

Markston International LLC  
**PORTFOLIO APPRAISAL - SETTLED TRADES**  
*North Carolina Retirement System*  
**Account**  
May 31, 2015

|              |                                     | (Excluding Reinvested Divs.) |            |        |              |             |            |
|--------------|-------------------------------------|------------------------------|------------|--------|--------------|-------------|------------|
| Quantity     | Security                            | Unit Cost                    | Total Cost | Price  | Market Value | Pct. Assets | Cur. Yield |
| COMMON STOCK |                                     |                              |            |        |              |             |            |
| 1,822        | 3M COMPANY                          | 106.04                       | 193,204.88 | 159.08 | 289,843.76   | 1.1         | 2.6        |
| 2,515        | ABBOTT LABORATORIES                 | 37.06                        | 93,205.90  | 48.60  | 122,229.00   | 0.5         | 2.0        |
| 2,219        | ABBVIE, INC.                        | 43.99                        | 97,613.81  | 66.59  | 147,763.21   | 0.6         | 3.1        |
| 1,280        | ADT CORPORATION                     | 42.45                        | 54,336.00  | 36.48  | 46,694.40    | 0.2         | 2.3        |
| 6,632        | AETNA, INC.                         | 58.35                        | 386,977.20 | 117.97 | 782,377.04   | 3.0         | 0.8        |
| 1,911        | ALLSTATE CORPORATION                | 48.25                        | 92,205.75  | 67.32  | 128,648.52   | 0.5         | 1.8        |
| 6,763        | AMERICAN EXPRESS CO.                | 69.90                        | 472,721.69 | 79.72  | 539,146.36   | 2.1         | 1.3        |
| 2,781        | AMERICAN INTERNATIONAL GROUP, INC.  | 43.03                        | 119,677.35 | 58.61  | 162,994.41   | 0.6         | 0.9        |
| 1,246        | AMERIPRISE FINANCIAL, INC.          | 73.56                        | 91,655.76  | 124.59 | 155,239.14   | 0.6         | 2.2        |
| 3,600        | ANADARKO PETROLEUM CORP.            | 84.79                        | 305,244.00 | 83.61  | 300,996.00   | 1.2         | 1.3        |
| 2,281        | AON CORPORATION                     | 62.44                        | 142,425.64 | 101.22 | 230,882.82   | 0.9         | 1.2        |
| 2,768        | APACHE CORPORATION                  | 76.96                        | 213,033.97 | 59.84  | 165,637.12   | 0.6         | 1.7        |
| 10,801       | APPLE, INC.                         | 63.81                        | 689,230.16 | 130.28 | 1,407,154.28 | 5.4         | 1.6        |
| 5,956        | AT&T, INC.                          | 37.56                        | 223,707.36 | 34.54  | 205,720.24   | 0.8         | 5.4        |
| 3,470        | AUTOMATIC DATA PROCESSING, INC.     | 61.29                        | 212,674.71 | 85.51  | 296,719.70   | 1.1         | 2.3        |
| 12,169       | BANK OF AMERICA CORPORATION         | 13.04                        | 158,684.65 | 16.50  | 200,788.50   | 0.8         | 1.2        |
| 5,862        | BANK OF NEW YORK MELLON CORPORATION | 27.94                        | 163,784.28 | 43.36  | 254,176.32   | 1.0         | 1.6        |
| 1,995        | BAXTER INTERNATIONAL, INC.          | 70.42                        | 140,493.38 | 66.61  | 132,886.95   | 0.5         | 3.1        |
| 891          | BERKSHIRE HATHAWAY, INC. CLASS B    | 107.30                       | 95,604.30  | 143.00 | 127,413.00   | 0.5         | 0.0        |
| 3,242        | BOEING COMPANY                      | 92.21                        | 298,944.82 | 140.52 | 455,565.84   | 1.7         | 2.6        |
| 4,451        | CABLEVISION SYSTEMS CORP. CL A      | 15.08                        | 67,131.83  | 24.51  | 109,094.01   | 0.4         | 2.4        |
| 2,782        | CATERPILLAR, INC.                   | 84.09                        | 233,929.83 | 85.32  | 237,360.24   | 0.9         | 3.3        |
| 2,513        | CHESAPEAKE ENERGY CORPORATION       | 18.10                        | 45,477.13  | 14.11  | 35,458.43    | 0.1         | 2.5        |
| 3,583        | CHEVRON CORPORATION                 | 121.85                       | 436,603.94 | 103.00 | 369,049.00   | 1.4         | 4.2        |
| 3,781        | CHUBB CORPORATION                   | 91.07                        | 344,321.77 | 97.50  | 368,647.50   | 1.4         | 2.3        |
| 7,827        | CITIGROUP, INC.                     | 49.57                        | 387,977.88 | 54.08  | 423,284.16   | 1.6         | 0.4        |
| 9,662        | COCA-COLA COMPANY (THE)             | 41.32                        | 399,264.35 | 40.96  | 395,755.52   | 1.5         | 3.2        |
| 636          | COLGATE-PALMOLIVE COMPANY           | 60.36                        | 38,392.14  | 66.79  | 42,478.44    | 0.2         | 2.3        |
| 3,924        | COMCAST CORP CL A                   | 42.11                        | 165,239.64 | 58.46  | 229,397.04   | 0.9         | 1.7        |

Markston International LLC  
**PORTFOLIO APPRAISAL - SETTLED TRADES**  
*North Carolina Retirement System*  
**Account**  
May 31, 2015

| Quantity | Security                          | (Excluding Reinvested Divs.) |            | Price  | Market Value | Pct. Assets | Cur. Yield |
|----------|-----------------------------------|------------------------------|------------|--------|--------------|-------------|------------|
|          |                                   | Unit Cost                    | Total Cost |        |              |             |            |
| 3,251    | CONOCOPHILLIPS                    | 60.96                        | 198,180.96 | 63.68  | 207,023.68   | 0.8         | 4.6        |
| 4,340    | CORNING, INC.                     | 14.37                        | 62,365.80  | 20.92  | 90,792.80    | 0.3         | 2.3        |
| 575      | CSX CORPORATION                   | 23.07                        | 13,262.38  | 34.08  | 19,596.00    | 0.1         | 2.1        |
| 4,058    | CVS CAREMARK CORPORATION          | 58.80                        | 238,621.94 | 102.38 | 415,458.04   | 1.6         | 1.4        |
| 2,918    | DEVON ENERGY CORP.                | 56.64                        | 165,275.52 | 65.22  | 190,311.96   | 0.7         | 1.3        |
| 1,039    | DIRECTV GROUP INC.                | 57.77                        | 60,023.03  | 91.04  | 94,590.56    | 0.4         | 0.0        |
| 4,412    | DISCOVER FINANCIAL SERVICES, INC. | 44.92                        | 198,187.04 | 58.27  | 257,087.24   | 1.0         | 1.4        |
| 2,528    | DOMINION RESOURCES, INC.          | 61.11                        | 154,486.08 | 70.52  | 178,274.56   | 0.7         | 3.2        |
| 2,595    | DUKE ENERGY CORP. NEW             | 74.78                        | 194,054.10 | 75.73  | 196,519.35   | 0.8         | 4.1        |
| 7,830    | DUPONT(E.I.) DE NEMOURS & CO.     | 54.16                        | 424,106.33 | 71.01  | 556,008.30   | 2.1         | 2.5        |
| 6,526    | EBAY, INC.                        | 53.30                        | 347,840.15 | 61.36  | 400,435.36   | 1.5         | 0.0        |
| 1,632    | EOG RESOURCES, INC.               | 59.83                        | 97,650.72  | 88.69  | 144,742.08   | 0.6         | 0.8        |
| 15,480   | GENERAL ELECTRIC COMPANY          | 22.53                        | 348,750.68 | 27.27  | 422,139.60   | 1.6         | 3.2        |
| 665      | GOLDMAN SACHS GROUP, INC.         | 143.67                       | 95,540.55  | 206.19 | 137,116.35   | 0.5         | 1.1        |
| 482      | GOOGLE INC CLASS A                | 426.08                       | 205,371.40 | 545.32 | 262,844.24   | 1.0         | 0.0        |
| 683      | GOOGLE INC CLASS C                | 447.22                       | 305,451.90 | 532.11 | 363,431.34   | 1.4         | 0.0        |
| 8,304    | HCP, INC.                         | 45.11                        | 374,594.80 | 38.72  | 321,530.88   | 1.2         | 5.4        |
| 1,926    | HESS CORPORATION                  | 74.58                        | 143,637.78 | 67.52  | 130,043.52   | 0.5         | 1.5        |
| 2,395    | HOME DEPOT, INC.                  | 74.04                        | 177,333.96 | 111.42 | 266,850.90   | 1.0         | 1.4        |
| 450      | HONEYWELL INTERNATIONAL, INC.     | 77.65                        | 34,942.29  | 104.20 | 46,890.00    | 0.2         | 0.6        |
| 117      | HOSPIRA, INC.                     | 42.95                        | 5,024.84   | 88.42  | 10,345.14    | 0.0         | 0.0        |
| 4,702    | INTEL CORP.                       | 24.11                        | 113,365.22 | 34.46  | 162,030.92   | 0.6         | 2.6        |
| 1,865    | INTERNATIONAL BUSINESS MACHINES   | 200.24                       | 373,456.06 | 169.65 | 316,397.25   | 1.2         | 2.2        |
| 1,529    | JOHNSON CONTROLS, INC.            | 34.37                        | 52,551.73  | 52.02  | 79,538.58    | 0.3         | 1.7        |
| 2,404    | JPMORGAN CHASE & COMPANY          | 48.08                        | 115,584.32 | 65.78  | 158,135.12   | 0.6         | 2.3        |
| 645      | LEUCADIA NATIONAL CORPORATION     | 31.10                        | 20,059.50  | 24.63  | 15,886.35    | 0.1         | 1.0        |
| 1,564    | LIBERTY BROADBAND CORP. - A       | 37.11                        | 58,035.01  | 53.91  | 84,315.24    | 0.3         | 0.0        |
| 3,128    | LIBERTY BROADBAND CORP. - C       | 37.67                        | 117,828.66 | 53.48  | 167,285.44   | 0.6         | 0.0        |
| 12,512   | LIBERTY MEDIA CLASS C             | 29.43                        | 368,214.54 | 37.96  | 474,955.52   | 1.8         | 0.0        |

Markston International LLC  
**PORTFOLIO APPRAISAL - SETTLED TRADES**  
*North Carolina Retirement System*  
**Account**  
*May 31, 2015*

| Quantity | Security                                  | (Excluding Reinvested Divs.) |            | Price  | Market Value | Pct. Assets | Cur. Yield |
|----------|-------------------------------------------|------------------------------|------------|--------|--------------|-------------|------------|
|          |                                           | Unit Cost                    | Total Cost |        |              |             |            |
| 6,256    | LIBERTY MEDIA CORPORATION                 | 28.99                        | 181,359.42 | 38.31  | 239,698.64   | 0.9         | 0.0        |
| 10,140   | LIBERTY MEDIA HOLDING CORP.-INTERACTIVE A | 18.35                        | 186,093.34 | 27.97  | 283,615.80   | 1.1         | 0.0        |
| 1,500    | LIBERTY TRIPADVISOR HOLDINGS INC A        | 18.54                        | 27,813.75  | 27.98  | 41,970.00    | 0.2         | 0.0        |
| 2,941    | LIBERTY VENTURES - SER A                  | 19.75                        | 58,095.32  | 41.50  | 122,051.49   | 0.5         | 0.0        |
| 5,168    | LOWE'S COMPANIES, INC.                    | 38.87                        | 200,880.16 | 69.98  | 361,656.64   | 1.4         | 1.0        |
| 212      | MALLINCKRODT PLC                          | 46.43                        | 9,844.15   | 129.44 | 27,441.28    | 0.1         | 0.0        |
| 5,415    | MARATHON OIL CORPORATION                  | 32.46                        | 175,770.90 | 27.19  | 147,233.85   | 0.6         | 2.8        |
| 3,138    | MARATHON PETROLEUM CORPORATION            | 75.21                        | 236,015.64 | 103.46 | 324,657.48   | 1.2         | 1.6        |
| 689      | MARSH & MCLENNAN COMPANIES, INC.          | 38.57                        | 26,574.73  | 58.23  | 40,120.47    | 0.2         | 1.7        |
| 1,922    | MCDONALD'S CORP.                          | 99.02                        | 190,324.38 | 95.93  | 184,377.46   | 0.7         | 3.4        |
| 4,404    | MEDTRONIC INC.                            | 46.87                        | 206,429.03 | 76.32  | 336,113.25   | 1.3         | 1.5        |
| 4,611    | MERCK & CO. INC.                          | 45.73                        | 210,861.03 | 60.89  | 280,763.79   | 1.1         | 2.9        |
| 3,924    | METLIFE, INC.                             | 39.97                        | 156,842.28 | 52.26  | 205,068.24   | 0.8         | 2.1        |
| 10,366   | MICROSOFT CORPORATION                     | 35.63                        | 369,340.79 | 46.86  | 485,750.76   | 1.9         | 2.4        |
| 3,100    | MONDELEZ INTERNATIONAL, INC.              | 30.28                        | 93,879.89  | 41.59  | 128,929.00   | 0.5         | 1.3        |
| 3,813    | MONSANTO COMPANY                          | 106.27                       | 405,197.33 | 116.98 | 446,044.74   | 1.7         | 1.5        |
| 2,087    | NATIONAL FUEL GAS COMPANY                 | 62.18                        | 129,769.66 | 64.25  | 134,089.75   | 0.5         | 2.3        |
| 4,327    | ORACLE CORPORATION                        | 33.58                        | 145,311.10 | 43.49  | 188,181.23   | 0.7         | 1.1        |
| 1,660    | OUTERWALL INC.                            | 53.31                        | 88,494.60  | 76.66  | 127,255.60   | 0.5         | 1.6        |
| 3,616    | PEPSICO, INC.                             | 81.94                        | 296,296.24 | 96.43  | 348,690.88   | 1.3         | 2.4        |
| 2,126    | PFIZER, INC.                              | 29.27                        | 62,228.02  | 34.75  | 73,878.50    | 0.3         | 3.0        |
| 1,988    | PHILIP MORRIS INTERNATIONAL, INC.         | 86.43                        | 171,816.83 | 83.07  | 165,143.16   | 0.6         | 4.5        |
| 1,813    | PHILLIPS 66                               | 60.30                        | 109,323.90 | 79.12  | 143,444.56   | 0.5         | 2.0        |
| 1,926    | PROCTER & GAMBLE COMPANY                  | 77.76                        | 149,765.76 | 78.39  | 150,979.14   | 0.6         | 3.1        |
| 2,525    | RAYTHEON COMPANY                          | 98.92                        | 249,769.55 | 103.26 | 260,731.50   | 1.0         | 2.1        |
| 1,010    | SANDISK CORPORATION                       | 52.61                        | 53,136.10  | 68.38  | 69,063.80    | 0.3         | 1.3        |
| 2,822    | SCHLUMBERGER LIMITED                      | 79.67                        | 224,834.83 | 90.77  | 256,152.94   | 1.0         | 1.4        |

Markston International LLC  
**PORTFOLIO APPRAISAL - SETTLED TRADES**  
*North Carolina Retirement System*  
**Account**  
*May 31, 2015*

|                             |                                 | (Excluding Reinvested Divs.) |            |        |              |              |            |
|-----------------------------|---------------------------------|------------------------------|------------|--------|--------------|--------------|------------|
| Quantity                    | Security                        | Unit Cost                    | Total Cost | Price  | Market Value | Pct. Assets  | Cur. Yield |
| 6,965                       | SPECTRA ENERGY CORPORATION      | 30.89                        | 215,148.85 | 35.17  | 244,959.05   | 0.9          | 3.5        |
| 1,858                       | STARBUCKS CORPORATION           | 30.19                        | 56,093.02  | 51.96  | 96,541.68    | 0.4          | 2.0        |
| 3,000                       | STARWOOD HOTELS & RESORTS       | 74.20                        | 222,603.50 | 82.76  | 248,280.00   | 0.9          | 1.6        |
| 4,744                       | STARZ, LLC                      | 23.91                        | 113,429.04 | 41.96  | 199,058.24   | 0.8          | 0.0        |
| 5,917                       | STATE STREET CORP.              | 59.27                        | 350,710.35 | 77.93  | 461,111.81   | 1.8          | 1.3        |
| 385                         | SYNGENTA AG                     | 87.38                        | 33,639.91  | 91.03  | 35,046.55    | 0.1          | 2.2        |
| 1,200                       | TARGET CORPORATION              | 65.50                        | 78,604.80  | 79.32  | 95,184.00    | 0.4          | 2.2        |
| 3,540                       | TE CONNECTIVITY LTD.            | 43.49                        | 153,954.60 | 69.00  | 244,260.00   | 0.9          | 1.4        |
| 1,918                       | TEXAS INSTRUMENTS               | 36.70                        | 70,390.60  | 55.92  | 107,254.56   | 0.4          | 2.1        |
| 315                         | TIME INC NEW                    | 18.45                        | 5,812.00   | 22.51  | 7,090.65     | 0.0          | ?          |
| 3,620                       | TIME WARNER, INC.               | 62.07                        | 224,693.90 | 84.48  | 305,817.60   | 1.2          | 1.4        |
| 3,856                       | TRAVELERS COMPANIES, INC.       | 84.05                        | 324,100.82 | 101.12 | 389,918.72   | 1.5          | 2.0        |
| 2,105                       | TYCO INTERNATIONAL, PLC         | 31.75                        | 66,833.75  | 40.36  | 84,957.80    | 0.3          | 1.6        |
| 7,311                       | U.S. BANCORP                    | 32.58                        | 238,192.38 | 43.11  | 315,177.21   | 1.2          | 2.1        |
| 4,182                       | UNION PACIFIC CORPORATION       | 79.20                        | 331,197.65 | 100.91 | 422,005.62   | 1.6          | 3.1        |
| 909                         | UNITED TECHNOLOGIES CORPORATION | 91.75                        | 83,400.75  | 117.17 | 106,507.53   | 0.4          | 2.0        |
| 2,901                       | UNITEDHEALTH GROUP, INC.        | 65.37                        | 189,647.73 | 120.21 | 348,729.21   | 1.3          | 0.9        |
| 3,117                       | VERISIGN, INC.                  | 46.76                        | 145,750.92 | 63.19  | 196,963.23   | 0.8          | 0.0        |
| 4,468                       | VERIZON COMMUNICATIONS          | 52.20                        | 233,213.20 | 49.44  | 220,897.92   | 0.8          | 4.3        |
| 3,065                       | WAL-MART STORES, INC.           | 78.01                        | 239,096.77 | 74.27  | 227,637.55   | 0.9          | 2.5        |
| 3,661                       | WALGREENS BOOTS ALLIANCE, INC.  | 53.36                        | 195,341.07 | 85.84  | 314,260.24   | 1.2          | 0.4        |
| 1,545                       | WALT DISNEY COMPANY             | 63.88                        | 98,694.60  | 110.37 | 170,521.65   | 0.7          | 0.8        |
| 5,813                       | WELLS FARGO & COMPANY           | 37.41                        | 217,464.33 | 55.96  | 325,295.48   | 1.2          | 2.7        |
| 7,461                       | WEYERHAEUSER COMPANY            | 30.25                        | 225,695.25 | 32.56  | 242,930.16   | 0.9          | 2.7        |
| 849                         | YUM! BRANDS, INC.               | 68.08                        | 57,799.92  | 90.11  | 76,503.39    | 0.3          | 1.6        |
|                             |                                 |                              |            |        |              | 97.9         | 1.8        |
|                             |                                 |                              |            |        |              |              |            |
| <b>CASH AND EQUIVALENTS</b> |                                 |                              |            |        |              |              |            |
| PRINCIPAL CASH              |                                 |                              |            |        |              | 2.1          | 0.1        |
|                             |                                 |                              |            |        |              | 2.1          | 0.1        |
|                             |                                 |                              |            |        |              |              |            |
| <b>TOTAL PORTFOLIO</b>      |                                 |                              |            |        |              | <b>100.0</b> | <b>1.8</b> |