



**Permanent Health Fund
Investment Summary Report
(\$ millions)**

	1st Quarter 11/30/2002	2nd Quarter 2/28/2003	3rd Quarter 5/31/2003	4th Quarter 8/31/2003	Year-to- Date
Beginning Net Assets	\$ 698.2	\$ 690.2	\$ 667.3	\$ 715.9	\$ 698.2
Investment Return	1.7	(13.0)	58.4	38.9	86.0
Expenses	(0.1)	(0.2)	(0.2)	(0.2)	(0.7)
Distributions (Payout)	(9.6)	(9.7)	(9.6)	(9.6)	(38.5)
Ending Net Assets	\$ 690.2	\$ 667.3	\$ 715.9	\$ 745.0	\$ 745.0
Net Asset Value, Per Unit	\$ 0.841653	\$ 0.813836	\$ 0.873014	\$ 0.908489	\$ 0.908489
Number of Units (End of Period)	820,000,000	820,000,000	820,000,000	820,000,000	820,000,000
Distribution Rate Per Unit	\$ 0.01175	\$ 0.01175	\$ 0.01175	\$ 0.01175	\$ 0.04700

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

Year End Commentary

The PHF is actively managed to the Endowment Policy Portfolio, UTIMCO's computed benchmark for endowment funds, through its investment in the GEF. Total net investment return for the year was 12.67% versus the neutral policy return of 12.77%.

Third Quarter Commentary

The PHF is actively managed to the Endowment Policy Portfolio, UTIMCO's computed benchmark for endowment funds, through its investment in the GEF. Total net investment return for the quarter was 8.72% versus the neutral policy return of 10.88%.



Second Quarter Commentary

The PHF is actively managed to the Endowment Policy Portfolio, UTIMCO's computed benchmark for endowment funds, through its investment in the GEF. Total net investment return for the quarter was negative 1.91% versus the neutral policy return of negative 4.30%.

First Quarter Commentary

The PHF is actively managed to the Endowment Policy Portfolio, UTIMCO's computed benchmark for endowment funds, through its investment in the GEF. Total net investment return for the quarter was positive .22% versus the neutral policy return of positive 1.60%.