

State University of Iowa Foundation
Summary of Investment Performance
 Report for Periods Ending March 31, 2007

	Quarter	1 Year	3 Year	5 Year	10 Year
LONG-TERM INVESTMENT POOL	1.9%	7.4%	8.8%	7.6%	8.4%
INTERMEDIATE-TERM INVESTMENT POOL	1.7%	6.3%	3.7%	5.7%	6.2%
SHORT-MATURITY INVESTMENT POOL	1.7%	5.3%	2.7%	3.8%	5.3%

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.

Despite a sharp increase in volatility in late February and early March, the S&P 500 Index posted a small gain for the quarter ending March 31, 2007. Concerns about a slowing U.S. economy and the impact of the deterioration in the sub-prime mortgage market were key drivers of increased volatility in the U.S. equity market. The Russell 3000 Growth Index and the Russell 3000 Value Index each gained 1.3%, while small cap stocks outperformed large cap stocks by 1.3% points. The Lehman Brothers Aggregate Bond Index rose 1.5%, as Treasury yields either remained stable or fell modestly across the yield curve. Foreign stocks outperformed U.S. stocks partly due to the currency impact, as the trade-weighted U.S. dollar index fell .9%, The Lehman Brothers High Yield Bond Index gained 2.6%, as the yield spread for high yield bonds relative to Treasury bonds was little changed.