

Report of Independent Accountants

To the Audit Committee of the Board of Trustees of TIAA-CREF Funds:

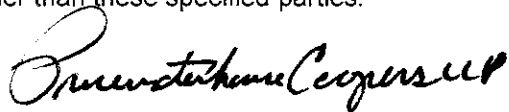
We have examined the effectiveness of College Retirement Equities Fund, TIAA-CREF Mutual Funds and TIAA-CREF Life Funds ("CREF and the Funds") internal control over financial reporting as of December 31, 2006 based on criteria established in *Internal Control—Integrated Framework* issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). College Retirement Equities Fund includes the Stock, Growth, Global Equities, Money Market, Equity Index, Bond Market, Social Choice and Inflation-Linked Accounts. TIAA-CREF Mutual Funds include the International Equity, Growth Equity, Growth & Income, Equity Index, Social Choice Equity, Managed Allocation, Bond *Plus*, Short-Term Bond, High-Yield Bond, Tax-Exempt Bond and Money Market Funds. TIAA-CREF Life Funds include the Growth Equity, Growth & Income, International Equity, Large-Cap Value, Small-Cap Equity, Stock Index, Social Choice Equity, Real Estate Securities, Bond and Money Market Funds. CREF and the Funds' management are responsible for maintaining effective internal control over financial reporting. Our responsibility is to express an opinion on the effectiveness of internal control based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included obtaining an understanding of internal control over financial reporting, testing and evaluating the design and operating effectiveness of internal control, and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

Because of inherent limitations in any internal control, misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of internal control over financial reporting to future periods are subject to the risk that the internal control may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

In our opinion, CREF and the Funds maintained, in all material respects, effective internal control over financial reporting as of December 31, 2006, based on criteria established in *Internal Control—Integrated Framework* issued by COSO.

This report is intended solely for the information and use of management and the Board of Trustees and Audit Committee of CREF and the Funds and is not intended to be and should not be used by anyone other than these specified parties.



PricewaterhouseCoopers LLP
May 14, 2007