

CTA RETIREE HEALTHCARE TRUST

**INVESTMENT PERFORMANCE REPORT
PERIOD ENDING
June 30, 2013**

Gray & Company
Global Investment Solutions
3333 Piedmont Road, Suite 1250
Atlanta, GA 30305
(404) 883-2500

OVERVIEW

PORTFOLIO EVALUATION

- ♦ The Fund's total market value as of June 30, 2013 was \$661.54 million.
- ♦ The Fund had a return of -0.99% for the current quarter, and a return of 10.77% 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 7.00% 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>	\$ 672,276,965
Cash Flow In	\$ 9,244,447
Intrafund Transfer	\$ -
Cash Flow Out	\$ (13,408,459)
Net Cash Flow	\$ (4,164,012)
 Investment Performance	
Income	\$ 4,359,016
Asset Value Changes	\$ (10,928,209)
Gross Performance	\$ (6,569,193)
 <u>Ending Market Value</u>	<u>\$ 661,543,760</u>

ACTION

CTA Healthcare Trust

Executive Summary Table

Periods Ending June 30, 2013

Name	Value \$(000)	% of Fund	Periods Ending 6/30/13							Since Inception	
			Cur Qtr	1 Year	2 Yrs	3 Yrs	4 Yrs	5 Yrs	7 Yrs	Ret	Date
Total Fund	661,544	100.0	-0.99	10.77	6.08	11.11	8.76			7.39	7/31/08
Net of Fee			-1.11	10.26	5.57	10.58	8.35			7.06	7/31/08
Policy Index			-0.27	9.24	6.10	10.02	10.02			5.58	7/31/08
7.0% Market Proxy			1.30	8.55	5.74	8.10	7.77				7/31/08
Total Equity Composite	347,102	52.5	0.64	19.41	7.36	16.53				11.08	9/30/09
Net of Fee			0.49	18.67	6.65	15.78				10.48	9/30/09
Blended Policy Index			1.81	22.27	8.84	16.74				12.63	9/30/09
Domestic Equity Composite	266,568	40.3	1.62	21.10	9.30	18.67				13.03	9/30/09
Net of Fee			1.46	20.31	8.54	17.88				12.40	9/30/09
Russell 3000			2.69	21.49	12.32	18.64				14.49	9/30/09
Domestic Large Cap Equity Composite	84,058	12.7	1.65	17.66	9.78	16.81				12.62	1/04/10
Net of Fee			1.55	17.08	9.20	16.26				12.16	1/04/10
Standard & Poors 500			2.92	20.60	12.77	18.45				14.98	1/04/10
PNC Capital Large Cap Value	42,313	6.4	2.90	21.02	12.72	18.03				13.22	1/25/10
Net of Fee			2.79	20.47	12.19	17.46				12.75	1/25/10
Russell 1000 Value			3.20	25.32	13.61	18.51				15.31	1/25/10
Brown Large Cap Growth	21,125	3.2	1.40	19.08	10.20					13.35	11/09/10
Net of Fee			1.23	18.30	9.47					12.66	11/09/10
Russell 1000 Growth			2.06	17.05	11.27					13.80	11/09/10
Turner Large Cap Growth	20,619	3.1	-0.67	9.27	3.38					6.83	11/09/10
Net of Fee			-0.67	8.83	2.88					6.34	11/09/10
Russell 1000 Growth			2.06	17.05	11.27					13.80	11/09/10

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Domestic Mid Cap Equity Composite	85,305	12.9	1.78	24.34	8.45	17.84				15.41	12/31/09
Net of Fee			1.63	23.58	7.77	17.16				14.83	12/31/09
Russell MidCap			2.21	25.39	11.04	19.52				15.83	12/31/09
Systematic Mid Cap Value	42,638	6.4	0.16	23.98	8.69	17.76				14.27	12/31/09
Net of Fee			0.02	23.29	8.05	17.02				13.65	12/31/09
Russell MidCap Value			1.66	27.64	12.76	19.52				16.22	12/31/09
Eagle Midcap Growth	42,667	6.4	3.46	24.69	8.21					11.89	11/16/10
Net of Fee			3.29	23.88	7.49					11.21	11/16/10
Russell MidCap Growth			2.87	22.89	9.18					13.56	11/16/10
Domestic Small Cap Equity Composite	97,205	14.7	1.44	21.32	9.64	21.08				15.78	9/30/09
Net of Fee			1.23	20.31	8.67	19.95				14.86	9/30/09
Russell 2000			3.09	24.20	10.29	18.67				15.24	9/30/09
Amalgatrust Small Cap Growth	45,507	6.9	2.20	22.66	10.68	23.92				17.60	9/30/09
Net of Fee			1.99	21.60	9.60	22.69				16.34	9/30/09
Russell 2000 Growth			3.73	23.66	9.68	19.95				16.20	9/30/09
Kayne Anderson SCV	25,701	3.9	0.35	17.24	7.45	16.99				15.53	9/30/09
Net of Fee			0.15	16.33	6.60	16.01				14.32	9/30/09
Russell 2000 Value			2.47	24.75	10.89	17.33				14.22	9/30/09
WCM Small Cap Value	25,997	3.9	1.03	22.98	9.90	19.69				13.40	9/30/09
Net of Fee			0.82	21.98	8.98	18.61				12.36	9/30/09
Russell 2000 Value			2.47	24.75	10.89	17.33				14.22	9/30/09
International Equity Composite	80,535	12.2	-2.65	13.81	1.03	9.65				4.94	9/30/09
Net of Fee			-2.78	13.21	0.47	9.03				4.45	9/30/09
MSCI EAFE (Net)			-0.98	18.62	1.10	10.04				4.55	9/30/09

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Herndon Capital Int'l Equity	40,317	6.1	-3.11	12.17	-0.94	8.22				4.32	9/30/09
Net of Fee			-3.24	11.55	-1.50	7.57				3.78	9/30/09
MSCI EAFE (Net)			-0.98	18.62	1.10	10.04				4.55	9/30/09
Lazard Int'l Equity	40,218	6.1	-2.20	15.43	3.02	11.09				5.68	10/31/09
Net of Fee			-2.34	14.83	2.45	10.50				5.21	10/31/09
MSCI ACWI ex US (Net)			-3.11	13.63	-1.47	7.99				4.53	10/31/09
Total Fixed Income Composite	297,512	45.0	-3.06	1.63	4.53	5.74	6.96			6.92	3/31/09
Net of Fee			-3.13	1.34	4.22	5.41	6.68			6.65	3/31/09
Blended Policy Index			-2.55	-1.69	2.10	3.35	4.47			4.81	3/31/09
Domestic Fixed Income Composite	234,689	35.5	-2.50	1.81	4.92	5.44	7.00			7.16	3/31/09
Net of Fee			-2.56	1.55	4.65	5.16	6.75			6.92	3/31/09
Barclays U.S. Aggregate			-2.32	-0.69	3.31	3.51	4.97			5.11	3/31/09
Mackay Shields Core Plus Fixed	77,782	11.8	-2.48	2.22	5.04	5.73	6.93			6.95	3/31/09
Net of Fee			-2.55	1.91	4.72	5.36	6.62			6.65	3/31/09
Barclays U.S. Aggregate			-2.32	-0.69	3.31	3.51	4.97			5.11	3/31/09
TCW Opp Core Plus Fixed	78,413	11.9	-2.52	3.51	5.58	6.41	8.12			8.12	6/30/09
Net of Fee			-2.58	3.27	5.34	6.12	7.86			7.86	6/30/09
Barclays U.S. Core Bond Index (A			-2.32	-0.69	3.31	3.51	4.97			4.97	6/30/09
Hughes Core Fixed Income	78,493	11.9	-2.50	-0.35	4.10	3.96				4.70	9/30/09
Net of Fee			-2.55	-0.57	3.88	3.72				4.49	9/30/09
Barclays Govt/Credit			-2.51	-0.62	3.98	3.88				4.51	9/30/09
International Fixed Income Composite	62,824	9.5	-5.10	0.90	3.11	6.81				5.78	9/30/09
Net of Fee			-5.19	0.51	2.66	6.31				5.35	9/30/09
Citigroup Non-US Govt Bond			-3.44	-5.72	-2.69	2.57				0.55	9/30/09

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Wells Capital Int'l Fixed Income	29,470	4.5	-4.08	-2.12	-0.95	4.15				2.61	9/30/09
Net of Fee			-4.08	-2.38	-1.21	3.84				2.37	9/30/09
Citigroup Non-US Govt Bond			-3.44	-5.72	-2.69	2.57				0.55	9/30/09
Prudential Int'l Fixed Income	33,353	5.0	-5.99	3.42	6.76	9.15				8.70	9/30/09
Net of Fee			-6.15	2.91	6.14	8.48				8.10	9/30/09
J.P. Morgan EMBI Global Index			-6.06	1.25	5.96	7.86				8.17	9/30/09
Cash Account	16,929	2.6	0.03	0.15	0.21	0.21	0.20			0.29	9/30/08
Net of Fee			0.03	0.15	0.21	0.21	0.20			0.29	9/30/08
Citigroup 3-month T-Bill			0.02	0.08	0.06	0.09	0.09			0.15	9/30/08