

Virginia Retirement System
Performance Summary
As of March 31, 2011

TOTAL FUND PERFORMANCE

(Expressed in Percentages)

	10 Yr	5 Yr	3 Yr	1 Yr	Qtr	Month	Fiscal YTD	Calendar YTD
Total Public Equity	5.4	2.8	1.4	13.8	3.9	0.8	26.9	3.9
<i>Public Equity Custom Benchmark ¹</i>	5.4	3.2	2.0	13.9	4.1	0.0	28.1	4.1
Total Fixed Income	6.1	6.9	7.1	7.9	1.1	-0.1	3.9	1.1
<i>Fixed Income Custom Benchmark ²</i>	5.6	6.2	5.3	5.1	0.4	0.0	1.3	0.4
Total Emerging Market Debt	n/a	n/a	n/a	n/a	n/a	0.9	n/a	n/a
<i>Emerging Market Debt Custom Benchmark ³</i>	n/a	n/a	n/a	n/a	n/a	1.6	n/a	n/a
Total Credit Strategies	n/a	6.8	8.8	13.5	3.6	0.2	14.4	3.6
<i>Credit Strategies Custom Benchmark ⁴</i>	n/a	6.5	8.5	14.2	4.0	0.5	15.4	4.0
Total Real Estate	9.2	2.6	-5.1	20.4	5.7	4.3	19.3	5.7
<i>Real Estate Custom Benchmark ⁵</i>	8.6	3.4	-3.2	14.9	4.5	0.9	15.3	4.5
Total Private Equity	9.1	10.6	0.2	15.2	5.6	5.6	12.2	5.6
<i>Private Equity Custom Benchmark ⁶</i>	4.7	5.3	0.6	19.4	12.1	6.6	11.8	12.1
Total Fund	5.9	3.9	1.7	13.0	3.6	1.1	17.7	3.6
<i>Total Fund Benchmark - Intermediate ⁷</i>	5.7	3.9	2.2	13.0	4.0	0.7	17.8	4.0

Notes:

1. Effective April 2010, the Public Equity program moved to a global benchmark weighting by adopting the MSCI ACWI IMI Index. Weights are reset at the beginning of each month (based on the weights provided by MSCI ACWI IMI) and float intra-month based on the performance of our underlying indices. These indices are MSCI US IMI for the US component, MSCI World ex US IMI 50% hedged (VRS net tax rates) for the Developed Non-US component and MSCI Emerging IMI (VRS net tax rates) for the Emerging component.

2. Effective January 2007, the Fixed Income Custom Benchmark became the Citigroup Broad Investment Grade (BIG) Index. This benchmark is not customized in any way. Prior to January 2007, the benchmark was a customized version of the Lehman Aggregate Index. The word customized will continue to be associated with the fixed income benchmarks since the two benchmarks will be linked for historical performance purposes.

3. Effective February 2011, the Emerging Market Debt Custom Benchmark is a weighted average of the JP Morgan GBI-Emerging Markets Global Diversified Index (25% weighting) and the JP Morgan EMBI Global Diversified Index (75% weighting).

4. Effective December 2008, the Credit Strategies Custom Benchmark is the weighted average of the Merrill Lynch U.S. High Yield BB-B Constrained Index and the Merrill Lynch All Convertibles Index. During periods of transition related to significant cash flows into or out of the program, the benchmark may represent the performance of individual accounts for the duration of the transition period.

5. Effective April 2009, the Real Estate Custom Benchmark is the weighted average of the NCREIF Property Index (private real estate), the Dow Jones US Select REIT Index (domestic public real estate) and the FTSE/EPRA/NAREIT Developed Index (global public real estate).

6. Effective January 1995, the Private Equity Custom Benchmark is the Russell 3000 Index lagged by 3 months plus 250 basis points per annum.

7. The Total Fund Benchmark - Intermediate is the weighted average of the VRS asset-class program benchmarks.

Source: Bank of New York Mellon

Virginia Retirement System

Asset Allocation as of March 31, 2011

(Dollar amounts in Billions / Percent of Total Fund)

Total Fund market value = \$54.3 billion

