



Board of Regents, State of Iowa

Executive Summary of Investment Performance

Fourth Quarter 2005





Market Observations

Hurricane Katrina had a negative effect on markets in September and October, but markets had generally recovered by November. Job growth was lackluster in those months, with a combined 61,000 jobs added, but the picture improved markedly in November with 215,000 jobs added, and the unemployment rate falling to pre-Katrina levels. Inflation spiked to 4.7% year-over-year (CPI) in September before falling to 3.5% in November, the same as its rate of change a year earlier.

Consumer confidence rebounded sharply in November and December after plummeting in September, thanks in part to a drop in energy prices. Oil ended the quarter down 7.85% at \$61.04 per barrel and natural gas dropped 19.37% to \$11.23 per MMBtu.

The Fed made two ¼ point hikes, bringing the Fed Funds rate to 4.25%. For the year, the key rate had increased 2% from its 2.25% level at the end of 2004. Rising mortgage rates led to a decline in home sales in November compared to October and the previous year. 30-year fixed rate mortgages were up to 6¼ % (1/2 percent higher than November 2004).

U.S. Stock Market

The US equity markets posted a solid 4th quarter gain of 2.21%, as the Dow Jones Wilshire 5000 finished the year with a respectable 6.38% return for 2005. Rebounding from the bear markets of 2000-2002, 2005 marked the third consecutive year of positive results. Small capitalization stocks closely matched large capitalization stocks during the quarter, but outperformed for the year with the Wilshire Small Cap 1750 outperforming the Wilshire Large Cap 750 by 2.35%. Microcaps lagged larger size segments, with the Wilshire Microcap 2500 index returning 0.54% and 2.76% for the quarter and year, respectively. While small cap growth stocks outperformed small cap value stocks for the fourth quarter, growth lagged value across all market capitalizations for the year.

Despite a pullback in the 4th quarter, the energy and utilities sectors led the way in 2005, posting one-year returns of 35% and 15% respectively. Interestingly, the flattening of the yield curve did not stop the financial sector from posting a solid 6.1% gain in 2005 with a strong run up of 7.1% in the 4th quarter. The consumer discretionary and telecommunications services sectors lagged the broader market, with annual returns of about -4.6% and -2.3%, respectively.



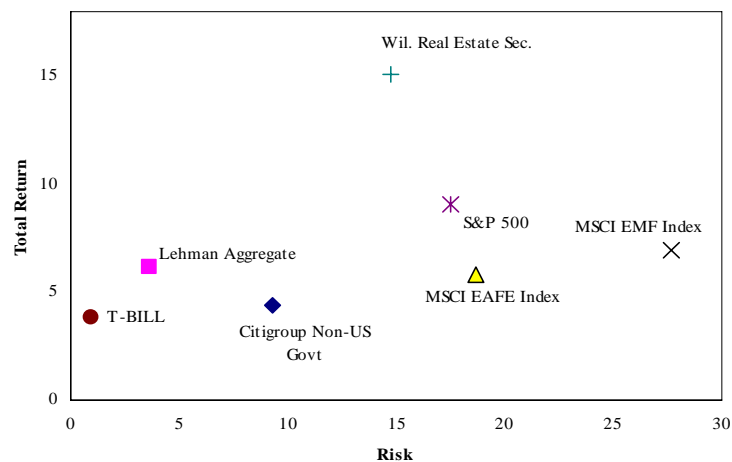
Market Review

Major Asset Class Returns

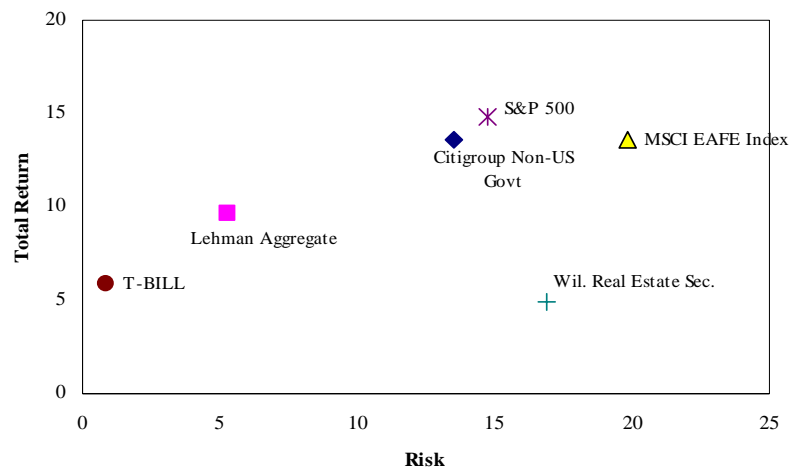
(%)

	QTR	1 yr	3 yr	5 yr	10yr
Equity					
Dow Jones - Wilshire 5000	2.2	6.4	16.4	2.1	9.2
Standard and Poor's 500	2.1	4.9	14.4	0.6	9.1
International Stock (MSCI EAFE)(USD)	4.1	13.5	23.7	4.6	5.8
Emerging Markets (MSCI EMF)(USD)	7.2	34.5	38.3	19.4	7.0
Dow Jones - Wilshire Real Estate Securities	3.0	13.8	28.1	19.0	15.1
Fixed Income					
Lehman Aggregate Bond	0.6	2.4	3.6	5.9	6.2
First Boston High Yield	0.6	2.3	13.6	9.8	7.1
International Bonds (Citigroup Non-US)	-2.6	-9.2	6.5	7.3	4.4
Treasury Bills (91 Day)	0.9	3.1	1.8	2.3	3.9
Consumer Price Index					
	-1.0	3.4	2.9	2.5	2.5

Risk versus Return (12/31/95 - 12/31/05)



Risk versus Return (12/31/85 - 12/31/95)



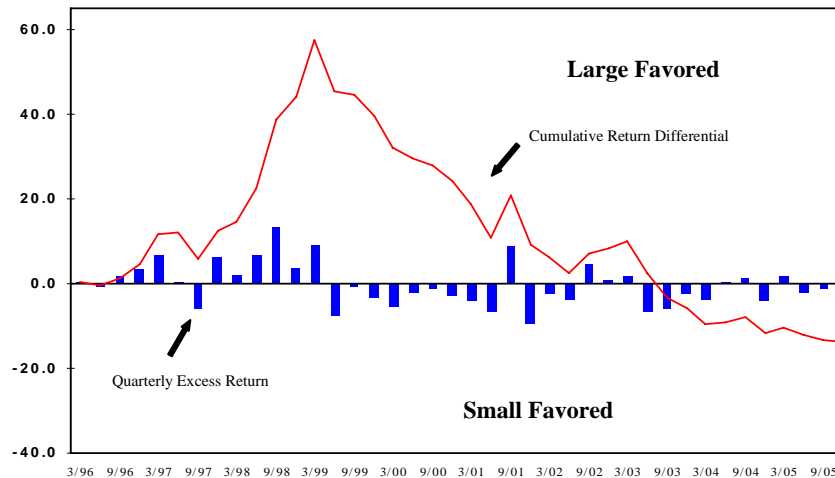


Domestic Equity Markets

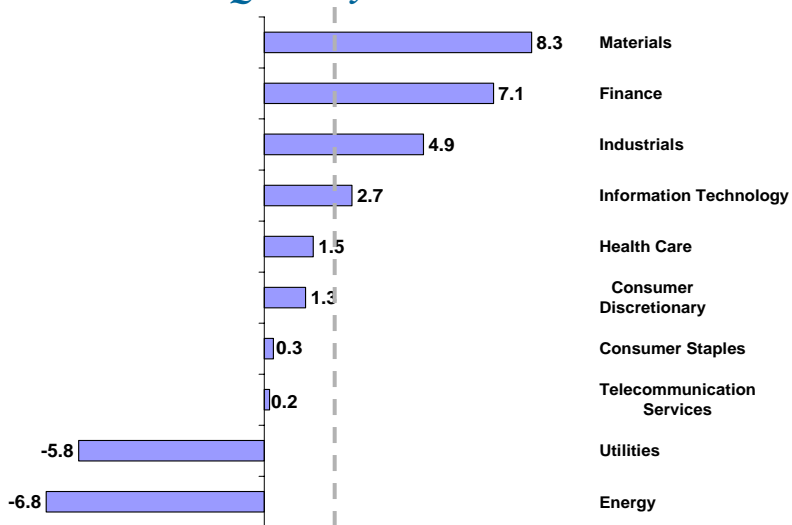
US Equity Returns

	QTR	1 yr	3 yr	5 yr	10yr
Dow Jones - Wilshire 4500	2.7	10.0	23.2	6.9	9.8
Dow Jones - Wilshire 5000	2.2	6.4	16.4	2.1	9.2
Wilshire Internet Index	7.5	3.6	25.3	-10.3	
Wilshire Large Cap 750	2.3	5.5	14.8	0.8	8.9
Wilshire Small Cap 1750	2.4	7.9	23.7	8.4	10.6
Wilshire Micro Cap 2500	0.5	2.8	32.3	21.3	16.4
Wilshire Venture Capital	3.2	1.5	23.0	-8.2	7.1
Wilshire Large Growth	1.9	2.9	11.3	-3.8	6.8
Wilshire Large Value	2.7	8.0	18.2	4.6	9.8
Wilshire Mid Growth	2.4	10.1	21.6	3.6	9.2
Wilshire Mid Value	2.4	12.1	26.5	13.7	14.5
Wilshire Small Growth	2.9	6.9	21.5	1.8	5.6
Wilshire Small Value	1.8	8.8	25.9	13.8	13.3

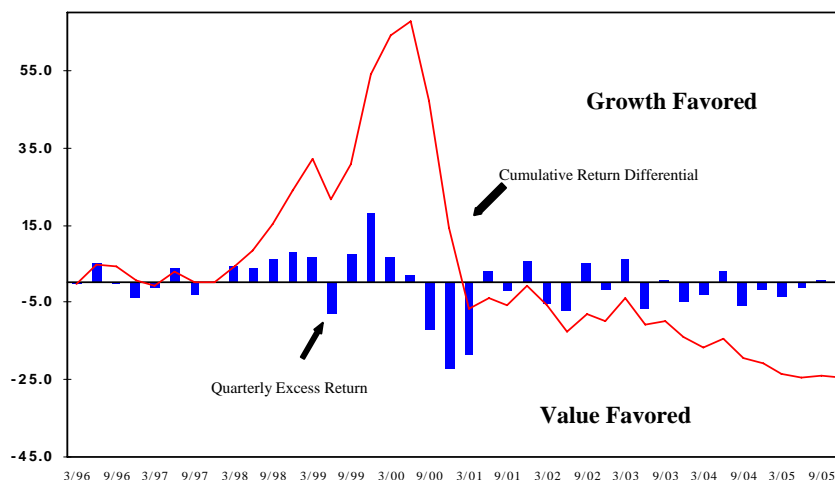
Small Cap vs. Large Cap Quarterly Returns



Wilshire 5000 Quarterly GICS Sector Returns



Value vs. Growth Stocks Quarterly Returns

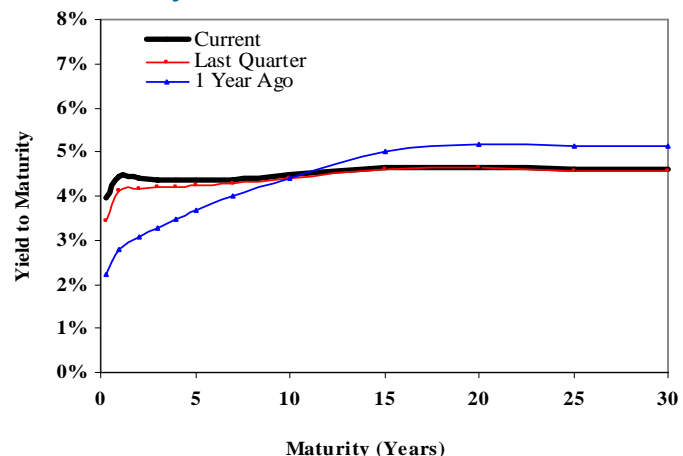


Fixed Income

Fixed Income

	QTR	1 yr	3 yr	5 yr	10yr
Lehman Aggregate	0.6	2.4	3.6	5.9	6.2
Lehman ABS	0.6	2.1	3.0	5.5	6.0
Lehman Credit	0.5	2.0	4.9	7.1	6.5
Lehman Gov't	0.7	2.6	2.8	5.4	5.9
Lehman Gov / Credit	0.6	2.4	3.7	6.1	6.2
Lehman Long Treasury	1.1	6.5	5.5	7.4	7.4
Lehman Mortgage	0.6	2.6	3.5	5.4	6.2
Lehman Agency	0.6	2.4	2.8	5.5	6.0
First Boston High Yield	0.6	2.3	13.6	9.8	7.1
Salomon Bros World Gov't Bond	-1.9	-6.9	5.7	6.9	5.0
Salomon Bros Non-US Bond	-2.6	-9.2	6.5	7.3	4.4
Lehman US TIPS	0.1	2.8	6.5	8.7	N/A

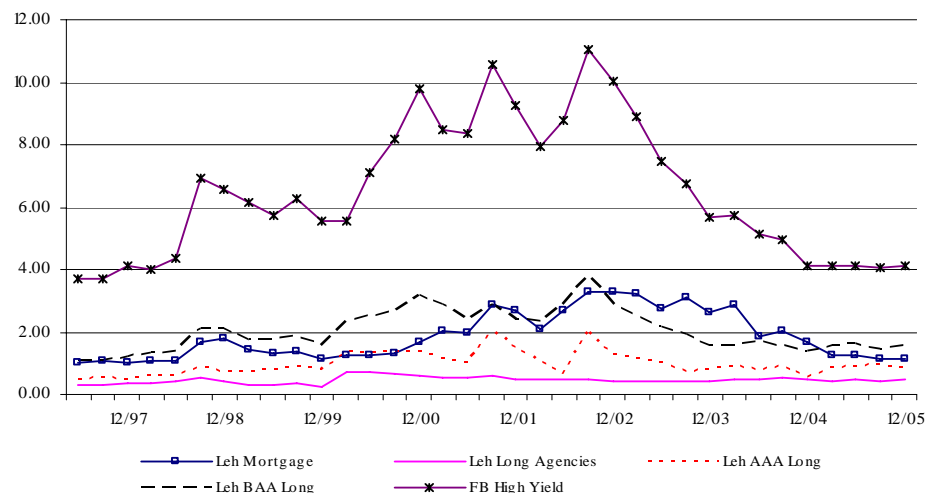
Treasury Yield Curve



Market Commentary

Despite the widely publicized downgrades of both Ford and GM to “junk” status, the bond market provided relatively consistent performance of between 2% and 3% across most sectors for the year. The yield on the benchmark 10 Year Treasury ended the year at 4.39% compared to 4.22% at the end of 2004 while short-term interest rates jumped by 2% due to hikes by the Federal Reserve. This caused the yield curve to flirt with inversion in the last week of the year, which had many market participants concerned whether this was a harbinger of economic slowdown. High yield bonds lagged the broad market for the year, returning 2.26% compared to a 2.43% return for the Lehman Aggregate.

Yield Spread To Treasuries





International Equity Markets

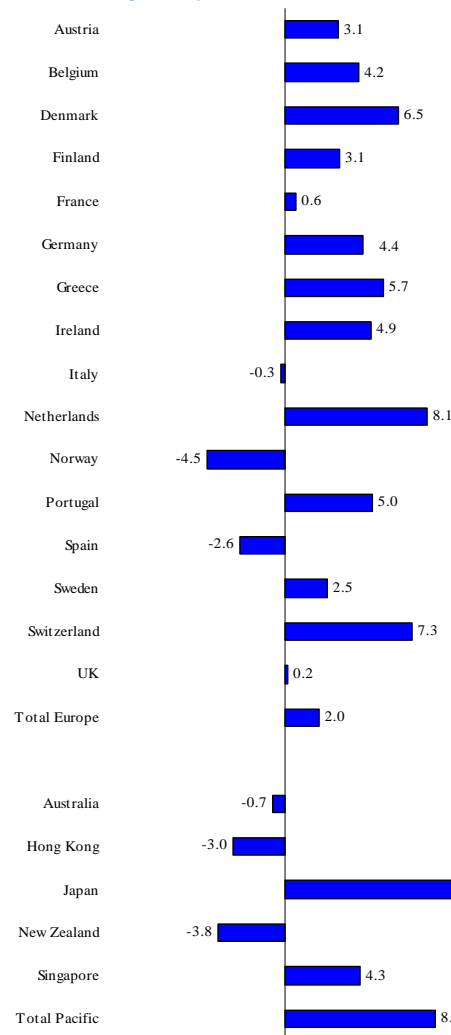
Equity (in U.S. \$)	QTR	1 yr	3 yr	5 yr	10yr
Non U.S. (ACWI X U.S)	4.4	17.1	26.2	6.7	6.7
Developed (EAFE)	4.1	13.5	23.7	4.6	5.83
Emerging (EMF)	7.2	34.5	38.3	19.4	7.0
Europe	2.0	9.4	22.4	3.7	9.4
Pacific	8.6	22.7	26.4	6.5	1.1
France	0.6	9.9	22.2	2.2	10.3
Germany	4.4	9.9	27.9	1.6	6.9
Japan	11.9	25.5	25.5	4.6	-0.2
United Kingdom	0.2	7.4	19.2	4.3	8.5
Currencies (% change)					
Euro vs Dollar	-2.2	-13.2	4.0	4.7	--
Yen vs Dollar	-4.0	-13.2	0.2	-0.7	-1.3
Pound vs Dollar	-3.0	-10.6	2.2	2.8	1.0

Market Commentary

The non-U.S. equity market continued a trend of out-performance versus U.S. equities over the last three years. Japan continued to experience a revival in market sentiment (MSCI Japan +25.52% USD for 2005) as economic and political restructuring encouraged investors. The MSCI All Country World ex U.S. index returned 30.06% in local terms, but the strengthening U.S. dollar reduced that to 17.11% in USD. This pattern repeated itself across different geographies with U.S. dollar returns in Europe substantially lower than when measured in local currency. Emerging market currencies however lost little against the dollar, and equity returns in these markets held onto most of their significant local gains, continuing strong recent performance.

MSCI EAFE Index

Quarterly Returns in USD



Country	Weight
Austria	0.4
Belgium	1.2
Denmark	0.8
Finland	1.4
France	9.0
Germany	6.7
Greece	0.6
Ireland	0.8
Italy	3.8
Netherlands	3.7
Norway	0.7
Portugal	0.3
Spain	3.7
Sweden	2.4
Switzerland	6.9
UK	24.1
Total Europe	66.5
Australia	5.2
Hong Kong	1.6
Japan	25.7
New Zealand	0.2
Singapore	0.8
Total Pacific	33.5
Other Countries	0.0

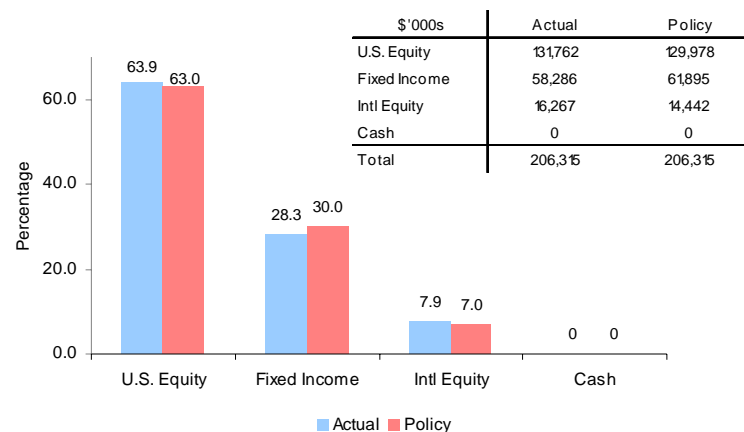
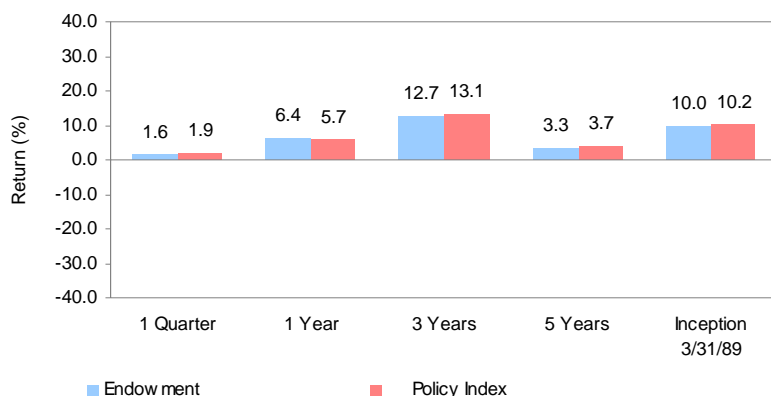


Total Fund Results

The University of Iowa Endowment

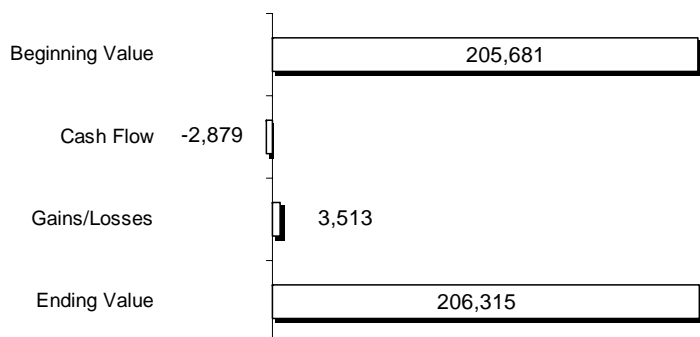
Investment Performance

Asset Allocation vs. Policy



\$'000s	Actual	Policy
U.S. Equity	131,762	129,978
Fixed Income	58,286	61,895
Intl Equity	16,267	14,442
Cash	0	0
Total	206,315	206,315

Quarter Results (\$'000)



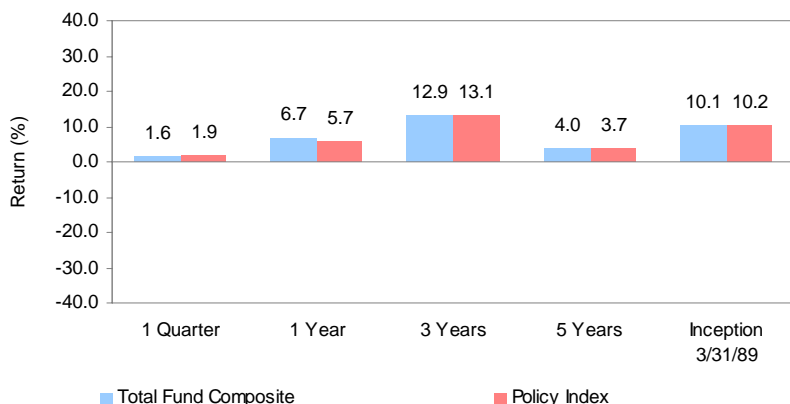
- The University of Iowa Endowment assets totaled \$206.3 million at the close of the fourth quarter.
- During the quarter, investment gains totaled \$3.5 million.
- Total contributions totaled \$249,000.
- Total distributions and fees totaled \$3.1 million.
- The Endowment fund returned 1.60% for the fourth quarter, underperforming the benchmark by 0.26%.



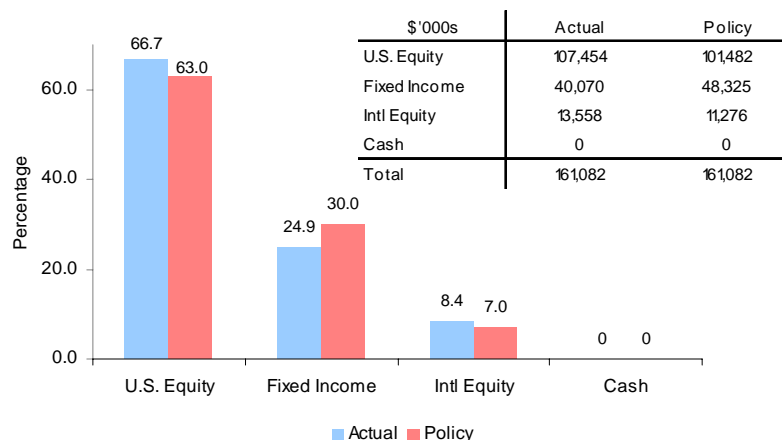
Total Fund Results

Iowa State University Endowment

Investment Performance

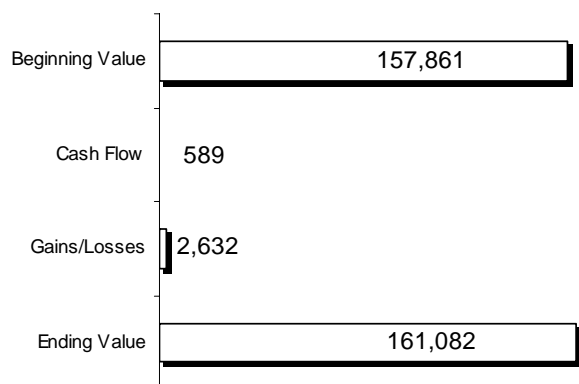


Asset Allocation vs. Policy



Quarter Results

(\$'000)



- The Iowa State Endowment assets totaled \$161.1 million at the close of the fourth quarter.
- During the quarter, investment gains totaled \$2.6 million.
- Total contributions were \$791,000.
- Total fees and distributions were \$202,000.
- The Endowment fund returned 1.55% for the fourth quarter, underperforming the benchmark by 0.31%.



Total Fund Results

University of Iowa

	\$'000	Qtr %	1 Yr %	3 Yrs %	5 Yrs %	Inception %
Domestic Equity Composite (3/31/89) <i>Wilshire 5000</i>	131,762	1.8 2.2	7.6 6.4	15.6 16.4	1.0 2.1	11.5 11.3
Fixed Income Composite (3/31/89) <i>Custom Policy*</i>	58,286	0.5 0.6	2.2 2.4	3.5 3.6	5.4 5.9	7.6 7.8
Int'l Equity Composite (9/30/94) <i>MSCI EAFE (N)</i>	16,267	4.8 4.1	13.6 13.5	25.3 23.7	10.3 4.6	7.2 6.1
Total Endowment (3/31/89) <i>Policy Index**</i>	206,315	1.6 1.9	6.4 5.7	12.7 13.1	3.3 3.7	10.0 10.2

* 6/94 -- 6/01 100% Lehman Govt / Credit
9/01 -- Present 100% Lehman Aggregate

** 6/89 -- 6/99 60% S&P 500 30% Lehman Govt / Credit 10% MSCI EAFE (n)
9/99 -- 6/01 63% S&P 500 30% Lehman Govt / Credit 7% MSCI EAFE (n)
9/01 -- 3/02 63% S&P 500 30% Lehman Aggregate 7% MSCI EAFE (n)
3/02 -- Present 63% Wilshire 5000 30% Lehman Aggregate 7% MSCI EAFE (n)

Iowa State

	\$'000	Qtr %	1 Yr %	3 Yrs %	5 Yrs %	Inception %
Domestic Equity Composite (3/31/89) <i>Wilshire 5000</i>	107,454	1.7 2.2	7.9 6.4	15.7 16.4	0.6 2.1	11.3 11.3
Fixed Composite (3/31/89) <i>Custom Policy*</i>	40,070	0.4 0.6	2.2 2.4	3.5 3.6	5.4 5.9	7.0 7.8
Int'l Equity Composite (9/30/94) <i>MSCI EAFE (N)</i>	13,558	4.8 4.1	13.6 13.5	24.7 23.7	9.4 4.6	6.9 6.1
Total Endowment (3/31/89) <i>Policy Index**</i>	161,082	1.6 1.9	6.7 5.7	12.9 13.1	4.0 3.7	10.1 10.2

* 6/94 -- 6/01 100% Lehman Govt / Credit
9/01 -- Present 100% Lehman Aggregate

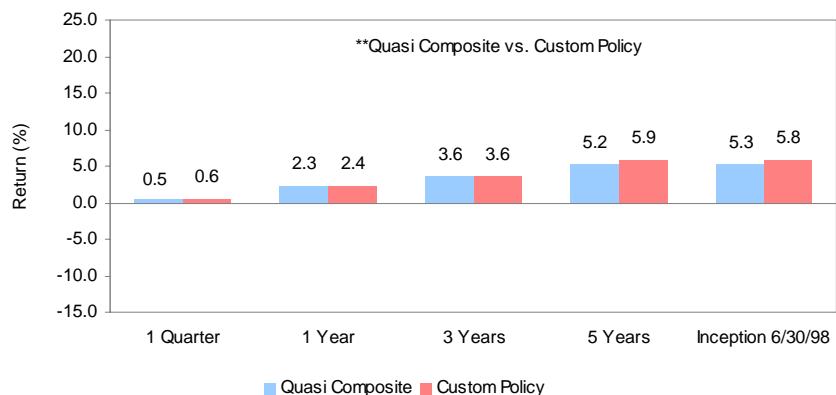
** 6/89 -- 6/99 60% S&P 500 30% Lehman Govt / Credit 10% MSCI EAFE (n)
9/99 -- 6/01 63% S&P 500 30% Lehman Govt / Credit 7% MSCI EAFE (n)
9/01 -- 3/02 63% S&P 500 30% Lehman Aggregate 7% MSCI EAFE (n)
3/02 -- Present 63% Wilshire 5000 30% Lehman Aggregate 7% MSCI EAFE (n)



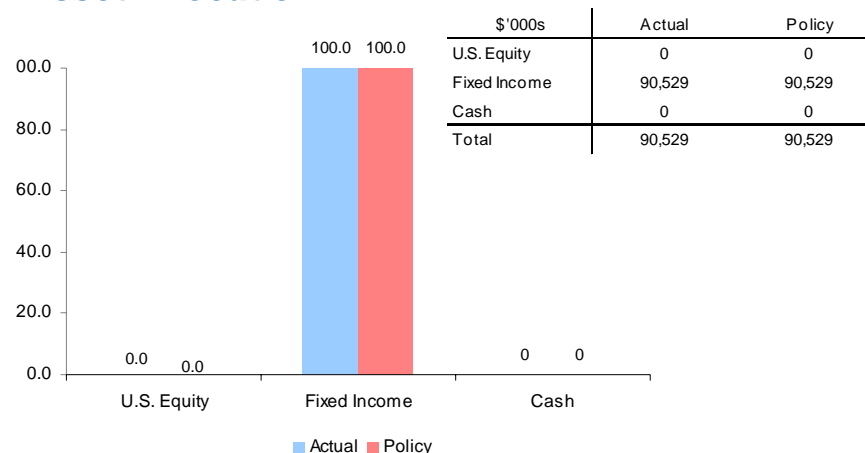
Total Fund Results

University of Iowa Quasi-Endowment

Investment Performance

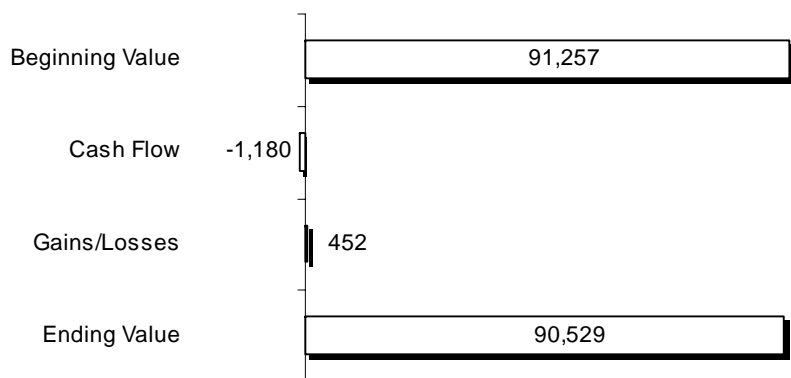


Asset Allocation



* 6/94 -- 6/01 100% Lehman Govt / Credit
 9/01 -- Present 100% Lehman Aggregate

Quarter Results (\$'000)



- The Quasi Endowment portfolio returned 0.46% during the fourth quarter, underperforming the benchmark by 0.13%.
- The Quasi total fund has total assets of \$90.5 million.
- Total contributions were \$85,000.
- Total distributions and fees totaled \$1.27 million.
- The Quasi fund had investment gain of \$452,000.



Quasi Endowment Review

	\$'000	Investment Fee \$'000	Comp %	Qtr %	1 Yr %	3 Yrs %	5 Yrs %	Inception %
Dodge & Cox (3/31/04)	45,403	51	50.2%					
Gross of Fee Return				0.7	2.4	--	--	2.6
Net of Fee Return				0.6	2.0	--	--	2.2
<i>Lehman Aggregate</i>				0.6	2.4	--	--	2.3
Reams Asset Management Quasi (9/30/01)	45,126	34	49.8%					
Gross of Fee Return				0.4	2.8	4.1	--	4.7
Net of Fee Return				0.4	2.5	3.8	--	4.4
<i>Lehman Aggregate</i>				0.6	2.4	3.6	--	4.9
Quasi Composite (6/30/98)	90,529	85	100%	0.5	2.3	3.6	5.2	5.3
<i>Custom Policy**</i>				0.6	2.4	3.6	5.9	5.8

** 9/98 -- 6/01 100% Lehman Govt / Credit
 9/01 -- Present 100% Lehman Aggregate



Domestic Equity Composite Review

Manager Returns – University of Iowa

University of Iowa	\$'000	Investment Fee \$'000	Comp %	Qtr %	1 Year %	3 Years %	5 Years %	Inception %
Goldman Sachs Large Cap (3/31/05)	51,705	54	39.2%					
Gross of Fee Return				3.1	--	--	--	10.2
Net of Fee Return				3.0	--	--	--	9.8
<i>S&P 500</i>				2.1	--	--	--	7.2
Lotsoff Large Cap Equity (3/31/05)	52,069	46	39.5%					
Gross of Fee Return				1.9	--	--	--	9.7
Net of Fee Return				1.8	--	--	--	9.5
<i>S&P 500</i>				2.1	--	--	--	7.2
LSV Asset Mgmt (6/30/02)	11,898	21	9.0%					
Gross of Fee Return				-0.4	7.3	21.4	--	13.1
Net of Fee Return				-0.5	6.5	20.6	--	12.4
<i>Russell 2500 Value</i>				0.9	7.7	23.8	--	15.1
Artisan Small Cap Growth (3/31/05)	16,090	40	12%					
Gross of Fee Return				0.1	--	--	--	13.0
Net of Fee Return				-0.1	--	--	--	12.3
<i>Russell 2000 Growth</i>				1.6	--	--	--	11.8
Domestic Equity Composite (3/31/89)	131,762	160	100%	1.8	7.6	15.6	1.0	11.5
<i>Wilshire 5000</i>				2.2	6.4	16.4	2.1	11.3

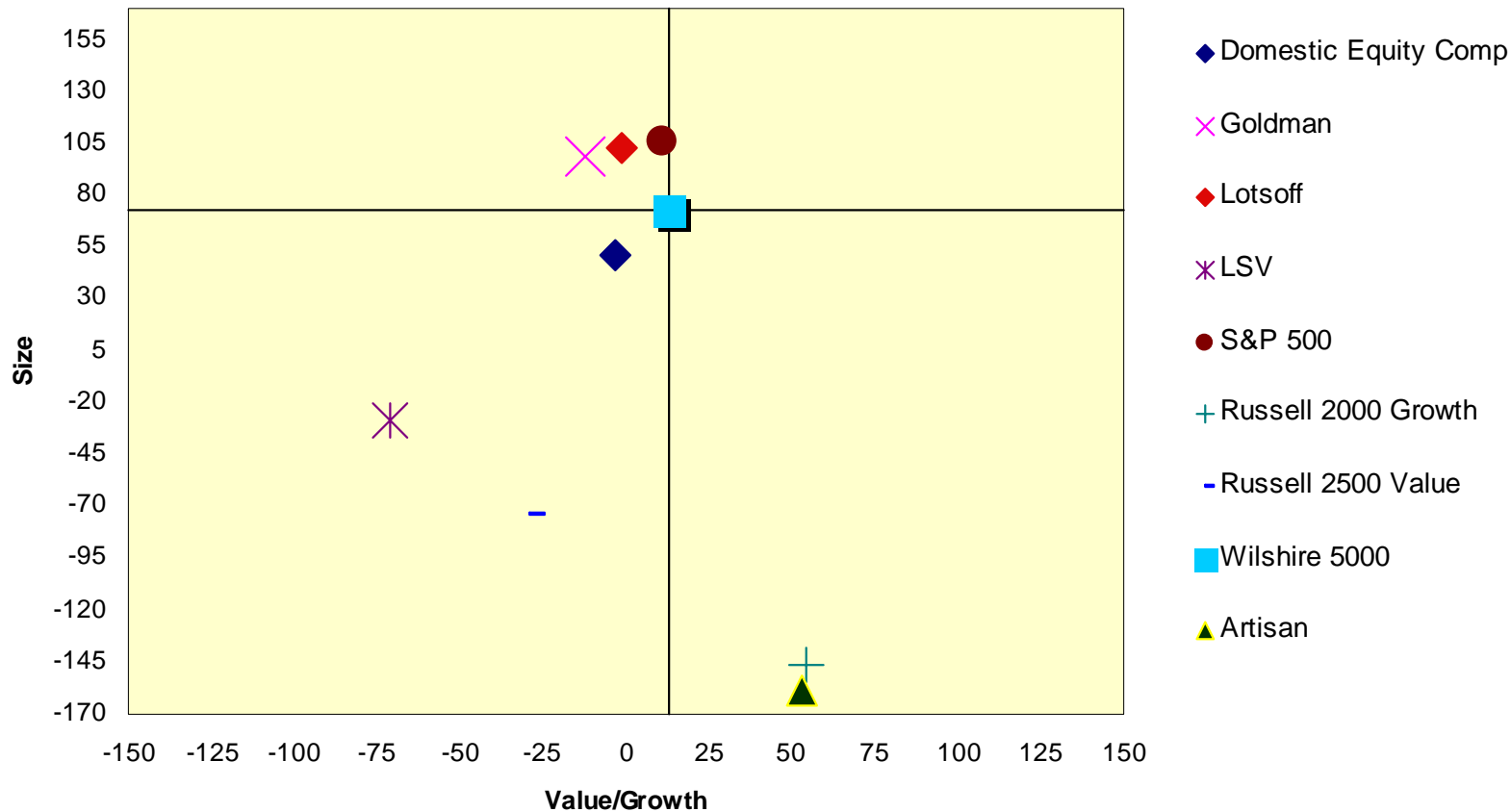
Manager Returns – Iowa State University

Iowa State University	\$'000	Investment Fee \$'000	Comp %	Qtr %	1 Year %	3 Years %	5 Years %	Inception %
Goldman Sachs Large Cap (3/31/05)	40,966	43	38.1%					
Gross of Fee Return				3.0	--	--	--	10.4
Net of Fee Return				2.9	--	--	--	10.1
<i>S&P 500</i>				2.1	--	--	--	7.2
Lotsoff Large Cap Equity (3/31/05)	40,503	35	37.7%					
Gross of Fee Return				1.9	--	--	--	9.7
Net of Fee Return				1.8	--	--	--	9.4
<i>S&P 500</i>				2.1	--	--	--	7.2
LSV Asset Mgmt (6/30/02)	8,866	16	8.3%					
Gross of Fee Return				-0.9	8.1	21.9	--	13.5
Net of Fee Return				-1.1	7.3	21.1	--	12.8
<i>Russell 2500 Value</i>				0.9	7.7	23.8	--	15.1
Artisan Small Cap Growth (3/31/05)	17,119	43	16%					
Gross of Fee Return				0.1	--	--	--	12.8
Net of Fee Return				-0.2	--	--	--	12.2
<i>Russell 2000 Growth</i>				1.6	--	--	--	11.8
Domestic Equity Composite (3/31/89)	107,454	137	100.0%	1.7	7.9	15.7	0.6	11.3
<i>Wilshire 5000</i>				2.2	6.4	16.4	2.1	11.3



Domestic Equity Composite Review

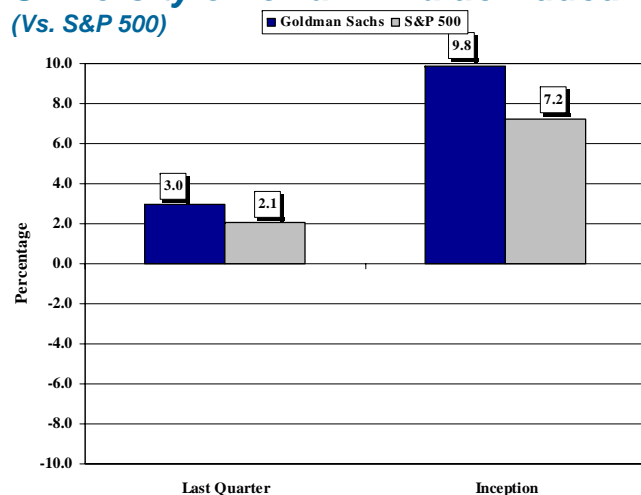
Style Map



Domestic Equity Review – Goldman Sachs

University of Iowa -- Value Added

(Vs. S&P 500)

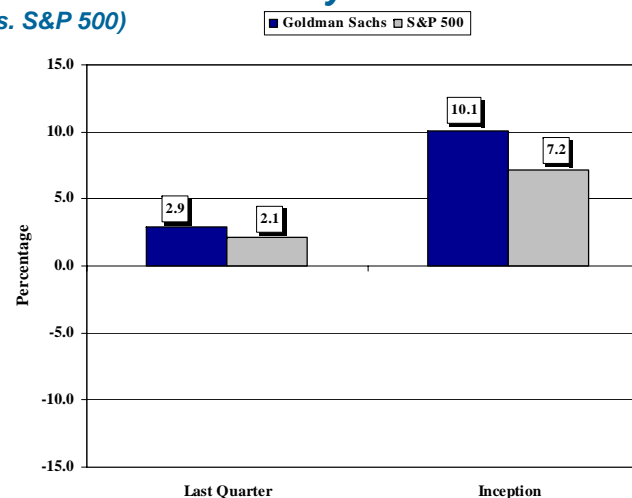


Attribution

- Stock selection within the financials, information technology, and consumer discretionary sectors contributed to Goldman's outperformance for the quarter.
- Stock selection within industrials and materials also had a positive impact on performance.
- Stock selection within the consumer staples and health care sectors had a negative impact on performance for the quarter.

Iowa State University -- Value Added

(Vs. S&P 500)



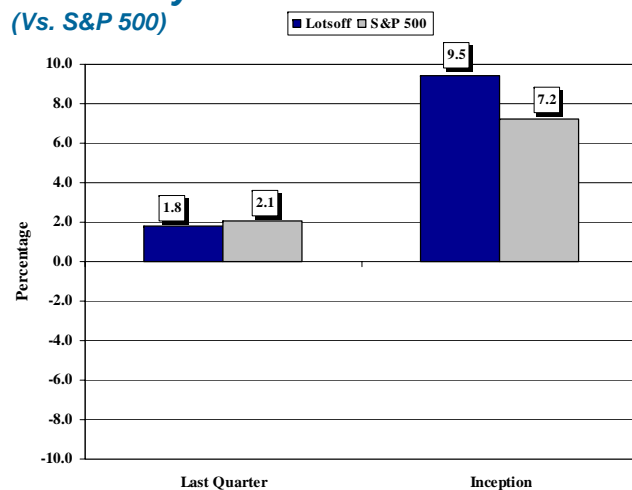
Manager Overview

- **Style:** Large Capitalization Core Equity
- **Construction Process:** Optimization
- **Investment Philosophy:** Enhanced Index
- **Selection Method:** Quantitative valuation

Domestic Equity Review – Lotsoff

University of Iowa -- Value Added

(Vs. S&P 500)

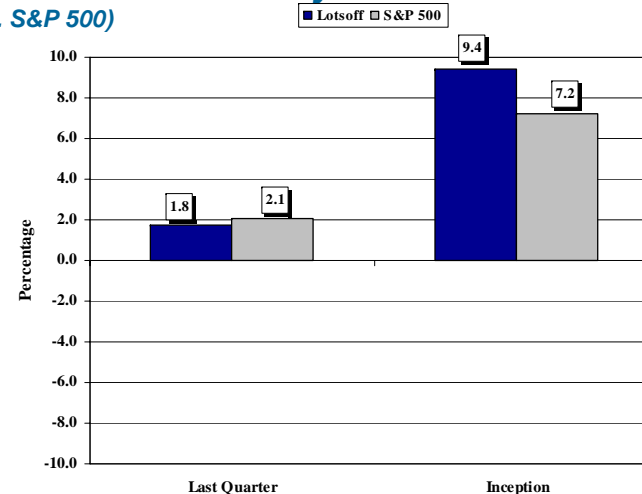


Attribution

- Stock selection within the industrials, energy, and materials sectors were the main contributors to Lotsoff's underperformance for the quarter.
- Stock selection within the information technology, consumer discretionary, and consumer staples sectors contributed positively for the quarter.
- An underweight position within the utilities sector helped performance, however, an underweight within the financials sector eliminated some of the outperformance.

Iowa State University -- Value Added

(Vs. S&P 500)



Manager Overview

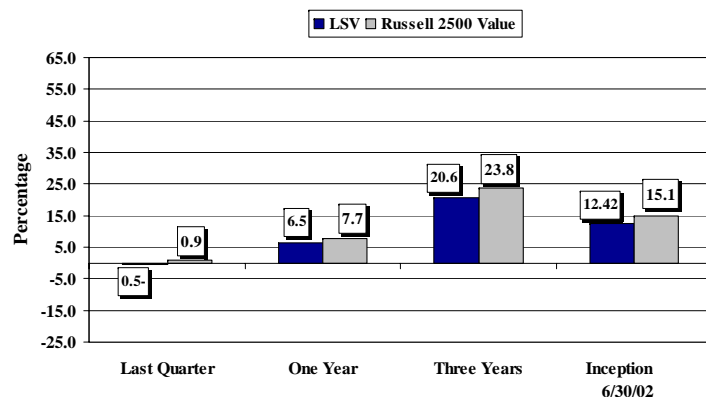
- **Style:** Large Capitalization Core Equity
- **Construction Process:** Optimization
- **Investment Philosophy:** Active Bottom Up
- **Selection Method:** Quantitative valuation



Domestic Equity Review -- LSV Asset Management

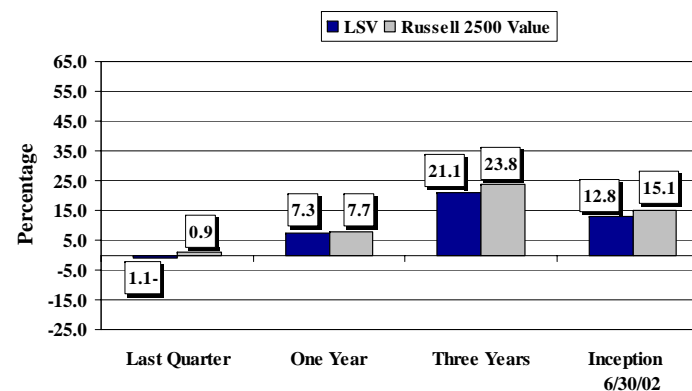
University of Iowa -- Value Added

(Vs. Russell 2500 Value)



Iowa State University -- Value Added

(Vs. Russell 2500 Value)



Attribution

- Stock selection within the materials and energy sectors were the main contributors to LSV's underperformance for the quarter.
- An underweighting to financials and an overweighting to energy also detracted from performance.
- Stock selection within the information technology and health care sectors had a negative impact on performance.

Manager Overview

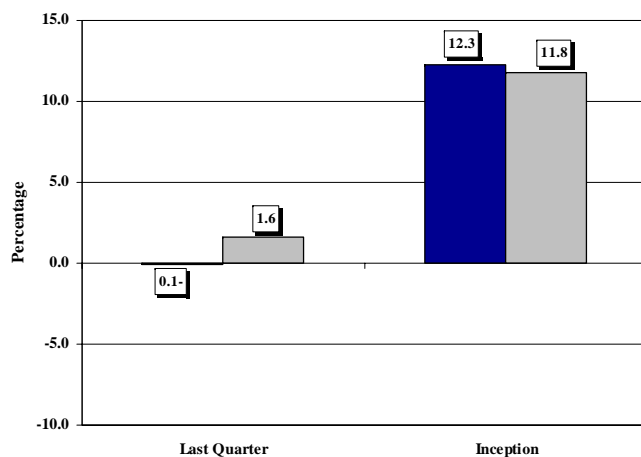
- **Style:** Mid Capitalization Value Equity
- **Construction Process:** Optimization
- **Investment Philosophy:** Active - Bottom up
- **Selection Method:** Quantitative valuation



Domestic Equity Review -- Artisan

University of Iowa -- Value Added

(Vs. Russell 2000 Growth) ■ Artisan □ Russell 2000 Growth

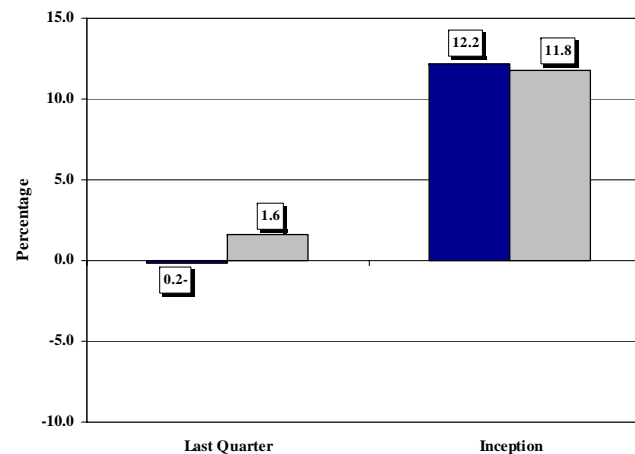


Attribution

- Stock selection within the information technology, health care, and industrials sectors were the main contributors to Artisan's underperformance for the quarter.
- An underweight to the energy sector was a positive contributor to performance.
- Stock selection within the consumer discretionary and financials sectors also had a positive impact on performance.

Iowa State University -- Value Added

(Vs. Russell 2000 Growth) ■ Artisan □ Russell 2000 Growth



Manager Overview

- **Style:** Small Capitalization Growth Equity
- **Construction Process:** Optimization
- **Investment Philosophy:** Active - Bottom up
- **Selection Method:** Fundamental valuation



International Equity Composite Review

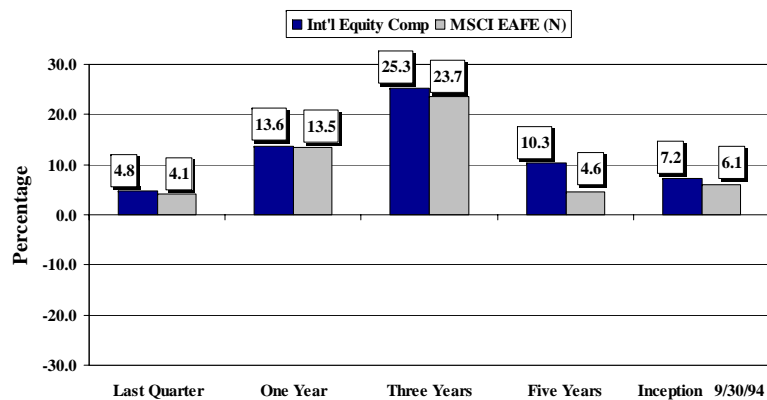
University of Iowa -- Manager Returns

University of Iowa	\$'000 Investment	Fee \$'000	Qtr %	1 Yr %	3 Yrs %	5 Yrs %	Inception %
Grantham, Mayo, Van Otterloo Foreign Fund (3/31/04)	16,267	33	5.0	14.5	--	--	18.0
Gross of Fee Return			4.8	13.6	--	--	17.2
Net of Fee Return			4.1	13.5	--	--	16.6
MSCI EAFE Index (N)							
Int'l Equity Composite (9/30/94)	16,267	33	4.8	13.6	25.3	10.3	7.2
MSCI EAFE Index (N)			4.1	13.5	23.7	4.6	6.1

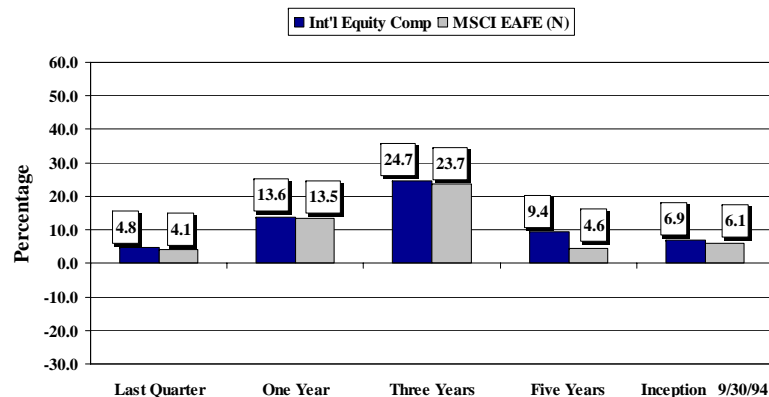
Iowa State University -- Manager Returns

Iowa State University	\$'000 Investment	Fee \$'000	Qtr %	1 Yr %	3 Yrs %	5 Yrs %	Inception %
Grantham, Mayo, Van Otterloo Foreign Fund (3/31/04)	13,558	28	5.0	14.5	--	--	18.0
Gross of Fee Return			4.8	13.6	--	--	17.2
Net of Fee Return			4.1	13.5	--	--	16.6
MSCI EAFE Index (N)							
Int'l Equity Composite (9/30/94)	13,558	28	4.8	13.6	24.7	9.4	6.9
MSCI EAFE Index (N)			4.1	13.5	23.7	4.6	6.1

University of Iowa -- Value Added (Vs. MSCI EAFE (N))



Iowa State University -- Value Added (Vs. MSCI EAFE (N))

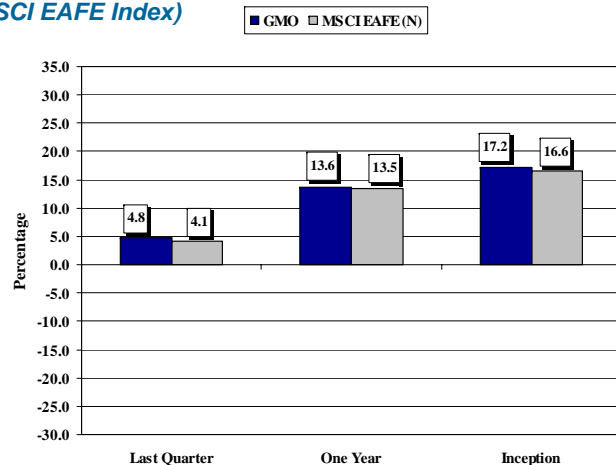




International Equity Review -- GMO

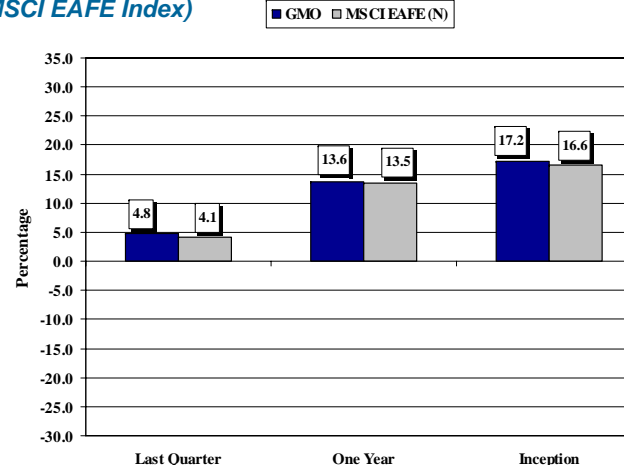
University of Iowa -- Value Added

(Vs. MSCI EAFE Index)



Iowa State University -- Value Added

(Vs. MSCI EAFE Index)



Attribution

- GMO outperformed the benchmark by 0.69% in the fourth quarter.
- Stock selection and sector weighting in the United Kingdom and an overweight to Japan were the primary contributors to the outperformance.
- Sector weighting within Germany detracted from performance for the quarter.

Manager Overview

- **Style:** International Value Equity
- **Construction Process:** Valuation measures
- **Investment Philosophy:** Active - Bottom up
- **Selection Method:** Fundamental Earnings Forecast



Fixed Income Composite Review

University of Iowa	\$'000	Investment Fee \$'000	Comp %	Qtr %	1 Yr %	3 Yrs %	5 Yrs %	Inception %
Dodge & Cox Income Fund (3/31/04)	28,966	33	49.7%					
Gross of Fee Return				0.7	2.4	--	--	2.6
Net of Fee Return				0.6	2.0	--	--	2.2
<i>Lehman Aggregate</i>				0.6	2.4	--	--	2.3
Reams Asset Mgmt (6/30/02)	29,320	22	50.3%					
Gross of Fee Return				0.4	2.8	4.0	--	4.2
Net of Fee Return				0.4	2.5	3.7	--	3.9
<i>Lehman Aggregate</i>				0.6	2.4	3.6	--	3.8
Fixed Income Composite (3/31/89)	58,286	54	100%	0.5	2.2	3.5	5.4	7.6
<i>Custom Policy**</i>				0.6	2.4	3.6	5.9	7.8

** 6/94 -- 6/01 100% Lehman Govt / Credit
9/01 -- Present 100% Lehman Aggregate

Iowa State University	\$'000	Investment Fee \$'000	Comp %	Qtr %	1 Yr %	3 Yrs %	5 Yrs %	Inception %
Dodge & Cox Income Fund (3/31/04)	20,269	23	50.6%					
Gross of Fee Return				0.7	2.5	--	--	2.6
Net of Fee Return				0.6	2.0	--	--	2.2
<i>Lehman Aggregate</i>				0.6	2.4	--	--	2.3
Reams Asset Mgmt (6/30/02)	19,801	15	49.4%					
Gross of Fee Return				0.3	2.6	4.0	--	4.2
Net of Fee Return				0.2	2.3	3.7	--	3.9
<i>Lehman Aggregate</i>				0.6	2.4	3.6	--	3.8
Fixed Income Composite (3/31/89)	40,070	38	100%	0.4	2.2	3.5	5.4	7.0
<i>Custom Policy**</i>				0.6	2.4	3.6	5.9	7.8

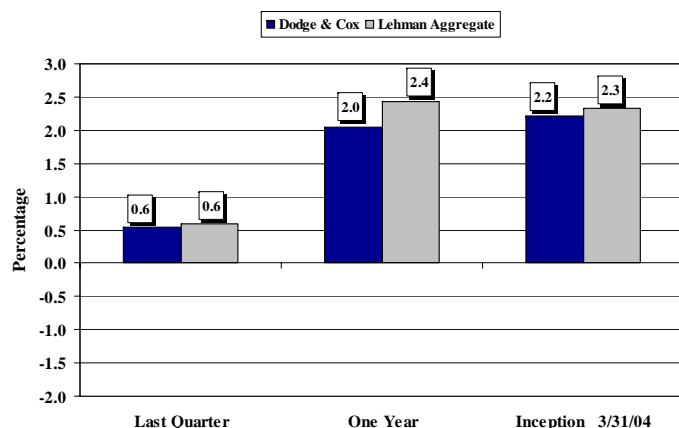
** 6/94 -- 6/01 100% Lehman Govt / Credit
9/01 -- Present 100% Lehman Aggregate



Fixed Income Review – Dodge & Cox

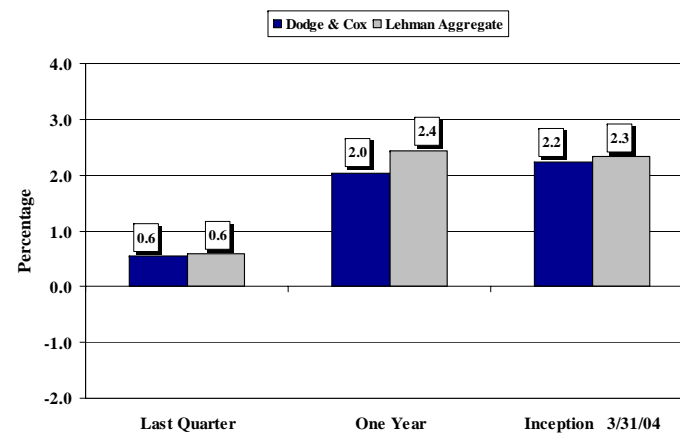
University of Iowa -- Value Added

(Vs. Lehman Aggregate)



Iowa State University -- Value Added

(Vs. Lehman Aggregate)



Attribution

- Dodge & Cox underperformed the benchmark by 0.04% in the fourth quarter.
- The quality of bonds within the portfolio is AA, matching the Lehman Aggregate's average quality.
- The portfolio has a duration of 3.67 years, versus the Lehman Aggregate's duration of 4.57 years.

Manager Overview

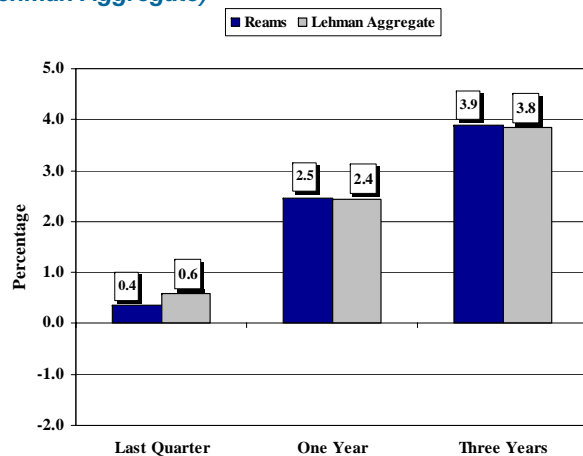
- **Style:** Market Core
- **Construction Process:** Build Portfolios with Higher Yield than Market Portfolio
- **Investment Philosophy:** Active - Bottom up
- **Selection Method:** Quantitative and Qualitative valuation



Fixed Income Review -- Reams Asset Management

University of Iowa -- Value Added

(Vs. Lehman Aggregate)

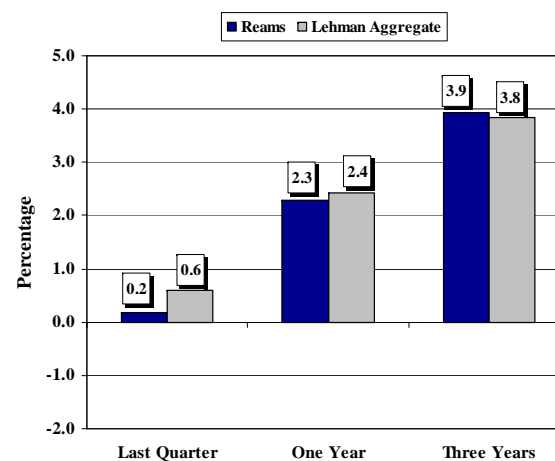


Attribution

- Reams underperformed the benchmark by 0.24% in the fourth quarter.
- The average quality of bonds within the portfolio is AAA, versus the Lehman Aggregate's average quality of AA.
- The portfolio has a duration of 4.30 years, versus the Lehman Aggregate's duration of 4.57 years.

Iowa State University -- Value Added

(Vs. Lehman Aggregate)



Manager Overview

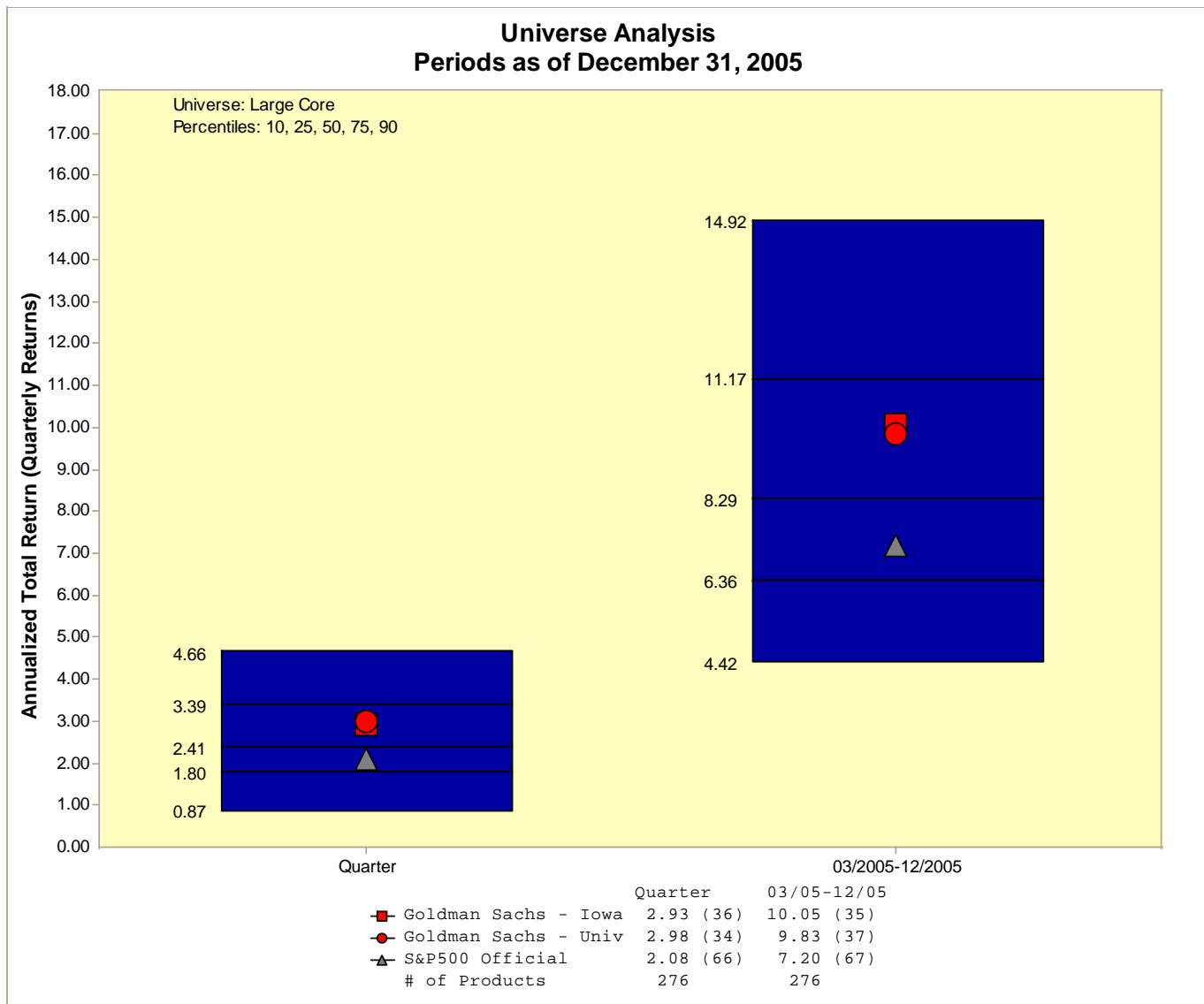
- **Style:** Market Core
- **Construction Process:** Optimization
- **Investment Philosophy:** Active - Bottom up
- **Selection Method:** Quantitative and Qualitative valuation

Appendix

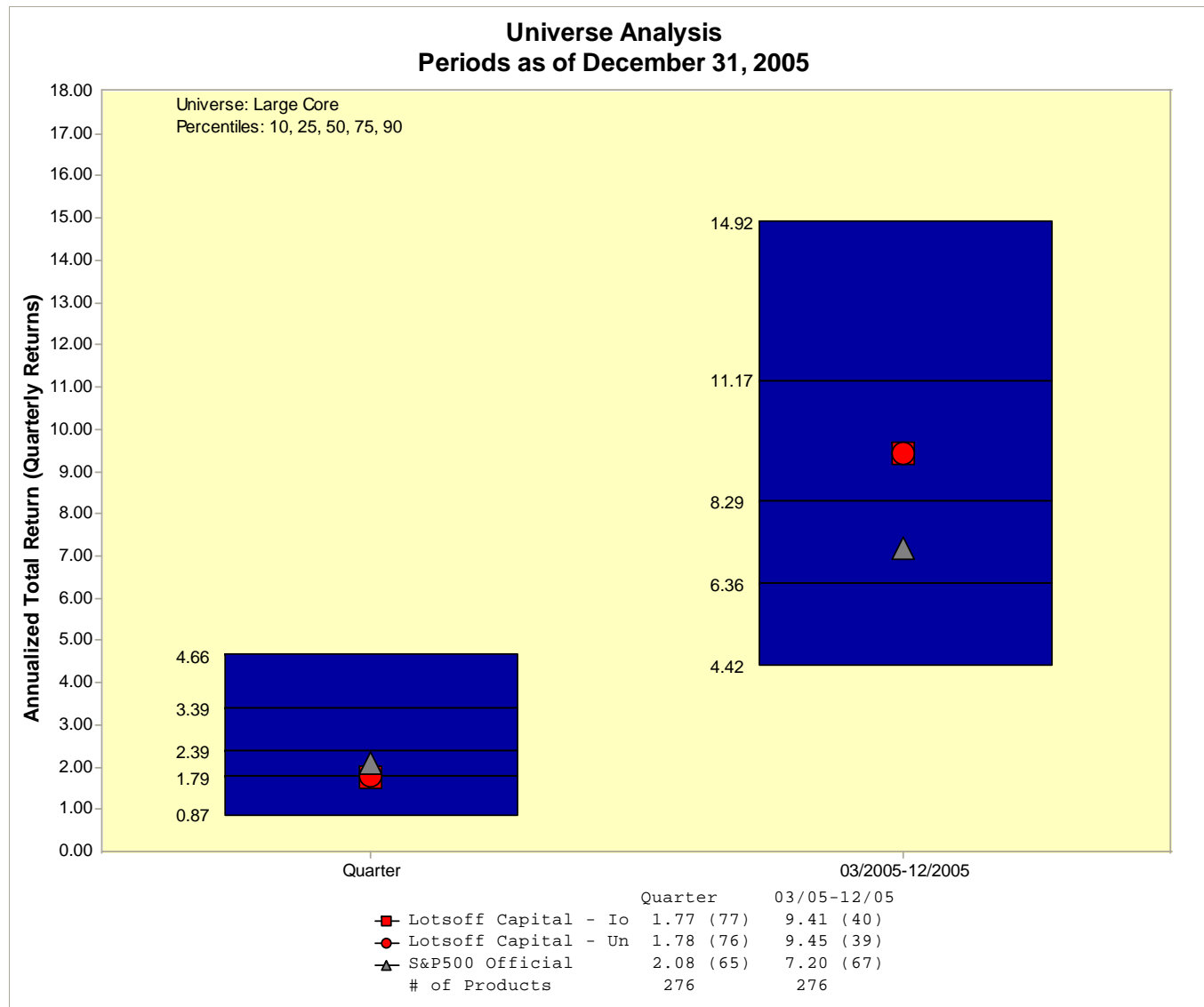
Manager Detail



Domestic Equity Manager Detail – Goldman Sachs

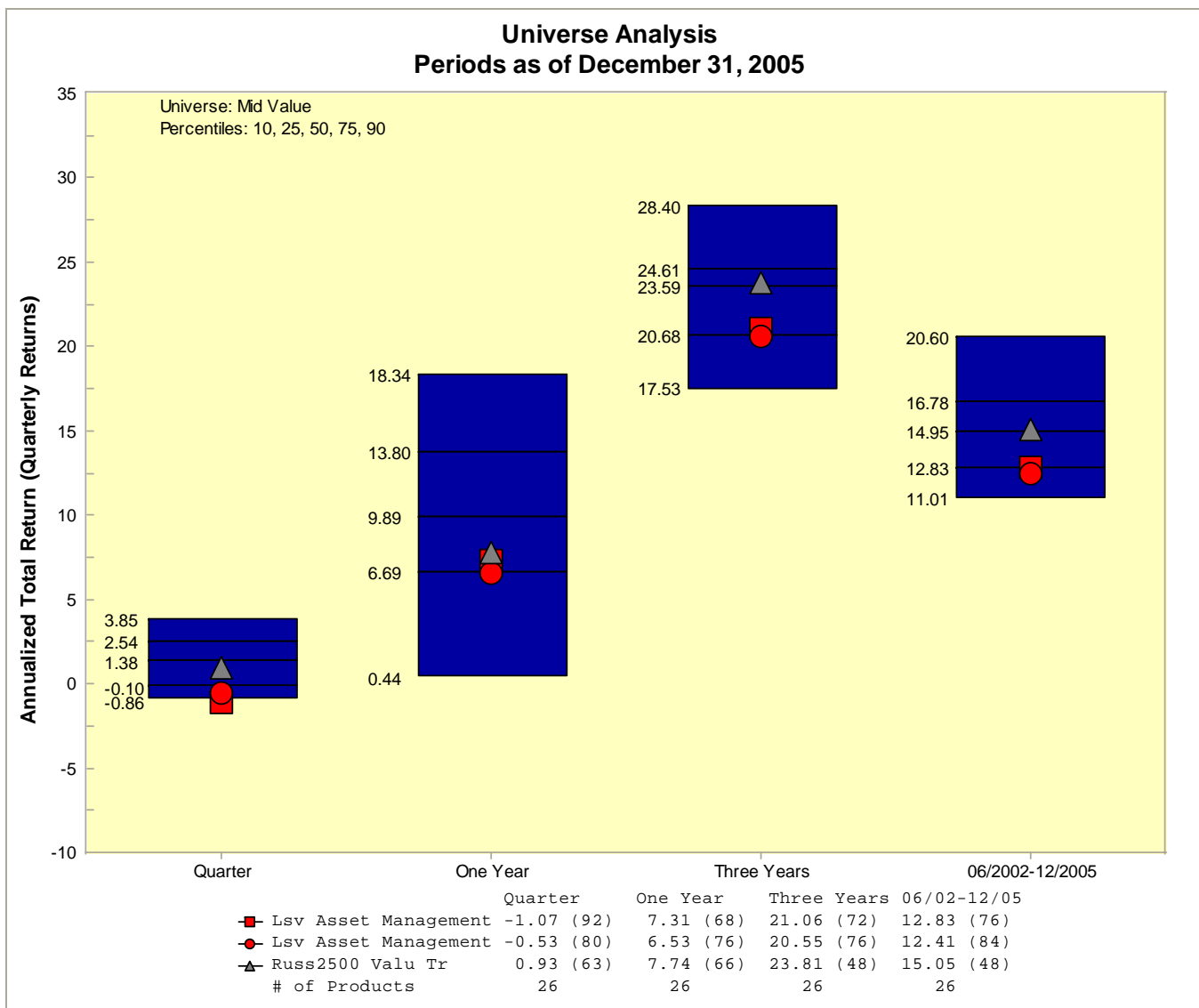


Domestic Equity Manager Detail – Lotsoff



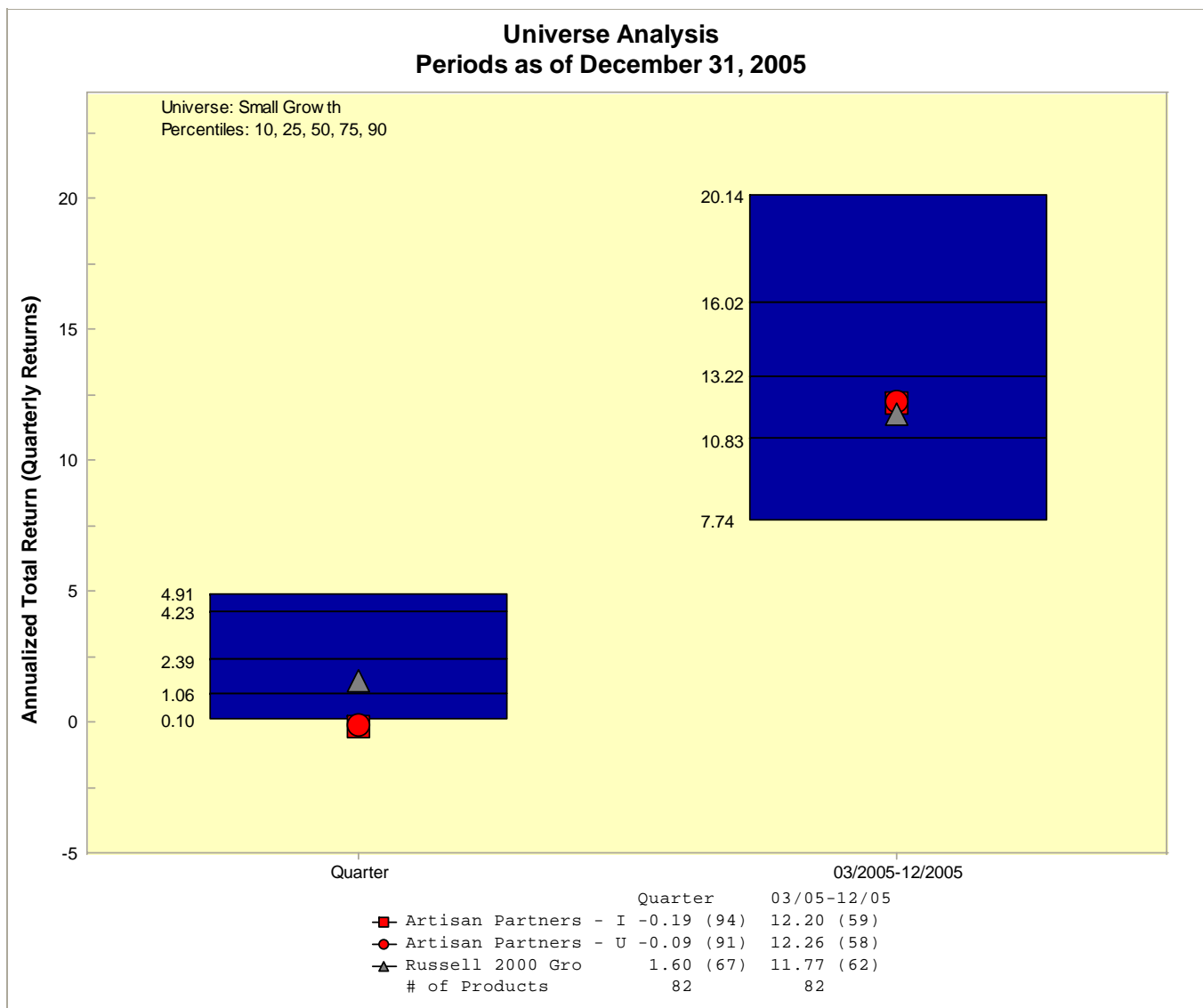


Domestic Equity Manager Detail - LSV Asset Management



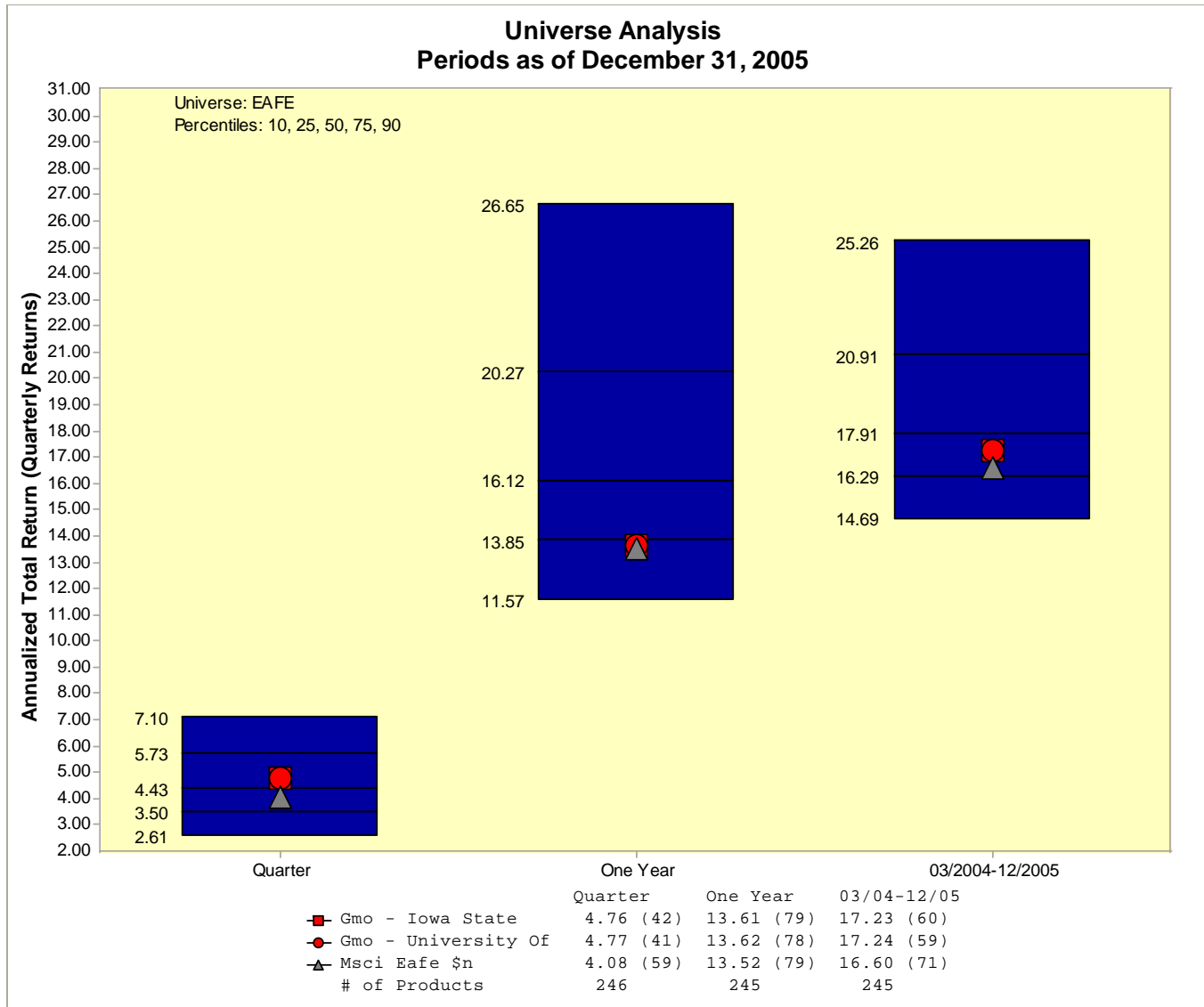


Domestic Equity Manager Detail - Artisan



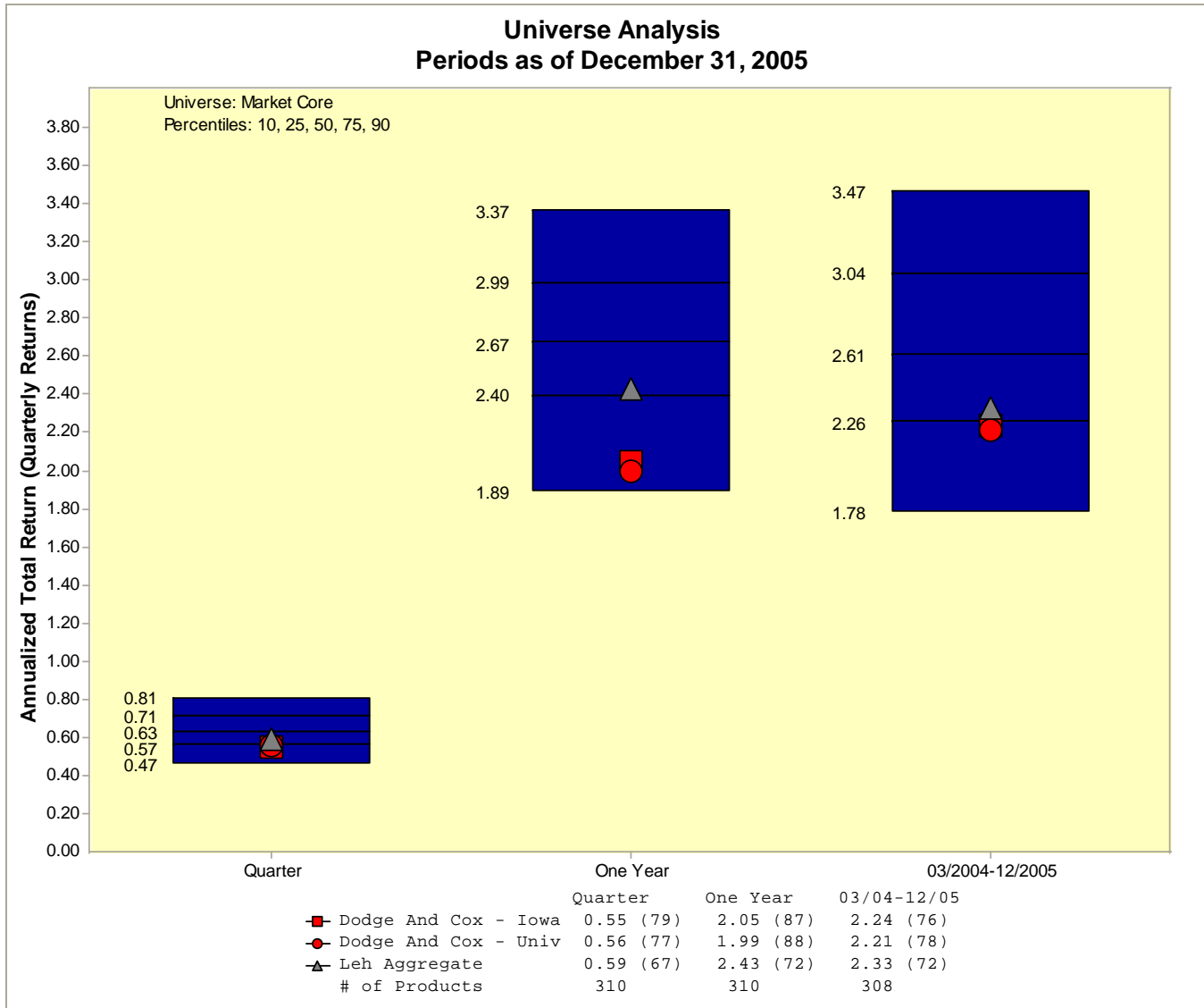


International Equity Manager Detail - GMO





Fixed Income Manager Detail – Dodge & Cox





Fixed Income Manager Detail – Reams Asset Management

