

University of Michigan Investment Funds Update

Total Returns as of September 30, 2006

Stock Fund Choices	Average Annualized Compound Return (%)				
	3 Months	1 Year	3 Years	5 Years	10 Years
Russell 3000 Index*	4.65	10.24	13.01	8.08	8.70
Standard & Poor's 500 Stock Index*	5.67	10.79	12.29	6.97	8.59

U.S. Large Capitalization Stock Fund Choices

Russell 1000 Index*	5.06	10.25	12.78	7.64	8.75
CREF Equity Index Account	4.52	9.77	12.53	7.63	8.36
CREF Growth Account	3.21	2.85	7.22	2.97	3.97
TIAA-CREF Growth and Income	5.49	10.62	11.79	-	14.05
TIAA-CREF Large-Cap Growth Index	3.75	5.53	7.83	-	11.94
TIAA-CREF Large-Cap Value Index	6.13	14.14	16.67	-	18.41
TIAA-CREF S&P 500 Index	5.59	10.39	11.77	-	14.66
CREF Stock Account	4.31	11.48	14.31	8.90	8.16
Fidelity	4.75	11.54	11.92	6.57	8.24
Fidelity Asset Manager 85% ¹	3.65	9.95	11.97	6.97	-
Fidelity Asset Manager 70% ²	3.40	7.99	7.75	5.79	7.10
Fidelity Blue Chip Growth	4.26	4.18	7.08	3.42	5.81
Fidelity Blue Chip Value	4.02	10.98	15.29	-	-
Fidelity Capital Appreciation	0.42	8.06	11.87	11.77	9.94
Fidelity Contrafund	0.79	8.74	15.98	11.57	11.22
Fidelity Convertible Securities	-0.54	6.75	10.76	10.00	11.61
Fidelity Disciplined Equity	3.45	9.05	13.81	8.46	9.21
Fidelity Discovery ³	6.77	11.26	10.45	6.11	-
Fidelity Dividend Growth	7.03	11.97	9.35	5.39	10.12
Fidelity Equity-Income	6.15	14.90	14.49	9.09	9.48
Fidelity Equity-Income II	4.42	9.02	11.42	8.78	9.12
Fidelity Export & Multinational	1.02	8.90	14.98	10.95	13.12
Fidelity Fifty	-1.00	7.76	9.87	8.74	10.83
Fidelity Focused Stock ⁴	-3.84	2.38	15.08	3.02	-
Fidelity Four-in-One Index	4.25	10.58	12.90	8.86	-
Fidelity Growth & Income	2.69	5.51	8.54	3.95	7.17
Fidelity Growth & Income II	5.05	9.98	9.34	6.36	-
Fidelity Growth Company	0.30	7.17	12.08	8.21	9.01
Fidelity Independence	0.68	9.24	12.57	9.13	9.34
Fidelity Large-Cap Growth ⁵	0.09	1.82	11.49	-	-
Fidelity Large Cap Stock	4.05	10.43	10.18	5.30	6.79
Fidelity Large-Cap Value 6	3.89	10.83	17.69	-	-
Fidelity Magellan	0.31	6.18	8.98	4.34	7.17
Fidelity NASDAQ Composite Index	4.16	5.45	8.40	-	-
Fidelity OTC	5.33	6.48	9.58	10.08	6.93
Fidelity Spartan 500 Index	5.64	10.71	12.19	6.86	8.43
Fidelity Spartan Tot Mkt Index	4.42	10.34	13.11	8.49	-
Fidelity Spartan U.S. Eq Index	5.65	10.74	12.20	6.86	8.43
Fidelity Stock Selector	4.87	10.95	12.46	7.37	7.37
Fidelity Strategic Dividend & Income	3.18	10.51	-	-	-
Fidelity Trend	4.86	9.94	12.18	7.63	5.63

U.S. Mid-Capitalization Stock Fund Choices

Russell 2500 Index*	0.51	8.79	16.07	14.44	10.94
TIAA-CREF Mid-Cap Blend Index	2.00	9.03	17.66	-	21.10
TIAA-CREF Mid-Cap Growth	-0.65	2.42	12.85	-	19.30
TIAA-CREF Mid-Cap Growth Index	0.78	6.60	14.00	-	19.60
TIAA-CREF Mid-Cap Value	3.35	12.42	21.28	-	24.17
TIAA-CREF Mid-Cap Value Index	3.40	11.77	20.64	-	22.38
Fidelity Aggressive Growth	1.91	1.61	9.40	3.81	2.10
Fidelity Leveraged Co Stock	-0.73	10.52	24.76	30.14	-
Fidelity Mid-Cap Growth	-3.89	2.12	13.91	-	-
Fidelity Mid-Cap Stock	0.14	14.68	15.83	10.24	12.21
Fidelity Mid-Cap Value 7	0.95	9.05	19.23	-	-
Fidelity New Millennium	-2.42	8.37	10.98	11.79	13.63
Fidelity Spartan Extended Market Index	0.19	8.64	15.97	13.99	-
Fidelity Value	3.70	11.96	19.35	15.66	11.92
Fidelity Value Discovery	2.65	13.42	19.21	-	-
Fidelity Value Strategies	2.71	11.46	12.79	14.35	11.42

U.S. Small Capitalization Stock Fund Choices

Russell 2000 Index*	0.44	9.90	15.48	13.77	9.05
TIAA-CREF Small-Cap Blend Index	0.39	9.51	14.98	-	19.86
TIAA-CREF Small-Cap Growth Index	-1.86	6.13	13.42	-	19.78
TIAA-CREF Small-Cap Value Index	2.45	13.58	18.60	-	21.60
Fidelity Low-Priced Stock	2.09	9.24	17.51	17.00	15.40
Fidelity Small Cap Growth	-1.60	5.14	-	-	-
Fidelity Small Cap Independence 8	-2.33	3.58	14.58	10.31	8.05
Fidelity Small Cap Retirement	-0.53	2.49	14.01	9.71	-
Fidelity Small Cap Stock	-0.72	7.02	15.18	14.10	-
Fidelity Small Cap Value	-1.35	9.85	-	-	-

International Stock Fund Choices

S&P/Citigroup Broad Market Ex-US Index* ⁹	3.75	19.71	24.10	16.63	8.39
IFC Investible (Emerging Mkts) Index*	5.17	23.14	32.63	30.96	8.65
CREF Global Equities Account	4.63	12.94	15.91	9.26	6.79
CREF International Equity Index	3.86	18.72	21.76	-	22.67
Fidelity Aggressive Int'l	1.83	12.20	14.13	15.49	7.54
Fidelity Canada	3.84	13.19	26.93	22.65	13.21
Fidelity China Region	6.32	20.07	18.42	17.35	7.95
Fidelity Diversified Int'l	3.07	17.37	21.71	17.17	12.82
Fidelity Emerging Markets	4.61	26.65	33.22	28.59	2.84
Fidelity Europe	3.69	17.04	26.92	18.02	10.66
Fidelity Europe Capital Appreciation	6.01	25.28	24.52	16.29	12.35
Fidelity Global Balanced	2.36	9.71	13.80	11.93	9.05
Fidelity Int'l Discovery	3.07	17.37	21.71	17.17	12.82
Fidelity Int'l Small Cap Fund	-2.56	11.40	26.85	-	-
Fidelity International Small Cap Opportunities	-1.58	26.44	-	-	-
Fidelity Japan	-2.90	11.30	17.03	12.70	5.83
Fidelity Japan Smaller Companies	-7.94	0.81	16.13	16.60	8.18
Fidelity Latin America	6.23	28.90	47.65	33.21	13.41
Fidelity Nordic	0.56	14.12	28.78	18.43	13.48
Fidelity Overseas	2.33	18.69	19.73	13.56	7.65
Fidelity Pacific Basin	0.49	18.16	20.11	17.16	7.25
Fidelity Southeast Asia	7.16	29.13	27.23	25.40	6.05
Fidelity Spartan Int'l Index	4.01	19.25	21.99	14.03	-
Fidelity Worldwide	3.04	14.22	15.92	11.97	8.28

Life Cycle Funds

TIAA-CREF Lifecycle Fund 2010	3.78	6.32	-	-	8.19
TIAA-CREF Lifecycle Fund 2015	3.85	6.80	-	-	8.88
TIAA-CREF Lifecycle Fund 2020	3.90	7.30	-	-	9.55
TIAA-CREF Lifecycle Fund 2025	3.79	7.59	-	-	10.09
TIAA-CREF Lifecycle Fund 2030	3.96	8.20	-	-	10.56
TIAA-CREF Lifecycle Fund 2035	4.02	8.62	-	-	11.19
TIAA-CREF Lifecycle Fund 2040	4.09	9.04	-	-	11.70
Fidelity Freedom 2000	2.62	5.21	5.14	4.65	-
Fidelity Freedom 2005	2.96	6.84	-	-	-
Fidelity Freedom 2010	3.06	7.01	8.02	6.67	-

Life Cycle Funds, cont'd.

Fidelity Freedom 2015	3.10	7.94	-	-	-
Fidelity Freedom 2020	3.18	8.71	10.73	8.05	-
Fidelity Freedom 2025	3.15	8.97	-	-	-
Fidelity Freedom 2030	3.24	9.59	12.04	8.52	-
Fidelity Freedom 2035	3.15	9.76	-	-	-
Fidelity Freedom 2040	3.26	10.02	12.88	8.86	-
CREF Social Choice Account	4.14	7.04	8.91	6.74	8.09
Fidelity Asset Manager 50%10	3.36	7.50	6.88	5.81	7.61
Fidelity Asset Manager 20%11	3.13	6.77	7.13	6.84	6.81
Fidelity Balanced	2.89	9.30	12.73	10.33	11.05
Fidelity Freedom Income	2.58	5.12	4.65	4.22	-
Fidelity Puritan	5.31	11.10	11.07	8.20	8.78

U.S. Bond Funds

Lehman Aggregate Index*	3.81	3.67	3.38	4.81	6.42
CREF Bond Market Account	3.73	3.40	3.20	4.64	6.28
CREF Inflation Linked Bond Account	3.54	1.48	4.48	6.82	6.75
TIAA Traditional Annuity 12	1.30	4.75	4.62	6.05	6.72
Fidelity Capital & Income	3.70	8.56	10.58	13.07	7.82
Fidelity Focused High Income	3.80	5.77	-	-	-
Fidelity Floating Rate High Income	1.92	5.49	4.78	4.59	-
Fidelity Ginnie Mae	3.33	3.42	3.20	4.01	5.71
Fidelity Government Income	3.34	3.24	2.83	4.16	5.83
Fidelity High-Income	3.49	7.87	8.59	10.41	5.53
Fidelity Inflation-Protected Bond	3.41	1.56	4.39	-	-
Fidelity Institutional Short-Int Gov't	2.22	3.44	1.88	3.10	5.04
Fidelity Intermediate Bond	3.12	3.81	2.85	4.43	5.88
Fidelity Intermediate Gov't	2.73	3.20	2.10	3.63	5.47
Fidelity Investment Grade Bond	3.96	4.20	3.68	5.00	6.25
Fidelity Mortgage Securities	3.48	3.95	3.63	4.58	6.12
Fidelity Short-Term Bond	2.05	4.11	2.62	3.57	5.05
Fidelity Spartan Gov't Income	3.22	3.17	3.01	4.41	6.09
Fidelity Strategic Income	3.58	6.17	7.46	9.62	-
Fidelity Total Bond Fund	3.83	4.27	3.97	-	-
Fidelity Ultra-Short Bond	1.42	4.55	2.80	-	-
Fidelity U.S. Bond Index	3.85	3.82	3.46	4.91	6.44

Non-U.S. Bond Fund Choices

J.P. Morgan Non-US Bond Index*	2.45	3.53	4.92	8.51	4.92
Fidelity New Markets Income	6.08	9.54	12.75	15.74	12.74
Treasury Bill*	1.31	4.48	2.68	2.28	3.80
CREF Money Market Account	1.26	4.39	2.51	2.04	3.71
Fidelity Cash Reserves 13	1.25	4.41	2.54	2.11	3.70
Fidelity Retirement Gov't Money Market	1.25	4.39	2.51	2.07	3.67
Fidelity Retirement Money Market	1.27	4.47	2.57	2.11	3.73
Fidelity Select Money Market	1.27	4.47	2.58	2.13	3.66
Fidelity Spartan Money Market	1.26	4.45	2.56	2.12	3.71
Fidelity Spartan U.S. Gov't Money Market	1.24	4.36	2.49	2.06	3.64
Fidelity Spartan U.S. Treasury Money Market	1.16	4.08	2.30	1.91	3.41
Fidelity U.S. Gov't Reserves	1.25	4.43	2.56	2.13	3.68
TIAA Real Estate	3.43	15.48	13.36	9.96	9.45
Fidelity International Real Estate	7.68	27.60	-	-	-
Fidelity Real Estate Income	3.80	8.34	9.50	-	-
Fidelity Real Estate Investment	8.35	25.79	26.89	22.33	16.07
Fidelity Strategic Real Return	0.46	2.28	-	-	-
Fidelity Utilities	8.34	15.60	20.27	6.99	8.41
Fidelity Select Air Transport	-5.24	20.40	17.49	13.07	14.41
Fidelity Select Automotive	2.19	-0.25	8.08	12.96	6.41
Fidelity Select Banking	5.35	14.51	11.09	9.55	11.23
Fidelity Select Biotechnology	-0.26	1.84	7.27	2.03	9.74
Fidelity Select Brokerage & Investment	11.35	26.34	22.23	18.06	19.10
Fidelity Select Chemicals	2.06	12.98	21.57	16.28	9.31
Fidelity Select Computers	6.65	2.39	4.48	5.98	7.30
Fidelity Select Construction & Housing	-1.35	-4.57	16.67	17.32	12.44
Fidelity Select Consumer Discretionary 14	6.74	16.64	15.02	8.99	9.48
Fidelity Select Consumer Staples 15	6.74	16.64	15.02	8.99	9.48
Fidelity Select Defense & Aerospace	2.81	11.26	23.48	17.39	13.67
Fidelity Select Communications Equipment 16	2.07	3.53	11.91	2.72	6.59
Fidelity Select Electronics	0.69	-0.02	5.45	4.80	9.53
Fidelity Select Energy	-9.98	1.45			