

Financial Statements and Report of Independent Certified Public Accountants
Fixed Income Investment Fund, Roman Catholic Archbishop of Boston,
A Corporation Sole
Year ended June 30, 2006

Fixed Income Investment Fund, Roman Catholic Archbishop of Boston,
A Corporation Sole

Audited Financial Statements

Year ended June 30, 2006

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Report of Independent Certified Public Accountants

To the Trustee
Fixed Income Investment Fund,
Roman Catholic Archbishop of Boston, A Corporation Sole

We have audited the accompanying statement of net assets of the Fixed Income Investment Fund, Roman Catholic Archbishop of Boston, A Corporation Sole (the "Fund") as of June 30, 2006, and the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, and the financial highlights for each of the five years in the period then ended. These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America as established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of the Fixed Income Investment Fund, Roman Catholic Archbishop of Boston, A Corporation Sole, as of June 30, 2006, and the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended, and its financial highlights for each of the five years in the period then ended, in conformity with accounting principles generally accepted in the United States of America.

Grant Thornton LLP

Boston, Massachusetts
September 8, 2006

Fixed Income Investment Fund, Roman Catholic Archbishop of Boston
A Corporation Sole

Financial Highlights
(For a unit outstanding throughout the year)

	Years Ended June 30				
	2006	2005	2004	2003	2002
Net asset value - beginning of year	\$1.137	\$1.125	\$1.176	\$1.110	\$1.082
Investment operations:					
Net investment income ⁽¹⁾	0.044	0.035	0.011	0.047	0.058
Net realized and unrealized (loss) gain on investments	(0.056)	0.012	(0.051)	0.066	0.028
Total (loss) income from investment operations	(0.012)	0.047	(0.040)	0.113	0.086
Dividends distributions	(0.044)	(0.035)	(0.011)	(0.047)	(0.058)
Net asset value - end of year	\$1.081	\$1.137	\$1.125	\$1.176	\$1.110
Average total return ⁽²⁾	(1.0%)	4.2%	(3.4%)	10.4%	8.0%
Ratios/Supplemental Data:					
Net assets at end of year (in thousands)	\$8,547	\$9,058	\$9,463	\$17,476	\$20,479
Ratio of expenses to average net assets	1.0%	0.8%	0.4%	0.5%	0.5%
Ratio of net investment income to average net assets	4.0%	3.1%	0.9%	4.1%	5.3%
Ratio of net realized and unrealized (loss) gain on investments to average net assets	(5.0%)	1.1%	(4.4%)	5.8%	2.6%

⁽¹⁾ Net investment income per unit has been calculated using average units outstanding during the period.

⁽²⁾ Average total return represents the percentage increase or decrease of net asset value per unit at the end of the year over the net asset value per unit at the beginning of the year assuming reinvestment of the Fund's income (loss) from investment operations.

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

Fixed Income Investment Fund, Roman Catholic Archbishop of Boston
A Corporation Sole

Statement of Net Assets

June 30, 2006

Assets:

Investment, State Street Intermediate Bond Common Trust Fund, at fair value (cost of \$8,971,096)	\$ 8,619,584
Cash and cash equivalents	28,544
Total assets	<u>8,648,128</u>

Liabilities:

Dividend distributions payable	94,600
Other payables	6,813
Total liabilities	<u>101,413</u>

Net assets \$ 8,546,715

Net assets consist of:

Paid-in capital	\$ 8,390,493
Accumulated net realized gains on investment transactions	507,741
Net unrealized depreciation on investments	<u>(351,519)</u>

Net assets \$ 8,546,715

Units outstanding at end of year 7,906,226

Net asset value per unit \$ 1.081

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

Fixed Income Investment Fund, Roman Catholic Archbishop of Boston
A Corporation Sole

Statement of Operations

Year Ended June 30, 2006

Income:

Interest on State Street Intermediate Bond Common Trust Fund \$ 440,013

Expenses:

Investment advisory and custodial fees 14,002

Administrative and professional fees 72,512

Total expenses 86,514

Net investment income 353,499

Net realized and unrealized loss on investment:

Net realized loss on investment (7,326)

Change in net unrealized depreciation on investment (437,554)

Net realized and unrealized loss on investment (444,880)

Net decrease in net assets resulting from operations \$ (91,381)

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

Fixed Income Investment Fund, Roman Catholic Archbishop of Boston
A Corporation Sole

Statements of Changes in Net Assets

	Years ended June 30	
	2006	2005
Operations:		
Net investment income	\$353,499	\$290,412
Net realized (loss) gain on investment	(7,326)	11,460
Change in net unrealized (depreciation) appreciation on investment	(437,554)	86,035
Net increase (decrease) in net assets resulting from operations	(91,381)	387,907
Dividend distributions from net investment income	(353,499)	(290,412)
Unit transactions:		
Proceeds from units issued	1,443	837
Disbursements for units redeemed	(67,696)	(503,983)
Net decrease in net assets resulting from unit transactions	(66,253)	(503,146)
Net decrease in net assets	(511,133)	(405,651)
Net assets at beginning of year	9,057,848	9,463,499
Net assets at end of year	\$8,546,715	\$9,057,848

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

Fixed Income Investment Fund, Roman Catholic Archbishop of Boston,
A Corporation Sole

Notes to Financial Statements

June 30, 2006

1. The Fund

The Fixed Income Investment Fund, Roman Catholic Archbishop of Boston, A Corporation Sole (the Fund) is a Massachusetts trust established on January 10, 1991 to act and serve as an investment pool for corporations, organizations, associations, trusts or other legal entities which are under the direction and control of, or related to, the Roman Catholic Archbishop of Boston, A Corporation Sole. These organizations are exempt from taxation under section 501(c)(3) of the Internal Revenue Code.

2. Summary of Significant Accounting Policies

The significant accounting policies followed by the Fund are described below:

Security Valuation

Investment securities underlying the Common Trust Fund are valued by State Street Corporation, the Fund's custodian, which obtains bid price quotations from independent pricing services. For those securities whose prices are not available through independent pricing services, bid price quotations are obtained from principal market makers in those securities. Short-term investments are carried at cost, which approximates market.

Investment Income

Realized gains and losses from securities are recorded on an average-cost basis. Interest income is recorded on the accrual basis.

Distributions to Members

The Fund distributes all net investment income to its members on a quarterly basis. It is the Fund's policy not to distribute realized gains.

Cash and Cash Equivalents

The Fund considers highly liquid investments with original maturities of three months or less at purchase to be cash equivalents.

Fixed Income Investment Fund, Roman Catholic Archbishop of Boston,
A Corporation Sole

Notes to Financial Statements (continued)

June 30, 2006

2. Summary of Significant Accounting Policies (continued)

Taxes

The Fund is organized as a Massachusetts trust, which serves as an investment pool for tax-exempt entities under the direction and control of, or related to, the Roman Catholic Archbishop of Boston. As a grantor trust, all items of income and expense of the trust are reported on the grantors' reports. Accordingly, no provision for income taxes is included in these financial statements.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 income and expense during the reporting period. Actual results could differ from those estimates.

3. Investments

The Fund is invested in the Intermediate Bond Common Trust Fund of State Street Bank Corporation's Global Managed Common Trust Funds. The investment strategy of this fund is to match or exceed the return of the Lehman Brothers Intermediate Government Credit Bond Index. The Fund attempts to achieve this objective by investing in seven other collective investment funds (each an "underlying fund"), managed by the State Street Bank, which when combined, have the characteristics consistent with the overall investment objective. These underlying funds participate in a variety of investment vehicles, namely foreign and domestic debt instruments (corporate bonds), mutual funds and other highly liquid short term instruments, futures contracts, interest rate swaps, total return swaps, credit default swaps, repurchase agreements, option contracts, delayed delivery commitments, forward sale commitments, and U.S. Government obligations.

The Fund may trade in and out of the Intermediate Bond Common Trust Fund on a daily basis as deemed appropriate by management.

Fixed Income Investment Fund, Roman Catholic Archbishop of Boston,
A Corporation Sole

Notes to Financial Statements (continued)

June 30, 2006

4. Fees and Related-Party Transactions

The investment advisor fees are based upon the market value of the Fund following a set fee schedule. The custodian fees are based upon the market value of the Fund, the income collected, the number of transactions and a base fee. The Fund utilizes an unrelated investment manager and a custodian bank.

During the years ended June 30, 2006 and 2005, the Fund incurred service fees from the Roman Catholic Archbishop of Boston, A Corporation Sole, a related organization, in the amount of \$62,812 and \$47,546 for administrative, technical and clerical services performed on behalf of the Fund.

5. Members' Units

The Trust Agreement authorized the issuance of an unlimited number of units. Transactions in units of the Fund were as follows for the years ended June 30, 2006 and 2005:

	<u>2006</u>	<u>2005</u>
Units at beginning of year	7,966,845	8,415,571
Units issued	1,295	738
Units redeemed	(61,914)	(449,464)
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Units at end of year	<u>7,906,226</u>	<u>7,966,845</u>