

INVESTMENT SECTION

JULY 1, 1998 - JUNE 30, 1999 SUMMARY OF DETAIL ANALYSIS OF INVESTMENTS AND RELATED INCOME (AUDITED)

No.	INVESTMENTS	MARKET VALUE 06-30-98	MARKET VALUE 06-30-99	06-30-99 MARKET VALUE AS A % OF TOTAL ASSETS	(1) 06-30-99 INCOME AS A % OF TOTAL INCOME	(2) 98-99 INCOME (INCLUDES MARKET GAIN)	(1) 06-30-99 INCOME AS A % OF MARKET VALUE
Section 14	Stock (Publicly Traded)	\$1,858,697,228.57	\$1,960,532,763.59	51.428%	76.677%	\$261,099,924.60	13.318%
Section 17	Debt/Obligations	849,298,857.02	789,071,115.58	20.699%	14.056%	47,864,793.67	6.066%
Section 19(1)	Equity-Reit's & Pooled	33,329,535.70	14,660,297.50	0.385%	(1.402%)	(4,772,403.17)	(32.553%)
Section 19(2)	Equity-Real Estate	65,811,074.00	71,558,019.00	1.877%	5.215%	17,758,066.31	24.816%
Section 20	Mortgages	181,254,976.83	176,222,586.93	4.623%	5.172%	17,613,123.16	9.995%
Section 20a	Small Business Investments-MI	61,689,440.17	16,562,507.31	0.434%	(12.612%)	(42,944,620.64)	(259.288%)
Section 20d	Basket Clause	251,716,584.31	279,406,643.60	7.329%	2.278%	7,756,040.29	2.776%
Section 20k	Foreign Securities	364,506,265.71	540,939,129.97	14.190%	10.614%	36,142,346.71	6.681%
Total Investments		\$3,666,303,962.30	\$3,848,953,063.48	100.965%	100.000%	\$340,517,270.93	8.847%
Cash			50,374.22	0.001%			
Receivables For Investments Sold			330,780,763.98	8.677%			
Payables For Investments Purchased			(367,624,738.28)	(9.643%)			
Total Investment Assets			\$3,812,159,463.40	100.000%			
Less: Investment Expenses						(12,461,897.96)	
Investment Income Before Administrative Expenses						\$328,055,372.97	
Less: Administrative Expenses						(3,155,895.55)	
NET INVESTMENT INCOME						\$324,899,477.42	

(1) Percentage Factor is Calculated Using Gross Income.

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

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NO.	INVESTMENTS	MARKET VALUE 06-30-98	MARKET VALUE 06-30-99	98-99 NET INCOME AND CHANGE IN ASSET VALUE
SECTION 14	STOCK (PUBLICLY TRADED)			
	Common & Preferred Stock	\$1,258,364,897.87	\$1,437,289,765.59	\$170,629,002.19
	Bankers Trust	581,032,564.44	520,772,346.02	88,948,177.58
	Mesirow Arbitrage Trust	16,570,458.00	0.00	1,373,619.39 (e)
	MIG - P & F Fund, Inc.	2,729,308.26	2,470,651.98	149,125.44
	Total Section 14	\$1,858,697,228.57	\$1,960,532,763.59	\$261,099,924.60
Section 17	Debt/Obligations			
	Bonds & Notes	\$276,017,549.58	\$258,296,506.02	\$25,882,791.69 (b)
	Short Term Investments	251,434,287.04	195,973,319.60	13,851,000.54 (c)
	Mort. Backed Securities	166,885,527.42	186,076,890.93	4,219,186.09
	Avanti Note	34,258.11	20,896.13	1,465.09
	F-1000 Michigan Series II	15,601,908.37	16,927,118.83	0.00 (d)
	F-1000 Michigan Series I	7,136,157.44	7,360,512.41	0.00 (d)
	Tower Financial	0.00	0.00	241,596.16
	Transamerica T-2	132,189,169.06	124,415,871.66	3,668,754.10
	Total Section 17	\$849,298,857.02	\$789,071,115.58	\$47,864,793.67
Section 19	Equity Real Estate-Pooled			
	John Hancock Acre	5,463,261.68	\$136,732.07	4,670.39
	John Hancock Apt.	3,524,575.52	1,309,216.68	343,955.72
	Reits Held by Custodian	24,341,698.50	13,214,348.75	(5,121,029.28)
	Total Section 19(1)	\$33,329,535.70	\$14,660,297.50	(4,772,403.17)

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NO.	INVESTMENTS	MARKET VALUE 06-30-98	MARKET VALUE 06/30/99	98-99 NET INCOME AND CHANGE IN ASSET VALUE
Section 19	Equity-Real Estate-Direct			
(2)	Equity Direct	\$45,297,753.00	\$50,387,964.00	\$9,695,571.87
	Con. Cap Johnstown-Wash	17,102,417.00	20,843,066.00	5,914,468.00
	M.I. Fund I	1,222,153.00	66,999.00	739,512.66
	M.I. Fund II	22,324.00	75,580.00	88,221.00
	M.I. Fund III	2,111,449.00	132,343.00	1,323,203.78
	M.I. Self Storage	54,978.00	52,067.00	(2,911.00)
	Total Section 19(2)	\$65,811,074.00	\$71,558,019.00	\$17,758,066.31
Section 20	Mortgages			
	Direct & Participating	\$89,956,542.80	\$61,635,195.93	\$7,831,389.34
	Construction Loans	14,353,321.65	18,225,459.00	1,295,924.27
	Aim-85	6,531,250.00	5,312,500.00	156,250.00
	Aim-88	3,125,000.00	2,718,750.00	528,750.00
	Krupp Insured I	217,419.44	0.00	5,794.12
	Krupp Insured II	1,300,335.46	0.00	199,346.90
	Krupp Insured III	2,425,638.60	1,064,401.00	(44,161.63)
	Metropolitan Realty	7,345,468.88	7,266,281.00	282,021.94
	Midland-MAHGT (Trust)	56,000,000.00	80,000,000.00	7,357,808.22
	Total Section 20	\$181,254,976.83	\$176,222,586.93	\$17,613,123.16
Section 20a	Investments-Michigan			
	Atheneum Hotel Note	\$2,448,129.73	0.00	\$174,969.64
	Atheneum Hotel Stock	5,158,062.44	5,158,062.44	0.00
	Doctors Hospital	0.00	0.00	2,324.00
	Fred Silber Co.	330,000.00	305,000.00	0.00
	MCA Financial Note	45,000,000.00	0.00	(43,125,000.00)
	My Lawyer Plans	2,125,000.00	1,625,000.00	0.00
	Princeton Capital Fund	0.00	1,997,500.87	3,085.72
	Romulus Disposal L.P.	6,628,248.00	7,476,944.00	0.00
	Total Section 20a	\$61,689,440.17	\$16,562,507.31	(\$42,944,620.64)

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No.	INVESTMENTS	MARKET VALUE 06/30/98	MARKET VALUE 06/30/99	98-99 NET INCOME AND CHANGE IN ASSET VALUE
Section 20d	Basket Clause			
	Credit Suisse	67,538,387.10	66,511,473.96	0.00.....(b)
	Crescent Gate	0.00	275,965.00	(237,237.00)
	Entercitement	10,666,902.00	8,811,384.00	(1,854,367.32)
	Entercitement Note	0.00	1,352,888.89	0.00
	F-1000 Michigan Series II	8,734,245.69	10,822,256.30	3,413,221.07.....(d)
	F-1000 Michigan Series I	3,795,132.48	4,140,288.23	569,510.72.....(d)
	John Hancock Venture Cap	1,461,543.00	750,818.00	86,184.13
	Levi Strauss-Unsecured	753,872.00	753,872.00	0.00
	Liberty Mutual Energy I	3,142,632.00	3,152,681.00	2,392,614.00
	Liberty Mutual Energy II	14,264,841.00	13,666,925.00	1,382,082.00
	Liberty Mutual Energy III	4,671,305.00	4,491,771.00	163,535.00
	MCA Financial Credit Notes	0.00	12,709,579.00	(1,451,955.17)
	Mesirow Arbitrage Trust	15,461,438.00	32,067,769.62	0.00.....(e)
	Pacesetter	14,160,607.21	13,366,251.78	(214,928.43)
	Prutech Proj.	22,535.63	61,695.00	39,159.37
	SB-Michigan Futures LP	12,433,381.05	14,261,017.88	1,827,636.83
	J&W Seligman	94,609,762.14	92,210,006.94	0.00.....(b)
	Solitron-Unsecured Claim	0.00	0.00	25,909.33
	STG	0.00	0.00	0.00
	Take-One Productions	0.00	0.00	0.00
	Credit Enhancement Fees			1,614,675.76
	Total Section 20d	\$251,716,584.31	\$279,406,643.60	\$7,756,040.29

No.	INVESTMENTS	MARKET VALUE 06-30-98	MARKET VALUE 06/30/99	98-99 NET INCOME AND CHANGE IN ASSET VALUE
Section 20k	Foreign Securities			
	Foreign Bonds/Notes	\$71,051,375.37	\$84,090,712.03	\$6,345,938.95
	Foreign Equities	293,454,890.34	456,848,417.94	29,796,407.76
	Total Section 20k	\$364,506,265.71	\$540,939,129.97	\$36,142,346.71
	Total Investments	\$3,666,303,962.30	\$3,848,953,063.48	\$340,517,270.93

(b) Bond income included CREDIT SUISSE AND SELIGMAN.
 (c) Short term income includes income from securities lending.
 (d) A portion of this investment is in U.S. Treasuries. That portion is included with bonds & notes (Section 17). Income cannot be segregated.
 (e) A portion of this investment is in qualified common stock. That portion is in Section 14. Income cannot be segregated.



INVESTMENT MANAGERS

ATHENE CORONADO \$ 17.6 M
NEW YORK, NEW YORK
 An advisor engaged in corporate reorganization activities with an objective of conservative, risk averse investment.

BANKERS TRUST COMPANY \$500.3 M
NEW YORK, NEW YORK
 Manages an S&P 500 Equity Index Fund. Objective is to provide the return of the stock market as efficiently as possible.

BLACKROCK \$ 60.9 M
NEW YORK, NEW YORK
 Manages domestic small-cap equities using a growth oriented style.

CAPITAL GUARDIAN \$ 93.0 M
LOS ANGELES, CALIFORNIA
 Manages domestic small-cap equities using a value oriented style.

CAPOZZOLI ADVISORY FOR PENSIONS, INC. \$ 63.3M
FARMINGTON, MICHIGAN
 Performance based real estate advisor. Areas of expertise are commercial office buildings, retail shopping centers, and multi-family apartments.

CAPRI CAPITAL \$ 15.5 M
CHICAGO, ILLINOIS
 A real estate advisor that provides investment and mortgage management services.

CHAPMAN CAPITAL..... \$ 20.1 M
BALTIMORE, MARYLAND
 Manages domestic small-cap equities using a growth oriented style.

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CREDIT SUISSE \$ 68.3 M
NEW YORK, NEW YORK
 Manages a fixed income portfolio of high yield bonds.

HEARTLAND \$ 57.7 M
MILWAUKEE, WISCONSIN
 Manages domestic small-cap equities using a value oriented style.

HYPERION CAPITAL..... \$ 70.0 M
NEW YORK, NEW YORK
 Manages domestic fixed income using a mortgage backed style.

INCOME RESEARCH & MANAGEMENT, INC...... \$ 83.0 M
BOSTON, MASSACHUSETTS
 A fixed income manager that specializes in the less efficient sectors of the investment grade fixed income markets, principally corporate bonds. Feature yield advantages over benchmarks and offer favorable risk/return profiles.

INVESCO \$ 116.5 M
NEW YORK, NEW YORK
 Manages domestic equities encompassing all market sectors, utilizing both value and growth styles.

J&W SELIGMAN..... \$ 99.5 M
NEW YORK, NEW YORK
 Manages a fixed income portfolio of high yield bonds.

JOHN HANCOCK FUNDS..... \$ 191.1 M
BOSTON, MASSACHUSETTS
 Manages international fixed income using a global style.

INVESTMENT MANAGERS CON'T

JOHN HANCOCK MUTUAL LIFE..... \$ 20.4 M
INSURANCE COMPANY
BOSTON, MASSACHUSETTS
 Comingled funds and Limited Partnership investments in real estate investments, capital growth financing, agricultural real estate, timberland, energy concerns and venture capital development opportunities.

KENNEDY CAPITAL \$ 86.0 M
ST. LOUIS, MISSOURI
 Manages domestic small-cap equities using a growth oriented style.

THE KENWOOD GROUP..... \$ 47.1 M
CHICAGO, ILLINOIS
 Manages domestic mid-cap equities using a value oriented style.

LOOMIS, SAYLES & COMPANY \$ 347.8 M
BLOOMFIELD HILLS, MICHIGAN
 Manages equities and fixed income using a value oriented, broadly diversified equity style and a broadly diversified, corporate concentration fixed income style.

MESIROW ARBITRAGE TRUST \$ 30.4 M
HIGHLAND PARK, ILLINOIS
 An advisor engaged in corporate reorganization activities with an objective of conservative, risk averse investment.

MFS INSTITUTIONAL ADVISORS \$ 51.9 M
BOSTON, MASSACHUSETTS
 Manages international equities using a global style.

MIDLAND MORTGAGE INVESTMENT CORPORATION \$ 80.0 M
CLEARWATER, FLORIDA
 A real estate advisor who specializes in multifamily and commercial construction loans and intermediate and long-term mortgages. Management style is very conservative and focuses on specialized market segments.

MIG COMPANIES \$ 76.2 M
WEST PALM BEACH, FLORIDA
 A real estate advisor who provides investment and asset management services. Investment philosophy is based on in-depth research to target optimum markets and belief in active rather than passive management strategies.

MORGAN STANLEY ASSET MANAGEMENT \$ 142.3 M
NEW YORK, NEW YORK
 Manages international equities using a global style.

MUNDER CAPITAL MANAGEMENT, INC. . \$ 38.4 M
BIRMINGHAM, MICHIGAN
 Manages fixed income using an active fixed income approach that emphasizes taking advantage of market opportunities in the yield curve, bond sector relationships and individual issue selection.

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INVESTMENT MANAGERS CON'T

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PARADIGM ASSET MANAGEMENT \$ 49.3 M
NEW YORK, NEW YORK

Manages domestic mid-cap equities using a value oriented style.

PAYDEN & RYGEL
LOS ANGELES, CALIFORNIA

A cash management firm which adds incremental value to the Board's short-term cash portfolio.

PUGH CAPITAL \$ 10.4 M
SEATTLE, WASHINGTON

Manages domestic fixed income using a mortgage backed style.

THE PUTNAM COMPANIES \$ 656.9 M
BOSTON, MASSACHUSETTS

Manages a portfolio of domestic core growth equity and international equities.

REINHART & MAHONEY \$ 64.6 M
MEQUON, WISCONSIN

Manages domestic mid-cap equities using a value oriented style.

SALOMON SMITH BARNEY, SHEARSON \$ 52.1 M
NEW YORK, NEW YORK

Manages three funds engaged in commodity trading. Objective is to preserve and achieve substantial appreciation of its assets.

TRANSAMERICA INVESTMENT SERVICES . \$ 126.2 M
LOS ANGELES, CALIFORNIA

Specializes in active fixed income management and strives for superior returns by employing a research-driven approach to seek undervalued quality bonds which fall within specific maturity guidelines.

TRUST COMPANY OF THE WEST \$ 63.4 M
LOS ANGELES, CALIFORNIA

Manages domestic fixed income using a mortgage backed style.

T.T. INTERNATIONAL \$ 166.1 M
NEW YORK, NEW YORK

Manages international equities.

WOODFORD \$ 80.6 M
NEW YORK, NEW YORK

Manages domestic equities encompassing all market sectors, utilizing both value and growth styles.

