### Quarterly Investment Report
For the Period Ended August 31, 2008

**Short-Term Investments of Less than 60 Days**

**Pooled Investments**

<table>
<thead>
<tr>
<th>Agency/Description</th>
<th>Purchase Date</th>
<th>Maturity Date</th>
<th>Balance 05/31/2008</th>
<th>Additions</th>
<th>Deductions</th>
<th>Balance 08/31/2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>TexPool</td>
<td></td>
<td></td>
<td>18,668,565.66</td>
<td>5,500,000.00</td>
<td>102,208.87</td>
<td>19,910,774.53</td>
</tr>
<tr>
<td>At Market</td>
<td></td>
<td></td>
<td>18,668,939.04</td>
<td></td>
<td></td>
<td>19,910,774.53</td>
</tr>
</tbody>
</table>

**Agency Securities**

- Subtotal Agency Securities At Cost: 0.00
- Subtotal Agency Securities At Market: 0.00

**Certificates of Deposits**

- Subtotal Certificates of Deposit At Cost: 0.00
- Subtotal Certificates of Deposit At Market: 0.00

**Subtotal - Short Term Investments**

| At Cost | 18,668,565.66 | 0.00 | 5,500,000.00 | 102,208.87 | 0.00 | 0.00 | 4,360,000.00 | 19,910,774.53 | 102,208.87 | 579,160.87 |
| At Market| 18,668,939.04 |      |              |            |      |      |              |              |           |           |

**Intermediate-Term Investments 60 Days to 1 Year**

**Agency Securities**

- Subtotal Agency Securities At Cost: 0.00
- Subtotal Agency Securities At Market: 0.00

**Certificates of Deposit**

- Beal Bank - At Cost - Reinvested: 0.00
- Beal Bank - At Market - Reinvested: 0.00
- State Bank of Texas - At Cost - Reinvested: 420.41
- State Bank of Texas - At Market - Reinvested: 420.41
- Pecos County State Bank - At Cost: 748.61
- Pecos County State Bank - At Market: 748.61
- First National Bank of FS - At Cost: 711.16
- First National Bank of FS - At Market: 711.16
- Subtotal Certificates of Deposit At Cost: 297,000.00
- Subtotal Certificates of Deposit At Market: 297,000.00

**Subtotal - Intermediate-Term Investments**

| At Cost | 297,000.00 | 0.00 | 0.00 | 1,880.18 | 99,000.00 | 0.00 | 1,880.18 | 198,000.00 | 1,880.18 | 9,871.47 |
| At Market| 297,000.00 | 0.00 |      |         |          |      |         | 198,000.00 | 1,880.18 | 9,871.47 |

**Long-Term Investments 1 Year to 5 Years (or longer)**

**Pooled Investments**

<table>
<thead>
<tr>
<th>Agency/Description</th>
<th>Purchase Date</th>
<th>Maturity Date</th>
<th>Balance 05/31/2008</th>
<th>Additions</th>
<th>Deductions</th>
<th>Balance 08/31/2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Commonfund</td>
<td></td>
<td></td>
<td>1,065,195.51</td>
<td>6,696.56</td>
<td>773.40</td>
<td>1,071,118.67</td>
</tr>
<tr>
<td>At Market</td>
<td></td>
<td></td>
<td>1,545,900.22</td>
<td></td>
<td></td>
<td>1,393,620.64</td>
</tr>
</tbody>
</table>

**Agency Securities**

- Actual Yield Rate: 3.047% 4.432%
- Benchmark Rate: 1.793% 2.391%
- Over/(Under) Realization: 0.322% 0.807%

- Actual Yield Rate: 2.125% 3.198%
- Benchmark Rate: 1.793% 2.391%
- Over/(Under) Realization: 0.332% 0.807%
### FHLM Deb #3133XQZT29 - At Cost
- Date: 08/18/08
- Maturity Date: 04/30/2013
- Maturity Value: 148,500.00
- Actual Yield: 207.58
- Benchmark Rate: 207.58
- Over/(Under) Realization: 207.58

### FHLM Deb #3133XQZT29 - At Market
- Maturity Value: 149,391.00

### FHMA Deb #31398ATM4 - At Cost
- Date: 08/26/08
- Maturity Date: 08/26/2011
- Maturity Value: 300,000.00
- Actual Yield: 161.29
- Benchmark Rate: 161.29
- Over/(Under) Realization: 161.29

### FHMA Deb #31398ATM4 - At Market
- Maturity Value: 301,032.00

### FNMA Deb 3136F5FZ9 - At Cost
- Date: 04/01/04
- Maturity Date: 04/01/08
- Maturity Value: 10,840.25

### FNMA Deb 3136F5FZ9 - At Market
- Maturity Value: 0.00

### FHLB Deb 3133X5S58 - At Cost
- Date: 04/15/04
- Maturity Date: 04/15/09
- Maturity Value: 7,658.61

### FHLB Deb 3133X5S58 - At Market
- Maturity Value: 0.00

### FHLB Deb 3133X7UY8 - At Cost
- Date: 07/28/07
- Maturity Date: 07/28/09
- Maturity Value: 3,078.63

### FHLB Deb 3133X7UY8 - At Market
- Maturity Value: 0.00

### FHLB Deb 3133X9AM2 - At Cost
- Date: 11/09/04
- Maturity Date: 11/09/07
- Maturity Value: 2,695.70

### FHLB Deb 3133X9AM2 - At Market
- Maturity Value: 0.00

### FHLB Deb 3133X95T3 - At Cost
- Date: 11/17/04
- Maturity Date: 11/17/08
- Maturity Value: 6,585.37

### FHLB Deb 3133X95T3 - At Market
- Maturity Value: 0.00

### FHLB Deb 3133XB2Z7 - At Cost
- Date: 03/30/05
- Maturity Date: 03/30/09
- Maturity Value: 7,501.61

### FHLB Deb 3133XB2Z7 - At Market
- Maturity Value: 0.00

### FHLB Deb 3133XCEX73 - At Cost
- Date: 08/17/05
- Maturity Date: 07/20/09
- Maturity Value: 11,816.77

### FHLB Deb 3133XCEX73 - At Market
- Maturity Value: 0.00

### Bear Stearns - At Cost
- Date: 08/22/2008
- Maturity Date: 02/22/2010
- Maturity Value: 98,000.00

### Bear Stearns - At Market
- Maturity Value: 98,000.00

### FNMA 93-27-S, 31358TRG6 - At Cost
- Date: 11/29/93
- Maturity Date: 02/25/23
- Maturity Value: 2,727.04

### FNMA 93-27-S, 31358TRG6 - At Market
- Maturity Value: 4,750.23

### Wal-Mart, 931142BXO - At Cost
- Date: 03/17/05
- Maturity Date: 01/15/10
- Maturity Value: 294,750.00

### Wal-Mart, 931142BXO - At Market
- Maturity Value: 303,282.00

### Tampa FL Alleghany Hlth, 875231BX9, At Cost
- Date: 01/14/04
- Maturity Date: 12/01/23
- Maturity Value: 303,282.00

### Tampa FL Alleghany Hlth, 875231BX9, At Mkt
- Maturity Value: 302,808.00

### Actual Yield Rate (Excluding Commonfund)
- 2.465%

### Benchmark Rate
- 1.793%

### Over/(Under) Realization
- 0.671%

### Non-Revenue Producing Investments
<table>
<thead>
<tr>
<th>Item</th>
<th>At Cost</th>
<th>At Market</th>
</tr>
</thead>
<tbody>
<tr>
<td>Donated Stock, at Cost</td>
<td>5,138.00</td>
<td>5,138.00</td>
</tr>
<tr>
<td>Donated Stock, at Market</td>
<td>2,405.00</td>
<td>2,405.00</td>
</tr>
<tr>
<td>Donated Land, at Cost</td>
<td>27,100.00</td>
<td>27,100.00</td>
</tr>
<tr>
<td>Donated Land, at Market</td>
<td>27,100.00</td>
<td>27,100.00</td>
</tr>
<tr>
<td>Donated Livestock, at Cost</td>
<td>9,520.90</td>
<td>9,520.90</td>
</tr>
<tr>
<td>Donated Livestock, at Market</td>
<td>9,520.90</td>
<td>9,520.90</td>
</tr>
<tr>
<td>Donated Equipment, at Cost</td>
<td>6,400.00</td>
<td>6,400.00</td>
</tr>
<tr>
<td>Donated Equipment, at Market</td>
<td>6,400.00</td>
<td>6,400.00</td>
</tr>
</tbody>
</table>

**Subtotal - Non-Revenue Producing Investments**

<table>
<thead>
<tr>
<th></th>
<th>At Cost</th>
<th>At Market</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>48,158.90</td>
<td>48,158.90</td>
</tr>
<tr>
<td></td>
<td>45,692.90</td>
<td>45,425.90</td>
</tr>
</tbody>
</table>

**Total Investments**

<table>
<thead>
<tr>
<th></th>
<th>At Cost</th>
<th>At Market</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>20,386,642.01</td>
<td>20,875,576.49</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>Actual Rate of Return</th>
<th>Benchmark Rate</th>
<th>Over/(Under) Realization</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2.28%</td>
<td>3.552%</td>
<td>1.793%</td>
</tr>
</tbody>
</table>

Compliance with (a) Texas State University System Investment Policy, (b) State Statutes and Guidelines including Public Funds Investment Act and (c) Sul Ross State University Investment Policy.

Cesario Valenzuela, VPFO
Investment Officer