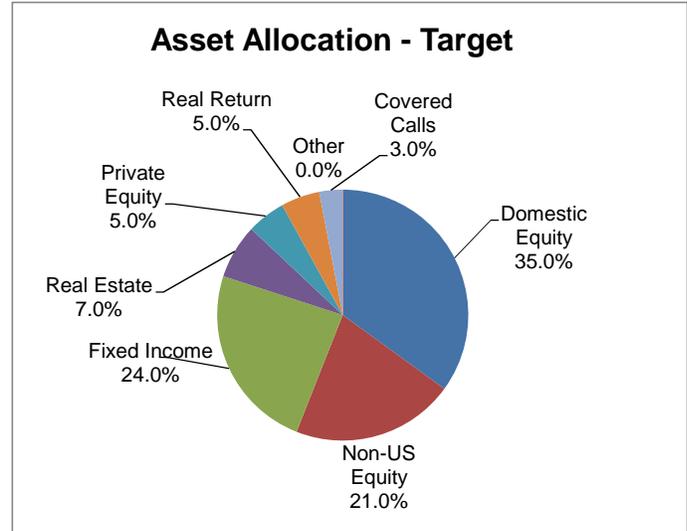
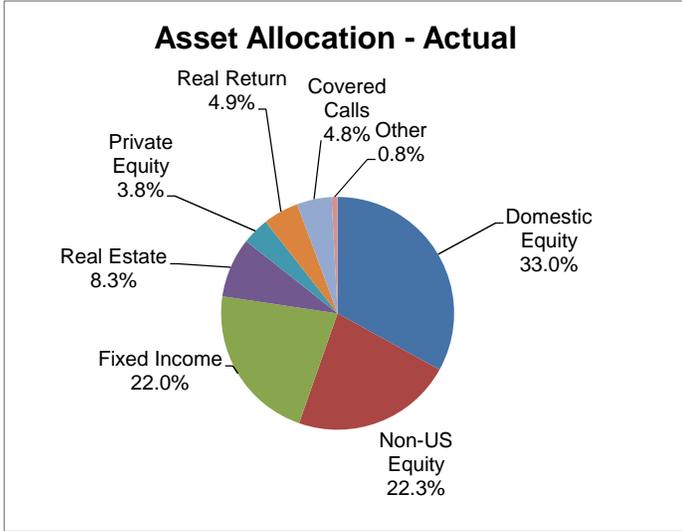


Asset Allocation as of September 30, 2012  
State of Hawaii Employees' Retirement System



	Actual Allocation (\$ mm)	Actual Percentage	Target Allocation (\$ mm)	Target Percentage *	Allocation Difference
Domestic Equity	3,879.3	33.0%	4,108.5	35.0%	-2.0%
Non-US Equity	2,622.1	22.3%	2,465.1	21.0%	1.3%
Fixed Income	2,577.4	22.0%	2,817.3	24.0%	-2.0%
Real Estate	973.8	8.3%	821.7	7.0%	1.3%
Private Equity	443.5	3.8%	586.9	5.0%	-1.2%
Real Return	580.2	4.9%	586.9	5.0%	-0.1%
Covered Calls	564.3	4.8%	352.2	3.0%	1.8%
Other	98.0	0.8%	0.0	0.0%	0.8%
	11,738.7	100.0%	11,738.7	100.0%	

Source: Northern Trust Bank

\* Target Percentages are the 2011 Interim Targets. Final Policy targets (to be attained in 2012) are: 30% Dom. Eq; 26% Non-US Eq; 20% Fxd. Inc.; 7% Real Est.; 5% Real Ret.; 5% Covered Calls. Private equity target of 7% is projected to be attained in 2016. Numbers subject to changes and rounding errors.

