

New Mexico State Investment Office

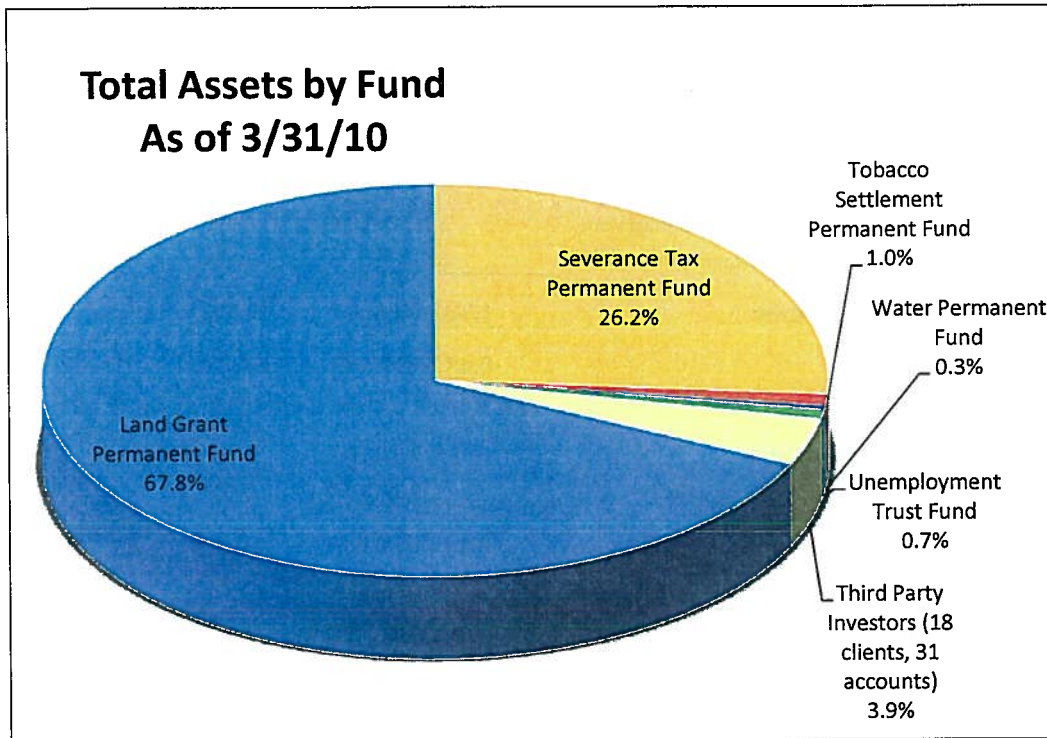
Performance Report

For the Period Ending

March 31, 2010



New Mexico State Investment Council
Total Assets Under Management
By Fund
As of March 31, 2010

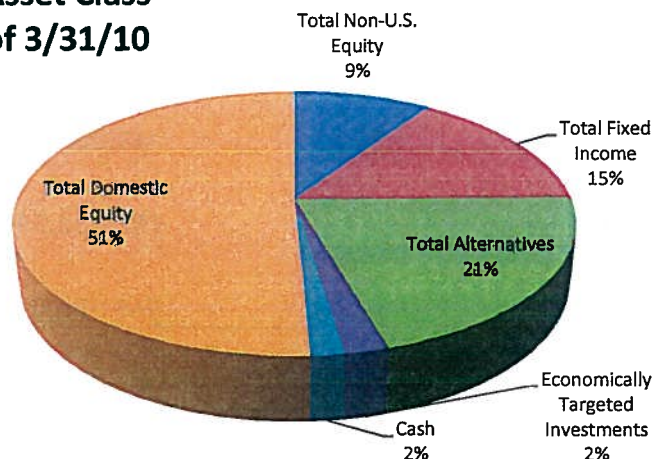


NM SIC Total by Funds	Market Value	% of Total
Land Grant Permanent Fund	\$ 9,496,021,348	67.8%
Severance Tax Permanent Fund	3,669,517,789	26.2%
Tobacco Settlement Permanent Fund	137,197,402	1.0%
Water Permanent Fund	48,589,056	0.3%
Unemployment Trust Fund	102,002,756	0.7%
Third Party Investors	545,586,001	3.9%
	<u>\$ 13,998,914,352</u>	<u>100.0%</u>

New Mexico State Investment Council
Total Assets Under Management
By Asset Class
As of March 31, 2010

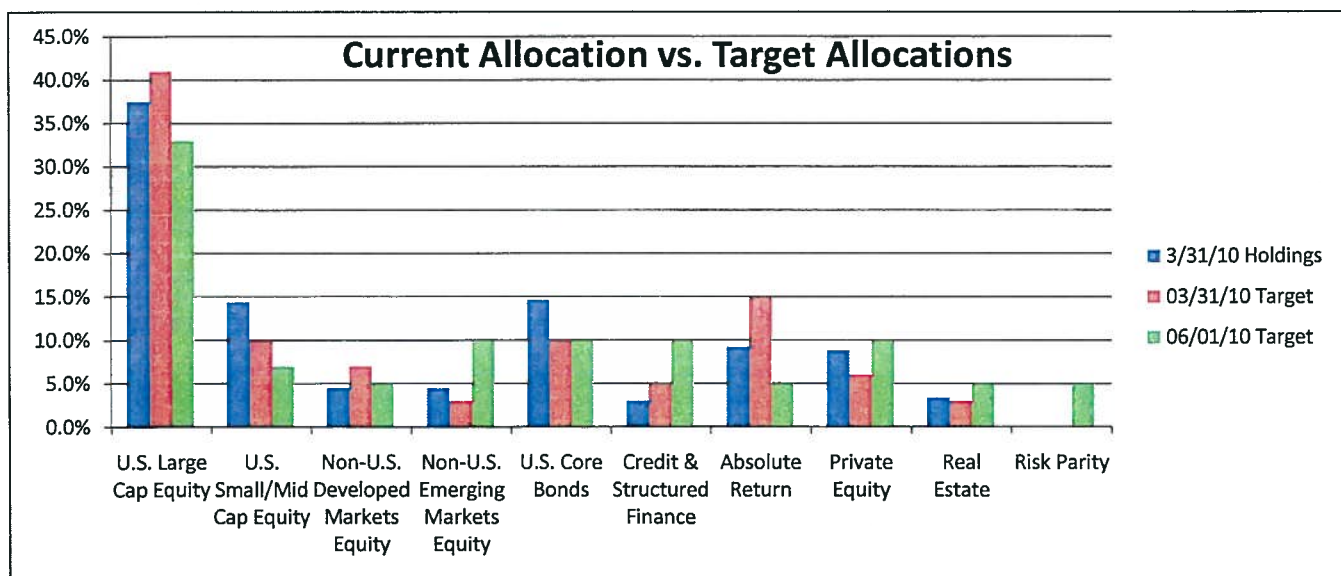
NM SIC Total by Asset Class	Market Value	% of Total
Domestic Equity		
Total U.S. Large Cap Pools	\$ 5,161,482,917	36.9%
Total U.S. Small/Mid Cap Pools	1,931,898,192	13.8%
University Equities	7,224,587	0.1%
Total Domestic Equity	7,100,605,696	50.7%
Non-U.S. Equity		
Non-U.S. Developed Markets Equity Pool	681,788,364	4.9%
Non-U.S. Emerging Markets Equity Pool	650,101,273	4.6%
Total Non-U.S. Equity	1,331,889,637	9.5%
Total Equity	8,432,495,333	60.2%
Fixed Income		
U.S. Core Bonds Pool	1,730,530,944	12.4%
Credit & Structured Finance Pool	405,358,989	2.9%
Total Fixed Income	2,135,889,934	15.3%
Alternatives		
Absolute Return Pool	1,177,832,588	8.4%
Private Equity	1,237,856,324	8.8%
Real Estate	480,755,657	3.4%
Total Alternatives	2,896,444,569	20.7%
Economically Targeted Investments	305,607,551	2.2%
Cash	228,476,965	1.6%
Total Assets	\$13,998,914,352	100.0%

**Total Assets
by Asset Class
As of 3/31/10**



**New Mexico State Investment Council
Land Grant Permanent Fund
Asset Allocation vs. Target Allocations
As of March 31, 2010**

Land Grant Permanent Fund	Market Value	Current Allocation	Long Term Target	Target as of 06/01/10
Domestic Equity				
U.S. Large Cap Equity	\$ 3,559,983,837	37.5%	41.0%	33.0%
U.S. Small/Mid Cap Equity	1,363,217,514	14.4%	10.0%	7.0%
Total Domestic Equity	4,923,201,351	51.8%	51.0%	40.0%
Non-US Equity				
Non-U.S. Developed Markets Equity	422,700,585	4.5%	7.0%	5.0%
Non-U.S. Emerging Markets Equity	421,921,341	4.4%	3.0%	10.0%
Total Non-U.S. Equity	844,621,926	8.9%	10.0%	15.0%
Total Equity	5,767,823,277	60.7%	61.0%	55.0%
Fixed Income				
U.S. Core Bonds	1,386,201,720	14.6%	10.0%	10.0%
Credit & Structured Finance	282,411,046	3.0%	5.0%	10.0%
Total Fixed Income	1,668,612,766	17.6%	15.0%	20.0%
Alternatives				
Absolute Return	873,428,306	9.2%	15.0%	5.0%
Private Equity	833,749,735	8.8%	6.0%	10.0%
Real Estate	319,426,405	3.4%	3.0%	
Risk Parity	-	0.0%	0.0%	5.0%
Total Alternatives	2,026,604,446	21.3%	24.0%	25.0%
Economically Targeted Investments	723	0.0%	0.0%	0.0%
Cash	32,980,136	0.3%	0.0%	0.0%
Total Assets	\$ 9,496,021,348	100%	100%	100%



**New Mexico State Investment Council
Land Grant Permanent Fund
Portfolio Returns and Benchmarks
For the Period Ending March 31, 2010**

	Qtr	Fiscal YTD	1 Year	2 Years	3 Years	5 Years	10 Years
Total Fund	5.2%	22.2%	26.8%	(1.8)%	(1.0)%	4.1%	2.8%
Total Fund Benchmark	4.6%	22.5%	36.1%	(1.1)%	(1.2)%	4.0%	2.7%
ICC Endowments/Foundations>\$250 M Median	3.3%	18.1%	29.0%		(0.7)%	4.9%	4.1%
Total U.S. Large Cap Equity Composite w/ Derivatives	6.0%	28.8%	48.5%	3.0%	1.0%	5.6%	0.3%
S&P 500	5.4%	29.2%	49.8%	(3.7)%	(4.2)%	1.9%	(0.7)%
U.S. Small/Mid Cap Pool	7.9%	32.9%	54.2%	(4.0)%	(4.2)%	2.6%	4.6%
Russell 2000	9.2%	37.8%	65.7%	1.2%	(3.2)%	4.0%	4.8%
Total U.S. Equity Composite	6.5%	29.9%	50.0%	1.0%	(0.5)%	4.7%	1.0%
Russell 3000 Index	5.9%	30.5%	52.4%	(2.9)%	(4.0)%	2.4%	(0.1)%
Non-U.S. Developed Markets Equity Pool	0.8%	23.2%	52.2%	(8.8)%	(6.0)%	3.3%	1.5%
MSCI EAFE	0.9%	23.1%	54.4%	(9.1)%	(7.0)%	3.8%	1.3%
Non-U.S. Emerging Markets Equity Pool	3.1%	41.1%	103.2%	(0.7)%	5.3%	15.4%	12.0%
MSCI EMF	2.4%	34.4%	81.1%	(2.1)%	5.2%	15.7%	9.8%
Total Int'l Equity Composite	1.9%	31.2%	73.3%	(5.1)%	(1.0)%	8.0%	4.8%
U.S. Core Bonds Pool	2.4%	6.3%	7.2%	5.2%	5.3%	5.4%	6.4%
BC Aggregate	1.8%	5.8%	7.7%	5.4%	6.1%	5.4%	6.3%
Credit & Structured Finance Pool*/**	17.3%	81.9%	86.4%	(7.9)%	(18.0)%	n/a	n/a
Credit & Structured Finance Benchmark	5.2%	17.4%	15.0%	(23.1)%	(33.7)%	n/a	n/a
Land Grant Private Equity***	4.3%	5.6%	(7.7)%	(4.2)%	5.6%	11.6%	6.0%
Cambridge PE Lagged	5.7%	17.1%	13.3%	n/a	1.4%	11.3%	8.4%
Cambridge VC Lagged	3.1%	5.7%	2.6%	(7.2)%	0.0%	5.0%	(3.2)%
Land Grant Real Estate***	0.0%	(10.2)%	(30.0)%	(18.3)%	(11.0)%	n/a	n/a
NCREIF Property Index Lagged	(2.1)%	(10.3)%	(16.9)%	(11.8)%	(3.4)%	4.7%	7.3%
Absolute Return Pool*/**	1.5%	6.1%	9.3%	(4.6)%	(1.9)%	n/a	n/a
90 Day T-Bills + 200 Bps*	0.5%	1.6%	2.2%	2.8%	4.2%	5.0%	4.9%
Cash Equivalents	0.1%	9.8%	9.9%	5.8%	5.4%	5.0%	3.9%
90 Day T-Bills	0.0%	0.1%	0.2%	0.7%	2.0%	2.9%	2.8%

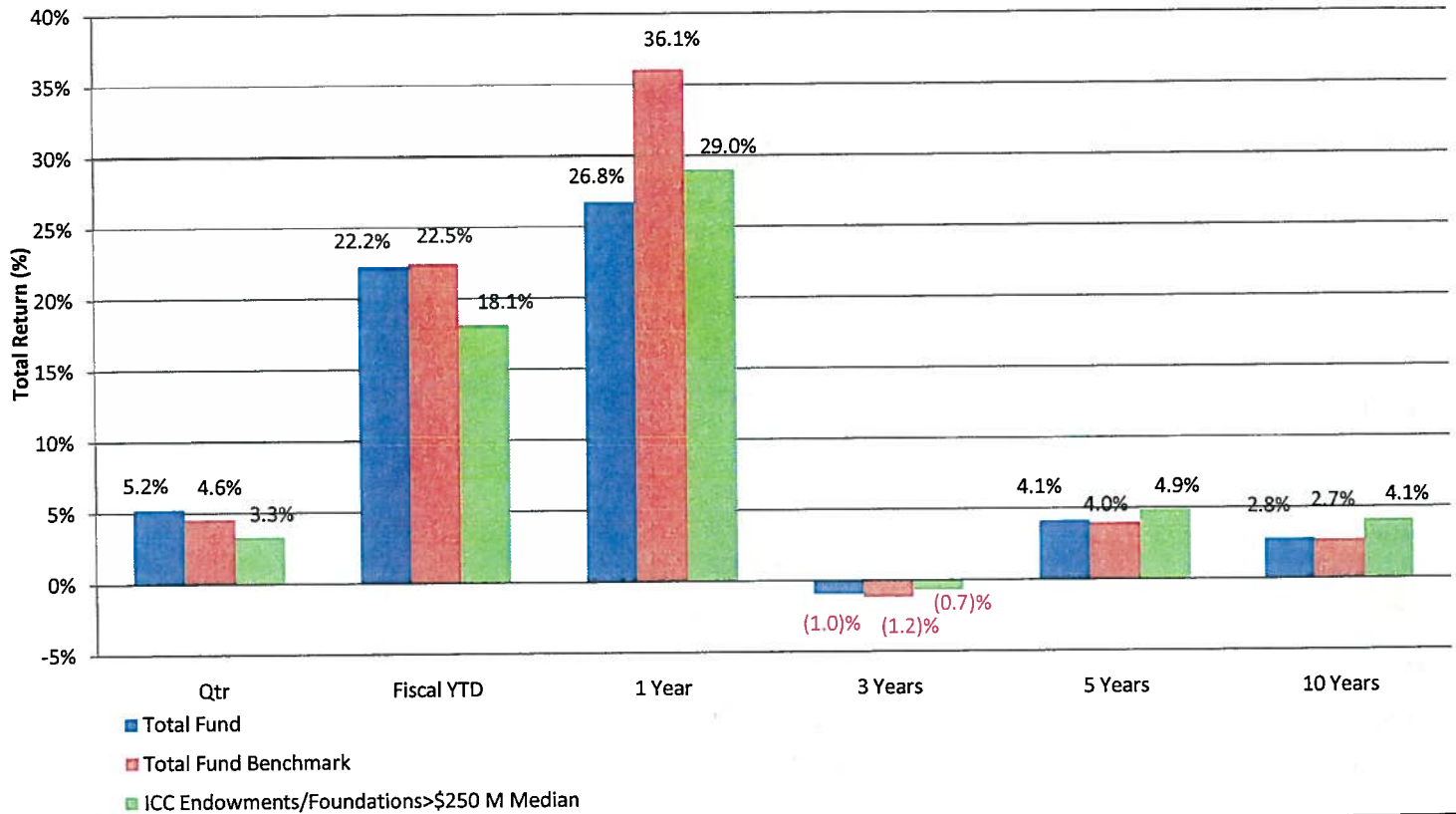
*Valuation and performance lagged one month

**Performance calculated net of fees

***Valuation and performance lagged by one quarter

**New Mexico State Investment Council
Land Grant Permanent Fund
Portfolio Returns vs. Custom Benchmark
For the Periods Ending March 31, 2010**

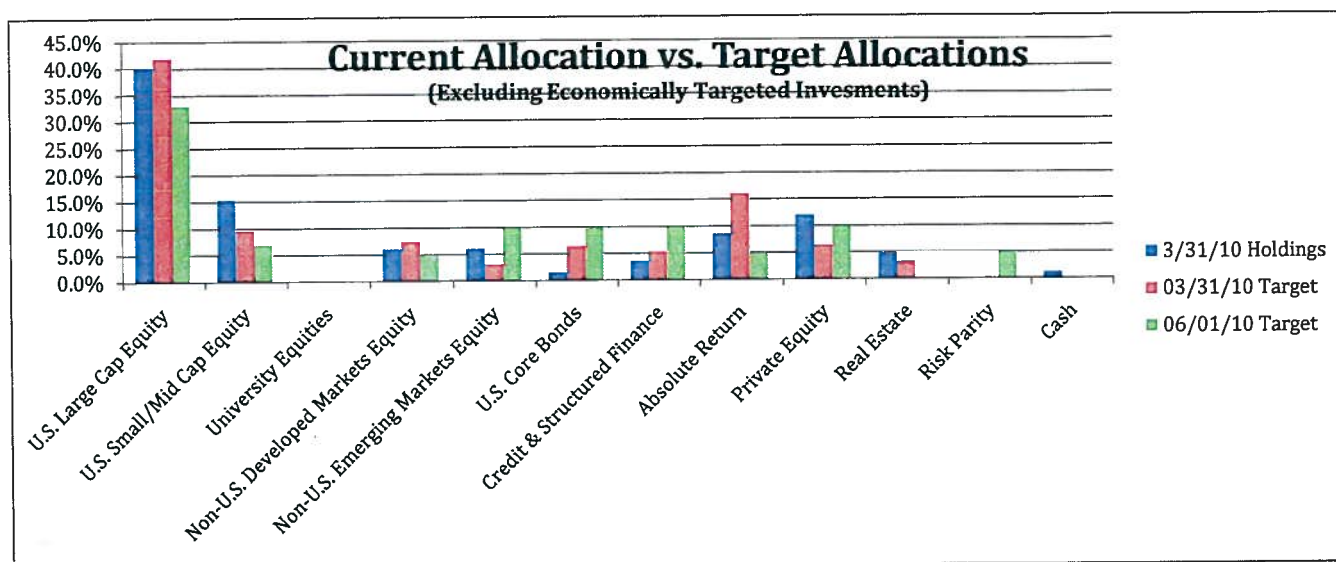
Performance vs. Total Fund Benchmark



**New Mexico State Investment Council
Severance Tax Permanent Fund
Asset Allocation vs. Target Allocations
As of March 31, 2010**

Severance Tax Permanent Fund	Market Value	Current Allocation	Long Term Target*	Target as of 06/01/10*
Domestic Equity				
U.S. Large Cap Equity	\$ 1,354,560,603	40.3%	41.9%	33.0%
U.S. Small/Mid Cap Equity	518,153,471	15.4%	9.7%	7.0%
University Equities	7,224,587	0.2%		
Total Domestic Equity	1,879,938,661	55.9%	51.6%	40.0%
Non-US Equity				
Non-U.S. Developed Markets Equity	205,524,349	6.1%	7.5%	5.0%
Non-U.S. Emerging Markets Equity	204,485,637	6.1%	3.2%	10.0%
Total Non-U.S. Equity	410,009,986	12.2%	10.8%	15.0%
Total Equity	2,289,948,647	68.1%	62.4%	55.0%
Fixed Income				
U.S. Core Bonds	53,597,323	1.6%	6.5%	10.0%
Credit & Structured Finance	122,946,464	3.7%	5.4%	10.0%
Total Fixed Income	176,543,787	5.2%	11.8%	20.0%
Alternatives				
Absolute Return	291,741,282	8.7%	16.1%	5.0%
Private Equity	404,106,588	12.0%	6.5%	10.0%
Real Estate	161,329,252	4.8%	3.2%	
Risk Parity	-	0.0%	0.0%	5.0%
Total Alternatives	857,177,123	25.5%	25.8%	25.0%
Cash	40,241,404	1.2%	0.0%	0.0%
Total Assets, excluding ETIs	3,363,910,961	100%	100%	100%
Economically Targeted Investments	305,606,828			
Total Assets	3,669,517,789			

*Excluding economically targeted investments.



**New Mexico State Investment Council
Severance Tax Permanent Fund
Portfolio Returns and Benchmarks
For the Period Ending March 31, 2010**

	Qtr	Fiscal YTD	1 Year	2 Years	3 Years	5 Years	10 Years
Total Fund	4.9%	20.6%	25.7%	(3.5)%	(2.1)%	3.2%	2.2%
Total Fund Benchmark	4.5%	21.6%	34.2%	(1.6)%	(1.3)%	4.1%	2.8%
ICC Endowments/Foundations>\$250 M Median	3.3%	18.1%	29.0%		(0.7)%	4.9%	4.1%
Total U.S. Large Cap Equity Composite w/ Derivatives	6.0%	28.8%	48.5%	3.0%	1.0%	5.6%	0.3%
S&P 500	5.4%	29.2%	49.8%	(3.7)%	(4.2)%	1.9%	(0.7)%
U.S. Small/Mid Cap Pool	7.9%	32.9%	54.2%	(4.0)%	(4.2)%	2.6%	4.6%
Russell 2000	0.9%	3.2%	24.5%	(11.8)%	(12.2)%	(2.0)%	0.9%
Total U.S. Equity Composite	6.5%	29.9%	50.0%	1.0%	(0.5)%	4.7%	1.0%
Russell 3000 Index	5.9%	30.5%	52.4%	(2.9)%	(4.0)%	2.4%	(0.1)%
Non-U.S. Developed Markets Equity Pool	0.8%	23.2%	52.2%	(8.8)%	(6.0)%	3.3%	1.5%
MSCI EAFE	0.9%	23.1%	54.4%	(9.1)%	(7.0)%	3.8%	1.3%
Non-U.S. Emerging Markets Equity Pool	3.1%	41.1%	103.2%	(0.7)%	5.3%	15.4%	12.0%
MSCI EMF	2.4%	34.4%	81.1%	(2.1)%	5.2%	15.7%	9.8%
Total Int'l Equity Composite	1.9%	31.2%	73.3%	(5.1)%	(1.0)%	8.0%	4.8%
U.S. Core Bonds Pool	2.4%	6.3%	7.2%	5.2%	5.3%	5.4%	6.4%
BC Aggregate	1.8%	5.8%	7.7%	5.4%	6.1%	5.4%	6.3%
Credit & Structured Finance Pool*/**	17.3%	81.9%	86.4%	(7.9)%	(18.0)%	n/a	n/a
Credit & Structured Finance Benchmark	5.2%	17.4%	15.0%	(23.1)%	(33.7)%	n/a	n/a
Economically Targeted Investments	(1.1)%	(1.9)%	(1.9)%	(1.9)%	(1.9)%	(0.9)%	(1.8)%
90 day t-bills	0.0%	0.1%	0.2%	0.7%	2.0%	2.9%	2.8%
Severance Tax Private Equity***	3.4%	1.7%	(10.6)%	n/a	(0.1)%	4.7%	(2.1)%
Cambridge PE Lagged	5.7%	17.1%	13.3%	n/a	1.4%	11.3%	8.4%
Cambridge VC Lagged	3.1%	5.7%	2.6%	(7.2)%	0.0%	5.0%	(3.2)%
Severance Tax Real Estate***	0.00%	(8.9)%	(29.1)%	n/a	(8.6)%	n/a	n/a
NCREIF Property Index Lagged	(2.1)%	(10.3)%	(16.9)%	(11.8)%	(3.4)%	4.7%	7.3%
Hedge Funds Pool*/**	1.5%	6.1%	9.3%	(4.6)%	(1.9)%	n/a	n/a
90 Day T-Bills + 200 Bps*/**	0.5%	1.6%	2.2%	2.8%	4.2%	5.0%	4.9%
Cash Equivalents	0.1%	9.8%	9.9%	5.8%	5.4%	5.0%	3.9%
90 Day T-Bill	0.0%	0.1%	0.2%	0.7%	2.0%	2.9%	2.8%

*Valuation and performance lagged one month

**Performance calculated net of fees

***Valuation and performance lagged by one quarter

**New Mexico State Investment Council
Severance Tax Permanent Fund
Portfolio Returns vs. Custom Benchmark
For the Period Ending March 31, 2010**

Performance vs. Total Fund Benchmark

