

Optional Retirement Program Performance Report  
 State Retirement and Pension System of Maryland  
 (as of September 30, 2007)

Investment Options	Expenses			Average Annual Rates of Return				
Money Market	M & E Ratio	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
AIG-VALIC Money Market Fund	0.55%	0.56%	1.11%	4.26%	3.96%	3.18%	2.39%	1.95%
Fidelity Cash Reserves	NA	0.43%	0.43%	5.10	4.76	3.96	3.18	2.75
TIAA-CREF Money Market Account	.005%	.415%	0.42%	4.99	4.68	3.91	3.12	2.68
<i>Lehman 3-month Treasury Bill Index</i>				<i>5.28</i>	<i>4.90</i>	<i>4.13</i>	<i>3.37</i>	<i>2.95</i>
Stable Value	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
AIG-VALIC Fixed Account Plus Fund	NA	NA	NA	5.00%	4.04%	3.71%	3.66%	3.92%
TIAA-CREF Traditional Guaranteed Annuity	NA	NA	NA	5.15	4.83	4.48	4.66	5.04
<i>Lehman 3-month Treasury Bill Index + 1.25%</i>				<i>6.53</i>	<i>6.15</i>	<i>5.38</i>	<i>4.62</i>	<i>4.20</i>
Core Fixed Income	M & E Expense	Fund Expense	Total Annual Expense					
AIG-VALIC Capital Conservation Fund	0.80%	0.70%	1.50%	2.87%	2.87%	2.45%	2.43%	2.83%
Fidelity U.S Bond Index	NA	0.32%	0.32%	4.25	4.03	3.58	3.65	4.21
TIAA-CREF Bond Market Account	.005%	.465%	0.47%	4.54	3.95	3.55	3.53	3.95
<i>Lehman Aggregate Bond Index</i>				<i>5.13</i>	<i>4.39</i>	<i>3.86</i>	<i>3.82</i>	<i>4.13</i>
Balanced	M & E Expense	Fund Expense	Total Annual Expense					
AIG-VALIC Asset Allocation Fund	0.80%	0.72%	1.52%	12.36%	9.93%	9.18%	9.10%	10.45%
Fidelity Balanced Fund	NA	0.64%	0.64%	16.40	12.80	14.05	13.64	15.82
TIAA-CREF Social Choice Account	.005%	.435%	0.44%	10.35	8.68	9.13	9.27	10.95
<i>60% Russell 1000/40% Lehman Aggregate Index</i>				<i>12.14</i>	<i>9.85</i>	<i>9.78</i>	<i>9.82</i>	<i>11.24</i>
Large-Cap Blend Equity (Passive)	M & E Expense	Fund Expense	Total Annual Expense					
AIG-VALIC Stock Index Fund	0.80%	0.36%	1.16%	15.11%	12.30%	11.86%	12.03%	14.14%
Fidelity Spartan U.S. Equity Index	NA	0.10%	0.10%	16.37	13.52	13.07	13.23	15.35
<i>S&amp;P 500 Index</i>				<i>16.44</i>	<i>13.58</i>	<i>13.14</i>	<i>13.32</i>	<i>15.45</i>
TIAA-CREF Equity Index Account	.005%	.425%	0.43%	16.01	12.85	13.25	13.40	15.67
<i>Russell 3000 Index</i>				<i>16.52</i>	<i>13.33</i>	<i>13.74</i>	<i>13.87</i>	<i>16.18</i>

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Large-Cap Blend Equity (Active)	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
AIG-VALIC Large Cap Core Fund	0.80%	0.85%	1.65%	17.73	12.60	13.66	13.41	14.70
Fidelity Contrafund	NA	0.91%	0.91%	24.38	16.29	18.20	18.02	17.67
<i>S&amp;P 500 Index</i>				<i>16.44</i>	<i>13.58</i>	<i>13.14</i>	<i>13.32</i>	<i>15.45</i>
TIAA-CREF Stock Account	.005%	.475%	0.48%	19.48	15.41	15.81	15.59	17.58
<i>Russell 3000 Index</i>				<i>16.52</i>	<i>13.33</i>	<i>13.74</i>	<i>13.87</i>	<i>16.18</i>
Large-Cap Growth Equity	M & E Expense	Fund Expense	Total Annual Expense					
AIG-VALIC Ultra Fund	0.80%	0.93%	1.73%	20.55	7.60	7.37	7.80	9.83
Fidelity Blue Chip Growth Fund	NA	0.64%	0.64%	17.22	10.51	10.20	9.53	11.85
TIAA-CREF Growth Account	.005%	.495%	0.50%	22.22	12.12	12.01	10.79	13.39
<i>Russell 1000 Growth Index</i>				<i>19.35</i>	<i>12.50</i>	<i>12.20</i>	<i>11.01</i>	<i>13.84</i>
AIG-VALIC Nasdaq-100 Index Fund	0.80%	0.61%	1.41%	25.29%	13.25%	12.91%	11.49%	19.15%
<i>Nasdaq-100 Index</i>				<i>27.00%</i>	<i>14.78%</i>	<i>12.98%</i>	<i>14.46%</i>	<i>20.64%</i>
Large-Cap Value Equity	M & E Expense	Fund Expense	Total Annual Expense					
AIG-VALIC Vanguard Windsor II Fund	1.05%	0.34%	1.39%	14.78%	12.29%	13.69%	15.48%	16.27%
Fidelity Equity Income Fund	NA	0.69%	0.69%	16.03	15.47	14.31	14.88	16.71
TIAA-CREF American Funds Washington Mutual Fund	0.00%	0.65%	0.65%	16.61	14.67	12.56	13.52	14.90
<i>Russell 1000 Value Index</i>				<i>14.45</i>	<i>14.53</i>	<i>15.25</i>	<i>16.54</i>	<i>18.07</i>
Mid-Cap Equity	M & E Expense	Fund Expense	Total Annual Expense					
AIG-VALIC Mid Cap Value Fund	0.55%	1.05%	1.60%	18.81%	15.22%	16.08%	16.74%	19.87%
TIAA-CREF Mid Cap Value Fund	0.00%	0.78%	0.78%	20.70	16.48	19.95	21.15	23.47
<i>Russell Mid Cap Value Index</i>				<i>13.75</i>	<i>13.01</i>	<i>17.22</i>	<i>19.27</i>	<i>21.02</i>
TIAA-CREF Mid Cap Growth Fund	0.00%	0.78%	0.78%	25.54	13.39	16.73	15.91	20.52
<i>Russell Mid Cap Growth Index</i>				<i>21.22</i>	<i>13.91</i>	<i>17.01</i>	<i>16.17</i>	<i>20.39</i>

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Mid-Cap Equity (continued)	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
Fidelity Mid Cap Stock Fund	NA	0.70%	0.70%	20.23	17.42	19.29	16.91	19.13
<i>Russell Mid Cap Index</i>				<i>17.87</i>	<i>13.64</i>	<i>17.34</i>	<i>18.13</i>	<i>20.90</i>
Small –Cap Equity	M & E Expense	Fund Expense	Total Annual Expense					
AIG-VALIC Small Cap Fund	0.80%	0.95%	1.75%	7.46	4.15	9.39	11.33	13.85
Fidelity Small Cap Stock Fund	NA	0.97%	0.97%	18.99	12.84	14.86	16.12	19.09
TIAA-CREF Small Cap Equity Fund	0.00%	0.78%	0.78%	7.06	8.42	10.98	14.19	17.57
<i>Russell 2000 Index</i>				<i>12.34</i>	<i>11.13</i>	<i>13.36</i>	<i>14.69</i>	<i>18.75</i>
International/Global Equity	M & E Expense	Fund Expense	Total Annual Expense					
AIG-VALIC International Growth Fund	0.80%	1.01%	1.81%	27.95	23.62	23.01	20.91	19.33
Fidelity Diversified International Fund	NA	1.10%	1.10%	27.92	22.53	24.00	23.23	24.77
TIAA-CREF American Funds EuroPacific Growth Fund	0.00%	0.83%	0.83%	27.55	23.70	25.27	23.97	24.28
<i>MSCI EAFE Index</i>				<i>24.86</i>	<i>21.98</i>	<i>23.24</i>	<i>22.95</i>	<i>23.55</i>
TIAA-CREF Global Equities Account	.005%	.515%	0.52%	21.57	17.18	17.62	17.31	18.80
<i>MSCI All-Country World Index Free</i>				<i>24.01</i>	<i>19.21</i>	<i>19.59</i>	<i>19.06</i>	<i>20.45</i>
Socially Responsible	M & E Expense	Fund Expense	Total Annual Expense					
AIG-VALIC Socially Responsible Fund	0.55%	0.56%	1.11%	13.90	12.91	11.91	11.65	14.11
Fidelity Domini Social Equity Fund	NA	0.95%	0.95%	11.63	10.05	9.59	9.97	12.78
<i>S&amp;P 500 Index</i>				<i>16.44</i>	<i>13.58</i>	<i>13.14</i>	<i>13.32</i>	<i>15.45</i>
TIAA-CREF Social Choice Account	.005%	.435%	0.44%	10.35	8.68	9.13	9.27	10.95
<i>60% Russell 3000 Index/40% Lehman Aggregate Bond Index</i>				<i>11.92</i>	<i>9.74</i>	<i>9.77</i>	<i>9.86</i>	<i>11.37</i>

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Lifecycle Funds	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
AIG-VALIC Vanguard Lifestrategy Conservative Growth Fund	1.05%	0.26%	1.31%	10.15	8.40	7.97	7.87	9.14
AIG-VALIC Vanguard Lifestrategy Moderate Growth Fund	1.05%	0.27%	1.32%	13.12	10.62	10.51	10.49	12.11
AIG-VALIC Vanguard Lifestrategy Growth Fund	1.05%	0.26%	1.31%	16.06	12.93	13.06	13.06	14.96
Fidelity Freedom Income Fund	NA	0.56%	0.56%	7.40	6.25	5.80	5.33	5.63
Fidelity Freedom 2000 Fund	NA	0.58%	0.58%	8.52	6.85	6.43	5.97	6.50
Fidelity Freedom 2005 Fund	NA	0.68%	0.68%	12.68	9.72	9.46	N/A	N/A
Fidelity Freedom 2010 Fund	NA	0.69%	0.69%	12.98	9.95	9.76	9.24	10.43
Fidelity Freedom 2015 Fund	NA	0.71%	0.71%	14.10	10.98	11.14	N/A	N/A
Fidelity Freedom 2020 Fund	NA	0.75%	0.75%	16.22	12.40	12.64	12.08	13.92
Fidelity Freedom 2025 Fund	NA	0.75%	0.75%	16.64	12.74	13.16	N/A	N/A
Fidelity Freedom 2030 Fund	NA	0.77%	0.77%	18.47	13.94	14.30	13.62	15.68
Fidelity Freedom 2035 Fund	NA	0.78%	0.78%	18.63	14.11	14.56	N/A	N/A
Fidelity Freedom 2040 Fund	NA	0.79%	0.79%	19.02	14.43	14.99	14.38	16.73

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Lifecycle Funds (Continued)	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
TIAA-CREF Lifecycle 2010 Fund	0.00%	0.66%	0.66%	12.21	9.22	N/A	N/A	N/A
TIAA-CREF Lifecycle 2015 Fund	0.00%	0.68%	0.68%	13.60	10.15	N/A	N/A	N/A
TIAA-CREF Lifecycle 2020 Fund	0.00%	0.68%	0.68%	14.23	10.71	N/A	N/A	N/A
TIAA-CREF Lifecycle 2025 Fund	0.00%	0.68%	0.68%	15.18	11.32	N/A	N/A	N/A
TIAA-CREF Lifecycle 2030 Fund	0.00%	0.68%	0.68%	16.07	12.06	N/A	N/A	N/A
TIAA-CREF Lifecycle 2035 Fund	0.00%	0.68%	0.68%	16.91	12.69	N/A	N/A	N/A
TIAA-CREF Lifecycle 2040 Fund	0.00%	0.68%	0.68%	17.93	13.40	N/A	N/A	N/A

\* Fidelity will deduct a quarterly administrative fee of \$3 (\$12 annually). This amount will be deducted from participant's accounts and will appear as a deduction on the quarterly account statements. The administrative fee is utilized by the Board of Trustees to fund the administrative obligations of the Optional Retirement Plan.

**Other Notes:**

- All returns are reported net of all expenses.
- Returns greater than one year are annualized.
- Indexes are listed in *red italics*. They are intended to reflect the performance of the overall market in each investment category, and should be used for comparison purposes only.
- The Mortality & Expense is applicable to variable annuities only. It pays for the guaranteed death benefits and annuity payments upon annuitization of the contract for the life of the annuitant. Please contact a vendor representative for a more complete explanation.