

**University of Houston System**

**Investment Report**

**Annual Report**

**FY 2001**

**September, 2000 – August, 2001**

# **University of Houston System**

## **Investment Report**

### **Contents**

#### **University of Houston System**

**Endowment Fund**

**Consolidated Non-Endowed Pooled Funds**

**Consolidated Revenue Bonds, Series 1999 Project Fund**

**Consolidated Revenue Bonds, Series 2000 Project Fund**

#### **University of Houston – System Administration**

**Non-Endowed Pooled Funds**

#### **University of Houston**

**Non-Endowed Pooled Funds**

**Consolidated Revenue Bonds, Series 1998 Project Fund**

#### **University of Houston – Clear Lake**

**Non-Endowed Pooled Funds**

**Consolidated Revenue Refunding Bonds, Series 1998 Project Fund**

#### **University of Houston – Downtown**

**Non-Endowed Pooled Funds**

#### **University of Houston – Victoria**

**Non-Endowed Pooled Funds**

**University of Houston System Endowment Fund**  
**Comparative Statement of Changes in Investment Assets**  
**At August 31, 2001**

	<b>Fiscal Year 2001</b>		<b>Fiscal Year 2000</b>	
	<b>Book Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>Market Value</b>
<b>Beginning Investment Assets - September 1, 2000</b>	\$ 294,578,653	\$ 485,966,284	\$ 232,017,794	\$ 402,956,168
Receipts/Contributions	7,456,104	7,456,104	38,765,651	38,765,651
Investment Income	11,272,375	11,272,375	11,145,175	11,145,175
Distributions	(21,923,573)	(21,923,573)	(20,165,763)	(20,165,763)
Net Realized Gains (Losses)	27,264,583	27,264,583	32,815,796	32,815,796
Changes in Net Unrealized Appreciation (Depreciation)		(87,292,725)		20,449,257
<b>Ending Investment Assets - August 31, 2001</b>	<b>\$ 318,648,142</b>	<b>\$ 422,743,048</b>	<b>\$ 294,578,653</b>	<b>\$ 485,966,284</b>

**University of Houston System Endowment Fund  
Comparative Summary of Investments  
At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Long Term Securities</b>				
<b>Debt Securities</b>				
US Government Obligations				
Direct Treasuries	9,893,170	10,029,529	\$ 4,563,910	\$ 4,523,265
Guaranteed Mortgage Backed				
Guaranteed Other				
Total US governmental Obligations	<u>9,893,170</u>	<u>10,029,529</u>	<u>4,563,910</u>	<u>4,523,265</u>
US Government Agencies (Non- Gtd.)				
Mortgage Backed	8,820,610	8,893,823	5,228,351	4,980,808
Other	12,830,535	13,080,172	12,183,974	11,952,356
Total US Gov't Agencies (Non- Gtd.)	<u>21,651,145</u>	<u>21,973,995</u>	<u>17,412,325</u>	<u>16,933,164</u>
Foreign Government Obligations				
Dollar Denominated	460,590	477,314		
Municipal and County Bonds				
Corporate Bonds	46,032,220	46,912,823	44,480,749	43,280,153
Other	1,470,060	1,579,680	1,470,060	1,474,215
<b>Total Debt Securities</b>	<u>79,507,185</u>	<u>80,973,341</u>	<u>67,927,044</u>	<u>66,210,797</u>
<b>Equity Securities</b>				
Common Stock and Other Equities	150,772,573	261,688,871	126,699,123	299,639,046
Preferred Stock	16	16	16	16
Index Funds	41,880,896	35,057,967	21,366,470	19,715,355
Mutual Funds			14,953,289	32,399,022
Other - Partnerships	6,254,830	4,796,765	6,910,065	11,412,742
<b>Total Equity Securities</b>	<u>198,908,315</u>	<u>301,543,619</u>	<u>169,928,963</u>	<u>363,166,181</u>
<b>Short Term Securities</b>				
US Government (Direct & Guaranteed)	1,348,937	1,347,978	1,241,895	1,245,700
US Government Agencies (Non-Gtd.)	995,065	1,011,870	2,986,395	2,973,046
Corporate Bonds			2,376,554	2,275,158
TexPool				
Other - Municipal Bonds				
<b>Total Short Term Securities</b>	<u>2,344,002</u>	<u>2,359,848</u>	<u>6,604,844</u>	<u>6,493,904</u>
<b>Cash and Cash Equivalents</b>				
Cash Held at State Treasury				
Money Markets	36,572,640	36,572,640	48,801,802	48,801,802
Commercial Paper				
<b>Total Cash and Cash Equivalents</b>	<u>36,572,640</u>	<u>36,572,640</u>	<u>48,801,802</u>	<u>48,801,802</u>
<b>Land</b>	1,316,000	1,293,600	1,316,000	1,293,600
<b>Total Investments*</b>	<u><b>\$ 318,648,142</b></u>	<u><b>\$ 422,743,048</b></u>	<u><b>\$ 294,578,653</b></u>	<u><b>\$ 485,966,284</b></u>

\*MV does not include \$1,751,241 and \$1,976,773 in accrued income for fiscal year 2001 and 2000, respectively.

**Total Rate of Return**

-10.6%

13.9%

**University of Houston System  
Consolidated Non-Endowed Pooled Funds  
Comparative Statement of Changes in Investment Assets  
At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Beginning Investment Assets - September 1, 2000</b>	\$ 90,650,811	\$ 90,183,206	\$ 86,776,108	\$ 85,211,897
Receipts/Contributions				
Investment Income	6,095,129	6,095,129	5,049,440	5,049,440
Distributions				
Adjustments	(55,027)	(55,027)	(84,523)	(84,523)
Net Realized Gains (Losses)	512,373	512,373	(1,090,214)	(1,090,214)
Changes in Net Unrealized Appreciation (Depreciation)		3,771,857		1,096,606
<b>Ending Investment Assets - August 31, 2001</b>	<b><u>\$ 97,203,286</u></b>	<b><u>\$ 100,507,538</u></b>	<b><u>\$ 90,650,811</u></b>	<b><u>\$ 90,183,206</u></b>

**University of Houston System  
Consolidated Non-Endowed Pooled Funds  
Comparative Summary of Investments  
At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Long Term Securities</b>				
<b>Debt Securities</b>				
US Government Obligations				
Direct Treasuries	\$ 33,626,177	\$ 34,612,044	\$ 12,176,505	\$ 12,295,385
Guaranteed Mortgage Backed				
Guaranteed Other				
Total US governmental Obligations	<u>33,626,177</u>	<u>34,612,044</u>	<u>12,176,505</u>	<u>12,295,385</u>
US Government Agencies (Non- Gtd.)				
Mortgage Backed	2,386,827	2,255,319	3,649,710	3,350,914
Other	<u>26,839,827</u>	<u>27,499,637</u>	<u>18,079,285</u>	<u>18,044,979</u>
Total US Gov't Agencies (Non- Gtd.)	29,226,654	29,754,956	21,728,995	21,395,893
Foreign Government Obligations				
Municipal and County Bonds	2,805,964	2,913,540	4,683,547	4,603,559
Corporate Bonds	22,886,310	24,306,223	30,041,085	29,954,322
Other	<u>4,166,308</u>	<u>4,428,902</u>	<u>14,023,596</u>	<u>14,025,699</u>
<b>Total Debt Securities</b>	<u>92,711,413</u>	<u>96,015,665</u>	<u>82,653,728</u>	<u>82,274,858</u>
<b>Equity Securities</b>	0	0	0	0
Common Stock and Other Equities	0	0	0	0
Preferred Stock	0	0	0	0
Index Funds	0	0	0	0
Mutual Funds	0	0	0	0
Other - Partnerships	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Equity Securities</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Short Term Securities</b>				
US Government (Direct & Guaranteed)	0	0	0	0
US Government Agencies (Non-Gtd.)			1,063,600	974,865
Corporate Bonds				
TexPool				
Other - Municipal Bonds				
<b>Total Short Term Securities</b>	<u>0</u>	<u>0</u>	<u>1,063,600</u>	<u>974,865</u>
<b>Cash and Cash Equivalents</b>				
Cash Held at State Treasury				
Money Markets	4,491,873	4,491,873	6,933,483	6,933,483
Commercial Paper				
<b>Total Cash and Cash Equivalents</b>	<u>4,491,873</u>	<u>4,491,873</u>	<u>6,933,483</u>	<u>6,933,483</u>
<b>Total Investments</b>	<u><b>\$ 97,203,286</b></u>	<u><b>\$ 100,507,538</b></u>	<u><b>\$ 90,650,811</b></u>	<u><b>\$ 90,183,206</b></u>
<b>Total Rate of Return</b>		11.1%		6.1%

**University of Houston System**  
**Consolidated Revenue Bonds, Series 1999 Project Fund**  
**Comparative Statement of Changes in Investment Assets**  
**At August 31, 2001**

	Fiscal Year 2001		Fiscal Year 2000	
	Book Value	Market Value	Book Value	Market Value
<b>Beginning Investment Assets - September 1, 2000</b>	\$ 14,039,341	\$ 14,039,341	\$ 24,734,106	\$ 24,734,106
Receipts/Contributions				
Investment Income	735,169	735,169	1,200,436	1,200,436
Distributions	(2,988,800)	(2,988,800)	(11,895,201)	(11,895,201)
Net Realized Gains (Losses)				
Changes in Net Unrealized Appreciation (Depreciation)				
<b>Ending Investment Assets - August 31, 2001</b>	<b>\$ 11,785,710</b>	<b>\$ 11,785,710</b>	<b>\$ 14,039,341</b>	<b>\$ 14,039,341</b>

**University of Houston System**  
**Consolidated Revenue Bonds, Series 1999 Project Fund**  
**Comparative Summary of Investments**  
**At August 31, 2000**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Long Term Securities</b>				
<b>Debt Securities</b>				
US Government Obligations				
Direct Treasuries				
Guaranteed Mortgage Backed				
Guaranteed Other				
Total US governmental Obligations	0	0	0	0
US Government Agencies (Non- Gtd.)				
Mortgage Backed				
Other				
Total US Gov't Agencies (Non- Gtd.)	0	0	0	0
Foreign Government Obligations				
Dollar Denominated				
Municipal and County Bonds				
Corporate Bonds				
Other- Fixed Rate Repurchase Agreement	11,785,710	11,785,710	14,039,341	14,039,341
<b>Total Debt Securities</b>	<u>11,785,710</u>	<u>11,785,710</u>	<u>14,039,341</u>	<u>14,039,341</u>
<b>Equity Securities</b>				
Common Stock and Other Equities				
Preferred Stock				
Index Funds				
Mutual Funds				
Other - Partnerships				
<b>Total Equity Securities</b>	0	0	0	0
<b>Short Term Securities</b>				
US Government (Direct & Guaranteed)				
US Government Agencies (Non-Gtd.)				
Corporate Bonds				
TexPool				
Other - Municipal Bonds				
<b>Total Short Term Securities</b>	0	0	0	0
<b>Cash and Cash Equivalents</b>				
Cash Held at State Treasury				
Money Markets	0	0	0	0
Commercial Paper				
<b>Total Cash and Cash Equivalents</b>	0	0	0	0
<b>Total Investments</b>	<u><u>\$11,785,710</u></u>	<u><u>\$11,785,710</u></u>	<u><u>\$14,039,341</u></u>	<u><u>\$14,039,341</u></u>
<b>Total Rate of Return</b>		4.8%		4.8%

**University of Houston System**  
**Consolidated Revenue Bonds, Series 2000 Project Fund**  
**Comparative Statement of Changes in Investment Assets**  
**At August 31, 2001**

	Fiscal Year 2001		Fiscal Year 2000	
	Book Value	Market Value	Book Value	Market Value
<b>Beginning Investment Assets - September 1, 2000</b>	\$ -	\$ -	\$ -	\$ -
Receipts/Contributions	50,343,856	50,343,856		
Investment Income	2,325,555	2,325,555		
Distributions	(4,289,509)	(4,289,509)		
Net Realized Gains (Losses)				
Changes in Net Unrealized Appreciation (Depreciation)				
<b>Ending Investment Assets - August 31, 2001</b>	<b>\$ 48,379,902</b>	<b>\$ 48,379,902</b>	<b>\$ -</b>	<b>\$ -</b>

**University of Houston System**  
**Consolidated Revenue Bonds, Series 2000 Project Fund**  
**Comparative Summary of Investments**  
**At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Long Term Securities</b>				
<b>Debt Securities</b>				
US Government Obligations				
Direct Treasuries				
Guaranteed Mortgage Backed				
Guaranteed Other				
Total US governmental Obligations	0	0	0	0
US Government Agencies (Non- Gtd.)				
Mortgage Backed				
Other				
Total US Gov't Agencies (Non- Gtd.)	0	0	0	0
Foreign Government Obligations				
Dollar Denominated				
Municipal and County Bonds				
Corporate Bonds				
Other- Fixed Rate Repurchase Agreement	48,379,902	48,379,902	0	0
<b>Total Debt Securities</b>	48,379,902	48,379,902	-	-
<b>Equity Securities</b>				
Common Stock and Other Equities				
Preferred Stock				
Index Funds				
Mutual Funds				
Other - Partnerships				
<b>Total Equity Securities</b>	0	0	0	0
<b>Short Term Securities</b>				
US Government (Direct & Guaranteed)				
US Government Agencies (Non-Gtd.)				
Corporate Bonds				
TexPool				
Other - Municipal Bonds				
<b>Total Short Term Securities</b>	0	0	0	0
<b>Cash and Cash Equivalents</b>				
Cash Held at State Treasury				
Money Markets	0	0	0	0
Commercial Paper				
<b>Total Cash and Cash Equivalents</b>	0	0	0	0
<b>Total Investments</b>	<b>\$48,379,902</b>	<b>\$48,379,902</b>	<b>\$ -</b>	<b>\$ -</b>

**Total Rate of Return**

6.4%

**University of Houston System Administration  
Non-Endowed Pooled Funds  
Comparative Statement of Changes in Investment Assets  
At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Beginning Investment Assets - September 1, 2000</b>	\$ 22,070,023	\$ 22,070,023	\$ 16,824,126	\$ 16,824,126
Receipts/Contributions	123,050,868	123,050,868	110,525,000	110,525,000
Investment Income	1,449,647	1,449,647	1,004,156	1,004,156
Distributions	(121,481,434)	(121,481,434)	(106,283,259)	(106,283,259)
Net Realized Gains (Losses)				
Changes in Net Unrealized Appreciation (Depreciation)				
<b>Ending Investment Assets - August 31, 2001</b>	<b><u>\$ 25,089,104</u></b>	<b><u>\$ 25,089,104</u></b>	<b><u>\$ 22,070,023</u></b>	<b><u>\$ 22,070,023</u></b>

**University of Houston System Administration  
Non-Endowed Pooled Funds  
Comparative Summary of Investments  
At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Long Term Securities</b>				
<b>Debt Securities</b>				
US Government Obligations				
Direct Treasuries				
Guaranteed Mortgage Backed				
Guaranteed Other				
Total US governmental Obligations	0	0	0	0
US Government Agencies (Non- Gtd.)				
Mortgage Backed				
Other				
Total US Gov't Agencies (Non- Gtd.)	0	0	0	0
Foreign Government Obligations				
Dollar Denominated				
Municipal and County Bonds				
Corporate Bonds				
Other				
<b>Total Debt Securities</b>	-	-	-	-
<b>Equity Securities</b>				
Common Stock and Other Equities				
Preferred Stock				
Index Funds				
Mutual Funds				
Other - Partnerships				
<b>Total Equity Securities</b>	0	0	0	0
<b>Short Term Securities</b>				
US Government (Direct & Guaranteed)				
US Government Agencies (Non-Gtd.)				
Corporate Bonds				
TexPool				
Other - Municipal Bonds				
<b>Total Short Term Securities</b>	0	0	0	0
<b>Cash and Cash Equivalents</b>				
Cash Held at State Treasury				
Money Markets	25,089,104	25,089,104	22,070,023	22,070,023
Commercial Paper				
<b>Total Cash and Cash Equivalents</b>	25,089,104	25,089,104	22,070,023	22,070,023
<b>Total Investments</b>	<b>\$ 25,089,104</b>	<b>\$ 25,089,104</b>	<b>\$ 22,070,023</b>	<b>\$ 22,070,023</b>
<b>Total Rate of Return</b>		4.9%		6.0%

**University of Houston  
Non-Endowed Pooled Funds  
Comparative Statement of Changes in Investment Assets  
At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Beginning Investment Assets - September 1, 2000</b>	\$ 21,531,596	\$ 21,531,596	\$ 17,121,926	\$ 17,121,926
Receipts/Contributions	144,150,208	144,150,208	146,911,940	146,911,940
Investment Income	1,624,196	1,624,196	1,511,354	1,511,354
Distributions	(147,442,811)	(147,442,811)	(144,013,624)	(144,013,624)
Net Realized Gains (Losses)				
Changes in Net Unrealized Appreciation (Depreciation)				
<b>Ending Investment Assets - August 31, 2001</b>	<b><u>\$ 19,863,189</u></b>	<b><u>\$ 19,863,189</u></b>	<b><u>\$ 21,531,596</u></b>	<b><u>\$ 21,531,596</u></b>

**University of Houston  
Non-Endowed Pooled Funds  
Comparative Summary of Investments  
At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Long Term Securities</b>				
<b>Debt Securities</b>				
US Government Obligations				
Direct Treasuries				
Guaranteed Mortgage Backed				
Guaranteed Other				
Total US governmental Obligations	0	0	0	0
US Government Agencies (Non- Gtd.)				
Mortgage Backed				
Other				
Total US Gov't Agencies (Non- Gtd.)	0	0	0	0
Foreign Government Obligations				
Dollar Denominated				
Municipal and County Bonds				
Corporate Bonds				
Other				
<b>Total Debt Securities</b>	-	-	-	-
<b>Equity Securities</b>				
Common Stock and Other Equities				
Preferred Stock				
Index Funds				
Mutual Funds				
Other - Partnerships				
<b>Total Equity Securities</b>	0	0	0	0
<b>Short Term Securities</b>				
US Government (Direct & Guaranteed)				
US Government Agencies (Non-Gtd.)				
Corporate Bonds				
TexPool				
Other - Municipal Bonds				
<b>Total Short Term Securities</b>	0	0	0	0
<b>Cash and Cash Equivalents</b>				
Cash Held at State Treasury				
Money Markets	19,863,189	19,863,189	21,531,596	21,531,596
Commercial Paper				
<b>Total Cash and Cash Equivalents</b>	19,863,189	19,863,189	21,531,596	21,531,596
<b>Total Investments</b>	<b>\$ 19,863,189</b>	<b>\$ 19,863,189</b>	<b>\$ 21,531,596</b>	<b>\$ 21,531,596</b>
<b>Total Rate of Return</b>		4.9%		6.0%

**University of Houston**  
**Consolidated Revenue Bonds, Series 1998 Project Fund**  
**Comparative Statement of Changes in Investment Assets**  
**At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Beginning Investment Assets - September 1, 2000</b>	\$ 45,570	\$ 45,570	\$ 267,381	\$ 267,381
Receipts/Contributions				
Investment Income	3,680	3,680	38,949	38,949
Distributions	(10)	(10)	(260,760)	(260,760)
Net Realized Gains (Losses)				
Changes in Net Unrealized Appreciation (Depreciation)				
<b>Ending Investment Assets - August 31, 2001</b>	<b><u>\$ 49,240</u></b>	<b><u>\$ 49,240</u></b>	<b><u>\$ 45,570</u></b>	<b><u>\$ 45,570</u></b>

**University of Houston**  
**Consolidated Revenue Bonds, Series 1998 Project Fund**  
**Comparative Summary of Investments**  
**At August 31, 2001**

	<u>Fiscal Year 2000</u>		<u>Fiscal Year 1999</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Long Term Securities</b>				
<b>Debt Securities</b>				
US Government Obligations				
Direct Treasuries				
Guaranteed Mortgage Backed				
Guaranteed Other				
Total US governmental Obligations			0	0
US Government Agencies (Non- Gtd.)				
Mortgage Backed				
Other				
Total US Gov't Agencies (Non- Gtd.)			0	0
Foreign Government Obligations				
Dollar Denominated				
Municipal and County Bonds				
Corporate Bonds				
Other- Fixed Rate Repurchase Agreement				
<b>Total Debt Securities</b>			-	-
<b>Equity Securities</b>				
Common Stock and Other Equities				
Preferred Stock				
Index Funds				
Mutual Funds				
Other - Partnerships				
<b>Total Equity Securities</b>			0	0
<b>Short Term Securities</b>				
US Government (Direct & Guaranteed)				
US Government Agencies (Non-Gtd.)				
Corporate Bonds				
TexPool				
Other - Municipal Bonds				
<b>Total Short Term Securities</b>			0	0
<b>Cash and Cash Equivalents</b>				
Cash Held at State Treasury				
Money Markets	49,240	49,240	45,570	45,570
Commercial Paper				
<b>Total Cash and Cash Equivalents</b>	49,240	49,240	45,570	45,570
<b>Total Investments</b>	<u>\$ 49,240</u>	<u>\$ 49,240</u>	<u>\$ 45,570</u>	<u>\$ 45,570</u>
<b>Total Rate of Return</b>		7.8%		6.0%

**University of Houston Clear Lake  
Non-Endowed Pooled Funds  
Comparative Statement of Changes in Investment Assets  
At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Beginning Investment Assets - September 1, 2000</b>	\$ 10,144,843	\$ 10,144,843	\$ 7,974,954	\$ 7,974,954
Receipts/Contributions	23,400,000	23,400,000	18,675,000	18,675,000
Investment Income	598,527	598,527	456,995	456,995
Distributions	(19,809,976)	(19,809,976)	(16,962,106)	(16,962,106)
Net Realized Gains (Losses)				
Changes in Net Unrealized Appreciation (Depreciation)				
<b>Ending Investment Assets - August 31, 2001</b>	<b><u>\$ 14,333,394</u></b>	<b><u>\$ 14,333,394</u></b>	<b><u>\$ 10,144,843</u></b>	<b><u>\$ 10,144,843</u></b>

**University of Houston Clear Lake  
Non-Endowed Pooled Funds  
Comparative Summary of Investments  
At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Long Term Securities</b>				
<b>Debt Securities</b>				
US Government Obligations				
Direct Treasuries				
Guaranteed Mortgage Backed				
Guaranteed Other				
Total US governmental Obligations	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
US Government Agencies (Non- Gtd.)				
Mortgage Backed				
Other				
Total US Gov't Agencies (Non- Gtd.)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Foreign Government Obligations				
Dollar Denominated				
Municipal and County Bonds				
Corporate Bonds				
Other				
<b>Total Debt Securities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Equity Securities</b>				
Common Stock and Other Equities				
Preferred Stock				
Index Funds				
Mutual Funds				
Other - Partnerships				
<b>Total Equity Securities</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Short Term Securities</b>				
US Government (Direct & Guaranteed)				
US Government Agencies (Non-Gtd.)				
Corporate Bonds				
TexPool				
Other - Municipal Bonds				
<b>Total Short Term Securities</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Cash and Cash Equivalents</b>				
Cash Held at State Treasury				
Money Markets	14,333,394	14,333,394	10,144,843	10,144,843
Commercial Paper				
<b>Total Cash and Cash Equivalents</b>	<u>14,333,394</u>	<u>14,333,394</u>	<u>10,144,843</u>	<u>10,144,843</u>
<b>Total Investments</b>	<u><b>\$ 14,333,394</b></u>	<u><b>\$ 14,333,394</b></u>	<u><b>\$ 10,144,843</b></u>	<u><b>\$ 10,144,843</b></u>
<b>Total Rate of Return</b>		4.9%		6.0%

**University of Houston Clear Lake**  
**Consolidated Revenue Refunding Bonds, Series 1998 Project Fund**  
**Comparative Statement of Changes in Investment Assets**  
**At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Beginning Investment Assets - September 1, 2000</b>	\$ 407,269	\$ 400,039	\$ 473,206	\$ 474,759
Receipts/Contributions			9	9
Investment Income	30,011	30,011	31,306	31,306
Distributions	(126)	(126)	(97,252)	(97,252)
Net Realized Gains (Losses)				
Adjustment to Cost Basis	(12,477)			
Changes in Net Unrealized Appreciation (Depreciation)		(5,247)		(8,783)
<b>Ending Investment Assets - August 31, 2001</b>	<b><u>\$ 424,677</u></b>	<b><u>\$ 424,677</u></b>	<b><u>\$ 407,269</u></b>	<b><u>\$ 400,039</u></b>

**University of Houston Clear Lake**  
**Consolidated Revenue Refunding Bonds, Series 1998 Project Fund**  
**Comparative Summary of Investments**  
**At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Long Term Securities</b>				
<b>Debt Securities</b>				
US Government Obligations				
Direct Treasuries				
Guaranteed Mortgage Backed				
Guaranteed Other				
Total US governmental Obligations	0	0	0	0
US Government Agencies (Non- Gtd.)				
Mortgage Backed				
Other				
Total US Gov't Agencies (Non- Gtd.)	0	0	0	0
Foreign Government Obligations				
Dollar Denominated				
Municipal and County Bonds				
Corporate Bonds				
Other				
<b>Total Debt Securities</b>	-	-	-	-
<b>Equity Securities</b>				
Common Stock and Other Equities				
Preferred Stock				
Index Funds				
Mutual Funds				
Other - Partnerships				
<b>Total Equity Securities</b>	0	0	0	0
<b>Short Term Securities</b>				
US Government (Direct & Guaranteed)			377,477	370,247
US Government Agencies (Non-Gtd.)				
Corporate Bonds				
TexPool				
Other - Municipal Bonds				
<b>Total Short Term Securities</b>	0	0	377,477	370,247
<b>Cash and Cash Equivalents</b>				
Cash Held at State Treasury				
Money Markets	424,677	424,677	29,792	29,792
Commercial Paper				
<b>Total Cash and Cash Equivalents</b>	424,677	424,677	29,792	29,792
<b>Total Investments</b>	<b>\$ 424,677</b>	<b>\$ 424,677</b>	<b>\$ 407,269</b>	<b>\$ 400,039</b>
<b>Total Rate of Return</b>		6.2%		5.2%

**University of Houston Downtown  
Non-Endowed Pooled Funds  
Comparative Statement of Changes in Investment Assets  
At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Beginning Investment Assets - September 1, 2000</b>	\$ 9,538,564	\$ 9,538,564	\$ 6,090,138	\$ 6,090,138
Receipts/Contributions	18,100,149	18,100,149	17,200,000	17,200,000
Investment Income	587,914	587,914	502,834	502,834
Distributions	(16,928,551)	(16,928,551)	(14,254,408)	(14,254,408)
Net Realized Gains (Losses)				
Changes in Net Unrealized Appreciation (Depreciation)				
<b>Ending Investment Assets - August 31, 2001</b>	<b><u>\$ 11,298,076</u></b>	<b><u>\$ 11,298,076</u></b>	<b><u>\$ 9,538,564</u></b>	<b><u>\$ 9,538,564</u></b>

**University of Houston Downtown  
Non-Endowed Pooled Funds  
Comparative Summary of Investments  
At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Long Term Securities</b>				
<b>Debt Securities</b>				
US Government Obligations				
Direct Treasuries				
Guaranteed Mortgage Backed				
Guaranteed Other				
Total US governmental Obligations	0	0	0	0
US Government Agencies (Non- Gtd.)				
Mortgage Backed				
Other				
Total US Gov't Agencies (Non- Gtd.)	0	0	0	0
Foreign Government Obligations				
Dollar Denominated				
Municipal and County Bonds				
Corporate Bonds				
Other				
<b>Total Debt Securities</b>	-	-	-	-
<b>Equity Securities</b>				
Common Stock and Other Equities				
Preferred Stock				
Index Funds				
Mutual Funds				
Other - Partnerships				
<b>Total Equity Securities</b>	0	0	0	0
<b>Short Term Securities</b>				
US Government (Direct & Guaranteed)				
US Government Agencies (Non-Gtd.)				
Corporate Bonds				
TexPool				
Other - Municipal Bonds				
<b>Total Short Term Securities</b>	0	0	0	0
<b>Cash and Cash Equivalents</b>				
Cash Held at State Treasury				
Money Markets	11,298,076	11,298,076	9,538,564	9,538,564
Commercial Paper				
<b>Total Cash and Cash Equivalents</b>	11,298,076	11,298,076	9,538,564	9,538,564
<b>Total Investments</b>	<b>\$ 11,298,076</b>	<b>\$ 11,298,076</b>	<b>\$ 9,538,564</b>	<b>\$ 9,538,564</b>
<b>Total Rate of Return</b>		4.9%		6.0%

**University of Houston Victoria**  
**Non-Endowed Pooled Funds**  
**Comparative Statement of Changes in Investment Assets**  
**At August 31, 2001**

	<b>Fiscal Year 2001</b>		<b>Fiscal Year 2000</b>	
	<b>Book Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>Market Value</b>
<b>Beginning Investment Assets - September 1, 2000</b>	\$ 2,359,902	\$ 2,359,902	\$ 1,956,451	\$ 1,956,451
Receipts/Contributions	5,600,052	5,600,052	5,650,000	5,650,000
Investment Income	124,419	124,419	103,816	103,816
Distributions	(4,500,250)	(4,500,250)	(5,350,365)	(5,350,365)
Net Realized Gains (Losses)				
Changes in Net Unrealized Appreciation (Depreciation)				
<b>Ending Investment Assets - August 31, 2001</b>	<b>\$ 3,584,123</b>	<b>\$ 3,584,123</b>	<b>\$ 2,359,902</b>	<b>\$ 2,359,902</b>

**University of Houston Victoria  
Non-Endowed Pooled Funds  
Comparative Summary of Investments  
At August 31, 2001**

	<u>Fiscal Year 2001</u>		<u>Fiscal Year 2000</u>	
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Long Term Securities</b>				
<b>Debt Securities</b>				
US Government Obligations				
Direct Treasuries				
Guaranteed Mortgage Backed				
Guaranteed Other				
Total US governmental Obligations	0	0	0	0
US Government Agencies (Non- Gtd.)				
Mortgage Backed				
Other				
Total US Gov't Agencies (Non- Gtd.)	0	0	0	0
Foreign Government Obligations				
Dollar Denominated				
Municipal and County Bonds				
Corporate Bonds				
Other				
<b>Total Debt Securities</b>	-	-	-	-
<b>Equity Securities</b>				
Common Stock and Other Equities				
Preferred Stock				
Index Funds				
Mutual Funds				
Other - Partnerships				
<b>Total Equity Securities</b>	0	0	0	0
<b>Short Term Securities</b>				
US Government (Direct & Guaranteed)				
US Government Agencies (Non-Gtd.)				
Corporate Bonds				
TexPool				
Other - Municipal Bonds				
<b>Total Short Term Securities</b>	0	0	0	0
<b>Cash and Cash Equivalents</b>				
Cash Held at State Treasury				
Money Markets	3,584,123	3,584,123	2,359,902	2,359,902
Commercial Paper				
<b>Total Cash and Cash Equivalents</b>	3,584,123	3,584,123	2,359,902	2,359,902
<b>Total Investments</b>	<u>\$ 3,584,123</u>	<u>\$ 3,584,123</u>	<u>\$ 2,359,902</u>	<u>\$ 2,359,902</u>
<b>Total Rate of Return</b>		4.9%		6.0%