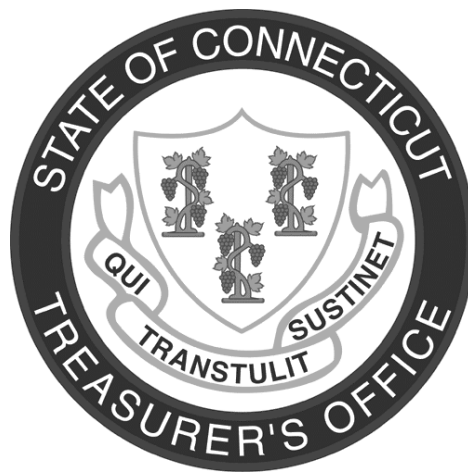


**CONNECTICUT  
STATE TREASURER'S  
SHORT-TERM INVESTMENT FUND**



**QUARTERLY REPORT**

**QUARTER ENDING DECEMBER 31, 2005**

**DENISE L. NAPPIER  
STATE TREASURER**

## MESSAGE FROM THE TREASURER

Dear Investor:

The performance of the Connecticut Treasury's Short-Term Investment Fund continues to be solid, and we value your continued confidence in our investment program.

We are pleased to announce that the newly developed **STIF Express** online account access and transaction system is now available for all STIF investors. Our thanks go out to the municipal officials who participated in the pilot phase and provided meaningful feedback. The STIF Home Page has also been revamped to provide potential and current STIF investors with up-to-date, comprehensive information (<http://www.state.ct.us/ott/STIFHome.htm>).



During the second quarter of the fiscal year, as covered in this report, STIF earned an average yield of 4.14 percent. Our benchmark - the iMoneyNet Rated Money Fund Report Averages TM - Taxable Institutional Funds earned an average yield of 3.72 percent. Thus, STIF out-performed our benchmark by a strong 42 basis points during the quarter, earning \$4.6 million more for its investors than the benchmark.

This year the STIF Annual Meeting will be combined with an update on municipal retirement and finance issues in a day-long "*Public Finance Outlook Conference*," to be held on Friday, March 24<sup>th</sup> at Southern Connecticut State University in New Haven. The conference will showcase a broad range of topics of particular interest to municipal officials. Additional information is available at 860-702-3118 or <http://www.state.ct.us/ott/stifdocs/STIFmeeting2006.htm>.

Your continued participation in STIF is greatly appreciated, and we look forward to reaching new milestones throughout the year. I hope to see you on March 24<sup>th</sup>!

Sincerely,

A handwritten signature in cursive script, reading "Denise L. Nappier". The signature is written in black ink and is positioned above the printed name.

**Denise L. Nappier**

**Treasurer, State of Connecticut**

**March, 2006**

## ECONOMIC UPDATE

The U.S. economy grew at a rate of 1.1 percent during the second quarter of Fiscal Year 2006 (FY06). The deceleration of growth was expected and primarily reflected reduced consumer spending and a drop in auto sales. The slowdown of GDP growth came on the heels of a robust 4.1 percent growth rate in the first quarter of FY06.

The U.S. economy, while still fundamentally strong, may have hit its peak of growth and is slowly shifting gears into a lower growth environment. As discussed below, this scenario is supported by an inverted yield curve, which typically signifies the end of an economic cycle. All told, for calendar year 2006, we can expect growth, albeit at a slower pace than the previous two years.

Economic Snapshot	
Growth	Pace of expansion slows, but still growth-oriented
Inflation	Core inflation contained
Employment	Unemployment rates remain low and job creation modestly growing
Interest Rate Outlook	Possibly one or two more Federal Fund rate increases and modest upward pressure on longer interest rates

### YIELD CURVE INVERSION

Long-term interest rates are usually higher than short-term rates because it is hard to predict what will happen far out in the future. But on December 27, 2005, for the first time in five years, the yield curve "inverted" when the rate on 10-year Treasury securities dipped below the rate on two-year Treasury securities. This officially gave bond market participants cause to wonder if the inversion may be a precursor for future economic weakness or even recession. The reason for market concern is simple. Over the past few decades, an inverted yield curve has become known as one of the strongest predictors of economic recession, and has preceded almost all recessions. An even more predictive indicator is the inversion between the 10-year bond and the 3-month bill, which has not yet occurred. However, with the potential for one or two more Federal Funds rate hikes, the possibility of an inversion with the 3-month bill may become reality.

Alleviating some of the concern of a yield curve inversion as a harbinger of future recession is the explanation that longer-term rates have been pushed downward by global demand for US bonds. For now, worries about a recession are offset with strong economic performance and growth potential.

### WHAT CAN WE EXPECT IN CALENDAR YEAR 2006?

During calendar year 2005, real GDP increased 3.5 percent with spending by consumers the driving force behind the growth. This compares to an annual increase of 4.2 percent for the same period in 2004.

The consensus outlook for calendar year 2006 is shown below. GDP is expected to grow 3.3 percent, with consumers continuing to spend at a steady pace, inflation remaining contained and the employment picture stable.

The Federal Reserve's Federal Open Market Committee raised the Federal Funds rate by 25 basis points on January 31, 2006 to 4.50 percent. During 2006, one or two more Federal Funds

## ECONOMIC UPDATE

rate hikes are predicted.

Bloomberg Economic Consensus Outlook		As of: 2/9/2006				
	1Q2006	2Q2006	3Q2006	4Q2006	Average 2006	
GDP	4.0%	3.4%	3.1%	3.0%	3.3%	
Consumer Spending	3.8%	3.0%	3.0%	3.0%	3.0%	
Unemployment Rate	4.9%	4.8%	4.8%	4.9%	4.9%	
CPI YOY Percent	3.5%	3.1%	2.5%	2.5%	2.9%	

Source: Bloomberg

### SHORT-TERM INVESTMENT FUND PERFORMANCE

During the second quarter of FY06, the Short-Term Investment Fund (STIF) returned an average yield of 4.14 percent compared to the yield of the iMoneyNet benchmark of 3.72 percent. This represents an additional 42 basis points over the comparable money market benchmark. With average assets of \$4.3 billion for the second quarter of FY06, the higher yield results in an additional \$4.6 million of incremental income for fund investors.

Evident in the economic outlook and Federal Funds futures market, is the likelihood that increases in short-term interest rates may be nearing the end of the tightening cycle. Federal Funds futures predict a Federal Fund rate of 4.86 percent by next June. Therefore, the strategy of the fund continues to be to maintain a short weighted-average maturity in anticipation of rising rates and to place funds in sectors that perform well on this area of the curve. The weighted average maturity for the STIF at quarter end was 48 days. We are permitted to extend the portfolio to a maximum of 60 days.

For the second quarter of FY06, the top three asset allocation sectors of the portfolio were liquid certificates of deposit, asset-backed secured liquidity notes, and securities-backed commercial paper.

The portfolio held 33.5 percent of its investments in highly liquid bank certificates of deposit (29 percent) and repurchase agreements (4.5 percent). Our investments in these securities can be liquidated into cash within one business day. Secured liquidity notes totaled 31 percent, which were further diversified by allocation into different asset-backed programs. Finally, the portfolio held an allocation of 23 percent in securities-backed commercial paper. Fifty-eight percent of the funds allocated to securities-backed commercial paper matured within ten business days. Given the present shape of the yield curve, tight credit spreads, and the anticipation of rising rates, these securities have performed well in this environment.

The Short-Term Investment Fund will continue to be managed within the confines of conservative investment guidelines. As always, we appreciate your confidence and pledge our efforts to provide you with the strongest market returns we can safely earn, while maintaining appropriate levels of liquidity.

*Economic Update reflects the views of the management of the Office of the State Treasurer's Short-Term Investment Fund.*

**SHORT-TERM INVESTMENT FUND**  
**COMPARATIVE MONTHLY ANNUALIZED YIELDS (%)**  
**(UNAUDITED)**

	<u>STIF</u>		<u>MFR Index (a)</u>	
	<u>Yield (b)</u>	<u>Effective Yield (c)</u>	<u>Yield (b)</u>	<u>Effective Yield (c)</u>
Oct-05	3.85	3.92	3.52	3.58
Nov-05	4.20	4.28	3.71	3.77
Dec-05	4.37	4.46	3.94	4.01
Average	4.14	4.22	3.72	3.79

(a) iMoneyNet Rated Money Fund Report Averages™ - Taxable Institutional (MFR Index).

(b) Annualized simple interest yield less expenses.

(c) Annualized compounded yield less expenses.

**Note:** Annualized returns are provided to allow comparisons to SEC-registered money market mutual funds, which report on that basis.

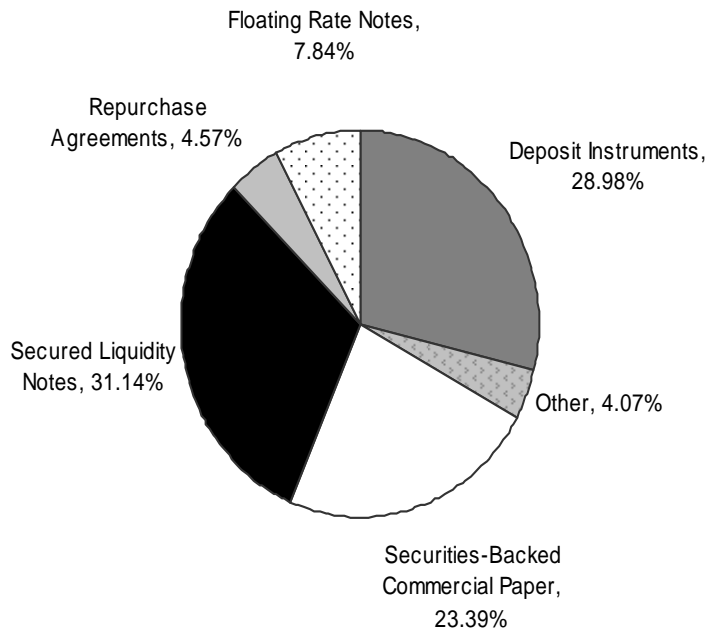
**SHORT-TERM INVESTMENT FUND**  
**RATE OF RETURN (%)**  
**PERIOD ENDED DECEMBER 31, 2005 (UNAUDITED)**

	<u>Three- Month</u> <sup>(a)</sup>	<u>1 Year</u>	<u>3 Year</u>	<u>5 Year</u>	<u>7 Year</u>	<u>10 Year</u>
STIF	1.05	3.38	2.05	2.46	3.46	4.13
MFR Index <sup>(b)</sup>	0.93	2.97	1.63	2.06	3.06	3.74

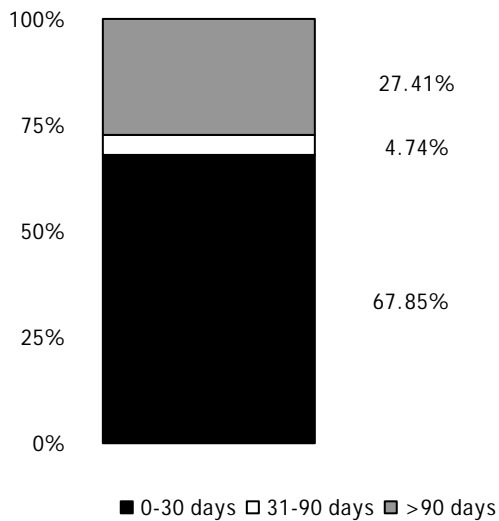
(a) Three-month rate of return is not annualized.

(b) iMoneyNet Rated Money Fund Report Averages™ - Taxable Institutional (MFR Index).

**SHORT-TERM INVESTMENT FUND**  
**DISTRIBUTION BY INVESTMENT TYPE AT DECEMBER 31, 2005**



**SHORT-TERM INVESTMENT FUND**  
**DISTRIBUTION BY MATURITY\* AT DECEMBER 31, 2005**



Weighted Average Maturity\* = 48.20 days

\* Includes extendable notes booked to their legal final maturity date.

# SHORT-TERM INVESTMENT FUND

## LIST OF INVESTMENTS AT SEPTEMBER 30, 2005 (UNAUDITED)

Par Value **	Security (Coupon, Maturity or Next Reset)	Yield (%)	Amortized Cost**	Market Value**	Quality Rating	Cusip or Issuer ID
<b>SECURITIES-BACKED COMMERCIAL PAPER (23.40%)</b>						
\$ 100,000,000	ALTIUS FUNDING 4.29, 1/6/06*	4.29	\$ 99,976,167	\$ 99,976,167	A-1+	02149ECQ8
50,000,000	ALTIUS FUNDING 4.30, 1/25/06*	4.31	49,886,528	49,886,528	A-1+	02149ECD7
50,000,000	ALTIUS FUNDING 4.37, 2/2/06*	4.39	49,823,986	49,823,986	A-1+	02149ECT2
50,000,000	BELLE HAVEN 4.25, 1/20/06*	4.26	49,905,556	49,905,556	A-1+	07843PEB2
40,300,000	BELLE HAVEN 4.255, 1/20/06*	4.26	40,223,788	40,223,788	A-1+	07843PEB2
77,400,000	BELLE HAVEN 4.27, 1/25/06*	4.28	77,225,571	77,225,571	A-1+	07843PECO
52,000,000	BELLE HAVEN 4.31, 2/1/06*	4.32	51,838,136	51,838,136	A-1+	07843PED8
25,000,000	BELLE HAVEN 4.39, 2/8/06*	4.41	24,899,396	24,899,396	A-1+	07843PEF3
50,323,000	BLUE SPICE 4.40, 1/3/06	4.40	50,310,699	50,310,699	A-1+	09604CA38
23,000,000	BLUE SPICE 4.38, 1/6/06	4.38	22,986,008	22,986,008	A-1+	09604LA61
73,397,000	CHESHAM FINANCE 4.25, 1/3/06	4.25	73,379,670	73,379,670	A-1+	16536JA31
100,000,000	EBURY FINANCE 4.29, 1/3/06	4.29	99,976,167	99,976,167	A-1	27873KA36
30,800,000	EBURY FINANCE 4.33, 1/11/06	4.34	30,762,954	30,762,954	A-1	27873KAB8
68,000,000	EBURY FINANCE 4.40, 1/19/06	4.41	67,850,400	67,850,400	A-1	27873KAK8
72,200,000	LAGUNA 4.20, 1/7/06*	4.20	72,174,730	72,174,730	A-1+	50716PEU4
50,000,000	LAGUNA 4.24, 1/18/06*	4.25	49,929,333	49,929,333	A-1+	50716PEY6
15,000,000	LONG LANE MASTER TRUST IV 4.42, 1/27/06	4.42	15,000,000	15,000,000	A-1+	PHYSICAL
83,000,000	PINNACLE POINT 4.175, 1/24/06	4.19	82,778,609	82,778,609	A-1+	72347KAQ9
<b>\$1,010,420,000</b>			<b>\$1,008,927,697</b>	<b>\$1,008,927,697</b>		
<b>MULTI-SELLER COMMERCIAL PAPER (3.49%)</b>						
\$ 97,420,000	SYDNEY CAPITAL 4.345, 1/25/06	4.36	\$ 97,137,807	\$ 97,137,807	A-1+	87123MAR1
25,573,000	TASMAN FUNDING 4.35, 1/17/06	4.37	25,523,559	25,523,559	A-1+	87651UAH5
28,000,000	TASMAN FUNDING 4.38, 2/3/06	4.40	27,887,580	27,887,580	A-1+	87651UB35
<b>\$ 150,993,000</b>			<b>\$150,548,946</b>	<b>\$150,548,946</b>		
<b>FEDERAL AGENCY SECURITIES (0.58%)</b>						
\$ 25,000,000	FEDERAL HOME LOAN BANK 4.14, 1/24/07	4.01	\$ 25,000,000	\$ 24,996,000	AAA	3133XCP31
<b>\$ 25,000,000</b>			<b>\$ 25,000,000</b>	<b>\$ 24,996,000</b>		
<b>DEPOSIT INSTRUMENTS (28.98%)</b>						
\$ 25,000,000	CITIBANK 4.295, 2/15/06	4.30	\$ 25,000,000	\$ 25,000,000	A-1+	17304TC92
25,000,000	CITIBANK 4.29, 2/15/06	4.29	25,000,000	25,000,000	A-1+	17304TD26
50,000,000	CITIZENS BANK - CT 4.47, 2/2/06	4.47	50,000,000	50,000,000	A-1+	176990000
50,000,000	CITIZENS BANK - RI 4.147, 2/2/06	4.47	50,000,000	50,000,000	A-1+	176990000

Par Value **	Security (Coupon, Maturity or Next Reset)	Yield (%)	Amortized Cost**	Market Value**	Quality Rating	Cusip or Issuer ID
50,000,000	CITIZENS BANK - RI 4.147, 2/2/06	4.47	50,000,000	50,000,000	A-1+	176990000
50,000,000	CITIZENS BANK - RI 4.147, 2/2/06	4.47	50,000,000	50,000,000	A-1+	176990000
50,000,000	CITIZENS BANK - RI 4.147, 2/2/06	4.47	50,000,000	50,000,000	A-1+	176990000
50,000,000	CITIZENS BANK - RI 4.147, 2/2/06	4.47	50,000,000	50,000,000	A-1+	176990000
50,000,000	CITIZENS BANK - RI 4.147, 2/2/06	4.47	50,000,000	50,000,000	A-1+	176990000
25,000,000	CITIZENS BANK - CT 4.47, 2/2/06	4.47	25,000,000	25,000,000	A-1+	176990000
25,000,000	CITIZENS BANK - RI 4.147, 2/2/06	4.47	25,000,000	25,000,000	A-1+	176990000
50,000,000	JP MORGAN CHASE 4.47, 9/29/06	4.47	50,000,000	50,000,000	A-1+	43499K004
50,000,000	JP MORGAN CHASE 4.47, 9/29/06	4.47	50,000,000	50,000,000	A-1+	43499K004
50,000,000	JP MORGAN CHASE 4.47, 9/29/06	4.47	50,000,000	50,000,000	A-1+	43499K004
50,000,000	JP MORGAN CHASE 4.47, 9/29/06	4.47	50,000,000	50,000,000	A-1+	43499K004
50,000,000	JP MORGAN CHASE 4.47, 9/29/06	4.47	50,000,000	50,000,000	A-1+	43499K004
50,000,000	JP MORGAN CHASE 4.47, 9/29/06	4.47	50,000,000	50,000,000	A-1+	43499K004
50,000,000	JP MORGAN CHASE 4.47, 9/29/06	4.47	50,000,000	50,000,000	A-1+	43499K004
50,000,000	JP MORGAN CHASE 4.47, 9/29/06	4.47	50,000,000	50,000,000	A-1+	43499K004
25,000,000	JP MORGAN CHASE 4.47, 9/29/06	4.47	25,000,000	25,000,000	A-1+	43499K004
25,000,000	JP MORGAN CHASE 4.47, 9/29/06	4.47	25,000,000	25,000,000	A-1+	43499K004
50,000,000	WACHOVIA 4.50, 9/29/06	4.50	50,000,000	50,000,000	A-1+	32099S004
50,000,000	WACHOVIA 4.50, 9/29/06	4.50	50,000,000	50,000,000	A-1+	32099S004
50,000,000	WACHOVIA 4.50, 9/29/06	4.50	50,000,000	50,000,000	A-1+	32099S004
50,000,000	WACHOVIA 4.50, 9/29/06	4.50	50,000,000	50,000,000	A-1+	32099S004
50,000,000	WACHOVIA 4.50, 9/29/06	4.50	50,000,000	50,000,000	A-1+	32099S004
50,000,000	WACHOVIA 4.50, 9/29/06	4.50	50,000,000	50,000,000	A-1+	32099S004
50,000,000	WACHOVIA 4.50, 9/29/06	4.50	50,000,000	50,000,000	A-1+	32099S004
25,000,000	WACHOVIA 4.50, 9/29/06	4.50	25,000,000	25,000,000	A-1+	32099S004
25,000,000	WACHOVIA 4.50, 9/29/06	4.50	25,000,000	25,000,000	A-1+	32099S004
<b>\$1,250,000,000</b>			<b>\$1,250,000,000</b>	<b>\$1,250,000,000</b>		
<b>FLOATING RATE NOTES (7.84%)</b>						
\$	14,535,000	ALLSTATE LIFE GLOBAL 4.12, 4/2/07	4.5	\$ 14,541,457	\$ 14,546,919	AA 02003EAG7
	1,550,000	ALLSTATE LIFE GLOBAL 4.45, 5/25/07	4.5	1,550,954	1,550,868	AA 02003MAB0
	10,000,000	ASIF GLOB XXII 4.55, 5/30/06	4.5	10,005,441	10,004,600	AA+ 04519FAA0
	20,000,000	ASIF GLOB XXXI 4.38, 2/23/07	4.5	19,995,366	19,994,600	AA+ 00209YAA2
	50,000,000	BETA FINANCE 4.38, 8/17/07	4.4	49,988,002	49,999,000	AAA 08658AJH9
	12,065,000	CITIGROUP 4.59, 12/12/06	4.5	12,076,669	12,078,030	AA- 17307EAV5
	3,690,000	CITIGROUP 4.59, 12/12/06	4.5	3,693,514	3,693,985	AA- 17307EAV5
	19,850,000	CITIGROUP 4.56, 3/16/07	4.5	19,865,495	19,864,094	AA- 17307EBA0



Par Value **	Security (Coupon, Maturity or Next Reset)	Yield (%)	Amortized Cost**	Market Value**	Quality Rating	Cusip or Issuer ID
4,450,000	CITIGROUP 4.56, 3/16/07	4.5	4,452,806	4,453,160	AA-	17307EBAO
3,000,000	CITIGROUP 4.31, 11/1/07	4.6	3,002,380	3,001,800	AA-	172967CR0
50,000,000	FIVE FINANCE 4.39, 5/25/07	4.4	50,000,000	50,006,000	AAA	33828WAR1
5,000,000	GE CAPITAL CORP 4.47, 12/8/06	4.5	5,000,406	5,001,200	AAA	36962GK52
6,900,000	GE CAPITAL CORP 4.55, 3/9/07	4.5	6,906,826	6,907,659	AAA	36962GE91
25,000,000	MBIA GLOBAL FUNDING 4.37, 2/20/06	4.4	24,996,211	25,005,250	AAA	55266LCR5
25,000,000	MBIA GLOBAL FUNDING 4.37, 2/20/06	4.4	24,996,211	25,005,250	AAA	55266LCR5
25,000,000	NEW YORK LIFE GF 4.39, 9/28/07	4.4	25,000,000	24,999,500	AA+	649486AA5
11,800,000	PRINCIPAL LIFE GROUP 4.25, 1/12/07	4.5	11,812,046	11,812,036	AA	7425A0BG4
1,018,000	PRINCIPAL LIFE INC 4.32, 2/14/07	4.5	1,017,641	1,017,644	AA	74254PEH1
10,000,000	ROYAL BANK OF SCOTLAND 4.34, 4/21/10	4.4	10,000,000	9,996,700	AA	78010JAB8
15,000,000	SOUTHTRUST 4.56, 3/19/07	4.6	15,010,312	15,007,350	AA-	8447HACJ1
300,000	SOUTHTRUST 4.56, 3/19/07	4.6	300,152	300,147	AA-	8447HACJ1
2,000,000	WELLS FARGO 4.56, 3/23/07	4.5	2,001,100	2,001,260	AA-	949746FR7
2,000,000	WELLS FARGO 4.56, 3/23/07	4.5	2,001,063	2,001,260	AA-	949746FR7
20,000,000	WHITE PINE 4.32, 6/28/06	4.3	19,998,618	19,999,800	AAA	96432XFQ1
<b>\$ 338,158,000</b>			<b>\$ 338,212,668</b>	<b>\$ 338,248,111</b>		
<b>SECURED LIQUIDITY NOTES (31.14%)</b>						
\$ 48,000,000	AJAX BAMBINO 4.295, 7/7/06*	4.30	\$ 47,954,187	\$ 47,954,187	A-1+	00959NMU1
40,000,000	ALBIS CAPITAL CORP 4.19, 7/3/06*	4.19	39,986,033	39,986,033	A-1+	01344EHQ8
53,000,000	ALBIS CAPITAL CORP 4.33, 7/14/06*	4.34	52,898,004	52,898,004	A-1+	01344EJK9
30,000,000	ALBIS CAPITAL CORP 4.33, 7/14/06*	4.34	29,942,267	29,942,267	A-1+	01344EJK9
50,000,000	ALBIS CAPITAL CORP 4.37, 7/24/06*	4.38	49,854,333	49,854,333	A-1+	01344EKA9
50,000,000	ALBIS CAPITAL CORP 4.36, 7/31/06*	4.38	49,812,278	49,812,278	A-1+	01344EJN3
24,000,000	ALBIS CAPITAL CORP 4.36, 7/31/06*	4.38	23,909,893	23,909,893	A-1+	01344EJN3
14,955,000	ALBIS CAPITAL CORP 4.40, 7/31/06*	4.42	14,898,337	14,898,337	A-1+	01344EJ26
25,000,000	ALBIS CAPITAL CORP 4.47, 8/4/06*	4.49	24,888,250	24,888,250	A-1+	01344EKJ4
42,120,000	ALBIS CAPITAL CORP 4.50, 8/9/06*	4.52	41,909,400	41,909,400	A-1+	01344EKK7
30,000,000	ALBIS CAPITAL CORP 4.48, 8/9/06*	4.50	29,850,667	29,850,667	A-1+	01344EKK7
58,083,000	ASAP FUNDING 4.19, 4/3/06*	4.19	58,069,480	58,069,480	A-1+	04341GN34
50,000,000	ASAP FUNDING 4.25, 4/17/06*	4.26	49,905,556	49,905,556	A-1+	04341GR55
33,600,000	ASAP FUNDING 4.35, 4/18/06*	4.36	33,530,980	33,530,980	A-1+	04341GU44

<b>Par Value</b> **	<b>Security</b> <b>(Coupon, Maturity or Next Reset)</b>	<b>Yield</b> <b>(%)</b>	<b>Amortized</b> <b>Cost**</b>	<b>Market</b> <b>Value**</b>	<b>Quality</b> <b>Rating</b>	<b>Cusip or</b> <b>Issuer ID</b>
25,000,000	BROADHOLLOW FUNDING 4.28, 1/3/06	4.28	24,994,056	24,994,056	A-1+	11133X7K4
25,000,000	BROADHOLLOW FUNDING 4.28, 1/3/06	4.28	24,994,056	24,994,056	A-1+	11133Y7K4
25,000,000	BROADHOLLOW FUNDING 4.295, 1/4/06	4.30	24,991,052	24,991,052	A-1+	11133WGD2
25,000,000	BROADHOLLOW FUNDING 4.26, 1/6/06	4.26	24,985,208	24,985,208	A-1+	11133WFY7
25,000,000	BROADHOLLOW FUNDING 4.33, 1/12/06	4.33	24,966,924	24,966,924	A-1+	11133WGJ9
57,039,000	FREEDOM PARK 4.33, 1/5/06	4.33	57,011,558	57,011,558	A-1+	35644EKB2
66,400,000	FREEDOM PARK 4.37, 1/11/06	4.38	66,319,398	66,319,398	A-1+	35644EKD8
51,247,000	FREEDOM PARK 4.37, 1/12/06	4.38	51,178,571	51,178,571	A-1+	35644EKE6
12,912,000	FREEDOM PARK 4.40, 1/17/06	4.41	12,886,750	12,886,750	A-1+	35644EKF3
42,701,000	FREEDOM PARK 4.40, 1/18/06	4.41	42,612,277	42,612,277	A-1+	35644EKG1
50,000,000	HARWOOD STREET I 4.22, 1/3/06	4.22	49,988,278	49,988,278	A-1+	41801JF99
50,000,000	HARWOOD STREET I 4.31, 1/9/06	4.31	49,952,111	49,952,111	A-1+	41801JW33
11,000,000	HARWOOD STREET I 4.36, 1/17/06	4.37	10,978,684	10,978,684	A-1+	41801JQ55
100,000,000	MAIN STREET WAREHOUSE 4.35, 7/12/06*	4.36	99,855,000	99,855,000	A-1+	56036EMR7
50,000,000	MAIN STREET WAREHOUSE 4.40, 7/12/06*	4.41	49,926,667	49,926,667	A-1+	59036EMR2
92,919,000	OCALA FUNDING 4.39, 5/25/06*	4.40	92,647,057	92,647,057	A-1+	67456ECB1
87,377,000	OCALA FUNDING 4.39, 1/27/06	4.40	87,099,966	87,099,966	A-1+	67456EH91
<b>\$1,345,353,000</b>			<b>\$1,342,797,276</b>	<b>\$1,342,797,276</b>		
<b>REPURCHASE AGREEMENTS (4.57%)</b>						
\$ 197,187,000	BEAR STEARNS 4.29, 1/3/06	4.3	\$ 197,187,000	\$ 197,187,000	A-1	073993008
<b>\$197,187,000</b>			<b>\$197,187,000</b>	<b>\$197,187,000</b>		
<b>MONEY MARKET FUND (0.00%)</b>						
\$372	LIQUIDITY MNGT SYSTEM 3.50, 1/3/06	3.50	\$372	\$372	A-1+	536991003
<b>\$372</b>			<b>\$372</b>	<b>\$372</b>		
<b>\$4,317,111,372</b>	<b>TOTAL</b>		<b>\$4,312,673,959</b>	<b>\$4,312,673,959</b>		

**Market Value / Participant Units Outstanding = Ratio of Market Value per Unit\*\*\***

**\$4,312,673,959\* / 4,258,541,636 = \$1.01 per unit**

\* Security is booked to its legal final.

\*\* Securities rounded to the nearest dollar.

\*\*\* Includes designated surplus reserve which is not available for distribution to individual shareholders.

**SHORT-TERM INVESTMENT  
FUND**

**ORGANIZATION STRUCTURE**

<b>Treasurer</b>	Denise L. Nappier
<b>State of Connecticut</b>	(860) 702-3000
<b>Assistant Treasurer</b>	Lawrence A. Wilson, CTP
<b>Cash Management</b>	(860) 702-3126
<b>STIF Investment Management</b>	Principal Investment Officer Lee Ann Palladino, CFA
	Investment Officer Paul A. Coudert
	Securities Analyst Marc R. Gagnon
<b>STIF Investor Services</b>	Accountant Barbara Szuba
<b>Investment Transactions</b>	1-800-754-8430
<b>Voice Response System</b>	1-800-882-8211 (Fund 136)
<b>STIF Express Online Account Access</b>	<a href="http://www.state.ct.us/ott/STIFHome.htm">www.state.ct.us/ott/STIFHome.htm</a>



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