

CTA RETIREE HEALTHCARE TRUST

**INVESTMENT PERFORMANCE REPORT
PERIOD ENDING
March 31, 2014**

Gray & Company
Global Investment Solutions
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OVERVIEW

PORTFOLIO EVALUATION

- ♦ The Fund's total market value as of March 31, 2014 was \$729.99 million.
- ♦ The Fund had a return of 1.41% for the current quarter, and a return of 11.61% 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>	\$ 725,573,551
Cash Flow In	\$ 9,768,729
Intrafund Transfer	\$ -
Cash Flow Out	\$ (14,478,118)
Net Cash Flow	\$ (4,709,389)
 Investment Performance	
Income	\$ 3,931,536
Asset Value Changes	\$ 5,190,200
Gross Performance	\$ 9,121,736
 <u>Ending Market Value</u>	<u>\$ 729,985,898</u>

ACTION

CTA Healthcare Trust

Executive Summary Table

Periods Ending March 31, 2014

Name	Value \$(000)	% of Fund	Periods Ending 3/31/14							Since Inception	
			Cur Qtr	1 Year	2 Yrs	3 Yrs	4 Yrs	5 Yrs	7 Yrs	Ret	Date
Total Fund	729,986	100.0	1.41	11.61	10.73	8.82	10.33	9.69		8.66	7/31/08
Net of Fee			1.29	11.08	10.20	8.29	9.82	9.28		8.30	7/31/08
Policy Index			1.79	10.60	9.34	8.16	8.87	12.18		6.75	7/31/08
7.0% Market Proxy			0.80	9.37	7.78	6.62	6.78	9.39			7/31/08
Total Equity Composite	372,089	51.0	0.73	21.80	17.03	12.03	14.19			13.88	9/30/09
Net of Fee			0.54	21.01	16.27	11.29	13.49			13.24	9/30/09
Blended Policy Index			1.78	22.00	18.33	12.43	14.03			14.95	9/30/09
Domestic Equity Composite	281,289	38.5	1.42	24.24	18.60	13.62	16.20			15.80	9/30/09
Net of Fee			1.22	23.40	17.79	12.83	15.47			15.13	9/30/09
Russell 3000			1.97	22.61	18.53	14.62	15.31			16.44	9/30/09
Domestic Large Cap Equity Composite	98,139	13.4	2.37	23.44	16.27	13.45	13.97			15.50	1/04/10
Net of Fee			2.25	22.86	15.68	12.86	13.46			15.01	1/04/10
Standard & Poors 500			1.80	21.86	17.84	14.65	14.90			16.77	1/04/10
PNC Capital Large Cap Value	24,972	3.4	3.47	23.94	19.08	14.99	14.36			15.78	1/25/10
Net of Fee			3.36	23.38	18.53	14.45	13.85			15.28	1/25/10
Russell 1000 Value			3.02	21.58	20.16	14.80	14.89			16.90	1/25/10
Great Lakes Advisors	24,789	3.4								1.64	2/24/14
Net of Fee										1.64	2/24/14
Russell 1000 Value										2.39	2/24/14
Brown Large Cap Growth	48,378	6.6	0.09	18.88	13.61	12.91				15.59	11/09/10
Net of Fee			-0.06	18.20	12.91	12.19				14.90	11/09/10
Russell 1000 Growth			1.12	23.23	16.47	14.63				16.97	11/09/10

Great Lakes was funded 2/24/2014

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Domestic Mid Cap Equity Composite	93,380	12.8	2.71	25.28	19.89	13.17	16.67			18.16	12/31/09
Net of Fee			2.55	24.51	19.14	12.46	16.03			17.55	12/31/09
Russell MidCap			3.53	23.51	20.36	14.37	16.78			18.00	12/31/09
Systematic Mid Cap Value	46,595	6.4	2.59	22.42	19.88	12.87	15.46			17.01	12/31/09
Net of Fee			2.44	21.72	19.19	12.21	14.79			16.36	12/31/09
Russell MidCap Value			5.21	22.94	22.20	15.16	16.90			18.36	12/31/09
Eagle Midcap Growth	46,785	6.4	2.82	28.22	19.89	13.47				16.36	11/16/10
Net of Fee			2.64	27.38	19.09	12.71				15.63	11/16/10
Russell MidCap Growth			2.05	24.23	18.36	13.52				16.79	11/16/10
Domestic Small Cap Equity Composite	89,770	12.3	-0.86	23.51	19.28	14.00	18.02			18.04	9/30/09
Net of Fee			-1.19	22.35	18.22	12.97	16.98			17.06	9/30/09
Russell 2000			1.12	24.90	20.52	13.19	16.21			17.45	9/30/09
Amalgatrust Small Cap Growth	44,403	6.1	-0.66	23.43	20.80	14.38	19.59			19.37	9/30/09
Net of Fee			-0.91	22.34	19.74	13.30	18.50			18.12	9/30/09
Russell 2000 Growth			0.48	27.19	20.69	13.60	17.73			18.58	9/30/09
Kayne Anderson SCV	22,147	3.0	-1.97	23.63	16.48	13.76	17.15			18.13	9/30/09
Net of Fee			-2.25	22.58	15.52	12.84	16.21			16.93	9/30/09
Russell 2000 Value			1.78	22.64	20.34	12.73	14.66			16.27	9/30/09
WCM Small Cap Value	23,220	3.2	0.13	23.56	19.32	13.50	15.71			16.13	9/30/09
Net of Fee			-0.38	22.19	18.16	12.44	14.67			15.01	9/30/09
Russell 2000 Value			1.78	22.64	20.34	12.73	14.66			16.27	9/30/09
International Equity Composite	90,799	12.4	-1.46	14.00	11.93	6.84	8.05			7.82	9/30/09
Net of Fee			-1.60	13.38	11.32	6.26	7.47			7.30	9/30/09
MSCI EAFE (Net)			0.66	17.56	14.36	7.21	8.01			7.81	9/30/09

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Herndon Capital Int'l Equity	44,590	6.1	-3.10	12.55	10.56	4.81	6.75			7.09	9/30/09
Net of Fee			-3.24	11.94	9.95	4.23	6.14			6.54	9/30/09
MSCI EAFE (Net)			0.66	17.56	14.36	7.21	8.01			7.81	9/30/09
Lazard Int'l Equity	46,210	6.3	0.18	15.43	13.28	8.92	9.36			8.70	10/31/09
Net of Fee			0.03	14.79	12.67	8.33	8.80			8.20	10/31/09
MSCI ACWI ex US (Net)			0.51	12.31	10.32	4.15	6.33			7.28	10/31/09
Total Fixed Income Composite	308,545	42.3	2.55	0.77	3.84	5.23	5.91	6.67		6.67	3/31/09
Net of Fee			2.49	0.47	3.53	4.92	5.59	6.40		6.40	3/31/09
Blended Policy Index			2.12	0.42	1.49	3.28	3.92	4.70		4.70	3/31/09
Domestic Fixed Income Composite	241,329	33.1	2.20	0.44	3.51	5.04	5.66	6.68		6.68	3/31/09
Net of Fee			2.16	0.21	3.26	4.78	5.40	6.45		6.45	3/31/09
Barclays U.S. Aggregate			1.84	-0.10	1.82	3.75	4.09	4.80		4.80	3/31/09
Mackay Shields Core Plus Fixed	80,730	11.1	2.32	1.40	4.15	5.56	5.83	6.71		6.71	3/31/09
Net of Fee			2.32	1.16	3.86	5.26	5.52	6.42		6.42	3/31/09
Barclays U.S. Aggregate			1.84	-0.10	1.82	3.75	4.09	4.80		4.80	3/31/09
TCW Opp Core Plus Fixed	80,499	11.0	2.30	0.27	4.10	5.35	6.39			7.43	6/30/09
Net of Fee			2.23	0.01	3.85	5.10	6.12			7.17	6/30/09
Barclays U.S. Core Bond Index (A			1.84	-0.10	1.82	3.75	4.09			4.67	6/30/09
Hughes Core Fixed Income	80,100	11.0	1.99	-0.34	2.28	4.19	4.56			4.41	9/30/09
Net of Fee			1.94	-0.55	2.06	3.97	4.34			4.20	9/30/09
Barclays Govt/Credit			1.98	-0.26	2.12	4.21	4.47			4.27	9/30/09
International Fixed Income Composite	67,216	9.2	3.81	1.98	4.98	5.91	6.76			6.48	9/30/09
Net of Fee			3.68	1.44	4.48	5.40	6.25			6.02	9/30/09
Citigroup Non-US Govt Bond			3.22	2.43	0.11	1.36	3.11			1.78	9/30/09

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Wells Capital Int'l Fixed Income	31,469	4.3	3.27	2.79	2.88	3.12	4.44			3.75	9/30/09
Net of Fee			3.17	2.42	2.51	2.78	4.12			3.46	9/30/09
Citigroup Non-US Govt Bond			3.22	2.43	0.11	1.36	3.11			1.78	9/30/09
Prudential Int'l Fixed Income	35,747	4.9	4.30	1.27	6.75	8.38	8.82			8.99	9/30/09
Net of Fee			4.13	0.59	6.13	7.72	8.14			8.36	9/30/09
J.P. Morgan EMBI Global Index			3.47	-1.06	4.53	7.15	7.53			8.00	9/30/09
Cash Account	49,352	6.8	0.04	0.16	0.18	0.21	0.20	0.22		0.28	9/30/08
Net of Fee			0.04	0.16	0.18	0.21	0.20	0.21		0.28	9/30/08
Citigroup 3-month T-Bill			0.01	0.05	0.06	0.06	0.08	0.09		0.14	9/30/08