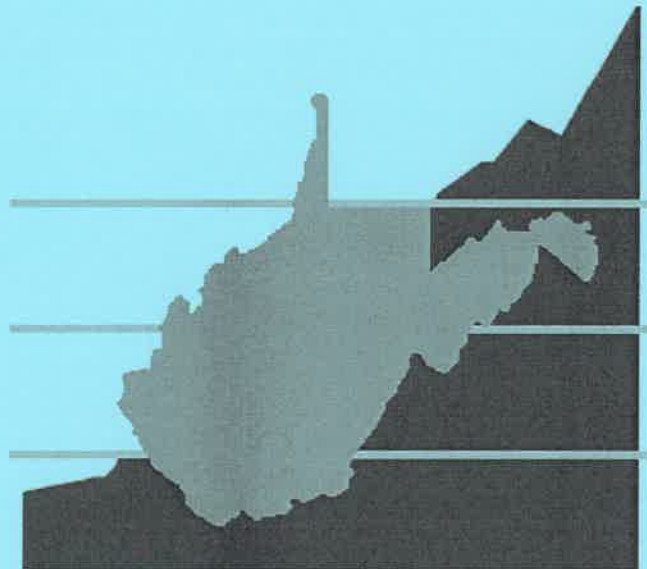


West Virginia Investment Management Board



2006 Schedule of
Investment Performance



Summit Strategies Group

August 29, 2006

Board of Trustees
West Virginia Investment Management Board

We have conducted a performance audit of the accompanying Schedule of Investment Performance (the "Schedule") of the individual investment pools operated by the West Virginia Investment Management Board (WVIMB). The audit was conducted in accordance with Article 6 of the West Virginia State Board of Investments (Section 12-6-6 (d)) for the year ending June 30, 2006.

Our examination included such testing, as we believed adequate, to verify that the performance information provided in the Schedule has been prepared and fairly presented in accordance with the Performance Presentation Standards as detailed in the footnotes to the Schedule.

This Schedule is the responsibility of WVIMB's management. Our responsibility is to express an opinion on the Schedule based on our audit.

In our opinion, the Schedule referred to above presents fairly, in all material respects, the performance of the individual investment pools as of June 30, 2006, in conformity with the Performance Presentation Standards as detailed in the footnotes to the Schedule.

Summit Strategies, Inc.

Summit Strategies, Inc.

**Schedule of Investment Performance
West Virginia Investment Management Board
For the Period July 1, 2005 to June 30, 2006**

Trust Accounts

	Total Rate of Return*
Public Employees' Retirement System	9.5%
Teachers' Retirement System	9.6
Public Safety, Death, Disability, and Retirement System	9.2
Deputy Sheriffs' Retirement System	9.4
Judges' Retirement System	9.3
State Police Retirement System	9.2
Board of Risk and Insurance Management	3.6
Wildlife Endowment Fund	9.1
Prepaid Tuition Trust Fund	9.1
Prepaid Tuition Trust Escrow	-0.3

The following accounts were not invested for the entire fiscal year ending June 30, 2006. The periods invested and the unannualized returns for those periods are as follows.

	Period Invested	Total Rate of Return*
Public Employees Insurance Agency	07/05/2005 – 06/30/2006	3.1%
Workers' Compensation Fund	07/01/2005 – 12/31/2005	1.0
Workers' Compensation EELF	07/01/2005 – 12/31/2005	2.7
Pneumoconiosis**	07/01/2005 – 12/31/2005	2.3
Workers' Compensation Old Fund	01/03/2006 – 06/30/2006	0.3
Self-Insured Guaranty Risk Pool	01/04/2006 – 06/30/2006	2.3
Uninsured Employers Fund	01/04/2006 – 06/30/2006	2.3
Pneumoconiosis***	01/03/2006 – 06/30/2006	0.7
Tobacco Settlement	07/01/2005 – 06/08/2006	9.7
Revenue Shortfall Reserve Fund	06/09/2006 – 06/30/2006	0.3
Revenue Shortfall Reserve Fund B	06/09/2006 – 06/30/2006	-0.1

**Returns are net of all fees. See Note 2.*

***Under the auspices of the Workers' Compensation Commission*

****Under the auspices of the Insurance Commission*

Schedule of Investment Performance
West Virginia Investment Management Board
For the Period July 1, 2005 to June 30, 2006

Investment Pools

	Total Rates of Return		
	<u>Gross of</u> <u>all fees</u>	<u>Net of</u> <u>manager fees</u>	<u>Net of</u> <u>all fees</u>
Large Cap Domestic Equity Pool	9.5%	9.1%	9.0%
Non-Large Cap Domestic Equity Pool	14.3	14.0	13.9
International Qualified Equity Pool	20.5	19.8	19.8
International Non-Qualified Equity Pool	20.3	19.3	19.3
International Equity Pool	28.2	27.5	27.4
Fixed Income Pool	1.5	1.4	1.4
Fixed Income Qualified Pool	-2.2	-2.2	-2.2
Fixed Income Non-Qualified Pool	-2.0	-2.0	-2.0
Short-Term Fixed Income Pool	4.3	4.2	4.2

Monthly Money Market Yield (annualized %)
(See Note 3)

	<u>Short-Term Fixed Income Pool</u>
July 2005	3.2%
August 2005	3.4
September 2005	3.5
October 2005	3.7
November 2005	4.0
December 2005	4.1
January 2006	4.2
February 2006	4.4
March 2006	4.5
April 2006	4.7
May 2006	4.7
June 2006	5.0

Schedule of Investment Performance
West Virginia Investment Management Board
For the Period July 1, 2005 to June 30, 2006

Note 1

This report represents the performance returns of the West Virginia Investment Management Board (IMB). It is prepared to comply with *West Virginia Code § 12-6-6(d)*, and is intended solely as an attestation of the returns for the periods indicated. For a more in depth discussion of the investment pools and participant plans, including returns for additional time periods, please refer to the IMB's annual report which may requested directly from the IMB at 500 Virginia Street East, Suite 200, Charleston, WV 25301 or on the web at www.wvimb.org.

Note 2

The Total Rate of Return for the investment pools is calculated using the Modified Dietz time weighted rate of return method. The Modified Dietz method weights each cash flow by the amount of time it is held in the portfolio. The formula for the Modified Dietz method is:

$$\text{RDIETZ} = \frac{\text{MVE} - \text{MVB} - \text{F}}{\text{MVB} + \text{FW}}$$

Note 3

The monthly money market yield represents the rate of income, net of expenses, earned during the respective month. The return is annualized over a 365-day or 366-day year, assuming no reinvestment of earnings.