



Montana Board of Investments

Investment Performance Analysis

Quarter Ended

March 31, 2008

Prepared By

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Capital Markets Review As of March 31, 2008

Capital Markets Review

First Quarter Economic Environment

Volatility in the capital markets continued amid growing concerns of a U.S. recession, a further declining U.S. Dollar, escalating energy prices, and continued fallout from subprime adversity. The U.S. Federal Reserve took several actions during the first quarter in an attempt to ease concerns and further increase liquidity in the credit markets. The Federal Reserve lowered the Fed Funds Rate three times during the quarter, for a total decrease of 200 basis points. The benchmark lending rate now sits at 2.25%, representing a decline of 3.00% since August 2007. The Fed also opened its lending window to brokerage firms for the first time in its history, in yet another attempt to provide liquidity to the market. In addition, the Fed controversially backed JPMorgan Chase & Co.'s purchase of Bear Stearns to contain the financial crisis.

The U.S. unemployment rate increased marginally during the first quarter from 5.0% to 5.1%. Oil prices increased substantially during the first two months of the quarter, piercing \$110 per barrel, which represents the commodity's inflation-adjusted high previously set in 1980, but Oil closed the quarter at just over \$100 per barrel. The U.S. Dollar continues to struggle falling more than 3% during the quarter as measured against a weighted average basket of currencies and over 7% when compared to the Euro. The Consumer Price Index has increased 4.0% over the past 12 months once again led by increases in energy costs. The core CPI, which excludes food and energy, has increased only 2.4% during the past 12 months.

First Quarter Equities

With a few exceptions, equity markets across the globe suffered significant losses during the quarter. Domestically, increased unemployment, accelerating housing price declines, further concerns in the credit markets, and fear that the U.S. has entered a recession played major roles in equity losses. The S&P 500 suffered its sixth-largest first quarter decline in its history and its largest quarterly loss since the third quarter of 2002. Value indexes performed slightly better than their growth counterparts, with large and small cap stocks performing equally poorly. Prospering international stocks finally slowed during the quarter, exceeding losses in the U.S. equity market in their local-currency terms. Emerging markets experienced significant losses during the quarter, underperforming the domestic market and posting their largest quarterly losses since 2002.

First Quarter Fixed Income

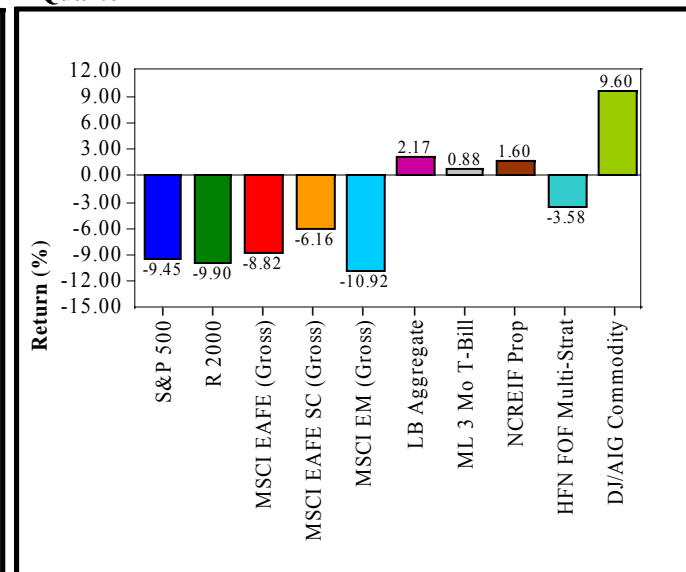
The bond markets posted positive returns in most sectors, led by the safest sovereign debt. Short-term Treasuries benefited from the Federal Reserve's engineering of declining short-term interest rates, while the High Yield sector continued to struggle as risk premiums increased and prices fell. New High Yield debt offering decreased over 80% from the previous quarter. The Lehman Brothers Aggregate Bond Index posted a positive return of 2.2% during the quarter. Yields across all maturities decreased from last quarter. The yield curve became less inverted and more upward sloping across all maturities.

Trailing-Period Performance

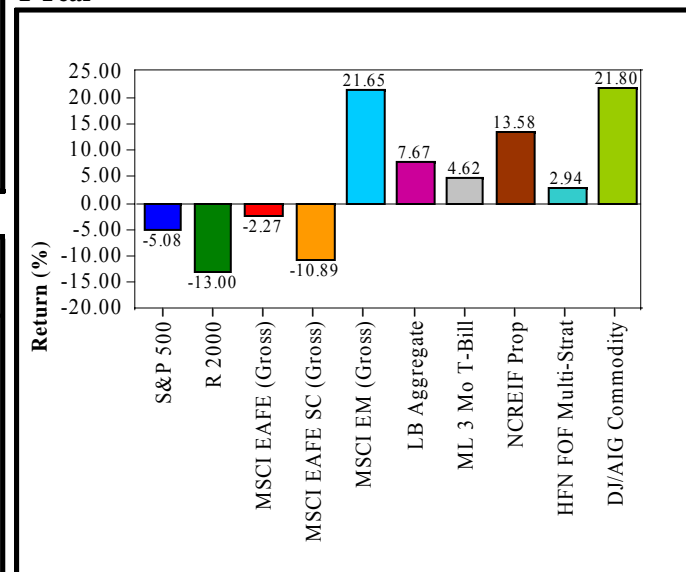
	1 Month Ending Jan-2008	1 Month Ending Feb-2008	1 Month	1 Quarter	Year To Date	1 Year	3 Years	5 Years	10 Years
S&P 500	-6.00	-3.25	-0.43	-9.45	-9.45	-5.08	5.85	11.32	3.50
R 2000	-6.82	-3.71	0.42	-9.90	-9.90	-13.00	5.06	14.90	4.96
MSCI EAFE (Gross)	-9.23	1.46	-1.00	-8.82	-8.82	-2.27	13.79	21.90	6.56
MSCI EAFE SC (Gross)	-9.76	4.26	-0.27	-6.16	-6.16	-10.89	11.51	26.05	N/A
MSCI EM (Gross)	-12.45	7.42	-5.28	-10.92	-10.92	21.65	29.64	35.95	12.54
LB Aggregate	1.68	0.14	0.34	2.17	2.17	7.67	5.48	4.58	6.04
ML 3 Mo T-Bill	0.50	0.15	0.23	0.88	0.88	4.62	4.41	3.18	3.73
NCREIF Prop	N/A	N/A	N/A	1.60	1.60	13.58	16.75	15.07	12.63
HFN FOF Multi-Strat	-2.58	1.42	-2.42	-3.58	-3.58	2.94	7.20	7.91	8.49
DJ/AIG Commodity	4.22	12.28	-6.34	9.60	9.60	21.80	12.10	15.71	10.39

Performance for periods greater than one year is annualized.

1 Quarter



1 Year



Capital Markets Review
As of March 31, 2008

35 Worst Quarters Since 1926 (S&P 500)

	Year	Quarter	Quarter Return	Following 4 Quarters Cumulative Return
1.	1932	Q2	-37.68	162.90
2.	1931	Q3	-33.62	-9.62
3.	1929	Q4	-27.75	-24.90
4.	1974	Q3	-25.18	38.42
5.	1987	Q4	-22.52	16.61
6.	1937	Q4	-21.40	31.14
7.	1962	Q2	-20.64	31.32
8.	1938	Q1	-18.59	35.18
9.	1970	Q2	-18.07	41.93
10.	1946	Q3	-18.05	6.44
11.	1930	Q2	-17.72	-23.45
12.	2002	Q3	-17.28	24.40
13.	1940	Q2	-16.85	5.67
14.	1939	Q1	-16.08	17.62
15.	1930	Q4	-15.76	-43.35
16.	2001	Q3	-14.68	-20.49
17.	1933	Q1	-14.07	91.96
18.	1931	Q4	-13.77	-8.19
19.	1990	Q3	-13.74	31.16
20.	2002	Q2	-13.40	0.25
21.	1937	Q2	-12.93	-19.98
22.	1941	Q4	-12.92	20.33
23.	1932	Q4	-12.41	53.96
24.	2001	Q1	-11.86	0.24
25.	1975	Q3	-10.97	30.49
26.	1981	Q3	-10.23	9.91
27.	1935	Q1	-10.03	83.83
28.	1998	Q3	-9.95	27.80
29.	1931	Q2	-9.71	-67.56
30.	1937	Q3	-9.64	-5.45
31.	1957	Q3	-9.55	22.83
32.	2008	Q1	-9.45	???
33.	1926	Q1	-9.38	28.38
34.	1973	Q4	-9.19	-26.44
35.	1932	Q1	-9.07	-13.24
Average			-15.83	16.18

15 Worst 1st Quarters Since 1926 (S&P 500)

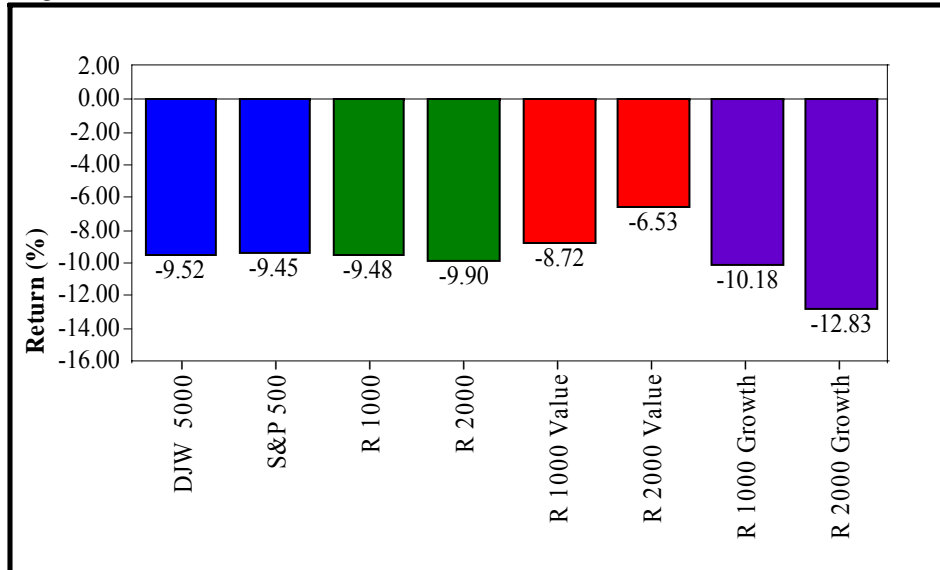
	Year	1st Quarter Return	Following 3 Quarters Cumulative Return	Calendar Year Return
1.	1938	-18.59	61.08	31.14
2.	1939	-16.08	18.64	-0.43
3.	1933	-14.07	79.17	53.96
4.	2001	-11.86	-0.03	-11.89
5.	1935	-10.03	64.12	47.66
6.	2008	-9.45	???	???
7.	1926	-9.38	23.17	11.61
8.	1932	-9.07	0.97	-8.19
9.	1977	-7.45	0.31	-7.16
10.	1982	-7.31	31.13	21.55
11.	1960	-6.81	7.80	0.46
12.	1942	-6.53	28.73	20.33
13.	1968	-5.75	17.88	11.10
14.	1978	-4.94	12.10	6.57
15.	1973	-4.89	-10.32	-14.71
Average		-9.48	23.91	11.57

4th Year of Presidential Terms (S&P 500)

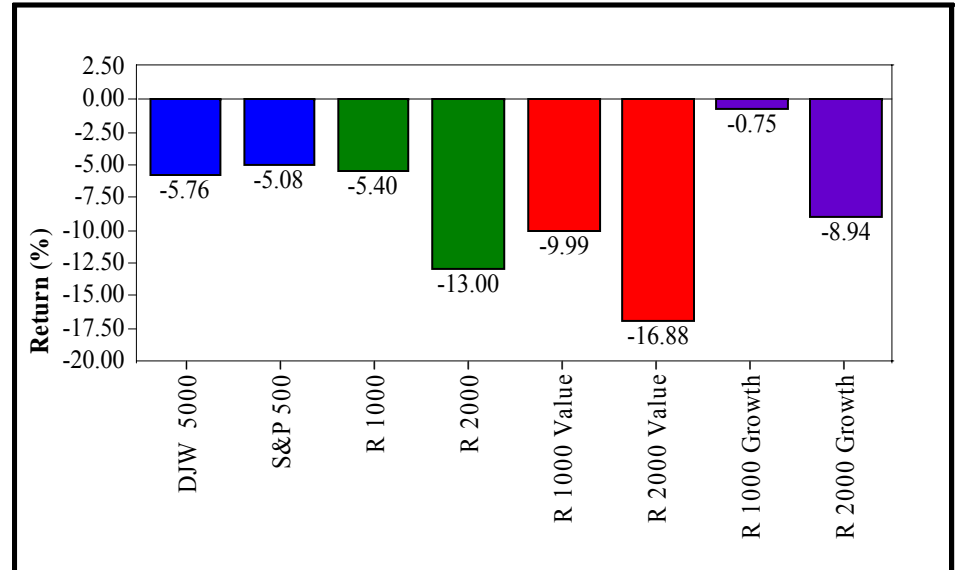
Year	Calendar Year Return	President
2008	???	George W. Bush
2004	10.88	George W. Bush
2000	-9.10	William J. Clinton
1996	22.96	William J. Clinton
1992	7.62	George H. W. Bush
1988	16.61	Ronald Reagan
1984	6.27	Ronald Reagan
1980	32.50	Jimmy Carter
1976	23.93	Gerald R. Ford
1972	19.03	Richard M. Nixon
1968	11.10	Lyndon B. Johnson
1964	16.50	John F. Kennedy
1960	0.46	Dwight D. Eisenhower
1956	6.49	Dwight D. Eisenhower
1952	18.36	Harry S. Truman
1948	5.51	Harry S. Truman
1944	19.72	Franklin D. Roosevelt
1940	-9.77	Franklin D. Roosevelt
1936	33.92	Franklin D. Roosevelt
1932	-8.19	Herbert Hoover
1928	43.62	Calvin Coolidge
Average	13.42	

**Domestic Equity Market Performance
As of March 31, 2008**

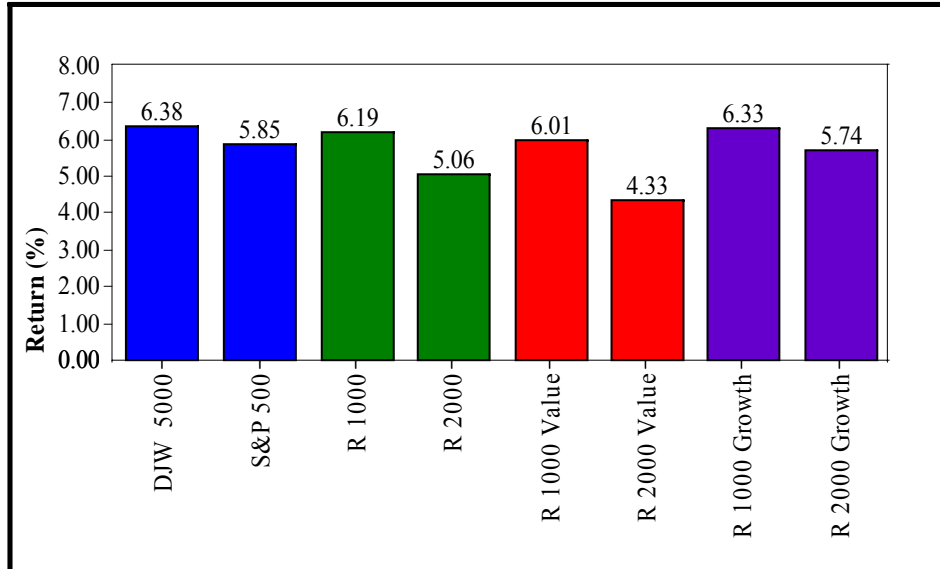
1 Quarter



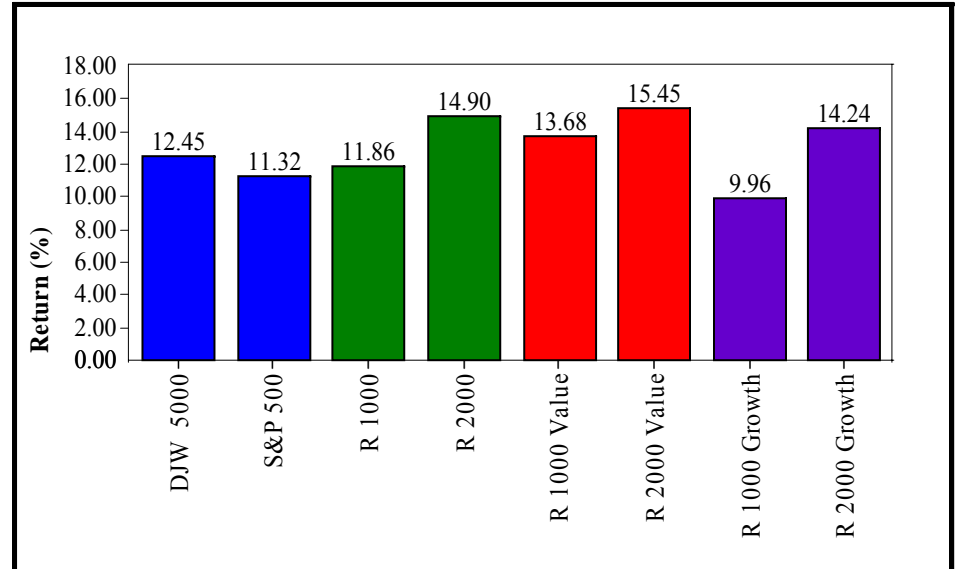
1 Year



3 Years



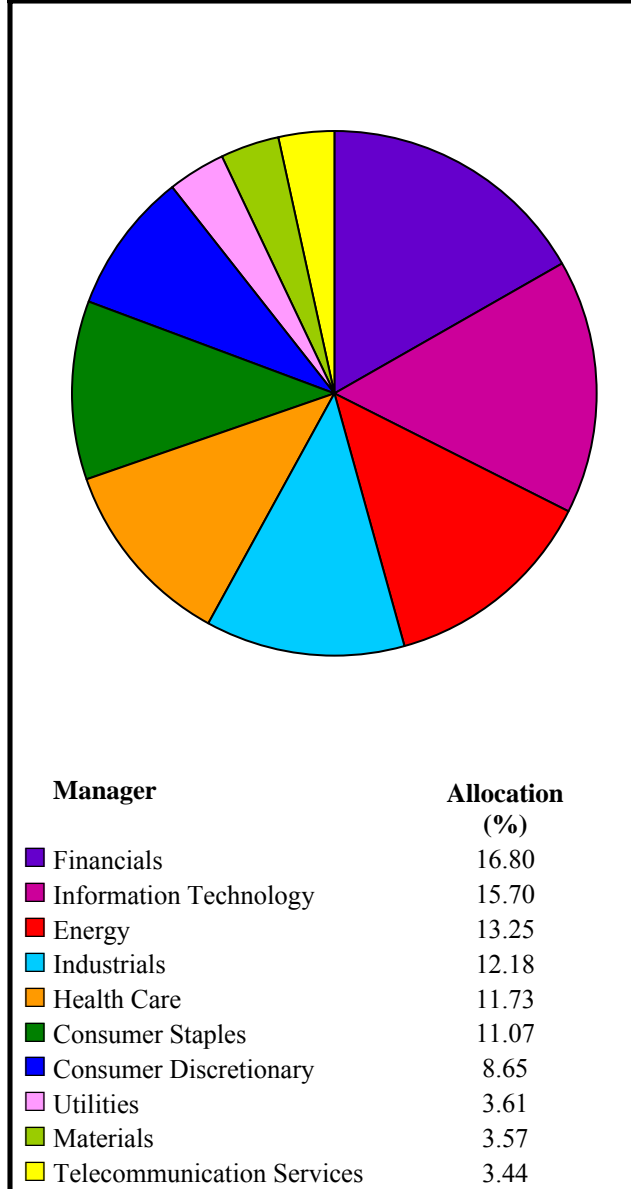
5 Years



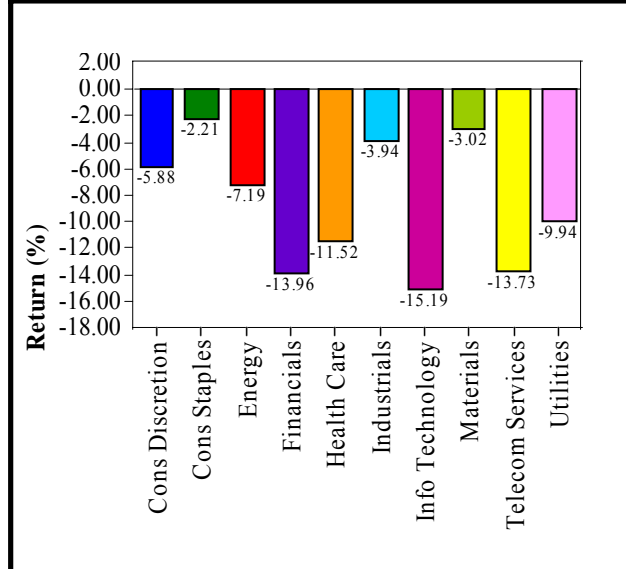
Performance for periods greater than one year is annualized.

U.S. Equity Sector Weights and Returns
As of March 31, 2008

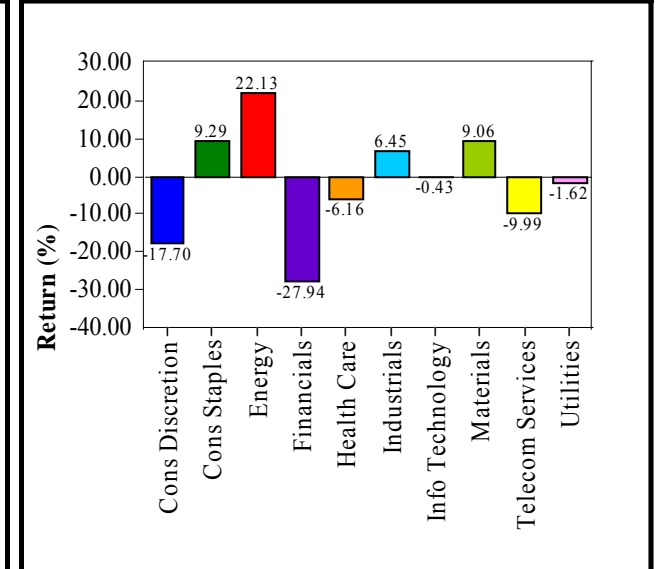
S&P 500 Sector Weights



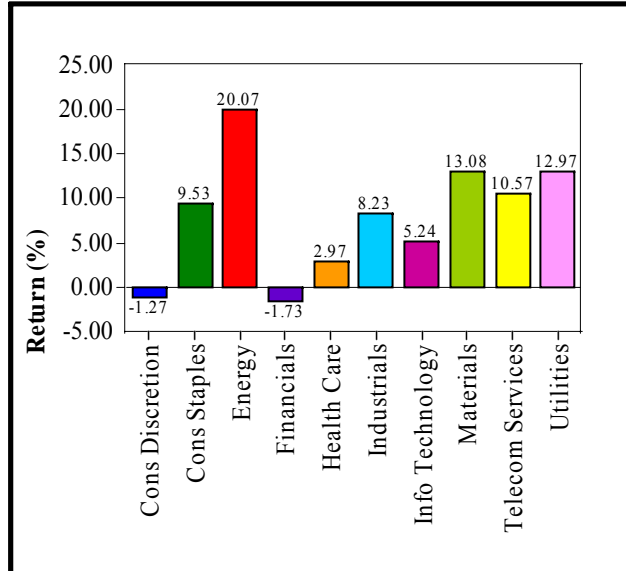
S&P 500 Sector Returns - 1 Quarter



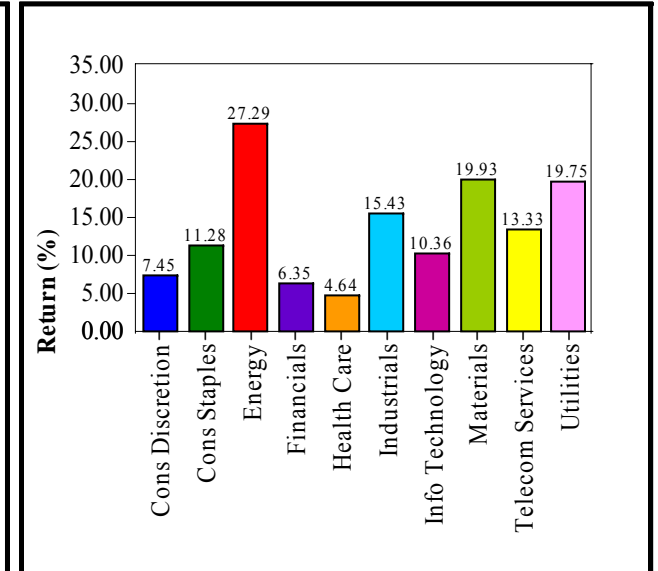
S&P 500 Sector Returns - 1 Year



S&P 500 Sector Returns - 3 Years



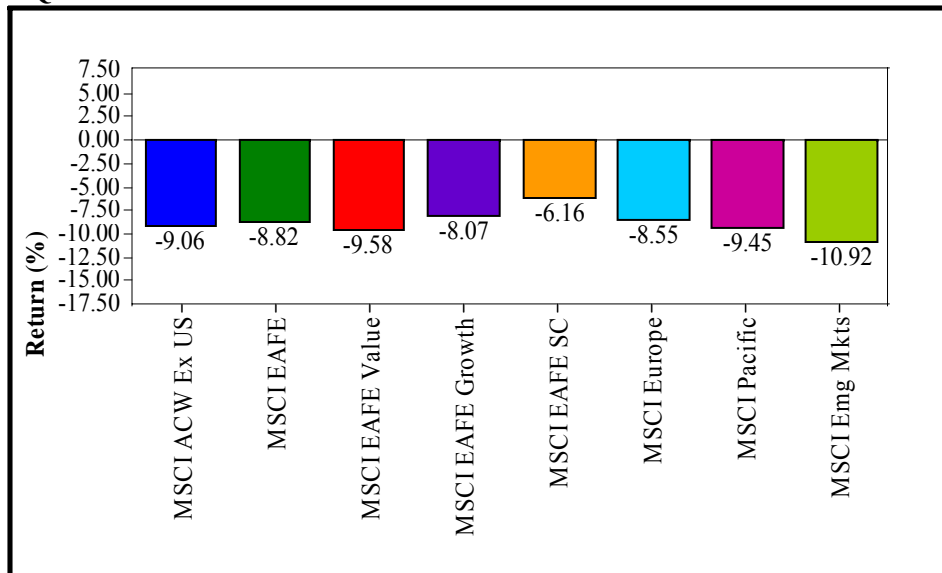
S&P 500 Sector Returns - 5 Years



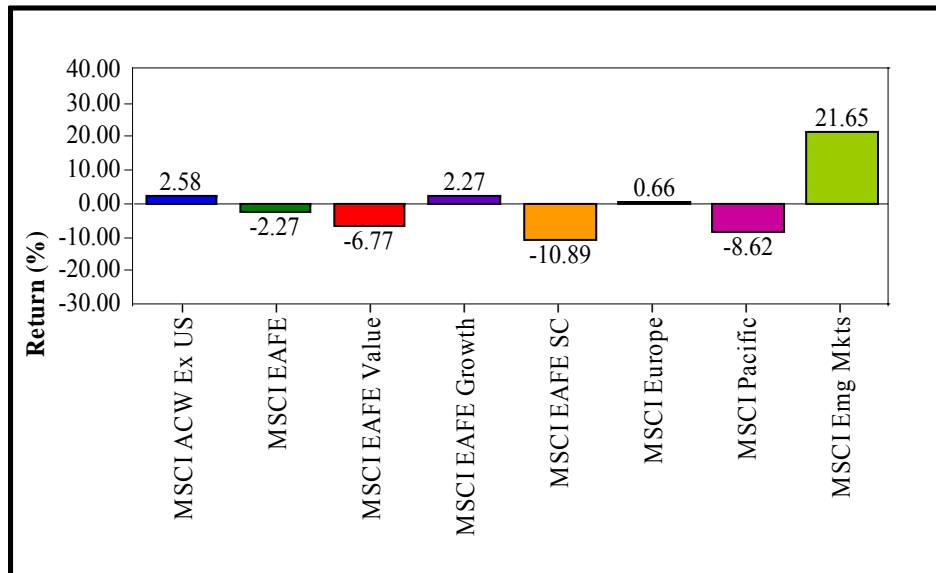
Performance for periods greater than one year is annualized. Returns provided by MPI Stylus, allocations provided by Standard & Poor's.

International Equity Market Performance As of March 31, 2008

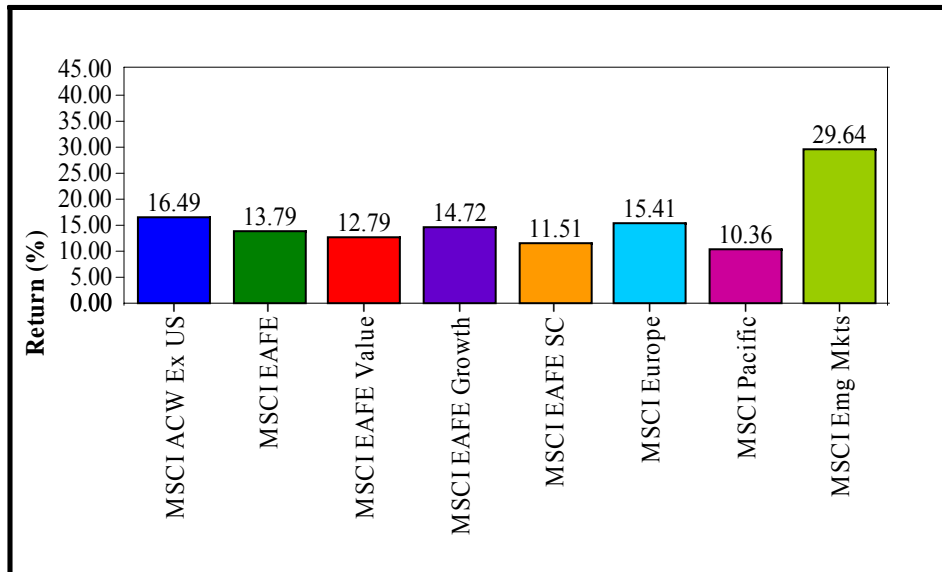
1 Quarter



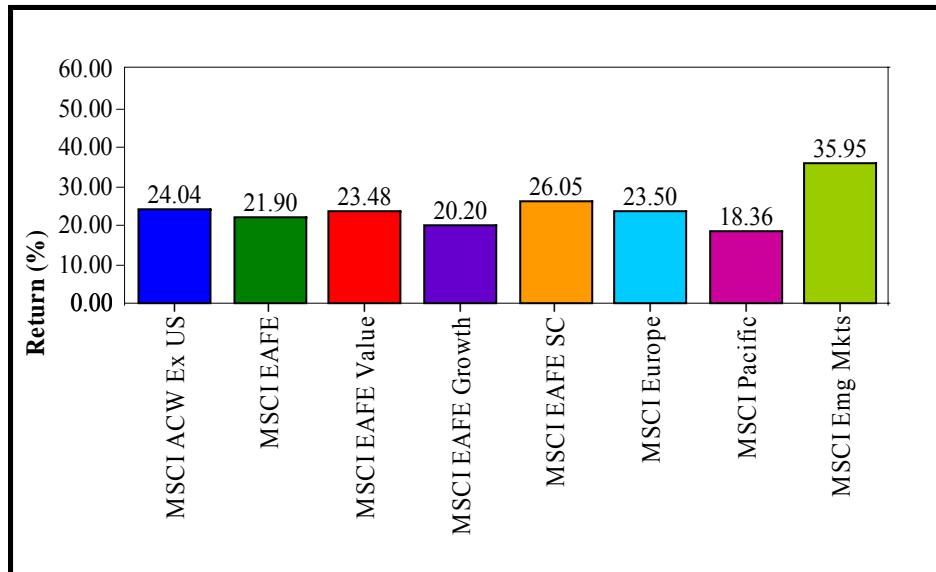
1 Year



3 Years



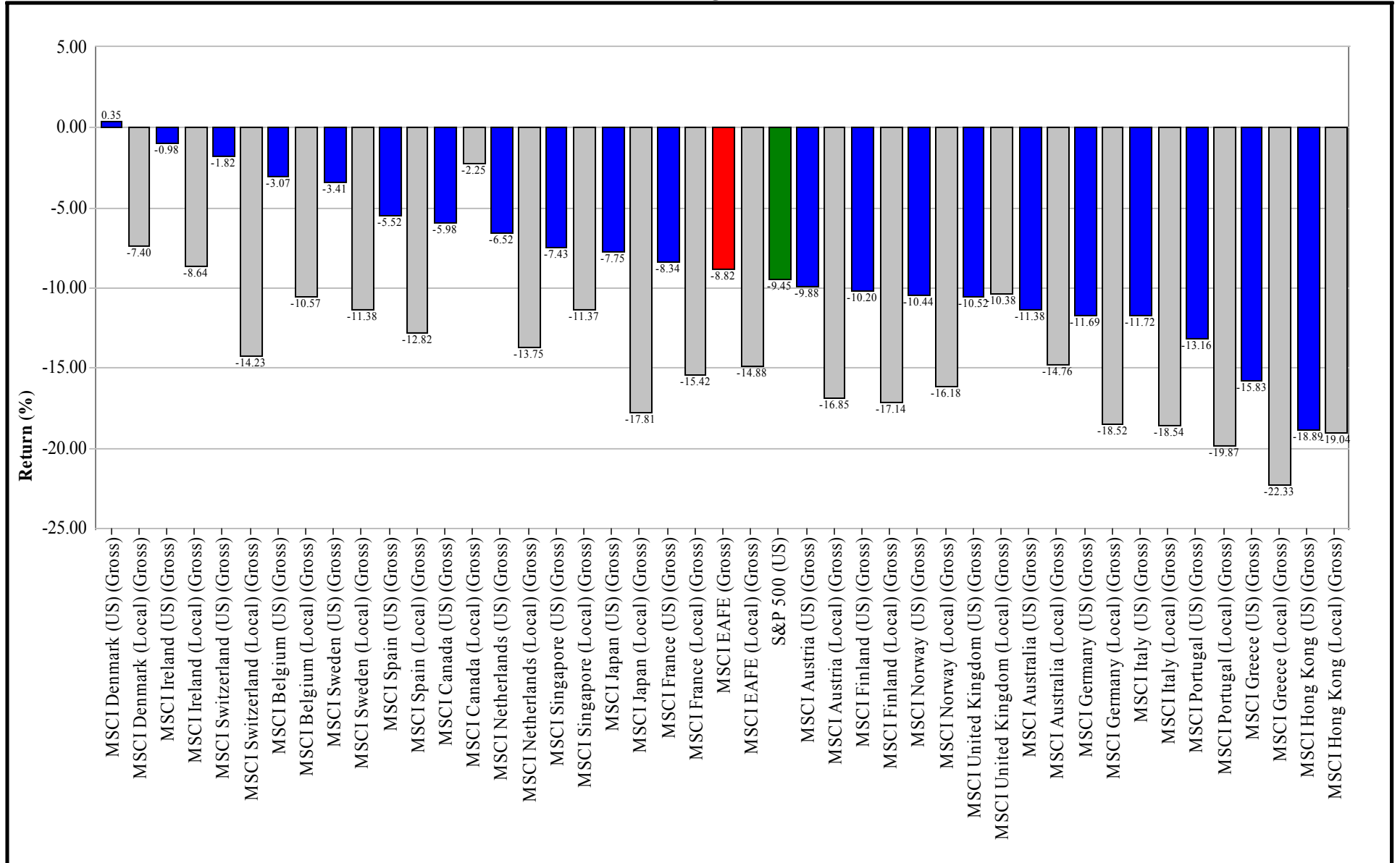
5 Years



Performance for periods greater than one year is annualized.

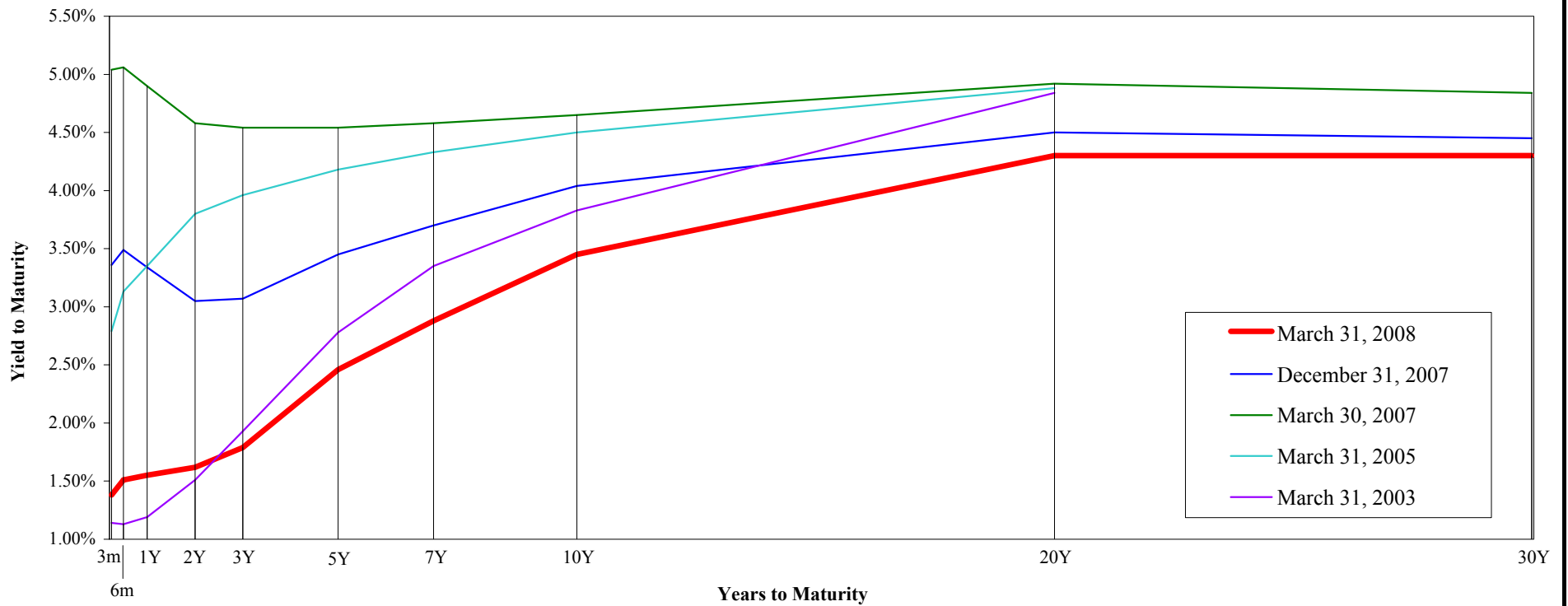
**International Equity Market Performance
As of March 31, 2008**

Year To Date Ending March 31, 2008



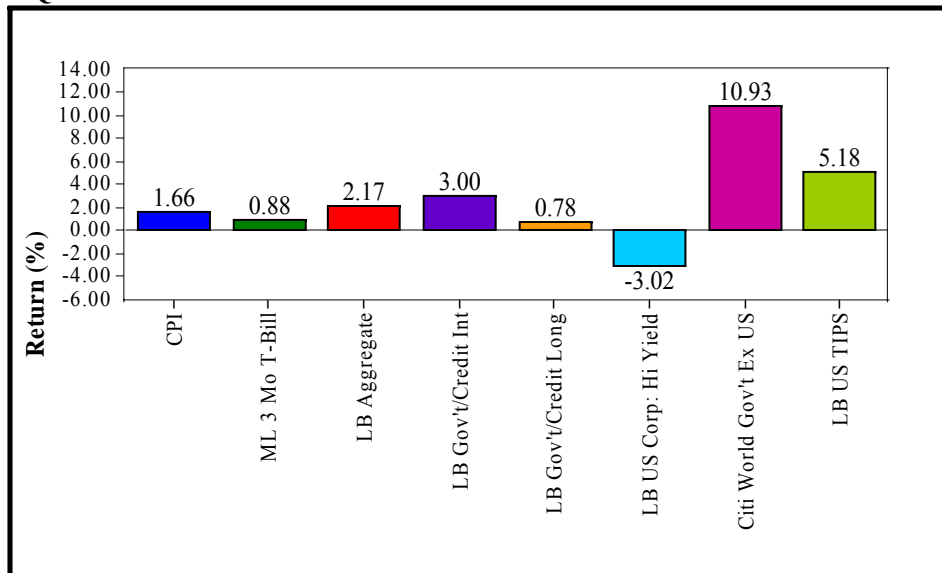
**Treasury Yield Curve
As of March 31, 2008**

	March 31, 2008	December 31, 2007	March 30, 2007	March 31, 2005	March 31, 2003
3 Month	1.38%	3.36%	5.04%	2.79%	1.14%
6 Month	1.51%	3.49%	5.06%	3.13%	1.13%
1 Year	1.55%	3.34%	4.90%	3.35%	1.19%
2 Year	1.62%	3.05%	4.58%	3.80%	1.51%
3 Year	1.79%	3.07%	4.54%	3.96%	1.93%
5 Year	2.46%	3.45%	4.54%	4.18%	2.78%
7 Year	2.88%	3.70%	4.58%	4.33%	3.35%
10 Year	3.45%	4.04%	4.65%	4.50%	3.83%
20 Year	4.30%	4.50%	4.92%	4.88%	4.84%
30 Year	4.30%	4.45%	4.84%	N/A	N/A

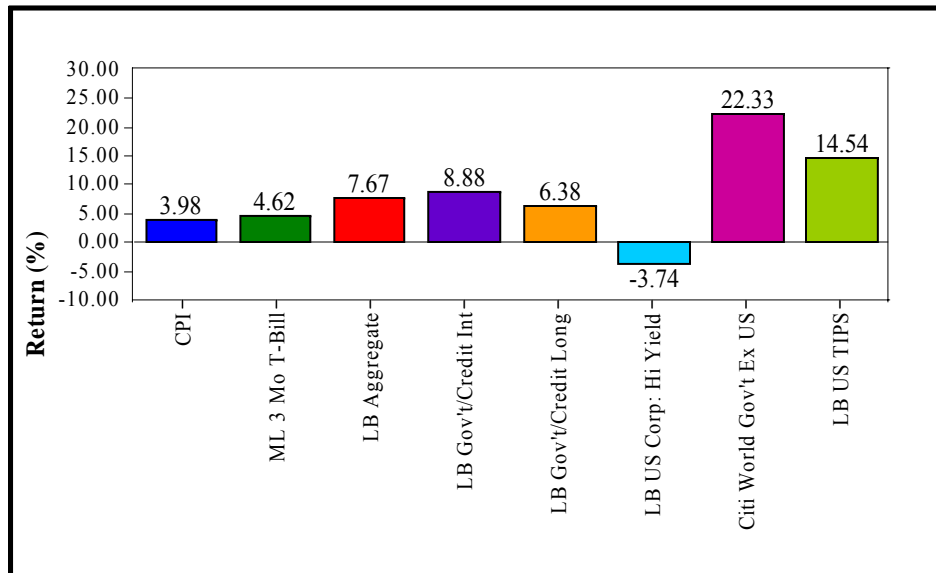


Fixed Income Market Performance As of March 31, 2008

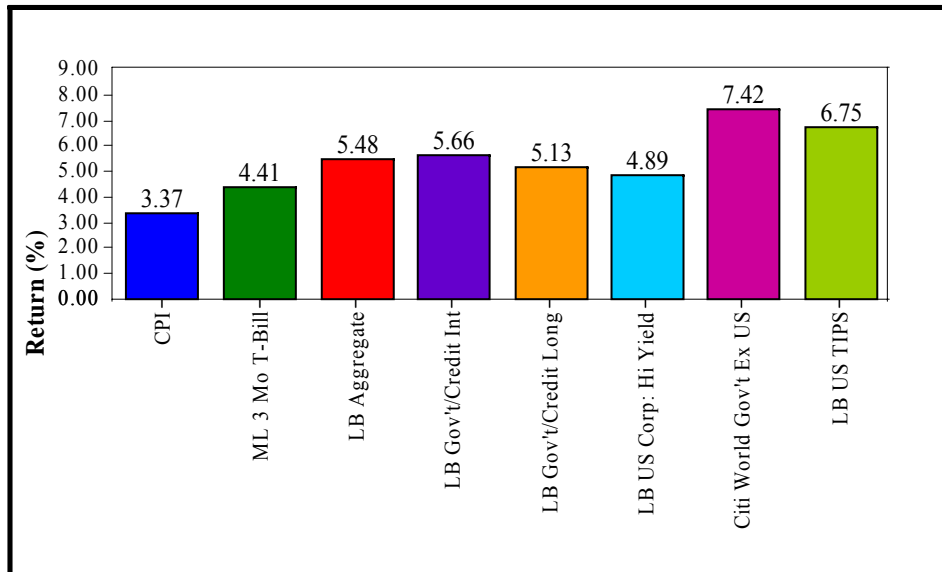
1 Quarter



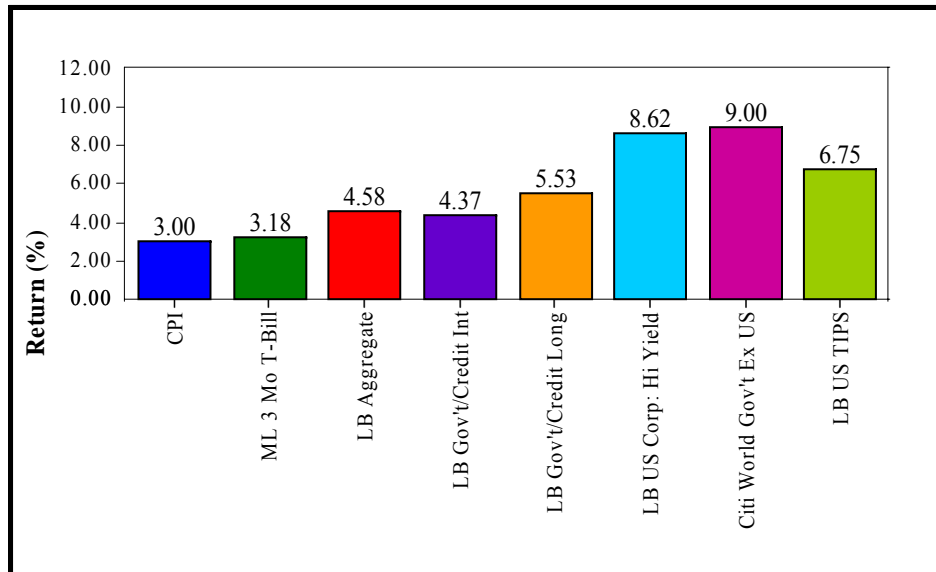
1 Year



3 Years



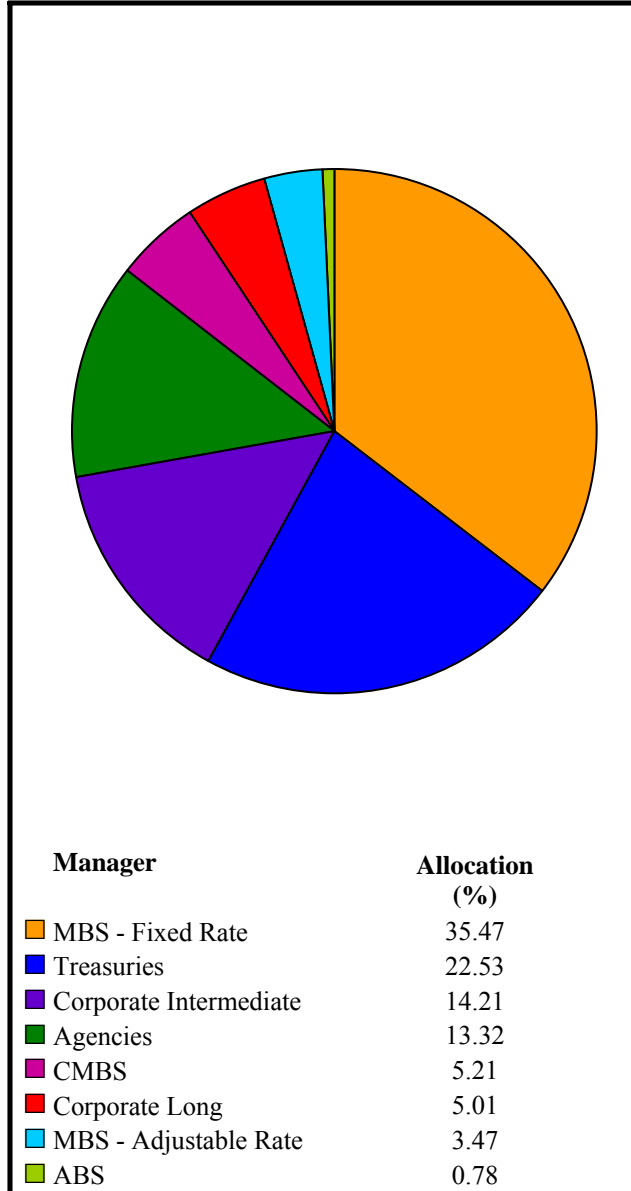
5 Years



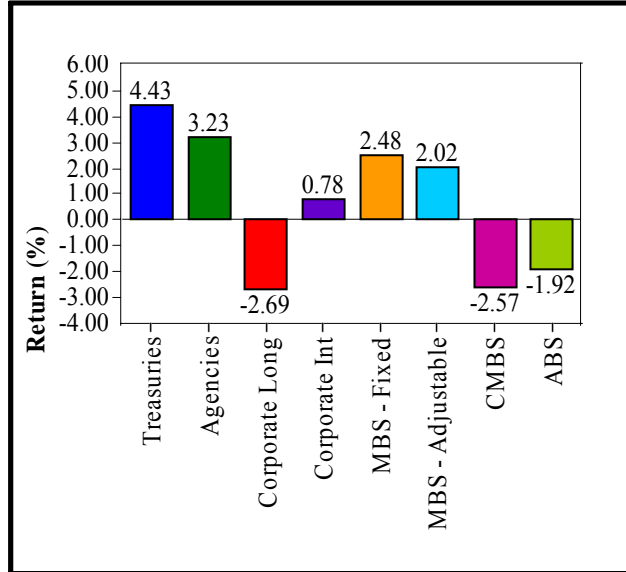
Performance for periods greater than one year is annualized.

Bond Sector Weights and Returns
As of March 31, 2008

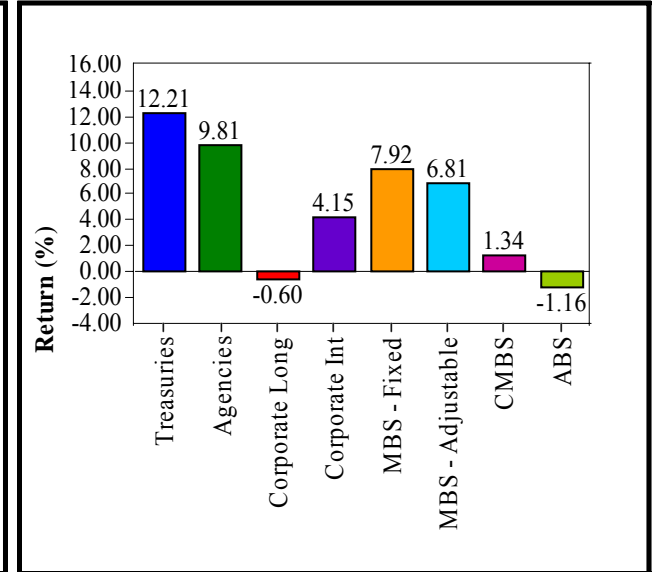
LB Aggregate Sector Weights



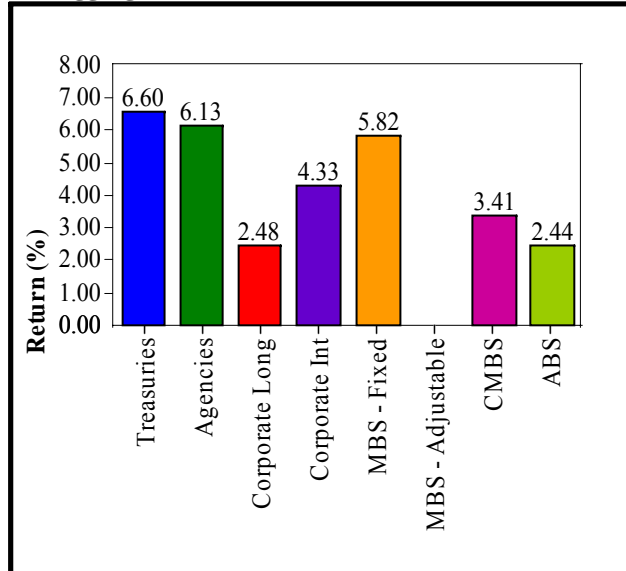
LB Aggregate Sector Returns - 1 Quarter



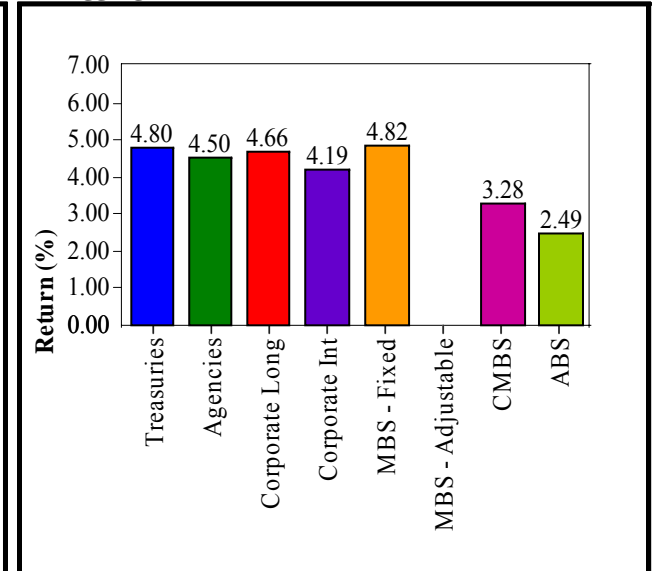
LB Aggregate Sector Returns - 1 Year



LB Aggregate Sector Returns - 3 Years



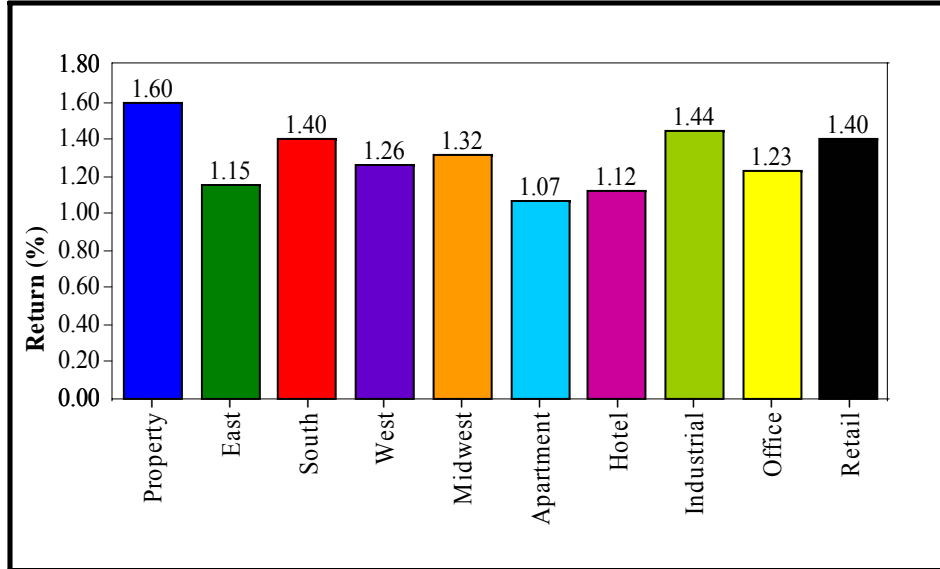
LB Aggregate Sector Returns - 5 Years



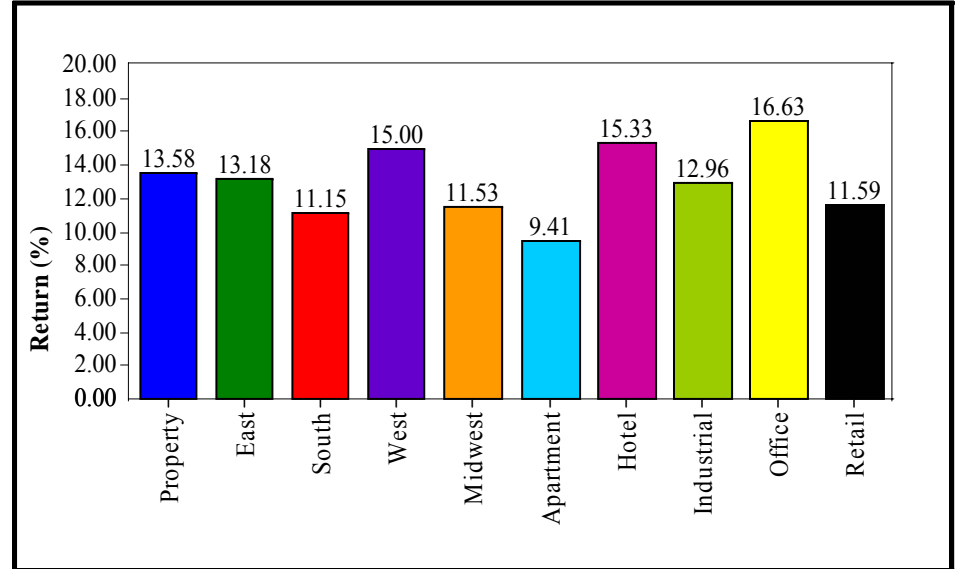
Performance for periods greater than one year is annualized. Returns and allocations provided by Lehman Brothers.

**Real Estate Market Performance
As of March 31, 2008**

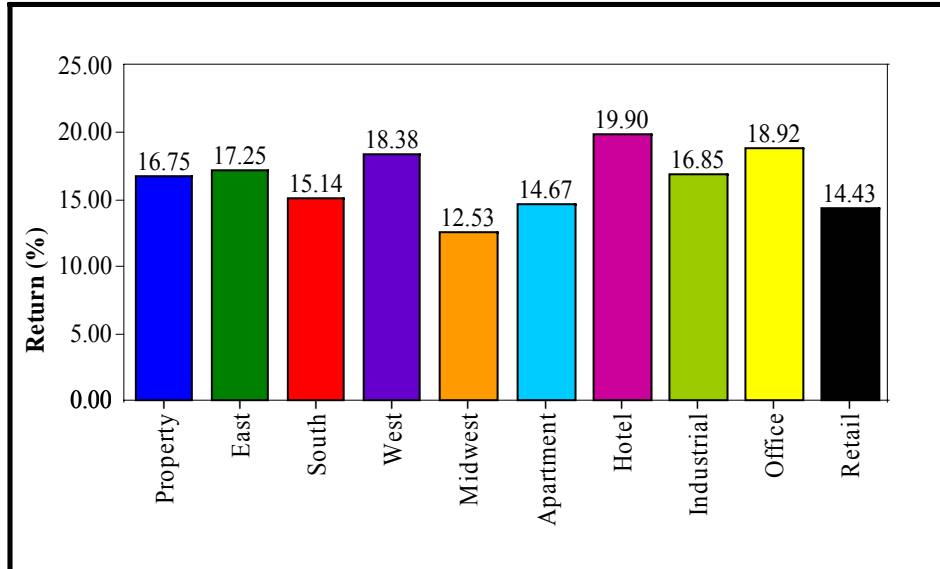
1 Quarter



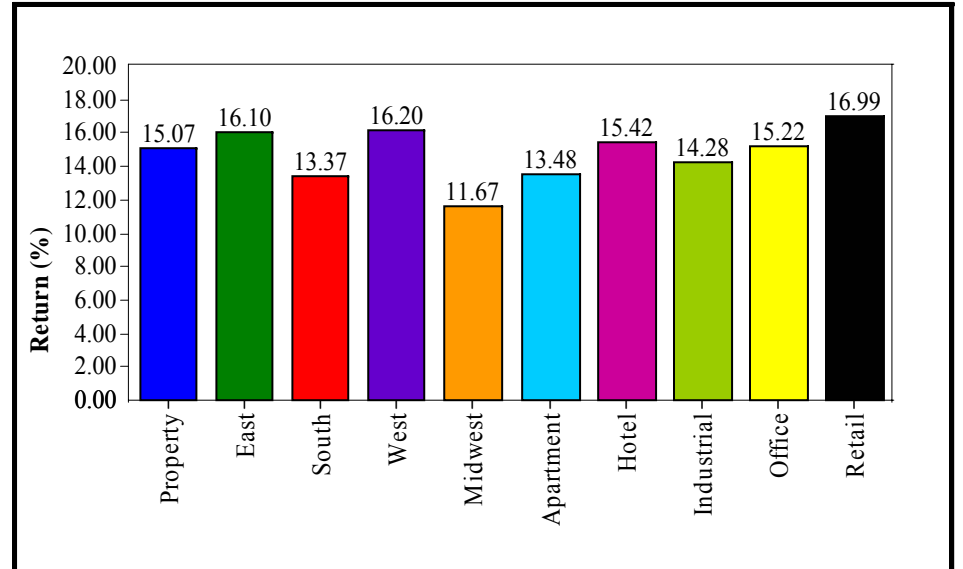
1 Year



3 Years



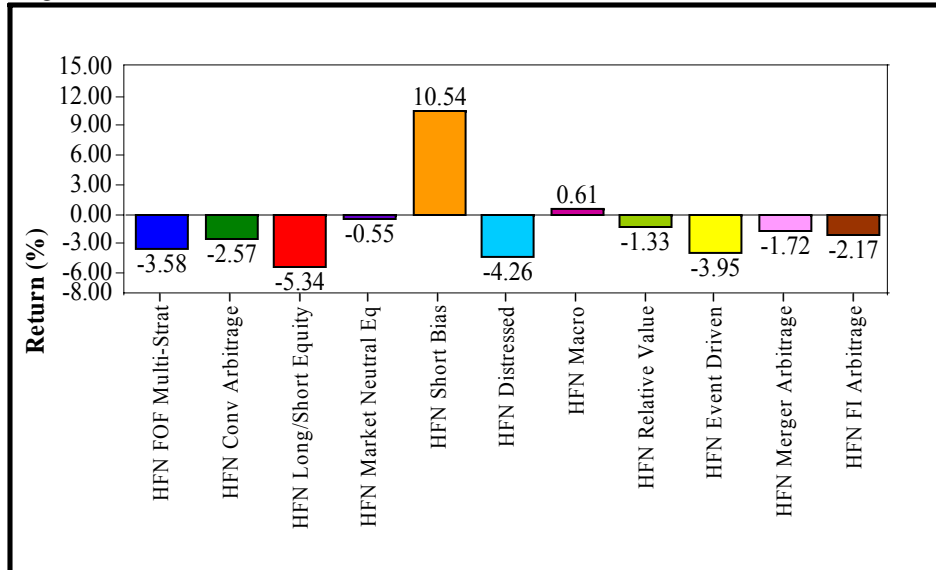
5 Years



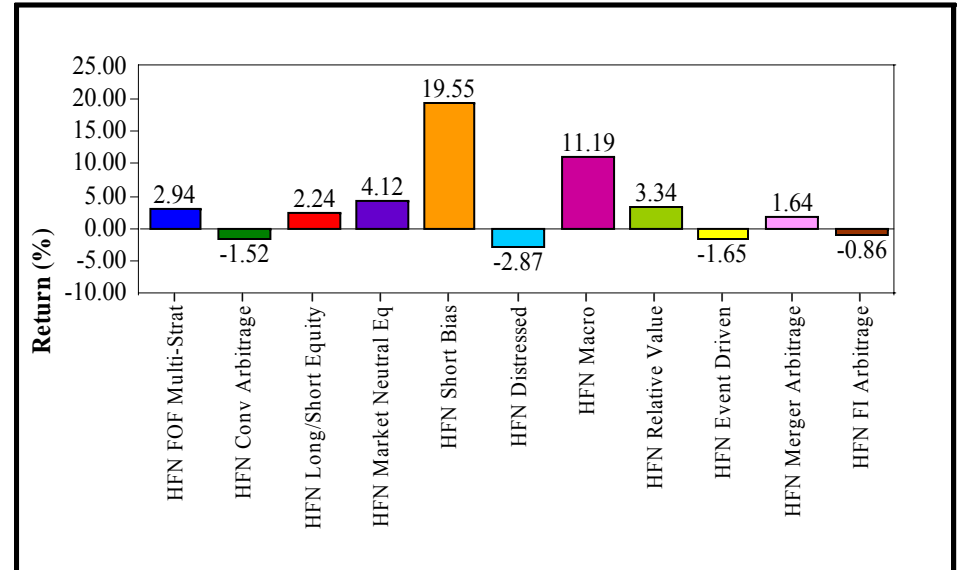
Performance for periods greater than one year is annualized.

Hedge Fund Market Performance As of March 31, 2008

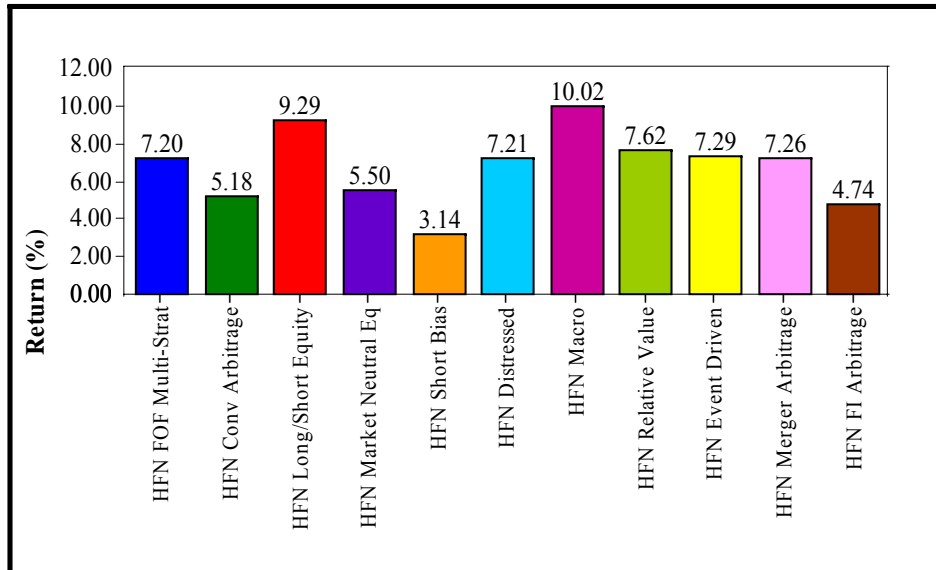
1 Quarter



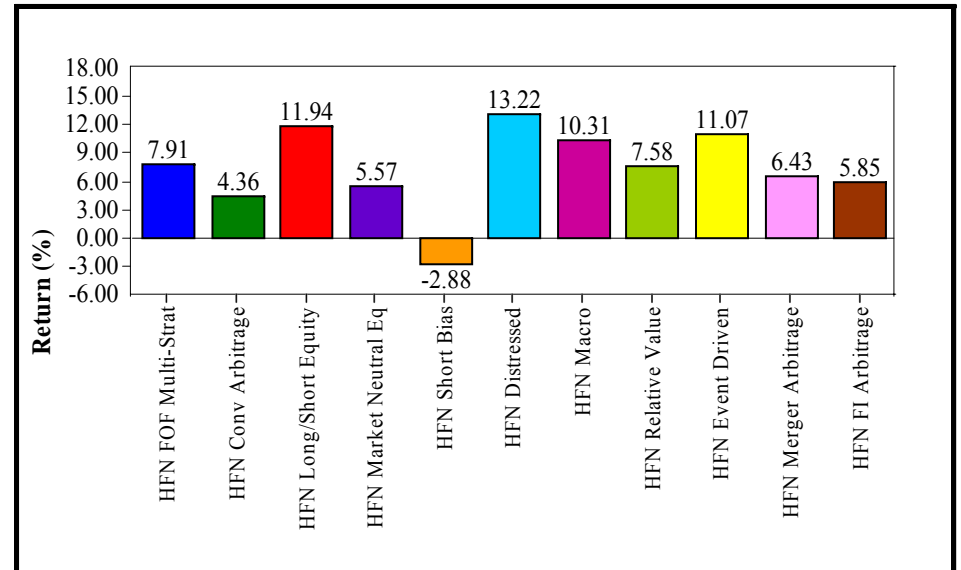
1 Year



3 Years



5 Years



Performance for periods greater than one year is annualized. Values are preliminary and subject to change.

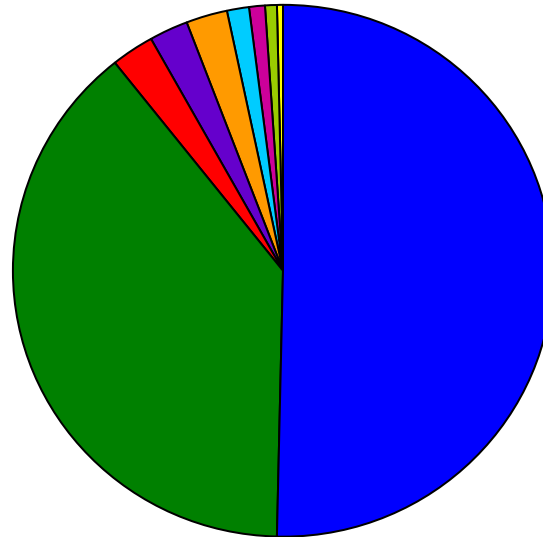
**Annual Asset Class Performance
As of March 31, 2008**

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	YTD
Best	16.61%	37.58%	23.17%	33.36%	28.58%	66.42%	31.84%	8.44%	25.91%	62.14%	31.94%	34.54%	32.59%	39.78%	9.60%
	8.06%	29.95%	22.96%	22.36%	20.34%	27.31%	16.16%	7.89%	16.56%	56.28%	25.95%	26.65%	26.86%	16.23%	5.18%
	6.39%	28.44%	17.38%	17.65%	16.24%	24.69%	13.15%	7.29%	14.81%	47.25%	20.70%	21.36%	19.67%	15.84%	2.17%
	4.19%	19.17%	16.49%	14.52%	11.77%	24.35%	12.40%	7.28%	10.25%	39.17%	18.33%	20.06%	18.37%	11.63%	1.60%
	1.32%	18.47%	11.35%	13.90%	8.69%	21.26%	12.24%	6.61%	6.74%	28.97%	14.48%	14.02%	16.59%	11.63%	0.88%
	0.62%	15.21%	10.31%	12.76%	5.23%	21.04%	11.63%	5.28%	3.12%	28.68%	11.13%	6.75%	15.80%	9.91%	0.78%
	-1.03%	13.54%	6.34%	9.65%	3.94%	20.19%	6.18%	4.42%	1.78%	23.93%	10.88%	5.33%	11.85%	6.97%	-3.02%
	-1.82%	11.55%	6.04%	5.33%	3.75%	11.36%	-3.02%	2.49%	-1.41%	11.93%	9.15%	4.91%	9.85%	6.60%	-3.58%
	-2.92%	7.54%	5.30%	2.05%	1.87%	4.85%	-5.86%	-2.37%	-6.00%	8.99%	8.56%	4.55%	4.85%	5.49%	-6.16%
	-7.10%	6.03%	3.63%	-3.39%	-2.55%	2.40%	-7.22%	-11.89%	-7.46%	8.39%	8.46%	3.07%	4.33%	5.00%	-8.82%
	-7.31%	-5.21%	0.14%	-11.60%	-25.33%	2.39%	-9.10%	-12.11%	-15.66%	5.87%	6.79%	2.84%	2.71%	1.87%	-9.45%
	N/A	N/A	N/A	N/A	-27.03%	-0.82%	-13.96%	-19.51%	-20.48%	4.10%	4.34%	2.74%	2.07%	1.78%	-9.90%
Worst	N/A	N/A	N/A	N/A	N/A	-7.65%	-30.61%	-21.21%	-22.10%	1.15%	1.33%	2.43%	0.41%	-1.57%	-10.92%

S & P 500 - US Large Cap	R 2000 - US Small Cap	MSCI EAFE (Gross) - Int'l Dev.	MSCI EAFE Sm Cap (Gross) - SC Int'l	MSCI EMF - Int'l Emerging Markets	LB Agg Bond - FI	LB US Corp: Hi Yield - FI	LB US Treasury: US TIPS - FI	LB Gov't/Credit: Long Term Bond - FI	NCREIF Property - Real Estate	HFN FOF Multi-Strat (Net) - Hedge Fund	DJ/AIG - Commodity	ML 3 Mo T-Bill - Cash Equiv
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**Montana Board of Investments
Asset Allocation
Retirement Plans
As of March 31, 2008**

March 31, 2008 : \$7,714,409,777



Manager	Market Value (\$)	Allocation (%)
Public Employees' Retirement	3,888,044,664	50.40
Teachers' Retirement	2,998,751,469	38.87
Police Retirement	195,691,403	2.54
Sheriff's Retirement	189,609,396	2.46
Firefighters' Retirement	188,034,863	2.44
Highway Patrol Retirement	97,291,222	1.26
Game Wardens' Retirement	72,698,335	0.94
Judges' Retirement	59,199,407	0.77
Volunteer Firefighter's Retirement	25,089,018	0.33

Allocations shown may not sum up to 100% exactly due to rounding.

**Montana Board of Investments
Asset Allocation
Retirement Plans by Asset Class
As of March 31, 2008**

	Domestic Equity		International Equity		Domestic Fixed Income		Real Estate		Alternative Investment		Cash Equivalent		Total Fund	
	(\$)	(%)	(\$)	(%)	(\$)	(%)	(\$)	(%)	(\$)	(%)	(\$)	(%)	(\$)	(%)
Public Employees	1,513,168,720	38.92	743,811,523	19.13	1,048,140,947	26.96	161,466,949	4.15	371,224,718	9.55	50,231,807	1.29	3,888,044,664	50.40
Teachers	1,175,790,269	39.21	571,991,730	19.07	809,260,318	26.99	126,753,158	4.23	284,482,061	9.49	30,473,933	1.02	2,998,751,469	38.87
Police Retirement	76,989,902	39.34	37,477,870	19.15	52,612,199	26.89	7,674,284	3.92	18,774,288	9.59	2,162,860	1.11	195,691,403	2.54
Firefighters	74,134,850	39.43	35,614,283	18.94	50,744,315	26.99	7,331,752	3.90	18,190,461	9.67	2,019,202	1.07	188,034,863	2.44
Sheriffs	73,996,079	39.03	35,705,576	18.83	50,895,591	26.84	7,383,979	3.89	17,810,549	9.39	3,817,622	2.01	189,609,396	2.46
Highway Patrol	37,878,413	38.93	18,644,042	19.16	26,300,696	27.03	3,811,703	3.92	9,306,450	9.57	1,349,918	1.39	97,291,222	1.26
Game Wardens	28,135,022	38.70	13,724,625	18.88	19,350,113	26.62	2,818,771	3.88	6,833,657	9.40	1,836,147	2.53	72,698,335	0.94
Judges	23,077,650	38.98	11,175,107	18.88	15,999,097	27.03	2,318,406	3.92	5,638,152	9.52	990,995	1.67	59,199,407	0.77
Volunteer Firefighters	9,842,999	39.23	4,841,945	19.30	6,786,347	27.05	998,084	3.98	2,413,353	9.62	206,290	0.82	25,089,018	0.33
Total Retirement Plans	3,013,013,904	39.06	1,472,986,701	19.09	2,080,089,623	26.96	320,557,086	4.16	734,673,689	9.52	93,088,774	1.21	7,714,409,777	100.00

Allocations shown may not sum up to 100% exactly due to rounding.

**Montana Board of Investments
Comparative Performance
Retirement Plans
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	10 Years	2007	2006	2005	2004	2003
Public Employees' Retirement - Net	-5.65	-4.25	0.40	7.89	10.92	5.76	8.72	13.82	6.69	9.29	22.52
Public Employees' Benchmark	-5.87	-4.11	0.22	7.25	10.24	5.67	7.37	14.11	5.93	10.15	19.66
<i>Difference</i>	0.22	-0.14	0.18	0.64	0.68	0.09	1.35	-0.29	0.76	-0.86	2.86
Public Employees' Retirement - Gross	-5.59	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
All Public Plans-Total Fund Median	-5.02	-3.66	0.80	8.18	12.42	6.52	8.41	13.81	7.90	12.13	24.02
Percentile Rank	71	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Teachers' Retirement - Net	-5.69	-4.30	0.33	7.86	10.92	5.76	8.70	13.76	6.74	9.35	22.54
Teachers' Benchmark	-5.89	-4.14	0.18	7.23	10.25	5.64	7.35	14.06	5.97	10.21	19.60
<i>Difference</i>	0.20	-0.16	0.15	0.63	0.67	0.12	1.35	-0.30	0.77	-0.86	2.94
Teachers' Retirement - Gross	-5.63	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
All Public Plans-Total Fund Median	-5.02	-3.66	0.80	8.18	12.42	6.52	8.41	13.81	7.90	12.13	24.02
Percentile Rank	71	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Police Retirement - Net	-5.71	-4.37	0.26	7.79	10.77	5.61	8.61	13.72	6.66	9.07	22.31
Police Benchmark	-5.92	-4.22	0.10	7.14	10.05	5.50	7.27	13.98	5.86	9.92	19.06
<i>Difference</i>	0.21	-0.15	0.16	0.65	0.72	0.11	1.34	-0.26	0.80	-0.85	3.25
Police Retirement - Gross	-5.65	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
All Public Plans-Total Fund Median	-5.02	-3.66	0.80	8.18	12.42	6.52	8.41	13.81	7.90	12.13	24.02
Percentile Rank	71	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Performance is annualized for periods greater than one year.
All Public Plans - Total Fund Median is reported gross of fees.

**Montana Board of Investments
Comparative Performance
Retirement Plans
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	10 Years	2007	2006	2005	2004	2003
Firefighters' Retirement - Net	-5.65	-4.29	0.34	7.82	10.80	5.62	8.64	13.73	6.65	9.08	22.41
Firefighters' Benchmark	-5.87	-4.15	0.15	7.16	10.08	5.49	7.28	13.99	5.85	9.93	19.14
<i>Difference</i>	0.22	-0.14	0.19	0.66	0.72	0.13	1.36	-0.26	0.80	-0.85	3.27
Firefighters' Retirement - Gross	-5.59	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
All Public Plans-Total Fund Median	-5.02	-3.66	0.80	8.18	12.42	6.52	8.41	13.81	7.90	12.13	24.02
Percentile Rank	71	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Sheriff's Retirement - Net	-5.62	-4.23	0.38	7.83	10.87	5.69	8.64	13.74	6.62	9.26	22.63
Sheriff's Benchmark	N/A	N/A	N/A	N/A	N/A	N/A	7.30	14.01	5.82	10.10	19.36
<i>Difference</i>	N/A	N/A	N/A	N/A	N/A	N/A	1.34	-0.27	0.80	-0.84	3.27
Sheriff's Retirement - Gross	-5.56	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
All Public Plans-Total Fund Median	-5.02	-3.66	0.80	8.18	12.42	6.52	8.41	13.81	7.90	12.13	24.02
Percentile Rank	70	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Highway Patrol Retirement - Net	-5.66	-4.23	0.41	7.89	10.93	5.65	8.74	13.82	6.65	9.34	22.67
Highway Patrol Benchmark	-5.86	-4.07	0.23	7.24	10.20	5.55	7.39	14.11	5.84	10.19	19.39
<i>Difference</i>	0.20	-0.16	0.18	0.65	0.73	0.10	1.35	-0.29	0.81	-0.85	3.28
Highway Patrol Retirement - Gross	-5.59	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
All Public Plans-Total Fund Median	-5.02	-3.66	0.80	8.18	12.42	6.52	8.41	13.81	7.90	12.13	24.02
Percentile Rank	71	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

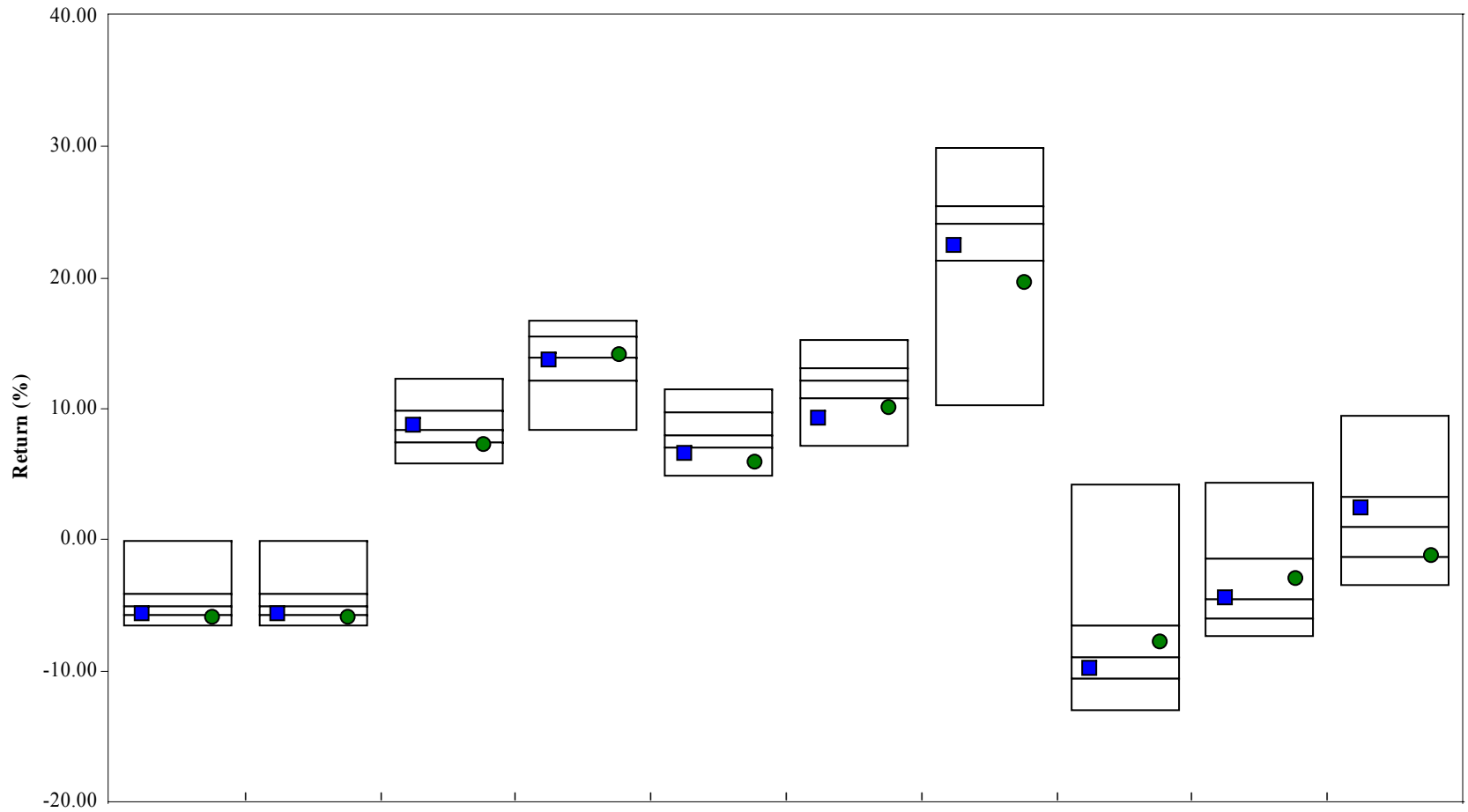
Performance is annualized for periods greater than one year.
All Public Plans - Total Fund Median is reported gross of fees.

**Montana Board of Investments
Comparative Performance
Retirement Plans
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	10 Years	2007	2006	2005	2004	2003
Game Wardens' Retirement - Net	-5.61	-4.20	0.41	7.72	10.73	5.65	8.65	13.66	6.38	8.97	22.54
Game Wardens' Benchmark	-5.80	-4.04	0.24	7.09	10.03	5.55	7.32	13.91	5.62	9.80	19.33
<i>Difference</i>	0.19	-0.16	0.17	0.63	0.70	0.10	1.33	-0.25	0.76	-0.83	3.21
Game Wardens' Retirement - Gross	-5.54	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
All Public Plans-Total Fund Median	-5.02	-3.66	0.80	8.18	12.42	6.52	8.41	13.81	7.90	12.13	24.02
Percentile Rank	70	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Judges' Retirement - Net	-5.63	-4.23	0.39	7.85	10.88	5.66	8.68	13.78	6.61	9.25	22.65
Judges' Benchmark	-5.84	-4.08	0.22	7.20	10.16	5.57	7.33	14.05	5.82	10.09	19.38
<i>Difference</i>	0.21	-0.15	0.17	0.65	0.72	0.09	1.35	-0.27	0.79	-0.84	3.27
Judges' Retirement - Gross	-5.57	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
All Public Plans-Total Fund Median	-5.02	-3.66	0.80	8.18	12.42	6.52	8.41	13.81	7.90	12.13	24.02
Percentile Rank	70	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Volunteer Firefighter's Retirement - Net	-5.72	-4.25	0.40	7.81	10.85	6.35	8.80	13.82	6.44	9.12	22.61
Volunteer Firefighter's Benchmark	-5.93	-4.10	0.23	7.14	10.10	6.18	7.43	14.05	5.65	9.95	19.31
<i>Difference</i>	0.21	-0.15	0.17	0.67	0.75	0.17	1.37	-0.23	0.79	-0.83	3.30
Volunteer Firefighter's Retirement - Gross	-5.66	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
All Public Plans-Total Fund Median	-5.02	-3.66	0.80	8.18	12.42	6.52	8.41	13.81	7.90	12.13	24.02
Percentile Rank	71	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Performance is annualized for periods greater than one year.
All Public Plans - Total Fund Median is reported gross of fees.

**Montana Board of Investments
All Public Plans-Total Fund
Plan Sponsor Peer Group Analysis
As of March 31, 2008**

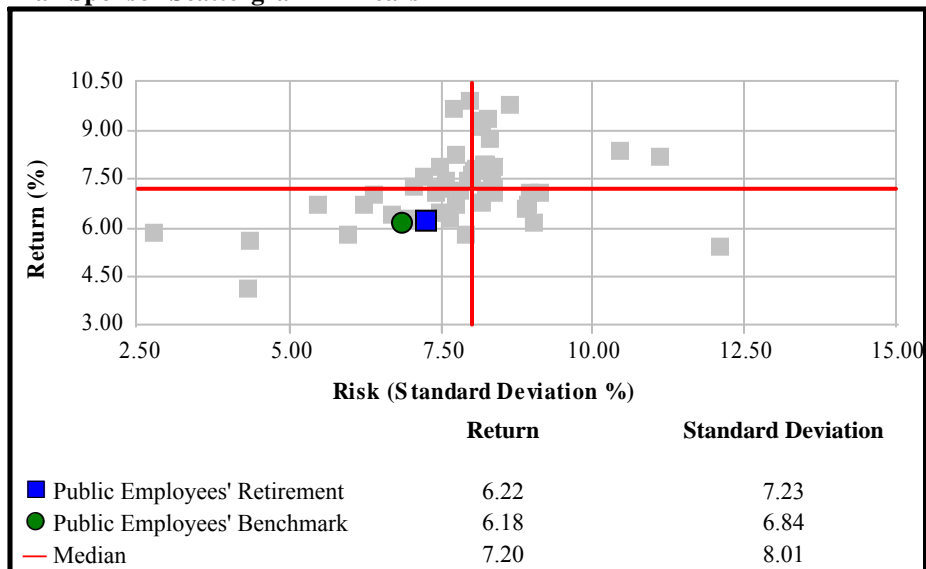


	1 Quarter	Year To Date	2007	2006	2005	2004	2003	2002	2001	2000
■ Public Employees' Retirement	-5.65 (71)	-5.65 (71)	8.72 (45)	13.82 (51)	6.69 (83)	9.29 (91)	22.52 (66)	-9.80 (68)	-4.44 (50)	2.52 (37)
● Public Employees' Benchmark	-5.87 (77)	-5.87 (77)	7.37 (77)	14.11 (47)	5.93 (91)	10.15 (83)	19.66 (80)	-7.73 (40)	-2.87 (36)	-1.22 (75)
Median	-5.04	-5.04	8.44	13.89	7.93	12.14	24.12	-8.98	-4.51	0.94
Population	63	63	59	58	58	57	57	54	51	47

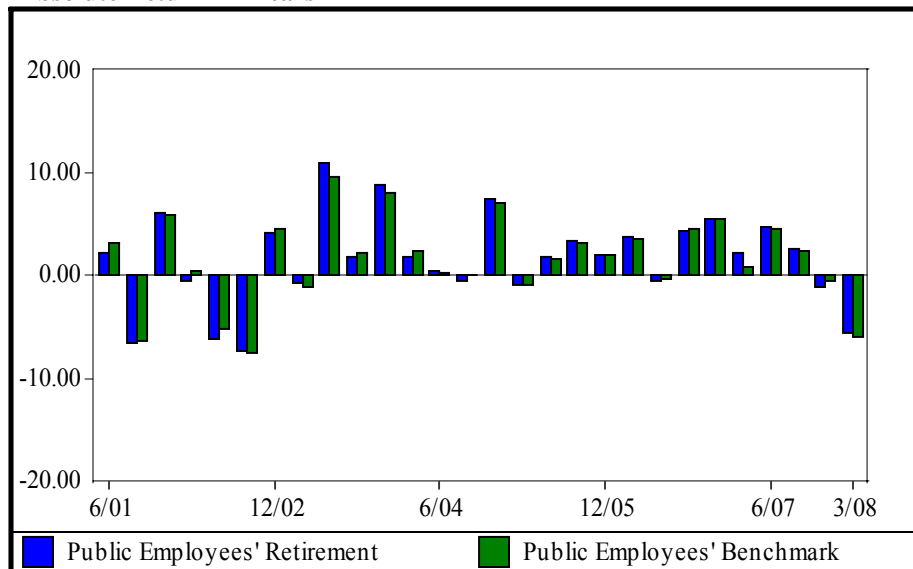
Performance shown is net of fees. Performance is annualized for periods greater than one year. Parentheses contain percentile ranks.
All Public Plans - Total Fund is reported gross of fees.

Montana Board of Investments
Public Employees' Retirement vs. All Public Plans - Total Fund
As of March 31, 2008

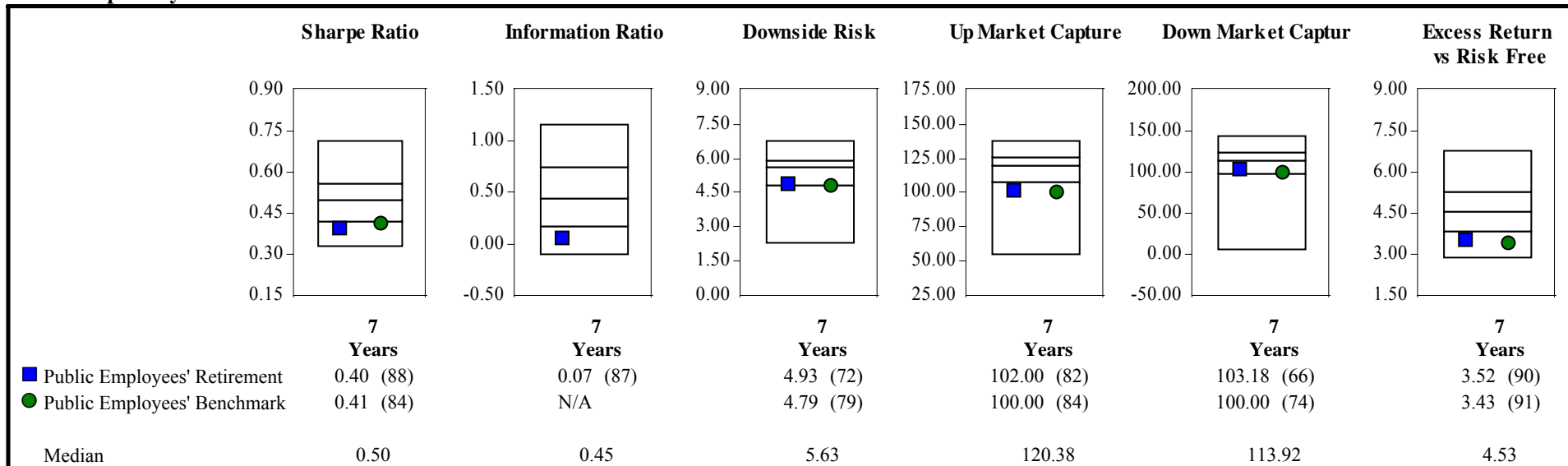
Plan Sponsor Scattergram - 7 Years



Absolute Return - 7 Years



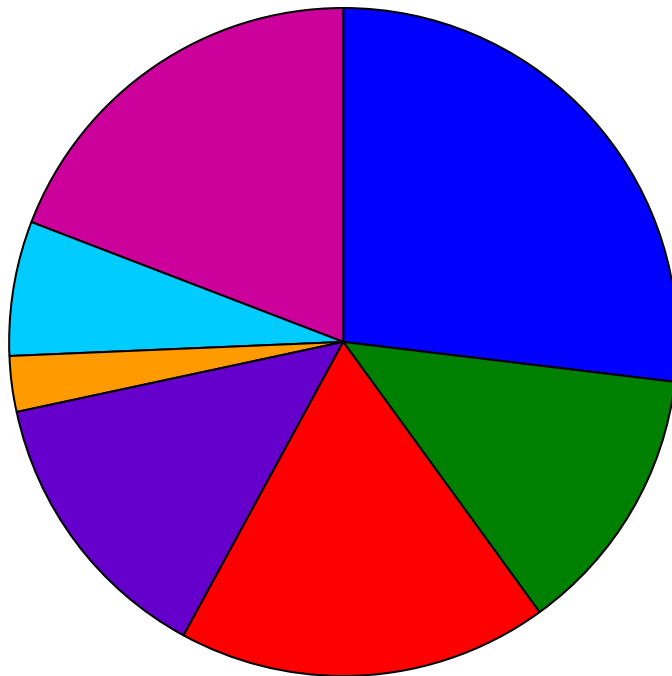
Peer Group Analysis-Multi Statistics



Performance shown is net of fees. Calculation is based on quarterly periodicity. Parentheses contain percentile ranks. All Public Plans - Total Fund is reported gross of fees.

**Montana Board of Investments
Asset Allocation
Investment Pools
As of March 31, 2008**

March 31, 2008 : \$11,203,072,881



Manager	Market Value (\$)	Allocation (%)
Montana Domestic Equity Pool	3,013,712,811	26.90
Montana International Equity Pool	1,469,538,065	13.12
Retirement Funds Bond Pool	2,008,008,848	17.92
Trust Funds Bond Pool	1,530,496,920	13.66
Real Estate Pool	303,449,248	2.71
Private Equity Pool	734,538,170	6.56
Short Term Investment Pool	2,143,328,819	19.13

Allocation shown may not sum up to 100% exactly due to rounding.

**Montana Board of Investments
Comparative Performance
Investment Pools
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	10 Years	2007	2006	2005	2004	2003
Montana Domestic Equity Pool	-10.50	-12.09	-6.57	4.82	N/A	N/A	5.12	14.02	4.91	9.13	N/A
S&P 1500 Super Composite Index	-9.33	-10.96	-5.45	5.94	11.80	3.99	5.47	15.34	5.65	11.78	29.60
<i>Difference</i>	<i>-1.17</i>	<i>-1.13</i>	<i>-1.12</i>	<i>-1.12</i>	<i>N/A</i>	<i>N/A</i>	<i>-0.35</i>	<i>-1.32</i>	<i>-0.74</i>	<i>-2.65</i>	<i>N/A</i>
Montana International Equity Pool	-9.85	-8.59	-0.77	14.71	21.65	8.05	14.56	28.75	13.73	18.87	35.77
International Custom Benchmark	-9.15	-5.58	2.15	15.34	22.89	6.99	16.65	26.86	14.02	20.70	39.17
<i>Difference</i>	<i>-0.70</i>	<i>-3.01</i>	<i>-2.92</i>	<i>-0.63</i>	<i>-1.24</i>	<i>1.06</i>	<i>-2.09</i>	<i>1.89</i>	<i>-0.29</i>	<i>-1.83</i>	<i>-3.40</i>
Retirement Funds Bond Pool	1.37	6.61	6.38	5.52	5.50	6.76	6.74	5.19	3.58	5.34	8.94
LB Aggregate Bond Index	2.17	8.23	7.67	5.48	4.58	6.04	6.97	4.33	2.43	4.34	4.10
<i>Difference</i>	<i>-0.80</i>	<i>-1.62</i>	<i>-1.29</i>	<i>0.04</i>	<i>0.92</i>	<i>0.72</i>	<i>-0.23</i>	<i>0.86</i>	<i>1.15</i>	<i>1.00</i>	<i>4.84</i>
Trust Funds Bond Pool	1.83	7.30	6.94	5.79	5.69	6.73	6.83	5.24	3.79	5.31	7.94
LB Aggregate Bond Index	2.17	8.23	7.67	5.48	4.58	6.04	6.97	4.33	2.43	4.34	4.10
<i>Difference</i>	<i>-0.34</i>	<i>-0.93</i>	<i>-0.73</i>	<i>0.31</i>	<i>1.11</i>	<i>0.69</i>	<i>-0.14</i>	<i>0.91</i>	<i>1.36</i>	<i>0.97</i>	<i>3.84</i>
Real Estate Pool	1.92	4.61	7.64	N/A	N/A	N/A	6.26	N/A	N/A	N/A	N/A
NCREIF ODCE Index (Net) (Asset Wtd Avg)	1.13	6.83	11.98	15.55	13.94	11.66	14.83	15.27	20.17	12.01	8.28
<i>Difference</i>	<i>0.79</i>	<i>-2.22</i>	<i>-4.34</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>-8.57</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>
Short Term Investment Pool	1.00	3.74	5.14	4.79	3.46	4.09	5.49	5.16	3.36	1.46	1.24
1 Month LIBOR Index	0.89	3.50	4.85	4.70	3.42	3.87	5.28	5.13	3.46	1.54	1.20
<i>Difference</i>	<i>0.11</i>	<i>0.24</i>	<i>0.29</i>	<i>0.09</i>	<i>0.04</i>	<i>0.22</i>	<i>0.21</i>	<i>0.03</i>	<i>-0.10</i>	<i>-0.08</i>	<i>0.04</i>
Short Term Investment Pool	1.00	3.74	5.14	4.79	3.46	4.09	5.49	5.16	3.36	1.46	1.24
iMoneynet Money Fund (Gross) Median	1.01	3.71	5.10	4.78	3.45	3.96	5.44	5.18	3.32	1.44	1.26
<i>Difference</i>	<i>-0.01</i>	<i>0.03</i>	<i>0.04</i>	<i>0.01</i>	<i>0.01</i>	<i>0.13</i>	<i>0.05</i>	<i>-0.02</i>	<i>0.04</i>	<i>0.02</i>	<i>-0.02</i>

Performance shown is net of fees. Performance is annualized for periods greater than one year.

**Montana Board of Investments
Comparative Performance
Investment Pools
As of December 31, 2007**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	10 Years	2007	2006	2005	2004	2003
Private Equity Pool	2.44	9.53	16.34	16.27	21.31	N/A	23.79	17.48	22.81	22.81	27.82
S&P 1500 + 4%	-8.33	-7.96	-1.45	9.94	15.80	7.99	9.47	19.34	9.65	15.78	33.60
Difference	10.77	17.49	17.79	6.33	5.51	N/A	14.32	-1.86	13.16	7.03	N/A

Performance is shown net of fees. Performance is annualized for periods greater than one year.

**Montana Board of Investments
Comparative Performance
Equity Composites
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	2007	2006	2005	2004	2003
Domestic Large Cap Equity - Net	-10.74	-11.53	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
R 1000 Index	-9.48	-10.67	-5.40	6.19	11.86	5.77	15.46	6.27	11.40	29.89
<i>Difference</i>	-1.26	-0.86	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Domestic Large Cap Equity - Gross	-10.68	-11.41	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
US Large Cap Equity (SA+CF) Median	-9.55	-9.93	-4.31	6.54	12.37	6.76	15.30	7.37	12.00	29.54
Percentile Rank	69	66	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Domestic Mid Cap Equity - Net	-7.11	-12.42	-6.94	6.38	N/A	3.68	10.46	15.04	N/A	N/A
R Mid Cap Index	-9.98	-13.50	-8.92	7.36	16.31	5.60	15.26	12.65	20.22	40.06
<i>Difference</i>	2.87	1.08	1.98	-0.98	N/A	-1.92	-4.80	2.39	N/A	N/A
Domestic Mid Cap Equity - Gross	-6.98	-11.95	-6.33	6.61	N/A	4.22	10.46	15.04	N/A	N/A
US Mid Cap Equity (SA+CF) Median	-10.12	-12.04	-6.38	7.94	15.78	8.69	13.55	12.02	18.00	36.85
Percentile Rank	15	48	50	70	N/A	73	72	22	N/A	N/A
Domestic Small Cap Equity - Net	-12.91	-18.58	-13.64	5.23	N/A	1.57	16.91	7.47	20.27	N/A
R 2000 Index	-9.90	-16.68	-13.00	5.06	14.90	-1.57	18.37	4.55	18.33	47.25
<i>Difference</i>	-3.01	-1.90	-0.64	0.17	N/A	3.14	-1.46	2.92	1.94	N/A
Domestic Small Cap Equity - Gross	-12.82	-18.20	-13.15	5.58	16.36	2.12	17.33	7.47	20.27	N/A
US Small Cap Equity (SA+CF) Median	-10.64	-16.87	-11.76	5.76	15.72	2.16	15.71	7.83	19.15	46.05
Percentile Rank	69	58	59	54	43	51	39	54	45	N/A

Performance is annualized for periods greater than one year.

**Montana Board of Investments
Comparative Performance
Equity Composites
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	2007	2006	2005	2004	2003
International Large Cap Equity - Net	-10.19	-8.19	-0.12	N/A	N/A	15.43	25.72	N/A	N/A	N/A
MSCI ACW Ex US Index	-9.15	-5.58	2.15	16.01	23.54	16.65	26.65	16.62	20.91	40.83
<i>Difference</i>	<i>-1.04</i>	<i>-2.61</i>	<i>-2.27</i>	N/A	N/A	<i>-1.22</i>	<i>-0.93</i>	N/A	N/A	N/A
International Large Cap Equity - Gross	-10.08	-7.89	0.37	N/A	N/A	15.95	25.80	N/A	N/A	N/A
International Active Equity (SA+CF) Median	-8.69	-6.53	0.67	14.78	22.70	13.30	26.70	16.10	19.58	37.80
Percentile Rank	78	64	52	N/A	N/A	39	60	N/A	N/A	N/A
International Small Cap Equity - Net	-5.38	-13.70	-8.58	N/A	N/A	3.78	N/A	N/A	N/A	N/A
MSCI EAFE Sm Cap Index	-6.24	-14.78	-11.18	11.15	25.61	1.45	19.31	26.19	31.45	61.34
<i>Difference</i>	<i>0.86</i>	<i>1.08</i>	<i>2.60</i>	N/A	N/A	<i>2.33</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>
International Small Cap Equity - Gross	-5.32	-13.55	-8.34	N/A	N/A	4.06	N/A	N/A	N/A	N/A
International Small Cap Equity (SA+CF) Median	-7.57	-13.33	-8.00	16.59	28.95	7.53	29.07	26.23	29.75	57.61
Percentile Rank	9	52	55	N/A	N/A	70	N/A	N/A	N/A	N/A

Performance is annualized for periods greater than one year.

**Montana Board of Investments
Comparative Performance
Equity Sub Composites
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	2007	2006	2005	2004	2003
Domestic Large Cap Value - Net	-10.46	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
R 1000 Value Index	-8.72	-14.22	-9.99	6.01	13.68	-0.17	22.25	7.05	16.49	30.03
<i>Difference</i>	-1.74	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Domestic Large Cap Value - Gross	-10.40	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
US Value/Large Cap Equity (SA+CF) Median	-8.86	-12.57	-6.89	6.66	13.99	2.95	18.95	8.20	15.35	30.84
Percentile Rank	74	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Domestic Large Cap Enhanced - Net	-12.45	-15.19	-10.47	N/A	N/A	3.09	N/A	N/A	N/A	N/A
S&P 500 Index (Cap Weighted)	-9.45	-10.68	-5.08	5.85	11.32	5.49	15.80	4.91	10.88	28.68
<i>Difference</i>	-3.00	-4.51	-5.39	N/A	N/A	-2.40	N/A	N/A	N/A	N/A
Domestic Large Cap Enhanced - Gross	-12.38	-14.99	-10.19	N/A	N/A	3.41	N/A	N/A	N/A	N/A
US Core/Large Cap Equity (SA+CF) Median	-9.47	-10.67	-5.10	6.30	11.90	6.12	15.75	6.73	11.65	28.84
Percentile Rank	94	92	94	N/A	N/A	80	N/A	N/A	N/A	N/A
Domestic Large Cap Passive - Net	-9.60	-10.43	-4.59	5.06	10.37	5.68	13.89	4.58	7.95	N/A
S&P 500 Index (Cap Weighted)	-9.45	-10.68	-5.08	5.85	11.32	5.49	15.80	4.91	10.88	28.68
<i>Difference</i>	-0.15	0.25	0.49	-0.79	-0.95	0.19	-1.91	-0.33	-2.93	N/A
Domestic Large Cap Passive - Gross	-9.60	-10.43	-4.59	5.07	10.37	5.68	13.89	4.58	7.95	N/A
US Core/Large Cap Equity (SA+CF) Median	-9.47	-10.67	-5.10	6.30	11.90	6.12	15.75	6.73	11.65	28.84
Percentile Rank	57	44	40	86	90	60	75	86	91	N/A
Domestic Large Cap Growth - Net	-11.44	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
R 1000 Growth Index	-10.18	-7.12	-0.75	6.33	9.96	11.81	9.07	5.26	6.30	29.75
<i>Difference</i>	-1.26	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Domestic Large Cap Growth - Gross	-11.29	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
US Growth/Large Cap Equity (SA+CF) Median	-10.78	-6.16	-0.26	6.94	11.21	13.23	9.06	7.41	9.33	28.88
Percentile Rank	60	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Performance is annualized for periods greater than one year.

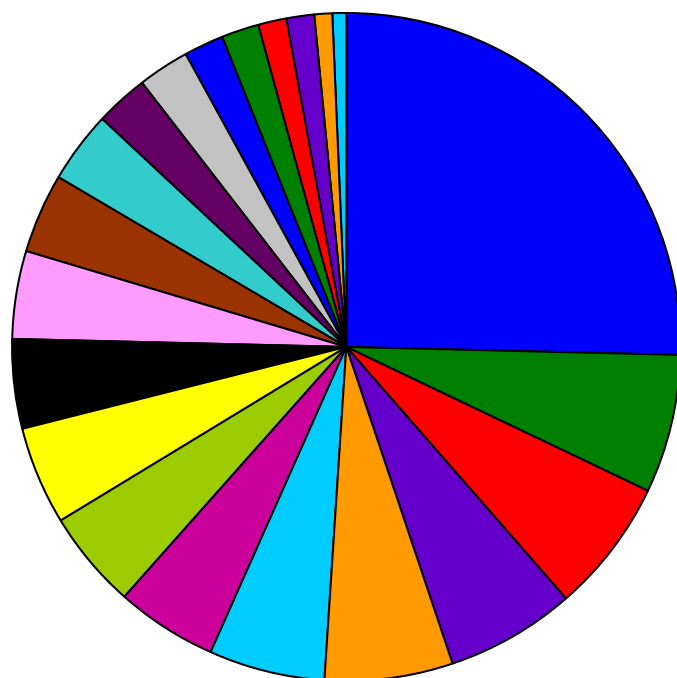
**Montana Board of Investments
Comparative Performance
Equity Sub Composites
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	2007	2006	2005	2004	2003
International Large Cap Value - Net	-10.21	-11.37	-2.94	N/A	N/A	12.93	N/A	N/A	N/A	N/A
MSCI ACW Ex US Value Index	-9.53	-8.80	-1.51	15.09	25.07	12.31	29.74	16.53	25.08	47.34
<i>Difference</i>	<i>-0.68</i>	<i>-2.57</i>	<i>-1.43</i>	N/A	N/A	<i>0.62</i>	N/A	N/A	N/A	N/A
International Large Cap Value - Gross	-10.07	-10.94	-2.23	N/A	N/A	13.71	N/A	N/A	N/A	N/A
International Active Value Equity (SA+CF) Median	-8.04	-8.10	-1.61	13.78	23.42	10.96	28.42	14.69	23.69	42.36
Percentile Rank	85	79	55	N/A	N/A	25	N/A	N/A	N/A	N/A
International Large Cap Core - Net	-9.38	-7.05	0.91	N/A	N/A	15.63	29.15	N/A	N/A	N/A
MSCI ACW Ex US Index	-9.15	-5.58	2.15	16.01	23.54	16.65	26.65	16.62	20.91	40.83
<i>Difference</i>	<i>-0.23</i>	<i>-1.47</i>	<i>-1.24</i>	N/A	N/A	<i>-1.02</i>	<i>2.50</i>	N/A	N/A	N/A
International Large Cap Core - Gross	-9.27	-6.75	1.34	N/A	N/A	16.11	29.15	N/A	N/A	N/A
International Active Core Equity (SA+CF) Median	-8.82	-6.50	1.33	15.49	22.24	15.35	27.95	17.51	17.96	36.21
Percentile Rank	71	54	50	N/A	N/A	40	34	N/A	N/A	N/A
International Large Cap Growth - Net	-11.81	-7.56	0.70	N/A	N/A	18.29	N/A	N/A	N/A	N/A
MSCI ACW Ex US Growth Index	-8.76	-2.35	5.83	16.90	21.94	21.03	23.61	16.71	16.73	34.42
<i>Difference</i>	<i>-3.05</i>	<i>-5.21</i>	<i>-5.13</i>	N/A	N/A	<i>-2.74</i>	N/A	N/A	N/A	N/A
International Large Cap Growth - Gross	-11.68	-7.22	1.28	N/A	N/A	18.88	N/A	N/A	N/A	N/A
International Active Growth Equity (SA+CF) Median	-9.20	-4.31	2.49	15.98	21.73	17.74	25.17	17.34	17.82	34.23
Percentile Rank	87	76	62	N/A	N/A	46	N/A	N/A	N/A	N/A

Performance is annualized for periods greater than one year.

**Montana Board of Investments
Asset Allocation
Montana Domestic Equity Pool
As of March 31, 2008**

March 31, 2008 : \$3,014,125,891



Manager	Market Value (\$)	Allocation (%)
BGI Equity Index Fund A (CF)	764,925,579	25.38
T. Rowe U.S. Structured Research (SA)	202,652,535	6.72
J.P. Morgan 130/30 (SA)	196,073,858	6.51
Barrow Hanley (SA)	188,100,321	6.24
INTECH Enhanced Plus (SA)	186,942,399	6.20
Western Asset U.S. Index Plus (CF)	168,979,689	5.61
Columbus Circle Investors (SA)	147,200,402	4.88
Renaissance Investment (SA)	143,870,535	4.77
Rainier Investment (SA)	142,574,893	4.73
Quantitative Mgmt (SA)	130,254,353	4.32
Goldman Sachs Enhanced Large Cap (CF)	128,775,418	4.27
Analytic Investors 130/30 (SA)	117,052,137	3.88
Martingale Asset Mgmt. (SA)	101,879,525	3.38
Martingale 130/30 (SA)	79,248,158	2.63
TimesSquare Capital Mgmt. (SA)	74,406,588	2.47
Artisan Partners (SA)	58,899,773	1.95
DFA US Small Cap Trust (CF)	54,241,998	1.80
Vaughan Nelson Mgmt. (SA)	42,414,798	1.41
NorthPointe Capital (SA)	40,215,829	1.33
State Street SPIF Alternative Investment	24,975,038	0.83
BGI Mid Cap Equity Index A (CF)	20,442,065	0.68

Allocation shown may not sum up to 100% exactly due to rounding. Market values do not include pending trades.

**Montana Board of Investments
Comparative Performance
Domestic Equity Managers
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	2007	2006	2005	2004	2003	Since Inception	Inception Date
Barrow Hanley (SA) - Net	-11.64	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-13.72	09/01/2007
R 1000 Value Index	-8.72	-14.22	-9.99	6.01	13.68	-0.17	22.25	7.05	16.49	30.03	-11.06	
<i>Difference</i>	-2.92	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-2.66	
Barrow Hanley (SA) - Gross	-11.57	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-13.58	09/01/2007
US Value/Large Cap Equity (SA+CF) Median	-8.86	-12.57	-6.89	6.66	13.99	2.95	18.95	8.20	15.35	30.84	N/A	
Percentile Rank	87	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
Quantitative Mgmt (SA) - Net	-8.69	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-11.45	09/01/2007
R 1000 Value Index	-8.72	-14.22	-9.99	6.01	13.68	-0.17	22.25	7.05	16.49	30.03	-11.06	
<i>Difference</i>	0.03	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-0.39	
Quantitative Mgmt (SA) - Gross	-8.64	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-11.32	09/01/2007
US Value/Large Cap Equity (SA+CF) Median	-8.86	-12.57	-6.89	6.66	13.99	2.95	18.95	8.20	15.35	30.84	N/A	
Percentile Rank	45	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
BGI Equity Index Fund A (CF) - Net	-9.44	-10.65	-5.04	5.89	N/A	5.54	15.85	4.97	10.93	N/A	4.48	12/01/2005
S&P 500 Index (Cap Weighted)	-9.45	-10.68	-5.08	5.85	11.32	5.49	15.80	4.91	10.88	28.68	4.44	
<i>Difference</i>	0.01	0.03	0.04	0.04	N/A	0.05	0.05	0.06	0.05	N/A	0.04	
BGI Equity Index Fund A (CF) - Gross	-9.44	-10.62	-5.01	5.90	11.39	5.56	15.85	4.97	10.93	28.79	0.56	05/01/2000
US Core/Large Cap Equity (SA+CF) Median	-9.47	-10.67	-5.10	6.30	11.90	6.12	15.75	6.73	11.65	28.84	N/A	
Percentile Rank	46	48	47	66	68	63	44	78	61	51	N/A	
INTECH Enhanced Plus (SA) -Net	-10.40	-9.25	-5.77	N/A	N/A	7.15	N/A	N/A	N/A	N/A	3.92	06/01/2006
S&P 500 Index (Cap Weighted)	-9.45	-10.68	-5.08	5.85	11.32	5.49	15.80	4.91	10.88	28.68	4.21	
<i>Difference</i>	-0.95	1.43	-0.69	N/A	N/A	1.66	N/A	N/A	N/A	N/A	-0.29	
INTECH Enhanced Plus (SA) - Gross	-10.32	-9.00	-5.37	N/A	N/A	7.63	N/A	N/A	N/A	N/A	4.22	06/01/2006
US Core/Large Cap Equity (SA+CF) Median	-9.47	-10.67	-5.10	6.30	11.90	6.12	15.75	6.73	11.65	28.84	N/A	
Percentile Rank	75	28	55	N/A	N/A	33	N/A	N/A	N/A	N/A	N/A	

Performance is annualized for periods greater than one year.

**Montana Board of Investments
Comparative Performance
Domestic Equity Managers
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	2007	2006	2005	2004	2003	Since Inception	Inception Date
T. Rowe U.S. Research (SA) - Net	-9.13	-10.43	-4.32	N/A	N/A	6.04	N/A	N/A	N/A	N/A	5.26	07/01/2006
S&P 500 Index (Cap Weighted)	-9.45	-10.68	-5.08	5.85	11.32	5.49	15.80	4.91	10.88	28.68	4.33	
<i>Difference</i>	0.32	0.25	0.76	N/A	N/A	0.55	N/A	N/A	N/A	N/A	0.93	
T. Rowe U.S. Research (SA) - Gross	-9.06	-10.22	-4.02	N/A	N/A	6.39	N/A	N/A	N/A	N/A	5.51	07/01/2006
US Core/Large Cap Equity (SA+CF) Median	-9.47	-10.67	-5.10	6.30	11.90	6.12	15.75	6.73	11.65	28.84	N/A	
Percentile Rank	32	40	34	N/A	N/A	48	N/A	N/A	N/A	N/A	N/A	
Goldman Sachs Large Cap (CF) - Net	-9.56	-12.85	-7.75	N/A	N/A	2.09	N/A	N/A	N/A	N/A	1.75	07/01/2006
S&P 500 Index (Cap Weighted)	-9.45	-10.68	-5.08	5.85	11.32	5.49	15.80	4.91	10.88	28.68	4.33	
<i>Difference</i>	-0.11	-2.17	-2.67	N/A	N/A	-3.40	N/A	N/A	N/A	N/A	-2.58	
Goldman Sachs Large Cap (CF) - Gross	-9.51	-12.71	-7.57	N/A	N/A	2.28	N/A	N/A	N/A	N/A	1.96	07/01/2006
US Core/Large Cap Equity (SA+CF) Median	-9.47	-10.67	-5.10	6.30	11.90	6.12	15.75	6.73	11.65	28.84	N/A	
Percentile Rank	52	79	79	N/A	N/A	87	N/A	N/A	N/A	N/A	N/A	
Western Asset U.S. Index Plus (CF) - Net	-19.93	-26.70	-22.33	N/A	N/A	-2.42	N/A	N/A	N/A	N/A	-6.86	07/01/2006
S&P 500 Index (Cap Weighted)	-9.45	-10.68	-5.08	5.85	11.32	5.49	15.80	4.91	10.88	28.68	4.33	
<i>Difference</i>	-10.48	-16.02	-17.25	N/A	N/A	-7.91	N/A	N/A	N/A	N/A	-11.19	
Western Asset U.S. Index Plus (CF) - Gross	-19.86	-26.54	-22.12	N/A	N/A	-2.18	N/A	N/A	N/A	N/A	-6.61	07/01/2006
US Core/Large Cap Equity (SA+CF) Median	-9.47	-10.67	-5.10	6.30	11.90	6.12	15.75	6.73	11.65	28.84	N/A	
Percentile Rank	100	100	100	N/A	N/A	99	N/A	N/A	N/A	N/A	N/A	
Columbus Circle Investors (SA) - Net	-12.62	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-2.70	09/01/2007
R 1000 Growth Index	-10.18	-7.12	-0.75	6.33	9.96	11.81	9.07	5.26	6.30	29.75	-7.13	
<i>Difference</i>	-2.44	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	4.43	
Columbus Circle Investors (SA) - Gross	-12.46	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-2.43	09/01/2007
US Growth/Large Cap Equity (SA+CF) Median	-10.78	-6.16	-0.26	6.94	11.21	13.23	9.06	7.41	9.33	28.88	N/A	
Percentile Rank	76	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	

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**Montana Board of Investments
Comparative Performance
Domestic Equity Managers
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	2007	2006	2005	2004	2003	Since Inception	Inception Date
Rainier Investment (SA) - Net	-12.36	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-5.53	09/01/2007
R 1000 Growth Index	-10.18	-7.12	-0.75	6.33	9.96	11.81	9.07	5.26	6.30	29.75	-7.13	
<i>Difference</i>	-2.18	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1.60	
Rainier Investment (SA) - Gross	-12.20	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-5.30	09/01/2007
US Growth/Large Cap Equity (SA+CF) Median	-10.78	-6.16	-0.26	6.94	11.21	13.23	9.06	7.41	9.33	28.88	N/A	
Percentile Rank	73	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
Renaissance Investment (SA) - Net	-9.24	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-6.45	09/01/2007
R 1000 Growth Index	-10.18	-7.12	-0.75	6.33	9.96	11.81	9.07	5.26	6.30	29.75	-7.13	
<i>Difference</i>	0.94	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.68	
Renaissance Investment (SA) - Gross	-9.10	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-6.25	09/01/2007
US Growth/Large Cap Equity (SA+CF) Median	-10.78	-6.16	-0.26	6.94	11.21	13.23	9.06	7.41	9.33	28.88	N/A	
Percentile Rank	26	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
Artisan Partners (SA) - Net	-2.96	-12.72	-5.98	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-5.07	03/01/2007
R Mid Cap Value Index	-8.64	-17.14	-14.12	6.57	16.77	-1.42	20.22	12.65	23.71	38.07	-12.21	
<i>Difference</i>	5.68	4.42	8.14	N/A	N/A	N/A	N/A	N/A	N/A	N/A	7.14	
Artisan Partners (SA) - Gross	-2.77	-12.10	-5.17	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-4.32	03/01/2007
US Value/Mid Cap Equity (SA+CF) Median	-8.55	-14.48	-9.18	7.66	16.37	3.27	17.65	10.95	20.15	37.22	N/A	
Percentile Rank	1	30	23	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
BGI Mid Cap Equity Index A (CF) - Net	-8.80	-11.99	-6.85	7.21	N/A	8.10	10.46	12.71	N/A	N/A	6.50	01/01/2005
S&P Mid Cap 400 Index (Cap Weighted)	-8.85	-12.11	-6.97	7.05	15.11	7.98	10.32	12.55	16.50	35.64	6.36	
<i>Difference</i>	0.05	0.12	0.12	0.16	N/A	0.12	0.14	0.16	N/A	N/A	0.14	
BGI Mid Cap Equity Index A (CF) - Gross	-8.80	-11.97	-6.82	7.22	N/A	8.12	10.46	12.71	N/A	N/A	6.51	01/01/2005
US Core/Mid Cap Equity (SA+CF) Median	-9.48	-13.04	-6.91	7.18	15.16	8.03	12.10	12.67	18.00	35.65	N/A	
Percentile Rank	28	31	40	48	N/A	43	68	49	N/A	N/A	N/A	

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**Montana Board of Investments
Comparative Performance
Domestic Equity Managers
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	2007	2006	2005	2004	2003	Since Inception	Inception Date
Martingale Asset Mgmt. (SA) - Net	-7.99	-15.00	-11.30	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-8.97	03/01/2007
R Mid Cap Index	-9.98	-13.50	-8.92	7.36	16.31	5.60	15.26	12.65	20.22	40.06	-7.59	
<i>Difference</i>	1.99	-1.50	-2.38	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-1.38	
Martingale Asset Mgmt. (SA) - Gross	-7.86	-14.56	-10.75	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-8.45	03/01/2007
US Core/Mid Cap Equity (SA+CF) Median	-9.48	-13.04	-6.91	7.18	15.16	8.03	12.10	12.67	18.00	35.65	N/A	
Percentile Rank	12	64	80	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
TimesSquare Capital Mgmt. (SA) - Net	-8.54	-8.50	-1.08	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-1.27	03/01/2007
R Mid Cap Growth Index	-10.95	-10.58	-4.55	7.77	15.20	11.43	10.66	12.10	15.48	42.71	-3.75	
<i>Difference</i>	2.41	2.08	3.47	N/A	N/A	N/A	N/A	N/A	N/A	N/A	2.48	
TimesSquare Capital Mgmt. (SA) - Gross	-8.43	-7.96	-0.35	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-0.61	03/01/2007
US Growth/Mid Cap Equity (SA+CF) Median	-12.15	-8.98	-1.77	9.03	15.42	17.23	10.64	12.16	15.65	37.24	N/A	
Percentile Rank	11	39	41	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
Vaughan Nelson Mgmt. (SA) - Net	-9.74	-12.12	-6.37	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-3.70	03/01/2007
R 2000 Value Index	-6.53	-18.75	-16.88	4.33	15.45	-9.78	23.48	4.71	22.25	46.03	-14.75	
<i>Difference</i>	-3.21	6.63	10.51	N/A	N/A	N/A	N/A	N/A	N/A	N/A	11.05	
Vaughan Nelson Mgmt. (SA) - Gross	-9.51	-11.35	-5.47	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-2.85	03/01/2007
US Value/Small Cap Equity (SA+CF) Median	-7.54	-17.31	-12.81	5.71	16.78	-2.50	18.72	8.05	22.19	45.38	N/A	
Percentile Rank	74	12	12	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
DFA US Small Cap Trust (CF) - Net	-9.07	-17.19	-13.52	5.13	16.07	-3.01	16.91	7.47	20.27	N/A	16.06	03/01/2003
S&P Small Cap 600 Index (Cap Weighted)	-7.46	-15.01	-10.61	5.30	15.63	-0.30	15.12	7.68	22.65	38.80	15.53	
<i>Difference</i>	-1.61	-2.18	-2.91	-0.17	0.44	-2.71	1.79	-0.21	-2.38	N/A	0.53	
DFA US Small Cap Trust (CF) - Gross	-9.11	-17.07	-13.24	5.40	16.25	-2.55	17.33	7.47	20.27	N/A	16.23	03/01/2003
US Core/Small Cap Equity (SA+CF) Median	-9.92	-18.20	-13.20	4.87	15.14	-1.17	16.22	7.83	20.72	44.73	N/A	
Percentile Rank	37	39	52	43	35	68	37	55	55	N/A	N/A	

Performance is annualized for periods greater than one year.

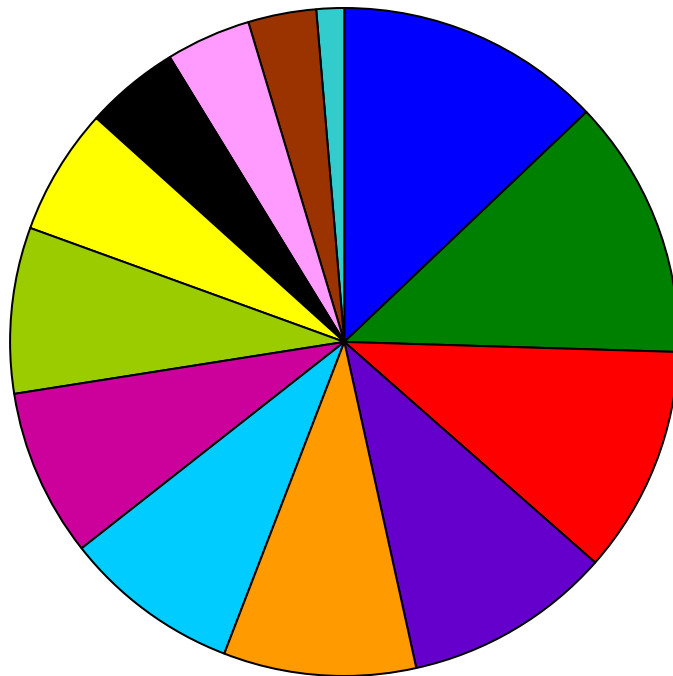
**Montana Board of Investments
Comparative Performance
Domestic Equity Managers
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	2007	2006	2005	2004	2003	Since Inception	Inception Date
NorthPointe Capital (SA) - Net	-20.64	-25.79	-19.82	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-17.20	03/01/2007
R 2000 Growth Index	-12.83	-14.65	-8.94	5.74	14.24	7.05	13.35	4.15	14.31	48.54	-7.50	
<i>Difference</i>	<i>-7.81</i>	<i>-11.14</i>	<i>-10.88</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>-9.70</i>	
NorthPointe Capital (SA) - Gross	-20.53	-25.43	-19.40	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-16.80	03/01/2007
US Growth/Small Cap Equity (SA+CF) Median	-14.77	-15.23	-8.48	6.45	15.24	10.89	11.88	7.58	13.48	47.93	N/A	
Percentile Rank	91	95	92	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	

Performance is annualized for periods greater than one year.

**Montana Board of Investments
Asset Allocation
Montana International Equity Pool
As of March 31, 2008**

March 31, 2008 : \$1,469,789,158



Manager	Market Value (\$)	Allocation (%)
Batterymarch International Equity (SA)	189,176,103	12.87
Julius Baer Int'l Equity II (SA)	185,692,485	12.63
BGI MSCI Europe Index (CF)	161,157,804	10.96
Acadian Asset Non-US Equity (SA)	147,569,358	10.04
AllianceBernstein International Value (SA)	137,762,768	9.37
Martin Currie (SA)	125,143,635	8.51
Hansberger Global Investors (SA)	119,686,961	8.14
BGI Global Ex-US Alpha Tilts A (CF)	117,650,805	8.00
Nomura Asset Management (SA)	90,165,821	6.13
Principal Global Investors (SA)	67,368,241	4.58
DFA Intl Small Company (DFISX)	59,673,562	4.06
AXA Rosenberg Int'l Small Cap (CF)	48,984,220	3.33
EAFE SPIF Alternative Investment	19,757,396	1.34

Allocation shown may not sum up to 100% exactly due to rounding. Market values do not include pending trades.

**Montana Board of Investments
Comparative Performance
International Equity Managers
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	2007	2006	2005	2004	2003	Since Inception	Inception Date
Acadian Asset Non-US Equity (SA) - Net	-11.14	-12.68	-4.90	N/A	N/A	12.73	N/A	N/A	N/A	N/A	6.61	11/01/2006
MSCI ACW Ex US Value Index	-9.53	-8.80	-1.51	15.09	25.07	12.31	29.74	16.53	25.08	47.34	6.14	
<i>Difference</i>	<i>-1.61</i>	<i>-3.88</i>	<i>-3.39</i>	<i>N/A</i>	<i>N/A</i>	<i>0.42</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>0.47</i>	
Acadian Asset Non-US Equity (SA) - Gross	-11.00	-12.27	-4.24	N/A	N/A	13.46	N/A	N/A	N/A	N/A	7.21	11/01/2006
Int'l Active Value Equity (SA+CF) Median	-8.04	-8.10	-1.61	13.78	23.42	10.96	28.42	14.69	23.69	42.36	N/A	
Percentile Rank	95	83	74	N/A	N/A	25	N/A	N/A	N/A	N/A	N/A	
AllianceBernstein Int'l Value (SA) - Net	-9.18	-10.01	-0.84	N/A	N/A	13.09	N/A	N/A	N/A	N/A	7.00	11/01/2006
MSCI ACW Ex US Value Index	-9.53	-8.80	-1.51	15.09	25.07	12.31	29.74	16.53	25.08	47.34	6.14	
<i>Difference</i>	<i>0.35</i>	<i>-1.21</i>	<i>0.67</i>	<i>N/A</i>	<i>N/A</i>	<i>0.78</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>0.86</i>	
AllianceBernstein Int'l Value (SA) - Gross	-9.04	-9.56	-0.09	N/A	N/A	13.92	N/A	N/A	N/A	N/A	7.67	11/01/2006
Int'l Active Value Equity (SA+CF) Median	-8.04	-8.10	-1.61	13.78	23.42	10.96	28.42	14.69	23.69	42.36	N/A	
Percentile Rank	68	71	33	N/A	N/A	25	N/A	N/A	N/A	N/A	N/A	
Batterymarch Int'l Equity (SA) - Net	-10.10	-8.34	-0.43	N/A	N/A	14.90	N/A	N/A	N/A	N/A	7.43	11/01/2006
MSCI ACW Ex US Index	-9.15	-5.58	2.15	16.01	23.54	16.65	26.65	16.62	20.91	40.83	9.15	
<i>Difference</i>	<i>-0.95</i>	<i>-2.76</i>	<i>-2.58</i>	<i>N/A</i>	<i>N/A</i>	<i>-1.75</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>-1.72</i>	
Batterymarch Int'l Equity (SA) - Gross	-10.01	-8.11	-0.04	N/A	N/A	15.32	N/A	N/A	N/A	N/A	7.78	11/01/2006
Int'l Active Core Equity (SA+CF) Median	-8.82	-6.50	1.33	15.49	22.24	15.35	27.95	17.51	17.96	36.21	N/A	
Percentile Rank	86	69	62	N/A	N/A	51	N/A	N/A	N/A	N/A	N/A	
Julius Baer Int'l Equity II (SA) - Net	-9.13	-4.92	3.48	N/A	N/A	18.59	N/A	N/A	N/A	N/A	11.60	11/01/2006
MSCI ACW Ex US Index	-9.15	-5.58	2.15	16.01	23.54	16.65	26.65	16.62	20.91	40.83	9.15	
<i>Difference</i>	<i>0.02</i>	<i>0.66</i>	<i>1.33</i>	<i>N/A</i>	<i>N/A</i>	<i>1.94</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>2.45</i>	
Julius Baer Int'l Equity II (SA) - Gross	-9.00	-4.54	3.98	N/A	N/A	19.25	N/A	N/A	N/A	N/A	12.14	11/01/2006
Int'l Active Core Equity (SA+CF) Median	-8.82	-6.50	1.33	15.49	22.24	15.35	27.95	17.51	17.96	36.21	N/A	
Percentile Rank	58	25	20	N/A	N/A	16	N/A	N/A	N/A	N/A	N/A	

Performance is annualized for periods greater than one year.

**Montana Board of Investments
Comparative Performance
International Equity Managers
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	2007	2006	2005	2004	2003	Since Inception	Inception Date
BGI Global Ex-US Alpha Tilts A (CF) - Net	-8.51	-7.36	0.62	N/A	N/A	13.84	N/A	N/A	N/A	N/A	10.06	10/01/2006
MSCI ACW Ex US Index	-9.15	-5.58	2.15	16.01	23.54	16.65	26.65	16.62	20.91	40.83	11.55	
<i>Difference</i>	0.64	-1.78	-1.53	N/A	N/A	-2.81	N/A	N/A	N/A	N/A	-1.49	
BGI Global Ex-US Alpha Tilts A (CF) - Gross	-8.37	-6.98	1.14	N/A	N/A	14.39	N/A	N/A	N/A	N/A	10.56	10/01/2006
Int'l Active Core Equity (SA+CF) Median	-8.82	-6.50	1.33	15.49	22.24	15.35	27.95	17.51	17.96	36.21	N/A	
Percentile Rank	37	56	51	N/A	N/A	55	N/A	N/A	N/A	N/A	N/A	
Martin Currie (SA) - Net	-13.90	-9.14	-0.09	N/A	N/A	19.21	N/A	N/A	N/A	N/A	6.84	11/01/2006
MSCI ACW Ex US Growth Index	-8.76	-2.35	5.83	16.90	21.94	21.03	23.61	16.71	16.73	34.42	12.18	
<i>Difference</i>	-5.14	-6.79	-5.92	N/A	N/A	-1.82	N/A	N/A	N/A	N/A	-5.34	
Martin Currie (SA) - Gross	-13.80	-8.88	0.40	N/A	N/A	19.66	N/A	N/A	N/A	N/A	7.21	11/01/2006
Int'l Active Growth Equity (SA+CF) Median	-9.20	-4.31	2.49	15.98	21.73	17.74	25.17	17.34	17.82	34.23	N/A	
Percentile Rank	95	91	73	N/A	N/A	41	N/A	N/A	N/A	N/A	N/A	
Hansberger Global Investors (SA) - Net	-10.84	-5.57	2.92	N/A	N/A	19.96	N/A	N/A	N/A	N/A	9.87	11/01/2006
MSCI ACW Ex US Growth Index	-8.76	-2.35	5.83	16.90	21.94	21.03	23.61	16.71	16.73	34.42	12.18	
<i>Difference</i>	-2.08	-3.22	-2.91	N/A	N/A	-1.07	N/A	N/A	N/A	N/A	-2.31	
Hansberger Global Investors (SA) - Gross	-10.70	-5.18	3.61	N/A	N/A	20.71	N/A	N/A	N/A	N/A	10.47	11/01/2006
Int'l Active Growth Equity (SA+CF) Median	-9.20	-4.31	2.49	15.98	21.73	17.74	25.17	17.34	17.82	34.23	N/A	
Percentile Rank	71	59	43	N/A	N/A	31	N/A	N/A	N/A	N/A	N/A	
Principal Global Investors (SA) - Net	-9.45	-7.77	-1.16	N/A	N/A	14.11	N/A	N/A	N/A	N/A	6.74	11/01/2006
MSCI ACW Ex US Growth Index	-8.76	-2.35	5.83	16.90	21.94	21.03	23.61	16.71	16.73	34.42	12.18	
<i>Difference</i>	-0.69	-5.42	-6.99	N/A	N/A	-6.92	N/A	N/A	N/A	N/A	-5.44	
Principal Global Investors (SA) - Gross	-9.30	-7.35	-0.59	N/A	N/A	14.72	N/A	N/A	N/A	N/A	7.27	11/01/2006
Int'l Active Growth Equity (SA+CF) Median	-9.20	-4.31	2.49	15.98	21.73	17.74	25.17	17.34	17.82	34.23	N/A	
Percentile Rank	56	77	81	N/A	N/A	71	N/A	N/A	N/A	N/A	N/A	

Performance is annualized for periods greater than one year.

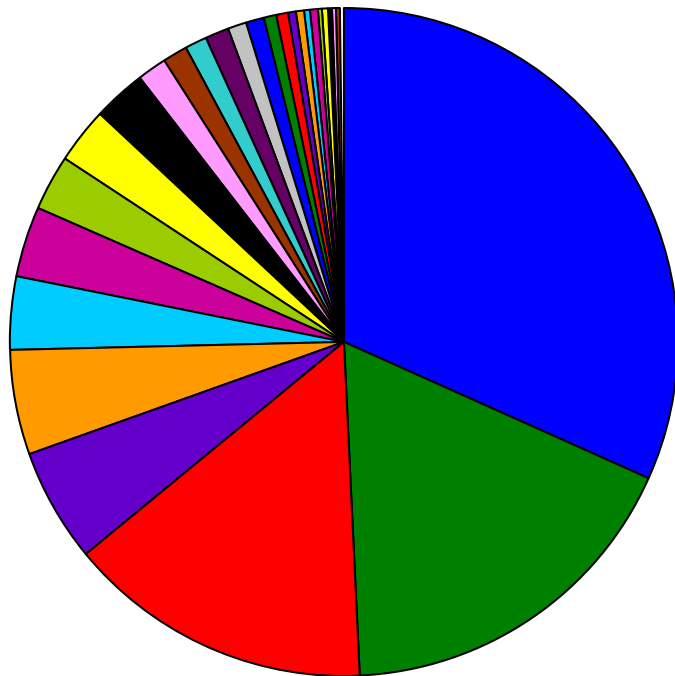
**Montana Board of Investments
Comparative Performance
International Equity Managers
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	2007	2006	2005	2004	2003	Since Inception	Inception Date
BGI MSCI Europe Index (CF) - Net	-8.59	-7.49	0.39	15.17	N/A	14.12	34.09	9.77	21.26	N/A	20.49	05/01/2003
MSCI Europe Index (US Currency)	-8.62	-7.50	0.18	14.86	22.94	13.86	33.72	9.42	20.88	38.54	20.24	
<i>Difference</i>	<i>0.03</i>	<i>0.01</i>	<i>0.21</i>	<i>0.31</i>	<i>N/A</i>	<i>0.26</i>	<i>0.37</i>	<i>0.35</i>	<i>0.38</i>	<i>N/A</i>	<i>0.25</i>	
BGI MSCI Europe Index (CF) - Gross	-8.56	-7.42	0.48	15.20	N/A	14.18	34.09	9.77	21.26	N/A	20.51	05/01/2003
European Equity (SA+CF) Median	-8.66	-9.85	-2.13	16.13	24.66	12.09	34.76	11.36	22.83	39.44	N/A	
Percentile Rank	49	40	40	57	N/A	40	62	74	62	N/A	N/A	
Nomura Asset Management (SA) - Net	-11.84	-7.63	-0.21	13.51	N/A	15.41	14.38	25.24	18.85	N/A	15.20	12/01/2003
MSCI AC Pacific Index	-10.25	-7.93	-2.75	13.10	20.37	12.35	15.67	23.02	18.21	39.84	14.69	
<i>Difference</i>	<i>-1.59</i>	<i>0.30</i>	<i>2.54</i>	<i>0.41</i>	<i>N/A</i>	<i>3.06</i>	<i>-1.29</i>	<i>2.22</i>	<i>0.64</i>	<i>N/A</i>	<i>0.51</i>	
Nomura Asset Management (SA) - Gross	-11.72	-7.38	0.36	13.88	N/A	15.91	14.69	25.45	18.89	N/A	15.48	12/01/2003
International Equity All (SA+CF) Median	-8.54	-7.75	-1.10	14.70	22.56	11.60	26.64	16.01	20.45	38.87	N/A	
Percentile Rank	94	46	41	61	N/A	30	96	11	62	N/A	N/A	
AXA Rosenberg Int'l Small Cap (CF) - Net	-5.67	-15.74	-10.02	N/A	N/A	1.48	N/A	N/A	N/A	N/A	5.19	10/01/2006
S&P/Citi World EM Ex US Index	-6.95	-11.60	-6.39	15.01	26.78	7.32	29.42	22.10	28.76	53.73	8.19	
<i>Difference</i>	<i>1.28</i>	<i>-4.14</i>	<i>-3.63</i>	<i>N/A</i>	<i>N/A</i>	<i>-5.84</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>-3.00</i>	
AXA Rosenberg Int'l Small Cap (CF) - Gross	-5.53	-15.42	-9.49	N/A	N/A	2.10	N/A	N/A	N/A	N/A	5.86	10/01/2006
Int'l Small Cap Equity (SA+CF) Median	-7.57	-13.33	-8.00	16.59	28.95	7.53	29.07	26.23	29.75	57.61	N/A	
Percentile Rank	10	72	63	N/A	N/A	79	N/A	N/A	N/A	N/A	N/A	
DFA Intl Small Company (DFISX) - Net	-5.15	-11.96	-7.35	13.33	N/A	5.63	24.80	22.24	N/A	N/A	17.09	11/01/2004
MSCI EAFE Sm Cap Index	-6.24	-14.78	-11.18	11.15	25.61	1.45	19.31	26.19	31.45	61.34	15.23	
<i>Difference</i>	<i>1.09</i>	<i>2.82</i>	<i>3.83</i>	<i>2.18</i>	<i>N/A</i>	<i>4.18</i>	<i>5.49</i>	<i>-3.95</i>	<i>N/A</i>	<i>N/A</i>	<i>1.86</i>	
DFA Intl Small Company (DFISX) - Gross	-5.01	-11.58	-6.83	13.96	N/A	6.22	25.48	22.91	N/A	N/A	17.74	11/01/2004
Int'l Small Cap Equity (SA+CF) Median	-7.57	-13.33	-8.00	16.59	28.95	7.53	29.07	26.23	29.75	57.61	N/A	
Percentile Rank	7	35	43	75	N/A	59	71	66	N/A	N/A	N/A	

Performance is annualized for periods greater than one year.

**Montana Board of Investments
Asset Allocation
Trust Accounts
As of March 31, 2008**

March 31, 2008 : \$3,101,753,231



Manager	Market Value (\$)	Allocation (%)
State Fund Insurance	983,221,038	31.70
Permanent Coal Trust Fund	542,694,343	17.50
Trust and Legacy Account	462,506,655	14.91
UCFRB Restoration Fund	169,604,574	5.47
Treasure State Endowment	156,847,189	5.06
Montana State University	109,409,914	3.53
Resource Indemnity Trust	104,509,784	3.37
University of Montana	84,472,242	2.72
Streamside Tailings Operable Unit	83,800,331	2.70
Tobacco Trust Fund	79,599,621	2.57
Group Benefits	44,750,893	1.44
Treasure State Reg. Water System	37,389,558	1.21
Old Fund Insurance	34,038,095	1.10
Big Sky Economic Development Fund	33,214,783	1.07
Montana Pole	30,119,979	0.97
FWP License Account	25,704,080	0.83
Coal Tax Park Acquisition	18,676,984	0.60
UCFRB Assess/Litig Cost Rec	18,189,917	0.59
BPA Mitigation Trust Fund	12,202,680	0.39
Coal Tax Cultural Trust Fund	10,657,392	0.34
Weed Control Trust	10,207,950	0.33
Zortman/Landusky LT H2O	10,059,469	0.32
Older Montanans Trust	8,166,650	0.26
Wildlife Habitat Trust	7,838,328	0.25
Abandoned Mine Trust	6,241,250	0.20
Montana Tech-UM Agency Funds	5,987,720	0.19
FWP Real Property Trust	5,156,276	0.17
Z/L Long Term H2O Trust Fund	4,397,406	0.14
Endowment for Children	1,045,902	0.03
Subsequent Injury Fund	1,042,229	0.03

Allocations shown may not sum up to 100% exactly due to rounding.

**Montana Board of Investments
Comparative Performance
Trust Accounts
As of March 31, 2008**

	1 Quarter	Jul-2007 To Mar-2008	1 Year	3 Years	5 Years	2007	2006	2005	2004	2003
Group Benefits	1.33	4.49	5.83	4.80	3.58	5.81	4.92	2.85	1.48	2.73
Subsequent Injury Fund	1.29	5.85	6.28	5.12	3.71	6.56	5.01	1.94	1.85	3.09
State Fund Insurance	0.62	5.06	5.67	5.55	5.38	6.63	6.06	2.53	4.82	7.24
Old Fund Insurance	0.80	4.98	6.01	5.05	3.84	6.73	4.86	2.36	1.72	3.98
Abandoned Mine Trust	1.69	6.14	6.65	5.15	3.81	6.55	4.70	2.49	1.82	2.96
Trust and Legacy Account	1.81	7.17	7.02	5.86	5.61	6.76	5.17	4.15	5.48	7.07
Endowment for Children	1.80	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
BPA Mitigation Trust Fund	1.50	5.91	6.40	5.11	3.68	6.50	4.85	2.21	1.78	2.71
FWP Real Property Trust	1.75	6.99	6.91	5.60	4.50	6.67	5.11	3.48	3.01	3.72
Montana Pole	1.60	6.42	6.66	5.48	4.58	6.52	5.09	3.51	3.43	4.13
Older Montanans Trust	1.76	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Streamside Tailings Operable Unit	1.64	7.67	7.67	5.94	5.35	7.29	5.15	3.93	4.61	5.31
UCFRB Restoration Fund	1.76	7.00	6.99	5.79	5.47	6.77	5.08	4.00	5.07	6.93
UCFRB Assess/Litig Cost Rec	1.81	7.19	7.03	5.87	5.64	6.76	5.15	4.21	5.50	7.18
Weed Control Trust	1.74	6.49	7.06	5.25	3.91	6.91	4.66	2.40	1.83	3.32
Wildlife Habitat Trust	1.76	7.00	6.98	5.71	4.66	6.74	5.18	3.66	3.43	3.69
Tobacco Trust Fund	1.81	7.19	7.09	5.86	5.59	6.83	5.21	4.03	5.83	6.60
Zortman/Landusky LT H2O	5.01	17.56	15.43	8.33	7.62	10.56	2.88	7.59	10.77	5.89
Z/L Long Term H2O Trust Fund	5.54	18.58	16.03	N/A	N/A	11.41	6.48	N/A	N/A	N/A
Resource Indemnity Trust	1.81	7.19	7.03	5.87	5.64	6.76	5.15	4.20	5.51	7.18
Coal Tax Park Acquisition	1.79	7.11	6.97	5.85	5.60	6.71	5.13	4.21	5.42	7.14
Coal Tax Cultural Trust Fund	1.81	7.11	6.97	5.92	5.63	6.71	5.16	4.41	5.40	7.05
Permanent Coal Trust Fund	1.62	5.73	6.37	5.73	5.68	6.22	5.41	5.00	5.60	6.57
Treasure State Reg. Water System	1.82	7.14	7.02	5.86	5.57	6.72	5.15	4.22	5.45	6.74
Treasure State Endowment	1.81	7.11	7.05	5.92	5.71	6.77	5.23	4.39	5.67	6.90
Big Sky Economic Development Fund	1.82	7.13	7.01	N/A	N/A	6.71	5.15	N/A	N/A	N/A
Treasurers	1.15	4.05	5.38	4.70	3.41	5.56	4.89	2.72	1.32	1.89
FWP License Account	1.09	3.95	5.29	4.72	3.42	5.54	4.92	2.90	1.40	2.13
University of Montana	1.03	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Montana Tech-UM Agency Funds	0.97	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Montana State University	1.03	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Performance shown is gross of fees. Performance is annualized for periods greater than one year.

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Statistics Definitions

Alpha - A measure of the difference between a portfolio's actual returns and its expected performance, given its level of risk as measured by beta. It is a measure of the portfolio's historical performance not explained by movements of the market or a portfolio's non-systematic return.

Alpha Ratio - A measure of a portfolio's non-systematic return per unit of downside risk. It is measured by dividing the alpha of a portfolio by the downside risk. The non-systematic return is a measure of a portfolio's historical performance not explained by movements of the market.

Average Quality - Bond quality ratings are reported using the investment managers' and the index providers' preferred rating agency. There are two primary rating agencies in the U.S. *Moody's* assigns ratings on a system that employs up to four symbols (consisting of letters and numbers) such as, Aaa, Aa2, etc., with Aaa being the highest or safest rating. *Standard & Poor's (S&P)* employs a system that uses + and - along with letters such as AAA, AA+, etc. The two rating agencies' systems are summarized below:

<u>S&P</u>	<u>Moody's</u>	<u>Explanation</u>
Higher Credit Quality - Investment Grade		
AAA	Aaa	Prime grade, highest safety
AA+	Aa1	High credit quality
AA	Aa2	
AA-	Aa3	
A+	A1	Upper-medium credit quality
A	A2	
A-	A3	
BBB+	Baa1	Lower-medium credit quality
BBB	Baa2	
BBB-	Baa3	
Lower Credit Quality - Speculative Grade		
BB+	Ba1	Speculative - low quality
BB	Ba2	
BB-	Ba3	
	B1	Highly speculative
B	B2	
	B3	
Extremely Low Credit Quality - High Speculative or in Default		
CCC+	Caa	Very high risk, poor quality
CCC		
CC	Ca	May be in default soon
C	C	Very speculative
CI		For income bonds - interest not being paid
D		Securities already in default

Beta - A measure of the sensitivity of a portfolio to the movements in the market. It is a measure of a portfolio's non-diversifiable or systematic risk.

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Buy and Hold Attribution - At the beginning of the time period under analysis, the manager and benchmark portfolios are broken down into segments (i.e., styles, sectors, countries, and regions) based on the desired type of attribution. One assumes zero turn-over to the manager and benchmark portfolios throughout the period and calculates the segment returns ("buy and hold returns") to arrive at performance attribution. Country, region, sector, and style allocations are as of the date one quarter prior to the reporting date, and the returns shown are for those segments throughout the quarter reported. The following is the methodology for segment classification:

- **Country/Region** - Stocks will be classified by their domicile country/region, as defined by Worldscope data.
- **Sector** - Stocks will be classified by their primary sector, as defined by Worldscope data.
- **Style** - Stocks will be classified into the following style boxes: large/mid/small vs. growth/neutral/value. Stocks will be classified along large/mid/small categories at the time of the Frank Russell index rebalancing, using the index market cap boundaries as cutoff points. Stocks will be classified along growth/neutral/value categories at the time of the Frank Russell index rebalancing, using the price/book ratio as supplied by Worldscope. Stocks in the Russell 3000 Index portfolio will be sorted by price/book ratio; names with the highest price/book ratio that make up 1/3 of the total market capitalization will be assigned to the growth category, names that make up the subsequent 1/3 of the total market capitalization will be assigned to the neutral category, while the balance of the names will be assigned to the value category.

Consistency - The percentage of quarters that a product achieved a rate of return higher than that of its benchmark. The higher the consistency figure, the more value a manager has contributed to the product's performance.

Convexity - A measure of the shape of the curve that describes the relationship between bond prices and bond yields.

Coupon Rate - The percentage rate of interest paid on a bond or fixed income security; it is typically paid twice per year.

Current Yield - The annual income of a security divided by the security's current price.

Down Market Capture - Down market by definition is negative benchmark return and down market capture represents the ratio in % terms of the average portfolios return over the benchmark during the down market period. The lower the value of the down market capture the better the product's performance.

Downside Risk - A measure similar to standard deviation, but focuses only on the negative movements of the return series. It is calculated by taking the standard deviation of the negative quarterly set of returns. The higher the factor, the riskier the product.

Earnings Per Share - It is backward looking, calculated using the one year current EPS divided by the one year EPS five years ago.

Excess Return vs. Market - Average of the monthly arithmetic difference between the manager's return and the benchmark return over a specified time period, shown on an annualized basis.

Excess Return vs. Risk Free - Average of the monthly arithmetic difference between the manager's return and the risk-free return over a specified time period, shown on an annualized basis.

Excess Risk - A measure of the standard deviation of a portfolio's performance relative to the risk free return.

Gain/Loss - The net increase or decrease in the market value of a portfolio excluding its Net Cash Flow for a given period.

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Information Ratio - Measured by dividing the active rate of return by the tracking error. The higher the information ratio, the more value-added contribution by the manager.

Modified Duration - The approximate percentage change in a bond's price for a 100 basis point change in yield.

Net Cash Flow - The sum, in dollars, of a portfolio's contributions and withdrawals. This includes all management fees and expenses only when performance shown is gross of fees.

Peer Groups - RVK utilizes the Mellon Analytical Solutions Trust Universe and the RogersCasey Manager Universe for peer comparison and rankings. The Mellon Analytical Solutions Trust Universe, which is used for comparison of Total Fund composite results, utilizes actual client returns compiled from consultant and custodial data. The RogersCasey Manager Universe database includes performance and other quantitative data for over 1,400 investment management firms, over 17,000 investment products, including separate accounts, commingled funds, and mutual funds, and 160 standard peer groups.

Peer Group Definitions

SA = Separately Managed Fund

CF = Commingled Fund

MF = Mutual Fund

Peer Group Percentile Rankings

1 - Highest Statistical Value

100 - Lowest Statistical Value

Portfolio Duration - The weighted average duration of all the bonds in a given portfolio, weighted by their dollar values.

Region Attribution - Calculated using the Morgan Stanley Capital International (MSCI) region standards.

Return - Compounded rate of return for the period.

%Return - The time-weighted rate of return of a portfolio for a given period.

R-Squared - The percentage of a portfolio's performance explained by the behavior of the appropriate benchmark. High R-Squared means a higher correlation of the portfolio's performance to the appropriate benchmark.

Sector Attribution - Calculated using the Industry Classification Benchmark (ICB).

Sharpe Ratio - Represents the excess rate of return over the risk-free return, divided by the standard deviation of the excess return. The result is the absolute rate of return per unit of risk. The higher the value, the better the product's historical risk-adjusted performance.

Simple Alpha - The difference between the manager's return and the benchmark's return.

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Spread Duration - A measure of the price sensitivity of a bond to a 100 basis-point movement of the bond's spread relative to Treasuries.

Standard Deviation - A statistical measure of the range of a portfolio's performance. The variability of a return around its average return over a specified time period.

Tracking Error - A measure of the standard deviation of a portfolio's performance relative to the performance of an appropriate market benchmark.

Treynor Ratio - Similar to Sharpe ratio, but focuses on beta rather than excess risk (standard deviation). Treynor ratio represents the excess rate of return over the risk-free rate divided by the beta. The result is the absolute rate of return per unit of risk. The higher the value, the better the product's historical risk-adjusted performance.

Unit Value - The dollar value of a portfolio, assuming an initial nominal investment of \$100, growing at the compounded rate of % Return for a given period.

Up Market Capture - Up market by definition is positive benchmark return and up market capture represents the ratio in % terms of the average portfolios return over the benchmark during the up market period. The higher the value of the up market capture the better the product's performance.

Yield to Maturity - The rate of return achieved on a bond or other fixed income security assuming the security is bought and held to maturity and that the coupon interest paid over the life of the bond will be reinvested at the same rate of return.

Yield to Worst - The bond yield calculated by using the worst possible yield taking into consideration all call, put, and optional sink dates.

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Performance Notes:

All gross and net performance data is provided by State Street Analytics (SSA) except for DFA International Company (DFISX) gross returns, which are calculated by RVK based on SSA net returns.

Gross performance for the retirement plans are calculated with fee accruals provided by Montana's Accounting department.

Retirement Plans Custom Benchmarks are provided by State Street Bank and are calculated daily using actual allocations.