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**INVESTMENT AND CASH MANAGEMENT REPORT FOR THE
QUARTERS ENDED SEPTEMBER 30, 2005, AND DECEMBER 31, 2005**

Recommended Action: Receive the Investment and Cash Management Report for the quarters ended September 30, 2005, and December 31, 2005.

Executive Summary: The Regent institutions maintain two investment portfolios — operating and endowment/Quasi-endowment.

Institutional Investment Portfolios
Market Value (in thousands)

	<u>As of September 30, 2005</u>		<u>As of December 31, 2005</u>	
	<u>Operating</u>	<u>Endowment/ Quasi-Endowment</u>	<u>Operating</u>	<u>Endowment/ Quasi-Endowment</u>
	<u>Sep 2005</u>	<u>Sep 2005</u>	<u>Dec 2005</u>	<u>Dec 2005</u>
SUI ¹	\$665,907	\$296,938 ²	\$635,603	\$296,844 ²
ISU	297,268	157,861 ³	304,383	161,082 ³
UNI	71,346	-	97,452	-
ISD	1,966	-	1,611	-
IBSSS	<u>720</u>	<u>-</u>	<u>678</u>	<u>-</u>
Total	\$1,037,207	\$454,799	\$1,039,727	\$457,926

¹ Includes UIHC.

² Includes UNI.

³ Includes ISD and IBSSS.

The Regent combined operating and endowment portfolios totaled nearly \$1.5 billion as of September 30, 2005, and as of December 31, 2005.

- **Operating Portfolios** – For the quarter ended (1) September 30, 2005, internally managed investments and external managers BlackRock and Wellington outperformed the benchmark; and (2) December 31, 2005, internally managed investments and BlackRock outperformed the benchmark, while Wellington equaled the benchmark. Details included in Attachment A.
- **Endowment Portfolios** – The combined endowment managers' returns for the quarter ended (1) September 30, 2005, were 4.1% for SUI and 4.3% for ISU, while the blended asset allocation benchmark posted returns of 3.1%; and (2) December 31, 2005, were 1.6% for SUI and 1.6% for ISU, while the blended asset allocation benchmark posted returns of 1.9%.

For the quarter ended (1) September 30, 2005, the SUI quasi-endowment returned –0.1%, which outperformed the benchmark of –0.7%; and (2) December 31, 2005, the SUI quasi-endowment returned 0.5%, which underperformed the benchmark of 0.6%.

Details of the endowment portfolios are included in Attachment B.

Internal audit compliance reports for operating investment purchases and holdings of ISU, UNI and IBSSS for the quarters ended September 30, 2005, and December 31, 2005, noted that investments were in compliance with respective Board and institutional investment policies.

Internal audit reported that operating and endowment fund activity for SUI's operating and endowment activities, ISU's endowment, and ISD's operating portfolio for the quarters ended June 30, 2005, and September 30, 2005, were in compliance with Board policies, except for one corporate bond that had been downgraded below investment grade. The December 31, 2005, compliance reports will be available at the next Investment Committee meeting.

The investment policy changes adopted during the September 2005 meeting regarding additional asset classes and investment instruments will not be fully implemented until the quarter ended June 30, 2006.

Endowment Fund Manager Performance Overview

September 30, 2005

<u>Inception</u>	<u>Fund Manager</u>	<u>Assets (thousands)</u>	<u>Net Return 9/30/05</u>	<u>Benchmark 9/30/05</u>	<u>Perf. Variance</u>
SUI					
3/31/04	Dodge and Cox	\$28,806	-0.2	-0.7	0.5
6/30/02	Reams	29,196	0.1	-0.7	0.8
3/31/05	Lotsoff Capital	51,114	5.6	3.6	2.0
3/31/05	Goldman Sachs	50,154	4.8	3.6	1.2
3/31/05	Artisan	18,944	6.2	6.3	-0.1
3/31/04	Grantham, Mayo	15,526	10.8	10.4	0.4
6/30/02	LSV	11,941	5.2	3.6	1.6
	Total	\$205,681			
SUI-Quasi					
3/31/04	Dodge and Cox	\$45,152	-0.2	-0.7	0.5
9/30/01	Reams	46,105	0.1	-0.7	0.8
	Total	\$91,257			
ISU					
3/31/04	Dodge and Cox	\$20,158	-0.2	-0.7	0.5
6/30/02	Reams	19,748	0.0	-0.7	0.7
3/31/05	Lotsoff Capital	39,764	5.6	3.6	2.0
3/31/05	Goldman Sachs	39,757	4.8	3.6	1.2
3/31/05	Artisan	17,110	6.5	6.3	0.2
3/31/04	Grantham, Mayo	12,378	10.8	10.4	0.4
6/30/02	LSV	8,946	5.8	3.6	2.2
	Total	\$157,861			

December 31, 2005

<u>Inception</u>	<u>Fund Manager</u>	<u>Assets (thousands)</u>	<u>Net Return 12/31/05</u>	<u>Benchmark 12/31/05</u>	<u>Perf. Variance</u>
SUI					
3/31/04	Dodge and Cox	\$28,966	0.6	0.6	0.0
6/30/02	Reams	29,320	0.4	0.6	-0.2
3/31/05	Lotsoff Capital	52,069	1.8	2.1	-0.3
3/31/05	Goldman Sachs	51,705	3.0	2.1	0.9
3/31/05	Artisan	16,090	-0.1	1.6	-1.7
3/31/04	Grantham, Mayo	16,267	4.8	4.1	0.7
6/30/02	LSV	11,898	-0.5	0.9	-1.4
	Total	\$206,315			
SUI-Quasi					
3/31/04	Dodge and Cox	\$45,403	0.6	0.6	0.0
9/30/01	Reams	45,126	0.4	0.6	-0.2
	Total	\$90,529			
ISU					
3/31/04	Dodge and Cox	\$20,269	0.6	0.6	0.0
6/30/02	Reams	19,801	0.2	0.6	-0.4
3/31/05	Lotsoff Capital	40,503	1.8	2.1	-0.3
3/31/05	Goldman Sachs	40,966	2.9	2.1	0.8
3/31/05	Artisan	17,119	-0.2	1.6	-1.8
3/31/04	Grantham, Mayo	13,558	4.8	4.1	0.7
6/30/02	LSV	8,866	-1.1	0.9	-2.0
	Total	\$161,082			

Dodge and Cox – fixed income manager
 Reams – market core fixed income
 Lotsoff Capital – large capitalization domestic equity
 Goldman Sachs – large capitalization domestic equity
 Artisan – small capitalization domestic equity
 Grantham, Mayo – international equity
 LSV – mid cap value domestic equity

OPERATING PORTFOLIOS

The primary goals for investment prudence of the operating portfolio include safety of principal, maintenance of liquidity to match expected liabilities, and a reasonable return. The operating portfolio is managed to ensure funds are available to support operational needs.

Comparative Statistics

	<u>Sep 2004</u>	<u>Sep 2005</u>	<u>Dec 2004</u>	<u>Dec 2005</u>
SUI	\$593,089	\$665,907	\$610,744	\$635,603
ISU	281,826	297,268	269,454	304,383
UNI	80,005	71,346	89,993	97,452
ISD	2,014	1,966	2,230	1,611
IBSSS	544	720	557	678
Total	\$957,478	\$1,037,207	\$972,978	\$1,039,727

Market Value (in thousands)

As of September 30, 2005

	<u>Internally Managed</u>		<u>Externally Managed</u>			<u>Total</u>
	<u>Unrestricted</u>	<u>Restricted</u>	<u>BlackRock</u>	<u>Wellington</u>	<u>Commonfund</u>	
SUI	\$180,820	\$137,311	\$173,664	\$174,112	N/I	\$665,907
ISU	161,013	64,332	71,923	N/I	N/I	297,268
UNI	30,711	21,311	19,324	N/I	N/I	71,346
ISD	1,713	6	247	N/I	N/I	1,966
IBSSS	720	N/I	N/I	N/I	N/I	720
Total	\$374,977	\$222,960	\$265,158	\$174,112	N/I	\$1,037,207

As of December 31, 2005

	<u>Internally Managed</u>		<u>Externally Managed</u>			<u>Total</u>
	<u>Unrestricted</u>	<u>Restricted</u>	<u>BlackRock</u>	<u>Wellington</u>	<u>Commonfund</u>	
SUI	\$154,431	\$131,017	\$174,905	\$175,250	N/I	\$635,603
ISU	131,608	79,992	72,624	N/I	\$20,159	304,383
UNI	44,089	33,913	19,450	N/I	N/I	97,452
ISD	1,351	11	249	N/I	N/I	1,611
IBSSS	678	N/I	N/I	N/I	N/I	678
Total	\$332,157	\$244,933	\$267,228	\$175,250	\$20,159	\$1,039,727

Quarterly Rates of Return

September 30, 2005

	<u>Unrestricted</u>					<u>Restricted</u>
	<u>Internal</u>	<u>BlackRock</u>	<u>Wellington</u>	<u>Commonfund</u>	<u>Combined</u>	<u>Internal</u>
SUI	0.83%	0.31%	0.34%	N/I	0.48%	0.58%
ISU	0.39%	0.31%	N/I	N/I	0.37%	0.56%
UNI	0.31%	0.34%	N/I	N/I	0.32%	0.27%
ISD	0.84%	0.31%	N/I	N/I	0.77%	0.81%
IBSSS	0.83%	N/I	N/I	N/I	0.83%	N/I

December 31, 2005

	<u>Unrestricted</u>					<u>Restricted</u>
	<u>Internal</u>	<u>BlackRock</u>	<u>Wellington</u>	<u>Commonfund</u>	<u>Combined</u>	<u>Internal</u>
SUI	0.99%	0.73%	0.67%	N/I	0.77%	0.86%
ISU	0.77%	0.72%	N/I	0.70%	0.75%	0.66%
UNI	0.90%	0.75%	N/I	N/I	0.85%	0.73%
ISD	0.99%	0.72%	N/I	N/I	0.76%	1.00%
IBSSS	0.96%	N/I	N/I	N/I	0.96%	N/I

N/I No investments of this type.

The comparable industry standard rate of return for the quarters ended September 30, 2005, and December 31, 2005, includes the Merrill Lynch 1-3 year Government/Corporate Index rate of 0.13%, and 0.67%, respectively.

Operating Investment Portfolios Summary
Unrestricted, Restricted, BlackRock, and Wellington

	<u>As of September 30, 2005</u>		<u>As of December 31, 2005</u>	
	<u>Market Value</u>	<u>Percent Market Value</u>	<u>Market Value</u>	<u>Percent Market Value</u>
University of Iowa				
Money Market / Cash Equivalents	\$236,420,853	35.5%	\$207,137,020	32.6%
U.S. Obligations	157,309,447	23.6%	138,661,694	21.8%
Agency Securities	109,990,557	16.5%	117,992,765	18.6%
Corporate Notes and Bonds	160,826,137	24.2%	171,050,944	26.9%
Municipals	<u>1,360,750</u>	<u>0.2%</u>	<u>760,633</u>	<u>0.1%</u>
Total	\$665,907,744	100.0%	\$635,603,056	100.0%
Iowa State University				
Money Market / Cash Equivalents	\$87,915,080	29.6%	\$46,363,352	15.2%
U.S. Obligations	69,417,951	23.3%	90,434,503	29.7%
Agency Securities	104,988,872	35.3%	118,201,348	38.9%
Corporate Notes and Bonds	34,476,631	11.6%	29,223,781	9.6%
Commonfund	0	0.0%	20,159,258	6.6%
Municipals	<u>469,048</u>	<u>0.2%</u>	<u>0</u>	<u>0.0%</u>
Total	\$297,267,582	100.0%	\$304,382,242	100.0%
University of Northern Iowa				
Money Market / Cash Equivalents	\$17,112,722	24.0%	\$16,455,599	16.9%
U.S. Obligations	17,161,918	24.1%	21,887,032	22.5%
Agency Securities	27,974,597	39.2%	51,559,214	52.9%
Corporate Notes and Bonds	9,017,300	12.6%	7,550,794	7.7%
Municipals	<u>78,998</u>	<u>0.1%</u>	<u>0</u>	<u>0.0%</u>
Total	\$71,345,535	100.0%	\$97,452,639	100.0%
Iowa School for the Deaf				
Money Market / Cash Equivalents	\$1,734,764	88.2%	\$1,368,269	84.9%
U.S. Obligations	66,901	3.4%	88,393	5.5%
Agency Securities	44,504	2.3%	54,294	3.4%
Corporate Notes and Bonds	118,255	6.0%	100,237	6.2%
Municipals	<u>1,608</u>	<u>0.1%</u>	<u>0</u>	<u>0.0%</u>
Total	\$1,966,032	100.0%	\$1,611,193	100.0%
Iowa Braille & Sight Saving School				
Money Market / Cash Equivalents	\$10,739	1.5%	\$17,431	2.6%
Repurchase Agreements	<u>709,713</u>	<u>98.5%</u>	<u>660,235</u>	<u>97.4%</u>
Total	\$720,452	100.0%	\$677,666	100.0%
Regent Composite				
Money Market / Cash Equivalents	\$343,194,158	33.1%	\$271,341,671	26.1%
U.S. Obligations	243,956,217	23.5%	251,071,622	24.1%
Agency Securities	242,998,530	23.4%	287,807,621	27.7%
Corporate Notes and Bonds	204,438,323	19.7%	207,925,756	20.0%
Municipals	1,910,404	0.2%	760,633	0.1%
Commonfund			20,159,258	1.9%
Repurchase Agreements	<u>709,713</u>	<u>0.1%</u>	<u>660,235</u>	<u>0.1%</u>
Total	\$1,037,207,345	100.0%	\$1,039,726,796	100.0%

**Operating Portfolios
Quarterly Rates of Return**

<i>Unrestricted Funds (Internal)</i>					
	<u>12/31/04</u>	<u>03/31/05</u>	<u>6/30/05</u>	<u>9/30/05</u>	<u>12/31/05</u>
University of Iowa	0.42%	0.52%	0.76%	0.83%	0.99%
Iowa State University	0.48%	0.08%	1.17%	0.39%	0.77%
University of Northern Iowa	0.27%	0.23%	1.00%	0.31%	0.90%
Iowa School for the Deaf	0.41%	0.41%	0.41%	0.84%	0.99%
Iowa Braille & Sight Saving School	0.47%	0.57%	0.70%	0.83%	0.96%
<i>BlackRock</i>					
	<u>12/31/04</u>	<u>03/31/05</u>	<u>6/30/05</u>	<u>9/30/05</u>	<u>12/31/05</u>
University of Iowa	0.25%	-0.04%	1.24%	0.31%	0.73%
Iowa State University	0.29%	-0.06%	1.26%	0.31%	0.72%
University of Northern Iowa	0.28%	0.03%	1.24%	0.34%	0.75%
Iowa School for the Deaf	0.29%	-0.06%	1.26%	0.31%	0.72%
Iowa Braille & Sight Saving School	N/I	N/I	N/I	N/I	N/I
<i>Wellington</i>					
	<u>12/31/04</u>	<u>03/31/05</u>	<u>6/30/05</u>	<u>9/30/05</u>	<u>12/31/05</u>
University of Iowa	0.52%	-0.11%	1.16%	0.34%	0.67%
<i>Commonfund</i>					
	<u>12/31/04</u>	<u>03/31/05</u>	<u>6/30/05</u>	<u>9/30/05</u>	<u>12/31/05</u>
Iowa State University	N/I	N/I	N/I	N/I	0.70%
<i>Combined Unrestricted Funds</i>					
	<u>12/31/04</u>	<u>03/31/05</u>	<u>6/30/05</u>	<u>9/30/05</u>	<u>12/31/05</u>
University of Iowa	0.39%	0.09%	1.10%	0.48%	0.77%
Iowa State University	0.41%	0.04%	1.20%	0.37%	0.75%
University of Northern Iowa	0.27%	0.16%	1.14%	0.32%	0.85%
Iowa School for the Deaf	0.40%	0.36%	0.50%	0.77%	0.76%
Iowa Braille & Sight Saving School	0.47%	0.57%	0.70%	0.83%	0.96%
<i>Restricted Funds (Internal)</i>					
	<u>12/31/04</u>	<u>03/31/05</u>	<u>6/30/05</u>	<u>9/30/05</u>	<u>12/31/05</u>
University of Iowa	0.19%	0.17%	0.88%	0.58%	0.86%
Iowa State University	0.06%	0.00%	0.94%	0.56%	0.66%
University of Northern Iowa	0.17%	-0.04%	0.99%	0.27%	0.73%
Iowa School for the Deaf	0.39%	0.34%	0.57%	0.81%	1.00%
Iowa Braille & Sight Saving School	N/I	N/I	N/I	N/I	N/I
<i>Benchmark: Merrill Lynch 1-3 year Government/Corporate Index</i>					
	<u>12/31/04</u>	<u>03/31/05</u>	<u>6/30/05</u>	<u>9/30/05</u>	<u>12/31/05</u>
	0.10%	-0.28%	1.23%	0.13%	0.67%

N/I = No investments of this type.

ENDOWMENT / QUASI-ENDOWMENT PORTFOLIOS

Comparative Statistics

	<u>Sep 2004</u>	<u>Sep 2005</u>	<u>Dec 2004</u>	<u>Dec 2005</u>
SUI ¹	\$279,955 ²	\$296,938 ²	\$291,711 ²	\$296,844 ²
ISU	116,205 ³	157,861 ³	125,342 ³	161,082 ³
UNI	-	-	-	-
ISD	-	-	-	-
IBSSS	-	-	-	-
Total	\$396,160	\$454,799	\$417,053	\$457,926

The Board modified the following asset allocation in September 2005 for implementation by June 30, 2006. Asset and manager allocations for the endowment portfolios were within the Board-established target ranges.

Endowment Portfolios
Asset Class Allocation Policy

	<u>Target Range</u>	<u>Range</u>
Domestic Stocks (US equities)	63%	+/-5%
Domestic Bonds (US fixed income)	30%	+/-5%
International Stocks (foreign equities)	7%	+/-3%

Endowment Portfolios
Manager Allocations

<u>Asset Class</u>	<u>Target</u>	<u>Allowable Range</u>	<u>Benchmark</u>
<u>U.S. Equities</u>	63%	58-68%	Wilshire 5000
Large Cap Core	24%	19-29%	S&P 500 Index
Large Cap Index	24%	19-29%	S&P 500 Index
Mid Cap Growth	10%	8-12%	Russell 2500 Growth
Small Cap Value	5%	3-7%	Russell 2500 Value
<u>U.S. Bonds</u>	30%	25-35%	
Core	30%	25-35%	Lehman Aggregate
<u>International Equities</u>	7%	4-10%	MSCI EAFE
Other*	0%	0-15%	

* Other asset classes to be added in the future.

Endowment Portfolios
Allocations Net of Fees

As of September 30, 2005				
MANAGER	University of Iowa		Iowa State University	
	Value (thousands)	Value (percent)	Value (thousands)	Value (percent)
<u>Domestic Stocks</u>				
Artisan	\$18,944	9.2%	\$17,110	10.8%
Goldman Sachs	50,154	24.4%	39,757	25.2%
Lotsoff Capital	51,114	24.9%	39,764	25.2%
LSV	11,941	5.8%	8,946	5.7%
Subtotal	\$132,153	64.3%	\$105,577	66.9%
<u>Domestic Bonds</u>				
Dodge and Cox	\$28,806	14.0%	\$20,158	12.8%
Reams	29,196	14.2%	19,748	12.5%
Subtotal	\$58,002	28.2%	\$39,906	25.3%
<u>International</u>				
Grantham, Mayo	\$15,526	7.5%	\$12,378	7.8%
Subtotal	\$15,526	7.5%	\$12,378	7.8%
Total Fund	\$205,681	100.0%	\$157,861	100.0%

Assets are shown as invested.

As of December 31, 2005				
MANAGER	University of Iowa		Iowa State University	
	Value (thousands)	Value (percent)	Value (thousands)	Value (percent)
<u>Domestic Stocks</u>				
Artisan	\$16,090	7.8%	\$17,119	10.7%
Goldman Sachs	51,705	25.1%	40,966	25.4%
Lotsoff Capital	52,069	25.2%	40,503	25.1%
LSV	11,898	5.8%	8,866	5.5%
Subtotal	\$131,762	63.9%	\$107,454	66.7%
<u>Domestic Bonds</u>				
Dodge and Cox	\$28,966	14.0%	\$20,269	12.6%
Reams	29,320	14.2%	19,801	12.3%
Subtotal	\$58,286	28.2%	\$40,070	24.9%
<u>International</u>				
Grantham, Mayo	\$16,267	7.9%	\$13,558	8.4%
Subtotal	\$16,267	7.9%	\$13,558	8.4%
Total Fund	\$206,315	100.0%	\$161,082	100.0%

Assets are shown as invested.

The quasi-endowment fund is 100% fixed income investments. There are no Board-established fund manager allocations target ranges for the quasi-endowment.

University of Iowa – Quasi-Endowment (100% Fixed Income)

As of September 30, 2005					
	Value	Value	Fees	Net Returns	
	(thousands)	(percent)	(thousands)	Quarter	One Year
Dodge and Cox	\$45,152	49.5%	\$51	-0.2%	2.6%
Reams	46,105	50.5%	34	0.1%	3.2%
Total Fund	\$91,257	100.0%	\$85		
100% Lehman Aggregate.				-0.7%	2.8%

As of December 31, 2005					
	Value	Value	Fees	Net Returns	
	(thousands)	(percent)	(thousands)	Quarter	One Year
Dodge and Cox	\$45,403	50.2%	\$51	0.6%	2.0%
Reams	45,126	49.8%	34	0.4%	2.5%
Total Fund	\$90,529	100.0%	\$85		
100% Lehman Aggregate.				0.6%	2.4%

**Endowment Portfolios
Performance Net of Fees**

	<u>As of September 30, 2005</u>			<u>As of December 31, 2005</u>		
	<u>Assets</u>	<u>Net Returns</u>		<u>Assets</u>	<u>Net Returns</u>	
	<u>(thousands)</u>	<u>Quarter</u>	<u>One Year</u>	<u>(thousands)</u>	<u>Quarter</u>	<u>One Year</u>
SUI	\$205,681	4.1%	13.1%	\$206,315	1.6%	6.4%
ISU	157,861	4.3%	13.8%	161,082	1.6%	6.7%
Asset Allocation Benchmark*		3.1%	11.9%		1.9%	5.7%
SUI Quasi-Endowment	<u>91,257</u>	-0.1%	2.8%	<u>90,529</u>	0.5%	2.3%
Fixed Income Benchmark **		-0.7%	2.8%		0.6%	2.4%
Total	\$454,799			\$457,926		

* 63% Wilshire 5000, 30% Lehman Aggregate, 7% MSCI EAFE (N).

** 100% Lehman Aggregate.

<i>University of Iowa Endowment</i>	<u>Mar 2005</u>	<u>Jun 2005</u>	<u>Sep 2005</u>	<u>Dec 2005</u>
Assets - Qtr.	\$197.0 million	\$200.0 million	\$205.7 million	\$206.3 million
Gains/Losses - Qtr.	-\$1.9 million	\$4.6 million	\$8.5 million	\$3.5 million
Fees/Distributions - Qtr.	\$175,000	\$1.9 million	\$3.1 million	\$3.1 million
Contributions - Qtr.	\$246,000	\$248,000	\$302,000	\$249,000
Returns - Quarter	-0.9%	2.2%	4.1%	1.6%
Benchmark - Quarter	-1.6%	2.3%	3.1%	1.9%
Returns - Year	6.4%	8.8%	13.1%	6.4%
Benchmark - Year	6.0%	8.3%	11.9%	5.7%

<i>University of Iowa Quasi-Endowment</i>	<u>Mar 2005</u>	<u>Jun 2005</u>	<u>Sep 2005</u>	<u>Dec 2005</u>
Assets - Quarter	\$91.5 million	\$92.5 million	\$91.3 million	\$90.5 million
Gains/Losses - Qtr.	-\$590,000	\$2.3 million	-\$20,000	\$452,000
Fees/Distributions - Qtr.	\$785,000	\$1.4 million	\$1.3 million	\$1.3 million
Contributions - Qtr.	\$86,000	\$87,000	\$51,000	\$85,000
Returns - Quarter	-0.7%	2.5%	-0.1%	0.5%
Benchmark - Quarter	-0.5%	3.0%	-0.7%	0.6%
Returns - Year	1.0%	6.0%	2.8%	2.3%
Benchmark - Year	1.2%	6.8%	2.8%	2.4%

<i>Iowa State University Endowment</i>	<u>Mar 2005</u>	<u>Jun 2005</u>	<u>Sep 2005</u>	<u>Dec 2005</u>
Assets - Qtr.	\$150.6 million	\$151.3 million	\$157.9 million	\$161.1 million
Gains/Losses - Qtr.	-\$2.4 million	\$3.7 million	\$6.7 million	\$2.6 million
Fees/Distributions - Qtr.	\$4.3 million	\$165,000	\$424,000	\$202,000
Contributions - Qtr.	\$31.9 million	-\$2.8 million	\$224,000	\$791,000
Returns - Quarter	-0.6%	2.4%	4.3%	1.6%
Benchmark - Quarter	-1.6%	2.3%	3.1%	1.9%
Returns - Year	6.8%	9.3%	13.8%	6.7%
Benchmark - Year	6.0%	8.3%	11.9%	5.7%

Endowment / Quasi-Endowment Portfolios

Market Value - Accrual Basis

(In thousands)

As of September 30, 2005

Portfolio Manager	Endowment Market Value	Quasi-Endowment Market Value	Total Market Value	Percent of Total
Dodge and Cox				
SUI	\$28,806	\$45,152	\$73,958	
ISU	<u>20,158</u>	<u>-</u>	<u>20,158</u>	
Total	\$48,964	\$45,152	\$94,116	20.7%
Reams Asset Mgmt.				
SUI	\$29,196	\$46,105	\$75,301	
ISU	<u>19,748</u>	<u>-</u>	<u>19,748</u>	
Total	\$48,944	\$46,105	\$95,049	20.9%
Lotsoff Capital				
SUI	\$51,114	-	\$51,114	
ISU	<u>39,764</u>	<u>-</u>	<u>39,764</u>	
Total	\$90,878	-	\$90,878	20.0%
Goldman Sachs				
SUI	\$50,154	-	\$50,154	
ISU	<u>39,757</u>	<u>-</u>	<u>39,757</u>	
Total	\$89,911	-	\$89,911	19.8%
Artisan				
SUI	\$18,944	-	\$18,944	
ISU	<u>17,110</u>	<u>-</u>	<u>17,110</u>	
Total	\$36,054	-	\$36,054	7.9%
Grantham, Mayo				
SUI	\$15,526	-	\$15,526	
ISU	<u>12,378</u>	<u>-</u>	<u>12,378</u>	
Total	\$27,904	-	\$27,904	6.1%
LSV				
SUI	\$11,941	-	\$11,941	
ISU	<u>8,946</u>	<u>-</u>	<u>8,946</u>	
Total	\$20,887	-	\$20,887	4.6%
TOTAL				
SUI	\$205,681	\$91,257	\$296,938	
ISU	<u>157,861</u>	<u>-</u>	<u>157,861</u>	
Total	\$363,542	\$91,257	\$454,799	100.0%

Principal Demutualization Funds

(In thousands)

As of September 30, 2005

University of Iowa	\$47,989
Iowa State University	26,774
University of Northern Iowa	7,750
Iowa School for the Deaf	321
Iowa Braille and Sight Saving School	185
Board Office	<u>54</u>
Total	\$83,073

Endowment / Quasi-Endowment Portfolios

Market Value - Accrual Basis
(In thousands)
As of December 31, 2005

<u>Portfolio Manager</u>	<u>Endowment Market Value</u>	<u>Quasi-Endowment Market Value</u>	<u>Total Market Value</u>	<u>Percent of Total</u>
Dodge and Cox				
SUI	\$28,966	\$45,403	\$74,369	
ISU	<u>20,269</u>	<u>-</u>	<u>20,269</u>	
Total	\$49,235	\$45,403	\$94,638	20.7%
Reams Asset Mgmt.				
SUI	\$29,320	\$45,126	\$74,446	
ISU	<u>19,801</u>	<u>-</u>	<u>19,801</u>	
Total	\$49,121	\$45,126	\$94,247	20.6%
Lotsoff Capital				
SUI	\$52,069	-	\$52,069	
ISU	<u>40,503</u>	<u>-</u>	<u>40,503</u>	
Total	\$92,572	-	\$92,572	20.2%
Goldman Sachs				
SUI	\$51,705	-	\$51,705	
ISU	<u>40,966</u>	<u>-</u>	<u>40,966</u>	
Total	\$92,671	-	\$92,671	20.2%
Artisan				
SUI	\$16,090	-	\$16,090	
ISU	<u>17,119</u>	<u>-</u>	<u>17,119</u>	
Total	\$33,209	-	\$33,209	7.3%
Grantham, Mayo				
SUI	\$16,267	-	\$16,267	
ISU	<u>13,558</u>	<u>-</u>	<u>13,558</u>	
Total	\$29,825	-	\$29,825	6.5%
LSV				
SUI	\$11,898	-	\$11,898	
ISU	<u>8,866</u>	<u>-</u>	<u>8,866</u>	
Total	\$20,764	-	\$20,764	4.5%
TOTAL				
SUI	\$206,315	\$90,529	\$296,844	
ISU	<u>161,082</u>	<u>-</u>	<u>161,082</u>	
Total	\$367,397	\$90,529	\$457,926	100.0%

Principal Demutualization Funds

(In thousands)
As of December 31, 2005

University of Iowa	\$48,080
Iowa State University	26,898
University of Northern Iowa	7,755
Iowa School for the Deaf	325
Iowa Braille and Sight Saving School	188
Board Office	<u>54</u>
Total	\$83,300