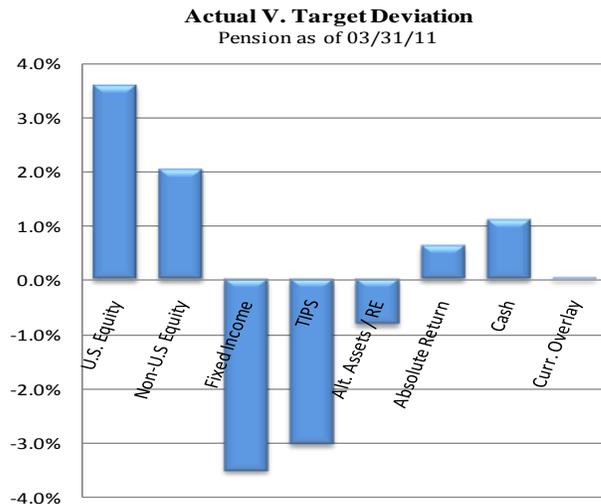




PENSION	QTD	Fiscal Y-T-D	1 Yr Ended	3 Yrs Ended	5 Yrs Ended	10 Yrs Ended	Since Incep.
<b>Total Fund</b>							
KRS	3.45%	17.45%	12.42%	3.65%	4.31%	5.83%	9.76%
Blended Index	3.57%	19.04%	12.57%	4.27%	4.71%	5.85%	9.86%
<b>Equities</b>							
Domestic Equities	6.91%	33.48%	18.44%	4.17%	3.17%	4.47%	11.26%
Performance Benchmark	6.43%	32.51%	17.88%	3.78%	3.00%	4.52%	11.09%
Non-U.S. Equities	2.89%	28.51%	13.30%	1.91%	3.81%	6.39%	2.63%
Performance Benchmark	3.49%	30.07%	14.03%	-0.04%	3.33%	6.92%	3.06%
Total Equities	5.28%	31.42%	16.29%	3.30%	3.28%	5.06%	11.37%
Performance Benchmark	5.24%	31.57%	16.42%	2.11%	2.84%	5.01%	11.14%
<b>Fixed Income</b>							
Core Fixed Income	0.53%	2.06%	5.52%	4.36%	4.98%	5.10%	8.04%
Performance Benchmark	0.43%	1.60%	5.14%	5.31%	6.01%	5.61%	8.10%
TIPS	2.03%	3.96%	8.10%	4.03%	6.32%	-	6.77%
Performance Benchmark	2.09%	3.95%	7.92%	3.93%	6.25%	-	6.74%
Total Fixed Income	1.07%	3.26%	6.98%	4.53%	5.59%	5.64%	8.24%
Performance Benchmark	0.89%	2.25%	5.92%	4.95%	6.12%	5.94%	8.10%
<b>Real Estate</b>							
KRS	6.94%	18.35%	21.56%	-	-	-	9.17%
Performance Benchmark	4.62%	12.25%	13.11%	-	-	-	0.93%
<b>Absolute Return</b>							
KRS	4.29%	4.94%	2.30%	-	-	-	3.45%
Performance Benchmark	1.60%	5.37%	6.94%	-	-	-	7.46%
<b>Alternatives</b>							
KRS	2.26%	7.89%	13.53%	-1.82%	2.20%	10.36%	10.79%
Performance Benchmark	5.32%	24.63%	16.12%	7.27%	5.57%	6.78%	9.48%
<b>Cash</b>							
KRS	0.05%	0.31%	0.80%	1.27%	2.98%	3.45%	4.90%
Performance Benchmark	0.03%	0.09%	0.12%	0.46%	2.09%	2.12%	4.05%

	\$'s (millions)	Actual %	Target %	Diff
U.S. Equity	\$3,896	33.6%	30.0%	3.6%
Non-U.S. Equity	\$2,555	22.0%	20.0%	2.0%
Fixed Income	\$2,493	21.5%	25.0%	-3.5%
TIPS	\$809	7.0%	10.0%	-3.0%
Alt. Assets / RE	1,297	11.2%	12.0%	-0.8%
Absolute Return	72	0.6%	0.0%	0.6%
Cash	477	4.1%	3.0%	1.1%
Curr. Overlay	4	0.0%	0.0%	0.0%
Total	\$11,603	100.0%	100.0%	0.0%





**Kentucky Retirement Systems**  
**Quarterly Investment Update** **March 31, 2011**

<b>INSURANCE</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>Since Incep.</b>
<b>Total Fund</b>							
KRS	4.46%	23.16%	13.41%	2.59%	3.52%	5.41%	8.00%
Blended Index	4.74%	26.04%	14.39%	2.56%	3.56%	4.98%	8.04%
<b>Equities</b>							
Domestic Equities	7.14%	38.36%	20.27%	4.75%	3.54%	4.57%	9.09%
Performance Benchmark	6.27%	31.67%	16.97%	3.20%	2.96%	3.98%	8.50%
Non-U.S. Equities	3.02%	27.72%	12.19%	1.16%	3.85%	7.41%	2.86%
Performance Benchmark	3.74%	29.56%	12.99%	-0.66%	2.95%	6.73%	2.10%
Total Equities	5.62%	34.33%	17.21%	2.56%	2.96%	5.13%	9.18%
Performance Benchmark	5.17%	30.79%	15.32%	1.39%	2.58%	4.29%	8.83%
<b>Fixed Income</b>							
TIPS	1.70%	4.01%	8.10%	4.04%	6.30%	6.68%	7.21%
Performance Benchmark	1.80%	3.95%	7.92%	3.93%	6.25%	6.74%	7.35%
<b>Real Estate</b>							
KRS	8.14%	22.37%	40.25%	-	-	-	10.42%
Performance Benchmark	4.62%	12.25%	13.11%	-	-	-	0.93%
<b>Absolute Return</b>							
KRS	4.50%	5.14%	1.95%	-	-	-	2.85%
Performance Benchmark	1.60%	5.37%	6.94%	-	-	-	6.87%
<b>Alternatives</b>							
KRS	6.31%	16.57%	18.47%	3.11%	4.11%	-	6.52%
Performance Benchmark	5.80%	28.14%	16.59%	5.26%	4.28%	-	4.64%
<b>Cash</b>							
KRS	0.11%	0.23%	0.32%	0.63%	2.56%	2.70%	3.67%
Performance Benchmark	0.03%	0.09%	0.12%	0.46%	2.09%	2.11%	3.38%

\*Core fixed income was introduced into the portfolio mid March, thus no performance was calculated for this quarter.

	<b>\$'s (millions)</b>	<b>Actual %</b>	<b>Target %</b>	<b>Diff</b>
U.S. Equity	\$1,335	44.2%	40.0%	4.2%
Non-U.S. Equity	754	24.9%	30.0%	-5.1%
Fixed Income	121	4.0%	0.0%	4.0%
TIPS	285	9.4%	12.0%	-2.6%
Alt. Assets / RE	253	8.4%	15.0%	-6.6%
Absolute Return	31	1.0%	0.0%	1.0%
Cash	243	8.0%	3.0%	5.0%
Curr. Overlay	1	0.0%	0.0%	0.0%
<b>Total</b>	<b>\$3,023</b>	<b>100%</b>	<b>100%</b>	<b>0%</b>

**Actual V. Target Deviation**  
Insurance as of 03/31/11

