



MARYLAND
STATE RETIREMENT
and PENSION SYSTEM

STATE RETIREMENT AGENCY
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R. Dean Kenderdine
Executive Director
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December 22, 2014

Honorable Thomas V. Mike Miller, Jr.
President of Senate
State House, H-107
Annapolis, Maryland 21401

Honorable Michael E. Busch
Speaker of House of Delegates
State House, H-101
Annapolis, Maryland 21401

Dear President Miller and Speaker Busch:

As required by State Personnel and Pensions Article §21-315(g), I am submitting an annual report describing the actual amount spent for investment management services during the preceding fiscal year. This report prepared by the State Retirement Agency, is submitted in accordance with the State Government Article §2-1246 of the Annotated Code of Maryland. The report designation is MSAR #1380.

This report includes the following:

- i. A summary of the actual amount spent on management fees broken down by asset class; and
- ii. A summary of the actual amount spent on custody, consultants, currency management, and other services.

Please contact me should you have any concerns or questions regarding this report. I may be reached at (410) 625-5600.

Sincerely,

R. Dean Kenderdine
Executive Director

RDK/pw

Attachment

cc: Warren Deschenaux
Board of Trustees

Management Service	Amount Spent
Public Equity	\$
Domestic Stocks	8,683,041
Equity Hedge Funds	44,373,921
Global Stocks	20,433,434
International Stocks	13,232,736
Total Equity	\$ 86,723,132
Fixed Income	\$ 9,571,308
Credit/Debt Related	63,046,388
Total Fixed Income	\$ 72,617,696
Alternative Investments	
Absolute Return	\$ 33,247,243
Private Equity	59,303,613
Real Estate	26,392,818
Real Return	26,431,293
Total Alternatives	\$ 145,374,967
Currency Management	\$ 7,041,684
Master Custody	843,112
Terra Maria Program Managers	15,637,292
Wilshire Associates	466,192
The Burgiss Group	140,780
Barra	300,000
Investment Consultants	2,040,632
Other Services	\$ 26,469,692
Total Investment Management Services	\$ 331,185,487