

**State University of Iowa Foundation**  
**Summary of Investment Performance**  
 Report for Periods Ending September 30, 2005

	<b>Quarter</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
<b>LONG-TERM INVESTMENT POOL</b>	2.6%	11.9%	13.4%	4.8%	8.5%
<b>INTERMEDIATE-TERM INVESTMENT POOL</b>	-0.5%	13.8%	5.3%	7.3%	7.3%
<b>SHORT-MATURITY INVESTMENT POOL</b>	0.1%	1.5%	3.0%	5.0%	-

**Notes:**

These returns are net of investment fees, but shown prior to other administrative expenses. The amount of your spendable earnings for the Long-Term Pool has been calculated by taking one quarter of 5% times the moving market value average of the last 12 quarters. For the Intermediate and Short-Maturity Pools, you have received the actual interest income generated.

For the quarter ending September 30, small and mid cap stocks once again outperformed large cap. During the past five years, the asset allocation decision to overweight mid and small cap stocks added 2.6 percentage points annualized to the Foundation's performance. For the quarter, value and growth returns were basically a tie in the large cap area, but over the one, three, five and 10-year periods, value outperformed growth. For fixed income, the Lehman Brothers Aggregate Bond Index declined 0.7%. The yield curve continued to flatten this quarter as the spread between 10-year and 2-year treasuries fell.