



NEWSOUTH CAPITAL MANAGEMENT, INC.

NEW YORK STATE TEACHERS' RETIREMENT SYSTEM LEADING EDGE

Performance Summary

	Month-to-Date <u>9/1/16-9/30/16</u>	Qtr-to-Date <u>7/1/16-9/30/16</u>	Last 12 Months <u>10/1/15-9/30/16</u>	Annualized Two Years <u>10/1/14-9/30/16</u>	Annualized Three Years <u>10/1/13-9/30/16</u>	Annualized Five Years <u>10/1/11-9/30/16</u>	Annualized Inception-to-Date <u>12/1/10-8/31/16</u>
Beginning Market Value	48,297,992	46,782,147	41,678,922	41,404,211	34,322,921	31,011,128	33,990,029
Net Contributions/(Withdrawals)	0	0	0	0	0	-13,899,490	-14,217,358
Adjusted Beginning Market Value	48,297,992	46,782,147	41,678,922	41,404,211	34,322,921	17,111,638	19,772,671
Ending Market Value	48,841,912	48,841,912	48,841,912	48,841,912	48,841,912	48,841,912	48,841,912
Return From Investment	543,921	2,059,765	7,162,990	7,437,701	14,518,992	31,730,275	29,069,241
Total Portfolio Rate of Return	1.13%	4.40%	17.19%	8.61%	12.48%	18.16%	13.75%
Russell Midcap Value w/div.	0.42%	4.45%	17.26%	7.16%	10.49%	17.38%	13.03%
Russell Midcap w/div.	0.20%	4.52%	14.25%	6.76%	9.70%	16.67%	12.46%
S&P Midcap w/div.	-0.64%	4.14%	15.33%	8.14%	9.35%	16.50%	12.12%

Performance results are gross of fees.



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Return From Investment	543,921	2,059,765	7,162,990	7,437,701	14,518,992	31,730,275	29,069,241
Total Portfolio Rate of Return	1.13%	4.31%	16.79%	8.24%	12.09%	17.74%	13.36%
Russell Midcap Value w/div.	0.42%	4.45%	17.26%	7.16%	10.49%	17.38%	13.03%
Russell Midcap w/div.	0.20%	4.52%	14.25%	6.76%	9.70%	16.67%	12.46%
S&P Midcap w/div.	-0.64%	4.14%	15.33%	8.14%	9.35%	16.50%	12.12%

Performance results are net of fees.



NEWSOUTH CAPITAL MANAGEMENT, INC.

PORTFOLIO APPRAISAL NEW YORK STATE TEACHERS' RETIREMENT SYSTEM LEADING EDGE September 30, 2016

Quantity	Security	Adj Unit Cost	Total Adjusted Cost	Price	Market Value	Pct. Assets	Cur. Yield
Cash & Equivalents							
	Cash & Equivalents		1,251,901		1,251,901	2.6	0.3
	Dividends Receivable		38,918		38,918	0.1	0.0
			1,290,818		1,290,818	2.6	0.3
Common Stocks							
Technology							
29,800	Amdocs LTD	35.26	1,050,836	57.85	1,723,930	3.5	1.3
49,100	CGI Group Inc - Class A	33.70	1,654,641	47.63	2,338,633	4.8	0.0
48,500	Open Text Corp	30.95	1,501,117	64.86	3,145,710	6.4	1.4
			4,206,594		7,208,273	14.8	0.9
Health Care							
7,500	MEDNAX Inc	64.95	487,151	66.25	496,875	1.0	0.0
8,400	Teleflex Inc	82.37	691,921	168.05	1,411,620	2.9	0.8
15,900	Thermo Fisher Scientific Inc.	52.05	827,548	159.06	2,529,054	5.2	0.4
			2,006,620		4,437,549	9.1	0.5
Consumer Discretionary & Services							
2,850	Autozone Inc.	265.69	757,223	768.34	2,189,769	4.5	0.0
65,100	Discovery Comm Cl A	31.09	2,023,821	26.92	1,752,492	3.6	0.0
22,700	Dish Network Corp Class A	47.05	1,068,024	54.78	1,243,506	2.5	0.0
14,000	Gannett Inc.	4.91	68,795	11.64	162,960	0.3	5.5
81,200	Liberty Interactive Corp QVC Group Series A	14.84	1,205,124	20.01	1,624,812	3.3	0.0
21,500	Scripps Networks Interactive Class A	53.97	1,160,413	63.49	1,365,035	2.8	1.6
63,000	Service Corp International	8.23	518,477	26.54	1,672,020	3.4	2.0
480,500	Sirius XM Holdings Inc.	1.77	852,871	4.17	2,003,685	4.1	0.0
93,200	TEGNA Inc	14.72	1,371,653	21.86	2,037,352	4.2	2.6



NEWSOUTH CAPITAL MANAGEMENT, INC.

PORTFOLIO APPRAISAL
NEW YORK STATE TEACHERS' RETIREMENT SYSTEM
LEADING EDGE
September 30, 2016

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	36.52	1,124,816	2.3	2.7
			11,001,516		15,176,447	31.1	1.0
Materials & Processing							
22,800	FMC Corp	41.61	948,603	48.34	1,102,152	2.3	1.4
			948,603		1,102,152	2.3	1.4
Producer Durables							
7,500	FedEx Corp.	89.86	673,948	174.68	1,310,100	2.7	0.9
29,200	Flowserve Corp	35.15	1,026,278	48.24	1,408,608	2.9	1.6
22,200	MSC Industrial Direct Co-A	65.23	1,448,168	73.41	1,629,702	3.3	2.3
12,200	Stanley Black & Decker	61.13	745,804	122.98	1,500,356	3.1	1.9
36,700	Xylem Inc	24.37	894,375	52.45	1,924,915	3.9	1.2
25,800	Zebra Technologies Corp Cl A	87.28	2,251,934	69.61	1,795,938	3.7	0.0
			7,040,506		9,569,619	19.6	1.3
Financial Services							
45,150	Brookfield Asset Mgmt Inc. Class A	19.98	902,061	35.18	1,588,377	3.3	1.5
14,300	Dun & Bradstreet Corp	83.78	1,198,031	136.62	1,953,666	4.0	1.4
17,900	Fiserv Inc	29.21	522,773	99.47	1,780,513	3.6	0.0
41,100	Western Union Co	17.98	739,134	20.82	855,702	1.8	3.1
11,174	Willis Towers Watson PLC	88.50	988,885	132.77	1,483,572	3.0	1.4
			4,350,883		7,661,830	15.7	1.3
Common Stocks Total			29,554,722		45,155,870	92.5	1.0



NEWSOUTH CAPITAL MANAGEMENT, INC.

PORTFOLIO APPRAISAL
NEW YORK STATE TEACHERS' RETIREMENT SYSTEM
LEADING EDGE
September 30, 2016

<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							
31,200.000	iShares - Russell Midcap Value	72.61	2,265,580	76.77	2,395,224	4.9	2.1
			2,265,580		2,395,224	4.9	2.1
	Mutual Funds - Equity Total		2,265,580		2,395,224	4.9	2.1
TOTAL PORTFOLIO			33,111,120		48,841,912	100.0	1.1



NEWSOUTH CAPITAL MANAGEMENT, INC.

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

From 09-01-2016 To 09-30-2016

<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 09-01-2016 To 09-30-2016

Trade Date	Settle Date	Quantity	Security	Unit Price	Amount
PURCHASES					
09-26-2016	09-29-2016	7,100	Discovery Comm Cl A	26.10	185,343
09-27-2016	09-30-2016	7,300	Discovery Comm Cl A	26.23	191,487
09-14-2016	09-19-2016	900.000	iShares - Russell Midcap Value	75.02	67,518
09-26-2016	09-29-2016	5,800	MEDNAX Inc	64.97	376,829
09-26-2016	09-29-2016	1,700	MEDNAX Inc	64.90	110,322
09-26-2016	09-29-2016	1,800	Scripps Networks Interactive Class A	61.74	111,133
09-27-2016	09-30-2016	4,400	Scripps Networks Interactive Class A	61.79	271,883
					1,314,515
SALES					
09-30-2016	10-05-2016	14,450	Gannett Inc.	11.57	167,168
					167,168



NEWSOUTH CAPITAL MANAGEMENT, INC.

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

From 09-01-16 To 09-30-16

Date	Tran Code	Security	Quantity	Dollar Amount	Commission	Commiss. Per Shr	As % of Trade	Broker
09-14-16	by	iShares - Russell Midcap Value	900.000	67,518.00	18.00	0.02	0.03%	BTIG Inc
TOTAL			900.00	67,518.00	18.00	0.02	0.03%	
09-30-16	sl	Gannett Inc.	14,450	167,168.40	144.50	0.01	0.09%	Cantor Fitzgerald
TOTAL			14,450.00	167,168.40	144.50	0.01	0.09%	
09-26-16	by	Discovery Comm Cl A	7,100	185,343.37	142.00	0.02	0.08%	Jones Trading
09-27-16	by	Discovery Comm Cl A	7,300	191,487.03	146.00	0.02	0.08%	Jones Trading
TOTAL			14,400.00	376,830.40	288.00	0.02	0.08%	
09-26-16	by	Scripps Networks Interactive Class A	1,800	111,132.90	36.00	0.02	0.03%	Knight Capital Group LLC
09-26-16	by	MEDNAX Inc	5,800	376,829.48	116.00	0.02	0.03%	Knight Capital Group LLC
09-27-16	by	Scripps Networks Interactive Class A	4,400	271,883.04	88.00	0.02	0.03%	Knight Capital Group LLC
TOTAL			12,000.00	759,845.42	240.00	0.02	0.03%	
09-26-16	by	MEDNAX Inc	1,700	110,321.50	34.00	0.02	0.03%	Liquidnet Inc.
TOTAL			1,700.00	110,321.50	34.00	0.02	0.03%	
GRAND TOTAL			43,450	1,481,683.72	724.50	0.02	0.05%	

LEADING EDGE INVESTMENT ADVISORS, LLC
Brokerage / Commission Report

Manager Name: NewSouth Capital Management, Inc.
For the Period Ending: September 30, 2016
Length of Period: Monthly

									Soft Dollar Commissions Only!					
Client Name	Executing Broker	Total Commissions	Shares	Soft Dollars Yes or No	Recapture Yes or No	Minority Yes or No	Client Directed Yes or No	Cents per Share	Purpose*	Vendor**	Product	Hard Dollar Cost of Service	Soft Dollar Equivalent	28(e) Compliant Yes or No
New York State Teachers' FBTIG Inc.		18.00	900	No	No	No	No	0.02						
	Cantor Fitzgerald	144.50	14,450	No	No	No	No	0.01						
	Jones Trading	288.00	14,400	No	No	No	No	0.02						
	Knight Capital Group	240.00	12,000	No	No	No	No	0.02						
	Liquidnet Inc.	34.00	1,700	No	No	No	No	0.02						
TOTAL CLIENT		\$ 724.50	43,450					0.02						

*Note - Research or Administrative

**Note - If other than the broker executing the trade.

Attribution Summary
NEW YORK STATE TEACHERS' RETIREMENT SYSTEM vs. Russell Midcap Value w/div.

Net of Fees
From 08-31-16 to 09-30-16

Summary	
Portfolio Return	1.13
Benchmark Return	0.42
Active Return	0.71
Allocation Effect	0.20
Selection Effect	0.51
Total Effect	0.71

Largest Weights			
Security	Avg Wgt	Return	Contrib
Open Text Corp	6.48	3.25	0.21
Thermo Fisher Scientific Inc.	5.01	4.62	0.24
CGI Group Inc - Class A	4.91	-2.18	-0.11
iShares - Russell Midcap Value	4.89	0.38	0.02
Cash & Equivalents	4.41	0.04	0.00
Total	25.70	0.36	0.36

Industry Sector							
Top Attribution Effects	Allocation	Selection	Total	Bottom Attribution Effects	Allocation	Selection	Total
Consumer Discretionary & Services	-0.15	0.75	0.60	Energy	-0.36	0.00	-0.36
Financial Services	0.28	0.32	0.60	Technology	0.26	-0.60	-0.35
Producer Durables	0.02	0.11	0.13	Health Care	-0.01	-0.04	-0.05
Materials & Processing	0.03	0.07	0.10	Other	0.08	-0.10	-0.02
Consumer Staples	0.08	0.00	0.08	Utilities	-0.02	0.00	-0.02
Total	0.24	1.26	1.50	Total	-0.05	-0.75	-0.80

Top Contributors	Avg Wgt	Return	Contrib
Consumer Discretionary & Services	29.87	2.17	0.66
Producer Durables	19.43	1.33	0.27
Financial Services	15.68	0.92	0.14
Materials & Processing	2.24	3.34	0.08
Other	4.89	0.38	0.02
Total	72.11	1.16	1.16

Bottom Contributors	Avg Wgt	Return	Contrib
Technology	15.09	-0.21	-0.03
Health Care	8.29	-0.13	-0.01
Cash & Equivalents	4.52	0.04	0.00
Other	4.89	0.38	0.02
Materials & Processing	2.24	3.34	0.08
Total	35.02	0.06	0.06

Security							
Top Attribution Effects	Allocation	Selection	Total	Bottom Attribution Effects	Allocation	Selection	Total
TEGNA Inc	0.31	0.00	0.31	Teleflex Inc	-0.26	0.00	-0.26
Thermo Fisher Scientific Inc.	-0.02	0.23	0.21	Liberty Interactive Corp QVC Group Series A	-0.20	0.00	-0.20
Dish Network Corp Class A	-0.01	0.21	0.20	Fiserv Inc	-0.01	-0.14	-0.15
Willis Towers Watson PLC	-0.01	0.21	0.20	Amdocs LTD	-0.13	0.00	-0.13
Open Text Corp	-0.02	0.20	0.18	CGI Group Inc - Class A	-0.02	-0.11	-0.13
Total	0.25	0.86	1.11	Total	-0.62	-0.25	-0.87

Top Contributors	Avg Wgt	Return	Contrib
TEGNA Inc	4.09	8.65	0.33
Thermo Fisher Scientific Inc.	5.01	4.62	0.24
Dish Network Corp Class A	2.46	9.06	0.22
Willis Towers Watson PLC	2.93	7.46	0.22
Open Text Corp	6.48	3.25	0.21
Total	20.97	1.21	1.21

Bottom Contributors	Avg Wgt	Return	Contrib
Teleflex Inc	3.11	-8.21	-0.27
Liberty Interactive Corp QVC Group Series A	3.35	-5.30	-0.19
Fiserv Inc	3.77	-3.47	-0.13
Amdocs LTD	3.70	-3.45	-0.13
CGI Group Inc - Class A	4.91	-2.18	-0.11
Total	18.83	-0.83	-0.83

Attribution by Industry Sector
NEW YORK STATE TEACHERS' RETIREMENT SYSTEM vs. Russell Midcap Value w/div.
Net of Fees
From 08-31-16 to 09-30-16

Industry Sector	Portfolio			Benchmark			Difference			Attribution Effects		
	Avg Wgt	Return	Contrib	Avg Wgt	Return	Contrib	Avg Wgt	Return	Contrib	Alloc	Select	Total
Cash & Equivalents	4.52	0.04	0.00	0.00	0.00	0.00	4.52	0.04	0.00	0.00	0.00	0.00
Technology	15.09	-0.21	-0.03	7.61	3.83	0.29	7.48	-4.03	-0.32	0.26	-0.60	-0.35
Health Care	8.29	-0.13	-0.01	4.76	0.48	0.02	3.53	-0.61	-0.03	-0.01	-0.04	-0.05
Consumer Discretionary & Services	29.87	2.17	0.66	9.02	-0.39	-0.03	20.85	2.56	0.69	-0.15	0.75	0.60
Consumer Staples	0.00	0.00	0.00	3.26	-1.89	-0.06	-3.26	1.89	0.06	0.08	0.00	0.08
Energy	0.00	0.00	0.00	10.14	3.91	0.39	-10.14	-3.91	-0.39	-0.36	0.00	-0.36
Materials & Processing	2.24	3.34	0.08	6.89	-0.10	-0.01	-4.65	3.43	0.08	0.03	0.07	0.10
Producer Durables	19.43	1.33	0.27	11.38	0.75	0.09	8.05	0.58	0.17	0.02	0.11	0.13
Financial Services	15.68	0.92	0.14	33.61	-1.11	-0.37	-17.93	2.02	0.51	0.28	0.32	0.60
Utilities	0.00	0.00	0.00	13.19	0.52	0.07	-13.19	-0.52	-0.07	-0.02	0.00	-0.02
Other	4.89	0.38	0.02	0.14	2.43	0.03	4.75	-2.06	0.00	0.08	-0.10	-0.02
Total	100.00	1.13	1.13	100.00	0.42	0.42	0.00	0.71	0.71	0.20	0.51	0.71

