

PUF BENEFICIARIES

The University of Texas System

- UT Arlington
- UT Austin
- UT Dallas
- UT El Paso
- UT Permian Basin
- UT San Antonio
- UT Tyler
- UT Southwestern Medical Center at Dallas
- UT Medical Branch at Galveston
- UT Health Science Center at Houston
- UT Health Science Center at San Antonio
- UT M. D. Anderson Cancer Center
- UT Health Center at Tyler

The Texas A&M University System

- Prairie View A&M University
- Tarleton State University
- Texas A&M University
- Texas A&M at Galveston
- The Texas A&M University Health Science Center
- Texas Agricultural Experiment Station
- Texas Agricultural Extension Service
- Texas Cooperative Extension
- Texas Engineering Experiment Station
- Texas Engineering Extension Service
- Texas Forest Service
- Texas Transportation Institute

2005 UTIMCO PERMANENT UNIVERSITY FUND CHARTS

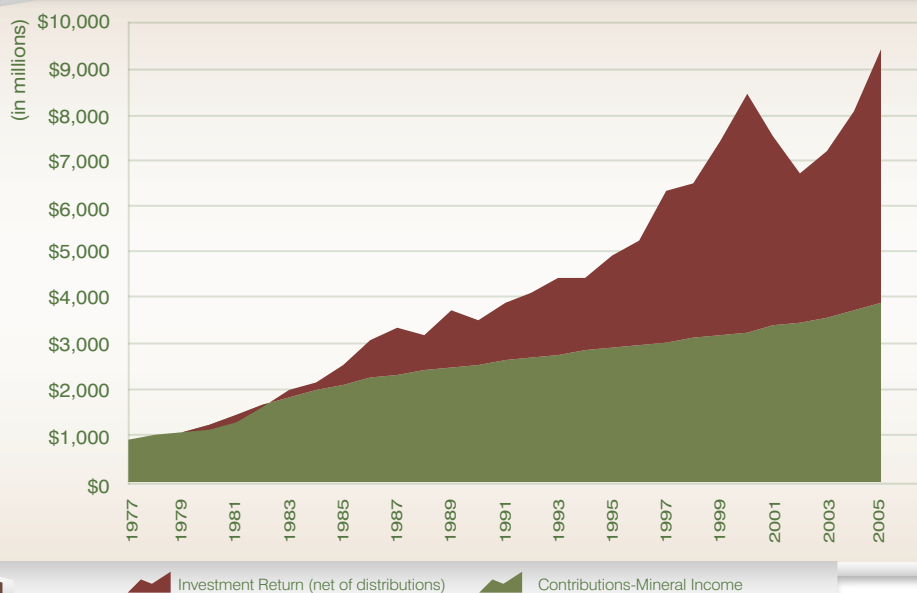
Fig. A *Cumulative Activity*

1923-2005		(in millions)
Beginning Market Value (1923)	\$	-
PUF Lands Mineral Contributions		3,921.1
Net Investment Return		12,566.7
Distributions to the AUF		(7,061.1)
Ending Net Asset Value (2005)	\$	9,426.7

Fig. B *Financial Highlights*

Years ended August 31,	(in millions)				
	2001	2002	2003	2004	2005
Beginning Net Asset Value	\$ 8,452.3	\$ 7,540.1	\$ 6,738.3	\$ 7,244.8	\$ 8,087.9
PUF Lands Mineral Contributions	115.6	80.5	102.1	146.7	193.0
Net Investment Return	(710.7)	(543.9)	767.4	1,044.4	1,487.0
Distributions to the AUF	(317.1)	(338.4)	(363.0)	(348.0)	(341.2)
Ending Net Asset Value	\$ 7,540.1	\$ 6,738.3	\$ 7,244.8	\$ 8,087.9	\$ 9,426.7

Fig. C *Components of PUF Asset Growth 1977 - 2005*



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Fig. D *Asset Allocation*

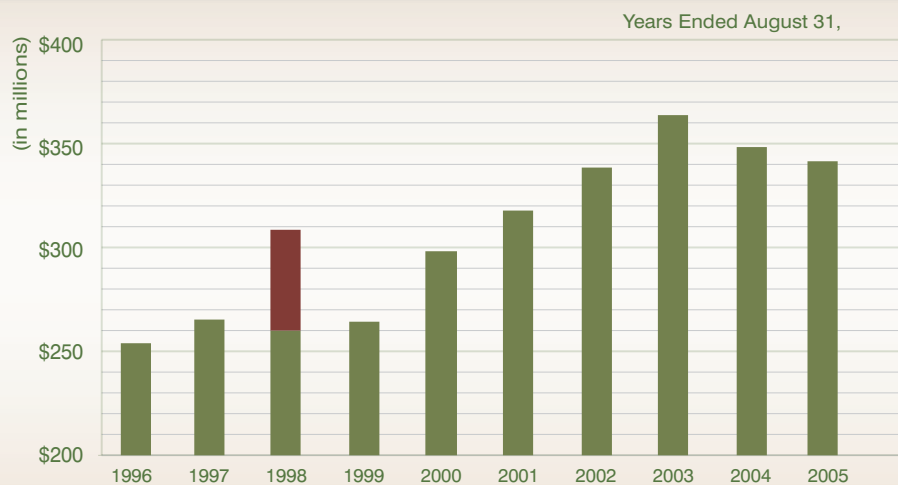
Asset Class	Actual as of August 31, 2005	Target
Cash and Cash Equivalents	1.9%	0.0%
U.S. Equities	27.7%	25.0%
Global Equities	17.6%	17.0%
Equity Hedge Funds	9.7%	10.0%
Absolute Return Hedge Funds	13.6%	15.0%
Commodities	5.3%	3.0%
Fixed Income	14.9%	15.0%
Private Capital	9.3%	15.0%
Total	100.0%	100.0%

Fig. E *Benchmark Comparison*

Asset Class	Actual Net Investment Return	Benchmark Return	Benchmark
Cash and Cash Equivalents	2.5%	2.4%	90 Day T-Bills Average Yield
U.S. Equities	19.4%	18.0%	80% Russell 3000 Index plus 20% Dow Jones Wilshire Associates Real Estate Securities Index
Global Equities	26.3%	26.6%	Morgan Stanley Capital International - All Country World Free ex U.S.
Equity Hedge Funds	13.2%	6.6%	90 Day T-Bills Average Yield plus 4%
Absolute Return	14.3%	5.6%	90 Day T-Bills Average Yield plus 3%
Commodities	32.1%	40.7%	Goldman Sachs Commodity Index minus 100 basis points
Fixed Income	6.5%	4.7%	66.7% Lehman Brothers Aggregate Bond Index plus 33.3% Lehman Brothers US Treasury Inflation Protected Securities
Total Marketable Securities	17.7%	14.5%	
Private Capital	30.0%	17.7%	Venture Economics' Periodic IRR Index
Total	18.8%	15.1%	

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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, 2005

	Annual Average	One Year	Five Years	Ten Years
Rate of Investment Return		19.05%	5.47%	9.95%
Mineral Interest		2.23%	1.65%	1.40%
Less:				
Expense Rate		0.34%	0.30%	0.17%
Inflation Rate		3.64%	2.59%	2.54%
Distribution Rate		3.94%	4.82%	4.59%
Change in Purchasing Power		13.36%	(0.59%)	4.05%