September 2012

MONTHLY INVESTMENT INCOME REPORT

Commonwealth of Kentucky
Lori H. Flanery, Secretary
FINANCE AND ADMINISTRATION CABINET

9/30/2012

PORTFOLIO SUMMARY
POOLS

	TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL	STATUTORY LIMIT
Treasuries						
	Bills	0.00	0.00	0.00	0%	
	Treasury Notes	438,733,651.55	0.24	1.11	14%	
Sub-total		438,733,651.55	0.24	1.11	14%	
Agencies	Notes	1,112,565,148.25	0.33	1.03	36%	
	Discounts	104,987,567.95	0.11	0.09	3%	
Sub-total		1,217,552,716.20	0.31	0.95	39%	
Municipals		120,329,207.52	0.77	0.97	4%	
Corporates		189,580,010.81	1.06	0.81	6%	25%
Mortgages	Pools	20,235,174.54	0.86	0.29	1%	
	CMO's	354,678,915.14	1.17	2.06	12%	
Sub-total		374,914,089.68	1.15	1.96	13%	25%
Asset Backed Securities		67,362,575.05	0.99	0.44	2%	20%
Repurchase Agreements						
	Overnight	303,005,966.67	0.24	0.00	10%	
	< 30 days	12,300,542.74	0.15	0.07	0%	
	< 60 days	0.00	0.00	0.00	0%	
	< 90 days	158,363.35	0.00	0.00	0%	
	< 1 year	1,791,635.39	0.00	0.00	0%	
	< 2 years	7,184.06	4.27	1.03	0%	
	> 2 years	0.00	0.00	0.00	0%	
	Flex Repos	1,456,657.88	11.63	3.81	0%	
Sub-total		318,720,350.09	0.29	0.02	10%	
Money Market Securities						
	Commercial Paper	59,976,027.80	0.00	0.00	2%	A1-P1
	Money Mkt Fund	300,037,980.78	0.15	0.00	10%	
	Certificates of Deposit	10,076,717.98	0.90	0.39	0%	
Sub-total		370,090,726.56	0.19	0.03	12%	20%
Derivatives						
	Swaps	0.00	0.00	0.00	0%	
	OTC Options	0.00	0.00	0.00	0%	
Sub-total		0.00	0.00	0.00	0%	
TOTALS		3,097,283,327.46	0.47	0.87	100%	

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PORTFOLIO SUMMARY
LIMITED TERM POOL

	TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL
Treasuries					
	Bills	0.00	0.00	0.00	0%
	Treasury Notes	0.00	0.00	0.00	0%
Sub-total		0.00	0.00	0.00	0%
Agencies	Notes	105,789,995.23	0.25	0.43	14%
	Discounts	104,987,567.95	0.11	0.09	14%
Sub-total		210,777,563.18	0.00	0.00	28%
Corporates		14,910,908.86	0.85	0.48	2%
Municipals		6,399,462.87	0.68	0.74	1%
Mortgages	CMOs	0.00	0.00	0.00	0%
ABS		22,824,883.78	0.32	0.12	3%
Repurchase Agreements					
	Overnight	331,099,433.13	0.24	0.00	44%
	< 30 days	0.00	0.00	0.00	0%
	< 60 days	0.00	0.00	0.00	0%
	< 90 days	0.00	0.00	0.00	0%
	< 1 year	0.00	0.00	0.00	0%
	< 2 years	0.00	0.00	0.00	0%
	> 2 years	0.00	0.00	0.00	0%
	Flex Repos	0.00	0.00	0.00	0%
Sub-total		331,099,433.13	0.00	0.00	44%
Money Market Securities					
	Commercial Paper	39,991,025.00	0.04	0.12	5%
	Money Mkt Fund	125,015,996.17	0.15	0.00	17%
	Certificates of Deposit	0.00	0.00	0.00	0%
Sub-total		165,007,021.17	0.12	0.03	22%
TOTALS		751,019,272.99	0.21	0.10	100%

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PORTFOLIO SUMMARY
SHORT TERM POOL

		TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL
Treasuries						
		Bills	0.00	0.00	0.00	0%
		Treasury Notes	0.00	0.00	0.00	0%
	Sub-total		0.00	0.00	0.00	0%
Agencies		Notes	0.00	0.00	0.00	0%
		Discounts	0.00	0.00	0.00	0%
	Sub-total		0.00	0.00	0.00	0%
Corporates			0.00	0.00	0.00	0%
Municipals			25,669,303.18	0.98	0.13	-11%
Mortgages		CMOs	6,345,739.11	4.25	2.50	-3%
ABS			33,239,151.97	1.02	0.12	-14%
Repurchase Agreements						
		Overnight	-300,962,194.91	0.24	0.00	128%
		< 30 days	0.00	0.00	0.00	0%
		< 60 days	0.00	0.00	0.00	0%
		< 90 days	0.00	0.00	0.00	0%
		< 1 year	0.00	0.00	0.00	0%
		< 2 years	0.00	0.00	0.00	0%
		> 2 years	0.00	0.00	0.00	0%
		Flex Repos	0.00	0.00	0.00	0%
	Sub-total		-300,962,194.91	0.24	0.00	128%
Money Market Securities						
		Commercial Paper	0.00	0.00	0.00	0%
		Money Mkt Fund	0.00	0.00	0.00	0%
		Certificates of Deposit	0.00	0.00	0.00	0%
	Sub-total		0.00	0.00	0.00	0%
TOTALS			-235,708,000.65	0.06	0.10	100%

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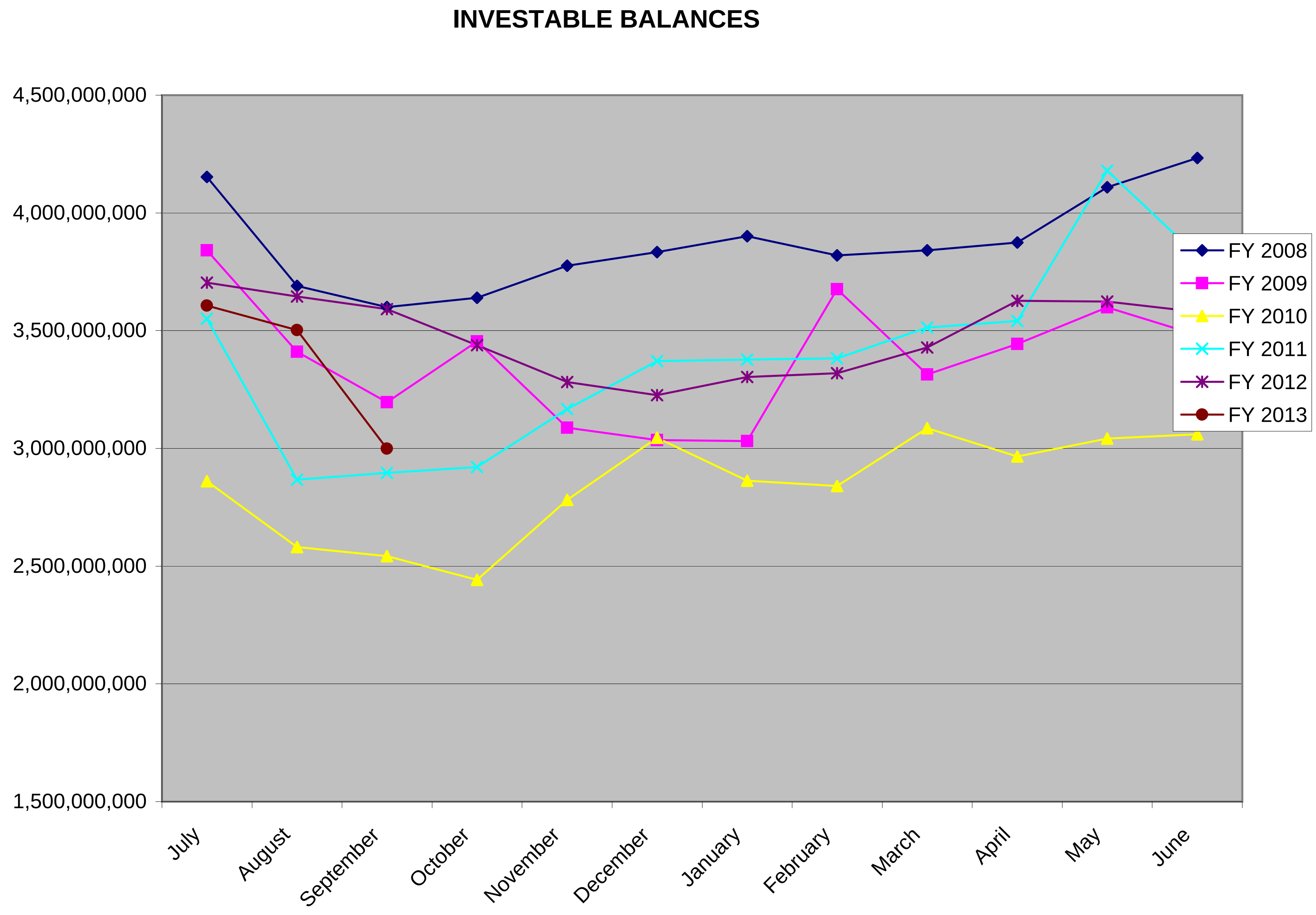
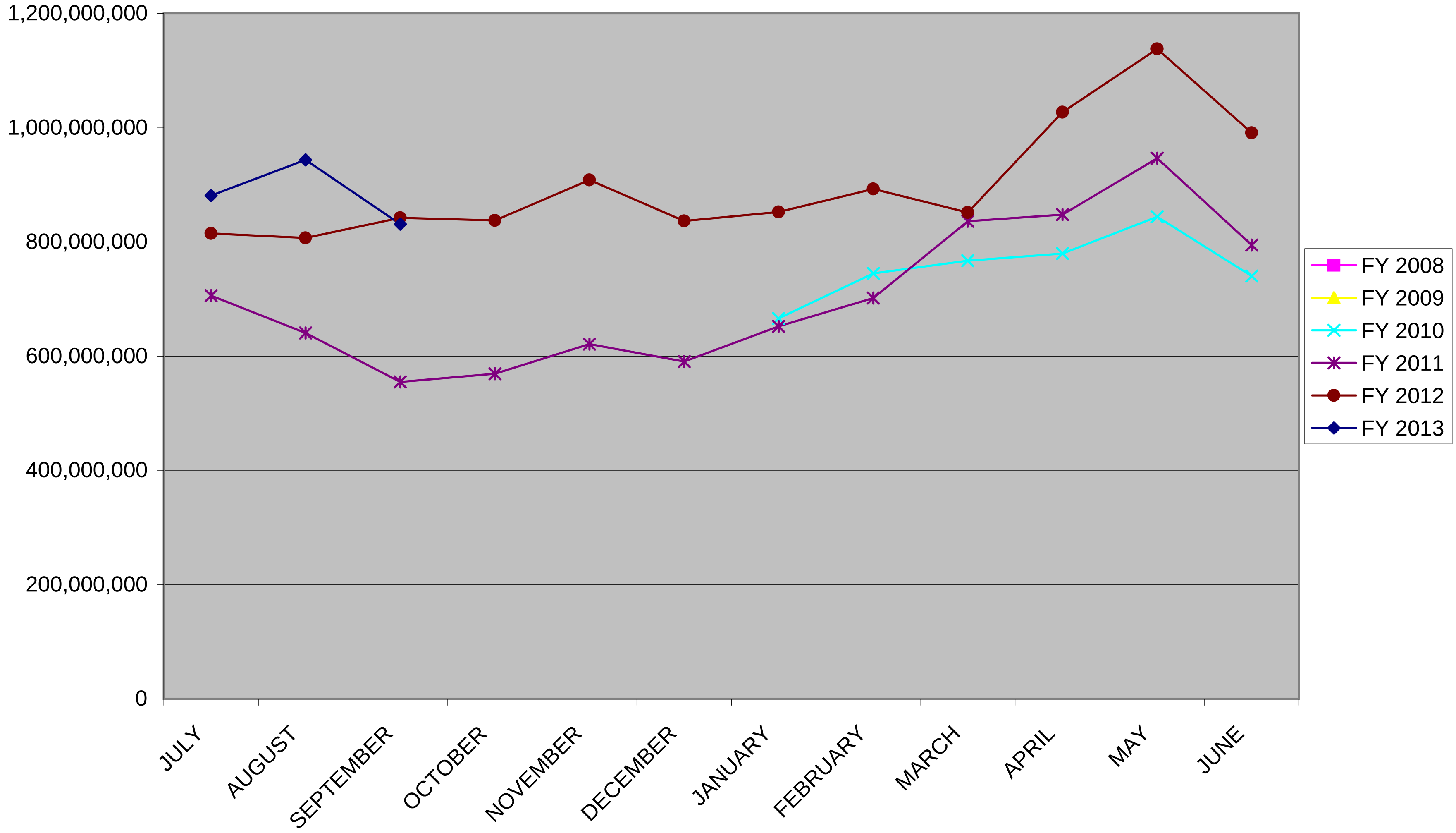
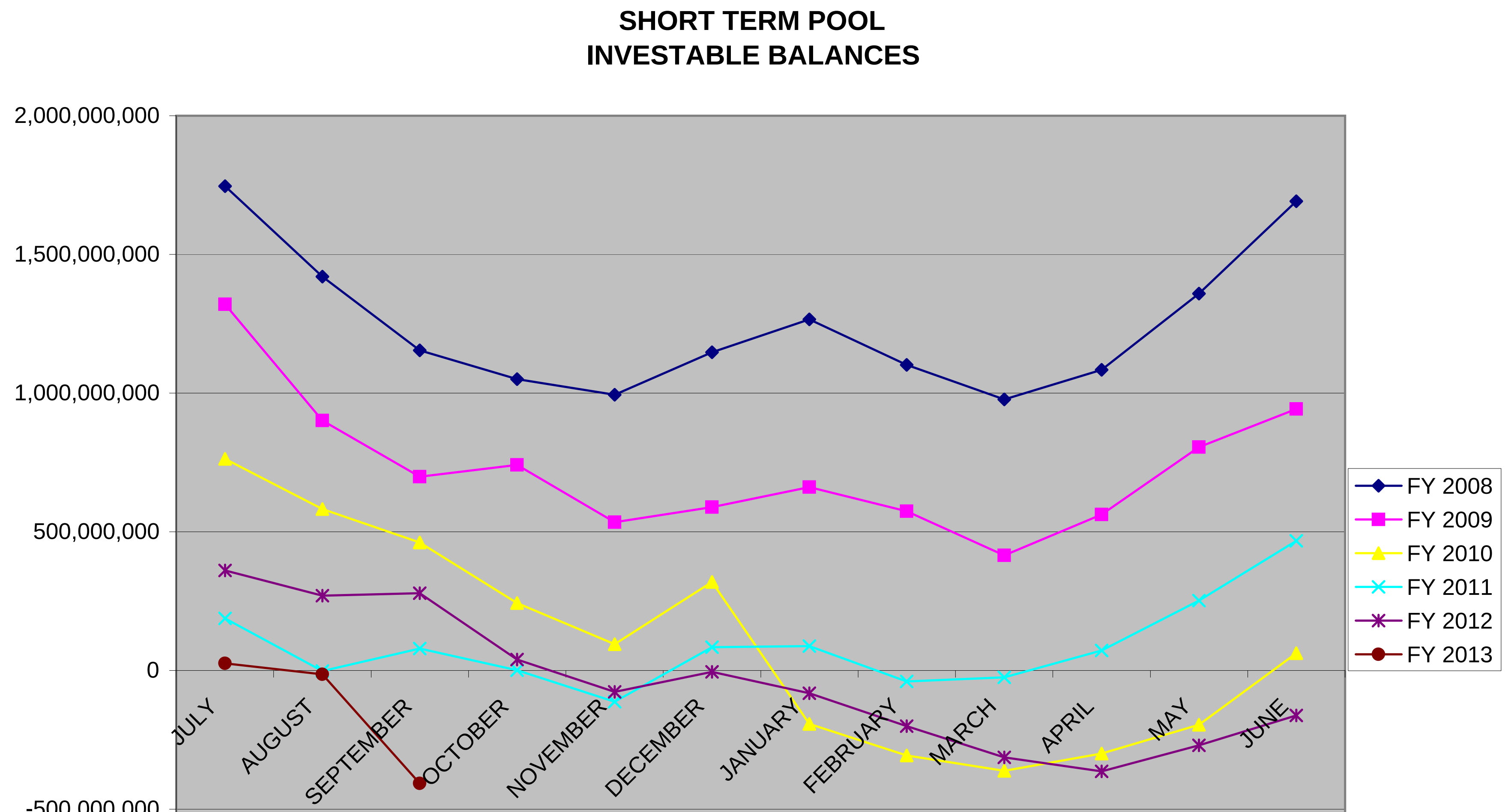
PORTFOLIO SUMMARY
INTERMEDIATE TERM POOL

	TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL
Treasuries					
	Bills	0.00	0.00	0.00	0%
	Treasury Notes	438,733,651.55	0.24	1.11	17%
Sub-total		438,733,651.55	0.24	1.11	17%
Agencies	Notes	1,006,775,153.02	0.34	1.10	39%
	Discounts	0.00	0.00	0.00	0%
Sub-total		1,006,775,153.02	0.34	1.10	39%
Municipals		88,260,441.47	0.71	1.24	3%
Corporates		174,669,101.95	1.08	0.84	7%
Mortgages	Pools	20,235,174.54	0.86	0.29	1%
	CMO's	348,333,176.03	1.11	2.05	14%
Sub-total		368,568,350.57	1.10	1.95	15%
Asset Backed Securities		11,298,539.30	2.27	1.98	0%
Repurchase Agreements					
	Overnight	272,868,728.45	0.24	0.00	11%
	< 30 days	12,300,542.74	0.15	0.07	0%
	< 60 days	0.00	0.00	0.00	0%
	< 90 days	158,363.35	3.01	0.20	0%
	< 1 year	1,791,635.39	1.73	0.71	0%
	< 2 years	7,184.06	4.27	1.03	0%
	> 2 years	0.00	0.00	0.00	0%
	Flex Repos	1,456,657.88	11.63	3.81	0%
Sub-total		288,583,111.87	0.30	0.03	11%
Money Market Securities					
	Commercial Paper	19,985,002.80	0.79	0.09	1%
	Money Mkt Fund	175,021,984.61	0.15	0.00	7%
	Certificates of Deposit	10,076,717.98	0.90	0.39	0%
Sub-total		205,083,705.39	0.25	0.03	8%
Derivatives					
	Swaps	0.00	0.00	0.00	0%
	OTC Options	0.00	0.00	0.00	0%
Sub-total		0.00	0.00	0.00	0%
TOTALS		2,581,972,055.12	0.49	1.01	100%

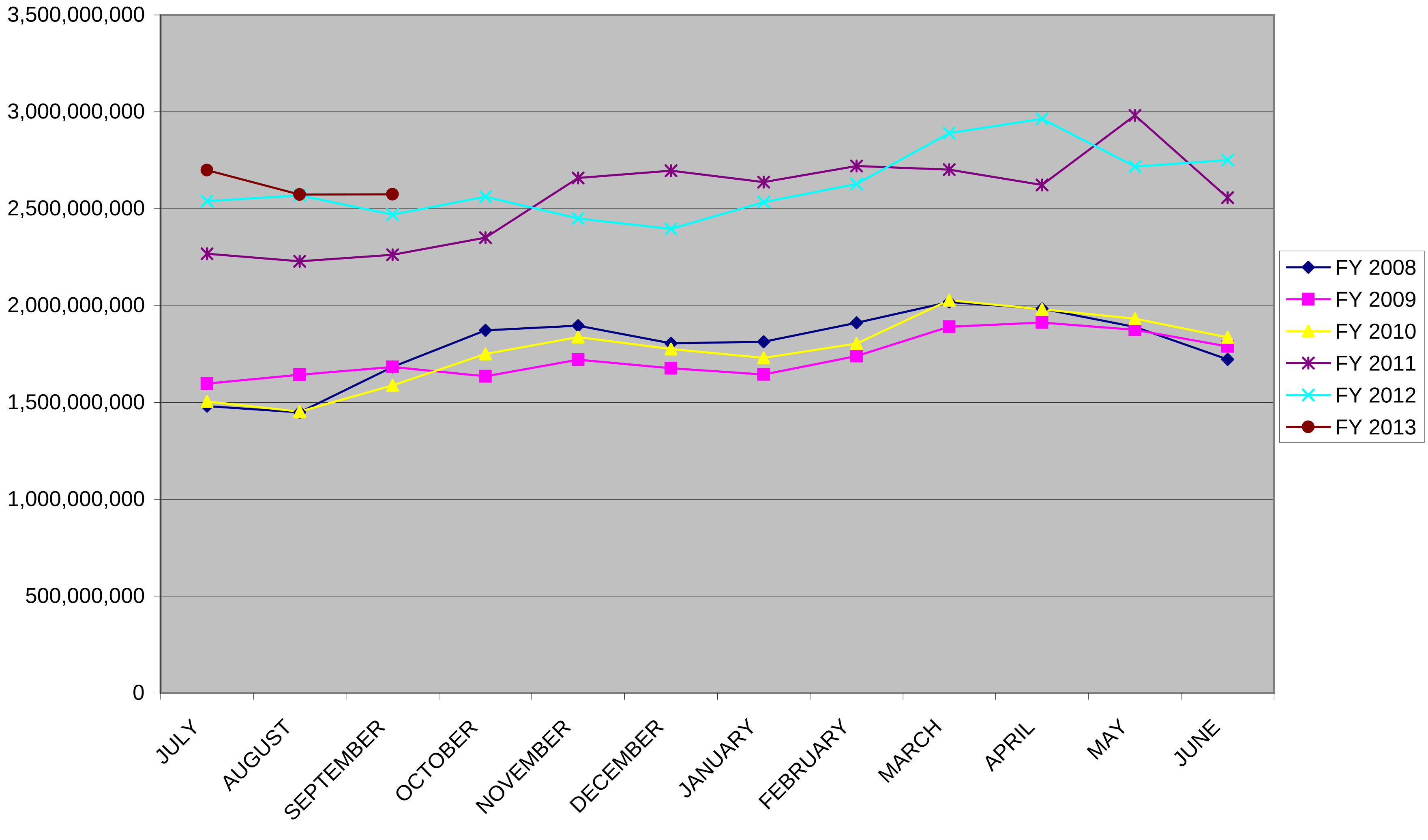

INVESTABLE BALANCES
4,500,000,000
4,000,000,000
3,500,000,000
3,000,000,000
2,500,000,000
2,000,000,000
1,500,000,000
July
August
September
October
November
December
January
February
March
April
May
June
FY 2008
FY 2009
FY 2010
FY 2011
FY 2012
FY 2013

LIMITED POOL
INVESTABLE BALANCES

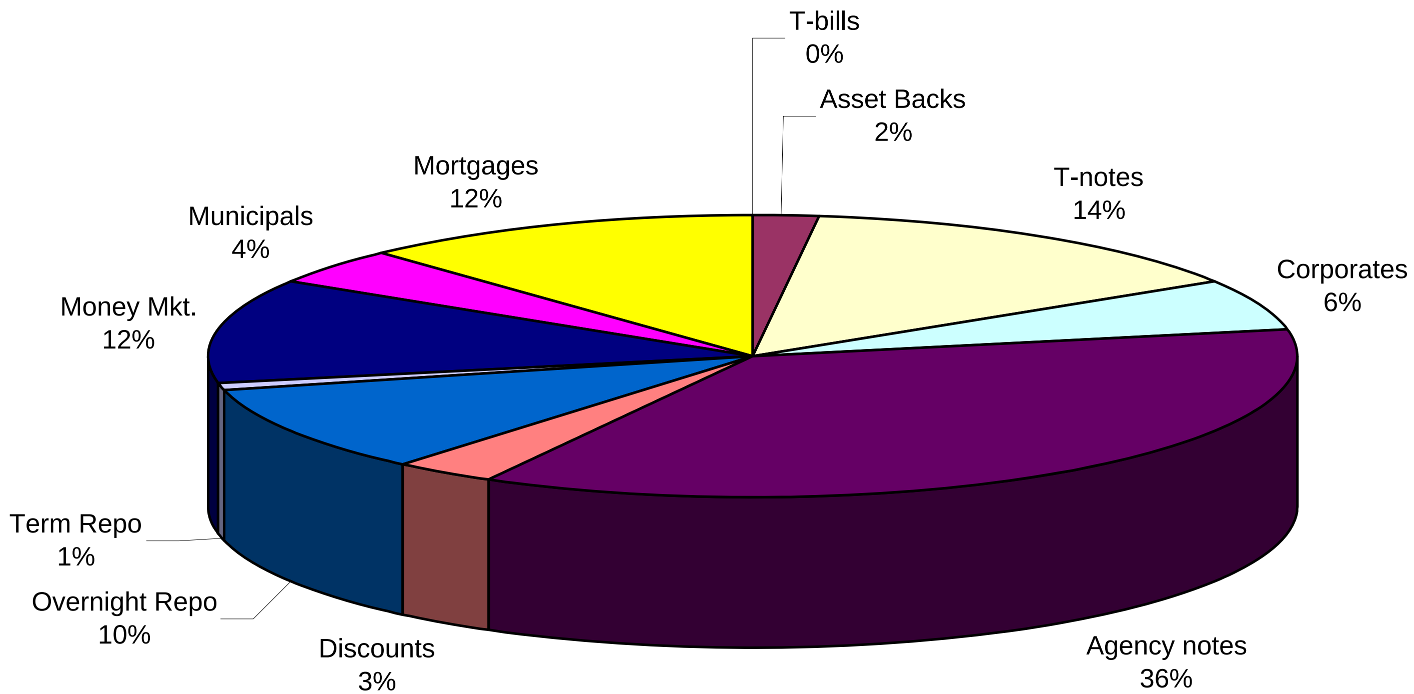



SHORT TERM POOL
INVESTABLE BALANCES
2,000,000,000
1,500,000,000
1,000,000,000
500,000,000
0
-500,000,000
-1,000,000,000
JULY
AUGUST
SEPTEMBER
OCTOBER
NOVEMBER
DECEMBER
JANUARY
FEBRUARY
MARCH
APRIL
MAY
JUNE
FY 2008
FY 2009
FY 2010
FY 2011
FY 2012
FY 2013

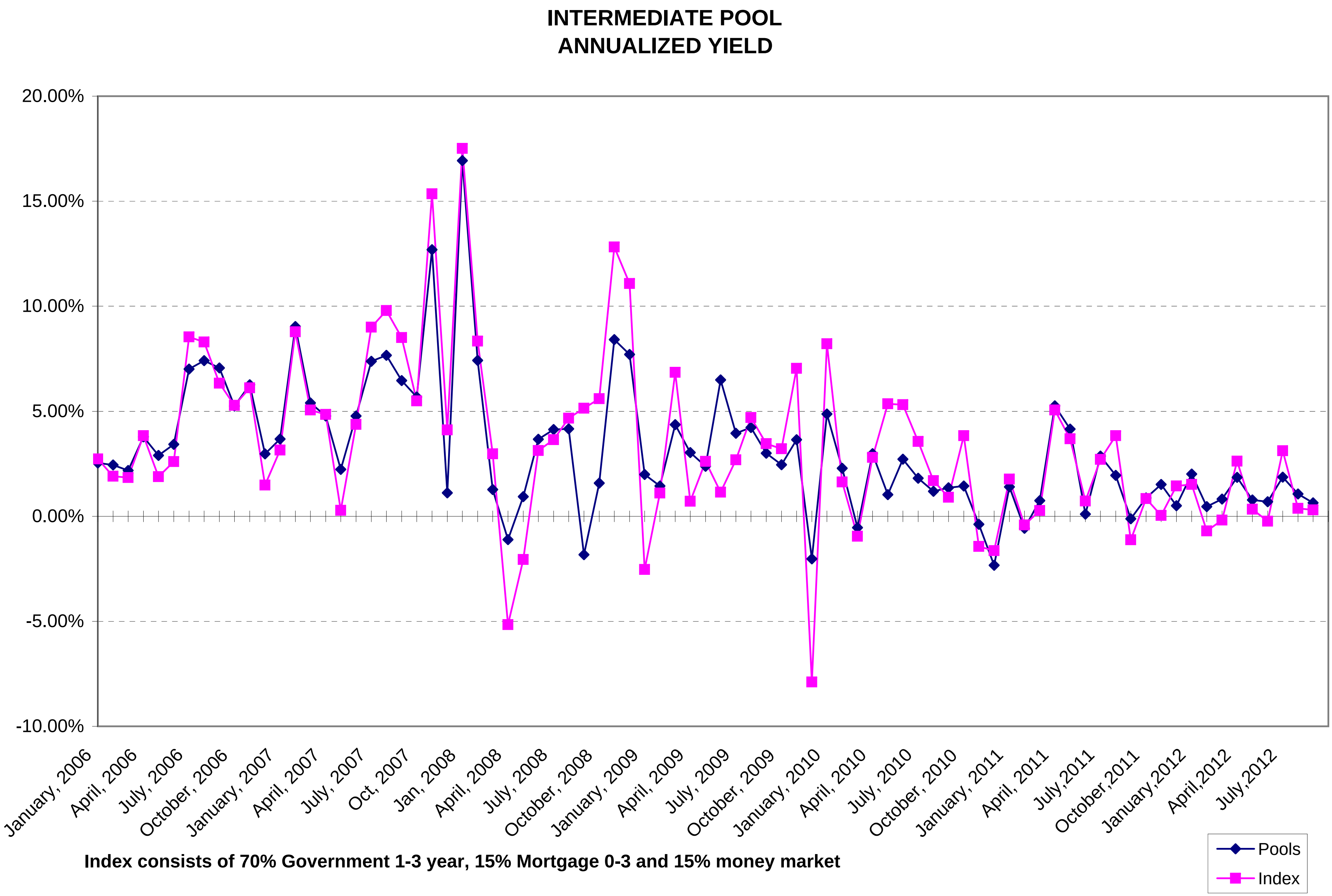
INTERMEDIATE
INVESTABLE BALANCES



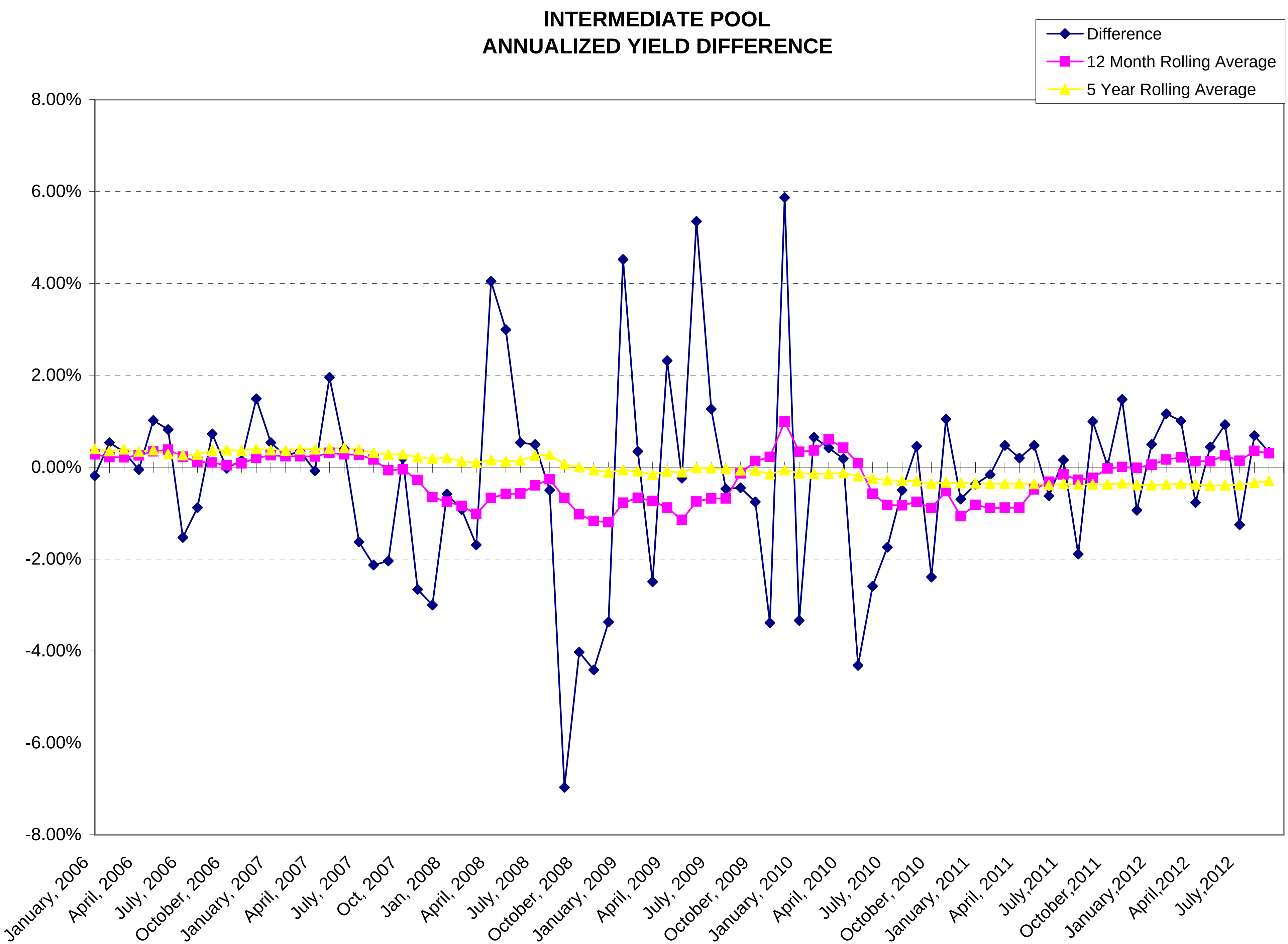
Distribution of Investments for September



LIMITS
Corporates 25%
Mortgages 25%
Asset Backs 20%
Money Mkt. 20%



Index consists of 70% Government 1-3 year, 15% Mortgage 0-3 and 15% money market


INTERMEDIATE POOL
ANNUALIZED YIELD DIFFERENCE
Difference
12 Month Rolling Average
5 Year Rolling Average
8.00%
6.00%
4.00%
2.00%
0.00%
-2.00%
-4.00%
-6.00%
-8.00%
January, 2006
April, 2006
July, 2006
October, 2006
January, 2007
April, 2007
July, 2007
Oct, 2007
Jan, 2008
April, 2008
July, 2008
October, 2008
January, 2009
April, 2009
July, 2009
October, 2009
January, 2010
April, 2010
July, 2010
October, 2010
January, 2011
April, 2011
July,2011
October,2011
January,2012
April,2012
July,2012