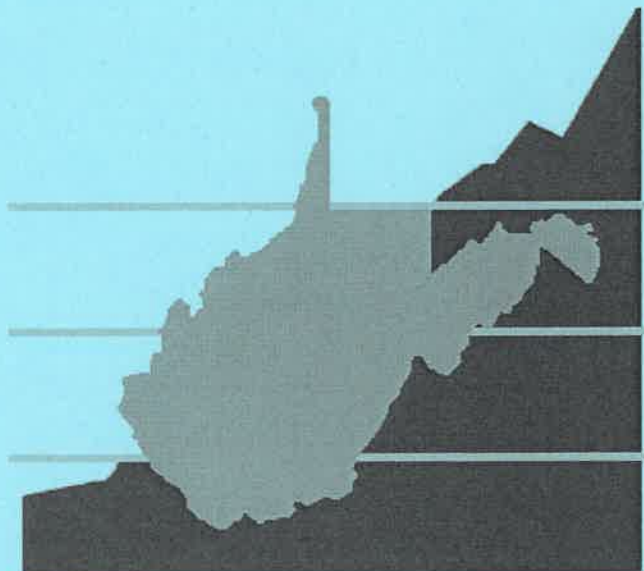


# West Virginia Investment Management Board



## 2007 Schedule of Investment Performance



**Summit Strategies Group**

August 31, 2007

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, 2007.

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, 2007, 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, 2006 to June 30, 2007**

**Trust Accounts**

	<b>Total Rate of Return*</b>
Public Employees' Retirement System	17.6%
Teachers' Retirement System	17.4
Public Safety, Death, Disability, and Retirement System	17.6
Deputy Sheriffs' Retirement System	17.5
Judges' Retirement System	17.5
State Police Retirement System	17.4
Workers' Compensation Old Fund	12.5
Workers' Compensation Self-Insured Guaranty Risk Pool	5.4
Workers' Compensation Uninsured Employers Fund	5.4
Pneumoconiosis	11.0
Board of Risk and Insurance Management	11.1
Public Employees Insurance Agency	9.9
Wildlife Endowment Fund	17.6
Revenue Shortfall Reserve Fund	14.7
Revenue Shortfall Reserve Fund B	17.5
Prepaid Tuition Trust Fund	17.6
Prepaid Tuition Trust Escrow	8.1

The Teachers' Employers Contribution Collection Account was invested from March 19, 2007 through June 30, 2007. The unannualized return for that period was 1.5%.

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

**Schedule of Investment Performance  
West Virginia Investment Management Board  
For the Period July 1, 2006 to June 30, 2007**

**Investment Pools**

	<b>Total Rates of Return</b>		
	<u>Gross of all fees</u>	<u>Net of manager fees</u>	<u>Net of all fees</u>
Large Cap Domestic Equity Pool	19.2%	19.0%	19.0%
Non-Large Cap Domestic Equity Pool	19.9	19.6	19.5
International Qualified Equity Pool	25.4	24.7	24.7
International Non-Qualified Equity Pool	25.3	24.4	24.3
International Equity Pool	40.3	39.5	39.3
Fixed Income Pool	8.7	8.6	8.6
Fixed Income Qualified Pool	6.8	6.8	6.8
Fixed Income Non-Qualified Pool	6.8	6.8	6.8
Short-Term Fixed Income Pool	5.5	5.4	5.4

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

	<u>Short-Term Fixed Income Pool</u>
July 2006	5.1%
August 2006	5.2
September 2006	5.2
October 2006	5.2
November 2006	5.3
December 2006	5.3
January 2007	5.2
February 2007	5.2
March 2007	5.2
April 2007	5.2
May 2007	5.2
June 2007	5.2

**Schedule of Investment Performance**  
**West Virginia Investment Management Board**  
**For the Period July 1, 2006 to June 30, 2007**

**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](http://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.