



CITY OF SALEM

Investment Performance Review For the Quarter Ended December 31, 2018

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Market Update

QUARTERLY MARKET SUMMARY

SUMMARY

- The fourth quarter was not for the faint of heart as markets experienced surging volatility, a worldwide equity sell-off, yield curve inversion, ongoing trade tensions and a partial government shutdown. Just as the New Year turned, however, a modicum of calm returned as stocks regained their footing amid the backdrop of stable U.S. economic prospects.
- The S&P 500 equity index plummeted 14% in the quarter, nearing bear market territory and erasing all gains for the year. International indices didn't fare any better, hampered by falling oil prices, rising protectionism and policy uncertainties.
- In response to the stock market sell-off and global turmoil, U.S. Treasury yields fell sharply and the yield curve partially inverted. While economists have so far shrugged off the yield curve flattening, and its typical interpretation as an early warning sign of an impending recession, weakening economic data emerging in both the U.S. and globally have added to the level of concern.
- The Federal Reserve (Fed) raised the federal funds target rate to a new range of 2.25% to 2.50% in December, the fourth rate increase in 2018. Unlike the well-choreographed path of rate hikes in 2018, the future direction of rates has become far less clear as the Fed appears to be recalibrating monetary policy by signaling a shift to a more "wait and see" and data-dependent approach. The Fed's December estimate was for two rate hikes in 2019, but the market expects none.
- The U.S. government ended the year embroiled in a partial shutdown that began on December 21. Six of 15 executive departments (representing about 75% of U.S. discretionary spending) are fully funded and operating normally. However, the departments of Agriculture, Commerce, Homeland Security, Housing and Urban Development, Justice, Interior, State, Transportation and Treasury are affected by the shutdown. Also affected are independent agencies, including the SEC and EPA. More than 800,000 federal employees and an estimated 4 million government contractors are affected. The White House Council of Economic Advisers estimated that gross domestic product (GDP) will be reduced by 0.13% for each week of the shutdown.

ECONOMIC SNAPSHOT

- U.S. real GDP grew at an annualized rate of 3.4% in the third quarter making the second and third quarters the best back-to-back quarters since 2014. The American consumer continued to drive strong third quarter growth that more than offset moderation in business investment and outright contraction in residential investment.
- U.S. labor market conditions remained healthy, providing the strongest evidence of continued growth of the U.S. economy. The economy added 762,000 new jobs in the fourth quarter, among the strongest quarters of the 9.5-year expansion. While the unemployment rate ticked higher to 3.9%, it was attributed to more workers entering the labor force, which is viewed as a positive sign.
- Inflation in the U.S. remained well-contained, hovering around the Fed's 2% target. Nevertheless inflation expectations weakened. While wage growth rose to match the expansion high, oil prices fell sharply, and home price growth slowed.

INTEREST RATES

- The U.S. Treasury yield curve inverted between 2- and 5-year maturities for the first time since March 2007. Short-term yields moved higher to parallel the December Fed rate hike, but yields on longer maturities plunged by up to 44 basis points (0.44%) as the market reassessed the trajectory for the U.S. economy and its implication for future Fed action.
- As stock markets fell and volatility rose, credit spreads widened sharply, reflecting heightened risk and uncertainty. Yield spreads on investment-grade corporates rose 44 basis points (63%) while spreads on high yield bonds (those rated below BBB) rose by 210 basis points (66%). Despite wider spreads, corporate profits and underlying fundamentals remained reasonably healthy.

SECTOR PERFORMANCE

- Total returns in the bond market were strong across the board in the quarter as lower yields pushed prices higher, reversing what had been dismal bond market returns over the first three quarters of the year. While diversification typically boosts returns, fourth quarter performance was led by the U.S. Treasury sector, as the flight to quality amid widespread market de-risking led to outperformance relative to most other investment-grade fixed income alternatives.
- As the long-end of the yield curve declined, it led to outperformance of longer maturities relative to shorter maturities. For example, the 3-month Treasury Bill Index generated 0.57% of total return for the quarter, while the 5-year and the 10-Year Treasury indices returned 1.49% and 2.21%, respectively.
- The federal agency sector inside of five years performed well, due to a combination of limited issuance and relative immunity from the quarter's spread widening across the credit sectors. Relative performance deteriorated farther out the curve, as even modestly wider spreads negatively impacted longer maturities. Supranationals also posted positive excess returns for the quarter as spreads remained in narrow ranges.
- The investment-grade corporate sector suffered from the market environment in the fourth quarter. Corporates underperformed Treasuries as spreads widened sharply, with higher-quality issues generally outperforming lower-quality ones. Poor fourth quarter performance dragged down trailing 12-month figures as well, which resulted in corporates underperforming Treasuries for the year.
- AAA-rated asset backed securities (ABS) posted negative excess returns for the quarter as spreads widened, but ABS outperformed corporates by a wide margin. The higher-quality and conservative structure of most ABS muted the impact of risk aversion on spread movements in the ABS sector.
- Mortgage-backed securities (MBS) generated negative excess returns for the third consecutive quarter. Increased volatility and negative convexity continued to hurt the sector. One bright spot, and one of our continued areas of emphasis, was the shorter agency-backed commercial mortgage-backed securities (CMBS), which was one of the best performing slices of the MBS universe.

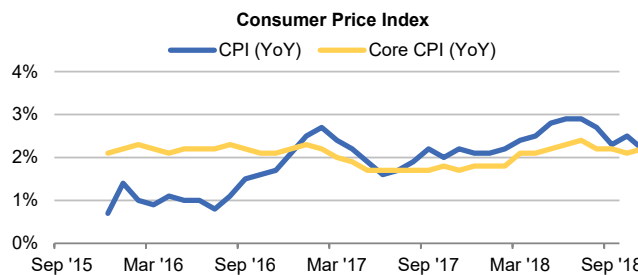
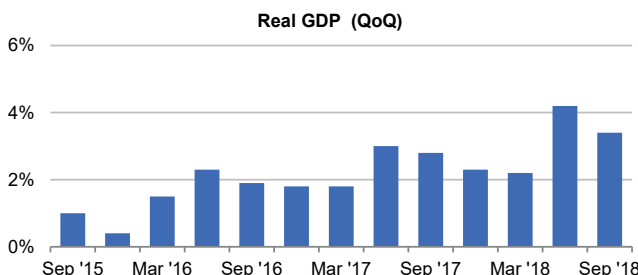
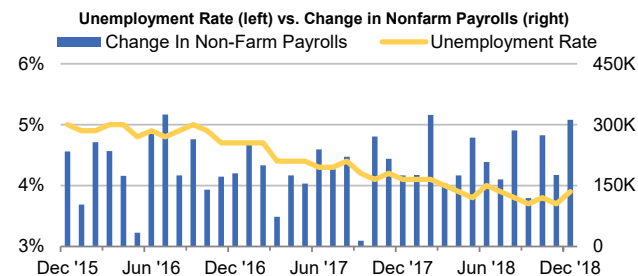
QUARTERLY MARKET SUMMARY

Economic Snapshot

| Labor Market | | Latest | Sep '18 | Dec '17 |
|-------------------------------|---------|---------|---------|---------|
| Unemployment Rate | Dec '18 | 3.9% | 3.7% | 4.1% |
| Change In Non-Farm Payrolls | Dec '18 | 312,000 | 119,000 | 175,000 |
| Average Hourly Earnings (YoY) | Dec '18 | 3.2% | 2.8% | 2.7% |
| Personal Income (YoY) | Nov '18 | 4.2% | 4.2% | 4.6% |
| Initial Jobless Claims (week) | 1/19/19 | 199,000 | 207,000 | 248,000 |

| Growth | | Latest | Sep '18 | Dec '17 |
|-------------------------------------|---------|-----------|-------------------|-------------------|
| Real GDP (QoQ SAAR) | 2018Q3 | 3.4% | 4.2% ¹ | 2.8% ² |
| GDP Personal Consumption (QoQ SAAR) | 2018Q3 | 3.5% | 3.8% ¹ | 2.2% ² |
| Retail Sales (YoY) | Nov '18 | 4.2% | 4.0% | 5.3% |
| ISM Manufacturing Survey (month) | Dec '18 | 54.3 | 59.5 | 59.4 |
| Existing Home Sales SAAR (month) | Dec '18 | 4.99 mil. | 5.15 mil. | 5.56 mil. |

| Inflation / Prices | | Latest | Sep '18 | Dec '17 |
|---|----------|---------|---------|---------|
| Personal Consumption Expenditures (YoY) | Nov '18 | 1.8% | 2.0% | 1.8% |
| Consumer Price Index (YoY) | Dec '18 | 1.9% | 2.3% | 2.1% |
| Consumer Price Index Core (YoY) | Dec '18 | 2.2% | 2.2% | 1.8% |
| Crude Oil Futures (WTI, per barrel) | 12/31/18 | \$45.41 | \$73.25 | \$60.42 |
| Gold Futures (oz.) | 12/31/18 | \$1,281 | \$1,192 | \$1,309 |



1. Data as of Second Quarter 2018.

2. Data as of Third Quarter 2017.

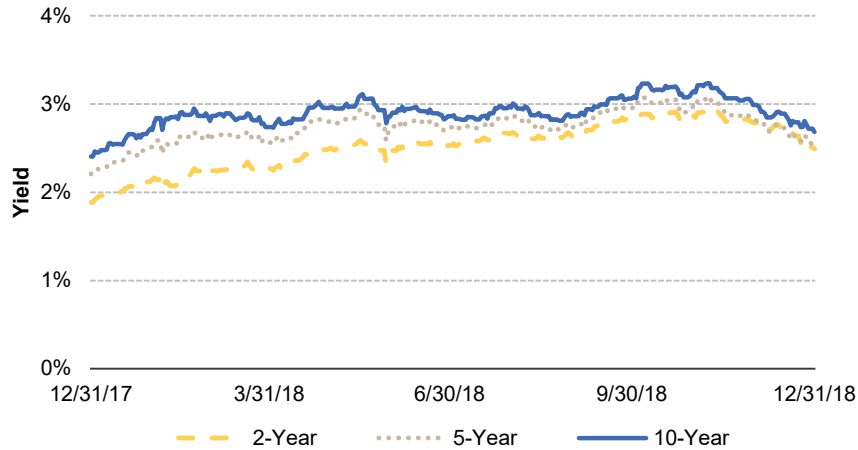
Note: YoY = year-over-year, QoQ = quarter over quarter, SAAR = seasonally adjusted annual rate, WTI = West Texas Intermediate crude oil.

Source: Bloomberg.

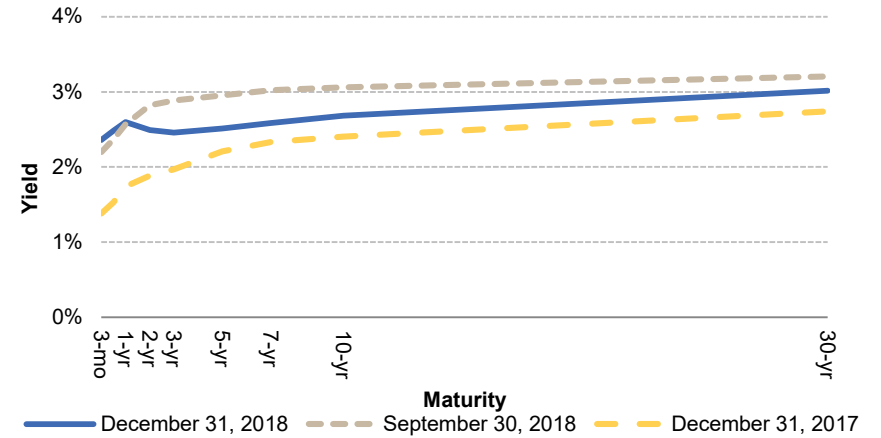
QUARTERLY MARKET SUMMARY

Interest Rate Overview

U.S. Treasury Note Yields



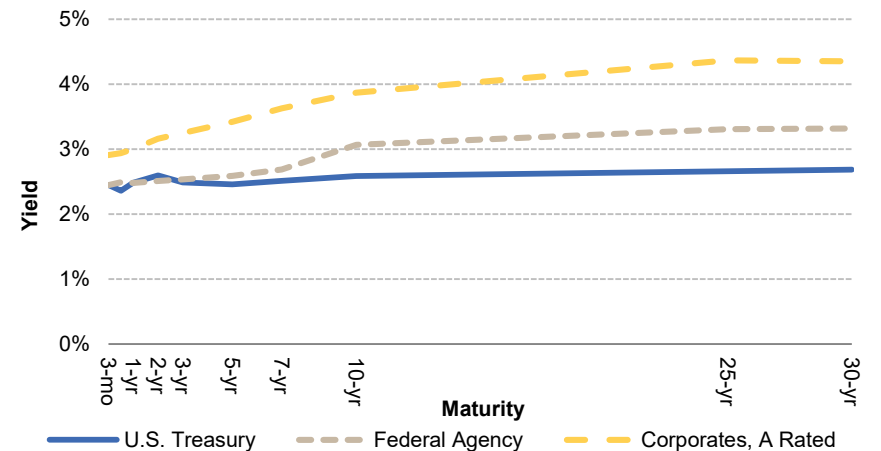
U.S. Treasury Yield Curve



U.S. Treasury Yields

| Maturity | Dec '18 | Sep '18 | Change Over Quarter | Dec '17 | Change Over Year |
|----------|---------|---------|---------------------|---------|------------------|
| 3-month | 2.36% | 2.20% | 0.16% | 1.38% | 0.98% |
| 1-year | 2.60% | 2.57% | 0.03% | 1.74% | 0.86% |
| 2-year | 2.49% | 2.82% | (0.33%) | 1.89% | 0.60% |
| 5-year | 2.51% | 2.95% | (0.44%) | 2.21% | 0.30% |
| 10-year | 2.69% | 3.06% | (0.37%) | 2.41% | 0.28% |
| 30-year | 3.02% | 3.21% | (0.19%) | 2.74% | 0.28% |

Yield Curves as of 12/31/18



Source: Bloomberg.

QUARTERLY MARKET SUMMARY

ICE BofAML Index Returns

| December 31, 2018 | As of 12/31/18 | | Returns for Periods ended 12/31/18 | | |
|--|----------------|-------|------------------------------------|---------|---------|
| | Duration | Yield | 3 Month | 1 Year | 3 Years |
| 1-3 Year Indices | | | | | |
| U.S. Treasury | 1.87 | 2.53% | 1.29% | 1.58% | 0.96% |
| Federal Agency | 1.73 | 2.56% | 1.24% | 1.78% | 1.13% |
| U.S. Corporates, A-AAA rated | 1.84 | 3.22% | 0.91% | 1.64% | 1.70% |
| Agency MBS (0 to 3 years) | 4.32 | 3.19% | 2.17% | 1.75% | 1.21% |
| Taxable Municipals | 1.92 | 3.06% | 1.06% | 2.33% | 2.31% |
| 1-5 Year Indices | | | | | |
| U.S. Treasury | 2.62 | 2.51% | 1.72% | 1.52% | 1.08% |
| Federal Agency | 2.04 | 2.56% | 1.42% | 1.71% | 1.23% |
| U.S. Corporates, A-AAA rated | 2.58 | 3.35% | 1.00% | 1.16% | 1.86% |
| Agency MBS (0 to 5 years) | 3.60 | 3.11% | 1.54% | 0.82% | 1.27% |
| Taxable Municipals | 2.42 | 3.33% | 1.17% | 2.22% | 2.49% |
| Master Indices (Maturities 1 Year or Greater) | | | | | |
| U.S. Treasury | 6.30 | 2.62% | 2.60% | 0.80% | 1.45% |
| Federal Agency | 4.03 | 2.72% | 1.95% | 1.37% | 1.67% |
| U.S. Corporates, A-AAA rated | 6.85 | 3.81% | 0.66% | (1.69%) | 2.69% |
| Agency MBS (0 to 30 years) | 4.86 | 3.38% | 2.04% | 1.00% | 1.70% |
| Taxable Municipals | 10.42 | 4.11% | 1.60% | (1.10%) | 4.79% |

Returns for periods greater than one year are annualized.

Source: ICE BofAML Indices.

QUARTERLY MARKET SUMMARY

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Investment Strategy & Portfolio Review

The portfolio is in compliance with applicable state statutes and the City's Investment Policy C-7.

| Quarter Ended December 31, 2018 – 3Q18 | |
|---|---------------|
| Quarterly Summary | |
| Market Value (MV) | \$386,474,461 |
| Amortized Cost | \$387,358,072 |
| Combined Portfolio Yield on Cost | 2.23% |
| Weighted Average Maturity | 0.84 years |
| Cash Basis Earnings for Quarter ² | \$944,528 |
| Accrual Basis Earnings for Quarter ² | \$1,125,198 |
| Quarterly Change | |
| Amortized Cost – 3Q18 | \$315,813,638 |
| Beginning MV – 3Q18 | \$313,629,575 |
| Net Contributions | \$52,315,298 |
| Change in Cash | \$18,103,938 |
| Change in MV | \$2,425,650 |
| Ending MV – 4Q18 | \$386,474,461 |

| Sector Distribution | | | | |
|------------------------------------|--------------------------------|------------------------------|----------------|----------------------|
| Sector | Amortized ¹ Cost | Market ¹ Value | % of Portfolio | Allowed by Policy |
| U.S. Treasuries | \$165,457,808 | \$165,368,619 | 43% | 100% |
| Federal Agencies | \$64,794,644 | \$64,163,330 | 17% | 100% |
| U.S. Instrumentalities | \$2,739,527 | \$2,708,987 | 1% | 10% |
| Municipal Obligations | \$1,490,393 | \$1,489,058 | <1% | 10% |
| Commercial Paper | \$26,314,235 | \$26,309,024 | 7% | Combined 35% Max. |
| Corporate Notes | \$25,685,691 | \$25,549,669 | 7% | |
| LGIP | \$85,375,862 | \$85,375,862 | 22% | ORS limit |
| Collateralized Deposit Accounts | \$15,509,912 | \$15,509,912 | 4% | 100% |
| Total | \$387,358,072 | \$386,474,461 | 100% | |

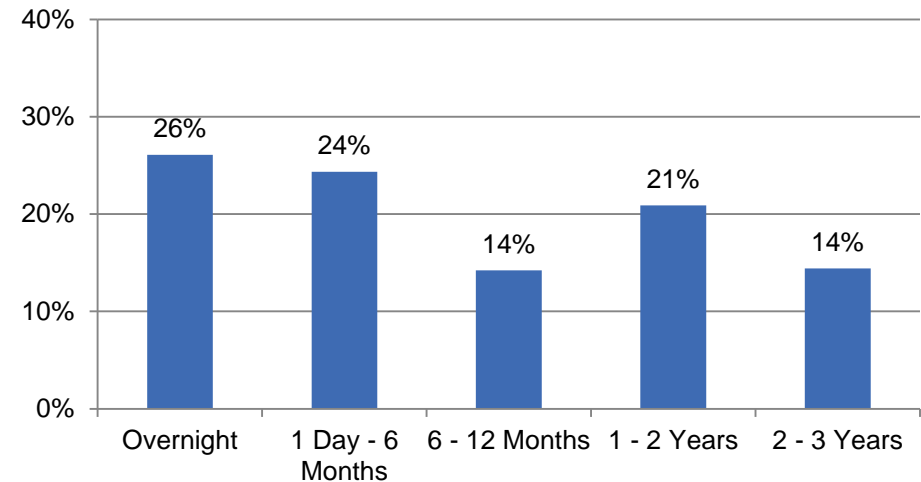
1. Values as of December 31, 2018 including accrued interest.

2. Excludes earnings on LGIP and deposit accounts

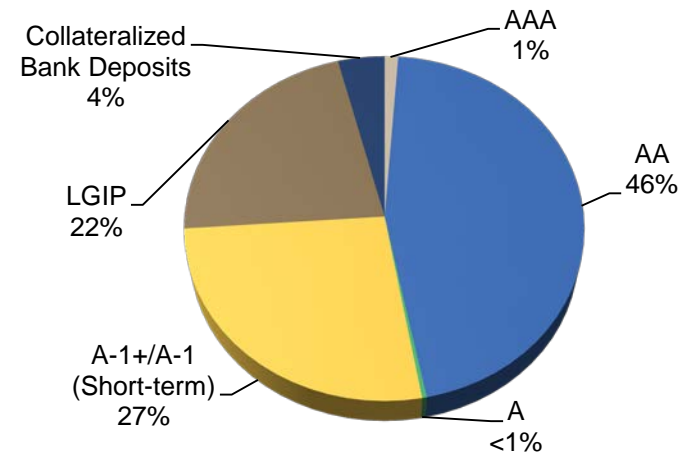
3. Ratings by Standard & Poor's (S&P). Securities rated A by S&P are rated AA- or the equivalent or better by at least one nationally recognized statistical rating organization and in compliance with the City's investment policy and Oregon Revised Statutes.

4. Callable securities are included in the maturity distribution analysis to their stated maturity date, although they may be called prior to maturity.

Combined Portfolio Maturity Distribution⁴



Credit Quality Distribution³



Strategy Recap

- Investors gravitated toward lower-risk assets through the final months of 2018 as volatility surged, stocks lost their footing, credit spreads widened, and the belly of the curve (maturities between one and five years) began trading at rates lower than shorter- and longer-term securities (maturities one year or less and maturities greater than five years). U.S. Treasury yields reversed course during the quarter as maturities beyond one year declined 30 – 40 basis points (0.30% to 0.40%).
- For the past several quarters we have positioned the Long-Term portfolio with a duration less than that of the benchmark. This benefited the portfolio for most of 2018 as the Federal Reserve raised rates, and yields across the curve increased. However, in the fourth quarter, sudden shifts in market sentiment caused interest rates to fall, which eroded some of those benefits, negatively impacting portfolio performance versus the benchmark. At the same time, the declines in longer-term yields positively impacted the portfolio's absolute performance.
 - Our strategy over the past several quarters was to increase exposure to U.S. Treasuries. This benefited the portfolio during the fourth quarter as U.S. Treasuries outperformed credit sectors for the quarter.
 - The federal agency sector generated positive returns for the fourth quarter, adding to the overall performance of the portfolio, while underperforming comparable U.S. Treasuries.
 - Corporates felt the pressure of wider spreads across all industries. As a result, the sector underperformed most fixed income alternatives in the quarter.
 - After yields narrowed to 12-month lows in the third quarter, spreads on commercial paper issuers rebounded in the fourth quarter. As a result, the portfolio benefited from additional allocations to high-quality, short-term commercial paper at attractive yields.

Investment Strategy Outlook

- ◆ While the path of future Fed rate hikes is less clear than in recent years, we expect future tightening (additional Fed rate hikes) to be modest. Further, political gridlock adds additional uncertainty. As a result, we will seek to increase portfolio duration to be more in line with (neutral to) the benchmark.
- ◆ Our outlooks for the major investment-grade fixed income sectors are as follows:
 - Federal agency spreads (incremental yield) remain very narrow as most maturities offer less than five basis points (0.05%) of incremental yield relative to U.S. Treasuries. We will continue to moderate use of agencies where yield differences are narrow, seeking better relative value in either Treasuries or other sectors. Callable agencies will continue to be evaluated, and, where analyses indicate strong value, we will seek to utilize these securities as portfolio diversifiers.
 - Although it appears that volatility may not dissipate quickly, the significant sell-off in the corporate sector (resulting in wider spreads) presents an opportunity to selectively add to the sector. We prefer high-quality, defensive issuers with a focus on one- to three-year maturities and continue to prefer financials (specifically domestic issuers) and to remain selective in industrial issuers.
 - Short-term money market investors continue to reap the rewards of current monetary policy as the fed funds effective rate now nears two and a half percent. Short-term commercial paper spreads have since normalized following very narrow yield differences at year-end, and once again provide an attractive, high-quality source of incremental income.



CITY OF SALEM LONG-TERM PORTFOLIO

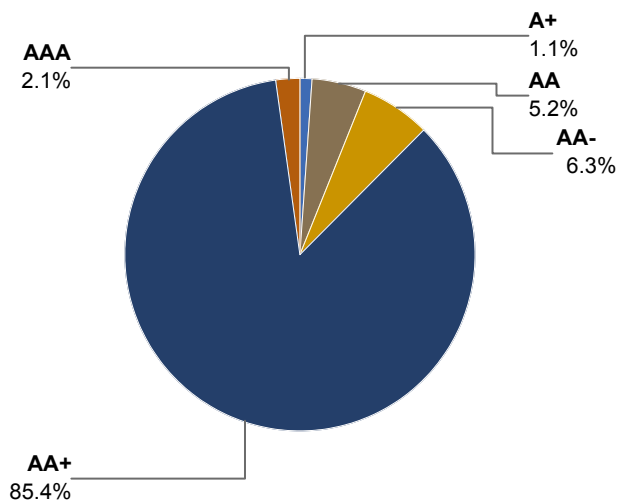
**Investment Performance Review
For the Quarter Ended December 31, 2018**

Portfolio Statistics

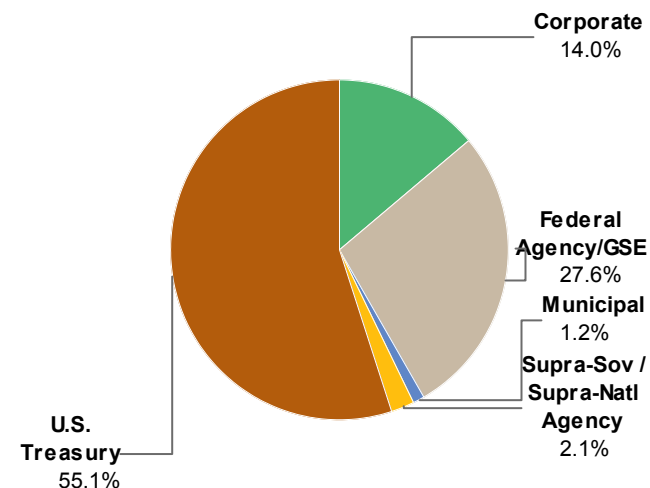
As of December 31, 2018

| | |
|-------------------------------|---------------|
| Par Value: | \$128,200,000 |
| Total Market Value: | \$127,206,698 |
| Security Market Value: | \$126,742,040 |
| Accrued Interest: | \$464,658 |
| Cash: | - |
| Amortized Cost: | \$127,110,192 |
| Yield at Market: | 2.59% |
| Yield at Cost: | 2.12% |
| Effective Duration: | 1.66 Years |
| Duration to Worst: | 1.65 Years |
| Average Maturity: | 1.75 Years |
| Average Credit: * | AA |

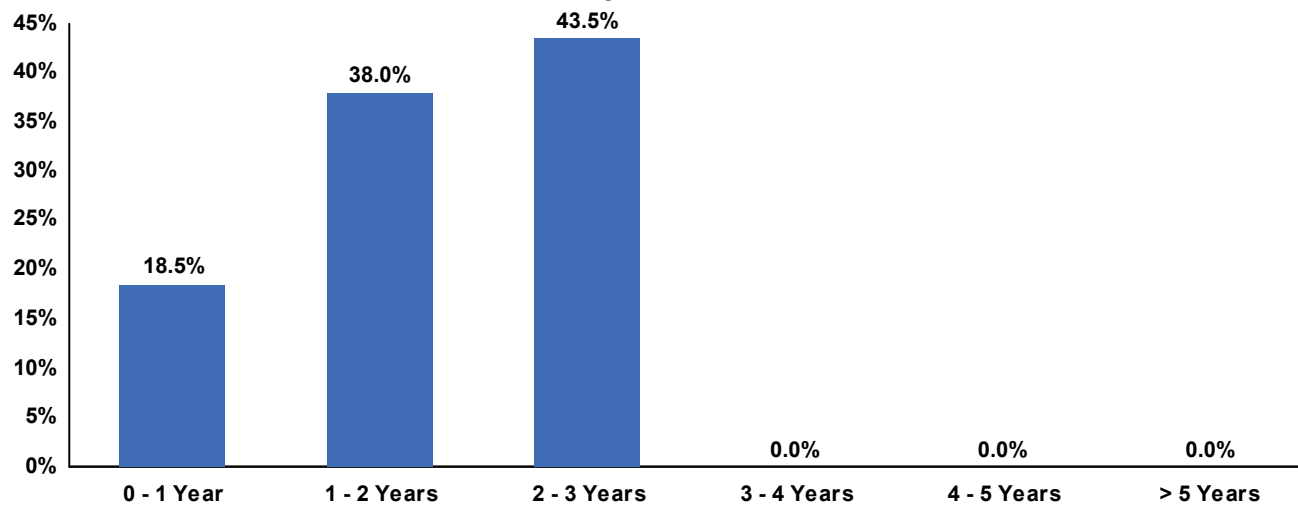
Credit Quality (S&P Ratings)



Sector Allocation



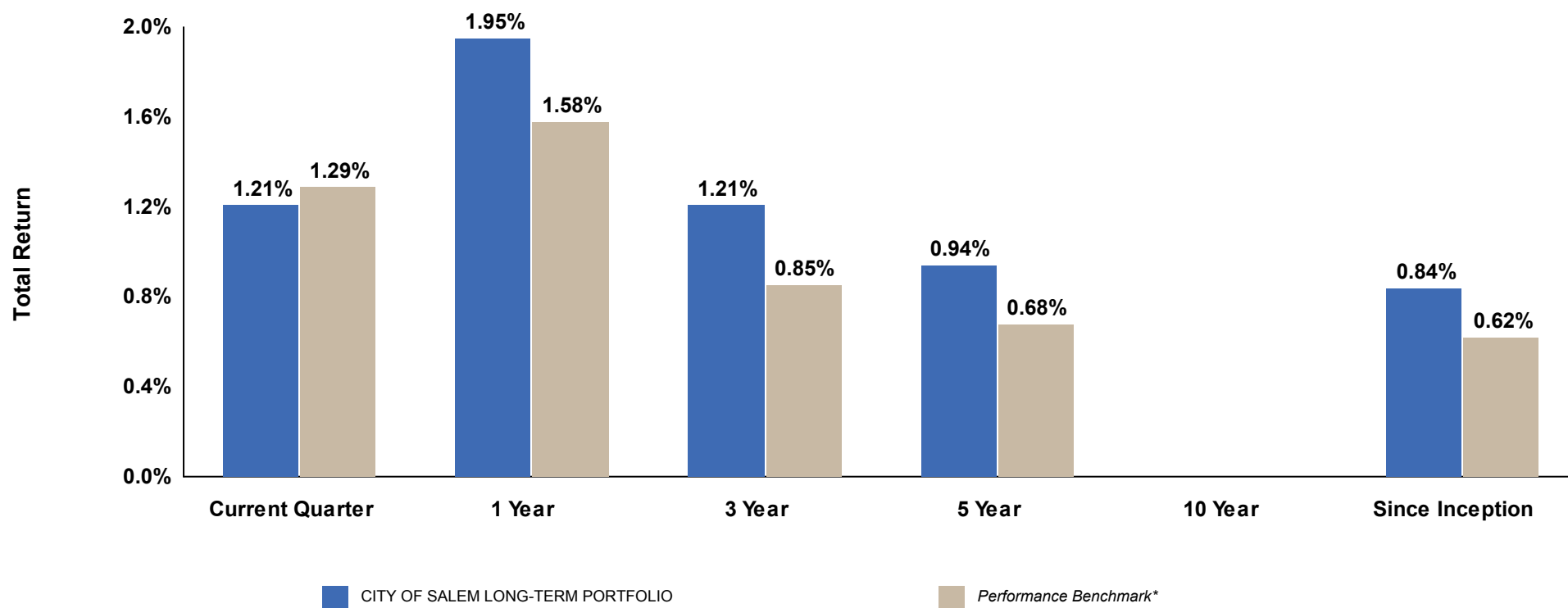
Maturity Distribution



* An average of each security's credit rating assigned a numeric value and adjusted for its relative weighting in the portfolio.

Portfolio Performance (Total Return)

| Portfolio/Benchmark | Effective Duration | Current Quarter | Annualized Return | | | | Since Inception (12/31/12) |
|-----------------------------------|--------------------|-----------------|-------------------|--------|--------|---------|----------------------------|
| | | | 1 Year | 3 Year | 5 Year | 10 Year | |
| CITY OF SALEM LONG-TERM PORTFOLIO | 1.66 | 1.21% | 1.95% | 1.21% | 0.94% | - | 0.84% |
| <i>Performance Benchmark*</i> | 1.81 | 1.29% | 1.58% | 0.85% | 0.68% | - | 0.62% |
| Difference | | -0.08% | 0.37% | 0.36% | 0.26% | - | 0.22% |



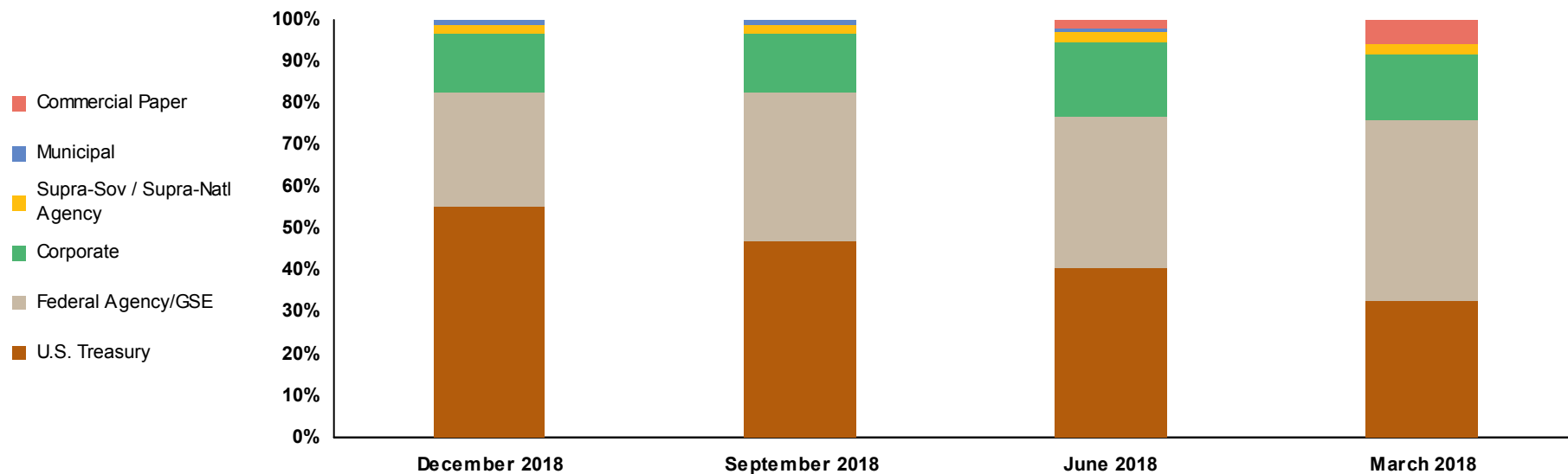
*Performance benchmark was the ICE Bank of America Merrill Lynch (ICE BAML) 0-3 Year U.S. Treasury Index from inception through 6/30/2016 and the ICE BAML 1-3 Year U.S. Treasury Index beginning 6/30/2016. Portfolio performance is gross of fees unless otherwise indicated.

Portfolio Earnings*Quarter-Ended December 31, 2018*

| | Market Value Basis | Accrual (Amortized Cost) Basis |
|-------------------------------------|---------------------------|---------------------------------------|
| Beginning Value (09/30/2018) | \$125,862,623.26 | \$127,257,532.96 |
| Net Purchases/Sales | (\$128,486.52) | (\$128,486.52) |
| Change in Value | \$1,007,903.45 | (\$18,854.63) |
| Ending Value (12/31/2018) | \$126,742,040.19 | \$127,110,191.81 |
| Interest Earned | \$520,345.06 | \$520,345.06 |
| Portfolio Earnings | \$1,528,248.51 | \$501,490.43 |

Sector Allocation

| Sector | December 31, 2018 | | September 30, 2018 | | June 30, 2018 | | March 31, 2018 | |
|-------------------------------|-------------------|---------------|--------------------|---------------|----------------|---------------|----------------|---------------|
| | MV (\$MM) | % of Total | MV (\$MM) | % of Total | MV (\$MM) | % of Total | MV (\$MM) | % of Total |
| U.S. Treasury | 69.9 | 55.1% | 59.3 | 47.1% | 50.2 | 40.6% | 40.1 | 32.4% |
| Federal Agency/GSE | 35.0 | 27.6% | 44.7 | 35.6% | 44.7 | 36.2% | 53.9 | 43.6% |
| Corporate | 17.7 | 14.0% | 17.6 | 14.0% | 22.0 | 17.8% | 19.5 | 15.8% |
| Supra-Sov / Supra-Natl Agency | 2.7 | 2.1% | 2.7 | 2.1% | 2.7 | 2.2% | 2.7 | 2.2% |
| Municipal | 1.5 | 1.2% | 1.5 | 1.2% | 1.5 | 1.2% | 0.0 | 0.0% |
| Commercial Paper | 0.0 | 0.0% | 0.0 | 0.0% | 2.5 | 2.0% | 7.5 | 6.0% |
| Total | \$126.7 | 100.0% | \$125.9 | 100.0% | \$123.5 | 100.0% | \$123.7 | 100.0% |

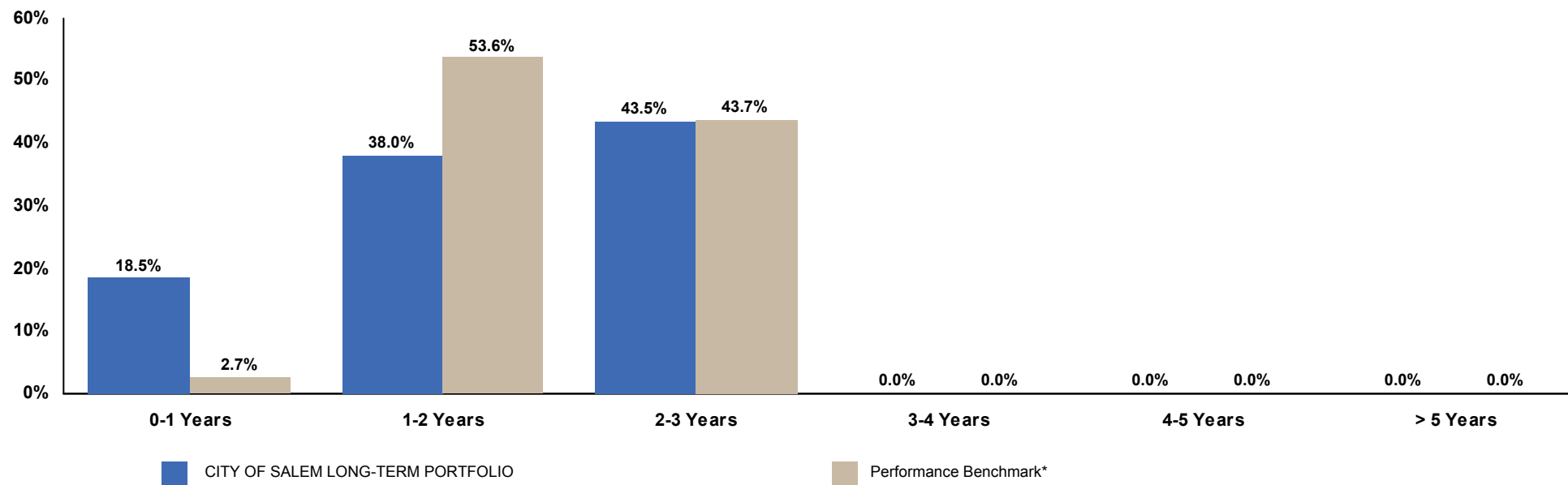


Detail may not add to total due to rounding.

Maturity Distribution

As of December 31, 2018

| Portfolio/Benchmark | Yield at Market | Average Maturity | 0-1 Years | 1-2 Years | 2-3 Years | 3-4 Years | 4-5 Years | >5 Years |
|-----------------------------------|-----------------|------------------|-----------|-----------|-----------|-----------|-----------|----------|
| CITY OF SALEM LONG-TERM PORTFOLIO | 2.59% | 1.75 yrs | 18.5% | 38.0% | 43.5% | 0.0% | 0.0% | 0.0% |
| Performance Benchmark* | 2.52% | 1.94 yrs | 2.7% | 53.6% | 43.7% | 0.0% | 0.0% | 0.0% |



*Performance benchmark was the ICE Bank of America Merrill Lynch (ICE BAML) 0-3 Year U.S. Treasury Index from inception through 6/30/2016 and the ICE BAML 1-3 Year U.S. Treasury Index beginning 6/30/2016.



CITY OF SALEM SHORT TERM PORTFOLIO

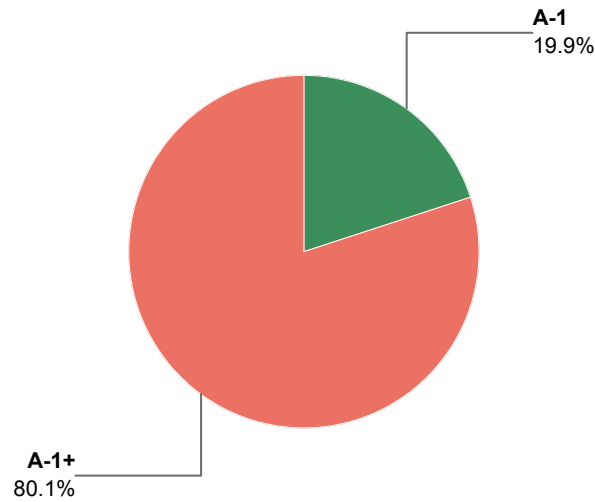
Investment Performance Review
For the Quarter Ended December 31, 2018

Portfolio Statistics

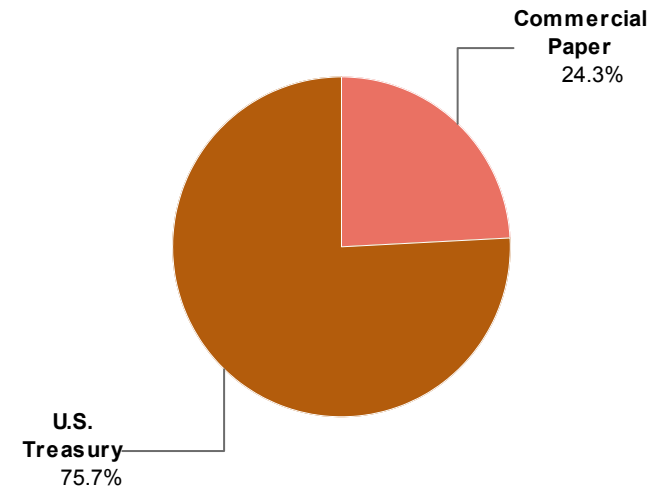
As of December 31, 2018

| | |
|------------------------|--------------|
| Par Value: | \$92,000,000 |
| Total Market Value: | \$91,106,100 |
| Security Market Value: | \$91,106,100 |
| Accrued Interest: | - |
| Cash: | - |
| Amortized Cost: | \$91,100,887 |
| Yield at Market: | 2.50% |
| Yield at Cost: | 2.52% |
| Effective Duration: | 0.38 Years |
| Duration to Worst: | 0.38 Years |
| Average Maturity: | 0.39 Years |
| Average Credit: * | AA |

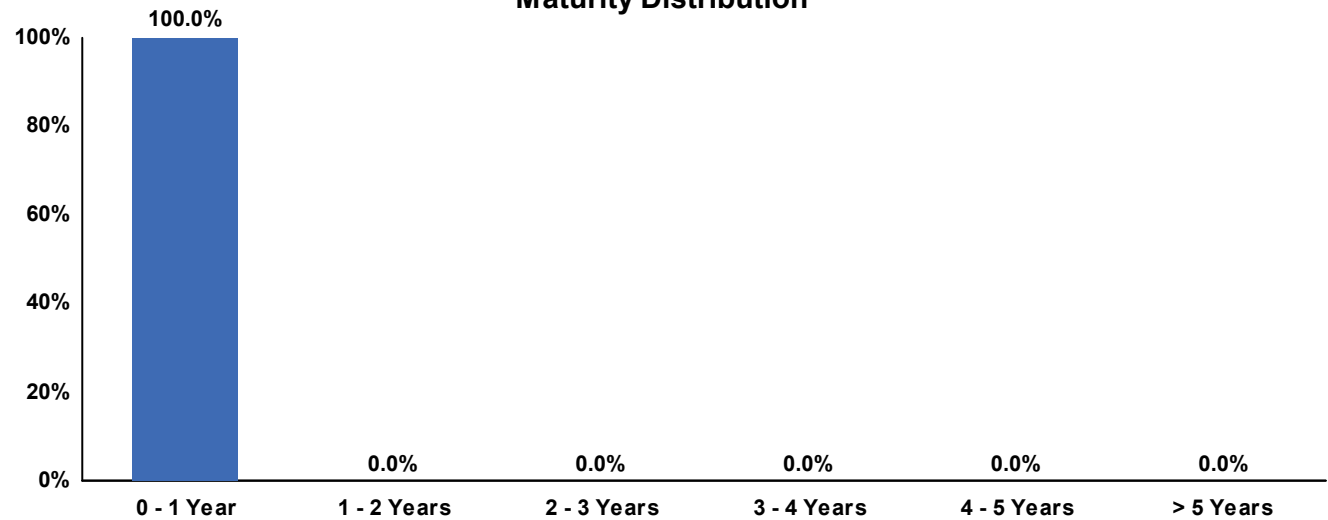
Credit Quality (S&P Ratings)



Sector Allocation



Maturity Distribution



* An average of each security's credit rating assigned a numeric value and adjusted for its relative weighting in the portfolio.

Portfolio Earnings*Quarter-Ended December 31, 2018*

| | Market Value Basis | Accrual (Amortized Cost) Basis |
|-------------------------------------|---------------------------|---------------------------------------|
| Beginning Value (09/30/2018) | \$37,333,755.75 | \$37,343,073.52 |
| Net Purchases/Sales | \$53,446,595.22 | \$53,446,595.22 |
| Change in Value | \$325,748.78 | \$311,218.51 |
| Ending Value (12/31/2018) | \$91,106,099.75 | \$91,100,887.25 |
| Interest Earned | \$12,846.28 | \$12,846.28 |
| Portfolio Earnings | \$338,595.06 | \$324,064.79 |



CITY OF SALEM STREETS & BRIDGES GO BONDS

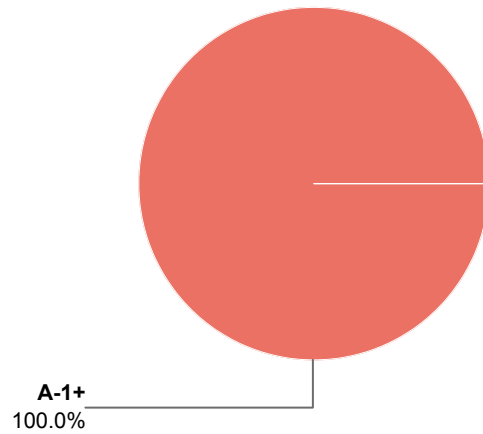
Investment Performance Review
For the Quarter Ended December 31, 2018

Portfolio Statistics

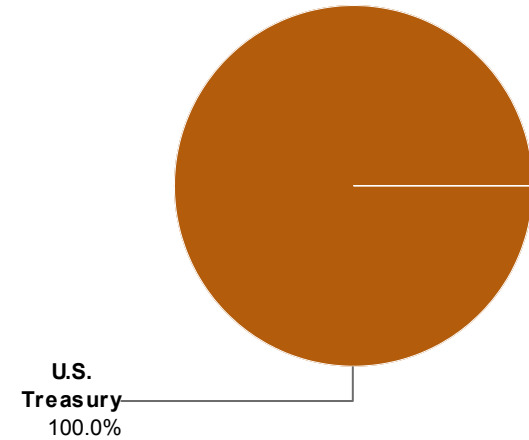
As of December 31, 2018

| | |
|-------------------------------|-------------|
| Par Value: | \$1,930,000 |
| Total Market Value: | \$1,928,614 |
| Security Market Value: | \$1,928,614 |
| Accrued Interest: | - |
| Cash: | - |
| Amortized Cost: | \$1,928,541 |
| Yield at Market: | 1.91% |
| Yield at Cost: | 2.22% |
| Effective Duration: | 0.04 Years |
| Duration to Worst: | 0.04 Years |
| Average Maturity: | 0.04 Years |
| Average Credit: * | AA |

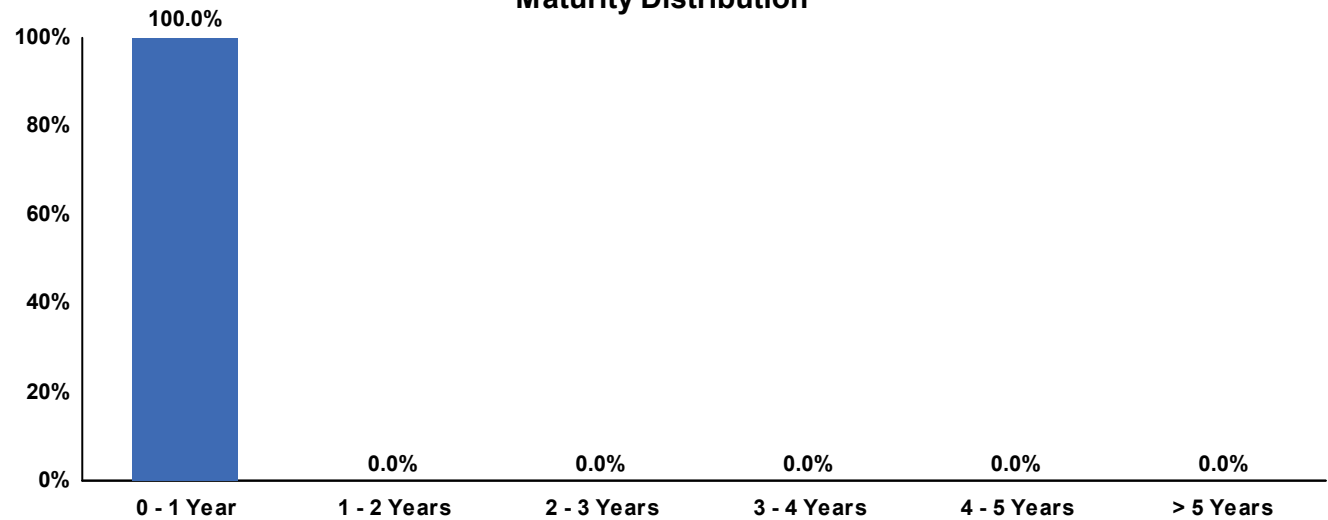
Credit Quality (S&P Ratings)



Sector Allocation



Maturity Distribution



* An average of each security's credit rating assigned a numeric value and adjusted for its relative weighting in the portfolio.

Portfolio Earnings*Quarter-Ended December 31, 2018*

| | Market Value Basis | Accrual (Amortized Cost) Basis |
|-------------------------------------|---------------------------|---------------------------------------|
| Beginning Value (09/30/2018) | \$1,929,035.82 | \$1,929,236.85 |
| Net Purchases/Sales | (\$11,207.08) | (\$11,207.08) |
| Change in Value | \$10,784.90 | \$10,510.85 |
| Ending Value (12/31/2018) | \$1,928,613.64 | \$1,928,540.62 |
| Interest Earned | \$0.00 | \$0.00 |
| Portfolio Earnings | \$10,784.90 | \$10,510.85 |



CITY OF SALEM POLICE FACILITY BONDS 2017

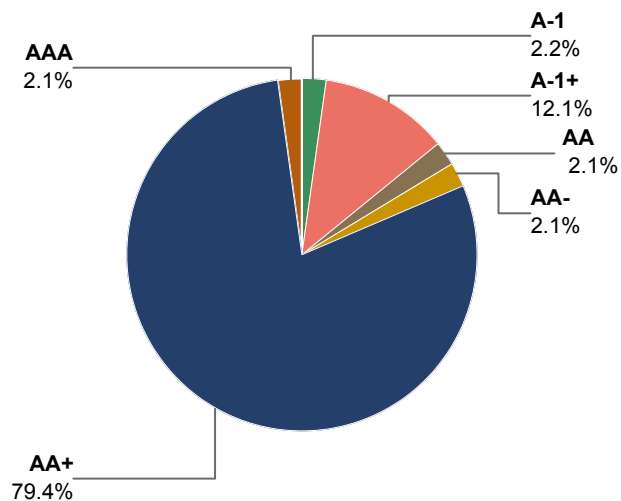
Investment Performance Review
For the Quarter Ended December 31, 2018

Portfolio Statistics

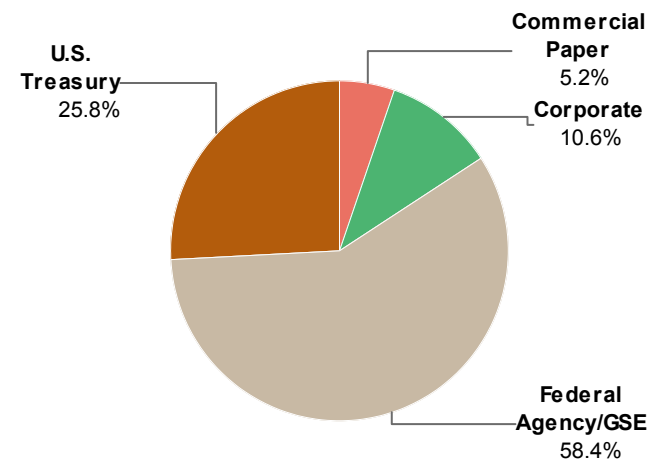
As of December 31, 2018

| | |
|-------------------------------|--------------|
| Par Value: | \$49,910,000 |
| Total Market Value: | \$49,544,003 |
| Security Market Value: | \$49,402,286 |
| Accrued Interest: | \$141,717 |
| Cash: | - |
| Amortized Cost: | \$49,882,908 |
| Yield at Market: | 2.57% |
| Yield at Cost: | 1.58% |
| Effective Duration: | 0.88 Years |
| Duration to Worst: | 0.88 Years |
| Average Maturity: | 0.90 Years |
| Average Credit: * | AA |

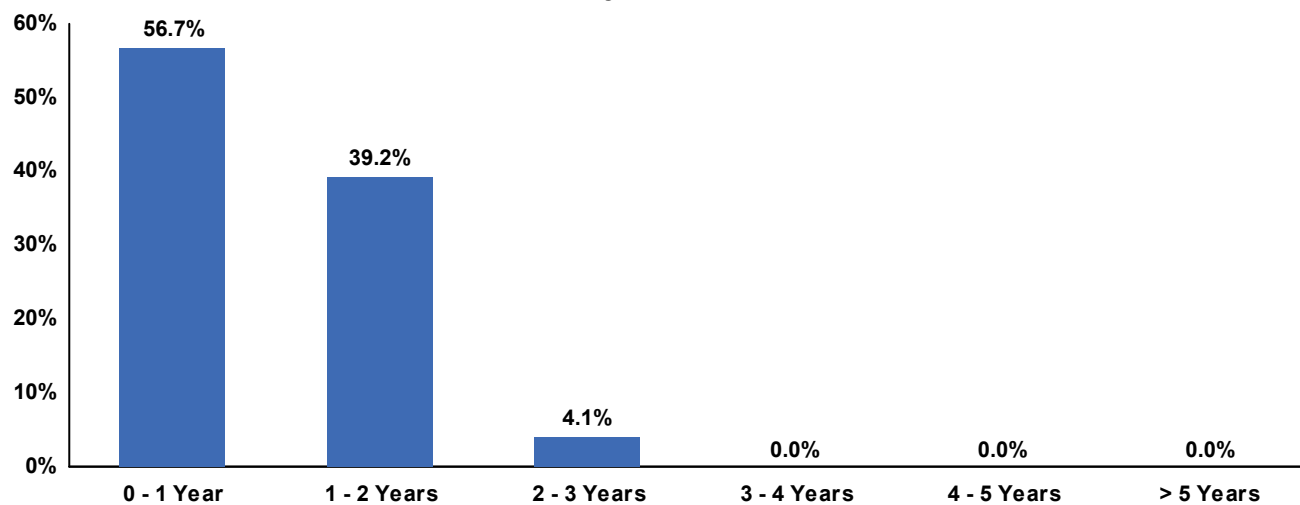
Credit Quality (S&P Ratings)



Sector Allocation



Maturity Distribution



* An average of each security's credit rating assigned a numeric value and adjusted for its relative weighting in the portfolio.

Portfolio Earnings*Quarter-Ended December 31, 2018*

| | Market Value Basis | Accrual (Amortized Cost) Basis |
|-------------------------------------|---------------------------|---------------------------------------|
| Beginning Value (09/30/2018) | \$49,221,140.34 | \$49,898,561.87 |
| Net Purchases/Sales | (\$58,451.67) | (\$58,451.67) |
| Change in Value | \$239,597.52 | \$42,797.85 |
| Ending Value (12/31/2018) | \$49,402,286.19 | \$49,882,908.05 |
| Interest Earned | \$152,539.92 | \$152,539.92 |
| Portfolio Earnings | \$392,137.44 | \$195,337.77 |



CITY OF SALEM LIBRARY PROJ GO BONDS 2018

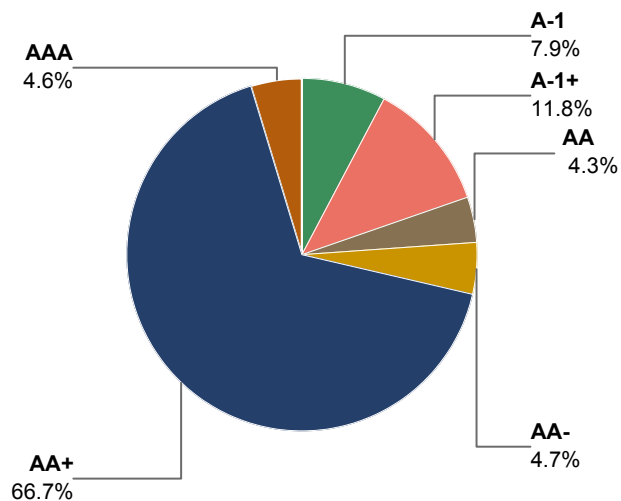
**Investment Performance Review
For the Quarter Ended December 31, 2018**

Portfolio Statistics

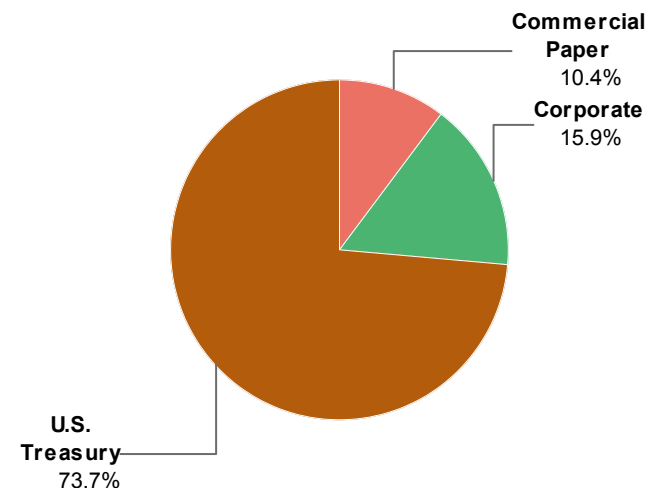
As of December 31, 2018

| | |
|------------------------|--------------|
| Par Value: | \$15,935,000 |
| Total Market Value: | \$15,803,273 |
| Security Market Value: | \$15,756,442 |
| Accrued Interest: | \$46,832 |
| Cash: | - |
| Amortized Cost: | \$15,796,563 |
| Yield at Market: | 2.57% |
| Yield at Cost: | 2.41% |
| Effective Duration: | 1.28 Years |
| Duration to Worst: | 1.28 Years |
| Average Maturity: | 1.32 Years |
| Average Credit: * | AA |

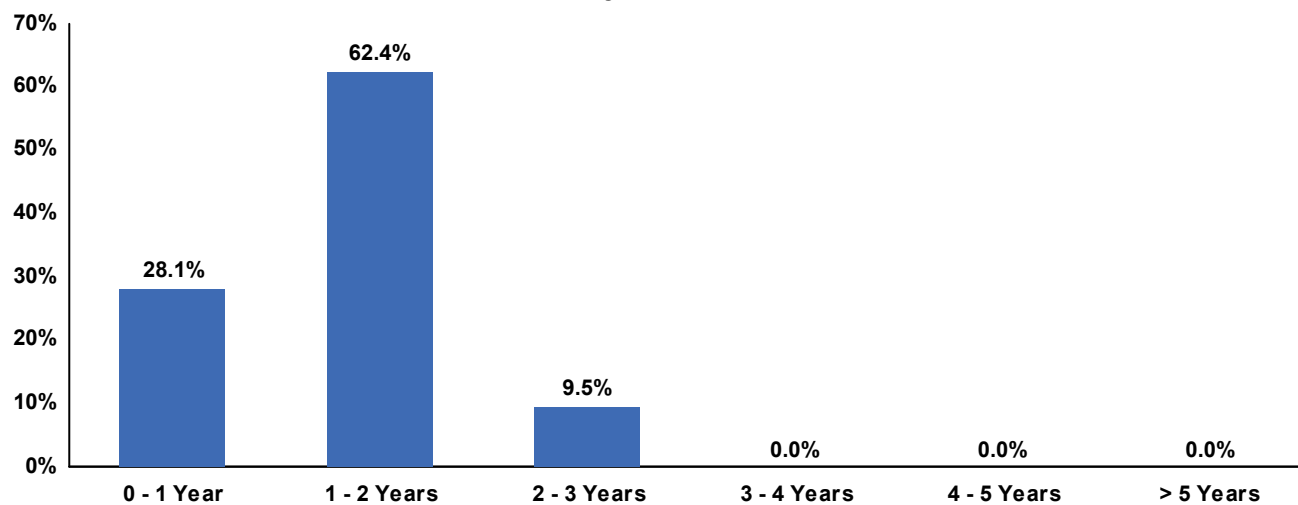
Credit Quality (S&P Ratings)



Sector Allocation



Maturity Distribution



* An average of each security's credit rating assigned a numeric value and adjusted for its relative weighting in the portfolio.

Portfolio Earnings*Quarter-Ended December 31, 2018*

| | Market Value Basis | Accrual (Amortized Cost) Basis |
|-------------------------------------|---------------------------|---------------------------------------|
| Beginning Value (09/30/2018) | \$15,678,915.22 | \$15,781,128.16 |
| Net Purchases/Sales | (\$22,320.77) | (\$22,320.77) |
| Change in Value | \$99,847.05 | \$37,755.91 |
| Ending Value (12/31/2018) | \$15,756,441.50 | \$15,796,563.30 |
| Interest Earned | \$56,037.77 | \$56,037.77 |
| Portfolio Earnings | \$155,884.82 | \$93,793.68 |

Portfolio Transactions

Quarterly Portfolio Transactions

| Trade Date | Settle Date | Par (\$) | CUSIP | Security Description | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|------------------|-------------|-------------------|-----------|---------------------------------|--------|---------------|----------------------|-----------------|-------------------|
| BUY | | | | | | | | | |
| 11/9/18 | 11/13/18 | 9,965,000 | 9128285F3 | UNITED STATES TREASURY NOTES | 2.87% | 10/15/21 | 9,955,516.65 | 2.99% | |
| 12/4/18 | 12/7/18 | 5,000,000 | 912828U65 | US TREASURY NOTES | 1.75% | 11/30/21 | 4,852,073.32 | 2.80% | |
| Total BUY | | 14,965,000 | | | | | 14,807,589.97 | | |
| INTEREST | | | | | | | | | |
| 10/1/18 | 10/1/18 | 1,480,000 | 13063DGA0 | CA ST TXBL GO BONDS | 2.80% | 4/1/21 | 17,957.33 | | |
| 10/13/18 | 10/13/18 | 3,100,000 | 3135G0U27 | FANNIE MAE NOTES | 2.50% | 4/13/21 | 38,750.00 | | |
| 10/15/18 | 10/15/18 | 5,000,000 | 3137EADZ9 | FREDDIE MAC NOTES | 1.12% | 4/15/19 | 28,125.00 | | |
| 10/31/18 | 10/31/18 | 6,500,000 | 912828L99 | US TREASURY NOTES | 1.37% | 10/31/20 | 44,687.50 | | |
| 10/31/18 | 10/31/18 | 2,500,000 | 912828VA5 | US TREASURY NOTES | 1.12% | 4/30/20 | 14,062.50 | | |
| 10/31/18 | 10/31/18 | 5,000,000 | 912828D23 | US TREASURY NOTES | 1.62% | 4/30/19 | 40,625.00 | | |
| 10/31/18 | 10/31/18 | 2,500,000 | 912828K58 | US TREASURY NOTES | 1.37% | 4/30/20 | 17,187.50 | | |
| 11/13/18 | 11/13/18 | 2,500,000 | 037833BD1 | APPLE INC CORP NOTE | 2.00% | 5/6/20 | 25,000.00 | | |
| 11/13/18 | 11/13/18 | 1,750,000 | 458182DX7 | INTER-AMERICAN DEVELOPMENT BANK | 1.00% | 5/13/19 | 8,750.00 | | |
| 11/15/18 | 11/15/18 | 1,015,000 | 9128284P2 | US TREASURY N/B NOTES | 2.62% | 5/15/21 | 13,321.88 | | |
| 11/16/18 | 11/16/18 | 2,000,000 | 166764BH2 | CHEVRON CORP NOTES | 1.56% | 5/16/19 | 15,610.00 | | |
| 11/19/18 | 11/19/18 | 875,000 | 02079KAA5 | ALPHABET INC CORP NOTE | 3.62% | 5/19/21 | 15,859.38 | | |
| 11/20/18 | 11/20/18 | 2,750,000 | 89236TDE2 | TOYOTA MOTOR CREDIT CORP NOTES | 1.40% | 5/20/19 | 19,250.00 | | |
| 11/30/18 | 11/30/18 | 5,350,000 | 912828M98 | US TREASURY NOTES | 1.62% | 11/30/20 | 43,468.75 | | |
| 11/30/18 | 11/30/18 | 2,500,000 | 912828WN6 | US TREASURY NOTES | 2.00% | 5/31/21 | 25,000.00 | | |
| 11/30/18 | 11/30/18 | 1,335,000 | 191216BV1 | COCA-COLA COMPANY CORP NOTES | 1.37% | 5/30/19 | 9,178.13 | | |
| 11/30/18 | 11/30/18 | 4,000,000 | 9128284Q0 | US TREASURY N/B NOTES | 2.50% | 5/31/20 | 50,000.00 | | |
| 11/30/18 | 11/30/18 | 5,200,000 | 912828WN6 | US TREASURY NOTES | 2.00% | 5/31/21 | 52,000.00 | | |
| 12/23/18 | 12/23/18 | 2,500,000 | 931142EJ8 | WAL-MART STORES INC CORP NOTES | 3.12% | 6/23/21 | 38,194.44 | | |

CITY OF SALEM LONG-TERM PORTFOLIO

Portfolio Activity

| Trade Date | Settle Date | Par (\$) | CUSIP | Security Description | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|-----------------------|-------------|-------------------|-----------|----------------------|--------|---------------|----------------------|-----------------|--------------------|
| 12/31/18 | 12/31/18 | 1,100,000 | 912828XH8 | US TREASURY NOTES | 1.62% | 6/30/20 | 8,937.50 | | |
| 12/31/18 | 12/31/18 | 5,000,000 | 912828S27 | US TREASURY N/B | 1.12% | 6/30/21 | 28,125.00 | | |
| 12/31/18 | 12/31/18 | 4,000,000 | 912828XH8 | US TREASURY NOTES | 1.62% | 6/30/20 | 32,500.00 | | |
| Total INTEREST | | 67,955,000 | | | | | 586,589.91 | | |
| SELL | | | | | | | | | |
| 11/9/18 | 11/13/18 | 5,000,000 | 912828D23 | US TREASURY NOTES | 1.62% | 4/30/19 | 4,983,386.57 | 2.47% | (36,106.50) |
| 11/9/18 | 11/13/18 | 5,000,000 | 3137EADZ9 | FREDDIE MAC NOTES | 1.12% | 4/15/19 | 4,975,925.00 | 2.48% | (31,819.25) |
| 12/4/18 | 12/7/18 | 5,000,000 | 3130A8DB6 | FHLB GLOBAL NOTE | 1.12% | 6/21/19 | 4,985,487.50 | 2.65% | (49,382.30) |
| Total SELL | | 15,000,000 | | | | | 14,944,799.07 | | -117,308.05 |

Quarterly Portfolio Transactions

| Trade Date | Settle Date | Par (\$) | CUSIP | Security Description | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|-----------------------|-------------|-------------------|-----------|-------------------------------------|--------|---------------|----------------------|-----------------|-------------------|
| BUY | | | | | | | | | |
| 11/2/18 | 11/5/18 | 2,500,000 | 89233HS39 | TOYOTA MOTOR CREDIT CORP COMM PAPER | 0.00% | 5/3/19 | 2,466,064.58 | 2.77% | |
| 11/2/18 | 11/5/18 | 5,250,000 | 912796QM4 | UNITED STATES TREASURY BILL | 0.00% | 6/20/19 | 5,168,398.23 | 2.50% | |
| 11/2/18 | 11/5/18 | 2,500,000 | 09659CQ50 | BNP PARIBAS NY BRANCH COMM PAPER | 0.00% | 3/5/19 | 2,478,583.33 | 2.59% | |
| 11/2/18 | 11/5/18 | 5,250,000 | 912796QX0 | US TREASURY BILL | 0.00% | 2/14/19 | 5,216,233.39 | 2.31% | |
| 11/2/18 | 11/5/18 | 2,500,000 | 62479MQ55 | MUFG BANK LTD/NY COMM PAPER | 0.00% | 3/5/19 | 2,477,833.33 | 2.68% | |
| 11/26/18 | 11/27/18 | 1,000,000 | 09659CSU3 | BNP PARIBAS NY BRANCH COMM PAPER | 0.00% | 5/28/19 | 985,895.00 | 2.83% | |
| 11/26/18 | 11/27/18 | 1,500,000 | 89233HSQ8 | TOYOTA MOTOR CREDIT CORP COMM PAPER | 0.00% | 5/24/19 | 1,479,233.33 | 2.84% | |
| 11/26/18 | 11/27/18 | 13,500,000 | 912796QH5 | UNITED STATES TREASURY BILL | 0.00% | 5/23/19 | 13,336,717.50 | 2.49% | |
| 11/26/18 | 11/27/18 | 1,500,000 | 46640QSU6 | JP MORGAN SECURITIES LLC COMM PAPER | 0.00% | 5/28/19 | 1,478,008.33 | 2.94% | |
| 11/26/18 | 11/27/18 | 13,500,000 | 912796RQ4 | UNITED STATES TREASURY BILL | 0.00% | 5/16/19 | 13,345,087.50 | 2.46% | |
| 11/26/18 | 11/27/18 | 1,000,000 | 62479MSQ7 | MUFG BANK LTD/NY COMM PAPER | 0.00% | 5/24/19 | 985,957.78 | 2.88% | |
| 11/27/18 | 11/29/18 | 7,000,000 | 912796QR3 | UNITED STATES TREASURY BILL | 0.00% | 7/18/19 | 6,887,317.56 | 2.55% | |
| 11/27/18 | 11/29/18 | 5,000,000 | 912796RA9 | UNITED STATES TREASURY BILL | 0.00% | 9/12/19 | 4,898,704.94 | 2.59% | |
| 11/27/18 | 11/29/18 | 5,000,000 | 912796QV4 | UNITED STATES TREASURY BILL | 0.00% | 8/15/19 | 4,908,778.04 | 2.58% | |
| 11/29/18 | 12/3/18 | 5,000,000 | 912796QH5 | UNITED STATES TREASURY BILL | 0.00% | 5/23/19 | 4,941,515.63 | 2.49% | |
| 11/29/18 | 12/3/18 | 6,000,000 | 912796QV4 | UNITED STATES TREASURY BILL | 0.00% | 8/15/19 | 5,892,266.75 | 2.58% | |
| Total BUY | | 78,000,000 | | | | | 76,946,595.22 | | |
| INTEREST | | | | | | | | | |
| 10/15/18 | 10/15/18 | 5,500,000 | 912828L81 | US TREASURY NOTES | 0.87% | 10/15/18 | 24,062.50 | | |
| 10/31/18 | 10/31/18 | 18,000,000 | 912828T83 | US TREASURY NOTES | 0.75% | 10/31/18 | 67,500.00 | | |
| Total INTEREST | | 23,500,000 | | | | | 91,562.50 | | |

CITY OF SALEM SHORT TERM PORTFOLIO

Portfolio Activity

| Trade Date | Settle Date | Par (\$) | CUSIP | Security Description | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|-----------------------|-------------|-------------------|-----------|----------------------|--------|---------------|----------------------|-----------------|-------------------|
| MATURITY | | | | | | | | | |
| 10/15/18 | 10/15/18 | 5,500,000 | 912828L81 | US TREASURY NOTES | 0.87% | 10/15/18 | 5,500,000.00 | | 0.00 |
| 10/31/18 | 10/31/18 | 18,000,000 | 912828T83 | US TREASURY NOTES | 0.75% | 10/31/18 | 18,000,000.00 | | 0.00 |
| Total MATURITY | | 23,500,000 | | | | | 23,500,000.00 | | 0.00 |

Quarterly Portfolio Transactions

| Trade Date | Settle Date | Par (\$) | CUSIP | Security Description | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|-----------------------|-------------|------------------|-----------|-----------------------------|--------|---------------|---------------------|-----------------|-------------------|
| BUY | | | | | | | | | |
| 10/5/18 | 10/9/18 | 930,000 | 912796QT9 | US TREASURY BILL | 0.00% | 1/17/19 | 924,355.42 | 2.20% | |
| 10/11/18 | 10/12/18 | 1,000,000 | 912796QS1 | UNITED STATES TREASURY BILL | 0.00% | 1/10/19 | 994,437.50 | 2.24% | |
| Total BUY | | 1,930,000 | | | | | 1,918,792.92 | | |
| MATURITY | | | | | | | | | |
| 10/5/18 | 10/5/18 | 930,000 | 62479MK51 | MUFG BANK LTD/NY COMM PAPER | 0.00% | 10/5/18 | 930,000.00 | | 0.00 |
| 10/11/18 | 10/11/18 | 1,000,000 | 912796NZ8 | UNITED STATES TREASURY BILL | 0.00% | 10/11/18 | 1,000,000.00 | | 0.00 |
| Total MATURITY | | 1,930,000 | | | | | 1,930,000.00 | | 0.00 |

Quarterly Portfolio Transactions

| Trade Date | Settle Date | Par (\$) | CUSIP | Security Description | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|-----------------------|-------------|-------------------|-----------|-------------------------------------|--------|---------------|---------------------|-----------------|-------------------|
| BUY | | | | | | | | | |
| 10/26/18 | 10/29/18 | 1,500,000 | 89233HPR9 | TOYOTA MOTOR CREDIT CORP COMM PAPER | 0.00% | 2/25/19 | 1,487,405.83 | 2.56% | |
| 11/7/18 | 11/8/18 | 1,070,000 | 62479MP64 | MUFG BANK LTD/NY COMM PAPER | 0.00% | 2/6/19 | 1,063,045.00 | 2.62% | |
| 11/7/18 | 11/8/18 | 4,500,000 | 912796RC5 | UNITED STATES TREASURY BILL | 0.00% | 3/21/19 | 4,461,097.50 | 2.36% | |
| Total BUY | | 7,070,000 | | | | | 7,011,548.33 | | |
| INTEREST | | | | | | | | | |
| 10/2/18 | 10/2/18 | 2,570,000 | 3137EADM8 | FREDDIE MAC GLOBAL NOTES | 1.25% | 10/2/19 | 16,062.50 | | |
| 10/20/18 | 10/20/18 | 2,500,000 | 3137EAEF2 | FHLMC AGENCY NOTES | 1.37% | 4/20/20 | 17,187.50 | | |
| 11/15/18 | 11/15/18 | 1,050,000 | 166764AN0 | CHEVRON CORP (CALLABLE) NOTE | 2.19% | 11/15/19 | 11,513.25 | | |
| 11/15/18 | 11/15/18 | 1,515,000 | 3130AA3R7 | FHLB NOTES | 1.37% | 11/15/19 | 10,415.63 | | |
| 11/28/18 | 11/28/18 | 2,390,000 | 3130ABF92 | FEDERAL HOME LOAN BANK AGENCY NOTES | 1.37% | 5/28/19 | 16,431.25 | | |
| 11/30/18 | 11/30/18 | 2,500,000 | 912828XE5 | US TREASURY NOTES | 1.50% | 5/31/20 | 18,750.00 | | |
| 12/21/18 | 12/21/18 | 2,365,000 | 3130A8DB6 | FHLB GLOBAL NOTE | 1.12% | 6/21/19 | 13,303.13 | | |
| 12/22/18 | 12/22/18 | 2,480,000 | 3135G0D75 | FNMA BENCHMARK NOTES | 1.50% | 6/22/20 | 18,600.00 | | |
| 12/31/18 | 12/31/18 | 2,550,000 | 912828G95 | US TREASURY NOTES | 1.62% | 12/31/19 | 20,718.75 | | |
| 12/31/18 | 12/31/18 | 2,060,000 | 912828N48 | US TREASURY NOTES | 1.75% | 12/31/20 | 18,025.00 | | |
| Total INTEREST | | 21,980,000 | | | | | 161,007.01 | | |
| MATURITY | | | | | | | | | |
| 10/26/18 | 10/26/18 | 1,500,000 | 89233HKS2 | TOYOTA MOTOR CREDIT CORP COMM PAPER | 0.00% | 10/26/18 | 1,500,000.00 | | 0.00 |
| 11/5/18 | 11/5/18 | 1,500,000 | 22533UL50 | CREDIT AGRICOLE CIB NY COMM PAPER | 0.00% | 11/5/18 | 1,500,000.00 | | 0.00 |
| 11/8/18 | 11/8/18 | 1,070,000 | 62479ML84 | MUFG BANK LTD/NY COMM PAPER | 0.00% | 11/8/18 | 1,070,000.00 | | 0.00 |

CITY OF SALEM POLICE FACILITY BONDS 2017

Portfolio Activity

| Trade Date | Settle Date | Par (\$) | CUSIP | Security Description | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|-----------------------|-------------|------------------|-----------|-----------------------------|--------|---------------|---------------------|-----------------|-------------------|
| 11/8/18 | 11/8/18 | 3,000,000 | 912796PD5 | UNITED STATES TREASURY BILL | 0.00% | 11/8/18 | 3,000,000.00 | | 0.00 |
| Total MATURITY | | 7,070,000 | | | | | 7,070,000.00 | | 0.00 |

Quarterly Portfolio Transactions

| Trade Date | Settle Date | Par (\$) | CUSIP | Security Description | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|-----------------------|-------------|------------------|-----------|-------------------------------------|--------|---------------|---------------------|-----------------|-------------------|
| BUY | | | | | | | | | |
| 10/5/18 | 10/9/18 | 550,000 | 912796QT9 | US TREASURY BILL | 0.00% | 1/17/19 | 546,661.81 | 2.20% | |
| 11/27/18 | 11/29/18 | 920,000 | 912796QY8 | UNITED STATES TREASURY BILL | 0.00% | 2/21/19 | 914,941.38 | 2.37% | |
| 12/18/18 | 12/19/18 | 750,000 | 62479MRH8 | MUFG BANK LTD/NY COMM PAPER | 0.00% | 4/17/19 | 743,083.13 | 2.82% | |
| 12/18/18 | 12/19/18 | 500,000 | 09659CQJ0 | BNP PARIBAS NY BRANCH COMM PAPER | 0.00% | 3/18/19 | 496,699.58 | 2.69% | |
| 12/18/18 | 12/19/18 | 400,000 | 89233HRJ5 | TOYOTA MOTOR CREDIT CORP COMM PAPER | 0.00% | 4/18/19 | 396,293.33 | 2.81% | |
| Total BUY | | 3,120,000 | | | | | 3,097,679.23 | | |
| INTEREST | | | | | | | | | |
| 10/1/18 | 10/1/18 | 360,000 | 594918AH7 | MICROSOFT CORP NOTES | 3.00% | 10/1/20 | 5,400.00 | | |
| 10/17/18 | 10/17/18 | 370,000 | 89236TDU6 | TOYOTA MOTOR CREDIT CORP | 1.95% | 4/17/20 | 3,607.50 | | |
| 10/25/18 | 10/25/18 | 370,000 | 742718EZ8 | THE PROCTER & GAMBLE CO CORP NOTES | 1.75% | 10/25/19 | 3,237.50 | | |
| 10/31/18 | 10/31/18 | 840,000 | 912828L99 | US TREASURY NOTES | 1.37% | 10/31/20 | 5,775.00 | | |
| 10/31/18 | 10/31/18 | 530,000 | 912828K58 | US TREASURY NOTES | 1.37% | 4/30/20 | 3,643.75 | | |
| 11/11/18 | 11/11/18 | 375,000 | 037833CS7 | APPLE INC BONDS | 1.80% | 5/11/20 | 3,375.00 | | |
| 11/30/18 | 11/30/18 | 1,200,000 | 912828M98 | US TREASURY NOTES | 1.62% | 11/30/20 | 9,750.00 | | |
| 11/30/18 | 11/30/18 | 525,000 | 912828XE5 | US TREASURY NOTES | 1.50% | 5/31/20 | 3,937.50 | | |
| 12/15/18 | 12/15/18 | 320,000 | 717081EB5 | PFIZER INC CORP NOTE | 1.70% | 12/15/19 | 2,720.00 | | |
| 12/31/18 | 12/31/18 | 1,195,000 | 912828A83 | US TREASURY NOTES | 2.37% | 12/31/20 | 14,190.63 | | |
| 12/31/18 | 12/31/18 | 900,000 | 912828XH8 | US TREASURY NOTES | 1.62% | 6/30/20 | 7,312.50 | | |
| Total INTEREST | | 6,985,000 | | | | | 62,949.38 | | |
| MATURITY | | | | | | | | | |

CITY OF SALEM LIBRARY PROJ GO BONDS 2018

Portfolio Activity

| Trade Date | Settle Date | Par (\$) | CUSIP | Security Description | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|-----------------------|-------------|------------------|-----------|-------------------------------------|--------|---------------|---------------------|-----------------|-------------------|
| 10/4/18 | 10/4/18 | 550,000 | 46640QK42 | JP MORGAN SECURITIES LLC COMM PAPER | 0.00% | 10/4/18 | 550,000.00 | | 0.00 |
| 11/29/18 | 11/29/18 | 920,000 | 912796QL6 | UNITED STATES TREASURY BILL | 0.00% | 11/29/18 | 920,000.00 | | 0.00 |
| 12/17/18 | 12/17/18 | 550,000 | 09659CMH8 | BNP PARIBAS NY BRANCH COMM PAPER | 0.00% | 12/17/18 | 550,000.00 | | 0.00 |
| 12/17/18 | 12/17/18 | 550,000 | 62479MMH3 | MUFG BANK LTD/NY COMM PAPER | 0.00% | 12/17/18 | 550,000.00 | | 0.00 |
| 12/17/18 | 12/17/18 | 550,000 | 89233HMH4 | TOYOTA MOTOR CREDIT CORP COMM PAPER | 0.00% | 12/17/18 | 550,000.00 | | 0.00 |
| Total MATURITY | | 3,120,000 | | | | | 3,120,000.00 | | 0.00 |

Portfolio Holdings

Managed Account Detail of Securities Held

| Security Type/Description Dated Date/Coupon/Maturity | CUSIP | Par | S&P Rating | Moody's Rating | Trade Date | Settle Date | Original Cost | YTM at Cost | Accrued Interest | Amortized Cost | Market Value |
|---|-----------|--------------|---------------|-------------------|---------------|----------------|------------------|----------------|---------------------|-------------------|-----------------|
| U.S. Treasury Bond / Note | | | | | | | | | | | |
| US TREASURY NOTES DTD 04/01/2013 1.125% 03/31/2020 | 912828UV0 | 2,930,000.00 | AA+ | Aaa | 3/15/2017 | 3/17/2017 | 2,879,526.17 | 1.71 | 8,421.74 | 2,909,021.61 | 2,879,067.81 |
| US TREASURY NOTES DTD 04/30/2015 1.375% 04/30/2020 | 912828K58 | 2,500,000.00 | AA+ | Aaa | 9/19/2018 | 9/20/2018 | 2,444,921.88 | 2.78 | 5,887.43 | 2,454,450.78 | 2,461,522.50 |
| US TREASURY NOTES DTD 04/30/2013 1.125% 04/30/2020 | 912828VA5 | 2,500,000.00 | AA+ | Aaa | 4/26/2017 | 4/27/2017 | 2,473,242.19 | 1.49 | 4,816.99 | 2,488,038.00 | 2,452,930.00 |
| US TREASURY N/B NOTES DTD 05/31/2018 2.500% 05/31/2020 | 9128284Q0 | 4,000,000.00 | AA+ | Aaa | 6/14/2018 | 6/18/2018 | 3,994,531.25 | 2.57 | 8,791.21 | 3,996,036.24 | 3,996,408.00 |
| US TREASURY NOTES DTD 06/30/2015 1.625% 06/30/2020 | 912828XH8 | 1,100,000.00 | AA+ | Aaa | 6/27/2017 | 6/28/2017 | 1,103,093.75 | 1.53 | 49.38 | 1,101,559.06 | 1,085,132.40 |
| US TREASURY NOTES DTD 06/30/2015 1.625% 06/30/2020 | 912828XH8 | 4,000,000.00 | AA+ | Aaa | 6/14/2018 | 6/18/2018 | 3,924,531.25 | 2.58 | 179.56 | 3,944,053.40 | 3,945,936.00 |
| US TREASURY NOTES DTD 10/31/2015 1.375% 10/31/2020 | 912828L99 | 6,500,000.00 | AA+ | Aaa | 2/1/2017 | 2/7/2017 | 6,416,718.75 | 1.73 | 15,307.32 | 6,458,497.18 | 6,367,972.00 |
| US TREASURY NOTES DTD 11/30/2015 1.625% 11/30/2020 | 912828M98 | 5,350,000.00 | AA+ | Aaa | 1/8/2018 | 1/10/2018 | 5,284,169.92 | 2.07 | 7,642.86 | 5,306,004.54 | 5,261,810.60 |
| US TREASURY NOTES DTD 01/31/2016 1.375% 01/31/2021 | 912828N89 | 5,000,000.00 | AA+ | Aaa | 1/8/2018 | 1/10/2018 | 4,893,945.31 | 2.09 | 28,770.38 | 4,927,082.05 | 4,885,350.00 |
| US TREASURY N/B NOTES DTD 05/15/2018 2.625% 05/15/2021 | 9128284P2 | 1,015,000.00 | AA+ | Aaa | 5/24/2018 | 5/29/2018 | 1,014,286.33 | 2.65 | 3,459.27 | 1,014,429.61 | 1,018,251.05 |
| US TREASURY NOTES DTD 06/02/2014 2.000% 05/31/2021 | 912828WN6 | 5,200,000.00 | AA+ | Aaa | 6/14/2018 | 6/18/2018 | 5,098,640.63 | 2.69 | 9,142.86 | 5,116,595.80 | 5,142,311.20 |
| US TREASURY NOTES DTD 06/02/2014 2.000% 05/31/2021 | 912828WN6 | 2,500,000.00 | AA+ | Aaa | 6/5/2018 | 6/7/2018 | 2,456,542.97 | 2.61 | 4,395.60 | 2,464,589.43 | 2,472,265.00 |
| US TREASURY N/B DTD 06/30/2016 1.125% 06/30/2021 | 912828S27 | 5,000,000.00 | AA+ | Aaa | 6/14/2018 | 6/18/2018 | 4,771,679.69 | 2.70 | 155.39 | 4,810,691.05 | 4,839,260.00 |
| US TREASURY N/B DTD 09/30/2016 1.125% 09/30/2021 | 912828T34 | 7,125,000.00 | AA+ | Aaa | 9/11/2018 | 9/12/2018 | 6,774,873.05 | 2.82 | 20,479.48 | 6,808,649.22 | 6,872,005.50 |
| US TREASURY N/B DTD 09/30/2016 1.125% 09/30/2021 | 912828T34 | 1,250,000.00 | AA+ | Aaa | 3/6/2018 | 3/7/2018 | 1,190,283.20 | 2.53 | 3,592.89 | 1,203,584.50 | 1,205,615.00 |

Managed Account Detail of Securities Held

| Security Type/Description Dated Date/Coupon/Maturity | CUSIP | Par | S&P Rating | Moody's Rating | Trade Date | Settle Date | Original Cost | YTM at Cost | Accrued Interest | Amortized Cost | Market Value |
|--|-----------|----------------------|---------------|-------------------|---------------|----------------|----------------------|----------------|---------------------|----------------------|----------------------|
| U.S. Treasury Bond / Note | | | | | | | | | | | |
| UNITED STATES TREASURY NOTES DTD 10/15/2018 2.875% 10/15/2021 | 9128285F3 | 9,965,000.00 | AA+ | Aaa | 11/9/2018 | 11/13/2018 | 9,932,691.60 | 2.99 | 49,067.99 | 9,934,156.13 | 10,070,100.86 |
| US TREASURY NOTES DTD 11/30/2016 1.750% 11/30/2021 | 912828U65 | 5,000,000.00 | AA+ | Aaa | 12/4/2018 | 12/7/2018 | 4,850,390.63 | 2.80 | 7,692.31 | 4,853,720.40 | 4,899,220.00 |
| Security Type Sub-Total | | 70,935,000.00 | | | | | 69,504,068.57 | 2.46 | 177,852.66 | 69,791,159.00 | 69,855,157.92 |
| Supra-National Agency Bond / Note | | | | | | | | | | | |
| INTER-AMERICAN DEVELOPMENT BANK DTD 04/12/2016 1.000% 05/13/2019 | 458182DX7 | 1,750,000.00 | AAA | Aaa | 4/5/2016 | 4/12/2016 | 1,744,750.00 | 1.10 | 2,333.33 | 1,749,366.96 | 1,739,375.75 |
| AFRICAN DEVELOPMENT BANK NOTE DTD 09/20/2016 1.125% 09/20/2019 | 00828EBQ1 | 975,000.00 | AAA | Aaa | 9/14/2016 | 9/20/2016 | 973,966.50 | 1.16 | 3,077.34 | 974,749.00 | 964,200.90 |
| Security Type Sub-Total | | 2,725,000.00 | | | | | 2,718,716.50 | 1.12 | 5,410.67 | 2,724,115.96 | 2,703,576.65 |
| Municipal Bond / Note | | | | | | | | | | | |
| CA ST TXBL GO BONDS DTD 04/25/2018 2.800% 04/01/2021 | 13063DGA0 | 1,480,000.00 | AA- | Aa3 | 4/18/2018 | 4/25/2018 | 1,480,059.20 | 2.80 | 10,360.00 | 1,480,033.08 | 1,478,697.60 |
| Security Type Sub-Total | | 1,480,000.00 | | | | | 1,480,059.20 | 2.80 | 10,360.00 | 1,480,033.08 | 1,478,697.60 |
| Federal Agency Bond / Note | | | | | | | | | | | |
| FHLMC REFERENCE NOTE DTD 07/20/2016 0.875% 07/19/2019 | 3137EAEB1 | 5,000,000.00 | AA+ | Aaa | 7/21/2016 | 7/25/2016 | 4,986,450.00 | 0.97 | 19,687.50 | 4,997,473.25 | 4,952,305.00 |
| FNMA BENCHMARK NOTE DTD 08/02/2016 0.875% 08/02/2019 | 3135G0N33 | 3,200,000.00 | AA+ | Aaa | 8/4/2016 | 8/8/2016 | 3,198,112.00 | 0.90 | 11,588.89 | 3,199,625.41 | 3,167,683.20 |
| FHLB GLOBAL NOTE DTD 08/04/2016 0.875% 08/05/2019 | 3130A8Y72 | 3,200,000.00 | AA+ | Aaa | 8/4/2016 | 8/8/2016 | 3,196,896.00 | 0.91 | 11,355.56 | 3,199,376.80 | 3,167,254.40 |
| FHLB GLOBAL NOTES DTD 09/09/2016 1.000% 09/26/2019 | 3130A9EP2 | 3,450,000.00 | AA+ | Aaa | 10/4/2016 | 10/7/2016 | 3,448,344.00 | 1.02 | 9,104.17 | 3,449,585.62 | 3,408,282.60 |

Managed Account Detail of Securities Held

| Security Type/Description Dated Date/Coupon/Maturity | CUSIP | Par | S&P Rating | Moody's Rating | Trade Date | Settle Date | Original Cost | YTM at Cost | Accrued Interest | Amortized Cost | Market Value |
|--|-----------|----------------------|---------------|-------------------|---------------|----------------|----------------------|----------------|---------------------|----------------------|----------------------|
| Federal Agency Bond / Note | | | | | | | | | | | |
| FREDDIE MAC NOTES DTD 01/17/2017 1.500% 01/17/2020 | 3137EAAE5 | 7,500,000.00 | AA+ | Aaa | 4/7/2017 | 4/10/2017 | 7,504,050.00 | 1.48 | 51,250.00 | 7,501,566.30 | 7,415,872.50 |
| FNMA NOTES DTD 02/28/2017 1.500% 02/28/2020 | 3135G0T29 | 6,000,000.00 | AA+ | Aaa | 2/27/2017 | 2/28/2017 | 5,991,000.00 | 1.55 | 30,750.00 | 5,996,476.74 | 5,931,708.00 |
| FHLB NOTES DTD 09/08/2017 1.375% 09/28/2020 | 3130ACE26 | 1,400,000.00 | AA+ | Aaa | 9/7/2017 | 9/8/2017 | 1,395,506.00 | 1.48 | 4,972.92 | 1,397,412.24 | 1,371,692.00 |
| FANNIE MAE NOTES DTD 04/13/2018 2.500% 04/13/2021 | 3135G0U27 | 3,100,000.00 | AA+ | Aaa | 4/12/2018 | 4/13/2018 | 3,095,381.00 | 2.55 | 16,791.67 | 3,096,453.88 | 3,097,470.40 |
| FREDDIE MAC NOTES (CALLABLE) DTD 08/27/2018 2.900% 08/27/2021 | 3134GSWC5 | 2,500,000.00 | AA+ | Aaa | 8/23/2018 | 8/27/2018 | 2,500,000.00 | 2.90 | 24,972.22 | 2,500,000.00 | 2,499,990.00 |
| Security Type Sub-Total | | 35,350,000.00 | | | | | 35,315,739.00 | 1.47 | 180,472.93 | 35,337,970.24 | 35,012,258.10 |
| Corporate Note | | | | | | | | | | | |
| CHEVRON CORP NOTES DTD 05/16/2016 1.561% 05/16/2019 | 166764BH2 | 2,000,000.00 | AA | Aa2 | 5/9/2016 | 5/16/2016 | 2,000,000.00 | 1.56 | 3,902.50 | 2,000,000.00 | 1,989,200.00 |
| TOYOTA MOTOR CREDIT CORP NOTES DTD 05/20/2016 1.400% 05/20/2019 | 89236TDE2 | 2,750,000.00 | AA- | Aa3 | 5/17/2016 | 5/20/2016 | 2,746,150.00 | 1.45 | 4,384.72 | 2,749,495.51 | 2,734,470.75 |
| COCA-COLA COMPANY CORP NOTES DTD 05/31/2016 1.375% 05/30/2019 | 191216BV1 | 1,335,000.00 | A+ | A1 | 5/25/2016 | 5/31/2016 | 1,334,065.50 | 1.40 | 1,580.68 | 1,334,868.82 | 1,327,660.17 |
| APPLE INC CORP NOTE DTD 05/13/2015 2.000% 05/06/2020 | 037833BD1 | 2,500,000.00 | AA+ | Aa1 | 6/27/2017 | 6/28/2017 | 2,515,225.00 | 1.78 | 6,666.67 | 2,507,288.80 | 2,476,342.50 |
| 3M COMPANY CORP NOTES DTD 08/07/2015 2.000% 08/07/2020 | 88579YQA4 | 2,500,000.00 | AA- | A1 | 8/2/2017 | 8/7/2017 | 2,522,500.00 | 1.69 | 20,000.00 | 2,512,138.85 | 2,469,462.50 |
| BERKSHIRE HATHAWAY FINANCE CORP NOTES DTD 01/11/2011 4.250% 01/15/2021 | 084664BQ3 | 2,000,000.00 | AA | Aa2 | 5/15/2018 | 5/17/2018 | 2,065,600.00 | 2.96 | 39,194.44 | 2,050,763.66 | 2,051,426.00 |
| CISCO SYSTEMS INC CORP NOTES DTD 02/29/2016 2.200% 02/28/2021 | 17275RBD3 | 1,250,000.00 | AA- | A1 | 3/6/2018 | 3/7/2018 | 1,226,487.50 | 2.86 | 9,395.83 | 1,232,784.63 | 1,233,436.25 |

Managed Account Detail of Securities Held

| Security Type/Description Dated Date/Coupon/Maturity | CUSIP | Par | S&P Rating | Moody's Rating | Trade Date | Settle Date | Original Cost | YTM at Cost | Accrued Interest | Amortized Cost | Market Value |
|---|-----------|-------------------------|---------------|-------------------|---------------|----------------|-------------------------|----------------|---------------------|-------------------------|-------------------------|
| Corporate Note | | | | | | | | | | | |
| ALPHABET INC CORP NOTE DTD 04/27/2016 3.625% 05/19/2021 | 02079KAA5 | 875,000.00 | AA+ | Aa2 | 5/16/2018 | 5/17/2018 | 893,357.50 | 2.89 | 3,700.52 | 889,683.11 | 892,589.25 |
| WAL-MART STORES INC CORP NOTES DTD 06/27/2018 3.125% 06/23/2021 | 931142EJ8 | 2,500,000.00 | AA | Aa2 | 6/20/2018 | 6/27/2018 | 2,499,875.00 | 3.13 | 1,736.11 | 2,499,890.15 | 2,517,762.50 |
| Security Type Sub-Total | | 17,710,000.00 | | | | | 17,803,260.50 | 2.12 | 90,561.47 | 17,776,913.53 | 17,692,349.92 |
| Managed Account Sub Total | | 128,200,000.00 | | | | | 126,821,843.77 | 2.12 | 464,657.73 | 127,110,191.81 | 126,742,040.19 |
| Securities Sub-Total | | \$128,200,000.00 | | | | | \$126,821,843.77 | 2.12% | \$464,657.73 | \$127,110,191.81 | \$126,742,040.19 |
| Accrued Interest | | | | | | | | | | | \$464,657.73 |
| Total Investments | | | | | | | | | | | \$127,206,697.92 |

Bolded items are forward settling trades.

Managed Account Detail of Securities Held

| Security Type/Description Dated Date/Coupon/Maturity | CUSIP | Par | S&P Rating | Moody's Rating | Trade Date | Settle Date | Original Cost | YTM at Cost | Accrued Interest | Amortized Cost | Market Value |
|---|-----------|----------------------|---------------|-------------------|---------------|----------------|----------------------|----------------|---------------------|----------------------|----------------------|
| U.S. Treasury Bill | | | | | | | | | | | |
| US TREASURY BILL DTD 08/16/2018 0.000% 02/14/2019 | 912796QX0 | 5,250,000.00 | A-1+ | P-1 | 11/2/2018 | 11/5/2018 | 5,216,233.39 | 2.31 | 0.00 | 5,235,289.76 | 5,234,979.75 |
| UNITED STATES TREASURY BILL DTD 09/13/2018 0.000% 03/14/2019 | 912796RB7 | 2,500,000.00 | A-1+ | P-1 | 9/19/2018 | 9/20/2018 | 2,471,987.85 | 2.33 | 0.00 | 2,488,475.00 | 2,488,247.50 |
| UNITED STATES TREASURY BILL DTD 04/26/2018 0.000% 04/25/2019 | 912796QC6 | 1,750,000.00 | A-1+ | P-1 | 9/19/2018 | 9/20/2018 | 1,725,263.51 | 2.38 | 0.00 | 1,737,004.80 | 1,736,782.25 |
| UNITED STATES TREASURY BILL DTD 11/15/2018 0.000% 05/16/2019 | 912796RQ4 | 13,500,000.00 | A-1+ | P-1 | 11/26/2018 | 11/27/2018 | 13,345,087.50 | 2.46 | 0.00 | 13,376,981.25 | 13,377,960.00 |
| UNITED STATES TREASURY BILL -- 0.000% 05/23/2019 | 912796QH5 | 13,500,000.00 | A-1+ | P-1 | 11/26/2018 | 11/27/2018 | 13,336,717.50 | 2.49 | 0.00 | 13,369,005.05 | 13,371,642.00 |
| UNITED STATES TREASURY BILL -- 0.000% 05/23/2019 | 912796QH5 | 5,000,000.00 | A-1+ | P-1 | 11/29/2018 | 12/3/2018 | 4,941,515.63 | 2.49 | 0.00 | 4,951,434.00 | 4,952,460.00 |
| UNITED STATES TREASURY BILL DTD 06/21/2018 0.000% 06/20/2019 | 912796QM4 | 5,250,000.00 | A-1+ | P-1 | 11/2/2018 | 11/5/2018 | 5,168,398.23 | 2.50 | 0.00 | 5,188,888.53 | 5,189,803.50 |
| UNITED STATES TREASURY BILL DTD 07/19/2018 0.000% 07/18/2019 | 912796QR3 | 7,000,000.00 | A-1+ | P-1 | 11/27/2018 | 11/29/2018 | 6,887,317.56 | 2.55 | 0.00 | 6,903,414.98 | 6,905,241.00 |
| UNITED STATES TREASURY BILL DTD 08/16/2018 0.000% 08/15/2019 | 912796QV4 | 6,000,000.00 | A-1+ | P-1 | 11/29/2018 | 12/3/2018 | 5,892,266.75 | 2.58 | 0.00 | 5,904,518.70 | 5,905,638.00 |
| UNITED STATES TREASURY BILL DTD 08/16/2018 0.000% 08/15/2019 | 912796QV4 | 5,000,000.00 | A-1+ | P-1 | 11/27/2018 | 11/29/2018 | 4,908,778.04 | 2.58 | 0.00 | 4,920,400.90 | 4,921,365.00 |
| UNITED STATES TREASURY BILL DTD 09/13/2018 0.000% 09/12/2019 | 912796RA9 | 5,000,000.00 | A-1+ | P-1 | 11/27/2018 | 11/29/2018 | 4,898,704.94 | 2.59 | 0.00 | 4,910,352.05 | 4,911,670.00 |
| Security Type Sub-Total | | 69,750,000.00 | | | | | 68,792,270.90 | 2.49 | 0.00 | 68,985,765.02 | 68,995,789.00 |
| Commercial Paper | | | | | | | | | | | |
| MUFG BANK LTD/NY COMM PAPER DTD 07/19/2018 0.000% 01/17/2019 | 62479MNH2 | 2,500,000.00 | A-1 | P-1 | 9/19/2018 | 9/20/2018 | 2,480,414.58 | 2.39 | 0.00 | 2,497,366.68 | 2,497,107.50 |
| BNP PARIBAS NY BRANCH COMM PAPER DTD 09/19/2018 0.000% 02/20/2019 | 09659CPL6 | 2,500,000.00 | A-1 | P-1 | 9/19/2018 | 9/20/2018 | 2,474,500.00 | 2.42 | 0.00 | 2,491,666.68 | 2,490,887.50 |

Managed Account Detail of Securities Held

| Security Type/Description Dated Date/Coupon/Maturity | CUSIP | Par | S&P Rating | Moody's Rating | Trade Date | Settle Date | Original Cost | YTM at Cost | Accrued Interest | Amortized Cost | Market Value |
|--|-----------|------------------------|---------------|-------------------|---------------|----------------|------------------------|----------------|---------------------|------------------------|------------------------|
| Commercial Paper | | | | | | | | | | | |
| MUFG BANK LTD/NY COMM PAPER DTD 11/05/2018 0.000% 03/05/2019 | 62479MQ55 | 2,500,000.00 | A-1 | P-1 | 11/2/2018 | 11/5/2018 | 2,477,833.33 | 2.68 | 0.00 | 2,488,362.50 | 2,488,137.50 |
| BNP PARIBAS NY BRANCH COMM PAPER DTD 11/02/2018 0.000% 03/05/2019 | 09659CQ50 | 2,500,000.00 | A-1 | P-1 | 11/2/2018 | 11/5/2018 | 2,478,583.33 | 2.59 | 0.00 | 2,488,756.25 | 2,488,377.50 |
| JP MORGAN SECURITIES LLC COMM PAPER DTD 06/08/2018 0.000% 03/05/2019 | 46640QQ53 | 4,750,000.00 | A-1 | P-1 | 9/6/2018 | 9/7/2018 | 4,690,954.86 | 2.53 | 0.00 | 4,729,218.75 | 4,727,166.75 |
| TOYOTA MOTOR CREDIT CORP COMM PAPER DTD 08/06/2018 0.000% 05/03/2019 | 89233HS39 | 2,500,000.00 | A-1+ | P-1 | 11/2/2018 | 11/5/2018 | 2,466,064.58 | 2.77 | 0.00 | 2,476,870.83 | 2,476,075.00 |
| MUFG BANK LTD/NY COMM PAPER DTD 08/28/2018 0.000% 05/24/2019 | 62479MSQ7 | 1,000,000.00 | A-1 | P-1 | 11/26/2018 | 11/27/2018 | 985,957.78 | 2.88 | 0.00 | 988,718.88 | 988,576.00 |
| TOYOTA MOTOR CREDIT CORP COMM PAPER DTD 08/28/2018 0.000% 05/24/2019 | 89233HSQ8 | 1,500,000.00 | A-1+ | P-1 | 11/26/2018 | 11/27/2018 | 1,479,233.33 | 2.84 | 0.00 | 1,483,316.66 | 1,483,152.00 |
| BNP PARIBAS NY BRANCH COMM PAPER DTD 08/31/2018 0.000% 05/28/2019 | 09659CSU3 | 1,000,000.00 | A-1 | P-1 | 11/26/2018 | 11/27/2018 | 985,895.00 | 2.83 | 0.00 | 988,607.50 | 988,468.00 |
| JP MORGAN SECURITIES LLC COMM PAPER DTD 08/31/2018 0.000% 05/28/2019 | 46640QSU6 | 1,500,000.00 | A-1 | P-1 | 11/26/2018 | 11/27/2018 | 1,478,008.33 | 2.94 | 0.00 | 1,482,237.50 | 1,482,363.00 |
| Security Type Sub-Total | | 22,250,000.00 | | | | | 21,997,445.12 | 2.63 | 0.00 | 22,115,122.23 | 22,110,310.75 |
| Managed Account Sub Total | | 92,000,000.00 | | | | | 90,789,716.02 | 2.52 | 0.00 | 91,100,887.25 | 91,106,099.75 |
| Securities Sub-Total | | \$92,000,000.00 | | | | | \$90,789,716.02 | 2.52% | \$0.00 | \$91,100,887.25 | \$91,106,099.75 |
| Accrued Interest | | | | | | | | | | | \$0.00 |
| Total Investments | | | | | | | | | | | \$91,106,099.75 |

Bolded items are forward settling trades.

Managed Account Detail of Securities Held

| Security Type/Description Dated Date/Coupon/Maturity | CUSIP | Par | S&P Rating | Moody's Rating | Trade Date | Settle Date | Original Cost | YTM at Cost | Accrued Interest | Amortized Cost | Market Value |
|---|-----------|-----------------------|---------------|-------------------|---------------|----------------|-----------------------|----------------|---------------------|-----------------------|-----------------------|
| U.S. Treasury Bill | | | | | | | | | | | |
| UNITED STATES TREASURY BILL DTD 07/12/2018 0.000% 01/10/2019 | 912796QS1 | 1,000,000.00 | A-1+ | P-1 | 10/11/2018 | 10/12/2018 | 994,437.50 | 2.24 | 0.00 | 999,443.75 | 999,499.00 |
| US TREASURY BILL DTD 07/19/2018 0.000% 01/17/2019 | 912796QT9 | 930,000.00 | A-1+ | P-1 | 10/5/2018 | 10/9/2018 | 924,355.42 | 2.20 | 0.00 | 929,096.87 | 929,114.64 |
| Security Type Sub-Total | | 1,930,000.00 | | | | | 1,918,792.92 | 2.22 | 0.00 | 1,928,540.62 | 1,928,613.64 |
| Managed Account Sub Total | | 1,930,000.00 | | | | | 1,918,792.92 | 2.22 | 0.00 | 1,928,540.62 | 1,928,613.64 |
| Securities Sub-Total | | \$1,930,000.00 | | | | | \$1,918,792.92 | 2.22% | \$0.00 | \$1,928,540.62 | \$1,928,613.64 |
| Accrued Interest | | | | | | | | | | | \$0.00 |
| Total Investments | | | | | | | | | | | \$1,928,613.64 |

Bolded items are forward settling trades.

Managed Account Detail of Securities Held

| Security Type/Description Dated Date/Coupon/Maturity | CUSIP | Par | S&P Rating | Moody's Rating | Trade Date | Settle Date | Original Cost | YTM at Cost | Accrued Interest | Amortized Cost | Market Value |
|--|-----------|---------------------|---------------|-------------------|---------------|----------------|---------------------|----------------|---------------------|---------------------|---------------------|
| U.S. Treasury Bond / Note | | | | | | | | | | | |
| US TREASURY NOTES DTD 12/31/2014 1.625% 12/31/2019 | 912828G95 | 2,550,000.00 | AA+ | Aaa | 9/1/2017 | 9/7/2017 | 2,564,044.92 | 1.38 | 114.47 | 2,556,118.80 | 2,524,599.45 |
| US TREASURY NOTES DTD 06/01/2015 1.500% 05/31/2020 | 912828XE5 | 2,500,000.00 | AA+ | Aaa | 9/1/2017 | 9/7/2017 | 2,504,589.84 | 1.43 | 3,296.70 | 2,502,405.05 | 2,463,280.00 |
| US TREASURY NOTES DTD 09/30/2015 1.375% 09/30/2020 | 912828L65 | 1,295,000.00 | AA+ | Aaa | 9/1/2017 | 9/7/2017 | 1,291,003.71 | 1.48 | 4,549.40 | 1,292,704.43 | 1,269,555.84 |
| US TREASURY NOTES DTD 12/31/2015 1.750% 12/31/2020 | 912828N48 | 2,060,000.00 | AA+ | Aaa | 9/1/2017 | 9/7/2017 | 2,074,484.38 | 1.53 | 99.59 | 2,068,830.42 | 2,030,628.52 |
| Security Type Sub-Total | | 8,405,000.00 | | | | | 8,434,122.85 | 1.45 | 8,060.16 | 8,420,058.70 | 8,288,063.81 |
| U.S. Treasury Bill | | | | | | | | | | | |
| UNITED STATES TREASURY BILL DTD 09/20/2018 0.000% 03/21/2019 | 912796RC5 | 4,500,000.00 | A-1+ | P-1 | 11/7/2018 | 11/8/2018 | 4,461,097.50 | 2.36 | 0.00 | 4,476,892.50 | 4,477,171.50 |
| Security Type Sub-Total | | 4,500,000.00 | | | | | 4,461,097.50 | 2.36 | 0.00 | 4,476,892.50 | 4,477,171.50 |
| Federal Agency Bond / Note | | | | | | | | | | | |
| FEDERAL HOME LOAN BANK AGENCY NOTES DTD 05/12/2017 1.375% 05/28/2019 | 3130ABF92 | 2,390,000.00 | AA+ | Aaa | 9/5/2017 | 9/8/2017 | 2,392,748.50 | 1.31 | 3,012.40 | 2,390,660.02 | 2,378,346.36 |
| FHLB GLOBAL NOTE DTD 06/03/2016 1.125% 06/21/2019 | 3130A8DB6 | 2,365,000.00 | AA+ | Aaa | 9/5/2017 | 9/8/2017 | 2,357,195.50 | 1.31 | 739.06 | 2,362,922.06 | 2,348,752.45 |
| FHLMC REFERENCE NOTE DTD 07/20/2016 0.875% 07/19/2019 | 3137EAEB1 | 2,525,000.00 | AA+ | Aaa | 9/5/2017 | 9/8/2017 | 2,503,310.25 | 1.34 | 9,942.19 | 2,518,547.31 | 2,500,914.03 |
| FREDDIE MAC NOTES DTD 07/19/2017 1.375% 08/15/2019 | 3137EAEH8 | 1,940,000.00 | AA+ | Aaa | 9/5/2017 | 9/8/2017 | 1,940,426.80 | 1.36 | 10,077.22 | 1,940,139.95 | 1,924,414.04 |
| FNMA NOTES DTD 09/02/2016 1.000% 08/28/2019 | 3135G0P49 | 625,000.00 | AA+ | Aaa | 9/5/2017 | 9/8/2017 | 620,537.50 | 1.37 | 2,135.42 | 623,498.07 | 618,340.00 |
| FHLB GLOBAL NOTES DTD 09/09/2016 1.000% 09/26/2019 | 3130A9EP2 | 1,525,000.00 | AA+ | Aaa | 9/1/2017 | 9/7/2017 | 1,512,327.25 | 1.41 | 4,024.31 | 1,520,417.13 | 1,506,559.70 |

Managed Account Detail of Securities Held

| Security Type/Description Dated Date/Coupon/Maturity | CUSIP | Par | S&P Rating | Moody's Rating | Trade Date | Settle Date | Original Cost | YTM at Cost | Accrued Interest | Amortized Cost | Market Value |
|--|-----------|----------------------|---------------|-------------------|---------------|----------------|----------------------|----------------|---------------------|----------------------|----------------------|
| Federal Agency Bond / Note | | | | | | | | | | | |
| FREDDIE MAC GLOBAL NOTES DTD 10/02/2012 1.250% 10/02/2019 | 3137EADM8 | 2,570,000.00 | AA+ | Aaa | 9/1/2017 | 9/7/2017 | 2,560,696.60 | 1.43 | 7,942.01 | 2,566,588.58 | 2,543,444.19 |
| FHLB NOTES DTD 11/17/2016 1.375% 11/15/2019 | 3130AA3R7 | 1,515,000.00 | AA+ | Aaa | 9/1/2017 | 9/7/2017 | 1,513,303.20 | 1.43 | 2,661.77 | 1,514,321.30 | 1,498,598.61 |
| FREDDIE MAC NOTES DTD 01/17/2017 1.500% 01/17/2020 | 3137EAEE5 | 6,270,000.00 | AA+ | Aaa | 9/1/2017 | 9/7/2017 | 6,277,398.60 | 1.45 | 42,845.00 | 6,273,318.65 | 6,199,669.41 |
| FHLMC AGENCY NOTES DTD 04/20/2017 1.375% 04/20/2020 | 3137EAEF2 | 2,500,000.00 | AA+ | Aaa | 9/1/2017 | 9/7/2017 | 2,494,225.00 | 1.47 | 6,779.51 | 2,497,106.90 | 2,462,155.00 |
| FNMA BENCHMARK NOTES DTD 04/27/2015 1.500% 06/22/2020 | 3135G0D75 | 2,480,000.00 | AA+ | Aaa | 9/1/2017 | 9/7/2017 | 2,483,521.60 | 1.45 | 930.00 | 2,481,886.91 | 2,443,720.08 |
| FNMA NOTES DTD 08/01/2017 1.500% 07/30/2020 | 3135G0T60 | 2,480,000.00 | AA+ | Aaa | 9/1/2017 | 9/7/2017 | 2,480,173.60 | 1.50 | 15,603.33 | 2,480,101.53 | 2,438,993.20 |
| Security Type Sub-Total | | 29,185,000.00 | | | | | 29,135,864.40 | 1.41 | 106,692.22 | 29,169,508.41 | 28,863,907.07 |
| Corporate Note | | | | | | | | | | | |
| EXXON MOBIL CORP NOTES DTD 03/03/2016 1.708% 03/01/2019 | 30231GAP7 | 1,050,000.00 | AA+ | Aaa | 9/5/2017 | 9/8/2017 | 1,053,643.50 | 1.47 | 5,978.00 | 1,050,413.24 | 1,048,129.95 |
| CISCO SYSTEMS INC CORP NOTES DTD 09/20/2016 1.400% 09/20/2019 | 17275RBG6 | 1,050,000.00 | AA- | A1 | 9/1/2017 | 9/7/2017 | 1,045,558.50 | 1.61 | 4,124.17 | 1,048,415.80 | 1,040,580.45 |
| CHEVRON CORP (CALLABLE) NOTE DTD 11/18/2014 2.193% 11/15/2019 | 166764AN0 | 1,050,000.00 | AA | Aa2 | 9/1/2017 | 9/7/2017 | 1,062,358.50 | 1.64 | 2,942.28 | 1,054,684.34 | 1,044,881.25 |
| APPLE INC BONDS DTD 02/09/2015 1.550% 02/07/2020 | 037833AX8 | 1,050,000.00 | AA+ | Aa1 | 9/1/2017 | 9/7/2017 | 1,047,637.50 | 1.65 | 6,419.58 | 1,048,915.59 | 1,037,286.60 |
| MICROSOFT CORP (CALLABLE) NOTE DTD 02/12/2015 1.850% 02/12/2020 | 594918AY0 | 1,050,000.00 | AAA | Aaa | 9/1/2017 | 9/7/2017 | 1,055,901.00 | 1.61 | 7,500.21 | 1,052,622.31 | 1,041,067.65 |
| Security Type Sub-Total | | 5,250,000.00 | | | | | 5,265,099.00 | 1.60 | 26,964.24 | 5,255,051.28 | 5,211,945.90 |
| Commercial Paper | | | | | | | | | | | |

Managed Account Detail of Securities Held

| Security Type/Description Dated Date/Coupon/Maturity | CUSIP | Par | S&P Rating | Moody's Rating | Trade Date | Settle Date | Original Cost | YTM at Cost | Accrued Interest | Amortized Cost | Market Value |
|--|-----------|------------------------|---------------|-------------------|---------------|----------------|------------------------|----------------|---------------------|------------------------|------------------------|
| Commercial Paper | | | | | | | | | | | |
| MUFG BANK LTD/NY COMM PAPER DTD 11/07/2018 0.000% 02/06/2019 | 62479MP64 | 1,070,000.00 | A-1 | P-1 | 11/7/2018 | 11/8/2018 | 1,063,045.00 | 2.62 | 0.00 | 1,067,218.00 | 1,067,178.41 |
| TOYOTA MOTOR CREDIT CORP COMM PAPER DTD 07/13/2018 0.000% 02/25/2019 | 89233HPR9 | 1,500,000.00 | A-1+ | P-1 | 10/26/2018 | 10/29/2018 | 1,487,405.83 | 2.56 | 0.00 | 1,494,179.16 | 1,494,019.50 |
| Security Type Sub-Total | | 2,570,000.00 | | | | | 2,550,450.83 | 2.58 | 0.00 | 2,561,397.16 | 2,561,197.91 |
| Managed Account Sub Total | | 49,910,000.00 | | | | | 49,846,634.58 | 1.58 | 141,716.62 | 49,882,908.05 | 49,402,286.19 |
| Securities Sub-Total | | \$49,910,000.00 | | | | | \$49,846,634.58 | 1.58% | \$141,716.62 | \$49,882,908.05 | \$49,402,286.19 |
| Accrued Interest | | | | | | | | | | | \$141,716.62 |
| Total Investments | | | | | | | | | | | \$49,544,002.81 |

Bolded items are forward settling trades.

Managed Account Detail of Securities Held

| Security Type/Description Dated Date/Coupon/Maturity | CUSIP | Par | S&P Rating | Moody's Rating | Trade Date | Settle Date | Original Cost | YTM at Cost | Accrued Interest | Amortized Cost | Market Value |
|---|-----------|----------------------|---------------|-------------------|---------------|----------------|----------------------|----------------|---------------------|----------------------|----------------------|
| U.S. Treasury Bond / Note | | | | | | | | | | | |
| US TREASURY N/B NOTES DTD 10/02/2017 1.375% 09/30/2019 | 912828X7 | 645,000.00 | AA+ | Aaa | 3/27/2018 | 3/29/2018 | 636,912.30 | 2.23 | 2,265.92 | 640,970.58 | 639,028.59 |
| US TREASURY NOTES DTD 04/30/2015 1.375% 04/30/2020 | 912828K58 | 530,000.00 | AA+ | Aaa | 3/27/2018 | 3/29/2018 | 519,917.58 | 2.31 | 1,248.14 | 523,534.28 | 521,842.77 |
| US TREASURY NOTES DTD 06/01/2015 1.500% 05/31/2020 | 912828XE5 | 525,000.00 | AA+ | Aaa | 3/27/2018 | 3/29/2018 | 515,956.05 | 2.32 | 692.31 | 519,076.86 | 517,288.80 |
| US TREASURY NOTES DTD 06/30/2015 1.625% 06/30/2020 | 912828XH8 | 900,000.00 | AA+ | Aaa | 3/27/2018 | 3/29/2018 | 886,394.53 | 2.32 | 40.40 | 890,902.51 | 887,835.60 |
| US TREASURY NOTES DTD 07/31/2015 1.625% 07/31/2020 | 912828XM7 | 1,265,000.00 | AA+ | Aaa | 3/27/2018 | 3/29/2018 | 1,244,888.48 | 2.33 | 8,602.34 | 1,251,315.08 | 1,247,062.30 |
| US TREASURY NOTES DTD 08/31/2015 1.375% 08/31/2020 | 912828L32 | 1,625,000.00 | AA+ | Aaa | 3/27/2018 | 3/29/2018 | 1,588,183.59 | 2.34 | 7,591.94 | 1,599,547.45 | 1,594,341.13 |
| US TREASURY NOTES DTD 09/30/2015 1.375% 09/30/2020 | 912828L65 | 1,260,000.00 | AA+ | Aaa | 3/27/2018 | 3/29/2018 | 1,230,468.75 | 2.34 | 4,426.44 | 1,239,265.50 | 1,235,243.52 |
| US TREASURY NOTES DTD 10/31/2015 1.375% 10/31/2020 | 912828L99 | 840,000.00 | AA+ | Aaa | 3/27/2018 | 3/29/2018 | 819,360.94 | 2.36 | 1,978.18 | 825,297.68 | 822,937.92 |
| US TREASURY NOTES DTD 11/30/2015 1.625% 11/30/2020 | 912828M98 | 1,200,000.00 | AA+ | Aaa | 3/27/2018 | 3/29/2018 | 1,177,312.50 | 2.36 | 1,714.29 | 1,183,640.10 | 1,180,219.20 |
| US TREASURY NOTES DTD 12/31/2013 2.375% 12/31/2020 | 912828A83 | 1,195,000.00 | AA+ | Aaa | 3/27/2018 | 3/29/2018 | 1,195,513.48 | 2.36 | 78.40 | 1,195,390.47 | 1,192,338.74 |
| US TREASURY NOTES DTD 01/31/2016 1.375% 01/31/2021 | 912828N89 | 310,000.00 | AA+ | Aaa | 3/27/2018 | 3/29/2018 | 301,499.22 | 2.38 | 1,783.76 | 303,722.58 | 302,891.70 |
| Security Type Sub-Total | | 10,295,000.00 | | | | | 10,116,407.42 | 2.33 | 30,422.12 | 10,172,663.09 | 10,141,030.27 |
| U.S. Treasury Bill | | | | | | | | | | | |
| US TREASURY BILL DTD 07/19/2018 0.000% 01/17/2019 | 912796QT9 | 550,000.00 | A-1+ | P-1 | 10/5/2018 | 10/9/2018 | 546,661.81 | 2.20 | 0.00 | 549,465.89 | 549,476.40 |
| UNITED STATES TREASURY BILL DTD 08/23/2018 0.000% 02/21/2019 | 912796QY8 | 920,000.00 | A-1+ | P-1 | 11/27/2018 | 11/29/2018 | 914,941.38 | 2.37 | 0.00 | 916,928.70 | 916,981.48 |

Managed Account Detail of Securities Held

| Security Type/Description Dated Date/Coupon/Maturity | CUSIP | Par | S&P Rating | Moody's Rating | Trade Date | Settle Date | Original Cost | YTM at Cost | Accrued Interest | Amortized Cost | Market Value |
|--|-----------|---------------------|---------------|-------------------|---------------|----------------|---------------------|----------------|---------------------|---------------------|---------------------|
| Security Type Sub-Total | | 1,470,000.00 | | | | | 1,461,603.19 | 2.31 | 0.00 | 1,466,394.59 | 1,466,457.88 |
| Corporate Note | | | | | | | | | | | |
| THE PROCTER & GAMBLE CO CORP NOTES DTD 10/25/2017 1.750% 10/25/2019 | 742718EZ8 | 370,000.00 | AA- | Aa3 | 3/27/2018 | 3/29/2018 | 366,522.00 | 2.36 | 1,187.08 | 368,180.13 | 366,874.61 |
| PFIZER INC CORP NOTE DTD 11/21/2016 1.700% 12/15/2019 | 717081EB5 | 320,000.00 | AA | A1 | 3/27/2018 | 3/29/2018 | 316,089.60 | 2.43 | 241.78 | 317,799.16 | 316,912.00 |
| TOYOTA MOTOR CREDIT CORP DTD 04/17/2017 1.950% 04/17/2020 | 89236TDU6 | 370,000.00 | AA- | Aa3 | 3/27/2018 | 3/29/2018 | 363,991.20 | 2.77 | 1,483.08 | 366,170.34 | 365,404.60 |
| APPLE INC BONDS DTD 05/11/2017 1.800% 05/11/2020 | 037833CS7 | 375,000.00 | AA+ | Aa1 | 3/27/2018 | 3/29/2018 | 369,191.25 | 2.56 | 937.50 | 371,233.20 | 370,276.13 |
| WAL MART STORES INC. CORP NOTES DTD 07/08/2010 3.625% 07/08/2020 | 931142CU5 | 360,000.00 | AA | Aa2 | 3/27/2018 | 3/29/2018 | 368,956.80 | 2.49 | 6,271.25 | 366,044.22 | 363,624.84 |
| JOHNSON & JOHNSON GLOBAL NOTES DTD 08/17/2010 2.950% 09/01/2020 | 478160AW4 | 365,000.00 | AAA | Aaa | 3/27/2018 | 3/29/2018 | 369,142.75 | 2.46 | 3,589.17 | 367,878.64 | 365,911.41 |
| MICROSOFT CORP NOTES DTD 09/27/2010 3.000% 10/01/2020 | 594918AH7 | 360,000.00 | AAA | Aaa | 3/27/2018 | 3/29/2018 | 363,524.40 | 2.59 | 2,700.00 | 362,484.62 | 362,433.96 |
| Security Type Sub-Total | | 2,520,000.00 | | | | | 2,517,418.00 | 2.53 | 16,409.86 | 2,519,790.31 | 2,511,437.55 |
| Commercial Paper | | | | | | | | | | | |
| BNP PARIBAS NY BRANCH COMM PAPER DTD 09/17/2018 0.000% 03/18/2019 | 09659CQJ0 | 500,000.00 | A-1 | P-1 | 12/18/2018 | 12/19/2018 | 496,699.58 | 2.69 | 0.00 | 497,181.67 | 497,153.00 |
| MUFG BANK LTD/NY COMM PAPER DTD 10/17/2018 0.000% 04/17/2019 | 62479MRH8 | 750,000.00 | A-1 | P-1 | 12/18/2018 | 12/19/2018 | 743,083.13 | 2.82 | 0.00 | 743,838.75 | 743,718.00 |
| TOYOTA MOTOR CREDIT CORP COMM PAPER DTD 07/23/2018 0.000% 04/18/2019 | 89233HRJ5 | 400,000.00 | A-1+ | P-1 | 12/18/2018 | 12/19/2018 | 396,293.33 | 2.81 | 0.00 | 396,694.89 | 396,644.80 |

Managed Account Detail of Securities Held

| Security Type/Description Dated Date/Coupon/Maturity | CUSIP | Par | S&P Rating | Moody's Rating | Trade Date | Settle Date | Original Cost | YTM at Cost | Accrued Interest | Amortized Cost | Market Value |
|---|-------|------------------------|---------------|-------------------|---------------|----------------|------------------------|----------------|---------------------|------------------------|------------------------|
| Security Type Sub-Total | | 1,650,000.00 | | | | | 1,636,076.04 | 2.77 | 0.00 | 1,637,715.31 | 1,637,515.80 |
| Managed Account Sub Total | | 15,935,000.00 | | | | | 15,731,504.65 | 2.41 | 46,831.98 | 15,796,563.30 | 15,756,441.50 |
| Securities Sub-Total | | \$15,935,000.00 | | | | | \$15,731,504.65 | 2.41% | \$46,831.98 | \$15,796,563.30 | \$15,756,441.50 |
| Accrued Interest | | | | | | | | | | | \$46,831.98 |
| Total Investments | | | | | | | | | | | \$15,803,273.48 |

Bolded items are forward settling trades.

IMPORTANT DISCLOSURES

This material is based on information obtained from sources generally believed to be reliable and available to the public; however, PFM Asset Management LLC cannot guarantee its accuracy, completeness or suitability. This material is for general information purposes only and is not intended to provide specific advice or a specific recommendation. All statements as to what will or may happen under certain circumstances are based on assumptions, some, but not all of which, are noted in the presentation. Assumptions may or may not be proven correct as actual events occur, and results may depend on events outside of your or our control. Changes in assumptions may have a material effect on results. Past performance does not necessarily reflect and is not a guaranty of future results. The information contained in this presentation is not an offer to purchase or sell any securities.

- Market values that include accrued interest are derived from closing bid prices as of the last business day of the month as supplied by Interactive Data, Bloomberg, or Telerate. Where prices are not available from generally recognized sources, the securities are priced using a yield based matrix system to arrive at an estimated market value.
- In accordance with generally accepted accounting principles, information is presented on a trade date basis; forward settling purchases are included in the monthly balances, and forward settling sales are excluded.
- Performance is presented in accordance with the CFA Institute's Global Investment Performance Standards (GIPS). Unless otherwise noted, performance is shown gross of fees. Quarterly returns are presented on an unannualized basis. Returns for periods greater than one year are presented on an annualized basis. Past performance is not indicative of future returns.
- Bank of America/Merrill Lynch Indices provided by Bloomberg Financial Markets.
- Money market fund/cash balances are included in performance and duration computations.
- Standard & Poor's is the source of the credit ratings. Distribution of credit rating is exclusive of money market fund/LGIP holdings.
- Callable securities in the portfolio are included in the maturity distribution analysis to their stated maturity date, although, they may be called prior to maturity.
- MBS maturities are represented by expected average life.

GLOSSARY

- **ACCRUED INTEREST:** Interest that is due on a bond or other fixed income security since the last interest payment was made.
- **AGENCIES:** Federal agency securities and/or Government-sponsored enterprises.
- **AMORTIZED COST:** The original cost of the principal of the security is adjusted for the amount of the periodic reduction of any discount or premium from the purchase date until the date of the report. Discount or premium with respect to short-term securities (those with less than one year to maturity at time of issuance) is amortized on a straight line basis. Such discount or premium with respect to longer-term securities is amortized using the constant yield basis.
- **BANKERS' ACCEPTANCE:** A draft or bill of exchange accepted by a bank or trust company. The accepting institution guarantees payment of the bill as well as the insurer.
- **COMMERCIAL PAPER:** An unsecured obligation issued by a corporation or bank to finance its short-term credit needs, such as accounts receivable and inventory.
- **CONTRIBUTION TO DURATION:** Represents each sector or maturity range's relative contribution to the overall duration of the portfolio measured as a percentage weighting. Since duration is a key measure of interest rate sensitivity, the contribution to duration measures the relative amount or contribution of that sector or maturity range to the total rate sensitivity of the portfolio.
- **DURATION TO WORST:** A measure of the sensitivity of a security's price to a change in interest rates, stated in years, computed from cash flows to the maturity date or to the put date, whichever results in the highest yield to the investor.
- **EFFECTIVE DURATION:** A measure of the sensitivity of a security's price to a change in interest rates, stated in years.
- **EFFECTIVE YIELD:** The total yield an investor receives in relation to the nominal yield or coupon of a bond. Effective yield takes into account the power of compounding on investment returns, while nominal yield does not.
- **FDIC:** Federal Deposit Insurance Corporation. A federal agency that insures bank deposits to a specified amount.
- **INTEREST RATE:** Interest per year divided by principal amount and expressed as a percentage.
- **MARKET VALUE:** The value that would be received or paid for an investment in an orderly transaction between market participants at the measurement date.
- **MATURITY:** The date upon which the principal or stated value of an investment becomes due and payable.
- **NEGOTIABLE CERTIFICATES OF DEPOSIT:** A CD with a very large denomination, usually \$1 million or more, that can be traded in secondary markets.
- **PAR VALUE:** The nominal dollar face amount of a security.

GLOSSARY

- **PASS THROUGH SECURITY:** A security representing pooled debt obligations that passes income from debtors to its shareholders. The most common type is the mortgage-backed security.
- **REPURCHASE AGREEMENTS:** A holder of securities sells these securities to an investor with an agreement to repurchase them at a fixed price on a fixed date.
- **SETTLE DATE:** The date on which the transaction is settled and monies/securities are exchanged. If the settle date of the transaction (i.e., coupon payments and maturity proceeds) occurs on a non-business day, the funds are exchanged on the next business day.
- **TRADE DATE:** The date on which the transaction occurred; however, the final consummation of the security transaction and payment has not yet taken place.
- **UNSETTLED TRADE:** A trade which has been executed; however, the final consummation of the security transaction and payment has not yet taken place.
- **U.S. TREASURY:** The department of the U.S. government that issues Treasury securities.
- **YIELD:** The rate of return based on the current market value, the annual interest receipts, maturity value, and the time period remaining until maturity, stated as a percentage on an annualized basis.
- **YTM AT COST:** The yield to maturity at cost is the expected rate of return based on the original cost, the annual interest receipts, maturity value, and the time period from purchase date to maturity, stated as a percentage on an annualized basis.
- **YTM AT MARKET:** The yield to maturity at market is the rate of return based on the current market value, the annual interest receipts, maturity value, and the time period remaining until maturity, stated as a percentage on an annualized basis.