

**STATEMENTS OF NET ASSETS**  
**Illinois State Board of Investment**  
**Twelve Months Ended June 30, 2017**

	FY 2017	FY 2016
	\$	\$
<b>ASSETS</b>		
Cash and cash equivalents	8,536,289	5,995,894
Receivables:		
Foreign taxes	7,435,797	5,252,269
Accounts receivable	2,546,899	303,146
Investments sold	97,846,112	1,064,061,296
Interest & dividends	37,694,772	35,808,385
Total Receivables	<u>145,523,579</u>	<u>1,105,425,096</u>
Prepaid Expenses	<u>11,167</u>	<u>24,266</u>
Capital Assets	<u>52,741</u>	<u>52,096</u>
Capital Lease	-	6,538
Investments at fair value:		
Government and agency obligations	3,171,455,137	2,349,026,919
Foreign obligations	256,029,229	80,165,287
Corporate obligations	782,703,583	746,537,021
Municipal bonds	8,524,180	-
Common stock & equity funds	4,960,020,282	4,317,909,601
Commingled funds	1,334,987,865	961,730,986
Preferred stock	-	-
Foreign Preferred stock	10,377,571	428,058
Foreign equity securities	2,506,796,371	2,243,595,695
Hedge Funds	831,753,718	1,181,203,258
Bank Loans	424,188,017	449,925,261
Real estate funds	1,601,026,564	1,704,064,846
Private Equity	609,298,253	582,943,357
Money market instruments	294,723,455	356,617,721
Real Assets	587,711,767	592,736,380
Forward foreign exchange contracts	(11,493,448)	(1,337,420)
Total Investments	<u>17,368,102,543</u>	<u>15,565,546,970</u>
Securities lending collateral	<u>8,649,676</u>	<u>16,123,651</u>
Total Assets	<u>17,530,875,995</u>	<u>16,693,174,511</u>
<b>LIABILITIES</b>		
Payables:		
Investment purchases	204,457,300	1,068,051,776
Operating expenses	10,944,898	6,100,111
Securities lending collateral obligation	9,175,592	17,354,099
Total Liabilities	<u>224,577,790</u>	<u>1,091,505,986</u>
Net Assets	<u>17,306,298,205</u>	<u>15,601,668,525</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.

**STATEMENTS OF CHANGES IN NET ASSETS**

Illinois State Board of Investment

Twelve Months Ended June 30, 2017

	FY 2017	FY 2016
	\$	\$
<b>ADDITIONS</b>		
<b>Investment income:</b>		
Net increase in fair value of investments	1,527,377,348	(568,496,351)
Interest	256,201,121	297,332,952
Dividends	164,227,154	175,131,744
Securities lending income	1,128,627	3,408,375
Less securities lending rebates	(69,962)	(61,497)
Less securities lending expenses	(104,523)	(334,688)
<b>Total net investment income</b>	<b>1,948,759,765</b>	<b>(93,019,465)</b>
Members systems' contributions	19,000,000	6,637,155
<b>Total additions</b>	<b>1,967,759,765</b>	<b>(86,382,310)</b>
<b>DEDUCTIONS</b>		
<b>Expenses:</b>		
Salaries and benefits:		
Salaries	1,200,210	1,205,929
Benefits	826,128	889,297
Operating expenses:		
Rent and utilities	168,193	156,979
Audit	247,000	202,738
Other	612,427	227,278
External support:		
Custody	524,360	246,350
Consulting and professional	2,076,104	1,552,344
Investment advisors/managers	24,665,150	35,916,900
Investment services and research	260,512	244,900
<b>Total expenses</b>	<b>30,580,085</b>	<b>40,642,715</b>
Members systems' withdrawals	232,550,000	117,200,000
<b>Total deductions</b>	<b>263,130,085</b>	<b>157,842,715</b>
Increase(decrease) in net assets	1,704,629,681	(244,225,025)
Net assets at beginning of period	15,601,668,525	15,845,893,550
<b>Net assets at end of period</b>	<b>17,306,298,205</b>	<b>15,601,668,525</b>

**ILLINOIS STATE BOARD OF INVESTMENT**

<i>Member Systems' Participation</i>	General Assembly	Judges	State Employees'	Power Agency	Combined*
<b>Member Systems' Income and Expenses</b>	\$	\$	\$	\$	\$
<b>Twelve Months Ended June 30, 2017</b>					
Interest and dividends	1,125,949	21,394,262	397,018,360	889,704	420,428,275
Net securities lending income	2,152	46,246	903,751	1,996	954,145
Net realized gain on investments	1,201,068	23,477,390	434,071,475	974,799	459,724,732
Net unrealized gain (loss) on investments	2,846,734	54,117,000	1,008,431,279	2,257,601	1,067,652,614
Management expenses	(82,239)	(1,558,941)	(28,874,161)	(64,744)	(30,580,085)
Net investment income	<u>5,093,664</u>	<u>97,475,957</u>	<u>1,811,550,704</u>	<u>4,059,356</u>	<u>1,918,179,681</u>

**Member Systems' Changes in Net Assets**  
**Twelve Months Ended June 30, 2017**

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)	(550,000)	17,000,000	(230,000,000)	-	(213,550,000)
Member systems' (contributions)	-	-	-	-	-
Net investment income	5,093,664	97,475,957	1,811,550,704	4,059,356	1,918,179,681
Net assets at end of period	<u>47,148,105</u>	<u>899,652,119</u>	<u>16,322,605,336</u>	<u>36,892,646</u>	<u>17,306,298,205</u>

The source of net assets of the member systems since inception at June 30, 2017, is as follows:

Member systems' net contributions (withdrawals)	(91,850,878)	(97,685,969)	(2,192,826,846)	23,090,344	(2,359,273,349)
Accumulated net investment income	138,998,983	997,338,088	18,515,432,182	13,802,302	19,665,571,554
	<u>47,148,105</u>	<u>899,652,119</u>	<u>16,322,605,336</u>	<u>36,892,646</u>	<u>17,306,298,205</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.