

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

EXECUTIVE SUMMARY

MARCH 31, 2015



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1 Effective 1/1/13, Policy Index is 33% S&P 1500/ 4% S&P TSX 60/ 13% MSCI EAFE IMI net/ 5% MSCI Emerging Markets net/ 25% Citigroup LPF/ 4% Citigroup TIPS/ 7% NCREIF 1Q Lag/ 3% S&P 500 + 3% 1Q Lag/ 1% 91 Day T-Bill / 5% Strategic Lending.

2 Effective 1/1/15, Total Fund Allocation Index is 33.7% S&P 1500/ 4.1% S&P TSX 60/ 13.3% MSCI EAFE IMI net/ 5.1% MSCI Emerging Markets net/ 26.4% Citigroup LPF/ 6.4% Citigroup TIPS/ 6.1% NCREIF 1Q Lag/ 1.9% S&P 500 + 3% 1Q Lag/ 2% Strategic Lending/ 1% 91 Day T-Bill.

3 Effective 1/1/13, benchmark is 89.19% S&P 1500/ 10.81% S&P TSX 60; linked to 87.5% S&P 1500/ 12.5% S&P TSX 60 Index.

4 Effective 7/1/04, benchmark is S&P 1500.

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5 Effective 7/1/08, strategy was changed from SMID Cap. Benchmark is linked to 100% S&P 1000 Index.

6 Use 100% Russell 2000 Futures returns January 2011-June 2012. Use weighted blend of Russell 2000 Futures and Small Cap Fund returns July 2012- October 2012.

Use 100% Small Cap Fund returns November 2012-present.

7 Effective 1/1/13, benchmark is 72.22% MSCI EAFE IMI net/ 27.78% MSCI Emerging Mkts net; linked to 100% MSCI EAFE IMI net (10/08-12/12) and 100% MSCI EAFE net Index (7/04-9/08).

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8 Effective 9/4/10, internally managed by TCRS staff. Amundi Pacific terminated.

9 Effective 7/1/04.

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10 Effective 3/1/09. Benchmark is linked to MSCI Europe Index.

11 Effective 9/1/11. Benchmark is linked to 50% Citigroup BIG/ 50% Citigroup LPF (4/1/11-8/31/11) and 100% Citigroup BIG (8/1/05-3/31/11).

12 Effective 7/1/11. Benchmark is linked to 50% Citigroup BIG Credit/ 50% Citigroup LPF (4/1/11-6/30/11) and 100% Citigroup BIG Credit Index (1/1/01-3/31/11).

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13 Effective 9/1/11. Benchmark is linked to Citi 1-7 Govt (7/1/11-8/31/11), 50% Citigroup 1-5 Govt/ 50% Citigroup 1-7 Govt (4/1/11-6/30/11), and 100% Citigroup 1-5 Govt (9/1/09-3/31/11).

14 Effective 7/1/11. Benchmark is linked to 50% Citigroup Core 5+ Govt/ 50% Citigroup 7+ Govt (4/1/11-6/30/11), 100% Citigroup Core 5+ Govt (9/1/09-3/31/11), and 100% Citigroup Govt (7/1/04-8/31/09).

* Effective 4/1/12. One quarter lagged IRR returns are provided by Cambridge Associates.

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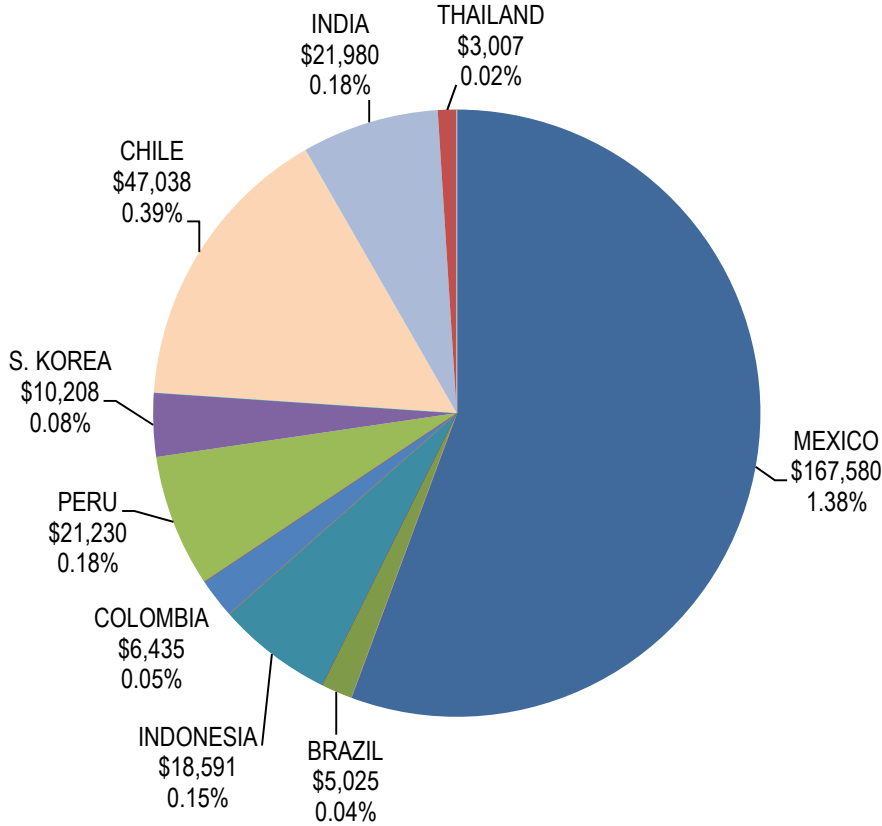
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15 Funded 8/1/13. Reported net of fees. Triton Debt Opp Fund market value is rolled forward from Q4 2014, and adjusted for Q4 cash flows.

16 Effective 1/1/13, benchmark is 50% Barclays HY 2% Issuer Capped/ 50% Credit Suisse Leveraged Loans.

Emerging Market Investment Grade Bond Portfolio Regional Weights

As of March 31, 2015



| COUNTRY | TCRS MARKET VALUE (\$ 000) | TCRS FI | LPF | DIFF |
|-------------|----------------------------|---------|-------|--------|
| MEXICO | \$ 167,580 | 1.38% | 0.89% | +0.49% |
| OTHER* | \$ - | | 0.85% | -0.85% |
| BRAZIL | \$ 5,025 | 0.04% | 0.56% | -0.52% |
| TURKEY | \$ - | | 0.41% | -0.41% |
| INDONESIA | \$ 18,591 | 0.15% | 0.33% | -0.18% |
| PHILIPPINES | \$ - | | 0.28% | -0.28% |
| COLOMBIA | \$ 6,435 | 0.05% | 0.23% | -0.18% |
| S. AFRICA | \$ - | | 0.14% | -0.14% |
| PERU | \$ 21,230 | 0.18% | 0.13% | +0.05% |
| S. KOREA | \$ 10,208 | 0.08% | 0.10% | -0.02% |
| POLAND | \$ - | | 0.09% | -0.09% |
| CHILE | \$ 47,038 | 0.39% | 0.04% | +0.35% |
| INDIA | \$ 21,980 | 0.18% | | +0.18% |
| THAILAND | \$ 3,007 | 0.02% | | +0.02% |
| MALAYSIA | \$ - | | | 0.00% |
| TAIWAN | \$ - | | | 0.00% |
| | \$ 301,094 | 2.49% | 4.05% | -1.56% |

* Includes Bahrain, British Virgin, Curacao, Iceland, Isle of Man, Panama, Qatar, Slovakia, Slovenia and Uruguay.
 **Countries excluded: United States, Japan, Germany, France, The United Kingdom, Italy, Canada, Australia, Spain, Israel, Belgium, Ireland, Luxembourg, Netherlands, Norway, Sweden and Switzerland.