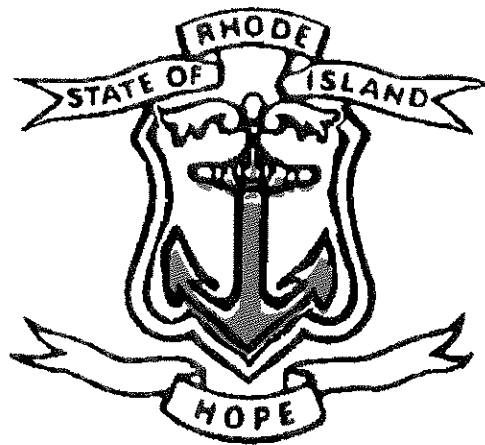


# State of Rhode Island and Providence Plantations



Office of the General Treasurer

Nancy J. Mayer  
General Treasurer

**STATE OF RHODE ISLAND  
INVESTMENT COMMISSION MEETING  
APRIL 15, 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

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RHODE ISLAND STATE INVESTMENT COMMISSION  
MEETING NOTICE

The next meeting of the Rhode Island State Investment Commission has been scheduled for Tuesday, April 15, 1997 at 9:00 a.m. in Room 135 of the State House.

AGENDA

STATE INVESTMENT COMMISSION  
Regular Meeting to be Held on April 15, 1997

1. Approval of Minutes
  - Regular Meeting held on March 25, 1997
2. Pacific Corporate Advisors, Inc.
  - Proposed Alternative Investment - TPG Partners II, L.P.
3. General Consultant's Report - Wilshire Associates Incorporated
  - Capital Market Update
4. Investment Manager Review
  - HLM Management - Domestic Small Stock Growth-Oriented
  - ValueQuest, Ltd. - Domestic Contrarian Value Equity
5. Treasurer's Report
6. Deputy General Treasurer for Finance Report
7. Legal Counsel Report
8. New Business

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

**Minutes of the Regular Meeting  
March 25, 1997**

The following members were present at the meeting held in Room 135, State House, Providence: Mr. Kenneth R. Dulgarian, Mr. Karl F. Ericson, Ms. Rosemary Booth Gallogly, Designee of the Director of Administration, Representative Mark B. Heffner, General Treasurer Nancy J. Mayer, Chair, Mr. James M. Seed and Senator Paul J. Tavares. Also present were Ms. Barbara Braun Schoenfeld, Legal Counsel to the Commission, Mr. William G. Bensus, 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.

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

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

**VOTED: To approve the Minutes of the February 4, 1997 Special Meeting.**

Provident Investment Counsel. Mr. Bensus gave a brief overview of Provident Investment Counsel, which was retained in 1988 to manage a large stock/growth-oriented portfolio of domestic equities. This allocation represents 7.5% of the total fund and 16% of the domestic equity composite. Market value at 12/31/96 was \$352.3 million. He reviewed their objectives and stated that they have added value relative to their market benchmark, but have failed to meet their performance objective within the last three to five year horizon.

Mr. Bensus introduced Mr. F. Brown Windle, Executive Vice President and Mr. John Corby, Senior Vice President. Mr. Windle reviewed performance. The portfolio is up 19% on an annualized basis since inception; was up 23.4% in 1996 and is up 8% for the month of January, 1997. Mr. Corby described a change in corporate America where the sales growth has slacked but the earnings growth has been much higher. He emphasized that a narrow number of companies contributed most of the performance during 1996.

Mr. Windle stated that Provident emphasizes a bottom up stock selection process, after which they examine themes and adjust portfolio overweightings. Mr. Corby then reviewed the various holdings in the portfolio. The largest weightings are in technology, health care, consumer discretionary/services and financial services.

Note: The Treasurer called a recess from 11:00 a.m. to 11:10 a.m.

Technical Modification to Investment Policy Statement for David L. Babson & Co., Inc. Mrs. Schoenfeld explained Wilshire's recommendation to modify the Investment Policy Statement of David L. Babson & Co., Inc. to reflect the Wilshire "Quantum" Small Value Index. She explained that the Wilshire Quantum Index series were recently developed to accomplish two goals: 1) the revised indices remove dramatic sector and industry concentrations that were common in the old indices and better reflects the construction of an institutional portfolio; and 2) the investment characteristic, sector and industry weights and index constituents are now available to the investment manager community. Also, Wilshire recommended removing the language prohibiting the use of Real Estate Investment Trusts ("REITs") because the REIT market has grown so that it is now appropriate to include in the small stock/value oriented mandate.

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

**VOTED: To modify the Investment Policy Statement of David L. Babson & Co., Inc. as recommended by Wilshire Associates Incorporated to change one of the performance objectives to the Wilshire Quantum Small Value Index instead of the Wilshire Small Company Value Index; and to remove the language prohibiting the use of Real Estate Investment Trusts ("REITs").**

Revised Allocation Guidelines for the Alternative Investments Program to incorporate real estate. The Treasurer explained that the Commission had recently increased the allocation for the Alternative Investments Program from 5% to 7.5% and has included the real estate asset class in this category. Pacific Corporate Group has recommended a revision to the Alternative Investment Program's Guidelines to provide diversification within the Program in light of these recent changes. The overall objectives for this revised category will remain the same.

The Treasurer stressed that this change would not affect real estate investments currently held in the pension fund by other managers. Pacific Corporate Group recommends that the real estate asset class be considered as a component of the "Special Situations" category.

Mr. Seed 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, Mr. Seed and Senator Tavares.

**VOTED: To approve the adoption of revised allocation guidelines for the Alternative Investments Program to incorporate real estate as proposed by Pacific Corporate Group in their memorandum to the Commission dated February 4, 1997.**

Note: Mr. Dulgarian left the meeting at 11:10 a.m.

Consultant's Report - Wilshire Associates Incorporated. Providing his Capital Market Update, Mr. Bensus reported that concern over higher interest rates and a series of unfavorable economic reports negatively impacted both the stock and bond markets in March. Large stocks have outperformed small stocks by 7% on a year-to-date basis. Large growth stocks have outperformed their value counterparts and small growth stocks have fallen nearly 7% through mid-March.

He also reported that the Emerging Markets have generated the best international returns so far this year outperforming both the Pacific Basin and the UK/Europe region. Bond prices continue to fall in anticipation of the Federal Reserve raising rates.

Mr. Bensus briefly highlighted 1996 performance results. Investment gains for 1996 were \$589 million and for 1995 were \$817 million for a total of \$1.4 billion over two years.

The Treasurer reported that the Retirement Board has a statutory appropriation of 1.5% of dividends and interest earnings as a spending cap for the administrative costs of running the Retirement System. Treasurer Mayer pointed out that the formulation does not mesh with current investment practices. Furthermore, she suggested considering a flexible cap because as the fund grows, so does the available pool of funds to operate the system. Mr. Ericson pointed out that interest and dividends are not a relevant measure because they are tied to a fixed income program. He suggested further research into how other funds set spending parameters. The Treasurer also suggested that Mr. Thorsen provide a report on analysis of trading and execution costs.

Senator Tavares reported that he will be introducing legislation to prohibit investment in East Timor.

There being no further business, the meeting was adjourned at 12:00 p.m.

Respectfully submitted,

Barbara Braun Schoenfeld  
Legal Counsel to the  
State Investment Commission

# RHODE ISLAND STATE INVESTMENT COMMISSION

## STAFF SUMMARY ANALYSIS

### MARCH 1997 PORTFOLIO HIGHLIGHTS

#### MARKET VALUES

The total portfolio value decreased in March by \$109 Million to \$4,722.7 Billion (-2.11%). This compares with an increase in value of \$21.2 Million (+0.54%) for the same period in 1996.

The equity market value decreased by \$86.9 Million (-3.82%). Fixed Income values decreased by \$17.9 Million (-1.01%). International equities increased by \$386,170. Alternative investments increased by \$106,625 net of capital calls; real estate values reflect no change, and cash decreased by \$3.9 Million. All market values are net of transfers.

- Listed below are the one positive performing equity manager along with the two managers having the least percentage loss for the period:

<i>Manager</i>	<i>Market Value Gains/Losses (\$)</i>	<i>Percentage Gains</i>
Babson	\$105,504	+0.07%
Fleet	\$9.2 Million	-2.02%
Brinson	\$6.4 Million	-2.92%

- Brown Brothers' fixed income portfolio decreased in value by \$109,390. Fleet's fixed income portfolio decreased in value by \$13.5 Million, while Fidelity's value decreased by \$1.5 Million. The Loomis Sayles portfolio decreased by \$2.4 Million, and Taplin, Canida & Habacht's portfolio decreased by \$308,479.

#### ASSET ALLOCATION

- We continue to report a slight over-allocation in domestic equities as well as fixed-income, while being under-allocated in alternative investments and international equities.
- Cash and equivalents decreased from \$182.4 Million to \$162.8 Million.

#### INVESTMENT MANAGER FUNDING

- A cash distribution of \$3,974,053 was received from the Crossroads Providence Partnership.
- Supplemental funding of \$140,643 was provided to Crossroads Providence, and \$887,475 to Doughty Hanson.

- Concerning the \$4,160,000 in R.I. Housing & Mortgage Finance Bonds being held by the portfolio, notice has been received that \$270,000 will be redeemed at 100% of value plus all accrued interest on May 1, 1997.
- 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 \$196 Million; Funding is to commence on April 1 for Schroder Emerging Markets, whose unfunded balance is approximately \$95 Million.
- Expenses for fiscal 1997 are in line with budget expectations and market conditions.

### CASH FLOW

March's combined state and teacher contributions were sufficient to cover the month's pension payroll; municipal contributions 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 18.21 day weighted average maturity vs 31.64 days in February.



RHODE ISLAND STATE INVESTMENT COMMISSION

TIME WEIGHTED PERFORMANCE REPORT

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

<u>DOMESTIC EQUITY</u>	<u>MARCH 1997</u>	<u>YTD</u>
<i>Fleet</i>	-2.02%	3.70%
<i>Bankers Trust</i>	-4.53%	0.49%
<i>Provident</i>	-6.30%	-0.80%
<i>Brinson</i>	-2.92%	1.38%
<i>Mackay-Shields</i>	-3.42%	0.15%
<i>Babson</i>	0.07%	1.91%
<i>J &amp; W Seligman</i>	-6.06%	-10.54%
<i>HLM Management</i>	-4.83%	-12.84%
<i>ValueQuest</i>	-2.95%	2.84%
<b><i>Total Domestic Equity</i></b>	<b>-3.82%</b>	<b>0.25%</b>
 <u>INTERNATIONAL EQUITY</u>		
<i>Alliance</i>	0.55%	-1.34%
<i>Schroders</i>	2.06%	4.69%
<i>Scudder</i>	-3.24%	-1.81%
<i>Schroder Emerging Markets</i>		
<b><i>Total International Equity</i></b>	<b>0.06%</b>	<b>0.92%</b>
 <u>FIXED INCOME</u>		
<i>Fleet</i>	-1.28%	-1.22%
<i>Fidelity</i>	-0.85%	0.31%
<i>Brown Brothers</i>	-0.07%	0.67%
<i>In-State F.I.</i>	1.21%	2.09%
<i>Taplin, Canida &amp; Habacht</i>	-1.46%	-0.78%
<i>Loomis Sayles</i>	-1.16%	2.00%
<b><i>Total Fixed Income</i></b>	<b>-1.01%</b>	<b>-0.35%</b>

RHODE ISLAND STATE INVESTMENT COMMISSION

SUMMARY PORTFOLIO

PERFORMANCE REPORT

<u>ASSET CLASS</u>	<u>MARCH 1997</u>	<u>YTD</u>
<i>Domestic Equity</i>	-3.82%	0.25%
<i>International Equity</i>	0.06%	0.92%
<i>Fixed Income</i>	-1.01%	-0.35%
<b>TOTAL FUND COMPOSITE*</b>	<b>-2.11%</b>	<b>0.31%</b>

<u>INDICES</u>	<u>MARCH 1997</u>	<u>YTD</u>
<u>Domestic Equity</u>		
<i>S &amp; P 500</i>	-4.16%	2.61%
<i>Wilshire 3000</i>	-4.51%	0.68%
<i>Russell 2000</i>	-4.72%	-5.18%
<i>Russell 2500</i>	-4.53%	-3.36%
<u>International Equity</u>		
<i>MSCI EAFE</i>	0.36%	-1.56%
<u>Fixed Income</u>		
<i>Lehman AGG</i>	-1.11%	-0.56%

\* Total Fund Composite includes all asset classes.

RHODE ISLAND STATE INVESTMENT COMMISSION

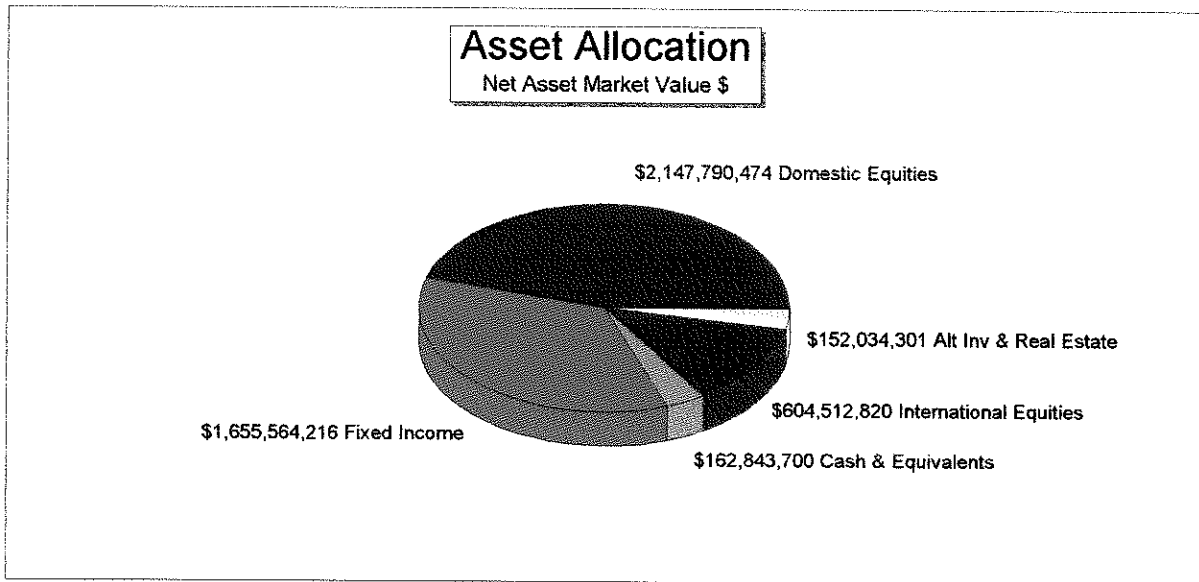
EMPLOYEES' RETIREMENT SYSTEMS

ASSET ALLOCATION

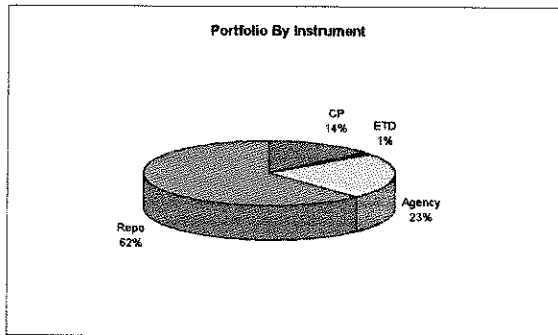
March 31, 1997

PERCENTAGE OF TOTAL DOLLARS

<u>ASSET CLASS</u>	<u>ACTUAL</u>	<u>TARGET</u>	<u>ACTUAL/TARGET DIFFERENCE</u>
<i>Domestic Equity</i>	46.33%	45.00%	1.33%
<i>Fixed Income</i>	36.65%	32.50%	4.15%
<i>Alt Inv &amp; Real Estate</i>	3.22%	7.50%	-4.28%
<i>International Equity</i>	13.21%	15.00%	-1.79%
<i>Cash</i>	0.59%	0.00%	0.59%
	100.00%	100.00%	0.00%



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



Vendor	CP	ETD's	Treasuries	Agencies	Money Mkt	Repos	Total
Guidelines - Total/Vendor	15%/15%	15%/15%	100%/100%	75%/35%	50%/35%	100%/20%	
<b>Bank of Boston</b>	0	2,500,000	0	0	0	0	2,500,000
	0%	1%	0%	0%	0%	0%	1%
<b>Bear Stearns</b>	6,580,568	0	0	0	0	0	6,580,568
	3%	0%	0%	0%	0%	0%	3%
<b>Citi-Corp</b>	7,991,522	0	0	0	0	31,772,318	39,763,840
	4%	0%	0%	0%	0%	15%	19%
<b>Dean Witter</b>	8,290,434	0	0	12,997,707	0	1,105,744	22,393,885
	4%	0%	0%	6%	0%	1%	11%
<b>Fidelity</b>	0	0	0	0	0	0	0
	0%	0%	0%	0%	0%	0%	0%
<b>First Tennessee</b>	0	0	0	20,282,414	0	0	20,282,414
	0%	0%	0%	10%	0%	0%	10%
<b>Goldman Sachs</b>	0	0	0	0	0	26,609,947	26,609,947
	0%	0%	0%	0%	0%	13%	13%
<b>Merrill Lynch</b>	0	0	0	9,980,753	0	9,200,000	19,180,753
	0%	0%	0%	5%	0%	4%	9%
<b>Mesirow</b>	4,994,575	0	0	1,294,540	0	0	6,289,115
	2%	0%	0%	1%	0%	0%	3%
<b>Prudential</b>	0	0	0	2,892,049	0	8,302,208	11,194,257
	0%	0%	0%	1%	0%	4%	5%
<b>State Street Bank</b>	0	0	0	0	0	29,833,648	29,833,648
	0%	0%	0%	0%	0%	15%	15%
<b>Wachovia</b>	0	0	0	0	0	20,677,426	20,677,426
	0%	0%	0%	0%	0%	10%	10%
<b>Totals</b>	27,857,099	2,500,000	0	47,447,463	0	127,501,290	205,305,852
<b>% Portfolio</b>	14%	1%	0%	23%	0%	62%	100%

COMPOSITE REPORTING

BALANCE SHEET

MARCH 31, 1997

ASSET CLASS		MARKET <u>VALUES</u>
<i>Cash/Short Term Investments</i>		
<i>Short Term Investment Fund</i>		
<i>Money Market Instruments</i>		162,843,699.58
<i>Equities - Domestic</i>		2,147,790,474.15
<i>Equities - International</i>		604,512,820.35
<i>Fixed Income - Government</i>	1,570,514,572.72	
<i>Fixed Income - Corporate</i>	57,865,140.95	
<i>Fixed Income - In State</i>	<u>27,184,502.40</u>	1,655,564,216.07
<i>Real Estate</i>		92,332,902.55
<i>Alternative Investments</i>		59,201,398.08
<i>Other - Escrow</i>		500,000.00
		=====
TOTAL FUND INVESTMENTS		\$4,722,745,510.78

ERSRI - 87.1460846%  
MERSRI - 12.7221135%  
ST POL - 00.0877633%  
JUDC'L - 00.0440386%

Balsheet.xls

TIME WEIGHTED ERSRI MARKET VALUE CHANGE REPORT  
3/0/97-3/31/97

MONTHLY CHANGE

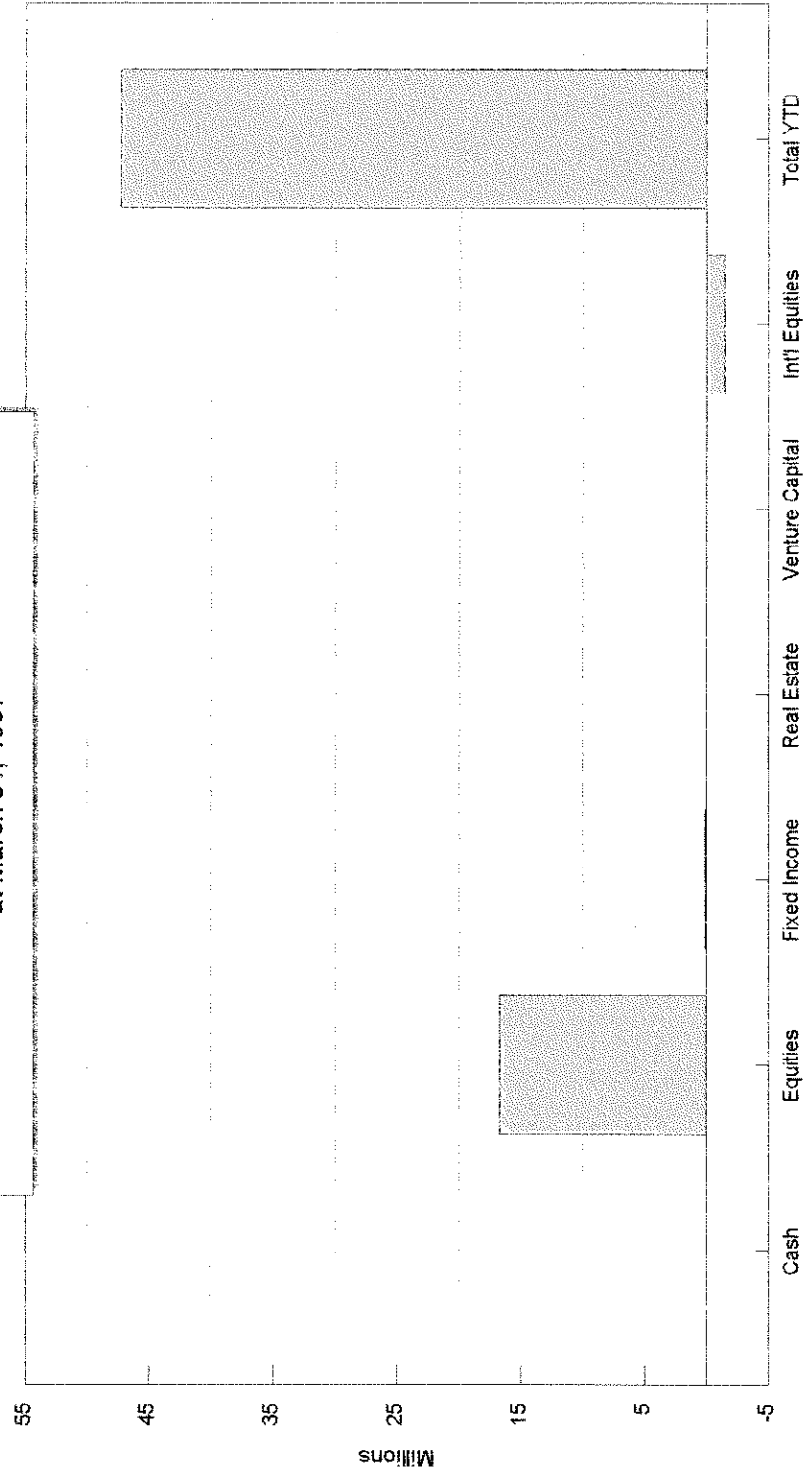
PORTFOLIO	BENCHMARK DESCRIPTION	MARKET VALUE		TRANSFERS IN/OUT	MARKET VALUE		NET INCREASE/DECREASE	MARKET VALUE		BENCHMARK % OF CHANGE	MKT VARIANCE TO BENCHMARK		CALENDAR YTD PERFORMANCE		CALENDAR YTD BENCHMARK	
		2/28/97	3/31/97		3/31/97	3/31/97		% OF CHANGE	% OF CHANGE		% OF CHANGE	% OF CHANGE				
DOMESTIC EQUITY																
FLEET	S&P 500	459,982,355	0	0	450,694,057	(9,288,297)		-2.02%	-4.16%	2.14%	3.70%	2.61%				
BANKERS	IV 3000	679,976,908	25,650	25,650	649,225,395	(30,771,613)		-4.53%	-4.51%	-0.02%	0.49%	0.68%				
PROVIDENT	RUSSEL 1000 CRWITH	373,936,857	0	0	349,460,276	(23,476,581)		-6.30%	-4.50%	-1.80%	-0.80%	1.55%				
BRINSON	IV 5000	220,004,869	0	0	213,952,134	(6,422,735)		-2.92%	-4.42%	1.50%	1.38%	0.64%				
MCKY-SHILDS	IV 5000	213,735,808	0	0	206,425,516	(7,310,291)		-3.42%	-4.42%	1.00%	0.15%	0.64%				
BARSON	RUSSEL 2500 SMLCAP	149,533,799	0	0	149,639,302	105,504		0.07%	-4.53%	4.60%	1.91%	-3.36%				
JW SELIGMAN	RUSSEL 2000 SMLCAP	132,662,588	0	0	124,619,647	(8,042,941)		-6.08%	-4.72%	-1.34%	-10.54%	-5.18%				
HLM Management	RUSSEL 2000	20,968,386	0	0	19,954,756	(1,013,630)		-4.83%	-4.72%	-0.11%	-12.84%	-5.18%				
VALUEQUEST LTD	IV LARGE VALUE	25,222,349	0	0	24,479,109	(743,240)		-2.95%	-3.75%	0.80%	2.84%	2.41%				
TOTAL EQUITY		2,275,023,917	25,650	25,650	2,188,080,192	(86,943,725)		-3.82%			0.25%					
FIXED INCOME																
FLEET	LEHMAN AGG	1,056,626,044	25,650	25,650	1,043,102,600	(13,523,444)		-1.28%	0.25%	-1.53%	-1.22%	-0.56%				
FIDELITY	SALOMON MORT.	175,022,385	68,000	68,000	173,528,012	(1,494,373)		-0.85%	-0.83%	-0.02%	0.31%	0.12%				
BROWN BROS.	LEHMAN 1-3YR	254,458,290	0	0	254,348,900	(109,390)		0.07%	-0.08%	0.15%	0.67%	0.63%				
IN STATE F.I.		27,546,826	0	0	27,579,108	32,282		1.21%	N/A	N/A	2.09%	N/A				
TAPLIN CANADA & HABECHT	LB INT GOVT/CORP	21,086,911	0	0	20,778,431	(308,479)		-1.46%	-0.69%	-0.77%	-0.78%	-0.11%				
LOONIS SAYLES COMPANY	MERRYNCH/UST BOSTON COMPOSITE	213,954,043	0	0	211,464,356	(2,489,687)		-1.16%	-1.40%	0.24%	2.00%	0.74%				
TOTAL FIXED INCOME		1,748,694,499	93,650	93,650	1,730,801,407	(17,893,092)		-1.01%			-0.35%					
ALTERNATIVE INVESTMENTS																
ALTERNATIVE INVESTMENT		61,984,772	(2,889,998)	(2,889,998)	59,201,398	106,625		7.89%	N/A	N/A	15.37%	N/A				
BANK ACQUISITION		500,000	0	0	500,000	0		0.00%	N/A	N/A	0.00%	N/A				
TOTAL		62,484,772	(2,889,998)	(2,889,998)	59,701,398	106,625		7.89%			15.37%					

PORTFOLIO

BENCHMARK DESCRIPTION	MARKET VALUE 2/29/97	TRANSFERS IN/OUT	MARKET VALUE 3/31/97	NET INCREASE/ (DECREASE)	MARKET VALUE % OF CHANGE NET OF TRFRS	BENCHMARK % OF CHANGE	MARKET VALUE % OF CHANGE TO BENCHMARK	CALENDAR YTD PERFORMANCE	CALENDAR YTD BENCHMARK
INTERNATIONAL EQUITY									
ALLIANCE	193,640,051	5,700	194,711,176	1,065,425	0.55%	0.36%	0.19%	-1.34%	-1.56%
SCHROEDERS	249,772,538	0	254,938,472	5,165,935	2.06%	3.23%	-1.17%	4.69%	4.88%
SCUDDER	180,275,599	0	174,440,410	(5,835,190)	-3.24%	-3.98%	0.74%	-1.81%	-7.36%
SCHROEDERS EMERGING MKTS									
TOTAL INT'L EQUITY	623,688,188	5,700	624,080,058	396,170	0.06%			0.92%	
REAL ESTATE									
HEITMAN	33,697,989	0	33,697,989	0	0.00%	N/A	N/A	-0.18%	N/A
L & B	37,190,020	0	37,190,020	0	0.00%	N/A	N/A	0.00%	N/A
AETNA	9,158,963	0	9,158,963	0	0.00%	N/A	N/A	2.77%	N/A
PHOENIX	12,285,931	0	12,285,931	0	0.00%	N/A	N/A	31.60%	N/A
TOTAL REAL ESTATE	92,332,903	0	92,332,903	0	0.00%			0.59%	
CASH ACCOUNTS									
CASH ACCOUNT	24,284,144	2,040,598	26,445,094	120,352	N/A	N/A	N/A	N/A	N/A
INTERNAL CASH	5,318,886	0	1,304,460	(4,014,427)	N/A	N/A	N/A	N/A	N/A
TOTAL CASH	29,603,030	2,040,598	27,749,554	(3,894,075)	N/A				
GRAND TOTAL	4,831,827,309	(724,401)	4,722,745,511	(108,357,398)	-2.11%			0.31%	

**RHODE ISLAND STATE INVESTMENT COMMISSION  
 EMPLOYEES RETIREMENT SYSTEM  
 LONG TERM INVESTMENTS**

**MONTHLY REALIZED GAINS/LOSSES  
 at March 31, 1997**



GNSLS



RHODE ISLAND STATE INVESTMENT COMMISSION

Domestic Equity Holdings By Top 10 Market Values

MARCH 31, 1997

Equities

<u>RANK</u>	<u>SECURITY NAME</u>	<u>PAR VALUE/SHARES</u>	<u>BASE MARKET AMOUNT</u>	<u>MONEY MANAGERS</u>
1	MERCK & CO INC	466,400	\$39,294,200	Fleet,Bankers,Provident
2	INTEL CORP	254,700	35,407,313	Fleet,Bankers,Value Quest
3	AMERICAN INTL GROUP INC	280,925	32,973,572	Fleet,Bankers,Provident,MacKay-Shields,Value Quest
4	FEDERAL NATL MTG ASSN	845,500	30,543,688	Fleet,Bankers,Provident, Value Quest
5	MICROSOFT CORP	330,000	30,256,875	Bankers,Provident
6	PEPSICO INC	740,900	23,986,638	Fleet,Bankers
7	EXXON CORP	218,900	23,586,475	Fleet,Bankers
8	PFIZER INC	279,900	23,546,588	Fleet,Bankers,Provident
9	AUTOMATIC DATA PROCESSING	557,700	23,353,688	Fleet,Bankers,MacKay-Shields
10	PROCTER & GAMBLE CO	201,200	23,087,700	Fleet,Bankers
		13.30%	\$286,036,737 of total equity market value	
			** Total Composite Equities **	\$2,150,650,382

International Equity Holdings By Top 10 Market Values

MARCH 31, 1997

International Equities

<u>RANK</u>	<u>SECURITY NAME</u>	<u>COUNTRY</u>	<u>PAR VALUE/SHARES</u>	<u>BASE MARKET AMOUNT</u>	<u>MONEY MANAGERS</u>
1	NOVARTIS AG	Denmark	10,709	\$13,276,409	Alliance,Schroeder
2	ROYAL DUTCH PETROL	Netherlands	58,965	10,706,843	Alliance,Schroeder
3	BRITISH PETROLEUM	England	806,728	9,358,640	Alliance,Schroeder
4	ROCHE HLDGS AG	Switzerland	983	8,491,779	Alliance,Schroeder
5	LLOYDS TSB GROUP	England	966,272	7,925,165	Alliance,Schroeder
6	ELF AQUITAINE	France	77,035	7,897,163	Alliance,Schroeder
7	BAYER AG	Denmark	155,280	6,459,173	Alliance,Schroeder
8	HONDA MOTOR CO	Japan	179,000	5,334,866	Alliance,Scudder
9	ING GROEP NV	Netherlands	133,450	5,257,575	Alliance,Schroeder
10	NATL AUSTRALIA BK	Australian	414,697	5,249,695	Alliance,Scudder
			13.48%	\$79,957,308 international equity market value	
			** Total Composite International Equities **	\$593,100,986	

**Asset Allocation Monitoring Report**  
**Market Values at March 31, 1997**

ERSRI  
&  
MERSRI

Asset Class	Style	March 31, 1997		Target		Difference	Cash	% of Total
		Actual	%	\$	%			
<b>Domestic Equity</b>		\$	%	\$	%			
<i>Fleet</i>	active	450.69	9.54%	425.05	9.00%	25.65	3.24	0.72%
<i>Bankers</i>	passive	<u>649.23</u>	<u>13.75%</u>	<u>637.57</u>	<u>13.50%</u>	11.65	1.98	0.31%
<b>Total Core</b>		<b>1,099.92</b>	<b>23.29%</b>	<b>1,062.62</b>	<b>22.50%</b>			
<i>Provident</i>	growth	<u>349.46</u>	<u>7.40%</u>	<u>354.21</u>	<u>7.50%</u>	-4.75	11.48	3.29%
<b>Total Growth</b>		<b>349.46</b>	<b>7.40%</b>	<b>354.21</b>	<b>7.50%</b>			
<i>Brinson Partners</i>	large cap	213.58	4.52%	188.91	4.00%	24.67	5.96	2.79%
<i>Mackay-Shields</i>	large cap	<u>206.43</u>	<u>4.37%</u>	<u>188.91</u>	<u>4.00%</u>	17.52	0.73	0.35%
<b>Total Large Cap Value</b>		<b>420.01</b>	<b>8.89%</b>	<b>377.82</b>	<b>8.00%</b>			
<i>David L. Babson</i>	value	149.64	3.17%	141.68	3.00%	7.96	9.89	6.61%
<i>J.W. Seligman</i>	s/c growth	<u>124.62</u>	<u>2.64%</u>	<u>141.68</u>	<u>3.00%</u>	-17.06	6.03	4.84%
<b>Total Small Cap</b>		<b>274.26</b>	<b>5.81%</b>	<b>283.36</b>	<b>6.00%</b>			
<i>HLM Management</i>	sml grwth	19.95	0.42%	23.61	0.50%	-3.66	0.88	4.41%
<i>ValueQuest Ltd</i>	lrg value	<u>24.48</u>	<u>0.52%</u>	<u>23.61</u>	<u>0.50%</u>	<u>0.87</u>	0.10	0.39%
<b>Total Emerging Managers</b>		<b>44.43</b>	<b>0.94%</b>	<b>47.23</b>	<b>1.00%</b>			
<b>TOTAL DOMESTIC EQUITY</b>		<b>2,188.08</b>	<b>46.33%</b>	<b>2,125.24</b>	<b>45.00%</b>	<b>62.84</b>	<b>40.29</b>	<b>1.84%</b>
<b>International Equity</b>								
<i>Alliance</i>	core	194.71	4.12%	141.68	3.00%	53.03	2.03	1.04%
<i>Schroder</i>	Euro/region	254.93	5.40%	236.14	5.00%	18.79	7.15	2.80%
<i>Scudder</i>	Pac Basin	174.44	3.69%	236.14	5.00%	-61.70	10.39	5.96%
<i>Schroder Emerging Markets</i>				<u>94.45</u>	<u>2.00%</u>	<u>-94.45</u>	0.00	
<b>TOTAL INT'L EQUITY</b>		<b>624.08</b>	<b>13.21%</b>	<b>708.41</b>	<b>15.00%</b>	<b>-84.33</b>	<b>19.57</b>	<b>3.14%</b>
<b>Domestic Fixed Income</b>								
<i>Fidelity</i>	Mort.-bk sec	173.53	3.67%	118.07	2.50%	55.46	1.72	0.99%
<i>In-State</i>	n/a	<u>27.58</u>	<u>0.58%</u>	<u>23.61</u>	<u>0.50%</u>	3.97	0.05	0.19%
<b>Total Mortgage</b>		<b>201.11</b>	<b>4.26%</b>	<b>141.68</b>	<b>3.00%</b>			
<i>Fleet</i>	Fixed/Inc.	1,043.10	22.09%	1,062.62	22.50%	-19.52	27.88	2.67%
<i>Brown Bros (Short)</i>	Short Term F/	<u>254.35</u>	<u>5.39%</u>	<u>118.07</u>	<u>2.50%</u>	136.28	39.67	15.60%
<b>Total Other Fixed Income</b>		<b>1,297.45</b>	<b>27.47%</b>	<b>1,180.69</b>	<b>25.00%</b>			
<i>Taplin, Canida &amp; Habacht</i>	core/fixed inc	<u>20.78</u>	<u>0.44%</u>	<u>23.61</u>	<u>0.50%</u>	-2.84	1.73	8.31%
<b>Total Emerging Managers</b>		<b>20.78</b>	<b>0.44%</b>	<b>23.61</b>	<b>0.50%</b>			
<i>Loomis Sayles &amp; Co</i>		<u>211.46</u>	<u>4.48%</u>	<u>188.91</u>	<u>4.00%</u>	22.55	4.19	
<b>TOTAL FIXED-INCOME</b>		<b>1,730.80</b>	<b>36.65%</b>	<b>1,534.89</b>	<b>32.50%</b>	<b>195.91</b>	<b>75.24</b>	<b>4.35%</b>
<b>Real Estate</b>								
<i>Heitman</i>	core	33.70	0.71%					
<i>L&amp;B</i>	core	37.19	0.79%					
<i>Aetna</i>	cong. care r/e	9.16	0.19%					
<i>Phoenix</i>	deve. r/e	<u>12.29</u>	<u>0.26%</u>					
<b>Total Real Estate</b>		<b>92.33</b>	<b>1.96%</b>					
<b>Alternative Investments</b>								
<i>Crossroads &amp; Narragansett</i>	venture cap.	39.01	0.83%					
<i>Pacific Corp Group</i>	venture cap.	20.19	0.43%					
<i>Bank Acquisition</i>	n/a	<u>0.50</u>	<u>0.01%</u>					
<b>Total Alternative Investments</b>		<b>59.70</b>	<b>1.26%</b>	<b>255.50</b>	<b>5.41%</b>	<b>(195.80)</b>	<b>0.00</b>	<b>0.00%</b>
<b>TOTAL ALTERNATIVE INVESTMENTS AND REAL ESTATE</b>		<b>152.03</b>	<b>3.22%</b>	<b>354.21</b>	<b>7.50%</b>	<b>(202.17)</b>	<b>0.00</b>	<b>0.00%</b>
<i>Cash Equivalents</i>		27.75	0.59%	0.00	0.00%	27.75	27.75	100.00%
<b>TOTAL ASSETS</b>		<b>4,722.75</b>	<b>100.00%</b>	<b>4,722.75</b>	<b>100.00%</b>	<b>0.00</b>	<b>162.85</b>	<b>3.45%</b>

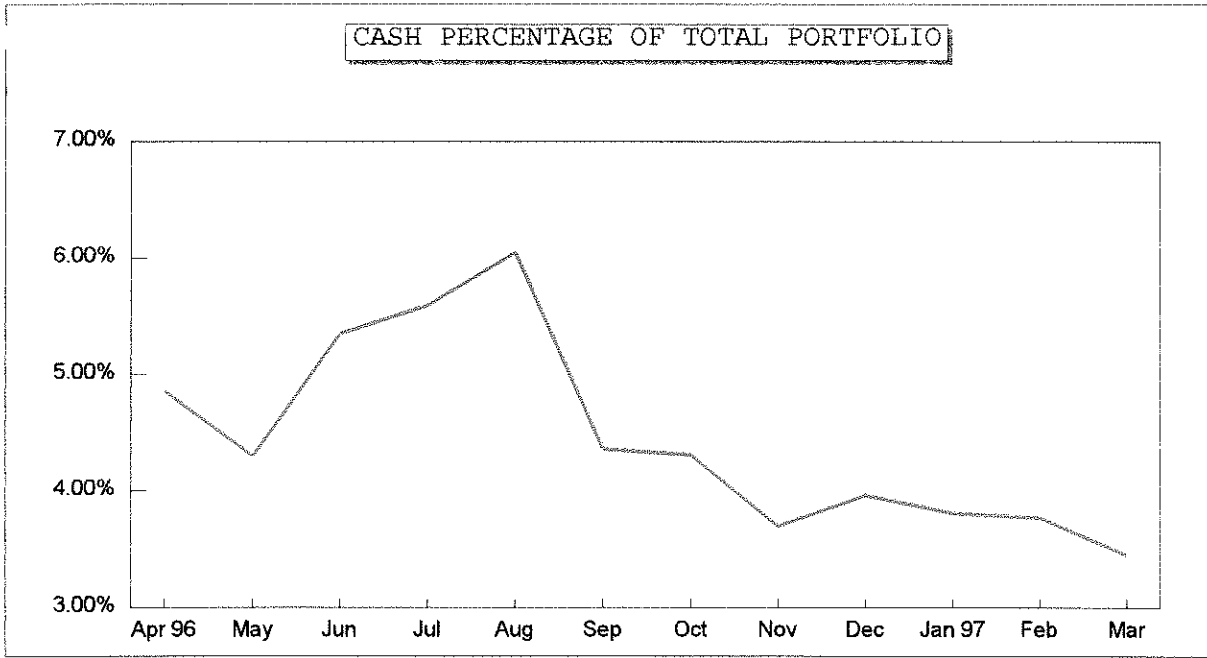
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## Alternative Investments Funding

1997

Manager	Partnership Commitment	Prior Funding Thru 2/28/97	Current Month Funding	Cumulative Total at 3/31/97	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	\$44,344,232	140,643	\$44,484,875	\$515,125
<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	6,400,000		6,400,000	1,600,000
<i>OCM Principal Opportunities</i>	5,000,000	750,000		750,000	4,250,000
<i>Welsh, Carson, Anderson &amp; Stowe</i>	15,000,000	5,250,000		5,250,000	9,750,000
<i>Doughty Hanson</i>	5,000,000	1,540,759	887,475	2,428,234	2,571,766
<i>Willis Stein</i>	5,000,000	2,317,174		2,317,174	2,682,826
<i>ABS Capital Partners</i>	5,000,000	636,943		636,943	4,363,057
<i>Providence Equity Partners</i>	10,000,000	1,603,896		1,603,896	8,396,104
<i>SKM Equity Fund II</i>	10,000,000	0		0	10,000,000
<b>TOTALS:</b>	<b>\$115,335,771</b>	<b>\$65,628,775</b>	<b>\$1,028,118</b>	<b>\$66,656,893</b>	<b>\$48,678,878</b>

# EMPLOYEES RETIREMENT SYSTEM



**Retirement Systems**  
**Investment Earnings**  
**Fiscal Year 1997 to Date Summary**

**ERSRI**  
**&**  
**MERSRI**                      **at March 31, 1997**

	<i>LONG TERM</i>	<i>SHORT TERM</i>	<i>TOTAL</i>
INTEREST SOLD	15,208,470		15,208,470
SECURITIES LENDING	0		0
DIVIDENDS	36,416,530		36,416,530
INTEREST	88,663,191	438,639	89,101,829
MISCELLANEOUS	20,679,286		20,679,286
CAPITAL GAINS	198,284,380		198,284,380
GRAND TOTAL:	359,251,857	438,639	359,690,495

ERSRI & MERSRI

1996-1997 EXPENSES

	Actual Jul 96	Actual Aug	Actual Sep	Actual Oct	Actual Nov	Actual Dec	Actual Jan 97	Actual Feb	Actual Mar	Projected Apr	Projected May	Projected Jun	PROJECTED TOTAL
<b>EQUITIES</b>													
Fleet/Noestar		525,000	67,598		262,500	69,898			262,500		60,000		1,312,500
Banker Trust			592,582			602,160			96,886			585,000	294,182
President Investment			179,151										1,779,742
Brisson			139,519		165,949				175,962		130,000		696,063
Mackay-Shield					103,682	141,442			139,952				550,913
David L. Babson	98,978	103,814			123,984				106,407				472,881
J & W Seligman	117,334	120,771			57,506				121,958		25,000		559,047
HLM Maguit	59,407								57,394				199,307
ValueQuest			51,981						107,082			25,000	184,063
<b>FIXED INCOME</b>													
Beavon Bros.				94,133		95,586			114,549			160,000	464,269
Fidelity			204,866		207,732				213,104		150,000		775,702
Toplin	14,906				15,043				15,368		13,000		58,317
Loomis Sayles					63,614				193,758				257,372
<b>INT'L EQUITIES</b>													
Alliance Capital			27,044		27,313				34,211		30,000		118,568
Schroeder			133,204		310,451	114,322			155,781		95,000		417,526
Scudder													561,232
Schroeder Emgag Mkts												4,500	0
<b>REAL ESTATE</b>													
Heitman Advisory													0
L & B Real Estate													0
Actina													0
Pleocnix													0
<b>ALTERNATIVE INVESTMENTS</b>													
Biglow/Crossroads			4,690			4,541			4,486			4,500	18,217
Narragansett Cap.													0
<b>PROFESSIONAL FEES</b>													
Consulting													0
Legal													0
State Street Bank			62,500			62,500			913,344		45,000	45,000	1,048,344
Pacific Corp Group						33,333			62,500		56,250		243,750
Wilsistie Assoc	16,667	16,667		33,351					50,001		16,667		200,020
<b>OPERATING EXPENSE</b>													
Retirement Transfers		716,640	128,166						900,000		900,000		3,582,328
Other Expense		3,750					937,523		1,000		1,000	1,000	6,750
<b>TOTAL:</b>	307,292	1,486,642	1,591,301	127,484	1,337,775	1,123,583	937,523	0	2,825,243	1,620,167	1,521,917	922,167	13,801,094

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	Actual February	Actual 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	22,073,322	22,014,083	20,000,000	20,000,000	20,000,000	20,000,000	254,045,371
ADMINISTRATIVE EXPENSES	0	626,523	111,504	0	0	0	937,523	0	0	0	6,000	6,000	6,000	1,693,550
INVESTMENT EXPENSES	267,282	666,409	1,272,489	110,872	1,163,463	977,180	0	0	2,457,113	650,000	650,000	650,000	650,000	8,864,808
TOTAL OUTFLOW	20,916,543	22,122,961	22,226,076	22,350,094	22,853,074	22,431,756	23,190,707	22,073,322	24,471,196	20,656,000	20,656,000	20,656,000	20,656,000	264,603,729
CONTRIBUTIONS	16,841,030	13,432,680	15,805,518	13,110,467	15,676,411	20,304,617	22,545,843	22,833,898	20,010,837	18,500,000	18,500,000	18,500,000	18,500,000	216,061,301
OTHER INCOME*	168,281	3,240,077	1,110,353	3,950,460	(2,586,261)	2,172,564	2,447,869	539,315	3,503,378	2,500,000	2,500,000	2,500,000	2,500,000	22,046,036
TOTAL INCOME	17,009,311	16,672,757	16,915,871	17,060,927	13,090,150	22,477,181	24,993,712	23,373,213	23,514,215	21,000,000	21,000,000	21,000,000	21,000,000	238,107,337
DIFFERENCE	(3,907,232)	(5,450,204)	(5,310,205)	(5,289,167)	(9,762,924)	45,425	1,803,005	1,299,891	(956,981)	344,000	344,000	344,000	344,000	(26,496,392)

Municipal Employees Retirement System

	Actual July 1996	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 1997	Actual February	Actual 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	2,151,615	2,283,352	2,150,000	2,150,000	2,150,000	25,292,509
ADMINISTRATIVE EXPENSES	0	93,074	16,662	0	0	0	0	0	500	500	500	500	111,736
INVESTMENT EXPENSES	39,702	98,999	189,037	16,470	172,840	145,166	0	0	365,021	85,000	85,000	85,000	1,282,235
TOTAL OUTFLOW	2,017,303	2,101,490	2,227,124	2,122,802	2,262,854	2,336,162	2,111,757	2,151,615	2,648,873	2,235,500	2,235,500	2,235,500	26,666,480
CONTRIBUTIONS	1,170,042	1,478,894	1,333,516	1,150,064	1,255,835	1,313,452	1,365,651	1,437,714	1,158,883	1,400,000	1,400,000	1,400,000	15,864,051
OTHER INCOME*	24,996	481,336	164,951	586,868	(384,207)	322,749	358,529	78,862	520,451	35,000	35,000	35,000	2,259,835
TOTAL INCOME	1,195,038	1,960,230	1,498,467	1,736,932	871,628	1,636,201	1,724,180	1,516,576	1,679,334	1,435,000	1,435,000	1,435,000	18,123,586
DIFFERENCE	(822,265)	(141,260)	(728,657)	(385,870)	(1,391,226)	(699,961)	(387,577)	(635,039)	(969,539)	(800,500)	(800,500)	(800,500)	(8,562,894)

Judges/State Police

	Actual July 1996	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 1997	Actual 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	0	50	50	50	50	1,043
INVESTMENT EXPENSES	308	844	1,609	142	1,472	1,237	0	0	3,109	300	300	300	9,621
TOTAL OUTFLOW	308	1,637	1,609	142	1,472	1,287	0	0	3,159	350	350	350	10,664
CONTRIBUTIONS	119,190	120,557	122,895	130,198	125,331	188,045	125,611	125,438	125,716	125,000	125,000	125,000	1,557,981
OTHER INCOME*	194	4,097	1,404	4,997	(3,272)	2,749	2,556	800	4,431	200	200	200	18,556
TOTAL INCOME	119,384	124,654	124,299	135,195	122,059	190,794	128,167	126,238	130,147	125,200	125,200	125,200	1,576,537
DIFFERENCE	119,076	123,017	122,690	135,053	120,587	189,507	128,167	126,238	126,988	124,850	124,850	124,850	1,565,873

\*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

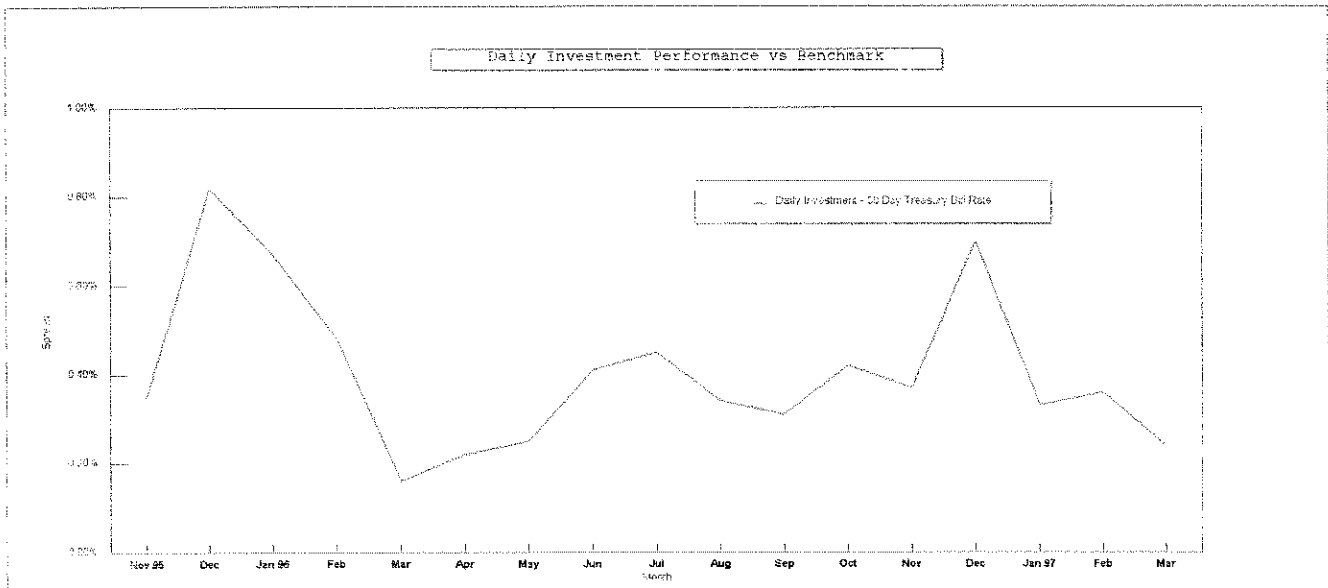
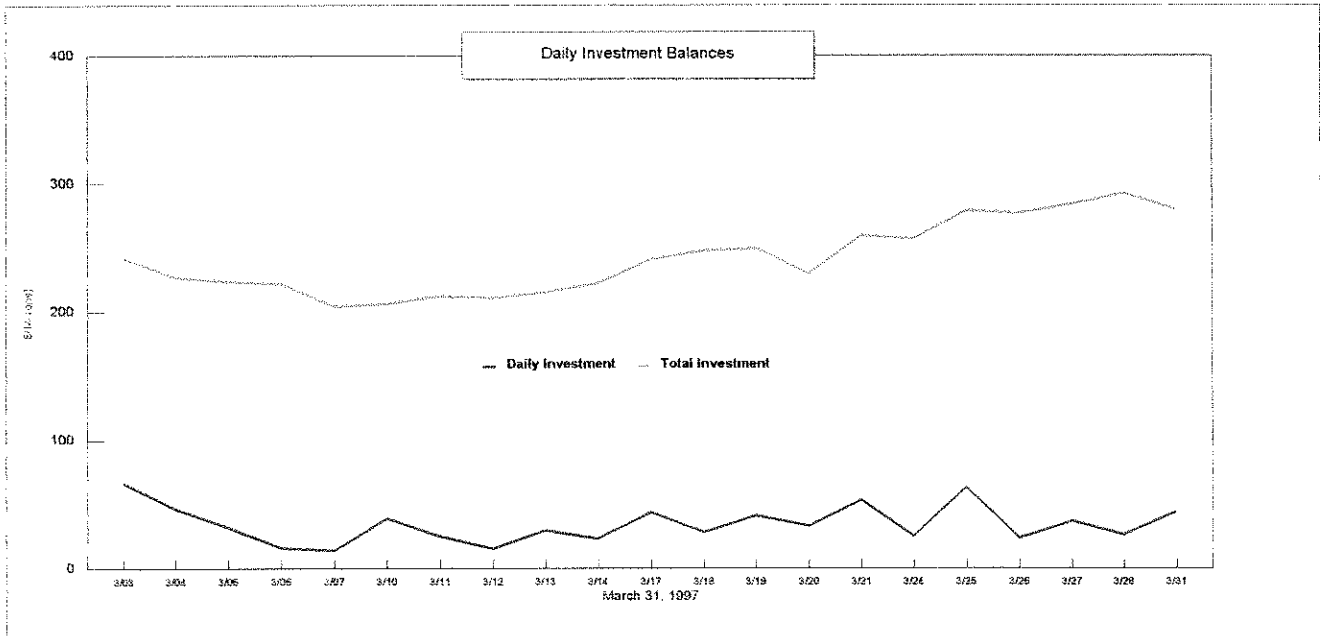
As of March 31, 1997

	Principal	Interest	Total Value @ Maturity	Rate of Return %
4901 General Fund	96,750,443	110,285	96,860,728	5.3852
4902 General Fund	2,500,000	434	2,500,434	6.2500
4904 Pension C	7,000,000	1,196	7,001,196	6.1500
4905 AFDC	100,000	108	100,108	5.5500
4906 Personal Income Tax	450,000	481	450,481	5.5000
4920 General Fund - Hist Pres	337,709	4,449	342,158	5.2700
5200 RI Underground Storage	2,405,740	27,342	2,433,082	5.2107
5400 Highway Fund	5,302,208	940	5,303,148	6.3800
5800 Prov River Relocation	2,318,676	4,500	2,323,177	5.3073
6900 Auto Equipment	200,000	153	200,153	5.5000
8000 TDI Reserve	48,317,529	1,203,083	49,520,612	5.4156
8225 Job Development	6,175,301	26,979	6,202,280	5.3367
8230 ET Tardy	809,000	3,526	812,526	5.2300
8240 ET Interest	100,000	436	100,436	5.2300
8300 Permanent School Fund	299,465	536	300,000	5.3658
8400 Employees Retirement	1,000,000	177	1,000,177	6.3800
8700 RI Clean Water Act	499,331	669	500,000	5.3572
9000 Bond Capital	1,700,000	1,299	1,701,299	5.5000
9200 Narragansett Bay Water	3,310,637	19,298	3,329,935	5.2226
9286 Narr Bay Cash Restricted	995,800	4,200	1,000,000	5.4228
9700 State Lottery Fund	11,500,285	29,187	11,529,472	5.3066
9800 Industrial Bldg Mtg Ins	1,400,079	6,051	1,406,129	5.4172
4911 TANS Proceeds	11,833,648	22,648	11,856,296	5.3000
Subtotal	205,305,852	1,467,975	206,773,827	5.4014
8701 Clean Water 1991 Ser B	616,065			
8702 Clean Water 1993 Ser A	182,119			
8703 Clean Water 1991 Ser A	296			
8704 CCDL 1989 Ser A	1,049,091			
8705 Clean Water 1992 Ser A	257,361			
8706 Clean Water CCDL 1994 (A)	1,303,474			
8708 Clean Water Bond 1990 A&B	21,693			
8709 Clean Water 1990 Ser C	836			
8734 Pollution Control 96A	2,579,563			
8735 RI Pollution Control	57,447			
8736 RI Pollution Control 93 Ser A	153,879			
8737 RI Pollution Control 94 Ser A	2,036,874			
9101 Bond Sale A 87	65,716			
9102 Bond Capital CCDL 1988	21,759			
9104 Bond Capital 1989 Ser A	2,037			
9105 Bond Capital 1989 Ser B	88,526			
9108 Bond Sale 1990 Ser A&B	263,257			
9114 GO Note 1991 Ser B	186,481			
9115 Bond CCDL 1992 Ser A	3,576,253			
9116 Bond CCDL 1993 Ser A	16,317,829			
9117 Bond CCDL 1994 Ser A	15,811,048			
9118 Bond CCDL 1995 Ser A	902,828			
9119 Bond CCDL 1995 Ser B	3,400			
9120 Bond CCDL 1996 Ser A	14,471,650			
9204 Narr Bay 1991 Ser B	553,958			
9205 Narr Bay 1992 Ser A	137,602			
9206 Narr Bay 1993 Ser A	3,924			
9207 Narr Bay CCDL 1994 Ser A	2,766,256			
9208 Narr Bay 96 A	9,821,462			
9291 BV Dist Comm Bond 1987	32,962			
9292 BV Dist Comm Bond 1988	12,531			
9294 BV 1991 Ser B Note	240,952			
9295 BVDC 1992 Ser A	191,754			
9298 BVDC Bond 1990 Ser A & B	48,446			
Subtotal Bond Proceed Accounts	73,779,331			
Total Short-Term Portfolio	279,085,183			

**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>
3/03	\$66.18	5.26	4.96	30.00
3/04	\$46.18	5.18	4.93	25.00
3/05	\$31.87	5.27	4.95	32.00
3/06	\$15.88	5.10	4.92	18.00
3/07	\$13.67	5.13	4.96	17.00
3/10	\$38.90	5.19	4.95	24.00
3/11	\$24.61	5.15	4.90	25.00
3/12	\$15.30	5.22	4.91	31.00
3/13	\$29.21	5.14	4.97	17.00
3/14	\$22.58	5.13	4.97	16.00
3/17	\$43.36	5.19	4.98	21.00
3/18	\$27.63	5.22	5.00	22.00
3/19	\$40.78	5.12	4.97	15.00
3/20	\$33.03	5.18	5.02	16.00
3/21	\$52.71	5.24	5.12	12.00
3/24	\$24.89	5.45	5.27	18.00
3/25	\$62.85	5.37	5.22	15.00
3/26	\$23.29	5.53	5.16	37.00
3/27	\$36.26	5.49	5.24	25.00
3/28	\$25.87	5.10	5.01	9.00
3/31	\$43.69	5.85	5.14	71.00
	\$718.74	5.28	5.04	24
	total	weighted	average	basis
	amount	average	30 day	point
	invested	rate	rate	difference

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



SPECIAL FUNDS  
INVESTMENT SUMMARY  
MARCH 31, 1997

FUND NAME	EQUITIES	CASH & EQUIVALENTS	FIXED INCOME	Gain/Loss	TOTAL MARKET VALUE
<u>Abraham Touro Fund</u>	1,348,680	121,792	585,364	56,538	2,055,836
	**				
<u>Rhode Island Temporary Disability Insurance Fund</u>	0	0	1,010,938	(5,598)	1,010,938
<u>State of Rhode Island Land Grant Fund</u>	41,871	(1,445)	0	(2,258)	40,426
<u>TOTALS</u>	1,390,551	120,347	1,596,302	48,682	3,107,200

\*\* Balances as of 2/2/97

FY 1997

INCOME FILE

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	July 1996	August	September	October	November	December	January 1997	February	March	April	May	June	YTD
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Fleet ZU11 & 12

ISO													0
SCL	732,803	532,207	1,425,473	763,403	489,207	890,321	695,733	440,707	927,021				0
DIV	19,844	23,024	26,404	33,576	111,866	96,015	95,976	13,619	8,873				6,896,874
INT							(6)						429,198
MIS							5						(6)
CAPGN/LSS	382,823	382,823	635,560	77,934,203	14,559,433			513,526					94,025,550
TOTAL	752,647	938,054	2,087,437	78,731,181	15,160,507	986,336	791,708	967,851	935,894	0	0	0	101,351,616

Bankers ZU15 & 16

ISO													0
SCL	709,376	562,026	949,024	706,034	586,271	1,208,282	948,660	7,479,013	1,159,879				14,308,565
DIV	8,337	8,690	3,205	7,349	7,310	61,759	9,742	9,246	12,832				138,470
INT			(19)		(5)	1,119	(94)	86,772					87,772
MIS			10	(282,024)	(80,803)	163,508	(170,765)	165,962	(520,055)				1,070,000
CAPGN/LSS	1,574,347	219,821											
TOTAL	2,292,060	790,536	952,220	431,359	512,773	1,434,668	787,542	7,740,993	652,656	0	0	0	15,594,807

Provident ZU21 & 22

ISO													0
SCL	187,886	147,110	215,767	130,141	169,929	177,614	179,885	121,611	194,962				1,524,904
DIV	74,908	110,416	62,495	44,482	69,327	14,093	25,546	37,250	81,416				519,933
INT	(235)		(56)		(392)	302,361	6,081						307,759
MIS	1,173,961	7,225,968	(677,677)	13,847,091	1,735,433	190,608	11,046,596	3,709,699	9,499,110				47,750,699
CAPGN/LSS													
TOTAL	1,436,519	7,483,495	(399,472)	14,021,713	1,974,298	684,677	11,258,017	3,868,560	9,775,487	0	0	0	50,103,295

Brinson ZU 72

ISO													0
SCL	310,476	214,461	293,423	346,685	236,128	281,386	387,337	247,309	291,435				2,608,641
DIV	14,053	11,877	10,102	19,664	20,904	19,569	23,398	32,268	20,984				172,819
INT			(3)	(2)	(21)	1,371,561	2,004,954	1,982,281	(49)				(74)
MIS	1,666,644	3,736,275	1,154,729	4,541,686	2,733,527				3,133,059				22,324,715
CAPGN/LSS													
TOTAL	1,991,173	3,962,614	1,458,251	4,908,033	2,990,538	1,672,515	2,415,689	2,261,859	3,445,429	0	0	0	25,106,100

INCOME FILE

	July 1996	August	September	October	November	December	January 1997	February	March	April	May	June	YTD
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Mackay-Shield ZU 74

ISO													0
SCL													0
DIV	577,577	252,671	456,195	556,755	225,272	401,818	481,067	192,191	428,297				3,571,843
INT	33,557	27,681	45,984	57,967	70,201	23,801	33,746	36,270	14,665				343,871
MIS	(43)		(17,149)			(2,751)	(560,685)	4,336,548	(185)				(2,979)
CAPGN/LSS	2,029,645	2,370,720	(17,149)	6,323,390	786,787	(2,845,998)	(560,685)	4,336,548	1,279,945				13,703,203
TOTAL	2,640,737	2,651,071	485,030	6,938,111	1,082,261	(2,423,130)	(45,871)	4,565,009	1,722,722				17,615,939

David Babson ZU 78

ISO													0
SCL													0
DIV	314,739	84,648	281,527	304,112	84,648	256,400	323,148	97,085	221,961				1,968,268
INT	26,614	24,757	23,630	35,245	17,662	18,876	19,398	29,243	28,302				223,727
MIS					(101)		(57)						(158)
CAPGN/LSS	654,202	329,612	407,851	200,416	391,761		(406,653)	1,504,687	964,677				4,046,551
TOTAL	995,555	439,017	713,007	539,772	493,970	275,276	(64,164)	1,631,015	1,214,940				6,238,389

J & W Seligman ZU 80

ISO													0
SCL													0
DIV	23,114	31,795	20,482	26,606	29,465	17,264	28,793	14,903	11,155				203,578
INT	51,524	61,561	60,871	53,149	69,260	10,729	21,262	34,417	31,809				394,582
MIS						(1,186)							(1,188)
CAPGN/LSS	550,367	1,461,353	38,434	2,303,617	1,306,452	886,975	2,837,212	797,005	236,434				10,417,848
TOTAL	625,005	1,554,708	119,788	2,383,372	1,405,178	913,779	2,887,267	846,324	279,397				11,014,819

HLM Mngmnt ZU 86

ISO													0
SCL													0
DIV	2,442	6,760	3,479	2,442	8,320	7,577	5,479	8,964	2,264				28,928
INT	6,413	4,262		4,687	4,938			1,666					40,764
MIS	(120)	(31)						(14)					(165)
CAPGN/LSS	200,228	(245,468)	375,690	(132,232)	(600,027)	(96,650)	374,066	(272,652)	(206,069)				(603,113)
TOTAL	208,962	(234,477)	379,169	(125,103)	(586,769)	(89,072)	379,545	(262,035)	(203,805)				(533,587)

INCOME FILE

	July 1996	August	September	October	November	December	January 1997	February	March	April	May	June	YTD
<b>ValueQuest ZU 88</b>													
ISO													0
SCL													0
DIV	61,961	18,766	42,329	26,068	20,619	46,223	33,689	13,725	40,232				303,609
INT	1,333	781	977	2,456	3,441	1,308	932	381	1,047				12,657
MIS							(6)						(6)
CAPGN/LSS	37,669	85,207	27,425	14,610	19,511	12,780	169,702	333,710	335,030				1,035,643
TOTAL	100,963	104,753	70,731	43,134	43,570	60,311	204,318	347,815	376,308	0	0	0	1,351,903
<b>Alternative Investments ZU 32</b>													
ISO													0
SCL													0
DIV													0
INT	24,711	5,858	12,147	15,767	8	83	7	0	41				58,622
MIS	(16,656)	2,734,575	1,195,675	2,865,392	1,070,743	6,472,578	2,325,399	247,488	3,918,075				20,813,269
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	247,488	3,918,116	0	0	0	21,877,170
<b>Bank Acquisition ZU 60</b>													
ISO													0
SCL													0
DIV													0
INT	2,204	2,279	2,265		2,269	2,204	2,287	2,288	2,058				17,854
MIS													0
CAPGN/LSS													0
TOTAL	2,204	2,279	2,265	0	2,269	2,204	2,287	2,288	2,058	0	0	0	17,854
<b>Instate ZU 40</b>													
ISO													0
SCL													0
DIV													0
INT	148,542	0	297,083	395,272	148,704	148,776	149,095	173,557	148,765				1,605,793
MIS			980										980
CAPGN/LSS													0
TOTAL	148,542	0	298,064	395,272	148,704	148,776	149,095	173,557	148,765	0	0	0	1,610,773



INCOME FILE

	July 1996	August	September	October	November	December	January 1997	February	March	April	May	June	YTD
<b>Fleet ZU 42</b>													
ISO													0
SCL													0
DIV													0
INT									744,363				54,610,055
MIS	3,368,737	13,552,712	1,623,581	2,936,839	13,104,121	3,237,751	2,382,946	13,659,006					(7,260)
CAPGN/LSS	228,922	(746,159)	(264,615)	(71,646)	(249,331)	(336)	7,054	(430)	17				(1,096,525)
TOTAL	3,597,657	12,805,115	1,358,965	2,865,193	12,854,790	3,231,595	2,390,000	13,658,575	744,380				53,506,270
<b>Brown Bros Zu 44</b>													
ISO													13,701,502
SCL													0
DIV													0
INT													10,798,817
MIS	818,659	361,622	1,588,385	249,302	1,584,878	408,522	1,706,850	2,362,241	1,718,359	(221)			(724)
CAPGN/LSS	(406,056)	(91,667)	(408,416)	23,903	653,228	781,234	(73,070)	62,024	(567,096)				(25,917)
TOTAL	1,953,408	1,489,092	2,930,963	3,046,386	3,648,798	3,008,304	2,255,110	3,635,757	2,505,940				24,473,678
<b>Fidelity ZU 46</b>													
ISO													504,986
SCL													0
DIV													0
INT													9,449,776
MIS	1,033,118	1,030,251	1,026,820	1,040,421	1,080,892	1,062,720	1,077,226	1,069,344	1,028,985	(656)			(1,811)
CAPGN/LSS	(71,221)	(16,115)	(17,337)	(211,996)	401,238	147,725	86,610	(22,535)	64,846				361,214
TOTAL	972,870	1,014,095	1,043,604	833,032	1,520,536	1,249,649	1,210,289	1,223,753	1,246,535				10,314,164
<b>Taplin, Camida &amp; Habecht ZU 84</b>													
ISO													65,796
SCL													0
DIV													0
INT													987,933
MIS	27,390	188,574	133,434	35,218	87,089	206,656	37,813	143,079	128,680				(144)
CAPGN/LSS	(17)	(16)	(11)	(29,698)	(1)	3	(85,042)	(34,891)	18				(149,655)
TOTAL	33,510	188,558	133,423	21,763	87,088	211,326	(9,352)	108,917	128,699				903,831

INCOME FILE

	July 1996	August	September	October	November	December	January 1997	February	March	April	May	June	YTD
<b>Heitman ZU34</b>													
ISO													0
SCL													0
DIV													0
INT								1					279
MIS	707,308	0	0	625,842	277 (1,377,743)	1	670,903	1	0				626,310
CAPGN/LSS													0
TOTAL	707,308	0	0	625,842	(1,377,466)	1	670,903	1	0	0	0	0	626,589
<b>L &amp; B ZU 36</b>													
ISO													0
SCL													0
DIV													0
INT	254	0	0	0	1	1	1	1	0				258
MIS		564,776				564,776	0						1,129,553
CAPGN/LSS													0
TOTAL	254	564,776	0	0	1	564,778			0	0	0	0	1,129,811
<b>Aetna ZU 52</b>													
ISO													0
SCL													0
DIV													0
INT	0	0	0	0		207	822						1,029
MIS		188,411			345,420	0	0	251,215	0	0			785,045
CAPGN/LSS													0
TOTAL	0	188,411	0	0	345,420	207	822	251,215	0	0	0	0	786,074
<b>Phoenix ZU 54</b>													
ISO													0
SCL													0
DIV													0
INT	0	0	0	0		0	0	0	0	0	0	0	0
MIS					(3,060,314)	0	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
Alliance													
ZU 26													
ISO													0
SCL													0
DIV	215,903	112,563	91,686	131,918	93,867	166,211	107,159	109,086	71,655				1,100,049
INT	1,773	1,651	1,114	1,478	1,676	59,207	2,192	51,136	1,446				121,672
MIS				(0)	(1,317)	(72)	3	(3,646)	4				(5,028)
CAPGN	(42,936)	5,335	179,939	5,887	(322,624)	(23,787)	(691,102)	70,762	145,959				(672,566)
TOTAL	174,740	119,549	272,740	139,283	(228,398)	201,559	(581,748)	227,337	219,063	0	0	0	544,125
Schroder													
ZU 28													
ISO													0
SCL													0
DIV	272,661	313,368	252,457	379,662	176,964	148,064	216,454	210,503	101,836				2,071,970
INT	27,177	23,578	48,798	45,876	11,346	88,602	7,036	7,742	7,835				267,991
MIS			(51)	(936)	14,336	1,501	(671)	(899)	(1,224)				12,056
CAPGN	2,493,967	1,362,705	96,986	1,281,221	390,819	911,476	535,989	1,443,065	2,967,612				11,483,840
TOTAL	2,793,805	1,699,652	398,191	1,705,823	593,465	1,149,643	758,808	1,660,411	3,076,060	0	0	0	13,835,857
Scudder													
ZU 70													
ISO													66,422
SCL													0
DIV	9,311	12,916	17,898	5,511	4,886	4,886	17,853	27,319	39,225				1,613,253
INT	431,605	151,533	206,311	172,541	189,098	127,074	268,546	46,451	42,039				462,004
MIS	73,895	15,061	48,731	62,658	7,020	84,663	81,487	424	(220)				(1,346)
CAPGN	(199)	(753)	(877,951)	(236)	(319)	(7)	(36)	(1,394,592)	(1,937,536)				(8,353,006)
TOTAL	1,386,322	1,309,460	(605,764)	294,415	(1,443,776)	(1,431,312)	(2,543,175)	(1,320,398)	(1,856,445)	0	0	0	(6,210,672)
Schroder Emerging Mkts ZU 92													
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