

CTA RETIREE HEALTHCARE TRUST

**INVESTMENT PERFORMANCE REPORT
PERIOD ENDING
March 31, 2012**

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OVERVIEW

PORTFOLIO EVALUATION

- ♦ The Fund's total market value as of March 31, 2012 was \$627.38 million.
- ♦ The Fund had a return of 8.08% for the current quarter, and a return of 5.09% for the last twelve months.

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 Acceptable Return.

Target Asset Allocation

Domestic Equity	37.5 %
Domestic Fixed Income	40 %
International Equity	12.5 %
International Fixed Income	10 %

PLAN RECONCILIATION

	<u>Current Quarter</u>
<u>Beginning Market Value</u>	\$ 583,824,780
Cash Flow In	\$ 11,630,315
Intrafund Transfer	\$ -
Cash Flow Out	\$ (15,192,466)
Net Cash Flow	\$ (3,562,151)
 Investment Performance	
Income	\$ 4,201,025
Asset Value Changes	\$ 42,919,550
Gross Performance	\$ 47,120,575
 <u>Ending Market Value</u>	<u>\$ 627,383,204</u>

ACTION

CTA Healthcare Trust

Executive Summary Table

Periods Ending March 31, 2012

Name	Value \$(000)	% of Fund	Periods Ending 3/31/12						Since Inception	
			Cur Qtr	1 Year	2 Yrs	3 Yrs	5 Yrs	7 Yrs	Ret	Date
Total Fund	627,383	100.0	8.08	5.09	9.93	9.01			7.55	7/31/08
Net of Fee			7.97	4.58	9.44	8.67			7.27	7/31/08
Policy Index			6.27	5.86	8.40	14.11			5.37	7/31/08
ARA 7.25% MAR Benchmark			6.05	4.68	6.26	11.35				7/31/08
Total Equity Composite	334,021	53.2	13.93	2.65	11.42				11.41	9/30/09
Net of Fee			13.76	1.95	10.78				10.87	9/30/09
Blended Policy Index			12.20	1.49	9.89				12.32	9/30/09
Domestic Equity Composite	260,049	41.4	14.47	4.28	13.86				13.61	9/30/09
Net of Fee			14.29	3.53	13.19				13.04	9/30/09
Russell 3000			12.87	7.18	12.18				14.79	9/30/09
Domestic Large Cap Equity Composite	84,231	13.4	13.53	8.02	11.72				14.78	1/04/10
Net of Fee			13.39	7.42	11.29				14.37	1/04/10
Standard & Poors 500			12.58	8.53	12.03				15.76	1/04/10
PNC Capital Large Cap Value	41,433	6.6	10.32	7.24	9.82				12.79	1/25/10
Net of Fee			10.20	6.69	9.35				12.34	1/25/10
Russell 1000 Value			11.12	4.78	9.84				13.94	1/25/10
Brown Large Cap Growth	22,074	3.5	17.71	11.51					18.59	11/09/10
Net of Fee			17.53	10.78					17.92	11/09/10
Russell 1000 Growth			14.69	11.02					17.68	11/09/10
Turner Large Cap Growth	20,725	3.3	15.90	6.04					13.61	11/09/10
Net of Fee			15.76	5.46					13.08	11/09/10
Russell 1000 Growth			14.69	11.02					17.68	11/09/10

CTA Healthcare Trust

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Domestic Mid Cap Equity Composite	83,118	13.2	15.31	0.85	13.55				16.65	12/31/09
Net of Fee			15.15	0.21	13.00				16.15	12/31/09
Russell MidCap			12.94	3.29	13.31				15.95	12/31/09
Systematic Mid Cap Value	41,224	6.6	13.70	0.06	11.21				14.51	12/31/09
Net of Fee			13.54	-0.54	10.56				13.91	12/31/09
Russell MidCap Value			11.40	2.26	11.83				15.05	12/31/09
Eagle Midcap Growth	41,894	6.7	16.95	1.64					11.21	11/16/10
Net of Fee			16.77	0.96					10.59	11/16/10
Russell MidCap Growth			14.52	4.41					14.43	11/16/10
Domestic Small Cap Equity Composite	92,700	14.8	14.57	4.14	16.78				17.06	9/30/09
Net of Fee			14.34	3.16	15.76				16.15	9/30/09
Russell 2000			12.44	-0.17	12.06				15.05	9/30/09
Amalgatrust Small Cap Growth	44,738	7.1	15.64	2.53	18.40				18.23	9/30/09
Net of Fee			15.40	1.45	17.28				16.85	9/30/09
Russell 2000 Growth			13.27	0.66	14.84				16.92	9/30/09
Kayne Anderson Small Cap Value	25,395	4.0	11.29	8.50	17.82				19.48	9/30/09
Net of Fee			11.09	7.66	16.91				18.08	9/30/09
Russell 2000 Value			11.59	-1.07	9.24				13.11	9/30/09
WCM Small Cap Value	22,567	3.6	16.27	2.68	12.21				13.64	9/30/09
Net of Fee			16.06	1.81	11.27				12.54	9/30/09
Russell 2000 Value			11.59	-1.07	9.24				13.11	9/30/09
International Equity Composite	73,973	11.8	12.07	-2.64	4.31				4.64	9/30/09
Net of Fee			11.93	-3.18	3.75				4.18	9/30/09
MSCI EAFE (Net)			10.86	-5.77	2.00				2.83	9/30/09

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Herndon Capital Int'l Equity	36,717	5.9	11.38	-5.81	3.08				4.39	9/30/09
Net of Fee			11.24	-6.34	2.45				3.89	9/30/09
MSCI EAFE (Net)			10.86	-5.77	2.00				2.83	9/30/09
Lazard Int'l Equity	37,255	5.9	12.75	0.70	5.57				5.04	10/31/09
Net of Fee			12.61	0.14	5.07				4.63	10/31/09
MSCI ACWI ex US (Net)			11.23	-7.17	2.48				4.83	10/31/09
Total Fixed Income Composite	290,747	46.3	2.19	8.08	8.02	8.61			8.61	3/31/09
Net of Fee			2.12	7.75	7.70	8.35			8.35	3/31/09
Blended Policy Index			0.20	6.96	6.41	6.89			6.89	3/31/09
Domestic Fixed Income Composite	226,402	36.1	1.84	8.16	7.85	8.85			8.85	3/31/09
Net of Fee			1.78	7.89	7.58	8.62			8.62	3/31/09
Barclays U.S. Aggregate			0.30	7.72	6.41	6.84			6.84	3/31/09
Mackay Shields Core Plus Fixed	75,116	12.0	1.43	8.46	7.55	8.45			8.45	3/31/09
Net of Fee			1.35	8.12	7.21	8.16			8.16	3/31/09
Barclays U.S. Aggregate			0.30	7.72	6.41	6.84			6.84	3/31/09
TCW Opp Core Plus Fixed	77,034	12.3	3.99	7.90	8.74				9.93	6/30/09
Net of Fee			3.93	7.66	8.45				9.65	6/30/09
Barclays U.S. Core Bond Index (A			0.30	7.72	6.41				6.79	6/30/09
Hughes Core Fixed Income	74,253	11.8	0.12	8.13	6.90				6.14	9/30/09
Net of Fee			0.06	7.90	6.66				5.94	9/30/09
Barclays Govt/Credit			0.09	8.53	6.88				6.03	9/30/09
International Fixed Income Composite	64,344	10.3	3.43	7.78	8.57				7.69	9/30/09
Net of Fee			3.34	7.27	8.05				7.27	9/30/09
Citigroup Non-US Govt Bond			-0.22	3.93	6.20				3.14	9/30/09

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