

FINANCIAL STATEMENTS, MANAGEMENT'S  
DISCUSSION AND ANALYSIS AND  
SUPPLEMENTAL SCHEDULES

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund  
June 30, 2008 and 2007  
(With Independent Auditors' Report Thereon)

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Financial Statements

June 30, 2008 and 2007

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## Independent Auditors' Report

The Members  
State Investment Council,  
Division of Investment,  
Department of the Treasury,  
State of New Jersey

We have audited the accompanying statement of net assets of the Pension Fund (the Fund) managed by the Division of Investment (the Division), Department of the Treasury, State of New Jersey, as of June 30, 2008, and the related statement of changes in net assets for the year then ended. These financial statements are the responsibility of the Division's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of the Fund for the year ended June 30, 2007 were audited by other auditors whose report dated January 4, 2008, expressed an unqualified opinion on those statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. We were not engaged to perform an audit of the Division's internal control over financial reporting of the Fund. Our audit included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Division's internal control over financial reporting of the Fund. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in note 1, the financial statements present only the Fund and do not purport to, and do not, present fairly the financial position of the State of New Jersey as of June 30, 2008 and 2007 and the changes in its financial position for the years then ended in conformity with accounting principles generally accepted in the United States.

In our opinion, the 2008 financial statements referred to above present fairly, in all material respects, the financial position of the Fund managed by the Division of Investment, Department of the Treasury, State of New Jersey, as of June 30, 2008, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States.

Management's discussion and analysis on pages 3 through 6 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information for 2008. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in schedules 1 through 8 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 2008 basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the 2008 basic financial statements taken as a whole.

*Ernst + Young LLP*

March 19, 2009

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Management's Discussion and Analysis  
*(Unaudited)*

June 30, 2008 and 2007

**Introduction**

This section of the financial statements of the Pension Fund (the Fund) presents our discussion and analysis of the Fund's financial position as of June 30, 2008 and 2007. Since this discussion and analysis is designed to focus on current activities, it should be read in conjunction with the Fund's basic financial statements, which follow this section.

**Financial Statements**

The Fund's basic financial statements include statements of net assets and statements of changes in net assets, which have been presented in accordance with accounting principles generally accepted in the United States as applicable to governmental entities.

The statements of net assets provide information on the financial position of the Fund at year-end. The statements of changes in net assets present the results of the investing activities during the fiscal year. The notes to the financial statements offer additional discussion that is essential to the full understanding of the data presented in the financial statements. The notes give more detail about accounting policies, significant account balances and activities, material risks, obligations, contingencies and subsequent events, if any. The financial statements and related notes are prepared in accordance with Governmental Accounting Standards Board principles as applicable to governmental entities.

**Statements of Net Assets**

The statements of net assets present the assets, liabilities and net assets (assets minus liabilities) of the Fund as of the end of each of the respective fiscal years and are point in time financial statements.

The statements of net assets are comprised of the following major components:

|                               | <b>June 30</b>    |                  |                  |
|-------------------------------|-------------------|------------------|------------------|
|                               | <u>2008</u>       | <u>2007</u>      | <u>2006</u>      |
|                               | <i>(Millions)</i> |                  |                  |
| Cash and Cash Management Fund | \$ 5,665          | \$ 6,771         | \$ 4,290         |
| Investments, at fair value    | 72,537            | 75,411           | 68,918           |
| Receivables                   | 1,872             | 602              | 2,260            |
| Securities lending collateral | <u>12,794</u>     | <u>18,413</u>    | <u>14,105</u>    |
| Total assets                  | 92,868            | 101,197          | 89,573           |
| Total liabilities             | <u>14,312</u>     | <u>18,712</u>    | <u>16,481</u>    |
| Net assets                    | <u>\$ 78,556</u>  | <u>\$ 82,485</u> | <u>\$ 73,092</u> |

Receivables consist primarily of the net amounts owed to the Fund on pending investment transactions and dividends and interest receivable. Securities lending collateral represents cash invested by the Fund with cash collateral received from borrowers of securities under various securities lending programs. Liabilities primarily represent amounts owed for pending investment transactions, amounts due to borrowers under the securities lending program (i.e., the obligation of the Fund to return the collateral and pay rebates at the expiration of the securities loans) and amounts due to the General Fund of the State of New Jersey for administrative expenses. In fiscal 2008 and 2006, receivables and liabilities also include amounts related to forward currency transactions. At June 30, 2007, liabilities also include capital calls that were received but were unpaid under various real estate partnership investments; no such capital calls existed at June 30, 2008 or 2006.

## Statements of Changes in Net Assets

Changes in net assets from year to year are presented in the statements of changes in net assets. The purpose of these statements is to present the net investment income earned by the Fund as well as the contributions of employers and participants and distributions to participants and/or beneficiaries. A summary follows:

|  | <b>Year ended June 30</b> |                  |                  |
|--|---------------------------|------------------|------------------|
|  | <b>2008</b>               | <b>2007</b>      | <b>2006</b>      |
|  | <i>(Millions)</i>         |                  |                  |
| Additions:   |                           |                  |                  |
| Net investment income:                                       |                           |                  |                  |
| Interest and dividends                                       | \$ 2,579                  | \$ 2,272         | \$ 2,124         |
| Net realized gain from investment transactions               | 6,177                     | 6,584            | 3,946            |
| Net (depreciation) appreciation in fair value of investments | (10,779)                  | 3,252            | 568              |
| Securities lending income                                    | 705                       | 839              | 556              |
|  | <u>(1,318)</u>            | <u>12,947</u>    | <u>7,194</u>     |
| Deductions:  |                           |                  |                  |
| Administrative expenses                                      | 60                        | 55               | 58               |
| Securities lending program expenses                          | 626                       | 804              | 522              |
| Custody fees   | 1                         | 1                | 1                |
| Investment expenses  | 22                        | 10               | 5                |
| Net pension fund withdrawals                                 | 1,902                     | 2,684            | 3,331            |
|  | <u>2,611</u>              | <u>3,554</u>     | <u>3,917</u>     |
|  | (3,929)                   | 9,393            | 3,277            |
| Net assets, beginning of year                                | <u>82,485</u>             | <u>73,092</u>    | <u>69,815</u>    |
| Net assets, end of year                                      | <u>\$ 78,556</u>          | <u>\$ 82,485</u> | <u>\$ 73,092</u> |

During the fiscal year ended June 30, 2008, the pension fund net assets decreased by \$3.9 billion or 4.8%. Net assets increased by \$9.4 billion, or 12.9% during the fiscal year ended June 30, 2007. Net deductions from the pension funds amounted to \$2.6 billion, \$3.6 billion and \$3.9 billion in fiscal 2008, 2007 and 2006, respectively, consisting primarily of pension fund withdrawals for benefits paid out to retirees and other beneficiaries and other withdrawals from the Fund. For fiscal 2008, the net decrease in investment income of \$14.3 billion is primarily attributable to unrealized losses of \$10.8 billion compared to unrealized gains of \$3.3 billion in fiscal 2007. For fiscal 2007, the net increase in investment income was primarily attributable to an increase in the net realized gains and losses of \$2.6 billion and a net increase in unrealized gains on investments of \$2.6 billion. In fiscal 2008, the decrease in gross securities lending revenue was due primarily to a reduction in loaned values and lower yields available in the marketplace. Net securities lending revenues increased in fiscal 2008 due to the widening of the net spread between rebate and reinvestment rates primarily as a result of the reduction in the federal funds rate and the increased intrinsic value of certain loaned securities. In fiscal 2007 the increase in both security lending income and program expenses was attributable to higher short term yields available in the marketplace and an increase in security lending activity compared to fiscal year 2006.

## Investment Performance

The rates of return (i.e. investment performance, which includes income and changes in the fair value of investments) for the portfolios within the Fund and various market indices are as follows:

|  | Year ended June 30 |      |       |
|--|--------------------|------|-------|
|  | 2008               | 2007 | 2006  |
| Total rate of return (%):  |                    |      |       |
| All Pension Funds  | (2.6)              | 17.1 | 9.8   |
| Common Pension Fund A (Domestic Equity)                            | (10.1)             | 20.6 | 10.5  |
| Common Pension Fund B (Domestic Fixed Income)                      | 9.1                | 5.2  | (1.0) |
| Common Pension Fund D (International)                              | (8.1)              | 27.0 | 24.5  |
| Common Pension Fund E (Alternative Investments)                    | 4.4                | 12.8 | 1.0   |
| Cash Management Fund -simple (1)                                   | 4.1                | 5.2  | 4.2   |
| Cash Management Fund -compound (1)                                 | 4.2                | 5.5  | 4.3   |
| Returns of Various Market Indices (%):                             |                    |      |       |
| S&P Composite 1500 Index   | (12.7)             | 20.2 | 9.2   |
| S&P Composite 1500 Index - ex-prohibited (2)                       | (12.9)             | 19.6 | N/A   |
| S&P 500 Index  | (13.1)             | 20.6 | 8.6   |
| S&P 500 Index - ex-prohibited (2)                                  | (13.3)             | 19.9 | N/A   |
| Dow Jones Industrial Average                                       | (12.8)             | 22.3 | 10.7  |
| Barclays Long/Government/Credit (3)                                | 6.8                | 7.0  | (6.5) |
| Barclays U.S. Government/Credit Index (3)                          | 7.2                | 6.0  | (1.5) |
| Barclays Mortgage Index  | 7.8                | 6.7  | 2.5   |
| MSCI EAFE International Stock Index (in US \$) - ex-prohibited (2) | (10.6)             | 27.5 | 27.1  |
| MSCI EAFE ex-prohibited (2)  | (11.7)             | 27.3 | N/A   |
| 3-month Treasury bills   | 3.3                | 5.1  | 4.0   |

(1) Rate of return for State of New Jersey participants which includes the Pension Fund

(2) Chapter 162 of the Public Laws of 2005 provides that no assets of any pension or annuity fund shall be invested in any foreign company with an equity tie to the government of Sudan or its instrumentalities and is engaged in business in or with the same. Chapter 250 of the Public Laws of 2007 provides that no assets of any pension or annuity fund shall be invested in any foreign company that has an equity tie to the government of Iran or its instrumentalities and is engaged in business operations with entities in the defense sector or nuclear sector of Iran, or engaged in business operations with entities involved in the natural gas or petroleum sectors of Iran, in or with that government and its instrumentalities.

The ex-prohibited benchmarks are calculated by the Division of Investment and represent the performance of various market indices excluding the specific securities ineligible for investment pursuant to these laws.

(3) Formerly known as Lehman indices

Division of Investment  
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Statements of Net Assets

June 30, 2008 and 2007

|   | <u>2008</u>              | <u>2007</u>              |
|---|--------------------------|--------------------------|
| Assets:   |                          |                          |
| Cash and cash equivalents                           | \$ 178,815,056           | \$ 76,306,770            |
| Cash Management Fund                                | 5,486,105,701            | 6,694,243,038            |
| Receivables:  |                          |                          |
| Interest and dividends                              | 363,896,903              | 330,768,212              |
| Investments sold but not settled                    | 129,029,047              | 252,799,453              |
| Foreign taxes                                       | 26,091,408               | 18,015,492               |
| Forward currency contracts receivable               | 1,353,214,830            | —                        |
| Other   | 628,436                  | 10,820                   |
| Total receivables                                   | <u>1,872,860,624</u>     | <u>601,593,977</u>       |
| Securities lending collateral                       | 12,793,553,099           | 18,413,317,466           |
| Investments, at fair value                          | <u>72,536,541,805</u>    | <u>75,411,326,533</u>    |
| Total assets  | <u>92,867,876,285</u>    | <u>101,196,787,784</u>   |
| Liabilities:  |                          |                          |
| Securities lending collateral and rebates payable   | 12,793,553,099           | 18,413,317,466           |
| Forward currency contracts payable and call options | 1,359,366,813            | —                        |
| Investments purchased but not settled               | 158,938,719              | 292,917,940              |
| Custody fees payable                                | 215,729                  | —                        |
| Due to the General Fund of the State of New Jersey  | —                        | 4,188,957                |
| Other   | 15,062                   | 1,218,005                |
| Total liabilities                                   | <u>14,312,089,422</u>    | <u>18,711,642,368</u>    |
| Net assets  | <u>\$ 78,555,786,863</u> | <u>\$ 82,485,145,416</u> |

*See accompanying notes to financial statements.*

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Statements of Changes in Net Assets

Years Ended June 30, 2008 and 2007

|  | <b>2008</b>       | <b>2007</b>       |
|--|-------------------|-------------------|
| Additions:   |                   |                   |
| Net investment income:                                       |                   |                   |
| Interest and dividends                                       | \$ 2,578,686,966  | \$ 2,271,696,167  |
| Net realized gain from investment transactions               | 6,176,824,817     | 6,584,379,605     |
| Net (depreciation) appreciation in fair value of investments | (10,778,813,981)  | 3,251,756,963     |
| Securities lending income                                    | 705,731,050       | 839,621,906       |
| Net investment (loss) income                                 | (1,317,571,148)   | 12,947,454,641    |
| Deductions:  |                   |                   |
| Administrative expenses:                                     |                   |                   |
| Division of Pensions and Benefits                            | 47,586,477        | 45,361,346        |
| Division of Investment                                       | 12,168,638        | 9,968,834         |
| Total administrative expense                                 | 59,755,115        | 55,330,180        |
| Securities lending program rebates                           | 611,388,567       | 796,730,701       |
| Securities lending program agent fees                        | 14,946,895        | 7,127,638         |
| Custody fees   | 719,272           | 625,000           |
| Investment expenses  | 21,900,917        | 10,537,151        |
| Net pension fund withdrawals                                 | 1,903,076,639     | 2,683,895,698     |
| Total deductions   | 2,611,787,405     | 3,554,246,368     |
| (Decrease) increase in net assets                            | (3,929,358,553)   | 9,393,208,273     |
| Net assets as of beginning of year                           | 82,485,145,416    | 73,091,937,143    |
| Net assets as of end of year                                 | \$ 78,555,786,863 | \$ 82,485,145,416 |

*See accompanying notes to financial statements.*

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Notes to Financial Statements

June 30, 2008

**1. Organization**

The Division of Investment, Department of the Treasury, State of New Jersey (the Division) manages and invests certain assets of various pension funds, divisions, agencies and employees of the State of New Jersey in various groups of funds, such as the Pension Fund and the Cash Management Fund. The accompanying financial statements represent the assets, liabilities and net assets of the underlying investment portfolio of the Pension Fund (the Fund) which is comprised of various accounts managed by the Division. The Fund is considered to be an investment trust fund as defined in Governmental Accounting Standards Board (GASB) Statement No. 34. The operations of this Fund are governed by the provisions of State Investment Council Regulations for the purpose of determining authorized investments for the Fund.

The accounts included in the Fund are: Common Fund A, Common Fund B, Common Fund D, Common Fund E, Police and Firemen's Mortgage Program accounts and other investments owned directly by the seven defined benefit pension plans administered by the Division of Pensions and Benefits, Department of the Treasury, State of New Jersey. Common Fund A invests primarily in domestic equity securities. Common Fund B invests primarily in domestic fixed income securities. Common Fund D invests primarily in foreign equity and fixed income securities. Common Fund E invests primarily in alternative investments which include private equity funds, real estate funds, commodity funds and absolute return strategy investments. The Police and Firemen's Retirement System includes a mortgage loan program administered by the New Jersey Housing and Mortgage Finance Agency that provides participants with mortgages from the program at rates which are fixed by formula. The law establishing the program provides that the Fund may not sell the mortgages, and no independent market exists for them. As of June 30, 2008 and 2007, respectively, the mortgages issued pursuant to this loan program had a cost of \$1,360,087,645 and \$1,159,041,322 and an appraised value of \$1,288,049,378 and \$1,109,584,450, respectively, determined using estimated market prices obtained from independent brokers.

The Fund is not a legally separate entity within the State of New Jersey. The assets managed by the Division are included in the financial statements of the State.

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Notes to Financial Statements (continued)

**1. Organization (continued)**

The accompanying financial statements present only the net investments of the Fund and do not purport to, and do not, present fairly the financial position of the State of New Jersey as of June 30, 2008 and 2007, and the changes in its financial position for the years then ended in conformity with accounting principles generally accepted in the United States.

**2. Summary of Significant Accounting Policies**

*Measurement Focus and Basis of Accounting*

The financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under this method, revenues (additions) are recorded when earned and expenses (deductions) are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place.

*Cash and Cash Equivalents*

Cash and cash equivalents consist of cash on hand and other short-term investments with maturities of three months or less when purchased.

*Valuation of Investments*

Investments are reported at fair value as follows:

- U.S. Government and Agency, Foreign and Corporate obligations – prices quoted by a major dealer in such securities.
- Common Stock and Equity Funds, Foreign Equity Securities, Forward Foreign Exchange Contracts – closing prices as reported on the primary market or exchange on which they trade.
- Money Market Instruments – amortized cost which approximates fair value.
- Cash Management Fund – closing bid price on the last day of trading during the period as determined by the Transfer Agent.

Division of Investment  
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Notes to Financial Statements (continued)

**2. Summary of Significant Accounting Policies (continued)**

- Alternative investments (private equity, real estate, commodity and absolute return strategy funds) – estimated fair value provided by the general partner and/or investment manager and reviewed by management. The inputs into the determination of fair value (particularly for private equity and real estate) require significant management judgment or estimation. Because by their very nature, alternative investments are not always readily marketable, their estimated value is subject to uncertainty and therefore may differ significantly from the value that would be used if a ready market for such investments existed. The development of fair value is further complicated by (1) the current lack of liquidity in the financial system and (2) the extreme levels of volatility in the market for public equity in general and for debt securities linked to these asset classes (see footnote 5 to these financial statements). For these reasons, the realized value received upon the sale of these investments in the open market might be different than the fair value reported in the accompanying financial statements.

***Investment Transactions***

Investment transactions are accounted for on a trade or investment date basis. Gains and losses from investment transactions are determined by the average cost method. Interest and dividend income is recorded on the accrual basis, with dividends accruing on the ex-dividend date.

***Unit Transactions***

The net asset value of Common Funds A, B, D and E is determined as of the close of the last day of business of each month. Purchases and redemptions of participants' units are transacted each month within fifteen days subsequent to that time and are recorded at such net asset value.

Dividends and interest earned per unit are calculated monthly and distributed quarterly for Common Fund A and B. Dividends and interest earned per unit are calculated monthly for Common Fund D, and the income earned on Common Fund D units is reinvested. Income earned per unit is calculated monthly for Common Fund E, and the income earned on Common Fund E units is reinvested.

Division of Investment  
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Notes to Financial Statements (continued)

**2. Summary of Significant Accounting Policies (continued)**

***Net Pension Fund Withdrawals***

The net pension fund withdrawals represent a combination of distributions to participants and/or plan beneficiaries and other pension plan withdrawals offset by participant, employer and State contributions. The withdrawals from pension plan assets are made based upon the cash disbursement needs of the individual pension plans.

***Administrative Expenses and Due to the General Fund of the State of New Jersey***

Certain administrative expenses of the Division of Investment and the Division of Pensions and Benefits are paid by the Department of the Treasury of the State of New Jersey. These expenses are reimbursed by charges to the individual pension plans administered by the Division of Pensions and Benefits. The withdrawal of the funds from pension plan assets to provide this reimbursement to the Department of the Treasury is reflected as administrative expenses in the accompanying financial statements. Due to the General Fund of the State of New Jersey represents administrative expenses for the respective fiscal year which had not been remitted to the State.

***Securities Lending***

The State Investment Council policies permit Common Funds A, B and D and several of the direct pension plan portfolios to participate in securities lending programs, whereby securities are loaned to brokers or other borrowers and, in return, the Funds have rights to the collateral received. All of the securities held in Common Funds A, B and D, and certain securities held directly by the pension plans, are eligible for the securities lending program. Collateral received may consist of cash, letters of credit, or government securities having a market value equal to or exceeding 102% (U.S. dollar denominated) or 105% (non-U.S. dollar denominated) of the value of the loaned securities at the time the loan is made. For Common Funds A and B, in the event that the market value of the collateral falls below 101% of the market value of all the outstanding loaned securities to an individual borrower, additional collateral shall be transferred by the borrower to the respective funds no later than the close of the next business day so that the market value of such additional collateral, when added to the market value of

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Notes to Financial Statements (continued)

**2. Summary of Significant Accounting Policies (continued)**

the other collateral, shall equal 102% of the market value of the loaned securities. For Common Fund D, in the event that the market value of the collateral falls below the collateral requirement of either 102% or 105% (depending on whether the securities are denominated in U.S. dollars or a foreign currency, respectively) of the market value of the outstanding loaned securities to an individual borrower, additional collateral shall be transferred in an amount that will increase the aggregate of the borrower's collateral to meet the collateral requirements. The securities lending contracts do not allow the Fund to pledge or sell any collateral securities unless the borrower defaults. As of June 30, 2008 and 2007, the Fund had no aggregate credit risk exposure to borrowers because the collateral amount held by the Fund exceeded the market value of the securities on loan.

The contracts with the Fund's securities lending agent require them to indemnify the Fund if the brokers or other borrowers fail to return the securities or fail to pay the Fund for income distributions on the securities while they are on loan. The Common Fund D securities lending agent also indemnifies the Fund for any loss of principal or interest on the invested collateral. For any losses on the investment collateral in Common Funds A or B or other pension plan portfolios, the lending fee paid to the lending agent shall be reduced by 25% of the amount of such loss, up to an amount not to exceed 75% of the previous six months' securities lending fees. The securities loans can be terminated by notification by either the borrower or the Fund. The term to maturity of the securities loans is generally matched with the term to maturity of the investment (or, in the case of floating rate notes, to the next interest rate reset date) of the cash collateral.

***Derivatives***

The Division, from time to time, utilizes forward foreign currency contracts, a derivative security, as a means to hedge against currency risks in the Fund's foreign stock and fixed income portfolios. A derivative security is an investment whose payoff depends upon the value of other assets such as bond and stock prices, a market index, or commodity prices. Derivative transactions involve, to varying degrees, credit risk and market risk. Credit risk is the possibility that a loss may occur because a party to a transaction fails to perform according to terms. Market risk is the possibility that a change in market prices or currency rates will cause the value of a financial instrument to decrease or become more costly to settle.

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Notes to Financial Statements (continued)

**2. Summary of Significant Accounting Policies (continued)**

Forward foreign currency contracts are agreements to buy or sell a specific amount of a foreign currency at a specified delivery or maturity date for an agreed upon price. Forward foreign currency contracts are used to hedge against the currency risk in the Fund's foreign stock and fixed income portfolios.

There were no foreign forward currency contracts at June 30, 2007. The fair value of foreign forward currency contracts held directly by the Fund as of June 30, 2008 was as follows:

|                             |                  |
|-----------------------------|------------------|
| Forward currency receivable | \$ 1,353,214,830 |
| Forward currency payable    | 1,358,471,309    |
| Net unrealized loss         | 5,256,479        |

The Fund utilizes covered call and put options in an effort to add value to or reduce the risk level in the portfolio. Options are agreements that give the owner of the option the right, but not obligation, to buy (in the case of a call option) or to sell (in the case of a put option) a specific amount of an asset for a specific price (called the strike price) on or before a specified expiration date. The Fund enters into covered calls when it writes (or sells) call options on underlying stocks held by the fund or stock indices. The Fund enters into covered put options when it purchases put options on underlying stocks held by the fund or stock indices. The purchaser of put options pays a premium at the outset of the agreement and stands to gain from an unfavorable change (i.e., a decrease) in the price of the instrument underlying the option. The writer of call options receives a premium at the outset of the agreement and bears the risk of an unfavorable change (i.e., an increase) in the price of the instrument underlying the option. The Fund had written call options on 5,661,100 shares with a fair value of \$895,504 at June 30, 2008. The Fund owned 880,000 put option contracts on the S&P 500 index with a fair value of \$72,334,000 at June 30, 2008. The Fund owned 53,208 put option contracts on the S&P 500 index with a fair value of \$169,137,647 at June 30, 2007.

Certain of the alternative investment funds and partnerships may use derivative instruments to hedge against market risk and to enhance investment returns. At any point during the year, the Fund may have additional exposure to derivatives primarily through limited liability vehicles such as limited partnerships and commingled investment funds.

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Notes to Financial Statements (continued)

**2. Summary of Significant Accounting Policies (continued)**

The Fund recognizes the fair value of all derivative instruments as either an asset or liability on the Statements of Net Assets with the offsetting gains or losses recognized in earnings.

***Commitments***

The Fund is obligated, under certain private equity, real estate and absolute return strategy alternative investment agreements to make additional capital contributions up to contractual levels over the investment period specified for each investment. As of June 30, 2008, the Fund had unfunded commitments totaling approximately \$9.2 billion.

***Interfunds***

Interfund activity has been eliminated from the financial statements.

***Use of Estimates***

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of income and expense during the reporting period. Actual results could differ from those estimates.

***Reclassifications***

Certain prior year information has been reclassified to conform to the current year presentation.

Division of Investment  
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Notes to Financial Statements (continued)

**3. Investments**

The Fund's investments as of June 30 are as follows:

|                                | <b>2008</b>       | <b>2007</b>       |
|--------------------------------|-------------------|-------------------|
| Domestic equities              | \$ 23,849,523,038 | \$ 31,474,841,997 |
| International equities         | 14,728,747,252    | 17,174,769,178    |
| Domestic fixed income          | 20,276,259,245    | 19,648,980,451    |
| International fixed income     | 2,913,035,116     | 996,400,682       |
| Police and Fireman's mortgages | 1,288,049,378     | 1,109,584,450     |
| Private equity                 | 2,850,167,142     | 1,159,903,960     |
| Real estate                    | 1,916,228,663     | 1,003,932,926     |
| Absolute return strategy funds | 3,739,013,571     | 2,340,519,278     |
| Commodity Funds                | 975,518,400       | 502,393,611       |
|                                | \$ 72,536,541,805 | \$ 75,411,326,533 |

New Jersey state statute provides for a State Investment Council (Council) and a Director. Investment authority is vested in the Director of the Division and the role of the Council is to formulate investment policies. The Council issues regulations which establish guidelines for permissible investments which include domestic and international equities and exchange traded funds, covered call and put options, equity futures contracts, obligations of the U.S. Treasury, government agencies, corporations, finance companies and banks, obligations of international corporations, governments and agencies, interest rate swap transactions, fixed income exchange traded funds, U.S. Treasury futures contracts, New Jersey State and Municipal general obligations, public authority revenue obligations, collateralized notes and mortgages, commercial paper, certificates of deposit, repurchase agreements, bankers acceptances, guaranteed income contracts, funding agreements, money market funds, private equity, real estate, other real assets, absolute return strategy funds and the State of New Jersey Cash Management Fund (CMF). The CMF is a short-term cash fund and is open to state and certain non-state participants.

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Notes to Financial Statements (continued)

**3. Investments (continued)**

The Fund's investment in the Cash Management Fund is not evidenced by securities that exist in physical or book entry form held by the Fund.

The Fund's investments are subject to various risks. Among these risks are custodial credit risk, credit risk, concentration of credit risk, interest rate risk and foreign currency risk. Each one of these risks is discussed in more detail below.

Custodial credit risk, as it relates to investments, is the risk that in the event of the failure of the counterparty to a transaction, the Fund will not be able to recover the value of investment or collateral securities that are in the possession of the third party. The Fund's investment securities are not exposed to custodial credit risk as they are held in segregated trust accounts in the name of the Fund with the custodians.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The credit risk of a debt instrument is evaluated by nationally recognized statistical rating agencies such as Moody's Investors Service, Inc. (Moody's), Standard & Poor's Corporation (S&P) and Fitch Ratings (Fitch). Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. There are no restrictions in the amount that can be invested in United States Treasury and government agency obligations. Council regulations require minimum credit ratings for certain categories of fixed income

Division of Investment  
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Notes to Financial Statements (continued)

**3. Investments (continued)**

obligations held directly by the Fund and limit the amount that can be invested in any one issuer or issue. These limits for the period July 1, 2006 through September 4, 2006 were as follows:

| Category   | Minimum rating (1) |     | Limitation of issuer's outstanding debt | Limitation of issue | Other limitations   |
|--|--------------------|-----|---|---------------------|---|
|  | Moody's            | S&P |   |                     |   |
| Corporate obligations  | Baa                | BBB | 25%                                     | 25%                 | None  |
| U.S. finance company debt, bank debentures and NJ state & municipal obligations    | A                  | A   | 10%                                     | 10%                 | None  |
| Canadian obligations   | A                  | A   | 10%                                     | 10%                 | Purchase cannot exceed greater of 10% of issue or \$10 million; not more than 2% of fund assets can be invested in any one issuer |
| International government and agency obligations                                    | Aa                 | AA  | 2%                                      | 10%                 | Not more than 1% of fund assets can be invested in any one issuer   |
| Public authority revenue obligations   | A                  | A   | N/A                                     | 10%                 | Not more than 2% of fund assets can be invested in any one public authority   |
| Collateralized notes and mortgages   | Baa                | BBB | N/A                                     | 33.3%               | Not more than 2% of fund assets can be invested in any one issuer   |
| Commercial paper   | P-1                | A-1 | N/A                                     | N/A                 | None  |
| Certificates of deposit and banker's acceptances (rating applies to international) | Aa/P-1             | N/A | N/A                                     | N/A                 | Uncollateralized certificates of deposit and banker's acceptances cannot exceed 10% of issuer's primary capital                   |
| Guaranteed income contracts  | P-1                | N/A | N/A                                     | N/A                 | A+ rating from A.M. Best for insurance companies  |
| Money market funds   | N/A                | N/A | N/A                                     | N/A                 | Not more than 10% of fund assets can be invested in money market funds; limited to 5% of shares or units outstanding              |

(1) Short term ratings (e.g. P-1, A-1) are used for commercial paper and certificates of deposit.  
N/A – Not applicable

Division of Investment  
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Notes to Financial Statements (continued)

**3. Investments (continued)**

Effective September 5, 2006, the following limits became effective:

| Category  | Minimum rating (1) |         |        | Limitation of issuer's outstanding debt | Limitation of issue            | Other limitations  |
|---|--------------------|---------|--------|---|--------------------------------|--|
|   | Moody's            | S&P     | Fitch  |   |                                |  |
| Corporate obligations                             | Baa3               | BBB-    | BBB-   | 10%                                     | 25%                            | Not more than 5% of fund assets can be invested in one corporation   |
| U.S. finance company debt and bank debentures     | Baa3               | BBB-    | BBB-   | 10%                                     | 25%                            | Not more than 5% of fund assets can be invested in one corporation   |
| International corporate obligations               | Baa3               | BBB-    | BBB-   | 10%                                     | 25%                            | Not more than 5% of fund assets can be invested in any one issuer with maturities exceeding 12 months; not more than 10% of fund assets can be invested in this category |
| International government and agency obligations   | Aa3                | AA-     | AA-    | 25%                                     | Greater of 25% or \$10 million | Not more than 1% of fund assets can be invested in any one issuer  |
| Collateralized notes and mortgages                | Baa3               | BBB-    | BBB-   | N/A                                     | 25%                            | Not more than 5% of fund assets can be invested in any one issue; not more than 10% of fund assets (or 20% of Fund B assets) can be invested in this category            |
| Commercial paper                                  | P-1                | A-1     | F1     | N/A                                     | N/A                            | None   |
| Certificates of deposit and banker's acceptances: |                    |         |        |   |                                | Certificates of deposit and banker's acceptances cannot exceed 10% of issuer's primary capital   |
| Domestic  | A3/P-1             | A-/A-1  | A-/F1  | N/A                                     | N/A                            |  |
| International                                     | Aa3/P-1            | AA-/A-1 | AA-/F1 | N/A                                     | N/A                            |  |

(1) Short term ratings (e.g. P-1, A-1, F-1) are used for commercial paper and certificates of deposit.  
 N/A – Not applicable

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Notes to Financial Statements (continued)

**3. Investments (continued)**

| Category   | Minimum rating (1) |     |       | Limitation of issuer's outstanding debt | Limitation of issue | Other limitations   |
|--|--------------------|-----|-------|---|---------------------|---|
|  | Moody's            | S&P | Fitch |   |                     |   |
| Guaranteed income contracts and funding agreements | A3                 | A-  | A-    | N/A                                     | N/A                 | None  |
| Money market funds                                 | —                  | —   | —     | N/A                                     | N/A                 | Not more than 10% of fund assets can be invested in money market funds; limited to 5% of shares or units outstanding            |
| Interest rate swap transactions                    | A3                 | A-  | A-    | N/A                                     | N/A                 | Notional value of net exposure to any one counterparty shall not exceed 10% of fund assets                                      |
| Repurchase agreements                              | Aa3                | AA- | AA-   | N/A                                     | N/A                 | None  |
| NJ state & municipal obligations                   | A3                 | A-  | A-    | 10%                                     | 10%                 | Not more than 10% of fund assets can be invested in debt of any one political entity maturing more than 12 months from purchase |
| Public authority revenue obligations               | A3                 | A-  | A-    | N/A                                     | 10%                 | Not more than 2% of fund assets can be invested in any one public authority   |
| Mortgage backed passthrough securities             | A3                 | A-  | A-    | N/A                                     | N/A                 | Not more than 5% of fund assets can be invested in any one issue  |
| Mortgage backed senior debt securities             | N/A                | N/A | N/A   | N/A                                     | 25%                 | Not more than 5% of fund assets can be invested in any one issue  |

(1) Short term ratings (e.g. P-1, A-1, F-1) are used for commercial paper and certificates of deposit.  
N/A – Not applicable

Effective August 20, 2007, up to 5% of the market value of the combined assets of the pension and annuity funds may be invested in corporate obligations, finance company debt, bank debentures, international corporate obligations, collateralized notes and mortgages and mortgage backed pass-through securities that do not meet the minimum credit rating requirements set forth above; prior to that, the limitation was 5% of the market value of Common Fund B.

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Notes to Financial Statements (continued)

**3. Investments (continued)**

For securities in the fixed income portfolio, the following tables disclose aggregate market value, by major credit quality rating category at June 30, 2008 and 2007:

| June 30, 2008<br>(000's)                  | Moody's rating       |                     |                     |                     |                  |                   |                   |
|---|----------------------|---------------------|---------------------|---------------------|------------------|-------------------|-------------------|
|   | Aaa                  | Aa                  | A                   | Baa                 | Ba               | B                 | Caa               |
| United States Treasury TIPS               | \$ 3,573,893         | \$ —                | \$ —                | \$ —                | \$ —             | \$ —              | \$ —              |
| United States Treasury Bonds              | 3,914,404            | —                   | —                   | —                   | —                | —                 | —                 |
| United States Treasury Strips             | 622,327              | —                   | —                   | —                   | —                | —                 | —                 |
| Title XI Merchant Marine Notes            | 2,646                | —                   | —                   | —                   | —                | —                 | —                 |
| United States Government Agency           | 78,910               | —                   | —                   | —                   | —                | —                 | —                 |
| Federal Home Loan Bank Notes and Bonds    | 120,820              | —                   | —                   | —                   | —                | —                 | —                 |
| Federal Home Loan Discounted Bonds        | 6,670                | —                   | —                   | —                   | —                | —                 | —                 |
| Floating Rate Notes                       | 28,070               | —                   | —                   | —                   | —                | —                 | —                 |
| Tennessee Valley Authority Strips         | 166,919              | —                   | —                   | —                   | —                | —                 | —                 |
| Domestic Corporate Obligations            | 428,516              | 674,633             | 3,024,990           | 2,642,103           | 90,580           | 41,315            | 84,813            |
| Domestic Corporate Discounted Obligations | 105,177              | —                   | 4,879               | —                   | —                | —                 | —                 |
| International Corporate Obligations       | —                    | —                   | 205,817             | 193,352             | —                | —                 | —                 |
| Real Estate Investment Trust Obligations  | —                    | —                   | —                   | 19,391              | —                | —                 | —                 |
| Finance Company Debt                      | 385,235              | 476,076             | 744,296             | 268,772             | —                | 86,584            | 64,347            |
| Foreign Government Obligations            | 1,077,186            | 150,700             | —                   | —                   | —                | —                 | —                 |
| Foreign Government Discount Obligations   | 879,287              | —                   | —                   | —                   | —                | —                 | —                 |
| Adjustable Rate Municipal Bonds           | 31,000               | 135,665             | 135,000             | —                   | —                | —                 | —                 |
| International Bonds and Notes             | 298,755              | 20,274              | 67,775              | 19,889              | —                | —                 | —                 |
| Remic/FHLMC                               | 546,377              | —                   | —                   | —                   | —                | —                 | —                 |
| Remic/ FNMA                               | 50,343               | —                   | —                   | —                   | —                | —                 | —                 |
| SBA passthrough certificates              | 100,373              | —                   | —                   | —                   | —                | —                 | —                 |
| GNMA Mortgage Backed Certificates         | 148,306              | —                   | —                   | —                   | —                | —                 | —                 |
| FHLM Mortgage Backed Certificates         | 440,058              | —                   | —                   | —                   | —                | —                 | —                 |
| FNMA Mortgage Backed Certificates         | 448,589              | —                   | —                   | —                   | —                | —                 | —                 |
| Asset Backed Obligations                  | 63,791               | 119,057             | —                   | 139,267             | —                | —                 | —                 |
| Private Export Obligations                | 85,742               | —                   | —                   | —                   | —                | —                 | —                 |
| Exchange Traded Securities                | —                    | —                   | 131,820             | —                   | —                | 4,700             | —                 |
|   | <u>\$ 13,603,394</u> | <u>\$ 1,576,405</u> | <u>\$ 4,314,577</u> | <u>\$ 3,282,774</u> | <u>\$ 90,580</u> | <u>\$ 132,599</u> | <u>\$ 149,160</u> |

The 2008 table does not include certain exchange traded funds (ETFs) that invest in an underlying portfolio of fixed income securities which do not have a Moody's rating, totaling \$39,805,000. The Police and Firemen's Mortgages and the Cash Management Fund are unrated.

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Notes to Financial Statements (continued)

**3. Investments (continued)**

| June 30, 2007<br>(000's)                    | Moody's rating |              |              |              |
|---|----------------|--------------|--------------|--------------|
|   | Aaa            | Aa           | A            | Baa          |
| United States Treasury Notes                | \$ 2,038,229   | \$ —         | \$ —         | \$ —         |
| United States Treasury TIPS                 | 1,875,022      | —            | —            | —            |
| United States Treasury Bonds                | 5,187,546      | —            | —            | —            |
| United States Treasury Strips               | 39,649         | —            | —            | —            |
| Title XI Merchant Marine Notes              | 2,786          | —            | —            | —            |
| Federal Agricultural Mortgage Corp. Notes   | 95,295         | —            | —            | —            |
| Federal Farm Credit Bank Bonds              | 50,227         | —            | —            | —            |
| Federal Home Loan Bank Bonds                | 289,167        | —            | —            | —            |
| Federal Home Loan Bank Discounted Notes     | 96,345         | —            | —            | —            |
| Federal National Mortgage Association Notes | 96,355         | —            | —            | —            |
| Resolution Funding Corp. Obligations        | 6,466          | —            | —            | —            |
| Tennessee Valley Authority Strips           | 72,610         | —            | —            | —            |
| Floating Rate Notes                         | 9,999          | 20,038       | —            | —            |
| Domestic Corporate Obligations              | 427,646        | 760,349      | 2,093,792    | 2,020,011    |
| International Corporate Obligations         | —              | —            | 47,912       | 35,330       |
| Real Estate Investment Trust Obligations    | —              | —            | —            | 34,025       |
| Finance Company Debt                        | 293,489        | 296,882      | 498,203      | 9,240        |
| International Bonds and Notes               | 404,960        | 64,583       | 48,200       | —            |
| Foreign Government Obligations              | 302,900        | 92,516       | —            | —            |
| Remic/FHLMC                                 | 952,817        | —            | —            | —            |
| Remic/FNMA                                  | 66,490         | —            | —            | —            |
| Remic/GNMA                                  | 17,969         | —            | —            | —            |
| GNMA Mortgage Backed Certificates           | 64,206         | —            | —            | —            |
| FHLM Mortgage Backed Certificates           | 939,992        | —            | —            | —            |
| FNMA Mortgage Backed Certificates           | 839,452        | —            | —            | —            |
| SBA passthrough certificates                | 9,700          | —            | —            | —            |
| Asset Backed Obligations                    | 310,611        | —            | —            | —            |
| Private Export Obligations                  | 56,771         | —            | —            | —            |
| Exchange Traded Securities                  | —              | —            | 52,290       | —            |
|   | \$ 14,546,699  | \$ 1,234,368 | \$ 2,740,397 | \$ 2,098,606 |

Division of Investment  
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Notes to Financial Statements (continued)

**3. Investments (continued)**

The 2007 table does not include certain corporate obligations, which do not have a Moody's rating, totaling \$25,310,000 with an S&P rating of A. The Police and Firemen's Mortgages and the Cash Management fund are unrated.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Commercial paper must mature within 270 days. Certificates of deposits and bankers acceptances are limited to a term of one year or less. The maturity requirement for repurchase agreements was 15 days through September 4, 2006; this was revised to 30 days effective September 5, 2006. The investment in guaranteed income contracts and funding agreements is limited to a term of 10 years or less.

Division of Investment  
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Notes to Financial Statements (continued)

**3. Investments (continued)**

The following tables summarize the maturities (or, in the case of Remics, Police and Firemen's Mortgages and mortgage-backed securities, the expected average life) of the fixed income portfolio at June 30, 2008 and 2007:

| June 30, 2008<br>(000's)                  | Total                | Maturities in years |                     |                     |                      |
|---|----------------------|---------------------|---------------------|---------------------|----------------------|
|   |                      | fair value          | Less than 1         | 1-5                 | 6-10                 |
| United States Treasury TIPS               | \$ 3,573,893         | \$ —                | \$ —                | \$ 369,231          | \$ 3,204,662         |
| United States Treasury Bonds              | 3,914,404            | —                   | —                   | —                   | 3,914,404            |
| United States Treasury Strips             | 622,327              | —                   | —                   | —                   | 622,327              |
| Title XI Merchant Marine Notes            | 2,646                | —                   | —                   | —                   | 2,646                |
| United States Government Agency           | 78,910               | —                   | —                   | —                   | 78,910               |
| Federal Home Loan Bank Notes and Bonds    | 120,820              | —                   | —                   | 38,492              | 82,328               |
| Federal Home Loan Discounted Bonds        | 6,670                | —                   | —                   | —                   | 6,670                |
| Floating Rate Notes                       | 28,071               | —                   | 18,071              | 10,000              | —                    |
| Tennessee Valley Authority Strips         | 166,919              | —                   | —                   | —                   | 166,919              |
| Domestic Corporate Obligations            | 6,986,947            | 4,993               | 756,272             | 1,655,983           | 4,569,699            |
| Domestic Corporate Discounted Obligations | 110,056              | —                   | 8,234               | —                   | 101,822              |
| International Corporate Obligations       | 399,169              | —                   | —                   | 69,560              | 329,609              |
| Real Estate Investment Trust Obligations  | 19,391               | —                   | 19,391              | —                   | —                    |
| Finance Company Debt                      | 2,025,311            | 154,379             | 183,305             | 989,819             | 697,808              |
| Foreign Government Obligations            | 1,227,887            | 70,477              | 230,400             | 45,001              | 882,009              |
| Foreign Government Discount Obligations   | 879,287              | 879,287             | —                   | —                   | —                    |
| Adjustable Rate Municipal Bonds           | 301,665              | —                   | —                   | —                   | 301,665              |
| International Bonds and Notes             | 406,693              | —                   | 25,795              | 196,102             | 184,796              |
| Remic/FHLMC                               | 546,377              | —                   | —                   | 19,647              | 526,730              |
| Remic/ FNMA                               | 50,343               | —                   | —                   | —                   | 50,343               |
| SBA passthrough certificates              | 100,373              | —                   | —                   | 100,373             | —                    |
| Police and Firemen's Mortgages            | 1,288,049            | —                   | —                   | —                   | 1,288,049            |
| GNMA Mortgage Backed Certificates         | 148,306              | —                   | —                   | —                   | 148,306              |
| FHLM Mortgage Backed Certificates         | 440,058              | 6                   | 181                 | 1,820               | 438,051              |
| FNMA Mortgage Backed Certificates         | 448,589              | 339                 | 2,146               | 11,959              | 434,145              |
| Asset Backed Obligations                  | 322,115              | —                   | 31,144              | 14,594              | 276,377              |
| Private Export Obligations                | 85,743               | 12,547              | 21,219              | 51,977              | —                    |
|   | <u>\$ 24,301,019</u> | <u>\$ 1,122,028</u> | <u>\$ 1,296,158</u> | <u>\$ 3,574,558</u> | <u>\$ 18,308,275</u> |

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Notes to Financial Statements (continued)

**3. Investments (continued)**

| June 30, 2007<br>(000's)                    | Total                | Maturities in years |                     |                     |                      |
|---|----------------------|---------------------|---------------------|---------------------|----------------------|
|   |                      | Less than 1         | 1-5                 | 6-10                | More than 10         |
| Fixed income investment type                | fair value           |                     |                     |                     |                      |
| United States Treasury Notes                | \$ 2,038,229         | \$ 148,736          | \$ 447,759          | \$ 1,441,734        | \$ —                 |
| United States Treasury TIPS                 | 1,875,022            | —                   | 185,141             | 762,104             | 927,777              |
| United States Treasury Bonds                | 5,187,546            | —                   | —                   | 86,215              | 5,101,331            |
| United States Treasury Strips               | 39,649               | —                   | —                   | —                   | 39,649               |
| Title XI Merchant Marine Notes              | 2,786                | —                   | —                   | —                   | 2,786                |
| Federal Agricultural Mortgage Corp. Notes   | 95,295               | —                   | 95,295              | —                   | —                    |
| Federal Farm Credit Bank Bonds              | 50,227               | 20,114              | 30,113              | —                   | —                    |
| Federal Home Loan Bank Bonds                | 289,167              | 18,107              | 250,170             | 20,890              | —                    |
| Federal Home Loan Bank Discounted Notes     | 96,345               | —                   | —                   | —                   | 96,345               |
| Federal National Mortgage Association Notes | 96,355               | —                   | 96,355              | —                   | —                    |
| Resolution Funding Corp. Obligations        | 6,466                | —                   | —                   | —                   | 6,466                |
| Floating Rate Notes                         | 30,037               | —                   | 20,038              | 9,999               | —                    |
| Tennessee Valley Authority Strips           | 72,610               | —                   | —                   | —                   | 72,610               |
| Domestic Corporate Obligations              | 5,327,108            | 127,673             | 850,539             | 959,663             | 3,389,233            |
| International Corporate Obligations         | 83,242               | —                   | —                   | —                   | 83,242               |
| Real Estate Investment Trust Obligations    | 34,025               | —                   | 19,574              | 14,451              | —                    |
| Finance Company Debt                        | 1,097,814            | 59,175              | 552,626             | 243,679             | 242,334              |
| Foreign Government Obligations              | 395,416              | 64,184              | 244,266             | 67,973              | 18,993               |
| International Bonds and Notes               | 517,743              | 69,410              | 128,538             | 110,541             | 209,254              |
| Remic/ FHLMC                                | 952,817              | —                   | —                   | 39,882              | 912,935              |
| Remic/ FNMA                                 | 66,490               | —                   | —                   | 18,036              | 48,454               |
| Remic/ GNMA                                 | 17,969               | —                   | —                   | —                   | 17,969               |
| SBA passthrough certificates                | 9,700                | —                   | —                   | 9,700               | —                    |
| Police and Firemen's Mortgages              | 1,109,585            | 425                 | 839                 | 9,292               | 1,099,029            |
| GNMA Mortgage Backed Certificates           | 64,206               | 131                 | 36                  | —                   | 64,039               |
| FHLM Mortgage Backed Certificates           | 939,992              | —                   | 68                  | 2,644               | 937,280              |
| FNMA Mortgage Backed Certificates           | 839,452              | 171                 | 5,284               | 16,137              | 817,860              |
| Asset Backed Obligations                    | 310,611              | —                   | 59,947              | 59,978              | 190,686              |
| Private Export Obligations                  | 56,771               | —                   | 32,490              | 24,281              | —                    |
|   | <u>\$ 21,702,675</u> | <u>\$ 508,126</u>   | <u>\$ 3,019,078</u> | <u>\$ 3,897,199</u> | <u>\$ 14,278,272</u> |

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Notes to Financial Statements (continued)

**3. Investments (continued)**

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. The Fund invests in global markets. Effective August 20, 2007, the market value of international preferred and common stocks and issues convertible into common stocks, when combined with the market value of international government and agency obligations, cannot exceed 30% of the market value of the Fund; previously, this limitation was 22%. Effective September 5, 2006, the market value of emerging market securities cannot exceed more than 1.5 times the percentage derived by dividing the total market capitalization of companies included in the Morgan Stanley Capital International (MSCI) Emerging Market Index by the total market capitalization of the companies included in the MSCI All-Country World Ex-United States Index of the total market value of the assets held by Common Fund D. Prior to September 5, 2006, not more than 5% of the value of the assets held by Common Fund D could be invested in companies incorporated in emerging market countries. Not more than 10% of the market value of the emerging market securities can be invested the common and preferred stock of any one corporation; the total amount of stock purchased of any one corporation cannot exceed 5% of its stock classes eligible to vote. Council regulations permit the Fund to enter into foreign exchange contracts for the purpose of hedging the international portfolio. The Fund held forward contracts totaling approximately \$1.4 billion (with a \$5.3 million net exposure) at June 30, 2008. The Fund did not have a forward contract exposure at June 30, 2007.

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Notes to Financial Statements (continued)

**3. Investments (continued)**

The Fund had the following foreign currency exposure at June 30, 2008 and 2007 (expressed in U.S. dollars and 000's):

| <b>June 30, 2008</b>   |                      |                      | <b>Foreign</b>      |                    |
|------------------------|----------------------|----------------------|---------------------|--------------------|
| <b>Currency</b>        | <b>Total</b>         | <b>Equities</b>      | <b>Government</b>   | <b>Alternative</b> |
| <b>Currency</b>        | <b>fair value</b>    | <b>Equities</b>      | <b>Obligations</b>  | <b>Investments</b> |
| Australian dollar      | \$ 614,583           | \$ 456,834           | \$ 157,749          | \$ —               |
| Brazilian Real         | 118,301              | 118,301              | —                   | —                  |
| Canadian dollar        | 546,560              | 546,560              | —                   | —                  |
| Chilean peso           | 1,286                | 1,286                | —                   | —                  |
| Czech koruna           | 4,512                | 4,512                | —                   | —                  |
| Danish krone           | 205,512              | 205,512              | —                   | —                  |
| Euro                   | 6,983,288            | 5,829,751            | 1,005,136           | 148,401            |
| Egyptian pound         | 20,424               | 20,424               | —                   | —                  |
| Hong Kong dollar       | 263,291              | 263,291              | —                   | —                  |
| Hungarian forint       | 6,528                | 6,528                | —                   | —                  |
| Indonesian rupiah      | 22,783               | 22,783               | —                   | —                  |
| Israeli shekel         | 14,716               | 14,716               | —                   | —                  |
| Japanese yen           | 2,822,687            | 1,943,400            | 879,287             | —                  |
| Malaysian ringgit      | 18,557               | 18,557               | —                   | —                  |
| Mexican peso           | 19,444               | 19,444               | —                   | —                  |
| New Zealand dollar     | 18,052               | 18,052               | —                   | —                  |
| Norwegian krone        | 451,099              | 451,099              | —                   | —                  |
| Omani rial             | 1,991                | 1,991                | —                   | —                  |
| Pakistan rupee         | 2,679                | 2,679                | —                   | —                  |
| Philippines peso       | 1,050                | 1,050                | —                   | —                  |
| Polish peso            | 9,910                | 9,910                | —                   | —                  |
| Qatar rial             | 4,497                | 4,497                | —                   | —                  |
| Singapore dollar       | 135,551              | 135,551              | —                   | —                  |
| South African rand     | 69,675               | 69,675               | —                   | —                  |
| South Korean won       | 110,363              | 110,363              | —                   | —                  |
| Swedish krona          | 521,596              | 521,596              | —                   | —                  |
| Swiss franc            | 1,460,269            | 1,460,269            | —                   | —                  |
| New Taiwan dollar      | 13,978               | 13,978               | —                   | —                  |
| Thailand baht          | 17,001               | 17,001               | —                   | —                  |
| Turkish lira           | 27,871               | 27,871               | —                   | —                  |
| British pound sterling | 1,970,705            | 1,916,931            | —                   | 53,774             |
|                        | <u>\$ 16,478,759</u> | <u>\$ 14,234,412</u> | <u>\$ 2,042,172</u> | <u>\$ 202,175</u>  |

Division of Investment  
 Department of the Treasury  
 State of New Jersey  
 Pension Fund

Notes to Financial Statements (continued)

**3. Investments (continued)**

| <b>June 30, 2007</b> |                      |                      | <b>Foreign</b>     |                    |
|----------------------|----------------------|----------------------|--------------------|--------------------|
| <b>Currency</b>      | <b>Total</b>         | <b>Equities</b>      | <b>Government</b>  | <b>Alternative</b> |
| <u>Currency</u>      | <u>fair value</u>    | <u>Equities</u>      | <u>Obligations</u> | <u>Investments</u> |
| Australian dollar    | \$ 472,778           | \$ 472,778           | \$ —               | \$ —               |
| Canadian dollar      | 700,076              | 700,076              | —                  | —                  |
| Danish krone         | 236,914              | 236,914              | —                  | —                  |
| Euro                 | 5,777,859            | 5,466,997            | 278,743            | 32,119             |
| Hong Kong dollar     | 187,292              | 187,292              | —                  | —                  |
| Japanese yen         | 4,377,681            | 4,377,681            | —                  | —                  |
| Mexican peso         | 74,710               | 74,710               | —                  | —                  |
| New Zealand dollar   | 26,505               | 26,505               | —                  | —                  |
| Norwegian krone      | 426,080              | 426,080              | —                  | —                  |
| Pound sterling       | 2,077,051            | 2,051,057            | —                  | 25,994             |
| Singapore dollar     | 151,674              | 151,674              | —                  | —                  |
| South Korean won     | 175,851              | 175,851              | —                  | —                  |
| Swedish krona        | 897,683              | 897,683              | —                  | —                  |
| Swiss franc          | 1,702,575            | 1,702,575            | —                  | —                  |
|                      | <u>\$ 17,284,729</u> | <u>\$ 16,947,873</u> | <u>\$ 278,743</u>  | <u>\$ 58,113</u>   |

The Fund's interests in alternative investments may contain elements of credit, currency and market risk. Such risks include, but are not limited to, limited liquidity, absence of regulatory oversight, dependence upon key individuals, emphasis on speculative investments (both derivatives and non-marketable investments), and nondisclosure of portfolio composition. Effective September 5, 2006, Council regulations required that not more than 18 percent of the market value of the Fund can be invested in alternative investments, with the individual categories of real estate, real assets, private equity and absolute return strategy investments limited to 7 percent. On August 18, 2008 the overall limitation was revised to 28%. Not more than 5 percent of the market value of Common Fund E, plus outstanding commitments, may be committed to any one partnership or investment, without the prior written approval of the Council. The investments in Common Fund E cannot comprise more than 20 percent of any one investment manager's total assets.

Division of Investment  
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Notes to Financial Statements (continued)

**4. Securities Lending Collateral**

The securities lending collateral is subject to various risks. Among these risks are credit risk, concentration of credit risk and interest rate risk. Agreements with the lending agents require minimum credit ratings for certain categories of fixed income obligations and limit the amount that can be invested in any one issuer or issue. These limits are consistent with Council regulations and internal policies for funds managed by the Division. These limits for the period July 1, 2006 through September 4, 2006 were as follows:

| Category  | Minimum rating |     | Limitation of issuer's outstanding debt | Limitation of issue | Other limitations   |
|---|----------------|-----|---|---------------------|---|
|   | Moody's        | S&P |   |                     |   |
| Certificates of deposit/<br>Banker's acceptances<br>(rating applies to international) | Aa3/P-1        | N/A | N/A                                     | N/A                 | Uncollateralized certificates of deposit and banker's acceptances' cannot exceed 10% of issuer's primary capital; dollar limits by issuer |
| Guaranteed income contracts   | P-1            | N/A | N/A                                     | N/A                 | Limited to 5% of the assets of the collateral portfolio; A+ rating from A.M. Best for insurance companies                                 |
| Money market funds  | N/A            | N/A | N/A                                     | N/A                 | Limited to 10% of the assets of the collateral portfolio; limited to approved money market funds  |

N/A – Not Applicable

Division of Investment  
 Department of the Treasury  
 State of New Jersey  
 Pension Fund

Notes to Financial Statements (continued)

**4. Securities Lending Collateral (continued)**

Effective September 5, 2006, the following limits became effective:

| Category                                      | Minimum rating |      |       | Limitation of issuer's outstanding debt | Limitation of issue | Other limitations  |
|---|----------------|------|-------|---|---------------------|--|
|   | Moody's        | S&P  | Fitch |   |                     |  |
| Corporate obligations                         | Baa3           | BBB- | BBB-  | 10%                                     | 25%                 | None   |
| U.S. finance company debt and bank debentures | Baa3           | BBB- | BBB-  | 10%                                     | 25%                 | None   |
| Collateralized notes and mortgages            | Baa3           | BBB- | BBB-  | N/A                                     | 25%                 | Limited to not more than 10% of the assets of the collateral portfolio |
| Commercial paper                              | P-1            | A-1  | F1    | N/A                                     | N/A                 | Dollar limits by issuer  |

| Category   | Minimum rating |         |        | Limitation of issuer's outstanding debt | Limitation of issue | Other limitations  |
|--|----------------|---------|--------|---|---------------------|--|
|  | Moody's        | S&P     | Fitch  |   |                     |  |
| Certificates of deposit/<br>Banker's acceptances:  |                |         |        |   |                     | Certificates of deposit and banker's acceptances' cannot exceed 10% of issuer's primary capital; dollar limits by issuer |
| Domestic   | A3/P-1         | A-/A-1  | A-/F1  | N/A                                     | N/A                 |  |
| International                                      | Aa3/P-1        | AA-/A-1 | AA-/F1 | N/A                                     | N/A                 |  |
| Guaranteed income contracts and funding agreements | A3             | A-      | A-     | N/A                                     | N/A                 | Limited to 5% of the assets of the collateral portfolio  |
| Money market funds                                 | N/A            | N/A     | N/A    | N/A                                     | N/A                 | Limited to 10% of the assets of the collateral portfolio; limited to approved money market funds                         |

N/A – Not Applicable

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Notes to Financial Statements (continued)

**4. Securities Lending Collateral (continued)**

All investments in the collateral portfolio must mature or are to be redeemed within one year, except that up to 25% of the portfolio may be invested in eligible securities which mature within 25 months; provided, however, that the average maturity of all investments shall not exceed one year.

Maturities of corporate obligations, U.S. finance company debt, bank debentures, collateralized notes and mortgages, guaranteed income contracts and funding agreements must be less than 25 months. Commercial paper maturities cannot exceed 270 days. Repurchase agreement maturities cannot exceed 30 days. Certificates of deposit and banker's acceptances must mature in one year or less.

The collateral for repurchase agreements is limited to obligations of the U.S. Government or certain U.S. Government agencies, collateralized notes and mortgages and corporate obligations meeting certain minimum rating criteria.

Total exposure to any individual issuer is limited, except for U.S. Treasury and Government Agency Obligations. For money market funds, the total amount of shares or units purchased or acquired of any money market fund shall not exceed five percent of the shares or units outstanding of said money market fund. For Collateralized Notes and Mortgages, not more than two percent and five percent of the assets of the collateral portfolio shall be invested in the obligations of any one issuer and issue, respectively. For Guaranteed Income Contracts and Funding Agreements, the total investment in any one issuer shall be limited to 2.5% of the collateral portfolio. The Division sets individual issuer limits for Commercial Paper and Certificate of Deposits. For Corporate Obligations, U.S. Finance Company Debt, Bank Debentures and Bankers Acceptances, exposure to any one issuer are limited to the following percentages of the collateral portfolio in accordance with the issuer's rating from Moody's: Aaa (4%), Aa (3%), A (2%) and Baa (1%).

For securities exposed to credit risk in the collateral portfolio, the following tables disclose aggregate fair value, by major credit quality rating category at June 30, 2008 and 2007. In those cases where an issuer and/or security have both a long-term and short-term rating, the short-term rating is presented.

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Notes to Financial Statements (continued)

**4. Securities Lending Collateral (continued)**

| June 30, 2008<br>(000's) | Rating              |                   |                   |                     |                     |                     |                 |                   |                   |                     |
|--------------------------|---------------------|-------------------|-------------------|---------------------|---------------------|---------------------|-----------------|-------------------|-------------------|---------------------|
|                          | Aaa/AAA             | Aaa/AA            | Aa/AAA            | Aa/AA               | Aa/A                | A/A                 | AA/A            | A/Baa             | Baa/BBB           | Not rated           |
| Corporate Obligations    | \$ 711,148          | \$ 269,317        | \$ 224,455        | \$ 2,835,773        | \$ 570,502          | \$ 1,796,638        | \$ 9,988        | \$ 142,151        | \$ 139,676        | \$ —                |
| Commercial Paper         | —                   | —                 | —                 | —                   | 200,000             | —                   | —               | —                 | —                 | —                   |
| Certificates of Deposit  | —                   | —                 | —                 | 608,740             | 753,645             | —                   | —               | —                 | —                 | —                   |
| Repurchase Agreements    | —                   | —                 | —                 | —                   | —                   | —                   | —               | —                 | —                 | 3,110,553           |
| Asset Backed Securities  | 431,457             | —                 | —                 | 104,024             | —                   | —                   | —               | —                 | —                 | —                   |
| Money Market Funds       | 507,192             | —                 | —                 | —                   | —                   | —                   | —               | —                 | —                 | 377,979             |
| Cash                     | —                   | —                 | —                 | —                   | —                   | —                   | —               | —                 | —                 | 315                 |
|                          | <u>\$ 1,649,797</u> | <u>\$ 269,317</u> | <u>\$ 224,455</u> | <u>\$ 3,548,537</u> | <u>\$ 1,524,147</u> | <u>\$ 1,796,638</u> | <u>\$ 9,988</u> | <u>\$ 142,151</u> | <u>\$ 139,676</u> | <u>\$ 3,488,847</u> |

| June 30, 2007<br>(000's) | Rating              |                     |                     |                   |                     |                     |
|--------------------------|---------------------|---------------------|---------------------|-------------------|---------------------|---------------------|
|                          | Aaa/AAA             | Aa/AA               | A/A                 | Baa/BBB           | P1                  | Not rated           |
| Corporate Obligations    | \$ 1,142,643        | \$ 3,199,254        | \$ 2,712,377        | \$ 217,479        | \$ 713,321          | \$ —                |
| Commercial Paper         | —                   | —                   | —                   | —                 | 3,536,172           | —                   |
| Certificates of Deposit  | —                   | 99,985              | —                   | —                 | 1,032,601           | —                   |
| Repurchase Agreements    | —                   | —                   | —                   | —                 | —                   | 1,765,830           |
| Funding Agreements       | —                   | —                   | —                   | —                 | 700,000             | —                   |
| Money Market Funds       | 7,224               | 1,730,000           | 500,000             | —                 | —                   | 285,283             |
| Collateralized Notes     | 150,200             | 2,002               | —                   | —                 | 618,881             | —                   |
| Cash                     | —                   | —                   | —                   | —                 | —                   | 65                  |
|                          | <u>\$ 1,300,067</u> | <u>\$ 5,031,241</u> | <u>\$ 3,212,377</u> | <u>\$ 217,479</u> | <u>\$ 6,600,975</u> | <u>\$ 2,051,178</u> |

Division of Investment  
Department of the Treasury  
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Pension Fund

Notes to Financial Statements (continued)

**4. Securities Lending Collateral (continued)**

The following tables summarize the maturities of the collateral portfolio at June 30, 2008 and 2007:

| June 30, 2008<br>(000's) | Total<br>fair value  | Maturities            |                          |
|--------------------------|----------------------|-----------------------|--------------------------|
|                          |                      | Less than<br>one year | One year to<br>25 months |
| Corporate Obligations    | \$ 6,699,648         | \$ 5,115,159          | \$ 1,584,489             |
| Commercial Paper         | 200,000              | 200,000               | —                        |
| Certificates of Deposit  | 1,362,384            | 1,362,384             | —                        |
| Repurchase Agreements    | 3,110,553            | 3,110,553             | —                        |
| Money Market Funds       | 885,171              | 885,171               | —                        |
| Asset Backed Securities  | 535,482              | 535,482               | —                        |
|                          | <u>\$ 12,793,238</u> | <u>\$ 11,208,749</u>  | <u>\$ 1,584,489</u>      |

| June 30, 2007<br>(000's) | Total<br>fair value  | Maturities            |                          |
|--------------------------|----------------------|-----------------------|--------------------------|
|                          |                      | Less than<br>one year | One year to<br>25 months |
| Corporate Obligations    | \$ 7,985,074         | \$ 4,144,639          | \$ 3,840,435             |
| Commercial Paper         | 3,536,172            | 3,536,172             | —                        |
| Certificates of Deposit  | 1,132,586            | 1,132,586             | —                        |
| Repurchase Agreements    | 1,765,830            | 1,765,830             | —                        |
| Funding Agreements       | 700,000              | 700,000               | —                        |
| Money Market Funds       | 2,522,507            | 2,522,507             | —                        |
| Collateralized Notes     | 771,083              | 769,081               | 2,002                    |
|                          | <u>\$ 18,413,252</u> | <u>\$ 14,570,815</u>  | <u>\$ 3,842,437</u>      |

As of June 30, 2008, the Fund had outstanding loaned investment securities with an aggregate fair value of \$12,580,839,859 and received cash collateral with an aggregate fair value of \$12,793,553,100 and non-cash collateral of \$70,403,098. As of June 30, 2007, the Fund had outstanding loaned investment securities with an aggregate fair value of \$18,034,823,201 and received cash collateral of \$18,423,399,432 and non-cash collateral of \$4,471,761. In accordance with GASB accounting standards, the non-cash collateral is not reflected in the accompanying financial statements.

Division of Investment  
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Pension Fund

Notes to Financial Statements (continued)

**4. Securities Lending Collateral (continued)**

There were no material violations of legal or contractual provisions, no borrower or lending agent default losses, and no recoveries or prior-period losses during the year.

**5. Subsequent Events**

Subsequent to the June 30, 2008 fiscal year end, global financial markets suffered significant declines in value attributable to significant strains on many of the world's largest financial institutions. These difficulties, which were caused by a combination of liquidity constraints and continued write downs of mortgage-related assets, have resulted in a global economic downturn that has negatively impacted the value of most financial assets.

The investment assets of the Fund have also incurred a considerable decline in value since June 30, 2008 due to these unfavorable market conditions. As of December 31, 2008 the fair value of the portfolio declined by approximately 17.9% due to these factors. Readers of this financial statement should check the New Jersey Division of Investment's website for more current information about the market value of the Fund's portfolio.

## Supplemental Schedules

**Schedule 1**

Division of Investment  
 Department of the Treasury  
 State of New Jersey  
 Pension Fund

Combining Schedule of Net Assets

June 30, 2008

|  | <b>Common<br/>Fund A<br/>Accounts</b> | <b>Common<br/>Fund B<br/>Accounts</b> | <b>Common<br/>Fund D<br/>Accounts</b> | <b>Common<br/>Fund E<br/>Accounts</b> | <b>Other<br/>Accounts</b> | <b>Eliminations</b>  | <b>Total</b>             |
|--|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------|----------------------|--------------------------|
| <b>Assets:</b>   |                                       |                                       |                                       |                                       |                           |                      |                          |
| Cash and Cash Equivalents  | \$ 18,065                             | \$ 806,705                            | \$ 49,507,786                         | \$ 128,482,500                        | \$ —                      | \$ —                 | \$ 178,815,056           |
| Cash Management Fund   | 487,351,356                           | 44,782,403                            | 1,035,211,107                         | 513,380,740                           | 3,405,380,095             | —                    | 5,486,105,701            |
| Receivables:   | —                                     | —                                     | —                                     | —                                     | —                         | —                    | —                        |
| Interest and dividends   | 27,376,008                            | 273,518,717                           | 56,080,471                            | 52,521                                | 6,869,186                 | —                    | 363,896,903              |
| Investments sold but not settled   | 115,242,026                           | —                                     | 13,787,021                            | —                                     | —                         | —                    | 129,029,047              |
| Foreign taxes  | —                                     | —                                     | 26,091,408                            | —                                     | —                         | —                    | 26,091,408               |
| Undistributed income due participants                                    | —                                     | —                                     | —                                     | —                                     | 557,054,463               | (557,054,463)        | —                        |
| Forward currency contracts receivable                                    | —                                     | —                                     | 1,353,214,830                         | —                                     | —                         | —                    | 1,353,214,830            |
| Other  | —                                     | —                                     | —                                     | 17,637                                | 610,799                   | —                    | 628,436                  |
| Total receivables  | <u>142,618,034</u>                    | <u>273,518,717</u>                    | <u>1,449,173,730</u>                  | <u>70,158</u>                         | <u>564,534,448</u>        | <u>(557,054,463)</u> | <u>1,872,860,624</u>     |
| Securities lending collateral  | 2,506,567,258                         | 9,066,432,841                         | 1,220,553,000                         | —                                     | —                         | —                    | 12,793,553,099           |
| Investments, at fair value   | 23,849,523,038                        | 20,981,688,136                        | 16,770,918,774                        | 9,480,927,776                         | 1,453,484,081             | —                    | 72,536,541,805           |
| Total assets   | <u>26,986,077,751</u>                 | <u>30,367,228,802</u>                 | <u>20,525,364,397</u>                 | <u>10,122,861,174</u>                 | <u>5,423,398,624</u>      | <u>(557,054,463)</u> | <u>92,867,876,285</u>    |
| <b>Liabilities:</b>  |                                       |                                       |                                       |                                       |                           |                      |                          |
| Undistributed income due participants for<br>quarter ended June 30, 2008 | 199,739,303                           | 357,315,160                           | —                                     | —                                     | —                         | 557,054,463          | —                        |
| Custody fees payable   | —                                     | —                                     | —                                     | —                                     | 215,729                   | —                    | 215,729                  |
| Other  | 15,062                                | —                                     | —                                     | —                                     | —                         | —                    | 15,062                   |
| Forward currency contracts payable and call options                      | 895,504                               | —                                     | 1,358,471,309                         | —                                     | —                         | —                    | 1,359,366,813            |
| Investments purchased but not settled                                    | 106,181,710                           | 19,757,600                            | 32,999,409                            | —                                     | —                         | —                    | 158,938,719              |
| Securities lending collateral and rebates payable                        | 2,506,567,258                         | 9,066,432,841                         | 1,220,553,000                         | —                                     | —                         | —                    | 12,793,553,099           |
| Total liabilities  | <u>2,813,398,837</u>                  | <u>9,443,505,601</u>                  | <u>2,612,023,718</u>                  | <u>—</u>                              | <u>215,729</u>            | <u>557,054,463</u>   | <u>14,312,089,422</u>    |
| Net assets   | \$ <u>24,172,678,914</u>              | \$ <u>20,923,723,201</u>              | \$ <u>17,913,340,679</u>              | \$ <u>10,122,861,174</u>              | \$ <u>5,423,182,895</u>   | \$ <u>—</u>          | \$ <u>78,555,786,863</u> |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Combining Schedule of Changes in Net Assets

Year Ended June 30, 2008

|  | Common<br>Fund A<br>Accounts | Common<br>Fund B<br>Accounts | Common<br>Fund D<br>Accounts | Common<br>Fund E<br>Accounts | Other<br>Accounts       | Total                    |
|--|------------------------------|------------------------------|------------------------------|------------------------------|-------------------------|--------------------------|
| Additions:   |                              |                              |                              |                              |                         |                          |
| Net investment income:                               |                              |                              |                              |                              |                         |                          |
| Interest and dividends                               | \$ 720,921,089               | \$ 1,103,542,226             | \$ 489,080,920               | \$ 92,729,994                | \$ 172,412,737          | \$ 2,578,686,966         |
| Net realized gain from investment transactions       | 3,871,219,288                | 385,731,450                  | 1,754,638,529                | 164,874,626                  | 360,924                 | 6,176,824,817            |
| Net change in unrealized appreciation of investments | (7,449,932,424)              | 381,273,333                  | (3,756,070,532)              | 116,675,849                  | (70,760,207)            | (10,778,813,981)         |
| Securities lending income                            | 147,448,510                  | 512,974,208                  | 44,945,689                   | —                            | 362,643                 | 705,731,050              |
| Net investment (loss) income                         | <u>(2,710,343,537)</u>       | <u>2,383,521,217</u>         | <u>(1,467,405,394)</u>       | <u>374,280,469</u>           | <u>102,376,097</u>      | <u>(1,317,571,148)</u>   |
| Deductions:  |                              |                              |                              |                              |                         |                          |
| Administrative expenses:                             |                              |                              |                              |                              |                         |                          |
| Division of Pensions and Benefits                    | —                            | —                            | —                            | —                            | 47,586,477              | 47,586,477               |
| Division of Investment                               | —                            | —                            | —                            | —                            | 12,168,638              | 12,168,638               |
|  | <u>—</u>                     | <u>—</u>                     | <u>—</u>                     | <u>—</u>                     | <u>59,755,115</u>       | <u>59,755,115</u>        |
| Securities lending program rebates                   | 130,938,328                  | 450,585,913                  | 29,511,929                   | —                            | 352,397                 | 611,388,567              |
| Securities lending program agent fees                | 2,476,523                    | 9,381,826                    | 3,087,009                    | —                            | 1,537                   | 14,946,895               |
| Custody fees   | —                            | —                            | —                            | —                            | 719,272                 | 719,272                  |
| Investment expenses                                  | —                            | —                            | —                            | 21,900,917                   | —                       | 21,900,917               |
| Net pension fund withdrawals (contributions)         | 6,185,209,542                | 1,937,924,672                | (1,700,048,465)              | (3,700,024,281)              | (819,984,829)           | 1,903,076,639            |
| Total deductions (additions)                         | <u>6,318,624,393</u>         | <u>2,397,892,411</u>         | <u>(1,667,449,527)</u>       | <u>(3,678,123,364)</u>       | <u>(759,156,508)</u>    | <u>2,611,787,405</u>     |
| (Decrease) increase in net assets                    | <u>(9,028,967,930)</u>       | <u>(14,371,194)</u>          | <u>200,044,133</u>           | <u>4,052,403,833</u>         | <u>861,532,605</u>      | <u>(3,929,358,553)</u>   |
| Net assets as of beginning of year                   | <u>33,201,646,844</u>        | <u>20,937,794,395</u>        | <u>17,713,296,546</u>        | <u>6,070,457,341</u>         | <u>4,561,950,290</u>    | <u>82,485,145,416</u>    |
| Net assets as of end of year                         | <u>\$ 24,172,678,914</u>     | <u>\$ 20,923,423,201</u>     | <u>\$ 17,913,340,679</u>     | <u>\$ 10,122,861,174</u>     | <u>\$ 5,423,482,895</u> | <u>\$ 78,555,786,863</u> |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                       | Number of<br>shares | Fair value     |
|-----------------------------------|---------------------|----------------|
| 3M CO                             | 1,596,000           | \$ 111,065,640 |
| 4KIDS ENTERTAINMENT, INC.         | 120,000             | 889,200        |
| A.C. MOORE ARTS & CRAFTS, INC.    | 80,000              | 564,000        |
| AAR CORP.                         | 90,000              | 1,217,700      |
| ABBOTT LABORATORIES               | 1,211,000           | 64,146,670     |
| ABITIBOWATER INC.                 | 208,000             | 1,940,640      |
| ACADIA REALTY TRUST               | 160,000             | 3,704,000      |
| ACCELRY'S INC.                    | 90,000              | 434,700        |
| ACCENTURE LTD. CLASS A            | 400,000             | 16,288,000     |
| ACE LIMITED                       | 585,000             | 32,227,650     |
| ACTIVISION INC.                   | 800,000             | 27,256,000     |
| ACTUANT CORP.                     | 200,000             | 6,270,000      |
| ADC TELECOMMUNICATIONS INC.       | 1,380,000           | 20,382,600     |
| ADOBE SYSTEMS INC.                | 550,000             | 21,664,500     |
| ADOLOR CORP.                      | 320,000             | 1,753,600      |
| ADVANCED ENERGY INDUSTRIES, INC.  | 139,856             | 1,916,027      |
| AEROPOSTALE, INC.                 | 185,000             | 5,796,050      |
| AES CORP. (THE)                   | 1,275,000           | 24,492,750     |
| AETNA INC.                        | 265,120             | 10,745,314     |
| AFFILIATED MANAGERS GROUP INC.    | 220,000             | 19,813,200     |
| AFFYMAX, INC.                     | 315,000             | 5,011,650      |
| AFFYMETRIX, INC.                  | 40,000              | 411,600        |
| AFLAC INC.                        | 365,000             | 22,922,000     |
| AGCO CORP.                        | 260,000             | 13,626,600     |
| AGILENT TECHNOLOGIES, INC.        | 500,000             | 17,770,000     |
| AIR PRODUCTS & CHEMICALS, INC.    | 610,000             | 60,304,600     |
| AIR TRANSPORT SERVICES GROUP INC. | 670,000             | 670,000        |
| AIRGAS, INC.                      | 200,000             | 11,678,000     |
| AIRSPAN NETWORKS, INC.            | 2,100,000           | 1,574,580      |
| AIRTRAN HOLDINGS, INC.            | 280,000             | 571,200        |
| AK STEEL HOLDING CORP.            | 90,000              | 6,210,000      |
| AKAMAI TECHNOLOGIES, INC.         | 80,000              | 2,783,200      |
| AKORN, INC.                       | 50,000              | 165,500        |
| ALASKA AIR GROUP, INC.            | 110,000             | 1,687,400      |
| ALASKA COMM SYSTEMS GROUP, INC.   | 150,000             | 1,791,000      |
| ALBEMARLE CORP.                   | 209,000             | 8,341,190      |
| ALCOA INC.                        | 2,192,000           | 78,079,040     |
| ALEXANDER & BALDWIN, INC.         | 170,000             | 7,743,500      |
| ALEXANDRIA REAL ESTATE EQUITIES   | 237,500             | 23,118,250     |
| ALKERMES, INC.                    | 765,000             | 9,455,400      |
| AI GROUP, INC.                    | 350,000             | 17,538,500     |
| ALLERGAN, INC.                    | 122,000             | 6,350,100      |
| ALLIANCE ONE INTERNATIONAL, INC.  | 600,000             | 3,066,000      |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                         | Number of<br>shares | Fair value  |
|-------------------------------------|---------------------|-------------|
| ALLIANT ENERGY CORP.                | 120,000             | 4,111,200   |
| ALLIANT TECHSYSTEMS INC.            | 110,000             | 11,184,800  |
| ALLIS-CHALMERS ENERGY INC.          | 1,000,000           | 17,800,000  |
| ALLOY, INC.                         | 150,000             | 1,084,500   |
| ALLSCRIPTS HEALTHCARE SOLUTIONS     | 70,000              | 868,700     |
| ALLSTATE CORP. (THE)                | 1,053,054           | 48,008,732  |
| ALMOST FAMILY, INC.                 | 30,000              | 798,000     |
| ALPINE GROUP, INC. (THE)            | 280,000             | 565,600     |
| ALTRIA GROUP INC.                   | 2,806,000           | 57,691,360  |
| AMAG PHARMACEUTICALS INC.           | 200,000             | 6,820,000   |
| AMAZON.COM INC.                     | 690,000             | 50,597,700  |
| AMB PROPERTY CORP.                  | 140,001             | 7,053,250   |
| AMEREN CORP.                        | 607,000             | 25,633,610  |
| AMERICAN AXLE & MANUFACTURING, INC. | 20,000              | 159,800     |
| AMERICAN CAMPUS COMMUNITIES, INC.   | 211,316             | 5,883,037   |
| AMERICAN EAGLE OUTFITTERS, INC.     | 313,000             | 4,266,190   |
| AMERICAN ELECTRIC POWER CO.,INC.    | 574,000             | 23,092,020  |
| AMERICAN EXPRESS CO.                | 1,790,000           | 67,429,300  |
| AMERICAN INTERNATIONAL GROUP, INC.  | 4,780,329           | 126,487,505 |
| AMERICAN SCIENCE & ENGINEERING INC. | 130,000             | 6,698,900   |
| AMERICAN TOWER CORP. CLASS A        | 5,450,000           | 230,262,500 |
| AMERICAN WATER WORKS CO. INC.       | 530,000             | 11,755,400  |
| AMERIPRISE FINANCIAL, INC.          | 200,000             | 8,134,000   |
| AMERISOURCEBERGEN CORP.             | 640,000             | 25,593,600  |
| AMERON INTERNATIONAL CORP.          | 10,000              | 1,199,800   |
| AMETEK, INC.                        | 280,000             | 13,221,600  |
| AMGEN INC.                          | 1,563,000           | 73,711,080  |
| AMPHENOL CORP.                      | 500,000             | 22,440,000  |
| AMR CORP.                           | 300,000             | 1,536,000   |
| AMYLIN PHARMACEUTICALS, INC.        | 40,000              | 1,015,600   |
| ANADARKO PETROLEUM CORP.            | 945,480             | 70,759,723  |
| ANALOG DEVICES, INC.                | 1,000,000           | 31,770,000  |
| ANESIVA INC.                        | 15,000              | 44,250      |
| ANGIODYNAMICS INC.                  | 130,000             | 1,770,600   |
| ANHEUSER-BUSCH COMPANIES, INC.      | 845,000             | 52,491,400  |
| ANIXTER INTERNATIONAL INC.          | 640,000             | 38,073,600  |
| ANN TAYLOR STORES CORP.             | 200,000             | 4,792,000   |
| ANNALY CAPITAL MANAGEMENT INC.      | 150,000             | 2,326,500   |
| ANSOFT CORP.                        | 90,000              | 3,276,000   |
| ANSYS, INC.                         | 140,000             | 6,596,800   |
| AON CORP.                           | 155,000             | 7,120,700   |
| APACHE CORP.                        | 650,000             | 90,350,000  |
| APARTMENT INVEST. & MGMT. CO.       | 342,968             | 11,681,490  |
| APOLLO INVESTMENT CORP.             | 500,000             | 7,165,000   |
| APPLE INC.                          | 2,310,000           | 386,786,400 |
| APPLIED BIOSYSTEMS GROUP            | 260,000             | 8,704,800   |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                     | Number of<br>shares | Fair value  |
|---------------------------------|---------------------|-------------|
| APPLIED MATERIALS, INC.         | 2,378,261           | 45,401,002  |
| AQUA AMERICA INC                | 226,666             | 3,619,856   |
| ARBOR REALTY TRUST INC.         | 339,500             | 3,045,315   |
| ARCH CAPITAL GROUP LTD.         | 23,690              | 1,571,121   |
| ARCH COAL, INC.                 | 714,000             | 53,571,420  |
| ARCHER DANIELS MIDLAND CO.      | 497,526             | 16,791,503  |
| ARENA PHARMACEUTICALS, INC.     | 480,000             | 2,491,200   |
| ARENA RESOURCES INC.            | 100,000             | 5,282,000   |
| ARIAD PHARMACEUTICALS, INC.     | 200,000             | 480,000     |
| ARIBA INC.                      | 169,999             | 2,500,685   |
| ARRAY BIOPHARMA INC.            | 80,000              | 376,000     |
| ARRIS GROUP INC.                | 1,500,000           | 12,675,000  |
| ART TECHNOLOGY GROUP INC.       | 100,000             | 320,000     |
| ARVINMERITOR, INC.              | 180,000             | 2,246,400   |
| ASHFORD HOSPITALITY TRUST, INC. | 300,000             | 1,386,000   |
| ASHLAND INC.                    | 100,000             | 4,820,000   |
| ASPEN TECHNOLOGY INC.           | 300,000             | 3,990,000   |
| ASTEC INDUSTRIES INC.           | 1,040,000           | 33,425,600  |
| ASTORIA FINANCIAL CORP.         | 250,000             | 5,020,000   |
| AT&T INC.                       | 2,882,486           | 97,110,953  |
| ATHEROS COMMUNICATIONS INC.     | 500,000             | 15,000,000  |
| ATMEL CORP                      | 1,600,000           | 5,568,000   |
| AUTODESK INC.                   | 2,250,000           | 76,072,500  |
| AUTOZONE INC.                   | 90,000              | 10,890,900  |
| AVANEX CORP.                    | 5,200,000           | 5,876,000   |
| AVANT IMMUNOTHERAPEUTICS, INC.  | 8,333               | 121,328     |
| AVERY DENNISON CORP.            | 133,000             | 5,842,690   |
| AVID TECHNOLOGY, INC.           | 160,000             | 2,718,400   |
| AVIS BUDGET GROUP INC.          | 100,027             | 837,226     |
| AVON PRODUCTS, INC.             | 890,000             | 32,057,800  |
| AVX CORP.                       | 480,000             | 5,428,800   |
| AXCELIS TECHNOLOGIES, INC.      | 100,000             | 488,000     |
| BAKER (MICHAEL) CORP            | 440,000             | 9,627,200   |
| BAKER HUGHES INCORPORATED       | 782,500             | 68,343,550  |
| BALL CORP.                      | 150,000             | 7,161,000   |
| BALLANTYNE OF OMAHA, INC.       | 90,000              | 400,500     |
| BANK OF AMERICA CORP.           | 6,382,615           | 152,353,020 |
| BANK OF NEW YORK MELLON CORP.   | 2,782,367           | 105,256,944 |
| BARD (C.R.), INC.               | 350,000             | 30,782,500  |
| BARR PHARMACEUTICALS, INC.      | 90,000              | 4,057,200   |
| BAXTER INTERNATIONAL INC.       | 1,166,000           | 74,554,040  |
| BEASLEY BROADCAST GROUP INC.    | 250,000             | 1,142,500   |
| BECKMAN COULTER, INC.           | 135,000             | 9,116,550   |
| BECTON, DICKINSON AND COMPANY   | 435,000             | 35,365,500  |
| BED BATH & BEYOND INC.          | 441,200             | 12,397,720  |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                        | Number of<br>shares | Fair value |
|------------------------------------|---------------------|------------|
| BEL FUSE INC. CLASS B              | 190,000             | 4,694,900  |
| BEMIS CO., INC.                    | 150,000             | 3,363,000  |
| BENCHMARK ELECTRONICS, INC.        | 220,000             | 3,594,800  |
| BERKSHIRE HATHAWAY INC.            | 95                  | 11,471,250 |
| BERRY PETROLEUM CO                 | 280,000             | 16,486,400 |
| BEST BUY CO INC.                   | 741,000             | 29,343,600 |
| BIG 5 SPORTING GOODS CORP.         | 50,000              | 378,500    |
| BILL BARRETT CORP.                 | 20,856              | 1,239,055  |
| BIOMED REALTY TRUST INC            | 75,000              | 1,839,750  |
| BJ SERVICES CO.                    | 1,000,000           | 31,940,000 |
| BJ'S WHOLESALE CLUB, INC.          | 100,000             | 3,870,000  |
| BLACK HILLS CORP.                  | 40,000              | 1,282,400  |
| BLACKBOARD, INC.                   | 200,000             | 7,646,000  |
| BLACKROCK, INC.                    | 155,000             | 27,435,000 |
| BLACKSTONE GROUP L.P. (THE)        | 100,000             | 1,821,000  |
| BLOCKBUSTER INC. CLASS B           | 50,000              | 101,000    |
| BLUE COAT SYSTEMS, INC.            | 60,000              | 846,600    |
| BOEING COMPANY (THE)               | 400,000             | 26,288,000 |
| BORLAND SOFTWARE CORP.             | 2,500,000           | 3,400,000  |
| BOSTON BEER COMPANY INC. CLASS A   | 140,000             | 5,695,200  |
| BOSTON PROPERTIES, INC.            | 347,500             | 31,351,450 |
| BOSTON SCIENTIFIC CORP.            | 3,227,697           | 39,668,396 |
| BRANDYWINE REALTY TRUST            | 295,000             | 4,649,200  |
| BRIGGS & STRATTON CORP.            | 190,000             | 2,409,200  |
| BRINKS CO. (THE)                   | 329,755             | 21,572,572 |
| BRISTOL-MYERS SQUIBB CO.           | 4,373,000           | 89,777,690 |
| BROADCOM CORP.                     | 1,100,000           | 30,019,000 |
| BROWN SHOE CO., INC.               | 97,500              | 1,321,125  |
| BRUKER BIOSCIENCES CORP            | 200,000             | 2,570,000  |
| BURLINGTON NORTHERN SANTA FE CORP. | 800,000             | 79,912,000 |
| CA INC.                            | 1,000,000           | 23,090,000 |
| CABLEVISION SYSTEMS-NY GRP-A       | 2,000,000           | 45,200,000 |
| CABOT CORP.                        | 100,000             | 2,431,000  |
| CABOT MICROELECTRONICS CORP.       | 160,000             | 5,304,000  |
| CADENCE DESIGN SYSTEMS, INC.       | 1,000,000           | 10,100,000 |
| CALAVO GROWERS INC.                | 74,800              | 916,300    |
| CALGON CARBON CORP.                | 120,000             | 1,855,200  |
| CALIFORNIA WATER SERVICE GROUP     | 150,000             | 4,915,500  |
| CALIPER LIFE SCIENCES INC.         | 70,000              | 181,300    |
| CALLIDUS SOFTWARE INC.             | 70,000              | 350,000    |
| CAMERON INTERNATIONAL CORP.        | 732,000             | 40,516,200 |
| CANTEL MEDICAL CORP.               | 150,000             | 1,518,000  |
| CAPITAL ONE FINANCIAL CORP.        | 200,000             | 7,602,000  |
| CAPITAL TRUST INC. CLASS A         | 116,900             | 2,245,649  |
| CAPLEASE INC.                      | 350,000             | 2,621,500  |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                         | Number of<br>shares | Fair value  |
|-------------------------------------|---------------------|-------------|
| CARDINAL HEALTH, INC.               | 860,000             | 44,358,800  |
| CARLISLE COMPANIES INC.             | 360,000             | 10,440,000  |
| CARMIKE CINEMAS, INC.               | 60,000              | 352,200     |
| CARPENTER TECHNOLOGY CORP.          | 220,000             | 9,603,000   |
| CARTER'S INC.                       | 480,000             | 6,633,600   |
| CASH AMERICA INTL. INC.             | 190,000             | 5,890,000   |
| CAVALIER HOMES INC.                 | 200,000             | 398,000     |
| CAVIUM NETWORKS INC.                | 250,000             | 5,250,000   |
| CEDAR SHOPPING CENTERS INC          | 100,000             | 1,172,000   |
| CELANESE CORPORATION SERIES A       | 250,000             | 11,415,000  |
| CELERA GENOMICS GROUP               | 14,905              | 169,321     |
| CELGENE CORP.                       | 70,000              | 4,470,900   |
| CENTERPOINT ENERGY, INC.            | 720,000             | 11,556,000  |
| CENTEX CORP.                        | 50,000              | 668,500     |
| CEPHALON, INC.                      | 140,000             | 9,336,600   |
| CERNER CORP.                        | 220,000             | 9,939,600   |
| CHAMPION ENTERPRISES, INC.          | 300,000             | 1,755,000   |
| CHARLES RIVER LABS. INTL., INC.     | 100,000             | 6,392,000   |
| CHART INDUSTRIES, INC.              | 40,000              | 1,945,600   |
| CHARTER COMMUNICATIONS INC. CLASS A | 6,500,000           | 6,825,000   |
| CHECKPOINT SYSTEMS, INC.            | 300,000             | 6,264,000   |
| CHEMTURA CORP.                      | 599,996             | 3,503,977   |
| CHESAPEAKE ENERGY CORP.             | 512,000             | 33,771,520  |
| CHEVRON CORP.                       | 3,391,400           | 336,189,482 |
| CHILDRENS PLACE RETAIL STORES, INC. | 260,000             | 9,386,000   |
| CHOICEPOINT INC.                    | 200,000             | 9,640,000   |
| CHUBB CORP. (THE)                   | 1,397,000           | 68,466,970  |
| CIENA CORPORATION                   | 410,000             | 9,499,700   |
| CIGNA CORP.                         | 135,000             | 4,777,650   |
| CIMAREX ENERGY CO.                  | 106,186             | 7,397,979   |
| CINEMARK HOLDINGS INC.              | 420,000             | 5,485,200   |
| CIRCUIT CITY STORES, INC.           | 800,000             | 2,312,000   |
| CIINTERNATIONAL, INC.               | 240,000             | 1,334,400   |
| CISCO SYSTEMS, INC.                 | 8,300,000           | 193,058,000 |
| CITADEL BROADCASTING CORP.          | 400,000             | 488,000     |
| CITIGROUP INC.                      | 3,841,601           | 64,385,233  |
| CITIGROUP NC CONV PFD 7%            | 8,000,000           | 346,000,000 |
| CITRIX SYSTEMS INC.                 | 1,700,000           | 49,997,000  |
| CITY NATIONAL CORP.                 | 155,000             | 6,520,850   |
| CLARIANT INC.                       | 280,000             | 560,000     |
| CLEARWIRE CORP-CLASS A              | 560,000             | 7,257,600   |
| CLECO CORP.                         | 100,000             | 2,333,000   |
| CLOROX CO. (THE)                    | 140,000             | 7,308,000   |
| CMGI, INC.                          | 1,540,000           | 16,324,000  |
| CMS ENERGY CORP.                    | 350,000             | 5,215,000   |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                        | Number of<br>shares | Fair value  |
|------------------------------------|---------------------|-------------|
| COACH, INC.                        | 817,000             | 23,594,960  |
| COACHMEN INDUSTRIES, INC.          | 325,000             | 689,000     |
| COCA-COLA CO. (THE)                | 3,740,000           | 194,405,200 |
| COEUR D'ALENE MINES CORP.          | 120,000             | 348,000     |
| COGDELL SPENCER INC.               | 610,000             | 9,912,500   |
| COLGATE-PALMOLIVE CO.              | 985,000             | 68,063,500  |
| COLUMBIA SPORTSWEAR CO.            | 80,000              | 2,940,000   |
| COMCAST CORP. CLASS A              | 4,700,000           | 88,172,000  |
| COMFORT SYSTEMS USA INC.           | 320,000             | 4,300,800   |
| COMMSCOPE INC.                     | 800,000             | 42,216,000  |
| COMMUNITY HEALTH SYSTEMS INC.      | 330,000             | 10,883,400  |
| COMPUTER SCIENCES CORP.            | 100,000             | 4,684,000   |
| COMPUTER TASK GROUP, INC.          | 60,000              | 307,200     |
| COMPUWARE CORP.                    | 500,000             | 4,770,000   |
| COMSTOCK RESOURCES, INC.           | 100,000             | 8,443,000   |
| CONAGRA FOODS, INC.                | 595,000             | 11,471,600  |
| CONCORD CAMERA CORP.               | 28,000              | 100,240     |
| CONCURRENT COMPUTER CORP.          | 150,000             | 102,000     |
| CONEXANT SYSTEMS, INC.             | 250,000             | 1,125,000   |
| CONOCOPHILLIPS                     | 3,112,051           | 293,746,494 |
| CONSOLIDATED EDISON, INC.          | 658,000             | 25,721,220  |
| CONSOLIDATED GRAPHICS, INC.        | 80,000              | 3,941,600   |
| CONSTELLATION ENERGY GROUP INC.    | 275,000             | 22,577,500  |
| COOPER COMPANIES, INC. (THE)       | 300                 | 11,145      |
| COOPER INDUSTRIES, LTD.            | 600,000             | 23,700,000  |
| COOPER TIRE & RUBBER CO.           | 170,000             | 1,332,800   |
| CORNING INC.                       | 1,400,000           | 32,270,000  |
| CORPORATE OFFICE PROPERTIES TRUST  | 50,000              | 1,716,500   |
| CORRECTIONS CORP. OF AMERICA       | 446,498             | 12,265,300  |
| COSTCO WHOLESALE CORP.             | 670,900             | 47,056,926  |
| COVANCE INC.                       | 204,750             | 17,612,595  |
| COVENANT TRANSPORT INC. CLASS A    | 260,000             | 871,000     |
| COVENTRY HEALTH CARE, INC.         | 42,984              | 1,307,573   |
| COVIDIEN LTD.                      | 585,000             | 28,015,650  |
| COX RADIO, INC.                    | 100,000             | 1,180,000   |
| CRA INTERNATIONAL, INC.            | 50,000              | 1,807,500   |
| CRANE CO.                          | 180,000             | 6,935,400   |
| CRAWFORD & COMPANY CLASS B         | 151,500             | 1,210,485   |
| CRAY INC.                          | 360,000             | 1,670,400   |
| CROSS TIMBERS ROYALTY TRUST        | 6,042               | 363,608     |
| CROWN CASTLE INTERNATIONAL CORP.   | 5,118,760           | 198,249,575 |
| CROWN HOLDINGS, INC.               | 300,000             | 7,797,000   |
| CROWN MEDIA HOLDINGS, INC. CLASS A | 270,000             | 1,279,800   |
| CULLEN/FROST BANKERS, INC.         | 140,000             | 6,979,000   |
| CUMULUS MEDIA INC.                 | 200,000             | 788,000     |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                      | Number of<br>shares | Fair value  |
|----------------------------------|---------------------|-------------|
| CURTISS-WRIGHT CORP.             | 200,000             | 8,948,000   |
| CVS/CAREMARK CORP                | 2,324,943           | 91,997,995  |
| CYMER, INC.                      | 80,000              | 2,150,400   |
| CYNOSURE INC. CLASS A            | 180,000             | 3,567,600   |
| CYPRESS SEMICONDUCTOR CORP.      | 500,000             | 12,375,000  |
| CYTEC INDUSTRIES INC.            | 139,600             | 7,616,576   |
| DAKTRONICS INC.                  | 270,000             | 5,445,900   |
| DANAHER CORP.                    | 1,100,000           | 85,030,000  |
| DEERE & CO.                      | 1,040,000           | 75,015,200  |
| DELIA*S INC. NEW                 | 340,000             | 683,400     |
| DELL INC.                        | 2,500,000           | 54,700,000  |
| DENBURY RESOURCES INC.           | 380,000             | 13,870,000  |
| DENTSPLY INTERNATIONAL INC.      | 600,000             | 22,080,000  |
| DEVELOPERS DIVERSIFIED RLTY CORP | 282,900             | 9,819,459   |
| DEVON ENERGY CORP.               | 720,000             | 86,515,200  |
| DG FASTCHANNEL INC.              | 70,000              | 1,207,500   |
| DIAMOND OFFSHORE DRILLING, INC.  | 104,000             | 14,470,560  |
| DICKS SPORTING GOODS INC.        | 236,000             | 4,186,640   |
| DIGI INTERNATIONAL INC.          | 380,000             | 2,983,000   |
| DIGITAL ANGEL CORPORATION        | 112,000             | 85,120      |
| DIGITAL REALTY TRUST INC.        | 459,000             | 18,777,690  |
| DIGITAL RIVER, INC.              | 150,000             | 5,787,000   |
| DIONEX CORP.                     | 80,000              | 5,309,600   |
| DIRECTV GROUP INC/THE            | 560,000             | 14,509,600  |
| DISCOVER FINANCIAL SERVICES LLC  | 411,500             | 5,419,455   |
| DISCOVERY HOLDING CO.-A          | 400,000             | 8,784,000   |
| DISH NETWORK CORP. CLASS A       | 600,000             | 17,568,000  |
| DOLLAR THRIFTY AUTOMOTIVE GROUP  | 30,000              | 283,500     |
| DOLLAR TREE INC                  | 300,000             | 9,807,000   |
| DOMINION RESOURCES, INC.         | 920,994             | 43,738,005  |
| DONNELLEY RR & SONS CO.          | 25,000              | 742,250     |
| DOUGLAS EMMETT INC               | 383,000             | 8,414,510   |
| DOVER CORP.                      | 700,000             | 33,859,000  |
| DOVER MOTORSPORTS INC.           | 320,000             | 1,628,800   |
| DOW CHEMICAL CO. (THE)           | 1,574,000           | 54,948,340  |
| DOWNEY FINANCIAL CORP.           | 35,000              | 96,950      |
| DPL INC.                         | 335,000             | 8,837,300   |
| DR HORTON INC.                   | 2,226,666           | 24,159,326  |
| DR PEPPER SNAPPLE GROUP INC.     | 700,000             | 14,686,000  |
| DRS TECHNOLOGIES INC.            | 130,000             | 10,233,600  |
| DRUGSTORE.COM INC.               | 380,000             | 722,000     |
| DTE ENERGY CO.                   | 310,000             | 13,156,400  |
| DTS INC.                         | 60,000              | 1,879,200   |
| DU PONT (E.I.) DE NEMOURS & CO.  | 3,094,702           | 132,731,769 |
| DUKE ENERGY CORP.                | 2,450,408           | 42,588,091  |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                        | Number of<br>shares | Fair value |
|------------------------------------|---------------------|------------|
| DUPONT FABROS TECHNOLOGY INC.      | 260,000             | 4,846,400  |
| DYNEGY INC. CLASS A                | 1,546,565           | 13,223,131 |
| E*TRADE FINANCIAL CORP.            | 750,000             | 2,355,000  |
| EAGLE MATERIALS INC.               | 20,000              | 506,600    |
| EARTHLINK, INC.                    | 400,000             | 3,460,000  |
| EAST WEST BANCORP, INC.            | 200,000             | 1,412,000  |
| EASTMAN CHEMICAL CO.               | 300,000             | 20,658,000 |
| EATON CORP.                        | 550,000             | 46,733,500 |
| EATON VANCE CORP.                  | 280,000             | 11,132,800 |
| EBAY INC.                          | 300,000             | 8,199,000  |
| ECHELON CORP.                      | 140,000             | 1,526,000  |
| ECOLAB INC.                        | 260,000             | 11,177,400 |
| EDISON INTERNATIONAL INC.          | 505,000             | 25,946,900 |
| EDUCATION REALTY TRUST INC.        | 112,700             | 1,312,955  |
| EDWARDS LIFESCIENCES CORP.         | 114,600             | 7,109,784  |
| EHEALTH INC.                       | 140,000             | 2,472,400  |
| EL PASO CORP.                      | 1,190,700           | 25,885,818 |
| ELECTROGLAS, INC.                  | 40,000              | 76,000     |
| ELECTRONIC ARTS INC.               | 350,000             | 15,550,500 |
| ELECTRONICS FOR IMAGING, INC.      | 130,000             | 1,898,000  |
| EMBARQ CORP.                       | 875,890             | 41,403,320 |
| EMC CORP/MASS                      | 2,200,000           | 32,318,000 |
| EMCOR GROUP INC.                   | 360,000             | 10,270,800 |
| EMCORE CORP.                       | 2,230,000           | 13,959,800 |
| EMERSON ELECTRIC CO.               | 1,450,000           | 71,702,500 |
| EMISPHERE TECHNOLOGIES, INC.       | 80,000              | 215,192    |
| EMMIS COMMUNICATIONS CORP. CLASS A | 440,000             | 1,108,800  |
| ENERGIZER HOLDINGS INC.            | 480,000             | 35,083,200 |
| ENERGY CONVERSION DEVICES, INC.    | 90,000              | 6,627,600  |
| ENERGY EAST CORPORATION            | 130,000             | 3,213,600  |
| ENERGY FOCUS, INC.                 | 310,000             | 728,500    |
| ENSCO INTERNATIONAL, INC.          | 561,000             | 45,295,140 |
| ENTERCOM COMMUNICATIONS CORP.      | 1,060,000           | 7,441,200  |
| ENTERGY CORP.                      | 274,000             | 33,011,520 |
| ENTERTAINMENT DISTRIBUTION CO.     | 300,000             | 146,970    |
| ENTERTAINMENT PROPERTIES TRUST     | 960,000             | 47,462,400 |
| ENTRAVISION COMMUNICATIONS CORP.   | 60,000              | 241,200    |
| ENTROPIC COMMUNICATIONS, INC.      | 65,000              | 308,750    |
| ENTRUST, INC.                      | 480,000             | 1,411,200  |
| ENZON PHARMACEUTICALS, INC.        | 60,000              | 427,200    |
| EOG RESOURCES, INC.                | 471,000             | 61,795,200 |
| EPRESENCE, INC.                    | 50,000              | 50,000     |
| EQUITABLE RESOURCES, INC.          | 225,000             | 15,538,500 |
| ESCALA GROUP INC.                  | 205,000             | 574,000    |
| ESCO TECHNOLOGIES INC.             | 150,000             | 7,038,000  |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                         | Number of<br>shares | Fair value  |
|-------------------------------------|---------------------|-------------|
| ESSEX PROPERTY TRUST INC.           | 175,000             | 18,637,500  |
| ESTEE LAUDER COMPANIES INC. CLASS A | 155,000             | 7,199,750   |
| ESTERLINE TECHNOLOGIES CORP.        | 510,000             | 25,122,600  |
| EVEREST RE GROUP, LTD.              | 210,000             | 16,739,100  |
| EXAR CORP.                          | 149,460             | 1,126,928   |
| EXELIXIS INC.                       | 300,000             | 1,500,000   |
| EXELON CORP.                        | 1,213,000           | 109,121,480 |
| EXPEDITORS INTL OF WASHINGTON, INC. | 100,000             | 4,300,000   |
| EXPRESS SCRIPTS, INC.               | 75,000              | 4,704,000   |
| EXTRA SPACE STORAGE INC.            | 258,800             | 3,975,168   |
| EXTREME NETWORKS INC.               | 200,000             | 568,000     |
| EXXON MOBIL CORP.                   | 10,036,264          | 884,495,946 |
| F5 NETWORKS INC.                    | 500,000             | 14,210,000  |
| FAIRCHILD SEMICONDUCTOR INTL., INC. | 700,000             | 8,211,000   |
| FANNIE MAE                          | 1,435,000           | 27,996,850  |
| FANNIE MAE 8.25% PFD                | 640,000             | 14,688,000  |
| FARO TECHNOLOGIES, INC.             | 100,000             | 2,517,000   |
| FEDERAL REALTY INVESTMENT TRUST     | 66,200              | 4,567,800   |
| FEDERAL SIGNAL CORP.                | 341,000             | 4,092,000   |
| FEDEX CORP.                         | 3,270,000           | 257,643,300 |
| FELCOR LODGING TRUST INC.           | 354,000             | 3,717,000   |
| FIBERTOWER CORP.                    | 510,000             | 714,000     |
| FINISAR CORPORATION                 | 2,000,000           | 2,380,000   |
| FIRST INDUSTRIAL REALTY TRUST INC.  | 411,500             | 11,303,905  |
| FIRST SOLAR INC.                    | 95,000              | 25,917,900  |
| FIRSTENERGY CORP.                   | 425,190             | 35,005,893  |
| FLOWERS FOODS, INC.                 | 310,000             | 8,785,400   |
| FLUOR CORP.                         | 175,000             | 32,564,000  |
| FMC TECHNOLOGIES, INC.              | 239,916             | 18,456,738  |
| FORCE PROTECTION, INC.              | 220,000             | 728,200     |
| FOREST CITY ENTERPRISES, INC.       | 55,000              | 1,772,100   |
| FOREST LABORATORIES, INC. CLASS A   | 224,400             | 7,795,656   |
| FC WASHINGTON, INC.                 | 100,000             | 7,450,000   |
| FORMFACTOR, INC.                    | 220,000             | 4,054,600   |
| FORRESTER RESEARCH, INC.            | 60,400              | 1,865,152   |
| FORTRESS INVESTMENT GROUP LLC CA    | 46,000              | 566,720     |
| FOSSIL, INC.                        | 50,000              | 1,453,500   |
| FOSTER (LB) CO. CLASS A             | 20,000              | 664,000     |
| FOUNDRY NETWORKS, INC.              | 240,000             | 2,836,800   |
| FPL GROUP, INC.                     | 625,000             | 40,987,500  |
| FRANKLIN ELECTRONIC PUBLISHERS      | 80,000              | 162,400     |
| FREDDIE MAC                         | 1,311,000           | 21,500,400  |
| FREDDIE MAC PREFERRED STOCK         | 400,000             | 9,720,000   |
| FREEMPORT-MCMORAN COPPER-B          | 910,000             | 106,642,900 |
| FRISCHS RESTAURANTS, INC.           | 74,000              | 1,719,760   |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                            | Number of<br>shares | Fair value  |
|--|---------------------|-------------|
| FTI CONSULTING, INC.                   | 140,000             | 9,584,400   |
| GARTNER, INC.                          | 150,000             | 3,108,000   |
| GAYLORD ENTERTAINMENT CO.              | 780,000             | 18,688,800  |
| GENENTECH INC.                         | 430,000             | 32,637,000  |
| GENERAL COMMUNICATION INC. CLASS A     | 260,000             | 1,786,200   |
| GENERAL DYNAMICS CORP.                 | 800,000             | 67,360,000  |
| GENERAL ELECTRIC CO.                   | 8,900,000           | 237,541,000 |
| GENERAL GROWTH PROPERTIES              | 398,333             | 13,953,605  |
| GENERAL MILLS, INC.                    | 550,860             | 33,475,762  |
| GENESEE & WYOMING INC. CLASS A         | 80,000              | 2,721,600   |
| GENIUS PRODUCTS, INC.                  | 940,000             | 159,800     |
| GENTEX CORP.                           | 556,000             | 8,028,640   |
| GENUINE PARTS CO.                      | 440,000             | 17,459,200  |
| GENZYME CORP.                          | 115,800             | 8,323,704   |
| GEO GROUP INC. (THE)                   | 250,000             | 5,625,000   |
| GLIMCHER REALTY TRUST                  | 510,000             | 5,701,800   |
| GOLDMAN SACHS GROUP INC.               | 361,500             | 63,226,350  |
| GOODRICH CORP.                         | 400,000             | 18,984,000  |
| GOODYEAR TIRE & RUBBER CO. (THE)       | 1,600,000           | 28,528,000  |
| GOOGLE INC.                            | 430,000             | 226,360,600 |
| GRAMERCY CAPITAL CORP.                 | 295,000             | 3,419,050   |
| GRANITE CONSTRUCTION INC.              | 90,000              | 2,837,700   |
| GRAY TELEVISION, INC.                  | 80,000              | 229,600     |
| GREATBATCH INC.                        | 140,000             | 2,422,000   |
| GREIF INC. CLASS B                     | 62,000              | 3,501,140   |
| GREY WOLF, INC.                        | 400,000             | 3,612,000   |
| GSI COMMERCE INC.                      | 250,000             | 3,407,500   |
| GTC BIOTHERAPEUTICS, INC.              | 400,000             | 163,600     |
| GUARANTY FINANCIAL GROUP INC.          | 194,600             | 1,045,002   |
| GULFMARK OFFSHORE, INC.                | 40,000              | 2,327,200   |
| H&E EQUIPMENT SERVICES INC.            | 70,000              | 841,400     |
| HAEMONETICS CORP.                      | 30,000              | 1,663,800   |
| HALLIBURTON CO.                        | 2,203,948           | 116,963,520 |
| HANMI FINANCIAL CORP.                  | 280,000             | 1,458,800   |
| HARMONIC INC.                          | 480,000             | 4,564,800   |
| HARRIS CORP.                           | 200,000             | 10,098,000  |
| HARSCO CORP.                           | 300,000             | 16,323,000  |
| HARTFORD FINANCIAL SERVICES GROUP INC. | 695,000             | 44,876,150  |
| HASBRO, INC.                           | 400,000             | 14,288,000  |
| HAUPPAGE DIGITAL, INC.                 | 420,000             | 630,000     |
| HCP INC.                               | 275,000             | 8,747,750   |
| HEALTH MANAGEMENT ASSOCIATES, INC.     | 270,000             | 1,757,700   |
| HEALTH NET, INC.                       | 185,000             | 4,451,100   |
| HECLA MINING CO.                       | 200,000             | 1,852,000   |
| HEICO CORP. CLASS A                    | 100,000             | 2,658,000   |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                        | Number of<br>shares | Fair value  |
|------------------------------------|---------------------|-------------|
| HEINZ (H.J.) CO.                   | 350,000             | 16,747,500  |
| HELMERICH & PAYNE, INC.            | 429,600             | 30,939,792  |
| HENRY SCHEIN, INC.                 | 260,000             | 13,408,200  |
| HERCULES INC.                      | 300,000             | 5,079,000   |
| HERSHEY FOODS CORP.                | 340,000             | 11,145,200  |
| HESS CORP.                         | 557,000             | 70,287,830  |
| HEWLETT-PACKARD CO.                | 4,200,000           | 185,682,000 |
| HEXCEL CORP.                       | 600,000             | 11,580,000  |
| HI/FN, INC.                        | 80,000              | 365,600     |
| HILL INTERNATIONAL INC.            | 8,100               | 133,164     |
| HOLLY CORP.                        | 810,000             | 29,905,200  |
| HOLOGIC, INC.                      | 161,200             | 3,514,160   |
| HOME DEPOT, INC. (THE)             | 300,000             | 7,026,000   |
| HOME PROPERTIES, INC.              | 115,000             | 5,526,900   |
| HOME SOLUTIONS OF AMERICA, INC.    | 675,000             | 465,750     |
| HONEYWELL INTERNATIONAL INC.       | 2,000,000           | 100,560,000 |
| HOSPIRA, INC.                      | 286,100             | 11,475,471  |
| HOSPITALITY PROPERTIES TRUST       | 150,000             | 3,669,000   |
| HOST MARRIOTT CORP.                | 550,000             | 7,507,500   |
| HOT TOPIC, INC.                    | 80,000              | 432,800     |
| HUB GROUP, INC. - CLASS A          | 60,000              | 2,047,800   |
| HUMAN GENOME SCIENCES, INC.        | 925,000             | 4,819,250   |
| HUMANA INC.                        | 275,000             | 10,936,750  |
| HUNTSMAN CORP.                     | 600,000             | 6,840,000   |
| IDACORP, INC.                      | 140,000             | 4,044,600   |
| ILLINOIS TOOL WORKS INC.           | 1,100,000           | 52,261,000  |
| IMCLONE SYSTEMS INC.               | 228,000             | 9,224,880   |
| IMS HEALTH INC.                    | 645,903             | 15,049,540  |
| INCYTE CORP.                       | 310,000             | 2,359,100   |
| INFOLOGIX INC.                     | 75,000              | 153,750     |
| INFORMATICA CORP.                  | 580,000             | 8,723,200   |
| INGERSOLL-RAND CO LTD CLASS A      | 400,000             | 14,972,000  |
| INSIGHT ENTERPRISES, INC.          | 30,000              | 351,900     |
| INTEGRATED DEVICE TECHNOLOGY, INC. | 700,000             | 6,958,000   |
| INTEGRATED SILICON SOLUTION, INC.  | 29,870              | 166,077     |
| INTEGRYS ENERGY GROUP, INC.        | 182,500             | 9,276,475   |
| INTEL CORP.                        | 12,300,000          | 264,204,000 |
| INTERACTIVE DATA CORP.             | 120,000             | 3,015,600   |
| INTERDIGITAL, INC.                 | 310,000             | 7,539,200   |
| INTERMEC INC.                      | 210,000             | 4,426,800   |
| INTERNAP NETWORK SERVICES CORP.    | 400,000             | 1,872,000   |
| INTERNATIONAL GAME TECHNOLOGY      | 1,150,000           | 28,727,000  |
| INTERVOICE INC.                    | 420,000             | 2,394,000   |
| INTL BUSINESS MACHINES CORP.       | 1,870,000           | 221,651,100 |
| INTL PAPER CO.                     | 1,062,000           | 24,744,600  |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                       | Number of<br>shares | Fair value  |
|-----------------------------------|---------------------|-------------|
| INTL SPEEDWAY CORP.               | 90,000              | 3,512,700   |
| INVACARE CORP.                    | 180,000             | 3,679,200   |
| INVESTMENT TECHNOLOGY GROUP, INC. | 149,527             | 5,003,173   |
| INVITROGEN CORP.                  | 137,506             | 5,398,486   |
| ION GEOPHYSICAL CORP.             | 250,000             | 4,362,500   |
| IROBOT CORP.                      | 130,000             | 1,786,200   |
| ISHARES DJ US REAL ESTATE         | 410,000             | 24,928,000  |
| ISIS PHARMACEUTICALS, INC.        | 200,000             | 2,726,000   |
| ISTAR FINANCIAL INC.              | 100,000             | 1,321,000   |
| ITC HOLDINGS CORP.                | 110,000             | 5,622,100   |
| ITT CORP.                         | 950,000             | 60,163,500  |
| IXIA                              | 120,000             | 834,000     |
| J&J SNACK FOODS CORP.             | 710,000             | 19,461,100  |
| J.C. PENNEY CO INC                | 445,000             | 16,149,050  |
| J.P. MORGAN CHASE & CO.           | 7,928,154           | 272,014,964 |
| JABIL CIRCUIT, INC.               | 600,000             | 9,846,000   |
| JACK IN THE BOX INC.              | 170,000             | 3,809,700   |
| JACOBS ENGINEERING GROUP INC.     | 610,000             | 49,227,000  |
| JAKKS PACIFIC INC.                | 150,000             | 3,277,500   |
| JAMES RIVER COAL CO.              | 60,000              | 3,521,400   |
| JARDEN CORP.                      | 393,600             | 7,179,264   |
| JDS UNIPHASE CORP.                | 187,500             | 2,130,000   |
| JEFFERIES GROUP, INC.             | 140,000             | 2,354,800   |
| JOHNSON & JOHNSON                 | 5,118,600           | 329,330,724 |
| JOHNSON CONTROLS INC.             | 920,000             | 26,385,600  |
| JUNIPER NETWORKS, INC.            | 600,000             | 13,308,000  |
| KANA SOFTWARE, INC.               | 620,000             | 787,400     |
| KANSAS CITY SOUTHERN              | 1,400,000           | 61,586,000  |
| KAYDON CORP.                      | 210,000             | 10,796,100  |
| KB HOME                           | 155,000             | 2,624,150   |
| KBR, INC.                         | 1,000,000           | 34,910,000  |
| KELLOGG COMPANY                   | 750,000             | 36,015,000  |
| KEMET CORP.                       | 280,000             | 907,200     |
| KENAMETAL INC.                    | 240,000             | 7,812,000   |
| KENSEY NASH CORP.                 | 310,000             | 9,935,500   |
| KERYX BIOPHARMACEUTICALS, INC.    | 150,000             | 73,500      |
| KILROY REALTY CORP.               | 41,000              | 1,928,230   |
| KIMBERLY-CLARK CORP.              | 275,000             | 16,439,500  |
| KIMCO REALTY CORP.                | 771,000             | 26,614,920  |
| KINETIC CONCEPTS, INC.            | 90,000              | 3,591,900   |
| KING PHARMACEUTICALS, INC.        | 245,000             | 2,565,150   |
| KIT DIGITAL INC.                  | 260,000             | 84,500      |
| KLA-TENCOR CORP.                  | 270,000             | 10,991,700  |
| KNOLL INC.                        | 4,300               | 52,245      |
| KNOT INC. (THE)                   | 600,000             | 5,868,000   |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                       | Number of<br>shares | Fair value  |
|-----------------------------------|---------------------|-------------|
| KOHL'S CORP.                      | 1,086,900           | 43,519,476  |
| KONA GRILL, INC.                  | 30,000              | 252,900     |
| KRAFT FOODS INC.                  | 2,482,388           | 70,623,939  |
| KROGER CO. (THE)                  | 916,000             | 26,444,920  |
| KULICKE & SOFFA INDUSTRIES, INC.  | 60,000              | 437,400     |
| L-1 IDENTITY SOLUTIONS INC.       | 600,000             | 7,992,000   |
| L-3 COMMUNICATIONS HOLDINGS, INC. | 395,000             | 35,893,650  |
| LABORATORY CORP OF AMERICA HLDGS  | 765,000             | 53,266,950  |
| LACLEDE GROUP, INC. (THE)         | 130,000             | 5,248,100   |
| LANCASTER COLONY CORP.            | 8,114               | 245,692     |
| LANCE, INC.                       | 110,000             | 2,064,700   |
| LANDSTAR SYSTEM, INC.             | 309,767             | 17,105,334  |
| LATTICE SEMICONDUCTOR CORP.       | 500,000             | 1,565,000   |
| LEAP WIRELESS INTERNATIONAL, INC. | 500,000             | 21,585,000  |
| LECROY CORP.                      | 350,000             | 3,122,000   |
| LEGG MASON, INC.                  | 150,000             | 6,535,500   |
| LEHMAN BROTHERS HLDGS 7.25% CVPFD | 2,000               | 1,603,540   |
| LEHMAN BROTHERS HLDGS 8.7% CVPFD  | 60,000              | 45,990,000  |
| LEHMAN BROTHERS HOLDINGS INC.     | 4,895,714           | 96,984,094  |
| LENNAR CORP. CLASS B              | 40,000              | 444,000     |
| LENNOX INTERNATIONAL INC.         | 60,000              | 1,737,600   |
| LENOX GROUP INC.                  | 80,000              | 20,800      |
| LEVEL 3 COMMUNICATIONS, INC.      | 500,000             | 1,475,000   |
| LEXINGTON REALTY TRUST            | 395,000             | 5,383,850   |
| LIBERTY PROPERTY TRUST            | 307,500             | 10,193,625  |
| LIFEPOINT HOSPITALS, INC.         | 379,664             | 10,744,491  |
| LIFETIME BRANDS INC.              | 250,000             | 2,037,500   |
| LIGAND PHARMACEUTICALS INC.       | 320,000             | 832,000     |
| LILLY ELI & CO.                   | 3,157,496           | 145,750,015 |
| LIMELIGHT NETWORKS, INC.          | 280,000             | 1,069,600   |
| LINCOLN NATIONAL CORP.            | 375,000             | 16,995,000  |
| LINDSAY CORP.                     | 180,000             | 15,294,600  |
| LIONS GATE ENTERTAINMENT CORP.    | 570,000             | 5,905,200   |
| LIVE NATION, INC.                 | 570,000             | 6,030,600   |
| LIVEPERSON INC.                   | 300,000             | 843,000     |
| LIZ CLAIBORNE, INC.               | 250,000             | 3,537,500   |
| LMI AEROSPACE INC.                | 420,000             | 7,379,400   |
| LOCKHEED MARTIN CORP.             | 800,000             | 78,928,000  |
| LOJACK CORP.                      | 540,000             | 4,298,400   |
| LOUISIANA-PACIFIC CORP.           | 1,185,000           | 10,060,650  |
| LOWES COMPANIES, INC.             | 2,718,000           | 56,398,500  |
| LSI CORP.                         | 1,400,000           | 8,596,000   |
| LTX CORP.                         | 305,000             | 671,000     |
| MACERICH CO. (THE)                | 70,000              | 4,349,100   |
| MACK-CALI REALTY CORP.            | 285,000             | 9,738,450   |

Division of Investment  
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State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                      | Number of<br>shares | Fair value  |
|----------------------------------|---------------------|-------------|
| MACQUARIE INFRASTRUCTURE CO. LLC | 810,000             | 20,484,900  |
| MACY'S, INC.                     | 900,000             | 17,478,000  |
| MAIR HOLDINGS, INC.              | 160,000             | 648,000     |
| MAJESCO ENTERTAINMENT CO.        | 200,000             | 180,000     |
| MANHATTAN ASSOCIATES, INC.       | 120,000             | 2,847,600   |
| MANITOWOC CO., INC.              | 40,000              | 1,301,200   |
| MANTECH INTERNATIONAL CORP.      | 20,000              | 962,400     |
| MARATHON OIL CORP.               | 1,620,644           | 84,062,804  |
| MARINER ENERGY, INC.             | 145,674             | 5,385,568   |
| MARRIOTT INTERNATIONAL INC.      | 1,960,000           | 51,430,400  |
| MARSH & MCLENNAN COMPANIES, INC. | 735,000             | 19,514,250  |
| MARTEK BIOSCIENCES CORP.         | 60,000              | 2,022,600   |
| MARTHA STEWART LIVING CLASS A    | 840,000             | 6,216,000   |
| MASCO CORP.                      | 815,000             | 12,819,950  |
| MASSEY ENERGY CO.                | 320,000             | 30,000,000  |
| MASTEC, INC.                     | 320,000             | 3,411,200   |
| MATTEL INC.                      | 1,800,000           | 30,816,000  |
| MAX CAPITAL GROUP LTD.           | 90,000              | 1,919,700   |
| MCAFFEE, INC.                    | 483,962             | 16,469,227  |
| MCCORMICK & CO., INC.            | 250,000             | 8,915,000   |
| MCDERMOTT INTERNATIONAL, INC.    | 200,000             | 12,378,000  |
| MCDONALD'S CORP.                 | 1,979,913           | 111,310,709 |
| MCKESSON CORP.                   | 851,250             | 47,593,388  |
| MDC HOLDINGS, INC.               | 136,400             | 5,327,784   |
| MEADWESTVACO CORP.               | 398,975             | 9,511,564   |
| MEDAREX, INC.                    | 300,000             | 1,983,000   |
| MEDCO HEALTH SOLUTIONS, INC.     | 598,966             | 28,271,195  |
| MEDIACOM COMMUNICATIONS CORP.    | 200,000             | 1,068,000   |
| MEDIALINK WORLDWIDE INC.         | 170,000             | 180,200     |
| MEDTOX SCIENTIFIC INC.           | 138,658             | 1,920,413   |
| MEDTRONIC, INC.                  | 1,725,000           | 89,268,750  |
| MEMC ELECTRONICS MATERIALS, INC. | 460,000             | 28,308,400  |
| MEMORY PHARMACEUTICALS CORP.     | 100,000             | 39,000      |
| MENTOR GRAPHICS CORP.            | 160,000             | 2,528,000   |
| MERCANTILE BANK CORP.            | 158,072             | 1,134,957   |
| MERCK & CO., INC.                | 4,145,000           | 156,225,050 |
| MERCURY COMPUTER SYSTEMS, INC.   | 220,000             | 1,656,600   |
| MERITAGE HOMES CORP.             | 40,000              | 606,800     |
| MERRILL LYNCH 9%CVFPD            | 3,000               | 212,542,500 |
| METLIFE, INC.                    | 1,155,000           | 60,949,350  |
| METROPICS COMMUNICATIONS INC.    | 2,000,000           | 35,420,000  |
| MICROCHIP TECHNOLOGY INC.        | 1,550,000           | 47,337,000  |
| MICRON TECHNOLOGY, INC.          | 2,300,000           | 13,800,000  |
| MICROSEMI CORP.                  | 230,000             | 5,791,400   |
| MICROSOFT CORP.                  | 23,700,000          | 651,987,000 |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                         | Number of<br>shares | Fair value |
|-------------------------------------|---------------------|------------|
| MICROSTRATEGY INC.                  | 70,000              | 4,532,500  |
| MID-AMERICA APARTMENT COMM. INC.    | 45,000              | 2,296,800  |
| MIDDLESEX WATER CO.                 | 230,000             | 3,815,700  |
| MIDWAY GAMES INC.                   | 230,000             | 506,000    |
| MILACRON INC.                       | 7,260               | 5,300      |
| MILLIPORE CORP.                     | 190,000             | 12,893,400 |
| MINE SAFETY APPLIANCES CO.          | 170,000             | 6,798,300  |
| MIRANT CORP.                        | 200,000             | 7,830,000  |
| MIVA INC.                           | 175,137             | 185,645    |
| MMC ENERGY, INC.                    | 615,000             | 1,383,750  |
| MOLEX INC. CLASS A                  | 120,000             | 2,749,200  |
| MOLSON COORS BREWING CO.            | 320,000             | 17,385,600 |
| MONACO COACH CORP.                  | 40,000              | 121,600    |
| MONEYGRAM INTERNATIONAL, INC.       | 400,000             | 360,800    |
| MONRO MUFFLER BRAKE, INC.           | 280,000             | 4,340,000  |
| MONSANTO CO.                        | 744,870             | 94,181,363 |
| MORGAN STANLEY                      | 1,815,000           | 65,467,050 |
| MOVE INC.                           | 1,400,000           | 3,262,000  |
| MPS GROUP, INC.                     | 50,000              | 531,500    |
| MSC INDUSTRIAL DIRECT CO., INC.     | 80,000              | 3,528,800  |
| MSC.SOFTWARE CORP.                  | 1,250,000           | 13,725,000 |
| MSCI INC.-A                         | 50,000              | 1,814,500  |
| MUELLER WATER PRODUCTS INC. CLASS B | 380,000             | 3,245,200  |
| MURPHY OIL CORP.                    | 377,000             | 36,964,850 |
| MWI VETERINARY SUPPLY, INC.         | 60,000              | 1,986,600  |
| MYLAN LABORATORIES INC.             | 1,140,000           | 13,759,800 |
| MZT HOLDINGS INC.                   | 140,000             | 18,200     |
| NABORS INDUSTRIES LTD.              | 991,000             | 48,786,930 |
| NACCO INDUSTRIES, INC.              | 95,000              | 7,063,250  |
| NATIONAL CINEMEDIA INC.             | 830,000             | 8,847,800  |
| NATIONAL CITY CORP                  | 2,500,000           | 5,975,000  |
| NATIONAL CITY CORP.                 | 500                 | 47,700,000 |
| NATIONAL LAMPOON INC.               | 270,000             | 432,000    |
| NATIONAL OILWELL VARCO, INC.        | 892,912             | 79,219,153 |
| NATIONAL RETAIL PROPERTIES, INC.    | 290,000             | 6,061,000  |
| NATIONAL SEMICONDUCTOR CORP.        | 1,000,000           | 20,540,000 |
| NATIONWIDE HEALTH PROPERTIES, INC.  | 155,000             | 4,880,950  |
| NAVIGANT CONSULTING, INC.           | 30,000              | 586,800    |
| NCR CORP.                           | 500,000             | 12,600,000 |
| NEKTAR THERAPEUTICS                 | 480,000             | 1,608,000  |
| NETAPP INC.                         | 500,000             | 10,830,000 |
| NETSCOUT SYSTEMS, INC.              | 150,000             | 1,602,000  |
| NEUROGEN CORP.                      | 50,000              | 51,500     |
| NEUSTAR INC. CLASS A                | 100,000             | 2,156,000  |
| NEW JERSEY RESOURCES CORP.          | 325,000             | 10,611,250 |

Division of Investment  
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June 30, 2008

| Description                      | Number of<br>shares | Fair value  |
|----------------------------------|---------------------|-------------|
| NEW YORK COMMUNITY BANCORP, INC. | 446,331             | 7,962,545   |
| NEWELL RUBBERMAID INC.           | 221,500             | 3,718,985   |
| NEWMONT MINING CORP.             | 980,000             | 51,116,800  |
| NEWPARK RESOURCES, INC.          | 1,140,000           | 8,960,400   |
| NEWS CORP. CLASS A               | 7,800,000           | 117,312,000 |
| NIC INC.                         | 600,000             | 4,098,000   |
| NICOR INC.                       | 160,000             | 6,814,400   |
| NISOURCE INC.                    | 896,000             | 16,056,320  |
| NITROMED, INC.                   | 220,000             | 222,200     |
| NOBLE CORPORATION                | 892,000             | 57,944,320  |
| NOBLE ENERGY, INC.               | 484,000             | 48,671,040  |
| NORDSON CORP.                    | 190,000             | 13,849,100  |
| NORFOLK SOUTHERN CORP.           | 2,900,000           | 181,743,000 |
| NORTHEAST UTILITIES              | 805,500             | 20,564,415  |
| NORTHERN TRUST CORP.             | 433,000             | 29,690,810  |
| NORTHROP GRUMMAN CORP.           | 1,180,000           | 78,942,000  |
| NORTHSTAR REALTY FINANCE CORP.   | 120,000             | 998,400     |
| NORTHWEST AIRLINES CORP.         | 700,000             | 4,662,000   |
| NOVATEL WIRELESS INC.            | 240,000             | 2,671,200   |
| NOVELL, INC.                     | 4,000,000           | 23,560,000  |
| NRG ENERGY, INC.                 | 100,000             | 4,290,000   |
| NTN BUZZTIME INC.                | 920,000             | 312,800     |
| NU HORIZONS ELECTRONICS CORP.    | 170,000             | 826,200     |
| NU SKIN ENTERPRISES INC.         | 600,000             | 8,952,000   |
| NUANCE COMMUNICATIONS, INC.      | 650,000             | 10,185,500  |
| NVIDIA CORP.                     | 2,300,000           | 43,056,000  |
| OCCAM NETWORKS, INC.             | 240,000             | 957,600     |
| OCCIDENTAL PETROLEUM CORP.       | 1,660,000           | 149,167,600 |
| OCEANEERING INTERNATIONAL, INC.  | 218,000             | 16,796,900  |
| OLD DOMINION FREIGHT LINE, INC.  | 480,000             | 14,409,600  |
| OLIN CORP.                       | 40,000              | 1,047,200   |
| OMNICARE, INC.                   | 180,000             | 4,719,600   |
| OMNICOM GROUP INC.               | 300,000             | 13,464,000  |
| OMNITURE INC.                    | 9,800               | 181,986     |
| ON ASSIGNMENT INC.               | 150,000             | 1,203,000   |
| ON SEMICONDUCTOR CORP.           | 1,000,000           | 9,170,000   |
| ONEOK, INC.                      | 160,000             | 7,812,800   |
| ONYX PHARMACEUTICALS INC.        | 40,000              | 1,424,000   |
| OPNET TECHNOLOGIES, INC.         | 250,000             | 2,250,000   |
| OPNEXT INC.                      | 120,000             | 645,600     |
| ORACLE CORP.                     | 7,600,000           | 159,600,000 |
| ORBITAL SCIENCES CORP.           | 670,000             | 15,785,200  |
| ORE PHARMACEUTICALS INC.         | 18,000              | 23,760      |
| O'REILLY AUTOMOTIVE INC.         | 120,000             | 2,682,000   |
| ORMAT TECHNOLOGIES INC.          | 400,000             | 19,672,000  |

Division of Investment  
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| Description                        | Number of<br>shares | Fair value  |
|------------------------------------|---------------------|-------------|
| OSHKOSH CORP.                      | 590,000             | 12,207,100  |
| OSI PHARMACEUTICALS, INC.          | 60,000              | 2,479,200   |
| OSI SYSTEMS, INC.                  | 180,000             | 3,855,600   |
| OTTER TAIL CORP.                   | 120,000             | 4,659,600   |
| OUTDOOR CHANNEL HOLDINGS, INC.     | 1,310,000           | 9,143,800   |
| P G & E CORP                       | 993,000             | 39,412,170  |
| PACER INTERNATIONAL, INC.          | 530,000             | 11,400,300  |
| PACKAGING CORP OF AMERICA          | 350,000             | 7,528,500   |
| PACTIV CORP.                       | 410,000             | 8,704,300   |
| PALL CORP.                         | 205,000             | 8,134,400   |
| PANACOS PHARMACEUTICALS, INC.      | 50,000              | 22,500      |
| PANTRY INC.                        | 120,000             | 1,279,200   |
| PAR PHARMACEUTICAL COMPANIES, INC. | 90,000              | 1,460,700   |
| PARAMETRIC TECHNOLOGY CORP.        | 110,000             | 1,833,700   |
| PARENT CO. (THE)                   | 208,173             | 293,524     |
| PARKE BANCORP, INC.                | 71,300              | 713,000     |
| PARKER HANNIFIN CORP.              | 400,000             | 28,528,000  |
| PARKVALE FINANCIAL CORP.           | 130,000             | 3,069,300   |
| PATTERSON-UTI ENERGY, INC.         | 701,000             | 25,327,130  |
| PC MALL INC.                       | 210,000             | 2,847,600   |
| PDL BIOPHARMA, INC.                | 245,000             | 2,601,900   |
| PEABODY ENERGY CORP.               | 650,000             | 57,232,500  |
| PENN REAL ESTATE INVEST TRUST      | 315,000             | 7,289,100   |
| PENSKE AUTO GROUP INC.             | 140,000             | 2,063,600   |
| PENWEST PHARMACEUTICALS CO.        | 200,000             | 540,000     |
| PEOPLES UNITED FINANCIAL, INC.     | 420,000             | 6,552,000   |
| PEPCO HOLDINGS, INC.               | 620,000             | 15,903,000  |
| PEPSICO, INC.                      | 2,275,000           | 144,667,250 |
| PERKINELMER, INC.                  | 460,000             | 12,811,000  |
| PETMED EXPRESS, INC.               | 390,000             | 4,777,500   |
| PETSMART, INC.                     | 50,000              | 997,500     |
| PFIZER INC.                        | 8,105,392           | 141,601,198 |
| PFSWEB, INC.                       | 29,787              | 141,488     |
| PHARMACEUTICAL PRODUCT DEVELOPMENT | 230,000             | 9,867,000   |
| PHARMACOPEIA DRUG DISCOVERY, INC.  | 35,000              | 134,050     |
| PHARMERICA CORP.                   | 30,000              | 677,700     |
| PHILADLEPHIA CONS. HLDG. CORP.     | 210,000             | 7,133,700   |
| PHILIP MORRIS INTERNATIONAL, INC.  | 4,346,000           | 214,648,940 |
| PHILLIPS-VAN HEUSEN                | 154,000             | 5,639,480   |
| PHOENIX COMPANIES, INC. (THE)      | 90,000              | 684,900     |
| PHOTRONICS, INC.                   | 280,000             | 1,971,200   |
| PIEDMONT NATURAL GAS CO., INC.     | 250,000             | 6,540,000   |
| PILGRIM'S PRIDE CORP.              | 50,000              | 649,500     |
| PINNACLE WEST CAPITAL CORP.        | 635,000             | 19,538,950  |
| PIONEER NATURAL RESOURCES CO.      | 275,000             | 21,527,000  |

Division of Investment  
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| Description                        | Number of<br>shares | Fair value  |
|------------------------------------|---------------------|-------------|
| PLUM CREEK TIMBER CO., INC.        | 71,000              | 3,032,410   |
| PNC FINANCIAL SERVICES GROUP, INC. | 1,188,000           | 67,834,800  |
| PNM RESOURCES, INC.                | 230,000             | 2,750,800   |
| POLYCOM INC.                       | 230,000             | 5,602,800   |
| POOL CORPORATION                   | 90,000              | 1,598,400   |
| POWERWAVE TECHNOLOGIES, INC.       | 4,606               | 19,576      |
| PPG INDUSTRIES, INC.               | 440,700             | 25,282,959  |
| PPL CORP.                          | 594,000             | 31,048,380  |
| PRAXAIR, INC.                      | 796,000             | 75,015,040  |
| PRECISION CASTPARTS CORP.          | 315,000             | 30,356,550  |
| PRE-PAID LEGAL SERVICES, INC.      | 66,500              | 2,701,230   |
| PRIDE INTERNATIONAL INC.           | 200,000             | 9,458,000   |
| PRIMEDIA, INC.                     | 58,333              | 271,832     |
| PROCTER & GAMBLE CO.               | 5,732,000           | 348,562,920 |
| PROCURENET INC.                    | 70,450              | 10,478      |
| PROGRESS ENERGY, INC.              | 737,000             | 30,828,710  |
| PROGRESSIVE CORP.                  | 300,000             | 5,616,000   |
| PROLOGIS                           | 781,000             | 42,447,350  |
| PROS HOLDINGS INC.                 | 1,080,000           | 12,128,400  |
| PROVIDENT FINANCIAL SERVICES INC.  | 180,000             | 2,521,800   |
| PROXIM WIRELESS CORP.              | 800,000             | 480,000     |
| PRUDENTIAL FINANCIAL INC.          | 1,210,098           | 72,291,255  |
| PUBLIC SVC ENTERPRISE GROUP INC.   | 789,000             | 36,238,770  |
| PUGET ENERGY INC.                  | 560,000             | 13,434,400  |
| PULTE HOMES, INC.                  | 275,000             | 2,648,250   |
| QUALCOMM INC.                      | 2,400,000           | 106,488,000 |
| QUALITY DISTRIBUTION, INC.         | 214,755             | 519,707     |
| QUANTA SERVICES INC.               | 400,000             | 13,308,000  |
| QUANTUM CORP.                      | 200,000             | 270,000     |
| QUANTUM FUEL SYS TECH WORLDW, INC. | 1,100,000           | 3,388,000   |
| QUEST DIAGNOSTICS INC.             | 800,000             | 38,776,000  |
| QUEST SOFTWARE, INC.               | 200,000             | 2,962,000   |
| QUESTAR CORP.                      | 295,000             | 20,956,800  |
| QUICKLOGIC CORP.                   | 250,000             | 419,400     |
| QUIKSILVER, INC.                   | 220,000             | 2,160,400   |
| RADIANT SYSTEMS, INC.              | 560,000             | 6,008,800   |
| RADIO ONE INC.                     | 500,000             | 645,000     |
| RADIO UNICA COMMUNICATIONS CORP.   | 150,000             | 1,500       |
| RALCORP HOLDINGS INC.              | 140,000             | 6,921,600   |
| RAMTRON INTERNATIONAL CORP.        | 400,000             | 1,684,000   |
| RAYONIER INC.                      | 243,000             | 10,317,780  |
| RAYTHEON CO WARRANTS               | 50,727              | 991,206     |
| RAYTHEON CO.                       | 1,150,000           | 64,722,000  |
| RC2 CORP.                          | 140,000             | 2,598,400   |
| RCM TECHNOLOGIES, INC.             | 45,000              | 191,700     |

Division of Investment  
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|-----------------------------------|---------------------|------------|
| RCN CORPORATION                   | 260,000             | 2,802,800  |
| REALNETWORKS, INC.                | 150,000             | 990,000    |
| REALTY INCOME CORP.               | 152,025             | 3,460,089  |
| RED HAT INC.                      | 200,000             | 4,138,000  |
| REDDY ICE HOLDINGS, INC.          | 120,000             | 1,641,600  |
| REGAL ENTERTAINMENT GROUP CLASS A | 1,450,000           | 22,156,000 |
| REGENCY CENTERS CORP.             | 90,000              | 5,320,800  |
| REGENERON PHARMACEUTICALS, INC.   | 70,000              | 1,010,800  |
| REGENT COMMUNICATIONS, INC.       | 500,000             | 448,150    |
| REGIS CORP.                       | 110,000             | 2,898,500  |
| RELIANT ENERGY, INC.              | 25,000              | 531,750    |
| RESOURCE AMERICA, INC.            | 100,000             | 932,000    |
| RETAIL VENTURES, INC.             | 230,000             | 1,058,000  |
| REYNOLDS AMERICAN INC.            | 734,000             | 34,255,780 |
| RHI ENTERTAINMENT INC.            | 100,000             | 1,299,000  |
| ROCK OF AGES CORP.                | 59,180              | 197,069    |
| ROCKWELL COLLINS, INC.            | 465,000             | 22,301,400 |
| ROCKY MOUNTAIN CHOC FACTORY, INC. | 90,000              | 866,700    |
| ROHM & HAAS CO.                   | 202,633             | 9,410,277  |
| ROLLINS, INC.                     | 75,000              | 1,111,500  |
| ROPER INDUSTRIES, INC.            | 200,000             | 13,176,000 |
| ROSS STORES, INC.                 | 300,000             | 10,656,000 |
| ROWAN COMPANIES INC.              | 995,000             | 46,516,250 |
| RPM INTERNATIONAL INC.            | 150,000             | 3,090,000  |
| RTI INTERNATIONAL METALS INC.     | 600,000             | 21,372,000 |
| RUSS BERRIE & CO., INC.           | 311,711             | 2,484,337  |
| RYDER SYSTEM INC.                 | 250,000             | 17,220,000 |
| RYLAND GROUP, INC. (THE)          | 100,000             | 2,181,000  |
| S1 CORPORATION                    | 37,902              | 286,918    |
| SAFEGUARD SCIENTIFICS, INC.       | 1,500,000           | 1,860,000  |
| SAFEWAY INC.                      | 540,000             | 15,417,000 |
| SAGA COMMUNICATIONS INC. CLASS A  | 430,000             | 2,154,300  |
| SAIC, INC.                        | 160,000             | 3,329,600  |
| SAKS INC.                         | 820,000             | 9,003,600  |
| SALEM COMMUNICATIONS CORP.        | 320,000             | 630,400    |
| SANDISK CORP.                     | 440,000             | 8,228,000  |
| SANMINA-SCI CORP.                 | 300,000             | 384,000    |
| SAPIENT CORPORATION               | 150,000             | 963,000    |
| SARA LEE CORP.                    | 2,256,000           | 27,636,000 |
| SAVVIS, INC.                      | 50,000              | 645,500    |
| SBA COMMUNICATIONS CORP.          | 1,600,000           | 57,616,000 |
| SCANA CORP.                       | 330,000             | 12,210,000 |

Division of Investment  
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| Description                      | Number of<br>shares | Fair value  |
|----------------------------------|---------------------|-------------|
| SCHERING-PLOUGH CORP.            | 6,533,200           | 128,638,708 |
| SCHOOL SPECIALTY INC.            | 50,000              | 1,486,500   |
| SCHWAB (CHARLES) CORP. (THE)     | 1,780,000           | 36,561,200  |
| SCO GROUP INC. (THE)             | 600,000             | 72,000      |
| SEACHANGE INTERNATIONAL, INC.    | 270,000             | 1,933,200   |
| SEAGATE TECHNOLOGY               | 300,000             | 5,739,000   |
| SEALED AIR CORP.                 | 500,000             | 9,505,000   |
| SEARS HOLDINGS CORP.             | 234,000             | 17,236,440  |
| SECURE COMPUTING CORP.           | 300,000             | 1,242,000   |
| SEMITOOL, INC.                   | 200,000             | 1,502,000   |
| SEMPRA ENERGY                    | 482,140             | 27,216,803  |
| SENOLOGY, INC.                   | 180,000             | 887,400     |
| SENSIENT TECHNOLOGIES CORP.      | 330,000             | 9,292,800   |
| SEPRACOR INC.                    | 95,419              | 1,900,746   |
| SHAW GROUP INC. (THE)            | 330,000             | 20,390,700  |
| SHORETEL, INC.                   | 80,000              | 353,600     |
| SHUFFLE MASTER, INC.             | 340,000             | 1,679,600   |
| SI FINANCIAL GROUP, INC.         | 30,000              | 249,000     |
| SIERRA PACIFIC RESOURCES         | 680,000             | 8,642,800   |
| SIGMA DESIGNS, INC.              | 20,000              | 277,800     |
| SIGMA-ALDRICH CORP.              | 330,000             | 17,773,800  |
| SILICON IMAGE, INC.              | 200,000             | 1,450,000   |
| SILICON STORAGE TECHNOLOGY, INC. | 240,000             | 664,800     |
| SIMON PROPERTY GROUP, INC.       | 731,610             | 65,764,423  |
| SINCLAIR BROADCAST GROUP, INC.   | 120,000             | 912,000     |
| SIRIUS SATELLITE RADIO INC.      | 1,391,392           | 2,671,473   |
| SL GREEN REALTY CORP.            | 99,000              | 8,189,280   |
| SLM CORP.                        | 1,250,000           | 24,187,500  |
| SMITH INTERNATIONAL, INC.        | 501,000             | 41,653,140  |
| SMURFIT-STONE CONTAINER CORP.    | 1,510,000           | 6,145,700   |
| SNAP-ON INC.                     | 60,000              | 3,120,600   |
| SOAPSTONE NETWORKS INC.          | 100,000             | 383,000     |
| SONIC CORP.                      | 60,000              | 888,000     |
| SONIC INNOVATIONS INC.           | 320,000             | 1,068,800   |
| SONIC SOLUTIONS                  | 380,000             | 2,264,800   |
| SONOCO PRODUCTS CO.              | 150,000             | 4,642,500   |
| SOURCE INTERLINK COMPANIES, INC. | 650,000             | 1,436,500   |
| SOUTH JERSEY INDUSTRIES INC      | 240,000             | 8,966,400   |
| SOUTHERN CO.                     | 1,191,000           | 41,589,720  |
| SOUTHWEST AIRLINES CO.           | 2,193,125           | 28,598,350  |
| SOUTHWEST GAS CORP.              | 220,000             | 6,540,600   |
| SOUTHWEST WATER CO.              | 10,000              | 100,200     |
| SOVEREIGN BANCORP INC.           | 500,000             | 3,680,000   |
| SPANSION INC. CLASS A            | 100,000             | 225,000     |
| SPECTRA ENERGY CORP.             | 1,350,204           | 38,804,863  |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                         | Number of<br>shares | Fair value |
|-------------------------------------|---------------------|------------|
| SPECTRUM CONTROL, INC.              | 80,000              | 656,000    |
| SPHERION CORP.                      | 100,000             | 462,000    |
| SPRINT NEXTEL CORP.                 | 6,500,000           | 61,750,000 |
| SPX CORP.                           | 50,000              | 6,586,500  |
| SRA INTERNTIONAL INC. CLASS A       | 100,000             | 2,246,000  |
| ST. JUDE MEDICAL INC.               | 1,955,000           | 79,920,400 |
| ST. MARY LAND & EXPLORATION CO.     | 160,000             | 10,342,400 |
| STANDARD REGISTER CO. (THE)         | 60,000              | 565,800    |
| STAPLES, INC.                       | 1,578,348           | 37,485,765 |
| STARBUCKS CORP.                     | 1,445,000           | 22,744,300 |
| STATE STREET CORP.                  | 740,000             | 47,352,600 |
| STEC, INC.                          | 630,000             | 6,470,100  |
| STEEL DYNAMICS INC.                 | 540,000             | 21,097,800 |
| STERLING BANCSHARES, INC.           | 150,000             | 1,363,500  |
| STEVEN MADDEN, LTD.                 | 350,000             | 6,433,000  |
| STRYKER CORP.                       | 125,000             | 7,860,000  |
| SUN BANCORP, INC.                   | 31,500              | 319,725    |
| SUN COMMUNITIES INC.                | 220,000             | 4,010,600  |
| SUN MICROSYSTEMS, INC.              | 700,000             | 7,616,000  |
| SUNOCO, INC.                        | 740,000             | 30,110,600 |
| SUNSTONE HOTEL INVESTORS INC.       | 1,531,104           | 25,416,326 |
| SUPERIOR WELL SERVICES, INC.        | 110,000             | 3,488,100  |
| SUPPORTSOFT INC.                    | 500,000             | 1,625,000  |
| SUSQUEHANNA BANCSHARES, INC.        | 110,000             | 1,505,900  |
| SVB FINANCIAL GROUP                 | 110,000             | 5,292,100  |
| SYBASE INC                          | 228,221             | 6,714,262  |
| SYMANTEC CORP.                      | 1,700,000           | 32,895,000 |
| SYNAPTICS INCORPORATED              | 960,000             | 36,220,800 |
| SYNCHRONOSS TECHNOLOGIES INC.       | 770,000             | 6,953,100  |
| SYNOPSIS INC                        | 1,200,000           | 28,680,000 |
| SYSCO CORP.                         | 945,000             | 25,996,950 |
| T ROWE PRICE GROUP INC.             | 575,000             | 32,470,250 |
| TALBOTS INC. (THE)                  | 80,000              | 927,200    |
| TANDY LEATHER FACTORY, INC.         | 135,000             | 422,550    |
| TANGER FACTORY OUTLET CENTERS, INC. | 75,000              | 2,694,750  |
| TARGACEPT INC.                      | 508,636             | 3,697,784  |
| TARGET CORP.                        | 1,843,000           | 85,681,070 |
| TASER INTERNATIONAL, INC.           | 500,000             | 2,495,000  |
| TASTY BAKING CO.                    | 400,000             | 2,208,000  |
| TECO ENERGY, INC.                   | 911,000             | 19,577,390 |
| TELEDYNE TECHNOLOGIES INC.          | 50,000              | 2,439,500  |
| TELEFLEX INC.                       | 140,000             | 7,782,600  |
| TEMPLE-INLAND INC.                  | 2,147,000           | 24,196,690 |
| TENET HEALTHCARE CORP.              | 2,380,000           | 13,232,800 |
| TERADATA CORP.                      | 420,000             | 9,718,800  |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                            | Number of<br>shares | Fair value  |
|--|---------------------|-------------|
| TEREX CORP.                            | 120,000             | 6,164,400   |
| TEXAS INDUSTRIES, INC.                 | 30,000              | 1,683,900   |
| TEXAS INSTRUMENTS INC.                 | 2,800,000           | 78,848,000  |
| TEXTRON INC.                           | 760,000             | 36,426,800  |
| THERAVANCE INC.                        | 1,044,108           | 12,393,562  |
| THERMO ELECTRON CORP.                  | 150,000             | 8,359,500   |
| THOR INDUSTRIES, INC.                  | 130,000             | 2,763,800   |
| THORATEC CORP.                         | 180,000             | 3,130,200   |
| THQ INC.                               | 230,000             | 4,659,800   |
| TIBCO SOFTWARE INC.                    | 500,000             | 3,825,000   |
| TIFFANY & CO.                          | 513,000             | 20,904,750  |
| TIMBERLAND CO. (THE)                   | 100,000             | 1,635,000   |
| TIME WARNER INC.                       | 9,500,000           | 140,600,000 |
| TIMKEN CO. (THE)                       | 430,000             | 14,164,200  |
| TIVO INC.                              | 1,300,000           | 8,021,000   |
| TJX COMPANIES, INC. (THE)              | 834,000             | 26,245,980  |
| TOLL BROTHERS, INC.                    | 293,600             | 5,499,128   |
| TOOTSIE ROLL INDUSTRIES INC.           | 74,263              | 1,866,229   |
| TORO CO. (THE)                         | 60,000              | 1,996,200   |
| TRACTOR SUPPLY CO.                     | 165,000             | 4,791,600   |
| TRANSDIGM GROUP INC.                   | 114,247             | 3,837,557   |
| TRANSMETA CORP/DELAWARE                | 260,000             | 3,590,600   |
| TRANSOCEAN INC.                        | 593,496             | 90,442,855  |
| TRAVELCENTERS OF AMERICA LLC           | 20,000              | 45,400      |
| TRAVELERS COMPANIES, INC. (THE)        | 1,656,595           | 71,896,223  |
| TREX COMPANY, INC.                     | 130,000             | 1,524,900   |
| TRIARC COMPANIES CLASS B               | 90,000              | 569,700     |
| TRIDENT MICROSYSTEMS INC.              | 900,000             | 3,285,000   |
| TRIQUINT SEMICONDUCTOR, INC.           | 400,000             | 2,424,000   |
| TRIUMPH GROUP, INC.                    | 70,000              | 3,297,000   |
| TRUE RELIGION APPAREL, INC.            | 35,000              | 932,750     |
| TUPPERWARE BRANDS CORP.                | 75,000              | 2,566,500   |
| TURBOCHEF TECHNOLOGIES, INC.           | 80,000              | 382,400     |
| TWEEN BRANDS INC.                      | 200,000             | 3,292,000   |
| TYCO ELECTRONICS LTD.                  | 980,000             | 35,103,600  |
| TYCO INTERNATIONAL, LTD.               | 500,000             | 20,020,000  |
| UDR INC.                               | 80,000              | 1,790,400   |
| ULTA SALON COSMETICS & FRAGRANCE, INC. | 70,000              | 786,800     |
| ULTRA CLEAN HOLDINGS, INC.             | 500,000             | 3,980,000   |
| ULTRATECH, INC.                        | 40,000              | 620,800     |
| UNITED AMERICA INDEMNITY, LTD.         | 201,656             | 2,696,141   |
| UNITED COMMUNITY BANKS, INC.           | 400,000             | 3,412,000   |
| UNITED NATURAL FOODS, INC.             | 270,000             | 5,259,600   |
| UNITED ONLINE INC.                     | 200,000             | 2,006,000   |
| UNITED RENTALS INC.                    | 520,000             | 10,197,200  |
| UNITED STATES STEEL CORP.              | 100,000             | 18,478,000  |
| UNITED TECHNOLOGIES CORP.              | 2,050,000           | 126,485,000 |
| UNITED THERAPEUTICS CORP.              | 40,000              | 3,910,000   |
| UNIVERSAL DISPLAY CORP.                | 410,000             | 5,051,200   |
| UNIVERSAL HEALTH SERVICES, INC.        | 190,000             | 12,011,800  |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                              | Number of<br>shares | Fair value  |
|--|---------------------|-------------|
| US BANCORP                               | 3,546,671           | 98,916,654  |
| UST INC.                                 | 500,000             | 27,305,000  |
| U-STORE-IT TRUST                         | 150,000             | 1,792,500   |
| UTD HEALTH GROUP, INC.                   | 1,167,228           | 30,639,735  |
| VAIL RESORTS INC.                        | 60,000              | 2,569,800   |
| VALASSIS COMMUNICATIONS, INC.            | 350,000             | 4,382,000   |
| VALERO ENERGY CORP.                      | 850,000             | 35,003,000  |
| VALUECLICK, INC.                         | 550,000             | 8,332,500   |
| VARIAN SEMICONDUCTOR EQUIP. ASSOC., INC. | 90,000              | 3,133,800   |
| VCA ANTECH INC.                          | 80,000              | 2,222,400   |
| VENTAS INC.                              | 52,000              | 2,213,640   |
| VERICHIP CORP.                           | 74,040              | 115,502     |
| VERIFONE HOLDINGS INC.                   | 370,000             | 4,421,500   |
| VERISIGN INC                             | 400,000             | 15,120,000  |
| VERTEX PHARMACEUTICALS INC.              | 100,000             | 3,347,000   |
| VF CORP.                                 | 112,000             | 7,972,160   |
| VIACOM INC. CLASS B                      | 2,700,000           | 82,458,000  |
| VIASAT, INC.                             | 300,000             | 6,063,000   |
| VIGNETTE CORP.                           | 80,000              | 960,000     |
| VISHAY INTERTECHNOLOGY, INC.             | 1,100,000           | 9,757,000   |
| VISTEON CORP.                            | 100,000             | 263,000     |
| VITRAN CORP INC.                         | 100,000             | 1,499,000   |
| VORNADO REALTY TRUST                     | 472,500             | 41,580,000  |
| VULCAN MATERIALS CO.                     | 118,700             | 7,095,886   |
| WABCO HOLDINGS INC.                      | 200,000             | 9,292,000   |
| WACHOVIA CORP.                           | 2,422,254           | 37,617,605  |
| WALGREEN CO.                             | 1,530,800           | 49,766,308  |
| WAL-MART STORES, INC.                    | 3,139,000           | 176,411,800 |
| WALT DISNEY CO. (THE)                    | 3,000,000           | 93,600,000  |
| WALTER INDUSTRIES, INC.                  | 110,000             | 11,964,700  |
| WASHINGTON MUTUAL, INC.                  | 1,244,375           | 6,134,769   |
| WASHINGTON MUTUAL INC 7.75% CVPFD        | 10,000              | 5,943,400   |
| WATERS CORP.                             | 205,000             | 13,222,500  |
| WATSON PHARMACEUTICALS, INC.             | 1,415,000           | 38,445,550  |
| WATTS WATER TECHNOLOGIES INC. CLASS A    | 70,000              | 1,743,000   |
| WEATHERFORD INTERNATIONAL LTD.           | 1,606,428           | 79,662,765  |
| WEBSITE PROS, INC.                       | 180,000             | 1,499,400   |
| WELLPOINT INC.                           | 735,000             | 35,030,100  |
| WELLS FARGO & CO.                        | 5,321,207           | 126,378,666 |
| WESTERN UNION CO. (THE)                  | 1,800,000           | 44,496,000  |
| WESTWOOD ONE INC.                        | 220,000             | 272,800     |
| WEYERHAEUSER CO.                         | 1,108,000           | 56,663,120  |
| WGL HOLDINGS, INC.                       | 140,000             | 4,863,600   |
| WHIRLPOOL CORP.                          | 50,000              | 3,086,500   |
| WILLIAMS COS INC.                        | 910,000             | 36,682,100  |
| WILMINGTON TRUST CORP.                   | 240,000             | 6,345,600   |
| WIND RIVER SYSTEMS, INC.                 | 560,092             | 6,099,402   |
| WINMARK CORP.                            | 76,000              | 1,349,380   |
| WINNEBAGO INDUSTRIES, INC.               | 100,000             | 1,019,000   |
| WINTHROP REALTY TRUST                    | 690,700             | 2,486,520   |

Division of Investment  
Department of Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund A  
Equity Securities

June 30, 2008

| Description                                   | Number of<br>shares | Fair value               |  |
|---|---------------------|--------------------------|--|
| WISCONSIN ENERGY CORP.                        | 233,700             | 10,567,914               |  |
| WOODWARD GOVERNOR CO.                         | 500,000             | 17,830,000               |  |
| WORLD WRESTLING ENTMTNT INC. CLASS A          | 350,000             | 5,414,500                |  |
| WORTHINGTON INDUSTRIES, INC.                  | 260,000             | 5,330,000                |  |
| WR BERKLEY CORP                               | 1,127,905           | 27,250,185               |  |
| WRIGHT MEDICAL GROUP, INC.                    | 180,000             | 5,113,800                |  |
| WRIGLEY (WM) JR. CO.                          | 245,000             | 19,056,100               |  |
| WRIGLEY (WM) JR. CO. CLASS B                  | 163,750             | 12,739,750               |  |
| WYETH   | 2,210,000           | 105,991,600              |  |
| XCEL ENERGY INC.                              | 1,096,000           | 21,996,720               |  |
| XILINX, INC.                                  | 250,000             | 6,312,500                |  |
| XL CAPITAL LTD.                               | 180,000             | 3,700,800                |  |
| XTO ENERGY INC.                               | 863,886             | 59,184,830               |  |
| YAHOO! INC.                                   | 3,100,000           | 64,046,000               |  |
| YUM! BRANDS, INC.                             | 728,000             | 25,545,520               |  |
| ZIMMER HOLDINGS INC.                          | 340,500             | 23,171,025               |  |
| ZORAN CORP.                                   | 240,000             | 2,807,998                |  |
|   |                     | <u>23,777,189,038</u>    |  |
| <br>  |                     |                          |  |
| S&P 500 INDEX SXY+SO                          | 180,000             | 16,254,000               |  |
| S&P 500 INDEX SXY+ST                          | 200,000             | 7,080,000                |  |
| S&P 500 INDEX SXY+TO                          | 500,000             | 49,000,000               |  |
|   |                     | <u>72,334,000</u>        |  |
| <br>  |                     |                          |  |
| Total   |                     | \$ <u>23,849,523,038</u> |  |
| <br>  |                     |                          |  |
| Total fair value of investments               |                     | \$ 23,849,523,038        |  |
| <br>  |                     |                          |  |
| Total cost of investments                     |                     | <u>16,914,802,039</u>    |  |
| <br>  |                     |                          |  |
| Net unrealized appreciation as of end of year |                     | \$ <u>6,934,720,999</u>  |  |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                                   | Principal<br>amount | Fair value           |
|---|---------------------|----------------------|
| United States Government Obligations:         |                     |                      |
| United States Treasury Inflation Index Notes: |                     |                      |
| 1.625% due January 15, 2015                   | 20,000,000          | \$ 23,232,707        |
| 1.875% due July 15, 2015                      | 100,000,000         | 115,622,933          |
| 2.000% due January 15, 2016                   | 50,000,000          | 56,989,821           |
| 2.500% due July 15, 2016                      | 50,000,000          | 58,103,288           |
| 2.375% due January 15, 2017                   | 100,000,000         | 115,282,060          |
| 2.375% due January 15, 2025                   | 630,000,000         | 752,842,251          |
| 2.000% due January 15, 2026                   | 640,000,000         | 686,668,800          |
| 2.375% due January 15, 2027                   | 415,000,000         | 463,366,175          |
| 1.750% due January 15, 2028                   | 225,000,000         | 219,465,900          |
| 3.625% due April 15, 2028                     | 410,000,000         | 679,415,334          |
| 3.875% due April 15, 2029                     | 214,000,000         | 363,314,524          |
| 3.375% due April 15, 2032                     | 26,000,000          | 39,588,987           |
|   |                     | <u>3,573,892,780</u> |
| United States Treasury Bonds:                 |                     |                      |
| 8.750% due August 15, 2020                    | 50,000,000          | 70,457,000           |
| 7.875% due February 15, 2021                  | 105,000,000         | 139,994,400          |
| 8.125% due May 15, 2021                       | 50,000,000          | 68,109,500           |
| 8.125% due August 15, 2021                    | 50,000,000          | 68,308,500           |
| 8.000% due November 15, 2021                  | 12,500,000          | 16,954,125           |
| 7.250% due August 15, 2022                    | 200,000,000         | 257,688,000          |
| 7.625% due November 15, 2022                  | 25,000,000          | 33,297,000           |
| 7.125% due February 15, 2023                  | 188,000,000         | 240,698,280          |
| 6.250% due August 15, 2023                    | 358,200,000         | 426,175,614          |
| 7.500% due November 15, 2024                  | 109,000,000         | 146,647,510          |
| 7.625% due February 15, 2025                  | 25,000,000          | 34,050,750           |
| 6.875% due August 15, 2025                    | 125,000,000         | 159,375,000          |
| 6.000% due February 15, 2026                  | 535,000,000         | 626,575,950          |
| 6.500% due November 15, 2026                  | 75,000,000          | 92,712,750           |
| 6.625% due February 15, 2027                  | 50,000,000          | 62,672,000           |
| 6.375% due August 15, 2027                    | 45,000,000          | 55,125,000           |
| 6.125% due November 15, 2027                  | 25,000,000          | 29,896,500           |
| 5.500% due August 15, 2028                    | 360,000,000         | 401,767,200          |
| 5.250% due November 15, 2028                  | 190,000,000         | 205,956,200          |
| 5.250% due February 15, 2029                  | 630,000,000         | 683,499,600          |
| 5.375% due February 15, 2031                  | 85,000,000          | 94,442,650           |
|   |                     | <u>3,914,403,529</u> |
| United States Treasury RFCO STRIPS:           |                     |                      |
| RFCSP due October 15, 2019                    | 100,000,000         | 59,102,000           |
| RFCSP due July 15, 2020                       | 75,000,000          | 42,403,500           |
|   |                     | <u>101,505,500</u>   |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                                  | Principal<br>amount | Fair value         |
|--|---------------------|--------------------|
| United States Treasury STRIPS:               |                     |                    |
| due February 15, 2024                        | 125,000,000         | 59,943,750         |
| due February 15, 2025                        | 150,000,000         | 68,626,500         |
| due February 15, 2026                        | 100,000,000         | 43,275,000         |
| due February 15, 2027                        | 600,000,000         | 248,046,000        |
| due August 15, 2027                          | 250,000,000         | 100,930,000        |
|  |                     | <u>520,821,250</u> |
| United States Government Agency STRIPS:      |                     |                    |
| Tennessee Valley Authority:                  |                     |                    |
| due November 1, 2025                         | 406,000,000         | 166,918,780        |
|  |                     | <u>166,918,780</u> |
| United States Government Agency Obligations: |                     |                    |
| Resolution Funding Corporation:              |                     |                    |
| 8.625% due January 15, 2021                  | 5,000,000           | 6,660,650          |
| Tennessee Valley Authority:                  |                     |                    |
| 5.500% due June 15, 2038                     | 25,000,000          | 25,620,250         |
| 4.875% due January 15, 2048                  | 50,000,000          | 46,629,000         |
|  |                     | <u>78,909,900</u>  |
| Small Business Administration:               |                     |                    |
| US Small Business:                           |                     |                    |
| 5.376% due March 10, 2017                    | 9,329,158           | 9,177,559          |
| 5.902% due February 10, 2018                 | 20,000,000          | 20,150,000         |
| SBIC DB 2008-10A                             |                     |                    |
| 5.471% due March 10, 2018                    | 28,000,000          | 28,000,000         |
| SBIC 2007-10B                                |                     |                    |
| 5.528% due September 10, 2017                | 43,045,490          | 43,045,490         |
|  |                     | <u>100,373,049</u> |
| Merchant Marine:                             |                     |                    |
| United States Government Guaranteed:         |                     |                    |
| Port Imperial Ferry Corp., 2021 Series:      |                     |                    |
| 7.460% due April 30, 2021                    | 2,544,680           | 2,646,468          |
|  |                     | <u>2,646,468</u>   |
| Federal Home Loan/FannieMae Zero Coupon:     |                     |                    |
| FHLMC Medium Term Notes:                     |                     |                    |
| due December 29, 2034                        | 25,000,000          | 4,650,500          |
| Federal Home Ln MT:                          |                     |                    |
| due December 11, 2025                        | 73,000,000          | 29,813,200         |
| FannieMae Strip                              |                     |                    |
| due May 15, 2021                             | 62,000,000          | 32,545,660         |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| <u>Description</u>            | <u>Principal<br/>amount</u> | <u>Fair value</u> |
|-------------------------------|-----------------------------|-------------------|
| FannieMae D                   |                             |                   |
| due November 15, 2021         | 30,000,000                  | 15,318,600        |
| Federal Home Loan Bank        |                             |                   |
| due July 27, 2037             | 50,000,000                  | <u>6,670,500</u>  |
|                               |                             | <u>88,998,460</u> |
| Federal Home Loan Bank Bonds: |                             |                   |
| FHLB BONDS TQ-2015            |                             |                   |
| 5.065% due October 20, 2015   | 19,061,612                  | <u>18,734,134</u> |
|                               |                             | <u>18,734,134</u> |
| Federal Home Loan Bank Notes: |                             |                   |
| FHLB BONDS                    |                             |                   |
| 4.750% due June 8, 2018       | 20,000,000                  | <u>19,757,600</u> |
|                               |                             | <u>19,757,600</u> |
| Floating Rate Notes:          |                             |                   |
| National City Bank:           |                             |                   |
| 2.928% due January 21, 2010   | 20,000,000                  | 18,070,800        |
| Israel State:                 |                             |                   |
| 3.688% due April 1, 2015      | 10,000,000                  | <u>9,999,600</u>  |
|                               |                             | <u>28,070,400</u> |
| Real Estate Investment Trust: |                             |                   |
| Vornado Realty Trust:         |                             |                   |
| 4.500% due August 15, 2009    | 20,000,000                  | <u>19,390,800</u> |
|                               |                             | <u>19,390,800</u> |
| Industrial Bonds:             |                             |                   |
| AOL Time Warner Incorporated: |                             |                   |
| 6.875% due May 1, 2012        | 25,000,000                  | 25,576,250        |
| Time Warner Inc.:             |                             |                   |
| 6.500% due November 15, 2036  | 10,000,000                  | 8,902,000         |
| Abbott Laboratories:          |                             |                   |
| 5.600% due November 30, 2017  | 30,000,000                  | 30,260,100        |
| 6.150% due November 30, 2037  | 10,000,000                  | 10,026,400        |
| Abbott Laboratories Global:   |                             |                   |
| 5.875% due May 15, 2016       | 15,000,000                  | 15,432,900        |
| Aetna Inc.:                   |                             |                   |
| 6.000% due June 15, 2016      | 15,000,000                  | 14,838,900        |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                                   | Principal<br>amount | Fair value  |
|---|---------------------|-------------|
| Alcoa Incorporated:                           |                     |             |
| 5.720% due February 23, 2019                  | 9,961,000           | 9,240,023   |
| 5.870% due February 23, 2022                  | 44,055,000          | 40,299,752  |
| 5.900% due February 1, 2027                   | 48,170,000          | 42,751,357  |
| 5.950% due February 1, 2037                   | 10,000,000          | 8,877,200   |
| American Water Cap:                           |                     |             |
| 6.085% due October 15, 2017                   | 55,000,000          | 52,756,000  |
| Anadarko Finance:                             |                     |             |
| 7.500% due May 1, 2031                        | 102,000,000         | 109,337,880 |
| Anadarko Petroleum Corp.:                     |                     |             |
| 6.450% due September 15, 2036                 | 16,000,000          | 15,793,440  |
| Anheuser Busch Company, Inc.:                 |                     |             |
| 4.625% due February 1, 2015                   | 19,000,000          | 17,502,800  |
| 5.500% due January 15, 2018                   | 7,000,000           | 6,564,740   |
| 7.550% due October 1, 2030                    | 15,000,000          | 15,956,250  |
| 6.450% due September 1, 2037                  | 10,000,000          | 9,557,300   |
| Apache Corp.:                                 |                     |             |
| 6.000% due January 15, 2037                   | 70,000,000          | 68,686,100  |
| Archer Daniels Midland Company:               |                     |             |
| 5.935% due October 1, 2032                    | 25,000,000          | 24,020,500  |
| 6.450% due January 15, 2038                   | 15,000,000          | 15,038,850  |
| Atlantic Richfield Company Medium Term Notes: |                     |             |
| 8.390% due February 13, 2012                  | 12,000,000          | 13,519,440  |
| 8.375% due February 21, 2012                  | 8,700,000           | 9,768,795   |
| 8.450% due February 22, 2012                  | 10,000,000          | 11,253,600  |
| 8.620% due March 12, 2012                     | 11,000,000          | 12,445,290  |
| Baxter International Inc.:                    |                     |             |
| 5.900% due September 1, 2016                  | 15,000,000          | 15,359,250  |
| 6.250% due December 1, 2037                   | 10,000,000          | 10,026,100  |
| Boeing Co.:                                   |                     |             |
| 7.950% due August 15, 2024                    | 41,000,000          | 49,434,110  |
| Bristol Myers Squibb:                         |                     |             |
| 5.450% due May 1, 2018                        | 12,000,000          | 11,837,640  |
| 6.125% due May 1, 2038                        | 25,000,000          | 24,248,750  |
| Burlington Northern:                          |                     |             |
| 5.750% due March 15, 2018                     | 20,000,000          | 19,548,200  |
| 8.125% due April 15, 2020                     | 6,650,000           | 7,629,878   |
| 6.875% due December 1, 2027                   | 6,200,000           | 6,343,530   |
| 6.750% due March 15, 2029                     | 22,300,000          | 22,596,144  |
| 7.290% due June 1, 2036                       | 11,500,000          | 12,229,560  |
| 6.150% due May 1, 2037                        | 62,575,000          | 58,957,539  |
| Burlington Resources Financial:               |                     |             |
| 7.200% due August 15, 2031                    | 20,000,000          | 22,678,400  |
| 7.400% due December 1, 2031                   | 45,980,000          | 53,184,606  |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                         | Principal<br>amount | Fair value |
|-------------------------------------|---------------------|------------|
| CSX Corp.:                          |                     |            |
| 6.250% due March 15, 2018           | 20,000,000          | 19,252,800 |
| 6.150% due May 1, 2037              | 114,850,000         | 96,286,795 |
| Caleco Power:                       |                     |            |
| 6.650% due June 15, 2018            | 20,000,000          | 19,984,000 |
| Cameron International Corp.:        |                     |            |
| 7.000% due July 15, 2038            | 25,000,000          | 24,966,500 |
| Cargill Inc.:                       |                     |            |
| 6.000% due November 27, 2017        | 35,000,000          | 34,799,100 |
| 6.125% due September 15, 2036       | 10,000,000          | 9,298,200  |
| 7.250% due November 1, 2036         | 10,000,000          | 10,719,300 |
| 6.625% due September 15, 2037       | 27,000,000          | 26,636,040 |
| Catepillar Inc.:                    |                     |            |
| 5.850% due September 1, 2017        | 15,000,000          | 15,362,550 |
| 5.450% due April 15, 2018           | 25,000,000          | 24,784,250 |
| 7.300% due May 1, 2031              | 20,245,000          | 23,214,739 |
| Clear Channel Communications, Inc.: |                     |            |
| 4.400% due May 15, 2011             | 40,000,000          | 31,400,000 |
| 5.000% due March 15, 2012           | 10,000,000          | 7,225,000  |
| Coca Cola Company:                  |                     |            |
| 5.750% due March 15, 2011           | 40,000,000          | 41,935,600 |
| 5.350% due November 15, 2017        | 15,000,000          | 15,119,850 |
| Comcast Corp.:                      |                     |            |
| 6.300% due November 15, 2017        | 10,000,000          | 9,910,000  |
| 5.650% due June 15, 2035            | 15,000,000          | 12,746,100 |
| 6.950% due August 15, 2037          | 30,000,000          | 29,507,700 |
| Conoco Incorporated:                |                     |            |
| 6.950% due April 15, 2029           | 18,000,000          | 19,741,500 |
| 7.250% due October 15, 2031         | 33,700,000          | 38,572,683 |
| ConocoPhillips:                     |                     |            |
| 5.900% due May 15, 2038             | 22,500,000          | 22,186,575 |
| Cox Communications:                 |                     |            |
| 3.875% due October 1, 2008          | 5,000,000           | 4,993,150  |
| 5.500% due October 1, 2015          | 7,500,000           | 7,228,875  |
| John Deere Cap.:                    |                     |            |
| 5.350% due April 3, 2018            | 10,000,000          | 9,855,200  |
| Dell Inc.:                          |                     |            |
| 5.650% due April 15, 2018           | 25,000,000          | 24,124,250 |
| Devon Energy Corp.:                 |                     |            |
| 7.950% due April 15, 2032           | 17,000,000          | 20,170,840 |
| Dover Corp. Notes:                  |                     |            |
| 5.375% due October 15, 2035         | 7,000,000           | 6,243,930  |
| 6.600% due March 15, 2038           | 16,000,000          | 16,573,280 |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                              | Principal<br>amount | Fair value |
|--|---------------------|------------|
| Dow Chemical Company:                    |                     |            |
| 6.125% due February 1, 2011              | 15,000,000          | 15,492,900 |
| 7.375% due November 1, 2029              | 21,000,000          | 22,272,810 |
| E.I. DuPont De Nemours Medium Term Note: |                     |            |
| 5.000% due January 15, 2013              | 8,000,000           | 8,067,520  |
| 5.250% due December 15, 2016             | 20,000,000          | 20,094,200 |
| 5.600% due December 15, 2036             | 25,000,000          | 23,384,500 |
| General Electric:                        |                     |            |
| 5.000% due February 1, 2013              | 80,000,000          | 80,576,000 |
| 5.250% due December 6, 2017              | 40,000,000          | 38,453,200 |
| Halliburton Company:                     |                     |            |
| 7.530% due May 12, 2017                  | 8,000,000           | 8,901,440  |
| 6.750% due February 1, 2027              | 14,000,000          | 14,793,800 |
| Harley Davidson:                         |                     |            |
| 5.250% due December 15, 2012             | 25,000,000          | 24,157,250 |
| Harris Corp.:                            |                     |            |
| 5.950% due December 1, 2017              | 15,000,000          | 14,945,700 |
| Harsco Corp.:                            |                     |            |
| 5.750% due May 15, 2018                  | 15,000,000          | 14,965,350 |
| Hewlett Packard Co.:                     |                     |            |
| 5.500% due March 1, 2018                 | 12,000,000          | 11,752,920 |
| Home Depot:                              |                     |            |
| 5.875% due December 16, 2036             | 40,000,000          | 32,677,200 |
| Honeywell International:                 |                     |            |
| 5.300% due March 1, 2018                 | 10,000,000          | 9,850,800  |
| 5.700% due March 15, 2037                | 20,000,000          | 18,843,000 |
| IBM Corporation:                         |                     |            |
| 5.050% due October 22, 2012              | 35,000,000          | 35,743,050 |
| 5.700% due September 14, 2017            | 20,000,000          | 20,298,400 |
| 8.375% due November 1, 2019              | 45,000,000          | 54,602,100 |
| 7.000% due October 30, 2025              | 15,800,000          | 16,954,190 |
| 6.500% due January 15, 2028              | 12,000,000          | 12,253,560 |
| 5.875% due November 29, 2032             | 11,750,000          | 11,358,020 |
| Johnson & Johnson Company:               |                     |            |
| 5.550% due August 15, 2017               | 10,000,000          | 10,413,000 |
| 6.950% due September 1, 2029             | 65,000,000          | 75,704,200 |
| 4.950% due May 15, 2033                  | 51,000,000          | 46,576,260 |
| 5.950% due August 15, 2037               | 52,000,000          | 53,983,800 |
| 5.850% due July 15, 2038                 | 20,000,000          | 20,340,600 |
| Johnson Controls:                        |                     |            |
| 4.875% due September 15, 2013            | 7,000,000           | 7,010,500  |
| KLA Instruments Co.:                     |                     |            |
| 6.900% due May 1, 2018                   | 10,000,000          | 9,803,700  |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                             | Principal<br>amount | Fair value |
|---|---------------------|------------|
| Kellogg Co.:                            |                     |            |
| 4.250% due March 6, 2013                | 15,000,000          | 14,571,750 |
| 7.450% due April 1, 2031                | 29,298,000          | 32,991,599 |
| Lilly (Eli) & Company:                  |                     |            |
| 5.500% due March 15, 2027               | 25,000,000          | 23,931,750 |
| 5.550% due March 15, 2037               | 30,000,000          | 28,288,200 |
| Kimberly Clark Corp.:                   |                     |            |
| 6.125% due August 1, 2017               | 20,000,000          | 20,767,000 |
| 6.625% due August 1, 2037               | 20,000,000          | 21,420,000 |
| Marathon Oil Corp.:                     |                     |            |
| 6.000% due October 1, 2017              | 15,000,000          | 14,914,350 |
| 5.900% due March 15, 2018               | 40,000,000          | 39,531,600 |
| 6.600% due October 1, 2037              | 40,000,000          | 39,434,000 |
| McDonalds Corporation Medium Term Note: |                     |            |
| 6.300% due October 15, 2037             | 52,000,000          | 51,718,160 |
| 6.300% due March 1, 2038                | 58,000,000          | 57,455,380 |
| Merck & Company Incorporated:           |                     |            |
| 6.400% due March 1, 2028                | 15,000,000          | 15,655,800 |
| 5.750% due November 15, 2036            | 15,000,000          | 14,333,550 |
| Mobil Corporation:                      |                     |            |
| 8.625% due August 15, 2021              | 58,650,000          | 76,969,327 |
| Monsanto Co.:                           |                     |            |
| 5.125% due April 15, 2018               | 5,000,000           | 4,903,600  |
| 5.875% due April 15, 2038               | 5,000,000           | 4,812,700  |
| News America Inc.:                      |                     |            |
| 5.300% due December 15, 2014            | 20,000,000          | 19,605,000 |
| 7.250% due May 18, 2018                 | 24,288,000          | 25,854,090 |
| News America Holdings:                  |                     |            |
| 9.500% due July 15, 2024                | 10,000,000          | 12,146,800 |
| 7.700% due October 30, 2025             | 10,000,000          | 10,860,200 |
| 8.450% due August 1, 2034               | 12,000,000          | 14,469,000 |
| Norfolk Southern Corp.:                 |                     |            |
| 5.750% due April 1, 2018                | 12,000,000          | 11,810,280 |
| 7.050% due May 1, 2037                  | 46,310,000          | 50,030,082 |
| Nucor Corp.:                            |                     |            |
| 6.400% due December 1, 2037             | 10,000,000          | 10,145,900 |
| Oracle Corp.:                           |                     |            |
| 5.750% due April 15, 2018               | 40,000,000          | 39,966,000 |
| Parker Hannifin Co.:                    |                     |            |
| 6.250% due May 15, 2038                 | 7,000,000           | 7,084,980  |
| Pepsico Inc.:                           |                     |            |
| 5.000% due June 1, 2018                 | 25,000,000          | 24,391,500 |
| Pfizer Incorporated:                    |                     |            |
| 4.650% due March 1, 2018                | 45,400,000          | 43,753,342 |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                   | Principal<br>amount | Fair value |
|-------------------------------|---------------------|------------|
| Pharmacia Corp.:              |                     |            |
| 6.600% due December 1, 2028   | 45,000,000          | 48,150,450 |
| Phillips Petroleum:           |                     |            |
| 8.750% due May 25, 2010       | 16,111,000          | 17,532,796 |
| Pitney Bowes Inc.:            |                     |            |
| 5.750% due September 15, 2017 | 10,000,000          | 9,942,700  |
| 5.600% due March 15, 2018     | 30,000,000          | 29,490,900 |
| Potash Corp.:                 |                     |            |
| 5.875% due December 1, 2036   | 16,000,000          | 14,919,360 |
| Proctor & Gamble Company:     |                     |            |
| 5.800% due August 15, 2034    | 16,000,000          | 16,084,640 |
| 5.550% due March 5, 2037      | 25,000,000          | 24,028,250 |
| Quest Diagnostics:            |                     |            |
| 5.450% due November 1, 2015   | 10,000,000          | 9,462,300  |
| Rohm & Haas Co.:              |                     |            |
| 6.000% due September 15, 2017 | 15,000,000          | 14,606,250 |
| 7.850% due July 15, 2029      | 27,000,000          | 29,069,820 |
| Schering Plough Co.:          |                     |            |
| 6.000% due September 15, 2017 | 20,000,000          | 19,750,800 |
| 6.750% due December 1, 2033   | 30,000,000          | 30,537,300 |
| 6.550% due September 15, 2037 | 22,500,000          | 21,973,950 |
| Spectra Energy Cap.:          |                     |            |
| 6.200% due April 15, 2018     | 8,000,000           | 7,783,520  |
| TCI Communications Inc.:      |                     |            |
| 8.750% due August 1, 2015     | 10,000,000          | 11,303,800 |
| Texas Eastern:                |                     |            |
| 6.000% due September 15, 2017 | 15,000,000          | 14,935,650 |
| 7.000% due July 15, 2032      | 32,600,000          | 32,674,328 |
| Thermo Electron Co.:          |                     |            |
| 5.000% due June 1, 2015       | 10,000,000          | 9,399,900  |
| Thomson Corp.:                |                     |            |
| 5.700% due October 1, 2014    | 25,000,000          | 24,614,000 |
| 3M Co.:                       |                     |            |
| 5.700% due March 15, 2037     | 50,000,000          | 50,490,500 |
| Times Warner Co.:             |                     |            |
| 6.875% due June 15, 2018      | 10,000,000          | 9,926,500  |
| 7.570% due February 1, 2024   | 10,000,000          | 10,170,500 |
| Tosco Corp.:                  |                     |            |
| 8.125% due February 15, 2030  | 43,125,000          | 53,051,512 |
| Transocean Inc.:              |                     |            |
| 6.800% due March 15, 2038     | 12,000,000          | 12,272,760 |
| Union Pacific Company:        |                     |            |
| 5.750% due November 15, 2017  | 10,000,000          | 9,836,000  |
| 5.700% due August 15, 2018    | 10,000,000          | 9,758,400  |
| 6.150% due May 1, 2037        | 10,000,000          | 9,570,600  |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                      | Principal<br>amount | Fair value    |
|----------------------------------|---------------------|---------------|
| United Parcel Service, Inc.:     |                     |               |
| 8.375% due April 1, 2020         | 22,000,000          | 27,156,580    |
| 8.375% due April 1, 2030         | 24,000,000          | 29,629,920    |
| 6.200% due January 15, 2038      | 40,000,000          | 40,543,600    |
| United Technologies Corporation: |                     |               |
| 6.100% due May 15, 2012          | 18,000,000          | 19,045,260    |
| 5.375% due December 15, 2017     | 20,000,000          | 19,984,200    |
| 6.125% due July 15, 2038         | 30,000,000          | 30,135,600    |
| Viacom Inc.:                     |                     |               |
| 7.875% due September 1, 2023     | 20,000,000          | 20,878,000    |
| Vulcan Materials:                |                     |               |
| 7.000% due June 15, 2018         | 15,000,000          | 15,290,850    |
| 7.150% due November 30, 2037     | 12,050,000          | 11,932,030    |
| Wal-Mart Stores Incorporated:    |                     |               |
| 5.800% due February 15, 2018     | 25,000,000          | 25,884,750    |
| 5.250% due September 1, 2035     | 15,000,000          | 13,032,150    |
| 6.500% due August 15, 2037       | 32,000,000          | 32,932,800    |
| 6.200% due April 15, 2038        | 15,000,000          | 14,738,250    |
| Weatherford International:       |                     |               |
| 6.350% due June 15, 2017         | 36,350,000          | 36,818,188    |
| 6.500% due August 1, 2036        | 30,550,000          | 29,892,564    |
| 6.800% due June 15, 2037         | 19,000,000          | 19,022,990    |
| 7.000% due March 15, 2038        | 12,000,000          | 12,303,120    |
| Weyerhaeuser Company:            |                     |               |
| 6.950% due August 1, 2017        | 30,000,000          | 30,641,100    |
| Wyeth Notes:                     |                     |               |
| 6.950% due March 15, 2011        | 25,000,000          | 26,464,750    |
| 5.500% due February 1, 2014      | 30,000,000          | 30,242,700    |
| 5.500% due February 15, 2016     | 25,000,000          | 25,126,000    |
| 6.000% due February 15, 2036     | 50,000,000          | 48,489,000    |
| 5.950% due April 1, 2037         | 15,000,000          | 14,478,600    |
| XTO Energy Inc.:                 |                     |               |
| 6.100% due April 1, 2036         | 8,000,000           | 7,619,760     |
| 6.375% due June 15, 2038         | 10,000,000          | 9,557,000     |
|                                  |                     | 4,134,581,539 |
| Corporate Zero Coupon:           |                     |               |
| Coca Cola Enterprises:           |                     |               |
| due June 20, 2020                | 10,000,000          | 4,878,600     |
| KFW Guaranteed Glo:              |                     |               |
| due April 18, 2036               | 312,000,000         | 74,043,840    |
| KFW Guaranteed Bon:              |                     |               |
| due June 29, 2037                | 100,000,000         | 22,900,000    |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| <u>Description</u>             | <u>Principal<br/>amount</u> | <u>Fair value</u>  |
|--------------------------------|-----------------------------|--------------------|
| Seariver Maritime:             |                             |                    |
| due September 1, 2012          | 10,000,000                  | 8,233,600          |
|                                |                             | <u>110,056,040</u> |
| Gas & Electric:                |                             |                    |
| AEP Texas Central:             |                             |                    |
| 6.650% due February 15, 2033   | 16,000,000                  | 15,376,160         |
| Appalachian Power:             |                             |                    |
| 5.000% due June 1, 2017        | 12,000,000                  | 10,850,520         |
| 5.800% due October 1, 2035     | 20,000,000                  | 17,024,400         |
| 6.375% due April 1, 2036       | 30,061,000                  | 27,657,623         |
| Arizona Public Service:        |                             |                    |
| 5.500% due September 1, 2035   | 25,000,000                  | 18,924,250         |
| 6.875% due August 1, 2036      | 15,000,000                  | 13,532,100         |
| Avista Corp.:                  |                             |                    |
| 5.950% due June 1, 2018        | 17,000,000                  | 16,349,750         |
| 5.700% due July 1, 2037        | 18,000,000                  | 15,048,000         |
| Baltimore Gas & Electric:      |                             |                    |
| 6.350% due October 1, 2036     | 10,000,000                  | 9,108,700          |
| Cincinnati Gas & Electric Co.: |                             |                    |
| 6.900% due June 1, 2025        | 10,000,000                  | 10,444,700         |
| 5.400% due June 15, 2033       | 10,000,000                  | 8,473,500          |
| Cleveland Electric Ill.:       |                             |                    |
| 5.700% due April 1, 2017       | 10,150,000                  | 9,653,868          |
| Commonwealth Edison:           |                             |                    |
| 4.700% due April 15, 2015      | 25,000,000                  | 23,224,250         |
| 5.800% due March 15, 2018      | 25,000,000                  | 24,404,250         |
| 5.900% due March 15, 2036      | 26,000,000                  | 23,474,100         |
| 6.450% due January 15, 2038    | 20,000,000                  | 19,477,400         |
| Consolidated Edison:           |                             |                    |
| 4.875% due February 1, 2013    | 14,000,000                  | 13,835,220         |
| 3.850% due June 15, 2013       | 10,000,000                  | 9,423,000          |
| 5.100% due June 15, 2033       | 10,000,000                  | 8,300,600          |
| 5.300% due March 1, 2035       | 67,500,000                  | 57,424,275         |
| 5.850% due March 15, 2036      | 12,000,000                  | 11,027,040         |
| 6.200% due June 15, 2036       | 23,000,000                  | 22,163,720         |
| 5.700% due December 1, 2036    | 40,000,000                  | 35,954,800         |
| 6.300% due August 15, 2037     | 15,000,000                  | 14,641,350         |
| Constellation Energy:          |                             |                    |
| 4.550% due June 15, 2015       | 25,000,000                  | 22,271,250         |
| 7.600% due April 1, 2032       | 99,500,000                  | 99,667,160         |
| Detroit Edison Co.:            |                             |                    |
| 6.350% due October 15, 2032    | 10,550,000                  | 10,327,712         |
| 5.700% due October 1, 2037     | 10,000,000                  | 9,148,400          |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                   | Principal<br>amount | Fair value |
|-------------------------------|---------------------|------------|
| Dominion Resources:           |                     |            |
| 5.125% due December 15, 2009  | 10,000,000          | 10,111,700 |
| 5.200% due January 15, 2016   | 12,000,000          | 11,335,680 |
| 5.950% due June 15, 2035      | 31,250,000          | 28,046,563 |
| DTE Energy Co.:               |                     |            |
| 6.350% due June 1, 2016       | 20,000,000          | 20,013,400 |
| Duke Capital Corp.:           |                     |            |
| 6.750% due February 15, 2032  | 39,000,000          | 36,863,970 |
| Duke Energy Carol:            |                     |            |
| 6.050% due April 15, 2038     | 25,000,000          | 24,714,750 |
| El Paso Electric:             |                     |            |
| 6.000% due May 15, 2035       | 32,100,000          | 27,071,535 |
| Emerson Electric:             |                     |            |
| 7.125% due August 15, 2010    | 55,000,000          | 58,752,100 |
| 5.750% due November 1, 2011   | 45,000,000          | 46,822,950 |
| Energy East Corp.:            |                     |            |
| 6.750% due July 15, 2036      | 32,850,000          | 31,332,330 |
| Entergy Louisiana:            |                     |            |
| 6.000% due May 1, 2018        | 20,000,000          | 19,514,400 |
| Exelon Generation Co.:        |                     |            |
| 6.200% due October 1, 2017    | 15,000,000          | 14,610,000 |
| Exelon Corp.:                 |                     |            |
| 4.900% due June 15, 2015      | 20,000,000          | 18,402,600 |
| 5.625% due June 15, 2035      | 20,000,000          | 17,238,200 |
| First Energy Corp.:           |                     |            |
| 7.375% due November 15, 2031  | 20,000,000          | 21,748,000 |
| Florida Power & Light:        |                     |            |
| 5.950% due October 1, 2033    | 33,000,000          | 32,559,450 |
| 5.650% due February 1, 2035   | 35,000,000          | 33,145,350 |
| 5.400% due September 1, 2035  | 8,000,000           | 7,307,120  |
| 5.850% due May 1, 2037        | 10,000,000          | 9,723,800  |
| 5.950% due February 1, 2038   | 15,000,000          | 14,828,400 |
| Florida Power Corp.:          |                     |            |
| 6.350% due September 15, 2037 | 10,000,000          | 10,155,300 |
| Indiana Michigan Power:       |                     |            |
| 6.050% due March 15, 2037     | 38,625,000          | 33,751,297 |
| ITC Holdings Corp.:           |                     |            |
| 6.375% due September 30, 2036 | 10,000,000          | 9,082,700  |
| Jersey Central Power:         |                     |            |
| 6.400% due May 15, 2036       | 47,500,000          | 44,114,675 |
| Key Span Corp.:               |                     |            |
| 5.803% due April 1, 2035      | 21,000,000          | 18,473,070 |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                    | Principal<br>amount | Fair value |
|--------------------------------|---------------------|------------|
| Midamerican Energy:            |                     |            |
| 5.300% due March 15, 2018      | 20,000,000          | 19,440,200 |
| 5.750% due November 1, 2035    | 9,365,000           | 8,658,879  |
| 5.950% due May 15, 2037        | 20,000,000          | 18,762,800 |
| 6.500% due September 15, 2037  | 25,000,000          | 25,249,250 |
| Northern State Power:          |                     |            |
| 5.250% due March 1, 2018       | 15,000,000          | 14,800,200 |
| Nstar Electric Co.:            |                     |            |
| 4.875% due October 15, 2012    | 30,000,000          | 30,157,800 |
| Ohio Edison:                   |                     |            |
| 6.400% due July 15, 2016       | 5,000,000           | 4,988,050  |
| 6.875% due July 15, 2036       | 38,155,000          | 37,192,349 |
| Oklahoma Gas & Electric:       |                     |            |
| 6.450% due February 1, 2038    | 20,000,000          | 19,782,400 |
| PECO Energy Co.:               |                     |            |
| 5.350% due March 1, 2018       | 26,000,000          | 25,445,940 |
| 5.950% due October 1, 2036     | 12,500,000          | 11,983,375 |
| PPL Energy Supply:             |                     |            |
| 6.200% due May 15, 2016        | 20,000,000          | 19,539,400 |
| 6.500% due May 1, 2018         | 50,000,000          | 48,833,500 |
| 5.700% due October 15, 2035    | 15,000,000          | 14,080,800 |
| 6.000% due December 15, 2036   | 55,200,000          | 47,922,432 |
| Pacific Gas & Electric:        |                     |            |
| 5.625% due November 30, 2017   | 17,000,000          | 16,934,040 |
| 6.050% due March 1, 2034       | 80,000,000          | 77,138,400 |
| 6.350% due February 15, 2038   | 16,000,000          | 15,992,160 |
| PacifiCorp:                    |                     |            |
| 5.750% due April 1, 2037       | 25,000,000          | 23,234,750 |
| 6.250% due October 15, 2037    | 17,000,000          | 16,811,130 |
| Pepco Holdings Inc.:           |                     |            |
| 4.000% due May 15, 2010        | 12,000,000          | 11,763,000 |
| 7.450% due August 15, 2032     | 16,400,000          | 16,896,592 |
| Potomac Electric Power Co.:    |                     |            |
| 6.500% due November 15, 2037   | 28,000,000          | 27,341,720 |
| Progress Energy Inc.:          |                     |            |
| 5.625% due January 15, 2016    | 7,000,000           | 6,926,780  |
| 7.750% due March 1, 2031       | 56,235,000          | 64,262,546 |
| 6.300% due April 1, 2038       | 8,000,000           | 8,082,000  |
| Public Service Co.:            |                     |            |
| 6.625% due November 15, 2037   | 20,000,000          | 18,872,000 |
| Public Service Electric & Gas: |                     |            |
| 5.300% due May 1, 2018         | 25,000,000          | 24,663,250 |
| 5.700% due December 1, 2036    | 8,000,000           | 7,587,600  |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                    | Principal<br>amount | Fair value           |
|--------------------------------|---------------------|----------------------|
| Southern California Edi:       |                     |                      |
| 6.650% due April 1, 2029       | 17,000,000          | 17,456,450           |
| 5.350% due July 15, 2035       | 10,000,000          | 9,094,700            |
| Southern California Gas:       |                     |                      |
| 4.800% due October 1, 2012     | 20,000,000          | 19,918,200           |
| Toledo Edison:                 |                     |                      |
| 6.150% due May 15, 2037        | 17,600,000          | 15,263,952           |
| Virginia Electric & Power:     |                     |                      |
| 5.950% due September 15, 2017  | 25,000,000          | 25,124,000           |
| 5.400% due April 30, 2018      | 25,000,000          | 24,133,500           |
| 6.350% due November 30, 2037   | 10,000,000          | 9,736,000            |
| West Penn Power Co.:           |                     |                      |
| 5.950% due December 15, 2017   | 18,000,000          | 18,027,720           |
| Wisconsin Gas Debentures:      |                     |                      |
| 6.600% due September 15, 2013  | 10,000,000          | 10,847,200           |
| Xcel Energy Inc.:              |                     |                      |
| 6.500% due July 1, 2036        | 7,000,000           | 7,015,260            |
|                                |                     | <u>2,016,887,763</u> |
| Telephone:                     |                     |                      |
| AT&T Inc. Notes:               |                     |                      |
| 6.800% due May 15, 2036        | 50,000,000          | 50,100,500           |
| 6.500% due September 1, 2037   | 40,000,000          | 38,712,800           |
| 6.300% due January 15, 2038    | 64,000,000          | 60,464,000           |
| 6.400% due May 15, 2038        | 50,000,000          | 47,864,000           |
| AT&T Broadband:                |                     |                      |
| 9.455% due November 15, 2022   | 12,401,000          | 14,992,561           |
| AT&T Wireless Services:        |                     |                      |
| 8.750% due March 1, 2031       | 18,099,000          | 21,475,911           |
| Ameritech Capital:             |                     |                      |
| 6.450% due January 15, 2018    | 25,000,000          | 25,500,000           |
| Bell Telephone Company:        |                     |                      |
| 8.350% due December 15, 2030   | 19,756,000          | 22,186,581           |
| 8.750% due August 15, 2031     | 8,000,000           | 9,352,080            |
| Bell South Cap Funding:        |                     |                      |
| 7.875% due February 15, 2030   | 24,000,000          | 26,510,640           |
| Bell South Corp.:              |                     |                      |
| 6.550% due June 15, 2034       | 25,000,000          | 24,144,500           |
| 6.000% due November 15, 2034   | 52,400,000          | 47,985,824           |
| Bell South Telecommunications: |                     |                      |
| 6.375% due June 1, 2028        | 22,600,000          | 21,718,148           |
| New York Telephone Company:    |                     |                      |
| 7.000% due June 15, 2013       | 21,500,000          | 22,514,585           |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                      | Principal<br>amount | Fair value  |
|----------------------------------|---------------------|-------------|
| SBC Communications Incorporated: |                     |             |
| 6.450% due June 15, 2034         | 30,000,000          | 28,963,800  |
| 6.150% due September 15, 2034    | 10,000,000          | 9,343,700   |
| Verizon Communications:          |                     |             |
| 5.500% due February 15, 2018     | 25,000,000          | 23,782,750  |
| 6.100% due April 15, 2018        | 25,000,000          | 24,819,500  |
| 6.400% due February 15, 2038     | 105,000,000         | 97,741,350  |
| 6.900% due April 15, 2038        | 42,000,000          | 41,507,340  |
| Verizon Global Funding:          |                     |             |
| 7.750% due December 1, 2030      | 35,000,000          | 37,599,800  |
| Verizon New Jersey Incorporated: |                     |             |
| 5.875% due January 17, 2012      | 50,000,000          | 50,696,500  |
|                                  |                     | 747,976,870 |
| Finance Companies:               |                     |             |
| Allstate Corp.:                  |                     |             |
| 6.125% due December 15, 2032     | 14,000,000          | 13,070,820  |
| 5.350% due June 1, 2033          | 20,000,000          | 16,795,000  |
| 5.950% due April 1, 2036         | 15,000,000          | 13,226,250  |
| American Express Company:        |                     |             |
| 5.550% due October 17, 2012      | 31,500,000          | 31,160,745  |
| 5.500% due April 16, 2013        | 15,000,000          | 14,861,850  |
| 5.950% due June 12, 2017         | 30,000,000          | 29,115,000  |
| 7.000% due March 19, 2018        | 25,000,000          | 25,307,000  |
| 8.150% due March 19, 2038        | 15,000,000          | 16,671,750  |
| American General Corporation:    |                     |             |
| 7.500% due August 11, 2010       | 50,000,000          | 52,005,000  |
| American Int'l Group Inc.:       |                     |             |
| 6.250% due May 1, 2036           | 15,000,000          | 13,088,700  |
| Bank of America Co.:             |                     |             |
| 3.375% due February 17, 2009     | 25,000,000          | 24,898,000  |
| 6.000% due September 1, 2017     | 25,000,000          | 24,087,750  |
| 5.650% due May 1, 2018           | 25,000,000          | 23,339,750  |
| CIT Group Incorporated:          |                     |             |
| 3.875% due November 3, 2008      | 25,000,000          | 24,453,500  |
| 7.625% due November 30, 2012     | 10,000,000          | 8,311,800   |
| Citigroup Incorporated:          |                     |             |
| 6.200% due March 15, 2009        | 25,000,000          | 25,208,500  |
| 5.875% due February 22, 2033     | 45,000,000          | 37,225,800  |
| 5.850% due December 11, 2034     | 10,000,000          | 8,423,700   |

Division of Investment  
Department of the Treasury  
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Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                           | Principal<br>amount | Fair value  |
|---------------------------------------|---------------------|-------------|
| General Electric Capital Corporation: |                     |             |
| 5.650% due June 9, 2014               | 10,000,000          | 10,245,500  |
| 5.375% due October 20, 2016           | 20,000,000          | 19,681,200  |
| 5.625% due September 15, 2017         | 95,000,000          | 92,903,350  |
| 5.625% due May 1, 2018                | 35,000,000          | 33,847,100  |
| 7.000% due February 15, 2026          | 30,000,000          | 30,242,400  |
| 6.750% due March 15, 2032             | 105,000,000         | 105,729,750 |
| 6.150% due August 7, 2037             | 15,000,000          | 14,075,700  |
| 5.875% due January 14, 2038           | 120,000,000         | 108,752,400 |
| Genworth Financial, Inc.:             |                     |             |
| 5.750% due June 15, 2014              | 10,000,000          | 9,693,100   |
| 6.500% due June 15, 2034              | 30,000,000          | 26,437,200  |
| Goldman Sachs Group:                  |                     |             |
| 5.750% due October 1, 2016            | 15,000,000          | 14,548,800  |
| 5.950% due January 18, 2018           | 40,000,000          | 38,398,400  |
| 6.125% due February 15, 2033          | 15,000,000          | 13,436,100  |
| Hartford Financial:                   |                     |             |
| 6.300% due March 15, 2018             | 8,000,000           | 7,991,440   |
| 6.100% due October 1, 2041            | 52,000,000          | 45,626,360  |
| International Lease:                  |                     |             |
| 4.150% due January 20, 2015           | 100,000,000         | 99,539,000  |
| J.P. Morgan Chase:                    |                     |             |
| 3.500% due March 15, 2009             | 20,000,000          | 19,920,600  |
| 5.125% due September 15, 2014         | 20,000,000          | 19,446,600  |
| 6.000% due January 15, 2018           | 82,000,000          | 79,879,480  |
| 6.400% due May 15, 2038               | 20,000,000          | 18,550,800  |
| Lehman Brothers:                      |                     |             |
| 6.200% due September 26, 2014         | 40,000,000          | 38,178,800  |
| 6.750% due December 28, 2017          | 30,000,000          | 28,182,900  |
| 6.875% due May 2, 2018                | 50,000,000          | 48,405,500  |
| 7.500% due May 11, 2038               | 25,000,000          | 23,189,250  |
| Lincoln National Corp.:               |                     |             |
| 6.300% due October 9, 2037            | 10,110,000          | 9,494,604   |
| Marshall & Ilsley Corp.:              |                     |             |
| 4.375% due August 1, 2009             | 25,000,000          | 24,547,750  |
| Merrill Lynch & Co.:                  |                     |             |
| 4.790% due August 4, 2010             | 25,000,000          | 24,305,750  |
| 6.110% due January 29, 2037           | 10,000,000          | 7,942,100   |
| Metlife Inc.:                         |                     |             |
| 5.375% due December 15, 2012          | 15,000,000          | 15,137,550  |
| 5.000% due June 15, 2015              | 17,000,000          | 16,515,840  |
| 5.700% due June 15, 2035              | 20,000,000          | 17,635,000  |
| Morgan Stanley Dean Witter:           |                     |             |
| 5.950% due December 28, 2017          | 70,000,000          | 63,546,700  |
| 6.625% due April 1, 2018              | 25,000,000          | 23,688,250  |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| <u>Description</u>                     | <u>Principal<br/>amount</u> | <u>Fair value</u>    |
|--|-----------------------------|----------------------|
| National City Corp.:                   |                             |                      |
| 3.125% due April 30, 2009              | 13,000,000                  | 12,294,100           |
| Nisource Finance Co.:                  |                             |                      |
| 5.250% due September 15, 2017          | 10,000,000                  | 8,868,700            |
| Principal Life Inc.:                   |                             |                      |
| 3.200% due April 1, 2009               | 23,000,000                  | 22,911,910           |
| 5.100% due April 15, 2014              | 25,000,000                  | 24,133,750           |
| Prudential Financial Group Inc.:       |                             |                      |
| 5.100% due September 20, 2014          | 10,000,000                  | 9,743,600            |
| 4.750% due June 13, 2015               | 15,000,000                  | 14,116,200           |
| 6.000% due December 1, 2017            | 10,000,000                  | 9,889,700            |
| 5.900% due March 15, 2036              | 15,500,000                  | 13,646,510           |
| 6.625% due December 1, 2037            | 10,000,000                  | 9,439,500            |
| SLM Corp.:                             |                             |                      |
| 4.000% due January 15, 2009            | 25,000,000                  | 24,692,250           |
| 5.000% due October 1, 2013             | 25,000,000                  | 21,616,500           |
| 5.140% due June 15, 2016               | 100,000,000                 | 69,614,000           |
| State Street Corp.:                    |                             |                      |
| 7.350% due June 15, 2026               | 37,500,000                  | 39,129,000           |
| Sun Trust Bank:                        |                             |                      |
| 7.250% due March 15, 2018              | 10,000,000                  | 10,137,010           |
| Travelers Property Casualty:           |                             |                      |
| 6.375% due March 15, 2033              | 57,500,000                  | 54,918,250           |
| Wachovia Corp.:                        |                             |                      |
| 5.750% due February 1, 2018            | 40,000,000                  | 36,456,400           |
| Washington Mutual:                     |                             |                      |
| 5.000% due March 22, 2012              | 15,000,000                  | 12,975,000           |
| Wells Fargo Bank:                      |                             |                      |
| 5.950% due August 26, 2036             | 30,000,000                  | 28,086,300           |
| Wells Fargo & Co.:                     |                             |                      |
| 5.625% due December 11, 2017           | 40,000,000                  | 38,701,600           |
| 5.375% due February 7, 2035            | 15,000,000                  | 12,974,550           |
|  |                             | <u>2,025,311,019</u> |
| International Bank Bonds and Notes:    |                             |                      |
| Swedish Export:                        |                             |                      |
| due May 11, 2037                       | 100,000,000                 | 20,274,000           |
| Development Bank of Japan:             |                             |                      |
| 4.250% due June 9, 2015                | 20,000,000                  | 19,990,000           |
| 5.125% due February 1, 2017            | 25,000,000                  | 26,032,250           |
| Eksportfinans Bond:                    |                             |                      |
| 5.500% due June 26, 2017               | 85,000,000                  | 89,311,200           |
| International bank for Rec & Dev Debs: |                             |                      |
| due July 15, 2017                      | 23,500,000                  | 15,302,025           |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| Description                   | Principal<br>amount | Fair value         |
|-------------------------------|---------------------|--------------------|
| International Paper Co.:      |                     |                    |
| 7.950% due June 15, 2018      | 20,000,000          | 19,888,600         |
| Israel Aid US Govt.:          |                     |                    |
| 5.500% due September 18, 2023 | 65,000,000          | 69,735,250         |
| 5.500% due September 18, 2033 | 25,000,000          | 27,011,250         |
| Japan Bank for Int:           |                     |                    |
| 4.750% due May 25, 2011       | 25,000,000          | 25,795,250         |
| Japan Fin Corp.:              |                     |                    |
| 5.000% due May 16, 2017       | 25,000,000          | 25,577,500         |
|                               |                     | <u>338,917,325</u> |
| International Corporates:     |                     |                    |
| Alberta Energy Co.:           |                     |                    |
| 8.125% due September 15, 2030 | 8,500,000           | 9,659,230          |
| 7.375% due November 1, 2031   | 11,200,000          | 11,901,568         |
| Astrazeneca PLC:              |                     |                    |
| 5.900% due September 15, 2017 | 25,000,000          | 25,625,000         |
| 6.450% due September 15, 2037 | 25,000,000          | 25,451,250         |
| Canadian National:            |                     |                    |
| 5.550% due May 15, 2018       | 15,000,000          | 14,799,750         |
| 6.250% due August 1, 2034     | 10,100,000          | 9,854,671          |
| 6.712% due July 15, 2036      | 22,000,000          | 22,646,360         |
| 6.375% due November 15, 2037  | 30,000,000          | 29,574,000         |
| Conocophillips Canada:        |                     |                    |
| 5.950% due October 15, 2036   | 15,000,000          | 14,937,300         |
| Devon Financing Co.:          |                     |                    |
| 7.875% due September 30, 2031 | 30,500,000          | 36,023,550         |
| Diageo Capital PLC:           |                     |                    |
| 5.750% due October 23, 2017   | 10,000,000          | 9,869,900          |
| 5.875% due September 30, 2036 | 25,000,000          | 23,369,500         |
| Encana Corp.:                 |                     |                    |
| 6.625% due August 15, 2037    | 10,000,000          | 9,976,000          |
| 6.500% due February 1, 2038   | 38,000,000          | 37,588,840         |
| Glazosmithkline Cap Inc.:     |                     |                    |
| 6.375% due May 15, 2038       | 29,910,000          | 29,689,563         |
| Israel Electric Co.:          |                     |                    |
| 7.250% due January 15, 2019   | 7,000,000           | 7,145,320          |
| Transocean Inc.:              |                     |                    |
| 7.500% due April 15, 2031     | 13,000,000          | 14,236,690         |
| Vodafone Group PLC:           |                     |                    |
| 5.625% due February 27, 2017  | 20,000,000          | 19,265,600         |
| 6.150% due February 27, 2037  | 52,000,000          | 47,555,040         |
|                               |                     | <u>399,169,132</u> |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| <u>Description</u>               | <u>Principal<br/>amount</u> | <u>Fair value</u> |
|----------------------------------|-----------------------------|-------------------|
| Provinces of Canada:             |                             |                   |
| Manitoba Province:               |                             |                   |
| 4.900% due December 6, 2016      | 20,000,000                  | 20,473,400        |
| Province of Quebec::             |                             |                   |
| 4.625% due May 14, 2018          | 25,000,000                  | 24,527,250        |
|                                  |                             | <u>45,000,650</u> |
| Canadian Provincial Guaranteed:  |                             |                   |
| Hydro-Quebec:                    |                             |                   |
| 8.400% due January 15, 2022      | 15,000,000                  | 20,001,450        |
|                                  |                             | <u>20,001,450</u> |
| Foreign Bonds:                   |                             |                   |
| Trans-Canada Pipel:              |                             |                   |
| 5.850% due March 15, 2036        | 20,000,000                  | 17,725,400        |
| 6.200% due October 15, 2037      | 54,600,000                  | 50,049,636        |
|                                  |                             | <u>67,775,036</u> |
| Adjustable Rate Municipal Bonds: |                             |                   |
| Allegheny County:                |                             |                   |
| 6.950% due March 1, 2020         | 8,000,000                   | 8,000,000         |
| Arlington Texas:                 |                             |                   |
| 7.000% due August 15, 2035       | 29,000,000                  | 29,000,000        |
| Atlanta GA ARPT:                 |                             |                   |
| 7.250% due January 1, 2030       | 49,000,000                  | 49,000,000        |
| Bay Area Toll Auth:              |                             |                   |
| 9.000% due April 1, 2047         | 39,000,000                  | 39,000,000        |
| Denver Colorado:                 |                             |                   |
| 10.000% due November 15, 2025    | 20,000,000                  | 20,000,000        |
| 7.000% due December 1, 2029      | 25,000,000                  | 25,000,000        |
| District of Columbia:            |                             |                   |
| 7.000% due September 15, 2029    | 8,000,000                   | 8,000,000         |
| Indiana Health:                  |                             |                   |
| 4.600% due March 1, 2033         | 6,000,000                   | 6,000,000         |
| Maricopa County:                 |                             |                   |
| 7.880% due May 1, 2029           | 10,175,000                  | 10,175,000        |
| Minneapolis MN Health Care:      |                             |                   |
| 9.000% due November 15, 2029     | 48,000,000                  | 48,000,000        |
| NJ State House & Mtg.:           |                             |                   |
| 6.990% due November 1, 2046      | 15,000,000                  | 15,000,000        |
| Philadelphia Airport:            |                             |                   |
| 7.900% due June 15, 2025         | 18,000,000                  | 18,000,000        |
| Phoenix Arizona:                 |                             |                   |
| 7.750% due July 1, 2023          | 13,000,000                  | 13,000,000        |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| <u>Description</u>   | <u>Principal<br/>amount</u> | <u>Fair value</u>  |
|--|-----------------------------|--------------------|
| Univeristy of Cincinnati:  |                             |                    |
| 5.500% due June 1, 2031  | 13,490,000                  | 13,490,000         |
|  |                             | <u>301,665,000</u> |
| Federal Home Loan Mortgage Corp. (Mortgage-<br>Backed Securities): |                             |                    |
| 5.000% due April 1, 2019   | 11,386,940                  | 11,331,941         |
| 5.000% due April 1, 2019   | 12,898,192                  | 12,835,893         |
| 5.000% due May 1, 2019   | 4,338,542                   | 4,317,587          |
| 5.000% due June 1, 2019  | 21,034,646                  | 20,964,390         |
| 5.000% due June 1, 2019  | 12,947,419                  | 12,884,883         |
| 5.000% due December 1, 2035  | 42,302,632                  | 40,677,365         |
| 5.500% due February 1, 2036  | 47,949,924                  | 47,313,149         |
| 5.500% due February 1, 2036  | 18,670,099                  | 18,422,160         |
| 5.500% due February 1, 2036  | 30,147,035                  | 29,746,682         |
| 5.500% due October 1, 2036   | 41,565,057                  | 41,013,073         |
| 5.500% due November 1, 2036  | 41,377,753                  | 40,828,256         |
| 5.500% due December 1, 2036  | 39,917,318                  | 39,387,216         |
| 5.500% due December 1, 2036  | 81,720,956                  | 80,635,702         |
|  |                             | <u>400,358,297</u> |
| Federal Home Loan Mortgage Corp. – Remic:                          |                             |                    |
| 5.500% due June 15, 2014   | 19,397,000                  | 19,646,833         |
| 5.000% due September 15, 2027                                      | 53,460,000                  | 54,158,722         |
| 5.000% due May 15, 2030  | 21,253,000                  | 21,224,738         |
| 5.000% due June 15, 2030   | 32,179,910                  | 32,381,034         |
| 5.000% due August 15, 2030   | 32,079,000                  | 32,134,817         |
| 5.000% due February 15, 2031                                       | 31,000,000                  | 30,820,510         |
| 5.500% due February 15, 2031                                       | 27,071,000                  | 27,328,445         |
| 5.000% due March 15, 2031  | 50,000,000                  | 49,753,000         |
| 5.500% due October 15, 2032  | 24,628,000                  | 24,967,128         |
| 5.500% due June 15, 2034   | 33,918,954                  | 33,915,901         |
| 5.500% due October 15, 2034  | 102,625,000                 | 102,253,498        |
| 5.500% due January 15, 2035  | 22,344,000                  | 22,147,373         |
| 5.500% due June 15, 2035   | 65,383,131                  | 64,903,873         |
| 5.000% due July 15, 2035   | 30,880,107                  | 30,741,147         |
|  |                             | <u>546,377,019</u> |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| <u>Description</u>  | <u>Principal<br/>amount</u> | <u>Fair value</u>  |
|---|-----------------------------|--------------------|
| Federal National Mortgage Association Mortgage-<br>Backed Securities: |                             |                    |
| 5.000% due December 1, 2019   | 29,030,665                  | 28,921,509         |
| 5.000% due January 1, 2021  | 10,450,007                  | 10,384,590         |
| 5.000% due February 1, 2021   | 49,894,636                  | 49,457,559         |
| 5.500% due January 1, 2036  | 46,982,109                  | 46,452,621         |
| 5.500% due March 1, 2036  | 76,088,290                  | 75,135,665         |
| 5.500% due November 1, 2036   | 42,062,210                  | 41,535,591         |
| 5.500% due November 1, 2036   | 42,284,387                  | 41,754,986         |
| 5.500% due November 1, 2036   | 40,052,032                  | 39,550,581         |
| 5.500% due December 1, 2036   | 44,234,655                  | 43,680,837         |
|   |                             | <u>376,873,939</u> |
| Federal National Mortgages – Remic:                                   |                             |                    |
| 5.000% due May 25, 2031   | 50,084,000                  | 50,343,435         |
|   |                             | <u>50,343,435</u>  |
| GNMA:   |                             |                    |
| 5.500% due June 15, 2036  | 22,948,260                  | 22,882,857         |
| 5.500% due January 20, 2037   | 23,347,459                  | 23,216,946         |
| 5.500% due November 20, 2037  | 23,695,306                  | 23,562,850         |
| 5.500% due December 15, 2037  | 24,701,440                  | 24,623,631         |
|   |                             | <u>94,286,284</u>  |
| Asset Backed – Monthly:   |                             |                    |
| CapMaric Military:  |                             |                    |
| 5.746% due February 10, 2052  | 65,000,000                  | 55,291,600         |
| Caterpillar:  |                             |                    |
| 4.100% due June 25, 2010  | 3,795,061                   | 3,799,084          |
| Fort Knox Mil Housing:  |                             |                    |
| 5.815% due February 15, 2052  | 30,000,000                  | 26,755,500         |
| Harley Davidson:  |                             |                    |
| 3.200% due May 15, 2012   | 7,318,974                   | 7,310,997          |
| MBNA Credit:  |                             |                    |
| 3.650% due March 15, 2011   | 20,000,000                  | 20,033,800         |
|   |                             | <u>113,190,981</u> |
| Asset Backed – Semi-Annual:   |                             |                    |
| Atlantic Marine Co.:  |                             |                    |
| 5.343% due December 1, 2050   | 29,255,000                  | 24,767,868         |
| Camp Pendleton/QUA  |                             |                    |
| 5.354% due October 1, 2048  | 16,600,000                  | 15,181,364         |
| 5.572% due October 1, 2050  | 94,000,000                  | 82,015,940         |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund B

June 30, 2008

| <u>Description</u>                            | <u>Principal<br/>amount</u> | <u>Fair value</u>             |
|---|-----------------------------|-------------------------------|
| Fort Irwin Land LL:                           |                             |                               |
| 5.170% due December 15, 2035                  | 20,000,000                  | 18,052,800                    |
| Ohana Military Com. LLC:                      |                             |                               |
| 6.000% due October 1, 2051                    | 13,000,000                  | 12,242,360                    |
| TXU:  |                             |                               |
| 5.290% due May 15, 2016                       | 15,000,000                  | 14,593,950                    |
| McGuire Air Force:                            |                             |                               |
| 5.611% due September 15, 2051                 | 50,000,000                  | 42,070,000                    |
|   |                             | <u>208,924,282</u>            |
| Private Export Fund:                          |                             |                               |
| 3.375% due February 15, 2009                  | 12,500,000                  | 12,546,875                    |
| 5.685% due May 15, 2012                       | 20,000,000                  | 21,218,800                    |
| 4.950% due November 15, 2015                  | 25,000,000                  | 25,703,250                    |
| 5.450% due September 15, 2017                 | 25,000,000                  | 26,273,500                    |
|   |                             | <u>85,742,425</u>             |
| Exchange Traded Securities:                   |                             |                               |
| Ishares Trust Goldman Sachs                   | 1,300,000                   | 131,820,000                   |
| Ishares Trust                                 | 50,000                      | 4,700,000                     |
| PIMCO High Income Fund                        | 2,200,000                   | 26,334,000                    |
| Blackrock Corporate HY FD VI IN               | 400,000                     | 4,416,000                     |
| Blackrock Debt Strategies Fund IN             | 800,000                     | 4,280,000                     |
| Western Asset High Income Fund II             | 500,000                     | 4,775,000                     |
|   |                             | <u>176,325,000</u>            |
| High Yield Structured Notes:                  |                             |                               |
| CDX Structured Notes                          |                             |                               |
| 7.625% due June 20, 2012                      | 45,000,000                  | 41,314,500                    |
| CDX HY 9 Structured Notes                     |                             |                               |
| 8.750% due December 20, 2012                  | 50,000,000                  | 46,187,500                    |
|   |                             | <u>87,502,000</u>             |
| Total   | \$                          | <u><u>20,981,688,136</u></u>  |
| Total fair value of investments               |                             | \$ 20,981,688,136             |
| Total cost of investments                     |                             | <u>21,039,676,505</u>         |
| Net unrealized depreciation as of end of year |                             | \$ <u><u>(57,988,369)</u></u> |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund D

June 30, 2008

| Country                             | Number of<br>shares/par | Fair value<br>(US \$) |
|-------------------------------------|-------------------------|-----------------------|
| ARGENTINA:                          |                         |                       |
| GRUPO CLARIN S A GDR 144A           | 39,823 \$               | 418,142               |
| TENARIS ADR                         | 133,800                 | 9,968,100             |
|                                     |                         | <u>10,386,242</u>     |
| AUSTRALIA:                          |                         |                       |
| AUSTRALIAN GOVERNMENT DUE 5/15/2021 | 175,000,000             | 157,749,034           |
| AMCOR ORD                           | 5,000,000               | 24,237,479            |
| AMP LTD                             | 7,000,000               | 44,952,125            |
| FOSTER'S GROUP LTD                  | 12,000,000              | 58,400,326            |
| MACQUARIE INFRASTRUCTURE GROUP      | 25,662,936              | 57,150,547            |
| NATIONAL AUSTRALIA BANK LTD ORD     | 3,000,000               | 76,312,064            |
| NEW BRITAIN PALM OIL LTD            | 210,841                 | 2,295,527             |
| NEWCREST MINING                     | 3,375,000               | 94,922,128            |
| TRANSURBAN GROUP                    | 2,719,334               | 11,041,523            |
| WESFARMERS                          | 900,000                 | 32,223,849            |
| WESTPAC BANKING CORP                | 3,000,000               | 57,594,010            |
|                                     |                         | <u>616,878,612</u>    |
| AUSTRIA:                            |                         |                       |
| RAIFFEISEN INTL BANK HOLDING        | 13,411                  | 1,715,260             |
| TELEKOM AUSTRIA                     | 5,400,000               | 117,250,910           |
| VERBUND - OESTERREICHISCHE ELEKT    | 1,000,000               | 89,688,784            |
|                                     |                         | <u>208,654,954</u>    |
| BAHRAIN:                            |                         |                       |
| GULF FIN HSE B S C GDR              | 34,522                  | 1,354,989             |
| INVESTCORP BANK BSC 144A GDR        | 6,600                   | 184,404               |
| INVESTCORP BANK GDR REG S           | 49,200                  | 1,254,600             |
|                                     |                         | <u>2,793,993</u>      |
| BELGIUM:                            |                         |                       |
| BELGIUM KINGDOM DUE 3/28/2035       | 25,000,000              | 38,722,573            |
| BELGIUM KINGDOM DUE 3/28/2009       | 30,000,000              | 46,975,865            |
| INBEV                               | 1,000,000               | 69,456,809            |
|                                     |                         | <u>155,155,247</u>    |
| BERMUDA:                            |                         |                       |
| BROOKFIELD INFRASTRCTR PRTNRS LP    | 1,404                   | 27,518                |
| COSAN LTD CLASS A SHARES            | 153,700                 | 1,944,305             |
|                                     |                         | <u>1,971,823</u>      |
| BRAZIL:                             |                         |                       |
| AES TIETE PFD                       | 295,400                 | 3,140,774             |
| AMIL PARTICIPACOES                  | 175,900                 | 1,615,690             |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund D

June 30, 2008

| Country                         | Number of<br>shares/par | Fair value<br>(US \$) |
|---------------------------------|-------------------------|-----------------------|
| BANCO DO BRASIL                 | 667,083                 | 10,974,659            |
| BANCO ESTADO RIO GRAND SUL PF B | 262,557                 | 1,527,935             |
| BANCO ITAU HLDG F ADR           | 201,000                 | 4,082,310             |
| BR MALLS PARTICIPACOES          | 41,400                  | 403,712               |
| BRASIL DISTR PAO ACU ADR        | 32,500                  | 1,379,950             |
| CEMIG CIA ENERG MG              | 224,297                 | 5,486,422             |
| CEMIG ADR                       | 77,500                  | 1,902,625             |
| CIA DE CONCESSOES RODOVIARIA    | 84,500                  | 1,684,684             |
| CIA SANEAMENTO BASICO DE SP     | 7,502                   | 193,509               |
| CIA SIDERURGICA NACIONAL        | 52,887                  | 2,378,334             |
| CIA VALE DO RIO DOCE ADR        | 346,430                 | 10,337,471            |
| CIA VALE DO RIO DOCE ADR        | 203,200                 | 7,278,624             |
| CIA VALE RIO DOCE PFD A         | 555,810                 | 16,679,545            |
| CYRELA BRAZIL REALTY            | 119,200                 | 1,660,326             |
| DURATEX PFD                     | 100,728                 | 2,154,610             |
| EMBRAER-EMPRESA BRAS ADR        | 109,300                 | 2,896,450             |
| EQUATORIAL ENERGIA              | 158,612                 | 1,581,630             |
| GAFISA ADR REPSTG 2 COM SHS     | 15,610                  | 536,516               |
| GAFISA                          | 41,430                  | 720,952               |
| GVT HOLDING                     | 119,318                 | 2,927,589             |
| IOCHPE MAXION                   | 114,950                 | 2,205,709             |
| JHSF PARTICIPACOES              | 1,008,773               | 5,089,877             |
| KLABIN RIOCELL PRF              | 904,300                 | 3,407,837             |
| LUPATECH                        | 35,441                  | 1,337,817             |
| MARFRIG FRIGORIFICOS E COMER    | 49,800                  | 650,110               |
| MMX MINERACAO E METALICOS       | 109,100                 | 3,397,578             |
| NET SERVICOS DE COMUNICACAO PFD | 94,800                  | 1,210,720             |
| ODONTOPREV                      | 68,900                  | 1,777,225             |
| OGX PETROLEO E GAS PARTICIPACOE | 1,860                   | 1,486,128             |
| PERDIGAO                        | 59,162                  | 1,608,298             |
| PETROL BRASILEIROS PEF          | 115,600                 | 3,360,727             |
| PETROL BRASILEIROS ADR          | 367,336                 | 21,287,121            |
| PETROLEO BRASILEIRO ADR         | 147,800                 | 10,468,674            |
| REDECARD                        | 407,600                 | 7,946,854             |
| SOUZA CRUZ                      | 158,700                 | 4,562,812             |
| SUL AMERICA UNITS               | 80,658                  | 1,476,658             |
| SUZANO PAPEL E CELULOSE         | 246,800                 | 4,032,335             |
| TAM ADR                         | 257,000                 | 4,913,840             |
| TIM PARTICIPACOES ADR           | 49,026                  | 1,393,809             |
| UNIBANCO GDR                    | 45,556                  | 5,782,423             |
| UNIBANCO UNITS                  | 50,366                  | 647,676               |
| USINAS SIDER MINAS GER PF A     | 116,697                 | 5,799,977             |
| USINAS SIDERURGICAS DE MINAS    | 178,211                 | 8,487,306             |
| VOTORANTIM CELULOSE PFD         | 185,600                 | 5,033,794             |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund D

June 30, 2008

| Country                         | Number of<br>shares/par | Fair value<br>(US \$) |
|---------------------------------|-------------------------|-----------------------|
| WEG                             | 130,400                 | 1,651,433             |
|                                 |                         | <u>190,561,055</u>    |
| UNITED KINGDOM:                 |                         |                       |
| 3I GROUP                        | 1,200,000               | 19,704,943            |
| BP PLC                          | 30,000,000              | 348,269,946           |
| BT GROUP PLC                    | 8,000,000               | 31,830,450            |
| CARNIVAL PLC                    | 2,000,000               | 63,891,786            |
| CONVERSUS CAPITAL LP PFD(144A)  | 800,000                 | 19,920,000            |
| DIAGEO PLC                      | 3,000,000               | 55,173,841            |
| EASYJET PLC                     | 9,368,743               | 50,301,713            |
| HIKMA PHARMACEUTICALS PLC       | 158,176                 | 1,586,760             |
| HSBC HLDGS                      | 6,000,000               | 92,643,090            |
| INTERNATIONAL POWER PLC         | 19,000,000              | 163,371,894           |
| LEHMAN BROS PRV EQ PARTNERS RDS | 2,475,000               | 19,305,000            |
| NATIONAL GRID PLC               | 4,000,000               | 52,586,324            |
| PEARSON PLC                     | 12,000,000              | 146,771,972           |
| PENNON GROUP PLC                | 500,000                 | 6,349,371             |
| PRUDENTIAL PLC                  | 12,191,484              | 129,337,296           |
| RECKITT BENCKISER GROUP         | 1,750,000               | 88,647,365            |
| ROYAL BANK OF SCOTLAND GROUP    | 8,222,222               | 35,185,818            |
| SCOTTISH + SOUTHERN ENERGY      | 4,000,000               | 111,701,154           |
| SEVERN TRENT PLC                | 1,750,000               | 44,724,250            |
| SVG CAPITAL PLC                 | 1,500,000               | 19,600,447            |
| TESCO PLC                       | 5,500,000               | 40,427,975            |
| VODAFONE GR PLC                 | 137,000,000             | 406,709,036           |
|                                 |                         | <u>1,948,040,431</u>  |
| CANADA:                         |                         |                       |
| ADDAX PETROLEUM CORP            | 38,188                  | 1,853,867             |
| AGRIUM INC                      | 130,000                 | 14,091,985            |
| BANK OF MONTREAL                | 32,500                  | 1,361,777             |
| BANK OF NOVA SCOTIA             | 385,000                 | 17,714,631            |
| BARRICK GOLD CORP               | 526,526                 | 24,195,383            |
| BCE INC                         | 222,127                 | 7,785,285             |
| BOMBARDIER INC CLASS B          | 160,000                 | 1,168,885             |
| BROOKFIELD ASSET MANAGEMENT IN  | 35,100                  | 1,145,430             |
| CAE INC                         | 160,000                 | 1,817,214             |
| CAMECO CORP                     | 100,000                 | 4,318,249             |
| CANADIAN NATIONAL RAILWAY       | 290,000                 | 14,003,944            |
| CANADIAN NATURAL RESOURCES      | 150,000                 | 14,912,748            |
| CANADIAN PAC RY LTD             | 80,000                  | 5,339,643             |
| CANADIAN TIRE CORP              | 94,000                  | 4,902,494             |
| CELESTICA INC                   | 100,000                 | 845,904               |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund D

June 30, 2008

| Country                    | Number of<br>shares/par | Fair value<br>(US \$) |
|----------------------------|-------------------------|-----------------------|
| CGI GROUP                  | 100,000                 | 1,001,676             |
| DOMTAR CORP                | 300,000                 | 1,632,653             |
| ENBRIDGE INC               | 300,000                 | 13,031,647            |
| ENCANA CORP                | 561,600                 | 51,691,784            |
| FIRST QUANTUM MINERALS LTD | 20,000                  | 1,387,164             |
| GAMMON GOLD INC.           | 260,000                 | 2,791,482             |
| GOLDCORP INC               | 555,200                 | 25,731,985            |
| GREAT-WEST LIFE CO. INC    | 130,000                 | 3,737,356             |
| HUSKY ENERGY INC COM       | 200,000                 | 9,626,343             |
| IMPERIAL OIL LTD           | 220,000                 | 12,181,012            |
| KINROSS GOLD CORP          | 290,500                 | 6,902,346             |
| LOBLAW COMPANIES LTD       | 90,000                  | 2,698,314             |
| MAGNA INT CLASS A          | 20,000                  | 1,196,490             |
| MANULIFE FINL CORP         | 960,000                 | 33,750,961            |
| MI DEVELOPMENTS INC        | 10,000                  | 226,264               |
| NATIONAL BANK OF CANADA    | 60,000                  | 2,995,563             |
| NEXEN INC                  | 340,000                 | 13,629,498            |
| NORTEL NETWORKS CORP       | 129,951                 | 1,069,793             |
| NOVA CHEMICALS CORP        | 30,000                  | 742,384               |
| ONEX CORPORATION           | 800,000                 | 23,685,300            |
| PENN WEST ENERGY TRUST     | 90,000                  | 3,059,450             |
| PETRO-CANADA               | 410,600                 | 23,118,768            |
| POTASH CORP SASK COM       | 154,000                 | 35,918,151            |
| POWER FINANCIAL CORP       | 280,000                 | 9,153,899             |
| PRECISION DRILLING TRUST   | 340,000                 | 9,218,180             |
| RESEARCH IN MOTION         | 30,000                  | 3,540,077             |
| ROGERS COMMUNICATIONS INC  | 305,000                 | 11,895,692            |
| ROYAL BANK OF CANADA       | 280,000                 | 12,651,484            |
| SAVANNA ENERGY SVCS CORP   | 40,000                  | 926,748               |
| SHAW COMMUNICATIONS INC-B  | 45,100                  | 925,744               |
| SHOPPERS DRUG MART CORP    | 170,000                 | 9,367,347             |
| SNC LAVALIN GROUP INC      | 20,000                  | 1,104,604             |
| SUN LIFE FINANCIAL INC     | 360,000                 | 14,889,086            |
| SUNCOR ENERGY INC          | 440,000                 | 25,680,765            |
| TALISMAN ENERGY INC        | 540,000                 | 12,021,296            |
| TELUS CORP NON-VOTE        | 211,445                 | 8,649,170             |
| THOMSON REUTERS GRP        | 75,000                  | 2,432,712             |
| TMX GROUP INC              | 40,000                  | 1,660,258             |
| TRANSALTA CORP             | 200,000                 | 7,268,067             |
| TRANSCANADA CORP           | 298,100                 | 11,608,942            |
| TRICAN WELL SERVIC COM     | 160,000                 | 3,998,817             |
| WESTON (GEORGE) COM        | 15,000                  | 696,983               |
| YAMANA GOLD INC            | 694,100                 | 11,605,971            |
|                            |                         | <u>546,559,665</u>    |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund D

June 30, 2008

| Country                             | Number of<br>shares/par | Fair value<br>(US \$) |
|-------------------------------------|-------------------------|-----------------------|
| CHILI:                              |                         |                       |
| ENERSIS                             | 4,154,837               | 1,285,570             |
| SOCIEDAD QUIMICA Y MI               | 93,200                  | 4,343,120             |
|                                     |                         | <u>5,628,690</u>      |
| CHINA, PEOPLES REPUBLIC OF:         |                         |                       |
| BANK OF CHINA LTD-H                 | 6,000,000               | 2,670,189             |
| CHINA CITIC BANK C                  | 3,725,000               | 2,087,705             |
| CHINA CONSTRUCTION                  | 6,265,008               | 5,045,946             |
| CHINA COSCO HOLDINGS-H              | 1,191,000               | 2,908,305             |
| CHINA SHENHUA ENERGY CO-H           | 686,500                 | 2,694,159             |
| CHINA YURUN FOOD GROUP LTD          | 8                       | 13                    |
| DONGFENG MOTOR GROUP CO LTD         | 2,912,000               | 1,165,218             |
| FOCUS MEDIA HLDG LTD                | 63,100                  | 1,749,132             |
| PING AN INSURANCE                   | 710,000                 | 5,281,383             |
| SHANGHAI ELECTRIC GRP CO H          | 5,704,000               | 2,794,501             |
| SIMCERE PHARMACEUTICAL ADR          | 166,700                 | 2,100,420             |
| WSP HLDGS LTD ADR                   | 336,400                 | 2,364,892             |
| WUMART STORES INC H                 | 3,202,000               | 2,915,688             |
| ZIJIN MINING GROUP CO LTD           | 2,102,000               | 1,787,342             |
|                                     |                         | <u>35,564,893</u>     |
| COLUMBIA:                           |                         |                       |
| BANCOLOMBIA ADR                     | 39,181                  | 1,229,892             |
|                                     |                         | <u>1,229,892</u>      |
| THE CZECH REPUBLIC:                 |                         |                       |
| CENTRAL EUROPEAN MEDIA ENT          | 5,281                   | 478,089               |
| CEZ                                 | 37,404                  | 3,318,298             |
| KOMERCNI BANKA                      | 5,100                   | 1,193,517             |
|                                     |                         | <u>4,989,904</u>      |
| DENMARK:                            |                         |                       |
| DENMARK, KINGDOM OF, DUE 11/14/2008 | 15,000,000              | 23,501,292            |
| BANG & OLUFSEN HLG SER 'B'          | 517,075                 | 20,921,605            |
| DANSKE BANK                         | 500,000                 | 14,473,156            |
| GN STORE NORD                       | 2,500,000               | 11,990,534            |
| NOVOZYMES A-S-B SHARES              | 300,000                 | 27,129,244            |
| VESTAS WIND SYSTEMS                 | 1,000,000               | 130,997,908           |
|                                     |                         | <u>229,013,739</u>    |
| EGYPT:                              |                         |                       |
| EASTERN TOBACCO CO                  | 44,268                  | 2,877,004             |
| EFG-HERMES HOLDING SAE              | 303,673                 | 2,738,765             |
| MOBINIL                             | 100,197                 | 3,140,385             |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund D

June 30, 2008

| Country                          | Number of<br>shares/par | Fair value<br>(US \$) |
|----------------------------------|-------------------------|-----------------------|
| ORASCOM CONSTR GDR               | 32,653                  | 4,473,461             |
| ORASCOM CONSTRUCTION INDS        | 105,364                 | 7,268,532             |
| ORASCOM TEL HLDG ITS GDR         | 33,080                  | 2,117,120             |
| ORASCOM TELECOM HOLDING          | 185,100                 | 2,400,037             |
| TALAAAT MOUSTAFA GROUP           | 1,108,057               | 1,999,502             |
|                                  |                         | <u>27,014,806</u>     |
| FINLAND:                         |                         |                       |
| FINLAND GOVERNMENT DUE 9/15/2010 | 65,000,000              | 98,172,564            |
| ELISA                            | 1,000,000               | 21,004,067            |
| FORTUM                           | 3,149,500               | 160,095,535           |
| STORA ENSO OY R SHS              | 1,000,000               | 9,391,166             |
| UPM-KYMMENE CORP                 | 2,000,000               | 32,774,538            |
|                                  |                         | <u>321,437,870</u>    |
| FRANCE:                          |                         |                       |
| FRANCE GOV DUE 10/25/2038        | 35,000,000              | 46,789,531            |
| FRANCE GOVERNMENT DUE 4/25/2055  | 25,000,000              | 32,670,013            |
| FRANCE GOVERNMENT DUE 4/25/2035  | 125,000,000             | 190,007,409           |
| ACCOR                            | 500,000                 | 33,428,452            |
| AXA                              | 3,000,000               | 89,153,045            |
| BIC                              | 300,000                 | 15,693,960            |
| BNP PARIBAS                      | 200,000                 | 18,133,142            |
| BOUYGUES                         | 2,450,000               | 162,757,094           |
| BUREAU VERITAS                   | 581,631                 | 34,578,614            |
| CARBONE LORRAINE                 | 600,000                 | 33,099,131            |
| CARREFOUR                        | 1,700,000               | 96,325,627            |
| CHRISTIAN DIOR                   | 600,000                 | 61,924,967            |
| CLARINS                          | 200,000                 | 15,652,992            |
| CLUB MEDITERRANEE                | 800,000                 | 35,547,767            |
| DASSAULT SYSTEMES                | 300,000                 | 18,303,318            |
| ESSILOR INTL SA CIE GEN D'OPTIQU | 1,000,000               | 61,200,146            |
| FRANCE TELECOM SA                | 9,000,000               | 265,331,944           |
| JC DECAUX                        | 2,200,000               | 56,123,244            |
| L'OREAL                          | 1,500,000               | 163,321,194           |
| LVMH MOET-HENNESSY LOUI          | 400,000                 | 41,964,013            |
| MICHELIN REGD                    | 600,000                 | 43,148,939            |
| PPR                              | 1,150,000               | 128,112,201           |
| PUBLICIS GROUPE                  | 1,500,000               | 48,641,825            |
| SANOFI-AVENTIS                   | 750,000                 | 50,142,679            |
| SUEZ                             | 1,550,000               | 105,606,493           |
| THEOLIA                          | 1,424,716               | 37,692,264            |
| TRIGANO                          | 400,000                 | 8,874,335             |
|                                  |                         | <u>1,894,224,339</u>  |

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|------------------------------------|-------------------------|-----------------------|
| GERMANY:                           |                         |                       |
| DEUTSCHLAND GOV BONDS DUE 1/4/2037 | 150,000,000             | 205,147,162           |
| DEUTSCHLAND GOV BONDS DUE 7/4/2039 | 30,000,000              | 42,638,413            |
| ALLIANZ SE REG                     | 1,400,000               | 246,848,996           |
| ARCANDOR                           | 2,750,000               | 31,978,810            |
| BAYER                              | 1,750,000               | 147,414,514           |
| CARL ZEISS MEDITEC                 | 1,750,000               | 27,188,685            |
| COMMERZBANK                        | 1,000,000               | 29,686,168            |
| DEUTSCHE BANK (REGD)               | 75,000                  | 6,482,032             |
| DEUTSCHE BOERSE                    | 100,000                 | 11,296,186            |
| DEUTSCHE TELEKOM REG               | 9,500,000               | 155,679,055           |
| E.ON                               | 50,000                  | 10,096,291            |
| FRAPORT                            | 750,000                 | 50,260,857            |
| GEA GROUP RFD                      | 1,500,000               | 53,038,026            |
| LINDE AKT.                         | 400,000                 | 56,283,966            |
| PRAKTIKER BAU- UND HEIMWERKERMA    | 1,000,000               | 21,114,366            |
| RWE                                | 250,000                 | 31,604,582            |
| SAP                                | 5,500,000               | 288,242,607           |
| SCHMACK BIOGAS                     | 125,000                 | 1,892,808             |
| SIEMENS REG                        | 300,000                 | 33,335,487            |
| SYMRISE                            | 1,500,000               | 33,089,678            |
|                                    |                         | <u>1,483,318,689</u>  |
| GREECE:                            |                         |                       |
| HELLENIC TELECOMMUN ORGANIZA       | 1,500,000               | 37,816,775            |
| INTRALOT                           | 1,000,000               | 17,175,118            |
| MOTOR OIL (HELLAS)                 | 1,723,105               | 35,024,722            |
| OPAP(ORG OF FOOTB)                 | 2,000,000               | 69,898,005            |
| PUBLIC POWER CORP                  | 520,000                 | 18,025,996            |
|                                    |                         | <u>177,940,616</u>    |
| HONG KONG:                         |                         |                       |
| 1ST PACIFIC CO                     | 2,640,000               | 1,665,829             |
| ANGANG NEW STEEL H                 | 924,000                 | 1,853,404             |
| ASM PACIFIC THCH                   | 89,500                  | 675,508               |
| BANK OF EAST ASIA                  | 1,836,245               | 9,973,449             |
| BELLE INTERNATIONAL HOLDINGS       | 14,000                  | 12,605                |
| BOC HONG KONG HLDGS                | 1,245,000               | 3,297,241             |
| BYD ELECTRONIC INTERNATIONA        | 656,000                 | 389,535               |
| CHEUNG KONG HOLDINGS               | 1,571,000               | 21,175,820            |
| CHEUNG KONG INFRASTRUCTURE HLDGS   | 660,000                 | 2,793,310             |
| CHINA COAL ENERGY                  | 2,422,000               | 4,236,916             |
| CHINA LIFE INS                     | 691,000                 | 2,419,368             |
| CHINA MOBILE HONG KONG ADR         | 112,030                 | 7,500,409             |

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|------------------------------|-------------------------|-----------------------|
| CHINA MOBILE LTD             | 1,633,000               | 21,948,700            |
| CHINA NETCOM GRP CORP LTD    | 586,460                 | 1,598,301             |
| CHINA RESOURCES ENTERPRISE   | 3,182,000               | 9,080,119             |
| CHINA RESOURCES POWER HOLDIN | 594,000                 | 1,447,443             |
| CHINA UNICOM LTD             | 638,000                 | 1,184,815             |
| CITIC PACIFIC                | 1,200,000               | 4,424,665             |
| CLP HOLDINGS                 | 740,000                 | 6,339,712             |
| CNOOC LTD                    | 4,305,000               | 7,409,467             |
| CNOOC LTD ADR                | 26,700                  | 4,633,518             |
| COSCO PACIFIC LIMITED        | 2,000,000               | 3,278,100             |
| DAH SING FINANCIAL           | 100,000                 | 806,700               |
| DATANG INTL POWER H          | 1,420,000               | 843,200               |
| DENWAY MOTORS LTD            | 3,298,000               | 1,273,147             |
| ESPRIT HOLDINGS LTD          | 258,000                 | 2,680,193             |
| GOLDEN MEDITECH CO LTD       | 5,056,000               | 1,705,392             |
| GOME ELECTRICAL APPLIANCES   | 8,432,000               | 4,001,231             |
| HANG LUNG GROUP LIMITED      | 800,000                 | 3,555,122             |
| HANG LUNG PROPERTIES LTD     | 2,140,000               | 6,861,437             |
| HANG SENG BANK               | 100,000                 | 2,109,732             |
| HENDERSON LAND DEV CO        | 1,000,000               | 6,233,007             |
| HONG KONG & CHINA GAS CO     | 3,686,870               | 8,766,553             |
| HONG KONG EXCHANGE           | 650,000                 | 9,503,411             |
| HONGKONG ELECTRIC HOLDINGS   | 400,000                 | 2,393,167             |
| HOPEWELL HIGHWAY             | 500                     | 379                   |
| HOPSON DEVELOPMENT HOLDINGS  | 722,000                 | 812,079               |
| HUTCHISON CHINA MEDITECH     | 56                      | 137                   |
| HUTCHISON TELECOMMUNICATIONS | 34,800                  | 49,362                |
| HUTCHISON WHAMPOA            | 1,100,000               | 11,088,596            |
| HYSAN DEVELOPMENT CO         | 120,741                 | 331,383               |
| I-CABLE COMMUNICATIONS       | 239,000                 | 35,250                |
| INDUSTRIAL + COMME           | 16,971,000              | 11,601,014            |
| ISHARES BSE SENSEX INDIA TRK | 2,812,400               | 5,143,490             |
| JARDINE MATHESON HOLDINGS    | 41,381                  | 1,282,811             |
| KINGBOARD CHEMICAL           | 200,000                 | 923,408               |
| LENOVO GROUP LTD             | 1,600,000               | 1,083,466             |
| LI + FUNG LTD                | 260,000                 | 783,615               |
| MAANSHAN IRON + ST H         | 4,776,000               | 2,774,750             |
| MTR CORP                     | 800,000                 | 2,518,853             |
| NEW WORLD DEVELOPMENT LTD    | 800,000                 | 1,629,303             |
| ORIENT O/SEAS INTL           | 330,000                 | 1,650,592             |
| PORTS DESIGN LTD             | 197,000                 | 563,420               |
| SHANGHAI INDUSTRIAL HLDG LTD | 1,219,000               | 3,580,144             |
| SHANGRI-LA ASIA LTD          | 2,468,000               | 5,760,735             |
| SHOUGANG CONCORD INTERNATIO  | 1,156,000               | 378,059               |

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|----------------------------------|-------------------------|-----------------------|
| SINO LAND CO ORD                 | 503,270                 | 1,000,447             |
| SUN HUNG KAI PROPERTIES LTD      | 901,000                 | 12,225,645            |
| SWIRE PACIFIC 'A'                | 520,000                 | 5,318,576             |
| TECHTRONIC INDUSTRIES CO LTD     | 800,000                 | 674,088               |
| TELEVISION BROADCASTS LTD        | 300,000                 | 1,731,391             |
| WHARF HOLDINGS                   | 890,000                 | 3,726,787             |
| WHEELOCK + COMPANY               | 800,000                 | 2,144,359             |
| YUE YUEN INDUSTRIAL HLDG         | 200,000                 | 475,042               |
|                                  |                         | <u>247,357,707</u>    |
| HUNGARY:                         |                         |                       |
| OTP BANK NYRT                    | 116,945                 | 4,908,489             |
| RICHTER GEDEON VEG               | 7,474                   | 1,619,138             |
|                                  |                         | <u>6,527,627</u>      |
| INDIA:                           |                         |                       |
| AMBUJA CEM LTD GDR               | 474,643                 | 882,836               |
| AXIS BANK LTD GDR REG S          | 108,639                 | 1,439,467             |
| DR REDDYS LABS ADR               | 109,600                 | 1,709,760             |
| GRASIM INDUSTRIES GDR            | 45,400                  | 1,997,600             |
| HDFC BANK LTD ADR                | 45,200                  | 3,239,032             |
| I.T.C. LIMITED-GDR REGS          | 312,102                 | 1,354,522             |
| ICICI BK LTD ADR                 | 77,859                  | 2,239,225             |
| INDIA FUND INC                   | 94,465                  | 3,342,172             |
| INFOSYS TECHNOLOGIES ADR         | 93,200                  | 4,050,472             |
| ISHARES MSCI INDIA ETF           | 765,700                 | 4,364,490             |
| LARSEN + TOUBRO LTD GDR          | 111,196                 | 5,715,474             |
| MAHINDRA +MAHINDRA GDR EACH REPR | 23,600                  | 267,860               |
| MORGAN STANLEY INDIA INVEST      | 351,300                 | 7,907,763             |
| SATYAM COMPUTER SERVICES-ADR     | 251,100                 | 6,156,972             |
| STATE BK OF INDIA GDR-EACH REPR  | 48,728                  | 2,621,566             |
| TATA COMMUNICATIONS ADR          | 29,100                  | 519,144               |
|                                  |                         | <u>47,808,355</u>     |
| INDONESIA:                       |                         |                       |
| ASTRA INTERNATIONAL              | 2,858,000               | 5,970,319             |
| BAKRIE AND BROTHERS              | 14,935,500              | 859,013               |
| BANK CENTRAL ASIA                | 2,755,000               | 739,947               |
| BANK MANDIRI                     | 18,356,500              | 5,179,261             |
| BANK RAKYAT INDONESIA            | 2,995,000               | 1,657,568             |
| BUMI RESOURCES                   | 6,716,500               | 5,976,701             |
| INDIKA ENERGY                    | 2,721,000               | 967,039               |
| P T TELEKOMUNIKASI IND ADR       | 220,849                 | 7,122,379             |
| PERUSAHAAN GAS NEGARA            | 228,000                 | 321,648               |

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|-------------------------------------|-------------------------|-----------------------|
| TELEKOMUNIKASI INDONESIA            | 1,403,000               | 1,111,437             |
|                                     |                         | 29,905,312            |
| IRELAND:                            |                         |                       |
| IRELAND, REPUBLIC OF, DUE 4/18/2013 | 25,000,000              | 39,556,583            |
|                                     |                         | 39,556,583            |
| ISRAEL:                             |                         |                       |
| DELEK AUTOMOTIVE SYSTEMS LTD        | 57,500                  | 918,640               |
| ISRAEL CHEMICALS LIMITED            | 543,585                 | 12,661,519            |
| ISRAEL DISC BK LTD                  | 513,357                 | 1,135,956             |
| TEVA PHARMA IND ADR                 | 156,061                 | 7,147,594             |
|                                     |                         | 21,863,709            |
| ITALY:                              |                         |                       |
| BENETTON GROUP                      | 4,000,000               | 46,861,287            |
| BULGARI                             | 5,700,000               | 57,616,220            |
| ENI                                 | 1,000,000               | 37,344,065            |
| FIAT                                | 5,500,000               | 90,216,643            |
| GRUPPO EDITORIALE L'ESPRESSO        | 3,421,434               | 8,377,847             |
| PIAGGIO + C                         | 8,000,000               | 15,756,989            |
| TELECOM ITALIA                      | 5,000,000               | 10,084,473            |
| TOD'S                               | 1,107,000               | 60,858,583            |
| UNICREDIT                           | 22,230,000              | 136,170,524           |
|                                     |                         | 463,286,631           |
| JAPAN:                              |                         |                       |
| JAPAN FIN BILLS DUE 9/10/2008       | 7,670,000,000           | 72,171,306            |
| JAPAN FIN BILLS DUE 8/4/2008        | 78,860,000,000          | 742,981,882           |
| JAPAN FIN BILLS DUE 5/20/2009       | 6,840,000,000           | 64,133,567            |
| AISIN SEIKI CO LTD                  | 700,000                 | 22,983,300            |
| ASICS CORP                          | 1,200,000               | 13,110,671            |
| BRIDGESTONE CORP                    | 1,000,000               | 15,312,765            |
| CANON INC.                          | 1,250,600               | 64,423,776            |
| DAIWA SECURITIES GROUP              | 3,500,000               | 32,229,456            |
| DENSO CORP                          | 1,000,000               | 34,437,211            |
| DISCO CORPORATION                   | 136,200                 | 5,769,771             |
| EAST JAPAN RAILWAY                  | 4,502                   | 36,741,485            |
| ELPIDA MEMORY INC                   | 370,000                 | 11,869,044            |
| EXEDY CORP                          | 300,000                 | 7,911,124             |
| FANUC                               | 470,000                 | 45,984,527            |
| FAST RETAILING CO LTD               | 100,000                 | 9,491,461             |
| HITACHI CONST MACH                  | 1,000,000               | 28,068,686            |
| HITACHI LTD                         | 3,100,000               | 22,404,000            |

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|---------------------------------|-------------------------|-----------------------|
| HITACHI METALS                  | 1,000,000               | 16,454,382            |
| HONDA MOTOR CO LTD              | 1,590,800               | 54,182,357            |
| IBIDEN CO                       | 460,000                 | 16,752,524            |
| JAPAN SMALLER CAPITALIZATION    | 260,000                 | 2,433,600             |
| JAPAN STEEL WORKS LTD FIRST SEC | 850,000                 | 16,560,525            |
| JAPAN TOBACCO INC               | 6,000                   | 25,643,929            |
| JFE HOLDINGS INC                | 400,000                 | 20,190,584            |
| JSR CORPORATION                 | 670,000                 | 13,338,051            |
| KDDI CORP                       | 1,700                   | 10,521,747            |
| KIRIN HOLDINGS COMPANY LIMITED  | 300,000                 | 4,692,895             |
| KOMATSU                         | 2,450,000               | 68,421,549            |
| MAKITA CORP                     | 250,000                 | 10,236,815            |
| MARUBENI CORP                   | 4,550,000               | 38,077,649            |
| MATSUSHITA ELECTRIC IND         | 1,200,203               | 25,931,360            |
| MAZDA MOTOR CORP                | 2,700,000               | 14,036,230            |
| MITSUBISHI CORP                 | 2,260,100               | 74,632,984            |
| MITSUBISHI ELECTRIC CORP.       | 5,700,000               | 61,576,564            |
| MITSUBISHI ESTATE               | 1,400,000               | 32,097,368            |
| MITSUBISHI HEAVY INDUSTRIES     | 5,000,000               | 23,870,176            |
| MITSUBISHI UFJ FINANCIAL GROUP  | 8,500,000               | 75,464,666            |
| mitsui & co ltd                 | 1,800,000               | 39,824,512            |
| mitsui fudosan co ltd           | 1,700,000               | 36,409,095            |
| mitsui osk lines ltd            | 4,600,000               | 65,664,685            |
| mitsui sumitomo ins grp hldgs   | 300,000                 | 10,359,468            |
| MIZUHO FINANCIAL GROUP          | 11,500                  | 53,816,398            |
| NEC ELECTRONICS CORP            | 200,000                 | 4,991,037             |
| NIDEC CORP                      | 175,000                 | 11,673,271            |
| NIKON CORP                      | 900,000                 | 26,323,238            |
| NINTENDO CO LTD                 | 165,000                 | 93,249,363            |
| NIPPON ELECTRIC GLASS           | 1,500,000               | 25,997,736            |
| NIPPON STEEL CORP               | 7,000,000               | 37,975,281            |
| NIPPON TELEGRAPH & TELEPHONE    | 1,005                   | 4,930,654             |
| NOMURA HOLDINGS INC             | 3,500,000               | 51,943,580            |
| NOMURA RESEARCH INSTITUTE       | 300,000                 | 7,047,835             |
| NTT DOCOMO INC                  | 24,000                  | 35,324,087            |
| ORIX CORPORATION                | 80,130                  | 11,483,864            |
| SBI HOLDINGS INC                | 60,006                  | 13,157,274            |
| SHIN-ETSU CHEMICAL              | 470,000                 | 29,178,224            |
| SHINKO ELEC INDS                | 500,400                 | 6,189,493             |
| SHISEIDO CO LTD                 | 200,000                 | 4,585,338             |
| SPARX GROUP CO                  | 10,000                  | 3,462,591             |
| SQUARE ENIX CO LTD              | 300,000                 | 8,887,631             |
| SUMITOMO CHEMICAL CO LTD        | 2,100,000               | 13,255,024            |
| SUMITOMO ELECTRIC INDUS         | 3,250,000               | 41,334,088            |

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| SUMITOMO METAL IND              | 7,000,000               | 30,842,532            |
| SUMITOMO MITSUI FINANCIAL GROUP | 6,001                   | 45,238,221            |
| SUMITOMO RLTY+DEV               | 800,000                 | 15,926,031            |
| SUMITOMO TRUST & BANKING        | 2,000,700               | 14,006,221            |
| SUZUKI MOTOR CORP               | 700,000                 | 16,577,036            |
| T&D HOLDINGS INC                | 400,000                 | 24,643,834            |
| TAKEDA PHARMACEUTICAL CO LTD    | 570,000                 | 29,040,476            |
| TOSHIBA CORPORATION             | 7,550,000               | 55,775,545            |
| TOYOTA MOTOR CORP               | 2,300,500               | 108,741,438           |
| TOYOTA MOTOR CORP ADR           | 50,000                  | 4,700,000             |
| YAMADA DENKI CO                 | 170,000                 | 12,125,672            |
|                                 |                         | <u>2,829,820,760</u>  |
| KAZAKHSTAN:                     |                         |                       |
| KAZMUNAIGAS EXPLORATION GDR     | 234,852                 | 7,327,382             |
|                                 |                         | <u>7,327,382</u>      |
| LUXEMBOURG:                     |                         |                       |
| MILLICOM INTERNATIONAL CELL GDR | 20,150                  | 2,085,525             |
|                                 |                         | <u>2,085,525</u>      |
| MALAYSIA:                       |                         |                       |
| ALLIANCE FINANCIAL GROUP        | 1,628,400               | 1,381,522             |
| AMMB HOLDINGS                   | 2,433,300               | 2,369,952             |
| BRITISH AMERICAN TOBACCO        | 90,000                  | 1,219,755             |
| BUMIPUTRA-COMMERCE HLDGS        | 777,600                 | 1,905,299             |
| GAMUDA                          | 1,010,400               | 724,146               |
| IOI CORPORATION                 | 1,701,700               | 3,882,899             |
| KULIM MALAYSIA                  | 763,000                 | 2,266,799             |
| PLUS EXPRESSWAYS                | 2,405,300               | 1,908,033             |
| SIME DARBY                      | 287,700                 | 815,076               |
| TELEKOM MALAYSIA                | 729,200                 | 710,216               |
| TM INTERNATIONAL SDN            | 729,200                 | 1,373,531             |
|                                 |                         | <u>18,557,228</u>     |
| MEXICO:                         |                         |                       |
| AMERICA MOVIL ADR SERIES L      | 387,969                 | 20,465,365            |
| CEMEX                           | 172,312                 | 4,256,106             |
| CONSORCIO ARA SER *             | 1,779,086               | 1,643,848             |
| CORPORACION GEO SER B           | 246,200                 | 825,350               |
| DESARROLADORA HOMEX ADR         | 103,134                 | 6,041,590             |
| EMPRESAS ICA                    | 192,540                 | 1,201,226             |
| FOMENTO ECONOMICO MEXICANO ADR  | 74,300                  | 3,381,393             |
| GENOMMA LAB INTERNACIONAL SA DE | 585,200                 | 903,086               |

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| GPO MEXICO SER B                     | 372,900                 | 846,546               |
| GRUPO FINANCIERO BANORTE             | 508,400                 | 2,391,699             |
| GRUPO TELEVISA ADR                   | 258,285                 | 6,100,692             |
| IMPULSORA DEL DESARROLLO             | 814,700                 | 1,287,301             |
| KIMBERLY-CLARK DE MEXICO             | 734,400                 | 2,990,147             |
| URBI DESARROLLOS URBANOS             | 249,100                 | 864,326               |
| WALMART DE MEXICO-SER V              | 1,635,921               | 6,490,843             |
|                                      |                         | <u>59,689,518</u>     |
| NETHERLANDS:                         |                         |                       |
| NETHERLANDS GOVERNMENT DUE 1/15/2037 | 110,000,000             | 148,283,229           |
| NETHERLANDS GOVERNMENT DUE 1/15/2010 | 35,000,000              | 53,744,856            |
| GEMALTO                              | 2,500,000               | 91,075,399            |
| ING GROEP                            | 2,000,000               | 63,831,564            |
| KONINKLIJKE KPN                      | 5,000,000               | 85,875,592            |
| NEW WORLD RESOURCES                  | 39,083                  | 1,384,675             |
| PHILIPS ELECTRONIC                   | 3,000,000               | 102,152,562           |
| TNT NV                               | 1,800,000               | 61,603,526            |
| TOMTOM                               | 500,000                 | 14,394,010            |
| VIMETCO GDR REG S                    | 193,628                 | 1,665,201             |
|                                      |                         | <u>624,010,614</u>    |
| NEW ZEALAND:                         |                         |                       |
| TELECOM CORP. OF NEW ZEALAND         | 6,641,907               | 18,051,642            |
|                                      |                         | <u>18,051,642</u>     |
| NIGERIA:                             |                         |                       |
| GUARANTY TRUST BANK GDR              | 95,618                  | 1,140,723             |
|                                      |                         | <u>1,140,723</u>      |
| NORWAY:                              |                         |                       |
| NORSKE SKOGSINDUST                   | 3,912,800               | 17,674,726            |
| STATOIL ASA                          | 1,500,000               | 55,943,987            |
| STOREBRAND                           | 9,090,983               | 67,490,064            |
| TELENOR                              | 5,472,600               | 102,966,608           |
| TOMRA SYSTEMS                        | 4,500,000               | 29,872,145            |
| YARA INTERNATIONAL                   | 2,000,000               | 177,151,050           |
|                                      |                         | <u>451,098,580</u>    |
| OMAN:                                |                         |                       |
| BANK MUSCAT SAOG GDR REG S           | 425,812                 | 1,990,809             |
|                                      |                         | <u>1,990,809</u>      |

Division of Investment  
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Portfolio of Investments  
Common Fund D

June 30, 2008

| Country                      | Number of<br>shares/par | Fair value<br>(US \$) |
|------------------------------|-------------------------|-----------------------|
| PAKISTAN:                    |                         |                       |
| MCB BANK LIMITED             | 130,000                 | 620,313               |
| NATIONAL BANK OF PAKISTAN    | 255,330                 | 550,602               |
| OIL & GAS DEVELOPMENT CO LTD | 425,200                 | 773,068               |
| PAKISTAN STATE OIL CO LTD    | 60,300                  | 367,830               |
| PAKISTAN TELECOM CO LTD      | 650,500                 | 367,476               |
|                              |                         | <u>2,679,289</u>      |
| PANAMA:                      |                         |                       |
| COPA HOLDINGS CLASS ADR      | 101,700                 | 2,863,872             |
|                              |                         | <u>2,863,872</u>      |
| PERU:                        |                         |                       |
| COMPANIA DE MINAS BUENA ADR  | 46,500                  | 3,039,705             |
|                              |                         | <u>3,039,705</u>      |
| PHILIPINES:                  |                         |                       |
| AYALA LAND INC               | 4,909,500               | 1,050,160             |
| PHILIPPINE LONG DIST ADR     | 152,200                 | 8,130,524             |
|                              |                         | <u>9,180,684</u>      |
| POLAND:                      |                         |                       |
| BANK PEKAO                   | 17,898                  | 1,384,864             |
| BANK ZACHODNI WBK            | 12,857                  | 824,880               |
| BUDIMEX                      | 7,385                   | 260,872               |
| GETIN HOLDING                | 157,107                 | 671,732               |
| KGHM POLSKA MIEDZ            | 52,755                  | 2,481,421             |
| PBG                          | 5,524                   | 666,206               |
| PKO BANK POLSKI              | 118,709                 | 2,560,675             |
| POLIMEX MOSTOSTAL            | 199,017                 | 495,202               |
| TELEKOMUNIKACJA POLSKA       | 58,100                  | 564,056               |
|                              |                         | <u>9,909,908</u>      |
| PORTUGAL:                    |                         |                       |
| BANCO ESPIRITO SANTO-REG     | 4,000,000               | 62,460,706            |
| BRISA                        | 6,000,000               | 69,393,781            |
| EDP RENOVAVEIS               | 60,000                  | 694,883               |
| ENERGIAS DE PORTUGAL         | 20,000,000              | 104,468,840           |
| ESPIRITO SANTO FINANCIAL     | 2,020,000               | 50,226,349            |
| JERONIMO MARTINS SGPS        | 4,316,428               | 31,388,420            |
|                              |                         | <u>318,632,979</u>    |

Division of Investment  
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Pension Fund

Portfolio of Investments  
Common Fund D

June 30, 2008

| Country                         | Number of<br>shares/par | Fair value<br>(US \$) |
|---------------------------------|-------------------------|-----------------------|
| QUATAR:                         |                         |                       |
| COMMERCIAL BANK OF QATAR        | 19,396                  | 788,845               |
| COMMERCIALBANK QATAR NPV 144A   | 175,600                 | 1,317,000             |
| QATAR INSURANCE CO              | 19,592                  | 1,211,377             |
| QATAR ISLAMIC BANK              | 32,008                  | 1,360,714             |
| QATAR NATIONAL BANK             | 18,017                  | 1,136,274             |
|                                 |                         | 5,814,210             |
| RUSSIA:                         |                         |                       |
| CHERKIZOVO GROUP OJSC           | 58,178                  | 1,364,274             |
| EURASIA DRILLING CO LTD GDR     | 100,500                 | 2,710,485             |
| EURASIA DRILLING CO LTD GDR     | 72,600                  | 1,958,022             |
| EVRAZ GROUP GDR                 | 138,025                 | 16,079,913            |
| JSC MMC NORILSK NICKEL GDR      | 104,245                 | 2,621,761             |
| LUKOIL ADR                      | 38,100                  | 3,762,375             |
| MECHEL ADR                      | 71,422                  | 3,538,246             |
| MOBILE TELESYSTEMS ADR          | 132,512                 | 10,151,744            |
| NOVATEK OAO GDR REG S           | 28,258                  | 2,455,620             |
| NOVOLIPETSK IRON + STL CORP GDR | 26,559                  | 1,513,863             |
| OAO GAZPROM ADR REG-S           | 564,564                 | 32,744,712            |
| OJSC OC ROSNEFT GDR             | 3,067,182               | 35,579,311            |
| SBERBANK-CLS                    | 1,558,256               | 4,924,089             |
| SEVERSTAL JT STK CO GDR         | 125,392                 | 3,247,653             |
| SISTEMA JSFC REG S SPONS GDR    | 88,681                  | 2,665,751             |
| TMK OAO GDR                     | 800                     | 31,504                |
| TNK-BP HOLDING OJS GDR          | 1,225,395               | 2,714,250             |
| VIMPEL COMMUNICATI ADR          | 103,928                 | 3,084,583             |
| VSMPO-AVISMA CORP               | 8,698                   | 1,432,234             |
| VTB BANK OJSC-GDR-REG S         | 389,881                 | 2,709,673             |
| WIMM-BILL-DANN FOODS-ADR        | 21,636                  | 2,276,540             |
| X5 RETAIL GROUP GDR             | 51,533                  | 1,736,662             |
|                                 |                         | 139,303,265           |
| SINGAPORE:                      |                         |                       |
| CAPITACOMMERCIAL TRUST          | 800,000                 | 1,124,936             |
| CAPITALAND                      | 1,570,000               | 6,588,383             |
| CITY DEVELOPMENTS LTD PFD       | 200,000                 | 257,675               |
| CITY DEVELOPMENTS LTD           | 600,004                 | 4,797,205             |
| COSCO CORPORATION (SINGAPORE)   | 1,770,000               | 4,169,918             |
| DATA CRAFT ASIA LTD             | 200,000                 | 204,000               |
| DBS GROUP HOLDINGS LTD          | 991,110                 | 13,761,566            |
| FRASER & NEAVE                  | 1,655,000               | 5,519,510             |
| GLOBAL TESTING CORP LTD         | 2,000,000               | 147,243               |
| HAW PAR CORP LTD                | 28,618                  | 137,580               |

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Portfolio of Investments  
Common Fund D

June 30, 2008

| Country                       | Number of<br>shares/par | Fair value<br>(US \$) |
|-------------------------------|-------------------------|-----------------------|
| HONG KONG LAND HLD            | 400,000                 | 1,696,000             |
| JARDINE CYCLE&CARRIAGE LTD    | 100,307                 | 1,255,407             |
| KEPPEL CORP LTD               | 1,000,000               | 8,201,428             |
| KEPPEL LAND LIMITED           | 900,000                 | 3,286,461             |
| K-REIT ASIA                   | 180,000                 | 184,201               |
| MOBILEONE LTD                 | 180,000                 | 249,135               |
| NEPTUNE ORIENT LINES LTD      | 400,000                 | 951,189               |
| OVERSEAS-CHINESE BANKING CORP | 2,638,800               | 15,872,043            |
| PARKWAY HLDGS                 | 616,000                 | 1,052,139             |
| SEMBCORP INDUSTRIES LTD       | 1,892,000               | 5,794,537             |
| SEMBCORP MARINE LTD           | 1,434,600               | 4,266,940             |
| SINGAPORE AIRLINES LTD        | 461,333                 | 4,992,708             |
| SINGAPORE EXCHANGE LTD        | 659,000                 | 3,352,492             |
| SINGAPORE PRESS HOLDINGS      | 1,075,000               | 3,363,579             |
| SINGAPORE TECH ENG            | 3,100,000               | 6,276,228             |
| SINGAPORE TELECOM             | 6,867,857               | 18,303,499            |
| STRAITS ASIA RESOURCES LTD    | 741,116                 | 1,926,039             |
| UNITED OVERSEAS BANK LTD      | 1,100,000               | 15,079,143            |
| UOL GROUP LTD                 | 130,000                 | 325,407               |
| VENTURE CORP LTD              | 265,000                 | 1,913,900             |
| YANGZIJIANG SHIPBUILDING      | 2,796,000               | 1,749,687             |
|                               |                         | 136,800,178           |
| <b>SOUTH AFRICA:</b>          |                         |                       |
| ANGLO PLATINUM LTD            | 12,823                  | 2,142,330             |
| ANGLOGOLD ASHANTI LTD RTS     | 6,115                   | 52,215                |
| ANGLOGOLD LIMITED             | 24,819                  | 852,934               |
| ANGLOGOLD LTD ADR             | 32,583                  | 1,105,867             |
| AQUARIUS PLATINUM             | 276,283                 | 4,435,383             |
| ARCELORMITTAL SO AFRICA       | 158,020                 | 4,504,411             |
| ASPEN PHARMACARE HOLDINGS LTD | 421,305                 | 1,712,556             |
| EQSTRA HOLDINGS LTD           | 193,189                 | 309,918               |
| EXXARO RESOURCES LTD          | 165,612                 | 3,057,951             |
| IMPALA PLATINUM HOLDINGS LTD  | 223,405                 | 8,824,142             |
| IMPERIAL HOLDINGS LTD         | 441,989                 | 2,980,266             |
| KUMBA IRON ORE LTD            | 167,000                 | 6,724,316             |
| MASSMART                      | 409,200                 | 3,227,319             |
| MURRAY + ROBERTS HOLDINGS     | 500,968                 | 5,570,580             |
| NASPERS LTD                   | 187,100                 | 4,089,696             |
| NEDBANK GROUP LTD             | 358,991                 | 4,219,456             |
| PRETORIA PORTLAND CEMENT CO   | 1,147,213               | 4,207,225             |
| RAUBEX GROUP LTD              | 482,532                 | 2,097,134             |
| SANLAM LTD                    | 1,682,261               | 3,569,625             |
| SASOL LTD                     | 30,505                  | 1,797,600             |

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Pension Fund

Portfolio of Investments  
Common Fund D

June 30, 2008

| Country                          | Number of<br>shares/par | Fair value<br>(US \$) |
|----------------------------------|-------------------------|-----------------------|
| STEINHOFF INTL HOLDINGS LTD      | 1,443,400               | 2,937,317             |
| TRUWORTHS INTERNAT               | 2,317,123               | 6,797,558             |
|                                  |                         | <u>75,215,799</u>     |
| SOUTH KOREA:                     |                         |                       |
| AMOREPACIFIC CORP                | 4,787                   | 2,965,844             |
| CHEIL COMMUNICATIONS INC         | 3,934                   | 932,816               |
| CHEIL INDUSTRIES INC             | 16,300                  | 755,856               |
| HANA FINANCIAL GROUP             | 64,850                  | 2,495,661             |
| HITE BREWERY CO LTD              | 27,500                  | 3,089,444             |
| HYUNDAI DEVELOPMENT COMPANY      | 47,418                  | 2,402,863             |
| HYUNDAI HEAVY INDUSTRIES         | 6,779                   | 2,100,006             |
| HYUNDAI MOTOR CO                 | 71,367                  | 4,844,686             |
| ISHARES TRUST MSCI EMERGING MARK | 31,600                  | 4,288,752             |
| KOOKMIN BANK                     | 279,144                 | 16,494,024            |
| KOREA INVESTMENT HOLDINGS CO     | 19,015                  | 760,854               |
| KT CORP                          | 41,750                  | 1,786,320             |
| LG CHEM LTD                      | 19,449                  | 1,859,547             |
| LG ELECTRONICS INC               | 44,990                  | 5,097,347             |
| LG. DISPLAY CO. LTD              | 31,312                  | 1,173,564             |
| NHN CORP                         | 32,137                  | 5,607,613             |
| POSCO                            | 12,479                  | 6,490,655             |
| SAMSUNG CO                       | 9,718                   | 525,900               |
| SAMSUNG ELCTRNC S N/VTG PFD      | 3,430                   | 1,479,042             |
| SAMSUNG ELECTRONICS CO LTD       | 48,502                  | 28,983,411            |
| SAMSUNG FIRE + MARINE INS        | 11,483                  | 2,398,925             |
| SHINHAN FINANCIAL GROUP          | 211,150                 | 9,549,092             |
| SSCP CO LTD                      | 29,321                  | 452,753               |
| STX PAN OCEAN CO LTD SGD LISTING | 324,000                 | 651,196               |
| WOONGJIN COWAY CO LTD            | 240,200                 | 7,050,521             |
| WOORI FINANCE HOLDINGS CO        | 66,980                  | 1,066,275             |
|                                  |                         | <u>115,302,967</u>    |
| SPAIN:                           |                         |                       |
| SPAIN, GOV'T OF, DUE 1/31/2010   | 25,000,000              | 38,926,240            |
| ABERTIS INFRAESTRU               | 2,087,500               | 49,569,322            |
| ADOLFO DOMINGUEZ RFD             | 450,000                 | 10,217,620            |
| CINTRA CONCESIONES DE INF        | 6,562,500               | 73,624,533            |
| CORP DERMOESTETICA               | 1,091,146               | 7,375,872             |
| ENAGAS                           | 8,000,000               | 226,900,647           |
| GAMESA CORP TECNOLOGICA          | 2,000,000               | 98,386,642            |
| GAS NATURALS DG-E                | 500,000                 | 29,181,944            |
| IBERDROLA                        | 10,393,716              | 139,371,396           |
| RED ELECTRICA CORP               | 3,100,000               | 201,980,969           |
| TELEFONICA                       | 9,500,000               | 252,679,082           |

Division of Investment  
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Pension Fund

Portfolio of Investments  
Common Fund D

June 30, 2008

| Country                       | Number of<br>shares/par | Fair value<br>(US \$) |
|-------------------------------|-------------------------|-----------------------|
|                               |                         | 1,128,214,267         |
| SWEDEN:                       |                         |                       |
| AXFOOD                        | 355,500                 | 11,793,251            |
| HENNES + MAURITZ              | 250,000                 | 13,572,949            |
| INTRUM JUSTITIA               | 1,267,000               | 23,122,360            |
| INVESTOR B SHARES             | 7,500,000               | 158,697,496           |
| METRO INTERNATIONAL SDR B SH  | 11,921,710              | 8,722,526             |
| MUNTERS                       | 3,600,000               | 34,271,176            |
| ORIFLAME COSMETICS SDR        | 68,161                  | 4,391,963             |
| REZIDOR HOTEL GRP             | 6,500,000               | 27,561,608            |
| SANDVIK                       | 3,000,000               | 41,155,343            |
| SAS                           | 4,000,000               | 20,419,701            |
| SKANDINAVISKA ENSKILDA BANKEN | 1,000,000               | 18,623,832            |
| TELE2 B SHARES                | 4,000,000               | 78,486,149            |
| TELIASONERA                   | 10,892,000              | 80,778,077            |
|                               |                         | 521,596,431           |
| SWITZERLAND:                  |                         |                       |
| BASILEA PHARMACEUTICA-REG     | 216,223                 | 35,332,915            |
| CIE FINANCIERE RICHEMONT AG   | 1,500,000               | 83,816,164            |
| GEBERIT                       | 400,000                 | 59,118,138            |
| GIVAUDAN (REG)                | 150,000                 | 134,488,854           |
| JULIUS BAER HOLDING B         | 3,057,436               | 207,171,839           |
| KUEHNE & NAGEL INTL REG       | 1,000,000               | 95,305,902            |
| LINDT & SPR-REG               | 1,500                   | 45,251,890            |
| LOGITECH INTERNATIONAL        | 4,500,000               | 121,526,073           |
| NOBEL BIOCARE HOLDING         | 1,500,000               | 49,140,725            |
| ORASCOM DEVELOPMENT HOLDING   | 14,366                  | 1,678,831             |
| PANALPINA WELTTRANSPORT HOL   | 300,000                 | 32,023,962            |
| PARTNERS GROUP HOLDING        | 579,746                 | 80,218,218            |
| ROCHE HLDG                    | 800,000                 | 144,554,650           |
| ROCHE HLDNGS BEARER           | 223,179                 | 44,578,816            |
| STRAUMANN HOLDING (REG)       | 400,000                 | 96,160,267            |
| SULZER                        | 300,000                 | 38,210,743            |
| THE SWATCH GROUP B            | 123,796                 | 31,031,061            |
| THE SWATCH GROUP REG          | 380,750                 | 17,872,778            |
| VALORA HOLDING                | 150,000                 | 40,066,778            |
| ZURICH FINCL SVCS (REG)       | 400,000                 | 102,720,220           |
|                               |                         | 1,460,268,824         |
| TAIWAN:                       |                         |                       |
| ADVANCED SEMICONDUCTOR EN     | 587,100                 | 2,612,595             |
| CATHAY FINANCIAL H            | 62,781                  | 1,268,176             |

Division of Investment  
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Portfolio of Investments  
Common Fund D

June 30, 2008

| Country                          | Number of<br>shares/par | Fair value<br>(US \$) |
|----------------------------------|-------------------------|-----------------------|
| CHINA STEEL CORP                 | 791,000                 | 1,221,073             |
| CHINATRUST FINANCIAL HOLDI       | 1,411,000               | 1,362,229             |
| CHUNGHWA TELECOM CO LTD          | 670,000                 | 1,733,006             |
| CHUNGHWA TELECOM LTD ADR         | 27,272                  | 691,891               |
| DELTA ELECTRONICS INC            | 281,000                 | 782,382               |
| FAR EASTERN TEXTILE GDR REG S    | 181,625                 | 2,279,394             |
| HON HAI PRECISION IND REGS GDR   | 776,550                 | 7,742,204             |
| ISHARES INC MSCI TAIWAN IDEX FUN | 2,126,517               | 30,026,420            |
| MEDIATEK INC                     | 30,000                  | 345,975               |
| TAIWAN CEMENT                    | 1,018,000               | 1,375,268             |
| TAIWAN FERTILIZER CO LTD         | 530,000                 | 1,990,840             |
| TAIWAN SEMICONDUCT ADS           | 605,500                 | 6,606,005             |
| TAIWAN SEMICONDUCTOR MANUFAC     | 1,630,000               | 3,491,054             |
| UNI-PRESIDENT ENTERPRISES        | 873,000                 | 1,049,936             |
| YUANTA FINANC HOLDINGS CO        | 895,000                 | 626,668               |
|                                  |                         | 65,205,116            |
| THAILAND:                        |                         |                       |
| ADVANCED INFO SERVICE-FOR RG     | 118,100                 | 327,073               |
| ADVANCED INFO SERVICE-NVDR       | 137,900                 | 381,909               |
| BANGKOK BANK PCL-FOREIGN REG     | 1,117,800               | 4,016,048             |
| BANGKOK BANK PUBLIC CO-NVDR      | 565,300                 | 2,014,093             |
| BANK OF AYUDHYA PCL-FOREIGN      | 1,475,000               | 989,222               |
| BANK OF AYUDHYA PUBLIC-NVDR      | 2,576,000               | 1,696,766             |
| KASIKORNBANK PCL-FOREIGN         | 276,700                 | 596,479               |
| KASIKORNBANK PCL-NVDR            | 817,900                 | 1,738,650             |
| LAND & HOUSES PUB - NVDR         | 2,114,200               | 436,766               |
| PTT EXPLORAT + PROD FOR RG       | 216,300                 | 1,249,877             |
| PTT PCL/FOREIGN                  | 303,900                 | 2,747,838             |
| SIAM COMMERCIAL BANK-FOR REG     | 347,300                 | 805,861               |
|                                  |                         | 17,000,582            |
| TURKEY:                          |                         |                       |
| AKSIGORTA                        | 41,626                  | 140,320               |
| ASYA KATILIM BANKASI             | 200,018                 | 376,404               |
| ASYA KATILIM BANKASI             | 100,009                 | 188,202               |
| DOGAN SIRKETLER GRUBU HLDGS      | 1,333,089               | 1,625,186             |
| FORD OTOMOTIV SAN                | 244,200                 | 1,748,282             |
| HACI OMER SABANCI HOLDING        | 530,604                 | 1,814,699             |
| HURRIYET GAZETE                  | 297,201                 | 350,163               |
| KOC HOLDING                      | 870,750                 | 2,379,565             |
| TEKFEN HOLDING                   | 233,321                 | 1,794,483             |
| TOFAS TURK OTOMOBIL FABRIKA      | 407,063                 | 1,185,685             |
| TURK TELEKOMUNIKASYON            | 661,901                 | 2,231,249             |

Division of Investment  
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Pension Fund

Portfolio of Investments  
Common Fund D

June 30, 2008

| <u>Country</u>                                | <u>Number of<br/>shares/par</u> | <u>Fair value<br/>(US \$)</u> |                         |
|---|---------------------------------|-------------------------------|-------------------------|
| TURKCELL ILETISIM HIZMET                      | 1,327,977                       | 7,605,825                     |                         |
| TURKCELL ILTSIM HZMTLRI ADR                   | 39,549                          | 575,438                       |                         |
| TURKIYE GARANTI BANKASI                       | 206,354                         | 476,124                       |                         |
| TURKIYE IS BANKASI-C                          | 1,819,522                       | 5,954,908                     |                         |
|   |                                 | <u>28,446,533</u>             |                         |
| Total   |                                 | \$ <u>16,770,918,774</u>      |                         |
| Total fair value of investments               |                                 |                               | \$ 16,770,918,774       |
| Total cost of investments                     |                                 |                               | <u>15,596,150,281</u>   |
| Net unrealized appreciation as of end of year |                                 |                               | \$ <u>1,174,768,493</u> |

Division of Investment  
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Portfolio of Investments  
Common Fund D  
Open Foreign Forward Currency Contracts

June 30, 2008

As of June 30, 2008, Common Pension Fund D had entered into the following forward currency exchange contracts which contractually obligate the Fund to deliver/receive currency at specified future dates. The contracts are as below:

**Commitments:**

| Contract          | Foreign<br>Currency | Contract In<br>Exchange For | Market<br>Value         | Settlement<br>Date | Unrealized<br>Gain (loss) |
|-------------------|---------------------|-----------------------------|-------------------------|--------------------|---------------------------|
| Purchases:        |                     |                             |                         |                    |                           |
| JPY               | 11,342,608,200      | \$ 106,521,739              | \$ 106,521,739          | 8/21/08            | \$ -                      |
| JPY               | 11,101,334,200      | 104,358,924                 | 104,358,924             | 8/22/08            | -                         |
| CAD               | 107,800,000         | 107,320,286                 | 107,320,286             | 8/21/08            | -                         |
| CAD               | 53,150,000          | 53,219,949                  | 53,219,949              | 8/22/08            | -                         |
| CAD               | 53,150,000          | 51,650,649                  | 51,650,649              | 8/22/08            | -                         |
| ZAR               | 1,634,000           | 205,080                     | 201,239                 | 9/8/08             | 3,841                     |
| KRW               | 1,383,524,000       | 1,322,013                   | 1,338,290               | 9/5/08             | (16,277)                  |
|                   |                     |                             |                         |                    | <u>(12,436)</u>           |
| Sales:            |                     |                             |                         |                    |                           |
| CAD               | 107,800,000         | 106,521,739                 | 105,400,929             | 8/21/08            | 1,120,810                 |
| CAD               | 106,300,000         | 104,358,924                 | 104,034,142             | 8/22/08            | 324,782                   |
| JPY               | 11,093,698,000      | 107,320,286                 | 106,088,215             | 8/21/08            | 1,232,071                 |
| JPY               | 5,155,948,625       | 53,219,949                  | 49,645,039              | 8/22/08            | 3,574,910                 |
| JPY               | 5,101,018,100       | 51,650,649                  | 47,555,559              | 8/22/08            | 4,095,090                 |
| EUR               | 117,000,000         | 171,240,030                 | 184,244,561             | 7/10/08            | (13,004,531)              |
| EUR               | 64,000,000          | 98,800,000                  | 100,318,769             | 10/6/08            | (1,518,769)               |
| EUR               | 32,000,000          | 49,761,600                  | 50,400,882              | 7/7/08             | (639,282)                 |
| EUR               | 32,000,000          | 49,523,200                  | 50,311,321              | 8/7/08             | (788,121)                 |
| EUR               | 32,000,000          | 49,539,200                  | 50,073,056              | 11/7/08            | (533,856)                 |
| EUR               | 32,000,000          | 49,572,800                  | 50,232,878              | 9/8/08             | (660,078)                 |
| ZAR               | 17,576,000          | 2,126,301                   | 2,205,927               | 9/5/08             | (79,626)                  |
| ZAR               | 6,466,000           | 785,662                     | 804,785                 | 10/6/08            | (19,123)                  |
| ZAR               | 13,930,000          | 1,684,401                   | 1,733,786               | 10/6/08            | (49,385)                  |
| HUF               | 34,471,000          | 192,414                     | 228,822                 | 9/5/08             | (36,408)                  |
| HUF               | 22,695,000          | 135,776                     | 147,154                 | 2/19/09            | (11,378)                  |
| KRW               | 2,860,207,000       | 3,061,009                   | 2,734,215               | 7/18/08            | 326,794                   |
| KRW               | 3,245,443,000       | 3,417,695                   | 3,101,150               | 9/5/08             | 316,545                   |
| KRW               | 1,528,490,000       | 1,558,412                   | 1,461,160               | 7/18/08            | 97,252                    |
| TRY               | 5,686,000           | 4,244,234                   | 4,380,113               | 11/21/08           | (135,879)                 |
|                   |                     |                             |                         |                    | <u>(6,388,182)</u>        |
|                   |                     | Receivable                  | Payable                 |                    |                           |
| Total Forwards    |                     | \$ 1,333,312,921            | \$ 1,339,713,539        |                    | (6,400,618)               |
| Total Settlements |                     | \$ 19,901,909               | \$ 18,757,770           |                    | 1,144,139                 |
| Total Contracts   |                     | <u>\$ 1,353,214,830</u>     | <u>\$ 1,358,471,309</u> |                    | <u>\$ (5,256,479)</u>     |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund E  
Alternative Investments

June 30, 2008

| Description  | Fair value   |
|--|--------------|
| Private Equity Funds:                                  |              |
| ANACAP FINANCIAL PARTNERS GP II                        | \$ 9,848,118 |
| APOLLO INVESTMENT FUND VI                              | 78,624,769   |
| AUDAX MEZZANINE FUND II LP                             | 25,652,479   |
| AVE SPECIAL SITUATION FUND V                           | 89,210,243   |
| AVENUE ASIA SPECIAL SITUATION FUND IV                  | 12,909,968   |
| AVENUE SPECIAL SITUATIONS FUND IV                      | 16,580,607   |
| BDCM OPPORTUNITY FUND II L.P.                          | 14,361,206   |
| BLACKSTONE CAPITAL PARTNERS V                          | 66,345,654   |
| BLACKSTONE MEZZANINE II, LP                            | 29,981,398   |
| CARLYLE MEZZANINE PARTNERS II                          | 21,126,773   |
| CARLYLE MEZZANINE PARTNERS LP                          | 44,566,676   |
| CENTERBRIDGE PARTNERS                                  | 25,839,436   |
| COURT SQUARE CAP PARTNERS II LP                        | 24,239,448   |
| CS/NJDI EMERGING OPPORTUNITIES (2008-1)                | 2,985,255    |
| CSFB/NJDI EMERGING OPPORTUNITIES FUND LP               | 22,520,354   |
| CSFB/NJDI INVESTMENT FUND                              | 82,990,842   |
| CSFB/NJDI INVESTMENT FUND (2008-1)                     | 2,000,000    |
| CSFB-SERIES 2006                                       | 52,865,388   |
| DLJ MERCHANT BANKING IV LP                             | 36,823,486   |
| FAIRVIEW CAPSTONE PARTNERS LP                          | 9,345,793    |
| GLEACHER MEZZANINE II                                  | 2,477,145    |
| GOLDMAN SACHS PE PARTNERS(NJ) II                       | 19,243,951   |
| GOLDMAN SACHS PRIVATE EQUITY PARTNERS                  | 107,642,803  |
| GTCR FUND IX   | 13,479,505   |
| H.I.G. BAYSIDE DEBT & LBO FUND II                      | 1,168,118    |
| HFCP VI  | 51,292,089   |
| INTERMEDIA PARTNERS VII                                | 45,629,200   |
| JLL PARTNERS FUND V                                    | 41,916,860   |
| JP MORGAN VENTURE CAPITAL INSTITUTIONAL INVESTMENT III | 10,621,220   |
| KPS SPECIAL SITUATIONS FUND III                        | 1,625,171    |
| LEHMAN BROTHERS CUSTOM FUND A LP                       | 18,749,397   |
| LEHMAN CROSSROADS FUND XVIII                           | 17,916,775   |
| LEXINGTON CAPITAL PARTNERS VI                          | 25,149,740   |
| LINDSAY GOLDBERG & BESSEMER II LP                      | 67,874,417   |
| MADISON DEARBORN CAP PARTNERS V                        | 103,058,579  |
| MATLINPATTERSON GLOBAL OPPORTUNITIES PARTNERS III      | 41,635,660   |

Division of Investment  
 Department of the Treasury  
 State of New Jersey  
 Pension Fund

Portfolio of Investments  
 Common Fund E  
 Alternative Investments

June 30, 2008

| Description                                  | Fair value    |
|--|---------------|
| MHR INSTITUTIONAL PARTNERS III               | 36,977,966    |
| NEW JERSEY ASIA INVESTORS                    | 1,422,931     |
| NEW MOUNTAIN PARTNERS III LP                 | 10,689,184    |
| NEWSTONE CAPITAL PARTNERS LP                 | 29,990,592    |
| NJHL EUROPEAN BUYOUT INVESTMENT FUND         | 108,727,361   |
| NJHL EUROPEAN BUYOUT SERIES C                | 6,160,349     |
| OAK HILL CAPITAL PARTNERS II                 | 23,381,676    |
| OAK HILL CAPITAL PARTNERS II-CAYMAN          | 51,041,559    |
| OAK HILL CAPITAL PARTNERS III                | 50,296,956    |
| OAK TREE LOAN FUND LP                        | 203,496,040   |
| OCM MEZZANINE FUND II                        | 40,401,466    |
| ONEX PARTNERS II LP                          | 70,381,078    |
| PARTNERS GROUP SECONDARY 2006 LP             | 38,884,157    |
| QUADRANGLE CAPITAL PARTNERS II               | 31,894,467    |
| RESOLUTE FUND II (THE)                       | 13,155,884    |
| SHERIDAN PRODUCTION PARTNERS I-A             | 25,194,256    |
| SILVER LAKE PARTNERS III LP                  | 10,889,355    |
| SONJ PRIVATE OPPORTUNITIES FUND LP-BLACKROCK | 91,023,306    |
| SONJ PRIVATE OPPORTUNITY II                  | 9,886,937     |
| TEXAS PACIFIC GROUP - TAC 2007               | 55,668,044    |
| TEXAS PACIFIC GROUP PARTNERS STAR            | 15,907,305    |
| TEXAS PACIFIC GROUP PARTNERS V               | 185,945,567   |
| THOMAS H LEE EQUITY FUND VI                  | 37,647,442    |
| VISTA EQUITY PARTNERS FUND III               | 39,956,507    |
| WARBURG PINCUS PRIVATE EQUITY IX             | 214,662,016   |
| WARBURG PINCUS PRIVATE EQUITY X              | 70,678,160    |
| WARBURG PINCUS VIII                          | 26,884,527    |
| WAYZATA OPPORTUNITIES FUND II                | 36,525,490    |
| WAYZATA OPPORTUNITIES FUND LLC               | 47,348,634    |
| WLR RECOVERY FUND IV                         | 26,749,407    |
|  | <hr/>         |
|  | 2,850,167,142 |
| Commodity Funds:                             |               |
| GRESHAM COMMODITY ETAP FUND                  | 225,814,060   |
| GRESHAM COMMODITY TAP FUND                   | 256,016,820   |
| SCHROEDERS COMMODITY PORTFOLIO               | 493,687,520   |
|  | <hr/>         |
|  | 975,518,400   |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund E  
Alternative Investments

June 30, 2008

| Description  | Fair value  |
|--|-------------|
| Real Estate Funds:                                 |             |
| AEW CORE PROPERTY TRUST (US), INC                  | 49,352,682  |
| ARA ASIA DRAGON LIMITED FUND                       | 14,187,451  |
| BLACKROCK DIAMOND PROPERTY FUND LP                 | 60,008,296  |
| BLACKSTONE REAL ESTATE ASSOCIATES VI.TE.2 LP       | 46,549,406  |
| BLACKSTONE REAL ESTATE PARTNERS V                  | 82,555,540  |
| CAPMARK COMMERCIAL REALTY PARTNERS II              | 66,733,757  |
| CAPMARK COMMERCIAL REALTY PARTNERS III LP          | 29,004,112  |
| CAPMARK UK REALTY PARTNERS LP                      | 36,458,261  |
| CAPRI URBAN INVESTORS                              | 8,551,581   |
| CARLYLE REALTY V LP                                | 46,179,022  |
| CBRE SP EUROPE FUND III LP                         | 5,067,711   |
| CBRE STRATEGIC OPPORTUNITY 5                       | 8,778,715   |
| CBRE STRATEGIC PARTNERS IV                         | 52,120,577  |
| CIM FUND III LP (RE)                               | 928,648     |
| CIM URBAN PARTNERS LP                              | 27,801,520  |
| CITIGROUP CPI CAPITAL PARTNERS EUROPE              | 53,743,525  |
| FIVE MILE CAPITAL PARTNERS II                      | 8,889,642   |
| GUGGENHEIM STRUCTURE REAL ESTATE ADVANCE LLC       | 53,706,600  |
| GUGGENHEIM STRUCTURED RE III                       | 49,258,128  |
| HEITMAN AMERICA REAL ESTATE TRUST LP               | 51,546,629  |
| JPMORGAN ALTERNATIVE PROPERTY FUND DOMESTIC        | 56,719,765  |
| L & B DIVERSIFIED STRATEGY PARTNERS                | 20,437,129  |
| LASALLE ASIA OPPORTUNITY III                       | 3,855,830   |
| LEHMAN BROTHERS REAL ESTATE PARTNERS PENSION III   | 20,000,000  |
| MACFARLANE URBAN REAL ESTATE FUND II               | 20,502,977  |
| MORGAN STANLEY PRIME PROPERTY FUND LP              | 158,201,180 |
| NJDOI/GMAM CORE REAL ESTATE                        | 5,369,066   |
| NJDOI/GMAM CT HIGH GRADE PARTNER                   | 53,551,220  |
| PLA RESIDENTIAL FUND III                           | 5,333,434   |
| PRUDENTIAL PROPERTY INVESTMENT SEPARATE ACCOUNT    | 353,669,963 |
| PRUDENTIAL PROPERTY INVESTMENT SEPARATE ACCOUNT II | 58,942,572  |
| RLJ LODGING FUND II                                | 57,385,761  |
| RREEF GLOBAL OPPORTUNITIES FUND II LLC             | 95,865,309  |
| TA REALTY ASSOCIATION FUND VIII LP                 | 82,695,473  |
| WALTON STREET REAL ESTATE FUND V LP                | 74,568,857  |
| WALTON STREET REAL ESTATE SIDECAR V LP             | 20,798,584  |
| WARBURG PINCUS REAL ESTATE LP 1                    | 70,075,247  |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments  
Common Fund E  
Alternative Investments

June 30, 2008

| Description                                | Fair value           |
|--|----------------------|
| WESTBROOK REAL ESTATE FUND VII             | 6,834,493            |
|  | 1,916,228,663        |
| Hedge Funds:                               |                      |
| AG DIVERSIFIED CREDIT STRATEGIC FUND       | 127,695,015          |
| AG GARDEN PARTNERS L.P.                    | 146,909,535          |
| ARCHIPELAGO PARTNERS LP                    | 178,846,485          |
| ARDEN INSTITUTIONAL ADVISORS LP            | 104,900,110          |
| ASCEND PARTNERS II FUND LP                 | 78,439,650           |
| BLACK RIVER GLOBAL MULTI-STRATEGY LEVERAGE | 99,712,210           |
| BLACKROCK CREDIT INVESTORS LP              | 355,407,625          |
| BLACKSTONE EMERGING MARKETS FUND I         | 105,439,290          |
| BLACKSTONE PACIFIC OPPORTUNITIES FUND      | 102,421,660          |
| CANYON SPECIAL OPPORTUNITIES FUND (CAYMAN) | 99,493,530           |
| CANYON VALUE REALIZATION FUND              | 74,623,095           |
| CENTERBRIDGE CREDIT PARTNERS               | 87,067,999           |
| DAVIDSON KEMPNER INSTITUTIONAL PARTNERS    | 108,066,750          |
| FARALLON CAP INSTITUTIONAL PARTNER LP      | 138,959,475          |
| GLENVIEW INSTITUTIONAL PARTNERS LP         | 68,722,208           |
| GOLDEN TREE CREDIT OPPORTUNITIES I         | 97,165,400           |
| GOLDEN TREE PARTNERS LP                    | 102,289,530          |
| GOLDMAN SACHS MULTI-STRATEGY PORTFOLIO LLC | 371,932,560          |
| INTREPID CAPITAL FUND (QP)                 | 81,611,528           |
| KING STREET CAPITAL LP                     | 114,539,250          |
| KNIGHT VINKE INSTITUTIONAL PARTNERS II     | 21,613,862           |
| LEVEL GLOBAL LP                            | 77,163,585           |
| OMEGA OVERSEAS PARTNERS CLASS B-2          | 71,672,932           |
| OZ DOMESTIC PARTNERS II LP                 | 175,519,620          |
| PENDRAGON (LANCELOT II) FUND               | 71,008,695           |
| PIMCO DISTRESSED MORTGAGE FUND             | 70,014,613           |
| PROTEGE' PARTNERS                          | 107,688,740          |
| PROTEGE PARTNERS QP FUND LTD-DUB           | 51,755,345           |
| RC WOODLEY PARK LP                         | 222,738,055          |
| ROCK CREEK PARTNERS FUND I                 | 8,352,749            |
| SATELLITE FUND II LP                       | 100,499,940          |
| YORK CAPITAL MANAGEMENT LP                 | 116,742,530          |
|  | <u>3,739,013,571</u> |

Division of Investment  
 Department of the Treasury  
 State of New Jersey  
 Pension Fund

Portfolio of Investments  
 Common Fund E  
 Alternative Investments

June 30, 2008

| <u>Description</u>                            | <u>Fair value</u>       |
|---|-------------------------|
| Total   | \$ <u>9,480,927,776</u> |
| Total fair value of investments               | \$ 9,480,927,776        |
| Total cost of investments                     | <u>8,980,332,619</u>    |
| Net unrealized appreciation as of end of year | \$ <u>500,595,157</u>   |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments

Other

June 30, 2008

| Description                            | Principal<br>amount | Fair<br>value        |
|--|---------------------|----------------------|
| Police and Firemen's Mortgage Program: |                     |                      |
| Various rates and due dates            | 1,360,087,645       | \$ 1,288,049,378     |
|  |                     | <u>1,288,049,378</u> |
| GNMA Mortgage Backed Certificates:     |                     |                      |
| 7.000% due February 15, 2026           | 352,742             | 389,076              |
| 7.000% due March 15, 2026              | 425,879             | 463,978              |
| 6.500% due March 15, 2026              | 350,925             | 368,318              |
| 7.000% due May 15, 2026                | 451,472             | 492,234              |
| 7.000% due May 15, 2026                | 321,344             | 354,101              |
| 7.000% due June 15, 2026               | 474,377             | 520,049              |
| 6.500% due February 15, 2027           | 1,848,255           | 1,930,767            |
| 6.500% due August 15, 2027             | 942,867             | 995,950              |
| 6.500% due January 15, 2028            | 475,614             | 495,823              |
| 6.500% due March 15, 2028              | 877,975             | 925,286              |
| 6.500% due April 15, 2028              | 327,489             | 344,372              |
| 6.500% due April 15, 2028              | 462,447             | 486,288              |
| 6.500% due April 15, 2028              | 794,559             | 831,710              |
| 6.500% due April 15, 2028              | 334,170             | 349,355              |
| 6.500% due April 15, 2028              | 477,386             | 499,078              |
| 6.500% due May 15, 2028                | 757,376             | 793,412              |
| 6.500% due August 15, 2028             | 2,236,459           | 2,328,936            |
| 6.500% due August 15, 2028             | 537,573             | 559,495              |
| 6.500% due August 15, 2028             | 537,573             | 559,495              |
| 6.500% due December 15, 2028           | 961,987             | 1,003,335            |
| 6.500% due February 15, 2029           | 1,083,893           | 1,126,804            |
| 6.500% due March 15, 2029              | 982,370             | 1,030,933            |
| 6.500% due March 15, 2029              | 1,331,814           | 1,387,795            |
| 6.500% due March 15, 2029              | 151,134             | 158,605              |
| 6.500% due April 15, 2029              | 3,366,034           | 3,513,026            |
| 6.500% due April 15, 2029              | 634,783             | 659,913              |
| 6.500% due April 15, 2029              | 683,001             | 711,933              |
| 6.500% due May 15, 2029                | 2,349,800           | 2,480,839            |
| 6.500% due May 15, 2029                | 2,694,836           | 2,807,230            |
| 6.500% due May 15, 2029                | 1,636,982           | 1,702,855            |
| 6.500% due May 15, 2029                | 1,376,933           | 1,456,495            |
| 6.500% due May 15, 2029                | 1,504,520           | 1,566,532            |
| 6.500% due May 15, 2029                | 2,042,575           | 2,135,795            |
| 6.500% due June 15, 2029               | 64,233              | 67,323               |
| 6.500% due June 15, 2029               | 1,862,746           | 1,952,365            |
| 6.500% due June 15, 2029               | 2,990,212           | 3,175,114            |
| 6.500% due June 15, 2029               | 137,311             | 144,968              |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments

Other

June 30, 2008

| Description                      | Principal<br>amount | Fair<br>value |
|----------------------------------|---------------------|---------------|
| 6.500% due June 15, 2029         | 5,055,605           | 5,318,958     |
| 6.500% due June 15, 2029         | 2,581,093           | 2,716,405     |
| 7.000% due June 15, 2029         | 408,900             | 441,429       |
| 7.000% due June 15, 2029         | 69,480              | 75,007        |
| 6.500% due June 15, 2029         | 389,651             | 412,231       |
| 6.500% due June 15, 2029         | 2,435,318           | 2,576,445     |
| 6.500% due June 15, 2029         | 1,357,569           | 1,436,012     |
| 7.000% due August 15, 2029       | 153,966             | 169,159       |
| 7.500% due November 15, 2029     | 32,975              | 35,661        |
| 7.500% due January 15, 2030      | 62,277              | 68,594        |
|                                  |                     | 54,019,484    |
| Federal Home Loan Mortgage Co:   |                     |               |
| 8.000% due July 1, 2009          | 889                 | 959           |
| 8.500% due January 1, 2010       | 5,777               | 6,177         |
| 8.000% due May 1, 2017           | 14,581              | 16,872        |
| 7.500% due August 1, 2017        | 1,794               | 2,031         |
|                                  |                     | 26,039        |
| Federal Home Loan Mortgage Gold: |                     |               |
| 6.000% due January 1, 2009       | 5,732               | 5,809         |
| 6.000% due March 1, 2013         | 168,056             | 173,898       |
| 6.500% due July 1, 2014          | 938,570             | 1,002,472     |
| 7.000% due September 1, 2014     | 162,469             | 172,964       |
| 7.000% due September 1, 2014     | 160,759             | 169,055       |
| 6.500% due October 1, 2014       | 431,715             | 456,920       |
| 7.500% due January 1, 2023       | 132,212             | 145,866       |
| 6.500% due June 1, 2023          | 54,596              | 57,601        |
| 6.500% due November 1, 2023      | 41,079              | 42,824        |
| 6.500% due December 1, 2025      | 502,784             | 534,328       |
| 6.500% due January 1, 2026       | 507,405             | 543,743       |
| 6.500% due January 1, 2026       | 429,120             | 460,146       |
| 6.500% due January 1, 2026       | 1,440,717           | 1,531,594     |
| 6.500% due February 1, 2026      | 1,071,403           | 1,137,715     |
| 6.500% due February 1, 2026      | 1,318,509           | 1,401,007     |
| 6.500% due February 1, 2026      | 239,876             | 254,723       |
| 6.500% due April 1, 2026         | 66,154              | 72,893        |
| 6.500% due February 1, 2027      | 603,337             | 649,256       |
| 6.500% due February 1, 2027      | 447,358             | 476,279       |
| 7.000% due February 1, 2027      | 41,767              | 44,476        |
| 6.500% due February 1, 2027      | 508,107             | 545,045       |
| 6.500% due March 1, 2027         | 580,238             | 623,927       |
| 6.500% due April 1, 2027         | 926,271             | 990,583       |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments

Other

June 30, 2008

| Description                            | Principal<br>amount | Fair<br>value |
|--|---------------------|---------------|
| 6.500% due August 1, 2027              | 596,822             | 641,864       |
| 6.500% due August 1, 2027              | 611,264             | 650,316       |
| 6.500% due August 1, 2027              | 611,264             | 650,316       |
| 6.000% due June 1, 2028                | 2,172,657           | 2,246,280     |
| 6.500% due August 1, 2028              | 675,766             | 706,099       |
| 6.000% due November 1, 2028            | 1,506,166           | 1,559,551     |
| 6.000% due November 1, 2028            | 1,995,449           | 2,068,638     |
| 6.000% due November 1, 2028            | 2,317,668           | 2,413,411     |
| 6.000% due December 1, 2028            | 73,368              | 76,059        |
| 6.000% due December 1, 2028            | 2,201,041           | 2,281,771     |
| 6.000% due December 1, 2028            | 348,960             | 359,645       |
| 6.000% due January 1, 2029             | 1,092,987           | 1,134,969     |
| 6.000% due February 1, 2029            | 6,775,761           | 7,029,087     |
| 6.000% due February 1, 2029            | 3,059,491           | 3,152,427     |
| 6.000% due February 1, 2029            | 817,883             | 844,528       |
| 6.000% due February 1, 2029            | 986,947             | 1,019,099     |
| 6.000% due February 1, 2029            | 1,305,631           | 1,346,673     |
|  |                     | 39,673,857    |
| Federal National Mortgage Association: |                     |               |
| 6.000% due September 1, 2008           | 19,392              | 19,442        |
| 6.000% due November 1, 2008            | 139,774             | 140,490       |
| 6.000% due December 1, 2008            | 34,178              | 34,273        |
| 6.000% due December 1, 2008            | 5,085               | 5,099         |
| 6.000% due December 1, 2008            | 114,677             | 114,995       |
| 6.000% due January 1, 2009             | 4,092               | 4,138         |
| 6.000% due January 1, 2009             | 20,458              | 20,688        |
| 6.500% due May 1, 2011                 | 734,225             | 778,820       |
| 6.000% due May 1, 2011                 | 1,295,512           | 1,367,076     |
| 6.000% due March 1, 2014               | 1,277,945           | 1,315,644     |
| 6.000% due April 1, 2014               | 861,441             | 886,854       |
| 6.000% due June 1, 2014                | 5,908,976           | 6,100,448     |
| 6.000% due February 1, 2016            | 1,108,318           | 1,147,844     |
| 6.000% due March 1, 2016               | 2,421,692           | 2,508,056     |
| 7.000% due May 1, 2023                 | 264,266             | 282,638       |
| 7.000% due June 1, 2023                | 882,102             | 939,327       |
| 7.000% due June 1, 2023                | 768,266             | 819,484       |
| 6.500% due September 1, 2023           | 241,206             | 252,453       |
| 6.500% due January 1, 2024             | 1,556,424           | 1,632,953     |
| 6.500% due April 1, 2024               | 1,997,799           | 2,106,499     |
| 6.500% due December 1, 2025            | 361,364             | 387,090       |
| 6.500% due January 1, 2026             | 527,248             | 565,783       |
| 6.500% due February 1, 2026            | 743,683             | 796,626       |

Division of Investment  
Department of the Treasury  
State of New Jersey  
Pension Fund

Portfolio of Investments

Other

June 30, 2008

| Description                                   | Principal<br>amount | Fair<br>value                 |
|---|---------------------|-------------------------------|
| 7.000% due September 1, 2026                  | 138,646             | 148,831                       |
| 7.000% due December 1, 2026                   | 341,226             | 372,830                       |
| 7.000% due December 1, 2026                   | 334,717             | 359,646                       |
| 7.000% due December 1, 2026                   | 104,476             | 112,364                       |
| 7.000% due December 1, 2026                   | 211,551             | 228,754                       |
| 7.000% due January 1, 2027                    | 254,239             | 275,220                       |
| 7.000% due January 1, 2027                    | 185,390             | 199,229                       |
| 6.500% due February 1, 2027                   | 2,802,754           | 3,004,213                     |
| 6.000% due June 1, 2031                       | 2,933,291           | 2,961,921                     |
| 6.000% due June 1, 2031                       | 2,566,630           | 2,591,681                     |
| 6.000% due December 1, 2031                   | 4,017,389           | 4,123,945                     |
| 6.000% due January 1, 2032                    | 4,128,444           | 4,202,317                     |
| 6.000% due January 1, 2032                    | 2,917,823           | 2,970,034                     |
| 6.000% due February 1, 2032                   | 978,584             | 993,840                       |
| 6.000% due February 1, 2032                   | 1,607,673           | 1,632,738                     |
| 6.000% due February 1, 2032                   | 7,549,075           | 7,666,769                     |
| 6.000% due March 1, 2032                      | 2,513,987           | 2,577,495                     |
| 6.000% due April 1, 2032                      | 4,533,698           | 4,647,494                     |
| 6.000% due April 1, 2032                      | 6,495,700           | 6,667,483                     |
| 6.000% due April 1, 2032                      | 3,655,435           | 3,751,799                     |
|   |                     | <u>71,715,323</u>             |
| Total   | \$                  | <u><u>1,453,484,081</u></u>   |
| Total fair value of investments               |                     | \$ 1,453,484,081              |
| Total cost of investments                     |                     | <u>1,518,985,376</u>          |
| Net unrealized depreciation as of end of year |                     | \$ <u><u>(65,501,295)</u></u> |