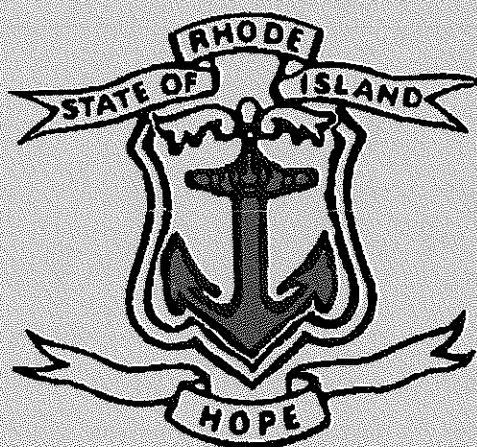


State of Rhode Island and Providence Plantations



Office of the General Treasurer

Paul J. Tavares
General Treasurer

**STATE OF RHODE ISLAND
INVESTMENT COMMISSION MEETING**

**DATA AT
FEBRUARY 28, 2003**

MEMBERS OF THE STATE INVESTMENT COMMISSION

Hon. Paul J. Tavares, Chair

**J. Michael Costello
Rosemary Booth Gallogly
Marcia Reback
William J. Whitty**

**Sen. Daniel DaPonte
Dr. Robert J. McKenna
James E. Thorsen**



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

Paul J. Tavares
General Treasurer

**RHODE ISLAND STATE INVESTMENT COMMISSION
MEETING NOTICE**

The next meeting of the Rhode Island State Investment Commission has been scheduled for Wednesday, March 26, 2003 at 9:00 a.m. in Room 135 of the State House.

AGENDA

1. Membership Roll Call
2. Approval of Minutes
 - State Investment Commission Meeting held on 2/26/03 *
3. Investment Manager Review
 - State Street Global Advisors
4. Proposed Alternative Investments *
 - AFL-CIO Housing Investment Trust
 - Lighthouse Capital Partners V, L.P.
5. Legal Counsel Report
6. Deputy Treasurer for Finance Report
7. Treasurer's Report
8. New Business

* Commission members will be asked to vote on this item.

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

Regular Meeting February 26, 2003

A State Investment Commission meeting was held in Room 135, State House, Providence, Rhode Island on Wednesday, February 26, 2003. There being a quorum present, the Treasurer called the meeting to order at 9:10 a.m.

Membership Roll Call. Present were: Mr. J. Michael Costello, Senator Daniel DaPonte, Ms. Rosemary Booth Gallogly, Ms. Marcia Reback, Mr. James E. Thorsen, and General Treasurer Paul J. Tavares. Also present were: Ms. Joan M. Caine, Deputy Treasurer for Finance, Mr. William G. Bensus, Jr., of Wilshire Associates Incorporated, Consultant to the Commission, Jayne Donegan, Esq., Legal Counsel to the Commission, Ms. Tara Blackburn and Mr. Peter Martenson, of Pacific Corporate Group, Alternative Investments Consultant to the Commission, and other members of the Treasurer's Staff. Dr. Robert J. McKenna and Mr. William J. Whitty were absent.

State Investment Commission Minutes. Sen. DaPonte moved, Ms. Reback seconded and the following motion was passed unanimously. The following members voted in favor: Mr. Costello, Sen. DaPonte, Ms. Gallogly, Ms. Reback, Mr. Thorsen and Treasurer Tavares.

VOTED: To approve the Minutes of the January 29, 2003 Regular Meeting.

Investment Manager Review – Taplin, Canida & Habacht. Mr. Bensus gave a brief overview of Taplin, Canida & Habacht ("TCH"). He noted that TCH was retained in 1996 to provide a strategic market allocation of the corporate sector of the US fixed income market. Market value at 12/31/02 was \$216.1 million, which is approximately 14.1% of the total fixed income composite and approximately 4.4% of the total fund.

Ms. Tere Alvarez Canida and Mr. Alan Habacht represented TCH. Ms. Canida noted that TCH has \$4.6 billion of assets under management, of which \$4.5 billion is in fixed income with \$2.5 billion in the corporate fixed income product. TCH's investment philosophy in managing corporate bond accounts is to capture the historic performance advantage of corporate bonds and to add value above the benchmark index within a narrow duration band. That approach minimizes market timing and emphasizes attractive sector and issue spread opportunities within the corporate bond market universe.

Mr. Habacht stated that the corporate bond market was adversely impacted by greater risk aversion driven by a bear market in equities and fears of terrorism and war. Also contributing were revelations of corporate malfeasance and governance issues, accounting scandals, insider trading allegations and fraud. Record numbers of ratings downgrades, fallen angels and defaults, both in terms of incidences and notional value, further pressured the corporate bond market. Wider spreads were due to increasing hedge fund participation, increased trading volatility and diminished secondary liquidity.

Mr. Habacht also stated that through October in calendar year 2002, corporates underperformed Treasuries by 480 basis points. The underperformance was mostly in lower

quality investment grade corporates. BBB rated corporates realized -442 basis points of excess return, while AA rated corporates realized +130 basis points of excess return. In the fourth quarter of 2002 corporate bond spreads rebounded sharply and corporates outperformed Treasuries by 285 basis points.

Pacific Corporate Group – Alternative Investment Consultant – Annual Portfolio Review. Ms. Tara Blackburn and Mr. Peter Martenson represented Pacific Corporate Group (“PCG”). Ms. Blackburn gave an overview of the portfolio that consists of both private equity partnership investments and real estate investments. As of 9/30/02, there were \$533.3 million of aggregate commitments to 38 active and two exited partnership vehicles, and \$22.2 million of outstanding real estate investments through two remaining real estate vehicles.

The partnership investments date back to 1982, with the majority of the investments completed during 1996-1998. Also as of 9/30/02, 71.8% of total capital committed has been contributed, approximately \$150.2 million remains outstanding and approximately \$257 million has been distributed to the pension fund. Ms. Blackburn noted that there is a trend toward large club deals, which enable investors to share risk, meet higher equity requirements and control pricing.

Mr. Martenson stated that approximately 5.7% of the 7.5% allocation has been invested as of 12/31/02. He noted that the average age of partnership investments is 4.3 years. The portfolio had a net IRR of 14.7% as of 6/30/02 and a net IRR of 13.1% as of 9/30/02. PCG recommends a 2003 commitment target of \$75-\$90 million with an average commitment size of \$15 million per partnership. The focus is on existing relationships (targeting 50% for re-ups) and selectively expanding the venture capital exposure (targeting 50% for new opportunities). International investments comprise 14% of the portfolio. PCG recommended revising the target allocation from 7.5% to a range of 7.5% +/- 1.5%.

Wilshire Associates Incorporated – Investment Structure Recommendations. Mr. William Bensur noted that the plan’s broad US passive stock exposure was changed with the Commission’s approval at January’s meeting from a Wilshire 5000 benchmark to a Russell 1000 benchmark. With the termination of JP Morgan Investment Management and Provident Investment Counsel Inc., the four active small stock managers would be receiving additional funds. The four managers will be funded to target from the State Street Global Advisors large passive account in the approximate amount of \$362 million.

Mr. Bensur recommended funding Columbia Management Company with approximately \$52.5 million (targeted for 2.25% of total portfolio), NorthPointe Capital LLC with \$142 million (4.5% of total portfolio), Wasatch Advisors, Inc. with \$60 million (2.25% of total portfolio) and Wellington Management Company, LLP with \$107.5 million (4.5% of total portfolio). Ms. Caine noted that 80% of the first phase of the transition was completed with inkind transfers at no transaction cost to the fund. Mr. Bensur noted that all four firms were comfortable with the additional funding. He reviewed pre-flow and post-flow levels of funding.

Mr. Thorsen moved, Ms. Reback seconded and the following motion was passed unanimously. The following members voted in favor: Mr. Costello, Sen. DaPonte, Ms. Gallogly, Ms. Reback, Mr. Thorsen and Treasurer Tavares.

VOTED: To approve the small cap manager investment structure recommendations of Wilshire Associates Incorporated and fund the four small cap managers to the recommended target allocation.

Wilshire Associates Incorporated – Capital Market Update. Mr. Bensur stated that due to economic instability due to uncertainty about war, terrorism, rising deficits, and government spending, etc., he did not expect the market to represent any opportunity in the short-term. Interest rates are at a 41-year low, home prices are rising and 2002 saw record home sales and a refinancing boom. The S&P 500 was down 22.1% in 2002, Nasdaq was down 30.2% and the Russell 2000 was down 20.5%. So far in 2003, the S&P is down 5.1%, Nasdaq is down 1% and the Russell 2000 is down 6.3%. The Lehman Aggregate is up nearly 1% for 2003.

Mr. Bensur noted that throughout the 1990s, pension fund assets experienced high growth rates, funding ratios improved, and contribution levels declined. Since March 2000 global equity prices declined dramatically, interest rates declined significantly, credit spreads widened, and liability valuations increased. He stated that those events had a great impact on funding levels and future contribution requirements of both public and private pension plans.

Mr. Bensur listed some of the challenges facing pension funds as aging baby boomers, a trend toward early retirement and retirees living longer. Those are combined with lower equity return expectations, budget and earnings shortfalls and slow economic growth. He stated that the pension fund is now positioned to capture what the market is offering and has eliminated what it can of the downside.

Deputy Treasurer for Finance Report. Ms. Caine reported that the fund lost 1.8% in January 2003 but is still 22 basis points ahead of our policy. Fiscal year-to-date the fund is down 8.28%. Regarding the recent 5% allocation to real estate, Ms. Caine stated she sent a survey to all 50 states and received 28 responses. Preliminary survey results indicate that the average real estate target allocation is approximately 7%, the majority of which is in private investments. She anticipates hiring a real estate advisor to consult on private real estate funds. She noted that there are only 2-3 firms that have the ability to provide the due diligence services on real estate. Both Wilshire and PCG have some resources available, but are somewhat limited. She expects to be able to bring some real estate recommendations to the Commission soon.

General Treasurer's Report. Treasurer Tavares reported regarding the recent fire at The Station in West Warwick, RI. He stated that the Treasurer's Office administers the Crime Victims' Compensation Program. He noted that a crime covered under the Crime Victims' Compensation statute would have to be declared for the Program to become involved. The Program handles approximately 400 claims each year and between those injured and those deceased in the fire, the number of claims could well be 300 or more from this one incident. He stated that the Program was trying to determine what the costs might be because it was not foreseen or budgeted for. The money used for crime victims' compensation comes primarily from court fines and fees and is completely separate and apart from monies in the pension fund.

Ms. Reback moved, Mr. Costello seconded and the following motion was passed unanimously. The following members voted in favor: Mr. Costello, Sen. DaPonte, Ms. Gallogly, Ms. Reback, Mr. Thorsen and Treasurer Tavares.

VOTED: To adjourn the meeting.

There being no further business, the meeting was adjourned at 11:35 a.m.

Respectfully submitted,

Paul J. Tavares
General Treasurer

**RHODE ISLAND STATE INVESTMENT COMMISSION
STAFF SUMMARY ANALYSIS
PORTFOLIO HIGHLIGHTS
February 28, 2003**

PORTFOLIO PERFORMANCE

February

The ERSRI portfolio posted a loss of -1.17% for the month of February against the Policy Index of -0.91%. Domestic equities were down by -1.41%, international equities lost -2.92%, while the fixed income asset class was up by 1.44%. Additionally, the retirement fund earned \$95,821 from the securities lending program during the month of February.

Calendar Year-to-Date

On a calendar year basis, the portfolio is down -2.98% against the Policy Index of -2.89%. Domestic equities lost -3.87%, international equities were down -7.75%, and fixed income gained 1.86%.

Fiscal Year-to-Date

For eight months ended February 28th, 2003, the fund has lost -9.35%, against the fiscal year policy index of -9.10%.

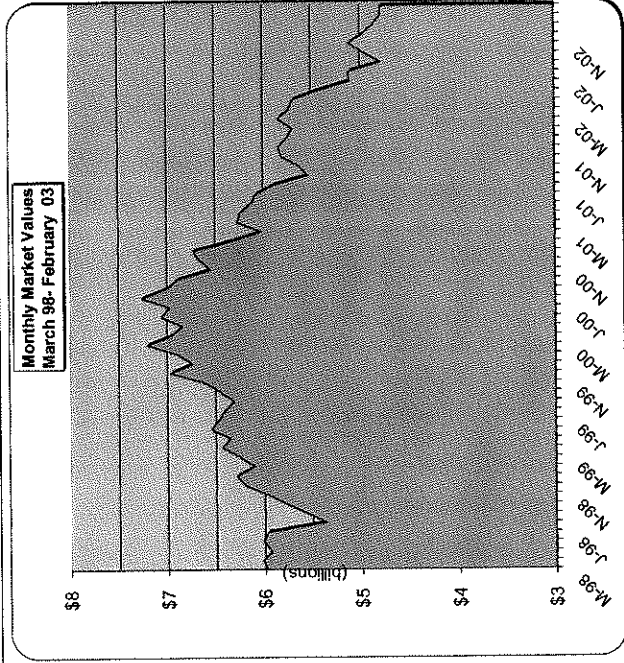
Index Performance Summary - February 2003		
Market Indices	Feb-03	Calendar YTD
Domestic Equity		
S & P 500	-1.50%	-4.08%
Wilshire 5000	-1.69%	-4.17%
Russell 2000	-3.02%	-6.71%
Russell 2500	-2.40%	-5.00%
Russell 1000	-1.55%	-3.93%
Policy Index	-0.92%	-2.95%
International Equity		
MSCI ACWI	-2.05%	-5.49%
Fixed Income		
Lehman AGG	1.38%	1.48%
Real Estate		
Wilshire RE Sec Inde	1.46%	-1.51%

ERSRI Performance By Asset Class	Feb-03	Calendar YTD
Domestic Equity	-1.47%	-3.87%
Fixed Income	1.44%	1.86%
International Equity	-2.92%	-7.75%
Total Fund Composite*	-1.17%	-2.98%
Manager Summary		
	Feb-03	CYTD
DOMESTIC EQUITY		
Schott Capital Mgmt IRR	0.00%	N/A
SSgA Core	-0.99%	-2.73%
PIMCO	-1.26%	-3.70%
Columbia	-1.47%	-1.75%
Wellington Mgmt	-2.56%	-5.82%
NorthPointe	-4.56%	-7.15%
Wasatch	-6.00%	-9.61%
Total Domestic Equity	-1.47%	-3.87%
FIXED INCOME		
Taplin Canida & Habacht	2.60%	2.99%
Fleet Investment Advisors	1.68%	1.41%
Brown Brothers, Harriman	1.63%	1.91%
Mackay Shield	1.28%	6.02%
Sherkman	0.86%	1.60%
Fidelity	0.62%	0.70%
InState Fixed Income	0.56%	1.12%
Total Fixed Income	1.44%	1.86%
INTERNATIONAL EQUITY		
Putnam Investments	-1.90%	-6.23%
Bank of Ireland	-3.99%	-9.35%
Total International Equity	-2.92%	-7.75%

*Total Fund Composite includes all classes

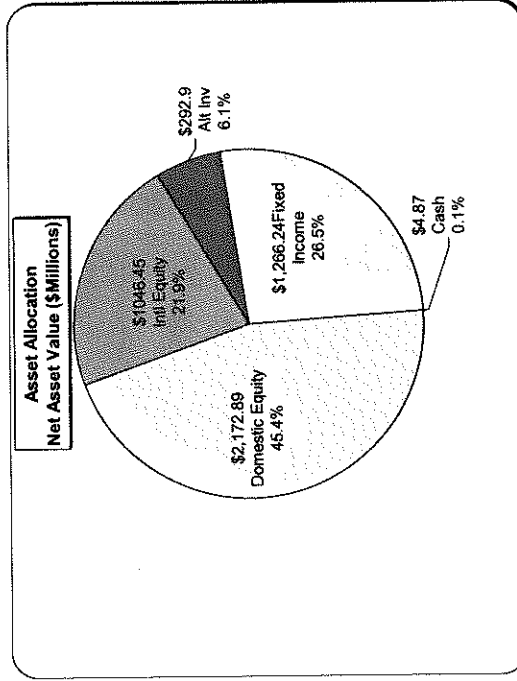
Market Values

The total portfolio value decreased in February by \$78 million, including transfers, to \$4.783 billion. This compares with a decrease in value of \$60 million for the same period in 2002. Primarily as a result of the rebalancing that took place in February, the domestic equity market values increased by \$101 million; fixed income decreased by \$257 million, including transfers, while international equity values were up by \$97 million. Alternative investments decreased in value by \$8 million while the cash accounts were down by \$12 million.



Asset Allocation

The domestic equities portfolio is over-allocated by 0.5%. The fixed income portfolio is over-allocated by 1.4%. The international equity portfolio is under-allocated by 0.6%, while the alternative investment assets are under-allocated by 1.4%. Domestic and international equities targets each include an additional 2.5% for future real estate allocations.



*Employees' Retirement Systems of Rhode Island
Summary of Transfers by Asset Class
February 28, 2003*

Manager Funding

A summary of cash transfers by asset class which took place during January is presented at right. Such transfers are required to provide sufficient cash for alternative investment funding as well as to meet current retirement payroll obligations (\$21.5 MM).

Cash Flow

February's pension payroll of \$40.9 million exceeded the \$23.6 million in contributions received by \$17.3 million. To meet this shortfall and other obligations, \$21.5 million was transferred from long term investments.

Alternative Investments

At this time the alternative investment asset class has unfunded commitments of approximately \$328.9 million, on commitments of \$657.4 million.

**CAPITAL CALLS
Net of Contributions**

FEBRUARY 2003	FYTD	UNFUNDED BALANCE
\$8,350,967	\$38,944,173	\$328,900,883
FEBRUARY 2002	FYTD	UNFUNDED BALANCE
\$6,047,876	\$18,838,254	\$260,668,009

Asset Class	Cash In	Cash Out
Domestic Equities	957,500,499	-1,203,251,918
Int'l Equities	427,507,615	-398,484
Fixed Income	164,835	-276,757,278
Real Estate	0	0
Alternative Investments	8,974,113	-1,491,957
Cash outside Trust	15,323,846	-21,500,000
Cash in Trust	1,624,683	-8,974,114
TOTAL	1,411,095,591	-1,512,373,751

Expenses

Expenses accrued during February totalled \$2,383,669 was comprised of private equity fees and the quarterly reimbursement to the General Fund for the cost of operating the Employees Retirement System.

Short Term Cash

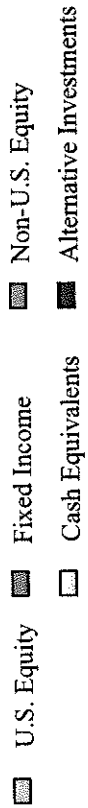
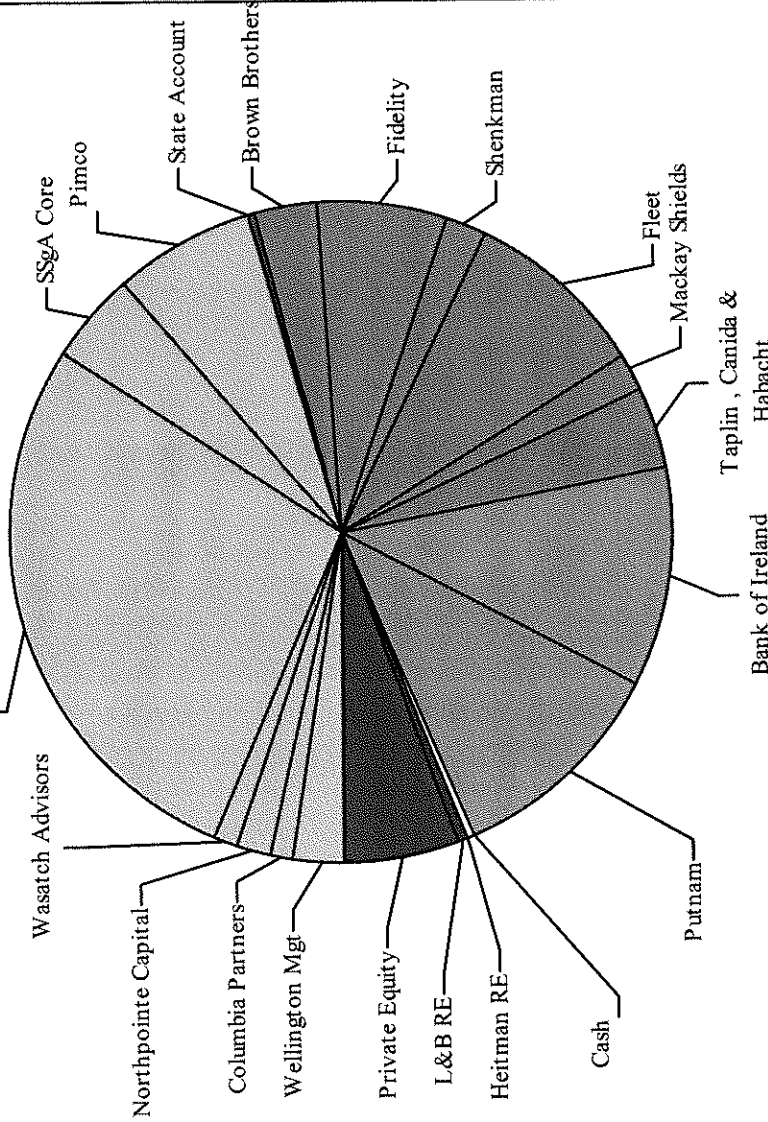
The short term cash portfolio had an 17 day weighted average maturity vs 18.5 days in January, and 6.8 days in February of 2002. The length in maturity is due primarily to the FY 04 tobacco funds being invested thru July of this year. Investments at February 28th totaled \$411.1 million. Interest earned during the month was \$93,619 of which \$11,862 was credited to the retirement accounts. The average investment rate of 1.21% was 5 basis points above the average 30 day treasury rate.

Individual Manager Allocation

February 28, 2003

\$ 4,785 MM

SSgA Russell 1000



Portfolio	\$MM	Allocation
Columbia Partners	59	1.2
Northpointe Capital	79	1.7
PIMCO	323	6.8
SSgA - Core	220	4.6
SSgA Russell 1000	1331	27.8
SSgA Russell 1000 Value	1	0.0
Wasatch Advisors	49	1.0
Wellington Management	113	2.4
U.S. Equity	2,178	45.5
Brown Bros. Harriman	\$ 141	3.0
Fidelity Mgmt. Trust	305	6.4
Fleet Investment	416	8.7
Loomis Sayles	1	0.0
Mackay Shields	96	2.0
Shenkman Capital	93	2.0
State Account	22	0.5
Taplin, Canida & Habacht	188	3.9
Fixed Income	1,263	26.4
Bank of Ireland	\$ 519	10.8
Putnam Investments	527	11.0
International Equity	1,046	21.9
Heitman Real Estate	\$ 3	0.1
L&B Real Estate	19	0.4
Private Equity	271	5.7
Contingency Reserve	1	0.0
Alternative Invest.	293	6.1
Cash Account (inside)	\$ -1	0.0
Cash Account (outside)	6	0.1
Cash Equivalents	5	0.1
Total	\$4,785	100.0

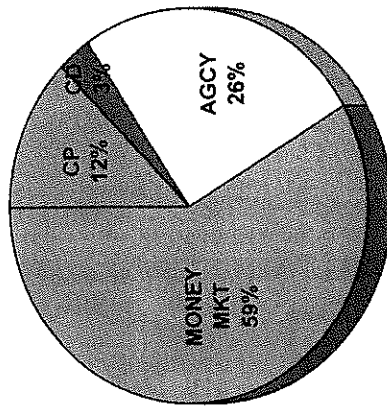
Market Environment
Quarter Ended February 28, 2003

	QTR	YTD	1YR.	2YRS.	3YRS.	4YRS.	5YRS.
U.S. EQUITY							
RUSSELL 2000	-10.96	-5.71	-22.10	-11.59	-13.37	-0.75	-3.59
RUSSELL 2000 GROWTH	-11.84	-5.31	-26.79	-19.84	-27.52	-8.51	-8.91
RUSSELL 2000 VALUE	-10.10	-6.08	-18.40	-3.86	4.08	5.96	0.61
S&P 500	-9.72	-4.08	-22.68	-16.36	-13.72	-7.96	-2.99
WILSHIRE 5000	-9.48	-4.17	-21.59	-15.24	-15.00	-7.12	-3.17
INTERNATIONAL EQUITY							
MSCI AC WORLD FREE ex US	-8.52	-5.47	-16.33	-16.64	-17.20	-7.28	-5.54
MSCIEAFE	-9.52	-6.37	-17.46	-18.23	-17.98	-8.79	-6.19
U.S. FIXED INCOME							
FB DOM PLUS HIGH YIELD	5.56	4.34	7.44	3.14	2.41	2.09	1.78
FB GLOBAL HIGH YIELD	5.51	4.24	7.23	3.06	2.46	2.53	7.60
LB AGGREGATE	3.58	1.48	9.93	8.79	10.32	7.94	7.58
SSBI BROAD INV GRADE	3.61	1.50	9.82	8.74	10.28	7.90	7.58
SSBI LARGE PENSION FUND	5.23	2.17	12.51	9.94	11.68	8.46	
SSBI LPF COLLATERALIZED	2.04	0.97	7.69	7.92	9.65	7.66	
TOTAL PLAN	-5.40	-2.98	-12.51	-9.81	-9.02	-3.67	-0.46

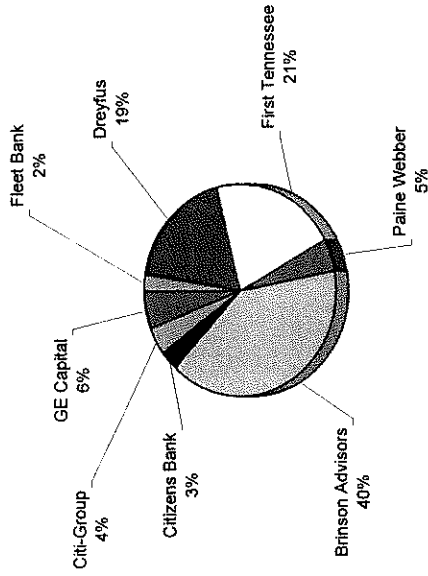
RHODE ISLAND STATE INVESTMENT COMMISSION

SHORT TERM CASH INVESTMENTS AT FEBRUARY 28, 2003

Portfolio By Instrument



Portfolio by Issuer



REPO	= Repurchase Agreement
CP	= Commercial Paper
CD	= Certificate of Deposit
ETD	= Euro Time Deposit
Agency	= US Government Agency

Note: Money Market Investments, when adjusted for TANS Proceeds are 31% of Portfolio and within guidelines.
 Note 2: Brinson Advisors, when adjusted for TANS Proceeds are less than 1% of Portfolio and within guidelines.

State of Rhode Island
Office of the General Treasurer
Short-Term Investments

Issuer Credit Ratings
February, 2003

Issuer	Issuer Ratings		S-T Debt Rating		L-T Debt Rating		Credit Outlook	
	Moody's		Moody's	S&P	Moody's	S&P	S&P	
FleetBoston	A1		P-1	A-1		A1	A	Negative
Chase Securities	Aa3		P-1	A-1		Aa3	A+	Negative
Citigroup Inc.	Aa1		P-1	A-1+		Aa1	AA-	Stable
Citizens Bank RI	Aa2		P-1	A-1+		Aa2	AA-	Stable
Dreyfus	Aa3		P-1	A-1+		Aa3	AA-	Stable
First Tennessee Capital Markets	A1		P-1	N/A		A1	A-	Stable
GE Capital	Aaa		P-1	A-1+		Aaa	AAA	Stable
Morgan Stanley	Aa3		P-1	A-1		Aa3	A+	Stable
Paine Webber	Aa2		P-1	A-1+		Aa2	AA+	Negative
UBS Brinson Advisors	Aa2		P-1	N/A		Aa2	AA+	Negative
State Street Bank & Trust Company	Aa2		P-1	A-1+		Aa2	AA	Stable
SunTrust Equitable Securities	Aa2		P-1	A-1		Aa2	A+	Stable

Ratings Definitions

Moody's Short-Term Debt Ratings:

P-1 - Prime-1 have a superior ability for repayment of sr. S-T debt obligations
P-2 - Prime-1 have a strong ability for repayment of sr. S-T debt obligations
P-3 - Prime-1 have an acceptable ability for repayment of sr. S-T debt obligations
NP - Not Prime

Moody's Issuer Rating Symbols:

Aaa - Offer exceptional financial security (high-grade)
Aa - Offer excellent financial security (high-grade)
A - Offer good financial security
Baa - Offer adequate financial security
Ba - Offer questionable financial security
B - Offer poor financial security
Caa - Offer very poor financial security
Ca - Offer extremely poor financial security
C - Lowest rated class, usually in default

Modifiers:

1 - Higher end of letter rating category
2 - Mid-range of letter rating category
3 - Lower end of letter rating category

Moody's Long-Term Debt Ratings:

Aaa - Best Quality
Aa - High Quality
A - Possess many favorable investment attributes
Baa - Medium-grade obligations
Ba - Possess speculative elements
B - Generally lack characteristics of desirable investments
Caa - Poor standing
Ca - Speculative in a high degree
C - Lowest rated class of bonds

Modifiers:

1 - Higher end of letter rating category
2 - Mid-range of letter rating category
3 - Lower end of letter rating category

S&P Short-Term Credit Ratings:

A-1 - Highest rated, strong capacity to meet obligations
A-2 - Somewhat more susceptible to adverse effects of changes in financial conditions, satisfactory
A-3 - Exhibits adequate protection parameters
B - Significant speculative characteristics, faces major ongoing uncertainties
C - Vulnerable to non-payment
D - Payment default
Modifiers:
+ or - show relative standing within the category.

S&P Outlook Definitions:

Positive - A rating may be raised
Negative - A rating may be lowered
Stable - A rating is not likely to change
Developing - May be raised or lowered
NM - Not meaningful

S&P Long-Term Debt Ratings:

AAA - Highest rating, extremely strong
AA - Differs slightly from highest rating, very strong
A - Somewhat more susceptible to adverse effects of change in economic condition, strong
BBB - Exhibits adequate protection parameters
BB, B, CCC, CC, C - Have significant speculative characteristics. BB least speculative, C highest degree.
D - Payment default

Modifiers:

+ or - show relative standing within the category.



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

Paul J. Tavares
General Treasurer

March 19, 2003

State Investment Commission
Rhode Island State House
Providence, RI 02903

This is to certify that the amounts so listed below 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 February 28, 2003.

**Employees' Retirement System of Rhode Island
Composite Reporting Investment Valuation
February 28, 2003**

Asset Class		
Cash/Short Term Investments		\$ 109,592,701
Equities – Domestic		\$ 2,152,978,781
Equities – International		\$ 1,040,898,484
Fixed Income – Government	\$ 481,345,297	
Fixed Income – Corporate	\$ 683,359,258	
Fixed Income – In State	\$ 22,424,138	
Total Fixed Income		\$ 1,187,128,693
Alternative Investments		\$ 292,413,112
Other – Escrow		\$ 500,000
Total Fund Investments		\$ 4,783,511,770
Plan Allocation		
State Employees & Teachers	86.577%	\$ 4,141,421,043
Municipal Employees	12.918%	\$ 617,946,215
State Police	0.310%	\$ 14,826,241
Judicial	0.195%	\$ 9,318,271
Total Fund Investments	100.000%	\$ 4,783,511,770

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

Respectfully submitted,

Paul J. Tavares
General Treasurer

Monthly SIC Letter for Book.doc

ERSRI Monthly Market Value Report With Time Weighted Returns
February 28, 2003

	Performance		Benchmark Description	Performance		Valuation Change		Increase/Decrease	
	Calendar YTD	Alpha		Current Month	Alpha	Market Value 11/31/2003	Transfers		
							Market Value 2/28/03		In(out)
	Performance	Benchmark		Benchmark					
Domestic Equity									
Shott Capital Management IRR	0.00%	N/A	S & P 500	N/A	N/A	17	(17)	-	
SSgA New Passive	N/A	N/A	Russell 1000	N/A	N/A	-	957,230,769	1,329,839,718	
SSgA Core	-2.73%	-3.93%	Russell 1000	-1.55%	0.56%	233,961,697	(11,978,355)	219,759,077	
PIMCO	-3.70%	-4.08%	S & P 500	-1.26%	0.24%	351,233,463	(23,956,710)	323,102,725	
NorthPointe Capital	-7.15%	-5.71%	Russell 2000 Value	-4.56%	-3.02%	82,740,968	10,545	78,978,921	
Wellington Mgmt	-8.82%	-5.71%	Russell 2000	-2.56%	0.46%	115,675,729	18,315	112,733,080	
Wasatch Advisors	-9.61%	-5.71%	Russell 2000	-6.00%	-2.98%	52,353,433	6,105	49,217,203	
Columbia Mgmt	-1.75%	-5.32%	Russell 2000 Growth	-1.47%	1.20%	60,146,824	6,105	59,266,803	
Transition Account	N/A	N/A	N/A	N/A	N/A	1,178,651,254	(1,145,094,371)	3,496,110	
Total Domestic Equity	-3.87%			-1.47%		2,074,763,385	(223,757,614)	2,176,393,637	
International Equity									
Bank of Ireland	-9.35%	-5.49%	MSCI ACWI	-3.99%	-1.70%	458,819,974	78,837,149	518,783,333	
Putnam Investments	-6.23%	-5.49%	MSCI ACWI	-1.90%	0.39%	489,779,032	47,340,487	527,655,622	
Transition Account	N/A	N/A	N/A	N/A	N/A	18,284	-	14,423	
Total International Equity	-7.75%			-2.92%		948,617,290	126,177,616	1,046,453,377	
Fixed Income									
Fleet Investment Advisors	1.41%	1.78%	Lehman Govt/Credit Bond Index	1.58%	-0.10%	507,519,363	(98,947,275)	416,193,016	
Fidelity Management & Research	0.70%	0.96%	Solomon Mortgage Index	0.62%	-0.06%	376,245,553	(72,959,485)	305,312,812	
Brown Brothers, Harriman	1.91%	1.50%	Salomon Brd Inv Grate	1.63%	0.21%	178,784,417	(40,093,465)	141,187,140	
In-State Fixed Income	1.12%	N/A	N/A	0.56%	N/A	22,442,581	(143,278)	22,424,138	
Taplin, Canida & Habacht	2.99%	2.33%	Lehman Credit Index	2.60%	0.60%	216,969,392	(33,974,470)	187,947,897	
Mackay Shields	6.02%	4.24%	CS First BoshYield	1.28%	-0.20%	114,323,387	(19,987,235)	95,610,288	
ShenKman Capital Mgmt	1.60%	4.24%	CS First BoshYield	0.86%	-0.62%	103,168,521	(10,487,235)	93,495,691	
Transition Account	N/A	N/A	N/A	N/A	N/A	575,198	-	578,660	
Total Fixed Income	1.86%			1.44%		1,520,028,412	(276,582,443)	1,262,749,642	
Alternative Investments									
Pacific Corporate Group	-4.16%	N/A	Private Equity	-5.58%	N/A	279,407,619	7,482,156	271,113,407	
JMB/Heliman Advisory Group	3.28%	-1.51%	Wilshire Real Estate Securities Index	0.00%	-1.46%	2,813,231	-	2,813,231	
L & B Real Estate Counsel	0.48%	-1.51%	Wilshire Real Estate Securities Index	0.00%	-1.46%	18,621,245	-	18,621,245	
Bank Acquisition Contingency	0.00%	N/A	N/A	N/A	N/A	501,136	(568)	501,548	
Total Alternatives	-3.80%			-5.18%		301,343,231	7,481,588	293,049,430	
Cash Accounts									
Cash in Trust	7.40%	N/A	N/A	4.65%	N/A	15,114,109	(7,349,430)	(1,192,677)	
Internal Cash	0.19%	N/A	N/A	0.09%	N/A	1,846,007	(6,176,154)	6,058,361	
Total Cash	N/A			N/A		16,960,116	(13,525,584)	4,865,684	
Fund Grand Total	-2.98%			-1.17%		4,861,712,434	(380,216,437)	4,783,511,770	

*Policy Index:
52.5% Wilshire 5000
27.5% Lehman Aggregate
20.0% MSCI ACWI X-US

**STATE OF RHODE ISLAND
SUMMARY OF MANAGER PERFORMANCE
RATES OF RETURN
Periods Ending February 28, 2003**

	MKT VAL	% OF FUND	1 Month	3 Months	6 Months	YTD	FYTD	1 Year	2 Years	3 Years	4 Years	5 Years
U.S. EQUITY												
COLUMBIA PARTNERS	59,267	1.24	-1.47	-6.99	-3.59	-1.75	-13.94	-24.98				
J.P. MORGAN	71	0.00										
NORIHPOINTE CAPITAL	78,979	1.65	-4.56	-9.32	-6.52	-7.15	-17.97	-20.83				
PIMCO	323,103	6.75	-1.26	-9.11	-6.91	-3.70	-13.16	-22.69	-15.84			
SSGA - CORE	219,759	4.59	-0.99	-8.17	-8.11	-2.73	-13.36	-18.26	-11.03	-11.91	-5.30	
SSGA RUSSELL 1000	1,331,082	27.82										
SSGA RUSSELL 1000 VALUE	521	0.01										
SSGA WILSHIRE 5000	-5	-0.00										
SSGA TRANSITION ACCOUNT	3,130	0.07										
WASATCH ADVISORS	49,217	1.03	-6.00	-13.40	-17.80	-9.61	-30.06	-34.55				
WELLINGTON MANAGEMENT CO. LLC	112,733	2.36	-2.56	-12.39	-5.24	-5.82	-16.93	-31.05				
TOTAL US EQUITY	2,177,857	45.52	-1.47	-9.17	-7.12	-3.87	-14.65	-21.85	-15.92	-16.77	-9.12	-4.02
RUSSELL 2000												
RUSSELL 2000 GROWTH			-3.02	-10.96	-7.09	-5.71	-21.32	-22.10	-11.59	-13.37	-0.75	-3.59
RUSSELL 2000 VALUE			-2.67	-11.84	-5.55	-5.31	-20.11	-26.79	-19.84	-27.52	-8.51	-8.91
S&P 500			-3.36	-10.10	-8.50	-6.08	-22.44	-18.40	-3.86	4.08	5.96	0.61
WILSHIRE 5000			-1.50	-9.72	-7.29	-4.08	-13.96	-22.68	-16.36	-13.72	-7.96	-2.99
			-1.69	-9.48	-7.04	-4.17	-14.04	-21.59	-15.24	-15.00	-7.12	-3.17
INTERNATIONAL EQUITY												
BANK OF IRELAND	518,780	10.84	-3.99	-13.15	-14.47	-9.35	-23.42	-21.26				
PUTNAM INVESTMENTS	527,335	11.02	-1.90	-9.25	-8.81	-6.23	-17.93	-17.28				
BARING ASSET MANAGEMENT	0	0.00										
SCHRODER CAPITAL MANAGEMENT	1	0.00										
SCUDDER KEMPER INVESTMENTS	13	0.00										
TOTAL INTERNATIONAL EQUITY	1,046,130	21.86	-2.92	-11.16	-11.61	-7.75	-20.64	-19.22	-18.40	-18.73	-7.85	-4.69
MSCI AC WORLD FREE ex US (GROSS)												
MSCIEAFE (NET)			-2.03	-8.52	-9.68	-5.47	-18.48	-16.33	-16.64	-17.20	-7.28	-5.54
			-2.29	-9.52	-11.03	-6.37	-20.00	-17.46	-18.23	-17.98	-8.79	-6.19
U.S. FIXED INCOME												
BROWN BROTHERS HARRIMEN	141,187	2.95	1.63	4.29	4.52	1.91	8.12	10.49	8.86	10.90	7.71	7.92
FIDELITY MANAGEMENT TRUST	305,313	6.38	0.62	1.92	2.94	0.70	5.08	7.99	8.21	10.13	8.09	7.79
FLEET INVESTMENT	416,193	8.70	1.68	3.82	4.61	1.41	8.54	10.35	8.30	10.81	7.05	7.80
LOOMIS SAYLES	579	0.01										
MACKAY SHIELDS, LLC	95,610	2.00	1.28	9.81		6.02						
SHENKMAN CAPITAL MANAGEMENT	93,496	1.95	0.86	2.40		1.60						

**STATE OF RHODE ISLAND
SUMMARY OF MANAGER PERFORMANCE
RATES OF RETURN
Periods Ending February 28, 2003**

	MKT VAL	% OF FUND	1 Month	3 Months	6 Months	YTD	FYTD	1 Year	2 Years	3 Years	4 Years	5 Years
U.S. FIXED INCOME												
STATE ACCOUNT	22,424	0.47	0.56	1.67	3.37	1.12	4.51	6.79	6.84			
TAPLIN, CANIDA & HABACHT	187,948	3.93	2.60	7.02	8.73	2.99	11.21	8.16	7.96	9.68	7.01	7.23
TOTAL US FIXED INCOME	1,262,750	26.39	1.44	4.13	5.01	1.86	7.32	8.06	6.03	8.56	6.41	6.70
FIRST BOSTON DOMESTIC PLUS HIGH YIELD												
FIRST BOSTON GLOBAL HIGH YIELD			1.48	5.56	9.11	4.34	7.35	7.44	3.14	2.41	2.09	
LB AGGREGATE			1.48	5.51	9.05	4.24	7.30	7.23	3.06	2.46	2.53	1.78
SSBIBROAD INV GRADE			1.38	3.58	4.74	1.48	7.80	9.93	8.79	10.32	7.94	7.60
SSBILARGE PENSION FUND			1.42	3.61	4.76	1.50	7.87	9.82	8.74	10.28	7.90	7.58
SSBILPF COLLATERALIZED			2.19	5.23	6.40	2.17	10.99	12.51	9.94	11.68	8.46	
			0.69	2.04	3.08	0.97	5.16	7.69	7.92	9.65	7.66	
ALTERNATIVE INVESTMENTS												
HEITMAN REAL ESTATE	2,813	0.06	0.00	3.28	-3.88	3.28	-3.88	-0.02	-0.61	4.66	7.51	8.98
L&B REAL ESTATE	18,621	0.39	0.00	-0.01	0.48	0.48	2.30	-7.03	0.33	3.42	4.42	5.91
PRIVATE EQUITY INVESTMENT	271,113	5.67	-5.58	-3.75	-5.25	-4.16	-6.91	-8.79	-11.46	-2.47	1.34	3.36
CONTINGENCY RESERVE FUND	500	0.01	0.00	0.00	0.00	0.00	0.00	0.00				
TOTAL ALTERNATIVE INVESTMENTS	293,048	6.12	-5.18	-3.45	-4.90	-3.80	-6.29	-8.79	-10.09			
NCREIF PROPERTY INDEX			0.00	1.67	3.49	0.00	3.49	6.74	7.02	8.74	9.39	10.73
CASH EQUIVALENTS												
CASH ACCOUNT (INSIDE)	-1,193	-0.02	4.65	11.10	37.44	7.40	47.06	98.44	83.16			
CASH ACCOUNT (OUTSIDE)	6,058	0.13	0.09	0.31	0.73	0.19	1.00	1.62	2.59			
TOTAL PLAN												
TOTAL PLAN	4,784,650	100.00	-1.17	-5.40	-4.37	-2.98	-9.35	-12.51	-9.81	-9.02	-3.67	-0.46
TOTAL PLAN BENCHMARK*			-0.91	-5.79	-4.19	-2.89	-9.10	-12.32	-9.06	-8.74	-2.80	-0.35

Asset Allocation Report Market Values at Feb 28, 2003 (\$Millions)	Style Mandate	Actual		Target		Difference	Cash	% of Total
Domestic Equity								
Shott Capital Mgmt	alternative distribution	0.00	0.0%	0.00	0.00%	0.00	0.00	0.0%
SSgA Russell 1000	Passive	1,329.84	27.8%	968.66	20.25%	361.18	1.35	0.1%
SSgA Core	active core	219.76	4.6%	215.26	4.50%	4.50	3.90	1.8%
PIMCO	Enhanced Equity	323.10	6.8%	322.89	6.75%	0.22	0.00	0.0%
NorthPointe Capital	Small Cap Value	78.98	1.7%	215.26	4.50%	-136.28	4.92	6.2%
Wellington Mgmt	Small Cap Core	112.73	2.4%	215.26	4.50%	-102.52	4.13	3.7%
Wasatch Advisors	Small Cap Growth	49.22	1.0%	107.63	2.25%	-58.41	2.88	5.8%
Columbia Mgmt	Small Cap Growth	59.27	1.2%	107.63	2.25%	-48.36	1.83	3.1%
Transition Account		3.50	0.1%	0.00	0.00%	3.50	0.04	0.0%
TOTAL DOMESTIC EQUITY		\$2,176.39	45.5%	2,152.58	45.00%	\$23.81	\$19.05	0.9%
International Equity								
Bank of Ireland	MSCI ACWI	518.78	10.8%	538.14	11.25%	-19.36	3.61	0.7%
Putnam Investments	MSCI ACWI	527.66	11.0%	538.14	11.25%	-10.49	1.94	0.4%
Transition Account	MSCI ACWI	0.01	0.0%	0.00	0.00%	0.01	(0.00)	0.0%
TOTAL INT'L EQUITY		\$1,046.45	21.9%	\$1,076.29	22.50%	-\$29.84	\$5.55	0.5%
Domestic Fixed Income								
Fleet Investment Advisors	active core	416.19	8.7%	403.73	8.44%	12.46	16.07	3.9%
Fidelity Management & Research	mortgages	305.31	6.4%	298.97	6.25%	6.34	45.02	14.7%
Brown Brothers, Harriman	opportunistic core	141.19	3.0%	134.42	2.81%	6.77	5.52	3.9%
In-State Fixed Income	short/int govt	22.42	0.5%	0.00	0.00%	22.42	0.00	0.0%
Taplin, Canida & Habacht	corporates	187.95	3.9%	179.38	3.75%	8.57	8.05	4.3%
Mackay Shields	high yield	95.61	2.0%	89.69	1.88%	5.92	2.00	2.1%
Shenkman Capital Mgmt	high yield	93.50	2.0%	89.69	1.88%	3.80	2.43	2.6%
Transition Account		0.58						
TOTAL FIXED-INCOME		1,262.75	26.4%	1,195.88	25.00%	\$66.29	\$79.09	6.3%
Alternative Investments								
JMB/ Heitman Advisory Corp	real estate	2.81	0.1%					
L&B Real Estate Counsel	real estate	18.62	0.4%					
Shott Capital Mgmt	alternative distribution	0.00	0.0%				0.1	0.1%
Pacific Corp Group	Private Equity	271.11	5.7%					
Bank Disposition	contingency	0.50	0.0%					
TOTAL ALTERNATIVE INVESTMENTS		\$293.05	6.1%	\$358.76	7.50%	-\$65.72	\$0.14	0.0%
CASH EQUIVALENTS	STIF, Yield+	4.87	0.1%	0.00	0.00%	4.87	4.87	100.0%
TOTAL ASSETS		\$4,783.51	100.0%	\$4,783.51	100.00%	-\$0.58	\$108.70	2.3%
Allocation By Management Style								
Domestic Equity								
Core		219.76	4.6%	215.26	4.50%	4.50	3.90	1.8%
Index		1,329.84	27.8%	968.66	20.25%	361.18	1.35	0.1%
Enhanced Equity		323.10	6.8%	322.89	6.75%	0.22	-	0.0%
Alt Distribution		-	0.0%	-	0.00%	-	-	0.0%
Active Small Cap		303.69	6.3%	645.77	13.50%	(342.08)	13.80	4.5%
TOTAL DOMESTIC EQUITY		\$2,176.39	45.5%	2,152.58	45.00%	23.81	19.05	0.9%
International Equity								
Active		1,046.45	21.9%	1,076.29	22.50%	(29.84)	5.55	0.5%
TOTAL INT'L EQUITY		\$1,046.45	21.9%	\$1,076.29	22.50%	(\$29.84)	\$5.55	0.5%
Domestic Fixed Income								
Mortgage		305.31	15.1%	298.97	6.25%	6.34	45.02	14.7%
Core		579.80	3.4%	538.14	11.25%	41.66	21.59	3.7%
Corporates		187.95	3.9%	179.38	3.75%	8.57	8.05	4.3%
High Yield		189.68	4.0%	179.38	3.75%	10.30	4.43	2.3%
TOTAL FIXED-INCOME		\$1,262.75	26.4%	\$1,195.88	25.00%	\$66.87	\$79.09	6.3%
Alternative Investments								
Real Estate		21.43	0.4%				0.14	
Other Alternative Investments		271.61	5.7%					
TOTAL ALTERNATIVE INVESTMENTS		\$293.05	6.1%	\$358.76	7.50%	(\$65.72)	0.14	
CASH EQUIVALENTS	STIF, Yield+	4.87	0.1%	0.00	0.00%	4.87	4.87	100.0%
TOTAL ASSETS		\$4,783.51	100.0%	\$4,783.51	100.00%	(\$0.00)	\$108.70	2.3%

RHODE ISLAND STATE INVESTMENT COMMISSION
Domestic Equity Holdings By Top 10 Market Values

FEBRUARY 28, 2003

<i>Equities</i>				
<u>RANK</u>	<u>SECURITY NAME</u>	<u>PAR VALUES/SHARES</u>	<u>BASE MARKET AMOUNT</u>	<u>MONEY MANAGERS</u>
1	EXXON MOBIL CORP	516,370	\$17,566,907	SSgA
2	GENERAL ELC. CO	703,100	16,909,555	SSgA
3	MICROSOFT CORP	705,700	16,725,090	SSgA
4	PFIZER INC	448,400	13,371,288	SSgA
5	CITIGROUP INC	389,233	12,977,028	SSgA
6	JOHNSON + JOHNSON	244,000	12,797,800	SSgA
7	MERCK + CO INC	183,900	9,700,725	SSgA
8	BANK AMER CORP	131,500	9,105,060	SSgA
9	PROCTER & GAMBLE CO	106,700	8,734,462	SSgA
10	INTEL CORP	503,900	8,692,275	SSgA
		6.97%	\$126,580,190	
Total Composite Equities		\$1,816,616,416		

International Equity Holdings By Top 10 Market Values

FEBRUARY 28, 2003

<i>International Equities</i>				
<u>RANK</u>	<u>SECURITY NAME</u>	<u>PAR VALUES/SHARES</u>	<u>BASE MARKET AMOUNT</u>	<u>MONEY MANAGERS</u>
1	NESTLE SA	189,353	\$38,120,801	Bank of Ireland,Putnam
2	TOTAL FINA ELF	287,802	38,029,704	Bank of Ireland,Putnam
3	VODAFONE GROUP	16,756,244	30,021,780	Bank of Ireland,Putnam
4	NOVARTIS AG	774,194	28,431,929	Bank of Ireland,Putnam
5	CANON INC	772,000	27,882,765	Bank of Ireland,Putnam
6	GLAXOSMITHLINE	1,255,508	22,069,477	Bank of Ireland,Putnam
7	HSBC HLDGS	1,983,902	21,373,944	Bank of Ireland,Putnam
8	UBS AG	496,400	20,829,134	Bank of Ireland,Putnam
9	DIAGEO	2,069,623	20,537,149	Bank of Ireland,Putnam
10	SHELL TRNSPT+TRDG	3,529,736	20,445,760	Bank of Ireland,Putnam
		25.59%	\$267,742,443	
Total Composite International Equities		\$1,046,450,407		

Manager

Manager	Inception Date	Partnership Commitment	Prior Funding Thru 10/31/02	Current Month Funding	Cumulative Total at 11/30/02	Unfunded Balance	Market Values at 11/30/02
<i>Parthenon Investors, L.P.</i>	Feb 1999	15,000,000	11,717,052	0	11,717,052	3,282,948	11,573,792
<i>Parthenon Investors II, L.P.</i>	Dec 2000	20,000,000	2,901,821	0	2,901,821	17,098,179	2,810,855
<i>Providence Equity Partners</i>	Dec 1996	10,000,000	3,955,107	0	3,955,107	6,044,893	3,507,635
<i>Providence Equity Partners III L.P.</i>	Dec 1998	15,000,000	8,485,770	0	8,485,770	6,514,230	2,858,315
<i>Providence Equity Partners IV L.P.</i>	Sep 2000	25,000,000	4,971,668	198,973	5,170,641	19,829,359	5,259,170
<i>SKM Equity Fund II</i>	Dec 1996	10,000,000	7,774,718	0	7,774,718	2,225,282	7,210,383
<i>THL Equity Fund IV</i>	Dec 1997	9,000,000	7,185,069	0	7,185,069	1,814,931	6,232,170
<i>TPG Partners</i>	Apr 1997	10,000,000	8,082,662	0	8,082,662	1,917,338	4,875,123
<i>Triumph Partners III</i>	Feb 1998	15,000,000	9,696,209	0	9,696,209	5,303,791	11,227,278
<i>VS & A Communications Pturs III L.P.</i>	Nov 1998	15,000,000	8,717,413	691,139	9,408,552	5,591,448	6,302,721
<i>Wellspring Capital Partners</i>	Sep 1998	15,000,000	7,820,758	0	7,820,758	7,179,242	7,865,848
<i>Wellspring Capital Partners III</i>	Sep 2002	20,000,000	4,755,788	0	4,755,788	15,244,212	4,755,788
<i>Welsh, Carson, Anderson & Stowe</i>	Oct 1995	15,000,000	12,064,326	0	12,064,326	2,935,674	8,743,800
<i>Willis Stein</i>	Jun 1996	5,000,000	2,616,408	0	2,616,408	2,383,592	1,428,214
<i>Real Estate Investments</i>	Various	80,544,204	31,386,984	0	31,386,984	0	21,434,476
<i>Contingency Fund</i>		500,000	500,000	0	500,000	0	500,000
TOTALS:		\$738,511,007	\$351,171,370	\$8,350,587	\$359,521,957	\$328,900,883	\$292,911,823

* Euro to dollar equivalency

**Retirement Systems
Investment Earnings
Fiscal Year 2003 to Date Summary**

**ERSRI
&
MERSRI** **at February 28, 2003**

	<u>LONG TERM</u>	<u>SHORT TERM</u>	<u>TOTAL</u>
INTEREST SOLD	\$20,526,510		\$20,526,510
SECURITIES LENDING	1,027,595		1,027,595
DIVIDENDS	19,964,771		19,964,771
INTEREST	61,582,159	102,109	61,684,268
MISCELLANEOUS	(33,749)		(33,749)
CAPITAL GAINS/LOSSES	(693,363,242)		(693,363,242)
GRAND TOTAL:	(\$590,295,956)	\$102,109	(\$590,193,847)

FISCAL YEAR 2003

ERSRI & MERSRI

INVESTMENT MANAGER FEES, PROFESSIONAL FEES & OPERATING EXPENSES

ACCRUAL BASIS

	Actual Jul 02	Actual Aug	Actual Sept	Actual Oct	Actual Nov	Projected Dec	Projected Jan 03	Projected Feb	Projected Mar	Projected Apr	Projected May	Projected Jun	Projected TOTAL
EQUITIES													
<i>Prudential Investmnt</i>			97,120			100,000			125,000			125,000	447,120
<i>JP Morgan</i>			150,360			160,000			170,000			170,000	650,360
<i>SSgA Core</i>			168,665			158,451			175,000			175,000	677,116
<i>SSgA Russell</i>			14,188			14,429			20,000			20,000	68,617
<i>Short Capital</i>			867			900			900			900	3,567
<i>SSgA Wislshire 5000</i>			38,919			39,915			50,000			50,000	178,834
<i>PIMCO</i>									1,000,000				1,000,000
<i>Columbia Pfrs</i>			124,109			125,000			130,000			135,000	514,109
<i>Wellington Mgmt</i>			209,347			215,000			225,000			225,000	874,347
<i>Wasatch Advisors</i>									620,000				620,000
<i>NorthPointe</i>			145,571			150,000			160,000			160,000	615,571
FIXED INCOME													
<i>Fleet Investment Advisors</i>			207,126			207,500			207,500			207,500	829,626
<i>Brown Bros.</i>			96,075			92,476			115,000			115,000	418,552
<i>Fidelity</i>			140,635			140,000			140,000			140,000	560,635
<i>Teplin</i>			134,489			140,000			150,000			150,000	574,489
<i>Mackay Shields</i>			144,419			121,092			155,000			155,000	575,511
<i>Shenman</i>			53,274			55,000			60,000			75,000	243,274
INTL EQUITIES													
<i>Bank of Ireland</i>			388,871			388,000			388,000			388,000	1,552,871
<i>Putnam Investments</i>			433,965			433,000			433,000			433,000	1,732,965
REAL ESTATE													
<i>Heitman Advisory</i>			4,000			4,000			4,000			4,000	16,000
<i>L & B Real Estate</i>			85,836			130,000			130,000			130,000	475,836
ALTERNATIVE INVESTMENTS													
<i>Other Alt Inv Mgmt Fees</i>	804,486	176,384	137,707	132,033	366,926	704,835	6,327,082	28,162	15,000	300,000	265,000	180,000	9,437,615
SUB TOTAL - INV MGMT FEES	804,486	176,384	2,775,542	132,033	366,926	3,379,599	6,327,082	28,162	2,853,400	300,000	1,885,000	3,038,400	22,067,014
PROFESSIONAL FEES													
<i>Consulting</i>													0
<i>Legal</i>	6,300	3,500	6,250	7,600	6,500	10,500	3,500	3,500	3,500	3,500	3,500	3,500	61,650
<i>State Street Bank Custodial</i>	14,943	11,452	20,212	10,702	7,958	22,000	22,000	22,000	22,000	22,000	22,000	22,000	219,268
<i>Pacific Corp Group</i>			68,750		68,750				68,750			68,750	275,000
<i>Wislshire Assoc</i>	16,667	16,667	16,667	16,667	16,667	16,667	16,667	16,667	16,667	16,667	16,667	16,667	200,004
OPERATING EXPENSE													
<i>Retirement Transfers</i>			2,313,340			2,313,340		2,313,340				2,400,000	9,340,020
<i>Other Expense</i>													
TOTAL:	842,396	208,003	5,200,761	167,002	466,801	5,742,106	6,369,249	2,383,669	2,964,317	342,167	1,927,167	5,549,317	32,162,955

CASH FLOW ANALYSIS - INCOME & EXPENSES

Employees Retirement System

FISCAL YEAR 2003

FY 2002-03 Actual July 2002	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 2003	Actual February	Projected March	Projected April	Projected May	Projected June	Projected TOTAL
35,574,521	37,073,530	37,007,777	36,820,823	36,663,139	36,629,118	37,739,628	37,743,634	37,000,000	37,000,000	37,000,000	37,000,000	443,252,170
36,560	36,553	2,100,884	36,533	96,061	2,039,981	36,513	2,039,327	2,750,000	40,000	40,000	2,750,000	12,002,412
697,528	152,901	2,814,493	114,393	317,781	2,977,675	5,478,812	24,382	3,200,000	285,000	255,000	3,400,000	19,717,965
36,308,609	37,262,984	41,923,154	36,971,749	37,076,981	41,646,774	43,254,953	39,807,343	42,950,000	37,325,000	37,295,000	43,150,000	474,972,547
28,107,965	18,656,510	18,955,473	19,020,445	30,150,361	24,252,015	22,758,029	21,898,711	22,000,000	23,000,000	21,000,000	26,000,000	275,799,509
46,322	105,468	143,939	2,425,750	279,948	1,378,462	757,484	986,834	600,000	2,300,000	1,600,000	2,500,000	13,124,207
28,154,287	18,761,978	19,099,412	21,446,195	30,430,309	25,630,477	23,515,513	22,885,545	22,600,000	25,300,000	22,600,000	28,500,000	288,923,716
(8,154,322)	(18,501,066)	(22,823,742)	(15,525,554)	(6,646,672)	(16,016,297)	(19,739,440)	(16,921,798)	(20,350,000)	(12,025,000)	(14,695,000)	(14,650,000)	(186,048,831)

Municipal Employees Retirement System

Actual July 2002	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 2003	Actual February	Projected March	Projected April	Projected May	Projected June	Projected TOTAL
3,025,920	3,079,014	3,074,947	3,105,861	3,082,033	3,079,416	3,116,789	3,142,262	3,100,000	3,100,000	3,100,000	3,100,000	37,106,242
5,813	5,428	312,353	5,438	14,330	304,154	5,446	304,290	150,000	1,800	1,800	150,000	1,260,852
103,546	23,090	418,451	17,027	47,406	443,961	817,167	3,638	150,000	12,500	7,500	125,000	2,169,286
3,135,279	3,107,532	3,805,751	3,128,326	3,143,769	3,827,531	3,939,402	3,450,190	3,400,000	3,114,300	3,109,300	3,375,000	40,536,380
2,822,362	2,198,979	1,818,445	2,592,004	1,582,100	3,413,045	1,563,149	1,782,290	1,250,000	3,250,000	2,000,000	3,500,000	27,772,374
6,876	15,661	21,400	361,053	41,763	205,524	112,979	147,246	95,000	375,000	250,000	375,000	2,007,502
2,829,238	2,214,640	1,839,845	2,953,057	1,623,863	3,618,569	1,676,128	1,929,536	1,345,000	3,625,000	2,250,000	3,875,000	29,779,876
(306,041)	(892,892)	(1,965,906)	(175,269)	(1,519,906)	(208,962)	(2,263,274)	(1,520,654)	(2,055,000)	510,700	(859,300)	500,000	(10,756,504)

FISCAL YEAR 2000		JUL 1999	AUG	SEPT	OCT	NOV	DEC	JAN 2000	FEB	MAR	APR	MAY	JUN	YTD
FUNDING		9,823,066	5,110,752	9,901,425	6,380,627	3,468,723	8,796,622	8,253,423	8,993,081	8,615,559	7,611,390	4,752,500	3,911,269	85,618,437
DISTRIB & RET OF CAPITAL		936,824	943,255	614,451	625,662	1,479,086	2,264,032	613,896	626,829	4,401,772	1,193,941	908,508	621,479	15,229,735
GAINS/LOSSES/INCOME		4,494,508	482,472	2,183,904	1,137,446	917,857	433,686	1,006,405	288,160	9,976,688	1,546,109	502,193	2,169,983	25,139,411

FISCAL YEAR 2001		JUL 2000	AUG	SEPT	OCT	NOV	DEC	JAN 2001	FEB	MAR	APR	MAY	JUN	YTD
FUNDING		7,850,261	7,940,976	2,416,691	3,798,586	2,964,509	4,678,116	3,051,803	1,099,337	2,863,015	9,106,342	4,013,476	1,925,133	51,708,245
DISTRIB & RET OF CAPITAL		454,835	6,058,639	1,926,442	3,217,130	4,769,473	856,092	665,329	3,042,558	1,987,251	3,733,464	765,820	1,167,650	28,644,683
GAINS/LOSSES/INCOME		2,947,475	1,573,768	8,843,848	944,012	788,589	1,599,978	742,481	2,806,532	1,217,223	446,040	189,909	1,116,919	23,216,774

FISCAL YEAR 2002		JUL 2001	AUG	SEPT	OCT	NOV	DEC	JAN 2002	FEB	MAR	APR	MAY	JUN	YTD
FUNDING		2,811,969	2,446,774	887,809	7,070,705	2,539,487	4,008,151	7,307,155	6,607,182	4,926,838	2,754,691	3,785,407	3,374,775	48,520,943
DISTRIB & RET OF CAPITAL		1,900,266	572,212	1,949,501	48,098	1,255,339	1,773,166	2,539,580	559,306	2,194,701	637,233	1,183,349	3,353,124	17,965,875
GAINS/LOSSES/INCOME		443,245	20,359,100	398,539	23,394	479,230	1,882,213	10,453,060	301,945	213,708	871,873	1,101,240	2,851,061	39,378,608

FISCAL YEAR 2003		JUL 2002	AUG	SEPT	OCT	NOV	DEC	JAN 2003	FEB	MAR	APR	MAY	JUN	YTD
FUNDING		5,688,208	908,809	4,008,692	2,784,612	6,031,671	10,055,487	5,964,640	8,945,952					44,388,071
DISTRIB & RET OF CAPITAL		8,481,884	0	109,159	971,928	45,320	2,377,624	14,171	594,985					12,595,071
GAINS/LOSSES/INCOME		648,652	0	0	2,743,091	374,518	1,236,224	63,688	1,116,815					6,182,988

Rhode Island Employees Retirement System Securities Lending Report February, 2003
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<u>INVESTMENT MANAGER</u>	<u>Income</u>	<u>Average Collateral Balance</u>
<u>DOMESTIC EQUITY</u>		
Provident Investment Council	20	102,857
Columbia Partners	2,552	10,325,576
Wellington Mgmt. Co., LLP	3,440	12,690,118
Wasatch Advisors	4,368	12,690,532
NorthPointe Capital	2,896	12,227,692
JP Morgan Investment Management	49	320,798
SSgA Core	<u>1,888</u>	<u>10,661,862</u>
Total Domestic Equity	<u>\$15,212</u>	<u>\$59,019,435</u>
<u>INTERNATIONAL EQUITY</u>		
Bank of Ireland	27,283	55,645,070
Putnam Investments	<u>24,979</u>	<u>73,664,894</u>
Total International Equity	<u>\$52,262</u>	<u>\$129,309,965</u>
<u>FIXED INCOME</u>		
Fleet Investment Advisors	13,240	91,314,009
Brown Brothers, Harriman	4,186	18,938,801
Taplin, Canida & Habacht	2,722	11,904,023
MacKay Shields	4,386	15,881,451
Shenkman Capital Management	<u>3,813</u>	<u>15,747,103</u>
Total Fixed Income	<u>\$28,348</u>	<u>\$153,785,386</u>
TOTAL SECURITIES LENDING INCOME	<u>\$95,821</u>	<u>\$342,114,785</u>
 Calendar Year 2003 YTD	 <u>\$ 218,525</u>	

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 February 28, 2003

	Principal	Interest*	Total Value @ Maturity
4901 GENERAL FUND	54,076	0	54,076
4902 GENERAL FUND	0	1	1
4904 PENSION C	5,299,259	741	5,300,000
4908 PAYROLL A	3,499,618	382	3,500,000
4920 GENERAL FUND (HIST PRES)	445,526	882	446,408
5200 RI UNDERGROUND STORAGE TNK	0	0	0
5400 HIGHWAY FUND	16,556,456	3,927	16,560,384
5500 UNIVERSITY COLLEGE	4,999,167	833	5,000,000
5800 PROV. RIVER RELOCATION	0	0	0
6920 AUTO EQUIPMENT SERVICE	700,336	170	700,506
8000 T.D.I. RESERVE (DET)	68,098,189	18,161	68,116,350
8300 PERMANENT SCHOOL FUND	651,817	158	651,975
8400 EMP RETIREMENT FUND	700,000	753	700,753
8500 MUN EMP RETIREMENT FUND	500,000	538	500,538
8700 R.I. CLEAN WATER ACT	5,099,593	4,963	5,104,556
9000 BOND CAPITAL FUND	5,499,189	811	5,500,000
9400 R.I. HIGHER EDUCATION	0	0	0
9700 STATE LOTTERY FUND	20,685,187	14,813	20,700,000
9800 INDUS. BLDG. & MTG. INS.	3,307,924	2,529	3,310,453
9900 SINKING FUND	3,318,712	3,918	3,322,630
4911 TANS	114,615,841	0	114,615,841
4913 TOBACCO SETTLEMENT FY03	380,585	0	380,585
4914 TOBACCO SETTLEMENT FY04	36,666,264	575,949	37,242,214
Subtotal	291,077,740	629,531	291,707,271
8702 CLEAN WATER 1993 SER. A	34,107		
8703 CLEAN WATER 1991 SERIES A	699,605		
8704 CLEAN WATER 96 SERIES A	260,667		
8706 CLEAN WATER CCDL 1994 (A)	173,799		
8707 CAP DEV. OF 1997 SERIES A	155,554		
8708 CLEAN WATER CCDL 2002 A	493,471		
8733 CAP DEV. OF 1997 SERIES A	100,715		
8737 RI POLLUT. CONT 94 SER. A	41,454		
8739 CCDL99A 1999A	376,751		
8740 POLLUTION CONTROL CCDL200A	19,348		
8741 BOND 2001	43,315		
8742 POLLUTION CNTRL 2002 A	801,227		
9114 G.O. NOTE 1991 SER. B	3,918		
9116 BOND CCDL 1993 SERIES A	1,217,989		
9117 BOND CCDL 1994 SERIES A	1,088,261		
9120 BOND CCBL96A	1,886,217		
9121 CAP DEV OF 1997 SERIES A	1,335,840		
9123 CCDL 1998B	4,147,478		
9124 CCDL99A 1999A	12,500,076		
9125 MMG099 1999	2,004,022		
9126 BOND CAPITOL CCDL2000A	16,880,605		
9127 MULTI-MODAL GEN OBL 2000	1,558,304		
9128 BOND 2001	9,126,479		
9129 BOND CCDL 2002 SERIES A	65,358,881		
Subtotal Bond Proceed Accounts	120,108,084		
Total Short Term Portfolio	411,185,824		

* General Fund (4901,4911,4913,4914), TDI (8000), & ISTE (5400) Investments do not reflect interest earnings on Brinson Advisors and Dreyfus MM due to nature of Money Market Investments. Interest is posted on the 1st business day of the next month.

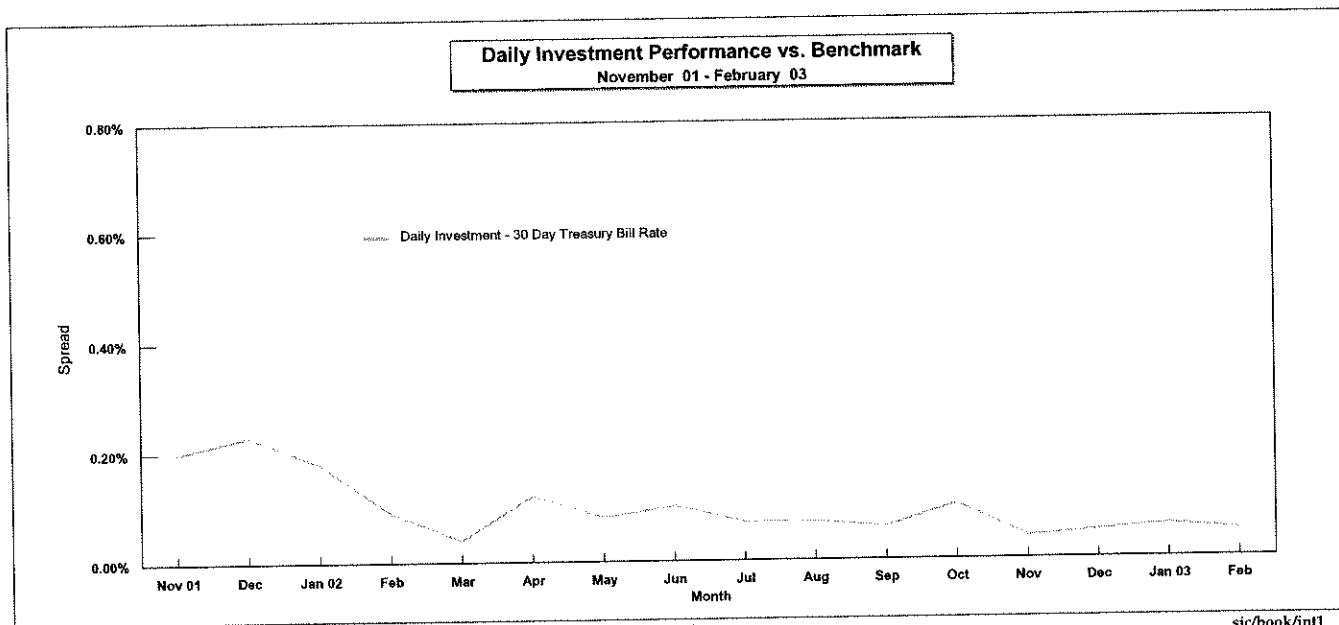
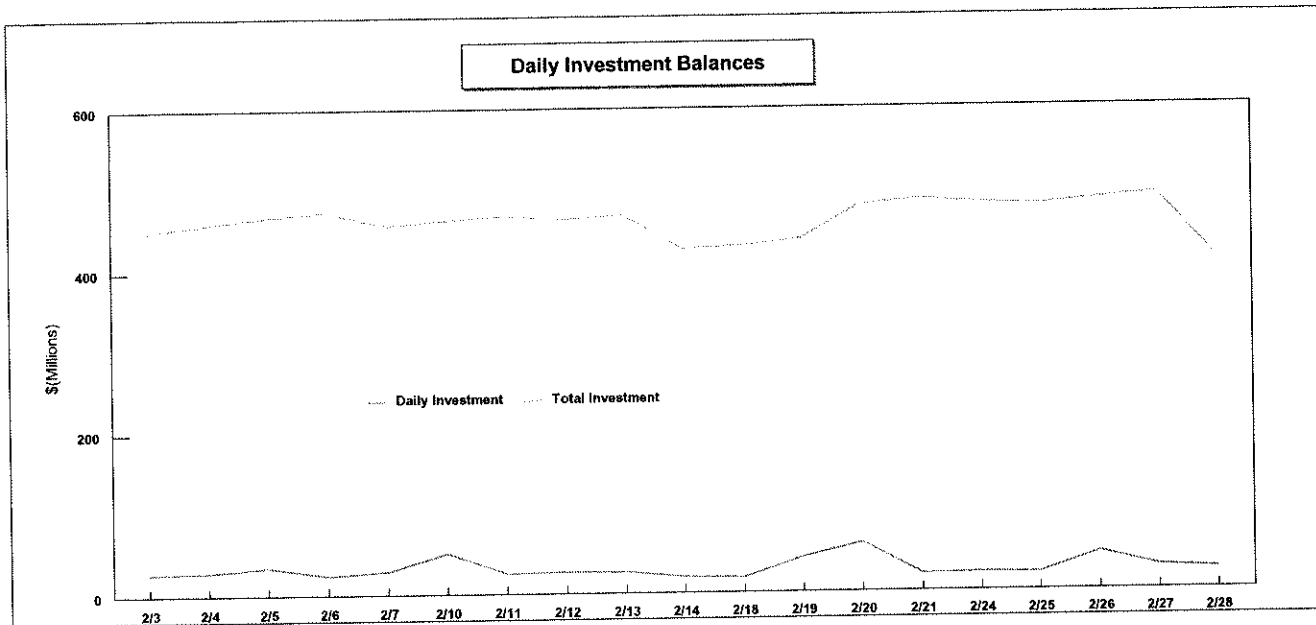
Short Term Interest Rate Performance
February 28, 2003

<u>Date</u>	<u>Amount Invested (millions)</u>	<u>Money Market Funds</u>	<u>Weighted Interest Rate</u>	<u>30 Day Treasury Rate</u>	<u>Basis Point Difference</u>	<u>Date</u>	<u>Total Investment (millions)</u>
2/03	\$28.28	\$0.00	1.25	1.13	11.74	2/03	\$450.81
2/04	\$29.29	\$0.00	1.22	1.15	7.13	2/04	\$460.11
2/05	\$35.40	\$0.00	1.23	1.15	7.66	2/05	\$468.20
2/06	\$24.74	\$0.00	1.22	1.15	7.04	2/06	\$474.50
2/07	\$29.69	\$0.00	1.20	1.14	5.74	2/07	\$457.14
2/10	\$51.39	\$0.00	1.24	1.12	12.07	2/10	\$463.35
2/11	\$26.30	\$0.00	1.18	1.15	2.65	2/11	\$468.55
2/12	\$27.40	\$0.00	1.24	1.15	8.82	2/12	\$463.75
2/13	\$26.80	\$0.00	1.20	1.16	3.55	2/13	\$468.40
2/14	\$20.50	\$0.00	1.19	1.16	3.06	2/14	\$426.50
2/18	\$19.10	\$0.00	1.23	1.13	9.83	2/18	\$430.20
2/19	\$43.59	\$0.00	1.22	1.15	6.57	2/19	\$437.40
2/20	\$60.90	\$0.00	1.18	1.16	1.62	2/20	\$478.95
2/21	\$21.40	\$0.00	1.13	1.17	-4.00	2/21	\$485.85
2/24	\$22.80	\$0.00	1.23	1.15	8.45	2/24	\$478.00
2/25	\$22.20	\$0.00	1.15	1.18	-3.00	2/25	\$478.45
2/26	\$46.62	\$0.00	1.23	1.21	2.31	2/26	\$484.76
2/27	\$29.15	\$0.00	1.23	1.23	-0.21	2/27	\$491.44
2/28	\$26.29	\$0.00	1.26	1.21	4.56	2/28	\$411.19
	Amount Invested		Weighted Average Rate	Average 30 day Rate	Basis Point Difference		
	\$591.86	\$0.00	\$1.21	\$1.16	5		
Money Market	0.00	100.00%					
Total	591.86	0.00%					

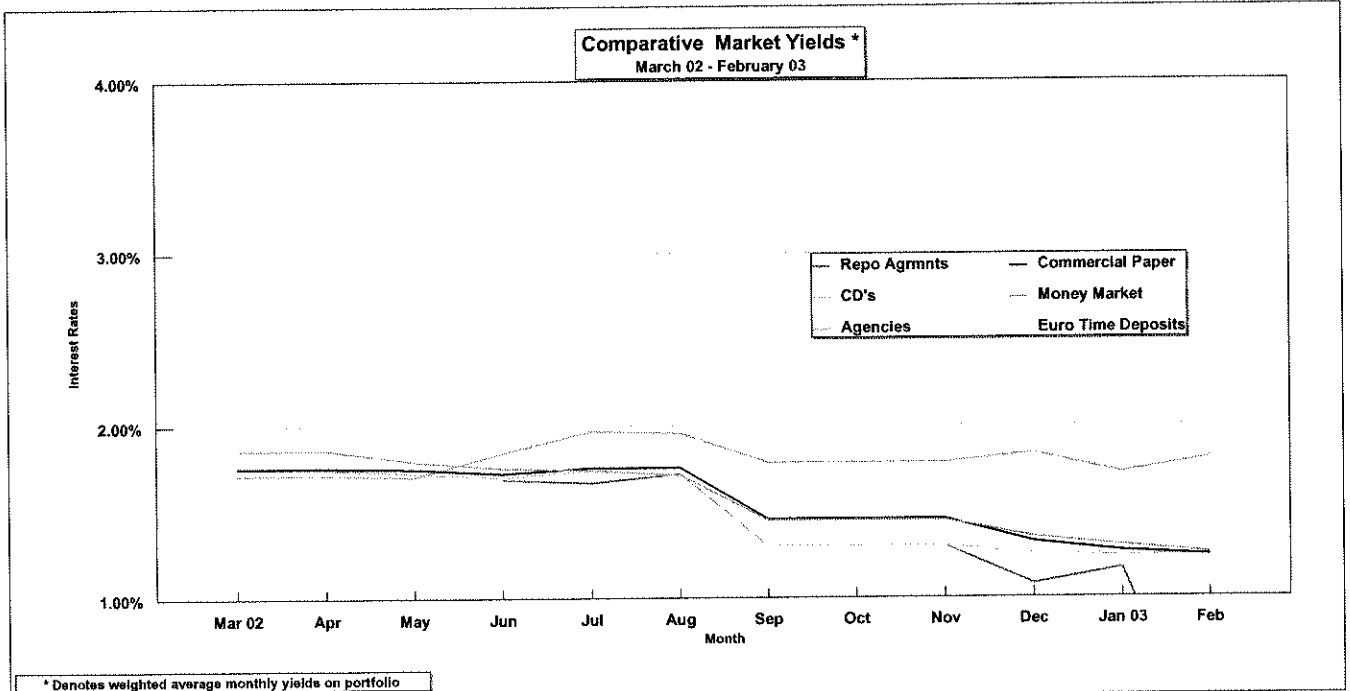
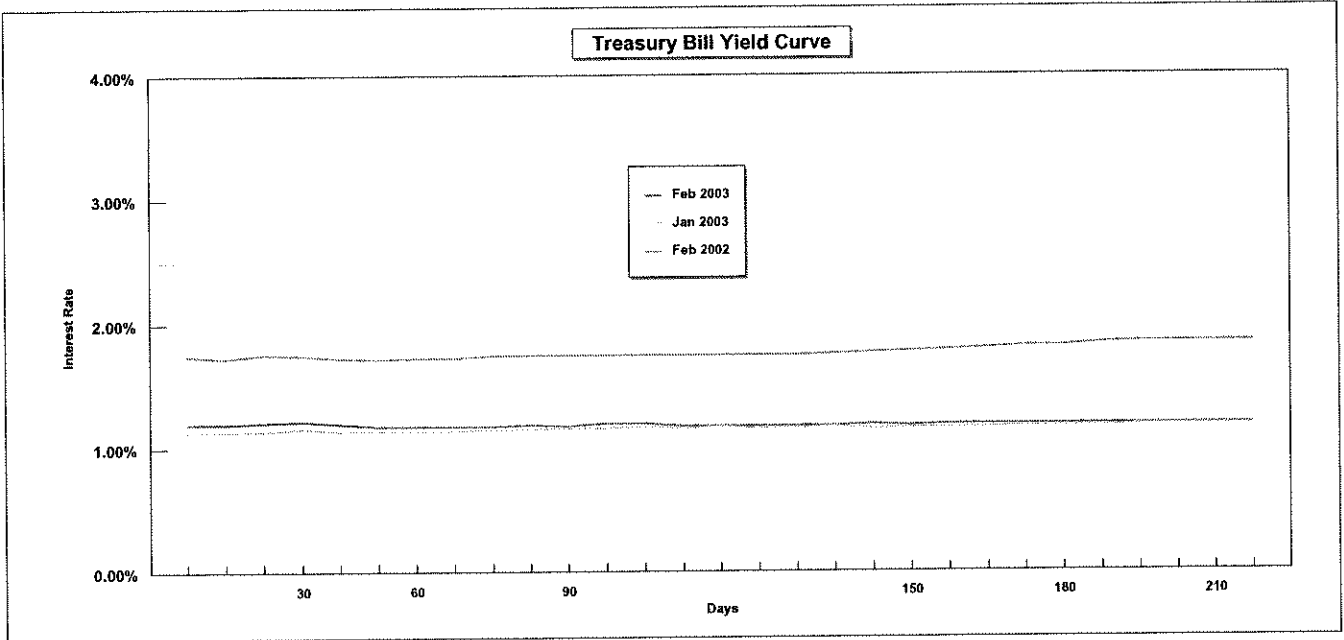
INTEREST

**RHODE ISLAND STATE INVESTMENT COMMISSION
SHORT TERM INVESTMENTS**

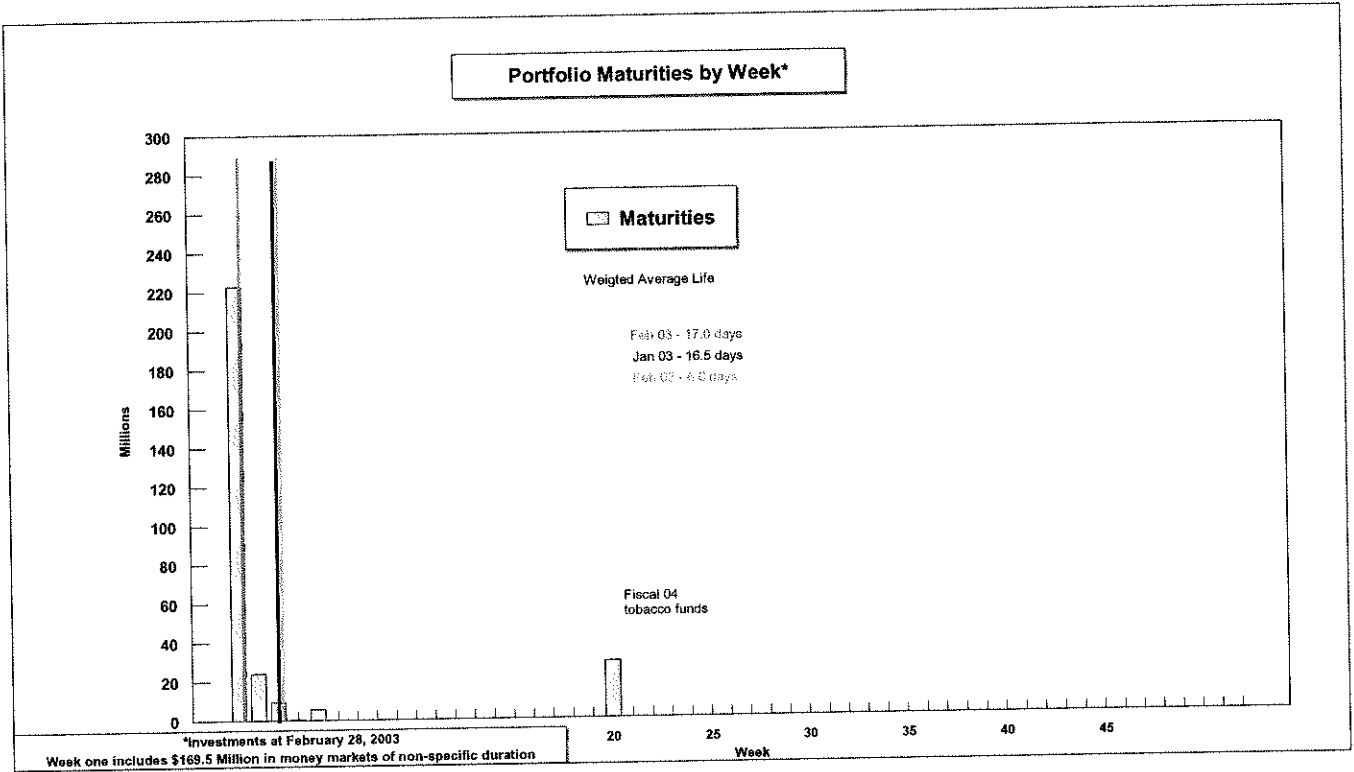
February 28, 2003



**RHODE ISLAND STATE INVESTMENT COMMISSION
SHORT TERM INVESTMENTS**



**RHODE ISLAND STATE INVESTMENT COMMISSION
SHORT TERM INVESTMENTS**

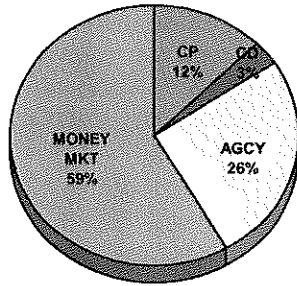


SUMMARY PORTFOLIO YIELDS

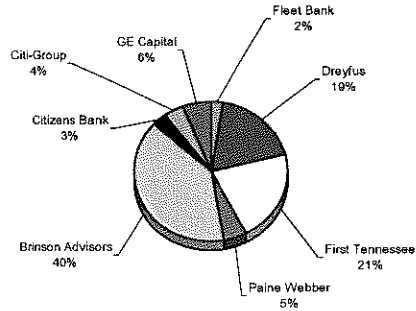
	WEIGHTED AVERAGE YIELD(%)
Feb 28, 2003	1.4%
Jan 31, 2003	1.4%
Feb 28, 2002	1.8%

RHODE ISLAND STATE INVESTMENT COMMISSION
SHORT TERM CASH INVESTMENTS AT FEBRUARY 28, 2003

Portfolio By Instrument



Portfolio by Issuer



REPO = Repurchase Agreement
 CP = Commercial Paper
 CD = Certificate of Deposit
 ETD = Euro Time Deposit
 Agency = US Government Agency

Vendor	CP	CD	Agency	Money Mkt	ETD	Repo	Total (\$)
Guidelines-Total/Vendor	25%/10%	25%/10%	75%/35%	50%/35%		100%/20%	
Fleet Bank	6,993,194 2%	0 0%	0 0%	0 0%	0 0%	0 0%	6,993,194 2%
Dreyfus	0 0%	0 0%	0 0%	54,580,292 19%	0 0%	0 0%	54,580,292 19%
Zions Bank	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%
Dean Witter	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%
Chase Securities	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%
Paine Webber	0 0%	0 0%	14,891,020 5%	0 0%	0 0%	0 0%	14,891,020 5%
First Tennessee	0 0%	0 0%	61,327,907 21%	0 0%	0 0%	0 0%	61,327,907 21%
Brinson Advisors	0 0%	0 0%	0 0%	114,924,884 39%	0 0%	0 0%	114,924,884 39%
Citizens Bank	0 0%	8,978,714 3%	0 0%	0 0%	0 0%	0 0%	8,978,714 3%
GE Capital	16,886,443 6%	0 0%	0 0%	0 0%	0 0%	0 0%	16,886,443 6%
Sun Trust	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%
Citi-Group	12,495,285 4%	0 0%	0 0%	0 0%	0 0%	0 0%	12,495,285 4%
State St Bank	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%
TOTALS	36,374,922	8,978,714	76,218,927	169,505,177	0	0	291,077,740
(%) PORTFOLIO	12%	3%	26%	58%	0%	0%	100%

Note: Money Market Investments, when adjusted for TANS Proceeds are 31% of Portfolio and within guidelines.
 Note 2: Brinson Advisors, when adjusted for TANS Proceeds are less than 1% of Portfolio and within guidelines.

