CTA RETIREE HEALTHCARE TRUST

INVESTMENT PERFORMANCE REPORT
PERIOD ENDING
December 31, 2011

Gray & Company
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OVERVIEW

PORTFOLIO EVALUATION

- The Fund's total market value as of December 31, 2011 was $583.83 million.
- The Fund had a return of 5.37% for the current quarter, and a return of 1.63% for the YTD as of 12/31/2011.

INVESTMENT POLICY AND OBJECTIVES

- The primary objective of the policy is to provide a documented structure for the implementation of investment strategies which suggests the highest probability of maximizing the level of investment return within acceptable parameters for the total Fund's volatility and risk.
- The asset mix described below is designed to provide a high likelihood of achieving a rate of return of 7.25% per year over long periods of time. It is expected that this return will be sufficient to meet or exceed the Minimum Acceptible Return.

Target Asset Allocation	
Domestic Equity	37.5 %
Domestic Fixed Income	40 %
International Equity	12.5 %
International Fixed Income	10 %

PLAN RECONCILIATION

		Current Quarter
Beginning Market Value	**$**	**560,359,407**
Cash Flow In	$	11,221,426
Intrafund Transfer	$	-
Cash Flow Out	$	(18,009,558)
Net Cash Flow	**$**	**(6,788,132)**
Investment Performance		
Income	$	3,492,419
Asset Value Changes	$	26,761,086
Gross Performance	**$**	**30,253,505**
Ending Market Value	**$**	**583,824,780**

ACTION

CTA Healthcare Trust
Executive Summary Table
Periods Ending December 31, 2011

Name	Value $(000)	% of Fund	Periods Ending 12/31/11 Cur Qtr	YTD	1 Year	2 Yrs	3 Yrs	5 Yrs	7 Yrs	Since Inception Ret	Date
Total Fund	**583,825**	**100.0**	**5.37**	**1.63**	**1.63**	**7.49**	**6.29**			**5.69**	**7/31/08**
Net of Fee			5.23	1.14	1.14	7.04	5.99			5.43	7/31/08
Policy Index			5.31	2.66	2.66	6.59	9.80			3.94	7/31/08
ARA 7.25% MAR Benchmark			5.70	1.56	1.56	4.53	7.25				7/31/08
Total Equity Composite	**293,631**	**50.3**	**9.28**	**-3.28**	**-3.28**	**6.40**				**6.41**	**9/30/09**
Net of Fee			9.06	-3.92	-3.92	5.83				5.91	9/30/09
Blended Policy Index			10.74	-3.92	-3.92	6.78				8.10	9/30/09
Domestic Equity Composite	**227,542**	**39.0**	**10.89**	**-0.88**	**-0.88**	**8.93**				**8.52**	**9/30/09**
Net of Fee			10.65	-1.57	-1.57	8.33				7.99	9/30/09
Russell 3000			12.12	1.02	1.02	8.68				10.46	9/30/09
Domestic Large Cap Equity Composite	**74,284**	**12.7**	**11.88**	**1.02**	**1.02**					**9.35**	**1/04/10**
Net of Fee			11.73	0.47	0.47					8.98	1/04/10
Standard & Poors 500			11.82	2.12	2.12					10.90	1/04/10
PNC Capital Large Cap Value	37,598	6.4	13.27	3.62	3.62					8.83	1/25/10
Net of Fee			13.13	3.07	3.07					8.40	1/25/10
Russell 1000 Value			13.11	0.39	0.39					9.67	1/25/10
Brown Large Cap Growth	18,782	3.2	11.75	0.49	0.49					6.09	11/09/10
Net of Fee			11.57	-0.11	-0.11					5.50	11/09/10
Russell 1000 Growth			10.60	2.63	2.63					7.63	11/09/10
Turner Large Cap Growth	17,904	3.1	9.19	-3.53	-3.53					2.08	11/09/10
Net of Fee			9.04	-4.00	-4.00					1.61	11/09/10
Russell 1000 Growth			10.60	2.63	2.63					7.63	11/09/10

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Name	Value $(000)	% of Fund	Periods Ending 12/31/11 Cur Qtr	YTD	1 Year	2 Yrs	3 Yrs	5 Yrs	7 Yrs	Since Inception Ret	Date
Domestic Mid Cap Equity Composite	**72,185**	**12.4**	**12.05**	**-6.61**	**-6.61**	**10.74**				**10.74**	**12/31/09**
Net of Fee			11.88	-7.16	-7.16	10.28				10.28	12/31/09
Russell MidCap			12.31	-1.56	-1.56	11.15				11.15	12/31/09
Systematic Mid Cap Value	36,307	6.2	13.90	-5.12	-5.12	9.23				9.23	12/31/09
Net of Fee			13.72	-5.69	-5.69	8.66				8.66	12/31/09
Russell MidCap Value			13.36	-1.38	-1.38	10.93				10.93	12/31/09
Eagle Midcap Growth	35,878	6.1	10.24	-8.07	-8.07					-1.39	11/16/10
Net of Fee			10.08	-8.61	-8.61					-1.93	11/16/10
Russell MidCap Growth			11.23	-1.66	-1.66					4.13	11/16/10
Domestic Small Cap Equity Composite	**81,073**	**13.9**	**9.02**	**2.82**	**2.82**	**12.58**				**12.14**	**9/30/09**
Net of Fee			8.63	1.87	1.87	11.60				11.27	9/30/09
Russell 2000			15.48	-4.17	-4.17	10.25				10.92	9/30/09
Amalgatrust Small Cap Growth	38,766	6.6	3.70	3.68	3.68	13.26				12.92	9/30/09
Net of Fee			3.17	2.61	2.61	12.18				11.56	9/30/09
Russell 2000 Growth			14.99	-2.92	-2.92	11.94				12.55	9/30/09
Kayne Anderson Small Cap Value	22,861	3.9	11.38	6.75	6.75	15.25				16.20	9/30/09
Net of Fee			11.17	5.92	5.92	14.37				14.79	9/30/09
Russell 2000 Value			15.97	-5.50	-5.50	8.47				9.21	9/30/09
WCM Small Cap Value	19,445	3.3	18.15	-3.67	-3.67	8.05				7.79	9/30/09
Net of Fee			17.91	-4.49	-4.49	7.15				6.73	9/30/09
Russell 2000 Value			15.97	-5.50	-5.50	8.47				9.21	9/30/09
International Equity Composite	**66,090**	**11.3**	**4.08**	**-10.83**	**-10.83**	**-0.90**				**-0.03**	**9/30/09**
Net of Fee			3.93	-11.33	-11.33	-1.38				-0.45	9/30/09
MSCI EAFE (Net)			3.33	-12.14	-12.14	-2.70				-1.47	9/30/09

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Name	Value $(000)	% of Fund	Cur Qtr	YTD	1 Year	2 Yrs	3 Yrs	5 Yrs	7 Yrs	Since Inception Ret	Since Inception Date
Herndon Capital Int'l Equity	33,007	5.7	3.39	-12.51	-12.51	-1.72				-0.01	9/30/09
Net of Fee			3.24	-13.00	-13.00	-2.25				-0.50	9/30/09
MSCI EAFE (Net)			3.33	-12.14	-12.14	-2.70				-1.47	9/30/09
Lazard Int'l Equity	33,083	5.7	4.77	-9.09	-9.09	-0.07				-0.05	10/31/09
Net of Fee			4.62	-9.60	-9.60	-0.48				-0.43	10/31/09
MSCI ACWI ex US (Net)			3.72	-13.71	-13.71	-2.06				0.35	10/31/09
Total Fixed Income Composite	**284,704**	**48.8**	**1.88**	**7.18**	**7.18**	**8.23**				**8.57**	**3/31/09**
Net of Fee			1.80	6.87	6.87	7.91				8.31	3/31/09
Blended Policy Index			0.80	7.31	7.31	6.83				7.47	3/31/09
Domestic Fixed Income Composite	**222,439**	**38.1**	**1.60**	**7.69**	**7.69**	**8.18**				**8.97**	**3/31/09**
Net of Fee			1.54	7.44	7.44	7.92				8.74	3/31/09
Barclays U.S. Aggregate			1.12	7.84	7.84	7.19				7.36	3/31/09
Mackay Shields Core Plus Fixed	74,115	12.7	2.20	8.11	8.11	8.11				8.69	3/31/09
Net of Fee			2.12	7.78	7.78	7.77				8.41	3/31/09
Barclays U.S. Aggregate			1.12	7.84	7.84	7.19				7.36	3/31/09
TCW Opp Core Plus Fixed	74,118	12.7	1.36	6.39	6.39	8.26				9.25	6/30/09
Net of Fee			1.30	6.09	6.09	7.97				8.97	6/30/09
Barclays U.S. Core Bond Index (A			1.12	7.84	7.84	7.19				7.36	6/30/09
Hughes Core Fixed Income	74,206	12.7	1.24	8.66	8.66	7.79				6.79	9/30/09
Net of Fee			1.19	8.43	8.43	7.57				6.59	9/30/09
Barclays Govt/Credit			1.18	8.73	8.73	7.66				6.68	9/30/09
International Fixed Income Composite	**62,265**	**10.7**	**2.89**	**5.40**	**5.40**	**8.37**				**6.97**	**9/30/09**
Net of Fee			2.75	4.85	4.85	7.88				6.54	9/30/09
Citigroup Non-US Govt Bond			-0.48	5.17	5.17	5.19				3.60	9/30/09

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	Value	% of	Periods Ending 12/31/11							Since Inception	
Name	$(000)	Fund	Cur Qtr	YTD	1 Year	2 Yrs	3 Yrs	5 Yrs	7 Yrs	Ret	Date
Evergreen Int'l Fixed Income	30,069	5.2	-0.27	4.95	4.95	6.63				5.15	9/30/09
Net of Fee			-0.36	4.58	4.58	6.36				4.91	9/30/09
Citigroup Non-US Govt Bond			-0.48	5.17	5.17	5.19				3.60	9/30/09
Prudential Int'l Fixed Income	32,196	5.5	6.02	5.83	5.83	10.07				8.76	9/30/09
Net of Fee			5.83	5.11	5.11	9.37				8.14	9/30/09
Citigroup Non-US Govt Bond			-0.48	5.17	5.17	5.19				3.60	9/30/09
Cash Account	5,489	0.9	0.10	0.28	0.28	0.21	0.28			0.34	9/30/08
Net of Fee			0.10	0.28	0.28	0.21	0.28			0.34	9/30/08
Citigroup 3-month T-Bill			0.01	0.08	0.08	0.10	0.12			0.19	9/30/08