

USF INVESTMENT REPORT
As of March 31, 2009

(In Thousands)

TOTAL PORTFOLIO

INVESTMENT PORTFOLIO BALANCES

ASSET CLASS	Combined	Endowment	Operating Funds								
	USF TOTAL INVESTMENTS	FOUNDATION	UNIVERSITY	FINANCING	FOUNDATION	UMSA	MSSC	HPCC	RESEARCH	ALUMNI	SUNDOME
SHORT TERM											
Cash Equivalent (< 180 days)	\$191,207		\$73,120	\$46,302	\$36,349	\$15,770	\$516	\$10,960	\$7,183	\$364	\$983
Fixed Income - Domestic (+ 180 days)	\$387,734		\$386,732						\$1,002		
SHORT TERM SUBTOTAL	\$578,941	\$0	\$459,852	\$46,302	\$36,349	\$15,770	\$516	\$10,960	\$8,185	\$364	\$983
LONG TERM											
Fixed Income - Domestic	\$118,835	\$72,121			\$37,681	\$12,468			\$1,744	\$882	
Fixed Income - Foreign											
Equity - Domestic	\$108,196	\$101,810			\$2,275	\$8,964			\$2,463	\$769	
Equity - Foreign	\$52,324	\$51,497			\$1,149	\$2,129			\$1,244	\$388	
Real Assets	\$3,435	\$3,435			\$79	\$89			\$85	\$27	
Alternative Investments	\$23,277	\$23,277			\$518	\$587			\$561	\$175	
LONG TERM SUBTOTAL	\$306,067	\$252,140	\$0	\$0	\$41,702	\$24,237	\$0	\$0	\$6,097	\$2,241	\$0
TOTAL PORTFOLIO	\$885,008	\$252,140	\$459,852	\$46,302	\$78,051 ¹	\$40,007 ²	\$516	\$10,960	\$14,282 ³	\$2,605 ⁴	\$983
TOTAL PORTFOLIO as of 3/31/08	\$1,020,406	\$384,577	\$424,808	\$109,311	\$75,285	\$31,445	\$0	\$0	\$22,368	\$3,018	\$0

¹ FOUNDATION Operating Funds totaling \$5,631,000 invested in the ENDOWMENT Fund are eliminated in the Consolidated Investment balances.

² UMSA Operating Funds totaling \$6,381,000 invested in the ENDOWMENT Fund are eliminated in the Consolidated Investment balances.

³ RESEARCH FOUNDATION Operating Funds totaling \$6,097,000 invested in the ENDOWMENT Fund are eliminated in the Consolidated Investment balances.

⁴ ALUMNI ASSOCIATION Operating Funds totaling \$2,265,000 invested in the Foundation OPERATING and ENDOWMENT Funds are eliminated in the Consolidated Investment balances.

USF INVESTMENT REPORT
As of March 31, 2009

TOTAL PORTFOLIO

PORTFOLIO ASSET ALLOCATION

ASSET CLASS	Policy		Endowment	Operating Funds								
	Minimum	Maximum	FOUNDATION	UNIVERSITY	FINANCING	FOUNDATION	UMSA	MSSC	HPCC	RESEARCH	ALUMNI	SUNDOME
SHORT TERM												
Cash Equivalent (< 180 days)	0%	100%		16%	100%	100%	100%	100%	100%	88%	100%	100%
Fixed Income - Domestic (180 days +)	0%	90%		84%						12%		
SHORT TERM TOTAL			0%	100%	100%	100%	100%	100%	100%	100%	100%	100%
LONG TERM												
Fixed Income - Domestic	20%	75%	29%			90% ¹	51%			29%	40%	
Fixed Income - Foreign	0%	20%										
Equity - Domestic	25%	75%	41%			5% ¹	37%			41%	34%	
Equity - Foreign	0%	25%	20%			3%	9%			20%	17%	
Real Assets	0%	20%	1%			1%	1%			1%	1%	
Alternative Investments	0%	20%	9%			1%	2%			9%	8%	
LONG TERM TOTAL			100%	0%	0%	100%	100%	0%	0%	100%	100%	0%

¹ FOUNDATION exception to Investment Policy Asset Allocation Guidelines granted on December 7, 2006.

USF INVESTMENT REPORT
As of March 31, 2009

TOTAL PORTFOLIO

PERFORMANCE OBJECTIVE - 1 YEAR ANNUAL AVERAGE

ASSET CLASS	Endowment	Operating Funds								
	FOUNDATION	UNIVERSITY	FINANCING	FOUNDATION	UMSA	MSSC	HPCC	RESEARCH	ALUMNI	SUNDOME
SHORT TERM										
Cash Equivalent (< 180 days)		2.28%	0.84%	(1.40)%	1.86%	1.48%	1.01%	2.01%	(1.21)%	1.01%
Fixed Income - Domestic (180 days +)		2.93%								
LONG TERM										
Fixed Income - Domestic	(4.44)%			(1.54)%	5.79%			(4.44)%	(3.28)%	
Fixed Income - Foreign										
Equity - Domestic	(38.50)%			(38.50)%	(37.77)%			(38.50)%	(38.50)%	
Equity - Foreign	(44.50)%			(44.50)%	(44.37)%			(44.50)%	(44.50)%	
Real Assets	(28.50)%			(28.50)%	(28.50)%			(28.50)%	(28.50)%	
Alternative Investments ¹	NA			NA	NA			NA	NA	
WEIGHTED PORTFOLIO RETURN ²	(29.50)%	2.83%	0.84%	(4.50)%	(8.58)%	1.48%	1.01%	(11.43)%	(25.55)%	1.01%
POLICY INDEX / WEIGHTED INDEX RETURN	(31.80)%	2.48%	0.80%	(3.40)%	(8.44)%	1.36%	1.01%	(12.42)%	(27.19)%	1.01%
RELATIVE PORTFOLIO RETURN	2.30 %	0.35%	0.04%	(1.10)%	(0.14)%	0.12%	0.00%	0.99 %	1.64 %	0.00%
COMBINED 1-YEAR RETURNS	(7.65)%									
COMBINED 1-YEAR INDEX RETURNS	(8.41)%									
WEIGHTED 1-YEAR RELATIVE RETURNS	0.75 %									

¹ The Endowment Private Equity and Venture Capital Investments do not lend themselves well to interim return calculations.

² FOUNDATION Endowment and Operating Fund Performance and Weighted Index Returns are based on 1-year average daily balances, not period-end balances.

USF INVESTMENT REPORT
As of March 31, 2009

TOTAL PORTFOLIO

PRIMARY PERFORMANCE OBJECTIVE - 3 YEAR ANNUAL AVERAGE

ASSET CLASS	Endowment	Operating Funds								
	FOUNDATION	UNIVERSITY	FINANCING	FOUNDATION	UMSA	MSSC	HPCC	RESEARCH	ALUMNI	SUNDOME
SHORT TERM										
Cash Equivalent (< 180 days)		4.18%	3.18%	2.70%	3.44%	3.51%	3.43%	3.44%	2.75%	3.43%
Fixed Income - Domestic (180 days +)		5.32% ³								
LONG TERM										
Fixed Income - Domestic	2.92%			3.47%	5.95%			2.92%	3.26%	
Fixed Income - Foreign										
Equity - Domestic	(14.80)%			(14.80)%	(10.40)%			(14.80)%	(14.80)%	
Equity - Foreign	(11.40)%			(11.40)%	(10.31)%			(11.40)%	(11.40)%	
Real Assets	(9.40)%			(9.40)%	(9.40)%			(9.40)%	(9.40)%	
Alternative Investments ¹	NA			NA	NA			NA	NA	
WEIGHTED PORTFOLIO RETURN²	(7.60)%	5.13%	3.18%	2.70%	0.28%	3.51%	3.43%	(1.27)%	(5.10)%	3.43%
POLICY INDEX / WEIGHTED INDEX RETURN	(8.90)%	4.97%	3.12%	2.80%	0.22%	3.30%	3.43%	(1.83)%	(4.04)%	3.43%
RELATIVE PORTFOLIO RETURN	1.30 %	0.16 %	0.06%	(0.10)%	0.06 %	0.21 %	0.00 %	0.56 %	(1.06)%	0.00 %
COMBINED 3-YEAR RETURNS	1.04 %									
COMBINED 3-YEAR INDEX RETURNS	0.58 %									
WEIGHTED 3-YEAR RELATIVE RETURNS	0.46 %									

¹ The Endowment Private Equity and Venture Capital Investments do not lend themselves well to interim return calculations.

² FOUNDATION Endowment and Operating Fund Performance and Weighted Index Returns are based on 3-year average daily balances, not period-end balances.

³ UNIVERSITY fixed income portion of its short-term portfolio is based on a weighted average of SPIA's returns (period prior to January 2008) and Vanguard's Bond Index Fund's returns (beginning January 2008).

USF INVESTMENT REPORT
As of March 31, 2009

LONG TERM PORTFOLIO

SECONDARY PERFORMANCE OBJECTIVE - 5 YEAR ANNUAL AVERAGE

ASSET CLASS	Endowment	Operating Funds								
	FOUNDATION	UNIVERSITY	FINANCING	FOUNDATION	UMSA	MSSC	HPCC	RESEARCH	ALUMNI	SUNDOME
SHORT TERM										
Cash Equivalent (< 180 days)		3.58%	2.80%	2.80%	2.93%	2.93%	3.06%	4.86%	2.81%	3.06%
Fixed Income - Domestic (180 days +)		4.00% ³								
LONG TERM										
Fixed Income - Domestic	3.01%			3.28%	4.55%			3.01%	3.10%	
Fixed Income - Foreign										
Equity - Domestic	(4.90)%			(4.90)%	(2.92)%			(4.90)%	(4.90)%	
Equity - Foreign	0.90%			0.90%	0.73%			0.90%	0.90%	
Real Assets	2.30%			2.30%	2.30%			2.30%	2.30%	
Alternative Investments ¹	NA			NA	NA			NA	NA	
WEIGHTED PORTFOLIO RETURN²	0.30%	3.93%	2.80%	2.80%	1.98%	2.93%	3.06%	2.92%	2.80%	3.06%
INFLATION BENCHMARK - CPI INDEX	2.58%	2.58%	2.58%	2.58%	2.58%	2.58%	2.58%	2.58%	2.58%	2.58%
RETURN OBJECTIVE - LONG-TERM⁴	4.43%	0.00%	0.00%	1.69%	2.41%	0.00%	0.00%	1.89%	3.62%	0.00%
RETURN OBJECTIVE - ACTIVELY MANAGED⁵	0.39%	0.00%	0.00%	0.26%	0.29%	0.00%	0.00%	0.17%	0.35%	0.00%
RELATIVE PORTFOLIO RETURN⁶	(7.10)%	1.35%	0.22%	(1.73)%	(3.30)%	0.35%	0.48%	(1.72)%	(3.75)%	0.48%
COMBINED 5-YEAR RETURNS	2.74 %									
INFLATION BENCHMARK - CPI INDEX	2.58 %									
COMBINED RETURN OBJECT - LONG-TERM	1.51 %									
COMBINED RETURN OBJECT - ACTIVE MGR	0.15 %									
WEIGHTED 12-MONTH RELATIVE RETURNS	(1.49)%									

¹ The Endowment Private Equity and Venture Capital Investments do not lend themselves well to interim return calculations.

² FOUNDATION Endowment and Operating Fund Performance is based on 5-year average daily balances, not period-end balances.

³ UNIVERSITY fixed income portion of its short-term portfolio is based on a weighted average of SPIA's return (period prior to January 2008) and Vanguard's Bond Index Fund's returns (beginning January 2008)

⁴ Only Long-Term Funds are subject to the Policy Return Objective of 3.0% for fixed income and 5.0% for all other asset classes.

The Return Objective is calculated based on period-end balances, not 5-year daily average balances. Thus, the Relative Portfolio Return may be affected by changes in asset classes over this period.

The Return Objective is weighted between the Short Term Portfolio and the Long Term Portfolio based on period-end balances.

⁵ Only Long-Term Funds are subject to the Policy Return Objectives for Actively Managed Portfolios of 0.5%.

The Return Objective is calculated based on period-end balances, not 5-year daily average balances. Thus, the Relative Portfolio Return may be affected by changes in asset classes over this period.

The Return Objective is weighted between the Short Term Portfolio and the Long Term Portfolio based on period-end balances.

⁶ All entities employ 5-year index benchmarks to assess investment performance in addition to the Policy's real return Secondary Performance benchmark.