



NEWSOUTH CAPITAL MANAGEMENT, INC.

NEW YORK STATE TEACHERS' RETIREMENT SYSTEM LEADING EDGE

Performance Summary

	<u>Month-to-Date</u> <u>12/1/15 -12/31/15</u>	<u>Qtr-to-Date</u> <u>10/1/15-12/31/15</u>	<u>Last 12 Months</u> <u>1/1/15-12/31/15</u>	<u>Annualized</u> <u>Two Years</u> <u>1/1/14-12/31/15</u>	<u>Annualized</u> <u>Three Years</u> <u>1/1/13-12/31/15</u>	<u>Annualized</u> <u>Five Years</u> <u>1/1/11-12/31/15</u>	<u>Annualized</u> <u>Inception-to-Date</u> <u>12/1/10-12/31/15</u>
Beginning Market Value	45,633,729	41,678,922	43,356,545	38,228,888	40,266,405	35,750,928	33,990,029
Net Contributions/(Withdrawals)	0	0	0	0	-13,226,542	-14,185,771	-14,217,358
Adjusted Beginning Market Value	45,633,729	41,678,922	43,356,545	38,228,888	27,039,863	21,565,157	19,772,671
Ending Market Value	43,950,500	43,950,500	43,950,500	43,950,500	43,950,500	43,950,500	43,950,500
Return From Investment	-1,683,230	2,271,577	593,954	5,721,612	16,910,636	22,385,342	24,177,828
Total Portfolio Rate of Return	-3.69%	5.45%	1.37%	7.22%	16.17%	12.62%	13.55%
Russell Midcap Value w/div.	-3.10%	3.12%	-4.78%	4.53%	13.40%	11.25%	12.22%
Russell Midcap w/div.	-2.68%	3.62%	-2.44%	5.10%	14.18%	11.44%	12.25%
S&P Midcap w/div.	-4.17%	2.60%	-2.18%	3.62%	12.76%	10.68%	11.43%

Performance results are gross of fees.



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Net Contributions/(Withdrawals)	0	0	0	0	-13,226,542	-14,185,771	-14,217,358
Adjusted Beginning Market Value	45,633,729	41,678,922	43,356,545	38,228,888	27,039,863	21,565,157	19,772,671
Ending Market Value	43,950,500	43,950,500	43,950,500	43,950,500	43,950,500	43,950,500	43,950,500
Return From Investment	-1,683,230	2,271,577	593,954	5,721,612	16,910,636	22,385,342	24,177,828
Total Portfolio Rate of Return	-3.69%	5.36%	1.02%	6.85%	15.75%	12.23%	13.16%
Russell Midcap Value w/div.	-3.10%	3.12%	-4.78%	4.53%	13.40%	11.25%	12.22%
Russell Midcap w/div.	-2.68%	3.62%	-2.44%	5.10%	14.18%	11.44%	12.25%
S&P Midcap w/div.	-4.17%	2.60%	-2.18%	3.62%	12.76%	10.68%	11.43%

Performance results are net of fees.



NEWSOUTH CAPITAL MANAGEMENT, INC.

PORTFOLIO APPRAISAL NEW YORK STATE TEACHERS' RETIREMENT SYSTEM LEADING EDGE December 31, 2015

Quantity	Security	Adj Unit Cost	Total Adjusted Cost	Price	Market Value	Pct. Assets	Cur. Yield
Cash & Equivalents							
	Cash & Equivalents		1,814,685		1,814,685	4.1	0.2
	Dividends Receivable		36,626		36,626	0.1	0.0
			1,851,311		1,851,311	4.2	0.2
Common Stocks							
Technology							
29,800	Amdocs LTD	35.26	1,050,836	54.57	1,626,186	3.7	1.2
49,100	CGI Group Inc - Class A	33.70	1,654,641	40.03	1,965,473	4.5	0.0
48,500	Open Text Corp	30.95	1,501,117	47.93	2,324,605	5.3	1.7
			4,206,594		5,916,264	13.5	1.0
Health Care							
8,400	Teleflex Inc	82.37	691,921	131.45	1,104,180	2.5	1.0
15,900	Thermo Fisher Scientific Inc.	52.05	827,548	141.85	2,255,415	5.1	0.4
			1,519,469		3,359,595	7.6	0.6
Consumer Discretionary & Services							
2,850	Autozone Inc.	265.69	757,223	741.91	2,114,444	4.8	0.0
50,700	Discovery Comm Cl A	32.49	1,646,991	26.68	1,352,676	3.1	0.0
36,650	Gannett Inc.	4.91	180,095	16.29	597,029	1.4	3.9
32,700	Jarden Corp.	39.09	1,278,167	57.12	1,867,824	4.2	0.0
57,100	Liberty Interactive Corp	11.94	681,889	27.32	1,559,972	3.5	0.0
	QVC Group Series A						
14,817	Liberty Ventures Series A	12.36	183,177	45.11	668,395	1.5	0.0
15,300	Scripps Networks Interactive Class A	50.81	777,397	55.21	844,713	1.9	1.7
63,000	Service Corp International	8.23	518,477	26.02	1,639,260	3.7	1.8
480,500	Sirius XM Holdings Inc.	1.77	852,871	4.07	1,955,635	4.4	0.0
88,700	TEGNA Inc	14.28	1,266,394	25.52	2,263,624	5.2	2.2



NEWSOUTH CAPITAL MANAGEMENT, INC.

PORTFOLIO APPRAISAL NEW YORK STATE TEACHERS' RETIREMENT SYSTEM LEADING EDGE December 31, 2015

Quantity	Security	Adj Unit Cost	Total Adjusted Cost	Price	Market Value	Pct. Assets	Cur. Yield
30,800	Tribune Media Co	64.13	1,975,113	33.81	1,041,348	2.4	3.0
			10,117,795		15,904,919	36.2	0.9
Materials & Processing							
22,800	FMC Corp.	41.61	948,603	39.13	892,164	2.0	1.7
			948,603		892,164	2.0	1.7
Producer Durables							
7,500	FedEx Corp.	89.86	673,948	148.99	1,117,425	2.5	0.7
29,200	Flowserve Corp	35.15	1,026,278	42.08	1,228,736	2.8	1.7
22,200	MSC Industrial Direct Co-A	65.23	1,448,168	56.27	1,249,194	2.8	3.1
12,200	Stanley Black & Decker	61.13	745,804	106.73	1,302,106	3.0	2.1
36,700	Xylem Inc	24.37	894,375	36.50	1,339,550	3.0	1.5
25,800	Zebra Technologies Corp Cl A	87.28	2,251,934	69.65	1,796,970	4.1	0.0
			7,040,506		8,033,981	18.3	1.4
Financial Services							
45,150	Brookfield Asset Mgmt Inc. Class A	19.98	902,061	31.53	1,423,580	3.2	1.5
14,300	Dun & Bradstreet Corp	83.78	1,198,031	103.93	1,486,199	3.4	1.8
28,500	Fiserv Inc	29.21	832,348	91.46	2,606,610	5.9	0.0
41,100	Western Union Co	17.98	739,134	17.91	736,101	1.7	3.5
29,600	Willis Group Holdings Public Ltd	33.41	988,887	48.57	1,437,672	3.3	2.6
			4,660,461		7,690,162	17.5	1.4
Common Stocks Total			28,493,427		41,797,084	95.1	1.1



NEWSOUTH CAPITAL MANAGEMENT, INC.

PORTFOLIO APPRAISAL
NEW YORK STATE TEACHERS' RETIREMENT SYSTEM
LEADING EDGE
December 31, 2015

<u>Quantity</u>	<u>Security</u>	<u>Adj Unit Cost</u>	<u>Total Adjusted Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Pct. Assets</u>	<u>Cur. Yield</u>
Mutual Funds - Equity							
Other							
4,400.000	iShares - Russell Midcap Value	72.34	318,300	68.66	302,104	0.7	2.1
			<u>318,300</u>		<u>302,104</u>	<u>0.7</u>	<u>2.1</u>
	Mutual Funds - Equity Total		<u>318,300</u>		<u>302,104</u>	<u>0.7</u>	<u>2.1</u>
TOTAL PORTFOLIO			30,663,038		43,950,500	100.0	1.1



NEWSOUTH CAPITAL MANAGEMENT, INC.

CONTRIBUTIONS/WITHDRAWALS NEW YORK STATE TEACHERS' RETIREMENT SYSTEM LEADING EDGE

From 12-01-2015 To 12-31-2015

<u>Tran Code</u>	<u>Trade Date</u>	<u>Settle Date</u>	<u>Security</u>	<u>Amount</u>	<u>Quantity</u>	<u>Broker Code</u>	<u>Commission</u>
CONTRIBUTIONS				0			
WITHDRAWALS				0			
EXPENSE ACCOUNTS				0			
AFTER FEE PERFORMANCE EXPENSE ACCOUNTS				0			
PORTFOLIO NET TOTAL				0			
EXPENSE ACCOUNTS PAID BY CLIENT				0			
AFTER FEE PERFORMANCE EXPENSE ACCOUNTS PAID BY CLIENT				0			
GRAND TOTAL				0			



NEWSOUTH CAPITAL MANAGEMENT, INC.

**PURCHASE AND SALE
NEW YORK STATE TEACHERS' RETIREMENT SYSTEM
LEADING EDGE**

From 12-01-2015 To 12-31-2015

Trade Date	Settle Date	Quantity	Security	Unit Price	Amount
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No transactions were found!



NEWSOUTH CAPITAL MANAGEMENT, INC.

COMMISSIONS BY PORTFOLIO NEW YORK STATE TEACHERS' RETIREMENT SYSTEM LEADING EDGE

From 12-01-15 To 12-31-15

Date	Tran Code	Security	Quantity	Dollar Amount	Commission	Commiss. Per Shr	As % of Trade	Broker
TOTAL			0.00	0.00	0.00	0.00	0.00%	
GRAND TOTAL			0	0.00	0.00	0.00	0.00%	

Attribution Summary
NEW YORK STATE TEACHERS' RETIREMENT SYSTEM vs. Russell Midcap Value w/div.
Net of Fees
From 11-30-15 to 12-31-15

Summary	
Portfolio Return	-3.69
Benchmark Return	-3.10
Active Return	-0.59
Allocation Effect	0.29
Selection Effect	-0.88
Total Effect	-0.59

Largest Weights			
Security	Avg Wgt	Return	Contrib
Fiserv Inc	6.01	-4.97	-0.30
TEGNA Inc	5.29	-9.22	-0.51
Open Text Corp	5.27	-1.07	-0.05
Thermo Fisher Scientific Inc.	4.93	2.61	0.13
Autozone Inc.	4.86	-5.34	-0.26
Total	26.36	-0.99	-0.99

Industry Sector							
Top Attribution Effects	Allocation	Selection	Total	Bottom Attribution Effects	Allocation	Selection	Total
Energy	1.14	0.00	1.14	Financial Services	-0.25	-0.31	-0.56
Health Care	0.04	0.13	0.16	Producer Durables	-0.26	-0.29	-0.54
Cash & Equivalents	0.12	0.00	0.12	Utilities	-0.50	0.00	-0.50
Consumer Discretionary & Services	-0.01	0.06	0.05	Technology	0.09	-0.37	-0.28
Materials & Processing	0.09	-0.07	0.02	Consumer Staples	-0.19	0.00	-0.19
Total	1.38	0.11	1.49	Total	-1.11	-0.97	-2.08

Top Contributors	Avg Wgt	Return	Contrib
Health Care	7.42	1.67	0.13
Cash & Equivalents	4.13	0.01	0.00
Other	0.69	-3.17	-0.02
Materials & Processing	2.05	-8.56	-0.18
Technology	13.58	-4.05	-0.55
Total	27.87	-0.62	-0.62

Bottom Contributors	Avg Wgt	Return	Contrib
Producer Durables	18.46	-7.28	-1.39
Consumer Discretionary & Services	36.16	-2.98	-1.08
Financial Services	17.51	-3.43	-0.60
Technology	13.58	-4.05	-0.55
Materials & Processing	2.05	-8.56	-0.18
Total	87.76	-3.79	-3.79

Security							
Top Attribution Effects	Allocation	Selection	Total	Bottom Attribution Effects	Allocation	Selection	Total
Jarden Corp.	0.11	0.74	0.85	Zebra Technologies Corp CI A	0.14	-0.60	-0.45
Thermo Fisher Scientific Inc.	0.15	0.12	0.27	Discovery Comm CI A	-0.38	0.00	-0.38
Willis Group Holdings Public Ltd	0.09	0.17	0.26	TEGNA Inc	-0.32	0.00	-0.32
Liberty Interactive Corp QVC Group Series A	0.19	0.00	0.19	Tribune Media Co	-0.26	0.00	-0.26
Cash & Equivalents	0.12	0.00	0.12	CGI Group Inc - Class A	0.15	-0.38	-0.23
Total	0.66	1.03	1.69	Total	-0.67	-0.97	-1.64

Top Contributors	Avg Wgt	Return	Contrib
Jarden Corp.	3.97	22.37	0.75
Willis Group Holdings Public Ltd	3.10	5.68	0.17
Thermo Fisher Scientific Inc.	4.93	2.61	0.13
Liberty Interactive Corp QVC Group Series A	3.45	3.17	0.10
Liberty Ventures Series A	1.46	4.88	0.07
Total	16.91	1.23	1.23

Bottom Contributors	Avg Wgt	Return	Contrib
Zebra Technologies Corp CI A	4.20	-13.15	-0.60
TEGNA Inc	5.29	-9.22	-0.51
Discovery Comm CI A	3.20	-14.32	-0.50
CGI Group Inc - Class A	4.57	-7.98	-0.38
Tribune Media Co	2.48	-13.33	-0.35
Total	19.73	-2.33	-2.33

Attribution by Industry Sector
NEW YORK STATE TEACHERS' RETIREMENT SYSTEM vs. Russell Midcap Value w/div.
Net of Fees
From 11-30-15 to 12-31-15

Industry Sector	Portfolio			Benchmark			Difference			Attribution Effects		
	Avg Wgt	Return	Contrib	Avg Wgt	Return	Contrib	Avg Wgt	Return	Contrib	Alloc	Select	Total
Cash & Equivalents	4.13	0.01	0.00	0.00	0.00	0.00	4.13	0.01	0.00	0.12	0.00	0.12
Technology	13.58	-4.05	-0.55	8.73	-1.31	-0.11	4.85	-2.74	-0.44	0.09	-0.37	-0.28
Health Care	7.42	1.67	0.13	6.11	-0.07	0.00	1.31	1.74	0.13	0.04	0.13	0.16
Consumer Discretionary & Services	36.16	-2.98	-1.08	8.95	-3.16	-0.29	27.21	0.17	-0.79	-0.01	0.06	0.05
Consumer Staples	0.00	0.00	0.00	4.02	1.77	0.07	-4.02	-1.77	-0.07	-0.19	0.00	-0.19
Energy	0.00	0.00	0.00	8.64	-15.19	-1.44	-8.64	15.19	1.44	1.14	0.00	1.14
Materials & Processing	2.05	-8.56	-0.18	6.46	-5.19	-0.34	-4.41	-3.37	0.16	0.09	-0.07	0.02
Producer Durables	18.46	-7.28	-1.39	9.09	-5.75	-0.54	9.37	-1.53	-0.85	-0.26	-0.29	-0.54
Financial Services	17.51	-3.43	-0.60	35.03	-1.64	-0.57	-17.51	-1.79	-0.03	-0.25	-0.31	-0.56
Utilities	0.00	0.00	0.00	12.98	0.90	0.12	-12.98	-0.90	-0.12	-0.50	0.00	-0.50
Other	0.69	-3.17	-0.02	0.00	0.00	0.00	0.69	-3.17	-0.02	0.02	-0.02	0.00
Total	100.00	-3.69	-3.69	100.00	-3.10	-3.10	0.00	-0.59	-0.59	0.29	-0.88	-0.59

