

(LBBB0200.WK1)

**TEXAS TECH UNIVERSITY SYSTEM  
SUMMARY OF INVESTMENTS  
AS OF August 31, 2000**

INVESTMENT	BOOK VALUE	%	MARKET VALUE	%
<b>LONG-TERM SECURITIES</b>				
<b>DEBT SECURITIES</b>				
U.S. GOVERNMENT OBLIGATIONS				
DIRECT-TREASURIES	\$27,768,540.79	3.90%	\$28,011,864.13	3.83%
GUARANTEED				
MORTGAGE-BACKED	\$11,894,728.65	1.67%	\$12,254,871.23	1.68%
OTHER	\$0.00	0.00%	\$0.00	0.00%
TOTAL U.S. GOVERNMENT OBLIGATIONS	\$39,663,269.44	5.58%	\$40,266,735.36	5.51%
U.S. GOVERNMENT AGENCIES (NON-GUARANTEED)				
MORTGAGE-BACKED	\$10,100,792.32	1.42%	\$10,057,302.96	1.38%
OTHER	\$326,203,624.06	45.86%	\$322,959,492.65	44.20%
TOTAL U.S. GOVERNMENT AGENCIES (NON-GUARANTEED)	\$336,304,416.38	47.28%	\$333,016,795.61	45.58%
FOREIGN GOVERNMENT OBLIGATIONS	\$0.00	0.00%	\$0.00	0.00%
MUNICIPAL AND COUNTY BONDS	\$1,880.00	0.00%	\$1,855.68	0.00%
CORPORATE BONDS	\$8,362,165.07	1.18%	\$8,214,260.30	1.12%
OTHER	\$0.00	0.00%	\$0.00	0.00%
TOTAL DEBT SECURITIES	\$384,331,730.89	54.04%	\$381,499,646.95	52.21%
<b>EQUITY SECURITIES</b>				
COMMON STOCKS AND OTHER EQUITIES	\$85,481,099.36	12.02%	\$104,892,993.10	14.36%
INDEX FUNDS	\$0.00	0.00%	\$0.00	0.00%
MUTUAL FUNDS	\$54,672,447.62	7.69%	\$57,491,847.57	7.87%
OTHER	\$4,750.00	0.00%	\$4,750.00	0.00%
TOTAL EQUITY SECURITIES	\$140,158,296.98	19.71%	\$162,389,590.67	22.23%
<b>TOTAL LONG-TERM SECURITIES</b>	<b>\$524,490,027.87</b>	<b>73.74%</b>	<b>\$543,889,237.62</b>	<b>74.44%</b>
<b>SHORT-TERM SECURITIES</b>				
U.S. GOV'T (DIRECT & GUARANTEED)	\$0.00	0.00%	\$0.00	0.00%
U.S. GOV'T AGENCIES (NON-GUARANTEED)	\$0.00	0.00%	\$0.00	0.00%
CORPORATE BONDS	\$0.00	0.00%	\$0.00	0.00%
TEXPOOL	\$131,338,508.62	18.47%	\$131,338,508.62	17.98%
OTHER	\$25,549,283.00	3.59%	\$25,549,283.00	3.50%
TOTAL SHORT-TERM SECURITIES	\$156,887,791.62	22.06%	\$156,887,791.62	21.47%

<b>CASH AND CASH EQUIVALENTS</b>				
CASH HELD AT STATE TREASURY	\$16,426,385.73	2.31%	\$16,426,385.73	2.25%
MONEY MARKETS	\$4,566,732.47	0.64%	\$4,566,732.47	0.63%
COMMERCIAL PAPER	\$0.00	0.00%	\$0.00	0.00%
OTHER	\$517,885.00	0.07%	\$517,885.00	0.07%
TOTAL CASH AND CASH EQUIVALENTS	\$21,511,003.20	3.02%	\$21,511,003.20	2.94%
<b>OTHER INVESTMENTS</b>				
CASH SURRENDER VALUE - LIFE INSURANCE	\$839,857.41	0.12%	\$839,857.41	0.11%
GIFT ANNUITY TRUST	\$1,956,964.53	0.28%	\$1,956,964.53	0.27%
MINERAL RIGHTS AND ROYALTIES	\$1,124,529.95	0.16%	\$1,124,529.96	0.15%
NOTES RECEIVABLES	\$899,368.13	0.13%	\$899,368.13	0.12%
REAL ESTATE	\$1,093,754.75	0.15%	\$1,093,754.75	0.15%
JOINT VENTURE - HMO	\$2,180,247.00	0.31%	\$2,180,247.00	0.30%
BUILDINGS	\$0.00	0.00%	\$0.00	0.00%
WORKS OF ART	\$274,437.06	0.04%	\$274,437.06	0.04%
TOTAL OTHER INVESTMENTS	\$8,369,158.83	1.18%	\$8,369,158.84	1.15%
<b>TOTAL INVESTMENTS</b>	<b>\$711,257,981.52</b>	<b>100.00%</b>	<b>\$730,657,191.28</b>	<b>100.00%</b>
2000 YIELD	6.27%			
TOTAL RATE OF RETURN *	8.20%			

\*INCLUDED IN THE CONSOLIDATED TOTALS ARE BALANCES FOR THE TTU/TTUHSC SHORT/INTERMEDIATE TERM INVESTMENT FUND (SITIF). THE SITIF USES A "HOLD-TO-MATURITY" INVESTMENT CONCEPT.

ITS INTENT IS TO HOLD ALL INVESTMENTS TO MATURITY. THERE WERE NO REALIZED GAINS OR LOSSES DURING THE YEAR. UNREALIZED GAINS AND LOSSES ARE NOT CONSIDERED IN THE EARNINGS PERFORMANCE.

THE 2000 RATE OF RETURN CALCULATION IS FOR INFORMATIONAL PURPOSES ONLY.

**TEXAS TECH UNIVERSITY SYSTEM  
COMPARATIVE SUMMARY OF INVESTMENTS  
AT AUGUST 31, 2000**

INVESTMENT	FISCAL YEAR 2000		FISCAL YEAR 1999	
	BOOK VALUE	MARKET VALUE	BOOK VALUE	MARKET VALUE
<b>LONG-TERM SECURITIES</b>				
<b>DEBT SECURITIES</b>				
U.S. GOVERNMENT OBLIGATIONS				
DIRECT-TREASURIES	\$27,768,540.79	\$28,011,864.13	\$14,417,483.23	\$14,151,401.08
GUARANTEED	\$0.00	\$0.00		
MORTGAGE-BACKED	\$11,894,728.65	\$12,254,871.23	\$10,026,553.09	\$10,625,594.30
OTHER	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL U.S. GOVERNMENT OBLIGATIONS	\$39,663,269.44	\$40,266,735.36	\$24,444,036.32	\$24,776,995.38
U.S. GOVERNMENT AGENCIES (NON-GUARANTEED)				
MORTGAGE-BACKED	\$10,100,792.32	\$10,057,302.96	\$8,216,986.81	\$8,207,387.22
OTHER	\$326,203,624.06	\$322,959,492.65	\$317,672,088.80	\$316,431,125.00
TOTAL U.S. GOVERNMENT AGENCIES (NON-GUARANTEED)	\$336,304,416.38	\$333,016,795.61	\$325,889,075.61	\$324,638,512.22
FOREIGN GOVERNMENT OBLIGATIONS	\$0.00	\$0.00	\$0.00	\$0.00
MUNICIPAL AND COUNTY BONDS	\$1,880.00	\$1,855.68	\$112,690.00	\$109,725.00
CORPORATE BONDS	\$8,362,165.07	\$8,214,260.30	\$4,714,696.72	\$4,597,129.46
OTHER	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL DEBT SECURITIES	\$384,331,730.89	\$381,499,646.95	\$355,160,498.65	\$354,122,362.06
<b>EQUITY SECURITIES</b>				
COMMON STOCKS AND OTHER EQUITIES	\$85,481,099.36	\$104,892,993.10	\$56,147,683.56	\$64,675,840.00
INDEX FUNDS	\$0.00	\$0.00	\$0.00	\$0.00
MUTUAL FUNDS	\$54,672,447.62	\$57,491,847.57	\$27,182,897.57	\$28,328,660.93
OTHER	\$4,750.00	\$4,750.00	\$4,750.00	\$4,750.00
TOTAL EQUITY SECURITIES	\$140,158,296.98	\$162,389,590.67	\$88,335,331.13	\$93,009,250.93
TOTAL LONG-TERM SECURITIES	\$524,490,027.87	\$543,889,237.62	\$438,495,829.78	\$447,131,612.99
<b>SHORT-TERM SECURITIES</b>				
U.S. GOV'T (DIRECT & GUARANTEED)	\$0.00	\$0.00	\$0.00	\$0.00
U.S. GOV'T AGENCIES (NON-GUARANTEED)	\$0.00	\$0.00	\$69,225,047.00	\$69,152,200.00
CORPORATE BONDS	\$0.00	\$0.00	\$29,894,289.00	\$29,890,100.00
TEXPOOL	\$131,338,508.62	\$131,338,508.62	\$100,454,155.26	\$100,454,155.26
OTHER	\$25,549,283.00	\$25,549,283.00	\$17,525,132.23	\$17,525,132.23
TOTAL SHORT-TERM SECURITIES	\$156,887,791.62	\$156,887,791.62	\$217,098,623.49	\$217,021,587.49
<b>CASH AND CASH EQUIVALENTS</b>				
CASH HELD AT STATE TREASURY	\$16,426,385.73	\$16,426,385.73	\$12,549,918.09	\$12,549,918.09
MONEY MARKETS	\$4,566,732.47	\$4,566,732.47	\$23,320,219.35	\$23,320,219.35
COMMERCIAL PAPER	\$0.00	\$0.00	\$0.00	\$0.00
OTHER	\$517,885.00	\$517,885.00	\$379,493.00	\$379,493.00
TOTAL CASH AND CASH EQUIVALENTS	\$21,511,003.20	\$21,511,003.20	\$36,249,630.44	\$36,249,630.44

OTHER INVESTMENTS				
CASH SURRENDER VALUE - LIFE INSURANCE	\$839,857.41	\$839,857.41	\$611,301.26	\$611,301.26
GIFT ANNUITY TRUST	\$1,956,964.53	\$1,956,964.53	\$1,696,964.91	\$1,696,964.91
MINERAL RIGHTS AND ROYALTIES	\$1,124,529.95	\$1,124,529.96	\$1,124,529.95	\$1,124,529.96
NOTES RECEIVABLES	\$899,368.13	\$899,368.13	\$917,902.73	\$917,902.73
REAL ESTATE	\$1,093,754.75	\$1,093,754.75	\$855,439.75	\$855,439.75
JOINT VENTURE - STATEWIDE HMO	\$2,180,247.00	\$2,180,247.00	\$2,180,247.00	\$2,180,247.00
BUILDINGS	\$0.00	\$0.00	\$0.00	\$0.00
WORKS OF ART	\$274,437.06	\$274,437.06	\$274,437.06	\$274,437.06
TOTAL OTHER INVESTMENTS	\$8,369,158.83	\$8,369,158.84	\$7,660,822.66	\$7,660,822.67
TOTAL INVESTMENTS	\$711,257,981.52	\$730,657,191.28	\$699,504,906.37	\$708,063,653.59
YIELD	6.27%		6.07%	
RATE OF RETURN *	8.20%		9.50%	

(SITIF). THE SITIF USES A "HOLD-TO-MATURITY" INVESTMENT CONCEPT.  
UNREALIZED GAINS AND LOSSES ARE NOT CONSIDER IN THE EARNINGS PERFORMANCE ONLY.

\$58,344,251.63 \$42,459,947.82

(LBBC0899.WK1)

**TEXAS TECH UNIVERSITY SYSTEM  
COMPARATIVE STATEMENT OF CHANGES IN INVESTMENT ASSETS  
YEAR ENDED AUGUST 31, 2000**

	FISCAL YEAR 2000 BOOK VALUE	MARKET VALUE	FISCAL YEAR 1999 BOOK VALUE	MARKET VALUE
BEGINNING INVESTMENT ASSETS	\$699,504,906.37	\$708,063,653.59	\$600,765,583.36	\$606,382,535.97
RECEIPTS/CONTRIBUTIONS	\$615,905,771.09	\$615,905,771.09	\$660,242,251.53	\$660,242,251.53
INVESTMENT INCOME	\$57,996,373.05	\$57,996,373.05	\$49,506,814.95	\$49,506,814.95
DISTRIBUTIONS	(\$666,548,079.87)	(\$666,548,079.87)	(\$614,843,025.17)	(\$614,843,025.17)
NET REALIZED GAINS (LOSSES)	\$4,399,010.88	\$4,399,010.88	\$3,833,281.70	\$3,833,281.70
CHANGES IN NET UNREALIZED				
APPRECIATION/(DEPRECIATION)	N/A	\$10,840,462.54 N/A		\$2,941,794.61
ENDING INVESTMENT ASSETS	\$711,257,981.52	\$730,657,191.28	\$699,504,906.37	\$708,063,653.59
NET CHANGE	\$11,753,075.15	\$22,593,537.69		