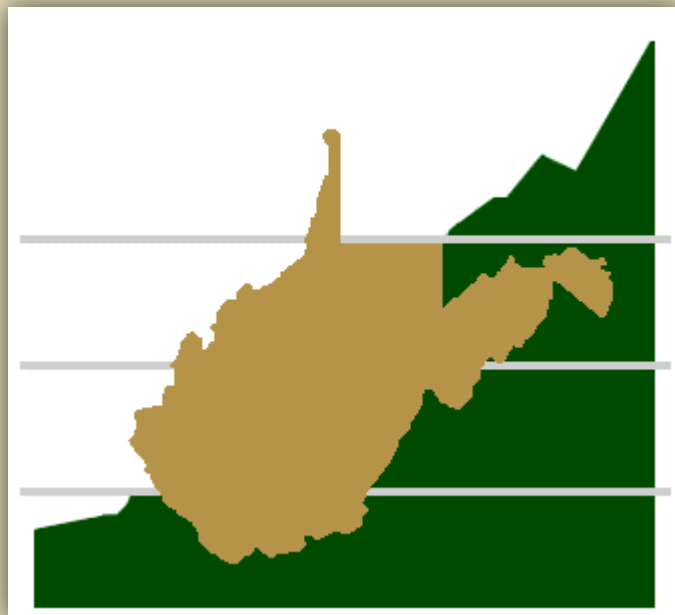


**West Virginia**

**Investment Management Board**



**Financial Statements**

**August 31, 2010**



# West Virginia Investment Management Board

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## Financial Statements—Unaudited

August 31, 2010

### ORDER OF PRESENTATION

Large Cap Domestic Equity

Non-Large Cap Domestic Equity

International Qualified

International Nonqualified

International Equity

Short-Term Fixed Income

Total Return Fixed Income

Core Fixed Income

TRS Annuity

Private Equity

Private Real Estate

Hedge Fund



**Financial Statements - Unaudited**

**August 31, 2010**



# Large Cap Domestic Equity Pool

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## Financial Statements - Unaudited August 31, 2010

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# Large Cap Domestic Equity Pool

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## Statement of Assets and Liabilities - Unaudited

August 31, 2010

(Amounts in thousands, except unit data)

### Assets

Investment securities at fair value	\$	1,805,801
Cash		8,998
Collateral for securities loaned at fair value (Note 4)		72,448
Receivables:		
Investments sold		81,397
Dividends		5,324
Securities lending income		19
		<u>19</u>
<b>Total assets</b>		<b>1,973,987</b>

### Liabilities

Accrued expenses		614
Payable for investments purchased		644
Payable upon return of securities loaned (Note 4)		75,754
Unrealized loss on futures contracts (Note 6)		1,478
		<u>1,478</u>
<b>Total liabilities</b>		<b>78,490</b>

**Net assets** \$ 1,895,497

### Analysis of net assets

Paid-in capital	\$	1,700,334
Accumulated undistributed net investment income		269,732
Accumulated undistributed net realized loss from investments		(46,432)
Unrealized net depreciation of investments		(28,137)
		<u>(28,137)</u>
<b>Net assets</b>	<b>\$</b>	<b><u><u>1,895,497</u></u></b>

### Unit data

Units outstanding		185,951,623
Net asset value, unit price	\$	<u><u>10.19</u></u>

See accompanying notes to financial statements.



# Large Cap Domestic Equity Pool

## Schedule of Investments in Securities - Unaudited

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
<b>Equity Securities</b>			
<i>Basic Materials</i>			
Air Products and Chemicals Inc	19,400	\$ 1,421	\$ 1,436
Airgas Inc	8,300	414	546
Alcoa Inc	92,100	1,196	941
Allegheny Technologies Inc	74,800	3,308	3,046
Ball Corporation	8,300	374	465
Bemis Company Inc	9,000	210	260
CF Industries Holdings Inc	7,100	572	657
Cliffs Natural Resources Inc	86,100	4,162	5,268
CONSOL Energy Inc	22,200	967	715
Dow Chemical Company	129,400	3,420	3,153
DuPont EI de Nemours Co	149,900	4,204	6,111
Eastman Chemical Company	13,700	678	843
Ecolab Inc	22,800	1,057	1,081
FMC Corporation	6,500	357	405
Freeport-McMoRan Copper & Gold	43,500	2,854	3,132
International Paper Company	42,800	832	876
Intl Flavors & Fragrances Inc	45,300	1,922	2,070
Massey Energy Company	45,900	1,412	1,320
MeadWestvaco Corp	74,400	1,778	1,619
Monsanto Company	50,000	3,859	2,633
Newmont Mining Corp	44,600	2,068	2,735
Nucor Corporation	30,800	1,414	1,133
Owens-Illinois Inc	15,300	381	383
Pactiv Corporation	11,400	166	366
Peabody Energy Corp	27,500	1,030	1,177
PPG Industries Inc	68,000	4,008	4,476
Praxair Inc	28,200	2,278	2,426
Sealed Air Corporation	13,700	268	281
Sigma-Aldrich Corporation	11,500	621	611
Titanium Metals Corp	72,100	1,247	1,309
United States Steel Corp	23,900	1,039	1,016
Vulcan Materials	12,000	645	441
Weyerhaeuser Company	81,007	1,840	1,272
<i>Total Basic Materials - 2.9%</i>		52,002	54,203
<i>Capital Goods</i>			
3M Co	125,200	9,261	9,834
AK Steel Holding Corporation	11,600	233	148
Apollo Group	11,500	765	489
Avery Dennison Corp	32,900	1,049	1,070
Block H&R Inc	52,400	959	672
Boeing Company	154,200	9,389	9,426
C H Robinson Worldwide Inc	16,300	927	1,059
Caterpillar Inc	96,200	5,344	6,268
Cintas Corp	11,300	341	288
CSX Corp	44,100	1,841	2,200
Cummins Engine Company Inc	28,500	1,353	2,121
Danaher Corp	47,600	1,640	1,729
Deere & Company	58,200	2,862	3,682
Donnelley & Sons	35,700	677	540
Dover Corp	54,000	1,957	2,417
Dun & Bradstreet Corp	4,700	352	310
Eaton Corporation	51,200	3,240	3,557
Emerson Electric Co	93,200	3,969	4,348
Equifax Inc	51,200	1,499	1,509
Expeditors Intl of Washington	21,000	727	832
Fastenal Company	43,900	2,016	1,987
FedEx Corp	67,200	5,277	5,245
Flowserve Corp	7,400	674	661
Fluor Corporation	17,600	876	786
General Dynamics Corp	64,500	4,037	3,604

See accompanying notes to financial statements.

# Large Cap Domestic Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
General Electric Company	2,083,775	46,523	30,173
Goodrich BF Company	83,500	4,740	5,718
Grainger WW Inc	30,100	2,500	3,184
Honeywell International Inc	116,700	4,594	4,558
Illinois Tool Works Inc	39,800	1,716	1,642
Iron Mountain Inc	15,900	413	322
ITT Industries Inc	15,900	800	676
Jacobs Engineering Group Inc	11,300	519	392
L-3 Communications Hldgs Inc	42,200	3,184	2,811
Lockheed Martin Corp	38,800	2,853	2,697
Masco Corporation	43,200	525	453
Monster Worldwide Inc	13,300	237	147
Norfolk Southern Corp	61,300	3,017	3,291
Northrop Grumman Corp	86,600	4,839	4,687
PACCAR Inc	43,300	1,647	1,774
Pall Corporation	10,300	346	352
Parker-Hannifin Corporation	25,900	1,424	1,532
Pitney Bowes Inc	17,500	398	337
Precision Castparts Corp	43,400	4,606	4,912
Priceline.com Inc	16,310	3,267	4,754
Raytheon Company	105,500	5,022	4,634
Republic Services Inc	41,500	1,136	1,221
Robert Half International Inc	13,600	340	293
Rockwell Automation Inc	100,400	4,357	5,134
Rockwell Collins	75,400	3,697	4,066
Roper Industries Inc	8,400	465	488
Ryder System Inc	4,500	153	173
Southwest Airlines Co	571,400	6,878	6,314
Stanley Black & Decker Inc	62,484	3,148	3,352
Textron Inc	27,300	527	466
Tyco International Ltd	46,600	1,785	1,737
Union Pacific Corp	62,900	3,734	4,588
United Parcel Service Inc	100,100	5,716	6,386
United Technologies Corp	161,000	10,275	10,499
Waste Management Inc	68,100	2,100	2,253
<i>Total Capital Goods - 10.1%</i>		198,746	190,798
<i>Communication Services</i>			
American Tower Corporation	52,800	2,057	2,474
AT&T Inc	1,331,829	39,348	35,999
CenturyTel Inc	124,605	3,857	4,506
Frontier Communications Corp	219,759	1,769	1,699
Metropcs Communications Inc	59,000	547	527
Qwest Communications Intl Inc	692,500	3,628	3,913
Sprint Nextel Corporation	290,800	1,430	1,181
Verizon Communications	375,149	11,970	11,078
Windstream Corp	125,000	1,267	1,439
<i>Total Communication Services - 3.3%</i>		65,873	62,816
<i>Consumer Discretionary</i>			
Abercrombie & Fitch Co	10,300	336	356
Amazon.com Inc	62,500	6,086	7,802
AutoNation Inc	10,000	180	226
AutoZone Inc	8,600	1,633	1,804
Bed Bath & Beyond Inc	30,600	1,128	1,101
Best Buy Co Inc	33,800	1,312	1,061
Big Lots Inc	14,600	427	456
CarMax Inc	41,300	850	823
Carnival Corp	44,300	1,467	1,381
CBS Corp	80,000	1,021	1,106
Coach Inc	56,500	1,851	2,025
Comcast Corp	347,950	6,199	5,948
CVS Caremark Corp	223,276	6,855	6,024

See accompanying notes to financial statements.

# Large Cap Domestic Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

*(Amounts in thousands, except share data)*

Security Name	Shares	Cost	Fair Value
Darden Restaurants Inc	59,900	2,305	2,471
DeVry Inc	34,400	2,154	1,311
DIRECTV Group Inc	178,000	5,294	6,746
Discovery Communications Inc	41,000	1,291	1,548
Disney Walt Company	296,600	7,844	9,651
DR Horton Inc	23,900	277	245
Eastman Kodak Co	28,400	142	99
Expedia Inc	20,100	410	459
Family Dollar Stores	46,600	1,634	1,994
Ford Motor Company	862,700	7,618	9,736
Fortune Brands Inc	24,900	1,062	1,115
GameStop Corp	13,200	352	237
Gannett Co Inc	157,400	2,316	1,903
Gap Inc	52,700	900	890
Genuine Parts Company	22,300	871	935
Goodyear Tire & Rubber Co	20,800	355	192
Harley-Davidson Inc	27,400	623	667
Harman Intl Industries Inc	17,900	626	558
Hasbro Inc	61,400	2,394	2,478
Home Depot Inc	279,300	7,574	7,770
International Game Technology	28,400	609	415
Interpublic Group of Co Inc	42,400	338	362
Johnson Controls Inc	111,100	2,977	2,947
Kohl's Corporation	28,000	1,553	1,314
Leggett & Platt Inc	39,400	740	755
Lennar Corporation	16,300	234	214
Limited Inc	225,400	4,613	5,319
Lowe's Corp Inc	175,700	3,693	3,563
Macy's Inc	55,900	873	1,085
Marriott International Inc	32,780	963	1,048
Mattel Inc	121,600	2,456	2,552
McDonald's Corporation	184,800	11,035	13,501
McGraw-Hill Companies Inc	79,400	2,118	2,195
Meredith Corp	11,200	333	328
New York Times Company	51,500	527	370
Newell Rubbermaid Inc	69,700	907	1,046
News Corp	424,500	5,030	5,332
Nike Inc	71,100	4,384	4,977
Office Depot Inc	29,100	188	99
Omnicom Group Inc	32,600	1,210	1,141
O'Reilly Automotive Inc	33,800	1,489	1,598
Penney JC & Company	22,400	698	448
Polo Ralph Lauren Corporation	39,000	3,032	2,954
Pulte Corporation	28,100	309	226
RadioShack Corp	15,300	236	283
Ross Stores Inc	12,100	537	601
Sears Holding Corp	37,300	2,704	2,311
Sherwin-Williams Co	15,400	990	1,084
Snap-On Inc	12,100	487	499
Staples Inc	78,800	1,800	1,400
Starbucks Corp	232,600	4,351	5,345
Starwood Hotels & Resorts Inc	66,300	2,641	3,098
Target Corp	117,100	5,664	5,991
Tiffany & Co	51,100	2,241	2,025
Time Warner Cable Inc	70,312	3,022	3,626
Time Warner Inc	109,666	2,836	3,288
TJX Companies Inc	84,200	2,748	3,342
Urban Outfitters Inc	59,800	2,062	1,813
VF Corp	11,300	821	797
Viacom Inc	186,800	5,208	5,869
Washington Post Company	1,100	496	396
Whirlpool Corporation	40,700	3,429	3,018
Wyndham Worldwide Corporation	45,900	829	1,064

*See accompanying notes to financial statements.*

# Large Cap Domestic Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Wynn Resorts Limited	22,800	1,862	1,838
Yum Brands Inc	59,000	2,130	2,460
<i>Total Consumer Discretionary - 9.8%</i>		172,790	185,055
<i>Consumer Staples</i>			
Altria Group Inc	365,320	7,201	8,154
Archer-Daniels-Midland Co	58,500	1,526	1,802
Avon Products Inc	49,700	1,623	1,446
Brown Forman Corp	47,300	2,760	2,899
Campbell Soup Co	66,400	2,296	2,474
Clorox Company	24,800	1,525	1,608
Coca-Cola Company	431,200	22,700	24,097
Coca-Cola Enterprises	53,100	1,112	1,511
Colgate-Palmolive Co	85,900	6,383	6,343
ConAgra Foods Inc	115,100	2,578	2,485
Constellation Brands Inc	107,500	1,771	1,791
Costco Wholesale Corp	56,600	3,269	3,198
Dean Foods Company	19,100	367	195
Dr Pepper Snapple Group	109,700	3,034	4,039
Estee Lauder Companies Inc	99,700	5,624	5,590
General Mills Inc	197,100	6,700	7,127
Heinz HJ Company	86,200	3,699	3,986
Hershey Foods Corp	33,900	1,487	1,575
Hormel Foods Corp	25,700	1,056	1,109
Kellogg Company	64,900	3,195	3,224
Kimberly Clark Corporation	44,000	2,463	2,834
Kraft Foods Inc	222,200	6,079	6,646
Kroger Co	66,300	1,687	1,308
Lorillard, Inc	20,400	1,442	1,551
McCormick & Company Inc	47,000	1,788	1,874
Mead Johnson Nutrition Co-A	129,609	5,811	6,764
Molson Coors Brewing Co	14,900	721	649
Pepsico Inc	307,764	18,393	19,752
Philip Morris International	307,020	14,185	15,769
Procter & Gamble Company	558,232	33,003	33,310
Reynolds American Inc	98,200	5,084	5,356
Safeway Inc	84,400	1,682	1,586
Sara Lee Corp	471,100	6,423	6,803
Smucker JM Company	65,800	3,622	3,848
Supervalu Inc	17,300	258	168
Sysco Corp	112,100	3,004	3,082
Tyson Foods, Inc	193,500	2,866	3,170
Walgreen Co	97,800	3,529	2,629
Wal-Mart Stores	354,000	18,541	17,750
Whole Foods Market Inc	65,600	1,966	2,282
<i>Total Consumer Staples - 11.7%</i>		212,453	221,784
<i>Energy</i>			
Anadarko Petroleum Corp	80,000	4,006	3,679
Apache Corporation	34,600	3,300	3,109
Baker Hughes Inc	65,042	2,972	2,444
Cabot Oil & Gas Corporation	9,300	301	259
Cameron International Corp	27,800	947	1,022
Chesapeake Energy Corp	63,400	1,738	1,311
ChevronTexaco Corp	385,055	29,144	28,525
ConocoPhillips	231,780	13,146	12,152
Denbury Resources Inc	93,800	1,436	1,383
Devon Energy Corporation	41,300	2,752	2,490
Diamond Offshore Drilling Inc	6,600	636	384
El Paso Corporation	69,300	561	789
EOG Resources Inc	24,800	2,105	2,154
Exxon Mobil Corporation	1,072,994	75,203	63,425
First Solar Inc	4,600	702	588

See accompanying notes to financial statements.

# Large Cap Domestic Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
FMC Technologies Inc	16,400	862	1,014
Halliburton Company	120,900	2,979	3,411
Helmerich & Payne Inc	9,900	401	367
Hess Corp	28,400	1,439	1,427
Marathon Oil Corp	65,000	1,977	1,982
Murphy Oil Corporation	17,100	968	916
Nabors Industries Ltd	26,800	562	420
National-Oilwell Varco Inc	37,800	1,432	1,422
Noble Energy Inc	17,100	1,112	1,193
Occidental Petroleum Corp	102,700	7,564	7,505
Pioneer Natural Resources Co	64,700	3,360	3,741
QEP Resources Inc	21,600	545	627
Range Resources Corporation	15,000	743	507
Rowan Companies Inc	9,800	226	252
Schlumberger Ltd	255,712	15,487	13,637
Spectra Energy Corp	127,700	2,388	2,597
Sunoco Inc	43,300	1,456	1,458
Tesoro Petroleum Corporation	14,800	212	166
Valero Energy Corporation	88,200	1,617	1,391
Williams Companies Inc	92,300	1,667	1,673
<i>Total Energy - 8.9%</i>		185,946	169,420
<i>Financial Services</i>			
Ace Ltd	56,700	3,073	3,032
AFLAC Inc	104,200	4,727	4,923
Allstate Corp	63,700	1,962	1,758
American Express	236,400	7,661	9,425
American International Group	11,400	493	387
Ameriprise Financial Inc	89,100	2,634	3,883
Aon Corporation	31,700	1,261	1,149
Apartment Investment & Mgmt Co	96,000	1,870	1,962
Assurant Inc	16,400	509	600
Avalonbay Communities Inc	22,000	1,890	2,315
Bank of America Corporation	1,334,777	26,744	16,631
Bank of New York Mellon Corp	122,900	4,362	2,982
BB&T Corporation	161,700	4,204	3,577
Berkshire Hathaway Inc	198,396	14,757	15,630
Boston Properties Inc	17,900	1,203	1,457
Capital One Financial Corp	67,200	2,226	2,545
CB Richard Ellis Grp Inc	64,200	640	1,054
Chubb Corp	41,100	2,088	2,266
Cincinnati Financial Corp	80,600	2,190	2,150
Citigroup Inc	2,099,307	13,143	7,786
CME Group Inc	8,200	2,485	2,035
Comerica Inc	129,700	4,302	4,463
Discover Financial Services	52,800	849	766
E*Trade Group Inc	16,820	291	209
Equity Residential Prop Trust	99,300	3,987	4,551
Federated Investors Inc	9,400	248	196
Fifth Third Bancorp	519,900	5,429	5,740
First Horizon National Corp	41,120	466	414
Franklin Resources Inc	47,300	4,387	4,565
Genworth Financial Inc	363,500	4,482	3,940
Goldman Sachs Group Inc	64,300	9,011	8,805
Hartford Financial Services Gp	43,500	1,181	877
HCP Inc	32,600	965	1,148
Health Care Inc	11,200	471	514
Host Hotels & Resorts Inc	151,289	1,905	1,991
Hudson City Bancorp Inc	44,500	743	513
Huntington Bancshares Inc	567,100	2,704	3,004
Intercontinental Exchange Inc	6,900	657	659
Invesco Limited	46,000	776	834
Janus Capital Group Inc	19,300	270	175

See accompanying notes to financial statements.

# Large Cap Domestic Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
JPMorgan Chase & Co	597,353	22,443	21,720
KeyCorp	256,700	1,932	1,892
Kimco Realty Corporation	91,800	1,203	1,369
Legg Mason Inc	14,700	457	372
Leucadia National Corporation	17,100	424	365
Lincoln National Corp	68,000	1,559	1,589
Loews Corp	152,400	5,345	5,355
M & T Bank Corporation	56,500	4,361	4,839
Marsh & McLennan Co Inc	52,800	1,291	1,252
Marshall & Ilsley Corporation	326,300	2,208	2,137
MasterCard Inc	18,200	3,918	3,610
MetLife Inc	101,200	3,731	3,810
Moody's Corp	17,900	432	378
Morgan Stanley Dean Witter Co	128,500	4,268	3,173
Nasdaq Stock Market Inc	24,900	510	446
Nordstrom Inc	37,300	1,145	1,079
Northern Trust Corp	21,400	1,228	987
NYSE Euronext	33,400	956	927
People's United Financial Inc	33,300	507	423
Plum Creek Timber Co Inc	65,500	2,264	2,258
PNC Financial Services Group	115,800	5,859	5,905
Principal Financial Group Inc	31,500	771	726
Progressive Corp	77,200	1,240	1,529
ProLogis Trust	41,800	492	454
Prudential Financial Inc	71,200	3,341	3,603
Public Storage Inc	29,700	2,529	2,911
Regions Financial Corp	728,800	4,661	4,686
Schwab Charles Corp	88,200	1,578	1,125
Simon Property Group	39,302	2,780	3,555
SLM Corp	189,400	1,823	2,093
State Street Corp	45,400	2,248	1,593
SunTrust Banks Inc	133,700	3,132	3,010
T Rowe Price Associates Inc	26,300	1,208	1,152
Torchmark Corporation	34,300	1,701	1,693
Travelers Cos Inc	85,600	3,836	4,194
UnumProvident Corp	40,800	776	818
US Bancorp	331,700	7,642	6,899
Ventas Inc	41,100	1,618	2,076
Visa Inc-Class A Shares	99,000	8,563	6,829
Vornado Realty Trust	17,340	1,167	1,406
Wells Fargo & Company	743,300	19,277	17,505
XL Group PLC	91,000	1,367	1,630
Zions Bancorporation	108,900	2,099	2,006
<i>Total Financial Services - 14.0%</i>		283,136	266,290
<i>Health Care</i>			
Abbott Laboratories	276,000	13,972	13,618
Aetna Inc	84,500	2,449	2,258
Allergan Inc	34,900	1,970	2,144
AmerisourceBergen Corp	205,700	5,613	5,611
Amgen Inc	109,500	5,921	5,589
Bard CR Inc	26,200	2,056	2,013
Baxter International Inc	76,300	4,169	3,247
Becton Dickinson & Company	42,800	2,955	2,919
Biogen Idec Inc	50,200	2,592	2,701
Boston Scientific Corp	148,900	1,375	773
Bristol-Myers Squibb Company	356,442	7,902	9,296
Cardinal Health Inc	208,100	6,779	6,235
CareFusion Corporation	133,200	3,199	2,874
Celgene Corporation	66,100	3,691	3,402
Cephalon Inc	57,500	3,319	3,255
Cerner Corporation	7,500	652	546
CIGNA Corporation	148,900	4,555	4,798

See accompanying notes to financial statements.

# Large Cap Domestic Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Coventry Health Care Inc	72,300	1,572	1,399
DaVita Inc	58,700	3,665	3,793
DENTSPLY International Inc	13,800	459	383
Express Scripts Inc	147,500	6,123	6,283
Forest Laboratories Inc	25,500	742	696
Genzyme Corporation	28,500	1,654	1,998
Gilead Sciences Inc	77,100	3,491	2,454
Hospira Inc	126,700	6,179	6,507
Humana Inc	104,600	4,549	4,999
Intuitive Surgical Inc	20,900	6,529	5,539
Johnson & Johnson	563,100	34,151	32,108
King Pharmaceuticals Inc	107,400	1,049	935
Laboratory Corp of Amer Hldgs	9,600	644	697
Life Technologies Corp	48,600	2,370	2,079
Lilly Eli and Company	99,900	3,624	3,356
McKesson HBOC Inc	87,700	5,367	5,091
Medco Health Solutions Inc	133,200	6,542	5,792
Medtronic Inc	193,900	7,776	6,098
Merck & Co Inc	638,780	21,619	22,460
Mylan Laboratories Inc	274,400	4,567	4,709
Patterson Companies Inc	86,000	2,453	2,173
PerkinElmer Inc	87,100	1,831	1,830
Pfizer Inc	1,633,283	34,467	25,986
Quest Diagnostics Inc	20,900	1,054	909
St Jude Medical Inc	31,900	1,230	1,103
Stericycle Inc	13,500	756	884
Stryker Corporation	142,800	7,187	6,168
Tenet Healthcare Corporation	34,600	204	136
Thermo Electron Corporation	69,900	3,191	2,944
UnitedHealth Group Inc	203,100	5,747	6,442
Varian Medical Systems Inc	86,300	4,392	4,595
Waters Corporation	48,800	3,026	2,953
Watson Pharmaceuticals Inc	30,800	1,124	1,327
WellPoint Inc	137,900	6,888	6,848
Zimmer Holdings Inc	67,000	3,823	3,160
<i>Total Health Care - 13.5%</i>		273,214	256,113
<i>Technology</i>			
Adobe Systems Inc	47,400	1,552	1,313
Advanced Micro Devices Inc	282,600	1,698	1,585
Agilent Technologies Inc	267,200	8,420	7,206
Akamai Technologies Inc	74,800	2,792	3,446
Altera Corporation	58,500	1,085	1,442
Amphenol Corp	16,200	608	660
Analog Devices Inc	26,600	743	742
Apple Computer Inc	153,900	24,387	37,413
Applied Materials Inc	121,800	1,605	1,263
Autodesk Inc	36,000	963	998
Automatic Data Processing Inc	59,200	2,370	2,286
BMC Software Inc	18,000	581	649
Broadcom Corp	43,800	1,268	1,312
CA Inc	38,500	671	693
Cisco Systems Inc	1,119,990	23,821	22,383
Citrix Systems Inc	81,100	3,206	4,699
Cognizant Tech Solutions Corp	133,500	5,113	7,690
Computer Sciences Corp	22,200	1,084	884
Compuware Corporation	25,100	184	180
Corning Inc	152,700	2,677	2,394
Dell Inc	205,600	2,986	2,420
eBay Inc	119,600	2,772	2,778
Electronic Arts Inc	30,500	584	465
EMC Corporation	324,600	4,694	5,921
Fidelity Ntl Information Svcs	23,300	555	602

See accompanying notes to financial statements.

# Large Cap Domestic Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Fiserv Inc	15,100	723	755
FLIR Systems Inc	26,800	755	673
Google Inc	46,700	22,739	21,016
Harris Corporation	88,700	3,962	3,732
Hewlett-Packard Company	546,700	23,130	21,021
Intel Corporation	952,600	19,233	16,828
International Business Machs	261,800	27,543	32,235
Intuit Inc	32,200	906	1,376
Jabil Circuit Inc	34,500	436	354
JDS Uniphase Corporation	194,000	1,848	1,783
Juniper Networks Inc	57,200	1,478	1,556
KLA-Tencor Corporation	16,100	569	451
Lexmark International Inc	66,000	2,266	2,309
Linear Technology Corp	22,200	613	635
LSI Logic Corporation	58,500	301	236
McAfee, Inc	14,900	608	701
MEMC Electronic Materials Inc	23,700	391	244
Microchip Technology Inc	23,900	648	663
Micron Technology Inc	271,600	2,229	1,754
Microsoft Corporation	1,586,902	40,783	37,237
Molex Inc	11,000	215	194
Motorola Inc	211,900	1,744	1,593
National Semiconductor Corp	19,600	279	247
NetApp Inc.	146,900	3,958	5,932
Novell Inc	36,700	148	206
Novellus Systems Inc	9,500	197	221
NVIDIA Corporation	68,600	686	640
Oracle Corporation	686,944	13,709	15,006
Paychex Inc	31,600	906	787
QLogic Corporation	10,200	178	152
Qualcomm Inc	168,800	7,069	6,465
Red Hat Inc	29,500	809	1,019
SAIC INC	29,400	554	437
Salesforce.com Inc	51,500	3,525	5,659
SanDisk Corporation	131,000	5,018	4,340
Scripps Networks Interactive	60,800	2,417	2,443
Symantec Corporation	71,800	1,052	979
Tellabs Inc	60,900	360	432
Teradata Corporation	21,700	623	710
Teradyne Inc	18,500	168	166
Texas Instruments Inc	192,900	4,812	4,441
Total System Services Inc	16,900	272	240
VeriSign Inc	33,500	783	975
Western Digital Corp	73,000	2,435	1,764
Western Union Company	61,100	892	958
Xerox Corporation	289,604	2,499	2,446
Xilinx Inc	26,000	608	628
Yahoo! Inc	106,900	2,040	1,401
<i>Total Technology - 16.7%</i>		305,536	317,464
<i>Utilities</i>			
AES Corporation	63,600	904	651
Allegheny Energy Inc	15,200	397	343
Ameren Corporation	74,600	1,894	2,094
American Electric Power Co Inc	88,100	2,662	3,120
CenterPoint Energy Inc	239,500	3,272	3,542
CMS Energy Corporation	63,600	931	1,113
Consolidated Edison Inc	88,000	3,881	4,183
Constellation Energy Group	61,300	2,033	1,798
Dominion Resources Inc	100,100	3,774	4,277
DTE Energy Company	145,200	6,480	6,803
Duke Energy Corp	158,900	2,725	2,730
Edison International	28,900	960	975

See accompanying notes to financial statements.



# Large Cap Domestic Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Entergy Corporation	18,400	1,456	1,451
EQT Corp	12,500	522	408
Exelon Corp	60,800	2,943	2,476
FirstEnergy Corp	29,800	1,326	1,089
Integrus Energy Group Inc	64,100	2,980	3,106
NextEra Energy Inc	38,000	2,061	2,042
NICOR Inc	34,900	1,436	1,476
NiSource Inc	119,800	1,815	2,080
Northeast Utilities	95,400	2,550	2,764
NRG Energy Inc	24,200	598	492
ONEOK Inc	90,800	4,184	3,896
PEPCO Holdings	167,200	2,690	3,001
PG&E Corp	35,600	1,457	1,665
Pinnacle West Capital Corp	84,500	3,092	3,367
PPL Corporation	41,900	1,203	1,138
Progress Energy Inc	25,800	1,016	1,107
Public Service Enterprise Grp	49,200	1,691	1,572
Quanta Services Inc	18,500	406	332
SCANA Corporation	30,900	1,154	1,206
Sempra Energy	24,200	1,206	1,232
Southern Company	104,100	3,420	3,819
Southwestern Energy Company	33,700	1,437	1,103
TECO Energy Inc	69,500	1,064	1,173
Wisconsin Energy Corporation	43,900	2,152	2,447
Xcel Energy Inc	65,300	1,358	1,459
<i>Total Utilities - 4.1%</i>		<u>75,130</u>	<u>77,530</u>
Total Equity Securities - 95.0%		1,824,826	1,801,473
<b><u>Short-term Issues</u></b>			
Dreyfus Cash Management Institutional Fund	4,328,203	4,328	4,328
Total Short-term Issues - 0.2%		<u>4,328</u>	<u>4,328</u>
Total Investment Securities - 95.2%		<u>\$ 1,829,154</u>	<u>\$ 1,805,801</u>

See accompanying notes to financial statements.

# Large Cap Domestic Equity Pool

**Statement of Operations - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	<b>Month</b>	<b>Year To Date</b>
<b>Investment income</b>		
Dividend	\$ 4,599	\$ 7,507
Securities lending	19	38
Commission recapture	5	5
<b>Total investment income</b>	4,623	7,550
<b>Expenses</b>		
Investment advisor fees	(236)	(437)
Trustee fees	(1)	(2)
Custodian bank fees	(9)	(16)
Management fees	(69)	(135)
Fiduciary bond fees	(1)	(2)
Professional service fees	(11)	(22)
Securities lending agent fees	(5)	(8)
Securities lending borrower rebates	4	1
<b>Total expenses</b>	(328)	(621)
<b>Investment income, net</b>	4,295	6,929
<b>Realized and unrealized gain (loss) from investments</b>		
Net realized gain from investments	743	75
Net increase (decrease) in the fair value of investments	(92,122)	31,038
<b>Net gain (loss) from investments</b>	(91,379)	31,113
<b>Net increase (decrease) in net assets from operations</b>	\$ (87,084)	\$ 38,042

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

## Large Cap Domestic Equity Pool

**Statement of Changes in Net Assets - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands, except unit data)*

	<b>Month</b>	<b>Year To Date</b>
<b>Operations</b>		
Investment income, net	\$ 4,295	\$ 6,929
Net realized gain from investments	743	75
Net increase (decrease) in the fair value of investments	(92,122)	31,038
<b>Net increase (decrease) in net assets from operations</b>	(87,084)	38,042
<b>Unit transactions</b>		
Proceeds from sale of units	46,631	143,697
Amount paid for repurchase of units	(403)	(420)
<b>Net increase in net assets from unit transactions</b>	46,228	143,277
<b>Increase (decrease) in net assets</b>	(40,856)	181,319
Net assets, beginning of period	1,936,353	1,714,178
<b>Net assets, end of period</b>	\$ 1,895,497	\$ 1,895,497
<b>Unit data</b>		
Units sold	4,373,707	14,106,685
Units repurchased	(37,741)	(39,494)
<b>Net increase in units</b>	4,335,966	14,067,191

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

# Large Cap Domestic Equity Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 1. DESCRIPTION OF THE ENTITY

The West Virginia Investment Management Board (IMB) was organized on April 25, 1997, as a public body corporate created by *West Virginia Code §12-6-1* to provide prudent fiscal administration and investment management services to designated State pension funds, the State's Workers' Compensation and Coal Workers' Pneumoconiosis funds, and certain other State government funds.

A Board of Trustees, consisting of thirteen members, governs the IMB. The Governor, the State Auditor and the State Treasurer are ex officio members of the Board of Trustees. The Governor appoints all other Trustees for a term of six years.

The IMB operates on a fiscal year beginning July 1 and ending June 30.

The accompanying financial statements reflect only the investments and investment related operations of the IMB's Large Cap Domestic Equity Pool (Pool). They do not reflect activity of the other investment pools under the control of the IMB or the Administrative Fund of the IMB, or any other assets or liabilities, or restrictions thereon, or the various investment pool participants. Accordingly, these financial statements are not intended to and do not present the comprehensive financial position and operations of the IMB or any of the investment pool participants.

These financial statements have been prepared on a basis of accounting following U.S. generally accepted accounting principles (GAAP) established by the Financial Accounting Standards Board (FASB) and the American Institute of Certified Public Accountants applicable to investment companies, which is a comprehensive basis of accounting other than GAAP for state and local governments established by the Government Accounting Standards Board. The IMB has selected this basis of accounting because it believes that the disclosures required for investment companies better reflect the purpose and operations of the Pool.

A summary of the differences between financial statements prepared in accordance with GAAP for investment companies and GAAP for state and local governments are as follows:

	Investment Company GAAP	State and Local GAAP
Management Discussion and Analysis	Not required	Required
Schedule of Investments in Securities	Required	Not required
Statement of Operations	Required	Not required
Investment Risk Disclosures	Not required	Required
Financial Highlights	Required	Not required

There are no differences in the reported amounts of assets, liabilities, net assets, investment operations, distributions, or unit transactions between GAAP for investment companies and GAAP for state and local governments.

The Pool's objective is to exceed, net of external investment management fees, the S&P 500 Stock Index over three- to five-year periods. Assets are managed by Intech Investment Management, LLC, and State Street Global Advisors.

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting** - The IMB invests funds of the State and its component units, all of which are government entities. Investments in equity securities are carried at fair value, which is determined by a third party pricing service based on quoted market prices. The investment in the Dreyfus Cash Management Institutional Fund, a regulated investment company money market mutual fund, is valued at \$1.00 per share. This is a reasonable estimate of the fair value and is the basis for current transactions. Futures contracts are valued at the last settlement price established each day by the exchange on which they are traded. Commissions on the purchases of securities by the IMB are a component of the security price quoted by the seller and are included in the investment cost.

**Security Loans** - The IMB, through its agent, the Bank of New York Mellon, loans securities to various brokers on a temporary basis. Each transaction for U.S. securities is secured by initial collateral of at least 102 percent of the market value

# Large Cap Domestic Equity Pool

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## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

of the securities loaned. Cash collateral received is invested in the Mellon GSL Reinvestment Trust and is reported on the Statement of Assets and Liabilities. Securities loaned remain on the Statement of Assets and Liabilities and Schedule of Investments in Securities. The IMB receives compensation in the form of loan premium fees and income from the investment of the cash collateral. Expenses related to the lending of securities are rebates paid by the lending agent to brokers and the lending agent's fees for its services. The income earned by the IMB is reported in the Statement of Operations as securities lending income. The agent fees and broker rebates are reported as expenses, and unrealized gains or losses resulting from changes in the value of the investment of cash collateral are reported as part of the net increase or decrease in the fair value of investments. The IMB also continues to receive interest or dividends on the securities loaned. Gains or losses in the fair value of the securities loaned that may occur during the term of the loans are reflected in the Statement of Operations as net increase or decrease in the fair value of investments.

**Futures Contracts** - A futures contract is an agreement between a buyer or a seller and the clearinghouse of a futures exchange in which the parties agree to buy or sell a commodity, financial instrument or index at a specified future date and price. Upon entering into a financial futures contract, the IMB is required to pledge to the broker an amount of cash, U.S. government securities, or other assets, equal to a certain percentage of the contract amount (initial margin deposit). Cash (variation margin) is received from or paid to the broker on a daily basis for the fluctuations of the underlying securities or index. The IMB records futures at fair market value as determined by the exchange on which they are traded. Gains or losses on open futures positions are unrealized. These gains or losses become realized when the position is closed.

Stock index futures may be used to provide immediate exposure to fluctuations in the market values of the stocks in the underlying index and to provide liquidity for cash flows.

The market risk associated with holding stock index futures results from changes in the market value of the contractual positions due to changes in the value of the underlying instruments or indices. Investment risk associated with these futures contracts arises because the value of the futures contracts may not correlate perfectly with changes in the values of the underlying instruments or indices due to market distortions.

Other risks associated with futures contracts are liquidity risk and credit risk. Liquidity risk arises when there is insufficient trading in a particular futures contract. Credit risk arises from the potential inability of counterparties to meet the terms of the contracts. The IMB's managers generally only utilize futures contracts that are traded on major exchanges or are executed with major dealers. The major exchanges assume the risk of a counterparty default and generally require an initial margin deposit of cash or securities.

**Investment Transactions** - Investment transactions are accounted for on a trade date basis.

**Use of Estimates** - The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Investment Gains and Losses** - Gains and losses on the sale of investment securities are recognized at the time of sale by the average cost method.

**Interest Income** - Interest income is recognized as earned on the accrual method.

**Dividend Income** - Dividend income is recognized on the ex-dividend date.

**Distributions to Participants** - The Pool does not routinely distribute dividends of net investment income or capital gains.

**Expenses** - The IMB's Trustees adopt an annual budget and fee schedule for services to be provided to all of the investment pools under its management. Each investment pool is charged for its direct investment-related cost and for its allocated share of other expenses. These other expenses are allocated to the individual pools based on asset size. The IMB pays all expenses on behalf of the Pool.

# Large Cap Domestic Equity Pool

## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

**Income Taxes** - The IMB is a public corporation organized under laws of the State of West Virginia and exempt from federal and state taxation. Accordingly, the financial statements have been prepared recognizing that the IMB is not subject to federal or state income taxes.

### NOTE 3. DERIVATIVE FINANCIAL INSTRUMENTS

Futures contracts are the only derivative financial instruments held in the Pool. These derivative financial instruments are not designated as hedging instruments under ASC 815; they are used to provide immediate exposure to fluctuations in the market values of the stocks in the underlying index and to provide liquidity for cash flows. The primary risk managed by using these derivative financial instruments is market risk. See Note 2 for additional information on the Pool's purpose for entering into derivatives not designated as hedging instruments and for discussion on the risks associated with investing in these derivatives.

The table below presents the fair value of the derivative financial instruments not designated as hedging instruments recorded in the Statement of Assets and Liabilities as of August 31, 2010:

Derivatives not designated as hedging instruments under ASC 815	Asset Derivatives		Liability Derivatives	
	Statement of Assets and Liabilities Location	Fair Value	Statement of Assets and Liabilities Location	Fair Value
Equity contracts		\$ -	Unrealized loss on futures contracts	\$ (1,478)

The table below presents the impact of the derivative financial instruments not designated as hedging instruments recorded in the Statement of Operations for the period ended August 31, 2010:

Derivatives not designated as hedging instruments under ASC 815	Statement of Operations Location	Realized Gain (Loss)
Equity contracts	Net realized gain from investments	\$ (38)

### NOTE 4. FAIR VALUE MEASUREMENTS

ASC 820 defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value of an investment is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e., the exit price).

ASC 820 established a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical financial instruments (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are:

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities at the reporting date.

Level 2 Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not considered active; observable inputs other than observable quoted prices for the asset or liability; or inputs derived principally from or corroborated by observable market data.

Level 3 Unobservable pricing inputs for assets and liabilities.

# Large Cap Domestic Equity Pool

## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 4. FAIR VALUE MEASUREMENTS (continued)

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

The table below summarizes the valuation of the investment securities in accordance with ASC 820 fair value hierarchy levels as of August 31, 2010:

	Level I	Level II	Level III	Total
Equity Securities	\$ 1,801,473	\$ -	\$ -	\$ 1,801,473
Regulated Investment Companies	-	4,328	-	4,328
Securities Lending Collateral Funds	-	72,448	-	72,448
Futures	(1,478)	-	-	(1,478)
Total	\$ 1,799,995	\$ 76,776	\$ -	\$ 1,876,771

### NOTE 5. SECURITIES LENDING

At August 31, 2010, the fair value of securities on loan was \$76,839, the initial collateral received was \$78,785, and the fair value of collateral held was \$75,411. Of the collateral held, \$75,754 was received as cash and invested in the Mellon GSL DBT II Collateral Fund (Collateral Fund), the Mellon SL DBT II Liquidating Fund (Liquidating Fund), and the Mellon GSL DBT II Liquidating Trust (Liquidating Trust) with a fair value of \$72,448.

In early November 2008, the IMB was notified that certain securities issued by Sigma Finance, Inc. (Sigma) were transferred from the Collateral Fund on October 1, 2008, to the Liquidating Trust. Units of the Liquidating Trust were transferred to the IMB's securities lending cash collateral account. For all of the IMB investment pools that participate in the securities lending program, the value of the units in the Liquidating Trust on an amortized cost basis was \$10,974 as calculated by the IMB's proportionate interest in the Collateral Fund as of the close of business on September 30, 2008. Sigma was subsequently placed into receivership and the IMB is exposed to a potential loss of the full value of the Sigma investment. In October 2008, the IMB recorded a reserve for these potential losses in each investment pool in proportion to its participation in the securities lending program at September 30, 2008. The reserve recorded for the Pool was \$3,248.

Effective April 20, 2009, the assets of the Collateral Fund with maturities greater than one day were transferred to the Liquidating Fund. As securities mature in the Liquidating Fund, the proceeds are transferred to the Collateral Fund. The combined value of the holdings in the Collateral Fund and the Liquidating Fund is used to determine the fair value of reinvested collateral.

Additionally, the distribution of securities lending income has been restricted beginning October 1, 2008. The restriction will remain in place until the actual loss on Sigma is realized. At August 31, 2010 the accumulated undistributed securities lending income was \$1,806.

### NOTE 6. FUTURES CONTRACTS

At August 31, 2010, open positions in futures contracts were as follows:

Expiration	Open Contracts	Position	Value at August 31, 2010	Value Upon Entering Contract	Cumulative Net Gain (Loss) Since Inception
Sept 2010	1,742 S&P 500	Long	\$ 91,307	\$ 92,785	\$ (1,478)

At August 31, 2010, the Pool had pledged cash of \$9,595 to cover margin requirements on open futures contracts.

# Large Cap Domestic Equity Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 7. FINANCIAL HIGHLIGHTS

#### Per Unit Operating Performance:

Net asset value at June 30, 2010	\$	9.97
Income from investment operations:		
Net investment income		0.04
Net realized and unrealized gain on investment transactions		0.18
Total from investment operations		0.22
Net asset value at August 31, 2010	\$	10.19

**Time-weighted Total Return \*** 2.2%

#### Supplemental Data:

Net assets, end of period	\$	1,895,497
Ratio to average net assets:		
Expenses **		0.20%
Net investment income **		2.25%
Portfolio turnover rate		12.93%

\* Return data is net of fees for the fiscal year-to-date and is not annualized

\*\* All ratios are for the fiscal year-to-date annualized

### NOTE 8. SCHEDULE OF PARTICIPATION

The following schedule provides the value of participants' accounts in the Pool at August 31, 2010.

<u>Participant</u>	<u>Account Value</u>
Teachers' Retirement System	\$ 846,571
Public Employees' Retirement System	759,519
State Police Death, Disability and Retirement Fund	84,881
Workers' Compensation Old Fund	37,864
Revenue Shortfall Reserve Fund B	35,449
Prepaid Tuition Trust Fund	21,964
Judges' Retirement System	21,603
Coal Workers' Pneumoconiosis Fund	20,750
Deputy Sheriff's Retirement System	19,340
State Police Retirement System	11,170
Board of Risk and Insurance Management	10,244
Public Employees' Insurance Agency	8,377
Wildlife Endowment Fund	7,362
Emergency Medical Services Retirement System	5,189
Retiree Health Benefit Trust	4,900
AccessWV	314
Total	\$ 1,895,497



**Financial Statements - Unaudited**

**August 31, 2010**



# Non-Large Cap Domestic Equity Pool

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## Financial Statements - Unaudited August 31, 2010

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# Non-Large Cap Domestic Equity Pool

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## Statement of Assets and Liabilities - Unaudited

August 31, 2010

(Amounts in thousands, except unit data)

### Assets

Investment securities at fair value	\$	346,905
Cash		8
Collateral for securities loaned at fair value (Note 4)		88,948
Receivables:		
Investments sold		5,080
Dividends		276
Securities lending income		16
		<u>16</u>
<b>Total assets</b>		<b>441,233</b>

### Liabilities

Accrued expenses		(13)
Payable for investments purchased		5,191
Payable upon return of securities loaned (Note 4)		91,267
		<u>91,267</u>
<b>Total liabilities</b>		<b>96,445</b>

**Net assets** \$ 344,788

### Analysis of net assets

Paid-in capital	\$	328,482
Accumulated undistributed net investment income		20,616
Accumulated undistributed net realized loss from investments		(15,041)
Accumulated undistributed net realized loss from foreign currency transactions		(506)
Unrealized net appreciation of investments		11,237
		<u>11,237</u>
<b>Net assets</b>	<b>\$</b>	<b><u>344,788</u></b>

### Unit data

Units outstanding		27,180,942
Net asset value, unit price	\$	<u>12.68</u>

See accompanying notes to financial statements.

# Non-Large Cap Domestic Equity Pool

## Schedule of Investments in Securities - Unaudited

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
<b>Equity Securities</b>			
<i>Basic Materials</i>			
Ashland Inc New	13,700	\$ 812	\$ 637
Cabot Corporation	55,400	1,156	1,575
Celanese Corp	132,800	3,078	3,546
Compass Minerals International	52,680	4,118	3,780
CONSOL Energy Inc	123,210	3,975	3,967
Crown Holdings Inc	148,050	3,517	4,123
Domtar Corporation	12,600	744	756
Eastman Chemical Company	27,800	1,820	1,711
Ferro Corporation	109,900	793	1,176
Innophos Holdings Inc	31,900	773	931
Ladish Co Inc	28,300	810	704
Massey Energy Company	149,250	3,405	4,292
Minerals Technology Inc	30,600	1,562	1,640
OM Group Inc	30,200	553	773
Schnitzer Steel Industries Inc	25,800	1,333	1,141
Steel Dynamics Inc	58,400	878	798
<i>Total Basic Materials - 9.2%</i>		29,327	31,550
<i>Capital Goods</i>			
Alaska Air Group Inc	17,800	518	787
Ametek Inc	78,200	2,267	3,362
Applied Industrial Tech Inc	47,400	1,398	1,270
BE Aerospace Inc	124,575	2,427	3,357
Career Education Corp	59,100	1,454	1,036
Compass Diversified Holdings	82,100	1,172	1,164
Complete Production Services	70,200	1,091	1,238
Crane Company	88,400	2,650	2,997
Deluxe Corporation	37,900	851	634
Drew Industries	33,100	691	633
DryShips Inc	163,000	786	657
Ennis Inc	47,800	868	736
Enpro Industries Inc	35,300	764	964
Federal Mogul Corp	41,000	704	627
Gardner Denver Inc	31,400	687	1,499
Genco Shipping & Trading Ltd	50,700	1,062	763
IDEX Corporation	105,850	2,749	3,153
ITT Educational Services Inc	26,000	2,165	1,385
KBR Inc	93,900	1,903	2,179
Knightsbridge Tankers Ltd	66,300	1,256	1,160
Landstar System Inc	66,150	2,497	2,380
Layne Christensen Company	29,900	800	741
NACCO Industries Inc	9,000	695	698
Navistar International Corp	15,200	739	637
Oshkosh Truck Corporation	43,000	1,552	1,070
Owens Corning Inc	28,600	796	778
Ryder System Inc	41,100	1,830	1,577
Toro Company	25,000	703	1,248
Tutor Perini Corporation	36,500	694	721
Waste Connections Inc	101,000	3,229	3,813
WESCO International Inc	98,000	3,208	3,163
World Fuel Services Copr	31,000	790	792
<i>Total Capital Goods - 13.7%</i>		44,996	47,219
<i>Communication Services</i>			
Metropcs Communications Inc	87,200	748	780
NII Holdings Inc	96,300	1,906	3,491
Telephone & Data Systems	54,800	1,488	1,583
<i>Total Communication Services - 1.7%</i>		4,142	5,854
<i>Consumer Discretionary</i>			
Advance Auto Parts Inc	15,300	840	833
Aeropostale Inc	38,100	1,157	812

See accompanying notes to financial statements.

## Non-Large Cap Domestic Equity Pool

### Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
American Eagle Outfitters Inc	40,533	435	512
Boise Inc	224,200	1,302	1,542
Cash America International Inc	41,400	1,399	1,268
CEC Entertainment Inc	28,000	963	878
Children's Place Retail Stores	17,600	738	768
Citrip.com International Ltd	87,223	2,296	3,532
Darling International Inc	125,500	1,839	944
Deckers Outdoor Corporation	27,000	534	1,172
Domino's Pizza, Inc	59,200	760	759
DreamWorks Animation SKG	85,000	2,699	2,519
Finish Line Inc	83,600	995	1,104
Fossil Inc	105,200	4,213	4,996
Gentex Corporation	185,300	3,658	3,258
Goodyear Tire & Rubber Co	308,700	3,639	2,852
Helen of Troy Ltd	31,700	654	705
Hibbett Sports Inc	114,900	2,135	2,658
IAC/InterActive Corporation	30,900	752	766
O'Reilly Automotive Inc	62,600	1,832	2,959
Pantry Inc	35,200	742	662
PetSmart Inc	34,900	1,039	1,113
Polaris Industries Inc	22,100	1,334	1,179
Rent-A-Center Inc	33,700	608	677
Scientific Games Corporation	259,900	3,692	2,648
Snap-On Inc	28,600	1,173	1,179
Timberland Company	72,100	1,519	1,159
WMS Industries Inc	70,400	3,004	2,488
<i>Total Consumer Discretionary - 13.3%</i>		45,951	45,942
<i>Consumer Staples</i>			
Church & Dwight Company Inc	47,550	2,424	2,911
Corn Products International	22,500	666	768
Cott corporation	101,900	703	700
Energizer Holdings Inc	18,000	1,140	1,135
M&F Worldwide Corp	26,900	793	624
Nash Fich Company	35,800	1,331	1,406
Ralcorp Holdings Inc	67,000	4,081	3,997
<i>Total Consumer Staples - 3.3%</i>		11,138	11,541
<i>Energy</i>			
Clayton Williams Energy Inc	25,700	1,254	1,177
Denbury Resources Inc	219,000	2,515	3,228
EnSCO International PLC	117,350	4,341	4,827
Exterran Holdings Inc	103,500	3,913	2,290
Frontline Limited	26,200	809	694
Gulf Island Fabrication Inc	40,900	716	609
Holly Corporation	27,000	721	702
Oil States International Inc	34,800	836	1,435
Patterson-UTI Energy Inc	48,600	722	717
Sunoco Inc	41,800	1,248	1,408
TETRA Technologies Inc	83,200	830	698
VAALCO Energy Inc	151,400	866	861
W&T Offshore Inc	129,200	1,250	1,168
Whiting Petroleum Corp	15,600	1,399	1,324
<i>Total Energy - 6.1%</i>		21,420	21,138
<i>Financial Services</i>			
American Financial Group	70,000	1,741	2,014
AmTrust Financial Services Inc	51,500	744	703
Apartment Investment & Mgmt Co	85,700	1,492	1,752
Ashford Hospitality Trust	145,800	961	1,171
Aspen Insurance Holdings Ltd	53,400	1,500	1,517
Assurant Inc	47,100	1,200	1,722
Axis Capital Hldgs Ltd	59,900	2,121	1,850

See accompanying notes to financial statements.

## Non-Large Cap Domestic Equity Pool

### Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Bank of Hawaii Corp	39,100	2,055	1,746
BOK Financial Corporation	15,600	640	693
CBL & Associates Properties	126,800	1,717	1,547
Commerce Bancshares Inc	43,600	1,729	1,558
Community Bank System Inc	34,400	814	777
Credicorp Ltd	34,280	2,942	3,608
Dime Community Bancshares	113,000	1,458	1,411
Endurance Specialty Hldg Ltd	45,300	1,676	1,669
EZCORP Inc	73,400	1,322	1,320
First Cash Financial Services	49,700	774	1,186
First Citizens BancShares Inc	5,500	930	924
FPIC Insurance Group Inc	24,900	603	756
Hanover Insurance Group Inc	16,200	715	703
Hospitality Properties Trust	242,600	5,740	4,743
Huntington Bancshares Inc	364,600	2,274	1,932
Infinity Property & Casualty	28,000	1,135	1,298
International Bancshares Corp	79,900	1,207	1,246
Jones Lang LaSalle Inc	20,700	1,158	1,563
Life Partners Holdings Inc	35,100	796	518
Lincoln Educational Services	44,800	1,063	489
LTC Properties Inc	30,900	672	763
Montpelier Re Hldgs Ltd	105,600	1,651	1,673
Nasdaq Stock Market Inc	37,600	761	673
National Financial Partners	106,200	914	1,130
National Health Investors Inc	35,300	1,112	1,480
Net 1 UEPS Technologies Inc	87,200	1,592	1,001
NewAlliance Bancshares Inc	113,000	1,678	1,383
Platinum Underwriters Hldg Ltd	42,000	1,367	1,689
ProAssurance Corporation	19,300	1,059	1,022
Provident Financial Services	119,100	1,608	1,366
PS Business Parks Inc	14,500	674	816
Raymond James Financial Inc	27,200	813	628
RenaissanceRe Holdings Ltd	37,800	2,093	2,147
Republic Bancorp Inc	38,600	712	750
Safety Insurance Group Inc	38,500	1,551	1,570
SEI Investments Company	39,300	768	696
StanCorp Financial Group Inc	18,200	945	648
Taubman Centers Inc	45,400	1,206	1,884
Triple-S Management Corp	37,100	724	591
Unitrin Inc	44,400	741	1,057
Universal American Finl Corp	96,300	1,376	1,330
Waddell & Reed Financial Inc	129,400	2,910	2,977
Wesbanco Inc	45,300	755	691
World Acceptance Corporation	26,300	773	1,072
<i>Total Financial Services - 20.1%</i>		68,962	69,453
<i>Health Care</i>			
Alexion Pharmaceuticals Inc	130,388	3,494	7,363
Amerigroup Corporation	38,800	1,066	1,432
Cephalon Inc	12,600	745	713
Community Health Systems Inc	89,050	3,461	2,322
Coventry Health Care Inc	170,000	3,513	3,290
Elan Corporation PLC	385,000	3,193	1,686
Health Net Inc	69,500	1,060	1,660
Healthspring Inc	56,300	758	1,169
Herbalife Ltd	26,700	1,059	1,484
Hill-Rom Holdings Inc	123,950	3,528	3,979
ICU Medical, Inc	20,200	778	719
IDEXX Laboratories Inc	45,650	1,528	2,523
Illumina Inc	46,350	1,619	1,988
Kindred Healthcare Inc	28,200	426	331
Life Technologies Corp	72,800	2,495	3,114
Magellan Health Services Inc	35,600	1,174	1,560

See accompanying notes to financial statements.

# Non-Large Cap Domestic Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Santarus Inc	275,000	1,851	624
Skilled Healthcare Group Inc	215,400	1,354	724
<i>Total Health Care - 10.6%</i>		33,102	36,681
<i>Technology</i>			
Alliance Data Systems Corp	65,000	4,083	3,652
Altera Corporation	98,100	2,193	2,418
Amkor Technology Inc	156,800	635	797
Anixter International Inc	16,700	794	766
Arrow Electronics Inc	69,600	1,783	1,592
BMC Software Inc	93,300	3,232	3,363
Brocade Communications Systems	636,400	3,788	3,195
Calamos Asset Management	10,300	101	97
CGI Group	47,500	755	657
Check Point Software	110,100	2,574	3,839
Citrix Systems Inc	62,550	2,120	3,624
Ingram Micro Inc	105,600	1,628	1,590
Insight Enterprises Inc	75,600	1,106	990
Intersil Corporation	53,000	787	530
LSI Logic Corporation	615,000	3,410	2,478
Mettler-Toledo International	22,950	2,033	2,538
MSCI Inc	89,050	2,086	2,663
Nuance Communications Inc	282,800	4,250	4,143
NXP Semiconductor NV	132,900	1,838	1,472
ON Semiconductor Corp	301,200	2,415	1,861
Plantronics Inc	49,300	1,256	1,346
Salesforce.com Inc	18,955	788	2,083
Skyworks Solutions Inc	64,500	1,147	1,149
SRA International Inc	38,000	739	732
United Online Inc	131,500	707	648
USA Mobility Inc	10,700	258	154
ValueClick Inc	85,400	724	929
VeriSign Inc	126,900	3,455	3,692
Vishay Intertechnology Inc	185,300	1,622	1,425
Zebra Technologies Corp	32,400	560	927
<i>Total Technology - 16.1%</i>		52,867	55,350
<i>Utilities</i>			
AGL Resources Inc	22,200	757	815
Alliant Energy Corp	66,200	1,915	2,318
El Paso Electric Company	59,300	1,172	1,361
Energen Corporation	46,500	1,338	1,985
Great Plains Energy Inc	90,700	1,599	1,677
GT Solar International Inc	133,000	759	1,028
IDACORP Inc	27,300	919	957
Mirant Corporation	166,200	2,634	1,612
NorthWestern Corporation	28,400	750	799
NV Energy Inc	125,500	1,937	1,606
OGE Energy Corp	57,900	1,941	2,261
Pinnacle West Capital Corp	19,800	732	789
PNM Resources	80,300	1,039	919
Portland General Electric Co	66,600	1,230	1,328
<i>Total Utilities - 5.6%</i>		18,722	19,455
Total Equity Securities - 99.7%		330,627	344,183
<b>Short-term Issues</b>			
Dreyfus Cash Management Institutional Fund - 0.8%	2,722,614	2,722	2,722
Total Investment Securities - 100.5%		\$ 333,349	\$ 346,905

See accompanying notes to financial statements.



## Non-Large Cap Domestic Equity Pool

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**Statement of Operations - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	<b>Month</b>	<b>Year To Date</b>
<b>Investment income</b>		
Dividends, net of foreign withholding taxes	\$ 564	\$ 920
Securities lending	22	45
Shareholder litigation proceeds	9	14
Commission recapture	1	1
<b>Total investment income</b>	596	980
<b>Expenses</b>		
Investment advisor fees	(160)	(324)
Custodian bank fees	(2)	(3)
Management fees	(13)	(25)
Professional service fees	(2)	(4)
Securities lending agent fees	(4)	(7)
Securities lending borrower rebates	(3)	(10)
<b>Total expenses</b>	(184)	(373)
<b>Investment income, net</b>	412	607
<b>Realized and unrealized gain (loss) from investments</b>		
Net realized gain from investments	824	535
Net increase (decrease) in the fair value of investments	(18,967)	5,012
<b>Net gain (loss) from investments</b>	(18,143)	5,547
<b>Net increase (decrease) in net assets from operations</b>	\$ (17,731)	\$ 6,154

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

## Non-Large Cap Domestic Equity Pool

**Statement of Changes in Net Assets - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands, except unit data)*

	<b>Month</b>	<b>Year To Date</b>
<b>Operations</b>		
Investment income, net	\$ 412	\$ 607
Net realized gain from investments	824	535
Net increase (decrease) in the fair value of investments	(18,967)	5,012
<b>Net increase (decrease) in net assets from operations</b>	(17,731)	6,154
<b>Unit transactions</b>		
Proceeds from sale of units	2,628	5,186
Amount paid for repurchase of units	(2,257)	(24,098)
<b>Net increase (decrease) in net assets from unit transactions</b>	371	(18,912)
<b>Decrease in net assets</b>	(17,360)	(12,758)
Net assets, beginning of period	362,148	357,546
<b>Net assets, end of period</b>	\$ 344,788	\$ 344,788
<b>Unit data</b>		
Units sold	197,047	402,369
Units repurchased	(169,236)	(1,922,473)
<b>Net increase (decrease) in units</b>	27,811	(1,520,104)

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

# Non-Large Cap Domestic Equity Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 1. DESCRIPTION OF THE ENTITY

The West Virginia Investment Management Board (IMB) was organized on April 25, 1997, as a public body corporate created by *West Virginia Code §12-6-1* to provide prudent fiscal administration and investment management services to designated State pension funds, the State's Workers' Compensation and Coal Workers' Pneumoconiosis funds, and certain other State government funds.

A Board of Trustees, consisting of thirteen members, governs the IMB. The Governor, the State Auditor and the State Treasurer are ex officio members of the Board of Trustees. The Governor appoints all other Trustees for a term of six years.

The IMB operates on a fiscal year beginning July 1 and ending June 30.

The accompanying financial statements reflect only the investments and investment-related operations of the IMB's Non-Large Cap Domestic Equity Pool (Pool). They do not reflect activity of the other investment pools under the control of the IMB or the Administrative Fund of the IMB, or any other assets or liabilities, or restrictions thereon, or the various investment pool participants. Accordingly, these financial statements are not intended to and do not present the comprehensive financial position and operations of the IMB or any of the investment pool participants.

These financial statements have been prepared on a basis of accounting following U.S. generally accepted accounting principles (GAAP) established by the Financial Accounting Standards Board (FASB) and the American Institute of Certified Public Accountants applicable to investment companies, which is a comprehensive basis of accounting other than GAAP for state and local governments established by the Government Accounting Standards Board. The IMB has selected this basis of accounting because it believes that the disclosures required for investment companies better reflect the purpose and operations of the Pool.

A summary of the differences between financial statements prepared in accordance with GAAP for investment companies and GAAP for state and local governments are as follows:

	Investment Company GAAP	State and Local GAAP
Management Discussion and Analysis	Not required	Required
Schedule of Investments in Securities	Required	Not required
Statement of Operations	Required	Not required
Investment Risk Disclosures	Not required	Required
Financial Highlights	Required	Not required

There are no differences in the reported amounts of assets, liabilities, net assets, investment operations, distributions, or unit transactions between GAAP for investment companies and GAAP for state and local governments.

The Pool invests in the equities of small- to mid-sized companies and its objective is to exceed, net of external investment management fees, the Russell 2500 Index over three- to five-year periods. Assets are managed by Aronson + Johnson + Ortiz, LP and Westfield Capital Management.

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting** - The IMB invests funds of the State and its component units, all of which are government entities. Investments in equity securities are carried at fair value, which is determined by a third party pricing service based on quoted market prices. The investment in the Dreyfus Cash Management Institutional Fund, a regulated investment company money market mutual fund, is valued at \$1.00 per share. This is a reasonable estimate of the fair value and is the basis for current transactions. Commissions on the purchases of securities by the IMB are a component of the security price quoted by the seller and are included in the investment cost.

# Non-Large Cap Domestic Equity Pool

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## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

**Security Loans** - The IMB, through its agent, the Bank of New York Mellon, loans securities to various brokers on a temporary basis. Each transaction for U.S. securities is secured by initial collateral of at least 102 percent of the market value of the securities loaned. Cash collateral received is invested in the Mellon GSL Reinvestment Trust and is reported on the Statement of Assets and Liabilities. Securities loaned remain on the Statement of Assets and Liabilities and Schedule of Investments in Securities. The IMB receives compensation in the form of loan premium fees and income from the investment of the cash collateral. Expenses related to the lending of securities are rebates paid by the lending agent to brokers and the lending agent's fees for its services. The income earned by the IMB is reported in the Statement of Operations as securities lending income. The agent fees and broker rebates are reported as expenses, and unrealized gains or losses resulting from changes in the value of the investment of cash collateral are reported as part of the net increase or decrease in the fair value of investments. The IMB also continues to receive interest or dividends on the securities loaned. Gains or losses in the fair value of the securities loaned that may occur during the term of the loans are reflected in the Statement of Operations as net increase or decrease in the fair value of investments.

**Investment Transactions** - Investment transactions are accounted for on a trade date basis.

**Use of Estimates** - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Investment Gains and Losses** - Gains and losses on the sale of investment securities are recognized at the time of sale by the average cost method.

**Interest Income** - Interest income is recognized as earned on the accrual method.

**Dividend Income** - Dividend income is recognized on the ex-dividend date.

**Distributions to Participants** - The Pool does not routinely distribute dividends of net investment income or capital gains.

**Expenses** - The IMB's Trustees adopt an annual budget and fee schedule for services to be provided to all of the investment pools under its management. Each investment pool is charged for its direct investment-related cost and for its allocated share of other expenses. These other expenses are allocated to the individual pools based on asset size. The IMB pays all expenses on behalf of the Pool.

**Income Taxes** - The IMB is a public corporation organized under laws of the State of West Virginia and exempt from federal and state taxation. Accordingly, the financial statements have been prepared recognizing that the IMB is not subject to federal or state income taxes.

### NOTE 3. FAIR VALUE MEASUREMENTS

ASC 820 defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value of an investment is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e., the exit price).

ASC 820 established a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical financial instruments (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are:

# Non-Large Cap Domestic Equity Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 3. FAIR VALUE MEASUREMENTS (continued)

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities at the reporting date.

Level 2 Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not considered active; observable inputs other than observable quoted prices for the asset or liability; or inputs derived principally from or corroborated by observable market data.

Level 3 Unobservable pricing inputs for assets and liabilities.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

The table below summarizes the valuation of the investment securities in accordance with ASC 820 fair value hierarchy levels as of August 31, 2010:

	Level 1	Level 2	Level 3	Total
Equity Securities	\$ 344,183	\$ -	\$ -	\$ 344,183
Regulated Investment Companies	-	2,722	-	2,722
Securities Lending Collateral Funds	-	88,948	-	88,948
Total	<u>\$ 344,183</u>	<u>\$ 91,670</u>	<u>\$ -</u>	<u>\$ 435,853</u>

### NOTE 4. SECURITIES LENDING

At August 31, 2010, the fair value of securities on loan is \$89,217, initial collateral received is \$91,267, and the fair value of collateral held is \$88,948. All of the collateral was received as cash and is invested in the Mellon GSL DBT II Collateral Fund (Collateral Fund), the Mellon SL DBT II Liquidating Fund (Liquidating Fund), and the Mellon GSL DBT II Liquidating Trust (Liquidating Trust).

In early November 2008, the IMB was notified that certain securities issued by Sigma Finance, Inc. (Sigma) were transferred from the Collateral Fund on October 1, 2008, to the Liquidating Trust. Units of the Liquidating Trust were transferred to the IMB's securities lending cash collateral account. For all of the IMB investment pools that participate in the securities lending program, the value of the units in the Liquidating Trust on an amortized cost basis was \$10,974 as calculated by the IMB's proportionate interest in the Collateral Fund as of the close of business on September 30, 2008. Sigma was subsequently placed into receivership and the IMB is exposed to a potential loss of the full value of the Sigma investment. In October, the IMB recorded a reserve for these potential losses in each investment pool in proportion to its participation in the securities lending program at September 30, 2008. The reserve recorded for the Pool is \$2,247.

Effective April 20, 2009, the assets of the Collateral Fund with maturities greater than one day were transferred to the Liquidating Fund. As securities mature in the Liquidating Fund, the proceeds are transferred to the Collateral Fund. The combined value of the holdings in the Collateral Fund and the Liquidating Fund is used to determine the fair value of reinvested collateral.

Additionally, the distribution of securities lending income has been restricted beginning October 1, 2008. The restriction will remain in place until the actual loss on Sigma is realized. At August 31, 2010, the accumulated undistributed securities lending income is \$922.

# Non-Large Cap Domestic Equity Pool

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## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 5. FINANCIAL HIGHLIGHTS

**Per Unit Operating Performance:**

Net asset value at June 30, 2010	\$	12.46
Income from investment operations:		
Net investment income		0.02
Net realized and unrealized gain on investment transactions		0.20
Total from investment operations		0.22
Net asset value At August 31, 2010	\$	12.68

**Time-weighted Total Return \*** 1.8%

**Supplemental Data:**

Net assets, end of period	\$	344,788
Ratio to average net assets:		
Expenses **		0.60%
Net investment income **		1.03%
Portfolio turnover rate		13.95%

\* Return data is net of fees for the fiscal year-to-date and is not annualized

\*\* All ratios are for the fiscal year-to-date annualized

### NOTE 6. SCHEDULE OF PARTICIPATION

The following schedule provides the value of participants' accounts in the Pool at August 31, 2010.

<u>Participant</u>	<u>Account Value</u>
Teachers' Retirement System	\$ 150,743
Public Employees' Retirement System	138,245
State Police Death, Disability and Retirement Fund	16,072
Workers' Compensation Old Fund	7,181
Revenue Shortfall Reserve Fund B	6,722
Prepaid Tuition Trust Fund	5,122
Judges' Retirement System	4,097
Coal Workers' Pneumoconiosis Fund	3,929
Deputy Sheriff's Retirement System	3,665
State Police Retirement System	2,115
Board of Risk and Insurance Management	1,941
Public Employees' Insurance Agency	1,588
Wildlife Endowment Fund	1,395
Emergency Medical Services Retirement System	983
Retiree Health Benefit Trust	929
AccessWV	61
Total	\$ 344,788

**Financial Statements - Unaudited**

**August 31, 2010**





# International Qualified Pool

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## **Financial Statements - Unaudited August 31, 2010**

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# International Qualified Pool

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## Statement of Assets and Liabilities - Unaudited

August 31, 2010

(Amounts in thousands, except unit data)

### Assets

Investment securities at fair value	\$	726,258
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### Liabilities

Accrued expenses		<u>377</u>
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<b>Net assets</b>	<b>\$</b>	<b><u>725,881</u></b>
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### Analysis of net assets

Paid-in capital	\$	379,193
Accumulated undistributed net investment loss		(23,311)
Accumulated undistributed net realized gain from investments		21,749
Unrealized net appreciation of investments		<u>348,250</u>

<b>Net assets</b>	<b>\$</b>	<b><u>725,881</u></b>
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### Unit data

Units outstanding		20,611,032
Net asset value, unit price	\$	<u>35.22</u>

See accompanying notes to financial statements.

## International Qualified Pool

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### Schedule of Investments in Securities - Unaudited

August 31, 2010

(Amounts in thousands, except share data)

<u>Security Name</u>	<u>Shares</u>	<u>Cost</u>	<u>Fair Value</u>
<b><u>Investments in Other Funds</u></b>			
Silchester International Value Equity Group Trust	1,227,345,740	\$ 378,008	\$ 726,258
Investment Objective - To achieve desired exposure to equity securities of companies ordinarily incorporated in countries other than the United States.			
Redemption Provisions - Monthly on the first business day.			
No underlying investments exceed 5% of net assets of the International Qualified Pool.			
Total Investments in Other Funds - 100.1%		<u>\$ 378,008</u>	<u>\$ 726,258</u>

See accompanying notes to financial statements.

## International Qualified Pool

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**Statement of Operations - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	<u>Month</u>	<u>Year To Date</u>
<b>Investment income</b>	\$ -	\$ -
<b>Expenses</b>		
Investment advisor fees	(314)	(636)
Trustee fees	(1)	(1)
Management fees	(26)	(51)
Fiduciary bond fees	(1)	(1)
Professional service fees	(4)	(8)
	<u>(346)</u>	<u>(697)</u>
<b>Total expenses</b>		
	(346)	(697)
<b>Investment loss, net</b>		
	(346)	(697)
<b>Realized and unrealized gain (loss) from investments</b>		
Net realized gain from investments	156	294
Net increase (decrease) in the fair value of investments	(10,559)	30,875
	<u>(10,403)</u>	<u>31,169</u>
<b>Net gain (loss) from investments</b>		
	(10,403)	31,169
<b>Net increase (decrease) in net assets from operations</b>	<u>\$ (10,749)</u>	<u>\$ 30,472</u>

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

## International Qualified Pool

**Statement of Changes in Net Assets - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands, except unit data)*

	<b>Month</b>	<b>Year To Date</b>
<b>Operations</b>		
Investment loss, net	\$ (346)	\$ (697)
Net realized gain from investments	156	294
Net increase (decrease) in the fair value of investments	(10,559)	30,875
<b>Net increase (decrease) in net assets from operations</b>	(10,749)	30,472
<b>Unit transactions</b>		
Proceeds from sale of units	2,433	2,457
Amount paid for repurchase of units	(2,430)	(2,430)
<b>Increase in net assets from unit transactions</b>	3	27
<b>Increase (decrease) in net assets</b>	(10,746)	30,499
Net assets, beginning of period	736,627	695,382
<b>Net assets, end of period</b>	\$ 725,881	\$ 725,881
<b>Unit data</b>		
Units sold	68,083	68,783
Units repurchased	(67,973)	(67,973)
<b>Increase in units</b>	110	810

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

## International Qualified Pool

**Statement of Cash Flows - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	<u>Month</u>	<u>Year To Date</u>
<b>Cash flows from operating activities</b>		
Net increase (decrease) in net assets from operations	\$ (10,749)	\$ 30,472
Adjustments to reconcile net increase (decrease) in net assets from operations to net cash used in operating activities:		
Proceeds from disposition of investment securities	321	623
Net realized gain from investments	(156)	(294)
Increase in accrued expenses	22	47
Net decrease (increase) in the fair value of investments	<u>10,559</u>	<u>(30,875)</u>
<b>Net cash used in operating activities</b>	<b>(3)</b>	<b>(27)</b>
<b>Cash flows from financing activities</b>		
Proceeds from units sold	2,433	2,457
Amount paid for repurchase of units	<u>(2,430)</u>	<u>(2,430)</u>
<b>Net cash provided by financing activities</b>	<u>3</u>	<u>27</u>
<b>Net change in cash</b>	<b>-</b>	<b>-</b>
<b>Cash</b>		
Beginning balance	-	-
Ending balance	<u>\$ -</u>	<u>\$ -</u>

\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.

# International Qualified Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 1. DESCRIPTION OF THE ENTITY

The West Virginia Investment Management Board (IMB) was organized on April 25, 1997, as a public body corporate created by *West Virginia Code §12-6-1* to provide prudent fiscal administration and investment management services to designated State pension funds, the State's Workers' Compensation and Coal Workers' Pneumoconiosis funds, and certain other State government funds.

A Board of Trustees, consisting of thirteen members, governs the IMB. The Governor, the State Auditor and the State Treasurer are ex officio members of the Board of Trustees. The Governor appoints all other Trustees for a term of six years.

The IMB operates on a fiscal year beginning July 1 and ending June 30.

The accompanying financial statements reflect only the investments and investment related operations of the IMB's International Qualified Pool (Pool). They do not reflect activity of the other investment pools under the control of the IMB or the Administrative Fund of the IMB, or any other assets or liabilities, or restrictions thereon, or the various investment pool participants. Accordingly, these financial statements are not intended to and do not present the comprehensive financial position and operations of the IMB or any of the investment pool participants.

These financial statements have been prepared on a basis of accounting following U.S. generally accepted accounting principles (GAAP) established by the Financial Accounting Standards Board (FASB) and the American Institute of Certified Public Accountants applicable to investment companies, which is a comprehensive basis of accounting other than GAAP for state and local governments established by the Government Accounting Standards Board. The IMB has selected this basis of accounting because it believes that the disclosures required for investment companies better reflect the purpose and operations of the Pool.

A summary of the differences between financial statements prepared in accordance with GAAP for investment companies and GAAP for state and local governments are as follows:

	Investment Company GAAP	State and Local GAAP
Management Discussion and Analysis	Not required	Required
Schedule of Investments in Securities	Required	Not required
Statement of Operations	Required	Not required
Investment Risk Disclosures	Not required	Required
Financial Highlights	Required	Not required

There are no differences in the reported amounts of assets, liabilities, net assets, investment operations, distributions, or unit transactions between GAAP for investment companies and GAAP for state and local governments.

Funds are invested in Silchester International Investors' Value Equity Group Trust. The Pool is expected to produce investment returns that exceed the Morgan Stanley Capital International's Europe Australasia Far East (EAFE) index by 200 basis points on an annualized basis over three to five-year periods, net of external investment management fees. Only "qualified participants" (as defined by the *Internal Revenue Code*) may invest in the Pool.

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting** - The IMB invests funds of the State and its component units, all of which are government entities. Investments in other funds are valued at the reported net asset values of the individual funds, provided by the fund's management, as a practical expedient for measuring fair value.

**Investment Transactions** - Investment transactions are accounted for on a trade date basis.

# International Qualified Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

**Use of Estimates** - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Investment Gains and Losses** - Gains and losses on the sale of investment securities are recognized at the time of sale by the average cost method.

**Distributions to Participants** - The Pool does not routinely distribute dividends of net investment income or capital gains.

**Expenses** - The IMB's Trustees adopt an annual budget and fee schedule for services to be provided to all of the investment pools under its management. Each investment pool is charged for its direct investment-related cost and for its allocated share of other expenses. These other expenses are allocated to the individual pools based on asset size. The IMB pays all expenses on behalf of the Pool.

**Income Taxes** - The IMB is a public corporation organized under laws of the State of West Virginia and exempt from federal and state taxation. Accordingly, the financial statements have been prepared recognizing that the IMB is not subject to federal or state income taxes.

### NOTE 3. FAIR VALUE MEASUREMENTS

ASC 820 defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value of an investment is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e., the exit price).

ASC 820 established a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical financial instruments (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are:

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities at the reporting date.

Level 2 Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not considered active; observable inputs other than observable quoted prices for the asset or liability; or inputs derived principally from or corroborated by observable market data.

Level 3 Unobservable pricing inputs for assets and liabilities.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

The table below summarizes the valuation of the investment securities in accordance with ASC 820 fair value hierarchy levels as of August 31, 2010:

	Level 1	Level 2	Level 3	Total
Investments in Other Funds	\$ -	\$ 726,258	\$ -	\$ 726,258



# International Qualified Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 4. FINANCIAL HIGHLIGHTS

#### Per Unit Operating Performance:

Net asset value at June 30, 2010	\$	33.74
Income from investment operations:		
Net investment loss		(0.03)
Net realized and unrealized gain on investment transactions		1.51
Total from investment operations		1.48
Net asset value at August 31, 2010	\$	35.22

**Time-weighted Total Return \*** 4.4%

#### Supplemental Data:

Net assets, end of period	\$	725,881
Ratio to average net assets:		
Expenses **		0.58%
Net investment income **		-0.58%
Portfolio turnover rate		0.00%

\* Return data is net of fees for the fiscal year-to-date and is not annualized

\*\* All ratios are for the fiscal year-to-date annualized

### NOTE 5. SCHEDULE OF PARTICIPATION

The following schedule provides the value of participants' accounts in the Pool at August 31, 2010.

<u>Participant</u>	<u>Account Value</u>
Teachers' Retirement System	\$ 346,107
Public Employees' Retirement System	319,341
State Police Death, Disability and Retirement Fund	36,055
Judges' Retirement System	9,201
Deputy Sheriff's Retirement System	8,228
State Police Retirement System	4,745
Emergency Medical Services Retirement System	2,204
Total	\$ 725,881



**Financial Statements - Unaudited**

**August 31, 2010**



# International Nonqualified Pool

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## Financial Statements - Unaudited August 31, 2010

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# International Nonqualified Pool

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## Statement of Assets and Liabilities - Unaudited

August 31, 2010

(Amounts in thousands, except unit data)

### Assets

Investment securities at fair value	\$	56,129
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### Liabilities

Accrued expenses		<u>5</u>
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<b>Net assets</b>	<b>\$</b>	<b><u>56,124</u></b>
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### Net assets

Paid-in capital	\$	13,633
Accumulated undistributed net investment loss		(3,074)
Accumulated undistributed net realized gain from investments		27,659
Unrealized net appreciation of investments		<u>17,906</u>

<b>Net assets</b>	<b>\$</b>	<b><u>56,124</u></b>
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### Unit data

Units outstanding		1,708,026
Net asset value, unit price	\$	<u>32.86</u>

See accompanying notes to financial statements.

# International Nonqualified Pool

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## Schedule of Investments in Securities - Unaudited

August 31, 2010

(Amounts in thousands, except share data)

<u>Security Name</u>	<u>Shares</u>	<u>Cost</u>	<u>Fair Value</u>
<b><u>Investments in Other Funds</u></b>			
Silchester International Value Equity Trust	90,050,153	\$ 38,223	\$ 56,129
Investment Objective - To achieve desired exposure to equity securities of companies ordinarily incorporated in countries other than the United States.			
Redemption Provisions - Monthly on the first business day.			
No underlying investments exceed 5% of net assets of the International Nonqualified Pool.			
Total Investments in Other Funds - 100.0%		<u>\$ 38,223</u>	<u>\$ 56,129</u>

See accompanying notes to financial statements.

# International Nonqualified Pool

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**Statement of Operations - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	<u>Month</u>	<u>Year To Date</u>
<b>Investment income</b>	\$ -	\$ -
<b>Expenses</b>		
Investment advisor fees	(35)	(72)
Management fees	(2)	(4)
Professional service fees	-	(1)
	<u>(37)</u>	<u>(77)</u>
<b>Total expenses</b>	<u>(37)</u>	<u>(77)</u>
<b>Investment loss, net</b>	(37)	(77)
<b>Realized and unrealized gain (loss) from investments</b>		
Net realized gain from investments	11	23
Net increase (decrease) in the fair value of investments	(821)	2,381
	<u>(810)</u>	<u>2,404</u>
<b>Net gain (loss) from investments</b>	<u>(810)</u>	<u>2,404</u>
<b>Net increase (decrease) in net assets from operations</b>	<u>\$ (847)</u>	<u>\$ 2,327</u>

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*



## International Nonqualified Pool

**Statement of Changes in Net Assets - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands, except unit data)*

	<b>Month</b>	<b>Year To Date</b>
<b>Operations</b>		
Investment loss, net	\$ (37)	\$ (77)
Net realized gain from investments	11	23
Net increase (decrease) in the fair value of investments	(821)	2,381
<b>Net increase (decrease) in net assets from operations</b>	(847)	2,327
<b>Unit transactions</b>		
Proceeds from sale of units	95	97
Amount paid for repurchase of units	(95)	(95)
<b>Increase in net assets from unit transactions</b>	-	2
<b>Increase (decrease) in net assets</b>	(847)	2,329
<b>Net assets, beginning of period</b>	56,971	53,795
<b>Net assets, end of period</b>	\$ 56,124	\$ 56,124
<b>Unit data</b>		
Units sold	2,869	2,927
Units repurchased	(2,860)	(2,860)
<b>Increase in units</b>	9	67

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

# International Nonqualified Pool

## Statement of Cash Flows - Unaudited Period Ended August 31, 2010\* (Amounts in thousands)

	<u>Month</u>	<u>Year To Date</u>
<b>Cash flows from operating activities</b>		
Net increase (decrease) in net assets from operations	\$ (847)	\$ 2,327
Adjustments to reconcile net increase (decrease) in net assets from operations to net cash provided by (used in) operating activities:		
Proceeds from disposition of investment securities	35	72
Net realized gain from investments	(11)	(23)
Increase in accrued expenses	2	3
Net decrease (increase) in the fair value of investments	821	(2,381)
<b>Net cash used in operating activities</b>	-	(2)
<b>Cash flows from financing activities</b>		
Proceeds from sale of units	95	97
Amount paid for repurchase of units	(95)	(95)
<b>Cash provided by financing activities</b>	-	2
<b>Net change in cash</b>	-	-
<b>Cash</b>		
Beginning balance	-	-
Ending balance	<u>\$ -</u>	<u>\$ -</u>

\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.

# International Nonqualified Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 1. DESCRIPTION OF THE ENTITY

The West Virginia Investment Management Board (IMB) was organized on April 25, 1997, as a public body corporate created by *West Virginia Code §12-6-1* to provide prudent fiscal administration and investment management services to designated State pension funds, the State's Workers' Compensation and Coal Workers' Pneumoconiosis funds, and certain other State government funds.

A Board of Trustees, consisting of thirteen members, governs the IMB. The Governor, the State Auditor and the State Treasurer are ex officio members of the Board of Trustees. The Governor appoints all other Trustees for a term of six years.

The IMB operates on a fiscal year beginning July 1 and ending June 30.

The accompanying financial statements reflect only the investments and investment related operations of the IMB's International Nonqualified Pool (Pool). They do not reflect activity of the other investment pools under the control of the IMB or the Administrative Fund of the IMB, or any other assets or liabilities, or restrictions thereon, or the various investment pool participants. Accordingly, these financial statements are not intended to and do not present the comprehensive financial position and operations of the IMB or any of the investment pool participants.

These financial statements have been prepared on a basis of accounting following U.S. generally accepted accounting principles (GAAP) established by the Financial Accounting Standards Board (FASB) and the American Institute of Certified Public Accountants applicable to investment companies, which is a comprehensive basis of accounting other than GAAP for state and local governments established by the Government Accounting Standards Board. The IMB has selected this basis of accounting because it believes that the disclosures required for investment companies better reflect the purpose and operations of the Pool.

A summary of the differences between financial statements prepared in accordance with GAAP for investment companies and GAAP for state and local governments are as follows:

	Investment Company GAAP	State and Local GAAP
Management Discussion and Analysis	Not required	Required
Schedule of Investments in Securities	Required	Not required
Statement of Operations	Required	Not required
Investment Risk Disclosures	Not required	Required
Financial Highlights	Required	Not required

There are no differences in the reported amounts of assets, liabilities, net assets, investment operations, distributions, or unit transactions between GAAP for investment companies and GAAP for state and local governments.

Funds are invested in Silchester International Investors' Value Equity Trust. The Pool is expected to produce investment returns that exceed the Morgan Stanley Capital International's EAFE index by 200 basis points on an annualized basis over three- to five-year periods, net of external investment management fees. The Pool exists for participants who are not "qualified" (as defined by the *Internal Revenue Code*).

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting** - The IMB invests funds of the State and its component units, all of which are government entities. Investments in other funds are valued at the reported net asset values of the individual funds, provided by the fund's management, as a practical expedient for measuring fair value.

**Investment Transactions** - Investment transactions are accounted for on a trade date basis.

**Use of Estimates** - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

# International Nonqualified Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

**Investment Gains and Losses** - Gains and losses on the sale of investment securities are recognized at the time of sale by the average cost method.

**Distributions to Participants** - The Pool does not routinely distribute dividends of net investment income or capital gains.

**Expenses** - The IMB's Trustees adopt an annual budget and fee schedule for services to be provided to all of the investment pools under its management. Each investment pool is charged for its direct investment-related cost and for its allocated share of other expenses. These other expenses are allocated to the individual pools based on asset size. The IMB pays all expenses on behalf of the Pool.

**Income Taxes** - The IMB is a public corporation organized under laws of the State of West Virginia and exempt from federal and state taxation. Accordingly, the financial statements have been prepared recognizing that the IMB is not subject to federal or state income taxes.

### NOTE 3. FAIR VALUE MEASUREMENTS

ASC 820 defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value of an investment is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e., the exit price).

ASC 820 established a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical financial instruments (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are:

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities at the reporting date.

Level 2 Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not considered active; observable inputs other than observable quoted prices for the asset or liability; or inputs derived principally from or corroborated by observable market data.

Level 3 Unobservable pricing inputs for assets and liabilities.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

The table below summarizes the valuation of the investment securities in accordance with ASC 820 fair value hierarchy levels as of August 31, 2010:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Investments in Other Funds	<u>\$ -</u>	<u>\$ 56,129</u>	<u>\$ -</u>	<u>\$ 56,129</u>

# International Nonqualified Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 4. FINANCIAL HIGHLIGHTS

#### Per Unit Operating Performance:

Net asset value at June 30, 2010	\$	31.50
Income from investment operations:		
Net investment loss		(0.05)
Net realized and unrealized gain on investment transactions		1.41
Total from investment operations		1.36
Net asset value at August 31, 2010	\$	32.86

Time-weighted Total Return \* 4.3%

#### Supplemental Data:

Net assets, end of period	\$	56,124
Ratio to average net assets:		
Expenses **		0.83%
Net investment income **		-0.83%
Portfolio turnover rate		0.00%

\* Return data is net of fees for the fiscal year-to-date and is not annualized

\*\* All ratios are for the fiscal year-to-date annualized

### NOTE 5. SCHEDULE OF PARTICIPATION

The following schedule provides the value of participants' accounts in the Pool at August 31, 2010.

<u>Participant</u>	<u>Account Value</u>
Revenue Shortfall Reserve Fund B	\$ 14,582
Workers' Compensation Old Fund	14,309
Coal Workers' Pneumoconiosis Fund	8,649
Prepaid Tuition Trust Fund	5,169
Board of Risk and Insurance Management	4,198
Public Employees' Insurance Agency	3,424
Wildlife Endowment Fund	3,102
Retiree Health Benefit Trust	1,983
AccessWV	708
Total	\$ 56,124



**Financial Statements - Unaudited**

**August 31, 2010**





# International Equity Pool

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## **Financial Statements - Unaudited August 31, 2010**

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# International Equity Pool

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## Statement of Assets and Liabilities - Unaudited

August 31, 2010

(Amounts in thousands, except unit data)

### Assets

Investment securities at fair value	\$	1,637,622
Cash		(12)
Cash denominated in foreign currencies (cost \$9,666)		9,638
Collateral for securities loaned at fair value (Note 4)		125,146
Receivables:		
Investments sold		30,363
Dividends		6,470
Securities lending income		49
Foreign tax withholding		1,174
Unrealized gain on foreign currency exchange contracts (Note 5)		157
		<hr/>
<b>Total assets</b>		<b>1,810,607</b>

### Liabilities

Accrued expenses		1,805
Payable for investments purchased		5,128
Payable upon return of securities loaned (Note 4)		128,731
Unrealized loss on foreign currency exchange contracts (Note 5)		142
		<hr/>
<b>Total liabilities</b>		<b>135,806</b>
		<hr/>
<b>Net assets</b>	<b>\$</b>	<b>1,674,801</b>

### Analysis of net assets

Paid-in capital	\$	1,162,385
Accumulated undistributed net investment income		224,612
Accumulated undistributed net realized gain from investments		221,583
Accumulated undistributed net realized gain from foreign currency transactions		58,227
Unrealized net appreciation of investments		17,983
Unrealized net depreciation on translation of assets and liabilities in foreign currencies		(9,989)
		<hr/>
<b>Net assets</b>	<b>\$</b>	<b>1,674,801</b>

### Unit data

Units outstanding		89,797,386
Net asset value, unit price	\$	18.65

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
<b>Equity Securities</b>			
<i>Argentina</i>			
Grupo Clarin-GDR CL B Reg S	282,899	\$ 1,534	\$ 1,895
Nortel Inversora SA	123,040	2,538	2,719
Telecom Argentina SA	144,998	2,066	2,727
<i>Total Argentina - 0.4%</i>		6,138	7,341
<i>Australia</i>			
Australian Worldwide Explora	604,837	895	840
BlueScope Steel Ltd	1,549,600	4,967	2,952
Caltex Australia Ltd	251,923	2,186	2,520
Centennial Coal Company Ltd	291,226	384	1,563
Downer EDI Ltd	733,200	2,478	2,597
DUET Group	972,802	1,297	1,442
Goodman Fielder Ltd	2,216,200	3,417	2,643
John Fairfax Holdings Ltd	1,622,408	2,412	2,079
Macquarie Group Ltd	125,900	4,374	4,198
Metcash Ltd	1,050,400	3,983	4,104
OneSteel Ltd	1,796,400	4,426	4,605
Premier Investment Ltd	90,646	528	528
Sigma Pharmaceuticals Ltd	3,474,289	3,460	1,453
Southern Cross Media Group	377,018	1,242	612
Tabcorp Holdings Ltd	641,200	3,521	3,647
Telstra Corporation Ltd	2,081,400	6,118	5,095
Wotif.com Holdings Ltd	236,680	1,009	927
<i>Total Australia - 2.5%</i>		46,697	41,805
<i>Austria</i>			
Voestalpine AG - 0.2%	92,700	3,772	2,759
<i>Belgium</i>			
Barco NV	22,300	1,603	1,030
Bekaert NV	9,557	1,439	1,943
Delhaize Le Lion SA	65,100	4,658	4,378
D'leteren SA NV	2,254	1,027	1,063
KBC Groep NV	113,900	5,008	4,742
Telenet Group Holding NV	59,831	1,142	1,791
Tessenderlo Chemie NV	65,300	2,990	1,851
<i>Total Belgium - 1.0%</i>		17,867	16,798
<i>Bermuda</i>			
Central European Media Enterp	2,323	54	49
China Green Holdings Ltd	1,061,086	1,014	999
China Yuchai International Ltd	5,000	81	81
China Yurun Food Group Ltd	89,700	227	326
Cosco Pacific Ltd	114,000	156	150
Credicorp Ltd	4,327	346	455
GOME Electrical Appliances	724,000	218	220
Hiscox Ltd	526,100	2,407	2,968
Huabao International Holdings	100,000	108	146
Nine Dragons Paper Holdings	107,000	183	147
Pacific Basin Shipping Ltd	2,223,831	1,783	1,510
Sinofert Holdings Ltd	149,000	70	78
Yue Yuen Industrial Holdings	2,356,000	4,748	7,723
<i>Total Bermuda - 0.9%</i>		11,395	14,852
<i>Brazil</i>			
AES Tiete SA	5,600	63	68
All America Latina Logistica	26,900	217	248
B2W Companhia Global do Varejo	3,133	82	50
Banco Bradesco SA	124,469	2,067	2,168
Banco do Brasil SA	576,388	7,990	9,359
Banco do Estado do Rio Grande	716,395	5,127	6,323
Banco Santander Brasil SA	781,795	9,630	9,839
BM&F Bovespa SA	128,677	878	939

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
BR Malls Participacoes	9,253	123	145
Bradespar SA	15,100	297	315
Brascan Residential Properties	14,644	73	76
Brasil Telecom SA	424,070	10,635	6,328
Braskem SA Pref A	9,900	67	87
BRF-Brasil Foods SA	43,336	560	582
Centrais Eletricas Brasileiras	1,346,180	14,863	17,725
CESP-Companhia Energetica	9,809	121	143
Cetrais Elect de Santa Catarina	155,600	4,108	3,029
CIA Paranaense De Energia	297,390	3,728	6,209
Cielo SA	40,747	377	348
Companhia de Transmissao	2,100	59	60
Companhia Brasileira de Distri	5,700	178	201
Companhia de Bebidas das Amer	9,842	890	1,086
Companhia de Concessoes Rodov	10,700	210	246
Companhia de Saneamento	699,344	9,258	13,321
Companhia Energetica de Minas	25,483	366	407
Companhia Energetica do Ceara	255,525	4,331	4,371
Companhia Siderurgica Nacional	49,850	789	766
Cosan SA Industrial e Comercio	8,125	95	106
CPFL Energia SA	5,800	111	134
Cyrela Brazil Realty SA	16,200	253	249
Duratex SA	16,759	138	170
EDP-Energias do Brasil SA	3,700	65	79
Eletropaulo Metropolitana SA	244,683	4,470	4,604
Empresa Brasileira	487,570	8,100	12,087
Empresa Brasileira de Aeronaut	14,300	82	88
Fertilizantes Fosfatados SA	6,500	63	63
Fibria Celulose SA	10,889	180	168
Gafisa SA	25,083	182	173
Gerdau SA	43,302	617	577
Gol-Linhas Aereas Inteligentes	6,100	82	79
Hypermarcas SA	17,713	222	234
Inpar SA	2,577,740	4,582	4,380
Itau Unibanco Holding SA	136,122	2,789	2,935
Itausa - Investimentos Itau SA	152,052	947	1,066
JBS SA	34,144	161	145
Klabin SA	22,900	58	64
LLX Logistica SA	18,480	98	94
Localiza Rent A Car	6,679	74	93
Lojas Americanas SA	20,400	143	172
Lojas Renner SA	8,100	190	262
Marfrig Frigorificos e Comerci	11,112	122	108
Metalurgica Gerdau SA	18,300	320	294
MMX Mineracao e Metalicos	9,318	52	67
MRV Engenharia e Participacoes	19,205	132	160
Multiplan Empreendimentos Imob	4,089	72	78
Natura Cosmeticos SA	11,400	219	275
Net Servicos de Comunicacao SA	12,492	146	159
OGX Petroleo e Gas Participac	85,500	757	1,018
PDG Realty SA	34,509	329	355
Petroleo Brasileiro SA	1,353,399	29,045	24,821
Porto Seguro SA	6,424	65	78
Redecard SA	320,264	3,603	4,382
Rossi Residencial SA	11,544	96	100
Souza Cruz SA	5,100	186	235
Sul America SA	6,873	55	67
Suzano Papel e Celulose SA	10,950	89	100
Tam SA	4,313	92	82
Tele Norte Leste Participacoes	452,040	7,161	7,787
Telemar Norte Leste SA	1,800	54	46
Tim Participacoes SA	235,490	4,430	6,576
Tractebel Energia SA	8,700	106	115
Ultrapar Participacoes SA	4,900	214	270
Usinas Siderurgicas de Minas	21,300	577	542

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Vale SA	218,889	5,204	5,439
Vivo Participacoes SA	240,253	3,548	5,767
<i>Total Brazil - 10.2%</i>		157,463	171,382
<i>Canada</i>			
Alimentation Couche-Tard Inc	327,700	4,643	7,034
ATCO Ltd	21,800	651	1,048
BCE Inc	153,100	4,266	4,791
Bombardier	1,078,600	3,495	4,491
Canadian Imperial Bank	79,900	4,731	5,432
Celestica Inc	597,200	3,867	4,503
China Railway Group Ltd	276,800	216	201
Fairfax Financial Holdings Inc	11,100	2,562	4,402
Laurentian Bank of Canada	83,174	2,496	3,627
Lundin Mining Corporation	798,300	2,844	3,174
Manitoba Telecom Services	120,600	4,695	3,110
Metro Inc	114,900	4,758	4,864
National Bank of Canada	153,700	6,813	8,876
Teck Corporation	187,800	6,177	6,282
Transcontinental Inc	239,200	3,637	2,725
<i>Total Canada - 3.9%</i>		55,851	64,560
<i>Cayman Islands</i>			
Agile Property Holdings Ltd	102,000	131	119
Alibaba.com Ltd	82,500	186	161
Belle International Holdings	284,600	327	497
China Dongxiang Group	182,300	119	96
China High Speed Transmission	65,700	138	146
China Mengniu Dairy Co	78,000	223	216
China Resources Land Ltd	138,000	309	264
China Zhongwang Holdings	122,800	107	73
Country Garden Holdings Co	274,446	96	82
Daphne International Holdings	1,094,000	867	1,126
Geely Automobile Holdings Ltd	250,000	86	82
Golden Eagle Retail Group	48,000	92	127
Greentown China Holdings	51,100	64	55
Hengan International Group	50,000	344	443
Hidili Industry International	73,900	69	61
Kingboard Chemical Holdings	550,000	2,456	2,599
Renhe Commercial Holdings	3,250,500	2,844	3,122
Semiconductor Manufacturing	492,000	101	97
Shimae Property Holdings	1,137,000	117	72
Shui On Land Ltd	110,500	197	179
Soho China Ltd	184,371	99	81
TCL Multimedia Technology	152,500	86	98
VST Holdings Limited	4,456,000	1,539	1,260
Want Want China Holdings Ltd	404,400	288	327
Xiniao Gas Holdings Ltd	50,000	132	134
<i>Total Cayman Islands - 0.7%</i>		11,017	11,517
<i>Chile</i>			
Banco Santander Chile	5,797	373	500
Cencosud SA	5,867	273	528
Compania Cervecerias Unidas SA	5,008	188	290
Empresa Nacional de Electricidad	9,891	455	508
Enersis SA	28,564	536	628
Lan Airlines SA	17,165	256	459
Sociedad Quimica Minera Chile	11,761	445	502
Vina Concha Y Toro	6,519	300	307
<i>Total Chile - 0.2%</i>		2,826	3,722
<i>China</i>			
Agricultural Bank of China	903,000	415	409
Anhui Conch Cement Co Ltd	56,000	182	199
Bank of China Ltd	22,841,000	8,261	11,481

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Bank of Communications	445,849	496	473
BBMG Corporation	60,000	60	77
Beijing Capital Intl Airport	120,000	74	58
China Bluechemical Ltd	118,000	67	77
China CITIC Bank	423,200	283	275
China Coal Energy Co	237,000	336	334
China Communication Services	130,000	68	65
China Communications Construct	288,000	300	255
China Construction Bank Corp	2,978,000	2,440	2,458
China Cosco Holdings Company	179,200	219	186
China Life Insurance Co	493,000	2,218	1,882
China Longyuan Power Group	131,700	158	133
China Minsheng Banking Corp	260,600	232	237
China National Bldg Material	84,000	176	154
China Pacific Insurance Group	56,000	236	201
China Railway Construction Ltd	130,500	173	166
China Shipping Container Lines	232,000	84	80
China Shipping Development Co	92,000	131	122
China South Locomotive	137,000	87	115
China Telecom Corp Ltd	936,000	441	452
Dongfang Electric Corp Ltd	26,000	70	95
Dongfeng Motor Group Company	186,000	229	289
Great Wall Motor Company Ltd	2,549,000	4,712	5,466
Guangzhou R&F Properties Corp	62,000	106	90
Guangzhou Automobile Group Co	162,116	167	190
Huaneng Power International	218,000	137	131
Industrial & Comm Bnk of China	3,577,000	2,711	2,598
Jiangsu Expressway Co Ltd	80,000	69	78
Metallurgical Corp of China	168,600	102	73
PetroChina Co Ltd	1,402,000	1,621	1,521
PICC Property & Casualty Co	158,000	127	181
Ping An Insurance Co	97,000	788	802
Shandong Weigao Gp Med Polymer	24,000	92	120
Shanghai Electric Group Co	192,000	90	85
Sichuan Xinhua Winshare	6,391,000	1,553	3,286
Sinopec Shanghai Petrochemical	146,000	58	57
Sinopharm Medicine Holding Co	39,500	169	151
Sinotrans Ltd	35,607,000	6,371	8,697
Tsingtao Brewery Company Ltd	20,000	83	105
Weichai Power Co Ltd	14,000	88	116
Wumart Stores Inc	36,000	70	75
Yanzhou Coal Mining Company	2,160,000	4,503	4,432
Zijin Mining Croup	280,000	253	194
ZTE Corporation	32,300	120	120
<i>Total China - 2.9%</i>		41,426	48,841
<i>Colombia</i>			
Bancolombia SA	15,179	744	975
Ecopetrol SA	26,829	782	1,039
<i>Total Colombia - 0.1%</i>		1,526	2,014
<i>Czech Republic</i>			
CEZ	10,004	485	420
Komerční Banka AS	1,003	186	194
Telefonica O2 Czech Republic	501,933	11,715	11,307
<i>Total Czech Republic - 0.7%</i>		12,386	11,921
<i>Denmark</i>			
D/S Norden A/S	42,935	1,750	1,623
Danisco A/S	27,561	1,862	1,995
Danske Bank A/S	144,600	3,042	3,227
SimCorp A/S	11,422	1,307	1,546
<i>Total Denmark - 0.5%</i>		7,961	8,391

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
<i>Egypt</i>			
Commercial International Bank	31,642	171	214
Egyptian Company for Mobile Sv	1,902	72	58
Egyptian Financial Group-Herme	18,650	102	94
Egyptian Kuwaiti Holding Co	45,924	92	69
ElSwedy Cables Holding Company	2,620	35	30
Ezz Steel	15,876	61	50
Orascom Construction Industrie	5,632	248	249
Orascom Telecom Holdings	159,711	192	148
Talaat Moustafa Group	58,679	80	75
Telecom Egypt	22,997	72	68
<i>Total Egypt - 0.1%</i>		1,125	1,055
<i>Finland</i>			
Huhtamaki	224,400	2,469	2,629
TietoEnator Oyj	171,000	4,238	2,821
<i>Total Finland - 0.3%</i>		6,707	5,450
<i>France</i>			
April Group	52,607	1,723	1,272
Arkema	35,383	1,371	1,478
Axa	259,700	7,310	4,048
BNP Paribas	77,000	5,743	4,832
Bull SA	359,735	924	1,111
Casino Guichard Perrachon SA	52,000	3,859	4,222
Credit Agricole SA	339,900	4,822	4,296
France Telecom SA	210,000	6,791	4,281
Havas Advertising SA	313,212	1,455	1,441
Medica	89,495	1,652	1,632
Metropole Television	70,399	1,649	1,472
Rallye SA	35,300	2,308	1,200
Rhodia SA	78,735	1,403	1,484
Sanofi-Synthelabo SA	198,200	13,337	11,404
SCOR SE	152,600	3,648	3,329
Societe BIC SA	20,341	1,480	1,495
Total SA	232,600	14,724	10,900
Virbac SA	17,568	1,364	2,088
Vivendi Universal	284,900	9,739	6,666
Zodiac SA	6,826	374	411
<i>Total France - 4.1%</i>		85,676	69,062
<i>Germany</i>			
Allianz AG	67,400	9,038	6,932
BASF AG	118,600	5,065	6,290
Bijou Brigitte Accessoires AG	8,320	885	1,062
Deutsche Bank AG	81,700	7,346	5,166
E.On AG	267,200	8,100	7,559
Fuchs Petrolub AG	21,710	1,381	2,142
GEA Group AG	100,458	2,165	2,091
Kontron AG	28,521	260	203
Krones AG	24,905	1,192	1,348
Muenchener Rueckversicherungs	38,700	6,977	4,958
MUT Aero Engines Holding AG	70,200	2,692	3,897
Pfeiffer Vacuum Technology AG	22,516	1,237	1,747
Rhoen-Klinikum AG	62,994	1,218	1,379
RWE AG	83,300	6,579	5,466
SGL Carbon AG	60,933	2,004	1,905
Suedzucker AG	124,631	1,882	2,279
Symrise AG	85,610	2,082	2,113
ThyssenKrupp AG	146,200	3,770	4,020
TUI AG	228,077	2,132	2,303
<i>Total Germany - 3.8%</i>		66,005	62,860
<i>Greece</i>			
Alapis Holding Ind & Commer	232,387	1,132	605

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Alpha Bank AE	91,300	2,833	592
Hellenic Petroleum SA	67,538	941	507
<i>Total Greece - 0.1%</i>		4,906	1,704
<i>Hong Kong</i>			
Air China Ltd	154,000	119	164
Aluminum Corp of China	272,000	279	216
Angang New Steel Company	74,000	129	105
Anta Sports Products Ltd	57,600	87	118
Beijing Enterprises Holdings	36,000	217	254
BYD Company Ltd	35,500	299	204
Chaoda Modern Agricultures Ltd	18,840,000	12,983	14,048
China Agri-Industries Holdings	110,000	117	134
China Everbright Ltd	54,000	126	119
China Merchants Bank	261,905	621	675
China Merchants Holdings Intl	74,782	253	252
China Mobile (Hong Kong) Ltd	398,500	3,881	4,055
China Oilfield Services Ltd	108,000	122	138
China Overseas Land & Invstmnt	274,000	595	585
China Pet & Chem Cor (Sinopec)	9,744,000	8,118	7,717
China Resources Enterprise Ltd	82,000	272	342
China Resources Power	112,000	246	247
China Shenhua Energy Company	227,000	977	827
China Taiping Insurance	54,000	173	168
China Travel International	220,000	47	48
China Unicom (Hong Kong) Ltd	396,000	531	546
Citic Pacific Ltd	77,000	189	157
CNOOC Ltd	1,185,000	1,776	2,047
Dah Sing Financial Group	90,400	477	567
Datang Intl Power Generation	202,000	97	80
Dickson Concepts Ltd	1,628,500	1,191	1,068
Erste Group Bank AG	311,440	12,964	11,336
First Pacific Company Ltd	24,369,732	9,912	18,140
Fosun International	112,400	77	86
Fountain Set (Holdings) Ltd	8,574,000	2,096	1,323
Franshion Properties China Ltd	259,500	76	75
Fushan Intl Energy Group Ltd	190,000	133	99
Guangdong Investment Ltd	170,000	85	83
Hopson Development Holdings	54,000	80	63
Jiangxi Copper Company Ltd	96,000	213	208
Kingboard Chemical Holdings	3,200	-	1
Kunlun Energy Co Ltd	170,000	185	210
Lenovo Grp Ltd	338,000	188	194
Li Ning Company	44,000	135	142
Maanshan Iron & Steel Company	116,000	65	59
Minth Group Ltd	1,403,000	2,081	2,273
Parkson Retail Group Ltd	81,500	130	135
Poly (Hong Kong) Investments	93,000	118	99
Shanghai Industrial Holdings	38,000	176	185
Sino-Ocean Holdings Ltd	217,500	194	152
Sinotruk Hong Kong Ltd	56,000	61	53
Skworth Digital Holdings Ltd	106,000	98	55
SmarTone Telecommunications	6,401,500	6,377	6,501
Tencent Holdings Ltd	67,000	1,187	1,226
Tingyi Holding Corporation	114,000	259	288
TPV Technology Ltd	2,477,400	1,587	1,478
Varitronix International Ltd	783,000	784	271
Weiqiao Textile Company Ltd	13,096,000	16,742	8,586
Zhejiang Expressway Company	442,000	343	393
<i>Total Hong Kong - 5.3%</i>		90,268	88,595
<i>Hungary</i>			
Magyar Telekom	4,094,629	18,137	12,462
MOL Hungarian Oil & Gas Nyrt	2,626	233	244
OTP Bank Nyrt	14,947	451	317

See accompanying notes to financial statements.



## International Equity Pool

### Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Richter Gedeon Nyrt	878	181	182
<i>Total Hungary - 0.8%</i>		19,002	13,205
<i>India</i>			
Axix Bank Ltd	23,000	502	659
Bharat Heavy Electricals Ltd	5,900	287	302
DLF Ltd	16,462	108	106
Dr. Reddy's Laboratories	15,522	330	447
Gail India Ltd	8,970	432	534
HDFC Bank Ltd	7,223	832	1,154
Hero Honda Motors Ltd	2,937	128	112
Hindalco Industries Ltd	73,241	259	259
Hindustan Unilever Limited	34,794	190	196
Housing Development Finance	69,840	881	931
ICICI Bank Ltd	33,072	1,214	1,366
Indiabulls Real Estate Ltd	12,398	42	44
Infosys Technologies	37,477	1,808	2,147
Infrastructure Dev Finance Co	62,603	254	237
ITC Limited	94,418	294	327
Jaiprakash Associates Ltd	37,897	116	88
Jindal Steel & Power Limited	16,620	244	242
JSW Steel Limited	3,027	70	73
Larsen & Toubro Ltd	18,643	643	718
Mahindra & Mahindra Ltd	31,526	318	426
NTPC Ltd	59,856	258	249
Oil & Natural Gas Corporation	7,044	176	200
Patni Computer Systems Ltd	100,700	2,110	1,923
Ranbaxy Laborato-SP	17,000	143	179
Reliance Communications	19,091	74	63
Reliance Industries Ltd	45,448	2,015	1,777
Reliance Infrastructure Ltd	3,839	98	82
Satyam Computer Services Ltd	51,623	298	233
Sesa Goa Ltd	13,167	110	89
State Bank of India	4,702	437	553
Sterlite Industries (India)	35,838	582	462
Suzlon Energy Ltd	9,700	16	10
Tata Consultancy Services	21,208	344	380
Tata Motors Ltd	27,150	361	581
Tata Power Company Ltd	6,426	185	167
Tata Steel Ltd	20,695	227	226
Unitech Limited	52,482	86	87
United Spirits Ltd	3,227	91	98
Wipro Ltd	40,796	463	523
<i>Total India - 1.1%</i>		17,026	18,250
<i>Indonesia</i>			
Adaro Energy	631,000	130	133
Aneka Tambang TBK	220,000	54	51
Astra Agro Lestari TBK	26,000	59	56
Astra International TBK	133,000	524	701
Bank Central Asia TBK	810,000	427	520
Bank Danamon Indonesia TBK	191,000	102	113
Bank Mandiri	477,500	250	312
Bank Negara Indonesia	242,500	52	93
Bank Rakyat Indonesia	361,000	304	372
Bumi Resources TBK	1,148,000	317	211
Indo Tambangraya Megah PT	22,500	83	98
Indocement Tungal Prakarsa	98,500	130	192
Indofood Sukses Mak TBK	288,500	105	145
Indosat TBK	90,000	51	44
Intl Nickel Indonesia TBK	163,500	71	77
Lippo Karawaci TBK	717,000	285	317
Perusahaan Gas Negara	38,000	141	166
Semen Gresik (Persero) TBK	191,000	160	184
Tambang Bukit Asam TBK	53,000	86	103

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

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(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Telekomunikasi Indones TBK	662,500	593	634
Unilever Indonesia TBK	100,500	127	179
United Tractors TBK	98,500	172	200
<i>Total Indonesia - 0.3%</i>		4,223	4,901
<i>Ireland</i>			
C&C Group PLC	630,671	2,497	2,469
Irish Life & Permanent Group	398,100	6,377	734
Total Produce PLC	82,700	92	37
<i>Total Ireland - 0.2%</i>		8,966	3,240
<i>Israel</i>			
Bank Leumi Le-Israel	976,800	3,243	4,043
Bezeq Israeli Telecommunicatio	1,021,570	1,494	2,259
Israel Discount Bank	1,581,300	3,538	2,795
Makhteshim-Agan Industries Ltd	4,147,930	17,637	14,271
Partner Communications Company	472,472	8,118	7,878
Syneron Medical Ltd	330,882	3,454	2,654
<i>Total Israel - 2.0%</i>		37,484	33,900
<i>Italy</i>			
Amplifon SpA	427,798	1,971	1,887
Benetton Group Spa	123,997	987	841
Danieli SpA	70,064	468	703
Davide Campari - Milano SpA	293,687	812	1,524
Enel SpA	1,044,300	5,684	4,990
ENI SpA	424,300	11,514	8,450
Finmeccanica SpA	276,900	4,130	2,789
Indesit Company SpA	138,208	1,650	1,335
Iren SpA	866,640	1,060	1,361
Pirelli & Company SpA	340,771	2,113	2,269
Prysmian SpA	66,985	1,079	1,053
Sorin SPA	720,202	1,412	1,407
<i>Total Italy - 1.7%</i>		32,880	28,609
<i>Japan</i>			
Acom Co Ltd	68,970	1,219	1,041
Aeon Delight Company Ltd	99,044	1,683	1,858
Akebono Brake Industry Co Ltd	258,256	1,394	1,298
Astellas Pharma Inc	125,100	4,460	4,325
Canon Marketing Japan Inc	91,200	1,508	1,171
Century Leasing System Inc	214,200	2,725	2,758
Circle K Sunkus Company Ltd	111,900	1,592	1,531
DDI Corporation	900	4,328	4,341
Don Quijote Co Ltd	73,550	1,383	1,796
Eizo Nannao Corporation	51,700	1,645	1,009
Enix Corporation	60,100	1,457	1,241
Furukawa Electric Co Ltd	497,216	2,313	1,806
GEO Corporation	1,800	1,846	2,116
Hanwa Company Ltd	600,000	3,094	2,172
Hitachi Cable Ltd	801,000	2,711	1,956
Hitachi Capital Corporation	67,400	608	952
Hitachi High-Technologies Corp	123,600	2,191	2,006
Hitachi Metals Ltd	161,753	1,701	1,743
Hoshizaki Electric Company Ltd	80,796	1,114	1,440
Ines Corp	148,055	1,079	964
Itochu Corp	499,000	3,527	4,077
Itochu Techno-Science Corp	116,100	3,618	3,786
Izumi Company Ltd	134,600	1,577	1,662
JSR Corporation	138,200	2,145	2,038
JTEKT Corporation	200,024	1,907	1,641
JX Holdings Inc	958,421	6,146	4,839
Kanto Auto Works Ltd	119,600	1,670	809
Keihin Corporation	160,500	1,387	3,070
Keiyo Bank Ltd	307,000	1,494	1,565
Kobayashi Pharmaceutical Co	40,321	1,584	1,854

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Konica Corporation	438,000	3,109	3,829
Kyoei Steel Ltd	91,400	1,535	1,257
Kyowa Exeo Corporation	239,500	2,147	2,094
Marubeni Corporation	654,800	2,948	3,377
McDonald's Holding Company	56,574	1,155	1,351
Megmilk Snow Brand Co Ltd	82,429	1,526	1,555
Mimasu Semiconductor Industry	110,300	1,511	1,093
Miraca Holdings Inc	160,100	3,438	5,365
Mitsui & Company Ltd	259,600	4,500	3,379
Mizuho Financial Grp Inc	4,206,600	8,886	6,462
Nippon Telegraph & Telephone	188,900	8,428	8,155
NOK Corporation	114,593	1,396	1,729
NTT DoCoMo	5,500	8,422	9,314
Numura Real Estate Office Fund	265	1,435	1,316
Sanken Electric Company	280,495	1,070	889
Sankyo Company Ltd	48,400	2,199	2,450
Sapporo Hokuyo Holdings Inc	705,600	3,211	3,328
Seiko Epson Corporation	138,000	2,066	1,770
Seino Holdings Corporation Ltd	330,000	1,730	2,055
Sumitomo Corporation	885,000	11,914	10,150
Sumitomo Heavy Industries	402,229	2,049	1,863
Sumitomo Mitsui Financial Grp	59,000	2,183	1,757
Sundrug Co Ltd	72,300	1,540	1,956
Takeda Pharmaceutical Co Ltd	111,600	5,019	5,130
THK Co Ltd	95,414	1,856	1,573
Tocalo Co Ltd	76,300	1,364	1,079
Tokai Tokyo Securities Co Ltd	828,000	3,175	2,741
Tokyo Ohka Kogyo Company Ltd	108,800	2,055	1,752
Toshiba Plant Sys & Ser Corp	181,695	2,223	2,082
Tsumura & Company	79,200	2,344	2,469
Yaskawa Electric Corporation	219,835	1,860	1,524
Yodogawa Steel Works Ltd	512,000	2,194	1,939
Yokohama Rubber Company Ltd	288,951	1,260	1,328
<i>Total Japan - 9.6%</i>		166,854	160,976
<i>Korea</i>			
Amorepacific Corporation	214	156	196
Celltrion Inc	3,700	53	64
Cheil Industris Inc	2,982	144	260
CJ CheilJedang Corp	490	88	91
Daegu Bank	8,380	112	98
Daelim Industrial Co Ltd	1,760	109	111
Daewoo International Corp	3,242	92	90
Daewoo Securities Co Ltd	8,180	141	150
Daewoo Shipbuilding & Marine	5,970	90	116
Dongbu Insurance Company Ltd	2,840	85	80
Dongkuk Steel Mill Co Ltd	142,330	2,893	2,849
Doosan Corporation	670	58	67
Doosan Heavy Industries	2,810	167	161
Doosan Infracore Co, Ltd	5,400	83	87
Glovis Company Ltd	740	71	101
GS Engineering & Construction	2,370	188	169
GS Holdings Corp	3,410	102	140
Halla Climate Control Corp	364,500	3,474	5,488
Hana Financial Group	12,610	396	324
Hanjin Heavy Indus & Const	1,750	36	42
Hankook Tire Company Ltd	4,780	95	104
Hanwha Chemical Corporation	212,440	2,350	4,758
Hanwha Corporation	3,010	107	112
Hite Brewery Co Ltd	300	41	33
Honam Petrochemical Corp	950	86	148
Hynix Semiconductor Inc	33,110	596	583
Hyosung Corporation	1,520	97	136
Hyundai Dept Store Co	940	85	94
Hyundai Development Company	3,580	114	82

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Hyundai Engineering & Construc	4,430	226	236
Hyundai Heavy Industries Co	2,510	422	553
Hyundai Mipo Dockyard Company	27,940	2,533	3,740
Hyundai Mobis	4,500	641	814
Hyundai Motor Co Ltd	12,680	1,084	1,306
Hyundai Motor Company	137,270	4,364	5,553
Hyundai Securities Co Ltd	7,920	95	95
Hyundai Steel Co	3,650	256	329
Industrial Bank of Korea (IBK)	315,900	5,188	3,821
Kaewoo Engineering & Construct	7,680	82	63
Kangwon Land Inc	6,070	87	111
KB Financial Group Inc	264,394	11,642	10,718
KCC Corp	320	93	80
Kia Motors Corporation	15,470	293	397
Korea Electric Power Corp	143,000	4,593	3,477
Korea Exchange Bank	673,240	8,023	7,104
Korea Gas Corporation	1,570	67	57
Korea Investment Holdings Co	2,400	67	63
Korea Life Insurance Co Ltd	11,210	65	75
Korea Zinc Company	23,270	2,602	5,173
Korean Air Lines Co	2,390	113	145
KT Corporation	95,870	4,311	3,506
KT&G Corporation	7,270	420	370
LG Chemical Ltd	9,340	992	1,331
LG Display Co Ltd	15,380	449	427
LG Electronics Inc	7,180	639	533
LG Household & Health Care Ltd	570	137	191
LG Innotek	640	80	70
LG Telecom Ltd	15,477	107	97
Lotte Chilsung Beverage Co	16,020	14,154	9,955
Lotte Confectionery Co Ltd	1,457	1,564	1,498
Lotte Shopping Company Ltd	670	184	217
LS Cable Ltd	1,180	96	116
LS Industrial Systems Co	920	69	74
Mirae Asset Securities Co	1,620	86	77
NCsoft Corporation	890	119	171
NHN Corporation	2,705	413	443
OCI Company Ltd	990	195	307
Pohang Iron & Steel Co Ltd	30,723	12,702	12,467
Pusan Bank	378,280	4,381	4,023
S1 Corporation	1,190	50	58
Samsung C&T Corporation	8,270	383	389
Samsung Card Co	2,630	112	117
Samsung Electro Mechanics Co	3,950	364	376
Samsung Electronics Co Ltd	11,804	6,634	7,190
Samsung Engineering Co	1,990	186	219
Samsung Fire & Marine Ins Co	2,350	443	375
Samsung Heavy Industries	10,720	225	238
Samsung Life Insurance Co	3,310	286	301
Samsung SDI Co Ltd	2,260	282	317
Samsung Securities Co Ltd	3,210	172	155
Samsung Techwin Company Ltd	2,470	196	228
Seoul Semiconductor Co Ltd	2,130	76	65
Shinhan Financial Group	128,330	5,003	4,913
Shinsegae Co Ltd	935	443	450
SK Broadband Company Ltd	11,557	53	51
Sk C&C Co Ltd	1,010	61	77
SK Energy Co Ltd	3,970	402	422
SK Holdings Co Ltd	32,820	2,857	2,519
SK Networks Co Ltd	4,890	49	40
SK Telecom Company Ltd	23,759	4,048	3,200
S-Oil Corporation	3,000	152	145
STX Pan Ocean Co Ltd	6,860	68	66
Tong Yang Securities Inc	5,340	54	44
Woongjin Coway Co Ltd	3,110	101	104

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Woori Finance Holdings Co	18,700	246	210
Worri Investment & Securities	5,570	77	82
Yuhan Corporation	548	80	81
<i>Total Korea - 7.1%</i>		118,846	118,949
<i>Malaysia</i>			
AirAsia Berhad	82,100	36	44
Alliance Financial Group	55,400	46	54
AMMB Holdings Berhad	114,100	154	206
Axiata Group Berhad	166,500	165	237
Berjaya Corp Berhad	111,300	46	34
Berjaya Retail Bhd	8,130	-	1
Berjaya Sports Toto Berhad	40,700	52	54
British American Tobacco Malay	7,800	102	112
Bursa Malaysia Berhad	31,800	73	73
Commerce Asset Hldg Berhad	258,700	480	643
Digi.com Berhad	22,100	143	174
Gamuda Berhad	103,300	95	114
Genting Berhad	146,000	305	440
Genting Malaysia Berhad	194,100	159	187
Genting Plantations Berhad	11,100	20	26
Hong Leong Bank Berhad	31,200	70	88
Hong Leong Financial Group	12,900	29	36
IJM Corporation Berhad	69,700	96	111
IOI Corporation Berhad	219,086	332	367
Kuala Lumpur Kepong Berhad	31,600	140	171
Lafarge Malayan Cement Berhad	26,600	51	63
Malayan Banking Berhad	209,100	421	559
Malaysian Airline Berhad	40,900	27	28
Maxis Berhad	123,200	200	211
MISC Berhad	73,220	182	205
MMC Corporation Berhad	59,000	44	48
Parkson Holdings Berhad	34,438	53	60
Petronas Dagangan Berhad	16,400	46	56
Petronas Gas Berhad	30,100	86	101
Plus Expressways Berhad	98,700	100	132
PPB Group Berhad	29,200	135	159
Proton Holdings Berhad	1,654,500	2,423	2,415
Public Bank Berhad	69,720	222	271
RHB Capital Berhad	1,061,800	2,156	2,250
Sime Darby Berhad	177,600	447	473
SP Setia Berhad	44,600	52	62
Tanjong Public Ltd Company	576,700	2,587	3,918
Telekom Malaysia Berhad	67,800	63	76
Tenage Nasional Berhad	128,300	315	362
UMW Holdings Berhad	37,100	70	78
YTL Corporation Berhad	45,500	98	107
YTL Power International Berhad	134,300	87	96
<i>Total Malaysia - 0.9%</i>		12,408	14,902
<i>Mexico</i>			
Alfa SA A Shares	753,700	4,474	5,193
America Movil SAB de CV	1,248,301	2,633	2,923
Cemex SAB de CV	2,237,757	13,650	13,089
Coca-Cola Femsa SAB de CV	17,900	99	135
Desarrolladora Homex SA	14,000	76	65
Fomento Economico Mexicano SA	142,400	640	699
Grupo Aeroportuario del Pacifi	31,700	91	88
Grupo Bimbo SAB de CV	23,300	146	160
Grupo Carso SAB de CV	36,684	115	163
Grupo Elektra SA de CV	4,800	197	154
Grupo Financiero Banorte	93,143	331	336
Grupo Financiero Inbursa SAB	55,000	167	204
Grupo Mexico SAB de CV	251,341	526	646
Grupo Modelo SA de CV	41,700	201	222

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Grupo Televisa MM	2,717,060	10,272	10,107
Industrias Penoles SA de CV	6,600	121	140
Kimberly-Clark de Mexico SAB	35,100	164	204
Mexichem SAB de CV	52,500	96	136
Telefonos de Mexico SA	3,841,610	8,098	6,564
Urbi Desarrollos Urbanos SA	32,200	65	61
Wal-Mart de Mexico SAB	386,300	759	866
<i>Total Mexico - 2.5%</i>		42,921	42,155
<i>Netherlands</i>			
Aegon NV	779,500	6,586	4,000
ASM International NV	78,007	1,434	1,729
CSM NV	172,698	2,232	4,504
Fugro NV	28,393	1,231	1,603
Gemalto NV	30,744	1,179	1,055
Koninklijke DSM NV	139,700	5,192	5,823
Nutreco Holding NV	34,499	1,484	2,008
<i>Total Netherlands - 1.2%</i>		19,338	20,722
<i>New Zealand</i>			
Fletcher Building Ltd - 0.1%	207,470	813	1,093
<i>Norway</i>			
DNB Holding ASA	230,200	3,057	2,548
Marine Harvest	2,077,677	1,600	1,589
StatoilHydro ASA	275,900	7,095	5,195
Stolt-Nielsen SA	96,500	2,011	1,349
TGS Nopec Geophysical Company	130,942	1,247	1,764
Veidekke ASA	306,000	2,774	2,013
<i>Total Norway - 0.9%</i>		17,784	14,458
<i>Pakistan</i>			
Nishat Mills Ltd - 0.1%	1,831,640	2,114	926
<i>Panama</i>			
Banco Latinoamericano de Exp - 0.5%	604,261	9,560	7,668
<i>Peru</i>			
Compania de Minas Buenaventura - 0.0%	11,662	401	482
<i>Philippines</i>			
Ayala Corporation	9,270	59	71
Ayala Land Inc	277,000	68	100
Banco de Oro Unibank Inc	36,600	37	42
Bank of Philippine Islands	75,756	71	80
Energy Development Corp	391,000	38	40
First Philippine Holdings Corp	4,618,700	2,919	6,058
Globe Telecom	1,730	33	31
Jollibee Foods Corporation	21,600	33	37
Manila Electric Company	23,790	94	94
Metropolitan Bank & Trust Co	28,300	37	40
Philippine Long Distance Tel	2,490	132	134
SM Investments Corporation	9,770	66	102
SM Prime Holdings Inc	213,000	45	51
<i>Total Philippines - 0.4%</i>		3,632	6,880
<i>Poland</i>			
Asseco Poland SA	4,334	85	76
Bank Handlowy w Warszawie	2,190	50	54
Bank Millennium SA	28,194	37	40
Bank Pekao SA	7,845	425	383
Bank Zachodni WBK SA	1,396	76	83
BRE Bank SA	1,039	79	84
Cyfrowy Polsat SA	3,970	20	18
Getin Holding SA	22,801	68	70

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Globe Trade Centre SA	8,486	67	61
Grupa Lotos SA	4,323	42	41
Ing Bank Slaski SA	216	50	55
Kernel Holding SA	1,995	39	39
KGHM Polska Miedz	163,704	5,447	5,561
PBG SA	692	46	50
Polska Grupa Energetyczna	17,255	130	125
Polski Koncern Naftowy Orlen	21,319	239	263
Polskie Gornictwo Naftowe Gaz	117,676	139	132
Powszechna Kasa Oszczednosci	41,530	514	503
Powszechny Zaklad Ubezpieczen	2,582	282	310
Tauron Polska Energia SA	68,696	116	117
Telekomunikacja Polska SA	447,286	3,256	2,436
TVN SA	10,265	51	56
<i>Total Poland - 0.6%</i>		11,258	10,557
<i>Portugal</i>			
Banco Espirito Santo - 0.2%	675,000	3,718	2,921
<i>Russia</i>			
Cherepovets MK Severstal	15,195	142	183
Comstar United Telesystems	17,259	101	112
Federal Grid Co Unified Energy	21,244,436	237	240
Gazprom	604,992	12,339	12,479
Lukoil	159,576	10,394	8,410
Magnit	15,602	294	332
Magnitogorsk Iron & Steel Work	700,800	6,294	7,772
Mechel	10,570	210	240
Mining & Metallurgical Co	49,907	703	838
MMC Norilsk Nickel	296,596	4,759	5,027
Mobile TeleSystems	205,575	2,834	4,292
NovaTek OAO	6,029	352	443
Novolipetsk Steel (NLMK)	6,550	182	191
OAO TMK	4,734	85	74
Polymetal	8,251	86	98
Polyus Gold	7,339	182	168
Rosneft Oil	103,189	763	654
RusHydro	6,962,933	290	359
Sberbank	616,686	1,424	1,560
Sistema JSFC	6,912	126	178
Surgutneftegaz	98,016	655	626
Tatneft	14,269	394	426
Territorial Generation Co-1	2,929,352,260	1,641	1,904
Uralkali	9,571	188	197
VTB Bank OJSC	57,460	256	296
Wimm-Bill-Dnn Foods	5,304	103	97
<i>Total Russia - 2.8%</i>		45,034	47,196
<i>Singapore</i>			
Changjiang Fertilizer Holdings	53	1	-
ComfortDelGro Corporation	1,334,200	1,248	1,467
Flextronics International Ltd	2,445,870	10,709	12,058
Golden Agri-Resources Ltd	4,409,779	1,277	1,823
Haw Par Corporation Ltd	271,000	1,076	1,178
Hong Leong Asia Ltd	1,164,000	2,220	2,827
MobileOne Ltd	7,764,300	8,771	12,437
Noble Group Ltd	12,701,000	9,798	6,188
Peoples Food Holdings Ltd	318,200	1,799	2,044
Venture Corp Ltd	804,000	1,126	1,045
<i>Total Singapore - 2.5%</i>		38,025	41,067
<i>South Africa</i>			
ABSA Group Ltd	21,348	357	357
African Bank Investments Ltd	47,853	195	210
African Rainbow Minerals	7,023	150	147

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Anglo Platinum Ltd	4,342	390	359
Anglogold Ashanti Ltd	23,915	954	1,026
ArcelorMittal South Africa Ltd	11,804	163	132
Aspen Pharmacare Holdings	16,715	151	191
Astral Foods Ltd	161,900	2,256	2,360
Aveng Ltd	24,916	135	128
Bidvest Group Ltd	19,548	317	361
Discovery Holdings Ltd	17,671	75	84
Exxaro Resources Ltd	8,273	111	128
FirstRand Ltd	186,150	433	488
Foschini Ltd	13,446	111	129
Gold Fields Ltd	46,575	616	669
Growthpoint Properties Ltd	102,308	193	234
Harmony Gold Mining Co Ltd	25,353	261	263
Impala Platinum Holdings Ltd	33,352	805	787
Imperial Holdings Ltd	480,478	2,353	6,651
Investec Ltd	14,267	106	107
JD Group Ltd	297,371	1,805	1,758
Kumba Iron Ore Ltd	5,313	198	242
Liberty Holdings Ltd	6,238	56	59
Massmart Holdings Ltd	12,280	152	204
Metropolitan Holdings Ltd	1,946,300	3,206	4,206
MTN Group Ltd	804,765	11,965	13,148
Murray & Roberts Holdings	20,883	143	117
Nampak Ltd	1,627,100	3,444	3,938
Naspers Ltd	25,447	934	1,027
Nedbank Group Ltd	11,546	191	220
Netcare Ltd	71,035	110	127
Northam Platinum Ltd	7,857	39	43
Pick n Pay Stores Ltd	14,019	76	84
Pretoria Portland Cement Co	35,667	153	145
Redefine Income Fund Ltd	166,832	161	181
Remgro Ltd	28,601	345	386
Reunert Ltd	10,877	82	85
RMB Holdings Ltd	47,963	183	217
Sanlam Ltd	128,394	374	405
Sappi Ltd	34,223	131	162
Sasol	37,923	1,447	1,444
Shoprite Holdings Ltd	26,930	244	330
Standard Bank Group Ltd	77,139	1,022	1,093
Steinhoff International Hldgs	78,090	181	199
Telkom South Africa Ltd	17,284	92	79
Tiger Brands Ltd	10,669	228	261
Truworths International Ltd	28,167	173	224
Vodacom Group (Pty) Ltd	24,598	181	206
Woolworths Holdings Ltd	49,330	125	165
<i>Total South Africa - 2.7%</i>		37,573	45,566
<i>Spain</i>			
Banco Santander Ctrl Hisp SA	763,400	8,451	8,972
Ebro Puleva SA	108,897	1,982	1,911
Repsol SA	323,400	9,400	7,405
Tecnicas Reunidas SA	31,098	1,661	1,583
Telefonica SA	332,800	7,121	7,402
<i>Total Spain - 1.6%</i>		28,615	27,273
<i>Sweden</i>			
Boliden AB	577,000	8,085	6,557
Meda AB	258,322	2,041	2,017
NCC AB	212,300	3,788	3,506
<i>Total Sweden - 0.7%</i>		13,914	12,080
<i>Switzerland</i>			
Baloise Holding Ltd	73,300	4,946	5,942
Clariant AG	202,768	1,317	2,612

See accompanying notes to financial statements.



# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Credit Suisse Group	207,300	9,001	9,116
Kuoni Reisen Holding AG	4,849	1,753	1,717
Novartis AG	265,800	9,791	13,985
Partners Group Holding AG	14,546	1,379	2,026
Sika AG	890	811	1,566
Swiss Re	78,300	4,167	3,251
Swisscom AG	8,300	2,855	3,232
Temenos Group AG	68,314	825	1,758
Zurich Financial Services AG	23,400	5,452	5,225
<i>Total Switzerland - 3.0%</i>		42,297	50,430
<i>Taiwan</i>			
Acer Inc	169,149	431	397
Advanced Semiconductor Engr	595,765	382	410
Advantech Company Ltd	14,000	29	32
Asia Cement Corporation	122,570	126	110
Asustek Computer Inc	38,350	310	256
Au Optronics Corp	496,000	485	428
Benq Corporation	85,000	49	48
Capital Securities Corp	100,811	44	44
Catcher Technology Co Ltd	29,000	74	64
Cathay Financial Hldg Co Ltd	438,900	706	632
Chang Hwa Commercial Bank	272,000	124	155
Cheng Shin Rubber Industry Co	75,000	129	152
Cheng Uei Precision Industry	23,160	44	37
Chicony Electronics Co Ltd	22,050	50	40
China Airlines Ltd	116,000	41	69
China Development Financial	601,960	163	165
China Life Insurance Co Ltd	83,074	58	67
China Steel Corporation	671,909	616	636
Chinatrust Financial Holding	594,776	354	333
Chinese Gamer International	3,000	29	24
Chunghwa Picture Tubes	215,171	59	33
Chunghwa Telecom Co Ltd	313,818	612	642
Clevo Company	34,000	69	71
CMC Magnetics Corporation	128,000	33	31
Compal Communications	16,000	17	13
Compal Electronics Inc	4,000,870	3,828	4,484
Coretronic Corporation	38,000	48	51
Delta Electronics Inc	118,000	353	448
E Sun Financial Holding Co	215,232	88	96
Epistar Corporation	43,000	136	111
Eternal Chemical Company Ltd	30,450	29	30
EVA Airways Corp	89,000	40	63
Evergreen Intl Storage & Trans	47,000	36	36
Evergreen Marine Corporation	84,000	51	56
Everlight Electronics Co Ltd	19,885	59	51
Far Eastern Department Stores	59,450	57	59
Far Eastern Textile Ltd	188,700	217	220
Far EasTone Telecommunications	106,000	126	137
Farglory Land Development	17,000	35	37
Feng Hsin Iron & Steel Co	31,000	47	48
First Financial Hldg Co Ltd	321,850	190	186
Formosa Chemicals & Fibre Corp	188,000	383	418
Formosa International Hotels	3,300	34	53
Formosa Petrochemical Corp	76,000	193	171
Formosa Plastics Corporation	263,000	544	583
Formosa Taffeta Company	38,000	28	28
Foxconn Technology Co Ltd	44,460	125	127
Fubon Financial Holding	338,082	379	394
Giant Manufacturing Co Ltd	19,000	52	69
Gigabyte Technology Company	2,968,000	2,206	2,423
HannStar Display Corporation	300,000	61	55
Hon Hai Precision Industry Co	570,080	2,040	2,011
HTC Corporation	46,000	518	840

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Hua Nan Financial Holdings	263,750	154	155
Innolux Display Corporation	312,926	390	323
Inotera Memories Inc	124,139	81	60
Inventec Co Ltd	106,050	58	52
KGI Securities Company Ltd	182,000	90	76
Kinsus Interconnect Technology	18,000	40	36
Largan Precision Co Ltd	6,000	79	108
Lite-On Technology Corp	135,674	178	156
Macronix International Co	205,000	116	109
MediaTek Inc	61,109	959	833
Mega Financial Holding Co	512,000	310	309
Micro-Star International Co	45,000	29	22
Mitac International Corp	54,000	24	20
Motech Industries	17,169	63	67
Nan Ya Plastics Corp	311,000	531	600
Nan Ya Printed Circuit Bd Corp	12,000	43	39
Nanya Technology Corp	77,000	64	44
Novatek Microelectronics Corp	31,000	78	74
Pegatron Corp	100,379	125	126
Phison Electronics Corp	9,599	60	39
PixArt Imaging Inc	8,000	57	37
Polaris Securities Co Ltd	157,000	83	70
Pou Chen Corporation	144,500	101	117
Powerchip Semiconductor Corp	321,160	60	48
Powertech Technology Inc	38,000	116	113
President Chain Store Corp	32,000	78	118
Prime View International Co	45,000	80	67
Quanta Computer Inc	3,575,456	5,125	5,424
Realtek Semiconductor Corp	28,280	65	56
RichTek Technology Corp	10,500	87	71
Ruentex Development Co Ltd	45,000	69	72
Ruentex Industries Ltd	33,000	71	97
Shin Kong Financial Holding	340,025	139	113
Siliconware Precision Inds	196,000	251	177
Simplio Technology Co Ltd	12,100	61	59
SinoPac Financial Holdings	335,000	129	118
Synnex Technology Intl Corp	78,045	151	160
Taishin Financial Holdings Co	275,226	111	113
Taiwan Business Bank	139,000	36	40
Taiwan Cement Corporation	197,000	207	181
Taiwan Cooperative Bank	240,900	136	150
Taiwan Fertilizer Co Ltd	46,000	153	141
Taiwan Glass Industrial Corp	51,500	43	50
Taiwan Mobile Co Ltd	123,000	230	242
Taiwan Semiconductor Manf Co	1,623,000	3,105	2,984
Tatung Company Ltd	310,000	68	52
Teco Electric & Machinery Co	96,000	41	46
Transcend Information Inc	17,000	60	44
Tripod Technology Corp	23,000	66	79
TSRC Corp	23,000	29	34
Tung Ho Steel Enterprise Corp	50,000	49	43
U-Ming Marine Transport Corp	24,000	44	46
Unimicron Technology Corp	82,000	104	130
Uni-President Enterprises Corp	240,900	254	279
United Microelectronics Corp	816,000	400	331
Vanguard Intl Semiconductor	64,000	29	26
Walsin Lihwa Corporation	18,242,000	5,766	8,599
Wan Hai Lines Ltd	70,000	40	45
Winbond Electronics Corp	171,000	42	43
Wintek Corp	73,000	57	91
Wistron Corporation	123,833	216	194
WPG Holdings Co Ltd	51,916	69	96
Yang Ming Marine Transport	91,000	40	54
Young Fast Optoelectronics	5,000	56	53
Yuanta Financial Holding Co	399,000	283	227

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
Yulon Motor Co Ltd	57,000	64	83
<i>Total Taiwan - 2.6%</i>		38,930	42,835
<i>Thailand</i>			
Advanced Info Service Public	49,700	133	147
Bangkok Bank Public Company	80,500	289	379
Bank of Ayudhya Public Co	144,300	85	101
Banpu Public Company Ltd	10,400	151	203
BEC World Public Company	59,600	47	60
Charoen Pokphand Foods Public	194,000	95	158
CP ALL PLC	125,200	80	159
Glow Energy PCL	35,900	43	50
IRPC PCL	584,300	74	75
Kasikornbank Public Co Ltd	92,300	240	320
Krung Thai Bank Public Co Ltd	16,140,100	4,712	7,426
PTT Aromatics & Refining PLC	50,600	35	38
PTT Chemical PCL	16,700	35	57
PTT Exploration & Production	64,400	275	284
PTT PLC	45,800	343	388
Siam Cement Public Co Ltd	22,400	155	212
Siam Commercial Bank Public Co	140,700	357	426
Thai Oil Public Co Ltd	51,600	68	73
<i>Total Thailand - 0.6%</i>		7,217	10,556
<i>Turkey</i>			
AkBank TAS	80,146	366	426
Anadolu Efes Biracilik Ve Malt	13,530	152	182
Arcelik AS	525,273	1,352	2,501
Asya Katilim Bankasi AS	29,906	66	66
BIM Birlesik Magazalar AS	5,349	119	147
Coca-Cola Icecek AS	4,477	42	47
Dogan Sirketler Grubu Holding	60,789	41	40
Enka Insaat ve Sanayi AS	18,138	62	66
Eregli Demir Ve Celik Fabrik	25,372	74	74
Ford Otomotiv Sanayi AS	641,849	3,700	4,931
Haci Omer Sabanci Holding	40,897	162	185
Koc Holding AS	40,345	124	158
Selcuk Exza Deposu Ticaret AS	3,454,524	4,463	5,013
Trakya Cam Sanayii AS	5,317,149	4,483	8,833
Tupras-Turkiye Petrol Rafinery	8,366	156	188
Turk Hava Yollari Anonim Ort	21,871	63	69
Turk Telekomunikasyon AS	31,507	97	130
Turkcell Iletisim Hizmet AS	829,933	5,447	5,259
Turkity Is Bankasi (Isbank)	105,193	245	387
Turkiye Garanti Bankasi AS	140,240	572	681
Turkiye Halk Bankasi	20,880	135	170
Turkiye Vakiflar Bankasi T-D	5,080,620	5,438	13,812
Yapi ve Kredi Bankasi AS	53,840	121	161
<i>Total Turkey - 2.6%</i>		27,480	43,526
<i>United Kingdom</i>			
Aggreko PLC	77,618	403	1,693
AstraZeneca Group PLC	201,300	8,100	9,987
Aviva PLC	640,900	5,495	3,733
Barclays PLC	1,178,654	9,498	5,478
BBA Aviation PLC	445,314	1,299	1,213
BP Amoco PLC	1,892,800	17,716	11,072
British Aerospace PLC	1,377,500	6,786	6,239
BT Group PLC	1,427,300	5,116	2,922
Charter International PLC	178,288	1,098	1,671
Computacenter PLC	900,800	3,344	3,954
Cookson Group PLC	176,215	1,118	1,135
Daily Mail & General Trust PLC	267,193	1,384	1,855
Dana Petroleum PLC	33,712	791	939
Drax Group PLC	336,200	4,504	2,051

See accompanying notes to financial statements.

# International Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Shares	Cost	Fair Value
GKN PLC	652,489	1,317	1,452
GlaxoSmithKline PLC	500,200	10,172	9,387
Greene King PLC	72,815	343	462
Halfords Group PLC	235,048	1,165	1,748
Hothschild Mining plc	337,336	1,682	1,817
Hunting PLC	170,799	1,390	1,587
IG Group Holdings PLC	310,330	1,226	2,490
IMI PLC	378,700	2,866	3,975
Informa PLC	382,800	1,303	2,257
International Personal Finance	450,695	1,635	1,655
Legal & General Group PLC	1,431,600	3,410	2,039
Logica PLC	2,046,300	2,035	3,412
Marston's PLC	893,188	2,333	1,279
Meggitt PLC	527,006	1,067	2,157
Melrose PLC	565,531	1,875	2,238
Micro focus International PLC	324,782	1,446	1,504
N Brown Group PLC	298,386	1,133	1,027
Northern Foods PLC	290,100	781	202
Old Mutual PLC	2,141,000	4,842	4,189
Pace Micro Technology PLC	432,592	990	1,366
Premier Farnell PLC	624,139	1,820	2,145
Premier Oil PLC	105,828	1,585	2,466
Royal & Sun Alliance Insurance	1,063,100	1,800	2,011
Royal Dutch Shell B Shares	738,000	20,690	18,925
RPS Group PLC	501,824	1,073	1,312
Spectris PLC	208,995	2,370	2,822
Spirax-Sarco Engineering	78,983	1,658	1,923
Spirent Communicatios plc	1,040,515	1,817	2,053
St. James Place PLC	382,856	1,050	1,503
Tate & Lyle PLC	402,600	3,556	2,531
Thomas Cook Group	959,500	3,431	2,679
Vodafone Group PLC	2,467,200	5,000	5,959
William Hill PLC	701,095	1,982	1,804
Total United Kingdom - 8.9%		157,495	148,318
<i>United States</i>			
Southern Copper Corporation - 0.0%	13,382	410	405
Total Equities - 96.1%		1,597,230	1,608,675
<b>Short-term Issues</b>			
Dreyfus Cash Management Institutional Fund - 1.7%	28,946,757	28,947	28,947
Total Investment Securities - 97.8%		<u>\$ 1,626,177</u>	<u>\$ 1,637,622</u>

See accompanying notes to financial statements.

# International Equity Pool

**Statement of Operations - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	<b>Month</b>	<b>Year To Date</b>
<b>Investment income</b>		
Interest	\$ -	\$ 1
Dividends, net of foreign withholding taxes	4,066	6,281
Securities lending income	30	60
<b>Total investment income</b>	4,096	6,342
 <b>Expenses</b>		
Investment advisor fees	(740)	(1,505)
Trustee fees	(1)	(2)
Custodian bank fees	(90)	(161)
Management fees	(61)	(118)
Fiduciary bond fees	-	(1)
Professional service fees	(10)	(19)
Securities lending agent fees	(12)	(27)
Securities lending borrower rebates	31	76
<b>Total expenses</b>	(883)	(1,757)
<b>Investment income, net</b>	3,213	4,585
 <b>Realized and unrealized gain (loss) from investments and foreign currency</b>		
Net realized gain from:		
Investments	9,290	18,002
Foreign currency transactions	1,832	1,295
Net increase (decrease) in the fair value of:		
Investments	(59,211)	16,427
Translation of assets and liabilities in foreign currencies	(11,863)	40,145
<b>Net gain (loss) from investments and foreign currency</b>	(59,952)	75,869
<b>Net increase (decrease) in net assets from operations</b>	\$ (56,739)	\$ 80,454

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

## International Equity Pool

**Statement of Changes in Net Assets - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands, except unit data)*

	<b>Month</b>	<b>Year To Date</b>
<b>Operations</b>		
Investment income, net	\$ 3,213	\$ 4,585
Net realized gain from investments	9,290	18,002
Net realized gain from foreign currency transactions	1,832	1,295
Net increase (decrease) in the fair value of investments	(59,211)	16,427
Net increase (decrease) in the translation of assets and liabilities in foreign currencies	(11,863)	40,145
<b>Net increase (decrease) in net assets from operations</b>	(56,739)	80,454
<b>Unit transactions</b>		
Proceeds from sale of units	18,821	86,232
Amount paid for repurchase of units	(167)	(167)
<b>Net increase in net assets from unit transactions</b>	18,654	86,065
<b>Increase (decrease) in net assets</b>	(38,085)	166,519
Net assets, beginning of period	1,712,886	1,508,282
<b>Net assets, end of period</b>	\$ 1,674,801	\$ 1,674,801
<b>Unit data</b>		
Units sold	976,107	4,776,426
Units repurchased	(8,681)	(8,681)
<b>Net increase in units</b>	967,426	4,767,745

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

# International Equity Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 1. DESCRIPTION OF THE ENTITY

The West Virginia Investment Management Board (IMB) was organized on April 25, 1997, as a public body corporate created by *West Virginia Code §12-6-1* to provide prudent fiscal administration and investment management services to designated State pension funds, the State's Workers' Compensation and Coal Workers' Pneumoconiosis funds, and certain other State government funds.

A Board of Trustees, consisting of thirteen members, governs the IMB. The Governor, the State Auditor and the State Treasurer are ex officio members of the Board of Trustees. The Governor appoints all other Trustees for a term of six years.

The IMB operates on a fiscal year beginning July 1 and ending June 30.

The accompanying financial statements reflect only the investments and investment related operations of the IMB's International Equity Pool (Pool). They do not reflect activity of the other investment pools under the control of the IMB or the Administrative Fund of the IMB, or any other assets or liabilities, or restrictions thereon, or the various investment pool participants. Accordingly, these financial statements are not intended to and do not present the comprehensive financial position and operations of the IMB or any of the investment pool participants.

These financial statements have been prepared on a basis of accounting following U.S. generally accepted accounting principles (GAAP) established by the Financial Accounting Standards Board (FASB) and the American Institute of Certified Public Accountants applicable to investment companies, which is a comprehensive basis of accounting other than GAAP for state and local governments established by the Government Accounting Standards Board. The IMB has selected this basis of accounting because it believes that the disclosures required for investment companies better reflect the purpose and operations of the Pool.

A summary of the differences between financial statements prepared in accordance with GAAP for investment companies and GAAP for state and local governments are as follows:

	Investment Company GAAP	State and Local GAAP
Management Discussion and Analysis	Not required	Required
Schedule of Investments in Securities	Required	Not required
Statement of Operations	Required	Not required
Investment Risk Disclosures	Not required	Required
Financial Highlights	Required	Not required

There are no differences in the reported amounts of assets, liabilities, net assets, investment operations, distributions, or unit transactions between GAAP for investment companies and GAAP for state and local governments.

This Pool invests in the equities of international companies. Assets are managed by Brandes Investment Partners, LLC, LSV Asset Management, Pictet Asset Management Limited, and State Street Global Advisors. The objective of the Pool is to exceed, net of external investment management fees, Morgan Stanley Capital International's All Country World Free Ex US index over three- to five-year periods.

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting** - The IMB invests funds of the State and its component units, all of which are government entities. Investments in equity securities are carried at fair value, which is determined by a third party pricing service based on quoted market prices. The investment in the Dreyfus Cash Management Institutional Fund, a regulated investment company money market mutual fund, is valued at \$1.00 per share. This is a reasonable estimate of the fair value and is the basis for current transactions. Foreign currency forward contracts are valued at either spot or forward month-end exchange rates. Commissions on the purchases of securities by the IMB are a component of the security price quoted by the seller and are included in the investment cost.

# International Equity Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

**Foreign Currency** – Amounts denominated in or expected to settle in foreign currencies are translated into U.S. dollars at exchange rates reported by the Bank of New York Mellon on the following basis:

- a. Market value of investment securities, other assets and liabilities - at the closing rate of exchange at the valuation date.
- b. Purchases and sales of investment securities, income and expenses - at the rate of exchange prevailing on the respective dates of such transactions.

The IMB isolates that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from market prices of securities held.

Reported net realized foreign exchange gains and losses arise from sales of portfolio securities, sales and maturities of short-term securities, sales of foreign currencies, currency gains and losses realized between the trade and settlement dates on securities transactions, and the difference between the amounts of dividends, interest, and foreign withholding taxes recorded and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in the value of assets and liabilities including investments in securities at month end, resulting from changes in the exchange rate.

**Security Loans** - The IMB, through its agent, the Bank of New York Mellon, loans securities to various brokers on a temporary basis. Each transaction for international securities is secured by initial collateral of at least 105 percent of the market value of the securities loaned. Cash collateral received is invested in the Mellon GSL Reinvestment Trust and is reported on the Statement of Assets and Liabilities. Securities loaned remain on the Statement of Assets and Liabilities and Schedule of Investments in Securities. The IMB receives compensation in the form of loan premium fees and income from the investment of the cash collateral. Expenses related to the lending of securities are rebates paid by the lending agent to brokers and the lending agent's fees for its services. The income earned by the IMB is reported in the Statement of Operations as securities lending income. The agent fees and broker rebates are reported as expenses, and unrealized gains or losses resulting from changes in the value of the investment of cash collateral are reported as part of the net increase or decrease in the fair value of investments. The IMB also continues to receive interest or dividends on the securities loaned. Gains or losses in the fair value of the securities loaned that may occur during the term of the loans are reflected in the Statement of Operations.

**Foreign Exchange Forward Contracts** - A foreign exchange forward contract is an agreement between two parties to exchange different currencies at a specified exchange rate at an agreed upon future date. The managers enter into such contracts to hedge the assets and liabilities related to securities denominated in a foreign currency. Risks associated with such contracts include movement in the value of the foreign currency relative to the U.S. dollar and the ability of the counterparty to perform. These contracts have relatively short durations and are valued at the prevailing market exchange rates at month end. An unrealized gain or loss is recorded as the difference between the amount valued at month end and the amount to be received or paid at the expiration date. The unrealized gain or loss is reclassified to realized gain or loss when the contract expires.

**Investment Transactions** - Investment transactions are accounted for on a trade date basis.

**Use of Estimates** - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Investment Gains and Losses** - Gains and losses on the sale of investment securities are recognized at the time of sale by the average cost method.

**Interest Income** - Interest income is recognized as earned on the accrual method.



# International Equity Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

**Dividend Income** - Dividend income is recognized on the ex-dividend date.

**Distributions to Participants** - The Pool does not routinely distribute dividends of net investment income or capital gains.

**Expenses** - The IMB's Trustees adopt an annual budget and fee schedule for services to be provided to all of the investment pools under its management. Each investment pool is charged for its direct investment-related cost and for its allocated share of other expenses. These other expenses are allocated to the individual pools based on asset size. The IMB pays all expenses on behalf of the Pool.

**Income Taxes** - The IMB is a public corporation organized under laws of the State of West Virginia and exempt from federal and state taxation. Accordingly, the financial statements have been prepared recognizing that the IMB is not subject to federal or state income taxes.

### NOTE 3. FAIR VALUE MEASUREMENTS

ASC 820 defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value of an investment is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e., the exit price).

ASC 820 established a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical financial instruments (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are:

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities at the reporting date.

Level 2 Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not considered active; observable inputs other than observable quoted prices for the asset or liability; or inputs derived principally from or corroborated by observable market data.

Level 3 Unobservable pricing inputs for assets and liabilities.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

The table below summarizes the valuation of the investment securities in accordance with ASC 820 fair value hierarchy levels as of August 31, 2010:

	Level 1	Level 2	Level 3	Total
Equity Securities	\$ 1,608,675	\$ -	\$ -	\$ 1,608,675
Regulated Investment Companies	-	28,947	-	28,947
Foreign Exchange Forward Contracts	-	15	-	15
Securities Lending Collateral Funds	-	125,146	-	125,146
Total	\$ 1,608,675	\$ 154,108	\$ -	\$ 1,762,783

### NOTE 4. SECURITIES LENDING

At August 31, 2010, the fair value of securities on loan is \$121,753, initial collateral received is \$128,731, and the fair value of reinvested collateral held is \$125,146. All of the collateral was received as cash and is invested in the Mellon GSL DBT II

# International Equity Pool

## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 4. SECURITIES LENDING (continued)

Collateral Fund (Collateral Fund), the Mellon SL DBT II Liquidating Fund (Liquidating Fund), and the Mellon GSL DBT II Liquidating Trust (Liquidating Trust).

In early November 2008, the IMB was notified that certain securities issued by Sigma Finance, Inc. (Sigma) were transferred from the Collateral Fund on October 1, 2008, to the Liquidating Trust. Units of the Liquidating Trust were transferred to the IMB's securities lending cash collateral account. For all of the IMB investment pools that participate in the securities lending program, the value of the units in the Liquidating Trust on an amortized cost basis was \$10,974 as calculated by the IMB's proportionate interest in the Collateral Fund as of the close of business on September 30, 2008. Sigma was subsequently placed into receivership and the IMB is exposed to a potential loss of the full value of the Sigma investment. In October 2008, the IMB recorded a reserve for these potential losses in each investment pool in proportion to its participation in the securities lending program at September 30, 2008. The reserve recorded for the Pool is \$3,486.

Effective April 20, 2009, the assets of the Collateral Fund with maturities greater than one day were transferred to the Liquidating Fund. As securities mature in the Liquidating Fund, the proceeds are transferred to the Collateral Fund. The combined value of the holdings in the Collateral Fund and the Liquidating Fund is used to determine the fair value of reinvested collateral.

Additionally, the distribution of securities lending income has been restricted beginning October 1, 2008. The restriction will remain in place until the actual loss on Sigma is realized. At August 31, 2010 the accumulated undistributed securities lending income is \$3,005.

### NOTE 5. FOREIGN CURRENCY FORWARD CONTRACTS

At August 31, 2010, open foreign currency forward contracts are as follows:

Position	Foreign Currency	Inception Date	Expiration Date	Receivable		Payable		Unrealized appreciation (depreciation)
				(in foreign currency)	(in U. S. dollars)	(in foreign currency)	(in U. S. dollars)	
Long	Brazil Real	8/31/2010	9/1/2010	347	\$ 198		\$ 198	\$ -
Long	Brazil Real	8/31/2010	9/1/2010	7	4		4	-
Long	Polish Zloty	8/31/2010	9/1/2010	26	8		8	-
Long	Polish Zloty	8/31/2010	9/1/2010	12	4		4	-
Long	Polish Zloty	8/31/2010	9/2/2010	26	8		8	-
Long	Malaysian Ringget	8/31/2010	9/2/2010	237	75		75	-
Long	Japanese Yen	8/31/2010	9/1/2010	16,932	202		201	1
Short	Australian Dollar	8/31/2010	9/1/2010		778	867	772	6
Short	British Pound	8/31/2010	9/1/2010		9,340	6,014	9,243	97
Short	Canadian Dollar	8/31/2010	9/1/2010		2,255	2,374	2,227	28
Short	Euro Currency	8/31/2010	9/1/2010		1,614	1,265	1,608	6
Short	Hong Kong Dollar	8/31/2010	9/1/2010		2,169	16,871	2,169	-
Short	Hong Kong Dollar	8/31/2010	9/1/2010		1,271	9,887	1,271	-
Short	Japanese Yen	8/31/2010	9/1/2010		9,953	847,499	10,093	(140)
Short	Polish Zloty	8/31/2010	9/1/2010		74	231	73	1
Short	Swedish Krona	8/31/2010	9/1/2010		5,369	39,461	5,354	15
Short	Swiss Franc	8/31/2010	9/1/2010		65	67	66	(1)
Short	Euro Currency	8/31/2010	9/1/2010		362	284	361	1
Short	South Korean Won	8/31/2010	9/1/2010		11	12,984	11	-
Short	South Korean Won	8/31/2010	9/1/2010		1,268	1,517,359	1,266	2
Short	Hong Kong Dollar	8/31/2010	9/1/2010		285	2,215	285	-
Short	Japanese Yen	8/31/2010	9/1/2010		177	14,949	178	(1)
Short	Euro Currency	8/31/2010	9/2/2010		1	1	1	-
					<u>\$ 35,491</u>		<u>\$ 35,476</u>	<u>\$ 15</u>

# International Equity Pool

## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 5. FOREIGN CURRENCY FORWARD CONTRACTS (continued)

The contracts listed above were initiated to correspond to transactions in securities trading in foreign currencies. The fair value, gains and losses, and risks are not material the Pool.

### NOTE 6. FINANCIAL HIGHLIGHTS

**Per Unit Operating Performance:**

Net asset value at June 30, 2010	\$	17.74
Income from investment operations:		
Net investment income		0.05
Net realized and unrealized gain on investment transactions		0.40
Net realized gain from foreign currency transactions		0.01
Net increase in the translation of assets and liabilities in foreign currencies		0.45
Total from investment operations		0.91
Net asset value at August 31, 2010	\$	18.65

**Time-weighted Total Return \*** 5.2%

**Supplemental Data:**

Net assets, end of period	\$	1,674,801
Ratio to average net assets:		
Expenses **		0.66%
Net investment income **		1.69%
Portfolio turnover rate		7.12%

\* Return data are net of fees for the fiscal year-to-date and are not annualized

\*\* All ratios are for the fiscal year-to-date annualized

### NOTE 7. SCHEDULE OF PARTICIPATION

The following schedule provides the value of participants' accounts in the Pool at August 31, 2010.

<u>Participant</u>	<u>Account Value</u>
Teachers' Retirement System	\$ 750,928
Public Employees' Retirement System	679,617
State Police Death, Disability and Retirement Fund	74,243
Coal Workers' Pneumoconiosis Fund	33,174
Revenue Shortfall Reserve Fund B	30,968
Judges' Retirement System	18,930
Workers' Compensation Old Fund	18,071
Deputy Sheriff's Retirement System	16,930
Prepaid Tuition Trust Fund	10,354
State Police Retirement System	9,769
Board of Risk and Insurance Management	8,941
Public Employees' Insurance Agency	7,307
Wildlife Endowment Fund	6,422
Emergency Medical Services Retirement System	4,537
Retiree Health Benefit Trust	4,268
AccessWV	342
Total	\$ 1,674,801



**Financial Statements - Unaudited**

**August 31, 2010**



# Short-Term Fixed Income Pool

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## Financial Statements - Unaudited August 31, 2010

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## Short-Term Fixed Income Pool

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### Statement of Assets and Liabilities - Unaudited

August 31, 2010

(Amounts in thousands, except unit data)

#### Assets

Investment securities at amortized cost	\$	170,273
Accrued interest		<u>21</u>
<b>Total assets</b>		170,294

#### Liabilities

Accrued expenses		36
Payable for investments purchased		<u>7,999</u>
<b>Net assets</b>	<b>\$</b>	<b><u><u>162,259</u></u></b>

#### Analysis of net assets

Paid-in capital	\$	162,240
Accumulated undistributed net realized gain from investments		<u>19</u>
<b>Net assets</b>	<b>\$</b>	<b><u><u>162,259</u></u></b>

#### Unit data

Units outstanding		162,240,329
Net asset value, unit price	\$	<u><u>1.00</u></u>

See accompanying notes to financial statements.



# Short-Term Fixed Income Pool

## Schedule of Investments in Securities - Unaudited

**August 31, 2010**

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
<b><u>U. S. Government Agency Issues</u></b>						
Federal Farm Credit Bank	0.220 %	0.237 %	03/21/2011	1,000	\$ 1,000	\$ 1,000
Federal Farm Credit Bank	0.210	0.190	08/26/2011	1,000	1,000	999
Federal Home Loan Bank	0.470	0.472	10/15/2010	3,000	3,000	3,000
Federal Home Loan Bank	0.500	0.520	10/18/2010	2,000	2,000	2,001
Federal Home Loan Bank	0.270	0.305	10/26/2010	2,000	2,000	2,000
Federal Home Loan Bank	0.170	0.202	11/17/2010	3,000	3,000	3,000
Federal Home Loan Bank	0.190	0.235	12/01/2010	2,000	2,000	2,000
Federal Home Loan Bank	0.390	0.365	12/06/2010	3,000	3,000	3,001
Federal Home Loan Bank	0.260	0.286	01/14/2011	6,000	5,999	6,002
Federal Home Loan Bank	3.250	0.232	03/11/2011	500	508	508
Federal Home Loan Bank	0.210	0.246	05/25/2011	1,000	1,000	1,000
Federal Home Loan Bank	0.160	0.181	01/30/2012	1,500	1,499	1,500
Total U. S. Government Agency Issues - 16.0%					26,006	26,011
<b><u>Short-term Issues</u></b>						
Amsterdam Funding Corp	0.000	0.386	09/02/2010	2,000	2,000	2,000
Atlantic Asset Securitization	0.000	0.254	09/08/2010	5,000	5,000	5,000
Bank of America Corp	0.000	0.203	09/09/2010	7,000	7,000	7,000
Barclays US Funding LLC	0.000	0.325	09/16/2010	6,000	5,999	5,999
Citigroup Funding Inc	0.000	0.223	09/20/2010	5,000	4,999	4,999
Credit Agricole North America	0.000	0.274	10/15/2010	2,000	1,999	1,999
Dreyfus Cash Management Institutional Fund	0.010	0.760	N/A	1,000	1	1
Federal Home Loan Bank	0.000	0.162	09/03/2010	7,000	7,000	7,000
Federal Home Loan Bank	0.000	0.208	10/01/2010	3,000	2,999	2,999
Federal Home Loan Bank	0.000	0.162	10/22/2010	7,000	6,998	6,998
Federal Home Loan Bank	0.000	0.203	11/10/2010	2,000	1,999	1,999
Federal Home Loan Mort Corp	0.000	0.223	01/05/2011	2,000	1,998	1,999
Federal Home Loan Mort Corp	0.000	0.203	01/11/2011	2,000	1,999	1,999
Federal Home Loan Mort Corp	0.000	0.223	01/28/2011	2,000	1,998	1,999
Federal National Mortgage Assn	0.000	0.203	09/01/2010	3,000	3,000	3,000
Federal National Mortgage Assn	0.000	0.305	09/29/2010	2,000	2,000	2,000
Federal National Mortgage Assn	0.000	0.198	10/05/2010	6,500	6,499	6,499
Federal National Mortgage Assn	0.000	0.279	10/20/2010	3,000	2,999	2,999
Federal National Mortgage Assn	0.000	0.305	10/27/2010	2,000	1,999	1,999
Federal National Mortgage Assn	0.000	0.305	11/10/2010	2,000	1,999	1,999
Federal National Mortgage Assn	0.000	0.244	12/13/2010	2,000	1,999	1,999
Federal National Mortgage Assn	0.000	0.244	12/14/2010	1,000	999	1,000
Federal National Mortgage Assn	0.000	0.254	01/03/2011	1,500	1,499	1,499
Federal National Mortgage Assn	0.000	0.264	01/05/2011	2,000	1,998	1,998
Federal National Mortgage Assn	0.000	0.277	01/12/2011	2,000	1,998	1,998
Federal National Mortgage Assn	0.000	0.305	01/19/2011	3,000	2,996	2,998
Federal National Mortgage Assn	0.000	0.254	01/24/2011	1,000	999	999
Federal National Mortgage Assn	0.000	0.427	07/11/2011	1,000	996	998
Govco Incorporated	0.000	0.233	09/13/2010	2,000	2,000	2,000
ING Funding LLC	0.000	0.386	09/08/2010	6,000	6,000	6,000
Repurchase Agreement	0.240	0.240	09/01/2010	3,706	3,706	3,706
Toyota Motor Credit Corp	0.000	0.355	09/08/2010	3,000	3,000	3,000
United States Treasury	0.000	0.162	09/09/2010	8,000	8,000	8,000
United States Treasury	0.000	0.157	09/23/2010	11,000	10,999	10,999
United States Treasury	0.000	0.162	09/30/2010	8,000	7,999	7,999
United States Treasury	0.000	0.251	10/14/2010	6,000	5,998	5,998
United States Treasury	0.000	0.244	10/28/2010	3,600	3,599	3,599
United States Treasury	0.000	0.228	11/26/2010	5,000	4,997	4,999
Windmill Funding Corp	0.000	0.375	09/09/2010	4,000	4,000	3,997
Total Short-Term Issues - 88.9%					144,267	144,273
Total Investment Securities - 104.9%					\$ 170,273	\$ 170,284

See accompanying notes to financial statements.

## Short-Term Fixed Income Pool

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### Statement of Operations - Unaudited

Period Ended August 31, 2010\*

(Amounts in thousands)

	<u>Month</u>	<u>Year To Date</u>
<b>Investment income</b>		
Interest	\$ 10	\$ 24
Net accretion	<u>31</u>	<u>67</u>
<b>Total investment income</b>	41	91
<b>Expenses</b>		
Investment advisor fees	(9)	(20)
Custodian bank fees	(1)	(2)
Management fees	(5)	(11)
Professional service fees	<u>(1)</u>	<u>(2)</u>
<b>Total expenses</b>	<u>(16)</u>	<u>(35)</u>
<b>Investment income, net</b>	25	56
<b>Net realized gain from investments</b>	<u>3</u>	<u>4</u>
<b>Net increase in net assets from operations</b>	<u>\$ 28</u>	<u>\$ 60</u>

\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed.  
See accompanying notes to financial statements.

## Short-Term Fixed Income Pool

**Statement of Changes in Net Assets - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands, except unit data)*

	<b>Month</b>	<b>Year To Date</b>
<b>Operations</b>		
Investment income, net	\$ 25	\$ 56
Net realized gain from investments	3	4
	<b>28</b>	<b>60</b>
<b>Distributions to unitholders</b>		
Investment income, net	(25)	(56)
<b>Unit transactions</b>		
Proceeds from sale of units	91,906	153,212
Reinvestment of distributions	25	56
	91,931	153,268
Amount paid for repurchase of units	(170,523)	(281,409)
	<b>(78,592)</b>	<b>(128,141)</b>
	<b>(78,589)</b>	<b>(128,137)</b>
Net assets, beginning of period	240,848	290,396
	<b>\$ 162,259</b>	<b>\$ 162,259</b>
<b>Unit data</b>		
Units sold	91,906,880	153,212,765
Units issued from reinvestment of distributions	24,932	56,153
	91,931,812	153,268,918
Units repurchased	(170,523,106)	(281,409,433)
	<b>(78,591,294)</b>	<b>(128,140,515)</b>

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

# Short-Term Fixed Income Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 1. DESCRIPTION OF THE ENTITY

The West Virginia Investment Management Board (IMB) was organized on April 25, 1997, as a public body corporate created by *West Virginia Code §12-6-1* to provide prudent fiscal administration and investment management services to designated State pension funds, the State's Workers' Compensation and Coal Workers' Pneumoconiosis funds, and certain other State government funds.

A Board of Trustees, consisting of thirteen members, governs the IMB. The Governor, the State Auditor and the State Treasurer are ex officio members of the Board of Trustees. The Governor appoints all other Trustees for a term of six years.

The IMB operates on a fiscal year beginning July 1 and ending June 30.

The accompanying financial statements reflect only the investments and investment related operations of the IMB's Short-Term Fixed Income Pool (Pool). They do not reflect activity of the other investment pools under the control of the IMB or the Administrative Fund of the IMB, or any other assets or liabilities, or restrictions thereon, or the various investment pool participants. Accordingly, these financial statements are not intended to and do not present the comprehensive financial position and operations of the IMB or any of the investment pool participants.

These financial statements have been prepared on a basis of accounting following U.S. generally accepted accounting principles (GAAP) established by the Financial Accounting Standards Board (FASB) and the American Institute of Certified Public Accountants applicable to investment companies, which is a comprehensive basis of accounting other than GAAP for state and local governments established by the Government Accounting Standards Board. The IMB has selected this basis of accounting because it believes that the disclosures required for investment companies better reflect the purpose and operations of the Pool.

A summary of the differences between financial statements prepared in accordance with GAAP for investment companies and GAAP for state and local governments are as follows:

	Investment Company GAAP	State and Local GAAP
Management Discussion and Analysis	Not required	Required
Schedule of Investments in Securities	Required	Not required
Statement of Operations	Required	Not required
Investment Risk Disclosures	Not required	Required
Financial Highlights	Required	Not required

There are no differences in the reported amounts of assets, liabilities, net assets, investment operations, distributions, or unit transactions between GAAP for investment companies and GAAP for state and local governments.

The main objective of the Pool is to maintain sufficient liquidity to fund withdrawals by the participant plans and to invest cash contributions until such time as the money can be transferred to other asset classes without sustaining capital losses. JP Morgan Investment Advisors, Inc. manages the Pool. The Pool's investment performance, net of external investment management fees, is expected to meet or exceed the Salomon ninety-day T-bill index plus fifteen basis points.

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting** - The IMB invests funds of the State and its component units, all of which are government entities. Investments are carried at amortized which approximates fair value. Commissions on the purchases of securities by the IMB are a component of the security price quoted by the seller and are included in the investment cost.

**Repurchase Agreements** - In connection with transactions in repurchase agreements, it is the IMB's policy that its designated custodian take possession of the underlying collateral securities, the fair value of which exceeds the principal amount of the repurchase transaction at all times. If the seller defaults, and the fair value of the collateral declines, realization of the collateral by the IMB may be delayed or limited.

# Short-Term Fixed Income Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

**Investment Transactions** - Investment transactions are accounted for on a trade date basis.

**Use of Estimates** - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Investment Gains and Losses** - Gains and losses on the sale of investment securities are recognized at the time of sale by the average cost method.

**Interest Income** - Interest income is recognized as earned on the accrual method.

**Dividend Income** - Dividend income is recognized on the ex-dividend date.

**Amortization** - Discounts and premiums on securities purchased are amortized over the life of the respective securities using the scientific method of amortization. This method maintains a constant book yield over the life of the security.

**Distributions to Participants** - The net investment income of the Pool is declared as a dividend and distributed daily to the participants based upon their pro rata participation in the Pool. The distributions of net investment income are credited to the participants' accounts in the form of dividend reinvestments in the Pool and are presented first as distributions to participants, and then as reinvestment of distributions on the Statement of Changes in Net Assets.

**Expenses** - The IMB's Trustees adopt an annual budget and fee schedule for services to be provided to all of the investment pools under its management. Each investment pool is charged for its direct investment-related cost and for its allocated share of other expenses. These other expenses are allocated to the individual pools based on asset size. The IMB pays all expenses on behalf of the Pool.

**Income Taxes** - The IMB is a public corporation organized under laws of the State of West Virginia and exempt from federal and state taxation. Accordingly, the financial statements have been prepared recognizing that the IMB is not subject to federal or state income taxes.

### NOTE 3. FAIR VALUE MEASUREMENTS

ASC 820 defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value of an investment is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e., the exit price).

ASC 820 established a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical financial instruments (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are:

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities at the reporting date.

Level 2 Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not considered active; observable inputs other than observable quoted prices for the asset or liability; or inputs derived principally from or corroborated by observable market data.

Level 3 Unobservable pricing inputs for assets and liabilities.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

# Short-Term Fixed Income Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 3. FAIR VALUE MEASUREMENTS (continued)

The table below summarizes the valuation of the investment securities in accordance with ASC 820 fair value hierarchy levels as of August 31, 2010:

	Level 1	Level 2	Level 3	Total
Short-term Issues	\$ -	\$ 144,267	\$ -	\$ 144,267
U.S. Government Agency Issues	-	26,006	-	26,006
Total	\$ -	\$ 170,273	\$ -	\$ 170,273

### NOTE 4. FINANCIAL HIGHLIGHTS

#### Per Unit Operating Performance:

Net asset value at June 30, 2010	\$ 1.00
Net asset value at August 31, 2010	\$ 1.00

Time-weighted Total Return \* 0.0%

#### Supplemental Data:

Net assets, end of period	\$ 162,259
Ratio to average net assets:	
Expenses **	0.09%
Net investment income **	0.14%
Weighted average days to maturity	44
Maximum weighted average investment maturity per Board guidelines	60 days
Money market yield ***	0.34%

\* Return data is net of fees for the fiscal year-to-date and is not annualized

\*\* All ratios are for the fiscal year-to-date annualized

\*\*\* The money market yield represents the rate of income, net of expenses, earned over the past month and is not intended to indicate future performance. The return is annualized over a 365-day year, assuming no reinvestment of earnings.

## Short-Term Fixed Income Pool

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### Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

#### NOTE 5. SCHEDULE OF PARTICIPATION

The following schedule provides the value of participants' accounts in the Pool at August 31, 2010.

<u>Participant</u>	<u>Account Value</u>
Workers' Compensation Old Fund	\$ 69,748
Teachers' Employers Contribution Collection Account	27,137
Public Employees' Retirement System	20,763
Teachers' Retirement System	13,279
Coal Workers' Pneumoconiosis Fund	11,150
Workers' Compensation Uninsured Employers Fund	8,898
Workers' Compensation Self-insured Employers Fund	8,306
Prepaid Tuition Trust Fund	1,041
State Police Retirement System	590
Deputy Sheriff's Retirement System	437
Emergency Medical Services Retirement System	300
Judges' Retirement System	260
State Police Death, Disability and Retirement Fund	152
Wildlife Endowment Fund	87
Revenue Shortfall Reserve Fund B	43
Revenue Shortfall Reserve Fund	33
Municipal Police Officers and Firefighters Retirement System	9
Retiree Health Benefit Trust	4
Board of Risk and Insurance Management	2
Public Employees' Insurance Agency	1
Total	<u>\$ 162,240</u>





**Financial Statements - Unaudited**

**August 31, 2010**



# Total Return Fixed Income Pool

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## Financial Statements - Unaudited August 31, 2010

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# Total Return Fixed Income Pool

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## Statement of Assets and Liabilities - Unaudited August 31, 2010

(Amounts in thousands, except unit data)

### Assets

Investment securities at fair value	\$	1,902,829
Cash		18,015
Cash denominated in foreign currencies (cost \$529)		552
Collateral for securities loaned at fair value (Note 5)		97,392
Unrealized gain on futures contracts (Note 6)		1,824
Unrealized gain on swap contracts (Note 7)		10,308
Unrealized gain on foreign currency exchange contracts (Note 9)		1,181
Receivables:		
Accrued interest		11,837
Investments sold		149,837
Dividends		55
Securities lending income		9
		<hr/>
<b>Total assets</b>		<b>2,193,839</b>

### Liabilities

Accrued expenses		904
Dividends payable		2,893
Payable for investments purchased		243,340
Payable upon return of securities loaned (Note 5)		99,174
Unrealized loss on futures contracts (Note 6)		1,867
Unrealized loss on swap contracts (Note 7)		18,105
Unrealized loss on foreign currency exchange contracts (Note 9)		905
Option contracts written		8,470
		<hr/>
<b>Total liabilities</b>		<b>375,658</b>
		<hr/>
<b>Net assets</b>	<b>\$</b>	<b>1,818,181</b>

### Analysis of net assets

Paid-in capital	\$	1,400,753
Accumulated undistributed net investment income		542
Accumulated undistributed net realized gain from investments		366,411
Accumulated undistributed net realized gain from foreign currency transactions		16,511
Unrealized net appreciation of investments		33,409
Unrealized net appreciation on translation of assets and liabilities in foreign currencies		555
		<hr/>
<b>Net assets</b>	<b>\$</b>	<b>1,818,181</b>

### Unit data

Units outstanding		132,598,031
Net asset value, unit price	\$	13.71

See accompanying notes to financial statements.

# Total Return Fixed Income Pool

## Schedule of Investments in Securities - Unaudited August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value	
<b><u>Municipal Bonds</u></b>							
California	6.200 %	6.260 %	10/01/2019	2,250	\$ 2,241	\$ 2,453	
California	7.500	7.624	04/01/2034	11,400	11,246	12,799	
California	7.550	6.922	04/01/2039	245	264	278	
California	7.300	7.353	10/01/2039	2,155	2,141	2,372	
Los Angeles Calif Uni Sch Dist	6.760	6.758	07/01/2034	2,500	2,500	2,836	
Pennsylvania St Higher Ed Assn	0.600 A	0.886	05/01/2046	9,475	8,383	8,385	
Total Municipal Bonds - 1.6%						26,775	29,123
<b><u>U. S. Treasury Issues</u></b>							
United States Treasury	0.880	0.369	01/31/2011	7,500	7,516	7,521	
United States Treasury	0.880	0.191	02/28/2011	22,850	22,927	22,925	
United States Treasury	0.750	0.840	08/15/2013	7,630	7,610	7,640	
United States Treasury	1.750	1.413	07/31/2015	440	447	449	
United States Treasury	3.130	3.141	10/31/2016	5,130	5,125	5,549	
United States Treasury	2.750	2.849	11/30/2016	90	90	95	
United States Treasury	2.500	2.575	06/30/2017	43,600	43,401	45,317	
United States Treasury	2.380	2.043	07/31/2017	28,150	28,750	29,012	
United States Treasury	3.630	3.443	08/15/2019	1,880	1,906	2,073	
United States Treasury	3.500	2.623	05/15/2020	29,670	31,885	32,329	
United States Treasury	2.000	1.808	01/15/2026	26,670	30,041	32,144	
United States Treasury	4.380	4.082	05/15/2040	3,130	3,287	3,611	
Total U. S. Treasury Issues - 10.4%						182,985	188,665
<b><u>U. S. Government Agency Issues</u></b>							
<i>U. S. Government Agency MBS (coupon, yield, and maturity date are weighted averages)</i>							
FHLMC Mortgage Pools	6.167	2.311	12/21/2034	25,000	26,480	26,988	
FNMA Mortgage Pools	5.669	2.159	3/25/2029	192,077	206,329	208,074	
<i>Total U. S. Government Agency MBS</i>						232,809	235,062
<i>U. S. Government Agency CMO</i>							
Federal Home Loan Mortgage	1.060	0.000	03/15/2034	348	-	347	
Federal National Mortgage Assn	6.500	5.037	09/25/2042	82	89	92	
Federal National Mortgage Assn	6.500	4.856	12/25/2042	2,726	2,999	3,070	
Federal National Mortgage Assn	7.500	4.587	12/25/2045	3,148	3,561	3,701	
<i>Total U.S. Government Agency CMO</i>						6,649	7,210
Total U.S. Government Agency Issues - 13.3%						239,458	242,272
<b><u>Corporate Issues</u></b>							
<i>Corporate Bonds</i>							
AES Corporation	8.000	8.000	06/01/2020	6,400	6,400	6,720	
American Express	6.150	6.072	08/28/2017	1,250	1,255	1,435	
American Express	6.800	6.550	09/01/2066	1,660	1,722	1,619	
American General Finance Corp	6.900	7.000	12/15/2017	1,580	1,571	1,225	
American Intl Group	5.850	5.922	01/16/2018	910	906	878	
Amgen Inc	4.500	4.506	03/15/2020	1,290	1,289	1,438	
Anadarko Finance Co	7.500	6.498	05/01/2031	930	1,035	895	
Anadarko Petroleum Corp	6.380	6.526	09/15/2017	900	892	891	
Anadarko Petroleum Corp	6.450	6.433	09/15/2036	470	471	408	
AOL Time Warner Inc	7.630	6.150	04/15/2031	4,500	5,270	5,609	
AOL Time Warner Inc	7.700	6.150	05/01/2032	2,200	2,605	2,770	
ASIF Global Financing	4.900	4.777	01/17/2013	510	511	520	
AT&T Corp	8.000	6.053	11/15/2031	2,750	3,385	3,769	
AT&T Corp Wireless Services	8.130	5.709	05/01/2012	480	498	535	
AT&T Inc	5.100	5.291	09/15/2014	1,220	1,212	1,371	
AT&T Inc	5.500	5.575	02/01/2018	5,076	5,053	5,859	
AT&T Inc	6.550	6.152	02/15/2039	525	553	622	
BAC Capital Trust XI	6.630	7.226	05/23/2036	3,000	2,791	2,978	
BAC Capital Trust XIV	5.630	6.231	12/31/2049	570	520	388	
Bank of America Corp	5.380	5.591	08/15/2011	270	269	282	
Bank of America Corp	5.420	3.544	03/15/2017	600	665	614	

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See accompanying notes to financial statements.

# Total Return Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
Bank of America Corp	7.630	5.366	06/01/2019	9,500	10,982	11,119
Bank One Corporation	5.900	6.087	11/15/2011	2,415	2,410	2,537
Barclays Bank PLC	5.130	5.256	01/08/2020	11,030	10,923	11,726
Bear Stearns Companies Inc	7.250	7.289	02/01/2018	1,250	1,247	1,516
Boston Properties LP	5.880	5.323	10/15/2019	4,950	5,145	5,528
Boston Scientific Corp	6.400	4.862	06/15/2016	5,000	5,384	5,408
Boston Scientific Corp	6.000	6.548	01/15/2020	5,790	5,570	6,116
Burlington NO SF 00-1 TR	8.250	(0.086)	01/15/2021	362	428	457
Burlington Northern Santa Fe	5.650	4.016	05/01/2017	3,600	3,941	4,145
Burlington Northern Santa Fe	4.700	4.757	10/01/2019	850	846	936
Capital One Financial Corp	6.750	5.178	09/15/2017	6,175	6,742	7,323
Caterpillar Financial Services	5.450	5.235	04/15/2018	2,010	2,037	2,331
CIGNA Corporation	7.650	6.920	03/01/2023	1,825	1,935	2,270
CIGNA Corporation	7.880	6.874	05/15/2027	1,525	1,675	1,878
CIGNA Corporation	6.150	6.261	11/15/2036	1,575	1,553	1,727
Citigroup Inc	6.000	5.431	12/13/2013	3,050	3,102	3,290
Citigroup Inc	5.000	4.901	09/15/2014	6,750	6,774	6,936
Citigroup Inc	4.750	4.940	05/19/2015	1,325	1,314	1,365
Citigroup Inc	6.130	5.720	11/21/2017	8,395	8,594	9,072
Citigroup Inc	6.880	6.929	03/05/2038	5,140	5,106	5,567
Comcast Cable Communication	8.880	4.655	05/01/2017	6,915	8,570	8,972
Comcast Corp	6.500	5.707	01/15/2015	3,605	3,713	4,227
Comcast Corp	6.500	4.573	01/15/2017	4,500	4,974	5,332
Commonwealth Edison	6.150	4.735	03/15/2012	1,500	1,531	1,614
Continental Airlines Inc	9.250	9.250	05/10/2017	1,370	1,370	1,442
Continental Airlines Inc	7.250	7.250	11/10/2019	5,830	5,830	6,355
Corp Bond Backed CTF-CCE	0.000	7.000	05/15/2098	5,000	2,943	3,400
Countrywide Financial Corp	5.800	7.825	06/07/2012	40	39	43
Countrywide Financial Corp	6.250	7.950	05/15/2016	2,550	2,354	2,734
Cox Communications Inc	9.380	5.245	01/15/2019	6,945	8,868	9,559
Credit Agricole SA	8.380	8.375	12/13/2049	4,130	4,130	4,311
Crown Castle Towers LLC	4.880	4.883	08/15/2020	4,200	4,200	4,353
CVS Caremark Corp	6.940	7.044	01/10/2030	5,391	5,391	6,121
Delta Air Lines	6.820	6.823	08/10/2022	2,275	2,275	2,332
Deutsche Telekom Int Fin	5.750	5.903	03/23/2016	1,635	1,623	1,876
Dominion Resources Inc	4.750	4.773	12/15/2010	280	280	283
Dow Chemical Company	8.550	5.684	05/15/2019	5,600	6,690	7,019
Dow Chemical Company	9.400	6.699	05/15/2039	1,500	2,014	2,129
Dr Pepper Snapple Group	6.820	6.822	05/01/2018	1,830	1,830	2,254
El Paso Corporation	7.800	11.231	08/01/2031	469	336	472
El Paso Corporation	7.750	7.814	01/15/2032	222	221	223
Exelon Corp	4.750	4.637	10/01/2012	890	892	954
FirstEnergy Corp	6.450	6.604	11/15/2011	11	11	12
FirstEnergy Corp	7.380	6.855	11/15/2031	5,860	6,196	6,492
Ford Motor Credit Company	7.250	6.377	10/25/2011	15,500	15,647	16,158
Ford Motor Credit Company	7.000	7.125	04/15/2015	10,300	10,250	10,637
Ford Motor Credit Company	12.000	12.250	05/15/2015	8,360	8,287	9,880
Freeport-McMoRan Copper & Gold	8.380	6.848	04/01/2017	7,680	8,293	8,525
General Electric Capital Corp	5.450	5.188	01/15/2013	570	573	619
General Electric Capital Corp	5.900	3.549	05/13/2014	2,000	2,162	2,261
General Electric Capital Corp	5.500	5.104	01/08/2020	2,905	2,990	3,179
General Electric Capital Corp	6.380	3.921	11/15/2067	9,160	9,099	8,794
General Electric Company	5.000	4.833	02/01/2013	3,590	3,603	3,891
General Motors Corp	0.000 <i>N</i>	1.903	07/15/2033	3,900	3,403	1,248
Glitmir BankI HF	0.000 <i>N</i>	-	07/28/2011	2,530	2,530	721
Glitmir BankI HF	0.000 <i>N</i>	0.045	09/25/2012	3,390	3,387	966
Glitmir BankI HF	0.000 <i>N</i>	0.006	06/15/2016	5,000	4,998	6
Glitmir BankI HF	0.000 <i>N</i>	0.024	09/14/2049	600	594	1
GMAC LLC	6.880	6.497	09/15/2011	14,425	14,479	14,677
Goldman Sachs Capital II	5.790	2.492	12/29/2049	3,960	3,254	3,183
Goldman Sachs Group Inc	6.600	6.556	01/15/2012	2,030	2,031	2,169
Goldman Sachs Group Inc	6.150	6.141	04/01/2018	3,680	3,682	4,019
Groupe BPCE	12.500	9.578	<i>P</i>	5,317	6,939	5,939
HCA Inc	6.300	5.990	10/01/2012	4,500	4,527	4,579

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# Total Return Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
HCA Inc	6.250	6.429	02/15/2013	7,000	6,972	7,000
HCA Inc	5.750	7.676	03/15/2014	800	753	769
Health Net Inc	6.380	7.593	06/01/2017	1,650	1,545	1,596
Household Finance Corporation	6.380	5.707	10/15/2011	120	121	127
Household Finance Corporation	7.000	5.660	05/15/2012	20	20	22
Household Finance Corporation	6.380	6.462	11/27/2012	440	439	479
HSBC Holdings PLC	6.500	6.141	05/02/2036	4,200	4,393	4,788
Humana Inc	7.200	6.671	06/15/2018	2,030	2,094	2,325
Humana Inc	8.150	8.095	06/15/2038	730	734	814
Hypotheekbank In Essen	5.000	5.023	01/20/2012	2,060	2,059	2,167
ICICI Bank Limited	6.380	6.598	04/30/2022	2,238	2,003	2,210
ILFC E-Capital Trust II	6.250	3.279	12/21/2065	4,520	4,189	2,876
John Deere Capital Corp	5.350	5.235	04/03/2018	1,550	1,561	1,795
JP Morgan Chase CAP XV	5.880	6.581	03/15/2035	1,850	1,692	1,767
JPM Chase Capital XXV	6.800	6.684	10/01/2037	1,000	1,014	1,021
JPMorgan Chase & Co	5.750	5.268	01/02/2013	1,590	1,607	1,725
JPMorgan Chase & Co	5.130	5.030	09/15/2014	40	40	44
JPMorgan Chase & Co	5.150	5.330	10/01/2015	790	784	855
JPMorgan Chase & Co	4.950	4.955	03/25/2020	650	650	687
Kaupthing Bank HF	0.000 <i>N</i>	2.606	02/28/2015	7,930	7,060	1,983
Kerr-McGee Corporation	6.950	6.236	07/01/2024	330	352	334
Kerr-McGee Corporation	7.880	6.583	09/15/2031	1,505	1,725	1,587
Kinder Morgan Energy Partners	6.750	6.157	03/15/2011	560	562	577
Kinder Morgan Energy Partners	7.130	5.552	03/15/2012	910	931	980
Kinder Morgan Energy Partners	5.850	7.004	09/15/2012	150	147	160
Kinder Morgan Energy Partners	5.000	6.163	12/15/2013	940	908	1,015
Kinder Morgan Energy Partners	6.000	6.219	02/01/2017	1,610	1,592	1,817
Koninklijke KPN NV	8.000	5.704	10/01/2010	2,500	2,505	2,514
Kroger Co	6.400	5.641	08/15/2017	220	229	263
Kroger Co	6.150	5.941	01/15/2020	240	244	286
L-3 Communications Corp	5.200	5.246	10/15/2019	2,870	2,861	3,088
Lafarge SA	5.500	5.520	07/09/2015	1,575	1,574	1,654
Lafarge SA	6.500	5.066	07/15/2016	3,700	3,966	3,981
Lehman Bros CAP TR VII	0.000 <i>N</i>	0.017	07/19/2017	110	110	-
Lehman Bros CAP TR VII	0.000 <i>N</i>	0.007	12/28/2017	8,860	8,855	3
Lehman Bros CAP TR VII	0.000 <i>N</i>	0.114	11/29/2049	4,430	4,235	-
Lehman Brothers Holdings	0.000 <i>N</i>	(0.053)	01/24/2013	3,040	3,044	657
Lehman Brothers Holdings	0.000 <i>N</i>	0.012	09/26/2014	1,690	1,689	355
Lloyds TSB Bank PLC	4.380	4.376	01/12/2015	4,115	4,115	4,227
Lloyds TSB Bank PLC	5.800	5.831	01/13/2020	4,135	4,126	4,261
Lorillard Tobacco Company	8.130	6.688	06/23/2019	5,060	5,538	5,831
Macys Retail Holding Inc	6.380	7.050	03/15/2037	6,000	5,517	5,820
Macys Retail Holdings Inc	6.650	7.436	07/15/2024	5,415	5,051	5,401
McDonalds Corp	5.350	5.225	03/01/2018	2,210	2,227	2,605
Merrill Lynch & Company Inc	6.880	6.887	04/25/2018	10,890	10,882	11,985
MetLife Inc	6.400	7.003	12/15/2066	4,870	4,460	4,432
MMC Corporation Berhad	6.250	4.545	01/15/2018	2,300	2,543	2,685
Morgan Stanley Dean Witter Co	5.630	5.806	01/09/2012	2,450	2,444	2,566
Morgan Stanley Dean Witter Co	6.600	5.476	04/01/2012	3,615	3,676	3,879
Morgan Stanley Dean Witter Co	6.630	6.224	04/01/2018	360	369	396
MUFG Capital Fin I LTD	6.350	4.124	07/29/2049	2,090	2,090	2,083
National Semiconductor Corp	6.600	5.898	06/15/2017	2,580	2,680	3,020
Nelnet Student Loan Trust	1.980	1.978	04/25/2024	4,480	4,480	4,619
News America Inc	6.650	6.763	11/15/2037	270	266	313
Pacific Gas & Electric Corp	6.050	5.913	03/01/2034	1,860	1,892	2,190
Pacific Gas & Electric Corp	5.800	6.056	03/01/2037	1,050	1,014	1,209
Pacific Life Global Funding	5.150	5.161	04/15/2013	450	450	484
Pfizer Inc	6.200	4.552	03/15/2019	6,250	6,972	7,725
Rabobank Nederland	11.000	10.092	<i>P</i>	544	593	712
Reed Elsevier Capital	7.750	3.463	01/15/2014	2,300	2,611	2,691
Reed Elsevier Capital	8.630	5.108	01/15/2019	1,075	1,330	1,414
Resona PFD Global Securities	7.190	2.061	12/29/2049	750	584	719
Reynolds American Inc	6.750	6.619	06/15/2017	4,740	4,774	5,316
Royal Bank of Scotland Grp PLC	6.380	6.375	02/01/2011	1,270	1,270	1,288

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# Total Return Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
Royal Bank of Scotland Grp PLC	5.000	7.737	10/01/2014	7,310	6,621	7,347
Royal Bank of Scotland Grp PLC	0.000 <i>N</i>	-		1,400	1,400	924
Seariver Maritime Inc	0.000	3.908	09/01/2012	3,180	2,943	3,035
Shinsei Fin Cayman Ltd	6.420	6.591	01/29/2049	4,660	4,517	3,156
Southern Natural Gas Co	5.900	5.897	04/01/2017	570	570	628
Southern Natural Gas Co	8.000	9.187	03/01/2032	1,090	968	1,302
Sprint Capital Corp	8.380	6.005	03/15/2012	3,690	3,817	3,902
Sprint Capital Corp	6.900	6.750	05/01/2019	120	121	113
Sprint Capital Corp	8.750	7.015	03/15/2032	680	810	655
Sprint Nextel Corporation	6.000	7.410	12/01/2016	4,300	4,001	4,015
Student Loan Marketing Assn	8.450	8.525	06/15/2018	5,000	4,977	4,588
Student Loan Marketing Assn	8.000	8.250	03/25/2020	950	934	831
Systems 2001 Asset Trust	6.660	5.437	09/15/2013	5,132	5,196	5,542
Teachers Insurance & Annuity	6.850	6.860	12/16/2039	1,230	1,228	1,540
Telecom Italia Capital	5.250	5.287	11/15/2013	435	435	462
Telecom Italia Capital	4.950	4.995	09/30/2014	810	809	851
Telecom Italia Capital	5.250	5.332	10/01/2015	820	817	873
Tenet Healthcare Corporation	8.880	9.625	07/01/2019	250	239	270
Time Warner Cable Inc	8.750	5.331	02/14/2019	5,300	6,520	6,952
Time Warner Entertainment Co	8.380	8.068	07/15/2033	3,050	3,147	4,007
TNK-BP Finance SA	7.880	8.692	03/13/2018	2,820	2,695	3,174
Travelers Cos Inc	6.250	4.048	06/20/2016	1,150	1,280	1,360
Travelers Cos Inc	5.750	4.273	12/15/2017	1,623	1,772	1,863
Travelers Cos Inc	6.250	4.609	03/15/2037	570	538	547
TXU Corp	5.550	7.064	11/15/2014	430	407	216
TXU Corp	6.500	8.559	11/15/2024	2,230	1,857	870
TXU Corp	6.550	8.064	11/15/2034	2,805	2,355	1,080
Union Pacific Corp	7.880	4.321	01/15/2019	5,500	6,860	7,247
Union Pacific RR Co 07-3	6.180	2.500	01/02/2031	845	913	1,005
UnitedHealth Group Inc	5.250	4.986	03/15/2011	40	40	41
UNP RR Co 1999 Pass Trust	7.600	1.687	01/02/2020	688	801	842
UNP RR Co 2005 Pass Trust	5.080	4.269	01/02/2029	1,811	1,842	1,984
Vale Overseas Ltd	8.250	6.778	01/17/2034	250	293	324
Vale Overseas Ltd	6.880	6.982	11/21/2036	2,532	2,499	2,883
Vedanta Resources PLC	8.750	8.751	01/15/2014	1,430	1,430	1,491
Verizon Communications	6.100	5.595	04/15/2018	1,710	1,763	2,015
Verizon Global Funding Corp	6.880	4.979	06/15/2012	90	93	99
Verizon Global Funding Corp	7.380	5.221	09/01/2012	1,180	1,228	1,325
Wachovia Capital Trust	5.800	1.977	12/29/2049	2,540	2,360	2,153
Wachovia Corp	5.630	6.046	10/15/2016	4,150	4,062	4,577
Wachovia Corp	5.750	4.885	02/01/2018	4,000	4,213	4,519
Wal-Mart Stores	5.800	5.143	02/15/2018	610	635	733
WellPoint Inc	5.880	4.694	06/15/2017	5,096	5,442	5,874
WellPoint Inc	7.000	4.945	02/15/2019	1,175	1,340	1,432
Wells Fargo & Company	5.250	3.972	10/23/2012	140	144	151
Wells Fargo Capital X	5.950	6.337	12/15/2036	3,280	3,117	3,161
Wyeth	5.950	5.999	04/01/2037	2,570	2,553	3,094
Xerox Corporation	6.400	4.485	03/15/2016	8,525	9,318	9,832
XTO Energy Inc	7.500	4.797	04/15/2012	625	651	692
XTO Energy Inc	5.650	5.683	04/01/2016	770	769	915
XTO Energy Inc	5.500	5.687	06/15/2018	3,030	2,995	3,623
<i>Total Corporate Bonds</i>					585,138	578,341
<i>Corporate Asset Backed Issues</i>						
Education Funding Capital Trst	1.760 <i>A</i>	1.570	12/15/2042	900	851	857
Hertz Vehicle Financing LLC	5.290	5.350	03/25/2016	2,600	2,600	2,864
Nelnet Student Loan Trust	0.740 <i>A</i>	1.574	03/22/2032	10,080	8,790	9,022
Pegasus Aviation Lease Sec	8.370	17.655	07/25/2017	500	386	193
Public Service New Hampshire	6.480	5.468	05/01/2015	348	356	377
<i>Total Corporate Asset Backed Issues</i>					12,983	13,313
<i>Corporate CMO</i>						
Banc of America Mortgage Sec	5.230 <i>A</i>	6.973	12/01/2034	5,019	4,804	4,714
Banc of America Mortgage Sec	2.990 <i>A</i>	3.536	04/25/2035	931	911	707

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# Total Return Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
Bear Stearns Adj Rate Mortgage	5.000	3.629	12/25/2046	1,745	1,549	1,213
Countrywide Alternative Loan T	5.160 A	5.295	12/25/2035	2,199	2,185	1,538
Countrywide Asset-Backed Cert	1.260	12.150	08/25/2047	2,382	1,821	1,405
Countrywide Home Loans	5.540 A	5.543	06/20/2036	1,248	1,247	912
GMAC Mortgage Corp Loan Trust	3.480 A	3.884	09/19/2035	891	878	842
Greenpoint Mtge Funding Trust	0.470	25.412	04/25/2036	2,075	1,126	1,224
Indymac Inda Mtg Loan Trust	5.970 A	5.926	09/25/2037	2,100	2,099	1,783
Indymac Indx Mtg Loan Trust	0.470	25.561	04/25/2046	2,200	1,219	1,316
IndyMac Residential Asset Sec	4.750	4.399	02/25/2019	4,462	4,488	4,529
JPMorgan Mortgage Trust	3.110 A	3.579	08/25/2035	1,831	1,801	1,556
Lehman XZ Trust	0.480	30.475	04/25/2046	5,073	2,780	2,443
Luminant Mortgage Trust	0.460	13.238	02/25/2046	4,641	2,597	2,552
MASTR ARM Trust	4.150 A	4.873	01/25/2036	1,208	1,185	1,057
MASTR Performing Loan Trust	7.000	6.347	08/25/2034	89	91	90
Merrill Lynch Mortgage Invest	2.970 A	3.487	12/25/2034	43	42	41
Morgan Stanley Mortgage Loan	2.760 A	2.835	10/25/2034	1,420	1,413	1,172
Morgan Stanley Mortgage Loan	5.490 A	5.360	06/25/2037	4,622	4,633	2,567
Residential Accredit Loans Inc	5.500 A	5.637	12/01/2035	10,932	10,866	6,193
Structured Asset Mortgage Inv	0.470	11.579	08/25/2036	8,019	4,464	5,005
Thornburg Mtg Securities Trust	6.190 A	6.270	09/25/2037	6,207	6,182	5,801
Thornburg Mtg Securities Trust	6.140 A	6.469	09/25/2037	6,556	6,465	6,284
Washington Mutual Mortgage	2.790 A	3.271	08/25/2035	1,704	1,675	1,477
Washington Mutual Mortgage	4.500 A	4.981	10/25/2035	957	948	897
Washington Mutual Mortgage	4.970 A	5.317	12/25/2035	2,095	2,064	1,736
Washington Mutual Mortgage	5.510 A	5.595	11/25/2036	218	217	165
Washington Mutual Mortgage	5.450 A	5.451	12/25/2036	819	818	592
Washington Mutual Mortgage	5.450 A	17.485	12/25/2036	691	385	508
Washington Mutual Mortgage	5.290 A	19.457	02/25/2037	691	385	510
Washington Mutual Mortgage	5.440 A	5.661	03/01/2037	250	247	179
Wells Fargo Mortgage Backed	2.970 A	9.304	12/25/2034	3,148	2,562	2,935
Wells Fargo Mortgage Backed	3.810 A	4.274	04/25/2036	491	488	438
<i>Total Corporate CMO</i>					74,635	64,381
<i>Corporate Preferred Securities</i>						
General Motors Corp	0.000	0.000		132	2,403	962
<i>Total Corporate Preferred Securities</i>					2,403	962
Total Corporate Issues - 36.2%					675,159	656,997
<b>Investments in Other Funds</b>						
Western Asset High Yield Portfolio				10,253	98,792	88,276
Investment Objective - To maximize total return by investing in fixed income securities that are rated below investment grade at time of purchase.						
Redemption Provisions - Daily						
Western Asset International Investment Grade Securities Portfolio				970	18,033	24,354
Investment Objective - To maximize total return by investing in fixed income securities that are rated investment grade at time of purchase.						
Redemption Provisions - Daily						
Western Asset Floating Rate High Income Fund, LLC				5,243	62,624	74,646
Investment Objective - To maximize total return by investing in U.S. dollar-denominated loans, loan participations and below investment grade fixed income securities.						
Redemption Provisions - Daily						
Western Asset US Enhanced Cash, LLC				5,078	48,816	51,183
Investment Objective - To maximize total return by investing in investment grade fixed income securities.						
Redemption Provisions - Daily						
Western Asset Opportunistic Asian Securities Portfolio, LLC				4,160	43,342	49,541
Investment Objective - To maximize total return by investing in debt and fixed income securities of Asian issuers.						
Redemption Provisions - Daily						
Western Asset Non-U.S. Inflation Linked Securities Portfolio, LLC				615	9,706	9,089
Investment Objective - To maximize total return by investing in inflation linked securities of non-U.S. issuers (70%) and U.S. issuers (30%).						

A - Adjustable rate security. N - Security is in nonaccrual status pending bankruptcy proceeding. P - Perpetual bond, no stated maturity  
See accompanying notes to financial statements.

# Total Return Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
Redemption Provisions - Daily						
Western Asset Opportunistic Local Market Debt Securities Portfolio, LLC				1,555	19,415	26,725
Investment Objective - To maximize total return by investing in lower rated debt and other fixed income securities of non-U.S. issuers.						
Redemption Provisions - Daily						
Western Asset Opportunistic Structured Securities Portfolio, LLC				9,012	80,373	101,372
Investment Objective - To maximize total return by investing in primarily investment grade asset backed fixed income securities.						
Redemption Provisions - Daily						
Western Asset Opportunistic Developing Markets Corporate Credit Securities Portfolio, LLC				2,384	22,282	30,826
Investment Objective - To maximize total return by investing in U.S. dollar-denominated fixed income securities of non-U.S. issuers in developing markets.						
Redemption Provisions - Daily						
Total Investments in Other Funds - 25.1%					403,383	456,012
<b><u>Short-term Issues</u></b>						
Dreyfus Cash Management				329,517	329,517	329,517
Federal Home Loan Mort Corp	0.000	0.254	05/24/2011	7	7	7
Federal National Mortgage Assn	0.000	0.223	05/09/2011	10	10	10
Total Short-term Issues - 18.1%					329,534	329,534
<b><u>Option Contracts Purchased</u></b>						
<i>Call, strike price, expiration</i>						
US Treasury 10 Yr Note, 126.5, September 2010				-	89	82
<i>Put, strike price, expiration</i>						
Euro 90 Day Future Option, 99.25, September 2010				-	51	2
Euro 90 Day Future Option, 99, March 2011				1	321	142
<i>Total Puts</i>					372	144
Total Option Contracts Purchased - 0.0%					461	226
Total Investment Securities - 104.7%					\$ 1,857,755	\$ 1,902,829

A - Adjustable rate security. N - Security is in nonaccrual status pending bankruptcy proceeding. P - Perpetual bond, no stated maturity  
See accompanying notes to financial statements.

## Total Return Fixed Income Pool

### Option Contracts Written - Unaudited

August 31, 2010

*(Amounts in thousands)*

Type	Description	Maturity	Strike Price	Contracts	Cost	Fair Value
Call	Euro 90 Day Future Option	03/14/2011	98.750	(142)	\$ (138)	\$ (291)
Call	Euro 90 Day Future Option	03/14/2011	99.625	(552)	(74)	(93)
Call	Euro 90 Day Future Option	09/13/2010	99.125	(100)	(75)	(141)
Call	Swaption	10/02/2013	4.965	(224)	(1,329)	(3,313)
Call	Swaption	10/03/2013	4.860	(224)	(1,356)	(3,147)
Call	US Treasury 10Yr Note	09/24/2010	128.000	(138)	(30)	(28)
Call	US Treasury 10Yr Note Option	11/26/2010	125.500	(143)	(94)	(255)
Put	Euro 90 Day Future Option	03/14/2011	98.250	(1,051)	(496)	(59)
Put	Euro 90 Day Future Option	03/14/2011	98.250	(909)	(88)	(51)
Put	Euro 90 Day Future Option	03/14/2011	99.375	(552)	(157)	(149)
Put	Euro 90 Day Future Option	09/11/2010	98.625	(213)	(37)	(1)
Put	Swaption	10/02/2013	4.960	(224)	(1,329)	(437)
Put	Swaption	10/03/2013	4.860	(224)	(1,356)	(469)
Put	US Treasury 10Yr Note Option	11/26/2010	119.500	(143)	(109)	(36)
Total Option Contracts Written - (0.5%)					<u>\$ (6,668)</u>	<u>\$ (8,470)</u>

*See accompanying notes to financial statements.*

## Total Return Fixed Income Pool

**Statement of Operations - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	<b>Month</b>	<b>Year To Date</b>
<b>Investment income</b>		
Interest	\$ 4,150	\$ 8,640
Dividend	54	98
Securities lending	14	24
Shareholder litigation proceeds	64	64
Net amortization	(922)	(128)
<b>Total investment income</b>	3,360	8,698
<b>Expenses</b>		
Investment advisor fees	(371)	(740)
Trustee fees	(1)	(2)
Custodian bank fees	(8)	(12)
Management fees	(63)	(128)
Fiduciary bond fees	-	(1)
Professional service fees	(11)	(21)
Securities lending agent fees	(2)	(4)
Securities lending borrower rebates	(3)	(5)
<b>Total expenses</b>	(459)	(913)
<b>Investment income, net</b>	2,901	7,785
<b>Realized and unrealized gain (loss) from investments and foreign currency</b>		
Net realized loss from:		
Investments	(1,930)	(4,337)
Foreign currency transactions	(272)	(272)
Net increase (decrease) in the fair value of:		
Investments	13,348	36,036
Translation of assets and liabilities in foreign currencies	265	(718)
<b>Net gain from investments and foreign currency</b>	11,411	30,709
<b>Net increase in net assets from operations</b>	\$ 14,312	\$ 38,494

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

## Total Return Fixed Income Pool

**Statement of Changes in Net Assets - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands, except unit data)*

	<b>Month</b>	<b>Year To Date</b>
<b>Operations</b>		
Investment income, net	\$ 2,901	\$ 7,785
Net realized loss from investments	(1,930)	(4,337)
Net realized loss from foreign currency transactions	(272)	(272)
Net increase in the fair value of investments	13,348	36,036
Net increase (decrease) in the translation of assets and liabilities in foreign currencies	265	(718)
	<b>Net increase in net assets from operations</b>	<b>14,312</b>
		<b>38,494</b>
<b>Distributions to unitholders</b>		
Investment income, net	(2,893)	(7,770)
<b>Unit transactions</b>		
Proceeds from sale of units	13,914	21,280
Reinvestment of distributions	4,877	10,399
	18,791	31,679
Amount paid for repurchase of units	(13,509)	(36,301)
	<b>Net increase (decrease) in net assets from unit transactions</b>	<b>5,282</b>
		<b>(4,622)</b>
	<b>Increase in net assets</b>	<b>16,701</b>
		<b>26,102</b>
Net assets, beginning of period	1,801,480	1,792,079
	<b>Net assets, end of period</b>	<b>\$ 1,818,181</b>
	<b>\$ 1,818,181</b>	<b>\$ 1,818,181</b>
<b>Unit data</b>		
Units sold	1,021,179	1,567,650
Units issued from reinvestment of distributions	357,929	767,576
	1,379,108	2,335,226
Units repurchased	(991,432)	(2,682,245)
	<b>Net increase (decrease) in units</b>	<b>387,676</b>
	<b>387,676</b>	<b>(347,019)</b>

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

# Total Return Fixed Income Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 1. DESCRIPTION OF THE ENTITY

The West Virginia Investment Management Board (IMB) was organized on April 25, 1997, as a public body corporate created by *West Virginia Code §12-6-1* to provide prudent fiscal administration and investment management services to designated State pension funds, the State's Workers' Compensation and Coal Workers' Pneumoconiosis funds, and certain other State government funds.

A Board of Trustees, consisting of thirteen members, governs the IMB. The Governor, the State Auditor and the State Treasurer are ex officio members of the Board of Trustees. The Governor appoints all other Trustees for a term of six years.

The IMB operates on a fiscal year beginning July 1 and ending June 30.

The accompanying financial statements reflect only the investments and investment related operations of the IMB's Total Return Fixed Income Pool (Pool). They do not reflect activity of the other investment pools under the control of the IMB or the Administrative Fund of the IMB, or any other assets or liabilities, or restrictions thereon, or the various investment pool participants. Accordingly, these financial statements are not intended to and do not present the comprehensive financial position and operations of the IMB or any of the investment pool participants.

These financial statements have been prepared on a basis of accounting following U.S. generally accepted accounting principles (GAAP) established by the Financial Accounting Standards Board (FASB) and the American Institute of Certified Public Accountants applicable to investment companies, which is a comprehensive basis of accounting other than GAAP for state and local governments established by the Government Accounting Standards Board. The IMB has selected this basis of accounting because it believes that the disclosures required for investment companies better reflect the purpose and operations of the Pool.

A summary of the differences between financial statements prepared in accordance with GAAP for investment companies and GAAP for state and local governments are as follows:

	Investment Company GAAP	State and Local GAAP
Management Discussion and Analysis	Not required	Required
Schedule of Investments in Securities	Required	Not required
Statement of Operations	Required	Not required
Investment Risk Disclosures	Not required	Required
Financial Highlights	Required	Not required

There are no differences in the reported amounts of assets, liabilities, net assets, investment operations, distributions, or unit transactions between GAAP for investment companies and GAAP for state and local governments.

The main objective of this Pool is to earn superior returns with low volatility by actively investing in the extended fixed income markets. Dodge & Cox and Western Asset Management Company (Western) manage the Pool. The Pool's investment performance, net of external investment management fees, is expected to meet or exceed the Barclays Capital US Universal index.

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting** - The IMB invests funds of the State and its component units, all of which are government entities. Investments in debt securities are carried at fair value, which is determined by a third party pricing service based on asset portfolio pricing models and other sources. Investments in other funds are valued at the reported net asset values of the individual funds, provided by the fund's management, as a practical expedient for measuring fair value. The investment in the Dreyfus Cash Management Institutional Fund, a regulated investment company money market mutual fund, is valued at \$1.00 per share. This is a reasonable estimate of the fair value and is the basis for current transactions. Futures and option contracts are valued at the last settlement price established each day by the exchange on which they are traded. Interest rate

# Total Return Fixed Income Pool

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## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

and total return swap values are based on market values received from third parties or are determined by valuation models. Foreign currency forward contracts are valued at the difference between the month-end spot exchange rate and the forward contract amount. Investments in other funds are valued at the net asset value as provided by fund's management. Commissions on the purchases of securities by the IMB are a component of the security price quoted by the seller and are included in the investment cost.

**Foreign Currency** – Amounts denominated in or expected to settle in foreign currencies are translated into U.S. dollars at exchange rates reported by the Bank of New York Mellon on the following basis:

- a. Market value of investment securities, other assets and liabilities - at the closing rate of exchange at the valuation date.
- b. Purchases and sales of investment securities, income and expenses - at the rate of exchange prevailing on the respective dates of such transactions.

The IMB isolates that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from market prices of securities held.

Reported net realized foreign exchange gains and losses arise from sales of portfolio securities, sales and maturities of short-term securities, sales of foreign currencies, currency gains and losses realized between the trade and settlement dates on securities transactions, and the difference between the amounts of dividends, interest, and foreign withholding taxes recorded and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in the value of assets and liabilities including investments in securities at month end, resulting from changes in the exchange rate.

**Option Contracts** - The IMB may purchase or write equity, bond, currency, or index option contracts that have recognized liquidity and are actively traded on major exchanges or are executed with major dealers. These option contracts give the purchaser (seller) of the contract the right to buy (call) or sell (put) the security, or settle cash for an index option, underlying the contract at an agreed upon price (strike price) during or at the conclusion of a specified period of time.

Premiums paid upon the purchase of an option contract are recorded as an asset and subsequently adjusted to market value. Upon exercising a purchased option, a gain is recorded equal to the difference between the market value of the underlying instrument and the strike price of the option, minus premiums paid. If the option expires unexercised, a loss is recognized in the amount of the premiums paid for the option.

Premiums received when option contracts are written are recorded as a liability and subsequently adjusted to market value. If a written option contract expires unexercised, a gain is recorded equal to the amount of the premiums received. The difference between the premiums received and the amount paid to effect a closing transaction is also recorded as a gain or loss. When a written option is exercised, a loss is recorded equal to the difference between the market value of the underlying instrument and the strike price of the option, minus premiums received.

Written option contracts are used to enhance investment returns and reduce portfolio convexity when implied volatility is high. Purchased option contracts are used to increase portfolio convexity when implied volatility is low, to implement certain yield curve strategies, or to hedge sector exposure.

When writing put options, there is risk that a loss may be incurred if the market price of the underlying instrument decreases and the option is exercised. This loss is determined by market conditions and cannot be specifically limited. The risk associated with writing call options is the loss of potential profit if the market price of the security increases and the option is exercised. Purchased put or call options bear the risk of loss of the premium paid if market conditions are not favorable to exercise the option. There may also be risk that the value of the option contract does not correlate perfectly with movements of the underlying instrument due to certain market distortions.

# Total Return Fixed Income Pool

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## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

The IMB limits its exposure to credit risk by only buying or selling options traded on major exchanges, or executed with major dealers. There is a risk of the inability to enter into a closing transaction if a liquid secondary market does not exist. The IMB maintains sufficient levels of cash or cash equivalents to meet cash flow obligations.

**Security Loans** - The IMB, through its agent, the Bank of New York Mellon, loans securities to various brokers on a temporary basis. Each transaction for U.S. securities is secured by initial collateral of at least 102 percent of the market value of the securities loaned. For international securities, the collateral is at least 105 percent of the market value of the securities on loan. Cash collateral received is invested in the Mellon GSL Reinvestment Trust and is reported on the Statement of Assets and Liabilities. Securities loaned remain on the Statement of Assets and Liabilities and Schedule of Investments in Securities. The IMB receives compensation in the form of loan premium fees and income from the investment of the cash collateral. Expenses related to the lending of securities are rebates paid by the lending agent to brokers and the lending agent's fees for its services. The income earned by the IMB is reported in the Statement of Operations as securities lending income. The agent fees and broker rebates are reported as expenses, and unrealized gains or losses resulting from changes in the value of the investment of cash collateral are reported as part of the net increase or decrease in the fair value of investments. The IMB also continues to receive interest or dividends on the securities loaned. Gains or losses in the fair value of the securities loaned that may occur during the term of the loans are reflected in the Statement of Operations.

**Futures Contracts** - A futures contract is an agreement between a buyer or a seller and the clearinghouse of a futures exchange in which the parties agree to buy or sell a commodity, financial instrument or index at a specified future date and price. Upon entering into a financial futures contract, the IMB is required to pledge to the broker an amount of cash, U.S. government securities, or other assets, equal to a certain percentage of the contract amount (initial margin deposit). Cash (variation margin) is received from or paid to the broker for the fluctuations of the underlying securities or index. The IMB records futures at fair market value. Gains or losses on open futures positions are unrealized. These gains or losses become realized when the position is closed.

Interest rate futures may be used to enhance portfolio yields or as an alternative investment of cash.

The market risk associated with holding interest rate and stock index futures results from changes in the market value of the contractual positions due to changes in the value of the underlying instruments or indices. Investment risk associated with these futures contracts arises because the value of the futures contracts may not correlate perfectly with changes in the values of the underlying instruments or indices due to market distortions.

Other risks associated with futures contracts are liquidity risk and credit risk. Liquidity risk arises when there is insufficient trading in a particular futures contract. Credit risk arises from the potential inability of counterparties to meet the terms of the contracts. The IMB's managers generally only utilize futures contracts that are traded on major exchanges or are executed with major dealers. The major exchanges assume the risk of a counterparty default and generally require an initial margin deposit of cash or securities.

**Foreign Exchange Forward Contracts** - A foreign exchange forward contract is an agreement between two parties to exchange different currencies at a specified exchange rate at an agreed upon future date. Western enters into such contracts to take advantage of the relative changes in currency exchange rates. Risks associated with such contracts include movement in the value of the foreign currency relative to the U.S. dollar and the ability of the counterparty to perform. These contracts are valued at the prevailing market exchange rates at month end. An unrealized gain or loss is recorded as the difference between the amount valued at month end and the amount to be received or paid at the expiration date. The unrealized gain or loss is reclassified to realized gain or loss when the contract expires.

**Interest Rate Swaps** - Interest rate swaps represent agreements between counterparties to exchange cash flows based on the difference between two interest rates, applied to a notional principal amount for a specified period. Interest rate swaps do not involve the exchange of principal between the parties. Interest is paid or received periodically. Fair values are based on market values received from third parties or are determined by valuation models.



# Total Return Fixed Income Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

**Total Return Swaps** – Total return swaps represent agreements in which one party makes payments based on a set rate, either fixed or variable, while the other party makes payments based on the return of an underlying asset, which includes both the income it generates and any capital gains. In total return swaps, the underlying asset, referred to as the reference asset, is usually an equity index, loans, or bonds. This is owned by the party receiving the set rate payment.

**Asset-Backed Securities** – The Pool invests in various asset-backed securities, mortgage-backed securities, and structured corporate debt. The securities are reported at fair value, which is determined by a third party pricing service based on asset portfolio pricing models and other sources. The Pool invests in these securities to enhance yields on investments. Changes in market interest rates affect the cash flows of these securities and may result in changes in fair value. The overall return or yield on these securities depends on the changes in the interest and principal payment pattern and market value of the underlying assets.

**Investment Transactions** - Investment transactions are accounted for on a trade date basis.

**Use of Estimates** - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Investment Gains and Losses** - Gains and losses on the sale of investment securities are recognized at the time of sale by the average cost method.

**Interest Income** - Interest income is recognized as earned on the accrual method.

**Dividend Income** - Dividend income is recognized on the ex-dividend date.

**Amortization** - Discounts and premiums on securities purchased are amortized over the life of the respective securities using the scientific method of amortization. This method maintains a constant book yield over the life of the security. The amortization of asset-backed securities considers the effect of prepayments on the life of the security. Historical prepayment speeds are obtained from market data vendors and are updated annually. The effect of changing prepayment assumptions is reported in the Statement of Operations in the year of the change.

**Distributions to Participants** - The monthly net investment income of the Pool is declared as a dividend on the last day of the month and distributed to the participants of the Pool on the first day of the following month. Distributions are paid in the form of reinvestments in the Pool and have been included in distributions to participants and reinvestment of distributions as presented on the Statement of Changes in Net Assets.

**Expenses** - The IMB's Trustees adopt an annual budget and fee schedule for services to be provided to all of the investment pools under its management. Each investment pool is charged for its direct investment-related cost and for its allocated share of other expenses. These other expenses are allocated to the individual pools based on asset size. The IMB pays all expenses on behalf of the Pool.

**Income Taxes** - The IMB is a public corporation organized under laws of the State of West Virginia and exempt from federal and state taxation. Accordingly, the financial statements have been prepared recognizing that the IMB is not subject to federal or state income taxes.

### NOTE 3. DERIVATIVE FINANCIAL INSTRUMENTS

Derivative financial instruments held in the Pool include foreign exchange contracts, futures, options, interest rate swaps, and total return swaps. None of these derivative financial instruments are designated as hedging instruments under ASC 815; they are used to implement portfolio strategy, capture valuation opportunities, and to exploit market inefficiencies. The primary risks managed by using these derivative financial instruments include interest rate, foreign exchange rate, and market price

## Total Return Fixed Income Pool

### Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

#### NOTE 3. DERIVATIVE FINANCIAL INSTRUMENTS (continued)

risks. See Note 2 for additional information on the Pool's purpose for entering into derivatives not designated as hedging instruments and for discussion on the risks associated with investing in these derivatives.

The table below presents the fair value of the derivative financial instruments not designated as hedging instruments recorded in the Statement of Assets and Liabilities as of August 31, 2010:

Derivatives not designated as hedging instruments under ASC 815	Asset Derivatives		Liability Derivatives	
	Statement of Assets and Liabilities Location	Fair Value	Statement of Assets and Liabilities Location	Fair Value
Fixed Income / Interest rate contracts	Investment in securities at fair value	\$ 225	Option contracts written	\$ (8,469)
Fixed Income / Interest rate contracts	Unrealized gain on swap contracts	10,308	Unrealized loss on swap contracts	(18,105)
Fixed Income / Interest rate contracts	Unrealized gain on futures contracts	1,824	Unrealized loss on futures contracts	(1,867)
Foreign exchange contracts	Unrealized loss on foreign currency exchange contracts	1,181	Unrealized loss on foreign currency exchange contracts	(905)
Total		<u>\$ 13,538</u>		<u>\$ (29,346)</u>

The table below presents the impact of the derivative financial instruments not designated as hedging instruments recorded in the Statement of Operations for the year ended August 31, 2010:

Derivatives not designated as hedging instruments under ASC 815	Statement of Operations Location	Realized Gain (Loss)
Fixed income / Interest rate contracts	Net realized loss from investments	\$ (9,329)
Foreign exchange contracts	Net realized loss from foreign currency transactions	(272)
Total		<u>\$ (9,601)</u>

# Total Return Fixed Income Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 4. FAIR VALUE MEASUREMENTS

ASC 820 defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value of an investment is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e., the exit price).

ASC 820 established a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical financial instruments (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are:

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities at the reporting date.

Level 2 Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not considered active; observable inputs other than observable quoted prices for the asset or liability; or inputs derived principally from or corroborated by observable market data.

Level 3 Unobservable pricing inputs for assets and liabilities.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

The table below summarizes the valuation of the investment securities in accordance with ASC 820 fair value hierarchy levels as of August 31, 2010:

	Level 1	Level 2	Level 3	Total
Commingled Funds	\$ -	\$ 456,012	\$ -	\$ 456,012
Corporate Issues	-	656,035	-	656,035
Foreign Exchange Forward Contracts	-	276	-	276
Futures	(43)	-	-	(43)
Interest Rate Swaps	-	(18,105)	-	(18,105)
Total Return Swaps	-	10,308	-	10,308
Municipal Bonds	-	29,123	-	29,123
Options	(8,244)	-	-	(8,244)
Preferred Securities	962	-	-	962
Regulated Investment Companies	-	329,517	-	329,517
Securities Lending Collateral Funds	-	97,392	-	97,392
Short-term Issues	-	17	-	17
U.S. Government Agency Issues	-	242,272	-	242,272
U.S. Treasury Issues	-	188,665	-	188,665
Total	\$ (7,325)	\$ 1,991,512	\$ -	\$ 1,984,187

## Total Return Fixed Income Pool

### Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

#### NOTE 5. SECURITIES LENDING

At August 31, 2010, the fair value of securities on loan was \$98,492, initial collateral received was \$100,641, and the fair value of collateral held was \$98,830. Of the collateral held, \$99,174 was received as cash and was invested in the Mellon GSL DBT II Collateral Fund (Collateral Fund), the Mellon SL DBT II Liquidating Fund (Liquidating Fund), and the Mellon GSL DBT II Liquidating Trust (Liquidating Trust) with a fair value of \$97,392.

In early November 2008, the IMB was notified that certain securities issued by Sigma Finance, Inc. (Sigma) were transferred from the Collateral Fund on October 1, 2008, to the Liquidating Trust. Units of the Liquidating Trust were transferred to the IMB's securities lending cash collateral account. For all of the IMB investment pools that participate in the securities lending program, the value of the units in the Liquidating Trust on an amortized cost basis was \$10,974 as calculated by the IMB's proportionate interest in the Collateral Fund as of the close of business on September 30, 2008. Sigma was subsequently placed into receivership and the IMB is exposed to a potential loss of the full value of the Sigma investment. In October, the IMB recorded a reserve for these potential losses in each investment pool in proportion to its participation in the securities lending program at September 30, 2008. The reserve recorded for the Pool was \$1,703.

Effective April 20, 2009, the assets of the Collateral Fund with maturities greater than one day were transferred to the Liquidating Fund. As securities mature in the Liquidating Fund, the proceeds are transferred to the Collateral Fund. The combined value of the holdings in the Collateral Fund and the Liquidating Fund was used to determine the fair value of reinvested collateral.

Additionally, the distribution of securities lending income has been restricted beginning October 1, 2008. The accumulated undistributed securities lending income will be distributed once the actual loss on Sigma is realized. The accumulated undistributed securities lending income for August 31, 2010 was \$542.

#### NOTE 6. FUTURES CONTRACTS

At August 31, 2010, open positions in futures contracts denominated in U.S. dollars were as follows:

Expiration	Open Contracts		Position	Value at August 31, 2010	Value Upon Entering Contract	Cumulative Net Gain (Loss) Since Inception
Sep 2010	14	Euro 90 Day Future	Long	\$ 3,489	\$ 3,463	\$ 26
Dec 2010	1,073	US Ultra Bond Future	Long	155,149	153,483	1,666
Dec 2010	(1,429)	US Treasury 10Yr Note Future	Short	(179,518)	(178,993)	(525)
Dec 2010	(608)	US Treasury 5Yr Note Future	Short	(73,155)	(72,876)	(279)
Dec 2010	(1,293)	US Treasury Bond Future	Short	(174,595)	(173,532)	(1,063)
				<u>\$ (268,630)</u>	<u>\$ (268,455)</u>	<u>\$ (175)</u>

At August 31, 2010, open positions in futures contracts denominated in foreign currencies are as follows:

Expiration	Open Contracts	Currency	Position	Value at August 31, 2010 Local Currency	Initial Value in Local Currency	August 31, 2010 Exchange Rate	Cumulative Net Gain (Loss) Since Inception
Sep 2010	18	Euro Bond Future	Long	\$ 2,420	\$ 2,316	1.2710	\$ 132
				<u>\$ 2,420</u>	<u>\$ 2,316</u>		<u>\$ 132</u>

At August 31, 2010, the Pool had pledged cash of \$3,104 and securities of \$5,431 to cover margin requirements on open futures contracts.

## Total Return Fixed Income Pool

### Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

#### NOTE 7. SWAPS

At August 31, 2010, open positions in interest rate and total return swaps are as follows:

Counterparty	Notional Value	Maturity Date	Receiving			Paying			Fair Value
			Rate	Type	Base	Rate	Type	Base	
<i>Interest Rate Swaps</i>									
CS First Boston	\$ 78,080	12/10/2039	0.3%	Floating	3 mo. Libor	4.2%	Fixed	N/A	\$ (16,419)
Greenwich Capital	10,560	12/18/2018	0.3%	Floating	3 mo. Libor	4.3%	Fixed	N/A	(1,686)
Total Interest Rate Swaps	88,640								(18,105)
<i>Total Return Swap</i>									
CS First Boston	81,660	09/10/2010	0.5%	Fixed	N/A	4.4%	Floating	3 mo. Libor	10,308
Total Swaps	\$ 170,300								\$ (7,797)

At August 31, 2010, the Pool had pledged cash of \$15,270 as collateral on open swap contracts.

#### NOTE 8. OPTION CONTRACTS

A summary of the activity in short (written) option positions for the period ended August 31, 2010 is as follows:

	Puts		Calls	
	Number of Contracts	Premiums (Received)/Paid	Number of Contracts	Premiums (Received)/Paid
	Options outstanding at June 30, 2010	(1,712)	\$ (3,218)	(851)
Options written	(2,434)	(546)	(833)	(198)
Options closed	-	-	161	105
Options expired	830	192	-	-
Options outstanding at August 31, 2010	(3,316)	\$ (3,572)	(1,523)	\$ (3,096)

#### NOTE 9. FOREIGN CURRENCY FORWARD CONTRACTS

At August 31, 2010, open foreign currency forward contracts were as follows:

Position	Foreign Currency	Inception Date	Expiration Date	Receivable		Payable		Unrealized appreciation (depreciation)
				(in foreign currency)	(in U. S. dollars)	(in foreign currency)	(in U. S. dollars)	
Long	Euro Currency	8/4/2010	11/24/2010	11,289	\$ 14,346		\$ 14,884	\$ (538)
Short	Euro Currency	8/4/2010	11/24/2010		20,424	15,449	19,676	748
Short	Euro Currency	8/5/2010	11/24/2010		11,826	9,000	11,393	433
Short	Japanese Yen	8/5/2010	11/24/2010		12,887	1,111,850	13,254	(367)
					\$ 59,483		\$ 59,207	\$ 276

## Total Return Fixed Income Pool

### Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

#### NOTE 10. FINANCIAL HIGHLIGHTS

**Per Unit Operating Performance:**

Net asset value at June 30, 2010	\$	13.48
Income from investment operations:		
Net investment income		0.06
Net realized and unrealized gain on investment transactions		0.24
Net increase in the translation of assets and liabilities in foreign currencies		(0.01)
Total from investment operations		0.29
Less distributions from net investment income		(0.06)
Net asset value at August 31, 2010	\$	13.71

**Time-weighted Total Return \*** 2.2%

**Supplemental Data:**

Net assets, end of period	\$	1,818,181
Ratio to average net assets:		
Expenses **		0.30%
Net investment income **		2.59%
Portfolio turnover rate		22.01%

\* Return data is net of fees for the fiscal year-to-date and is not annualized

\*\* All ratios are for the fiscal year-to-date annualized

#### NOTE 11. SCHEDULE OF PARTICIPATION

The following schedule provides the value of participants' accounts in the Pool at August 31, 2010. The balances do not include the dividend declared by the Pool on the last day of the month and reinvested to the participant's account on the first day of the following month.

<u>Participant</u>	<u>Account Value</u>
Public Employees' Retirement System	\$ 512,018
Teachers' Retirement System	480,474
Workers' Compensation Old Fund	305,189
Retiree Health Benefit Trust	111,059
Revenue Shortfall Reserve Fund B	82,636
Revenue Shortfall Reserve Fund	82,189
Coal Workers' Pneumoconiosis Fund	67,999
State Police Death, Disability and Retirement Fund	54,141
Public Employees' Insurance Agency	43,344
Board of Risk and Insurance Management	36,676
Judges' Retirement System	13,855
Deputy Sheriff's Retirement System	12,568
State Police Retirement System	7,394
Wildlife Endowment Fund	4,826
Emergency Medical Services Retirement System	3,429
Access WV	384
Total	\$ 1,818,181

**Financial Statements - Unaudited**

**August 31, 2010**





# Core Fixed Income Pool

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## Financial Statements - Unaudited August 31, 2010

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# Core Fixed Income Pool

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## Statement of Assets and Liabilities - Unaudited

August 31, 2010

(Amounts in thousands, except unit data)

### Assets

Investment securities at fair value	\$	1,311,601
Receivables:		
Accrued interest		6,759
Investments sold		266,139
Dividends		5
		<hr/>
<b>Total assets</b>		1,584,504

### Liabilities

Accrued expenses		438
Dividends payable		2,987
Payable for investments purchased		2,841
		<hr/>
<b>Total liabilities</b>		6,266
		<hr/>
<b>Net assets</b>	\$	<u>1,578,238</u>

### Analysis of net assets

Paid-in capital	\$	1,466,314
Accumulated undistributed net realized gain from investments		33,065
Unrealized net appreciation of investments		78,859
		<hr/>
<b>Net assets</b>	\$	<u>1,578,238</u>

### Unit data

Units outstanding		143,693,918
Net asset value, unit price	\$	<u>10.98</u>

See accompanying notes to financial statements.

# Core Fixed Income Pool

## Schedule of Investments in Securities - Unaudited

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
<b><u>Municipal Bonds</u></b>						
Illinois	5.100 %	5.763 %	06/01/2033	350	\$ 321	\$ 297
Total Municipal Bonds - 0.0%					321	297
<b><u>U. S. Treasury Issues</u></b>						
United States Treasury	1.750	1.335	08/15/2012	1,495	1,507	1,532
United States Treasury	0.000	1.623	08/15/2012	4,000	3,876	3,963
United States Treasury	1.380	1.257	09/15/2012	1,205	1,208	1,226
United States Treasury	1.380	1.423	02/15/2013	320	320	326
United States Treasury	0.000	2.177	02/15/2013	200	190	197
United States Treasury	1.750	1.520	04/15/2013	6,000	6,035	6,174
United States Treasury	0.000	2.796	02/15/2014	4,100	3,725	3,973
United States Treasury	1.880	2.255	02/28/2014	1,000	987	1,034
United States Treasury	1.750	2.213	03/31/2014	500	492	515
United States Treasury	0.000	2.283	05/15/2014	7,100	6,527	6,849
United States Treasury	2.630	2.187	07/31/2014	10,000	10,164	10,621
United States Treasury	0.000	2.343	08/15/2014	3,000	2,736	2,875
United States Treasury	0.000	2.361	11/15/2014	750	680	687
United States Treasury	2.630	2.587	12/31/2014	25,800	25,840	27,398
United States Treasury	0.000	2.704	02/15/2015	150	133	142
United States Treasury	9.880	2.377	11/15/2015	3,100	4,231	4,420
United States Treasury	9.250	2.704	02/15/2016	500	665	704
United States Treasury	2.630	2.861	02/29/2016	200	198	212
United States Treasury	2.630	2.008	04/30/2016	1,440	1,487	1,522
United States Treasury	7.250	2.276	05/15/2016	190	240	249
United States Treasury	0.000	3.332	08/15/2016	4,800	3,942	4,312
United States Treasury	3.130	3.241	10/31/2016	12,500	12,420	13,521
United States Treasury	0.000	3.233	11/15/2016	1,000	820	892
United States Treasury	7.500	3.028	11/15/2016	14,900	18,642	19,966
United States Treasury	0.000	2.255	11/15/2016	3,120	2,714	2,781
United States Treasury	3.250	3.209	12/31/2016	31,200	31,271	33,932
United States Treasury	4.630	3.056	02/15/2017	6,500	7,093	7,623
United States Treasury	0.000	3.562	02/15/2017	5,150	4,100	4,547
United States Treasury	3.250	2.910	03/31/2017	16,600	16,935	18,053
United States Treasury	3.130	2.432	04/30/2017	6,715	6,989	7,250
United States Treasury	8.750	3.078	05/15/2017	14,000	18,776	20,136
United States Treasury	4.500	3.079	05/15/2017	3,060	3,321	3,571
United States Treasury	8.880	3.186	08/15/2017	23,000	31,102	33,530
United States Treasury	4.750	3.018	08/15/2017	12,900	14,292	15,310
United States Treasury	0.000	3.491	11/15/2017	7,050	5,493	6,060
United States Treasury	0.000	3.537	02/15/2018	3,950	3,041	3,383
United States Treasury	0.000	3.743	08/15/2018	500	372	421
United States Treasury	9.000	3.655	11/15/2018	1,000	1,376	1,526
United States Treasury	8.880	3.592	02/15/2019	12,800	17,692	19,438
United States Treasury	0.000	4.013	05/15/2019	4,550	3,219	3,669
United States Treasury	8.130	3.467	08/15/2019	5,000	6,779	7,352
United States Treasury	0.000	4.021	08/15/2019	300	210	239
United States Treasury	8.500	3.516	02/15/2020	1,750	2,446	2,654
United States Treasury	0.000	4.006	05/15/2020	4,500	3,062	3,468
United States Treasury	8.750	3.409	05/15/2020	1,400	2,013	2,166
United States Treasury	0.000	4.018	05/15/2020	2,450	1,665	1,882
United States Treasury	8.750	3.625	08/15/2020	6,050	8,621	9,394
United States Treasury	0.000	3.855	08/15/2020	4,500	3,077	3,411
United States Treasury	0.000	4.258	11/15/2020	400	260	300
United States Treasury	0.000	4.230	02/15/2021	200	129	149
United States Treasury	8.130	3.524	05/15/2021	1,000	1,407	1,518
United States Treasury	0.000	4.091	02/15/2022	450	283	319
United States Treasury	0.000	4.526	05/15/2024	1,100	596	705
United States Treasury	0.000	4.459	08/15/2024	700	378	444
United States Treasury	0.000	6.392	11/15/2024	250	129	157
United States Treasury	0.000	6.934	02/15/2025	700	344	434
United States Treasury	6.000	4.435	02/15/2026	400	469	547
United States Treasury	0.000	4.862	05/15/2026	850	400	501
United States Treasury	6.750	4.072	08/15/2026	625	820	921
United States Treasury	6.500	4.024	11/15/2026	550	711	794

A - Adjustable rate security.

See accompanying notes to financial statements.

# Core Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
United States Treasury	6.630	3.883	02/15/2027	800	1,065	1,170
United States Treasury	0.000	4.756	02/15/2027	200	92	114
United States Treasury	6.380	4.079	08/15/2027	400	512	573
United States Treasury	0.000	4.706	08/15/2027	750	341	418
United States Treasury	6.130	4.343	11/15/2027	150	182	210
United States Treasury	0.000	4.587	02/15/2028	1,000	453	544
United States Treasury	0.000	4.851	05/15/2028	100	43	54
United States Treasury	5.500	4.534	08/15/2028	1,050	1,174	1,385
United States Treasury	0.000	4.655	02/15/2029	300	128	156
United States Treasury	0.000	4.554	05/15/2029	150	65	77
United States Treasury	5.380	4.324	02/15/2031	1,100	1,256	1,443
United States Treasury	0.000	4.591	05/15/2036	200	62	75
Total U. S. Treasury Issues - 21.4%					314,023	338,114
<b>U. S. Government Agency Issues</b>						
<i>U. S. Government Agency MBS (coupon, yield, and maturity date are weighted averages)</i>						
FHLMC Issues	6.198	3.166	12/22/2033	55,934	59,279	60,187
FNMA Issues	6.093	3.354	07/14/2031	71,347	76,101	77,291
GNMA Issues	6.870	4.467	10/28/2034	2,950	3,211	3,290
<i>Total U. S. Government Agency MBS</i>					138,591	140,768
<i>U. S. Government Agency CMO (coupon, yield, and maturity date are weighted averages)</i>						
FHLMC Issues	6.567	4.935	06/11/2033	119,052	94,563	99,249
FNMA Issues	6.477	4.744	07/02/2033	169,459	126,297	134,141
GNMA Issues	8.569	6.393	11/30/2033	97,440	31,390	34,658
<i>Total U. S. Government Agency CMO</i>					252,250	268,048
<i>U. S. Government Agency Bond</i>						
Federal National Mortgage Assn	0.000	2.342	07/05/2014	2,300	2,110	2,161
FICO	0.000	5.655	09/26/2019	700	463	527
<i>Total U. S. Government Agency Bond</i>					2,573	2,688
Total U. S. Government Agency Issues - 26.1%					393,414	411,504
<b>Corporate Issues</b>						
<i>Corporate Bonds</i>						
Ace Ina Hldg Inc	5.880	3.570	06/15/2014	240	259	272
Ace Ina Hldg Inc	5.600	2.613	05/15/2015	430	486	486
AFLAC Inc	6.450	6.488	08/15/2040	108	107	113
AGL Capital Corporation	4.450	2.753	04/15/2013	260	271	275
AGL Capital Corporation	5.250	5.094	08/15/2019	250	253	267
Allied Waste North America	6.880	6.978	06/17/2015	250	249	276
Allstate Corp	5.000	3.585	08/15/2014	470	494	523
Allstate Life Global Fn Trust	5.380	1.804	04/30/2013	300	328	331
American Express	7.000	5.284	03/19/2018	320	354	383
American Express Credit Co	5.880	2.100	05/02/2013	40	44	44
American Express Credit Co	7.300	4.692	08/20/2013	600	643	687
American Express Credit Co	5.130	4.116	08/25/2014	625	648	687
American Honda Finance	7.630	5.027	10/01/2018	300	351	381
American Water Cap Corp	6.590	5.338	10/15/2037	300	354	354
Ameritech Capital Funding	6.450	5.178	01/15/2018	70	75	82
Amgen Inc	6.150	3.425	06/01/2018	285	337	349
Amgen Inc	5.700	5.035	02/01/2019	210	219	253
Anadarko Petroleum Corp	7.630	3.498	03/15/2014	130	148	140
Anadarko Petroleum Corp	8.700	8.254	03/15/2019	300	308	330
Anadarko Petroleum Corp	6.950	5.870	06/15/2019	285	306	287
Anheuser-Busch	7.200	4.539	01/15/2014	300	325	350
Anheuser-Busch	7.750	5.144	01/15/2019	580	681	743
ANR Pipeline	9.630	5.447	11/01/2021	240	323	349
ANZ National (Intl) LTD	2.380	2.418	12/21/2012	175	175	177
Appalachian Power Company	5.950	6.624	05/15/2033	250	230	270
Arrow Electronics Inc	6.880	6.098	07/01/2013	215	219	240
Arrow Electronics Inc	6.880	5.965	06/01/2018	235	248	268
Associates Corp NA	6.950	9.363	11/01/2018	350	302	388
AT&T Corp	8.000	6.187	11/15/2031	1,200	1,455	1,645

A - Adjustable rate security.

See accompanying notes to financial statements.

# Core Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
AT&T Corp Wireless Services	7.880	2.894	03/01/2011	500	512	518
AT&T Inc	4.950	3.716	01/15/2013	175	180	191
AT&T Inc	5.500	4.564	02/01/2018	370	392	427
AT&T Inc	5.600	5.809	05/15/2018	365	360	423
AT&T Inc	6.300	6.619	01/15/2038	600	574	688
Atmos Energy Corp	8.500	8.529	03/15/2019	150	150	195
BAE Systems Holdings Inc	5.200	2.802	08/15/2015	195	216	215
Bank of America Corp	5.500	5.648	06/14/2012	2,000	1,995	2,115
Bank of America Corp	7.380	7.510	05/15/2014	600	597	685
Bank of America Corp	5.130	8.762	11/15/2014	300	262	321
Bank of America Corp	6.500	6.545	08/01/2016	500	499	559
Bank of America Corp	6.000	4.529	09/01/2017	200	217	216
Bank of America Corp	5.650	5.589	05/01/2018	1,250	1,255	1,299
Bank of America Corp	5.630	5.672	07/01/2020	90	90	93
Bank of Nova Scotia	3.400	3.428	01/22/2015	127	127	135
Bank Tokyo - Mitsubishi UFJ	3.850	3.859	01/22/2015	356	356	379
Barclays Bank PLC	5.200	5.227	07/10/2014	400	400	440
Barclays Bank PLC	6.750	5.145	05/22/2019	950	1,056	1,123
Barclays Bank PLC	5.130	5.231	01/08/2020	500	496	532
BB&T Corporation	3.850	1.776	07/27/2012	1,175	1,220	1,231
BB&T Corporation	3.380	3.399	09/25/2013	340	340	356
BB&T Corporation	4.900	5.999	06/30/2017	800	751	847
BB&T Corporation	6.850	7.048	04/30/2019	225	222	274
Bell Tel Co Pennsylvania	8.350	7.266	12/15/2030	400	446	467
BellSouth Corporation	5.200	4.342	09/15/2014	300	309	338
Berkshire Hathaway Fin	4.000	4.082	04/15/2012	600	599	631
Berkshire Hathaway Fin	4.600	4.335	05/15/2013	100	101	109
BHP Billiton Financial USA	5.500	5.577	04/01/2014	200	200	225
BHP Billiton Financial USA	6.500	4.554	04/01/2019	520	591	631
BlackRock Inc	6.250	4.677	09/15/2017	500	547	588
BNY Mellon	4.500	2.783	04/01/2013	305	318	331
BNY Mellon	5.130	3.868	08/27/2013	350	362	389
BNY Mellon	2.950	2.978	06/18/2015	500	499	523
BNY Mellon	4.600	4.625	01/15/2020	115	115	127
Boeing Company	9.750	2.232	04/01/2012	260	290	295
Boeing Company	5.130	4.019	02/15/2013	100	103	109
Boeing Company	4.880	4.664	02/15/2020	230	234	262
BP Capital Markets PLC	3.130	3.127	03/10/2012	250	250	250
BP Capital Markets PLC	3.630	3.625	05/08/2014	100	100	99
BP Capital Markets PLC	3.880	3.333	03/10/2015	500	511	495
British Telecom PLC	9.130	6.000	12/15/2010	260	262	266
British Telecom PLC	5.950	5.942	01/15/2018	275	275	301
Bunge Limited Finance Co	5.880	6.484	05/15/2013	50	49	54
Bunge Limited Finance Co	8.500	7.210	06/15/2019	373	403	451
Bunge NA Finance LP	5.900	7.617	04/01/2017	54	49	58
Burlington Northern Santa Fe	5.900	4.746	07/01/2012	150	153	163
Burlington Northern Santa Fe	5.650	4.368	05/01/2017	225	242	259
Burlington Northern Santa Fe	4.700	4.722	10/01/2019	350	349	385
Burlington Northern Santa Fe	7.290	6.510	06/01/2036	80	88	104
C & P Telephone	7.150	7.864	05/01/2023	400	377	425
Canadian Natural Resources Ltd	5.900	4.608	02/01/2018	615	664	715
Capital One Bank USA NA	6.500	10.704	06/13/2013	100	90	110
Capital One Financial Corp	7.380	5.321	05/23/2014	295	315	344
Capital One Financial Corp	5.500	10.399	06/01/2015	200	164	218
Capital One Financial Corp	6.750	5.033	09/15/2017	955	1,050	1,133
Cargill Inc	6.380	3.633	06/01/2012	100	105	108
Cargill Inc	7.350	5.427	03/06/2019	250	282	317
Carolina Power & Light	5.300	4.589	01/15/2019	200	210	233
Caterpillar Financial Services	5.850	4.754	09/01/2017	820	873	956
Caterpillar Financial Services	5.450	3.907	04/15/2018	280	308	325
Caterpillar Financial Services	7.150	6.137	02/15/2019	395	420	509
CBS Corp	5.750	5.766	04/15/2020	53	53	59
Cenovus Energy Inc	5.700	5.707	10/15/2019	165	165	191
Centerpoint Ener Houston	5.750	5.100	01/15/2014	185	189	210
Centerpoint Ener Houston	7.000	5.151	03/01/2014	185	196	219
Centerpoint Energy Resources	5.950	3.744	01/15/2014	165	176	184

A - Adjustable rate security.

See accompanying notes to financial statements.

# Core Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
Cisco Systems Inc	5.500	4.491	02/22/2016	210	220	248
Cisco Systems Inc	4.450	4.555	01/15/2020	250	248	275
Cisco Systems Inc	5.900	5.977	02/15/2039	460	455	540
Cisco Systems Inc	5.500	5.644	01/15/2040	300	294	335
Citigroup Inc	5.250	7.887	02/27/2012	200	193	209
Citigroup Inc	5.500	7.166	04/11/2013	600	577	637
Citigroup Inc	6.380	6.536	08/12/2014	295	293	323
Citigroup Inc	5.500	5.615	10/15/2014	300	299	319
Citigroup Inc	4.750	4.876	05/19/2015	87	87	90
Citigroup Inc	6.000	6.083	08/15/2017	1,290	1,282	1,383
Citigroup Inc	6.130	7.025	11/21/2017	555	526	600
Citigroup Inc	8.500	8.765	05/22/2019	265	261	324
Citigroup Inc	5.380	5.507	08/09/2020	300	297	303
Citigroup Inc	7.000	6.049	12/01/2025	490	536	533
Citigroup Inc	8.130	8.310	07/15/2039	350	343	436
Cleveland Electric Illum	7.880	5.053	11/01/2017	300	350	378
Cleveland Electric Illum	8.880	7.005	11/15/2018	225	251	298
CME Group Inc	5.750	1.969	02/15/2014	307	346	348
CNA Financial Corp	5.880	5.917	08/15/2020	170	169	171
Coca-Cola Company	3.630	3.725	03/15/2014	100	100	108
Coca-Cola Company	4.880	4.993	03/15/2019	100	99	115
Columbus Southern Power	6.050	6.649	05/01/2018	205	198	245
Comcast Cable Comm Holdings	9.460	7.125	11/15/2022	775	918	1,089
Comcast Cable Holdings	10.130	5.959	04/15/2022	240	323	350
Comcast Corp	5.850	3.751	11/15/2015	350	384	405
Comcast Corp	5.900	5.728	03/15/2016	350	353	404
Comcast Corp	6.500	5.409	01/15/2017	200	212	237
Comerica Bank	5.200	4.930	08/22/2017	250	254	265
Commonwealth	6.650	9.669	01/15/2018	430	362	461
ConocoPhillips	5.750	5.911	02/01/2019	100	99	119
ConocoPhillips	6.000	4.630	01/15/2020	875	965	1,064
Cons Edison Co of NY	6.300	5.749	08/15/2037	150	161	183
Cons Edison Co of NY	5.500	5.713	12/01/2039	350	339	386
Consumers Energy Company	6.700	5.661	09/15/2049	394	458	487
Countrywide Financial Corp	6.250	5.584	05/15/2016	400	413	429
Cox Communications Inc	5.450	3.845	12/15/2014	225	239	254
Credit Suisse New York	3.450	3.496	07/02/2012	200	200	207
Credit Suisse New York	5.500	5.524	05/01/2014	170	170	188
Credit Suisse USA Inc	5.130	5.058	01/15/2014	155	155	168
Credit Suisse USA Inc	4.880	6.376	01/15/2015	250	236	274
Credit Suisse USA Inc	5.130	4.005	08/15/2015	525	551	584
Credit Suisse USA Inc	5.850	4.616	08/16/2016	400	424	461
Credit Suisse USA Inc	7.130	5.535	07/15/2032	275	330	354
CSX Corp	6.300	4.952	03/15/2012	100	102	107
CSX Corp	6.250	4.270	03/15/2018	420	473	498
CSX Corp	7.380	6.722	02/01/2019	200	208	253
CVS Caremark Corp	6.130	6.066	09/15/2039	735	741	826
Daimler Finance NA Holdings	7.300	1.894	01/15/2012	245	263	264
Daimler Finance NA Holdings	6.500	7.740	11/15/2013	275	265	314
Dell Inc	5.650	4.846	04/15/2018	317	333	363
Dell Inc	5.880	4.037	06/15/2019	200	227	233
Deutsche Bank AG London	2.380	2.409	01/11/2013	435	435	443
Deutsche Bank AG London	3.880	3.962	08/18/2014	305	304	325
Deutsche Telekom Int Fin	6.750	4.691	08/20/2018	200	227	244
Deutsche Telekom Int Fin	6.000	5.649	07/08/2019	635	650	747
Diageo Capital PLC	5.200	1.199	01/30/2013	200	219	218
Diageo Capital PLC	4.830	4.387	07/15/2020	402	416	456
Diageo Finance BV	5.500	2.551	04/01/2013	265	284	293
Directv Holdings/Fing	4.600	4.608	02/15/2021	400	400	408
Directv Holdings/Fing	6.000	6.098	08/15/2040	750	740	789
Dominion Resources Inc	6.400	4.717	06/15/2018	465	516	573
Dow Chemical Company	4.850	4.855	08/15/2012	235	235	248
Dow Chemical Company	8.550	5.719	05/15/2019	530	632	664
Duke Energy Carolinas	7.000	4.034	11/15/2018	250	301	320
Duke Energy Carolinas	4.300	4.329	06/15/2020	156	156	173
Duke Energy Ohio Inc	5.450	5.009	04/01/2019	395	407	465

A - Adjustable rate security.

See accompanying notes to financial statements.

# Core Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
Encana Corp	6.500	5.141	05/15/2019	500	547	609
Enel Finance Intl SA	5.130	5.144	10/07/2019	700	699	723
EOG Resources Inc	5.630	5.356	06/01/2019	200	204	235
FannieMae STRIPS	0.000	5.737	11/15/2021	1,000	609	671
Federal Farm Credit Bank	5.130	3.384	11/15/2018	1,000	1,124	1,183
Federal Home Loan Mortgage	5.500	3.324	08/23/2017	2,900	3,290	3,496
Federal National Mortgage	5.380	3.276	06/12/2017	2,000	2,253	2,398
Federal National Mortgage Assn	5.000	2.195	05/11/2017	3,000	3,521	3,532
Florida Power & Light	5.960	5.307	04/01/2039	335	367	407
Florida Power Corp	6.400	5.331	06/15/2038	280	323	352
FMR LLC	6.450	6.504	11/15/2039	250	248	266
FPL Group Capital Inc	6.000	6.006	03/01/2019	125	125	147
France Telecom	4.380	3.419	07/08/2014	400	414	442
France Telecom	8.500	5.770	03/01/2031	130	172	189
General Electric Capital Corp	5.880	2.016	02/15/2012	162	171	173
General Electric Capital Corp	0.650	3.464	04/10/2012	500	478	497
General Electric Capital Corp	5.250	4.913	10/19/2012	800	805	861
General Electric Capital Corp	5.900	5.926	05/13/2014	1,500	1,499	1,696
General Electric Capital Corp	5.500	3.739	06/04/2014	675	716	749
General Electric Capital Corp	3.500	3.561	06/29/2015	680	678	704
General Electric Capital Corp	5.630	5.781	09/15/2017	400	395	442
General Electric Capital Corp	5.630	8.002	05/01/2018	250	216	276
General Electric Capital Corp	6.000	5.091	08/07/2019	2,435	2,592	2,737
General Electric Capital Corp	5.500	5.614	01/08/2020	1,320	1,309	1,445
General Electric Capital Corp	5.880	8.520	01/14/2038	200	144	206
General Electric Company	5.250	5.983	12/06/2017	305	292	342
General Mills Inc	5.200	4.836	03/17/2015	100	101	114
General Mills Inc	5.650	4.103	02/15/2019	470	521	554
Georgia Power Company	5.250	5.030	12/15/2015	200	202	230
Georgia Power Company	4.750	4.811	09/01/2040	128	127	127
Glaxosmithkline Cap Inc	4.380	3.625	04/15/2014	215	220	238
Glaxosmithkline Cap Inc	6.380	5.354	05/15/2038	275	315	349
Goldman Sachs	7.500	5.634	02/15/2019	2,790	3,134	3,254
Goldman Sachs	5.380	5.493	03/15/2020	450	446	464
Goldman Sachs Group Inc	4.750	7.235	07/15/2013	200	187	212
Goldman Sachs Group Inc	5.250	2.371	10/15/2013	300	326	325
Goldman Sachs Group Inc	5.150	5.113	01/15/2014	415	415	445
Goldman Sachs Group Inc	5.750	5.226	10/01/2016	50	51	55
Goldman Sachs Group Inc	6.250	7.134	09/01/2017	290	276	322
Goldman Sachs Group Inc	5.950	5.036	01/18/2018	200	211	217
Goldman Sachs Group Inc	6.150	5.845	04/01/2018	535	544	584
Goldman Sachs Group Inc	6.750	6.519	10/01/2037	140	144	143
Goldman Sachs Group LP	8.000	3.407	03/01/2013	210	233	236
GTE Corporation	6.840	3.750	04/15/2018	200	241	239
GTE Corporation	8.750	5.975	11/01/2021	250	306	339
Halliburton Company	6.150	4.627	09/15/2019	360	400	426
Halliburton Company	7.450	7.646	09/15/2039	100	98	135
Hewlett-Packard Company	2.950	2.956	08/15/2012	225	225	234
Hewlett-Packard Company	6.130	2.327	03/01/2014	375	423	434
Hewlett-Packard Company	5.400	4.620	03/01/2017	280	292	327
Historic Time Warner Inc	9.150	6.368	02/01/2023	945	1,168	1,301
Home Depot Inc	5.400	5.915	03/01/2016	500	488	563
Honeywell International Inc	5.400	3.475	03/15/2016	360	395	422
Household Finance Corporation	4.750	7.304	07/15/2013	17	16	18
HSBC Bank PLC	3.500	3.518	06/28/2015	116	116	121
HSBC Bank PLC	4.130	4.199	08/12/2020	389	387	395
HSBC Bank USA	4.630	3.425	04/01/2014	320	333	342
HSBC Finance Corp	0.780	7.493	01/15/2014	500	399	474
HSBC Finance Corp	5.000	7.332	06/30/2015	455	411	491
HSBC Finance Corp	5.500	4.032	01/19/2016	300	321	328
Indiana Michigan Power	7.000	4.840	03/15/2019	145	167	178
International Business Machs	7.630	5.057	10/15/2018	330	386	441
International Business Machs	8.380	4.194	11/01/2019	150	197	210
International Business Machs	8.000	5.720	10/15/2038	300	395	450
Intuit Inc	5.750	4.907	03/15/2017	233	244	263
Jackson Natl Life Global	5.380	2.699	05/08/2013	500	534	539

A - Adjustable rate security.

See accompanying notes to financial statements.

# Core Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
Jefferies Group Inc	5.500	4.763	03/15/2016	340	352	361
Jefferies Group Inc	8.500	7.633	07/15/2019	290	306	336
Jefferies Group Inc	6.450	8.192	06/08/2027	330	278	332
John Deere Capital Corp	5.250	5.329	10/01/2012	225	225	244
John Deere Capital Corp	5.100	1.753	01/15/2013	185	199	202
John Deere Capital Corp	5.750	4.607	09/10/2018	233	251	278
Johnson Controls Inc	5.000	4.342	03/30/2020	500	526	551
Kellogg Company	4.250	3.896	03/06/2013	100	101	107
Key Bank NA	5.800	5.972	07/01/2014	350	348	382
Kimberly Clark Corporation	7.500	4.845	11/01/2018	250	294	331
Kohl's Corporation	6.250	5.839	12/15/2017	90	92	107
Kraft Foods Inc	6.750	4.586	02/19/2014	250	267	290
Kraft Foods Inc	6.500	4.307	08/11/2017	450	509	537
Kraft Foods Inc	6.130	5.169	08/23/2018	435	462	511
Kraft Foods Inc	5.380	4.834	02/10/2020	734	763	816
Kroger Co	7.500	3.796	01/15/2014	278	310	329
Kroger Co	6.400	6.119	08/15/2017	100	102	119
Kroger Co	6.150	5.095	01/15/2020	475	512	566
Lilly Eli and Company	3.550	3.578	03/06/2013	100	100	104
Lockheed Martin Corp	4.250	3.507	11/15/2019	220	233	241
Lockheed Martin Corp	5.720	5.765	06/01/2040	717	712	837
Lowe's Companies Inc	7.110	5.609	05/15/2037	195	235	256
M & T Bank Corporation	5.380	3.575	05/24/2012	190	196	202
Manitoba Providence CDA	2.130	2.165	04/22/2013	43	43	44
Manuf & Traders Trust Co	6.630	7.668	12/04/2017	465	438	537
Marathon Oil Corp	7.500	5.388	02/15/2019	350	400	445
Marshall & Ilsley Corp	5.350	9.819	04/01/2011	215	210	219
Mass Mutual Global Funding	3.630	2.388	07/16/2012	350	358	365
Mass Mutual Global Funding	2.880	2.960	04/21/2014	122	122	128
Massachusetts Electric	5.900	5.924	11/15/2039	182	181	212
Merrill Lynch & Company Inc	6.150	8.809	04/25/2013	341	320	372
Merrill Lynch & Company Inc	6.400	5.710	08/28/2017	500	520	539
Merrill Lynch & Company Inc	6.880	6.034	04/25/2018	650	683	715
Met Life Global Funding I	2.880	2.975	09/17/2012	500	499	513
Met Life Global Funding I	2.500	2.587	01/11/2013	415	414	424
Met Life Global Funding I	5.130	3.261	04/10/2013	600	627	654
Met Life Global Funding I	5.130	3.070	06/10/2014	200	215	222
Miller Brewing Company	5.500	3.464	08/15/2013	300	317	330
Monsanto Company	5.130	5.008	04/15/2018	160	161	182
Monumental Global Funding	5.500	4.142	04/22/2013	100	103	108
Morgan Stanley	6.000	4.804	05/13/2014	825	858	899
Morgan Stanley	4.200	4.209	11/20/2014	331	331	341
Morgan Stanley	5.950	5.856	12/28/2017	185	186	197
Morgan Stanley	5.630	6.196	09/23/2019	1,310	1,258	1,333
Morgan Stanley Dean Witter Co	6.250	7.602	08/28/2017	430	399	468
Morgan Stanley Dean Witter Co	6.630	5.921	04/01/2018	650	677	714
Morgan Stanley Mortgage Loan	4.750	8.248	04/01/2014	250	223	257
National Australia Bank	2.500	2.500	01/08/2013	500	500	508
National City Bank	5.800	5.680	06/07/2017	850	856	933
National Rural Utilities	2.630	2.677	09/16/2012	60	60	62
National Rural Utilities	10.380	5.094	11/01/2018	320	430	460
Nevada Power Company	7.130	5.401	03/15/2019	300	335	370
New York Global Life Fdg	4.650	3.682	05/09/2013	285	292	309
New York Life Global Fdg	3.000	2.610	05/04/2015	515	524	535
News America Holdings Inc	8.880	7.591	04/26/2023	450	494	621
News America Holdings Inc	7.750	5.876	01/20/2024	150	176	191
News America Inc	7.250	5.514	05/18/2018	64	71	79
News America Inc	7.300	7.225	04/30/2028	250	252	289
Niagara Mohawk Power	4.880	4.881	08/15/2019	100	100	110
NiSource Finance Corp	10.750	6.333	03/15/2016	700	841	917
Nomura Holdings Inc	6.700	6.403	03/04/2020	445	454	508
Norfolk Southern Corp	7.250	5.571	02/15/2031	425	511	544
Northern States Power- Minn	6.250	5.620	06/01/2036	360	391	450
Northern States Power- Minn	5.350	5.363	11/01/2039	64	64	72
Northern Trust Company	6.500	4.266	08/15/2018	250	287	307
Northern Trust Corp	5.500	4.130	08/15/2013	102	106	114

A - Adjustable rate security.

See accompanying notes to financial statements.



# Core Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
Northrop Grumman Corp	7.750	4.011	03/01/2016	365	431	463
Nova Scotia Province	9.250	4.643	03/01/2020	200	270	291
Nucor Corporation	5.750	4.303	12/01/2017	242	264	282
Oncor Electric Delivery	6.800	4.952	09/01/2018	315	353	383
Ontario Providence Canada	2.950	2.975	02/05/2015	1,000	999	1,058
Ontario Providence Canada	2.700	2.710	06/16/2015	500	500	523
Oracle Corporation	4.950	0.926	04/15/2013	125	138	138
Oracle Corporation	5.750	5.177	04/15/2018	250	259	299
Oracle Corporation	5.000	4.688	07/08/2019	400	409	460
Oracle Corporation	6.500	5.656	04/15/2038	605	676	762
Pacific Gas & Electric Corp	8.250	4.653	10/15/2018	345	428	455
Pacific Life Global Funding	5.150	4.528	04/15/2013	170	173	183
Pacific Life Global Funding	5.000	4.976	05/15/2017	400	401	423
PACIFICORP	5.500	4.874	01/15/2019	350	365	412
PEPCO Holdings	7.900	5.749	12/15/2038	335	435	489
Pepsico Inc	7.900	4.258	11/01/2018	795	993	1,063
Petro-Canada	6.050	5.382	05/15/2018	447	466	521
Petro-Canada	6.800	6.466	05/15/2038	225	235	271
PG&E Corp	5.750	5.875	04/01/2014	150	149	169
Pharmacia Corporation	6.500	4.660	12/01/2018	700	787	879
PNC Bank NA	6.880	4.989	04/01/2018	250	279	291
PNC Funding Corp	5.250	5.077	11/15/2015	600	604	653
PNC Funding Corp	5.130	5.150	02/08/2020	160	160	173
PPG Industries Inc	7.400	4.939	08/15/2019	260	306	325
PPG Industries Inc	9.000	6.096	05/01/2021	625	766	829
Praxair Inc	3.950	3.652	06/01/2013	130	131	140
Praxair Inc	4.380	4.446	03/31/2014	200	200	220
Praxair Inc	5.200	3.733	03/15/2017	510	553	576
Pricoa Global Funding	5.450	5.499	06/11/2014	350	349	389
Principal Life Global	6.250	7.272	02/15/2012	600	592	637
Principal Life Global	5.050	8.354	03/15/2015	500	439	522
Principal Life Inc FDG	5.100	3.519	04/15/2014	400	421	435
Progress Energy Inc	6.050	6.115	03/15/2014	150	150	170
PSEG Power LLC	5.130	4.782	04/15/2020	504	517	546
Public Service Electric & Gas	5.380	5.083	11/01/2039	169	176	192
Public Service Oklahoma	5.150	5.186	12/01/2019	118	118	131
Quebec Province	6.350	4.145	01/30/2026	900	1,124	1,180
Rabobank Nederland	3.200	3.310	03/11/2015	500	498	517
Rio Tinto Fin USA Ltd	8.950	3.407	05/01/2014	155	184	190
Ryder System Inc	3.600	3.623	03/01/2016	180	180	182
San Diego Gas & Electric	5.350	5.359	05/15/2040	27	27	31
Schwab Charles Corp	4.950	2.869	06/01/2014	200	215	221
Sempra Energy	8.900	6.589	11/15/2013	200	213	240
Sempra Energy	6.500	6.539	06/01/2016	100	100	119
Sempra Energy	9.800	7.451	02/15/2019	150	172	211
Shell International Fin	1.880	1.916	03/25/2013	75	75	77
Shell International Fin	4.000	3.732	03/21/2014	575	580	623
Shell International Fin	3.100	3.115	06/28/2015	73	73	76
Shell International Fin	4.300	4.343	09/22/2019	285	284	309
Shell International Fin	4.380	4.434	03/25/2020	290	289	318
Shell International Fin	6.380	6.026	12/15/2038	140	147	178
Siemens Financieringsmat	6.130	5.126	08/17/2026	470	521	557
Simon Property Group Inc	6.750	6.406	05/15/2014	140	142	162
Simon Property Group Inc	5.630	4.874	08/15/2014	50	51	57
Simon Property Group Inc	6.100	9.051	05/01/2016	325	283	376
Simon Property Group Inc	6.130	5.748	05/30/2018	140	143	162
Simon Property Group Inc	5.650	5.700	02/01/2020	55	55	62
Simon Property Group LP	7.380	6.200	06/15/2018	166	178	196
Southern Cal Edison	4.150	4.153	09/15/2014	100	100	111
Southern Cal Edison	6.050	6.110	03/15/2039	250	248	308
Southern Cal Edison	5.500	5.634	03/15/2040	170	167	195
Southern Company	4.150	3.103	05/15/2014	500	518	542
Southtrust Bank NA	7.690	5.873	05/15/2025	400	471	486
Southwestern Electric Power	6.450	5.261	01/15/2019	115	124	131
Southwestern Public Service	8.750	5.352	12/01/2018	288	353	379
Spectra Energy Capital	6.200	6.993	04/15/2018	245	234	286

A - Adjustable rate security.

See accompanying notes to financial statements.

# Core Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
Spectra Energy Capital	6.750	8.473	07/15/2018	160	144	185
Spectra Energy Capital	8.000	5.666	10/01/2019	450	524	571
Staples Inc	9.750	6.044	01/15/2014	325	361	403
State Street Corp	4.300	3.323	05/30/2014	500	517	549
Statoil ASA	3.130	3.160	08/17/2017	217	217	224
SunTrust Banks Inc	5.250	2.676	11/05/2012	371	391	393
Talisman Energy Inc	7.750	4.897	06/01/2019	280	336	353
Target Corp	7.000	5.065	01/15/2038	440	565	576
TCI Communications Inc	7.880	7.698	02/15/2026	100	102	124
Telecom Italia Capital	4.950	4.108	09/30/2014	625	645	657
Telecom Italia Capital	7.000	8.462	06/04/2018	100	92	113
Telefonica Eisiones SAU	5.860	3.741	02/04/2013	200	210	218
Telefonica Eisiones SAU	6.220	5.133	07/03/2017	300	318	342
Telefonica Eisiones SAU	5.880	5.877	07/15/2019	50	50	57
Tennessee Valley Authority	5.250	5.275	09/15/2039	98	98	116
Thomson Corporation	4.700	4.744	10/15/2019	150	150	166
Time Warner Cable Inc	8.250	4.356	02/14/2014	730	820	872
Time Warner Cable Inc	6.750	4.658	07/01/2018	150	170	179
Time Warner Cable Inc	7.300	6.397	07/01/2038	300	335	371
Time Warner Entertainment Co	8.380	6.560	07/15/2033	325	394	427
Toronto-Dominion Bank	2.200	2.230	07/29/2015	1,200	1,198	1,222
Toyota Motor Credit Corp	3.200	2.095	06/17/2015	70	74	74
Trans-Canada Pipelines	6.500	6.574	08/15/2018	250	249	306
Trans-Canada Pipelines	7.130	3.903	01/15/2019	220	270	283
Trans-Canada Pipelines	7.630	7.632	01/15/2039	50	50	67
Travelers PPTY Casualty	7.750	5.838	04/15/2026	310	370	425
Tyco International Group SA	8.500	4.732	01/15/2019	495	623	661
UBS AG Stamford CT	3.880	3.970	01/15/2015	500	498	517
UBS AG Stamford CT	5.880	5.576	12/20/2017	300	305	339
Union Pacific Corp	6.500	2.457	04/15/2012	150	160	162
Union Pacific Corp	5.700	4.718	08/15/2018	260	277	303
Union Pacific Corp	5.780	4.235	07/15/2040	310	391	354
United Mexican States	6.380	3.627	01/16/2013	630	669	699
United Technologies Corp	6.130	4.488	02/01/2019	285	317	354
United Technologies Corp	5.400	5.468	05/01/2035	170	168	189
UNP RR CO 2003 PASS TRUST	4.700	7.947	01/02/2024	86	83	92
UPS of America Inc	8.380	4.731	04/01/2020	125	160	178
UPS of America Inc	8.380	5.178	04/01/2030	230	312	326
US Bancorp	2.000	2.043	06/14/2013	456	455	467
US Bancorp	2.880	2.977	11/20/2014	450	448	470
Verizon Communications	5.550	3.794	02/15/2016	165	179	190
Verizon Communications	5.500	4.894	02/15/2018	720	747	823
Verizon Communications	8.750	4.820	11/01/2018	345	436	465
Verizon Communications	7.350	7.564	04/01/2039	400	390	521
Verizon Florida LLC	6.130	5.835	01/15/2013	275	277	300
Verizon Global Funding Corp	7.380	1.469	09/01/2012	200	223	225
Verizon Virginia Inc	4.630	4.968	03/15/2013	375	372	399
Viacom Inc	6.250	4.829	04/30/2016	495	528	577
Viacom Inc	7.880	6.779	07/30/2030	180	201	220
Virginia Electric & Power Co	5.400	4.990	04/30/2018	490	503	571
Vodafone Group	5.750	6.019	03/15/2016	200	197	228
Vodafone Group	5.450	4.869	06/10/2019	369	384	419
Volkswagen Intl Fin NV	1.630	1.728	08/12/2013	100	100	100
Wachovia Bank NA	0.870	3.105	03/15/2016	850	752	776
Wachovia Corp	5.300	3.203	10/15/2011	345	353	362
Wachovia Corp	5.500	4.258	05/01/2013	1,900	1,958	2,086
Wachovia Corp	5.750	5.125	06/15/2017	775	802	870
Wachovia Corp	5.750	5.885	02/01/2018	675	669	763
Wal-Mart Stores	7.550	5.479	02/15/2030	350	436	484
Wal-Mart Stores	5.250	5.736	09/01/2035	425	398	466
Waste Management Inc	7.380	7.011	03/11/2019	60	61	75
Waste Management Inc	4.750	4.596	06/30/2020	622	629	666
WEA Finance/WT Fin Aust	6.750	5.958	09/02/2019	438	462	512
WellPoint Inc	5.880	5.219	06/15/2017	500	518	576
Wells Fargo & Company	3.750	3.786	10/01/2014	390	389	411
Wells Fargo & Company	5.000	7.000	11/15/2014	100	93	108

A - Adjustable rate security.

See accompanying notes to financial statements.

# Core Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
Wells Fargo & Company	5.630	5.419	12/11/2017	865	875	977
Westpac Banking	4.880	4.884	11/19/2019	406	406	432
Wyeth	5.500	1.972	02/01/2014	190	212	215
Xcel Energy Inc	4.700	4.741	05/15/2020	45	45	49
Xerox Corporation	6.750	4.601	02/01/2017	191	214	223
Xerox Corporation	5.630	5.438	12/15/2019	350	355	389
XTO Energy Inc	4.630	3.416	06/15/2013	100	103	110
XTO Energy Inc	6.250	4.955	08/01/2017	326	350	402
<i>Total Corporate Bonds</i>					171,665	185,751
<i>Corporate Asset Backed Issues</i>						
AH Mortgage Advance Trust	3.970	4.001	08/15/2012	895	895	895
Ally Auto Receivables	1.450	1.458	05/15/2014	380	380	384
Ally Auto Receivables Trust	2.330	2.347	09/15/2012	500	500	511
Ally Auto Receivables Trust	1.110	1.115	11/15/2013	920	920	922
Ally Auto Receivables Trust	1.550	1.573	10/15/2014	357	357	358
Americredit Automobile Rec	0.970	0.972	01/15/2013	130	130	130
Americredit Automobile Rec	1.660	1.669	03/17/2014	95	95	96
Banc of America Auto Trust	0.910	0.921	10/15/2012	360	360	361
Banc of America Auto Trust	1.310	1.315	07/15/2014	310	310	313
Banc of America Auto Trust	1.940	1.954	06/15/2017	510	510	520
Bank of America Auto Trust	2.670	2.691	07/15/2013	600	600	609
Bank of America Auto Trust	2.130	2.140	09/16/2013	650	650	659
Bank of America Auto Trust	1.390	1.396	03/15/2014	430	430	434
Bank of America Auto Trust	3.520	3.555	06/15/2016	200	200	210
Bank of America Auto Trust	2.180	2.198	02/15/2017	310	310	318
Carmax Auto Owner Trust	1.560	1.572	07/15/2014	280	280	283
Chrysler Financial Auto Sec	2.820	2.842	01/15/2016	250	250	255
Citifinancial Auto Issuance	2.590	2.604	10/15/2013	930	930	946
CNH Equipment Trust	5.280	5.342	11/15/2012	210	210	215
CNH Equipment Trust	2.970	2.997	03/15/2013	85	85	85
CNH Equipment Trust	1.850	1.858	12/16/2013	105	105	106
CNH Equipment Trust	1.540	1.552	07/15/2014	635	635	642
Ford Credit Auto Owner Trust	2.790	2.811	08/15/2013	400	400	408
Ford Credit Auto Owner Trust	4.500	4.548	07/15/2014	300	300	324
Honda Auto Receivables Trust	2.310	2.329	05/15/2013	200	200	203
Honda Auto Receivables Trust	3.300	3.329	09/15/2015	250	250	261
Hyuandai Auto Receivables Trst	0.970	0.980	11/15/2013	360	360	360
Hyuandai Auto Receivables Trst	1.630	1.638	07/15/2015	400	400	400
John Deere Owner Trust	2.590	2.613	10/15/2013	225	225	228
John Deere Owner Trust	1.570	1.577	10/15/2013	715	715	721
Mercedes-Benz Auto Rec Trust	1.420	1.433	07/15/2013	250	250	253
USAA Auto Owner Trust	1.540	1.546	02/18/2014	470	470	474
USAA Auto Owner Trust	2.530	2.544	07/15/2015	295	295	305
World Omni Auto Receivable	3.330	3.366	05/15/2013	365	365	372
<i>Total Corporate Asset Backed Issues</i>					13,372	13,561
<i>Corporate CMO</i>						
American General Mortgage Trst	5.750 A	4.769	09/25/2048	1,525	1,556	1,564
American General Mortgage Trst	5.750	5.310	09/25/2048	1,100	1,112	1,134
American General Mortgage Trst	5.750 A	7.114	09/25/2048	1,300	1,232	1,252
Amortizing Residential Coll Tr	3.450	4.660	02/25/2032	387	355	368
ASG Resecuritization Trust	5.570 A	10.165	05/24/2036	1,378	1,287	1,389
ASG Resecuritization Trust	0.520 A	1.371	10/28/2036	976	948	947
ASG Resecuritization Trust	5.440 A	9.578	03/26/2037	1,942	1,804	1,937
ASG Resecuritization Trust	5.490 A	19.301	06/26/2037	1,243	1,014	1,255
ASG Resecuritization Trust	6.000	9.522	06/28/2037	1,652	1,592	1,668
Banc of Amer Altern Loan Trust	5.000	4.827	09/25/2018	746	750	768
Banc of Amer Altern Loan Trust	5.500	6.773	02/25/2019	642	611	642
Banc of Amer Altern Loan Trust	5.500	5.565	09/25/2019	405	403	419
Banc of Amer Altern Loan Trust	5.500	6.800	09/25/2033	401	358	404
Banc of Amer Altern Loan Trust	5.500	5.671	11/25/2033	571	567	583
Banc of Amer Altern Loan Trust	6.000	6.377	01/25/2034	404	392	424
Banc of Amer Altern Loan Trust	6.000	6.453	01/25/2034	665	642	698
Banc of America Commercial Mtg	4.670	5.024	07/10/2043	400	395	420
Banc of America Commercial Mtg	4.730	7.964	07/10/2043	600	525	545

A - Adjustable rate security.

See accompanying notes to financial statements.

# Core Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
Banc of America Commercial Mtg	5.890	6.051	07/10/2044	1,000	995	1,064
Banc of America Commercial Mtg	5.370	10.516	09/10/2045	660	531	724
Banc of America Commercial Mtg	5.120	5.057	10/10/2045	230	231	251
Banc of America Commercial Mtg	5.630	6.516	07/10/2046	700	674	749
Banc of America Funding Corp	5.500	5.711	10/25/2034	939	931	964
Banc of America Funding Corp	5.500	4.534	10/25/2034	563	564	561
Banc of America Funding Corp	5.030 A	5.279	12/20/2034	494	489	505
Banc of America Mortgage Sec	0.710	1.650	08/25/2018	556	544	536
Banc of America Mortgage Sec	5.000	3.889	04/25/2019	296	303	301
Banc of America Mortgage Sec	6.500	6.757	09/25/2032	382	379	394
Banc of America Mortgage Sec	3.030 A	3.241	04/25/2033	494	490	508
Banc of America Mortgage Sec	2.870 A	2.849	06/25/2033	412	412	386
Banc of America Mortgage Sec	3.010 A	3.179	04/25/2034	1,257	1,248	1,236
Banc of America Mortgage Sec	4.500	3.681	04/25/2034	575	574	575
Bank of America Auto Trust	1.670	1.679	12/15/2013	280	280	283
Bank of America Corp	5.750	7.239	09/20/2034	645	571	646
BCAP LLC Trust	5.500 A	4.524	07/26/2011	780	781	782
BCAP LLC Trust	5.500	7.242	11/26/2034	1,331	1,237	1,317
BCAP LLC Trust	5.020 A	4.501	04/26/2035	1,000	1,009	1,009
BCAP LLC Trust	1.060	3.620	01/26/2036	1,380	1,256	1,257
BCAP LLC Trust	5.250	4.422	05/26/2037	480	480	480
BCAP LLC Trust	5.750	6.008	06/26/2037	1,602	1,582	1,582
BCAP LLC Trust	5.270 A	4.667	07/26/2045	2,523	2,563	2,564
Bear Stearns Adj Rate Mortgage	5.000 A	4.756	07/25/2033	555	556	566
Bear Stearns Adj Rate Mortgage	5.140 A	4.861	05/25/2034	493	497	515
Bear Stearns Adj Rate Mortgage	2.340 A	3.171	08/25/2035	621	600	589
Bear Stearns Commercial Mtg	5.620 A	5.120	03/11/2039	235	240	258
Bear Stearns Commercial Mtg	5.540	9.695	10/12/2041	300	246	328
Chase Funding Mortgage Loan	4.500	6.436	11/25/2034	716	698	701
Chase Funding Mortgage Loan	5.350 A	6.607	11/25/2034	500	453	470
Chase Funding Mortgage Loan	4.280	5.765	11/25/2034	908	798	859
Chase Mortgage Finance Corp.	5.000	2.976	03/25/2018	590	611	604
Chase Mortgage Finance Corp.	2.890 A	3.578	02/25/2037	1,161	1,138	1,146
Chase Mortgage Finance Corp.	4.310 A	4.368	02/25/2037	374	373	376
Chase Mortgage Finance Corp.	2.900 A	4.741	07/25/2037	682	632	665
Citicorp Mortgage Securities	4.500	3.650	05/25/2033	195	196	196
Citicorp Mortgage Securities	5.250	5.188	05/25/2034	180	180	180
Citigroup Mortgage Loan Trust	5.250	7.433	10/25/2033	946	783	978
Citigroup Mortgage Loan Trust	5.080 A	4.974	08/25/2034	579	579	570
Citigroup Mortgage Loan Trust	2.870	3.003	02/25/2035	495	492	492
Citigroup Mortgage Loan Trust	6.000	8.652	06/25/2036	986	902	896
Commercial Mortgage Pass-Thru	4.980	9.224	05/10/2043	1,000	861	1,087
Countrywide Home Loans	4.500	5.565	06/25/2019	854	830	871
Countrywide Home Loans	5.250	5.253	09/25/2033	1,000	997	1,034
Countrywide Home Loans	5.000	6.292	10/25/2033	709	660	710
Countrywide Home Loans	5.250	5.792	04/25/2034	1,424	1,374	1,455
Credit Suisse Mortgage Capital	5.500	5.501	10/27/2035	669	667	667
Credit Suisse Mortgage Capital	5.850	5.887	03/15/2039	500	499	528
Credit Suisse Mortgage Capital	1.260 A	1.073	06/28/2047	1,044	1,039	1,042
CS First Boston Mortgage Sec	2.750 A	3.867	06/25/2033	617	592	600
CS First Boston Mortgage Sec	5.250	5.995	11/25/2033	1,139	1,095	1,167
CS First Boston Mortgage Sec	18.110 A	19.303	06/25/2035	349	341	332
Deutsche ALT- A Sec Mortgage	5.590 A	5.794	02/25/2020	400	396	390
First Horizon Mortgage Ps Thru	4.500	4.457	09/25/2018	1,127	1,126	1,166
GMAC Commercial Mortgage Sec.	5.240	10.611	11/10/2045	1,810	1,460	1,940
GMAC Mortgage Corp Loan Trust	5.000	4.392	01/25/2020	622	630	640
GMAC Mortgage Corp Loan Trust	3.780 A	5.838	10/19/2033	1,081	1,036	1,067
GMAC Mortgage Corp Loan Trust	5.000	6.114	10/25/2033	584	560	582
GMAC Mortgage Corp Loan Trust	5.000	8.088	11/25/2033	1,055	936	1,004
GMAC Mortgage Corp Loan Trust	3.680 A	4.096	12/19/2033	1,588	1,564	1,541
GMAC Mortgage Corp Loan Trust	6.500	5.660	01/25/2035	841	865	861
GMAC Mortgage Corp Loan Trust	4.250	4.247	07/25/2040	1,106	1,103	1,127
GS Mortgage Securities Corp	5.550	9.283	04/10/2038	1,000	852	1,072
GSR Mortgage Loan Trust	6.000	7.285	09/25/2034	708	679	724
GSR Mortgage Loan Trust	0.610	7.555	03/25/2035	667	420	552
GSR Mortgage Loan Trust	5.500	3.498	06/25/2035	636	649	644

A - Adjustable rate security.

See accompanying notes to financial statements.

# Core Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
GSR Mortgage Loan Trust	0.760	1.811	06/25/2035	757	685	682
GSR Mortgage Loan Trust	5.500	10.414	01/25/2037	100	80	92
Household Home Equity Loan Tst	0.540	3.627	01/20/2035	266	230	235
Household Home Equity Loan Tst	0.760	4.292	01/20/2035	532	450	472
Household Home Equity Loan Tst	0.430	3.438	01/20/2036	551	471	499
Household Home Equity Loan Tst	0.420	2.526	03/20/2036	479	426	448
Household Home Equity Loan Tst	0.470	1.235	03/20/2036	314	283	292
Household Home Equity Loan Tst	5.600	5.197	03/20/2036	750	754	776
Household Home Equity Loan Tst	1.470	3.312	11/20/2036	732	629	655
IMPAC Secured Assets Corp	5.500	6.245	08/25/2033	910	855	943
IMPAC Secured Assets Corp	0.610	2.481	08/25/2036	784	653	677
JP Morgan Reremic	4.340 A	4.224	08/26/2035	911	912	912
JPMorgan Chase Commercial Mtg	5.400	9.292	05/15/2045	950	793	1,019
JPMorgan Mortgage Trust	2.930 A	5.018	08/25/2034	2,180	2,078	2,119
JPMorgan Mortgage Trust	5.010 A	4.960	02/25/2035	1,000	1,003	1,000
JPMorgan Mortgage Trust	4.480 A	3.926	02/25/2035	1,629	1,640	1,634
LB-UBS Commercial Mortgage Tst	5.160	7.515	01/15/2016	300	273	323
LVII Resecuritization Trust	5.950 A	2.300	11/27/2037	503	513	514
Master Adjustable Rate Mtgage	2.910 A	5.570	11/21/2034	804	779	800
Master Reperforming Loan Trust	0.610	6.861	05/25/2035	915	607	748
Master Resecuritization Trust	13.630	11.536	05/28/2035	930	517	561
MASTR Asset Securitization	5.500	10.823	09/25/2033	269	237	273
Merrill Lynch Mortgage Invest	0.690	4.291	04/25/2029	444	364	405
Merrill Lynch Mortgage Invest	0.750 A	2.184	08/25/2029	513	475	473
Merrill Lynch Mortgage Invest	2.870 A	3.711	07/25/2033	240	234	240
Merrill Lynch Mortgage Invest	2.790 A	3.168	08/25/2034	387	380	392
Merrill Lynch Mortgage Trust	5.840 A	5.521	05/12/2039	260	264	279
Morgan Stanley Capital Inc	1.010 A	4.836	01/25/2035	267	227	262
Morgan Stanley Capital Inc	5.800 A	5.774	06/11/2042	250	251	275
Morgan Stanley Mortgage Loan	5.500	5.737	08/25/2034	6,171	745	1,179
Prime Mortgage Trust	6.000	4.916	02/25/2034	411	423	426
Residential Accredit Loans	16.070	16.502	10/25/2017	308	308	342
Residential Accredit Loans	0.910	1.838	07/25/2033	641	573	510
Residential Accredit Loans	5.500	5.537	08/25/2033	587	587	598
Residential Accredit Loans	5.750	6.543	10/25/2033	676	633	683
Residential Accredit Loans	5.500	10.024	05/25/2034	1,409	984	1,209
Salomon Brothers Mortgage Sec	3.450	7.531	04/25/2032	340	287	292
Salomon Brothers Mortgage Sec	3.680 A	4.596	09/25/2033	956	927	934
Station Place Securitization	1.760	1.755	12/29/2010	1,000	999	1,000
Structured Asset Investment	0.530	7.843	06/25/2035	300	271	272
Structured Asset Mortgage Inv	0.000	5.951	07/25/2032	256	173	200
Structured Asset Securities	0.760	4.663	06/25/2033	1,217	1,102	1,112
Structured Asset Securities	5.500	6.076	10/25/2033	967	945	967
Structured Asset Securities	5.130 A	5.444	11/25/2033	323	318	326
Structured Asset Securities	5.000 A	5.097	12/25/2033	442	440	452
Structured Asset Securities	5.540	6.495	12/25/2033	1,400	1,343	1,432
Structured Asset Securities	4.690 A	4.488	02/25/2035	1,027	1,039	1,040
Structured Asset Securities	5.000	15.866	05/25/2035	338	259	332
Structured Asset Securities	13.370	16.489	05/25/2035	147	143	148
Thornburg Mtg Securities Trust	0.580	0.000	09/25/2043	225	225	206
TIAA Seasoned Commercial Mtg	6.040 A	5.505	08/15/2039	2,500	2,531	2,788
Vendee Mortgage Trust	6.750	5.701	06/15/2026	847	894	980
Vendee Mortgage Trust	6.750	4.276	06/15/2028	714	815	826
Wachovia Bank Comm Mtg Trust	5.920 A	8.273	05/15/2043	1,440	1,300	1,582
Washington Mutual Mortgage	5.500	5.566	08/25/2019	749	747	775
Washington Mutual Mortgage	0.000	14.088	07/25/2033	306	216	194
Washington Mutual Mortgage	2.670 A	3.323	08/25/2033	321	311	308
Washington Mutual Mortgage	2.720 A	2.872	08/25/2033	338	335	339
Washington Mutual Mortgage	2.770 A	3.007	09/25/2033	1,208	1,194	1,203
Washington Mutual Mortgage	2.800 A	3.359	09/25/2033	394	384	394
Washington Mutual Mortgage	5.250	7.717	10/25/2033	2,155	1,936	2,097
Washington Mutual Mortgage	16.320	15.833	11/25/2033	930	944	946
Washington Mutual Mortgage	0.660	2.667	03/25/2034	740	719	722
Washington Mutual Mortgage	2.710 A	4.615	06/25/2034	335	310	317
Washington Mutual Mortgage	2.710 A	2.801	06/25/2034	836	832	819
Washington Mutual Mortgage	5.500	6.125	06/25/2034	775	739	804

A - Adjustable rate security.

See accompanying notes to financial statements.

# Core Fixed Income Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Par Value, Shares or Contracts	Amortized Cost	Fair Value
Washington Mutual Mortgage	5.500	29.106	05/25/2035	825	65	151
Wells Fargo Mortgage Backed	4.750	4.628	12/25/2018	1,976	1,978	2,048
Wells Fargo Mortgage Backed	5.000	4.299	11/25/2020	621	630	645
Wells Fargo Mortgage Backed	5.250	4.147	04/25/2033	703	729	716
Wells Fargo Mortgage Backed	4.470 A	4.605	11/25/2033	1,678	1,670	1,648
Wells Fargo Mortgage Backed	4.900 A	4.734	02/25/2034	1,013	1,016	1,031
Wells Fargo Mortgage Backed	2.910 A	4.551	09/25/2034	651	611	638
Wells Fargo Mortgage Backed	3.110 A	4.685	10/25/2034	719	680	683
Wells Fargo Mortgage Backed	2.910 A	3.711	10/25/2034	693	673	679
Wells Fargo Mortgage Backed	2.910 A	5.489	10/25/2034	477	436	473
Wells Fargo Mortgage Backed	2.900 A	4.865	12/25/2034	999	939	962
Wells Fargo Mortgage Backed	3.100 A	10.759	12/25/2034	467	412	454
Wells Fargo Mortgage Backed	2.900 A	4.652	12/25/2034	666	630	647
Wells Fargo Mortgage Backed	3.100 A	4.467	12/25/2034	467	446	454
<i>Total Corporate CMO</i>					119,781	126,266
Total Corporate Issues - 20.6%					304,818	325,578
<b>Short-term Issues</b>						
Dreyfus Cash Management				17,158	17,158	17,158
Total Short-term Issues - 1.1%					17,158	17,158
<b>Investments in Other Funds</b>						
SSgA - Passive Bond Market Index Non-Lending Fund				8,969	203,008	218,950
Investment Objective - To match the return of the Lehman Brothers Aggregate Bond Index						
Redemption Provisions - Daily						
No underlying investments exceed 5% of net assets of the Core Fixed Income Pool.						
Total Investment in Other Funds - 13.9%					203,008	218,950
Total Investment Securities - 83.1%					\$ 1,232,742	\$ 1,311,601

A - Adjustable rate security.

See accompanying notes to financial statements.

## Core Fixed Income Pool

**Statement of Operations - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	<b>Month</b>	<b>Year To Date</b>
<b>Investment income</b>		
Interest	\$ 4,722	\$ 9,678
Dividend	5	13
Net amortization	(1,484)	(2,056)
<b>Total investment income</b>	3,243	7,635
<b>Expenses</b>		
Investment advisor fees	(186)	(296)
Trustee fees	(1)	(2)
Custodian bank fees	(6)	(11)
Management fees	(53)	(109)
Fiduciary bond fees	-	(1)
Professional service fees	(9)	(18)
<b>Total expenses</b>	(255)	(437)
<b>Investment income, net</b>	2,988	7,198
<b>Realized and unrealized gain (loss) from investments</b>		
Net realized gain from investments	19,788	20,991
Net increase (decrease) in the fair value of investments	(1,277)	10,095
<b>Net gain from investments</b>	18,511	31,086
<b>Net increase in net assets from operations</b>	\$ 21,499	\$ 38,284

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*



## Core Fixed Income Pool

**Statement of Changes in Net Assets - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands, except unit data)*

	<b>Month</b>	<b>Year To Date</b>
<b>Operations</b>		
Investment income, net	\$ 2,988	\$ 7,198
Net realized gain from investments	19,788	20,991
Net increase (decrease) in the fair value of investments	(1,277)	10,095
<b>Net increase in net assets from operations</b>	21,499	38,284
<b>Distributions to unitholders</b>		
Investment income, net	(2,988)	(7,198)
<b>Unit transactions</b>		
Proceeds from sale of units	33,067	38,913
Reinvestment of distributions	4,210	7,726
	37,277	46,639
Amount paid for repurchase of units	(32,398)	(53,751)
<b>Net increase (decrease) in net assets from unit transactions</b>	4,879	(7,112)
<b>Increase in net assets</b>	23,390	23,974
Net assets, beginning of period	1,554,848	1,554,264
<b>Net assets, end of period</b>	\$ 1,578,238	\$ 1,578,238
<b>Unit data</b>		
Units sold	3,046,346	3,589,319
Units issued from reinvestment of distributions	387,887	714,445
	3,434,233	4,303,764
Units repurchased	(2,984,785)	(4,968,011)
<b>Net increase (decrease) in units</b>	449,448	(664,247)

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*



# Core Fixed Income Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 1. DESCRIPTION OF THE ENTITY

The West Virginia Investment Management Board (IMB) was organized on April 25, 1997, as a public body corporate created by *West Virginia Code §12-6-1* to provide prudent fiscal administration and investment management services to designated State pension funds, the State's Workers' Compensation and Coal Workers' Pneumoconiosis funds, and certain other State government funds.

A Board of Trustees, consisting of thirteen members, governs the IMB. The Governor, the State Auditor and the State Treasurer are ex officio members of the Board of Trustees. The Governor appoints all other Trustees for a term of six years.

The IMB operates on a fiscal year beginning July 1 and ending June 30.

The accompanying financial statements reflect only the investments and investment related operations of the IMB's Core Fixed Income Pool (Pool). They do not reflect activity of the other investment pools under the control of the IMB or the Administrative Fund of the IMB, or any other assets or liabilities, or restrictions thereon, or the various investment pool participants. Accordingly, these financial statements are not intended to and do not present the comprehensive financial position and operations of the IMB or any of the investment pool participants.

These financial statements have been prepared on a basis of accounting following U.S. generally accepted accounting principles (GAAP) established by the Financial Accounting Standards Board (FASB) and the American Institute of Certified Public Accountants applicable to investment companies, which is a comprehensive basis of accounting other than GAAP for state and local governments established by the Government Accounting Standards Board. The IMB has selected this basis of accounting because it believes that the disclosures required for investment companies better reflect the purpose and operations of the Pool.

A summary of the differences between financial statements prepared in accordance with GAAP for investment companies and GAAP for state and local governments are as follows:

	Investment Company GAAP	State and Local GAAP
Management Discussion and Analysis	Not required	Required
Schedule of Investments in Securities	Required	Not required
Statement of Operations	Required	Not required
Investment Risk Disclosures	Not required	Required
Financial Highlights	Required	Not required

There are no differences in the reported amounts of assets, liabilities, net assets, investment operations, distributions, or unit transactions between GAAP for investment companies and GAAP for state and local governments.

The main objective of this Pool is to generate investment income, provide stability and diversification, but not at the expense of total return. JP Morgan Investment Advisors, Inc. and State Street Global Advisors manage this Pool. This Pool's investment performance, net of external investment management fees, is expected to meet or exceed the Barclays Capital US Aggregate index.

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting** - The IMB invests funds of the State and its component units, all of which are government entities. Investments in debt securities are carried at fair value, which is determined by a third party pricing service based on asset portfolio pricing models and other sources. Investments in other funds are valued at the reported net asset values of the individual funds, provided by the fund's management, as a practical expedient for measuring fair value. The investment in the Dreyfus Cash Management Institutional Fund, a regulated investment company money market mutual fund, is valued at \$1.00 per share. This is a reasonable estimate of the fair value and is the basis for current transactions. Commissions on the purchases of securities by the IMB are a component of the security price quoted by the seller and are included in the investment cost.

# Core Fixed Income Pool

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## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

**Asset-Backed Securities** – The Pool invests in various asset-backed securities, mortgage-backed securities, and structured corporate debt. The securities are reported at fair value, which is determined by a third party pricing service based on asset portfolio pricing models and other sources. The Pool invests in these securities to enhance yields on investments. Changes in market interest rates affect the cash flows of these securities and may result in changes in fair value. The overall return or yield on these securities depends on the changes in the interest and principal payment pattern and market value of the underlying assets.

**Investment Transactions** - Investment transactions are accounted for on a trade date basis.

**Use of Estimates** - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Investment Gains and Losses** - Gains and losses on the sale of investment securities are recognized at the time of sale by the average cost method.

**Interest Income** - Interest income is recognized as earned on the accrual method.

**Dividend Income** - Dividend income is recognized on the ex-dividend date.

**Amortization** - Discounts and premiums on securities purchased are amortized over the life of the respective securities using the scientific method of amortization. This method maintains a constant book yield over the life of the security. The amortization of asset-backed securities considers the effect of prepayments on the life of the security. Historical prepayment speeds are obtained from market data vendors and are updated annually. The effect of changing prepayment assumptions is reported in the Statement of Operations in the year of the change.

**Distributions to Participants** - The monthly net investment income is declared as a dividend on the last day of the month and distributed to the participants of the Pool on the first day of the following month. Distributions are paid in the form of reinvestments in the Pool and have been included in distributions to participants and reinvestment of distributions as presented on the Statement of Changes in Net Assets.

**Expenses** - The IMB's Trustees adopt an annual budget and fee schedule for services to be provided to all of the investment pools under its management. Each investment pool is charged for its direct investment-related cost and for its allocated share of other expenses. These other expenses are allocated to the individual pools based on asset size. The IMB pays all expenses on behalf of the Pool.

**Income Taxes** - The IMB is a public corporation organized under laws of the State of West Virginia and exempt from federal and state taxation. Accordingly, the financial statements have been prepared recognizing that the IMB is not subject to federal or state income taxes.

### NOTE 3. FAIR VALUE MEASUREMENTS

ASC 820 defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value of an investment is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e., the exit price).

ASC 820 established a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical financial instruments (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are:

# Core Fixed Income Pool

## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 3. FAIR VALUE MEASUREMENTS (continued)

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities at the reporting date.

Level 2 Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not considered active; observable inputs other than observable quoted prices for the asset or liability; or inputs derived principally from or corroborated by observable market data.

Level 3 Unobservable pricing inputs for assets and liabilities.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

The table below summarizes the valuation of the investment securities in accordance with ASC 820 fair value hierarchy levels as of August 31, 2010:

	Level 1	Level 2	Level 3	Total
Regulated Investment Companies	\$ -	\$ 17,158	\$ -	\$ 17,158
U.S. Government Agency Issues	-	411,504	-	411,504
U.S. Treasury Issues	-	338,114	-	338,114
Corporate Issues	-	325,578	-	325,578
Commingled Funds	-	218,950	-	218,950
Municipal Bonds	-	297	-	297
<b>Total</b>	<b>\$ -</b>	<b>\$ 1,311,601</b>	<b>\$ -</b>	<b>\$ 1,311,601</b>

### NOTE 4. FINANCIAL HIGHLIGHTS

**Per Unit Operating Performance:**

Net asset value at June 30, 2010	\$	10.77
Income from investment operations:		
Net investment income		0.05
Net realized and unrealized gain on investment transactions		0.21
Total from investment operations		0.26
Less distributions from net investment income		(0.05)
Net asset value at August 31, 2010	\$	10.98

**Time-weighted Total Return \*** 2.5%

**Supplemental Data:**

Net assets, end of period	\$	1,578,238
Ratio to average net assets:		
Expenses **		0.17%
Net investment income **		2.76%
Portfolio turnover rate		5.42%

\* Return data is net of fees for the fiscal year-to-date and is not annualized

\*\* All ratios are for the fiscal year-to-date annualized

## Core Fixed Income Pool

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### Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

#### NOTE 5. SCHEDULE OF PARTICIPATION

The following schedule provides the value of participants' accounts in the Pool at August 31, 2010. The balances do not include the dividend declared by the Pool on the last day of the month and reinvested to the participant's account on the first day of the following month.

<u>Participant</u>	<u>Account Value</u>
Public Employees' Retirement System	\$ 365,716
Teachers' Retirement System	351,268
Workers' Compensation Old Fund	331,706
Retiree Health Benefit Trust	111,384
Revenue Shortfall Reserve Fund B	86,915
Revenue Shortfall Reserve Fund	82,515
Coal Workers' Pneumoconiosis Fund	68,196
Public Employees' Insurance Agency	43,471
State Police Death, Disability and Retirement Fund	38,103
Board of Risk and Insurance Management	36,784
Prepaid Tuition Trust Fund	33,116
Judges' Retirement System	9,769
Deputy Sheriff's Retirement System	8,908
State Police Retirement System	5,282
Wildlife Endowment Fund	3,434
Emergency Medical Services Retirement System	1,447
Access WV	224
Total	<u>\$ 1,578,238</u>

**Financial Statements - Unaudited**

**August 31, 2010**



# TRS Annuity Pool

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## Financial Statements - Unaudited August 31, 2010

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# TRS Annuity Pool

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## Statement of Assets and Liabilities - Unaudited

August 31, 2010

(Amounts in thousands, except unit data)

### Assets

Investment securities at fair value \$ 153,573

### Liabilities

Accrued expenses 14

**Net assets** \$ 153,559

### Analysis of net assets

Paid-in capital \$ 138,399

Accumulated undistributed net investment income 15,160

**Net assets** \$ 153,559

### Unit data

Units outstanding 14,249,393

Net asset value, unit price \$ 10.78

*See accompanying notes to financial statements.*



# TRS Annuity Pool

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## Schedule of Investments in Securities - Unaudited

August 31, 2010

(Amounts in thousands, except share data)

<u>Security Name</u>	<u>Shares</u>	<u>Amortized Cost</u>	<u>Fair Value</u>
<b><u>Annuity Contract</u></b>			
Variable Annuity Life Insurance Company	153,572,586	\$ 153,573	\$ 153,573
Total Annuity Contract - 100.0%		<u>\$ 153,573</u>	<u>\$ 153,573</u>

See accompanying notes to financial statements.

## TRS Annuity Pool

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**Statement of Operations - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	<u>Month</u>	<u>Year To Date</u>
<b>Investment income</b>		
Interest	\$ 572	\$ 1,144
<b>Expenses</b>		
Management fees	(5)	(11)
Professional service fees	<u>(2)</u>	<u>(3)</u>
<b>Total expenses</b>	<u>(7)</u>	<u>(14)</u>
<b>Investment income, net</b>	<u>565</u>	<u>1,130</u>
<b>Net increase in net assets from operations</b>	<u>\$ 565</u>	<u>\$ 1,130</u>

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed.  
See accompanying notes to financial statements.*

## TRS Annuity Pool

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**Statement of Changes in Net Assets - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands, except unit data)*

	<u>Month</u>	<u>Year To Date</u>
<b>Operations</b>		
Investment income, net	\$ 565	\$ 1,130
<b>Unit transactions</b>		
Proceeds from sale of units	<u>4</u>	<u>10</u>
<b>Increase in assets from unit transactions</b>	<u>4</u>	<u>10</u>
<b>Increase in net assets</b>	569	1,140
<b>Net assets, beginning of period</b>	<u>152,990</u>	<u>152,419</u>
<b>Net assets, end of period</b>	<u><u>\$ 153,559</u></u>	<u><u>\$ 153,559</u></u>
<b>Unit data</b>		
Units sold	<u>287</u>	<u>893</u>
<b>Increase in units</b>	<u><u>287</u></u>	<u><u>893</u></u>

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed.  
See accompanying notes to financial statements.*

## TRS Annuity Pool

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**Statement of Cash Flows - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	<u>Month</u>	<u>Year To Date</u>
<b>Cash flows from operating activities</b>		
Net increase in net assets from operations	\$ 565	\$ 1,130
Adjustments to reconcile net increase in net assets from operations to net cash used in operating activities:		
Purchase of investment securities	(573)	(1,144)
Increase in accrued expenses	4	4
	<u>          </u>	<u>          </u>
<b>Net cash used in operating activities</b>	(4)	(10)
 <b>Cash flows from financing activities</b>		
Proceeds from units sold	<u>4</u>	<u>10</u>
<b>Cash provided by financing activities</b>	<u>4</u>	<u>10</u>
<b>Net change in cash</b>	-	-
 <b>Cash</b>		
Beginning balance	<u>-</u>	<u>-</u>
Ending balance	<u>\$ -</u>	<u>\$ -</u>

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed.  
See accompanying notes to financial statements.*

# TRS Annuity Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 1. DESCRIPTION OF THE ENTITY

The West Virginia Investment Management Board (IMB) was organized on April 25, 1997, as a public body corporate created by *West Virginia Code §12-6-1* to provide prudent fiscal administration and investment management services to designated State pension funds, the State's Workers' Compensation and Coal Workers' Pneumoconiosis funds, and certain other State government funds.

A Board of Trustees, consisting of thirteen members, governs the IMB. The Governor, the State Auditor and the State Treasurer are ex officio members of the Board of Trustees. The Governor appoints all other Trustees for a term of six years.

The IMB operates on a fiscal year beginning July 1 and ending June 30.

The accompanying financial statements reflect only the investments and investment related operations of the TRS Annuity Pool (Pool). They do not reflect activity of the other investment pools under the control of the IMB or the Administrative Fund of the IMB, or any other assets or liabilities, or restrictions thereon, or the various investment pool participants. Accordingly, these financial statements are not intended to and do not present the comprehensive financial position and operations of the IMB or any of the investment pool participants.

These financial statements have been prepared on a basis of accounting following U.S. generally accepted accounting principles (GAAP) established by the Financial Accounting Standards Board (FASB) and the American Institute of Certified Public Accountants applicable to investment companies, which is a comprehensive basis of accounting other than GAAP for state and local governments established by the Government Accounting Standards Board. The IMB has selected this basis of accounting because it believes that the disclosures required for investment companies better reflect the purpose and operations of the Pool.

A summary of the differences between financial statements prepared in accordance with GAAP for investment companies and GAAP for state and local governments are as follows:

	Investment Company GAAP	State and Local GAAP
Management Discussion and Analysis	Not required	Required
Schedule of Investments in Securities	Required	Not required
Statement of Operations	Required	Not required
Investment Risk Disclosures	Not required	Required
Financial Highlights	Required	Not required

There are no differences in the reported amounts of assets, liabilities, net assets, investment operations, distributions, or unit transactions between GAAP for investment companies and GAAP for state and local governments.

The Pool holds an investment contract strictly for the benefit of the Teachers Retirement System (TRS). The IMB assumed responsibility for this investment as part of the restructuring of the Teachers Defined Contribution (TDC) plan, a separate retirement plan outside of the IMB, whereby certain TDC participants elected to transfer the ownership of their individual TDC retirement accounts to the TRS in exchange for current participation in the TRS defined benefit plan. The contract, issued by the Variable Annuity Life Insurance Company (VALIC), could not be liquidated as part of the restructuring, and was transferred in kind to the IMB on December 10, 2008. The final amount transferred on the contract was \$248,293. Effective April 23, 2009, the IMB elected to liquidate this contract and will receive five equal annual payments of \$55,058. Payments were received on May 4, 2009 and May 4, 2010. Remaining payments will be received on May 4, 2011, 2012, and 2013. The contract and the payments include a guaranteed annual interest yield of 4.5%. VALIC is a wholly-owned subsidiary of American International Group, Inc. (AIG), but is not in bankruptcy.

# TRS Annuity Pool

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## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting** - The IMB invests funds of the State and its component units, all of which are government entities. The VALIC contract is a private contract between the issuer and the IMB and is not a marketable security. It is carried at fair value using a discounted cash flow model based on the underlying cash flows of the contract, implicit rate of return, and estimated credit risk premiums using observable market data. At June 30, 2010 amortized cost approximated fair value.

**Investment Transactions** - Investment transactions are accounted for on a trade date basis.

**Use of Estimates** - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Investment Gains and Losses** - Gains and losses on the sale of investment securities are recognized at the time of sale by the average cost method.

**Interest Income** - Interest income is recognized as earned on the accrual method.

**Distributions to Participants** - The Pool does not routinely distribute dividends or net capital gains.

**Expenses** - The IMB's Trustees adopt an annual budget and fee schedule for services to be provided to all of the investment pools under its management. Each investment pool is charged for its direct investment-related cost and for its allocated share of other expenses. These other expenses are allocated to the individual pools based on asset size. The IMB pays all expenses on behalf of the Pool.

**Income Taxes** - The IMB is a public corporation organized under laws of the State of West Virginia and exempt from federal and state taxation. Accordingly, the financial statements have been prepared recognizing that the IMB is not subject to federal or state income taxes.

### NOTE 3. FAIR VALUE MEASUREMENTS

ASC 820 defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value of an investment is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e., the exit price).

ASC 820 established a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical financial instruments (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are:

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities at the reporting date.

Level 2 Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not considered active; observable inputs other than observable quoted prices for the asset or liability; or inputs derived principally from or corroborated by observable market data.

Level 3 Unobservable pricing inputs for assets and liabilities.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

# TRS Annuity Pool

## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 3. FAIR VALUE MEASUREMENTS (continued)

The table below summarizes the valuation of the investment securities in accordance with ASC 820 fair value hierarchy levels as of August 31, 2010:

	Level 1	Level 2	Level 3	Total
Annuity Contract	\$ -	\$ -	\$ 153,573	\$ 153,573

The reconciliation of the beginning and ending balances of Level 3 investments for the period ended August 31, 2010 was as follows:

	Annuity Contract
Balance at June 30, 2010	\$ 152,429
Net realized gain/(loss)	-
Net change in unrealized appreciation/(depreciation)	-
Purchases	1,144
Sales	-
Net transfers in/(out) of Level 3	-
Balance at August 31, 2010	\$ 153,573

### NOTE 4. FINANCIAL HIGHLIGHTS

#### Per Unit Operating Performance:

Net asset value at June 30, 2010	\$ 10.70
Net investment income from investment operations	0.08
Net asset value at August 31, 2010	\$ 10.78

**Time-weighted Total Return \*** 0.7%

#### Supplemental Data:

Net assets, end of period (\$000's)	\$ 153,559
Ratio to average net assets:	
Expenses **	0.06%
Net investment income **	4.43%
Portfolio turnover rate	0.00%

\* Return data is net of fees for the fiscal year-to-date and is not annualized

\*\* All ratios are for the fiscal year-to-date and are annualized





**Financial Statements - Unaudited**

**August 31, 2010**



# Private Equity Pool

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## Financial Statements - Unaudited August 31, 2010

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# Private Equity Pool

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## Statement of Assets and Liabilities - Unaudited

August 31, 2010

(Amounts in thousands, except unit data)

### Assets

Investment securities at fair value	\$	812,069
Dividends receivable		<u>4</u>
<b>Total assets</b>		812,073

### Liabilities

Accrued expenses		<u>195</u>
<b>Net assets</b>	<b>\$</b>	<b><u><u>811,878</u></u></b>

### Analysis of net assets

Paid-in capital	\$	835,565
Accumulated undistributed net investment loss		(2,904)
Accumulated undistributed net realized loss from investments		(130,311)
Unrealized net appreciation of investments		<u>109,528</u>
<b>Net assets</b>	<b>\$</b>	<b><u><u>811,878</u></u></b>

### Unit data

Units outstanding		87,080,920
Net asset value, unit price	\$	<u><u>9.32</u></u>

See accompanying notes to financial statements.

# Private Equity Pool

## Schedule of Investments in Securities - Unaudited

**August 31, 2010**

*(Amounts in thousands, except share data)*

Security Name	Shares	Amortized Cost	Fair Value
<b><u>Partnerships</u></b>			
Advent International GPE VI - A. L.P.		\$ 13,100	\$ 13,136
Investment Objective - To provide risk capital for, and make investments in the securities of, privately held and publicly listed companies primarily in Europe and North America.			
Redemption Provisions - Upon termination of the partnership.			
A detail of the underlying investments is not available.			
Carlyle Partners V		18,553	18,387
Investment Objective - To generate superior, long-term capital appreciation through privately negotiated equity and equity related investments.			
Redemption Provisions - Upon termination of the partnership.			
A detail of the underlying investments is not available.			
Franklin Park Venture Fund Series 2008, L.P.		5,943	5,740
Investment Objective - To realize long-term compounded returns in excess of those available through conventional investments in the public equity markets.			
Redemption Provisions - Upon termination of the partnership.			
A detail of the underlying investments is not available.			
Franklin Park Venture Fund Series 2009, L.P.		3,397	3,175
Investment Objective - To realize long-term compounded returns in excess of those available through conventional investments in the public equity markets.			
Redemption Provisions - Upon termination of the partnership.			
A detail of the underlying investments is not available.			
Franklin Park Venture Fund Series 2010, L.P.		78	78
Investment Objective - To realize long-term compounded returns in excess of those available through conventional investments in the public equity markets.			
Redemption Provisions - Upon termination of the partnership.			
A detail of the underlying investments is not available.			
H.I.G. Bayside Debt & LBO Fund II, L.P.		16,946	18,651
Investment Objective - To invest in distressed debt obligations and other securities of distressed lower middle market companies.			
Redemption Provisions - Upon termination of the partnership.			
A detail of the underlying investments is not available.			
Insight Equity II L.P.		1,556	306
Investment Objective - To acquire underperforming, operationally challenged, or financially distressed small and middle market businesses and to seek to reorganize operations and strategy to restore profitability and growth.			
Redemption Provisions - Upon termination of the partnership.			
A detail of the underlying investments is not available.			
Insight Equity Mezzanine I, L.L.P.		1,387	1,266
Investment Objective - To invest in mezzanine securities issued by companies in which Insight is also an equity sponsor.			
Redemption Provisions - Upon termination of the partnership.			
A detail of the underlying investments is not available.			

*See accompanying notes to financial statements.*

# Private Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

**August 31, 2010**

*(Amounts in thousands, except share data)*

Security Name	Shares	Amortized Cost	Fair Value
KPS Special Situations Fund III (Supplemental), L.P. Investment Objective - Seek to invest alongside KPS Special Situations Fund III, L.P. and KPS Special Situations Fund III (A), L.P., to make controlling equity and equity-related investments in underperforming or distressed companies engaged in manufacturing, transportation, and service industries that need immediate and significant change. Redemption Provisions - Upon termination of the partnership. A detail of the underlying investments is not available.		4,834	5,342
LLR Equity Partners III, L.P. Investment Objective - To provide investors with substantial long-term capital gains by investing in a diversified portfolio of equity securities. Redemption Provisions - Upon termination of the partnership. A detail of the underlying investments is not available.		11,997	9,453
Natural Gas Partners IX, L.P. Investment Objective - To generate long-term capital gains through equity investments in companies engaged in the energy and resource related industries, with an emphasis on privately negotiated equity investments in North America oil and gas companies. Redemption Provisions - Upon termination of the partnership. A detail of the underlying investments is not available.		23,706	22,782
Odyssey Investment Partners Fund IV, L.P. Investment Objective - To seek long-term capital appreciation by principally pursuing control oriented equity and equity related investments in middle market companies located primarily in the United States. Redemption Provisions - Upon termination of the partnership. A detail of the underlying investments is not available.		11,649	10,355
Platinum Equity Capital Partners II, L.P. Investment Objective - To make private investments in equity, equity oriented or debt securities that offer equity-like returns, of underperforming companies to generate capital appreciation. Redemption Provisions - Upon termination of the partnership. A detail of the underlying investments is not available.		17,440	19,994
Riverside Fund IV, L.P. Investment Objective - To pursue and add value to control investments in small, profitable healthcare and technology companies primarily in the United States through financial and operational improvements and to grow the companies both organically and through add-on acquisitions. Redemption Provisions - Upon termination of the partnership. A detail of the underlying investments is not available.		5,451	4,711

*See accompanying notes to financial statements.*

# Private Equity Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

*(Amounts in thousands, except share data)*

Security Name	Shares	Amortized Cost	Fair Value
TA XI, L.P. Investment Objective - To achieve first quartile capital appreciation with relatively modest risk by originating investments in profitable, middle-market companies in growth industries. Redemption Provisions - Upon termination of the partnership. A detail of the underlying investments is not available.		1,600	1,600
Welsh, Carson, Anderson & Stowe XI, L.P. Investment Objective - To provide capital to domestic or foreign corporations, partnerships and joint ventures and to assist in developing the business of those enterprises. Redemption Provisions - Upon termination of the partnership. A detail of the underlying investments is not available.		11,360	9,795
Total Partnerships - 17.8%		148,997	144,771
<b><u>Investments in Other Funds</u></b>			
Bridgewater All Weather Portfolio II, LTD Investment Objective - To seek to provide attractive returns with relatively limited risks, with no material bias to perform better or worse in any particular type of economic environment. Redemption Provisions - Monthly on the first business day A detail of the underlying investments is not available.	536,510	536,510	650,264
Total Investments in Other Funds - 80.1%		536,510	650,264
<b><u>Short-term Issues</u></b>			
Dreyfus Cash Management Institutional Fund - 2.1%	17,033,516	17,034	17,034
Total Investment Securities - 100.0%		\$ 702,541	\$ 812,069

*See accompanying notes to financial statements.*

# Private Equity Pool

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**Statement of Operations - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	<u>Month</u>	<u>Year To Date</u>
<b>Investment income</b>		
Dividend	\$ 4	\$ 9
<b>Expenses</b>		
Trustee fees	-	(1)
Custodian bank fees	(1)	(1)
Management fees	(27)	(55)
Fiduciary bond fees	(1)	(1)
Professional service fees	(69)	(138)
<b>Total expenses</b>	<u>(98)</u>	<u>(196)</u>
<b>Investment loss, net</b>	(94)	(187)
<b>Realized and unrealized gain from investments</b>		
Net realized gain from investments	453	17,583
Net increase in the fair value of investments	<u>29,118</u>	<u>32,025</u>
<b>Net gain from investments</b>	<u>29,571</u>	<u>49,608</u>
<b>Net increase in net assets from operations</b>	<u>\$ 29,477</u>	<u>\$ 49,421</u>

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*



## Private Equity Pool

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**Statement of Changes in Net Assets - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands, except unit data)*

	<b>Month</b>	<b>Year To Date</b>
<b>Operations</b>		
Investment loss, net	\$ (94)	\$ (187)
Net realized gain from investments	453	17,583
Net increase in the fair value of investments	29,118	32,025
<b>Net increase in net assets from operations</b>	29,477	49,421
<b>Unit transactions</b>		
Proceeds from sale of units	288	288
Amount paid for repurchase of units	(226)	(150,142)
<b>Net Increase (decrease) in net assets from unit transactions</b>	62	(149,854)
<b>Increase (decrease) in net assets</b>	29,539	(100,433)
<b>Net assets, beginning of period</b>	782,339	912,311
<b>Net assets, end of period</b>	\$ 811,878	\$ 811,878
<b>Unit data</b>		
Units sold	32,084	32,084
Units repurchased	(25,217)	(17,147,299)
<b>Net Increase (decrease) in units</b>	6,867	(17,115,215)

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

# Private Equity Pool

**Statement of Cash Flows - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	<b>Month</b>	<b>Year To Date</b>
<b>Cash flows from operating activities</b>		
Net increase in net assets from operations	\$ 29,477	\$ 49,421
Adjustments to reconcile net increase in net assets from operations to net cash provided by (used in) operating activities:		
Purchase of investment securities	(8,031)	(12,317)
Proceeds from disposition of investment securities	1,097	151,614
Net realized gain from investments	(453)	(17,583)
Purchases and sales of short-term investment securities, net	6,930	10,695
Decrease in dividends receivable	1	-
Increase in accrued expenses	35	49
Net increase in the fair value of investments	(29,118)	(32,025)
<b>Net cash provided by (used in) operating activities</b>	(62)	149,854
<b>Cash flows from financing activities</b>		
Proceeds from units sold	288	288
Paid for repurchase of units	(226)	(150,142)
<b>Net cash provided by (used in) financing activities</b>	62	(149,854)
<b>Net change in cash</b>	-	-
<b>Cash</b>		
Beginning balance	-	-
Ending balance	\$ -	\$ -

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

# Private Equity Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 1. DESCRIPTION OF THE ENTITY

The West Virginia Investment Management Board (IMB) was organized on April 25, 1997, as a public body corporate created by *West Virginia Code §12-6-1* to provide prudent fiscal administration and investment management services to designated State pension funds, the State's Workers' Compensation and Coal Workers' Pneumoconiosis funds, and certain other State government funds.

A Board of Trustees, consisting of thirteen members, governs the IMB. The Governor, the State Auditor and the State Treasurer are ex officio members of the Board of Trustees. The Governor appoints all other Trustees for a term of six years.

The IMB operates on a fiscal year beginning July 1 and ending June 30.

The accompanying financial statements reflect only the investments and investment related operations of the IMB's Private Equity Pool (Pool). They do not reflect activity of the other investment pools under the control of the IMB or the Administrative Fund of the IMB, or any other assets or liabilities, or restrictions thereon, or the various investment pool participants. Accordingly, these financial statements are not intended to and do not present the comprehensive financial position and operations of the IMB or any of the investment pool participants.

These financial statements have been prepared on a basis of accounting following U.S. generally accepted accounting principles (GAAP) established by the Financial Accounting Standards Board (FASB) and the American Institute of Certified Public Accountants applicable to investment companies, which is a comprehensive basis of accounting other than GAAP for state and local governments established by the Government Accounting Standards Board. The IMB has selected this basis of accounting because it believes that the disclosures required for investment companies better reflect the purpose and operations of the Pool.

A summary of the differences between financial statements prepared in accordance with GAAP for investment companies and GAAP for state and local governments are as follows:

	Investment Company GAAP	State and Local GAAP
Management Discussion and Analysis	Not required	Required
Schedule of Investments in Securities	Required	Not required
Statement of Operations	Required	Not required
Investment Risk Disclosures	Not required	Required
Financial Highlights	Required	Not required

There are no differences in the reported amounts of assets, liabilities, net assets, investment operations, distributions, or unit transactions between GAAP for investment companies and GAAP for state and local governments.

The Pool was established to hold the IMB's investments in various types of private equity funds. Franklin Park Associates, LLC has been retained by the IMB to provide consulting services for this asset class.

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting** - The IMB invests funds of the State and its component units, all of which are government entities. Investments, which are not publicly traded, are carried at net asset value as a practical expedient for fair market value. The Pool has \$795,036 of investments in private partnerships and other investment funds which are reported at fair value. For all of these investments, the IMB has concluded that the net asset value reported by the underlying fund approximates the fair value of the investment. Due to the nature of the investments held by the funds, changes in market conditions and the economic environment may significantly impact the net asset value of the funds and, consequently, the fair value of the interests in the funds. Although a secondary market exists for these investments, it is not active and individual transactions are typically not observable. When transactions do occur in this limited secondary market, they may occur at discounts to the

# Private Equity Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

reported net asset value. It is therefore reasonably possible that if the IMB were to sell these investments in the secondary market a buyer may require a discount to the reported net asset value, and the discount could be significant. The IMB believes that the carrying amount of such investments is a reasonable estimate of fair value as of August 31, 2010. The investment in the Dreyfus Cash Management Institutional Fund, a regulated investment company money market mutual fund, is valued at \$1.00 per share. This is a reasonable estimate of the fair value and is the basis for current transactions.

**Investment Transactions** - Investment transactions are accounted for on a trade date basis.

**Use of Estimates** - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Investment Gains and Losses** - Gains and losses on the sale of investments in other funds are recognized at the time of sale by the average cost method.

**Dividend Income** - Dividend income is recognized on the ex-dividend date.

**Distributions to Participants** - The Pool does not routinely distribute dividends or net capital gains.

**Expenses** - The IMB's Trustees adopt an annual budget and fee schedule for services to be provided to all of the investment pools under its management. Each investment pool is charged for its direct investment-related cost and for its allocated share of other expenses. These other expenses are allocated to the individual pools based on asset size. The IMB pays all expenses on behalf of the Pool.

**Income Taxes** - The IMB is a public corporation organized under laws of the State of West Virginia and exempt from federal and state taxation. Accordingly, the financial statements have been prepared recognizing that the IMB is not subject to federal or state income taxes.

### NOTE 3. FAIR VALUE MEASUREMENTS

ASC 820 defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value of an investment is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e., the exit price).

ASC 820 established a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical financial instruments (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are:

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities at the reporting date.

Level 2 Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not considered active; observable inputs other than observable quoted prices for the asset or liability; or inputs derived principally from or corroborated by observable market data.

Level 3 Unobservable pricing inputs for assets and liabilities.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

# Private Equity Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 3. FAIR VALUE MEASUREMENTS (continued)

The table below summarizes the valuation of the investment securities in accordance with ASC 820 fair value hierarchy levels as of August 31, 2010:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Regulated Investment Companies	\$ -	\$ 17,034	\$ -	\$ 17,034
Investments in Other Funds	-	-	650,264	650,264
Partnerships	-	-	144,771	144,771
Total	<u>\$ -</u>	<u>\$ 17,034</u>	<u>\$ 795,035</u>	<u>\$ 812,069</u>

The reconciliation of the beginning and ending balances of Level 3 investments for the year ended August 31, 2010 was as follows:

	<u>Investments in Other Funds</u>	<u>Partnerships</u>
Balance at June 30, 2010	\$ 755,609	\$ 129,115
Net realized gain/(loss)	17,115	468
Net change in unrealized appreciation/(depreciation)	27,540	4,485
Purchases	-	12,317
Sales	(150,000)	(1,614)
Net transfers in/(out) of Level 3	-	-
Balance at August 31, 2010	<u>\$ 650,264</u>	<u>\$ 144,771</u>

### NOTE 4. COMMITMENTS

The IMB, with the assistance of its consultant, began implementing its plan to invest in private equity partnerships in February 2008. As of August 31, 2010 the IMB had made commitments to nineteen private equity general partnerships totaling \$723,000. The IMB had funded \$153,757 of these commitments at August 31, 2010, leaving unfunded commitments of \$569,243.

# Private Equity Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 5. FINANCIAL HIGHLIGHTS

#### Per Unit Operating Performance:

Net asset value at June 30, 2010	\$	8.76
Income from investment operations:		
Net realized and unrealized gain on investment transactions		0.56
Total from investment operations		0.56
Net asset value at August 31, 2010	\$	9.32

**Time-weighted Total Return \*** 6.5%

#### Supplemental Data:

Net assets, end of period	\$	811,878
Ratio to average net assets:		
Expenses **		0.14%
Net investment income **		-0.13%
Portfolio turnover rate		1.52%

\* Return data is net of fees for the fiscal year-to-date and is not annualized

\*\* All ratios are for the fiscal year-to-date and are annualized

### NOTE 6. SCHEDULE OF PARTICIPATION

The following schedule provides the value of participants' accounts in the Pool at August 31, 2010.

<u>Participant</u>	<u>Account Value</u>
Teachers' Retirement System	\$ 385,121
Public Employees' Retirement System	352,958
State Police Death, Disability and Retirement Fund	42,140
Judges' Retirement System	10,609
Deputy Sheriff's Retirement System	9,490
State Police Retirement System	5,383
Wildlife Endowment Fund	3,614
Emergency Medical Services Retirement System	2,563
Total	\$ 811,878

**Financial Statements - Unaudited**

**August 31, 2010**





# Private Real Estate Pool

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**Financial Statements - Unaudited  
August 31, 2010**

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# Private Real Estate Pool

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## Statement of Assets and Liabilities - Unaudited

August 31, 2010

(Amounts in thousands, except unit data)

### Assets

Investment securities at fair value	\$	519,514
Cash denominated in foreign currencies (cost \$16)		16
Receivables:		
Accrued interest		1,508
Investments sold		6,076
Dividends		36
		<hr/>
<b>Total assets</b>		527,150

### Liabilities

Payable for investments purchased		6,070
Accrued expenses		173
		<hr/>
<b>Total Liabilities</b>		6,243
		<hr/>
<b>Net assets</b>	\$	<u>520,907</u>

### Analysis of net assets

Paid-in capital	\$	502,578
Accumulated undistributed net investment income		7,373
Accumulated undistributed net realized gain from investments		1,015
Accumulated undistributed net realized loss from foreign currency transactions		(24)
Unrealized net appreciation of investments		9,893
Unrealized net appreciation on translation of assets and liabilities in foreign currencies		72
		<hr/>
<b>Net assets</b>	\$	<u>520,907</u>

### Unit data

Units outstanding		64,806,765
Net asset value, unit price	\$	<u>8.04</u>

See accompanying notes to financial statements.

# Private Real Estate Pool

## Schedule of Investments in Securities - Unaudited

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Shares	Amortized Cost	Fair Value
<b>U.S. Treasury Issues</b>						
United States Treasury	3.380 %	(0.012) %	01/15/2012	4,540	\$ 5,832	\$ 5,837
United States Treasury	2.000	0.032	04/15/2012	10,700	11,860	11,879
United States Treasury	3.000	0.089	07/15/2012	15,840	20,246	20,360
United States Treasury	0.630	0.214	04/15/2013	10,740	11,194	11,316
United States Treasury	1.880	0.439	07/15/2013	15,130	18,689	18,980
United States Treasury	2.000	0.634	01/15/2014	15,560	19,189	19,574
United States Treasury	1.250	0.516	04/15/2014	11,500	12,155	12,405
United States Treasury	2.000	0.683	07/15/2014	14,550	17,669	18,081
United States Treasury	1.630	0.830	01/15/2015	14,540	17,162	17,599
United States Treasury	0.500	0.392	04/15/2015	8,390	8,480	8,611
United States Treasury	1.880	0.889	07/15/2015	12,890	15,121	15,566
United States Treasury	2.000	1.018	01/15/2016	12,790	14,764	15,260
United States Treasury	2.500	1.055	07/15/2016	13,000	15,181	15,741
United States Treasury	2.380	1.143	01/15/2017	11,490	13,355	13,860
United States Treasury	2.630	1.178	07/15/2017	10,550	12,151	12,664
United States Treasury	1.630	1.233	01/15/2018	10,750	11,492	11,985
United States Treasury	1.380	1.250	07/15/2018	10,740	10,957	11,463
United States Treasury	2.130	1.314	01/15/2019	10,730	11,590	12,103
United States Treasury	1.880	1.328	07/15/2019	11,500	12,275	12,824
United States Treasury	1.380	1.267	01/15/2020	13,820	14,063	14,565
United States Treasury	1.250	1.102	07/15/2020	9,210	9,332	9,488
United States Treasury	2.380	1.838	01/15/2025	18,600	22,960	24,697
United States Treasury	2.000	1.881	01/15/2026	13,050	14,558	15,729
United States Treasury	2.380	1.920	01/15/2027	10,750	12,358	13,383
United States Treasury	1.750	1.937	01/15/2028	10,750	10,876	11,826
United States Treasury	3.630	1.998	04/15/2028	10,700	17,889	19,289
United States Treasury	2.500	1.967	01/15/2029	10,750	11,805	12,840
United States Treasury	3.880	2.007	04/15/2029	12,640	21,601	23,237
United States Treasury	3.380	1.984	04/15/2032	3,640	5,558	6,024
United States Treasury	2.130	1.827	02/15/2040	11,510	12,326	13,100
Total U.S. Treasury Issues - 82.6%					412,688	430,286
<b>Investments in Other Funds</b>						
Blackstone RE Partners Europe III, L.P.					619	1,409
Investment Objective - To invest in a broad range of real estate and real estate related investments in Europe.						
Redemption Provisions - Upon termination of partnership.						
A detail of the underlying investments is not available.						
Inesco Core Real Estate - U.S.A. Fund					30,000	30,000
Investment Objective - The Fund will invest in properties located in the United States, typically requiring an investment of \$10 million or greater						
Redemption Provisions - Quarterly with 90 days' written notice.						
A detail of the underlying investments is not available.						
Mesa West Real Estate Income Fund II, L.P.					2,800	2,376
Investment Objective - To originate and service first mortgage and mezzanine loans on middle-market, value-added and traditional commercial real estate assets in the United States.						
Redemption Provisions - Upon termination of partnership.						
A detail of the underlying investments is not available.						
Quadrant Fund I, LLC					15,000	10,260
Investment Objective - To achieve a highly stable dividend yield and attractive total return by investing in real estate assets on a relative basis across private and public, debt and equity investments.						
Redemption Provisions - Quarterly on the last business day						
No underlying investments exceed 5% of net assets of the Private Real Estate Pool.						

See accompanying notes to financial statements.

# Private Real Estate Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Shares	Amortized Cost	Fair Value
RCG Longview Debt Fund IV, L. P.					15,748	11,984
Investment Objective - To generate attractive risk-adjusted returns by capitalizing on inefficiencies in the commercial real estate lending marketplace.						
Redemption Provisions - Upon termination of partnership.						
A detail of the underlying investments is not available.						
Total Investments in Other Funds - 10.8%					64,167	56,029
<b>Real Estate Investment Trusts</b>						
<i>Australia</i>						
CFS Retail Property Trust				65,400	112	113
Dexus Property Group				165,900	122	123
Goodman Group				218,300	123	123
GPT Group				77,980	206	208
ING Office Fund				204,800	113	109
Mirvac Group				25,600	34	31
Stockland				78,100	277	274
Westfield Group				42,800	467	477
<i>Total Australia - 0.3%</i>					1,454	1,458
<i>Bermuda</i>						
Great Eagle Holdings Ltd				8,000	22	22
Hongkong Land Holdings				92,900	472	499
Kerry Properties Ltd				80,000	391	403
Shangri-La Asia Ltd				100,000	198	219
<i>Total Bermuda - 0.2%</i>					1,083	1,143
<i>Canada</i>						
Boardwalk REIT				4,400	176	184
Calloway REIT				2,500	51	54
Canadian REIT				700	20	21
Cominar REIT				1,100	20	21
H&R REIT				2,400	40	43
Primaris Retail				1,200	21	22
RioCan REIT				6,300	119	123
<i>Total Canada - 0.1%</i>					447	468
<i>Cayman Islands</i>						
Lifestyle International Hldngs - 0.1%				130,000	247	282
<i>China</i>						
Guangzhou R&F Properties Corp - 0.0%				80,000	134	116
<i>France</i>						
ICADE				1,100	107	105
Klepierre				4,001	144	123
Mercialys				1,810	61	59
Societe Immobiliere de Locatio				370	42	41
Unibail-Rodamco				3,715	729	703
<i>Total France - 0.2%</i>					1,083	1,031
<i>Hong Kong</i>						
Cheung Kong Holdings Ltd				3,400	43	43
China Overseas Land & Invstmnt				178,000	384	380
Hang Lung Properties Ltd				102,000	419	456
Henderson Land Development Co				1,740	-	-
Hysan Development Company				95,000	278	301
Link REIT				28,600	73	83
Sun Hung Kai Properties Ltd				43,300	635	607
Wharf Hldgs Ltd				34,200	184	184
<i>Total Hong Kong - 0.4%</i>					2,016	2,054
<i>Japan</i>						
AEON Mall Company Ltd				12,000	244	275

See accompanying notes to financial statements.

# Private Real Estate Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Shares	Amortized Cost	Fair Value
Daiwa House Industry Co Ltd				19,000	198	178
Frontier Real Estate Inv Corp				4	30	31
Japan Logistics Fund Inc				4	32	30
Japan Real Estate Inv Corp				13	112	115
Japan Retail Fund Inv Corp				24	30	32
Kenedix Realty Investment Corp				6	17	21
Mitsubishi Estate Co Ltd				33,400	517	502
Mitsui Fudosan Co Ltd				26,700	424	433
Nippon Accommodations Fund				4	21	23
Sumitomo Realty & Development				7,300	134	139
United Urban Investment Corp				6	35	39
<i>Total Japan - 0.3%</i>					1,794	1,818
<i>Norway</i>						
Norwegian Property ASA - 0.0%				39,200	70	57
<i>Singapore</i>						
Ascendas Real Estate Inv Trust				46,000	69	70
CapitaCommercial Trust				74,000	66	76
Capitaland Ltd				176,400	498	509
CapitaMall Trust				64,500	89	92
City Developments Ltd				36,000	299	291
Fraser Centrepoint Trust				20,400	21	21
Wing Tai Holdings Ltd				110,000	141	132
<i>Total Singapore - 0.2%</i>					1,183	1,191
<i>Spain</i>						
Sol Melia SA - 0.0%				30,000	231	238
<i>Sweden</i>						
Castellum AB				9,660	86	99
Hufvudstaden AB				3,580	30	31
<i>Total Sweden - 0.0%</i>					116	130
<i>Switzerland</i>						
Swiss Prime Site AG - 0.0%				1,000	62	65
<i>United Kingdom</i>						
Big Yellow Group PLC				17,000	85	76
British Land Company PLC				13,086	92	92
Derwent London PLC				14,620	306	317
Grainger PLC				11,520	21	19
Great Portland Estates PLC				45,770	207	222
Hammerson PLC				6,720	39	37
Land Securities Group PLC				38,680	374	364
Safestore Holdings PLC				21,900	44	41
SEGRO				7,000	33	29
Sfaftesbury PLC				15,700	89	101
<i>Total United Kingdom - 0.2%</i>					1,290	1,298
<i>United States</i>						
Acadia Realty Trust				1,600	28	29
Alexandria Real Estate Equity				1,600	108	111
AMB Property Corp				8,900	223	212
American Campus Communities				6,600	187	197
Apartment Invt & Mgmt Co				5,100	106	104
Avalonbay Communities Inc				1,500	138	158
Boston Properties				7,700	585	627
BRE Properties				2,400	90	98
Brookfield Properties Corp				7,700	115	111
Developers Diversified Realty				8,900	102	92
Digital Realty Trust Inc				2,900	167	172
Douglas Emmett Inc				11,100	170	179
Equity Residential				6,600	275	302

See accompanying notes to financial statements.

# Private Real Estate Pool

## Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

(Amounts in thousands, except share data)

Security Name	Coupon	Yield	Maturity	Shares	Amortized Cost	Fair Value
Essex Property Trust Inc				2,800	285	296
Extra Space Storage Inc				2,700	38	41
Federal Realty Investment Tst				5,000	369	396
HCP Inc				10,500	350	370
Highwoods Properties Inc				2,600	78	81
Host Hotels & Resorts Inc				34,600	479	455
Hyatt Hotels Corp				1,800	67	68
Liberty Property Trust				4,200	133	128
Macerich Co				6,300	244	261
Nationwide Health PPTYS Inc				7,600	271	292
Pebblebrook Hotel Trust				1,700	32	30
Prologis				8,300	99	90
Public Storage				4,500	412	441
Regency Centers Corp				3,500	128	128
Simon Property Group				10,500	884	950
SL Green Realty Corp				4,900	288	295
Starwood Hotels & Resorts				3,200	144	150
Tanger Factory Outlet Centers				1,800	78	83
Taubman Centers Inc				4,400	177	183
UDR Inc				5,300	100	109
Ventas Inc				8,100	387	409
Vornado Realty Trust				9,300	698	754
<i>Total United States - 1.6%</i>					8,035	8,402
Total Real Estate Investment Trusts - 3.6%					19,245	19,751
<b>Short-term Issues</b>						
Dreyfus Cash Management Institutional Fund - 2.6%				13,448,040	13,448	13,448
Total Investment Securities - 99.6%					\$ 509,548	\$ 519,514

See accompanying notes to financial statements.

# Private Real Estate Pool

## Statement of Operations - Unaudited Period Ended August 31, 2010\* (Amounts in thousands)

	<u>Month</u>	<u>Year To Date</u>
<b>Investment income</b>		
Interest	\$ 673	\$ 1,398
Dividends, net of foreign withholding taxes	66	79
Net amortization	(680)	(690)
	<u>59</u>	<u>787</u>
<b>Total investment income</b>		
	<u>59</u>	<u>787</u>
<b>Expenses</b>		
Investment advisor fees	(21)	(39)
Trustee fees	(1)	(1)
Custodian bank fees	(13)	(26)
Management fees	(18)	(36)
Professional service fees	(35)	(71)
Management fees - external	-	(75)
Fund closing costs	(1)	(1)
	<u>(89)</u>	<u>(249)</u>
<b>Total expenses</b>		
	<u>(89)</u>	<u>(249)</u>
<b>Investment income (loss), net</b>	(30)	538
<b>Realized and unrealized gain (loss) from investments and foreign currency</b>		
Net realized gain (loss) from:		
Investments	252	956
Foreign currency transactions	(2)	5
Net increase (decrease) in the fair value of:		
Investments	7,721	8,294
Translation of assets and liabilities in foreign currencies	(59)	170
	<u>7,912</u>	<u>9,425</u>
<b>Net gain from investments and foreign currency</b>		
	<u>7,912</u>	<u>9,425</u>
<b>Net increase in net assets from operations</b>	<u>\$ 7,882</u>	<u>\$ 9,963</u>

\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed.  
See accompanying notes to financial statements.

## Private Real Estate Pool

**Statement of Changes in Net Assets - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands, except unit data)*

	<b>Month</b>	<b>Year To Date</b>
<b>Operations</b>		
Investment income (loss), net	\$ (30)	\$ 538
Net realized gain from investments	252	956
Net realized gain (loss) from foreign currency transactions	(2)	5
Net increase in the fair value of investments	7,721	8,294
Net increase (decrease) in the translation of assets and liabilities in foreign currencies	(59)	170
<b>Net increase in net assets from operations</b>	7,882	9,963
<b>Unit transactions</b>		
Proceeds from sale of units	5,050	15,677
<b>Increase in net assets from unit transactions</b>	5,050	15,677
<b>Increase in net assets</b>	12,932	25,640
Net assets, beginning of period	507,975	495,267
<b>Net assets, end of period</b>	\$ 520,907	\$ 520,907
<b>Unit data</b>		
Units sold	637,839	1,985,825
<b>Net increase in units</b>	637,839	1,985,825

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*



# Private Real Estate Pool

## Statement of Cash Flows - Unaudited Period Ended August 31, 2010\* *(Amounts in thousands)*

	<b>Month</b>	<b>Year To Date</b>
<b>Cash flows from operating activities</b>		
Net increase in net assets from operations	\$ 7,882	\$ 9,963
Adjustments to reconcile net increase in net assets from operations to net cash used in operating activities:		
Purchase of investment securities	(15,512)	(62,095)
Proceeds from disposition of investment securities	6,447	39,602
Purchases and sales of short-term investment securities, net	7,392	3,641
Decrease (increase) in accrued interest receivable	(591)	2,017
Decrease (increase) in receivable for investments sold	359	(6,073)
Increase in dividends receivable	(14)	(9)
Decrease in foreign tax withholding receivable	1	1
Increase in accrued expenses	38	45
Increase (decrease) in payable for investments purchased	(3,813)	5,977
Net amortization	680	690
Net realized gain from investments	(252)	(956)
Net realized loss (gain) from foreign currency transactions	2	(5)
Net increase in the fair value of investments	(7,721)	(8,294)
Net decrease (increase) in the translation of assets and liabilities in foreign currencies	59	(170)
<b>Net cash used in operating activities</b>	<b>(5,043)</b>	<b>(15,666)</b>
<b>Cash flows from financing activities</b>		
Proceeds from units sold	5,050	15,677
<b>Cash provided by financing activities</b>	<b>5,050</b>	<b>15,677</b>
<b>Net change in cash</b>	7	11
<b>Cash</b>		
Beginning balance	9	5
Ending balance	\$ 16	\$ 16

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

# Private Real Estate Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 1. DESCRIPTION OF THE ENTITY

The West Virginia Investment Management Board (IMB) was organized on April 25, 1997, as a public body corporate created by *West Virginia Code §12-6-1* to provide prudent fiscal administration and investment management services to designated State pension funds, the State's Workers' Compensation and Coal Workers' Pneumoconiosis funds, and certain other State government funds.

A Board of Trustees, consisting of thirteen members, governs the IMB. The Governor, the State Auditor and the State Treasurer are ex officio members of the Board of Trustees. The Governor appoints all other Trustees for a term of six years.

The IMB operates on a fiscal year beginning July 1 and ending June 30.

The accompanying financial statements reflect only the investments and investment related operations of the IMB's Private Real Estate Pool (Pool). They do not reflect activity of the other investment pools under the control of the IMB or the Administrative Fund of the IMB, or any other assets or liabilities, or restrictions thereon, or the various investment pool participants. Accordingly, these financial statements are not intended to and do not present the comprehensive financial position and operations of the IMB or any of the investment pool participants.

These financial statements have been prepared on a basis of accounting following U.S. generally accepted accounting principles (GAAP) established by the Financial Accounting Standards Board (FASB) and the American Institute of Certified Public Accountants applicable to investment companies, which is a comprehensive basis of accounting other than GAAP for state and local governments established by the Government Accounting Standards Board. The IMB has selected this basis of accounting because it believes that the disclosures required for investment companies better reflect the purpose and operations of the Pool.

A summary of the differences between financial statements prepared in accordance with GAAP for investment companies and GAAP for state and local governments are as follows:

	Investment Company GAAP	State and Local GAAP
Management Discussion and Analysis	Not required	Required
Schedule of Investments in Securities	Required	Not required
Statement of Operations	Required	Not required
Investment Risk Disclosures	Not required	Required
Financial Highlights	Required	Not required

There are no differences in the reported amounts of assets, liabilities, net assets, investment operations, distributions, or unit transactions between GAAP for investment companies and GAAP for state and local governments.

The Pool was established to hold the IMB's investments in private real estate funds. Courtland Partners, Ltd. has been retained by the IMB to provide consulting services for this asset class. United States Treasury Inflation-Protected Securities (TIPS) were added to the Pool in November 2009, and are managed by State Street Global Advisors. Real Estate Investment Trusts were added to the Pool in February 2010, and are managed by European Investors, Inc. and ING Clarion Real Estate Securities.

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting** - The IMB invests funds of the State and its component units, all of which are government entities. Investments in other funds, which are not publicly traded, are carried at net asset value as a practical expedient for fair market value. The Pool has \$56,029 of such investments in private partnerships and other investment funds which are reported at fair value. For all of these investments, the IMB has concluded that the net asset value reported by the underlying fund approximates the fair value of the investment. Due to the nature of the investments held by the funds, changes in market conditions and the economic environment may significantly impact the net asset value of the funds and, consequently, the fair

# Private Real Estate Pool

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## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

value of the interests in the funds. Although a secondary market exists for these investments, it is not active and individual transactions are typically not observable. When transactions do occur in this limited secondary market, they may occur at discounts to the reported net asset value. It is therefore reasonably possible that if the IMB were to sell these investments in the secondary market a buyer may require a discount to the reported net asset value, and the discount could be significant. The IMB believes that the carrying amount of such investments is a reasonable estimate of fair value as of August 31, 2010. Foreign currency forward contracts are valued at either spot or forward month-end exchange rates. Investments in equity securities are carried at fair value, which is determined by a third party pricing service based on quoted market prices. Investments in debt securities are carried at fair value, which is determined by a third party pricing service based on asset portfolio pricing models and other sources. The investment in the Dreyfus Cash Management Institutional Fund, a regulated investment company money market mutual fund, is valued at \$1.00 per share. This is a reasonable estimate of the fair value and is the basis for current transactions. Commissions on the purchases of securities by the IMB are a component of the security price quoted by the seller and are included in the investment cost.

**Foreign Currency** – Amounts denominated in or expected to settle in foreign currencies are translated into U.S. dollars at exchange rates reported by the Bank of New York Mellon on the following basis:

- a. Market value of investment securities, other assets and liabilities - at the closing rate of exchange at the valuation date.
- b. Purchases and sales of investment securities, income and expenses - at the rate of exchange prevailing on the respective dates of such transactions.

The IMB isolates that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from market prices of securities held.

Reported net realized foreign exchange gains and losses arise from sales of portfolio securities, sales and maturities of short-term securities, sales of foreign currencies, currency gains and losses realized between the trade and settlement dates on securities transactions, and the difference between the amounts of dividends, interest, and foreign withholding taxes recorded and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in the value of assets and liabilities including investments in securities at month end, resulting from changes in the exchange rate.

**Foreign Exchange Forward Contracts** - A foreign exchange forward contract is an agreement between two parties to exchange different currencies at a specified exchange rate at an agreed upon future date. The managers enter into such contracts to hedge the assets and liabilities related to securities denominated in a foreign currency. Risks associated with such contracts include movement in the value of the foreign currency relative to the U.S. dollar and the ability of the counterparty to perform. These contracts have relatively short durations and are valued at the prevailing market exchange rates at month end. An unrealized gain or loss is recorded as the difference between the amount valued at month end and the amount to be received or paid at the expiration date. The unrealized gain or loss is reclassified to realized gain or loss when the contract expires.

**Investment Transactions** - Investment transactions are accounted for on a trade date basis.

**Use of Estimates** - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Investment Gains and Losses** - Gains and losses on the sale of investments in other funds are recognized at the time of sale by the average cost method.

**Interest Income** – Interest income is recognized as earned on the accrual method.

# Private Real Estate Pool

## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

**Dividend Income** - Dividend income is recognized on the ex-dividend date.

**Distributions to Participants** - The Pool does not routinely distribute dividends or net capital gains.

**Expenses** - The IMB's Trustees adopt an annual budget and fee schedule for services to be provided to all of the investment pools under its management. Each investment pool is charged for its direct investment-related cost and for its allocated share of other expenses. These other expenses are allocated to the individual pools based on asset size. The IMB pays all expenses on behalf of the Pool.

**Income Taxes** - The IMB is a public corporation organized under laws of the State of West Virginia and exempt from federal and state taxation. Accordingly, the financial statements have been prepared recognizing that the IMB is not subject to federal or state income taxes.

### NOTE 3. FAIR VALUE MEASUREMENTS

ASC 820 defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value of an investment is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e., the exit price).

ASC 820 established a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical financial instruments (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are:

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities at the reporting date.

Level 2 Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not considered active; observable inputs other than observable quoted prices for the asset or liability; or inputs derived principally from or corroborated by observable market data.

Level 3 Unobservable pricing inputs for assets and liabilities.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

The table below summarizes the valuation of the investment securities in accordance with ASC 820 fair value hierarchy levels as of August 31, 2010:

	Level 1	Level 2	Level 3	Total
Real Estate Investment Trusts	\$ 19,751	\$ -	\$ -	\$ 19,751
Regulated Investment Companies	-	13,448	-	13,448
U.S. Treasury Issues	-	430,286	-	430,286
Investments in Other Funds	-	-	56,029	56,029
Total	\$ 19,751	\$ 443,734	\$ 56,029	\$ 519,514

## Private Real Estate Pool

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### Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

#### NOTE 3. FAIR VALUE MEASUREMENTS (continued)

The reconciliation of the beginning and ending balances of Level 3 investments for the period ended August 31, 2010 was as follows:

	Investments in Other Funds
Balance at June 30, 2010	\$ 20,599
Net realized gain/(loss)	-
Net change in unrealized appreciation/(depreciation)	1,102
Purchases	34,328
Sales	-
Net transfers in/(out) of Level 3	-
Balance at August 31, 2010	\$ 56,029

#### NOTE 4. COMMITMENTS

The IMB, with the assistance of its consultant, began implementing its plan to invest in private real estate in February 2008. The IMB committed \$160,000 to five real estate investment funds/partnerships. The IMB had funded \$64,167 of these commitments at August 31, 2010, leaving unfunded commitments of \$95,833.

#### NOTE 5. FOREIGN CURRENCY FORWARD CONTRACTS

At August 31, 2010, open foreign currency forward contracts are as follows:

Position	Foreign Currency	Inception Date	Expiration Date	Receivable		Payable		Unrealized appreciation (depreciation)
				(in foreign currency)	(in U. S. dollars)	(in foreign currency)	(in U. S. dollars)	
Short	Australian Dollar	8/31/2010	9/1/2010	\$ 1	1	1	\$ 1	-
				\$ 1	1	1	\$ 1	-

The contracts listed above were initiated to correspond to transactions in securities trading in foreign currencies. The fair value, gains and losses, and risks are not material the Pool.

# Private Real Estate Pool

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## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 6. FINANCIAL HIGHLIGHTS

**Per Unit Operating Performance:**

Net asset value at June 30, 2010	\$	7.88
Income from investment operations:		
Net investment income		0.01
Net realized and unrealized gain on investment transactions		0.15
Total from investment operations		0.16
Net asset value at August 31, 2010	\$	8.04

**Time-weighted Total Return \*** 2.0%

**Supplemental Data:**

Net assets, end of period	\$	520,907
Ratio to average net assets:		
Expenses **		0.29%
Net investment income **		0.64%
Portfolio turnover rate		8.08%

\* Return data is net of fees for the fiscal year-to-date and is not annualized

\*\* All ratios are for the fiscal year-to-date annualized

### NOTE 7. SCHEDULE OF PARTICIPATION

The following schedule provides the value of participants' accounts in the Pool at August 31, 2010.

<u>Participant</u>	<u>Account Value</u>
Teachers' Retirement System	\$ 248,811
Public Employees' Retirement System	227,656
State Police Death, Disability and Retirement Fund	25,360
Judges' Retirement System	6,396
Deputy Sheriff's Retirement System	5,704
State Police Retirement System	3,281
Wildlife Endowment Fund	2,173
Emergency Medical Services Retirement System	1,526
Total	\$ 520,907

**Financial Statements - Unaudited**

**August 31, 2010**





# Hedge Fund Pool

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## **Financial Statements - Unaudited August 31, 2010**

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# Hedge Fund Pool

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## Statement of Assets and Liabilities - Unaudited

August 31, 2010

*Amounts in thousands, except unit data)*

### Assets

Investment securities at fair value	\$	1,124,530
Receivables:		
Investments sold		24,660
Dividends		<u>8</u>
<b>Total assets</b>		1,149,198

### Liabilities

Accrued expenses		<u>165</u>
<b>Net assets</b>	\$	<u><u>1,149,033</u></u>

### Analysis of net assets

Paid-in capital	\$	1,109,769
Accumulated undistributed net investment loss		(1,877)
Accumulated undistributed net realized loss from investments		(8,172)
Unrealized net appreciation of investments		<u>49,313</u>
<b>Net assets</b>	\$	<u><u>1,149,033</u></u>

### Unit data

Units outstanding		111,185,507
Net asset value, unit price	\$	<u><u>10.33</u></u>

*See accompanying notes to financial statements.*

# Hedge Fund Pool

## Schedule of Investments in Securities - Unaudited

August 31, 2010

*(Amounts in thousands, except share data)*

Security Name	Shares	Amortized Cost	Fair Value
<b><u>Investments in Other Funds</u></b>			
AllBlue Limited		\$ 60,060	\$ 80,312
Investment Objective - To provide consistent long-term appreciation of assets through active investment in a diversified portfolio.			
Redemption Provisions - Monthly on the first business day with 33 days' prior written notice.			
A detail of the underlying investments is not available.			
Anchorage Crossover Credit		48,000	45,891
Investment Objective - To earn superior risk-adjusted returns while emphasizing preservation of capital.			
Redemption Provisions - Semi-annually with 185 days' prior written notice.			
A detail of the underlying investments is not available.			
Bennelong Asia Pacific		3,619	2,555
Investment Objective - To achieve long- and short-term capital appreciation primarily through equity investments in companies organized or operating in the Asia Pacific region.			
Redemption Provisions - Redemption has been requested and proceeds will be paid upon liquidation of the investments.			
A detail of the underlying investments is not available.			
Brevan Howard Fund Limited		39,386	48,252
Investment Objective - To generate consistent long-term appreciation through active leveraged trading and investment on a global basis.			
Redemption Provisions - Monthly with 90 days' prior written notice.			
A detail of the underlying investments is not available.			
Bridgewater Pure Alpha Fund		49,243	55,610
Investment Objective - To achieve substantial capital appreciation in a wide range of asset classes.			
Redemption Provisions - Monthly on the first business day with 5 days' prior written notice.			
A detail of the underlying investments is not available.			
CQS Convertible & Quantitative Strategies		48,489	44,240
Investment Objective - To achieve attractive risk-adjusted returns over the medium to long term.			
Redemption Provisions - Annually with 365 days' prior notice for 50% and Quarterly with 90 days' prior notice for 50%.			
A detail of the underlying investments is not available.			
Davidson Kempner International, Ltd.		65,973	76,718
Investment Objective - To achieve capital appreciation.			
Redemption Provisions - Quarterly with 65 days' prior notice.			
A detail of the underlying investments is not available.			

*See accompanying notes to financial statements.*

## Hedge Fund Pool

### Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

*(Amounts in thousands, except share data)*

Security Name	Shares	Amortized Cost	Fair Value
Golden Tree Offshore Fund, Ltd. Investment Objective - To achieve superior risk-adjusted total returns through investments in public and private non-investment grade and nonrated debt securities. Redemption Provisions - Quarterly with 90 days' prior notice. A detail of the underlying investments is not available.		52,368	64,371
Highbridge Capital Investment Objective - To attain consistent capital appreciation with low volatility Redemption Provisions - Quarterly with 45 days' prior notice for 24% and Quarterly A detail of the underlying investments is not available.		77,991	75,224
Ionic Capital International Ltd. Investment Objective - To generate superior risk-adjusted returns in both rising and Redemption Provisions - Quarterly with 60 days' prior notice.		40,000	35,724
Ivory Offshore Investment Objective - To take long and short positions primarily in equity securities Redemption Provisions - Quarterly with 45 days' prior written notice. A detail of the underlying investments is not available.		48,000	50,593
Level Global Overseas Ltd. Investment Objective - To achieve above average capital appreciation primarily Redemption Provisions - Quarterly with 60 days' prior written notice. A detail of the underlying investments is not available.		50,217	54,950
Magnetar Capital Fund Investment Objective - To achieve superior risk-adjusted returns. Redemption Provisions - Quarterly with 90 days' prior written notice. A detail of the underlying investments is not available.		85,334	76,709
M&G Episode Investment Objective - To deliver attractive returns with appropriate volatility by Redemption Provisions - Monthly with 30 days' prior written notice. A detail of the underlying investments is not available.		42,814	41,972
O'Connor Global Investment Objective - To realize consistently high risk-adjusted appreciation in the Redemption Provisions - Quarterly with 60 days' prior written notice. A detail of the underlying investments is not available.		63,738	75,380
Och Ziff Investment Objective - To achieve consistent, absolute returns with low volatility primarily by seeking to exploit pricing inefficiencies in equity debt securities of Asian companies. Redemption Provisions - Hard lock-up through September 30, 2011 then Annually with 45 days' prior notice.		40,000	40,000
Perry Partners Investment Objective - To achieve positive annual returns accompanied by a low level Redemption Provisions - Annually with 90 days' prior written notice. A detail of the underlying investments is not available.		60,000	65,025

*See accompanying notes to financial statements.*

## Hedge Fund Pool

### Schedule of Investments in Securities - Unaudited (continued)

August 31, 2010

*(Amounts in thousands, except share data)*

Security Name	Shares	Amortized Cost	Fair Value
Shepherd Investments		80,621	74,077
Investment Objective - To achieve an attractive rate of return, relative to the level of			
Redemption Provisions - Quarterly with 90 days' prior written notice.			
A detail of the underlying investments is not available.			
Taconic Opportunity		60,000	63,086
Investment Objective - To provide solid risk-adjusted, absolute returns by focusing on			
Redemption Provisions - Quarterly with 60 days' prior written notice.			
A detail of the underlying investments is not available.			
VICIS Capital		17,982	12,459
Investment Objective - To achieve attractive risk-adjusted returns through investment			
Redemption Provisions - Redemption has been requested and proceeds will be paid			
A detail of the underlying investments is not available.			
Total Investment in Other Funds - 94.3%		1,033,835	1,083,148
<b><u>Short-term Issues</u></b>			
Dreyfus Cash Management Institutional Fund - 3.6%	41,382,170	41,382	41,382
Total Investment Securities 97.9%		\$ 1,075,217	\$ 1,124,530

*See accompanying notes to financial statements.*

# Hedge Fund Pool

**Statement of Operations - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	<u>Month</u>	<u>Year To Date</u>
<b>Investment income</b>		
Dividend	\$ 7	\$ 18
<b>Expenses</b>		
Trustee fees	-	(1)
Custodian fees	(1)	(1)
Management fees	(39)	(82)
Fiduciary bond fees	-	(1)
Professional service fees	(40)	(80)
<b>Total expenses</b>	<u>(80)</u>	<u>(165)</u>
<b>Investment loss, net</b>	(73)	(147)
<b>Realized and unrealized gain (loss) from investments</b>		
Net realized loss from investments	-	(1,094)
Net increase in the fair value of investments	7,244	16,193
<b>Net gain from investments</b>	<u>7,244</u>	<u>15,099</u>
<b>Net increase in net assets from operations</b>	<u>\$ 7,171</u>	<u>\$ 14,952</u>

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

## Hedge Fund Pool

**Statement of Changes in Net Assets - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands, except unit data)*

	<b>Month</b>	<b>Year To Date</b>
<b>Operations</b>		
Investment loss, net	\$ (73)	\$ (147)
Net realized loss from investments	-	(1,094)
Net increase in the fair value of investments	7,244	16,193
<b>Net increase in net assets from operations</b>	7,171	14,952
<b>Unit transactions</b>		
Proceeds from sale of units	298	41,298
Amount paid for repurchase of units	(30,384)	(31,247)
<b>Net increase (decrease) in net assets from unit transactions</b>	(30,086)	10,051
<b>Increase (decrease) in net assets</b>	(22,915)	25,003
Net assets, beginning of period	1,171,948	1,124,030
<b>Net assets, end of period</b>	\$ 1,149,033	\$ 1,149,033
<b>Unit data</b>		
Units sold	28,944	4,047,885
Units repurchased	(2,958,450)	(3,043,108)
<b>Net increase (decrease) in units</b>	(2,929,506)	1,004,777

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*

# Hedge Fund Pool

**Statement of Cash Flows - Unaudited**  
**Period Ended August 31, 2010\***  
*(Amounts in thousands)*

	Month	Year To Date
<b>Cash flows from operating activities</b>		
Net increase in net assets from operations	\$ 7,171	\$ 14,952
Adjustments to reconcile net increase in net assets from operations net cash provided by (used in) operating activities:		
Purchase of investment securities	-	(40,000)
Proceeds from disposition of investment securities	-	84,741
Purchases and sales of short-term investment securities, net	7,332	(41,374)
Decrease (increase) in dividends receivable	3	(8)
Decrease (increase) in receivable for investments sold	22,801	(13,301)
Increase in accrued expenses	23	38
Net realized loss from investments	-	1,094
Net increase in the fair value of investments	(7,244)	(16,193)
<b>Net cash provided by (used in) operating activities</b>	30,086	(10,051)
<b>Cash flows from financing activities</b>		
Proceeds from units sold	298	41,298
Amount paid for repurchase of units	(30,384)	(31,247)
<b>Net cash provided by (used in) financing activities</b>	(30,086)	10,051
<b>Net change in cash</b>	-	-
<b>Cash</b>		
Beginning balance	-	-
Ending balance	\$ -	\$ -

*\*The WVIMB operates on a fiscal year beginning on July 1. The "year to date" information is for the period July 1 through the month listed. See accompanying notes to financial statements.*



# Hedge Fund Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 1. DESCRIPTION OF THE ENTITY

The West Virginia Investment Management Board (IMB) was organized on April 25, 1997, as a public body corporate created by *West Virginia Code §12-6-1* to provide prudent fiscal administration and investment management services to designated State pension funds, the State's Workers' Compensation and Coal Workers' Pneumoconiosis funds, and certain other State government funds.

A Board of Trustees, consisting of thirteen members, governs the IMB. The Governor, the State Auditor and the State Treasurer are ex officio members of the Board of Trustees. The Governor appoints all other Trustees for a term of six years.

The IMB operates on a fiscal year beginning July 1 and ending June 30.

The accompanying financial statements reflect only the investments and investment related operations of the IMB's Hedge Fund Pool (Pool). They do not reflect activity of the other investment pools under the control of the IMB or the Administrative Fund of the IMB, or any other assets or liabilities, or restrictions thereon, or the various investment pool participants. Accordingly, these financial statements are not intended to and do not present the comprehensive financial position and operations of the IMB or any of the investment pool participants.

These financial statements have been prepared on a basis of accounting following U.S. generally accepted accounting principles (GAAP) established by the Financial Accounting Standards Board (FASB) and the American Institute of Certified Public Accountants applicable to investment companies, which is a comprehensive basis of accounting other than GAAP for state and local governments established by the Government Accounting Standards Board. The IMB has selected this basis of accounting because it believes that the disclosures required for investment companies better reflect the purpose and operations of the Pool.

A summary of the differences between financial statements prepared in accordance with GAAP for investment companies and GAAP for state and local governments are as follows:

	Investment Company GAAP	State and Local GAAP
Management Discussion and Analysis	Not required	Required
Schedule of Investments in Securities	Required	Not required
Statement of Operations	Required	Not required
Investment Risk Disclosures	Not required	Required
Financial Highlights	Required	Not required

There are no differences in the reported amounts of assets, liabilities, net assets, investment operations, distributions, or unit transactions between GAAP for investment companies and GAAP for state and local governments.

The Pool was established to hold the IMB's investments in hedge funds. Albourne America, LLC has been retained by the IMB to provide consulting services for this asset class.

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting** - The IMB invests funds of the State and its component units, all of which are government entities. Investments in other funds, which are not publicly traded, are carried at net asset value as a practical expedient for fair market value. The Pool has \$1,083,148 of investments in such alternative investment funds which are reported at fair value. For all of these investments, the IMB has concluded that the net asset value reported by the underlying fund approximates the fair value of the investment. These investments are redeemable with the fund at net asset value under the original terms of the agreements and operations of the underlying fund. However, it is possible that these redemption rights may be restricted or eliminated by the funds in the future in accordance with the underlying fund agreements. Due to the nature of the investments held by the funds, changes in market conditions and the economic environment may significantly impact the net asset value of the funds and, consequently, the fair value of the interests in the funds. Although a secondary market exists for these

# Hedge Fund Pool

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## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

investments, it is not active and individual transactions are typically not observable. When transactions do occur in this limited secondary market, they may occur at discounts to the reported net asset value. It is therefore reasonably possible that if the redemption rights in the funds were restricted or eliminated and the IMB were to sell these investments in the secondary market a buyer may require a discount to the reported net asset value, and the discount could be significant. The IMB believes that the carrying amount of such investments is a reasonable estimate of fair value as of August 31, 2010. The investment in the Dreyfus Cash Management Institutional Fund, a regulated investment company money market mutual fund, is valued at \$1.00 per share. This is a reasonable estimate of the fair value and is the basis for current transactions.

**Investment Transactions** - Investment transactions are accounted for on a trade date basis.

**Use of Estimates** - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Investment Gains and Losses** - Gains and losses on the sale of investments in other funds are recognized at the time of sale by the average cost method.

**Dividend Income** - Dividend income is recognized on the ex-dividend date.

**Distributions to Participants** - The Pool does not routinely distribute dividends or net capital gains.

**Expenses** - The IMB's Trustees adopt an annual budget and fee schedule for services to be provided to all of the investment pools under its management. Each investment pool is charged for its direct investment-related cost and for its allocated share of other expenses. These other expenses are allocated to the individual pools based on asset size. The IMB pays all expenses on behalf of the Pool.

**Income Taxes** - The IMB is a public corporation organized under laws of the State of West Virginia and exempt from federal and state taxation. Accordingly, the financial statements have been prepared recognizing that the IMB is not subject to federal or state income taxes.

### NOTE 3. FAIR VALUE MEASUREMENTS

ASC 820 defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value of an investment is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e., the exit price).

ASC 820 established a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical financial instruments (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are:

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities at the reporting date.

Level 2 Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not considered active; observable inputs other than observable quoted prices for the asset or liability; or inputs derived principally from or corroborated by observable market data.

Level 3 Unobservable pricing inputs for assets and liabilities.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value

# Hedge Fund Pool

## Notes to Financial Statements - Unaudited

*(Amounts in thousands, except share data)*

### NOTE 3. FAIR VALUE MEASUREMENTS (continued)

measurement. The assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

The table below summarizes the valuation of the investment securities in accordance with ASC 820 fair value hierarchy levels as of August 31, 2010:

	Level 1	Level 2	Level 3	Total
Regulated Investment Companies	\$ -	\$ 41,382	\$ -	\$ 41,382
Investments in Other Funds	-	-	1,083,148	1,083,148
Total	\$ -	\$ 41,382	\$ 1,083,148	\$ 1,124,530

The reconciliation of the beginning and ending balances of Level 3 investments for the year ended August 31, 2010 was as follows:

	Investments in Other Funds
Balance at June 30, 2010	\$ 1,112,790
Net realized gain/(loss)	(1,094)
Net change in unrealized appreciation/(depreciation)	16,193
Purchase	40,000
Sales	(84,741)
Net transfers in/(out) of Level 3	-
Balance at August 31, 2010	\$ 1,083,148

### NOTE 4. FINANCIAL HIGHLIGHTS

#### Per Unit Operating Performance:

Net asset value at June 30, 2010	\$	10.20
Net realized and unrealized gain on investment transactions		0.13
Net asset value at August 31, 2010	\$	10.33

**Time-weighted Total Return \*** 1.3%

#### Supplemental Data:

Net assets, end of period	\$	1,149,033
Ratio to average net assets:		
Expenses **		0.09%
Net investment income **		-0.08%
Portfolio turnover rate		3.65%

\* - Return data is net of fees and is for the fiscal year-to-date and is not annualized

\*\* - All ratios are for the fiscal year-to-date annualized

# Hedge Fund Pool

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## Notes to Financial Statements - Unaudited

(Amounts in thousands, except share data)

### NOTE 5. SCHEDULE OF PARTICIPATION

The following schedule provides the value of participants' accounts in the Pool at August 31, 2010.

<u>Participant</u>	<u>Account Value</u>
Teachers' Retirement System	\$ 440,590
Public Employees' Retirement System	403,431
Workers' Compensation Old Fund	86,880
Coal Workers' Pneumoconiosis Fund	48,970
State Police Death, Disability and Retirement Fund	41,161
Revenue Shortfall Reserve Fund B	28,119
Public Employees' Insurance Agency	26,443
Board of Risk and Insurance Management	24,227
Revenue Shortfall Reserve Fund	17,552
Judges' Retirement System	10,693
Deputy Sheriff's Retirement System	9,472
State Police Retirement System	5,395
Wildlife Endowment Fund	3,614
Emergency Medical Services Retirement System	2,486
Total	<u>\$ 1,149,033</u>