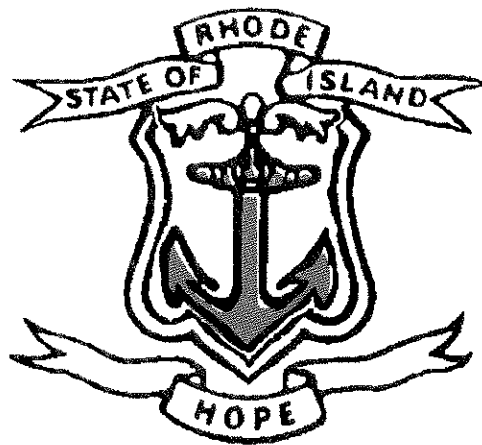


State of Rhode Island and Providence Plantations



Office of the General Treasurer

Nancy J. Mayer
General Treasurer

**STATE OF RHODE ISLAND
INVESTMENT COMMISSION MEETING
FEBRUARY, 1997**

GEORGE A. CREPEAU

MEMBERS OF THE STATE INVESTMENT COMMISSION

Hon. Nancy J. Mayer, Chair

**Robert L. Carl, Jr., Ph.D.
Rep. Mark B. Heffner
Mr. James M. Seed**

**Mr. Kenneth R. Dulgarian
Mr. Karl F. Ericson
Sen. Paul J. Tavares**



State of Rhode Island and Providence Plantations

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General Treasurer

RHODE ISLAND STATE INVESTMENT COMMISSION
MEETING NOTICE

The February meeting of the Rhode Island State Investment Commission has been rescheduled for Tuesday, February 4, 1997 at 8:45 a.m. in Room 135 of the State House.

AGENDA

STATE INVESTMENT COMMISSION
Special Meeting to be Held on February 4, 1997

1. Approval of Minutes
 - Regular Meeting held on January 28, 1997
2. Pacific Corporate Advisors, Inc.
 - Proposed Alternative Investment - Heritage Fund II, L.P.
3. Emerging Markets Finalist Interviews
 - Schroder Capital Management International
 - Montgomery Asset Management
 - State Street Global Advisors
4. Strategy for Real Estate Assets within Alternative Investments Program
5. New Business

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

**Minutes of the Regular Meeting
January 28, 1997**

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

There being a quorum present, Treasurer Mayer called the meeting to order at 9:15 a.m.

The Treasurer welcomed the new Designee of the Director of Administration, Rosemary Booth Gallogly.

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

VOTED: To approve the Minutes of the December 17, 1996 Regular Meeting.

SKM Equity Fund II, L.P. The Treasurer introduced Mr. David Graus of Pacific Corporate Advisors, Inc., the Commission's Alternative Investment Consultant. Mr. Graus gave an overview of SKM Equity Fund II, L.P. for the Commission to consider as a proposed alternative investment. SKM Equity Fund II, L.P. is raising approximately \$500 million. The fund had a first closing in December, 1996 and is oversubscribed.

Mr. Graus introduced Mr. Thomas A. Saunders and Mr. Christopher K. Reilly, General Partners of Saunders Karp & Megrue. Mr. Saunders explained that the goal of the fund is to achieve superior risk-adjusted returns through the active investment of equity capital in a small number of well-managed, middle market companies. The Partnership will target companies where it expects to generate returns through intrinsic growth in the business, not through financial engineering or asset sales. The investment focus is on private company recapitalizations and growth buyouts. They have a strong track record with an overall IRR of 55% net to the limited partners of Fund I.

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

VOTED: To invest \$10 million in SKM Equity Fund II, L.P., plus organization costs and management fees, as recommended by Pacific Corporate Advisors, Inc. contingent upon satisfactory review and negotiation of investment and other legal documents.

Interviews for Section 457 Plan Administrator and Mutual Funds. Mrs. Schoenfeld reviewed the search process for the Commission. She stated that ten firms responded to the RFP. On-site interviews were conducted by Mrs. Schoenfeld, Deputy Treasurer James E. Thorsen and Policy Analyst Carol Head at the following firms: Aetna Life Insurance and Annuity Company, Fidelity Investments Public Sector Services Company and Putnam Investments. Two finalists were invited to come before the Commission today.

Fidelity Investments Public Sector Services Company. Mr. David L. Liebrock, President, Mr. Eric Schoen, Vice President, Mr. William Samuels, Vice President and Ms. Sandy Fotiadis, Vice President represented the firm. Mr. Liebrock explained that Fidelity is privately owned and one of the largest financial services organizations with over \$425 billion under management, of which over 50% is institutional. They administer over 3,700 plans with over 4 million plan participants. They manage \$121 billion of retirement assets.

Ms. Fotiadis explained Fidelity's deferred compensation products and services including: uninterrupted participant telephone services; investment choices; participant education and enrollment; customized recordkeeping and trustee services. Mr. Samuels reviewed the proposed investment products. He listed the style-specific funds and in addition, two non-Fidelity, Funds-Net funds in two areas. In the international area they propose the Templeton Foreign Fund and in the bond area, the PIMCO Total Return.

Mr. Schoen summarized by stating that Fidelity has fully integrated communications/education, participant recordkeeping and servicing, investment management and plan sponsor reporting. They focus on education and communication, not just participation and have the technology to efficiently service participants at a consistent level. They have a public sector focus, a diversification of client base and solutions to increase service and performance, while reducing participant cost.

There was discussion about the fees. The review team had relied on a reference in the RFP to a \$26 fee, but in discussion, Mr. Liebrock said that the fees will be based on assets and could go up as high as \$96 per participant.

The Commission members agreed to revise the order of the Agenda.

Proposed Amendment to Statement of Investment Policies. Treasurer Mayer explained that the Bankers Trust Statement of Investment Policy requires that Bankers Trust manage a domestic equity portfolio designed to track the return and risk profile of the Wilshire 3000 Index. Bankers Trust is now prohibited from investing in real estate investments (including real estate investment trusts ("REITs")). However, the Commission's Consultant, Mr. Bensur, has advised that the Wilshire 3000 Index has changed since the guidelines were written and now contains some real estate

investment trusts. In order for the portfolio to achieve its investment objective, Wilshire Associates has recommended that Bankers Trust should be permitted to invest in REITs. She asked the Commission to modify the Investment Policy Statement by deleting real estate investments from the list of prohibited transactions.

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

VOTED: To modify the Investment Policy Statement of Bankers Trust Company by deleting real estate investments from the list of prohibited transactions.

Change of Meeting Dates. The Commission scheduled a special meeting on February 4, 1997 at 8:45 a.m. (to replace the regularly scheduled meeting on February 25) primarily to interview the finalists for the Emerging Markets Equity Investment Manager search. It was also agreed by Commission members to change the April meeting date from April 22, 1997 to April 15, 1997.

Putnam Investments. Mr. Howard H. Kreutzberg, Senior Vice President, Mr. Bruce D. George, CFA, Senior Vice President, Mr. Samuel F. Gagliardi, Vice President and Deborah A. Ryan, Assistant Vice President represented the firm. Mr. Kreutzberg described the firm's asset management business and its commitment to the defined contribution plan business. He then showed a video that illustrated Putnam's capabilities, plant locations and philosophy.

Note: Mr. Dulgarian left the meeting at 11:05 a.m.

Mr. Gagliardi explained there are three components to the defined contribution business: communications, investment management and the recordkeeping/administration of the plan.

Mr. George reviewed Putnam's investment philosophy and management style. He then discussed the performance of the Putnam funds. Ms. Ryan discussed the three elements of member education: communicating the change, employee education and on-going communications. Mr. Gagliardi then discussed fees for the Commission which range from \$18 to \$50 per participant, per year depending on total assets being managed by Putnam.

Closed Session. Mr. Seed moved to hold the meeting in closed session and Mr. Ericson seconded the motion, which passed unanimously with the following members voting in favor: Mr. Ericson, Ms. Gallogly, Representative Heffner, Treasurer Mayer and Mr. Seed.

VOTED: Pursuant to R.I.G.L. § 42-46-5(a)(7), the Commission voted to close the meeting to the public to discuss an investment.

The Commission went into Closed Session at 1:20 p.m.

Open Session. The State Investment Commission reconvened into Open Session at 1:35 p.m.

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

VOTED: To hire Fidelity Investments Public Sector Services Company for the Section 457 Plan Administrator and Mutual Funds subject to the successful negotiation of fees.

Note: Mr. Ericson left the meeting at 1:40 p.m.

Note: Representative Heffner left the meeting at 1:45 p.m.

Fidelity Management Trust Company. Mr. William Bensus gave a brief overview of Fidelity, which was retained in the third quarter of 1989 to provide a strategic allocation to the mortgage-backed sector of the fixed income market. The firm was invited to come before the Commission primarily because of a pending move of the fixed income group to New Hampshire, the announced departure of Portfolio Manager, Mr. Robert Ives and the impact on the fund's portfolio.

Mr. Arthur J. Greenwood, Senior Vice President introduced Mr. Dwight Churchill, Senior Vice President and head of the taxable fixed income unit at Fidelity, Mr. Kevin Grant, Vice President and Portfolio Manager and a member of the mortgage-backed securities team and Mr. Thomas Silvia, Portfolio Manager and a member of the mortgage-backed securities team. Mr. Grant and Mr. Silvia will be assuming Mr. Ives' responsibilities. Mr. Churchill provided background information on both Mr. Grant and Mr. Silvia. Both Mr. Grant and Mr. Silvia spoke of their dedication to Fidelity and their intentions to remain in their positions.

Consultant's Report- Wilshire Associates Incorporated. Providing his Capital Market Update, Mr. Bensus explained that the 1990's bull market can be attributed to earnings growth, both real and expected. The stock market continued its rise in early January but slowed recently due to disappointing earnings announcements from multinational companies. These disappointing earnings from multinational companies was the result of a stronger dollar. Large growth stocks led large value stocks by 7.8% in 1996. Large stocks led small stocks by 5.9%.

He also reported that the UK/Europe region was one of the best performing categories in international markets in 1996 generating a 21.1% return. International markets continue to underperform domestic markets due to poor performance in the Pacific basin. The bond market fell due to increasing bond yields and concerns over inflation.

Deputy Treasurer for Finance Report. Mr. Thorsen reported that over the last two calendar years, the fund has increased by over \$1.3 billion, from \$3.4 billion to \$4.7 billion. He stated that 9 out of 17 managers outperformed their benchmarks last year and that several others were very close to meeting same.

Note: Mr. Bensus left the meeting at 2:05 p.m.

There being no further business, Mr. Seed moved and Ms. Gallogly seconded a motion to adjourn. The motion passed unanimously. The meeting was adjourned at 2:10 p.m.

Respectfully submitted,

Barbara Braun Schoenfeld
Legal Counsel to the
State Investment Commission

RHODE ISLAND STATE INVESTMENT COMMISSION

STAFF SUMMARY ANALYSIS

JANUARY 1997 PORTFOLIO HIGHLIGHTS

MARKET VALUES

The total portfolio value increased in January by \$102.9 Million to \$4,819.9 Billion (+2.25%). This compares with an increase in value of \$74.2 Million (+1.83%) for the same period in 1996.

The equity market value increased by \$101.4 Million (+4.64%). Fixed Income values increased by \$5.1 Million. International equities decreased by \$8.3 Million. Alternative investments increased by \$145,524, net of capital calls; real estate values increased by \$2.9 Million; cash increased by \$1.5 Million. All market values are net of transfers.

- The top three equity manager performers for January were as follows:

<i>Manager</i>	<i>Market Value Gains (\$)</i>	<i>Percentage Gains</i>
Provident	\$28.3 Million	+8.05%
Fleet	25.1 "	+5.76%
Bankers	34.3 "	+5.31%

- Brown Brothers' fixed income portfolio increased in value by \$1.2 Million adjusting for the transfer of \$33 Million to Alliance Capital. Fleet's fixed income portfolio decreased in value by \$398,335, while Fidelity's value increased by \$1.2 Million.

ASSET ALLOCATION

- Despite the recent major rebalancing, we continue to report slight over-allocation in domestic equities as well as fixed-income, due primarily to the continued market appreciation, while being under-allocated in real estate, international equities, and alternative investments.
- Cash and equivalents decreased slightly from \$185.4 Million to \$183.9 Million.

INVESTMENT MANAGER FUNDING

- Three cash distributions totaling \$3,019,829 were received: \$2,345,491 from the Crossroads Providence Partnership; \$670,903 from Heitman Realty Partnership and \$3,435 was received from Willis Stein.
- Supplemental funding of \$130,325 was provided to Crossroads Providence, \$205,103 to Doughty Hanson, and an additional \$783,859 was provided to the Providence Equity Partnership.

At this time, all managers are essentially fully funded with the exception of the alternative investment asset class, which has an unfunded balance of approximately \$186.5 Million, and Schroder Emerging Markets, whose unfunded balance is approximately \$96 Million.

COMMISSIONS/EXPENSES

JANUARY

- The average commission cost per share was \$.053 cents, slightly higher than the previous month's \$.041 cents.
- Total shares traded in January were 2.3 million, up substantially from the previous month.
- Commissions paid for the month were \$122,073, which nearly tripled from December.
- There were 305 commissionable trades during January, up slightly from 292 in December.
- Expenses for fiscal 1997 are in line with budget expectations and market conditions.

CASH FLOW

January's combined state and teacher contributions were sufficient to cover the month's pension payroll; municipal contributions, however, were insufficient to meet pension payroll and required a transfer of \$1,000,000 from the long term plan.

SHORT TERM CASH

The short term cash portfolio had a 29.11 day weighted average maturity vs 23.34 days in December.

RHODE ISLAND STATE INVESTMENT COMMISSION

TIME WEIGHTED PERFORMANCE REPORT

Rhode Island Employees' Retirement Systems
Performance as of January 31, 1997

<u>DOMESTIC EQUITY</u>	<u>JANUARY 1997</u>	<u>YTD</u>
Fleet	5.76%	5.76%
Bankers Trust	5.31%	5.31%
Provident	8.05%	8.05%
Brinson	3.57%	3.57%
Mackay-Shields	2.28%	2.28%
Babson	0.90%	0.90%
J & W Seligman	-0.63%	-0.63%
HLM Management	-0.98%	-0.98%
ValueQuest	4.96%	4.96%
Total Domestic Equity	4.64%	4.64%
 <u>INTERNATIONAL EQUITY</u>		
Alliance	-3.44%	-3.44%
Schroders	-0.37%	-0.37%
Scudder	-0.43%	-0.43%
Total International Equity	-1.35%	-1.35%
 <u>FIXED INCOME</u>		
Fleet	-0.04%	-0.04%
Fidelity	0.70%	0.70%
Brown Brothers	0.48%	0.48%
In-State F.I.	0.12%	0.12%
Taplin, Canida & Habacht	0.25%	0.25%
Loomis Sayles	1.46%	1.46%
Total Fixed Income	0.30%	0.30%

RHODE ISLAND STATE INVESTMENT COMMISSION

SUMMARY PORTFOLIO

PERFORMANCE REPORT

<u>ASSET CLASS</u>	<u>JANUARY 1997</u>	<u>YTD</u>
Domestic Equity	4.64%	4.64%
International Equity	-1.35%	-1.35%
Fixed Income	0.30%	0.30%
TOTAL FUND COMPOSITE*	2.25%	2.25%

<u>INDICES</u>	<u>JANUARY 1997</u>	<u>YTD</u>
<u>Domestic Equity</u>		
S & P 500	6.21%	6.21%
Wilshire 3000	5.37%	5.37%
Russell 2000	2.00%	2.00%
Russell 2500	2.76%	2.76%
<u>International Equity</u>		
MSCI EAFE	-3.50%	-3.50%
<u>Fixed Income</u>		
Lehman AGG	0.31%	0.31%

* Total Fund Composite includes all asset classes.

RHODE ISLAND STATE INVESTMENT COMMISSION

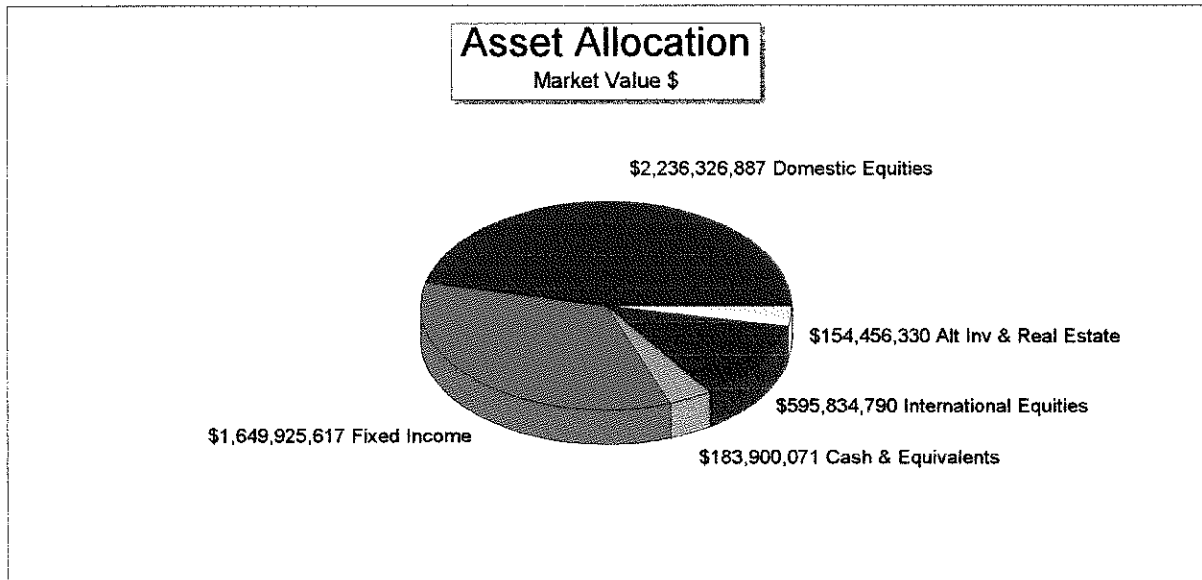
EMPLOYEES' RETIREMENT SYSTEMS

ASSET ALLOCATION

January 31, 1997

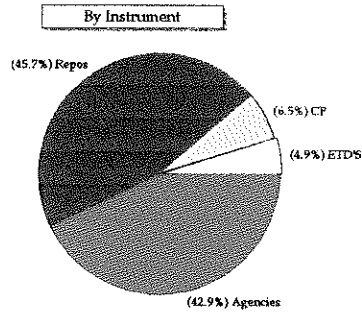
PERCENTAGE OF TOTAL DOLLARS

<u>ASSET CLASS</u>	<u>ACTUAL</u>	<u>TARGET</u>	<u>ACTUAL/TARGET DIFFERENCE</u>
Domestic Equity	47.38%	45.00%	2.38%
Fixed Income	36.15%	32.50%	3.65%
Alt Inv & Real Estate	3.19%	7.50%	-4.31%
International Equity	12.66%	15.00%	-2.34%
Cash	0.62%	0.00%	0.62%
	100.00%	100.00%	-0.00%



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RHODE ISLAND STATE INVESTMENT COMMISSION
SHORT TERM CASH INVESTMENTS AT JANUARY 31, 1997



SUMMARY DETAIL

Vendor	CP	ETD'S	TREASURIES	AGENCIES	MONEY MARKET	REPOS	(\$) TOTAL
Guidelines: Total/Vendor	15%/15%	15%/15%	100%/100%	75%/35%	50%/35%	100%/20%	
Bank of Boston	0	9,500,000	0	0	0	0	9,500,000
	0%	5%	0%	0%	0%	0%	5%
Bear Stearns	5,952,004	0	0	0	0	0	5,952,004
	3%	0%	0%	0%	0%	0%	3%
Citicorp	6,739,540	0	0	0	0	21,340,000	28,079,540
	3%	0%	0%	0%	0%	11%	14%
Dean Witter	0	0	0	0	0	0	0
	0%	0%	0%	0%	0%	0%	0%
Fidelity	0	0	0	0	0	0	0
	0%	0%	0%	0%	0%	0%	0%
First Tennessee	0	0	0	20,282,414	0	0	20,282,414
	0%	0%	0%	10%	0%	0%	10%
Goldman Sachs	0	0	0	22,189,862	0	25,508,635	47,698,497
	0%	0%	0%	11%	0%	13%	24%
Merrill Lynch	0	0	0	25,476,691	0	0	25,476,691
	0%	0%	0%	13%	0%	0%	13%
Wachovia	0	0	0	0	0	22,530,986	22,530,986
	0%	0%	0%	0%	0%	12%	12%
Prudential	0	0	0	15,849,721	0	0	15,849,721
	0%	0%	0%	8%	0%	0%	8%
State Street Bank	0	0	0	0	0	20,000,000	20,000,000
	0%	0%	0%	0%	0%	10%	10%
TOTALS	12,691,544	9,500,000	0	83,798,687	0	89,379,620	195,369,851
(%) PORTFOLIO	6%	5%	0%	43%	0%	46%	100%



State of Rhode Island and Providence Plantations

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Nancy J. Mayer
General Treasurer

February 25, 1997

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

This is to certify that the amounts so listed on the following page belong to the credit of the Employees' Retirement, State Police and Judiciary Retirement Systems, and the Municipal Employees' Retirement System of the State of Rhode Island at the close of business on January 31, 1997.

The amounts listed for our real estate and alternative investments designations are illiquid and do not have a readily determinable market value. They are based on appraisals only.

Respectfully submitted,

A handwritten signature in cursive script that reads "Nancy J. Mayer".

Nancy J. Mayer
General Treasurer

COMPOSITE REPORTING

BALANCE SHEET

JANUARY 31, 1997

ASSET CLASS		MARKET VALUES
<i>Cash/Short Term Investments</i>		
<i>Short Term Investment Fund</i>		
<i>Money Market Instruments</i>		183,900,070.74
<i>Equities - Domestic</i>		2,236,326,886.70
<i>Equities - International</i>		595,834,789.51
<i>Fixed Income - Government</i>	1,564,025,763.85	
<i>Fixed Income - Corporate</i>	58,715,350.86	
<i>Fixed Income - In State</i>	<u>27,184,502.40</u>	1,649,925,617.11
<i>Real Estate</i>		93,305,196.15
<i>Alternative Investments</i>		60,151,133.83
<i>Other - Escrow</i>		500,000.00
		=====
TOTAL FUND INVESTMENTS		\$4,819,943,694.04

ERSRI - 87.1142044%

MERSRI - 12.7592680%

ST POL - 00.0853481%

JUDC'L - 00.0411795%

NAV

Balsheet.xls

TIME WEIGHTED ERSI MARKET VALUE CHANGE REPORT
10/97-10/97

MONTHLY CHANGE

PORTFOLIO	BENCHMARK DESCRIPTION	MARKET VALUE 12/31/97	TRANSFERS IN/OUT	MARKET VALUE 1/31/97	NET INCREASE/ (DECREASE)	MARKET VALUE % OF CHANGE	BENCHMARK % OF CHANGE	MARKET VALUE % OF CHANGE	MARKET VALUE % OF CHANGE	MARKET VALUE % OF CHANGE	MARKET VALUE % OF CHANGE	MARKET VALUE % OF CHANGE	MARKET VALUE % OF CHANGE
DOMESTIC EQUITY													
FLEET	S&P 500	461,540,273	(27,000,000)	459,672,515	25,132,243	5.76%	6.21%	-0.45%	5.76%	6.21%	5.76%	6.21%	
BANKERS	W. 3000	645,906,112	38,700	680,258,701	34,313,889	5.31%	5.37%	-0.06%	5.31%	5.37%	5.31%	5.37%	
PROVIDENT	RUSSEL 1000 GRWTH	352,287,686	0	380,644,585	28,356,899	8.05%	5.93%	2.12%	8.05%	5.93%	8.05%	5.93%	
BRINSON	W. 5000	210,668,113	0	218,191,899	7,523,786	3.57%	5.35%	-1.78%	3.57%	5.35%	3.57%	5.35%	
MCKY-SHLDS	W. 5000	206,117,933	0	210,822,086	4,704,153	2.28%	5.35%	-3.07%	2.28%	5.35%	2.28%	5.35%	
BABSON	RUSSEL 2500 SMLCAP	146,837,953	0	148,154,723	1,316,770	0.90%	2.76%	-1.86%	0.90%	2.76%	0.90%	2.76%	
JW SELIGMAN	RUSSEL 2000 SMLCAP	139,295,536	0	138,421,415	(874,122)	-0.63%	2.00%	-2.63%	-0.63%	2.00%	-0.63%	2.00%	
HLN Management	RUSSEL 2000	22,894,767	0	22,670,282	(224,485)	-0.98%	2.00%	-2.98%	-0.98%	2.00%	-0.98%	2.00%	
VALUEQUEST LTD	W. LRGE VALUE	23,802,906	0	24,982,377	1,179,472	4.96%	5.17%	-0.21%	4.96%	5.17%	4.96%	5.17%	
TOTAL EQUITY		2,289,351,279	(26,961,300)	2,283,818,584	101,428,605	4.64%			4.64%				
FIXED INCOME													
FLEET	LEHMAN AGG	1,055,872,187	38,700	1,055,512,551	(398,335)	-0.04%	0.31%	-0.35%	-0.04%	0.31%	-0.04%	0.31%	
FIDELITY	SALOMON MORT.	173,001,516	0	174,207,509	1,205,992	0.70%	0.85%	-0.15%	0.70%	0.85%	0.70%	0.85%	
BROWN BROS.	LEHMAN 1-3YR	285,424,494	(32,900,000)	253,738,683	1,214,189	0.48%	0.47%	0.01%	0.48%	0.48%	0.48%	0.47%	
IN STATE F.I.		27,482,182	0	27,514,571	32,389	0.12%	N/A	N/A	0.12%	N/A	0.12%	N/A	
TAPLIN CANADA & HARECHT	LB INT GOVT/CORP	20,941,269	0	20,993,579	52,309	0.25%	0.14%	0.11%	0.25%	0.14%	0.25%	0.14%	
LOOMIS SAYLES COMPANY	MERRLYNCH/1ST BOSTON COMPOSITE	207,339,123	0	210,367,130	3,028,007	1.46%	1.32%		1.46%	1.32%	1.46%	1.32%	
TOTAL FIXED INCOME		1,770,060,772	(32,861,300)	1,742,334,023	5,154,551	0.30%			0.30%				
ALTERNATIVE INVESTMENTS													
ALTERNATIVE INVESTMENT		61,997,248	(1,991,632)	60,151,141	145,524	6.91%	N/A	N/A	6.91%	N/A	6.91%	N/A	
BANK ACQUISITION		500,000	0	500,000	0	0.00%	N/A	N/A	0.00%	N/A	0.00%	N/A	
TOTAL		62,497,248	(1,991,632)	60,651,141	145,524	6.91%			6.91%				

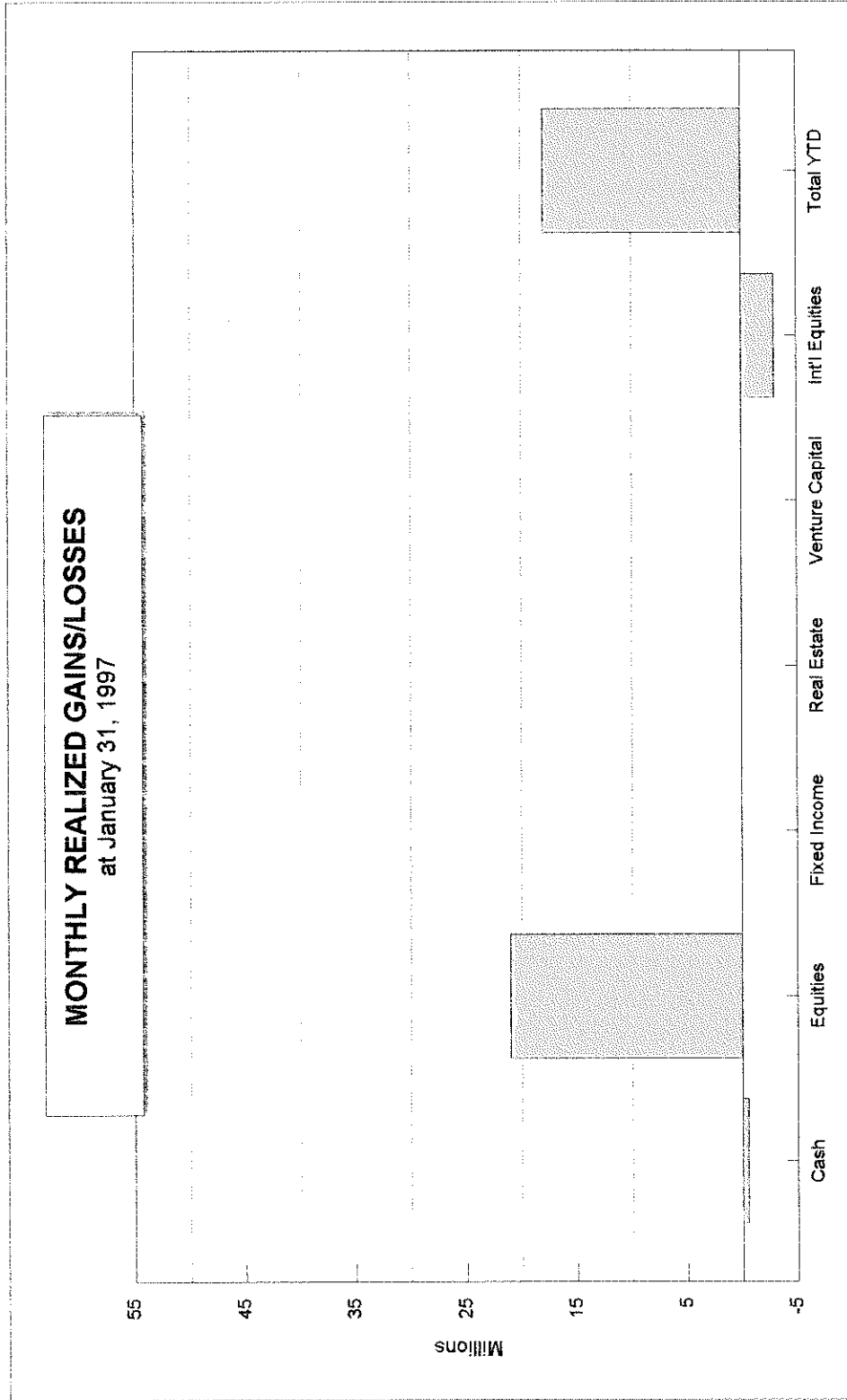
PORTFOLIO

BENCHMARK DESCRIPTION	MARKET VALUE 12/31/98	MARKET VALUE 1/31/99	TRANSFERS IN/OUT	MARKET VALUE 1/31/99	NET INCREASE/DECREASE	MARKET VALUE % OF CHANGE NET OF TRANS.	BENCHMARK % OF CHANGE	DIFFERENCE TO BENCHMARK	CALENDAR YTD PERFORMANCE	CALENDAR YTD BENCHMARK
INTERNATIONAL EQUITY										
ALLIANCE	137,182,126	60,008,600	60,008,600	190,538,776	(6,651,950)	-3.44%	-3.50%	0.06%	-3.44%	-3.50%
SCHRODERS	243,475,538	0	0	242,582,755	(892,783)	-0.37%	0.27%	-0.64%	-0.37%	0.27%
SCUDDER	177,637,211	0	0	176,874,210	(763,001)	-0.43%	-5.35%	4.92%	-0.43%	-5.35%
EMERGING MARKETS										
TOTAL INT'L EQUITY	558,294,875	60,008,600	60,008,600	609,995,741	(8,307,734)	-1.35%			-1.35%	
REAL ESTATE										
HEITMAN	35,089,777	(671,183)	(671,183)	34,418,595	1	1.95%	N/A	N/A	1.95%	N/A
L & B	37,190,746	(260)	(260)	37,190,488	2	0.00%	N/A	N/A	0.00%	N/A
AETNA	9,411,000	(822)	(822)	9,410,182	3	0.02%	N/A	N/A	0.02%	N/A
PHOENIX	9,335,865	0	0	12,385,931	2,950,066	31.60%	N/A	N/A	0.00%	N/A
TOTAL REAL ESTATE	91,027,388	(672,166)	(672,166)	93,305,195	2,950,072	4.01%			0.59%	
CASH ACCOUNTS										
CASH ACCOUNT	25,636,570	0	0	27,569,210	1,932,639	N/A	N/A	N/A	N/A	N/A
INTERNAL CASH	2,639,543	0	0	2,269,799	(369,744)	N/A	N/A	N/A	N/A	N/A
TOTAL CASH	28,276,114	0	0	29,839,009	1,572,895	N/A				

1,471,497,677
 JAN 1

GRAND TOTAL	4,819,943,692	(2,477,898)	(2,477,898)	4,819,943,692	102,923,913	2.25%			2.25%	
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**RHODE ISLAND STATE INVESTMENT COMMISSION
 EMPLOYEES RETIREMENT SYSTEM
 LONG TERM INVESTMENTS**



GNSLS

RHODE ISLAND STATE INVESTMENT COMMISSION

Domestic Equity Holdings By Top 10 Market Values

JANUARY 31, 1997

Equities

RANK	SECURITY NAME	PAR VALUE/SHARES	BASE MARKET AMOUNT	MONEY MANAGERS
1	MERCK & CO INC	466,400	\$42,267,500	Fleet,Bankers,Provident
2	INTEL CORP	254,700	41,325,075	Fleet,Bankers,Provident,Brinson
3	AMERICAN INTL GROUP INC	281,125	34,051,266	Fleet,Bankers,Provident,MacKay-Shields,Value Quest
4	MICROSOFT CORP	329,300	33,588,600	Bankers,Provident
5	FEDERAL NATL MTG ASSN	772,900	30,432,938	Fleet,Bankers,Provident, Value Quest
6	PFIZER INC	279,900	25,890,750	Fleet,Bankers,Provident
7	PEPSICO INC	740,900	25,838,888	Fleet,Bankers,Provident
8	PROCTER & GAMBLE CO	201,200	23,263,750	Fleet,Bankers,Provident
9	AUTOMATIC DATA PROCESSING	557,700	23,074,838	Fleet,Bankers,Provident
10	EXXON CORP	218,900	22,683,513	Fleet,Bankers
		13.56%	\$302,417,118 of total equity market value	
			** Total Composite Equities **	\$2,229,517,798

International Equity Holdings By Top 10 Market Values

JANUARY 31, 1997

International Equities

RANK	SECURITY NAME	COUNTRY	PAR VALUE/SHARES	BASE MARKET AMOUNT	MONEY MANAGERS
1	NOVARTIS AG	Denmark	9,807	\$11,225,018	Alliance,Schroeder
2	ROYAL DUTCH PETROL	Netherlands	58,965	10,327,631	Alliance,Schroeder
3	BRITISH PETROLEUM	England	801,482	9,446,577	Alliance,Schroeder
4	ROCHE HLDGS AG	Switzerland	917	8,050,732	Alliance,Schroeder
5	ELF AQUITAINE	France	77,035	7,483,675	Alliance,Schroeder
6	LLOYDS TSB GROUP	England	966,272	7,440,306	Alliance,Schroeder
7	BAYER AG	Denmark	155,280	5,897,581	Alliance,Schroeder
8	TOYOTA MOTOR CORP	Japan	204,000	5,259,635	Alliance,Scudder
9	ABB AG	Switzerland	4,058	5,189,353	Alliance,Scudder
10	HUTCHISON WHAMPOA	Hong Kong	683,000	5,156,202	Schroeder,Scudder
			12.83%	\$75,476,710 of total international equity market value	
			** Total Composite International Equities **	\$588,501,719	

Asset Allocation Monitoring Report
Market Values at January 31, 1997

ERSRI
&
MERSRI

Asset Class	Style	January 31, 1997		Target		Difference	Cash	% of Total
		Actual						
		\$	%	\$	%			
Domestic Equity								
<i>Fleet</i>	active	459.67	9.54%	433.79	9.00%	25.88	1.78	0.39%
<i>Bankers</i>	passive	680.26	14.11%	650.69	13.50%	29.57	2.13	0.31%
Total Core		1,139.93	23.65%	1,084.49	22.50%			
<i>Provident</i>	growth	380.64	7.90%	361.50	7.50%	19.15	14.26	3.75%
Total Growth		380.64	7.90%	361.50	7.50%			
<i>Brinson Partners</i>	large cap	218.19	4.53%	192.80	4.00%	25.39	6.57	3.01%
<i>Mackay-Shields</i>	large cap	210.82	4.37%	192.80	4.00%	18.02	8.69	4.12%
Total Large Cap Value		429.01	8.90%	385.60	8.00%			
<i>David L. Babson</i>	value	148.15	3.07%	144.60	3.00%	3.56	4.94	3.33%
<i>J.W. Seligman</i>	s/c growth	138.42	2.87%	144.60	3.00%	-6.18	8.62	6.22%
Total Small Cap		286.58	5.95%	289.20	6.00%			
<i>HLM Management</i>	sml grwth	22.67	0.47%	24.10	0.50%	-1.43	0.49	2.17%
<i>ValueQuest Ltd</i>	lrg value	24.98	0.52%	24.10	0.50%	0.88	0.02	0.10%
Total Emerging Managers		47.65	0.99%	48.20	1.00%			
TOTAL DOMESTIC EQUITY		2,283.82	47.38%	2,168.97	45.00%	114.84	47.49	2.08%
International Equity								
<i>Alliance</i>	core	190.54	3.95%	144.60	3.00%	45.94	1.84	0.97%
<i>Schroder</i>	Euro/region	242.58	5.03%	241.00	5.00%	1.59	0.65	0.27%
<i>Scudder</i>	Pac Basin	176.87	3.67%	241.00	5.00%	-64.12	11.67	6.60%
<i>Emerging Markets</i>				96.40	2.00%	-96.40	0.00	
TOTAL INT'L EQUITY		610.00	12.66%	722.99	15.00%	-113.00	14.16	2.32%
Domestic Fixed Income								
<i>Fidelity</i>	Mort.-bk sec	174.21	3.61%	120.50	2.50%	53.71	5.64	3.24%
<i>In-State</i>	n/a	27.51	0.57%	24.10	0.50%	3.41	0.05	0.19%
Total Mortgage		201.72	4.19%	144.60	3.00%			
<i>Fleet</i>	Fixed/Inc.	1,055.51	21.90%	1,084.49	22.50%	-28.97	78.04	7.39%
<i>Brown Bros (Short)</i>	Short Term F/	253.74	5.26%	120.50	2.50%	133.24	5.55	2.19%
Total Other Fixed Income		1,309.25	27.16%	1,204.99	25.00%			
<i>Taplin, Canida & Habacht</i>	core/fixed inc	20.99	0.44%	24.10	0.50%	-3.11	1.71	8.13%
Total Emerging Managers		20.99	0.44%	24.10	0.50%			
<i>Loomis Sayles & Co</i>		210.37	4.36%	192.80	4.00%	17.57	1.42	
TOTAL FIXED-INCOME		1,742.33	36.15%	1,566.48	32.50%	175.85	92.41	5.30%
Real Estate								
<i>Heitman</i>	core	34.42	0.71%	38.56	0.80%	-4.14	0.00	0.00%
<i>L&B</i>	core	37.19	0.77%	37.60	0.78%	-0.41	0.00	0.00%
<i>Aetna</i>	cong. care r/e	9.41	0.20%	12.05	0.25%	-2.64	0.00	0.00%
<i>Phoenix</i>	deve. r/e	12.29	0.25%	12.53	0.26%	-0.25	0.00	0.00%
Total Real Estate		93.31	1.94%	100.74	2.09%	(7.43)		
Alternative Investments								
<i>Crossroads & Narragansett</i>	venture cap.	45.12	0.94%				0.00	
<i>Pacific Corp Group</i>	venture cap.	15.03	0.31%					
<i>Bank Acquisition</i>	n/a	0.50	0.01%					
Total Alternative Investments		60.65	1.26%	260.76	5.41%	(200.11)	0.00	0.00%
TOTAL ALTERNATIVE INVESTMENTS AND REAL ESTATE		153.96	3.19%	361.50	7.50%	(207.54)	0.00	0.00%
<i>Cash Equivalents</i>		<u>29.84</u>	<u>0.62%</u>	<u>0.00</u>	<u>0.00%</u>	<u>29.84</u>	29.72	99.60%
TOTAL ASSETS		4,819.94	100.00%	4,819.94	100.00%	0.00	183.78	3.81%

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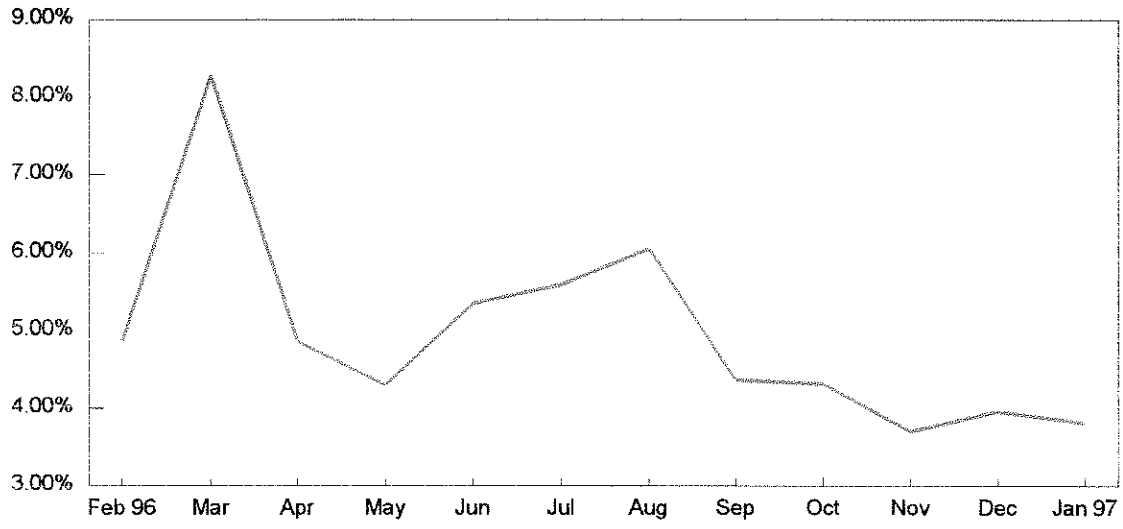
Alternative Investments Funding

1997

Manager	Partnership Commitment	Prior Funding Thru 12/31/96	Current Month Funding	Cumulative Total at 1/31/97	Unfunded Balance
<i>Boston Ventures Ltd</i>	\$5,000,000	\$450,000		\$450,000	\$4,550,000
<i>Crossroads/Providence LP</i>	\$45,000,000	\$44,213,907	130,325	\$44,344,232	\$655,768
<i>Narragansett First Fund</i>	239,647	239,647		239,647	0
<i>Narragansett Capital Partners</i>	2,096,124	2,096,124		2,096,124	0
<i>OCM Opportunities Fund</i>	8,000,000	5,600,000	0	5,600,000	2,400,000
<i>OCM Principal Opportunities</i>	5,000,000	500,000	0	500,000	4,500,000
<i>Welsh, Carson, Anderson & Stowe</i>	15,000,000	5,250,000		5,250,000	9,750,000
<i>Doughty Hanson</i>	5,000,000	984,972	205,103	1,190,075	3,809,925
<i>Willis Stein</i>	5,000,000	1,953,203	0	1,953,203	3,046,797
<i>ABS Capital Partners</i>	5,000,000	318,470	0	318,470	4,681,530
<i>Providence Equity Partners</i>	10,000,000	839,614	783,859	1,623,473	8,376,527
TOTALS:	\$105,335,771	\$62,445,937	\$1,119,287	\$63,565,224	\$41,770,547

EMPLOYEES RETIREMENT SYSTEM

CASH PERCENTAGE OF TOTAL PORTFOLIO



Retirement Systems Investment Earnings Fiscal Year 1997 to Date Summary
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ERSRI
&
MERSRI at January 31, 1997

	<i>LONG TERM</i>	<i>SHORT TERM</i>	<i>TOTAL</i>
<i>INTEREST SOLD</i>	12,088,590		12,088,590
<i>SECURITIES LENDING</i>	0		0
<i>DIVIDENDS</i>	23,777,585		23,777,585
<i>INTEREST</i>	64,259,686	336,288	64,595,973
<i>MISCELLANEOUS</i>	16,183,412		16,183,412
<i>CAPITAL GAINS</i>	168,582,907		168,582,907
GRAND	=====	=====	=====
TOTAL:	284,892,180	336,288	285,228,468

	Actual Jul 96	Actual Aug	Actual Sep	Actual Oct	Actual Nov	Actual Dec	Actual Jan 97	Projected Feb	Projected Mar	Projected Apr	Projected May	Projected Jun	PROJECTED TOTAL
EQUITIES													
Fleet/Norsan		525,000			262,500			262,500		262,500	60,000		1,312,500
Banker Trust			67,598			69,698							257,296
President Insurunit			592,582			602,160			585,000			585,000	2,364,742
Brinson			179,151		165,949			175,000			130,000		695,101
Mackay-Shield			139,519			141,442							540,961
David L. Batson	98,978	103,814			103,682			60,000					426,474
J & W Seligman	117,334	120,771			123,984			75,000					512,089
HLM Mgmt	59,407		51,981		57,506			25,000	25,000			25,000	166,913
ValueQuest													126,981
FINED INCOME													
Brown Bros.			204,866	94,133	207,732	95,586		150,000	160,000		150,000	160,000	599,720
Fidelity					15,043		13,000				13,000		712,598
Taplu	14,906				63,614								55,949
Loomis Sayles													63,614
INTL. EQUITIES													
Alliance Capital			27,044		27,313			30,000	85,000		30,000	85,000	114,357
Schroder			133,204			114,322		95,000			95,000		417,526
Schroder Emgng Mkts					310,451								500,451
													0
REAL ESTATE													
Heitman Advisory						4,541			4,500			4,500	18,231
L & B Real Estate													0
Aetna													0
Phoenix													0
ALTERNATIVE INVESTMENTS													
Bigley/Crossroads			4,690										0
Narmgusnet Corp.													0
PROFESSIONAL FEES													
Consulting													0
Legal													0
State Street Bank			62,500			62,500		90,000	45,000	45,000	45,000	45,000	270,000
Pacific Corp Group						33,333		56,250			56,250		237,500
Wilshire Assoc.	16,667	16,667		33,351				33,334	16,667	16,667	16,667	16,667	200,020
OPERATING EXPENSE													
Retirement Transfers			128,166				937,523	900,000	1,000	1,000	900,000	1,000	3,582,328
Other Expense			3,750					1,000					8,750
TOTAL:	307,292	1,486,642	1,591,301	127,484	1,337,775	1,123,583	937,523	2,181,084	922,167	635,167	1,521,917	922,167	13,094,102

CASH FLOW ANALYSIS

Employees Retirement System

	FY 1996-97	Actual July 1996	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 1997	Projected February	Projected March	Projected April	Projected May	Projected June	Projected TOTAL
MEMBER BENEFITS	20,649,261	20,830,029	20,842,083	22,239,222	21,689,611	21,454,576	22,253,184	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	249,957,966
ADMINISTRATIVE EXPENSES	0	626,523	111,504	0	0	0	937,523	6,000	6,000	6,000	6,000	6,000	6,000	1,705,550
INVESTMENT EXPENSES	267,282	666,409	1,272,489	110,872	1,163,463	977,180	0	650,000	650,000	650,000	650,000	650,000	650,000	7,707,695
TOTAL OUTFLOW	20,916,543	22,122,961	22,226,076	22,350,094	22,853,074	22,431,756	23,190,707	20,656,000	20,656,000	20,656,000	20,656,000	20,656,000	20,656,000	259,371,211
CONTRIBUTIONS	16,841,030	13,432,680	15,805,518	13,110,467	15,676,411	20,304,617	22,545,843	18,500,000	18,500,000	18,500,000	18,500,000	18,500,000	18,500,000	210,216,566
OTHER INCOME*	168,281	3,240,077	1,110,353	3,950,460	(2,586,261)	2,172,564	0	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	20,555,474
TOTAL INCOME	17,009,311	16,672,757	16,915,871	17,060,927	13,090,150	22,477,181	22,545,843	21,000,000	21,000,000	21,000,000	21,000,000	21,000,000	21,000,000	230,772,040
DIFFERENCE	(3,907,232)	(5,450,204)	(5,310,205)	(5,289,167)	(9,762,924)	45,425	(644,864)	344,000	344,000	344,000	344,000	344,000	344,000	(28,599,171)

Municipal Employees Retirement System

	Actual July 1996	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 1997	Projected February	Projected March	Projected April	Projected May	Projected June	Projected TOTAL
MEMBER BENEFITS	1,977,601	1,909,417	2,021,425	2,106,332	2,090,014	2,190,996	2,111,757	1,950,000	1,950,000	1,950,000	1,980,000	1,950,000	24,157,542
ADMINISTRATIVE EXPENSES	0	93,074	16,662	0	0	0	0	800	800	800	800	800	112,236
INVESTMENT EXPENSES	39,702	98,999	189,037	16,470	172,840	145,166	0	85,000	85,000	85,000	85,000	85,000	1,087,214
TOTAL OUTFLOW	2,017,303	2,101,490	2,227,124	2,122,802	2,262,854	2,336,162	2,111,757	2,035,500	2,035,500	2,035,500	2,035,500	2,035,500	25,356,992
CONTRIBUTIONS	1,170,042	1,478,894	1,333,516	1,150,064	1,255,835	1,313,452	1,365,651	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000	16,067,454
OTHER INCOME*	24,996	481,336	164,951	586,868	(384,207)	322,749	0	35,000	35,000	35,000	35,000	35,000	1,371,693
TOTAL INCOME	1,195,038	1,960,230	1,498,467	1,736,932	871,628	1,636,201	1,365,651	1,435,000	1,435,000	1,435,000	1,435,000	1,435,000	17,439,147
DIFFERENCE	(822,265)	(141,260)	(728,657)	(385,870)	(1,391,226)	(699,961)	(746,106)	(600,500)	(600,500)	(600,500)	(600,500)	(600,500)	(7,917,845)

Judges/State Police

	Actual July 1996	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 1997	Projected February	Projected March	Projected April	Projected May	Projected June	Projected TOTAL
MEMBER BENEFITS	0	0	0	0	0	0	0	0	0	0	0	0	0
ADMINISTRATIVE EXPENSES	0	793	0	0	0	50	0	50	50	50	50	50	1,093
INVESTMENT EXPENSES	308	844	1,609	142	1,472	1,237	0	300	300	300	300	300	7,112
TOTAL OUTFLOW	308	1,637	1,609	142	1,472	1,287	0	350	350	350	350	350	8,205
CONTRIBUTIONS	119,190	120,557	122,895	130,198	125,331	188,045	125,611	120,000	120,000	120,000	120,000	120,000	1,531,827
OTHER INCOME*	194	4,097	1,404	4,997	(3,272)	2,749	0	200	200	200	200	200	11,169
TOTAL INCOME	119,384	124,654	124,299	135,195	122,059	190,794	125,611	120,200	120,200	120,200	120,200	120,200	1,542,996
DIFFERENCE	119,076	123,017	122,690	135,053	120,587	189,507	125,611	119,850	119,850	119,850	119,850	119,850	1,534,791

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

General Information

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

Short Term Investments Portfolio by Fund

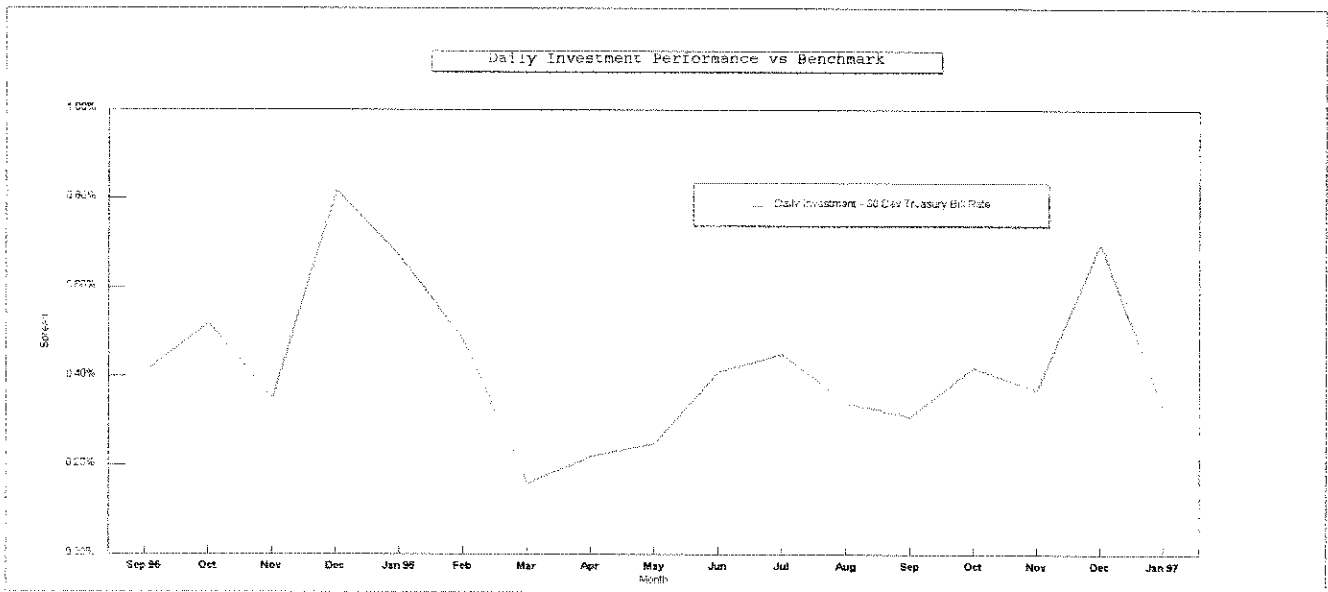
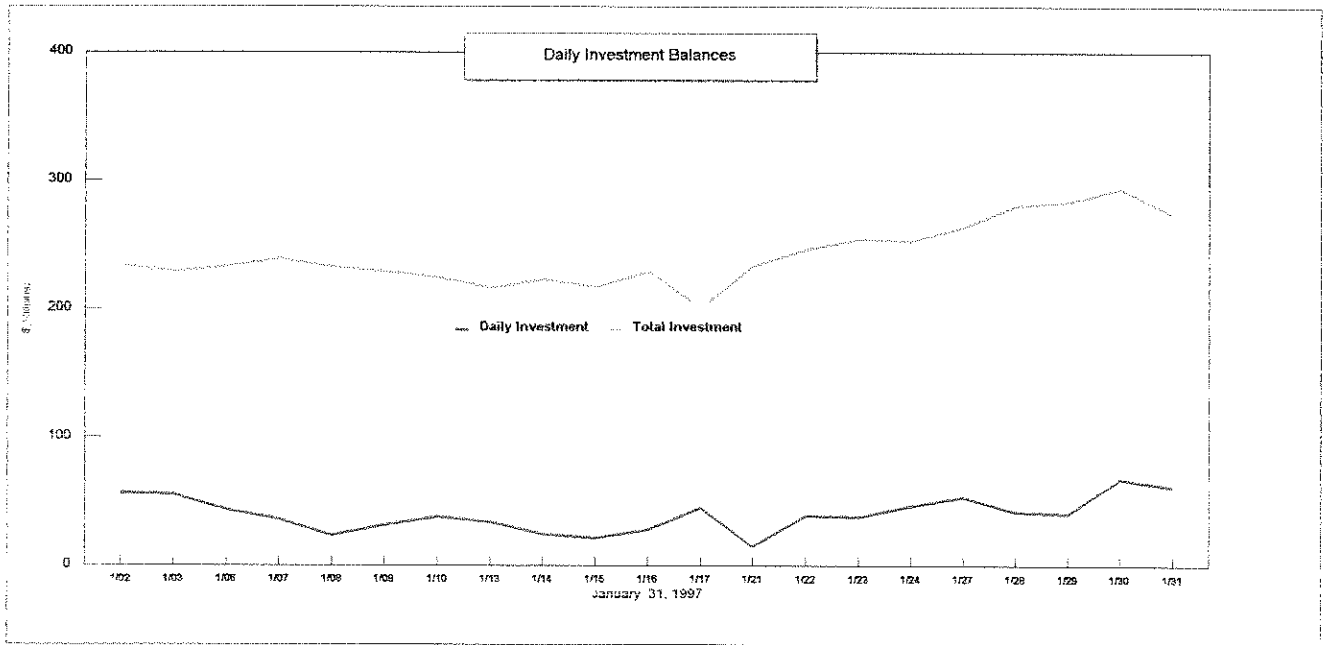
As of January 31, 1997

	Principal	Interest	Total Value @ Maturity	Rate of Return %
4901 General Fund	60,089,862	67,022	60,156,884	5.2455
4902 General Fund	13,495,483	6,084	13,501,568	5.4101
4904 Pension C	6,000,000	2,688	6,002,688	5.3750
4920 General Fund - Hist Pres	337,709	4,449	342,158	5.2700
5200 RI Underground Storage	3,591,006	20,988	3,611,994	5.4167
5400 Highway Fund	14,993,485	10,638	15,004,122	5.3207
5500 University College	10,000,740	7,344	10,008,085	5.2877
5800 Prov River Relocation	2,436,418	3,582	2,440,000	5.2417
8000 TDI Reserve	47,382,687	1,272,404	48,655,091	5.4477
8225 Job Development	6,409,360	27,277	6,436,637	5.2180
8230 ET Tardy	703,098	3,154	706,252	5.2100
8300 Permanent School Fund	290,000	295	290,295	5.2300
8400 Employees Retirement	2,093,907	6,093	2,100,000	5.2895
8500 Municipal Emp Retirement	149,713	287	150,000	5.3101
8700 RI Clean Water Act	500,774	226	501,000	5.4224
9000 Bond Capital	799,639	361	800,000	5.4224
9200 Narragansett Bay Water	1,900,000	3,872	1,903,872	5.2400
9286 Narr Bay Cash Restricted	1,568,027	6,828	1,574,855	5.1928
9700 State Lottery Fund	9,399,669	29,051	9,428,721	5.2289
9800 Industrial Bldg Mtg Ins	1,497,860	2,140	1,500,000	5.3218
4911 TANS Proceeds	11,730,413	23,904	11,754,317	5.2400
Subtotal	195,369,851	1,498,687	196,868,538	5.4195
8701 Clean Water 1991 Ser B	610,888			
8702 Clean Water 1993 Ser A	180,588			
8703 Clean Water 1991 Ser A	294			
8704 CCDL 1989 Ser A	1,040,271			
8705 Clean Water 1992 Ser A	255,198			
8706 Clean Water CCDL 1994 (A)	1,292,515			
8708 Clean Water Bond 1990 A&B	21,511			
8709 Clean Water 1990 Ser C	829			
8734 Pollution Control 96A	2,557,875			
8735 RI Pollution Control	56,964			
8736 RI Pollution Control 93 Ser A	152,585			
8737 RI Pollution Control 94 Ser A	3,096,205			
9101 Bond Sale A 87	65,740			
9102 Bond Capital CCDL 1988	81,380			
9104 Bond Capital 1989 Ser A	2,231			
9105 Bond Capital 1989 Ser B	88,557			
9108 Bond Sale 1990 Ser A&B	263,347			
9114 GO Note 1991 Ser B	220,487			
9115 Bond CCDL 1992 Ser A	3,847,401			
9116 Bond CCDL 1993 Ser A	17,735,831			
9117 Bond CCDL 1994 Ser A	16,757,217			
9118 Bond CCDL 1995 Ser A	1,050,935			
9119 Bond CCDL 1995 Ser B	3,594			
9120 Bond CCDL 1996 Ser A	14,675,495			
9204 Narr Bay 1991 Ser B	549,301			
9205 Narr Bay 1992 Ser A	136,445			
9206 Narr Bay 1993 Ser A	3,891			
9207 Narr Bay CCDL 1994 Ser A	2,827,367			
9208 Narr Bay 96 A	9,738,887			
9291 BV Dist Comm Bond 1987	32,685			
9292 BV Dist Comm Bond 1988	12,601			
9294 BV 1991 Ser B Note	262,709			
9295 BVDC 1992 Ser A	190,142			
9298 BVDC Bond 1990 Ser A & B	53,831			
Subtotal Bond Proceed Accounts	77,865,896			
Total Short-Term Portfolio	273,235,747			

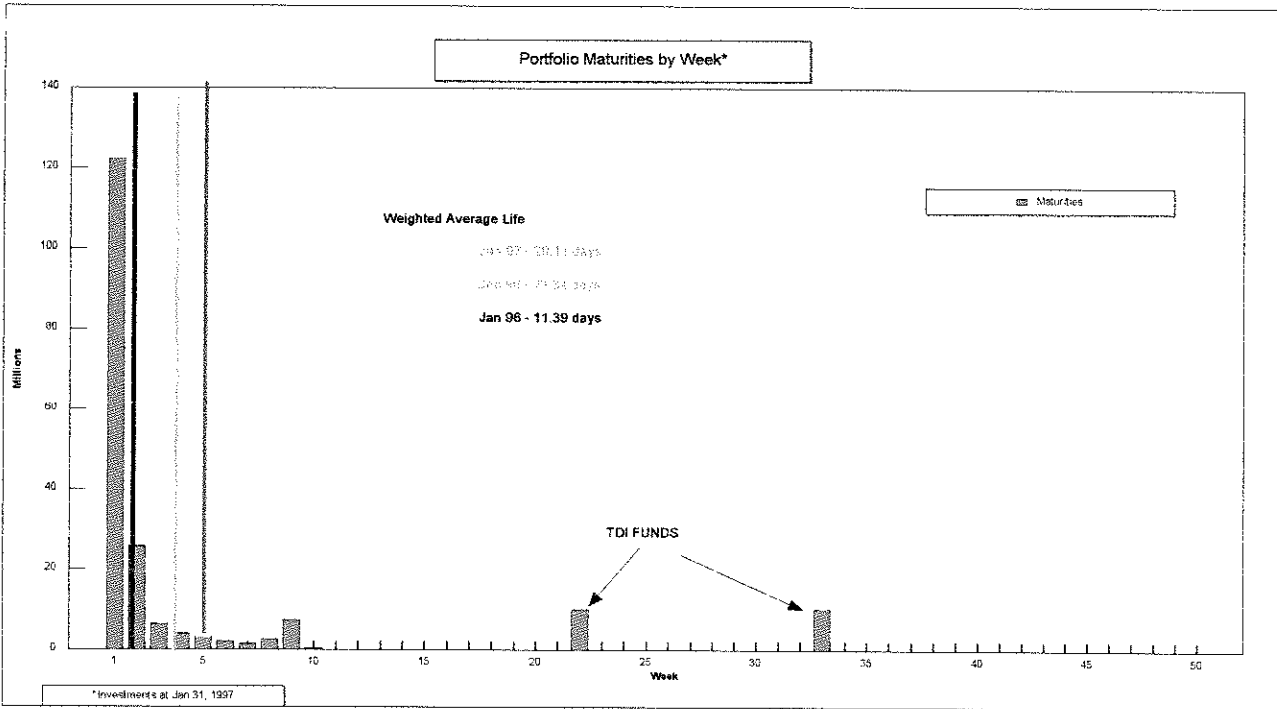
**Short Term Interest Rate Performance
1997**

<u>Date</u>	<u>Amount Invested (millions)</u>	<u>Weighted Interest Rate</u>	<u>30 Day Treasury Rate</u>	<u>Basis Point Difference</u>
1/02	\$56.17	5.35	4.95	40.00
1/03	\$55.38	5.26	4.85	41.00
1/06	\$43.38	5.19	4.89	30.00
1/07	\$35.96	5.22	4.94	28.00
1/08	\$23.35	5.29	4.96	33.00
1/09	\$31.31	5.21	4.96	25.00
1/10	\$37.94	5.16	5.00	16.00
1/13	\$33.57	5.16	5.00	16.00
1/14	\$24.04	5.25	4.99	26.00
1/15	\$21.17	5.23	4.86	37.00
1/16	\$27.55	5.28	4.91	37.00
1/17	\$44.56	5.20	4.96	24.00
1/21	\$14.87	5.09	4.92	17.00
1/22	\$38.67	5.34	4.99	35.00
1/23	\$37.73	5.18	4.95	23.00
1/24	\$46.18	5.46	4.95	51.00
1/27	\$53.08	5.20	4.90	30.00
1/28	\$41.80	5.22	4.88	34.00
1/29	\$40.19	5.28	4.89	39.00
1/30	\$67.00	5.30	4.89	41.00
1/31	\$61.33	5.41	4.95	46.00
	\$835.23	5.26	4.93	34
	total	weighted	average	basis
	amount	average	30 day	point
	invested	rate	rate	difference

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



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



SUMMARY PORTFOLIO YIELDS

	WEIGHTED AVERAGE YIELD(%)
Jan 31, 1997	5.361%
Dec 31, 1996	5.526%
Jan 31, 1996	5.500%

SPECIAL FUNDS
 INVESTMENT SUMMARY
 JANUARY 31, 1997

FUND NAME	EQUITIES	CASH & EQUIVALENTS	FIXED INCOME	Gain/Loss	TOTAL MARKET VALUE
Touro_Synagogue_Fund	** 1,364,351	152,974	481,973	(44,309)	1,999,298
Rhode_Island_Temporary_Disability_Insurance_Fund	0	0	1,016,563	(2,187)	1,016,563
State_of_Rhode_Island_Land_Grant_Fund	45,360	0	0	1,016	45,360
TOTALS	1,409,711	152,974	1,498,536	(45,480)	3,061,221

** Balances as of 12/31/96

ERSRI & MERSRI INCOME FILE FY 1997

	July 1996	August	September	October	November	December	January 1997	February	March	April	May	June	YTD
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Fleet ZUH1 & 12

ISO													0
SCL	732,803	532,207	1,425,473	763,403	489,207	890,321	695,733						5,529,146
DIV	19,844	23,024	26,404	33,576	111,866	96,015	95,976						406,706
INT							(6)						(6)
MIS							5						93,512,025
CAPGN/LSS													
TOTAL	752,647	938,054	2,087,437	78,731,181	15,160,507	966,336	791,708	0	0	0	0	0	99,447,870

Bankers ZU15 & 16

ISO													0
SCL	709,376	562,026	949,024	706,034	586,271	1,208,282	948,660						5,669,673
DIV	8,337	8,690	3,205	7,349	7,310	61,759	9,742						106,392
INT			(19)	(5)	(5)	1,119	(94)						1,000
MIS							(170,765)						1,424,093
CAPGN/LSS	1,574,347	219,821	10	(282,024)	(80,805)	163,508							
TOTAL	2,292,060	790,536	952,220	431,359	512,773	1,434,668	787,542	0	0	0	0	0	7,201,159

Provident ZU21 & 22

ISO													0
SCL	187,886	147,110	215,767	130,141	169,929	177,614	179,885						1,208,332
DIV	74,908	110,416	62,495	44,482	69,327	14,093	25,546						401,267
INT	(235)		(56)	(392)	(392)	302,361	6,081						307,759
MIS	1,173,961	7,225,968	(677,677)	13,847,091	1,735,433	190,608	11,046,506						34,541,890
CAPGN/LSS													
TOTAL	1,436,519	7,483,495	(399,472)	14,021,713	1,974,298	684,677	11,256,017	0	0	0	0	0	36,459,247

Brinson ZU 72

ISO													0
SCL	310,476	214,461	293,423	346,685	236,128	281,386	387,337						2,069,897
DIV	14,053	11,877	10,102	19,664	20,904	19,569	23,398						119,568
INT			(3)	(2)	(21)	1,371,561	2,004,954						(26)
MIS	1,666,644	3,736,275	1,154,729	4,541,686	2,733,527	1,672,515	2,415,689						17,209,374
CAPGN/LSS													
TOTAL	1,991,173	3,962,614	1,458,251	4,908,033	2,990,538	1,672,515	2,415,689	0	0	0	0	0	19,398,813

INCOME FILE

	July 1996	August	September	October	November	December	January 1997	February	March	April	May	June	YTD
ValueQuest ZU 88													
ISO													0
SCL													0
DIV	61,961	18,766	42,329	26,068	20,619	46,223	33,689						249,653
INT	1,333	781	977	2,456	3,441	1,308	932						11,229
MIS							(6)						(6)
CAPGN/LSS	37,669	85,207	27,425	14,610	19,511	12,780	169,702						366,903
TOTAL	100,963	104,753	70,731	43,134	43,570	60,311	204,318	0	0	0	0	0	627,780
Alternative Investments ZU 32													
ISO													0
SCL													0
DIV													0
INT	24,711	5,858	12,147	15,767	8	83	7						58,581
MIS	(16,656)	2,734,575	1,195,675	2,865,392	1,070,743	6,472,578	2,325,399						16,647,706
CAPGN/LSS				1,005,278									1,005,278
TOTAL	8,055	2,740,433	1,207,822	3,886,437	1,070,751	6,472,662	2,325,406	0	0	0	0	0	17,711,566
Bank Acquisition ZU 60													
ISO													0
SCL													0
DIV													0
INT													0
MIS	2,204	2,279	2,265		2,269	2,204	2,287						13,508
CAPGN/LSS													0
TOTAL	2,204	2,279	2,265	0	2,269	2,204	2,287	0	0	0	0	0	13,508
Instate ZU 40													
ISO													0
SCL													0
DIV													0
INT													0
MIS													0
CAPGN/LSS													980
TOTAL	148,542	0	297,083	395,272	148,704	148,776	149,095	0	0	0	0	0	1,288,452
			980										980
TOTAL	148,542	0	298,064	395,272	148,704	148,776	149,095	0	0	0	0	0	1,288,452

INCOME FILE

	July 1996	August	September	October	November	December	January 1997	February	March	April	May	June	YTD
Fleet ZU 42													
ISO													0
SCL													0
DIV													0
INT	3,368,737	13,552,712	1,623,581	2,936,839	13,104,121	3,237,751	2,382,946						40,206,686
MIS	(2)	(1,439)	(264,615)	(71,646)	(249,331)	(5,819)							(7,260)
CAPGN/LSS	228,922	(746,159)				(336)	7,054						(1,096,112)
TOTAL	3,597,657	12,805,115	1,358,965	2,865,193	12,854,790	3,231,935	2,390,000	0	0	0	0	0	39,103,315
Brown Bros Zu 44													
ISO	1,540,805	1,219,255	1,751,014	2,773,180	1,410,692	1,818,473	621,330						11,134,749
SCL													0
DIV													0
INT	818,659	361,622	1,588,385	249,302	1,584,878	408,522	1,706,850						6,718,218
MIS		(117)				76							(41)
CAPGN/LSS	(406,056)	(91,667)	(408,416)	23,903	653,228	781,234	(73,070)						479,155
TOTAL	1,953,408	1,489,092	2,930,983	3,046,386	3,648,798	3,008,304	2,255,110	0	0	0	0	0	18,332,081
Fidelity ZU 46													
ISO	11,077	(41)	34,122	4,607	38,406	39,666	46,711						174,548
SCL													0
DIV													0
INT	1,033,118	1,030,251	1,026,820	1,040,421	1,080,892	1,062,720	1,077,226						7,351,447
MIS	(303)					(462)	(258)						(1,023)
CAPGN/LSS	(71,221)	(16,115)	(17,337)	(211,996)	401,238	147,725	86,610						318,903
TOTAL	972,670	1,014,095	1,043,604	833,032	1,520,536	1,249,649	1,210,289	0	0	0	0	0	7,843,876
Taplin, Canida & Habecht ZU 84													
ISO	6,137			16,243		4,667	38,021						65,067
SCL													0
DIV													0
INT	27,390	188,574	133,434	35,218	87,089	206,656	37,813						716,174
MIS							(144)						(144)
CAPGN/LSS	(17)	(16)	(11)	(29,698)	(1)	3	(85,042)						(114,782)
TOTAL	33,510	188,558	133,423	21,763	87,088	211,326	(9,352)	0	0	0	0	0	666,315

INCOME FILE

	July 1996	August	September	October	November	December	January 1997	February	March	April	May	June	YTD
Heitman ZU34													
ISO													0
SCL													0
DIV													0
INT					277	1	670,903						278
MIS	707,308	0	0	625,842	(1,377,743)								626,310
CAPGN/LSS													0
TOTAL	707,308	0	0	625,842	(1,377,466)	1	670,903	0	0	0	0	0	626,588
L & B ZU 36													
ISO													0
SCL													0
DIV													0
INT	254	0	0	0	1	1	1						257
MIS		564,776				564,776	0				0	0	1,129,553
CAPGN/LSS													0
TOTAL	254	564,776	0	0	1	564,778					0	0	1,129,810
Aetna ZU 52													
ISO													0
SCL													0
DIV													0
INT	0	0	0	0		207	822						1,029
MIS		188,411			345,420	0	0	0		0			533,831
CAPGN/LSS													0
TOTAL	0	188,411	0	0	345,420	207	822	0	0	0	0	0	534,860
Phoenix ZU 54													
ISO													0
SCL													0
DIV													0
INT	0	0	0	0		0	0						0
MIS					(3,060,314)	0	0	0		0	0	0	(3,060,314)
CAPGN/LSS													0
TOTAL	0	0	0	0	(3,060,314)	0	0	0	0	0	0	0	(3,060,314)

INCOME FILE

	July 1996	August	September	October	November	December	January 1997	February	March	April	May	June	YTD
Cash - Out of Trust ZU 66													
ISO													0
SCL													0
DIV													0
INT	99,131	103,615	33,256	16,214	10,823	98,487	76,296	0	0	0	0	0	437,822
MIS													0
CAPGN													0
TOTAL	99,131	103,615	33,256	16,214	10,823	98,487	76,296	0	0	0	0	0	437,822
Cash - In Trust ZU 76													
ISO													0
SCL													0
DIV													0
INT	84,081	128,275	33,365	13,832	34,776	17,069	34,247						345,644
MIS							(71)						(71)
CAPGN													0
TOTAL	84,081	128,275	33,365	13,832	34,776	17,069	34,175	0	0	0	0	0	345,572
Loomis Sayles ZU 90													
ISO													645,852
SCL													0
DIV													276,828
INT													4,570,339
MIS													(1,789)
CAPGN													1,204,942
TOTAL	0	88,644	1,117,606	1,134,354	1,302,517	1,951,037	1,102,014	0	0	0	0	0	6,696,173
ISO													0
SCL													0
DIV													0
INT													0
MIS													0
CAPGN													0
TOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0

INCOME FILE

	July 1996	August	September	October	November	December	January 1997	February	March	April	May	June	YTD
Alliance													
ZU 26													
ISO													0
SCL													0
DIV	215,903	112,563	91,686	131,918	93,867	166,211	107,159						919,308
INT	1,773	1,651	1,114	1,478	1,676	59,207	2,192						69,090
MIS	(42,936)	5,335	179,939	(0)	(1,317)	(72)	3						(1,385)
CAPGN				5,887	(322,624)	(23,787)	(691,102)						(889,289)
TOTAL	174,740	119,549	272,740	139,283	(228,398)	201,559	(581,748)	0	0	0	0	0	97,724
Schroder													
ZU 28													
ISO													0
SCL													0
DIV	272,661	313,368	252,457	379,662	176,964	148,064	216,454						1,759,630
INT	27,177	23,578	48,798	45,876	11,346	88,602	7,036						252,414
MIS			(51)	(936)	14,336	1,501	(671)						14,179
CAPGN	2,493,967	1,362,705	96,986	1,281,221	390,819	911,476	535,989						7,073,163
TOTAL	2,793,805	1,699,652	398,191	1,705,823	593,465	1,149,643	758,808	0	0	0	0	0	9,099,387
Scudder													
ZU 70													
ISO													68,375
SCL													0
DIV	9,311	12,916	17,898	5,511	189,098	4,886	17,853						1,546,709
INT	431,605	151,533	206,311	172,541	7,020	127,074	268,546						373,515
MIS	73,895	15,061	48,731	62,658	(319)	84,663	81,487						(1,551)
CAPGN	(199)		(753)	(236)	(1,639,575)	(7)	(36)						(5,020,878)
TOTAL	1,386,322	1,309,460	(605,764)	294,415	(1,443,776)	(1,431,312)	(2,543,175)	0	0	0	0	0	(3,033,830)
Emerg Markets													
ZU													
ISO													0
SCL													0
DIV													0
INT													0
MIS													0
CAPGN													0
TOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0

FY 1997

	July 1996	August	September	October	November	December	January 1997	February	March	April	May	June	YTD
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SUMMARY BY SOURCE:

ISO:	1,567,329	1,246,087	2,032,533	2,936,994	1,633,077	1,893,049	779,551	0	0	0	0	0	12,088,590
SCL:	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV:	3,778,583	2,409,142	4,212,908	3,520,299	2,371,248	3,787,685	3,697,720	0	0	0	0	0	23,777,585
INT:	5,944,921	15,752,245	5,631,461	5,948,676	17,082,459	7,246,557	6,683,367	0	0	0	0	0	64,259,686
MIS:	751,710	3,316,530	1,237,397	3,512,264	(275,276)	7,381,803	3,035,127	0	0	0	0	0	16,183,412
CAPGN:	10,925,094	17,134,134	948,958	106,916,577	20,500,182	69,263	12,088,699	0	0	0	0	0	168,582,907
TOTAL	22,967,638	39,858,108	14,063,256	122,834,810	41,281,690	20,378,357	26,284,464	0	0	0	0	0	284,892,180
SHORT TERM TOTAL	72,346	65,113	29,024	32,403	36,470	45,223	55,709						336,288

FY 1996

	July 1995	August	September	October	November	December	January 1996	February	March	April	May	June	YTD
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SUMMARY BY SOURCE:

ISO:	221,786	500,947	945,426	2,471,257	394,408	1,361,101	4,351,301	1,505,186	401,408	1,480,825	2,238,180	880,130	16,691,955
SCL:	0	0	0	0	0	0	0	0	0	0	0	0	0
DIV:	4,061,250	2,478,328	3,733,638	3,824,620	2,328,456	3,933,578	3,506,394	2,308,942	4,141,670	3,302,376	3,513,447	5,067,301	42,200,000
INT:	5,744,218	17,246,991	3,261,200	5,218,175	16,565,053	3,132,307	6,631,329	19,970,266	2,613,280	6,271,452	21,226,823	2,922,284	110,803,378
MIS:	507,042	1,852,829	452,934	3,644,349	3,355,618	3,731,212	2,587,322	2,882,850	4,439,630	2,738,533	4,643,529	3,937,591	34,773,439
CAPGN:	12,183,205	14,153,062	15,183,697	12,697,208	11,011,011	19,161,677	12,923,326	13,252,809	73,262,712	22,588,984	15,575,893	14,275,966	236,269,550
TOTAL	22,717,501	36,232,157	23,576,895	27,855,609	33,594,546	31,319,875	29,999,672	39,920,053	84,858,700	36,382,170	47,197,872	27,083,272	440,738,322
SHORT TERM TOTAL	59,714	65,467	24,926	38,195	33,061	34,710	39,875	32,902	37,086	41,882	50,157	34,489	492,464

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