

OWNERSHIP OF LONG TERM FUND

August 31, 2007	Accounts	Value (in millions)
UT System Administration	90	\$ 34
Benefit of Multiple Institutions	4	6
UT Arlington	297	57
UT Austin	3,958	2,603
UT Dallas	140	201
UT El Paso	487	120
UT Pan American	76	29
UT Brownsville	57	7
UT Permian Basin	90	17
UT San Antonio	246	51
UT Tyler	172	63
UT Southwestern Medical Center at Dallas	440	778
UT Medical Branch at Galveston	591	435
UT Health Science Center at Houston	331	133
UT Health Science Center at San Antonio	270	133
UT M. D. Anderson Cancer Center	335	363
UT Health Center at Tyler	39	10
Other accounts	382	293
Total	8,005	\$ 5,333

FIG. A FINANCIAL HIGHLIGHTS

Years Ended August 31,	2003	2004	2005	2006	(in millions) 2007
Beginning Net Asset Value	\$ 2,595	\$ 2,840	\$ 3,393	\$ 4,001	\$ 4,441
Contributions (Net of Withdrawals)	60	276	141	172	363
Net Investment Return	329	435	635	448	728
Distributions (Payout)	(144)	(158)	(168)	(180)	(199)
Ending Net Asset Value	\$ 2,840	\$ 3,393	\$ 4,001	\$ 4,441	\$ 5,333



FIG. B LONG TERM FUND GROWTH 1982 - 2007

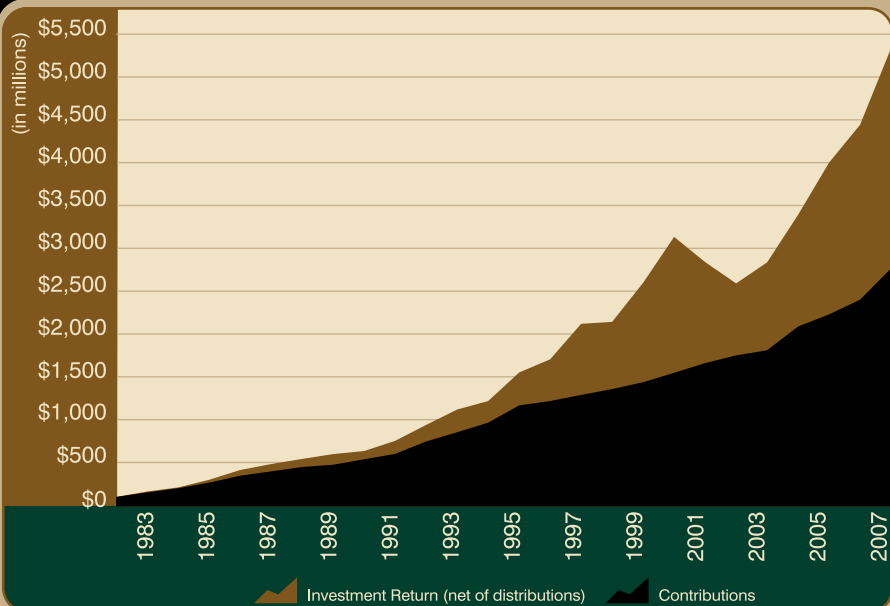


FIG. C ASSET ALLOCATION

Asset Class	Actual as of August 31, 2007	Target
Cash and Cash Equivalents	3.3%	0.0%
Fixed Income	7.1%	10.0%
Treasury Inflation-Protected Securities (TIPS)	3.5%	5.0%
Commodities	3.7%	3.0%
Real Estate Investment Trusts (REITS)	4.5%	5.0%
Absolute Return Hedge Funds	15.2%	15.0%
Directional Hedge Funds	10.0%	10.0%
U.S. Equities	21.1%	20.0%
Non-U.S. Developed Equities	10.6%	10.0%
Emerging Markets Equities	8.5%	7.0%
Private Markets	12.5%	15.0%
Total	100.0%	100.0%



FIG. D BENCHMARK COMPARISON

Asset Class	Actual Net Investment Return	Benchmark Return	Benchmark
Cash and Cash Equivalents	5.4%	5.3%	90 Day T-Bills Average Yield
Fixed Income	5.3%	5.3%	Lehman Brothers Aggregate Bond Index
Treasury Inflation-Protected Securities (TIPS)	3.8%	3.8%	Lehman Brothers U.S. TIPS Index
Commodities	-9.7%	-5.1%	Combination Index: 66.7% Goldman Sachs Commodity Index minus 50 basis points plus 33.3% Dow Jones AIG Commodity Index
Real Estate Investment Trusts (REITS)	5.7%	1.7%	(1)
Absolute Return Hedge Funds	14.7%	6.2%	Morgan Stanley Capital International Investable Hedge Fund Index
Directional Hedge Funds	19.0%	6.2%	Morgan Stanley Capital International Investable Hedge Fund Index
U.S. Equities	15.1%	14.9%	Russell 3000 Index
Non-U.S. Developed Equity	14.1%	18.7%	Morgan Stanley Capital International - EAFE Index with net dividends
Emerging Markets Equity	37.7%	43.6%	Morgan Stanley Capital International - Emerging Markets Index with net dividends
Private Markets	31.9%	23.3%	Venture Economics' Periodic IRR Index
Total	15.9%	13.4%	

(1)The Dow Jones Wilshire Real Estate Security (Full Cap) Index previously used as a benchmark for REITS ceased to be published after June 30, 2007. From September 1, 2006 through June 30, 2007 the benchmark for REITS was the Dow Jones Wilshire Real Estate Security (Full Cap) Index. For the remainder of the fiscal year period July 1, 2007 through August 31, 2007 the benchmark was the Dow Jones Wilshire Real Estate Security (Float) Index.

FIG. E CHANGE IN PURCHASING POWER

Annual Average	For the periods ended August 31, 2007		
	One Year	Five Years	Ten Years
Net Total Return	15.76%	14.54%	9.62%
Less:			
Inflation Rate	1.97%	2.85%	2.60%
Distribution Rate	4.06%	4.69%	4.51%
Change in Purchasing Power	9.73%	7.00%	2.51%

FIG. F RATIO OF EXPENSES TO AVERAGE NET ASSETS

	2003	2004	2005	2006	2007
UTIMCO Management Fee	0.12%	0.09%	0.06%	0.05%	0.08%
External Managers & Other Service Providers Fees ⁽¹⁾	0.17%	0.24%	0.26%	0.34%	0.20%
Total Investment Fees and Expenses	0.29%	0.33%	0.32%	0.39%	0.28%
Fee for Endowment Compliance	0.09%	0.07%	0.07%	0.06%	0.06%
Fee for Educational Purposes	0.02%	0.02%	0.03%	0.02%	0.02%
Total UT System Administrative Fees	0.11%	0.09%	0.10%	0.08%	0.08%
Total	0.40%	0.42%	0.42%	0.47%	0.36%

(1) Fees incurred by the general partners in the partnership investments and fees incurred by mutual fund managers are not included in these totals. Fees incurred by partnerships and mutual funds are netted directly against returns for those investments in accordance with standard industry practice.

