

STATEMENTS OF NET ASSETS
Illinois State Board of Investment
Quarter Ended September 30, 2016

	2017	2016
	\$	\$
ASSETS		
Cash and cash equivalents	12,462,460	11,677,905
Receivables:		
Foreign taxes	5,323,407	3,133,003
Accounts receivable	299,070	1,302,429
Investments sold	40,100,908	168,578,519
Interest & dividends	37,510,637	40,772,510
Total Receivables	83,234,022	213,786,461
Prepaid Expenses	268,168	74,923
Capital Assets	52,096	41,223
Capital Lease	4,824	-
Investments at fair value:		
Government and agency obligations	3,071,725,815	849,651,621
Foreign obligations	101,288,170	792,082,282
Corporate obligations	802,825,981	740,492,972
Municipal bonds	1,688,082	-
Common stock & equity funds	4,467,912,331	4,476,950,906
Commingled funds	1,011,719,111	676,857,363
Preferred stock	-	-
Foreign Preferred stock	16,552,399	135,999
Foreign equity securities	2,332,729,644	2,291,418,114
Hedge Funds	919,853,950	1,446,772,538
Bank Loans	482,455,677	677,795,641
Real estate funds	1,644,059,127	1,627,668,085
Private Equity	593,706,218	606,976,292
Money market instruments	197,857,505	249,099,886
Real Assets	568,360,289	540,777,381
Forward foreign exchange contracts	529	703,728
Total Investments	16,212,734,828	14,977,382,808
Securities lending collateral	9,024,252	25,976,973
Total Assets	16,317,780,650	15,228,940,293
LIABILITIES		
Payables:		
Investment purchases	112,514,793	170,404,847
Operating expenses	4,476,616	7,663,783
Securities lending collateral obligation	9,960,565	27,340,743
Total Liabilities	126,951,974	205,409,373
Net Assets	16,190,828,676	15,023,530,920

**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
Quarter ending September 30, 2016

	FY2017	FY2016
	\$	\$
ADDITIONS		
Investment income:		
Net increase in fair value of investments	498,036,921	(945,824,860)
Interest	58,239,492	94,403,986
Dividends	40,712,219	37,435,322
Securities lending income	349,917	875,032
Less securities lending rebates	(19,281)	1,662
Less securities lending expenses	(33,064)	(32,059)
Total net investment income	<u>597,286,206</u>	<u>(813,140,917)</u>
Members systems' contributions		4,137,155
Total additions	<u>597,286,206</u>	<u>(809,003,762)</u>
DEDUCTIONS		
Expenses:		
Salaries and benefits:		
Salaries	328,337	302,537
Benefits	221,758	227,627
Operating expenses:		
Rent and utilities	48,751	47,912
Audit	-	-
Other	126,860	61,257
External support:		
Custody	55,000	55,000
Consulting and professional	357,688	317,796
Investment advisors/managers	6,663,230	9,785,840
Investment services and research	74,431	60,900
Total expenses	<u>7,876,054</u>	<u>10,858,868</u>
Members systems' withdrawals	250,000	2,500,000
Total deductions	<u>8,126,054</u>	<u>13,358,868</u>
Increase(decrease) in net assets	<u>589,160,151</u>	<u>(822,362,631)</u>
Net assets at beginning of period	<u>15,601,668,525</u>	<u>15,845,893,550</u>
Net assets at end of period	<u><u>16,190,828,676</u></u>	<u><u>15,023,530,920</u></u>

ILLINOIS STATE BOARD OF INVESTMENT

<i>Member Systems' Participation</i>	General Assembly	Judges	State Employees'	Power Agency	Combined*
Member Systems' Income and Expenses Three Months Ended September 30, 2016	\$	\$	\$	\$	\$
Interest and dividends	269,069	4,979,943	93,494,453	208,246	98,951,711
Net securities lending income	808	14,976	281,163	626	297,573
Net realized gain on investments	44,178	815,398	15,308,439	34,095	16,202,110
Net unrealized gain on investments	1,312,938	24,249,166	455,258,694	1,014,013	481,834,811
Management expenses	(21,423)	(396,378)	(7,441,678)	(16,575)	(7,876,054)
Net investment income	<u>1,605,570</u>	<u>29,663,105</u>	<u>556,901,071</u>	<u>1,240,405</u>	<u>589,410,151</u>

**Member Systems' Changes in Net Assets
Three Months Ended September 30, 2016**

Net assets at beginning of period	42,604,441	785,176,162	14,741,054,632	32,833,290	15,601,668,525
Member systems' net (withdrawals)	(250,000)	-	-	-	(250,000)
Member systems' (contributions)	-	-	-	-	-
Net investment income	<u>1,605,570</u>	<u>29,663,105</u>	<u>556,901,071</u>	<u>1,240,405</u>	<u>589,410,151</u>
Net assets at end of period	<u>43,960,011</u>	<u>814,839,267</u>	<u>15,297,955,703</u>	<u>34,073,695</u>	<u>16,190,828,676</u>

The source of net assets of the member systems since inception at September 30, 2016, is as follows:

Member systems' net contributions (withdrawals)	(91,550,878)	(114,685,969)	(1,962,826,847)	23,090,344	(2,145,973,350)
Accumulated net investment income	<u>135,510,889</u>	<u>929,525,236</u>	<u>17,260,782,550</u>	<u>10,983,351</u>	<u>18,336,802,026</u>
Net assets at fair value	<u>43,960,011</u>	<u>814,839,267</u>	<u>15,297,955,703</u>	<u>34,073,695</u>	<u>16,190,828,676</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.