

Exxon Valdez Oil Spill Trustee Council

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MEMORANDUM

TO: Exxon Valdez Oil Spill Trustee Council
THRU: Michael Baffrey, Executive Director *Catherine Baffrey*
FROM: Barbara Hannah, Administrative Manager *Barbara Hannah*
DATE: October 5, 2007
SUBJECT: FY 2007 Investment Report Update for July & August 2007

Please find attached the following Alaska Department of Revenue, Treasury Division reports for the Exxon Valdez Oil Spill Investment Fund for the monthly reporting periods of July & August 2007.

Attachment A - Schedule(s) of Invested Assets

- Graph Comparison of Monthly Investment Activity by Sub-Account and Total Combined
- Department of Revenue, Treasury Division, "Schedules of Invested Assets" – Monthly reports for July & August 2007

Attachment B - Schedule(s) of Investment Income & Schedule(s) of Changes in Invested Assets

- Graph Comparison of Changes in Invested Assets for Months of July & August 2007
- Department of Revenue, Treasury Division, "Schedule(s) of Investment Income & Changes In Invested Assets" – Monthly reports for July & August 2007

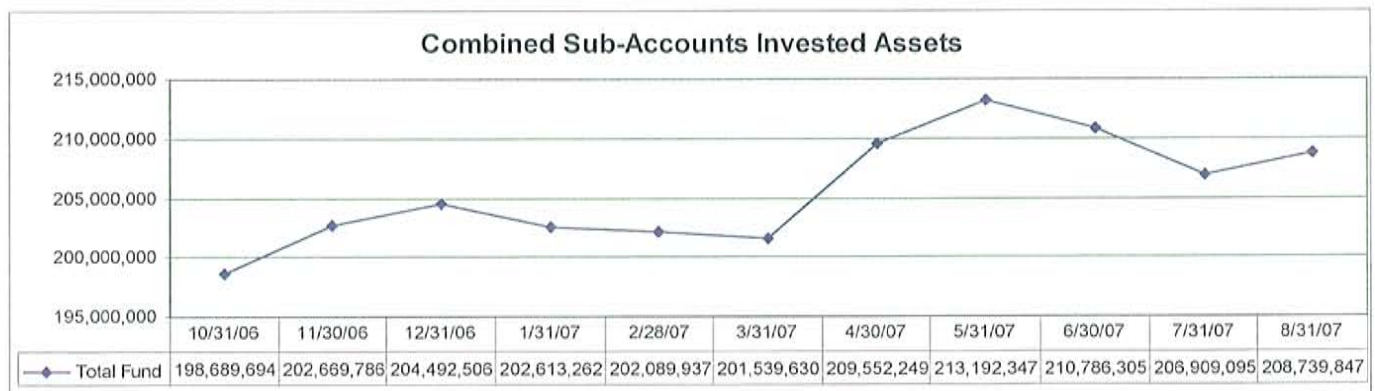
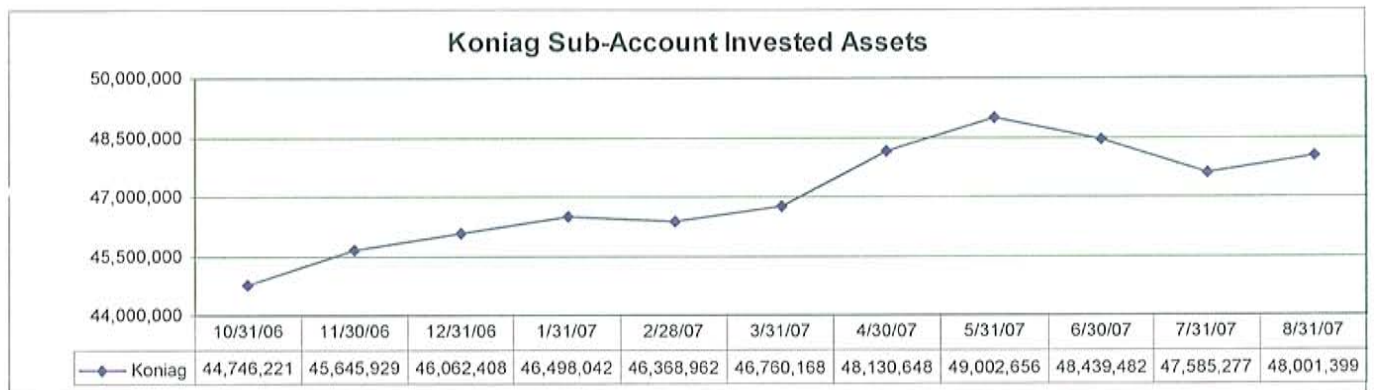
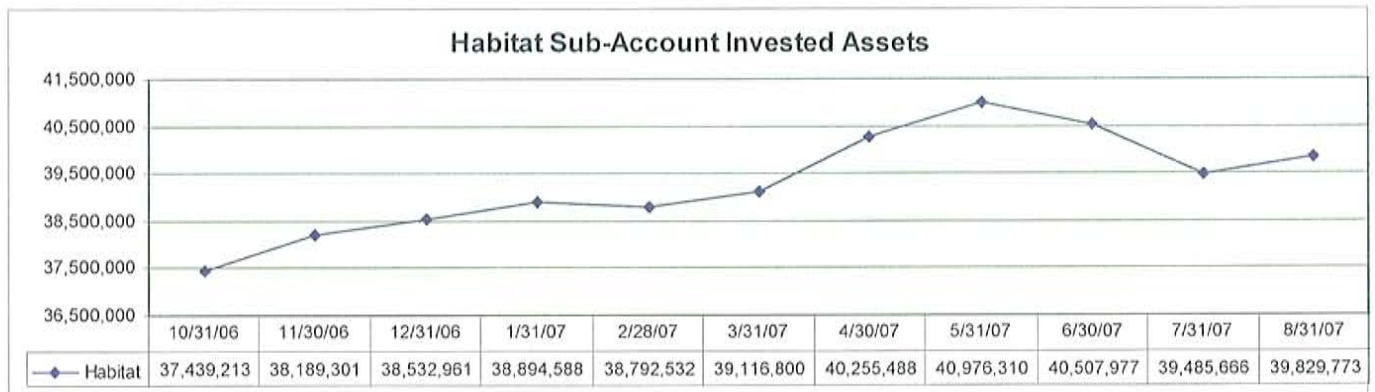
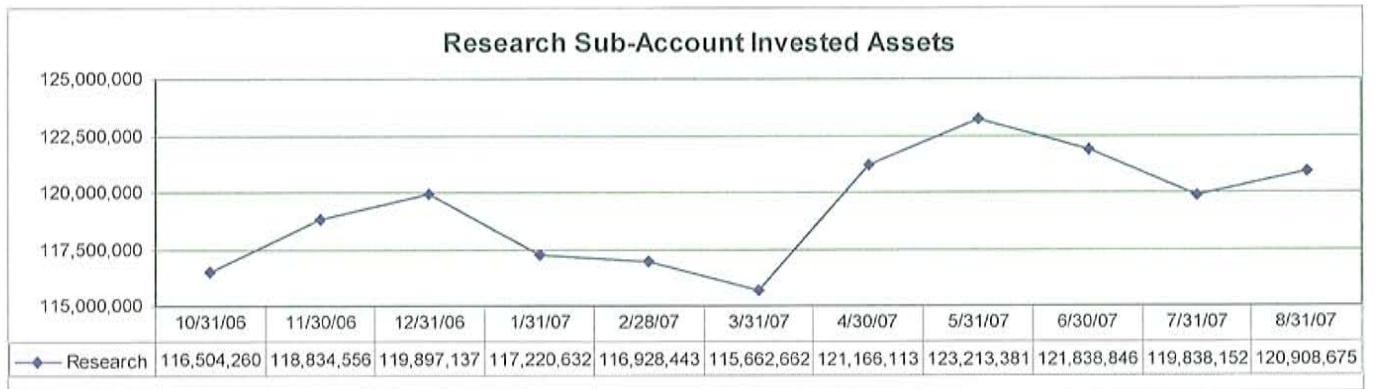
Attachment C - Asset Allocation Worksheet

- Graph Comparison of Allocated Investment Holdings and Resultant Variances for the periods ending July & August 2007
- Department of Revenue, Treasury Division, "Asset Allocation Policy & Actual Investment Holdings" – Monthly reports for July & August 2007

Attachment D - Performance Measurement Report(s)

- Graph Comparisons of Various Performance Measurements, to include: Period Comparisons of the Investment Fund Index, Market Value Comparisons by Sub-Account and Investment Pools; and Comparisons of Investment Pools Rates of Return.
- Department of Revenue, Treasury Division, "Summary of Performance and Rates of Return" Monthly reports for July & August 2007

Exxon Valdez Oil Spill Investment Fund
Schedule of Invested Assets by Sub-Accounts
 Federal Fiscal Year Monthly Comparison



STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION

Exxon Valdez Oil Spill Investment Fund

SCHEDULE OF INVESTED ASSETS

July 31, 2007 and 2006

Investments (at fair value)	<u>2007</u>	<u>2006</u>
Research Investment		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ 1,409	\$ 10,651
Marketable debt and equity securities		
EAFE International Pool	4,272,903	-
Broad Market Fixed Income Pool	43,309,271	38,161,345
Non-retirement Domestic Equity Pool	55,745,011	51,695,541
SOA International Equity Pool	16,509,552	19,530,378
Income Receivable	<u>6</u>	<u>22</u>
Total Research Investment	<u>119,838,152</u>	<u>109,397,937</u>
Habitat Investment		
Cash and cash equivalents		
Short-term Fixed Income Pool	1,230	-
Marketable debt and equity securities		
EAFE International Pool	1,547,569	-
Broad Market Fixed Income Pool	13,182,465	11,541,899
Non-retirement Domestic Equity Pool	18,774,932	15,630,131
SOA International Equity Pool	5,979,465	5,898,829
Income Receivable	<u>5</u>	<u>-</u>
Total Habitat Investment	<u>39,485,666</u>	<u>33,070,859</u>
Koniag Investment		
Cash and cash equivalents		
Short-term Fixed Income Pool	1,240	1
Marketable debt and equity securities		
EAFE International Pool	1,867,521	-
Broad Market Fixed Income Pool	15,499,395	14,073,227
Non-retirement Domestic Equity Pool	23,001,427	19,062,631
SOA International Equity Pool	7,215,689	7,200,914
Income Receivable	<u>5</u>	<u>-</u>
Total Koniag Investment	<u>47,585,277</u>	<u>40,336,773</u>
Total invested assets	<u>\$ 206,909,095</u>	<u>\$ 182,805,569</u>

STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION

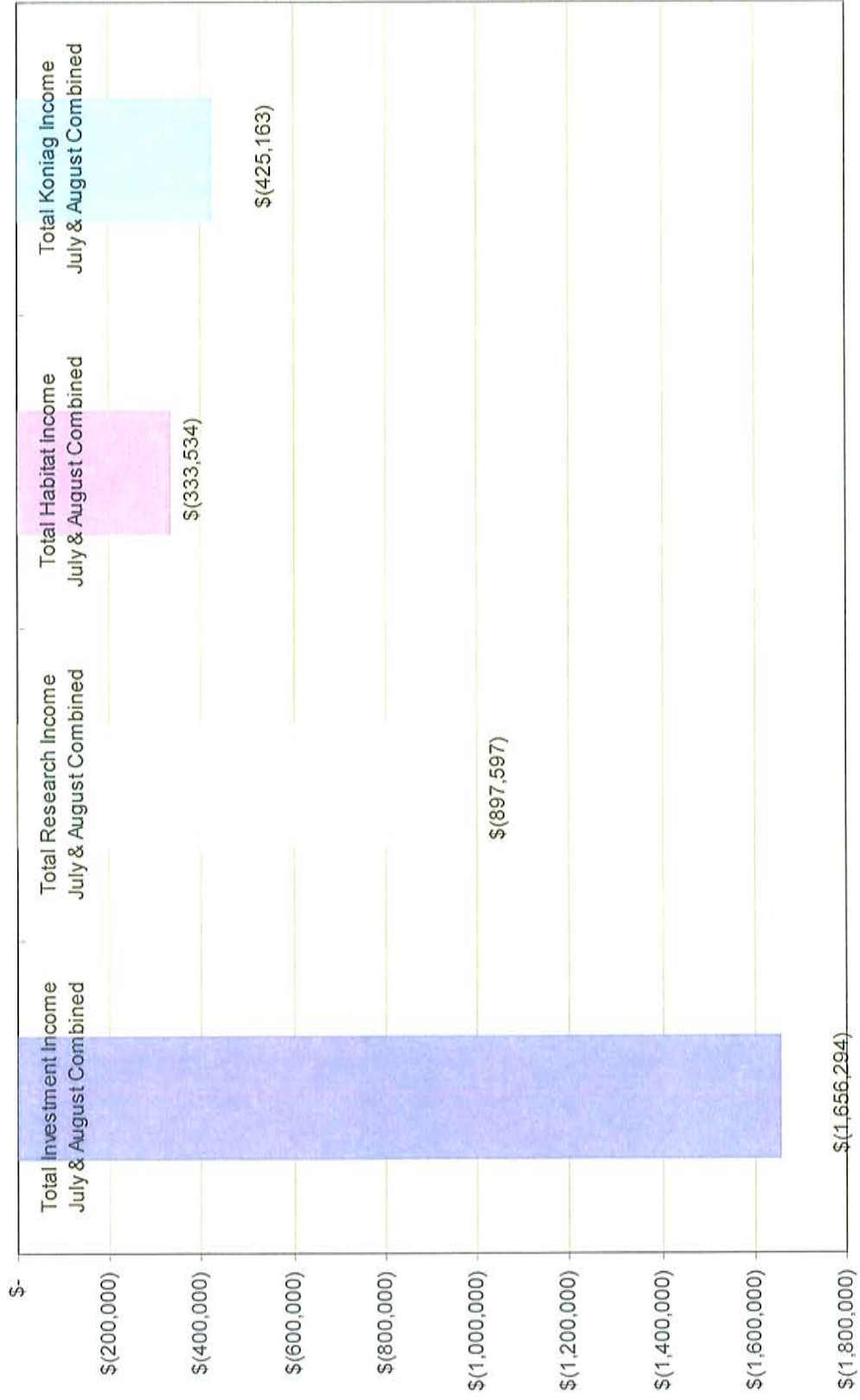
Exxon Valdez Oil Spill Investment Fund

SCHEDULE OF INVESTED ASSETS

August 31, 2007 and 2006

Investments (at fair value)	<u>2007</u>	<u>2006</u>
Research Investment		
Cash and Cash Equivalents		
Short-term Fixed Income Pool	\$ 840	\$ 931
Marketable debt and equity securities		
Broad Market Fixed Income Pool	43,702,141	39,774,516
Non-retirement Domestic Equity Pool	56,540,428	53,872,038
SOA International Equity Pool	16,459,586	20,621,103
EAFE International Pool	4,205,677	-
Income Receivable	<u>3</u>	<u>32</u>
Total Research Investment	<u>120,908,675</u>	<u>114,268,620</u>
Habitat Investment		
Cash and Cash Equivalents		
Short-term Fixed Income Pool	564	689
Marketable Debt and Equity Securities		
Broad Market Fixed Income Pool	13,301,788	12,673,494
Non-retirement Domestic Equity Pool	19,042,829	16,837,737
SOA International Equity Pool	5,961,368	6,470,227
EAFE International Pool	1,523,221	-
Income Receivable	<u>3</u>	<u>-</u>
Total Habitat Investment	<u>39,829,773</u>	<u>35,982,147</u>
Koniag Investment		
Cash and cash equivalents		
Short-term Fixed Income Pool	1,327	343
Marketable Debt and Equity Securities		
Broad Market Fixed Income Pool	15,638,448	14,901,263
Non-retirement Domestic Equity Pool	23,329,631	20,286,589
SOA International Equity Pool	7,193,850	7,807,913
EAFE International Pool	1,838,140	-
Income Receivable	<u>3</u>	<u>-</u>
Total Koniag Investment	<u>48,001,399</u>	<u>42,996,108</u>
Total Invested Assets	<u>\$ 208,739,847</u>	<u>\$ 193,246,875</u>

Change in Invested Assets July & August 2007



STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION

Exxon Valdez Oil Spill Investment Fund

SCHEDULE OF INVESTMENT INCOME
AND CHANGES IN INVESTED ASSETS

For the month ended July 31, 2007

	<u>CURRENT</u> <u>MONTH</u>	<u>YEAR TO</u> <u>DATE</u>
Investment Income		
Research Investment		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ 6	\$ 6
Marketable debt and equity securities		
EAFE International Equity Pool	(215)	(215)
Broad Market Fixed Income Pool	346,760	346,760
Non-retirement Domestic Equity Pool	(1,950,543)	(1,950,543)
SOA International Equity Pool	(396,702)	(396,702)
Commission Recapture	-	-
Total investment income (loss) Research Investment	<u>(2,000,694)</u>	<u>(2,000,694)</u>
 Habitat Investment		
Cash and cash equivalents		
Short-term Fixed Income Pool	5	5
Marketable debt and equity securities		
EAFE International Pool	(78)	(78)
Broad Market Fixed Income Pool	105,547	105,547
Non-retirement Domestic Equity Pool	(650,106)	(650,106)
SOA International Equity Pool	(143,679)	(143,679)
Commission Recapture	-	-
Total investment income (loss) Habitat Investment	<u>(688,311)</u>	<u>(688,311)</u>
 Koniag Investment		
Cash and cash equivalents		
Short-term Fixed Income Pool	5	5
Marketable debt and equity securities		
EAFE International Pool	(93)	(93)
Broad Market Fixed Income Pool	124,097	124,097
Non-retirement Domestic Equity Pool	(804,830)	(804,830)
SOA International Equity Pool	(173,384)	(173,384)
Commission Recapture	-	-
Total investment income (loss) Koniag Investment	<u>(854,205)</u>	<u>(854,205)</u>
 Total investment income (loss)	 (3,543,210)	 (3,543,210)
Total invested assets, beginning of period	210,786,305	210,786,305
Net contributions (withdrawals):		
Research Investment	-	-
Habitat Investment	(334,000)	(334,000)
Koniag Investment	-	-
Total invested assets, end of period	<u>\$ 206,909,095</u>	<u>\$ 206,909,095</u>

STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION

Exxon Valdez Oil Spill Investment Fund

SCHEDULE OF INVESTMENT INCOME
AND CHANGES IN INVESTED ASSETS

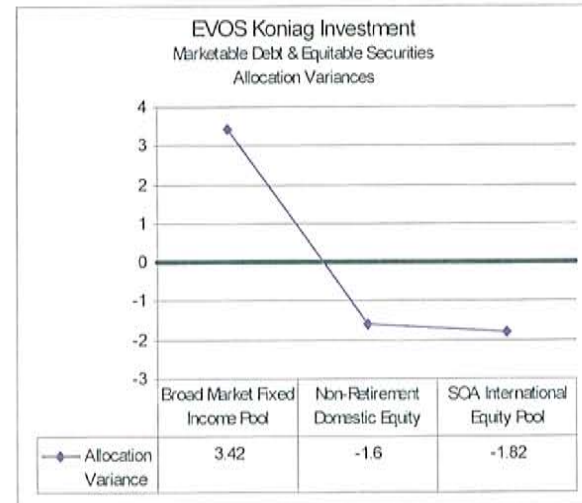
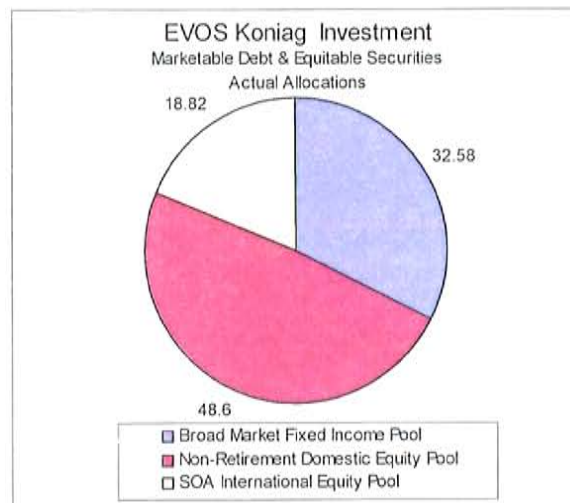
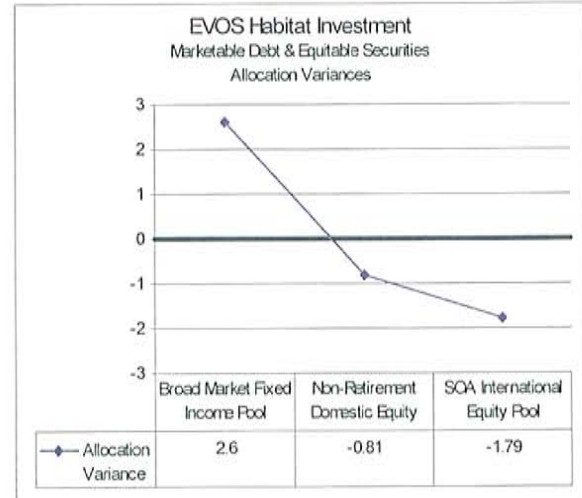
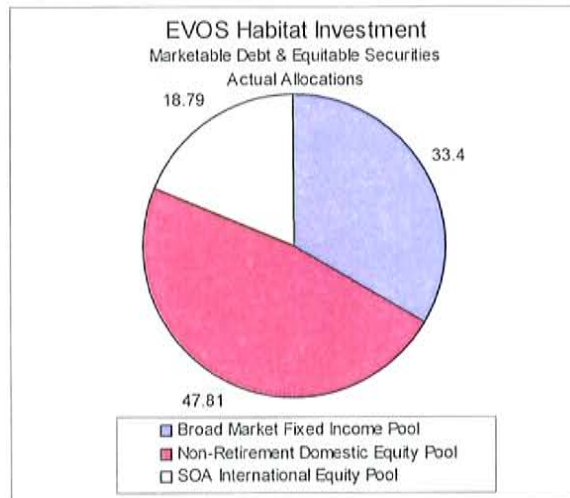
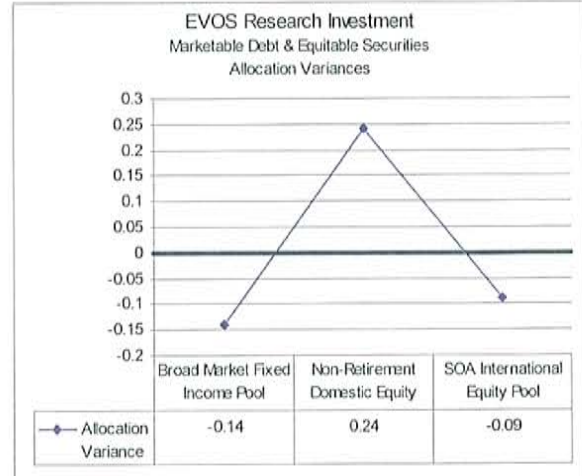
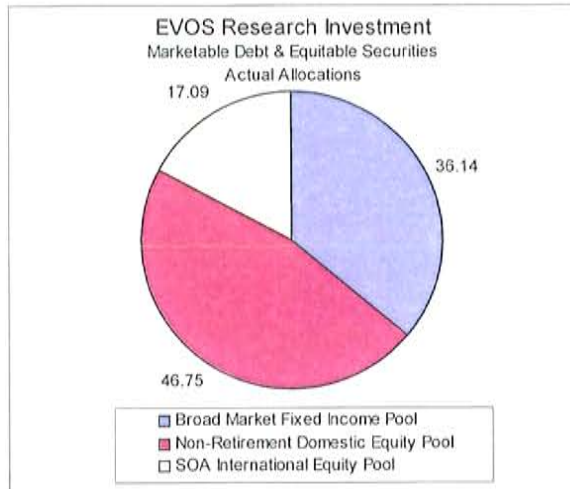
For the month ended August 31, 2007

	<u>CURRENT</u> <u>MONTH</u>	<u>YEAR TO</u> <u>DATE</u>
Investment Income		
Research Investment		
Cash and Cash Equivalents		
Short-term Fixed Income Pool	\$ 3	\$ 9
Marketable Debt and Equity Securities		
Broad Market Fixed Income Pool	424,869	771,629
Non-retirement Domestic Equity Pool	795,416	(1,155,127)
SOA International Equity Pool	(49,966)	(446,668)
EAFE International Equity Pool	(67,225)	(67,440)
Commission Recapture	-	-
Total Investment Income (Loss) Research Investment	<u>1,103,097</u>	<u>(897,597)</u>
 Habitat Investment		
Cash and Cash Equivalents		
Short-term Fixed Income Pool	3	8
Marketable Debt and Equity Securities		
Broad Market Fixed Income Pool	129,323	234,870
Non-retirement Domestic Equity Pool	267,896	(382,210)
SOA International Equity Pool	(18,097)	(161,776)
EAFE International Pool	(24,348)	(24,425)
Commission Recapture	-	-
Total Investment Income (Loss) Habitat Investment	<u>354,777</u>	<u>(333,533)</u>
 Koniag Investment		
Cash and Cash Equivalents		
Short-term Fixed Income Pool	3	8
Marketable Debt and Equity Securities		
Broad Market Fixed Income Pool	152,054	276,151
Non-retirement Domestic Equity Pool	328,204	(476,627)
SOA International Equity Pool	(21,838)	(195,222)
EAFE International Pool	(29,381)	(29,475)
Commission Recapture	-	-
Total Investment Income (Loss) Koniag Investment	<u>429,042</u>	<u>(425,165)</u>
 Total Investment Income (Loss)	 1,886,916	 (1,656,295)
Total Invested Assets, Beginning of Period	206,909,095	210,786,305
Net Contributions (Withdrawals):		
Research Investment	(32,575)	(32,575)
Habitat Investment	(10,671)	(344,671)
Koniag Investment	<u>(12,918)</u>	<u>(12,917)</u>
Total Invested Assets, End of Period	<u>\$ 208,739,847</u>	<u>\$ 208,739,847</u>

Exxon Valdez Oil Spill Trustee Council
Actual Investment Holdings as of August 31, 2007

Allocation Policy

Broad Market = 36% (Range 29% - 43%)
 Non-retirement Domestic Equity = 47% (Range 40% - 54%)
 SOA Int'l Equity Pool = 17% (Range 12% - 22%)



STATE OF ALASKA
DEPARTMENT OF REVENUE - TREASURY DIVISION

Exxon Valdez Oil Spill Investment Fund
Asset Allocation Policy with Actual Investment Holdings as of
July 31, 2007

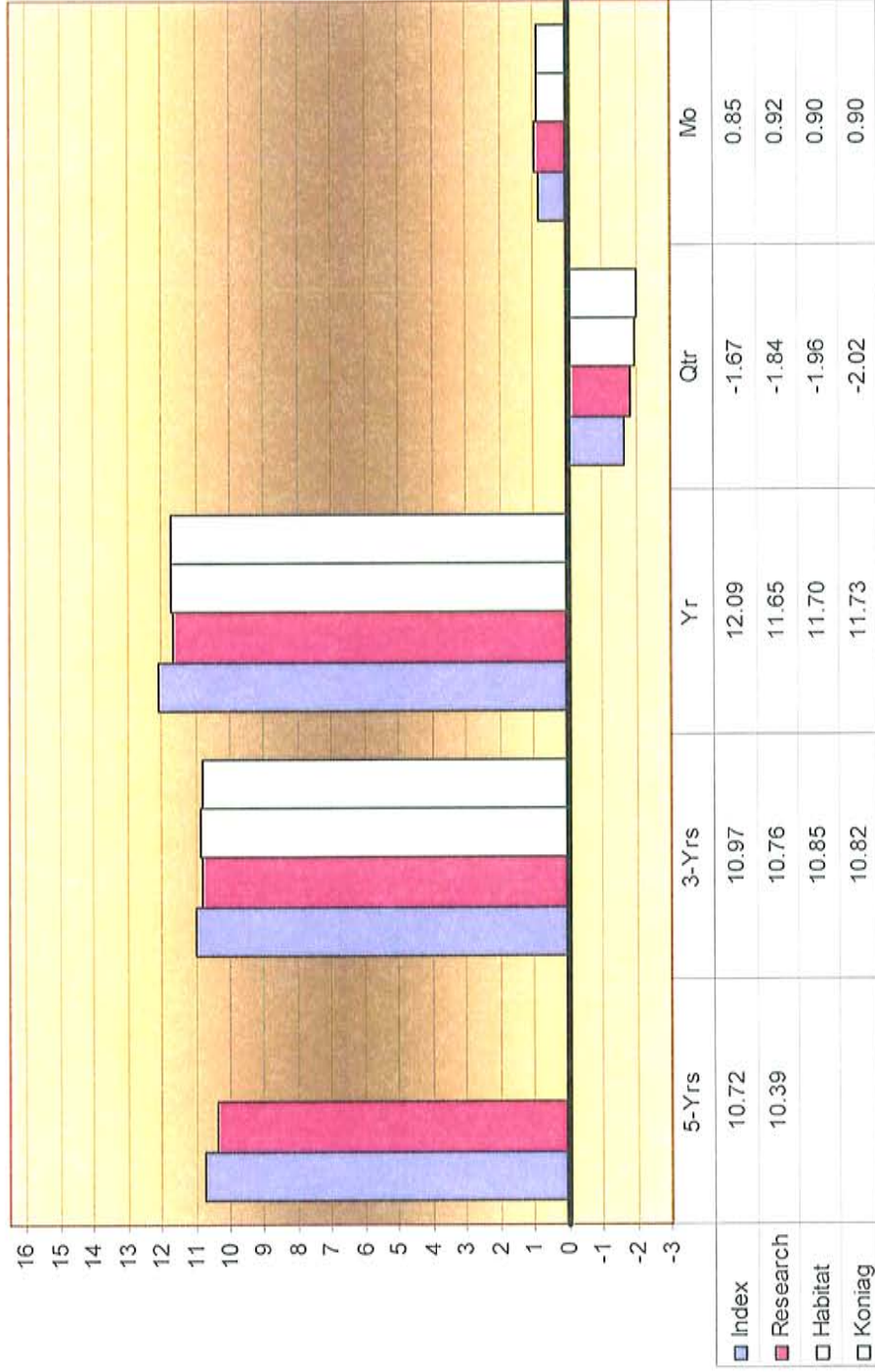
EVOS RESEARCH INVESTMENT		Asset Allocation		Fair value	Allocation	Variance
		Policy	Range			
Cash and cash equivalents						
Short-term Fixed Income Pool		0.00%		1,408.37	0.00%	0.00%
Total cash and cash equivalents		0.00%		1,408.37	0.00%	0.00%
Marketable debt and equity securities						
EAFE International Pool				4,272,902.45		
SOA International Equity Pool				16,509,552.33		
Total International		17.00%	12% - 22%	20,782,454.78	17.34%	-0.34%
Broad Market Fixed Income Pool		36.00%	29% - 43%	43,309,271.28	36.14%	-0.14%
Non-retirement Domestic Equity Pool		47.00%	40% - 54%	55,745,011.45	46.52%	0.48%
Total marketable debt securities		100.00%		119,836,737.51	100.00%	0.00%
Total holdings		100.00%		119,838,145.88	100.00%	0.00%
Income Receivable				6.01		
Total Invested Assets at Fair Value				119,838,151.89		
EVOS HABITAT INVESTMENT		Asset Allocation		Fair value	Allocation	Variance
		Policy	Range			
Cash and cash equivalents						
Short-term Fixed Income Pool		0.00%		1,229.55	0.00%	0.00%
Total cash and cash equivalents		0.00%		1,229.55	0.00%	0.00%
Marketable debt and equity securities						
EAFE International Pool				1,547,569.29		
SOA International Equity Pool				5,979,465.17		
Total International		17.00%	12% - 22%	7,527,034.46	19.06%	-2.06%
Broad Market Fixed Income Pool		36.00%	29% - 43%	13,182,464.89	33.39%	2.61%
Non-retirement Domestic Equity Pool		47.00%	40% - 54%	18,774,932.24	47.55%	-0.55%
Total marketable debt securities		100.00%		39,484,431.59	100.00%	0.00%
Total holdings		100.00%		39,485,661.14	100.00%	0.00%
Income Receivable				5.24		
Total Invested Assets at Fair Value				39,485,666.38		
EVOS KONIAG INVESTMENT		Asset Allocation		Fair value	Current	Variance
		Policy	Range			
Cash and cash equivalents						
Short-term Fixed Income Pool		0.00%		1,239.53	0.00%	0.00%
Total cash and cash equivalents		0.00%		1,239.53	0.00%	0.00%
Marketable debt and equity securities						
EAFE International Pool				1,867,521.21		
SOA International Equity Pool				7,215,688.63		
Total International		17.00%	12% - 22%	9,083,209.84	19.09%	-2.09%
Broad Market Fixed Income Pool		36.00%	29% - 43%	15,499,394.71	32.57%	3.43%
Non-retirement Domestic Equity Pool		47.00%	40% - 54%	23,001,427.23	48.34%	-1.34%
Total marketable debt securities		100.00%		47,584,031.78	100.00%	0.00%
Total holdings		100.00%		47,585,271.31	100.00%	0.00%
Income Receivable				5.29		
Total Invested Assets at Fair Value				47,585,276.60		

STATE OF ALASKA
DEPARTMENT OF REVENUE - TREASURY DIVISION

Exxon Valdez Oil Spill Investment Fund
Asset Allocation Policy with Actual Investment Holdings as of
August 31, 2007

EVOS RESEARCH INVESTMENT		Asset Allocation		Fair value	Allocation	Variance
		Policy	Range			
Cash and cash equivalents						
Short-term Fixed Income Pool		0.00%		839.56	0.00%	0.00%
Total cash and cash equivalents		0.00%		839.56	0.00%	0.00%
Marketable debt and equity securities						
EAFE International Pool				4,205,677.28		
SOA International Equity Pool				16,459,586.25		
Total International		17.00%	12% - 22%	20,665,263.53	17.09%	-0.09%
Broad Market Fixed Income Pool		36.00%	29% - 43%	43,702,140.52	36.14%	-0.14%
Non-retirement Domestic Equity Pool		47.00%	40% - 54%	56,540,427.87	46.76%	0.24%
Total marketable debt securities		100.00%		120,907,831.92	100.00%	0.00%
Total holdings		100.00%		120,908,671.48	100.00%	0.00%
Income Receivable				2.99		
Total Invested Assets at Fair Value				120,908,674.47		
EVOS HABITAT INVESTMENT						
		Asset Allocation		Fair value	Allocation	Variance
		Policy	Range			
Cash and cash equivalents						
Short-term Fixed Income Pool		0.00%		563.73	0.00%	0.00%
Total cash and cash equivalents		0.00%		563.73	0.00%	0.00%
Marketable debt and equity securities						
EAFE International Pool				1,523,221.53		
SOA International Equity Pool				5,961,368.35		
Total International		17.00%	12% - 22%	7,484,589.88	18.79%	-1.79%
Broad Market Fixed Income Pool		36.00%	29% - 43%	13,301,788.02	33.40%	2.60%
Non-retirement Domestic Equity Pool		47.00%	40% - 54%	19,042,828.67	47.81%	-0.81%
Total marketable debt securities		100.00%		39,829,206.57	100.00%	0.00%
Total holdings		100.00%		39,829,770.30	100.00%	0.00%
Income Receivable				2.64		
Total Invested Assets at Fair Value				39,829,772.94		
EVOS KONIAG INVESTMENT						
		Asset Allocation		Fair value	Current	Variance
		Policy	Range			
Cash and cash equivalents						
Short-term Fixed Income Pool		0.00%		1,327.22	0.00%	0.00%
Total cash and cash equivalents		0.00%		1,327.22	0.00%	0.00%
Marketable debt and equity securities						
EAFE International Pool				1,838,139.68		
SOA International Equity Pool				7,193,850.39		
Total International		17.00%	12% - 22%	9,031,990.07	18.82%	-1.82%
Broad Market Fixed Income Pool		36.00%	29% - 43%	15,638,448.52	32.58%	3.42%
Non-retirement Domestic Equity Pool		47.00%	40% - 54%	23,329,630.81	48.60%	-1.60%
Total marketable debt securities		100.00%		48,000,069.40	100.00%	0.00%
Total holdings		100.00%		48,001,396.62	100.00%	0.00%
Income Receivable				2.53		
Total Invested Assets at Fair Value				48,001,399.15		

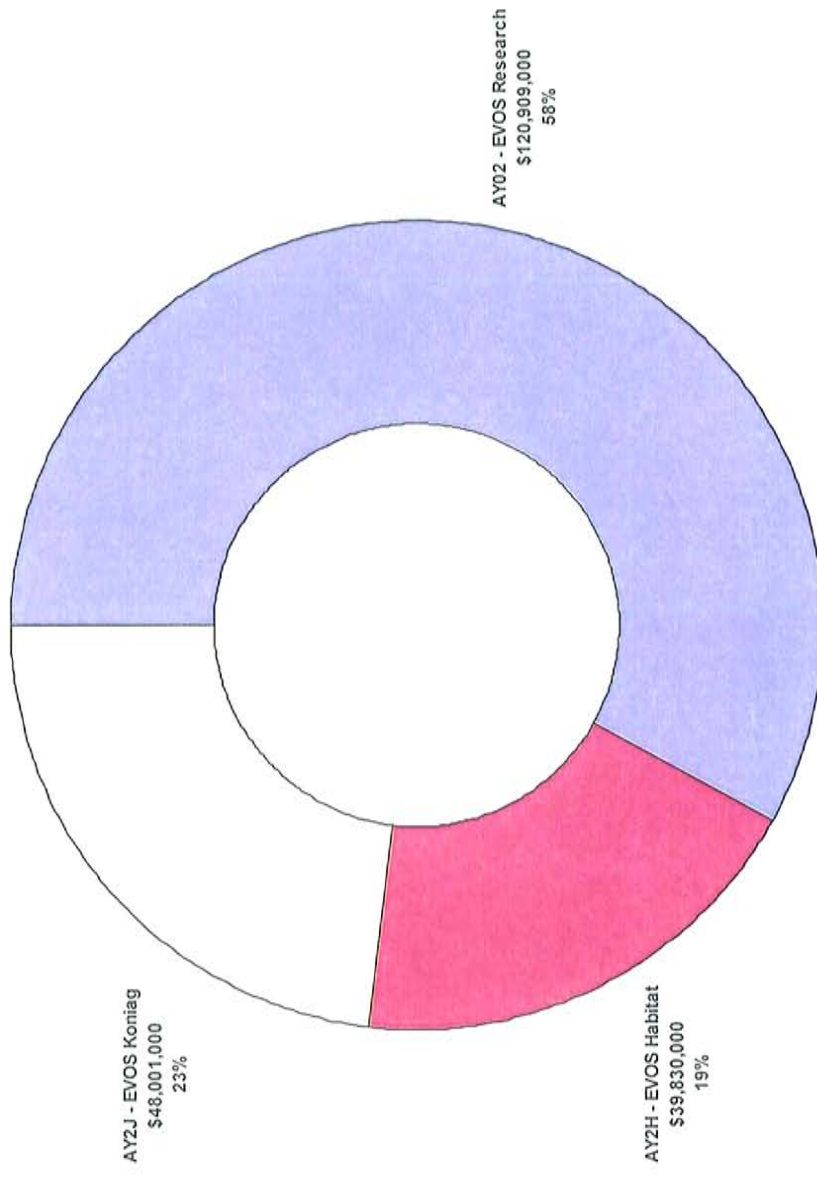
Exxon Valdez Oil Spill Trustee Council
Investment Fund Index
 Past 5 Yrs to Current Month of August 2007



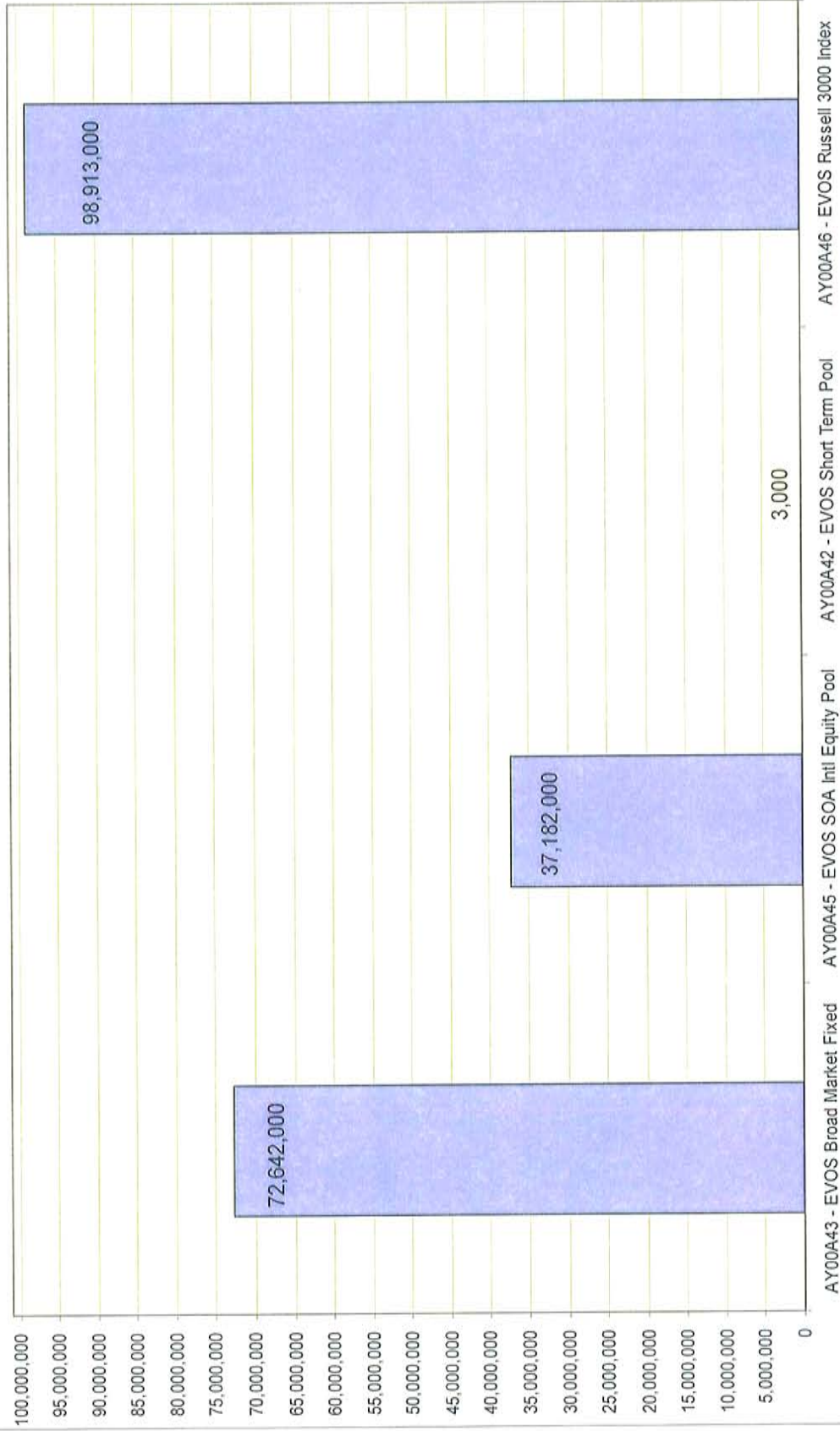
Exxon Valdex Oil Spill Trustee Council

Summary of Performance - Market Value by Sub-Accounts

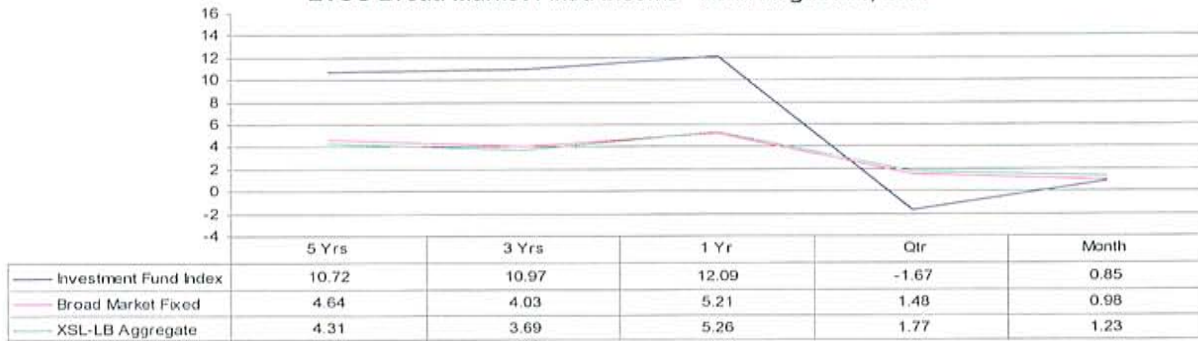
August 31, 2007



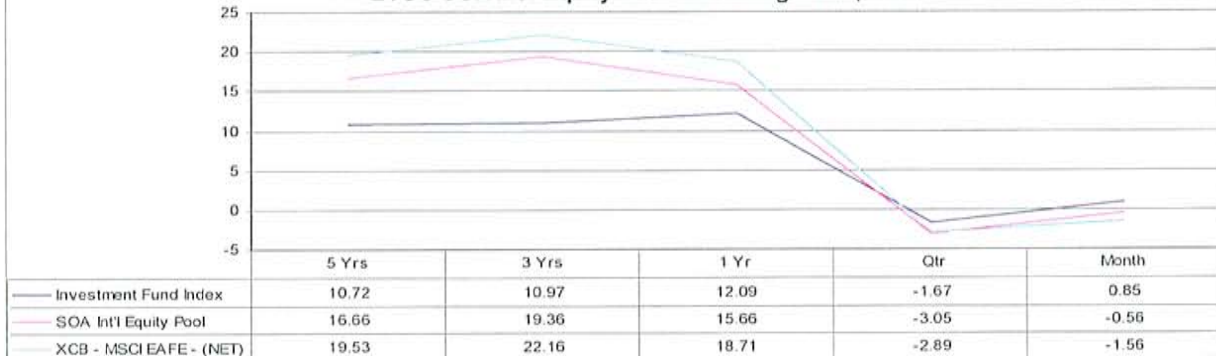
Exxon Valdez Oil Spill Trustee Council
Summary of Performance - Market Value by Investment Pools - August 31, 2007



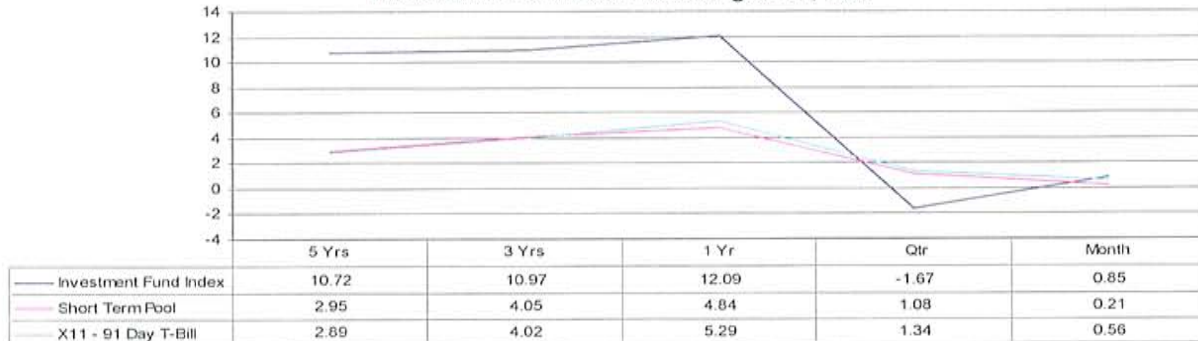
Summary of Performance - Rates of Return
EVOS Broad Market Fixed Income - As of August 31, 2007



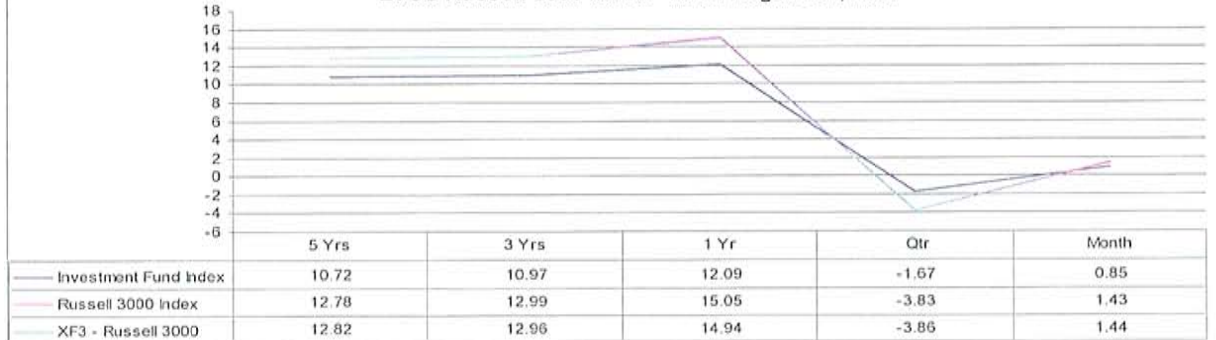
Summary of Performance - Rates of Return
EVOS SOA Int'l Equity Pool - As of August 31, 2007



Summary of Performance - Rates of Return
EVOS Short Term Pool - As of August 31, 2007



Summary of Performance - Rates of Return
EVOS Russell 3000 Index - As of August 31, 2007



State of Alaska

SUMMARY OF PERFORMANCE

RATES OF RETURN

PERIODS ENDING July 31, 2007



STATE STREET
For Everything You Invest In

EVOS INVESTMENT REPORT

	MKT VAL S(T)	Month	QTR	1 Year	3 Years	5 Years
AY02 - EVOS RESEARCH INVESTMENT EYOSINF1 - EVOS INVESTMENT FUND INDEX	119,838	-1.64 -1.55	-1.04 -0.81	12.91 13.55	10.82 11.04	10.45 10.72
AY2H - EVOS HABITAT INVESTMENT FUND EYOSINF1 - EVOS INVESTMENT FUND INDEX	39,486	-1.71 -1.55	-1.04 -0.81	12.99 13.55	10.91 11.04	
AY2J - EVOS KONIAG INVESTMENT FUND EYOSINF1 - EVOS INVESTMENT FUND INDEX	47,585	-1.76 -1.55	-1.08 -0.81	13.01 13.55	10.88 11.04	
AY00A43 - EVOS BROAD MARKET FIXED INCO XSL - LB AGGREGATE	71,991	0.81 0.83	-0.22 -0.23	5.72 5.58	4.34 3.93	4.78 4.41
AY00A45 - EVOS SOA INT'L EQUITY POOL XCB - MSCI EAFE (NET)	37,393	-1.87 -1.47	-0.91 0.38	18.96 23.91	19.92 22.99	17.17 19.85
AY00A42 - EVOS SHORT TERM POOL X11 - 91 DAY T-BILL	4	0.43 0.39	1.32 1.23	5.11 5.17	4.02 3.87	2.91 2.81
AY00A46 - EVOS RUSSELL 3000 INDEX XF3 - RUSSELL 3000	97,521	-3.37 -3.41	-1.71 -1.76	16.19 16.08	12.62 12.58	12.58 12.61

State of Alaska

SUMMARY OF PERFORMANCE

RATES OF RETURN

PERIODS ENDING August 31, 2007



STATE STREET
For Everything You Invest In™

EVOS INVESTMENT REPORT

	MKT VAL S(T)	Month	QTR	1 Year	3 Years	5 Years
AY02 - EVOS RESEARCH INVESTMENT EIOSINF1 - EVOS INVESTMENT FUND INDEX	120.909	0.92 0.85	-1.84 -1.67	11.65 12.09	10.76 10.97	10.39 10.72
AY2H - EVOS HABITAT INVESTMENT FUND EIOSINF1 - EVOS INVESTMENT FUND INDEX	39.830	0.90 0.85	-1.96 -1.67	11.70 12.09	10.85 10.97	
AY2J - EVOS KONIAG INVESTMENT FUND EIOSINF1 - EVOS INVESTMENT FUND INDEX	48.001	0.90 0.85	-2.02 -1.67	11.73 12.09	10.82 10.97	
AY00A43 - EVOS BROAD MARKET FIXED INCO ASL - LB AGGREGATE	72.642	0.98 1.23	1.48 1.77	5.21 5.26	4.03 3.69	4.64 4.31
AY00A45 - EVOS SOA INT'L EQUITY POOL XCB - MSCI EAFE (NET)	37.182	-0.56 -1.56	-3.05 -2.89	15.66 18.71	19.36 22.16	16.66 19.53
AY00A42 - EVOS SHORT TERM POOL X11 - 91 DAY T-BILL	3	0.21 0.56	1.08 1.34	4.84 5.29	4.05 4.02	2.95 2.89
AY00A46 - EVOS RUSSELL 3000 INDEX XF3 - RUSSELL 3000	98.913	1.43 1.44	-3.83 -3.86	15.05 14.94	12.99 12.96	12.78 12.82