

STATEMENTS OF NET ASSETS
Illinois State Board of Investment
Nine Months Ended March 31, 2011

	2011	2010
	\$	\$
ASSETS		
Cash and Cash Equivalents	27,259,961	5,686,259
Receivables:		
Foreign taxes	2,340,307	2,520,810
Accounts receivables	1,213,366	509,088
Investments sold	33,850,607	110,286,366
Interest & dividends (check formula)	36,842,424	35,362,014
Total Receivables	74,246,704	148,678,278
Prepaid Expenses	68,936	110,518
Capital Assets	50,391	57,635
Investments at fair value:		
Government and agency obligations	1,471,014,689	771,935,799
Foreign obligations	36,223,193	47,885,597
Corporate obligations	780,851,142	900,259,558
Convertible bonds	-	-
Municipal bonds	2,934,049	2,278,418
Common stock & equity funds	3,436,247,754	3,328,305,268
Preferred Stock	4,462,920	507,659
Foreign Preferred	40,988	208,593
Foreign Equity Securities	2,183,896,674	2,030,152,443
Commingled Funds	269,465,871	270,475,944
Hedge Funds	1,014,336,481	964,332,889
Real estate funds	761,275,046	767,262,890
Private equity	620,611,905	527,712,739
Infrastructure funds	389,064,959	321,669,728
Money market instruments	258,383,298	169,147,275
Bank loans	251,057,825	228,371,925
Forward foreign exchange contracts	(3,922,941)	(1,070,961)
Total Investments	11,475,943,853	10,329,435,764
Securities lending collateral	245,778,754	1,456,105,391
Total Assets	11,823,348,599	11,940,073,845
LIABILITIES		
Payables:		
Investment purchases	43,168,048	26,232,836
Operating Expenses	6,527,983	5,510,640
Securities lending collateral obligation	252,016,950	1,468,583,954
Total Liabilities	301,712,981	1,500,327,430
Net Assets	11,521,635,618	10,439,746,415

**A full description of quarterly investments acquired showing averages and a full description of securities sold or exchanged by the Illinois State Board of Investment on behalf of the State Employees Retirement System, the General Assembly Retirement System and the Judges Retirement System is posted on the Illinois State Board of Investment Website at <http://www2.illinois.gov/isbi> in the investments section of the website.

STATEMENTS OF CHANGES IN NET ASSETS
Illinois State Board of Investment
Nine months ending March 31, 2011

	FY2011	FY2010
	\$	\$
ADDITIONS		
Investment income:		
Net increase in fair value of investments	1,645,527,404	1,251,946,471
Interest	93,720,174	96,297,038
Dividends	84,622,797	77,945,243
Securities lending income	2,593,995	4,977,800
Less securities lending rebates	(40,389)	673,396
Less securities lending expenses	(249,000)	(562,787)
Total net investment income	<u>1,826,174,981</u>	<u>1,431,277,160</u>
Members systems' contributions	745,546,497	809,401,372
Total additions	<u>2,571,721,478</u>	<u>2,240,678,532</u>
DEDUCTIONS		
Expenses:		
Salaries and benefits:		
Salaries	863,537	827,647
Benefits	443,254	432,719
Operating expenses:		
Rent and utilities	128,384	127,541
Audit	-	-
Other	147,629	153,656
External support:		
Custody	163,026	194,735
Consulting and professional	931,285	957,295
Investment advisors/managers	24,505,937	24,874,978
Investment services and research	106,610	117,819
Total expenses	<u>27,289,662</u>	<u>27,686,389</u>
Members systems' withdrawals	701,500,000	457,300,000
Total deductions	<u>728,789,662</u>	<u>484,986,389</u>
Increase(decrease) in net assets	1,842,931,816	1,755,692,144
Net assets at beginning of year	9,678,703,802	8,684,054,272
Net assets at end of period	<u>11,521,635,618</u>	<u>10,439,746,415</u>

ILLINOIS STATE BOARD OF INVESTMENT

<i>Member Systems' Participation</i>	General Assembly	Judges	State Employees'	Combined*
Member Systems' Income and Expenses Nine Months Ended March 31, 2011	\$	\$	\$	\$
Interest and dividends	882,944	9,131,674	168,328,353	178,342,971
Net securities lending income	11,501	118,394	2,174,711	2,304,606
Net realized gain on investments	1,544,178	16,178,001	299,401,952	317,124,131
Net unrealized gain (loss) on investments	6,710,132	68,464,293	1,253,228,848	1,328,403,273
Management expenses	(134,231)	(1,394,551)	(25,760,880)	(27,289,662)
Net investment income	<u>9,014,524</u>	<u>92,497,811</u>	<u>1,697,372,984</u>	<u>1,798,885,319</u>

**Member Systems' Changes in Net Assets
Nine Months Ended March 31, 2011**

Net assets at beginning of period	51,638,586	506,463,522	9,120,601,694	9,678,703,802
Member systems' net contributions (withdrawals)	(1,862,656)	(7,213,049)	53,122,202	44,046,497
Net investment income	9,014,524	92,497,811	1,697,372,984	1,798,885,319
Net assets at end of period	<u>58,790,454</u>	<u>591,748,284</u>	<u>10,871,096,880</u>	<u>11,521,635,618</u>

The source of net assets of the member systems since inception at March 31, 2011, is as follows:

Member systems' net contributions (withdrawals)	(57,425,878)	(79,585,969)	(1,371,219,266)	(1,508,231,113)
Accumulated net investment income	<u>116,216,332</u>	<u>671,334,253</u>	<u>12,242,316,146</u>	<u>13,029,866,731</u>
Net assets at fair value	<u>58,790,454</u>	<u>591,748,284</u>	<u>10,871,096,880</u>	<u>11,521,635,618</u>

* Combined column for the member systems is presented for information purposes only and does not indicate that the assets of one system may be used for another system.