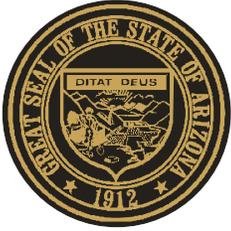


OFFICE OF THE
ARIZONA STATE TREASURER



Doug Ducey
TREASURER



JUNE 2013

Presented To:

Arizona State Board of Investment

JULY 23, 2013

STATE BOARD OF INVESTMENT

A G E N D A

July 23, 2013

1. Call to Order
2. Chairman Remarks
3. Approval of Minutes
4. Review of Treasurer's Monthly Reports
 - A. Earnings Distribution; Investment Pools
 - B. LGIP Pools Investments and Performance Reports
 - C. State Agency Pools Investments and Performance Reports
 - D. Operating Monies Invested Balances
 - E. Earnings Distributed Endowment Funds
 - F. Endowment Investments and Performance Reports
 - G. Broker Activity Report
5. Proposed Changes to the Investment Policy
 - A. Review of Proposed Changes
 - B. Public Comment on Proposed Changes
 - C. Discussion and Action on Proposed Changes
6. Review and Approval of Proposed/Pending Securities Dealers
7. General Business
8. Call to the Public
9. Notice of Next Meeting
10. Adjournment

REPORT OF THE STATE TREASURER

FOR

July 23, 2013

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**Minutes of
BOARD OF INVESTMENT MEETING**

The regular meeting of the State Board of Investment was held on June 25, 2013 in the Office of the State Treasurer, 1700 West Washington, State Capitol, West Wing, Treasurer's Conference Room, Phoenix, Arizona. Treasurer Ducey called the meeting to order at approximately 1:31 p.m.

Members Present:

Doug Ducey, Chair, State Treasurer
Beth Ford, Treasurer, Pima County, – Via Teleconference
Lauren Kingry, Superintendent, Department of Financial Institutions
Harry A. Papp, CFA and Managing Partner, L. Roy Papp & Associate
Brian McNeil, Director of Arizona Department of Administration

Others Present:

Mark Swenson, Deputy Treasurer, Arizona State Treasurer's Office
Carlton Woodruff, Deputy Treasurer of Operations, Arizona State Treasurer's Office
Patty Humbert, Senior Portfolio Manager, Arizona State Treasurer's Office
Tim White, Senior Portfolio Manager, Arizona State Treasurer's Office
Chris Petkiewicz, Portfolio Manager, Arizona State Treasurer's Office
Martin Kelly, Investment Analyst, Arizona State Treasurer's Office
Kevin Donnellan, Director of Communications, Arizona State Treasurer's Office
Dale Stomberg, Investment Accounting Manager, Arizona State Treasurer's Office
Sheila Asher, VP, Relationship Manager, JP Morgan
Robert McCoach, Intern, Arizona State Treasurer's Office

Pursuant to A.R.S. 35-311, the following reports for May, 2013 were submitted for the Board's approval:

Review of Treasurer's Monthly Reports:

Earnings Distribution; Investment Pools
LGIP Pools Investments and Performance Reports
State Agency Pools Investments and Performance Reports
Operating Monies Invested Balances
Earnings Distributed Endowment Funds
Endowment Investments and Performance Reports

1. Call to Order:

Treasurer Ducey called the June 25, 2013 BOI meeting to order at approximately 1:31 pm.

2. Treasurers Comments:

Treasurer Ducey welcomed the board members and guests and thanked all present for attending the June 25, 2013 meeting.

3. Approval of Minutes:

Mr. Papp made a motion to approve the May 28, 2013 minutes. Mr. Kingry seconded the motion. Motion carried.

4. Review of Treasurer's Monthly Report

Earnings Distribution – Investment Pools

Mr. Petkiewicz reported the earnings distributed month-to-date, year-to-date, prior year-to-date, and investment management fees deposited in the General Fund for the month of May, 2013.

Review of Treasurer's Monthly Report – LGIP Investment Pools:

Mr. Petkiewicz presented the monthly report for the LGIP Investment Pools portion of the Arizona State Treasurer's Office to the Board of Investment as follows:

LGIP (Pool 5) & LGIP GOV (Pool 7) Portfolio Yield Analysis

Mr. Petkiewicz reported the net yields for the LGIP and LGIP-Gov Pools, as well as the comparisons to their relative benchmarks for the month of May, 2013.

Pool 500 & Pool 700 Portfolio Yield Analysis

Mr. Petkiewicz reported the net yield for the LGIP Medium Term Pools and the comparison to the benchmark for the month of May, 2013.

Manager Allocation of Invested Monies for the LGIP Pools

Mr. Petkiewicz reported the total market value invested in all of the LGIP Pools as a percentage of the total that was allocated to each of the LGIP, LGIP-Gov, and LGIP Medium Term Pools as of May 31, 2013.

LGIP Pools Investments and Performance Reports

Mr. Petkiewicz reported the total net assets, the weighted average life, the weighted average rating, and the total number of holdings on the LGIP, LGIP-Gov, and LGIP Medium Term pools for the month of May, 2013.

Treasurer Ducey inquired on the response from our clients with regard to the moves of the market. Mr. Swenson responded that we've had normal deposit activity.

Review of Treasurer's Monthly Report – Agency Pools:

Ms. Humbert presented the monthly report for the Agency Pools portion of the Arizona State Treasurer's Office to the Board of Investment as follows:

State Agency Pools Portfolio Yield Analysis

Ms. Humbert reported the net yields for the State Agency Pools for the month of May, 2013.

Manager Allocation of Invested Monies for the State Agency Pools

Ms. Humbert reported the total market value of all of the State Agency Pools broken up to show the percent allocated to each individual State Agency Pool as of May 31, 2013.

Mr. Papp spoke about the dramatic change of the 10 Year Treasury interest rate which was at 1.6 % one month ago and at 2.59 % when he left his office today, which is a 66% rate increase in comparison to rates from 15-20 years ago from 10 % - 11%, a 1% move on a basis of a 10 % rate increase. He explained that even though there were no changes to the portfolio, the duration of the portfolio changed by 4/10 of a year, there were no changes to the instrument. The result is that you're not reporting the actual duration, rather the effective duration. He also added that with mortgage back securities, when interest rates goes up, the rate at which people pay those off will slow down, resulting in the same security now having a longer expected maturity due to the probability of the loans getting paid off decreasing substantially.

Investments Outstanding in State Agency Pools

Ms. Humbert reported the total net assets, the weighted average life, the weighted average duration, the weighted average rating, and the total number of holdings for the State Agency Investment Pools as of May 31, 2013.

Operating Monies Average Invested Balance

Ms. Humbert reported the Operating Monies average invested balance for the month of May, 2013.

Mr. Kingry inquired whether the Dell investment was at investment grade. Ms. Humbert stated that Dell is currently at BBB investment grade noting that they were a single A security which was downgraded this month by S & P adding that Dell is currently on negative watch. Mr. Papp added that there is a transaction being proposed between Michael Dell and Silver Lake Partners that may take the company private. If the transaction takes place, it will layer on much more debt adding that Dell will have the same business which will be much more highly leveraged and that this is one of the risks you take with corporate bonds. Mr. Papp suggested that if the transaction goes through, there is a good probability that Dell could get downgraded. Ms. Humbert added that they were aware of the proposed transaction and performed an analysis and sold any bonds over one year at a profit and kept only those bonds with a 1 year maturity.

Review of Treasurer's Monthly Report – Endowments:

Mr. White presented the endowment portion of the monthly report of the Arizona State Treasurer's Office to the Board of Investment as follows:

Earnings Distributed Endowment Funds

Mr. White reported the earnings distributed for the Endowment Funds for the month of May, 2013.

Endowment Funds Yield Analysis

Mr. White reported the net yield of the Endowment Fund Fixed Income Pool for the month of May, 2013.

Net Realized Capital Gains/Losses – Endowment Funds

Mr. White reported the net realized capital gains for the Endowment Fixed Income, S&P 500, S&P 400 and S&P 600 pools for the month of April, 2013 and FY13 fiscal year to date.

Endowment Funds Fixed-Income Pool Purchases & Sales

Mr. White reported the purchases and sales of the Endowment Fixed Income Pool for the month of May, 2013.

Equity Funds Purchases & Sales

Mr. White reported the purchases and sales (summary) of the Endowment Equity Pools for the month of May, 2013.

Investments Outstanding in Endowment Funds

Mr. White reported the par, book, market value, and unrealized gains/loss of the Endowment Funds as of May 31, 2013.

Performance of Investments in Endowment Funds

Mr. White reported the performance of the Endowment Funds for the current month, the year to date, trailing one year, trailing three years, trailing five years, and since inception for the Endowment Funds as of May 31, 2013.

Manager Allocation of Invested Monies for the Endowment Pools

Mr. White reported the percentage of the total market value of all of the Endowment investments allocated to each of the Endowment Pools, as of May 31, 2013.

Equity Holdings Investments Outstanding S&P 500

Mr. White reported the investments outstanding by portfolio characteristics and industry sector for the S&P 500 Pool as of May 31, 2013.

Equity Holdings Investments Outstanding S&P 400

Mr. White reported the investments outstanding by portfolio characteristics and industry sector for the S&P 400 Pool as of May 31, 2013.

Equity Holdings Investments Outstanding S&P 600

Mr. White reported the investments outstanding by portfolio characteristics and industry sector for the S&P 600 Pool as of May 31, 2013.

Fixed Income Investments and Performance Reports

Mr. White reported the total net assets, the weighted average life, the weighted average duration, the weighted average yield to maturity, the weighted average rating, and the total number of holdings for the Fixed Income Pool for the month of May, 2013.

Endowment Investments and Performance Growth by Account Reports

Mr. White reported the performance and growth for each of the Endowment Funds from the inception date of each fund through the end of May, 2013.

Approval of Treasurer's Report

Mr. Kingry made a motion to approve the Treasurer's Report. Mr. McNeil seconded the motion. Motion carried.

5. Proposed Changes to Investment Policy:

No proposed changes.

6. Review and approval of Proposed/Pending Securities Dealers:

There were no Securities Dealers to be approved.

7. General Business:

There was no general business.

8. Call to the Public

There was no public comment.

9. Notice of Next Meeting:

Treasurer Ducey advised the Board that the next regular meeting of the Board of Investment will be Tuesday, July 23, 2013 at 1:30 p.m. at 1700 West Washington, State Capitol, West Wing, Treasurer's Conference Room, Phoenix, Arizona.

Treasurer Ducey asked Mr. Papp to give a brief overview on the economy.

Mr. Papp provided an overview on the economy as a whole stating that this month has been different and provided brief comments regarding Bernanke's recent announcement on government bonds and mortgage backed securities. Mr. Papp also suspects that interest rates are more likely to drift down a bit over the next couple of months. In closing, Mr. Papp stated that these portfolios are biased towards safety and the endowment and operating fund are positioned as conservative.

10. Adjournment:

Mr. Kingry made a motion to adjourn the BOI meeting. Mr. Papp seconded the motion. Upon unanimous approval the BOI Meeting was adjourned at 2:14 p.m.

Respectfully Submitted by:

Barbara Conley
Executive Consultant II

Approved by:

Doug Ducey, Chair

Date

EARNINGS DISTRIBUTION - INVESTMENT POOLS
JUNE 2013

| Recipient | Earnings Distributed | | | Fiscal YTD Investment Management Fees Received |
|--|-----------------------------|-----------------------------|-----------------------------|---|
| | JUNE 2013 | Fiscal YTD 12/13 | Fiscal YTD 11/12 | |
| General Fund | \$1,595,213 | \$14,635,957 | \$12,233,539 | |
| 2 State Agencies - Full Faith & Credit | 529,553 | 6,220,680 | 7,313,292 | \$671,656 |
| 3 State Agencies - Diversified (<i>Combined</i>) | 1,010,115 | 13,058,268 | 10,103,475 | 1,360,452 |
| 4 State Agencies - Gov | 401,789 | 5,288,315 | 4,727,807 | 660,857 |
| 5 LGIP | 158,174 | 2,478,116 | 2,674,663 | 771,440 |
| 7 LGIP Gov | 41,880 | 1,396,452 | 1,175,687 | 804,335 |
| 10 Tax-exempt Non-AMT Municipal Bonds | 0 | 0 | N/A | 41,704 |
| 12 CAWCD Medium-Term | 437,271 | 5,744,318 | 6,235,863 | 163,478 |
| 15 GADA Long-Term | 19,706 | 208,744 | 294,164 | 7,260 |
| 16 ECDH Medium-Term | 503,886 | 5,709,430 | 1,453,076 | 216,877 |
| Subtotal | \$4,697,587 | \$54,740,280 | \$46,211,565 | \$4,698,060 |
| NAV POOL | | | | |
| 500 LGIP - Med Term | 250,140 | 3,386,851 | 3,309,255 | 166,594 |
| 700 LGIP - FF&C Med Term | 148,112 | 2,074,900 | 1,390,360 | 133,753 |
| Total | \$5,095,839 | \$60,202,031 | \$50,911,180 | \$4,998,407 |
| JUNE 2012 TOTALS | \$5,100,410 | | | \$4,521,405 |

* Note: All earnings distributed for Pool 10 Tax-exempt Non-AMT Municipal Bonds are reported in the General Fund line item.

**LGIP & LGIP- GOV
 PORTFOLIO YIELD ANALYSIS
 JUNE 30, 2013**

NET EARNINGS

| FUND | DESCRIPTION | Current Month 06/30/13 | Prior Month 05/31/13 | Prior Year 6/30/12 | Net Asset Value Per Share |
|----------------------------------|--------------------|---------------------------------------|-------------------------------------|-----------------------------------|--|
| 5 | LGIP | 161,191 | 162,621 | 247,918 | 1.0000 |
| 7 | LGIP - GOV | 42,956 | 61,206 | 154,416 | 1.0000 |
| TOTAL LGIP & LGIP-GOV | | 204,147 | 223,826 | 402,334 | |

YIELDS

| <u>MONTHLY</u> | | Current Month 06/30/13 | Prior Month 05/31/13 | Prior Year 6/30/12 |
|----------------------------|------------------|---------------------------------------|-------------------------------------|-----------------------------------|
| 5 | LGIP (NET) | 0.14% | 0.13% | 0.22% |
| | S & P LGIP INDEX | 0.06% | 0.06% | 0.10% |
| 7 | LGIP - GOV (NET) | 0.04% | 0.05% | 0.11% |
| | 3 MONTH T-BILL | 0.04% | 0.03% | 0.08% |
| <u>YEAR TO DATE</u> | | | | |
| 5 | LGIP (NET) | 0.20% | 0.20% | 0.19% |
| | S & P LGIP INDEX | 0.08% | 0.09% | 0.09% |
| 7 | LGIP - GOV (NET) | 0.11% | 0.11% | 0.07% |
| | 3 MONTH T-BILL | 0.07% | 0.08% | 0.04% |

* Note: The LGIP-GOV Pool consists of only securities explicitly backed by the full faith & credit of the US Government.

**LGIP & LGIP- GOV MEDIUM TERM POOLS
PORTFOLIO YIELD ANALYSIS
JUNE 30, 2013**

NET EARNINGS

| FUND | DESCRIPTION | Current Month 06/30/13 | Prior Month 05/31/13 | Prior Year 6/30/12 | Net Asset Value Per Share |
|------|-------------------------------------|------------------------------|----------------------------|--------------------------|---------------------------------|
| 500 | LGIP - MED TERM POOL | 269,366 | 249,836 | 320,473 | 1.0288 |
| 700 | LGIP - FF&C MED TERM POOL | 148,112 | 122,717 | 158,061 | 1.0017 |
| | TOTAL LGIP MEDIUM TERM POOLS | 417,478 | 372,553 | 478,534 | |

YIELDS

MONTHLY

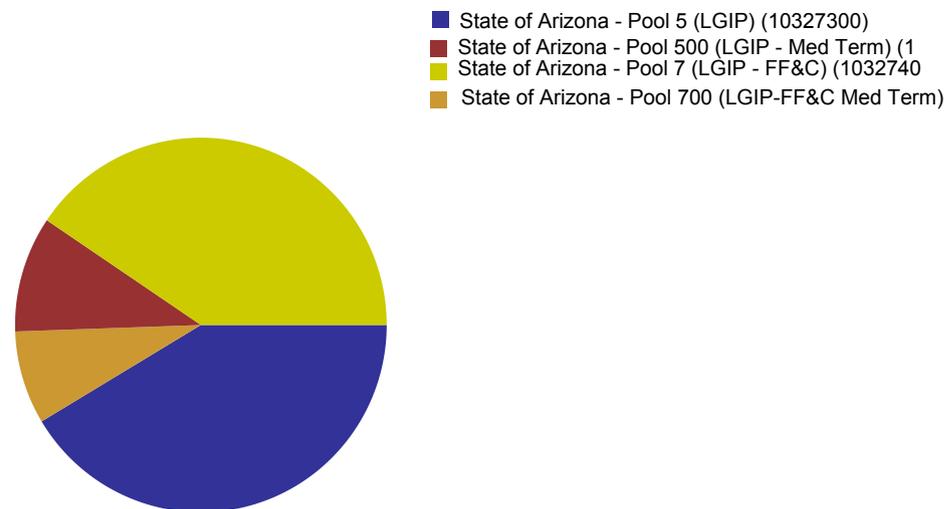
| | Current Month 06/30/13 | Prior Month 05/31/13 | Prior Year 6/30/12 |
|--|------------------------------|----------------------------|--------------------------|
| 500 LGIP - MED TERM (NET) | 1.17% | 1.03% | 1.81% |
| MERRILL 1-5 US D M INDEX | 1.33% | 1.30% | 1.30% |
| 700 LGIP - FF&C MED TERM (NET) | 0.78% | 0.63% | 1.16% |
| 75% MERRILL 1-5 US TREAS INDEX / 25% MERRILL GNMA MORTGAGE MASTER INDEX | 1.26% | 1.08% | 0.83% |

YEAR TO DATE

| | Current Month 06/30/13 | Prior Month 05/31/13 | Prior Year 6/30/12 |
|--|------------------------------|----------------------------|--------------------------|
| 500 LGIP - MED TERM (NET) | 1.37% | 1.39% | 1.74% |
| MERRILL 1-5 US D M INDEX | 1.06% | 1.04% | 1.43% |
| 700 LGIP - FF&C MED TERM (NET) | 1.04% | 1.06% | 1.12% |
| 75% MERRILL 1-5 US TREAS INDEX / 25% MERRILL GNMA MORTGAGE MASTER INDEX | 0.76% | 0.71% | 0.85% |

Manager Allocation - Daily Arizona State Treasury (05509) As of June 30, 2013

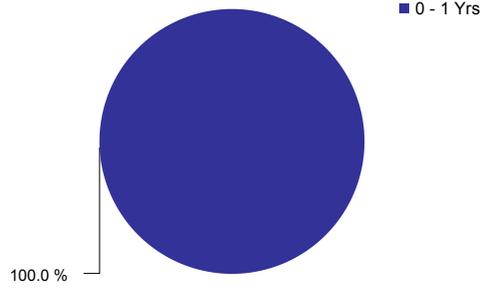
| LGIP composite (00550903) | | |
|---|-------------------|----------------------|
| Account Name | Market Value(MIL) | Percent of Portfolio |
| State of Arizona - Pool 5 (LGIP) (10327300) | 1,193.85 | 41.3% |
| State of Arizona - Pool 500 (LGIP - Med Term) (10327700) | 289.10 | 10.0% |
| State of Arizona - Pool 7 (LGIP - FF&C) (10327400) | 1,173.58 | 40.6% |
| State of Arizona - Pool 700 (LGIP-FF&C Med Term) (10563200) | 231.27 | 8.0% |
| TOTAL | 2,887.80 | 100.0% |



Portfolio Characteristics

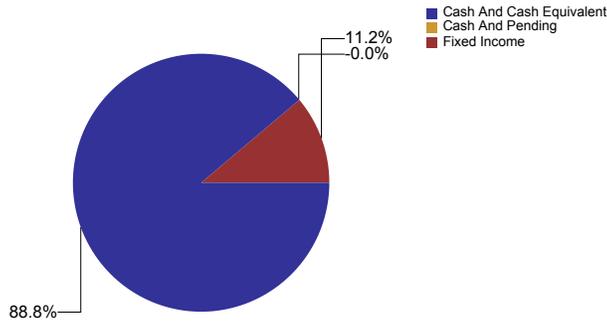
Duration Mix

Total Net Assets (Millions) **1,193.8**
 Weighted Average Life (Years) **0.06**
 Weighted Avg. Effective Duration (Years) **0.08**
 Weighted Average Maturity (Years) **0.07**
 Weighted Average Rating **AA+**
 Number of Holdings **53**



Asset Mix

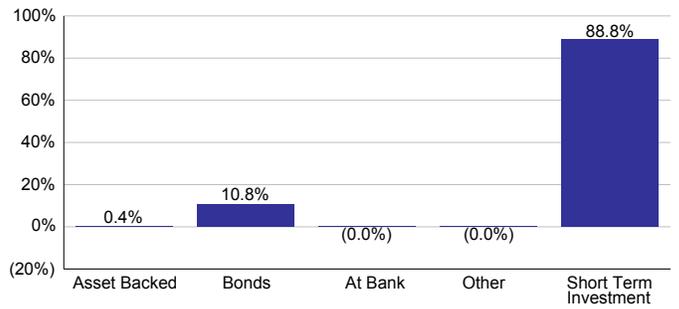
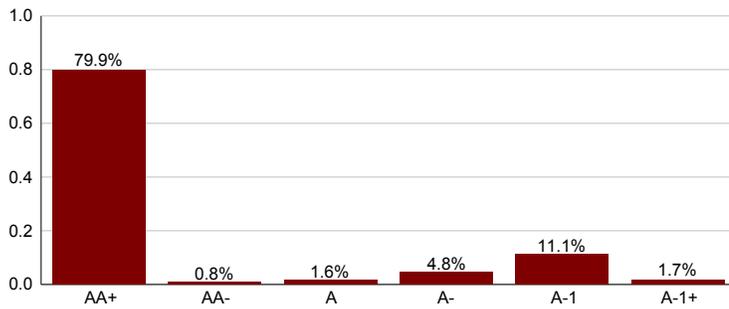
Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|--|-------------|-------------|---------------|
| 46999W014 | TRI-PARTY REPO JP MORGAN 0.30% 01/JUL/2013 | 21.15% | 0.30 | 1/7/2013 |
| 853990M22 | TRI-PARTY REPO SOUTH STREET 0.16% 01/JUL/2013 | 16.75% | 0.16 | 1/7/2013 |
| 853990M71 | TRI-PARTY REPO SOUTH STREET 0.13% 01/JUL/2013 | 16.75% | 0.13 | 1/7/2013 |
| 46999W022 | TRI-PARTY REPO JP MORGAN REPO SWEEP 0.20% | 8.41% | 0.20 | 1/7/2013 |
| 06099G178 | TRI-PARTY REPO BANK OF AMERICA 0.05% 03/JUL/2013 | 8.38% | 0.05 | 3/7/2013 |
| 3133EASW9 | FEDERAL FARM CR BKS CONS BD FLT 13 06/AUG/2013 | 1.68% | 0.00 | 6/8/2013 |
| 693476BA0 | PNC FUNDING CORPORATION SR FLTG RATE NTS | 1.26% | 0.00 | 31/1/2014 |
| 41068JU20 | HANNOVER FDG CO. LLC CORPORATE COMMERCIAL PAPER | 1.26% | 0.00 | 2/7/2013 |
| 3AD99C486 | FDIC ALLIANCE BANK OF ARIZONA CDARS CD 0.51% | 1.06% | 0.51 | 20/3/2014 |
| 959466N | FDIC ALLIANCE BANK OF ARIZONA CDARS 0.5100% | 1.05% | 0.51 | 19/12/2013 |

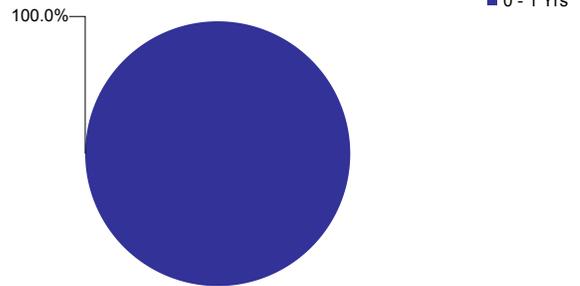
Quality/Rating Weightings

Sector Weightings (as % of Market Value)

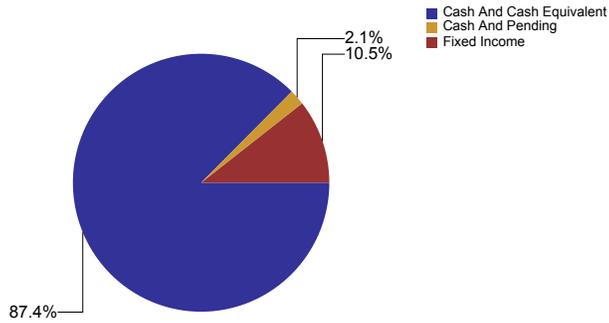


Portfolio Characteristics Duration Mix

Total Net Assets (Millions) **1,173.6**
 Weighted Average Life (Years) **0.03**
 Weighted Avg. Effective Duration (Years) **0.04**
 Weighted Average Maturity (Years) **0.04**
 Weighted Average Rating **AA+**
 Number of Holdings **15**

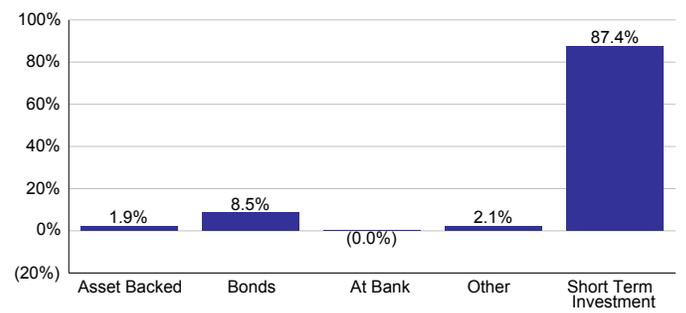
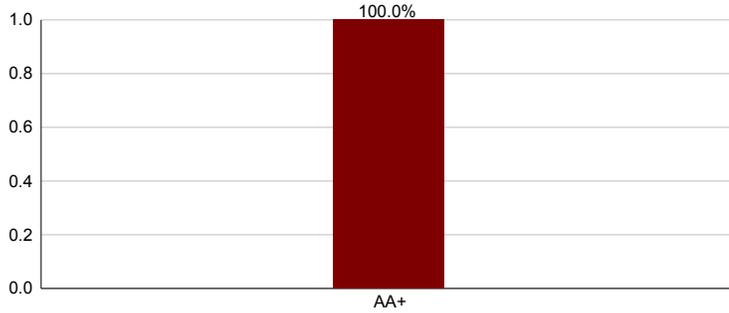


Asset Mix Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|---|-------------|-------------|---------------|
| 65599D226 | TRI-PARTY REPO NOMURA 0.07% 09/JUL/2013 | 30.47% | 0.07 | 9/7/2013 |
| 06099Y311 | TRI-PARTY REPO BANK OF AMERICA 0.07% 05/JUL/2013 | 17.41% | 0.07 | 5/7/2013 |
| 655990I01 | TRI-PARTY REPO NOMURA 0.05% 03/JUL/2013 | 17.41% | 0.05 | 3/7/2013 |
| 912828RD4 | UNITED STATES TREAS NTS 0.125% 31/AUG/2013 | 8.71% | 0.12 | 31/8/2013 |
| 853990K16 | TRI-PARTY REPO SOUTH STREET 0.03% 03/JUL/2013 | 8.71% | 0.03 | 3/7/2013 |
| 9127957A3 | UNITED STATES TREAS BILLS DT | 4.35% | 0.00 | 25/7/2013 |
| 912796AV1 | UNITED STATES TREAS BILLS DT | 4.35% | 0.00 | 8/8/2013 |
| 01899FE04 | ALLIANCE BANK OF ARIZONA MONEY MARKET | 2.62% | 0.26 | 1/7/2013 |
| 22087WAC3 | CORUS CONSTRUCTION VENTURE LLC 0% NTS 25/OCT/2013 | 1.97% | 0.00 | 25/10/2013 |
| 912796AT6 | UNITED STATES TREAS BILLS DT | 1.74% | 0.00 | 18/7/2013 |

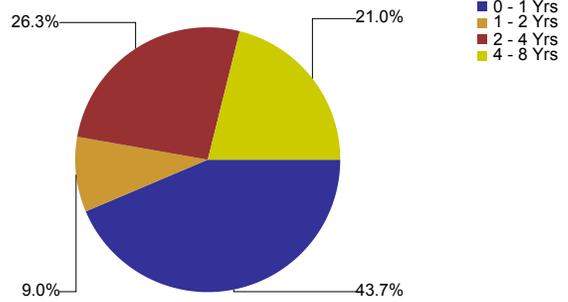
Quality/Rating Weightings Sector Weightings (as % of Market Value)



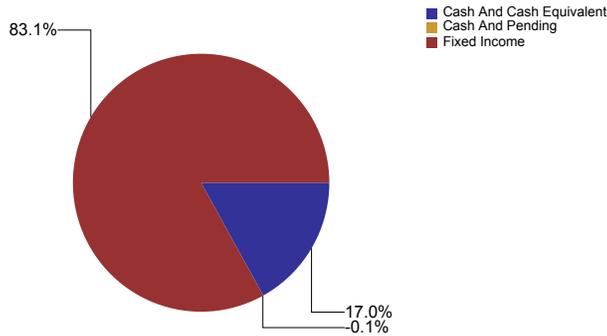
Portfolio Characteristics

Total Net Assets (Millions) **289.1**
 Weighted Average Life (Years) **2.32**
 Weighted Avg. Effective Duration (Years) **1.99**
 Weighted Average Rating **AA**
 Number of Holdings **205**

Duration Mix



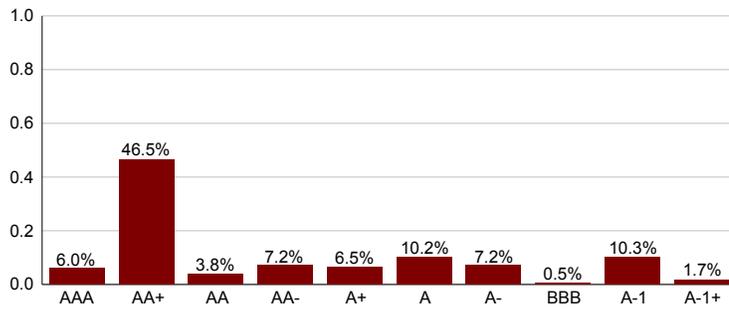
Asset Mix



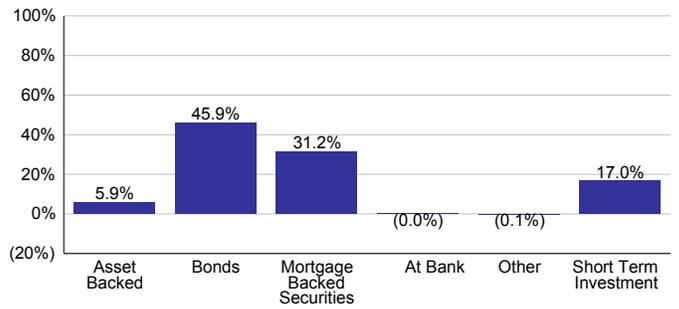
Top Ten Portfolio Holdings

| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|--|-------------|-------------|---------------|
| 587498W | TRI-PARTY REPO SOUTH STREET 0.01 01/JUL/2013 | 4.84% | 0.01 | 1/7/2013 |
| 31417CUR4 | FNMA MORTPASS 2.5% 01/AUG/2027 CI P# AB5991 | 4.43% | 2.50 | 1/8/2027 |
| 31419JM47 | FNMA MORTPASS 4.5% 01/NOV/2040 CL P# AE7578 | 3.28% | 4.50 | 1/11/2040 |
| 3128MMQT3 | FHLMGCLD MORTPASS 2.5% 01/MAY/2028 G1 P# G18465 | 1.73% | 2.50 | 1/5/2028 |
| 62455AU13 | MOUNTCLIFF CORPORATE COMMERCIAL PAPER DISCOUNT DTD | 1.73% | 0.00 | 1/7/2013 |
| 41068BU20 | HANNOVER FDG CO. LLC CORPORATE COMMERCIAL PAPER | 1.73% | 0.00 | 2/7/2013 |
| 3137ARRT5 | FREDDIE MAC 4080 DA 2.000% 15/MAR/2041 | 1.61% | 2.00 | 15/3/2041 |
| 3132GU4P6 | FHLMGCLD MORTPASS 3.5% 01/JUL/2042 Q0 P# Q09530 | 1.57% | 3.50 | 1/7/2042 |
| 31416XE97 | FNMA MORTPASS 4% 01/DEC/2040 CL P# AB1959 | 1.44% | 4.00 | 1/12/2040 |
| 31418AHW1 | FNMA MORTPASS 2.5% 01/AUG/2027 CI P# MA1144 | 1.44% | 2.50 | 1/8/2027 |

Quality/Rating Weightings



Sector Weightings (as % of Market Value)

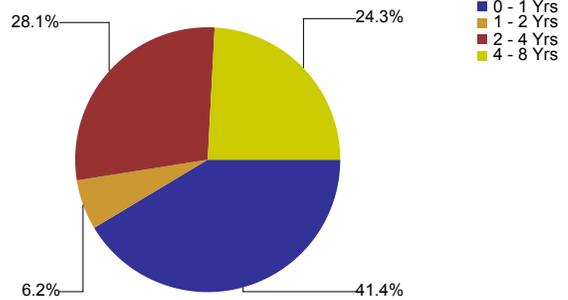


Portfolio Characteristics

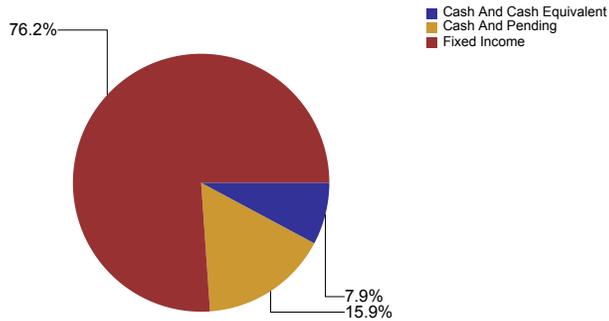
Total Net Assets (Millions)
Weighted Average Life (Years)
Weighted Avg. Effective Duration (Years)
Weighted Average Rating
Number of Holdings

231.3
2.77
2.12
AA+
74

Duration Mix



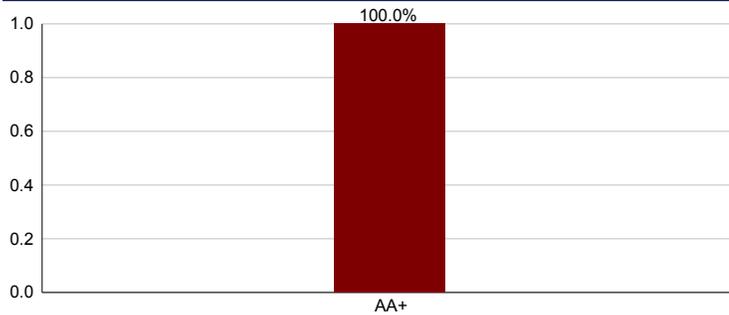
Asset Mix



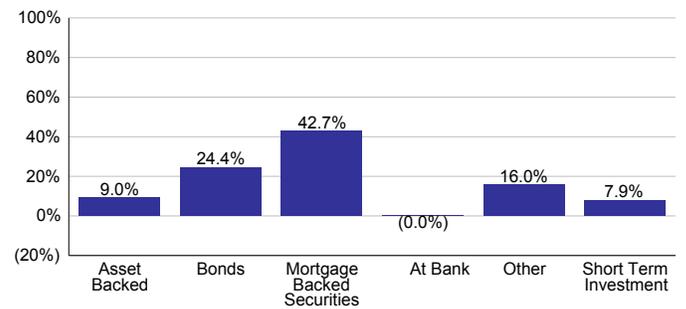
Top Ten Portfolio Holdings

| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|---|-------------|-------------|---------------|
| 22087WAC3 | CORUS CONSTRUCTION VENTURE LLC 0% NTS 25/OCT/2013 | 10.76% | 0.00 | 25/10/2013 |
| 30299FD00 | FDIC US BANK CDARS ACCOUNT | 7.76% | 0.30 | 1/7/2013 |
| 912828RD4 | UNITED STATES TREAS NTS 0.125% 31/AUG/2013 | 5.15% | 0.12 | 31/8/2013 |
| 36202FL61 | GNMA II MORTPASS 4% 20/NOV/2040 JM PN# 004849 | 4.29% | 4.00 | 20/11/2040 |
| 36179MGW4 | GNMA II MORTPASS 3% 20/JUL/2042 JM PN# MA0213 | 3.69% | 3.00 | 20/7/2042 |
| 38378H4K9 | GINNIE MAE 2012-124 KB 2.000% 20/JUL/2042 | 3.59% | 2.00 | 20/7/2042 |
| 36225E3Y6 | GNMA II MORTPASS 0% 20/SEP/2040 AT PN# 082614 | 3.05% | 0.00 | 20/9/2040 |
| 36179MAH3 | GNMA II MORTPASS 3.5% 20/APR/2027 SF PN# MA0008 | 2.89% | 3.50 | 20/4/2027 |
| 912828LL2 | US TREASURY 3.00% 31/AUG/2016 | 2.78% | 3.00 | 31/8/2016 |
| 912828TW0 | US TREASURY 0.75% 31/OCT/2017 | 2.53% | 0.75 | 31/10/2017 |

Quality/Rating Weightings



Sector Weightings (as % of Market Value)



**STATE AGENCY POOLS
 PORTFOLIO EARNINGS ANALYSIS
 June 30, 2013**

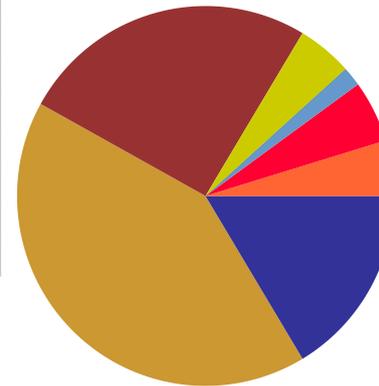
| FUND | DESCRIPTION | Current Month 06/30/13 | Prior Month 05/31/13 | Prior Year 6/30/12 | Net Asset Value Per Share |
|-------------|--------------------------------------|---------------------------------------|-------------------------------------|-----------------------------------|--|
| 2 | STATE AGENCIES - FULL FAITH & CREDIT | 832,807 | 814,944 | 1,012,894 | 0.9971 |
| 3 | STATE AGENCIES - DIVERSIFIED | | | | |
| | INTERNAL MANAGERS | 1,847,271 | 1,670,125 | 1,526,182 | 0.9938 |
| | EXTERNAL MANAGERS | 37,849 | 48,603 | 32,674 | 0.9976 |
| | FUND 3 TOTAL | 1,885,120 | 1,718,728 | 1,558,856 | 0.9939 |
| 4 | STATE AGENCIES - GOV | 751,968 | 746,585 | 693,770 | 0.9921 |
| 10 | TAX-EXEMPT NON-AMT MUNICIPAL BONDS | 43,458 | 53,183 | N/A | 0.9963 |
| 12 | CAWCD MEDIUM-TERM | 437,271 | 427,636 | 501,389 | 1.0111 |
| 15 | GADA LONG-TERM | 19,706 | 18,407 | 20,486 | 0.9958 |
| 16 | ECDH MEDIUM-TERM | 503,886 | 599,334 | 432,147 | 0.9841 |
| | TOTAL STATE AGENCIES | 4,474,215 | 4,378,816 | 4,219,542 | |

**STATE AGENCY POOLS
PORTFOLIO YIELD ANALYSIS
JUNE 30, 2013**

| FUND | DESCRIPTION | Current Month 06/30/13 | Prior Month 05/31/13 | Prior Year 6/30/12 |
|------|--|----------------------------------|----------------------------------|--|
| 2 | STATE AGENCIES - FULL FAITH & CREDIT 75% MERRILL 0-1 US TREAS INDEX / 25% MERRILL GNMA MORTGAGE MASTER INDEX | 0.79% 0.86% | 0.73% 0.78% | 1.02% 0.63% |
| 3 | STATE AGENCIES - DIVERSIFIED INTERNAL MANAGERS EXTERNAL MANAGERS COMBINED 50% 3 MONTH LIBOR INDEX / 50% MERRILL 1-3 US BROAD MARKET INDEX | 0.89% 0.46% 0.88% 0.52% | 0.79% 0.57% 0.78% 0.47% | 0.94% 0.40% 0.92% 0.74% |
| 4 | STATE AGENCIES - GOV 50% MERRILL 6 MTH US T-BILL INDEX / 50% MERRILL 1-3 UNSUB. US TREAS / AGY INDEX | 0.73% 0.24% | 0.72% 0.20% | 0.68% 0.25% |
| 10 | TAX-EXEMPT NON-AMT MUNICIPAL BONDS SIFMA MUNICIPAL SWAP INDEX | 0.19% 0.07% | 0.23% 0.16% | N/A N/A |
| 12 | CAWCD MEDIUM-TERM BARCLAYS CAPITAL US AGG. BOND INDEX | 1.89% 2.35% | 1.97% 2.08% | 2.19% 1.98% |
| 15 | GADA LONG-TERM MERRILL 3-5 US BROAD MARKET EX CORP | 1.98% 1.76% | 1.79% 1.79% | 2.04% 1.55% |
| 16 | ECDH MEDIUM-TERM BARCLAYS CAPITAL US AGG. BOND INDEX | 1.85% 2.35% | 2.13% 2.08% | 1.75% 1.98% |

Manager Allocation - Daily Arizona State Treasury (05509) As of June 30, 2013

| Pool Composite (00550904) | | |
|---|-------------------|----------------------|
| Account Name | Market Value(MIL) | Percent of Portfolio |
| State of Arizona - Pool 2 (State Agency - FF&C) (10327000) | 1,005.00 | 16.3% |
| State of Arizona - Pool 3 (State Agency - Diversified) (10327100) | 2,561.10 | 41.6% |
| State of Arizona - Pool 3 (external US Banc) (17699900) | 100.32 | 1.6% |
| State of Arizona - Pool 4 (State Agency Rest Div) (10327200) | 1,570.60 | 25.5% |
| State of Arizona - Pool 10 (State Operating) (11741000) | 289.30 | 4.7% |
| State of Arizona - Pool 12 (CAWCD- Med Term) (10327500) | 286.53 | 4.7% |
| State of Arizona - Pool 15 (GADA) (10327600) | 12.06 | 0.2% |
| State of Arizona - Pool 16 (ECDH) (13074500) | 325.93 | 5.3% |
| TOTAL | 6,150.84 | 100.0% |

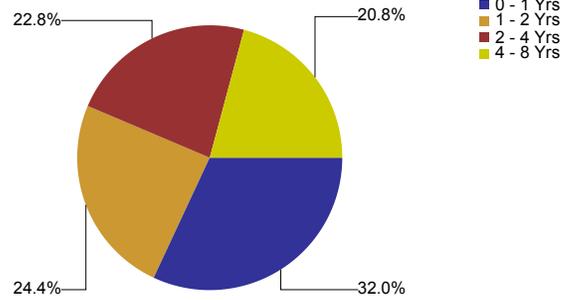


- State of Arizona - Pool 2 (State Agency - FF&C)
- State of Arizona - Pool 3 (State Agency - Divers
- State of Arizona Pool 3 (external US Banc) (1769
- State of Arizona - Pool 4 (State Agency Rest Di
- State of Arizona - Pool 10 (State Operating) (11
- State of Arizona - Pool 12 (CAWCD - Med Term) (1
- State of Arizona - Pool 15 (GADA) (10327600)
- State of Arizona - Pool 16 (ECDH) (13074500)

Portfolio Characteristics

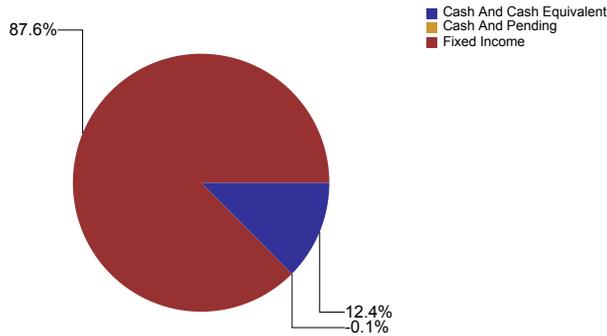
Duration Mix

Total Net Assets (Millions) **1,005.0**
 Weighted Average Life (Years) **2.73**
 Weighted Avg. Effective Duration (Years) **2.19**
 Weighted Average Rating **AA+**
 Number of Holdings **105**



Asset Mix

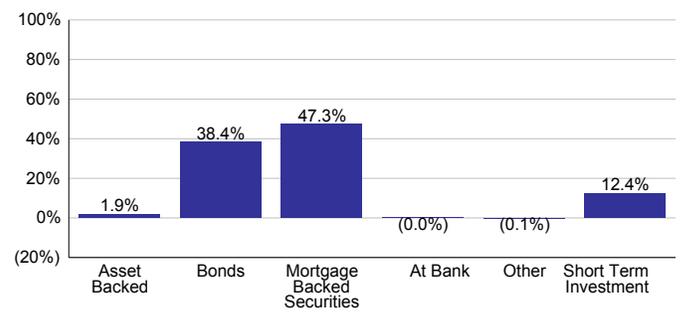
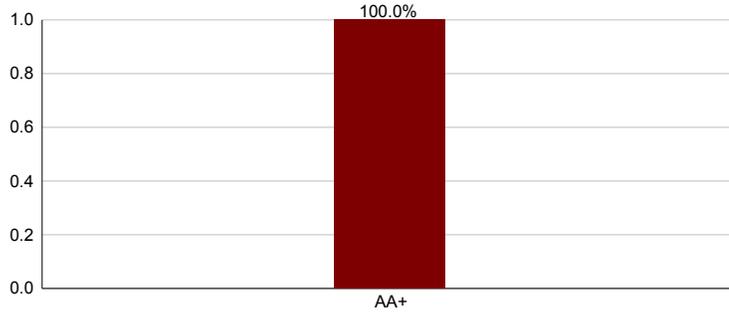
Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|---|-------------|-------------|---------------|
| 655990168 | TRI-PARTY REPO NOMURA 0.03% 01/JUL/2013 | 9.45% | 0.03 | 1/7/2013 |
| 912828DM9 | UNITED STATES TREAS 4.0% 15/FEB/2015 | 5.34% | 4.00 | 15/2/2015 |
| 912828RZ5 | UNITED STATES TREAS 0.25% 15/JAN/2015 | 4.98% | 0.25 | 15/1/2015 |
| 912828QH6 | UNITED STATES TREAS NTS 1.250% 15/FEB/2014 | 4.02% | 1.25 | 15/2/2014 |
| 38375GHL8 | GINNIE MAE 2012-84 LB 2.000% 16/MAY/2042 | 3.79% | 2.00 | 16/5/2042 |
| 912796BE8 | UNITED STATES TREAS BILLS DT | 2.48% | 0.00 | 1/5/2014 |
| 38377XSL2 | GINNIE MAE 2012-137 FA VARIABLE 20/NOV/2042 | 2.44% | 0.00 | 20/11/2042 |
| 38378EGJ6 | GINNIE MAE 2012-51 EA 1.500% 20/SEP/2040 | 2.27% | 1.50 | 20/9/2040 |
| 912828KV1 | UNITED STATES TREAS NTS 02.250% 31/MAY/2014 | 2.03% | 2.25 | 31/5/2014 |
| 912828NN6 | UNITED STATES TREAS NTS 1%15/JUL/2013 | 2.00% | 1.00 | 15/7/2013 |

Quality/Rating Weightings

Sector Weightings (as % of Market Value)

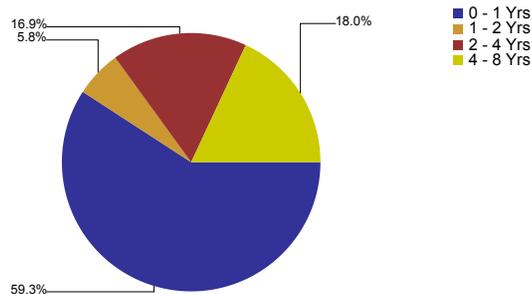


Portfolio Characteristics

Duration Mix

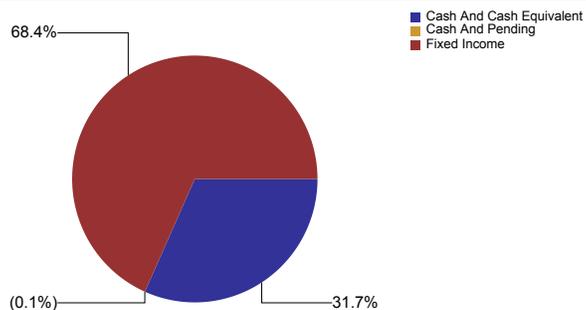
Total Net Assets (Millions)
Weighted Average Life (Years)
Weighted Avg. Effective Duration (Years)
Weighted Average Rating
Number of Holdings

2,661.4
2.02
1.58
AA
335



Asset Mix

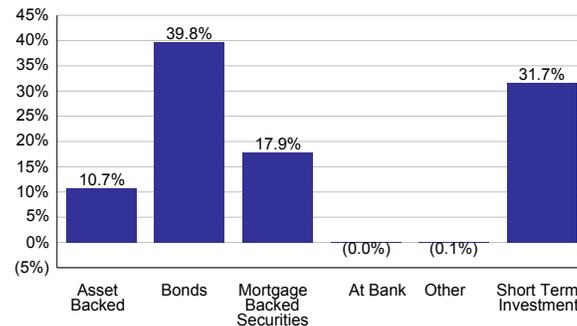
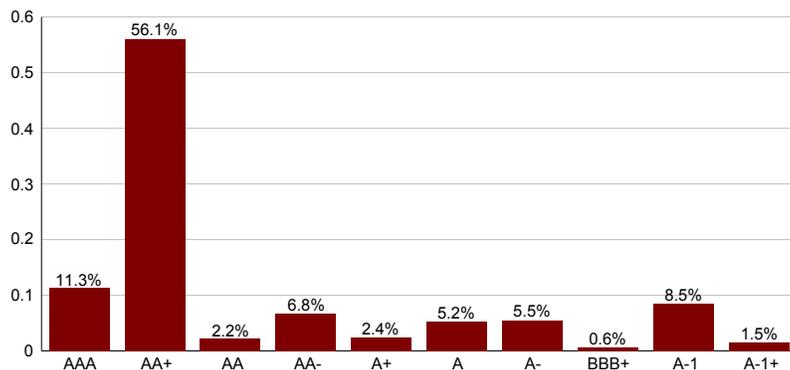
Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|--|-------------|-------------|---------------|
| 655990163 | TRI-PARTY REPO NOMURA 0.03% 01/JUL/2013 | 7.51% | 0.03 | 1/7/2013 |
| 587498W | TRI-PARTY REPO SOUTH STREET 0.01 01/JUL/2013 | 3.92% | 0.01 | 1/7/2013 |
| 852995620 | TRI-PARTY REPO SOUTH STREET 0.14% 05/JUL/2013 | 2.44% | 0.14 | 5/7/2013 |
| G3R992543 | FIDELITY INVESTMENTS-MONEY MARKET PORTFOLIO SHARES | 1.88% | 0.00 | 1/7/2013 |
| 87019QME5 | SWEDBANK (SPARBANK) CERTIFICATE OF DEPOSIT FIXED | 1.71% | 1.00 | 15/7/2013 |
| 25155BKQ7 | DEUTSCHE BANK AG NY CERTIFICATE OF DEPOSIT FIXED | 1.51% | 0.73 | 23/1/2014 |
| 38346LUH7 | GOTHAM FDG CORP CORPORATE COMMERCIAL PAPER | 1.50% | 0.00 | 17/7/2013 |
| 06538BUN1 | BANK OF TOKYO-MITSUBIS CORPORATE COMMERCIAL PAPER | 1.50% | 0.00 | 22/7/2013 |
| 82124LV25 | SHEFFIELD RECEIVABLE CORPORATE COMMERCIAL PAPER | 1.50% | 0.00 | 2/8/2013 |
| 05253AV80 | AUST & NEW ZEA CORPORATE COMMERCIAL PAPER DISCOUNT | 1.50% | 0.00 | 8/8/2013 |

Quality/Rating Weightings

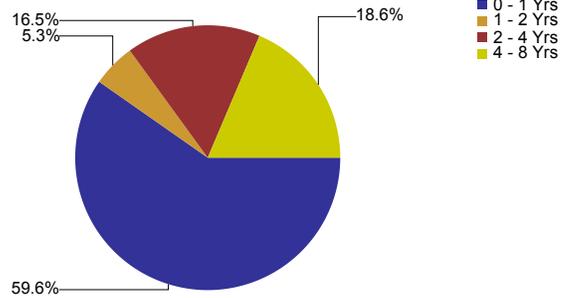
Sector Weightings (as % of Market Value)



Portfolio Characteristics

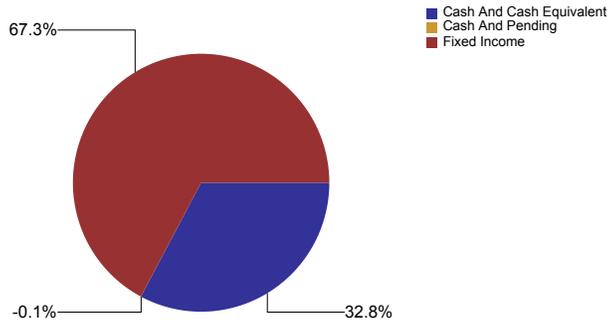
Duration Mix

Total Net Assets (Millions) **2,561.1**
 Weighted Average Life (Years) **2.04**
 Weighted Avg. Effective Duration (Years) **1.60**
 Weighted Average Rating **AA**
 Number of Holdings **190**



Asset Mix

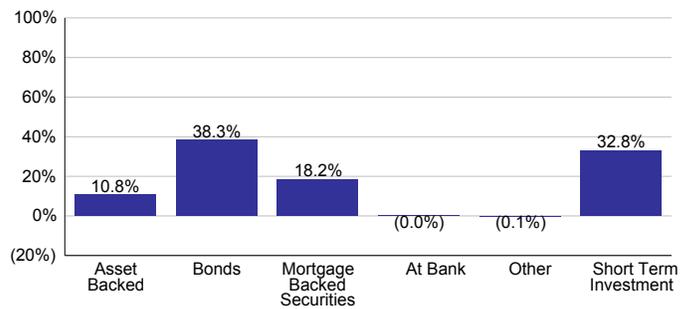
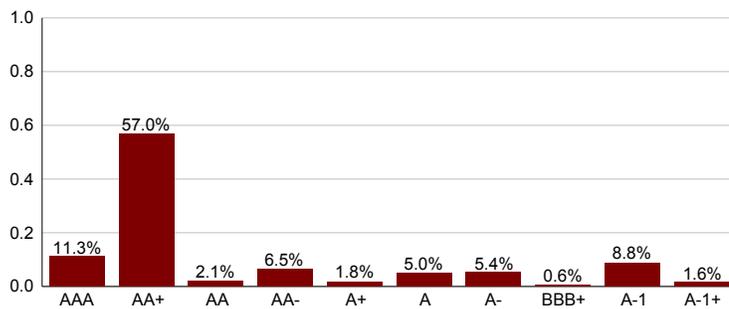
Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|--|-------------|-------------|---------------|
| 655990168 | TRI-PARTY REPO NOMURA 0.03% 01/JUL/2013 | 7.80% | 0.03 | 1/7/2013 |
| 587498W | TRI-PARTY REPO SOUTH STREET 0.01% 01/JUL/2013 | 4.07% | 0.01 | 1/7/2013 |
| 85299S620 | TRI-PARTY REPO SOUTH STREET 0.14% 05/JUL/2013 | 2.54% | 0.14 | 5/7/2013 |
| G3R992543 | FIDELITY INVESTMENTS-MONEY MARKET PORTFOLIO SHARES | 1.96% | 0.00 | 1/7/2013 |
| 87019QME5 | SWEDBANK (SPARBANK) CERTIFICATE OF DEPOSIT FIXED | 1.77% | 1.00 | 15/7/2013 |
| 25155BKQ7 | DEUTSCHE BANK AG NY CERTIFICATE OF DEPOSIT FIXED | 1.57% | 0.73 | 23/1/2014 |
| 38346LUH7 | GOTHAM FDG CORP CORPORATE COMMERCIAL PAPER | 1.56% | 0.00 | 17/7/2013 |
| 06538BUN1 | BANK OF TOKYO-MITSUBIS CORPORATE COMMERCIAL PAPER | 1.56% | 0.00 | 22/7/2013 |
| 82124LVZ5 | SHEFFIELD RECEIVABLE CORPORATE COMMERCIAL PAPER | 1.56% | 0.00 | 2/8/2013 |
| 05253AV80 | AUST & NEW ZEA CORPORATE COMMERCIAL PAPER DISCOUNT | 1.56% | 0.00 | 8/8/2013 |

Quality/Rating Weightings

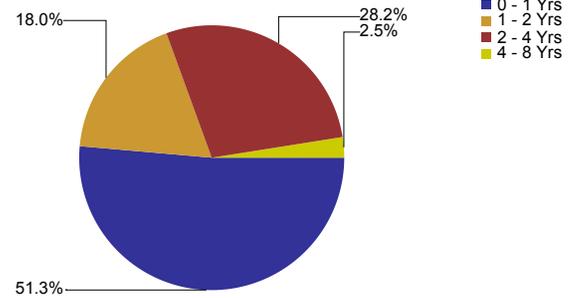
Sector Weightings (as % of Market Value)



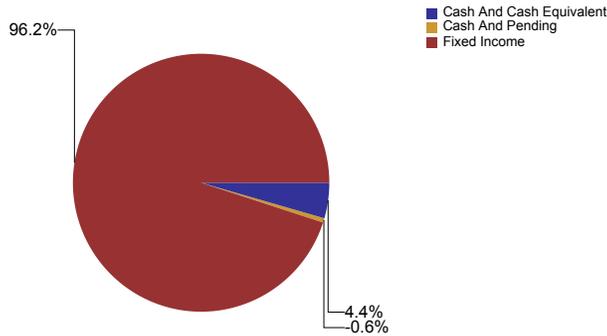
Portfolio Characteristics

Total Net Assets (Millions) **100.3**
 Weighted Average Life (Years) **1.41**
 Weighted Avg. Effective Duration (Years) **1.26**
 Weighted Average Rating **AA**
 Number of Holdings **145**

Duration Mix



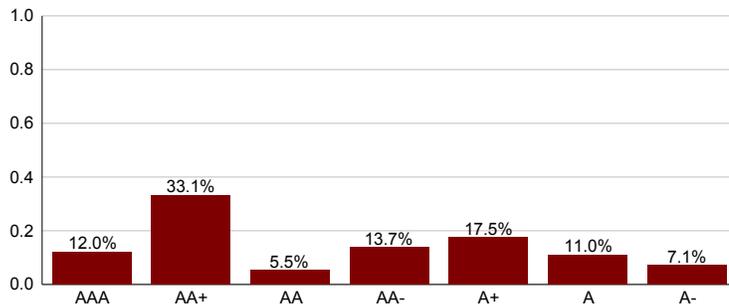
Asset Mix



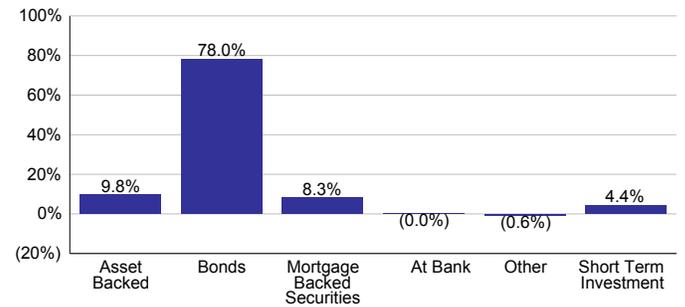
Top Ten Portfolio Holdings

| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|--|-------------|-------------|---------------|
| 313379P60 | FEDERAL HOME LOAN BANKS CONS BD FLT 13 25/NOV/2013 | 2.97% | 0.00 | 25/11/2013 |
| 3133EAZJ5 | FEDERAL FARM CREDIT BANKS 0.45% BDS 24/APR/2015 | 2.48% | 0.45 | 24/4/2015 |
| 12623MAC7 | CNH EQUIPMENT TST 0.94% BDS 15/MAY/2017 USD1000 | 1.99% | 0.94 | 15/5/2017 |
| 64952WBG7 | NEW YORK LIFE GLOBAL FUNDING VAR BDS 18/JUN/2014 | 1.98% | 0.00 | 18/6/2014 |
| 949746NA5 | WELLS FARGO COMPANY VARIABLE 28/OCT/2015 | 1.83% | 0.00 | 28/10/2015 |
| 59157BAF9 | METLIFE INSTITUTIONAL FUNDING II 1.207% BDS | 1.80% | 0.00 | 4/4/2014 |
| 78008TXB5 | ROYAL BANK OF CANADA FRN 30/OCT/2014 USD1000 | 1.75% | 0.00 | 30/10/2014 |
| 38377XPJ5 | GINNIE MAE 2011-115 PD 2.000% 20/OCT/2038 | 1.75% | 2.00 | 20/10/2038 |
| 69371RL38 | PACCAR FINANCIAL CORP FRN 08/FEB/2016 USD1000 | 1.60% | 0.00 | 8/2/2016 |
| 254683BA2 | DISCOVER CARD MASTER TRUST 1 0.69% MTG BDS | 1.55% | 0.69 | 15/8/2018 |

Quality/Rating Weightings

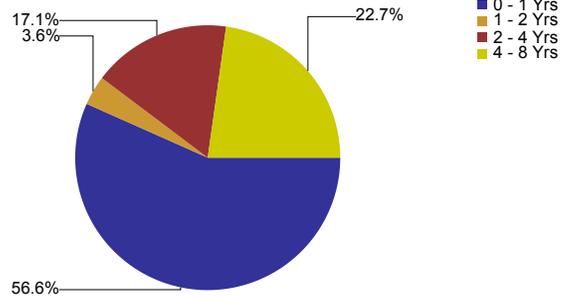


Sector Weightings (as % of Market Value)

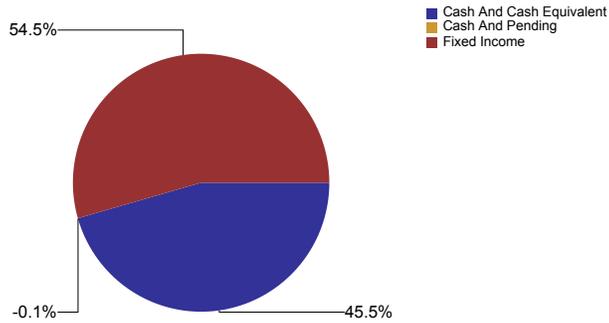


Portfolio Characteristics Duration Mix

Total Net Assets (Millions) **1,570.6**
 Weighted Average Life (Years) **1.90**
 Weighted Avg. Effective Duration (Years) **1.76**
 Weighted Average Rating **AA+**
 Number of Holdings **96**

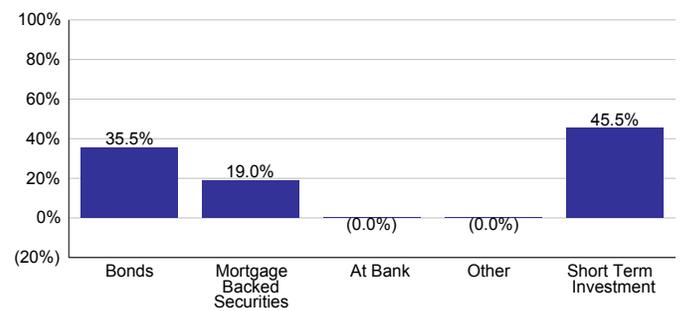
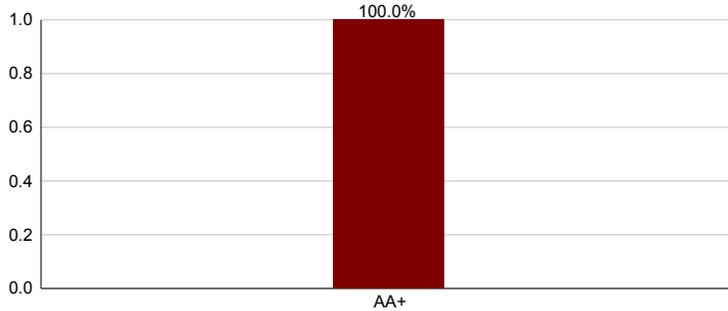


Asset Mix Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|--|-------------|-------------|---------------|
| 587507W | TRI-PARTY REPO SOUTH STREET 0.10 01/JUL/2013 | 31.82% | 0.10 | 1/7/2013 |
| 85299S620 | TRI-PARTY REPO SOUTH STREET 0.14% 05/JUL/2013 | 4.14% | 0.14 | 5/7/2013 |
| 46999W014 | TRI-PARTY REPO JP MORGAN 0.30% 16/JUL/2013 | 3.53% | 0.30 | 1/7/2013 |
| 912796AN9 | UNITED STATES TREAS BILLS DT | 3.18% | 0.00 | 5/7/2013 |
| 3135G0WB5 | FEDERAL NATIONAL MORTGAGE ASSOC 1.2% BDS | 3.16% | 1.20 | 18/4/2018 |
| 3133813R4 | FEDERAL HOME LOAN BANKS 1% BDS 09/NOV/2017 | 2.03% | 1.00 | 9/11/2017 |
| 3133EAJF6 | FEDERAL FARM CR BKS CONS BD FLT 15 22/SEP/2015 | 1.91% | 0.00 | 22/9/2015 |
| 3137AUBR9 | FREDDIE MAC 4111 AG 1.750% 15/AUG/2039 | 1.79% | 1.75 | 15/8/2039 |
| 587498W | TRI-PARTY REPO SOUTH STREET 0.01 01/JUL/2013 | 1.54% | 0.01 | 1/7/2013 |
| 3132GSCE7 | FHLMCGLD MORTPASS 3.5% 01/MAR/2042 Q0 PNR Q06969 | 1.45% | 3.50 | 1/3/2042 |

Quality/Rating Weightings Sector Weightings (as % of Market Value)

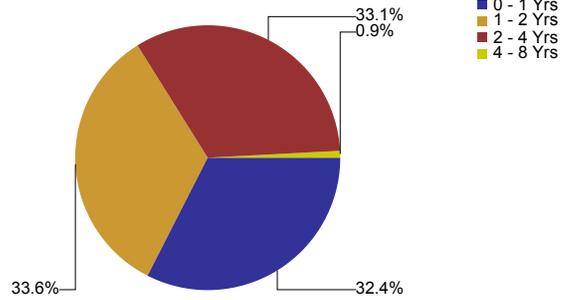


Portfolio Characteristics

Duration Mix

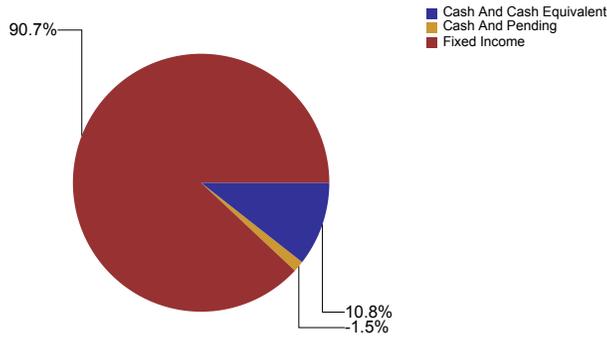
Total Net Assets (Millions) **289.3**
 Weighted Average Life (Years) **1.45**
 Weighted Avg. Effective Duration (Years) **1.42**
 Weighted Average Rating **AA+**
 Number of Holdings **70**

289.3
1.45
1.42
AA+
70



Asset Mix

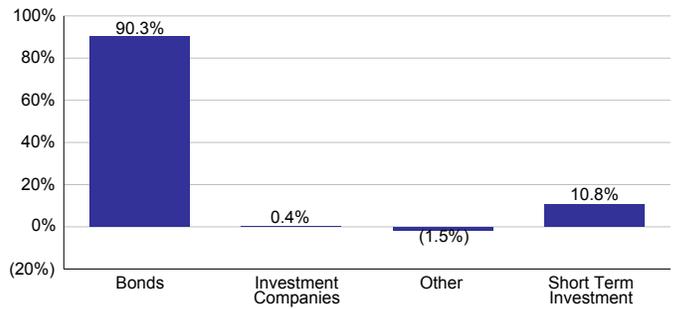
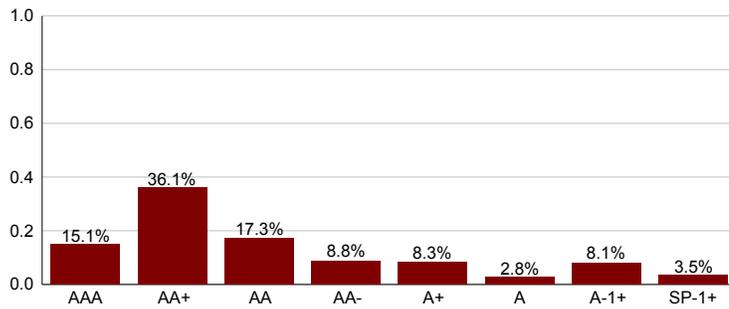
Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|--|-------------|-------------|---------------|
| 576000BF9 | MASSACHUSETTS ST SCH BLDG AUTH DEDICATED SALES TAX | 13.25% | 5.00 | 15/8/2023 |
| 04057PAQ1 | ARIZONA SCH FACS BRD CTFS PARTN SER A 01/SEP/2013 | 3.82% | 5.00 | 1/9/2013 |
| 576000NS8 | MASSACHUSETTS ST SCH BLDG AUTH DEDICATED SALES TAX | 3.79% | 5.00 | 15/8/2030 |
| 677520Q68 | OHIO ST FOR ISSUES DTD PRIOR TO 3/25/05 SEE 677519 | 3.72% | 5.00 | 1/8/2016 |
| 64966KEE8 | NEW YORK NY 4% BDS 01/AUG/2014 USD1000 | 3.60% | 4.00 | 1/8/2014 |
| 040654PW9 | ARIZONA ST TRANSN BRD HWY REV 01/JUL/2024 05.000 | 3.49% | 5.00 | 1/7/2024 |
| 64966HTK6 | NEW YORK N Y FOR PRIOR ISSUES SEE 64966G ETC FOR | 3.44% | 3.25 | 1/12/2014 |
| 23541RAZ1 | DALLAS TEX WTRWKS & SWR SYS REV IAM COML PAPER NTS | 3.06% | 0.19 | 3/7/2013 |
| 91412GRL1 | UNIVERSITY CALIF REVS RFDG GEN-SER AF 15/MAY/2015 | 2.99% | 5.00 | 15/5/2015 |
| 91412T3M7 | UNIVERSITY CALIF REVS IAM COML PAPER NTS 3/A2 SER | 2.90% | 0.13 | 10/7/2013 |

Quality/Rating Weightings

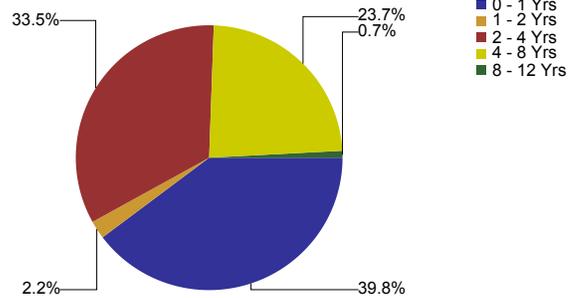
Sector Weightings (as % of Market Value)



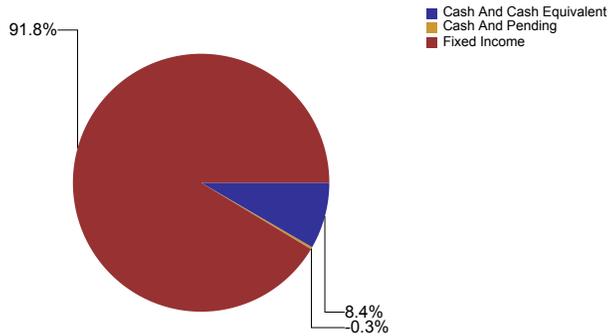
Portfolio Characteristics

Total Net Assets (Millions) **286.5**
 Weighted Average Life (Years) **3.02**
 Weighted Avg. Effective Duration (Years) **2.43**
 Weighted Average Rating **AA**
 Number of Holdings **110**

Duration Mix



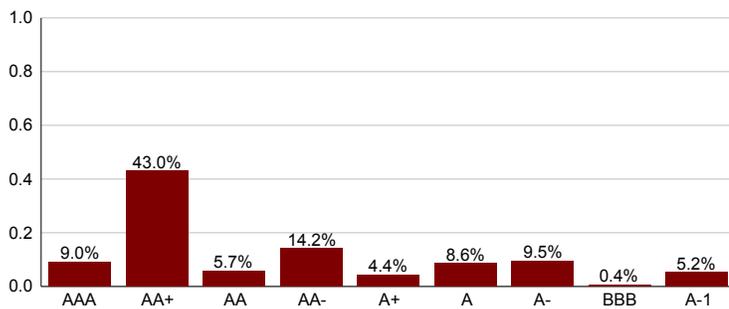
Asset Mix



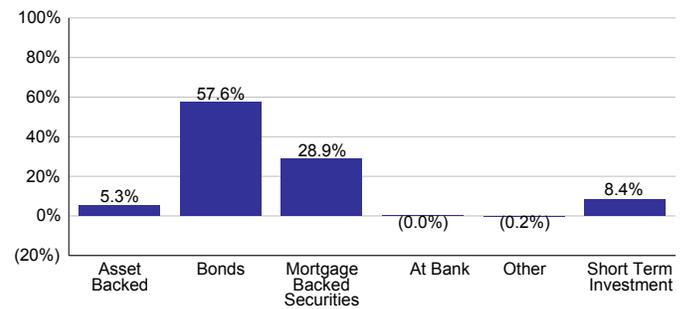
Top Ten Portfolio Holdings

| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|--|-------------|-------------|---------------|
| 3136AEFZ5 | FANNIE MAE 2013-53 JL 3.000% 25/JUN/2043 | 3.06% | 3.00 | 25/6/2043 |
| 191216AND | COCA-COLA CO 0.75% SNR NTS 15/NOV/2013 USD1000 | 2.79% | 0.75 | 15/11/2013 |
| 3136A9LG1 | FANNIE MAE 2012-114 GB 1.750% 25/MAR/2040 | 2.32% | 1.75 | 25/3/2040 |
| 3136FTR88 | FEDERAL NATL MTG ASSN CALL 1.65%28/FEB/2019 | 1.86% | 1.65 | 28/2/2019 |
| 92343VAY0 | VERIZON COMMUNICATIONS INC 3% BDS 01/APR/2016 | 1.83% | 3.00 | 1/4/2016 |
| 78008TXB5 | ROYAL BANK OF CANADA FRN 30/OCT/2014 USD1000 | 1.76% | 0.00 | 30/10/2014 |
| 59217GAF6 | METROPOLITAN LIFE GLOBAL FUNDING I FRN 10/JAN/2014 | 1.75% | 0.00 | 10/1/2014 |
| 06538BUR2 | BANK OF TOKYO-MITSUBIS CORPORATE COMMERCIAL PAPER | 1.74% | 0.00 | 25/7/2013 |
| 3024A6W40 | FCAR OWNER TRUST CORPORATE COMMERCIAL PAPER | 1.74% | 0.00 | 4/9/2013 |
| 0556N0VL6 | BNP PARIBAS FIN INC CORPORATE COMMERCIAL PAPER | 1.74% | 0.00 | 20/8/2013 |

Quality/Rating Weightings



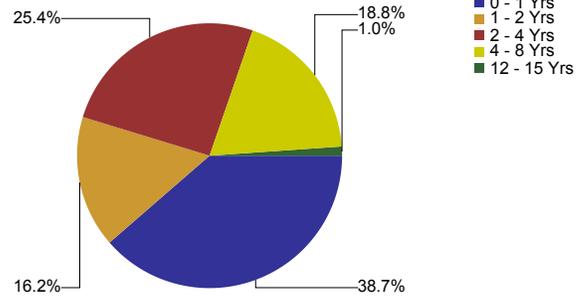
Sector Weightings (as % of Market Value)



Portfolio Characteristics

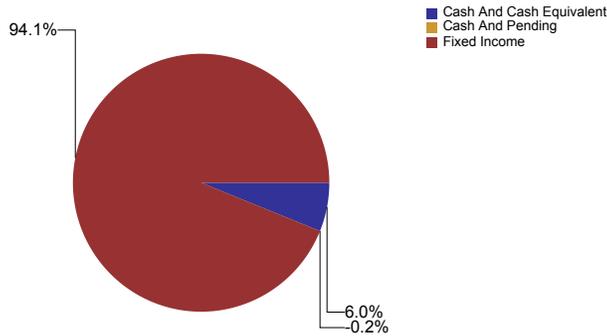
Duration Mix

Total Net Assets (Millions) **12.1**
 Weighted Average Life (Years) **3.44**
 Weighted Avg. Effective Duration (Years) **2.17**
 Weighted Average Rating **AA+**
 Number of Holdings **23**



Asset Mix

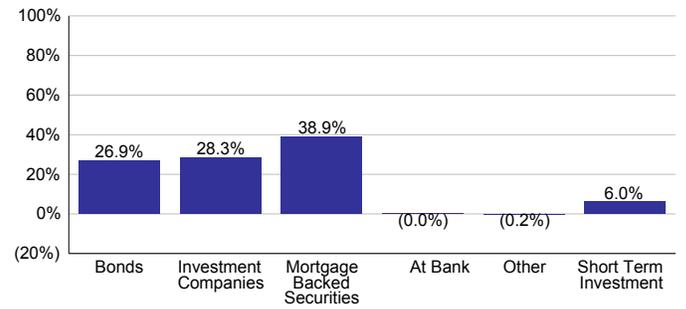
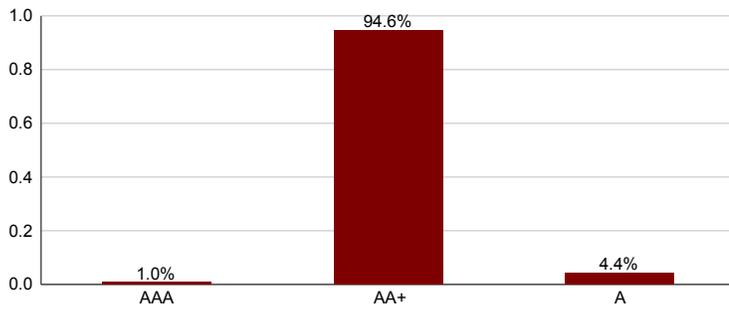
Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|--|-------------|-------------|---------------|
| 539998153 | LOCAL GOV INVS POOL 4 | 15.59% | 0.00 | 31/12/2049 |
| 3136AD2H1 | FANNIE MAE 2013-43 XP 1.500% 25/AUG/2041 | 15.55% | 1.50 | 25/8/2041 |
| A41995373 | LOCAL GOV INVS POOL 700 | 12.70% | 0.00 | 31/12/2049 |
| 3133EAX29 | FEDERAL FARM CR BKS CONS BD 0.98% 18/SEP/2017 | 8.14% | 0.98 | 18/9/2017 |
| 3136FTN70 | FEDERAL NATL MTG ASSN CALL 3%28/NOV/2025 | 5.95% | 3.00 | 28/11/2025 |
| 10138MAH8 | BOTTLING GROUP 6.95% SNR NTS 15/MAR/2014 USD1000 | 4.40% | 6.95 | 15/3/2014 |
| 3137A7HC7 | FREDDIE MAC 3800 KE 3.500% 15/FEB/2026 | 4.38% | 3.50 | 15/2/2026 |
| 3134G24S8 | FEDERAL HOME LN MTG CORP CALL 2.25%14/NOV/2018 | 4.17% | 2.25 | 14/11/2018 |
| G3R992543 | FIDELITY INVESTMENTS-MONEY MARKET PORTFOLIO SHARES | 4.16% | 0.00 | 1/7/2013 |
| 3138ASYU0 | FNMA MORTPASS 3% 01/OCT/2026 CI PN# AJ1622 | 3.60% | 3.00 | 1/10/2026 |

Quality/Rating Weightings

Sector Weightings (as % of Market Value)

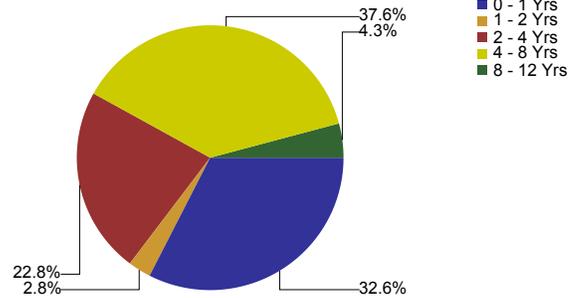


Portfolio Characteristics

Duration Mix

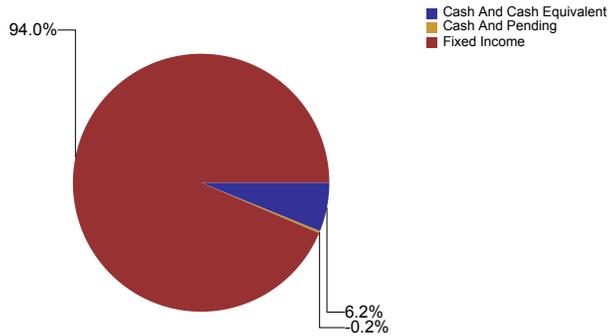
Total Net Assets (Millions)
Weighted Average Life (Years)
Weighted Avg. Effective Duration (Years)
Weighted Average Rating
Number of Holdings

325.9
2.79
3.37
AA
93



Asset Mix

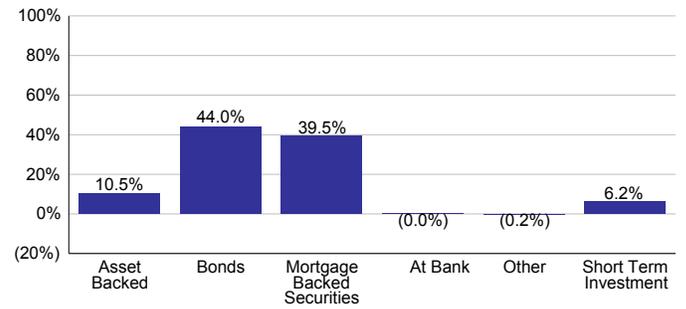
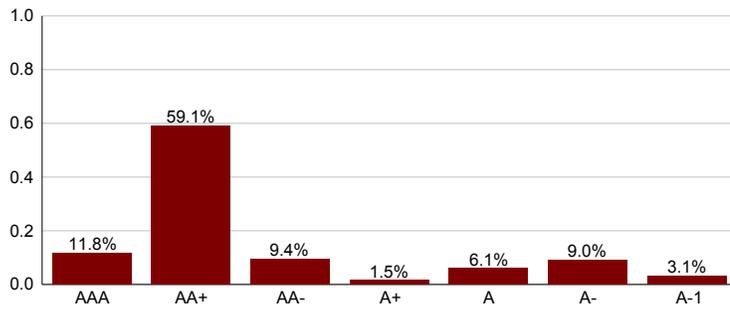
Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|---|-------------|-------------|---------------|
| 3137ATR20 | FREDDIE MAC 4097 VH 1.500% 15/OCT/2041 | 3.86% | 1.50 | 15/10/2041 |
| 3128HXW76 | FHLMC GOLD MORTPASS 3.00% 15/AUG/2042 POOL#S06070 | 2.97% | 3.00 | 15/8/2042 |
| 3134G35R7 | FEDERAL HOME LOAN MORTGAGE CORP 2.25% NTS | 2.38% | 2.25 | 13/3/2020 |
| 63534PAH0 | NATIONAL CITY BANK(CLEVELAND) FLTG RATE NTS | 2.12% | 0.00 | 7/6/2017 |
| 31398NY24 | FANNIE MAE 2010-123B PM 4.000% 25/JUL/2040 | 1.96% | 4.00 | 25/7/2040 |
| 3137AL2X6 | FREDDIE MAC 3990 BH 3.500% 15/JAN/2032 | 1.68% | 3.50 | 15/1/2032 |
| 31398T7A3 | FANNIE MAE 2010-113 LV 4.000% 25/JUN/2030 | 1.64% | 4.00 | 25/6/2030 |
| 38377XC75 | GINNIE MAE 2011-133 MN 3.500% 16/APR/2035 | 1.60% | 3.50 | 16/4/2035 |
| 46625YXT5 | JP MORGAN CHASE COMMERCIAL MORTGAGE SECURITIES | 1.60% | 0.00 | 15/12/2044 |
| 3137GAWS2 | FREDDIE MAC 3738 BJ 3.500% 15/DEC/2038 | 1.57% | 3.50 | 15/12/2038 |

Quality/Rating Weightings

Sector Weightings (as % of Market Value)



OPERATING MONIES
AVERAGE INVESTED BALANCE

Through June 30, 2013

(in millions of dollars)

| <u>Month</u> | <u>Fiscal Year</u> <u>2010/2011</u> | <u>Fiscal Year</u> <u>2011/2012</u> | <u>Fiscal Year</u> <u>2012/2013</u> |
|---|--|--|--|
| JULY | 1,077 | 1,209 | 1,817 |
| AUGUST | 761 | 818 | 1,475 |
| SEPTEMBER | 590 | 744 | 1,420 |
| OCTOBER | 358 | 668 | 1,205 |
| NOVEMBER | 570 | 858 | 1,316 |
| DECEMBER | 592 | 979 | 1,464 |
| JANUARY | 835 | 1,511 | 1,885 |
| FEBRUARY | 863 | 1,501 | 1,899 |
| MARCH | 802 | 1,373 | 1,815 |
| APRIL | 1,002 | 1,725 | 2,109 |
| MAY | 1,128 | 2,036 | 2,428 |
| JUNE | 1,358 | 2,331 | 2,679 |
| Y-T-D | | | |
| Average | \$828 | \$1,313 | \$1,793 |
| Budget Stabilization Average Fund Balance - June | | | <u>\$454</u> |
| Total Average Cash Available - June | | | <u>\$3,133</u> |

**EARNINGS DISTRIBUTED
ENDOWMENT FUNDS
JUNE 2013**

Distributed in Current Month

| Recipient | JUNE 2013 | Fiscal YTD 12/13 | Fiscal YTD 11/12 |
|--------------------------------------|--------------------|-----------------------------|-----------------------------|
| ----- | ----- | ----- | ----- |
| 101 A & M Colleges | \$20,921 | \$209,066 | \$264,320 |
| 102 State Hospital | \$11,675 | \$118,691 | \$146,483 |
| 103 Leg., Exec., & Jud. | \$16,128 | \$167,816 | \$216,960 |
| 104 Military Institute | \$1,102 | \$11,771 | \$15,388 |
| 105 Miners Hospital | \$26,407 | \$282,856 | \$350,474 |
| 107 Normal School ASU/NAU | \$6,714 | \$70,689 | \$90,281 |
| 108 Penitentiaries | \$14,477 | \$224,062 | \$347,261 |
| 109 Permanent Common School | \$5,946,675 | \$62,417,775 | \$77,832,917 |
| 110 School for Deaf & Blind | \$9,557 | \$101,606 | \$129,625 |
| 111 School of Mines | \$23,029 | \$235,446 | \$299,966 |
| 112 State Charitable-Pioneers Home | \$117,452 | \$1,135,902 | \$1,362,866 |
| 112 State Charitable-Corrections | \$58,726 | \$567,951 | \$681,433 |
| 112 State Charitable-Youth Treatment | \$58,726 | \$567,951 | \$681,433 |
| 113 University Fund | \$36,995 | \$380,613 | \$479,020 |
| 114 U of A Land - 1881 | \$88,895 | \$881,688 | \$1,023,757 |
| | ----- | ----- | ----- |
| Total | \$6,437,479 | \$67,373,885 | \$83,922,184 |
| | ===== | ===== | ===== |

Posted in USAS in current month

**ENDOWMENT FUNDS
 PORTFOLIO YIELD ANALYSIS
 JUNE 30, 2013**

NET EARNINGS

| FUND | DESCRIPTION | Current Month 06/30/13 | Prior Month 05/31/13 | Prior Year 6/30/12 |
|-------------|---------------------------|---------------------------------------|-------------------------------------|-----------------------------------|
| 205 | ENDOWMENTS - FIXED INCOME | \$3,121,252 | \$3,247,416 | \$3,799,704 |

YIELDS

| <u>MONTHLY</u> | Current Month 06/30/13 | Prior Month 05/31/13 | Prior Year 6/30/12 |
|-------------------------------|---------------------------------------|-------------------------------------|-----------------------------------|
| 205 ENDOWMENTS - FIXED INCOME | 4.41% | 4.59% | 5.61% |

NET REALIZED CAPITAL GAINS / LOSSES - ENDOWMENT FUNDS

| Endowment Fund | Jun-13 NET GAIN(LOSS) | Jun-12 NET GAIN(LOSS) |
|-----------------------|----------------------------------|----------------------------------|
| Fixed Income Pool | (311,788) | (130,626) |
| Equity Pool (500) | 1,550,456 | 902,818 |
| Equity Pool (400) | 50,812 | 4,093,408 |
| Equity Pool (600) | 750,183 | 413,905 |
| Totals | 2,039,663 | 5,279,505 |

| Endowment Fund | 2012/2013 FISCAL YEAR TO DATE GAINS(LOSSES) | 2011/ 2012 FISCAL YEAR TO DATE GAINS(LOSSES) |
|-----------------------|--|---|
| Fixed Income Pool | 111,808 | (68,929) |
| Equity Pool (500) | 6,474,863 | (58,796) |
| Equity Pool (400) | 23,694,148 | 23,559,102 |
| Equity Pool (600) | 10,308,735 | 3,403,905 |
| Totals | 40,589,554 | 26,835,282 |

ENDOWMENT FUNDS FIXED-INCOME POOL
PURCHASES & SALES
Month of June 2013

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July 23, 2013
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I. Endowment Funds Purchases

| <u>SECURITY DESCRIPTION</u> | <u>RATE</u> | <u>MATURITY</u> | <u>*WAL YEARS</u> | <u>PAR VALUE</u> | <u>PURCHASE COST</u> | <u>YIELD</u> | <u>MOODY'S / S&P RATING</u> |
|-----------------------------|-------------|-----------------|-----------------------|----------------------|--------------------------|--------------|-------------------------------------|
| US TREAS | 0.38 | 3/15/2015 | N/A | \$5,000,000 | \$5,015,922 | 0.25% | Aaa/AA+ |
| US TREAS | 0.25 | 5/31/2015 | N/A | \$5,000,000 | \$4,994,160 | 0.31% | Aaa/AA+ |
| US TREAS | 0.38 | 6/15/2015 | N/A | \$5,000,000 | \$5,015,840 | 0.31% | Aaa/AA+ |
| US TREAS | 1.75 | 7/31/2015 | N/A | \$5,000,000 | \$5,185,849 | 0.30% | Aaa/AA+ |
| US TREAS | 0.25 | 8/15/2015 | N/A | \$5,000,000 | \$4,994,584 | 0.33% | Aaa/AA+ |
| US TREAS | 0.25 | 8/15/2015 | N/A | \$5,000,000 | \$4,983,269 | 0.45% | Aaa/AA+ |
| US TREAS | 2.13 | 2/29/2016 | N/A | \$5,000,000 | \$5,251,121 | 0.48% | Aaa/AA+ |
| US TREAS | 1.5 | 6/30/2016 | N/A | \$5,000,000 | \$5,182,149 | 0.52% | Aaa/AA+ |
| US TREAS | 2.75 | 11/30/2016 | N/A | \$3,000,000 | \$3,221,656 | 0.62% | Aaa/AA+ |
| US TREAS | 8.88 | 8/15/2017 | N/A | \$5,000,000 | \$6,742,527 | 1.04% | Aaa/AA+ |
| JP MORGAN CHASE | 0.95 | 6/21/2023 | N/A | \$5,000,000 | \$5,000,000 | 0.95% | A2/A |

| | | | |
|--|---------------------|---------------------|--|
| TOTAL ENDOWMENT FUNDS PURCHASES | ----- | ----- | |
| | \$53,000,000 | \$55,587,077 | |
| | ----- | ----- | |

II. Endowment Funds Sales

| <u>SECURITY DESCRIPTION</u> | <u>RATE</u> | <u>MATURITY</u> | <u>PAR VALUE</u> | <u>AMORTIZED COST/PROCEEDS</u> | <u>SALES GAINS/(LOSSES)</u> | <u>MOODY'S / S&P RATING</u> |
|-----------------------------|-------------|-----------------|----------------------|------------------------------------|---------------------------------|-------------------------------------|
|-----------------------------|-------------|-----------------|----------------------|------------------------------------|---------------------------------|-------------------------------------|

| | | | |
|------------------------------------|------------|------------|------------|
| TOTAL ENDOWMENT FUNDS SALES | ----- | ----- | |
| | \$0 | \$0 | \$0 |
| | ----- | ----- | ----- |

*WAL is the weighted average life of the security based on the Bloomberg calculation at the time the trade is executed. The calculation is used only with mortgage-backed pass-through/CMO securities.

EQUITY FUNDS
PURCHASES & SALES
Month of June 2013

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I. Equity Fund Purchases

| | <u>SHARES</u> | <u>PURCHASE COST</u> | <u>COMMISSIONS</u> |
|-------------------------------|----------------|----------------------|--------------------|
| S&P 400 Mid-Cap Fund | 269,383 | \$9,320,855 | \$1,831 |
| S&P 500 Large-Cap Fund | 296,530 | \$12,681,624 | \$2,221 |
| S&P 600 Small-Cap Fund | 284,995 | \$4,630,508 | \$1,810 |
| TOTAL EQUITY PURCHASES | 850,908 | \$26,632,988 | \$5,861 |

II. Equity Funds Sales

| | <u>SHARES</u> | <u>SALES AMOUNT</u> | <u>COMMISSIONS</u> |
|---------------------------|----------------|---------------------|--------------------|
| S&P 400 Mid-Cap Fund | 323,430 | \$4,811,605 | \$2,095 |
| S&P 500 Large-Cap Fund | 174,683 | \$6,264,153 | \$1,120 |
| S&P 600 Small-Cap Fund | 155,425 | \$3,853,620 | \$1,166 |
| TOTAL EQUITY SALES | 653,538 | \$14,929,378 | \$4,382 |

ENDOWMENT FUNDS
INVESTMENTS OUTSTANDING
 JUNE 30, 2013
 (In Thousands)

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| FUND | NAME OF FUND | SHARES OUTSTANDING | BOOK VALUE | MARKET VALUE | UNREALIZED GAINS (LOSSES) | Mkt Value/ Book Value |
|------|-------------------------------------|-----------------------|---------------|-----------------|------------------------------|----------------------------------|
| 101 | A & M Colleges | | | | | |
| | <i>Shares in Equity Pools</i> | 546 | 3,779 | 6,690 | 2,911 | |
| | <i>Shares in Fixed Income Pools</i> | 3,929 | 2,465 | 3,909 | 1,443 | |
| | Total | 4,476 | 6,244 | 10,598 | 4,354 | 1.697 |
| 102 | State Hospital | | | | | |
| | <i>Shares in Equity Pools</i> | 349 | 2,421 | 4,275 | 1,854 | |
| | <i>Shares in Fixed Income Pools</i> | 2,385 | 1,582 | 2,372 | 790 | |
| | Total | 2,734 | 4,003 | 6,647 | 2,645 | 1.661 |
| 103 | Leg., Exec. & Jud | | | | | |
| | <i>Shares in Equity Pools</i> | 444 | 3,313 | 5,430 | 2,118 | |
| | <i>Shares in Fixed Income Pools</i> | 3,415 | 2,171 | 3,397 | 1,226 | |
| | Total | 3,859 | 5,484 | 8,827 | 3,343 | 1.610 |
| 104 | Military Institute | | | | | |
| | <i>Shares in Equity Pools</i> | 29 | 213 | 358 | 145 | |
| | <i>Shares in Fixed Income Pools</i> | 231 | 139 | 230 | 91 | |
| | Total | 260 | 352 | 588 | 236 | 1.672 |
| 105 | Miners Hospital | | | | | |
| | <i>Shares in Equity Pools</i> | 1,103 | 8,896 | 13,498 | 4,602 | |
| | <i>Shares in Fixed Income Pools</i> | 7,608 | 5,898 | 7,568 | 1,670 | |
| | Total | 8,711 | 14,793 | 21,065 | 6,272 | 1.424 |
| 107 | Normal School ASU/NAU | | | | | |
| | <i>Shares in Equity Pools</i> | 207 | 1,527 | 2,530 | 1,003 | |
| | <i>Shares in Fixed Income Pools</i> | 1,496 | 1,001 | 1,488 | 487 | |
| | Total | 1,703 | 2,528 | 4,018 | 1,491 | 1.590 |
| 108 | Penitentiaries | | | | | |
| | <i>Shares in Equity Pools</i> | 687 | 4,909 | 8,408 | 3,499 | |
| | <i>Shares in Fixed Income Pools</i> | 4,771 | 3,254 | 4,746 | 1,491 | |
| | Total | 5,458 | 8,163 | 13,154 | 4,990 | 1.611 |

ENDOWMENT FUNDS
INVESTMENTS OUTSTANDING
 JUNE 30, 2013
 (In Thousands)

State Treasurer's Report
 July 23, 2013
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| NAME OF FUND | SHARES OUTSTANDING | BOOK VALUE | MARKET VALUE | UNREALIZED GAINS (LOSSES) | Mkt Value/ Book Value |
|-------------------------------------|-----------------------|------------------|------------------|------------------------------|--------------------------|
| 109 Permanent Common School | | | | | |
| <i>Shares in Equity Pools</i> | 200,490 | 1,555,342 | 2,454,499 | 899,156 | |
| <i>Shares in Fixed Income Pools</i> | 1,420,514 | 1,041,283 | 1,412,944 | 371,661 | |
| Total | 1,621,004 | 2,596,625 | 3,867,443 | 1,270,818 | 1.489 |
| 110 School for Deaf & Blind | | | | | |
| <i>Shares in Equity Pools</i> | 284 | 2,064 | 3,479 | 1,415 | |
| <i>Shares in Fixed Income Pools</i> | 2,119 | 1,355 | 2,108 | 753 | |
| Total | 2,404 | 3,420 | 5,587 | 2,167 | 1.634 |
| 111 School of Mines | | | | | |
| <i>Shares in Equity Pools</i> | 613 | 4,540 | 7,508 | 2,969 | |
| <i>Shares in Fixed Income Pools</i> | 4,536 | 3,002 | 4,512 | 1,510 | |
| Total | 5,150 | 7,542 | 12,021 | 4,478 | 1.594 |
| 112 State Charitable | | | | | |
| <i>Shares in Equity Pools</i> | 6,140 | 45,611 | 75,170 | 29,559 | |
| <i>Shares in Fixed Income Pools</i> | 42,654 | 30,580 | 42,427 | 11,846 | |
| Total | 48,794 | 76,191 | 117,597 | 41,406 | 1.543 |
| 113 University Fund | | | | | |
| <i>Shares in Equity Pools</i> | 1,056 | 7,932 | 12,925 | 4,993 | |
| <i>Shares in Fixed Income Pools</i> | 7,811 | 5,227 | 7,770 | 2,543 | |
| Total | 8,867 | 13,159 | 20,695 | 7,536 | 1.573 |
| 114 U Of A Land - 1881 | | | | | |
| <i>Shares in Equity Pools</i> | 3,140 | 25,054 | 38,440 | 13,386 | |
| <i>Shares in Fixed Income Pools</i> | 22,794 | 16,726 | 22,673 | 5,947 | |
| Total | 25,934 | 41,780 | 61,113 | 19,333 | 1.463 |
| TOTALS - ALL FUNDS | | | | | |
| <i>Shares in Equity Pools</i> | 215,088 | 1,665,601 | 2,633,211 | 967,610 | |
| <i>Shares in Fixed Income Pools</i> | 1,524,266 | 1,114,683 | 1,516,143 | 401,460 | |
| Grand Total | 1,739,353 | 2,780,284 | 4,149,354 | 1,369,070 | State of Arizona: |
| PRIOR YEAR: | | | | | |
| JUNE 2012 BALANCES | 1,708,723 | 2,613,716 | 3,524,637 | 910,921 | |

Note: Prior Year Shares Outstanding adjusted due to 7/01/12 combining of equity pool shares and fixed income pool shares.

**ENDOWMENT FUNDS
INVESTMENTS OUTSTANDING
JUNE 30, 2013**

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ASSET ALLOCATION PERCENTAGE

| | SHARES OUTSTANDING | BOOK VALUE | MARKET VALUE | JUNE 2012 MARKET VALUE |
|-------------------------------------|-----------------------|----------------|-----------------|-----------------------------------|
| <i>Shares in Equity Pools</i> | 12.37% | 59.91% | 63.46% | 58.55% |
| <i>Shares in Fixed Income Pools</i> | 87.63% | 40.09% | 36.54% | 41.45% |
| | ----- | ----- | ----- | ----- |
| Total | 100.00% | 100.00% | 100.00% | 100.00% |
| | ===== | ===== | ===== | ===== |

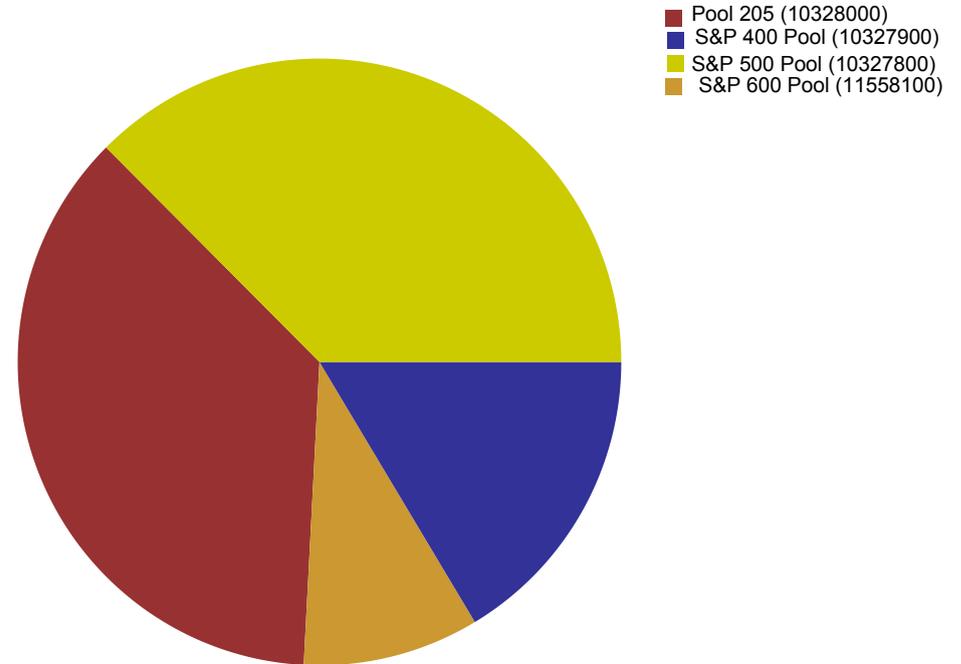
Performance Worksheet
Arizona State Treasury (05509)
As of June 2013

Primary - US Dollar

| Total Endowment Fund Composite (00550902) | | | | | | | | | | | | | |
|--|---------------------------------------|-------------------------------|----------------------------|-----------------|----------------------|------------------------------|---------------------|----------------------------|--------------------------|-----------------------------|----------------------------|------------------------|-----------------------|
| ID | Name | Beginning Market Value | Ending Market Value | Cashflow | Current Month | Trailing Three Months | Year to Date | Fiscal Year To Date | Trailing One Year | Trailing Three Years | Trailing Five Years | Since Inception | Inception Date |
| 10327800 | S&P 500 Pool | 1,579,371,251.30 | 1,558,074,451.86 | -19,555 | (1.35) | 2.89 | 13.79 | 20.52 | 20.52 | 18.41 | 7.05 | 2.39 | 07/01/1999 |
| 10327900 | S&P 400 Pool | 689,946,622.11 | 676,928,504.77 | -8,381 | (1.89) | 1.00 | 14.57 | 25.17 | 25.17 | 19.54 | 7.60 | 8.55 | 08/01/2001 |
| 10328000 | Pool 205 | 1,538,150,881.07 | 1,516,142,764.56 | 89,394 | (1.44) | (2.20) | (2.17) | (0.46) | (0.46) | 2.74 | 4.54 | 5.53 | 07/01/1999 |
| 11558100 | S&P 600 Pool | 398,761,821.66 | 398,208,062.01 | -5,587 | (0.14) | 3.92 | 16.26 | 25.32 | 25.32 | | | 12.12 | 03/01/2011 |
| 00550902 | Total Endowment Fund Composite | 4,206,230,576.14 | 4,149,353,783.20 | 55,871 | (1.35) | 0.76 | 7.71 | 12.94 | 12.94 | 11.24 | 6.57 | 5.68 | 07/01/1999 |

Manager Allocation - Daily
Arizona State Treasury (05509)
 As of June 30, 2013

| Total Endowment Fund Composite (00550902) | | |
|--|--------------------------|-----------------------------|
| Account Name | Market Value(MIL) | Percent of Portfolio |
| Pool 205 (10328000) | 1,516.14 | 36.5% |
| S&P 400 Pool (10327900) | 676.93 | 16.3% |
| S&P 500 Pool (10327800) | 1,558.07 | 37.5% |
| S&P 600 Pool (11558100) | 398.21 | 9.6% |
| TOTAL | 4,149.35 | 100.0% |



Portfolio Characteristics

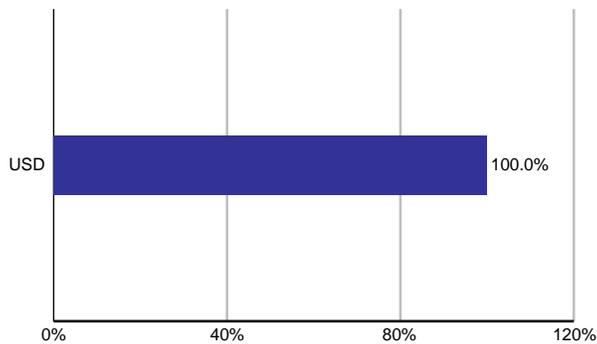
Risk Measures

| | | | | | | |
|-------------------------------------|------------|-------------------------|-----------------|------------------|------------------|-----------------|
| Total Asset Value (in Millions) | 1,558.1 | Tracking Error | Trailing 1 Year | Trailing 3 Years | Trailing 5 Years | Since Inception |
| P/E Ratio | 18.20 | Information Ratio | 0.03 | 0.04 | 0.14 | 1.61 |
| Price to Book Ratio | 2.16 | Std Deviation of Port. | (1.95) | (0.87) | 0.19 | (0.37) |
| Dividend Yield (%) | 2.09 | Std Deviation of Bench. | 6.74 | 13.54 | 18.35 | 15.81 |
| Return on Equity (%) | 34.52 | Sharpe Ratio of Port. | 6.74 | 13.57 | 18.42 | 15.69 |
| Sales Growth (%) | 6.91 | Sharpe Ratio of Bench. | 3.03 | 1.35 | 0.37 | 0.00 |
| Market Capitalization (\$ Millions) | 101,506.49 | R-Squared | 3.04 | 1.35 | 0.37 | 0.04 |
| Earnings per Share (\$) | 5.16 | Jensen's Alpha | 1.00 | 1.00 | 1.00 | 0.99 |
| Number of Holdings | 503 | | (0.07) | (0.01) | 0.07 | (0.64) |

Top Ten Portfolio Holdings

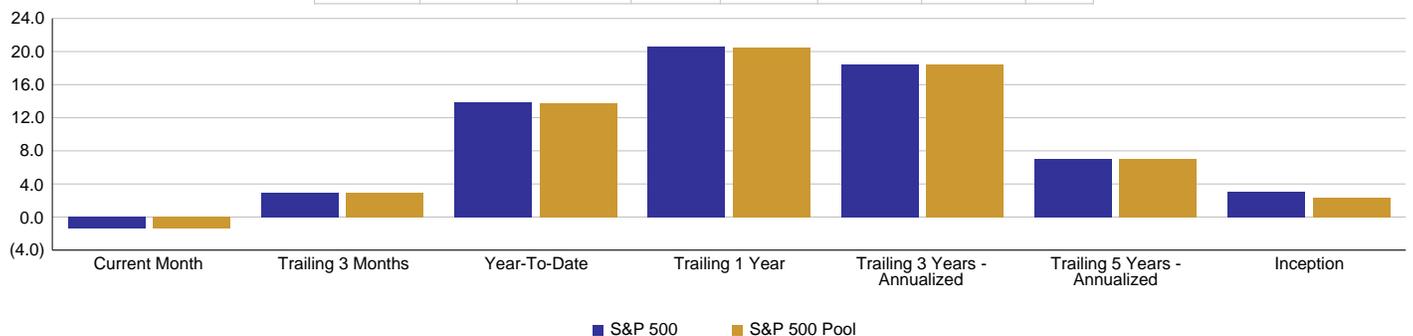
| Security ID | Security Name | % of Assets |
|-------------|--|-------------|
| 78462F103 | SPDR S&P 500 ETF TRUST | 4.16% |
| 30231G102 | EXXON MOBIL CORP - COM NPV | 2.69% |
| 037833100 | APPLE INC - COM NPV | 2.49% |
| 594918104 | MICROSOFT CORP - COM USD.00000625 | 1.74% |
| 369604103 | GENERAL ELECTRIC CO - COM USD.63 | 1.62% |
| 478160104 | JOHNSON & JOHNSON - COM USD1 | 1.61% |
| 38259P908 | GOOGLE INC - CL A COM USD.001 | 1.58% |
| 166764100 | CHEVRON CORP - COM USD3 | 1.53% |
| 742718109 | PROCTER & GAMBLE CO - COM NPV | 1.41% |
| 084670702 | BERKSHIRE HATHAWAY - CL B COM USD.0033 | 1.37% |

Top Ten Currency Weights

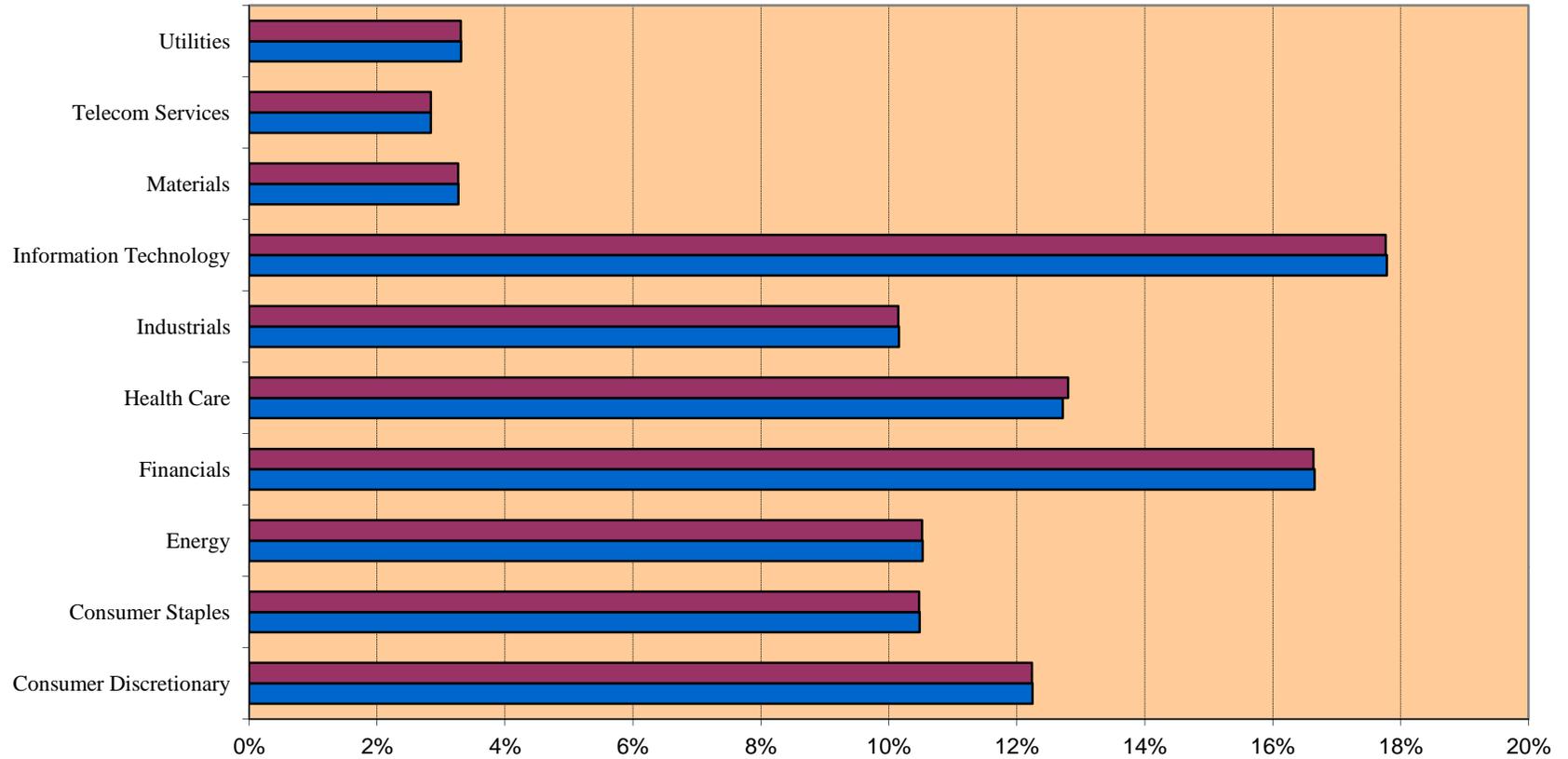


Returns Series

| | Current Month | Trailing 3 Months | Year-To-Date | Trailing 1 Year | Trailing 3 Years | Trailing 5 Years | Inception |
|--------------|---------------|-------------------|--------------|-----------------|------------------|------------------|-----------|
| S&P 500 Pool | (1.35) | 2.89 | 13.79 | 20.52 | 18.41 | 7.05 | 2.39 |
| S&P 500 | (1.34) | 2.91 | 13.82 | 20.60 | 18.45 | 7.01 | 3.03 |
| Excess | (0.00) | (0.02) | (0.03) | (0.08) | (0.04) | 0.04 | (0.64) |



**STATE OF ARIZONA
POOL 201 (S&P 500)
As of June 30, 2013**



| | Consumer Discretionary | Consumer Staples | Energy | Financials | Health Care | Industrials | Information Technology | Materials | Telecom Services | Utilities |
|-------------------------------|------------------------|------------------|--------|------------|-------------|-------------|------------------------|-----------|------------------|-----------|
| ■ S&P 500 Index | 12.24% | 10.47% | 10.52% | 16.64% | 12.80% | 10.15% | 17.77% | 3.27% | 2.84% | 3.31% |
| ■ STATE OF ARIZONA - POOL 201 | 12.25% | 10.48% | 10.53% | 16.65% | 12.72% | 10.16% | 17.78% | 3.27% | 2.84% | 3.31% |



Portfolio Characteristics

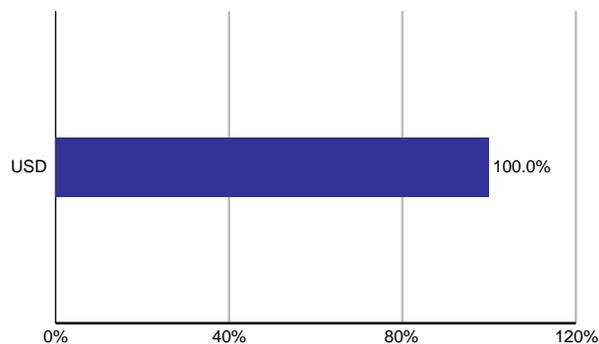
Risk Measures

| | | | | | | | | | | |
|-------------------------------------|----------|-------------------------|-----------------|-------|------------------|--------|------------------|------|-----------------|------|
| Total Asset Value (in Millions) | 676.9 | | Trailing 1 Year | 0.06 | Trailing 3 Years | 0.06 | Trailing 5 Years | 1.78 | Since Inception | 1.97 |
| P/E Ratio | 22.95 | Tracking Error | 0.06 | 0.06 | 1.78 | 1.97 | | | | |
| Price to Book Ratio | 2.15 | Information Ratio | (0.15) | 1.16 | (0.76) | (0.09) | | | | |
| Dividend Yield (%) | 1.47 | Std Deviation of Port. | 8.56 | 16.58 | 21.46 | 17.16 | | | | |
| Return on Equity (%) | 14.87 | Std Deviation of Bench. | 8.55 | 16.61 | 22.15 | 18.06 | | | | |
| Sales Growth (%) | 6.78 | Sharpe Ratio of Port. | 2.93 | 1.17 | 0.34 | 0.40 | | | | |
| Market Capitalization (\$ Millions) | 4,330.90 | Sharpe Ratio of Bench. | 2.93 | 1.16 | 0.39 | 0.38 | | | | |
| Earnings per Share (\$) | 2.35 | R-Squared | 1.00 | 1.00 | 0.99 | 0.99 | | | | |
| Number of Holdings | 401 | Jensen's Alpha | (0.04) | 0.12 | (1.02) | 0.35 | | | | |

Top Ten Portfolio Holdings

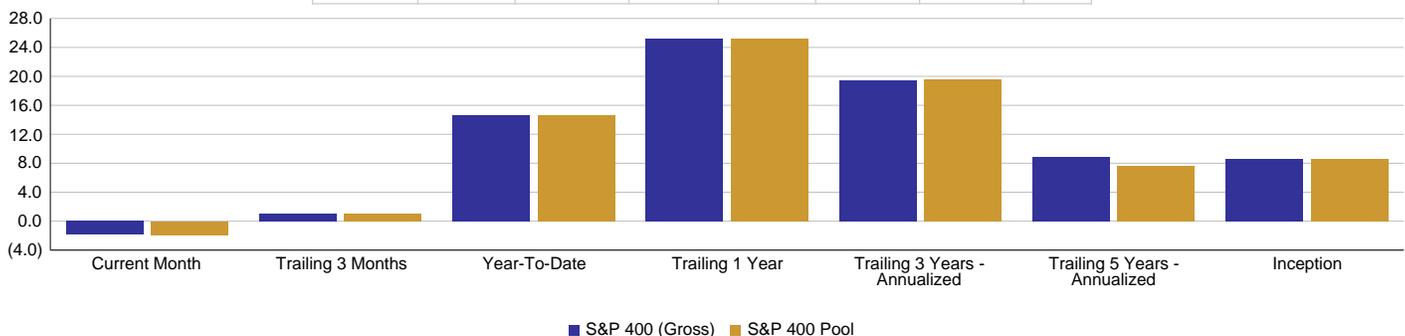
| Security ID | Security Name | % of Assets |
|-------------|--|-------------|
| 78467107 | SPDR S&P MIDCAP 400 ETF TRUST | 5.59% |
| 92532F100 | VERTEX PHARMACEUTICALS INC - COM USD.01 | 1.25% |
| 031100100 | AMETEK INC - COM USD1 | 0.73% |
| 393122106 | GREEN MTN COFFEE ROASTERS - COM USD.1 | 0.66% |
| 29444U502 | EQUINIX INC - COM USD.001 | 0.65% |
| 018581108 | ALLIANCE DATA SYSTEMS CORP - COM USD.01 | 0.63% |
| 436106108 | HOLLYFRONTIER CORP - COM USD.01 | 0.62% |
| 008252108 | AFFILIATED MANAGERS GRP INC - COM USD.01 | 0.61% |
| 171340102 | CHURCH & DWIGHT INC - COM NPV | 0.60% |
| 806407102 | SCHEIN (HENRY) INC - COM USD.01 | 0.59% |

Top Ten Currency Weights

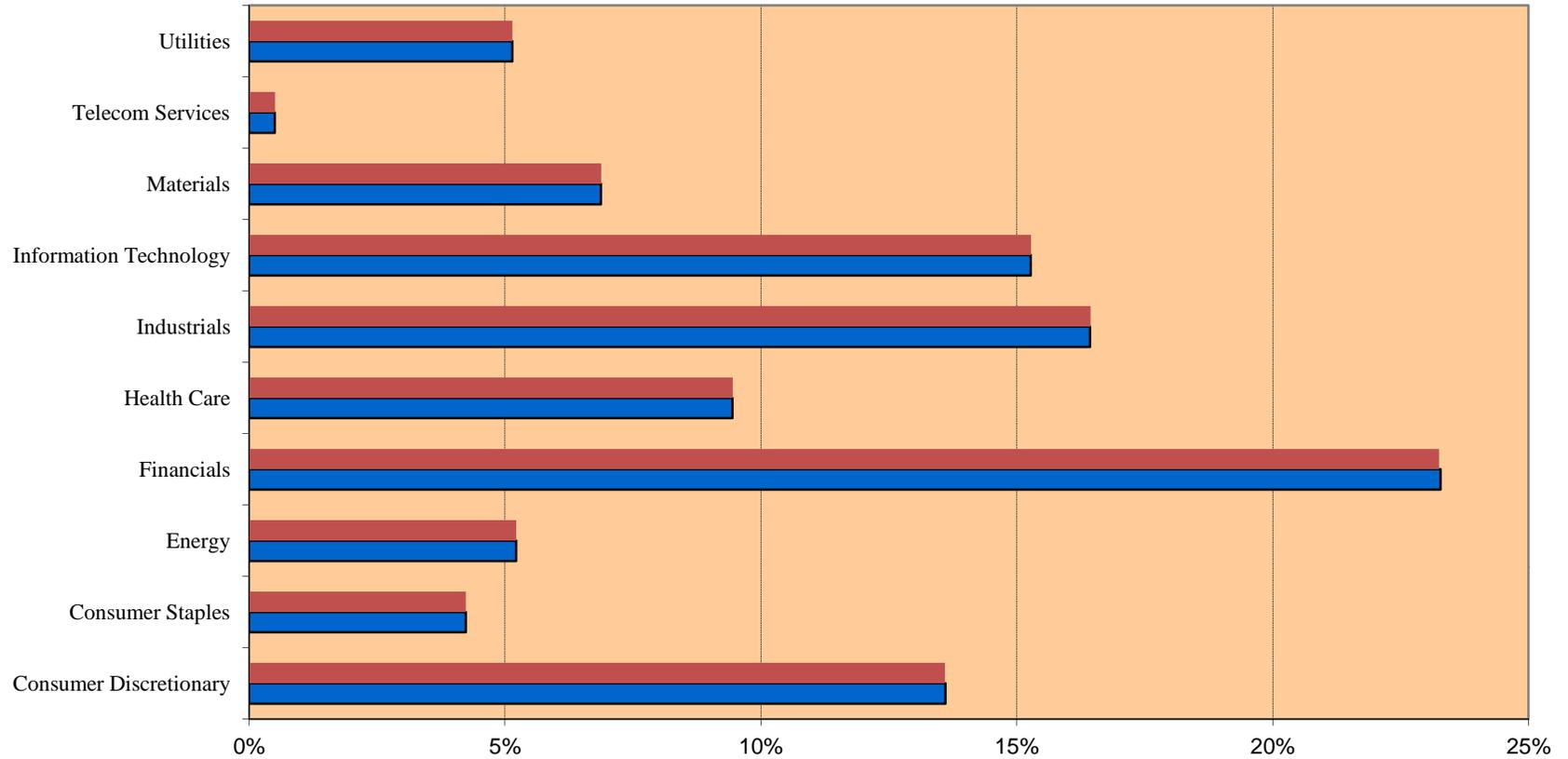


Returns Series

| | Current Month | Trailing 3 Months | Year-To-Date | Trailing 1 Year | Trailing 3 Years | Trailing 5 Years | Inception |
|-----------------|---------------|-------------------|--------------|-----------------|------------------|------------------|-----------|
| S&P 400 Pool | (1.89) | 1.00 | 14.57 | 25.17 | 19.54 | 7.60 | 8.55 |
| S&P 400 (Gross) | (1.85) | 1.00 | 14.59 | 25.18 | 19.45 | 8.91 | 8.57 |
| Excess | (0.04) | (0.01) | (0.02) | (0.01) | 0.09 | (1.31) | (0.01) |



**STATE OF ARIZONA
POOL 203 (S&P MIDCAP 400)
As of June 30, 2013**



| | Consumer Discretionary | Consumer Staples | Energy | Financials | Health Care | Industrials | Information Technology | Materials | Telecom Services | Utilities |
|-------------------------------|------------------------|------------------|--------|------------|-------------|-------------|------------------------|-----------|------------------|-----------|
| ■ S&P MIDCAP 400 | 13.60% | 4.24% | 5.22% | 23.25% | 9.45% | 16.44% | 15.28% | 6.88% | 0.50% | 5.15% |
| ■ STATE OF ARIZONA - POOL 203 | 13.61% | 4.23% | 5.22% | 23.28% | 9.44% | 16.43% | 15.27% | 6.88% | 0.50% | 5.14% |



Portfolio Characteristics

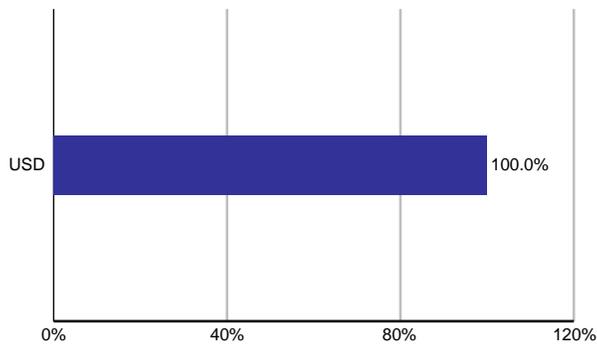
Risk Measures

| | | | | | | |
|-------------------------------------|----------|-------------------------|-----------------|------------------|------------------|-----------------|
| Total Asset Value (in Millions) | 398.2 | Tracking Error | Trailing 1 Year | Trailing 3 Years | Trailing 5 Years | Since Inception |
| P/E Ratio | 27.22 | Information Ratio | 0.06 | - | - | 0.09 |
| Price to Book Ratio | 1.94 | Std Deviation of Port. | 1.98 | - | - | 0.01 |
| Dividend Yield (%) | 1.23 | Std Deviation of Bench. | 8.39 | - | - | 16.48 |
| Return on Equity (%) | 17.37 | Sharpe Ratio of Port. | 8.40 | - | - | 16.51 |
| Sales Growth (%) | 7.54 | Sharpe Ratio of Bench. | 3.00 | - | - | 0.73 |
| Market Capitalization (\$ Millions) | 1,437.67 | R-Squared | 2.98 | - | - | 0.73 |
| Earnings per Share (\$) | 1.39 | Jensen's Alpha | 1.00 | - | - | 1.00 |
| Number of Holdings | 601 | | 0.17 | - | - | 0.03 |

Top Ten Portfolio Holdings

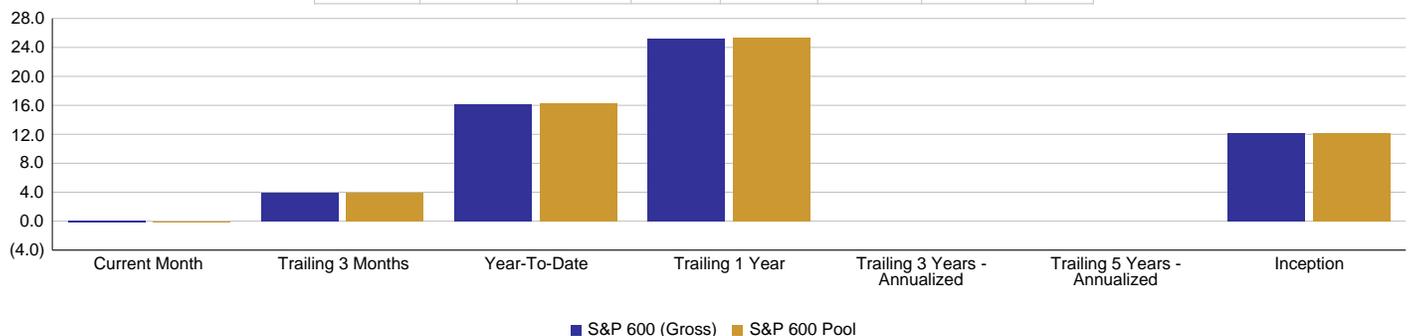
| Security ID | Security Name | % of Assets |
|-------------|--|-------------|
| 464287804 | ISHARES TRUST CORE S&P SMALL-CAP ETF | 5.82% |
| 795435106 | SALIX PHARMACEUTICALS LTD - COM NPV | 0.55% |
| 402635304 | GULFPORT ENERGY CORP - COM USD.01 | 0.52% |
| 74267C106 | PROASSURANCE CORP - COM NPV | 0.52% |
| 875465106 | TANGER FACTORY OUTLET CTRS - COM USD.01 | 0.51% |
| 229678107 | CUBIST PHARMACEUTICALS INC - COM USD.001 | 0.50% |
| 405217100 | HAIN CELESTIAL GROUP INC - COM USD.01 | 0.49% |
| 549764108 | LUFKIN INDUSTRIES INC COM STK USD1 | 0.48% |
| 679580100 | OLD DOMINION FREIGHT - COM USD.1 | 0.47% |
| 92552V100 | VIASAT INC - COM USD.01 | 0.47% |

Top Ten Currency Weights

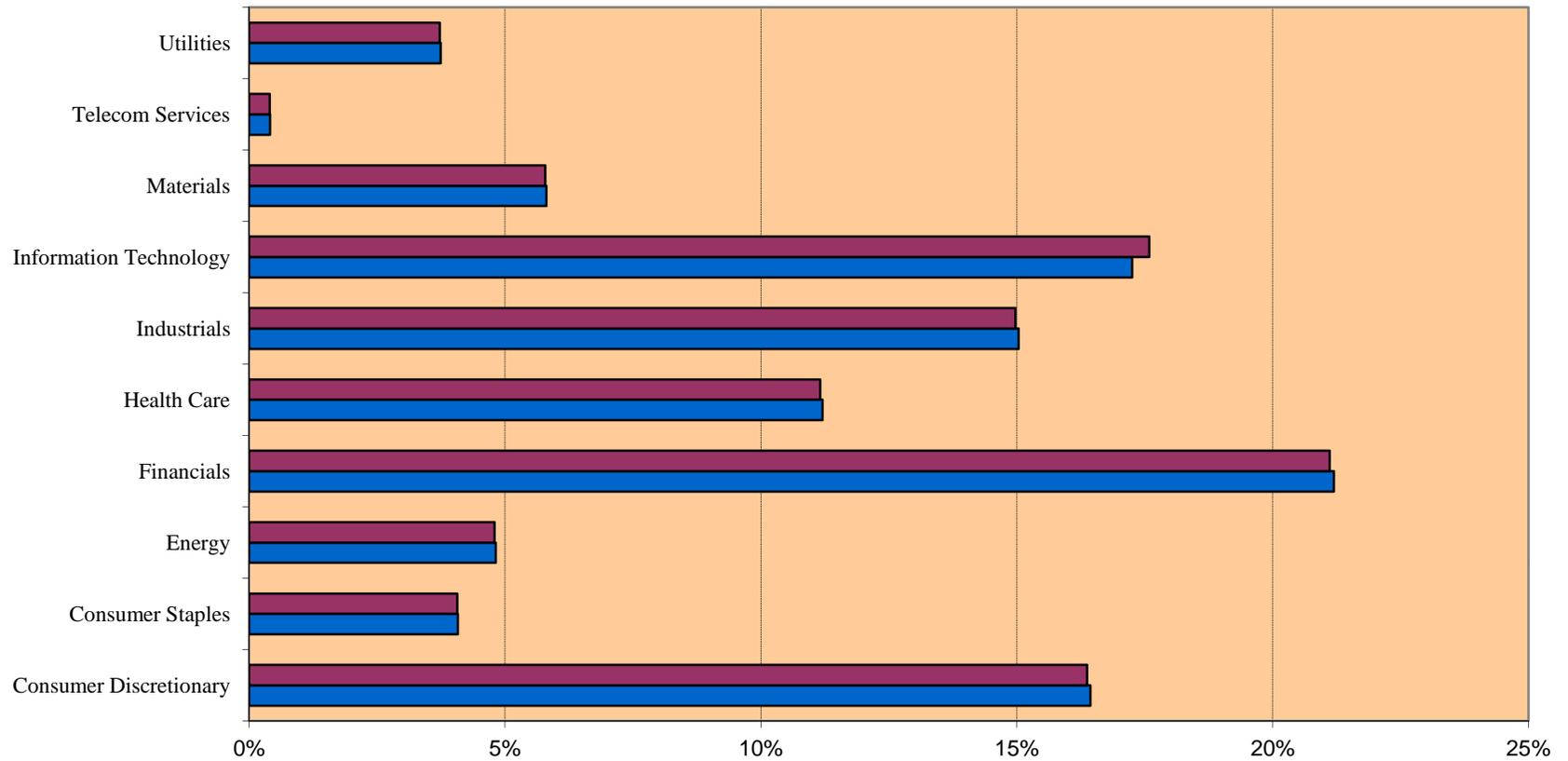


Returns Series

| | Current Month | Trailing 3 Months | Year-To-Date | Trailing 1 Year | Trailing 3 Years | Trailing 5 Years | Inception |
|-----------------|---------------|-------------------|--------------|-----------------|------------------|------------------|-----------|
| S&P 600 Pool | (0.14) | 3.92 | 16.26 | 25.32 | | | 12.12 |
| S&P 600 (Gross) | (0.15) | 3.92 | 16.19 | 25.18 | | | 12.11 |
| Excess | 0.01 | (0.00) | 0.07 | 0.14 | (0.00) | (0.00) | 0.01 |



**STATE OF ARIZONA
POOL 204 (S&P 600 Index)
As of June 30, 2013**



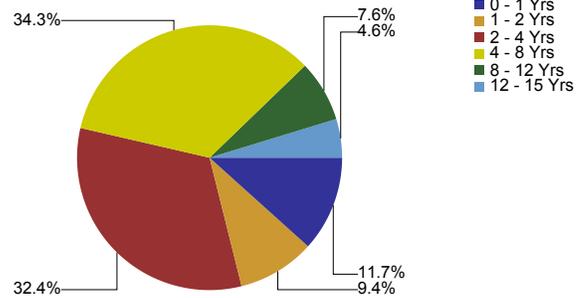
| | Consumer Discretionary | Consumer Staples | Energy | Financials | Health Care | Industrials | Information Technology | Materials | Telecom Services | Utilities |
|-------------------------------|------------------------|------------------|--------|------------|-------------|-------------|------------------------|-----------|------------------|-----------|
| ■ S&P 600 Index | 16.37% | 4.07% | 4.80% | 21.11% | 11.16% | 14.98% | 17.59% | 5.79% | 0.41% | 3.73% |
| ■ STATE OF ARIZONA - POOL 204 | 16.44% | 4.08% | 4.82% | 21.20% | 11.21% | 15.04% | 17.25% | 5.81% | 0.41% | 3.74% |



Portfolio Characteristics

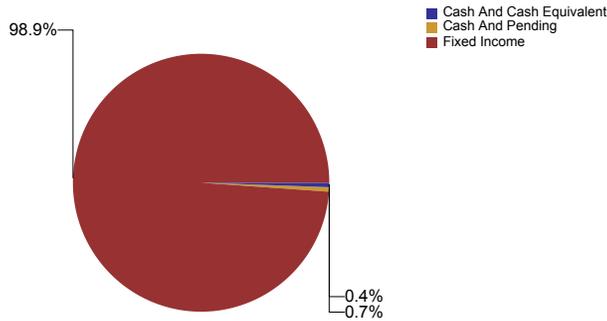
Duration Mix

| | |
|--|---------|
| Total Net Assets (Millions) | 1,516.1 |
| Weighted Average Life (Years) | 5.73 |
| Weighted Avg. Effective Duration (Years) | 4.42 |
| Weighted Average Coupon (%) | 3.77 |
| Weighted Average Current Yield (%) | 1.22 |
| Weighted Average Yield to Maturity (%) | 1.25 |
| Weighted Average Rating | AA |
| Number of Holdings | 283 |



Asset Mix

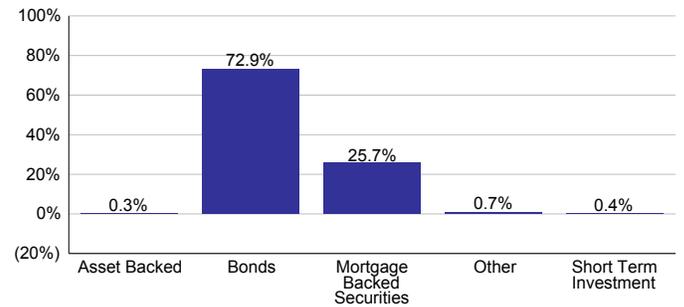
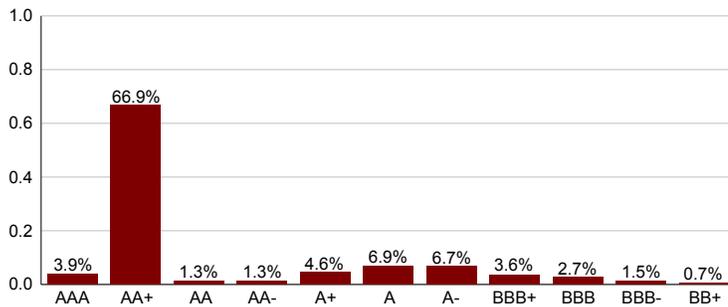
Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|--|-------------|-------------|---------------|
| 912828PE4 | US TREASURY 1.25% 31/OCT/2015 | 1.19% | 1.25 | 31/10/2015 |
| 31677QAV1 | FIFTH THIRD BANCORP 1.45% BDS 28/FEB/2018 USD1000 | 0.97% | 1.45 | 28/2/2018 |
| 912810FA1 | USA TREASURY BDS6.375% BDS 15/AUG/2027 USD1000 | 0.95% | 6.38 | 15/8/2027 |
| 912810ED6 | US TREASURY 8.125% 15/AUG/2019 | 0.94% | 8.12 | 15/8/2019 |
| 912810DZ8 | USA TREASURY BDS 8.875% 15/AUG/2017 USD1000 | 0.90% | 8.88 | 15/8/2017 |
| 740816AD5 | PRESIDENT & FELLOWS HARVARD COLLEGE 5.625% BDS | 0.80% | 5.62 | 1/10/2038 |
| 92343VAM6 | VERIZON COMMUN 6.1% NTS 15/APR/2018 USD1000 | 0.79% | 6.10 | 15/4/2018 |
| 59562VAT4 | MIDAMERICAN ENERGY HLDGS 5.75% SNR NTS 01/APR/2018 | 0.78% | 5.75 | 1/4/2018 |
| 20825CAP9 | CONOCOPHILLIPS 5.9% BDS 15/MAY/2038 USD1000 | 0.78% | 5.90 | 15/5/2038 |
| 3137AF2R2 | FREDDIE MAC 3920 AC 2.500% 15/SEP/2041 | 0.76% | 2.50 | 15/9/2041 |

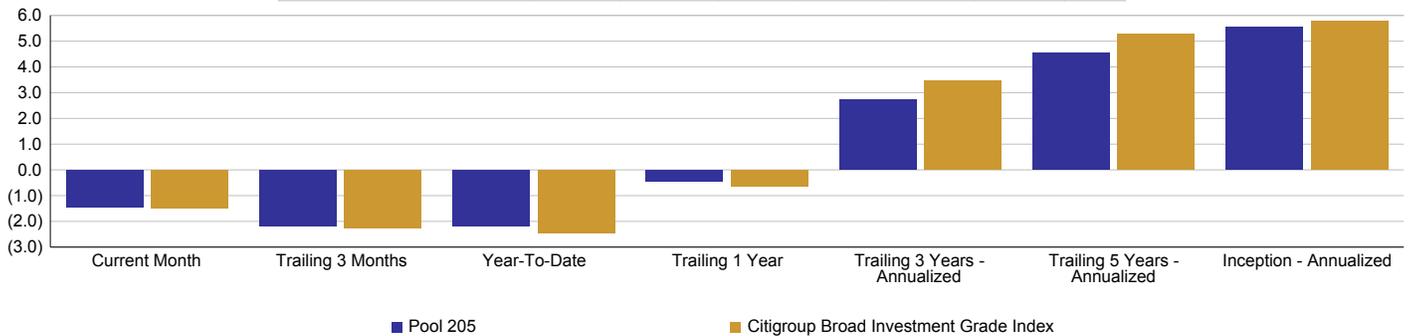
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



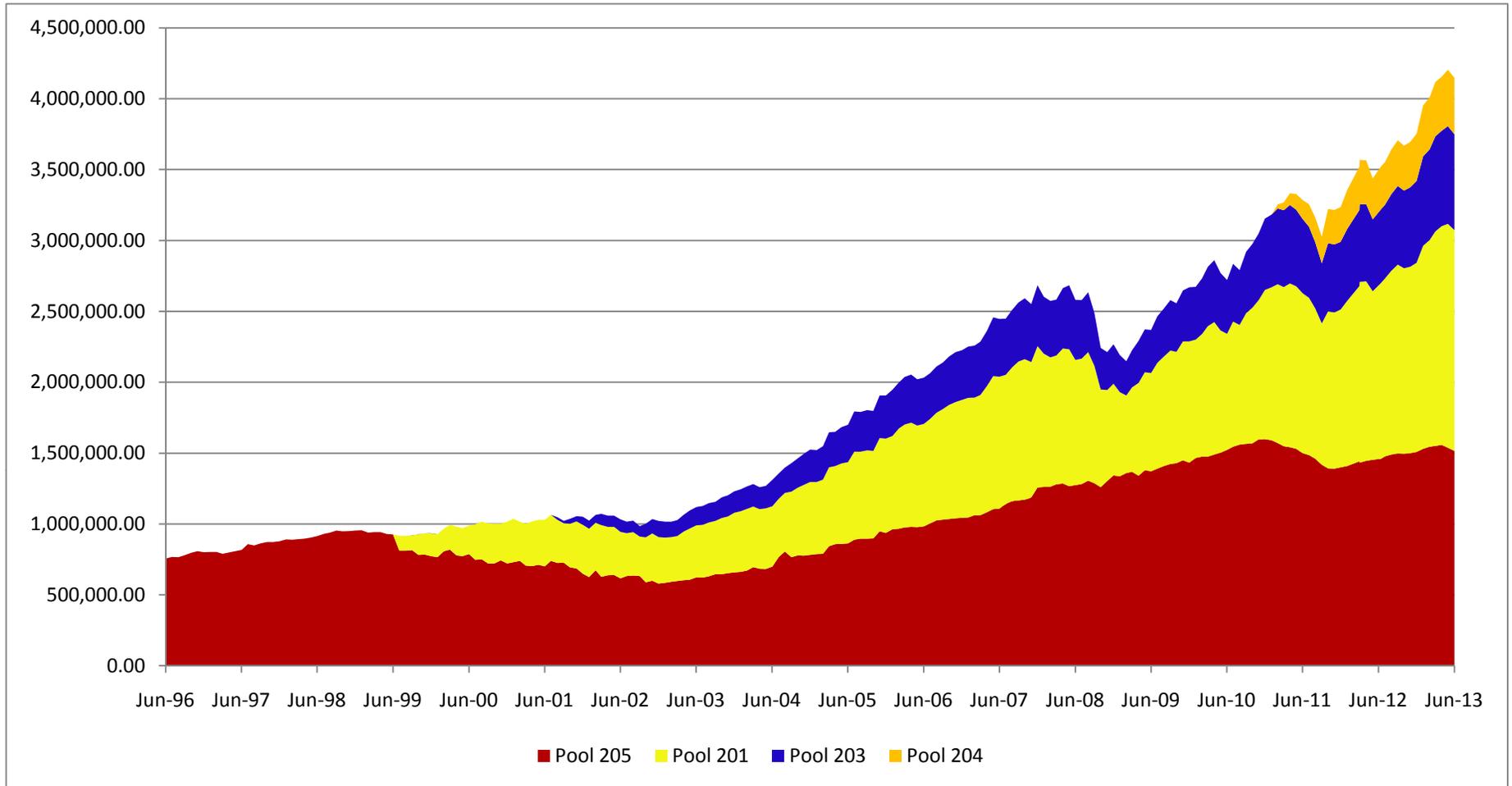
Returns Series

| | Current Month | Trailing 3 Months | Year-To-Date | Trailing 1 Year | Trailing 3 Years | Trailing 5 Years | Inception |
|--|---------------|-------------------|--------------|-----------------|------------------|------------------|-----------|
| Pool 205 | (1.44) | (2.20) | (2.17) | (0.46) | 2.74 | 4.54 | 5.53 |
| Citigroup Broad Investment Grade Index | (1.47) | (2.28) | (2.46) | (0.65) | 3.45 | 5.27 | 5.78 |
| Excess | 0.04 | 0.08 | 0.28 | 0.19 | (0.72) | (0.72) | (0.25) |



Thousands

Endowment Fund Market Value

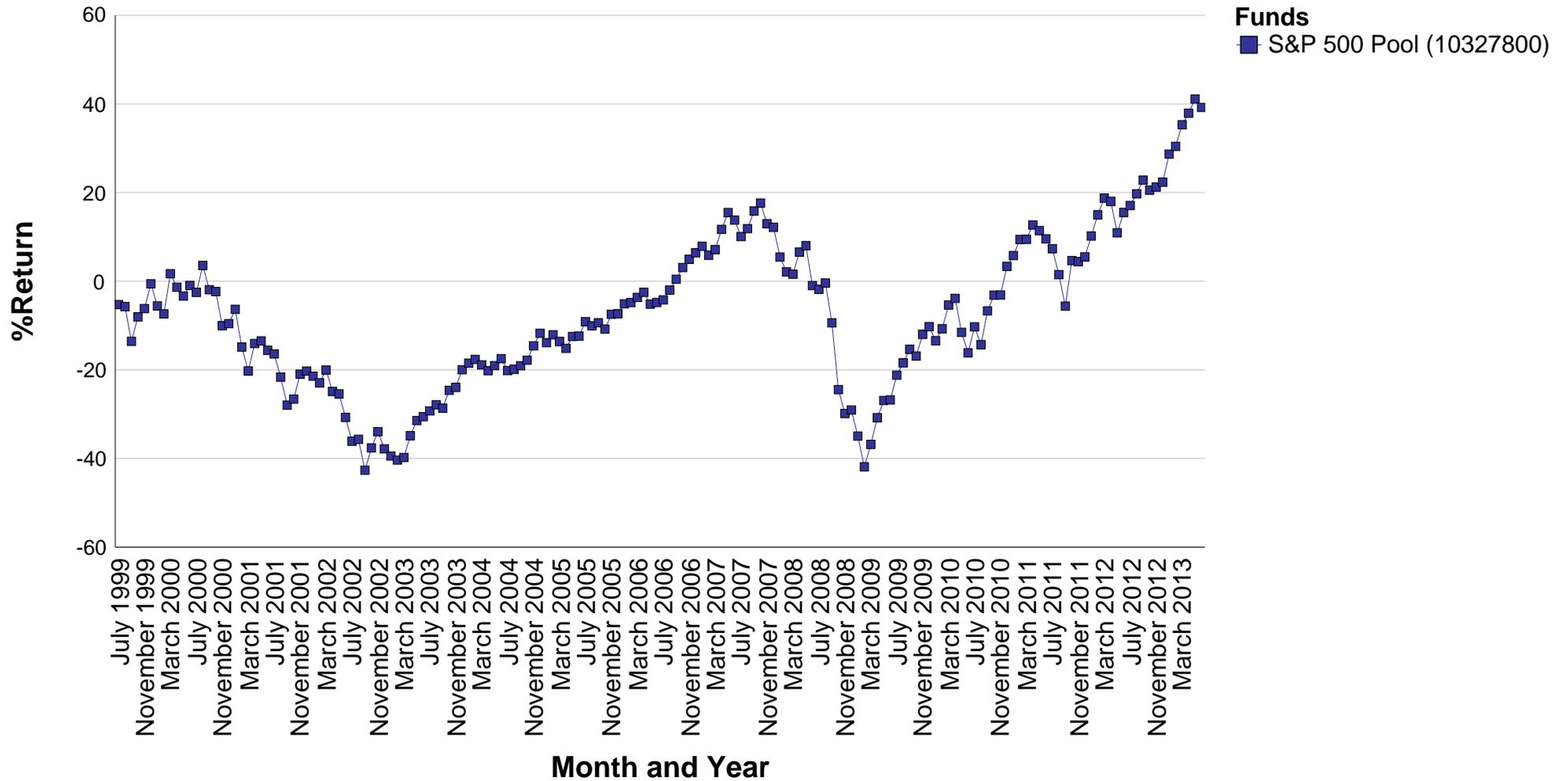


Performance Growth by Account

Arizona State Treasury (05509)

From July 1999 to June 2013

Gross of Fee

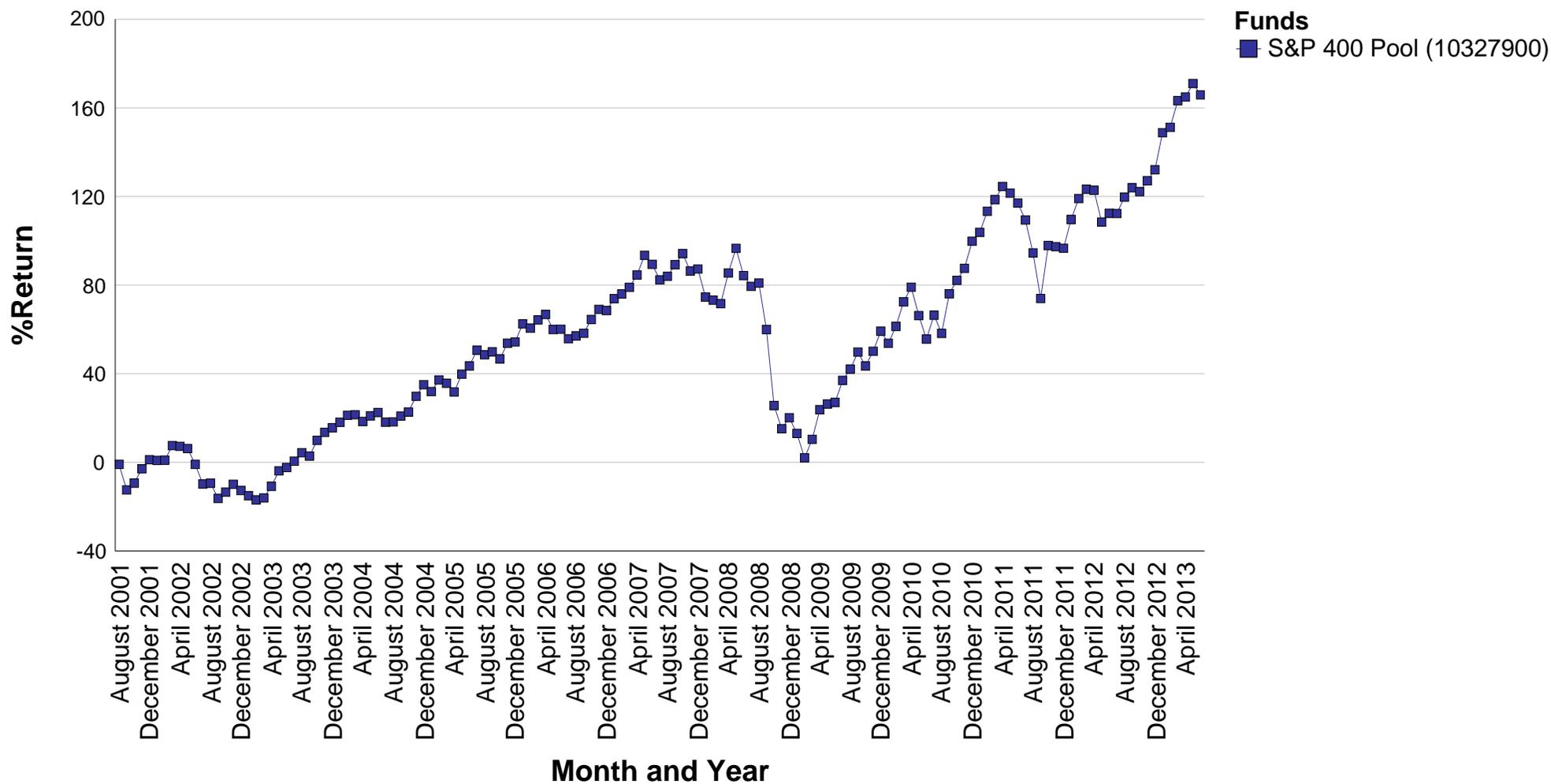


Performance Growth by Account

Arizona State Treasury (05509)

From August 2001 to June 2013

Gross of Fee

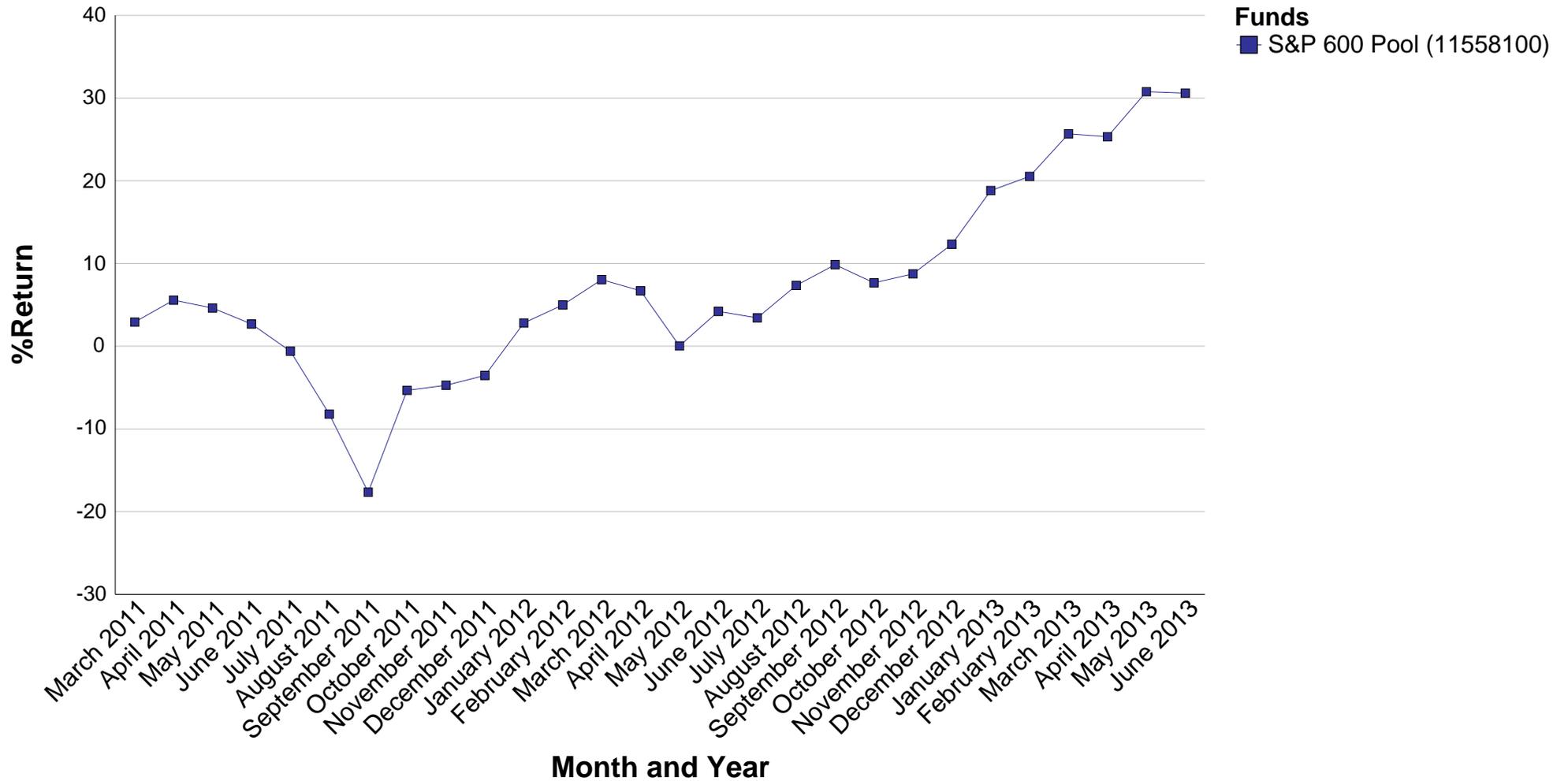


Performance Growth by Account

Arizona State Treasury (05509)

From March 2011 to June 2013

Gross of Fee

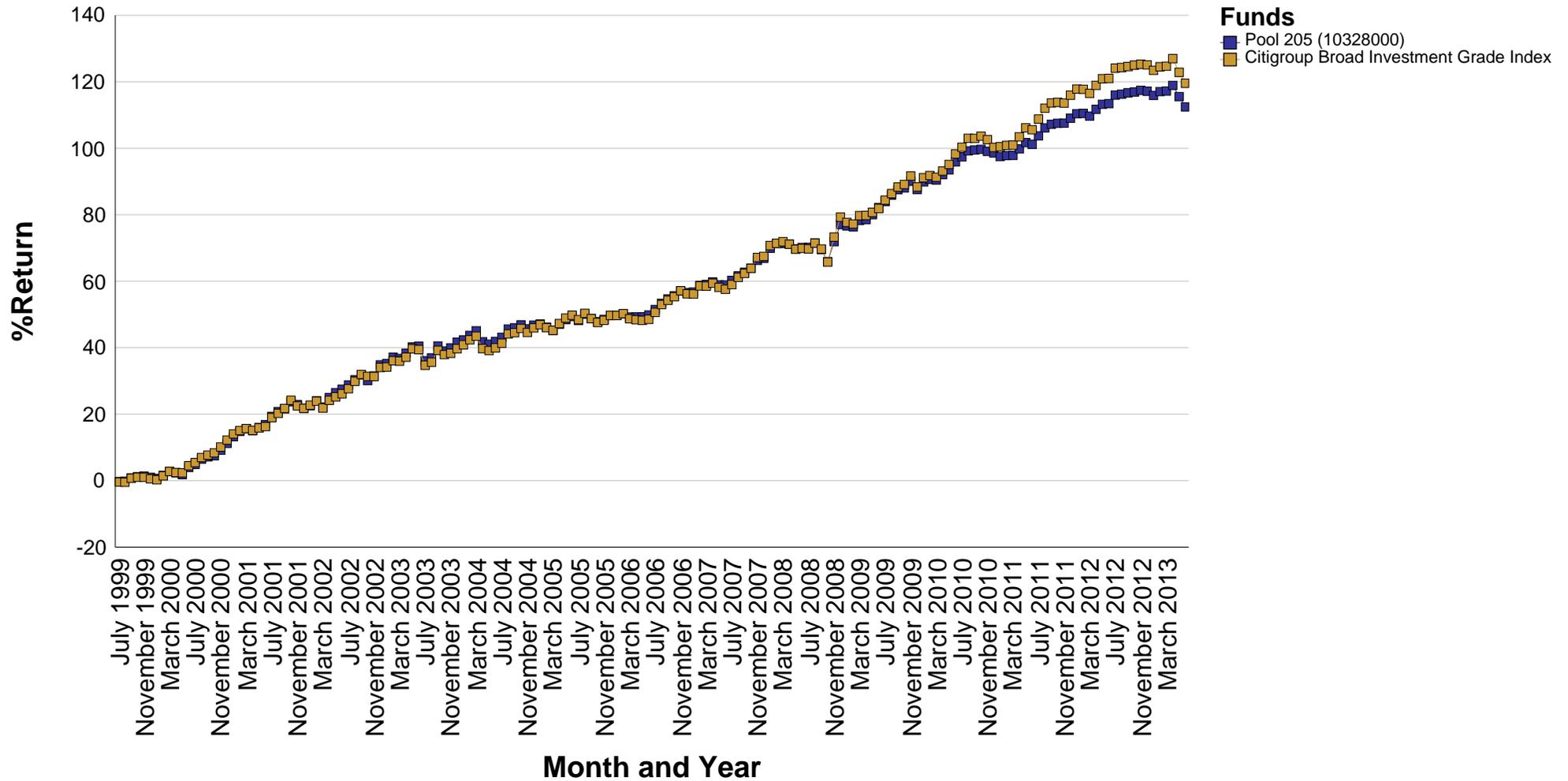


Performance Growth by Account

Arizona State Treasury (05509)

From July 1999 to June 2013

Gross of Fee



BROKER ACTIVITY REPORT
STATE AGENCY FUNDS 2, 3, 4, 12, 15, 16
APRIL 1 - JUNE 30, 2013

| <i>Broker Name</i> | <i>Asset Group</i> | <i>Sum Of Book Value</i> | <i>Pct Of Type</i> | <i>Pct Of Total</i> |
|------------------------------|--------------------|--------------------------|--------------------|---------------------|
| BA SECURITIES INC. | | | | |
| | REPO | 200,000,000 | 0.53% | 0.45% |
| | COMMERCIAL PAPER | 86,245,056 | 14.20% | 0.20% |
| | US TREAS | 108,849,667 | 21.63% | 0.25% |
| BARCLAYS CAPITAL INC. | | | | |
| | CD'S | 40,000,000 | 50.00% | 0.09% |
| | COMMERCIAL PAPER | 79,951,722 | 13.16% | 0.18% |
| | CORP NOTES | 6,969,083 | 3.07% | 0.02% |
| | US TREAS | 134,947,172 | 26.82% | 0.31% |
| | MUNICIPAL BONDS | 327,303 | 0.21% | 0.00% |
| BNP PARIBAS | | | | |
| | CORP NOTES | 30,046,744 | 13.23% | 0.07% |
| | USA-MBS | 26,155,288 | 7.02% | 0.06% |
| CANTOR FITZGERALD | | | | |
| | COMMERCIAL PAPER | 39,986,667 | 6.58% | 0.09% |
| | USA-MBS | 149,617,951 | 40.18% | 0.34% |
| CITIGROUP | | | | |
| | REPO | 1,508,482,294 | 3.99% | 3.42% |
| | CORP NOTES | 29,968,000 | 13.20% | 0.07% |
| | US-AGENCY | 39,998,569 | 10.07% | 0.09% |
| | MUNICIPAL BONDS | 6,956,427 | 4.49% | 0.02% |
| DEUTSCHE BANC | | | | |
| | REPO | 375,000,000 | 0.99% | 0.85% |
| | US TREAS | 99,998,375 | 19.87% | 0.23% |

BROKER ACTIVITY REPORT
STATE AGENCY FUNDS 2, 3, 4, 12, 15, 16
APRIL 1 - JUNE 30, 2013

| <i>Broker Name</i> | <i>Asset Group</i> | <i>Sum Of Book Value</i> | <i>Pct Of Type</i> | <i>Pct Of Total</i> |
|---------------------------|--------------------|--------------------------|--------------------|---------------------|
| FIRST TENNESSEE | | | | |
| | CD'S | 40,000,000 | 50.00% | 0.09% |
| | CORP NOTES | 37,642,067 | 16.58% | 0.09% |
| | US-AGENCY | 265,769,820 | 66.92% | 0.60% |
| | USA-MBS | 10,139,685 | 2.72% | 0.02% |
| | US TREAS | 144,383,683 | 28.70% | 0.33% |
| | MUNICIPAL BONDS | 45,951,700 | 29.65% | 0.10% |
| JEFFRIES CO. | | | | |
| | CORP NOTES | 5,026,036 | 2.21% | 0.01% |
| | USA-MBS | 7,705,778 | 2.07% | 0.02% |
| JP MORGAN CHASE | | | | |
| | MONEY-MARKET | 126,814,623 | 100.00% | 0.29% |
| | REPO SWEEP | 3,821,240,250 | 100.00% | 8.67% |
| | COMMERCIAL PAPER | 224,418,745 | 36.95% | 0.51% |
| | CORP NOTES | 13,322,249 | 5.87% | 0.03% |
| | US-AGENCY | 49,998,813 | 12.59% | 0.11% |
| | US TREAS | 14,982,850 | 2.98% | 0.03% |
| KEYBANC | | | | |
| | MUNICIPAL BONDS | 10,100,291 | 6.52% | 0.02% |
| MIZUHO SECURITIES | | | | |
| | REPO | 7,285,528,613 | 19.28% | 16.53% |
| MORGAN STANLEY CAP | | | | |
| | COMMERCIAL PAPER | 176,784,545 | 29.11% | 0.40% |
| | CORP NOTES | 5,095,864 | 2.24% | 0.01% |
| NOMURA SECURITIES | | | | |
| | REPO | 8,934,421,179 | 23.64% | 20.27% |
| | US-AGENCY | 35,112,218 | 8.84% | 0.08% |

BROKER ACTIVITY REPORT
STATE AGENCY FUNDS 2, 3, 4, 12, 15, 16
APRIL 1 - JUNE 30, 2013

| <i>Broker Name</i> | <i>Asset Group</i> | <i>Sum Of Book Value</i> | <i>Pct Of Type</i> | <i>Pct Of Total</i> |
|------------------------------|--------------------|--------------------------|--------------------|---------------------|
| RAYMOND JAMES | | | | |
| | USA-MBS | 4,409,731 | 1.18% | 0.01% |
| | MUNICIPAL BONDS | 7,958,816 | 5.13% | 0.02% |
| RBC DAIN RAUSCHER | | | | |
| | CORP NOTES | 31,000,000 | 13.65% | 0.07% |
| | USA-MBS | 9,988,194 | 2.68% | 0.02% |
| | MUNICIPAL BONDS | 26,549,912 | 17.13% | 0.06% |
| ROBERT W BAIRD | | | | |
| | US-AGENCY | 6,251,563 | 1.57% | 0.01% |
| | USA-MBS | 135,441,785 | 36.37% | 0.31% |
| | MUNICIPAL BONDS | 5,342,058 | 3.45% | 0.01% |
| SOUTH STREET | | | | |
| | REPO | 19,486,648,676 | 51.57% | 44.21% |
| STERNE AGEE AND LEACH | | | | |
| | USA-MBS | 28,906,179 | 7.76% | 0.07% |
| STIFEL NICOLAUS | | | | |
| | CORP NOTES | 47,971,672 | 21.13% | 0.11% |
| | MUNICIPAL BONDS | 2,229,538 | 1.44% | 0.01% |
| WELLS FARGO | | | | |
| | CORP NOTES | 20,000,000 | 8.81% | 0.05% |
| | MUNICIPAL BONDS | 49,580,933 | 31.99% | 0.11% |

BROKER ACTIVITY REPORT
POOL 5 - L.G.I.P.
APRIL 1 - JUNE 30, 2013

| <i>Broker Name</i> | <i>Asset Group</i> | <i>Sum Of Book Value</i> | <i>Pct Of Type</i> | <i>Pct Of Total</i> |
|--------------------------------|--------------------|--------------------------|--------------------|---------------------|
| BA SECURITIES INC. | | | | |
| | REPO | 250,000,000 | 1.36% | 0.61% |
| | COMMERCIAL PAPER | 15,294,558 | 6.76% | 0.04% |
| BARCLAYS CAPITAL INC. | | | | |
| | COMMERCIAL PAPER | 22,490,456 | 9.94% | 0.05% |
| CANTOR FITZGERALD | | | | |
| | COMMERCIAL PAPER | 16,995,404 | 7.51% | 0.04% |
| CITIGROUP | | | | |
| | REPO | 655,000,000 | 3.56% | 1.60% |
| | COMMERCIAL PAPER | 19,993,933 | 8.84% | 0.05% |
| | CORP ABS | 2,000,000 | 28.57% | 0.00% |
| DEUTSCHE BANC | | | | |
| | REPO | 200,000,000 | 1.09% | 0.49% |
| | COMMERCIAL PAPER | 9,978,519 | 4.41% | 0.02% |
| GOLDMAN SACHS | | | | |
| | REPO | 100,000,000 | 0.54% | 0.24% |
| | COMMERCIAL PAPER | 6,786,096 | 3.00% | 0.02% |
| GOVERNMENT PERSPECTIVES | | | | |
| | CORP NOTES | 25,099,517 | 56.30% | 0.06% |
| JP MORGAN CHASE | | | | |
| | COMMERCIAL PAPER | 45,975,361 | 20.32% | 0.11% |
| | MONEY-MARKET | 44,478,268 | 100.00% | 0.11% |
| | REPO SWEEP | 22,223,575,546 | 100.00% | 54.18% |
| | CORP NOTES | 9,322,249 | 20.91% | 0.02% |

BROKER ACTIVITY REPORT
POOL 5 - L.G.I.P.
APRIL 1 - JUNE 30, 2013

| <i>Broker Name</i> | <i>Asset Group</i> | <i>Sum Of Book Value</i> | <i>Pct Of Type</i> | <i>Pct Of Total</i> |
|------------------------------|--------------------|--------------------------|--------------------|---------------------|
| MIZUHO SECURITIES | | | | |
| | US TREAS | 49,999,944 | 100.00% | 0.12% |
| MORGAN STANLEY CAP | | | | |
| | COMMERCIAL PAPER | 43,118,388 | 19.06% | 0.11% |
| RBC DAIN RAUSCHER | | | | |
| | COMMERCIAL PAPER | 25,611,192 | 11.32% | 0.06% |
| | CORP ABS | 5,000,000 | 71.43% | 0.01% |
| SOUTH STREET | | | | |
| | REPO | 17,217,500,402 | 93.46% | 41.98% |
| STERNE AGEE AND LEACH | | | | |
| | CORP NOTES | 10,159,536 | 22.79% | 0.02% |
| WELLS FARGO | | | | |
| | COMMERCIAL PAPER | 19,983,518 | 8.83% | 0.05% |

BROKER ACTIVITY REPORT
POOL 500 - L.G.I.P. MEDIUM-TERM
APRIL 1 - JUNE 30, 2013

| <i>Broker Name</i> | <i>Asset Group</i> | <i>Sum Of Book Value</i> | <i>Pct Of Type</i> | <i>Pct Of Total</i> |
|--------------------------------|--------------------|--------------------------|--------------------|---------------------|
| BA SECURITIES INC. | | | | |
| | COMMERCIAL PAPER | 2,499,044 | 6.11% | 0.16% |
| | CORP NOTES | 997,180 | 3.63% | 0.06% |
| | CORP ABS | 1,999,610 | 25.00% | 0.12% |
| BARCLAYS CAPITAL INC. | | | | |
| | COMMERCIAL PAPER | 7,498,320 | 18.34% | 0.47% |
| | CORP NOTES | 1,005,705 | 3.66% | 0.06% |
| | CORP ABS | 1,000,000 | 12.50% | 0.06% |
| CANTOR FITZGERALD | | | | |
| | COMMERCIAL PAPER | 5,998,643 | 14.67% | 0.37% |
| | US AGENCY | 2,500,000 | 100.00% | 0.16% |
| | USA-MBS | 5,143,879 | 100.00% | 0.32% |
| CITIGROUP | | | | |
| | CORP NOTES | 5,996,930 | 21.81% | 0.37% |
| | CORP ABS | 2,999,855 | 37.50% | 0.19% |
| DEUTSCHE BANC | | | | |
| | COMMERCIAL PAPER | 4,986,242 | 12.20% | 0.31% |
| GOLDMAN SACHS | | | | |
| | CORP NOTES | 6,997,610 | 25.45% | 0.43% |
| GOVERNMENT PERSPECTIVES | | | | |
| | CORP NOTES | 4,427,634 | 16.10% | 0.28% |
| JP MORGAN CHASE | | | | |
| | MONEY-MARKET | 42,236,618 | 100.00% | 2.62% |
| | COMMERCIAL PAPER | 11,907,259 | 29.12% | 0.74% |

BROKER ACTIVITY REPORT
POOL 500 - L.G.I.P. MEDIUM-TERM
APRIL 1 - JUNE 30, 2013

| <i>Broker Name</i> | <i>Asset Group</i> | <i>Sum Of Book Value</i> | <i>Pct Of Type</i> | <i>Pct Of Total</i> |
|---------------------------|--------------------|--------------------------|--------------------|---------------------|
| MORGAN STANLEY CAP | | | | |
| | COMMERCIAL PAPER | 2,499,236 | 6.11% | 0.16% |
| | CORP NOTES | 999,290 | 3.63% | 0.06% |
| RAYMOND JAMES | | | | |
| | CORP NOTES | 5,068,329 | 18.44% | 0.31% |
| RBC DAIN RAUSCHER | | | | |
| | COMMERCIAL PAPER | 2,998,243 | 7.33% | 0.19% |
| | CORP NOTES | 2,000,000 | 7.27% | 0.12% |
| | CORP ABS | 1,999,839 | 25.00% | 0.12% |
| SOUTH STREET | | | | |
| | REPO | 1,482,850,922 | 100.00% | 92.15% |
| WELLS FARGO | | | | |
| | COMMERCIAL PAPER | 2,496,823 | 6.11% | 0.16% |

BROKER ACTIVITY REPORT
POOL 7 - L.G.I.P.- GOV
APRIL 1 - JUNE 30, 2013

| <i>Broker Name</i> | <i>Asset Group</i> | <i>Sum Of Book Value</i> | <i>Pct Of Type</i> | <i>Pct Of Total</i> |
|------------------------------|--------------------|--------------------------|--------------------|---------------------|
| BA SECURITIES INC. | | | | |
| | REPO | 200,000,000 | 0.82% | 0.82% |
| BARCLAYS CAPITAL INC. | | | | |
| | FDIC - NOTES | 9,992,356 | 100.00% | 0.04% |
| CITIGROUP | | | | |
| | REPO | 2,325,517,706 | 9.54% | 9.48% |
| DEUTSCHE BANC | | | | |
| | REPO | 200,000,000 | 0.82% | 0.82% |
| JP MORGAN CHASE | | | | |
| | MONEY-MARKET | 93,671,874 | 100.00% | 0.38% |
| MIZUHO SECURITIES | | | | |
| | REPO | 12,627,471,387 | 51.80% | 51.48% |
| NOMURA SECURITIES | | | | |
| | REPO | 8,760,578,821 | 35.94% | 35.71% |
| | US TREAS | 49,999,917 | 100.00% | 0.20% |
| SOUTH STREET | | | | |
| | REPO | 262,000,000 | 1.07% | 1.07% |

BROKER ACTIVITY REPORT
POOL 700 - L.G.I.P. MEDIUM TERM F. F. & C.
APRIL 1 - JUNE 30, 2013

| <i>Broker Name</i> | <i>Asset Group</i> | <i>Sum Of Book Value</i> | <i>Pct Of Type</i> | <i>Pct Of Total</i> |
|--------------------------------|--------------------|--------------------------|--------------------|---------------------|
| BARCLAYS CAPITAL INC. | | | | |
| | FDIC - NOTES | 8,823,113 | 100.00% | 0.40% |
| CITIGROUP | | | | |
| | REPO | 171,000,000 | 7.87% | 7.68% |
| GOVERNMENT PERSPECTIVES | | | | |
| | USA-MBS | 2,029,894 | 44.68% | 0.09% |
| JP MORGAN CHASE | | | | |
| | MONEY-MARKET | 39,650,470 | 100.00% | 1.78% |
| MIZUHO SECURITIES | | | | |
| | REPO | 922,000,000 | 42.43% | 41.42% |
| NOMURA SECURITIES | | | | |
| | REPO | 1,080,000,000 | 49.70% | 48.52% |
| ROBERT W BAIRD | | | | |
| | USA-MBS | 2,513,551 | 55.32% | 0.11% |

**BROKER ACTIVITY REPORT
FIXED INCOME FUND 205
APRIL 1 - JUNE 30, 2013**

| <i>Broker Name</i> | <i>Asset Group</i> | <i>Sum Of Book Value</i> | <i>Pct Of Type</i> | <i>Pct Of Total</i> |
|-------------------------------------|--------------------|--------------------------|--------------------|---------------------|
| <i>BA SECURITIES INC.</i> | | | | |
| | CORP-NOTES | 4,991,900 | 26.28% | 2.79% |
| | US TREAS | 20,121,678 | 20.40% | 11.26% |
| <i>CITIGROUP</i> | | | | |
| | US TREAS | 13,488,617 | 13.68% | 7.55% |
| <i>DEUTSCHE BANC</i> | | | | |
| | US TREAS | 11,734,367 | 11.90% | 6.57% |
| <i>GOLDMAN SACHS</i> | | | | |
| | CORP-NOTES | 9,000,000 | 47.39% | 5.04% |
| | US TREAS | 5,013,630 | 5.08% | 2.81% |
| <i>JP MORGAN CHASE</i> | | | | |
| | MONEY-MARKET | 61,121,407 | 100.00% | 34.20% |
| <i>MORGAN STANLEY CAP</i> | | | | |
| | US TREAS | 5,269,175 | 5.34% | 2.95% |
| <i>STERNE AGEE AND LEACH</i> | | | | |
| | CORP-NOTES | 5,000,000 | 26.33% | 2.80% |
| <i>WELLS FARGO</i> | | | | |
| | US TREAS | 42,993,074 | 43.59% | 24.05% |