5 YR	10 YR	ITD
KERS	**1.94**	**11.63**	**11.25**	**7.92**	**13.52**	**6.38**	**9.57**
KERS Plan Index	1.33	11.21	12.31	8.05	13.93	6.45	9.68
KERS-H	**1.52**	**11.66**	**11.29**	**7.93**	**13.53**	**6.39**	**9.57**
KHAZ Plan Index	1.50	11.33	12.43	8.09	13.96	6.46	9.68
CERS	**1.36**	**11.57**	**11.19**	**7.90**	**13.51**	**6.38**	**9.57**
CERS Plan Index	1.50	11.33	12.43	8.09	13.96	6.46	9.68
CERS-H	**1.37**	**11.51**	**11.13**	**7.88**	**13.50**	**6.37**	**9.57**
CHAZ Plan Index	1.50	11.33	12.43	8.09	13.96	6.46	9.68
SPRS	**1.53**	**11.69**	**11.32**	**7.94**	**13.53**	**6.39**	**9.58**
SPRS Plan Index	1.50	11.31	12.41	8.08	13.95	6.46	9.68

KRS - INSURANCE

	Month	FYTD	1 YR	3 YR	5 YR	10 YR	ITD
KERS INS	**1.01**	**10.50**	**9.63**	**6.30**	**14.41**	**6.00**	**7.81**
INS KERS Plan Index	1.41	11.26	12.25	7.76	15.88	6.24	8.01
KERS-H INS	**0.98**	**11.22**	**10.35**	**6.53**	**14.56**	**6.07**	**7.84**
INS KHAZ Plan Index	1.41	11.28	12.27	7.77	15.88	6.25	8.01
CERS INS	**0.94**	**11.10**	**10.23**	**6.49**	**14.54**	**6.06**	**7.83**
INS CERS Plan Index	1.41	11.28	12.27	7.77	15.88	6.25	8.01
CERS-H INS	**0.95**	**11.07**	**10.20**	**6.48**	**14.53**	**6.05**	**7.83**
INS CHAZ Plan Index	1.41	11.28	12.27	7.77	15.88	6.25	8.01
SPRS INS	**1.02**	**11.15**	**10.28**	**6.50**	**14.55**	**6.06**	**7.83**
INS SPRS Plan Index	1.41	11.28	12.27	7.77	15.88	6.25	8.01