

March 11, 2011

TO: All Members of the Indiana State Police Pension Trust

FROM: Paul Whitesell, Ph.D.
Superintendent

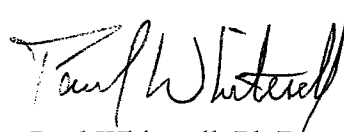
SUBJECT: Pension Trust Fund Performance

Recently, the Pension Advisory Board was provided an update on the condition of the Indiana State Police Pension Trust portfolio.

Since the market downturn in 2008, the Indiana State Police Pension Trust has experienced strong performance. Over the last two years, the rebound in the markets has led the Trust to experience a cumulative return of 52%. Even with the severe market crisis in 2008, the Trust's three-year cumulative return has been over 9%, ranking the Indiana State Police Pension Trust in the top ten percent of other public pension funds. The Trust started 2009 with a balance of \$269,936,112. From 2009 through the end of 2010, the Trust paid out \$23,982,320 in benefit obligations and fees. The Trust ended 2010 at \$378,523,968, representing a gain in assets over the time period of over \$100 million, even with the pension distributions.

Our pension Trust is in good shape. The Indiana State Police Pension Advisory Board has provided sound stewardship and management of the Trust. We will continue to maintain and enhance programs for plan beneficiaries as can be done in a fiscally responsible manner.

Respectfully,

A handwritten signature in black ink that reads "Paul Whitesell". The signature is written in a cursive style with a large initial "P" and "W".

Paul Whitesell, Ph.D.
Superintendent

PW