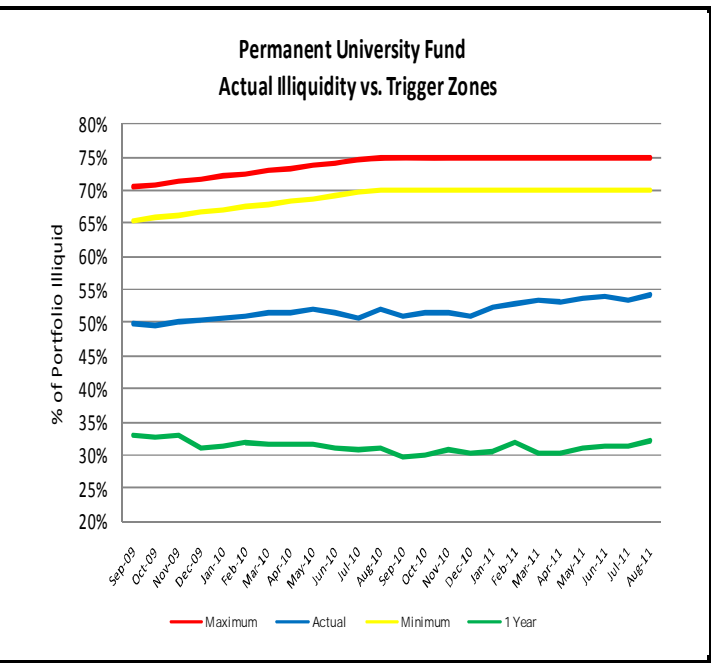
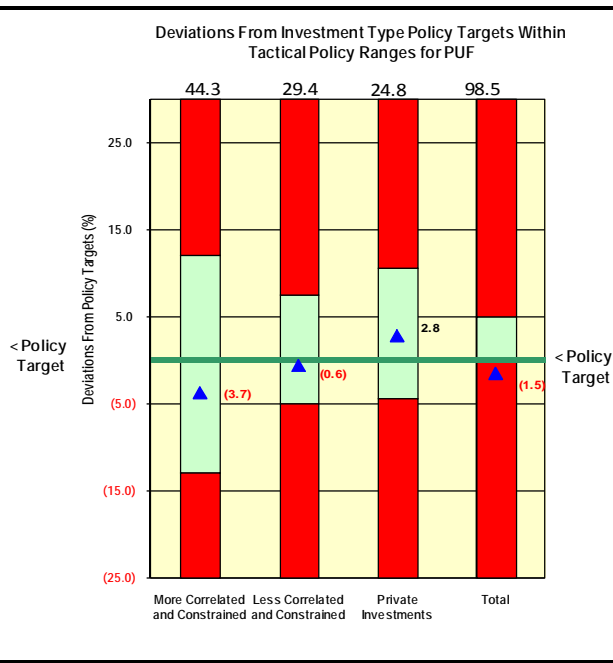
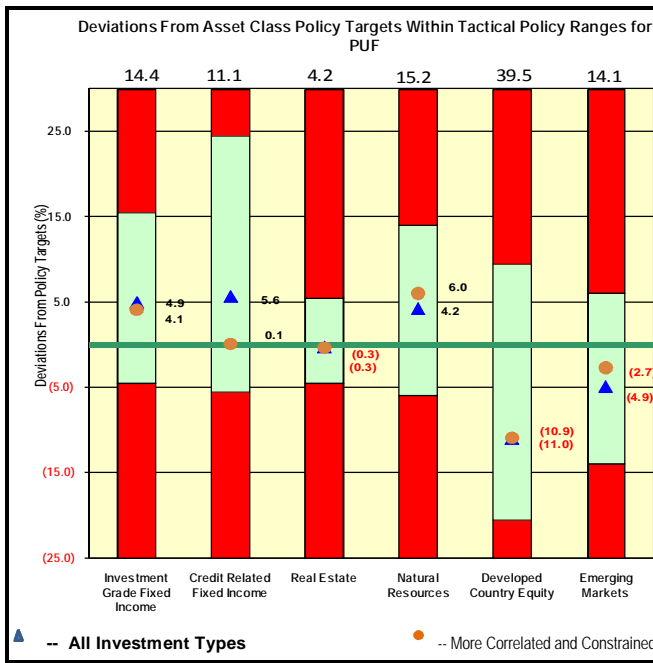


I. PERMANENT UNIVERSITY FUND Investment Reports for Periods Ended August 31, 2011

Prepared in accordance with *Texas Education Code Sec. 51.0032*

<u>Summary of Capital Flows</u>				
(\$ millions)	Fiscal Year Ended August 31, 2010	Quarter Ended August 31, 2011	Fiscal Year Ended August 31, 2011	
Beginning Net Assets	\$ 9,674	\$ 12,908	\$ 10,725	
PUF Lands Receipts	338	133	896	
Investment Return (Net of Expenses)	1,229	(353)	1,573	
Distributions to AUF	(516)	-	(506)	
Ending Net Assets	<u>\$ 10,725</u>	<u>\$ 12,688</u>	<u>\$ 12,688</u>	

	Returns		Fiscal Year to Date		
	Portfolio	Policy Benchmark	From Asset Allocation	From Security Selection	Total
More Correlated and Constrained:					
Investment Grade	3.90%	8.96%	-0.33%	-0.41%	-0.74%
Credit-Related	20.13%	9.22%	-0.04%	0.00%	-0.04%
Real Estate	8.82%	15.49%	-0.04%	-0.15%	-0.19%
Natural Resources	35.23%	25.12%	0.89%	0.57%	1.46%
Developed Country	15.16%	14.46%	-0.12%	0.12%	0.00%
Emerging Markets	9.23%	9.07%	0.01%	-0.02%	-0.01%
Total More Correlated and Constrained	14.89%	13.75%	0.37%	0.11%	0.48%
Less Correlated and Constrained	7.47%	3.03%	0.17%	1.27%	1.44%
Private Investments	23.26%	19.97%	-0.33%	1.03%	0.70%
Total	14.62%	12.00%	0.21%	2.41%	2.62%

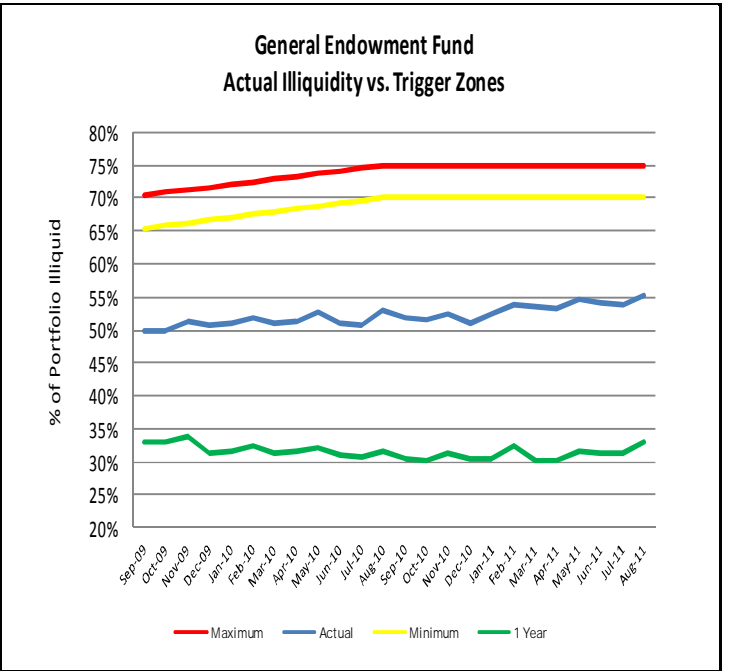
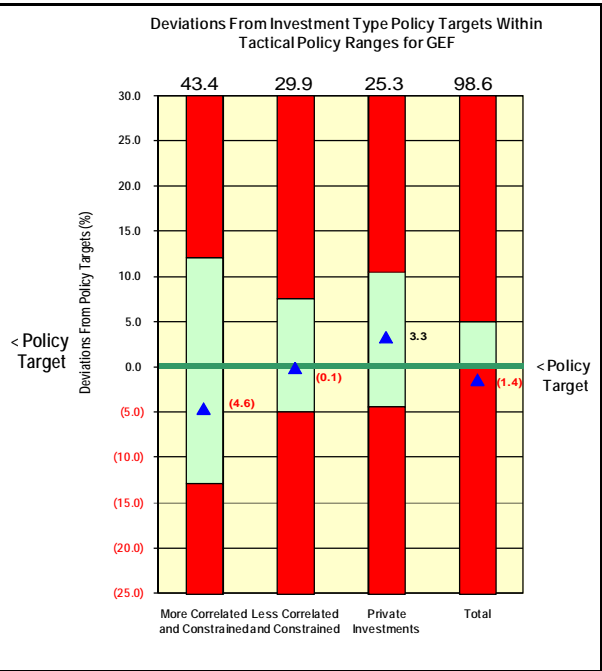
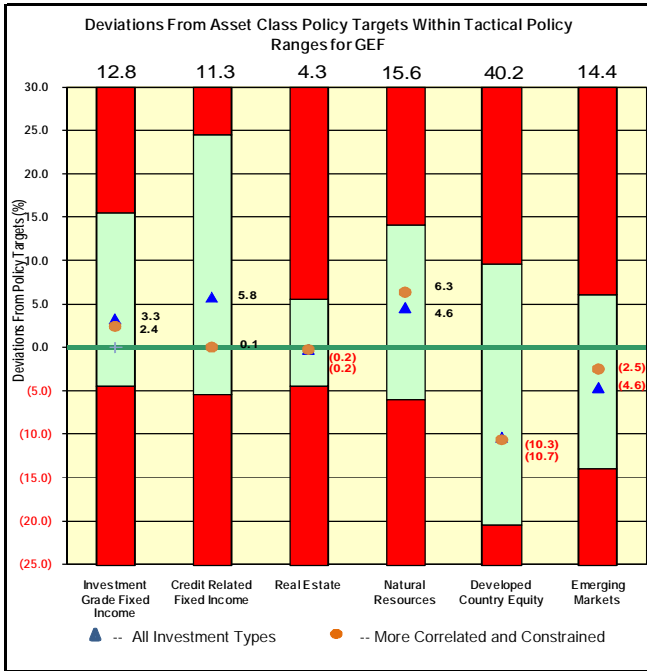


II. GENERAL ENDOWMENT FUND Investment Reports for Periods Ended August 31, 2011

Prepared in accordance with *Texas Education Code Sec. 51.0032*

Summary of Capital Flows			
(\$ millions)	Fiscal Year Ended August 31, 2010	Quarter Ended August 31, 2011	Fiscal Year Ended August 31, 2011
Beginning Net Assets	\$ 5,359	\$ 7,291	\$ 6,035
Contributions	285	42	432
Withdrawals	(11)	(5)	(12)
Distributions	(298)	(84)	(327)
Investment Return (Net of Expenses)	700	(195)	921
Ending Net Assets	<u>\$ 6,035</u>	<u>\$ 7,049</u>	<u>\$ 7,049</u>

	Returns		Fiscal Year to Date		
	Portfolio	Policy Benchmark	From Asset Allocation	From Security Selection	Total
More Correlated and Constrained:					
Investment Grade	4.85%	8.96%	-0.36%	-0.35%	-0.71%
Credit-Related	20.22%	9.22%	-0.03%	0.00%	-0.03%
Real Estate	8.72%	15.49%	-0.06%	-0.16%	-0.22%
Natural Resources	35.46%	25.12%	0.90%	0.60%	1.50%
Developed Country	15.47%	14.46%	-0.19%	0.19%	0.00%
Emerging Markets	9.32%	9.07%	0.00%	-0.02%	-0.02%
Total More Correlated and Constrained	15.13%	13.75%	0.26%	0.26%	0.52%
Less Correlated and Constrained	7.47%	3.03%	0.18%	1.32%	1.50%
Private Investments	23.26%	19.97%	-0.31%	1.03%	0.72%
Total	14.74%	12.00%	0.13%	2.61%	2.74%

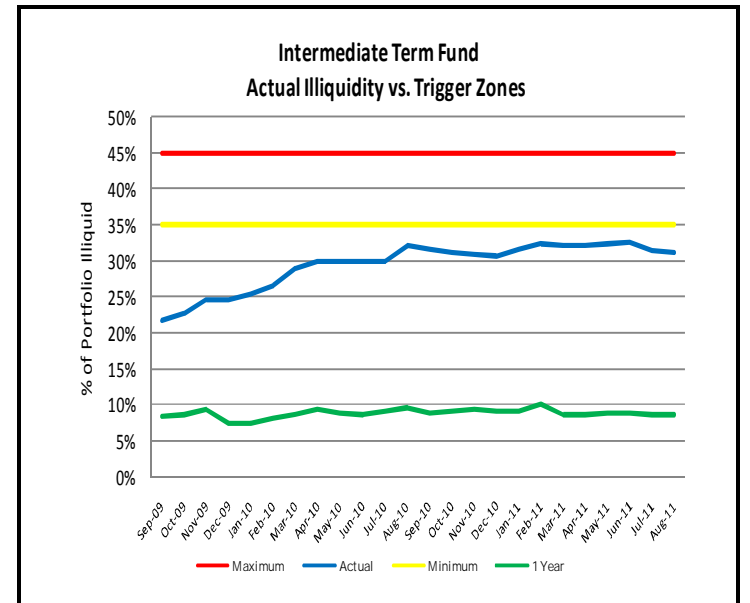
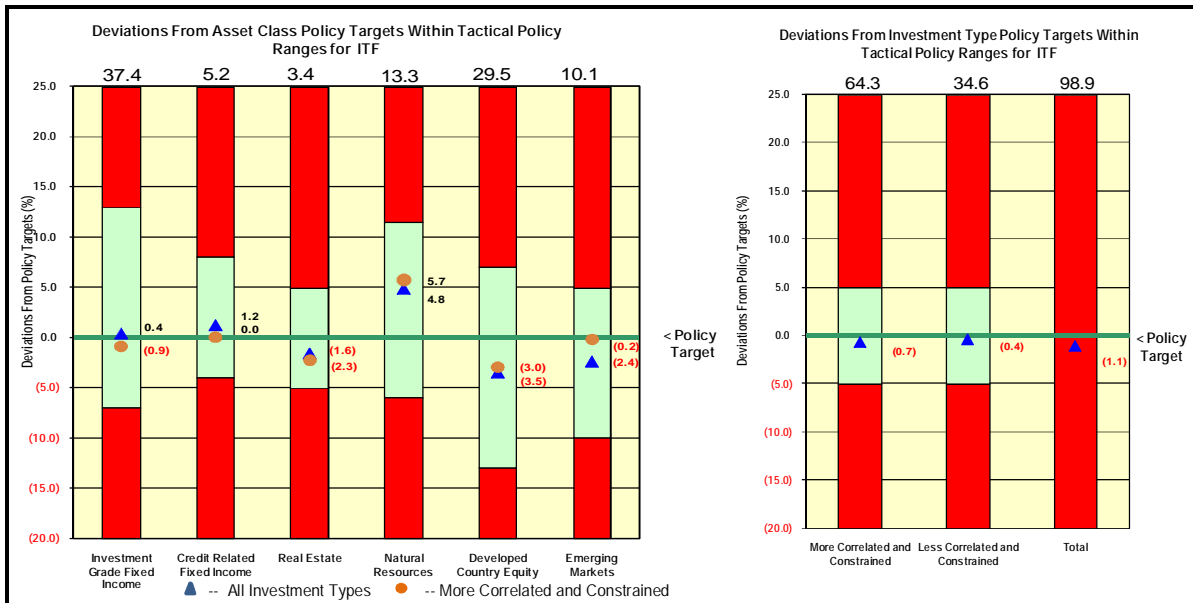


III. INTERMEDIATE TERM FUND Investment Reports for Periods Ended August 31, 2011

Prepared in accordance with *Texas Education Code Sec. 51.0032*

Summary of Capital Flows			
(\$ millions)	Fiscal Year Ended August 31, 2010	Quarter Ended August 31, 2011	Fiscal Year Ended August 31, 2011
Beginning Net Assets	\$ 3,572	\$ 4,855	\$ 4,156
Contributions	409	45	328
Withdrawals	(112)	(95)	(168)
Distributions	(119)	(36)	(139)
Investment Return (Net of Expenses)	406	(107)	485
Ending Net Assets	<u>\$ 4,156</u>	<u>\$ 4,662</u>	<u>\$ 4,662</u>

	Returns		Fiscal Year to Date Value Added		
	Portfolio	Policy Benchmark	From Asset Allocation	From Security Selection	Total
More Correlated and Constrained:					
Investment Grade	8.10%	8.96%	-0.10%	-0.33%	-0.43%
Credit-Related	18.13%	9.22%	0.00%	0.00%	0.00%
Real Estate	9.62%	15.49%	0.10%	-0.39%	-0.29%
Natural Resources	33.90%	25.12%	0.67%	0.56%	1.23%
Developed Country	15.42%	14.46%	0.13%	0.08%	0.21%
Emerging Markets	9.01%	9.07%	-0.03%	-0.03%	-0.06%
Total More Correlated and Constrained	13.49%	12.42%	0.77%	-0.11%	0.66%
Less Correlated and Constrained	7.49%	3.03%	0.29%	1.38%	1.67%
Private Investments	0.00%	0.00%	0.00%	0.00%	0.00%
Total	11.39%	9.06%	1.06%	1.27%	2.33%



IV. SEPARATELY INVESTED ASSETS
Summary Investment Report at August 31, 2011
Report prepared in accordance with *Texas Education Code Sec. 51.0032*

ASSET TYPES	(\$ thousands)															
	FUND TYPE															
	CURRENT PURPOSE DESIGNATED		RESTRICTED		ENDOWMENT & SIMILAR FUNDS		ANNUITY & LIFE INCOME FUNDS		AGENCY FUNDS		TOTAL EXCLUDING OPERATING FUNDS		OPERATING FUNDS (DEBT PROCEEDS AND SHORT TERM FUND)		TOTAL	
BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	
Cash & Equivalents:																
Beginning value 05/31/11	-	-	2,094	2,094	27,344	27,344	1,407	1,407	16,905	16,905	47,750	47,750	2,249,358	2,249,358	2,297,108	2,297,108
Increase/(Decrease)	-	-	520	520	16,393	16,393	5	5	(11,967)	(11,967)	4,951	4,951	(126,882)	(126,882)	(121,931)	(121,931)
Ending value 08/31/11	-	-	2,614	2,614	43,737	43,737	1,412	1,412	4,938	4,938	52,701	52,701	2,122,476	2,122,476	2,175,177	2,175,177
Debt Securities:																
Beginning value 05/31/11	-	-	101	101	11,600	12,500	11,931	12,439	51	51	23,683	25,091	49,841	49,831	73,524	74,922
Increase/(Decrease)	-	-	-	-	88	207	(95)	(77)	(51)	(51)	(58)	79	-	(48)	(58)	31
Ending value 08/31/11	-	-	101	101	11,688	12,707	11,836	12,362	-	-	23,625	25,170	49,841	49,783	73,466	74,953
Equity Securities:																
Beginning value 05/31/11	147	2,963	243	218	30,500	35,482	12,733	13,597	-	-	43,623	52,260	-	-	43,623	52,260
Increase/(Decrease)	-	(244)	189	190	(926)	(5,327)	-	(1,336)	-	-	(737)	(6,717)	-	-	(737)	(6,717)
Ending value 08/31/11	147	2,719	432	408	29,574	30,155	12,733	12,261	-	-	42,886	45,543	-	-	42,886	45,543
Other:																
Beginning value 05/31/11	-	-	217	217	397	397	431	156	660	660	1,705	1,430	-	-	1,705	1,430
Increase/(Decrease)	-	-	3,236	3,236	(386)	(386)	(12)	(17)	529	529	3,367	3,362	-	-	3,367	3,362
Ending value 08/31/11	-	-	3,453	3,453	11	11	419	139	1,189	1,189	5,072	4,792	-	-	5,072	4,792
Total Assets:																
Beginning value 05/31/11	147	2,963	2,655	2,630	69,841	75,723	26,502	27,599	17,616	17,616	116,761	126,531	2,299,199	2,299,189	2,415,960	2,425,720
Increase/(Decrease)	-	(244)	3,945	3,946	15,169	10,887	(102)	(1,425)	(11,489)	(11,489)	7,523	1,675	(126,882)	(126,930)	(119,359)	(125,255)
Ending value 08/31/11	147	2,719	6,600	6,576	85,010	86,610	26,400	26,174	6,127	6,127	124,284	128,206	2,172,317	2,172,259	2,296,601	2,300,465

Details of individual assets by account furnished upon request.