

Contact: Andrea Anania

INVESTMENT AND CASH MANAGEMENT REPORT
FOR THE QUARTER ENDED MARCH 31, 2010

Recommended Action: Receive the Investment and Cash Management Report for the quarter ended March 31, 2010.

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, 2009, and March 31, 2010

	<u>Operating</u>		<u>Endowment/ Quasi-Endowment</u>	
	<u>Mar 2009</u>	<u>Mar 2010</u>	<u>Mar 2009</u>	<u>Mar 2010</u>
University of Iowa ¹	\$923,314	\$1,117,377	\$249,407 ²	\$312,576 ²
Iowa State University	375,864	425,734	106,920 ³	136,051 ³
University of Northern Iowa	132,137	145,199	-	-
Iowa School for the Deaf	2,078	2,667	-	-
Iowa Braille & Sight Saving School	1,239	378	-	-
Total	\$1,434,632	\$1,691,355	\$356,327	\$448,627

¹ Includes UIHC.

² Includes UNI.

³ Includes ISD and IBSSS.

As of March 31, 2010, the Regent combined operating and endowment portfolios totaled over \$2.1 billion.

OPERATING

The Merrill Lynch 1-3 year Government/Corporate Index rate for the quarter was 0.93%. BlackRock and the Diversified Pool outperformed the benchmark, while all internal returns underperformed the benchmark.

ENDOWMENT

The combined endowment managers' returns for the quarter ended March 31, 2010, were 2.8% for SUI and 2.9% for ISU; the blended asset allocation benchmark was 3.2%. The SUI quasi-endowment returned 2.3% for the quarter; the benchmark was 1.8%. Endowment and quasi-endowment fund manager performance overviews can 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.

Below are the Board authorized fund managers (See page 8 for values):

<u>MANAGER</u>	<u>TYPE</u>	<u>AUTHORIZED</u>
Adams Street Partners - 2010 Global Offering (Adams Street Partners)	Private Equity Fund Manager	March 2010
BlackRock	Short-Term Fixed Income Manager	February 1996
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
NB Crossroads XVIII	Private Equity Fund Manager	November 2005
Landmark Equity Partners XIV, L.P.	Private Equity Fund Manager	March 2010
Lotsoff Capital Management	Large Cap Core Domestic Equity Fund	September 2004
Metropolitan Real Estate Partners Global III Fund (MREP Global III)	Real Estate Fund Manager	September 2009
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	July 2001
	Institutional Endowments	January 2002
State Street Global Advisors (State Street)	International Equity Index Fund Manager	April 2009
Vanguard Index Fund	Large Cap S&P 500 Index Fund	February 2008

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, 2010**

	<u>Restricted</u> <u>Internal</u> ^{1, 2}	<u>Internal</u>	<u>Unrestricted</u> <u>BlackRock</u> ³	<u>Diversified Pool</u>	<u>Total</u> ⁴
SUI	\$196,403	\$277,717	\$81,875	\$561,382	\$1,117,377
ISU	96,358	261,336	N/I	68,040	425,734
UNI	39,865	105,334	N/I	N/I	145,199
ISD	11	2,656	N/I	N/I	2,667
IBSSS	N/I	378	N/I	N/I	378
Total	\$332,637	\$647,421	\$81,875	\$629,422	\$1,691,355

N/I = No investments of this type.

1. SUI has additional bond trustee balances of \$99.0 million with Wells Fargo, Des Moines.
2. ISU has additional bond trustee balances of \$29.7 million with Wells Fargo, Des Moines.
3. SUI has an additional Blackrock investment account with a balance of \$23.2 million for the Iowa Medical Mutual Insurance Company.
4. See operating investment summary on the following page.

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, 2010**

	<u>Restricted</u> <u>Internal</u>	<u>Internal</u>	<u>Unrestricted</u> <u>BlackRock</u>	<u>Diversified Pool</u>	<u>Combined</u>
SUI	0.20%	0.12%	1.20%	1.80%	1.20%
ISU	0.18%	0.46%	N/I	1.80%	0.63%
UNI	0.47%	0.59%	N/I	N/I	0.59%
ISD	0.11%	0.11%	N/I	N/I	0.11%
IBSSS	N/I	0.10%	N/I	N/I	0.10%

N/I = No investments of this type.

The comparable industry standard rate of return for the quarter ended March 31, 2010, includes the Merrill Lynch 1-3 year Government/Corporate Index rate of 0.93%. BlackRock and the Diversified Pool outperformed the benchmark, while all internal returns underperformed the benchmark.

Operating Investment Summary
Restricted and Unrestricted Internal, BlackRock, and Diversified Pool
(in thousands)
As of March 31, 2010

	<u>Market Value</u>	<u>Percent Market Value</u>
University of Iowa		
Money Market / Cash Equivalents	\$415,520	37.2%
Diversified Pool	561,382	50.2%
Agency Securities	21,554	1.9%
U.S. Obligations	53,469	4.8%
Corporate Notes and Bonds	38,672	3.5%
Asset Backed	20,714	1.9%
Mortgage Backed	<u>6,066</u>	<u>0.5%</u>
Total	<u>\$1,117,377</u>	100.0%
Iowa State University		
Money Market / Cash Equivalents	\$114,442	26.9%
Diversified Pool	68,040	16.0%
Agency Securities	183,176	43.0%
U.S. Obligations	<u>60,076</u>	<u>14.1%</u>
Total	<u>\$425,734</u>	100.0%
University of Northern Iowa		
Money Market / Cash Equivalents	\$36,923	25.4%
Agency Securities	96,917	66.8%
U.S. Obligations	<u>11,359</u>	<u>7.8%</u>
Total	<u>\$145,199</u>	100.0%
Iowa School for the Deaf		
Money Market / Cash Equivalents	\$2,667	100.0%
Iowa Braille & Sight Saving School		
Money Market / Cash Equivalents	\$18	4.8%
Repurchase Agreements	<u>360</u>	<u>95.2%</u>
Total	<u>\$378</u>	100.0%
Regent Composite		
Money Market / Cash Equivalents	\$569,570	33.7%
Diversified Pool	629,422	37.2%
Agency Securities	301,647	17.8%
U.S. Obligations	124,904	7.4%
Corporate Notes and Bonds	38,672	2.2%
Asset Backed	20,714	1.2%
Mortgage Backed	6,066	0.4%
Repurchase Agreements	<u>360</u>	<u>0.1%</u>
Total	<u>\$1,691,355</u>	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, 2010

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

Endowment Manager Allocations*
As of March 31, 2010

<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>
U.S. Equity	25%	20-30%	Wilshire 5000
Non U.S. 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.

**Endowment Allocations
Net of Fees
As of March 31, 2010**

MANAGER	University of Iowa			Iowa State University		
	Value (thousands)	Value (percent)	Fees (thousands)	Value (thousands)	Value (percent)	Fees (thousands)
Public Equity						
U.S. Equity						
Delaware Investments	\$14,696	6.3%	\$19	\$9,224	6.8%	\$13
Lotsoff Capital	29,141	12.4%	25	18,020	13.3%	16
Vanguard	<u>25,332</u>	<u>10.8%</u>	<u>4</u>	<u>18,334</u>	<u>13.5%</u>	<u>3</u>
Subtotal	\$69,169	29.5%	\$48	\$45,578	33.6%	\$32
Non U.S. Equity						
GMO Foreign Fund	\$34,367	14.6%	\$64	\$18,632	13.7%	\$35
State Street	<u>33,951</u>	<u>14.5%</u>	<u>21</u>	<u>23,146</u>	<u>17.0%</u>	<u>5</u>
Subtotal	\$68,318	29.1%	\$85	\$41,778	30.7%	\$40
Fixed Income						
Dodge & Cox	\$35,794	15.3%	\$40	\$15,929	11.7%	\$18
Reams Asset Management	35,657	15.2%	27	16,173	11.9%	12
Post Advisory	<u>13,006</u>	<u>5.5%</u>	<u>19</u>	<u>8,034</u>	<u>5.9%</u>	<u>12</u>
Subtotal	\$84,457	36.0%	\$86	\$40,136	29.5%	\$42
Real Assets						
Principal Group	\$7,111	3.0%	\$23	\$4,947	3.6%	\$16
CF NR Partners VIII	885	0.4%	*	590	0.4%	*
MREP Global III	<u>5</u>	<u>0.0%</u>	<u>*</u>	<u>3</u>	<u>0.0%</u>	<u>*</u>
Subtotal	\$8,001	3.4%	\$23	\$5,540	4.0%	\$16
Private Equity						
NB Crossroads XVIII	\$3,737	1.6%	*	\$2,336	1.7%	*
CF Int'l Partners VI	324	0.1%	*	216	0.2%	*
CF Private Equity VII	449	0.2%	*	299	0.2%	*
CF Venture Capital VIII	<u>280</u>	<u>0.1%</u>	<u>*</u>	<u>168</u>	<u>0.1%</u>	<u>*</u>
Subtotal	\$4,790	2.0%	*	\$3,019	2.2%	*
Total Fund	\$234,735	100.0%	\$242	\$136,051	100.0%	\$130

* No fees reported.

**Endowment Performance
Net of Fees
As of March 31, 2010**

	Assets	Net Returns	
	(thousands)	Quarter	One Year
SUI	\$234,735	2.8%	34.0%
ISU	136,051	2.9%	33.6%
Asset Allocation Benchmark*		3.2%	34.3%
SUI Quasi-Endowment	<u>77,841</u>	2.3%	22.7%
Fixed Income Benchmark **		1.8%	7.7%
Total	\$448,627		

* 35% Wilshire 5000; 25% MSCI EAFE (N); 25% Barclays Aggregate; 10% U.S. CPI + 5% Annually; 5% ML HY Master II.

** 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, 2010**

	Value	Value	Fees	Net Returns	
	(thousands)	(percent)	(thousands)	Quarter	Year
Dodge & Cox	\$27,866	35.8%	\$31	2.1%	18.2%
Reams Asset Management	<u>49,975</u>	<u>64.2%</u>	<u>37</u>	2.4%	26.9%
Total Fund	\$77,841	100.0%	\$68		
Fixed Income Benchmark **				1.8%	7.7%

**100% Barclays Aggregate.

Endowment / Quasi-Endowment Portfolios
Market Value - Accrual Basis
(in thousands)
As of March 31, 2010

Portfolio Manager	Endowment Market Value	Quasi-Endowment Market Value	Total Market Value	Percent of Total
Reams Asset Management				
SUI	\$35,657	\$49,975	\$85,632	
ISU	<u>16,173</u>	<u>-</u>	<u>16,173</u>	
Total	\$51,830	\$49,975	\$101,805	22.7%
Dodge & Cox				
SUI	\$35,794	\$27,866	\$63,660	
ISU	<u>15,929</u>	<u>-</u>	<u>15,929</u>	
Total	\$51,723	\$27,866	\$79,589	17.7%
State Street				
SUI	\$33,951	-	\$33,951	
ISU	<u>23,146</u>	<u>-</u>	<u>23,146</u>	
Total	\$57,097	-	\$57,097	12.7%
GMO Foreign Fund				
SUI	\$34,367	-	\$34,367	
ISU	<u>18,632</u>	<u>-</u>	<u>18,632</u>	
Total	\$52,999	-	\$52,999	11.8%
Lotsoff Capital				
SUI	\$29,141	-	\$29,141	
ISU	<u>18,020</u>	<u>-</u>	<u>18,020</u>	
Total	\$47,161	-	\$47,161	10.5%
Vanguard				
SUI	\$25,332	-	\$25,332	
ISU	<u>18,334</u>	<u>-</u>	<u>18,334</u>	
Total	\$43,666	-	\$43,666	9.7%
Delaware Investments				
SUI	\$14,696	-	\$14,696	
ISU	<u>9,224</u>	<u>-</u>	<u>9,224</u>	
Total	\$23,920	-	\$23,920	5.3%
Post Advisory				
SUI	\$13,006	-	\$13,006	
ISU	<u>8,034</u>	<u>-</u>	<u>8,034</u>	
Total	\$21,040	-	\$21,040	4.7%
Principal Group				
SUI	\$7,111	-	\$7,111	
ISU	<u>4,947</u>	<u>-</u>	<u>4,947</u>	
Total	\$12,058	-	\$12,058	2.7%
NB Crossroads XVIII				
SUI	\$3,737	-	\$3,737	
ISU	<u>2,336</u>	<u>-</u>	<u>2,336</u>	
Total	\$6,073	-	\$6,073	1.4%
CF NR Partners VIII				
SUI	\$885	-	\$885	
ISU	<u>590</u>	<u>-</u>	<u>590</u>	
Total	\$1,475	-	\$1,475	0.3%
CF Private Equity VII				
SUI	\$449	-	\$449	
ISU	<u>299</u>	<u>-</u>	<u>299</u>	
Total	\$748	-	\$748	0.2%
CF Int'l Partners VI				
SUI	\$324	-	\$324	
ISU	<u>216</u>	<u>-</u>	<u>216</u>	
Total	\$540	-	\$540	0.1%
CF Venture Capital VIII				
SUI	\$280	-	\$280	
ISU	<u>168</u>	<u>-</u>	<u>168</u>	
Total	\$448	-	\$448	0.1%
MREP Global III				
SUI	\$5	-	\$5	
ISU	<u>3</u>	<u>-</u>	<u>3</u>	
Total	8	-	8	0.1%
TOTAL				
SUI	\$234,735	\$77,841	\$312,576	
ISU	<u>136,051</u>	<u>-</u>	<u>136,051</u>	
Total	\$370,786	\$77,841	\$448,627	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, 2010**

University of Iowa	\$38,640
Iowa State University	22,254
University of Northern Iowa	6,396
Iowa School for the Deaf	276
Iowa Braille and Sight Saving School	155
Board Office	<u>44</u>
Total	<u>\$67,765</u>



Board of Regents, State of Iowa

Wilshire Consulting

***Board of Regents, State of Iowa
Executive Summary of Investment Performance
Quarter Ending March 31, 2010***



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Pittsburgh, PA 15222

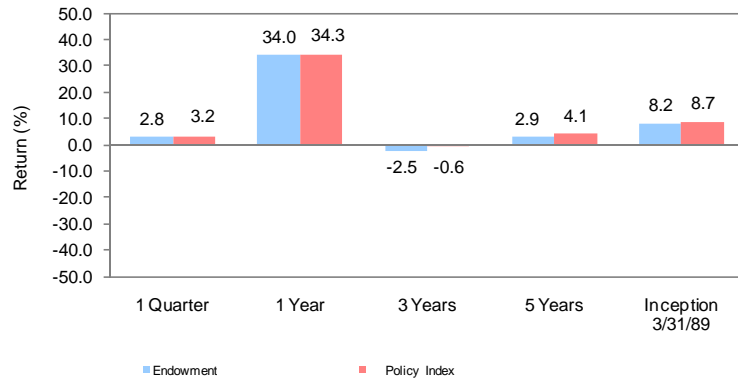
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Total Endowment Fund Results

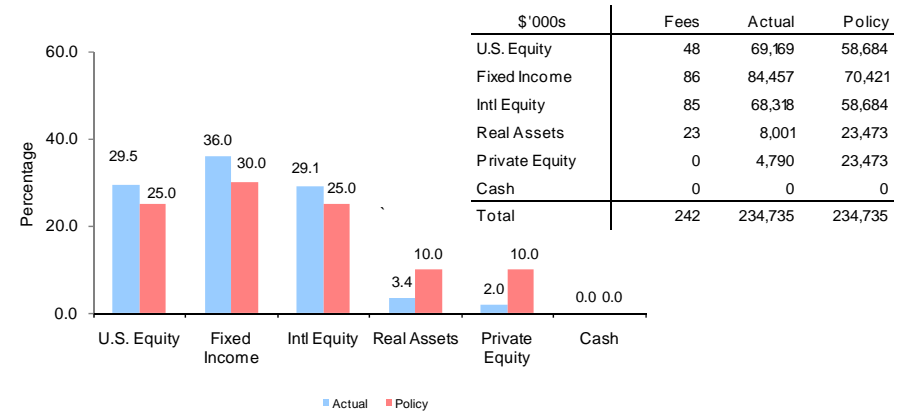
University of Iowa



Investment Performance



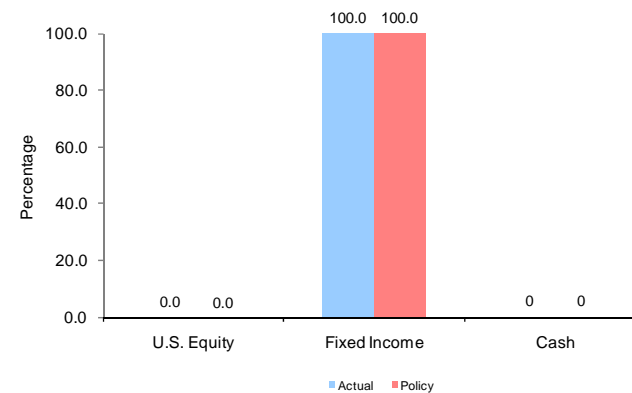
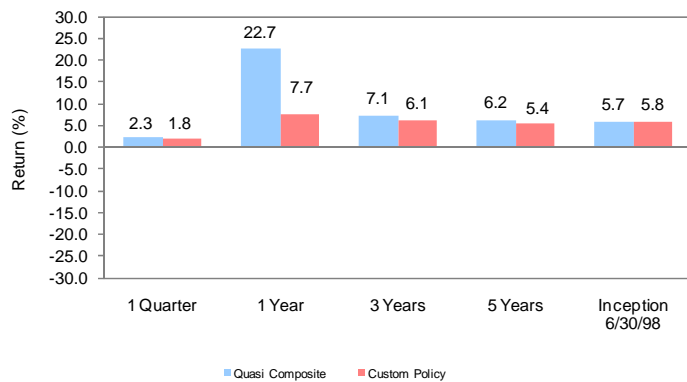
Asset Allocation vs. Policy



	\$'000s	Fees	Actual	Policy
U.S. Equity	48	69,169	58,684	
Fixed Income	86	84,457	70,421	
Intl Equity	85	68,318	58,684	
Real Assets	23	8,001	23,473	
Private Equity	0	4,790	23,473	
Cash	0	0	0	
Total		242	234,735	234,735

Total Quasi-Endowment Fund Results

University of Iowa

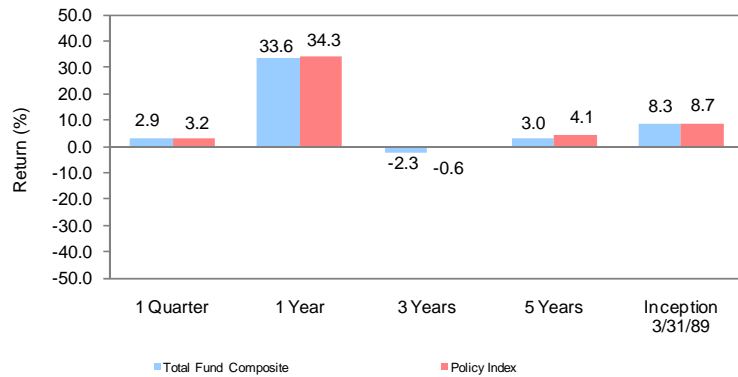


(Periods Ending March 31, 2010)

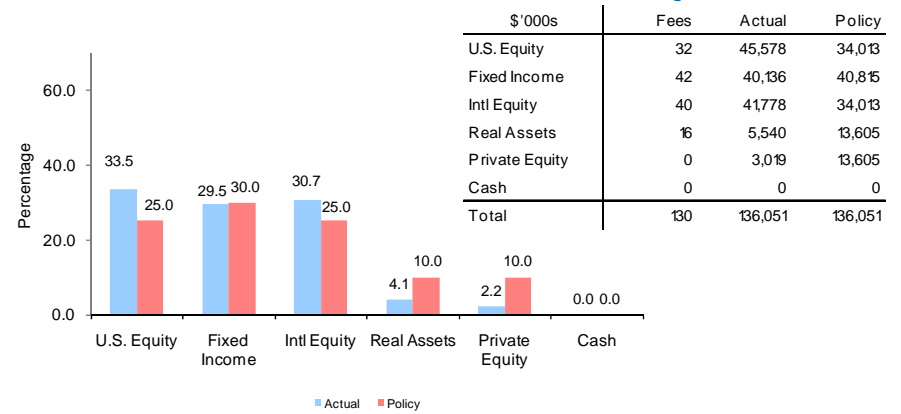
Note: At the direction of the Board of Regents, slight adjustments have been made to composite market values to account for rounding.

Total Endowment Fund Results

Investment Performance



Asset Allocation vs. Policy



	\$'000s	Fees	Actual	Policy
U.S. Equity		32	45,578	34,013
Fixed Income		42	40,136	40,815
Intl Equity		40	41,778	34,013
Real Assets		16	5,540	13,605
Private Equity		0	3,019	13,605
Cash		0	0	0
Total		130	136,051	136,051

(Periods Ending March 31, 2010)

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	\$69,169	6.2%	6.0%	11	52.1%	52.1%	0	1.2%	2.6%	-138
3/31/2005	Lotsoff Capital	\$29,141	5.4%	5.4%	3	51.4%	49.8%	168	--	--	--
3/31/2008	Vanguard	\$25,332	5.4%	5.4%	-1	49.9%	49.8%	14	--	--	--
3/31/2009	Delaware Investments	\$14,696	9.1%	8.9%	22	--	--	--	--	--	--
	International Equity	\$68,318	0.4%	0.9%	-43	50.0%	54.4%	-443	3.8%	3.8%	6
3/31/2004	GMO Foreign Fund	\$34,367	-0.5%	0.9%	-140	46.6%	54.4%	-783	3.3%	3.8%	-42
6/30/2009	State Street	\$33,951	1.4%	1.7%	-23	--	--	--	--	--	--
	Fixed Income	\$84,457	2.5%	1.8%	68	25.6%	7.7%	1,786	6.1%	5.4%	65
3/31/2004	Dodge & Cox	\$35,794	2.1%	1.8%	35	18.2%	7.7%	1,052	5.9%	5.4%	47
9/30/2002	Reams Asset Management	\$35,657	2.3%	1.8%	51	26.8%	7.7%	1,912	6.1%	5.4%	67
3/31/2006	Post Advisory	\$13,006	3.7%	4.8%	-109	39.8%	57.2%	-1,747	--	--	--
	Real Assets	\$8,001	-6.8%	2.0%	-885	-42.7%	-2.9%	-3,976	--	--	--
3/31/2006	Principal Group	\$7,111	-7.1%	-2.1%	-496	-43.8%	-16.9%	-2,693	--	--	--
9/30/2006	CF NR Partners VIII	\$885	8.3%	2.0%	621	--	--	--	--	--	--
3/31/2010	MREP Global III	\$5	--	--	--	--	--	--	--	--	--
	Private Equity	\$4,790	12.4%	6.0%	639	12.0%	52.1%	-4,015	--	--	--
12/31/2006	NB Crossroads XVIII	\$3,737	14.9%	6.0%	884	14.7%	52.1%	-3,746	--	--	--
3/31/2007	CF Int'l Partners VI	\$324	-1.4%	6.0%	-747	16.5%	52.1%	-3,561	--	--	--
3/31/2007	CF Private Equity VII	\$449	7.2%	6.0%	113	-2.1%	52.1%	-5,420	--	--	--
6/30/2007	CF Venture Capital VIII	\$280	6.7%	6.0%	68	-5.3%	52.1%	-5,737	--	--	--
	Total Endowment	\$234,735	2.8%	3.2%	-44	34.0%	34.3%	-24	2.9%	4.1%	-115

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	\$45,578	6.1%	6.0%	8	52.2%	52.1%	4	1.0%	2.6%	-158
3/31/2005	Lotsoff Capital	\$18,020	5.4%	5.4%	5	51.4%	49.8%	165	--	--	--
3/31/2008	Vanguard	\$18,334	5.4%	5.4%	-1	49.9%	49.8%	15	--	--	--
3/31/2009	Delaware Investments	\$9,224	9.0%	8.85%	19	--	--	--	--	--	--
	International Equity	\$41,778	0.6%	0.9%	-30	50.2%	54.4%	-424	3.8%	3.8%	5
3/31/2004	GMO Foreign Fund	\$18,632	-0.5%	0.9%	-140	46.6%	54.4%	-782	3.3%	3.8%	-45
6/30/2009	State Street	\$23,146	1.5%	1.7%	-19	--	--	--	--	--	--
	Fixed Income	\$40,136	2.6%	1.8%	86	26.8%	7.7%	1,911	6.2%	5.4%	78
3/31/2004	Dodge & Cox	\$15,929	2.1%	1.8%	34	18.2%	7.7%	1,052	5.9%	5.4%	45
9/30/2002	Reams Asset Management	\$16,173	2.6%	1.8%	83	29.1%	7.7%	2,140	6.4%	5.4%	99
3/31/2006	Post Advisory	\$8,034	3.7%	4.8%	-109	39.8%	57.2%	-1,743	--	--	--
	Real Assets	\$5,540	-6.7%	2.0%	-875	-42.7%	-2.9%	-3,976	--	--	--
3/31/2006	Principal Group	\$4,947	-7.1%	-2.1%	-496	-43.8%	-16.9%	-2,693	--	--	--
9/30/2006	CF NR Partners VIII	\$590	8.3%	2.0%	621	--	--	--	--	--	--
3/31/2010	MREP Global III	\$3	--	--	--	--	--	--	--	--	--
	Private Equity	\$3,019	12.3%	6.0%	625	11.9%	52.1%	-4,022	--	--	--
12/31/2006	NB Crossroads XVIII	\$2,336	14.9%	6.0%	884	14.7%	52.1%	-3,746	--	--	--
3/31/2007	CF Int'l Partners VI	\$216	-1.4%	6.0%	-747	16.5%	52.1%	-3,561	--	--	--
3/31/2007	CF Private Equity VII	\$299	7.2%	6.0%	113	-2.1%	52.1%	-5,420	--	--	--
6/30/2007	CF Venture Capital VIII	\$168	6.3%	6.0%	28	-5.6%	52.1%	-5,772	--	--	--
	Total Endowment	\$136,051	2.9%	3.2%	-32	33.6%	34.3%	-69	3.0%	4.1%	-103

(Periods Ending March 31, 2010)

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 %	Qtr. Inv. Fee \$'000
University of Iowa Quasi Composite	(6/30/98)	77,841	100%	2.3	22.7	7.1	6.2	5.7	68
<i>Custom Policy</i>				1.8	7.7	6.1	5.4	5.8	
Dodge & Cox Income Fund Quasi	(3/31/04)	27,866	35.8%	2.1	18.2	6.8	5.9	5.2	31
<i>Barclays Aggregate</i>				1.8	7.7	6.1	5.4	4.7	
Reams Asset Management Core Quasi	(9/30/01)	49,975	64.2%	2.4	26.9	7.2	6.3	5.5	37
<i>Barclays Aggregate</i>				1.8	7.7	6.1	5.4	5.3	

	Inception Date	Mkt. Value \$'000	Comp %	Qtr %	1 Yr %	3 Yrs %	5 Yrs %	Inception %	Investment Fee \$'000
University of Iowa External Mg. Composite	(12/31/96)	81,875	12.7%	1.2	8.8	3.3	3.6	4.6	112
<i>Merrill Lynch 1-3 Yr. G/C</i>				0.9	4.4	5.0	4.5	5.0	
<i>Merrill Lynch 1-5 Yr. Govt/Corp</i>				1.3	5.7	5.5	4.9	5.4	
BlackRock Short Duration	(12/31/96)	81,875	12.7%	1.2	7.7	4.3	4.2	4.8	112
<i>Merrill Lynch 1-3 Yr. G/C</i>				0.9	4.4	5.0	4.5	5.0	
<i>Merrill Lynch 1-5 Yr. Govt/Corp</i>				1.3	5.7	5.5	4.9	5.4	
University of Iowa Diversified Pool Composite	(3/31/09)	561,383	87.3%	1.8	14.5	--	--	14.5	95
<i>Policy Index</i>				1.9	14.9	--	--	14.9	
Blackrock Money Market	(3/31/10)	59,237	9.2%	0.0	--	--	--	0.0	0
<i>T-Bill</i>				0.0	--	--	--	0.0	
Diversified Pool Money Market	(3/31/10)	70,007	10.9%	0.0	--	--	--	0.0	0
<i>T-Bill</i>				0.0	--	--	--	0.0	
Vanguard Prime Money Market Fund Inst.	(3/31/09)	86,279	13.4%	0.0	0.4	--	--	0.4	28
<i>T-Bill</i>				0.0	0.2	--	--	0.4	
University of Iowa Diversified Pool Composite Ex Cash	(3/31/09)	345,860	53.8%	2.9	24.2	--	--	24.2	67
<i>Policy Index</i>				3.1	25.6	--	--	25.6	
Vanguard Total Stock Market Index	(3/31/09)	45,857	7.1%	6.0	53.0	--	--	53.0	7
<i>MSCI US Broad Market Index</i>				6.1	52.9	--	--	52.9	
Vanguard FTSE All World Ex US Index	(3/31/09)	12,196	1.9%	1.8	61.3	--	--	61.3	5
<i>FTSE All World Ex US Index</i>				1.6	62.4	--	--	62.4	
Vanguard REIT Index Fund Inst.	(3/31/09)	28,809	4.5%	10.1	110.2	--	--	110.2	7
<i>MSCI U.S. REIT Index</i>				10.1	110.5	--	--	110.5	
Vanguard Total Bond Market Index	(3/31/09)	169,564	26.4%	1.7	7.5	--	--	7.5	21
<i>Barclays Aggregate Index</i>				1.8	7.7	--	--	7.7	
Vanguard High Yield Corp Fund Adm.	(3/31/09)	31,675	4.9%	3.6	37.8	--	--	37.8	14
<i>Barclays High Yield Index</i>				4.6	56.2	--	--	56.2	
Vanguard Infla-Protected Sec Inst.	(3/31/09)	57,759	9.0%	0.5	5.9	--	--	5.9	13
<i>Barclays U.S. TIPS Index</i>				0.6	6.2	--	--	6.2	

(Periods Ending March 31, 2010)

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.

Iowa State University Operating Account



	Inception Date	Mkt. Value \$'000	Comp %	Qtr %	1 Yr %	3 Yrs %	5 Yrs %	Inception %	Investment Fee \$'000
Iowa State University Diversified Pool Composite	(3/31/10)	68,039	100.0%	1.8	--	--	--	1.8	0
<i>Policy Index</i>				1.9	--	--	--	1.9	
Diversified Cash	(3/31/10)	27,014	39.7%	0.1	--	--	--	0.1	0
<i>T-Bill</i>				0.1	--	--	--	0.1	
Iowa State University Diversified Pool Composite Ex Cash	(3/31/10)	41,025	60.3%	3.0	--	--	--	3.0	0
<i>Policy Index</i>				3.1	--	--	--	3.1	
Vanguard Total Stock Market Index	(3/31/10)	5,561	8.2%	6.0	--	--	--	6.0	0
<i>MSCI US Broad Market Index</i>				6.1	--	--	--	6.1	
Vanguard FTSE All World Ex US Index	(3/31/10)	1,322	1.9%	1.8	--	--	--	1.8	0
<i>FTSE All World Ex US Index</i>				1.6	--	--	--	1.6	
Vanguard REIT Index Fund Inst.	(3/31/10)	3,687	5.4%	10.1	--	--	--	10.1	0
<i>MSCI U.S. REIT Index</i>				10.1	--	--	--	1.1	
Vanguard Total Bond Market Index	(3/31/10)	20,317	29.9%	1.7	--	--	--	1.7	0
<i>Barclays Aggregate Index</i>				1.8	--	--	--	1.8	
Vanguard High Yield Corp Fund Adm.	(3/31/10)	3,446	5.1%	3.6	--	--	--	3.6	0
<i>Barclays High Yield Index</i>				4.6	--	--	--	4.6	
Vanguard Infla-Protected Sec Inst.	(3/31/10)	6,692	9.8%	0.5	--	--	--	0.5	0
<i>Barclays U.S. TIPS Index</i>				0.6	--	--	--	0.6	

(Periods Ending March 31, 2010)

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)	234,735	100.0%	2.8	34.0	-2.5	2.9	8.2	242
Iowa State University Total Endowment	(3/31/89)	136,051	100.0%	2.9	33.6	-2.3	3.0	8.3	130
<i>Policy Index</i>				<i>3.2</i>	<i>34.3</i>	<i>-0.6</i>	<i>4.1</i>	<i>8.7</i>	
University of Iowa Domestic Equity Composite	(3/31/89)	69,169	29.5%	6.2	52.1	-5.6	1.2	8.9	48
Iowa State University Domestic Equity Composite	(3/31/89)	45,578	33.6%	6.1	52.2	-5.7	1.0	8.6	32
<i>Wilshire 5000</i>				<i>6.0</i>	<i>52.1</i>	<i>-3.8</i>	<i>2.6</i>	<i>9.1</i>	
University of Iowa: Vanguard	(3/31/08)	25,332	10.8%	5.4	49.9	--	--	-3.6	4
Iowa State University: Vanguard	(3/31/08)	18,334	13.5%	5.4	49.9	--	--	-3.6	3
<i>S&P 500</i>				<i>5.4</i>	<i>49.8</i>	<i>--</i>	<i>--</i>	<i>-3.7</i>	
University of Iowa: Lotsoff Capital	(3/31/05)	29,141	12.4%	5.4	51.4	-5.3	--	1.2	25
Iowa State University: Lotsoff Capital	(3/31/05)	18,020	13.3%	5.4	51.4	-5.1	--	1.3	16
<i>S&P 500</i>				<i>5.4</i>	<i>49.8</i>	<i>-4.2</i>	<i>--</i>	<i>1.9</i>	
University of Iowa: Delaware Investments	(3/31/09)	14,696	6.3%	9.1	57.7	--	--	57.7	19
Iowa State University: Delaware Investments	(3/31/09)	9,224	6.8%	9.0	--	--	--	57.9	13
<i>Russell 2000</i>				<i>8.9</i>	<i>62.8</i>	<i>--</i>	<i>--</i>	<i>62.8</i>	
University of Iowa International Equity Composite	(9/30/94)	68,318	29.1%	0.4	50.0	-7.3	3.8	5.5	85
Iowa State University International Equity Composite	(9/30/94)	41,778	30.7%	0.6	50.2	-7.3	3.8	5.3	40
<i>MSCI EAFE (N) Index</i>				<i>0.9</i>	<i>54.4</i>	<i>-7.0</i>	<i>3.8</i>	<i>4.7</i>	
University of Iowa: GMO Foreign Fund	(3/31/04)	34,367	14.6%	-0.5	46.6	-8.0	3.3	5.2	64
Iowa State University: GMO Foreign Fund	(3/31/04)	18,632	13.7%	-0.5	46.6	-8.0	3.3	5.2	35
<i>MSCI EAFE (N) Index</i>				<i>0.9</i>	<i>54.4</i>	<i>-7.0</i>	<i>3.8</i>	<i>5.6</i>	
University of Iowa: State Street	(6/30/09)	33,951	14.5%	1.4	--	--	--	25.8	21
Iowa State University: State Street	(6/30/09)	23,146	17.0%	1.5	--	--	--	25.9	5
<i>MSCI ACWI Ex. U.S. (G) Index</i>				<i>1.7</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>26.4</i>	
University of Iowa Fixed Income Composite	(3/31/89)	84,457	36.0%	2.5	25.6	6.8	6.1	7.4	86
Iowa State University Fixed Income Composite	(3/31/89)	40,136	29.5%	2.6	26.8	7.1	6.2	6.9	42
<i>Custom Policy</i>				<i>1.8</i>	<i>7.7</i>	<i>6.1</i>	<i>5.4</i>	<i>7.4</i>	
University of Iowa: Dodge & Cox	(3/31/04)	35,794	15.3%	2.1	18.2	6.8	5.9	5.2	40
Iowa State University: Dodge & Cox	(3/31/04)	15,929	11.7%	2.1	18.2	6.8	5.9	5.1	18
<i>Barclays Aggregate</i>				<i>1.8</i>	<i>7.7</i>	<i>6.1</i>	<i>5.4</i>	<i>4.7</i>	
University of Iowa: Reams Asset Management	(9/30/02)	35,657	15.2%	2.3	26.8	7.1	6.1	5.3	27
Iowa State University: Reams Asset Management	(9/30/02)	16,173	11.9%	2.6	29.1	7.7	6.4	5.6	12
<i>Barclays Aggregate</i>				<i>1.8</i>	<i>7.7</i>	<i>6.1</i>	<i>5.4</i>	<i>4.9</i>	
University of Iowa: Post Advisory	(3/31/06)	13,006	5.5%	3.7	39.8	5.5	--	6.7	19
Iowa State University: Post Advisory	(3/31/06)	8,034	5.9%	3.7	39.8	5.5	--	6.7	12
<i>Merrill Lynch High Yield Master II</i>				<i>4.8</i>	<i>57.2</i>	<i>6.5</i>	<i>--</i>	<i>7.8</i>	

(Periods Ending March 31, 2010)

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 Real Assets Composite	(3/31/06)	8,001	3.4%	-6.8	-42.7	-18.4	--	-10.1	23
Iowa State University Real Assets Composite	(3/31/06)	5,540	4.0%	-6.7	-42.7	-18.4	--	-10.1	16
<i>Policy Index</i>				2.0	-2.9	1.7	--	5.2	
University of Iowa: Principal Group ¹	(3/31/06)	7,111	3.0%	-7.1	-43.8	-18.9	--	-10.6	23
Iowa State University: Principal Group ¹	(3/31/06)	4,947	3.6%	-7.1	-43.8	-18.9	--	-10.6	16
<i>NCREIF Property Index Lagged</i>				-2.1	-16.9	-3.4	--	1.2	
University of Iowa: CF NR Partners VIII ²	(9/30/2008)	885	0.4%	8.3	34.9	--	--	10.1	--
Iowa State University: CF NR Partners VIII ²	(9/30/2008)	590	0.4%	8.3	34.9	--	--	10.1	--
<i>U.S. CPI +5%</i>				2.0	7.6	--	--	4.8	
University of Iowa: MREP Global III	(3/31/2010)	5	0.0%	--	--	--	--	--	--
Iowa State University: MREP Global III	(3/31/2010)	3	0.0%	--	--	--	--	--	--
<i>NCREIF Property Index Lagged</i>				--	--	--	--	--	--
University of Iowa Private Equity Composite ²	(12/31/06)	4,790	2.0%	12.4	12.0	-4.7	--	-3.2	0
Iowa State University Private Equity Composite ²	(12/31/06)	3,019	2.2%	12.3	11.9	-4.8	--	-3.3	0
<i>Wilshire 5000</i>				6.0	52.1	-3.8	--	-3.1	
University of Iowa: NB Crossroads XVIII ²	(12/31/06)	3,737	1.6%	14.9	14.7	-3.7	--	-2.2	--
Iowa State University: NB Crossroads XVIII ²	(12/31/06)	2,336	1.7%	14.9	14.7	-3.7	--	-2.2	--
<i>Wilshire 5000</i>				6.0	52.1	-3.8	--	-3.1	
University of Iowa: CF Int'l Partners VI ²	(3/31/07)	324	0.1%	-1.4	16.5	-25.5	--	-25.5	--
Iowa State University: CF Int'l Partners VI ²	(3/31/07)	216	0.2%	-1.4	16.5	-25.5	--	-25.5	--
<i>Wilshire 5000</i>				6.0	52.1	-3.8	--	-3.8	
University of Iowa: CF Private Equity VII ²	(3/31/07)	449	0.2%	7.2	-2.1	-58.2	--	-58.2	--
Iowa State University: CF Private Equity VII ²	(3/31/07)	299	0.2%	7.2	-2.1	-58.2	--	-58.2	--
<i>Wilshire 5000</i>				6.0	52.1	-3.8	--	-3.8	
University of Iowa: CF Venture Capital VIII ²	(6/30/07)	280	0.1%	6.7	-5.3	--	--	-43.3	--
Iowa State University: CF Venture Capital VIII ²	(6/30/07)	168	0.1%	6.3	-5.6	--	--	-43.4	--
<i>Wilshire 5000</i>				6.0	52.1	--	--	-6.2	

¹Principal Enhanced Property Fund & NCREIF Property Index is lagged one quarter

²For reporting purposes, valuations of investments are shown on a quarter lag, but include current quarter cash flows

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)	77,841	100%	2.3	22.7	7.1	6.2	5.7	68
<i>Custom Policy</i>				1.8	7.7	6.1	5.4	5.8	
Dodge & Cox Income Fund Quasi	(3/31/04)	27,866	35.8%	2.1	18.2	6.8	5.9	5.2	31
<i>Barclays Aggregate</i>				1.8	7.7	6.1	5.4	4.7	
Reams Asset Management Core Quasi	(9/30/01)	49,975	64.2%	2.4	26.9	7.2	6.3	5.5	37
<i>Barclays Aggregate</i>				1.8	7.7	6.1	5.4	5.3	

(Periods Ending March 31, 2010)

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.

Manager Overview

Vanguard

- **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 Advisory

- **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 Foreign Fund

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

State Street

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

(Periods Ending March 31, 2010)

Manager Overview

Principal Group

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

CF NR 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

NB Crossroads 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 +

CF Int'l Partners VI

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

CF Private Equity VII

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

CF Venture Capital VIII

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

Metropolitan Real Estate Global III

- **Style:** Real Estate Fund of Funds
- **Selection Method:** Value-Added and Opportunistic Strategies
- **Fund Size:** \$0.2 Billion

Quarterly Active Manager Attribution

Lotsoff Capital

- Lotsoff Capital Management posted a 5.4% return for the quarter, performing inline with the S&P 500 index by ~ 0.03%.
- The strongest sectors included the Staples and Health Care, while Discretionary, and Financials underperformed
- Overall there were no sector out or underperformers.

Delaware Investments

- Delaware Small Core posted a 6.2% return for the quarter, outperforming the Russell 2000 by ~ 0.22%.
- Stock selection contributed positively in the Finance, Basic Materials, and Healthcare sectors, however was negatively impacted by the Business Services, Media, and Real Estate Investment Trust (REIT) sectors which dampened performance.

GMO Foreign Fund

- The GMO Foreign fund posted a -0.5% return for the quarter, underperforming the MSCI EAFE Index by ~ 1.4%.
- Country selection was a detractor from relative performance by 0.8% behind the benchmark. An overweight position in Italy subtracted 0.4% from returns.
- Underweight positions in Japan, Sweden, and Australia each subtracted 0.2%.
- On the positive side, an underweight position in Spain and an overweight position in Finland added 0.3% and 0.2%, respectively, to performance.
- Stock selection also lagged the benchmark by 0.5% .

Dodge & Cox

- The Dodge & Cox Income fund posted a 2.1% return for the quarter, outperforming the Barclays Aggregate by ~ 0.35%.
- Corporate sector overweight added modestly to relative returns.
- State of California taxable municipal bonds performed strongly as market conditions improved and tax revenues were better than expected.
- The Fund's nominal yield advantage added modestly to relative returns.
- Certain Agency MBS holdings (e.g., premium coupon Freddie Mac MBS) detracted from performance.

Reams Asset Management

- Reams Core Fixed Income posted a 0.5% return for the quarter, outperforming the Barclays Aggregate by ~ 0.3%.
- The largest contributor to relative performance during the quarter was a superior security selection in the investment grade credit sector.
- Recently the portfolio has underweighted their MBS holdings for the purpose of making room for curve positioning, and also a result on their perception of poor future performance in this sector relative to governments.

Post Advisory

- The Post High Yield Fund posted a 3.7%, underperforming the Merrill Lynch High Yield II Total Return by ~ 1.1%.
- Angiotech FRNs detracted from performance with a negative 5.72% total return, Edison Mission (EME) bonds were also an underperformer, at -3.71%, and Great Atlantic & Pacific Tea Company's second-lien bonds performed poorly, posting a 2.94% negative return for the quarter.

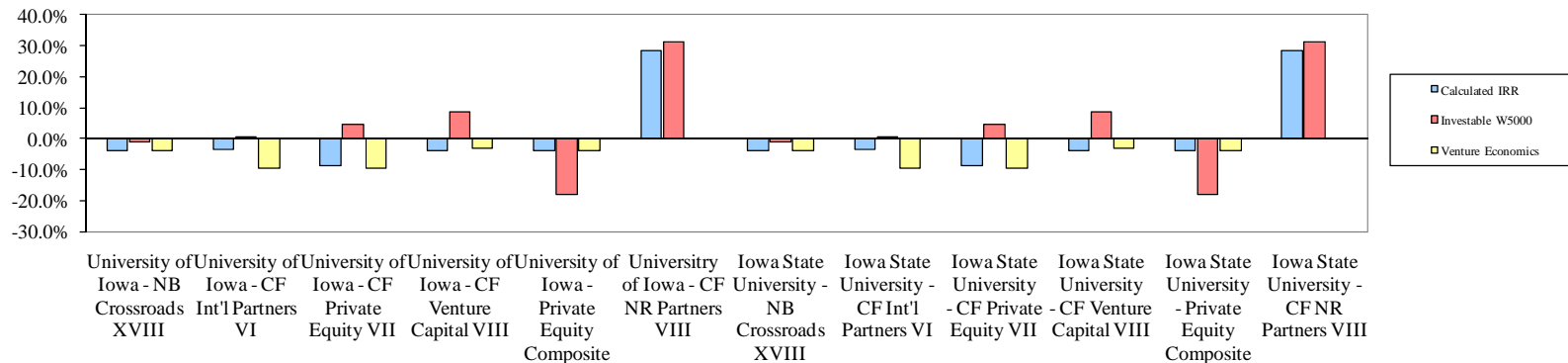
Private Equity Analysis

Fund	Inception	Total Commitment	Capital Called	Distributions*	Investment Gain/Loss	Market Value	Performance				
							Calculated IRR	Investable W5000	Venture Economics		
University of Iowa - NB Crossroads XVIII	4q2006	6,000,000	4,200,000	70%	307,648	-155,259	3,737,093	-3.8%	-1.1%	-3.8%	1
University of Iowa - CF Int'l Partners VI	2q2007	1,200,000	342,000	29%	220	-18,129	323,651	-3.6%	0.7%	-9.5%	2
University of Iowa - CF Private Equity VII	2q2007	2,400,000	500,400	21%	159	-51,299	448,942	-8.9%	4.7%	-9.5%	3
University of Iowa - CF Venture Capital VIII	3q2007	1,000,000	292,500	29%	0	-12,470	280,030	-3.9%	8.7%	-3.2%	4
University of Iowa - Private Equity Composite	4q2006	10,600,000	5,334,900	50%	308,027	-237,157	4,789,716	-4.1%	-18.0%	-3.8%	5
University of Iowa - CF NR Partners VIII	4q2008	6,000,000	270,000	5%	74	26,606	296,532	28.3%	31.3%	--	

Fund	Inception	Total Commitment	Capital Called	Distributions*	Investment Gain/Loss	Market Value	Performance				
							Calculated IRR	Investable W5000	Venture Economics		
Iowa State University - NB Crossroads XVIII	4q2006	3,750,000	2,625,000	70%	192,118	-97,199	2,335,683	-3.8%	-1.1%	-3.8%	1
Iowa State University - CF Int'l Partners VI	2q2007	800,000	228,000	29%	148	-12,080	215,772	-3.6%	0.7%	-9.5%	2
Iowa State University - CF Private Equity VII	2q2007	1,600,000	333,600	21%	107	-34,200	299,293	-8.9%	4.7%	-9.5%	3
Iowa State University - CF Venture Capital VIII	3q2007	600,000	175,500	29%	0	-7,482	168,018	-3.9%	8.7%	-3.2%	4
Iowa State University - Private Equity Composite	4q2006	6,750,000	3,362,100	50%	192,373	-150,961	3,018,766	-4.1%	-18.0%	-3.8%	5
Iowa State University - CF NR Partners VIII	4q2008	4,000,000	180,000	5%	51	17,738	197,687	28.3%	31.3%	--	

*Sum of distributions, expenses, and investment fees

- (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



(Periods Ending March 31, 2010)

Endowment Policy Index

Quarter Start - Quarter End	%	Description
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 - 09/09	50.00	Wilshire 5000
	30.00	Barclays Aggregate
	15.00	MSCI EAFE (N)
	5.00	NCREIF Property Index Lagged
09/09-Present	35.00	Wilshire 5000
	25.00	MSCI EAFE (N)
	25.00	Barclays Aggregate
	10.00	U.S. CPI +5% Annually
	5.00	ML HY Master II

Fixed Income/ Quasi Policy

Quarter Start - Quarter End	%	Description
9/98 -6/01	100.00	Lehman Gov't/Credit
9/01 - Present	100.00	Barclays Aggregate

Real Assets Policy Index

Quarter Start - Quarter End	%	Description
03/06-06/09	100.00	NCREIF Property Index Lagged
09/09 - Present	100.00	U.S. CPI +5% Annually

Diversified Pool Policy Index

Quarter Start - Quarter End	%	Description
3/09-Present	40.00	91 Day Tbill
	30.00	Barclays Aggregate
	10.00	Barclays U.S. TIPS
	8.00	MSCI U.S. Broad Market Index
	5.00	Barclays High Yield
	5.00	MSCI REIT Index
	2.00	FTSE AW EX-U.S. Index



Appendix

U.S. Equity

Despite stumbling out of the blocks in January, the U.S. stock market carried its strong 2009 performance through the first quarter of 2010 with a 6.0% gain. This represents the Wilshire 5000SM Index's fourth consecutive quarterly gain, which extends to a cumulative return of 52.1% over the past year and an 80.2% rally since its March 9, 2009 closing low. After reaching a peak-to-trough sell-off of -55.4%, the index has narrowed its losses since its October 9, 2007 closing high to -19.6%.

Small capitalization stocks continued to lead the market recovery, building on an impressive 12-month return. Both the growth and value style segments performed well during the quarter with value outpacing growth across the capitalization spectrum.

Financials and Consumer Discretionary stocks lead all sectors with quarterly returns of 12.0% and 11.8%, respectively. The Telecomm Services and Utilities sectors were the only two groups to suffer a Q1 loss, falling -3.7% and -2.3%, respectively.

The CBOE Volatility Index (VIX), a measure of anticipated stock market volatility, has recently moved below 20 for the first time since August of 2008. Some investors view a VIX level of 20 as a psychological demarcation between 'normal' and 'risky' market regimes. During the height of the credit crisis and market turmoil of 2008, for example, the VIX traded as high as 80.

Non-U.S. Equity

Both developed and emerging market stocks trailed U.S. equity for the quarter but still managed positive returns. Investors focused on the increasingly-higher debt levels of many global economies and future prospects of higher inflation. China, one of the shining stars of 2009, actually experienced selling pressure over concerns that stock prices had exceeded near-term valuation targets. European equity performance was impacted by the mounting debt worries of Greece; in contrast, Pacific region stocks yielded strong returns, buoyed by a surprisingly resilient rally in Japanese equities.

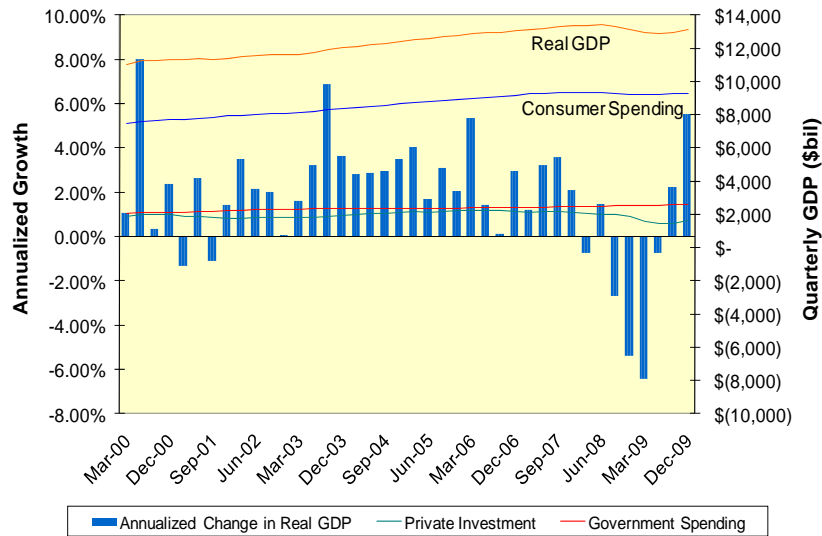
Fixed Income

Investor appetite for yield outpaced safety concerns in the first quarter of 2010, despite uneasiness over the upcoming end of central-bank supports of global securities markets. Investors also had to ponder the effects of the debt crisis in Greece and its possible spread to other Eurozone countries. With the U.S. Federal Reserve in no hurry to tighten monetary policy, Treasury yields fell in January and stayed flat in February; however, lackluster response to a late-March T-Note auction pushed yields markedly higher. In contrast, market demand for corporate paper pushed credit spreads notably lower during the quarter; whether new issuance or secondary market, buyers bid up prices and pushed down yields.

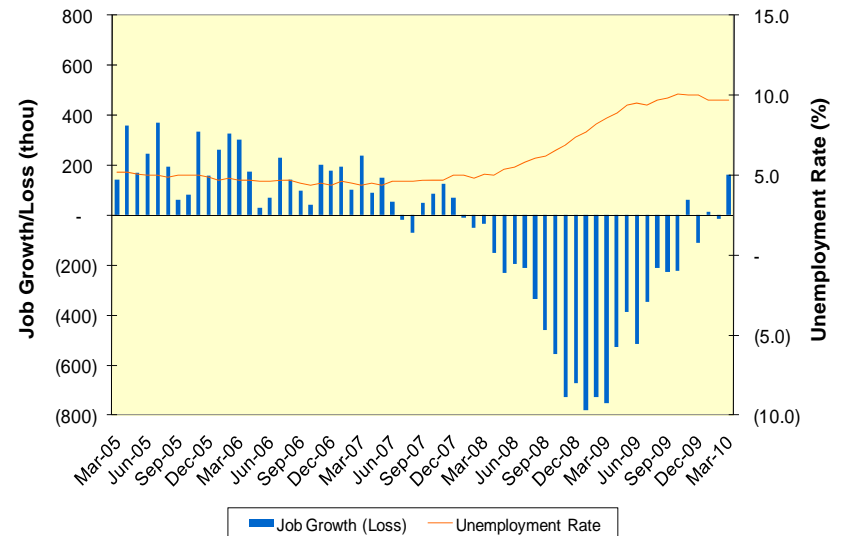
Economic Review

March 31, 2010		Key Economic Indicators			
CPI (all items) Seasonally adjusted	Monthly Change			Cumulative Change	
	Mar-10	0.1		3-Month	0.2
	Feb-10	0.0		12-Month	2.4
	Jan-10	0.2		10-Yr Annual	2.4
Breakeven Inflation	10-Year	2.3			
Consumer Sentiment Unv. of Michigan Survey	Mar-10	73.6			
	Feb-10	73.6			
	1-Yr Ago	57.3		10-Yr Avg	85.2
Manufacturing Inst. for Supply Mgmt Purchasing Mngrs' Idx	Mar-10	59.6		Change in Manufacturing Sector	
	Feb-10	56.5		>50	Expansion
	1-Yr Avg	51.8		<50	Contraction

Changes in Real GDP (2005 base year)



Unemployment Rate and Job Growth/Loss

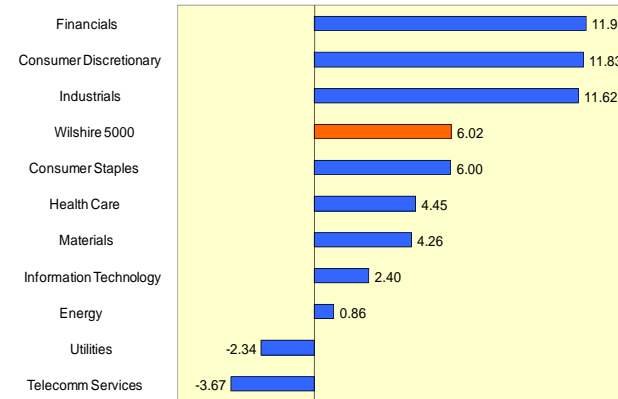


Data sources: Bureau of Economic Analysis, Bureau of Labor Statistics, Federal Reserve Bank of St. Louis

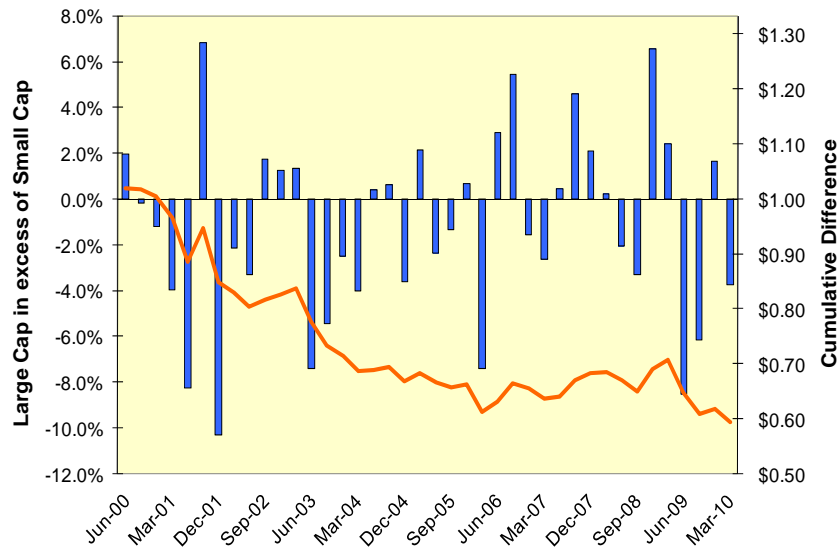
U.S. Capital Markets: Equity

March 31, 2010	Qtr	Ytd	1 Yr	3 Yr	5 Yr	10 Yr
Wilshire 5000	6.0	6.0	52.1	-3.8	2.6	-0.1
Wilshire U.S. Large Cap	5.6	5.6	49.2	-3.9	2.3	-0.6
Wilshire U.S. Small Cap	9.7	9.7	77.6	-1.7	5.2	4.7
Wilshire U.S. Large Growth	4.8	4.8	51.6	-0.6	3.8	-3.7
Wilshire U.S. Large Value	6.4	6.4	46.9	-7.3	0.8	2.7
Wilshire U.S. Small Growth	8.3	8.3	74.0	-1.3	5.4	0.0
Wilshire U.S. Small Value	11.1	11.1	81.2	-2.1	5.0	9.4
Wilshire REIT Index	9.8	9.8	113.7	-12.0	3.4	11.4
Dow Jones UBS Commodity Index	-5.0	-5.0	20.5	-6.9	-1.4	5.7

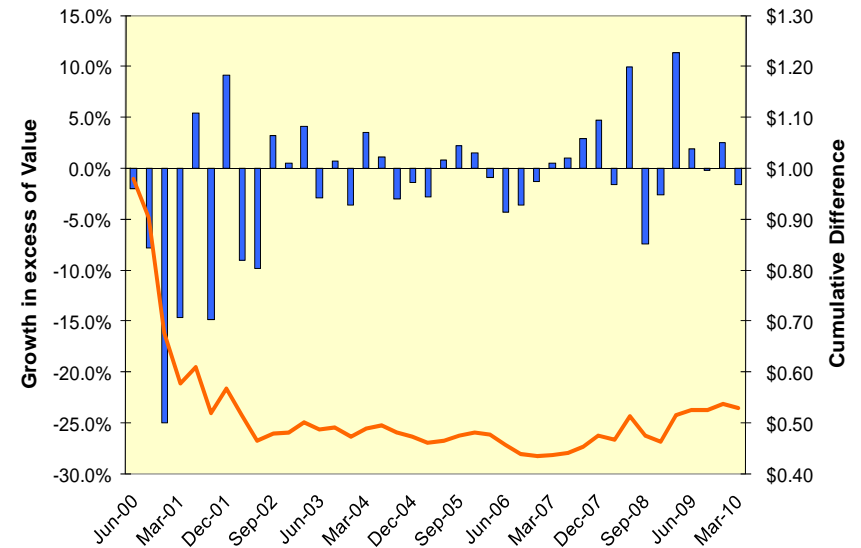
Wilshire 5000 Quarterly Sector Returns (%)



Large Cap vs. Small Cap: 10 Years of Quarterly Observations



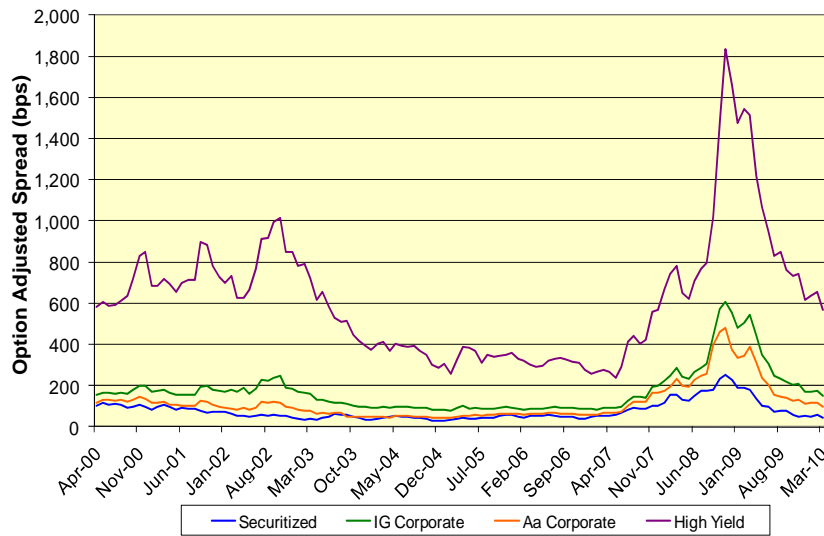
Growth vs. Value: 10 Years of Quarterly Observations



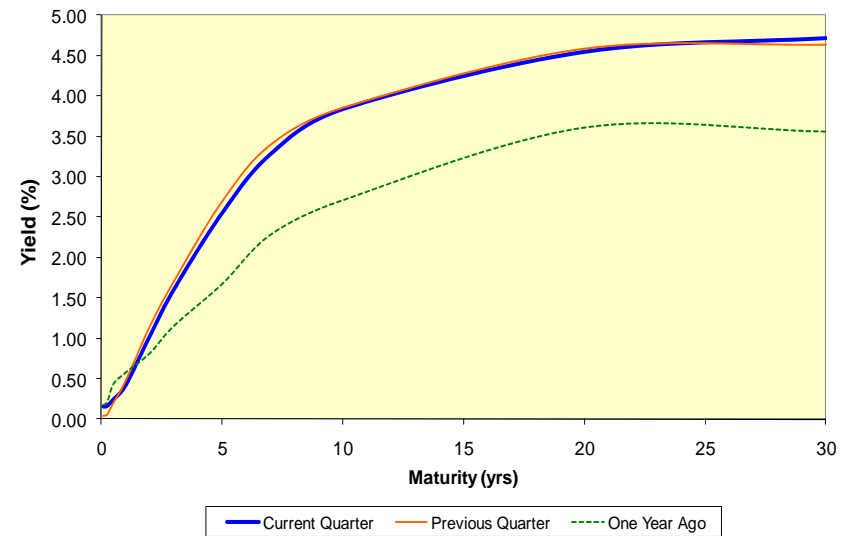
U.S. Capital Markets: Fixed Income

March 31, 2010	Qtr	Ytd	1 Yr	3 Yr	5 Yr	10 Yr
Barclays Aggregate Bond Index	1.8	1.8	7.7	6.1	5.4	6.3
Barclays Treasury Index	1.1	1.1	-1.2	6.0	5.2	5.9
Barclays Govt-Related Index	1.5	1.5	4.4	6.3	5.5	6.4
Barclays Securitized Index	2.1	2.1	8.0	6.5	5.8	6.4
Barclays Corporate IG Index	2.2	2.2	23.4	5.8	5.2	6.6
Barclays LT Govt/Credit Index	1.6	1.6	10.3	5.8	5.3	7.3
Barclays Long-Term Treasury Index	0.9	0.9	-7.3	5.8	5.2	6.9
Barclays U.S. TIPS Index	0.6	0.6	6.2	6.0	4.8	7.3
Barclays High Yield Index	4.6	4.6	56.2	6.6	7.8	7.5
Treasury Bills	0.0	0.0	0.2	2.0	2.9	2.8

Barclays Fixed Income Indexes - OAS



Treasury Yield Curve

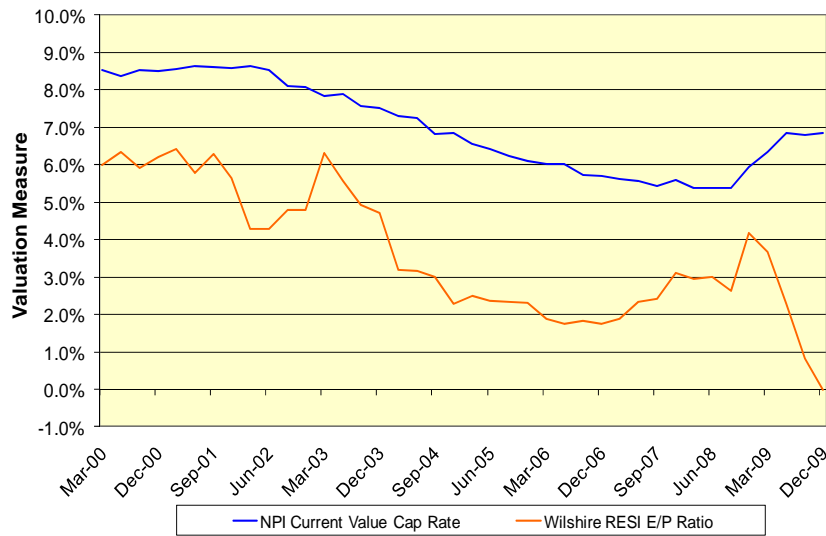


Real Assets

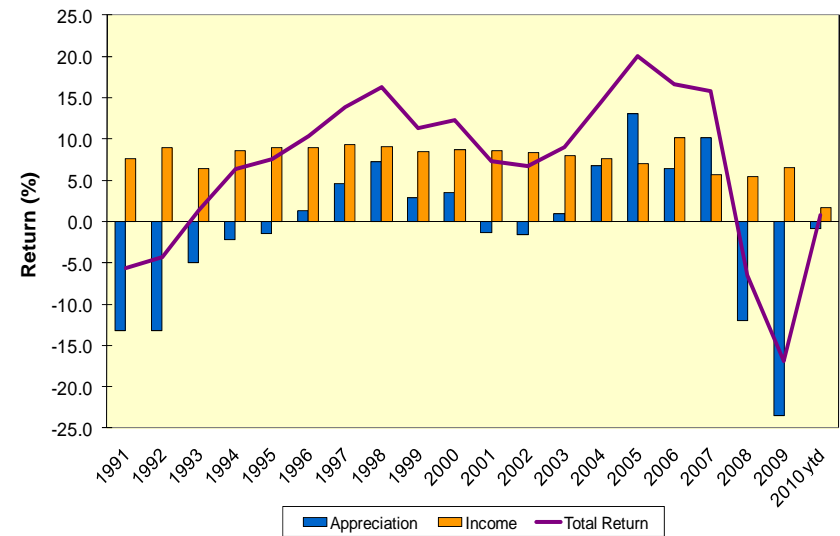
March 31, 2010	Qtr	Ytd	1 Yr	3 Yr	5 Yr	10 Yr
Barclays U.S. TIPS Index	0.6	0.6	6.2	6.0	4.8	7.3
Dow Jones UBS Commodity Index	-5.0	-5.0	20.5	-6.9	-1.4	5.7
Global Public Real Estate*	5.3	5.3	91.1	-13.2	2.8	10.7
NCREIF Property Index	0.8	0.8	-9.6	-4.3	4.2	7.1
NCREIF Timberland Index	0.3	0.3	-5.2	6.7	10.5	7.1
S&P MLP Index (Oil & Gas)	8.2	8.2	72.8	4.4	10.5	n.a.

* Wilshire Global Real Estate Securities from March, 2000 to December, 2004. Wilshire Global REITs from 2004 to present.

Real Estate Valuation



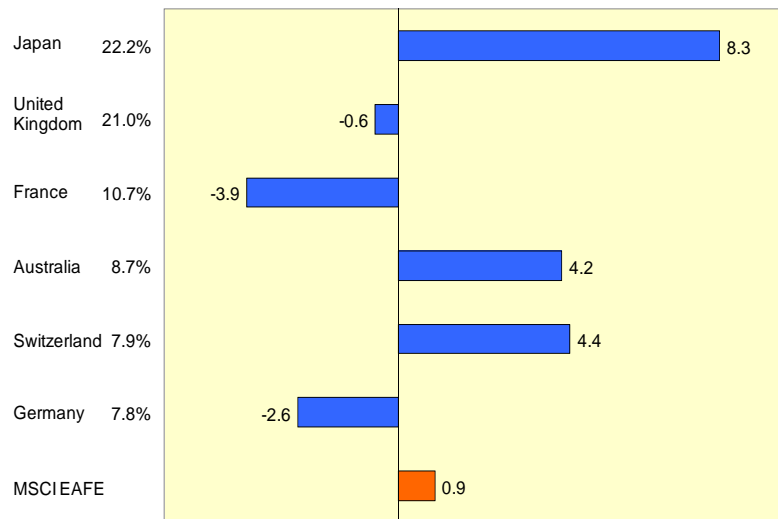
NCREIF Property Index Returns



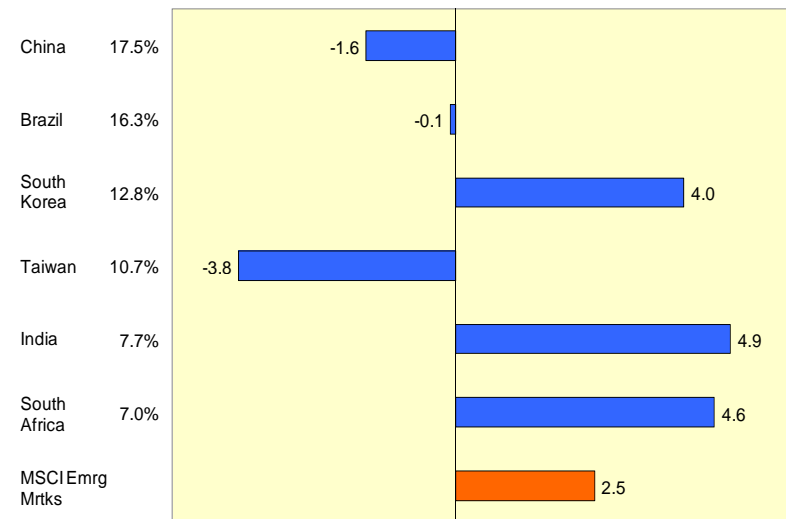
Non-U.S. Capital Markets

March 31, 2010	Qtr	Ytd	1 Yr	3 Yr	5 Yr	10 Yr
MSCI ACWI ex-US (\$g)	1.7	1.7	61.7	-3.7	6.6	3.2
MSCI EAFE (\$g)	0.9	0.9	55.2	-6.6	4.2	1.7
MSCI Emerging Markets (\$g)	2.5	2.5	81.5	5.5	16.0	10.1
MSCI Frontier Markets (\$g)	11.4	11.4	55.3	-8.2	0.0	n.a.
JPM Non US Global Bond	-1.9	-1.9	8.2	7.7	4.8	6.6
JPM Non US Global Bond Hedged	1.2	1.2	3.4	5.2	4.8	5.2
JPM EMBI Global	4.2	4.2	29.2	7.3	9.3	10.3
Euro vs. Dollar	-5.7	-5.7	1.7	0.5	0.7	3.5
Yen vs. Dollar	-0.4	-0.4	5.7	8.1	2.6	1.0
Pound vs. Dollar	-6.1	-6.1	5.8	-8.3	-4.2	-0.5

MSCIEAFE's Largest Countries: Market Weights and Quarterly Returns (%)



MSCIEM's Largest Countries: Market Weights and Quarterly Returns (%)



Asset Class Performance

Annual Asset Class Returns - Best to Worst

2005	2006	2007	2008	2009	YTD 2010
Emrg Mrkts 34.5%	REITs 36.0%	Emrg Mrkts 39.8%	Core Bond 5.2%	Emrg Mrkts 79.0%	REITs 9.8%
Commodities 21.4%	Emrg Mrkts 32.6%	Commodities 16.2%	T-Bills 2.0%	High Yield 58.2%	U.S. Equity 6.0%
Developed 14.0%	Developed 26.9%	U.S. TIPS 11.6%	U.S. TIPS -2.3%	Developed 32.5%	High Yield 4.6%
REITs 13.8%	U.S. Equity 15.8%	Developed 11.6%	High Yield -26.2%	REITs 28.6%	Emrg Mrkts 2.5%
U.S. Equity 6.4%	High Yield 11.9%	Core Bond 7.0%	Commodities -35.6%	U.S. Equity 28.3%	Core Bond 1.8%
T-Bills 3.1%	T-Bills 4.8%	U.S. Equity 5.6%	U.S. Equity -37.2%	Commodities 18.9%	Developed 0.9%
U.S. TIPS 2.8%	Core Bond 4.3%	T-Bills 5.0%	REITs -39.2%	U.S. TIPS 11.4%	U.S. TIPS 0.6%
High Yield 2.7%	Commodities 2.1%	High Yield 1.9%	Developed -43.1%	Core Bond 5.9%	T-Bills 0.0%
Core Bond 2.4%	U.S. TIPS 0.4%	REITs -17.5%	Emrg Mrkts -53.2%	T-Bills 0.2%	Commodities -5.0%

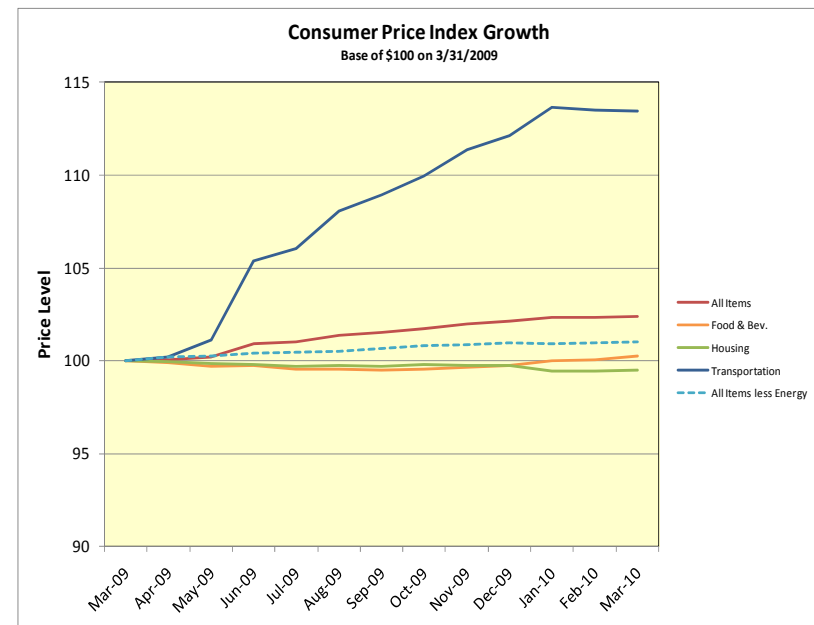
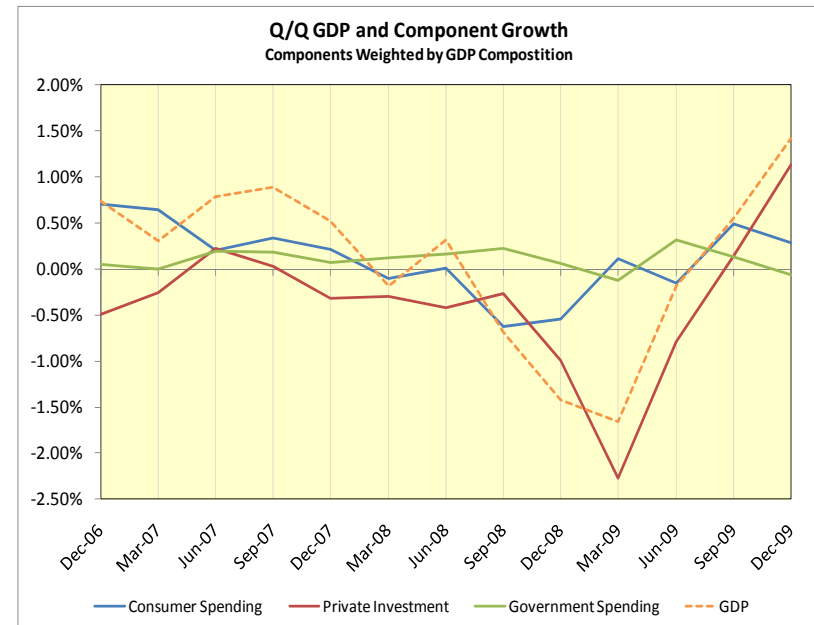
Annualized
5-Year

2005-2009
Emrg Mrkts 15.9%
High Yield 6.5%
Core Bond 5.0%
U.S. TIPS 4.6%
Developed 4.0%
T-Bills 3.0%
Commodities 1.9%
U.S. Equity 0.9%
REITs 0.0%

First Quarter Focus

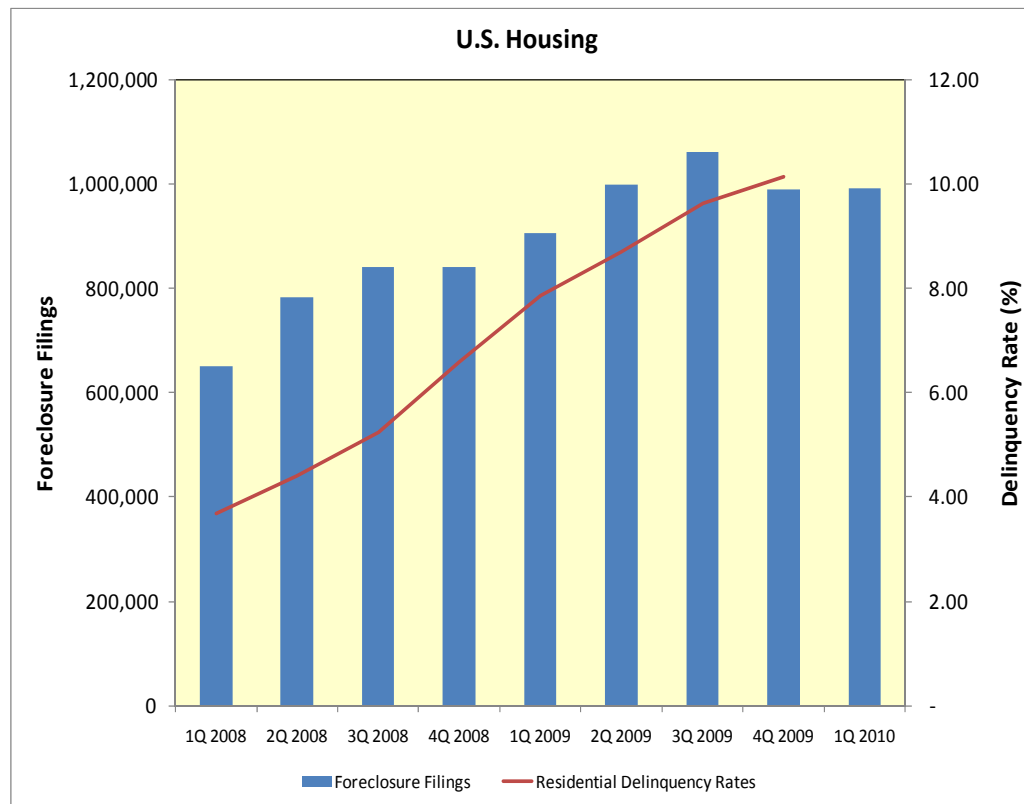
Closer Look at GDP & CPI

- The above chart to the right tracks quarterly changes in GDP and its components – which are weighted by their proportion of total GDP.
- Overall growth has been closely tied to private sector investment. While inventories continue to decline, the pace slowed dramatically during the fourth quarter of 2009.
- The bottom chart includes one-year changes in major CPI components.
- Transportation, led by oil prices, has been the largest driver of CPI.
- While All Items were up 2.4% during the past year, All Items less Energy was up a modest 1.0%.



Delinquency and Foreclosures

- Housing picture continued to deteriorate in 2009 and Q1 2010.
- Foreclosure filings on 4 mil homes last year and another 1 mil during the first quarter.
- Latest Fannie Mae sales forecast for 2010 is 6 mil homes.
- At the current pace, foreclosures would account for more than half of that demand.



Source: RealtyTrac, Federal Reserve

Consumer Credit

- Non-revolving credit (autos, etc) has flat lined while revolving credit (i.e. credit cards) is falling.
- In aggregate, consumers have been cutting debt since December, 2008.
- Household debt versus disposable income, after spending much of the last decade below 90%, has accelerated well past 100%.
- At year-end 2009, the ratio remained above 120% - calling into question the consumers ability to take on new debt.
- If households continue to de-leverage, growth in spending would have to come from other sources, i.e. wage growth, investments.

