

SMALL / MID CAP EQUITY FUND

as of 12/31/2011

RISK PROFILE

Low Moderate **High**

Benchmark: Russell Small Cap Completeness Index **Expense ratio: 0.17%**

For illustrative purposes only, for further information regarding risk, read our Risk Disclosure at <http://www.in.gov/inprs/files/RiskDisclosure.pdf>

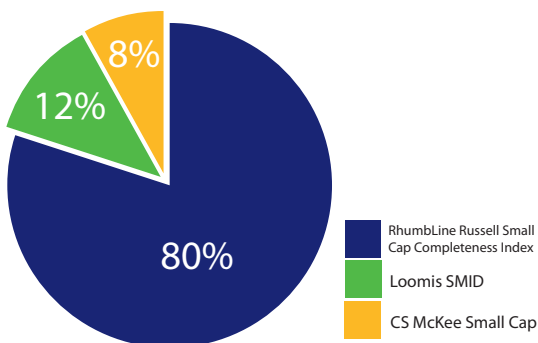
INVESTMENT OBJECTIVE:

The Investment Objective of the Small/Mid Cap Equity Fund is to seek investment growth/capital appreciation through both active and passive investment in stocks of small- and mid-sized U.S. companies.

INVESTMENT MANAGERS:

The Small/Mid Cap Equity Fund is comprised of the following three underlying managers: RhumbLine, Loomis, and CS McKee. RhumbLine utilizes passive management to attempt to match the characteristics and performance of the Russell Small Cap Completeness Index. Both Loomis and CS McKee utilize active management with the objective of adding value relative to the benchmark through bottom-up, fundamental security selection. Loomis tends to favor a more diversified portfolio that invests primarily in small- and mid- capitalization companies. CS McKee's approach is more of a concentrated, buy-and-hold strategy with a focus on small capitalization companies. Together, the three managers provide for a diversified stock portfolio of small- and mid-sized U.S. companies.

COMPOSITION:



LINKS TO UNDERLYING MANAGERS:

RhumbLine:

<http://www.rhumblineadvisers.com/products/smallcap.htm>

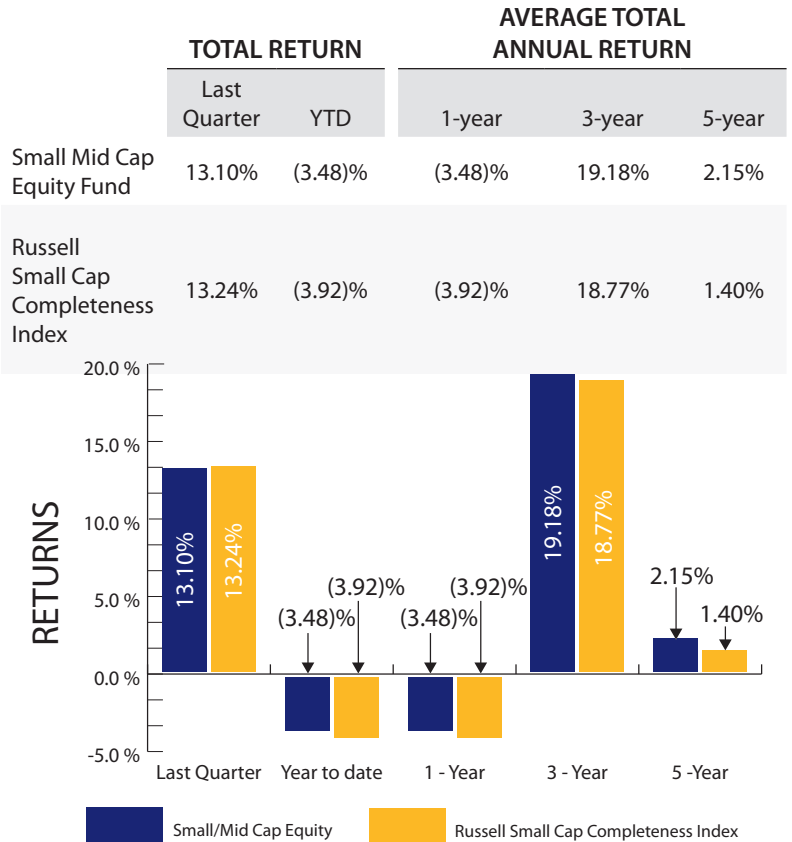
Loomis:

[http://www.loomisayles.com/Internet/FundProfiles.nsf/\(\\$ByFundID\)/17592?OpenDocument](http://www.loomisayles.com/Internet/FundProfiles.nsf/($ByFundID)/17592?OpenDocument)

CS McKee:

<http://www.csmckee.com/portfolios.htm>

INVESTMENT PERFORMANCE:



Disclosures:

Past performance is not a guarantee or a reliable indicator of future results. An investment in the Fund could lose money over short or even long periods. You should expect the Fund's share price and total return to fluctuate within a wide range, like the fluctuations of the overall stock market. The Fund's performance could be hurt by stock market risk, which is the chance that stock prices overall will decline. Stock markets are volatile and can decline significantly in response to adverse issuer, political, regulatory, market, or economic developments. Further, the Fund's performance could be hurt by investment style risk, which is the chance that returns from small- and middle-capitalization stocks will trail returns from the overall stock market. Historically, these stocks have been more volatile in price than the large-cap stocks that dominate the overall market, and they often perform quite differently.

Investment returns include both actual performance results and investment manager composite data for historical comparison purposes. Prior to 7/30/2010, all data presented is calculated from manager composite performance. After 7/30/2010, all performance presented consists of actual investment returns experienced by members.

Small/Mid Cap Equity Fund Composite Performance- 80% RhumbLine Russell Small Cap Completeness Index, 12% Loomis SMID, 8% CS McKee Small Cap.

- RhumbLine Russell Small Cap Completeness Index performance began in the third quarter of 2007 (gross of fees); therefore, for comparative purposes, Russell Small Cap Completeness Index is used for performance prior to the third quarter of 2007.
- Loomis SMID Commingled Fund (net of fees) performance began in the third quarter of 2010; therefore, for comparative purposes, Loomis Small/Mid Cap Separate Account is used for performance prior to the third quarter of 2010 (gross of fees).
- CS McKee Separate Account performance is gross of fees.

