

South Carolina Retirement System Investment Commission

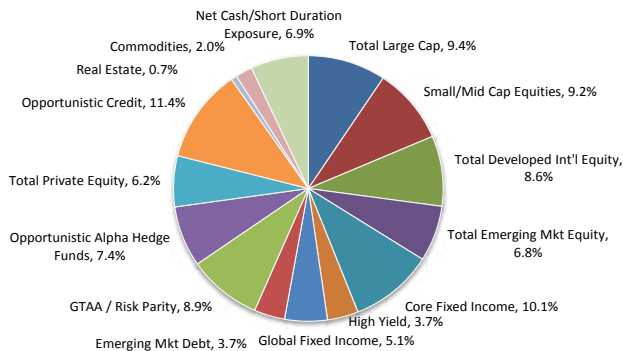
March 31, 2011 Quarterly Report
Pursuant to S.C. Code, Ann. §9-16-90 (A)

TOTAL FUND SUMMARY AS OF 03/31/11

Market Value: \$26,146.9 million

	Quarter	1 Year	3 Years	5 Years
RSIC Return	3.85%	13.58%	2.50%	3.39%
<i>Policy Benchmark</i>	<i>2.98%</i>	<i>11.64%</i>	<i>1.07%</i>	<i>2.62%</i>
<i>Strategy Benchmark</i>	<i>3.05%</i>	<i>11.13%</i>	<i>1.66%</i>	<i>2.92%</i>

TOTAL FUND ASSET ALLOCATION AS OF 03/31/11

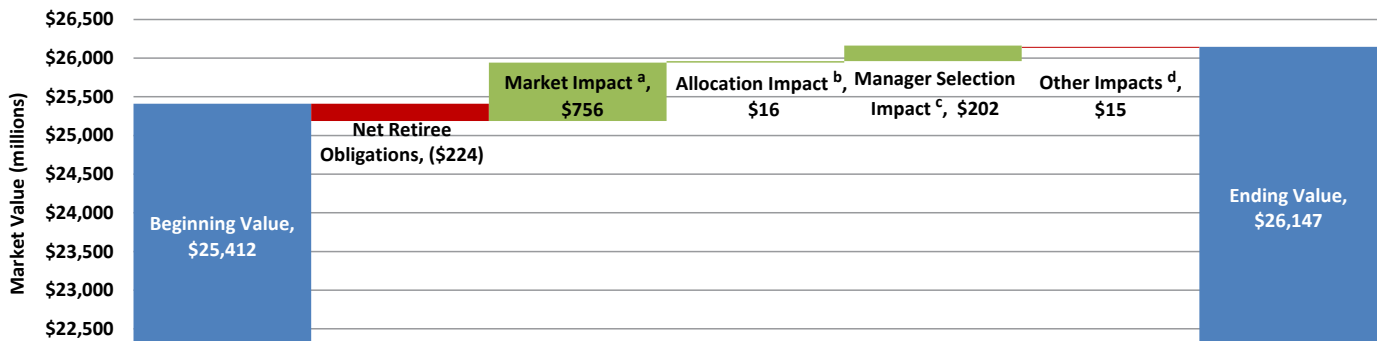


ASSET ALLOCATION AND BENCHMARK RETURNS

	3/31/11 Weight	Change From 12/31/10	Q1 Benchmark Returns	Benchmark Name
Large Cap Equity	9.37%	-0.02%	5.92%	S&P 500
Small/Mid Cap Equity	9.22%	0.14%	8.70%	Russell 2500
International Equity	8.56%	-0.05%	3.36%	Morgan Stanley Capital Int'l Europe, Australia, Far East
Emerging Markets Equity	6.79%	1.56%	2.05%	Morgan Stanley Capital Int'l Emerging Markets Equity
Core Fixed Income	10.07%	-1.83%	0.42%	Barclays Capital Aggregate Bond
High Yield	3.72%	0.41%	3.88%	Barclays Capital U.S. Corporate High Yield
Global Fixed Income	5.11%	0.28%	1.24%	Barclays Capital Global Aggregate Bond
EM Debt	3.68%	0.25%	0.87%	JPM Emerging Market Bond Global Diversified
GTAA/Risk Parity	8.88%	0.09%	2.73%	50% Citi World Government Bond; 50% MSCI World
Opportunistic Alpha	7.39%	0.11%	0.40%	HFRX Global Hedge Fund Index
Private Equity	6.19%	0.96%	5.63%	Venture Economics
Opportunistic Credit	11.38%	0.32%	2.29%	Blended Benchmark ¹
Real Estate	0.70%	0.10%	3.36%	National Council of Real Estate Investment Fiduciaries
Liquid Real Assets	2.03%	-0.66%	4.41%	Dow Jones UBS Commodity Index
Short Duration	3.93%	-0.60%	0.05%	Merrill Lynch 0-3 Year Treasury Index
Cash	2.99%	-1.06%	0.05%	3 Month Treasury Bill

¹) 33% Barclays Capital High Yield; 33% S&P/LSTA Leveraged Loan; 33% Barclays Capital MBS Index

DOLLAR IMPACTS TO PLAN VALUE 01/31/11 - 03/31/11



^a Market Impact shows the estimated change in plan value from a portfolio invested to mirror the Policy Benchmark.

^b Allocation Impact represents the value from asset allocation decisions to deviate from the Policy Benchmark weights.

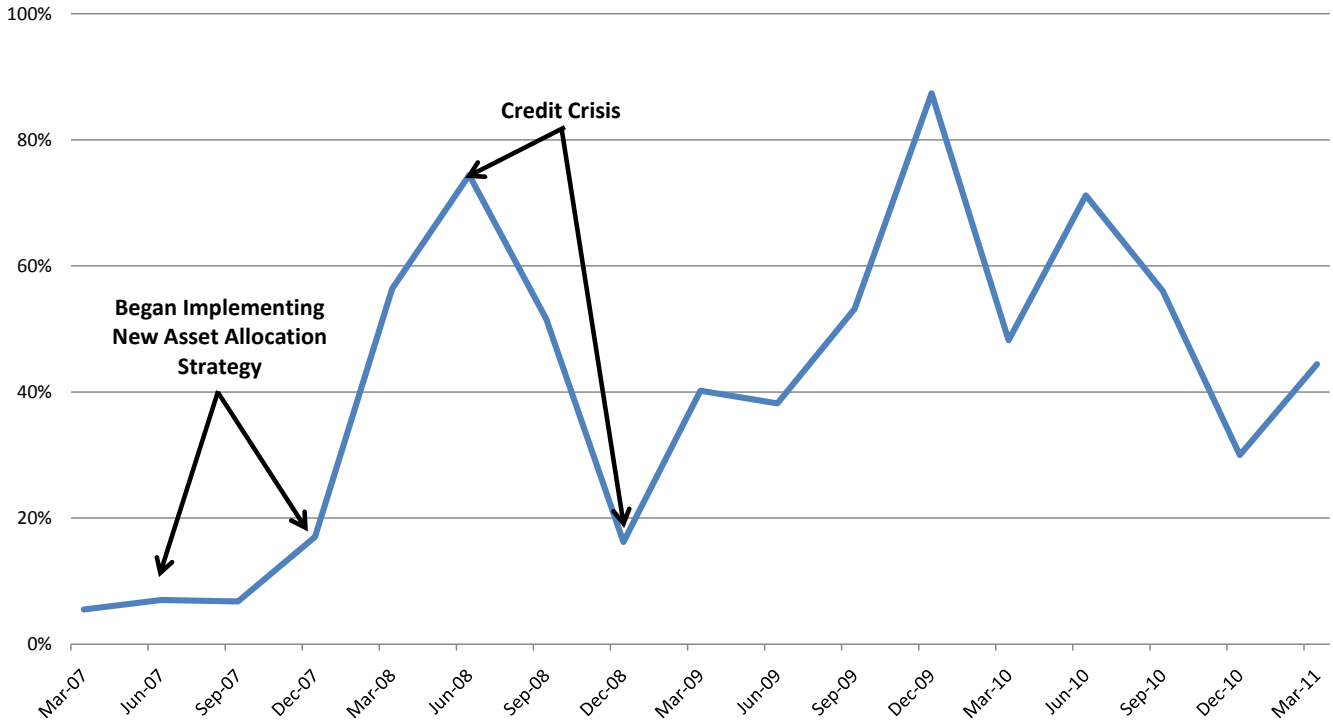
^c Manager Selection Impact indicates whether, in aggregate, managers performed better or worse than the Strategy Benchmarks for their asset classes.

^d Other Impacts include the impact from the timing of trades, partial-month returns, fees and expenses, as well as other minor portfolio impacts.

EXECUTIVE SUMMARY:

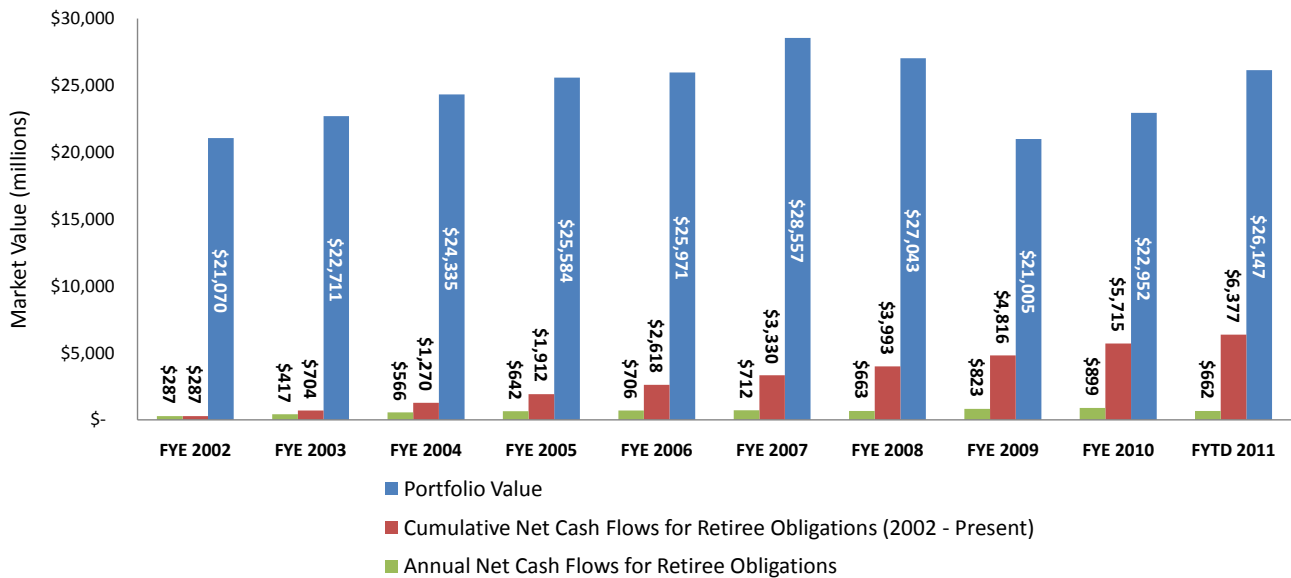
- All major asset classes generated positive returns during the quarter.
- With the exception of Real Estate, all asset classes generated positive performance relative to their benchmarks.
- Both manager selection and tactical allocation decisions contributed positive returns to the portfolio.

RSIC TOTAL RETURN RANKING AS OF 03/31/11



*The percentile rankings represent the RSIC's mean ranking taken from five separate peer group universes in which 100 is best and 1 is worst.

PORTFOLIO VALUE AND NET RETIREE OBLIGATION CASH FLOWS



KEY DEVELOPMENTS DURING THE QUARTER:

- Hired David Phillips as a Senior Investment Officer, Adam Jordan as the Director of Policy, Planning, and Budget, and Robert Feinstein as Chief Operations Officer
- Contract amendments negotiated with Bridgewater Associates, LP, that included waiver of S.C. Code §9-16-360(B); employees and subsidiaries are subject to their Code of Conduct, which is substantively consistent with §9-16-360(B).