

State University of Iowa Foundation
Summary of Investment Performance
 Report for Periods Ending September 30, 2007

	Quarter	1 Year	3 Year	5 Year	10 Year
LONG-TERM INVESTMENT POOL	0.8%	14.7%	11.4%	12.7%	7.2%
INTERMEDIATE-TERM INVESTMENT POOL	4.6%	5.9%	4.4%	5.1%	5.9%
SHORT-MATURITY INVESTMENT POOL	3.7%	6.0%	3.7%	3.5%	5.1%

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 July and August, the S&P 500 Index posted a small gain for the quarter ending September 30, 2007. Concerns about the impact of the deterioration in the sub-prime mortgage market were key drivers of increased volatility in the global equity market. The Russell 3000 Growth Index outperformed the Russell 3000 Value Index returning 3.8% compared to -0.8% and larger cap stocks significantly outpaced small caps. The Lehman Brothers Aggregate Bond Index rose 2.8% as Treasury yields fell modestly across the yield curve. Foreign stocks generally outperformed U.S. stocks led by emerging markets which returned 14.4%.