

Quarterly Financial Report

September 30, 2015

Assets Under Management

as at September 30, 2015
as at June 30, 2015

\$32,547 million
\$32,862 million

Valuation and Asset Mix

Policy Asset Mix	Sept. 30/15		Jun. 30/15	
	(\$ m)	(%)	(\$ m)	(%)
Fixed Income	9,843	30.2	10,516	32.2
Inflation Sensitive & Alternatives	7,383	22.7	7,235	22.0
Canadian Equity	3,731	11.5	3,780	11.5
Global Developed Equity*	7,944	24.4	7,434	22.6
Emerging Markets Equity	1,092	3.4	1,180	3.6
Global Small Cap Equity	1,048	3.2	1,115	3.4
Private Equity	1,318	4.0	1,295	3.9
Overlays	187	0.6	306	0.9
100%	32,547	100.0	32,862	100.0

*Includes PAUS

Performance Summary

	Q3 2015	Year to Date	1 Year	4 Years*
LAPP	-1.8%	3.3%	5.2%	10.7%
Policy Benchmark	-1.9%	2.9%	6.2%	10.5%
Excess Returns	0.1	0.4	(1.0)	0.2

NOTE: Unaudited Performance net of fees.

Comparative Investment Performance by Calendar Years

Asset Category	Asset/Sub-asset Category	2015		Calendar Years		
	Benchmark	QTD	YTD	2014	2013	2012
Total	Fund	(1.8)	3.3	11.4	11.3	11.1
	Policy	(1.9)	2.9	12.9	11.0	9.5
	CPI (one month lag)	0.3	1.5	2.0	0.9	0.8
Fixed Income	Asset Category Total	(0.0)	2.5	14.6	(2.8)	5.4
	Asset Category Benchmark	0.0	2.5	14.5	(5.0)	3.9
	Short Term and Cash	0.2	0.7	1.2	1.2	1.2
	FTSE TMX Canada 91 day T Bill Index	0.1	0.5	0.9	1.0	1.0
	Universe Bonds	0.4	3.1	9.8	0.6	7.5
	FTSE TMX Canada Universe Bond Index	0.1	2.5	8.8	(1.2)	3.6
	Long Bonds	(0.7)	2.0	18.8	(5.0)	5.3
	FTSE TMX Canada L.T. Govt. Bond Index	(0.0)	2.5	17.9	(7.0)	4.0
	Private Debt & Loan	1.6	4.5	7.0	-	-
	FTSE TMX Canada Universe Bond Index	0.1	2.5	8.8	-	-
	Private Mortgages	1.5	4.2	9.9	0.4	4.7
	FTSE TMX Canada Universe Bond Index	0.1	2.5	8.8	(1.2)	3.6
Inflation Sensitive & Alternatives	Asset Category Total	0.8	4.5	8.3	6.6	10.5
	Asset Category Benchmark	1.5	4.2	11.4	6.9	10.9
	Real Return Bonds	(1.3)	2.2	13.5	(12.5)	3.1
	FTSE TMX Canada Real Return Bond Index	(1.3)	2.0	13.2	(13.1)	2.9
	Real Estate	1.7	4.5	8.5	12.3	15.4
	IPD Cdn Bnchmk: Portfolios Valued > C\$1.5bn ¹	1.7	4.4	7.1	10.9	13.8
	Private Income	0.7	6.6	7.3	4.2	7.7
	Private Income Index ²	3.2	4.2	20.7	17.7	10.9
	Timberlands	0.9	5.7	(2.9)	28.3	(0.4)
	Timberlands Index ³	3.4	8.3	13.7	8.0	11.0
Short Horizon	Asset Category Total	(4.0)	4.6	12.7	27.3	15.3
	Asset Category Benchmark	(4.8)	2.5	12.2	24.8	11.6
	Canadian Equity	(7.1)	(6.4)	12.4	15.2	12.1
	S&P/TSX Capped Composite Index	(7.9)	(7.0)	10.6	13.0	8.2
	Global Developed Equity	(1.2)	10.7	13.4	36.4	17.6
	MSCI World Index	(1.7)	8.8	14.4	35.3	13.2
	Emerging Markets	(10.8)	1.2	10.4	5.4	17.0
	MSCI Emerging Markets Index	(11.8)	(2.2)	6.6	4.0	15.7
	Small Cap Equity	(6.1)	5.7	9.8	41.9	1.5
	Small Cap Equity Index ⁴	(7.2)	1.9	6.6	29.3	1.8
Long Horizon	Private Equity	(6.3)	(6.2)	7.3	2.0	12.8
	Private Equity Index ⁵	(7.1)	(1.8)	13.7	33.4	18.9
Overlays	Overlays	3.8	(15.1)	(28.3)	(0.0)	93.7

Comparative Investment Performance by Annualized Years

Asset Category	Asset/Sub-asset Category	2015 YTD	Annualized Years			
	Benchmark		1	2	3	4
Total	Fund	3.3	5.2	10.2	9.6	10.7
	Policy	2.9	6.2	10.5	9.7	10.5
	CPI (one month lag)	1.5	1.3	1.7	1.5	1.4
Fixed Income	Asset Category Total	2.5	6.8	8.5	4.7	5.7
	Asset Category Benchmark	2.5	7.2	8.2	3.7	4.8
	Short Term and Cash	0.7	1.0	1.1	1.1	1.2
	FTSE TMX Canada 91 day T Bill Index	0.5	0.8	0.8	0.9	0.9
	Universe Bonds	3.1	5.9	6.8	4.8	5.5
	FTSE TMX Canada Universe Bond Index	2.5	5.3	5.8	3.4	3.9
	Long Bonds	2.0	7.6	10.2	4.9	6.2
	FTSE TMX Canada L.T. Govt. Bond Index	2.5	8.3	9.6	3.9	5.3
	Private Debt & Loan	4.5	6.6	-	-	-
	FTSE TMX Canada Universe Bond Index	2.5	5.3	-	-	-
Private Mortgages	4.2	7.1	7.2	5.0	5.2	
FTSE TMX Canada Universe Bond Index	2.5	5.3	5.8	3.4	3.9	
Inflation Sensitive & Alternatives	Asset Category Total	4.5	8.5	9.2	7.8	10.0
	Asset Category Benchmark	4.2	7.4	9.5	8.7	10.2
	Real Return Bonds	2.2	3.5	6.7	0.5	3.0
	FTSE TMX Canada Real Return Bond Index	2.0	3.4	6.5	0.1	2.7
	Real Estate	4.5	9.8	10.0	10.2	13.8
	IPD Cdn Bnchmk: Portfolios Valued > C#1.5bn ¹	4.4	7.4	8.2	9.5	10.9
	Private Income	6.6	10.9	8.9	7.6	7.3
	Private Income Index ²	4.2	8.4	14.9	14.7	14.8
Timberlands	5.7	6.1	11.0	10.3	8.1	
Timberlands Index ³	8.3	11.4	13.0	10.6	12.5	
Short Horizon	Asset Category Total	4.6	5.4	14.1	15.9	16.1
	Asset Category Benchmark	2.5	4.7	12.3	14.0	13.8
	Canadian Equity	(6.4)	(7.7)	6.5	7.6	8.9
	S&P/TSX Capped Composite Index	(7.0)	(8.4)	5.0	5.7	6.9
	Global Developed Equity	10.7	12.4	18.8	21.1	20.9
	MSCI World Index	8.8	13.9	17.9	20.4	19.0
	Emerging Markets	1.2	2.5	7.9	7.9	9.2
MSCI Emerging Markets Index	(2.2)	(3.2)	4.8	5.0	6.4	
Small Cap Equity	5.7	7.1	14.6	19.9	-	
Small Cap Equity Index ⁴	1.9	3.1	9.1	12.9	-	
Long Horizon	Private Equity	(6.2)	(11.0)	(1.3)	1.6	1.8
	Private Equity Index ⁵	(1.8)	2.4	10.6	15.5	17.8
Overlays	Overlays	(15.1)	(35.1)	(18.1)	(8.9)	12.6

1. *IPD Large Institutional Index: one quarter lag.*
2. *Private Income Index: S&P Global Infrastructure (Hedged C\$)+1%*
3. *Timberlands Index: 50% DEX Real Return Bond/50% MSCI World (Hedged C\$)+1.5%*
4. *Small Cap Equity Index: 1/3 S&P/TSX Small + 2/3 MSCI Small Cap.*
5. *Private Equity Index: MSCI World (Hedged C\$)+3%.*