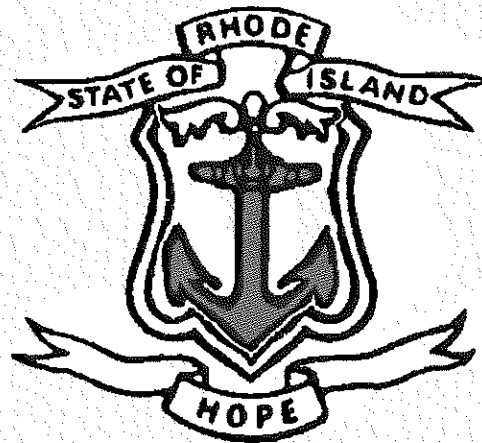
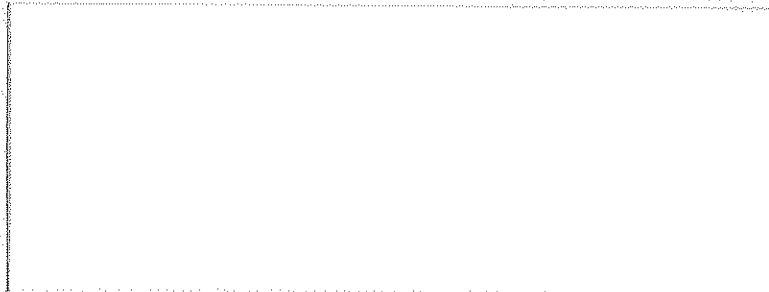


# State of Rhode Island and Providence Plantations



Office of the General Treasurer

Nancy J. Mayer  
General Treasurer

**STATE OF RHODE ISLAND  
INVESTMENT COMMISSION MEETING  
MAY 27, 1998**

**MEMBERS OF THE STATE INVESTMENT COMMISSION**

**Hon. Nancy J. Mayer, Chair**

**Rosemary Booth Gallogly  
Rep. Mark B. Heffner  
Mr. James M. Seed**

**Mr. Kenneth R. Dulgarian  
B. Gen. (Ret.) Jack A. Apperson  
Sen. Paul J. Tavares**



State of Rhode Island and Providence Plantations

Office of the General Treasurer

State House

Providence, Rhode Island 02903

Nancy J. Mayer  
General Treasurer

Telephone  
(401) 277-2397

**RHODE ISLAND STATE INVESTMENT COMMISSION  
MEETING NOTICE**

The next meeting of the Rhode Island State Investment Commission has been scheduled for Wednesday, May 27, 1998 at 9:00 a.m. in Room 135 of the State House.

AGENDA  
STATE INVESTMENT COMMISSION

1. Approval of Minutes
  - Regular Meeting held on April 29, 1998
2. General Consultant's Report - Wilshire Associates Incorporated
  - Capital Market Update
3. Investment Manager Review
  - David L. Babson & Co., Inc. - Small Stock Value
  - J. & W. Seligman & Co., Inc. - Small Stock Growth
4. Fixed Income Portfolio - Proposed Modifications
5. College Savings - Request to Ratify Selection of Investment Managers
6. Treasurer's Report
  - Reschedule June Meeting
  - Discussion of International Portfolio
7. Deputy General Treasurer for Finance Report
8. Legal Counsel Report
9. New Business

**State of Rhode Island and Providence Plantations  
STATE INVESTMENT COMMISSION**

**Minutes of the Regular Meeting  
April 29, 1998**

The following members were present at the meeting held in Room 135, State House, Providence: Mr. Karl F. Ericson, Ms. Rosemary Booth Gallogly, Designee of the Director of Administration, General Treasurer Nancy J. Mayer, Mr. James M. Seed, Senator Paul J. Tavares and Ms. Joann E. Flaminio, Ex-Officio. Also present were Ms. Barbara B. Schoenfeld, Legal Counsel to the Commission; Mr. William G. Bensur, Jr. of Wilshire Associates Incorporated, Consultant to the Commission, Mr. James E. Thorsen, Deputy Treasurer for Finance and other members of the Treasurer's Staff. Representative Mark B. Heffner arrived at 10:05 a.m. Mr. Kenneth R. Dulgarian was absent.

There being a quorum present, the Treasurer called the meeting to order at 9:05 a.m.

Minutes. Mr. Seed moved, Senator Tavares seconded and the following motion was passed unanimously. The following members voted in favor: Mr. Ericson, Ms. Gallogly, Treasurer Mayer, Mr. Seed and Senator Tavares.

**VOTED: To approve the Minutes of the March 25, 1998 Regular Meeting.**

Minutes. Mr. Seed moved, Ms. Gallogly seconded and the following motion was passed unanimously. The following members voted in favor: Mr. Ericson, Ms. Gallogly, Treasurer Mayer, Mr. Seed and Senator Tavares.

**VOTED: To approve the Minutes of the March 23, 1998 Meeting of the Alternative Investments Committee.**

Presentation to Mr. Ericson. The Treasurer announced that today's meeting would be the last one for Mr. Ericson, who is being replaced on the Commission following the March meeting. She thanked Mr. Ericson for his years of service and Mr. Seed cited various accomplishments the Commission had made during his tenure. The Treasurer read and presented Mr. Ericson with a formal citation.

Interviews for Active Core-oriented Domestic Equity Manager. The Treasurer summarized the search process for the Commission. On-site interviews were conducted at seven firms by Treasurer Mayer, Mrs. Schoenfeld, Mr. Thorsen and a representative from Wilshire Associates Incorporated. Four finalists were invited to appear before the Commission today. The first two firms have a fundamental orientation and the other two firms have a quantitative approach. (The three firms not selected as finalists were Barclays, Goldman Sachs and Standish, Ayer & Wood.)

Sanford C. Bernstein & Co., Inc. Treasurer Mayer introduced Mr. John J. Burgdorfer, Vice President and Ms. Marilyn G. Fedak, Chief Investment Officer. Mr.

Burgdorfer described the firm's portfolio construction process. The firm claims to have superior returns in a rotating-style environment with less risk than either value or growth indexes. The firm has 129 analysts, organized by industry with a centralized New York office for information sharing.

Ms. Fedak stated that their extensive field research is accomplished by interviewing management, customers, competitors, suppliers and others. They conduct focus groups to assess consumer preferences and use external databases and consultants. They look for a detailed 5-year financial forecast - examining earnings power, cash flow available for dividends and balance sheet items.

Ms. Fedak went on to explain the stock selection process. The Investment Policy Group links earnings forecasts with stock price to determine investment value. They use explicit buy and sell disciplines to choose securities and then adjust for risk.

J. P. Morgan Investment Management Inc. The Treasurer introduced Ms. Brenda W. Walker, Vice President, who gave a brief overview of the company. She then introduced Mr. Keith ("Kim") Schappert, President, Mr. Timothy J. Devlin, Vice President and Mr. Arjun Narayanamurti, Vice President. Mr. Schappert described J. P. Morgan's philosophy as having a proprietary information advantage. They have \$256.6 billion in assets under management - \$58 billion in U.S. institutional equity assets. The Structured Stock Selection is a broad based (300 stocks) portfolio which seeks to consistently outperform the index (either the S&P 500 or the Russell 1000), while controlling the risk of underperformance.

Stock selection is based on fundamental research and drives the decision-making process. They have a global network of analysts and rank sectors by expected return.

Mr. Devlin described their stock selection process which includes holding stocks while controlling specific stock risk; matching portfolio sector weights to its benchmark weight; reviewing expected return rankings daily; rebalancing the portfolio when appropriate and trading as inexpensively as possible.

State Street Global Advisors. The Treasurer introduced Mr. Robert Shann, Vice President, who explained that State Street has approximately \$450 billion in assets under management and has 120 large cap core US Equity clients. Sixty percent of new business every year comes from existing clients. Mr. Shann introduced Mr. Dean S. Barr, Managing Director of Research, Mr. Christopher E. D'Amore, Managing Director and Mr. Richard B. Weed, Assistant Vice President.

State Street Global Advisors emphasizes quantitative analysis. Mr. Barr described State Street's philosophy as identifying under-valued securities with superior growth potential; building a diversified portfolio with greatest return potential while maintaining risk controls. State Street's approach entails evaluating stocks using growth and value perspectives to provide consistent returns over time; leveraging research, resources and investment skills across all strategies; and adapting that process to exploit the current investment environment.

First Quadrant, L.P. The Treasurer introduced Mr. Christopher G. Luck, Partner, Mr. Robert Arnott, Managing Partner and David Leinweber, Ph.D., Partner of the firm. Mr. Arnott described First Quadrant as a quantitative asset manager, specializing in asset allocation and equity management. They have 50 clients and over \$28 billion in assets under management.

First Quadrant described the characteristics that it believes distinguish it in quantitative asset management: a commitment to innovation; a multi-disciplinary quantitative approach; adapting to changing markets, opportunistic implementation; depth of teams/experience and global scope. They quantitatively analyze all the stocks, all the time in a disciplined and timely manner. They identify stocks with likely mispricing and trade effectively. They invest no more than 4% of the portfolio in any one stock.

Note: Mr. Ericson left the meeting at 1:30 p.m.

A lengthy discussion followed regarding the pros and cons of each firm. Mr. Bensur defined the fee schedules of each firm for comparison. It was noted that although all fees are negotiable, the fees for First Quadrant were higher than the other three firms.

Senator Tavares moved, Mr. Seed seconded and the following motion was passed unanimously. The following members voted in favor: Ms. Gallogly, Representative Heffner, Treasurer Mayer, Mr. Seed and Senator Tavares.

**VOTED: To divide the allocation of 9% of the total portfolio to core domestic equity equally between two managers: with 4.5% to a fundamentally oriented manager and 4.5% to a quantitatively oriented manager. This will result in approximately \$340 million initially for each new assignment.**

Senator Tavares moved, Mr. Seed seconded and the following motion was passed unanimously. The following members voted in favor: Ms. Gallogly, Representative Heffner, Treasurer Mayer, Mr. Seed and Senator Tavares.

**VOTED: To hire J. P. Morgan Investment Management Inc. as the fundamentally oriented active core domestic equity manager, subject to the successful negotiation of an appropriate contract and fee structure.**

Senator Tavares moved, Mr. Seed seconded and the following motion was passed. The following members voted in favor: Ms. Gallogly, Representative Heffner, Treasurer Mayer, Mr. Seed and Senator Tavares.

Note: Representative Heffner and Mr. Bensur left the meeting at 2:35 p.m.

**VOTED: To hire State Street Global Advisors as the quantitatively oriented active core domestic equity manager, subject to the successful negotiation of an appropriate contract and fee structure.**

Note: Senator Tavares left the meeting at 3:05 p.m.

There being no further business, the meeting was adjourned at 3:15 p.m.

Respectfully submitted,

Barbara B. Schoenfeld  
Legal Counsel to the  
State Investment Commission

# RHODE ISLAND STATE INVESTMENT COMMISSION

## STAFF SUMMARY ANALYSIS

### APRIL 1998 PORTFOLIO HIGHLIGHTS

#### MARKET VALUES

For the first time ever, the portfolio closed the month above the \$6 Billion threshold. The total portfolio value increased in April by \$34.7 Million to \$6,015.2 Billion (+0.63%). This compares with an increase in value of \$130.7 Million (+2.68%) for the same period in 1997. For the first third of 1998, the fund increased in value by \$521.8 Million, for a period return of 9.71%.

- The equity market values increased by \$22.0 Million (+0.72%). Fixed income increased by \$8.1 Million, net of transfers (+0.45%), while international equities increased by \$2.4 Million (+0.30%). Alternative investments increased by \$3.3 Million (+3.63%) net of capital calls, cash distributions and transfers, while cash decreased by \$1.2 Million.
- The top three equity manager performers for March were as follows:

<i>Manager</i>	<i>Market Value Gains(Losses)</i>	<i>Percentage Gains</i>
JW Seligman	\$6.2Million	+3.23%
ValueQuest	\$1.0 Million	+3.21%
David Babson	\$3.5 Million	+1.80%

- Brown Brothers' fixed income portfolio increased in value by \$1.0 Million, net of transfers. Fleet's fixed income portfolio increased in value by \$4.3 Million net of transfers, while Fidelity's value increased by \$859,588. The Loomis Sayles portfolio increased by \$1.5 Million, and Taplin, Canida & Habacht's portfolio increased by \$440,562.

#### ASSET ALLOCATION

- There is a 6.45% over allocation in domestic equities; fixed income is slightly under-allocated by 0.46%, and the international equity asset class is under-allocated by 1.42%; the alternative investments asset class is under by 4.86%. We expect that the over-allocation to equities will persist due to the challenge of investing the alternative investment commitment in an orderly fashion. However, staff expects the mix to change significantly with implementation of the recent mandates within the domestic equity portfolio.



- Cash and equivalents decreased from \$193.33 Million in March to \$172.0 Million in April.

### INVESTMENT MANAGER FUNDING

- A total of nine supplemental fundings were provided to: ABS Capital \$31,849, AltaBioPharma \$1,000,000, HarvestPartners \$351,780, Nordic Capital \$41,250, First Reserve Fund \$446,466, Providence Equity Partners \$558,750, THL Equity Fund \$290,521, TPG Partners \$170,988, Triumph Partners \$166,676,. The total amount of funding was \$3,058,280.
- Cash distributions received during the month were as follows: Crossroads \$2,001,922, Narragansett Partners \$13,856 and Willis Stein \$102,752, for a total of \$2,118,530.

At this time, the alternative investment asset class has an unfunded allocation of approximately \$292.12 Million.

### EXPENSES

Expenses for fiscal 1998 to date are \$14,469,277. This figure is in line with budget expectations and market conditions. No significant adjustments to expense forecasts are required at this time.

### CASH FLOW

April's combined state and teacher contributions were insufficient to cover the month's pension payroll, requiring a transfer of \$3.5 Million from the long term plan; the municipal plan also required the transfer of an additional \$1 Million.

### SHORT TERM CASH

The short term cash portfolio had a 16.51 day weighted average maturity vs. 21.18 days in March, and 18.71 days in April 1997.

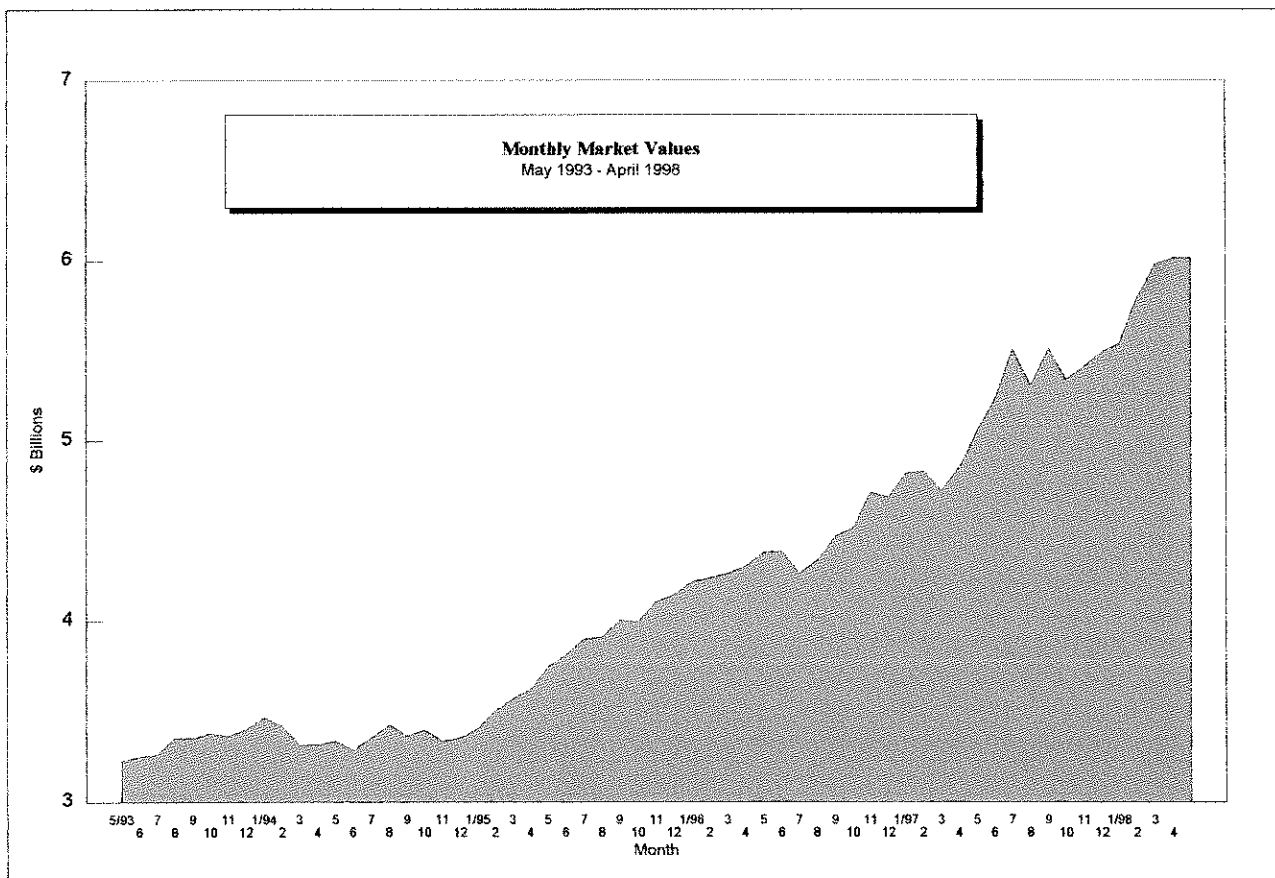
RHODE ISLAND STATE INVESTMENT COMMISSION

Market Value Report

EMPLOYEES' RETIREMENT SYSTEMS  
Market Values at April 30, 1998

<u>ASSET CLASS</u>	<u>NET ASSET VALUE \$ (millions)</u>
<i>Domestic Equity</i>	3,074.56
<i>Alternative Investments</i>	159.02
<i>Fixed Income</i>	1,805.59
<i>International Equity</i>	803.98
<i>Cash &amp; Equivalents</i>	172.08
<b>Total</b>	<b>6,015.23</b>

ERSRI - 87.0792260%  
MERSRI - 12.7496444%  
ST POL - 00.1072346%  
JUDICIAL - 00.0638950%



RHODE ISLAND STATE INVESTMENT COMMISSION

TIME WEIGHTED PERFORMANCE REPORT

Rhode Island Employees' Retirement Systems Performance as of April 30, 1998
--

<u>DOMESTIC EQUITY</u>	<u>APRIL 1998</u>	<u>YTD</u>
<i>Fleet</i>	0.58%	13.59%
<i>Bankers Trust</i>	1.06%	14.21%
<i>Provident</i>	0.34%	16.27%
<i>Brinson</i>	-0.95%	14.67%
<i>Mackay-Shields</i>	-0.47%	10.12%
<i>Babson</i>	1.80%	7.83%
<i>J &amp; W Seligman</i>	3.23%	13.65%
<i>HLM Management</i>	-0.27%	11.97%
<i>ValueQuest</i>	3.21%	17.17%
 <i>Total Domestic Equity</i>	 <b>0.72%</b>	 <b>13.60%</b>
 <u>FIXED INCOME</u>		
<i>Fleet</i>	0.38%	1.96%
<i>Fidelity</i>	0.37%	2.13%
<i>Brown Brothers</i>	0.48%	2.30%
<i>In-State F.I.</i>	1.80%	3.19%
<i>Taplin, Canida &amp; Habacht</i>	0.73%	2.43%
<i>Loomis Sayles</i>	0.63%	4.37%
 <i>Total Fixed Income</i>	 <b>0.45%</b>	 <b>2.33%</b>
 <u>INTERNATIONAL EQUITY</u>		
<i>Alliance</i>	0.75%	15.31%
<i>Schroders</i>	1.87%	22.45%
<i>Scudder</i>	-3.87%	4.64%
<i>Schroder Emerging Markets</i>	0.30%	5.59%
 <i>Total International Equity</i>	 <b>0.30%</b>	 <b>14.91%</b>

RHODE ISLAND STATE INVESTMENT COMMISSION

SUMMARY PORTFOLIO

PERFORMANCE REPORT

<u>ASSET CLASS</u>	<u>APRIL 1998</u>	<u>YTD</u>
<i>Domestic Equity</i>	0.72%	13.60%
<i>Fixed Income</i>	0.45%	2.33%
<i>International Equity</i>	0.30%	14.91%
<b>TOTAL FUND COMPOSITE*</b>	<b>0.63%</b>	<b>9.71%</b>

<u>INDICES</u>	<u>APRIL 1998</u>	<u>YTD</u>
<u>Domestic Equity</u>		
<i>S &amp; P 500</i>	1.04%	15.13%
<i>Wilshire 5000</i>	1.19%	14.60%
<i>Russell 2000</i>	0.54%	10.64%
<i>Russell 2500</i>	0.66%	10.98%
<u>International Equity</u>		
<i>MSCI EAFE</i>	0.79%	15.62%
<u>Fixed Income</u>		
<i>Lehman AGG</i>	0.52%	2.07%

\* Total Fund Composite includes all asset classes.

RHODE ISLAND STATE INVESTMENT COMMISSION

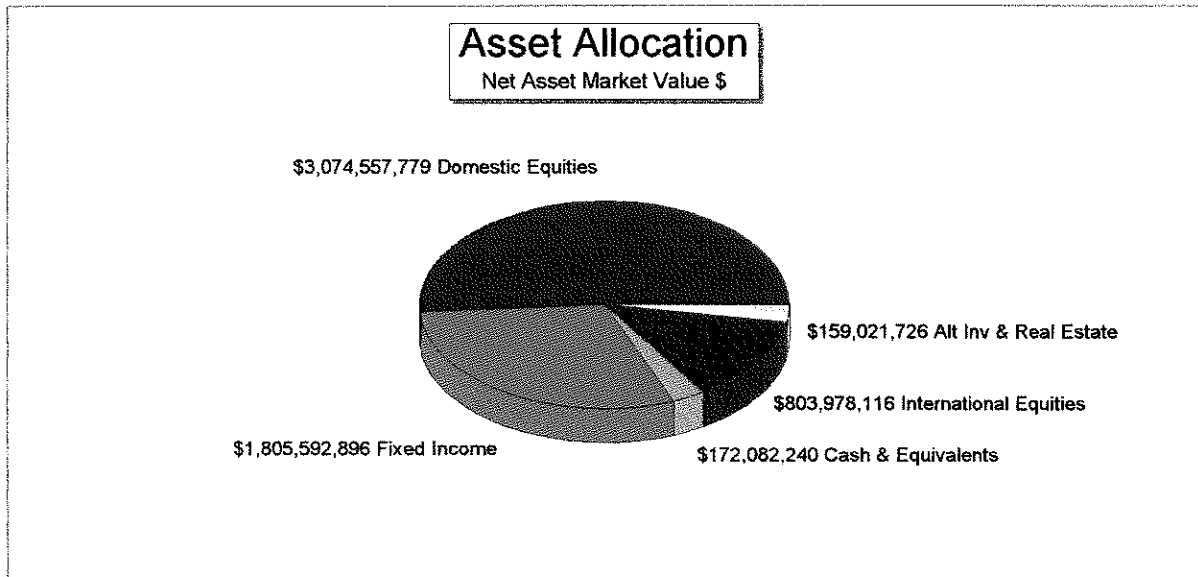
EMPLOYEES' RETIREMENT SYSTEMS

ASSET ALLOCATION

April 30, 1998

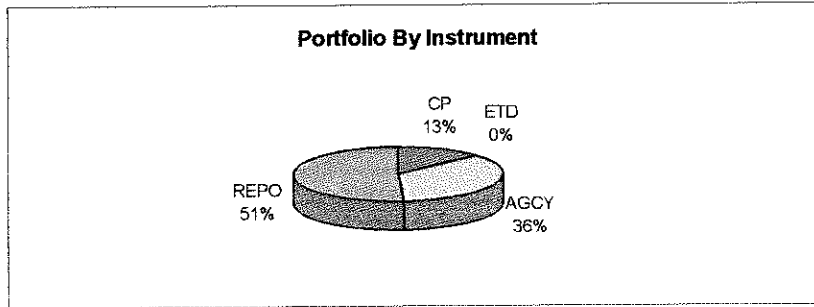
PERCENTAGE OF TOTAL DOLLARS

<u>ASSET CLASS</u>	<u>ACTUAL</u>	<u>TARGET</u>	<u>ACTUAL/TARGET DIFFERENCE</u>
<i>Domestic Equity</i>	51.45%	45.00%	6.45%
<i>Fixed Income</i>	32.04%	32.50%	-0.46%
<i>Alt Inv &amp; Real Estate</i>	2.64%	7.50%	-4.86%
<i>International Equity</i>	13.58%	15.00%	-1.42%
<i>Cash</i>	0.29%	0.00%	0.29%
	100.00%	100.00%	0.00%



**RHODE ISLAND STATE INVESTMENT COMMISSION**

**SHORT TERM CASH INVESTMENTS AT APRIL 30, 1998**



Vendor	CP	ETD	Treasury	Agency	Money Mkt	Repo	Total (\$)
Guidelines-Total/Vendor	15%/15%	15%/15%	100%/100%	75%/35%	50%/35%	100%/20%	
Bank Boston	0	300,000	0	0	0	0	300,000
	0%	0%	0%	0%	0%	0%	0%
Bear Stearns	15,944,032	0	0	0	0	0	15,944,032
	6%	0%	0%	0%	0%	0%	6%
Citi-Corp	7,489,349	0	0	0	0	47,539,787	55,029,137
	3%	0%	0%	0%	0%	17%	19%
Dean Witter	14,958,101	0	0	56,560,113	0	22,100,000	93,618,214
	5%	0%	0%	20%	0%	8%	33%
Fidelity	0	0	0	0	0	0	0
	0%	0%	0%	0%	0%	0%	0%
BancAmerica	0	0	0	12,382,909	0	0	12,382,909
	0%	0%	0%	4%	0%	0%	4%
First Tennessee	0	0	0	14,299,847	0	0	14,299,847
	0%	0%	0%	5%	0%	0%	5%
Goldman Sachs	0	0	0	0	0	25,155,719	25,155,719
	0%	0%	0%	0%	0%	9%	9%
Merrill Lynch	0	0	0	0	0	0	0
	0%	0%	0%	0%	0%	0%	0%
Wachovia	0	0	0	0	0	0	0
	0%	0%	0%	0%	0%	0%	0%
Prudential	0	0	0	19,878,647	0	0	19,878,647
	0%	0%	0%	7%	0%	0%	7%
Sun Trust	0	0	0	0	0	0	0
	0%	0%	0%	0%	0%	0%	0%
State St Bank	0	0	0	0	0	51,050,000	51,050,000
	0%	0%	0%	0%	0%	18%	18%
<b>TOTALS</b>	<b>38,391,483</b>	<b>300,000</b>	<b>0</b>	<b>103,121,516</b>	<b>0</b>	<b>145,845,506</b>	<b>287,658,505</b>
<b>(%) PORTFOLIO</b>	<b>13%</b>	<b>0%</b>	<b>0%</b>	<b>36%</b>	<b>0%</b>	<b>51%</b>	<b>100%</b>



State of Rhode Island and Providence Plantations

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Nancy J. Mayer  
General Treasurer

Telephone  
(401) 277-2397

May 27, 1998

State Investment Commission  
State of Rhode Island  
State House  
Providence, Rhode Island

This is to certify that the amounts so listed on the following page belong to the credit of the Employees' Retirement, State Police and Judiciary Retirement Systems, and the Municipal Employees' Retirement System of the State of Rhode Island at the close of business on April 30, 1998.

The amount listed for our alternative investments designation is illiquid and does not have a readily determinable market value. It is based on appraisals only.

Respectfully submitted,

Nancy J. Mayer  
General Treasurer

COMPOSITE REPORTING

BALANCE SHEET

APRIL 30, 1998

ASSET CLASS

<i>Cash/Short Term Investments</i>		
<i>Short Term Investment Fund</i>		
<i>Money Market Instruments</i>		\$172,082,239.85
<i>Equities - Domestic</i>		\$3,074,557,779.25
<i>Equities - International</i>		\$803,978,115.60
<i>Fixed Income - Government</i>	\$1,469,840,568.10	
<i>Fixed Income - Corporate</i>	\$308,448,500.77	
<i>Fixed Income - In State</i>	<u>\$27,303,827.16</u>	
<i>Total Fixed Income</i>		\$1,805,592,896.03
<i>Alternative Investments</i>		\$158,521,725.90
<i>Other - Escrow</i>		\$500,000.00
<b>TOTAL FUND INVESTMENTS</b>		<b>\$6,015,232,756.63</b>

ERSRI - 87.0792260%  
MERSRI - 12.7496444%  
STPOL - 0.1072346%  
JUDC'L - 0.0638950%

balsheet.xls



TIME WEIGHTED ERSRI MARKET VALUE CHANGE REPORT  
4/01/98 - 4/30/98

PORTFOLIO	BENCHMARK DESCRIPTION	MONTHLY CHANGE				MKT VARIANCE CALENDAR YTD	CALENDAR YTD BENCHMARK		
		MARKET VALUE 3/31/98	MARKET VALUE 4/30/98	NET INCREASE/ (DECREASE)	MARKET VALUE % OF CHANGE NET OF TRXS			BENCHMARK % OF CHANGE TO BENCHMARK PERFORMANCE	
DOMESTIC EQUITY									
FLEET	S&P 500	628,027,024	631,677,957	3,650,933	0.58%	1.04%	-0.46%	13.59%	15.15%
BANKERS	W. 5000	952,280,320	962,401,420	10,083,751	1.06%	1.19%	-0.13%	14.21%	14.60%
PROVIDENT	RUSSEL 1000 CRAWTH	476,982,667	478,594,802	1,612,135	0.34%	0.87%	-0.53%	16.27%	14.35%
BRINSON	W. 5000	296,645,533	293,820,238	(2,825,295)	-0.95%	1.19%	-2.14%	14.67%	14.60%
MCKY-SHLDS	W. 5000	267,864,319	266,595,665	(1,268,654)	-0.47%	1.19%	-1.66%	10.12%	14.60%
BARBSON	RUSSEL 2500 SMLCAP	197,521,879	201,082,316	3,560,437	1.80%	0.66%	1.14%	7.83%	10.98%
JW SELIGMAN	RUSSEL 2000 SMLCAP	193,864,013	200,134,716	6,270,702	3.23%	0.54%	2.69%	13.65%	10.64%
HLM Management	RUSSEL 2000	27,104,402	27,031,673	(72,729)	-0.27%	0.54%	-0.81%	11.97%	10.64%
VALUEQUEST LTD	W. LRGE VALUE	32,436,162	33,478,143	1,041,981	3.21%	1.22%	1.99%	17.17%	12.92%
TOTAL EQUITY		3,072,726,319	3,094,816,930	22,053,261	0.72%			13.60%	
FIXED INCOME									
FLEET	LEHMAN AGG	1,140,568,691	1,144,919,919	4,313,878	0.38%	0.52%	-0.14%	1.96%	2.07%
FIDELITY	SALOMON MORT.	234,383,763	235,243,351	859,588	0.37%	0.56%	-0.19%	2.13%	2.20%
BROWN BROS.	LEHMAN 1-3YR	208,649,622	209,720,040	995,419	0.48%	0.48%	0.00%	2.30%	1.92%
IN STATE F.I.		27,717,358	27,549,891	159,878	1.80%	N/A	N/A	3.19%	N/A
TAPLIN CANIDA & HABECHT	LB INT GOVT/CORP	60,707,530	61,148,092	440,562	0.73%	0.50%	0.23%	2.43%	2.06%
LOOMIS SAYLES COMPANY	MERRILYNCH/IST BOSTO COMPOSITE	247,098,911	248,654,980	1,556,069	0.63%	0.56%	0.07%	4.37%	4.83%
TOTAL FIXED INCOME		1,919,125,875	1,927,236,275	8,325,394	0.45%			2.33%	

PORTFOLIO

BENCHMARK DESCRIPTION	MARKET VALUE 2/28/98	TRANSFERS IN/OUT	MARKET VALUE 3/31/98	NET INCREASE/ (DECREASE)	MARKET VALUE % OF CHANGE NET OF TRFERS	BENCHMARK % OF CHANGE TO BENCHMARK PERFORMANCE	MKT VARIANCE CALENDAR YTD	CALENDAR YTD BENCHMARK
INTERNATIONAL EQUITY								
ALLIANCE	233,099,781	8,300	233,846,324	1,738,243	0.75%	0.79%	-0.04%	15.31%
SCHRODER	341,746,034		348,120,690	6,374,657	1.87%	1.94%	-0.07%	22.45%
SCUDDER	153,202,849		147,281,054	(5,921,795)	-3.87%	-3.79%	-0.08%	4.64%
SCHRODER EMERGING MKTSMSCI EMERG MKTS EX MALAYSIA	87,488,094		87,746,495	258,402	0.30%	0.05%	0.25%	5.59%
TOTAL INT'L EQUITY	814,536,757	8,300	816,994,563	2,449,506	0.30%			14.91%
ALTERNATIVE INVESTMENTS								
ALTERNATIVE INVESTMENT	83,389,709	176,687	84,660,235	1,093,839	4.11%	N/A	N/A	9.15%
BANK ACQUISITION	500,000		500,000	0	0.00%	N/A	N/A	0.00%
HEITMAN	25,546,717		25,135,168	(411,549)	-1.61%	N/A	N/A	-1.48%
L & B	42,875,396		42,875,396	0	0.00%	N/A	N/A	19.45%
ÆTNA	434,824	(78,505)	340,759	(15,559)	-22.20%	N/A	N/A	43.87%
PHOENIX	2,945,172		5,510,168	2,564,996	87.09%	N/A	N/A	129.04%
TOTAL ALTERNATIVE INVESTMENTS	155,691,817	98,182	159,021,726	3,231,727	3.63%			12.40%
CASH ACCOUNTS								
CASH ACCOUNT	17,171,050	(4,268,472)	12,983,300	80,722	N/A	N/A	N/A	N/A
INTERNAL CASH	1,261,241		4,179,963	2,918,722	N/A	N/A	N/A	N/A
TOTAL CASH	18,432,291	(4,268,472)	17,163,263	2,999,444	N/A			
GRAND TOTAL	5,980,513,059	(4,339,635)	6,015,232,757	39,059,332	0.63%			9.71%

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## RHODE ISLAND STATE INVESTMENT COMMISSION

## Domestic Equity Holdings By Top 10 Market Values

APRIL 30, 1998

Equities

<u>RANK</u>	<u>SECURITY NAME</u>	<u>PAR VALUE/SHARES</u>	<u>BASE MARKET AMOUNT</u>	<u>MONEY MANAGERS</u>
1	AMERICAN INTL GROUP INC	379,612	\$49,942,704	Fleet,Bankers,Provident
2	MICROSOFT CORP	544,400	49,064,050	Bankers,Provident
3	MERCK & CO INC	359,000	43,259,500	Fleet,Bankers
4	PFIZER INC	365,200	41,564,325	Fleet,Bankers,Provident
5	INTEL CORP	503,300	40,672,931	Fleet,Bankers
6	FEDERAL NATL MTG ASSN	672,300	40,253,963	Fleet,Bankers,Provident
7	AUTOMATICDATA PROCESSING INC	575,000	38,489,063	Fleet,Bankers,Brinson
8	PROCTER & GAMBLE CO	391000	32,135,313	Fleet,Bankers
9	EXXON CORP	423,700	30,956,581	Fleet,Bankers
10	PEPSICO INC	725,300	28,785,344	Fleet,Bankers
		12.77%	\$395,123,774 of total equity market value	
			** Total Composite Equities **	\$3,094,816,930.

## International Equity Holdings By Top 10 Market Values

APRIL 30, 1998

International Equities

<u>RANK</u>	<u>SECURITY NAME</u>	<u>COUNTRY</u>	<u>PAR VALUE/SHARES</u>	<u>BASE MARKET AMOUNT</u>	<u>MONEY MANAGERS</u>
1	NOVARTIS AG	Switzerland	10,339	\$17,094,497	Alliance,Schroders
2	BRITISH PETROLEUM	England	824,836	13,025,846	Alliance,Schroders
3	ZURICH VERSICHERUN	Switzerland	18,929	11,534,532	Alliance,Schroders
4	ROCHE HLDGS AG GENUSSSCHEINE	Switzerland	1,133	11,485,303	Alliance,Schroders
5	ROYAL DUTCH PETROL	Netherlands	205,091	11,317,737	Alliance,Schroders
6	ING GROUP NV CVA	Netherlands	160,974	10,460,648	Alliance,Schroders
7	LLOYDS TSB GROUP	England	685,844	10,268,980	Alliance,Schroders
8	ELF AQUITAINE	France	77,035	10,100,201	Alliance,Schroders
9	PHILIPS ELECTRONIC	Netherlands	106,094	9,346,499	Alliance,Schroders
10	ZENECA GROUP ORD	England	205,037	8,831,093	Alliance,Schroders
			13.89%	\$113,465,336 of total international equity market value	
			** Total Composite International Equities **	\$817,004,206.	

**Asset Allocation Monitoring Report**  
**Market Values at April 30, 1998**

ERSRI  
&  
MERSRI

Asset Class	Style	April 30, 1998		Target		Difference	Cash	% of Total
		Actual						
		\$	%	\$	%			
<b>Domestic Equity</b>								
<i>Fleet</i>	active	631.68	10.50%	541.37	9.00%	90.31	0.90	0.14%
<i>Bankers</i>	passive	962.40	16.00%	812.06	13.50%	150.34	2.67	0.28%
<b>Total Core</b>		<b>1,594.08</b>	<b>26.50%</b>	<b>1,353.43</b>	<b>22.50%</b>			
<i>Provident</i>	growth	478.59	7.96%	451.14	7.50%	27.45	6.31	1.32%
<b>Total Growth</b>		<b>478.59</b>	<b>7.96%</b>	<b>451.14</b>	<b>7.50%</b>			
<i>Brinson Partners</i>	lrge cap val	293.82	4.88%	240.61	4.00%	53.21	3.45	1.17%
<i>Mackay-Shields</i>	lrge cap val	266.60	4.43%	240.61	4.00%	25.99	(0.65)	-0.24%
<b>Total Large Cap Value</b>		<b>560.42</b>	<b>9.32%</b>	<b>481.22</b>	<b>8.00%</b>			
<i>David L. Babson</i>	value	201.08	3.34%	180.46	3.00%	20.63	2.98	1.48%
<i>J.W. Seligman</i>	sml cap grwth	200.13	3.33%	180.46	3.00%	19.68	2.55	1.27%
<b>Total Small Cap</b>		<b>401.22</b>	<b>6.67%</b>	<b>360.91</b>	<b>6.00%</b>			
<i>HLM Management</i>	sml grwth	27.03	0.45%	30.08	0.50%	-3.04	1.76	6.52%
<i>ValueQuest Ltd</i>	value	33.48	0.56%	30.08	0.50%	3.40	0.27	0.82%
<b>Total Emerging Managers</b>		<b>60.51</b>	<b>1.01%</b>	<b>60.15</b>	<b>1.00%</b>			
<b>TOTAL DOMESTIC EQUITY</b>		<b>3,094.82</b>	<b>51.45%</b>	<b>2,706.86</b>	<b>45.00%</b>	<b>387.96</b>	<b>20.26</b>	<b>0.65%</b>
<b>International Equity</b>								
<i>Alliance</i>	core intl	233.85	3.89%	180.46	3.00%	53.39	2.45	1.05%
<i>Schroder</i>	Euro/region	348.12	5.79%	300.76	5.00%	47.36	4.37	1.25%
<i>Scudder</i>	Pac Basin	147.28	2.45%	300.76	5.00%	-153.48	6.19	4.21%
<i>Schroder Emerging Markets</i>	Intl	87.75	1.46%	120.30	2.00%	-32.56	0.00	0.00%
<b>TOTAL INT'L EQUITY</b>		<b>816.99</b>	<b>13.58%</b>	<b>902.29</b>	<b>15.00%</b>	<b>-85.29</b>	<b>13.02</b>	<b>1.59%</b>
<b>Domestic Fixed Income</b>								
<i>Fidelity</i>	Mtg.-bkd sec	235.24	3.91%	150.38	2.50%	84.86	50.43	21.44%
<i>In-State</i>	n/a	27.55	0.46%	30.08	0.50%	-2.53	0.25	0.89%
<b>Total Mortgage</b>		<b>262.79</b>	<b>4.37%</b>	<b>180.46</b>	<b>3.00%</b>			
<i>Fleet</i>	Fixed/Inc.	1,144.92	19.03%	1,353.43	22.50%	-208.51	12.84	1.12%
<i>Brown Bros (Short)</i>	Short Term F/	209.72	3.49%	150.38	2.50%	59.34	27.08	12.91%
<b>Total Other Fixed Income</b>		<b>1,354.64</b>	<b>22.52%</b>	<b>1,503.81</b>	<b>25.00%</b>			
<i>Taplin, Canida &amp; Habacht</i>	core/fixed inc	61.15	1.02%	30.08	0.50%	31.07	26.01	42.53%
<b>Total Emerging Managers</b>		<b>61.15</b>	<b>1.02%</b>	<b>30.08</b>	<b>0.50%</b>			
<i>Loomis Sayles &amp; Co</i>		248.65	4.13%	240.61	4.00%	8.05	5.03	
<b>Total Convertibles</b>		<b>248.65</b>	<b>4.13%</b>	<b>240.61</b>	<b>4.00%</b>			
<b>TOTAL FIXED-INCOME</b>		<b>1,927.24</b>	<b>32.04%</b>	<b>1,954.95</b>	<b>32.50%</b>	<b>-27.72</b>	<b>121.64</b>	<b>6.31%</b>
<b>Real Estate</b>								
<i>Heitman</i>	core	25.14	0.42%					
<i>L&amp;B</i>	core	42.88	0.71%					
<i>Aetna</i>	cong. care r/e	0.34	0.01%					
<i>Phoenix</i>	dvipmtl. r/e	5.51	0.09%					
<b>Total Real Estate</b>		<b>73.86</b>	<b>1.23%</b>					
<b>Alternative Investments</b>								
<i>Crossroads &amp; Narragansett</i>	venture cap.	25.19	0.42%					
<i>Pacific Corp Group</i>	venture cap.	59.47	0.99%					
<i>Bank Acquisition</i>	n/a	0.50	0.01%					
<b>Total Alternative Investments</b>		<b>85.16</b>	<b>1.42%</b>					
<b>TOTAL ALTERNATIVE INVESTMENTS AND REAL ESTATE</b>		<b>159.03</b>	<b>2.64%</b>	<b>451.14</b>	<b>7.50%</b>	<b>-292.12</b>	<b>0.00</b>	<b>0.00%</b>
<i>Cash Equivalents</i>	money mkt	17.16	0.29%	0.00	0.00%	27.33	17.08	99.52%
<b>TOTAL ASSETS</b>		<b>6,015.24</b>	<b>100.00%</b>	<b>6,015.24</b>	<b>100.00%</b>	<b>10.17</b>	<b>172.00</b>	<b>2.86%</b>

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## Alternative Investments Funding

1998

Manager	Partnership Commitment	Prior Funding Thru 3/31/98	Current Month Funding	Cumulative Total at 4/30/98	Unfunded Balance	Market Values at 4/30/98
<i>ABS Capital Partners</i>	5,000,000	2,181,209	31,849	2,213,058	2,786,942.00	2,601,959
<i>Apollo RE Investment Fund IV L.P.</i>	15,000,000	0	0	0	15,000,000.00	0
<i>Alta BioPharma Partners, L.P.</i>	10,000,000	0	1,000,000	1,000,000	9,000,000.00	1,000,000
<i>Aurora Equity Partners II</i>	15,000,000	0	0	0	15,000,000.00	0
<i>Blackstone Capital Ptnrs</i>	20,000,000	2,072,502	0	2,072,502	17,927,498.00	2,071,528
<i>Boston Ventures Ltd</i>	5,000,000	1,550,000	0	1,550,000	3,450,000.00	1,307,699
<i>Crossroads/Providence LP</i>	42,509,665	42,509,665	(323,795)	42,185,871	323,794.73	23,937,852
<i>Doughty Hanson II</i>	5,000,000	3,574,797	0	3,574,797	1,425,203.00	3,009,979
<i>Doughty Hanson III</i>	15,000,000	15,000	0	15,000	14,985,000.00	15,000
<i>First Reserve Fund VIII L.P.</i>	15,000,000	0	446,466	446,466	14,553,534.00	446,466
<i>Harvest Partners III</i>	15,000,000	1,990,106	351,780	2,341,886	12,658,114.00	2,341,886
<i>Heritage Fund</i>	5,000,000	1,294,678	(19,299)	1,275,379	3,724,621.00	1,274,843
<i>Narragansett First Fund</i>	218,566	198,498	0	198,498	20,068.46	5,138
<i>Narragansett Capital Partners</i>	1,671,121	1,671,121	(246,116)	1,425,005	246,116.00	1,250,599
<i>Nordic Capital III</i>	7,500,000	467,214	42,042	509,256	6,990,744.00	527,187
<i>OCM Opportunities Fund</i>	8,000,000	8,000,000	0	8,000,000	0.00	10,521,728
<i>OCM Principal Opportunities</i>	5,000,000	2,000,000	0	2,000,000	3,000,000.00	2,450,807
<i>OCM Opportunities II</i>	12,000,000	3,600,000	0	3,600,000	8,400,000.00	3,688,502
<i>Providence Equity Partners</i>	10,000,000	3,142,168	558,750	3,700,918	6,299,082.00	7,632,110
<i>SKM Equity Fund II</i>	10,000,000	2,462,008	0	2,462,008	7,537,992.00	2,473,726
<i>THL Equity Fund IV</i>	15,000,000	0	290,521	290,521	14,709,479.00	290,521
<i>TPG Partners</i>	10,000,000	2,376,400	170,988	2,547,388	7,452,612.00	2,587,247
<i>Triumph Partners III</i>	15,000,000	1,467,197	166,676	1,633,873	13,366,127.00	1,633,873
<i>Wellspring Capital Partners</i>	15,000,000	0	0	0	15,000,000.00	0
<i>Welsh, Carson, Anderson &amp; Stowe</i>	15,000,000	9,750,000	0	9,750,000	5,250,000.00	9,448,043
<i>Willis Stein</i>	5,000,000	3,564,895	(99,098)	3,465,797	1,534,203.00	4,143,540
<b>TOTALS:</b>	<b>\$296,899,353</b>	<b>\$93,887,458</b>	<b>\$2,370,764</b>	<b>\$96,258,223</b>	<b>\$200,641,130</b>	<b>\$84,660,235</b>

Retirement Systems  
Investment Earnings  
Fiscal Year 1998 to Date Summary

ERSRI  
&  
MERSRI                      at April 30, 1998

	<u>LONG TERM</u>	<u>SHORT TERM</u>	<u>TOTAL</u>
INTEREST SOLD	12,607,041		12,607,041
DIVIDENDS	37,495,511		37,495,511
INTEREST	100,381,800	483,726	100,865,526
MISCELLANEOUS	19,382,683		19,382,683
CAPITAL GAINS	226,511,641		226,511,641
	-----	-----	-----
GRAND TOTAL:	396,378,676	483,726	396,862,403

ERSRI & MERSRI

1997-1998 EXPENSES

	Actual Jul 97	Actual Aug	Actual Sept	Actual Oct	Actual Nov	Actual Dec	Actual Jan 98	Actual Feb	Actual Mar	Actual Apr	Projected May	Projected Jun	PROJECTED TOTAL
<b>EQUITIES</b>													
Fleet/Norstar		262,500	113,653		262,500	124,539		262,500		55,242	262,500	95,000	1,050,000
Banker Trust			189,077			688,411	613,152	205,697		702,780		600,000	388,434
Provident Investment				140,949		201,348			151,751			180,000	2,604,343
Brinson						147,709			142,590			140,000	776,122
Mackay-Shield						133,204		149,296			110,000		580,409
David L. Babson		124,644				145,595		60,864			125,000		504,579
J & W Seligman		52,875			59,864			64,985			60,000		541,536
HLMI/Mgmt		59,422			64,619								233,604
ValueQuest													249,027
<b>FIXED INCOME</b>													
Brown Bros.			102,615			66,431			51,942		100,000		320,988
Fidelity	15,753		186,340		16,310	159,733		16,835	126,503			210,000	682,576
Toplin					291,681			299,772				260,000	48,898
Leomin Styles		272,972											1,124,425
<b>INT'L EQUITIES</b>													
Alliance Capital			62,352			66,134				63,404		35,000	226,890
Schroder		126,848	128,317	155,659		235,660	139,772	194,438		137,867			1,118,561
Scudder			180,233			179,752		0	162,235		165,000		687,220
Schroder Longue Niks													0
<b>REAL ESTATE</b>													
Hedimmi Advisory													0
L & B Real Estate													0
Actua													0
Phoenix													0
<b>ALTERNATIVE INVESTMENTS</b>													
Bigley/Crossroads	4,367			4,396		3,232			4,042				0
Narragansett Cap.	336,776	96,533		66,119	100,201	268,098	244,924	470,194	64,092	73,907		4,700	20,738
Other Alt Inv Mgmt Fees													1,720,844
<b>PROFESSIONAL FEES</b>													
Consulting													0
Legal													0
State Street Bank		85,634	85,586	114,005		68,750		340,044	68,750	150,520	150,000	300,000	1,225,788
Pacific Corp Group						33,333		0	16,667	62,500	62,500		268,750
Wilsaire Assoc	16,667	16,667	16,667	16,667	16,667	33,333		16,667	16,667	16,667	16,667	16,667	183,335
<b>OPERATING EXPENSE</b>													
Retirement Transfers					850			1,169,668	5,200	268,480	600,000	3,000	3,456,196
Other Expense								0					3,700
<b>TOTAL:</b>	<b>373,563</b>	<b>1,081,429</b>	<b>1,183,624</b>	<b>1,984,593</b>	<b>812,692</b>	<b>2,521,930</b>	<b>997,848</b>	<b>3,250,960</b>	<b>793,772</b>	<b>1,468,866</b>	<b>1,654,667</b>	<b>1,901,367</b>	<b>18,019,962</b>

CASH FLOW ANALYSIS

Employees Retirement System

FY 1997-98	Actual July 1997	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 1998	Actual February	Actual March	Actual April	Projected May	Projected June	Projected TOTAL
MEMBER BENEFITS	20,711,680	23,243,705	24,140,005	23,716,403	21,771,161	23,265,552	23,882,660	24,263,899	22,082,184	24,355,567	22,000,000	22,500,000	275,932,816
ADMINISTRATIVE EXPENSES	0	0	89,103	1,546,385	0	0	0	1,018,512	4,528	233,790	250,000	250,000	3,392,319
INVESTMENT EXPENSES	31,994	856,564	942,307	127,203	620,509	1,963,024	655,548	1,402,873	686,701	1,045,287	1,025,000	1,125,000	10,482,009
TOTAL OUTFLOW	20,743,674	24,100,269	25,171,415	25,389,991	22,391,670	25,228,576	24,538,208	26,685,284	22,773,413	25,634,644	23,275,000	23,875,000	289,807,143
CONTRIBUTIONS	16,858,425	13,809,794	18,891,089	9,859,191	17,380,616	21,040,847	29,548,542	17,217,229	22,374,799	23,983,785	23,500,000	25,500,000	239,964,367
OTHER INCOME*	1,066,912	137,071	898,091	5,819,558	5,454,593	3,218,144	467,244	(277,760)	458,382	2,036,201	75,000	2,400,000	22,253,137
TOTAL INCOME	17,925,337	13,946,865	19,789,180	15,678,749	22,835,209	24,258,991	30,015,786	16,939,519	22,833,181	26,019,986	23,575,000	28,400,000	262,217,804
DIFFERENCE	(2,818,337)	(10,153,404)	(5,382,235)	(9,711,242)	443,539	(969,585)	5,477,578	(9,745,765)	59,769	385,342	300,000	4,525,000	(27,589,340)

Municipal Employees Retirement System

Actual July 1997	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 1998	Actual February	Actual March	Actual April	Projected May	Projected June	Projected TOTAL
MEMBER BENEFITS	1,977,601	2,105,248	2,279,363	2,298,848	2,090,014	2,317,073	2,428,975	2,283,352	2,382,858	2,100,000	2,200,000	26,817,893
ADMINISTRATIVE EXPENSES	0	0	12,996	225,865	0	0	149,236	663	34,230	100	14,000	437,090
INVESTMENT EXPENSES	4,752	127,248	137,442	17,945	90,821	96,149	205,557	100,543	153,045	150,000	175,000	1,545,813
TOTAL OUTFLOW	1,982,353	2,232,496	2,429,801	2,542,658	2,180,835	2,413,222	2,783,768	2,384,558	2,570,133	2,250,100	2,389,000	28,800,796
CONTRIBUTIONS	1,170,401	1,388,638	1,601,231	699,271	1,855,769	1,615,239	1,576,204	1,820,819	2,939,788	1,500,000	1,650,000	19,073,820
OTHER INCOME*	158,497	20,362	130,993	852,098	797,927	68,530	(40,699)	67,114	298,129	50,000	425,000	3,298,964
TOTAL INCOME	1,328,898	1,409,000	1,732,224	1,551,369	2,653,696	1,683,769	1,535,505	1,887,933	3,237,917	1,550,000	2,075,000	22,372,784
DIFFERENCE	(653,455)	(823,496)	(697,577)	(991,289)	472,861	(729,453)	(1,248,263)	(496,625)	667,784	(700,100)	(314,000)	(6,428,013)



Judges/State Police Retirement System

	Actual July 1997	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 1998	Actual February	Actual March	Actual April	Projected May	Projected June	Projected TOTAL
MEMBER BENEFITS	1,685	0	7,308	566	0	0	0	1,073	0	0	0	0	10,632
ADMINISTRATIVE EXPENSES	0	0	154	878	0	0	0	1,920	9	460	0	0	3,421
INVESTMENT EXPENSES	41	1,084	1,623	197	1,161	3,497	1,227	2,668	1,329	2,054	1,600	1,400	17,881
TOTAL OUTFLOW	1,726	1,084	9,085	1,641	1,161	3,497	1,227	5,661	1,337	2,514	1,600	1,400	31,934
CONTRIBUTIONS	119,190	143,437	147,493	143,786	143,725	238,472	161,993	162,058	162,058	162,058	160,000	220,000	1,964,270
OTHER INCOME*	1,350	175	1,547	10,193	10,648	5,732	275	(529)	887	4,001	200	3,600	38,078
TOTAL INCOME	120,540	143,612	149,040	153,979	154,373	244,204	162,268	161,529	162,945	166,059	160,200	223,600	2,002,348
DIFFERENCE	118,814	142,528	139,955	152,338	153,212	240,707	161,041	155,868	161,608	163,545	158,600	222,200	1,970,415

\*Includes Income from Real Estate Investments, Venture Capital, Securities Lending, and Cash Accounts.

## General Information

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State of Rhode Island and Providence Plantations  
Office of the General Treasurer

**Short Term Investments Portfolio by Fund**

As of April 30, 1998

	Principal	Interest	Total Value @ Maturity
4901 GENERAL FUND	193,252,001	384,550	193,636,551
4902 GENERAL FUND	2,800,000	8,512	2,806,512
4904 PENSION C	7,000,000	1,054	7,001,054
4908 PAYROLL A	300,000	46	300,046
4920 GENERAL FUND (HIST PRES)	361,643	3,240	364,883
5200 RI UNDERGROUND STORAG TNK	6,026,215	16,922	6,043,137
5400 HIGHWAY FUND	4,400,000	666	4,400,666
5500 UNIVERSITY COLLEGE	1,000,000	151	1,000,151
5800 PROV. RIVER RELOCATION	930,060	972	931,032
6920 AUTO EQUIPMENT SERVICE	0	0	0
8000 T.D.I. RESERVE (DET)	46,366,353	877,526	47,243,879
8225 JOB DEVELOPMENT (DET)	5,520,135	17,736	5,537,870
8230 E.T. TARDY (DET)	1,073,371	4,483	1,077,854
8240 E.T. INTEREST (DET)	354,415	1,480	355,895
8300 PERMANENT SCHOOL FUND	350,916	933	351,849
8400 EMP RETIREMENT FUND	3,788,322	11,799	3,800,121
8500 MUN EMP RETIREMENT FUND	400,000	1,753	401,753
8700 R.I. CLEAN WATER ACT	550,000	575	550,575
9000 BOND CAPITAL FUND	0	0	0
9700 STATE LOTTERY FUND	11,479,688	35,321	11,515,009
9800 INDUS. BLDG. & MTG. INS.	1,705,388	2,833	1,708,221
4911 TANS PROCEEDS	0	0	0
Subtotal	287,658,505	1,368,551	289,027,056
8701 CLEAN WATER 1991 SER. B	653,478		
8702 CLEAN WATER 1993 SER. A	190,567		
8703 CLEAN WATER 1991 SERIES A	314		
8704 CLEAN WATER 96 SERIES A	941,324		
8705 CLEAN WATER 1992 SER. A	172,542		
8706 CLEAN WATER CCDL 1994 (A)	868,547		
8707 CAP DEV. OF 1997 SERIES A	161,821		
8708 CLEAN WATER BOND 1990 A&B	23,011		
8709 CLEAN WATER 1990 SER. C	887		
8733 CAP DEV. OF 1997 SERIES A	104,436		
8734 POLLUTION CONTROL 96A	2,082,084		
8735 RI POLLUTION CONTROL	60,936		
8736 RI POLLUT. CONT 93 SER. A	163,224		
8737 RI POLLUT. CONT 94 SER. A	633,204		
9101 BOND SALE A 11-4-87	65,463		
9102 BOND CAPITAL CCDL 1988	21,295		
9104 BOND CAPITAL 1989 SER. A	2,028		
9105 BOND CAPITAL 1989 SER. B	88,167		
9108 BOND SALE 1990 SER. A&B	262,244		
9114 G.O. NOTE 1991 SER. B	170,553		
9115 BOND CCDL 1992 SERIES A	1,968,640		
9116 BOND CCDL 1993 SERIES A	11,293,910		
9117 BOND CCDL 1994 SERIES A	7,936,620		
9118 BOND CCDL 1995 SER. A	291,979		
9119 CCDL 95 B	3,386		
9120 BOND CCBL96A	11,728,858		
9121 CAP DEV OF 1997 SERIES A	35,177,837		
Subtotal Bond Proceed Accounts	75,067,353		
Total Short Term Portfolio	362,725,858		

Short Term Interest Rate Performance  
1998

<u>Date</u>	<u>Amount Invested (millions)</u>	<u>Weighted Interest Rate</u>	<u>30 Day Treasury Rate</u>	<u>Basis Point Difference</u>
4/01	\$67.73	5.52	5.05	47.00
4/02	\$72.84	5.49	5.03	46.00
4/03	\$68.09	5.42	5.01	41.00
4/06	\$54.58	5.41	5.01	40.00
4/07	\$23.78	5.45	5.03	42.00
4/08	\$38.67	5.46	5.03	43.00
4/09	\$22.22	5.41	5.02	39.00
4/10	\$22.25	5.44	5.03	41.00
4/13	\$42.70	5.41	5.04	37.00
4/14	\$17.29	5.42	5.04	38.00
4/15	\$27.07	5.42	5.03	39.00
4/16	\$28.44	5.38	5.00	38.00
4/17	\$15.93	5.37	4.99	38.00
4/20	\$29.17	5.38	5.00	38.00
4/21	\$48.54	5.43	5.03	40.00
4/22	\$21.10	5.41	5.00	41.00
4/23	\$22.16	5.45	5.03	42.00
4/24	\$30.34	5.36	4.90	46.00
4/27	\$33.59	5.42	4.91	51.00
4/28	\$48.51	5.47	4.92	55.00
4/29	\$38.71	5.40	4.89	51.00
4/30	\$59.93	5.42	4.89	53.00
	\$833.64	5.43	4.99	44
	total	weighted	average	basis
	amount	average	30 day	point
	invested	rate	rate	difference

SPECIAL FUNDS  
 INVESTMENT SUMMARY  
 APRIL 30, 1998

<u>FUND NAME</u>	<u>EQUITIES</u>	<u>CASH &amp; EQUIVALENTS</u>	<u>FIXED INCOME</u>	<u>Gain/Loss</u>	<u>TOTAL MARKET VALUE</u>
<u>Abraham Touro Fund</u>	1,743,155	150,750	641,646	19,739	2,535,551
<u>State of Rhode Island Land Grant Fund</u>	61,780	0	0	(2,976)	61,780
<u>TOTALS</u>	1,804,935	150,750	641,646	16,763	2,597,331