The Winnetka Police Pension Fund’s market value as of December 31, 2017 was $30,131,610. The Fund’s assets increased by $879,333 or 3.0% in the past quarter and $3,405,479 or 12.4% in the past 12 months.

The Fund’s asset allocation is in compliance with Illinois state statues and the stated Fund Investment Policy guidelines.

Fund performance was slightly below the Policy Index for 1 and 3 years and ahead of the Policy Index for 10 years. The 10 year performance record is in the top decile for similar plans in Illinois.
Asset Allocation By Asset Class
Police Total Fund
As of December 31, 2017

September 30, 2017 : $29,731,250

- US Equity: 45.0% (13,376,421)
- International Equity: 13.7% (4,064,377)
- US Fixed Income: 32.8% (9,752,121)
- US Private Real Estate: 6.4% (1,889,853)
- Cash: 2.2% (648,477)

December 31, 2017 : $30,131,610

- US Equity: 44.2% (13,323,840)
- International Equity: 13.8% (4,153,084)
- US Fixed Income: 35.0% (10,541,238)
- US Private Real Estate: 6.4% (1,923,672)
- Cash: 0.6% (189,775)
<table>
<thead>
<tr>
<th>Asset Allocation $</th>
<th>Current Allocation (%)</th>
<th>Minimum Allocation (%)</th>
<th>Target Allocation (%)</th>
<th>Maximum Allocation (%)</th>
<th>Target Rebal. ($)</th>
<th>Differences (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Police Total Fund</td>
<td>30,131,610</td>
<td>100.0</td>
<td>100.0</td>
<td>0.0</td>
<td>-</td>
<td>0.0</td>
</tr>
<tr>
<td>Total Domestic Equity</td>
<td>13,323,840</td>
<td>44.2</td>
<td>43.0</td>
<td>48.0</td>
<td>53.0</td>
<td>1,139,333</td>
</tr>
<tr>
<td>Total International Equity</td>
<td>4,153,084</td>
<td>13.8</td>
<td>6.0</td>
<td>11.0</td>
<td>16.0</td>
<td>-838,607</td>
</tr>
<tr>
<td>Total Real Estate</td>
<td>1,923,672</td>
<td>6.4</td>
<td>0.0</td>
<td>5.0</td>
<td>10.0</td>
<td>-417,092</td>
</tr>
<tr>
<td>Total Domestic Fixed Income</td>
<td>10,541,238</td>
<td>35.0</td>
<td>30.0</td>
<td>36.0</td>
<td>50.0</td>
<td>306,141</td>
</tr>
<tr>
<td>Cash</td>
<td>189,775</td>
<td>0.6</td>
<td>0.0</td>
<td>0.0</td>
<td>10.0</td>
<td>-189,775</td>
</tr>
</tbody>
</table>

### Allocation Summary

- **Total Domestic Equity**
  - Policy: 48.0%
  - Target: 48.0%
  - In Policy: 48.0%
  - Outside Policy: -2.0%
- **Total International Equity**
  - Policy: 11.0%
  - Target: 11.0%
  - In Policy: 11.0%
  - Outside Policy: 0.0%
- **Total Real Estate**
  - Policy: 5.0%
  - Target: 5.0%
  - In Policy: 5.0%
  - Outside Policy: 0.0%
- **Total Domestic Fixed Income**
  - Policy: 36.0%
  - Target: 36.0%
  - In Policy: 36.0%
  - Outside Policy: 0.0%
- **Cash**
  - Policy: 0.0%
  - Target: 0.0%
  - In Policy: 0.0%
  - Outside Policy: 0.0%

Asset Allocation Compliance
Police Total Fund
As of December 31, 2017

Page 4
## Asset Allocation Compliance

### Police Total Fund

<table>
<thead>
<tr>
<th>Asset Allocation</th>
<th>Current Allocation (%)</th>
<th>Minimum Allocation (%)</th>
<th>Target Allocation (%)</th>
<th>Maximum Allocation (%)</th>
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<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
<td>-</td>
<td>0.0</td>
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<tr>
<td>Total Equity</td>
<td>58.0</td>
<td>59.0</td>
<td>300,726</td>
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<td>-3.8</td>
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<tr>
<td>Total Domestic Equity</td>
<td>44.2</td>
<td>48.0</td>
<td>1,139,333</td>
<td>-838,607</td>
<td>2.8</td>
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</tr>
<tr>
<td>Total International Equity</td>
<td>13.8</td>
<td>11.0</td>
<td>-838,607</td>
<td>2.8</td>
<td></td>
<td></td>
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<tr>
<td>Total Real Estate</td>
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<td>5.0</td>
<td>-417,092</td>
<td>1.4</td>
<td></td>
<td></td>
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<tr>
<td>Total Fixed Income</td>
<td>35.0</td>
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<td>306,141</td>
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<td>306,141</td>
<td>-1.0</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### Allocation Summary

- **Seizert Capital**: 17.5%
- **Clearbridge Large Cap Growth Fund (LSITX)**: 17.5%
- **T. Rowe Price (TRMCX)**: 5.0%
- **Prudential Small Cap Value (TASVX)**: 11.0%
- **Harbor International (HAINX)**: 5.0%
- **C.S. McKee**: 18.0%
- **Great Lakes Advisors**: 18.0%
- **Cash**: 10.0%
Plan Sponsor Peer Group Analysis vs. All Master Trust - Total Fund

As of December 31, 2017

Parentheses contain percentile rankings.
AndCo compiled this report for the sole use of the client for which it was prepared. AndCo is responsible for evaluating the performance results of the Total Fund along with the investment advisors by comparing their performance with indices and other related peer universe data that is deemed appropriate. AndCo uses the results from this evaluation to make observations and recommendations to the client.

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