



**Short Intermediate Term Fund
Investment Summary Report
(\$ millions)**

	1st Quarter 11/30/2003	2nd Quarter 2/29/2004	3rd Quarter 5/31/2004	4th Quarter 8/31/2004	Year-to- Date
Beginning Net Assets	\$ 1,435.3	\$ 1,366.5	\$ 1,106.2	\$ 1,189.2	\$ 1,435.3
Net Contributions (Withdrawals)	(73.4)	(267.4)	98.4	(18.9)	(261.3)
Investment Return	12.9	14.6	(8.5)	14.2	33.2
Expenses	(0.2)	(0.1)	(0.2)	(0.1)	(0.6)
Distributions of Income	(8.1)	(7.4)	(6.7)	(6.4)	(28.6)
Ending Net Assets	\$ 1,366.5	\$ 1,106.2	\$ 1,189.2	\$ 1,178.0	\$ 1,178.0
Net Asset Value, Per Unit	\$ 9.9468	\$ 10.0001	\$ 9.8632	\$ 9.9266	\$ 9.9266
Number of Units (End of Period)	137,378,810	110,618,420	120,565,911	118,671,708	118,671,708

Year End Commentary

For the year, the Fund had net withdrawals of \$261.3 million. It earned \$33.2 million in total return and incurred expenses of \$0.6 million. Distributions to the U.T. System component institutions equaled \$28.6 million. Net investment return for the year on the fund was 2.49%, exceeding its composite benchmark by 18 basis points. As of year end, the Fund maintained a 2.414% yield to maturity and an estimated average maturity/runoff of 1.355 years.

Third Quarter Commentary

For the quarter, the Fund had net contributions of \$98.4 million. It had negative \$8.5 million in total return and incurred expenses of \$0.2 million. Distributions to the U.T. System component institutions equaled \$6.7 million. Net investment return for the quarter on the fund was negative 0.77%, exceeding its composite benchmark by 10 basis points. As of quarter end, the Fund maintained a 2.371% yield to maturity and an estimated average maturity/runoff of 1.877 years.

Second Quarter Commentary

For the quarter, the Fund had net withdrawals of \$267.4 million. It earned \$14.6 million in total return and incurred expenses of \$0.1 million. Distributions to the U.T. System component institutions equaled \$7.4 million. Net investment return for the quarter on the fund was 1.20%, slightly trailing its composite benchmark by 13 basis points. As of quarter end, the Fund maintained a 1.97% yield to maturity and an estimated average maturity/runoff of 1.785 years.



First Quarter Commentary

For the quarter, the Fund had net withdrawals of \$73.4 million. It earned \$12.9 million in total return and incurred expenses of \$0.2 million. Distributions to the U.T. System component institutions equaled \$8.1 million. Net investment return for the quarter on the fund was .88% versus the Fund's performance benchmark of .64%. As of quarter end, the Fund maintained a 2.15% yield to maturity and an estimated average maturity/runoff of 1.635 years.