



MEABF of Chicago

Municipal Employees' Annuity & Benefit Fund

Monthly Update
January 31, 2012

Preliminary Market Values

January 31, 2012

Asset Class	Investment Manager	Market Values	Allocation	Target
Fixed Income - Enhanced Index	Neuberger Berman	\$290,211,299	5.8%	
Fixed Income - Core	LM Capital	\$333,588,281	6.6%	20.0%
Fixed Income - Core	UBS	\$109,835,405	2.2%	
Fixed Income - Intermediate	Segall, Bryant, & Hamill	\$305,226,439	6.1%	
Fixed Income - High Yield	MacKay Shields	\$115,279,741	2.3%	
Fixed Income - Opportunistic	RBC Global	\$72,775,800	1.4%	
Fixed Income - Senior Loan	Symphony	\$94,126,252	1.9%	5.0%
Total Fixed Income		\$1,321,043,218	26.3%	25.0%
All-Cap Core Equity	FIS Group	\$145,603,572	2.9%	2.0%
Large-Cap Value Equity	Great Lakes	\$137,191,232	2.7%	2.0%
Large-Cap Value Equity	Herndon	\$128,224,155	2.6%	2.0%
Large-Cap Core Equity	Rhumblin	\$275,982,233	5.5%	5.0%
Large-Cap Growth Equity	CastleArk	\$129,560,423	2.6%	2.0%
Large-Cap Growth Equity	Holland	\$142,171,252	2.8%	2.0%
Mid-Cap Core Equity	Earnest	\$91,252,412	1.8%	1.7%
Mid-Cap Growth Equity	William Blair	\$93,148,051	1.9%	1.7%
Mid-Cap Growth Equity	Geneva Capital	\$100,498,380	2.0%	1.7%
SMID-Cap Value Equity	Ariel	\$117,762,815	2.3%	2.5%
Small-Cap Value Equity	Keeley	\$143,082,343	2.8%	2.5%
Total U.S. Equity		\$1,504,476,867	29.9%	25.0%
International Core Equity	NTGI ACWI ex. U.S.	\$275,000,478	5.5%	
International Value Equity	LSV	\$143,434,274	2.9%	
International Growth Equity	Madison Square	\$96,807,639	1.9%	13.0%
International Growth Equity	Walter Scott	\$100,469,073	2.0%	
Int'l Small-Cap Equity	NTGI Small-Cap International	\$241,701,963	4.8%	5.0%
Int'l Emerging Core Equity	William Blair	\$152,919,651	3.0%	2.0%
Total International Equity		\$1,010,333,079	20.1%	20.0%
Hedged Equity Fund of Funds	K2 Advisors	\$245,756,160	4.9%	5.0%
¹ Hedged Equity Fund of Funds	Rock Creek	\$250,429,184	5.0%	5.0%
Total Hedged Equity		\$496,185,344	9.9%	10.0%
Total Private Equity		\$210,252,846	4.2%	10.0%
Total Real Estate		\$403,639,043	8.0%	10.0%
Cash	Various Cash Accounts	\$79,471,809	1.6%	
Total Cash Equivalents		\$79,471,809	1.6%	0.0%
TOTAL PORTFOLIO		\$5,025,402,205	100.0%	100.0%

¹ Market value estimated using December 2011 preliminary return.

Total Fund Preliminary Performance (Net of Fees)*

January 31, 2012

	Annualized							Calendar Year				
	Month	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	2011	2010	2009	2008	2007
Total Fund - Gross	3.8%	3.8%	3.1%	10.1%	14.2%	2.6%	2.4%	0.1%	14.5%	19.8%	-28.4%	7.6%
Total Fund - Net	3.8%	3.8%	2.8%	9.8%	13.9%	2.4%	2.2%	-0.1%	14.1%	19.5%	-28.7%	7.3%
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	1.4%	1.4%	7.7%	7.5%	9.2%	5.2%	5.5%	6.9%	8.0%	12.5%	-4.6%	5.3%
Benchmark												
BarCap Aggregate	0.9%	0.9%	8.7%	6.9%	7.4%	6.2%	6.7%	7.8%	6.5%	5.9%	5.2%	7.0%
Total U.S. Equity Composite	5.8%	5.8%	4.5%	15.6%	23.2%	3.4%	2.1%	0.7%	20.6%	34.7%	-38.7%	5.4%
Benchmark												
Wilshire 5000	4.9%	4.9%	3.7%	13.4%	20.2%	1.6%	0.7%	1.0%	17.2%	29.4%	-37.3%	5.7%
Total International Equity Composite	7.2%	7.2%	-7.5%	5.5%	18.1%	1.7%	2.1%	-13.5%	15.3%	42.1%	-36.6%	14.4%
Benchmark												
MSCI EAFE	5.3%	5.3%	-9.6%	2.1%	13.4%	-4.9%	-3.9%	-12.1%	7.8%	31.8%	-43.4%	11.2%
Total Hedge Fund Composite	3.0%	3.0%	-2.0%	2.3%	3.4%	---	---	-4.8%	5.3%	---	---	---
Benchmark												
HFRX Hedged Equity	2.1%	2.1%	-17.3%	-4.8%	0.6%	-5.9%	-5.1%	-19.1%	8.9%	13.1%	-25.5%	3.2%
Total Real Estate Composite	---	---	---	---	---	---	---	15.2%	17.8%	-31.2%	-15.5%	15.3%
Benchmark												
NCREIF	---	---	---	---	---	---	---	14.3%	13.1%	-16.9%	-6.5%	15.8%

* Current Data is preliminary

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

January 31, 2012

	Month	Annualized						Calendar Year				
		YTD	1 Year	2 Year	3 Year	4 Year	5 Year	2011	2010	2009	2008	2007
Core Fixed Income												
LM Capital	1.2%	1.2%	8.3%	6.6%	---	---	---	7.4%	6.3%	---	---	---
UBS	1.1%	1.1%	8.3%	---	---	---	---	7.4%	---	---	---	---
Benchmark												
BarCap Aggregate	0.9%	0.9%	8.7%	6.9%	7.4%	6.2%	6.7%	7.8%	6.5%	5.9%	5.2%	7.0%
Enhanced Index Fixed Income												
Neuberger Berman	1.1%	1.1%	8.7%	7.8%	10.2%	6.7%	7.0%	7.6%	8.8%	13.0%	-1.7%	6.2%
Benchmark												
BarCap Aggregate	0.9%	0.9%	8.7%	6.9%	7.4%	6.2%	6.7%	7.8%	6.5%	5.9%	5.2%	7.0%
Intermediate Fixed Income												
Segall, Bryant, & Hamill	1.0%	1.0%	7.1%	6.2%	---	---	---	6.4%	6.8%	---	---	---
Benchmark												
BarCap Intermediate Gov't/Credit	1.0%	1.0%	6.5%	5.7%	6.1%	5.2%	6.1%	5.8%	5.9%	5.2%	5.1%	7.4%
High Yield Fixed Income												
MacKay Shields	2.4%	2.4%	7.8%	11.0%	---	---	---	7.1%	12.9%	---	---	---
Benchmark												
BarCap High Yield	3.7%	3.7%	4.8%	10.2%	23.1%	9.7%	8.0%	3.1%	14.8%	59.4%	-26.9%	3.2%
BarCap US HY Ba Index	2.5%	2.5%	7.6%	11.4%	19.5%	10.9%	8.9%	6.8%	14.6%	46.1%	-17.5%	1.8%
Opportunistic Fixed Income												
RBC Global	2.7%	2.7%	6.5%	13.6%	---	---	---	5.3%	20.9%	---	---	---
Benchmark												
BarCap Aggregate	0.9%	0.9%	8.7%	6.9%	7.4%	6.2%	6.7%	7.8%	6.5%	5.9%	5.2%	7.0%
Senior Loan Fixed Income												
Symphony	2.6%	2.6%	4.9%	8.1%	---	---	---	4.2%	12.1%	---	---	---
Benchmark												
CSFB Leveraged Loan	2.0%	2.0%	1.9%	5.9%	16.1%	5.0%	3.6%	1.8%	10.0%	44.9%	-28.8%	1.9%

Signifies Underperformance

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

January 31, 2012

	Month	YTD	Annualized					Calendar Year				
			1 Year	2 Year	3 Year	4 Year	5 Year	2011	2010	2009	2008	2007
All-Cap Core Equity												
FIS Group	4.9%	4.9%	2.6%	---	---	---	---	-0.4%	---	---	---	---
Benchmark 50% Russell 1000 / 50% Russell 2000	6.0%	6.0%	3.5%	14.8%	21.6%	2.8%	1.0%	-1.3%	21.4%	28.0%	-35.6%	2.1%
Large-Cap Value Equity												
Great Lakes	3.6%	3.6%	5.5%	15.1%	19.7%	1.1%	1.1%	5.1%	18.0%	22.9%	-37.3%	7.4%
Herndon	7.7%	---	---	---	---	---	---	---	---	---	---	---
Benchmark Russell 1000 Value	3.8%	3.8%	1.9%	11.3%	17.6%	-1.3%	-2.2%	0.4%	15.5%	19.7%	-36.9%	-0.2%
Large-Cap Core Equity												
RhumbLine	4.5%	4.5%	4.6%	12.9%	19.3%	---	---	2.4%	14.8%	26.6%	---	---
Benchmark S&P 500	4.5%	4.5%	4.2%	12.8%	19.2%	1.0%	0.3%	2.1%	15.1%	26.5%	-37.0%	5.5%
Large-Cap Growth Equity												
CastleArk	6.4%	6.4%	4.0%	17.7%	23.7%	2.0%	4.0%	0.9%	21.7%	37.4%	-44.9%	25.6%
Holland	5.4%	5.4%	7.6%	15.3%	23.5%	6.9%	5.3%	4.3%	16.1%	40.5%	-33.8%	9.4%
Benchmark Russell 1000 Growth	6.0%	6.0%	6.1%	15.2%	22.3%	3.9%	3.2%	2.6%	16.7%	37.2%	-38.4%	11.8%
Mid-Cap Core Equity												
Earnest	7.0%	7.0%	4.2%	18.5%	27.5%	4.9%	3.9%	-0.2%	26.8%	43.3%	-41.4%	8.7%
Benchmark Russell MidCap	6.1%	6.1%	2.3%	16.4%	25.7%	3.6%	1.9%	-1.6%	25.5%	40.5%	-41.5%	5.6%
Mid-Cap Growth Equity												
Geneva Capital	5.5%	5.5%	9.2%	22.7%	---	---	---	3.8%	31.0%	---	---	---
William Blair	6.4%	6.4%	8.2%	19.8%	25.8%	6.2%	4.9%	2.7%	25.4%	36.2%	-38.4%	12.8%
Benchmark Russell MidCap Growth	7.3%	7.3%	3.4%	17.8%	26.9%	4.2%	3.1%	-1.7%	26.4%	46.3%	-44.3%	11.4%
¹ WB Custom Benchmark	7.3%	7.3%	3.4%	17.8%	24.8%	4.5%	2.0%	-1.7%	26.4%	32.8%	-36.8%	1.4%
SMID-Cap Value Equity												
Ariel	8.3%	8.3%	-2.5%	13.3%	34.0%	4.0%	1.4%	-9.0%	26.6%	66.3%	-47.0%	-0.3%
Benchmark Russell 2500 Value	5.7%	5.7%	0.6%	14.5%	22.6%	3.5%	0.1%	-3.4%	24.8%	27.7%	-32.0%	-7.3%
Small-Cap Value Equity												
Keeley	6.5%	6.5%	2.8%	16.2%	25.6%	2.0%	0.8%	-3.5%	27.3%	38.9%	-45.2%	6.1%
Benchmark ² Custom Benchmark	6.7%	6.7%	0.7%	13.7%	21.8%	1.1%	-0.9%	-5.5%	24.5%	29.2%	-38.4%	-1.4%

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)
January 31, 2012

	Annualized							Calendar Year				
	Month	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	2011	2010	2009	2008	2007
International Core Equity												
NTGI ACWI ex. U.S.	6.7%	6.7%	-8.5%	4.1%	17.0%	---	---	-13.4%	11.4%	41.7%	---	---
Benchmark												
MSCI ACWI ex. U.S.	6.8%	6.8%	-8.3%	4.2%	17.2%	-2.9%	-1.3%	-13.3%	11.6%	42.1%	-47.1%	14.1%
International Value Equity												
LSV	5.8%	5.8%	-9.1%	4.4%	16.6%	-3.1%	-3.8%	-11.5%	12.6%	35.3%	-44.8%	2.7%
Benchmark												
MSCI EAFE Value	5.2%	5.2%	-11.6%	0.0%	13.0%	-5.7%	-5.5%	-12.2%	3.3%	34.2%	-44.1%	6.0%
International Growth Equity												
Madison Square	7.3%	7.3%	-7.7%	1.1%	9.0%	-0.5%	-0.4%	-12.5%	5.9%	21.8%	-25.0%	7.5%
Walter Scott	4.4%	4.4%	-5.5%	4.2%	13.7%	0.5%	1.4%	-9.8%	12.3%	30.6%	-33.5%	12.9%
Benchmark												
MSCI EAFE Growth	5.5%	5.5%	-7.6%	4.2%	13.8%	-4.0%	-2.3%	-12.1%	12.3%	29.4%	-42.7%	16.5%
International Small-Cap Equity												
NTGI Small-Cap International	8.2%	8.2%	-8.7%	7.7%	22.4%	---	---	-15.1%	24.5%	51.0%	---	---
Benchmark												
MSCI World ex USA Small-Cap	8.3%	8.3%	-9.3%	7.2%	22.0%	-0.4%	-2.1%	-15.8%	24.5%	50.8%	-47.0%	1.5%
International Emerging Core Equity												
William Blair	9.5%	9.5%	-2.7%	11.0%	30.0%	-2.5%	1.2%	-16.1%	24.8%	80.1%	-61.7%	35.1%
Benchmark												
MSCI EM	11.3%	11.3%	-6.6%	6.9%	27.3%	0.7%	4.9%	-18.4%	18.9%	78.5%	-53.3%	39.4%
Hedged Equity Fund of Funds												
K2 Advisors	3.4%	3.4%	-2.8%	1.7%	3.0%	---	---	-5.5%	4.5%	---	---	---
Rock Creek	2.6%	2.6%	-1.2%	2.9%	3.7%	---	---	-4.0%	6.0%	---	---	---
Benchmark												
HFRX Hedged Equity	2.1%	2.1%	-17.3%	-4.8%	0.6%	-5.9%	-5.1%	-19.1%	8.9%	13.1%	-25.5%	3.2%
Wilshire 5000	4.9%	4.9%	3.7%	13.4%	20.2%	1.6%	0.7%	1.0%	17.2%	29.4%	-37.3%	5.7%

Signifies Underperformance

Preliminary Since Inception Annualized Performance
January 31, 2012

Asset Class	Benchmark	Manager	From	Performance		Difference
				Manager	Benchmark	
SMID-Cap Value Equity	Custom Benchmark ¹	Ariel	July-84	12.7%	11.4%	1.4%
Large-Cap Value Equity	Russell 1000 Value	Great Lakes	April-91	9.9%	9.2%	0.6%
Small-Cap Value Equity	Custom Benchmark	Keeley	January-93	11.8%	10.3%	1.5%
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	7.8%	7.0%	0.8%
Large-Cap Growth Equity	Russell 1000 Growth	CastleArk	August-04	7.5%	5.7%	1.8%
International Growth Equity	MSCI EAFE Growth	Madison Square	December-04	5.7%	3.7%	2.0%
International Growth Equity	MSCI EAFE Growth	Walter Scott	December-04	6.6%	3.7%	2.9%
International Value Equity	MSCI EAFE Value	LSV	May-05	3.6%	2.1%	1.5%
Int'l Emerging Core Equity	MSCI EM	William Blair	August-05	10.8%	10.9%	-0.1%
Mid-Cap Core Equity	Russell MidCap	Earnest	December-06	4.1%	2.5%	1.5%
Mid-Cap Growth Equity	Custom Benchmark	William Blair	January-07	5.7%	2.5%	3.2%
Large-Cap Core Equity	S&P 500	Rhumblin	September-08	3.3%	2.9%	0.4%
International Core Equity	MSCI ACWI ex. U.S.	NTGI ACWI ex. U.S.	November-08	12.2%	12.4%	-0.2%
Int'l Small-Cap Equity	MSCI Small-Cap International	MSCI World Ex USA Small Cap	November-08	18.9%	18.5%	0.4%
² Hedged Equity Fund of Funds	HFRX Hedged Equity	K2 Advisors	February-09	3.0%	0.6%	2.4%
² Hedged Equity Fund of Funds	HFRX Hedged Equity	Rock Creek	February-09	3.7%	0.6%	3.0%
Core Fixed Income	BarCap Aggregate	LM Capital	April-09	8.1%	7.5%	0.6%
Fixed Income - Intermediate	BarCap Int. Gov/Credit	Segall, Bryant, & Hamill	May-09	7.4%	6.4%	1.0%
Fixed Income - High Yield	BarCap High Yield	MacKay Shields	May-09	17.1%	20.5%	-3.4%
Fixed Income - Senior Loan	CSFB Leveraged Loan	Symphony	September-09	10.8%	8.7%	2.1%
Fixed Income - Opportunistic	BarCap Aggregate	RBC Global	November-09	17.0%	6.6%	10.4%
Mid-Cap Growth Equity	Russell MidCap Growth	Geneva Capital	December-09	21.2%	17.4%	3.8%
Core Fixed Income	BarCap Aggregate	UBS	August-10	6.3%	5.8%	0.4%
All-Cap Core Equity	50% Russell 1000 / 50% Russell 2000	FIS Group	August-10	15.1%	15.4%	-0.3%
Large-Cap Value Equity	Russell 1000 Value	Herndon	December-11	7.2%	5.9%	1.3%

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

² Net of Fees