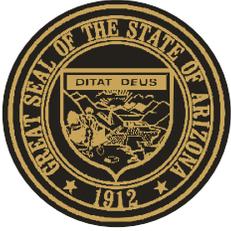


OFFICE OF THE
ARIZONA STATE TREASURER



Doug Ducey
TREASURER



APRIL 2011

Presented To:

Arizona State Board of Investment

MAY 24, 2011

STATE BOARD OF INVESTMENT

A G E N D A

May 24, 2011

1. Call to Order
2. Chairman Remarks
3. Approval of Minutes
4. Review of Treasurer's Monthly Reports
 - A. Earnings Distribution; Investment Pools
 - B. LGIP Pools Investments and Performance Reports
 - C. State Agency Pools Investments and Performance Reports
 - D. Operating Monies Invested Balances
 - E. Earnings Distributed Endowment Funds
 - F. Endowment Investments and Performance Reports
5. Proposed Changes to the Investment Policy
 - A. Review of Proposed Changes
 - B. Public Comment on Proposed Changes
 - C. Discussion and Action on Proposed Changes
6. Review and Approval of Proposed/Pending Securities Dealers
7. General Business
 - A. Legislative Updates
8. Call to the Public
9. Notice of Next Meeting
10. Adjournment

REPORT OF THE STATE TREASURER

FOR

May 24, 2011

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**Minutes of
BOARD OF INVESTMENT MEETING**

The regular meeting of the State Board of Investment was held on April 26, 2011 in the Office of the State Treasurer, 1700 West Washington, State Capitol, West Wing, Treasurer's Conference Room, Phoenix, Arizona. Treasurer Ducey, Chair called the meeting to order at approximately 1:32 p.m.

Members Present:

Doug Ducey, Chair, State Treasurer
Alan E. Maguire, President, The Maguire Company, by teleconference
David Raber, Arizona Department of Administration, designee for Scott Smith,
Director of Arizona Department of Administration
Lauren Kingry, Superintendent, Department of Financial Institutions

Members Absent:

Beth Ford, Treasurer, Pima County

Others Present:

Mark Swenson, Deputy Treasurer, Arizona State Treasurer's Office
Carlton Woodruff, Deputy Treasurer of Operations, Arizona State Treasurer's Office
Patty Humbert, Senior Portfolio Manager, Arizona State Treasurer's Office
Tim White, Senior Portfolio Manager, Arizona State Treasurer's Office
Chris Petkiewicz, Portfolio Manager, Arizona State Treasurer's Office
Kevin Donnellan, Director of Communications, Arizona State Treasurer's Office
Dale Stomberg, Investment Accounting Manager, Arizona State Treasurer's Office
Jenelle Birchmeier, Investment Analyst, Arizona State Treasurer's Office
Sheila Asher, VP, Relationship Manager, JP Morgan

Pursuant to A.R.S. 35-311, the following reports for March, 2011 were submitted for the Board's approval:

Review of Treasurer's Monthly Reports:

Earnings Distribution; Investment Pools
LGIP Pools Investments and Performance Reports
State Agency Pools Investments and Performance Reports
Operating Monies Invested Balances
Earnings Distributed Endowment Funds
Endowment Investments and Performance Reports
Broker Activity Reports

1. Call to Order:

Treasurer Ducey called the April 26, 2011 BOI meeting to order at approximately 1:32 p.m.

2. Treasurers Comments:

Treasurer Ducey welcomed board members and guests and thanked all present for attending the April 26, 2011 meeting. With a special thanks to Sheila Asher of JP Morgan as well as Alan Maguire for joining us via teleconference.

3. Approval of Minutes:

Mr. Raber made a motion to approve the March 22, 2011 minutes.
Mr. Kingry seconded the motion. Motion carried.

4. Review of Treasurer's Monthly Report

Earnings Distribution – Investment Pools

Mr. Petkiewicz reported the earnings distributed month-to-date, year-to-date, prior year-to-date, and investment management fees deposited in the General Fund for the month of March, 2011.

Review of Treasurer's Monthly Report – LGIP Investment Pools:

Mr. Petkiewicz presented the monthly report for the LGIP Investment Pools portion of the Arizona State Treasurer's Office to the Board of Investment as follows:

LGIP (Pool 5) & LGIP GOV (Pool 7) Portfolio Yield Analysis

Mr. Petkiewicz reported the net yields for the LGIP and LGIP-Gov Pools, as well as the comparisons to their relative benchmarks for the month of March, 2011.

Pool 500 & Pool 700 Portfolio Yield Analysis

Mr. Petkiewicz reported the net yield for the LGIP Medium Term Pools and the comparison to the benchmark for the month of March, 2011.

Manager Allocation of Invested Monies for the LGIP Pools

Mr. Petkiewicz reported the total market value invested in all of the LGIP Pools as a percentage of the total that was allocated to each of the LGIP, LGIP-Gov, and LGIP Medium Term Pools as of March 31, 2011.

LGIP Pools Investments and Performance Reports

Mr. Petkiewicz reported the total net assets, the weighted average life, the weighted average rating, and the total number of holdings on the LGIP, LGIP-Gov, and LGIP Medium Term pools for the month of March, 2011.

Review of Treasurer's Monthly Report – Agency Pool:

Ms. Humbert presented the monthly report for the Agency Pools portion of the Arizona State Treasurer's Office to the Board of Investment as follows:

State Agency Pools Portfolio Yield Analysis

Ms. Humbert reported the net yields for the State Agency Pools for the month of March, 2011.

Manager Allocation of Invested Monies for the State Agency Pools

Ms. Humbert reported the total market value of all of the State Agency Pools broken up to show the percent allocated to each individual State Agency Pool as of March 31, 2011.

Investments Outstanding in State Agency Pools

Ms. Humbert reported the total net assets, the weighted average life, the weighted average duration, the weighted average rating, and the total number of holdings for the State Agency Investment Pools as of March 31, 2011.

Operating Monies Average Invested Balance

Ms. Humbert reported the Operating Monies average invested balance for the month of March, 2011.

Review of Treasurer's Monthly Report – Endowments:

Mr. White presented the endowment portion of the monthly report of the Arizona State Treasurer's Office to the Board of Investment as follows:

Earnings Distributed Endowment Funds

Mr. White reported the earnings distributed for the Endowment Funds for the month of March, 2011.

Endowment Funds Yield Analysis

Mr. White reported the net yield of the Endowment Fund Fixed Income Pool for the month of March, 2011.

Net Realized Capital Gains/Losses – Endowment Funds

Mr. White reported the net realized capital gains for the Endowment Fixed Income, S&P 500, S&P 400 and S&P 600 pools for the month of March, 2011 and FY11 fiscal year to date.

Endowment Funds Fixed-Income Pool Purchases & Sales

Mr. White reported the purchases and sales of the Endowment Fixed Income Pool for the month of March, 2011.

Equity Funds Purchases & Sales

Mr. White reported the purchases and sales (summary) of the Endowment Equity Pools for the month of March, 2011.

Investments Outstanding in Endowment Funds

Mr. White reported the par, book, market value, and unrealized gains/loss of the Endowment Funds as of March 31, 2011.

Performance of Investments in Endowment Funds

Mr. White reported the performance of the Endowment Funds for the current month, the year to date, trailing one year, trailing three years, trailing five years, and since inception for the Endowment Funds as of March 31, 2011.

Manager Allocation of Invested Monies for the Endowment Pools

Mr. White reported the percentage of the total market value of all of the Endowment investments allocated to each of the Endowment Pools, as of March 31, 2011.

Equity Holdings Investments Outstanding S&P 500

Mr. White reported the investments outstanding by portfolio characteristics and industry sector for the S&P 500 Pool as of March 31, 2011.

Equity Holdings Investments Outstanding S&P 400

Mr. White reported the investments outstanding by portfolio characteristics and industry sector for the S&P 400 Pool as of March 31, 2011.

Equity Holdings Investments Outstanding S&P 600

Mr. White reported the investments outstanding by portfolio characteristics and industry sector for the S&P 600 Pool as of March 31, 2011.

Fixed Income Investments and Performance Reports

Mr. White reported the total net assets, the weighted average life, the weighted average duration, the weighted average yield to maturity, the weighted average rating, and the total number of holdings for the Fixed Income Pool for the month of March, 2011.

Mr. Kingry inquired about plus/minus variances for shocking the portfolio with regard to rate risk. Mr. White explained that the process is to shock the portfolio up or down 300 basis points, 100 basis points at a time while performing a scenario analyses utilizing bull and/or bear flatteners.

Endowment Investments and Performance Growth by Account Reports

Mr. White reported the performance and growth for each of the Endowment Funds from the inception date of each fund through the end of March, 2011.

Approval of Treasurer's Report

Mr. Raber made a motion to approve the Treasurer's Report. Mr. Kingry seconded the motion. Motion carried.

5. Proposed Changes to Investment Policy:

Mr. Swenson presented the Investment Risk Management Committee proposed changes to the Treasurer's Investment Policy.

- A. Proxy Voting
- B. Securities Litigation Monitoring

After a brief discussion amongst the members, Mr. Raber made a motion to approve the proposed additions to the Investment Policy. Mr. Kingry seconded the motion. Motion carried.

6. Review and approval of Proposed/Pending Securities Dealers:

Mr. Swenson presented the Investment Risk Management Committee recommendations for approval of two proposed firms for consideration to be added to the Approved Broker Dealer List.

- A. BNP Paribas Securities Corp.
- B. Moors & Cabot

After a brief discussion amongst the members, Mr. Raber made a motion to approve the proposed additions to the Approved Broker Dealer List. Mr. Kingry seconded the motion. Motion carried.

7. General Business:

A. Legislative Update on SB1609; Public Retirement System

There were no new updates on SB1609. Mr. Donnellan will keep the Board apprised of any other changes or movement at the May BOI meeting.

8. Call to the Public

There was no public comment.

9. Notice of Next Meeting:

The Treasurer advised the Board that the next regular meeting of the Board of Investment will be Tuesday, May 24, 2011 at 1:30 p.m. at 1700 West Washington, State Capitol, West Wing, Treasurer's Conference Room, Phoenix, Arizona.

10. Adjournment:

Mr. Raber made a motion to adjourn the BOI meeting. Mr. Kingry seconded the motion. Upon unanimous approval the BOI Meeting was adjourned at 2:20 p.m.

Respectfully Submitted by:

Barbara Conley
Executive Consultant II

Approved by:

Doug Ducey, Chair

Date

EARNINGS DISTRIBUTION - INVESTMENT POOLS
APRIL 2011

Recipient	Earnings Distributed			Fiscal YTD Investment Management Fees Received
	APRIL 2011	Fiscal YTD 10/11	Fiscal YTD 09/10	
General Fund	\$613,802	\$4,940,273	\$365,754	
2 State Agencies I - Full Faith & Credit	645,140	5,920,445	12,527,797	446,009
3 State Agencies II - Diversified	613,171	6,580,631	11,973,914	781,545
4 State Agencies IV - Restricted Diversified	293,381	2,619,419	6,138,488	312,993
5 LGIP	237,099	2,808,187	5,831,250	804,567
7 LGIP Gov	89,307	1,945,766	4,194,748	963,428
12 CAWCD Medium-Term	453,145	3,423,495	4,086,468	91,647
15 GADA Long-Term	25,681	256,135	419,207	6,057
Subtotal	\$2,970,727	\$28,494,350	\$45,537,626	\$3,406,247
NAV POOL				
500 LGIP - Med Term	263,521	2,342,738	1,722,456	84,221
700 LGIP - FF&C Med Term	107,183	1,164,542	284,488	61,065
Total	\$3,341,431	\$32,001,631	\$47,544,570	\$3,551,534
APRIL 2010 TOTALS	\$2,946,943			\$3,487,627

**LGIP & LGIP- GOV
 PORTFOLIO YIELD ANALYSIS
 APRIL 30, 2011**

NET EARNINGS

FUND	DESCRIPTION	Current Month 04/30/11	Prior Month 03/31/11	Prior Year 4/30/10	Net Asset Value Per Share
5	LGIP	238,994	256,214	208,890	0.9998
7	LGIP - GOV	89,890	145,245	210,772	1.0001
	TOTAL LGIP & LGIP-GOV	328,884	401,459	419,662	

YIELDS

<u>MONTHLY</u>		Current Month 04/30/11	Prior Month 03/31/11	Prior Year 4/30/10
5	LGIP (NET)	0.20%	0.21%	0.16%
	S & P LGIP INDEX	0.11%	0.12%	0.15%
7	LGIP - GOV (NET)	0.06%	0.09%	0.11%
	3 MONTH T-BILL	0.05%	0.09%	0.15%
<u>YEAR TO DATE</u>				
5	LGIP (NET)	0.21%	0.21%	0.20%
	S & P LGIP INDEX	0.15%	0.16%	0.24%
7	LGIP - GOV (NET)	0.12%	0.12%	0.08%
	3 MONTH T-BILL	0.12%	0.13%	0.10%

* Note: The LGIP-GOV Pool consists of only securities explicitly backed by the full faith & credit of the US Government.

**LGIP & LGIP- GOV MEDIUM TERM POOLS
PORTFOLIO YIELD ANALYSIS
APRIL 30, 2011**

NET EARNINGS

FUND	DESCRIPTION	Current Month 04/30/11	Prior Month 03/31/11	Prior Year 4/30/10	Net Asset Value Per Share
500	LGIP - MED TERM POOL	297,540	355,724	157,417	1.0329
700	LGIP - FF&C MED TERM POOL	131,390	133,965	80,699	1.0074
	TOTAL LGIP MEDIUM TERM POOLS	428,930	489,689	238,116	

YIELDS

MONTHLY

	Current Month 04/30/11	Prior Month 03/31/11	Prior Year 4/30/10
500 LGIP - MED TERM (NET)	1.72%	2.07%	2.04%
MERRILL 1-5 US D M INDEX	1.78%	1.94%	2.23%
700 LGIP - FF&C MED TERM (NET)	1.47%	1.43%	0.87%
MERRILL 1-5 US TREAS INDEX	0.92%	1.11%	1.34%

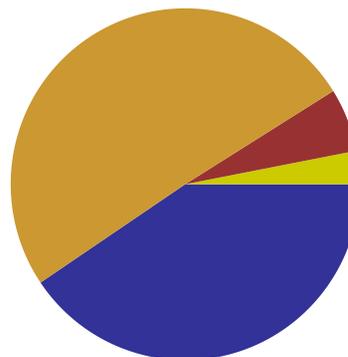
YEAR TO DATE

500 LGIP - MED TERM (NET)	1.80%	1.81%	2.88%
MERRILL 1-5 US D M INDEX	1.69%	1.68%	2.37%
700 LGIP - FF&C MED TERM (NET)	1.22%	1.20%	0.54%
MERRILL 1-5 US TREAS INDEX	0.82%	0.80%	1.28%

Manager Allocation - Daily Arizona State Treasury (05509) As of April 30, 2011

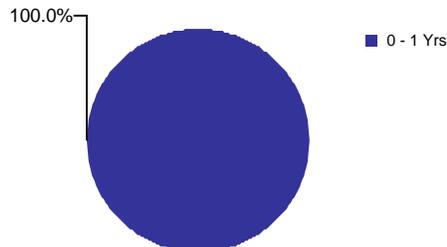
LGIP composite (00550903)		
Account Name	Market Value(MIL)	Percent of Portfolio
State of Arizona - Pool 5 (LGIP) (10327300)	1,461.02	40.5%
State of Arizona - Pool 500 (LGIP - Med Term) (10327700)	209.89	5.8%
State of Arizona - Pool 7 (LGIP - FF&C) (10327400)	1,830.81	50.7%
State of Arizona - Pool 700 (LGIP-FF&C Med Term) (10563200)	106.10	2.9%
TOTAL	3,607.82	100.0%

- State of Arizona - Pool 5 (LGIP) (10327300)
- State of Arizona - Pool 7 (LGIP - FF&C) (10327400)
- State of Arizona - Pool 500 (LGIP - Med Term) (10327700)
- State of Arizona - Pool 700 (LGIP-FF&C Med Term) (10563200)



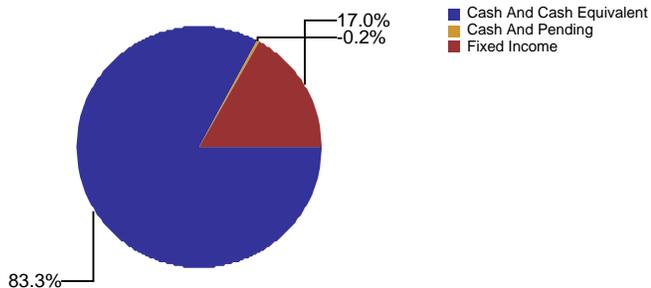
Portfolio Characteristics

Total Net Assets (Millions) **1,461.0**
 Weighted Average Life (Years) **0.10**
 Weighted Avg. Effective Duration (Years) **0.09**
 Weighted Average Maturity Years **0.09**
 Weighted Average Rating **AA+**
 Number of Holdings **97**



Asset Mix

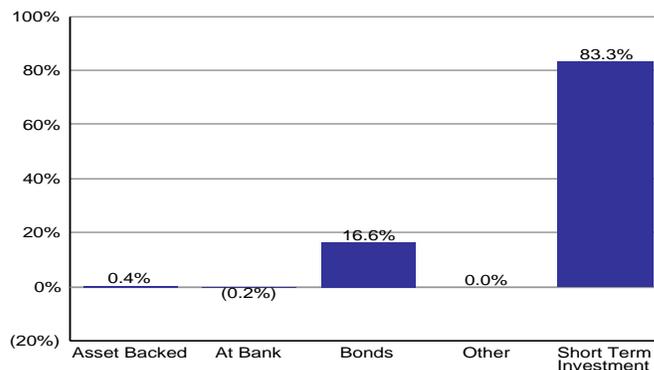
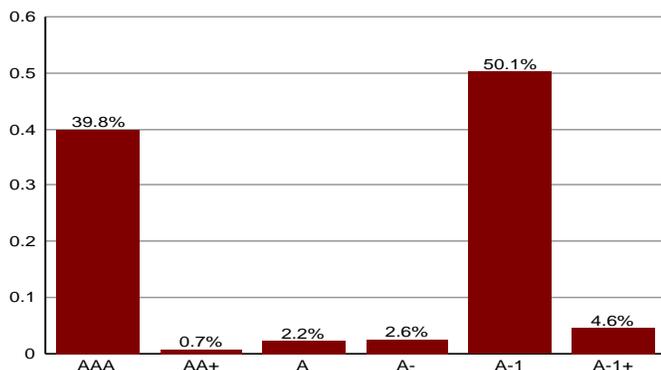
Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
46999W014	TRI-PARTY REPO JP MORGAN 0.30% 2/MAY/2011	17.13%	0.30	2/5/2011
85299V888	TRI-PARTY REPO SOUTH STREET 0.06% 05/MAY/2011	6.83%	0.06	5/5/2011
85299V938	TRI-PARTY REPO SOUTH STREET 0.04% 02/MAY/2011	3.13%	0.04	2/5/2011
53127USR2	LIBERTY FUNDING LLC CORPORATE COMMERCIAL PAPER	2.05%	0.00	25/5/2011
19416FSG0	COLGATE PALMOLIVE CO CORPORATE COMMERCIAL PAPER	1.92%	0.00	16/5/2011
30601WSB6	FAIRWAY FIN CORP	1.79%	0.00	11/5/2011
06740MZR7	BARCLAYS BANK PLC CERTIFICATE OF DEPOSIT FIXED DTD	1.71%	0.22	27/7/2011
69447MS40	PACIFIC LIFE INS COM CORPORATE COMMERCIAL PAPER	1.71%	0.00	4/5/2011
11765KSL2	BRYANT PRK FDG LLC CORPORATE COMMERCIAL PAPER	1.71%	0.00	20/5/2011
369550AP3	GEN DYNAMICS CORP 1.8% NTS 15/JUL/2011 USD1000	1.38%	1.80	15/7/2011

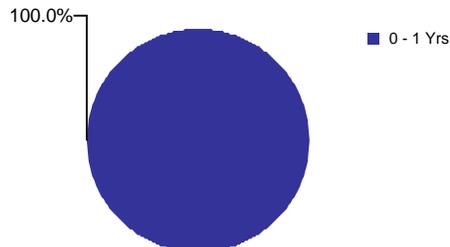
Quality/Rating Weightings

Sector Weightings (as % of Market Value)

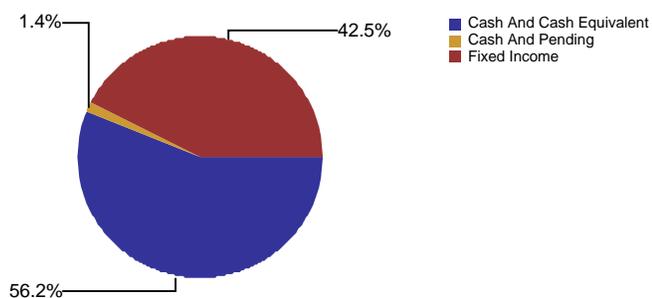


Portfolio Characteristics

Total Net Assets (Millions) **1,830.8**
 Weighted Average Life (Years) **0.23**
 Weighted Avg. Effective Duration (Years) **0.21**
 Weighted Average Maturity Years **0.21**
 Weighted Average Rating **AAA**
 Number of Holdings **29**



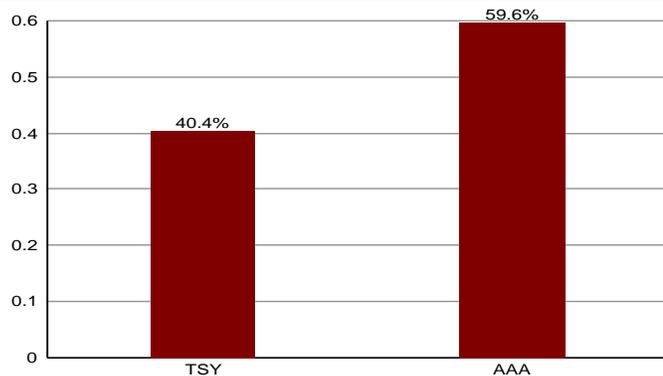
Asset Mix



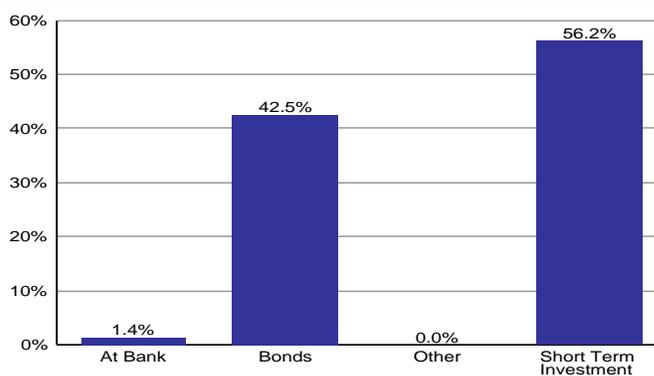
Top Ten Portfolio Holdings

Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
05199T668	TRI-PARTY REPO DEUTSCHE BANK 0.06% 09/MAY/2011	27.69%	0.06	9/5/2011
85299V904	TRI-PARTY REPO SOUTH STREET 0.04% 09/MAY/2011	13.85%	0.04	9/5/2011
60699J033	TRI-PARTY REPO MIZUHO SECURITIES 0.04% 05/MAY/2011	6.37%	0.04	5/5/2011
912828GA2	US TREAS NTS 04.500% 30/NOV/2011	5.49%	4.50	30/11/2011
85299V920	TRI-PARTY REPO SOUTH STREET 0.01% 02/MAY/2011	3.48%	0.01	2/5/2011
912828GC8	US TREAS NTS 04.625% 31/DEC/2011	2.89%	4.62	31/12/2011
912828FN5	UNITED STATES TREAS NTS 04.875% 31/JUL/2011	2.84%	4.88	31/7/2011
962455N	ALLIANCE BANK OF AZ REPO SWEEP 0.324% 01/JUN/2011	2.80%	0.32	1/6/2011
912828ML1	UNITED STATES OF AMER TREAS BONDS 1% BDS	2.79%	1.00	31/12/2011
912828MU1	UNITED STATES TREAS NTS 1.000% 31/MAR/2012	2.79%	1.00	31/3/2012

Quality/Rating Weightings

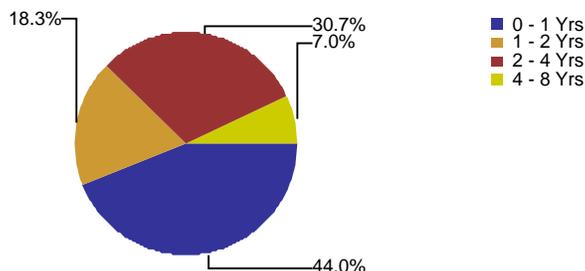


Sector Weightings (as % of Market Value)

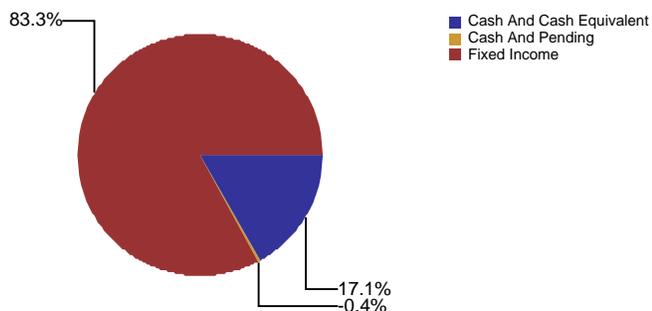


Portfolio Characteristics

Total Net Assets (Millions) **209.9**
 Weighted Average Life (Years) **1.94**
 Weighted Avg. Effective Duration (Years) **1.61**
 Weighted Average Rating **AAA**
 Number of Holdings **173**



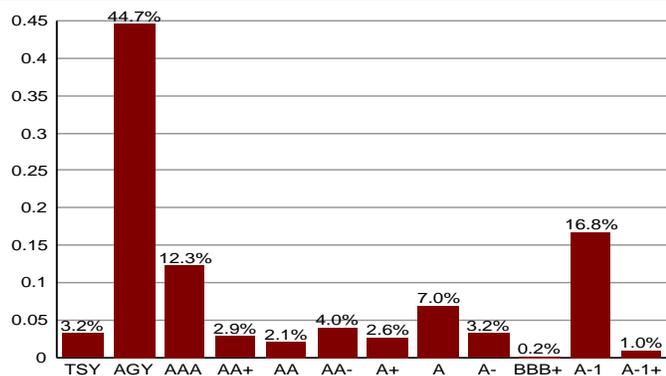
Asset Mix



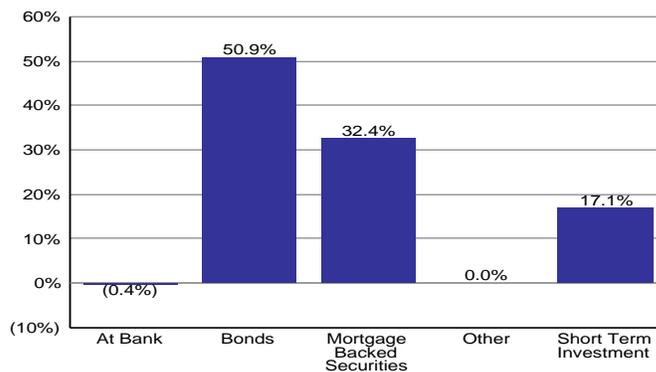
Top Ten Portfolio Holdings

Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
967518D	UNITED STATES ZCP 01/SEP/2011	4.75%	0.00	1/9/2011
31416NZB1	FNMA MORTPASS 4% 01/APR/2024 CI PN# AA5237	3.97%	4.00	1/4/2024
3138A5CF7	FNMA MORTPASS 4% 01/FEB/2026 CI PN# AH3669	3.84%	4.00	1/2/2026
85299V938	TRI-PARTY REPO SOUTH STREET 0.04% 02/MAY/2011	3.80%	0.04	2/5/2011
3128PR3M9	FHLMCGLD MORTPASS 4% 01/JUL/2025 PN# 2604	2.53%	4.00	1/7/2025
31398ATL6	FEDERAL NATIONAL MORTGAGE ASSOC 3.625% SNR NTS	2.42%	3.62	15/8/2011
69447MS40	PACIFIC LIFE INS COM CORPORATE COMMERCIAL PAPER	2.37%	0.00	4/5/2011
31419CZL0	FNMA MORTPASS 4.5% 01/SEP/2040 CL PN# AE2546	2.31%	4.50	1/9/2040
3128PSQ75	FHLMCGLD MORTPASS 3.5% 01/OCT/2025 PN# 3178	2.29%	3.50	1/10/2025
3128PSKA4	FHLMCGLD MORTPASS 3.5% 01/SEP/2025 PN# 2989	2.24%	3.50	1/9/2025

Quality/Rating Weightings

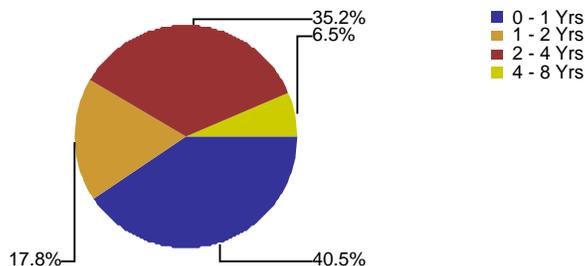


Sector Weightings (as % of Market Value)

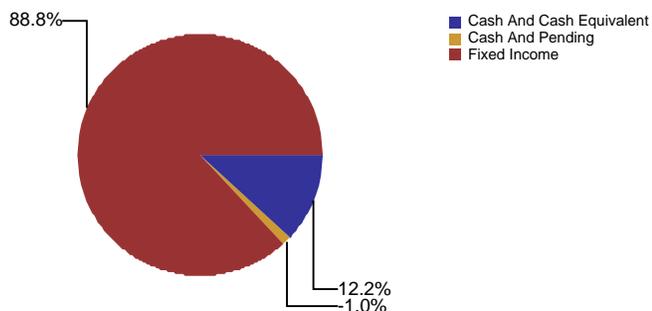


Portfolio Characteristics

Total Net Assets (Millions) **106.1**
 Weighted Average Life (Years) **2.26**
 Weighted Avg. Effective Duration (Years) **1.78**
 Weighted Average Rating **AAA**
 Number of Holdings **72**



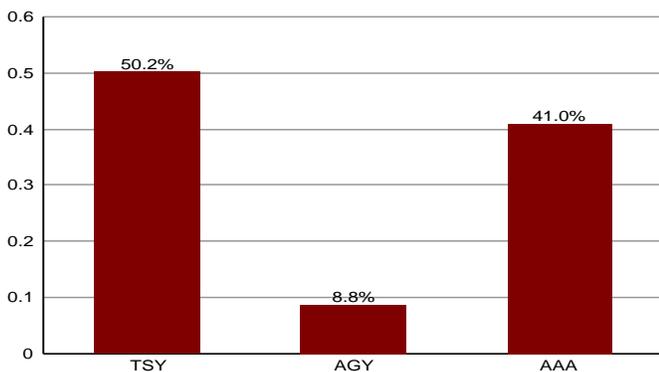
Asset Mix



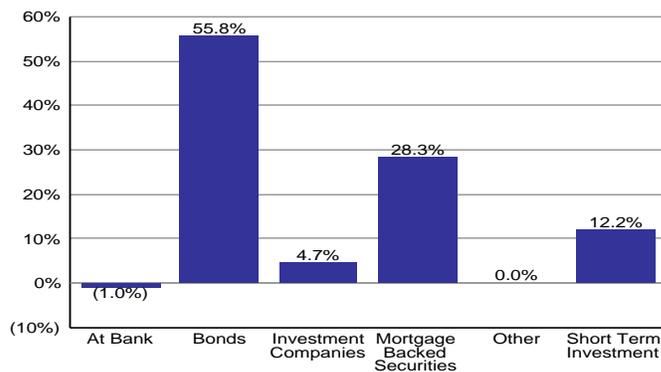
Top Ten Portfolio Holdings

Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
938554N	FDIC US BANK CEDRS ACCOUNT 0.40% 31/MAY/2011	7.02%	0.40	31/5/2011
36967HAY3	GENERAL ELECTRIC CAPITAL CORP 2.625% BDS	4.87%	2.62	28/12/2012
464287457	ISHARES BARCLAYS 1-3 YRS TREASURY BOND FUND	4.66%		
36202FFH4	GNMA II MORTPASS 4.5% 20/APR/2025 SF PN# 004668	4.38%	4.50	20/4/2025
3620A5MX4	GNMA I MORTPASS 5% 15/SEP/2039 SF PN# 719574	4.22%	5.00	15/9/2039
73278MAA1	POOLED FDG TR I 2.74% BDS 15/FEB/2012 USD	3.82%	2.74	15/2/2012
38376ETD7	GINNIE MAE 2009-108 WG 4.000% 20/SEP/2038	3.62%	4.00	20/9/2038
912828KL3	UNITED STATES TREAS NTS 0.875% 30/APR/2011	3.27%	0.88	30/4/2011
911759JQ2	U S DEPT HSG & URBAN DEV GOVT 4.33% DEB	3.12%	4.33	1/8/2015
038461AC3	AID-EGYPT 4.45% 15/SEP/2015	3.10%	4.45	15/9/2015

Quality/Rating Weightings



Sector Weightings (as % of Market Value)



**STATE AGENCY POOLS
 PORTFOLIO YIELD ANALYSIS
 APRIL 30, 2011**

NET EARNINGS

FUND	DESCRIPTION	Current Month 04/30/11	Prior Month 03/31/11	Prior Year 4/30/10	Net Asset Value Per Share
2	STATE AGENCIES I - FULL FAITH & CREDIT	837,843	774,339	884,790	1.0039
3	STATE AGENCIES II - DIVERSIFIED	959,732	1,101,860	770,268	1.0028
4	STATE AGENCIES IV-RESTRICTED DIVERSIFIED	307,216	268,176	325,729	1.0019
12	CAWCD MEDIUM TERM	453,145	468,989	282,512	1.0136
15	GADA	25,681	28,333	25,867	1.0202
	TOTAL STATE AGENCIES	2,583,617	2,641,697	2,289,166	

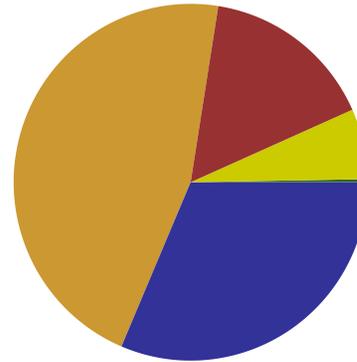
YIELDS

<u>MONTHLY</u>	Current Month 04/30/11	Prior Month 03/31/11	Prior Year 4/30/10
2 STATE AGENCIES I - FULL FAITH & CREDIT	1.00%	1.03%	1.46%
3 STATE AGENCIES II - DIVERSIFIED	0.65%	0.74%	0.89%
4 STATE AGENCIES IV-RESTRICTED DIVERSIFIED	0.56%	0.48%	0.57%
12 CAWCD MEDIUM TERM	2.10%	2.09%	2.57%
15 GADA	2.58%	2.75%	2.58%

Manager Allocation - Daily Arizona State Treasury (05509) As of April 30, 2011

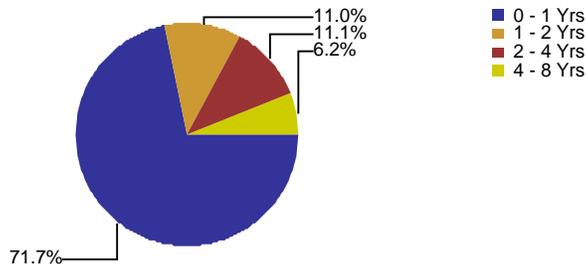
Pool Composite (00550904)		
Account Name	Market Value(MIL)	Percent of Portfolio
State of Arizona - Pool 12 (CAWCD - Med Term) (10327500)	266.90	6.2%
State of Arizona - Pool 15 (GADA) (10327600)	12.35	0.3%
State of Arizona - Pool 2 (State Agency - FF&C) (10327000)	1,341.17	31.4%
State of Arizona - Pool 3 (State Agency - Diversified) (10327100)	1,973.58	46.1%
State of Arizona - Pool 4 (State Agency Rest Div) (10327200)	682.86	16.0%
TOTAL	4,276.86	100.0%

- State of Arizona - Pool 2 (State Agency - FF&C)
- State of Arizona - Pool 3 (State Agency - Divers
- State of Arizona - Pool 4 (State Agency Rest Di
- State of Arizona - Pool 12 (CAWCD - Med Term) (1
- State of Arizona - Pool 15 (GADA) (10327600)



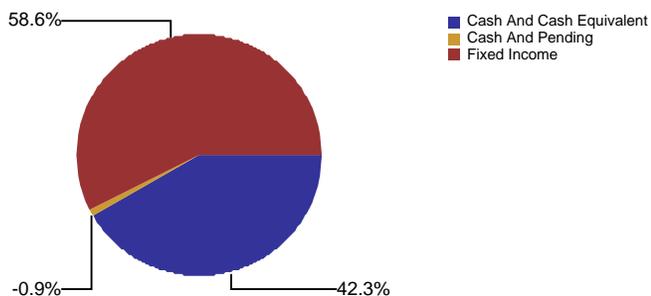
Portfolio Characteristics

Total Net Assets (Millions) **1,341.2**
 Weighted Average Life (Years) **1.09**
 Weighted Avg. Effective Duration (Years) **0.94**
 Weighted Average Rating **AAA**
 Number of Holdings **102**



Asset Mix

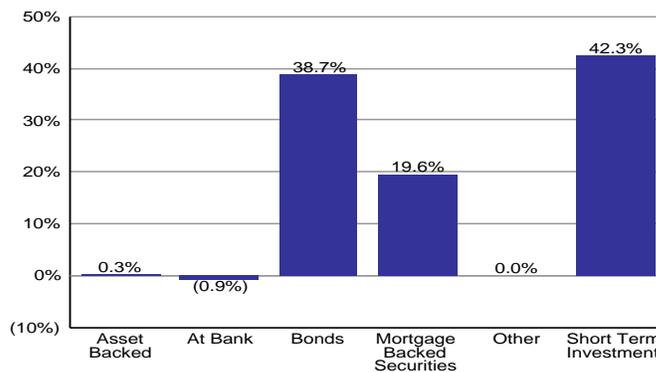
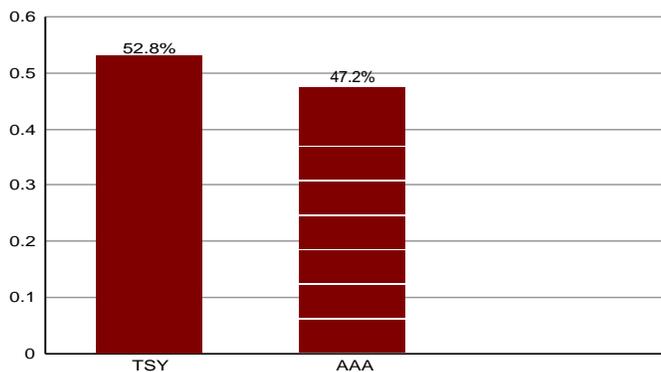
Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
85299V920	TRI-PARTY REPO SOUTH STREET 0.01% 02/MAY/2011	29.36%	0.01	2/5/2011
60699J033	TRI-PARTY REPO MIZUHO SECURITIES 0.04% 05/MAY/2011	7.39%	0.04	5/5/2011
9127952V2	UNITED STATES TREAS BILLS DT	3.69%	0.00	16/6/2011
912828MM9	UNITED STATES OF AMER TREAS NOTES 0% TREAS NTS	2.97%	0.75	30/11/2011
912828LG3	UNITED STATES TREAS NTS 1% 31/JUL/2011	2.97%	1.00	31/7/2011
912828NE6	UNITED STATES TREAS NTS 0.750% 31/MAY/2012	2.23%	0.75	31/5/2012
36967HAN7	GENERAL ELECTRIC CAPITAL CORP 2.25% NTS	1.58%	2.25	12/3/2012
912828GK0	US TREAS NTS 4.625% 29/FEB/2012	1.54%	4.62	29/2/2012
912828FH8	US TREAS NTS 04.875% 31/MAY/2011	1.51%	4.88	31/5/2011
912828KP4	UNITED STATES TREAS NTS 1.375% 15/MAY/2012	1.50%	1.38	15/5/2012

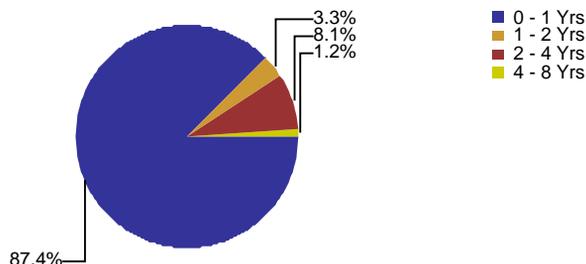
Quality/Rating Weightings

Sector Weightings (as % of Market Value)

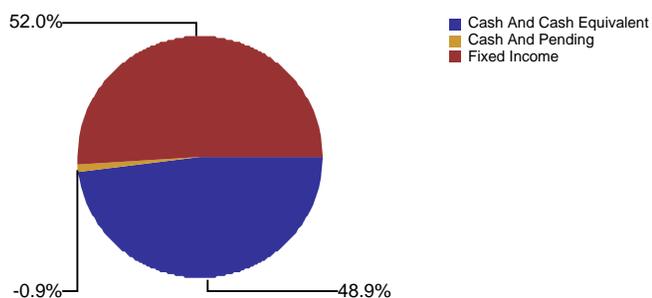


Portfolio Characteristics

Total Net Assets (Millions) **1,973.6**
 Weighted Average Life (Years) **0.79**
 Weighted Avg. Effective Duration (Years) **0.50**
 Weighted Average Rating **AA+**
 Number of Holdings **132**



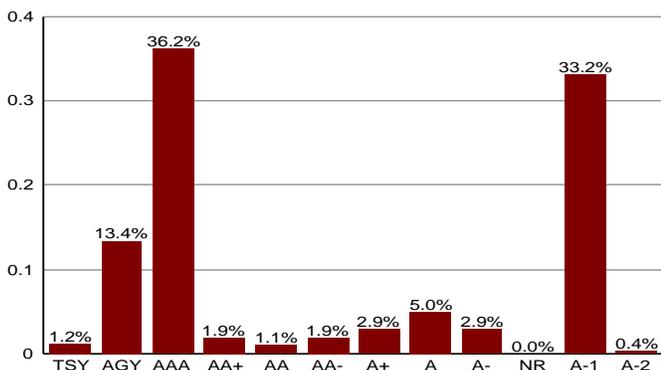
Asset Mix



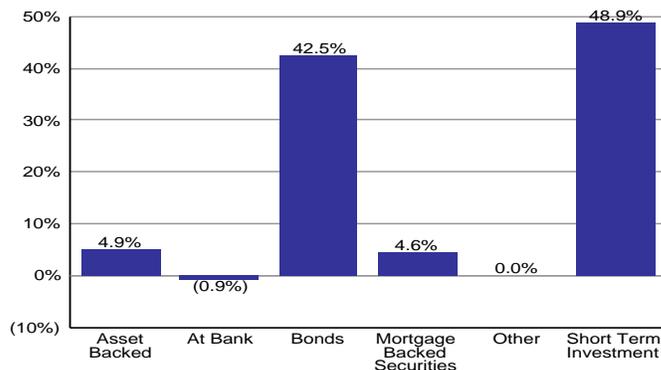
Top Ten Portfolio Holdings

Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
85299V938	TRI-PARTY REPO SOUTH STREET 0.04% 02/MAY/2011	11.95%	0.04	2/5/2011
85299V912	TRI-PARTY REPO SOUTH STREET .02% 02/MAY/2011	4.52%	0.02	2/5/2011
79540BSA5	SALISBURY REC CO LLC CORPORATE COMMERCIAL PAPER	2.51%	0.00	10/5/2011
03948HSR3	ARCHER DANIELS MIDLA CORPORATE COMMERCIAL PAPER	2.51%	0.00	25/5/2011
799502D	MARKET ST FNDG ZCP 08/JUL/2011	2.26%	0.00	8/7/2011
38346MUC6	GOTHAM FDG CORP CORPORATE COMMERCIAL PAPER	1.54%	0.00	12/7/2011
96442MS22	WHITE POINT FDG INC. CORPORATE COMMERCIAL PAPER	1.51%	0.00	2/5/2011
52952MS35	LXINGTN PKR CAP CO LL CORPORATE COMMERCIAL PAPER	1.51%	0.00	3/5/2011
2284K1S38	CROWN POINT CAP CO. CORPORATE COMMERCIAL PAPER	1.51%	0.00	3/5/2011
82124MSS0	SHEFFIELD RECEIVABLE CORPORATE COMMERCIAL PAPER	1.51%	0.00	26/5/2011

Quality/Rating Weightings

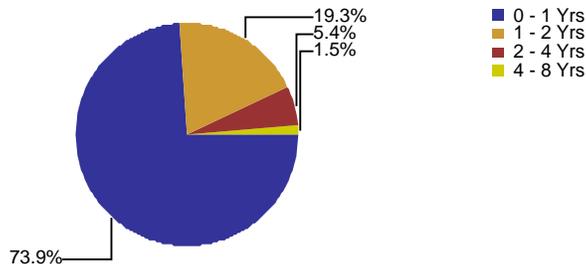


Sector Weightings (as % of Market Value)



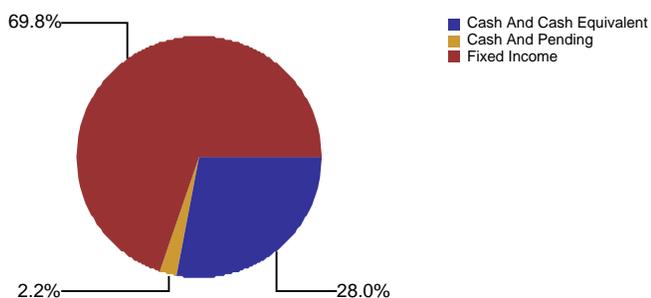
Portfolio Characteristics

Total Net Assets (Millions) **682.9**
 Weighted Average Life (Years) **1.18**
 Weighted Avg. Effective Duration (Years) **0.72**
 Weighted Average Rating **AGY**
 Number of Holdings **61**



Asset Mix

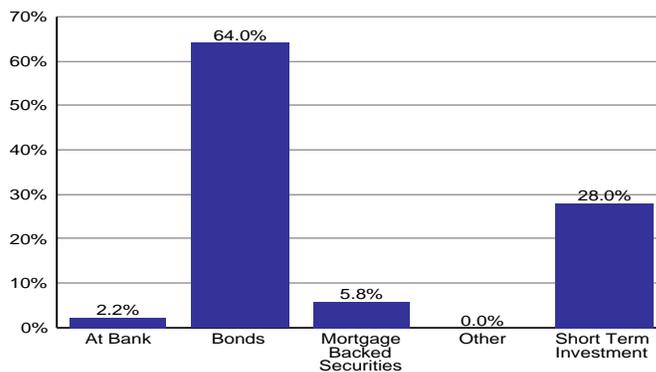
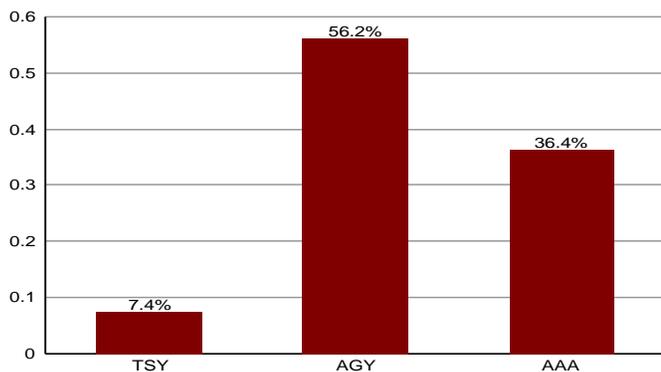
Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
46999W014	TRI-PARTY REPO JP MORGAN 0.30% 2/MAY/2011	8.26%	0.30	2/5/2011
85299V938	TRI-PARTY REPO SOUTH STREET 0.04% 02/MAY/2011	7.93%	0.04	2/5/2011
31315KHP8	FED AGRIC MTG CP DSC NT FED BE MATURES 01/JUL/2011	5.41%	0.00	1/7/2011
313588GJ8	FED NATL MORT ASSC 0% DISC NTS 02/JUN/2011 USD	4.75%	0.00	2/6/2011
446436AB3	HUNTINGTON NATIONAL BANK FRN 01/JUN/2012 USD1000	3.77%	0.71	1/6/2012
36967HAN7	GENERAL ELECTRIC CAPITAL CORP 2.25% NTS	3.05%	2.25	12/3/2012
788717D	FED HOME LOAN ZCP 01/JUN/2011	3.05%	0.00	1/6/2011
912828JU5	UNITED STATES OF AMER TREAS NOTES 1.75% TB	3.05%	1.75	15/11/2011
787631D	FED HOME LOAN ZCP 29/AUG/2011	2.99%	0.00	29/8/2011
3133733A8	FEDERAL HOME LOAN BANKS CONS BD 0.18% 21/DEC/2011	2.99%	0.18	21/12/2011

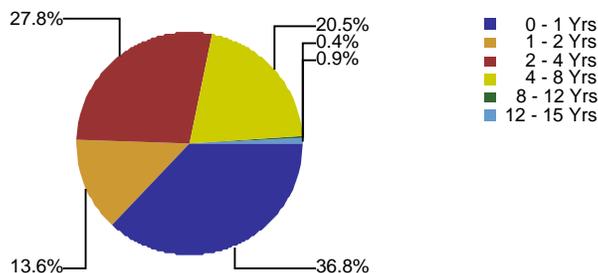
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



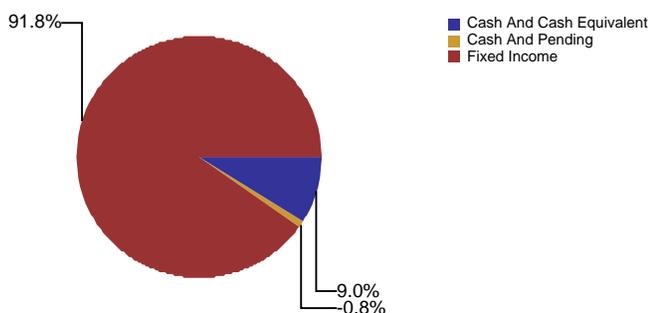
Portfolio Characteristics

Total Net Assets (Millions) **266.9**
 Weighted Average Life (Years) **4.15**
 Weighted Avg. Effective Duration (Years) **2.18**
 Weighted Average Rating **AA+**
 Number of Holdings **129**



Asset Mix

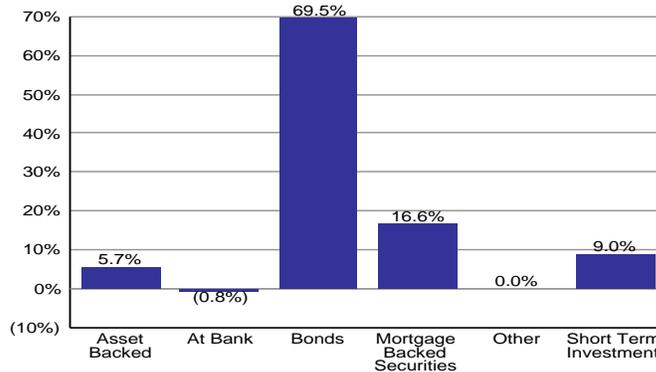
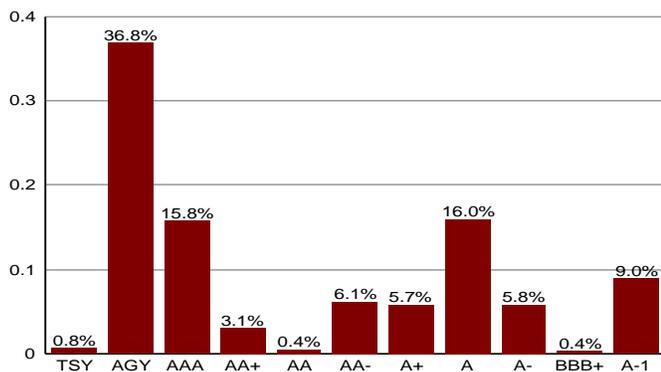
Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
191216AN0	COCA-COLA CO 0.75% SNR NTS 15/NOV/2013 USD1000	2.96%	0.75	15/11/2013
85299V938	TRI-PARTY REPO SOUTH STREET 0.04% 02/MAY/2011	1.93%	0.04	2/5/2011
92343VAY0	VERIZON COMMUNICATIONS INC 3% BDS 01/APR/2016	1.88%	3.00	1/4/2016
59217GAF6	METRO LIFE GBL FD1 FR MTN 10/JAN/2014 USD1000	1.87%	1.04	10/1/2014
959802AN9	WESTERN UNION COMP 0% BDS 07/MAR/2013 USD2000	1.87%	0.89	7/3/2013
039483BA9	ARCHER DANIELS MIDLAND CO 0.4733% BDS 13/AUG/2012	1.86%	0.47	13/8/2012
63743HEA6	NATL RURAL UTILS C FR MTN 09/DEC/2011 USD1000	1.86%	0.41	9/12/2011
06945MS49	BARTON CAPITAL CORP. CORPORATE COMMERCIAL PAPER	1.86%	0.00	4/5/2011
963673D	LEGACY CAPITAL ZERO 02/JUN/2011	1.86%	0.00	2/6/2011
967517D	CHARIOT FNDG ZCP 05/JUL/2011	1.86%	0.00	5/7/2011

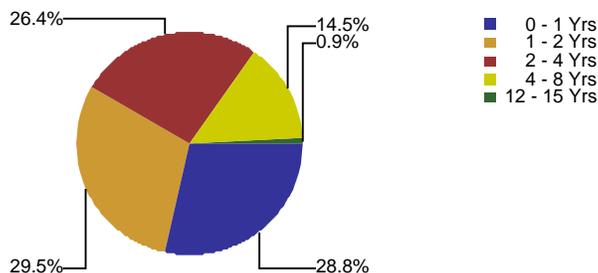
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



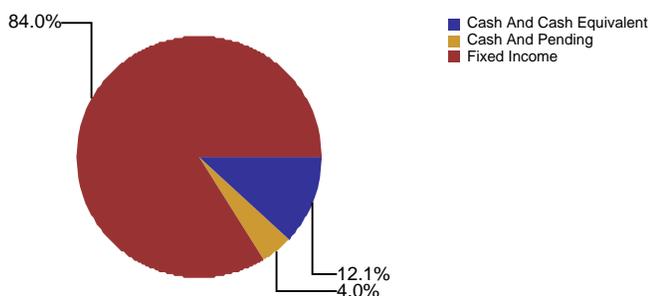
Portfolio Characteristics

Total Net Assets (Millions) **12.4**
 Weighted Average Life (Years) **3.98**
 Weighted Avg. Effective Duration (Years) **2.08**
 Weighted Average Rating **AAA**
 Number of Holdings **25**



Asset Mix

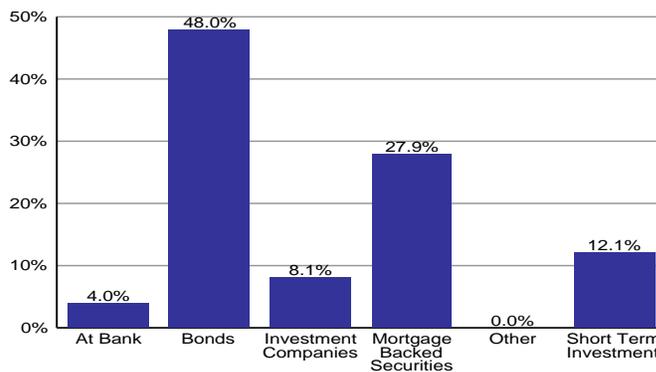
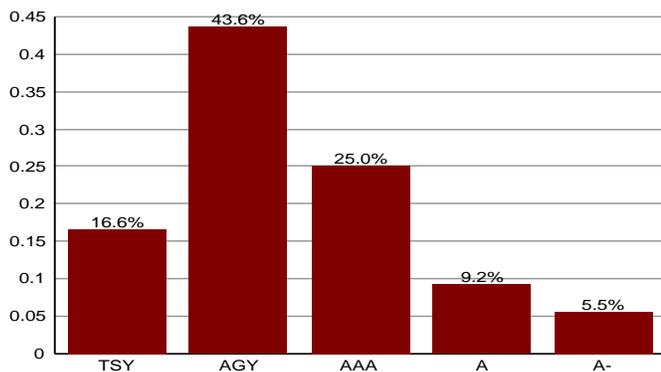
Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
928989383	JP MORGAN US GOV'T MMF AGENCY SHARES	12.07%	0.01	31/12/2049
958268S	LONG TERM GOV'T POOL	8.13%	0.00	31/12/2049
31294KTB1	FEDERAL HOME LN MTG CORP GOLD POOL # EO1446 DTD	6.49%	4.50	1/9/2018
36241KJZ2	GNMA I MORTPASS 4.5% 15/FEB/2021 JP PN# 782080	5.26%	4.50	15/2/2021
3137A2PF2	FREDDIE MAC 3766 HE 3.000% 15/NOV/2020	5.06%	3.00	15/11/2020
10138MAH8	BOTTLING GROUP 6.95% SNR NTS 15/MAR/2014 USD1000	4.73%	6.95	15/3/2014
5526E2AC3	MBNA AMERICA BANK NA 7.125% 15/NOV/2012	4.49%	7.12	15/11/2012
38376JFP4	GINNIE MAE 2009-106 HA 4.000% 16/NOV/2039	4.47%	4.00	16/11/2039
3128X77G3	FEDERAL HOME LOAN MORTGAGE CORP 4.25% BDS	4.21%	4.25	12/12/2018
912828LG3	UNITED STATES TREAS NTS 1% 31/JUL/2011	4.07%	1.00	31/7/2011

Quality/Rating Weightings

Sector Weightings (as % of Market Value)



OPERATING MONIES
AVERAGE INVESTED BALANCE

Through April 30, 2011

(in millions of dollars)

<u>Month</u>	<u>Fiscal Year</u> <u>2008/2009</u>	<u>Fiscal Year</u> <u>2009/2010</u>	<u>Fiscal Year</u> <u>2010/2011</u>
JULY	1,450	116	1,077
AUGUST	795	(200)	761
SEPTEMBER	876	11	590
OCTOBER	564	(224)	358
NOVEMBER	613	(431)	570
DECEMBER	804	(733)	592
JANUARY	739	(463)	835
FEBRUARY	542	(423)	863
MARCH	264	(686)	802
APRIL	16	(635)	1,002
MAY	18	(579)	
JUNE	470	450	
Y-T-D			
Average	\$596	(\$316)	\$745

**EARNINGS DISTRIBUTED
ENDOWMENT FUNDS
APRIL 2011**

Distributed in Current Month

Recipient	April-11	Fiscal YTD 10/11	Fiscal YTD 09/10
101 A & M Colleges	\$4,897	\$46,999	\$0
102 State Hospital	\$2,401	\$22,957	\$0
103 Leg., Exec., & Jud.	\$4,604	\$44,501	\$0
104 Military Institute	\$356	\$3,449	\$0
105 Miners Hospital	\$6,454	\$62,278	\$0
107 Normal School ASU/NAU	\$1,795	\$17,314	\$0
108 Penitentiaries	\$9,792	\$96,048	\$1,799
109 Permanent Common School	\$1,390,917	\$13,382,112	\$0
110 School for Deaf & Blind	\$2,682	\$25,902	\$0
111 School of Mines	\$6,060	\$58,401	\$0
112 State Charitable-Pioneers Home	\$21,984	\$209,847	\$0
112 State Charitable-Corrections	\$10,992	\$104,925	\$0
112 State Charitable-Youth Treatment	\$10,992	\$104,925	\$0
113 University Fund	\$9,301	\$89,548	\$0
114 U of A Land - 1881	\$20,827	\$200,827	\$0
Total	\$1,504,054	\$14,470,033	\$1,799

Posted in USAS in current month

**ENDOWMENT FUNDS
 PORTFOLIO YIELD ANALYSIS
 APRIL 30, 2011**

NET EARNINGS

FUND	DESCRIPTION	Current Month 04/30/11	Prior Month 03/31/11	Prior Year 4/30/10
205	ENDOWMENTS - FIXED INCOME	4,211,093	4,507,099	4,320,126

YIELDS

<u>MONTHLY</u>	Current Month 04/30/11	Prior Month 03/31/11	Prior Year 4/30/10	
205	ENDOWMENTS - FIXED INCOME	5.51%	5.82%	5.62%

NET REALIZED CAPITAL GAINS / LOSSES - ENDOWMENT FUNDS

Endowment Fund	Apr-11 NET GAIN(LOSS)	Apr-10 NET GAIN(LOSS)
Fixed Income Pool	(167,253)	(110,898)
Equity Pool (500)	94,825	(54,963)
Equity Pool (400)	4,909,627	2,552,813
Equity Pool (600)	36,213	0
Totals	4,873,412	2,386,952

Endowment Fund	2010/2011 FISCAL YEAR TO DATE GAINS(LOSSES)	2009/ 2010 FISCAL YEAR TO DATE GAINS(LOSSES)
Fixed Income Pool	(1,488,344)	(6,427)
Equity Pool (500)	1,837,964	(7,679,548)
Equity Pool (400)	24,810,834	7,485,074
Equity Pool (600)	58,585	0
Totals	25,219,040	(200,902)

ENDOWMENT FUNDS FIXED-INCOME POOL
PURCHASES & SALES
 Month of April 2011

State Treasurer's Report
 May 24, 2011
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I. Endowment Funds Purchases

<u>SECURITY DESCRIPTION</u>	<u>RATE</u>	<u>MATURITY</u>	<u>*WAL YEARS</u>	<u>PAR VALUE</u>	<u>PURCHASE COST</u>	<u>YIELD</u>	<u>MOODY'S / S&P RATING</u>
FHLMC MTG	4.00	5/15/2024	5.01	\$5,000,000	\$5,219,080	3.02%	Aaa/AAA
FHLMC MTG	4.50	10/15/2040	3.96	\$7,489,841	\$7,932,911	2.89%	Aaa/AAA
FHLMC MTG	4.50	2/1/2026	3.71	\$5,001,877	\$5,280,575	2.99%	Aaa/AAA
FNMA MTG	4.00	3/1/2026	4.39	\$7,000,030	\$7,213,409	3.28%	Aaa/AAA
FNMA MTG	3.37	11/1/2035	8.13	\$4,936,962	\$5,201,518	3.15%	Aaa/AAA
FNMA MTG	4.50	3/1/2025	3.37	\$8,028,665	\$8,469,740	2.88%	Aaa/AAA
GNMA MTG	4.50	7/20/2037	4.15	\$6,981,809	\$7,437,721	2.80%	Aaa/AAA

	\$44,439,184	\$46,754,955
TOTAL ENDOWMENT FUNDS PURCHASES	\$44,439,184	\$46,754,955

II. Endowment Funds Sales

<u>SECURITY DESCRIPTION</u>	<u>RATE</u>	<u>MATURITY</u>	<u>PAR VALUE</u>	<u>AMORTIZED COST/PROCEEDS</u>	<u>SALES GAINS/(LOSSES)</u>	<u>MOODY'S / S&P RATING</u>
			\$0	\$0	\$0	
TOTAL ENDOWMENT FUNDS SALES			\$0	\$0	\$0	

*WAL is the weighted average life of the security based on the Bloomberg calculation at the time the trade is executed. The calculation is used only with mortgage-backed pass-through/CMO securities.

EQUITY FUNDS
PURCHASES & SALES
Month of April 2011

State Treasurer's Report
May 24, 2011
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I. Equity Fund Purchases

	<u>SHARES</u>	<u>PURCHASE COST</u>	<u>COMMISSIONS</u>
S&P 400 Mid-Cap Fund	109,798	\$8,693,814	\$993
S&P 500 Large-Cap Fund	95,783	\$7,036,438	\$1,427
S&P 600 Small-Cap Fund	1,174,407	\$28,501,337	\$17,577
TOTAL EQUITY PURCHASES	1,379,988	\$44,231,590	\$19,997

II. Equity Funds Sales

	<u>SHARES</u>	<u>SALES AMOUNT</u>	<u>COMMISSIONS</u>
S&P 400 Mid-Cap Fund	85,883	\$12,760,176	\$3,498
S&P 500 Large-Cap Fund	34,915	\$2,258,637	\$458
S&P 600 Small-Cap Fund	10,426	\$813,357	\$156
TOTAL EQUITY SALES	131,224	\$15,832,170	\$4,113

**ENDOWMENT FUNDS
INVESTMENTS OUTSTANDING**

APRIL 30, 2011
(In Thousands)

State Treasurer's Report
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Page 22

FUND	NAME OF FUND	SHARES OUTSTANDING	BOOK VALUE	MARKET VALUE	UNREALIZED GAINS (LOSSES)	Mkt Value/ Book Value
101	A & M Colleges					
	<i>Shares in Large-Cap 500 Equity Fund</i>	2,559	2,328	3,112	784	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	796	772	1,740	968	
	<i>Shares in Small-Cap 600 Equity Fund</i>	230	236	242	6	
	<i>Shares in Fixed Income Fund</i>	2,636	2,971	4,434	1,463	
	Total	6,220	6,308	9,528	3,220	1.511
102	State Hospital					
	<i>Shares in Large-Cap 500 Equity Fund</i>	1,659	1,434	2,018	583	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	448	475	979	503	
	<i>Shares in Small-Cap 600 Equity Fund</i>	133	136	140	4	
	<i>Shares in Fixed Income Fund</i>	1,546	1,830	2,601	771	
	Total	3,785	3,876	5,737	1,861	1.480
103	Leg., Exec., & Jud.					
	<i>Shares in Large-Cap 500 Equity Fund</i>	1,947	1,904	2,367	463	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	607	632	1,328	696	
	<i>Shares in Small-Cap 600 Equity Fund</i>	188	193	199	5	
	<i>Shares in Fixed Income Fund</i>	2,185	2,431	3,676	1,244	
	Total	4,927	5,161	7,569	2,409	1.467
104	Military Institute					
	<i>Shares in Large-Cap 500 Equity Fund</i>	132	131	160	29	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	44	43	97	54	
	<i>Shares in Small-Cap 600 Equity Fund</i>	13	14	14	0	
	<i>Shares in Fixed Income Fund</i>	155	167	261	94	
	Total	345	355	532	177	1.498
105	Miners Hospital					
	<i>Shares in Large-Cap 500 Equity Fund</i>	4,316	4,232	5,249	1,017	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	1,138	1,411	2,487	1,076	
	<i>Shares in Small-Cap 600 Equity Fund</i>	402	411	424	13	
	<i>Shares in Fixed Income Fund</i>	4,070	5,342	6,847	1,505	
	Total	9,926	11,396	15,007	3,611	1.317

**ENDOWMENT FUNDS
INVESTMENTS OUTSTANDING**

APRIL 30, 2011

(In Thousands)

State Treasurer's Report

May 24, 2011

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FUND	NAME OF FUND	SHARES OUTSTANDING	BOOK VALUE	MARKET VALUE	UNREALIZED GAINS (LOSSES)	Mkt Value/ Book Value
107	Normal School ASU/NAU					
	<i>Shares in Large-Cap 500 Equity Fund</i>	926	874	1,126	252	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	267	289	583	294	
	<i>Shares in Small-Cap 600 Equity Fund</i>	83	85	87	2	
	<i>Shares in Fixed Income Fund</i>	941	1,112	1,583	471	
	Total	2,216	2,359	3,379	1,020	1.432
108	Penitentiaries					
	<i>Shares in Large-Cap 500 Equity Fund</i>	3,260	2,948	3,964	1,016	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	910	978	1,989	1,011	
	<i>Shares in Small-Cap 600 Equity Fund</i>	266	273	281	7	
	<i>Shares in Fixed Income Fund</i>	3,102	3,764	5,219	1,455	
	Total	7,538	7,963	11,453	3,490	1.438
109	Permanent Common School					
	<i>Shares in Large-Cap 500 Equity Fund</i>	883,421	853,807	1,074,347	220,540	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	234,091	282,737	511,652	228,915	
	<i>Shares in Small-Cap 600 Equity Fund</i>	73,635	75,628	77,682	2,054	
	<i>Shares in Fixed Income Fund</i>	850,956	1,087,863	1,431,592	343,729	
	Total	2,042,103	2,300,034	3,095,273	795,239	1.346
110	School for Deaf & Blind					
	<i>Shares in Large-Cap 500 Equity Fund</i>	1,313	1,243	1,597	353	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	393	412	858	445	
	<i>Shares in Small-Cap 600 Equity Fund</i>	120	123	126	3	
	<i>Shares in Fixed Income Fund</i>	1,392	1,587	2,341	754	
	Total	3,217	3,366	4,922	1,556	1.462
111	School of Mines					
	<i>Shares in Large-Cap 500 Equity Fund</i>	2,901	2,819	3,528	709	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	852	934	1,863	929	
	<i>Shares in Small-Cap 600 Equity Fund</i>	263	270	278	7	
	<i>Shares in Fixed Income Fund</i>	3,025	3,593	5,089	1,496	
	Total	7,041	7,617	10,757	3,141	1.412

**ENDOWMENT FUNDS
INVESTMENTS OUTSTANDING**

APRIL 30, 2011
(In Thousands)

State Treasurer's Report
May 24, 2011
Page 24

FUND NAME OF FUND	SHARES OUTSTANDING	BOOK VALUE	MARKET VALUE	UNREALIZED GAINS (LOSSES)	Mkt Value/ Book Value
112 State Charitable					
<i>Shares in Large-Cap 500 Equity Fund</i>	30,077	28,044	36,578	8,534	
<i>Shares in Mid-Cap 400 Equity Fund</i>	7,639	9,298	16,696	7,398	
<i>Shares in Small-Cap 600 Equity Fund</i>	2,374	2,439	2,504	66	
<i>Shares in Fixed Income Fund</i>	27,928	35,780	46,983	11,203	
Total	68,017	75,560	102,761	27,201	1.360
113 University Fund					
<i>Shares in Large-Cap 500 Equity Fund</i>	4,802	4,608	5,840	1,232	
<i>Shares in Mid-Cap 400 Equity Fund</i>	1,392	1,524	3,042	1,518	
<i>Shares in Small-Cap 600 Equity Fund</i>	439	451	463	12	
<i>Shares in Fixed Income Fund</i>	4,977	5,861	8,373	2,512	
Total	11,610	12,443	17,718	5,275	1.424
114 U Of A Land - 1881					
<i>Shares in Large-Cap 500 Equity Fund</i>	13,841	13,837	16,832	2,995	
<i>Shares in Mid-Cap 400 Equity Fund</i>	3,701	4,576	8,090	3,514	
<i>Shares in Small-Cap 600 Equity Fund</i>	1,219	1,251	1,286	35	
<i>Shares in Fixed Income Fund</i>	13,804	17,592	23,224	5,631	
Total	32,566	37,257	49,432	12,176	1.327
TOTALS - ALL FUNDS					
<i>Shares in Large-Cap 500 Equity Fund</i>	951,153	918,208	1,156,717	238,509	
<i>Shares in Mid-Cap 400 Equity Fund</i>	252,278	304,083	551,404	247,321	
<i>Shares in Small-Cap 600 Equity Fund</i>	79,364	81,510	83,726	2,216	
<i>Shares in Fixed Income Fund</i>	916,717	1,169,893	1,542,223	372,329	
Grand Total	2,199,512	2,473,695	3,334,070	860,375	
PRIOR YEAR:					
APRIL 2010 BALANCES	2,073,078	2,324,067	2,861,190	537,122	

**ENDOWMENT FUNDS
INVESTMENTS OUTSTANDING**
APRIL 30, 2011

State Treasurer's Report
May 24, 2011
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ASSET ALLOCATION PERCENTAGE

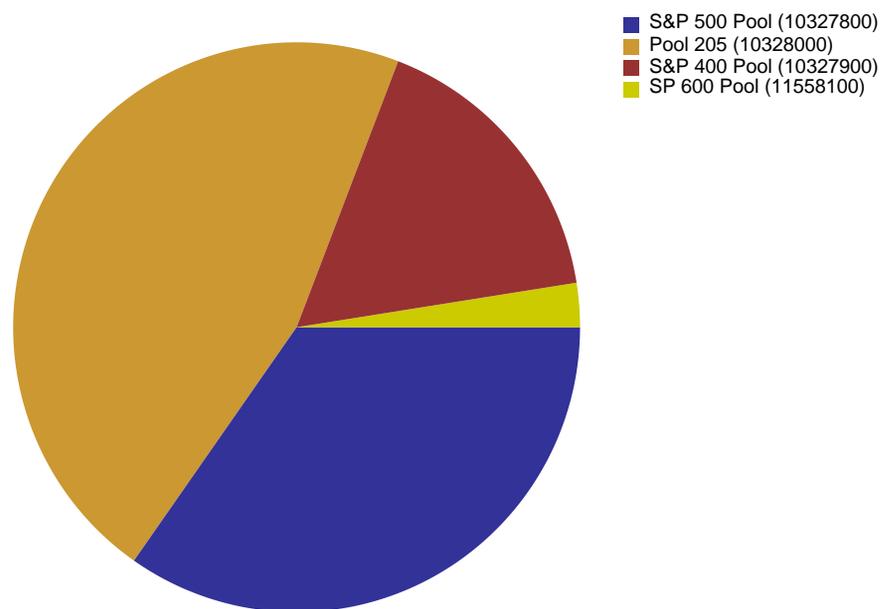
	SHARES OUTSTANDING	BOOK VALUE	MARKET VALUE	APRIL 2010 MARKET VALUE
<i>Shares in Large-Cap 500 Equity Fund</i>	43.24%	37.12%	34.69%	32.68%
<i>Shares in Mid-Cap 400 Equity Fund</i>	11.47%	12.29%	16.54%	15.21%
<i>Shares in Small-Cap 600 Equity Fund</i>	3.61%	3.30%	2.51%	0.00%
<i>Shares in Fixed Income Fund</i>	41.68%	47.29%	46.26%	52.11%
	-----	-----	-----	-----
Total	100.00%	100.00%	100.00%	100.00%
	=====	=====	=====	=====

Performance Worksheet
Arizona State Treasury (05509)
As Of April 2011
Gross of Fee

Total Endowment Fund Composite (00550902)													
ID	Name	Beginning Market Value	Ending Market Value	Cashflow	Current Month	Trailing Three Months	Year to Date	Fiscal Year To Date	Trailing One Year	Trailing Three Years	Trailing Five Years	Since Inception	Inception Date
10327800	S&P 500 Pool	1,122,073,684.00	1,156,717,211.00	1,475,128	2.95	6.53	9.05	34.41	17.24	1.88	2.94	1.02	07/01/1999
10327900	S&P 400 Pool	542,204,018.20	551,403,943.00	-5,335,252	2.71	10.16	12.35	44.23	25.39	6.57	6.12	8.65	08/01/2001
10328000	Pool 205	1,549,362,964.00	1,542,222,758.00	-22,173,758	0.98	1.17	0.62	1.99	4.04	5.29	6.01	6.02	07/01/1999
11558100	SP 600 Pool	55,354,920.59	83,726,223.38	26,943,330	2.58							5.57	03/01/2011
00550902	Total Endowment Fund Composite	3,268,995,587.00	3,334,070,136.00	909,449	1.99	4.50	5.36	17.72	11.70	4.51	5.12	5.36	07/01/1999

Manager Allocation - Daily Arizona State Treasury (05509) As of April 30, 2011

Total Endowment Fund Composite (00550902)		
Account Name	Market Value(MIL)	Percent of Portfolio
Pool 205 (10328000)	1,542.22	46.3%
S&P 400 Pool (10327900)	551.40	16.5%
S&P 500 Pool (10327800)	1,156.72	34.7%
SP 600 Pool (11558100)	83.73	2.5%
TOTAL	3,334.07	100.0%



Portfolio Characteristics

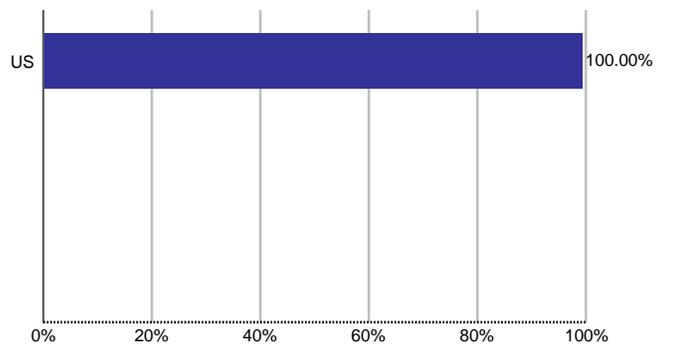
Risk Measures

Total Asset Value (in Millions)	1,156.7	Tracking Error	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Since Inception
P/E Ratio	16.30	Information Ratio	0.04	0.19	0.42	1.76
Price to Book Ratio	4.55	Std Deviation of Port.	0.49	0.78	(0.03)	(0.42)
Dividend Yield (%)	1.88	Std Deviation of Bench.	18.05	21.69	17.77	16.26
Return on Equity (%)	19.12	Sharpe Ratio of Port.	18.09	21.78	17.90	16.13
Sales Growth (%)	7.91	Sharpe Ratio of Bench.	0.95	0.06	0.04	(0.11)
Market Capitalization (\$ Millions)	92,392.90	R-Squared	0.94	0.06	0.04	(0.06)
Earnings per Share (\$)	4.06	Jensen's Alpha	1.00	1.00	1.00	0.99
Number of Holdings	501		0.06	0.15	(0.01)	(0.74)

Top Ten Portfolio Holdings

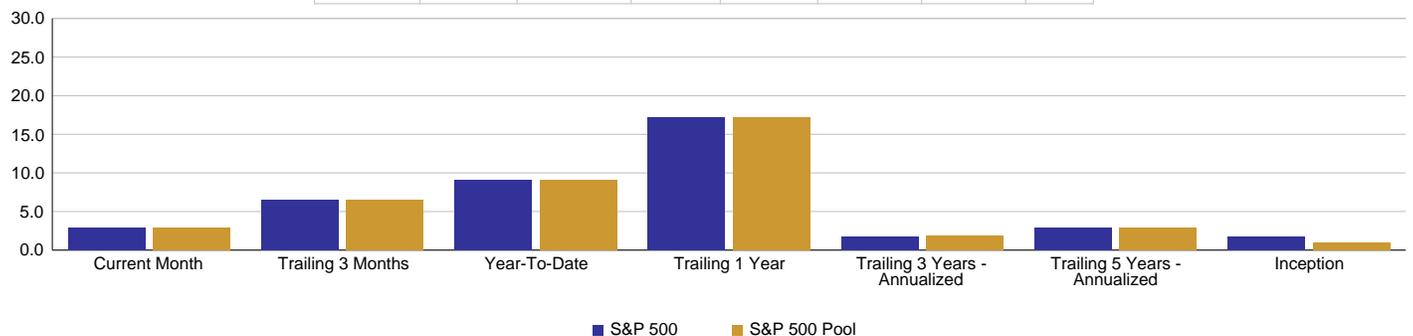
Security ID	Security Name	% of Assets
30231G102	EXXON MOBIL CORP - COM NPV	3.40%
78462F103	SPDR S&P 500 ETF TRUST	2.97%
037833100	APPLE INC - COM NPV	2.50%
166764100	CHEVRON CORP - COM USD3	1.71%
369604103	GENERAL ELECTRIC CO - COM USD.63	1.69%
459200101	INTL BUSINESS MACHINES CORP - COM USD.2	1.62%
594918104	MICROSOFT CORP - COM USD.001	1.50%
00206R102	AT&T INC - COM USD1	1.45%
742718109	PROCTER & GAMBLE CO - COM NPV	1.43%
46625H100	JPMORGAN CHASE & CO - COM USD12	1.42%

Top Ten Currency Weights

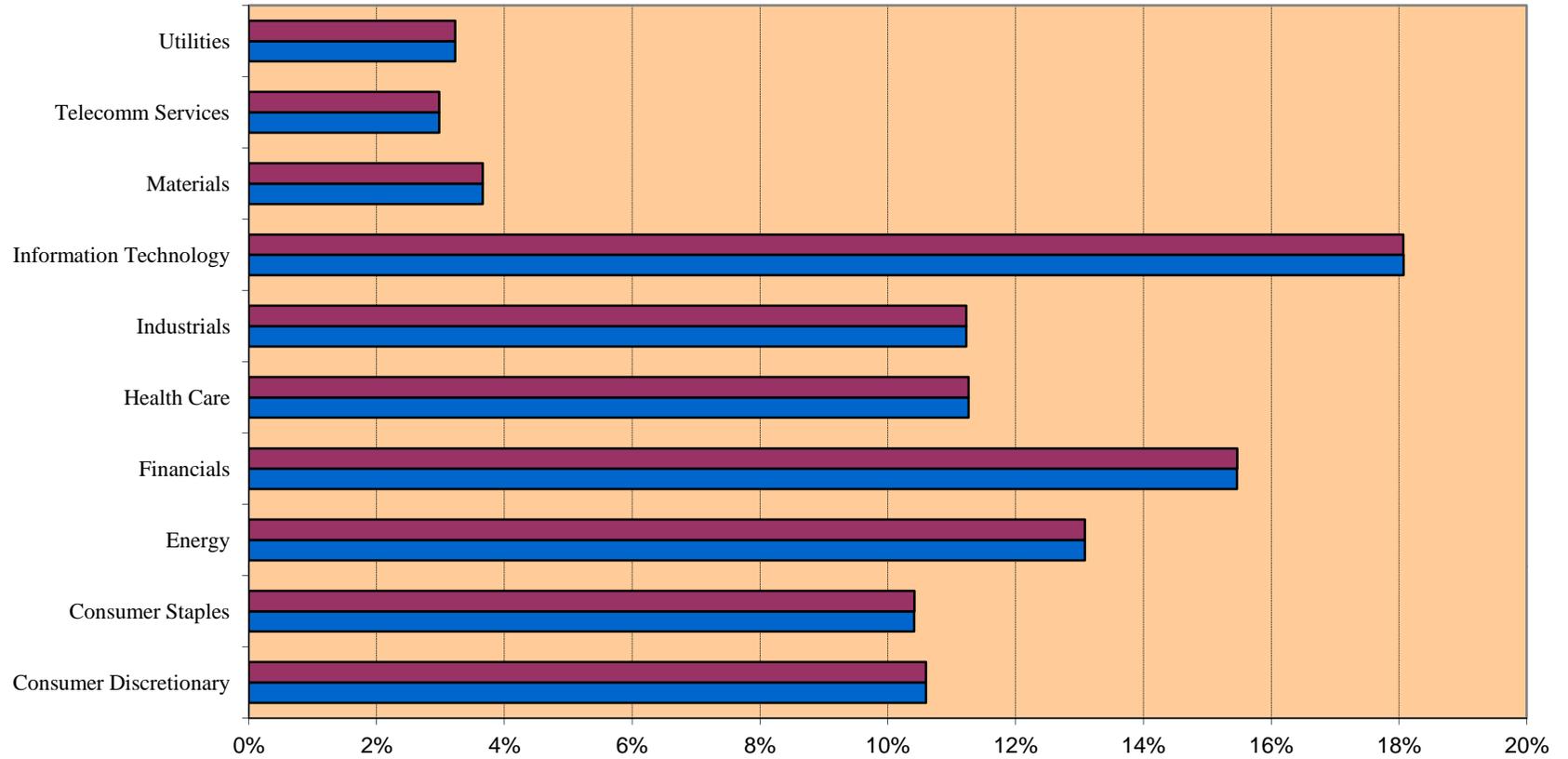


Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Inception
S&P 500 Pool	2.95	6.53	9.05	17.24	1.88	2.94	1.02
S&P 500	2.96	6.53	9.06	17.22	1.73	2.95	1.75
Excess	(0.01)	(0.01)	(0.01)	0.02	0.15	(0.01)	(0.74)



**STATE OF ARIZONA
POOL 201 (S&P 500)
As of April 30, 2011**



	Consumer Discretionary	Consumer Staples	Energy	Financials	Health Care	Industrials	Information Technology	Materials	Telecomm Services	Utilities
■ S&P 500 Index	10.60%	10.42%	13.09%	15.47%	11.27%	11.23%	18.07%	3.66%	2.98%	3.23%
■ STATE OF ARIZONA - POOL 201	10.60%	10.42%	13.08%	15.47%	11.27%	11.23%	18.07%	3.66%	2.98%	3.23%

S&P 500 Index
 STATE OF ARIZONA - POOL 201

Portfolio Characteristics

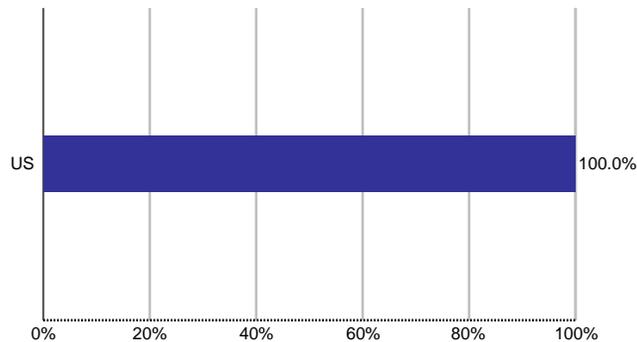
Risk Measures

Total Asset Value (in Millions)	551.4		Trailing 1 Year	0.20	Trailing 3 Years	2.39	Trailing 5 Years	2.12	Since Inception	2.18
P/E Ratio	20.70	Tracking Error	1.60	(0.71)	(0.11)	(0.02)				
Price to Book Ratio	2.35	Information Ratio	19.36	24.58	20.25	17.35				
Dividend Yield (%)	1.22	Std Deviation of Port.	19.49	25.62	21.11	18.42				
Return on Equity (%)	14.43	Std Deviation of Bench.	1.30	0.25	0.20	0.37				
Sales Growth (%)	6.96	Sharpe Ratio of Port.	1.28	0.30	0.20	0.36				
Market Capitalization (\$ Millions)	3,902.26	Sharpe Ratio of Bench.	1.00	0.99	0.99	0.99				
Earnings per Share (\$)	2.25	R-Squared	0.49	(1.36)	(0.04)	0.37				
Number of Holdings	401	Jensen's Alpha								

Top Ten Portfolio Holdings

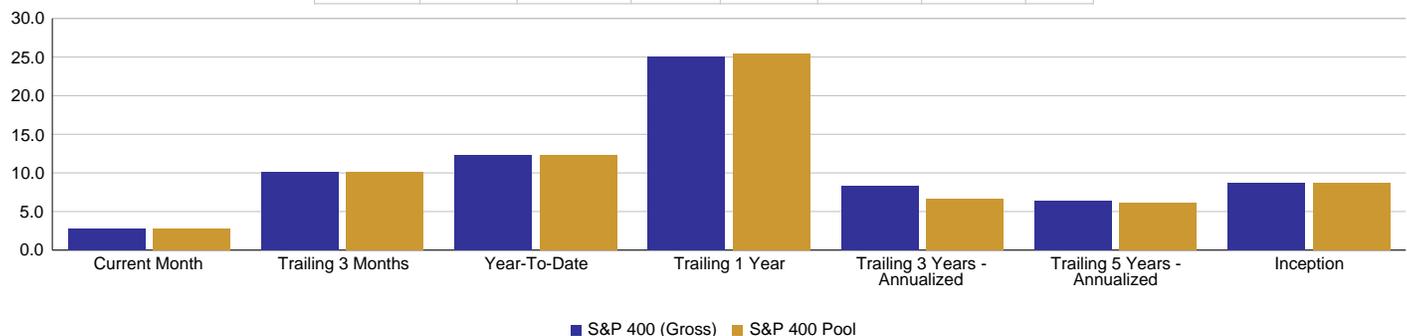
Security ID	Security Name	% of Assets
78467Y107	SPDR S&P MIDCAP 400 ETF TRUST	4.10%
92532F100	VERTEX PHARMACEUTICALS INC - COM USD.01	0.88%
171798101	CIMAREX ENERGY CO - COM USD.01	0.74%
099724106	BORGWARNER INC - COM USD.01	0.67%
549271104	LUBRIZOL CORP - COM NPV	0.67%
393122106	GREEN MTN COFFEE ROASTERS - COM USD.1	0.61%
74153Q102	PRIDE INTERNATIONAL INC - COM NPV	0.61%
714290103	PERRIGO CO - COM NPV	0.59%
118759109	BUCYRUS INTERNATIONAL INC - COM USD.01	0.58%
031100100	AMETEK INC - COM USD1	0.58%

Top Ten Currency Weights

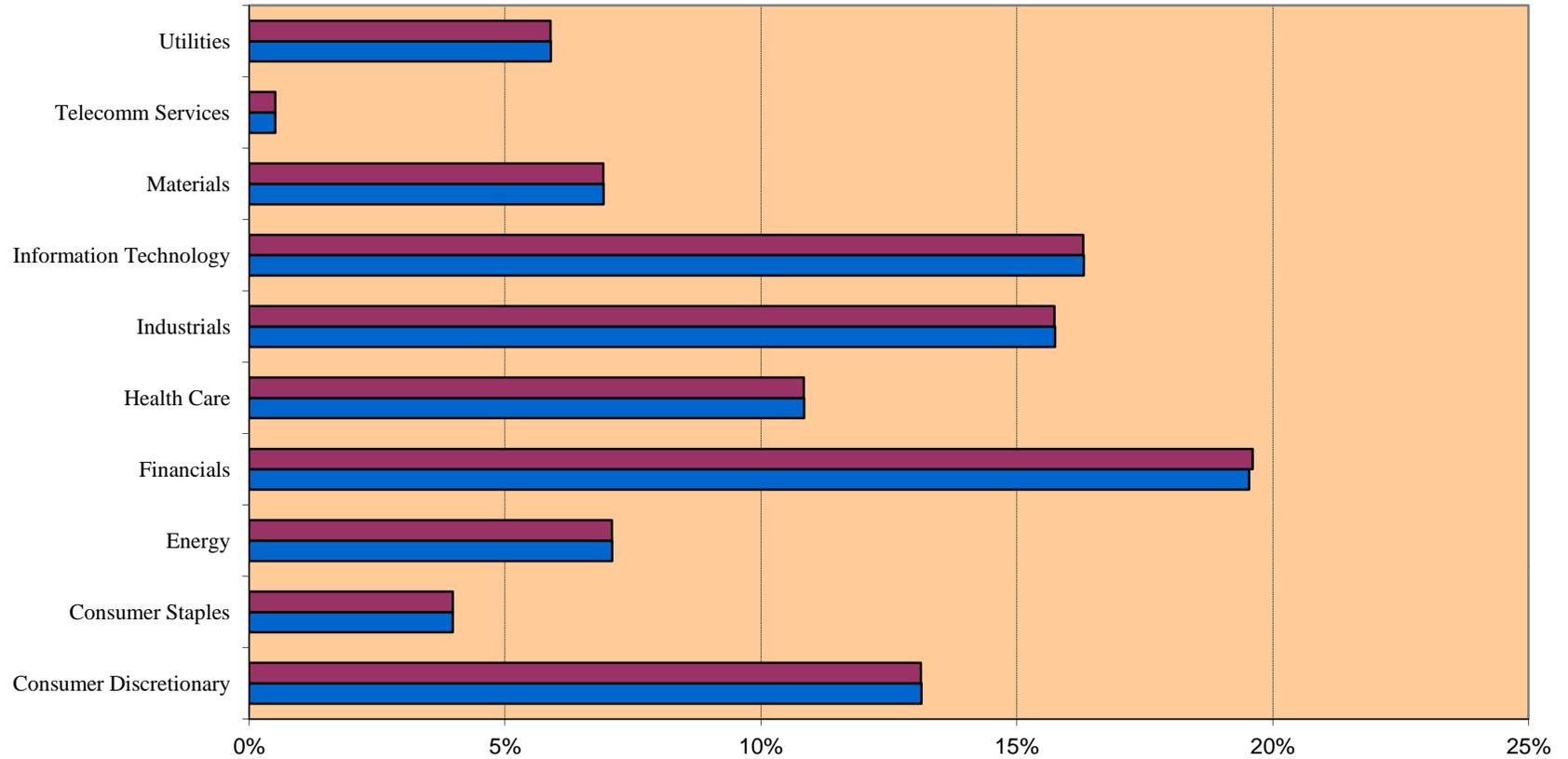


Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Inception
S&P 400 Pool	2.71	10.16	12.35	25.39	6.57	6.12	8.65
S&P 400 (Gross)	2.72	10.13	12.33	25.07	8.28	6.35	8.69
Excess	(0.01)	0.03	0.02	0.32	(1.70)	(0.22)	(0.04)



**STATE OF ARIZONA
POOL 203 (S&P MIDCAP 400)
As of April 30, 2011**



	Consumer Discretionary	Consumer Staples	Energy	Financials	Health Care	Industrials	Information Technology	Materials	Telecomm Services	Utilities
■ S&P MIDCAP 400	13.13%	3.98%	7.09%	19.61%	10.84%	15.74%	16.30%	6.92%	0.51%	5.89%
■ STATE OF ARIZONA - POOL 203	13.14%	3.98%	7.10%	19.54%	10.85%	15.75%	16.31%	6.93%	0.51%	5.90%

■ S&P MIDCAP 400
 ■ STATE OF ARIZONA - POOL 203

Portfolio Characteristics

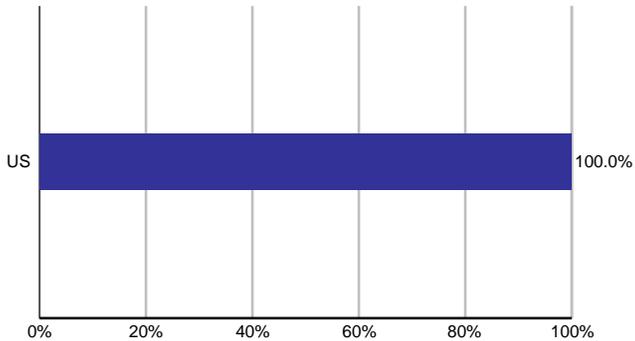
Risk Measures

Total Asset Value (in Millions)	83.7	Trailing 1 Year	-	Trailing 3 Years	-	Trailing 5 Years	-	Since Inception	-
P/E Ratio	20.07	Information Ratio	-	-	-	-	-	-	-
Price to Book Ratio	2.02	Std Deviation of Port.	-	-	-	-	-	-	-
Dividend Yield (%)	0.96	Std Deviation of Bench.	-	-	-	-	-	-	-
Return on Equity (%)	12.73	Sharpe Ratio of Port.	-	-	-	-	-	-	-
Sales Growth (%)	10.13	Sharpe Ratio of Bench.	-	-	-	-	-	-	-
Market Capitalization (\$ Millions)	1,310.68	R-Squared	-	-	-	-	-	-	-
Earnings per Share (\$)	1.45	Jensen's Alpha	-	-	-	-	-	-	-
Number of Holdings	601								

Top Ten Portfolio Holdings

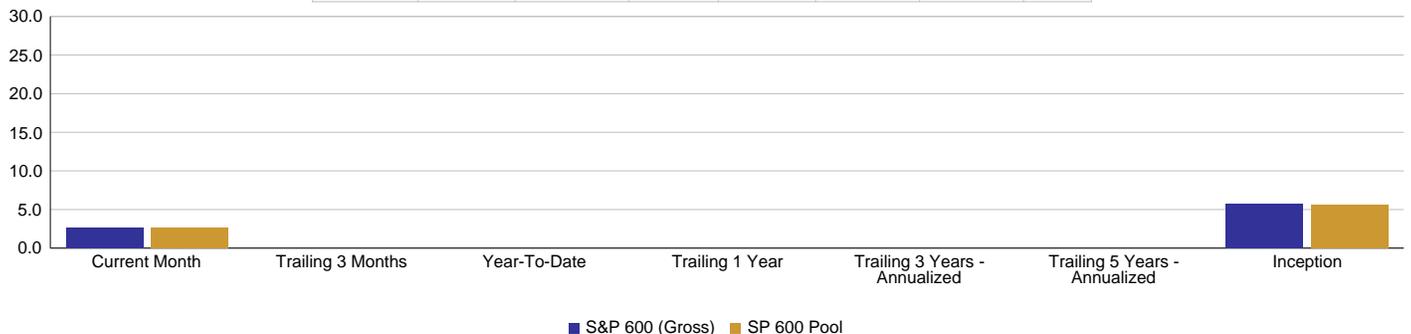
Security ID	Security Name	% of Assets
464287804	ISHARES TRUST S&P SMALLCAP 600 INDEX FUND	2.61%
75886F107	REGENERON PHARMACEUTICALS INC COM STK USD0.001	0.70%
03073T102	AMERIGROUP CORP COM STK USD0.01	0.63%
14888B103	CATALYST HEALTH SOLUTIONS INC	0.55%
549764108	LUFKIN INDUSTRIES INC COM STK USD1	0.53%
981475106	WORLD FUEL SERVICES CORP COM STK USD0.01	0.51%
42224N101	HEALTHSPRING USD0.01	0.50%
09063H107	BIOMED REALTY TRUST INC COM STK USD0.01	0.48%
435758305	HOLLY CORP COM STK USD0.01	0.48%
49427F108	KILROY REALTY CORP COM STK USD0.01	0.45%

Top Ten Currency Weights

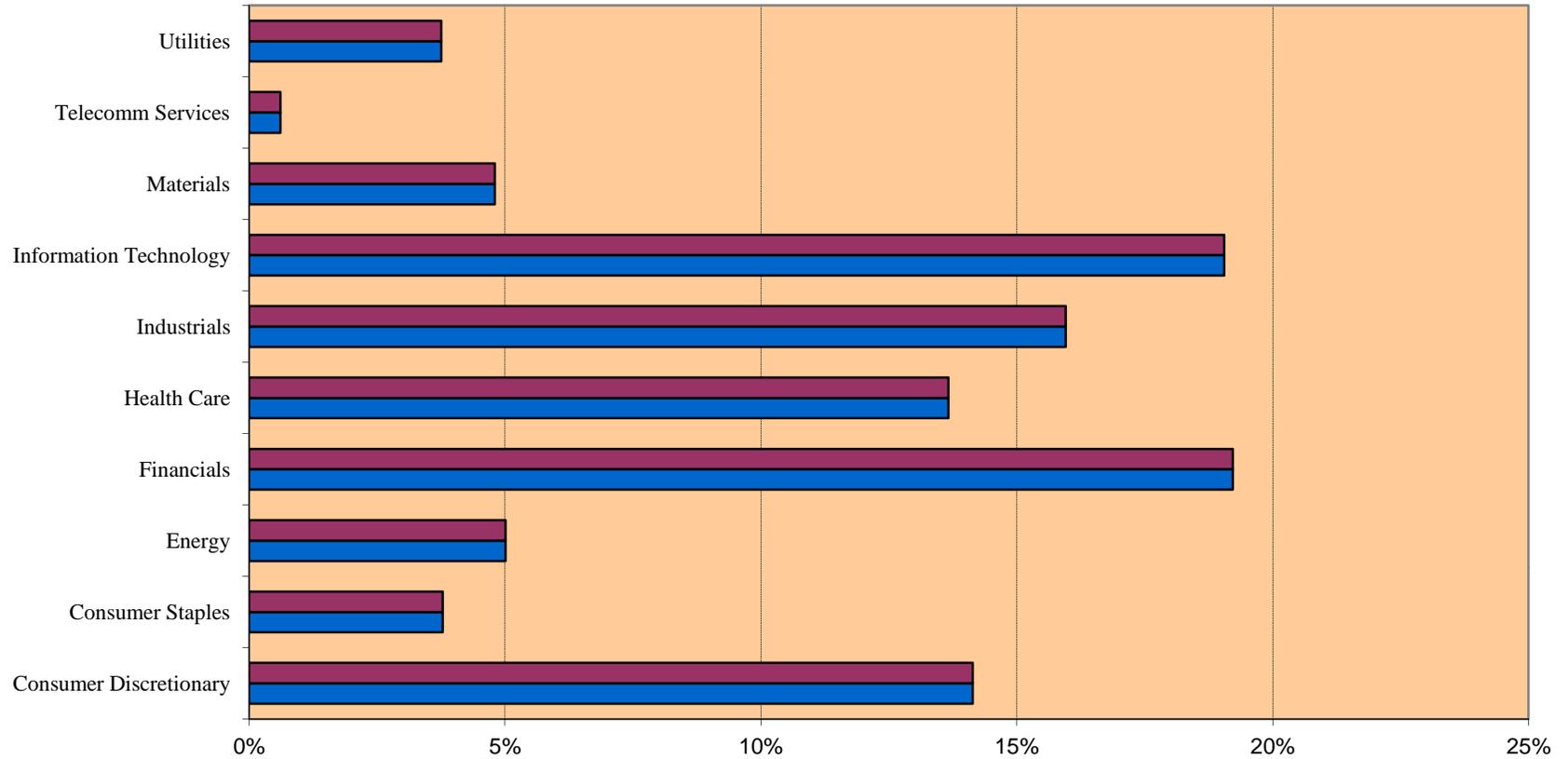


Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Inception
SP 600 Pool	2.58						5.57
S&P 600 (Gross)	2.60						5.69
Excess	(0.02)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.11)



**STATE OF ARIZONA
POOL 204 (S&P 600 Index)
As of April 30, 2011**

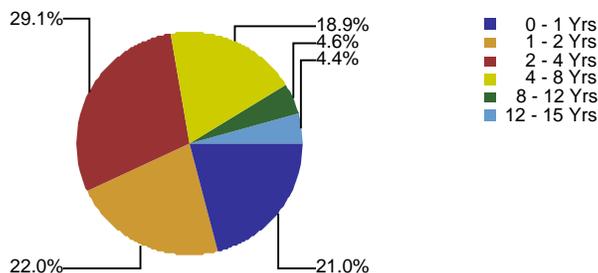


	Consumer Discretionary	Consumer Staples	Energy	Financials	Health Care	Industrials	Information Technology	Materials	Telecomm Services	Utilities
■ S&P 600 Index	14.14%	3.78%	5.01%	19.22%	13.66%	15.96%	19.06%	4.80%	0.61%	3.75%
■ STATE OF ARIZONA - POOL 204	14.14%	3.78%	5.01%	19.22%	13.66%	15.96%	19.06%	4.80%	0.61%	3.75%

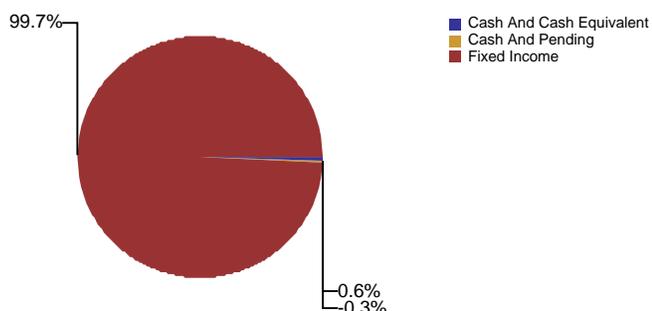
S&P 600 Index
 STATE OF ARIZONA - POOL 204

Portfolio Characteristics

Total Net Assets (Millions) **1,542.2**
 Weighted Average Life (Years) **5.07**
 Weighted Avg. Effective Duration (Years) **3.32**
 Weighted Average Coupon (%) **4.48**
 Weighted Average Current Yield (%) **1.98**
 Weighted Average Yield to Maturity (%) **2.06**
 Weighted Average Rating **AAA**
 Number of Holdings **266**



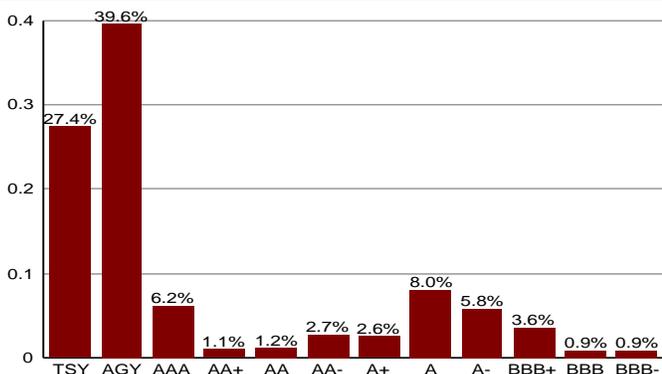
Asset Mix



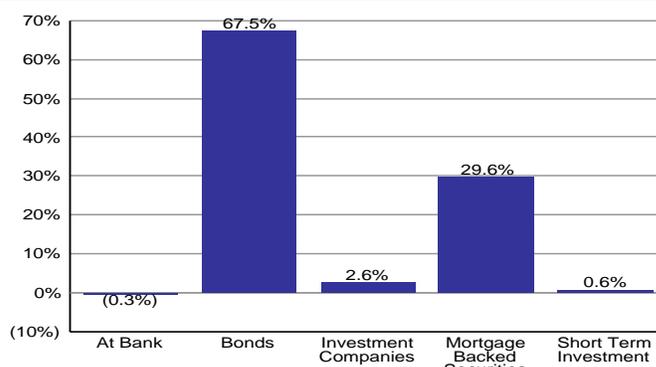
Top Ten Portfolio Holdings

Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
31359MQV8	FEDERAL NATIONAL MORTGAGE ASSOC 4.75% BDS	1.40%	4.75	21/2/2013
947513BB	LONG TERM POOL	1.30%	0.00	31/12/2049
958268S	LONG TERM GOVT POOL	1.30%	0.00	31/12/2049
92343VAN4	VERIZON COMMUNICATIONS INC 5.25% NTS 15/APR/2013	1.01%	5.25	15/4/2013
912828FK1	US TREAS NTS 05.125% 30/JUN/2011	0.99%	5.12	30/6/2011
3136FP4E4	FEDERAL NATIONAL MORTGAGE ASSOC 1.75% NTS	0.98%	1.75	30/12/2013
912810ED6	USA TREASURY BDS 8.125% BDS15/AUG/2019 USD1000	0.91%	8.12	15/8/2019
912810FA1	USA TREASURY BDS6.375% BDS 15/AUG/2027 USD1000	0.84%	6.38	15/8/2027
92343VAM6	VERIZON COMMUN 6.1% NTS 15/APR/2018 USD1000	0.74%	6.10	15/4/2018
59562VAT4	MIDAMERICAN ENERGY HLDGS 5.75% SNR NTS 01/APR/2018	0.73%	5.75	1/4/2018

Quality/Rating Weightings

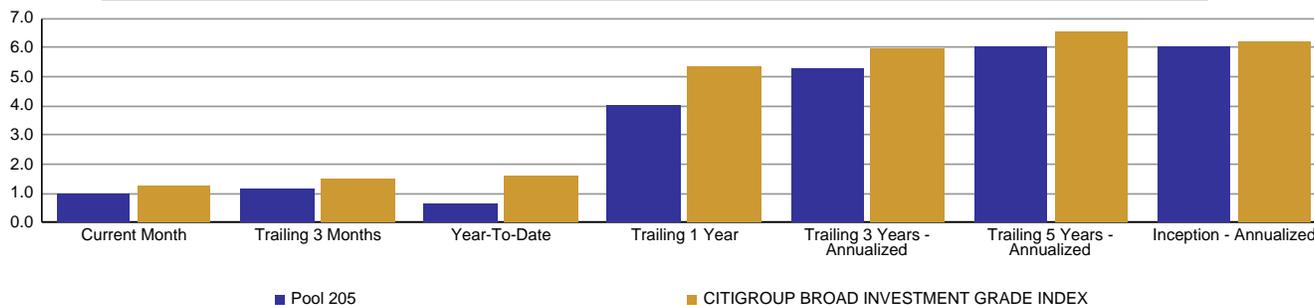


Sector Weightings (as % of Market Value)



Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Inception
Pool 205	0.98	1.17	0.62	4.04	5.29	6.01	6.02
CITIGROUP BROAD INVESTMENT GRADE INDEX	1.23	1.48	1.60	5.32	5.93	6.51	6.19
Excess	(0.25)	(0.31)	(0.98)	(1.29)	(0.64)	(0.50)	(0.16)

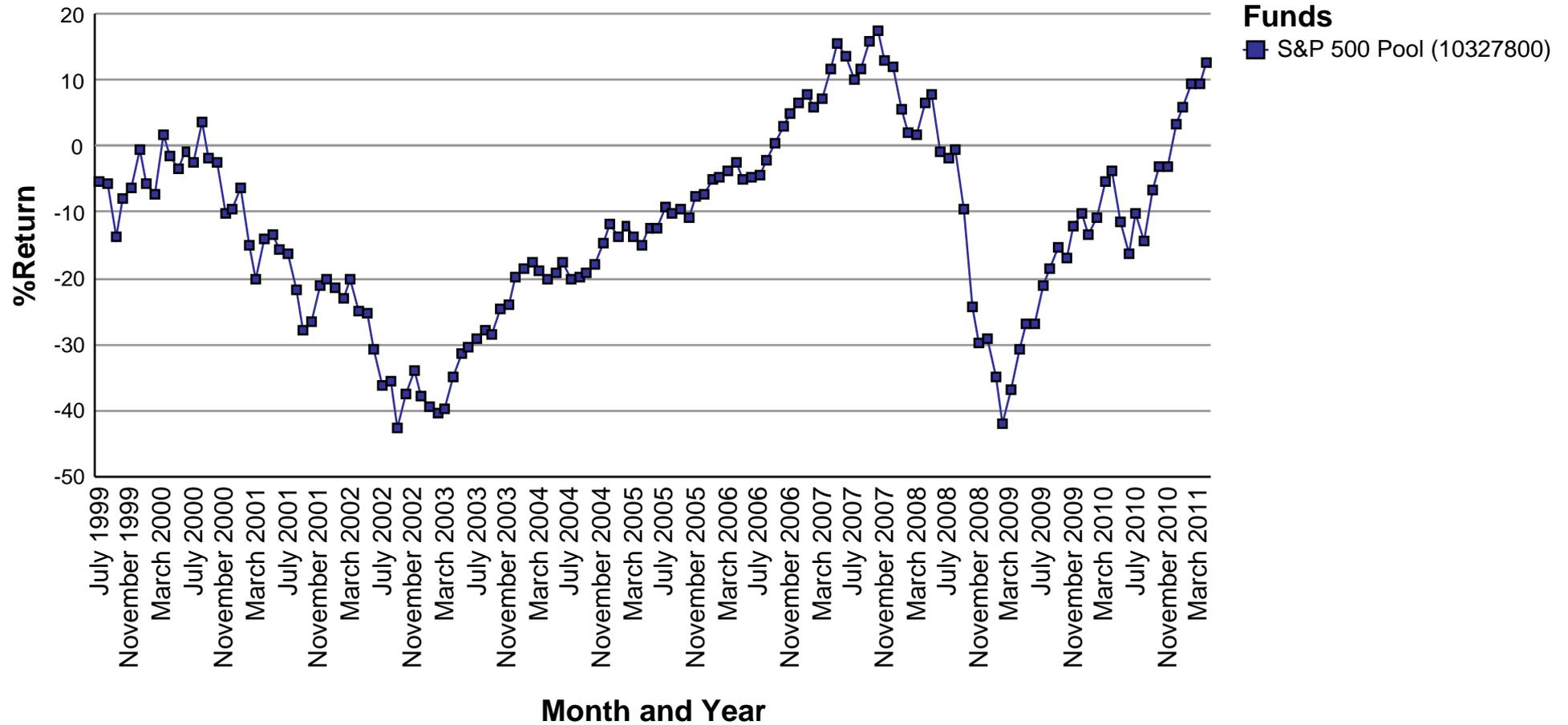


Performance Growth by Account

Arizona State Treasury (05509)

From July 1999 to April 2011

Gross of Fee

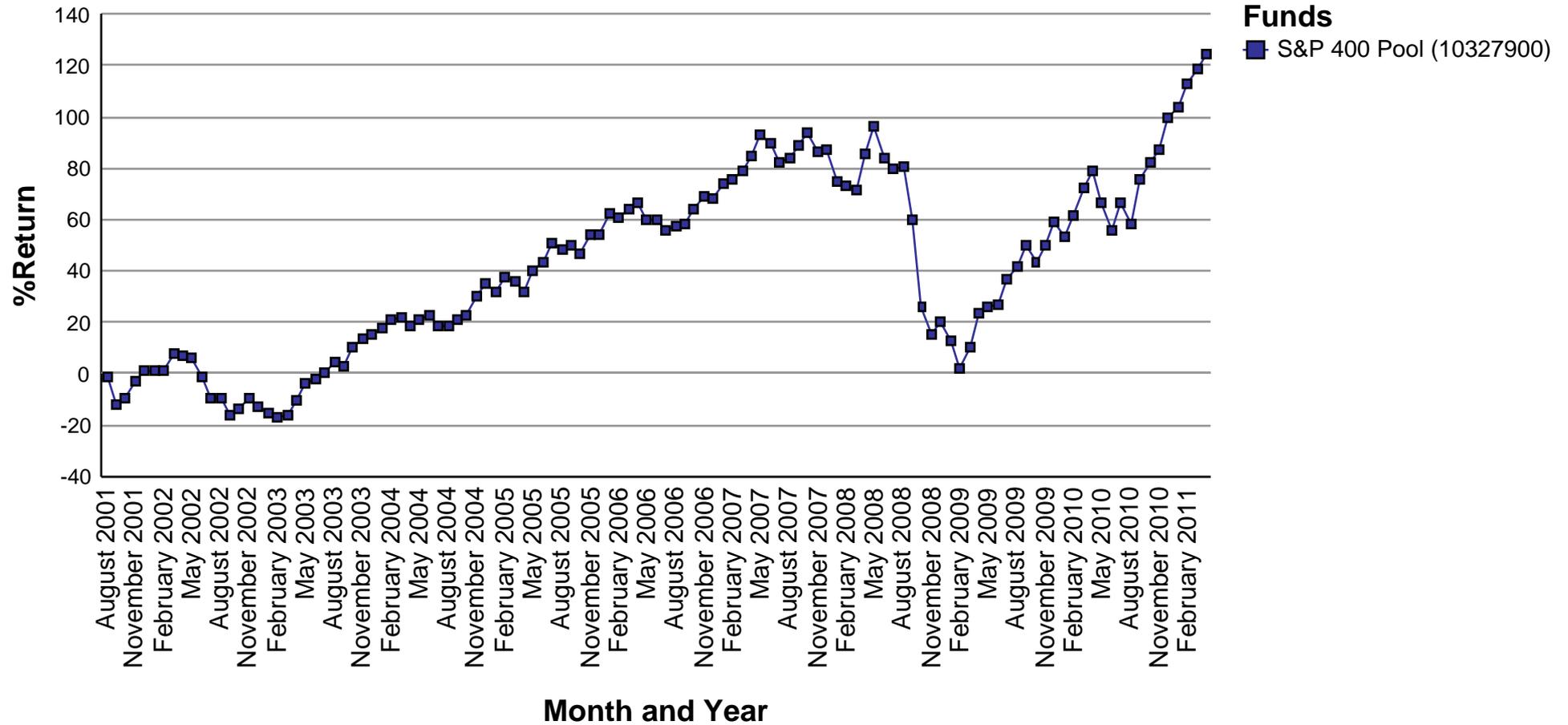


Performance Growth by Account

Arizona State Treasury (05509)

From August 2001 to April 2011

Gross of Fee



Performance Growth by Account

Arizona State Treasury (05509)

From July 1999 to April 2011

Gross of Fee

