

November, 2007

Dear Participant:

During the fiscal year ended June 30, 2007, the performance of the broad domestic equity and fixed income markets was mixed. The Russell 3000 Index, a measure of the U.S. equity market, returned 20.1% over the trailing year, while the Lehman Aggregate bond index returned 6.1%. Internationally, equity returns were particularly strong with the MSCI EAFE index returning 27% over the fiscal year twelve-month period.

In this environment, the Massachusetts Laborers' Annuity Fund returned a 17.85%, after administrative expenses, for the fiscal year. The Fund's domestic and international equity investments returned 24.6%, gross, in the aggregate, as all ten of our equity managers with a full twelve months of performance, posted double digit returns. Acadian asset Management, an international equity manager, was the Fund's top performing strategy, returning over 40% for the fiscal year. The Annuity Fund's aggregate fixed income portfolio managed to outperform the broad bond market with a 7.1% gain.

Since December 1986, the Annuity Fund has produced an average annual return of 9.3%. The Fund's spectacular long-term growth is the result of solid planning and careful Trustee oversight. The Trustees continue to carefully diversify the Fund by asset class, style, industry and company to prudently position the Fund for continued growth, while managing risk. Currently, the Fund is diversified across thirteen (13) equity, three (3) fixed income, five (5) real estate and (2) infrastructure portfolios that each serve a particular role within the Fund's overall structure. Moving forward, the Trustees will continue to look for opportunities to further diversify the Fund's assets and improve the overall risk return profile of the Annuity Fund.

Just a reminder that you can access your annuity account balance at any time, day or night, on the Massachusetts Laborers' Benefit Funds website at www.MLBF.org and follow the simple instructions. Also, keep in mind that your current annuity account balance is different from your annuity statement since the annuity statement reflects returns and balances for the fiscal year July 1, 2006, through June 30, 2007.

Enclosed, please find your individual annuity account statement for the fiscal year ended June 30, 2007. Should you have any questions, please call the Pension/Annuity Department at the Fund Office.

Fraternally yours,

Thomas P. V. Masiello
Administrator

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Enclosure