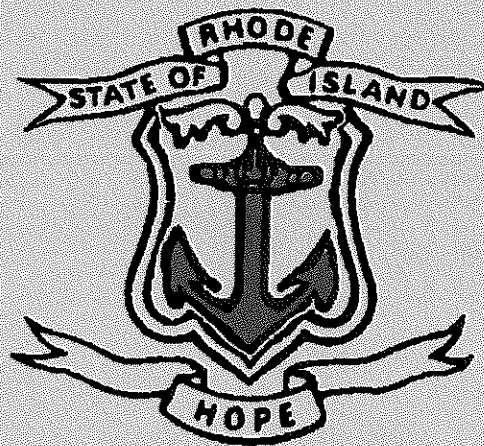
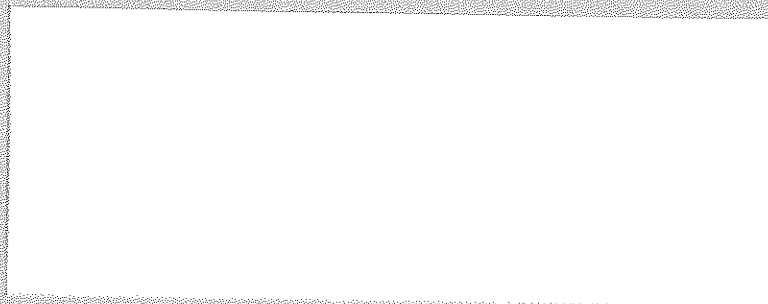


State of Rhode Island and Providence Plantations



Office of the General Treasurer

Paul J. Tanurea
General Treasurer

**STATE OF RHODE ISLAND
INVESTMENT COMMISSION MEETING**

**DATA AT
DECEMBER 31, 2002**

STEPHEN F. IAFRATE

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, January 29, 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 12/4/02 *
3. Investment Manager Review
 - Brown Brothers Harriman & Co.
4. General Consultant's Report -- Wilshire Associates Incorporated
 - Investment Structure Recommendations *
 - Capital Market Update
5. Charterhouse Capital Partners VII, L.P. Commitment *
6. Legal Counsel Report
7. Deputy Treasurer for Finance Report
8. Treasurer's Report
9. New Business

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

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

Regular Meeting December 4, 2002

A State Investment Commission meeting was held in Room 135, State House, Providence, Rhode Island on Wednesday, December 04, 2002. There being a quorum present the Treasurer called the meeting to order at 9: 25 a.m.

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

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

VOTED: To approve the Minutes of the October 23, 2002 Regular Meeting.

Proposed Alternative Investment – Charterhouse Capital Partners VII, L.P. (“Charterhouse”). Mr. Peter Martenson of Pacific Corporate Group stated that there were two proposed alternative investments coming before the Commission today, both of which are international funds. He noted that Charterhouse is a new relationship for the Employees’ Retirement System of Rhode Island (“ERSRI”). Mr. Duncan Aldred, Director and Mr. Malcolm Offord, Director represented the Fund.

Mr. Offord explained that Charterhouse is being formed to invest in buyouts or recapitalizations of established, large privately held companies located primarily in Western Europe. Charterhouse is 100% owned by its employees. Charterhouse investment strategy targets sectors where the firm has expertise, including chemical, leisure, business services and engineering sectors. Charterhouse has €2 billion of assets under management. The fund size is targeted at €3 billion.

Mr. Aldred stated that since 1982, Charterhouse has raised six funds totaling approximately €3 billion for investment in the UK and Europe. During this period, Charterhouse has invested in over 110 business in 7 European countries with a total value of over €18 billion. Since 1990, Charterhouse has overseen the investment in 44 companies, totaling nearly €1.8 billion. The fund will not invest in start-up or early stage transactions, companies lacking high-quality management teams, hostile transactions or in industries with rapid technological change.

The firm has a strong historical track record with an overall net IRR of 30.7%. The Treasurer noted that both Pacific Corporate Group and Treasury Staff have recommended approval of this alternative investment for \$15 million.

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

VOTED: To invest \$15 million in Charterhouse Capital Partners VII, L.P. contingent upon satisfactory review and negotiation of investment and other legal documents.

Proposed Alternative Investment – Nordic Capital V, L.P. (“Nordic”) Mr. Peter Martenson of Pacific Corporate Group stated that Nordic Capital was co-founded by Messrs. Robert Andreen and Morgan Olsson in 1989 as one of the first independent private equity firms in the Nordic Region. Mr. Robert Andreen, Partner and CEO represented the fund.

Mr. Andreen stated that this is Nordic’s fifth fund and ERSRI is a participant in Nordic Capital III, L.P. Nordic focuses on buy-outs in the Nordic Region, which consists of Sweden, Finland, Norway and Denmark and has over €900 million in total investments. The fund will seek to make control investments in middle-market companies that have their principal place of business in the Nordic Region. They target growth companies across a variety of industries, healthcare in particular. Typically the fund will avoid investments in companies whose primary business is banking, insurance, real estate, shipping, oil and gas, tobacco, and weapons or defense. The fund’s target transaction size will range between €150 and €250 million.

The Nordic region relies on manufacturing as the primary economic driver. The economies are export oriented due to the relative lack of natural resources in the region, although Norway has large reserves of oil. The main industries are electronics, telecommunications, armaments, chemicals, and clothing. The Nordic region has outpaced the rest of Europe for growth in the buy-out market, which Mr. Andreen believes has increased the number of private equity investment opportunities in the region.

The firm has a strong historical track record with an overall net IRR of 59.6%. The Treasurer noted that both Pacific Corporate Group and Treasury Staff have recommended approval of this alternative investment for \$15 million.

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

VOTED: To invest \$15 million in Nordic Capital V, L.P. contingent upon satisfactory review and negotiation of investment and other legal documents.

Wilshire Associates Incorporated – Asset /Liability Analysis Report. Mr. William G. Bensus explained that the objectives of the asset/liability study were to examine the current and projected financial condition of the ERSRI, evaluate the current asset allocation policy, test of number of alternative asset allocation policies and determine the most appropriate long-term asset allocation policy to recommend. He also explained that asset allocation represents the most powerful tool for plan sponsors in meeting long-term objectives as it provides a disciplined framework for diversifying and controlling investment risk.

Mr. Bensus reported that capital market expectations have changed significantly since 2001. Throughout the 1990’s 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 expanded and liability valuations

increased. These events had a meaningful impact on funding levels and future contribution requirements of public and private pension plans. Mr. Bensur noted several times that time is our ally as long-term investors.

The current asset allocation policy for ERSRI is expected to generate a long-term return of 7.98%. The actuarial discount rate assumption is 8.25%. At 6-30-01 the ERSRI aggregate Plan funded ratio (i.e. market value of assets to accrued actuarial liability) was approximately 71%. Based on actuarial valuation of assets, the funded ratio was approximately 81%. At 6-30-01 the period to amortize the unfunded liability was 28 years.

Over the next ten years, the funded ratio (based on expected market value of assets) is expected to return to a range between 67% and 72%. Cumulative employer contributions are expected to range from \$3.70 billion to \$3.82 billion. Cumulative total contributions are expected to range from \$5.19 billion to \$5.32 billion over the next ten years and projected market value of assets are expected to grow to a range between \$9.02 billion and \$9.77 billion. Based on the demographic profile of the ERSRI membership the inactive population is expected to increase rapidly over the next ten years.

Mr. Bensur stated that Wilshire believes the current and expected financial condition of the ERSRI is the result of long-term funding issues (i.e. total contribution levels and growth of benefits). Additionally, an expected demographic shift will exacerbate pressure on cash flow (i.e. contributions coming into the fund vs. benefit payments going out of the fund). He pointed out that the asset allocation policy decision alone is not expected to solve the unfunded liability status for ERSRI. Wilshire does not believe that there is not an investment solution to the current and expected financial condition of the ERSRI.

Wilshire compared six alternative policy portfolios (Plans A-F) to establish which one would best meet ERSRI's criteria.

Wilshire recommends that ERSRI adopt Plan D which includes the following:

- Increase the equity-oriented exposure from 72.5% to 75%
 - Reduce the target allocation of US equity from 45.0% to 42.5%
 - Maintain the target allocation of non-US equity at 20.0%
 - Maintain the target allocation to alternative investments at 7.5%
 - Introduce real estate as an asset class with a target allocation of 5.0%
- Decrease the fixed income allocation by 2.5% from 27.5% to 25.0%

Treasurer Tavares thanked Mr. Bensur and Mr. Lindberg of Wilshire Associates Incorporated and Ms. Caine for all the arduous work it took to come to this recommendation.

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

VOTED: To adopt "Plan D" as recommended by Wilshire Associates Incorporated in their Asset Liability Analysis Report dated December 2002 as specified above.

Deputy Treasurer for Finance Report. Ms. Caine stated that domestic equity manager, JP Morgan ("JPM"), who manages a \$214 million portfolio (approximately 4% of the total Fund),

has been monitored closely by Treasury Staff for several months. Organizational issues and relative performance issues are of concern. JPM is not meeting its performance objective which is to net 100 basis points over their benchmark, the Russell 1000 Index. Ms. Caine stated that in the last 12 months, JPM trails the benchmark by 248 basis points and for the last 3 years its performance has trailed by 194 basis points. The organizational issues relate to personnel turnover stemming from a merger between Chase and Flemming. The original team hired in 1998 is not the team managing the portfolio today.

Based on those issues, Ms. Caine recommended formally placing JPM on the "watch list" and consider ultimately terminating them should the concerns remain. Ms. Caine noted that JPM has been terminated by approximately twelve plans in the last year.

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

VOTED: To place JP Morgan on the Watch List.

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

VOTED: To adjourn the meeting.

There being no further business, the meeting was adjourned at 11:50 a.m.

Respectfully submitted,

Paul J. Tavares
General Treasurer

RHODE ISLAND STATE INVESTMENT COMMISSION
STAFF SUMMARY ANALYSIS
PORTFOLIO HIGHLIGHTS
December 31, 2002

PORTFOLIO PERFORMANCE

December

The ERSRI portfolio posted a loss of -2.50% for the month of December, against the Policy Index of -2.99%. Domestic equities were down by -5.51%, international equities lost -3.69%, while the fixed income asset class was up by 2.23%. Additionally, the retirement fund earned \$138,614 from the securities lending program during the month of December.

Calendar Year-to-Date

On a calendar year basis, the portfolio is down -11.48% against the Policy Index of -11.46%. Domestic equities lost -21.20%, international equities were down -15.87%, and fixed income gained 7.00%.

Fiscal Year-to-Date

For six months ended December 31st, 2002, the fund has lost -6.57%, against the fiscal year policy index of -6.39%.

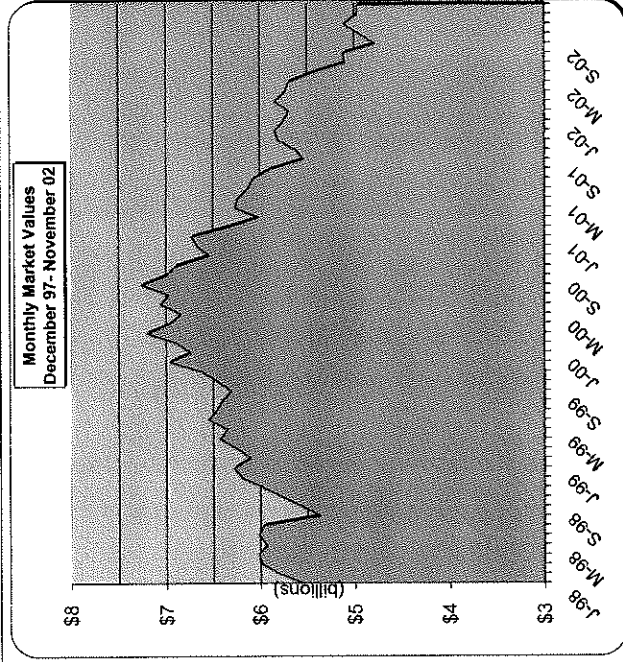
Index Performance Summary - December 2002		
Market Indices	Dec-02	Calendar YTD
Domestic Equity		
S & P 500	-5.86%	-22.12%
Wilshire 5000	-5.54%	-20.86%
Russell 2000	-5.57%	-20.48%
Russell 2500	-4.52%	-17.79%
Russell 1000	-5.66%	-21.65%
Policy Index	-2.99%	-11.46%
International Equity		
MSCI ACWI	-3.23%	-14.67%
Fixed Income		
Lehman AGG	2.07%	10.26%
Real Estate		
Wilshire RE Sec Inde	1.46%	2.64%

ERSRI Performance By Asset Class	Dec-02	Calendar YTD
Domestic Equity	-5.51%	-21.20%
Fixed Income	2.23%	7.00%
International Equity	-3.69%	-15.87%
Total Fund Composite*	-2.50%	-11.48%
Manager Summary		
	Dec-02	CYTD
DOMESTIC EQUITY		
Schott Capital Mgmt IRR	877.74%	N/A
North Pointe Capital	-2.34%	N/A
Wasatch Advisors	-4.19%	N/A
SSgA Russell Value	-4.36%	-15.66%
Columbia Mgmt	-5.33%	N/A
SSgA Wilshire 5000	-5.55%	-21.18%
SSgA Core	-5.59%	-16.71%
PIMCO	-5.62%	-21.91%
JP Morgan	-5.66%	-23.97%
Wellington Mgmt	-6.97%	N/A
Provident Investment Counsel	-7.54%	-29.50%
Total Domestic Equity	-5.51%	-21.20%
FIXED INCOME		
Taplin Canida, Habacht	3.91%	5.86%
Mackay Shields	3.58%	N/A
Fleet Investment Advisors	2.38%	10.55%
Brown Bros, Harriman	2.34%	9.99%
Fidelity Investments	1.21%	9.33%
Shankman	0.79%	N/A
Instate Fixed Income	0.54%	6.79%
Total Fixed Income	2.23%	7.00%
INTERNATIONAL EQUITY		
Putnam Investments	-3.22%	-13.92%
Bank of Ireland	-4.20%	-17.88%
Total International Equity	-3.69%	-15.87%

*Total Fund Composite includes all classes

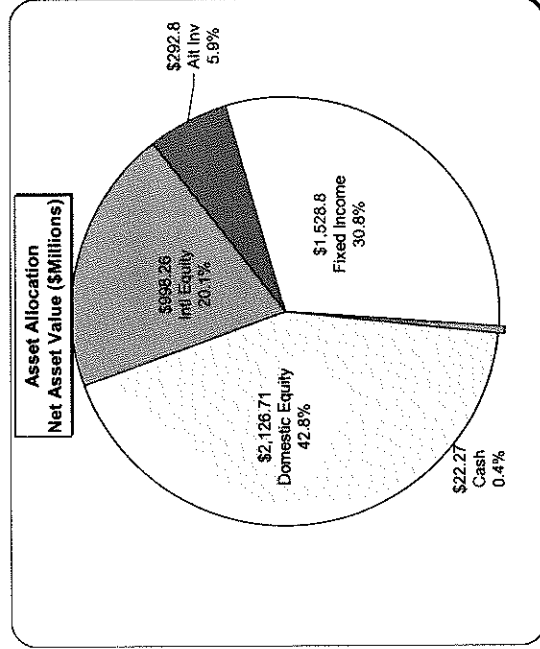
Market Values

The total portfolio value decreased in December by \$142 million, including transfers, to \$4.968 billion. This compares with a decrease in value of \$33.4 million for the same period in 2001. The domestic equity market values decreased by \$123 million during the month of December; fixed income increased by \$2.5 million, including transfers, while international equity values were up down \$38 million. Alternative investments increased in value by \$7.3 million, while the cash accounts were up by \$10.2 million.



Asset Allocation

The domestic equities portfolio is under-allocated by 2.2%. The fixed income portfolio is over-allocated by 3.3%. The international equity portfolio is over-allocated by 0.1%, while the alternative investment assets are under-allocated by 1.6%.



Employees' Retirement Systems of Rhode Island
Summary of Transfers by Asset Class
December 31, 2002

Manager Funding

A summary of cash transfers by asset class which took place during December 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 (\$15.3 MM).

Cash Flow

December's pension payroll of \$39.7 million exceeded the \$27.6 million in contributions received by \$12.1 million. To meet this shortfall and other obligations, \$15.3 million was transferred from long term investments.

Alternative Investments

At this time the alternative investment asset class has unfunded commitments of approximately \$340.6 million, on commitments of \$656 million.

Asset Class	Cash In	Cash Out
Domestic Equities	917,173	-31,834
Int'l Equities	80,290	-206,021
Fixed Income	109,890	-31,139,441
Real Estate	0	-853,848
Alternative Investments	0	0
Cash outside Trust	22,140,111	-22,300,000
Cash in Trust	19,836,536	-10,243,409
TOTAL	43,084,000	-64,774,552

Expenses

Expenses accrued during December totalled \$5,793,742 was comprised of private equity fees and other professional management fees.

Short Term Cash

The short term cash portfolio had a 20.7 day weighted average maturity vs 38 days in November, and 4 days in December of 2001. The length in maturity is due primarily to the FY 04 tobacco funds being invested thru July of next year. Investments at December 31st totalled \$445.4 million. Interest earned during the month was \$133,000 of which \$13,214 was credited to the retirement accounts. The average investment rate of 1.22% was 6 basis points above the average 30 day treasury rate.

CAPITAL CALLS
Net of Contributions

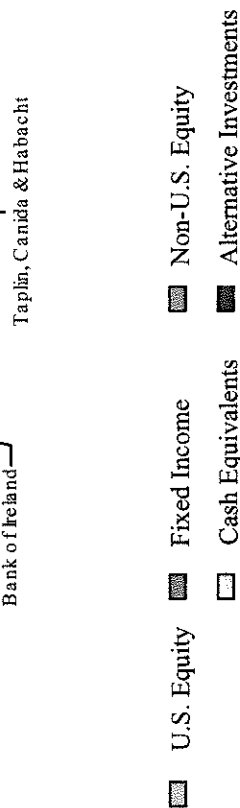
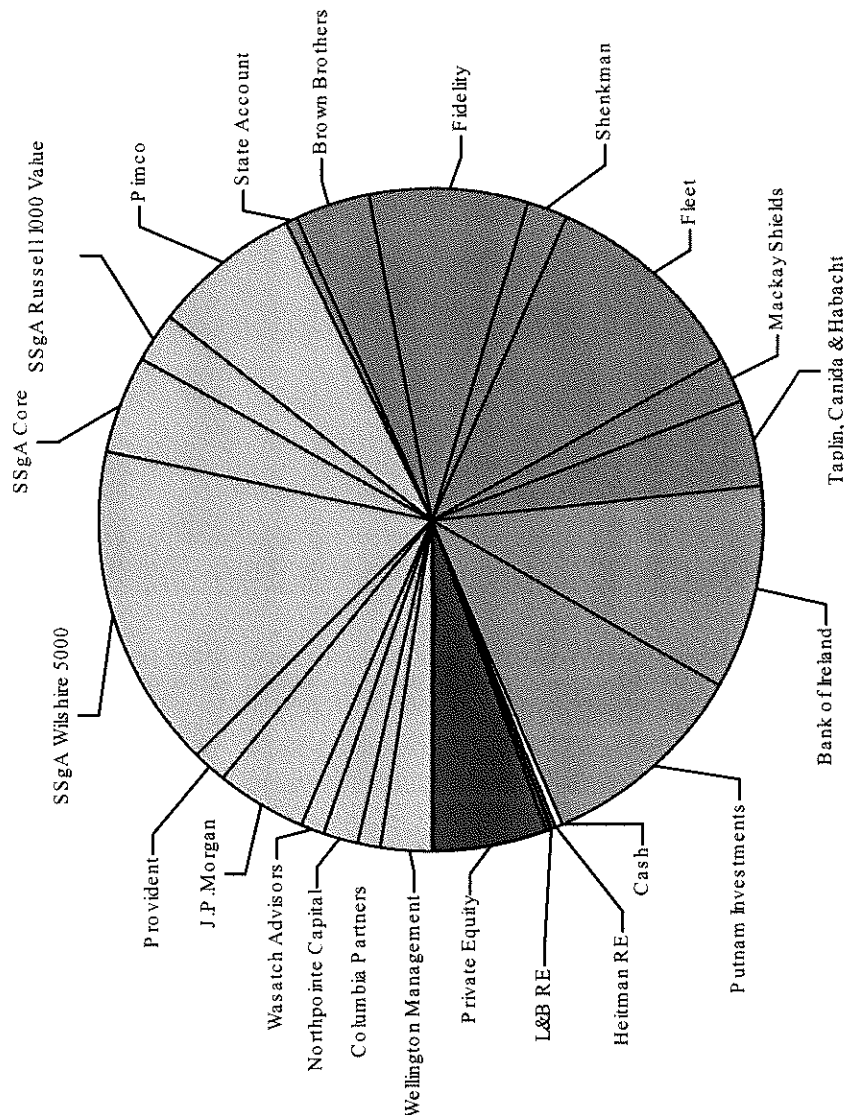
DECEMBER	FYTD	UNFUNDED
2002		BALANCE
\$7,186,069	\$24,642,737	\$340,602,171

DECEMBER	FYTD	UNFUNDED
2001		BALANCE
\$1,145,914	\$10,266,750	\$269,276,977

Individual Manager Allocation

December 31, 2002

\$ 4,969 MM



Portfolio	\$MM	Allocation
Columbia Partners	60	1.2
Northpointe Capital	85	1.7
J.P. Morgan	218	4.4
PIMCO	360	7.2
Provident Investment	89	1.8
Shott Capital	0	0.0
SSgA Core	238	4.8
SSgA Russell 1000 Value	119	2.4
SSgA Wilshire 5000	784	15.8
Wasatch Advisors	54	1.1
Wellington Management	120	2.4
U.S. Equity	2,127	42.8
Brown Bros. Harriman	\$ 178	3.6
Fidelity Mgmt. Trust	389	7.8
Fleet Investment	511	10.3
Loomis Sayles	1	0.0
Mackay Shields	109	2.2
Shenkman Capital	102	2.1
State Account	22	0.5
Taplin, Canida & Habacht	216	4.3
Fixed Income	1,529	30.8
Bank of Ireland	\$ 486	9.8
Putnam Investments	512	10.3
International Equity	998	20.1
Heitman Real Estate	\$ 3	0.1
L&B Real Estate	19	0.4
Private Equity	271	5.5
Contingency Reserve	1	0.0
Alternative Invest.	293	5.9
Cash Account (inside)	\$ 9	0.2
Cash Account (outside)	13	0.3
Cash Equivalents	22	0.5
Total	\$4969	100.0

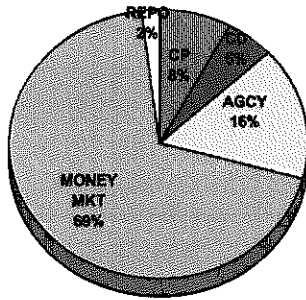
Market Environment

Quarter Ended December 31, 2002

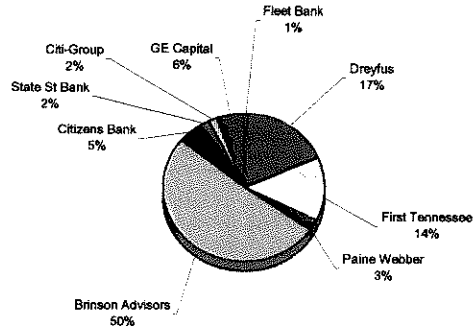
	<u>QTR.</u>	<u>YTD</u>	<u>1YR.</u>	<u>2YRS.</u>	<u>3YRS.</u>	<u>4YRS.</u>	<u>5YRS.</u>
U.S. EQUITY							
RUSSELL 1000	8.16	-21.65	-21.65	-17.18	-14.16	-6.48	-0.58
RUSSELL 1000 GROWTH	7.15	-27.88	-27.88	-24.25	-23.64	-12.25	-3.84
RUSSELL 1000 VALUE	9.22	-15.52	-15.52	-10.70	-5.14	-2.16	1.16
S&P 500	8.44	-22.10	-22.10	-17.15	-14.55	-6.78	-0.59
WILSHIRE 5000	7.82	-20.86	-20.86	-16.06	-14.36	-6.14	-0.86
INTERNATIONAL EQUITY							
MSCI AC WORLD FREE ex USA	6.86	-14.67	-14.67	-17.12	-16.45	-6.52	-2.66
MSCI EAFE	6.45	-15.94	-15.94	-18.74	-17.24	-7.90	-2.89
U.S. FIXED INCOME							
FB DOM PLUS HIGH YIELD	5.98	3.05	3.05	4.64	0.90	1.23	
FB GLOBAL HIGH YIELD	5.92	3.10	3.10	4.44	1.12	1.66	1.44
LB AGGREGATE	1.57	10.27	10.27	9.34	10.10	7.26	7.54
SSBI BROAD INV GRADE	1.60	10.09	10.09	9.30	10.06	7.23	7.52
SSBI LARGE PENSION FUND	1.76	12.53	12.53	10.32	11.43	7.36	
SSBI LPF COLLATERALIZED	1.34	8.87	8.87	8.53	9.44		
TOTAL PLAN	5.03	-11.48	-11.48	-10.57	-8.10	-2.94	0.15

RHODE ISLAND STATE INVESTMENT COMMISSION
SHORT TERM CASH INVESTMENTS AT DECEMBER 31, 2002

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	1,971,164	0	0	0	0	0	1,971,164
	1%	0%	0%	0%	0%	0%	1%
Dreyfus	0	0	0	56,361,365	0	0	56,361,365
	0%	0%	0%	18%	0%	0%	18%
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	7,997,584	0	0	0	7,997,584
	0%	0%	3%	0%	0%	0%	3%
First Tennessee	0	0	43,180,332	0	0	0	43,180,332
	0%	0%	14%	0%	0%	0%	14%
Brinson Advisors	0	0	0	161,583,352	0	0	161,583,352
	0%	0%	0%	51%	0%	0%	51%
Citizens Bank	0	15,921,091	0	0	0	0	15,921,091
	0%	5%	0%	0%	0%	0%	5%
GE Capital	17,888,832	0	0	0	0	0	17,888,832
	6%	0%	0%	0%	0%	0%	6%
Sun Trust	0	0	0	0	0	0	0
	0%	0%	0%	0%	0%	0%	0%
Citi-Group	5,094,535	0	0	0	0	0	5,094,535
	2%	0%	0%	0%	0%	0%	2%
State St Bank	0	400,000	0	0	0	5,900,000	6,300,000
	0%	0%	0%	0%	0%	2%	2%
TOTALS	24,954,531	16,321,091	51,177,916	217,944,717	0	5,900,000	316,298,255
(%) PORTFOLIO	8%	5%	16%	69%	0%	2%	100%

Note: Money Market Investments, when adjusted for TANS Proceeds are 48% of Portfolio and within guidelines.
 Note 2: Brinson Advisors, when adjusted for TANS Proceeds are 18% of Portfolio and within guidelines.

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

**Issuer Credit Ratings
December, 2002**

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	AA-	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

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.

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

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

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 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.

ERSRI Monthly Market Value Report With Time Weighted Returns
December 31, 2002

	Performance			Performance			Valuation Change			
	Calendar YTD		Alpha	Current Month		Alpha	Transfers		Market Value 12/31/2002	Increase/ (Decrease)
	Performance	Benchmark		Net of Xfers	Benchmark		In/(out)	Market Value 11/30/2002		
Domestic Equity										
Shott Capital Management, IRR	-24.27%	N/A	N/A	877.74%	N/A	N/A	705,519	231,283	8,130	
JP Morgan Investment Management	-23.97%	-21.65%	-2.32%	-5.66%	0.00%	0.00%	14,430	217,790,143	(13,072,450)	
Provident Investment Council	-29.50%	-27.89%	-1.61%	-7.54%	-6.91%	-0.63%	14,430	88,805,693	(7,237,734)	
SSgA Core	-16.71%	-21.65%	4.94%	-5.59%	-5.66%	0.07%	14,430	238,114,492	(14,104,216)	
SSgA Russell Value	-15.66%	-15.53%	-0.13%	-4.36%	-4.34%	-0.02%	14,430	118,697,549	(5,417,005)	
SSgA Wilshire 5000	-21.18%	-20.86%	-0.32%	-5.65%	-5.54%	-0.01%	65,860	783,508,320	(46,032,439)	
PIMCO	-21.91%	-22.12%	0.21%	-5.82%	-5.86%	0.24%	28,860	360,102,420	(21,441,708)	
NorthPointe Capital	N/A	N/A	N/A	-2.34%	-2.34%	0.00%	7,030	85,039,817	(2,033,285)	
Wellington Mgmt	N/A	N/A	N/A	-6.97%	-5.57%	-1.40%	12,210	119,671,526	(9,972,464)	
Wasatch Advisors	N/A	N/A	N/A	-4.19%	-5.57%	1.38%	4,070	54,441,128	(2,380,089)	
Columbia Mgmt	N/A	N/A	N/A	-5.33%	-6.90%	1.57%	63,702,591	60,313,416	(3,393,245)	
Transition Account	N/A	N/A	N/A	N/A	N/A	N/A	-	-	-	
Total Domestic Equity	-21.20%	N/A	N/A	-5.51%	N/A	N/A	2,249,904,954	2,126,713,787	(124,076,505)	
International Equity										
Bank of Ireland	-17.86%	-14.67%	-3.19%	-4.20%	-3.23%	-0.97%	507,129,969	485,883,832	(21,183,086)	
Putnam Investments	-13.92%	-14.67%	0.75%	-3.22%	-3.23%	0.01%	529,364,777	512,372,037	(16,930,059)	
Transition Account	N/A	N/A	N/A	0.00%	N/A	N/A	189,139	7,224	(181,914)	
Total International Equity	-15.87%	N/A	N/A	-3.69%	N/A	N/A	1,036,663,884	998,263,094	(38,296,059)	
Fixed Income										
Fleet Investment Advisors	10.55%	11.03%	-0.48%	2.38%	2.65%	-0.27%	506,886,887	510,835,941	11,913,924	
Fidelity Management & Research	9.33%	8.85%	0.48%	1.21%	1.05%	0.16%	400,170,900	388,892,910	4,695,001	
Brown Brothers, Harriman	9.99%	10.11%	-0.12%	2.34%	2.08%	0.26%	181,195,470	176,287,427	4,078,267	
In-State Fixed Income	6.79%	N/A	N/A	0.54%	N/A	N/A	22,479,441	22,461,008	121,008	
Taplin, Canida & Habacht	5.86%	10.52%	-4.66%	3.91%	2.95%	0.96%	207,976,591	216,133,522	8,139,911	
Mackay Shields	N/A	N/A	N/A	3.58%	1.22%	N/A	105,421,202	109,201,548	3,771,836	
Shenkman Capital Mgmt	N/A	N/A	N/A	0.79%	1.22%	N/A	101,599,675	102,408,703	800,518	
Transition Account	N/A	N/A	N/A	N/A	N/A	N/A	575,198	575,198	-	
Total Fixed Income	7.00%	N/A	N/A	2.23%	N/A	N/A	1,526,305,343	1,528,796,258	33,520,466	
Alternative Investments										
Pacific Corporate Group	-1.39%	N/A	N/A	0.43%	N/A	N/A	263,602,441	270,994,795	631,132	
JMBHeitman Advisory Group	-2.91%	2.64%	-5.55%	0.00%	1.46%	-1.46%	2,774,936	2,774,936	-	
L & B Real Estate Counsel	-7.47%	2.64%	-10.11%	-0.49%	1.46%	-1.95%	19,479,533	18,531,480	(94,205)	
Bank Acquisition Contingency	0.00%	N/A	N/A	N/A	N/A	N/A	500,670	500,626	626	
Total Alternatives	-2.14%	N/A	N/A	0.36%	N/A	N/A	286,357,579	292,801,837	537,553	
Cash Accounts										
Cash in Trust	107.65%	N/A	N/A	3.44%	N/A	N/A	9,188,375	18,834,038	212,425	
Internal Cash	1.76%	N/A	N/A	0.11%	N/A	N/A	2,830,120	3,437,965	607,845	
Total Cash	N/A	N/A	N/A	N/A	N/A	N/A	12,018,495	22,272,003	820,270	
Fund Grand Total	-11.48%	-11.46%	-0.02%	-2.60%	2.99%	-5.49%	5,111,270,255	4,968,846,979	(127,493,276)	

*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 December 31, 2002**

	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	60,313	1.21	-5.33	2.67	-12.41	-23.94	-12.41	-23.94	-18.13	-14.98	-7.69	
J.P. MORGAN	217,790	4.38	-5.66	8.07	-10.79	-23.94	-10.79	-23.94	-18.13	-14.98	-7.69	
NORTHPOINTE CAPITAL	85,040	1.71	-2.34	6.95	-11.66	-11.66	-11.66	-21.91	-16.73			
PIMCO	360,102	7.25	-5.62	8.22	-9.83	-21.91	-9.83	-21.91	-16.73			
PROVIDENT INVESTMENT	88,806	1.79	-7.54	2.65	-15.96	-29.50	-15.96	-29.50	-32.88	-30.21	-18.35	-8.79
SHOTT CAPITAL	231	0.00	3.45	20.19	22.04	-21.69	22.04	-21.69	-29.66	-28.93		
SSGA - CORE	238,114	4.79	-5.59	3.34	-10.93	-16.71	-10.93	-16.71	-12.86	-11.09	-4.64	
SSGA RUSSELL 1000 VALUE	118,698	2.39	-4.36	9.14	-11.31	-15.66	-11.31	-15.66	-10.76			
SSGA WILSHIRE 5000	783,506	15.77	-5.55	7.85	-10.34	-21.18	-10.34	-21.18	-16.38			
SSGA TRANSITION ACCOUNT	4	0.00										
WASATCH ADVISORS	54,441	1.10	-4.19	4.75	-22.62	-22.62	-22.62	-21.20	-17.54	-15.66	-8.22	-3.26
WELLINGTON MANAGEMENT CO. LLC	119,672	2.41	-6.97	8.53	-11.79	-11.79	-11.79	-21.20	-17.54	-15.66	-8.22	-3.26
TOTAL US EQUITY	2,126,718	42.80	-5.51	7.03	-11.21	-21.20	-11.21	-21.20	-17.54	-15.66	-8.22	-3.26
RUSSELL 1000												
RUSSELL 1000 GROWTH			-5.66	8.16	-10.13	-21.65	-10.13	-21.65	-17.18	-14.16	-6.48	-0.58
RUSSELL 1000 VALUE			-6.91	7.15	-8.97	-27.88	-8.97	-27.88	-24.25	-23.64	-12.25	-3.84
S&P 500			-4.34	9.22	-11.29	-15.52	-11.29	-15.52	-10.70	-5.14	-2.16	1.16
WILSHIRE 5000			-5.88	8.44	-10.30	-22.10	-10.30	-22.10	-17.15	-14.55	-6.78	-0.59
			-5.54	7.82	-10.30	-20.86	-10.30	-20.86	-16.06	-14.36	-6.14	-0.86
INTERNATIONAL EQUITY												
BANK OF IRELAND	485,884	9.78	-4.20	6.57	-15.53	-17.86	-15.53	-17.86				
PUTNAM INVESTMENTS	512,368	10.31	-3.22	8.48	-12.47	-13.92	-12.47	-13.92				
BARING ASSET MANAGEMENT	0	0.00										
SCHRODER CAPITAL MANAGEMENT	1	0.00										
SCUDDER KEMPER INVESTMENTS	2	0.00										
TOTAL INTERNATIONAL EQUITY	998,255	20.09	-3.69	7.54	-13.97	-15.87	-13.97	-15.87	-18.70	-16.52	-5.97	-3.13
MSCI AC WORLD FREE ex US (GROSS)			-3.23	6.86	-13.77	-14.67	-13.77	-14.67	-17.12	-16.45	-6.52	-2.66
MSCI EAFE (NET)			-3.36	6.45	-14.55	-15.94	-14.55	-15.94	-18.74	-17.24	-7.90	-2.89
U.S. FIXED INCOME												
BROWN BROTHERS HARRIMAN	178,287	3.59	2.34	0.56	6.10	9.99	6.10	9.99	9.16	10.21	7.20	7.52
FIDELITY MANAGEMENT TRUST	388,893	7.83	1.21	1.75	4.35	9.33	4.35	9.33	8.99	9.88	7.90	7.64
FLEET INVESTMENT	510,836	10.28	2.38	1.03	7.03	10.55	7.03	10.55	8.60	10.30	6.68	7.50
LOOMIS SAYLES	575	0.01										
MACKAY SHIELDS, LLC	109,202	2.20	3.58	7.32								

**STATE OF RHODE ISLAND
SUMMARY OF MANAGER PERFORMANCE
RATES OF RETURN
Periods Ending December 31, 2002**

	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												
SHENKMAN CAPITAL MANAGEMENT	102,409	2.06	0.79	3.22								
STATE ACCOUNT	22,461	0.45	0.54	1.65	3.35	6.79	3.35	6.79	6.86			
TAPLIN, CANADA & HABACHT	216,134	4.35	3.91	5.73	7.98	5.86	7.98	5.86	8.38	8.61	6.23	6.60
TOTAL US FIXED INCOME	1,528,796	30.77	2.23	2.25	5.36	7.00	5.36	7.00	6.68	7.89	5.92	6.31
FIRST BOSTON DOMESTIC PLUS HIGH YIELD												
FIRST BOSTON GLOBAL HIGH YIELD			1.18	5.98	2.89	3.05	2.89	3.05	4.64	0.90	1.23	
LB AGGREGATE			1.22	5.92	2.94	3.10	2.94	3.10	4.44	1.12	1.66	1.44
SSBI BROAD INV GRADE			2.07	1.57	6.23	10.27	6.23	10.27	9.34	10.10	7.26	7.54
SSBI LARGE PENSION FUND			2.08	1.60	6.27	10.09	6.27	10.09	9.30	10.06	7.23	7.52
SSBI LPF COLLATERALIZED			3.00	1.76	8.63	12.53	8.63	12.53	10.32	11.43	7.36	
			1.06	1.34	4.15	8.87	4.15	8.87	8.53	9.44		
ALTERNATIVE INVESTMENTS												
HEITMAN REAL ESTATE	2,775	0.06	0.00	-6.93	-6.93	-2.91	-6.93	-2.91	-1.77	3.54	6.65	8.27
L&B REAL ESTATE	18,531	0.37	-0.49	-0.49	1.81	-7.47	1.81	-7.47	1.31	3.26	4.29	5.81
PRIVATE EQUITY INVESTMENT	270,995	5.45	0.43	-1.26	-2.87	-1.39	-2.87	-1.39	-17.50	-1.08	2.42	4.24
CONTINGENCY RESERVE FUND	500	0.01	0.00	0.00	0.00	0.00	0.00	0.00				
TOTAL ALTERNATIVE INVESTMENTS	292,801	5.89	0.36	-1.26	-2.59	-2.14	-2.59	-2.14	-15.19			
CASH EQUIVALENTS												
CASH ACCOUNT (INSIDE)	9,408	0.19	3.44	24.10	36.92	107.65	36.92	107.65	78.13			
CASH ACCOUNT (OUTSIDE)	12,864	0.26	0.11	0.39	0.81	1.76	0.81	1.76	3.00			
TOTAL PLAN												
TOTAL PLAN	4,968,843	100.00	-2.50	5.03	-6.57	-11.48	-6.57	-11.48	-10.57	-8.10	-2.94	0.15
TOTAL PLAN BENCHMARK*			-2.99	6.02	-6.39	-11.46	-6.39	-11.46	-9.45	-8.24	-2.27	1.50

*52.5% W5000/27.5% LBAGG/20% MSCIAWORLDFREEexUSA

Asset Allocation Report Market Values at Dec 31, 2002 (\$Millions)		Style Mandate	Actual		Target	Difference	Cash	% of Total
Domestic Equity								
Shott Capital Mgmt	alternative distribution	0.23	0.0%	0.00	0.00%	0.23	0.00	0.0%
JP Morgan Investment Management	active core	217.79	4.4%	173.91	3.50%	43.88	0.66	0.3%
Provident Investment Council	Active lrg cap grwth	88.81	1.8%	173.91	3.50%	-85.10	2.60	2.9%
SSgA Core	active core	238.11	4.8%	173.91	3.50%	64.20	3.31	1.4%
SSgA Russell 1000	lrg cap value Index	118.70	2.4%	173.91	3.50%	-55.21	0.00	0.0%
SSgA Wilshire 5000	Passive Index	783.51	15.8%	869.55	17.50%	-86.04	(0.01)	0.0%
PIMCO	Enhanced Equity	360.10	7.2%	372.66	7.50%	-12.56	0.00	0.0%
NorthPointe Capital	Small Cap Value	85.04	1.7%	74.53	1.50%	10.51	6.24	7.3%
Wellington Mgmt	Small Cap Core	119.67	2.4%	149.07	3.00%	-29.39	4.37	3.7%
Wasatch Advisors	Small Cap Growth	54.44	1.1%	37.27	0.75%	17.17	2.30	4.2%
Columbia Mgmt	Small Cap Growth	60.31	1.2%	37.27	0.75%	23.05	3.39	5.6%
Transition Account	Small Cap	0.00	0.0%	0.00	0.00%	0.00	0.00	0.0%
TOTAL DOMESTIC EQUITY		\$2,126.71	42.8%	2,235.98	45.00%	-\$109.27	\$22.86	1.1%
International Equity								
Bank of Ireland	M/S all country ex US	485.88	9.8%	496.88	10.00%	-11.00	8.92	1.8%
Putnam Investments	M/S all country ex US	512.37	10.3%	496.88	10.00%	15.49	2.91	0.6%
Transition Account	M/S all country ex US	0.01	0.0%	0.00	0.00%	0.01	(0.00)	-0.3%
TOTAL INT'L EQUITY		\$998.26	20.1%	\$993.77	20.00%	\$4.49	\$11.83	1.2%
Domestic Fixed Income								
Fleet Investment Advisors	active core	510.84	10.3%	450.92	9.08%	59.91	5.18	1.0%
Fidelity Management & Research	mortgages	388.89	7.8%	341.61	6.88%	47.28	33.90	8.7%
Brown Brothers, Harriman	opportunistic core	178.29	3.6%	163.97	3.30%	14.32	8.67	4.9%
In-State Fixed Income	short/int govt	22.46	0.5%	0.00	0.00%	22.46	0.00	0.0%
Taplin, Canida & Habacht	corporates	216.13	4.3%	204.96	4.13%	11.17	18.21	8.4%
Mackay Shields	high yield	109.20	2.2%	105.59	2.13%	3.61	15.37	14.1%
Shenkman Capital Mgmt	high yield	102.41	2.1%	99.38	2.00%	3.03	9.83	9.6%
Transition Account		0.58						
TOTAL FIXED-INCOME		1,528.80	30.8%	1,366.43	27.50%	\$161.79	\$91.16	6.0%
Alternative Investments								
JMB/ Heitman Advisory Corp	real estate	2.77	0.1%					
L&B Real Estate Counsel	real estate	18.53	0.4%					
Shott Capital Mgmt	alternative distribution	0.00	0.0%					
Pacific Corp Group	Private Equity	270.99	5.5%					
Bank Disposition	contingency	0.50	0.0%					
TOTAL ALTERNATIVE INVESTMENTS		\$292.80	5.9%	\$372.66	7.50%	-\$79.86	\$0.00	0.0%
CASH EQUIVALENTS		22.27	0.4%	0.00	0.00%	22.27	22.27	100.0%
TOTAL ASSETS		\$4,968.85	100.0%	\$4,968.85	100.00%	-\$0.58	\$148.13	3.0%
Allocation By Management Style								
Domestic Equity								
Core		455.90	9.2%	347.82	7.00%	108.09	3.97	0.9%
Large Cap Growth		88.81	1.8%	173.91	3.50%	(85.10)	2.60	2.9%
Large Cap Value		118.70	2.4%	173.91	3.50%	(55.21)	-	0.0%
Index		783.51	15.8%	869.55	17.50%	(86.04)	(0.01)	0.0%
Enhanced Equity		360.10	7.2%	372.66	7.50%	(12.56)	(0.01)	0.0%
Alt Distribution		0.23	0.0%	-	0.00%	0.23	-	0.0%
Small Cap		319.47	6.4%	298.13	6.00%	21.34	16.30	5.1%
TOTAL DOMESTIC EQUITY		\$2,126.71	42.8%	2,235.98	45.00%	(109.27)	22.86	1.1%
International Equity								
Active		998.26	20.1%	993.77	20.00%	4.49	11.83	1.2%
TOTAL INT'L EQUITY		\$998.26	20.1%	\$993.77	20.00%	\$4.49	\$11.83	1.2%
Domestic Fixed Income								
Mortgage		388.89	18.1%	341.61	6.88%	47.28	33.90	8.7%
Core		711.58	4.0%	614.89	12.38%	96.69	13.85	1.9%
Corporates		216.13	4.3%	204.96	4.13%	11.17	18.21	8.4%
High Yield		212.19	4.3%	204.96	4.13%	7.22	25.20	11.9%
TOTAL FIXED-INCOME		\$1,528.80	30.8%	\$1,366.43	27.50%	\$162.36	\$91.16	6.0%
Alternative Investments								
Real Estate		21.31	0.4%					
Other Alternative Investments		271.49	5.5%					
TOTAL ALTERNATIVE INVESTMENTS		\$292.80	5.9%	\$372.66	7.50%	(\$79.86)	-	-
CASH EQUIVALENTS		22.27	0.4%	0.00	0.00%	22.27	22.27	100.0%
TOTAL ASSETS		\$4,968.85	100.0%	\$4,968.85	100.00%	(\$0.00)	\$148.12	3.0%

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

DECEMBER 31, 2002

<i>Equities</i>				
RANK	SECURITY NAME	PAR VALUES/SHARES	BASE MARKET AMOUNT	MONEY MANAGERS
1	MICROSOFT CORP	404,700	\$20,922,990	SSgA,Provident,J.P.Morgan
2	GENERAL ELC. CO	649,700	15,820,195	SSgA,Provident,J.P.Morgan
3	PFIZER INC	509,800	15,584,586	SSgA,Provident,J.P.Morgan
4	EXXON MOBIL CORP	367,770	12,849,884	SSgA,J.P.Morgan
5	CITIGROUP INC	349,933	12,314,142	SSgA,J.P.Morgan
6	JOHNSON + JOHNSON	223,000	11,977,330	SSgA,Provident,J.P.Morgan
7	MERCK + CO INC	165,100	9,346,311	SSgA,Provident,J.P.Morgan
8	WAL MART STORES INC	179,600	9,071,596	SSgA,Provident,J.P.Morgan
9	INTEL CORP	570,500	8,882,685	SSgA,Provident,J.P.Morgan
10	DELL COMPUTER CORP	321,200	8,588,888	SSgA,Provident,J.P.Morgan
		5.84%	\$125,358,607	
Total Composite Equities			\$2,147,928,078	

International Equity Holdings By Top 10 Market Values

DECEMBER 31, 2002

<i>International Equities</i>				
RANK	SECURITY NAME	PAR VALUES/SHARES	BASE MARKET AMOUNT	MONEY MANAGERS
1	TOTAL FINA ELF	265,200	\$38,272,261	Bank of Ireland,Putnam
2	NESTLE SA	158,826	34,474,614	Bank of Ireland,Putnam
3	VODAFONE GROUP	14,847,561	27,070,230	Bank of Ireland,Putnam
4	SHELL TRNSPT+TRDG	659,000	25,071,750	Bank of Ireland,Putnam
5	CANON INC	3,807,700	24,822,861	Bank of Ireland,Putnam
6	GLAXOSMITHLINE	1,268,322	22,045,198	Bank of Ireland,Putnam
7	ING GROEP NV CVA	1,148,786	21,480,787	Bank of Ireland,Putnam
8	NOVARTIS AG	570,991	20,833,587	Bank of Ireland,Putnam
9	UBS AG	121,920	18,011,045	Bank of Ireland,Putnam
10	DIAGEO	356,695	16,643,238	Bank of Ireland,Putnam
		24.91%	\$248,725,571	
Total Composite International Equities			\$998,326,460	

Alternative Investments Funding

2002

Manager	Inception Date	Partnership Commitment	Prior Funding Thru 11/30/02	Current Month Funding	Cumulative Total at 12/31/02	Unfunded Balance	Market Values at 12/31/02
<i>ABS Capital Partners</i>	May 1996	5,000,000	2,590,334	(167,964)	2,422,370	2,577,630	715,959
<i>Apollo Investment Fund IV L.P.</i>	Apr 1998	15,000,000	12,217,011	0	12,217,011	2,782,989	15,998,374
<i>Alta BioPharma Partners, L.P.</i>	Mar 1998	10,000,000	6,974,103	0	6,974,103	3,025,897	4,369,915
<i>Alta California Partners II L.P.</i>	Oct 1998	10,000,000	9,253,607	0	9,253,607	746,393	7,055,935
<i>Alta California Partners III L.P.</i>	Jan 2001	15,000,000	6,750,000	0	6,750,000	8,250,000	6,227,496
<i>Aurora Equity Partners II</i>	Mar 1998	15,000,000	10,483,471	883,074	11,366,545	3,633,455	12,758,848
<i>Avenue Special Situations Fund III</i>	Oct 2002	15,000,000	0	0	0	15,000,000	0
<i>Blackstone Capital Pturs III</i>	May 1997	20,000,000	13,213,394	1,796,134	15,009,528	4,990,472	13,644,772
<i>Blackstone Capital Pturs IV</i>	Sept 2001	25,000,000	0	0	0	25,000,000	0
<i>Boston Ventures Ltd</i>	Sept 1996	5,000,000	4,271,482	0	4,271,482	728,518	2,205,138
<i>Charterhouse Capital Partners VII L.P.</i>	Dec 2002	15,000,000	0	0	0	15,000,000	0
<i>Coller Capital</i>	Mar 2002	15,000,000	72,855	(21,086)	51,769	14,948,231	93,941
<i>Crossroads/Providence LP</i>	Dec 1988	37,319,303	36,510,945	(122,589)	36,388,356	0	7,154,614
<i>CVC Capital Partners</i>	Mar 1998	15,000,000	10,884,326	(963,692)	9,920,634	5,079,366	7,876,297
<i>CVC Capital Partners III</i>	Mar 2001	20,000,000	3,877,722	(618,821)	3,258,901	16,741,099	2,984,744
<i>Doughty Hanson II</i>	Mar 1996	5,000,000	1,904,717	0	1,904,717	3,095,283	861,331
<i>Doughty Hanson III</i>	Nov 1997	15,000,000	11,638,869	0	11,638,869	3,361,131	10,528,603
<i>Fenway</i>	Aug 1998	15,000,000	7,987,852	288,750	8,276,602	6,723,398	5,957,193
<i>First Reserve Fund VIII L.P.</i>	Apr 1998	15,000,000	13,576,459	0	13,576,459	1,423,541	16,675,352
<i>First Reserve Fund IX L.P.</i>	Jan 2001	20,000,000	7,891,069	1,061,818	8,952,887	11,047,113	8,714,730
<i>Green Equity Investors IV L.P.</i>	Oct 2002	15,000,000	0	0	0	15,000,000	0
<i>Harvest Partners III</i>	Dec 1997	15,000,000	12,805,596	0	12,805,596	2,194,404	14,056,279
<i>Harvest Partners IV</i>	Aug 2001	15,000,000	1,800,000	(586,286)	1,213,714	13,786,286	1,179,450
<i>Heritage Fund</i>	May 1997	5,000,000	3,987,804	0	3,987,804	1,012,196	3,951,669
<i>Lumina Ventures, L.P.</i>	Sep 2002	15,000,000	1,016,667	0	1,016,667	13,983,333	1,016,667
<i>Matlin Patterson Global Oppor Pturs L P</i>	Sep 2001	15,000,000	12,577,757	0	12,577,757	2,422,243	12,577,757
<i>Nautic Partners V</i>	Feb 2001	20,000,000	1,804,341	640,454	2,444,795	17,555,205	2,547,704
<i>Nordic Capital III</i>	Feb 1998	10,000,000	8,289,232	0	8,289,232	1,710,768	10,579,856
<i>Nordic Capital V L.P.</i>	Dec 2002	15,000,000	0	0	0	15,000,000	0
<i>OCM Opportunities Fund</i>	Jan 1996	8,000,000	823,006	0	823,006	7,176,994	2,863,400
<i>OCM Principal Opportunities</i>	Nov 1996	5,000,000	4,383,638	0	4,383,638	616,362	4,448,232
<i>OCM Opportunities II</i>	Oct 1997	12,000,000	7,131,237	0	7,131,237	4,868,763	8,417,736

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	14,147,104
<i>Parthenon Investors II, L.P.</i>	Dec 2000	20,000,000	2,406,742	495,079	2,901,821	17,098,179	2,904,227
<i>Providence Equity Partners</i>	Dec 1996	10,000,000	3,968,646	(13,539)	3,955,107	6,044,893	2,647,448
<i>Providence Equity Partners III L.P.</i>	Dec 1998	15,000,000	8,481,073	0	8,481,073	6,518,927	2,863,008
<i>Providence Equity Partners IV L.P.</i>	Sep 2000	25,000,000	3,144,729	1,827,375	4,972,104	20,027,896	5,259,170
<i>SKM Equity Fund II</i>	Dec 1996	10,000,000	7,784,244	0	7,784,244	2,215,756	7,222,799
<i>THL Equity Fund IV</i>	Dec 1997	9,000,000	7,194,662	(9,593)	7,185,069	1,814,931	6,241,763
<i>TPG Partners</i>	Apr 1997	10,000,000	8,193,060	(110,398)	8,082,662	1,917,338	4,958,401
<i>Triumph Partners III</i>	Feb 1998	15,000,000	9,664,606	(54,622)	9,609,984	5,390,016	8,683,188
<i>VS & A Communications Ptnrs III L.P.</i>	Nov 1998	15,000,000	7,948,905	256,062	8,204,967	6,795,033	5,859,016
<i>Wellspring Capital Partners</i>	Sep 1998	15,000,000	7,820,758	0	7,820,758	7,179,242	7,384,111
<i>Wellspring Capital Partners III</i>	Sep 2002	20,000,000	0	2,483,324	2,483,324	17,516,676	2,483,324
<i>Welsh, Carson, Anderson & Stowe</i>	Oct 1995	15,000,000	12,064,326	0	12,064,326	2,935,674	13,450,950
<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	21,306,416
<i>Contingency Fund</i>		500,000	500,000	0	500,000	0	500,000
TOTALS:		\$737,363,507	\$339,609,689	\$7,063,480	\$346,673,169	\$340,602,171	\$292,801,131

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

**ERSRI
&
MERSRI** **at December 31, 2002**

	<u>LONG TERM</u>	<u>SHORT TERM</u>	<u>TOTAL</u>
INTEREST SOLD	\$15,860,585		\$15,860,585
SECURITIES LENDING	806,327		806,327
DIVIDENDS	17,143,141		17,143,141
INTEREST	46,744,481	102,109	46,846,590
MISCELLANEOUS	(1,208,563)		(1,208,563)
CAPITAL GAINS/LOSSES	(154,077,524)		(154,077,524)
GRAND TOTAL:	(\$74,731,553)	\$102,109	(\$74,629,444)

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>Provident Investment</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>SS&A Core</i>			168,665			170,000			175,000			175,000	688,665
<i>SS&A Russell</i>			14,188			15,000			20,000			20,000	69,188
<i>Starr Capital</i>			867			900			900			900	3,567
<i>SS&A Wilshire 5000</i>			38,919			50,000			50,000		1,000,000	50,000	1,88,919
<i>PIMCO</i>												135,000	1,000,000
<i>Columbia Ptrrs</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			100,000			115,000			115,000	426,075
<i>Fidelity</i>			140,635			140,000			140,000			140,000	560,635
<i>Taplin</i>			134,489			140,000			150,000			150,000	574,489
<i>Mackay Shields</i>			144,419			150,000			155,000			155,000	604,419
<i>Stoneman</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>			430,000			433,000			433,000			433,000	1,729,000
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	1,400,000	60,000	15,000	300,000	265,000	180,000	4,542,371
SUB TOTAL - INV MGMT FEES	804,486	176,384	2,771,578	132,033	366,926	3,438,235	1,400,000	60,000	2,853,400	300,000	1,885,000	3,038,400	17,226,442
PROFESSIONAL FEES													
<i>Consulting</i>							3,500	3,500	3,500	3,500	3,500	3,500	0
<i>Legal</i>	6,300	3,500	6,250	7,600	6,500	3,500	22,000	22,000	22,000	22,000	22,000	22,000	54,650
<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	16,667	68,750	68,750	16,667	16,667	16,667	16,667	16,667	16,667	275,000
<i>Wilshire 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			2,400,000			2,400,000	9,426,680
<i>Other Expense</i>													
TOTAL:	842,396	208,003	5,196,797	167,002	466,801	5,793,742	1,442,167	102,167	5,364,317	342,167	1,927,167	5,549,317	27,402,043

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	Projected January 2003	Projected February	Projected March	Projected April	Projected May	Projected June	Projected TOTAL
MEMBER BENEFITS	35,574,521	37,073,530	37,007,777	36,820,823	36,663,139	36,629,118	37,000,000	37,000,000	37,000,000	37,000,000	37,000,000	441,768,908
ADMINISTRATIVE EXPENSES	36,560	36,553	2,100,884	36,533	96,061	2,039,981	40,000	2,750,000	40,000	40,000	2,750,000	10,006,572
INVESTMENT EXPENSES	697,528	152,901	2,814,493	114,393	317,781	2,977,675	57,500	3,200,000	285,000	255,000	3,400,000	15,622,271
TOTAL OUTFLOW	36,308,609	37,262,984	41,923,154	36,971,749	37,076,981	41,646,774	38,390,000	42,950,000	37,325,000	37,295,000	43,150,000	467,397,751
CONTRIBUTIONS	28,107,965	18,656,510	18,955,473	19,020,445	30,150,361	24,252,015	20,000,000	22,000,000	23,000,000	21,000,000	26,000,000	260,142,769
OTHER INCOME*	46,322	105,468	143,939	2,425,750	279,948	1,378,462	8,500,000	600,000	2,300,000	1,600,000	2,500,000	20,354,889
TOTAL INCOME	28,154,287	18,761,978	19,099,412	21,446,195	30,430,309	25,630,477	28,500,000	22,600,000	25,300,000	22,600,000	28,500,000	280,497,658
DIFFERENCE	(8,154,322)	(18,501,006)	(22,823,742)	(15,525,554)	(6,646,672)	(16,016,297)	(9,890,000)	(20,350,000)	(12,025,000)	(14,695,000)	(14,650,000)	(186,900,093)

Municipal Employees Retirement System

Actual July 2002	Actual August	Actual September	Actual October	Actual November	Actual December	Projected January 2003	Projected February	Projected March	Projected April	Projected May	Projected June	Projected TOTAL
MEMBER BENEFITS	3,025,920	3,079,014	3,074,947	3,105,861	3,082,033	3,100,000	3,100,000	3,100,000	3,100,000	3,100,000	3,100,000	37,047,191
ADMINISTRATIVE EXPENSES	5,813	5,428	312,353	5,438	14,330	1,800	1,800	150,000	1,800	1,800	150,000	954,716
INVESTMENT EXPENSES	103,546	23,090	418,451	17,027	47,406	1,400,000	2,250	150,000	12,500	7,500	125,000	2,750,731
TOTAL OUTFLOW	3,135,279	3,107,532	3,805,751	3,128,326	3,143,769	4,501,800	3,104,050	3,400,000	3,114,300	3,109,300	3,375,000	40,752,638
CONTRIBUTIONS	2,822,362	2,198,979	1,818,445	2,592,004	1,582,100	750,000	1,750,000	1,250,000	3,250,000	2,000,000	3,500,000	26,926,935
OTHER INCOME*	6,876	15,661	21,400	361,053	41,763	122,000	75,000	95,000	375,000	250,000	375,000	1,944,277
TOTAL INCOME	2,829,238	2,214,640	1,839,845	2,953,057	1,623,863	872,000	1,825,000	1,345,000	3,625,000	2,250,000	3,875,000	28,871,212
DIFFERENCE	(306,041)	(892,892)	(1,965,906)	(175,269)	(1,519,906)	(3,629,800)	(1,279,050)	(2,055,000)	510,700	(859,300)	500,000	(11,881,426)

Judges/State Police Retirement System

	Actual July 2002	Actual August	Actual September	Actual October	Actual November	Actual December	Projected January 2003	Projected February	Projected March	Projected April	Projected May	Projected June	Projected TOTAL
MEMBER BENEFITS	13,451	13,451	13,451	13,451	13,451	13,451	13,500	13,500	13,500	13,500	13,500	13,500	161,707
ADMINISTRATIVE EXPENSES	206	186	14,763	196	526	11,372	200	200	200	200	200	200	28,449
INVESTMENT EXPENSES	3,412	779	35,000	613	1,739	16,599	5,000	500	25,000	2,500	2,500	15,000	108,642
TOTAL OUTFLOW	17,069	14,416	63,214	14,260	15,716	41,422	18,700	14,200	38,700	16,200	16,200	28,700	298,798
CONTRIBUTIONS	884,586	1,511,768	375,000	360,000	370,000	895,859	400,000	400,000	400,000	400,000	400,000	400,000	6,797,213
OTHER INCOME*	227	537	756	13,003	1,532	7,684	60,000	3,000	3,000	12,000	7,500	125,000	234,239
TOTAL INCOME	884,813	1,512,305	375,756	373,003	371,532	903,543	460,000	403,000	403,000	412,000	407,500	525,000	7,031,452
DIFFERENCE	867,744	1,497,889	312,542	358,743	355,816	862,121	441,300	388,800	364,300	395,800	391,300	496,300	6,732,654

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

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	1,548,109	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							29,477,479
DISTRIB & RET OF CAPITAL	8,481,884	0	109,159	971,928	45,320	2,377,624							11,985,915
GAINS/LOSSES/INCOME	648,652	0	0	2,743,091	374,518	1,236,224							5,002,485

Rhode Island Employees Retirement System Securities Lending Report December, 2002
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<u>INVESTMENT MANAGER</u>	<u>Income</u>	<u>Average Collateral Balance</u>
<u>DOMESTIC EQUITY</u>		
Provident Investment Council	482	1,304,598
Columbia Partners	2,716	7,390,823
Wellington Mgmt. Co., LLP	5,711	16,119,885
Wasatch Advisors	9,287	15,107,514
NorthPointe Capital	3,469	7,894,576
JP Morgan Investment Management	1,368	4,474,790
MacKay Shields	4,006	10,239,346
Shenkman Capital Management	5,022	13,985,340
SSgA Core	<u>3,246</u>	<u>9,771,811</u>
Total Domestic Equity	<u>\$35,308</u>	<u>\$86,288,684</u>
<u>INTERNATIONAL EQUITY</u>		
Bank of Ireland	31,182	50,691,081
Putnam Investments	<u>33,705</u>	<u>71,330,720</u>
Total International Equity	<u>\$64,886</u>	<u>\$122,021,801</u>
<u>FIXED INCOME</u>		
Fleet Investment Advisors	25,397	125,433,724
Brown Brothers, Harriman	6,238	19,433,805
Taplin, Canida & Habacht	<u>6,785</u>	<u>25,384,898</u>
Total Fixed Income	<u>\$38,420</u>	<u>\$170,252,427</u>
TOTAL SECURITIES LENDING INCOME	<u>\$138,614</u>	<u>\$378,562,912</u>
Calendar Year 2002 YTD	<u>\$ 2,253,247</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 December 31, 2002

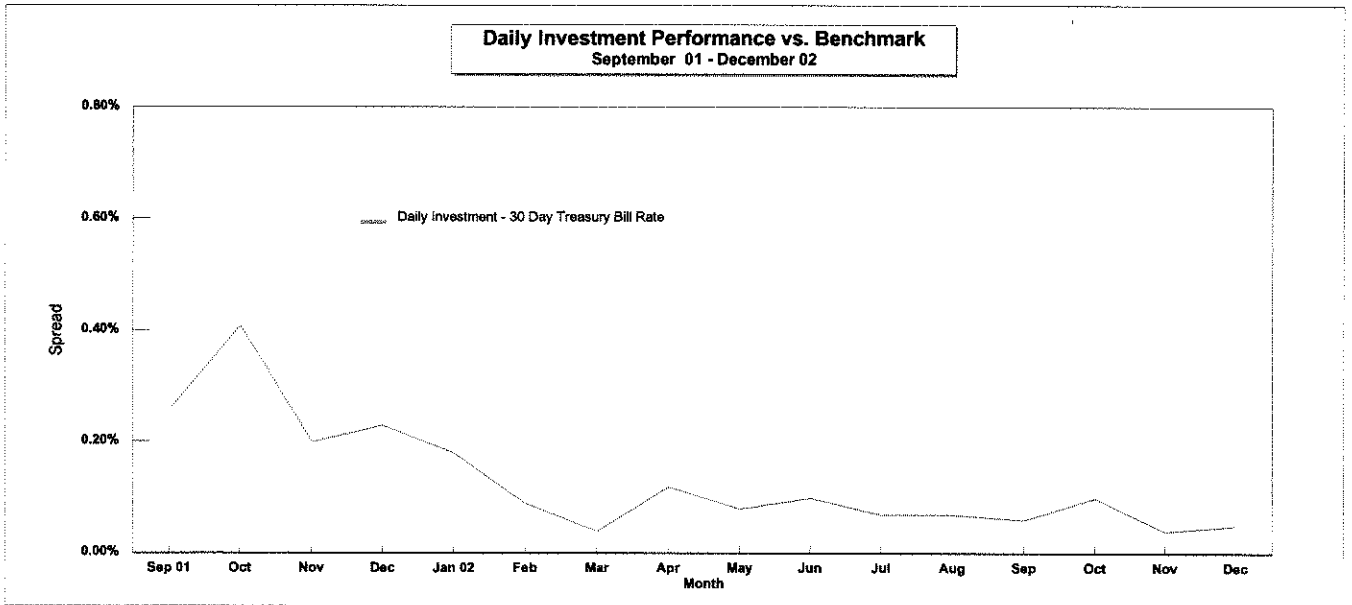
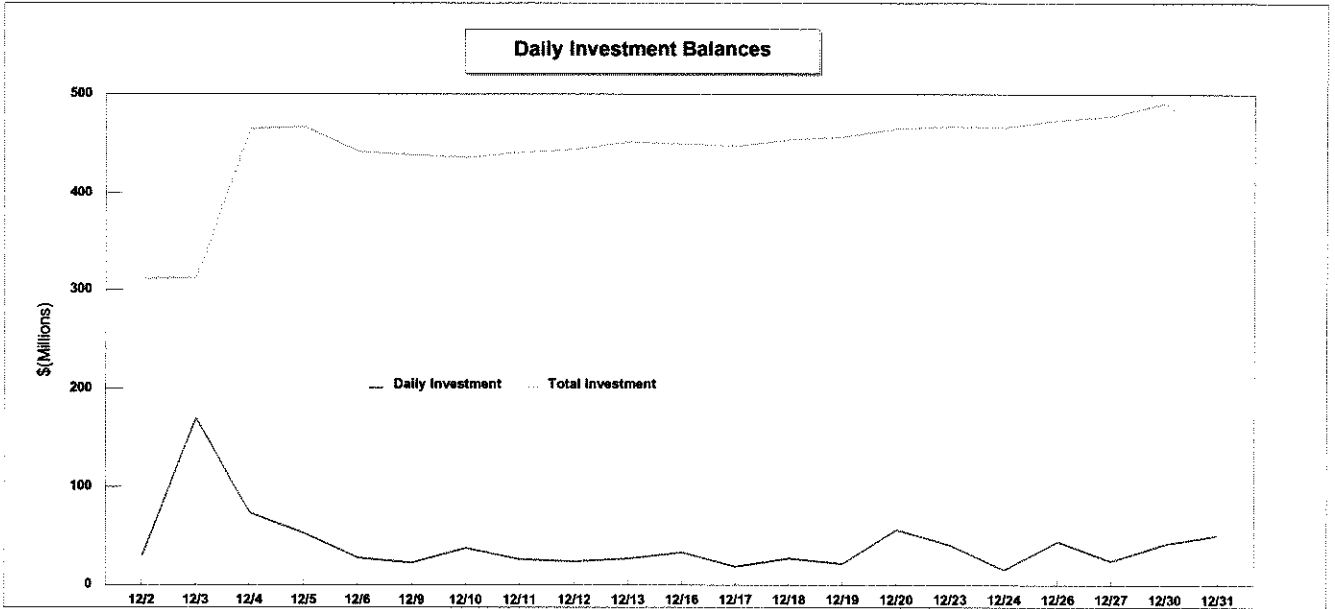
	Principal	Interest*	Total Value @ Maturity
4901 GENERAL FUND	34,000,000	0	34,000,000
4902 GENERAL FUND	0	0	0
4904 PENSION C	4,000,000	178	4,000,178
4908 PAYROLL A	500,000	22	500,022
4920 GENERAL FUND (HIST PRES)	445,062	464	445,526
5200 RI UNDERGROUND STORAGE TNK	0	0	0
5400 HIGHWAY FUND	6,259,674	576	6,260,251
5500 UNIVERSITY COLLEGE	0	0	0
5800 PROV. RIVER RELOCATION	0	0	0
6920 AUTO EQUIPMENT SERVICE	1,399,638	362	1,400,000
8000 T.D.I. RESERVE (DET)	61,571,836	11,082	61,582,917
8300 PERMANENT SCHOOL FUND	650,418	276	650,694
8400 EMP RETIREMENT FUND	2,050,000	2,207	2,052,207
8500 MUN EMP RETIREMENT FUND	350,000	377	350,377
8700 R.I. CLEAN WATER ACT	5,103,029	3,087	5,106,117
9000 BOND CAPITAL FUND	4,799,589	973	4,800,561
9400 R.I. HIGHER EDUCATION	0	0	0
9700 STATE LOTTERY FUND	24,183,870	16,192	24,200,062
9800 INDUS. BLDG. & MTG. INS.	3,311,917	2,519	3,314,436
9900 SINKING FUND	3,309,712	2,758	3,312,470
4911 TANS	127,334,500		127,334,500
4913 TOBACCO SETTLEMENT FY03	379,769		379,769
4914 TOBACCO SETTLEMENT FY04	36,649,242	575,949	37,225,191
Subtotal	316,298,255	617,022	316,915,277
8702 CLEAN WATER 1993 SER. A	34,035		
8703 CLEAN WATER 1991 SERIES A	698,128		
8704 CLEAN WATER 96 SERIES A	260,116		
8706 CLEAN WATER CCDL 1994 (A)	173,432		
8707 CAP DEV. OF 1997 SERIES A	155,225		
8708 CLEAN WATER CCDL 2002 A	492,429		
8733 CAP DEV. OF 1997 SERIES A	100,503		
8737 RI POLLUT. CONT 94 SER. A	41,367		
8739 CCDL99A 1999A	375,955		
8740 POLLUTION CONTROL CCDL200A	19,307		
8741 BOND 2001	43,224		
8742 POLLUTION CNTRL 2002 A	799,535		
9114 G.O. NOTE 1991 SER. B	8,572		
9116 BOND CCDL 1993 SERIES A	1,368,533		
9117 BOND CCDL 1994 SERIES A	1,158,958		
9120 BOND CCBL96A	1,882,771		
9121 CAP DEV OF 1997 SERIES A	1,333,020		
9123 CCDL 1998B	4,461,092		
9124 CCDL99A 1999A	13,001,218		
9125 MMG099 1999	2,302,567		
9126 BOND CAPITOL CCDL2000A	18,290,950		
9127 MULTI-MODAL GEN OBL 2000	1,555,013		
9128 BOND 2001	11,116,972		
9129 BOND CCDL 2002 SERIES A	69,475,326		
Subtotal Bond Proceed Accounts	129,148,248		
Total Short Term Portfolio	445,446,504		

* 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.

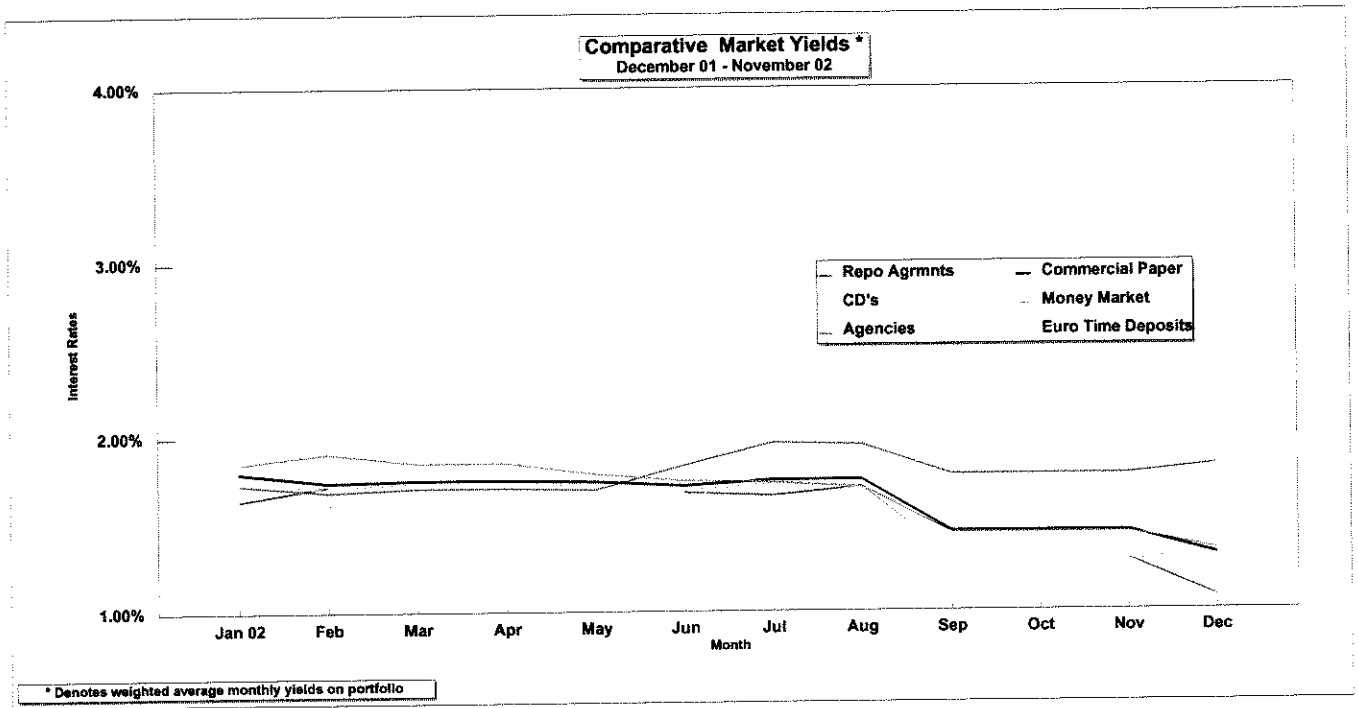
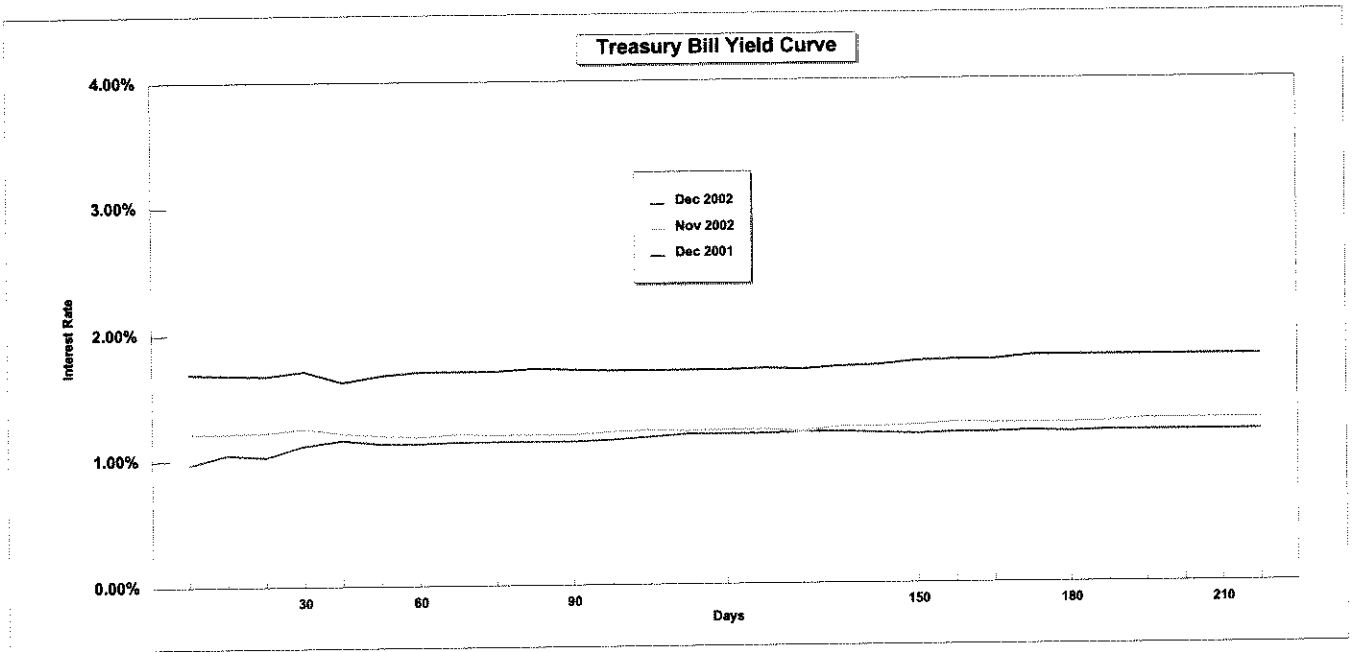
**Short Term Interest Rate Performance
December 31, 2002**

<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>
12/02	\$30.04	\$0.12	1.27	1.20	7.05	12/02	\$312.40
12/03	\$20.25	\$151.03	1.21	1.20	0.69	12/03	\$313.35
12/04	\$74.50	\$0.01	1.19	1.21	-2.48	12/04	\$466.18
12/05	\$54.10	\$0.00	1.25	1.20	5.19	12/05	\$468.28
12/06	\$28.79	\$0.00	1.25	1.18	7.47	12/06	\$442.98
12/09	\$23.71	\$0.00	1.27	1.17	10.15	12/09	\$439.85
12/10	\$39.09	\$0.00	1.26	1.19	7.09	12/10	\$437.16
12/11	\$27.55	\$0.00	1.22	1.20	2.49	12/11	\$442.31
12/12	\$25.09	\$0.00	1.26	1.21	4.85	12/12	\$445.21
12/13	\$28.10	\$0.00	1.22	1.17	5.48	12/13	\$453.01
12/16	\$26.17	\$8.09	1.22	1.17	5.48	12/16	\$450.72
12/17	\$20.00	\$0.00	1.21	1.18	3.35	12/17	\$448.13
12/18	\$26.30	\$2.25	1.20	1.18	1.50	12/18	\$455.18
12/19	\$22.85	\$0.00	1.27	1.17	9.93	12/19	\$458.08
12/20	\$57.60	\$0.00	1.21	1.16	4.76	12/20	\$466.28
12/23	\$41.90	\$0.00	1.21	1.14	6.60	12/23	\$468.59
12/24	\$16.50	\$0.00	1.22	1.14	7.73	12/24	\$467.79
12/26	\$45.42	\$0.00	1.19	1.13	6.39	12/26	\$474.96
12/27	\$25.80	\$0.00	1.26	1.10	16.15	12/27	\$479.36
12/30	\$43.15	\$0.00	1.17	1.02	15.40	12/30	\$492.50
12/31	\$18.05	\$34.00	1.22	1.16	5.56	12/31	\$445.45
	<u>Amount Invested</u>		<u>Weighted Average Rate</u>	<u>Average 30 day Rate</u>	<u>Basis Point Difference</u>		
	\$694.96	\$195.50	\$1.22	\$1.17	6		
Money Market	195.50	78.05%					
Total	890.47	21.95%					

INTEREST



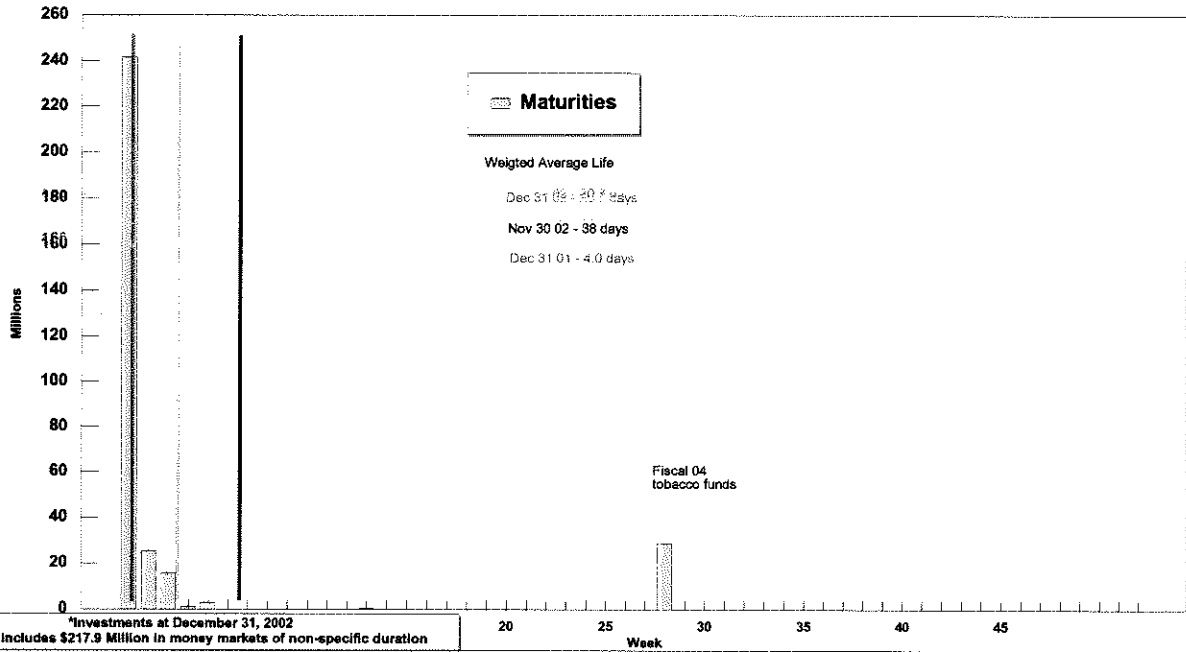
**RHODE ISLAND STATE INVESTMENT COMMISSION
SHORT TERM INVESTMENTS**



* Denotes weighted average monthly yields on portfolio

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

Portfolio Maturities by Week*



SUMMARY PORTFOLIO YIELDS

	WEIGHTED AVERAGE YIELD(%)
Dec 31, 2002	1.4%
Nov 30, 2002	1.5%
Dec 31, 2001	1.9%

SPECIAL FUNDS
 INVESTMENT SUMMARY
 DECEMBER 31, 2002

<u>FUND NAME</u>	<u>EQUITIES</u>	<u>CASH & EQUIVALENTS</u>	<u>FIXED INCOME</u>	<u>Gain/Loss</u>	<u>TOTAL MARKET VALUE</u>
<u>Abraham Touro Fund</u>	\$1,086,721	\$166,316	\$585,931	(\$69,416)	\$1,838,968
<u>State of Rhode Island Land Grant Fund</u>	0	\$65,379	0	\$43	\$65,379
<u>TOTALS</u>	\$1,086,721	\$231,695	\$585,931	(\$69,373)	\$1,904,347

FISCAL YEAR 2003

	July 2002	August	September	October	November	December	January 2003	February	March	April	May	June	YTD FY 2003
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SUMMARY BY SOURCE:

ISO:	7,718,424	2,489,788	1,505,720	1,890,660	1,500,400	755,594	0	0	0	0	0	0	15,860,585
SCL:	179,714	128,361	106,226	99,337	154,076	138,614	0	0	0	0	0	0	806,327
DIV:	2,386,720	2,395,342	3,655,962	2,794,703	1,623,933	4,286,459	0	0	0	0	0	0	17,143,141
INT:	7,544,885	7,542,311	7,835,599	6,063,408	10,091,793	7,666,486	0	0	0	0	0	0	46,744,481
MIS:	(840,057)	(1,189,982)	336,573	48,426	(101,062)	537,539	0	0	0	0	0	0	(1,208,563)
CAPGNLS:	(51,793,358)	(18,451,416)	(24,005,579)	(33,233,978)	(19,147,359)	(7,445,835)	0	0	0	0	0	0	(154,077,524)
TOTAL	(34,803,672)	(7,085,595)	(10,565,479)	(22,337,445)	(5,878,220)	5,938,857	0	0	0	0	0	0	(74,731,553)
SHORT TERM TOTAL	35,599	15,038	12,760	8,365	17,133	13,214	0	0	0	0	0	0	102,109

FY 2001

	July 2001	August	September	October	November	December	January 2002	February	March	April	May	June	YTD
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SUMMARY BY SOURCE:

ISO	1,570,173	801,997	518,772	1,060,463	1,600,171	3,970,345	976,396	594,183	1,145,046	1,122,471	2,812,488	1,267,235	17,429,740
SCL:	144,694	121,147	182,026	228,368	250,924	230,713	196,566	165,375	251,028	317,547	299,640	216,762	2,604,790
DIV:	1,850,179	1,514,638	3,392,318	2,701,686	1,101,683	3,755,221	1,070,124	888,770	2,660,377	4,726,014	7,376,644	4,715,163	35,752,817
INT:	9,991,736	15,623,111	10,537,945	7,472,268	13,756,874	7,211,142	8,325,524	13,635,690	8,350,350	7,037,656	6,997,532	6,136,765	117,075,893
MIS:	(537,473)	1,360,112	85,548	(16,611)	220,351	847,276	(935,933)	49,303	310,586	228,729	971,485	1,171,394	3,754,767
CAPGNLS:	(15,363,324)	(26,768,978)	(33,034,259)	(94,262,958)	(12,420,046)	11,093,085	(9,774,329)	(52,872,478)	29,080,145	(7,861,101)	2,828,925	(23,244,435)	(232,599,953)
TOTAL	(2,344,215)	(7,347,973)	(18,318,550)	(82,816,784)	4,509,957	27,107,782	(141,652)	(37,548,957)	41,797,532	5,571,316	23,286,714	(9,737,116)	(55,981,946)
SHORT TERM TOTAL	42,125	29,395	11,452	14,962	21,088	12,081	14,714	7,161	12,267	20,133	14,784	16,408	216,570

Key:
 ISO - Interest Sold
 SCL - Securities Lending
 DIV - Dividend earned
 INT - Interest earned
 MIS - Miscellaneous Income
 CAPGNLS - Capital Gains/Losses

ERSRI & MERSRI INCOME FILE FY 2003

	July 2002	August	September	October	November	December	January 2003	February	March	April	May	June	YTD FY 2003
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ZU 12

ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV	0	0	0	0	0	0	0	0	0	0	0	0	0
INT	0	0	0	0	0	0	0	0	0	0	0	0	0
MIS	0	0	0	0	0	0	0	0	0	0	0	0	0
CAPGNLS	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0

ZU 16

ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	564	0	0	0	0	0	0	0	0	0	0	0	564
DIV	0	0	0	0	0	0	0	0	0	0	0	0	0
INT	0	0	0	0	0	0	0	0	0	0	0	0	0
MIS	0	0	0	0	0	0	0	0	0	0	0	0	0
CAPGNLS	(6,634)	0	0	0	0	0	0	0	0	0	0	0	(6,634)
TOTAL	(6,071)	0	0	0	0	0	0	0	0	0	0	0	(6,071)

Provident ZU21 & 22

ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	26,880	8,588	80,925	31,780	7,898	74,201	0	0	0	0	0	0	230,261
DIV	6,744	8,854	12,219	9,328	6,519	8,393	0	0	0	0	0	0	52,056
INT	(3,733)	0	0	0	0	(70)	0	0	0	0	0	0	(3,803)
MIS	(4,765,888)	(334,007)	(1,899,417)	(2,210,454)	(3,867,380)	119,670	0	0	0	0	0	0	(12,957,476)
CAPGNLS	(4,735,996)	(316,565)	(1,806,273)	(2,169,346)	(3,852,974)	202,193	0	0	0	0	0	0	(12,678,961)
TOTAL	(4,735,996)	(316,565)	(1,806,273)	(2,169,346)	(3,852,974)	202,193	0	0	0	0	0	0	(12,678,961)

Columbia ZU 37

ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	7,173	11,413	28,461	7,725	9,765	29,642	0	0	0	0	0	0	94,178
DIV	3,041	6,513	6,433	2,808	1,726	3,436	0	0	0	0	0	0	23,958
INT	0	0	0	0	0	(2)	0	0	0	0	0	0	(2)
MIS	(3,552,030)	(1,188,092)	(1,927,442)	(3,243,158)	(684,639)	(964,991)	0	0	0	0	0	0	(11,560,352)
CAPGNLS	(3,541,816)	(1,170,166)	(1,892,548)	(3,232,625)	(673,149)	(931,915)	0	0	0	0	0	0	(11,442,219)
TOTAL	(3,541,816)	(1,170,166)	(1,892,548)	(3,232,625)	(673,149)	(931,915)	0	0	0	0	0	0	(11,442,219)

INCOME FILE

	July 2002	August	September	October	November	December	January 2003	February	March	April	May	June	YTD FY 2003
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ZU 55 PIMCO

ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV	33	41	96	60	43	36	0	0	0	0	0	0	309
INT	0	0	0	0	0	0	0	0	0	0	0	0	0
MIS	0	0	0	0	0	0	0	0	0	0	0	0	0
CAPGNLS	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL	33	41	96	60	43	36	0	0	0	0	0	0	309

ZU 56 TRANSITION

ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV	0	0	0	0	0	0	0	0	0	0	0	0	0
INT	0	0	0	0	0	0	0	0	0	0	0	0	0
MIS	0	0	0	0	0	0	0	0	0	0	0	0	0
CAPGNLS	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0

Wellington ZU 38

ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV	66,091	68,824	65,753	43,660	58,774	69,247	0	0	0	0	0	0	372,348
INT	5,952	5,843	8,404	7,335	7,174	6,523	0	0	0	0	0	0	41,230
MIS	(101)	0	0	0	0	0	0	0	0	0	0	0	(101)
CAPGNLS	(3,785,937)	(1,591,269)	(1,075,375)	(5,060,253)	(906,880)	(1,275,839)	0	0	0	0	0	0	(13,695,553)
TOTAL	(3,713,996)	(1,516,602)	(1,001,218)	(5,009,258)	(840,933)	(1,200,070)	0	0	0	0	0	0	(13,282,077)

Wasatch ZU 39

ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV	123,128	38,046	61,743	71,988	38,423	58,416	0	0	0	0	0	0	391,745
INT	3,426	2,569	928	562	1,269	2,230	0	0	0	0	0	0	10,985
MIS	(99)	0	(12)	(66)	0	0	0	0	0	0	0	0	(177)
CAPGNLS	(314,050)	232	(77,143)	(1,971,154)	(1,266,399)	(54,729)	0	0	0	0	0	0	(3,683,244)
TOTAL	(187,595)	40,847	(14,484)	(1,898,670)	(1,226,707)	5,918	0	0	0	0	0	0	(3,280,691)

INCOME FILE

	July 2002	August	September	October	November	December	January 2003	February	March	April	May	June	YTD FY2003
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NoPointe ZU 47

ISO													0
SCL													0
DIV	205,243	43,417	74,517	210,259	42,379	82,308	0	0	0	0	0	0	658,223
INT	7,813	6,772	6,697	6,411	9,198	9,897	0	0	0	0	0	0	46,787
MIS	0	(14)	0	(32)	0	0	0	0	0	0	0	0	(46)
CAPGNLS	(1,733,325)	(1,524,444)	(909,310)	(2,331,751)	683,518	(106,620)	0	0	0	0	0	0	(5,921,932)
TOTAL	(1,520,269)	(1,474,269)	(827,996)	(2,115,114)	735,095	(14,415)	0	0	0	0	0	0	(5,216,968)

Alternative Investments ZU 32

ISO													0
SCL													0
DIV													0
INT	0	17	0	0	8	8	0	0	0	0	0	0	33
MIS	(835,062)	(176,384)	239,901	(164,590)	(118,935)	(318,627)	0	0	0	0	0	0	(1,373,697)
CAPGNLS	512,133	0	2,552,884	2,680,505	126,192	620,440	0	0	0	0	0	0	6,492,154
TOTAL	(322,929)	(176,367)	2,792,785	2,515,915	7,265	301,822	0	0	0	0	0	0	5,118,491

Bank Acquisition ZU 60

ISO													0
SCL													0
DIV													0
INT	782	801	779	736	741	670	0	0	0	0	0	0	4,508
MIS													0
CAPGNLS													0
TOTAL	782	801	779	736	741	670	0	0	0	0	0	0	4,508

Instate ZU 40

ISO													0
SCL													0
DIV													0
INT	121,604	125,555	125,452	121,306	125,247	121,108	0	0	0	0	0	0	740,273
MIS	0	0	0	0	0	0	0	0	0	0	0	0	0
CAPGNLS													0
TOTAL	121,604	125,555	125,452	121,306	125,247	121,108	0	0	0	0	0	0	740,273

INCOME FILE

YTD
FY 2003

July 2002 August September October November December January February March April May June

Cash - Out of Trust ZU 66

	July 2002	August	September	October	November	December	January 2003	February	March	April	May	June	YTD FY 2003
ISO													0
SCL													0
DIV													0
INT	23,181	27,523	31,813	28,874	30,995	28,590	0	0	0	0	0	0	170,976
MIS					0								0
CAPGNLS													0
TOTAL	23,181	27,523	31,813	28,874	30,995	28,590	0	0	0	0	0	0	170,976

Cash - In Trust ZU 76

ISO													0
SCL													806,327
DIV	179,714	128,361	106,226	99,337	154,076	138,614	0						0
INT	7,498	7,767	17,620	7,746	2,905	2,340	0	0	0	0	0	0	45,875
MIS	0	8,026	9,658	90,889	2,014	5,246	0	0	0	0	0	0	115,833
CAPGNLS													0
TOTAL	187,211	144,154	133,503	197,972	158,995	146,200	0	0	0	0	0	0	968,035

Loomis Sayles ZU 90

ISO	4,353,262	0	0	0	0	0	0	0	0	0	0	0	4,353,262
SCL	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV	43,483	0	0	0	0	0	0	0	0	0	0	0	43,483
INT	483,627	699	0	0	0	0	0	0	0	0	0	0	484,326
MIS	54,196	(12)	51	0	0	0	0	0	0	0	0	0	54,234
CAPGNLS	(21,451,136)	0	0	0	0	0	0	0	0	0	0	0	(21,451,136)
TOTAL	(16,516,569)	686	51	0	0	0	0	0	0	0	0	0	(16,515,832)

J.P. Morgan ZU 48

ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV	343,782	270,756	336,456	357,774	270,175	355,767	0	0	0	0	0	0	1,934,711
INT	811	776	695	822	929	853	0	0	0	0	0	0	4,886
MIS	(0)	(1)	(1)	(1)	(1)	1	0	0	0	0	0	0	(2)
CAPGNLS	(4,967,273)	(1,743,384)	(3,449,631)	(5,582,621)	(1,415,660)	(434,018)	0	0	0	0	0	0	(17,592,587)
TOTAL	(4,622,680)	(1,471,852)	(3,112,480)	(5,224,025)	(1,144,556)	(77,398)	0	0	0	0	0	0	(15,652,992)

INCOME FILE

	July 2002	August	September	October	November	December	January 2003	February	March	April	May	June	YTD FY 2003
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SSgA Core ZU 99

ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV	275,123	223,015	466,774	244,540	276,669	482,224	0	0	0	0	0	0	1,968,345
INT	2,533	4,438	7,506	4,339	6,259	6,465	0	0	0	0	0	0	31,539
MIS	0	(1,128,599)	0	0	0	0	0	0	0	0	0	0	(1,128,599)
CAPGNLS	(2,395,124)	0	(2,941,725)	(2,266,449)	(2,880,316)	(2,232,773)	0	0	0	0	0	0	(12,716,388)
TOTAL	(2,117,468)	(901,146)	(2,467,446)	(2,017,570)	(2,597,388)	(1,744,085)	0	0	0	0	0	0	(11,845,103)

Short Capital Mgmt ZU 49

ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV	85	206	21	5	415	201	0	0	0	0	0	0	933
INT	(59)	0	0	0	(61)	(26)	0	0	0	0	0	0	(146)
MIS	(88,407)	(17,806)	5,431	(142,823)	(106,222)	2,234	0	0	0	0	0	0	(347,594)
CAPGNLS													
TOTAL	(88,382)	(17,600)	5,452	(142,818)	(105,868)	2,409	0	0	0	0	0	0	(346,806)

SSgA Russell ZU 98

ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV	0	0	723,748	0	0	906,201	0	0	0	0	0	0	1,629,949
INT	0	0	0	0	0	0	0	0	0	0	0	0	0
MIS	0	0	0	0	0	0	0	0	0	0	0	0	0
CAPGNLS						(5,405)							(5,405)
TOTAL	0	0	723,748	0	0	900,796	0	0	0	0	0	0	1,624,544

SSgA Wilshire 5 ZU 50

ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV	0	0	0	0	0	0	0	0	0	0	0	0	0
INT	0	0	0	0	0	0	0	0	0	0	0	0	0
MIS	0	0	0	0	0	0	0	0	0	0	0	0	0
CAPGNLS	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0

INCOME FILE

Bank of Ireland ZU 57

	July 2002	August	September	October	November	December	January 2003	February	March	April	May	June	YTD FY 2003
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	July 2002	August	September	October	November	December	January 2003	February	March	April	May	June	YTD FY 2003
ISO	583,804	703,676	888,382	1,070,623	624,625	1,146,688	0	0	0	0	0	0	0
SCL	20,642	17,346	10,399	7,834	10,958	11,568	0	0	0	0	0	0	5,019,799
INT	15	(567)	0	(0)	0	(0)	0	0	0	0	0	0	78,747
MIS	(7,776,950)	(4,412,425)	(6,260,685)	(1,345,976)	(4,451,775)	(1,635,887)	0	0	0	0	0	0	(553)
CAPGNLS													(25,883,698)
TOTAL	(7,172,490)	(3,691,969)	(5,361,904)	(267,519)	(3,816,192)	(475,631)	0	0	0	0	0	0	(20,785,704)

	July 2002	August	September	October	November	December	January 2003	February	March	April	May	June	YTD FY 2003
Putnam													
ZU 58													
ISO	0												0
SCL	688,980	821,985	892,115	712,129	294,083	905,913	0	0	0	0	0	0	4,315,205
DIV	4,590	4,662	6,986	4,986	4,732	8,556	0	0	0	0	0	0	34,512
INT	(35,374)	34,217	(186)	(4,469)	(29)	0	0	0	0	0	0	0	(5,841)
MIS	(5,935,856)	(7,149,739)	(9,909,546)	(9,065,963)	(4,505,239)	(1,077,277)	0	0	0	0	0	0	(37,643,620)
TOTAL	(5,277,661)	(6,288,875)	(9,010,630)	(8,353,317)	(4,206,454)	(162,808)	0	0	0	0	0	0	(33,299,745)

	July 2002	August	September	October	November	December	January 2003	February	March	April	May	June	YTD FY 2003
Scudder													
ZU 70													
ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV	1,161	205,622	37,008	0	1,152	56,153	0	0	0	0	0	0	301,096
INT	0	0	0	0	0	0	0	0	0	0	0	0	0
MIS	21	0	0	0	0	0	0	0	0	0	0	0	21
CAPGNLS	446	11,468	3,885	0	145	10,843	0	0	0	0	0	0	26,788
TOTAL	1,628	217,091	40,894	0	1,297	66,996	0	0	0	0	0	0	327,905

	July 2002	August	September	October	November	December	January 2003	February	March	April	May	June	YTD FY 2003
ZU 92													
ISO	0	0	0	0	0	0	0	0	0	0	0	0	0
SCL	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV	0	0	0	0	0	117,702	0	0	0	0	0	0	117,702
INT	0	0	0	0	0	0	0	0	0	0	0	0	0
MIS	0	0	0	0	0	0	0	0	0	0	0	0	0
CAPGNLS	0	0	0	0	0	21,730	0	0	0	0	0	0	21,730
TOTAL	0	0	0	0	0	139,432	0	0	0	0	0	0	139,432

