

**Texas Municipal Retirement System  
Comparative Performance  
As of September 30, 2011**

	1 Quarter	Year To Date	1 Year	3 Years	5 Years	7 Years	10 Years	2010	Since Inception	Inception Date
<b>Total Fund Composite</b>	<b>-4.65</b>	<b>-1.07</b>	<b>0.70</b>	<b>7.00</b>	<b>4.94</b>	<b>5.48</b>	<b>6.58</b>	<b>9.02</b>	<b>8.85</b>	<b>01/01/1989</b>
Actual Allocation Benchmark	-4.37	-0.91	1.00	7.39	4.81	4.75	5.97	8.99	8.19	
Difference	-0.28	-0.16	-0.30	-0.39	0.13	0.73	0.61	0.03	0.66	
<b>Total Fixed Income Composite</b>	<b>3.79</b>	<b>6.72</b>	<b>5.04</b>	<b>8.38</b>	<b>6.01</b>	<b>6.24</b>	<b>7.13</b>	<b>6.51</b>	<b>9.09</b>	<b>01/01/1989</b>
Fixed Income Benchmark	3.82	6.65	5.26	8.80	5.88	5.51	6.51	6.54	8.44	
Difference	-0.03	0.07	-0.22	-0.42	0.13	0.73	0.62	-0.03	0.65	
<b>Real Return Composite</b>	<b>0.20</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>5.16</b>	<b>02/01/2011</b>
Consumer Price Index + 4%	1.51	6.61	8.02	5.27	6.35	6.68	6.54	5.56	5.76	
Difference	-1.31	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-0.60	
<b>Global Equity Composite</b>	<b>-17.52</b>	<b>-12.99</b>	<b>-4.95</b>	<b>0.12</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>12.62</b>	<b>-5.07</b>	<b>02/01/2008</b>
Global Equity Benchmark	-17.49	-13.01	-4.98	0.01	N/A	N/A	N/A	12.49	-5.18	
Difference	-0.03	0.02	0.03	0.11	N/A	N/A	N/A	0.13	0.11	
<b>Domestic Equity Composite</b>	<b>-15.27</b>	<b>-9.89</b>	<b>0.53</b>	<b>1.49</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>16.89</b>	<b>-2.75</b>	<b>02/01/2008</b>
R 3000 Index	-15.28	-9.90	0.55	1.45	-0.92	2.71	3.48	16.93	-2.76	
Difference	0.01	0.01	-0.02	0.04	N/A	N/A	N/A	-0.04	0.01	
<b>Non-U.S. Equity Composite</b>	<b>-19.79</b>	<b>-16.10</b>	<b>-10.32</b>	<b>-1.28</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>8.35</b>	<b>-7.49</b>	<b>02/01/2008</b>
Non-U.S. Equity Benchmark	-19.74	-16.15	-10.41	-1.51	-3.68	3.15	4.91	8.01	-7.73	
Difference	-0.05	0.05	0.09	0.23	N/A	N/A	N/A	0.34	0.24	
<b>TMRS Unallocated Cash (SA)</b>	<b>0.00</b>	<b>0.03</b>	<b>0.07</b>	<b>0.15</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>0.13</b>	<b>0.38</b>	<b>06/01/2008</b>
BofA ML 3 Mo US T-Bill Index	0.02	0.10	0.14	0.22	1.74	2.25	2.02	0.13	0.44	
Difference	-0.02	-0.07	-0.07	-0.07	N/A	N/A	N/A	0.00	-0.06	

Historical performance shown for the Total Fixed Income, Global Equity, Domestic Equity, and Non-U.S. Equity composites is provided by State Street.

The Actual Allocation Benchmark is calculated monthly using beginning of month asset class weights applied to each corresponding benchmark return.

The Fixed Income Benchmark is calculated monthly and consists of 100% Barclays Capital Gov't/Credit Long Term Bond Index through June 30, 2009; 100% Barclays Capital US Aggregate Bond Index thereafter.

The Global Equity Benchmark and Non-U.S. Equity Benchmark are calculated monthly using beginning of month investment weights applied to each corresponding benchmark return.

Performance shown is gross of fees.