



UNIVERSITY
OF MANITOBA

THE UNIVERSITY

Investment Trust Quarterly Review

Quarter ended June 30, 2001

The University Investment Trust (UIT)

operates as a pooled fund, whereby new contributions to the fund are assigned units based on the current market value of the units. The use of a pooled fund ensures that the capital of existing unitholders is preserved and the equitable distribution of income, while at the same time providing a larger dollar base for investment purposes. This makes it more cost effective while at the same time providing an opportunity for generating higher returns through diversification. Income earned on these funds is used to fund various activities such as scholarships, research, or general operating expenses.

Asset Mix

Asset Categories	Asset Allocation Ranges Per Investment Policy Statement			Actual Mkt. (\$000's)
	Min %	Max %	30 Jun. 01 %	
Bonds (100% Cdn.)	20	60	29.7	\$48,632
Equities				
Canadian	20	50	31.3	\$51,062
USA	10	25	19.5	\$31,794
Other Foreign	10	25	18.2	\$29,672
Cash & Short Term Notes	-	20	1.3	\$2,230
			100	\$163,390

Portfolio Value

	Book Value (\$000's)	Market Value (\$000's)
Total Portfolio at June 30, 2001	\$159,054	\$163,390
Total Portfolio at March 31, 2001	\$157,759	\$161,874

Portfolio Growth

The growth in the market value of the portfolio from \$161.9 million to \$163.4 million in the last quarter is the result of new contributions, capital appreciation and investment income, net of spending by beneficiary units.

Investment Performance

Return Components	Annualized 4 Year Rtn. June 30 %	Annualized 1 Year Rtn. June 30, 2001 %	Annualized 1 Year Rtn. June 30, 2000 %	3 Month June 30, 2001 %
* Total Fund	8.6	-1.3	18.3	0.7
* Bonds	6.5	6.5	4.4	-0.5
Scotia Capital Universe	6.3	6.1	4.0	-0.7
* Total Canadian Equities	15.1	-7.2	47.5	2.1
TSE 300	6.3	-23.1	47.4	2.1
TSE 300 Capped	-	-6.6	-	2.4
* US Equities	-	-	-	3.8
S&P 500 Index	-	-	-	1.9
* Int'l Equities	-	-	-	-2.8
MSCI World	-	-	-	-4.5
91 Day Canada Treasury Bills	4.8	5.5	4.9	1.1
Consumer Price Index	2.2	3.9	2.4	1.9

* Represents actual rates of return. Other figures represent comparative benchmarks.

How Can I Make a Tax Deductible Contribution to the UIT?

If you are interested in making a tax deductible donation to any of our 1,300 UIT accounts, please contact Private Funding at 474-9195.

If you have any questions or comments, please call Leanne Burkowski, Comptroller at 474-9507 or Gord Pasiaka, Associate Comptroller at 474-8713.

This document and other information on the UIT can be found at:

www.umanitoba.ca/admin/financial_services/trust/Trust_Funds.htm