

Smith-Kettlewell Eye Research Institute Employees' Pension Plan

Summary Performance Information - Managed Portfolios and Individual Funds

First Quarter 2007 Market Summary

Volatility returned to the equity markets in the first quarter, as concerns about rising oil prices, the housing downturn and mortgage defaults led to a mid-quarter sell-off. Prices recovered by quarter end, however, with the S&P 500 posting a slight gain (+ .6%) following 2006's 15.8% advance. Bonds also fluctuated during the quarter, but ended on the upside as the yield on the 10-year Treasury note fell to 4.65% at March 31 from 4.71% at year end. The benchmark Lehman Brothers Aggregate index gained 1.5% for the quarter.

Overseas markets continued their winning streak, as the MSCI EAFE

index rose for the seventh straight quarter. It posted a 4.1% gain on the heels of 2006's 26.3% increase. Emerging Markets rose a bit less after a spectacular 2006 — the MSCI Emerging Markets Index gained 2.3% during the first quarter. This was another area of volatility this quarter, with the Shanghai exchange experiencing a 9% one-day decline.

International fixed income posted fairly small gains for the quarter. The benchmark Salomon Non-US World Government Bond Index (unhedged) rose 1.2%. Emerging markets debt, as measured by the JP Morgan Emerging Markets Bond

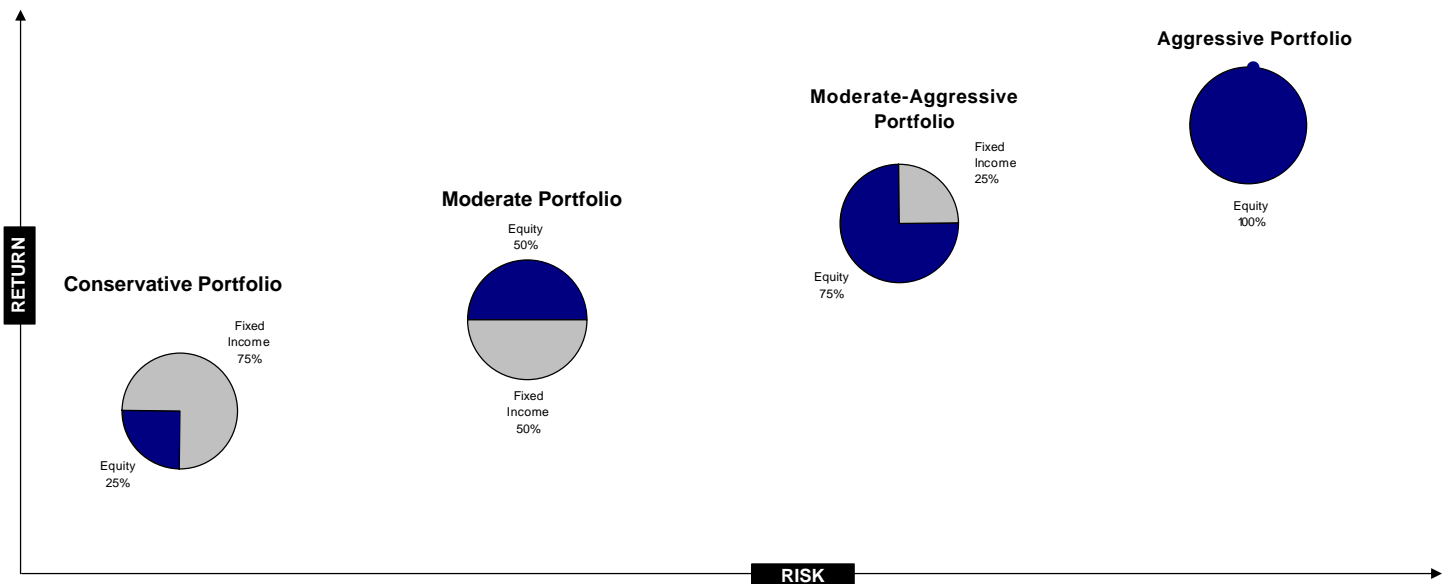
Plus Index, advanced 2.5%. In the U.S., high yield fixed income had a similar result, as the CS First Boston High Yield Index gained 3.02%. The lower quality tier in high yield continued to outperform.

Compared to 2006, the first quarter of 2007 saw more modest results but increased volatility in most asset classes. Broadly diversified portfolios invested across multiple asset and sub-asset classes serve to moderate the extremes in volatile markets and provide a smoother path towards your investment goals.

Managed Portfolio Returns

MANAGED PORTFOLIOS	Periods Ending March 31, 2007				
	Last 3 Months	Last 12 Months	Last 3 Years (Annualized)	Last 5 Years (Annualized)	Last 10 Years (Annualized)
Conservative Portfolio	1.59	7.38	6.35	7.22	--
<i>Conservative Benchmark*</i>	1.51	8.01	6.20	7.09	7.22
Moderate Portfolio	1.71	9.11	9.12	9.03	--
<i>Moderate Benchmark*</i>	1.72	10.06	9.06	8.84	8.15
Moderate-Aggressive Portfolio	1.85	10.80	11.97	10.72	--
<i>Moderate-Aggressive Benchmark*</i>	1.94	12.15	11.97	10.46	8.83
Aggressive Portfolio	1.95	12.13	14.42	11.60	11.08
<i>Aggressive Benchmark*</i>	2.09	13.68	14.52	11.21	9.13

**The blended benchmarks shown above represent a blend of market indices appropriate to each asset class held within the portfolios, weighted proportionally to the asset allocation of the respective portfolios. See next page and the Portfolio Packet for indices, portfolio allocations, and important disclosures.*



Individual Fund Returns

Periods Ending March 31, 2007

EQUITY	Ticker	Last 3 Months	Last 12 Months	Last 3 Years (Annualized)	Last 5 Years (Annualized)	Last 10 Years (Annualized)
Large/Mid Cap						
Vanguard 500 Admiral Shares*	VFIAX	0.63	11.77	10.01	6.23	8.15
Dodge & Cox Stock	DODGX	1.72	14.50	14.40	12.14	14.15
Harbor Capital Appreciation	HACAX	1.20	2.27	8.44	3.69	7.80
Ariel Appreciation	CAAPX	1.92	11.01	8.27	7.32	13.01
Westcore Midco Growth	WTMGX	1.74	4.60	8.61	8.61	9.94
S&P 500 Index		0.64	11.83	10.06	6.27	8.20
Russell Mid-Cap Index		4.38	11.79	15.72	12.91	12.71
Small Cap						
DFA US Small Cap Value	DFSVX	3.07	8.89	16.40	17.07	16.22
SEI Small Cap Growth	SSCGX	2.18	-0.48	6.86	6.56	9.22
Russell 2000 Index		1.95	5.91	12.00	10.95	10.23
International						
Amer Beacon Int'l Equity Inst'l	AAIEX	3.02	19.20	19.55	16.01	10.34
American Funds EuroPac Gr R5	RERFX	2.99	16.92	19.71	15.78	11.41
MSCI EAFE Index		4.08	20.20	19.83	15.78	8.28
Emerging Markets						
SSgA Emerging Markets	SSEMXX	2.77	19.91	28.96	24.99	10.71
MSCI Emerging Markets Free Index		2.35	21.03	27.97	24.84	8.77
FIXED INCOME						
Core Fixed Income						
PIMCO Total Ret II Instl	PMBIX	1.65	6.00	3.06	5.18	6.62
Lehman Brothers Aggregate Bond Index		1.50	6.59	3.31	5.35	6.45
Stable Value						
Schwab Stable Value Fund - Retirement*	N/A	1.08	4.41	4.05	4.15	4.64
Ryan Labs 3yr GIC Index		1.04	3.97	3.51	4.10	5.19
High Yield Fixed Income						
PIMCO High Yield - Institutional	PHIYX	2.26	9.26	8.28	9.43	7.24
CS First Boston High Yield Index		3.01	11.82	8.73	11.17	7.24
International Fixed Income						
PIMCO Foreign Bond (Unhedged)*	PFUIX	1.15	7.49	2.51	10.42	5.26
Citigroup Non-US Government Bond Index		1.09	8.32	2.72	10.15	5.44
Emerging Markets Bond						
SEI Emerging Markets Debt	SITEX	2.68	12.35	13.32	15.89	--
JP Morgan Emerging Markets Bond Plus Index		2.51	11.35	11.10	14.36	11.21

Managed Portfolio Target Allocation Matrix

EQUITY	Conservative	Moderate	Moderate-Aggressive	Aggressive
Large/Mid Cap				
Vanguard 500 Admiral Shares*	7%	15%	21%	27%
Dodge & Cox Stock	4%	6%	9%	11%
Harbor Capital Appreciation	3%	4%	6%	7%
Ariel Appreciation	0%	1%	2%	3%
Westcore Midco Growth	0%	1%	2%	3%
Small Cap				
DFA US Small Cap Value	2%	4%	6%	8%
SEI Small Cap Growth	2%	4%	6%	8%
International				
Amer Beacon Int'l Equity Inst'l	3%	6%	9%	13%
American Funds EuroPac Gr R5	3%	6%	9%	13%
Emerging Markets				
SSgA Emerging Markets	1%	3%	5%	7%
FIXED INCOME				
Core Fixed Income				
PIMCO Total Ret II Instl	44%	27%	9%	0%
Stable Value				
Schwab Stable Value Fund - Retirement	22%	13%	4%	0%
High Yield Fixed Income				
PIMCO High Yield - Institutional	3%	4%	6%	0%
International Fixed Income				
PIMCO Foreign Bond (Unhedged)*	4%	4%	4%	0%
Emerging Markets Bond				
SEI Emerging Markets Debt	2%	2%	2%	0%
Portfolio Totals:	100%	100%	100%	100%
Weighted Average Expense Ratio:	0.52%	0.54%	0.57%	0.58%

PERFORMANCE DISCLOSURE: Returns data represents past performance and does not predict or guarantee future results. Returns presented are net of fund management and operating expenses. Investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The Mutual Funds in this report that are noted with an asterisk (*) utilize returns for a proxy for some or all of the performance history. Please refer to the Important Disclosure Information set forth in the Portfolio Packet for further details.