

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

Received by the Regents
June 16, 2011

ITEM FOR INFORMATION

Subject: Monthly Investment Report

Background and Summary:

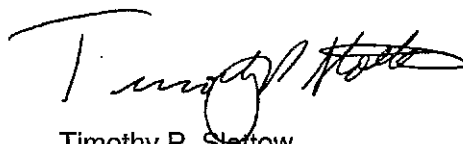
Attached is the Monthly Investment Report for the Long Term Portfolio as of April 30, 2011.

- Page 1 summarizes the assets as of April 30, 2011. Allocations to alternative assets (Illiquid) reflect market values as of December 31, 2010, the most recent date available, adjusted for contributions and distributions through April 30, 2011. Alternative assets are valued on a quarterly basis. March 31, 2011, data is not available due to the time involved with gathering the requisite information from the partnerships.
- Page 2 reports the performance of the marketable securities by asset class for select periods ending April 30, 2011. Performance for alternative assets is reported only quarterly, as alternative assets are valued on a quarterly basis.

Respectfully submitted,



Erik Lundberg, CFA
Chief Investment Officer



Timothy P. Slottow
Executive Vice President and
Chief Financial Officer

June 2011
Attachment

LONG TERM PORTFOLIO

Asset Allocation

As of April 30, 2011

MARKETABLE SECURITIES	Market Value in millions	Allocation
Equities	\$ 1,984.6	25.4%
Fixed Income	636.6	8.1
Cash	153.2	2.0
Total Traditional Assets	\$ 2,774.4	35.5%
Absolute Return	1,353.4	17.3
TOTAL MARKETABLE SECURITIES	\$ 4,127.8	52.8%

ALTERNATIVE ASSETS (Illiquid) ^(a)	Market Value in millions	Allocation
Venture Capital	\$ 807.9	10.3%
Private Equity	1,184.3	15.2
Real Estate	960.4	12.3
Energy	735.7	9.4
TOTAL ALTERNATIVE ASSETS (Illiquid)	\$ 3,688.4	47.2%

TOTAL LONG TERM PORTFOLIO	\$ 7,816.2	100.0%
----------------------------------	-------------------	---------------

Note: Subtotals may not add due to rounding.

(a) Allocations to Alternative Assets (Illiquid) reflect market values as of December 31, 2010, the most recent date available, adjusted for contributions and distributions through April.

**LONG TERM PORTFOLIO
Performance
Marketable Securities Only ^(a)
As of April 30, 2011**

MARKETABLE SECURITIES	Market Value in millions	Return in Percent		
		3 Months	Fiscal YTD	Calendar YTD
TOTAL MARKETABLE SECURITIES ^(a)	\$ 4,127.8	5.09	21.05	5.97
Custom Benchmark for Marketable Securities		5.18	22.50	5.93
Blended Index - 80% Equities/20% Fixed Income		5.89	28.80	7.80
Equities	\$ 1,984.6	6.94	32.17	7.97
Russell 3000/Citigroup BMI EX US/IFC-I		7.55	37.13	9.29
Fixed Income	636.6	3.25	5.61	2.65
Barclays Aggregate/Long Bond		2.62	2.52	1.95
Cash	153.2	0.18	0.40	0.20
Treasury Bills		0.06	0.15	0.07
Absolute Return	1,353.4	4.05	16.48	5.54
HFRI Fund of Funds Index		2.00	8.17	1.73

(a) These returns do not include Alternative Assets (Illiquid), which are valued only quarterly. Alternative Assets (Illiquid) returns and total portfolio returns therefore will be reported quarterly when the data becomes available.