



# UC Domestic Equity Index Fund

**Investment Objective:** The Fund seeks to provide investment results approximating the total return performance of the securities included in the Russell 3000 Index.

## Quick Stats

1 Year Return (6/30/2008)	-12.71%
NAV (6/30/2008)	\$116.69
Investment Category	Equity
Net Assets (\$M)	\$21
Inception	July 1, 2005

The Domestic Equity Index Fund is part of the UC Retirement Savings Program's Core Funds, which include a full range of asset classes designed to help meet participant needs. Participants in the Program should consider their unique needs and goals, along with any savings held outside of the Program, when building an appropriately diversified asset allocation of funds.

## How We Invest

The Treasurer's Office manages the Domestic Equity Index Fund according to policies established by The Regents of the University of California.

The Fund seeks to provide investment results approximating the total return performance of the securities included in the Russell 3000 Index and is invested in a Russell 3000 Tobacco Free (TF) Index Fund managed by State Street Global Advisors.

The Russell 3000 Index is composed of shares of 3,000 U.S. companies, as determined by market capitalization. The portfolio of securities represents approximately 98% of the investable U.S. equity market. The TF version excludes tobacco companies.

## Average Annual Total Returns

as of 6/30/2008

The UC Domestic Equity Index Fund became available on July 1, 2005. Therefore, long-term performance information is not yet available.

Returns (%)	1 Year	3 Years
Domestic Equity Index Fund	-12.71	3.66
Policy Benchmark	-12.84	4.58

## Risks to You

Risks include market risk and individual company risk. When you redeem your units, they may be worth more or less than the amount you had invested in them, which means you could lose money.

The Domestic Equity Index Fund may be appropriate for investors seeking long-term capital appreciation from a diversified U.S. equity portfolio. The Domestic Equity Index Fund may not be appropriate for investors with short time horizons or those uncomfortable with fluctuations in market value.

For more information on risk, see the "Investment Risk Factor Guide," available online at [www.netbenefits.com](http://www.netbenefits.com).

## Fees and Expenses

Investor expenses are limited to 0.15% (or \$1.50 per \$1,000 invested) of the Fund's average market value per year, assessed on a daily basis (1/365th per day invested). These expenses are not billed to participants, but are netted against the investment experience of the fund. These expenses are comprised of approximately 0.03% for investment management, 0.02% for investor education and 0.10% for administration (including accounting, audit, legal, custodial and recordkeeping services). The total administrative expenses are estimated and could actually be lower in some periods. If actual administrative expenses are less than estimated, any accumulation will be returned to the Fund each quarter, on a prorated basis, thereby lowering the effective expense ratio for participants. There are no front-end or deferred-sales loads or other marketing expenses.



# UC Domestic Equity Index Fund

*continued*

## Largest U.S. Equity Index Holdings

as of 06/30/2008

### Largest Domestic Equity Index Holdings

Exxon Mobil	3.32%
General Electric	1.90%
Microsoft	1.58%
Chevron	1.46%
AT&T	1.43%
Procter & Gamble	1.33%
Johnson & Johnson	1.29%
International Business Machines	1.16%
Apple, Inc	1.05%
ConocoPhillips	<u>1.04%</u>
	15.56%

## Major U.S. Equity Index Sector Allocations

as of 06/30/2008

### Major Index Sector Allocations % of Total

Information Technology	16.80
Energy	15.20
Financials	15.01
Industrials	11.97
Health Care	11.81
Consumer Discretionary	9.11
Consumer Staples	8.21
Materials	4.61
Utilities	4.25
Telecommunications	<u>3.03</u>
	100.0%

## Month-End Values

most recent 12 months ending 6/30/2008

July 2007	129.14664
August 2007	130.95936
September 2007	135.77690
October 2007	138.21596
November 2007	131.81310
December 2007	131.04380
January 2008	123.03622
February 2008	119.24784
March 2008	118.58901
April 2008	124.65874
May 2008	127.18607
June 2008	116.68631

Keep in mind that investing involves risk. The value of your investment will fluctuate over time and you may gain or lose money.

The information contained herein regarding the UC Funds has been provided by the University of California Office of the Treasurer and is solely the responsibility of the University of California Office of the Treasurer.