

University of Houston System

Investment Report

Second Quarter Report

FY 2007

December, 2006 – February, 2007

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University of Houston System

Investment Report

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**University of Houston System Endowment Fund
Statement of Changes in Investment Assets
Quarter Ended February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Beginning Investment Assets - December 1, 2006	\$ 394,334,612	\$ 473,663,455
Adjustments	\$ (1,651,775)	
Receipts/Contributions	2,897,227	\$ 2,897,227
Investment Income	5,445,984	\$ 5,445,984
Distributions	(637,975)	\$ (637,975)
Net Realized Gains (Losses)	19,677,448	\$ 19,677,448
Changes in Net Unrealized Appreciation (Depreciation)		<u>(12,051,253)</u>
Ending Investment Assets - February 28, 2007	<u><u>\$ 420,065,521</u></u>	<u><u>\$ 488,994,886</u></u>

University of Houston System Endowment Fund
Summary of Investments
At February 28, 2007

	<u>Book Value</u>	<u>Market Value</u>
Long Term Securities		
Debt Securities		
US Government Obligations		
Direct Treasuries		
Guaranteed Mortgage Backed	35,677	35,674
Guaranteed Other		
Total US governmental Obligations	35,677	35,674
US Government Agencies (Non- Gtd.)		
Mortgage Backed	2,272,152	2,243,923
Other	3,394,518	3,395,347
Total US Gov't Agencies (Non- Gtd.)	5,666,670	5,639,271
Foreign Government Obligations		
Dollar Denominated		
Municipal and County Bonds		
Corporate Bonds	8,327,808	8,366,595
Mutual Funds	45,983,090	45,444,159
Other (asset backed securities, etc.)	8,816,584	8,740,502
Total Debt Securities	68,829,828	68,226,201
Equity Securities		
Common Stock and Other Equities	74,010,464	90,853,921
Preferred Stock	16	16
Index Funds		
Mutual Funds	261,724,976	313,582,116
Other - Alternative Investments	3,097,683	1,159,538
Total Equity Securities	338,833,139	405,595,592
Short Term Securities		
US Government (Direct & Guaranteed)		
US Government Agencies (Non-Gtd.)		
Corporate Bonds	619,081	615,872
TexPool		
Other - Municipal Bonds		
Total Short Term Securities	619,081	615,872
Cash and Cash Equivalents		
Cash Held at State Treasury		
Money Markets	10,097,493	10,097,592
Commercial Paper		
Total Cash and Cash Equivalents	10,097,493	10,097,592
Land	1,310,000	4,083,650
Total Investments	419,689,542	488,618,907
Accrued Income	375,979	375,979
Total Assets	\$ 420,065,521	\$ 488,994,886

Total Rate of Return (quarter ending 02/28/07)

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2.7%

**University of Houston System
Consolidated Non-Endowed Pooled Funds
Statement of Changes in Investment Assets
Quarter Ended February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Beginning Investment Assets - December 1, 2006	\$ 124,022,427	\$ 123,727,893
Receipts/Contributions		
Investment Income	1,430,147	1,430,147
Distributions		
Net Realized Gains (Losses)	(100,143)	(100,143)
Changes in Net Unrealized Appreciation (Depreciation)	<u>13,124</u>	<u>13,124</u>
Ending Investment Assets - February 28, 2007	<u><u>\$ 125,352,432</u></u>	<u><u>\$ 125,071,021</u></u>

**University of Houston System
Consolidated Non-Endowed Pooled Funds
Summary of Investments
At February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Long Term Securities		
Debt Securities		
US Government Obligations		
Direct Treasuries	17,663,989	17,835,089
Guaranteed Mortgage Backed		
Guaranteed Other		
Total US governmental Obligations	17,663,989	17,835,089
US Government Agencies (Non- Gtd.)		
Mortgage Backed		
Other	34,657,506	34,441,063
Total US Gov't Agencies (Non- Gtd.)	34,657,506	34,441,063
Foreign Government Obligations		
Municipal and County Bonds	6,027,341	6,006,562
Corporate Bonds	32,368,848	32,153,384
Other	4,348,240	4,382,829
Total Debt Securities	95,065,924	94,818,926
Equity Securities		
Common Stock and Other Equities	0	0
Index Funds	0	0
Mutual Funds	0	0
Other - Partnerships	0	0
Total Equity Securities	0	0
Short Term Securities		
US Government (Direct & Guaranteed)		
US Government Agencies (Non-Gtd.)	9,882,839	9,865,131
Corporate Bonds	3,277,777	3,255,615
TexPool		
Other - Municipal and County Bonds	2,785,303	2,790,760
Total Short Term Securities	15,945,919	15,911,506
Cash and Cash Equivalents		
Cash Held at State Treasury	0	0
Money Markets	13,102,639	13,102,639
Commercial Paper		
Total Cash and Cash Equivalents	13,102,639	13,102,639
Total Investments	\$ 124,114,482	\$ 123,833,071
Accrued Interest	1,237,950	1,237,950
Total Assets	\$ 125,352,432	\$ 125,071,021

Total Rate of Return (quarter ending 02/28/07)

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1.1%

**University of Houston System
Consolidated Revenue Bonds, Series 1999 Project Fund
Statement of Changes in Investment Assets
Quarter Ended February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Beginning Investment Assets - December 1, 2006	\$ 453,349	\$ 453,349
Receipts/Contributions		
Investment Income	5,894	5,894
Distributions		
Net Realized Gains (Losses)		
Changes in Net Unrealized Appreciation (Depreciation)		
	_____	_____
Ending Investment Assets - February 28, 2007	<u>\$ 459,243</u>	<u>\$ 459,243</u>

Major Projects Funded:

UH	Fine Arts building, Police building, Library, and other infrastructure	\$ 12,000,000
UHD	Property acquisition and infrastructure improvements	7,500,000
UHV	Construction of Academic building	10,350,000
UHV	Construction of Academic building at Fort Bend	3,500,000
	Total Bond Issue	<u>\$ 33,350,000</u>

**University of Houston System
Consolidated Revenue Bonds, Series 1999 Project Fund
Summary of Investments
At February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Long Term Securities		
Debt Securities		
US Government Obligations		
Direct Treasuries	0	0
Guaranteed Mortgage Backed	0	0
Guaranteed Other	0	0
Total US governmental Obligations	0	0
US Government Agencies (Non- Gtd.)		
Mortgage Backed	0	0
Other	0	0
Total US Gov't Agencies (Non- Gtd.)	0	0
Foreign Government Obligations	0	0
Municipal and County Bonds	0	0
Corporate Bonds	0	0
Other- Fixed Rate Repurchase Agreement	0	0
Total Debt Securities	0	0
Equity Securities		
Common Stock and Other Equities	0	0
Index Funds	0	0
Mutual Funds	0	0
Other - Partnerships	0	0
Total Equity Securities	0	0
Short Term Securities		
US Government (Direct & Guaranteed)	0	0
US Government Agencies (Non-Gtd.)	0	0
Corporate Bonds	0	0
TexPool	0	0
Other	0	0
Total Short Term Securities	0	0
Cash and Cash Equivalents		
Cash Held at State Treasury	0	0
Money Markets	459,243	459,243
Commercial Paper	0	0
Total Cash and Cash Equivalents	459,243	459,243
Total Investments	\$ 459,243	\$ 459,243

Total Rate of Return (quarter ending 02/28/07)

1.3%

**University of Houston System
Consolidated Revenue Bonds, Series 2002A Project Fund
Statement of Changes in Investment Assets
Quarter Ended February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Beginning Investment Assets - December 1, 2006	\$ 12,487,526	\$ 12,487,526
Receipts/Contributions		
Investment Income	163,261	163,261
Distributions		
Net Realized Gains (Losses)		
Changes in Net Unrealized Appreciation (Depreciation)	_____	_____
Ending Investment Assets - February 28, 2007	<u>\$ 12,650,787</u>	<u>\$ 12,650,787</u>

Major Projects Funded:

UH	Construction of Science & Engineering building	\$ 51,000,000
UH	Renovation and expansion of M.D. Anderson Library	\$ 23,000,000
UHD	Construction of Academic building	18,232,000
UHCL	Construction of Academic building & student service facilities	35,918,000
UHV	Acquisition & renovation of facilities	2,805,000
	Total Bond Issue	<u>\$ 130,955,000</u>

University of Houston System
Consolidated Revenue Bonds, Series 2002A Project Fund
Summary of Investments
At February 28, 2007

	<u>Book Value</u>	<u>Market Value</u>
Long Term Securities		
Debt Securities		
US Government Obligations		
Direct Treasuries	0	0
Guaranteed Mortgage Backed	0	0
Guaranteed Other	0	0
Total US governmental Obligations	0	0
US Government Agencies (Non- Gtd.)		
Mortgage Backed	0	0
Other	0	0
Total US Gov't Agencies (Non- Gtd.)	0	0
Foreign Government Obligations	0	0
Municipal and County Bonds	0	0
Corporate Bonds	0	0
Other- Fixed Rate Repurchase Agreement	0	0
Total Debt Securities	0	0
Equity Securities		
Common Stock and Other Equities	0	0
Index Funds	0	0
Mutual Funds	0	0
Other - Partnerships	0	0
Total Equity Securities	0	0
Short Term Securities		
US Government (Direct & Guaranteed)	0	0
US Government Agencies (Non-Gtd.)	0	0
Corporate Bonds	0	0
TexPool	12,650,787	12,650,787
Other	0	0
Total Short Term Securities	12,650,787	12,650,787
Cash and Cash Equivalents		
Cash Held at State Treasury	0	0
Money Markets	0	0
Commercial Paper	0	0
Total Cash and Cash Equivalents	0	0
Total Investments	\$ 12,650,787	\$ 12,650,787

Total Rate of Return (quarter ending 02/28/07)

1.3%

**University of Houston System Administration
Non-Endowed Pooled Funds
Statement of Changes in Investment Assets
Quarter Ended February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Beginning Investment Assets - December 1, 2006	\$ 7,038,105	\$ 7,038,105
Receipts/Contributions	38,352,132	38,352,132
Investment Income	42,694	42,694
Distributions	(44,006,018)	(44,006,018)
Net Realized Gains (Losses)		
Changes in Net Unrealized Appreciation (Depreciation)	_____	_____
Ending Investment Assets - February 28, 2007	<u><u>\$ 1,426,913</u></u>	<u><u>\$ 1,426,913</u></u>

**University of Houston System Administration
Non-Endowed Pooled Funds
Summary of Investments
At February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Long Term Securities		
Debt Securities		
US Government Obligations		
Direct Treasuries		
Guaranteed Mortgage Backed	0	0
Guaranteed Other	0	0
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	0	0
Municipal and County Bonds		
Corporate Bonds		
Other	0	0
Total Debt Securities	0	0
Equity Securities		
Common Stock and Other Equities	0	0
Index Funds	0	0
Mutual Funds	0	0
Other - Partnerships	0	0
Total Equity Securities	0	0
Short Term Securities		
US Government (Direct & Guaranteed)	0	0
US Government Agencies (Non-Gtd.)	0	0
Corporate Bonds	0	0
TexPool	0	0
Other - Municipal and County Bonds		
Total Short Term Securities	0	0
Cash and Cash Equivalents		
Cash Held at State Treasury	0	0
Money Markets	1,426,913	1,426,913
Commercial Paper		
Total Cash and Cash Equivalents	1,426,913	1,426,913
Total Investments	\$ 1,426,913	\$ 1,426,913

Total Rate of Return (quarter ending 02/28/07)

1.3%

University of Houston
Non-Endowed Pooled Funds
Statement of Changes in Investment Assets
Quarter Ended February 28, 2007

	<u>Book Value</u>	<u>Market Value</u>
Beginning Investment Assets - December 1, 2006	\$ 84,814,257	\$ 84,814,257
Receipts/Contributions	102,500,000	102,500,000
Investment Income	1,260,662	1,260,662
Distributions	(87,676,585)	(87,676,585)
Net Realized Gains (Losses)		
Changes in Net Unrealized Appreciation (Depreciation)		
	_____	_____
Ending Investment Assets - February 28, 2007	\$ 100,898,334	\$ 100,898,334

**University of Houston
Non-Endowed Pooled Funds
Summary of Investments
At February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Long Term Securities		
Debt Securities		
US Government Obligations		
Direct Treasuries		
Guaranteed Mortgage Backed	0	0
Guaranteed Other	0	0
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	0	0
Municipal and County Bonds		
Corporate Bonds		
Other	0	0
Total Debt Securities	0	0
Equity Securities		
Common Stock and Other Equities	0	0
Index Funds	0	0
Mutual Funds	0	0
Other - Partnerships	0	0
Total Equity Securities	0	0
Short Term Securities		
US Government (Direct & Guaranteed)		
US Government Agencies (Non-Gtd.)		
Corporate Bonds	0	0
TexPool	0	0
Other - Municipal and County Bonds		
Total Short Term Securities	0	0
Cash and Cash Equivalents		
Cash Held at State Treasury	0	0
Money Markets	100,898,334	100,898,334
Commercial Paper	0	0
Total Cash and Cash Equivalents	100,898,334	100,898,334
Total Investments	\$ 100,898,334	\$ 100,898,334

Total Rate of Return (quarter ending 02/28/07)

1.3%

**University of Houston System
Consolidated Revenue Bonds, Series 2000 Project Fund
Statement of Changes in Investment Assets
Quarter Ended February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Beginning Investment Assets - December 1, 2006	\$ 501,197	\$ 501,197
Receipts/Contributions		
Investment Income	6,033	6,033
Distributions		
Net Realized Gains (Losses)		
Changes in Net Unrealized Appreciation (Depreciation)		
	_____	_____
Ending Investment Assets - February 28, 2007	<u><u>\$ 507,230</u></u>	<u><u>\$ 507,230</u></u>

Major Projects Funded:

UH	Construction of Student Recreation Center at UH	<u>\$ 52,070,000</u>
	Total Bond Issue	<u><u>\$ 52,070,000</u></u>

University of Houston System
Consolidated Revenue Bonds, Series 2000 Project Fund
Summary of Investments
At February 28, 2007

	<u>Book Value</u>	<u>Market Value</u>
Long Term Securities		
Debt Securities		
US Government Obligations		
Direct Treasuries	0	0
Guaranteed Mortgage Backed	0	0
Guaranteed Other	0	0
Total US governmental Obligations	0	0
US Government Agencies (Non- Gtd.)		
Mortgage Backed	0	0
Other	0	0
Total US Gov't Agencies (Non- Gtd.)	0	0
Foreign Government Obligations	0	0
Municipal and County Bonds	0	0
Corporate Bonds	0	0
Other- Fixed Rate Repurchase Agreement	0	0
Total Debt Securities	0	0
Equity Securities		
Common Stock and Other Equities	0	0
Index Funds	0	0
Mutual Funds	0	0
Other - Partnerships	0	0
Total Equity Securities	0	0
Short Term Securities		
US Government (Direct & Guaranteed)	0	0
US Government Agencies (Non-Gtd.)	0	0
Corporate Bonds	0	0
TexPool	0	0
Other	0	0
Total Short Term Securities	0	0
Cash and Cash Equivalents		
Cash Held at State Treasury	0	0
Money Markets	507,230	507,230
Commercial Paper	0	0
Total Cash and Cash Equivalents	507,230	507,230
Total Investments	\$ 507,230	\$ 507,230

Total Rate of Return (quarter ending 02/28/07)

1.3%

University of Houston System
Consolidated Revenue Variable Rate Demand Bonds, Series 2004 Project Fund
Statement of Changes in Investment Assets
Quarter Ended February 28, 2007

	<u>Book Value</u>	<u>Market Value</u>
Beginning Investment Assets - December 1, 2006	\$ 1,040,296	\$ 1,040,296
Receipts/Contributions		
Investment Income	13,601	13,601
Distributions		
Net Realized Gains (Losses)		
Changes in Net Unrealized Appreciation (Depreciation)	_____	_____
Ending Investment Assets - February 28, 2007	<u><u>\$ 1,053,897</u></u>	<u><u>\$ 1,053,897</u></u>

Major Projects Funded:

UH	Offset costs of recovery from Tropical Storm Allison at UH	<u>\$ 25,000,000</u>
	Total Bond Issue	<u><u>\$ 25,000,000</u></u>

University of Houston System
Consolidated Revenue Variable Rate Demand Bonds, Series 2004 Project Fund
Summary of Investments
At February 28, 2007

	<u>Book Value</u>	<u>Market Value</u>
Long Term Securities		
Debt Securities		
US Government Obligations		
Direct Treasuries	0	0
Guaranteed Mortgage Backed	0	0
Guaranteed Other	0	0
Total US governmental Obligations	0	0
US Government Agencies (Non- Gtd.)		
Mortgage Backed	0	0
Other	0	0
Total US Gov't Agencies (Non- Gtd.)	0	0
Foreign Government Obligations	0	0
Municipal and County Bonds	0	0
Corporate Bonds	0	0
Other- Fixed Rate Repurchase Agreement	0	0
Total Debt Securities	0	0
Equity Securities		
Common Stock and Other Equities	0	0
Index Funds	0	0
Mutual Funds	0	0
Other - Partnerships	0	0
Total Equity Securities	0	0
Short Term Securities		
US Government (Direct & Guaranteed)	0	0
US Government Agencies (Non-Gtd.)	0	0
Corporate Bonds	0	0
TexPool	1,053,897	1,053,897
Other	0	0
Total Short Term Securities	1,053,897	1,053,897
Cash and Cash Equivalents		
Cash Held at State Treasury	0	0
Money Markets	0	0
Commercial Paper	0	0
Total Cash and Cash Equivalents	0	0
Total Investments	\$ 1,053,897	\$ 1,053,897
Total Rate of Return (quarter ending 02/28/07)		1.3%

**University of Houston System
Consolidated Revenue Bonds, Series 2005 Project Fund
Statement of Changes in Investment Assets
Quarter Ended February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Beginning Investment Assets - December 1, 2006	\$ 45,235	\$ 45,235
Receipts/Contributions		
Investment Income	591	591
Distributions		
Net Realized Gains (Losses)		
Changes in Net Unrealized Appreciation (Depreciation)		
	_____	_____
Ending Investment Assets - February 28, 2007	\$ 45,826	\$ 45,826

Major Projects Funded:

UH	Construction of a parking garage (with retail/student service space) at UH	<u>\$ 25,800,000</u>
	Total Bond Issue	<u><u>\$ 25,800,000</u></u>

University of Houston System
Consolidated Revenue Bonds, Series 2005 Project Fund
Summary of Investments
At February 28, 2007

	<u>Book Value</u>	<u>Market Value</u>
Long Term Securities		
Debt Securities		
US Government Obligations		
Direct Treasuries	0	0
Guaranteed Mortgage Backed	0	0
Guaranteed Other	0	0
Total US governmental Obligations	0	0
US Government Agencies (Non- Gtd.)		
Mortgage Backed	0	0
Other	0	0
Total US Gov't Agencies (Non- Gtd.)	0	0
Foreign Government Obligations	0	0
Municipal and County Bonds	0	0
Corporate Bonds	0	0
Other- Fixed Rate Repurchase Agreement	0	0
Total Debt Securities	0	0
Equity Securities		
Common Stock and Other Equities	0	0
Index Funds	0	0
Mutual Funds	0	0
Other - Partnerships	0	0
Total Equity Securities	0	0
Short Term Securities		
US Government (Direct & Guaranteed)	0	0
US Government Agencies (Non-Gtd.)	0	0
Corporate Bonds	0	0
TexPool	45,826	45,826
Other	0	0
Total Short Term Securities	45,826	45,826
Cash and Cash Equivalents		
Cash Held at State Treasury	0	0
Money Markets	0	0
Commercial Paper	0	0
Total Cash and Cash Equivalents	0	0
Total Investments	\$ 45,826	\$ 45,826
Total Rate of Return (quarter ending 02/28/07)		1.3%

**University of Houston Clear Lake
Non-Endowed Pooled Funds
Statement of Changes in Investment Assets
Quarter Ended February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Beginning Investment Assets - December 1, 2006	\$ 19,291,792	\$ 19,291,792
Receipts/Contributions	20,200,000	20,200,000
Investment Income	308,138	308,138
Distributions	(16,057,652)	(16,057,652)
Net Realized Gains (Losses)		
Changes in Net Unrealized Appreciation (Depreciation)		
	_____	_____
Ending Investment Assets - February 28, 2007	<u><u>\$ 23,742,278</u></u>	<u><u>\$ 23,742,278</u></u>

**University of Houston Clear Lake
Non-Endowed Pooled Funds
Summary of Investments
At February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Long Term Securities		
Debt Securities		
US Government Obligations		
Direct Treasuries		
Guaranteed Mortgage Backed	0	0
Guaranteed Other	0	0
Total US governmental Obligations	0	0
US Government Agencies (Non- Gtd.)		
Mortgage Backed	0	0
Other	0	0
Total US Gov't Agencies (Non- Gtd.)	0	0
Foreign Government Obligations	0	0
Municipal and County Bonds		
Corporate Bonds		
Other	0	0
Total Debt Securities	0	0
Equity Securities		
Common Stock and Other Equities	0	0
Index Funds	0	0
Mutual Funds	0	0
Other - Partnerships	0	0
Total Equity Securities	0	0
Short Term Securities		
US Government (Direct & Guaranteed)		
US Government Agencies (Non-Gtd.)	0	0
Corporate Bonds	0	0
TexPool	0	0
Other - Municipal and County Bonds		
Total Short Term Securities	0	0
Cash and Cash Equivalents		
Cash Held at State Treasury	0	0
Money Markets	23,742,278	23,742,278
Commercial Paper	0	0
Total Cash and Cash Equivalents	23,742,278	23,742,278
Total Investments	\$ 23,742,278	\$ 23,742,278

Total Rate of Return (quarter ending 02/28/07)

1.3%

**University of Houston Downtown
 Non-Endowed Pooled Funds
 Statement of Changes in Investment Assets
 Quarter Ended February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Beginning Investment Assets - December 1, 2006	\$ 26,993,942	\$ 26,993,942
Receipts/Contributions	25,870,408	25,870,408
Investment Income	319,047	319,047
Distributions	(27,352,871)	(27,352,871)
Net Realized Gains (Losses)		
Changes in Net Unrealized Appreciation (Depreciation)		
	_____	_____
Ending Investment Assets - February 28, 2007	<u><u>\$ 25,830,526</u></u>	<u><u>\$ 25,830,526</u></u>

**University of Houston Downtown
Non-Endowed Pooled Funds
Summary of Investments
At February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Long Term Securities		
Debt Securities		
US Government Obligations		
Direct Treasuries		
Guaranteed Mortgage Backed	0	0
Guaranteed Other	0	0
Total US governmental Obligations	0	0
US Government Agencies (Non- Gtd.)		
Mortgage Backed	0	0
Other	0	0
Total US Gov't Agencies (Non- Gtd.)	0	0
Foreign Government Obligations	0	0
Municipal and County Bonds		
Corporate Bonds		
Other	0	0
Total Debt Securities	0	0
Equity Securities		
Common Stock and Other Equities	0	0
Index Funds	0	0
Mutual Funds	0	0
Other - Partnerships	0	0
Total Equity Securities	0	0
Short Term Securities		
US Government (Direct & Guaranteed)		
US Government Agencies (Non-Gtd.)	0	0
Corporate Bonds	0	0
TexPool	0	0
Other - Municipal and County Bonds		
Total Short Term Securities	0	0
Cash and Cash Equivalents		
Cash Held at State Treasury	0	0
Money Markets	25,830,526	25,830,526
Commercial Paper	0	0
Total Cash and Cash Equivalents	25,830,526	25,830,526
Total Investments	\$ 25,830,526	\$ 25,830,526

Total Rate of Return (quarter ending 02/28/07)

1.3%

**University of Houston System
Consolidated Revenue & Refunding Bonds, Series 2006 Project Fund
Statement of Changes in Investment Assets
Quarter Ended February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Beginning Investment Assets - December 1, 2006	\$ 20,740,075	\$ 20,740,075
Receipts/Contributions		
Investment Income	236,273	236,273
Distributions	(2,483,404)	(2,483,404)
Net Realized Gains (Losses)		
Changes in Net Unrealized Appreciation (Depreciation)		
	_____	_____
Ending Investment Assets - February 28, 2007	<u>\$ 18,492,944</u>	<u>\$ 18,492,944</u>

Major Projects Funded:

UHD	Construct an academic building and parking structure	\$ 35,140,000
		<u>\$ 35,140,000</u>

University of Houston System
Consolidated Revenue & Refunding Bonds, Series 2006 Project Fund
Summary of Investments
At February 28, 2007

	<u>Book Value</u>	<u>Market Value</u>
Long Term Securities		
Debt Securities		
US Government Obligations		
Direct Treasuries	0	0
Guaranteed Mortgage Backed	0	0
Guaranteed Other	0	0
Total US governmental Obligations	0	0
US Government Agencies (Non- Gtd.)		
Mortgage Backed	0	0
Other	0	0
Total US Gov't Agencies (Non- Gtd.)	0	0
Foreign Government Obligations	0	0
Municipal and County Bonds	0	0
Corporate Bonds	0	0
Other- Fixed Rate Repurchase Agreement	18,492,944	18,492,944
Total Debt Securities	18,492,944	18,492,944
Equity Securities		
Common Stock and Other Equities	0	0
Index Funds	0	0
Mutual Funds	0	0
Other - Partnerships	0	0
Total Equity Securities	0	0
Short Term Securities		
US Government (Direct & Guaranteed)	0	0
US Government Agencies (Non-Gtd.)	0	0
Corporate Bonds	0	0
TexPool	0	0
Other	0	0
Total Short Term Securities	0	0
Cash and Cash Equivalents		
Cash Held at State Treasury	0	0
Money Markets	0	0
Commercial Paper	0	0
Total Cash and Cash Equivalents	0	0
Total Investments	\$ 18,492,944	\$ 18,492,944
Total Rate of Return (quarter ending 02/28/07)		1.1%

**University of Houston Victoria
 Non-Endowed Pooled Funds
 Statement of Changes in Investment Assets
 Quarter Ended February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Beginning Investment Assets - December 1, 2006	\$ 6,902,946	\$ 6,902,946
Receipts/Contributions	4,700,000	4,700,000
Investment Income	97,282	97,282
Distributions	(4,350,140)	(4,350,140)
Net Realized Gains (Losses)		
Changes in Net Unrealized Appreciation (Depreciation)		
	_____	_____
Ending Investment Assets - February 28, 2007	<u><u>\$ 7,350,089</u></u>	<u><u>\$ 7,350,089</u></u>

**University of Houston Victoria
Non-Endowed Pooled Funds
Summary of Investments
At February 28, 2007**

	<u>Book Value</u>	<u>Market Value</u>
Long Term Securities		
Debt Securities		
US Government Obligations		
Direct Treasuries	0	0
Guaranteed Mortgage Backed	0	0
Guaranteed Other	0	0
Total US governmental Obligations	0	0
US Government Agencies (Non- Gtd.)		
Mortgage Backed	0	0
Other	0	0
Total US Gov't Agencies (Non- Gtd.)	0	0
Foreign Government Obligations	0	0
Municipal and County Bonds	0	0
Corporate Bonds	0	0
Other	0	0
Total Debt Securities	0	0
Equity Securities		
Common Stock and Other Equities	0	0
Index Funds	0	0
Mutual Funds	0	0
Other - Partnerships	0	0
Total Equity Securities	0	0
Short Term Securities		
US Government (Direct & Guaranteed)	0	0
US Government Agencies (Non-Gtd.)	0	0
Corporate Bonds	0	0
TexPool	0	0
Other	0	0
Total Short Term Securities	0	0
Cash and Cash Equivalents		
Cash Held at State Treasury	0	0
Money Markets	7,350,089	7,350,089
Commercial Paper	0	0
Total Cash and Cash Equivalents	7,350,089	7,350,089
Total Investments	\$ 7,350,089	\$ 7,350,089

Total Rate of Return (quarter ending 02/28/07)

1.3%