

## Marine Corps NAF 401(k) Returns August 2010

		DATE	RATES			DATE	RATES
<b>LARGE CAP GROWTH</b>	Fidelity Capital Appreciation	8/10	-7.60	<b>LIFESTYLE FUNDS</b>	Fidelity Freedom 2050	8/10	-4.12
		YTD	-3.03			YTD	-4.57
		12 MTS	11.06			12 MTS	4.47
	S & P 500	8/10	-4.51		Fidelity Freedom 2045	8/10	-3.92
		YTD	-4.65			YTD	-3.91
		12 MTS	4.85			12 MTS	5.17
<b>LARGE CAP VALUE</b>	LSV Value Equity	8/10	-4.37	Fidelity Freedom 2040	8/10	-3.93	
		YTD	-4.61		YTD	-3.72	
		12 MTS	2.83		12 MTS	5.08	
<b>MID CAP GROWTH</b>	Morgan Stanley Mid Cap Growth	8/10	-1.15	Fidelity Freedom 2035	8/10	-3.82	
		YTD	7.14		YTD	-3.62	
		12 MTS	21.51		12 MTS	5.06	
<b>MID CAP VALUE</b>	Neuberger Berman Genesis	8/10	-5.39	Fidelity Freedom 2030	8/10	-3.39	
		YTD	-3.39		YTD	-2.67	
		12 MTS	8.34		12 MTS	5.86	
<b>SMALL CAP GROWTH</b>	Schroeder US Opportunity	8/10	-5.10	Fidelity Freedom 2025	8/10	-3.07	
		YTD	-2.57		YTD	-1.98	
		12 MTS	8.23		12 MTS	6.22	
<b>SMALL CAP BLEND</b>	Pacific Capital Small Cap A	8/10	-5.48	Fidelity Freedom 2020	8/10	-2.61	
		YTD	-0.97		YTD	-1.16	
		12 MTS	13.44		12 MTS	6.78	
<b>SMALL CAP VALUE</b>	Northern Small Cap Value	8/10	-6.89	Fidelity Freedom 2015	8/10	-2.08	
		YTD	-2.20		YTD	-0.15	
		12 MTS	6.19		12 MTS	6.89	
<b>INTERNATIONAL EQUITY</b>	Fidelity International Discovery	8/10	-4.07	Fidelity Freedom 2010	8/10	-2.05	
		YTD	-8.43		YTD	0.00	
		12 MTS	-0.94		12 MTS	6.80	
<b>INTERMEDIATE BOND</b>	PIMCO Total Return	8/10	1.46	Fidelity Freedom 2005	8/10	-1.77	
		YTD	8.82		YTD	0.45	
		12 MTS	11.74		12 MTS	6.93	
<b>STABLE VALUE</b>	Fidelity Managed Income Portfolio	8/10	0.14	Fidelity Freedom 2000	8/10	-0.60	
		YTD	1.01		YTD	2.38	
		12 MTS	1.44		12 MTS	7.26	
				Fidelity Freedom Income Fund	8/10	-0.55	
					YTD	2.52	
					12 MTS	7.24	

## Thrift Savings Plan

<b>C Fund</b>	8/10	-4.51		<b>L2040</b>	8/10	-3.33	
	YTD	-4.62			YTD	-2.43	
	12 MTS	4.93				12 MTS	4.98
<b>F Fund</b>	8/10	1.28		<b>L2030</b>	8/10	-2.88	
	YTD	7.89			YTD	-1.80	
	12 MTS	9.29				12 MTS	4.88
<b>G Fund</b>	8/10	0.22		<b>L2020</b>	8/10	-2.29	
	YTD	2.06	YTD		-1.10		
	12 MTS	3.10			12 MTS	4.64	
<b>S Fund</b>	8/10	-5.59	<b>L2010</b>	8/10	-0.62		
	YTD	0.21		YTD	1.18		
	12 MTS	11.03			12 MTS	4.33	
<b>I Fund</b>	8/10	-3.14	<b>L Income</b>	8/10	-0.63		
	YTD	-7.80		YTD	1.26		
	12 MTS	-2.28			12 MTS	3.99	

Surprise!! Not really. The equity markets have changed direction once again in August and given the way the markets have performed in 2010 it should come as no surprise to us. At this point the US stock market has not continued on course for more than two months in a row and at times the volatility during the course of the month has been mind numbing. There has been plenty of uncertainty for the markets to digest from little growth in jobs creation, the continued weakness in the housing market to how Europe will emerge from the debt crisis to the outcome of the upcoming midterm elections in the US. These issues among others have contributed to the markets unwillingness to continue on a steady path and seen volatility soar to more than double its historic average.

The Fed released the minutes from its last meeting in August and elected to continue with current policy and left rates unchanged but lowered their assessment of the economic recovery. Analysts are nearly unanimous in their belief that the economy will grow in the coming year but at a snail's pace. The positive is that corporations have continued to post positive earnings for 2010 and continue to reinvest in their business. When that will translate into more jobs has yet to be seen. The rest of the year looks to continue with the volatility that unfortunately we have now started to become accustomed.

The Fidelity website is a great source of information about the markets and about your personal account. You can access your retirement information on the web at [www.401k.com](http://www.401k.com) or by calling 1.800.890.4015 to reach a representative at Fidelity that will be familiar with our plan and can help you with any questions that you may have regarding your account.

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Fred Stout  
Assistant Treasurer