

**STATE OF RHODE ISLAND  
INVESTMENT COMMISSION MEETING**

**DATA AT  
SEPTEMBER 30, 2002**

**PRESS**

**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, October 23, 2002 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 9/25/02 \*
3. Proposed Alternative Investments \*
  - Green Equity Investors IV, L.P.
  - Avenue Special Situations Fund III, L.P.
4. State Street – Securities Lending Program Review
5. General Consultant's Report – Wilshire Associates Incorporated
  - Capital Market Update
6. Legal Counsel 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**

**Minutes of the Regular Meeting September 25, 2002**

A State Investment Commission meeting was held in Room 135, State House, Providence, Rhode Island on Wednesday, September 25, 2002. There being a quorum present, the Treasurer called the meeting to order at 9:05 a.m.

Membership Roll Call. Present were: Mr. J. Michael Costello, Senator Daniel DaPonte, Ms. Rosemary Booth Gallogly, Dr. Robert J. McKenna, Ms. Marcia Reback, Mr. James E. Thorsen, Mr. William J. Whitty and General Treasurer Paul J. Tavares. Also present were: Ms. Joan M. Caine, Deputy Treasurer for Finance, Mr. William G. Bensur, Jr., 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.

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

**VOTED: To approve the Minutes of the August 28, 2002 Regular Meeting.**

Proposed Alternative Investment – Lumina Ventures, L.P. Ms. Caine noted that there were two proposed alternative investments coming before the Commission today. Both funds are being brought before the Commission for consideration based on the experience of the management teams and strong performance track record. Mr. James Thomas, Managing Partner, Mr. Peter McNerney, Managing Partner and Ms. Karen Boezi, Managing Partner represented the fund.

Mr. Thomas explained that Lumina Ventures, L.P. ("Lumina") is being formed by Thomas, McNerney & Partners, LLC to make venture capital investments in health care companies, with a focus on the life sciences and medical technology sectors. Specific areas of emphasis will include biotechnology, medical devices, pharmaceuticals and other forms of medical product innovation. Target size of the fund is \$250 million and the general partners have committed \$10 million.

Mr. McNerney noted that the partnership intends to assemble a diversified portfolio by investing in companies at all stages of development and across the sectors of the life services and medical technology industries. The fund will invest in 20-25 portfolio companies with a targeted investment range of \$10-\$15 million per investment. The fund will target a gross compound annual IRR of at least 35%.

Ms. Boezi stated that the health care market is the largest segment of the US economy and that a multi-state, multi-sector approach enables pursuit of most attractive returns. Mr. Thomas noted Lumina has a strong track record with \$1.3 billion distributed value and \$607 million of undistributed public market value.

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

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

Proposed Alternative Investment – Wellspring Capital Partners III. Mr. Greg S. Feldman, Managing Partner and Mr. David C. Mariano, Managing Partner represented the fund. Mr. Feldman stated that Wellspring Capital Partners III (“Wellspring”) is being organized by Wellspring Capital Management LLC to make value-oriented investments in middle market special situations and restructurings with enterprise values ranging from \$75 million to \$750 million in the United States and Canada.

Wellspring is opportunistic and evaluates investment opportunities in a wide range of industries specifically targeting undermanaged or under-performing companies that operate in sectors with attractive industry dynamics. Wellspring is targeting a total fund size of \$500 million. The fund will target a gross compound annual IRR of at least 30%.

Mr. Feldman noted that the first investment in this fund will be in a food distribution company. Mr. Mariano stressed Wellspring’s uncommon deal flow from a variety of nontraditional sources. He noted that the fund will target certain specific characteristics in investment opportunities such as strong brand names and franchises, strong market position with fragmented competition, repeating revenue base with long-term growth potential, attractive gross margins, the ability to service moderate to high degrees of leverage, and attractive purchase price multiples.

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

**VOTED: To invest \$20 million in Wellspring Capital Partners III contingent upon satisfactory review and negotiation of investment and other legal documents.**

Pacific Corporate Group – Private Equity Portfolio Review and Recommended Allocations. Mr. Peter Martenson represented Pacific Corporate Group (“PCG”). He noted that the Fund’s allocation to alternative investments is 7.5% and approximately 5% has been committed to date. He noted that the portfolio’s current target allocations to international investments is 0-10% with an allocation of 10.1% as of 3/31/02. The fund’s current allocation of 0-10% in international investments is below the average to international commitments for public pension funds. PCG’s recommendation is to raise the international allocation range to 5-15%, which is more comparable to that of its peers.

The proposed commitments were selected in order to manage the 7.5% allocation by strategy. PCG recommends the following: 1) increase international corporate finance target to 5-15% from 0-10%; 2) decrease international special situations to 0-5% from 0-10%; and 3) adjust the overall international target to 5-15% from 0-10%.

In the corporate finance sector, PCG plans to recommend a \$15 million investment in Green Equity at the October 2002 SIC meeting. In the special situations sector, PCG also plans

to bring to the Commission two additional funds, Landmark Equity Partners XI in October 2002, and Avenue Special Situations III in November 2002.

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

**VOTED: To approve Pacific Corporate Group's recommended target sector allocations as indicated in their memo dated July 15, 2002.**

Legal Counsel Report. Treasurer Tavares reported that Mr. Hodgkin had had an emergency appendectomy last week and was recovering at home.

Consultant Report – Wilshire Associates Incorporated. Mr. Bensus gave a brief fixed income analysis regarding Fleet Investment Advisors. He reported that historically, active core fixed income managers were expected to generate excess returns in the 50-75 basis point range. However, in this low interest rate environment, return premiums for fixed income managers are at very modest levels. Therefore, he recommended modifying Fleet's guidelines to reflect an expected return premium of 20 basis points rather than 25 basis points.

Mr. Bensus discussed revisions to the asset allocation assumptions. He noted in studying asset classes that you have to take into consideration the following: expected returns for various asset classes forecasted forward; expected risk levels; and the correlation/relationship between those asset classes. He noted the yield on the Lehman Aggregate Bond Index continues to fall as investors move money from stocks to bonds.

Mr. Bensus noted that in a normal environment the more risk you take, the more return you get. However in the last three years, the lower expected returning asset class – bonds – with corresponding low risk, have been the best performing asset class by far. He stated that portfolios are built with beliefs that stocks will eventually outperform bonds once again, bonds will outperform cash, and cash will stay ahead of inflation.

Mr. Bensus then gave his Capital Market Update, noting the Fed funds rate at 1.75% is unchanged so far in 2002. The 10-year Treasury is below 4% with a 40-year low in interest rates. The war with Iraq is considered an economic factor. Small stocks are modestly outperforming large stocks. Value stocks have outperformed growth stocks. Nasdaq is down 40% and the overall market is down 25%

Deputy Treasurer for Finance Report. Ms. Caine stated that on a positive note, while both domestic and international stocks are in negative territory, international stock returns are better than 600 basis points ahead of domestic equities calendar year-to-date.

Due to the November and December meeting dates falling during holiday weeks, Commission members decided to hold a combined meeting in early December. Members will be polled to find an acceptable date.

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

**VOTED: To adjourn the meeting.**

There being no further business, the meeting was adjourned at 11:05 a.m.

Respectfully submitted,

Paul J. Tavares  
General Treasurer





RHODE ISLAND STATE INVESTMENT COMMISSION  
STAFF SUMMARY ANALYSIS  
PORTFOLIO HIGHLIGHTS  
September 30, 2002

**PORTFOLIO PERFORMANCE**

**September**

The ERSRI portfolio posted a loss of -6.15% for the month of September, against the Policy Index of -6.94%. Domestic equities were down by -9.72%, international equities were down by -10.89%, while the fixed income asset class was up by +0.83%. Additionally, the retirement fund earned \$106,226 from the securities lending program during the month of September.

**Calendar Year-to-Date**

On a calendar year basis, the portfolio is down -15.71% against the Policy Index of -16.49%. Domestic equities lost -26.38%, international equities were down -21.77%, and fixed income gained +4.65%.

**Fiscal Year-to-Date**

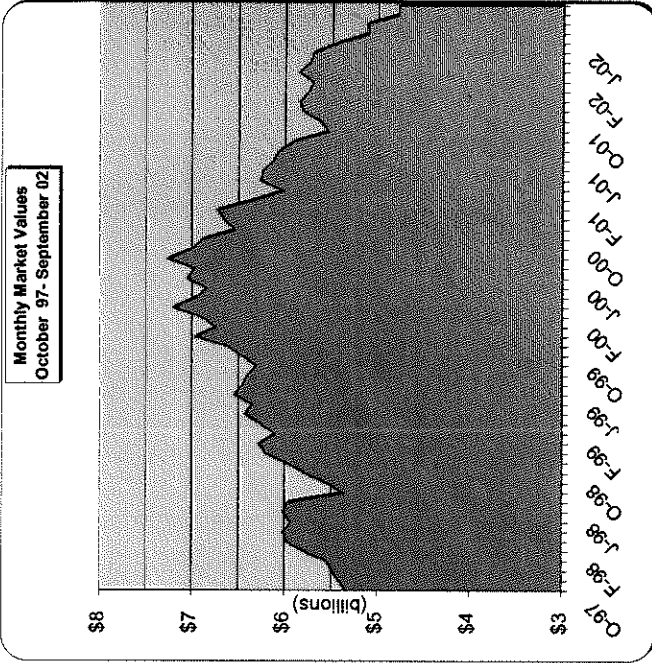
For three months ended September 30th, 2002, the fund has lost -11.04%, against the fiscal year policy index of -11.71%.

Index Performance Summary - September 2002		
Market Indices	Sep-02	Calendar YTD
<b>Domestic Equity</b>		
S & P 500	-11.00%	-28.99%
Wilshire 5000	-10.03%	-26.60%
Russell 2000	-7.18%	-25.10%
Russell 2500	-7.92%	-22.91%
Russell 1000	-10.74%	-27.56%
Policy Index	-6.94%	-16.49%
<b>International Equity</b>		
MSCI ACWI	-10.60%	-20.15%
<b>Fixed Income</b>		
Lehman AGG	1.62%	8.55%
<b>Real Estate</b>		
Wilshire RE Sec Ind	-4.43%	1.44%

ERSRI Performance By Asset Class	Sep-02	Calendar YTD
Domestic Equity	-9.72%	-26.38%
Fixed Income	0.83%	4.65%
International Equity	-10.89%	-21.77%
<b>Total Fund Composite*</b>	<b>-6.15%</b>	<b>-15.71%</b>
<b>Manager Summary</b>		
	<b>Sep-02</b>	<b>CYTD</b>
<b>DOMESTIC EQUITY</b>		
Shott Capital Mgmt	3.68%	-30.23%
Columbia Mgmt	-4.43%	N/A
NorthPointe Capital	-5.87%	N/A
Wellington Mgmt	-7.28%	N/A
SSgA Core	-8.59%	-19.41%
Provident	-9.13%	-31.32%
SSgA Wilshire 5000	-10.01%	-26.91%
PIMCO	-10.68%	-27.84%
SSgA Russell Value	-11.11%	-22.72%
JP Morgan	-11.16%	-29.62%
Wasatch Advisors	-13.18%	N/A
<b>Total Domestic Equity</b>	<b>-9.72%</b>	<b>-26.38%</b>
<b>FIXED INCOME</b>		
Fleet Investment Advisors	2.11%	9.42%
Brown Bros, Harriman	1.99%	9.38%
In-State Fixed Income	0.56%	5.05%
Fidelity	0.47%	7.46%
Taplin Canida & Habacht	-0.15%	0.12%
<b>Total Fixed Income</b>	<b>0.83%</b>	<b>4.65%</b>
<b>INTERNATIONAL EQUITY</b>		
Putnam Investments	-10.34%	-20.65%
Bank of Ireland	-11.46%	-22.92%
<b>Total International Equity</b>	<b>-10.89%</b>	<b>-21.77%</b>
*Total Fund Composite includes all classes		

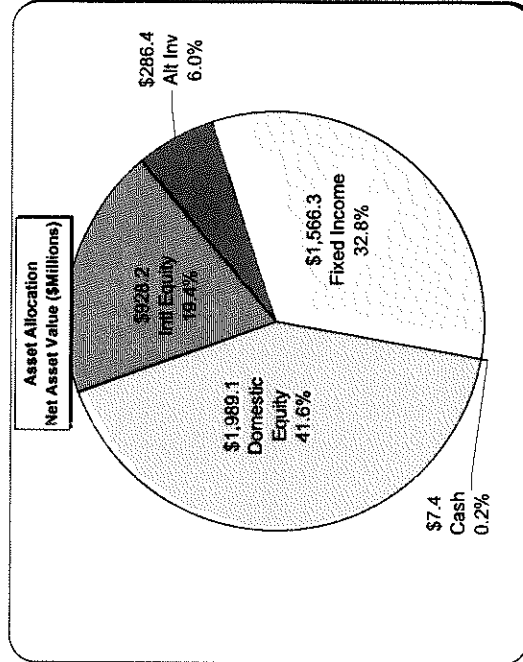
**Market Values**

The total portfolio value decreased in September by \$335 million, including transfers, to \$4.777 billion. This compares with a decrease in value of \$361 million for the same period in 2001. The domestic equity market values decreased by \$213 million during the month of September; fixed income decreased by \$3 million, including transfers, while international equity values were down by \$113 million. Alternative investments decreased in value by \$600,000, while the cash accounts were down by \$5 million.



**Asset Allocation**

The domestic equities portfolio is under-allocated by 3.4%. The fixed income portfolio is over-allocated by 5.3%. The international equity portfolio is over-allocated by 0.6%, while the alternative investment assets are under-allocated by 1.5%.



*Employees' Retirement Systems of Rhode Island  
Summary of Transfers by Asset Class  
September 30, 2002*

**Manager Funding**

A summary of cash transfers by asset class which took place during August 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 (\$21.4 MM).

**Cash Flow**

September's pension payroll of \$40.1 million exceeded the \$20.8 million in contributions received by \$19.3 million. To meet this shortfall and other obligations, \$21.4 million was transferred from long term investments.

**Alternative Investments**

At this time the alternative investment asset class has unfunded commitments of approximately \$295.5 million, on commitments of \$396 million.

**CAPITAL CALLS  
Net of Contributions**

SEPTEMBER 2002	FYTD	UNFUNDED BALANCE
\$1,060,616	\$9,657,633	\$295,581,815
SEPTEMBER 2001	FYTD	UNFUNDED BALANCE
\$1,068,259	\$1,648,351	\$280,555,817

Asset Class	Cash In	Cash Out
Domestic Equities	278,964	21
Int'l Equities	0	0
Fixed Income	15,532,986	31,506,345
Real Estate	0	0
Alternative Investments	4,343,485	4,075,923
Cash outside Trust	21,144,564	21,400,000
Cash in Trust	4,199,559	9,343,485
<b>TOTAL</b>	<b>45,499,558</b>	<b>66,325,773</b>

**Expenses**

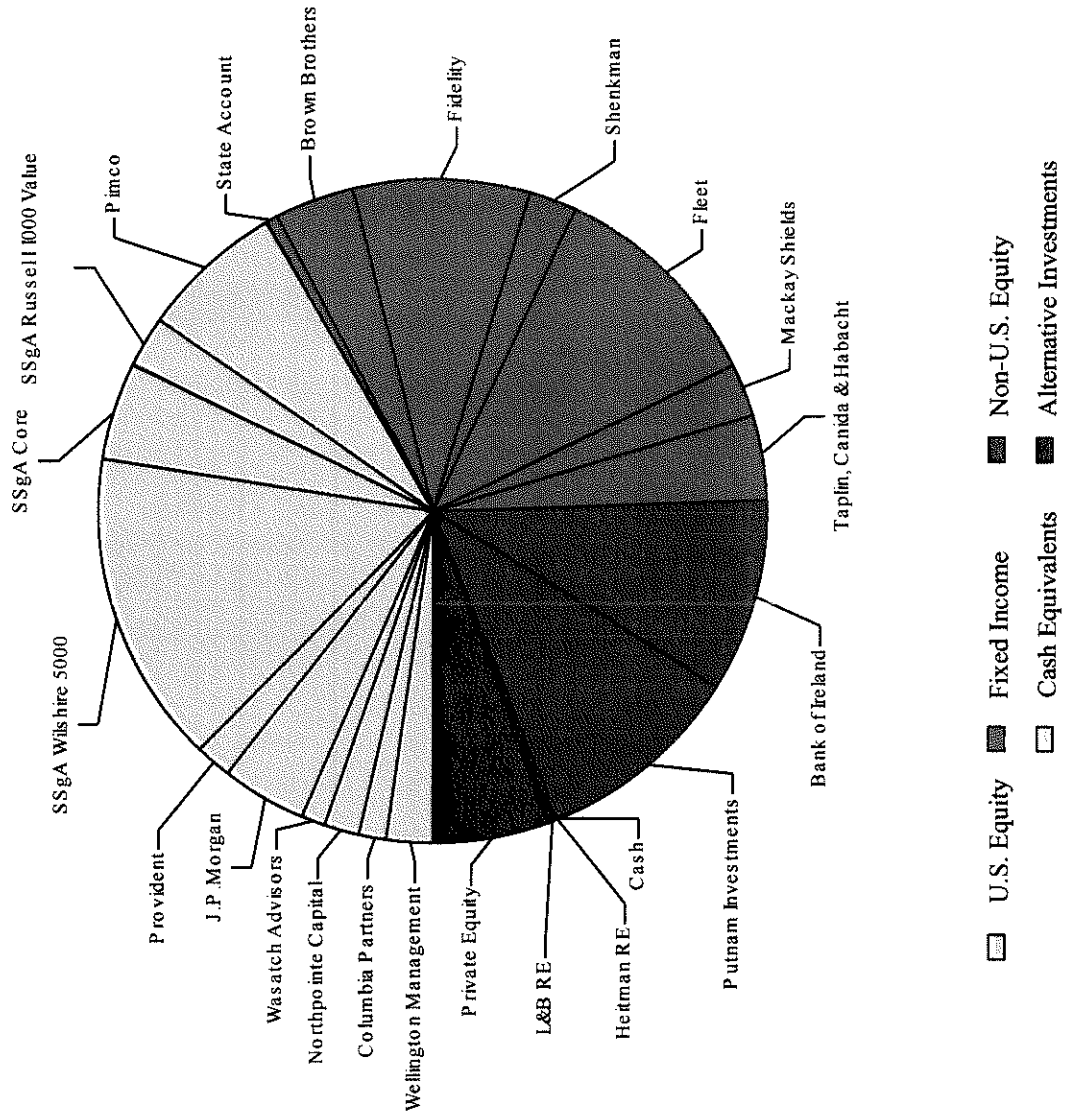
Expenses accrued during September totalled \$5,671,964 was comprised of private equity fees and other professional management fees as well as the quarterly retirement transfer charge.

**Short Term Cash**

The short term cash portfolio had a 33 day weighted average maturity vs 39 days in August, and 6.9 days in September of 2001. The increase in maturity is due primarily to the FY 04 tobacco funds being invested thru July of next year. Investments at September 30th totaled \$348 million. Interest earned during the month was \$250,064 of which \$11,900 was credited to the retirement accounts. The average investment rate of 1.70% was 5 basis points above the average 30 day treasury rate.

# Individual Manager Allocation September 30, 2002

\$ 4,777MM



Portfolio	\$MM	Allocation
Columbia Partners	59	1.2
Northpointe Capital	79	1.7
J.P. Morgan	201	4.2
PIMCO	333	7.0
Provident Investment	87	1.8
Shott Capital	1	0.0
SSGA Core	231	4.8
SSGA Russell 1000 Value	109	2.3
SSGA Wilshire 5000	726	15.2
Wasatch Advisors	52	1.1
Wellington Management	110	2.3
<b>U.S. Equity</b>	<b>1,989</b>	<b>41.6</b>
Brown Bros. Harriman	\$ 195	4.1
Fidelity Mgmt. Trust	413	8.6
Fleet Investment	526	11.0
Loomis Sayles	1	0.0
Mackay Shields	108	2.3
Shenkman Capital	95	2.0
State Account	23	0.5
Taplin, Canada & Habacht	206	4.3
<b>Fixed Income</b>	<b>1,566</b>	<b>32.8</b>
Bank of Ireland	\$ 456	9.5
Putnam Investments	472	9.9
<b>International Equity</b>	<b>928</b>	<b>19.4</b>
Heitman Real Estate	\$ 3	0.1
L&B Real Estate	19	0.4
Private Equity	263	5.5
Contingency Reserve	1	0.0
<b>Alternative Invest.</b>	<b>286</b>	<b>6.0</b>
Cash Account (inside)	\$ 6	0.1
Cash Account (outside)	1	0.0
<b>Cash Equivalents</b>	<b>7</b>	<b>0.1</b>
<b>Total</b>	<b>\$4,777</b>	<b>100.0</b>

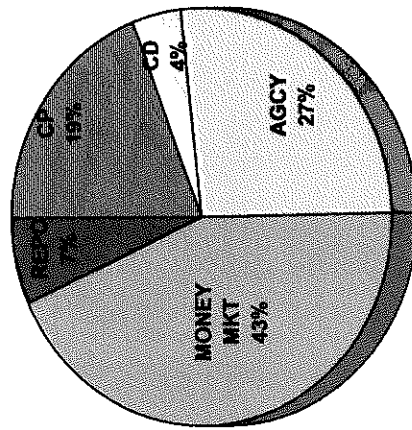
## Market Environment

### Quarter Ended September 30, 2002

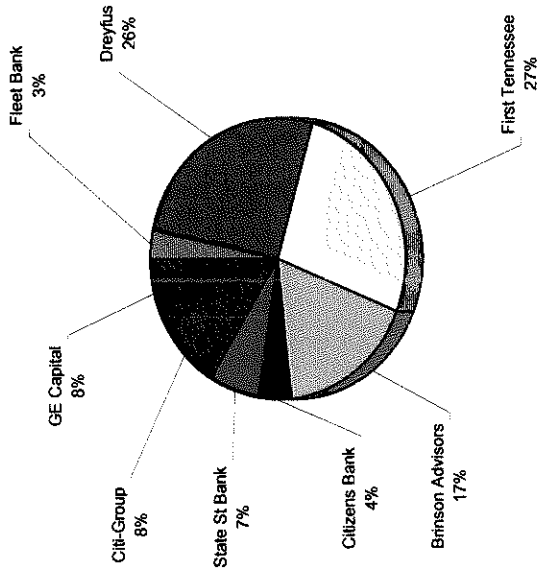
	<u>QTR.</u>	<u>YTD</u>	<u>1 YR.</u>	<u>2 YRS.</u>	<u>3 YRS.</u>	<u>4 YRS.</u>	<u>5 YRS.</u>
<b>U.S. EQUITY</b>							
RUSSELL 1000	-16.91	-27.56	-19.51	-24.10	-12.12	-3.65	-1.54
RUSSELL 1000 GROWTH	-15.05	-32.70	-22.51	-35.10	-19.59	-8.49	-4.87
RUSSELL 1000 VALUE	-18.77	-22.65	-16.95	-13.02	-6.25	-0.55	0.26
S&P 500	-17.28	-28.16	-20.49	-23.61	-12.89	-4.13	-1.63
WILSHIRE 5000	-16.80	-26.59	-17.51	-23.45	-11.68	-3.29	-2.01
<b>INTERNATIONAL EQUITY</b>							
MSCI AC WORLD FREE ex USA	-19.31	-20.15	-13.05	-21.59	-13.60	-3.69	-5.66
MSCI EAFE	-19.73	-21.04	-15.53	-22.30	-14.60	-4.97	-5.65
<b>U.S. FIXED INCOME</b>							
70% ML HY/30% FB CONV HY	-2.91	-6.52	-1.02	-3.42	-1.88	-0.46	-0.04
LB AGGREGATE	4.59	8.56	8.60	10.76	9.49	6.93	7.83
SSBI BROAD INV GRADE	4.60	8.36	8.38	10.69	9.42	6.91	7.81
SSBI LARGE PENSION FUND	6.76	10.59	10.25	12.17	10.50	6.96	
SSBI LPF COLLATERALIZED	2.77	7.42	7.48	9.87	9.05		
<b>TOTAL PLAN</b>	-11.04	-15.71	-10.07	-14.69	-6.46	-1.47	-0.77

**RHODE ISLAND STATE INVESTMENT COMMISSION**  
**SHORT TERM CASH INVESTMENTS AT SEPTEMBER 30, 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

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

**Issuer Credit Ratings  
September, 2002**

Issuer	Issuer Ratings		S-T Debt Rating		L-T Debt Rating		Credit Outlook
	Moody's		Moody's	S&P	Moody's	S&P	
FleetBoston	A1		P-1	A-1	A1	A	Negative
Chase Securities	Aa2		P-1	A-1+	Aa2	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
Ford Motor Credit	A3		P-2	A-2*	A3	BBB+	Negative
GE Capital	Aaa		P-1	A-1+	Aaa	AAA	Stable
Morgan Stanley Dean Witter	Aa3		P-1	A-1+	Aa3	AA-	Negative
Paine Webber	Aa1		P-1	A-1+	Aa2	AA+	Negative
Brinson Advisors	Aaa						
State Street Bank & Trust Company	Aa2		P-1	A-1+	Aa2	AA	Stable
SunTrust Equitable Securities	Aa2		P-1	A-1	Aa2	A+	Stable

\* On October 15, Standard and Poor revised downward to A-2 Ford Motor's Short-Term Credit Rating. Outlook now is stable. State has suspended short-term trading.

**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  
BBB, 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

October 10, 2002

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 September 30, 2002.

**Employees' Retirement System of Rhode Island  
Composite Reporting Investment Valuation  
September 30, 2002**

Asset Class		
Cash/Short Term Investments		\$ 196,265,074
Equities – Domestic		\$ 1,966,961,490
Equities – International		\$ 912,315,049
Fixed Income – Government	\$ 662,646,412	
Fixed Income – Corporate	\$ 730,370,731	
Fixed Income – In State	\$ 22,516,306	
Total Fixed Income		\$ 1,415,533,449
Alternative Investments		\$ 285,864,290
Other – Escrow		\$ 500,000
Total Fund Investments		\$ 4,777,439,352
Plan Allocation		
State Employees & Teachers	86.661%	\$ 4,140,172,819
Municipal Employees	12.884%	\$ 615,548,858
State Police	0.280%	\$ 13,370,452
Judicial	0.175%	\$ 8,347,223
Total Fund Investments	100.000%	\$ 4,777,439,352

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**  
September 30, 2002

	Performance		Calendar YTD		Benchmark		Performance			Valuation Change		
	Performance	Benchmark	Alpha	Benchmark Description	Net of Xfers	Current Month	Benchmark	Alpha	Market Value 8/31/02	Transfers In/(out)	Market Value 9/30/02	Increase/ (Decrease)
<b>Domestic Equity</b>												
Shott Capital Management IRR	-30.23%	N/A	N/A	S & P 500	3.66%	N/A	N/A	632,749	(21)	657,029	24,301	
JP Morgan Investment Management	-29.62%	-27.56%	-2.06%	Russell 1000	-11.16%	-10.74%	-0.42%	226,772,880	22,386	201,493,521	(25,301,745)	
Provident Investment Council	-31.32%	-32.70%	1.38%	Russell 1000 Growth	-9.13%	-10.37%	1.24%	96,230,657	22,386	87,468,900	(8,764,143)	
SSGA Core	-19.41%	-27.56%	8.15%	Russell 1000	-8.59%	-10.74%	2.15%	253,104,064	22,386	231,371,331	(21,755,119)	
SSGA Russell Value	-22.72%	-22.65%	-0.07%	Russell 1000 Val.	-11.11%	-11.12%	0.01%	122,276,345	22,386	108,716,726	(13,562,005)	
SSGA Wilshire 5000	-26.91%	-26.60%	-0.31%	Wilshire 5000	-10.01%	-10.03%	0.02%	806,999,689	102,172	726,299,013	(80,802,848)	
PIMCO	-27.84%	-28.99%	1.15%	S & P 500	-10.68%	-11.00%	0.32%	372,393,091	44,772	332,666,502	(39,771,361)	
NorthPointe Capital	N/A	N/A	N/A	Russell 2000	-5.87%	-7.18%	1.31%	84,435,550	10,906	79,493,385	(4,953,071)	
Wellington Mgmt	N/A	N/A	N/A	Russell 2000	-7.28%	-7.18%	-0.10%	118,874,520	18,942	110,232,277	(8,661,185)	
Wasatch Advisors	N/A	N/A	N/A	Russell 2000	-13.18%	-7.18%	-6.00%	59,846,284	6,314	51,961,307	(7,891,291)	
Columbia Mgmt	N/A	N/A	N/A	Russell 2000 Growth	-4.43%	-7.22%	2.79%	61,444,032	6,314	58,731,103	(2,719,243)	
Transition Account	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-	-	-	-	
<b>Total Domestic Equity</b>	<b>-26.38%</b>				<b>-9.72%</b>			<b>2,203,009,861</b>	<b>276,943</b>	<b>1,989,091,093</b>	<b>(214,197,712)</b>	
<b>International Equity</b>												
Bank of Ireland	-22.92%	-20.15%	-2.77%	M/S All Country EX US	-11.46%	-10.60%	-0.86%	514,800,639	61,992	455,834,089	(59,028,542)	
Putnam Investments	-20.65%	-20.15%	-0.50%	M/S All Country EX US	-10.34%	-10.60%	0.26%	526,625,056	62,566	472,209,979	(54,477,643)	
Transition Account	N/A	N/A	N/A	M/S All Country EX US	0.00%	N/A	N/A	301,930	(123,564)	195,869	17,504	
<b>Total International Equity</b>	<b>-21.77%</b>				<b>-10.89%</b>			<b>1,041,727,625</b>	<b>994</b>	<b>928,239,937</b>	<b>(113,488,682)</b>	
<b>Fixed Income</b>												
Fleet Investment Advisors	9.42%	9.15%	0.27%	Lehman Govt/Credit Bond Index	2.11%	2.15%	-0.04%	519,733,432	(4,945,470)	525,636,281	10,848,299	
Fidelity Management & Research	7.46%	7.41%	0.05%	Solomon Mortgage Index	0.47%	0.73%	-0.26%	413,951,926	(2,958,098)	412,934,133	1,940,305	
Brown Brothers, Harriman	9.36%	8.37%	1.01%	Salomon Brd Inv Grade	1.99%	1.59%	0.40%	194,604,801	(2,976,762)	195,452,622	3,826,583	
In-State Fixed Income	5.09%	N/A	N/A	N/A	0.56%	N/A	N/A	22,534,739	(143,786)	22,516,306	125,353	
Taplin, Canida & Habacht	0.12%	7.23%	-7.11%	Lehman Credit Index	-0.15%	1.90%	-2.05%	211,646,915	(4,973,596)	206,365,361	(307,958)	
Mackay Shields	N/A	N/A	N/A	CS First BoshYield	N/A	N/A	N/A	126,842,664	(15,349,306)	107,982,689	(3,510,669)	
Shenman Capital Mgmt	N/A	N/A	N/A	CS First BoshYield	N/A	N/A	N/A	79,549,090	15,375,710	94,852,591	(72,209)	
Transition Account	N/A	N/A	N/A	N/A	N/A	N/A	N/A	575,249	(51)	575,198	(0)	
<b>Total Fixed Income</b>	<b>4.65%</b>				<b>0.63%</b>			<b>1,569,438,816</b>	<b>(15,973,359)</b>	<b>1,566,315,161</b>	<b>12,849,704</b>	
<b>Alternative Investments</b>												
Pacific Corporate Group	-0.13%	N/A	N/A	Private Equity	0.13%	N/A	N/A	262,940,696	266,783	263,343,816	136,337	
JMB/Heitman Advisory Group	4.31%	1.44%	2.87%	Wilshire Real Estate Securities Index	0.00%	-4.43%	4.43%	3,040,942	-	3,040,942	(0)	
L & B Real Estate Counsel	-7.02%	1.44%	-8.46%	Wilshire Real Estate Securities Index	0.00%	-4.43%	4.43%	19,479,533	-	19,479,533	(0)	
Bank Acquisition Contingency	0.00%	N/A	N/A	N/A	N/A	N/A	N/A	500,000	-	500,000	-	
<b>Total Alternatives</b>	<b>-0.89%</b>				<b>0.12%</b>			<b>285,961,171</b>	<b>266,783</b>	<b>286,364,290</b>	<b>136,336</b>	
<b>Cash Accounts</b>												
Cash in Trust	87.33%	N/A	N/A	N/A	0.00%	N/A	N/A	11,605,053	(5,395,361)	6,392,742	187,050	
Internal Cash	1.37%	N/A	N/A	N/A	0.00%	N/A	N/A	916,071	-	1,036,130	120,059	
<b>Total Cash</b>	<b>N/A</b>				<b>N/A</b>			<b>12,521,124</b>	<b>(5,395,361)</b>	<b>7,428,872</b>	<b>307,109</b>	
<b>Fund Grand Total</b>	<b>-15.71%</b>	<b>-16.49%</b>	<b>0.78%</b>		<b>-6.15%</b>	<b>-6.94%</b>	<b>0.79%</b>	<b>5,112,666,597</b>	<b>(20,626,000)</b>	<b>4,777,439,352</b>	<b>(314,393,244)</b>	

\*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 September 30, 2002**

	MKT VAL	% OF FUND	1 Month	3 Months	6 Months	YTD	FYTD	1 Year	2 Years	3 Years	4 Years	5 Years
<b>U.S. EQUITY</b>												
COLUMBIA PARTNERS	58,731	1.23	-4.43	-14.69	-25.94	-29.62	-14.69	-21.65	-24.47	-13.78	-4.90	
J.P. MORGAN	201,494	4.22	-11.16	-17.45	-29.37	-17.40	-17.45	-21.65				
NORTHPOINTE CAPITAL	79,493	1.66	-5.87	-17.40	-21.48	-17.40	-17.40					
PIMCO	332,667	6.96	-10.68	-16.68	-28.37	-27.84	-16.68	-20.46				
PROVIDENT INVESTMENT	87,469	1.83	-9.13	-18.13	-31.86	-31.32	-18.13	-16.84	-42.69	-24.41	-14.40	-9.44
SHOTT CAPITAL	657	0.01	3.84	1.54	-21.32	-34.85	1.54	-29.45	-40.61	-25.80	-0.63	
SSGA - CORE	231,371	4.84	-8.59	-13.81	-21.54	-19.41	-13.81	-11.13	-18.54	-9.17		
SSGA RUSSELL 1000 VALUE	108,717	2.28	-11.11	-18.73	-25.73	-22.72	-18.73	-16.99	-13.01			
SSGA WILSHIRE 5000	726,299	15.20	-10.01	-16.87	-27.36	-26.91	-16.87	-17.83				
SSGA TRANSITION ACCOUNT	4	0.00										
WASATCH ADVISORS	51,961	1.09	-13.18	-26.13	-31.36	-26.13	-26.13					
WELLINGTON MANAGEMENT CO. LLC	110,232	2.31	-7.28	-18.73	-32.49	-18.73	-18.73					
TOTAL US EQUITY	1,989,095	41.64	-9.72	-17.04	-27.39	-26.38	-17.04	-17.59	-24.93	-13.57	-5.56	-4.35
<b>RUSSELL 1000</b>												
RUSSELL 1000 GROWTH			-10.74	-16.91	-28.09	-27.56	-16.91	-19.51	-24.10	-12.12	-3.65	-1.54
RUSSELL 1000 VALUE			-10.37	-15.05	-30.91	-32.70	-15.05	-22.51	-35.10	-19.59	-8.49	-4.87
S&P 500			-11.12	-18.77	-25.69	-22.65	-18.77	-16.95	-13.02	-6.25	-0.55	0.26
WILSHIRE 5000			-10.87	-17.28	-28.36	-28.16	-17.28	-20.49	-23.61	-12.89	-4.13	-1.63
			-10.03	-16.80	-27.29	-26.59	-16.80	-17.51	-23.45	-11.68	-3.29	-2.01
<b>INTERNATIONAL EQUITY</b>												
BANK OF IRELAND	455,834	9.54	-11.46	-20.73	-22.28	-22.92	-20.73	-17.24				
PUTNAM INVESTMENTS	472,210	9.88	-10.34	-19.31	-22.79	-20.65	-19.31	-13.58				
BARING ASSET MANAGEMENT	5	0.00										
SCHRODER CAPITAL MANAGEMENT	121	0.00										
SCUDDER KEMPER INVESTMENTS	66	0.00										
TOTAL INTERNATIONAL EQUITY	928,236	19.43	-10.89	-20.01	-22.52	-21.77	-20.01	-14.54	-22.24	-13.09	-4.29	-6.29
<b>MSCI AC WORLD FREE ex US (GROSS)</b>												
MSCI LEAFE (NET)			-10.60	-19.31	-21.44	-20.15	-19.31	-13.05	-21.59	-13.60	-3.69	-5.66
			-10.74	-19.73	-21.44	-21.04	-19.73	-15.53	-22.30	-14.60	-4.97	-5.65
<b>U.S. FIXED INCOME</b>												
BROWN BROTHERS HARRIMAN	195,453	4.09	1.99	5.51	9.32	9.38	5.51	9.38	11.68	9.86	7.10	7.71
FIDELITY MANAGEMENT TRUST	412,934	8.64	0.47	2.56	6.41	7.46	2.56	7.85	10.12	9.37	7.59	7.71
FLEET INVESTMENT	525,636	11.00	2.11	5.94	9.93	9.42	5.94	8.82	10.58	9.64	6.33	8.14
LOOMIS SAYLES	575	0.01										
STATE ACCOUNT	22,516	0.47	0.56	1.67	3.37	5.05	1.67	6.87	6.91			

**STATE OF RHODE ISLAND  
SUMMARY OF MANAGER PERFORMANCE  
RATES OF RETURN  
Periods Ending September 30, 2002**

	MKT VAL	% OF FUND	1 Month	3 Months	6 Months	YTD	FYTD	1 Year	2 Years	3 Years	4 Years	5 Years
<b>U.S. FIXED INCOME</b>												
TAPLIN, CANIDA & HABACHT	206,365	4.32	-0.15	2.12	1.28	0.12	2.12	2.97	6.63	6.55	4.99	6.11
TRANSITION ACCOUNT	202,835	4.25										
TOTAL US FIXED INCOME	1,566,315	32.79	0.83	3.04	4.69	4.65	3.04	5.39	7.02	7.16	5.64	6.44
<b>70% MERRILL LYNCH HY/30% FB CONV HY</b>												
LB AGGREGATE			-1.97	-4.76	-11.26	-10.08	-4.76	-4.52	-7.15	-1.49		
SSBI BROAD INV GRADE			1.62	4.59	8.46	8.56	4.59	8.60	10.76	9.49	6.93	7.83
SSBI LARGE PENSION FUND			1.59	4.60	8.28	8.36	4.60	8.38	10.69	9.42	6.91	7.81
SSBI LPF COLLATERALIZED			2.35	6.76	11.05	10.59	6.76	10.25	12.17	10.50	6.96	
			0.73	2.77	6.32	7.42	2.77	7.48	9.87	9.05		
<b>ALTERNATIVE INVESTMENTS</b>												
HEITMAN REAL ESTATE	3,041	0.06	0.00	-0.00	4.01	4.31	-0.00	6.75	3.10	8.75	9.09	9.39
L&B REAL ESTATE	19,480	0.41	0.00	2.31	3.93	-7.02	2.31	-1.68	2.80	4.45	6.10	9.45
PRIVATE EQUITY INVESTMENT	263,343	5.51	0.13	-1.63	-6.62	-0.13	-1.63	-4.90	-14.56	0.97	2.52	4.71
CONTINGENCY RESERVE FUND	500	0.01	0.00	0.00	0.00	0.00	0.00	0.00				
TOTAL ALTERNATIVE INVESTMENTS	286,364	5.99	0.12	-1.34	-5.68	-0.89	-1.34	-4.54	-12.36			
<b>CASH EQUIVALENTS</b>												
CASH ACCOUNT (INSIDE)	6,282	0.13	3.12	10.34	43.22	67.33	10.34	115.06	61.23			
CASH ACCOUNT (OUTSIDE)	1,147	0.02	0.14	0.41	0.87	1.37	0.41	2.04	3.65			
<b>TOTAL PLAN</b>	4,777,439	100.00	-6.15	-11.04	-16.65	-15.71	-11.04	-10.07	-14.69	-6.46	-1.47	-0.77
<b>TOTAL PLAN BENCHMARK*</b>			-6.94	-11.71	-17.26	-16.49	-11.71	-9.62	-14.38	-6.27	-0.22	0.29



<b>Asset Allocation Report Market Values at Sept 30, 2002 (\$Millions)</b>	<b>Style Mandate</b>	<b>Actual</b>		<b>Target</b>		<b>Difference</b>	<b>Cash</b>	<b>% of Total</b>
<b>Domestic Equity</b>								
Shott Capital Mgmt	alternative distribution	0.66	0.0%	0.00	0.00%	0.66	0.00	0.0%
JP Morgan Investment Management	active core	201.49	4.2%	167.21	3.50%	34.28	0.47	0.2%
Provident Investment Council	Active lrg cap grwth	87.47	1.8%	167.21	3.50%	-79.74	5.73	6.6%
SSgA Core	active core	231.37	4.8%	167.21	3.50%	64.16	4.63	2.0%
SSgA Russell 1000	lrg cap value index	108.72	2.3%	167.21	3.50%	-58.49	0.00	0.0%
SSgA Wilshire 5000	Passive Index	726.30	15.2%	836.05	17.50%	-109.75	(0.01)	0.0%
PIMCO	Enhanced Equity	332.67	7.0%	358.31	7.50%	-25.64	0.00	0.0%
NorthPointe Capital	Small Cap Value	79.49	1.7%	71.66	1.50%	7.83	5.50	6.9%
Wellington Mgmt	Small Cap Core	110.23	2.3%	143.32	3.00%	-33.09	4.31	3.8%
Wasatch Advisors	Small Cap Growth	51.96	1.1%	35.83	0.75%	16.13	0.49	0.9%
Columbia Mgmt	Small Cap Growth	58.73	1.2%	35.83	0.75%	22.90	1.01	1.7%
Transition Account	Small Cap	0.00	0.0%	0.00	0.00%	0.00	0.00	0.0%
<b>TOTAL DOMESTIC EQUITY</b>		<b>\$1,989.09</b>	<b>41.6%</b>	<b>2,149.85</b>	<b>45.00%</b>	<b>-\$160.76</b>	<b>\$22.13</b>	<b>1.1%</b>
<b>International Equity</b>								
Bank of Ireland	M/S all country ex US	455.83	9.5%	477.74	10.00%	-21.91	11.48	2.5%
Putnam Investments	M/S all country ex US	472.21	9.9%	477.74	10.00%	-5.53	4.44	0.9%
Transition Account	M/S all country ex US	0.20	0.0%	0.00	0.00%	0.20	0.00	0.4%
<b>TOTAL INTL EQUITY</b>		<b>\$928.24</b>	<b>19.4%</b>	<b>\$955.49</b>	<b>20.00%</b>	<b>-\$27.25</b>	<b>\$15.92</b>	<b>1.7%</b>
<b>Domestic Fixed Income</b>								
Fleet Investment Advisors	active core	525.64	11.0%	433.55	9.08%	92.08	24.72	4.7%
Fidelity Management & Research	mortgages	412.93	8.6%	328.45	6.88%	84.49	3.46	0.8%
Brown Brothers, Harriman	opportunistic core	195.45	4.1%	157.66	3.30%	37.80	19.08	9.8%
In-State Fixed Income	short/int govt	22.52	0.5%	0.00	0.00%	22.52	0.00	0.0%
Taplin, Carida & Habacht	corporates	206.37	4.3%	197.07	4.13%	9.30	13.11	6.4%
Mackay Shields	high yield	107.98	2.3%	101.52	2.13%	6.46	44.42	41.1%
Shenkman Capital Mgmt	high yield	94.85	2.0%	95.55	2.00%	-0.70	46.00	48.5%
Transition Account		0.58					0.00	
<b>TOTAL FIXED-INCOME</b>		<b>1,566.32</b>	<b>32.8%</b>	<b>1,313.80</b>	<b>27.50%</b>	<b>\$251.94</b>	<b>\$150.78</b>	<b>9.6%</b>
<b>Alternative Investments</b>								
JMB/ Heltman Advisory Corp	real estate	3.04	0.1%					
L&B Real Estate Counsel	real estate	19.48	0.4%					
Shott Capital Mgmt	alternative distribution	0.00	0.0%					
Pacific Corp Group	Private Equity	263.34	5.5%					
Bank Disposition	contingency	0.50	0.0%					
<b>TOTAL ALTERNATIVE INVESTMENTS</b>		<b>\$286.36</b>	<b>6.0%</b>	<b>\$358.31</b>	<b>7.50%</b>	<b>-\$71.94</b>	<b>\$0.00</b>	<b>0.0%</b>
<b>CASH EQUIVALENTS</b>	STIF, Yield+	7.43	0.2%	0.00	0.00%	7.43	7.43	100.0%
<b>TOTAL ASSETS</b>		<b>\$4,777.44</b>	<b>100.0%</b>	<b>\$4,777.44</b>	<b>100.00%</b>	<b>-\$0.58</b>	<b>\$196.26</b>	<b>4.1%</b>
<b>Allocation By Management Style</b>								
<b>Domestic Equity</b>								
Core		432.86	9.1%	334.42	7.00%	98.44	5.10	1.2%
Large Cap Growth		87.47	1.8%	167.21	3.50%	(79.74)	5.73	6.6%
Large Cap Value		108.72	2.3%	167.21	3.50%	(58.49)	-	0.0%
index		726.30	15.2%	836.05	17.50%	(109.75)	(0.01)	0.0%
Enhanced Equity		332.67	7.0%	358.31	7.50%	(25.64)	(0.01)	0.0%
Alt Distribution		0.66	0.0%	-	0.00%	0.66	-	0.0%
Small Cap		300.42	6.3%	286.65	6.00%	13.77	11.30	3.8%
<b>TOTAL DOMESTIC EQUITY</b>		<b>\$1,989.09</b>	<b>41.6%</b>	<b>2,149.85</b>	<b>45.00%</b>	<b>(160.76)</b>	<b>22.12</b>	<b>1.1%</b>
<b>International Equity</b>								
Active		928.24	19.4%	955.49	20.00%	(27.26)	15.92	1.7%
<b>TOTAL INTL EQUITY</b>		<b>\$928.24</b>	<b>19.4%</b>	<b>\$955.49</b>	<b>20.00%</b>	<b>(\$27.25)</b>	<b>\$15.92</b>	<b>1.7%</b>
<b>Domestic Fixed Income</b>								
Mortgage		412.93	19.6%	328.45	6.88%	84.49	3.46	0.8%
Core		743.61	4.6%	591.21	12.38%	152.40	43.80	5.9%
Corporates		206.37	4.3%	197.07	4.13%	9.30	13.11	6.4%
High Yield		203.41	4.2%	197.07	4.13%	6.34	90.42	44.5%
<b>TOTAL FIXED-INCOME</b>		<b>\$1,566.32</b>	<b>32.8%</b>	<b>\$1,313.80</b>	<b>27.50%</b>	<b>\$252.52</b>	<b>\$150.78</b>	<b>9.6%</b>
<b>Alternative Investments</b>								
Real Estate		22.52	0.5%					
Other Alternative Investments		263.84	5.5%				-	
<b>TOTAL ALTERNATIVE INVESTMENTS</b>		<b>\$286.36</b>	<b>6.0%</b>	<b>\$358.31</b>	<b>7.50%</b>	<b>(\$71.94)</b>	<b>-</b>	<b>-</b>
<b>CASH EQUIVALENTS</b>	STIF, Yield+	7.43	0.2%	0.00	0.00%	7.43	7.43	100.0%
<b>TOTAL ASSETS</b>		<b>\$4,777.44</b>	<b>100.0%</b>	<b>\$4,777.44</b>	<b>100.00%</b>	<b>(\$0.00)</b>	<b>\$196.26</b>	<b>4.1%</b>

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

SEPTEMBER 30, 2002

<i>Equities</i>				
RANK	SECURITY NAME	PAR VALUES/SHARES	BASE MARKET AMOUNT	MONEY MANAGERS
1	MICROSOFT CORP	402,100	\$17,587,854	SSgA,Provident,J.P.Morgan
2	GENERAL ELC. CO	667,300	16,448,945	SSgA,Provident,J.P.Morgan
3	PFIZER INC	513,300	14,895,966	SSgA,Provident,J.P.Morgan
4	JOHNSON + JOHNSON	261,300	14,131,104	SSgA,J.P.Morgan
5	EXXON MOBIL CORP	385,470	12,296,493	SSgA,J.P.Morgan
6	CITIGROUP INC	359,533	10,660,153	SSgA,J.P.Morgan
7	WAL MART STORES INC	179,600	8,843,504	SSgA,Provident,J.P.Morgan
8	PROCTER & GAMBLE CO	96,100	8,589,418	SSgA,J.P.Morgan
9	INTEL CORP	570,500	7,924,245	SSgA,Provident,J.P.Morgan
10	CISCO SYS INC	737,300	7,726,904	SSgA,J.P.Morgan
		5.99%	\$119,104,586	
Total Composite Equities		\$1,988,437,672		

International Equity Holdings By Top 10 Market Values

SEPTEMBER 30, 2002

<i>International Equities</i>				
RANK	SECURITY NAME	PAR VALUES/SHARES	BASE MARKET AMOUNT	MONEY MANAGERS
1	TOTAL FINA ELF	264,083	\$34,762,495	Bank of Ireland,Putnam
2	NESTLE SA	156,190	34,138,060	Bank of Ireland,Putnam
3	GLAXOSMITHLINE	1,284,690	24,849,718	Bank of Ireland,Putnam
4	SHELL TRNSPT+TRDG	3,807,700	22,694,464	Bank of Ireland,Putnam
5	NOVARTIS AG	538,406	21,288,034	Bank of Ireland,Putnam
6	CANON INC	645,000	21,086,734	Bank of Ireland,Putnam
7	VODAFONE GROUP	15,867,573	20,336,964	Bank of Ireland,Putnam
8	ING GROEP NV CVA	1,349,808	18,688,584	Bank of Ireland,Putnam
9	DIAGEO ORD	1,487,871	18,461,215	Bank of Ireland,Putnam
10	TOYOTA MOTOR CORP	587,700	15,110,073	Bank of Ireland,Putnam
		24.93%	\$231,416,341	
Total Composite International Equities		\$928,236,328		

Alternative Investments Funding

2002

Manager	Inception Date	Partnership Commitment	Prior Funding Thru 9/31/02	Current Month Funding	Cumulative Total at 9/30/02	Unfunded Balance	Market Value at 9/30/02
ABS Capital Partners	May 1996	5,000,000	2,590,334	0	2,590,334	2,409,666	962,759
Apollo Investment Fund IV L.P.	Apr 1998	15,000,000	12,217,011	0	12,217,011	2,782,989	15,998,374
Alta BioPharma Partners, L.P.	Mar 1998	10,000,000	6,974,103	0	6,974,103	3,025,897	4,585,926
Alta California Partners II L.P.	Oct 1998	10,000,000	8,653,607	600,000	9,253,607	746,393	6,498,950
Alta California Partners III L.P.	Jan 2001	15,000,000	6,000,000	0	6,000,000	9,000,000	5,621,454
Aurora Equity Partners II	Mar 1998	15,000,000	10,483,471	0	10,483,471	4,516,529	11,769,248
Blackstone Capital Ptnrs III	May 1997	20,000,000	13,213,394	0	13,213,394	6,786,606	13,586,411
Blackstone Capital Ptnrs IV	Sept 2001	25,000,000	0	0	0	25,000,000	0
Boston Ventures Ltd	Sept 1996	5,000,000	4,271,482	0	4,271,482	728,518	2,275,563
Coller Capital	Mar 2002	15,000,000	0	0	0	15,000,000	0
Crossroads/Providence LP	Dec 1988	37,319,303	36,510,945	0	36,510,945	0	7,277,188
CSFB Global Opportunities Ptnrs,	Sept 2001	15,000,000	9,577,757	1,500,000	11,077,757	3,922,243	11,077,757
CVC Capital Partners	Mar 1998	15,000,000	10,107,682	0	10,107,682	4,892,318	8,260,574
CVC Capital Partners III	Mar 2001	20,000,000	1,893,468	0	1,893,468	18,106,532	1,619,310
Doughty Hanson II	Mar 1996	5,000,000	1,904,717	0	1,904,717	3,095,283	820,283
Doughty Hanson III	Nov 1997	15,000,000	11,638,869	0	11,638,869	3,361,131	10,528,603
Fenway	Aug 1998	15,000,000	7,887,832	100,020	7,987,852	7,012,148	5,972,485
First Reserve Fund VIII L.P.	Apr 1998	15,000,000	13,576,459	0	13,576,459	1,423,541	16,675,352
First Reserve Fund IX L.P.	Jan 2001	20,000,000	6,072,887	727,273	6,800,160	13,199,840	6,542,000
Harvest Partners III	Dec 1997	15,000,000	12,805,596	0	12,805,596	2,194,404	15,970,315
Harvest Partners IV	Aug 2001	15,000,000	1,800,000	0	1,800,000	13,200,000	1,828,872
Heritage Fund	May 1997	5,000,000	3,987,804	0	3,987,804	1,012,196	3,951,669
Lumina Ventures, L.P.	Sep 2002	15,000,000	0	0	0	15,000,000	0
Nautic Partners V	Feb 2001	20,000,000	1,804,341	0	1,804,341	18,195,659	1,907,249
Nordic Capital III	Feb 1998	10,000,000	8,163,079	0	8,163,079	1,836,921	9,820,694
OCM Opportunities Fund	Jan 1996	8,000,000	823,006	0	823,006	7,176,994	3,525,008
OCM Principal Opportunities	Nov 1996	5,000,000	4,383,638	0	4,383,638	616,362	4,687,183
OCM Opportunities II	Oct 1997	12,000,000	7,131,237	0	7,131,237	4,868,763	8,691,396
Parthenon Investors, L.P.	Feb 1999	15,000,000	11,207,607	0	11,207,607	3,792,393	13,739,668
Parthenon Investors II, L.P.	Dec 2000	20,000,000	2,114,458	0	2,114,458	17,885,542	2,201,324
Providence Equity Partners	Dec 1996	10,000,000	4,884,326	(69,033)	4,815,293	5,184,707	2,849,634
Providence Equity Partners III L.P.	Dec 1998	15,000,000	8,600,669	(40,126)	8,560,543	6,439,457	4,907,126
Providence Equity Partners IV L.P.	Sep 2000	25,000,000	3,196,000	0	3,196,000	21,804,000	3,240,652
SKM Equity Fund II	Dec 1996	10,000,000	7,784,244	0	7,784,244	2,215,756	7,222,799
THL Equity Fund IV	Dec 1997	9,000,000	7,194,662	0	7,194,662	1,805,338	6,765,702
TPG Partners	Apr 1997	10,000,000	8,193,060	0	8,193,060	1,806,940	5,312,890
Triumph Partners III	Feb 1998	15,000,000	9,467,520	197,086	9,664,606	5,335,394	8,683,188
VS & A Communications Ptnrs III	Nov 1998	15,000,000	7,316,871	243,410	7,560,281	7,439,719	5,602,955
Wellspring Capital Partners	Sep 1998	15,000,000	6,703,439	837,989	7,541,428	7,458,572	7,674,321
Wellspring Capital Partners III	Sep 2002	20,000,000	0	0	0	20,000,000	0
Welsh, Carson, Anderson & Stowe	Oct 1995	15,000,000	12,064,326	0	12,064,326	2,935,674	13,450,950
Willis Stein	Jun 1996	5,000,000	3,668,613	(1,036,003)	2,632,610	2,367,390	1,217,247
Real Estate Investments	Various	80,544,204	31,386,984	0	31,386,984	0	22,520,475
Contingency Fund		500,000	500,000	0	500,000	0	500,000
<b>TOTALS:</b>		<b>\$677,363,507</b>	<b>\$328,755,498</b>	<b>\$3,060,616</b>	<b>\$331,816,114</b>	<b>\$295,581,815</b>	<b>\$286,343,554</b>





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

**ERSRI  
&  
MERSRI**

**at September 30, 2002**

	<u>LONG TERM</u>	<u>SHORT TERM</u>	<u>TOTAL</u>
INTEREST SOLD	\$11,713,932		\$11,713,932
SECURITIES LENDING	414,301		414,301
DIVIDENDS	8,438,045		8,438,045
INTEREST	22,922,794	50,637	22,973,431
MISCELLANEOUS	(1,693,465)		(1,693,465)
CAPITAL GAINS/LOSSES	(94,250,352)		(94,250,352)
GRAND TOTAL:	(\$52,454,745)	\$50,637	(\$52,404,108)

FISCAL YEAR 2003

ERSRI & MERSRI

INVESTMENT MANAGER FEES, PROFESSIONAL FEES & OPERATING EXPENSES

ACCRUAL BASIS

	Actual Jul 02	Actual Aug	Projected Sept	Projected Oct	Projected Nov	Projected Dec	Projected Jan 03	Projected Feb	Projected Mar	Projected Apr	Projected May	Projected Jun	Projected TOTAL
<b>EQUITIES</b>													
Provident Investmt			175,000	175,000	175,000	175,000	175,000	175,000	175,000	175,000	1,000,000	175,000	700,000
JP Morgan			210,000	210,000	210,000	210,000	210,000	210,000	210,000	210,000	210,000	210,000	840,000
SS&A Core			205,000	205,000	205,000	205,000	205,000	205,000	205,000	205,000	205,000	205,000	820,000
SS&A Russell			25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	100,000
Shoif Capital			3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	14,000
SS&A Welshire 5000			50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	200,000
PIMCO			145,000	145,000	145,000	145,000	145,000	145,000	145,000	145,000	1,000,000	145,000	1,000,000
Columbia Phurs			250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	620,000	250,000	1,000,000
Wellington Mgmt			160,000	160,000	160,000	160,000	160,000	160,000	160,000	160,000	620,000	160,000	640,000
Wasatch Advisors													
NorthPointe													
<b>FIXED INCOME</b>													
Fleet Investment Advisors			207,500	207,500	207,500	207,500	207,500	207,500	207,500	207,500	207,500	207,500	830,000
Brown Bros.			115,000	115,000	115,000	115,000	115,000	115,000	115,000	115,000	115,000	115,000	460,000
Fidelity			140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	560,000
Taplin			170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000	680,000
Mackay Shields			135,000	135,000	135,000	135,000	135,000	135,000	135,000	135,000	135,000	135,000	540,000
Stenkman			135,000	135,000	135,000	135,000	135,000	135,000	135,000	135,000	135,000	135,000	540,000
<b>INTL EQUITIES</b>													
Bank of Ireland			388,000	388,000	388,000	388,000	388,000	388,000	388,000	388,000	388,000	388,000	1,552,000
Putnam Investments			433,000	433,000	433,000	433,000	433,000	433,000	433,000	433,000	433,000	433,000	1,732,000
<b>REAL ESTATE</b>													
Heitman Advisory			4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	16,000
L & B Real Estate			130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	520,000
<b>ALTERNATIVE INVESTMENTS</b>													
Other Alt Inv Mgmt Fees	804,486	176,384	137,707	80,000	325,000	300,000	1,400,000	60,000	15,000	300,000	265,000	180,000	4,043,577
<b>SUB TOTAL - INV MGMT FEES</b>	<b>804,486</b>	<b>176,384</b>	<b>3,218,707</b>	<b>80,000</b>	<b>325,000</b>	<b>3,381,000</b>	<b>1,400,000</b>	<b>60,000</b>	<b>3,096,000</b>	<b>300,000</b>	<b>1,885,000</b>	<b>3,261,000</b>	<b>17,987,577</b>
<b>PROFESSIONAL FEES</b>													
Consulting	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	42,000
Legal	14,943	11,452	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	246,395
State Street Bank Custodial			68,750	68,750	68,750	68,750	68,750	68,750	68,750	68,750	68,750	68,750	275,000
Pacific Corp Group			16,667	16,667	16,667	16,667	16,667	16,667	16,667	16,667	16,667	16,667	200,004
Wellsfrire Assoc			16,667	16,667	16,667	16,667	16,667	16,667	16,667	16,667	16,667	16,667	200,004
<b>OPERATING EXPENSE</b>													
Retirement Transfers			2,313,340	2,313,340	2,313,340	2,313,340	2,313,340	2,313,340	2,313,340	2,313,340	2,313,340	2,313,340	9,426,680
Other Expense													0
<b>TOTAL:</b>	<b>839,596</b>	<b>208,003</b>	<b>5,642,964</b>	<b>2,435,507</b>	<b>367,167</b>	<b>3,491,917</b>	<b>1,442,167</b>	<b>102,167</b>	<b>5,606,917</b>	<b>342,167</b>	<b>1,927,167</b>	<b>5,771,917</b>	<b>28,177,656</b>

## CASH FLOW ANALYSIS - INCOME & EXPENSES

Employees Retirement System

### FISCAL YEAR 2003

FY 2002-03 Actual July 2002	Actual August	Actual September	Projected October	Projected November	Projected December	Projected January 2003	Projected February	Projected March	Projected April	Projected May	Projected June	Projected TOTAL
35,574,521	37,073,530	37,007,777	36,000,000	36,000,000	36,000,000	37,000,000	37,000,000	37,000,000	37,000,000	37,000,000	37,000,000	439,655,828
36,560	36,553	2,100,884	40,000	40,000	2,750,000	40,000	40,000	2,750,000	40,000	40,000	2,750,000	10,663,997
697,528	152,901	2,814,493	75,000	300,000	3,500,000	1,350,000	57,500	3,200,000	285,000	255,000	3,400,000	16,087,422
36,308,609	37,262,984	41,923,154	36,115,000	36,340,000	42,250,000	38,390,000	37,097,500	42,950,000	37,325,000	37,295,000	43,150,000	466,407,247
28,107,965	18,656,510	18,955,473	13,000,000	24,000,000	21,000,000	20,000,000	9,000,000	22,000,000	23,000,000	21,000,000	26,000,000	244,719,948
46,322	105,468	143,939	275,000	775,000	1,200,000	8,500,000	475,000	600,000	2,300,000	1,600,000	2,500,000	18,520,729
28,154,287	18,761,978	19,099,412	13,275,000	24,775,000	22,200,000	28,500,000	9,475,000	22,600,000	25,300,000	22,600,000	28,500,000	263,240,677
(6,154,322)	(18,501,006)	(22,822,742)	(22,840,000)	(11,565,000)	(20,050,000)	(9,890,000)	(27,622,500)	(20,350,000)	(12,025,000)	(14,695,000)	(14,650,000)	(203,166,570)

Municipal Employees Retirement System

Actual July 2002	Actual August	Actual September	Projected October	Projected November	Projected December	Projected January 2003	Projected February	Projected March	Projected April	Projected May	Projected June	Projected TOTAL
3,025,920	3,079,014	3,074,947	3,100,000	3,100,000	3,100,000	3,100,000	3,100,000	3,100,000	3,100,000	3,100,000	3,100,000	37,079,881
5,813	5,428	312,353	1,800	1,800	150,000	1,800	1,800	150,000	1,800	1,800	150,000	784,394
103,546	23,090	418,451	4,000	20,000	150,000	1,400,000	2,250	150,000	12,500	7,500	125,000	2,416,337
3,135,279	3,107,532	3,805,751	3,105,800	3,121,800	3,400,000	4,501,800	3,104,050	3,400,000	3,114,300	3,109,300	3,375,000	40,280,612
2,822,362	2,198,979	1,818,445	1,750,000	1,500,000	4,000,000	750,000	1,750,000	1,250,000	3,250,000	2,000,000	3,500,000	26,589,786
6,876	15,661	21,400	40,000	120,000	175,000	122,000	75,000	95,000	375,000	250,000	375,000	1,670,937
2,829,238	2,214,640	1,839,845	1,790,000	1,620,000	4,175,000	872,000	1,825,000	1,345,000	3,625,000	2,250,000	3,875,000	28,260,723
(306,041)	(892,892)	(1,965,906)	(1,315,800)	(1,501,800)	775,000	(3,629,800)	(1,279,050)	(2,055,000)	510,700	(859,300)	500,000	(12,019,889)

Judges/State Police Retirement System

	Actual July 2002	Actual August	Actual September	Projected October	Projected November	Projected December	Projected January 2003	Projected February	Projected March	Projected April	Projected May	Projected June	Projected TOTAL
MEMBER BENEFITS	13,451	13,451	13,451	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500	161,853
ADMINISTRATIVE EXPENSES	206	186	14,763	200	200	25,000	200	200	200	200	200	200	41,755
INVESTMENT EXPENSES	3,412	779	35,000	1,000	5,000	10,000	5,000	500	25,000	2,500	2,500	15,000	105,691
TOTAL OUTFLOW	17,069	14,416	63,214	14,700	18,700	48,500	18,700	14,200	38,700	16,200	16,200	28,700	309,299
CONTRIBUTIONS	884,586	1,511,768	375,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	6,371,354
OTHER INCOME*	227	537	756	1,100	3,200	5,500	60,000	3,000	3,000	12,000	7,500	125,000	221,820
TOTAL INCOME	884,813	1,512,305	375,756	401,100	403,200	405,500	460,000	403,000	403,000	412,000	407,500	525,000	6,593,174
DIFFERENCE	867,744	1,497,889	312,542	386,400	384,500	357,000	441,300	388,800	364,300	395,800	391,300	496,300	6,283,875

\*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	1,546,109	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	1,928,442	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	8,849,848	944,012	788,589	1,599,978	742,481	2,806,532	1,217,223	446,040	189,909	1,116,919	25,216,774

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										10,605,709
DISTRIB & RET OF CAPITAL	8,481,884	0	109,159										8,591,043
GAINS/LOSSES/INCOME	648,652	0	0										648,652

<b>Rhode Island Employees Retirement System</b> <b>Securities Lending Report</b> <b>September, 2002</b>
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<u>INVESTMENT MANAGER</u>	<u>Income</u>	<u>Average Collateral Balance</u>
<b>DOMESTIC EQUITY</b>		
Provident Investment Council	255	1,450,840
Columbia Partners	1,359	6,233,067
Wellington Mgmt. Co., LLP	2,294	12,358,385
Wasatch Advisors	10,665	19,017,445
NorthPointe Capital	1,455	6,721,114
JP Morgan Investment Management	945	4,432,580
MacKay Shields	4,149	14,361,446
Shenkman Capital Management	2,062	8,331,231
SSgA Core	<u>1,217</u>	<u>679,129</u>
<b>Total Domestic Equity</b>	<b><u>\$24,402</u></b>	<b><u>\$73,585,238</u></b>
<b>INTERNATIONAL EQUITY</b>		
Bank of Ireland	22,758	57,642,183
Putnam Investments	29,078	85,529,358
<b>Total International Equity</b>	<b><u>\$51,836</u></b>	<b><u>\$143,171,541</u></b>
<b>FIXED INCOME</b>		
Fleet Investment Advisors	21,613	162,405,665
Brown Brothers, Harriman	5,528	33,406,713
Taplin, Canida & Habacht	2,847	16,449,585
<b>Total Fixed Income</b>	<b><u>\$29,988</u></b>	<b><u>\$212,261,964</u></b>
<b>TOTAL SECURITIES LENDING INCOME</b>	<b><u>\$106,226</u></b>	<b><u>\$429,018,742</u></b>
<b>Calendar Year 2002 YTD</b>	<b>\$ 1,861,220</b>	





## **General Information**

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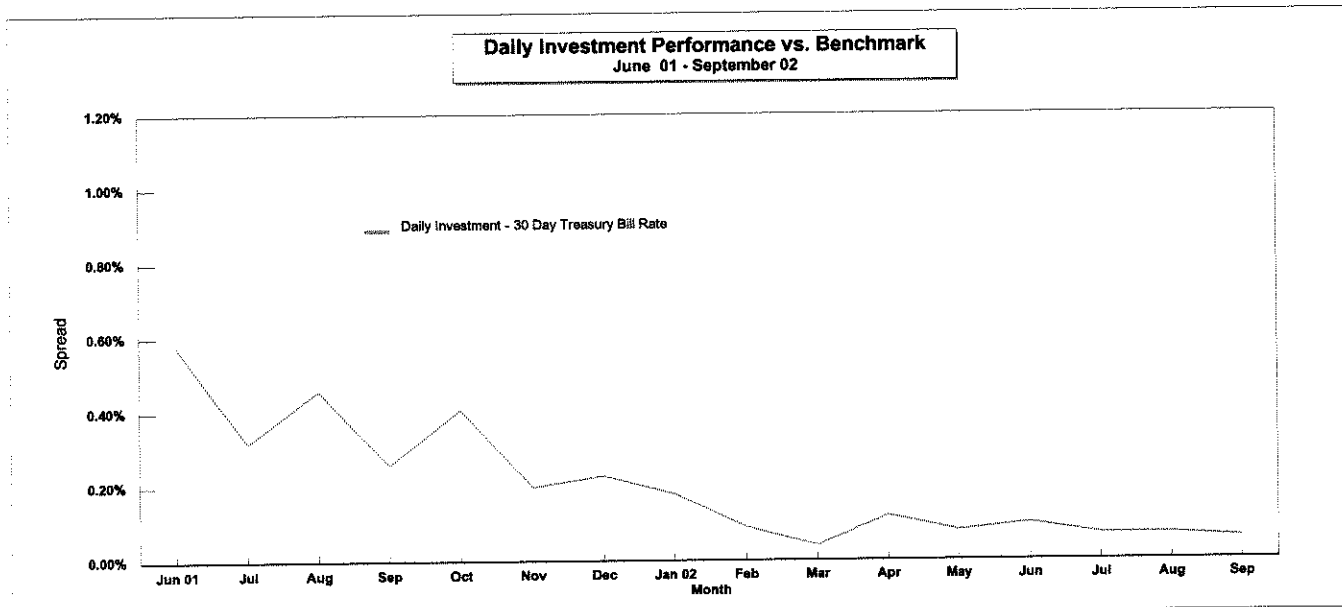
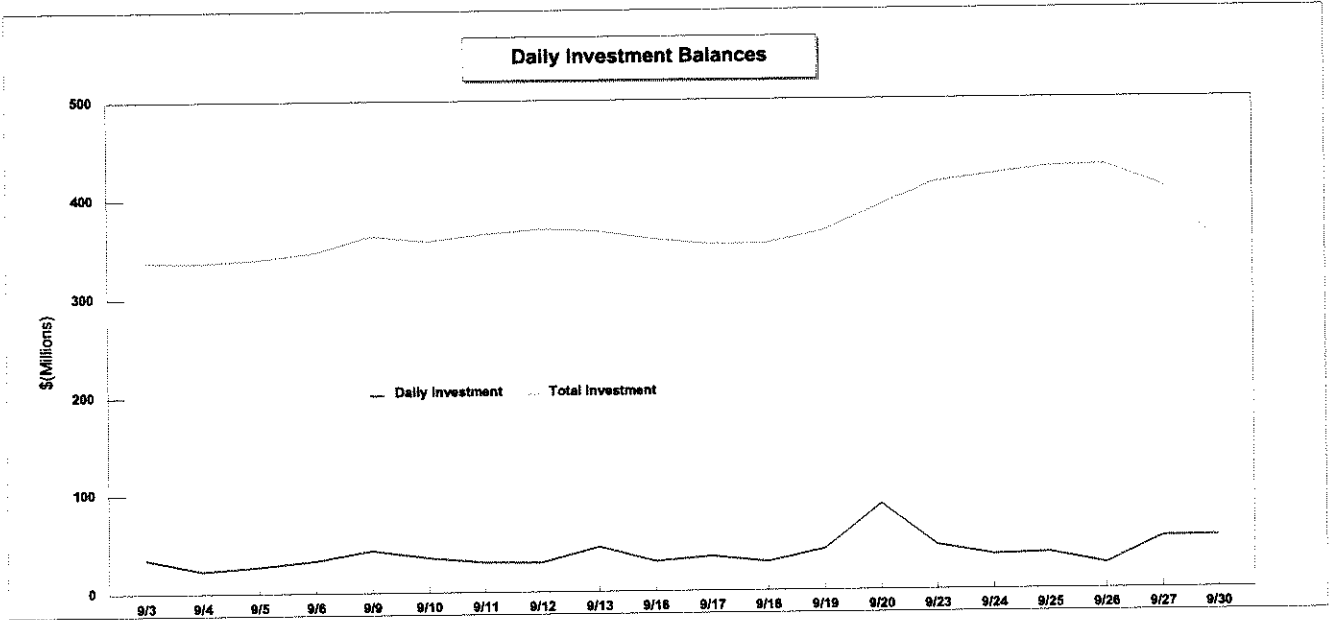
**Short Term Interest Rate Performance**  
September 2002

<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>
9/03	\$36.02	\$5.00	1.76	1.66	10.09	9/03	\$337.56
9/04	\$23.95	\$6.32	1.75	1.65	10.02	9/04	\$337.09
9/05	\$28.25	\$0.00	1.71	1.66	5.26	9/05	\$340.49
9/06	\$33.90	\$0.00	1.64	1.64	-0.33	9/06	\$347.19
9/09	\$44.09	\$0.00	1.66	1.64	2.16	9/09	\$363.18
9/10	\$36.35	\$12.00	1.74	1.67	6.89	9/10	\$358.15
9/11	\$31.29	\$0.00	1.70	1.68	2.32	9/11	\$364.85
9/12	\$31.05	\$0.00	1.72	1.68	4.11	9/12	\$369.84
9/13	\$46.59	\$0.00	1.68	1.67	0.82	9/13	\$367.33
9/16	\$31.55	\$0.00	1.74	1.68	6.37	9/16	\$359.08
9/17	\$36.07	\$0.00	1.75	1.67	8.11	9/17	\$353.51
9/18	\$30.20	\$0.00	1.72	1.65	7.26	9/18	\$353.71
9/19	\$42.85	\$0.00	1.70	1.65	4.51	9/19	\$366.52
9/20	\$87.99	\$0.00	1.62	1.63	-0.95	9/20	\$392.51
9/23	\$45.85	\$10.87	1.62	1.60	2.40	9/23	\$415.54
9/24	\$36.00	\$0.00	1.66	1.64	1.51	9/24	\$422.94
9/25	\$37.70	\$0.00	1.68	1.64	4.41	9/25	\$430.04
9/26	\$26.61	\$0.00	1.72	1.65	7.01	9/26	\$431.64
9/27	\$53.59	\$0.00	1.72	1.64	8.05	9/27	\$410.60
9/30	\$54.15	\$0.00	1.79	1.57	21.74	9/30	\$351.77
	<b>Total Amount Invested</b>		<b>Weighted Average Rate</b>	<b>Average 30 day Rate</b>	<b>Basis Point Difference</b>		
	\$794.04	\$34.19	1.70	1.64	5		
Money Market	\$34.19						
Total	\$828.23						

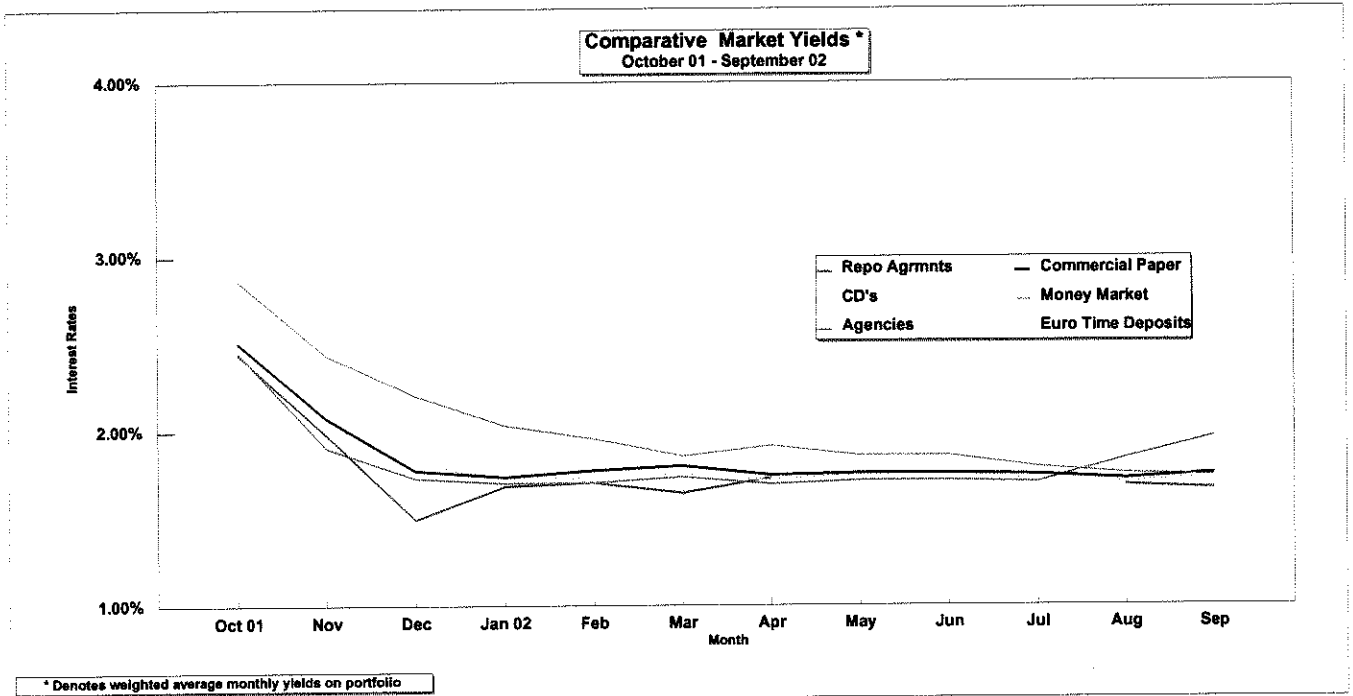
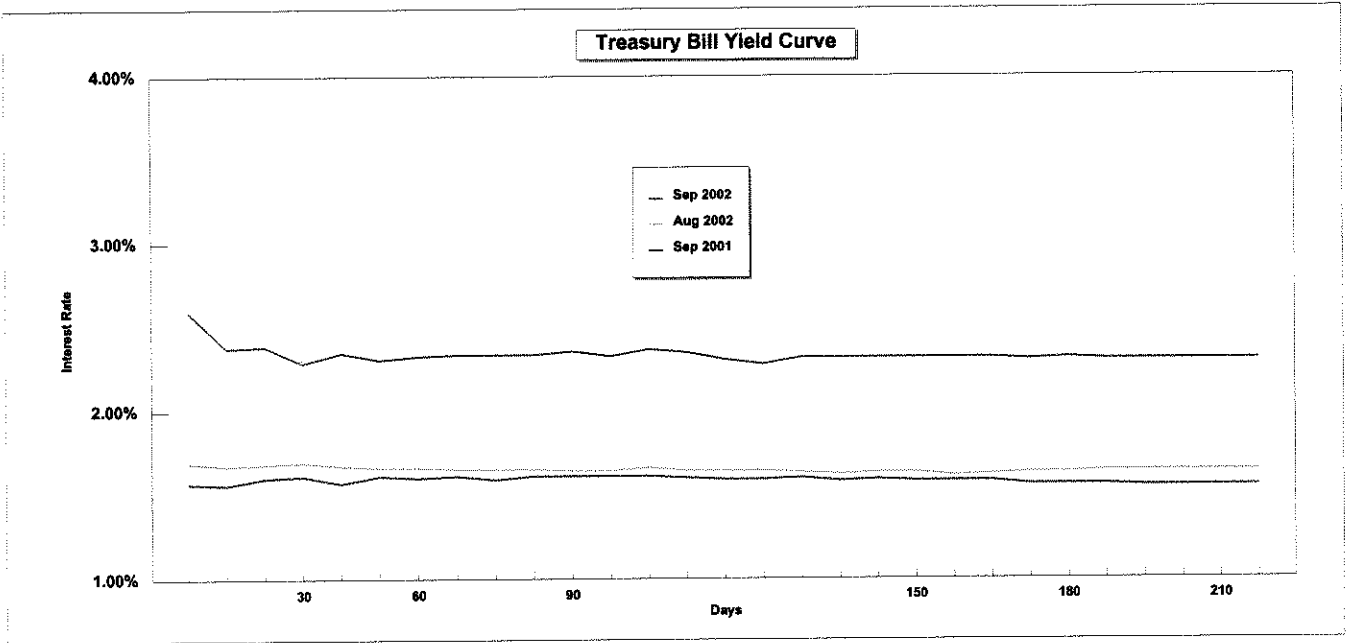
INTEREST

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

September 30, 2002

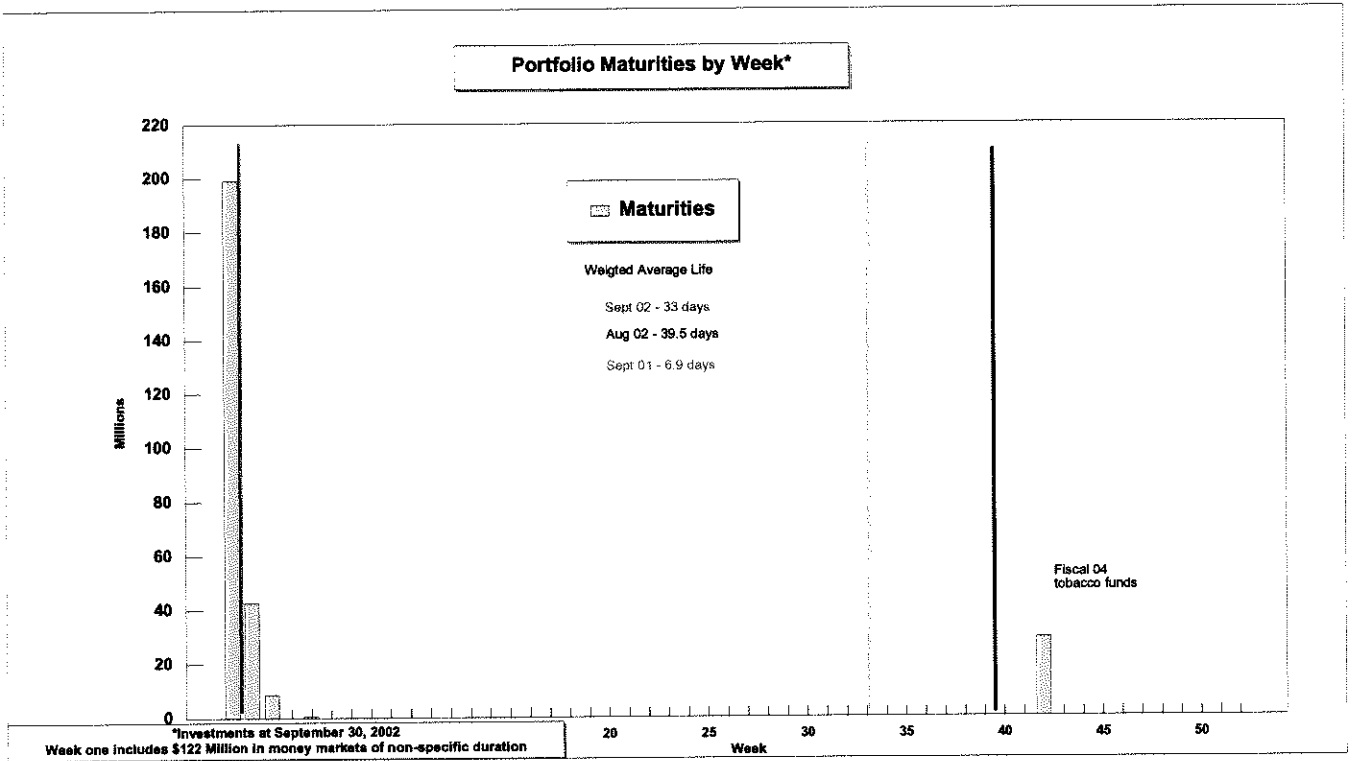


**RHODE ISLAND STATE INVESTMENT COMMISSION  
SHORT TERM INVESTMENTS**



\* Denotes weighted average monthly yields on portfolio

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

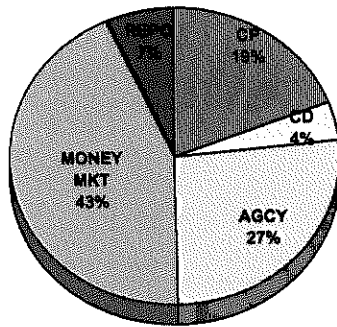


**SUMMARY PORTFOLIO YIELDS**

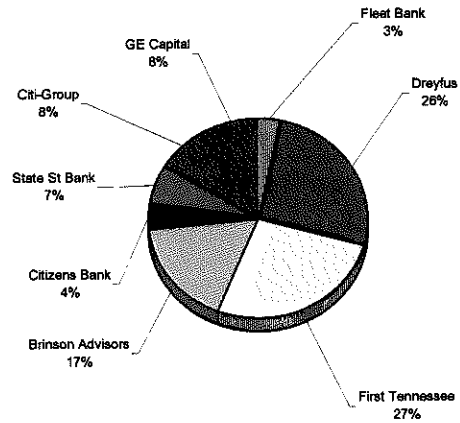
	<b>WEIGHTED AVERAGE YIELD(%)</b>
Sept 30, 2002	1.8%
August 31, 2002	1.8%
Sept 30, 2001	2.9%

**RHODE ISLAND STATE INVESTMENT COMMISSION**  
**SHORT TERM CASH INVESTMENTS AT SEPTEMBER 30, 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	8,988,391	0	0	0	0	0	8,988,391
	3%	0%	0%	0%	0%	0%	3%
Dreyfus	0	0	0	73,766,442	0	0	73,766,442
	0%	0%	0%	26%	0%	0%	26%
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	0	0	0
	0%	0%	0%	0%	0%	0%	0%
Ford Motor	0	0	0	0	0	0	0
	0%	0%	0%	0%	0%	0%	0%
First Tennessee	0	0	74,181,196	0	0	0	74,181,196
	0%	0%	27%	0%	0%	0%	27%
Brinson Advisors	0	0	0	48,246,109	0	0	48,246,109
	0%	0%	0%	17%	0%	0%	17%
Citizens Bank	0	11,334,828	0	0	0	0	11,334,828
	0%	4%	0%	0%	0%	0%	4%
GE Capital	21,671,342	0	0	0	0	0	21,671,342
	8%	0%	0%	0%	0%	0%	8%
Sun Trust	0	0	0	0	0	0	0
	0%	0%	0%	0%	0%	0%	0%
Citi-Group	23,188,500	0	0	0	0	0	23,188,500
	8%	0%	0%	0%	0%	0%	8%
State St Bank	0	0	0	0	0	18,400,000	18,400,000
	0%	0%	0%	0%	0%	7%	7%
<b>TOTALS</b>	<b>53,848,234</b>	<b>11,334,828</b>	<b>74,181,196</b>	<b>122,012,551</b>	<b>0</b>	<b>18,400,000</b>	<b>279,776,809</b>
<b>(%) PORTFOLIO</b>	<b>19%</b>	<b>4%</b>	<b>27%</b>	<b>44%</b>	<b>0%</b>	<b>7%</b>	<b>100%</b>



SPECIAL FUNDS  
 INVESTMENT SUMMARY  
 SEPTEMBER 30, 2002

<u>FUND NAME</u>	<u>EQUITIES</u>	<u>CASH &amp; EQUIVALENTS</u>	<u>FIXED INCOME</u>	<u>Gain/Loss</u>	<u>TOTAL MARKET VALUE</u>
<u>Abraham Touro Fund</u>	\$983,873	\$138,420	\$593,183	(\$168,810)	\$1,715,476
<u>State of Rhode Island Land Grant Fund</u>	0	\$65,382	0	\$72	\$65,382
<b>TOTALS</b>	<b>\$983,873</b>	<b>\$203,802</b>	<b>\$593,183</b>	<b>(\$168,738)</b>	<b>\$1,780,857</b>