

\$126 Billion New York State CRF

September 30, 2009

<u>ASSET ALLOCATION POLICY</u> (1)	<u>POLICY ALLOCATION</u> (1) (2)
<u>EQUITY</u>	<u>70.0%</u> (2)
<u>Domestic</u>	<u>54.0%</u> (1) (2)
Publicly Traded	35.0% (1)
Private Equity	8.0% (1) (2)
Absolute Return Strategies	5.0% (1)
Real Estate	6.0% (1) (2)
<u>International/Global</u>	<u>16.0%</u> (1) (2)
<u>BONDS, CASH, MORTGAGES</u>	<u>22.5%</u> (1)
<u>INFLATION INDEXED BONDS</u>	<u>7.5%</u> (1)

<u>ASSET DISTRIBUTION</u>	
<u>EQUITY</u>	<u>69.7%</u>
<u>Domestic</u>	<u>53.3%</u>
Publicly Traded	37.2%
Private Equity	8.9%
Absolute Return Strategies	2.3%
Real Estate	4.9%
<u>International/Global</u>	<u>16.4%</u>
Developed	14.4%
Emerging	2.0%
<u>BONDS, CASH, MORTGAGES</u>	<u>21.1%</u>
<u>INFLATION INDEXED BONDS</u>	<u>9.2%</u>

(1) These strategic asset allocation policy limitations were established by the June 2003 Asset/Liability Study updated by the June 2005 Asset Allocation Analysis and updated by the September 2006 Asset Allocation Analysis.

(2) Certain asset classes have legal limitations (i.e., the 25% "basket bill" accommodates alternative investments, international and emerging markets, the 10% legal list for international equities accommodates certain domestic equity assets, as well as the developed international equity assets, and there is a 5% real estate limitation), and these legal limitations have been used in conjunction with the policy limitations to meet the goals of the Study.

