

Contact: Andrea Anania

INVESTMENT AND CASH MANAGEMENT REPORT
FOR THE QUARTER ENDED MARCH 31, 2009

Recommended Action: Receive the Investment and Cash Management Report for the quarter ended March 31, 2009.

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

Institutional Investment Portfolios
Market Value
(in thousands)
As of March 31, 2008, and March 31, 2009

	<u>Operating</u>		<u>Endowment/ Quasi-Endowment</u>	
	<u>Mar 2008</u>	<u>Mar 2009</u>	<u>Mar 2008</u>	<u>Mar 2009</u>
University of Iowa ¹	\$865,522	\$923,314	\$340,107 ²	\$249,407 ²
Iowa State University	369,388	375,864	164,607 ³	106,920 ³
University of Northern Iowa	115,168	132,137	-	-
Iowa School for the Deaf	1,900	2,078	-	-
Iowa Braille & Sight Saving School	1,211	1,239	-	-
Total	\$1,353,189	\$1,434,632	\$504,714	\$356,327

¹ Includes UIHC.

² Includes UNI.

³ Includes ISD and IBSSS.

As of March 31, 2009, the Regent combined operating and endowment portfolios totaled nearly \$1.8 billion.

OPERATING

The Merrill Lynch 1-3 year Government/Corporate Index rate for the quarter was 0.39%. BlackRock, Wellington, Vanguard, Commonfund, and internal unrestricted returns for SUI and ISU all outperformed the benchmark, while all other returns underperformed the benchmark.

ENDOWMENT

The combined endowment managers' returns for the quarter ended March 31, 2009, were -7.2% for SUI and -7.0% for ISU; both outperformed the blended asset allocation benchmark of -7.8%. The SUI quasi-endowment returned -1.1% for the quarter, which underperformed the benchmark of 0.1%. Endowment and quasi-endowment fund manager performance overviews may be found in the Wilshire Consulting Executive Summary of Investment Performance report.

Background and Analysis: The Board: (1) delegates authority for monitoring institutional investment activities and recommending investment policy to its Investment Committee; (2) delegates management and oversight authority for investment activities to the vice presidents for finance at each institution; and (3) appoints the treasurers for each institution, who are delegated authority by the vice presidents for finance, to manage investment and treasury activities within the policies defined by the Board of Regents and by the individual institutions.

The Board's objective is to preserve principal, ensure liquidity sufficient for anticipated needs, and maintain purchasing power of investable assets while obtaining a reasonable return for a prudent level of risk. The institutions, and any designated investment advisor or investment manager, shall exercise the judgment and care which persons of prudence, discretion and intelligence exercise in accordance with applicable state law.

The Board of Regents employs an investment advisor and money managers to guide its policy of active, diversified investment management. Wilshire Consulting has been the investment advisor to the Board and Regent institutions since May 1996. Wilshire assists with the evaluation of the Board's investment policies and provides quarterly endowment portfolio summary reports.

The Board authorized the following fund managers (See page 7 for values):

<u>MANAGER</u>	<u>TYPE</u>	<u>AUTHORIZED</u>
BlackRock	Short-Term Fixed Income Manager	February 1996
Commonfund	Short-Term Fixed Income Manager	September 2005
Commonfund Capital International Partners VI, L.P. (CF Int'l Partners VI)	International Private Equity Manager	March 2007
Commonfund Capital Private Equity Partners VII, L.P. (CF Private Equity VII)	Domestic Private Equity Manager	March 2007
Commonfund Capital Venture Partners VIII, L.P. (CF Venture Capital VIII)	Primarily Domestic Venture Capital Manager	March 2007
Commonfund Capital Natural Resources Partners VIII, L.P. (CF NR Partners VIII)	Diversified Real Assets and Natural Resources Fund	September 2008
Delaware Investments	Small Cap Core Domestic Fund Manager	December 2008
Dodge & Cox	Fixed Income Fund Manager	February 2004
Grantham, Mayo, Van Otterloo & Co. (GMO Foreign Fund)	International Equity Fund Manager	February 2004
Neuberger Berman*	Private Equity Fund Manager	November 2005
Lotsoff Capital Management	Large Cap Core Domestic Equity Fund	September 2004
Post Advisory (subsidiary of Iowa's Principal Financial Group)	High-Yield Bonds Fund Manager	November 2005
Principal Financial Group (based in Iowa)	Real Estate Fund Manager	November 2005
Reams Asset Management	Fixed Income Fund Manager SUI Quasi Endowment Institutional Endowments	July 2001 January 2002
State Street Global Advisors	International Equity Index Fund Manager	April 2009
Vanguard Index Funds	Large Cap S&P 500 Index Fund	February 2008
Wellington Management Company	Short-Term Fixed Income Manager	March 2003

*Following an employee-led buyout in May 2009, Neuberger Berman is majority-owned by employees with the previous owner, Lehman Brothers Holdings Inc., retaining the remainder.

At its April 2009 meeting, the Board added State Street Global Advisors as an International Equity Index fund manager.

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 to be managed to ensure funds are available to support operational needs.

**Market Value
(in thousands)
As of March 31, 2009**

	<u>Restricted</u>		<u>Unrestricted</u>				<u>Total</u>
	<u>Internal</u>	<u>Internal</u>	<u>BlackRock</u>	<u>Wellington</u>	<u>Vanguard</u>	<u>Commonfund</u>	
SUI	\$184,836	\$390,024	\$133,118	\$126,936	\$60,675	\$27,725	\$923,314
ISU	98,493	234,344	N/I	N/I	N/I	43,027	375,864
UNI	35,697	85,184	N/I	N/I	N/I	11,256	132,137
ISD	13	2,065	N/I	N/I	N/I	N/I	2,078
IBSSS	N/I	1,239	N/I	N/I	N/I	N/I	1,239
Total	\$319,039	\$712,856	\$133,118	\$126,936	\$60,675	\$82,008	\$1,434,632

N/I = No investments of this type.

Investments in Vanguard began on March 1, 2009.

Total rate of return measures all income and market valuation changes in the portfolios during the period. Rates of return for the quarter are provided in the following table.

**Quarterly Rates of Return
For the Quarter Ended March 31, 2009**

	<u>Restricted</u>		<u>Unrestricted</u>				<u>Total</u>
	<u>Internal</u>	<u>Internal</u>	<u>BlackRock</u>	<u>Wellington</u>	<u>Vanguard</u>	<u>Commonfund</u>	
SUI	0.15%	0.47%	1.67%	0.47%	2.26%	0.40%	0.77%
ISU	0.02%	0.41%	N/I	N/I	N/I	0.40%	0.41%
UNI	-0.01%	0.22%	N/I	N/I	N/I	0.40%	0.24%
ISD	0.06%	0.06%	N/I	N/I	N/I	N/I	0.06%
IBSSS	N/I	0.23%	N/I	N/I	N/I	N/I	0.23%

N/I = No investments of this type.

The comparable industry standard rate of return for the quarter ended March 31, 2009, includes the Merrill Lynch 1-3 year Government/Corporate Index rate of 0.39%. BlackRock, Wellington, Vanguard, Commonfund, and internal unrestricted returns for SUI and ISU all outperformed the benchmark, while all other returns underperformed the benchmark.

Operating Investment Summary
Unrestricted, Restricted, BlackRock, Wellington, and Commonfund
(in thousands)
As of March 31, 2009

	<u>Market Value</u>	<u>Percent Market Value</u>
University of Iowa		
Money Market / Cash Equivalents	\$532,072	57.6%
Agency Securities	99,023	10.7%
U.S. Obligations	77,593	8.4%
Commonfund	27,725	3.0%
Vanguard Diversified Pool	60,675	6.6%
Asset Backed	59,703	6.5%
Corporate Notes and Bonds	46,572	5.0%
Mortgage Backed	18,935	2.1%
Municipals	<u>1,016</u>	<u>0.1%</u>
Total	\$923,314	100.0%
Iowa State University		
Money Market / Cash Equivalents	\$169,698	45.1%
Agency Securities	112,252	29.9%
U.S. Obligations	50,887	13.5%
Commonfund	<u>43,027</u>	<u>11.5%</u>
Total	\$375,864	100.0%
University of Northern Iowa		
Money Market / Cash Equivalents	\$57,478	43.5%
Agency Securities	43,622	33.0%
U.S. Obligations	19,781	15.0%
Commonfund	<u>11,256</u>	<u>8.5%</u>
Total	\$132,137	100.0%
Iowa School for the Deaf		
Money Market / Cash Equivalents	\$2,078	100.0%
Iowa Braille & Sight Saving School		
Money Market / Cash Equivalents	\$24	1.9%
Repurchase Agreements	<u>1,215</u>	<u>98.1%</u>
Total	\$1,239	100.0%
Regent Composite		
Money Market / Cash Equivalents	\$761,350	53.0%
Agency Securities	254,897	17.8%
U.S. Obligations	148,261	10.3%
Commonfund	82,008	5.7%
Vanguard Diversified Pool	60,675	4.2%
Asset Backed	59,703	4.2%
Corporate Notes and Bonds	46,572	3.3%
Mortgage Backed	18,935	1.3%
Municipals	1,016	0.1%
Repurchase Agreements	<u>1,215</u>	<u>0.1%</u>
Total	\$1,434,632	100.0%

ENDOWMENT PORTFOLIOS

Two primary endowment portfolios are maintained – the University of Iowa and Iowa State University. The University of Northern Iowa endowment portfolio is invested through the University of Iowa. The Iowa School for the Deaf and the Iowa Braille and Sight Saving School endowment portfolios are invested through Iowa State University.

The Board’s investment policy defines endowment funds as primarily donor gifts and other funds received for specific purposes. The purpose of endowment funds is to provide: (1) intergenerational equity of income in perpetuity; and (2) a stable income sufficient to meet the reasonable spending needs of the component endowments by keeping pace with inflation and not degrading the real value of the corpus over time.

**Endowment Asset Class Allocation Policy*
As of March 31, 2009**

	<u>Target</u>	<u>Range</u>
Public Equity	50%	+/-5%
Fixed Income	30%	+/-5%
Real Assets	10%	+/-5%
Private Equity	<u>10%</u>	+5/-10%
	100%	

**Endowment Manager Allocations*
As of March 31, 2009**

<u>Asset Class</u>	<u>Target</u>	<u>Allowable Range</u>	<u>Benchmark</u>
<u>Public Equity</u>	<u>50%</u>	45-55%	<i>(Public equity is not measured on a combined basis)</i>
US Equity	25%	20-30%	Wilshire 5000
Non US Equity	25%	20-30%	MSCI EAFE (N)
<u>Fixed Income</u>	<u>30%</u>	25-35%	Barclays Aggregate <i>(formerly Lehman Aggregate)</i>
Core Fixed Income	25%	20-30%	Barclays Aggregate <i>(formerly Lehman Aggregate)</i>
High Yield Fixed Income	5%	0-10%	Merrill Lynch HY Master II
<u>Real Assets</u>	<u>10%</u>	5-15%	US CPI + 5% Annually
Public	0%	N/A	N/A
Private	10%	5-15%	NACREIF Property Index <i>(for private real estate)</i> US CPI + 5% Annually <i>(for other private real assets)</i>
<u>Private Equity</u>	<u>10%</u>	0-15%	Wilshire 5000

*Approved at the September 2008 meeting; revised at the December 2008 meeting. A transition period is expected as assets are reallocated to this new plan.

**Endowment Allocations
Net of Fees
As of March 31, 2009**

MANAGER	University of Iowa			Iowa State University		
	Value (thousands)	Value (percent)	Fees (thousands)	Value (thousands)	Value (percent)	Fees (thousands)
<u>Public Equity</u>						
<u>US Equity</u>						
Delaware Investments	\$12,570	7.4%	*	\$9,586	9.0%	*
Lotsoff Capital	27,805	16.3%	\$27	15,970	14.9%	\$14
Vanguard	29,110	17.1%	5	17,324	16.2%	3
Subtotal	\$69,485	40.8%	\$32	\$42,880	40.1%	\$17
<u>Non US Equity</u>						
GMO Foreign Fund	\$22,859	13.4%	\$43	\$13,009	12.2%	\$24
<u>Fixed Income</u>						
Dodge & Cox	\$24,283	14.3%	\$27	\$15,171	14.2%	\$17
Reams Asset Management	26,294	15.5%	17	16,978	15.9%	13
Post Advisory	10,764	6.3%	16	7,689	7.2%	12
Subtotal	\$61,341	36.1%	\$60	\$39,838	37.3%	\$42
<u>Real Assets</u>						
Principal Group	\$12,646	7.4%	\$43	\$8,797	8.2%	\$30
CF NR Partners VIII*	141	0.1%	*	94	0.1%	*
Subtotal	\$12,787	7.5%	\$43	\$8,891	8.3%	\$30
<u>Private Equity</u>						
Neuberger Berman	\$3,106	1.9%	*	\$1,941	1.8%	*
CF Int'l Partners VI*	173	0.1%	*	116	0.1%	*
CF Private Equity VII*	221	0.1%	*	147	0.1%	*
CF Venture Capital VIII*	163	0.1%	*	98	0.1%	*
Subtotal	\$3,663	2.2%	*	\$2,302	2.1%	*
Total Fund	\$170,135	100.0%	\$178	\$106,920	100.0%	\$113

* No fees were reported.

**Endowment Performance
Net of Fees
As of March 31, 2009**

	Assets (thousands)	Net Returns	
		Quarter	One Year
SUI	\$170,135	-7.2%	-28.7%
ISU	106,920	-7.0%	-28.0%
Asset Allocation Benchmark*		-7.8%	-26.8%
SUI Quasi-Endowment	79,272	-1.1%	-5.8%
Fixed Income Benchmark **		0.1%	3.1%
Total	\$356,327		

* 50% Wilshire 5000; 30% Barclays Aggregate; 15% MSCI EAFE (N); 5% NCREIF Property Index Lagged.

** 100% Barclays Aggregate.

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 March 31, 2009**

	Value (thousands)	Value (percent)	Fees (thousands)	Net Returns	
				Quarter	Year
Dodge & Cox	\$38,306	48.3%	\$43	0.3%	-0.6%
Reams	40,966	51.7%	27	-2.6%	-10.8%
Total Fund	\$79,272	100.0%	\$70		
Fixed Income Benchmark **				0.1%	3.1%

**100% Barclays Aggregate.

Endowment / Quasi-Endowment Portfolios
Market Value - Accrual Basis
(in thousands)
As of March 31, 2009

Portfolio Manager	Endowment Market Value	Quasi-Endowment Market Value	Total Market Value	Percent of Total
Reams Asset Management				
SUI	\$26,294	\$40,966	\$67,260	
ISU	<u>16,978</u>	<u>-</u>	<u>16,978</u>	
Total	\$43,272	\$40,966	\$84,238	23.6%
Dodge & Cox				
SUI	\$24,283	\$38,306	\$62,589	
ISU	<u>15,171</u>	<u>-</u>	<u>15,171</u>	
Total	\$39,454	\$38,306	\$77,760	21.8%
Vanguard				
SUI	\$29,110	-	\$29,110	
ISU	<u>17,324</u>	<u>-</u>	<u>17,324</u>	
Total	\$46,434	-	\$46,434	13.0%
Lotsoff Capital Management				
SUI	\$27,805	-	\$27,805	
ISU	<u>15,970</u>	<u>-</u>	<u>15,970</u>	
Total	\$43,775	-	\$43,775	12.3%
GMO Foreign Fund				
SUI	\$22,859	-	\$22,859	
ISU	<u>13,009</u>	<u>-</u>	<u>13,009</u>	
Total	\$35,868	-	\$35,868	10.1%
Delaware Investments				
SUI	\$12,570	-	\$12,570	
ISU	<u>9,586</u>	<u>-</u>	<u>9,586</u>	
Total	\$22,156	-	\$22,156	6.2%
Principal Group				
SUI	\$12,646	-	\$12,646	
ISU	<u>8,797</u>	<u>-</u>	<u>8,797</u>	
Total	\$21,443	-	\$21,443	6.0%
Post Advisory				
SUI	\$10,764	-	\$10,764	
ISU	<u>7,689</u>	<u>-</u>	<u>7,689</u>	
Total	\$18,453	-	\$18,453	5.2%
Neuberger Berman				
SUI	\$3,106	-	\$3,106	
ISU	<u>1,941</u>	<u>-</u>	<u>1,941</u>	
Total	\$5,047	-	\$5,047	1.4%
CF Private Equity VII				
SUI	\$221	-	\$221	
ISU	<u>147</u>	<u>-</u>	<u>147</u>	
Total	\$368	-	\$368	0.1%
CF Int'l Partners VI				
SUI	\$173	-	\$173	
ISU	<u>116</u>	<u>-</u>	<u>116</u>	
Total	\$289	-	\$289	0.1%
CF Venture Capital VIII				
SUI	\$163	-	\$163	
ISU	<u>98</u>	<u>-</u>	<u>98</u>	
Total	\$261	-	\$261	0.1%
CF NR Partners VIII				
SUI	\$141	-	\$141	
ISU	<u>94</u>	<u>-</u>	<u>94</u>	
Total	\$235	-	\$235	0.1%
TOTAL				
SUI	\$170,135	\$79,272	\$249,407	
ISU	<u>106,920</u>	<u>-</u>	<u>106,920</u>	
Total	\$277,055	\$79,272	\$356,327	100.0%

PRINCIPAL DEMUTUALIZATION FUNDS

In November 2001, the Board established an endowment with proceeds from the demutualization of Principal Mutual Holding Company for the benefit of employees and the institutions. The balances of the proceeds are reported on a quarterly basis.

**Market Value
(in thousands)
As of March 31, 2009**

University of Iowa	\$31,013
Iowa State University	17,742
University of Northern Iowa	5,107
Iowa School for the Deaf	219
Iowa Braille and Sight Saving School	118
Board Office	<u>35</u>
Total	\$54,234



Board of Regents, State of Iowa

Wilshire Consulting

***Board of Regents, State of Iowa
Executive Summary of Investment Performance
Quarter Ending March 31, 2009***



210 Sixth Avenue, Suite 3720

Pittsburgh, PA 15222

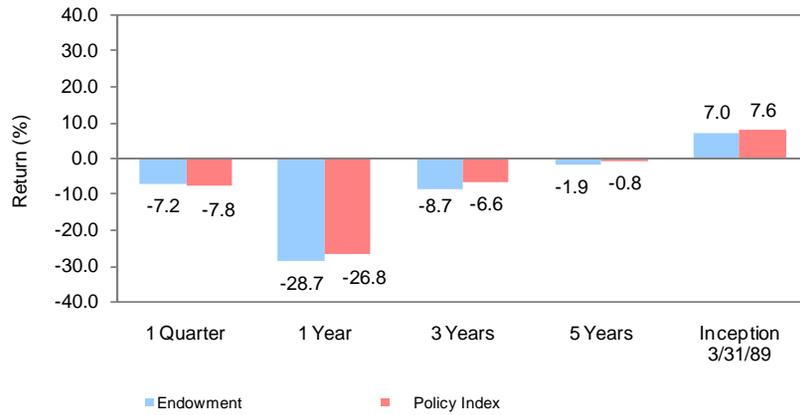
T: 412-434-1580 F: 412-434-1584

Total Endowment Fund Results

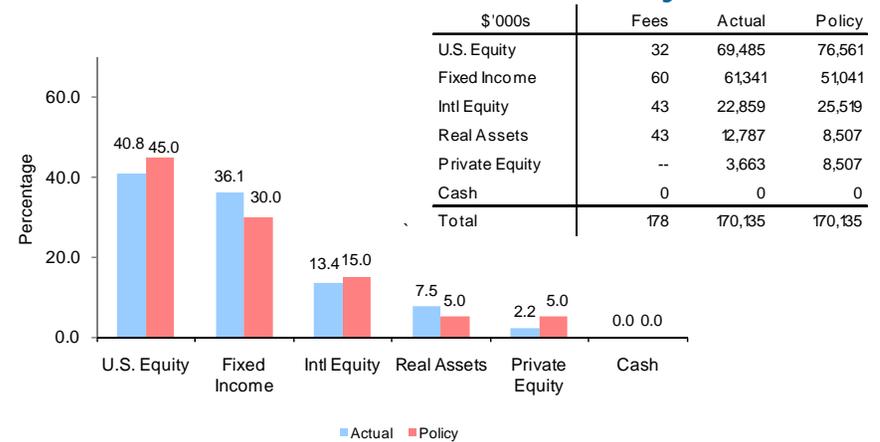
University of Iowa



Investment Performance



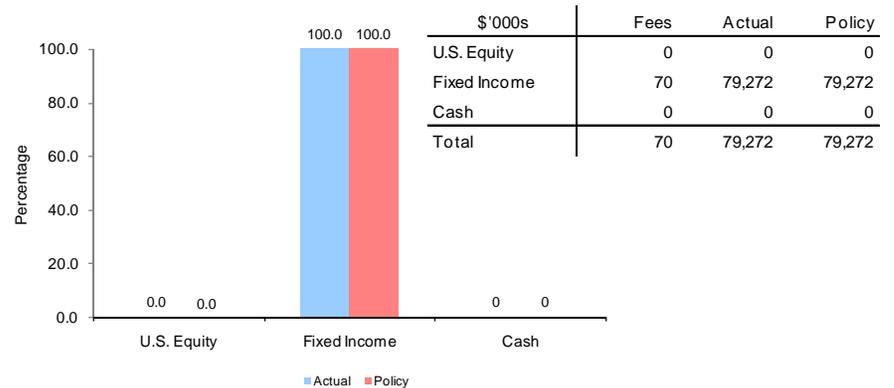
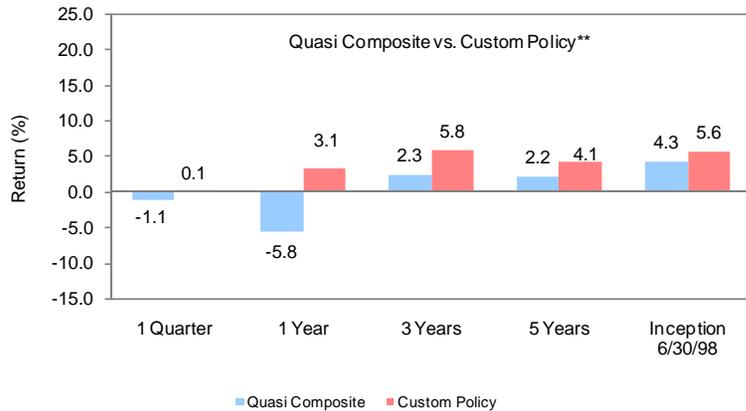
Asset Allocation vs. Policy



	\$'000s	Fees	Actual	Policy
U.S. Equity	32		69,485	76,561
Fixed Income	60		61,341	51,041
Intl Equity	43		22,859	25,519
Real Assets	43		12,787	8,507
Private Equity	--		3,663	8,507
Cash	0		0	0
Total		178	170,135	170,135

Total Quasi-Endowment Fund Results

University of Iowa



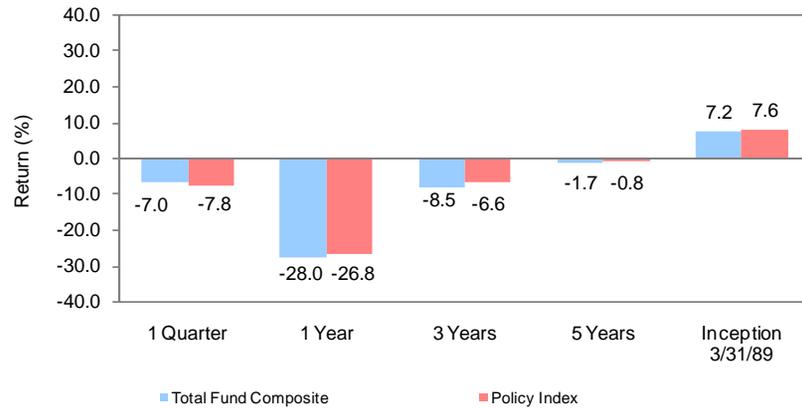
	\$'000s	Fees	Actual	Policy
U.S. Equity	0		0	0
Fixed Income	70		79,272	79,272
Cash	0		0	0
Total		70	79,272	79,272

(Periods Ending March 31, 2009)

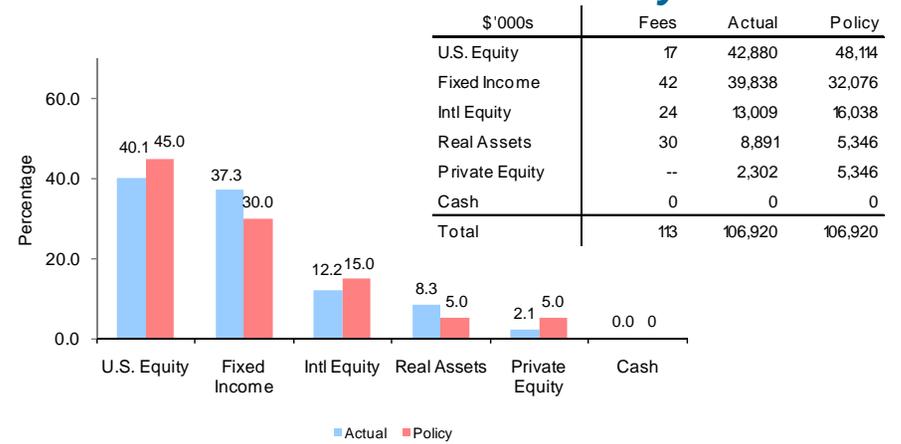
Note: At the direction of the Board of Regents, slight adjustments have been made to composite market values to account for rounding.

Total Endowment Fund Results

Investment Performance



Asset Allocation vs. Policy



	\$'000s	Fees	Actual	Policy
U.S. Equity		17	42,880	48,114
Fixed Income		42	39,838	32,076
Intl Equity		24	13,009	16,038
Real Assets		30	8,891	5,346
Private Equity		--	2,302	5,346
Cash		0	0	0
Total		113	106,920	106,920

(Periods Ending March 31, 2009)

Note: At the direction of the Board of Regents, slight adjustments have been made to composite market values to account for rounding.

Endowment Fund Manager Performance Overview

University of Iowa

Inception	Asset Class / Manager	Assets (thousands)	Net Return 1 Quarter	Benchmark 1 Quarter	Variance (bps) 1 Quarter	Net Return 1 Year	Benchmark 1 Year	Variance (bps) 1 Year	Net Return 5 Years	Benchmark 5 Years	Variance (bps) 5 Years
	Domestic Equity	\$69,485	-10.2%	-10.6%	39	-39.3%	-38.0%	-129	-5.8%	-4.4%	-141
3/31/2005	Lotsoff Large Cap Equity	\$27,805	-8.5%	-11.0%	247	-40.2%	-38.1%	-214	--	--	--
6/30/2002	LSV Small/Mid Cap Value	--	--	--	--	--	--	--	--	--	--
3/31/2005	Artisan Small Cap Growth	--	--	--	--	--	--	--	--	--	--
3/31/2008	Vanguard S&P 500 Index	\$29,110	-11.0%	-11.0%	3	-38.0%	-38.1%	7	--	--	--
	Delaware Small Cap Core	\$12,570	--	--	--	--	--	--	--	--	--
	International Equity	\$22,859	-16.9%	-13.9%	-297	-44.8%	-46.5%	169	-1.5%	-2.2%	64
3/31/2004	GMO Foreign Fund	\$22,859	-16.9%	-13.9%	-297	-44.8%	-46.5%	169	-1.5%	-2.2%	64
	Fixed Income	\$61,341	0.4%	0.1%	24	-7.3%	3.1%	-1,040	1.6%	4.1%	-253
3/31/2004	Dodge & Cox Income Fund	\$24,283	0.3%	0.1%	14	-0.6%	3.1%	-373	2.7%	4.1%	-142
9/30/2002	Reams Core Fixed Income	\$26,294	-2.7%	0.1%	-278	-11.0%	3.1%	-1,415	1.4%	4.1%	-276
3/31/2006	Post Traditional High Yield	\$10,764	8.6%	5.0%	354	-13.9%	-20.3%	634	--	--	--
	Real Assets	\$12,787	-11.6%	-8.3%	-327	-15.8%	-6.5%	-933	--	--	--
3/31/2006	Principal Enhanced Property	\$12,646	-11.5%	-8.3%	-323	-15.8%	-6.5%	-933	--	--	--
9/30/2006	CF Natural Resource Partners VIII	\$141	-14.3%	-8.3%	-602	--	--	--	--	--	--
	Private Equity	\$3,663	-1.1%	-10.6%	948	-17.7%	-38.0%	2,029	--	--	--
12/31/2006	Neuberger Berman Crossroads XVIII ¹	\$3,106	0.0%	-10.6%	1,056	-20.0%	-38.0%	1,792	--	--	--
3/31/2007	CF Int'l Partners VI	\$173	-10.8%	-10.6%	-24	-14.8%	-38.0%	2,317	--	--	--
3/31/2007	CF Private Equity VII	\$221	-3.5%	-10.6%	706	13.4%	-38.0%	5,135	--	--	--
6/30/2007	CF Venture Partners VIII	\$163	-6.4%	-10.6%	420	68.7%	-38.0%	10,670	--	--	--
	Total Endowment	\$170,135	-7.2%	-7.8%	55	-28.7%	-26.8%	-187	-1.9%	-0.8%	-113

Iowa State University

Inception	Asset Class / Manager	Assets (thousands)	Net Return 1 Quarter	Benchmark 1 Quarter	Variance (bps) 1 Quarter	Net Return 1 Year	Benchmark 1 Year	Variance (bps) 1 Year	Net Return 5 Years	Benchmark 5 Years	Variance (bps) 5 Years
	Domestic Equity	\$42,880	-10.3%	-10.6%	26	-39.2%	-38.0%	-119	-5.9%	-4.4%	-158
3/31/2005	Lotsoff Large Cap Equity	\$15,970	-8.6%	-11.0%	241	-40.0%	-38.1%	-189	--	--	--
6/30/2002	LSV Small/Mid Cap Value	--	--	--	--	--	--	--	--	--	--
3/31/2005	Artisan Small Cap Growth	--	--	--	--	--	--	--	--	--	--
3/31/2008	Vanguard S&P 500 Index	\$17,324	-11.0%	-11.0%	3	-38.0%	-38.1%	6	--	--	--
	Delaware Small Cap Core	\$9,586	--	--	--	--	--	--	--	--	--
	International Equity	\$13,009	-16.9%	-13.9%	-297	-44.9%	-46.5%	164	-1.6%	-2.2%	61
3/31/2004	GMO Foreign Fund	\$13,009	-16.9%	-13.9%	-297	-44.9%	-46.5%	164	-1.6%	-2.2%	61
	Fixed Income	\$39,838	0.4%	0.1%	23	-7.5%	3.1%	-1,065	1.5%	4.1%	-259
3/31/2004	Dodge & Cox Income Fund	\$15,171	0.3%	0.1%	14	-0.6%	3.1%	-373	2.7%	4.1%	-143
9/30/2002	Reams Core Fixed Income	\$16,978	-2.6%	0.1%	-273	-11.2%	3.1%	-1,437	1.3%	4.1%	-279
3/31/2006	Post Traditional High Yield	\$7,689	8.6%	5.0%	354	-13.9%	-20.3%	634	--	--	--
	Real Assets	\$8,891	-11.6%	-8.3%	-327	-15.8%	-6.5%	-933	--	--	--
3/31/2006	Principal Enhanced Property	\$8,797	-11.5%	-8.3%	-323	-15.8%	-6.5%	-933	--	--	--
9/30/2006	CF Natural Resource Partners VIII	\$94	-14.3%	-8.3%	-602	--	--	--	--	--	--
	Private Equity	\$2,302	-1.1%	-10.6%	945	-17.7%	-38.0%	2,031	--	--	--
12/31/2006	Neuberger Berman Crossroads XVIII ¹	\$1,941	0.0%	-10.6%	1,056	-20.1%	-38.0%	1,791	--	--	--
3/31/2007	CF Int'l Partners VI	\$116	-10.8%	-10.6%	-24	-14.8%	-38.0%	2,317	--	--	--
3/31/2007	CF Private Equity VII	\$147	-3.5%	-10.6%	706	13.4%	-38.0%	5,136	--	--	--
6/30/2007	CF Venture Partners VIII	\$98	6.4%	-10.6%	1,692	68.7%	-38.0%	10,670	--	--	--
	Total Endowment	\$106,920	-7.0%	-7.8%	78	-28.0%	-26.8%	-114	-1.7%	-0.8%	-92

¹03/31/09 performance not available, used 12/31/08 valuations

(Periods Ending March 31, 2009)

Note: At the direction of the Board of Regents, slight adjustments have been made to composite market values to account for rounding.

University of Iowa Operating Account



	Inception Date	Mkt. Value \$'000	Comp %	Qtr %	1 Yr %	3 Yrs %	5 Yrs %	Inception %	Investment Fee \$'000
University of Iowa Operating Composite	(12/31/96)	348,454	100%	1.0	-2.7	2.2	1.9	4.3	147
<i>Merrill Lynch 1-3 Yr. G/C</i>				<i>0.4</i>	<i>2.4</i>	<i>5.2</i>	<i>3.6</i>	<i>5.0</i>	
<i>Merrill Lynch 1-5 Yr. Govt/Corp</i>				<i>0.5</i>	<i>2.2</i>	<i>5.5</i>	<i>3.6</i>	<i>5.3</i>	
University of Iowa External Mg. Composite	(12/31/96)	287,779	82.6%	1.0	-2.7	2.2	1.9	4.3	147
<i>Merrill Lynch 1-3 Yr. G/C</i>				<i>0.4</i>	<i>2.4</i>	<i>5.2</i>	<i>3.6</i>	<i>5.0</i>	
<i>Merrill Lynch 1-5 Yr. Govt/Corp</i>				<i>0.5</i>	<i>2.2</i>	<i>5.5</i>	<i>3.6</i>	<i>5.3</i>	
BlackRock Short Duration	(12/31/96)	133,118	38.2%	1.6	-0.3	3.5	2.7	4.6	84
<i>Merrill Lynch 1-3 Yr. G/C</i>				<i>0.4</i>	<i>2.4</i>	<i>5.2</i>	<i>3.6</i>	<i>5.0</i>	
<i>Merrill Lynch 1-5 Yr. Govt/Corp</i>				<i>0.5</i>	<i>2.2</i>	<i>5.5</i>	<i>3.6</i>	<i>5.3</i>	
Wellington Short Bond	(3/31/03)	126,936	36.4%	0.4	-3.0	1.9	1.8	2.0	63
<i>Merrill Lynch 1-3 Yr. G/C</i>				<i>0.4</i>	<i>2.4</i>	<i>5.2</i>	<i>3.6</i>	<i>3.5</i>	
<i>Merrill Lynch 1-5 Yr. Govt/Corp</i>				<i>0.5</i>	<i>2.2</i>	<i>5.5</i>	<i>3.6</i>	<i>3.6</i>	
CF Intermediate Term Fund	(12/31/06)	27,725	8.0%	0.4	-11.6	--	--	-3.9	0
<i>Merrill Lynch 1-3 Yr. Treasury</i>				<i>0.1</i>	<i>3.6</i>	<i>--</i>	<i>--</i>	<i>6.2</i>	
University of Iowa Diversified Pool Composite	(2/28/09)	60,675	17.4%	--	--	--	--	--	--
<i>Merrill Lynch 1-3 Yr. G/C</i>				<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>
<i>Merrill Lynch 1-5 Yr. Govt/Corp</i>				<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>
Vanguard Total Stock Market Index	(02/28/09)	5,008	1.4%	--	--	--	--	--	--
<i>MSCI US Broad Market Index</i>				<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>
Vanguard FTSE All World Ex US Index	(02/28/09)	1,259	0.4%	--	--	--	--	--	--
<i>FTSE All World Ex US Index</i>				<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>
Vanguard REIT Index Fund Inst.	(02/28/09)	3,056	0.9%	--	--	--	--	--	--
<i>MSCI U.S. REIT +2%</i>				<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>
Vanguard Total Bond Market Index	(02/28/09)	18,134	5.2%	--	--	--	--	--	--
<i>Barclays Aggregate Index</i>				<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>
Vanguard High Yield Corp Fund Adm.	(02/28/09)	3,029	0.9%	--	--	--	--	--	--
<i>Barclays High Yield Index</i>				<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>
Vanguard Inflation-Protected Sec Inst.	(02/28/09)	6,178	1.8%	--	--	--	--	--	--
<i>Barclays U.S. TIPS Index</i>				<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>
Vanguard Prime Money Market Fund Inst.	(02/28/09)	24,011	6.9%	--	--	--	--	--	--
<i>T-Bill</i>				<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>

(Periods Ending March 31, 2009)

Note: At the direction of the Board of Regents, slight adjustments have been made to composite market values to account for rounding.

*Please see page 11 for policy specifications.

UNI/ISU Operating Accounts

	Inception Date	Mkt. Value \$'000	Comp %	Qtr %	1 Yr %	3 Yrs %	5 Yrs %	Inception %	Investment Fee \$'000
Iowa State University External Mgr. Composite <i>Operating Benchmark</i>	(6/30/05)	43,027	100%	0.4 <i>0.1</i>	-11.6 <i>3.6</i>	-1.7 <i>5.9</i>	-- <i>--</i>	-0.9 <i>5.0</i>	0
CF Intermediate Term Fund <i>Merrill Lynch 1-3 Yr. Treasury</i>	(9/30/05)	43,027	100.0%	0.4 <i>0.1</i>	-11.6 <i>3.6</i>	-1.6 <i>5.9</i>	-- <i>--</i>	-0.9 <i>5.2</i>	0

	Inception Date	Mkt. Value \$'000	Comp %	Qtr %	1 Yr %	3 Yrs %	5 Yrs %	Inception %	Investment Fee \$'000
University of Northern Iowa External Mgr. Composite <i>Operating Benchmark</i>	(12/31/04)	11,256	100%	0.4 <i>0.1</i>	-11.6 <i>3.6</i>	-1.6 <i>5.9</i>	-- <i>--</i>	-0.5 <i>4.5</i>	0
CF Intermediate Term Fund <i>Merrill Lynch 1-3 Yr. Treasury</i>	(12/31/05)	11,256	100.0%	0.4 <i>0.1</i>	-11.6 <i>3.6</i>	-1.6 <i>5.9</i>	-- <i>--</i>	-1.3 <i>5.4</i>	0

(Periods Ending March 31, 2009)

Note: At the direction of the Board of Regents, slight adjustments have been made to composite market values to account for rounding.

*Please see page 11 for policy specifications.

Total Endowment Fund Results

	Inception Date	Mkt. Value \$'000	Comp %	QTR %	1 Year %	3 Years %	5 Years %	Inception %	Qtr. Inv. Fee \$'000
University of Iowa Total Endowment	(3/31/89)	170,135	100.0%	-7.2	-28.7	-8.7	-1.9	7.0	178
Iowa State University Total Endowment	(3/31/89)	106,920	100.0%	-7.0	-28.0	-8.5	-1.7	7.2	113
<i>Policy Index</i>				<i>-7.8</i>	<i>-26.8</i>	<i>-6.6</i>	<i>-0.8</i>	<i>7.6</i>	
University of Iowa Domestic Equity Composite	(3/31/89)	69,485	40.8%	-10.2	-39.3	-15.6	-5.8	7.1	32
Iowa State University Domestic Equity Composite	(3/31/89)	42,880	40.1%	-10.3	-39.2	-15.9	-5.9	6.8	17
<i>Wilshire 5000</i>				<i>-10.6</i>	<i>-38.0</i>	<i>-13.3</i>	<i>-4.4</i>	<i>7.3</i>	
University of Iowa: Vanguard S&P 500 Index	(3/31/08)	29,110	17.1%	-11.0	-38.0	--	--	-38.0	5
Iowa State University: Vanguard S&P 500 Index <i>S&P 500</i>	(3/31/08)	17,324	16.2%	-11.0	-38.0	--	--	-38.0	3
				<i>-11.0</i>	<i>-38.1</i>	<i>--</i>	<i>--</i>	<i>-38.1</i>	
University of Iowa: Lotsoff Large Cap Equity	(3/31/05)	27,805	16.3%	-8.5	-40.2	-14.9	--	-8.6	27
Iowa State University: Lotsoff Large Cap Equity <i>S&P 500</i>	(3/31/05)	15,970	14.9%	-8.6	-40.0	-14.8	--	-8.4	14
				<i>-11.0</i>	<i>-38.1</i>	<i>-13.1</i>	<i>--</i>	<i>-7.4</i>	
University of Iowa: LSV Asset Management	(6/30/02)	-	0.0%	--	--	--	--	--	--
Iowa State University: LSV Asset Management <i>Russell 2500 Value</i>	(6/30/02)	-	0.0%	--	--	--	--	--	--
				<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	
University of Iowa: Artisan Small Cap Growth	(3/31/05)	-	0.0%	--	--	--	--	--	--
Iowa State University: Artisan Small Cap Growth <i>Russell 2000 Growth</i>	(3/31/05)	-	0.0%	--	--	--	--	--	--
				<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	
University of Iowa: Delaware Small Cap Core	(02/28/09)	12,570	7.4%	--	--	--	--	--	--
Iowa State University: Delaware Small Cap Core <i>Russell 2000</i>	(02/28/09)	9,586	9.0%	--	--	--	--	--	--
				<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	
University of Iowa International Equity Composite	(9/30/94)	22,859	13.4%	-16.9	-44.8	-14.0	-1.5	3.0	43
Iowa State University International Equity Composite	(9/30/94)	13,009	12.2%	-16.9	-44.9	-14.0	-1.6	2.8	24
<i>MSCI EAFE (N) Index</i>				<i>-13.9</i>	<i>-46.5</i>	<i>-14.5</i>	<i>-2.2</i>	<i>2.0</i>	
University of Iowa: GMO Foreign Fund	(3/31/04)	22,859	13.4%	-16.9	-44.8	-14.0	-1.5	-1.5	43
Iowa State University: GMO Foreign Fund <i>MSCI EAFE (N) Index</i>	(3/31/04)	13,009	12.2%	-16.9	-44.9	-14.0	-1.6	-1.6	24
				<i>-13.9</i>	<i>-46.5</i>	<i>-14.5</i>	<i>-2.2</i>	<i>-2.2</i>	
University of Iowa Fixed Income Composite	(3/31/89)	61,341	36.1%	0.4	-7.3	1.4	1.6	6.6	60
Iowa State University Fixed Income Composite	(3/31/89)	39,838	37.3%	0.4	-7.5	1.3	1.5	6.0	42
<i>Custom Policy</i>				<i>0.1</i>	<i>3.1</i>	<i>5.8</i>	<i>4.1</i>	<i>7.4</i>	
University of Iowa: Dodge & Cox Income Fund	(3/31/04)	24,283	14.3%	0.3	-0.6	3.3	2.7	2.7	27
Iowa State University: Dodge & Cox Income Fund <i>Barclays Aggregate</i>	(3/31/04)	15,171	14.2%	0.3	-0.6	3.2	2.7	2.7	17
				<i>0.1</i>	<i>3.1</i>	<i>5.8</i>	<i>4.1</i>	<i>4.1</i>	
University of Iowa: Reams Asset Management	(9/30/02)	26,294	15.5%	-2.7	-11.0	1.1	1.4	2.3	17
Iowa State University: Reams Asset Management <i>Barclays Aggregate</i>	(9/30/02)	16,978	15.9%	-2.6	-11.2	1.0	1.3	2.4	13
				<i>0.1</i>	<i>3.1</i>	<i>5.8</i>	<i>4.1</i>	<i>4.5</i>	
University of Iowa: Post Advisory High Yield	(3/31/06)	10,764	6.3%	8.6	-13.9	-2.5	--	-2.5	16
Iowa State University: Post Advisory High Yield <i>Merrill Lynch High Yield Master II</i>	(3/31/06)	7,689	7.2%	8.6	-13.9	-2.5	--	-2.5	12
				<i>5.0</i>	<i>-20.3</i>	<i>-5.0</i>	<i>--</i>	<i>-5.0</i>	

(Periods Ending March 31, 2009)

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*Please see page 11 for policy specifications.

Total Endowment Fund Results

	Inception Date	Mkt. Value \$'000	Comp %	QTR %	1 Year %	3 Years %	5 Years %	Inception %	Qtr. Inv. Fee \$'000
University of Iowa Real Assets Composite	(03/31/06)	12,787	7.5%	-11.6	-15.8	4.4	--	4.4	43
Iowa State University Real Assets Composite	(03/31/06)	8,891	8.3%	-11.6	-15.8	4.4	--	4.4	30
<i>NCREIF Property Index Lagged</i>				<i>-8.3</i>	<i>-6.5</i>	<i>8.1</i>	<i>--</i>	<i>8.1</i>	
University of Iowa: Principal Enhanced Property Fund	(03/31/06)	12,646	7.4%	-11.5	-15.8	4.4	--	4.4	43
Iowa State University: Principal Enhanced Property Fund	(03/31/06)	8,797	8.2%	-11.5	-15.8	4.4	--	4.4	30
<i>NCREIF Property Index Lagged</i>				<i>-8.3</i>	<i>-6.5</i>	<i>--</i>	<i>--</i>	<i>8.1</i>	
University of Iowa: CF Natural Resource Partners VIII	(09/30/2008)	141	0.1%	-14.3	--	--	--	-14.3	--
Iowa State University: CF Natural Resource Partners VIII	(09/30/2008)	94	0.1%	-14.3	--	--	--	-14.3	--
<i>NCREIF Property Index Lagged</i>				<i>-8.3</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>-8.5</i>	
University of Iowa Private Equity Composite	(12/31/06)	3,663	2.2%	-1.1	-17.7	--	--	-7.9	--
Iowa State University Private Equity Composite	(12/31/06)	2,302	2.1%	-1.1	-17.7	--	--	-8.0	--
<i>Wilshire 5000</i>				<i>-10.6</i>	<i>-38.0</i>	<i>--</i>	<i>--</i>	<i>-20.7</i>	
University of Iowa: Neuberger Berman Crossroads XVII ¹	(12/31/06)	3,106	1.9%	0.0	-20.0	--	--	--	--
Iowa State University: Neuberger Berman Crossroads XVII ¹	(12/31/06)	1,941	1.8%	0.0	-20.1	--	--	--	--
<i>Wilshire 5000</i>				<i>-10.6</i>	<i>-38.0</i>	<i>--</i>	<i>--</i>		
University of Iowa: CF Int'l Partners VI	(3/31/07)	173	0.1%	-10.8	-14.8	--	--	--	--
Iowa State University: CF Int'l Partners VI	(3/31/07)	116	0.1%	-10.8	-14.8	--	--	--	--
<i>Wilshire 5000</i>				<i>-10.6</i>	<i>-38.0</i>	<i>--</i>	<i>--</i>		
University of Iowa: CF Private Equity VII	(3/31/07)	221	0.1%	-3.5	13.4	--	--	--	--
Iowa State University: CF Private Equity VII	(3/31/07)	147	0.1%	-3.5	13.4	--	--	--	--
<i>Wilshire 5000</i>				<i>-10.6</i>	<i>-38.0</i>	<i>--</i>	<i>--</i>		
University of Iowa: CF Venture Capital VIII	(6/30/07)	163	0.1%	-6.4	68.7	--	--	--	--
Iowa State University: CF Venture Capital VIII	(6/30/07)	98	0.1%	6.4	68.7	--	--	--	--
<i>Wilshire 5000</i>				<i>-10.6</i>	<i>-38.0</i>	<i>--</i>	<i>--</i>		

Total Quasi-Endowment Fund Results

	Inception Date	Mkt. Value \$'000	Comp %	Qtr %	1 Yr %	3 Yrs %	5 Yrs %	Inception %	Qtr. Inv. Fee \$'000
University of Iowa Quasi Composite	(6/30/98)	79,272	100%	-1.1	-5.8	2.3	2.2	4.3	70
<i>Custom Policy</i>				<i>0.1</i>	<i>3.1</i>	<i>5.8</i>	<i>4.1</i>	<i>5.6</i>	
Dodge & Cox Income Quasi	(3/31/04)	38,306	48.3%	0.3	-0.6	3.3	2.7	2.7	43
<i>Barclays Aggregate</i>				<i>0.1</i>	<i>3.1</i>	<i>5.8</i>	<i>4.1</i>	<i>4.1</i>	
Reams Asset Management Quasi	(9/30/01)	40,966	51.7%	-2.6	-10.8	1.3	1.5	2.9	27
<i>Barclays Aggregate</i>				<i>0.1</i>	<i>3.1</i>	<i>5.8</i>	<i>4.1</i>	<i>5.0</i>	

¹03/31/08 performance not available, used 12/31/08 valuations

(Periods Ending March 31, 2009)

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Manager Overview

Vanguard Group Inc.

- **Style:** Large Capitalization U.S. Core Equity
- **Construction Process:** Replication
- **Investment Philosophy:** Passive Index
- **Selection Method:** Quantitative Valuation

Lotsoff Capital Management

- **Style:** Large Capitalization U.S. Core Equity
- **Construction Process:** Optimization
- **Investment Philosophy:** Active-Bottom Up
- **Selection Method:** Quantitative Valuation

Delaware Investments

- **Style:** Small Capitalization U.S. Core Equity
- **Construction Process:** Optimization
- **Investment Philosophy:** Active- Bottom Up
- **Selection Method:** Quantitative Valuation

Dodge & Cox

- **Style:** Market Core Fixed Income
- **Construction Process:** Fundamental, Favors Securities with Yield Greater than the Market
- **Investment Philosophy:** Active-Bottom Up
- **Selection Method:** Quantitative & Qualitative Valuation

Reams Asset Management

- **Style:** Market Core Fixed Income
- **Construction Process:** Optimization
- **Investment Philosophy:** Active-Bottom Up
- **Selection Method:** Quantitative & Qualitative Valuation

Post Asset Management

- **Style:** High Yield Fixed Income
- **Construction Process:** Fundamental Evaluation / Selection
- **Investment Philosophy:** Active-Bottom Up
- **Selection Method:** Scoring Model Based on Quantitative & Qualitative Inputs

GMO International

- **Style:** International Value Non-U.S. Equity
- **Construction Process:** Valuation Measures
- **Investment Philosophy:** Active-Bottom Up
- **Selection Method:** Fundamental Earnings Forecast

Manager Overview

Principal Enhanced Property Fund

- **Style:** Value-Added Private Real Estate Fund
- **Selection Method:** Quantitative Valuation
- **Fund Size:** \$1.0 Billion

Common Fund Natural Resource Partners VIII

- **Style:** Real Asset Fund of Funds
- **Asset Allocation:** 40% Oil & Gas PE, 19% Oilfield Serv., 14% Oil Infrastructure, 10% Oil & Gas Acquisition., 10% Clean energy, 7% Other
- **Fund Size:** \$0.8 Billion

Neuberger Berman Crossroads Fund XVII

- **Style:** Private Equity Fund of Funds
- **Asset Allocation %:** 20-30% Venture Capital, 45-65% Buyouts, 15-25% Distressed Securities, <20% Secondary & Direct Co-Investments
- **Fund Size:** \$1.0 Billion +

Common Fund Int'l Partners VI

- **Style:** Private Equity Fund of Funds
- **Asset Allocation %:** 100% Int'l Buyout
- **Fund Size:** \$0.5 Billion - \$0.75 Billion

Common Fund Private Equity VII

- **Style:** Private Equity Fund of Funds
- **Asset Allocation %:** 100% U.S. Buyout
- **Fund Size:** \$0.75 Billion - \$1 Billion

Common Fund Venture Capital VIII

- **Style:** Private Equity Fund of Funds
- **Asset Allocation %:** 100% Venture Capital
- **Fund Size:** \$0.5 Billion – \$0.65 Billion

Quarterly Manager Attribution

Lotsoff Capital Management

- Lotsoff Capital Management posted a -8.54% return for the 1st quarter, outperforming the S&P 500 by ~247 bps.
- A slight underweight to financials (choosing to mildly overweight diversified financials and insurance while underweighting banks and REITS) contributed to relative performance.
- A significant underweight to large integrated oil companies while overweighting the smaller specialized E&P's contributed to relative performance.
- Poor stock selection in the utilities and telecommunications sectors detracted from relative performance.

GMO International

- GMO Foreign Fund posted a -16.91% return for the 1st quarter underperforming the MSCI EAFE Index by ~297 bps.
- Poor stock selection was the main driver of underperformance for the quarter, mainly in Japan, Belgium, and Switzerland.
- An overweight to the telecommunication sector also detracted from relative performance.
- Overweight positions to the U.K. and Norway contributed to relative performance.

Dodge & Cox

- Dodge & Cox Income Fund posted a 0.26% return for the 1st quarter, outperforming the Barclays Aggregate Index by ~14bps.
- The fund's GSE-guaranteed MBS holdings posted strong returns, particularly higher-coupon seasoned pass-throughs.
- The fund's substantial nominal yield advantage contributed to relative performance.
- An underweight to U.S. Treasuries contributed to relative performance.
- An overweight to the financial sector significantly detracted from performance.

Reams Asset Management

- Reams Core Fixed Income posted a -2.66% return for the quarter underperforming the Barclays Aggregate Index by ~278bps.
- An overweight to major finance issuers detracted from relative performance.
- An overweight to the CMBS sector continues to detract from relative performance.
- An underweight to U.S. Treasuries contributed to relative performance.

Post Asset Management

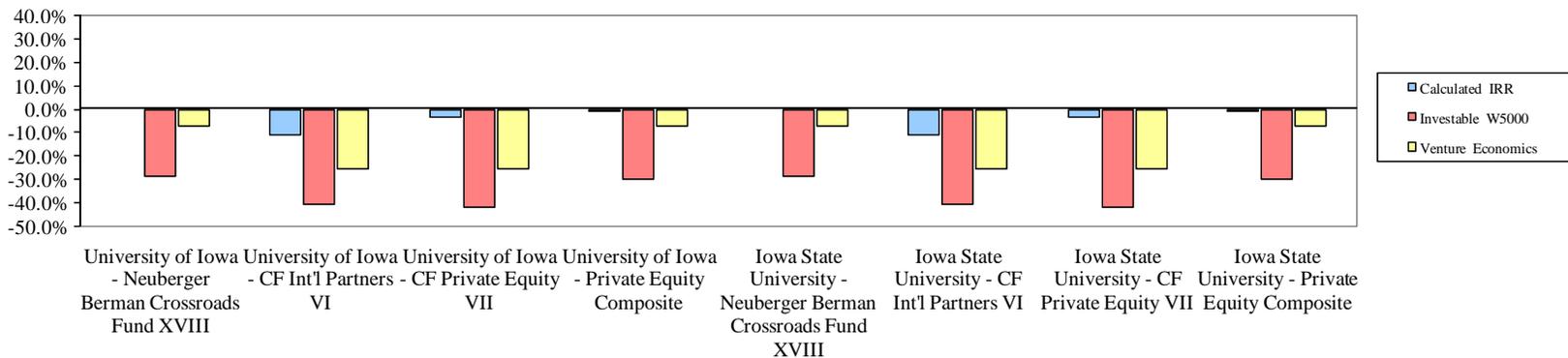
- Post Advisory High Yield posted a 8.56% return, outperforming the Merrill Lynch High Yield Master II Index by ~354bps during the 1st quarter.
- Positioning in various parts of the capital structure of Charter Communications contributed to relative performance.
- Lack of exposure to GM and GMAC detracted from relative performance for the quarter.

Private Equity Composite Review

Fund	Inception	Total Commitment	Capital Called		Distributions	Investment Gain/Loss	Market Value	Performance			
								Calculated IRR	Investable W5000	Venture Economics	
University of Iowa - Neuberger Berman Crossroads Fund XVIII ¹	4q2006	6,000,000	3,900,000	65%	56,985	-737,222	3,105,793	0.0%	-28.5%	-7.5%	1
University of Iowa - CF Int'l Partners VI	2q2007	1,200,000	228,000	19%	220	-54,474	173,306	-10.8%	-40.8%	-25.5%	2
University of Iowa - CF Private Equity VII	2q2007	2,400,000	266,400	11%	159	-45,504	220,737	-3.5%	-41.7%	-25.5%	3
University of Iowa - CF Venture Capital VIII	3q2007	1,000,000	167,500	17%	0	-4,201	163,299	-6.4%	-41.1%	-16.6%	4
University of Iowa - Private Equity Composite	4q2006	10,600,000	4,561,900	43%	57,364	-841,401	3,663,135	-1.1%	-30.0%	-7.5%	5

Fund	Inception	Total Commitment	Capital Called		Distributions	Investment Gain/Loss	Market Value	Performance			
								Calculated IRR	Investable W5000	Venture Economics	
Iowa State University - Neuberger Berman Crossroads Fund XVIII ¹	4q2006	3,750,000	2,437,500	65%	35,616	-460,764	1,941,120	0.0%	-28.5%	-7.5%	1
Iowa State University - CF Int'l Partners VI	2q2007	800,000	152,000	19%	148	-36,312	115,540	-10.8%	-40.8%	-25.5%	2
Iowa State University - CF Private Equity VII	2q2007	1,600,000	177,600	11%	107	-30,336	147,157	-3.5%	-41.7%	-25.5%	3
Iowa State University - CF Venture Capital VIII	3q2007	600,000	100,500	17%	0	-2,519	97,981	-6.4%	-41.1%	-16.6%	4
Iowa State University - Private Equity Composite	4q2006	6,750,000	2,867,600	42%	35,871	-529,931	2,301,798	-1.1%	-30.0%	-7.5%	5

- (1) Venture Economics – Median return of all private equity funds with vintage year 2006
- (2) Venture Economics – Median return of all buyout funds with vintage year 2007
- (3) Venture Economics – Median return of all buyout funds with vintage year 2007
- (4) Venture Economics – Median return of all venture capital funds with vintage year 2007
- (5) Venture Economics – Median return of all private equity funds with vintage year 2006



¹03/31/09 performance not available, used 12/31/08 valuations

<u>Endowment Policy Index</u>	<u>%</u>	<u>Description</u>
6/89 -6/99	60.00	S&P 500
	30.00	Lehman Gov't/Credit
	10.00	MSCI EAFE Index (N)
9/99 -6/01	63.00	S&P 500
	30.00	Lehman Gov't/Credit
	7.00	MSCI EAFE Index (N)
9/01 -3/02	63.00	S&P 500
	30.00	Lehman Aggregate
	7.00	MSCI EAFE Index (N)
6/02 -3/06	63.00	Wilshire 5000
	30.00	Lehman Aggregate
	7.00	MSCI EAFE Index (N)
6/06 - Present	50.00	Wilshire 5000
	30.00	Barclays Aggregate
	15.00	MSCI EAFE (N)
	5.00	NCREIF Property Index Lagged
<u>Fixed Income/ Quasi Policy</u>	<u>%</u>	<u>Description</u>
9/98 -6/01	100.00	Lehman Gov't/Credit
9/01 - Present	100.00	Barclays Aggregate



Appendix

Market Observations

With its target rate at a floor of 0.00%-0.25%, the Federal Reserve attempted to lower interest rates by announcing a \$300 billion Treasury purchase plan on March 18th. The news drove the 10-year Treasury yield down 51 basis points that day (3.02% to 2.51%), however, yields drifted higher for the quarter (2.25% to 2.71%).

Real GDP contracted at an accelerating rate of -6.2% in the fourth quarter, following a third quarter drop of -0.5%. This represents the first consecutive quarterly GDP contraction in 18 years and the largest single-quarter decline since the first quarter of 1982.

The Consumer Price Index rebounded from a deflationary 4th quarter trend to increases of 0.3% and 0.4% in January and February, respectively. Gold prices rallied above \$1,000 an ounce in February before easing near \$900 by quarter's end, as investors grappled with the inflationary implications of a rising monetary base.

The U.S. economy continued to shed jobs at an accelerating pace with 4.4 million jobs lost since January 2008 and 3.3 million in the last 6 months alone. Unemployment rose to 8.1%, its highest level in 25 years (8.3% in December 1983).

The S&P Case-Shiller index continues to paint a gloomy picture for housing prices. Through January, the 20-city index fell more than -2.2% in each of the past four months. Prices are now off -29.1% since their July 2006 peak, bringing prices back to September 2003 levels.

US Stock Market

The U.S. stock market posted a disappointing -10.56% return in the first quarter of 2009, its sixth consecutive down-quarter and the longest such streak in the 28-year history of the Wilshire 5000 Index. The market has declined -45.67% over this six quarter stretch, placing it deep into bear market territory. The news wasn't all bad during the quarter, as stocks advanced 8.70% in March, which was the Wilshire 5000's largest monthly return since December of 1991. From its lows on March 9th, the market rallied an impressive 18.45% to close the first quarter.

Small cap stocks lagged larger issues for the quarter with the Wilshire Small Cap Index off -12.42% vs. -10.32% for the Wilshire Large Cap Index. In March, however, small stocks led the rally, outpacing large stocks 9.26% to 8.45%. The financial-heavy value segment sustained the steepest losses in the first quarter with the Wilshire Large and Small Value indexes returning -15.29% and -15.72%, respectively. Large growth stocks held up best with the Wilshire Large Growth Index down a relatively modest -5.39%.

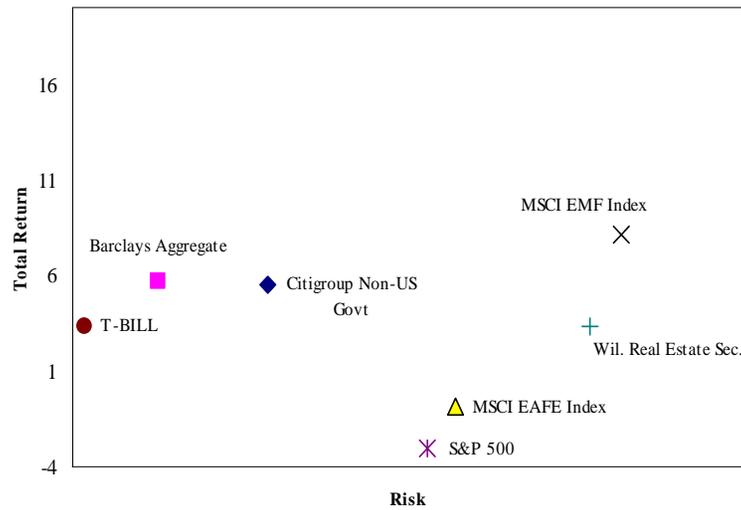
Financials continue to be the epicenter of recent economic and market turbulence. Return patterns in the quarter reflected that trend as financials, especially banking shares, led stocks lower in the first two months of 2009 and then higher in March. Financials were the worst performing sector for the quarter, but the best performing sector in March, posting returns of -24.83% and 14.29%, respectively. The Technology sector, which was up 4.85% was the only group to post a quarterly gain.

The inflationary picture remained quite uncertain as investors weighed short-term signs of deflation against the possibility of loose monetary policy leading to a spike in future inflation. The Federal Reserve's aggressive monetary actions have significantly increased the monetary base. The elevated supply of money could serve to fuel future inflation once economic conditions improve.

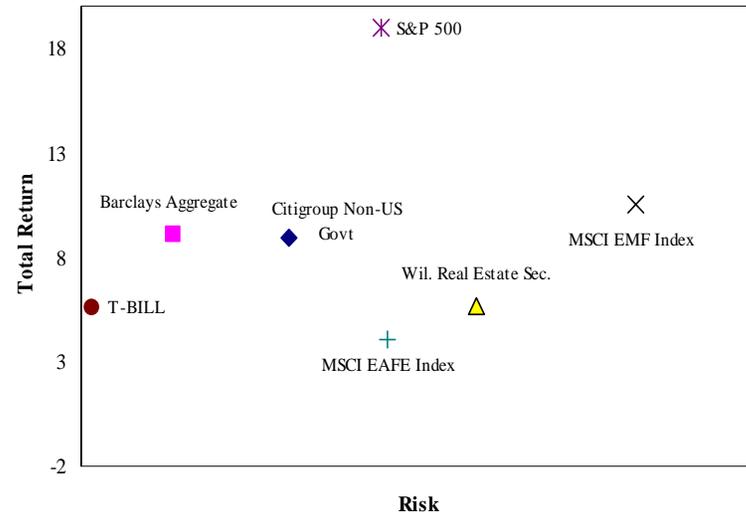
Major Asset Class Returns (%)

	QTR	1 yr	3 yr	5 yr	10yr
Equity					
Wilshire 5000 Index	-10.6	-38.0	-13.3	-4.4	-2.1
Standard and Poor's 500	-11.0	-38.1	-13.0	-4.8	-3.0
International Stock (MSCI EAFE)(USD)	-13.9	-46.5	-14.5	-2.2	-0.8
Emerging Markets (MSCI EMF)(USD)	1.0	-46.9	-7.9	6.2	8.1
Wilshire Real Estate Securities Index	-33.9	-61.0	-27.2	-9.5	3.4
Fixed Income					
Barclays Capital - Aggregate Bond Index	0.1	3.1	5.8	4.1	5.7
Credit Suisse - High Yield Index (\$)	5.8	-19.6	-4.5	0.0	3.3
International Bonds (Citigroup Non-US)	-5.7	-6.5	7.4	4.4	5.5
Treasury Bills (91 Day)	0.1	1.2	3.6	3.2	3.4
Consumer Price Index					
	1.2	-0.4	2.1	2.6	2.6

Risk versus Return (3/31/99 – 3/31/09)



Risk versus Return (3/31/89 – 3/31/99)

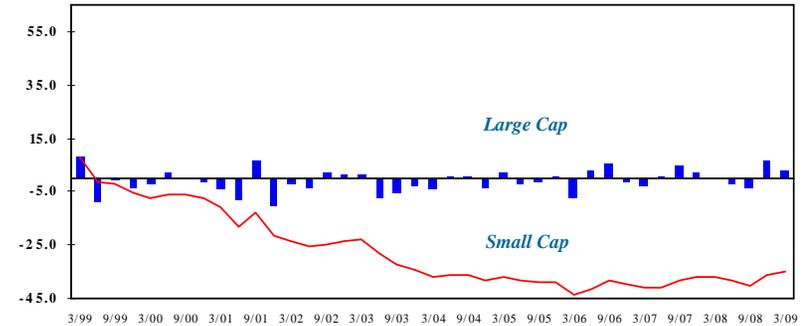


Domestic Equity Markets (Periods Ending March 31, 2009)

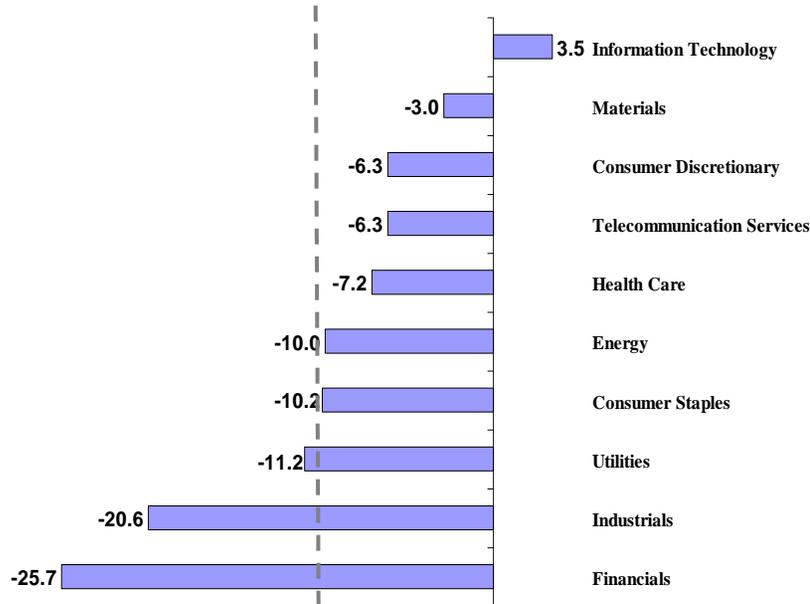
US Equity Returns (%)

	QTR	1 yr	3 yr	5 yr	10yr
Wilshire 4500	-9.3	-38.7	-15.0	-3.8	0.7
Wilshire 5000	-10.6	-38.0	-13.3	-4.4	-2.1
Wilshire Real Est. Secs	-33.9	-61.0	-27.2	-9.5	3.4
Wilshire Large Cap	-10.3	-37.7	-12.7	-4.2	-2.7
Wilshire Mid Cap	-8.9	-38.7	-15.0	-3.7	2.9
Wilshire Small Cap	-12.4	-39.7	-16.8	-4.8	2.4
Wilshire Micro Cap	-10.1	-43.4	-23.0	-10.5	4.3
Wilshire Large Growth	-5.4	-34.4	-11.6	-3.8	-5.0
Wilshire Large Value	-15.3	-41.1	-14.1	-4.7	-0.5
Wilshire Mid Growth	-3.0	-37.2	-13.7	-1.6	0.4
Wilshire Mid Value	-15.8	-40.3	-16.5	-5.9	3.7
Wilshire Small Growth	-8.9	-39.2	-16.7	-4.2	-0.8
Wilshire Small Value	-15.7	-40.1	-16.8	-5.3	4.9

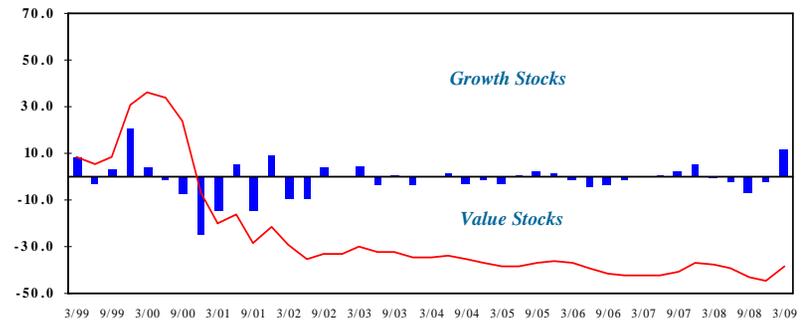
Large Cap Vs. Small Cap



DJ Wilshire 5000 Sector Returns (%)



Growth Stocks Vs. Value Stocks

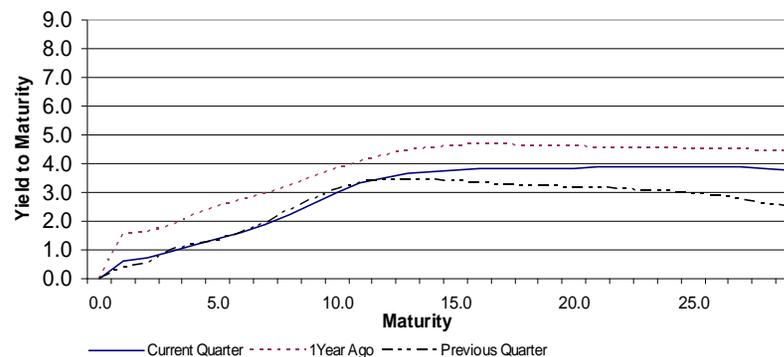


-- -- -- Represents DJ Wilshire 5000 Quarterly Return

US Fixed Income Returns (%)

	QTR	1 yr	3 yr	5 yr	10yr
Barclays Capital - Aggregate Bond Index	0.1	3.1	5.8	4.1	5.7
Barclays Capital - Asset Backed Securities Index	7.6	-4.3	0.1	0.7	3.9
Barclays Capital - Credit Index	-1.8	-5.2	1.8	1.6	4.7
Barclays Capital - Government Index	-1.0	7.0	8.1	5.2	6.2
Barclays Capital - Government/Credit Index	-1.3	1.8	5.5	3.7	5.6
Barclays Capital - Long-Term Treasury Index	-5.2	13.1	10.9	7.4	8.0
Barclays Capital - MBS Index	2.2	8.1	7.6	5.6	6.2
Barclays Capital - Agency Index	-0.1	5.7	7.2	4.8	6.0
Credit Suisse - High Yield Index (\$)	5.8	-19.6	-4.5	0.0	3.3
Citigroup Global Markets - Wrld Gvt Bd Index (\$)	-4.8	-3.8	7.7	4.6	5.8
Citigroup Global Markets - Non US Govt Bond Index (\$)	-5.7	-6.5	7.4	4.4	5.5
Barclays Capital - U.S. Tips Index	5.5	-2.0	5.7	4.2	7.3
Barclays Capital - US Inflation Linked Bond Index	0.7	-5.9	4.3	3.3	6.9

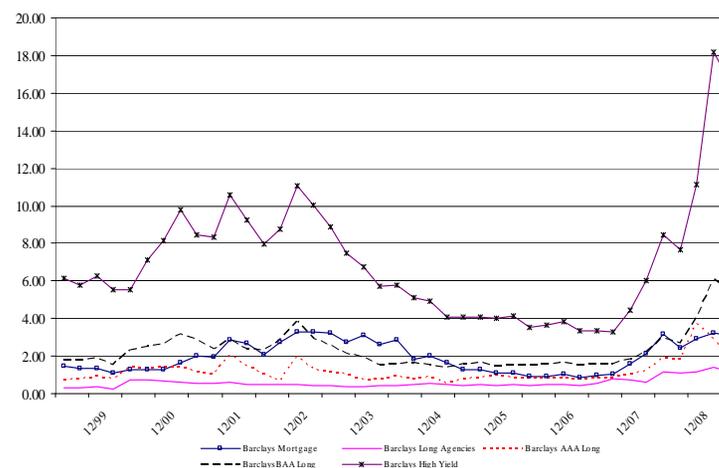
Treasury Yield Curve



Market Commentary

The U.S. Federal Reserve closed the quarter with a \$300 billion government security purchase plan and the Public Private Investment Plan (PPIP) to help relieve banks of non-performing assets. Reflecting this increase in market support, Long-Term Treasuries posted a 4.80% return in March to claw back a portion of the declines suffered earlier in the quarter and maintained a strong 13.05% gain over the past year. On the other end of the credit spectrum, U.S. Corporate High Yield advanced by 5.98% in the quarter, showing early signs of investor willingness to wade into the higher credit risk arena.

Historical Yield Spread Comparison to Treasuries



International Equity Markets (Periods Ending March 31, 2009)

International Index Returns (%)

Equity (in U.S. \$)	QTR	1 yr	3 yr	5 yr	10yr
Non U.S. (ACWI X U.S)	-10.7	-46.5	-13.2	-0.7	0.6
Developed (EAFE)	-13.9	-46.5	-14.5	-2.2	-0.8
Emerging (EMF)	1.0	-47.1	-8.2	5.9	7.8
Europe	-14.6	-49.9	-14.3	-1.8	-1.0
Pacific	-12.8	-38.7	-15.0	-3.2	-0.6
France	-16.0	-48.0	-13.8	-1.1	0.2
Germany	-19.5	-50.7	-11.1	1.4	-0.3
Japan	-16.6	-36.0	-17.5	-5.4	-2.5
United Kingdom	-10.7	-48.4	-15.5	-3.8	-2.6
Currencies (% change)					
Euro vs Dollar	-4.5	-16.2	3.1	1.6	2.1
Yen vs Dollar	-8.2	0.8	6.1	1.0	1.8
Pound vs Dollar	-0.3	-27.9	-6.2	-4.9	-1.2

Market Commentary

Most major developed market indexes rebounded off 5-year lows reached in February to pair quarterly losses by closing March in positive territory. During the year, developed markets fell in tandem with U.S. markets in response to continuing uncertainty over a coordinated solution to the global financial crisis. Emerging market equities displayed resilience during the quarter as the MSCI Emerging Markets Index edged out a narrowly positive return of 0.95%

MSCI EAFE Index

