REIS NEWS
May 21, 2008

Highlights:

- Fund Reporting Standards expected to be submitted to REIS Board for approval during Quarter 3, 2008.
- REIS Board to meet with Plan Sponsors and Portfolio Managers at June NCREIF conference in Washington D.C. to assess future strategy.
- Progress continues on additional Performance Measures and Guidelines – CFA Institute supportive of initiative.

Fund Reporting Standards

Comments received on the Exposure Draft for the proposed Fund Reporting Standards have been posted to the REIS page of the NCREIF web site. The comments evidence strong support for the development of these standards which include required and recommended elements to include in periodic fund reports. These proposed standards will apply to all Fund types (open-end, closed-end, single investor separate accounts) and all strategies (core, value-added, opportunistic). An adopting release is being drafted and will be presented at the June NCREIF meeting in Washington D. C. It is expected that an Adopting Release will be submitted to the REIS Board for approval during the third quarter. The proposed effective date of the Fund Reporting Standards is for fiscal years beginning after December 15, 2008 with earlier adoption encouraged. The Fund Reporting Standards represent a significant step towards establishing REIS as a verifiable standard for the industry.

REIS Board Meeting with Plan Sponsors and Others

On Thursday, June 19 at 3:30 PM Eastern, members of the REIS Board will meet with plan sponsors and portfolio managers during the NCREIF conference in Washington, D.C. The purpose of the meeting is to assess information needs of the investor community in order to incorporate those notions into REIS. Contact Doug Poutasse, REIS Board Chair if you wish to attend.

Additional Performance Measures and Guidelines

Task Force work continues on the development of additional Performance Measurement and Reporting Standards and guidance in order to address performance reporting at three levels: Fund, Investment and Property. Phase 1 of the project will address Fund reporting and disclosure, which is not addressed within GIPS. (GIPS addresses Firm composite information for marketing purposes to potential clients.) However, fundamentally GIPS was created for transparency and full disclosure and accordingly many reporting and disclosure elements within GIPS can be adapted to Fund reporting and disclosures. The CFA Institute, which sponsors GIPS, is supportive of the initiative and the Task Force will consult with the CFA Institute as it develops this information. Phase 1 of the project is expected to be completed during the third quarter of 2008. Subsequent phases will address investment and property level measures as well as clarification of the meaning of discretion as it applies to our industry.

REIS News provides a status report of significant developments within REIS and the foundational standards' bodies on which it depends (USPAP, U.S. Fair Value GAAP, and GIPS). More detailed information is available on the REIS page of the NCREIF web site (www.ncreif.org/reis) and the foundational standards' web sites.