



MEABF of Chicago

Municipal Employees' Annuity & Benefit Fund

Monthly Update

September 30, 2011

Preliminary Market Values

September 30, 2011

Asset Class	Investment Manager	Market Values	Allocation	Target
Fixed Income - Enhanced Index	Neuberger Berman	\$292,531,060	6.2%	
Fixed Income - Core	LM Capital	\$365,980,895	7.7%	20.0%
Fixed Income - Core	UBS	\$107,201,800	2.3%	
Fixed Income - Intermediate	Segall, Bryant, & Hamill	\$334,186,311	7.1%	
Fixed Income - High Yield	MacKay Shields	\$106,778,720	2.3%	
Fixed Income - Opportunistic	RBC Global	\$70,737,207	1.5%	
Fixed Income - Senior Loan	Symphony	\$88,088,832	1.9%	5.0%
Total Fixed Income		\$1,365,504,825	28.8%	25.0%
All-Cap Core Equity	FIS Group	\$121,299,122	2.6%	2.0%
Large-Cap Value Equity	Great Lakes	\$117,789,793	2.5%	2.0%
Large-Cap Value Equity	Rhumblin	\$107,076,338	2.3%	2.0%
Large-Cap Core Equity	Rhumblin	\$270,474,165	5.7%	5.0%
Large-Cap Growth Equity	CastleArk	\$118,632,752	2.5%	2.0%
Large-Cap Growth Equity	Holland	\$122,451,154	2.6%	2.0%
Mid-Cap Core Equity	Earnest	\$74,501,435	1.6%	1.7%
Mid-Cap Growth Equity	William Blair	\$79,841,788	1.7%	1.7%
Mid-Cap Growth Equity	Geneva Capital	\$84,139,705	1.8%	1.7%
SMID-Cap Value Equity	Ariel	\$92,031,475	1.9%	2.5%
Small-Cap Value Equity	Keeley	\$117,936,168	2.5%	2.5%
Total U.S. Equity		\$1,306,173,895	27.6%	25.0%
International Core Equity	NTGI ACWI ex. U.S.	\$248,338,055	5.2%	
International Value Equity	LSV	\$132,034,283	2.8%	
International Growth Equity	MacKay Shields	\$87,881,439	1.9%	13.0%
International Growth Equity	Walter Scott	\$95,062,527	2.0%	
Int'l Small-Cap Equity	NTGI Small-Cap International	\$221,541,587	4.7%	5.0%
Int'l Emerging Core Equity	William Blair	\$134,447,014	2.8%	2.0%
Total International Equity		\$919,304,905	19.4%	20.0%
Hedged Equity Fund of Funds	K2 Advisors	\$230,729,865	4.9%	5.0%
¹ Hedged Equity Fund of Funds	Rock Creek	\$240,799,108	5.1%	5.0%
Total Hedged Equity		\$471,528,973	10.0%	10.0%
Total Private Equity		\$210,426,895	4.4%	10.0%
Total Real Estate		\$376,827,454	8.0%	10.0%
Cash	Various Cash Accounts	\$88,757,266	1.9%	
Total Cash Equivalents		\$88,757,266	1.9%	0.0%
TOTAL PORTFOLIO		\$4,738,524,212	100.0%	100.0%

¹ Market value estimated using September 2011 preliminary return.

Total Fund Preliminary Performance (Net of Fees)*

September 30, 2011

	Annualized							Calendar Year				
	Month	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	2010	2009	2008	2007	2006
Total Fund - Gross	-4.9%	-4.7%	1.9%	6.3%	4.5%	-1.1%	2.0%	14.4%	19.8%	-28.4%	7.6%	13.0%
Total Fund - Net	-4.9%	-4.9%	1.5%	6.0%	4.2%	-1.4%	1.6%	14.1%	19.5%	-28.7%	7.3%	12.7%
Benchmark												
Actuarial Rate of Return	---	---	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
Total Fixed Income Composite	0.2%	5.1%	4.9%	7.6%	8.4%	5.2%	5.2%	8.0%	12.5%	-4.6%	5.3%	4.6%
Benchmark												
BarCap Aggregate	0.7%	6.7%	5.3%	6.7%	8.0%	6.9%	6.5%	6.5%	5.9%	5.2%	7.0%	4.3%
Total U.S. Equity Composite	-8.4%	-10.5%	0.8%	7.4%	3.3%	-3.6%	0.2%	20.6%	34.7%	-38.7%	5.4%	12.8%
Benchmark												
Wilshire 5000	-7.7%	-9.9%	0.6%	5.7%	1.5%	-4.8%	-0.8%	17.2%	29.4%	-37.3%	5.7%	15.9%
Total International Equity Composite	-10.7%	-15.6%	-8.7%	0.2%	5.9%	-3.2%	2.6%	15.3%	42.1%	-36.6%	14.4%	30.0%
Benchmark												
MSCI EAFE	-9.5%	-15.0%	-9.4%	-3.3%	-1.1%	-9.5%	-3.5%	7.8%	31.8%	-43.4%	11.2%	26.3%
Total Hedge Fund Composite	-3.7%	-6.8%	-2.7%	-0.3%	---	---	---	5.3%	---	---	---	---
Benchmark												
HFRX Hedged Equity	-4.9%	-18.4%	-12.7%	-5.1%	-4.6%	-7.3%	-3.8%	8.9%	13.1%	-25.5%	3.2%	9.2%

* Current Data is preliminary

Preliminary Annualized Fixed Income Investment Manager Performance (Gross of Fees)

September 30, 2011

	Month	Annualized						Calendar Year				
		YTD	1 Year	2 Year	3 Year	4 Year	5 Year	2010	2009	2008	2007	2006
Core Fixed Income												
LM Capital	0.2%	6.3%	4.7%	6.7%	---	---	---	6.3%	---	---	---	---
UBS	0.8%	5.9%	5.4%	---	---	---	---	---	---	---	---	---
Benchmark												
BarCap Aggregate	0.7%	6.7%	5.3%	6.7%	8.0%	6.9%	6.5%	6.5%	5.9%	5.2%	7.0%	4.3%
Enhanced Index Fixed Income												
Neuberger Berman	0.5%	6.0%	5.3%	8.2%	9.5%	7.1%	6.7%	8.8%	13.0%	-1.7%	6.2%	4.5%
Benchmark												
BarCap Aggregate	0.7%	6.7%	5.3%	6.7%	8.0%	6.9%	6.5%	6.5%	5.9%	5.2%	7.0%	4.3%
Intermediate Fixed Income												
Segall, Bryant, & Hamill	0.3%	5.4%	4.1%	6.4%	---	---	---	6.8%	---	---	---	---
Benchmark												
BarCap Intermediate Gov't/Credit	-0.1%	4.9%	3.4%	5.6%	7.0%	6.0%	5.9%	5.9%	5.2%	5.1%	7.4%	4.1%
High Yield Fixed Income												
MacKay Shields	-1.6%	1.6%	4.7%	9.8%	---	---	---	12.9%	---	---	---	---
Benchmark												
BarCap High Yield	-5.0%	-2.2%	-0.3%	8.7%	13.5%	6.9%	7.2%	14.8%	59.4%	-26.9%	3.2%	13.7%
BarCap US HY Ba Index	-2.3%	1.2%	2.9%	10.2%	13.8%	8.5%	8.0%	14.6%	46.1%	-17.5%	1.8%	10.1%
Opportunistic Fixed Income												
RBC Global	-0.1%	5.1%	10.3%	---	---	---	---	20.9%	---	---	---	---
Benchmark												
BarCap Aggregate	0.7%	6.7%	5.3%	6.7%	8.0%	6.9%	6.5%	6.5%	5.9%	5.2%	7.0%	4.3%
Senior Loan Fixed Income												
Symphony	1.0%	0.0%	3.8%	6.6%	---	---	---	12.1%	---	---	---	---
Benchmark												
CSFB Leveraged Loan	0.3%	-0.9%	2.4%	6.3%	6.8%	3.0%	3.2%	10.0%	44.9%	-28.8%	1.9%	7.3%

Signifies Underperformance

Preliminary Annualized U.S. Equity Investment Manager Performance (Gross of Fees)

September 30, 2011

	Month	YTD	Annualized					Calendar Year				
			1 Year	2 Year	3 Year	4 Year	5 Year	2010	2009	2008	2007	2006
All-Cap Core Equity												
FIS Group	-9.6%	-12.8%	-1.5%	---	---	---	---	---	---	---	---	---
Benchmark												
50% Russell 1000 / 50% Russell 2000	-9.3%	-13.2%	-1.3%	5.2%	0.7%	-4.4%	-0.9%	21.4%	28.0%	-35.6%	2.1%	17.0%
Large-Cap Value Equity												
Great Lakes	-7.0%	-6.5%	1.6%	9.5%	2.2%	-5.0%	-0.2%	18.0%	22.9%	-37.3%	7.4%	15.5%
Rhumblin	-6.8%	---	---	---	---	---	---	---	---	---	---	---
Benchmark												
Russell 1000 Value	-7.6%	-11.2%	-1.9%	3.4%	-1.5%	-7.6%	-3.5%	15.5%	19.7%	-36.9%	-0.2%	22.3%
Russell Top 200 Value	-6.8%	-10.5%	-1.8%	1.9%	-2.9%	-8.9%	-4.6%	11.7%	14.6%	-36.1%	0.3%	23.0%
Large-Cap Core Equity												
Rhumblin	-6.8%	-8.4%	1.4%	5.6%	1.5%	---	---	14.8%	26.6%	---	---	---
Benchmark												
S&P 500	-7.0%	-8.7%	1.1%	5.6%	1.2%	-5.2%	-1.2%	15.1%	26.5%	-37.0%	5.5%	15.8%
Large-Cap Growth Equity												
CastleArk	-7.8%	-9.0%	5.4%	8.0%	3.7%	-3.2%	2.4%	21.7%	37.4%	-44.9%	25.6%	5.4%
Holland	-6.8%	-5.3%	4.0%	9.2%	6.9%	0.7%	3.1%	16.1%	40.5%	-33.8%	9.4%	6.8%
Benchmark												
Russell 1000 Growth	-7.4%	-7.2%	3.8%	8.1%	4.7%	-2.4%	1.6%	16.7%	37.2%	-38.4%	11.8%	9.1%
Mid-Cap Core Equity												
Ernest	-10.9%	-12.8%	-1.1%	8.5%	3.2%	-1.7%	---	26.8%	43.3%	-41.4%	8.7%	---
Benchmark												
Russell MidCap	-9.6%	-12.3%	-0.9%	7.9%	4.0%	-3.4%	0.6%	25.5%	40.5%	-41.5%	5.6%	15.3%
Mid-Cap Growth Equity												
Geneva Capital	-7.6%	-7.9%	6.5%	---	---	---	---	31.0%	---	---	---	---
William Blair	-8.8%	-6.1%	6.8%	11.2%	7.1%	-0.8%	---	25.4%	36.2%	-38.4%	12.8%	---
Benchmark												
Russell MidCap Growth	-10.1%	-11.6%	0.8%	9.2%	5.9%	-2.8%	1.6%	26.4%	46.3%	-44.3%	11.4%	10.7%
¹ WB Custom Benchmark	-10.1%	-11.6%	0.8%	9.2%	3.0%	-2.7%	0.7%	26.4%	32.8%	-36.8%	1.4%	16.2%
SMID-Cap Value Equity												
Ariel	-13.6%	-22.9%	-12.3%	2.5%	2.6%	-5.1%	-1.4%	26.6%	66.3%	-47.0%	-0.3%	10.2%
Benchmark												
Russell 2500 Value	-10.7%	-16.3%	-4.7%	4.6%	0.1%	-4.2%	-1.7%	24.8%	27.7%	-32.0%	-7.3%	20.2%
Small-Cap Value Equity												
Keeley	-10.2%	-15.2%	-0.8%	7.8%	0.6%	-5.5%	-0.9%	27.3%	38.9%	-45.2%	6.1%	16.7%
Benchmark												
² Custom Benchmark	-10.9%	-18.5%	-6.0%	2.5%	-1.6%	-6.7%	-2.9%	24.5%	29.2%	-38.4%	-1.4%	20.2%

¹ Custom Benchmark is currently Russell MidCap Growth. Before 6/1/09, it is Russell 2500.

² Custom Benchmark is currently Russell 2000 Value. Before 8/1/09, it is Russell MidCap Value.

Signifies Underperformance

Preliminary Annualized International and Hedged Equity Investment Manager Performance (Gross of Fees)
September 30, 2011

	Annualized							Calendar Year				
	Month	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	2010	2009	2008	2007	2006
International Core Equity												
NTGI ACWI ex. U.S.	-11.1%	-16.5%	-10.5%	-1.8%	---	---	---	11.4%	41.7%	---	---	---
Benchmark												
MSCI ACWI ex. U.S.	-11.1%	-16.5%	-10.4%	-1.6%	1.0%	-7.9%	-1.1%	11.6%	42.1%	-47.1%	14.1%	23.9%
International Value Equity												
LSV	-9.0%	-13.8%	-7.1%	-1.4%	1.3%	-8.7%	-3.1%	12.6%	35.3%	-44.8%	2.7%	32.6%
Benchmark												
MSCI EAFE Value	-8.2%	-14.5%	-10.0%	-5.9%	-1.7%	-10.5%	-4.8%	3.3%	34.2%	-44.1%	6.0%	30.4%
International Growth Equity												
MacKay Shields	-10.1%	-14.7%	-9.8%	-4.7%	0.8%	-4.7%	0.0%	5.9%	21.8%	-25.0%	7.5%	32.5%
Walter Scott	-8.4%	-10.9%	-5.4%	1.6%	3.0%	-2.9%	1.6%	12.3%	30.6%	-33.5%	12.9%	19.9%
Benchmark												
MSCI EAFE Growth	-10.8%	-15.4%	-8.8%	-0.6%	-0.6%	-8.5%	-2.2%	12.3%	29.4%	-42.7%	16.5%	22.3%
International Small-Cap Equity												
NTGI Small-Cap International	-11.3%	-15.9%	-5.1%	2.7%	---	---	---	24.5%	51.0%	---	---	---
Benchmark												
MSCI World ex USA Small-Cap	-11.5%	-16.4%	-5.6%	2.3%	6.3%	-6.1%	-1.2%	24.5%	50.8%	-47.0%	1.5%	19.3%
International Emerging Core Equity												
William Blair	-12.3%	-19.3%	-14.3%	5.2%	6.9%	-7.7%	2.3%	24.8%	80.1%	-61.7%	35.1%	41.0%
Benchmark												
MSCI EM	-14.6%	-21.9%	-16.2%	0.4%	6.3%	-5.4%	4.9%	18.9%	78.5%	-53.3%	39.4%	32.2%
Hedged Equity Fund of Funds												
K2 Advisors	-4.2%	-8.3%	-3.9%	-1.6%	---	---	---	4.5%	---	---	---	---
Rock Creek	-3.3%	-5.3%	-1.6%	1.0%	---	---	---	6.0%	---	---	---	---
Benchmark												
HFRX Hedged Equity	-4.9%	-18.4%	-12.7%	-5.1%	-4.6%	-7.3%	-3.8%	8.9%	13.1%	-25.5%	3.2%	9.2%
Wilshire 5000	-7.7%	-9.9%	0.6%	5.7%	1.5%	-4.8%	-0.8%	17.2%	29.4%	-37.3%	5.7%	15.9%

Signifies Underperformance

Preliminary Since Inception Annualized Performance
September 30, 2011

Asset Class	Benchmark	Manager	From	Performance		Difference
				Manager	Benchmark	
SMID-Cap Value Equity	Custom Benchmark ¹	Ariel	July-84	11.9%	10.7%	1.2%
Large-Cap Value Equity	Russell 1000 Value	Great Lakes	April-91	9.2%	8.5%	0.7%
Small-Cap Value Equity	Custom Benchmark	Keeley	January-93	10.9%	9.2%	1.7%
Enhanced Index Fixed Income	BarCap Aggregate	Neuberger Berman	June-01	6.2%	6.0%	0.2%
Large-Cap Growth Equity	Russell 1000 Growth	Holland	November-02	6.3%	5.3%	1.0%
Large-Cap Growth Equity	Russell 1000 Growth	CastleArk	August-04	5.4%	3.6%	1.8%
International Growth Equity	MSCI EAFE Growth	MacKay Shields	December-04	4.5%	2.5%	2.0%
International Growth Equity	MSCI EAFE Growth	Walter Scott	December-04	6.0%	2.5%	3.5%
International Value Equity	MSCI EAFE Value	LSV	May-05	2.5%	1.0%	1.5%
Int'l Emerging Core Equity	MSCI EM	William Blair	August-05	9.1%	8.8%	0.3%
Mid-Cap Core Equity	Russell MidCap	Earnest	December-06	0.1%	-1.0%	1.0%
Mid-Cap Growth Equity	Custom Benchmark	William Blair	January-07	2.8%	-1.1%	3.8%
Large-Cap Core Equity	S&P 500	Rhumblin	September-08	-1.4%	-1.8%	0.4%
International Core Equity	MSCI ACWI ex. U.S.	NTGI ACWI ex. U.S.	November-08	9.8%	10.0%	-0.2%
Int'l Small-Cap Equity	MSCI Small-Cap International	MSCI World Ex USA Small Cap	November-08	17.7%	17.3%	0.4%
² Hedged Equity Fund of Funds	HFRX Hedged Equity	K2 Advisors	February-09	1.0%	0.3%	0.7%
² Hedged Equity Fund of Funds	HFRX Hedged Equity	Rock Creek	February-09	2.6%	0.3%	2.4%
Core Fixed Income	BarCap Aggregate	LM Capital	April-09	8.2%	7.7%	0.6%
Fixed Income - Intermediate	BarCap Int. Gov/Credit	Segall, Bryant, & Hamill	May-09	7.6%	6.5%	1.0%
Fixed Income - High Yield	BarCap High Yield	MacKay Shields	May-09	16.0%	19.1%	-3.2%
Fixed Income - Senior Loan	CSFB Leveraged Loan	Symphony	September-09	9.1%	7.7%	1.4%
Fixed Income - Opportunistic	BarCap Aggregate	RBC Global	November-09	18.5%	6.7%	11.8%
Mid-Cap Growth Equity	Russell MidCap Growth	Geneva Capital	December-09	14.2%	9.8%	4.4%
Core Fixed Income	BarCap Aggregate	UBS	August-10	5.9%	5.7%	0.2%
All-Cap Core Equity	50% Russell 1000 / 50% Russell 2000	FIS Group	August-10	2.5%	2.5%	0.0%
Large-Cap Value Equity	Russell Top 200 Value	Rhumblin	June-11	-16.7%	-16.8%	0.1%

¹ Ariel Custom Benchmark is Russell 2500 Value, and prior to March 2002, the Russell 2000 Value.

² Net of Fees