

SMITH BARNEY U.S. 5000 INDEX FUND

RESEARCH SERIES | SEMI-ANNUAL REPORT | JUNE 30, 2001



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Semi-Annual Report • June 30, 2001

SMITH BARNEY U.S. 5000 INDEX FUND

BARCLAYS GLOBAL FUND ADVISORS

Barclays Global Fund Advisors has been selected to “passively” manage the Master Portfolio. The Portfolio’s holdings are adjusted periodically to reflect the changing composition of the index.

FUND OBJECTIVE

The Fund seeks long-term capital growth by approximating, before fees and expenses, the performance of the Wilshire 5000 Total Stock Market Index (Wilshire 5000 Index). The Fund invests all of its assets in a “Master Portfolio” representing a sampling of securities similar to the Wilshire 5000 Index, a capitalization-weighted index of over 7,000 U.S. equity securities for which daily pricing is available.

What’s Inside

Letter from the Chairman of the Smith Barney U.S. 5000 Index Fund	1
Smith Barney U.S. 5000 Index Fund	
Historical Performance	3
Growth of \$10,000	5
Statement of Assets and Liabilities	6
Statement of Operations	7
Statements of Changes in Net Assets	8
Notes to Financial Statements	9
Financial Highlights	11
Master Investment Portfolio	
Schedules of Investments	13
Statements of Assets and Liabilities	45
Statements of Operations	46
Statements of Changes in Net Assets	47
Notes to Financial Statements	49





HEATH B. McLENDON
CHAIRMAN

Dear Shareholder:

We are pleased to present the semi-annual report for the Smith Barney U.S. 5000 Index Fund (“Fund”) for the period ended June 30, 2001. In this report, we summarize what we believe to be the period’s prevailing economic and market conditions and outline our investment strategy. We hope you find this report to be useful and informative.

Investment Objective and Strategy

The Fund seeks to provide long-term capital growth by approximating, before fees and expenses, the performance of the Wilshire 5000 Total Stock Market Index (“Wilshire 5000”). The Wilshire 5000 is an unmanaged capitalization-weighted index of over 7,000 U.S. equity securities and consists of all the U.S. stocks regularly traded on the New York and American Stock Exchanges and The NASDAQ Stock Market for which daily pricing is available.¹ The Wilshire 5000 is comprised of the stocks in the Standard & Poor’s 500 Index (“S&P 500”),² except for a small number of foreign stocks that represent approximately 3% of the S&P 500, and the stocks in the Wilshire 4500 Index (“Wilshire 4500”).³

Performance Update

For the six months ended June 30, 2001, the Smith Barney U.S. 5000 Index Shares without sales charges returned a negative 6.46%. For the same period, the Citi U.S. 5000 Index Shares without sales charges returned a negative 6.44%. In comparison, the Wilshire 5000 returned a negative 5.72% for the same period.

Financial Markets Overview

The first half of 2001 proved to be a challenging time for U.S. stocks. Led by the continued contraction of the economy, stock market volatility persisted through June, giving investors little respite. In response to the economic slowdown, the U.S. Federal Reserve Board (“Fed”) eased short-term interest rates on six separate occasions during the period.

Stock markets initially responded favorably to the Fed’s actions. After a brief run, however, a wave of deteriorating economic data, negative earnings preannouncements, and fears of a Japanese financial crisis overwhelmed the confidence of investors. At the time of this report, stock markets lay battered and well below end-of-2000 levels. The Fund’s performance suffered as well.

By the end of the period, consumer and business confidence had eroded to recession-like levels. While consumer spending remained surprisingly strong, business investment (capital spending) slowed abruptly. We believe the economy is following the script of a classic boom-bust cycle more closely than we have witnessed in many years. The classic boom-bust cycle is characterized by the excess capacity and inventory-building that occur after periods of very strong cyclical demand. In such circumstances, lower interest rates may not provide an instant cure; time and patience may be required to absorb or shut down excess capacity, and to use up or write off excess inventory.

¹ Please note that the Wilshire 5000 is unmanaged and is not subject to the same management and trading expenses of a mutual fund. Please note that an investor cannot invest directly in an index.

² The S&P 500 is a market capitalization-weighted measure of 500 widely held common stocks. Please note that an investor cannot invest directly in an index.

³ The Wilshire 4500 measures the performance of all small- and mid-cap stocks. It is constructed using the Wilshire 5000 securities minus the companies in the S&P 500 removed. Please note that an investor cannot invest directly in an index.

Throughout the period we saw a huge amount of overcapacity in telecommunications, fiber optics, PCs and semi-conductors. Many investors, investment professionals and companies had thought that demand would be more than sufficient to absorb the growing supply. In hindsight, they were wrong. We think that historically high inventory levels need to be worked down over time before any sustainable rally in technology stocks can occur.

With the environment described above as a backdrop, the large cap technology companies such as Intel, Texas Instruments and Dell Computer experienced price decreases during the period, negatively impacting the Fund's performance. Consumer stocks were a mixed lot, with names like Coca-Cola and Procter & Gamble still working through the effects of global weakness, while Pepsico and Wrigley Jr. successfully navigated the difficult waters. Financial services were also mixed — insurers and banks (AIG, Wells Fargo, Bank One) held up well, while noted brokerage firms (Merrill Lynch, Morgan Stanley Dean Witter) were weak as commissions and investment banking revenues fell. Pharmaceuticals filled their classic defensive role and held up well in the turmoil. Johnson & Johnson, Merck, Amgen and Pfizer aided the Fund's performance.

In January, 2001, some of the small cap stocks in the Wilshire 5000 that had performed well in the prior year in areas such as health care services and energy were affected dramatically by the Fed's surprise rate cuts. The Fed's rate cuts caused a rotation out of traditionally defensive stocks such as health care services, hospitals, HMOs and insurance companies, and caused some of the worst performances in small cap stocks that we have seen in years. In February and March 2001, technology stocks continued to decline, acting as a drag on the Fund's performance during the latter stages of the period.

Market Outlook

The Fed's 25 basis point⁴ rate cut in the last week of June represented a notable departure from its preceding five cuts during the period, which were all 50 basis points. This may signal the tail end of the Fed's easing cycle. The economy, however, clearly still faces significant short-term challenges. Many corporations continue to experience pressure on earnings as business slows, excess inventories are written off and layoffs increase. While there are no guarantees, we believe, however, that the present retrenchment may serve as a framework for improved profitability in the months and quarters ahead, possibly setting the stage for a recovery in the latter part of 2001.

Thank you for your investment in the Smith Barney U.S. 5000 Index Fund.

Sincerely,



Heath B. McLendon
Chairman

June 12, 2001

Past performance is no indication of future results. The information contained herein is as of June 30, 2001. It is intended to be neither a forecast of future events, a guarantee of future results, nor investment advice. The information provided should not be construed as a recommendation to purchase or sell any individual security.

⁴ A basis point is 0.01% or one one-hundredth of a percent.

Historical Performance — Smith Barney U.S. 5000 Index Shares⁽¹⁾

Period Ended	Net Asset Value		Income Dividends	Capital Gain Distributions	Total Returns ⁽²⁾
	Beginning of Period	End of Period			
6/30/01	\$10.52	\$ 9.84	\$0.00	\$0.00	(6.46)%†
12/31/00	11.64	10.52	0.05	0.01	(9.08)
Inception* — 12/31/99	10.00	11.64	0.00	0.00	16.40†
Total			\$0.05	\$0.01	

Average Annual Total Returns

	Without Sales Charges ⁽²⁾	With Sales Charges ⁽³⁾
Six Months Ended 6/30/01†	(6.46)%	(7.17)%
Year Ended 6/30/01	(15.58)	(15.58)
Inception* through 6/30/01	(0.59)	(0.59)

Cumulative Total Return

	Without Sales Charges ⁽²⁾
Inception* through 6/30/01	(1.01)%

(1) Effective September 5, 2000, Class A shares were renamed Smith Barney U.S. 5000 Index shares ("SB shares").

(2) Assumes reinvestment of all dividends and capital gain distributions, if any, and does not reflect the deduction of the redemption fee.

(3) Assumes reinvestment of all dividends and capital gain distributions, if any and reflects the deduction of the 0.75% redemption fee. Effective September 5, 2000, SB shares will charge a redemption fee, payable to the Fund, on the sale or exchange of any shares purchased on or after September 5, 2000 and held for less than 180 days. Shares purchased prior to September 5, 2000 are not subject to the redemption fee.

† Total return is not annualized, as it may not be representative of the total return for the year.

* Inception date for SB shares is October 18, 1999.

Historical Performance — Citi U.S. 5000 Index Shares

Period Ended	Net Asset Value		Income Dividends	Capital Gain Distributions	Total Returns† ⁽¹⁾
	Beginning of Period	End of Period			
6/30/01	\$10.56	\$ 9.88	\$0.00	\$0.00	(6.44)%
Inception* — 12/31/00	11.95	10.56	0.03	0.01	(11.33)%
Total			\$0.03	\$0.01	

Average Annual Total Returns†

	Without Sales Charges ⁽¹⁾	With Sales Charges ⁽²⁾
Six Months Ended 6/30/01	(6.44)%	(7.14)%
Inception* through 6/30/01	(17.04)	(17.04)

Cumulative Total Return

	Without Sales Charges ⁽¹⁾
Inception* through 6/30/01	(17.04)%

(1) Assumes reinvestment of all dividends and capital gain distributions, if any, and does not reflect the deduction of the redemption fee.

(2) Assumes reinvestment of all dividends and capital gain distributions, if any and reflects the deduction of the 0.75% redemption fee. Effective September 5, 2000, Citi U.S. 5000 Index shares ("Citi shares") will charge a redemption fee, payable to the Fund, on the sale or exchange of any shares purchased on or after September 5, 2000 and held for less than 180 days. Shares purchased prior to September 5, 2000 are not subject to the redemption fee.

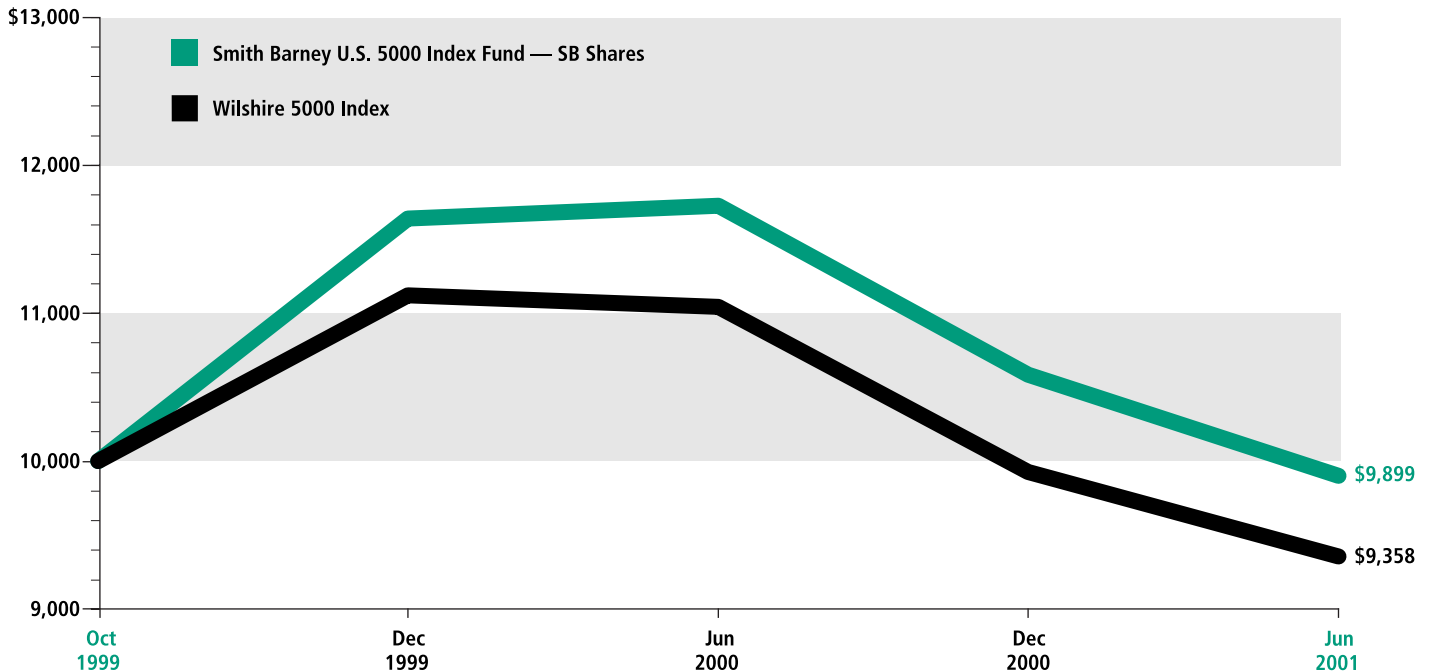
† Total return is not annualized, as it may not be representative of the total return for the year.

* Inception date for Citi shares is September 15, 2000.

Historical Performance (unaudited)

Growth of \$10,000 Invested in SB Shares of the Smith Barney U.S. 5000 Index Fund vs. Wilshire 5000 Index†

October 1999 — June 2001



† Hypothetical illustration of \$10,000 invested in SB shares on October 18, 1999 (inception date), assuming reinvestment of dividends and capital gains, if any, at net asset value through June 30, 2001. The Wilshire 5000 Index is a capitalization-weighted index of over 7,000 U.S. equity securities and consists of all the U.S. stocks regularly traded on the New York and American Stock Exchanges and the NASDAQ over-the-counter market for which daily pricing is available. The Wilshire 5000 is comprised of stocks in the Standard & Poor's 500 Index ("S&P 500") except for a small number of foreign stocks that represent approximately 3% of the S&P 500, and the stocks in the Wilshire 4500 Index. An investor cannot invest directly in an index. The performance of the Fund's Citi shares may be greater or less than the SB shares' performance indicated on this chart, depending on whether greater or lesser expenses were incurred by the Fund.

All figures represent past performance and are not a guarantee of future results. Investment returns and principal value will fluctuate, and redemption value may be more or less than the original cost. No adjustment has been made for shareholder tax liability on dividends or capital gains.

SMITH BARNEY U.S. 5000 INDEX FUND**Statement of Assets and Liabilities (unaudited)****June 30, 2001****ASSETS:**

Investment in Master Portfolio, at value (Note 1)	\$ 7,721,720
Receivable from Administrator	189,593
Receivable for Fund shares sold	154,803

Total Assets	8,066,116
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LIABILITIES:

Distribution fees payable	1,289
Payable for Fund shares purchased	208
Accrued expenses	64,684

Total Liabilities	66,181
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Total Net Assets	\$7,999,935
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NET ASSETS:

Paid in capital	\$ 9,577,147
Undistributed net investment income	17,081
Accumulated net realized loss from security transactions	(130,044)
Net unrealized depreciation of investments	(1,464,249)

Total Net Assets	\$7,999,935
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Shares Outstanding:

SB Shares	811,683
Citi Shares	1,241

Net Asset Value:

SB Shares*	\$9.84
Citi Shares*	\$9.88

* Redemption price is NAV for shares purchased prior to September 5, 2000. If shares were purchased on or after September 5, 2000, redemption price is NAV reduced by a 0.75% redemption fee, which is applicable, if shares are sold or exchanged within 180 days from initial purchase (See Note 2).

See Notes to Financial Statements.

SMITH BARNEY U.S. 5000 INDEX FUND**Statement of Operations (unaudited)****For the Six Months Ended June 30, 2001****INVESTMENT INCOME ALLOCATED FROM MASTER PORTFOLIO:**

Dividends	\$ 35,537
Interest	6,390
Less: Expenses (Note 2)	(2,232)

Net Investment Income Allocated From Master Portfolio **39,695****EXPENSES:**

Shareholder communications	30,784
Shareholder servicing fees	22,567
Audit and legal	20,370
Fund accounting and administration fees (Note 2)	8,652
Distribution plan fees (Note 2)	7,248
Administration fees (Note 2)	5,953
Registration fees	3,670
Trustees and meeting fees	2,911
Other	4,200

Total Expenses **106,355**

Less: Administration fee waiver (Note 2)	(5,953)
Expense reimbursement by Administrator (Note 2)	(77,744)

Total Waivers and Reimbursements **(83,697)**

Net Expenses **22,658**

Net Investment Income **17,037****REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS
ALLOCATED FROM MASTER PORTFOLIO (NOTE 1):**

Realized Loss From:	
Security transactions	(106,957)

Net Realized Loss **(106,957)**

Change in Net Unrealized Appreciation (Depreciation) of Investments:	
Beginning of period	1,043,772
End of period	(1,464,249)

Increase in Net Unrealized Depreciation **(420,477)**

Net Loss on Investments **(527,434)**

Decrease in Net Assets From Operations **\$ (510,397)**

See Notes to Financial Statements.

SMITH BARNEY U.S. 5000 INDEX FUND**Statements of Changes in Net Assets**

For the Six Months Ended June 30, 2001 (unaudited)
and the Year Ended December 31, 2000

	2001	2000
OPERATIONS:		
Net investment income	\$ 17,037	\$ 30,965
Net realized gain (loss)	(106,957)	6,535
Increase in net unrealized depreciation	(420,477)	(1,104,188)
Decrease in Net Assets From Operations	(510,397)	(1,066,688)
DISTRIBUTIONS TO SHAREHOLDERS FROM:		
Net investment income	—	(35,676)
Net realized gain	—	(9,651)
Decrease in Net Assets From Distribution to Shareholders	—	(45,327)
FUND SHARE TRANSACTIONS (NOTE 3):		
Net proceeds from sale of shares	1,902,892	10,269,563
Net asset value of shares issued for reinvestment of dividends	41,309	44,259
Cost of shares reacquired	(1,232,463)	(2,689,778)
Increase in Net Assets From Fund Share Transactions	711,738	7,624,044
Increase in Net Assets	201,341	6,512,029
NET ASSETS:		
Beginning of period	7,798,594	1,286,565
End of period*	\$7,999,935	\$ 7,798,594
* Includes undistributed net investment income of:	\$17,081	\$44

See Notes to Financial Statements.

1. Significant Accounting Policies

The Smith Barney U.S. 5000 Index Fund (“Fund”) is a separate series of Smith Barney Investment Trust (“Trust”), a Massachusetts business trust. The Trust is registered under the Investment Company Act of 1940, as amended, as an open-end, management investment company. To achieve its investment objective, the Fund invests all of its investable assets in the U.S. Equity Index Master Portfolio (“Master Portfolio”), a series of Master Investment Portfolio (“MIP”), a registered open-end management investment company with the same investment objective as the Fund. The value of the Fund’s investment in the Master Portfolio reflects the Fund’s interest in the net assets of the Master Portfolio. As of June 30, 2001, the value of the Fund’s investment in the Master Portfolio was 1.48% of the outstanding interest of the Master Portfolio.

The financial statements of the Master Portfolio, including the schedule of investments, are contained elsewhere in this report and should be read in conjunction with the Fund’s financial statements.

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions regarding assets, liabilities and changes in net assets resulting from operations when financial statements are prepared. Changes in the economic environment, financial markets and any other parameters used in determining these estimates could cause actual results to differ.

The significant accounting policies consistently followed by the Fund are in conformity with accounting principles generally accepted in the United States of America and are as follows: (a) valuation of securities by the Master Portfolio is discussed in Note 1 of the Master Portfolio’s Notes to Financial Statements, which are included elsewhere in this report; (b) the Fund earns income, net of Master Portfolio expenses, daily based on its investment in the Master Portfolio; (c) the Fund intends to comply with the applicable provisions of the Internal Revenue Code of 1986, as amended, pertaining to regulated investment companies and to make distributions of taxable income sufficient to relieve it from substantially all Federal income and excise taxes; (d) the Fund bears a pro rata portion of the investment advisory and administration fees paid by the Master Portfolio; (e) dividends and distributions to shareholders are recorded on ex-dividend date; (f) all the net investment income, realized and unrealized gain and loss of the Master Portfolio is allocated pro rata, based on respective ownership interests, among the Fund and the other investors in the Master Portfolio at the time of such determination. Investment transactions are accounted for on the trade date. Realized gains and losses are determined on the identified cost basis; and (g) the character of income and gains to be distributed are determined in accordance with income tax regulations which may differ from generally accepted accounting principles. At December 31, 2000, reclassifications were made to the Fund’s capital accounts to reflect permanent book/tax differences and income and gains available for distributions under income tax regulations. Accordingly, a portion of undistributed net investment income and accumulated net realized loss amounting to \$3,804 and \$(21,596), respectively was reclassified to paid-in capital. Net investment income, net realized gains and net assets were not affected by this change.

In November 2000, the American Institute of Certified Public Accountants issued a revised Audit and Accounting Guide, Audits of Investment Companies, which is effective for fiscal years beginning after December 15, 2000. The requirements of the new audit guide will change the presentation of the Fund’s financial statements. These changes are not expected to have any material impact on the net assets of the Fund.

2. Management Agreement and Other Transactions

Smith Barney Fund Management LLC (“SBFM”), formerly known as SSB Citi Fund Management LLC, a subsidiary of Salomon Smith Barney Holdings, which, in turn, is a subsidiary of Citigroup, Inc. (“Citigroup”) acts as the Fund’s administrator. The Fund’s management fee is calculated at an annual rate not to exceed 0.23% of the Fund’s average daily net

SMITH BARNEY U.S. 5000 INDEX FUND

Notes to Financial Statements (unaudited) (continued)

assets. This management fee includes an investment management and administration fee payable by the Master Portfolio (0.08% of the Master Portfolio's average daily net assets); and an administration fee (0.15% of the Fund's average daily net assets) payable by the Fund. This fee is calculated daily and paid monthly. For the six months ended June 30, 2001, SBFM waived all of its administration fees and agreed to reimburse expenses of \$77,744.

Citi Fiduciary Trust Company ("CFTC"), another subsidiary of Citigroup, acts as the Fund's transfer agent. Boston Financial Data Services ("BFDS") acts as the Fund's sub-transfer agent. CFTC receives account fees and asset-based fees that vary according to the account size and type of account. BFDS is responsible for shareholder recordkeeping and financial processing for all shareholder accounts. During the six months ended June 30, 2001, the Fund paid transfer agent fees of \$53,789 to CFTC.

Salomon Smith Barney Inc. ("SSB"), another subsidiary of SSBH, acts as the Fund's distributor. In addition, SSB acts as the primary broker for the Fund's portfolio agency transactions. Certain other broker-dealers continue to sell Fund shares to the public as members of the selling group.

Pursuant to a Distribution Plan, the Fund pays a service fee with respect to its SB shares calculated at an annual rate of 0.20% of the average daily net assets of the Fund.

Effective September 5, 2000, SB and Citi shares started to charge a redemption fee, payable to the Fund, on the sale or exchange of any shares purchased on or after September 5, 2000 and held for less than 180 days. Shares purchased prior to September 5, 2000 are not subject to redemption fees.

Certain of the officers and a Trustee of the Fund are officers or directors of the Administrator or its affiliates. Neither received compensation from the Fund or the Trust for providing services to the Fund.

3. Shares of Beneficial Interest

The Declaration of Trust permits the Trustees to issue an unlimited number of full and fractional shares of beneficial interest (without par value). The Fund has the ability to issue multiple classes of shares. Effective September 5, 2000, Class A shares were renamed Smith Barney U.S. 5000 Index shares ("SB Shares"). Transactions in shares of beneficial interest were as follows:

SB Shares	Six Months Ended June 30, 2001		Year Ended December 31, 2000*	
	Shares	Amount	Shares	Amount
Shares sold	189,963	\$ 1,890,892	877,396	\$ 10,266,770
Shares issued on reinvestment of dividends	3,926	41,301	4,179	44,250
Shares reacquired	(123,613)	(1,230,162)	(250,659)	(2,689,641)
Net Increase	70,276	\$ 702,031	630,916	\$ 7,621,379
Citi Shares				
Shares sold	1,227	\$ 12,000	252	\$ 2,793
Shares issued on reinvestment of dividends	1	8	1	9
Shares reacquired	(228)	(2,301)	(12)	(137)
Net Increase	1,000	\$ 9,707	241	\$ 2,665

* For Citi shares, transactions are for the period from September 15, 2000 (inception date) to December 31, 2000.

SMITH BARNEY U.S. 500 INDEX FUND

Financial Highlights

For a share of beneficial interest outstanding throughout the year ended December 31, unless otherwise noted:

SB Shares	2001 ⁽¹⁾	2000	1999 ⁽²⁾
Net Asset Value, Beginning of Period	\$10.52	\$11.64	\$10.00
Income (Loss) From Operations:			
Net investment income ⁽³⁾⁽⁴⁾	0.02	0.06	0.01
Net realized and unrealized gain (loss)	(0.70)	(1.12)	1.63
Total Loss From Operations	(0.68)	(1.06)	1.64
Less Distributions:			
Net investment income	—	(0.05)	—
Net realized gains	—	(0.01)	—
Total Distributions	—	(0.06)	—
Net Asset Value, End of Period	\$ 9.84	\$10.52	\$11.64
Total Return	(6.46)%‡	(9.08)%	16.40%‡
Net Assets, End of Period (000's)	\$7,988	\$7,796	\$1,287
Ratios to Average Net Assets:			
Expenses ⁽⁴⁾⁽⁵⁾⁽⁶⁾	0.68%†	0.68%	0.68%†
Net investment income	0.60†	0.50	0.62†
Portfolio Turnover Rate⁽⁷⁾	5%	17%	9%

(1) For the six months ended June 30, 2001 (unaudited).

(2) For the period from October 18, 1999 (commencement of operations) to December 31, 1999.

(3) Per share amounts have been calculated using the monthly average shares method.

(4) SBFM has agreed to waive all of its administration fees for the six months ended June 30, 2001, the year ended December 31, 2000 and the period ended December 31, 1999. In addition, SBFM has agreed to reimburse expenses amounting to \$77,744, \$184,346 and \$23,824 for the six months ended June 30, 2001, the year ended December 31, 2000 and the period ended December 31, 1999, respectively. If such fees were not waived or expenses reimbursed, the per share decrease to net investment income and actual expense ratio would have been as follows:

SB Shares	Per Share Decrease to Net Investment Income			Expense Ratio Without Fee Waiver and Expense Reimbursement		
	2001	2000	1999	2001	2000	1999
	\$0.10	\$0.34	\$0.21	2.96%†	3.63%	22.19%†

(5) As a result of an expense limitation, expense ratios will not exceed 0.68%.

(6) This expense ratio includes expenses allocated from the Master Portfolio.

(7) This rate represents the portfolio turnover rate of the U.S. Equity Index Master Portfolio.

‡ Total return is not annualized, as it may not be representative of the total return for the year.

† Annualized.

SMITH BARNEY U.S. 5000 INDEX FUND

Financial Highlights (continued)

For a share of beneficial interest outstanding throughout the period ended December 31, unless otherwise noted:

Citi Shares	2001 ⁽¹⁾	2000 ⁽²⁾
Net Asset Value, Beginning of Period	\$10.56	\$ 11.95
Income (Loss) From Operations:		
Net investment income ⁽³⁾⁽⁴⁾	0.02	0.03
Net realized and unrealized loss	(0.70)	(1.38)
Total Loss From Operations	(0.68)	(1.35)
Less Distributions:		
Net investment income	—	(0.03)
Net realized gains	—	(0.01)
Total Distributions	—	(0.04)
Net Asset Value, End of Period	\$ 9.88	\$ 10.56
Total Return†	(6.44)%	(11.33)%
Net Assets, End of Period (000's)	\$12	\$3
Ratios to Average Net Assets†:		
Expenses ⁽⁴⁾⁽⁵⁾⁽⁶⁾	0.48%	0.48%
Net investment income	0.80	0.86
Portfolio Turnover Rate⁽⁷⁾	5%	17%

(1) For the six months ended June 30, 2001 (unaudited).

(2) For the period from September 15, 2000 (inception date) to December 31, 2000.

(3) Per share amounts have been calculated using the monthly average shares method.

(4) SBFM has agreed to waive all of its administration fees for the six months ended June 30, 2001, the year ended December 31, 2000 and the period ended December 31, 1999. In addition, SBFM has agreed to reimburse expenses amounting to \$77,744, \$184,346 and \$23,824 for the six months ended June 30, 2001, the year ended December 31, 2000 and the period ended December 31, 1999, respectively. If such fees were not waived or expenses reimbursed, the decrease to net investment income and actual expense ratio for Citi shares would have been \$69.00 and \$63.87 and 273.00% and 2,015.16%, respectively, for the six months ended June 30, 2001 and the period ended December 31, 2000.

(5) As a result of an expense limitation, expense ratios will not exceed 0.48%.

(6) This expense ratio includes expenses allocated from the Master Portfolio.

(7) This rate represents the portfolio turnover rate of the U.S. Equity Index Master Portfolio.

‡ Total return is not annualized, as it may not be representative of the total return for the year.

† Annualized.

**Extended Index
Master Portfolio**
COMMON STOCKS—96.89%
Advertising—0.55%

	Shares	Value
† Ackerly Group Inc. (The)	2,920	\$ 32,732
† ADVO Inc.	1,402	47,878
† APAC Customer Services Inc.	3,944	12,502
† Aptimus Inc.	3,600	1,080
† Catalina Marketing Corp.	3,651	111,392
† Donnelley (R.H.) Corp.	1,530	48,960
† Getty Images Inc.	3,366	88,391
Grey Global Group Inc.	55	36,575
† Ha-Lo Industries Inc.	3,404	1,362
Harte-Hanks Inc.	4,576	113,302
† Interep National Radio Sales Inc. "A"	3,040	17,328
† Key3Media Group Inc.	4,537	52,675
† Lamar Advertising Co.	5,176	227,744
† Marketing Services Group Inc.	7,800	6,396
† Modem Media Inc.	2,000	7,660
Penton Media Inc.	2,719	47,582
† Simon Worldwide Inc.	1,891	5,219
† Sitel Corp.	4,768	7,629
†* 24/7 Media Inc.	2,732	847
† Valuevision International Inc. "A"	2,142	46,588
† West Corp.	4,233	93,168
		<u>1,007,010</u>

Aerospace/Defense—0.38%

AAR Corp.	2,040	34,884
† Alliant Techsystems Inc.	836	75,156
† BE Aerospace Inc.	2,187	41,662
Curtiss Wright Corp.	1,056	56,707
† Fairchild Corp. (The) "A"	6,531	45,782
GenCorp. Inc.	2,957	37,850
† Hawker Pacific Aerospace	6,800	22,100
* HEICO Corp.	1,209	23,213
HEICO Corp. "A"	1,227	22,025
† Kreischer Manufacturing Corp.	2,500	16,575
† L-3 Communications Holdings Inc.	2,224	169,691
† Orbital Sciences Corp.	4,247	16,478
† Sequa Corp. "A"	864	39,312
† Teledyne Technologies Inc.	1,800	27,360
† Titan Corp. (The)	3,376	77,310
		<u>706,105</u>

Agriculture—0.05%

Delta & Pine Land Co.	3,114	61,190
Dimon Inc.	4,000	40,000
		<u>101,190</u>

Airlines—0.42%

† Airtran Holdings Inc.	3,693	38,776
† Alaska Air Group Inc.	1,772	51,211
† American West Holdings Corp. "B"	2,024	20,179
† Atlantic Coast Airlines Holdings Inc.	2,718	81,513
†* Continental Airlines Inc. "B"	3,964	195,227
† Midway Airlines Corp.	1,034	3,397
† Midwest Express Holdings Inc.	1,830	31,750
† Northwest Airlines Corp. "A"	5,635	142,284
SkyWest Inc.	3,168	88,704
UAL Corp.	3,176	111,636
		<u>764,677</u>

Shares Value
Apparel—0.33%

† Cherokee Inc.	1,989	\$ 18,876
† Donna Karan International Inc.	1,896	20,060
Garan Inc.	1,089	37,189
† Jones Apparel Group Inc.	7,552	326,246
Phillips-Van Heusen Corporation	2,403	34,603
Stride Rite Corp.	4,777	40,604
† Timberland Co. "A"	2,452	96,879
† Unifi Inc.	4,132	35,122
		<u>609,579</u>

Auto Manufacturers—0.25%

† Aftermarket Technology Corp.	1,845	13,561
† American Axle & Manufacturing Holdings Inc.	3,100	51,615
AO Smith Corp. "B"	1,742	31,182
Borg-Warner Automotive Inc.	1,445	71,701
CLARCOR Inc.	2,691	72,253
† Dura Automotive Systems Inc.	1,822	29,152
Exide Corp.	3,355	38,582
† Hayes Lemmerz International Inc.	2,550	16,320
† Kroll-O'Gara Co. (The)	4,319	40,858
Oshkosh Truck Corp.	1,307	57,835
† Standard Automotive Corp.	2,600	2,210
† Starcraft Corp.	2,200	2,750
Titan International Inc.	2,171	8,858
* Wabash National Corp.	2,527	30,577
		<u>467,454</u>

Auto Parts & Equipment—0.28%

ArvinMeritor Inc.	4,538	75,966
Bandag Inc.	1,181	32,241
† Collins & Aikman Corp.	6,000	37,200
Donnelly Corp.	1,171	16,628
Edelbrock Corp.	1,734	19,247
Federal-Mogul Corp.	4,111	6,948
† Lear Corp.	4,183	145,987
Modine Manufacturing Co.	1,524	42,032
Superior Industries International Inc.	2,124	81,349
Tenneco Automotive Inc.	6,600	21,516
† Tower Automotive Inc.	3,068	31,447
		<u>510,561</u>

Banks—7.56%

Alliance Bancorp	1,000	29,480
AMCORE Financial Inc.	2,295	55,172
American Bancorp	1,240	32,240
Anchor Bancorp Wisconsin Inc.	2,823	44,886
† Arch Capital Group Ltd.	2,263	35,642
Area Bancshares Corp.	2,850	47,025
Associated Bancorp	3,874	139,425
Astoria Financial Corp.	2,846	156,530
† Banc Corp. (The)	1,790	12,566
BancFirst Corp.	415	16,704
BancFirst Ohio Corp.	2,406	54,496
Bancorp South Inc.	4,398	74,766
BancWest Corporation	4,312	148,333
Bank Mutual Corp.	1,500	21,150
Banknorth Group Inc.	9,664	218,890
Bay View Capital Corp.	3,642	27,239
† BOK Financial Corp.	4,038	108,622

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
Boston Private Financial Holdings Inc.	1,600	\$ 35,840
Bostonfed Bancorp Inc.	1,892	43,327
Brookline Bancorp Inc.	3,901	54,770
Bryn Mawr Bank Corp.	1,058	32,798
California Independent Bancorp	885	23,187
† Capital Bank Corp.	2,500	29,250
Capital City Bank Group Inc.	1,426	35,465
† Capital Crossing Bank	2,481	41,730
Cathay Bancorp Inc.	901	49,276
CFS Bancorp Inc.	3,746	51,807
Chemical Financial Corp.	2,684	79,178
Chester Valley Bancorp	1,231	17,357
Chittenden Corp.	1,549	52,124
Citizens Banking Corp.	2,343	68,533
Citizens First Financial Corp.	1,522	23,134
City National Corp.	3,011	133,357
CoBiz Inc.	946	21,521
Colonial BancGroup Inc.	8,391	120,663
Commerce Bancorp Inc.	1,784	125,058
Commerce Bancshares Inc.	4,200	154,980
Commercial Federal Corp.	2,908	67,175
Community First Bankshares Inc.	2,411	55,453
Community Trust Bancorp Inc.	1,000	24,000
Compass Bankshares Inc.	8,159	216,213
Connecticut Bankshares Inc.	1,000	26,180
CORUS Bankshares Inc.	1,651	99,473
Cullen/Frost Bankers Inc.	2,888	97,759
CVB Financial Corp.	2,767	53,126
Dime Bancorp Inc.	7,491	279,040
Downey Financial Corp.	1,958	92,535
East West Bancorp Inc.	2,200	59,400
F&M National Corp.	1,908	76,320
F.N.B. Corp.	2,418	71,331
Farmers Capital Bank Corp.	1,078	43,767
Fidelity Bankshares Inc.	3,019	43,443
Fidelity National Corp.	2,763	20,170
Financial Institutions Inc.	1,000	22,400
First Bancorp North Carolina	858	21,133
First BanCorp.	2,733	73,764
† First Banks America Inc.	1,000	23,900
First Citizens Bankshares Inc. "A"	909	98,626
First Commonwealth Financial Corp.	2,868	43,020
First Federal Financial of Kentucky	552	9,108
First Financial Bancorp	3,790	64,733
First Merchants Corp.	771	18,450
First Midwest Bancorp Inc.	2,448	72,583
First Niagara Financial Group Inc.	2,931	45,518
† First Republic Bank	1,000	24,500
First Sentinel Bancorp Inc.	4,730	64,186
1st Source Corp.	2,146	60,088
First Tennessee National Corp.	7,337	254,667
First Virginia Banks Inc.	3,140	147,957
Firstfed America Bancorp Inc.	1,289	23,073
† FirstFed Financial Corp.	2,545	75,841
FirstMerit Corp.	5,590	147,576
FMS Financial Corp.	1,000	8,050
Frontier Financial Corp.	2,004	100,180
Fulton Financial Corp.	4,772	97,635

	Shares	Value
GA Financial Inc.	1,963	\$ 30,250
GBC Bancorp	1,033	29,492
Glacier Bancorp Inc.	1,000	19,000
Golden State Bancorp Inc.	8,156	251,205
Greater Bay Bancorp	2,058	51,409
Greenpoint Financial Corp.	7,080	271,872
Hancock Holding Co.	1,168	50,166
Harbor Florida Bancshares Inc.	4,183	80,104
Hibernia Corp. "A"	11,096	197,509
Hudson City Bancorp Inc.	6,800	157,012
Hudson River Bancorp Inc.	1,500	27,150
Hudson United Bancorp	3,121	79,585
Independence Community Bank Corp.	3,455	68,202
Independent Bank Corp.	1,748	34,506
Independent Bank Corp. (MI)	2,076	50,966
† IndyMac Bancorp Inc.	4,338	116,258
Integra Bank Corp.	1,697	42,035
International Bankshares Corp.	2,108	88,536
Investors Financial Services Corp.	1,800	120,600
Irwin Financial Corp.	2,369	59,580
† Local Financial Corporation	1,300	16,770
M&T Bank Corp.	5,202	392,751
MAF Bancorp Inc.	2,336	71,715
Mahaska Investment Co.	1,062	11,682
Main Street Bancorp Inc.	1,900	21,185
Main Street Banks Inc.	1,000	17,680
Marshall & Ilsley Corp.	5,845	315,045
Medallion Financial Corp.	1,916	19,639
Mercantile Bankshares Corp.	4,694	183,676
Merchants Bankshares Inc.	762	23,431
† Metropolitan Financial Corp.	1,200	4,440
MetroWest Bank	2,437	27,416
MidAmerica Bancorp	1,308	37,869
National Commerce Financial Corp.	12,473	303,967
National Penn Bankshares Inc.	1,782	36,068
†* Net.B@nk Inc.	2,478	28,001
New York Community Bancorp	3,026	113,929
North Fork Bancorp	10,008	310,248
Northwest Bancorp Inc.	5,896	61,908
NSD Bancorp Inc.	1,001	17,367
† Ocwen Financial Corp.	6,716	68,839
Old National Bancorp	4,131	109,058
Pacific Capital Bancorp	1,480	45,066
Pacific Century Financial Corp.	4,588	118,325
Park National Corp.	636	64,236
Parkvale Financial Corp.	1,233	29,592
Patriot Bank Corp.	4,128	41,486
Peoples Bancorp Inc.	1,255	24,096
People's Bank	4,591	107,016
Peoples Financial Corp.	700	9,660
Popular Inc.	8,968	295,406
Provident Bankshares Corp.	2,688	67,039
Provident Financial Group Inc.	3,064	100,867
R&G Financial Corp. "B"	2,074	33,288
Republic Bancorp Inc.	4,664	64,830
Republic Bancorp Inc. "A"	2,640	34,320
† Republic Bankshares Inc.	1,754	29,608
Richmond County Financial Corp.	2,300	86,296
Riggs National Corp.	2,971	50,477
Roslyn Bancorp Inc.	4,652	122,348

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
Royal Bancshares of Pennsylvania "A"	1,452	\$ 26,862
S&T Bancorp Inc.	3,736	100,872
Santander Bancorp	3,770	73,703
† Silicon Valley Bancshares	3,246	71,412
Simmons First National Corp. "A"	911	30,427
Sky Financial Group Inc.	5,152	97,527
South Financial Group Inc. (The)	4,373	82,562
† Southwest Bancorp of Texas Inc.	1,438	43,442
Sovereign Bancorp Inc.	17,132	222,716
State Financial Services Corp. "A"	1,871	23,855
Staten Island Bancorp Inc.	3,392	94,467
Sterling Bancorp	1,000	30,600
Sterling Bancshares Inc.	2,095	40,182
† Sterling Financial Corp (PA)	1,826	27,390
Sterling Financial Corp. (WA)	1,596	36,947
Suffolk Bancorp	2,300	103,086
Susquehanna Bancshares Inc.	3,704	75,376
TCF Financial Corp.	4,687	217,055
Texas Regional Bancshares "A"	1,698	68,412
Tompkins County Trustco Inc.	1,000	39,500
Trust Company of New Jersey (The)	2,085	70,890
TrustCo Bank Corp.	5,170	69,019
Trustmark Corp.	3,856	78,354
UMB Financial Corp.	1,697	72,971
UnionBanCal Corporation	10,039	338,314
United Bancshares Inc.	3,424	91,763
United National Bancorp	1,684	38,193
Valley National Bancorp	6,306	178,775
† VIB Corp.	2,766	24,175
W Holding Co. Inc.	4,589	59,657
Warwick Community Bancorp	2,643	43,477
Washington Federal Inc.	2,977	72,996
Washington Trust Bancorp Inc.	1,000	22,010
Waypoint Financial Corp.	8,000	100,400
Webster Financial Corp.	3,768	123,515
WesBanco Inc.	2,035	51,058
Westamerica Bancorp	2,508	98,439
WestCorp Inc.	3,331	70,617
Whitney Holding Corp.	1,445	67,770
Wilmington Trust Corp.	2,196	137,579
		<u>13,897,336</u>

Beverages—0.21%

† Chalone Wine Group Ltd.	2,320	28,072
Coca-Cola Bottling Co.	874	34,392
† Constellation Brands Inc.	2,598	106,518
Farmer Brothers Co.	186	43,338
PepsiAmericas Inc.	9,213	122,533
† Robert Mondavi Corp. (The) "A"	762	30,891
† Sylvan Inc.	1,885	21,395
		<u>387,139</u>

Biotechnology—3.42%

†* ACLARA BioSciences Inc.	2,840	22,038
†* Affymetrix Inc.	3,454	76,161
†* Alexion Pharmaceuticals Inc.	1,616	38,784
† Applera Corp.—Celera Genomics Group	3,800	150,708
† Arena Pharmaceuticals Inc.	1,400	42,686
† Ariad Pharmaceuticals Inc.	3,100	15,717

	Shares	Value
† Avant Immunotherapeutics Inc.	2,900	\$ 16,385
† Aviron	2,103	119,871
† Bio-Technology General Corp.	2,779	36,405
Cambrex Corp.	1,490	75,364
† Cellegy Pharmaceuticals Inc.	3,100	21,328
† Charles River Laboratories International Inc.	2,800	97,300
† Cryolife Inc.	1,750	71,592
† CuraGen Corp.	2,300	83,720
† Cytogen Corp.	4,500	24,300
† Deltagen Inc.	3,500	31,430
† Diversa Corp.	2,987	60,756
†* EntreMed Inc.	1,378	22,048
† Exelixis Inc.	4,313	81,818
† Genaera Corporation	1,822	8,727
† Gene Logic Inc.	1,900	41,420
† Genencor International Inc.	4,500	71,505
† Genentech Inc.	10,400	573,040
† Genome Therapeutics Corp.	3,020	44,817
†* Genzyme Corp.—General Division	11,498	701,378
†* Human Genome Sciences Inc.	7,612	458,623
† ICOS Corp.	3,116	199,424
†* IDEC Pharmaceuticals Corp.	9,064	613,542
† Illumina Inc.	2,560	30,157
† Immunex Corp.	33,168	588,732
† Immunomedics Inc.	4,293	91,870
† Incyte Genomics Inc.	4,282	104,995
† Integra LifeSciences Holdings Corporation	2,500	54,125
† Invitrogen Corp.	2,892	160,911
† Isis Pharmaceuticals Inc.	3,908	48,420
† Kosan Biosciences Inc.	4,000	30,800
†* Large Scale Biology Corp.	1,704	12,098
†* Maxim Pharmaceuticals Inc.	7,365	46,473
† Maxygen Inc.	2,462	47,763
† Millennium Pharmaceuticals Inc.	13,492	480,045
† Myriad Genetics Inc.	1,492	94,473
† Nanogen Inc.	7,100	48,209
† Nexell Therapeutics Inc.	2,025	4,232
† Organogenesis Inc.	3,420	25,308
† Protein Design Labs Inc.	2,660	230,782
† Regeneron Pharmaceuticals Inc.	2,143	74,255
†* Rosetta Inpharmatics Inc.	3,035	47,042
† Sequenom Inc.	3,687	51,618
† Targeted Genetics Corp.	3,300	21,450
† Telik Inc.	2,100	20,685
† Third Wave Technologies Inc.	2,454	25,350
†* Transkaryotic Therapies Inc.	1,255	36,960
† Variagenics Inc.	3,496	13,285
† Xoma Ltd.	5,334	90,998
		<u>6,281,923</u>

Building Materials—0.72%

†* Advanced Lighting Technologies Inc.	1,945	8,558
† American Standard Companies Inc.	4,445	267,144
Apogee Enterprises Inc.	2,500	31,225
Centex Construction Products Inc.	1,509	49,042
† Ceradyne Inc.	2,800	22,680
† Comfort Systems USA Inc.	4,359	15,780
† Dal-Tile International Inc.	4,096	75,981
Elcor Corp.	1,370	27,742
Florida Rock Industries Inc.	945	44,320

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
† Genlyte Group Inc. (The)	1,102	\$ 34,063
† Integrated Electrical Services Inc. Lafarge Corp.	3,692	35,997
Lennox International Inc.	4,701	157,531
LSI Industries Inc.	3,521	38,555
Martin Marietta Materials Inc.	1,156	27,039
† NCI Building Systems Inc. Rayonier Inc.	2,783	137,731
† Rock of Ages Corp.	1,307	23,853
† Simpson Manufacturing Co. Inc. Texas Industries Inc.	1,646	76,457
† Trex Co. Inc.	2,774	14,036
* USG Corp.	717	43,378
York International Corp.	2,149	73,904
	1,300	25,025
	2,423	10,225
	2,492	87,270
		<u>1,327,536</u>

Chemicals—1.39%

† Airgas Inc.	6,651	79,147
Albemarle Corp.	2,602	60,288
† Altair International Inc. Arch Chemicals Inc.	2,059	4,447
† Atlantis Plastics Inc. "A"	2,100	43,743
Cabot Corp.	600	1,920
† Cabot Microelectronics Corp. ChemFirst Inc.	4,077	146,854
Crompton Corp.	1,710	106,020
† Cytex Industries Inc. Ferro Corp.	2,141	56,094
† Foamex International Inc. Fuller (H. B.) Co.	8,406	91,625
Gentek Inc.	2,335	88,730
Georgia Gulf Corp.	2,485	54,198
IMC Global Inc.	2,122	15,703
† International Specialty Products Inc. JLM Industries Inc.	1,225	61,127
† Landec Corp.	1,933	10,245
Lubrizol Corp.	2,179	33,774
Lyondell Chemical Co.	7,815	79,713
MacDermid Inc.	3,376	35,786
Millennium Chemicals Inc.	2,200	5,720
Minerals Technologies Inc.	1,973	7,695
Mississippi Chemical Corp.	3,566	110,724
Myers Industries Inc.	6,642	102,154
NL Industries Inc.	3,224	58,032
Olin Corp.	3,774	56,799
OM Group Inc.	1,185	50,860
Omnova Solutions Inc.	2,577	7,963
Penford Corp.	2,270	34,277
PolyOne Corp.	3,832	53,073
RPM Inc.	2,793	47,453
Schulman (A.) Inc.	1,660	93,375
Solutia Inc.	2,357	17,159
Spartech Corp.	1,571	18,224
Stepan Co.	4,908	51,092
† Surmodics Inc.	6,547	60,232
† Symyx Technologies Inc.	2,888	38,988
† Terra Industries Inc.	6,927	88,319
† U.S. Plastic Lumber Co.	2,902	70,083
	663	17,371
	1,148	67,502
	1,700	44,693
	5,000	19,500
	1,954	2,403

	Shares	Value
† Uniroyal Technology Corp. Valhi Inc.	2,720	\$ 23,120
Valspar Corp.	6,622	85,755
† Vertex Pharmaceuticals Inc. Wellman Inc.	3,055	108,452
	3,866	191,367
	2,600	46,540
		<u>2,548,339</u>

Coal—0.06%

Consol Energy Inc.	4,500	113,850
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Commercial Services—3.03%

Aaron Rents Inc. "A"	1,271	19,065
† Ablest Inc.	1,700	7,565
ABM Industries Inc.	1,456	54,236
†* Actrade Financial Technologies Ltd.	815	19,267
† Administaff Inc.	1,670	43,420
† AHL Services Inc.	2,230	17,840
† ANC Rental Corp.	3,012	9,036
† AnswerThink Consulting Group Inc.	2,281	22,787
† Apollo Group Inc. "A"	6,694	284,160
† Atrix Laboratories Inc.	1,816	43,039
† Aurora Biosciences Corp.	1,826	56,606
† Barrett Business Services Inc.	1,000	3,600
† Bestway Inc.	1,400	7,840
† Blount International Inc.	3,065	7,663
† Blue Rhino Corp.	1,881	9,706
Bowne & Co. Inc.	2,846	32,729
† Bright Horizons Family Solutions Inc.	1,019	31,997
† Caremark Rx Inc.	13,204	217,206
† CDI Corp.	2,262	38,431
* Central Parking Corp.	2,522	47,161
† Charles River Associates Inc.	1,972	34,510
Chemed Corp.	1,162	41,995
Comdisco Inc.	9,200	12,236
† Corinthian Colleges Inc.	1,400	65,898
† Corporate Executive Board Co. (The)	1,700	71,400
† CoStar Group Inc.	1,228	32,296
† DeVry Inc.	4,501	162,576
†* DiamondCluster International Inc. "A"	3,963	50,449
† Dun & Bradstreet Corp.	5,400	152,280
† eBenx Inc.	3,010	9,873
† Edgewater Technology Inc.	3,066	10,731
† Edison Schools Inc.	3,000	68,520
† Education Management Corp.	2,005	80,300
† Electro Rent Corp.	1,901	31,005
† Encompass Service Corp.	4,456	39,881
† First Consulting Group Inc.	2,194	15,797
† First Health Group Corp.	5,842	140,909
† FYI Inc.	1,606	65,846
† Gartner Group Inc. "B"	5,300	48,760
† Griffin Land & Nurseries Inc.	1,300	20,748
† Harris Interactive Inc.	5,460	13,650
† Healthcare Services Group Inc.	2,214	15,719
† Heidrick & Struggles International Inc.	1,500	30,495
† HotJobs.com Ltd.	6,100	54,900
Interactive Data Corp.	9,242	83,178
† Interstate National Dealer Services Inc.	3,200	17,184
† Iron Mountain Inc.	3,147	141,111
† ITT Educational Services Inc.	1,708	76,860
† Kaneb Services Inc.	2,200	16,126

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
Kelly Services Inc. "A"	1,746	\$ 42,340
† Korn/Ferry International	2,500	38,750
† KPMG Consulting Inc.	9,349	143,507
† Labor Ready Inc.	4,970	26,043
Landauer Inc.	1,617	48,510
† Learning Tree International Inc.	1,311	30,101
† LendingTree Inc.	4,366	27,811
† Luminant Worldwide Corp.	4,100	3,362
† Mail-Well Inc.	5,584	23,732
† Management Network Group Inc. (The)	3,200	19,520
Manpower Inc.	5,342	159,726
† MAXIMUS Inc.	1,304	52,277
McGrath Rentcorp	916	22,112
† MedQuist Inc.	2,616	77,643
Midas Inc.	2,555	32,448
† Modis Professional Services Inc.	5,602	38,654
† MPW Industrial Services Group Inc.	1,095	1,369
† National Equipment Services Inc.	2,779	7,642
† National Research Corp.	2,500	13,125
† NationsRent Inc.	4,184	1,590
† Navigant Consulting Co.	4,627	37,941
† Neff Corp.	4,392	3,733
† NetRatings Inc.	2,328	33,523
† Neurogen Corp.	1,733	39,772
† New Horizons Worldwide Inc.	1,609	24,035
† NOVA Corporation	4,323	135,958
† On Assignment Inc.	1,578	28,404
† Organic Inc.	5,436	2,337
† PFSweb Inc.	2,656	2,789
† Pharmaceutical Product Development Inc.	3,088	94,215
† Pharmacopeia Inc.	1,300	31,200
†* Plexus Corp.	2,560	84,480
† Predictive Systems Inc.	2,100	8,400
† Profit Recovery Group International Inc. (The)	3,046	34,907
† ProsoftTraining.com	2,672	3,340
† Quanta Services Inc.	3,975	87,609
† Rainbow Rentals Inc.	1,065	7,455
† RCM Technologies Inc.	3,186	15,452
Regis Corp.	2,499	52,454
† Rent-A-Center Inc.	1,817	95,574
† Rent-Way Inc.	1,445	15,750
† Resources Connection Inc.	1,300	33,592
Rollins Inc.	3,166	63,035
Roper Industries Inc.	2,199	91,808
† Security Associates International Inc.	3,200	7,520
Servicemaster Co.	18,725	224,700
† Sotheby's Holdings Inc. "A"	3,645	58,794
† Spherion Corporation	3,724	33,330
† SPS Technologies Inc.	1,166	55,268
Staff Leasing Inc.	1,928	7,346
Stewart Enterprises Inc. "A"	5,516	40,267
† Strayer Education Inc.	1,102	53,722
† Student Advantage Inc.	3,600	6,588
† Sylvan Learning Systems Inc.	3,073	74,674
† Teletech Holdings Inc.	4,895	44,006
† Trimeris Inc.	773	38,704
† Tyler Technologies Inc.	3,772	9,053

	Shares	Value
† United Rentals Inc.	4,160	\$ 107,952
† United Shipping and Technology Inc.	1,000	580
† Valassis Communications Inc. Viad Corp.	3,160	113,128
† Volt Information Sciences Inc.	6,247	164,921
† Wackenhut Corrections Corp.	1,067	18,672
† Weststaff Inc.	1,500	19,650
†* Wireless Facilities Inc.	1,884	6,217
World Fuel Services Corp.	2,500	16,250
	4,155	49,652
		5,567,606

Computer Systems—0.12%

† Borland Software Corp.	5,168	80,621
† Metasolv Inc.	2,760	21,887
† Tellium Inc.	6,019	109,546
		212,054

Computers—6.62%

† Accrue Software Inc.	2,100	1,008
† ACE*COMM Corp.	4,000	6,800
†* Activision Inc.	2,415	94,789
†* Advanced Digital Information Corp.	3,140	54,322
†* Advent Software Inc.	1,994	126,619
†* Affiliated Computer Services Inc. "A"	3,334	239,748
†* AGENCY.com Ltd.	3,462	11,148
†* Agile Software Corp.	3,100	52,700
† American Software Inc. "A"	3,900	6,630
†* AppliedTheory Corp.	4,200	2,142
† Applix Inc.	1,058	2,063
† Art Technology Group Inc.	4,400	25,520
† Ashton Technology Group Inc. (The)	3,000	2,940
† Ask Jeeves Inc.	3,000	5,700
† Aspen Technology Inc.	1,506	36,445
† Auspex Systems Inc.	2,748	19,621
†* Avici Systems Inc.	2,939	25,187
† BARRA Inc.	1,231	48,194
† Be Free Inc.	6,400	7,808
† Be Inc.	4,400	1,980
† BindView Development Corp.	4,020	8,482
†* Bisys Group Inc.	3,682	217,238
† Black Box Corp.	1,171	78,879
† Braun Consulting Inc.	3,200	25,760
† Brio Technology Inc.	2,347	17,133
†* Broadbase Software Inc.	3,400	7,283
† Brocade Communications System Inc.	14,000	615,860
† BSQUARE Corp.	1,800	18,918
† CacheFlow Inc.	2,920	14,396
† CAIS Internet Inc.	2,400	1,776
† Calico Commerce Inc.	1,824	529
† Cambridge Technology Partners Inc.	3,320	11,753
† Carreker Corp.	1,313	28,229
† Casino Data Systems	3,200	29,504
† Catalyst International Inc.	2,159	8,334
† C-bridge Internet Solutions Inc.	2,151	3,549
† CCC Information Services Group Inc.	3,164	18,794
† Centura Software Corp.	4,400	1,232
† Ceridian Corp.	9,100	174,447
† Ciber Inc.	3,099	29,440
† Ciprico Inc.	1,618	12,135
† Clarent Corp.	2,442	22,442

The accompanying notes are an integral part of these financial statements.

Extended Index
Master Portfolio

COMMON STOCKS—(Continued)

	Shares	Value
† Cognizant Technology Solutions Corp.	958	\$ 40,667
† Commerce One Inc.	12,440	72,650
† Computer Network Technology Corp.	1,415	15,013
† Concur Technologies Inc.	2,236	3,309
† Concurrent Computer Corp.	3,566	24,962
† Cotelligent Inc.	2,307	1,707
† Covansys Corporation	2,955	33,391
† Critical Path Inc.	4,989	5,089
† Crossroads Systems Inc.	2,600	16,874
† CyberSource Corp.	2,300	3,726
† Cylink Corp.	2,873	1,666
† Cysive Inc.	2,500	7,925
† Daleen Technologies Inc.	1,700	1,394
† Data Race Inc.	3,209	321
† Data Return Corp.	2,800	4,900
† Data Translation Inc.	2,700	4,374
† Dataram Corp.	2,350	23,265
† Datatec Systems Inc.	3,783	2,005
† Deltek Systems Inc.	2,399	17,081
† Dendrite International Inc.	2,959	22,192
Diebold Inc.	4,877	156,796
† Digex Inc.	2,600	33,800
† Digital River Inc.	3,738	16,821
†* Digitas Inc.	4,795	21,098
† Docent Inc.	2,600	26,000
† DocuCorp International Inc.	898	3,233
† Dot Hill Systems Corp.	2,640	4,884
† DSET Corporation	959	575
† DSP Group Inc.	1,292	27,713
† DST Systems Inc.	7,780	410,006
†* E.piphany Inc.	5,150	52,324
† Easylink Services Corp.	4,663	2,565
† ebix.com Inc.	1,430	2,731
† Echelon Corp.	2,298	70,686
† Eclipsys Corp.	2,793	78,483
†* eGain Communications Corp.	2,751	7,400
† Elcom International Inc.	4,021	6,715
† Electronics For Imaging Inc.	3,278	96,701
† Elite Information Group Inc.	2,800	18,620
† eLoyalty Corp.	2,625	2,625
†* Engage Technologies Inc.	11,800	8,614
† Entrade Inc.	5,200	3,120
† Entrust Technologies Inc.	4,400	31,196
† Equinix Inc.	4,453	4,765
† Evolving Systems Inc.	5,519	30,906
† Exabyte Corp.	3,131	3,006
† Extended Systems Inc.	1,500	10,380
† Extreme Networks Inc.	6,900	203,550
†* F5 Networks Inc.	2,000	35,140
FactSet Research Systems Inc.	2,154	76,898
Fair Isaac and Co. Inc.	1,236	76,410
† FileNET Corp.	1,873	27,720
† First Virtual Communications Inc.	4,601	4,141
† Foundry Networks Inc.	7,300	145,854
† Frontline Capital Group Inc.	2,500	3,750
† Gadzoox Networks Inc.	3,000	9,630
†* General Magic Inc.	4,230	4,357
†* GoTo.com Inc.	3,900	75,855

	Shares	Value
† Hall Kinion & Associates Inc.	1,325	\$ 10,679
† HNC Software Inc.	2,054	40,053
† Hypercom Corp.	3,574	17,155
† Hyperion Solutions Corp.	1,943	29,145
† iAsiaWorks Inc.	3,324	632
† IDX Systems Corp.	2,485	29,845
† iGate Capital Corp.	2,794	13,942
† IKOS Systems Inc.	2,000	14,720
† iManage Inc.	2,500	9,125
† IMRglobal Corp.	3,904	42,671
† Industri Matematik International Corp.	2,280	4,264
† InfoCure Corp.	3,692	8,787
† Infocus Corp.	2,618	53,381
† Information Architects Corp.	2,444	3,079
† Inforte Corp.	3,794	46,401
† infoUSA Inc.	3,416	20,496
† Inprimis Inc.	2,600	728
† Integral Systems Inc.	1,262	30,452
† Integrated Measurement Systems	1,432	31,432
† InterCept Group Inc. (The)	1,200	45,600
† Intergraph Corp.	3,688	56,795
† Interland Inc.	3,450	4,485
†* Interliant Inc.	4,100	2,255
† Internap Network Services Corp.	10,300	33,681
† Internet Security Systems Inc.	2,624	127,421
† Intertrust Technologies Corp.	6,000	7,200
† Interwoven Inc.	6,200	104,780
† Intranet Solutions Inc.	1,622	61,717
†* Intraware Inc.	2,300	2,668
† Intrusion.com Inc.	2,128	7,427
† ION Networks Inc.	800	640
† ITXC Corp.	3,600	25,200
† iXL Enterprises Inc.	4,300	5,203
Jack Henry & Associates Inc.	6,412	198,772
† Juniper Networks Inc.	19,800	615,780
† Juno Online Services Inc.	3,800	5,510
† Jupiter Media Metrix Inc.	7,751	9,999
† Kana Communications Inc.	5,960	12,158
† Keynote Systems Inc.	2,800	30,660
† Kronos Inc.	1,255	51,392
† Larscom Inc. "A"	2,700	5,319
† Launch Media Inc.	4,500	4,095
†* Level 8 Systems Inc.	2,797	13,230
† Lexar Media Inc.	4,300	6,837
† Liberate Technologies Inc.	6,400	70,080
† LookSmart Ltd.	5,000	5,250
† Manhattan Associates Inc.	1,561	62,050
† MapInfo Corp.	922	20,284
† Marimba Inc.	2,100	4,431
† Maxtor Corp.	14,233	74,723
† McDATA Corporation "A"	6,934	121,692
† Media 100 Inc.	1,360	2,162
† Mentor Graphics Corp.	4,640	81,200
† Micron Electronics Inc.	5,297	8,422
† Micros Systems Inc.	1,421	31,262
† Micros-To-Mainframes Inc.	1,000	1,120
†* Microstrategy Inc.	2,160	6,048
† Mitek Systems Inc.	3,300	4,257
† Mobius Management Systems Inc.	1,756	5,795
† MTI Technology Corp.	3,350	6,834

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
MTS Systems Corp.	4,285	\$ 59,090
† Multex.com Inc.	1,714	27,852
† MyPoints.com Inc.	4,492	11,544
† National Information Consortium Inc.	4,900	8,918
† National Instruments Corp.	3,009	97,642
† Navidec Inc.	4,300	4,429
† NaviSite Inc.	4,300	6,235
† Net Perceptions Inc.	3,000	5,160
† Netegrity Inc.	2,180	65,400
† NetObjects Inc.	3,900	3,081
† NetScout Systems Inc.	2,500	16,250
† Netsmart Technologies Inc.	2,200	4,466
† NetSpeak Corp.	1,763	4,936
† Novadigm Inc.	1,945	21,881
†* Nuance Communications Inc.	2,329	41,969
† NYFIX Inc.	1,983	63,357
† Odetics Inc. "A"	1,335	2,937
† On2.com Inc.	2,100	1,050
† OneSource Information Services Inc.	2,900	24,360
† ONI Systems Inc.	8,000	223,200
† Ontrack Data International Inc.	2,800	16,100
† ONYX Software Corp.	2,900	23,200
† Open Market Inc.	5,566	6,568
† Packeteer Inc.	3,800	47,614
† Pegasus Solutions Inc.	2,005	23,158
† Performance Technologies Inc.	1,587	23,805
† Perot Systems Corp. "A"	7,311	132,329
† Phoenix Technologies Ltd.	1,569	22,907
† Portal Software Inc.	11,200	46,256
† Preview Systems Inc.	4,013	13,845
† PRI Automation Inc.	1,792	33,197
† Primus Knowledge Solutions Inc.	2,500	14,975
† ProBusiness Services Inc.	1,516	40,250
† Progress Software Corp.	1,928	31,234
† QAD Inc.	2,989	10,461
† Quantum DLT & Storage Group	9,760	98,478
† Quest Software Inc.	5,800	218,950
† Radiant Systems Inc.	2,038	32,853
† Radview Software Ltd.	2,092	1,715
† Rainbow Technologies Inc.	2,864	16,010
† RAVISENT Technologies Inc.	1,500	2,970
† Read-Rite Corp.	7,300	38,325
†* Red Hat Inc.	10,000	40,000
† Redback Networks Inc.	9,200	82,064
† Retek Inc.	3,355	160,839
† Riverstone Networks Inc.	6,356	126,421
† RSA Security Inc.	3,793	117,393
† RWD Technologies Inc.	1,550	4,743
† Safeguard Scientifics Inc.	7,939	40,806
† Sagent Technology Inc.	2,400	3,600
†* Sanchez Computer Associates Inc.	2,362	31,296
† SanDisk Corp.	4,278	119,313
†* Scient Corp.	4,600	4,278
† Scientific Learning Corp.	3,800	8,170
†* SCM Microsystems Inc.	2,988	31,075
† ScreamingMedia Inc.	3,770	11,121
† Secure Computing Corp.	2,230	35,033
† SEEC Inc.	2,300	6,141

	Shares	Value
SEI Investment Co.	7,188	\$ 340,711
†* Silicon Storage Technology Inc.	5,987	60,648
† SilverStream Software Inc.	1,700	11,985
† SmartDisk Corp.	1,900	7,866
† SmartServ Online Inc.	7,000	64,750
† Socket Communications Inc.	2,600	6,630
† Sonic Foundry Inc.	2,400	3,864
† SONICblue Inc.	5,029	16,596
† SonicWALL Inc.	4,200	105,882
† SPEEDUS.COM Inc.	3,600	3,960
† SportsLine.com Inc.	3,955	9,096
† SPSS Inc.	1,333	21,075
† SS&C Technologies Inc.	4,739	29,382
† StarBase Corp.	3,706	13,527
†* StarMedia Network Inc.	5,100	9,486
† Storage Technology Corp.	7,166	98,604
†* StorageNetworks Inc.	2,316	39,349
† Stratasys Inc.	2,400	7,248
†* Stratos Lightwave Inc.	7,009	91,117
† SunGard Data Systems Inc.	16,808	504,408
† Sunquest Information Systems Inc.	1,867	44,416
† Sykes Enterprises Inc.	2,159	23,749
†* Synopsis Inc.	3,988	192,979
† Syntel Inc.	3,108	23,932
† T/R Systems Inc.	3,632	14,128
† Take-Two Interactive Software Inc.	2,620	48,601
† Tanning Technology Corp.	1,800	8,730
† Technology Solutions Co.	3,925	6,986
† Teknowledge Corp.	700	3,836
† Telescan Inc.	1,795	610
† TenFold Corp.	2,000	860
† THQ Inc.	1,607	79,145
† 3Com Corp.	22,888	108,718
† 3D Systems Corp.	2,317	39,389
† 3DO Co. (The)	3,656	26,616
† Tidel Technologies Inc.	1,200	1,416
† Tier Technologies Inc. "B"	1,884	17,992
† TradeStation Group Inc.	1,545	8,191
† TransAct Technologies Inc.	3,700	33,300
† Tricord Systems Inc.	2,200	5,962
†* Tumbleweed Communications Corp.	2,204	8,353
†* Turnstone Systems Inc.	7,062	49,434
† Ultimate Software Group Inc.	2,485	12,549
† USDATA Corp.	3,300	1,518
†* VeriSign Inc.	12,753	765,308
† Verity Inc.	2,268	45,247
† Versant Corp.	3,800	6,080
† Verso Technologies Inc.	2,283	1,941
† Vertel Corp.	2,100	105
† Vialink Co. (The)	2,188	3,501
†* Viant Corp.	3,000	5,610
† Vitech America Inc.	739	318
†* Vitria Technology Inc.	9,200	31,648
† Walker Interactive Systems	1,028	658
† WatchGuard Technologies Inc.	4,700	48,175
† Wave Systems Corp. "A"	3,069	16,481
†* Webb Interactive Services	1,672	4,096
† Western Digital Corp.	10,771	43,084
† Xpedior Inc.	3,388	34

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
†* Xybernaut Corp.	5,065	\$ 24,312
† Zamba Corp.	2,800	2,800
		<u>12,184,719</u>

Cosmetics/Personal Care—0.20%

Carter-Wallace Inc.	2,625	50,794
* Estee Lauder Companies Inc. "A"	7,378	317,992
		<u>368,786</u>

Distribution/Wholesale—0.51%

Advanced Marketing Services Inc.	1,449	30,212
†* Aviation Sales Co.	2,158	3,669
† Bell Microproducts Inc.	2,292	27,412
† Brightpoint Inc.	5,443	15,785
† CellStar Corp.	2,938	6,317
† Daisytek International Corp.	2,166	34,114
* Fastenal Co.	2,497	154,764
† First Aviation Services Inc.	2,400	11,520
† Handleman Co.	3,314	55,509
Hughes Supply Inc.	1,672	39,543
† Ingram Micro Inc. "A"	4,664	67,581
† Keystone Automotive Industries Inc.	3,486	41,658
†* NuCo2 Inc.	2,522	30,995
Owens & Minor Inc.	2,557	48,583
† Questron Technology Inc.	3,200	12,320
† Richton International Corp.	600	21,420
† SCP Pool Corp.	1,644	56,602
† Tech Data Corp.	3,574	119,229
† United Stationers Inc.	2,546	80,352
Watsco Inc.	3,306	46,615
† WESCO International Inc.	3,100	28,210
		<u>932,410</u>

Diversified Financial Services—2.77%

* Advanta Corp. "A"	2,893	46,288
†* Affiliated Managers Group Inc.	1,584	97,416
† Alleghany Corp.	434	88,102
†* Allied Capital Corp.	4,839	112,023
American Capital Strategies Ltd.	2,107	59,122
†* AmeriCredit Corp.	4,803	249,516
†* Ameritrade Holding Corp. "A"	11,359	90,418
† Ampal-American Israel Corp. "A"	2,783	16,837
† BlackRock Inc.	1,000	34,290
† Boron, LePore & Associates Inc.	2,366	32,603
Capitol Federal Financial	5,200	100,516
†* CompuCredit Corp.	2,500	27,625
† Digital Insight Corp.	2,589	57,217
Doral Financial Corp.	2,908	99,744
† DVI Inc.	1,919	33,774
† E*trade Group Inc.	20,008	129,052
Eaton Vance Corp.	3,616	125,837
Edwards (A.G.) Inc.	4,612	207,540
† E-LOAN Inc.	4,300	4,515
†* Equitex Inc.	6,339	37,463
†* Factual Data Corp.	900	6,489
Federated Investors Inc. "B"	8,190	263,718
† Financial Federal Corp.	1,665	48,202
Finova Group Inc.	5,393	19,954
† Forrester Research Inc.	1,166	26,340

	Shares	Value
† Friedman Billings Ramsey Group Inc. "A"	2,455	\$ 17,185
† Gabelli Asset Management Inc. "A"	1,100	45,265
† GlobalNet Financial.com Inc.	3,500	910
Goldman Sachs Group Inc. (The)	8,138	698,240
† Greg Manning Auctions Inc.	1,400	2,940
Heller Financial Inc. "A"	2,908	116,320
† HPSC Inc.	2,200	18,150
† Instinet Group Inc.	2,582	48,128
† Investment Technology Group Inc.	2,254	113,354
Jeffries Group Inc.	1,440	46,656
John Nuveen Co. "A"	2,002	113,413
† Kent Financial Services Inc.	1,000	4,000
† Kirlin Holding Corp.	4,000	7,400
† Knight Trading Group Inc.	7,490	80,068
† Labranche & Co. Inc.	2,600	75,400
Legg Mason Inc.	3,797	188,939
† M.H. Meyerson & Co. Inc.	3,900	4,914
† Matrix Bancorp Inc.	1,947	20,307
† Memberworks Inc.	898	20,780
Metris Companies Inc.	3,983	134,267
† National Processing Inc.	4,765	133,420
† NCO Group Inc.	1,960	60,623
* Neuberger Berman Inc.	2,900	197,200
† New Century Equity Holdings Corp.	3,028	3,028
† NextCard Inc.	3,900	43,095
† Online Resources & Communications Corp.	1,400	3,360
† Phoenix Companies Inc.	2,693	50,090
† Professional Detailing Inc.	878	80,776
Raymond James Financial Inc.	2,566	78,520
Resource America Inc. "A"	2,574	33,719
Resource Bancshares Mortgage Group Inc.	4,853	35,427
† S1 Corp.	3,903	54,642
† Siebert Financial Corp.	2,939	13,696
† SoftNet Systems Inc.	3,518	6,895
Source Capital Corp.	500	3,450
* Southwest Securities Group Inc.	1,456	30,139
† Startek Inc.	2,889	65,291
† Stockwalk.com Group Inc.	921	1,897
Student Loan Corp.	1,094	76,306
† TD Waterhouse Group Inc.	2,400	26,232
Tucker Anthony Sutro Corporation	1,599	35,178
†* Wackenhut Corp. "A"	2,367	40,831
Waddell & Reed Financial Inc. "A"	5,255	166,846
† WFS Financial Inc.	2,248	69,126
† Wit Soundview Group Inc.	4,800	8,784
		<u>5,089,808</u>

Electric—2.38%

ALLETE	4,226	95,085
†* Alliant Energy Corp.	4,851	141,407
Avista Corp.	3,199	63,916
Black Hills Corp.	1,765	71,006
CH Energy Group Inc.	1,656	72,781
Cleco Corp.	3,212	73,073
Conectiv Inc.	5,404	116,726
† Covanta Energy Corporation	3,297	60,863
DPL Inc.	8,804	254,964
DQE Inc.	3,978	89,505
† El Paso Electric Co.	3,496	55,901
Empire District Electric Co. (The)	1,961	40,573

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
Energy East Corp.	8,042	\$ 168,158
Green Mountain Power Corp.	2,136	34,091
Hawaiian Electric Industries Inc.	1,734	66,239
IDACorp Inc.	1,982	69,132
Kansas City Power & Light Co.	3,569	87,619
Madison Gas & Electric Co.	5,619	156,208
MDU Resources Group Inc.	4,272	135,166
Montana Power Co.	6,924	80,318
† NewPower Holdings Inc.	8,155	73,395
Northeast Utilities	10,402	215,842
NorthWestern Corp.	1,628	36,467
NSTAR	3,822	162,664
OGE Energy Corp.	4,313	97,517
† Orion Power Holdings Inc.	5,496	130,860
Otter Tail Power Co.	1,960	54,390
†* Plug Power Inc.	2,600	55,978
Potomac Electric Power Co.	7,803	163,239
Public Service Company of New Mexico	2,469	79,255
Puget Energy Inc.	6,183	161,995
RGS Energy Group Inc.	1,597	59,887
SCANA Corp.	6,992	198,573
Sierra Pacific Resources Corp.	5,187	82,940
TECO Energy Inc.	7,901	240,980
UIL Holdings Corporation	841	40,864
UniSource Energy Corp.	3,142	72,172
* Utilicorp United Inc.	6,035	185,335
* Western Resources Inc.	4,046	86,989
Wisconsin Energy Corp.	7,957	189,138
WPS Resources Corp.	1,487	52,417
		4,373,628

Electrical Components & Equipment—0.33%

†* Active Power Inc.	2,186	36,462
† Advanced Energy Industries Inc.	2,293	94,632
†* Capstone Turbine Corp.	4,900	110,201
† Energizer Holdings Inc.	6,061	139,100
Hubbell Inc. "B"	3,242	94,018
† Medis Technologies Ltd.	1,500	16,500
† Proton Energy Systems Inc.	2,100	25,200
†* Superconductor Technologies Inc.	3,200	19,200
† UCAR International Inc.	2,812	33,603
† Wilson Greatbatch Technologies Inc.	1,300	37,700
		606,616

Electronics—3.57%

†* Act Manufacturing Inc.	1,734	18,970
† Actel Corp.	2,137	52,463
† ADE Corp.	1,586	30,134
† Aeroflex Inc.	3,466	36,393
†* Alpha Industries Inc.	2,414	71,334
† Alpha Technologies Group Inc.	2,496	12,480
† Alpine Group (The) Inc.	1,396	2,234
†* American Superconductor Corp.	1,366	35,243
AMETEK Inc.	1,734	52,974
† Amphenol Corp. "A"	2,598	104,050
Analogic Corp.	966	44,001
† Andrea Electronics Corp.	2,596	4,283
† APW Ltd.	2,228	22,614
† Arrow Electronics Inc.	6,478	157,351

	Shares	Value
† Artesyn Technologies Inc.	2,290	\$ 29,541
† Astropower Inc.	800	41,712
† ATMI Inc.	1,590	47,700
† Ault Inc.	2,400	13,008
Avnet Inc.	6,224	139,542
AVX Corp.	11,542	242,382
Barnes Group Inc.	1,790	44,213
† Bel Fuse Inc. "A"	1,091	32,730
Belden Inc.	1,088	29,104
† Benchmark Electronics Inc.	1,419	34,567
† Blonder Tongue Laboratories Inc.	4,570	18,143
† BOLDER Technologies Corp.	4,029	20
Brady Corp. "A"	1,407	50,835
C&D Technologies Inc.	1,414	43,834
† Cable Design Technologies Corp.	2,643	42,711
† California Amplifier Inc.	1,100	4,455
†* Caliper Technologies Corp.	1,734	36,501
† Catalyst Semiconductor Inc.	3,300	13,794
† Checkpoint Systems Inc.	3,397	60,467
† Chromatics Color Sciences	6,668	867
† Clare Inc.	3,500	8,400
† Coherent Inc.	1,860	67,276
† Concord Camera Corp.	6,302	37,182
CTS Corp.	1,716	35,178
Cubic Corp.	1,328	41,500
† Cymer Inc.	2,013	50,909
† Daktronics Inc.	4,200	64,638
† DDi Corp.	2,360	47,200
† Dionex Corp.	1,193	39,667
†* DuPont Photomasks Inc.	1,284	61,953
EDO Corp.	3,596	57,356
† Electric Fuel Corp.	2,539	6,449
† Electro Scientific Industries Inc.	1,818	69,266
† Energy Conversion Devices Inc.	1,563	43,764
† ESS Technology Inc.	3,518	24,626
† Evans & Sutherland Computer Corp.	3,765	30,609
† Exar Corp.	2,628	51,929
† Excel Technology Inc.	1,006	22,212
† Fairchild Semiconductor Corp. "A"	5,900	135,700
† FEI Co.	1,469	60,229
† Fisher Scientific International Inc.	2,691	78,039
Frequency Electronics Inc.	1,643	30,395
† FSI International Inc.	2,428	30,593
† FuelCell Energy Inc.	2,000	46,180
General Cable Corp.	3,747	69,507
†* Genrad Inc.	3,397	20,382
† Gentex Corp.	4,918	137,065
† Genus Inc.	1,400	6,720
† GlobeSpan Inc.	4,500	65,700
† HEI Inc.	2,100	19,110
Helix Technology Corp.	1,597	48,677
† HI/FN Inc.	1,039	15,720
† Hutchinson Technology Inc.	2,299	43,796
† Ibis Technology Corp.	705	7,776
† IFR Systems Inc.	1,900	3,325
† Illinois Superconductor Corp.	4,000	6,600
† ImageX.com Inc.	2,100	2,625
† Innovex Inc.	3,844	14,107
† Interlink Electronics Inc.	3,850	31,223
† inTEST Corp.	1,900	11,970

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
† Invision Technologies Inc.	1,939	\$ 7,465
† JMAR Technologies Inc.	2,400	9,264
† JNI Corp.	3,600	50,400
† JPM Company (The)	3,660	915
† KEMET Corp.	5,608	111,094
† Lifeline Systems Inc.	1,214	23,989
† Littelfuse Inc.	1,208	32,362
† Lowrance Electronics Inc.	2,700	7,425
† Mackie Designs Inc.	2,661	13,438
† Mattson Technology Inc.	1,653	28,894
† Maxwell Technologies Inc.	1,412	31,488
† Meade Instruments Corp.	3,280	22,074
† Mechanical Technology Inc.	1,914	13,800
† Medicalogic/Medscape Inc.	5,227	3,084
† Mercury Computer Systems Inc.	1,444	63,680
† Mesa Laboratories Inc.	2,400	11,520
† Methode Electronics Inc. "A"	2,190	18,834
† Micrel Inc.	5,768	190,344
† Micro Linear Corp.	810	1,984
† Microsemi Corp.	1,017	72,207
†* MIPS Technologies Inc. "A"	2,467	42,679
†* MKS Instruments Inc.	2,385	68,688
† Molecular Devices Corp.	1,818	36,451
† NETsilicon Inc.	1,600	7,600
† Nu Horizons Electronics Corp.	2,415	22,942
† Oak Technology Inc.	4,600	48,714
† OPTi Inc.	2,083	7,936
† OSI Systems Inc.	2,434	9,054
† OYO Geospace Corp.	1,100	25,190
† PCD Inc.	3,210	13,931
† Photon Dynamics Inc.	800	21,600
† Photonics Inc.	2,147	55,092
* Pioneer-Standard Electronics Inc.	2,671	34,189
† PLX Technology Inc.	2,100	17,829
† Power Integrations Inc.	1,812	28,267
† QuickLogic Corp.	2,100	12,642
† Ramtron International Corp.	3,840	11,904
† Rayovac Corp.	2,929	62,388
† Recoton Corp.	2,431	42,119
† REMEC Inc.	3,501	43,412
† Reptron Electronics Inc.	3,600	16,560
† Research Frontiers Inc.	1,504	40,608
† Robotic Vision Systems Inc.	2,513	4,146
† Rogers Corp.	962	25,493
† Rudolph Technologies Inc.	1,417	66,599
† Sawtek Inc.	2,466	58,025
† SBS Technologies Inc.	1,230	23,272
† SCI Systems Inc.	9,274	236,487
† Semtech Corp.	4,736	142,080
†* Sensar Corp.	2,000	560
†* Sensormatic Electronics Corp.	4,851	82,467
† Sheldahl Inc.	2,484	4,471
† Silicon Image Inc.	5,000	25,000
† Siliconix Inc.	2,501	79,132
† SIPEX Corp.	2,060	31,085
† SLI Inc.	2,799	23,092
† Spectra-Physics Lasers Inc.	1,196	27,675
† Spectrum Control Inc.	2,390	14,244

	Shares	Value
† Spire Corp.	5,000	\$ 27,550
† Surge Components Inc.	1,900	1,881
† Tech/Ops Sevcon Inc.	1,439	13,599
† Technitrol Inc.	1,846	47,996
† Therma-Wave Inc.	1,515	28,891
† Three-Five Systems Inc.	1,445	25,981
† Trimble Navigation Ltd.	1,915	37,323
† Triumph Group Inc.	815	39,935
† Tvia Inc.	2,220	4,995
† Ultrak Inc.	542	1,301
† Universal Display Corp.	2,700	52,920
† Universal Electronics Inc.	1,278	23,004
†* Valence Technology Inc.	3,746	24,087
† Varian Inc.	2,430	78,489
† Viasystems Group Inc.	9,029	27,177
† Vicor Corp.	2,475	40,342
†* Virata Corp.	4,400	52,140
† Vishay Intertechnology Inc.	8,624	198,352
† Waters Corp.	7,988	220,549
† Watts Industries Inc. "A"	2,401	40,697
† Woodhead Industries Inc.	1,806	30,702
† X-Rite Inc.	3,781	33,424
†* Zoran Corp.	1,972	58,608
† Zygo Corp.	911	20,270
		6,574,300

Energy & Related—0.05%

†* H Power Corp.	3,940	38,257
†* Millennium Cell Inc.	3,400	35,870
† Syntroleum Corp.	2,492	22,652
		96,779

Engineering & Construction—0.11%

† Granite Construction Inc.	2,754	70,007
† Jacobs Engineering Group Inc.	1,643	107,173
† UNIFAB International Inc.	3,300	16,995
		194,175

Entertainment—1.17%

† AMC Entertainment Inc.	3,050	39,650
† Anchor Gaming	1,278	82,584
† Argosy Gaming Co.	2,403	66,707
† barnesandnoble.com Inc.	2,900	4,727
† Championship Auto Racing Teams Inc.	1,178	18,848
† Cheap Tickets Inc.	2,400	36,240
† Churchill Downs Inc.	1,277	32,027
† Dover Downs Entertainment Inc.	3,290	50,666
† Expedia Inc. "A"	4,400	205,040
† Gaylord Entertainment Co. "A"	1,767	50,890
†* Global Sports Inc.	2,939	23,512
† GTECH Holdings Corp.	1,846	65,551
† Hollywood Entertainment Corp.	3,393	28,705
† Image Entertainment Inc.	599	1,977
† International Game Technology Inc.	4,521	282,969
† International Speedway Corp. "A"	3,538	148,596
† Isle of Capris Casinos Inc.	1,700	15,980
† Macrovision Corp.	3,260	223,310
†* Metro-Goldwyn-Mayer Inc.	13,240	299,886
† Penn National Gaming Inc.	2,343	59,512
† Pinnacle Entertainment Inc.	1,651	12,135

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
† Six Flags Inc.	4,874	\$ 102,549
† Speedway Motorsports Inc.	3,156	79,563
† Steinway Musical Instruments Inc.	1,325	23,386
† Ticketmaster Online-CitySearch Inc. "B"	4,013	59,392
†* Trendwest Resorts Inc.	1,751	40,962
† Vail Resorts Inc.	2,910	55,290
† World Wrestling Federation Entertainment Inc.	1,900	26,220
† Zomax Inc.	2,356	20,992
		<u>2,157,866</u>

Environmental Control—0.35%

† Catalytica Energy Systems Inc.	1,705	36,998
† Duratek Inc.	2,430	11,907
IMCO Recycling Inc.	5,713	40,562
† Ionics Inc.	1,620	51,030
† IT Group Inc.	2,512	15,951
† Layne Christensen Co.	6,420	54,570
Mine Safety Appliances Co.	963	31,490
† MPM Technologies Inc.	1,900	7,030
† Republic Services Inc. "A"	11,167	221,665
† Stericycle Inc.	1,400	65,730
† Tetra Tech Inc.	2,197	59,758
† U S Liquids Inc.	5,654	26,008
† Waste Holdings Inc.	2,593	19,707
		<u>642,406</u>

Food—1.78%

†* American Italian Pasta Co. "A"	1,509	70,018
Andersons Inc.	2,101	18,069
Applebee's International Inc.	2,614	52,306
† Arden Group Inc. "A"	520	24,960
Bridgeford Food Corp.	1,119	14,681
† CEC Entertainment Inc.	1,609	79,404
† Chart House Enterprises Inc.	526	1,031
† Cheesecake Factory (The)	3,574	101,144
Corn Products International Inc.	2,303	73,696
Dean Foods Co.	2,260	90,852
† Del Monte Foods Co.	3,796	31,810
Dole Food Co.	2,850	54,292
Dreyer's Grand Ice Cream Inc.	2,121	59,176
Earthgrains Company (The)	2,723	70,798
Fleming Companies Inc.	3,411	121,773
† Flowers Foods Inc.	1,153	36,147
Fresh Brands Inc.	3,742	52,014
† Fresh Del Monte Produce Inc.	2,629	28,998
† Gardenburger Inc.	3,019	2,596
† Green Mountain Coffee Inc.	1,000	29,880
† Hain Celestial Group Inc.	1,889	41,558
Hormel Foods Corp.	8,986	218,719
IBP Inc.	7,053	178,088
† IHOP Corp.	1,582	42,477
Interstate Bakeries Corp.	2,520	40,320
† Jack in the Box Inc.	2,251	58,751
† Kraft Foods Inc.	5,981	185,411
Lance Inc.	2,741	37,003
† M&F Worldwide Corp.	1,561	6,010
McCormick & Co. Inc.	4,552	191,275
† Northland Cranberries "A"	2,127	2,765

	Shares	Value
†* P.F. Chang's China Bistro Inc.	1,053	\$ 39,909
†* Papa John's International Inc.	1,821	46,162
† Pathmark Stores Inc.	1,900	46,740
† Performance Food Group Co.	2,324	70,255
† Ralcorp Holdings Inc.	2,028	38,005
† Rare Hospitality International Inc.	1,567	35,414
Ruddick Corp.	2,487	42,155
† Schlotzsky's Inc.	972	5,307
Seaboard Corp.	166	34,511
Sensient Technologies Corp.	2,590	53,147
† Smithfield Foods Inc.	3,479	140,204
† Sonic Corp.	1,826	57,939
† Suiza Foods Corp.	1,766	93,775
† Tejon Ranch Co.	1,368	37,278
Tootsie Roll Industries Inc.	3,343	128,839
Tyson Foods Inc. "A"	14,742	135,774
† United Heritage Corp.	6,360	7,505
† United Natural Foods Inc.	1,913	40,077
Weis Markets Inc.	3,068	108,178
†* Whole Foods Market Inc.	3,158	85,582
† Wild Oats Markets Inc.	1,876	19,529
		<u>3,282,307</u>

Forest Products & Paper—0.32%

American Woodmark Corp.	1,000	38,420
Bowater Inc.	3,015	134,891
† Buckeye Technologies Inc.	1,702	24,509
Caraustar Industries Inc.	3,220	29,624
Chesapeake Corp.	959	23,735
† Fibermark Inc.	1,686	22,339
Georgia-Pacific (Timber Group)	5,707	204,025
Glatfelter (P.H.) Co.	3,481	49,639
Pope & Talbot Inc.	1,397	18,035
Wausau-Mosinee Paper Corp.	3,433	44,251
		<u>589,468</u>

Gas—0.12%

AGL Resources Inc.	2,957	70,229
NUI Corp.	1,366	31,527
Vectren Corporation	3,387	70,111
WGL Holdings Inc.	2,044	55,413
		<u>227,280</u>

Hand/Machine Tools—0.33%

† Axsys Technologies Inc.	1,179	13,995
Baldor Electric Co.	1,856	39,663
Franklin Electric Co. Inc.	450	34,155
Kennametal Inc.	2,336	86,198
† Powell Industries Inc.	2,091	62,730
Regal-Beloit Corp.	1,935	40,480
† SPX Corp.	2,576	322,464
		<u>599,685</u>

Health Care—4.86%

†* ABIOMED Inc.	1,772	41,784
† Accredo Health Inc.	1,125	41,839
†* Advanced Tissue Sciences Inc.	3,800	19,000
†* Albany Molecular Research Inc.	2,100	79,821
† American Medical Systems Holdings Inc.	3,000	46,050
† AmeriPath Inc.	1,673	49,019
† Apogent Technologies Inc.	6,918	170,183

The accompanying notes are an integral part of these financial statements.

Extended Index
Master Portfolio

COMMON STOCKS—(Continued)

	Shares	Value
† Apria Healthcare Group Inc.	3,016	\$ 87,012
† Aradigm Corp.	2,248	15,736
Arrow International Inc.	1,139	43,738
†* Arthocare Corp.	1,260	32,949
† AVAX Technologies Inc.	2,900	2,610
†* Avigen Inc.	1,500	32,250
† Bacou USA Inc.	1,187	33,450
Beckman Coulter Inc.	4,158	169,646
Bei Technologies Inc.	900	24,309
† BioMarin Pharmaceutical Inc.	4,800	63,408
† Bio-Rad Laboratories Inc. "A"	1,458	72,608
† Bioreliance Corp.	2,049	25,817
† Biosite Diagnostics Inc.	977	43,770
† BriteSmile Inc.	6,500	68,315
† Bruker Daltonics Inc.	3,335	50,258
† CardioDynamics International Corp.	2,800	15,036
† CardioGenesis Corp.	2,404	7,068
† Cerner Corp.	2,467	103,614
† Cerus Corp.	847	61,467
† ChromaVision Medical Systems Inc.	3,736	18,755
† Closure Medical Corp.	1,294	29,723
† Colorado Medtech Inc.	1,974	7,679
† Community Health Systems Inc.	5,400	159,300
† Computer Motion Inc.	1,959	7,268
† Conmed Corp.	1,677	43,686
Cooper Companies Inc.	1,167	59,984
† Core Inc.	2,850	13,965
† Covance Inc.	3,305	74,858
† Coventry Health Care Inc.	4,232	85,486
†* Cyber-Care Inc.	5,200	6,500
† Cyberonics Inc.	1,143	19,317
†* Cygnus Inc.	2,359	24,180
† Cytoc Corp.	7,458	171,907
Datascope Corp.	978	45,076
† DaVita Inc.	5,221	106,143
Diagnostic Products Corp.	1,234	40,969
† Diametrics Medical Inc.	3,462	9,694
† Dynacq International Inc.	2,800	53,844
† Edwards Lifesciences Corp.	3,700	97,532
† Enzo Biochem Inc.	1,793	61,500
† Enzon Inc.	2,384	149,000
†* Epimmune Inc.	2,000	7,500
† Express Scripts Inc. "A"	5,008	275,590
† Haemonetics Corp.	1,692	51,606
† Health Management Associates Inc. "A"	15,437	324,794
† Health Net Inc.	7,267	126,446
† Healthtronics Inc.	2,400	24,000
Hillenbrand Industries Inc.	3,895	222,443
† Hologic Inc.	2,693	18,312
Hooper Holmes Inc.	3,918	40,159
† IDEXX Laboratories Inc.	1,429	44,656
†* IGEN International Inc.	1,785	46,410
† I-many Inc.	1,903	25,690
† Impath Inc.	1,124	49,793
† INAMED Corp.	1,100	26,895
† InSight Health Services Corp.	1,800	31,860
† Intermagnetics General Corp.	1,000	32,400
† Interpore International	2,927	14,489

	Shares	Value
Invacare Corp.	1,837	\$ 70,963
† Inverness Medical Technology Inc.	2,500	92,500
† Isolysr Co. Inc.	2,500	3,650
† I-Stat Corp.	1,362	20,076
† Kensey Nash Corp.	1,733	29,010
† Laboratory Corp. of America Holdings	4,080	313,752
† Lasersight Inc.	1,588	3,605
† LifeCell Corp.	600	1,290
† LifePoint Hospitals Inc.	2,000	88,560
† Lincare Holdings Inc.	5,608	168,296
†* Luminex Corp.	2,140	42,779
† Magellan Health Services Inc.	2,200	28,160
† Matria Healthcare Inc.	1,560	24,554
† Med-Design Corp. (The)	2,100	63,294
† Medwave Inc.	1,841	8,284
* Mentor Corp.	1,484	42,294
Meridian Bioscience Inc.	4,830	25,116
† Merit Medical Systems Inc.	2,000	18,000
† Micro Therapeutics Inc.	3,300	26,400
† Mid Atlantic Medical Services Inc.	3,220	57,735
† Minimed Inc.	4,012	192,576
† Novamed Eyecare Inc.	2,500	5,775
† Novavax Inc.	4,500	43,875
† Novoste Corp.	2,694	68,697
† Oakley Inc.	4,562	84,397
† Ocular Sciences Inc.	2,303	58,496
† OraSure Technologies Inc.	2,701	33,762
† Ortec International Inc.	3,263	21,373
† OrthAlliance Inc. "A"	1,581	5,138
† Orthodontic Centers of America Inc.	2,838	86,275
† Orthologic Corp.	3,033	13,376
† Osteotech Inc.	2,997	13,636
† Oxford Health Plans Inc.	5,396	154,326
† PacificCare Health Systems Inc. "A"	2,236	36,447
† Palatin Technologies Inc.	1,800	7,740
† Pediatrix Medical Group Inc.	1,483	49,236
† PharmaNetics Inc.	2,400	25,224
† Polymedica Industries Corp.	800	32,400
† Possis Medical Inc.	3,456	41,645
† Prime Medical Service Inc.	2,659	11,992
†* Province Healthcare Co.	2,368	83,567
† PSS World Medical Inc.	7,148	45,962
Psychomedics Corp.	2,416	10,268
† Quest Diagnostics Inc.	6,072	454,489
† RehabCare Group Inc.	1,278	61,600
† Renal Care Group Inc.	3,513	115,543
† Res-Care Inc.	2,444	20,187
†* ResMed Inc.	1,712	86,542
† Respironics Inc.	2,313	68,835
† Ribozyme Pharmaceuticals Inc.	3,000	30,000
† SciQuest.com Inc.	3,205	3,333
† Select Medical Corp.	2,800	56,000
† Sola International Inc.	3,813	53,801
† Specialty Laboratories Inc.	1,300	49,205
† Spectranetics Corp.	3,055	7,790
† SPECTRASCIENCE Inc.	2,000	10,600
† Staar Surgical Co.	1,696	8,192
† Steris Corp.	4,554	91,308
†* Sunrise Assisted Living Inc.	1,950	51,187
†* Sunrise Technologies International Inc.	4,043	4,973

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
† Syncor International Corp.	1,382	\$ 42,842
† Techne Corp.	2,192	71,240
† Theragenics Corp.	2,984	33,331
†* Thoratec Labs Corp.	5,376	83,597
†* Triad Hospitals Inc.	4,224	124,481
† Trigon Healthcare Inc.	2,392	155,121
† TriPath Imaging Inc.	3,479	34,478
† U.S. Physical Therapy Inc.	3,600	57,492
† Unilab Corp.	1,772	44,654
† Universal Health Services Inc. "B"	3,730	169,715
† Urologix Inc.	2,100	38,451
† US Oncology Inc.	4,023	35,764
† Valentis Inc.	3,876	24,225
† Varian Medical Systems Inc.	1,830	130,845
†* Ventana Medical Systems Inc.	1,393	43,879
† VISX Inc.	4,020	77,787
† Vital Sign Inc.	1,269	41,940
† WebMD Corp.	23,096	161,672
West Pharmaceutical Services Inc.	1,471	39,717
† Young Innovations Inc.	903	20,227
† ZEVEX International Inc.	1,200	4,320
† Zoll Medical Corp.	677	18,584
		<u>8,932,614</u>

Holding Companies—Diversified—3.59%

† Berkshire Hathaway Inc. "A"	94	6,523,600
† Craig Corp.	1,000	2,000
† Triarc Companies Inc.	1,308	34,270
Walter Industries Inc.	3,486	41,483
		<u>6,601,353</u>

Home Builders—0.68%

† AMREP Corporation	500	2,500
† Beazer Homes USA Inc.	1,231	78,156
† Champion Enterprises Inc.	5,252	59,768
Clayton Homes Inc.	8,105	127,411
D.R. Horton Inc.	4,945	112,251
† Del Webb Corp.	1,308	50,607
† Dominion Homes Inc.	1,300	12,350
Fleetwood Enterprises Inc.	3,500	49,280
Lennar Corp.	3,750	156,375
M.D.C. Holdings Inc.	1,232	43,613
† Monaco Coach Corp.	1,835	60,922
Newmark Homes Corp.	1,914	26,279
† NVR Inc.	481	71,188
† Palm Harbor Homes Inc.	2,363	51,395
Ryland Group Inc.	1,057	53,484
Skyline Corp.	1,441	39,195
Standard-Pacific Corp.	2,626	60,792
Thor Industries Inc.	1,446	47,675
† Toll Brothers Inc.	2,254	88,605
Winnebago Industries Inc.	2,120	65,190
		<u>1,257,036</u>

Home Furnishings—0.42%

† Applica Inc.	4,014	31,951
Bassett Furniture Industries Inc.	2,279	28,670
Ethan Allen Interiors Inc.	3,049	99,093
Fedders Corp.	3,324	17,285

	Shares	Value
† Furniture Brands International Inc.	3,220	\$ 90,160
Harman International Industries Inc.	1,782	67,876
Kimball International Inc. "B"	1,920	34,752
† Lazare Kaplan International Inc.	2,279	11,623
La-Z-Boy Inc.	3,606	66,711
Libbey Inc.	1,773	70,406
Movado Group Inc.	1,678	33,896
Oneida Ltd.	1,947	39,583
†* Parkervision Inc.	1,320	34,518
† Polycom Inc.	4,448	102,704
Rowe Furniture Corp.	499	1,622
† Royal Appliance Manufacturing Co.	2,194	13,340
†* Salton Inc.	1,283	22,837
		<u>767,027</u>

Household Products/Wares—0.49%

Blyth Inc.	2,800	71,988
Church & Dwight Co. Inc.	2,224	56,601
Dial Corp.	6,317	90,017
† Enesco Group Inc.	7,002	42,362
† Fossil Inc.	2,804	58,183
Harland (John H.) Co.	1,887	43,967
† Helen of Troy Ltd.	2,599	22,975
† Nashua Corp.	3,083	21,427
National Presto Industries Inc.	1,071	31,809
Pennzoil-Quaker State Co.	5,777	64,702
† Playtex Products Inc.	4,899	52,419
Russ Berrie & Co. Inc.	1,994	58,624
† Scotts Co. (The) "A"	1,835	76,061
Standard Register Co.	2,728	50,468
Toro Co.	1,375	61,806
Wallace Computer Services Inc.	2,335	38,621
†* Yankee Candle Co. Inc. (The)	3,500	66,465
		<u>908,495</u>

Industrial—Diversified—0.01%

† York Group Inc.	1,499	14,660
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Insurance—3.01%

† Acceptance Insurance Companies Inc.	3,741	19,640
Alfa Corp.	1,928	47,622
Allmerica Financial Corp.	3,000	172,500
* American Financial Group Inc.	3,332	100,960
American National Insurance Co.	1,184	88,504
AmerUs Group Co.	1,849	65,584
Argonaut Group Inc.	2,775	55,778
† Arm Financial Group Inc. "A"	1,057	1
Baldwin & Lyons Inc. "B"	1,513	31,773
Berkley (W.R.) Corp.	1,985	82,219
Brown & Brown Inc.	2,008	84,316
Capitol Transamerica Corp.	1,713	26,089
† CNA Financial Corp.	8,827	348,225
CNA Surety Corp.	2,972	41,608
Commerce Group Inc.	2,012	74,021
Crawford & Co. "B"	3,782	68,076
† Danielson Holding Corp.	700	3,115
Delphi Financial Group Inc. "A"	948	36,498
Donegal Group Inc. "A"	1,710	22,145
Donegal Group Inc. "B"	855	9,841
Erie Indemnity Co. "A"	4,799	142,770
FBL Financial Group Inc. "A"	2,105	37,890

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
Fidelity National Financial Inc.	4,304	\$ 105,749
Financial Industries Corp.	1,320	16,566
First American Corp.	4,918	93,147
Fremont General Corp.	3,527	22,926
Gainsco Inc.	770	924
Gallagher (Arthur J.) & Co.	4,692	121,992
Great American Financial Resources Inc.	2,609	47,066
Harleysville Group Inc.	2,703	80,414
HCC Insurance Holdings Inc.	3,153	77,249
† HealthExtras Inc.	3,729	35,351
Hilb Rogal & Hamilton Co.	847	37,056
Horace Mann Educators Corp.	2,702	58,228
Independence Holding Co.	1,069	16,024
Kansas City Life Insurance Co.	1,354	54,160
LandAmerica Financial Group Inc.	1,290	41,087
Leucadia National Corp.	4,082	132,461
Liberty Financial Companies Inc.	2,664	86,447
† Markel Corp.	446	87,639
Mercury General Corp.	2,849	99,630
MONY Group Inc.	3,193	128,135
Nationwide Financial Services Inc.	1,464	63,904
† Navigators Group Inc.	1,877	35,475
† Odyssey Re Holdings Corp.	1,410	25,479
Ohio Casualty Corp.	5,178	67,055
Old Republic International Corp.	8,000	232,000
†* Philadelphia Consolidated Holding Co.	1,445	50,257
† PICO Holdings Inc.	2,300	33,626
PMA Capital Corp. "A"	2,309	41,677
PMI Group Inc. (The)	2,935	210,322
Presidential Life Corp.	2,120	47,488
† ProAssurance Corp.	2,298	39,641
† Professionals Group Inc.	1,112	30,547
Protective Life Corp.	3,582	123,113
Radian Group Inc.	6,182	250,062
Reinsurance Group of America Inc.	2,557	96,910
RLI Corp.	964	43,303
Selective Insurance Group Inc.	1,963	52,373
StanCorp Financial Group Inc.	2,000	94,780
State Auto Financial Corp.	3,976	65,167
† Stewart Information Services Corp.	2,478	48,296
Transatlantic Holdings Inc.	2,050	251,146
† Triad Guaranty Inc.	1,498	59,920
21st Century Insurance Group	4,619	85,913
† UICI	4,968	63,342
United Fire & Casualty Co.	1,251	36,554
Unitrin Inc.	4,544	174,490
† Universal American Financial Corp.	3,000	18,630
Wesco Financial Corp.	418	145,422
White Mountains Insurance Group Inc.	256	96,320
Zenith National Insurance Corp.	1,762	47,574
		5,532,212

Iron/Steel—0.20%

AK Steel Holding Corp.	8,844	110,904
Carpenter Technology Corp.	1,780	52,136
Gibraltar Steel Corp.	1,160	22,736
National Steel Corp. "B"	4,836	8,318
Reliance Steel & Aluminum Co.	1,537	38,809

	Shares	Value
Ryerson Tull Inc.	3,442	\$ 46,433
† Shiloh Industries Inc.	2,882	14,266
† Steel Dynamics Inc.	4,841	60,513
† Weirton Steel Corp.	2,700	1,728
† WHX Corp.	1,756	3,372
		359,215

Leisure Time—0.50%

Ambassadors International Inc.	965	23,836
†* American Classic Voyages Co.	2,034	7,119
† Bally Total Fitness Holding Corp.	1,835	54,334
Callaway Golf Co.	4,560	72,048
† Cannondale Corp.	3,074	12,112
†* Direct Focus Inc.	1,800	85,500
Galileo International Inc.	5,294	172,055
† K2 Inc.	2,311	26,415
Polaris Industries Partners LP "A"	1,647	75,433
† Rawlings Sporting Goods Co.	3,087	14,262
† Resortquest International Inc.	3,354	38,571
Royal Caribbean Cruises Ltd.	11,518	254,663
†* WMS Industries Inc.	2,502	80,489
		916,837

Lodging—0.73%

† Ameristar Casinos Inc.	7,800	124,800
† Aztar Corp.	2,668	32,283
† Boca Resorts Inc. "A"	2,661	39,197
† Boyd Gaming Corp.	6,380	36,685
† Choice Hotels International Inc.	4,489	67,335
† Crestline Capital Corp.	1,655	51,421
† Extended Stay America Inc.	5,792	86,880
† Hollywood Casino Corp. "A"	4,100	32,185
† John Q Hammons Hotels Inc.	2,600	16,900
† Mandalay Resort Group Inc.	4,456	122,094
Marcus Corp.	2,495	34,805
* MGM Grand Inc.	10,182	305,053
† Park Place Entertainment Corp.	19,847	240,149
† Prime Hospitality Corp.	3,038	36,000
† ShoLodge Inc.	1,700	8,874
Sonesta International Hotels Corp.	800	7,600
† Station Casinos Inc.	4,168	66,688
† Suburban Lodges of America Inc.	3,969	30,561
		1,339,510

Machinery—1.11%

* AGCO Corp.	3,663	33,516
†* Albany International Corp. "A"	2,107	39,822
Applied Industrial Technologies Inc.	1,369	25,943
† Astec Industries Inc.	1,643	28,342
† Asyst Technologies Inc.	2,036	27,486
† Brooks Automation Inc.	1,205	55,551
† Cognex Corp.	3,191	108,015
Donaldson Co. Inc.	3,564	111,019
† DT Industries Inc.	2,068	14,497
† Dycom Industries Inc.	2,491	57,119
† Electroglas Inc.	1,827	32,338
† Esterline Technologies Corp.	1,575	34,256
† Flowserve Corp.	3,318	102,029
† Gardner Denver Inc.	2,593	53,286
Gerber Scientific Inc.	3,216	35,215

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
† Global Payment Technologies Inc.	2,540	\$ 7,671
† Global Power Equipment Group Inc.	440	12,892
Graco Inc.	2,097	69,201
† Hurco Companies Inc.	600	1,662
Idex Corp.	1,912	65,008
† Imation Corp.	1,818	45,814
† Insituform Technologies Inc. "A"	1,180	43,070
JLG Industries Inc.	2,372	29,294
† Kulicke & Soffa Industries Inc.	3,584	61,501
Lincoln Electric Holding Inc.	3,754	95,727
† Magnetek Inc.	2,812	35,150
Manitowoc Co. Inc.	1,359	40,091
† McClain Industries Inc.	1,400	3,514
Nordson Corp.	2,262	52,727
† Paragon Technologies Inc.	3,600	26,640
† Paxar Corp.	4,543	65,419
† PPT Vision Inc.	1,600	3,456
† Presstek Inc.	1,890	22,680
† Research Inc.	3,200	1,600
Robbins & Myers Inc.	1,306	36,829
† Semitool Inc.	1,816	21,665
Stewart & Stevenson Services Inc.	2,732	90,156
Tecumseh Products Co. "A"	939	46,481
† Tegal Corp.	4,300	12,040
Tennant Co.	1,215	48,600
† Terex Corp.	1,930	40,916
† Thermo Fibertek Inc.	4,150	12,035
Thomas Industries Inc.	1,910	56,345
† Ultratech Stepper Inc.	1,943	49,838
† Unova Inc.	4,748	32,666
Woodward Governor Co.	816	68,830
† Zebra Technologies Corp. "A"	1,698	83,406
		2,041,358

Manufacturers—0.53%

AZZ Incorporated	1,300	32,500
Carlisle Companies Inc.	1,750	61,023
† CUNO Inc.	1,796	53,880
Federal Signal Corp.	3,227	75,738
Harsco Corp.	2,388	64,786
Lancaster Colony Corp.	3,093	102,007
Newport News Shipbuilding Inc.	1,978	121,153
Pentair Inc.	3,018	102,008
Pittston Brink's Group	3,275	73,000
Polymer Group Inc.	3,131	7,076
† Samsonite Corp.	2,267	6,461
Sturm Ruger & Co. Inc.	2,392	23,442
Teleflex Inc.	2,073	91,212
Tredegar Corporation	2,217	42,456
Trinity Industries Inc.	2,237	46,731
U.S. Industries Inc.	5,310	21,771
Wabtec Corporation	3,405	51,075
		976,319

Media—4.12%

† Acme Communications Inc.	2,400	19,704
†* Adelphia Communications Corp. "A"	9,397	385,277
Banta Corp.	1,294	37,914
† Beasley Broadcast Group Inc. "A"	2,300	39,100

	Shares	Value
Belo (A.H.) Corp.	7,894	\$ 148,723
† BHC Communications Inc. "A"	1,607	223,357
† Big City Radio Inc.	2,600	9,100
† Cablevision Systems Corp.	8,309	486,077
†* Charter Communications Inc.	16,700	389,945
† Chris-Craft Industries Inc.	2,263	161,578
† Classic Communications Inc. "A"	1,770	1,575
† Cox Radio Inc. "A"	2,765	77,005
† Crown Media Holdings Inc.	2,398	44,483
† CTN Media Group Inc.	1,438	2,157
† Cumulus Media Inc. "A"	3,327	45,181
† Emmis Communications Corp.	3,174	97,601
† Entercom Communications Corp.	3,200	171,552
† Fox Entertainment Group Inc. "A"	11,203	312,564
† Gemstar-TV Guide International Inc.	25,700	1,130,800
† Granite Broadcasting Corp.	1,368	4,104
Gray Communications Systems Inc. "B"	2,271	34,292
Harcourt General Inc.	4,557	265,172
† Hearst-Argyle Television Inc.	2,673	53,460
† Hispanic Broadcasting Corp.	6,746	193,543
Hollinger International Inc.	5,722	78,678
† Hollywood Media Corp.	2,989	13,451
Houghton Mifflin Co.	1,547	92,712
† HyperFeed Technologies Inc.	997	2,114
† Information Holdings Inc.	1,958	63,243
† Insight Communications Co. Inc.	2,900	72,500
† Journal Register Co.	2,867	46,159
Lee Enterprises Inc.	2,693	88,869
Liberty Corp.	1,034	41,360
† Liberty Digital Inc. "A"	2,600	15,834
† LodgeNet Entertainment Corp.	2,500	43,750
† Lynch Interactive Corp.	504	31,757
McClatchy Co. (The) "A"	2,699	105,531
Media General Inc. "A"	1,397	64,262
† Mediacom Communications Corp.	4,250	59,500
† Metromedia International Group Inc.	4,997	16,440
† New Frontier Media Inc.	1,500	3,900
† On Command Corp.	3,249	14,621
† Paxson Communications Corp.	4,748	64,098
† Pegasus Communications Corp.	3,312	74,520
† Playboy Enterprises Inc. "B"	2,398	37,529
†* Primedia Inc.	10,516	71,404
Pulitzer Inc.	706	37,277
† Radio Unica Communications Corp.	3,800	11,324
† Rare Medium Group Inc.	5,115	2,097
Readers Digest Association Inc. (The) "A"	6,294	180,953
† Regent Communications Inc.	3,200	38,368
† Scholastic Corp.	1,860	83,700
Scripps (E.W.) Company	4,911	338,859
† Sinclair Broadcast Group "A"	4,099	42,220
† Spanish Broadcasting System Inc. "A"	2,600	21,346
†* TiVo Inc.	3,800	20,900
† United Television Inc.	620	78,120
† UnitedGlobalCom Inc. "A"	5,046	43,648
† USA Networks Inc.	18,163	512,015
Value Line Inc.	1,146	48,384
Washington Post Company (The) "B"	450	258,300
† Westwood One Inc.	7,086	261,119
Wiley (John) & Sons Inc. "A"	3,234	76,484
† Wink Communications Inc.	2,600	6,656

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
† XM Satellite Radio Holdings Inc. "A"	4,500	\$ 72,900
Youthstream Media Networks Inc.	2,318	3,709
		<u>7,574,875</u>

Metal Fabricate/Hardware—0.14%

Amcast Industrial Corp.	1,839	15,732
Kaydon Corp.	1,638	42,015
Penn Engineering & Manufacturing Corp.	1,834	32,095
Precision Castparts Corp.	2,578	96,469
TransTechnology Corp.	3,132	27,342
Valmont Industries Inc.	2,324	42,297
		<u>255,950</u>

Metals—Diversified—0.28%

Ameron Inc.	1,000	66,750
AptarGroup Inc.	1,812	58,763
† Atchison Casting Corp.	457	1,325
Commercial Metals Co.	1,070	34,272
Matthews International Corp. "A"	987	43,396
† Maverick Tube Corp.	1,669	28,290
† Mueller Industries Inc.	2,001	65,853
† Niagara Corp.	600	1,200
† NS Group Inc.	1,534	20,479
Pitt-Des Moines	500	17,250
† Shaw Group Inc.	2,670	107,067
† Titanium Metals Corp.	2,200	22,000
† TransPro Inc.	1,600	6,080
Tremont Corp.	1,000	35,500
		<u>508,225</u>

Mining—0.22%

Arch Coal Inc.	3,365	87,053
Brush Engineered Materials	1,404	22,464
Century Aluminum Company	1,637	26,257
† Charles & Colvard Ltd.	2,811	3,542
† Kaiser Aluminum Corp.	3,541	14,093
† MAXXAM Inc.	1,713	42,362
† Meridian Gold Inc.	4,594	36,522
† Peabody Energy Corp.	1,367	44,769
† Stillwater Mining Co.	2,620	76,635
USEC Inc.	5,274	44,460
		<u>398,157</u>

Office/Business Equipment—0.21%

† General Binding Corp.	3,195	33,867
Herman Miller Inc.	5,446	131,793
HON Industries Inc.	4,562	110,492
† Insight Enterprises Inc.	2,872	70,364
Steelcase Inc.	1,929	23,052
Virco Manufacturing Corp.	1,321	13,606
		<u>383,174</u>

Oil & Gas Producers—3.10%

Adams Resources & Energy Inc.	1,600	21,200
Apco Argentina Inc.	971	25,295
Atmos Energy Corp.	1,953	47,770
† ATP Oil & Gas Corp.	1,370	15,399
† Atwood Oceanics Inc.	702	24,640
† Barrett Resources Corp.	1,508	88,972

	Shares	Value
† Belco Oil & Gas Corp.	4,065	\$ 36,585
Berry Petroleum Co. "A"	2,178	31,581
† Blue Dolphin Energy Co.	7,300	30,660
BP Prudhoe Bay Royalty Trust	1,489	21,293
Cabot Oil & Gas Corp. "A"	2,315	56,486
†* CAL Dive International Inc.	2,072	50,971
† Callon Petroleum Corp.	1,559	18,474
Cascade Natural Gas Corp.	1,007	21,449
† Chesapeake Energy Corp.	10,300	70,040
† Chiles Offshore Inc.	2,500	48,150
† Clayton Williams Energy Inc.	1,100	18,645
† Dawson Geophysical Co.	2,400	22,320
† Denbury Resources Inc.	4,397	41,332
Diamond Offshore Drilling Inc.	8,576	283,437
† Encore Acquisition Co.	1,937	22,276
Energen Corp.	1,408	38,861
† Energy Partners Ltd.	2,000	26,820
ENSCO International Inc.	8,456	197,870
Equitable Resources Inc.	4,522	150,628
† Evergreen Resources Inc.	1,493	56,734
† Forest Oil Corp.	1,623	45,444
† Giant Industries Inc.	2,584	22,739
† Global Marine Inc.	10,656	198,521
† Grey Wolf Inc.	9,565	38,260
† Hanover Compressor Co.	3,852	127,463
Helmerich & Payne Inc.	2,900	89,871
† Houston Exploration Co.	1,769	55,281
* Howell Corp.	2,050	23,370
† HS Resources Inc.	1,085	70,308
† Key Energy Services Inc.	5,818	63,067
† Louis Dreyfus Natural Gas Corp.	2,594	90,401
† Magnum Hunter Resources Inc.	2,900	25,810
† Mallon Resources Corp.	3,500	20,650
† Marine Drilling Co. Inc.	4,041	77,224
† MarkWest Hydrocarbon Inc.	1,779	12,898
† McMoRan Exploration Co.	2,119	31,785
† Meridian Resource Corp. (The)	5,900	42,303
† Mission Resources Corp.	1,833	12,391
Mitchell Energy & Development Corp. "A"	2,797	129,361
Murphy Oil Corp.	3,011	221,610
† National-Oilwell Inc.	5,282	141,558
New Jersey Resources Corp.	996	45,019
† Newfield Exploration Co.	2,402	77,008
Noble Affiliates Inc.	3,549	125,457
Northwest Natural Gas Co.	909	22,634
† Nuevo Energy Co.	1,327	21,630
Ocean Energy Inc.	11,362	198,267
† Oceaneering International Inc.	2,232	46,314
† Parker Drilling Co.	6,495	42,218
Patina Oil & Gas Corp.	1,200	31,800
† Petroleum Development Corp.	2,500	15,775
Piedmont Natural Gas Co.	1,471	52,250
† Pioneer Natural Resources Co.	6,483	110,535
Pogo Producing Co.	2,695	64,680
† Pride International Inc.	4,254	80,826
† Prima Energy Corp.	1,030	24,813
† Remington Oil & Gas Corp.	2,200	41,800
Santa Fe International Corp.	6,834	198,186
† Seacor Smit Inc.	850	39,729
† Seitel Inc.	1,764	23,108

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
* Semco Energy Inc.	1,700	\$ 25,500
† Southern Union Co.	3,107	63,383
Southwest Gas Corp.	1,656	39,214
† Spinnaker Exploration Co.	2,000	79,720
St. Mary Land & Exploration Co.	1,598	37,329
†* Stone Energy Corp.	2,015	89,264
† Superior Energy Services Inc.	5,800	45,820
† Swift Energy Co.	1,629	49,082
† Tesoro Petroleum Corp.	3,192	40,219
† 3TEC Energy Corp.	900	14,400
† Tom Brown Inc.	1,879	45,096
UGI Corp.	1,570	42,390
Ultramar Diamond Shamrock Corp.	5,919	279,673
† Unit Corp.	2,349	37,232
Valero Energy Corp.	4,098	150,724
Vintage Petroleum Inc.	3,458	64,665
WD-40 Company	1,899	49,564
Western Gas Resources Inc.	2,585	84,271
† WestPort Resources Corp.	2,900	60,900
† W-H Energy Services Inc.	1,400	26,600
XTO Energy Inc.	6,940	99,589
		<u>5,694,887</u>

Oil & Gas Services—1.07%

† BJ Services Co.	10,072	285,843
CARBO Ceramics Inc.	1,338	49,573
† Cooper Cameron Corp.	3,381	188,660
† Dril-Quip Inc.	1,536	33,070
† FMC Technologies Inc.	266	5,493
† Global Industries Ltd.	5,078	63,323
† Grant Prideco Inc.	7,960	139,220
† Hydril Co.	2,000	45,540
† Input/Output Inc.	4,854	61,646
† Lone Star Technologies Inc.	1,606	58,137
† Mitcham Industries Inc.	2,200	14,960
† Newpark Resources Inc.	6,968	77,345
† Oil States International Inc.	2,906	26,793
† Patterson-UTI Energy Inc.	4,632	82,774
† Smith International Inc.	3,253	194,855
Tidewater Inc.	3,338	125,843
† Varco International Inc.	6,349	118,155
† Veritas DGC Inc.	1,922	53,336
† Weatherford International Inc.	7,060	338,880
		<u>1,963,446</u>

Packaging & Containers—0.42%

†* AEP Industries Inc.	745	26,328
† BWAY Corporation	1,143	5,944
† Gaylord Container Corporation "A"	5,383	5,652
Greif Brothers Corp. "A"	1,625	49,319
† Ivex Packaging Corp.	3,836	72,884
Longview Fibre Co.	3,612	44,500
† Packaging Corporation of America	6,850	106,381
† Silgan Holdings Inc.	2,054	36,068
† Smurfit-Stone Container Corp.	15,716	254,599
Sonoco Products Co.	7,046	175,304
		<u>776,979</u>

Pharmaceuticals—4.39%

	Shares	Value
† aaiPharma Inc.	1,732	\$ 27,175
† Abgenix Inc.	5,332	239,940
† Adolor Corporation	1,700	36,720
† AdvancePCS	1,800	115,290
† Akorn Inc.	2,709	8,154
†* Align Technology Inc.	2,948	23,112
†* Alkermes Inc.	3,692	129,589
† Alliance Pharmaceutical Corp.	3,200	7,200
† Allou Health & Beauty Care Inc. "A"	2,961	12,140
†* Allscripts Healthcare Solutions Inc.	4,600	41,400
* AlphaPharma Inc. "A"	2,695	73,439
†* Amerisource Health Corp. "A"	2,892	159,928
† Amylin Pharmaceuticals Inc.	4,300	48,375
† AndrX Group	4,200	323,400
†* Antigenics Inc.	2,200	43,450
† Apton Corp.	2,832	62,021
† Arqule Inc.	1,444	31,277
† AVANIR Pharmaceuticals "A"	4,000	25,200
† AVI BioPharma Inc.	4,800	37,200
† Axyx Pharmaceuticals Inc.	3,011	12,646
† Barr Laboratories Inc.	1,751	123,288
Bergen Brunswig Corp. "A"	8,321	159,930
†* Biopure Corp.	2,300	60,651
† Bone Care International Inc.	1,973	52,285
† Boston Life Sciences Inc.	3,693	12,926
† Celgene Corp.	4,515	130,258
† Cell Genesys Inc.	2,359	48,360
† Cell Therapeutics Inc.	1,890	52,240
†* Cephalon Inc.	2,859	201,560
† CIMA Labs Inc.	1,000	78,500
† CIPHERGEN Biosystems Inc.	3,000	20,250
† CollaGenex Pharmaceuticals Inc.	3,116	25,551
† Connetics Corp.	3,237	24,536
†* COR Therapeutics Inc.	3,192	97,356
†* Corixa Corp.	3,112	53,122
† Corvas International Inc.	2,500	29,450
† Cubist Pharmaceuticals Inc.	1,544	58,672
†* CV Therapeutics Inc.	1,400	79,800
†* Cytoclonal Pharmaceuticals Inc.	4,756	17,359
D&K Healthcare Resources Inc.	1,638	60,360
Dentsply International Inc.	2,948	130,744
† Digene Corp.	2,628	107,222
† Duramed Pharmaceuticals Inc.	2,262	40,467
† Durect Corp.	3,800	53,200
† Emisphere Technologies Inc.	1,405	40,843
† Endo Pharmaceuticals Holdings Inc.	5,500	53,625
† Epix Medical Inc.	1,921	23,724
†* Genta Inc.	4,000	53,560
† Genzyme Transgenics Corp.	7,976	79,281
†* Geron Corp.	2,194	30,716
† Gilead Sciences Inc.	5,898	343,205
† Guilford Pharmaceuticals Inc.	1,220	41,480
†* Hemispherx Biopharma Inc.	3,710	26,527
† Henry Schein Inc.	2,680	107,361
* Herbalife International Inc. "A"	3,068	30,649
† Hi-Tech Pharmacal Co.	2,400	24,120
† Hyseq Inc.	4,178	48,047
† ICN Pharmaceuticals Inc.	5,023	159,330
† Ilex Oncology Inc.	1,266	37,853

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
†* Imclone Systems Inc.	4,302	\$ 227,146
† Immune Response Corp.	3,465	16,459
† Immunogen Inc.	2,500	50,000
† Impax Laboratories Inc.	4,000	48,800
†* Inhale Therapeutic Systems Inc.	3,004	69,092
† Inkind Pharmaceutical Co.	3,300	16,170
† Intuitive Surgical Inc.	2,200	29,722
† IVAX Corporation	12,380	482,820
† Kos Pharmaceuticals Inc.	1,853	73,194
† KV Pharmaceuticals Co.	2,242	62,216
† Ligand Pharmaceuticals Inc. "B"	2,582	29,177
† Martek Biosciences Corp.	1,748	49,818
† Medarex Inc.	4,728	111,108
† MediChem Life Sciences Inc.	1,600	8,080
† Medicines Company (The)	1,900	38,931
† Medicis Pharmaceutical Corp. "A"	1,443	76,479
† Microcide Pharmaceuticals Inc.	2,892	11,279
† Miravant Medical Technologies	1,991	25,883
† Mylan Laboratories Inc.	7,354	206,868
† NABI Inc.	3,300	26,202
† NaPro BioTherapeutics Inc.	2,500	25,500
† Nastech Pharmaceutical Co. Inc.	3,000	29,550
† Natrol Inc.	2,290	5,382
† NBTY Inc.	3,730	46,401
† Neose Technologies Inc.	1,153	51,885
† Neurocrine Biosciences Inc.	1,371	54,826
† NPS Pharmaceuticals Inc.	2,251	90,490
† Nu Skin Enterprises Inc. "A"	3,109	26,427
† Omnicare Inc.	5,605	113,221
† OSI Pharmaceuticals Inc.	1,998	105,075
† Patterson Dental Co.	3,980	119,400
† Perrigo Co.	5,276	88,056
† Pharmaceutical Resources Inc.	2,000	61,380
†* Pharmacyclics Inc.	1,356	45,968
† Praeacis Pharmaceuticals Inc.	3,000	49,320
† Priority Healthcare Corp. "B"	2,676	75,677
† Sangstat Medical Corp.	1,921	31,466
† Sciclone Pharmaceuticals Inc.	3,400	19,822
† Scios Inc.	2,400	60,024
†* Sepracor Inc.	4,746	188,891
† Serologicals Corp.	2,187	46,671
† SICOR Inc.	6,463	149,295
† Supergen Inc.	2,151	31,684
† Sybron Dental Specialties Inc.	2,306	47,250
† Synaptic Pharmaceutical Corp.	2,594	16,991
† Tanox Inc.	2,500	78,875
† Texas Biotech Corp.	4,257	35,674
†* 3 Dimensional Pharmaceuticals Inc.	7,277	69,932
† Titan Pharmaceuticals Inc.	1,487	44,625
† Triangle Pharmaceuticals Inc.	3,876	18,140
† Tularik Inc.	2,336	60,339
† Twinlab Corp.	2,806	7,239
† United Surgical Partners International Inc.	325	7,800
† United Therapeutics Inc.	1,400	18,690
† V.I. Technologies Inc.	3,152	40,503
† VaxGen Inc.	1,500	28,500
† Versicor Inc.	4,600	57,684
† Vion Pharmaceuticals Inc.	2,523	22,253

	Shares	Value
†* Viropharma Inc.	1,323	\$ 44,982
† VIVUS Inc.	2,800	8,680
† Zonagen Inc.	1,801	5,529
		8,065,605
Pipelines—0.18%		
† Aquila Inc.	1,714	42,250
† National Fuel Gas Co.	2,920	151,811
† Questar Corp.	5,390	133,456
		327,517
Real Estate—2.01%		
† Acadia Realty Trust	2,637	18,406
† American Community Property Trust	600	2,940
† American Residential Investment Trust Inc.	560	1,137
† AMLI Residential Properties Trust	2,144	52,742
† Annaly Mortgage Management Inc.	2,800	38,388
† Anthracite Capital Inc.	2,200	24,310
† Bedford Property Investors Inc.	2,913	61,027
† Brandywine Realty Trust	2,800	62,860
† BRE Properties Inc. "A"	3,077	93,233
† Cabot Industrial Trust	2,031	42,651
† California Coastal Communities Inc.	535	2,498
† Catellus Development Corp.	7,676	133,946
† CBL & Associates Properties Inc.	982	30,138
† Centerpoint Properties Corp.	1,538	77,208
† Chateau Communities Inc.	1,147	36,016
† Colonial Properties Trust	1,165	35,882
† Commercial Net Lease Realty Inc.	4,713	67,160
† Cornerstone Realty Income Trust	4,949	57,408
† Cousins Properties Inc.	3,327	89,330
† Developers Diversified Realty Corp.	2,963	54,460
† Eastgroup Properties Inc.	1,529	34,555
† Equity Inns Inc.	6,529	63,984
† First Industrial Realty Trust	2,697	86,601
† Forest City Enterprises Inc. "A"	1,941	106,755
† Gables Residential Trust	1,271	38,066
† Getty Realty Corp.	2,600	49,816
† Glenborough Realty Trust Inc.	1,619	31,247
† Glimcher Realty Trust	3,760	67,304
† Grubb & Ellis Company	1,305	7,177
† Healthcare Realty Trust	1,986	52,232
† Home Properties of NY Inc.	1,054	31,725
† Income Opportunity Realty Investors Inc.	2,900	24,215
† Innkeepers USA Trust	4,029	48,267
† Insignia Financial Group Inc.	3,857	47,055
† IRT Property Co.	6,387	69,554
† JDN Realty Corp.	4,362	58,451
† Jones Lang LaSalle Inc.	3,226	42,583
† JP Realty Inc.	2,389	58,531
† Kilroy Realty Corp.	1,436	41,788
† LNR Property Corp.	1,320	46,200
† LTC Properties Inc.	3,945	17,950
† Macerich Co. (The)	2,654	65,819
† Manufactured Home Communities Inc.	1,268	35,631
† Meristar Hospitality Corp.	2,369	56,264
† Mills Corp.	1,980	48,708
† Monmouth Real Estate Investment Corp. "A"	2,500	14,750
† National Golf Properties Inc.	2,360	64,310
† National Health Investors Inc.	4,195	43,209

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
Nationwide Health Properties Inc.	2,267	\$ 45,793
Pacific Gulf Properties Inc.	2,495	12,201
Pan Pacific Retail Properties Inc.	2,846	73,996
Prentiss Properties Trust	1,841	48,418
Prime Group Realty Trust	4,757	64,220
PS Business Parks Inc.	1,157	32,396
Realty Income Corp.	1,799	53,178
Reckson Associates Realty Corp.	2,791	64,193
Redwood Trust Inc.	2,417	54,987
RFS Hotel Investors Inc.	4,113	64,944
†* Security Capital Group "B"	3,373	72,182
Shurgard Storage Centers Inc. "A"	1,879	58,719
SI Green Realty Corp.	2,271	68,834
Smith (Charles E) Residential Realty Inc.	982	49,247
Sovran Self Storage Inc.	1,479	40,480
St. Joe Company (The)	6,624	178,053
Storage USA Inc.	1,240	44,640
Summit Properties Inc.	1,437	38,555
Sun Communities Inc.	1,563	55,252
Taubman Centers Inc.	4,167	58,338
Town & Country Trust	2,581	52,652
† Trammell Crow Co.	4,232	46,764
† Transcontinental Realty Investments Inc.	1,538	19,994
† United Capital Corp.	690	16,905
W.P. Carey & Co. LLC	2,232	41,292
		3,690,720

Real Estate Investment Trusts—3.47%

† Alexander's Inc.	723	43,452
Alexandria Real Estate Equities Inc.	1,662	66,148
AMB Property Corp.	5,742	147,914
American Land Lease Inc.	2,793	34,633
* American Mortgage Acceptance Corp.	3,300	37,290
Apartment Investment & Management Co. "A"	4,731	228,034
Archstone Communities Trust	6,611	170,432
Arden Realty Inc.	4,092	109,256
AvalonBay Communities Inc.	4,056	189,618
Boston Properties Inc.	5,642	230,758
Camden Property Trust	2,293	84,153
Capital Automotive REIT	1,600	28,800
CarrAmerica Realty Corp.	3,810	116,205
Chelsea Property Group Inc.	1,395	65,426
Crescent Real Estate Equities Co.	6,613	162,481
Crown American Realty Trust	2,566	21,426
Duke-Weeks Realty Corp.	7,158	177,876
Equity Office Properties Trust	17,510	553,841
Equity Residential Properties Trust	7,720	436,566
Essex Property Trust Inc.	944	46,775
Federal Realty Investment Trust	1,991	41,293
FelCor Lodging Trust Inc.	3,337	78,086
Franchise Finance Corporation of America	3,392	85,173
General Growth Properties Inc.	3,706	142,533
Great Lakes REIT Inc.	3,319	60,439
Health Care Property Investors Inc.	3,157	108,601
Health Care REIT Inc.	1,854	44,033
Highwoods Properties Inc.	3,759	100,177
Hospitality Properties Trust	2,535	72,248
Host Marriott Corp.	14,160	177,283

	Shares	Value
HRPT Properties Trust	8,685	\$ 84,505
iStar Financial Inc.	7,470	210,654
Kimco Realty Corp.	3,682	174,343
Koger Equity Inc.	2,289	37,769
Kramont Realty Trust	1,700	23,256
Liberty Property Trust	3,733	110,497
Mack-Cali Realty Corp.	2,858	81,396
Mid-America Apartment Communities Inc.	1,542	39,460
Mission West Properties Inc.	2,400	33,720
New Plan Excel Realty Trust	6,847	104,759
Parkway Properties Inc.	1,052	37,083
† Pinnacle Holdings Inc.	2,900	17,429
Post Properties Inc.	2,101	79,523
Prologis Trust	9,975	226,632
Public Storage Inc.	6,894	204,407
Regency Centers Corp.	3,440	87,376
Rouse Co.	3,169	90,792
Senior Housing Properties Trust	4,318	56,134
Simon Property Group Inc.	8,118	243,296
Spieker Properties Inc.	3,437	206,048
Thornbury Mortgage Inc.	2,392	37,100
United Dominion Realty Trust	7,634	108,021
Vornado Realty Trust	4,868	190,047
Washington Real Estate Investment Trust	1,796	42,457
		6,387,654

Retail—4.80%

†* Abercrombie & Fitch Co. "A"	6,120	272,340
†* AFC Enterprises Inc.	1,869	35,791
† AG Services of America Inc.	1,533	20,619
†* Amazon.com Inc.	22,864	323,526
†* American Eagle Outfitters Inc.	4,155	146,422
† Ames Department Stores Inc.	1,936	2,691
† AnnTaylor Stores Corp.	2,047	73,283
†* AutoNation Inc.	24,098	279,537
† Barnes & Noble Inc.	3,968	156,141
† Bebe Stores Inc.	2,424	70,684
† Big Dog Holdings Inc.	3,241	11,732
† BJ's Wholesale Club Inc.	4,872	259,483
Blockbuster Inc.	2,900	52,925
Bob Evans Farms Inc.	2,133	38,394
† Borders Group Inc.	4,235	94,864
† Brinker International Inc.	6,199	160,244
Brown Shoe Company Inc.	1,408	25,414
† Buckle Inc. (The)	1,782	33,680
Burlington Coat Factory Warehouse Corp.	3,019	60,380
† buy.com Inc.	6,824	2,047
Casey's General Store Inc.	2,654	34,502
Cash American Investments Inc.	4,822	40,987
Casual Male Corp.	3,629	73
Cato Corp. "A"	2,013	39,294
CBRL Group Inc.	3,936	66,715
† CDW Computer Centers Inc.	5,644	224,123
† Charlotte Russe Holding Inc.	2,200	58,960
† Charming Shoppes Inc.	6,277	37,662
† Chico's FAS Inc.	1,674	49,802
†* Children's Place Retail Stores Inc.	1,911	51,215
† Christopher & Banks Corp.	1,612	52,551
Claire's Stores Inc.	3,172	61,410
† Coldwater Creek Inc.	1,075	27,950

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
† Cole National Corp.	2,758	\$ 40,681
† Copart Inc.	3,182	93,074
† Cost Plus Inc.	1,283	38,490
† CSK Auto Corp.	2,542	21,099
† Cyberian Outpost Inc.	2,009	1,185
† Dollar Tree Stores Inc.	7,069	196,801
† Dress Barn Inc.	1,218	27,710
† Drugstore.com Inc.	7,600	8,588
†* Duane Reade Inc.	1,259	40,918
† eBay Inc.	16,906	1,157,892
† Egghead.com Inc.	3,787	2,196
† Elder-Beerman Stores Corp.	779	2,921
† Electronics Boutique Holdings Corp.	1,502	47,689
† Factory 2-U Stores Inc.	723	21,220
Family Dollar Stores Inc.	10,604	271,781
† Filene's Basement Corp.	900	5
† Footstar Inc.	1,097	37,737
† Fred's Inc.	2,050	52,788
†* FreeMarkets Inc.	2,371	47,420
† Genesco Inc.	2,099	70,526
† Genesis Direct Inc.	1,193	1
† Goody's Family Clothing Inc.	3,491	13,999
† Guitar Center Inc.	1,598	33,766
Haverty Furniture Companies Inc.	1,522	22,754
† Holiday RV Superstores Inc.	400	1,600
† Hot Topic Inc.	1,764	54,860
Intimate Brands Inc.	30,350	457,375
† Jill (J.) Group Inc. (The)	954	19,319
† Jo-Ann Stores Inc.	2,502	10,133
† JumboSports Inc.	8,300	25
† Kenneth Cole Productions "A"	1,374	27,686
†* Krispy Kreme Doughnuts Inc.	2,820	112,800
†* Lands' End Inc.	1,852	74,358
† Linens 'N Things Inc.	2,442	66,715
† Lithia Motors Inc. "A"	1,725	28,980
Lone Star Steakhouse & Saloon Inc.	2,249	29,215
† Mazel Stores Inc.	408	1,142
† Men's Wearhouse Inc. (The)	2,396	66,130
† Michaels Stores Inc.	1,927	79,007
†* MP3.com Inc.	4,900	23,765
† MSC Industrial Direct Co. Inc. "A"	2,211	38,471
† Neiman-Marcus Group Inc. "A"	2,792	86,552
† Neoforma.com Inc.	6,838	5,812
†* 99 Cents Only Stores	3,009	90,120
† NPC International Inc.	2,293	24,764
† Nyer Medical Group Inc.	1,220	3,343
† O'Charley's Inc.	1,668	32,326
† OfficeMax Inc.	7,191	26,535
†* 1-800 Contacts Inc.	774	19,187
† O'Reilly Automotive Inc.	3,404	97,695
† Outback Steakhouse Inc.	4,394	126,547
† Pacific Sunwear of California Inc.	1,911	42,864
† Pantry Inc. (The)	2,400	18,240
† Payless Shoesource Inc.	1,204	77,899
† PC Connection Inc.	1,709	27,344
Pier 1 Imports Inc.	6,351	73,037
† Priceline.com Inc.	11,722	106,084
†* PurchasePro.com Inc.	4,200	6,216

	Shares	Value
† Right Start (The) Inc.	3,600	\$ 6,840
† Rite Aid Corp.	24,200	217,800
Ross Stores Inc.	5,000	119,750
Ruby Tuesday Inc.	2,892	49,453
† Ryan's Family Steak Houses Inc.	4,791	58,690
† Saks Inc.	9,662	92,755
† School Specialty Inc.	2,152	55,629
† 7-Eleven Inc.	5,909	66,476
† Smart & Final Inc.	3,830	42,130
† Sonic Automotive Inc.	2,812	53,709
† Spiegel Inc. "A"	10,993	106,302
† Sports Resorts International Inc.	2,000	24,440
† Stamps.com Inc.	4,200	15,750
† Steak n Shake Company (The)	2,389	22,098
† Stein Mart Inc.	2,429	25,116
† Systemax Inc.	2,716	6,600
† Talbots Inc. (The)	3,808	166,600
† Too Inc.	2,200	60,280
† Trans World Entertainment Corp.	3,864	36,747
† Tuesday Morning Corp.	3,000	39,750
† Tweeter Home Entertainment Group Inc.	1,364	48,149
† Ugly Duckling Corp.	2,819	12,319
† Urban Outfitters Inc.	1,853	19,901
† Value City Department Stores Inc.	2,744	31,556
† Venator Group Inc.	7,763	118,774
† Vento Corporation	2,900	1,160
† Wet Seal Inc. "A"	1,108	38,348
† Williams-Sonoma Inc.	3,388	131,522
† Wilsons The Leather Experts Inc.	1,298	24,078
† Zale Corp.	2,104	70,905
		<u>8,836,455</u>

Semiconductors—2.39%

† Aetrium Inc.	1,228	2,824
† Agere Systems Inc.	36,200	271,500
† Alliance Semiconductor Corp.	2,230	26,805
† Amkor Technology Inc.	10,173	224,823
† ANADIGICS Inc.	1,914	44,022
† Atmel Corp.	28,920	390,131
† Axcelis Technologies Inc.	5,870	86,876
† AXT Inc.	1,892	50,516
† ChipPAC Inc.	4,400	45,936
† Cirrus Logic Inc.	4,657	107,251
Cohu Inc.	1,718	38,655
† Credence Systems Corp.	3,342	81,010
†* Cree Inc.	4,472	116,920
† Cypress Semiconductor Corp.	8,347	199,076
† Elantec Semiconductor Inc.	1,500	50,685
† Emcore Corp.	2,438	74,969
† Entegris Inc.	6,390	73,166
† General Semiconductor Inc.	3,258	34,079
† Integrated Device Technology Inc.	6,981	221,228
† Integrated Silicon Solution Inc.	1,368	19,015
† International Rectifier Corp.	4,005	136,571
† Intersil Holding Corp.	4,193	152,625
† Kopin Corp.	4,600	55,844
† Lam Research Corp.	8,099	240,135
† Lattice Semiconductor Corp.	7,292	177,925
† LTX Corp.	3,108	79,440
† MEMC Electronics Materials Inc.	5,612	42,932

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
† Microchip Technology Inc.	8,833	\$ 295,287
† Microtune Inc.	3,186	70,092
†* NVIDIA Corp.	4,300	398,825
† OmniVision Technologies Inc.	3,101	17,490
† Pericom Semiconductor Corp.	1,688	26,535
† Pixelworks Inc.	2,494	89,136
† Rambus Inc.	6,132	75,485
†* Transmeta Corp.	7,945	44,333
† Transwitch Corp.	4,966	53,385
† TriQuint Semiconductor Inc.	4,892	110,070
† Varian Semiconductor Equipment Associates Inc.	2,230	93,660
† Veeco Instruments Inc.	1,489	59,188
† Virage Logic Corp.	1,566	24,257
		4,402,702

Software—5.15%

† Actuate Corp.	3,664	34,991
†* Acxiom Corp.	5,772	75,555
†* Akamai Technologies Inc.	7,077	64,931
† American Management Systems Inc.	2,578	60,841
† Applied Graphics Technologies Inc.	1,090	1,308
† Apropos Technology Inc.	1,800	4,518
† ArenisSoft Corp.	2,200	35,640
† Ariba Inc.	15,700	86,350
† At Home Corp. "A"	25,907	55,441
† Avant! Corp.	3,317	44,116
† AvantGo Inc.	1,863	3,726
† Avid Technology Inc.	2,096	32,907
† BEA Systems Inc.	24,252	744,779
† Blue Martini Software Inc.	4,407	13,221
† Cadence Design Systems Inc.	14,671	273,321
†* Caminus Corp.	1,260	33,982
† Captaris Inc.	1,718	3,573
† CareCentric Inc.	56	165
†* Centillum Communications Inc.	1,976	48,886
† CheckFree Corp.	5,081	178,191
† ChoicePoint Inc.	4,602	193,514
† Chordiant Software Inc.	3,154	9,777
†* CMGI Inc.	20,155	60,465
† CNET Networks Inc.	7,635	99,255
† Cobalt Group Inc.	2,600	8,788
† Computer Horizons Corp.	2,694	8,378
† Concerio Inc.	600	660
† Corillian Corp.	2,647	10,588
† Corio Inc.	3,664	4,580
†* Covad Communications Group Inc.	9,711	9,808
† CSG Systems International Inc.	3,598	204,222
† Cybear Group	655	308
† DataTRAK International Inc.	1,587	3,491
† Digi International Inc.	2,913	25,460
† Digital Impact Inc.	3,503	4,379
†* DigitalThink Inc.	2,890	20,288
† Divine Inc. "A"	9,000	18,900
† Documentum Inc.	2,288	29,561
† DoubleClick Inc.	7,844	109,502
†* DSL.net Inc.	3,700	3,034
† EarthLink Inc.	9,498	133,922

	Shares	Value
† eBT International Inc.	2,669	\$ 7,206
† Ecometry Corp.	6,000	8,460
† Edwards (J.D.) & Co.	6,865	97,071
†* Electronic Arts Inc.	8,454	489,487
† Embarcadero Technologies Inc.	1,500	33,465
†* eMerge Interactive Inc. "A"	2,362	2,740
† ePresence Inc.	2,346	9,666
† eShare Communications Inc.	2,181	2,726
† eSPEED Inc. "A"	1,100	24,200
† Evolve Software Inc.	3,476	1,981
† eXcelon Corp.	2,332	3,428
† EXE Technologies Inc.	4,300	25,198
†* Exodus Communications Inc.	31,440	64,766
† Extensity Inc.	2,620	26,462
† FirePond Inc.	2,751	3,081
† Frontstep Inc.	341	1,180
† Genomica Corp.	2,500	10,750
† Geoworks Corp.	1,820	2,730
† Global Payments Inc.	1,832	55,143
† Globix Corp.	2,108	4,237
† GraphOn Corp.	2,600	8,554
† HealthCentral.com	65	247
† HearMe Inc.	7,800	3,198
† Homestore.com Inc.	5,700	199,272
† i2 Technologies Inc.	24,934	493,693
†* iBasis Inc.	3,300	16,500
† Identix Inc.	1,933	12,081
† Informatica Corp.	4,600	79,856
† Information Resources Inc.	6,741	69,702
† Informax Inc.	1,697	12,134
† Informix Corp.	17,525	102,346
†* InfoSpace Inc.	18,565	71,290
† Inktomi Corp.	7,744	74,265
† Innoveda Inc.	2,888	7,393
† INT Media Group Inc.	2,900	11,600
† IntelliData Technologies Corp.	3,100	18,290
† Interactive Intelligence Inc.	1,900	20,900
†* Internet Capital Group Inc.	1,984	3,968
† Internet Pictures Corp.	3,221	805
† Inter-Tel Inc.	2,668	31,776
† InterWorld Corp.	60	123
† iVillage Inc.	4,345	6,300
† JDA Software Group Inc.	2,263	37,588
† Keane Inc.	3,849	84,678
† L90 Inc.	2,700	6,507
† Lante Corp.	2,834	2,069
† Legato Systems Inc.	5,682	90,628
† LifeMinders Inc.	2,100	3,318
† Lightspan Inc.	4,460	5,575
† Liquid Audio Inc.	2,300	6,785
† Loudcloud Inc.	4,347	13,215
† Loudeye Technologies Inc.	3,412	5,118
† Macromedia Inc.	3,709	66,762
† Manugistics Group Inc.	4,258	106,876
† Mediaplex Inc.	1,900	1,729
† Mercator Software Inc.	1,682	4,188
† Micromuse Inc.	4,592	128,530
† National Data Corp.	1,916	62,078
† Net2Phone Inc.	2,300	13,800
†* Netcentives Inc.	3,900	2,028

The accompanying notes are an integral part of these financial statements.

Extended Index
Master Portfolio

COMMON STOCKS—(Continued)

	Shares	Value
†* netGuru Inc.	1,600	\$ 4,000
† NetIQ Corp.	3,211	100,472
† Netpliance Inc.	3,827	1,416
† Network Associates Inc.	9,017	112,262
† Network Commerce Inc.	446	245
† Netzee Inc.	288	1,210
† NetZero Inc.	6,400	5,376
† Numerical Technologies Inc.	1,848	38,808
† Openwave Systems Inc.	10,392	360,602
† Optika Inc.	2,200	2,640
† Opus360 Corp.	2,786	279
† Pegasystems Inc.	4,283	14,605
† Peregrine Systems Inc.	9,564	277,356
† Per-Se Technologies Inc.	1	8
† Pinnacle Systems Inc.	2,668	16,141
†* Pixar Inc.	3,488	142,310
† PLATO Learning Inc.	2,000	61,900
† PracticeWorks Inc.	2,223	18,451
† Previo Inc.	2,300	7,498
† Prodigy Communications Corp. "A"	3,738	21,269
† Promotions.com. Inc.	2,000	740
† ProQuest Company	2,140	66,319
† Puma Technology Inc.	3,134	9,402
† RadiSys Corp.	963	22,005
† Rational Software Corp.	12,476	349,952
† Razorfish Inc. "A"	5,150	2,781
† RealNetworks Inc.	11,688	137,334
† Remedy Corp.	2,273	79,100
† Renaissance Learning Inc.	2,612	132,141
†* Resonate Inc.	1,960	8,134
Reynolds & Reynolds Co. "A"	4,877	107,050
† Rhythms Netconnections Inc.	5,200	546
† Roxio Inc.	1,004	13,052
†* Saba Software Inc.	4,733	77,669
† Seachange International Inc.	1,209	21,798
† SeeBeyond Technology Corp.	5,000	60,000
† SERENA Software Inc.	3,000	109,020
† SignalSoft Corp.	3,144	36,156
† Simpex Solutions Inc.	900	20,448
† SkillSoft Corp.	2,059	70,521
† SpeechWorks International Inc.	2,100	32,970
† Structural Dynamics Research Corp.	2,527	61,912
† Support.com Inc.	2,388	15,403
† SVI Solutions Inc.	3,111	2,862
† Sybase Inc.	7,104	116,861
† Symantec Corp.	4,837	211,329
† Synplicity Inc.	2,100	21,021
† SynQuest Inc.	2,475	8,663
† Talarian Corp.	1,566	2,678
† Tarantella Inc.	2,667	4,561
† TeleCommunication Systems Inc.	2,400	7,200
† TIBCO Software Inc.	12,400	158,348
* Total System Services Inc.	11,881	337,420
† TriZetto Group Inc. (The)	3,100	28,675
† Ulticom Inc.	2,644	89,367
† United Leisure Corp.	1,400	1,260
†* USinternetworking Inc.	5,625	6,750
†* VA Linux Systems Inc.	3,372	11,802

	Shares	Value
† ValueClick Inc.	3,120	\$ 9,984
† VIA NET.WORKS Inc.	5,295	8,154
† Vicinity Corp.	2,374	4,083
† Viewpoint Corp.	2,281	19,389
† Vignette Corp.	14,744	130,779
† V-One Corp.	2,900	3,799
†* webMethods Inc.	2,956	62,608
† Wind River Systems Inc.	5,198	90,757
† ZipLink Inc.	2,400	38
		<u>9,474,753</u>

Telecommunication Equipment—1.56%

†* ADTRAN Inc.	2,418	49,569
†* Advanced Fibre Communications Inc.	5,085	106,785
†* Advanced Switching Communications Inc.	3,413	9,898
† AltiGen Communications Inc.	4,300	4,945
†* American Tower Corp.	11,171	230,905
† ANTEC Corp.	2,793	34,633
†* Avanex Corp.	4,246	41,186
† Ciena Corp.	19,838	753,844
† CommScope Inc.	3,405	80,018
†* Corvis Corp.	22,585	99,148
†* Cosine Communications Inc.	6,899	15,454
† DMC Stratex Networks Inc.	5,360	53,600
† Endwave Corp.	2,600	2,366
† Glenayre Technologies Inc.	4,286	5,486
†* Handspring Inc.	8,220	63,294
† Harmonic Inc.	4,853	48,530
Harris Corp.	4,200	114,282
† Integrated Telecom Express Inc.	2,206	4,500
† Ixia	2,956	56,164
† Luminent Inc.	9,700	40,740
† NEON Communications Inc.	1,292	9,031
† Netergy Networks Inc.	2,583	4,004
† Network Engines Inc.	2,444	2,248
†* New Focus Inc.	4,270	35,228
† NMS Communications Corp.	1,980	13,860
† Nx Networks Inc.	4,600	2,530
†* Oplink Communications Inc.	10,617	39,814
† Peco II Inc.	4,608	30,182
†* RF Micro Devices Inc.	10,152	272,074
† SBA Communications Corp.	2,700	66,825
†* Sonus Networks Inc.	11,574	270,369
† Spectrasite Holdings Inc.	8,500	61,540
† Sycamore Networks Inc.	17,300	161,236
† Telaxis Communications Corp.	1,737	1,094
†* Williams Communications Group Inc.	30,673	90,485
		<u>2,875,867</u>

Telecommunications—5.13%

†* ACTV Inc.	3,667	12,211
† Adaptec Inc.	6,100	60,634
† Adelphia Business Solutions Inc.	3,425	14,043
† Advanced Radio Telecom Corp.	2,885	14
†* Aether Systems Inc.	2,500	22,125
† AirGate PCS Inc.	1,100	57,200
†* Airmet Communications Corp.	2,639	3,853
† Alamosa Holdings Inc.	3,936	64,157
† Alaska Communications Systems Group	5,700	52,155
†* Allegiance Telecom Inc.	7,328	109,847

The accompanying notes are an integral part of these financial statements.

Extended Index
Master Portfolio

COMMON STOCKS—(Continued)

	Shares	Value
† Allen Telecom Inc.	2,811	\$ 42,165
†* Allied Riser Communications Corp.	3,800	2,014
† American Access Technologies Inc.	2,800	2,828
† Anaren Microwave Inc.	1,506	30,120
† Anixter International Inc.	1,873	57,501
† Applied Digital Solutions Inc.	3,900	1,716
† Applied Innovation	1,000	8,350
Applied Signal Technology Inc.	2,475	12,623
† Arguss Communications Inc.	2,471	12,306
† Aspect Communications Corp.	3,988	27,876
† Audiovox Corp. "A"	2,436	27,040
† Avocent Corporation	3,047	69,319
† Bogen Communications International Inc.	1,000	3,750
† Broadwing Inc.	13,326	325,821
† Carrier Access Corp.	2,356	14,112
† Catapult Communications Corp.	1,500	33,750
† C-COR.net Corp.	2,770	33,240
† Celeritek Inc.	1,200	17,940
† Cellular Technical Services Co. Inc.	1,000	3,100
† Centennial Cellular Corp. "A"	6,072	80,090
†* Choice One Communications Inc.	3,557	23,974
† Com21 Inc.	5,130	9,183
† Commonwealth Telephone Enterprises Inc.	1,623	68,572
† Comtech Telecommunications Corp.	1,200	16,800
Conestoga Enterprises Inc.	1,057	31,220
† Copper Mountain Networks Inc.	3,100	12,710
† Cox Communications Inc. "A"	34,701	1,537,254
† Crown Castle International Corp.	12,909	211,708
† CTC Communications Group Inc.	6,238	19,088
† Cypress Communications Inc.	6,782	2,035
D&E Communications Inc.	973	18,001
† Data Critical Corp.	2,300	4,508
† Davox Corp.	1,762	14,625
† Deltathree Inc.	2,063	1,527
† Digital Lightware Inc.	1,877	69,374
† Ditech Communications Corp.	1,800	13,356
† Dobson Communications Corp. "A"	6,125	104,431
† Echostar Communications Corp.	14,556	471,906
† EMS Technologies Inc.	1,920	29,280
† Emulex Corp.	5,008	202,323
†* Finisar Corp.	11,000	205,480
† Focal Communications Corp.	4,200	9,912
† General Communication Inc. "A"	5,033	60,899
† General DataComm Industries Inc.	3,900	1,131
† General Motors Corp. "H"	54,643	1,106,521
† Gentner Communications Corp.	1,500	15,900
†* GoAmerica Inc.	3,846	8,154
Hickory Tech Corp.	1,303	20,848
† High Speed Access Corp.	8,400	10,080
† Hungarian Telephone and Cable Corp.	1,300	6,825
† IDT Corp.	2,339	31,577
† IDT Corp. "B"	2,339	25,729
† I-Link Inc.	2,839	1,476
† Illuminet Holdings Inc.	1,800	56,610
† Inet Technologies Inc.	3,100	25,389
† Infonet Services Corp. "B"	19,395	164,858
† InterDigital Communications Corp.	3,387	44,878
† Interspeed Inc.	2,000	80
† InterVoice-Brite Inc.	2,790	30,690
† ITC DeltaCom Inc.	3,294	13,176

	Shares	Value
† LCC International Inc. "A"	2,000	\$ 13,240
† Leap Wireless International Inc.	2,355	71,357
† Level 3 Communications Inc.	23,341	128,142
† Lexent Inc.	2,535	21,902
† Liberty Satellite & Technology Inc. "A"	3,100	7,905
† Lightbridge Inc.	2,241	43,475
† Lightpath Technologies Inc. "A"	1,700	15,130
† Loral Space & Communications Ltd.	17,697	49,552
† MarketWatch.com Inc.	2,525	6,237
† Mastec Inc.	3,042	40,154
† MCK Communications Inc.	1,300	2,860
†* McLeodUSA Inc. "A"	38,554	176,963
† MessageMedia Inc.	2,357	1,296
†* Metricom Inc.	2,287	3,957
† Metro One Telecommunications Inc.	1,410	91,467
†* Metromedia Fiber Network Inc. "A"	29,822	60,837
† Motient Corp.	3,084	3,300
† Mpower Holding Corp.	5,148	4,891
†* MRV Communications Inc.	4,964	46,413
† Netro Corp.	3,300	13,992
† Network Access Solutions Corp.	4,600	1,426
†* Network Plus Corp.	3,300	8,943
Newport Corp.	2,005	53,133
†* Next Level Communications Inc.	5,900	39,825
† Nextel Partners Inc. "A"	11,000	170,720
† NTELOS Inc.	1,582	47,555
†* NTL Inc.	17,377	209,393
†* Nucentrix Broadband Networks Inc.	2,700	20,925
† Numerex Corp. "A"	3,600	32,580
†* Optical Cable Corp.	3,852	38,520
† Pac-West Telecomm Inc.	2,800	5,432
† PanAmSat Corp.	9,254	359,796
† P-Com Inc.	4,105	2,258
† Plantronics Inc.	3,720	86,118
†* Pliant Systems Inc.	2,200	242
† Powerwave Technologies Inc.	3,813	55,289
† Price Communications Corp.	3,564	71,957
† Primus Telecommunications Group Inc.	2,354	1,930
† Proxim Inc.	2,296	32,374
† PTEK Holdings Inc.	4,348	11,392
† RCN Corp.	6,317	34,680
† Rural Cellular Corp. "A"	1,086	49,196
† Savvis Communications Corp.	6,224	4,481
† Sirius Satellite Radio Inc.	3,837	46,773
† Somera Communications Inc.	5,500	39,380
† Spectralink Corp.	2,266	29,481
† STAR Telecommunications Inc.	4,590	124
† Startec Global Communications Corp.	3,401	510
† STM Wireless Inc. "A"	1,900	2,280
† Sunshine PCS Corp. "A"	304	760
†* Superior Telecom Inc.	4,027	11,356
† Tekelec	3,821	103,549
† TeleCorp PCS Inc.	11,015	213,361
†* Terayon Communications Systems Inc.	3,868	23,672
† Time Warner Telecom Inc. "A"	2,500	83,800
† Tollgrade Communications Inc.	928	26,448
† Triton PCS Holdings Inc. "A"	3,700	151,700
† Tut Systems Inc.	2,700	4,482
†* U.S. Wireless Corp.	1,400	4,074
†* United States Cellular Corp.	5,109	294,534

The accompanying notes are an integral part of these financial statements.

**Extended Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
† Ursus Telecom Corp.	3,900	\$ 39
† VerticalNet Inc.	5,400	13,446
† Viasat Inc.	1,314	31,378
† Vixel Corp.	3,900	9,750
† VTEL Corp.	2,700	3,132
†* WebEx Communications Inc.	2,500	66,650
† Westell Technologies Inc.	3,058	4,587
† Western Wireless Corp. "A"	4,526	194,618
† WorldGate Communications Inc.	2,600	13,260
† XETA Corp.	2,400	12,408
† Zoom Telephonics Inc.	2,200	4,950
†* Z-Tel Technologies Inc.	3,200	4,800
		<u>9,440,525</u>

Telephone—0.32%

† Covista Communications Inc.	1,984	10,416
Deutsche Telekom AG ADR	1	18
†* Intermedia Communications Inc.	3,874	57,723
† Talk America Holdings Inc.	8,388	7,885
Telephone & Data Systems Inc.	3,436	373,665
† WorldCom Inc.—MCI Group	7,000	112,700
†* XO Communications Inc. "A"	17,244	33,108
		<u>595,515</u>

Textiles—0.44%

† Coach Inc.	2,700	102,735
† Columbia Sportswear Co.	2,443	124,569
† Cone Mills Corp.	3,737	4,821
Culp Inc.	581	2,615
† Dan River Inc. "A"	1,800	4,860
G&K Services Inc. "A"	2,016	54,230
† Gerber Childrenswear Inc.	1,474	9,507
† Guess ? Inc.	2,319	15,537
† Guilford Mills Inc.	2,139	4,428
† Hallwood Group Inc.	1,500	10,920
Kellwood Co.	2,167	50,058
† Mohawk Industries Inc.	3,065	107,888
† Nautica Enterprises Inc.	2,466	50,380
Oxford Industries Inc.	1,514	33,308
† Polo Ralph Lauren Corp.	2,206	56,915
† Quaker Fabric Corp.	5,100	52,275
† Quiksilver Inc.	1,669	41,725
† Starter Corp.	3,200	3
† Tag-It Pacific Inc.	500	1,800
† Tarrant Apparel Group	2,213	14,053
Westpoint Stevens Inc.	3,330	4,595
Wolverine World Wide Inc.	3,459	61,812
		<u>809,034</u>

Tobacco—0.22%

R.J. Reynolds Tobacco Holdings Inc.	5,800	316,680
Universal Corporation	1,106	43,864
* Vector Group Ltd.	1,642	52,462
		<u>413,006</u>

Toys/Games/Hobbies—0.11%

†* Action Performance Companies Inc.	1,745	43,625
† Boyds Collection Ltd. (The)	5,400	67,068
† Fotoball USA Inc.	2,400	4,392
† Jakks Pacific Inc.	1,528	28,574

	Shares	Value
† Marvel Enterprises Inc.	3,233	\$ 9,861
† Media Arts Group Inc.	2,281	5,725
† Topps Co. (The)	4,511	52,734
		<u>211,979</u>

Transportation—1.37%

† ABC Rail Products Corp.	1,831	1,904
Airborne Inc.	2,660	30,829
† Airnet Systems Inc.	5,219	34,967
Alexander & Baldwin Inc.	1,900	48,925
† Allied Holdings Inc.	490	1,250
† Arkansas Best Corp.	1,023	23,580
Arnold Industries Inc.	2,724	52,737
† Atlas Air Inc.	2,404	34,041
† Budget Group Inc.	1,609	3,862
CH Robinson Worldwide Inc.	5,686	158,583
CNF Transportation Inc.	2,738	77,349
† Dollar Thrifty Automotive Group Inc.	1,679	40,296
† EGL Inc.	3,073	53,655
Expeditors International Washington Inc.	3,404	204,237
Florida East Coast Industries Inc.	2,523	89,314
† Forward Air Corp.	993	29,740
† General Maritime Corp.	2,333	34,062
† Gulfmark Offshore Inc.	1,000	30,850
† Heartland Express Inc.	2,677	61,036
† Hunt (J.B.) Transport Services Inc.	2,492	45,504
† Kirby Corp.	2,435	60,023
† Landair Corp.	2,000	11,500
† Landstar System Inc.	564	38,363
† M.S. Carriers Inc.	1,048	32,184
†* Offshore Logistics Inc.	1,491	28,329
Overseas Shipholding Group Inc.	1,746	53,323
† Petroleum Helicopters NV	1,145	20,496
Roadway Express Inc.	1,765	41,954
† Seabulk International Inc. "A" Warrants (Expires 12/24/03)	5	2
† Swift Transportation Co. Inc.	4,041	77,830
United Parcel Service Inc.	15,144	875,323
US Freightways Corp.	1,375	40,563
Werner Enterprises Inc.	3,022	73,284
† Wisconsin Central Transportation Corp.	3,987	66,703
† Yellow Corporation	2,448	46,463
		<u>2,523,061</u>

Trucking & Leasing—0.11%

† AMERCO	1,611	35,925
GATX Corporation	2,804	112,440
† International Aircraft Investors	1,400	5,124
† Willis Lease Finance Corp.	2,468	27,321
† Xtra Corp.	487	24,155
		<u>204,965</u>

Water—0.17%

American Water Works Inc.	5,709	188,226
California Water Service Group	1,464	37,552
Connecticut Water Service Inc.	667	23,058
Philadelphia Suburban Corp.	2,765	70,508
		<u>319,344</u>

TOTAL COMMON STOCKS

 (Cost: \$206,509,271) 178,203,623

The accompanying notes are an integral part of these financial statements.

Extended Index Master Portfolio		
	Shares	Value
PREFERRED STOCKS—0.00%		
Banks—0.00%		
Cardinal Financial Corp. "A"	181	\$ 959
TOTAL PREFERRED STOCKS (Cost: \$606)		<u>959</u>
	Face Amount	Value
SHORT-TERM INSTRUMENTS—9.26%		
†† Dreyfus Money Market Fund	\$6,137,191	6,137,191
†† Federal Home Loan Mortgage Corporation Discount Note 3.86%, 7/3/01	984,119	984,119
†† Goldman Sachs Financial Square Prime Obligation Fund	3,277,909	3,277,909
†† Providian Temp Cash Money Market Fund	6,137,191	6,137,191
††† U.S. Treasury Bill 3.56%***, 9/27/01	500,000	495,699
TOTAL SHORT-TERM INSTRUMENTS (Cost: \$17,032,217)		<u>17,032,109</u>
REPURCHASE AGREEMENT—2.73%		
Investors Bank & Trust Tri-Party Repurchase Agreement, dated 6/29/01, due 7/2/01, with a maturity value of \$5,010,284 and an effective yield of 3.70%.	5,008,739	5,008,739
TOTAL REPURCHASE AGREEMENT (Cost: \$5,008,739)		<u>5,008,739</u>
TOTAL INVESTMENTS IN SECURITIES—108.88% (Cost: \$228,550,833)		200,245,430
Other Assets, Less Liabilities—(8.88%)		<u>(16,324,612)</u>
NET ASSETS—100.00%		<u><u>\$183,920,818</u></u>

* Denotes all or part of security on loan (See Note 4).

** Yield to maturity.

† Non-income earning securities.

†† Represents investment of collateral received from securities lending transactions (See Note 4).

††† This U.S. Treasury Bill is held in a segregated account in connection with the Master Portfolio's holdings of index futures contracts (See Note 1).

The accompanying notes are an integral part of these financial statements.

**S&P 500 Index
Master Portfolio**
COMMON STOCKS—99.21%
Advertising—0.30%

* Interpublic Group of Companies Inc.	97,941	\$ 2,874,567
Omnicom Group Inc.	48,379	4,160,594
†* TMP Worldwide Inc.	27,852	1,646,332
		<u>8,681,493</u>

Aerospace/Defense—1.21%

Boeing Co.	227,866	12,669,350
General Dynamics Corp.	52,488	4,084,091
Goodrich (B.F.) Co.	27,017	1,026,106
Lockheed Martin Corp.	113,397	4,201,359
Northrop Grumman Corp.	22,291	1,785,509
† Raytheon Co.	92,881	2,465,991
United Technologies Corp.	122,995	9,010,614
		<u>35,243,020</u>

Airlines—0.24%

† AMR Corp.	40,100	1,448,813
Delta Air Lines Inc.	32,167	1,417,921
Southwest Airlines Co.	198,966	3,678,881
†* U.S. Airways Group Inc.	17,482	424,813
		<u>6,970,428</u>

Apparel—0.18%

Liz Claiborne Inc.	13,716	691,972
Nike Inc. "B"	70,828	2,974,068
†* Reebok International Ltd.	15,320	489,474
VF Corp.	29,202	1,062,369
		<u>5,217,883</u>

Auto Manufacturers—0.77%

Ford Motor Company	477,879	11,731,929
General Motors Corp. "A"	143,244	9,217,751
† Navistar International Corp.	15,557	437,618
PACCAR Inc.	19,982	1,027,474
		<u>22,414,772</u>

Auto Parts & Equipment—0.23%

Cooper Tire & Rubber Co.	18,913	268,565
Dana Corp.	38,635	901,741
Delphi Automotive Systems Corp.	146,265	2,330,001
Goodyear Tire & Rubber Co.	41,489	1,161,692
TRW Inc.	32,628	1,337,748
Visteon Corp.	34,164	627,934
		<u>6,627,681</u>

Banks—6.78%

AmSouth Bancorp	96,746	1,788,834
Bank of America Corp.	418,667	25,132,580
Bank of New York Co. Inc.	192,093	9,220,464
Bank One Corp.	304,355	10,895,909
BB&T Corp.	106,394	3,904,660
Charter One Financial Inc.	53,955	1,721,165
Comerica Inc.	46,658	2,687,501
Fifth Third Bancorp	150,337	9,027,737
First Union Corp.	256,266	8,953,934
FleetBoston Financial Corp.	282,898	11,160,326
Golden West Financial Corp.	41,399	2,659,472
Huntington Bancshares Inc.	65,592	1,072,429
JP Morgan Chase & Co.	518,496	23,124,922

KeyCorp	110,861	\$ 2,887,929
Mellon Financial Corp.	124,665	5,734,590
National City Corp.	156,860	4,828,151
Northern Trust Corp.	58,096	3,631,000
PNC Financial Services Group	75,499	4,967,079
Regions Financial Corp.	59,452	1,902,464
SouthTrust Corp.	88,821	2,309,346
State Street Corp.	84,956	4,204,472
SunTrust Banks Inc.	76,281	4,941,483
Synovus Financial Corp.	75,779	2,377,945
U.S. Bancorp	497,747	11,343,654
Union Planters Corp.	35,846	1,562,886
Wachovia Corp.	54,927	3,908,056
* Washington Mutual Inc.	229,239	8,607,924
Wells Fargo & Company	448,205	20,810,158
Zions Bancorp	24,100	1,421,900
		<u>196,788,970</u>

Beverages—2.09%

Anheuser-Busch Companies Inc.	234,402	9,657,362
Brown-Forman Corp. "B"	17,884	1,143,503
Coca-Cola Co.	649,708	29,236,860
* Coca-Cola Enterprises Inc.	109,739	1,794,233
Coors (Adolf) Company "B"	9,718	487,649
Pepsi Bottling Group Inc.	37,542	1,505,434
PepsiCo Inc.	382,411	16,902,566
		<u>60,727,607</u>

Biotechnology—0.73%

† Amgen Inc.	272,493	16,534,875
† Biogen Inc.	38,750	2,106,450
† Chiron Corp.	49,618	2,530,518
		<u>21,171,843</u>

Building Materials—0.15%

* Masco Corp.	120,136	2,998,595
Vulcan Materials Co.	26,363	1,417,011
		<u>4,415,606</u>

Chemicals—1.20%

Air Products & Chemicals Inc.	59,545	2,724,184
Ashland Inc.	18,177	728,898
Dow Chemical Co.	234,396	7,793,667
* Du Pont (E.I.) de Nemours	272,376	13,139,418
Eastman Chemical Co.	20,151	959,792
Engelhard Corp.	34,119	879,929
* Great Lakes Chemical Corp.	13,132	405,122
* Hercules Inc.	28,165	318,264
* PPG Industries Inc.	43,949	2,310,399
Praxair Inc.	41,919	1,970,193
Rohm & Haas Co. "A"	57,468	1,890,697
Sherwin-Williams Co.	40,888	907,714
Sigma-Aldrich Corp.	19,789	764,251
		<u>34,792,528</u>

Commercial Services—0.85%

Block (H & R) Inc.	23,889	1,542,035
† Cendant Corp.	222,468	4,338,126
†* Concord EFS Inc.	61,802	3,214,322
† Convergys Corp.	44,635	1,350,209
Deluxe Corp.	18,437	532,829

The accompanying notes are an integral part of these financial statements.

**S&P 500 Index
Master Portfolio**
COMMON STOCKS—(Continued)

	Shares	Value
Donnelley (R.R.) & Sons Co.	30,624	\$ 909,533
Ecolab Inc.	33,295	1,364,096
Equifax Inc.	37,413	1,372,309
McKesson HBOC Inc.	74,358	2,760,169
Moody's Corp.	41,140	1,378,190
Paychex Inc.	97,498	3,899,920
†* Quintiles Transnational Corp.	30,484	769,721
† Robert Half International Inc.	45,785	1,139,589
		<u>24,571,048</u>

Computers—6.27%

† Apple Computer Inc.	91,139	2,118,982
† Cisco Systems Inc.	1,911,575	34,790,665
Compaq Computer Corp.	441,192	6,759,061
† Computer Sciences Corp.	44,073	1,524,926
† Dell Computer Corp.	679,386	17,765,944
Electronic Data Systems Corp.	122,223	7,638,937
† EMC Corp.	576,448	16,745,814
† Gateway Inc.	84,327	1,387,179
Hewlett-Packard Co.	507,403	14,511,726
International Business Machines Corp.	453,819	51,508,456
† Lexmark International Group Inc. "A"	33,532	2,255,027
† NCR Corp.	25,229	1,185,763
† Network Appliance Inc.	85,038	1,165,021
† Palm Inc.	148,117	899,070
†* Sapient Corp.	32,073	312,712
† Sun Microsystems Inc.	850,638	13,372,029
† Unisys Corp.	82,709	1,216,649
†* Veritas Software Corp.	103,774	6,904,084
		<u>182,062,045</u>

Cosmetics/Personal Care—1.72%

* Alberto-Culver Co. "B"	14,732	619,333
Avon Products Inc.	61,967	2,867,833
Colgate-Palmolive Co.	146,576	8,646,518
Gillette Co.	275,387	7,983,469
International Flavors & Fragrances Inc.	24,994	628,099
Kimberly-Clark Corp.	139,053	7,773,063
Procter & Gamble Co.	338,244	21,579,967
		<u>50,098,282</u>

Distribution/Wholesale—0.25%

† Costco Wholesale Corp.	117,493	4,826,612
Genuine Parts Co.	44,958	1,416,177
Grainger (W.W.) Inc.	24,840	1,022,414
		<u>7,265,203</u>

Diversified Financial Services—6.73%

American Express Co.	345,532	13,406,642
Bear Stearns Companies Inc.	27,394	1,615,424
Capital One Financial Corp.	54,473	3,268,380
Citigroup Inc.	1,313,389	69,399,475
Countrywide Credit Industries Inc.	30,908	1,418,059
Fannie Mae	261,232	22,243,905
Franklin Resources Inc.	69,113	3,163,302
Freddie Mac	180,858	12,660,060
Household International Inc.	121,134	8,079,638
Lehman Brothers Holdings Inc.	64,355	5,003,601
MBNA Corp.	222,497	7,331,276

	Shares	Value
Merrill Lynch & Co. Inc.	219,228	\$ 12,989,259
Morgan Stanley Dean Witter & Co.	290,663	18,669,284
Provident Financial Corp.	74,600	4,416,320
Schwab (Charles) Corp.	362,018	5,538,875
Stilwell Financial Inc.	57,232	1,920,706
T Rowe Price Group Inc.	32,152	1,202,163
USA Education Inc.	42,563	3,107,099
		<u>195,433,468</u>

Electric—2.67%

† AES Corp.	139,003	5,984,079
Allegheny Energy Inc.	32,573	1,571,647
Ameren Corp.	35,804	1,528,831
American Electric Power Inc.	84,134	3,884,467
† Calpine Corp.	77,981	2,947,682
Cinergy Corp.	41,565	1,452,697
CMS Energy Corp.	34,506	960,992
* Consolidated Edison Inc.	55,399	2,204,880
Constellation Energy Group Inc.	42,780	1,822,428
Dominion Resources Inc.	64,592	3,883,917
DTE Energy Co.	43,026	1,998,127
Duke Energy Corp.	201,600	7,864,416
Edison International	85,102	948,887
Energy Corp.	57,687	2,214,604
Exelon Corp.	83,738	5,369,281
FirstEnergy Corp.	58,550	1,882,968
FPL Group Inc.	45,913	2,764,422
* GPU Inc.	31,246	1,098,297
† Mirant Corp.	88,663	3,050,007
† Niagara Mohawk Holdings Inc.	41,887	740,981
NiSource Inc.	53,972	1,475,055
PG&E Corp.	101,120	1,132,544
Pinnacle West Capital Corp.	22,133	1,049,104
PPL Corp.	38,144	2,097,920
Progress Energy Inc.	53,782	2,415,887
Public Service Enterprise Group Inc.	54,362	2,658,302
Reliant Energy Inc.	77,664	2,501,557
* Southern Co.	178,923	4,159,960
TXU Corporation	67,048	3,231,043
Xcel Energy Inc.	89,678	2,551,339
		<u>77,446,321</u>

Electrical Components & Equipment—0.34%

† American Power Conversion Corp.	50,944	802,368
Emerson Electric Co.	111,955	6,773,277
Molex Inc.	51,057	1,865,112
†* Power-One Inc.	20,585	342,534
		<u>9,783,291</u>

Electronics—0.68%

† Agilent Technologies Inc.	119,346	3,878,745
Applera Corp.—Applied Biosystems Group	55,191	1,476,359
† Jabil Circuit Inc.	49,990	1,542,691
Johnson Controls Inc.	22,642	1,640,866
Millipore Corp.	12,295	762,044
Parker Hannifin Corp.	30,501	1,294,462
PerkinElmer Inc.	26,356	725,581
† Sanmina Corp.	83,492	1,954,548
† Solectron Corp.	170,650	3,122,895
Symbol Technologies Inc.	59,175	1,313,685

The accompanying notes are an integral part of these financial statements.

S&P 500 Index**Master Portfolio****COMMON STOCKS—(Continued)**

	Shares	Value
† Tektronix Inc.	24,459	\$ 664,062
† Thermo Electron Corp.	47,350	1,042,647
Thomas & Betts Corp.	15,234	336,214
		<u>19,754,799</u>

Engineering & Construction—0.03%

Fluor Corp.	20,739	936,366
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Environmental Control—0.21%

† Allied Waste Industries Inc.	51,523	962,450
Waste Management Inc.	163,335	5,033,985
		<u>5,996,435</u>

Food—2.14%

Albertson's Inc.	105,829	3,173,812
Archer-Daniels-Midland Co.	165,087	2,146,131
* Campbell Soup Co.	106,603	2,745,027
ConAgra Foods Inc.	140,289	2,779,125
General Mills Inc.	74,308	3,253,204
Heinz (H.J.) Co.	91,013	3,721,522
Hershey Foods Corp.	35,670	2,201,196
Kellogg Co.	105,969	3,073,101
† Kroger Co.	211,792	5,294,800
Quaker Oats Co.	34,534	3,151,227
Ralston Purina Group	80,940	2,429,819
† Safeway Inc.	132,023	6,337,104
Sara Lee Corp.	205,416	3,890,579
SUPERVALU Inc.	34,594	607,125
Sysco Corp.	175,650	4,768,897
Unilever NV—NY Shares	149,318	8,894,873
Winn-Dixie Stores Inc.	36,719	959,467
Wrigley (William Jr.) Co.	58,995	2,763,916
		<u>62,190,925</u>

Forest Products & Paper—0.49%

Boise Cascade Corp.	15,025	528,429
Georgia-Pacific Corp.	58,985	1,996,642
International Paper Co.	126,169	4,504,233
Louisiana-Pacific Corp.	27,212	319,197
Mead Corp.	25,906	703,089
Potlatch Corp.	7,411	255,013
Temple-Inland Inc.	12,872	685,949
Westvaco Corp.	26,296	638,730
Weyerhaeuser Co.	56,241	3,091,568
Willamette Industries Inc.	28,633	1,417,333
		<u>14,140,183</u>

Gas—0.13%

KeySpan Corp.	35,903	1,309,741
NICOR Inc.	11,892	463,550
ONEOK Inc.	15,548	306,296
Peoples Energy Corp.	9,275	372,855
Sempra Energy	53,763	1,469,880
		<u>3,922,322</u>

Hand/Machine Tools—0.07%

Black & Decker Corp.	21,226	837,578
Snap-On Inc.	15,133	365,613
Stanley Works (The)	22,248	931,524
		<u>2,134,715</u>

Shares Value**Health Care—3.36%**

† Aetna Inc.	37,184	\$ 961,950
Bard (C.R.) Inc.	13,226	753,221
Bausch & Lomb Inc.	14,037	508,701
Baxter International Inc.	154,738	7,582,162
Becton Dickinson & Co.	67,306	2,408,882
Biomet Inc.	46,698	2,244,306
† Boston Scientific Corp.	104,892	1,783,164
† Guidant Corp.	80,191	2,886,876
HCA—The Healthcare Company	140,408	6,345,038
† Healthsouth Corp.	101,815	1,625,986
† Humana Inc.	44,427	437,606
Johnson & Johnson	790,906	39,545,300
† Manor Care Inc.	26,849	852,456
Medtronic Inc.	315,673	14,524,115
† St. Jude Medical Inc.	22,370	1,342,200
* Stryker Corp.	51,231	2,810,020
† Tenet Healthcare Corp.	84,700	4,369,673
UnitedHealth Group Inc.	82,854	5,116,234
† Wellpoint Health Networks Inc.	16,495	1,554,489
		<u>97,652,379</u>

Home Builders—0.05%

Centex Corp.	15,535	633,051
* KB HOME	11,604	350,093
* Pulte Corp.	10,968	467,566
		<u>1,450,710</u>

Home Furnishings—0.10%

Leggett & Platt Inc.	51,298	1,130,095
Maytag Corp.	19,864	581,221
Whirlpool Corp.	17,442	1,090,125
		<u>2,801,441</u>

Household Products/Wares—0.25%

American Greetings Corp. "A"	16,574	182,314
Avery Dennison Corp.	28,772	1,468,811
Clorox Co.	61,731	2,089,594
Fortune Brands Inc.	39,901	1,530,602
Newell Rubbermaid Inc.	69,672	1,748,767
Tupperware Corp.	15,152	355,011
		<u>7,375,099</u>

Insurance—4.40%

AFLAC Inc.	137,328	4,324,459
Allstate Corp.	189,181	8,322,072
Ambac Financial Group Inc.	27,624	1,607,717
American General Corp.	130,394	6,056,801
American International Group Inc.	608,833	52,359,638
AON Corp.	68,392	2,393,702
Chubb Corp.	45,792	3,545,675
CIGNA Corp.	39,069	3,743,592
Cincinnati Financial Corp.	42,017	1,659,671
†* Consecro Inc.	88,190	1,203,793
Hancock (John) Financial Services Inc.	80,400	3,236,904
Hartford Financial Services Group Inc.	61,906	4,234,370
Jefferson-Pilot Corp.	39,767	1,921,541
Lincoln National Corp.	49,079	2,539,838
Loews Corp.	51,554	3,321,624
Marsh & McLennan Companies Inc.	71,963	7,268,263

The accompanying notes are an integral part of these financial statements.

**S&P 500 Index
Master Portfolio**

	Shares	Value
COMMON STOCKS—(Continued)		
MBIA Inc.	38,735	\$ 2,156,765
* MetLife Inc.	195,816	6,066,380
MGIC Investment Corp.	27,943	2,029,780
* Progressive Corporation	19,287	2,607,410
* SAFECO Corp.	33,387	984,916
St. Paul Companies Inc.	55,990	2,838,133
Torchmark Corp.	32,755	1,317,079
UNUMProvident Corp.	63,061	2,025,519
		<u>127,765,642</u>
Iron/Steel—0.06%		
Allegheny Technologies Inc.	20,996	379,818
* Nucor Corp.	20,235	989,289
USX-U.S. Steel Group Inc.	23,155	466,573
		<u>1,835,680</u>
Leisure Time—0.37%		
Brunswick Corp.	22,892	550,095
* Carnival Corp. "A"	152,704	4,688,013
* Harley-Davidson Inc.	79,016	3,720,073
† Sabre Holdings Corp.	34,697	1,734,850
		<u>10,693,031</u>
Lodging—0.25%		
†* Harrah's Entertainment Inc.	30,586	1,079,686
Hilton Hotels Corp.	96,328	1,117,405
* Marriott International Inc. "A"	63,694	3,015,274
Starwood Hotels & Resorts Worldwide Inc.	51,893	1,934,571
		<u>7,146,936</u>
Machinery—0.45%		
* Caterpillar Inc.	89,630	4,485,982
Cummins Engine Company Inc.	10,782	417,263
Deere & Co.	61,293	2,319,940
Dover Corp.	53,058	1,997,634
Ingersoll-Rand Co.	41,754	1,720,265
† McDermott International Inc.	15,988	186,260
Rockwell International Corp.	47,722	1,819,163
		<u>12,946,507</u>
Manufacturers—6.58%		
Cooper Industries Inc.	24,458	968,292
Crane Co.	15,562	482,422
Danaher Corp.	37,252	2,086,112
Eastman Kodak Co.	75,754	3,536,197
Eaton Corp.	17,965	1,259,347
† FMC Corp.	8,132	557,530
General Electric Co.	2,594,421	126,478,024
Honeywell International Inc.	211,381	7,396,221
Illinois Tool Works Inc.	79,417	5,027,096
ITT Industries Inc.	23,004	1,017,927
Minnesota Mining & Manufacturing Co.	103,419	11,800,108
National Service Industries Inc.	10,722	241,996
Pall Corp.	32,034	753,760
Textron Inc.	36,802	2,025,582
Tyco International Ltd.	505,798	27,565,991
		<u>191,196,605</u>

	Shares	Value
Media—4.81%		
† AOL Time Warner Inc.	1,157,191	\$ 61,331,123
† Clear Channel Communications Inc.	153,470	9,622,569
†* Comcast Corp. "A"	246,819	10,711,945
Dow Jones & Co. Inc.	22,553	1,346,640
Gannett Co. Inc.	69,043	4,549,934
* Knight Ridder Inc.	19,123	1,133,994
McGraw-Hill Companies Inc.	50,958	3,370,872
Meredith Corp.	13,021	466,282
New York Times Co. "A"	41,546	1,744,932
Tribune Co.	77,938	3,118,299
†* Univision Communications Inc.	54,444	2,329,114
† Viacom Inc. "B"	464,971	24,062,249
Walt Disney Co. (The)	545,887	15,770,675
		<u>139,558,628</u>
Metal Fabricate/Hardware—0.02%		
Timken Co.	15,717	266,246
Worthington Industries Inc.	22,321	303,566
		<u>569,812</u>
Mining—0.63%		
Alcan Aluminum Ltd.	83,398	3,504,384
Alcoa Inc.	225,401	8,880,799
* Barrick Gold Corp.	103,465	1,567,495
† Freeport-McMoRan Copper & Gold Inc.	37,642	415,944
Homestake Mining Company	68,841	533,518
†* Inco Ltd.	47,516	820,126
* Newmont Mining Corp.	51,059	950,208
Phelps Dodge Corp.	20,579	854,029
Placer Dome Inc.	85,587	838,753
		<u>18,365,256</u>
Office/Business Equipment—0.15%		
Pitney Bowes Inc.	64,454	2,714,802
* Xerox Corp.	181,306	1,735,098
		<u>4,449,900</u>
Oil & Gas Producers—6.07%		
* Amerada Hess Corp.	23,284	1,881,347
Anadarko Petroleum Corp.	65,430	3,535,183
Apache Corp.	32,782	1,663,687
Burlington Resources Inc.	55,266	2,207,877
* Chevron Corp.	167,504	15,159,112
Conoco Inc. "B"	163,165	4,715,469
Devon Energy Corp.	33,771	1,772,978
EOG Resources Inc.	30,255	1,075,565
Exxon Mobil Corp.	901,049	78,706,630
* Kerr-McGee Corp.	24,731	1,638,923
* Kinder Morgan Inc.	29,907	1,502,827
† Nabors Industries Inc.	38,359	1,426,955
† Noble Drilling Corp.	35,019	1,146,872
Occidental Petroleum Corp.	96,801	2,573,939
* Phillips Petroleum Co.	66,812	3,808,284
† Rowan Companies Inc.	24,664	545,074
Royal Dutch Petroleum Co.—NY Shares	560,016	32,632,132
Sunoco Inc.	21,877	801,355
Texaco Inc.	143,946	9,586,804
Tosco Corp.	40,325	1,776,316

The accompanying notes are an integral part of these financial statements.

**S&P 500 Index
Master Portfolio**

	Shares	Value
COMMON STOCKS—(Continued)		
Transocean Sedco Forex Inc.	83,050	\$ 3,425,812
Unocal Corp.	63,561	2,170,608
USX-Marathon Group Inc.	80,625	2,379,244
		<u>176,132,993</u>

Oil & Gas Services—0.51%

Baker Hughes Inc.	87,633	2,935,706
Halliburton Co.	112,077	3,989,941
Schlumberger Ltd.	149,703	7,881,863
		<u>14,807,510</u>

Packaging & Containers—0.08%

Ball Corp.	7,185	341,719
Bemis Co.	13,783	553,663
† Pactiv Corp.	41,478	555,805
† Sealed Air Corp.	21,871	814,695
		<u>2,265,882</u>

Pharmaceuticals—8.35%

Abbott Laboratories	404,578	19,423,790
Allergan Inc.	34,399	2,941,115
American Home Products Corp.	343,333	20,064,381
Bristol-Myers Squibb Co.	507,569	26,545,859
Cardinal Health Inc.	116,481	8,037,189
† Forest Laboratories Inc. "A"	46,030	3,268,130
† King Pharmaceuticals Inc.	44,777	2,406,764
Lilly (Eli) and Company	293,575	21,724,550
† MedImmune Inc.	55,612	2,624,886
Merck & Co. Inc.	598,866	38,273,526
Pfizer Inc.	1,648,849	66,036,402
Pharmacia Corporation	339,763	15,612,110
Schering-Plough Corp.	382,092	13,847,014
†* Watson Pharmaceuticals Inc.	27,626	1,702,867
		<u>242,508,583</u>

Pipelines—0.85%

* Dynegy Inc. "A"	85,188	3,961,242
El Paso Corp.	133,005	6,988,083
Enron Corp.	194,897	9,549,953
Williams Companies Inc.	126,578	4,170,745
		<u>24,670,023</u>

Retail—6.01%

† AutoZone Inc.	29,204	1,095,135
† Bed Bath & Beyond Inc.	75,389	2,261,670
† Best Buy Co. Inc.	54,673	3,472,829
† Big Lots Inc.	29,561	404,394
Circuit City Stores Inc.	54,305	977,490
CVS Corp.	102,759	3,966,497
Darden Restaurants Inc.	30,796	859,208
Dillard's Inc. "A"	22,203	339,040
Dollar General Corp.	86,375	1,684,313
† Federated Department Stores Inc.	51,656	2,195,380
Gap Inc. (The)	224,537	6,511,573
Home Depot Inc.	609,566	28,375,297
† Kmart Corp.	127,946	1,467,541
†* Kohls Corp.	87,047	5,460,458
Limited Inc.	111,368	1,839,799
Longs Drug Stores Corp.	9,872	212,742
Lowe's Companies Inc.	100,467	7,288,881

	Shares	Value
May Department Stores Co.	78,033	\$ 2,673,411
McDonald's Corp.	337,759	9,139,759
* Nordstrom Inc.	34,923	647,822
† Office Depot Inc.	77,712	806,651
Penney (J.C.) Company Inc.	68,729	1,811,696
RadioShack Corp.	48,398	1,476,139
Sears, Roebuck and Co.	85,831	3,631,510
† Staples Inc.	119,158	1,905,336
†* Starbucks Corp.	99,252	2,282,796
Target Corp.	234,809	8,124,391
Tiffany & Co.	38,106	1,380,199
TJX Companies Inc.	73,220	2,333,521
† Toys R Us Inc.	51,612	1,277,397
†* Tricon Global Restaurants Inc.	38,380	1,684,882
Walgreen Co.	265,861	9,079,153
Wal-Mart Stores Inc.	1,167,779	56,987,615
Wendy's International Inc.	29,717	758,972
		<u>174,413,497</u>

Semiconductors—4.13%

† Advanced Micro Devices Inc.	89,839	2,594,550
† Altera Corp.	101,029	2,929,841
† Analog Devices Inc.	93,963	4,063,900
† Applied Materials Inc.	212,353	10,426,532
* Applied Micro Circuits Corp.	78,532	1,350,750
† Broadcom Corp. "A"	67,908	2,903,746
† Conexant Systems Inc.	64,496	577,239
Intel Corp.	1,756,485	51,377,186
†* KLA-Tencor Corp.	48,467	2,833,865
Linear Technology Corp.	83,071	3,673,400
†* LSI Logic Corp.	94,374	1,774,231
† Maxim Integrated Products Inc.	85,778	3,792,245
† Micron Technology Inc.	155,730	6,400,503
† National Semiconductor Corp.	45,276	1,318,437
† Novellus Systems Inc.	37,254	2,115,655
† QLogic Corp.	24,098	1,553,116
† Teradyne Inc.	45,539	1,507,341
Texas Instruments Inc.	453,427	14,282,951
†* Vitesse Semiconductor Corp.	47,843	1,006,617
† Xilinx Inc.	86,853	3,581,818
		<u>120,063,923</u>

Software—6.21%

Adobe Systems Inc.	62,425	2,933,975
Autodesk Inc.	14,097	525,818
Automatic Data Processing Inc.	163,084	8,105,275
† BMC Software Inc.	63,650	1,434,671
† BroadVision Inc.	71,430	357,150
†* Citrix Systems Inc.	48,207	1,682,424
Computer Associates International Inc.	150,496	5,417,856
† Compuware Corp.	96,058	1,343,851
First Data Corp.	102,364	6,576,887
† Fiserv Inc.	32,487	2,078,518
IMS Health Inc.	76,944	2,192,904
† Intuit Inc.	54,466	2,178,095
† Mercury Interactive Corp.	21,592	1,293,361
† Microsoft Corp.	1,405,724	102,617,852
† Novell Inc.	82,898	471,690
† Oracle Corp.	1,466,147	27,856,793
† Parametric Technology Corp.	69,027	965,688

The accompanying notes are an integral part of these financial statements.

S&P 500 Index Master Portfolio		
	Shares	Value
COMMON STOCKS—(Continued)		
† PeopleSoft Inc.	76,756	\$ 3,778,698
† Siebel Systems Inc.	118,399	5,552,913
†* Yahoo! Inc.	148,065	2,959,819
		<u>180,324,238</u>
Telecommunication Equipment—1.64%		
†* ADC Telecommunications Inc.	204,153	1,347,410
† Andrew Corp.	21,256	392,173
† Avaya Inc.	74,105	1,015,239
† Comverse Technology Inc.	44,680	2,574,462
† JDS Uniphase Corp.	343,808	4,297,600
Lucent Technologies Inc.	889,552	5,515,222
Motorola Inc.	573,626	9,499,247
Nortel Networks Corp.	832,174	7,514,531
† QUALCOMM Inc.	197,781	11,566,233
Scientific-Atlanta Inc.	42,557	1,727,814
† Tellabs Inc.	106,883	2,060,704
		<u>47,510,635</u>
Telecommunications—2.38%		
† Cabletron Systems Inc.	49,303	1,126,574
†* Citizen Communications Co.	74,560	896,957
Corning Inc.	242,985	4,060,279
†* Global Crossing Ltd.	231,513	2,000,272
†* Nextel Communications Inc. "A"	199,829	3,497,008
Qwest Communications International Inc.	433,863	13,827,214
†* Sprint Corp. (PCS Group)	244,766	5,911,099
Verizon Communications Inc.	706,383	37,791,491
		<u>69,110,894</u>
Telephone—3.33%		
Alltel Corp.	81,757	5,008,434
AT&T Corp.	901,155	19,825,410
BellSouth Corp.	489,506	19,712,407
* CenturyTel Inc.	36,827	1,115,858
SBC Communications Inc.	879,628	35,237,898
Sprint Corp. (FON Group)	231,519	4,945,246
† WorldCom Inc.	754,319	10,711,330
		<u>96,556,583</u>
Textiles—0.07%		
* Cintas Corp.	44,127	2,040,874
Tobacco—1.05%		
Philip Morris Companies Inc.	574,489	29,155,317
UST Inc.	42,611	1,229,753
		<u>30,385,070</u>
Toys/Games/Hobbies—0.10%		
Hasbro Inc.	45,068	651,233
Mattel Inc.	112,562	2,129,673
		<u>2,780,906</u>

	Shares	Value
Transportation—0.48%		
Burlington Northern Santa Fe Corp.	102,347	\$ 3,087,809
CSX Corp.	55,744	2,020,163
† FedEx Corp.	80,204	3,224,201
Norfolk Southern Corp.	100,489	2,080,122
Union Pacific Corp.	64,725	3,554,050
		<u>13,966,345</u>
Trucking & Leasing—0.01%		
Ryder System Inc.	15,792	309,523
TOTAL COMMON STOCKS		
(Cost: \$2,707,791,274)		<u>2,880,442,339</u>
	Face Amount	Value
SHORT-TERM INSTRUMENTS—3.91%		
†† Dreyfus Money Market Fund	\$41,692,416	41,692,416
†† Federal Home Loan Mortgage Corporation Discount Note 3.86%, 7/3/01	6,685,522	6,685,522
†† Goldman Sachs Financial Square Prime Obligation Fund	22,168,179	22,168,179
†† Providian Temp Cash Money Market Fund	41,792,428	41,792,428
††† U.S. Treasury Bill 3.52%, ** 9/27/01	1,400,000	1,387,956
TOTAL SHORT-TERM INSTRUMENTS		
(Cost: \$113,726,739)		<u>113,726,501</u>
TOTAL REPURCHASE AGREEMENT—0.74%		
Investors Bank & Trust Tri-Party Repurchase Agreement, dated 6/29/01, due 7/2/01, with a maturity value of \$21,420,109 and an effective yield of 3.70%	21,413,506	21,413,506
TOTAL REPURCHASE AGREEMENT		
(Cost: \$21,413,506)		<u>21,413,506</u>
TOTAL INVESTMENTS IN SECURITIES—103.86%		
(Cost: \$2,842,931,519)		3,015,582,346
Other Assets, Less Liabilities—(3.86%)		
		<u>(112,213,904)</u>
NET ASSETS—100.00%		
		<u>\$2,903,368,442</u>

* Denotes all or part of security on loan (See Note 4).

** Yield to maturity.

† Non-income earning securities.

†† Represents investment of collateral received from securities lending transactions (See Note 4).

††† This U.S. Treasury Bill is held in a segregated account in connection with the Master Portfolio's holdings of index futures contracts (See Note 1).

The accompanying notes are an integral part of these financial statements.

U.S. Equity Index Master Portfolio	Value
MASTER PORTFOLIOS—100.01%	
Extended Index Master Portfolio	\$110,153,026
S&P 500 Index Master Portfolio	<u>412,502,047</u>
TOTAL MASTER PORTFOLIOS	<u>522,655,073</u>
TOTAL INVESTMENTS—100.01%	522,655,073
Other Liabilities Less Assets—(0.01%)	<u>(76,379)</u>
NET ASSETS—100.00%	<u>\$522,578,694</u>

The accompanying notes are an integral part of these financial statements.

MASTER INVESTMENT PORTFOLIO**Statements of Assets and Liabilities (unaudited)****June 30, 2001**

	Extended Index Master Portfolio	S&P 500 Index Master Portfolio	U.S. Equity Index Master Portfolio
ASSETS:			
Investments, at cost	\$ 228,550,833	\$ 2,842,931,519	\$ —
Investments, at market value (Note 1)†	\$ 200,245,430	\$ 3,015,582,346	\$ —
Investments in Master Portfolios, at market value (Note 1)	—	—	522,655,073
Cash	—	724	—
Receivables:			
Investment securities sold	761,551	1,111,121	—
Dividends and interest	164,623	2,573,663	—
Due from broker — variation margin	106,050	95,175	—
Total Assets	201,277,654	3,019,363,029	522,655,073
LIABILITIES:			
Payables:			
Investment securities purchased	748,110	3,270,489	—
Collateral for securities loaned (Note 4)	16,536,410	112,338,545	—
Advisory fees (Note 2)	37,906	385,553	38,190
Administration fees (Note 2)	34,410	—	38,189
Total Liabilities	17,356,836	115,994,587	76,379
NET ASSETS	\$183,920,818	\$2,903,368,442	\$522,578,694

† Includes securities on loan with market values of \$15,689,218, \$108,650,593 and \$—, respectively (See Note 4).

The accompanying notes are an integral part of these financial statements.

MASTER INVESTMENT PORTFOLIO

Statements of Operations (unaudited)

For the Six Months Ended June 30, 2001

	Extended Index Master Portfolio	S&P 500 Index Master Portfolio	U.S. Equity Index Master Portfolio
NET INVESTMENT INCOME:			
Dividends†	\$ 875,715	\$ 17,792,428	\$ 3,058,743*
Interest	54,487	871,088	206,103*
Securities lending income	57,544	66,618	—
Expenses allocated from Master Portfolios (See Note 1)	—	—	(159,144)*
Total Investment Income	987,746	18,730,134	3,105,702
EXPENSES (NOTE 2):			
Advisory fees	72,084	738,193	25,394
Administration fees	18,021	—	25,394
Total Expenses	90,105	738,193	50,788
Net Investment Income	897,641	17,991,941	3,054,914
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:			
Net realized gain (loss) on sale of investments	(282,944)	53,207,201	7,344,295*
Net realized gain (loss) on sale of futures contracts	310,188	(1,743,544)	—
Net change in unrealized appreciation (depreciation) of investments	(8,858,225)	(284,704,909)	(45,599,916)*
Net change in unrealized appreciation (depreciation) of futures contracts	(32,900)	154,737	—
Net Loss on Investments	(8,863,881)	(233,086,515)	(38,255,621)
NET DECREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$(7,966,240)	\$(215,094,574)	\$(35,200,707)

† Net of foreign withholding tax of \$50, \$95,587 and \$13,693, respectively.

* Allocated from Master Portfolios.

The accompanying notes are an integral part of these financial statements.

MASTER INVESTMENT PORTFOLIO

Statements of Changes in Net Assets

For the Six Months Ended June 30, 2001 (unaudited)
and the Year Ended December 31, 2000

	Extended Index Master Portfolio	
	2001	2000
INCREASE (DECREASE) IN NET ASSETS		
OPERATIONS:		
Net investment income	\$ 897,641	\$ 2,199,738
Net realized gain	27,244	21,750,895
Net change in unrealized appreciation (depreciation)	(8,891,125)	(64,094,244)
Net Decrease in Net Assets Resulting From Operations	(7,966,240)	(40,143,611)
INTERESTHOLDER TRANSACTIONS:		
Contributions	19,806,732	163,481,883
Withdrawals	(27,170,856)	(126,543,641)
Net Increase (Decrease) in Net Assets Resulting From Interestholder Transactions	(7,364,124)	36,938,242
Decrease in Net Assets	(15,330,364)	(3,205,369)
NET ASSETS:		
Beginning of period	199,251,182	202,456,551
End of period	\$183,920,818	\$199,251,182

The accompanying notes are an integral part of these financial statements.

MASTER INVESTMENT PORTFOLIO

Statements of Changes in Net Assets (continued)

For the Six Months Ended June 30, 2001 (unaudited)
and the Year Ended December 31, 2000

	S&P 500 Index Master Portfolio		U.S. Equity Index Master Portfolio	
	2001	2000	2001	2000
INCREASE (DECREASE) IN NET ASSETS				
OPERATIONS:				
Net investment income	\$ 17,991,941	\$ 47,775,321	\$ 3,054,914	\$ 7,424,730
Net realized gain	51,463,657	854,753,964	7,344,295	59,576,383
Net change in unrealized appreciation (depreciation)	(284,550,172)	(1,244,831,494)	(45,599,916)	(134,383,317)
Net Decrease in Net Assets Resulting From Operations	(215,094,574)	(342,302,209)	(35,200,707)	(67,382,204)
INTERESTHOLDER TRANSACTIONS:				
Contributions	550,527,912	1,599,306,476	32,773,881	187,750,902
Withdrawals	(660,154,579)	(2,856,439,610)	(48,447,476)	(230,131,341)
Net Decrease in Net Assets Resulting From Interestholder Transactions	(109,626,667)	(1,257,133,134)	(15,673,595)	(42,380,439)
Decrease in Net Assets	(324,721,241)	(1,599,435,343)	(50,874,302)	(109,762,643)
NET ASSETS:				
Beginning of period	3,228,089,683	4,827,525,026	573,452,996	683,215,639
End of period	\$2,903,368,442	\$ 3,228,089,683	\$522,578,694	\$ 573,452,996

The accompanying notes are an integral part of these financial statements.

1. Significant Accounting Policies

Master Investment Portfolio (“MIP”) is registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as an open-end management investment company organized as a Delaware business trust. MIP currently issues the following separate portfolios: Asset Allocation, Bond Index, Extended Index, International Index, LifePath Income, LifePath 2010, LifePath 2020, LifePath 2030, LifePath 2040, Money Market, Russell 2000 Index, S&P 500 Index and U.S. Equity Index Master Portfolios.

These financial statements relate to the Extended Index, S&P 500 Index, and U.S. Equity Index Master Portfolios (each, a “Master Portfolio”, collectively the “Master Portfolios”).

The following is a summary of significant accounting policies which are consistently followed by MIP in the preparation of its financial statements, and such policies are in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”) for investment companies. The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Security Valuation

The equity securities of each Master Portfolio are valued at the last reported sales price on the primary securities exchange or national securities market on which such securities are traded. Securities not listed on an exchange or national securities market, or securities in which there was no last reported sales price, are valued at the most recent bid prices. Debt securities are generally traded in the over-the-counter market and are valued at a price deemed best to reflect fair value as quoted by dealers who make markets in those securities or by an independent pricing source. U.S. Government obligations are valued at the last reported bid price. Debt securities maturing in 60 days or less are valued at amortized cost, which approximates market value. Mutual fund shares are valued at net asset value. Any securities, restricted securities or other assets for which market quotations are not readily available, are valued at fair value as determined in good faith in accordance with policies approved by MIP’s Board of Trustees.

The U.S. Equity Index Master Portfolio seeks to achieve its investment objective by investing all of its assets in the Extended Index and S&P 500 Index Master Portfolios. The value of the U.S. Equity Index Master Portfolio’s investment in the Extended Index and S&P 500 Index Master Portfolios reflects the U.S. Equity Index Master Portfolio’s interest in the net assets of these Master Portfolios (59.89% and 14.21%, respectively, as of June 30, 2001).

Security Transactions and Income Recognition

Security transactions are accounted for on trade date. Dividend income is recognized on the ex-dividend date, and interest income is accrued daily. Realized gains and losses on investment transactions are determined using the specific identification method. The Master Portfolios amortize premiums and accrete discounts on debt securities purchased, using a constant yield to maturity method.

MASTER INVESTMENT PORTFOLIO

Notes to Financial Statements (unaudited) (continued)

The U.S. Equity Index Master Portfolio records daily, its proportionate interest in the net investment income and realized and unrealized capital gains and losses of the Extended Index and S&P 500 Index Master Portfolios. The expenses allocated from Master Portfolios on the Statement of Operations include Advisory and Administration fees of \$148,677 and \$10,467, respectively, allocated from the Extended Index and S&P 500 Index Master Portfolios. In addition, the U.S. Equity Index Master Portfolio accrues its own expenses.

Federal Income Taxes

MIP believes that each Master Portfolio has and will continue to be operated in a manner so as to qualify it as a partnership for federal income tax purposes. Provided that each Master Portfolio so qualifies, it will not be subject to any federal income tax on its income and gain (if any). However, each investor in a Master Portfolio will be taxed on its distributive share of the Master Portfolio's taxable income in determining its federal income tax liability. As a partnership for federal income tax purposes, each Master Portfolio will be deemed to have "passed through" to interestholders any interest, dividends, gains or losses for such purposes. The determination of such share will be made in accordance with the Internal Revenue Code of 1986, as amended (the "Code"), and regulations promulgated thereunder.

It is intended that each Master Portfolio's assets, income and distributions will be managed in such a way that an entity electing and qualifying as a "regulated investment company" under the Code can continue to so qualify by investing substantially all of its assets through the Master Portfolio, provided that the regulated investment company meets other requirements for such qualifications not within the control of the Master Portfolio (e.g., distributing at least 90% of the regulated investment company's "investment company taxable income" annually).

Futures Contracts

The Master Portfolios may purchase futures contracts to gain exposure to market changes as this may be more efficient or cost effective than actually buying the securities. A futures contract is an agreement between two parties to buy and sell a security at a set price on a future date and is exchange traded. Upon entering into a futures contract, the Master Portfolios are required to pledge to the broker an amount of cash, U.S. Government securities or other high-quality debt securities equal to the minimum "initial margin" requirements of the exchange. Pursuant to the contract, the Master Portfolios agree to receive from or pay to the broker an amount of cash equal to the daily fluctuation in the value of the contract. Such receipts or payments are known as "variation margin" and are recorded by the Master Portfolios as unrealized gains or losses. When the contract is closed, the Master Portfolios record a gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed. Pursuant to regulations and/or published positions of the Securities and Exchange Commission, the Master Portfolios are required to segregate cash, U.S. Government securities or high quality, liquid debt instruments in connection with futures transactions. Risks of entering into futures contracts include the possibility that there may be an illiquid market and that a change in the value of the contracts may not correlate with changes in the value of the underlying securities.

As of June 30, 2001, the open futures contracts outstanding were as follows:

Master Portfolio	Number of Contracts	Futures Index	Expiration Date	Notional Contract Value	Net Unrealized Appreciation (Depreciation)
Extended Index Master Portfolio	21	Russell 2000	9/21/01	\$ 5,413,800	\$ 55,300
S&P 500 Index Master Portfolio	81	S&P 500	9/21/01	24,941,925	(568,363)

The Extended Index and S&P 500 Index Master Portfolios have pledged to brokers U.S. Treasury Bills for initial margin requirements with face amounts of \$500,000 and \$1,400,000, respectively.

Repurchase Agreements

Each Master Portfolio may enter into repurchase agreements with banks and securities dealers. These transactions involve the purchase of securities with a simultaneous commitment to resell the securities to the bank or the dealer at an agreed-upon date and price. A repurchase agreement is accounted for as a loan by the Master Portfolio to the seller, collateralized by securities, which are delivered to the Master Portfolio's custodian, or to an agent bank under a tri-party agreement. The securities are marked-to-market daily and additional securities are acquired as needed, to ensure that their value equals or exceeds the repurchase price plus accrued interest.

The repurchase agreements held by the Extended Index and S&P 500 Index Master Portfolios at June 30, 2001 were fully collateralized by U.S. Government obligations with an interest rate of 6.75%, a maturity date of 05/15/05 and aggregate market values of \$5,109,421 and \$21,843,847, respectively.

2. Agreements and Other Transactions with Affiliates

Pursuant to an Investment Advisory Contract with each Master Portfolio, Barclays Global Fund Advisors ("BGFA") provides investment guidance and policy direction in connection with the management of each Master Portfolio's assets. BGFA is a California corporation indirectly owned by Barclays Bank PLC. BGFA is entitled to 0.08%, 0.05%, and 0.01% of the average daily net assets of the Extended Index, S&P 500 Index, and U.S. Equity Index Master Portfolios, respectively, as compensation for advisory services.

Investors Bank & Trust Company ("IBT") serves as the custodian to each Master Portfolio. IBT will not be entitled to receive fees for its custodial services for the Master Portfolios, so long as it is entitled to receive a separate fee from Barclays Global Investors, N.A. ("BGI") for its services as sub-administrator of each Master Portfolio.

Stephens Inc. ("Stephens") is the sponsor and placement agent for the Master Portfolios.

MIP has entered into administrative services arrangements with BGI and Stephens as co-administrators who have agreed jointly to provide general administrative services to the Master Portfolios such as managing and coordinating third-party service relationships. BGI and Stephens are entitled to receive a fee at an annual rate of 0.02% and 0.01% of the average daily net assets of the Extended Index and U.S. Equity Index Master Portfolios, respectively. Stephens and BGI are not entitled to compensation for providing administration services to the S&P 500 Index Master Portfolio, for so long as BGI or Stephens are entitled to compensation for providing co-administration services to a corresponding feeder fund that invests substantially all of its assets in the S&P 500 Index Master Portfolio, or either BGI or Stephens (or an affiliate) receives advisory fees from the S&P 500 Index Master Portfolio. BGI and Stephens may delegate certain of their administrative duties to sub-administrators.

Barclays Global Investors Services ("BGIS"), a subsidiary of BGI, may serve as a broker-dealer for the Master Portfolios. For the six months ended June 30, 2001, BGIS received brokerage commissions from the Extended Index Master Portfolio in the amount of \$444, related to the purchases and sales of portfolio investments.

Certain officers and trustees of MIP are also officers of Stephens. As of June 30, 2001, these officers of Stephens collectively owned less than 1% of the Master Portfolios' outstanding beneficial interests.

MASTER INVESTMENT PORTFOLIO

Notes to Financial Statements (unaudited) (continued)

3. Investment Portfolio Transactions

Investment transactions (exclusive of short-term investments) for the six months ended June 30, 2001, were as follows:

Master Portfolio	Purchases	Sales
Extended Index Master Portfolio	\$ 14,354,580	\$ 21,248,381
S&P 500 Index Master Portfolio	122,953,122	176,817,818

At June 30, 2001, the aggregate unrealized appreciation and depreciation based on cost for federal income tax purposes were as follows:

Master Portfolio	Tax Cost	Unrealized Appreciation	Unrealized Depreciation	Net Unrealized Appreciation (Depreciation)
Extended Index Master Portfolio	\$ 228,550,833	\$ 37,585,655	\$ (65,891,058)	\$ (28,305,403)
S&P 500 Index Master Portfolio	2,842,931,519	540,830,019	(368,179,192)	172,650,827

4. Portfolio Securities Loaned

Each Master Portfolio may lend its investment securities to approved borrowers such as brokers, dealers and other financial institutions. The borrower pledges and maintains with the Master Portfolio collateral consisting of cash, an irrevocable letter of credit issued by a bank, or securities issued, or guaranteed by the U.S. Government. The collateral is maintained at a value equal to at least 100% of the current market value of the loaned securities. The risks to the Master Portfolios of securities lending are that the borrower may not provide additional collateral when required, or return the securities when due.

As of June 30, 2001, certain of the Master Portfolios had loaned securities which were collateralized by cash. The cash collateral received was invested in U.S Government Agency obligations and money market mutual funds. The market value of the securities on loan at June 30, 2001 and the value of the related collateral were as follows:

Master Portfolio	Value of Securities	Value of Collateral
Extended Index Master Portfolio	\$ 15,689,218	\$ 16,536,410
S&P 500 Index Master Portfolio	108,650,593	112,338,545

MASTER INVESTMENT PORTFOLIO

Notes to Financial Statements (unaudited) (continued)

5. Financial Highlights

Financial highlights for each of the Master Portfolios were as follows:

	For the Six Months Ended June 30, 2001	For the Year Ended December 31, 2000	For the Period Ended December 31, 1999	For the Year Ended February 28, 1999	For the Year Ended February 28, 1998	For the Year Ended February 28, 1997	For the Year Ended February 29, 1996
Extended Index Master Portfolio							
Ratio of expenses to average net assets†	0.10%	0.10%	0.10%*	N/A	N/A	N/A	N/A
Ratio of net investment income to average net assets†	1.00%	0.93%	1.26%*	N/A	N/A	N/A	N/A
Portfolio turnover rate	8%	38%	17%*	N/A	N/A	N/A	N/A
Total return	(3.95)%††	(14.53)%	36.30%*††	N/A	N/A	N/A	N/A
S&P 500 Index Master Portfolio							
Ratio of expenses to average net assets†	0.05%	0.05%	0.05%**	0.05%	0.05%	0.05%	0.05%
Ratio of net investment income to average net assets†	1.21%	1.22%	1.44%**	1.61%	1.89%	2.31%	2.68%
Portfolio turnover rate	4%	10%	7%**	11%	6%	4%	2%
Total return	(6.71)%††	(9.19)%	19.82%*††	19.65%	34.77%	25.97%	34.50%
U.S. Equity Index Master Portfolio							
Ratio of expenses to average net assets#†	0.08%	0.08%	0.08%*	N/A	N/A	N/A	N/A
Ratio of net investment income to average net assets#†	1.15%	1.13%	1.39%*	N/A	N/A	N/A	N/A
Portfolio turnover rate‡	5%	17%	9%*	N/A	N/A	N/A	N/A
Total return	(6.17)%††	(10.54)%	21.40%*††	N/A	N/A	N/A	N/A

* Period from March 1, 1999 (commencement of operations) to December 31, 1999.

** For the ten months ended December 31, 1999. The S&P 500 Index Master Portfolio changed its fiscal year end from February 28 to December 31.

† Annualized for periods of less than one year.

†† Not annualized.

Includes expenses allocated from the underlying Master Portfolios of MIP in which this Master Portfolio invests (See Note 1).

‡ Calculated on a weighted average of the portfolio turnover rates of each of the underlying Master Portfolios in which this Master Portfolio invests (See Note 1)

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Smith Barney U.S. 5000 Index Fund

This report is submitted for the general information of shareholders of Smith Barney U.S. 5000 Index Fund but it may also be used as sales literature when preceded or accompanied by the current Prospectus, which gives details about charges, expenses, investment objectives and operating policies of the Fund. If used as sales materials after September 30, 2001, this report must be accompanied by performance information for the most recently completed calendar quarter.

SMITH BARNEY U.S. 5000 INDEX FUND
Smith Barney Mutual Funds
7 World Trade Center
New York, New York 10048

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