



UNIVERSITY  
OF MANITOBA

THE UNIVERSITY

# Investment Trust Quarterly Review

Quarter ended June 30, 2002

## 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	Target Ranges Per Investment Policy Statement		Actual Mkt. Value	Actual Mkt. Value
	Min %	Max %	%	\$000's
Canadian Bonds	27	35	32.2	\$54,198
Equities				
Canadian	27	35	31.4	52,816
USA	18	23	17.6	29,531
Other Foreign	18	23	18.8	31,573
Cash & Short Term Notes	-	5	-	-
			100.0	\$168,118

### Portfolio Value

	Book Value (\$000's)	Market Value (\$000's)
<b>Total Portfolio at June 30, 2002</b>	\$175,427	\$168,118
<b>Total Portfolio at March 31, 2002</b>	\$173,238	\$178,708

### Portfolio Growth

The decline in the market value of the portfolio from \$178.7 million to \$168.1 million in the last quarter is the result of the declines in the U.S. and international equity markets, which is displayed in the following Table. The Trust Investment Committee will continue to monitor the situation working with our fund managers AMI Partners and Commonfund.

### Investment Performance

Return Components	Annualized 4 Year Rtn. June 30, 2002 %	Annualized 1 Year Rtn. June 30, 2002 %	Annualized 1 Year Rtn. June 30, 2001 %	3 Months June 30, 2002 %
<b>* Total Fund</b>	<b>4.0</b>	<b>(2.9)</b>	<b>(1.3)</b>	<b>(6.1)</b>
<b>* Canadian Bonds</b>	<b>6.1</b>	<b>9.4</b>	<b>6.5</b>	<b>2.9</b>
Scotia Capital Universe	5.9	9.1	6.1	3.1
<b>* Canadian Equities</b>	<b>7.1</b>	<b>(5.3)</b>	<b>(7.2)</b>	<b>(8.3)</b>
TSE 300	0.7	(6.1)	(23.1)	(8.6)
TSE 300 Capped	4.3	(6.1)	(6.6)	(8.6)
<b>US Equities: * Core Equity</b>	<b>-</b>	<b>(13.5)</b>	<b>-</b>	<b>(15.8)</b>
S&P 500 Index	-	(13.3)	-	(15.7)
<b>* Small Cap Value</b>	<b>-</b>	<b>(2.0)</b>	<b>-</b>	<b>(11.8)</b>
Russell 2000 Value	-	8.6	-	(6.7)
<b>* Small Cap Growth</b>	<b>-</b>	<b>(26.1)</b>	<b>-</b>	<b>(21.5)</b>
Russell 2000 Growth	-	(25.0)	-	(19.7)
<b>* Int'l Equities</b>	<b>-</b>	<b>(7.3)</b>	<b>-</b>	<b>(6.5)</b>
MSCI World excl. U.S.	-	(9.1)	-	(6.7)
91 Day Canada Treasury Bills	4.6	3.1	5.5	0.6
Consumer Price Index (Cdn.)	2.2	1.0	3.9	1.5

\* 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, please contact Private Funding at 474-9195.

## Questions or Comments?

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.html](http://www.umanitoba.ca/admin/financial_services/trust/Trust_Funds.html).