

The Funds invest in foreign currency forward contracts to hedge the currency risk in its international and global portfolios. The following summary shows the foreign currency forward contracts outstanding as of June 30, 1999 (amounts expressed in thousands).

Purchases		
Currency	Purchase Amount (In Local Currency)	Fair Value as of June 30, 1999
Australian dollar	140,486	\$ 93,049
Canadian dollar	28,473	19,248
Danish krone	19,602	2,734
Euro currency	195,660	202,601
Japanese yen	17,635,006	146,577
New Zealand dollar	6,647	3,525
Norwegian krone	23,076	2,927
Pound sterling	39,970	63,023
Swedish krona	449,803	53,118
Swiss franc	96,670	62,505
U.S. dollar	1,258,902	1,258,902
Total purchases		\$1,908,209

Sales		
Currency	Sale Amount (In Local Currency)	Fair Value as of June 30, 1999
Australian dollar	65,030	\$ 43,068
Canadian dollar	50,764	34,317
Danish krone	161,594	22,536
Euro currency	213,874	221,311
Japanese yen	60,810,838	506,252
New Zealand dollar	26,593	14,101
Norwegian krone	90,748	11,522
Pound sterling	202,153	318,756
Swedish krona	120,100	14,167
Swiss franc	119,046	76,914
U.S. dollar	643,614	643,614
Total sales		\$1,906,558

E. Investments—Component Units:

Investment accounts established by higher education institutions relate principally to endowments and trust accounts required by debt instruments. In general, endowment resources can be invested in debt and equity securities, and trust accounts can be invested only in debt securities. These investments include U.S. Treasury and agency obligations, corporate debt and equity securities, repurchase agreements, and mutual funds that invest in government securities.

The Maryland Stadium Authority's marketable securities are held by the Bond Trustee. Proceeds to purchase these marketable securities were derived from various bond issues and any proceeds from the sale of these marketable securities are restricted to the purpose of the original bond issue.

The investments of the Maryland Environment Service (Service) primarily relate to bond indentures. The Service or its trustee banks are authorized to invest assets related to bond indentures in obligations of the United States of America, any federal agency, high quality commercial paper or mutual funds that invest in U.S. Government securities. Additionally, the Service may otherwise invest in securities allowed by the State.

Investments of the Maryland Stadium Authority, Maryland Environmental Service, Maryland Industrial Development Financing Authority, and the higher education institutions are stated at fair value which is based on quoted market prices.

The investments as of June 30, 1999, for the discretely presented Component Units are as follows (amounts expressed in thousands).

	Category			Fair Value
	1	2	3	
U.S. Treasury and agency obligations	\$ 22,648	\$9,744		\$ 32,392
Corporate debt securities	15,404			15,404
Corporate equity securities	213,640			213,640
Repurchase agreements	80,861			80,861
Other	272			272
	<u>\$332,825</u>	<u>\$9,744</u>		<u>342,569</u>
Items not subject to classification:				
Mutual funds				8,858
Total				\$351,427