



**General Endowment Fund  
Investment Summary Report  
(\$ millions)**

	1st Quarter 11/30/2003	2nd Quarter 2/29/2004	3rd Quarter 5/31/2004	4th Quarter 8/31/2004	Year-to- Date
<b>Beginning Net Assets</b>	<b>\$ 3,584.8</b>	<b>\$ 3,952.6</b>	<b>\$ 4,244.5</b>	<b>\$ 4,168.6</b>	<b>\$ 3,584.8</b>
Net Contributions (Withdrawals)	209.5	135.8	106.9	107.3	559.5
Investment Return	257.5	327.1	(57.5)	31.9	559.0
Expenses	(2.6)	(2.6)	(2.1)	(2.3)	(9.6)
Allocations (1)	(96.6)	(168.4)	(123.2)	(97.9)	(486.1)
<b>Ending Net Assets</b>	<b>\$ 3,952.6</b>	<b>\$ 4,244.5</b>	<b>\$ 4,168.6</b>	<b>\$ 4,207.6</b>	<b>\$ 4,207.6</b>
Net Asset Value, Per Unit	\$ 109.488	\$ 118.428	\$ 116.778	\$ 117.595	\$ 117.595
Number of Units (End of Period):					
PHF	7,174,022	7,091,271	7,007,471	6,923,785	6,923,785
LTF	28,926,791	28,749,330	28,688,862	28,857,142	28,857,142
Total Number of Units	36,100,813	35,840,601	35,696,333	35,780,927	35,780,927
Percentage Ownership:					
PHF	19.9%	19.8%	19.6%	19.4%	19.4%
LTF	80.1%	80.2%	80.4%	80.6%	80.6%
Total	100.0%	100.0%	100.0%	100.0%	100.0%
(1) The GEF allocates its net investment income and realized gain (loss) to its unitholders monthly based on their ownership of GEF units at month end. The allocated amounts are reinvested as GEF contributions. Since the allocation is proportional to the percentage of ownership by the unitholders, no additional units are purchased.					

**Year End Commentary**

The net investment return for the year ended August 31, 2004, was a positive 14.77%. UTIMCO's computed benchmark for endowment funds, the Endowment Policy Portfolio, posted a positive return of 13.22% for the same time period. The commodities asset class was the best performer for the quarter posting a positive investment return of 24.35%. All other asset classes posted positive returns ranging from 8.02% to 19.62%.

The GEF ended the year with a market value of \$4,207.6 million. Period end asset allocation was 27% domestic public equities, 19% international public equities, 10% private capital, 14% absolute return hedge funds, 8% equity hedge funds, 5% commodities, 15% fixed income, and 2% cash and cash equivalents.



### **Third Quarter Commentary**

The net investment return for the quarter ended May 31, 2004, was a negative 1.37%. UTIMCO's computed benchmark for endowment funds, the Endowment Policy Portfolio, posted a positive return of 0.69% for the same time period. The commodities asset class was the best performer for the quarter posting a positive investment return of 5.65%. All other asset classes posted returns ranging from negative 4.99% to positive 3.16%.

The GEF ended the quarter with a market value of \$4,168.6 million. Period end asset allocation was 32% domestic public equities, 20% international public equities, 10% private capital, 13% absolute return hedge funds, 8% equity hedge funds, 3% commodities, 11% fixed income, and 3% cash and cash equivalents.

### **Second Quarter Commentary**

The net investment return for the quarter ended February 29, 2004, was a positive 8.22%. UTIMCO's computed benchmark for endowment funds, the Endowment Policy Portfolio, posted a positive return of 5.70% for the same time period. The international public equities asset class was the best performer for the quarter posting a positive investment return of 13.75%. All other asset classes also posted positive returns ranging from 3.85% to 10.72%.

The GEF ended the quarter with a market value of \$4,244.5 million. Period end asset allocation was 33% domestic public equities, 22% international public equities, 10% private capital, 10% absolute return hedge funds, 11% equity hedge funds, 3% commodities, 11% fixed income, and 0% cash and cash equivalents.

### **First Quarter Commentary**

The net investment return for the quarter ended November 30, 2003, was a positive 6.83%. UTIMCO's computed benchmark for endowment funds, the Endowment Policy Portfolio, posted a positive return of 6.14% for the same time period. The international public equities asset class was the best performer for the quarter posting a positive investment return of 10.82%. All other asset classes also posted positive returns ranging from 2.27% to 8.67%.

The GEF ended the quarter with a market value of \$3,952.6 million. Period end asset allocation was 36% domestic public equities, 23% international public equities, 10% private capital, 10% absolute return, 8% inflation hedging, 13% fixed income, and 0% cash and cash equivalents.