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Date: March 8, 2010

**AGENDA ITEM 10 a, b**

**TO: MEMBERS OF THE INVESTMENT COMMITTEE**

- I. SUBJECT: APPROVAL OF INVESTMENT TRANSACTIONS**
- II. PROGRAM: FISCAL & INVESTMENT SERVICES**
- III. RECOMMENDATION: RECOMMENDATION TO BOARD OF DIRECTORS TO RATIFY THE INVESTMENT TRANSACTIONS FROM DECEMBER 1, 2009 TO JANUARY 31, 2010.**

**IV. ANALYSIS:**  
The bond transactions for the period of December 1, 2009 to January 31, 2010 are attached as Item 10a-l. The current investments no longer in compliance with State Fund's Investment Policy are listed in the Compliance Report, Attachment 10b-l. We request the Investment Committee's approval of these investment transactions and their recommendation to the Board of Directors to ratify the transactions.

**V. RESULTS/COSTS:**  
Reporting on the Investment Transactions fulfills a responsibility of Fiscal & Investment Services.

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LESLIE DAWE, Fiscal and Investment  
Services Manager

Attachments

INVESTMENT COMMITTEE MEETING (OPEN)

AGENDA ITEM 10a

ATTACHMENT 10a-I

BOND TRANSACTIONS for DECEMBER 1, 2009 to JANUARY 31, 2010

PRESENTED BY: Leslie Dawe

March 18, 2010

BOND TRANSACTIONS

Thirty-nine transactions were consummated during the period from December 1, 2009 to  
January 31, 2010.

Trade Date	Settle Date	Current Face	Description	Coupon Rate	Maturity Date	Yield	Rating
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**PURCHASES:**

**Government:**

**CONNING:**

12/28/09	12/31/09	30,000,000.00	US Treasury Notes	3.375%	11/15/19	3.833%	Aaa/AAA
		Subtotal:	30,000,000.00	1 item(s)			

<b>Total Government:</b>	<b>30,000,000.00</b>	<b>1 item(s)</b>					
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**Sovereign:**

**Conning:**

01/13/10	01/21/10	3,000,000.00	Manitoba (Province of)	2.125%	04/22/13	2.165%	Aa1/AA
01/13/10	01/21/10	6,000,000.00	Manitoba (Province of)	2.125%	04/22/13	2.125%	Aa1/AA
		Subtotal:	9,000,000.00	2 tem(s)			

<b>Total Sovereign:</b>	<b>9,000,000.00</b>	<b>2 item(s)</b>					
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**Taxable Municipal:**

**Conning:**

12/09/09	12/16/09	11,500,000.00	Denver Colorado City & Cnty School District (BAB)*	5.664%	12/01/33	5.664%	Aa3/AA-
12/10/09	12/22/09	10,900,000.00	Maryland State Transportation Authority (BAB)*	5.788%	07/01/29	5.788%	Aa3/AA-
		Subtotal:	22,400,000.00	2 tem(s)			

**GR-NEAM:**

12/01/09	12/08/09	28,600,000.00	Massachusetts State (BAB)*	5.456%	12/01/39	5.456%	Aa2/AA
12/09/09	12/16/09	20,000,000.00	Denver Colorado City & County School District (BAB)*	5.664%	12/01/33	5.664%	Aa3/AA-
12/09/09	12/22/09	3,000,000.00	Massachusetts State College Building Authority (BAB)*	5.932%	05/01/40	5.931%	Aa3/AA-
12/09/09	12/22/09	3,000,000.00	District Columbia Income Tax Revenue (BAB)*	5.591%	12/01/34	5.591%	Aa2/AAA
12/10/09	12/17/09	12,100,000.00	University Colorado Enterprise System Revenue (BAB)*	6.264%	06/01/36	6.263%	Aa3/AA-
12/10/09	12/22/09	15,000,000.00	Maryland State Transportation Authority (BAB)*	5.888%	07/01/43	5.888%	Aa3/AA-
12/11/09	12/16/09	8,700,000.00	Colorado Springs Colorado Utilities Revenue (BAB)*	5.545%	11/15/39	5.756%	Aa2/AA

Trade Date	Settle Date	Current Face	Description	Coupon Rate	Maturity Date	Yield	Rating
12/15/09	12/23/09	2,000,000.00	Connecticut State (BAB)*	4.950%	12/01/20	4.753%	Aa3/AA
01/13/10	01/20/10	26,500,000.00	University Michigan Rev (BAB)*	5.593%	04/01/40	5.592%	Aaa/AAA
01/14/10	01/28/10	19,700,000.00	Columbus GA Bldg Authority Lease Revenue (BAB)*	6.000%	01/01/40	6.065%	Aa2/AA+
01/15/10	01/28/10	20,000,000.00	Metropolitan St Louis MO Swr Dist Wastewtr Sys Rev (BAB)*	5.856%	05/01/39	5.855%	Aa2/AA+
01/22/10	01/28/10	10,810,000.00	Metropolitan St Louis MO Swr Dist Wastewtr Sys Rev (BAB)*	5.856%	05/01/39	5.655%	Aa2/AA+
01/26/10	01/29/10	4,100,000.00	Metropolitan St Louis MO Swr Dist Wastewtr Sys Rev (BAB)*	5.856%	05/01/39	5.667%	Aa2/AA+
01/26/10	01/29/10	8,700,000.00	Pennsylvania State (BAB)*	5.450%	02/15/30	5.425%	Aa2/AA
01/26/10	01/29/10	3,740,000.00	Columbus GA Bldg Auth Lease Rev (BAB)*	6.000%	01/01/40	6.089%	Aa2/AA+
01/28/10	02/02/10	8,150,000.00	Curators Univ MO Sys Facs Rev (BAB)*	5.960%	11/01/39	5.650%	Aa2/AA
Subtotal:		194,100,000.00	16 item(s)				
<b>Total Tax Muni:</b>		<b>216,500,000.00</b>	<b>18 item(s)</b>				

**MBS/AGENCY CMBS:**

**Conning:**

12/08/09	12/17/09	7,023,185.00	FNMA MBS, FN MC0216 (COIN)	4.500%	12/01/39	3.831%	Aaa/AAA
12/15/09	12/21/09	34,938,556.80	GNMA MBS, G2 4578	5.000%	11/20/39	3.918%	Aaa/AAA
01/07/10	01/13/10	24,978,141.75	FHLMC MBS, FG A90607	4.500%	01/01/40	4.463%	Aaa/AAA
01/07/10	01/13/10	24,825,666.00	FHLMC MBS, FG G05754	5.000%	11/01/39	4.217%	Aaa/AAA
01/08/10	01/13/10	21,447,915.18	GNMA PROJECT LOANS CMBS, GNR 2009-114 A	3.103%	12/16/38	2.752%	Aaa/AAA
01/29/10	02/26/10	15,000,000.00	GNMA PROJECT LOANS CMBS, GNR 2010-13 AB	3.025%	12/16/49	2.784%	Aaa/AAA
Subtotal:		128,213,464.73	6 item(s)				

**GR-NEAM:**

12/08/09	12/16/09	10,413,674.00	FNMA MBS, FN MC0211 (COIN)	4.500%	12/01/39	3.952%	Aaa/AAA
12/08/09	12/30/09	17,000,000.00	GNMA PROJECT LOANS CMBS, GNR 2009-119 C	4.510%	09/16/44	4.812%	Aaa/AAA
Subtotal:		27,413,674.00	2 item(s)				

<b>Total MBS/Agency CMBS:</b>	<b>155,627,138.73</b>	<b>8 item(s)</b>
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<b>CONNING TOTAL PURCHASES:</b>	<b>189,613,464.73</b>	<b>11 item(s)</b>
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<b>GR-NEAM TOTAL PURCHASES:</b>	<b>221,513,674.00</b>	<b>18 item(s)</b>
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<b>GRAND TOTAL PURCHASES:</b>	<b>411,127,138.73</b>	<b>29 item(s)</b>
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Trade Date	Settle Date	Current Face	Description	Coupon Rate	Maturity Date	Trade Yield	Rating
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**SALES:**

**Corporate:**

**Conning:**

12/15/09	12/18/09	10,000,000.00	Lehman Brothers Holdings	7.875%	08/15/10	494.990%	WR/NR
12/15/09	12/18/09	45,000,000.00	Lehman Brothers Holdings	4.800%	03/13/14	55.590%	WR/NR
		Subtotal:	55,000,000.00	2 item(s)			

**GR-NEAM:**

12/15/09	12/18/09	10,000,000.00	Lehman Brothers Holdings	6.200%	09/26/14	54.350%	WR/NR
12/15/09	12/18/09	10,000,000.00	Lehman Brothers Holdings	5.625%	01/24/13	73.100%	WR/NR
12/15/09	12/18/09	20,000,000.00	Lehman Brothers Holdings	3.011%	12/23/10	200.480%	WR/NR
12/16/09	12/21/09	15,000,000.00	Fifth Third Bank	4.500%	06/01/18	7.419%	Baa2/BBB-
12/16/09	12/21/09	5,000,000.00	Fifth Third Bank	4.500%	06/01/18	7.344%	Baa2/BBB-
12/17/09	12/22/09	5,000,000.00	Fifth Third Bank	4.500%	06/01/18	7.330%	Baa2/BBB-
12/18/09	12/23/09	5,000,000.00	Fifth Third Bank	4.500%	06/01/18	7.313%	Baa2/BBB-
12/21/09	12/24/09	4,000,000.00	Fifth Third Bank	4.500%	06/01/18	7.344%	Baa2/BBB-
		Subtotal:	74,000,000.00	8 item(s)			

<b>Total Corporate:</b>	<b>129,000,000.00</b>	<b>10 item(s)</b>
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<b>Conning Total Sales:</b>	<b>55,000,000.00</b>	<b>2 item(s)</b>
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<b>GR-NEAM Total Sales:</b>	<b>74,000,000.00</b>	<b>8 item(s)</b>
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<b>GRAND TOTAL SALES:</b>	<b>129,000,000.00</b>	<b>10 item(s)</b>
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\* BAB – Build America Bonds

MOTION: To approve and recommend ratification.