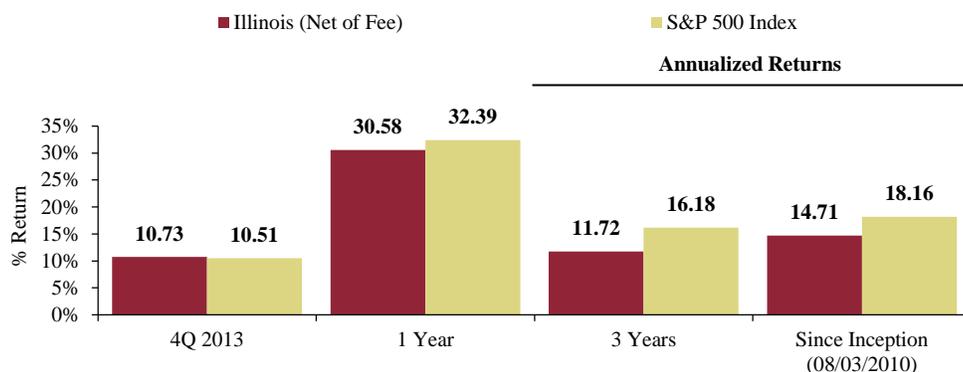


Illinois Deferred Compensation Plan Portfolio*Large Cap Core***PORTFOLIO MANAGERS****Daniel H. Frascarelli, CFA**
Partner & Director**Randy M. Reynolds, CFA**
Portfolio Manager**GOAL & STRATEGY**

This strategy seeks long-term growth of capital through investing in stocks of large U.S. and multinational companies with identifiable catalysts and superior future earnings growth prospects.

PERFORMANCE RESULTS AS OF 12/31/2013**Calendar Year Total Returns (%)**

2004	2005	2006	2007	2008	2009	2010*	2011	2012	2013**
-	-	-	-	-	-	14.59	-7.24	15.12	30.58

Performance is shown for each calendar year. *Since Inception: 08/03/2010. **As of 12/31/2013.

Past performance is not a reliable indicator or guarantee of future results. Instances of high double-digit returns were achieved primarily during favorable market conditions and may not be sustainable over time.

MARKET OUTLOOK

We expect the U.S. economy will continue to modestly expand in 2014. We believe that strengthening employment, improving consumer confidence and diminished investors' fears about the U.S. budget should support the progression. We remain cognizant of the potential impact of changes to Fed policy regarding tapering, the status of global economic conditions, as well U.S. equity market valuation concerns.

The views discussed are as of 12/31/2013, are subject to change based on subsequent developments, and may not reflect the views of the firm as a whole. This material is not intended to be relied upon as a forecast, research, or investment advice regarding a particular investment or the markets in general.

PORTFOLIO CHARACTERISTICS¹

Market Value (as of 09/30/2013):

\$132,354,074

Net Contribution/Withdrawal:²

-\$918,321

Market Value (as of 12/31/2013):

\$145,690,660

Number of Holdings: 120

Wtd. Avg. Market Cap. (\$M): \$112,032

Long Term Growth (IBES Median): 11.3%

Price/Book: 2.4x

P/E (1 Yr Forecast): 15.2x

Return on Equity (5 Yr Avg.): 16.4%

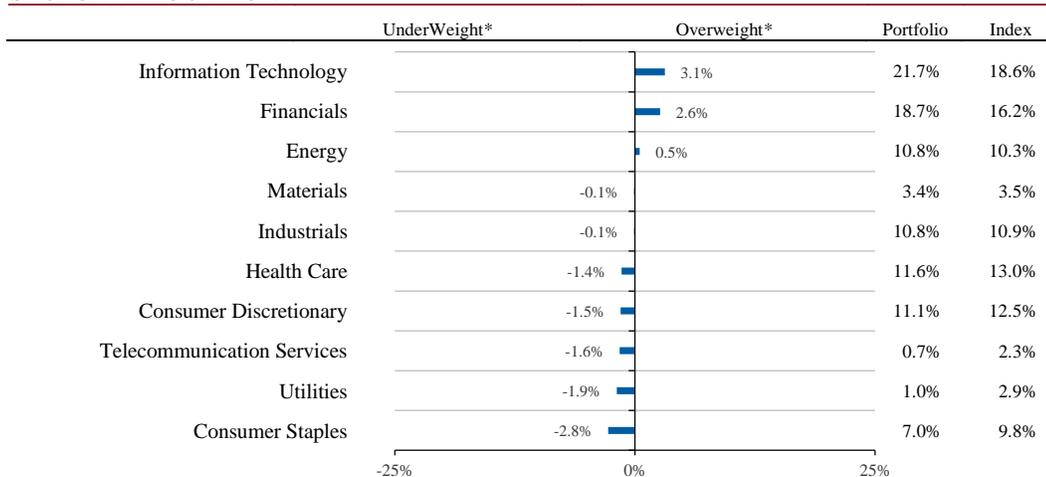
Dividend Yield: 1.6%

¹ The portfolio is actively managed and is subject to change.² Includes cash and security contributions and withdrawals for the quarter.

Source: The Bank of New York Mellon Corp.

GLOSSARY OF IMPORTANT TERMS**Weighted Average Market Capitalization** is the average market capitalization of all companies held in the portfolio, with each company weighted according to its percent held in the portfolio.**Long Term Growth (IBES Median)** is the consensus outlook for a portfolio's EPS growth. I/B/E/S provides medians of research analysts' estimates for companies' long-term (typically five years) growth rates.**Price/Book Ratio** is a ratio that helps determine whether a stock is undervalued or overvalued. It is calculated by dividing a stock's price per share by its book value per share.**Price/Earnings Ratio (1 Year Forecast)** is a ratio that reflects how much a stock costs relative to its earnings. It is calculated by dividing the current stock price by the estimated future earnings per share.**Return on Equity (5 Year Average)** is a measurement of how much profit a company earned relative to the amount of shareholder's equity that is found on a company's balance sheet. It is calculated by taking the arithmetic average of the five most recent fiscal year-end ROE ratios.**Dividend Yield** is calculated by averaging the weighted dividend yields of the underlying companies within the portfolio. The dividend yield of the underlying companies is calculated by dividing the company's indicated annual dividend by the company's share price as of the period end. The Dividend Yield does not include cash held within the portfolio at the time of the calculation and does not deduct for any foreign tax withholdings. The Dividend Yield is not intended to depict the actual amount of income earned.**PORTFOLIO POSITIONING**

- The **information technology** sector remains the portfolio's largest overweight position versus the S&P 500 Index. The largest overweight is within the internet software & services industry in which we added two new positions during the period.
- The portfolio is also overweight the **financials** sector, although we eliminated two positions within the insurance industry during the period to shift focus to companies that should benefit from a slow rise in interest rates over the next few years.
- The **utilities** and **consumer staples** sectors remain significant underweights as we continue to find more compelling investment opportunities in other segments of the market.
- The **telecommunication services** sector is also an underweight due to lack of company specific catalysts.

SECTOR ALLOCATION

*Relative to the S&P 500 Index.

Sector allocations exclude cash therefore portfolio percentage allocations may not equal 100%. They also exclude those securities that have not been assigned an official GICS Direct classification and represent <1% of the portfolio holdings. Sector Allocation is based on Illinois Deferred Compensation Plan's portfolio.

IMPORTANT INFORMATION

The information contained herein is provided by Lord, Abbett & Co. LLC ("Lord Abbett"), is current as of the date of issuance (or such earlier date as referenced herein), and is subject to change without notice. Lord Abbett has no obligation to update any or all of such information. All amounts, market value information, and estimates included herein have been obtained from outside sources where indicated or represent the good faith judgment of Lord Abbett. Where such information has been obtained from outside sources, Lord Abbett cannot guarantee the accuracy or completeness of such information. **These materials are not intended as an offer or solicitation with respect to the purchase or sale of any security or other financial instrument or any investment management services. These materials do not constitute investment advice and should not be used as the basis for any investment decision.**

These materials do not take into account individual client circumstances, objectives, or needs. No determination has been made regarding the suitability of any securities, financial instruments or strategies for particular clients or prospects. These materials do not purport to provide any legal, tax, or accounting advice.

A Note about Risk: The value of investments in equity securities will fluctuate in response to general economic conditions and to changes in the prospects of particular companies and/or sectors in the economy. Investments in multinational companies generally pose greater risks than those of domestic companies, including market, liquidity, currency, and political risks.

The S&P 500® Index is widely regarded as the standard for measuring large cap U.S. stock market performance and includes a representative sample of leading companies in leading industries.