

As of September 30, 2011

## Objective

This fund will seek to provide long-term capital appreciation and dividend income primarily by investing in the common stock of companies located outside the United States.

## Strategy

The fund will invest in a wide array of international stocks similar to those found in the MSCI All Countries World Index (ACWI) ex-U.S. Index. The fund will be managed by Harding Loevner (targeted at 35 percent of the portfolio), Dodge & Cox (targeted at 35 percent of the portfolio), and BlackRock (targeted at 30 percent of the portfolio). At any given point in time, actual allocations among the managers may vary somewhat due to market movements and portfolio cash flows.

## Consider Investing If...

- You want to invest for capital appreciation over the long-term and are comfortable with the ups and downs of the stock market, which can result in potentially wide swings in investment value.
- You want exposure to non-U.S. companies and are willing to assume the higher risks associated with non-U.S. stocks, including currency fluctuations.

## Underlying Fund Information

### Harding Loevner International Equity Strategy Portfolio

**Manager:** Harding Loevner LP

*Type:* Separate Account

*Style:* Active Growth

*Management Team:* Peter Baughan, Simon Hallett, Ferrill Roll, and Alexander Walsh

*Manager Location:* Somerville, NJ

*Total Strategy Assets Managed (in millions):* \$1,742

*Investment Strategy Inception Date:* 1989

### Dodge & Cox International Stock Fund

**Manager:** Dodge & Cox

*Type:* Mutual Fund

*Style:* Active Value

*Management Team:* C Cameron, Mario DiPrisco, Yasha Gofman, John Gunn, Gregory Serrurier, and Diana Strandberg

*Manager Location:* San Francisco, CA

*Total Strategy Assets Managed (in millions):* \$40,119

*Investment Strategy Inception:* 2005

### BlackRock MSCI ACWI ex-U.S. IMI Index Fund

**Manager:** BlackRock Institutional Trust Company N.A.

*Type:* Commingled Fund

*Style:* Passive

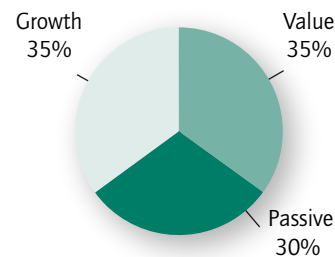
*Management Team:* BlackRock Global Equity Index Portfolio Management Team

*Manager Location:* New York, NY

*Total Strategy Assets Managed (in millions):* \$5,379

*Investment Strategy Inception:* 2008

## Strategy Allocation



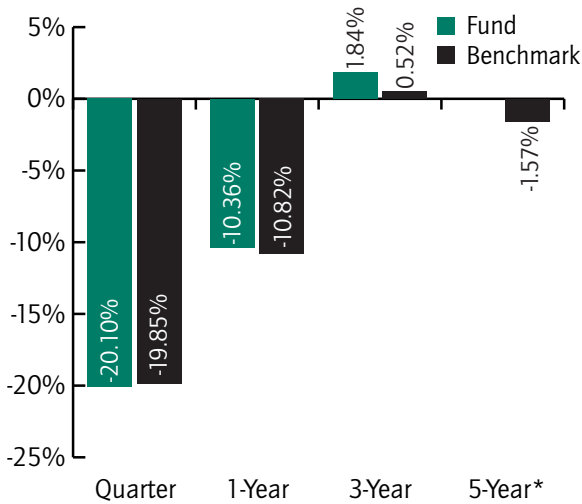
## Benchmark

The performance of the fund will be measured against the performance of the MSCI ACWI ex-U.S. Index.

## Fees

No transaction fees will be charged for investment in the fund. Instead, the underlying fund managers charge an investment management fee which varies among the managers and PERA charges a Plan administration asset-based fee of 0.14 percent, a portion of which is covered by revenue sharing provided by one of the managers. This fund's total asset-based fee will be 0.60 percent. Fees will be netted out of the performance of the fund. These fee amounts are as of September 30, 2011, and may change at any time.

## Simulated Performance of Composite Fund



\* Five-year return for the fund is not applicable.

This fund commenced as of October 1, 2011. Actual historic performance for the fund does not exist through September 30, 2011. The simulated performance presented above through September 30, 2011, is intended to provide you with an indication of how the fund may have performed in the past. The simulated performance is based on the composite performance of institutional accounts managed by the managers with investment strategies similar to those expected to be implemented by the managers in the fund or on the actual historical returns of the mutual fund that will be utilized by the fund. The managers' experience in managing such strategies has been previously described. To produce the simulated returns, the managers' composite returns are combined in a 35 percent Harding Loevner International Equity Strategy Portfolio/35 percent Dodge & Cox International Stock Fund/30 percent BlackRock MSCI ACWI ex-U.S. IMI Index Fund mix and are rebalanced monthly. At any given point in time, the actual allocation among the managers may vary due to market movements and the fund's cashflows. The simulated returns reflect the managers' past performance for investment strategies similar to those expected to be implemented in the fund and do not represent expected future performance or experience. This simulated historic performance does not guarantee future results. The simulated historic performance is presented net of investment management fees and Plan administrative fees.

Information on performance was compiled by R.V. Kuhns & Associates using data provided by eQuest, Lipper, and eVestment Alliance.

## Important Facts

### What You Own

You will own units of a fund that invests primarily in international stocks. You will not have direct ownership of the securities in the fund.

### Price

The unit value of the fund will change daily, based upon the market value of the underlying securities. The fund will be subject to wide fluctuations in unit value because it holds virtually all assets in common stocks.

### Information Accessibility

Since this is not a mutual fund, information will not be available from a newspaper or other public information sources. The Plan's recordkeeper will provide your account information over the Internet and through an automated telephone system.

### Prospectus Information

This fund will be a portfolio of assets managed specifically for your Plan. Unlike a mutual fund, only the participants of your Plan can invest in the fund. Therefore, because it is not a mutual fund, a prospectus is not available. This summary is designed to provide descriptive information.