

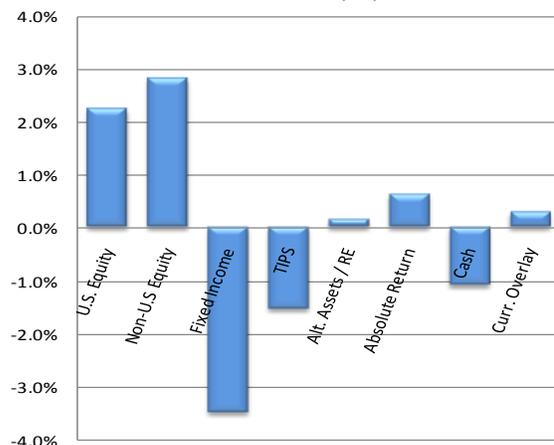


**Kentucky Retirement Systems**  
**Quarterly Investment Update** **March 31, 2010**

| <b>PENSION</b>         | <b>QTD</b> | <b>Fiscal Y-T-D</b> | <b>1 Yr Ended</b> | <b>3 Yrs Ended</b> | <b>5 Yrs Ended</b> | <b>10 Yrs Ended</b> |
|------------------------|------------|---------------------|-------------------|--------------------|--------------------|---------------------|
| <b>Total Fund</b>      |            |                     |                   |                    |                    |                     |
| KRS                    | 3.92%      | 20.96%              | 33.45%            | -0.37%             | 4.47%              | 3.38%               |
| Blended Index          | 3.45%      | 19.66%              | 35.23%            | 0.43%              | 4.43%              | 3.29%               |
| <b>Equities</b>        |            |                     |                   |                    |                    |                     |
| Domestic Equities      | 6.13%      | 31.73%              | 55.48%            | -3.90%             | 2.84%              | 0.30%               |
| Performance Benchmark  | 6.11%      | 30.60%              | 52.57%            | -3.88%             | 2.55%              | 0.50%               |
| Non-U.S. Equities      | 2.32%      | 27.11%              | 62.08%            | -3.30%             | 5.95%              | 1.59%               |
| Performance Benchmark  | 1.97%      | 26.58%              | 61.87%            | -5.06%             | 5.24%              | 2.00%               |
| Total Equities         | 4.51%      | 29.76%              | 57.90%            | -3.69%             | 3.78%              | 0.75%               |
| Performance Benchmark  | 4.46%      | 29.01%              | 55.81%            | -4.49%             | 3.13%              | 0.75%               |
| <b>Fixed Income</b>    |            |                     |                   |                    |                    |                     |
| Core Fixed Income      | 2.26%      | 8.46%               | 11.89%            | 4.20%              | 4.33%              | 5.72%               |
| Performance Benchmark  | 1.78%      | 5.80%               | 7.70%             | 6.14%              | 5.40%              | 6.26%               |
| TIPS                   | 0.47%      | 5.48%               | 6.05%             | 6.11%              | 4.88%              | 6.62%               |
| Performance Benchmark  | 0.56%      | 5.49%               | 6.18%             | 6.01%              | 4.82%              | 6.61%               |
| Total Fixed Income     | 1.65%      | 7.91%               | 10.50%            | 4.87%              | 4.56%              | 6.11%               |
| Performance Benchmark  | 1.44%      | 5.72%               | 7.28%             | 6.17%              | 5.28%              | 6.52%               |
| <b>Real Estate</b>     |            |                     |                   |                    |                    |                     |
| KRS                    | 1.00%      | -5.48%              | -5.48%            | -5.48%             | -5.48%             | -5.48%              |
| Performance Benchmark  | -2.11%     | -10.28%             | -10.28%           | -10.28%            | -10.28%            | -10.28%             |
| <b>Absolute Return</b> |            |                     |                   |                    |                    |                     |
| KRS                    | #N/A       | 1.12%               | 1.12%             | 1.12%              | 1.12%              | 1.12%               |
| Performance Benchmark  | #N/A       | 0.49%               | 0.49%             | 0.49%              | 0.49%              | 0.49%               |
| <b>Alternatives</b>    |            |                     |                   |                    |                    |                     |
| KRS                    | 5.18%      | 20.45%              | 11.25%            | -6.33%             | 5.28%              | 10.77%              |
| Performance Benchmark  | 5.38%      | 28.95%              | 53.44%            | 0.44%              | 4.59%              | 7.65%               |
| <b>Cash</b>            |            |                     |                   |                    |                    |                     |
| KRS                    | 0.14%      | 0.81%               | 0.88%             | 2.76%              | 3.68%              | 4.05%               |
| Performance Benchmark  | 0.01%      | 0.07%               | 0.12%             | 1.81%              | 2.77%              | 2.71%               |

|                  | <b>\$'s (millions)</b> | <b>Actual %</b> | <b>Target %</b> | <b>Diff</b> |
|------------------|------------------------|-----------------|-----------------|-------------|
| U.S. Equity      | \$3,597                | 32.2%           | 30.0%           | 2.2%        |
| Non-U.S. Equity  | 2,545                  | 22.8%           | 20.0%           | 2.8%        |
| Fixed Income     | 2,401                  | 21.5%           | 25.0%           | -3.5%       |
| TIPS             | 944                    | 8.5%            | 10.0%           | -1.5%       |
| Alt. Assets / RE | 1,356                  | 12.2%           | 12.0%           | 0.2%        |
| Absolute Return  | 71                     | 0.6%            | 0.0%            | 0.6%        |
| Cash             | 213                    | 1.9%            | 3.0%            | -1.1%       |
| Curr. Overlay    | 32                     | 0.3%            | 0.0%            | 0.3%        |
| <b>Total</b>     | <b>\$11,158</b>        | <b>100.0%</b>   | <b>100.0%</b>   | <b>0.0%</b> |

**Actual V. Target Deviation**  
Pension as of 03/31/10





| Kentucky Retirement Systems<br>Quarterly Investment Update |        |              |            |             |             |              | March 31, 2010 |
|--|--------|--------------|------------|-------------|-------------|--------------|----------------|
| INSURANCE  | QTD    | Fiscal Y-T-D | 1 Yr Ended | 3 Yrs Ended | 5 Yrs Ended | 10 Yrs Ended |                |
| <b>Total Fund</b>  |        |              |            |             |             |              |                |
| KRS  | 4.31%  | 25.38%       | 43.94%     | -2.20%      | 3.88%       | 3.16%        |                |
| Blended Index  | 3.73%  | 24.59%       | 45.97%     | -2.47%      | 3.42%       | 2.46%        |                |
| <b>Equities</b>  |        |              |            |             |             |              |                |
| Domestic Equities  | 6.56%  | 36.60%       | 66.58%     | -4.18%      | 2.51%       | 0.96%        |                |
| Performance Benchmark                                      | 5.79%  | 30.11%       | 51.33%     | -3.85%      | 2.27%       | 0.05%        |                |
| Non-U.S. Equities  | 1.95%  | 26.27%       | 59.86%     | -2.70%      | 6.68%       | 1.97%        |                |
| Performance Benchmark                                      | 1.55%  | 25.41%       | 60.38%     | -5.35%      | 5.04%       | 5.04%        |                |
| Total Equities   | 4.80%  | 32.58%       | 63.84%     | -4.57%      | 3.19%       | 1.38%        |                |
| Performance Benchmark                                      | 3.98%  | 28.12%       | 54.71%     | -4.65%      | 2.70%       | 0.76%        |                |
| <b>Fixed Income</b>  |        |              |            |             |             |              |                |
| TIPS   | 3.98%  | 28.12%       | 54.71%     | -4.65%      | 2.70%       | 0.76%        |                |
| Performance Benchmark                                      | 0.00%  | 0.00%        | 0.00%      | 0.00%       | 0.00%       | 0.00%        |                |
| <b>Real Estate</b>   |        |              |            |             |             |              |                |
| KRS  | -8.73% | -16.58%      | -16.58%    | -16.58%     | -16.58%     | -16.58%      |                |
| Performance Benchmark                                      | -2.11% | -10.28%      | -10.28%    | -10.28%     | -10.28%     | -10.28%      |                |
| <b>Absolute Return</b>                                     |        |              |            |             |             |              |                |
| KRS  | #N/A   | 1.12%        | 1.12%      | 1.12%       | 1.12%       | 1.12%        |                |
| Performance Benchmark                                      | #N/A   | 0.49%        | 0.49%      | 0.49%       | 0.49%       | 0.49%        |                |
| <b>Alternatives</b>  |        |              |            |             |             |              |                |
| KRS  | 5.75%  | 23.99%       | 21.64%     | -1.96%      | 3.35%       | 5.23%        |                |
| Performance Benchmark                                      | 5.59%  | 29.55%       | 52.40%     | -1.71%      | 3.44%       | 3.36%        |                |
| <b>Cash</b>  |        |              |            |             |             |              |                |
| KRS  | 0.05%  | 0.17%        | 0.23%      | 2.20%       | 3.39%       | 3.27%        |                |
| Performance Benchmark                                      | 0.01%  | 0.07%        | 0.12%      | 1.80%       | 2.76%       | 2.71%        |                |

**Actual V. Target Deviation**  
Insurance as of 03/31/10

|                  | \$'s (millions) | Actual % | Target % | Difference |
|------------------|-----------------|----------|----------|------------|
| U.S. Equity      | \$1,158         | 44.6%    | 40.0%    | 4.6%       |
| Non-U.S. Equity  | 684             | 26.3%    | 30.0%    | -3.7%      |
| TIPS             | 269             | 10.4%    | 12.0%    | -1.6%      |
| Alt. Assets / RE | 206             | 7.9%     | 15.0%    | -7.1%      |
| Absolute Return  | 30              | 1.2%     | 0.0%     | 1.2%       |
| Cash             | 239             | 9.2%     | 3.0%     | 6.2%       |
| Curr. Overlay    | 12              | 0.4%     | 0.0%     | 0.4%       |
| Total            | \$2,597         | 100%     | 100%     | 0%         |

