



**Long Term Fund  
Investment Summary Report  
(\$ millions)**

	1st Quarter 11/30/2004	2nd Quarter 2/28/2005	3rd Quarter 5/31/2005	4th Quarter 8/31/2005	Year-to- Date
<b>Beginning Net Assets</b>	<b>\$ 3,393.3</b>	<b>\$ 3,639.0</b>	<b>\$ 3,795.3</b>	<b>\$ 3,792.4</b>	<b>\$ 3,393.3</b>
Net Contributions	37.7	22.5	38.0	42.4	140.6
Investment Return	253.1	175.4	2.3	209.8	640.6
Expenses	(3.7)	0.1	(1.1)	(1.1)	(5.8)
Distributions (Payout)	(41.4)	(41.7)	(42.1)	(42.6)	(167.8)
<b>Ending Net Assets</b>	<b>\$ 3,639.0</b>	<b>\$ 3,795.3</b>	<b>\$ 3,792.4</b>	<b>\$ 4,000.9</b>	<b>\$ 4,000.9</b>
Net Asset Value, Per Unit	\$ 5.923	\$ 6.139	\$ 6.074	\$ 6.337	\$ 6.337
Number of Units (End of Period)	614,379,162	618,174,345	624,354,307	631,354,939	631,354,939
Distribution Rate Per Unit	\$ 0.067425	\$ 0.067425	\$ 0.067425	\$ 0.067425	\$ 0.269700

Note: On March 1, 2001, the Long Term Fund (LTF) purchased units in the newly created General Endowment Fund (GEF). The LTF no longer invests in individual securities except for GEF units and a negligible amount of cash. The LTF, therefore, is actively managed to the Endowment Policy Portfolio through its investment in the GEF. The Investment Summary includes the summary activity of LTF's ownership in GEF.

**Year End Commentary**

During the year, net contributions totaled \$140.6 million representing a decrease from the prior fiscal year of \$276.5. The number of endowments and other accounts underlying the LTF is 6,880 accounts. Total net investment return for the year was positive 18.68% versus a positive 15.06% for the Endowment Policy Portfolio, UTIMCO's computed benchmark for endowment funds.

Distributions to the over 6,800 endowment and other accounts underlying the LTF totaled \$167.8 million for the year; an increase in distributions of 6% versus the prior fiscal year. On a per unit basis, each endowment's ownership in the LTF increased from \$5.585 to \$6.337 per unit during the year.

**Third Quarter Commentary**

During the quarter, net contributions totaled \$38.0 million representing an increase from the third quarter of the prior fiscal year of \$33.8. The number of endowments and other accounts underlying the LTF is 6,785 accounts. Total net investment return for the quarter was positive .04% versus a positive 1.89% for the Endowment Policy Portfolio, UTIMCO's computed benchmark for endowment funds.

Distributions to the over 6,700 endowment and other accounts underlying the LTF totaled \$42.1 million for the quarter; an increase in distributions of 7% versus the third quarter of the prior fiscal year. On a per unit basis, each endowment's ownership in the LTF decreased from \$6.139 to \$6.074 per unit during the quarter.



### **Second Quarter Commentary**

During the quarter, net contributions totaled \$22.5 million representing an increase from the second quarter of the prior fiscal year of \$17.2. The number of endowments and other accounts underlying the LTF is 6,688 accounts. Total net investment return for the quarter was positive 4.80% versus a positive 3.45% for the Endowment Policy Portfolio, UTIMCO's computed benchmark for endowment funds.

Distributions to the over 6,600 endowment and other accounts underlying the LTF totaled \$41.7 million for the quarter; an increase in distributions of 6% versus the second quarter of the prior fiscal year. On a per unit basis, each endowment's ownership in the LTF increased from \$5.923 to \$6.139 per unit during the quarter.

### **First Quarter Commentary**

During the quarter, net contributions totaled \$37.7 million representing a decrease from the first quarter of the prior fiscal year of \$165.1. The number of endowments and other accounts underlying the LTF is 6,622 accounts. Total net investment return for the quarter was positive 7.36% versus a positive 5.58% for the Endowment Policy Portfolio, UTIMCO's computed benchmark for endowment funds.

Distributions to the over 6,600 endowment and other accounts underlying the LTF totaled \$41.4 million for the quarter; an increase in distributions of 6% versus the first quarter of the prior fiscal year. On a per unit basis, each endowment's ownership in the LTF increased from \$5.585 to \$5.923 per unit during the quarter.