

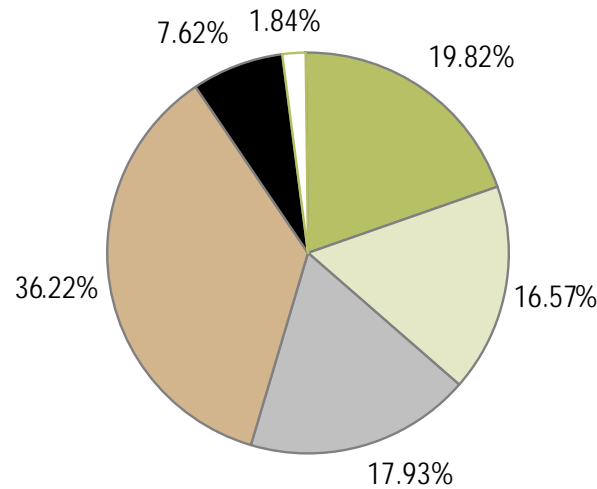
Nova Scotia Teachers' Pension Plan – First Quarter Ended March 31, 2009

Pension Investment & Administration

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Asset Mix



	Quarters Ended	
	March 31/09	March 31/08
Canadian Equity	19.82%	28.41%
US Equity	16.57%	13.98%
International Equity	17.93%	16.58%
Fixed Income	36.22%	33.26%
Canadian Real Estate	7.62%	5.65%
Money Market	1.84%	2.12%
	<u>100.00%</u>	<u>100.00%</u>

Index Returns

(%) (C\$)	Qtr Mar 31/09	1 Year Mar 31/09	4 Year Mar 31/09	10 Year Mar 31/09
S&P/TSX Equity	-1.69	-32.43	0.62	5.11
S&P/TSX 60	-1.53	-30.45	2.00	5.28
TSX Completion	-3.01	-40.40	-4.43	N/A
DEX Universe	1.52	4.94	5.26	6.07
DEX Canadian T-Bill 30 Day	0.19	1.85	3.23	3.40
S&P 500	-9.31	-24.08	-6.52	-4.77
S&P MidCap 400	-6.91	-21.64	-4.97	2.30
Russell 2000 TR	-13.32	-23.36	-6.83	0.07
MSCI EAFE	-12.29	-34.40	-5.15	-2.28

Top 20 Public Equity Holdings at March 31, 2009

Stock	Value	% of Portfolio
Toronto-Dominion Bank	\$ 33,226,999	1.80%
Encana Corp	\$ 28,962,372	1.57%
Bank of Nova Scotia	\$ 25,747,047	1.39%
Canadian Natural Resources	\$ 23,086,530	1.25%
Royal Bank of Canada	\$ 22,936,803	1.24%
Potash Corp of Saskatchewan	\$ 19,069,252	1.03%
Exxon Mobil Corp	\$ 18,404,744	1.00%
Talisman Energy Inc	\$ 18,330,308	0.99%
Imperial Oil Ltd	\$ 17,275,038	0.94%
Canadian National Railway Co	\$ 16,970,261	0.92%
Goldcorp Inc	\$ 16,107,203	0.87%
Petro-Canada	\$ 14,791,970	0.80%
Manulife Financial Corp	\$ 14,586,029	0.79%
Sun Life Financial Inc	\$ 13,730,357	0.74%
Metro Inc – A	\$ 12,857,552	0.70%
Suncor Energy Inc	\$ 12,671,498	0.69%
Novartis AG-REG	\$ 12,668,569	0.69%
Transcanada Corp	\$ 12,029,537	0.65%
Canadian Tire Corp – CL A	\$ 11,837,304	0.64%
Barrick Gold Corp	\$ 11,823,470	0.64%

Fund Performance

The primary objective of the Plan's investment portfolio is to maximize returns on both an absolute and relative basis, within acceptable levels of volatility and risk. The absolute return is measured with respect to the actuarial assumed rate of return of 6.86% (compounded). The relative return and risk of the portfolio is measured against the Benchmark.

	Qtr Ended March 31/09	Annualized		
		1 Year March 31/09	4 Year March 31/09	10 Year March 31/09
NS Teachers' Pension Fund Return	-3.53	-18.03	0.03	4.18
Benchmark Return ¹	-4.06	-20.02	0.27	3.52

¹ In consideration of the decision to implement a currency hedging program, the benchmark was changed in June 2008 to reflect a passive 50% hedge on all international equities and a 100% hedge on all international fixed income.

Member Services – Pension Activities

Our Member Services division works hard to provide you with prompt, reliable pension information and services. These are a few of the most common transactions for the quarter ended March 31, 2009.

❖ Inquiries	401
❖ Retirement Packages	323
❖ Changes	281
❖ Pension Estimates	263
❖ Purchase Estimates	73
❖ Deaths	61

Investment Commentary

The Fund outperformed its market benchmark during the quarter, driven primarily by the asset allocation decisions to underweight US Large Cap equities and to overweight Fixed Income and cash securities.

The largest contributor to Fund performance relative to its market benchmark was in the International equities portfolio which outperformed the MSCI EAFE Index by 157 basis points over the quarter. The primary reason for the outperformance in International

equities was attributable to strong security selection results.

The largest detractor from performance relative to the market benchmark was in the Canadian Large Cap equities portfolio. The primary reason for underperformance in the Canadian Large Cap equities portfolio can be attributed to a significant underweight allocation to the volatile and highly cyclical materials sector.