

# REPORT DIGEST

## ILLINOIS STATE BOARD OF INVESTMENT

### COMPLIANCE AUDIT

For the Year Ended:  
June 30, 1997

#### Summary of Findings:

Total this audit	0
Total last audit	1
Repeated from last audit	0

Release Date:



State of Illinois  
Office of the Auditor General

**WILLIAM G. HOLLAND**  
AUDITOR GENERAL

Iles Park Plaza  
740 E. Ash Street  
Springfield, IL 62703  
(217) 782-6046

### INTRODUCTION

This digest covers our compliance audit of the Board for the year ended June 30, 1997. A financial audit covering the year ending June 30, 1997 is being issued separately. There were no material findings of noncompliance disclosed during our audit tests. We commend the Board for maintaining effective fiscal controls.

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WILLIAM G. HOLLAND, Auditor General

WGH:KMA:pp

### SPECIAL ASSISTANT AUDITORS

McGladrey & Pullen, LLP were our special assistant auditors for this audit.

{Financial Information is summarized on the reverse page.}

**ILLINOIS STATE BOARD OF INVESTMENT**  
**INFORMATION FROM FINANCIAL AND COMPLIANCE AUDITS**  
**Two Years Ended June 30, 1997**

NET ASSETS	June 30, 1997	June 30, 1996
<b>Investments, at Market Value</b>		
U.S. Government and Agency Obligations...	\$1,137,289,413	\$ 912,121,439
Foreign Obligations.....	38,894,843	62,127,837
Corporate Obligations.....	648,401,848	672,504,912
Convertible Bonds.....	7,708,471	16,090,094
Common Stock & Equity Funds.....	2,424,361,786	2,022,045,628
Convertible Preferred Stock.....	21,207,595	12,642,234
Preferred Stock.....	25,335,680	16,685,727
Foreign Equity Securities.....	1,019,434,063	560,500,860
Real Estate Funds.....	252,606,430	243,308,942
Alternative Investments.....	306,053,788	274,289,456
Money Market Instruments.....	419,376,908	620,820,839
Forward Foreign Currency Contracts.....	1,008,282	1,154,317
Options.....	<u>4,465,309</u>	<u>0</u>
	6,306,144,416	5,414,292,285
Other Assets, Less Liabilities.....	<u>21,992,726</u>	<u>22,524,160</u>
<b>Net Assets, at Market Value.....</b>	<b><u>\$6,328,137,142</u></b>	<b><u>\$5,436,816,445</u></b>
<b>Net Assets, at Cost.....</b>	<b><u>\$5,093,176,707</u></b>	<b><u>\$4,601,659,771</u></b>

FINANCIAL HIGHLIGHTS	YEAR ENDED JUNE 30, 1997	YEAR ENDED JUNE 30, 1996
Net Investment Income.....	\$226,862,317	\$205,805,085
Net Realized Gain on Investments.....	\$381,054,619	\$389,327,606
Net Unrealized Gain on Investments.....	\$399,803,761	\$185,613,737
Management Expenses.....	\$14,245,218	\$15,511,389
Annual Total Return.....	18.8%	16.6%

AGENCY DIRECTOR
During Audit Period: Jane R. Patterson Currently: Jane R. Patterson



