

# Limited Term Pool

## Monthly Report

September 30, 2014



On June 27, 2012, the State Investment Commission voluntarily adopted Securities and Exchange Commission Rule 2a-7 as the guidelines for the Limited Term Pool. These are the rules that govern Money Market Mutual Funds aimed at assuring safety of the invested funds. This report provides the monthly disclosure required by those rules.



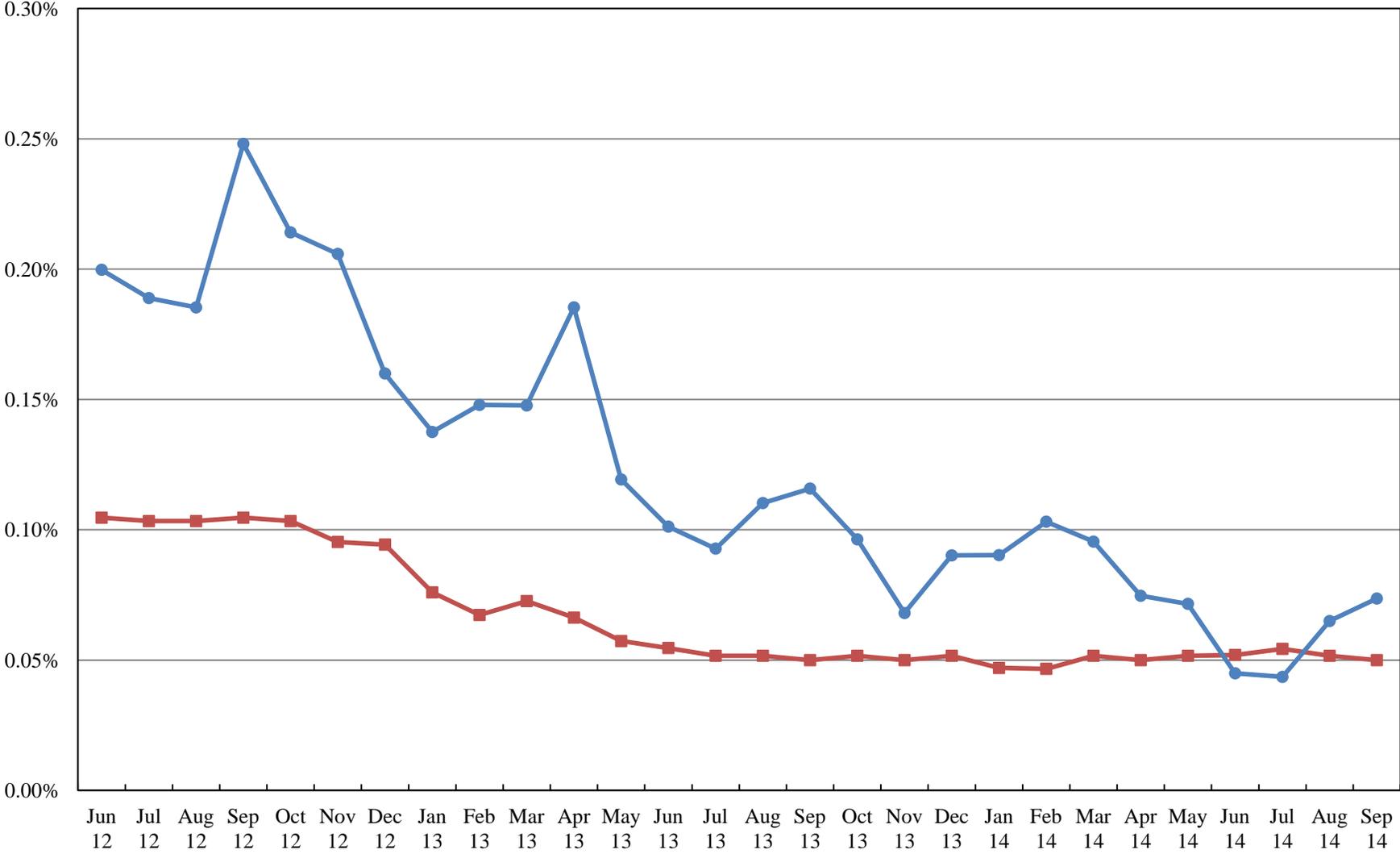
Commonwealth of Kentucky

Lori H. Flanery, Secretary,

Finance and Administration Cabinet

**LIMITED TERM POOL  
MONTHLY PERFORMANCE**

Local Government Investment Pool  
Limited Term Pool



**LIMITED TERM POOL  
AS OF SEPTEMBER 30, 2014**

| Category of Investment / Issuer               | Cusip     | Coupon | Effective Maturity | Final Maturity | Principal               | Amortized Cost          |
|-----------------------------------------------|-----------|--------|--------------------|----------------|-------------------------|-------------------------|
| <b>Financial Company Commercial Paper</b>     |           |        |                    |                |                         |                         |
| Bank of Tokyo-Mitsubishi                      | 06538CK67 | 0.00   | 10/6/2014          | 10/6/2014      | 25,000,000.00           | 24,999,479.25           |
| Lloyds Bank                                   | 53943SNG8 | 0.00   | 1/16/2015          | 1/16/2015      | 25,000,000.00           | 24,985,510.50           |
| PNC Bank NA                                   | 69354BBJ0 | 0.30   | 12/3/2014          | 12/3/2014      | 15,000,000.00           | 15,000,000.00           |
| Swedbank                                      | 87019SLE2 | 0.00   | 11/14/2014         | 11/14/2014     | 20,000,000.00           | 19,995,355.60           |
| Wells Fargo & Company                         | 9497F1PD6 | 0.00   | 2/13/2015          | 2/13/2015      | 25,000,000.00           | 24,980,312.50           |
|                                               |           |        |                    |                | <u>110,000,000.00</u>   | <u>109,960,657.85</u>   |
| <b>Certificate of Deposit</b>                 |           |        |                    |                |                         |                         |
| Bank of Montreal                              | 06366CBK3 | 0.21   | 3/17/2015          | 3/17/2015      | 25,000,000.00           | 25,000,000.00           |
| Bank of Nova Scotia                           | 06417HVJ2 | 0.16   | 2/5/2015           | 2/5/2015       | 25,000,000.00           | 25,000,000.00           |
| Sumitomo Mitsui Trust                         | 86563KRY1 | 0.08   | 10/8/2014          | 10/8/2014      | 25,000,000.00           | 25,000,000.00           |
| Toronto Dominion Bank                         | 89112URZ6 | 0.14   | 11/12/2014         | 11/12/2014     | 25,000,000.00           | 25,000,000.00           |
| Traditional Bank                              | 89268Y234 | 0.35   | 3/19/2015          | 3/19/2015      | 2,500,000.00            | 2,500,000.00            |
| Branch Banking & Trust                        | TDICS0001 | 0.15   | 3/31/2015          | 3/31/2015      | 5,000,000.00            | 5,000,000.00            |
|                                               |           |        |                    |                | <u>107,500,000.00</u>   | <u>107,500,000.00</u>   |
| <b>Investment Company</b>                     |           |        |                    |                |                         |                         |
| Fidelity Prime Mny Mkt                        | 31607A208 | 0.00   | 9/2/2014           | 9/2/2014       | 115,000,000.00          | 115,000,000.00          |
| JPMorgan Prime Money Market                   | 4812A0367 | 0.00   | 9/2/2014           | 9/2/2014       | 115,000,000.00          | 115,000,000.00          |
|                                               |           |        |                    |                | <u>230,000,000.00</u>   | <u>230,000,000.00</u>   |
| <b>Other Commercial Paper</b>                 |           |        |                    |                |                         |                         |
| American Honda Finance                        | 02665KL62 | 0.00   | 11/6/2014          | 11/6/2014      | 13,950,000.00           | 13,948,465.50           |
| American Honda Finance                        | 02665KM87 | 0.00   | 12/8/2014          | 12/8/2014      | 10,000,000.00           | 9,997,922.20            |
| Toyota Motor Credit                           | 89233HP65 | 0.00   | 2/6/2015           | 2/6/2015       | 25,000,000.00           | 24,983,111.00           |
|                                               |           |        |                    |                | <u>48,950,000.00</u>    | <u>48,929,498.70</u>    |
| <b>Government Agency Repurchase Agreement</b> |           |        |                    |                |                         |                         |
| BNP Paribas                                   | N/A       | 0.00   | 10/1/2014          | 10/1/2014      | 146,000,000.00          | 146,000,000.00          |
| Scotia                                        | N/A       | 0.00   | 10/1/2014          | 10/1/2014      | 214,493,246.06          | 214,493,246.06          |
| Community Trust Bank                          | RP3Z00659 | 0.10   | 11/5/2014          | 11/5/2014      | 1,000,000.00            | 1,000,000.00            |
| Clinton Bank                                  | RP3Z00683 | 0.10   | 11/5/2014          | 11/5/2014      | 3,400,000.00            | 3,400,000.00            |
| United Cumberland Bank                        | RP3Z006J9 | 0.10   | 11/5/2014          | 11/5/2014      | 2,500,000.00            | 2,500,000.00            |
| Barclays Capital                              | RP8B13NU6 | 0.04   | 10/6/2014          | 10/6/2014      | 50,000,000.00           | 50,000,000.00           |
| Bank of Montreal                              | RP8B13NX0 | 0.04   | 10/1/2014          | 10/1/2014      | 50,000,000.00           | 50,000,000.00           |
|                                               |           |        |                    |                | <u>467,393,246.06</u>   | <u>467,393,246.06</u>   |
| <b>Other Note</b>                             |           |        |                    |                |                         |                         |
| Honda Auto Receivables Trust                  | 43814GAA8 | 0.18   | 5/18/2015          | 5/18/2015      | 2,941,905.95            | 2,941,905.95            |
| Honda Auto Receivables Owner Trust            | 43814HAA6 | 0.19   | 8/15/2015          | 8/15/2015      | 7,829,786.83            | 7,829,786.83            |
| Hyundai Auto Receivables Trust                | 44890UAA2 | 0.18   | 5/15/2015          | 5/15/2015      | 3,047,573.47            | 3,047,573.47            |
| Mellon Funding Corp                           | 585515AD1 | 5.00   | 12/1/2014          | 12/1/2014      | 10,000,000.00           | 10,076,883.00           |
| Mercedes-Benz Auto Lease Trust                | 58768EAA7 | 0.20   | 4/15/2015          | 4/15/2015      | 4,663,515.45            | 4,663,515.45            |
| Volkswagen Auto Loan Enhanced Trust           | 92867RAA7 | 0.19   | 5/20/2015          | 5/20/2015      | 3,161,513.97            | 3,161,513.97            |
|                                               |           |        |                    |                | <u>31,644,295.67</u>    | <u>31,721,178.67</u>    |
| <b>Treasury Debt</b>                          |           |        |                    |                |                         |                         |
| Tbill                                         | 912796DF3 | 0.00   | 1/8/2015           | 1/8/2015       | 50,000,000.00           | 49,995,875.00           |
| Tbill                                         | 912796DX4 | 0.00   | 10/2/2014          | 10/2/2014      | 50,000,000.00           | 49,999,979.00           |
| Treasury Note                                 | 912828DC1 | 4.25   | 11/15/2014         | 11/15/2014     | 50,000,000.00           | 50,254,649.50           |
| Treasury Note                                 | 912828LS7 | 2.38   | 10/31/2014         | 10/31/2014     | 50,000,000.00           | 50,093,414.50           |
|                                               |           |        |                    |                | <u>200,000,000.00</u>   | <u>200,343,918.00</u>   |
|                                               |           |        |                    |                | <u>1,195,487,541.73</u> | <u>1,195,848,499.28</u> |

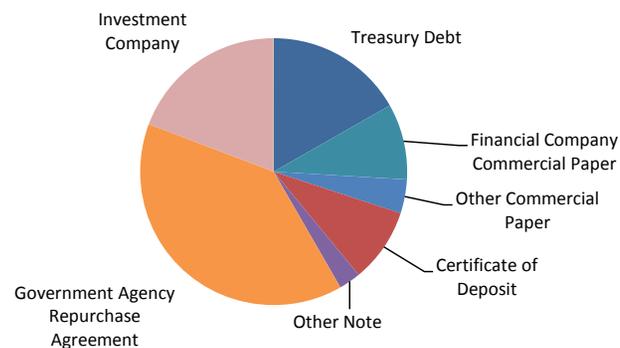
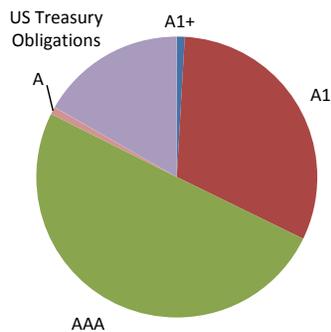
**LIMITED TERM POOL RATING AND SECTOR DISTRIBUTIONS  
AS OF SEPTEMBER 30, 2014**

**CREDIT RATING DISTRIBUTION**

|                           | Book Value                       | as % of Total         |
|---------------------------|----------------------------------|-----------------------|
| <b>Short Term Ratings</b> |                                  |                       |
| A1+                       | \$10,877,360.30                  | 0.91%                 |
| A1                        | <u>\$374,657,091.92</u>          | <u>31.33%</u>         |
| Subtotal                  | <u>\$385,534,452.22</u>          | <u>32.24%</u>         |
| <b>Long Term Ratings</b>  |                                  |                       |
| AAA                       | \$599,893,246.06                 | 50.16%                |
| AA+                       | \$0.00                           | 0.00%                 |
| AA                        | \$0.00                           | 0.00%                 |
| AA-                       | \$0.00                           | 0.00%                 |
| A+                        | \$0.00                           | 0.00%                 |
| A                         | \$10,076,883.00                  | 0.84%                 |
| A-                        | <u>\$0.00</u>                    | <u>0.00%</u>          |
| Subtotal                  | <u>\$609,970,129.06</u>          | <u>51.01%</u>         |
| US Treasury Obligations   | \$200,343,918.00                 | 16.75%                |
| <b>Grand Total</b>        | <u><u>\$1,195,848,499.28</u></u> | <u><u>100.00%</u></u> |

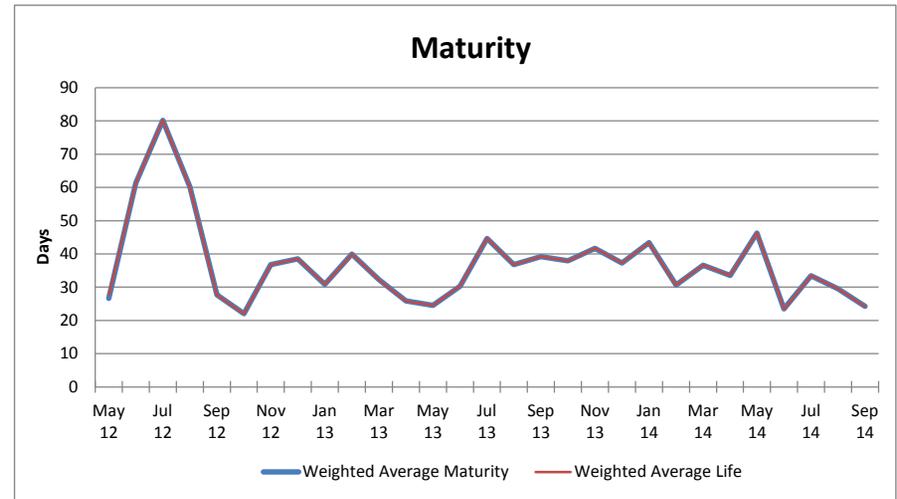
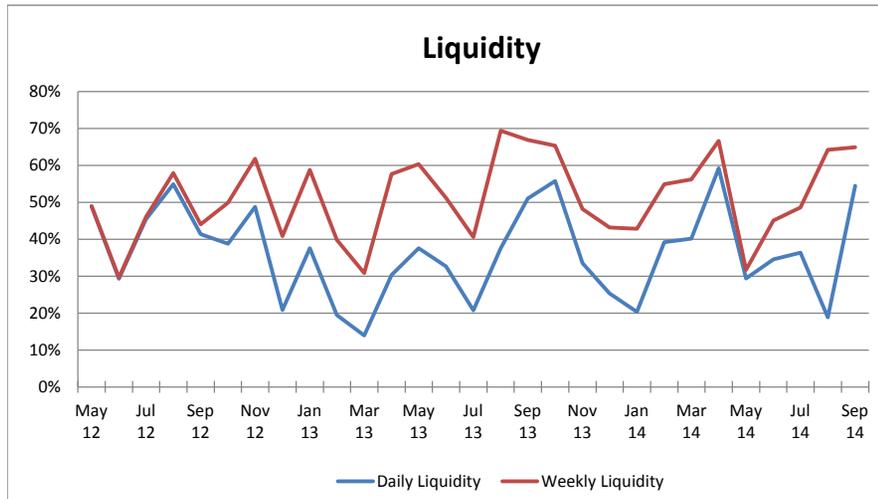
**SECTOR DISTRIBUTION**

|                                        | Book Value                       | as % of Total         |
|----------------------------------------|----------------------------------|-----------------------|
| Treasury Debt                          | \$200,343,918.00                 | 16.75%                |
| Government Agency Debt                 | \$0.00                           | 0.00%                 |
| Variable Rate Demand Note              | \$0.00                           | 0.00%                 |
| Other Municipal Debt                   | \$0.00                           | 0.00%                 |
| Financial Company Commercial Paper     | \$109,960,657.85                 | 9.20%                 |
| Asset Backed Commercial Paper          | \$0.00                           | 0.00%                 |
| Other Commercial Paper                 | \$48,929,498.70                  | 4.09%                 |
| Certificate of Deposit                 | \$107,500,000.00                 | 8.99%                 |
| Structured Investment Vehicle Note     | \$0.00                           | 0.00%                 |
| Other Note                             | \$31,721,178.67                  | 2.65%                 |
| Treasury Repurchase Agreement          | \$0.00                           | 0.00%                 |
| Government Agency Repurchase Agreement | \$467,393,246.06                 | 39.08%                |
| Insurance Company Funding Agreement    | \$0.00                           | 0.00%                 |
| Investment Company                     | \$230,000,000.00                 | 19.23%                |
| Other Instrument                       | <u>\$0.00</u>                    | <u>0.00%</u>          |
| <b>Grand Total</b>                     | <u><u>\$1,195,848,499.28</u></u> | <u><u>100.00%</u></u> |

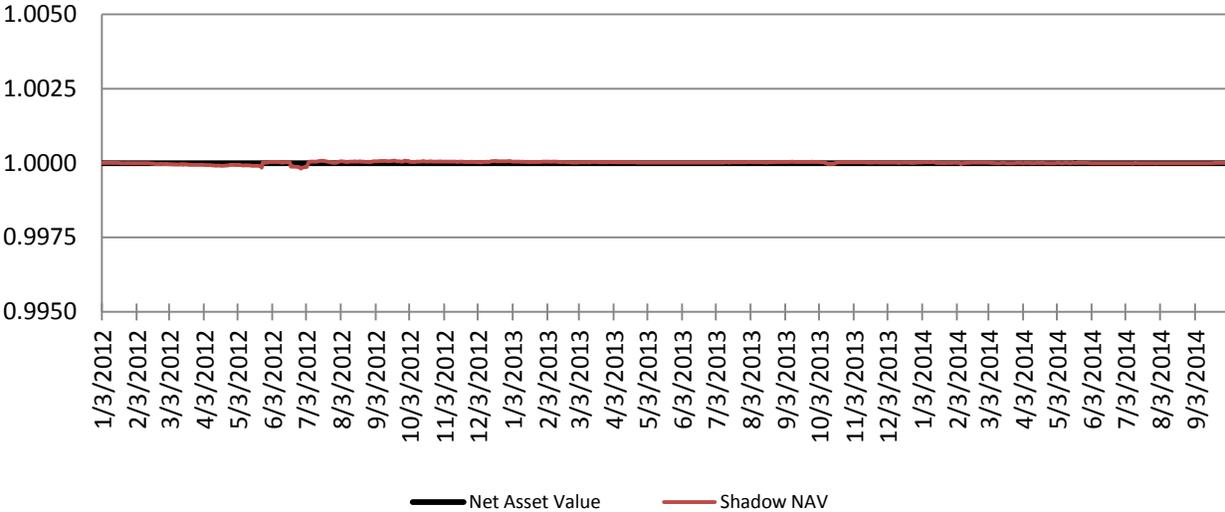


**LIMITED TERM POOL LIQUIDITY AND MATURITY  
AS OF SEPTEMBER 30, 2014**

|                           | 9/30/2014 | Last 3 Months | FYTD   | YTD    | 1 Year | Since Inception |
|---------------------------|-----------|---------------|--------|--------|--------|-----------------|
| Weighted Average Maturity | 24.26     | 29.08         | 29.08  | 33.46  | 34.83  | 38.47           |
| Weighted Average Life     | 24.26     | 29.08         | 29.08  | 33.46  | 34.83  | 38.53           |
| Daily Liquidity           | 54.46%    | 36.56%        | 36.56% | 36.97% | 37.29% | 36.80%          |
| Weekly Liquidity          | 64.91%    | 59.28%        | 59.28% | 52.81% | 52.67% | 51.18%          |



# NET ASSET VALUE



If the divergence between the NAV and the Shadow NAV exceed 0.0025 the SIC will be notified.

If the divergence between the NAV and the Shadow NAV exceeds 0.005, the fund has "broken the buck"

To date, the maximum divergence has been 0.000182