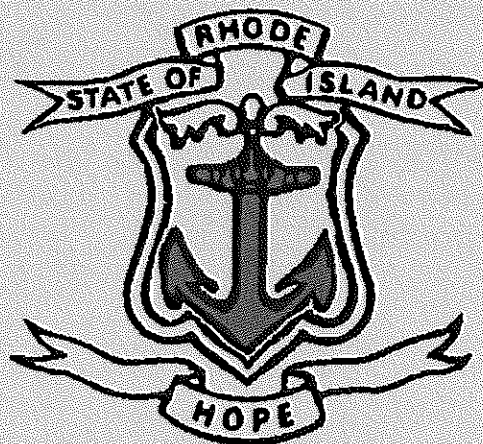


# State of Rhode Island and Providence Plantations



Office of the General Treasurer

**STATE OF RHODE ISLAND  
INVESTMENT COMMISSION MEETING  
MAY 26, 1999  
DATA AT  
APRIL 30, 1999**

**MEMBERS OF THE STATE INVESTMENT COMMISSION**

**Hon. Paul J. Tavares, Chair**

**Rep. Mark B. Heffner  
B.Gen.(Ret.) Jack A. Apperson  
Sen. Daniel P. Connors**

**James E. Thorsen  
J. Michael Costello  
Rosemary Booth Gallogly**



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

Paul J. Tavares  
General Treasurer

**RHODE ISLAND STATE INVESTMENT COMMISSION  
MEETING NOTICE**

The next meeting of the Rhode Island State Investment Commission has been scheduled for Wednesday, May 26, 1999 at 9:00 a.m. in Room 135 of the State House.

**AGENDA**

1. Membership Roll Call
2. Approval of Minutes
  - State Investment Commission Meeting held on 4/21/99
3. Investment Manager Reviews
  - Fleet Investment Advisors - Active Core - Fixed Income
  - Brown Brothers Harriman - Opportunistic Core - Fixed Income
4. Y2K Update
5. General Consultant's Report - Wilshire Associates Incorporated
  - Capital Market Update
6. Executive Director-Employees Retirement System Report
7. Treasurer's Report
8. New Business

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

**Minutes of the Regular Meeting  
April 21, 1999**

The following members were present at the meeting held in Room 135, State House, Providence: B. Gen. (Ret.) Jack A. Apperson, Senator Daniel P. Connors, Representative Mark B. Heffner, Mr. Thomas Mullaney, Designee of the Director of Administration and General Treasurer Paul J. Tavares. Also present were Ms. Donna Kling, of Wilshire Associates Incorporated, Consultant to the Commission and other members of the Treasurer's Staff.

There being a quorum present, the Treasurer called the meeting to order at 9:05 a.m. The membership roll was called and absent were Mr. J. Michael Costello and Mr. James M. Seed.

Treasurer Tavares introduced and welcomed Senator Daniel P. Connors as the newest member of the Commission. He also welcomed Mr. Thomas Mullaney as the Designee of the Director of Administration.

State Investment Commission Minutes. Senator Connors moved, Representative Heffner seconded and the following motion was passed unanimously. The following members voted in favor: Gen. Apperson, Sen. Connors, Rep. Heffner, Mr. Mullaney and Treasurer Tavares.

**VOTED: To approve the Minutes of the March 24, 1999 Regular Meeting.**

Provident Investment Counsel. Ms. Kling gave a brief overview of Provident Investment Counsel which was retained in 1988 to manage a strategic allocation to the large stock/growth oriented segment of the domestic equity market. Provident's allocation represents 9.2% of the total fund and 17.7% of the domestic equity composite. Market value at 12/31/98 was \$570.3 million.

Mr. John A. C. McMurtrie, Vice President and Mr. Jeffrey J. Miller, Managing Director represented the firm. Mr. McMurtrie stated that 1998 was a good year, returning 41.2%. The original investment was \$128 million and the portfolio value is presently \$497.5 million which includes a withdrawal of \$273 million. Some of the factors contributing to their success were: emphasis on companies generating earnings from domestic revenue growth; underweighting in consumer non-durables; heavy weighting in the health technology and retail trade areas; and some outstanding stock selections.

Mr. Miller stated that sustainable earnings growth is the most important contributor to long-term stock appreciation. Growth style continues to exhibit market leadership in early 1999. Visible "pockets" of weak corporate earnings in 1999 give

selected "growth stocks" a continued advantage, but high absolute valuation levels make those same stocks potentially vulnerable to sales or earning disappointments. Mr. McMurtrie explained that superior earnings growth, achieved through higher revenues, not P/E expansion will be the key to performance in 1999. Mr. Miller then briefly noted the five largest holdings, the five best and worst performers and recent portfolio activity.

Pacific Corporate Group. Ms. Tara Blackburn and Mr. Kelly DePonte represented the firm for the 1998 performance review. Their assignment is in private equities. Mr. DePonte gave a brief overview of the portfolio since inception. Ms. Blackburn reported that all the activity since 1995, including 29 of the 32 partnerships RIIERS participates in were recommended by Pacific Corporate Group. The capital committed is \$383.3 million of which \$147.1 million has been contributed to date. The net IRR is 19.0%. The legacy of commitments made in 1988-89, currently monitored by Pacific Corporate Group has capital contributions of \$119.6 million in four partnerships. The net IRR is 3.3%.

Ms. Blackburn reviewed the portfolio diversification which includes: venture capital - 13%; international - 9%; real estate - 23%; small-market - 8%; middle-market - 16 %; large-market - 12%; sector focused - 11% and distressed - 8%. Mr. DePonte gave some background on the firm, stating that it was founded in 1979 and monitors in detail over 180 limited partnerships and 13 direct/co-investments. They review approximately 300 partnerships and 200 direct investment proposals every year. He also stated that they have made \$7.1 billion in investment commitments for large-scale institutions. There has been a 23.4% net IRR on partnership investments recommended through 12/31/97. Figures verified by Deloitte & Touche for 1998 will not be available for another couple of months. Mr. DePonte stated that the best upcoming opportunities will be in the small/middle buy out markets.

State Street Bank & Trust Company. Mr. Benjamin M. Johnson, Vice President and Mr. Richard A. Sutherland, Assistant Vice President represented the firm for the Resolution 2000 Report. Mr. Johnson explained State Street's definition of Year 2000 Readiness as follows: a component is considered Year 2000 ready when its functional behavior, both during and after the century change, is consistent with its current functional behavior.

Mr. Sutherland described the Subcustodian network readiness which includes on-site visits, a formal query process, prioritization and progress, testing, contingency planning and integration. The following steps have been completed to date: general compliance questionnaire, testing questionnaire, market evaluation and pre-2000 contingency planning. Mr. Johnson reported that State Street has a \$250 million budget for the Resolution 2000 Program.

State Street has four levels of testing. As of February 20, 1999 the first level was 94% complete; the second level was 86% complete and the third level was 67% complete. The level 4 external testing timeline is set for June, July and August, 1999.

Consultant Report - Wilshire Associates Incorporated. Providing her Capital Market Update, Ms. Kling reported that the broad US equity market, as measured by the Wilshire 5000 Index, has increased 6.9% through 4/16/99. Large cap stocks, as measured by the S&P 500 Index, have returned 7.7% year-to-date. Small stocks continue to trail larger stocks. Large growth stocks have outpaced large value stocks by 1.3% (7.9% vs. 6.6%) while small growth stocks have trailed small value stocks by 1.9% (-8.9% vs. -7.0%).

European markets have experienced modest losses along with the UK. The UK, Germany and France in particular have recently emulated the US migration out of growth stocks and into cyclicals. Renewed confidence in Hong Kong's economic reforms and capital investments resulted in a flood of overseas funds to Hong Kong equities. As of 4/16/99 the MSCI EAFE Index (a measure of developed international equity markets) has gained 3.9%. European and Pacific equity markets (as measured by the MSCI Europe and Pacific Indexes) have returned 0.8% and 19.1% year-to-date respectively.

The bond market, as measured by the Lehman Aggregate Bond Index, has returned 0.1% year-to-date. The Dollar traded slightly higher against the Euro and lower versus the Yen.

Treasurer's Report. Treasurer Tavares distributed a letter from Mr. William Bensur of Wilshire Associates Incorporated which provided the Commission with Wilshire's recommendation for the asset allocation placement of the interim funding for the alternative investment program. Wilshire recommends reducing US equity and increasing fixed income by 3% or approximately \$185 million. This movement is approximately the amount that has been committed but not yet drawn with regard to the alternative investment funding.

Wilshire recommends reducing cash balances held by the equity managers by \$50 million. They also recommend taking \$30 million from Babson because of dramatic organizational changes and poor performance. They recommend termination of HLM (\$25 million) and ValueQuest (\$30 million) to eliminate redundancies in the equity investment structure and because of poor performance. They recommend taking \$50 million from Provident because it is currently overweight in the US equity structure. Finally, they recommend increasing the Fleet Fixed Income account by the \$185 million because it represents the highest quality, most liquid vehicle in the RIIERS fixed income investment structure.

Treasurer Tavares expressed his desire to move on this recommendation. Rep. Heffner expressed concerns regarding making a decision at this time due to the fact that two members were absent and there was insufficient time to review the proposal. Ms. Kling explained that ValueQuest is a large value manager, as are two of the fund's other managers, MacKay and Brinson. Also, HLM is a small growth manager, as is Seligman,

so that the fund is not losing a style exposure by eliminating the two managers. She also stated that their impact is small on the total fund.

Gen. Apperson moved, Sen. Connors seconded and the following motion was passed. The following members voted in favor: Gen. Apperson, Sen. Connors, Mr. Mullaney and Treasurer Tavares. Rep. Heffner was opposed.

**VOTED: To rebalance the Fund according to the recommendations of Wilshire Associates Incorporated as set forth in a letter from Mr. William Bensur, dated April 13, 1999, as follows:**

<b>From:</b>	<b>Equity Cash (est.)</b>	<b>\$ 50 million</b>
	<b>Babson</b>	<b>\$ 30 million</b>
	<b>HLM (eliminate)</b>	<b>\$ 25 million</b>
	<b>Provident</b>	<b>\$ 50 million</b>
	<b>ValueQuest (eliminate)</b>	<b><u>\$ 30 million</u></b>
		<b>\$185 million</b>
<b>To:</b>	<b>Fleet Fixed Income</b>	<b>\$185 million</b>

Executive Director – Employees Retirement System Report. Ms. Joann Flaminio invited Commission members to the June 9<sup>th</sup> Retirement Board meeting, at which time the next round of valuations will be presented by the system's actuary. This June 30, 1998 set of actuarial reports will be the first utilizing the new assumptions adopted by the Board last year. New assumptions were adopted by the Board in many areas including retirement age, mortality and assumed investment rate of return.

A discussion followed regarding having a contingency plan for retirees to receive their pension checks come year 2000 should there be a worst case scenario in the Y2K problem.

Rep. Heffner complimented the Treasurer on the efficiency of the State Investment Commission meetings.

Sen. Connors moved, Rep. Heffner seconded and the following motion was passed unanimously. The following members voted in favor: Gen. Apperson, Sen. Connors, Rep. Heffner, Mr. Mullaney and Treasurer Tavares.

**VOTED: To adjourn the meeting.**

There being no further business, the meeting was adjourned at 10:50 a.m.

Respectfully submitted,

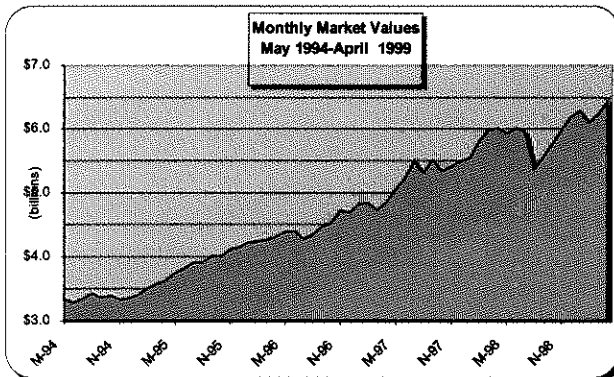
Paul J. Tavares  
General Treasurer

**RHODE ISLAND STATE INVESTMENT COMMISSION  
STAFF SUMMARY ANALYSIS  
PORTFOLIO HIGHLIGHTS  
April-99**

**MARKET VALUES**

The total portfolio value increased in April by \$193.2 Million to \$6.432 Billion (+3.02%), in line with broad market indices. This compares with an increase in value of \$34.7 Million(+0.63%) for the same period in 1998. The equity market values increased by \$141.6 Million (+4.55%). Fixed income increased by \$9.7 Million, net of transfers (0.51%), while international equities increased by \$40.7 Million (+4.27%).

Alternative investments increased by \$1.1 Million net of capital calls, cash distributions and transfers, while cash decreased by \$108,278.



Brown Brothers' fixed income portfolio decreased in value by \$5.6 million, net of transfers. Fleet's fixed income portfolio increased in value by \$2.4 million net of transfers, while Fidelity's value increased by \$940,872. The Loomis Sayles portfolio increased by \$11.1 million, and Taplin Canida & Habacht's portfolio increased by \$734,363.

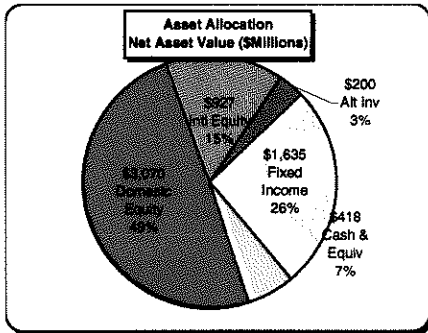
<b>Performance Summary - Apr 1999</b>		
<b>Market Indices</b>	<b>Apr-99</b>	<b>YTD</b>
<i>Domestic Equity</i>		
S & P 500	3.81%	8.95%
Wilshire 5000	4.79%	8.74%
Russell 2000	8.96%	3.05%
Russell 2500	8.95%	3.79%
<i>International Equity</i>		
MSCI EAFE	4.05%	5.49%
<i>Fixed Income</i>		
Lehman AGG	0.32%	-0.19%
<i>Fund By Asset Class</i>		
Domestic Equity	4.55%	6.10%
Fixed Income	0.51%	0.32%
International Equity	4.27%	7.34%
<b>Total Fund Composite*</b>	<b>3.02%</b>	<b>4.17%</b>
<b>Manager Summary</b>		
<i>DOMESTIC EQUITY</i>		
Shott Capital	21.75%	125.95%
Mackay Shields	10.95%	12.06%
ValueQuest	8.97%	6.33%
Brinson Ptnrs	8.92%	7.83%
JW Seligman	7.65%	6.38%
D.L.Babson	7.64%	-0.07%
JP Morgan	5.36%	8.97%
Bankers Trust	4.52%	8.18%
State Street	4.82%	6.62%
HLM Management	2.17%	0.52%
Provident	-3.61%	2.34%
<b>Total Domestic Equity</b>	<b>4.55%</b>	<b>6.10%</b>
<i>FIXED INCOME</i>		
Loomis Sayles	4.02%	8.26%
In-State Fixed Income	1.80%	3.41%
Taplin Canida Habacht	0.74%	1.33%
Fleet	0.38%	-1.80%
Fidelity	0.32%	1.48%
Brown Brothers	-0.92%	-1.61%
<b>Total Fixed Income</b>	<b>0.51%</b>	<b>0.32%</b>
<i>INTERNATIONAL EQUITY</i>		
Scudder Kemper	4.66%	8.04%
Barring Asset Mgmt	4.65%	5.63%
Schroder Captl Mgmt	3.69%	5.52%
Schroder Capital Mkts	0.00%	0.00%
<b>Total International Equity</b>	<b>4.27%</b>	<b>7.34%</b>

\*Total Fund Composite includes all classes



**ASSET ALLOCATION**

There is a 5.6% over-allocation in domestic equities; fixed income is under-allocated by 0.9%, the international equity asset class is over-allocated by 0.3%, while the alternative investments asset class is under-allocated by 4.3%. We expect that the over-allocation to equities will ease somewhat in May as a result of rebalancing but the challenge of investing the alternative investment commitment in an orderly fashion will persist.



Cash and equivalents decreased from \$418.1 Million in March to \$386.7 Million in April.

**MANAGER FUNDING**

The following twenty three cash transfers took place during April, principally to provide sufficient cash for alternative investment funding as well as retirement payroll.

At this time, the alternative investment asset class has an unfunded allocation of approximately \$230 Million, vs a commitment of \$381.9.

Employees' Retirement System of Rhode Island  
Asset Transfers  
April 30, 1999

Manager	Cash Out	Cash In
Alto Bio Pharma		700,000
Aurora		831,560
Alto California		500,000
Apollo		416,453
Blackstone		182,111
Doughty Hanson		524,696
Fenway	-161,449	
First Reserve		1,211,823
Heritage		509,980
Nordic		59,198
OCM Opportunity	-800,000	
OCM Principal		750,000
Providence Equity	-1,365,493	981,919
TPG		399,616
Triumph		748,878
SKM	-374,729	42,113
Welsh Carson	-440,582	750,000
Provident	-1,000,000	
Shott Capital	-1,150,270	
Fleet Fixed Income	-6,000,000	
Fidelity	-1,000,000	
Cash Outside Trust	-1,570,000	
Cash In Trust	-16,608,347	12,602,400
<b>TOTAL</b>	<b>-30,470,870</b>	<b>21,210,747</b>

**EXPENSES**

Expenses for April 1999 were \$2,223,344. This figure is in line with budget expectations and market conditions.

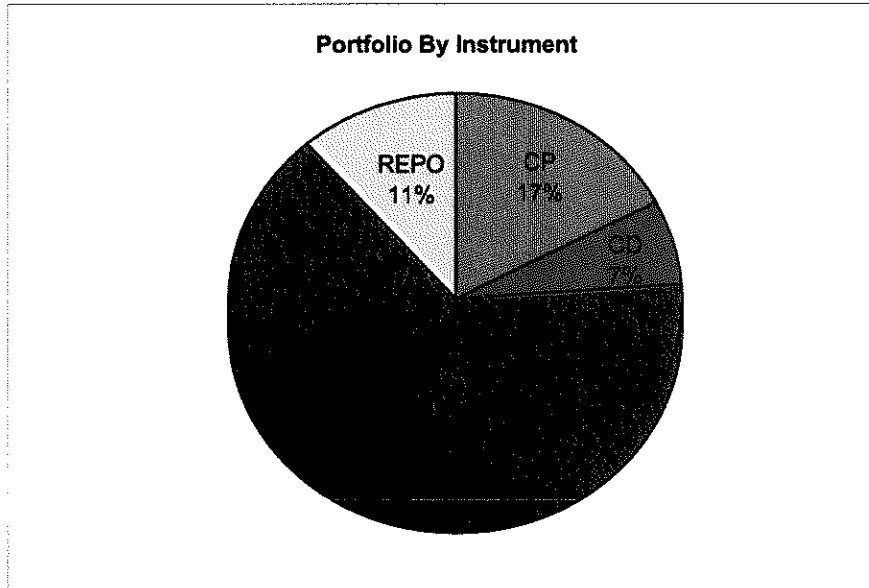
**CASH FLOW**

April's combined state and teacher contributions were insufficient to cover the month's pension payroll, requiring a transfer of \$8,500,000 from the long term plan; the municipal plan also required a transfer of \$1 Million.

**SHORT TERM CASH**

The short-term cash portfolio had a 13.31 day weighted average maturity vs. 18.05 days in March, and 16.51 days in April, 1998.

**RHODE ISLAND STATE INVESTMENT COMMISSION**  
**SHORT TERM CASH INVESTMENTS AT APRIL 30, 1999**



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

Vendor	CP	ETD	CD	Agency	Money Mkt	Repo	Total (\$)
<b>Guidelines-Total/Vendor</b>	<b>15%/15%</b>	<b>15%/15%</b>	<b>25%/10%</b>	<b>75%/35%</b>	<b>50%/35%</b>	<b>100%/20%</b>	
Bank Boston	1,993,096 1%	0 0%	0 0%	44,411,716 18%	0 0%	0 0%	46,404,812 18%
Bear Stearns	7,965,642 3%	0 0%	0 0%	0 0%	0 0%	0 0%	7,965,642 3%
Dean Witter	4,980,083 2%	0 0%	0 0%	57,078,006 23%	0 0%	0 0%	62,058,089 25%
First Tennessee	0 0%	0 0%	0 0%	31,511,091 12%	0 0%	0 0%	31,511,091 12%
Citizens Bank	0 0%	0 0%	16,479,811 7%	0 0%	0 0%	0 0%	16,479,811 7%
Prudential	0 0%	0 0%	0 0%	30,485,029 12%	0 0%	28,150,248 11%	58,635,277 23%
Sun Trust	0 0%	0 0%	0 0%	0 0%	0 0%	378,830 0%	378,830 0%
Citi-Group	28,647,218 11%	0 0%	0 0%	0 0%	0 0%	0 0%	28,647,218 11%
State St Bank	0 0%	0 0%	0 0%	0 0%	0 0%	400,000 0%	400,000 0%
<b>TOTALS</b>	<b>43,586,039</b>	<b>0</b>	<b>16,479,811</b>	<b>163,485,842</b>	<b>0</b>	<b>28,929,078</b>	<b>252,480,770</b>
<b>(%) PORTFOLIO</b>	<b>17%</b>	<b>0%</b>	<b>7%</b>	<b>65%</b>	<b>0%</b>	<b>11%</b>	<b>100%</b>



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

Paul J. Tavares  
General Treasurer

May 26, 1999

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

This is to certify that the amounts so listed below belong to the credit of the Employees' Retirement, State Police and Judiciary Retirement Systems, and the Municipal Employees' Retirement System of the State of Rhode Island at the close of business on April 30, 1999.

Employees' Retirement System of Rhode Island  
Composite Reporting Investment Valuation

April 30, 1999

Asset Class		
Cash/Short Term Investments		\$ 386,777,847.54
Equities - Domestic		\$3,188,963,014.74
Equities - International		\$967,133,555.88
Fixed Income - Government	\$974,236,750.85	
Fixed Income - Corporate	\$682,842,948.04	
Fixed Income - In State	<u>\$27,263,283.29</u>	
Total Fixed Income		\$1,684,342,982.18
Alternative Investments		\$205,130,244.13
Other - Escrow		\$500,000.00
Total Fund Investments		<u>\$6,432,847,644.47</u>
Plan Allocation		
State Employees & Teachers	87.0434420%	\$5,599,372,008.36
Municipal Employees	12.7474533%	820,024,249.34
State Police	0.1273190%	8,190,237.29
Judicial	0.0817857%	5,261,149.48
Total Fund Investments		<u>\$6,432,847,644.47</u>

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

Respectfully submitted,

  
Paul J. Tavares  
General Treasurer

**ERSRI Monthly Market Value Report With Time Weighted Returns**

**April 30, 1999**

	Performance Update		Current Month		Valuation Change			Increase/Decrease		
	Performance	Calendar YTD Benchmark	Benchmark Description	Net of Mtrs	Performance Benchmark	Alpha	Market Value 3/31/99		Transfers In/(out)	Market Value 4/30/99
<b>Domestic Equity</b>										
Bankers Trust Co	8.18%	8.74%	Wiltshire 5000	4.52%	4.79%	-0.27%	1,061,265,173	38,250	1,109,270,288	47,986,865
Shott Capital Manag	125.95%	N/A	S & P 500	21.75%	0.00%	21.75%	4,077,916	(777,051)	4,191,862	880,997
JP Morgan Investme	8.97%	8.48%	Russell 1000 Growth	5.36%	4.18%	1.18%	349,541,187	-	368,279,502	18,738,315
State Street Global A	6.62%	8.48%	Russell 1000 Growth	4.82%	4.18%	0.64%	341,463,679	-	357,920,519	16,456,840
Provident Investment	2.34%	8.48%	Russell 1000 Growth	-3.61%	4.18%	-7.79%	497,695,233	(1,000,000)	478,776,156	(17,919,077)
Brinson Partners	7.83%	8.74%	Wiltshire 5000	8.92%	4.79%	4.13%	249,383,928	-	271,631,690	22,247,762
Mackay Shields	12.06%	8.74%	Wiltshire 5000	10.95%	4.79%	6.16%	234,011,900	-	259,634,134	25,622,234
D.L. Babson	-0.07%	3.79%	Russell 1000 Growth	7.64%	8.95%	-1.31%	158,771,651	-	170,907,450	12,135,799
JW Seligman	-6.38%	3.05%	Russell 2000 Sncap	7.65%	8.96%	-1.31%	160,740,740	-	173,043,630	12,302,890
HLM Management	0.52%	9.61%	Russell 2000 Sncap	2.17%	8.96%	-6.79%	25,047,413	-	25,591,003	543,590
ValueQuest	6.33%	9.61%	Wiltshire Large Value	8.97%	8.59%	0.38%	29,976,918	-	32,667,079	2,690,161
<b>Total Domestic Equity</b>	<b>6.10%</b>			<b>4.55%</b>			<b>3,111,975,738</b>	<b>(1,738,801)</b>	<b>3,251,903,312</b>	<b>141,666,375</b>
<b>International Equity</b>										
Barrington Asset Manag	5.63%	5.49%	MSCI EAFE	4.65%	4.05%	0.60%	248,670,892	8,500	260,233,831	11,564,439
Schroder Capital Ma	5.52%	7.85%	MIS All Country EX US	3.69%	5.11%	-1.42%	368,151,350	-	400,420,374	14,269,024
Scudder Kemper	8.04%	7.85%	MIS All Country EX US	4.66%	5.11%	-0.45%	320,308,742	-	335,230,662	14,921,920
Schroder Capital Ma	N/A	N/A	MSCI Emg Markets	N/A	N/A	0.00%	5,268	-	-	(5,268)
<b>Total International Equi</b>	<b>7.34%</b>			<b>4.27%</b>			<b>955,136,252</b>	<b>8,500</b>	<b>995,884,867</b>	<b>40,740,115</b>
<b>Fixed Income</b>										
Fleet Investment Adv	-1.80%	-0.19%	Lehman Aggregate	0.36%	0.32%	0.06%	660,098,220	(5,961,750)	656,608,818	2,472,348
Fidelity Management	1.48%	0.81%	Salomon Mortgage	0.32%	0.49%	-0.17%	297,181,190	(1,000,000)	297,122,022	940,872
Brown Brothers, Harr	-1.61%	0.87%	Lehman 1-3 yr	-0.92%	0.31%	-1.23%	811,941,111	78,000	606,361,416	(5,657,695)
In-State Fixed Incom	3.41%	N/A	none	1.80%	N/A		27,426,261	(323,700)	27,263,283	160,722
Taplin, Canida & Hab	1.33%	0.12%	Lehman Intermediate	0.74%	0.31%	0.43%	98,693,274	-	99,627,637	734,363
Loomis, Sayles & Co	8.26%	3.67%	MerrillCS First Bos	4.02%	1.59%	2.43%	276,900,531	-	288,044,181	11,143,650
<b>Total Fixed Income</b>	<b>0.32%</b>			<b>0.51%</b>			<b>1,972,440,547</b>	<b>(7,207,450)</b>	<b>1,975,027,357</b>	<b>9,794,259</b>
<b>Alternative Investments</b>										
Pacific Corporate Gr	-1.17%	N/A		1.00%	N/A		135,933,101	5,092,875	142,157,290	1,131,314
Shott Capital Manag	0.00%	N/A		N/A	N/A		-	-	-	-
Bank Acquisition Co	0.00%	N/A		N/A	N/A		500,000	-	500,000	-
JMB/Helman Adviso	5.35%	N/A	Wiltshire Real Estate	1.54%	N/A		17,157,363	(308,878)	16,847,485	0
L & B Real Estate Co	7.83%	N/A	Wiltshire Real Estate	0.00%	N/A		45,919,960	-	45,919,960	(1)
AETNA Realty Adviso	3.21%	N/A	Wiltshire Real Estate	0.00%	N/A		3,265	-	3,265	(0)
Phoenix Home Life	23.80%	N/A	Wiltshire Real Estate	0.00%	N/A		202,245	-	202,245	0
<b>Total Alternatives</b>	<b>2.51%</b>			<b>0.82%</b>			<b>199,715,934</b>	<b>4,782,997</b>	<b>205,630,244</b>	<b>1,131,313</b>
<b>Cash Accounts</b>										
Cash in Trust	N/A	-		N/A	-		9,539,174	(5,250,157)	4,335,115	46,097
Internal Cash	N/A	-		N/A	-		221,125	-	86,750	(154,375)
<b>Total Cash</b>	<b>4.17%</b>			<b>3.82%</b>			<b>9,760,299</b>	<b>(5,250,157)</b>	<b>4,401,865</b>	<b>(108,278)</b>
<b>Fund Grand Total</b>							<b>6,248,028,770</b>	<b>(9,404,910)</b>	<b>6,432,847,644</b>	<b>193,223,785</b>

RHODE ISLAND STATE INVESTMENT COMMISSION

Domestic Equity Holdings By Top 10 Market Values

APRIL 30, 1999

*Equities*

<u>RANK</u>	<u>SECURITY NAME</u>	<u>PAR VALUE/SHARES</u>	<u>BASE MARKET AMOUNT</u>	<u>MONEY MANAGERS</u>
1	MICROSOFT CORP	942,200	\$76,628,900	Provident, Bankers, J.P. Morgan, SSGA
2	GENERAL ELEC. CO	432,700	45,595,763	Bankers, J.P. Morgan, SSGA
3	MCI WORLD COM INC	535,000	43,970,313	Provident, Bankers, J.P. Morgan
4	LUCENT TECHNOLOGIES INC	665,532	39,931,920	Provident, Bankers, J.P. Morgan, SSGA
5	AMERICA ONLINE INC	272,822	38,945,341	Provident, Bankers, J.P. Morgan
6	PFIZER INC	330,800	38,062,675	Provident, Bankers, J.P. Morgan, SSGA
7	INTEL CORP	552,000	33,775,500	Bankers, J.P. Morgan, SSGA, ValueQuest
8	CISCO SYS INC	294,975	33,645,586	Provident, Bankers, J.P. Morgan, SSGA
9	CITIGROUP INC	440,184	32,958,777	Bankers, J.P. Morgan, SSGA, MacKay Shields
10	AMERICAN INTL GROUP INC	259,098	30,314,466	Provident, Bankers, J.P. Morgan, SSGA
		12.38%	\$413,829,241 of total equity market value	
			** Total Composite Equities **	\$3,342,125,487.

International Equity Holdings By Top 10 Market Values

APRIL 30, 1999

*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	TELECOM ITALIA SPA	Italy	1,168,290	\$12,446,486	Schroders, Scudder, Baring
2	VIVENDI	Euro	50,722	11,864,563	Schroders, Scudder, Baring
3	BRITISH TELECOM	England	705,434	11,857,962	Schroders, Scudder, Baring
4	ELF AQUITAINE	Euro	75,107	11,680,579	Schroders, Scudder, Baring
5	MANNESMANN AG	Germany	79,307	10,454,330	Schroders, Scudder, Baring
6	UBS AG	Swiss	29,387	9,998,651	Schroders, Scudder, Baring
7	GLAXO WELLCOME	England	334,196	9,890,082	Schroders, Scudder, Baring
8	BP AMOCO	England	505,501	9,595,972	Schroders, Scudder, Baring
9	ROYAL DUTCH PETROL	Netherlands	152,960	8,916,535	Schroders, Scudder, Baring
10	VODAFONE GROUP	England	470,485	8,673,701	Schroders, Scudder, Baring
			10.71%	\$105,378,861 of total international equity market value	
			** Total Composite International Equities **	\$983,926,031.	

Asset Allocation Report Market Values at April 30, 1999		Style Mandate	Actual	Target	Difference	Cash	% of Total
<b>Allocation by Manager</b>							
<b>Domestic Equity</b>							
Bankers Trust	passive core	1,109.27	17.2%	868.43	13.5%	240.84	6.64 0.6%
Shott Capital Mgmt	alternative distribution	4.18	0.1%	0.00	0.0%	4.18	0.00 0.0%
JP Morgan Investment Management	active core	368.28	5.7%	289.48	4.5%	78.80	0.31 0.1%
State Street Global Advisors	active core	357.92	5.6%	289.48	4.5%	68.44	4.98 1.4%
Provident Investment Council	large cap grwth	478.78	7.4%	482.46	7.5%	-3.69	15.62 3.3%
Brinson Partners	lrge cap val	271.63	4.2%	257.31	4.0%	14.32	7.83 2.9%
MacKay Shields	lrge cap val	259.63	4.0%	257.31	4.0%	2.32	12.26 4.7%
D.L. Babson	sm cap value	170.91	2.7%	192.99	3.0%	-22.08	5.46 3.2%
JW Seligman	sm cap grwth	173.04	2.7%	192.99	3.0%	-19.94	7.32 4.2%
HLM Management	sm cap grwth	25.59	0.4%	32.16	0.5%	-6.57	2.42 9.5%
ValueQuest	contrarian value	32.67	0.5%	32.16	0.5%	0.50	0.10 0.3%
<b>TOTAL DOMESTIC EQUITY</b>		<b>3,251.90</b>	<b>50.6%</b>	<b>2,894.78</b>	<b>45.0%</b>	<b>357.12</b>	<b>62.94 1.9%</b>
<b>International Equity</b>							
Baring Asset Management	passive EAFE	260.23	4.0%	192.99	3.0%	67.25	0.03 0.0%
Schroder Capital Management Intl	M/S all country ex US	400.42	6.2%	450.30	7.0%	-49.88	11.31 2.8%
Scudder Kemper	M/S all country ex US	335.23	5.2%	321.64	5.0%	13.59	17.42 5.2%
Schroder Capital Management Intl	emerging mkts	0.00	0.0%	0.00	0.0%	0.00	0.00 #DIV/0!
<b>TOTAL INTL EQUITY</b>		<b>995.88</b>	<b>15.5%</b>	<b>964.93</b>	<b>15.0%</b>	<b>30.96</b>	<b>28.75 2.9%</b>
<b>Domestic Fixed Income</b>							
Fleet Investment Advisors	active core	656.61	10.2%	679.50	10.6%	-22.89	61.06 9.3%
Fidelity Management & Research	mortgages	297.12	4.6%	309.74	4.8%	-12.62	34.00 11.4%
Brown Brothers, Harriman	opportunistic core	606.36	9.4%	679.50	10.6%	-73.14	184.37 30.4%
In-State Fixed Income	short/intl govt	27.26	0.4%	3.80	0.1%	23.47	0.00 0.0%
Taplin, Canida & Habacht	corporates	99.63	1.5%	104.53	1.6%	-4.91	6.50 6.5%
Loomis, Sayles & Co.	conv/hi yield	288.04	4.5%	313.60	4.9%	-25.56	4.76 1.7%
<b>TOTAL FIXED-INCOME</b>		<b>1,975.03</b>	<b>30.7%</b>	<b>2,090.68</b>	<b>32.5%</b>	<b>-115.65</b>	<b>290.68 14.7%</b>
<b>Alternative Investments</b>							
JMB/ Heitman Advisory Corp	real estate	16.85	0.3%				
L&B Real Estate Counsel	office/shopping	45.92	0.7%				
Aetna Realty Advisors, Inc.	cong. care	0.00	0.0%				
Phoenix Home Life	developmental	0.20	0.0%				
Shott Capital Mgmt	alternative distribution	0.00	0.0%				
Pacific Corp Group	various pvt eq	142.16	2.2%				
Bank Disposition	contingency	0.50	0.0%				
<b>TOTAL ALTERNATIVE INVESTMENTS</b>		<b>205.63</b>	<b>3.2%</b>	<b>482.46</b>	<b>7.5%</b>	<b>-276.83</b>	<b>0.00 0.0%</b>
<b>CASH EQUIVALENTS</b>	STIF, Yield+	4.40	0.1%	0.00	0.0%	4.40	4.40 100.0%
<b>TOTAL ASSETS</b>		<b>6,432.85</b>	<b>100.0%</b>	<b>6,432.85</b>	<b>100.0%</b>	<b>0.00</b>	<b>386.78 6.0%</b>

#### Allocation By Management Style

<b>Domestic Equity</b>							
Core		1,839.65	28.6%	1,447.39	22.5%	392.26	11.93 0.6%
Large Cap Growth		478.78	7.4%	482.46	7.5%	(3.69)	15.62 3.3%
Large Cap Value		531.27	8.3%	514.63	8.0%	16.64	20.09 3.8%
Small Cap		343.95	5.3%	385.97	6.0%	(42.02)	15.21 4.4%
Emerging Managers		58.26	0.9%	64.33	1.0%	(6.07)	0.10 0.2%
<b>TOTAL DOMESTIC EQUITY</b>		<b>3,251.90</b>	<b>50.6%</b>	<b>2,894.78</b>	<b>45.0%</b>	<b>357.12</b>	<b>62.94 1.9%</b>
<b>International Equity</b>							
Passive		260.23	4.0%	192.99	3.0%	67.25	0.03 0.0%
Active		735.65	11.4%	771.94	12.0%	(36.29)	28.73 3.9%
Emerging Markets		-	0.0%	-	0.0%	-	- #DIV/0!
<b>TOTAL INTL EQUITY</b>		<b>995.88</b>	<b>15.5%</b>	<b>964.93</b>	<b>15.0%</b>	<b>30.96</b>	<b>28.75 2.9%</b>
<b>Domestic Fixed Income</b>							
Mortgage		953.73	14.8%	989.24	15.4%	(35.51)	95.06 10.0%
Core		633.62	9.8%	683.30	10.6%	(49.67)	184.37 29.1%
Corporates		99.63	1.5%	104.53	1.6%	(4.91)	6.50 6.5%
Convertible/High Yield		288.04	4.5%	313.60	4.9%	(25.56)	4.76 1.7%
<b>TOTAL FIXED-INCOME</b>		<b>1,975.03</b>	<b>30.7%</b>	<b>2,090.68</b>	<b>32.5%</b>	<b>(115.65)</b>	<b>290.68 14.7%</b>
<b>Alternative Investments</b>							
Real Estate		62.97	1.0%				
Other Alternative Investments		142.66	2.2%				
<b>TOTAL ALTERNATIVE INVESTMENTS</b>		<b>205.63</b>	<b>3.2%</b>	<b>482.46</b>	<b>7.5%</b>	<b>(276.83)</b>	
<b>CASH EQUIVALENTS</b>	STIF, Yield+	4.40	0.1%	0.00	0.0%	4.40	4.40 100.0%
<b>TOTAL ASSETS</b>		<b>6,432.85</b>	<b>100.0%</b>	<b>6,432.85</b>	<b>100.0%</b>	<b>(0.00)</b>	<b>386.78 6.0%</b>

## Alternative Investments Funding

1999

Manager	Partnership Commitment	Prior Funding Thru 3/31/99	Current Month Funding	Cumulative Total at 4/30/99	Unfunded Balance	Market Values at 4/30/99
<i>ABS Capital Partners</i>	5,000,000	3,553,225	(51,095)	3,502,130	1,497,870	2,960,880
<i>Apollo RE Investment Fund IV L.P.</i>	15,000,000	3,590,981	416,453	4,007,434	10,992,566	4,005,887
<i>Alta BioPharma Partners, L.P.</i>	10,000,000	3,000,000	700,000	3,700,000	6,300,000	3,298,165
<i>Alta California Partners II L.P.</i>	10,000,000	1,000,000	500,000	1,500,000	8,500,000	1,452,641
<i>Aurora Equity Partners II</i>	15,000,000	1,687,248	765,333	2,452,581	12,547,419	2,452,340
<i>Blackstone Capital Ptnrs</i>	20,000,000	4,209,366	137,096	4,346,462	15,653,538	3,788,307
<i>Boston Ventures Ltd</i>	5,000,000	1,478,750	0	1,478,750	3,521,250	1,420,156
<i>Crossroads/Providence LP</i>	42,509,665	39,645,607	0	39,645,607	2,864,058	16,490,344
<i>CVC Capital Partners</i>	15,000,000	5,815,414	0	5,815,414	9,184,586	5,936,967
<i>Doughty Hanson II</i>	5,000,000	3,102,879	0	3,102,879	1,897,121	2,434,409
<i>Doughty Hanson III</i>	15,000,000	1,759,351	524,696	2,284,047	12,715,953	2,283,312
<i>Fenway</i>	15,000,000	2,411,472	(161,449)	2,250,023	12,749,977	2,247,270
<i>First Reserve Fund VIII L.P.</i>	15,000,000	1,260,385	1,211,823	2,472,208	12,527,792	2,428,282
<i>Harvest Partners III</i>	15,000,000	6,471,920	0	6,471,920	8,528,080	6,428,545
<i>Heritage Fund</i>	5,000,000	2,518,089	509,980	3,028,069	1,971,931	3,016,044
<i>Narragansett First Fund</i>	218,566	0	0	0	0	0
<i>Narragansett Capital Partners</i>	1,671,121	1,099,168	(99,791)	999,377	671,744	925,097
<i>Nordic Capital III</i>	7,500,000	452,277	0	452,277	7,047,723	560,646
<i>OCM Opportunities Fund</i>	8,000,000	7,398,378	(800,000)	6,598,378	1,401,622	9,041,312
<i>OCM Principal Opportunities</i>	5,000,000	3,750,000	750,000	4,500,000	500,000	4,120,149
<i>OCM Opportunities II</i>	12,000,000	10,200,000	0	10,200,000	1,800,000	10,172,491
<i>Parthenon Investors, L.P.</i>	15,000,000	2,431,544	0	2,431,544	12,568,456	2,431,544
<i>Providence Equity Partners</i>	10,000,000	8,863,764	(114,166)	8,749,598	1,250,402	13,638,849
<i>Providence Equity Partners III L.P.</i>	15,000,000	1,436,171	459,346	1,895,517	13,104,483	1,895,517
<i>SKM Equity Fund II</i>	10,000,000	5,942,331	(313,420)	5,628,911	4,371,089	5,648,201
<i>THL Equity Fund IV</i>	15,000,000	2,289,991	0	2,289,991	12,710,009	2,211,437
<i>TPG Partners</i>	10,000,000	4,131,388	399,616	4,531,004	5,468,996	4,429,582
<i>Triumph Partners III</i>	15,000,000	3,526,912	748,878	4,275,790	10,724,210	4,146,708
<i>VS &amp; A Communications Ptnrs III L.P.</i>	15,000,000	0	0	0	15,000,000	0
<i>Wellspring Capital Partners</i>	15,000,000	2,239,751	0	2,239,751	12,760,249	2,239,751
<i>Welsh, Carson, Anderson &amp; Stowe</i>	15,000,000	12,449,368	368,503	12,817,871	2,182,129	16,933,442
<i>Willis Stein</i>	5,000,000	3,253,717	0	3,253,717	1,746,283	3,119,015
<i>Real Estate Investments</i>	80,544,204	75,307,274	(50,161)	75,257,113	5,287,091	62,972,954
<i>Contingency Fund</i>	500,000	500,000	0	500,000	0	500,000
<b>TOTALS:</b>	<b>\$462,943,557</b>	<b>\$226,776,721</b>	<b>\$5,901,642</b>	<b>\$232,678,363</b>	<b>\$230,046,628</b>	<b>\$205,630,244</b>

**Retirement Systems  
Investment Earnings  
Fiscal Year 1999 to Date Summary**

**ERSRI  
&  
MERSRI**                      **at April 30, 1999**

	<u>LONG TERM</u>	<u>SHORT TERM</u>	<u>TOTAL</u>
INTEREST SOLD	26,961,416		26,961,416
DIVIDENDS	37,438,779		37,438,779
INTEREST	108,156,869	422,659	108,579,528
MISCELLANEOUS	8,240,581		8,240,581
CAPITAL GAINS	643,960,818		643,960,818
	-----	-----	-----
<b>GRAND TOTAL:</b>	<b>824,758,464</b>	<b>422,659</b>	<b>825,181,123</b>



ERSRI & MERSRI

	Actual Jul 98	Actual Aug	Actual Sept	Actual Oct	Actual Nov	Actual Dec	Actual Jan 99	Actual Feb	Actual Mar	Actual Apr	Projected May	Projected Jun	PROJECTED TOTAL
<b>EQUITIES</b>													
Fleezy/Norstar		262,500	48,420		262,500	42,612	797,792	262,500	51,485		262,500	85,000	1,050,000
Banker Trust			1,533,289			213,648		216,267		877,997	500,000		3,709,078
President Investmt			222,093			146,214		142,609			200,000	200,000	1,052,008
Brinson	48,728	155,358	155,527			127,151		121,236				150,000	749,708
Mackay-Shield			144,121			138,482			136,299		120,000	130,000	571,236
David L. Babson		151,771			53,799			55,578			60,000		546,553
J & W Seigman		64,377			46,424			46,142			80,000		233,754
HLM Mgmt		49,362					140,413	207,738					221,928
ValueQuest									2,373				
JP Morgan													
State Street Global Advisors													
Shoett Capital													
<b>FIXED INCOME</b>													
Brown Bros.			52,566			141,123		201,894	264,077			70,000	527,765
Fidelity			301,800			243,989		63,673			17,500	160,000	907,683
Tuplin		40,933			63,181			321,158			300,000		185,288
Loomis Sayles		306,016			306,478								1,233,652
<b>INT'L EQUITIES</b>													
Alliance Capital		65,231	70,244			66,177				83,297		50,000	334,949
Schroder		155,458	480,851		383,174	146,525			275,698			300,000	1,586,248
Schroder Emngng Mkts			149,564			137,354				166,563		135,000	743,939
						217,240							217,240
<b>REAL ESTATE</b>													
Hittman Adoisory													0
L & B Real Estate													0
Actria													0
Phoenix													0
<b>ALTERNATIVE INVESTMENTS</b>													
Bigley/Crossroads						2,838		2,838		1,848		4,400	11,749
Narragansett Cap.		89,777	159,238		(5,114)	62,510	1,161,489	294,588	2,531	162,127	160,000	160,000	2,460,997
Other Alt Inv Mgmt Fees													0
<b>PROFESSIONAL FEES</b>													
Consulting													0
Legal													0
State Street Bank		82,725	273,751		84,665	188,788	61,135	195,128	327,122	115,505	82,000	82,000	1,492,819
Pacific Corp Group		16,667	0		68,750	68,750	16,667	68,750	16,667		68,750	68,750	343,750
Wishaire Assoc			33,333		33,333	16,667	16,667	33,333	16,667		33,333	16,667	216,667
<b>OPERATING EXPENSE</b>													
Retirement Transfers			816,007				816,007		493,962	816,007	500	750,000	3,691,983
Other Expense			0		0		0					500	1,000
<b>TOTAL:</b>	<b>48,728</b>	<b>1,440,176</b>	<b>4,440,804</b>	<b>786,436</b>	<b>727,268</b>	<b>1,960,168</b>	<b>2,993,503</b>	<b>2,230,596</b>	<b>1,570,213</b>	<b>2,223,344</b>	<b>1,969,583</b>	<b>2,362,317</b>	<b>22,402,612</b>

CASH FLOW ANALYSIS

Employees Retirement System

Actual July 1998	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 1999	Actual February	Actual March	Actual April	Projected May	Projected June	Projected TOTAL
25,235,749	25,197,908	24,140,005	25,604,953	25,410,874	25,322,877	25,922,447	26,193,773	26,292,814	26,338,322	24,000,000	24,000,000	303,659,722
0	86,550	710,715	0	0	0	710,456	0	429,976	810,820	275,000	275,000	3,298,517
42,435	1,167,555	3,157,077	498,727	633,549	1,706,815	1,895,837	1,941,860	936,837	1,124,455	910,000	910,000	14,924,947
25,278,184	26,452,013	28,007,797	26,103,680	26,044,223	27,029,692	28,528,740	28,135,633	27,659,627	28,273,597	25,185,000	25,185,000	321,883,186
20,233,965	10,066,977	14,844,674	17,779,972	16,727,703	25,414,049	19,302,514	17,445,220	19,272,042	20,386,698	22,000,000	22,000,000	225,473,814
5,616	577,600	978,483	714,086	407,373	2,226,355	1,181,600	186,842	1,617,219	1,095,065	2,000,000	2,000,000	12,990,239
20,239,581	10,644,577	15,823,157	18,494,058	17,135,076	27,640,404	20,484,114	17,632,062	20,889,261	21,481,763	24,000,000	24,000,000	238,464,053
(5,038,603)	(15,807,436)	(12,184,640)	(7,609,622)	(8,909,147)	610,712	(8,044,626)	(10,503,571)	(6,770,366)	(6,791,834)	(1,185,000)	(1,185,000)	(83,419,133)

Municipal Employees Retirement System

Actual July 1998	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 1999	Actual February	Actual March	Actual April	Projected May	Projected June	Projected TOTAL
2,460,261	2,431,776	2,279,363	2,434,203	2,476,611	2,585,661	2,452,813	2,556,672	2,725,022	2,596,251	2,300,000	2,300,000	29,578,633
0	12,642	103,765	0	0	0	103,910	0	62,968	118,744	40,000	40,000	482,029
6,203	170,547	460,937	72,767	92,501	249,477	277,282	284,204	137,195	164,675	1,300,000	1,300,000	4,515,788
2,466,464	2,614,965	2,844,065	2,506,970	2,569,112	2,835,138	2,834,005	2,820,876	2,925,185	2,879,670	3,640,000	3,640,000	34,576,450
1,579,763	1,445,571	1,253,254	2,500,776	1,547,681	2,330,614	1,748,207	1,700,789	1,412,679	1,639,993	1,700,000	1,700,000	20,559,327
821	84,371	142,860	104,189	59,497	325,415	172,819	27,945	236,833	160,371	300,000	300,000	1,914,521
1,580,584	1,529,942	1,396,114	2,604,965	1,607,178	2,656,029	1,921,026	1,728,134	1,649,512	1,800,364	2,000,000	2,000,000	22,473,848
(685,880)	(1,085,023)	(1,447,951)	97,995	(961,934)	(179,109)	(912,979)	(1,092,742)	(1,275,673)	(1,079,306)	(1,640,000)	(1,640,000)	(12,102,602)

Judge/State Police Retirement System

	Actual July 1998	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 1999	Actual February	Actual March	Actual April	Projected May	Projected June	Projected TOTAL
MEMBER BENEFITS	0	0	7,308	0	0	0	1,438	0	0	0	1,000	1,000	10,746
ADMINISTRATIVE EXPENSES	0	200	1,527	0	0	0	1,641	0	1,018	1,948	300	300	6,934
INVESTMENT EXPENSES	90	2,682	6,783	1,091	1,418	3,876	4,377	4,532	2,219	2,702	1,600	1,600	32,970
TOTAL OUTFLOW	90	2,882	15,618	1,091	1,418	3,876	7,456	4,532	3,237	4,650	2,900	2,900	50,650
CONTRIBUTIONS	165,543	162,401	162,624	162,752	162,624	245,036	163,481	163,625	163,971	163,806	167,500	167,500	2,050,863
OTHER INCOME*	12	1,328	2,102	563	912	5,056	2,779	436	3,831	2,631	3,600	3,600	26,800
TOTAL INCOME	165,555	163,729	164,726	163,315	163,536	250,092	166,210	164,061	167,802	166,437	171,100	171,100	2,077,663
DIFFERENCE	165,465	160,847	149,108	162,224	162,118	246,216	158,754	159,529	164,565	161,787	168,200	168,200	2,027,013

12/25/99/cslf/y99

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

**General Information**

**Table of Contents**

	<b>Page</b>
<b>I. Investment Balances</b>	
<b>By Fund</b>	<b>1.</b>
<b>II. Interest Rate Performance</b>	<b>2.</b>
<b>III. A. Daily Investment Balances Graph</b>	<b>3.</b>
<b>B. Daily Investment Performance vs. Benchmark Graph</b>	
<b>IV. A. Treasury Bill Yield Curve Graph</b>	<b>4.</b>
<b>B. comparative Market Yields Graph</b>	
<b>V. A. Portfolio Maturities by Week Graph</b>	<b>5.</b>
<b>B. Summary Portfolio Yields</b>	

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

Short Term Investments Portfolio by Fund

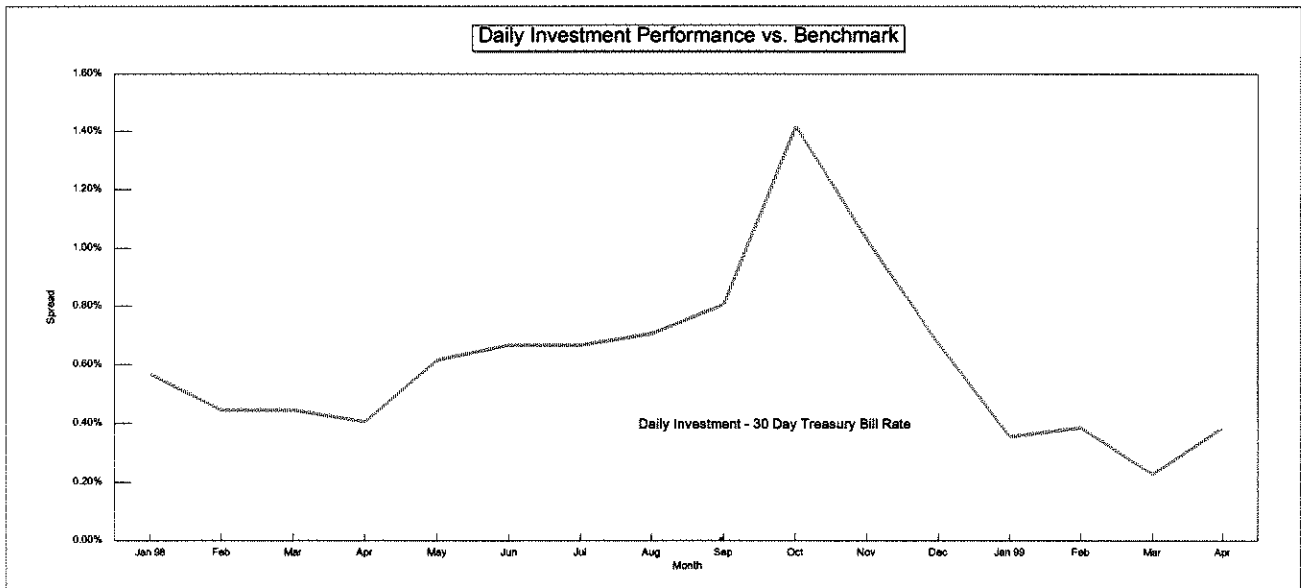
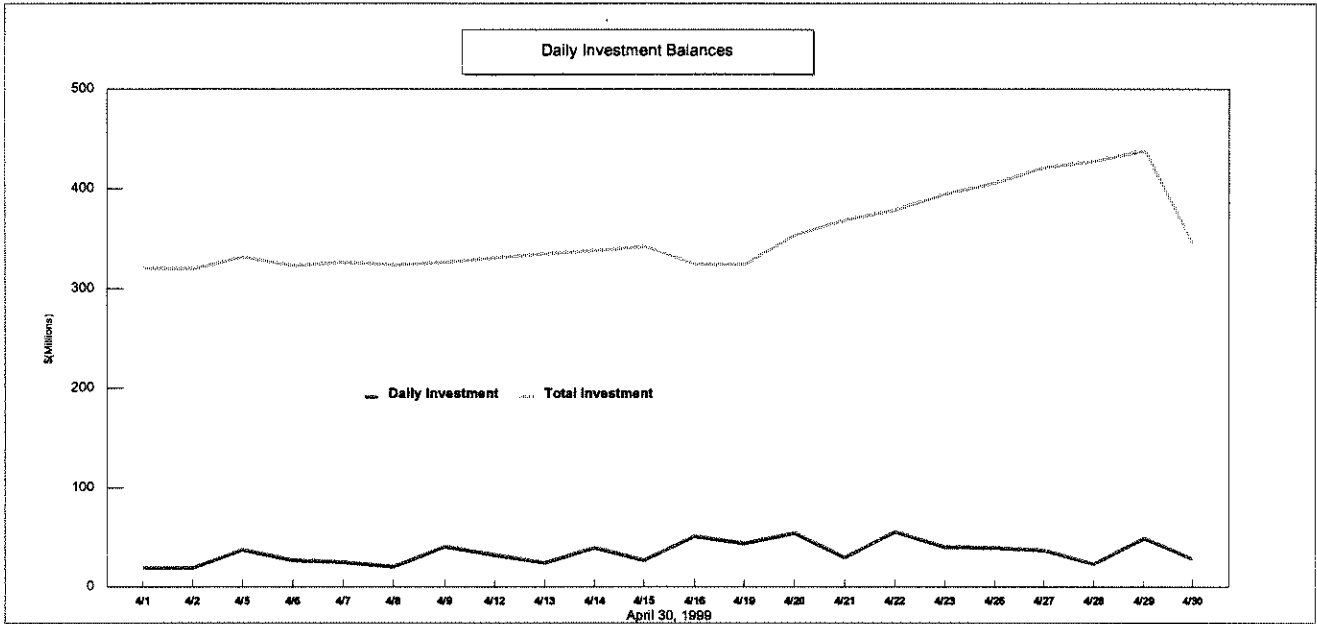
As of April 30, 1998

	Principal	Interest	Total Value @ Maturity
4901 GENERAL FUND	156,756,217	515,459	157,271,676
4902 GENERAL FUND	0	0	0
4904 PENSION C	0	0	0
4908 PAYROLL A	0	0	0
4920 GENERAL FUND (HIST PRES)	378,830	4,357	383,187
5200 RI UNDERGROUND STORAG TNK	1,998,931	1,470	2,000,401
5400 HIGHWAY FUND	18,683,539	18,064	18,701,603
5500 UNIVERSITY COLLEGE	7,500,000	3,006	7,503,006
5800 PROV. RIVER RELOCATION	400,000	310	400,310
6920 AUTO EQUIPMENT SERVICE	300,116	120	300,236
8000 T.D.I. RESERVE (DET)	40,267,462	970,939	41,238,401
8225 JOB DEVELOPMENT (DET)	5,580,722	19,278	5,600,000
8230 E.T. TARDY (DET)	150,412	274	150,686
8240 E.T. INTEREST (DET)	602,375	1,099	603,474
8300 PERMANENT SCHOOL FUND	401,481	731	402,211
8400 EMP RETIREMENT FUND	0	0	0
8500 MUN EMP RETIREMENT FUND	0	0	0
8700 R.I. CLEAN WATER ACT	1,375,000	2,622	1,377,622
9000 BOND CAPITAL FUND	3,498,928	2,007	3,500,934
9700 STATE LOTTERY FUND	12,588,161	35,885	12,624,046
9800 INDUS. BLDG. & MTG. INS.	1,998,597	6,357	2,004,954
4911 TANS PROCEEDS	0	0	0
Subtotal	252,480,770	1,581,978	254,062,748
8701 CLEAN WATER 1991 SER. B	388		
8702 CLEAN WATER 1993 SER. A	52,677		
8703 CLEAN WATER 1991 SERIES A	696,144		
8704 CLEAN WATER 96 SERIES A	593,621		
8705 CLEAN WATER 1992 SER. A	611		
8706 CLEAN WATER CCDL 1994 (A)	564,072		
8707 CAP DEV. OF 1997 SERIES A	154,784		
8733 CAP DEV. OF 1997 SERIES A	100,407		
8734 POLLUTION CONTROL 96A	4,635		
8735 RI POLLUTION CONTROL	2		
8736 RI POLLUT. CONT 93 SER. A	4		
8737 RI POLLUT. CONT 94 SER. A	57,820		
8738 POLLUTION CONTROL 1998B	168,317		
9101 BOND SALE A 11-4-87	65,424		
9102 BOND CAPITAL CCDL 1988	21,282		
9104 BOND CAPITAL 1989 SER. A	2,027		
9105 BOND CAPITAL 1989 SER. B	6,466		
9108 BOND SALE 1990 SER. A&B	122,082		
9114 G.O. NOTE 1991 SER. B	145,980		
9115 BOND CCDL 1992 SERIES A	367,979		
9116 BOND CCDL 1993 SERIES A	9,812,786		
9117 BOND CCDL 1994 SERIES A	5,080,874		
9118 BOND CCDL 1995 SER. A	151,001		
9119 CCDL 95 B	3,384		
9120 BOND CCBL96A	6,651,781		
9121 CAP DEV OF 1997 SERIES A	21,485,615		
9122 1998 MULTIMODAL GEN OBLIG	1,342,758		
9123 CCDL 1998B	43,714,475		
Subtotal Bond Proceed Accounts	91,367,395		
Total Short Term Portfolio	343,848,165		

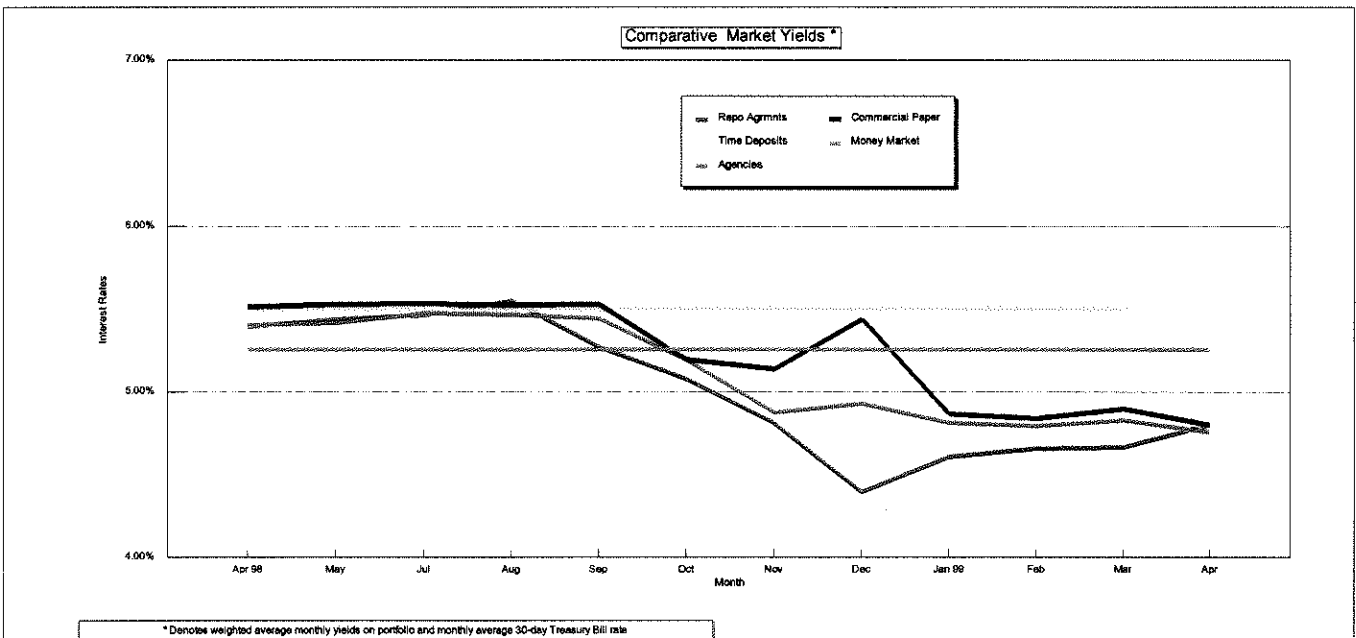
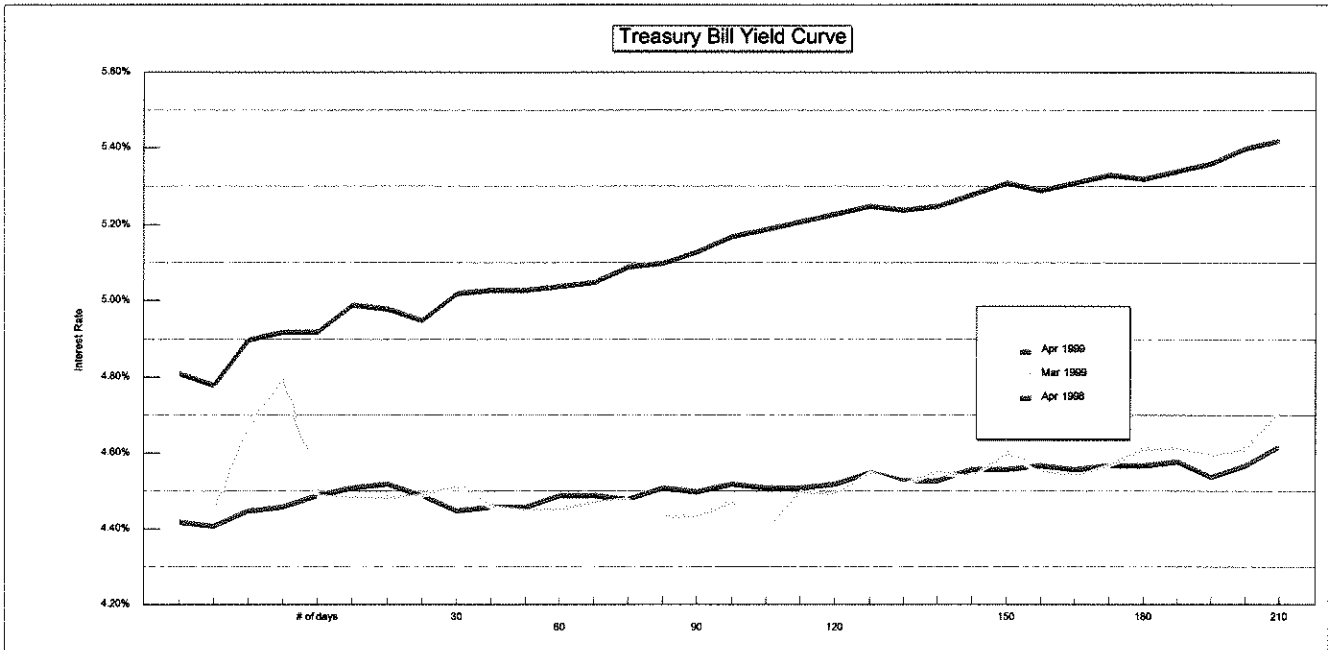
**Short Term Interest Rate Performance  
1999**

<u>Date</u>	<u>Amount Invested (millions)</u>	<u>Weighted Interest Rate</u>	<u>30 Day Treasury Rate</u>	<u>Basis Point Difference</u>
4/01	\$20.00	5.05	4.49	56.00
4/02	\$20.11	4.56	4.67	-11.13
4/05	\$37.96	4.78	4.48	29.88
4/06	\$27.93	4.78	4.45	32.82
4/07	\$25.85	4.74	4.33	40.92
4/08	\$21.74	4.81	4.37	44.37
4/09	\$41.79	4.70	4.37	33.36
4/12	\$33.26	4.74	4.36	38.43
4/13	\$25.63	4.67	4.27	40.40
4/14	\$40.01	4.67	4.20	47.35
4/15	\$27.89	4.74	4.27	46.52
4/16	\$52.13	4.70	4.27	42.87
4/19	\$44.88	4.71	4.30	40.66
4/20	\$55.27	4.68	4.24	44.34
4/21	\$30.56	4.69	4.30	38.77
4/22	\$56.34	4.68	4.24	44.22
4/23	\$40.51	4.61	4.24	37.24
4/26	\$40.18	4.72	4.28	43.57
4/27	\$37.61	4.65	4.32	32.83
4/28	\$24.20	4.70	4.38	31.96
4/29	\$49.80	4.75	4.42	33.03
4/30	\$29.15	4.81	4.46	34.79
	\$782.78	4.72	4.33	38
	total amount invested	weighted average rate	average 30 day rate	basis point difference

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

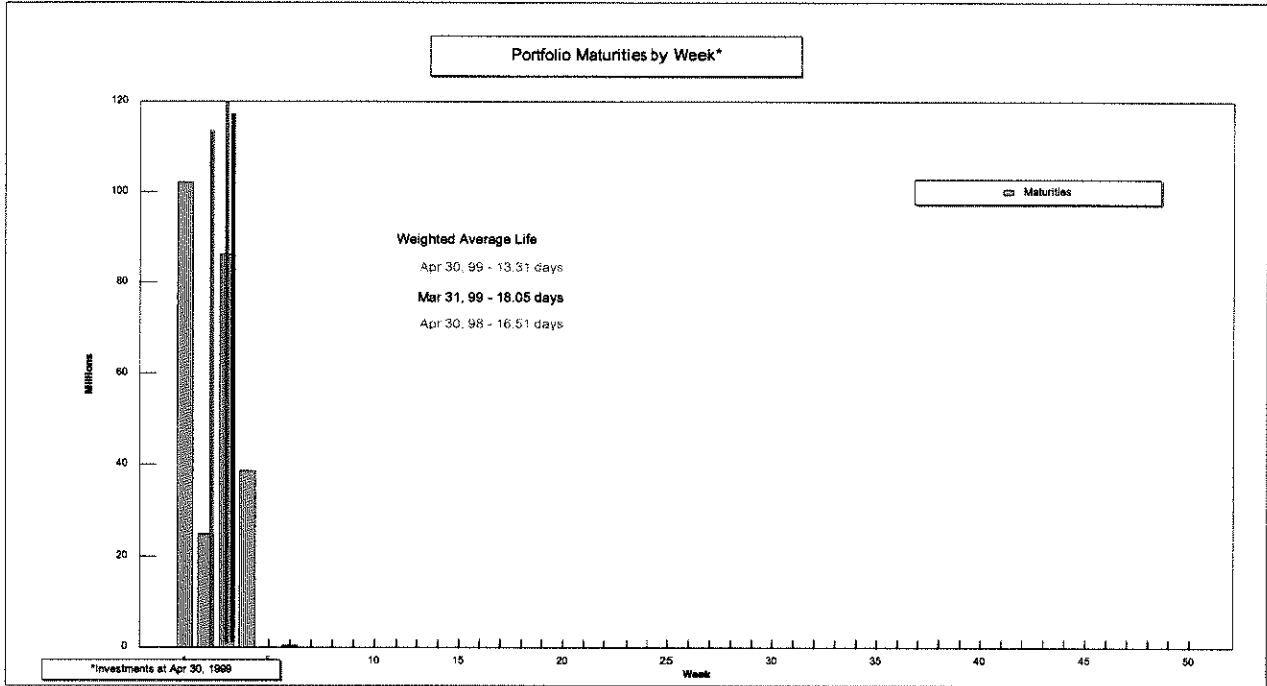


RHODE ISLAND STATE INVESTMENT COMMISSION  
SHORT TERM INVESTMENTS





RHODE ISLAND STATE INVESTMENT COMMISSION  
SHORT TERM INVESTMENTS



SUMMARY PORTFOLIO YIELDS

	WEIGHTED AVERAGE YIELD(%)
Apr 30, 1999	4.767%
Mar 31, 1999	4.810%
Apr 30, 1998	5.418%

SPECIAL FUNDS  
 INVESTMENT SUMMARY  
 APRIL 30, 1999

<u>FUND NAME</u>	<u>EQUITIES</u>	<u>CASH &amp; EQUIVALENTS</u>	<u>FIXED INCOME</u>	<u>Gain/Loss</u>	<u>TOTAL MARKET VALUE</u>
<u>Abraham Touro Fund</u>	1,766,343	92,089	841,762	12,708	2,700,194
<u>State of Rhode Island Land Grant Fund</u>	0	57,755	0	0	57,755
<u>TOTALS</u>	1,766,343	149,844	841,762	12,708	2,757,949