

## BOND TRANSACTIONS

Forty-six transactions were consummated during the period from June 1, 2011 to July 31, 2011.

Trade	Settle	Par/Shares	Description	Cpn	Maturity	Bk Yld	Ratings
<b>PURCHASES:</b>							
<u>Agency</u>							
New England Asset Management							
07/13/11	07/14/11	1,700,000.00	FEDERAL HOME LOAN BANK	3.625	03/12/21	3.333	Aaa / AAA
07/13/11	07/14/11	3,300,000.00	FEDERAL HOME LOAN BANK	3.625	03/12/21	3.376	Aaa / AAA
07/27/11	07/28/11	5,000,000.00	FEDERAL HOME LOAN BANK	3.625	06/11/21	3.510	Aaa / AAA
	Subtotal:	10,000,000.00	3 item(s)				
<b>Total: Agency</b>		<b>10,000,000.00</b>	<b>3 item(s)</b>				
<u>Taxable Municipal</u>							
CONNING							
07/18/11	07/21/11	10,000,000.00	NEW YORK NY	3.850	06/01/21	3.922	Aa2 / AA
07/26/11	08/10/11	2,500,000.00	TEXAS ST	5.016	10/01/30	5.015	Aaa / AA+
	Subtotal:	12,500,000.00	2 item(s)				
New England Asset Management							
07/12/11	07/15/11	3,250,000.00	UNIVERSITY WASH UNIV REV	4.897	10/01/33	4.990	Aaa / AA+
07/13/11	07/18/11	2,250,000.00	MISSISSIPPI ST	5.245	11/01/34	5.004	Aa2 / AA
07/13/11	07/18/11	6,395,000.00	NEW YORK CITY NY FIN AUTH	5.767	08/01/36	5.080	Aa1 / AAA
07/18/11	07/21/11	4,000,000.00	KANSAS ST DEV FIN AUTH	5.501	05/01/34	5.420	Aa2 / AA+
07/26/11	08/10/11	7,745,000.00	TEXAS ST	4.946	10/01/29	4.946	Aaa / AA+
	Subtotal:	23,640,000.00	5 item(s)				
<b>Total: Txb Muni</b>		<b>36,140,000.00</b>	<b>7 item(s)</b>				
<u>Corporate</u>							
CONNING							
06/02/11	06/07/11	10,000,000.00	US BANCORP	4.125	05/24/21	4.030	Aa3 / A+
06/03/11	06/08/11	5,000,000.00	US BANCORP	4.125	05/24/21	4.014	Aa3 / A+
06/07/11	06/14/11	16,000,000.00	MET LIFE GLOB FUNDING I	3.650	06/14/18	3.670	Aa3 / AA-
06/28/11	07/05/11	8,600,000.00	UBS AG STAMFORD CT	4.875	08/04/20	4.653	Aa3 / A+
07/06/11	07/12/11	5,000,000.00	US BANCORP	4.125	05/24/21	4.029	Aa3 / A+
07/18/11	07/21/11	5,000,000.00	GENERAL ELEC CAP CORP	4.375	09/16/20	4.361	Aa2 / AA+
07/21/11	07/26/11	9,550,000.00	GENERAL ELEC CAP CORP	5.625	05/01/18	3.868	Aa2 / AA+
07/21/11	07/28/11	10,000,000.00	MORGAN STANLEY	5.500	07/28/21	5.378	A2 / A
07/21/11	07/28/11	2,425,000.00	MORGAN STANLEY	5.500	07/28/21	5.504	A2 / A
07/22/11	07/27/11	4,000,000.00	GOLDMAN SACHS GROUP INC	5.250	07/27/21	5.257	A1 / A
07/25/11	07/28/11	2,000,000.00	GOLDMAN SACHS GROUP INC	5.250	07/27/21	5.192	A1 / A
	Subtotal:	77,575,000.00	11 item(s)				

Trade	Settle	Par/Shares	Description	Cpn	Maturity	Bk Yld	Ratings
New England Asset Management							
07/12/11	07/15/11	5,000,000.00	DOVER CORP	4.300	03/01/21	3.570	A2 / A
07/13/11	07/18/11	5,000,000.00	MEDTRONIC INC	4.450	03/15/20	3.542	A1 / AA-
Subtotal:		10,000,000.00	2 item(s)				

<b>Total: Corporate</b>	<b>87,575,000.00</b>	<b>13 item(s)</b>
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**MBS Pass-Through**

CONNING

06/29/11	07/14/11	30,736,968.49	FG Q01491	4.500	06/01/41	3.798	Aaa / AAA
07/01/11	07/14/11	18,710,509.14	FG Q00252	4.500	04/01/41	3.879	Aaa / AAA
07/01/11	07/14/11	24,539,377.25	FN AB2267	4.000	02/01/41	4.000	Aaa / AAA
07/05/11	07/14/11	24,389,032.75	FG A95230	4.000	12/01/40	3.953	Aaa / AAA
07/18/11	07/21/11	19,800,806.60	FN AL0239	4.000	04/01/41	3.798	Aaa / AAA
07/21/11	07/26/11	11,407,962.46	FN AL0239	4.000	04/01/41	3.844	Aaa / AAA
Subtotal:		129,584,656.69	6 item(s)				

New England Asset Management

06/08/11	06/16/11	19,755,466.00	FN MC0487	4.500	06/01/41	3.455	Aaa / AAA
07/18/11	08/11/11	20,000,000.00	FNCL 4 8/11	4.000	08/25/41	3.855	Aaa / AAA
07/18/11	08/11/11	20,000,000.00	FGLMC 4 8/11	4.000	08/15/41	3.894	Aaa / AAA
07/22/11	08/11/11	15,000,000.00	FGLMC 4 8/11	4.000	08/15/41	3.885	Aaa / AAA
Subtotal:		74,755,466.00	4 item(s)				

<b>Total: MBS Pass-Thru</b>	<b>204,340,122.69</b>	<b>10 Item(s)</b>
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**CMBS (Agency Project Loans)**

CONNING

07/19/11	07/22/11	5,000,000.00	GNR 2011-64 B	4.000	10/16/44	3.499	Aaa / AAA
Subtotal:		5,000,000.00	1 item(s)				

New England Asset Management

07/14/11	08/30/11	25,000,000.00	GNR 2011-109 C	4.079	12/01/24	4.407	Aaa / AAA
Subtotal:		25,000,000.00	1 item(s)				

<b>Total: CMBS (Agy Proj Loans)</b>	<b>30,000,000.00</b>	<b>2 item(s)</b>
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<b>Total Purchases:</b>		
<b>CONNING</b>	<b>224,659,656.69</b>	<b>20 item(s)</b>

<b>Total Purchases:</b>		
<b>New England Asset Management</b>	<b>143,395,466.00</b>	<b>15 item(s)</b>

<b>Grand Total:</b>		
<b>PURCHASES</b>	<b>368,055,122.69</b>	<b>35 item(s)</b>

Trade	Settle	Par/Shares	Description	Cpn	Maturity	Bk Yld	Ratings
<b>SALES:</b>							
<u>Treasury</u>							
CONNING							
07/07/11	07/11/11	30,000,000.00	US TREASURY N/B	1.000	09/30/11	0.047	Aaa / AAA
	Subtotal:	30,000,000.00	1 item(s)				
<b>Total: Treasury</b>		<b>30,000,000.00</b>	<b>1 item(s)</b>				
<u>Local Agency</u>							
CONNING							
07/07/11	07/11/11	30,000,000.00	FANNIE MAE	1.250	08/20/13	0.621	Aaa / AAA
07/07/11	07/11/11	20,000,000.00	FANNIE MAE	1.875	04/20/12	0.198	Aaa / AAA
07/08/11	07/11/11	19,200,000.00	FREDDIE MAC	1.125	12/15/11	0.094	Aaa / AAA
	Subtotal:	69,200,000.00	3 item(s)				
New England Asset Management							
06/15/11	06/16/11	25,000,000.00	FREDDIE MAC	6.750	09/15/29	4.289	Aaa / AAA
07/06/11	07/07/11	30,000,000.00	FREDDIE MAC	2.125	03/23/12	0.177	Aaa / AAA
07/06/11	07/07/11	50,000,000.00	FREDDIE MAC	2.125	03/23/12	0.177	Aaa / AAA
	Subtotal:	105,000,000.00	3 item(s)				
<b>Total: Agency</b>		<b>174,200,000.00</b>	<b>6 item(s)</b>				
<u>Corporate</u>							
CONNING							
06/02/11	06/07/11	10,000,000.00	US BANK NA	6.375	08/01/11	0.312	Aa3 / A+
06/03/11	06/08/11	5,000,000.00	US BANK NA	6.375	08/01/11	0.313	Aa3 / A+
06/28/11	06/29/11	8,775,000.00	UBS AG STAMFORD CT	2.250	01/28/14	1.887	Aa3 / A+
07/06/11	07/07/11	5,000,000.00	US BANK NA	6.375	08/01/11	0.157	Aa3 / A+
	Subtotal:	28,775,000.00	4 item(s)				
<b>Total: Corporate</b>		<b>28,775,000.00</b>	<b>4 item(s)</b>				
<b>Total Sales:</b>							
<b>CONNING</b>		<b>127,975,000.00</b>	<b>8 item(s)</b>				
<b>Total Sales:</b>							
<b>New England Asset Management</b>		<b>105,000,000.00</b>	<b>3 item(s)</b>				
<b>Grand Total: SALES</b>		<b>232,975,000.00</b>	<b>11 item(s)</b>				

## COMPLIANCE REPORT

As of July 31, 2011

The following is a list of securities currently not in compliance with State Fund's Investment Policy. State Fund's Investment Policy is reviewed annually by the Investment Committee and approved by the Board of Directors.

Description	Current Face	Maturity Date	Coupon Rate	Book Yield	Rating	Portfolio Manager
<b><u>Long-term Investments</u></b>						
<b><u>Tax. Muni Rated Below A-</u></b>						
(1/2) Rancho Cucamonga Calif Redev	12,830,000.00	09/01/17	5.529%	5.530%	Baa1/A+	Conning
<b>Total: Tax Muni Rated Below A-</b>		<b>12,830,000.00</b>	<b>1 item(s)</b>			
<b><u>Bonds Not Rated</u></b>						
(3) Oregon State	25,000,000.00	06/01/16	5.305%	4.441%	NA/NR	Conning
<b>Total: Bonds Not Rated</b>		<b>25,000,000.00</b>	<b>1 item(s)</b>			

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- (1) This bond rated below A was in compliance with our investment guidelines at the time of purchase.
  - (2) This issue is insured by MBIA. MBIA's financial strength rating was subsequently downgraded to below A-and Moody's does not rate the underlying obligator.
  - (3) Oregon State bond was initially rated AAA based on the financial strength of insurance enhancement, but subsequently the ratings were withdrawn. We own other Oregon State bonds in the portfolio and the underlying ratings for all the State of Oregon bonds are Aa1/AA+. State Fund filed and received an NAIC 1 designation from SVO for this bond on 12/30/09.