



UC International Equity Index Fund

Investment Objective: The Fund seeks to provide investment results approximating the total return performance of the securities included in the MSCI EAFE + Canada Index.

Quick Stats	1 Year Return (12/31/2007)	12.57%
	NAV (12/31/2007)	\$163.08
	Investment Category	Equity
	Net Assets (\$M)	\$133
	Inception	July 1, 2005

The International Equity Index Fund is part of the UC Retirement Savings Program's Core Funds, which include a full range of asset classes designed to help meet participant needs. Participants in the Program should consider their unique needs and goals, along with any savings held outside of the Program, when building an appropriately diversified asset allocation of funds.

Average Annual Total Returns

as of 12/31/2007

The UC International Equity Index Fund became available on July 1, 2005. Therefore, long-term performance information is not yet available.

Returns (%)	1 Year
International Equity Index Fund	12.57
Policy Benchmark	12.19

How We Invest

The Treasurer's Office manages the International Equity Index Fund according to policies established by The Regents of the University of California.

The Fund seeks to provide investment results approximating the total return performance of the securities included in the MSCI EAFE + Canada Index. The Fund is invested in a MSCI EAFE + Canada Tobacco Free (TF) Index Fund managed by State Street Global Advisors.

The Morgan Stanley Capital International Europe, Australasia, and Far East Index is designed to measure the performance of developed stock markets in those regions. The TF version excludes tobacco companies.

Risks to You

Risks include market risk, foreign security risk and individual company risk. When you redeem your units, they may be worth more or less than the amount you had invested in them, which means you could lose money.

The International Equity Index Fund may be appropriate for investors seeking long-term capital appreciation from a diversified non-U.S. equity portfolio. The International Equity Index Fund may not be appropriate for investors with short time horizons or those uncomfortable with fluctuations in market value.

For more information on risk, see the "Investment Risk Factor Guide," available online at www.netbenefits.com.

Fees and Expenses

Investor expenses are limited to 0.15% (or \$1.50 per \$1,000 invested) of the Fund's average market value per year, assessed on a daily basis (1/365th per day invested). These expenses are not billed to participants, but are netted against the investment experience of the fund. These expenses are comprised of approximately 0.03% for investment management, 0.02% for investor education and 0.10% for administration (including accounting, audit, legal, custodial and recordkeeping services). The total administrative expenses are estimated and could actually be lower in some periods. If actual administrative expenses are less than estimated, any accumulation will be returned to the Fund each quarter, on a prorated basis, thereby lowering the effective expense ratio for participants. There are no front-end or deferred-sales loads or other marketing expenses.



UC International Equity Index Fund

continued

Largest International Equity Index Holdings

as of 12/31/2007

Largest International Equity Index Holdings

BP PLC	1.5%
Vodafone Group	1.3%
HSBC Hldgs	1.3%
Nestle SA	1.2%
Total SA	1.2%
Nokia Oyj	1.0%
Royal Dutch Shell	1.0%
Toyota Motor Corp.	1.0%
GlaxoSmithKline	0.9%
Telefonica SA	<u>0.9%</u>
	11.4%

Month-End Values

most recent 12 months ending 12/31/2007

January 2007	145.53655
February 2007	146.72085
March 2007	150.45465
April 2007	157.44665
May 2007	161.03825
June 2007	161.54327
July 2007	159.31723
August 2007	156.93010
September 2007	165.84456
October 2007	173.05938
November 2007	166.26454
December 2007	163.08043

Keep in mind that investing involves risk. The value of your investment will fluctuate over time and you may gain or lose money.

The information contained herein regarding the UC Funds has been provided by the University of California Office of the Treasurer and is solely the responsibility of the University of California Office of the Treasurer.