



FEDERAL RETIREMENT THRIFT INVESTMENT BOARD
77 K Street, NE Washington, DC 20002

February 5, 2016

MEMORANDUM FOR THE EXECUTIVE DIRECTOR

FROM: RAVINDRA DEO
CHIEF INVESTMENT OFFICER

A handwritten signature in blue ink, appearing to be "RD" or "Ravindra Deo", written over a light blue grid background.

SUBJECT: January 2016 Performance Review - G, F, C, S, I, and L Funds

INTRODUCTION

This report reviews key aspects of the investment performance of the G, F, C, S, I, and L Funds, investment manager performance and tracking error, trading costs, TSP fund performance, and L Fund participation.

TRACKING ERROR - TSP Separate Accounts at BlackRock (BTC)

Monthly Tracking Error

<u>Fund</u>	<u>% BTC Returns</u>	<u>% TSP Returns</u>	<u>% Index Returns</u>	<u>BTC T.E.</u>	<u>TSP vs. BTC</u>
Fixed Income	1.49	1.49	1.38	0.11	0.00
Large Cap	-4.95	-4.96	-4.96	0.01	0.00
Small Mid Cap	-8.72	-8.72	-8.84	0.12	-0.01
International	-5.62	-5.62	-7.23	1.61	0.00

BlackRock outperformed the international index by 161 basis points for the month due to a fair value pricing adjustments on December 31, 2015 and January 29, 2016. BlackRock outperformed the small mid-cap index by 12 basis points due to securities lending and sampling. BlackRock outperformed the fixed income index by 11 basis points due to securities lending and pricing.

The TSP Funds closely tracked the BTC Accounts for the month.

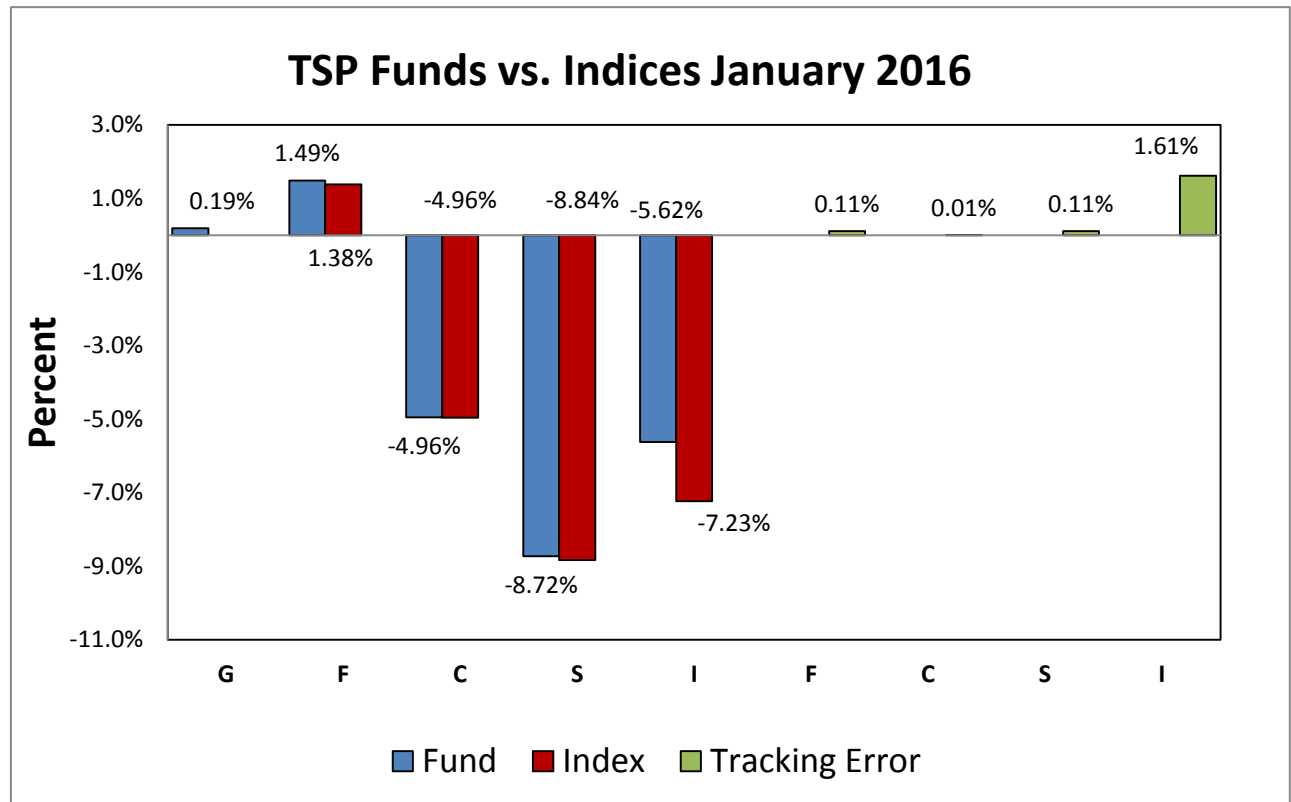
Trading Costs

<u>Trading Costs</u>			
<u>F Fund</u>	<u>Dollar Amount Traded</u>	<u>Dollars</u>	<u>Basis Points</u>
January 2016	1,144,340,438	(2,175)	0.0
<u>C Fund</u>			
January 2016	3,676,544,374	872,720	2.4
<u>S Fund</u>			
January 2016	2,895,452,845	1,293,896	4.5
<u>I Fund</u>			
January 2016	1,801,387,083	248,514	1.4

* -- Trading Costs are comprised of commissions, fees, and the difference between where a security is traded and the closing index price.

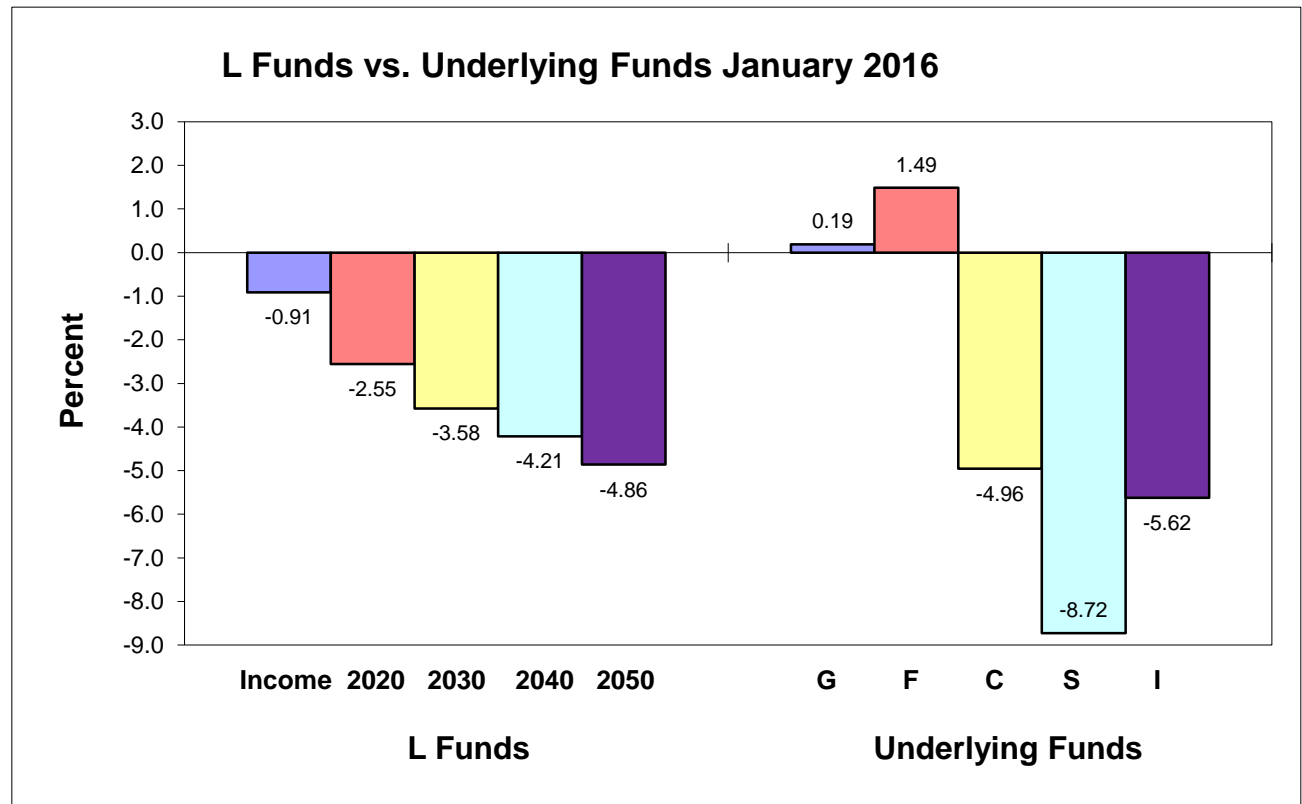
Performance of TSP Funds Total Returns

The charts below shows the G, F, C, S, and I Fund net rates of return vs. respective benchmark index.



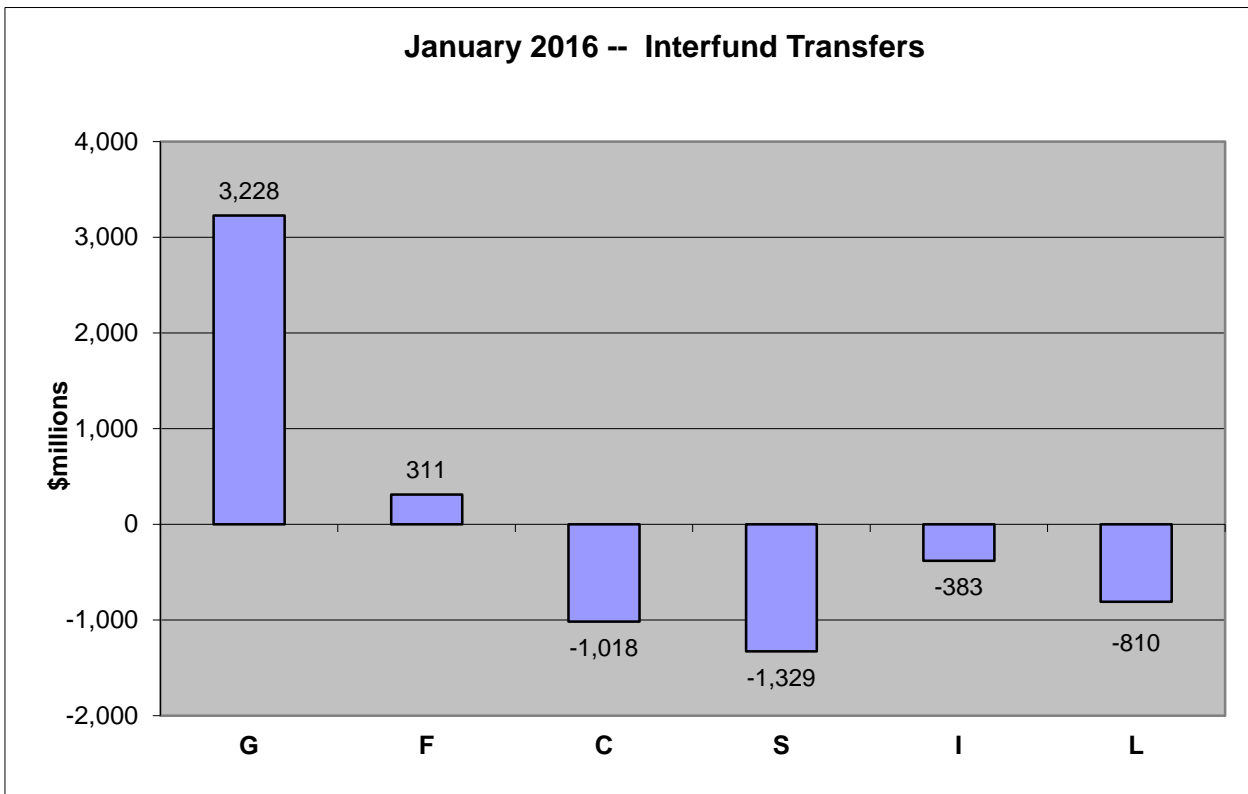
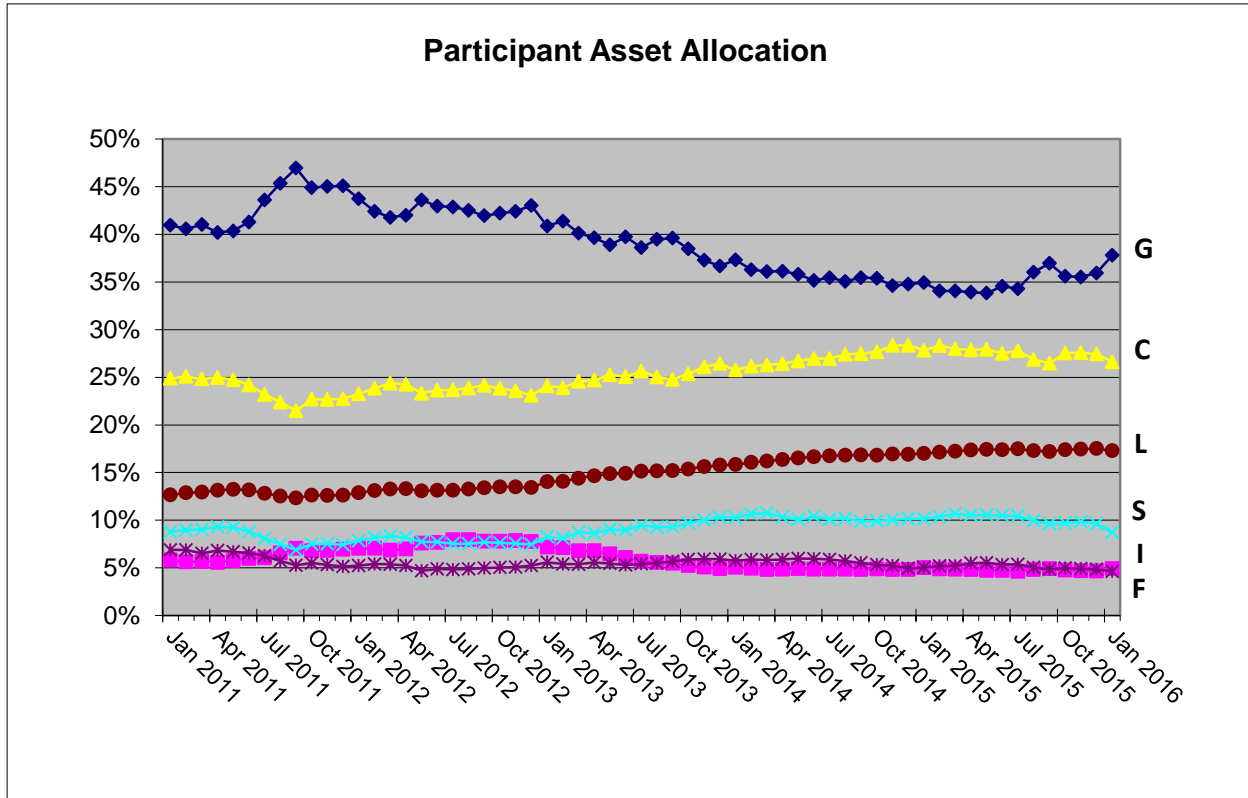
L Funds

The net rates of return for the L Funds are shown below along with comparable returns for the G, F, C, S, and I Funds.



THRIFT SAVINGS PLAN MONTHLY INVESTMENT ACTIVITY
January 2016

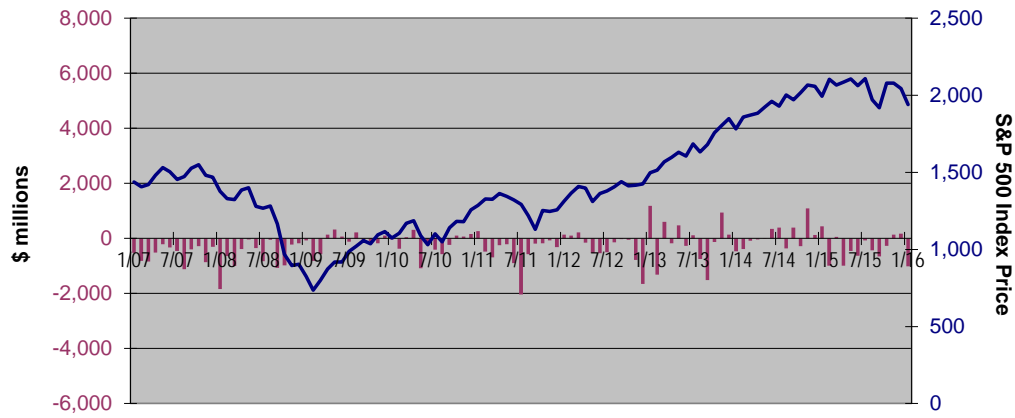
Attachment 1



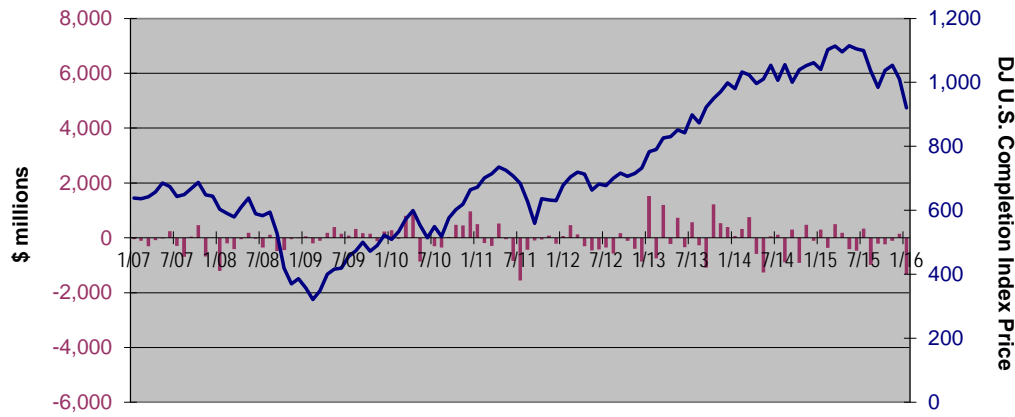
THRIFT SAVINGS PLAN MONTHLY INVESTMENT ACTIVITY

January 2016

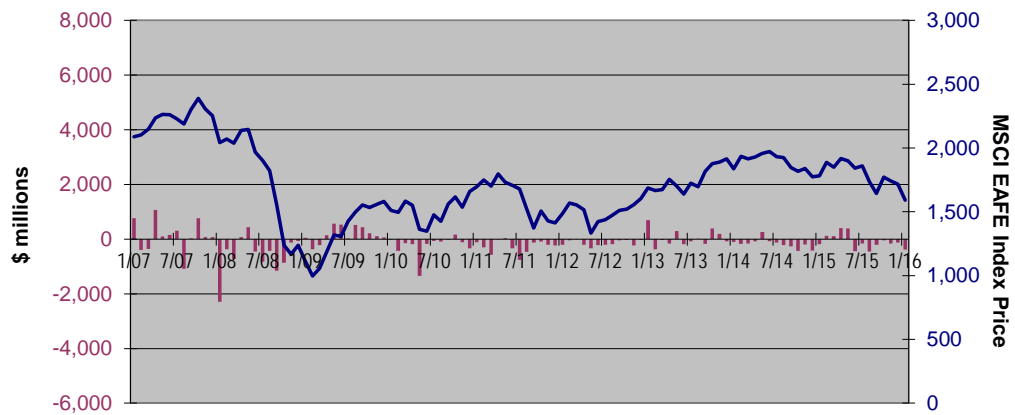
Monthly Interfund Transfers
C Fund



Monthly Interfund Transfers
S Fund



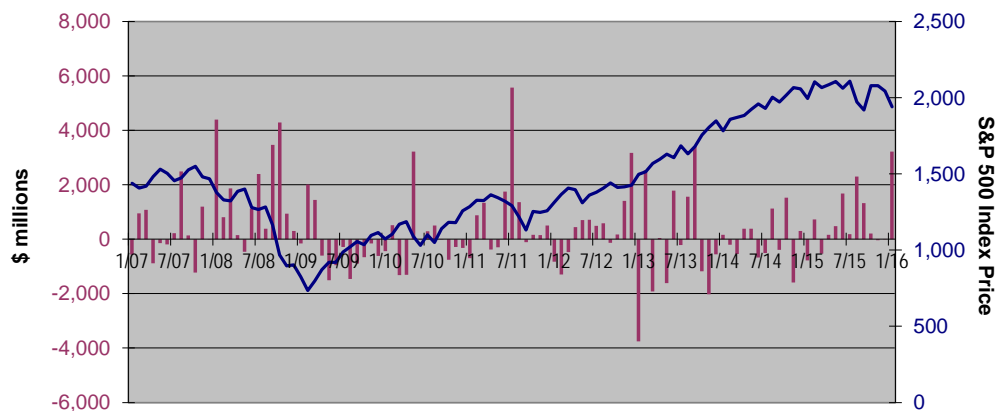
Monthly Interfund Transfers
I Fund



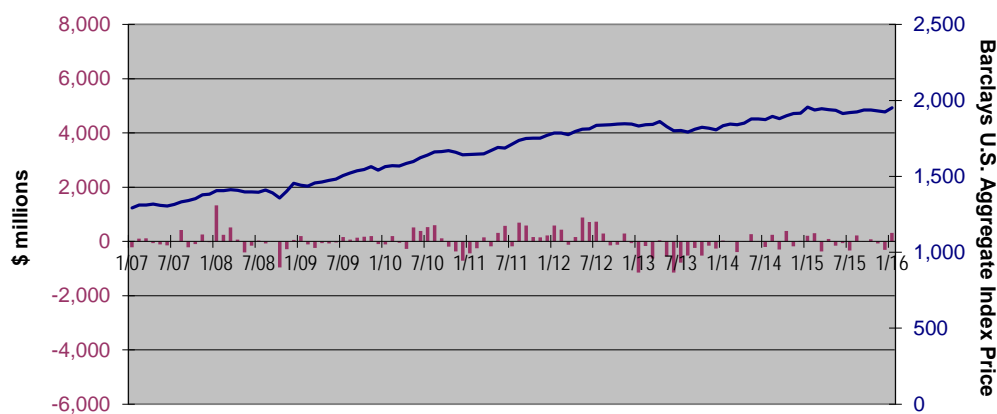
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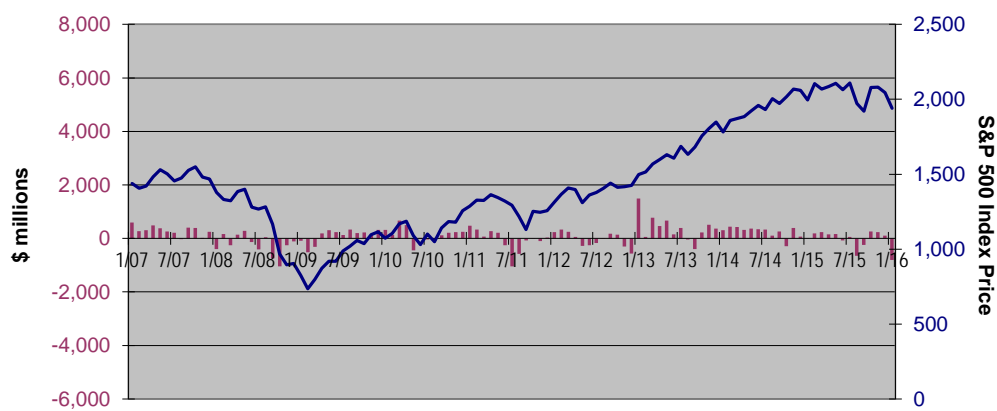
Monthly Interfund Transfers
G Fund



Monthly Interfund Transfers
F Fund



Monthly Interfund Transfers
L Funds



THRIFT SAVINGS PLAN MONTHLY INVESTMENT ACTIVITY

January 2016

