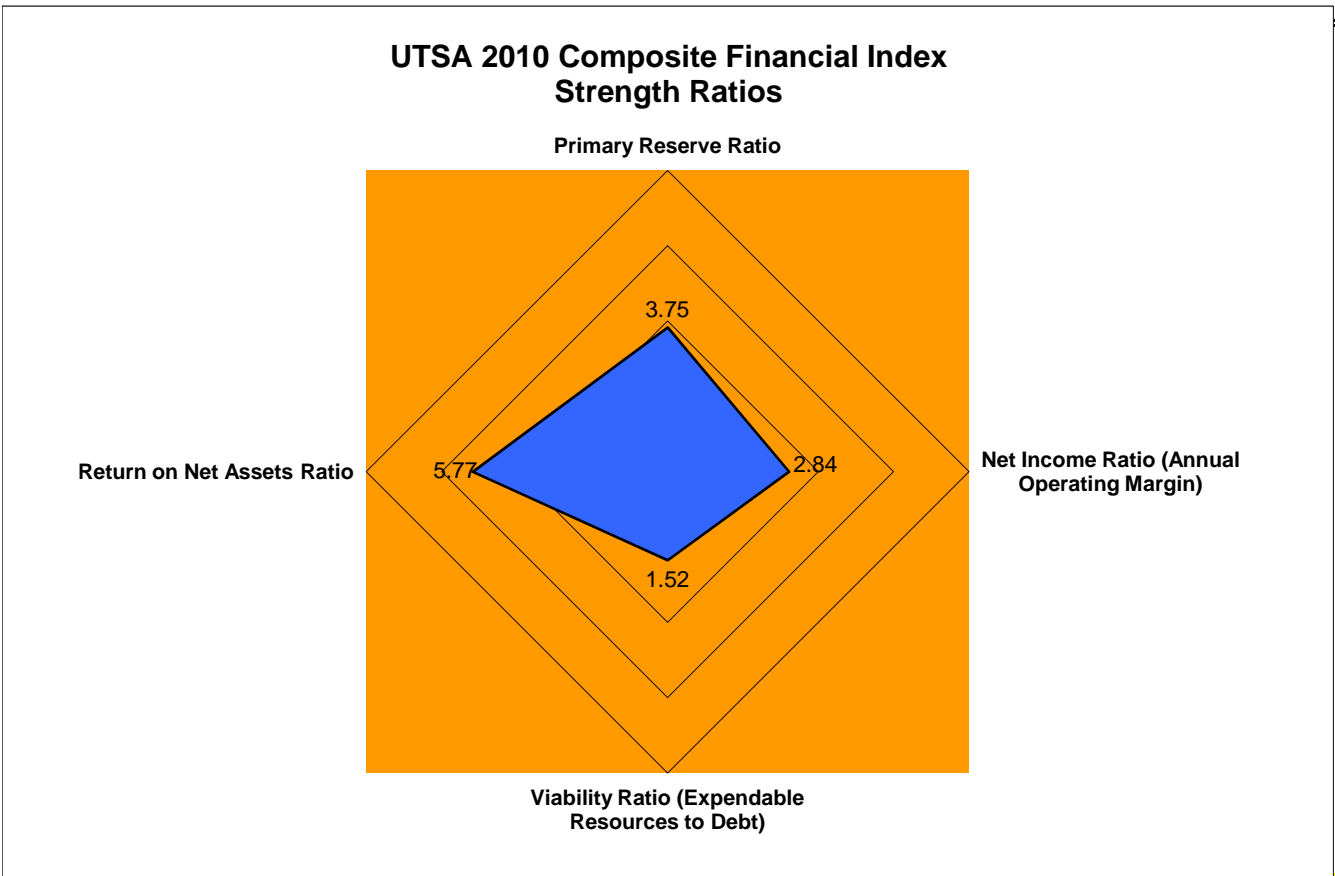




**2010 Composite Financial Index**

	<u>Ratio Value</u>	<u>Conversion Factor</u>	<u>Strength Factor</u>	<u>Weighting Factor <sup>(1)</sup></u>	<u>Score</u>
Primary Reserve Ratio	0.50	0.133	3.75	35%	1.31
Net Income (Annual Operating Margin)	3.7%	1.30%	2.84	10%	0.28
Viability Ratio (Expendable Resources to Debt)	0.63	0.417	1.52	35%	0.53
Return on Net Assets	11.5%	2%	5.77	20%	1.15
				<b>CFI</b>	<b>3.3</b>



Because there is a correlation between the Primary Reserve Ratio and the Viability Ratio, and a correlation between the Return on Net Assets and Net Income Ratio, these ratios are placed opposite each other on the axes. The share of the shaded area can be instructive in assessing high-level financial position. Although UTSA's profile indicates a financially sound institution, the shallow vertical axis reflects its debt burden. This outcome also does not reflect the 7.5% budget reduction in state funding that was assessed in the future fiscal year (2010-2011).

*Composite Financial Index (CFI)* - UT San Antonio's CFI increased from 2.0 in 2009 to 3.3 in 2010 primarily due to an increase in the return on net assets ratio. The increase in the return on net assets ratio was largely driven by the net increase in the fair value of investments of \$17.7 million in 2010 as compared to a net decrease in 2009 of \$28.2 million, which resulted in an increase between years of \$45.9 million.