



2004 UTIMCO Permanent University Fund Charts

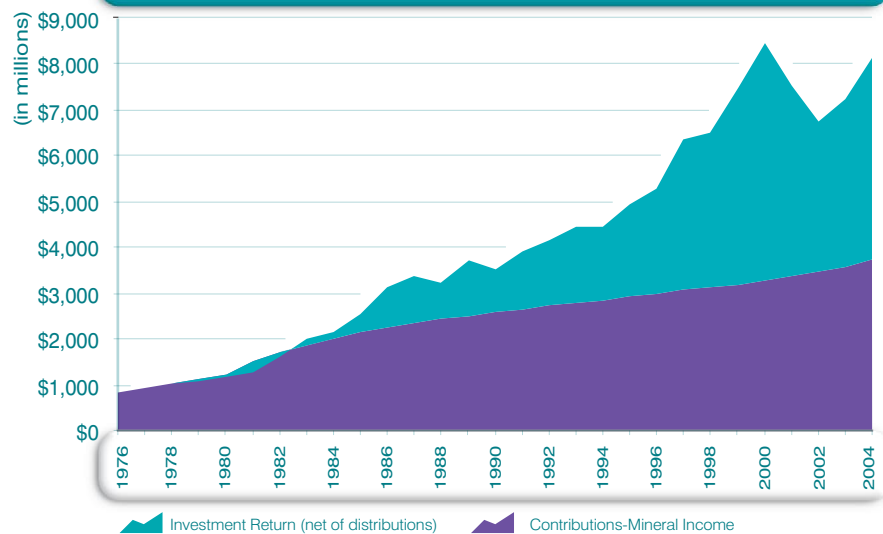
Fig. A: Cumulative Activity

| 1923-2004 | | (in millions) |
|--------------------------------------|--|-------------------|
| Beginning Market Value (1923) | | \$ - |
| PUF Lands Mineral Contributions | | 3,728.0 |
| Net Investment Return | | 11,079.7 |
| Distributions to the AUF | | (6,719.8) |
| Ending Net Asset Value (2004) | | \$ 8,087.9 |

Fig. B: Financial Highlights

| Years ended August 31, | 2000 | 2001 | 2002 | 2003 | (in millions) 2004 |
|---------------------------------|-------------------|-------------------|-------------------|-------------------|-----------------------|
| Beginning Net Asset Value | \$ 7,465.6 | \$ 8,452.3 | \$ 7,540.1 | \$ 6,738.3 | \$ 7,244.8 |
| PUF Lands Mineral Contributions | 83.1 | 115.6 | 80.5 | 102.1 | 146.7 |
| Net Investment Return | 1,201.2 | (710.7) | (543.9) | 767.4 | 1,044.4 |
| Distributions to AUF | (297.6) | (317.1) | (338.4) | (363.0) | (348.0) |
| Ending Net Asset Value | \$ 8,452.3 | \$ 7,540.1 | \$ 6,738.3 | \$ 7,244.8 | \$ 8,087.9 |

Fig. C: Components of PUF Asset Growth 1976-2004



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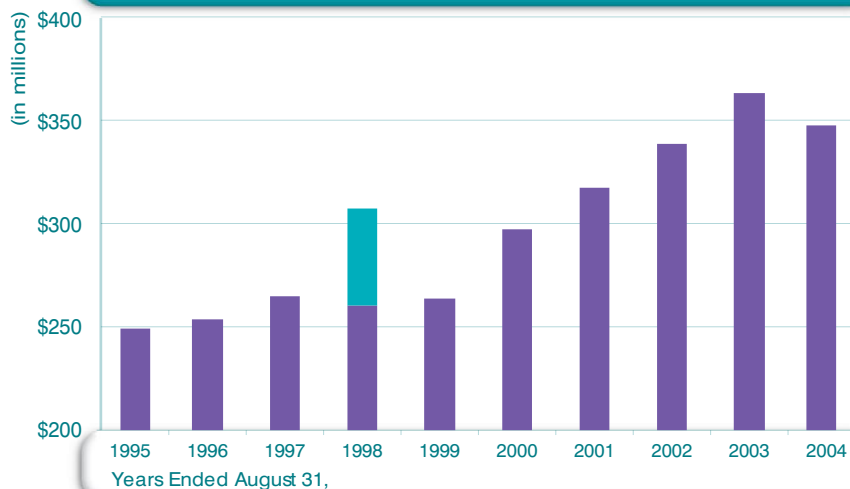
Fig. D: Asset Allocation

| Asset Class | Actual as of August 31, 2004 | Target |
|-----------------------------|------------------------------|---------------|
| Cash and Cash Equivalents | 3.7% | 0.0% |
| U.S. Equities | 27.5% | 25.0% |
| Global Equities | 18.2% | 17.0% |
| Equity Hedge Funds | 8.2% | 10.0% |
| Absolute Return Hedge Funds | 13.1% | 15.0% |
| Commodities | 4.7% | 3.0% |
| Fixed Income | 14.8% | 15.0% |
| Private Capital | 9.8% | 15.0% |
| Total | 100.0% | 100.0% |

Fig. E: Benchmark Comparison

| Asset Class | Actual Net Investment Return | Benchmark Return | Benchmark |
|-----------------------------|------------------------------|------------------|--|
| Cash and Cash Equivalents | 1.1% | 1.1% | 90 Day T-Bills Average Yield |
| U.S. Equities | 13.7% | 14.9% | 80% Russell 3000 Index plus 20% Dow Jones Wilshire Associates Real Estate Securities Index |
| Global Equities | 19.5% | 22.7% | Morgan Stanley Capital International - All Country World Free ex U.S. |
| Equity Hedge Funds | 8.0% | 5.2% | 90 Day T-Bills Average Yield plus 4% |
| Absolute Return | 13.0% | 4.5% | 90 Day T-Bills Average Yield plus 3% |
| Commodities | 24.2% | 23.9% | Goldman Sachs Commodity Index minus 100 basis points |
| Fixed Income | 9.6% | 6.8% | 66.7% Lehman Brothers Aggregate Bond Index plus 33.3% Lehman Brothers US Treasury Inflation Protected Securities |
| Total Marketable Securities | 15.0% | 12.4% | |
| Private Capital | 13.0% | 17.6% | Venture Economics' Periodic IRR Index |
| Total | 14.7% | 13.2% | |

Fig. F: PUF Distributions



■ Included in the PUF distributions for 1998 was a one-time distribution of \$47,285,687 which was made to change the distribution from cash to accrual.

Fig. G: Change in Purchasing Power

For the periods ended August 31, 2004

| Annual Average | One Year | Five Years | Ten Years |
|-----------------------------------|--------------|----------------|--------------|
| Rate of Investment Return | 14.97% | 5.03% | 9.68% |
| Mineral Interest | 1.86% | 1.42% | 1.30% |
| Less: | | | |
| Expense Rate | 0.33% | 0.27% | 0.13% |
| Inflation Rate | 2.65% | 2.55% | 2.43% |
| Distribution Rate | 4.48% | 4.59% | 4.65% |
| Change in Purchasing Power | 9.37% | (0.96%) | 3.77% |