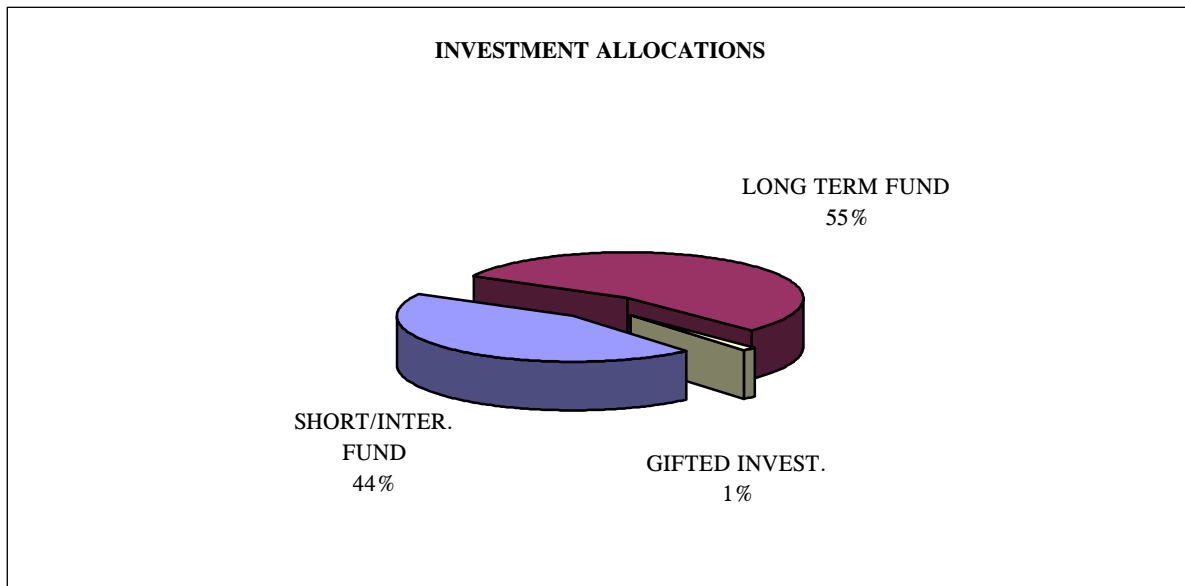


**TEXAS TECH UNIVERSITY SYSTEM
MANAGED INVESTMENTS
YEAR ENDED May 31, 2007**

FUND	May 31, 2007 MARKET VALUE	ONE YEAR TOTAL RETURN
SHORT/INTERMEDIATE TERM FUND	\$ 488,528,109	5.20%
LONG TERM INVESTMENT FUND	\$ 600,552,126	21.00%
GIFTED INVESTMENTS	\$ 15,951,251	6.24%
TOTAL	<u>\$ 1,105,031,485</u>	



Prepared by: Eric Fisher
 Manager - Treasury Services
 Texas Tech University System
 Box 41098
 Lubbock, TX 79409-1098
 (806) 742-3243
e.fisher@ttu.edu

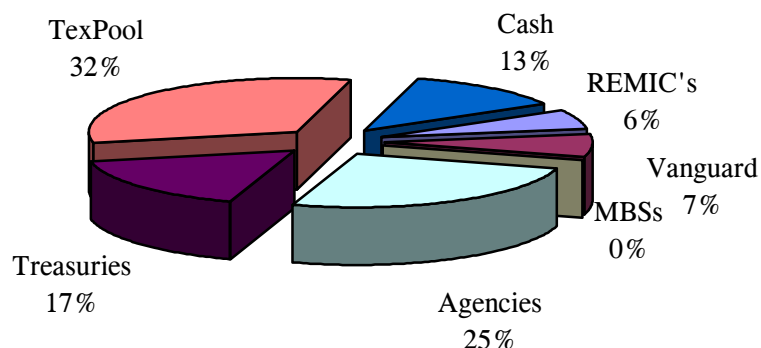
TEXAS TECH UNIVERSITY SYSTEM
MARKET VALUES OF INVESTMENT POOLS
INVESTMENT ACTIVITY
Quarter Ended May 31, 2007

	<div> <div>SHORT</div> <div>INTERMEDIATE</div> <div>TERM FUND</div> </div>		<div> <div>LONG TERM</div> <div>INVESTMENT</div> <div>FUND</div> </div>	
Market Value @ 2/28/07	\$	475,601,201	\$	561,743,218
Net Additions	\$	9,044,833	\$	4,839,185
Distributions	\$	-	\$	5,221,442
Investment Income	\$	6,008,047	\$	1,231,809
Realized Gains (Losses)	\$	-	\$	11,468,596
Unrealized Gains (Losses)	\$	(2,125,972)	\$	16,047,875
Market Value @ 05/31/07	\$	488,528,109	\$	600,552,126

SHORT/INTERMEDIATE TERM INVESTMENT FUND
TEXAS TECH UNIVERSITY SYSTEM
AS OF May 31, 2007

INVESTMENT TYPE	MARKET VALUE 05/31/07	% OF TOTAL	ONE YEAR YIELD	ONE YEAR TOTAL RETURN
<u>SHORT-TERM ASSETS</u>				
PRIMARY DEPOSITORY CASH:				
PNB FINANCIAL BANK REPURCHASE AGREEMENT	\$48,704,705	9.97%	3.55%	3.55%
SECONDARY DEPOSITORY CASH				
TEXPOOL	\$157,893,852	32.32%	5.29%	5.29%
TOTAL SHORT TERM ASSETS	\$219,326,796	44.90%	4.79%	4.79%
<u>SHORT/INTERMEDIATE TERM ASSETS</u>				
U.S. TREASURIES	\$82,574,265	16.90%	4.37%	5.54%
TOTAL SHORT/INTERMEDIATE TERM ASSETS	\$82,574,265	16.90%	4.37%	5.54%
<u>INTERMEDIATE TERM ASSETS</u>				
CALLABLE AGENCY SECURITIES	\$123,570,144	25.29%	4.47%	4.64%
MBSs	\$692,274	0.14%	5.44%	7.34%
REAL ESTATE MORTGAGE INVESTMENT CONDUITS (REMICs):				
FEDERAL NATIONAL MORTGAGE ASSOCIATION (FNMA)	\$10,292,888	2.11%		
FEDERAL HOME LOAN MORTGAGE CORPORATION (FHLMC)	\$18,716,479	3.83%		
TOTAL REMIC'S	\$29,009,367	5.94%	4.93%	6.94%
VANGUARD BOND INDEX FUND	\$33,355,263	6.83%	5.16%	6.53%
TOTAL INTERMEDIATE TERM ASSETS	\$186,627,048	38.20%	4.74%	5.60%
TOTAL SHORT/INTERMEDIATE TERM INVESTMENT FUND	\$488,528,109	100.00%	4.67%	5.20%

INVESTMENT COMPONENTS



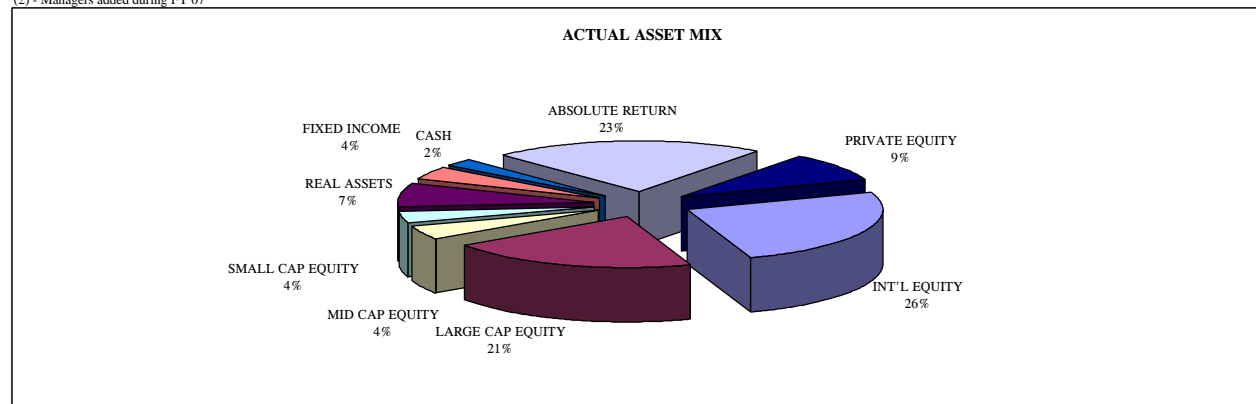
**TEXAS TECH UNIVERSITY SYSTEM
LONG TERM INVESTMENT FUND**

AS OF May 31, 2007

Manager	Market Value					Performance Measures			Benchmarks			
	Fixed Income	Equities	Cash & Equiv.	Alternative	Total	Quarter	Year to Date	One Year	Index	Quarter	Year to Date	One Year
<u>Large Cap Equity:</u>												
INTECH	-	30,261,648	-	-	30,261,648	6.80%	5.60%	14.60%	S&P/Citigroup 500 Growth	9.00%	7.90%	20.80%
Oakbrook	-	31,915,912	219,082	-	32,134,994	4.80%	2.90%	23.40%	S&P 500	9.30%	8.80%	22.80%
Ssga US Market Index	-	62,586,173	-	-	62,586,173	9.30%	8.80%	22.70%	S&P 500	9.30%	8.80%	22.80%
<u>Mid Cap Equity:</u>												
Hotchkis & Wiley	-	26,704,748	1,076,141	-	27,780,889	7.60%	10.30%	25.30%	Russell MidCap Value	7.90%	11.90%	26.40%
<u>Small Cap Equity:</u>												
DFA Micro-Cap	-	9,637,415	-	-	9,637,415	5.80%	6.40%	15.30%	Russell 2000	7.10%	8.00%	18.90%
Martingale	-	12,861,880	63,311	-	12,925,191	7.00%	8.20%	15.60%	Russell 2000	7.10%	8.00%	18.90%
<u>International Equity:</u>												
GMO - Emerging Markets	-	26,490,556	-	-	26,490,556	15.70%	14.50%	39.00%	MSCI Emerging Markets Free	14.20%	12.30%	38.20%
GMO - Foreign Fund II	-	55,903,281	-	-	55,903,281	8.70%	10.40%	26.80%	EAFE (SUS)	9.00%	10.60%	26.80%
Julius Baer	-	43,104,473	-	-	43,104,473	11.50%	12.00%	30.60%	EAFE (SUS)	9.00%	10.60%	26.80%
Acadian	-	12,222,227	-	-	12,222,227	14.10%	21.90%	37.70%	S&P/Citigroup EMI-PAC	10.60%	13.50%	31.70%
GMO - Int'l Small	-	9,381,721	-	-	9,381,721	11.00%	14.60%	31.60%	S&P/Citigroup EMI-PAC	10.60%	13.50%	31.70%
Ssga Emerging Markets	-	4,925,923	-	-	4,925,923	N/A	N/A	N/A	MSCI Emerging Markets Free	N/A	N/A	N/A
<u>Fixed Income:</u>												
Ssga Passive Bond	26,048,545	-	-	-	26,048,545	(0.20%)	1.30%	6.60%	Lehman Aggregate	(0.20%)	1.30%	6.70%
<u>Cash:</u>												
Cash Account	-	-	13,120,226	-	13,120,226	1.20%	2.10%	4.90%	91-day T-Bill	1.30%	2.20%	5.20%
<u>Real Assets:</u>												
CDK Realty	(1)	-	-	10,878,270	10,878,270							
E2M	(1)	-	-	3,555,296	3,555,296							
Halcyon	(1)	-	-	557,600	557,600							
Encap IV	(1)	-	-	7,261,192	7,261,192							
Encap V	(1)	-	-	19,013,911	19,013,911							
Encap VI	(1)	-	-	2,391,062	2,391,062							
<u>Absolute Return:</u>												
Ariel	-	-	-	18,294,606	18,294,606	3.30%	3.90%	15.20%	CSFB Event Driven	7.10%	11.70%	21.80%
GMO - Mean Reversion	-	-	-	12,442,563	12,442,563	4.00%	3.40%	8.90%	91-day T-Bill + 4%	2.30%	3.80%	9.20%
GMO - Absolute Return	-	-	-	21,801,326	21,801,326	4.60%	5.00%	14.00%	S&P 500	9.30%	8.80%	22.80%
King Street	-	-	-	13,304,065	13,304,065	6.10%	10.40%	20.50%	CSFB Distressed Hedge	5.00%	8.10%	17.30%
New Castle	-	-	-	15,244,955	15,244,955	4.90%	5.00%	9.00%	91-day T-Bill	1.30%	2.20%	5.20%
Oaktree - Emerging Markets	-	-	-	2,641,350	2,641,350	4.90%	7.50%	11.60%	CSFB Long/Short Hedge	7.20%	9.20%	17.60%
Taconic	-	-	-	8,082,916	8,082,916	6.40%	9.20%	17.00%	CSFB Event Driven	7.10%	11.70%	21.80%
Shepherd Investments	-	-	-	12,350,380	12,350,380	6.60%	11.20%	18.00%	CSFB Multi Strategy	4.90%	7.90%	15.40%
Alson	(2)	-	-	10,000,000	10,000,000	6.20%	8.20%	N/A	CSFB Long/Short Hedge	7.20%	9.20%	N/A
Davidson Kempner	(2)	-	-	10,362,785	10,362,785	3.90%	7.20%	N/A	CSFB Multi Strategy	4.90%	7.90%	N/A
Wexford	(2)	-	-	11,366,648	11,366,648	12.10%	13.70%	N/A	CSFB Global Macro	4.80%	6.70%	N/A
<u>Private Equity:</u>												
Oaktree - Fund IV	(1)	-	-	572,154	572,154							
Oaktree - Prin Opp Fund III	(1)	-	-	11,456,068	11,456,068							
Oaktree - Prin Opp Fund IV	(1)	-	-	2,557,905	2,557,905							
OakTree Europear	(1)	-	-	4,677,395	4,677,395							
Stone Point Trident	(1)	-	-	16,557,531	16,557,531							
Sterling Group	(1)	-	-	4,509,470	4,509,470							
Reservoir	(1)	-	-	8,403,265	8,403,265							
Bear Stearns Merchant Banking	(1)	-	-	2,222,621	2,222,621							
Goldman Sachs Vintage Fund IV	(1)	-	-	992,962	992,962							
Main Street Capital	(1)	-	-	2,530,551	2,530,551							
Total	26,048,545	325,995,958	14,478,760	234,028,862	600,552,125	8.00%	8.90%	21.00%	Policy Allocation Index	7.50%	8.50%	21.40%

(1) - Returns aren't presented for private equity due to the illiquidity of the investment.

(2) - Managers added during FY 07



TEXAS TECH UNIVERSITY SYSTEM
GIFTED INVESTMENTS
AS OF May 31, 2007

FUND TYPE	BOOK VALUE 2/28/07	MARKET VALUE 2/28/07	BOOK VALUE 05/31/07	MARKET VALUE 05/31/07	ONE YEAR YIELD	ONE YEAR TOTAL RETURN
		3.00				
Total Restricted Funds	\$1,286,224	\$1,286,224	\$1,282,342	\$1,282,342		
Total Endowment Funds	\$515,079	\$541,804	\$523,517	\$562,569		
Art	60,000	60,000	60,000	60,000		
Total Foundation/Agency Funds	\$13,781,980	\$13,984,337	\$13,730,678	\$14,106,339		
Grand Total	\$15,583,284	\$15,812,365	\$15,536,537	\$15,951,251	<u>3.15%</u>	<u>6.24%</u>

Glossary of Terms

Book Value	Fund value without accounting for changes in market value. Sum of original investment, additions and deletions from the fund, current income (interest and dividends less fees), and realized gains and losses.
Market Value	Fund value with investments priced as of the date of the report. Sum of book value and unrealized gains and losses.
Yield	Return measuring current income (interest and dividends less fees) earned based on the beginning market value of fund.
Total Return	Return measuring total appreciation in the value of the fund. Total appreciation includes current income, plus realized and unrealized gains and losses.
One Year Yield	Yield for the year ended as of the date of the report.
One Year Total Return	Total return for the year ended as of the date of the report.