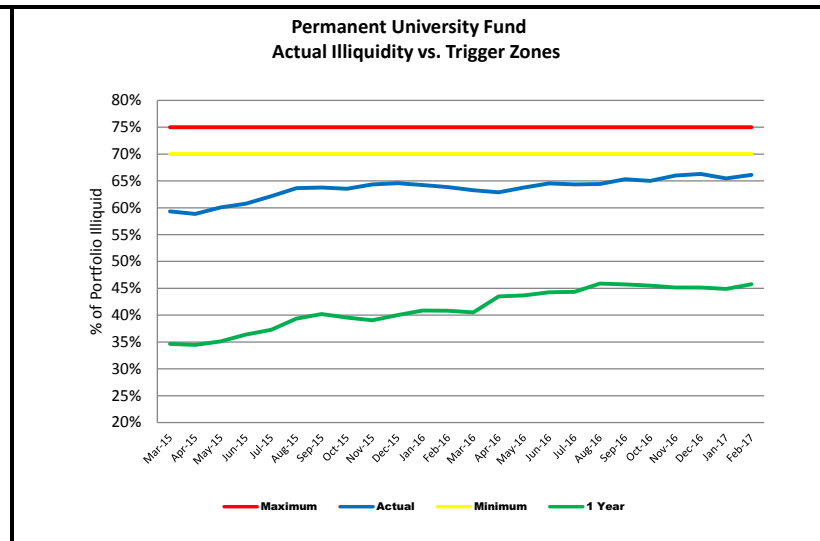


I. PERMANENT UNIVERSITY FUND
Investment Reports for Periods Ended February 28, 2017

Prepared in accordance with Texas Education Code Sec. 51.0032

	Fiscal Year to Date						
	Asset Allocation		Returns		Value Added		
	Actual	Policy	Portfolio	Policy Benchmark	Tactical Allocation	Active Management	Total
More Correlated and Constrained:							
Investment Grade	8.4%	7.0%	-3.58%	-5.06%	-0.06%	0.10%	0.04%
Credit-Related	0.1%	0.0%	1.55%	3.72%	0.00%	0.00%	0.00%
Real Estate	1.1%	1.3%	-1.28%	-3.11%	0.04%	0.04%	0.08%
Natural Resources	4.9%	5.1%	7.01%	2.82%	-0.01%	0.27%	0.26%
Developed Country	13.9%	16.3%	10.21%	7.78%	-0.14%	0.35%	0.21%
Emerging Markets	<u>9.1%</u>	<u>9.7%</u>	<u>6.29%</u>	<u>5.51%</u>	<u>-0.04%</u>	<u>0.04%</u>	<u>0.00%</u>
Total More Correlated and Constrained	37.5%	39.4%	5.34%	3.71%	-0.21%	0.80%	0.59%
Less Correlated and Constrained	24.1%	27.2%	4.19%	3.07%	0.07%	0.28%	0.35%
Private Investments	<u>38.4%</u>	<u>33.4%</u>	<u>6.83%</u>	<u>5.09%</u>	<u>0.22%</u>	<u>0.45%</u>	<u>0.67%</u>
Total	<u>100.0%</u>	<u>100.0%</u>	<u>5.62%</u>	<u>4.01%</u>	<u>0.08%</u>	<u>1.53%</u>	<u>1.61%</u>

<u>Summary of Capital Flows</u>			
(\$ millions)	Fiscal Year Ended August 31, 2016	Quarter Ended February 28, 2017	Fiscal Year Ended August 31, 2017
Beginning Net Assets	\$17,490	\$18,329	\$17,880
PUF Lands Receipts	512	160	340
Investment Return (Net of Expenses)	651	738	1,007
Distributions to AUF	<u>(773)</u>	<u>0</u>	<u>0</u>
Ending Net Assets	<u>\$17,880</u>	<u>\$19,227</u>	<u>\$19,227</u>

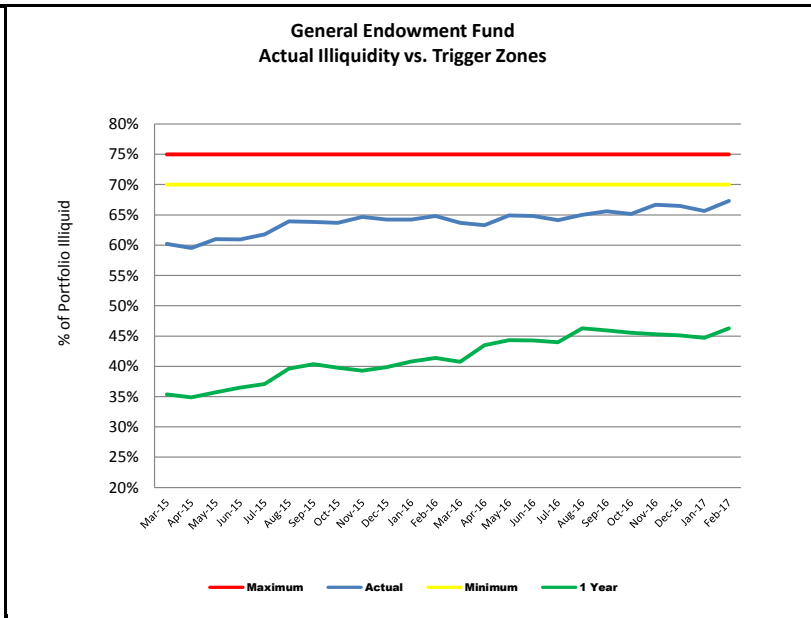


II. GENERAL ENDOWMENT FUND
Investment Reports for Periods Ended February 28, 2017

Prepared in accordance with Texas Education Code Sec. 51.0032

	Fiscal Year to Date						
	Asset Allocation		Returns		Value Added		
	Actual	Policy	Portfolio	Policy Benchmark	Tactical Allocation	Active Management	Total
More Correlated and Constrained:							
Investment Grade	6.5%	7.0%	-2.92%	-5.06%	-0.04%	0.16%	0.12%
Credit-Related	0.1%	0.0%	1.55%	3.72%	0.00%	0.00%	0.00%
Real Estate	1.2%	1.3%	-1.27%	-3.11%	0.04%	0.04%	0.08%
Natural Resources	5.0%	5.1%	7.06%	2.82%	-0.01%	0.28%	0.27%
Developed Country	14.3%	16.3%	10.21%	7.78%	-0.13%	0.33%	0.20%
Emerging Markets	<u>9.4%</u>	<u>9.7%</u>	<u>7.55%</u>	<u>5.51%</u>	<u>-0.04%</u>	<u>0.17%</u>	<u>0.13%</u>
Total More Correlated and Constrained	36.5%	39.4%	5.89%	3.71%	-0.18%	0.98%	0.80%
Less Correlated and Constrained	24.5%	27.2%	4.19%	3.07%	0.06%	0.27%	0.33%
Private Investments	<u>39.0%</u>	<u>33.4%</u>	<u>6.83%</u>	<u>5.09%</u>	<u>0.22%</u>	<u>0.45%</u>	<u>0.67%</u>
Total	<u>100.0%</u>	<u>100.0%</u>	<u>5.81%</u>	<u>4.01%</u>	<u>0.10%</u>	<u>1.70%</u>	<u>1.80%</u>

	Summary of Capital Flows		
(\$ millions)	Fiscal Year Ended August 31, 2016	Quarter Ended February 28, 2017	Fiscal Year Ended August 31, 2017
Beginning Net Assets	\$8,237	\$8,615	\$8,500
Contributions	361	62	136
Withdrawals	(21)	(1)	(4)
Distributions	(411)	(108)	(214)
Investment Return (Net of Expenses)	<u>334</u>	<u>344</u>	<u>494</u>
Ending Net Assets	<u>\$8,500</u>	<u>\$8,912</u>	<u>\$8,912</u>

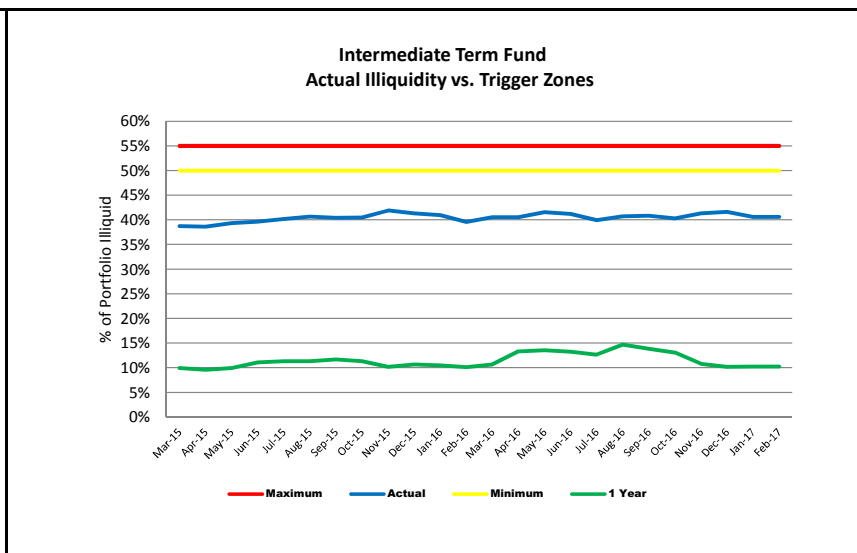


III. INTERMEDIATE TERM FUND
Investment Reports for Periods Ended February 28, 2017

Prepared in accordance with Texas Education Code Sec. 51.0032

	Fiscal Year to Date						
	Asset Allocation		Returns		Value Added		
	Actual	Policy	Portfolio	Policy Benchmark	Tactical Allocation	Active Management	Total
More Correlated and Constrained:							
Investment Grade	32.3%	30.0%	-3.35%	-5.06%	-0.08%	0.57%	0.49%
Credit-Related	0.0%	0.0%	0.00%	0.00%	0.00%	0.00%	0.00%
Real Estate	1.8%	1.7%	-1.22%	-3.11%	0.02%	0.03%	0.05%
Natural Resources	4.9%	4.6%	6.87%	2.82%	-0.02%	0.23%	0.21%
Developed Country	10.6%	12.0%	10.20%	7.78%	-0.10%	0.24%	0.14%
Emerging Markets	<u>6.3%</u>	<u>6.7%</u>	<u>7.52%</u>	<u>5.51%</u>	<u>-0.01%</u>	<u>0.11%</u>	<u>0.10%</u>
Total More Correlated and Constrained	55.9%	55.0%	1.26%	-0.52%	-0.19%	1.18%	0.99%
Less Correlated and Constrained	44.1%	45.0%	4.19%	3.07%	-0.08%	0.57%	0.49%
Private Investments	0.0%	0.0%	0.00%	0.00%	0.00%	0.00%	0.00%
Total	<u>100.0%</u>	<u>100.0%</u>	<u>2.58%</u>	<u>1.10%</u>	<u>-0.27%</u>	<u>1.75%</u>	<u>1.48%</u>

Summary of Capital Flows			
(\$ millions)	Fiscal Year Ended August 31, 2016	Quarter Ended February 28, 2017	Fiscal Year Ended August 31, 2017
Beginning Net Assets	\$7,037	\$7,910	\$7,836
Contributions	1,009	165	455
Withdrawals	(248)	(165)	(253)
Distributions	(220)	(59)	(120)
Investment Return (Net of Expenses)	<u>258</u>	<u>268</u>	<u>201</u>
Ending Net Assets	<u>\$7,836</u>	<u>\$8,119</u>	<u>\$8,119</u>



IV. SEPARATELY INVESTED ASSETS
Summary Investment Report at February 28, 2017
Report prepared in accordance with *Texas Education Code Sec. 51.0032*

ASSET TYPES	(\$ thousands)															
	FUND TYPE															
	CURRENT PURPOSE DESIGNATED		RESTRICTED		ENDOWMENT & SIMILAR FUNDS		ANNUITY & LIFE INCOME FUNDS		AGENCY FUNDS		TOTAL EXCLUDING OPERATING FUNDS		OPERATING FUNDS (DEBT PROCEEDS AND SHORT TERM FUND)		TOTAL	
	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET
Cash & Equivalents:																
Beginning value 11/30/16	-	-	2,243	2,243	52,764	52,764	1,639	1,639	1,968	1,968	58,614	58,614	2,306,291	2,306,573	2,364,905	2,365,187
Increase/(Decrease)	-	-	667	667	41,707	41,707	1,107	1,107	(465)	(465)	43,016	43,016	660,087	660,027	703,103	703,043
Ending value 02/28/17	-	-	2,910	2,910	94,471	94,471	2,746	2,746	1,503	1,503	101,630	101,630	2,966,378	2,966,600	3,068,008	3,068,230
Debt Securities:																
Beginning value 11/30/16	-	-	7	6	12,111	11,955	9,231	8,655	-	-	21,349	20,616	-	-	21,349	20,616
Increase/(Decrease)	-	-	-	-	396	505	(533)	(378)	-	-	(137)	127	-	-	(137)	127
Ending value 02/28/17	-	-	7	6	12,507	12,460	8,698	8,277	-	-	21,212	20,743	-	-	21,212	20,743
Equity Securities:																
Beginning value 11/30/16	-	-	363	2,508	42,380	51,891	11,824	12,081	-	-	54,567	66,480	-	-	54,567	66,480
Increase/(Decrease)	-	-	(42)	(30)	(2,161)	334	(842)	(246)	-	-	(3,045)	58	-	-	(3,045)	58
Ending value 02/28/17	-	-	321	2,478	40,219	52,225	10,982	11,835	-	-	51,522	66,538	-	-	51,522	66,538
Other:																
Beginning value 11/30/16	-	-	1,954	1,954	7	7	5	5	876	876	2,842	2,842	-	-	2,842	2,842
Increase/(Decrease)	-	-	(1,832)	(1,832)	(5)	(5)	(1)	(1)	(699)	(699)	(2,537)	(2,537)	-	-	(2,537)	(2,537)
Ending value 02/28/17	-	-	122	122	2	2	4	4	177	177	305	305	-	-	305	305
Total Assets:																
Beginning value 11/30/16	-	-	4,567	6,711	107,262	116,617	22,699	22,380	2,844	2,844	137,372	148,552	2,306,291	2,306,573	2,443,663	2,455,125
Increase/(Decrease)	-	-	(1,207)	(1,195)	39,937	42,541	(269)	482	(1,164)	(1,164)	37,297	40,664	660,087	660,027	697,384	700,691
Ending value 02/28/17	-	-	3,360	5,516	147,199	159,158	22,430	22,862	1,680	1,680	174,669	189,216	2,966,378	2,966,600	3,141,047	3,155,816

Details of individual assets by account furnished upon request.