

INVESTMENT SECTION

JULY 1, 2004 - JUNE 30, 2005 SUMMARY OF INVESTMENTS AND RELATED INCOME (UNAUDITED)

No.	INVESTMENTS	MARKET VALUE 06/30/04	MARKET VALUE 06/30/05	06/30/05 MARKET VALUE AS A % OF TOTAL ASSETS	(1) 06/30/05 INCOME AS A % OF TOTAL INCOME	(2) 06/30/04 INCOME (INCLUDES MARKET GAIN)	(1) 06/30/05 INCOME AS A % OF MARKET VALUE
Section 14	Stock (Publicly Traded)	\$1,389,313,393.95	\$1,485,054,128.67	38.785%	43.151%	\$117,564,589.63	7.917%
Section 17	Debt/Obligations	615,799,583.10	1,213,261,005.47	31.686%	14.945%	40,718,987.42	3.356%
Section 19(1)	Equity – Reit’s & Pooled	105,459,364.42	112,122,049.64	2.928%	7.622%	20,767,426.70	18.522%
Section 19(2)	Equity Real Estate	134,568,974.68	132,196,889.86	3.453%	6.557%	17,864,485.25	13.514%
Section 20	Mortgages	191,416,878.29	167,431,768.00	4.373%	7.060%	19,234,826.78	11.488%
Section 20a	Small Business Investments – MI	65,667,742.44	68,062,611.36	1.778%	1.007%	2,742,377.47	4.029%
Section 20d	Basket Clause	243,356,812.54	232,707,259.78	6.078%	7.766%	21,157,511.92	9.092%
Section 20k	Foreign Securities	309,841,736.04	343,447,716.78	8.970%	11.892%	32,400,630.67	9.434%
TOTAL INVESTMENTS		\$3,055,424,484.96	\$3,754,283,429.56	98.050%	100.000%	\$272,450,835.84	7.257%
Cash			9,724,397.51	0.254%			
Accounts Receivable			104,648,435.69	2.733%			
Accounts Payable			(40,161,559.40)	-1.049%			
Capital Assets			460,054.00	0.012%			
NET ASSETS AVAILABLE FOR BENEFITS			\$3,828,954,757.36	100.000%			
Less: Investment Expenses						(12,581,932.65)	
Investment Income Before Administrative Expenses						259,868,903.19	
Less: Administrative Expenses						(3,744,277.55)	
NET INVESTMENT INCOME						\$256,124,625.64	

(1) Percentage Factor is Calculated Using Gross Income.

(2) Income May Be Net of Expenses Per Contract Agreements.

JUNE 1, 2004 - JUNE 30, 2005
**DETAIL SCHEDULE OF INVESTMENTS
AND RELATED INCOME**

No.	INVESTMENTS	MARKET VALUE 06/30/04	MARKET VALUE 06/30/05	06-05 INCOME AND NET CHANGE IN ASSET VALUE
SECTION 14	STOCK (PUBLICLY TRADED)			
	Common & Preferred Stock	\$1,367,251,745.51	\$1,477,412,605.70	\$117,446,518.69
(c)	Mesirow Arbitrage Trust	21,550,641.99	7,055,611.80	0.00 (c)
	MIG - P&F Fund, Inc.	511,005.95	585,911.17	118,070.94
	TOTAL SECTION 14	\$1,389,313,393.455	\$1,485,054,128.67	\$117,564,589.63
SECTION 17	DEBT/OBLIGATIONS			
	Bonds & Notes	\$478,444,679.75	\$496,503,922.60	\$32,834,424.39
(b)	Short-Term Investments	71,444,466.84	647,002,384.65	3,063,178.09 (b)
	Mort.-Backed Securities	65,910,436.51	69,754,698.22	4,821,384.94
	TOTAL SECTION 17	\$615,799,583.10	\$1,213,261,005.47	\$40,718,987.42
SECTION 19(1)	EQUITY REAL ESTATE-POOLED (REITS)			
(a)	Reits Held by Custodian	\$28,522,442.50	\$35,450,552.64	\$5,529,111.91 (a)
	CNL Hospitality Reit	15,873,015.87	15,873,000.00	1,106,918.73
	Inland Retail Trust	10,700,000.00	11,502,500.00	1,689,376.05
	Midland Multifamily Equity	20,435,341.00	27,100,332.00	9,161,547.63
	RREEF America Reit II	20,960,478.00	22,195,665.00	2,790,030.13
	Wells Reit	8,968,087.05	0.00	490,442.25
	TOTAL SECTION 19(1)	\$105,459,364.42	\$112,122,049.64	\$20,767,426.70

INVESTMENT SECTION

No.	INVESTMENTS	MARKET VALUE 06/30/04	MARKET VALUE 06/30/05	06-05 INCOME AND NET CHANGE IN ASSET VALUE
SECTION 19(2) EQUITY REAL ESTATE-DIRECT & LP				
	Equity Direct	\$88,390,271.99	\$94,035,179.69	\$7,281,734.81
	AERC Courtney Chase, LLC-Cost	4,245,862.00	0.00	4,117,545.72
	AERC-DPF Georgia Ventures (LP)	9,838,154.00	10,040,461.00	202,307.00
	Canyon-Johnson Urban Fund	3,805,420.00	4,746,777.00	2,002,021.03
	Con. Cap Johnstown-Wash	11,991,897.00	12,426,971.00	438,074.00
	Fidelity Real Estate Fund, LP	5,964,439.23	2,254,469.17	970,717.36
	Walton Street Reit III	10,332,930.46	8,690,032.00	2,852,085.33
	TOTAL SECTION 19(2)	\$134,568,974.68	\$132,196,889.86	\$17,864,485.25
SECTION 20 MORTGAGES				
	Direct & Participating	\$33,293,091.25	\$19,331,504.01	\$2,097,709.58
	Construction Loans	76,847,097.33	62,621,014.99	3,711,430.13
	Aim-85	1,245,000.00	625,000.00	285,000.00
	Aim-88	0.00	0.00	0.00
	Krupp Insured III	31,689.70	0.00	197,594.60
	Midland-MAHGT (Trust)	80,000,000.00	84,854,249.00	12,943,092.47
	TOTAL SECTION 20	\$191,416,878.29	\$167,431,768.00	\$19,234,826.78
SECTION 20a INVESTMENTS-MICHIGAN				
	Atheum Hotel Stock	\$5,158,062.44	\$5,158,062.44	\$0.00
	Fred Silber Co.	180,000.00	155,000.00	1,571.00
	MCA Financial Note	0.00	0.00	0.00
	Princeton Capital Fund	1,946,049.00	660,040.92	(1,286,008.08)
	Romulus Disposal L.P. & Note	36,393,044.00	38,546,083.00	0.00
	Touchstone Opportunity LTD	14,380,223.00	16,536,726.00	2,427,211.55
	Wind Point IV	7,610,364.00	7,006,699.00	1,599,603.00
	TOTAL SECTION 20a	\$65,667,742.44	\$68,062,611.36	\$2,742,377.47

JUNE 1, 2004 - JUNE 30, 2005
**DETAIL SCHEDULE OF INVESTMENTS
AND RELATED INCOME CON'T**

No.	INVESTMENTS	MARKET VALUE 06/30/04	MARKET VALUE 06/30/05	06-05 INCOME AND NET CHANGE IN ASSET VALUE
SECTION 20d	BASKET CLAUSE			
	Capri Select Income	\$18,084,280.00	\$15,678,542.00	\$1,898,782.00
	Columbia Management Company	31,235,880.08	32,402,453.60	2,890,340.68
	Credit Suisse	91,889,543.04	91,799,622.10	9,449,344.40
	Crescent Gate	1,532,641.00	1,202,597.38	(330,043.62)
	Entercitement Note	1,336,995.00	0.00	2,194,762.43
	Everest Energy Fund	20,000,000.00	20,000,000.00	0.00
	GSC Partners	23,365,526.00	7,500,000.00	(15,865,526.00)
	GSC Partners II	13,739,341.00	12,499,195.00	597,912.00
	India Hydropower	4,915,968.00	5,723,500.00	807,532.00
	Liberty Mutual Energy I	2,102,748.00	1,294,221.00	1,473,559.00
	Liberty Mutual Energy II	4,900,712.00	4,045,128.00	2,673,982.00
	Liberty Mutual Energy III	6,386,440.00	5,511,243.00	2,418,269.00
	Liberty Mutual Energy C1V	4,834,762.00	6,383,585.00	3,375,503.00
	(c) Mesirow Arbitrage Trust	16,693,459.42	27,632,745.13	3,444,255.52 (c)
	Provender Opportunities Fund	2,338,517.00	1,034,427.57	(1,414,107.72)
	Solitron-Unsecured Claim	0.00	0.00	21,655.56
	Credit Enhancement Fees	0.00	0.00	7,521,291.67
	TOTAL SECTION 20d	\$243,356,812.54	\$232,707,259.78	\$21,157,511.92

INVESTMENT SECTION

No.	INVESTMENTS	MARKET VALUE 06/30/04	MARKET VALUE 06/30/05	06-05 INCOME AND NET CHANGE IN ASSET VALUE
SECTION 20k	FOREIGN SECURITIES			
	Foreign Bonds/Notes	\$0.00	\$6,384,460.69	(\$247,977.50)
	Foreign Equities	309,841,736.04	337,063,256.09	18,772,899.51
	Foreign Currencies	0.00	0.00	13,875,708.66
	TOTAL SECTION 20k	\$309,841,736.04	\$343,447,716.78	\$32,400.630.67
	TOTAL INVESTMENTS	\$3,055,424,484.96	\$3,754,283,429.56	\$272,450,835.84

(a) Income included with income from bonds and notes.

(b) Short-term income includes income from securities lending.

(c) A portion of this investment is in qualified common stock. That portion is in Section 14. Income cannot be segregated.

INVESTMENT MANAGERS

<p>ADVENT CAPITAL MANAGEMENT \$46.3 M New York, New York <i>Invests exclusively in convertible securities market with a value orientation with respect to the underlying equity.</i></p>	<p>COLUMBIA MANAGEMENT \$36.2 M Portland, Oregon <i>Manages a fixed income portfolio of high-yield bonds.</i></p>
<p>BANYAN REALTY ADVISORS \$35.4 M Cleveland, Ohio <i>A real estate advisor which provides investment and asset management services.</i></p>	<p>CREDIT SUISSE \$106.0 M New York, New York <i>Manages a fixed income portfolio of high-yield bonds.</i></p>
<p>BLACKROCK \$46.9 M New York, New York <i>Manages domestic small-cap equities using a growth-oriented style.</i></p>	<p>DIMENSIONAL FUND ADVISORS \$108.5 M Santa Monica, California <i>Manages a broadly diversified portfolio of international equities having relatively low turnover.</i></p>
<p>BNY ASSET MANAGEMENT \$120.2 M New York, New York <i>Manages a portfolio which is designed to track and outperform the MSCI EAFE international equity index utilizing American Depository receipts (ADRs).</i></p>	<p>EARNEST PARTNERS \$61.6 M Atlanta, Georgia <i>Manages domestic large-cap equities using a value-oriented style.</i></p>
<p>CALAMOS ASSET MANAGEMENT \$77.9 M Naperville, Illinois <i>Manages a portfolio of mid-cap growth equities.</i></p>	<p>FISHER INVESTMENTS \$136.0 M Woodside, California <i>Manages domestic large-cap equities comprising all market sectors utilizing both growth and value styles.</i></p>

INVESTMENT MANAGERS CON'T

<p>INCOME RESEARCH AND MANAGEMENT .. \$100.5 M Boston, Massachusetts <i>A fixed income manager that specializes in the less efficient sectors of the investment grade fixed income markets, primarily corporate bonds.</i></p>	<p>MESIROW ARBITRAGE TRUST \$34.6 M Chicago, Illinois <i>Manages a portfolio of equity and fixed income securities constructed to take advantage of price arbitrage opportunities.</i></p>
<p>KENNEDY CAPITAL \$241.5 M St. Louis, Missouri <i>Manages domestic small-cap equities using a growth-oriented style.</i></p>	<p>MUNIMAE MIDLAND INVESTMENT CORPORATION \$157.3 M Clearwater, Florida <i>A real estate advisor which specializes in multifamily construction loans as well as intermediate and long-term mortgages.</i></p>
<p>THE KENWOOD GROUP \$69.4 M Chicago, Illinois <i>Manages domestic mid-cap equities using a value-oriented style</i></p>	<p>OPPENHEIMER CAPITAL \$102.2 M New York, New York <i>Manages a portfolio of international equities</i></p>
<p>LOOMIS SAYLES & COMPANY \$107.7 M Bloomfield Hills, Michigan <i>Manages a core fixed income portfolio which favors corporate bonds.</i></p>	<p>PAYDEN & RYGEL \$759.4 M Los Angeles, California <i>Manages the System's short-term cash equivalents plus a portfolio of US government securities.</i></p>
<p>MAYFIELD GENTRY \$103.4 M Detroit, Michigan <i>A real estate advisor which provides investment and asset management services.</i></p>	<p>PUGH CAPITAL \$25.7 M Seattle, Washington <i>Manages a portfolio of domestic mortgage-backed fixed income securities.</i></p>
<p>MERRILL LYNCH ASSET MANAGEMENT \$372.4 M New York, New York <i>Manages an equity portfolio constructed to replicate the performance of the Standard & Poors 500 Index.</i></p>	

INVESTMENT MANAGERS CON'T

<p>REINHART, MAHONEY & BRYDEN \$104.4 M Birmingham, Michigan <i>Manages domestic mid-cap equities using a value-oriented style.</i></p>	<p>TRUST COMPANY OF THE WEST \$61.6 M Los Angeles, California <i>Manages a portfolio of domestic mortgage-backed fixed income securities.</i></p>
<p>RHUMBLINE INVESTMENTS \$136.0 M Boston, Massachusetts <i>Manages an equity portfolio constructed to replicate the performance of the Russell 1000 Index.</i></p>	<p>TT INTERNATIONAL \$154.4 M London, England <i>Manages an international equity portfolio.</i></p>
<p>STEWARD CAPITAL \$29.3 M Birmingham, Michigan <i>Manages a large-cap equity portfolio of companies with both growth and value characteristics.</i></p>	<p>UNION HERITAGE CAPITAL MANAGEMENT \$26.8 M Detroit, Michigan <i>Manages domestic large-cap equities using a value-oriented style.</i></p>
<p>TRANSAMERICA INVESTMENT SERVICES \$146.9 M Los Angeles, California <i>An active fixed income manager which uses a research-driven approach to acquire undervalued quality bonds which fall within specific maturity guidelines.</i></p>	<p>WOODFORD CAPITAL \$42.9 M Los Altos, California <i>Manages domestic equities encompassing all market sectors with a strategy which favors companies exhibiting superior growth characteristics.</i></p>