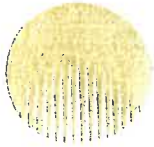


*Investment
Performance
Report*

West Virginia
Investment Management Board

June 30, 2004



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August 9, 2004

Board of Trustees
West Virginia Investment Management Board

We have conducted a performance audit of the accompanying Schedule of Investment Performance (the "Schedule") of the individual investment pools operated by the West Virginia Investment Management Board (WVIMB). The audit was conducted in accordance with Article 6 of the West Virginia State Board of Investments (Section 12-6-6 (d)) for the year ending June 30, 2004.

Our examination included such testing, as we believed adequate, to verify that the performance information provided in the Schedule has been prepared and fairly presented in accordance with the Performance Presentation Standards as detailed in the footnotes to the Schedule.

This Schedule is the responsibility of WVIMB's management. Our responsibility is to express an opinion on the Schedule based on our audit.

In our opinion, the Schedule referred to above presents fairly, in all material respects, the performance of the individual investment pools as of June 30, 2004, in conformity with the Performance Presentation Standards as detailed in the footnotes to the Schedule.

Summit Strategies, Inc.

Summit Strategies, Inc.

Schedule of Investment Performance
West Virginia Investment Management Board
For the Period July 1, 2003 to June 30, 2004

Trust Accounts	Total Rate of Return*
Public Employees' Retirement System	15.2%
Teachers' Retirement System	15.1
Public Safety, Death, Disability, and Retirement System	15.7
Deputy Sheriffs' Retirement System	15.3
Judges' Retirement System	15.2
State Police Retirement System	15.0
Workers' Compensation Fund **	0.8
Workers' Compensation EELF	10.3
Pneumoconiosis	5.6
Wildlife Endowment Fund	15.8
Prepaid Tuition Trust Fund	15.5
Prepaid Tuition Trust Escrow ***	-0.3
Tobacco Settlement Trust Fund	15.6

**Returns are net of all fees. See Note 2.*

***Return is for the period 7/15/03 through 6/30/04.*

****Return is for the period 12/17/03 through 6/30/04.*

Investment Pools

	Total Rates of Return		
	<u>Gross of all fees</u>	<u>Net of manager fees</u>	<u>Net of all fees</u>
Large Cap Domestic Pool	19.7%	19.7%	19.6%
Non-Large Cap Domestic Pool	31.3	30.7	30.6
International Qualified Pool	35.6	34.8	34.8
International Non-Qualified Pool	34.4	33.1	33.1
International Equity Pool	26.0	25.5	25.4
Fixed Income Pool	1.0	0.7	0.7
Fixed Income Qualified Pool	0.5	0.5	0.4
Fixed Income Non-Qualified Pool	0.7	0.6	0.6
Short-Term Fixed Income Pool	1.0	0.9	0.9
Dedicated Fixed Income Pool ****	0.9	0.9	0.8

***** Returns are for the period 7/15/03 through 6/30/04.*

Schedule of Investment Performance
West Virginia Investment Management Board
For the Period July 1, 2003 to June 30, 2004

	Total Rates of Return		
	<u>Gross of all fees</u>	<u>Net of manager fees</u>	<u>Net of all fees</u>
Cash Liquidity Pool	1.1%	1.0%	1.0%
Government Money Market Pool	1.0	1.0	1.0
Enhanced Yield Pool	0.5	0.5	0.4

Monthly Money Market Yield (annualized %)
(See Note 3)

	<u>Cash Liquidity Pool</u>	<u>Government Money Market Pool</u>
July 2003	1.0%	1.0%
August 2003	1.0	1.0
September 2003	1.0	1.0
October 2003	1.0	1.0
November 2003	1.0	1.0
December 2003	1.0	1.0
January 2004	1.0	1.0
February 2004	1.0	1.0
March 2004	1.0	1.0
April 2004	1.0	1.0
May 2004	1.0	1.0
June 2004	1.1	1.0

Schedule of Investment Performance
West Virginia Investment Management Board
For the Period July 1, 2003 to June 30, 2004

Note 1

This report represents the performance returns of the West Virginia Investment Management Board. It is prepared to comply with *West Virginia Code § 12-6-6(d)*.

Note 2

The Total Rate of Return for the investment pools is calculated using the Modified Dietz time weighted rate of return method. The Modified Dietz method weights each cash flow by the amount of time it is held in the portfolio. The formula for the Modified Dietz method is:

$$\text{RDIETZ} = \frac{\text{MVE} - \text{MVB} - \text{F}}{\text{MVB} + \text{FW}}$$

Note 3

The monthly money market yield represents the rate of income, net of expenses, earned during the respective month. The return is annualized over a 365-day or 366-day year, assuming no reinvestment of earnings.