

STATEMENTS OF NET ASSETS
Illinois State Board of Investment
Nine Months Ended March 31, 2012

	2012	2011
	\$	\$
ASSETS		
Cash and Cash Equivalents	9,739,497	27,259,961
Receivables:		
Foreign taxes	990,085	2,340,307
Accounts receivable	3,733,640	1,213,366
Investments sold	40,045,053	33,850,607
Interest & dividends (check formula)	37,411,670	36,842,424
Total Receivables	<u>82,180,448</u>	<u>74,246,704</u>
Prepaid Expenses	58,506	68,936
Capital Assets	<u>36,348</u>	<u>50,391</u>
Investments at fair value:		
Government and agency obligations	935,211,792	1,471,014,689
Foreign obligations	354,297,813	36,223,193
Corporate obligations	666,618,887	780,851,142
Municipal bonds	-	2,934,049
Common stock & equity funds	3,469,735,429	3,436,247,754
Preferred Stock	3,046,480	4,462,920
Foreign Preferred	779,343	40,988
Foreign Equity Securities	2,158,111,178	2,183,896,674
Commingled Funds	196,672,153	269,465,871
Hedge Funds	1,061,310,994	1,014,336,481
Real estate funds	934,074,660	724,674,612
Private equity	681,466,233	620,611,905
Real Assets***	495,371,924	425,665,393
Money market instruments	267,785,367	258,383,298
Bank loans	329,345,363	251,057,825
Forward foreign exchange contracts	(108,863)	(3,922,941)
Total Investments	<u>11,553,718,753</u>	<u>11,475,943,853</u>
Securities lending collateral	<u>85,758,774</u>	<u>245,778,754</u>
Total Assets	<u>11,731,492,326</u>	<u>11,823,348,599</u>
LIABILITIES		
Payables:		
Investment purchases	76,531,738	43,168,048
Operating Expenses	6,215,814	6,527,983
Securities lending collateral obligation	<u>90,491,886</u>	<u>252,016,950</u>
Total Liabilities	<u>173,239,438</u>	<u>301,712,981</u>
Net Assets	<u>11,558,252,888</u>	<u>11,521,635,618</u>

**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.

***This category was formerly entitled infrastructure assets and certain 2011 amounts have been reclassified to conform to the 2012 presentation.

STATEMENTS OF CHANGES IN NET ASSETS
Illinois State Board of Investment
Nine months ending March 31, 2012

	FY2012	FY2011
	\$	\$
ADDITIONS		
Investment income:		
Net increase in fair value of investments	99,026,315	1,645,527,404
Interest	113,434,493	93,720,174
Dividends	91,558,542	84,622,797
Securities lending income	464,466	2,593,995
Less securities lending rebates	1,307,552	(40,389)
Less securities lending expenses	(168,342)	(249,000)
Total net investment income	305,623,026	1,826,174,981
Members systems' contributions	0	745,546,497
Total additions	305,623,026	2,571,721,478
DEDUCTIONS		
Expenses:		
Salaries and benefits:		
Salaries	867,624	863,537
Benefits	509,378	443,254
Operating expenses:		
Rent and utilities	132,400	128,384
Audit	-	-
Other	140,648	147,629
External support:		
Custody	165,000	163,026
Consulting and professional	1,042,158	931,285
Investment advisors/managers	24,285,755	24,505,937
Investment services and research	127,199	106,610
Total expenses	27,270,162	27,289,662
Members systems' withdrawals	247,725,000	701,500,000
Total deductions	274,995,162	728,789,662
Increase(decrease) in net assets	30,627,864	1,842,931,816
Net assets at beginning of year	11,527,625,024	9,678,703,802
Net assets at end of period	11,558,252,888	11,521,635,618

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, 2012	\$	\$	\$	\$
Interest and dividends	955,239	10,270,155	193,767,641	204,993,035
Net securities lending income	7,409	80,171	1,516,096	1,603,676
Net realized gain on investments	1,482,558	15,781,421	296,647,481	313,911,460
Net unrealized gain (loss) on investments	(1,197,609)	(11,382,429)	(202,305,107)	(214,885,145)
Management expenses	(125,881)	(1,362,829)	(25,781,452)	(27,270,162)
Net investment income	<u>1,121,716</u>	<u>13,386,489</u>	<u>263,844,659</u>	<u>278,352,864</u>
Member Systems' Changes in Net Assets Nine Months Ended March 31, 2012				
Net assets at beginning of period	57,346,442	587,794,578	10,882,484,004	11,527,625,024
Member systems' net (withdrawals)	(7,225,000)	(28,500,000)	(212,000,000)	(247,725,000)
Member systems' net (contributions)	-	-	-	-
Net investment income	<u>1,121,716</u>	<u>13,386,489</u>	<u>263,844,659</u>	<u>278,352,864</u>
Net assets at end of period	<u>51,243,158</u>	<u>572,681,067</u>	<u>10,934,328,663</u>	<u>11,558,252,888</u>
The source of net assets of the member systems since inception at March 31, 2012, is as follows:				
Member systems' net contributions (withdrawals)	(67,350,878)	(124,685,969)	(1,804,219,267)	(1,996,256,114)
Accumulated net investment income	<u>118,594,036</u>	<u>697,367,036</u>	<u>12,738,547,930</u>	<u>13,554,509,002</u>
Net assets at fair value	<u>51,243,158</u>	<u>572,681,067</u>	<u>10,934,328,663</u>	<u>11,558,252,888</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.