

**JULY 1, 2000 - JUNE 30, 2001
SUMMARY OF INVESTMENTS
AND RELATED INCOME (UNAUDITED)**

No.	INVESTMENTS	MARKET VALUE 06/30/00	MARKET VALUE 06/30/01	06/30/01 MARKET VALUE AS A % OF TOTAL ASSETS	(1) 06/30/01 INCOME AS A % OF TOTAL INCOME	(2) 00-01 INCOME (INCLUDES MARKET GAIN)	(1) 06/30/01 INCOME AS A % OF MARKET VALUE
Section 14	Stock (Publicly Traded)	\$2,285,448,985.12	\$1,652,399,251.47	47.433%	90.834%	\$(409,246,846.49)	(24.767)%
Section 17	Debt/Obligations	688,215,797.56	820,087,036.90	23.541%	(11.718)%	52,794,189.85	6.438%
Section 19(1)	Equity – Reit’s & Pooled	32,537,443.05	83,215,537.99	2.389%	(1.195)%	5,385,430.57	6.472%
Section 19(2)	Equity – Real Estate	82,497,233.00	114,296,537.55	3.281%	(2.153)%	9,700,210.45	8.487%
Section 20	Mortgages	182,384,964.12	151,863,854.89	4.359%	(4.035)%	18,178,850.06	11.970%
Section 20a	Small Business						
	Investments – MI	32,205,018.44	41,618,115.44	1.195%	0.966%	(4,352,031.00)	(10.457)%
Section 20d	Basket Clause	218,803,479.30	258,134,443.39	7.410%	(4.366)%	19,671,909.79	7.621%
Section 20k	Foreign Securities	712,301,551.01	433,749,329.50	12.451%	31.667%	(142,674,632.41)	(32.893)%
	TOTAL INVESTMENTS	\$4,234,394,471.60	\$3,555,364,107.13	102.059%	100.000%	\$(450,542,919.18)	(12.672)%
	Cash		1,715,404.28	0.049%			
	Accounts Receivables		175,064,128.12	5.025%			
	Accounts Payables		(248,518,420.20)	(7.134)%			
	NET ASSETS						
	AVAILABLE FOR BENEFITS		\$3,483,625,219.33	100.000%			
	Less: Investment Expenses					(14,122,834.51)	
	Investment Income Before Administrative Expenses					(464,665,753.69)	
	Less: Administrative Expenses					(3,147,696.97)	
	NET INVESTMENT INCOME					\$(467,813,450.66)	

(1) Percentage Factor is Calculated Using Gross Income.

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

JULY 1, 2000 - JUNE 30, 2001
**DETAIL SCHEDULE OF INVESTMENTS
AND RELATED INCOME**

No.	INVESTMENTS	MARKET VALUE 06/30/00	MARKET VALUE 06/30/01	00-01 INCOME AND NET CHANGE IN ASSET VALUE
SECTION 14 STOCK (PUBLICLY TRADED)				
	Common & Preferred Stock	\$2,260,884,395.12	\$1,628,552,957.87	\$(408,645,032.69)
(c)	Mesirow Arbitrage Trust	22,101,706.35	22,218,438.60	0.00 (c)
	MIG - P&F Fund, Inc.	2,462,883.65	1,627,855.00	(601,813.80)
Total Section 14		\$2,285,448,985.12	\$1,652,399,251.47	\$(409,246,846.49)
SECTION 17 Debt/Obligations				
	Bonds & Notes	\$197,036,537.57	\$486,263,029.01	\$(399,951.71)
(b)	Short-Term Investments	175,632,926.50	157,935,882.75	19,145,042.90 (b)
	Mort.-Backed Securities	194,145,763.67	175,888,125.14	21,022,017.12
	Tower Financial	0.00	0.00	8,491.58
	Transamerica T-2	121,400,569.82	0.00	13,018,589.96
Total Section 17		\$688,215,797.56	\$820,087,036.90	\$52,794,189.85
SECTION 19(1) Equity Real Estate-Pooled (Reits)				
(a)	Reits Held by Custodian	\$11,564,249.72	\$15,425,459.79	\$0.00 (a)
	CNL Hospitality Reit	0.00	15,873,015.87	1,276,444.43
	Inland Retail Trust	0.00	10,700,000.00	911,068.49
	M.I. Fund III	139,860.00	0.00	5,046.69
	RREEF America Reit II	0.00	20,383,729.00	1,696,623.99
	Wells Reit	20,833,333.33	20,833,333.33	1,496,246.97
Total Section 19(1)		\$32,537,443.05	\$83,215,537.99	\$5,385,430.57

No.	INVESTMENTS	MARKET VALUE 06/30/00	MARKET VALUE 06/30/01	00-01 INCOME AND NET CHANGE IN ASSET VALUE
SECTION 19(2) Equity Real Estate-Direct & LP				
	Equity Direct	\$55,475,488.00	\$75,203,433.28	\$6,758,498.49
	AERC-DPF Georgia Ventures (LP)	5,711,472.00	10,135,242.00	133,912.61
	Con. Cap Johnstown-Wash	21,263,583.00	21,445,437.00	1,872,822.00
	Fidelity Real Estate Fund, LP	0.00	1,328,909.35	(7.76)
	M.I. Fund I	46,690.00	0.00	11,556.60
	Walton Street Reit III	0.00	6,183,515.92	923,428.51
	Total Section 19(2)	\$82,497,233.00	\$114,296,537.55	\$9,700,210.45
SECTION 20 Mortgages				
	Direct & Participating	\$54,224,904.66	\$37,501,372.14	\$6,167,276.09
	Construction Loans	41,993,423.86	28,542,242.55	2,816,432.29
	Aim-85	3,968,750.00	3,875,000.00	796,250.00
	Aim-88	1,515,625.00	1,345,000.00	423,125.00
	Krupp Insured III	682,260.60	600,240.20	(24,233.30)
	Midland-MAHGT (Trust)	80,000,000.00	80,000,000.00	7,999,999.98
	Total Section 20	\$182,384,964.12	\$151,863,854.89	\$18,178,850.06
SECTION 20a Investments-Michigan				
	Atheneum Hotel Stock	\$5,158,062.44	\$5,158,062.44	\$0.00
	Doctors Hospital	0.00	0.00	6,828.00
	Fred Silber Co.	280,000.00	255,000.00	0.00
	MCA Financial Note	0.00	0.00	(450,000.00)
	My Lawyer Plans	1,125,000.00	625,000.00	0.00
	Princeton Capital Fund	13,228,859.00	18,122,720.00	(2,831,379.00)
	Romulus Disposal L.P. & Note	9,075,270.00	9,924,244.00	0.00
	Wind Point IV	3,337,827.00	7,533,089.00	(1,077,480.00)
	Total Section 20a	\$32,205,018.44	\$41,618,115.44	\$(4,352,031.00)

JULY 1, 2000 - JUNE 30, 2001
**DETAIL SCHEDULE OF INVESTMENTS
AND RELATED INCOME CON'T**

No.	INVESTMENTS	MARKET VALUE 06/30/00	MARKET VALUE 06/30/01	00-01 INCOME AND NET CHANGE IN ASSET VALUE
SECTION 20d Basket Clause				
	Capri Select Income	\$0.00	\$4,219,960.00	\$(282,938.00)
	Credit Suisse	59,314,268.23	91,746,097.42	5,901,407.35
	Crescent Gate	1,365,285.00	577,166.00	(1,764,085.69)
	Entercitement	2,210,436.10	0.00	(2,210,436.10)
	Entercitement Note	1,352,888.89	1,336,995.00	(15,893.89)
	GSC Partners	24,900,000.00	25,962,274.00	10,065,643.00
	GSC Partners II	0.00	15,015,900.24	15,900.24
	India Hydropower	2,204,700.00	3,609,700.00	0.00
	John Hancock Venture Cap	632,744.00	335,871.00	(236,873.00)
	Levi Strauss-Unsecured	643,000.00	0.00	8,523.08
	Liberty Mutual Energy I	3,145,393.00	2,902,150.00	297,870.00
	Liberty Mutual Energy II	10,717,614.00	10,896,914.00	954,083.00
	Liberty Mutual Energy III	4,319,784.00	6,998,801.00	786,853.00
	MCA Financial Credit Notes	7,625,747.40	0.00	(7,625,747.40)
(c)	Mesirow Arbitrage Trust	12,344,652.65	16,860,880.40	4,962,604.00 (c)
	Midland Tera Portfolio	0.00	10,500,000.00	108,937.50
	Pro Air Escrow	5,000,000.00	0.00	87,891.12
	Provender Opportunities Fund	4,644,793.00	8,583,417.00	(1,229,093.00)
	J&W Seligman	78,382,173.03	58,588,317.33	8,469,284.18
	Solitron-Unsecured Claim	0.00	0.00	21,655.56
	STG	0.00	0.00	0.00
	Take-One Productions	0.00	0.00	0.00
	Credit Enhancement Fees	0.00	0.00	1,356,324.84
Total Section 20d		\$218,803,479.30	\$258,134,443.39	\$19,671,909.79

No.	INVESTMENTS	MARKET VALUE 06/30/00	MARKET VALUE 06/30/01	00-01 INCOME AND NET CHANGE IN ASSET VALUE
SECTION 20k	Foreign Securities			
	Foreign Bonds/Notes	\$101,382,868.91	\$0.00	\$12,129,439.33
	Foreign Equities	604,271,724.25	419,503,640.46	(100,840,752.98)
	Foreign Currencies	6,646,957.85	14,245,689.04	(53,963,318.76)
	Total Section 20k	\$712,301,551.01	\$433,749,329.50	\$(142,674,632.41)
	Total Investments	\$4,234,394,471.60	\$3,555,364,107.13	\$(450,542,919.18)

(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 \$50.3 M NEW YORK, NEW YORK Invests exclusively in convertible securities market with a value orientation with respect to the underlying equity.</p>	<p>CHAPMAN CAPITAL \$25.6 M BALTIMORE, MARYLAND Manages an equity portfolio comprised primarily of companies owned or controlled by women and minorities.</p>
<p>AELTUS TRUST COMPANY \$49.2 M SOUTHFIELD, MICHIGAN Manages a portfolio of international growth stocks in countries and regions with higher than average growth expectations.</p>	<p>COLUMBIA PARTNERS \$27.4 M WASHINGTON, DC Manages domestic mid-cap equities using a value-oriented style.</p>
<p>ATHENE CORONADO \$20.8 M NEW YORK, NEW YORK Manages a portfolio of equities of companies involved in corporate mergers and reorganizations.</p>	<p>CREDIT SUISSE \$103.3 M NEW YORK, NEW YORK Manages a fixed income portfolio of high-yield bonds.</p>
<p>BLACKROCK \$67.2 M NEW YORK, NEW YORK Manages domestic small-cap equities using a growth-oriented style.</p>	<p>EARNEST PARTNERS \$63.3 M ATLANTA, GEORGIA Manages domestic large-cap equities using a value-oriented style.</p>
<p>CAPITAL GUARDIAN \$135.3 M LOS ANGELES, CALIFORNIA Manages domestic small-cap equities using a value-oriented style.</p>	<p>FISHER INVESTMENTS \$71.3 M WOODSIDE, CALIFORNIA Manages domestic large-cap equities comprising all market sectors utilizing both growth and value styles.</p>
<p>CAPOZZOLI ADVISORY FOR PENSIONS, INC. ... \$93.3 M FARMINGTON HILLS, MICHIGAN Performance-based real estate advisor. Areas of expertise are office buildings, retail shopping centers and industrial properties.</p>	<p>HYPERION CAPITAL \$59.5 M NEW YORK, NEW YORK Manages a portfolio of domestic mortgage-backed fixed income securities.</p>
<p>CAPRI CAPITAL \$4.2 M CHICAGO, ILLINOIS A real estate advisor that provides investment and mortgage management services.</p>	<p>INCOME RESEARCH AND MANAGEMENT ... \$101.4 M BOSTON, MASSACHUSETTS A fixed income manager that specializes in the less efficient sectors of the investment grade fixed income markets, primarily corporate bonds.</p>

INVESTMENT MANAGERS CON'T

J. & W. SELIGMAN	\$62.3 M	MIDLAND MORTGAGE	
NEW YORK, NEW YORK		INVESTMENT CORPORATION	\$119.0 M
Manages a fixed income portfolio of high-yield bonds.		CLEARWATER, FLORIDA	
		A real estate advisor which specializes in multifamily construction loans as well as intermediate and long-term mortgages.	
KENNEDY CAPITAL	\$101.9 M	MIG COMPANIES	\$57.5 M
ST. LOUIS, MISSOURI		WEST PALM BEACH, FLORIDA	
Manages domestic small-cap equities using a growth-oriented style.		A real estate advisor which provides investment and asset management services.	
THE KENWOOD GROUP	\$46.2 M	PAYDEN & RYDEL	\$279.6 M
CHICAGO, ILLINOIS		LOS ANGELES, CALIFORNIA	
Manages domestic mid-cap equities using a value-oriented style		Manages the System's short-term cash equivalents	
LOOMIS SAYLES & COMPANY	\$110.5 M	PUGH CAPITAL	\$26.3 M
BLOOMFIELD HILLS, MICHIGAN		SEATTLE, WASHINGTON	
Manages a core fixed income portfolio which favors corporate bonds.		Manages a portfolio of domestic mortgage-backed fixed income securities.	
MERRILL LYNCH ASSET MANAGEMENT	\$395.6 M	THE PUTNAM COMPANIES	\$600.2 M
NEW YORK, NEW YORK		BOSTON, MASSACHUSETTS	
Manages an equity portfolio constructed to replicate the performance of the Standard & Poors 500 Index.		Manages domestic and international equities. Domestic equities are managed with a growth style.	
MESIROW ARBITRAGE TRUST	\$39.4 M	REINHART, MAHONEY & BRYDEN	\$73.8 M
CHICAGO, ILLINOIS		BIRMINGHAM, MICHIGAN	
Manages a portfolio of equity and fixed income securities constructed to take advantage of price arbitrage opportunities.		Manages domestic mid-cap equities using a value-oriented style.	
MFS INSTITUTIONAL ADVISORS	\$50.8 M		
BOSTON, MASSACHUSETTS			
Manages a portfolio of domestic and international equities.			

INVESTMENT MANAGERS CON'T

RHUMBLINE INVESTMENTS \$115.0 M BOSTON, MASSACHUSETTS Manages an equity portfolio constructed to replicate the performance of the Russell 1000 Index.	UNION HERITAGE CAPITAL MANAGEMENT \$31.3 M DETROIT, MICHIGAN Manages domestic large-cap equities using a value-oriented style.
STEWARD CAPITAL \$29.7 M BIRMINGHAM, MICHIGAN Manages a large-cap equity portfolio of companies with both growth and value characteristics.	WOODFORD CAPITAL \$56.7 M LOS ALTOS, CALIFORNIA Manages domestic equities encompassing all market sectors with a strategy which favors companies exhibiting superior growth characteristics.
TT INTERNATIONAL \$164.2 M LONDON, ENGLAND Manages an international equity portfolio.	
TRANSAMERICA INVESTMENT SERVICES ... \$162.8 M LOS ANGELES, CALIFORNIA An active fixed income manager which uses a research-driven approach to acquire undervalued quality bonds which fall within specific maturity guidelines.	
TRUST COMPANY OF THE WEST \$59.5 M LOS ANGELES, CALIFORNIA Manages a portfolio of domestic mortgage-backed fixed income securities.	