

**SUBMITTAL TO THE BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

801  
A



**FROM:** Don Kent, Treasurer-Tax Collector

**SUBMITTAL DATE:**  
August 8, 2011

**SUBJECT:** Treasurer's Monthly Disclosure Report on Investments

**RECOMMENDED MOTION:** That the Board of Supervisors receives and files the Treasurer's "Monthly Disclosure Report on Investments" dated July 2011.

**BACKGROUND:** The County Treasurer and Tax Collector is submitting the above noted report to the County Board of Supervisors in keeping with Section 53607 of the California Government Code, which requires a quarterly report on the status of investments. The practice has been to provide the Board with a monthly report. The report gives the various statistics on the portfolio as to overall composition, liquidity structure, credit quality on the various securities, and provides several trends on earning performance, average weighted maturity, and the portfolio's "paper loss or gain".

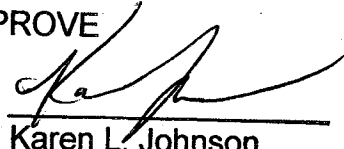
Departmental Concurrence

  
\_\_\_\_\_  
Don Kent, Treasurer-Tax Collector

|                       |                               |      |                         |           |
|-----------------------|-------------------------------|------|-------------------------|-----------|
| <b>FINANCIAL DATA</b> | Current F.Y. Total Cost:      | \$   | In Current Year Budget: | Yes       |
|                       | Current F.Y. Net County Cost: | \$ 0 | Budget Adjustment:      | No        |
|                       | Annual Net County Cost:       | \$ 0 | For Fiscal Year:        | 2011-2012 |

|                         |                                  |                          |
|-------------------------|----------------------------------|--------------------------|
| <b>SOURCE OF FUNDS:</b> | Positions To Be Deleted Per A-30 | <input type="checkbox"/> |
|                         | Requires 4/5 Vote                | <input type="checkbox"/> |

**C.E.O. RECOMMENDATION:** APPROVE

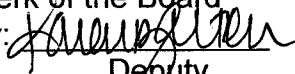
BY:   
Karen L. Johnson

**County Executive Office Signature**

**MINUTES OF THE BOARD OF SUPERVISORS**

On motion of Supervisor Ashley, seconded by Supervisor Benoit and duly carried, IT WAS ORDERED that the above matter is received and filed as recommended.

Ayes: Buster, Tavaglione, Benoit and Ashley  
Nays: None  
Absent: Stone  
Date: September 13, 2011  
xc: Treasurer

Kecia Harper-Ihem  
Clerk of the Board  
By:   
Deputy

Dept's Recomm.:  Consent  Policy  
 Per Exec. Ofc.:  Consent  Policy

**Prev. Agn. Ref.:** ATTACHMENTS FILED **District:** ALL **Agenda Number:**

WITH THE CLERK OF THE BOARD

**2.12**





# County of Riverside Treasurer's Pooled Investment Fund

All Data as of July 29, 2011

## "The Great Debt, Default, and Downgrade Debacle of 2011"

So how does the politics in Washington D.C. affect Riverside County? Let us opine. Many of you know our national debt ceiling debate has become big news of late, and with good reason as it has reached over \$14 trillion, and counting. Moreover, on August 2<sup>nd</sup> an agreement had to be made on raising the limit, akin to your own credit card limit. Why is this a big deal? Unless a compromise was reached by lawmakers, there was the threat of a U.S. default on its obligations.

Additionally, the debt to GDP ratio which was on track to climb above 75% this year and as much as 100% in 2013, if you add in state and local debt, is far too high in the eyes of all three of the major rating agencies, Moody's, S&P and Fitch have all put the U.S. on notice that it faces a possible downgrade. JP Morgan estimates the price tag from a potential downgrade from AAA to AA at an estimated \$100 billion a year more in borrowing costs.

On June 2<sup>nd</sup> Moody's had announced that a rating review would be likely in mid-July unless there was meaningful progress in negotiations to raise the debt limit. On July 13<sup>th</sup>, Moody's did place the Aaa bond rating of United States on review for possible downgrade given the rising possibility that the statutory debt limit will not be raised on a timely basis, leading to a default on U.S. Treasury debt obligations.

Furthermore, they said "In conjunction with this action, Moody's has placed on review for possible downgrade the Aaa ratings of financial institutions directly linked to the U.S. Government: Fannie Mae, Freddie Mac, the Federal Home Loan Banks, and the Federal Farm Credit Banks. We (Moody's) have also placed on review for possible downgrade, securities either guaranteed by, backed by collateral securities

issued by, or otherwise directly linked to the U.S. government or the affected financial institutions."

This is where Riverside County comes into this mix of federal debt dysfunction. On July 18<sup>th</sup>, Moody's placed the TPIF and many other bond funds with large holdings of U.S. Treasuries and other government backed securities on review for possible downgrade. This is tough news to take in light of the fact that we emerged unscathed during the entire financial crisis that began in 2008. We are not upset with the rating agencies as they are just doing their job, but with the politics of D.C. In my mind, protecting the sovereign debt rating of this nation should be priority number one as another \$100 billion a year in interest cost is something we cannot afford, not to mention the ripple effects across the states, counties and cities nationwide.

As of August 2<sup>nd</sup>, the President signed into law the new debt limit that prevents a U.S. default on the very day the Treasury had warned the nation's borrowing authority would expire. At the time of this writing, it appears our Pool rating of Aaa/RR1 by Moody's will remain intact for now. We will continue to monitor events closely, and at this juncture, we see no real impact to our operations. The Pool remains well positioned to continue to meet its investment objectives of safety, liquidity and yield.

Don Kent  
Treasurer-Tax Collector

### Capital Markets

**Don Kent**  
Treasurer-Tax Collector

**Jon Christensen**  
Asst. Treasurer-Tax Collector

**Giovane Pizano**  
Investment Manager

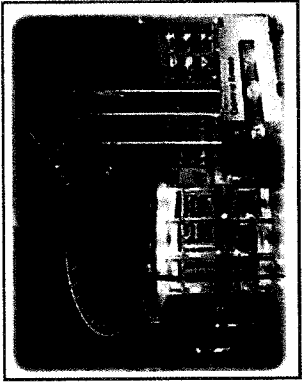
**Angela Tressler**  
Asst. Investment Manager

### Investment Objectives

Safety of Principal

Liquidity

Maximum Rate of Return



### Portfolio Statistics

|          | Month End Market Value (\$)* | Month End Book Value (\$) | Paper Gain or Loss (\$) | Paper Gain or Loss (%) | Book Yield (%) | Yrs to Maturity | Modified Duration |
|----------|------------------------------|---------------------------|-------------------------|------------------------|----------------|-----------------|-------------------|
| July     | 5,000,187,206.27             | 4,994,922,511.60          | 5,264,694.67            | 0.11                   | 0.59           | 1.25            | 1.22              |
| June     | 4,942,332,241.04             | 4,937,025,988.18          | 5,306,252.86            | 0.11                   | 0.63           | 1.31            | 1.28              |
| May      | 5,606,714,432.23             | 5,599,489,279.54          | 7,225,152.69            | 0.13                   | 0.64           | 1.25            | 1.22              |
| April    | 6,378,137,129.84             | 6,375,299,751.65          | 2,837,378.19            | 0.04                   | 0.60           | 1.13            | 1.11              |
| March    | 5,421,230,535.75             | 5,429,085,085.58          | (7,854,549.83)          | (0.14)                 | 0.67           | 1.26            | 1.24              |
| February | 5,309,842,410.56             | 5,314,436,486.43          | (4,594,075.87)          | (0.09)                 | 0.71           | 1.31            | 1.28              |

\*Market values do not include accrued interest.

The Treasurer's Pooled Investment Fund is comprised of the County, Schools, Special Districts, and other Discretionary Depositors.

# MARKET Data

## Economic Indicators\*

| Released on: | Indicator                                | Definition  | Consensus | Actual |
|--------------|--|---|-----------|--------|
| 8/5/2011     | Nonfarm Payrolls - M/M change            | Nonfarm payroll employment counts the number of paid employees working part-time or full-time in the nation's business and government establishments.   | 117,000   | 18,000 |
| 8/5/2011     | Unemployment Rate                        | The unemployment rate measures the number of unemployed as a percentage of the labor force.   | 9.2%      | 9.1%   |
| 7/27/11      | Durable Goods Orders - M/M change        | Durable goods orders reflect the new orders placed with domestic manufacturers for immediate and future delivery of factory hard goods. Durable goods orders are a leading indicator of industrial production and capital spending.   | 1.0%      | -2.1%  |
| 7/29/2011    | Real Gross Domestic Product - Q/Q change | Gross Domestic Product (GDP) is the broadest measure of aggregate economic activity and encompasses every sector of the economy. GDP is the country's most comprehensive economic scorecard.  | 1.9%      | 1.3%   |
| 7/26/2011    | Consumer Confidence                      | The Conference Board compiles a survey of consumer attitudes on present economic conditions and expectations of future conditions. Consumer spending drives two-thirds of the economy and if the consumer is not confident, the consumer will not be willing to pull out the big bucks. Consumer spending in turn, affects economic growth. | 57.0      | 59.5   |
| 8/3/2011     | Factory Orders - M/M change              | Factory orders represent the dollar level of new orders for both durable and nondurable goods. All in all, this report tells investors what to expect from the manufacturing sector, a major component of the economy and therefore a major influence on their investments.   | -1.0%     | -0.8%  |
| 7/15/2011    | Consumer Price Index - M/M change        | The Consumer Price Index is a measure of the average price level of a fixed basket of goods and services purchased by consumers. Monthly changes in the CPI represent the rate of inflation. As the rate of inflation changes and as expectations on inflation change, the markets adjust interest rates.                                   | -0.2%     | -0.2%  |

## Stock Indices\*

|                             | Value     | M/M Change |
|-----------------------------|-----------|------------|
| Dow Jones Indus. Avg (DJIA) | 12,143.20 | (271.10)   |
| S&P 500 Index               | 1,292.28  | (28.36)    |
| NASDAQ Composite Index      | 2,756.38  | (17.14)    |

## Commodities\*

|               | Value       | M/M Change |
|---------------|-------------|------------|
| Nymex Crude   | \$ 95.70    | \$ 0.28    |
| Gold (USD/OZ) | \$ 1,627.88 | \$ 127.53  |

\*Source: Bloomberg

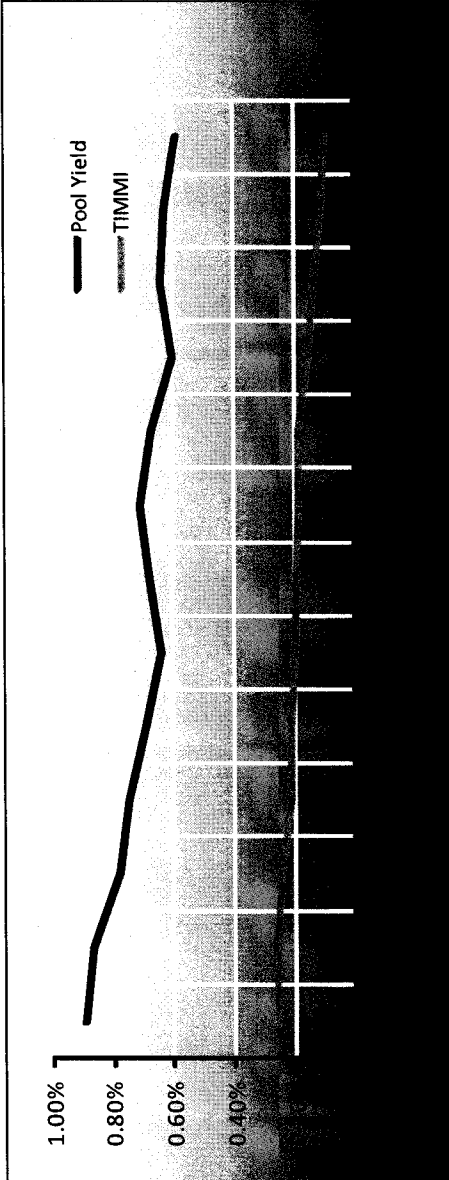
| Current Fed Funds Target |                           |
|--------------------------|---------------------------|
| Rate: 0.00 - 0.25%*      | Probability for FOMC Date |
| Fed Move                 | 8/9/11                    |
| Decrease to 0.00%        | 100.0%                    |
| No Change                | 0.0%                      |
| Increase to 0.50%        | 0.0%                      |
| Increase to 0.75%        | 0.0%                      |



## U.S. Treasuries\*

|          | Yield (%) | M/M Change (%) |
|----------|-----------|----------------|
| 3-Month  | 0.09      | 0.08           |
| 6-Month  | 0.15      | 0.06           |
| 12-Month | 0.20      | 0.02           |
| 2-Year   | 0.36      | (0.10)         |
| 3-Year   | 0.54      | (0.26)         |
| 5-Year   | 1.36      | (0.41)         |
| 7-Year   | 2.09      | (0.40)         |
| 10-Year  | 2.80      | (0.36)         |
| 30-Year  | 4.12      | (0.25)         |

# TIMMI Benchmark



| AAA Rated Prime Institutional Money-Market Funds  |        |             |
|---|--------|-------------|
| Fund  | Symbol | 7 Day Yield |
| Fidelity Prime Institutional MMF                  | FIPXX  | 0.13%       |
| Federated Prime Obligations Fund                  | POIXX  | 0.09%       |
| Wells Fargo Advantage Heritage                    | WFJXX  | 0.08%       |
| Morgan Stanley Institutional Prime Liquidity Fund | MPFXX  | 0.06%       |
| BlackRock Prime Cash Fund                         | BPIXX  | 0.12%       |

▲ The Treasurer's Institutional Money Market Index (TIMMI) is compiled and reported by the Riverside County Treasurer's Capital Markets division. It is a composite index derived from five AAA rated prime institutional money market funds. Similar to the Treasurer's Office, prime money market funds invest in a diversified portfolio of U.S. dollar denominated money market instruments including U.S. Treasuries, government agencies, commercial paper, certificates of deposits, repurchase agreements, etc. TIMMI is currently comprised of the five multi billion dollar funds listed above.

## CASH Flow

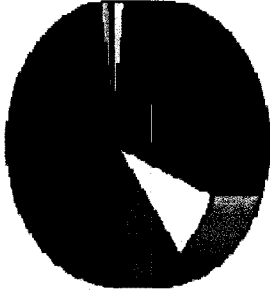
| Month   | Monthly Receipts | Monthly Disbursements | Difference | Required Maturated Investments | Balance  | Actual Investments Maturing | Available to Invest > 1 Year |
|---------|------------------|-----------------------|------------|--------------------------------|----------|-----------------------------|------------------------------|
| 08/2011 |                  |                       |            |                                | 132.40   |                             |                              |
| 08/2011 | 547.80           | 725.41                | (177.61)   | 45.21                          | 0.00     | 589.00                      |                              |
| 09/2011 | 738.85           | 863.69                | (124.84)   | 124.84                         | 0.00     | 299.94                      |                              |
| 10/2011 | 730.00           | 820.00                | (90.00)    | 90.00                          | 0.00     | 260.00                      |                              |
| 11/2011 | 840.22           | 689.85                | 150.37     |                                | 150.37   | 15.00                       |                              |
| 12/2011 | 1,811.69         | 843.57                | 968.12     |                                | 1,118.49 | 60.00                       |                              |
| 01/2012 | 842.93           | 1,339.48              | (496.55)   |                                | 621.94   | 445.00                      |                              |
| 02/2012 | 425.00           | 921.25                | (496.25)   |                                | 125.69   | 177.96                      |                              |
| 03/2012 | 941.20           | 792.95                | 148.25     |                                | 273.94   | 66.00                       |                              |
| 04/2012 | 1,404.16         | 733.64                | 670.52     |                                | 944.46   | 30.00                       |                              |
| 05/2012 | 746.26           | 1,035.89              | (289.63)   |                                | 654.83   | 463.66                      |                              |
| 06/2012 | 884.08           | 1,220.61              | (336.53)   |                                | 318.30   | 306.50                      |                              |
| 07/2012 | 841.95           | 826.31                | 15.64      |                                | 333.94   | 330.65                      |                              |
| TOTALS  | 10,754.14        | 10,812.65             | (58.51)    | 260.05                         | 3,043.71 | 4,734.85                    | 94.79%                       |
|         |                  |                       |            | 5.21%                          | 60.94%   |                             |                              |



▲ The Pooled Investment Fund cash flow requirements are based upon a 12 month historical cash flow model. Based upon projected cash receipts and maturing investments, there are sufficient funds to meet future cash flow disbursements over the next 12 months.

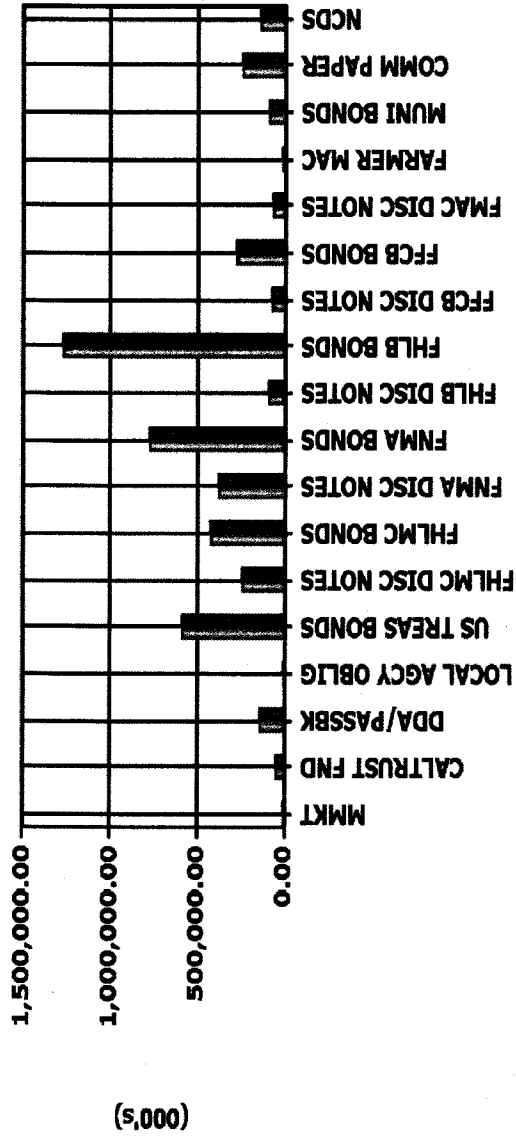
# ASSET Allocation

## SCHEDULED PAR %



| Assets (000's)         | Scheduled Par       | Scheduled           | Market              | Mkt / Sch      | Yield        | WAL (Yr)    | Mat (Yr)     |
|------------------------|---------------------|---------------------|---------------------|----------------|--------------|-------------|--------------|
| MMKT                   | 2,000.00            | 2,000.00            | 2,000.00            | 100.00%        | 0.01%        | .003        | .003         |
| CALTRUST FND           | 54,000.00           | 54,000.00           | 54,000.00           | 100.00%        | 0.52%        | .003        | .003         |
| DDA/PASSBK             | 150,000.00          | 150,000.00          | 150,000.00          | 100.00%        | 0.04%        | .003        | .003         |
| LOCAL AGCY OBLIG       | 585.00              | 585.00              | 585.00              | 100.00%        | 1.13%        | 8.882       | 8.882        |
| US TREAS BONDS         | 595,000.00          | 597,688.19          | 597,049.00          | 99.89%         | 0.36%        | .745        | .745         |
| FHLMC DISC NOTES       | 250,000.00          | 249,492.00          | 249,906.25          | 100.17%        | 0.23%        | .216        | .216         |
| FHLMC BONDS            | 433,201.00          | 433,428.95          | 434,531.09          | 100.25%        | 1.00%        | 1.063       | 2.279        |
| FNMA DISC NOTES        | 385,000.00          | 384,034.81          | 384,646.88          | 100.16%        | 0.24%        | .380        | .380         |
| FNMA BONDS             | 783,300.00          | 784,158.91          | 786,206.89          | 100.26%        | 1.04%        | 1.119       | 2.226        |
| FHFB DISC NOTES        | 100,000.00          | 99,794.50           | 99,994.83           | 100.20%        | 0.27%        | .130        | .130         |
| FHFB BONDS             | 1,279,170.00        | 1,280,966.85        | 1,281,873.75        | 100.07%        | 0.69%        | .957        | 1.669        |
| FFCB DISC NOTES        | 82,000.00           | 81,826.13           | 81,952.19           | 100.15%        | 0.26%        | .339        | .339         |
| FFCB BONDS             | 283,705.00          | 284,394.11          | 284,684.79          | 100.10%        | 0.76%        | 1.210       | 1.479        |
| FMAC DISC NOTES        | 73,000.00           | 72,842.67           | 72,868.44           | 100.04%        | 0.21%        | .859        | .859         |
| FARMER MAC             | 22,500.00           | 22,502.38           | 22,535.16           | 100.15%        | 0.75%        | 1.778       | 1.778        |
| MUNI BONDS             | 97,370.00           | 97,442.17           | 97,442.17           | 100.00%        | 0.48%        | .767        | .767         |
| COMM PAPER             | 250,000.00          | 249,765.85          | 249,910.78          | 100.06%        | 0.17%        | .152        | .152         |
| NCDS                   | 150,000.00          | 150,000.00          | 150,000.00          | 100.00%        | 0.25%        | .187        | .187         |
| <b>Totals (000's):</b> | <b>4,990,831.00</b> | <b>4,994,922.51</b> | <b>5,000,187.21</b> | <b>100.11%</b> | <b>0.53%</b> | <b>.769</b> | <b>1.246</b> |

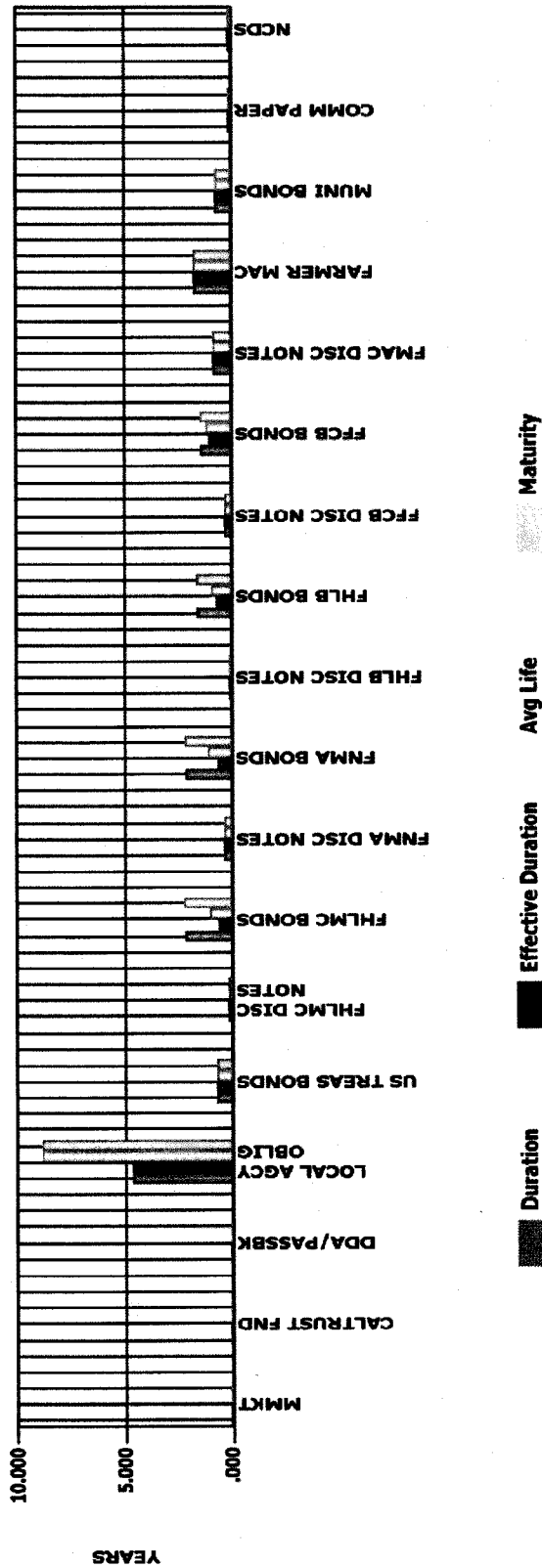
- MKT - 0%
- CALTRUST FND - 1%
- DDA/PASSBK - 3%
- LOCAL AGCY OBLIG - 0%
- US TREAS BONDS - 12%
- FHLMC DISC NOTES - 5%
- FNMA DISC NOTES - 9%
- FNMA BONDS - 16%
- FHFB DISC NOTES - 2%
- FHFB BONDS - 25%
- FFCB DISC NOTES - 2%
- FFCB BONDS - 6%
- FMAC DISC NOTES - 1%
- FARMER MAC - 0%
- MUNI BONDS - 2%
- COMM PAPER - 5%
- NCDS - 5%



■ Scheduled Book ■ Market

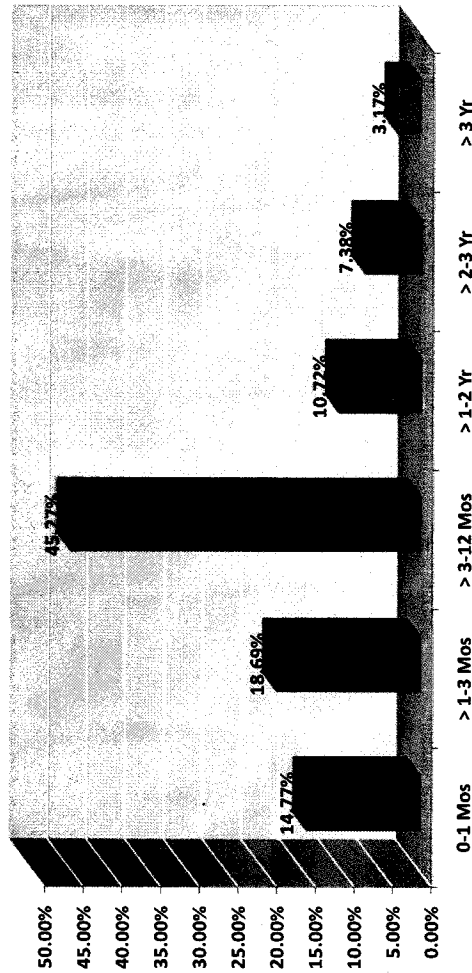
# MATURITY Analysis

| Assets (000's)         | Scheduled Par       | Duration (Yr) | Effective Duration | WAL (Yr)    | Mat (Yr)     |
|------------------------|---------------------|---------------|--------------------|-------------|--------------|
| MMKT                   | 2,000.00            | .003          | .003               | .003        | .003         |
| CALTRUST FND           | 54,000.00           | .003          | .003               | .003        | .003         |
| DDA/PASSBK             | 150,000.00          | .003          | .003               | .003        | .003         |
| LOCAL AGCY OBLIG       | 585.00              | 4.664         | 4.664              | 8.882       | 8.882        |
| US TREAS BONDS         | 595,000.00          | .742          | .742               | .745        | .745         |
| FHLMC DISC NOTES       | 250,000.00          | .216          | .216               | .216        | .216         |
| FHLMC BONDS            | 433,201.00          | 2.236         | .642               | 1.063       | 2.279        |
| FNMA DISC NOTES        | 385,000.00          | .380          | .380               | .380        | .380         |
| FNMA BONDS             | 783,300.00          | 2.188         | .657               | 1.119       | 2.226        |
| FHLB DISC NOTES        | 100,000.00          | .130          | .130               | .130        | .130         |
| FHLB BONDS             | 1,279,170.00        | 1.640         | .717               | .957        | 1.669        |
| FFCB DISC NOTES        | 82,000.00           | .339          | .339               | .339        | .339         |
| FFCB BONDS             | 283,705.00          | 1.462         | 1.032              | 1.210       | 1.479        |
| FMAC DISC NOTES        | 73,000.00           | .858          | .858               | .859        | .859         |
| FARMER MAC             | 22,500.00           | 1.764         | 1.764              | 1.778       | 1.778        |
| MUNI BONDS             | 97,370.00           | .762          | .762               | .767        | .767         |
| COMM PAPER             | 250,000.00          | .152          | .152               | .152        | .152         |
| NCDS                   | 150,000.00          | .187          | .187               | .187        | .187         |
| <b>Totals (000's):</b> | <b>4,990,531.00</b> | <b>1.227</b>  | <b>.587</b>        | <b>.769</b> | <b>1.245</b> |



# AVERAGE LIFE Distribution

| Scheduled Par (000's)  | 0-1 Mos           | > 1-3 Mos         | > 3-12 Mos          | > 1-2 Yr          | > 2-3 Yr          | > 3 Yr            | Totals (000's)      |
|------------------------|-------------------|-------------------|---------------------|-------------------|-------------------|-------------------|---------------------|
| MMKT                   | 2,000.00          | 0.00              | 0.00                | 0.00              | 0.00              | 0.00              | 2,000.00            |
| CALTRUST FND           | 54,000.00         | 0.00              | 0.00                | 0.00              | 0.00              | 0.00              | 54,000.00           |
| DDA/PASSBK             | 150,000.00        | 0.00              | 0.00                | 0.00              | 0.00              | 0.00              | 150,000.00          |
| LOCAL AGCY OBLIG       | 0.00              | 0.00              | 0.00                | 0.00              | 0.00              | 585.00            | 585.00              |
| US TREAS BONDS         | 0.00              | 0.00              | 0.00                | 0.00              | 0.00              | 0.00              | 0.00                |
| FHLMC DISC NOTES       | 150,000.00        | 50,000.00         | 515,000.00          | 80,000.00         | 0.00              | 0.00              | 595,000.00          |
| FHLMC BONDS            | 40,000.00         | 66,080.00         | 127,000.00          | 119,121.00        | 61,000.00         | 20,000.00         | 433,201.00          |
| FNMA DISC NOTES        | 50,000.00         | 125,000.00        | 205,000.00          | 0.00              | 5,000.00          | 0.00              | 385,000.00          |
| FNMA BONDS             | 10,000.00         | 110,000.00        | 355,800.00          | 105,000.00        | 155,000.00        | 47,500.00         | 783,300.00          |
| FHLB DISC NOTES        | 0.00              | 100,000.00        | 0.00                | 0.00              | 0.00              | 0.00              | 100,000.00          |
| FHLB BONDS             | 143,300.00        | 142,000.00        | 708,370.00          | 100,000.00        | 105,500.00        | 80,000.00         | 1,279,170.00        |
| FFCB DISC NOTES        | 25,000.00         | 25,000.00         | 32,000.00           | 0.00              | 0.00              | 0.00              | 82,000.00           |
| FFCB BONDS             | 13,000.00         | 25,000.00         | 115,705.00          | 80,000.00         | 40,000.00         | 10,000.00         | 283,705.00          |
| FMAC DISC NOTES        | 0.00              | 0.00              | 73,000.00           | 0.00              | 0.00              | 0.00              | 73,000.00           |
| FARMER MAC             | 0.00              | 0.00              | 0.00                | 22,500.00         | 0.00              | 0.00              | 22,500.00           |
| MUNI BONDS             | 0.00              | 24,940.00         | 42,250.00           | 28,180.00         | 2,000.00          | 0.00              | 97,370.00           |
| COMM PAPER             | 100,000.00        | 115,000.00        | 35,000.00           | 0.00              | 0.00              | 0.00              | 250,000.00          |
| NCDS                   | 0.00              | 150,000.00        | 0.00                | 0.00              | 0.00              | 0.00              | 150,000.00          |
| <b>Totals (000's):</b> | <b>737,300.00</b> | <b>933,020.00</b> | <b>2,259,125.00</b> | <b>534,301.00</b> | <b>366,500.00</b> | <b>158,085.00</b> | <b>4,990,831.00</b> |
| %                      | 15%               | 19%               | 45%                 | 11%               | 7%                | 3%                |                     |
| Cumulative %           | 15%               | 33%               | 79%                 | 89%               | 97%               | 100%              |                     |





**CREDIT**  
*Quality*

BOOK %

| Moody's (000's)        | Par                 | Book                | Market              | MKT/Book       | Yield        |
|------------------------|---------------------|---------------------|---------------------|----------------|--------------|
| Aaa                    | 4,523,226.00        | 4,527,633.19        | 4,532,694.66        | 100.11%        | 0.62%        |
| Aa1                    | 168,540.00          | 168,540.27          | 168,540.27          | 100.00%        | 0.31%        |
| Aa2                    | 202,980.00          | 202,819.00          | 202,963.68          | 100.07%        | 0.32%        |
| NR                     | 96,085.00           | 95,930.04           | 95,988.59           | 100.06%        | 0.35%        |
| <b>Totals (000's):</b> | <b>4,990,831.00</b> | <b>4,994,922.50</b> | <b>5,000,187.20</b> | <b>100.11%</b> | <b>0.59%</b> |

| S&P (000's)            | Par                 | Book                | Market              | MKT/Book       | Yield        |
|------------------------|---------------------|---------------------|---------------------|----------------|--------------|
| AAA                    | 4,523,226.00        | 4,527,633.19        | 4,532,694.66        | 100.11%        | 0.62%        |
| AA+                    | 167,100.00          | 166,867.10          | 167,011.78          | 100.09%        | 0.32%        |
| AA                     | 49,420.00           | 49,420.27           | 49,420.27           | 100.00%        | 0.49%        |
| AA-                    | 155,000.00          | 155,071.90          | 155,071.90          | 100.00%        | 0.26%        |
| NR                     | 96,085.00           | 95,930.04           | 95,988.59           | 100.06%        | 0.35%        |
| <b>Totals (000's):</b> | <b>4,990,831.00</b> | <b>4,994,922.50</b> | <b>5,000,187.20</b> | <b>100.11%</b> | <b>0.59%</b> |

BOOK %

AAA - 91%    AA - 3%  
AA+ - 3%    NR - 2%  
AA - 1%

AAA - 91%    Aa2 - 4%  
Aa1 - 3%    NR - 2%











|           |                   |            |       |               |            |               |            |       |       |
|-----------|-------------------|------------|-------|---------------|------------|---------------|------------|-------|-------|
| 3133XYZC2 | FHLB              | 01/13/2012 | .650  | 25,000,000.00 | 100.125000 | 25,031,250.00 | 23,750.00  | .453  | .455  |
| 3133XYZC2 | FHLB              | 01/13/2012 | .670  | 15,000,000.00 | 100.125000 | 15,000,000.00 | 18,750.00  | .453  | .455  |
| 3133XYZC2 | FHLB              | 01/13/2012 | .679  | 9,998,700.00  | 100.125000 | 9,998,700.00  | 13,800.00  | .453  | .455  |
| 3133XYZC2 | FHLB              | 01/13/2012 | .670  | 5,000,000.00  | 100.125000 | 5,000,000.00  | 6,250.00   | .453  | .455  |
| 3133702W7 | FHLB 3YrNn1.5Mo   | 07/12/2013 | 1.400 | 5,000,000.00  | 100.406250 | 5,020,312.50  | 20,312.50  | 1.913 | 1.951 |
| 313370B36 | FHLB              | 01/30/2012 | .570  | 10,011,930.00 | 100.187500 | 10,018,750.00 | 6,820.00   | .500  | .501  |
| 313370B36 | FHLB              | 01/30/2012 | .650  | 10,014,900.00 | 100.187500 | 10,018,750.00 | 3,850.00   | .500  | .501  |
| 313370B36 | FHLB              | 01/30/2012 | .550  | 5,010,650.00  | 100.187500 | 5,009,375.00  | -1,275.00  | .500  | .501  |
| 313370TA6 | FHLB 1.5Yr        | 12/21/2011 | .750  | 10,040,757.70 | 100.218750 | 10,021,875.00 | -18,882.70 | .391  | .392  |
| 313370TB4 | FHLB 3Yr          | 07/29/2013 | .850  | 5,003,500.00  | 100.781250 | 5,039,062.50  | 35,562.50  | 2.045 | 2.079 |
| 313370G68 | FHLB 3Yr          | 01/13/2012 | .625  | 10,000,000.00 | 100.187500 | 10,012,500.00 | 15,400.80  | 1.973 | 1.997 |
| 313370TH1 | FHLB 3YrNnc1Mo    | 09/09/2013 | 1.000 | 10,027,900.80 | 100.125000 | 10,003,125.00 | -20,775.80 | .454  | .455  |
| 3133XYZC2 | FHLB              | 01/13/2012 | .670  | 10,000,000.00 | 100.125000 | 10,012,500.00 | 12,500.00  | .270  | .270  |
| 3133XWKU2 | FHLB 2Yr          | 06/08/2012 | 1.375 | 10,032,800.00 | 100.125000 | 10,012,500.00 | -20,300.00 | .454  | .455  |
| 313370G68 | FHLB              | 01/13/2012 | .625  | 20,045,000.00 | 100.125000 | 20,025,000.00 | -20,000.00 | .453  | .455  |
| 313370ZT8 | FHLB 1.5Yr        | 03/27/2012 | .500  | 10,126,900.00 | 100.875000 | 10,087,500.00 | -39,400.00 | .847  | .858  |
| 3133XXPV3 | FHLB 2.2Yr        | 05/18/2012 | 1.125 | 10,000,000.00 | 100.125000 | 10,015,625.00 | 15,625.00  | .793  | .800  |
| 3133XXPV3 | FHLB 2.2Yr        | 05/18/2012 | 1.125 | 10,108,600.00 | 100.625000 | 10,062,500.00 | -47,100.00 | .793  | .800  |
| 313371G60 | FHLB 5YrNnc3Mo    | 09/29/2015 | 1.250 | 10,028,700.00 | 100.156250 | 10,015,625.00 | -13,075.00 | .486  | .488  |
| 3133XYV58 | FHLB 1.75Yr       | 03/30/2012 | .750  | 11,055,770.00 | 100.281250 | 11,030,937.50 | -24,832.50 | .663  | .666  |
| 3133XWKU2 | FHLB 2Yr          | 06/08/2012 | 1.375 | 5,081,600.00  | 100.875000 | 5,043,750.00  | -37,850.00 | .848  | .858  |
| 313371EE2 | FHLB 3.25YrNnc3Mo | 01/27/2014 | .850  | 4,990,500.00  | 100.000000 | 5,000,000.00  | 9,500.00   | 2.457 | 2.496 |
| 3133XXPV3 | FHLB 2.2Yr        | 05/18/2012 | 1.125 | 10,119,200.00 | 100.625000 | 10,062,500.00 | -56,700.00 | .793  | .800  |
| 313371PM2 | FHLB 2.6Yr        | 06/26/2013 | .500  | 9,976,500.00  | 100.093750 | 10,009,375.00 | 32,875.00  | 1.890 | 1.907 |
| 3133XXPV3 | FHLB 2.2Yr        | 05/18/2012 | 1.125 | 20,206,000.00 | 100.625000 | 20,125,000.00 | -81,000.00 | .793  | .800  |
| 313371PE0 | FHLB 3YrNnc3Mo    | 11/18/2013 | .800  | 5,000,000.00  | 100.031250 | 5,001,562.50  | 1,562.50   | 2.268 | 2.304 |
| 313371KQ3 | FHLB 3YrNnc3Mo    | 11/18/2013 | 1.000 | 5,000,000.00  | 100.031250 | 5,001,562.50  | 1,562.50   | 2.261 | 2.304 |
| 313371UC8 | FHLB 3.2Yr        | 12/27/2013 | .875  | 9,982,000.00  | 100.625000 | 10,062,500.00 | 80,500.00  | 2.373 | 2.411 |
| 3133XXPV3 | FHLB 2.2Yr        | 05/18/2012 | 1.125 | 10,000,000.00 | 100.625000 | 10,062,500.00 | 33,000.00  | .793  | .800  |
| 313371NU1 | FHLB 5YrNnc3Mo    | 11/23/2015 | 1.250 | 10,095,500.00 | 100.093750 | 10,009,375.00 | -9,175.00  | 4.175 | 4.318 |
| 313371P67 | FHLB 5YrNnc3Mo    | 11/25/2015 | 1.300 | 10,000,000.00 | 100.125000 | 10,015,625.00 | 15,625.00  | 4.175 | 4.323 |
| 313371U53 | FHLB 5YrNnc3Mo    | 12/10/2015 | 1.500 | 10,000,000.00 | 100.156250 | 10,015,625.00 | 15,625.00  | 4.195 | 4.364 |
| 313371N77 | FHLB 5YrNnc6Mo    | 11/19/2015 | 1.000 | 4,918,900.00  | 100.031250 | 5,001,562.50  | 82,662.50  | 4.183 | 4.307 |
| 313372KE3 | FHLB 4Yr          | 02/04/2015 | .213  | 15,000,000.00 | 99.375000  | 14,906,250.00 | -93,750.00 | 3.490 | 3.518 |
| 3133XYVC6 | FHLB 5Yr          | 06/18/2015 | .809  | 5,091,325.00  | 100.718750 | 5,035,937.50  | -55,387.50 | 3.818 | 3.885 |
| 3133XWKV0 | FHLB 3Yr          | 03/14/2014 | 2.375 | 5,140,200.00  | 104.375000 | 5,218,750.00  | 78,550.00  | 2.622 | 2.622 |
| 3133736H0 | FHLB 2.5Yr        | 09/26/2013 | 1.000 | 5,000,000.00  | 101.000000 | 5,050,000.00  | 50,000.00  | 2.117 | 2.159 |
| 313373A51 | FHLB 3Yr          | 04/29/2014 | 1.350 | 10,000,000.00 | 101.718750 | 10,171,875.00 | 171,875.00 | 2.677 | 2.748 |
| 3133XWBW8 | FHLB 2.5Yr        | 05/15/2012 | 1.210 | 5,044,075.00  | 100.687500 | 5,034,375.00  | -9,700.00  | .784  | .792  |
| 313373HS4 | FHLB 5YrNnc1YrB   | 04/25/2016 | 1.250 | 5,000,000.00  | 102.125000 | 5,106,250.00  | 106,250.00 | 2.746 | 2.825 |
| 313373F98 | FHLB 2.25Yr       | 08/15/2013 | 1.000 | 15,000,000.00 | 100.750000 | 15,112,500.00 | 112,500.00 | 4.567 | 4.740 |
| 313373JR4 | FHLB 3Yr          | 05/28/2014 | 1.375 | 7,500,000.00  | 101.031250 | 7,577,343.75  | 77,343.75  | 2.004 | 2.044 |
| 313373HW5 | FHLB 3YrNnc3MoE   | 05/05/2014 | 1.600 | 9,986,700.00  | 101.781250 | 10,178,125.00 | 191,425.00 | 2.755 | 2.827 |
| 313373NV0 | FHLB 5YrNnc3MoB   | 05/19/2016 | 2.000 | 9,400,000.00  | 100.000000 | 9,400,000.00  | 0.00       | 2.681 | 2.764 |
| 313373ND0 | FHLB 1Yr          | 04/26/2012 | .250  | 5,000,000.00  | 100.093750 | 5,004,687.50  | -5,312.50  | 4.538 | 4.805 |
| 313373RC8 | FHLB 3.25Yr       | 07/30/2014 | 1.250 | 10,000,000.00 | 99.937500  | 9,993,750.00  | -6,250.00  | .735  | .740  |
| 313373S86 | FHLB 2YrNnc3MoB   | 05/09/2013 | .750  | 5,000,000.00  | 101.375000 | 5,068,750.00  | 68,750.00  | 2.933 | 3.000 |
| 313373R61 | FHLB 2YrNnc6MoE   | 05/17/2013 | 1.000 | 10,000,000.00 | 100.000000 | 10,000,000.00 | 0.00       | 1.754 | 1.775 |
| 313373R80 | FHLB 5YrNnc3MoB   | 05/26/2016 | 2.000 | 5,013,700.00  | 100.156250 | 5,007,812.50  | -5,887.50  | 1.772 | 1.797 |
|           |                   |            |       | 5,000,000.00  | 100.125000 | 5,006,250.00  | 6,250.00   | 4.557 | 4.825 |





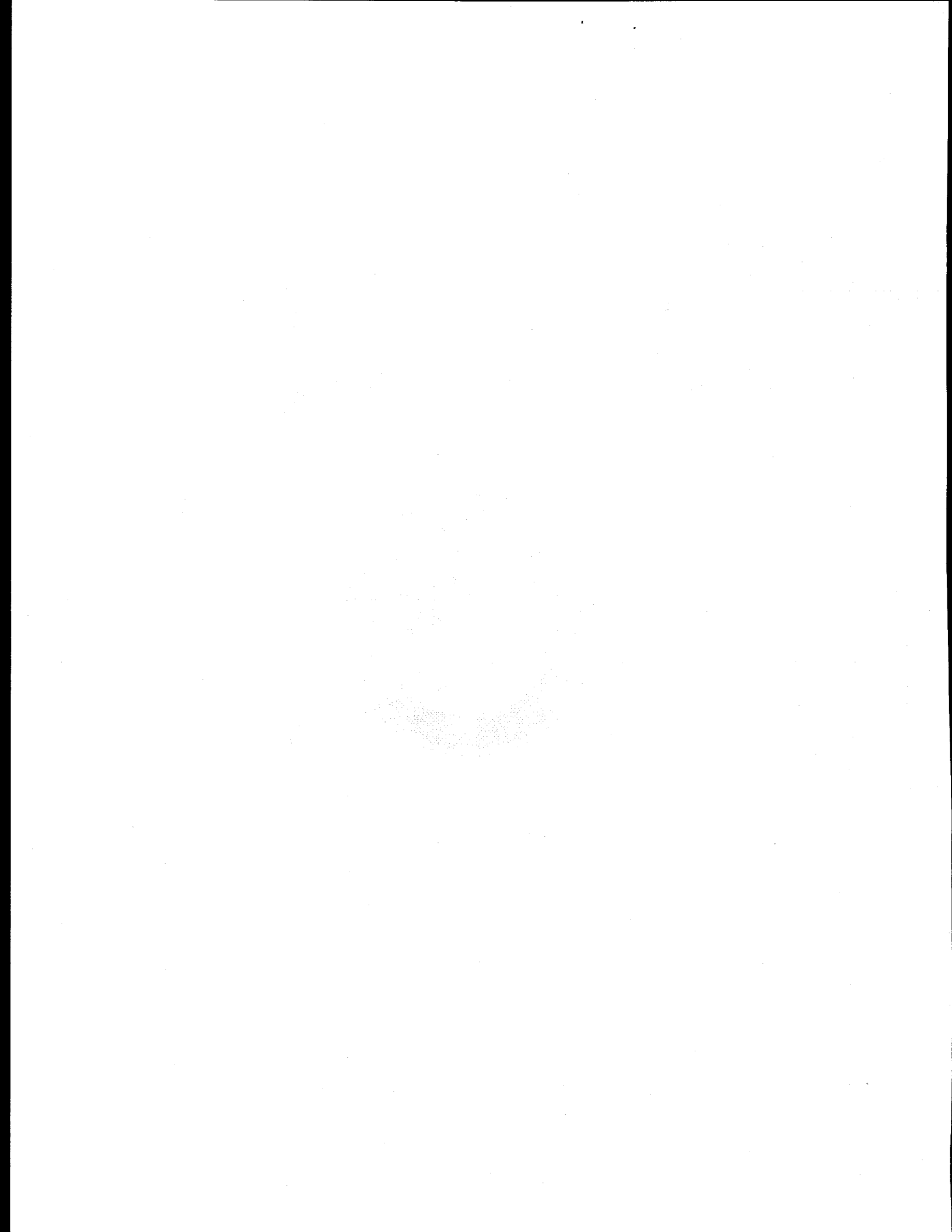
|                        |                  |            |             |                         |                         |                         |                   |              |              |
|------------------------|------------------|------------|-------------|-------------------------|-------------------------|-------------------------|-------------------|--------------|--------------|
| 313374L40              | FHLB 1YrNclM0B   | 07/27/2012 | .400        | 15,000,000.00           | 99.843750               | 14,976,562.50           | -23,437.50        | .986         | .992         |
| 313374L57              | FHLB 1YrNclM0B   | 07/27/2012 | .375        | 10,000,000.00           | 99.843750               | 9,984,375.00            | -15,625.00        | .986         | .992         |
| 313374L0               | FHLB 1YrNclM0B   | 07/27/2012 | .400        | 7,000,000.00            | 99.843750               | 6,989,062.50            | -10,937.50        | .986         | .992         |
| 313374K01              | FHLB 1YrNclM0B   | 07/25/2012 | .350        | 5,000,000.00            | 99.875000               | 4,999,750.00            | -5,750.00         | .981         | .986         |
| 313374MP2              | FHLB 2.5YrNclM0B | 01/22/2014 | 1.000       | 10,000,000.00           | 100.031250              | 10,003,125.00           | 3,125.00          | 2.438        | 2.482        |
| 313374N63              | FHLB 2Yr         | 05/30/2013 | .500        | 10,000,000.00           | 100.125000              | 10,012,500.00           | 12,500.00         | 1.822        | 1.833        |
| 313374L81              | FHLB 1Yr         | 07/06/2012 | .270        | 10,000,000.00           | 99.906250               | 9,990,625.00            | -9,375.00         | .929         | .934         |
| 313374L81              | FHLB 1Yr         | 07/06/2012 | .270        | 5,000,000.00            | 99.906250               | 4,995,312.50            | -4,687.50         | .929         | .934         |
| 313374J77              | FHLB 2.5YrNclM0B | 01/13/2014 | .500        | 5,016,206.25            | 99.875000               | 5,018,718.75            | 2,512.50          | 2.431        | 2.458        |
| 3133XXPV3              | FHLB 1Yr         | 05/18/2012 | 1.125       | 5,038,900.00            | 100.625000              | 5,031,250.00            | -7,650.00         | .794         | .800         |
| 313374QD5              | FHLB 7Mo         | 02/15/2012 | .130        | 8,000,000.00            | 99.906250               | 7,998,900.96            | -6,400.96         | .538         | .545         |
| 3133XXPV3              | FHLB 1Yr         | 05/18/2012 | 1.125       | 10,078,600.00           | 100.625000              | 10,062,500.00           | -16,100.00        | .794         | .800         |
| 313374SV3              | FHLB 1Yr         | 07/30/2012 | .250        | 5,000,000.00            | 99.875000               | 4,999,750.00            | -6,000.00         | .995         | 1.000        |
| 313374SU5              | FHLB 1YrNclM0B   | 08/10/2012 | .350        | 15,000,000.00           | 100.000000              | 15,000,000.00           | 0.00              | 1.021        | 1.030        |
| 313374NR7              | FHLB 5YrNclM0B   | 07/28/2016 | 1.500       | 9,525,000.00            | 100.187500              | 9,542,859.38            | 17,859.38         | 4.992        | 4.997        |
| 313374SV3              | FHLB 1Yr         | 07/30/2012 | .250        | 10,000,000.00           | 99.875000               | 9,987,500.00            | -12,500.00        | .995         | 1.000        |
| 313374SV3              | FHLB 1Yr         | 07/30/2012 | .250        | 5,000,000.00            | 99.875000               | 4,999,274.10            | -5,524.10         | .995         | 1.000        |
| 313374TQ3              | FHLB 1.5YrNclM0B | 01/25/2013 | .500        | 10,000,000.00           | 99.843750               | 9,984,375.00            | -15,625.00        | 1.476        | 1.490        |
| 313374SU5              | FHLB 1YrNclM0B   | 08/10/2012 | .350        | 5,000,000.00            | 100.000000              | 5,000,000.00            | 0.00              | 1.021        | 1.030        |
| 313374SU5              | FHLB 1YrNclM0B   | 08/10/2012 | .350        | 10,000,000.00           | 100.000000              | 10,000,000.00           | 0.00              | 1.021        | 1.030        |
| 313374JL2              | FHLB 1YrNclM0B   | 08/10/2012 | .420        | 10,000,000.00           | 99.875000               | 9,987,500.00            | -12,500.00        | 1.020        | 1.030        |
| 313374YB0              | FHLB 1Yr         | 07/25/2012 | .250        | 10,000,000.00           | 99.875000               | 9,987,500.00            | -10,073.00        | .981         | .986         |
| 313374Y61              | FHLB 2Yr         | 08/28/2013 | .500        | 10,000,000.00           | 9.997,573.00            | 9,997,573.00            | 0.00              | 2.057        | 2.079        |
| 313374ZF0              | FHLB 5YrNclM0B   | 07/27/2016 | 1.250       | 5,000,000.00            | 9.986,100.00            | 9,986,100.00            | 0.00              | 4.821        | 4.995        |
| 3133XXWB7              | FHLB 1.75Yr      | 08/22/2012 | .875        | 10,000,000.00           | 100.531250              | 10,059,900.00           | 59,900.00         | 1.050        | 1.063        |
|                        |                  |            | <b>.787</b> | <b>1,279,170,000.00</b> | <b>1,280,966,845.61</b> | <b>1,281,873,746.89</b> | <b>906,901.27</b> | <b>1.633</b> | <b>1.670</b> |
| <b>FFCB DISC NOTES</b> |                  |            |             |                         |                         |                         |                   |              |              |
| 313312KH2              | FFCB DISC NOTE   | 08/12/2011 | .263        | 25,000,000.00           | 100.000000              | 24,960,937.50           | 39,062.50         | .033         | .033         |
| 313312NE6              | FFCB DISC NOTE   | 10/20/2011 | .000        | 25,000,000.00           | 99.968750               | 24,992,187.50           | 44,006.94         | .221         | .222         |
| 313312UR9              | FFCB DISC NOTE   | 03/23/2012 | .270        | 25,000,000.00           | 99.875000               | 24,968,750.00           | 34,750.00         | .644         | .647         |
| 313312WG1              | FFCB DISC NOTE   | 05/01/2012 | .240        | 7,000,000.00            | 99.875000               | 6,991,250.00            | 8,236.67          | .751         | .753         |
|                        |                  |            | <b>.103</b> | <b>82,000,000.00</b>    | <b>81,876,131.39</b>    | <b>81,952,187.50</b>    | <b>126,956.11</b> | <b>.338</b>  | <b>.339</b>  |
| <b>FFCB BONDS</b>      |                  |            |             |                         |                         |                         |                   |              |              |
| 31331GNQ8              | FFCB             | 04/24/2012 | 2.250       | 5,000,000.00            | 101.375000              | 5,066,900.00            | 1,850.00          | .719         | .734         |
| 31331GYP8              | FFCB 3Yr         | 06/18/2012 | 2.125       | 5,000,000.00            | 101.531250              | 5,076,562.50            | 88,562.50         | .866         | .885         |
| 31331GYP8              | FFCB 3Yr         | 06/18/2012 | 2.125       | 3,000,000.00            | 101.531250              | 3,045,937.50            | 53,137.50         | .866         | .885         |
| 313160AA1              | FFCB             | 08/19/2011 | 3.875       | 8,000,000.00            | 100.156250              | 8,364,880.00            | 352,380.00        | .052         | .058         |
| 31331GN96              | FFCB 2Yr         | 09/01/2011 | 1.300       | 10,000,000.00           | 100.093750              | 10,009,375.00           | 9,375.00          | .087         | .088         |
| 31331GV22              | FFCB 2Yr         | 10/03/2011 | 1.125       | 5,000,000.00            | 100.156250              | 5,007,812.50            | 7,812.50          | .174         | .175         |
| 31331GYP8              | FFCB 3Yr         | 06/18/2012 | 2.125       | 8,500,000.00            | 101.531250              | 8,637,785.00            | 136,785.00        | .869         | .885         |
| 31331J778              | FFCB 2YrNclM0    | 10/26/2012 | .490        | 15,000,000.00           | 100.000000              | 14,992,500.00           | 7,500.00          | 1.229        | 1.241        |
| 31331J587              | FFCB 2.25YrNclM0 | 01/25/2013 | .600        | 5,000,000.00            | 100.000000              | 5,000,000.00            | 0.00              | 1.474        | 1.490        |
| 31331J288              | FFCB 2.25YrNclM0 | 02/15/2013 | .530        | 10,000,000.00           | 100.000000              | 10,000,000.00           | 0.00              | 1.527        | 1.548        |
| 31331J4C4              | FFCB 3Yr         | 06/03/2013 | 1.600       | 10,000,000.00           | 102.062500              | 10,206,250.00           | 5,640.00          | 1.809        | 1.844        |
| 31331JY56              | FFCB 2Yr         | 11/02/2012 | .400        | 10,000,000.00           | 100.031250              | 10,015,625.00           | 30,225.00         | 1.246        | 1.260        |
| 31331J4C4              | FFCB 3YrNclM0    | 12/06/2013 | 1.125       | 10,000,000.00           | 100.156250              | 10,015,625.00           | 15,625.00         | 2.306        | 2.353        |
| 31331J6A6              | FFCB 3Yr         | 12/23/2013 | 1.300       | 5,000,000.00            | 101.500000              | 5,075,000.00            | 75,000.00         | 2.306        | 2.353        |
| 31331J6A6              | FFCB 3Yr         | 12/23/2013 | 1.300       | 5,000,000.00            | 101.500000              | 5,075,000.00            | 75,000.00         | 2.347        | 2.400        |
| 31331J7A5              | FFCB 1.5Yr       | 07/10/2012 | .500        | 10,000,000.00           | 100.125000              | 10,012,500.00           | 12,500.00         | .938         | .945         |
| 31331J7A5              | FFCB 1.5Yr       | 07/10/2012 | .500        | 9,205,000.00            | 100.125000              | 9,216,506.25            | 11,506.25         | .938         | .945         |
| 31331J6A6              | FFCB 3Yr         | 12/23/2013 | 1.300       | 10,000,000.00           | 101.500000              | 10,087,500.00           | 87,500.00         | 2.349        | 2.400        |
| 31331KET3              | FFCB 2.5Yr       | 09/23/2013 | .980        | 10,000,000.00           | 100.875000              | 10,087,500.00           | 87,500.00         | 2.109        | 2.151        |
| 31331KGN4              | FFCB 3Yr         | 04/07/2014 | 1.400       | 10,000,000.00           | 101.687500              | 10,168,750.00           | 68,750.00         | 2.613        | 2.688        |

|                        |                                |            |             |             |                         |                         |                   |                         |                     |              |              |
|------------------------|--------------------------------|------------|-------------|-------------|-------------------------|-------------------------|-------------------|-------------------------|---------------------|--------------|--------------|
| 31331KEW6              | FFCB 1.5YrNC3MoA               | 09/24/2012 | .440        | .604        | 5,000,000.00            | 4,988,000.00            | 100.000000        | 5,000,000.00            | 12,000.00           | 1.140        | 1.153        |
| 31331KHV5              | FFCB 5Yr                       | 04/20/2016 | .256        | .267        | 10,000,000.00           | 9,995,000.00            | 99.981250         | 9,978,125.00            | -16,875.00          | 4.686        | 4.726        |
| 31331KKZ2              | FFCB 1.5YrNC3MoA               | 11/16/2012 | .420        | .470        | 5,000,000.00            | 4,996,250.00            | 99.625000         | 4,981,250.00            | -15,000.00          | 1.286        | 1.299        |
| 31331KKT6              | FFCB 1Yr                       | 05/16/2012 | .210        | .224        | 25,000,000.00           | 24,996,600.00           | 99.906250         | 24,976,562.50           | -20,037.50          | .790         | .795         |
| 31331KEV8              | FFCB 1Yr                       | 06/22/2012 | .290        | .244        | 5,000,000.00            | 5,002,450.00            | 99.937500         | 4,996,875.00            | -5,575.00           | .890         | .896         |
| 31331KNH9              | FFCB 1Yr                       | 06/13/2012 | .240        | .240        | 20,000,000.00           | 20,000,000.00           | 99.906250         | 19,981,250.00           | -18,750.00          | .865         | .871         |
| 31331KNV9              | FFCB 2.75YrNC3MoA              | 03/07/2014 | 1.000       | 1.004       | 5,000,000.00            | 4,999,500.00            | 100.000000        | 5,000,000.00            | 500.00              | 2.571        | 2.603        |
| 31331KNT3              | FFCB 3YrNC6MoA                 | 06/13/2014 | 1.080       | 1.080       | 5,000,000.00            | 5,000,000.00            | 100.062500        | 5,003,125.00            | 3,125.00            | 2.811        | 2.871        |
| 31331KPC8              | FFCB 2.2Yr                     | 08/20/2012 | .250        | .250        | 20,000,000.00           | 20,000,000.00           | 99.875000         | 19,975,000.00           | -25,000.00          | 1.050        | 1.058        |
| 31331KQU7              | FFCB 1.5Yr                     | 01/07/2013 | .400        | .400        | 5,000,000.00            | 5,000,000.00            | 100.000000        | 5,000,000.00            | 0.00                | 1.427        | 1.441        |
| 31331KPD6              | FFCB 2.5Yr                     | 11/20/2013 | .625        | .700        | 5,000,000.00            | 4,991,100.00            | 99.968750         | 4,998,437.50            | 7,337.50            | 2.279        | 2.310        |
| 31331KQT0              | FFCB 3YrNC3MoA                 | 10/06/2014 | 1.200       | 1.240       | 5,000,000.00            | 4,993,650.00            | 100.125000        | 5,006,250.00            | 12,600.00           | 3.099        | 3.186        |
| 31331KWL1              | FFCB 1Yr                       | 06/01/2012 | .210        | .213        | 5,000,000.00            | 4,999,850.00            | 99.875000         | 4,993,750.00            | -6,100.00           | .832         | .838         |
|                        |                                |            | <b>.872</b> | <b>.763</b> | <b>263,705,000.00</b>   | <b>264,394,105.00</b>   | <b>100.345354</b> | <b>264,664,787.50</b>   | <b>290,882.50</b>   | <b>1.489</b> | <b>1.480</b> |
| <b>FMAC DISC NOTES</b> |                                |            |             |             |                         |                         |                   |                         |                     |              |              |
| 31315KWV6              | FMAC DISC NOTE                 | 05/15/2012 | .210        | .210        | 25,000,000.00           | 24,946,770.83           | 99.843750         | 24,960,937.50           | 14,166.67           | .790         | .792         |
| 31315XXU9              | FMAC DISC NOTE                 | 06/06/2012 | .210        | .210        | 20,000,000.00           | 19,957,416.67           | 99.812500         | 19,962,500.00           | 5,083.33            | .850         | .852         |
| 31315KYT1              | FMAC DISC NOTE                 | 06/29/2012 | .220        | .220        | 20,000,000.00           | 19,955,511.11           | 99.812500         | 19,962,500.00           | 6,988.89            | .912         | .915         |
| 31315KZF0              | FMAC DISC NOTE                 | 07/11/2012 | .210        | .210        | 8,000,000.00            | 7,982,966.67            | 99.781250         | 7,982,500.00            | -466.67             | .945         | .948         |
|                        |                                |            | <b>.213</b> | <b>.213</b> | <b>73,000,000.00</b>    | <b>72,842,665.28</b>    | <b>99.819777</b>  | <b>72,868,437.50</b>    | <b>26,772.22</b>    | <b>.857</b>  | <b>.859</b>  |
| <b>FARMER MAC</b>      |                                |            |             |             |                         |                         |                   |                         |                     |              |              |
| 31315PVU0              | FARMER MAC GTD                 | 05/10/2013 | .760        | .760        | 5,000,000.00            | 5,000,000.00            | 100.156250        | 5,007,812.50            | 7,812.50            | 1.757        | 1.778        |
| 31315PVU0              | FARMER MAC GTD                 | 05/10/2013 | .760        | .760        | 5,000,000.00            | 5,000,000.00            | 100.156250        | 5,007,812.50            | 7,812.50            | 1.757        | 1.778        |
| 31315PVU0              | FARMER MAC GTD                 | 05/10/2013 | .760        | .750        | 12,500,000.00           | 12,502,375.00           | 100.156250        | 12,519,531.25           | 17,156.25           | 1.757        | 1.778        |
|                        |                                |            | <b>.760</b> | <b>.755</b> | <b>22,500,000.00</b>    | <b>22,502,375.00</b>    | <b>100.156250</b> | <b>22,535,156.25</b>    | <b>32,781.25</b>    | <b>1.757</b> | <b>1.778</b> |
| <b>MUNI BONDS</b>      |                                |            |             |             |                         |                         |                   |                         |                     |              |              |
| 20775BND4              | CT HFA                         | 05/15/2012 | 2.180       | 2.180       | 850,000.00              | 850,000.00              | 100.000000        | 850,000.00              | 0.00                | .775         | .792         |
| 041042R00              | ARKANSAS ST                    | 07/01/2012 | 1.250       | 1.240       | 1,440,000.00            | 1,440,273.60            | 100.019000        | 1,440,273.60            | 0.00                | .908         | .921         |
| 93974CWV6              | WASHINGTON ST                  | 02/01/2012 | .630        | .630        | 9,960,000.00            | 9,960,000.00            | 100.000000        | 9,960,000.00            | 0.00                | .500         | .507         |
| 649791EA4              | STATE OF NEW YORK              | 09/01/2011 | .300        | .300        | 24,940,000.00           | 24,940,000.00           | 100.000000        | 24,940,000.00           | 0.00                | .087         | .088         |
| 649791EB2              | STATE OF NEW YORK              | 09/01/2012 | .650        | .650        | 23,040,000.00           | 23,040,000.00           | 100.000000        | 23,040,000.00           | 0.00                | 1.075        | 1.090        |
| 801320AV4              | COUNTY OF SANTA BARBARA        | 06/29/2012 | .270        | .270        | 25,000,000.00           | 25,000,000.00           | 100.000000        | 25,000,000.00           | 0.00                | .915         | .915         |
| 677521LG9              | OHIO STATE GO                  | 05/01/2013 | .740        | .740        | 5,140,000.00            | 5,140,000.00            | 100.000000        | 5,140,000.00            | 0.00                | 1.734        | 1.753        |
| 677521LH7              | OHIO STATE GO                  | 05/01/2014 | 1.190       | 1.190       | 2,000,000.00            | 2,000,000.00            | 100.000000        | 2,000,000.00            | 0.00                | 2.694        | 2.753        |
| 544657HH5              | LOS ANGELES COUNTY TRAN SERIES | 02/29/2012 | 2.500       | 1.320       | 5,000,000.00            | 5,071,900.00            | 101.438000        | 5,071,900.00            | 0.00                | .581         | .584         |
|                        |                                |            | <b>.594</b> | <b>.482</b> | <b>97,370,000.00</b>    | <b>97,442,173.00</b>    | <b>100.074123</b> | <b>97,442,173.00</b>    | <b>0.00</b>         | <b>.759</b>  | <b>.767</b>  |
| <b>COMM PAPER</b>      |                                |            |             |             |                         |                         |                   |                         |                     |              |              |
| 36959JXU2              | GE CAPITAL CORP                | 10/28/2011 | .340        | .341        | 50,000,000.00           | 49,886,666.67           | 99.948667         | 49,974,333.33           | 87,666.66           | .243         | .244         |
| 36959JWS8              | GE CAPITAL CORP                | 09/26/2011 | .270        | .270        | 35,000,000.00           | 34,952,487.50           | 99.972000         | 34,990,200.00           | 37,712.50           | .156         | .156         |
| 36959JX32              | GE CAPITAL CORP                | 10/03/2011 | .270        | .270        | 30,000,000.00           | 29,957,700.00           | 99.963250         | 29,988,975.00           | 31,275.00           | .175         | .175         |
| 36959JZT3              | GE CAPITAL CORP                | 12/27/2011 | .170        | .170        | 35,000,000.00           | 34,970,250.00           | 99.880778         | 34,958,272.22           | -11,977.78          | .407         | .408         |
| 30229BV38              | EXXON MOBIL CORP               | 08/03/2011 | .030        | .030        | 100,000,000.00          | 99,998,750.00           | 99.999000         | 99,999,000.00           | 250.00              | .008         | .008         |
|                        |                                |            | <b>.174</b> | <b>.174</b> | <b>250,000,000.00</b>   | <b>249,765,854.17</b>   | <b>99.964312</b>  | <b>249,810,766.55</b>   | <b>144,926.38</b>   | <b>.152</b>  | <b>.152</b>  |
| <b>NCDS</b>            |                                |            |             |             |                         |                         |                   |                         |                     |              |              |
| 78009J3Z6              | ROYAL BANK OF CANADA           | 09/28/2011 | .250        | .250        | 50,000,000.00           | 50,000,000.00           | 100.000000        | 50,000,000.00           | 0.00                | .161         | .162         |
| 78009J4A0              | ROYAL BANK OF CANADA           | 10/19/2011 | .260        | .260        | 50,000,000.00           | 50,000,000.00           | 100.000000        | 50,000,000.00           | 0.00                | .218         | .219         |
| 78009J4Q5              | ROYAL BANK OF CANADA           | 10/05/2011 | .250        | .250        | 50,000,000.00           | 50,000,000.00           | 100.000000        | 50,000,000.00           | 0.00                | .180         | .181         |
|                        |                                |            | <b>.253</b> | <b>.253</b> | <b>150,000,000.00</b>   | <b>150,000,000.00</b>   | <b>100.000000</b> | <b>150,000,000.00</b>   | <b>0.00</b>         | <b>.186</b>  | <b>.187</b>  |
|                        | <b>Total Fund</b>              |            | <b>.683</b> | <b>.593</b> | <b>4,990,831,000.00</b> | <b>4,994,922,511.60</b> | <b>100.187468</b> | <b>5,000,187,206.27</b> | <b>5,264,894.66</b> | <b>1.222</b> | <b>1.247</b> |

1. The market value and yield of short-term money market securities are based on purchase price.

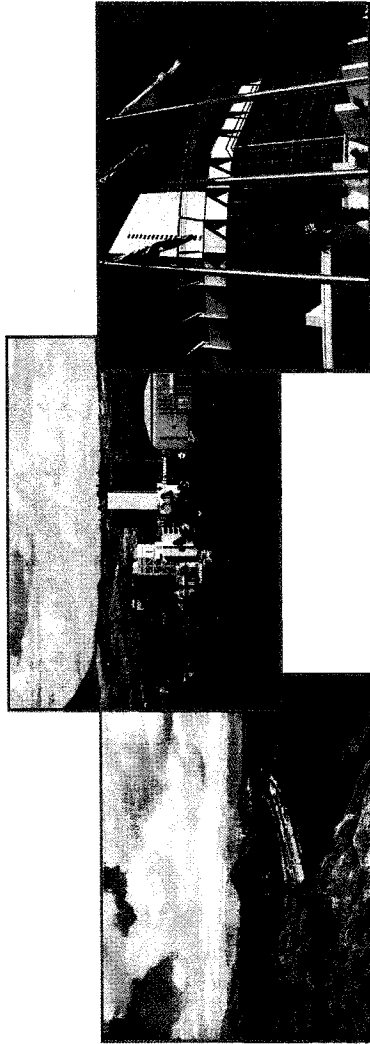
2. Average life is the number of years until principal is returned at maturity, weighted by market value.
3. Local Agency Obligations have variable rate coupons, spread to Pool.
4. Modified Duration. The percentage price change of a security for a given change in yield.

The higher the modified duration of a security, the higher the risk.



# FULL

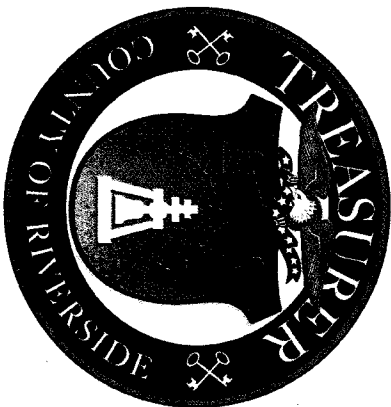
*Compliance:* The Treasurer's Pooled Investment Fund was in FULL COMPLIANCE with the Treasurer's Statement of Investment Policy. The County's Investment Policy is more restrictive than the California Government Code. This policy is reviewed annually by the County's Investment Oversight Committee and approved by the County Board of Supervisors.



| Investment Category                     | GOVERNMENT CODE        |                  |                        | COUNTY INVESTMENT POLICY |                                       |                            |
|---|------------------------|------------------|------------------------|--------------------------|---------------------------------------|----------------------------|
|   | Maximum Maturity       | Authorized Limit | Quality S&P/ Moody's   | Maximum Maturity         | Authorized Limit                      | Quality S&P/ Moody's       |
| MUNICIPAL BONDS (MUNI)                  | 5 YEARS                | NO LIMIT         | NA                     | 3 YEARS                  | 15%                                   | AA-/Aa3/AA-                |
| U.S. TREASURIES                         | 5 YEARS                | NO LIMIT         | NA                     | 5 YEARS                  | 100%                                  | NA                         |
| LOCAL AGENCY OBLIGATIONS (LAO)          | 5 YEARS                | NO LIMIT         | NA                     | 3 YEARS                  | 2.5%                                  | INVESTMENT GRADE           |
| FEDERAL AGENCIES                        | 5 YEARS                | NO LIMIT         | AAA                    | 5 YEARS                  | 100%                                  | NA                         |
| COMMERCIAL PAPER (CP)                   | 270 DAYS               | 40%              | A1/P1                  | 270 DAYS                 | 40%                                   | A1/P1/F1                   |
| CERTIFICATE & TIME DEPOSITS (NCD & TCD) | 5 YEARS                | 30%              | NA                     | 1 YEAR                   | 25% Combined                          | A1/P1/F1                   |
| REPURCHASE AGREEMENTS (REPO)            | 1 YEARS                | NO LIMIT         | NA                     | 45 DAYS                  | 40% max, 25% in term repo over 7 days | A1/P1/F1                   |
| REVERSE REPOS                           | 92 DAYS                | 20%              | NA                     | 60 DAYS                  | 10%                                   | NA                         |
| MEDIUM TERM NOTES (MTNO)                | 5 YEARS                | 30%              | A                      | 3 YEARS                  | 20%                                   | AA/Aa2/AA                  |
| CALTRUST SHORT TERM FUND                | NA                     | NA               | NA                     | DAILY LIQUIDITY          | 1.0%                                  | NA                         |
| MONEY MARKET MUTUAL FUNDS (MMF)         | 90 DAYS <sup>(1)</sup> | 20%              | AAA/Aaa <sup>(2)</sup> | DAILY LIQUIDITY          | 20%                                   | AAA by 2 Of 3 RATINGS AGC. |
| CASH/DEPOSIT ACCOUNT                    | NA                     | NA               | NA                     | NA                       | NA                                    | NA                         |
|   |                        |                  |                        |                          |                                       | 1.95%                      |
|   |                        |                  |                        |                          |                                       | 11.92%                     |
|   |                        |                  |                        |                          |                                       | 0.01%                      |
|   |                        |                  |                        |                          |                                       | 73.97%                     |
|   |                        |                  |                        |                          |                                       | 5.01%                      |
|   |                        |                  |                        |                          |                                       | 3.01%                      |
|   |                        |                  |                        |                          |                                       | 0.00%                      |
|   |                        |                  |                        |                          |                                       | 0.00%                      |
|   |                        |                  |                        |                          |                                       | 0.00%                      |
|   |                        |                  |                        |                          |                                       | 1.08%                      |
|   |                        |                  |                        |                          |                                       | 0.04%                      |
|   |                        |                  |                        |                          |                                       | 3.01%                      |

<sup>1</sup> Mutual Funds maturity may be interpreted as weighted average maturity not exceeding 90 days.

<sup>2</sup> Or must have an investment advisor with not less than 5 years experience and with assets under management of \$500,000,000.



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THIS COMPLETES THE REPORT REQUIREMENTS OF CALIFORNIA GOVERNMENT CODE 53646