

Optional Retirement Program Performance Report
 State Retirement and Pension System of Maryland
 (as of September 30, 2006)

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%	3.67	2.64	1.78	1.39	1.29
Fidelity Cash Reserves	NA	0.43%	0.43%	4.41	3.40	2.54	2.17	2.11
TIAA-CREF Money Market Account	.005%	.415%	0.42%	4.39	3.37	2.51	2.11	2.04
<i>Lehman 3-month Treasury Bill Index</i>				<i>4.52</i>	<i>3.56</i>	<i>2.74</i>	<i>2.37</i>	<i>2.30</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	4.00	3.81	3.71	4.03	4.45
TIAA-CREF Traditional Guaranteed Annuity	NA	NA	NA	4.75	4.32	4.62	4.99	6.05
<i>Lehman 3-month Treasury Bill Index + 1.25%</i>				<i>5.77</i>	<i>4.81</i>	<i>3.99</i>	<i>3.62</i>	<i>3.55</i>
Core Fixed Income	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
AIG-VALIC Capital Conservation Fund	0.80%	0.68%	1.48%	2.87	2.24	2.29	2.81	3.47
Fidelity U.S Bond Index	NA	0.32%	0.32%	3.82	3.25	3.46	4.20	4.91
TIAA-CREF Bond Market Account	.005%	.465%	0.47%	3.40	3.07	3.20	3.81	4.64
<i>Lehman Aggregate Bond Index</i>				<i>3.67</i>	<i>3.23</i>	<i>3.38</i>	<i>3.88</i>	<i>4.81</i>
Balanced	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
AIG-VALIC Asset Allocation Fund	0.80%	0.68%	1.48%	7.55	7.63	8.04	9.98	5.73
Fidelity Balanced Fund	NA	0.64%	0.64%	9.30	12.89	12.73	15.67	10.33
TIAA-CREF Social Choice Account	.005%	.435%	0.44%	7.04	8.52	8.91	11.10	6.74
<i>60% Russell 1000/40% Lehman Aggregate Index</i>				<i>7.61</i>	<i>8.62</i>	<i>9.05</i>	<i>11.02</i>	<i>6.88</i>
Large-Cap Blend Equity (Passive)	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
AIG-VALIC Stock Index Fund	0.80%	0.38%	1.18%	9.54	10.26	11.02	13.89	5.74
Fidelity Spartan U.S. Equity Index	NA	0.10%	0.10%	10.74	11.46	12.20	15.09	6.86
<i>S&P 500 Index</i>				<i>10.79</i>	<i>11.52</i>	<i>12.30</i>	<i>15.21</i>	<i>6.97</i>
TIAA-CREF Equity Index Account	.005%	.425%	0.43%	9.77	11.90	12.53	15.59	7.63
<i>Russell 3000 Index</i>				<i>10.22</i>	<i>12.37</i>	<i>13.00</i>	<i>16.10</i>	<i>8.08</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%	7.69	11.68	12.01	13.95	8.50
Fidelity Contrafund	NA	0.91%	0.91%	8.74	15.23	15.98	16.05	11.57
<i>S&P 500 Index</i>				<i>10.79</i>	<i>11.52</i>	<i>12.30</i>	<i>15.21</i>	<i>6.97</i>
TIAA-CREF Stock Account	.005%	.475%	0.48%	11.48	14.02	14.31	17.12	8.90
<i>Russell 3000 Index</i>				<i>10.22</i>	<i>12.37</i>	<i>13.00</i>	<i>16.10</i>	<i>8.08</i>
Large-Cap Growth Equity	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
AIG-VALIC Ultra Fund	0.84%	1.00%	1.84%	(3.96)	1.33	3.86	7.30	1.97
Fidelity Blue Chip Growth Fund	NA	0.64%	0.64%	4.18	6.86	7.08	10.55	3.42
TIAA-CREF Growth Account	.005%	.495%	0.50%	2.85	7.23	7.22	11.30	2.97
<i>Russell 1000 Growth Index</i>				<i>6.04</i>	<i>8.78</i>	<i>8.35</i>	<i>12.50</i>	<i>4.42</i>
AIG-VALIC Nasdaq-100 Index Fund	0.80%	0.81%	1.61%	2.37	7.18	7.24	17.66	6.07
<i>Nasdaq-100 Index</i>				<i>3.75</i>	<i>8.67</i>	<i>8.66</i>	<i>19.11</i>	<i>7.49</i>
Large-Cap Value Equity	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
AIG-VALIC Vanguard Windsor II Fund	1.05%	0.43%	1.48%	9.87	13.15	15.72	16.65	8.74
Fidelity Equity Income Fund	NA	0.69%	0.69%	14.90	13.46	14.49	16.88	9.09
TIAA-CREF American Funds Washington Mutual Fund	0.00%	0.65%	0.65%	12.77	10.58	12.51	14.48	7.67
<i>Russell 1000 Value Index</i>				<i>14.62</i>	<i>15.65</i>	<i>17.25</i>	<i>18.99</i>	<i>10.73</i>
Mid-Cap Equity	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
AIG-VALIC Mid Cap Value Fund	0.55%	1.05%	1.60%	11.73	14.73	16.05	20.13	12.77
TIAA-CREF Mid Cap Value Fund	0.00%	0.78%	0.78%	12.42	19.58	21.28	24.17	N/A
<i>Russell Mid Cap Value Index</i>				<i>12.27</i>	<i>19.00</i>	<i>21.17</i>	<i>22.91</i>	<i>16.63</i>
Fidelity Mid Cap Stock Fund	NA	0.70%	0.70%	14.68	18.82	15.83	18.86	10.24
<i>Russell Mid Cap Index</i>				<i>9.57</i>	<i>17.08</i>	<i>18.22</i>	<i>21.67</i>	<i>14.81</i>

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Small-Cap Equity	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
AIG-VALIC Small Cap Fund	0.80%	0.95%	1.75%	.94	10.36	12.65	15.51	9.62
Fidelity Small Cap Stock Fund	NA	0.97%	0.97%	7.02	12.85	15.18	19.12	14.10
TIAA-CREF Small Cap Equity Fund	0.00%	0.78%	0.78%	9.90	13.21	15.49	20.62	N/A
<i>Russell 2000 Index</i>				<i>9.92</i>	<i>13.87</i>	<i>15.48</i>	<i>20.41</i>	<i>13.78</i>
International/Global Equity	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
AIG-VALIC International Growth Fund	0.80%	1.01%	1.81%	19.44	20.62	18.66	17.27	8.88
Fidelity Diversified International Fund	NA	1.10%	1.10%	17.37	22.08	21.71	24.00	17.17
TIAA-CREF American Funds EuroPacific Growth Fund	0.00%	0.83%	0.83%	20.05	24.23	22.88	23.56	15.36
<i>MSCI EAFE Index</i>				<i>19.16</i>	<i>22.43</i>	<i>22.32</i>	<i>23.23</i>	<i>14.26</i>
TIAA-CREF Global Equities Account	.005%	.515%	0.52%	12.94	15.70	15.91	18.13	9.26
<i>MSCI All-Country World Index Free</i>				<i>14.59</i>	<i>17.44</i>	<i>17.46</i>	<i>19.58</i>	<i>10.86</i>
Socially Responsible	M & E Expense	Fund Expense	Total Annual Expense	1 Year	2 Year	3 Year	4 Year	5 Year
AIG-VALIC Socially Responsible Fund	0.55%	0.56%	1.11%	11.93	10.93	10.91	14.16	5.93
Fidelity Domini Social Equity Fund	NA	0.95%	0.95%	8.49	8.59	9.42	13.07	5.56
<i>S&P 500 Index</i>				<i>10.79</i>	<i>11.52</i>	<i>12.30</i>	<i>15.21</i>	<i>6.97</i>
TIAA-CREF Social Choice Account	.005%	.435%	0.44%	7.04	8.52	8.91	11.10	6.74
<i>60% Russell 3000 Index/40% Lehman Aggregate Bond Index</i>				<i>7.60</i>	<i>8.71</i>	<i>9.18</i>	<i>11.23</i>	<i>7.15</i>
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%	0.25%	1.30%	6.66	6.90	7.12	8.89	5.62
AIG-VALIC Vanguard Lifestrategy Moderate Growth Fund	1.05%	0.26%	1.31%	8.18	9.23	9.63	11.85	6.92
AIG-VALIC Vanguard Lifestrategy Growth Fund	1.05%	0.26%	1.31%	9.88	11.59	12.07	14.68	7.95

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Fidelity Freedom Income Fund	NA	0.56%	0.56%	5.12	5.02	4.65	5.19	4.22
Fidelity Freedom 2000 Fund	NA	0.58%	0.58%	5.21	5.41	5.14	6.00	4.65
Fidelity Freedom 2005 Fund	NA	0.68%	0.68%	6.84	7.88	N/A	N/A	N/A
Fidelity Freedom 2010 Fund	NA	0.69%	0.69%	7.01	8.19	8.02	9.81	6.67
Fidelity Freedom 2015 Fund	NA	0.71%	0.71%	7.94	9.69	NA	NA	NA
Fidelity Freedom 2020 Fund	NA	0.75%	0.75%	8.71	10.90	10.73	13.35	8.05
Fidelity Freedom 2025 Fund	NA	0.75%	0.75%	8.97	11.46	N/A	N/A	N/A
Fidelity Freedom 2030 Fund	NA	0.77%	0.77%	9.59	12.27	12.04	14.99	8.52
Fidelity Freedom 2035 Fund	NA	0.78%	0.78%	9.76	12.58	N/A	N/A	N/A
Fidelity Freedom 2040 Fund	NA	0.79%	0.79%	10.02	13.03	12.88	16.16	8.86

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TIAA-CREF Lifecycle 2010 Fund	0.00%	0.66%	0.66%	6.32	N/A	N/A	N/A	N/A
TIAA-CREF Lifecycle 2015 Fund	0.00%	0.67%	0.68%	6.80	N/A	N/A	N/A	N/A
TIAA-CREF Lifecycle 2020 Fund	0.00%	0.68%	0.68%	7.30	N/A	N/A	N/A	N/A
TIAA-CREF Lifecycle 2025 Fund	0.00%	0.68%	0.68%	7.59	N/A	N/A	N/A	N/A
TIAA-CREF Lifecycle 2030 Fund	0.00%	0.68%	0.68%	8.20	N/A	N/A	NA	N/A
TIAA-CREF Lifecycle 2035 Fund	0.00%	0.68%	0.68%	8.62	N/A	N/A	NA	N/A
TIAA-CREF Lifecycle 2040 Fund	0.00%	0.68%	0.68%	9.04	N/A	N/A	N/A	N/A

* Fidelity will charge 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. Fidelity may also charge an annual recordkeeping fee, depending on the amount of total assets administered by Fidelity in the ORP at the end of each year. This fee will be deducted from Fidelity ORP participants' accounts on a quarterly basis beginning in 2006. The table below shows the annual amount of the fee at various asset levels for the ORP.

Asset Level at End of Calendar Year	Annual Per Participant Fee (Fidelity participants only)
\$6.7 million - \$13.3 million	\$59
\$13.3 million - \$20 million	\$25
> \$20 million	\$0

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.