

**STATE OF CONNECTICUT
SHORT-TERM INVESTMENT FUND**

SUMMARY OF CASH FLOWS

Participant Deposits	\$832,431,090
Participant Withdrawals	(1,031,266,165)
Gross Income Earned	1,917,190
Reserves for Loss	0
Fund Expenses	(157,516)
Dividends Paid	1,759,674

FUND FACTS

Fund Inception: 1972

Objective: : As high a level of current income as is consistent with, first, the safety of principal and, second, the provision of liquidity.

Primary Benchmark: iMoneyNet's Index ("MFR")

Dividends: Accrued Daily/Distributed Monthly

Standard & Poor's Rating: AAAM

Net Assets: \$4.9 Billion

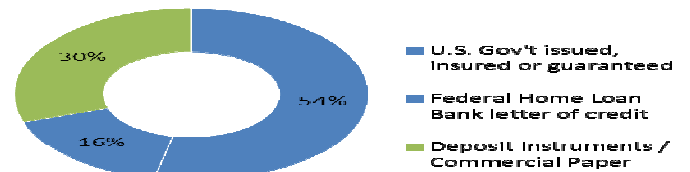
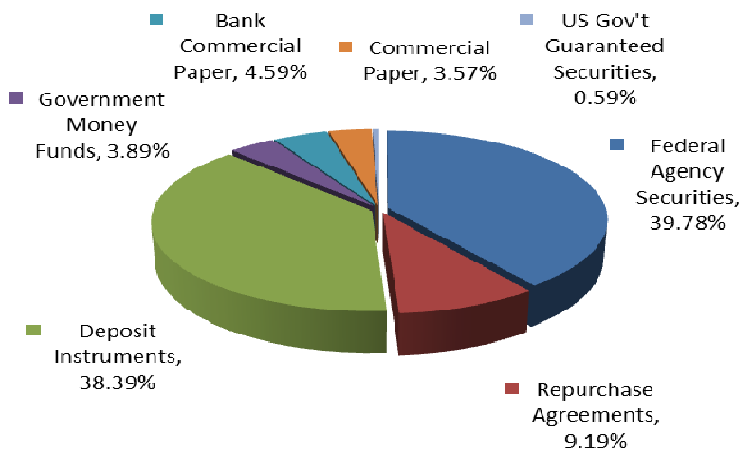
Reserve Balance: \$51.4 Million

Weighted Average Maturity: 40 Days

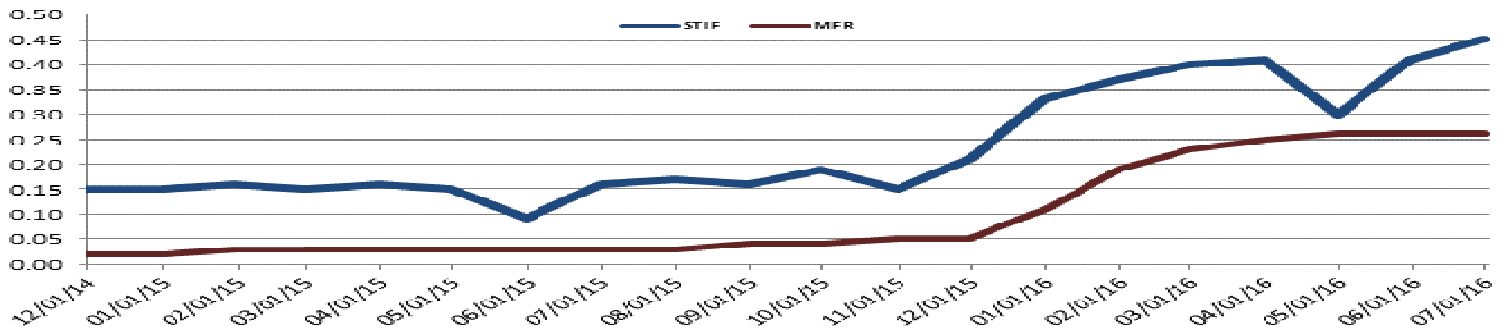
One Month Annualized Return: 0.44%

Approximately 70 percent of STIF's assets were invested in securities issued, insured or guaranteed by the U.S. government (including those backed by FHLB letter of credit)

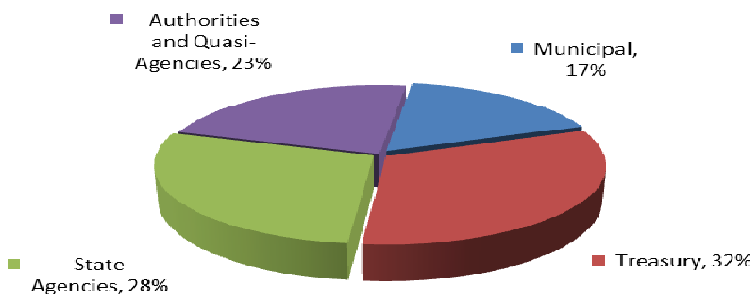
Portfolio Composition



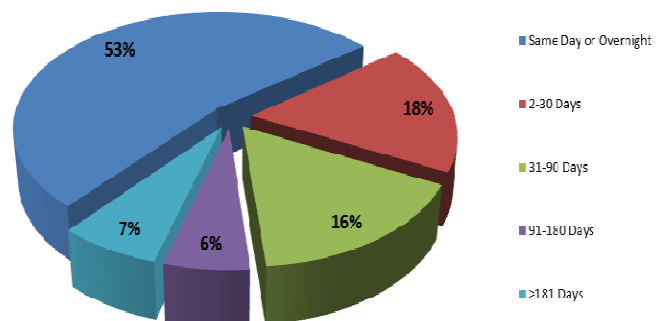
STIF vs. MFR Index 7-Day Yield %



STIF Deposits (%)



Days to Maturity



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Monthly Economic Releases

Event	Reporting Period	Survey Estimate	Actual
GDP Annualized QoQ	1st Quarter	1.0%	1.1%
Personal Consumption	1st Quarter	2.0%	1.5%
Personal Income	May	0.3%	0.2%
Personal Spending	May	0.4%	0.4%
Unemployment Rate	May	4.9%	4.7%
Unit Labor Costs	1st Quarter	4.0%	4.5%
PCE Core YoY	May	1.6%	1.6%
CPI Ex Food and Energy YoY	May	2.2%	2.2%
PPI Ex Food and Energy YoY	May	1.0%	1.2%
Industrial Production MoM	May	-0.2%	-0.4%
Wholesale Inventories MoM	April	0.1%	0.6%
Existing Home Sales MoM	May	1.8%	1.8%

Economic Release at glance: Consumer Price Index (CPI)

The U.S. Consumer Price Index (CPI) is a set of consumer price indices of consumer goods and services, the index currently computes thousands of consumer price indices. The core CPI index excludes goods with high price volatility, such as food and energy because, historically, they have been highly volatile and non-systemic. More specifically, food and energy prices are widely thought to be subject to large changes that often fail to persist and do not represent relative price changes. As an economic indicator, the CPI is most widely used measure of inflation, the CPI is an indicator of the effectiveness of government fiscal and monetary policy, especially for inflation targeting monetary policy by the Federal Reserve.

The Fund Management monitors and evaluates the portfolio to ensure compliance with its Investment Policy and adherence to rating agency guidelines. Below table summarizes some of the key metrics.

Rating Requirements

Weighted Average Maturity (WAM) - maximum 60 days

Weighted Average Life (WAL) - maximum 120 days

Weekly S&P reporting

Portfolio Credit Quality and Diversification*

At least 75% of the overall portfolio's assets shall be invested in securities rated A-1+ or in overnight repurchase agreements rated A-1

No more that 5% of the portfolio may be invested in individual security and no more than 10% may be invested in individual issuer

Floating / Variable rate securities with maturity up to 762 days should not exceed 20% of the overall portfolio

* at the time of purchase

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