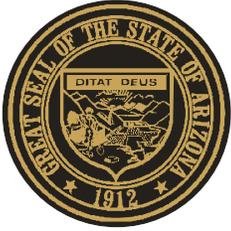


OFFICE OF THE  
**ARIZONA STATE TREASURER**



**Doug Ducey**  
TREASURER



**DECEMBER 2011**

**Presented To:**

**Arizona State Board of Investment**

**JANUARY 24, 2012**

STATE BOARD OF INVESTMENT

**A G E N D A**

**January 24, 2012**

1. Call to Order
2. Chairman Remarks
3. Approval of Minutes
4. Review of Treasurer's Monthly Reports
  - A. Earnings Distribution; Investment Pools
  - B. LGIP Pools Investments and Performance Reports
  - C. State Agency Pools Investments and Performance Reports
  - D. Operating Monies Invested Balances
  - E. Earnings Distributed Endowment Funds
  - F. Endowment Investments and Performance Reports\
  - G. Broker Activity Report
5. Proposed Changes to the Investment Policy
  - A. Review of Proposed Changes
    - i. Addition of Pool 16: Early Childhood Development and Health Board.
  - B. Public Comment on Proposed Changes
  - C. Discussion and Action on Proposed Changes
6. Review and Approval of Proposed/Pending Securities Dealers
7. General Business
  - i. Asset Allocation Review – Arizona Permanent State Land Fund: Stephen P. McCourt, CFA and Laura B. Wirick, CFA, CAIA; Meketa Investment Group
8. Call to the Public
9. Notice of Next Meeting
10. Adjournment

**REPORT OF THE STATE TREASURER**

**FOR**

**January 24, 2012**

**TABLE OF CONTENTS**

	<u>Page</u>
Minutes of Board of Investment Meeting .....	ii-viii
Review of Treasurer’s Monthly Reports:	
A. Earnings Distribution; Investment Pools .....	1
B. LGIP Pools Investments and Performance Reports .....	2-8
C. State Agency Pools Investments and Performance Reports .....	9-15
D. Operating Monies Invested Balances .....	16
E. Earnings Distributed Endowment Funds .....	17
F. Endowment Investments and Performance Reports .....	18-39
G. Broker Activity Report.....	40-49

**Minutes of  
BOARD OF INVESTMENT MEETING**

The regular meeting of the State Board of Investment was held on December 27, 2011 in the Office of the State Treasurer, 1700 West Washington, State Capitol, West Wing, Treasurer's Conference Room, Phoenix, Arizona. Deputy Treasurer Swenson, called the meeting to order at approximately 1:36 p.m.

***Members Present:***

Mark Swenson, Deputy Treasurer, Arizona State Treasurer's Office, designee for  
Doug Ducey, Chair, State Treasurer  
Alan E. Maguire, President, The Maguire Company  
Scott Smith, Director of Arizona Department of Administration  
Beth Ford, Treasurer, Pima County, by teleconference

***Members Absent:***

Lauren Kingry, Superintendent, Department of Financial Institutions

***Others Present:***

Carlton Woodruff, Deputy Treasurer of Operations, Arizona State Treasurer's Office  
Chris Petkiewicz, Portfolio Manager, Arizona State Treasurer's Office  
Kevin Donnellan, Director of Communications, Arizona State Treasurer's Office  
Dale Stomberg, Investment Accounting Manager, Arizona State Treasurer's Office  
Sheila A. Duffy, Director of Credit Research, Public Trust Advisors  
Marc Miranda, Merrill Lynch Wealth Management, Phoenix, Arizona

Pursuant to A.R.S. 35-311, the following reports for November, 2011 were submitted for the Board's approval:

Review of Treasurer's Monthly Reports:

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

**1. Call to Order:**

Deputy Treasurer Mark Swenson called the December 27, 2011 BOI meeting to order at approximately 1:36 pm.

**2. Treasurers Comments:**

Deputy Treasurer Mark Swenson welcomed board members and guests and thanked all present for attending the December 27, 2011 meeting.

**3. Approval of Minutes:**

Mr. Maguire made a motion to approve the November 22, 2011 minutes. Mr. Smith seconded the motion. Motion carried.

**4. Review of Treasurer's Monthly Report**

***Earnings Distribution – Investment Pools***

Mr. Petkiewicz reported the earnings distributed month-to-date, year-to-date, prior year-to-date, and investment management fees deposited in the General Fund for the month of November, 2011.

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

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

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

Mr. Petkiewicz reported the net yields for the LGIP and LGIP-Gov Pools, as well as the comparisons to their relative benchmarks for the month of November, 2011.

***Pool 500 & Pool 700 Portfolio Yield Analysis***

Mr. Petkiewicz reported the net yield for the LGIP Medium Term Pools and the comparison to the benchmark for the month of November, 2011.

***Manager Allocation of Invested Monies for the LGIP Pools***

Mr. Petkiewicz reported the total market value invested in all of the LGIP Pools as a percentage of the total that was allocated to each of the LGIP, LGIP-Gov, and LGIP Medium Term Pools as of November 30, 2011.

***LGIP Pools Investments and Performance Reports***

Mr. Petkiewicz reported the total net assets, the weighted average life, the weighted average rating, and the total number of holdings on the LGIP, LGIP-Gov, and LGIP Medium Term pools for the month of November, 2011.

***Review of Treasurer's Monthly Report – Agency Pool:***

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

***State Agency Pools Portfolio Yield Analysis***

Mr. Petkiewicz reported the net yields for the State Agency Pools for the month of November, 2011.

***Manager Allocation of Invested Monies for the State Agency Pools***

Mr. Petkiewicz reported the total market value of all of the State Agency Pools broken up to show the percent allocated to each individual State Agency Pool as of November 30, 2011.

***Investments Outstanding in State Agency Pools***

Mr. Petkiewicz reported the total net assets, the weighted average life, the weighted average duration, the weighted average rating, and the total number of holdings for the State Agency Investment Pools as of November 30, 2011.

***Operating Monies Average Invested Balance***

Mr. Petkiewicz reported the Operating Monies average invested balance for the month of November, 2011.

***Review of Treasurer's Monthly Report – Endowments:***

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

***Earnings Distributed Endowment Funds***

Mr. Petkiewicz reported the earnings distributed for the Endowment Funds for the month of November, 2011.

***Endowment Funds Yield Analysis***

Mr. Petkiewicz reported the net yield of the Endowment Fund Fixed Income Pool for the month of November, 2011.

***Net Realized Capital Gains/Losses – Endowment Funds***

Mr. Petkiewicz reported the net realized capital gains for the Endowment Fixed Income, S&P 500, S&P 400 and S&P 600 pools for the month of November, 2011 and FY12 fiscal year to date.

***Endowment Funds Fixed-Income Pool Purchases & Sales***

Mr. Petkiewicz reported the purchases and sales of the Endowment Fixed Income Pool for the month of November, 2011.

***Equity Funds Purchases & Sales***

Mr. Petkiewicz reported the purchases and sales (summary) of the Endowment Equity Pools for the month of November, 2011.

***Investments Outstanding in Endowment Funds***

Mr. Petkiewicz reported the par, book, market value, and unrealized gains/loss of the Endowment Funds as of November 30, 2011.

***Performance of Investments in Endowment Funds***

Mr. Petkiewicz reported the performance of the Endowment Funds for the current month, the year to date, trailing one year, trailing three years, trailing five years, and since inception for the Endowment Funds as of November 30, 2011.

***Manager Allocation of Invested Monies for the Endowment Pools***

Mr. Petkiewicz reported the percentage of the total market value of all of the Endowment investments allocated to each of the Endowment Pools, as of November 30, 2011.

***Equity Holdings Investments Outstanding S&P 500***

Mr. Petkiewicz reported the investments outstanding by portfolio characteristics and industry sector for the S&P 500 Pool as of November 30, 2011.

***Equity Holdings Investments Outstanding S&P 400***

Mr. Petkiewicz reported the investments outstanding by portfolio characteristics and industry sector for the S&P 400 Pool as of November 30, 2011.

***Equity Holdings Investments Outstanding S&P 600***

Mr. Petkiewicz reported the investments outstanding by portfolio characteristics and industry sector for the S&P 600 Pool as of November 30, 2011.

***Fixed Income Investments and Performance Reports***

Mr. Petkiewicz reported the total net assets, the weighted average life, the weighted average duration, the weighted average yield to maturity, the weighted average rating, and the total number of holdings for the Fixed Income Pool for the month of November, 2011.

***Endowment Investments and Performance Growth by Account Reports***

Mr. Petkiewicz reported the performance and growth for each of the Endowment Funds from the inception date of each fund through the end of November, 2011.

***Approval of Treasurer's Report***

Mr. Maguire made a motion to approve the Treasurer's Report. Mr. Smith seconded the motion. Motion carried.

***5. Proposed Changes to Investment Policy:***

There were no proposed changes to the Investment Policy.

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

There were no Securities Dealers to be approved.

***7. General Business:***

No General Business.

***8. Call to the Public***

There was no public comment.

***9. Notice of Next Meeting:***

Mr. Swenson advised the Board that the next regular meeting of the Board of Investment will be Tuesday, January 24, 2012 at 1:30 p.m. at 1700 West Washington, State Capitol, West Wing, Treasurer's Conference Room, Phoenix, Arizona.

***10. Adjournment:***

Mr. Maguire made a motion to adjourn the BOI meeting. Mr. Smith seconded the motion. Upon unanimous approval the BOI Meeting was adjourned at 1:59 p.m.

*State Treasurer's Report  
January 24, 2012 Meeting  
Minutes of the December 27, 2011 Meeting*

Respectfully Submitted by:

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Helen Garafola  
Executive Consultant I

Approved by:

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Mark Swenson, Chair

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Date

**EARNINGS DISTRIBUTION - INVESTMENT POOLS  
 DECEMBER 2011**

<b>Recipient</b>	<b>Earnings Distributed</b>			<b>Fiscal YTD Investment Management Fees Received</b>
	<b>DECEMBER 2011</b>	<b>Fiscal YTD 11/12</b>	<b>Fiscal YTD 10/11</b>	
General Fund	\$760,276	\$4,051,011	\$2,831,069	
2 State Agencies I - Full Faith & Credit	634,434	3,733,251	3,451,179	273,100
3 State Agencies II - Diversified	904,983	4,982,771	4,081,477	518,953
4 State Agencies IV - Restricted Diversified	432,977	1,984,095	1,594,257	200,830
5 LGIP	219,424	1,215,176	1,858,353	429,043
7 LGIP Gov	62,832	457,556	1,336,169	484,779
12 CAWCD Medium-Term	520,389	3,129,195	1,773,127	83,630
15 GADA Long-Term	23,936	156,458	152,300	3,660
<b>Subtotal</b>	<b>\$3,559,252</b>	<b>\$19,709,512</b>	<b>\$17,077,931</b>	<b>\$1,993,995</b>
<b>NAV POOL</b>				
500 LGIP - Med Term	309,230	1,582,572	1,292,928	64,718
700 LGIP - FF&C Med Term	104,798	603,415	734,980	39,501
<b>Total</b>	<b>\$3,973,279</b>	<b>\$21,895,499</b>	<b>\$19,105,839</b>	<b>\$2,098,214</b>
<b>DECEMBER 2010 TOTALS</b>	<b>\$2,994,359</b>			<b>\$2,111,080</b>

**LGIP & LGIP- GOV  
 PORTFOLIO YIELD ANALYSIS  
 DECEMBER 31, 2011**

**NET EARNINGS**

<b>FUND</b>	<b>DESCRIPTION</b>	<b>Current Month 12/31/11</b>	<b>Prior Month 11/30/11</b>	<b>Prior Year 12/31/10</b>	<b>Net Asset Value Per Share</b>
5	LGIP	220,382	234,279	246,079	0.9999
7	LGIP - GOV	62,986	102,657	222,066	1.0000
	<b>TOTAL LGIP &amp; LGIP-GOV</b>	<b>283,368</b>	<b>336,936</b>	<b>468,145</b>	

**YIELDS**

<b><u>MONTHLY</u></b>		<b>Current Month 12/31/11</b>	<b>Prior Month 11/30/11</b>	<b>Prior Year 12/31/10</b>
5	LGIP (NET)	0.17%	0.20%	0.17%
	S & P LGIP INDEX	0.08%	0.08%	0.14%
7	LGIP - GOV (NET)	0.04%	0.08%	0.13%
	3 MONTH T-BILL	0.00%	0.00%	0.13%
<b><u>YEAR TO DATE</u></b>				
5	LGIP (NET)	0.17%	0.17%	0.21%
	S & P LGIP INDEX	0.08%	0.07%	0.17%
7	LGIP - GOV (NET)	0.06%	0.06%	0.13%
	3 MONTH T-BILL	0.01%	0.01%	0.14%

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

**LGIP & LGIP- GOV MEDIUM TERM POOLS  
PORTFOLIO YIELD ANALYSIS  
DECEMBER 31, 2011**

**NET EARNINGS**

FUND	DESCRIPTION	Current Month 12/31/11	Prior Month 11/30/11	Prior Year 12/31/10	Net Asset Value Per Share
500	LGIP - MED TERM POOL	340,909	264,871	228,348	1.0384
700	LGIP - FF&C MED TERM POOL	121,889	115,900	111,945	1.0140
	<b>TOTAL LGIP MEDIUM TERM POOLS</b>	<b>462,798</b>	<b>380,772</b>	<b>340,293</b>	

**YIELDS**

**MONTHLY**

	Current Month 12/31/11	Prior Month 11/30/11	Prior Year 12/31/10
500 LGIP - MED TERM (NET)	1.90%	1.48%	1.55%
MERRILL 1-5 US D M INDEX	1.46%	1.64%	1.82%
700 LGIP - FF&C MED TERM (NET)	1.00%	0.95%	1.02%
75% MERRILL 1-5 US TREAS INDEX / 25% MERRILL GNMA MORTGAGE MASTER INDEX	0.76%	0.88%	1.56%

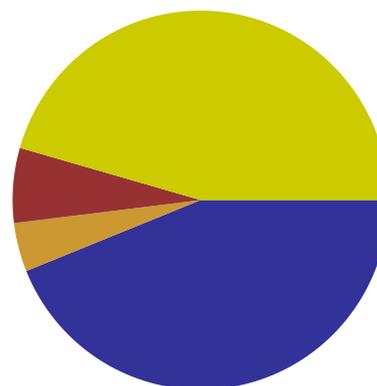
**YEAR TO DATE**

500 LGIP - MED TERM (NET)	1.67%	1.63%	1.79%
MERRILL 1-5 US D M INDEX	1.55%	1.57%	1.60%
700 LGIP - FF&C MED TERM (NET)	1.11%	1.13%	1.17%
75% MERRILL 1-5 US TREAS INDEX / 25% MERRILL GNMA MORTGAGE MASTER INDEX	0.92%	0.95%	1.15%

## Manager Allocation - Daily Arizona State Treasury (05509) As of December 31, 2011

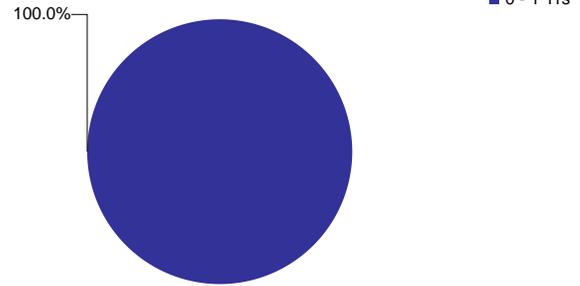
LGIP composite (00550903)		
Account Name	Market Value(MIL)	Percent of Portfolio
State of Arizona - Pool 5 (LGIP) (10327300)	1,538.29	43.9%
State of Arizona - Pool 7 (LGIP - FF&C) (10327400)	1,597.13	45.6%
State of Arizona - Pool 500 (LGIP - Med Term) (10327700)	219.50	6.3%
State of Arizona - Pool 700 (LGIP-FF&C Med Term) (10563200)	145.43	4.2%
<b>TOTAL</b>	<b>3,500.35</b>	<b>100.0%</b>

- State of Arizona - Pool 5 (LGIP) (10327300)
- State of Arizona - Pool 7 (LGIP - FF&C) (10327400)
- State of Arizona - Pool 500 (LGIP - Med Term) (10327700)
- State of Arizona - Pool 700 (LGIP-FF&C Med Term) (10563200)

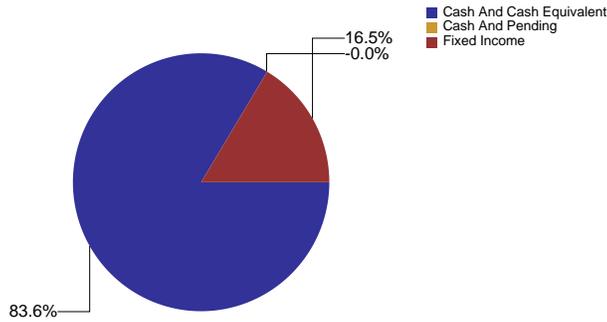


Portfolio Characteristics Duration Mix

**Total Net Assets (Millions)** 1,538.3  
**Weighted Average Life (Years)** 0.07  
**Weighted Avg. Effective Duration (Years)** 0.06  
**Weighted Average Maturity (Years)** 0.06  
**Weighted Average Rating** AA+  
**Number of Holdings** 75

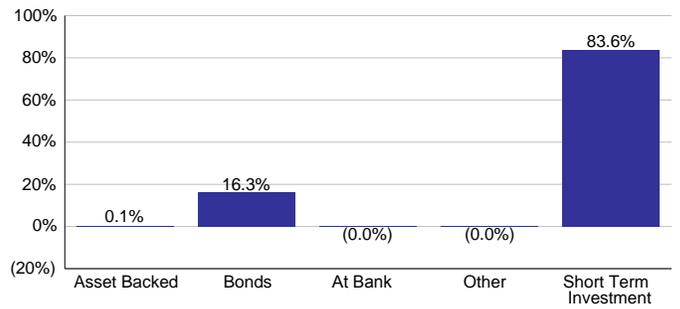
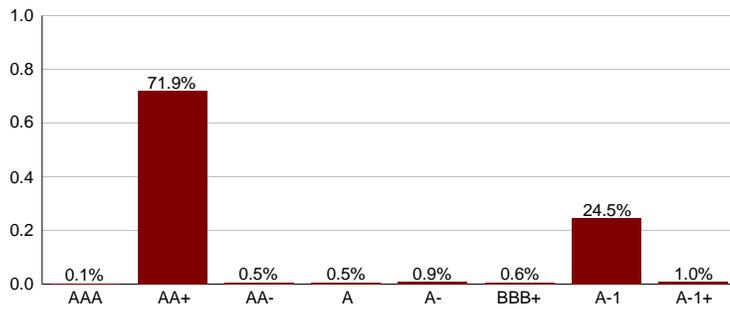


Asset Mix Top Ten Portfolio Holdings



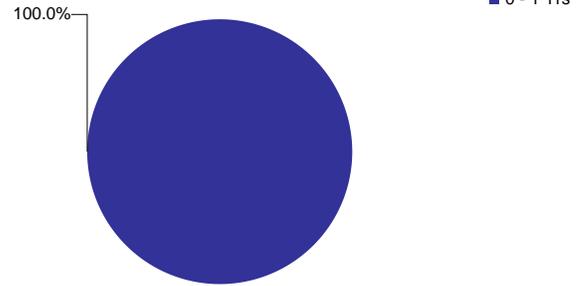
Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
46999W014	TRI-PARTY REPO JP MORGAN 0.30% 3/JAN/2012	16.34%	0.30	3/1/2012
85299Z541	TRI-PARTY REPO SOUTH STREET 0.20% 19/JAN/2012	16.25%	0.20	19/1/2012
5199U2974	TRI-PARTY REPO DEUTSCHE 0.06% 07/FEB/2012	8.12%	0.06	7/2/2012
46999W022	TRI-PARTY REPO JP MORGAN REPO SWEEP 0.20%	6.50%	0.20	3/1/2012
G34996507	FIDELITY INVESTMENTS - PRIME MONEY MARKET	4.10%	0.00	3/1/2012
313372EV2	FEDERAL HOME LOAN BANKS CONS BD FLT 12 13/JAN/2012	3.25%	0.15	13/1/2012
31315KRJ1	FARMER MAC DISCOUNT NOTE ZCP 04/JAN/2012	2.27%	0.00	4/1/2012
313370FV5	FED HOME LOAN BK FR DEB 03/FEB/2012 USD1000	1.63%	0.30	3/2/2012
313372EU4	FEDERAL HOME LOAN BANKS CONS BD FLT 12 24/JAN/2012	1.63%	0.17	24/1/2012
36967HBA4	GENL ELEC CAP CORP FDIC TLGP GTD SR NT FLT 12	1.30%	0.57	21/9/2012

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

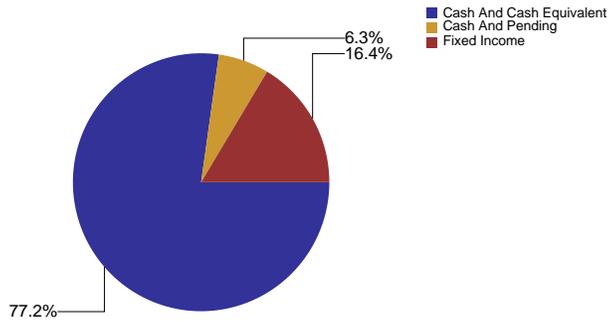


Portfolio Characteristics Duration Mix

**Total Net Assets (Millions)** 1,597.1  
**Weighted Average Life (Years)** 0.05  
**Weighted Avg. Effective Duration (Years)** 0.05  
**Weighted Average Maturity (Years)** 0.06  
**Weighted Average Rating** AA+  
**Number of Holdings** 26

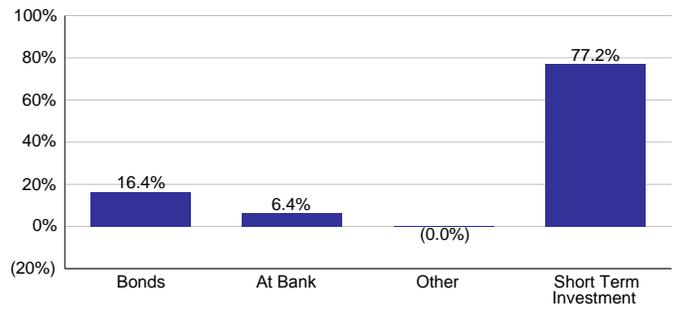
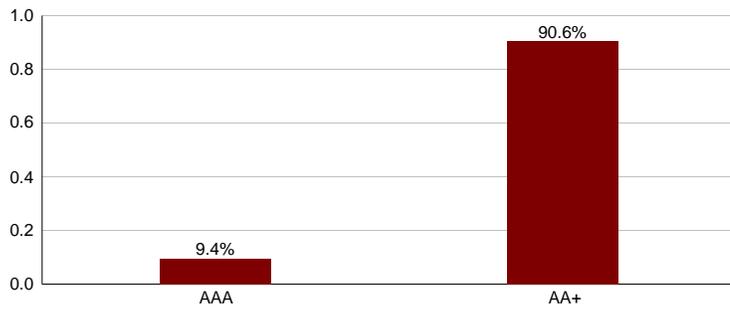


Asset Mix Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
65599X487	TRI-PARTY REPO NOMURA 0.05% 19/JAN/2012	16.71%	0.05	19/1/2012
60699K725	TRI-PARTY REPO MIZUHO 0.05% 09/JAN/2012	13.37%	0.05	9/1/2012
5199U3030	TRI-PARTY REPO DEUTSCHE BANK 0.02% 19/JAN/2012	13.37%	0.02	19/1/2012
G24995014	FIDELITY INVESTMENTS - TREASURY PORTFOLIO SHARES	10.03%	0.00	3/1/2012
5199U2974	TRI-PARTY REPO DEUTSCHE 0.06% 07/FEB/2012	8.36%	0.06	7/2/2012
65599X586	TRI-PARTY REPO NOMURA 0.05% 03/JAN/2012	6.69%	0.05	3/1/2012
60699K766	TRI-PARTY REPO MIZUHO 0.04% 03/JAN/2012	6.69%	0.04	3/1/2012
06099Q762	TRI-PARTY REPO BANK OF AMERICA 0.01% 3/JAN/2012	3.86%	0.01	3/1/2012
912828MU1	UNITED STATES TREAS NTS 1.000% 31/MAR/2012	3.36%	1.00	31/3/2012
17314AAE2	CITIGROUP FUNDING INC FRN 30/MAR/2012 USD1000	3.21%	0.88	30/3/2012

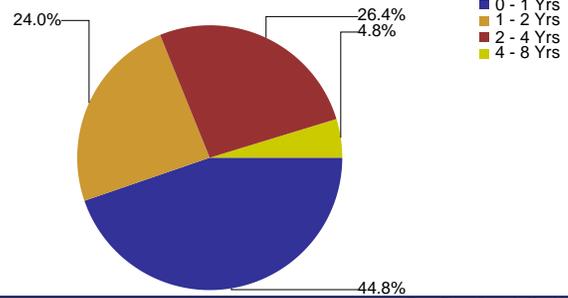
Quality/Rating Weightings Sector Weightings (as % of Market Value)



Portfolio Characteristics

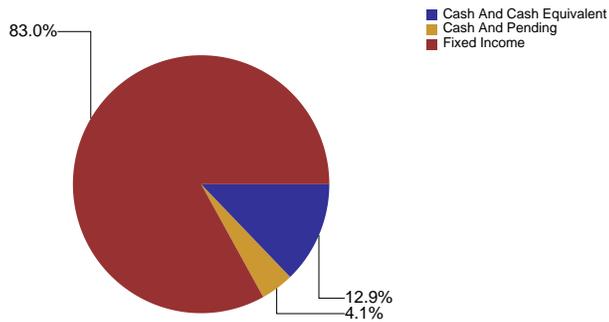
Duration Mix

**Total Net Assets (Millions)** 219.5  
**Weighted Average Life (Years)** 1.90  
**Weighted Avg. Effective Duration (Years)** 1.45  
**Weighted Average Rating** AA  
**Number of Holdings** 180



Asset Mix

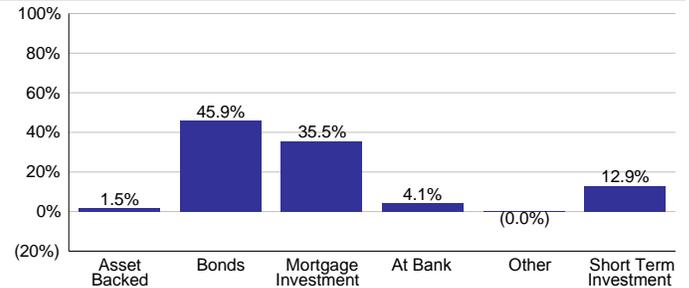
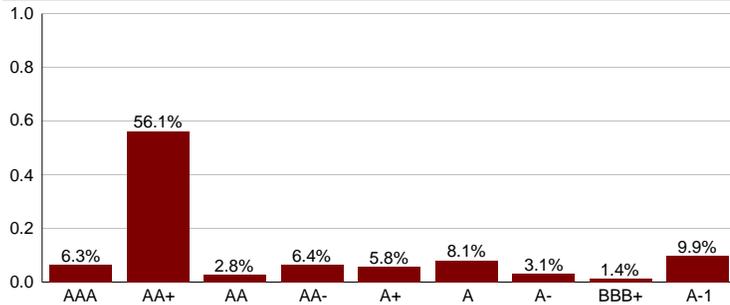
Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
3138A5CF7	FNMA MORTPASS 4% 01/FEB/2026 CI PN# AH3669	3.29%	4.00	1/2/2026
31416NZB1	FNMA MORTPASS 4% 01/APR/2024 CI PN# AA5237	3.20%	4.00	1/4/2024
928989383	JPMORGAN US GOVT MMKT - AGENCY SHR FUND 1603	3.19%	0.01	31/12/2049
312936EV5	FHLMCGLD MORTPASS 4% 01/OCT/2039 A8 PN# A89148	2.52%	4.00	1/10/2039
31416XE97	FNMA MORTPASS 4% 01/DEC/2040 CL PN# AB1959	2.51%	4.00	1/12/2040
3128MMN33	FHLMCGLD MORTPASS 3% 01/NOV/2026 G1 PN# G18409	2.45%	3.00	1/11/2026
3138ALNT0	FNMA MORTPASS 4% 01/SEP/2041 CL PN# AI6701	2.42%	4.00	1/9/2041
36967HBA4	GENL ELEC CAP CORP FDIC TLGP GTD SR NT FLT 12	2.38%	0.57	21/9/2012
3128PR3M9	FHLMCGLD MORTPASS 4% 01/JUL/2025 J1 PN# J12604	2.09%	4.00	1/7/2025
31419CZL0	FNMA MORTPASS 4.5% 01/SEP/2040 CL PN# AE2546	2.08%	4.50	1/9/2040

Quality/Rating Weightings

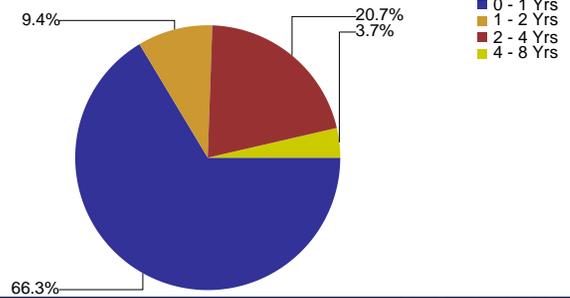
Sector Weightings (as % of Market Value)



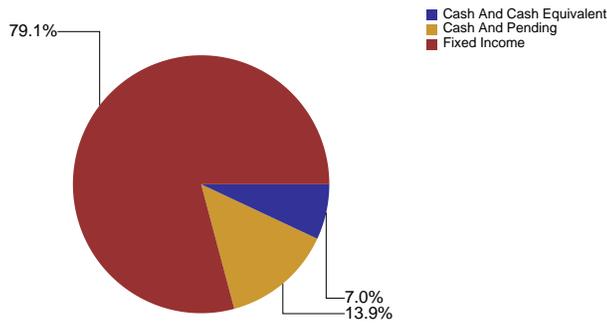
Portfolio Characteristics

Total Net Assets (Millions) **145.4**  
 Weighted Average Life (Years) **1.46**  
 Weighted Avg. Effective Duration (Years) **1.07**  
 Weighted Average Rating **AA+**  
 Number of Holdings **76**

Duration Mix



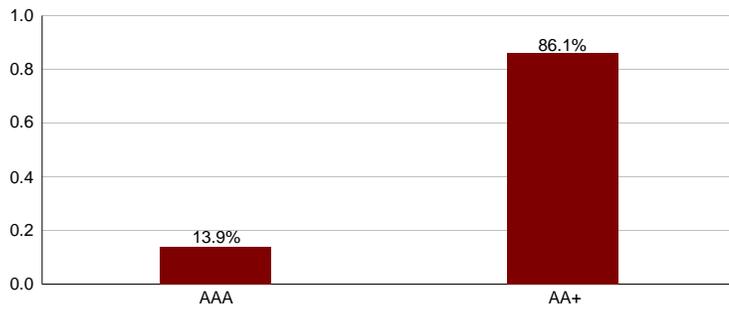
Asset Mix



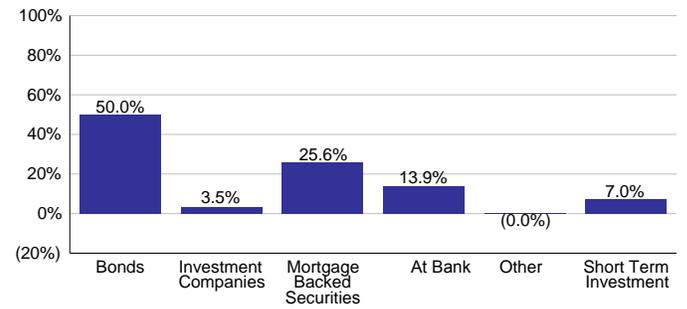
Top Ten Portfolio Holdings

Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
625475AA6	MULTIBANK 2009-1 CRE VENTURE NT CL-A1 144A	13.62%	0.00	7/1/2012
938554N	FDIC US BANK CDARS ACCOUNT 0.25% 01/FEB/2012	6.02%	0.25	1/2/2012
36176S4T4	GNMA I MORTPASS 4% 15/SEP/2041 SF PN# 775134	4.29%	4.00	15/9/2041
36967HAY3	GENERAL ELECTRIC CAPITAL CORP 2.625% BDS	4.09%	2.62	28/12/2012
464287457	ISHARES BARCLAYS 1-3 YRS TREASURY BOND FUND	4.01%		
36202E7F0	GNMA II MORTPASS 4% 20/JUL/2039 SF PN# 004494	3.80%	4.00	20/7/2039
3620A5MX4	GNMA I MORTPASS 5% 15/SEP/2039 SF PN# 719574	3.41%	5.00	15/9/2039
36202FFH4	GNMA II MORTPASS 4.5% 20/APR/2025 SF PN# 004668	3.38%	4.50	20/4/2025
73278MAA1	POOLED FDG TR I 2.74% BDS 15/FEB/2012 USD	3.24%	2.74	15/2/2012
38376ETD7	GINNIE MAE 2009-108 WG 4.000% 20/SEP/2038	2.89%	4.00	20/9/2038

Quality/Rating Weightings



Sector Weightings (as % of Market Value)



**STATE AGENCY POOLS  
 PORTFOLIO YIELD ANALYSIS  
 DECEMBER 31, 2011**

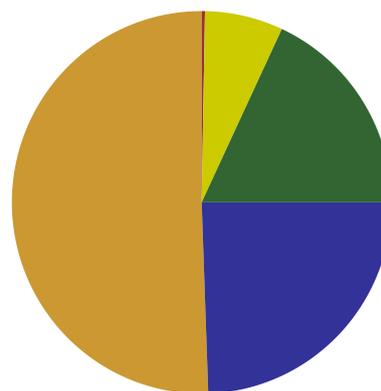
		<u>NET EARNINGS</u>			Net Asset Value Per Share
FUND	DESCRIPTION	Current Month 12/31/11	Prior Month 11/30/11	Prior Year 12/31/10	
2	STATE AGENCIES I - FULL FAITH & CREDIT	788,243	795,509	708,296	1.0086
3	STATE AGENCIES II - DIVERSIFIED	1,444,312	1,307,576	888,147	1.0025
4	STATE AGENCIES IV-RESTRICTED DIVERSIFIED	450,233	361,682	248,880	1.0027
12	CAWCD MEDIUM TERM	520,389	509,841	315,039	1.0232
15	GADA	23,936	23,528	25,559	1.0176
	<b>TOTAL STATE AGENCIES</b>	<b>3,227,113</b>	<b>2,998,136</b>	<b>2,185,921</b>	

YIELDS

<u>MONTHLY</u>		Current Month 12/31/11	Prior Month 11/30/11	Prior Year 12/31/10
2	STATE AGENCIES I - FULL FAITH & CREDIT	1.01%	1.08%	0.99%
	75% MERRILL 0-1 US TREAS INDEX / 25%	0.52%	0.61%	1.05%
	MERRILL GNMA MORTGAGE MASTER INDEX			
3	STATE AGENCIES II - DIVERSIFIED	0.90%	0.94%	0.73%
	50% 3 MONTH LIBOR INDEX / 50% MERRILL 1 -3	0.82%	0.78%	0.67%
	US BROAD MARKET INDEX			
4	STATE AGENCIES IV-RESTRICTED DIVERSIFIED	0.70%	0.58%	0.43%
	50% MERRILL 6 MTH US T-BILL INDEX / 50%	0.19%	0.19%	0.41%
	MERRILL 1-3 UNSUB. US TREAS / AGY INDEX			
12	CAWCD MEDIUM TERM	2.23%	2.21%	2.11%
	BARCLAYS CAPITAL US AGG. BOND INDEX	2.24%	2.40%	2.97%
15	GADA	2.33%	2.36%	2.48%
	MERRILL 3-5 US BROAD MARKET EX CORP	1.70%	2.00%	2.61%
	US GOV/AGY INDEX			

## Manager Allocation - Daily Arizona State Treasury (05509) As of December 31, 2011

Pool Composite (00550904)		
Account Name	Market Value(MIL)	Percent of Portfolio
State of Arizona - Pool 2 (State Agency - FF&C) (10327000)	1,000.62	24.4%
State of Arizona - Pool 3 (State Agency - Diversified) (10327100)	2,075.40	50.7%
State of Arizona - Pool 4 (State Agency Rest Div) (10327200)	745.16	18.2%
State of Arizona - Pool 12 ( CAWCD - Med Term) (10327500)	263.35	6.4%
State of Arizona - Pool 15 ( GADA) ( 10327600)	12.32	0.3%
<b>TOTAL</b>	<b>4,096.85</b>	<b>100.0%</b>

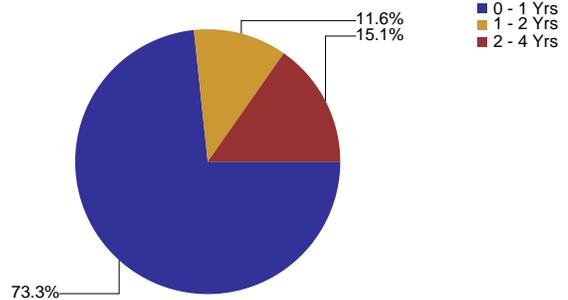


- State of Arizona - Pool 2 (State Agency - FF&C)
- State of Arizona - Pool 3 (State Agency - Diversified)
- State of Arizona - Pool 4 (State Agency Rest Div)
- State of Arizona - Pool 12 (CAWCD - Med Term) (10327500)
- State of Arizona - Pool 15 (GADA) (10327600)

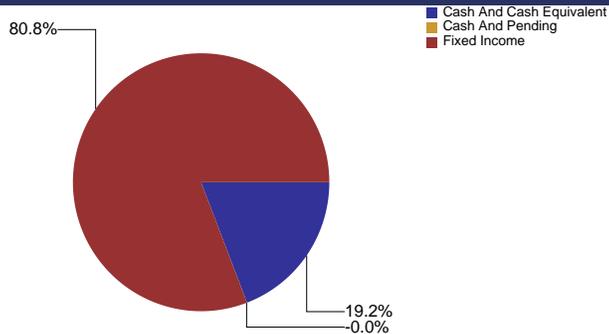
Portfolio Characteristics

Total Net Assets (Millions) **1,000.6**  
 Weighted Average Life (Years) **0.98**  
 Weighted Avg. Effective Duration (Years) **0.78**  
 Weighted Average Rating **AA+**  
 Number of Holdings **98**

Duration Mix



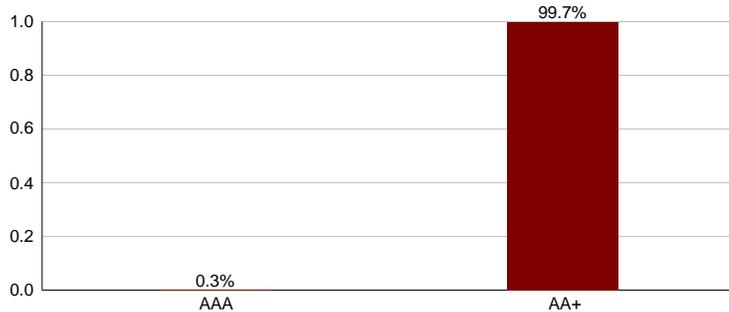
Asset Mix



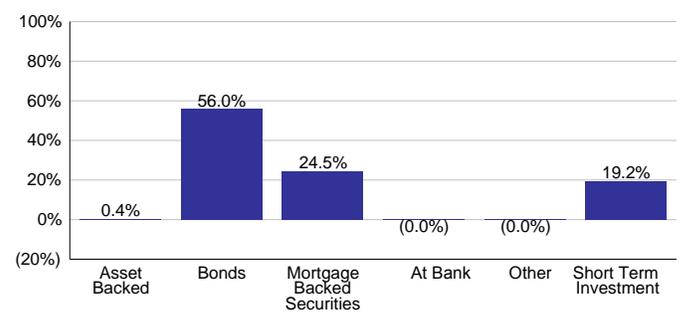
Top Ten Portfolio Holdings

Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
06099Q762	TRI-PARTY REPO BANK OF AMERICA 0.01% 3/JAN/2012	14.22%	0.01	3/1/2012
65599X594	TRI-PARTY REPO NOMURA 0.001% 03/JAN/2012	4.99%	0.00	3/1/2012
36967HAN7	GENERAL ELECTRIC CAPITAL CORP 2.25% NTS	4.14%	2.25	12/3/2012
912828PD6	UNITED STATES TREAS NTS 0.375% 31/OCT/2012	4.01%	0.38	31/10/2012
62889KAA9	NCUA GUARANTEED 0% BDS 12/JUN/2013 USD	3.99%	0.30	12/6/2013
912828NE6	UNITED STATES TREAS NTS 0.750% 31/MAY/2012	3.01%	0.75	31/5/2012
912828AJ9	USA TREASURY NTS 4.375% NT 15/AUG/2012 USD1000	2.08%	4.38	15/8/2012
06050BAG6	BANK OF AMERICA CORP 2.1% SRN 30/APR/2012 USD1000	2.05%	2.10	30/4/2012
912828GK0	US TREAS NTS 4.625% 29/FEB/2012	2.04%	4.62	29/2/2012
38146FAA9	GOLDMAN SACHS GROUP INC 3.25% BDS 15/JUN/2012	2.03%	3.25	15/6/2012

Quality/Rating Weightings



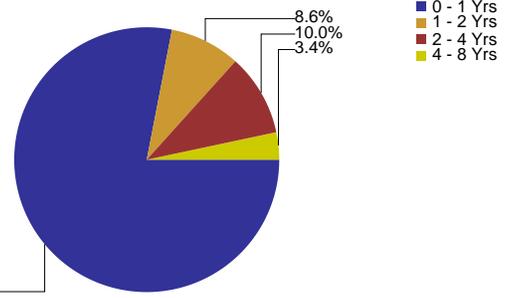
Sector Weightings (as % of Market Value)



Portfolio Characteristics

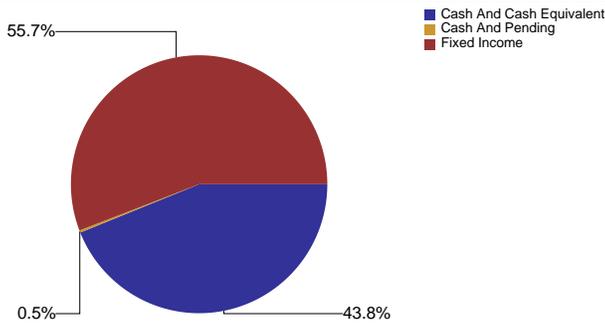
Duration Mix

Total Net Assets (Millions) **2,075.4**  
 Weighted Average Life (Years) **1.25**  
 Weighted Avg. Effective Duration (Years) **0.68**  
 Weighted Average Rating **AA**  
 Number of Holdings **163**



Asset Mix

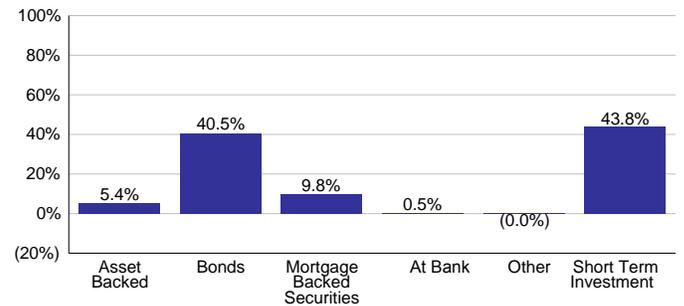
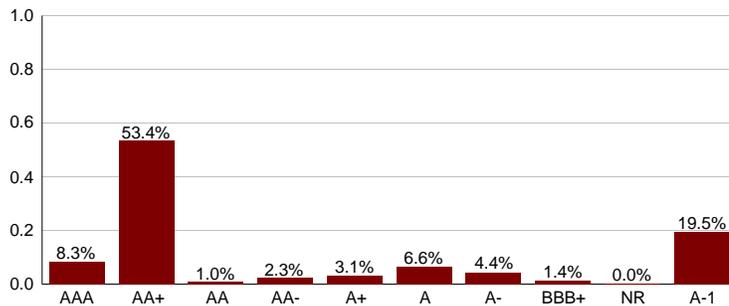
Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
85299Z582	TRI-PARTY REPO SOUTH STREET 0.20% 03/JAN/2012	8.47%	0.20	3/1/2012
85299Z608	TRI-PARTY REPO SOUTH STREET 0.10% 03/JAN/2012	6.78%	0.10	3/1/2012
85299Z665	TRI-PARTY REPO SOUTH STREET 0.01% 03/JAN/2012	3.07%	0.01	3/1/2012
G34996663	FIDELITY INVESTMENTS - MONEY MARKET PORTFOLIO	2.42%	0.00	3/1/2012
87019QCF3	SWEDBANK (SPARBANK) CERTIFICATE OF DEPOSIT FIXED	1.45%	0.21	4/1/2012
53127TA45	LIBERTY FUNDING LLC CORPORATE COMMERCIAL PAPER	1.45%	0.00	4/1/2012
06416JAC7	BANK OF NOVA SCOTIA ZCP 12/JAN/2012	1.45%	0.00	12/1/2012
52952LA51	LEXINGTN PKR CAP CO LL CORPORATE COMMERCIAL PAPER	1.45%	0.00	5/1/2012
2284K0A54	CROWN POINT CAP CO. CORPORATE COMMERCIAL PAPER	1.45%	0.00	5/1/2012
2063C0A51	CONCORD MIN CPTL CO CORPORATE COMMERCIAL PAPER	1.45%	0.00	5/1/2012

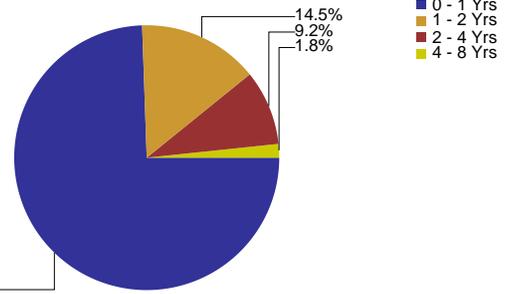
Quality/Rating Weightings

Sector Weightings (as % of Market Value)

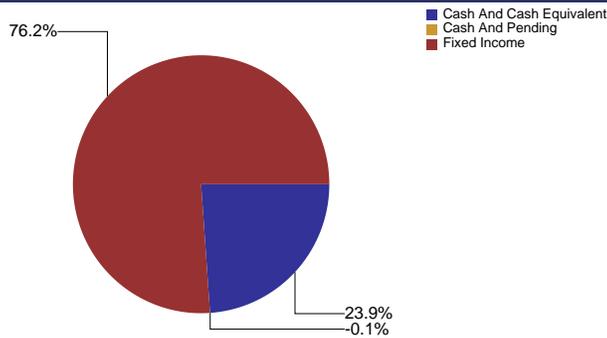


Portfolio Characteristics

Total Net Assets (Millions) **745.2**  
 Weighted Average Life (Years) **1.73**  
 Weighted Avg. Effective Duration (Years) **0.78**  
 Weighted Average Rating **AA+**  
 Number of Holdings **85**



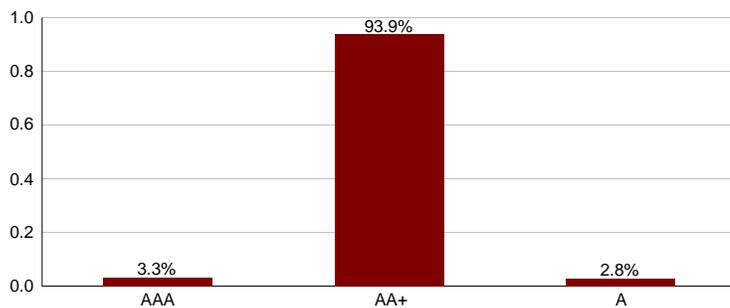
Asset Mix



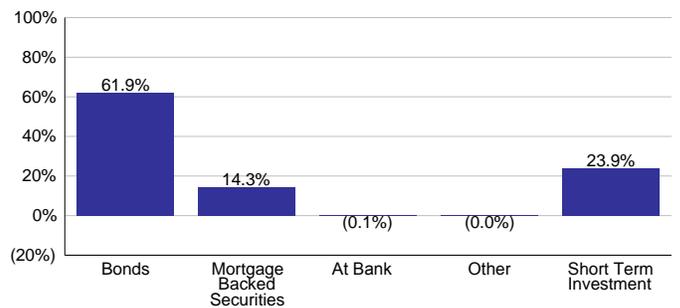
Top Ten Portfolio Holdings

Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
46999W014	TRI-PARTY REPO JP MORGAN 0.30% 3/JAN/2012	7.42%	0.30	3/1/2012
85299Z665	TRI-PARTY REPO SOUTH STREET 0.01% 03/JAN/2012	4.78%	0.01	3/1/2012
446436AB3	HUNTINGTON NATIONAL BANK FRN 01/JUN/2012 USD1000	3.36%	0.93	1/6/2012
313374TP5	FED HOME LOAN BK 0.25% DEB 18/JUL/2012 USD	3.36%	0.25	18/7/2012
313384WG0	FEDL HOME LOAN BK CONS DISC NT MATURES 01/MAY/2008	3.35%	0.00	1/5/2012
313396H97	FEDL HOME LLN MTG CORP DISC NT MATURES 01/OCT/2008	3.35%	0.00	1/10/2012
31359MNU3	FANNIE MAE 5.25% 01/AUG/2012	2.81%	5.25	1/8/2012
36967HAN7	GENERAL ELECTRIC CAPITAL CORP 2.25% NTS	2.71%	2.25	12/3/2012
313396XS7	FEDL HOME LLN MTG CORP DISC NT MATURES 04/JUN/2012	2.68%	0.00	4/6/2012
313384ZF9	FEDERAL HOME LOAN BANKS 0% NTS 11/JUL/2008 USD1000	2.28%	0.00	11/7/2012

Quality/Rating Weightings



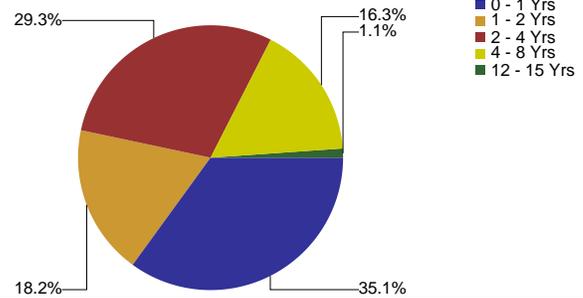
Sector Weightings (as % of Market Value)



Portfolio Characteristics

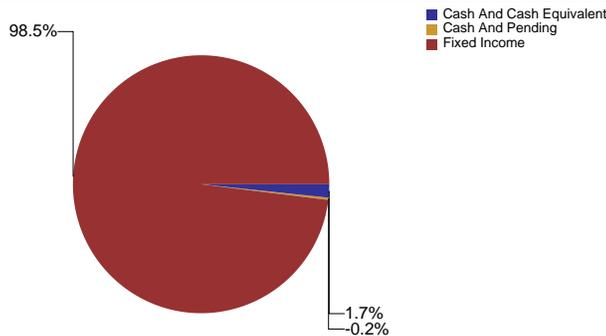
Duration Mix

Total Net Assets (Millions) **263.3**  
 Weighted Average Life (Years) **4.27**  
 Weighted Avg. Effective Duration (Years) **2.26**  
 Weighted Average Rating **AA**  
 Number of Holdings **125**



Asset Mix

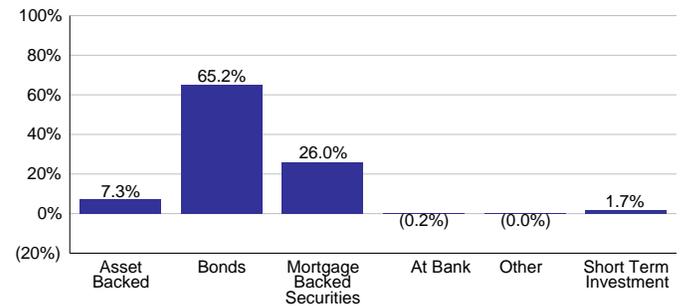
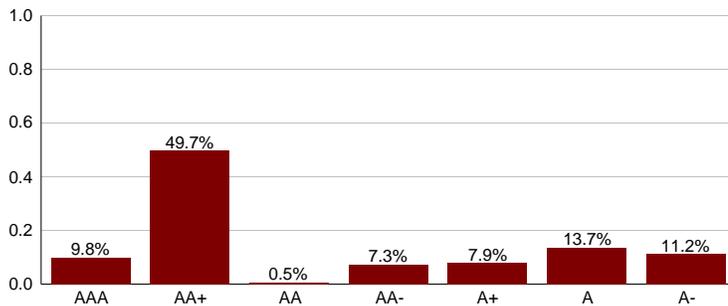
Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
191216AN0	COCA-COLA CO 0.75% SNR NTS 15/NOV/2013 USD1000	3.04%	0.75	15/11/2013
92343VAY0	VERIZON COMMUNICATIONS INC 3% BDS 01/APR/2016	2.00%	3.00	1/4/2016
3137A55N0	FREDDIE MAC 3784 JU 4.000% 15/MAY/2036	1.93%	4.00	15/5/2036
532457AN8	LILLY(ELI)& CO 6.57% NTS 01/JAN/2016 USD1000	1.92%	6.57	1/1/2016
039483BA9	ARCHER DANIELS MIDLAND CO 0.4733% BDS 13/AUG/2012	1.90%	0.61	13/8/2012
59217GAF6	METROPOLITAN LIFE GLOBAL FUNDING I FRN 10/JAN/2014	1.90%	1.14	10/1/2014
06423RBK1	BANK ONE ISSUANCE TRUST SER 2004-A3 CL A3	1.90%	0.45	15/2/2017
959802AN9	WESTERN UNION COMP 0% BDS 07/MAR/2013 USD2000	1.90%	1.11	7/3/2013
3137A8QA9	FREDDIE MAC 3841 AV 4.000% 15/MAR/2024	1.89%	4.00	15/3/2024
38377NMJ0	GINNIE MAE 2010-151 KA 3.000% 16/SEP/2039	1.82%	3.00	16/9/2039

Quality/Ratings

Sector Weightings (as % of Market Value)

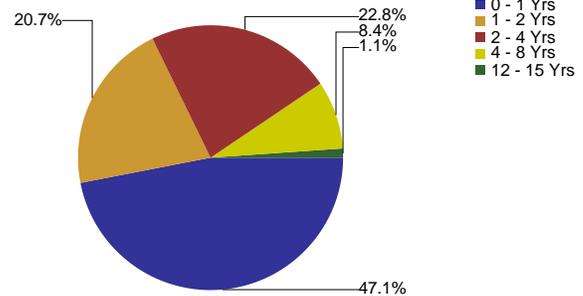


Portfolio Characteristics

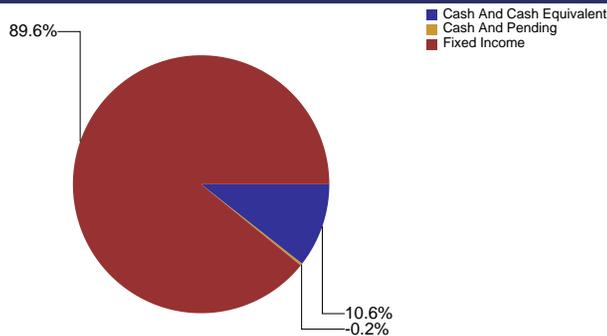
Total Net Assets (Millions)  
Weighted Average Life (Years)  
Weighted Avg. Effective Duration (Years)  
Weighted Average Rating  
Number of Holdings

12.3  
4.79  
1.63  
AA  
27

Duration Mix



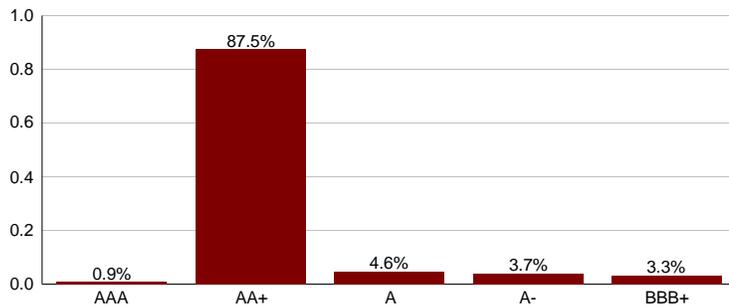
Asset Mix



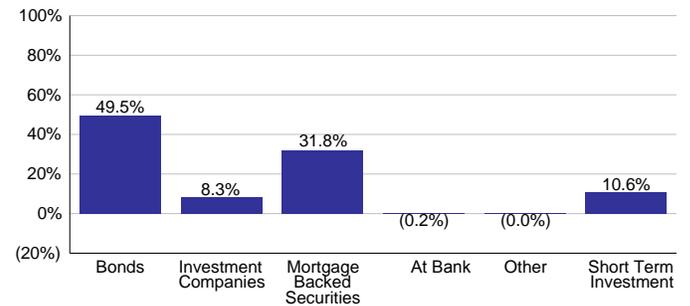
Top Ten Portfolio Holdings

Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
3134G2RT1	FED HOME LOAN MTG 4% MTN 27/JAN/2023 USD	8.26%	4.00	27/1/2023
958268S	LONG TERM GOV'T POOL	8.25%	0.00	31/12/2049
928989383	JP MORGAN US GOVT MMF AGENCY SHARES	6.53%	0.01	31/12/2049
31294KTB1	FEDERAL HOME LN MTG CORP GOLD POOL # EO1446 DTD	5.27%	4.50	1/9/2018
3133XUQ48	FEDERAL HOME LOAN BANKS CONS BD 3.8% 14/SEP/2016	5.03%	3.80	14/9/2016
31398ACS9	FEDERAL NATIONAL MORTGAGE ASSOC 5.78% BDS	4.77%	5.78	7/6/2022
10138MAH8	BOTTLING GROUP 6.95% SNR NTS 15/MAR/2014 USD1000	4.64%	6.95	15/3/2014
3137A2PF2	FREDDIE MAC 3766 HE 3.000% 15/NOV/2020	4.43%	3.00	15/11/2020
36241KJZ2	GNMA I MORTPASS 4.5% 15/FEB/2021 JP PN# 782080	4.42%	4.50	15/2/2021
3137A7HC7	FREDDIE MAC 3800 KE 3.500% 15/FEB/2026	4.26%	3.50	15/2/2026

Quality/Rating Weightings



Sector Weightings (as % of Market Value)



**OPERATING MONIES**  
**AVERAGE INVESTED BALANCE**

Through December 31, 2011

(in millions of dollars)

<u>Month</u>	<u>Fiscal Year</u> <u>2009/2010</u>	<u>Fiscal Year</u> <u>2010/2011</u>	<u>Fiscal Year</u> <u>2011/2012</u>
JULY	116	1,077	1,209
AUGUST	(200)	761	818
SEPTEMBER	11	590	744
OCTOBER	(224)	358	668
NOVEMBER	(431)	570	858
DECEMBER	(733)	592	979
JANUARY	(463)	835	
FEBRUARY	(423)	863	
MARCH	(686)	802	
APRIL	(635)	1,002	
MAY	(579)	1,128	
JUNE	450	1,358	
<b>Y-T-D</b>			
<b>Average</b>	<b>(\$316)</b>	<b>\$828</b>	<b>\$879</b>

**EARNINGS DISTRIBUTED  
ENDOWMENT FUNDS  
DECEMBER 2011**

**Distributed in Current Month**

<b>Recipient</b>	<b>DECEMBER 2011</b>	<b>Fiscal YTD 11/12</b>	<b>Fiscal YTD 10/11</b>
101 A & M Colleges	\$22,280	\$130,642	\$27,411
102 State Hospital	\$12,347	\$72,399	\$13,353
103 Leg., Exec., & Jud.	\$18,283	\$107,262	\$26,085
104 Military Institute	\$1,297	\$7,608	\$2,025
105 Miners Hospital	\$29,529	\$173,301	\$36,462
107 Normal School ASU/NAU	\$7,607	\$44,636	\$10,134
108 Penitentiaries	\$29,198	\$172,072	\$56,880
109 Permanent Common School	\$6,558,971	\$38,479,094	\$7,818,444
110 School for Deaf & Blind	\$10,923	\$64,086	\$15,174
111 School of Mines	\$25,281	\$148,278	\$34,161
112 State Charitable-Pioneers Home	\$114,920	\$673,346	\$121,911
112 State Charitable-Corrections	\$57,460	\$336,673	\$60,957
112 State Charitable-Youth Treatment	\$57,460	\$336,673	\$60,957
113 University Fund	\$40,373	\$236,779	\$52,344
114 U of A Land - 1881	\$86,333	\$505,758	\$117,519
<b>Total</b>	<b>\$7,072,263</b>	<b>\$41,488,606</b>	<b>\$8,453,817</b>

Posted in USAS in current month

**ENDOWMENT FUNDS  
 PORTFOLIO YIELD ANALYSIS  
 DECEMBER 31, 2011**

**NET EARNINGS**

<b>FUND</b>	<b>DESCRIPTION</b>	<b>Current Month 12/31/11</b>	<b>Prior Month 11/30/11</b>	<b>Prior Year 12/31/10</b>
205	ENDOWMENTS - FIXED INCOME	\$3,687,894	\$3,683,520	\$4,123,485

**YIELDS**

<b><u>MONTHLY</u></b>	<b>Current Month 12/31/11</b>	<b>Prior Month 11/30/11</b>	<b>Prior Year 12/31/10</b>	
205	ENDOWMENTS - FIXED INCOME	5.56%	5.71%	5.17%

**NET REALIZED CAPITAL GAINS / LOSSES - ENDOWMENT FUNDS**

<b>Endowment Fund</b>	<b>Dec-11 NET GAIN(LOSS)</b>	<b>Dec-10 NET GAIN(LOSS)</b>
----- Fixed Income Pool	(264,447)	(336,721)
Equity Pool (500)	(2,777,610)	(643,657)
Equity Pool (400)	5,914,032	7,232,902
Equity Pool (600)	339,858	0
<b>Totals</b>	<b>3,211,833</b>	<b>6,252,524</b>
	=====	=====

<b>Endowment Fund</b>	<b>2011/2012 FISCAL YEAR TO DATE GAINS(LOSSES)</b>	<b>2010/ 2011 FISCAL YEAR TO DATE GAINS(LOSSES)</b>
----- Fixed Income Pool	478,632	(727,095)
Equity Pool (500)	(2,450,319)	412,769
Equity Pool (400)	13,336,335	11,284,193
Equity Pool (600)	8,653	0
<b>Totals</b>	<b>11,373,301</b>	<b>10,969,867</b>
	=====	=====

**ENDOWMENT FUNDS FIXED-INCOME POOL**  
**PURCHASES & SALES**  
 Month of December 2011

State Treasurer's Report  
 January 24, 2012  
 Page 20

**I. Endowment Funds Purchases**

<u>SECURITY DESCRIPTION</u>	<u>RATE</u>	<u>MATURITY</u>	<u>*WAL YEARS</u>	<u>PAR VALUE</u>	<u>PURCHASE COST</u>	<u>YIELD</u>	<u>MOODY'S / S&amp;P RATING</u>
FHLMC	4.33	10/25/2020	8.75	\$5,000,000	\$5,561,846	2.87%	Aaa/AA+
USAA CAPITAL	2.25	12/13/2016	N/A	\$10,000,000	\$9,982,400	2.29%	Aa1/AA+

	\$15,000,000	\$15,544,246
<b>TOTAL ENDOWMENT FUNDS PURCHASES</b>		

**II. Endowment Funds Sales**

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

	\$0	\$0	\$0
<b>TOTAL ENDOWMENT FUNDS SALES</b>			

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

**EQUITY FUNDS**  
**PURCHASES & SALES**  
 Month of December 2011

State Treasurer's Report  
 January 24, 2012  
 Page 21

**I. Equity Fund Purchases**

	<u>SHARES</u>	<u>PURCHASE COST</u>	<u>COMMISSIONS</u>
S&P 400 Mid-Cap Fund	800,504	\$18,316,162	\$8,397
S&P 500 Large-Cap Fund	199,952	\$10,789,855	\$2,408
S&P 600 Small-Cap Fund	417,655	\$9,470,653	\$4,471
<b>TOTAL EQUITY PURCHASES</b>	<b>1,418,111</b>	<b>\$38,576,670</b>	<b>\$15,276</b>

**II. Equity Funds Sales**

	<u>SHARES</u>	<u>SALES AMOUNT</u>	<u>COMMISSIONS</u>
S&P 400 Mid-Cap Fund	360,567	\$15,946,991	\$3,236
S&P 500 Large-Cap Fund	275,642	\$8,239,355	\$2,878
S&P 600 Small-Cap Fund	287,937	\$9,318,119	\$1,746
<b>TOTAL EQUITY SALES</b>	<b>924,145</b>	<b>\$33,504,464</b>	<b>\$7,860</b>

**ENDOWMENT FUNDS**  
**INVESTMENTS OUTSTANDING**  
DECEMBER 31, 2011  
(In Thousands)

State Treasurer's Report  
January 24, 2012  
Page 22

FUND	NAME OF FUND	SHARES OUTSTANDING	BOOK VALUE	MARKET VALUE	UNREALIZED GAINS (LOSSES)	Mkt Value/ Book Value
101	A & M Colleges					
	<i>Shares in Large-Cap 500 Equity Fund</i>	2,609	2,385	2,970	585	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	781	766	1,496	730	
	<i>Shares in Small-Cap 600 Equity Fund</i>	734	715	707	(7)	
	<i>Shares in Fixed Income Fund</i>	2,273	2,563	4,000	1,438	
	Total	6,398	6,429	9,174	2,745	<b>1.427</b>
102	State Hospital					
	<i>Shares in Large-Cap 500 Equity Fund</i>	1,721	1,503	1,959	457	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	446	482	854	371	
	<i>Shares in Small-Cap 600 Equity Fund</i>	432	420	417	(4)	
	<i>Shares in Fixed Income Fund</i>	1,350	1,598	2,377	778	
	Total	3,950	4,003	5,606	1,603	<b>1.400</b>
103	Leg., Exec., & Jud.					
	<i>Shares in Large-Cap 500 Equity Fund</i>	1,979	1,940	2,253	313	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	595	624	1,138	514	
	<i>Shares in Small-Cap 600 Equity Fund</i>	612	595	590	(5)	
	<i>Shares in Fixed Income Fund</i>	1,882	2,094	3,312	1,218	
	Total	5,067	5,253	7,293	2,040	<b>1.388</b>
104	Military Institute					
	<i>Shares in Large-Cap 500 Equity Fund</i>	134	133	152	19	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	43	43	83	40	
	<i>Shares in Small-Cap 600 Equity Fund</i>	44	43	42	(0)	
	<i>Shares in Fixed Income Fund</i>	134	144	235	91	
	Total	355	363	513	150	<b>1.414</b>
105	Miners Hospital					
	<i>Shares in Large-Cap 500 Equity Fund</i>	4,435	4,364	5,049	684	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	1,122	1,399	2,148	749	
	<i>Shares in Small-Cap 600 Equity Fund</i>	1,176	1,147	1,133	(14)	
	<i>Shares in Fixed Income Fund</i>	3,530	4,633	6,212	1,579	
	Total	10,263	11,543	14,543	2,999	<b>1.260</b>

**ENDOWMENT FUNDS**  
**INVESTMENTS OUTSTANDING**  
DECEMBER 31, 2011  
(In Thousands)

State Treasurer's Report  
January 24, 2012  
Page 23

FUND	NAME OF FUND	SHARES OUTSTANDING	BOOK VALUE	MARKET VALUE	UNREALIZED GAINS (LOSSES)	Mkt Value/ Book Value
107	Normal School ASU/NAU					
	<i>Shares in Large-Cap 500 Equity Fund</i>	956	908	1,088	180	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	264	289	506	217	
	<i>Shares in Small-Cap 600 Equity Fund</i>	267	260	257	(3)	
	<i>Shares in Fixed Income Fund</i>	820	968	1,442	474	
	Total	2,307	2,426	3,294	869	<b>1.358</b>
108	Penitentiaries					
	<i>Shares in Large-Cap 500 Equity Fund</i>	3,330	3,029	3,791	762	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	894	968	1,710	743	
	<i>Shares in Small-Cap 600 Equity Fund</i>	851	829	820	(9)	
	<i>Shares in Fixed Income Fund</i>	2,678	3,248	4,712	1,464	
	Total	7,752	8,074	11,034	2,960	<b>1.367</b>
109	Permanent Common School					
	<i>Shares in Large-Cap 500 Equity Fund</i>	908,855	881,512	1,034,716	153,204	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	231,298	281,343	442,738	161,396	
	<i>Shares in Small-Cap 600 Equity Fund</i>	236,419	230,042	227,837	(2,205)	
	<i>Shares in Fixed Income Fund</i>	738,892	944,600	1,300,385	355,785	
	Total	2,115,465	2,337,496	3,005,676	668,179	<b>1.286</b>
110	School for Deaf & Blind					
	<i>Shares in Large-Cap 500 Equity Fund</i>	1,338	1,271	1,523	252	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	385	408	737	329	
	<i>Shares in Small-Cap 600 Equity Fund</i>	387	377	373	(4)	
	<i>Shares in Fixed Income Fund</i>	1,200	1,369	2,112	743	
	Total	3,310	3,424	4,745	1,320	<b>1.386</b>
111	School of Mines					
	<i>Shares in Large-Cap 500 Equity Fund</i>	2,953	2,877	3,362	484	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	835	922	1,598	676	
	<i>Shares in Small-Cap 600 Equity Fund</i>	841	819	811	(8)	
	<i>Shares in Fixed Income Fund</i>	2,606	3,095	4,586	1,491	
	Total	7,234	7,713	10,356	2,644	<b>1.343</b>

**ENDOWMENT FUNDS**  
**INVESTMENTS OUTSTANDING**  
DECEMBER 31, 2011  
(In Thousands)

State Treasurer's Report  
January 24, 2012  
Page 24

FUND	NAME OF FUND	SHARES OUTSTANDING	BOOK VALUE	MARKET VALUE	UNREALIZED GAINS (LOSSES)	Mkt Value/ Book Value
112	State Charitable					
	<i>Shares in Large-Cap 500 Equity Fund</i>	30,757	28,799	35,017	6,218	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	7,499	9,184	14,354	5,170	
	<i>Shares in Small-Cap 600 Equity Fund</i>	7,599	7,397	7,323	(74)	
	<i>Shares in Fixed Income Fund</i>	24,113	30,893	42,436	11,543	
	Total	69,968	76,272	99,130	22,858	<b>1.300</b>
113	University Fund					
	<i>Shares in Large-Cap 500 Equity Fund</i>	4,893	4,709	5,570	861	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	1,364	1,505	2,610	1,106	
	<i>Shares in Small-Cap 600 Equity Fund</i>	1,390	1,353	1,340	(13)	
	<i>Shares in Fixed Income Fund</i>	4,291	5,052	7,551	2,499	
	Total	11,937	12,620	17,072	4,452	<b>1.353</b>
114	U Of A Land - 1881					
	<i>Shares in Large-Cap 500 Equity Fund</i>	14,177	14,206	16,140	1,934	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	3,641	4,528	6,970	2,443	
	<i>Shares in Small-Cap 600 Equity Fund</i>	3,859	3,754	3,718	(36)	
	<i>Shares in Fixed Income Fund</i>	11,945	15,223	21,023	5,800	
	Total	33,622	37,711	47,852	10,140	<b>1.269</b>
<b>TOTALS - ALL FUNDS</b>						
	<i>Shares in Large-Cap 500 Equity Fund</i>	978,136	947,638	1,113,592	165,954	
	<i>Shares in Mid-Cap 400 Equity Fund</i>	249,168	302,459	476,943	174,484	
	<i>Shares in Small-Cap 600 Equity Fund</i>	254,611	247,750	245,368	(2,382)	
	<i>Shares in Fixed Income Fund</i>	795,713	1,015,481	1,400,384	384,903	
	<b>Grand Total</b>	<b>2,277,628</b>	<b>2,513,328</b>	<b>3,236,287</b>	<b>722,959</b>	
<b>PRIOR YEAR:</b>						
<b>DECEMBER 2010 BALANCES</b>		<b>2,158,917</b>	<b>2,441,490</b>	<b>3,155,262</b>	<b>713,772</b>	

**ENDOWMENT FUNDS  
INVESTMENTS OUTSTANDING  
DECEMBER 31, 2011**

State Treasurer's Report  
January 24, 2012  
Page 25

**ASSET ALLOCATION PERCENTAGE**

	SHARES OUTSTANDING	BOOK VALUE	MARKET VALUE	<b>DECEMBER 2010 MARKET VALUE</b>
<i>Shares in Large-Cap 500 Equity Fund</i>	42.95%	37.70%	34.41%	<b>33.35%</b>
<i>Shares in Mid-Cap 400 Equity Fund</i>	10.94%	12.03%	14.74%	<b>15.94%</b>
<i>Shares in Small-Cap 600 Equity Fund</i>	11.18%	9.86%	7.58%	<b>0.00%</b>
<i>Shares in Fixed Income Fund</i>	34.94%	40.40%	43.27%	<b>50.71%</b>
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

**Performance Worksheet**  
**Arizona State Treasury (05509)**  
**As of December 2011**  
Gross of Fee

Total Endowment Fund Composite (00550902)													
ID	Name	Beginning Market Value	Ending Market Value	Cashflow	Current Month	Trailing Three Months	Year to Date	Fiscal Year To Date	Trailing One Year	Trailing Three Years	Trailing Five Years	Since Inception	Inception Date
10327800	S&P 500 Pool	1,103,126,047.81	1,113,591,856.01	-666,123	1.01	11.77	2.06	(3.72)	2.06	14.13	(0.18)	0.43	07/01/1999
10327900	S&P 400 Pool	478,953,831.00	476,943,289.04	-285,481	(0.36)	13.02	(1.62)	(9.40)	(1.62)	17.84	3.13	6.70	08/01/2001
10328000	Pool 205	1,391,156,343.68	1,400,383,916.65	-761,283	0.72	0.88	5.25	3.91	5.25	5.69	5.95	6.08	07/01/1999
11558100	S&P 600 Pool	242,540,418.72	245,368,100.24	-190,322	1.24	17.13		(6.06)				(3.54)	03/01/2011
<b>00550902</b>	<b>Total Endowment Fund Composite</b>	<b>3,215,776,641.21</b>	<b>3,236,287,161.94</b>	<b>-1,903,210</b>	<b>0.70</b>	<b>7.18</b>	<b>2.91</b>	<b>(1.02)</b>	<b>2.91</b>	<b>9.87</b>	<b>3.43</b>	<b>4.87</b>	<b>07/01/1999</b>

## Manager Allocation - Daily Arizona State Treasury (05509) As of December 31, 2011

Total Endowment Fund Composite (00550902)		
Account Name	Market Value(MIL)	Percent of Portfolio
Pool 205 (10328000)	1,400.38	43.3%
S&P 400 Pool (10327900)	476.94	14.7%
S&P 500 Pool (10327800)	1,113.59	34.4%
S&P 600 Pool (11558100)	245.37	7.6%
<b>TOTAL</b>	<b>3,236.29</b>	<b>100.0%</b>



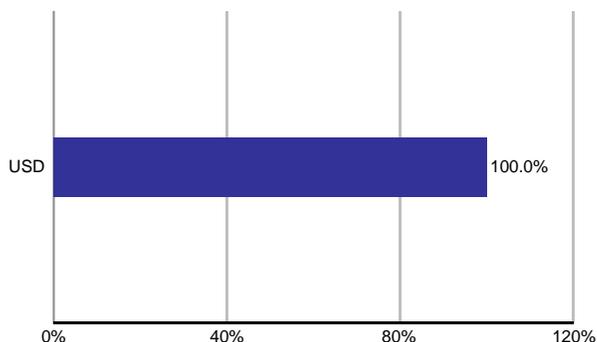
Portfolio Characteristics

			Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Since Inception
Total Asset Value (in Millions)	1,113.6	Tracking Error	0.05	0.14	0.27	1.71
P/E Ratio	14.30	Information Ratio	(0.95)	0.17	0.26	(0.41)
Price to Book Ratio	2.02	Std Deviation of Port.	15.90	18.90	18.79	16.34
Dividend Yield (%)	2.14	Std Deviation of Bench.	15.94	18.97	18.88	16.22
Return on Equity (%)	18.94	Sharpe Ratio of Port.	0.12	0.74	(0.09)	(0.13)
Sales Growth (%)	7.89	Sharpe Ratio of Bench.	0.13	0.74	(0.09)	(0.09)
Market Capitalization (\$ Millions)	91,805.59	R-Squared	1.00	1.00	1.00	0.99
Earnings per Share (\$)	4.96	Jensen's Alpha	(0.04)	0.07	0.06	(0.69)
Number of Holdings	502					

Top Ten Portfolio Holdings

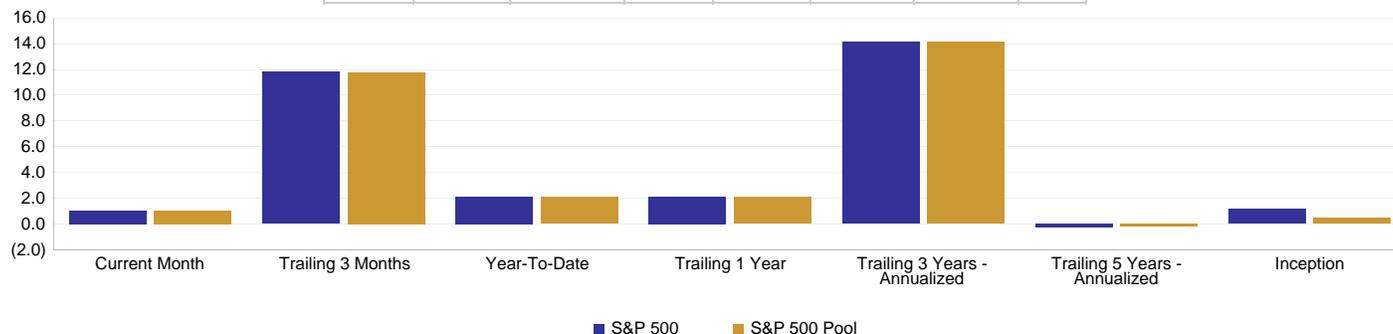
Security ID	Security Name	% of Assets
78462F103	SPDR S&P 500 ETF TRUST	3.61%
30231G102	EXXON MOBIL CORP - COM NPV	3.44%
037833100	APPLE INC - COM NPV	3.18%
459200101	INTL BUSINESS MACHINES CORP - COM USD.2	1.83%
166764100	CHEVRON CORP - COM USD3	1.79%
594918104	MICROSOFT CORP - COM USD.00000625	1.64%
369604103	GENERAL ELECTRIC CO - COM USD.63	1.61%
742718109	PROCTER & GAMBLE CO - COM NPV	1.55%
00206R102	AT&T INC - COM USD1	1.52%
478160104	JOHNSON & JOHNSON - COM USD1	1.51%

Top Ten Currency Weights

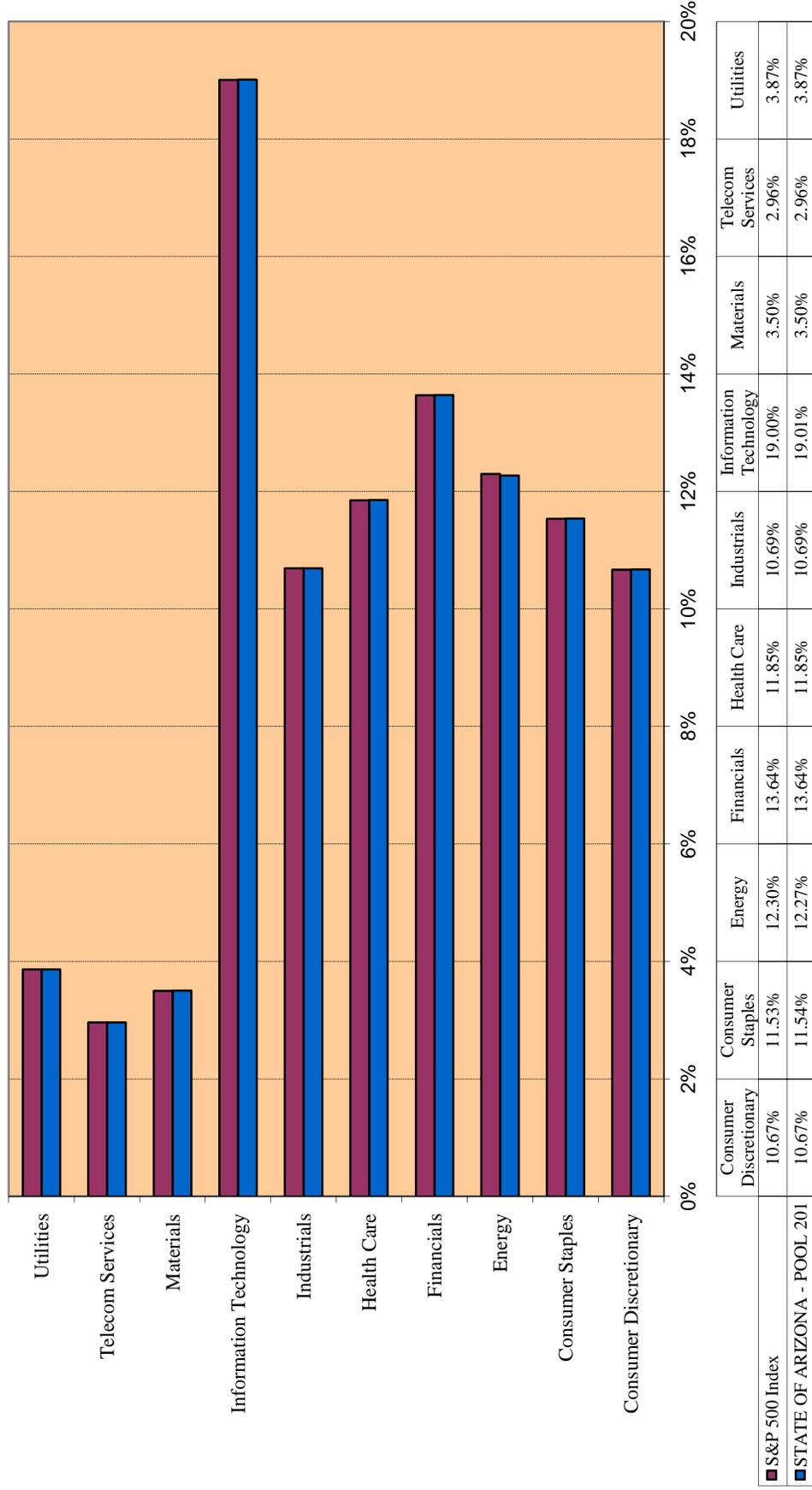


Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Inception
S&P 500 Pool	1.01	11.77	2.06	2.06	14.13	(0.18)	0.43
S&P 500	1.02	11.82	2.11	2.11	14.11	(0.25)	1.13
Excess	(0.01)	(0.05)	(0.05)	(0.05)	0.02	0.07	(0.70)



**STATE OF ARIZONA  
POOL 201 (S&P 500)  
As of December 31, 2011**



■ S&P 500 Index      ■ STATE OF ARIZONA - POOL 201

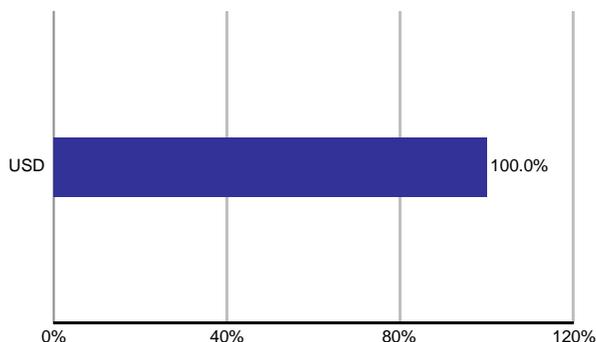
Portfolio Characteristics

		Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Since Inception
Total Asset Value (in Millions)	476.9				
P/E Ratio	19.60	0.07	2.04	2.09	2.11
Price to Book Ratio	1.99	1.60	(0.85)	(0.09)	(0.01)
Dividend Yield (%)	1.46	21.10	21.12	21.87	17.87
Return on Equity (%)	12.13	21.13	22.16	22.63	18.85
Sales Growth (%)	7.33	(0.08)	0.84	0.07	0.26
Market Capitalization (\$ Millions)	3,308.75	(0.09)	0.88	0.08	0.25
Earnings per Share (\$)	2.11	1.00	0.99	0.99	0.99
Number of Holdings	401	0.11	(0.76)	(0.12)	0.24
		Tracking Error			
		Information Ratio			
		Std Deviation of Port.			
		Std Deviation of Bench.			
		Sharpe Ratio of Port.			
		Sharpe Ratio of Bench.			
		R-Squared			
		Jensen's Alpha			

Top Ten Portfolio Holdings

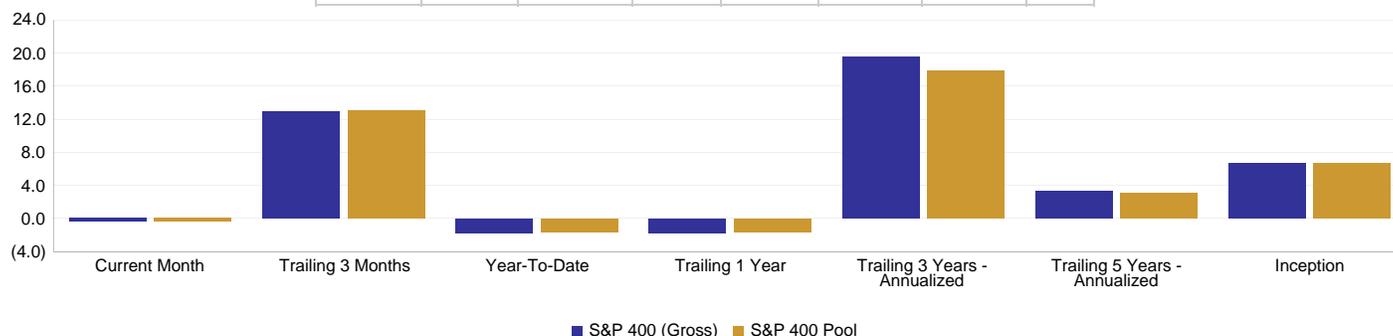
Security ID	Security Name	% of Assets
78467Y107	SPDR S&P MIDCAP 400 ETF TRUST	3.46%
485170302	KANSAS CITY SOUTHERN - COM NPV	0.69%
411310105	HANSEN NATURAL CORP COM STK USD0.005	0.64%
92532F100	VERTEX PHARMACEUTICALS INC - COM USD.01	0.64%
031100100	AMETEK INC - COM USD1	0.62%
554382101	MACERICH CO - COM USD.01	0.61%
171340102	CHURCH & DWIGHT INC - COM NPV	0.60%
393122106	GREEN MTN COFFEE ROASTERS - COM USD.1	0.54%
806407102	SCHEIN (HENRY) INC - COM USD.01	0.53%
313747206	FEDERAL REALTY INVESTMENT TR - COM USD.01 SBI	0.53%

Top Ten Currency Weights



Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Inception
S&P 400 Pool	(0.36)	13.02	(1.62)	(1.62)	17.84	3.13	6.70
S&P 400 (Gross)	(0.37)	12.98	(1.73)	(1.73)	19.57	3.32	6.73
Excess	0.01	0.04	0.11	0.11	(1.74)	(0.19)	(0.03)



**STATE OF ARIZONA  
POOL 203 (S&P MIDCAP 400)  
As of December 31, 2011**



■ S&P MIDCAP 400     
 ■ STATE OF ARIZONA - POOL 203

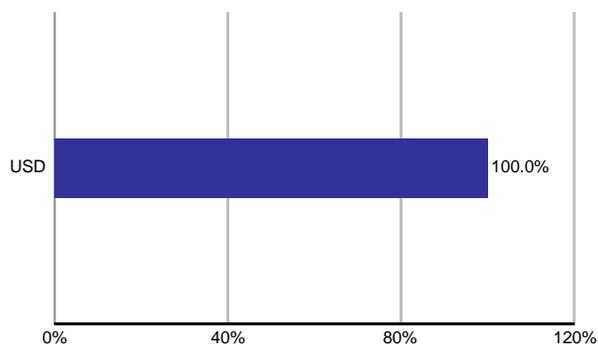
Portfolio Characteristics

		Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Since Inception
Total Asset Value (in Millions)	245.4				
P/E Ratio	21.5				
Price to Book Ratio	1.76				
Dividend Yield (%)	1.18				
Return on Equity (%)	10.59				
Sales Growth (%)	9.57				
Market Capitalization (\$ Millions)	1,141.80				
Earnings per Share (\$)	1.44				
Number of Holdings	602				
	Tracking Error				
	Information Ratio				
	Std Deviation of Port.				
	Std Deviation of Bench.				
	Sharpe Ratio of Port.				
	Sharpe Ratio of Bench.				
	R-Squared				
	Jensen's Alpha				

Top Ten Portfolio Holdings

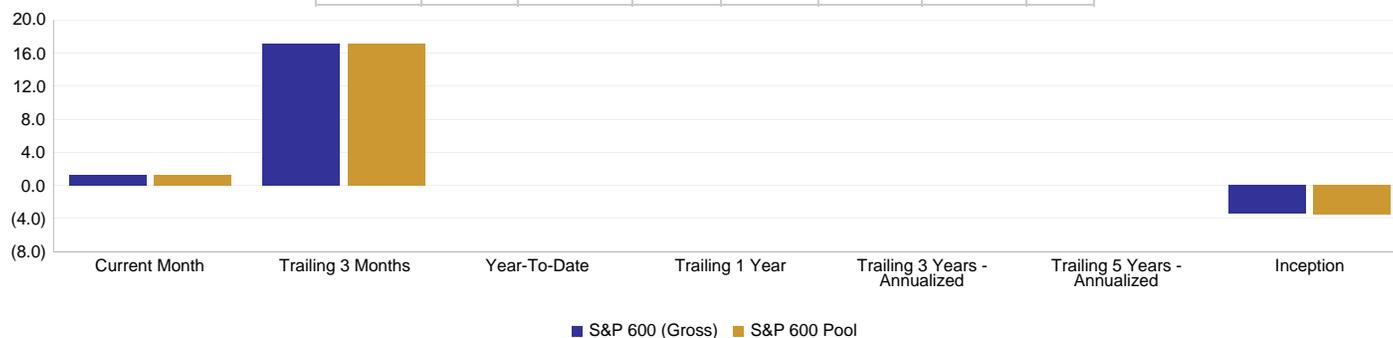
Security ID	Security Name	% of Assets
464287804	ISHARES TRUST S&P SMALLCAP 600 INDEX FUND	4.39%
42224N101	HEALTHSPRING INC - COM USD	0.76%
795435106	SALIX PHARMACEUTICALS LTD - COM NPV	0.59%
09063H107	BIOMED REALTY TRUST INC - COM USD.01	0.59%
74835Y101	QUESTCOR PHARMACEUTICALS INC - COM NPV	0.54%
875465106	TANGER FACTORY OUTLET CTRS - COM USD.01	0.53%
720186105	PIEDMONT NATURAL GAS CO - COM USD.25	0.52%
74267C106	PROASSURANCE CORP - COM NPV	0.51%
229678107	CUBIST PHARMACEUTICALS INC - COM USD.001	0.51%
247131105	DELPHI FINANCIAL GROUP INC - CL A COM USD.01	0.50%

Top Ten Currency Weights

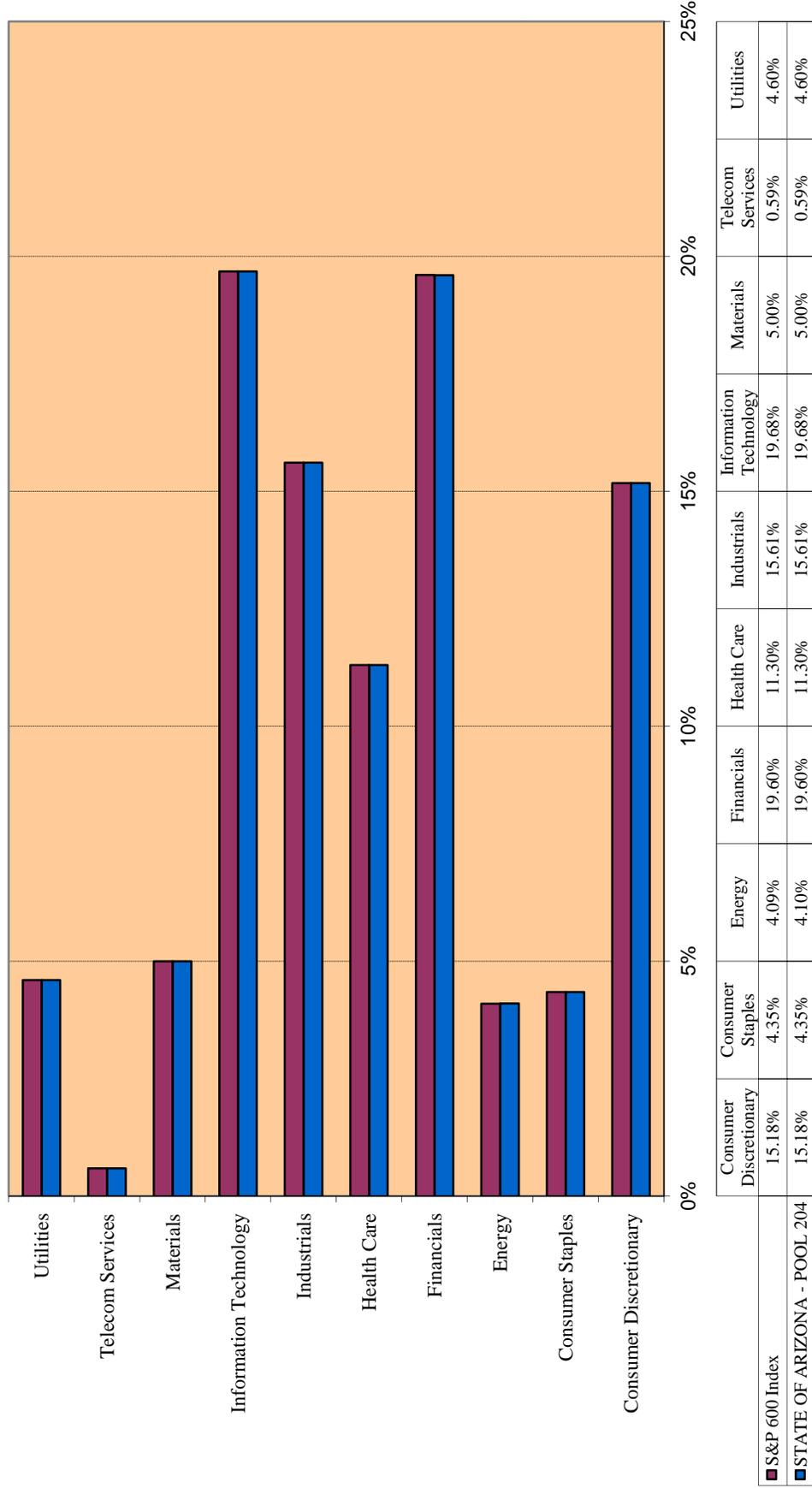


Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Inception
S&P 600 Pool	1.24	17.13					(3.54)
S&P 600 (Gross)	1.25	17.17					(3.39)
Excess	(0.01)	(0.04)	(0.00)	(0.00)	(0.00)	(0.00)	(0.14)



**STATE OF ARIZONA  
POOL 204 (S&P 600 Index)  
As of December 31, 2011**

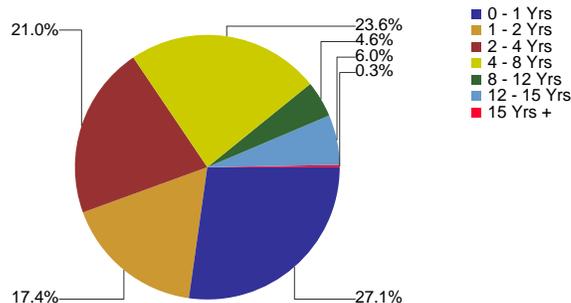


■ S&P 600 Index ■ STATE OF ARIZONA - POOL 204

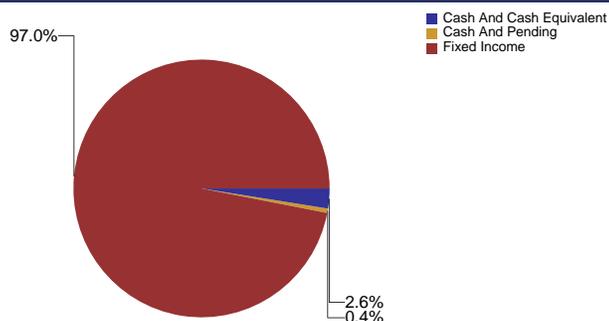
Portfolio Characteristics

**Total Net Assets (Millions)** 1,400.4  
**Weighted Average Life (Years)** 5.05  
**Weighted Avg. Effective Duration (Years)** 3.46  
**Weighted Average Coupon (%)** 4.46  
**Weighted Average Current Yield (%)** 1.49  
**Weighted Average Yield to Maturity (%)** 1.51  
**Weighted Average Rating** AA  
**Number of Holdings** 238

Duration Mix



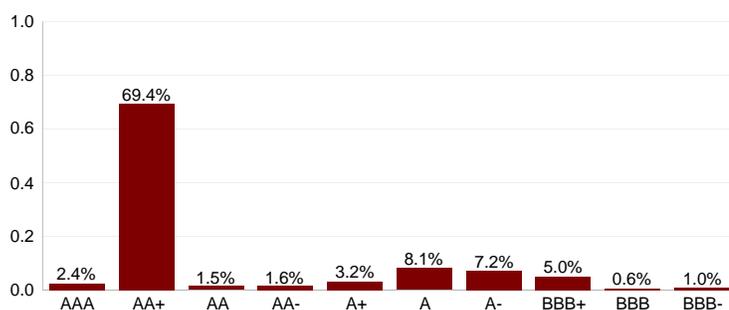
Asset Mix



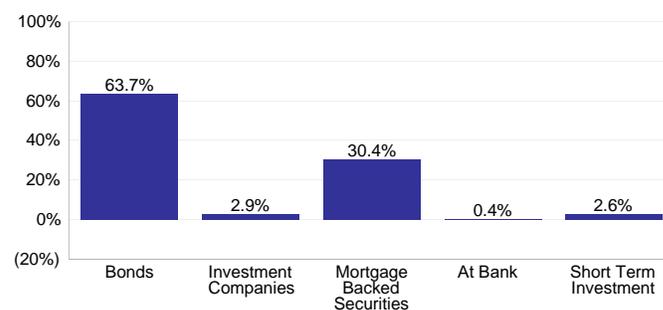
Top Ten Portfolio Holdings

Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
539992AA5	LOCAL GOVERNMENT INVESTMENT POOL	2.35%	0.00	31/12/2049
31359MQV8	FEDERAL NATIONAL MORTGAGE ASSOC 4.75% BDS	1.53%	4.75	21/2/2013
947513BB	LONG TERM POOL	1.47%	0.00	31/12/2049
958268S	LONG TERM GOV'T POOL	1.46%	0.00	31/12/2049
912810FA1	USA TREASURY BDS6.375% BDS 15/AUG/2027 USD1000	1.10%	6.38	15/8/2027
912810ED6	USA TREASURY BDS 8.125% BDS15/AUG/2019 USD1000	1.09%	8.12	15/8/2019
740816AD5	PRESIDENT & FELLOWS HARVARD COLLEGE 5.625% BDS	0.91%	5.62	1/10/2038
20825CAP9	CONOCOPHILLIPS 5.9% BDS 15/MAY/2038 USD1000	0.91%	5.90	15/5/2038
92343VAM6	VERIZON COMMUN 6.1% NTS 15/APR/2018 USD1000	0.87%	6.10	15/4/2018
912828JH4	UNITED STATES TREAS NTS 4.000% 15/AUG/2018	0.86%	4.00	15/8/2018

Quality/Rating Weightings

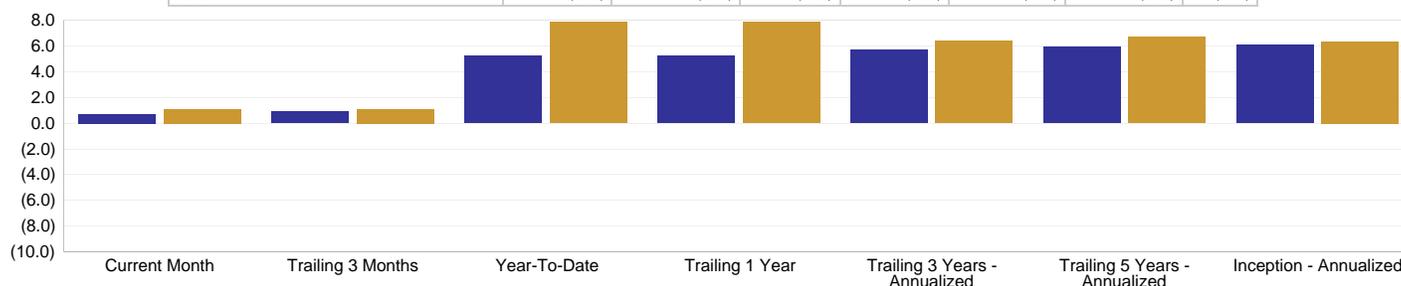


Sector Weightings (as % of Market Value)



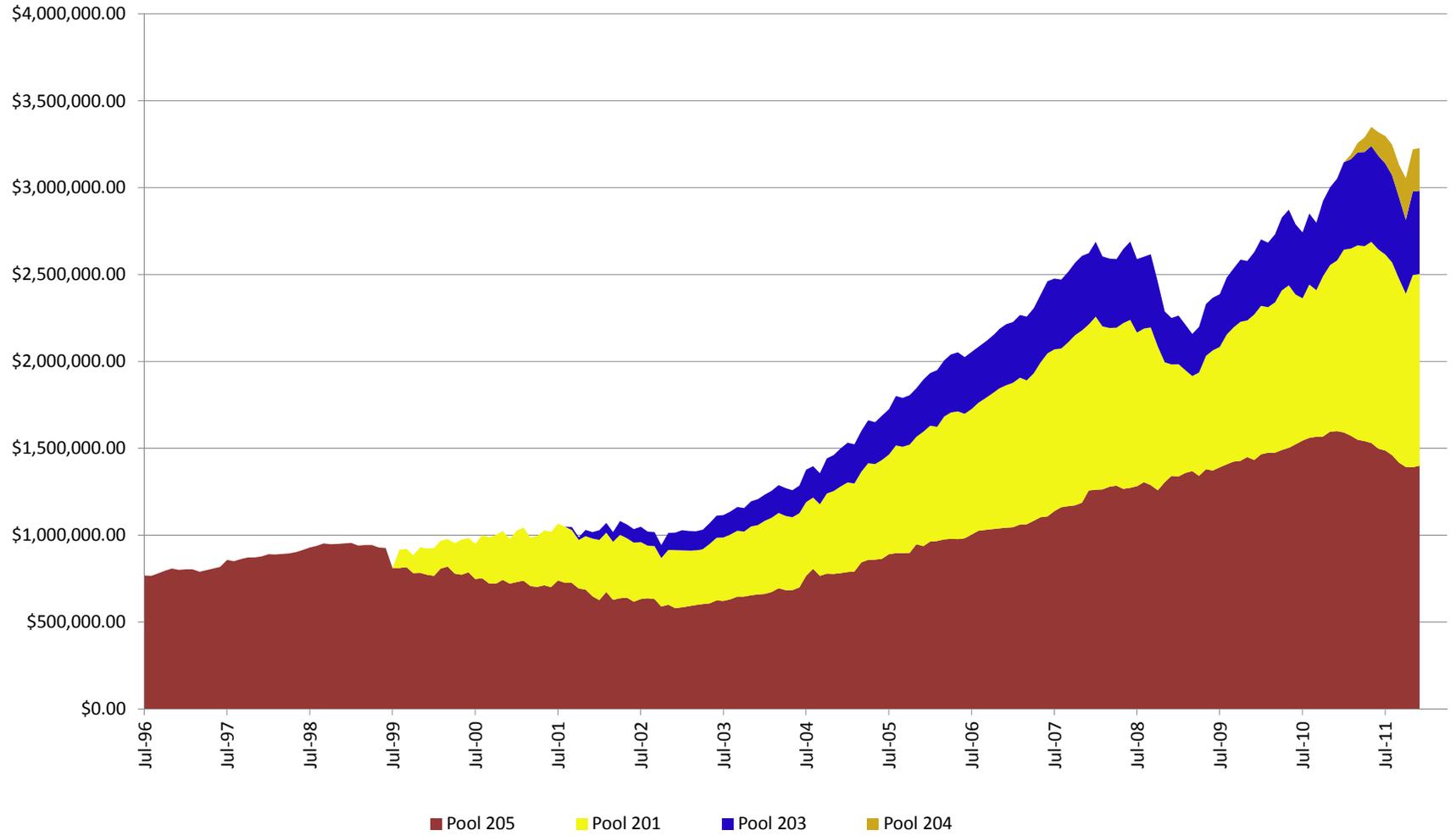
Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Inception
Pool 205	0.72	0.88	5.25	5.25	5.69	5.95	6.08
CITIGROUP BROAD INVESTMENT GRADE INDEX	1.11	1.09	7.85	7.85	6.41	6.70	6.35
Excess	(0.40)	(0.21)	(2.60)	(2.60)	(0.71)	(0.75)	(0.28)



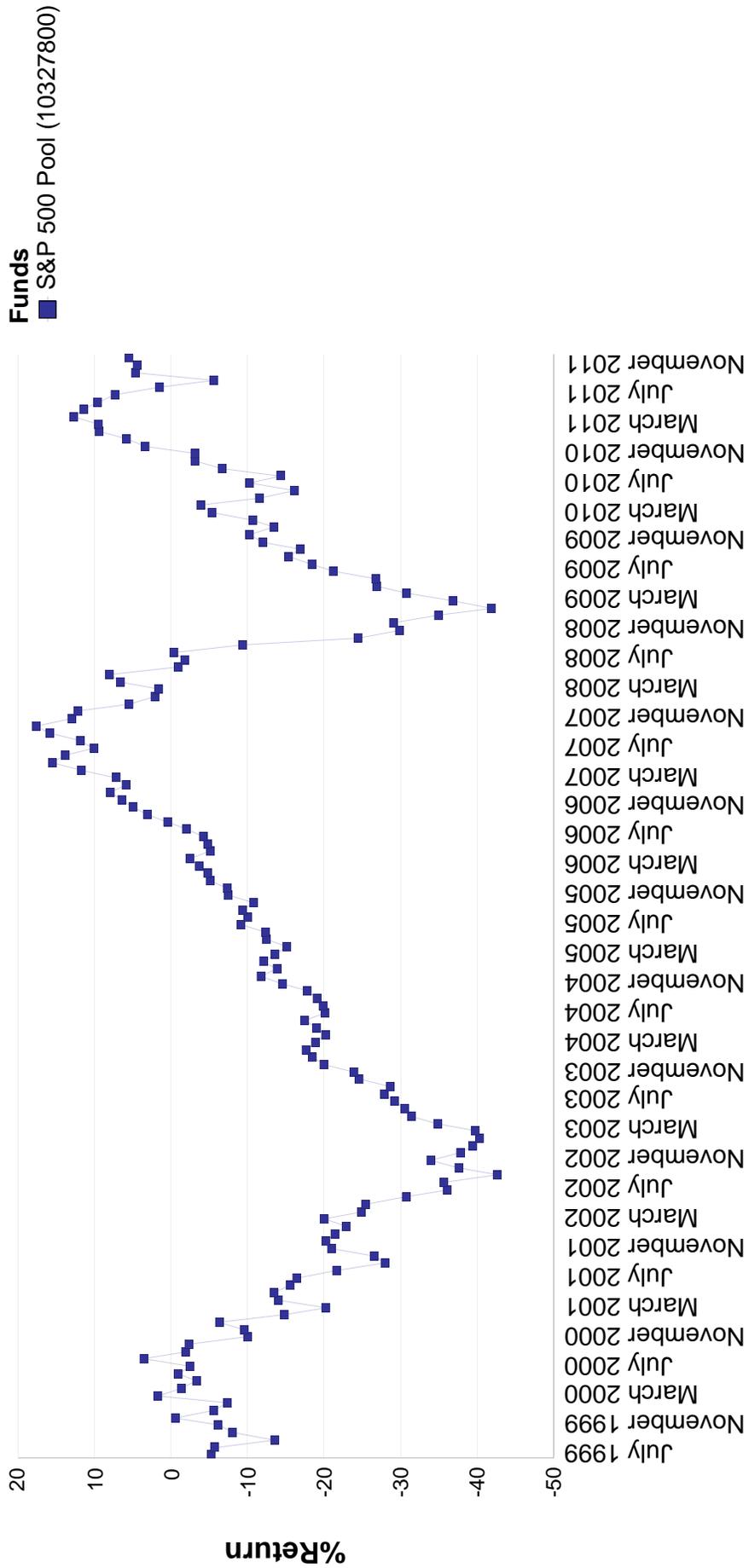
Thousands

## Endowment Fund Market Value



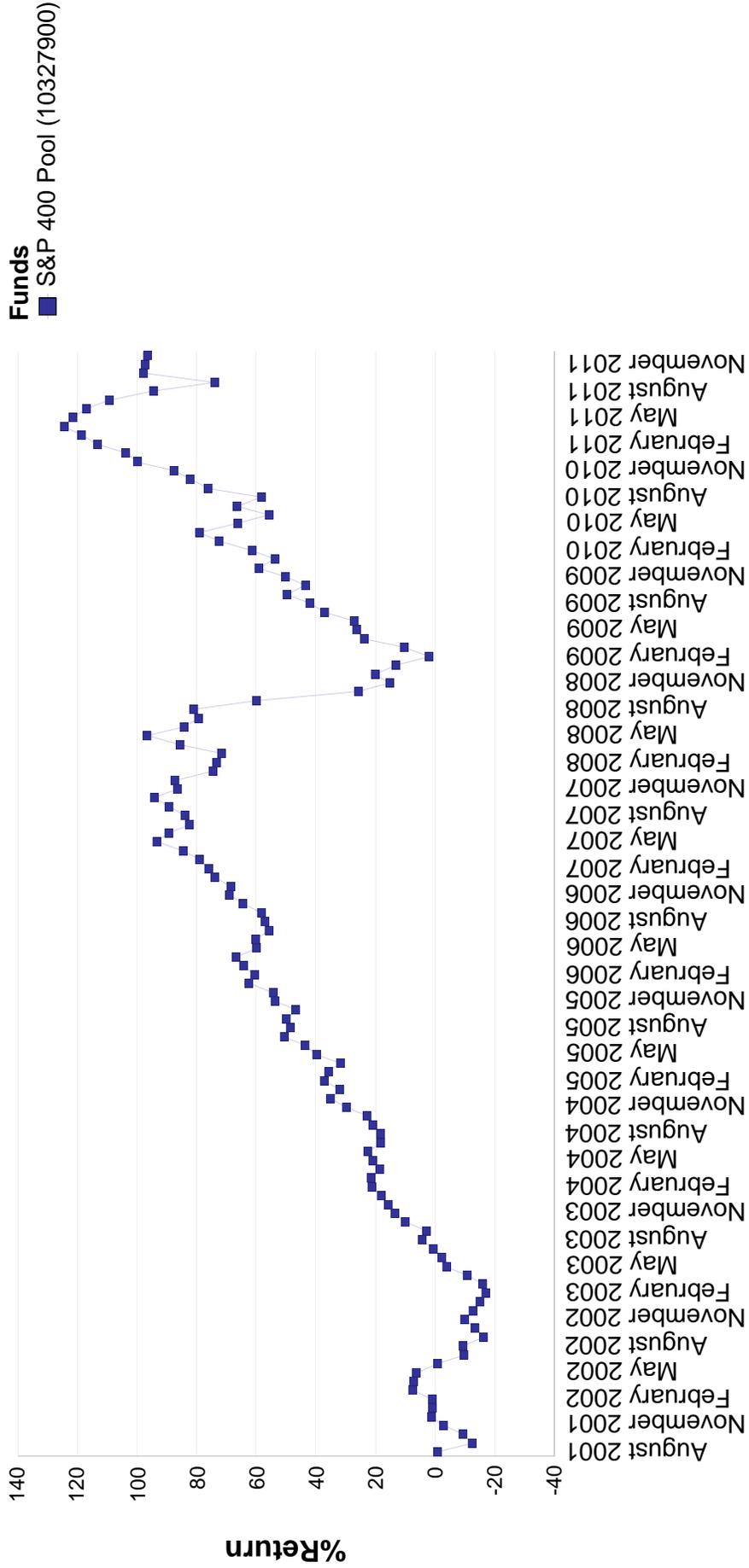
**Performance Growth by Account**

Arizona State Treasury (05509)  
From July 1999 to December 2011  
Gross of Fee

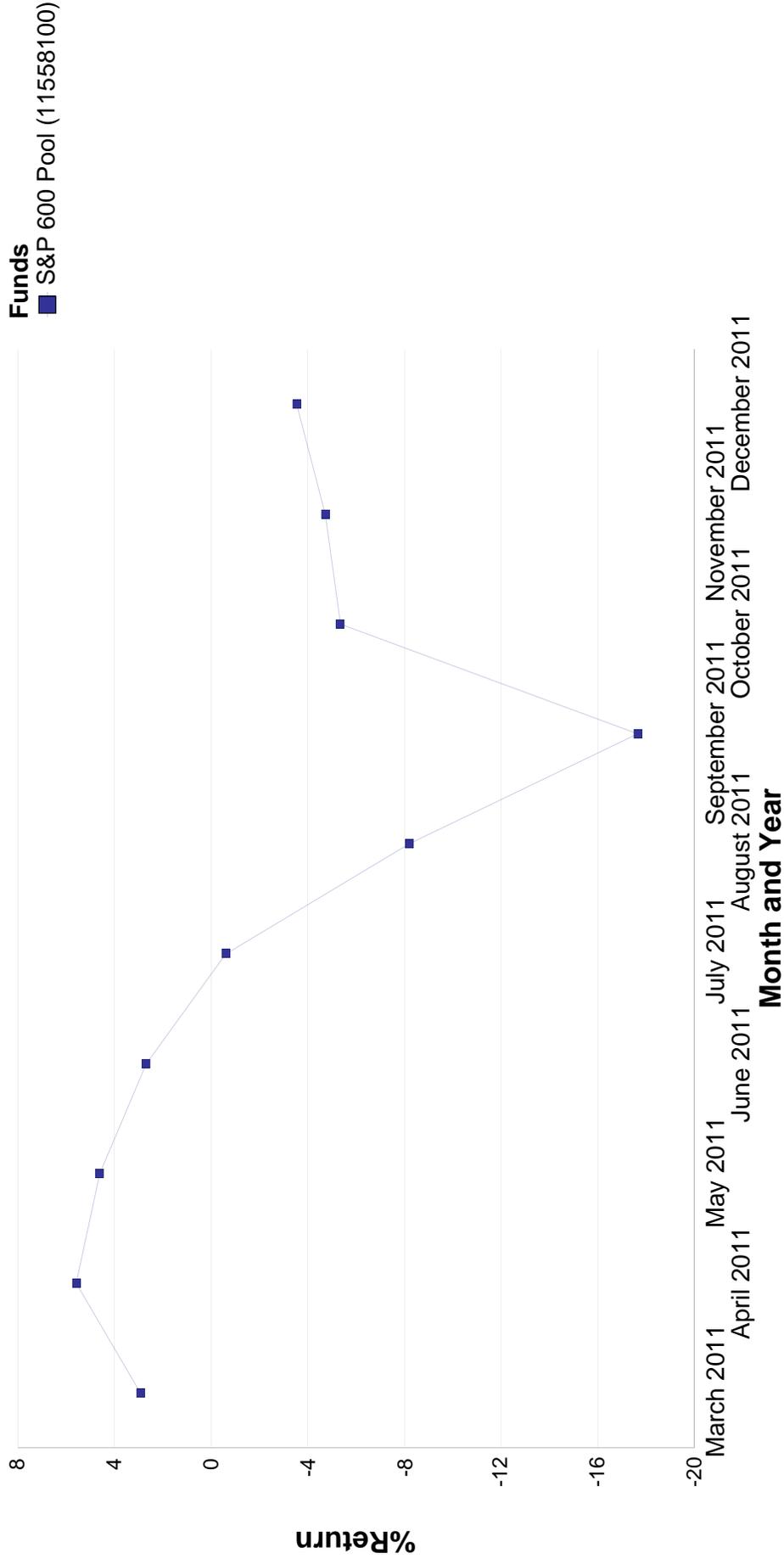


**Performance Growth by Account**

Arizona State Treasury (05509)  
From August 2001 to December 2011  
Gross of Fee

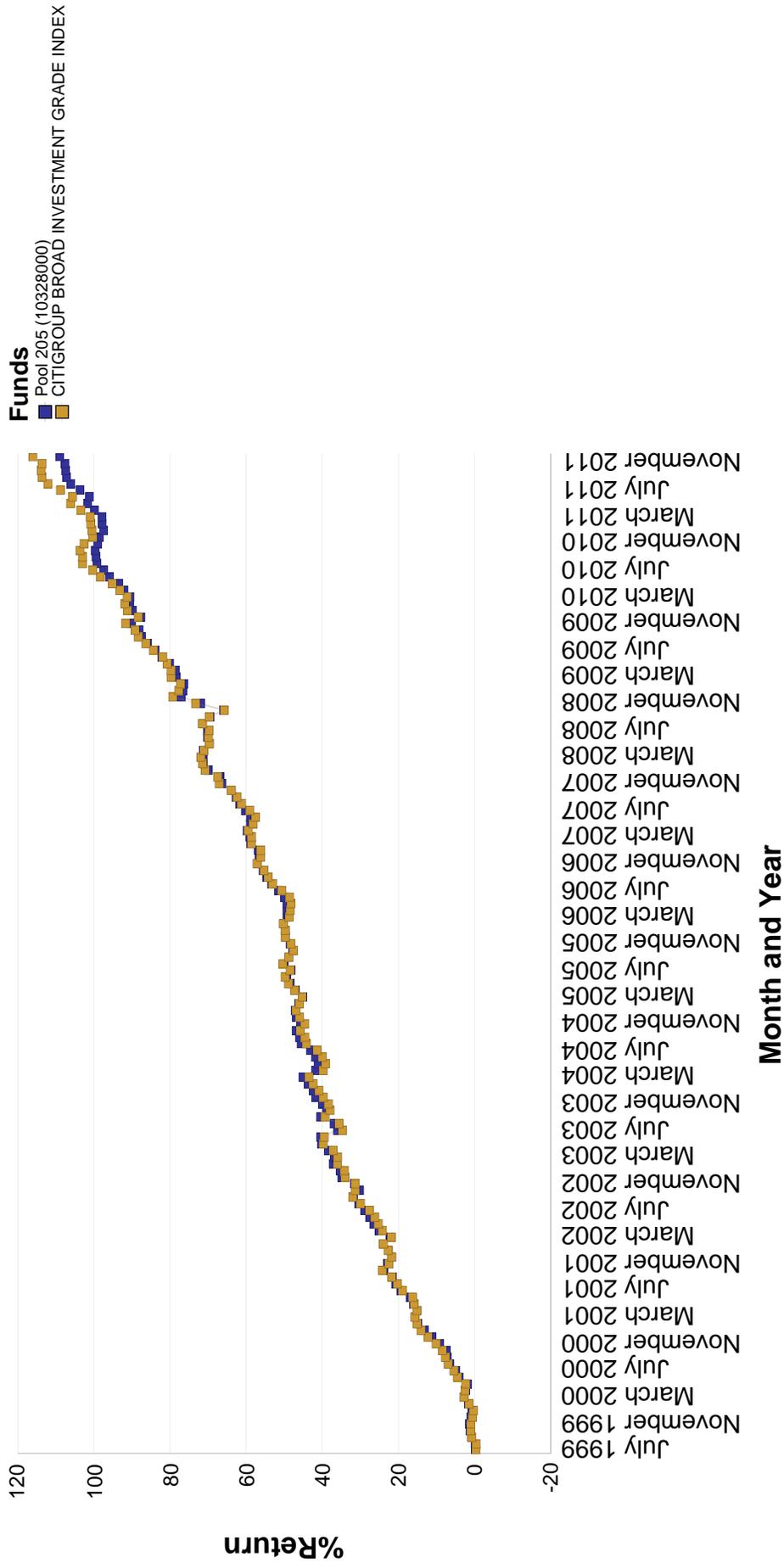


**Performance Growth by Account**  
 Arizona State Treasury (05509)  
 From March 2011 to December 2011  
Gross of Fee



**Performance Growth by Account**

Arizona State Treasury (05509)  
 From July 1999 to December 2011  
Gross of Fee



**BROKER ACTIVITY REPORT**  
**STATE AGENCY FUNDS 2, 3, 4, 12, 15, 55, 57**  
**OCTOBER 1 - DECEMBER 31, 2011**

<i>Broker Name</i>	<i>Asset Group</i>	<i>Sum Of Book Value</i>	<i>Pct Of Type</i>	<i>Pct Of Total</i>
<b>BA SECURITIES INC.</b>				
	REPO	1,696,761,470	8.36%	6.38%
	COMMERCIAL PAPER	163,587,506	11.52%	0.62%
	US TREAS	20,860,971	34.10%	0.08%
<b>BARCLAYS CAPITAL INC.</b>				
	CD'S	16,322,793	35.24%	0.06%
	COMMERCIAL PAPER	229,915,173	16.19%	0.87%
	FDIC - CORP NOTES	65,000,919	100.00%	0.24%
	CORP NOTES	14,967,000	55.83%	0.06%
	CORP ABS	4,999,591	37.25%	0.02%
	US TREAS	20,256,405	33.12%	0.08%
<b>BROADPOINT CAPITAL</b>				
	US-AGENCY	33,089,594	6.86%	0.12%
<b>CANTOR FITZGERALD</b>				
	CORP CMO	24,413,015	100.00%	0.09%
	US-AGENCY	30,371,087	6.30%	0.11%
	USA-MBS	120,365,568	74.38%	0.45%
<b>CITIGROUP</b>				
	CD'S	30,000,000	64.76%	0.11%
	COMMERCIAL PAPER	392,074,822	27.60%	1.48%
	CORP ABS	4,283,043	31.91%	0.02%
	US-AGENCY	87,186,876	18.07%	0.33%
<b>DEUTSCHE BANC</b>				
	REPO	952,466,534	4.69%	3.58%
	COMMERCIAL PAPER	54,989,517	3.87%	0.21%
	US-AGENCY	19,993,078	4.14%	0.08%
	US TREAS	20,051,459	32.78%	0.08%

**BROKER ACTIVITY REPORT**  
**STATE AGENCY FUNDS 2, 3, 4, 12, 15, 55, 57**  
**OCTOBER 1 - DECEMBER 31, 2011**

<i>Broker Name</i>	<i>Asset Group</i>	<i>Sum Of Book Value</i>	<i>Pct Of Type</i>	<i>Pct Of Total</i>
<b>FIDELITY INVESTMENTS</b>				
	MONEY-MARKET	5,000,000	1.86%	0.02%
<b>FIRST TENNESSEE</b>				
	CORP NOTES	1,851,685	6.91%	0.01%
	US-AGENCY	119,835,691	24.84%	0.45%
<b>GOLDMAN SACHS</b>				
	US-AGENCY	24,999,410	5.18%	0.09%
<b>JEFFRIES CO.</b>				
	MUNICIPAL BONDS	9,990,000	50.00%	0.04%
<b>JP MORGAN CHASE</b>				
	MONEY-MARKET	263,908,416	98.14%	0.99%
	REPO SWEEP	3,678,251,091	100.00%	13.84%
	COMMERCIAL PAPER	356,785,283	25.12%	1.34%
<b>MIZUHO SECURITIES</b>				
	REPO	3,498,475,232	17.23%	13.16%
	US-AGENCY	24,956,750	5.17%	0.09%
<b>NOMURA SECURITIES</b>				
	REPO	4,013,840,886	19.77%	15.10%
	US-AGENCY	87,786,993	18.20%	0.33%
<b>RAYMOND JAMES</b>				
	US-AGENCY	25,000,000	5.18%	0.09%

**BROKER ACTIVITY REPORT**  
**STATE AGENCY FUNDS 2, 3, 4, 12, 15, 55, 57**  
**OCTOBER 1 - DECEMBER 31, 2011**

<i>Broker Name</i>	<i>Asset Group</i>	<i>Sum Of Book Value</i>	<i>Pct Of Type</i>	<i>Pct Of Total</i>
<b>RBC DAIN RAUSCHER</b>				
	COMMERCIAL PAPER	222,969,517	15.70%	0.84%
	US-AGENCY	5,087,322	1.05%	0.02%
	CORP ABS	4,138,955	30.84%	0.02%
<b>ROBERT W BAIRD</b>				
	US-AGENCY	24,141,179	5.00%	0.09%
	USA-MBS	41,457,713	25.62%	0.16%
<b>SOUTH STREET</b>				
	REPO	10,143,902,294	49.96%	38.17%
<b>STIFEL NICOLAUS</b>				
	CORP NOTES	9,987,500	37.26%	0.04%
	MUNICIPAL BONDS	9,990,000	50.00%	0.04%

**BROKER ACTIVITY REPORT**  
**POOL 5 - L.G.I.P.**  
**OCTOBER 1 - DECEMBER 31, 2011**

<i>Broker Name</i>	<i>Asset Group</i>	<i>Sum Of Book Value</i>	<i>Pct Of Type</i>	<i>Pct Of Total</i>
<b>BA SECURITIES INC.</b>				
	REPO	434,151,910	5.12%	1.41%
	COMMERCIAL PAPER	100,249,248	14.73%	0.33%
<b>BARCLAYS CAPITAL INC.</b>				
	FDIC - CORP NOTES	14,651,529	22.63%	0.05%
	COMMERCIAL PAPER	79,021,112	11.61%	0.26%
<b>CITIGROUP</b>				
	COMMERCIAL PAPER	210,932,149	30.99%	0.69%
<b>DEUTSCHE BANC</b>				
	REPO	325,000,000	3.83%	1.06%
	COMMERCIAL PAPER	4,999,183	0.73%	0.02%
<b>GOLDMAN SACHS</b>				
	CD'S	25,030,986	100.00%	0.08%
<b>JEFFRIES CO.</b>				
	FDIC - CORP NOTES	5,007,143	7.73%	0.02%
	CORP NOTES	8,000,000	75.85%	0.03%
<b>JP MORGAN CHASE</b>				
	FDIC - CORP NOTES	25,035,407	38.67%	0.08%
	COMMERCIAL PAPER	70,739,716	10.39%	0.23%
	MONEY-MARKET	32,589,984	100.00%	0.11%
	REPO SWEEP	21,429,533,103	100.00%	69.66%
<b>KEYBANC</b>				
	FDIC - CORP NOTES	20,047,065	30.96%	0.07%

**BROKER ACTIVITY REPORT**  
**POOL 5 - L.G.I.P.**  
**OCTOBER 1 - DECEMBER 31, 2011**

<i>Broker Name</i>	<i>Asset Group</i>	<i>Sum Of Book Value</i>	<i>Pct Of Type</i>	<i>Pct Of Total</i>
<b>MIZUHO SECURITIES</b>				
	REPO	53,689,802	0.63%	0.17%
	US-AGENCY	34,999,067	100.00%	0.11%
<b>MORGAN STANLEY CAP</b>				
	COMMERCIAL PAPER	92,888,134	13.64%	0.30%
<b>NOMURA SECURITIES</b>				
	REPO	261,499,146	3.08%	0.85%
<b>RBC DAIN RAUSCHER</b>				
	COMMERCIAL PAPER	104,978,684	15.42%	0.34%
<b>RBS GREENWICH</b>				
	COMMERCIAL PAPER	6,946,838	1.02%	0.02%
<b>SOUTH STREET</b>				
	REPO	7,412,497,500	87.34%	24.09%
<b>STIFEL NICOLAUS</b>				
	CORP NOTES	2,547,108	24.15%	0.01%
<b>WELLS FARGO</b>				
	COMMERCIAL PAPER	9,996,875	1.47%	0.03%

**BROKER ACTIVITY REPORT**  
**POOL 500 - L.G.I.P. MEDIUM-TERM**  
**OCTOBER 1 - DECEMBER 31, 2011**

<i>Broker Name</i>	<i>Asset Group</i>	<i>Sum Of Book Value</i>	<i>Pct Of Type</i>	<i>Pct Of Total</i>
<b>BA SECURITIES INC.</b>				
	REPO	41,000,000	3.21%	2.92%
	COMMERCIAL PAPER	1,399,426	4.93%	0.10%
	CORP NOTES	499,405	3.92%	0.04%
	US-AGENCY	3,000,000	50.00%	0.21%
	USA-MBS	959,184	4.58%	0.07%
<b>BARCLAYS CAPITAL INC.</b>				
	COMMERCIAL PAPER	6,998,817	24.65%	0.50%
	CORP NOTES	1,531,478	12.02%	0.11%
<b>CANTOR FITZGERALD</b>				
	USA-MBS	5,142,708	24.54%	0.37%
<b>CITIGROUP</b>				
	COMMERCIAL PAPER	5,147,933	18.13%	0.37%
	CORP NOTES	997,760	7.83%	0.07%
<b>DEUTSCHE BANC</b>				
	CORP NOTES	983,673	7.72%	0.07%
	US TREAS	1,022,079	100.00%	0.07%
<b>GOLDMAN SACHS</b>				
	CORP NOTES	1,022,920	8.03%	0.07%
<b>JEFFRIES CO.</b>				
	CORP NOTES	4,667,119	36.63%	0.33%

**BROKER ACTIVITY REPORT**  
**POOL 500 - L.G.I.P. MEDIUM-TERM**  
**OCTOBER 1 - DECEMBER 31, 2011**

<i>Broker Name</i>	<i>Asset Group</i>	<i>Sum Of Book Value</i>	<i>Pct Of Type</i>	<i>Pct Of Total</i>
<b>JP MORGAN CHASE</b>				
	MONEY-MARKET	52,531,316	100.00%	3.74%
	FDIC - CORP NOTES	5,007,143	100.00%	0.36%
	CORP NOTES	2,495,585	19.59%	0.18%
<b>KEYBANC</b>				
	CORP NOTES	300,518	2.36%	0.02%
<b>MIZUHO SECURITIES</b>				
	REPO	27,000,000	2.11%	1.92%
<b>MORGAN STANLEY CAP</b>				
	COMMERCIAL PAPER	1,483,657	5.23%	0.11%
<b>NOMURA SECURITIES</b>				
	REPO	56,000,000	4.38%	3.98%
	US-AGENCY	2,000,000	33.33%	0.14%
<b>RBC DAIN RAUSCHER</b>				
	COMMERCIAL PAPER	13,365,142	47.07%	0.95%
<b>ROBERT W BAIRD</b>				
	USA-MBS	10,540,310	50.29%	0.75%
<b>SOUTH STREET</b>				
	REPO	1,155,045,095	90.31%	82.17%
<b>UBS PAINE WEBBER</b>				
	US-AGENCY	1,000,000	16.67%	0.07%
<b>WELLS FARGO</b>				
	CORP NOTES	243,801	1.91%	0.02%
	USA-MBS	4,316,887	20.60%	0.31%

**BROKER ACTIVITY REPORT**  
**POOL 7 - L.G.I.P.- GOV**  
**OCTOBER 1 - DECEMBER 31, 2011**

<i>Broker Name</i>	<i>Asset Group</i>	<i>Sum Of Book Value</i>	<i>Pct Of Type</i>	<i>Pct Of Total</i>
<b>BA SECURITIES INC.</b>				
	REPO	1,772,768,202	4.76%	4.73%
	FDIC - CORP NOTES	16,096,604	18.47%	0.04%
<b>BROADPOINT CAPITAL</b>				
	FDIC - CORP NOTES	50,028,475	57.40%	0.13%
<b>DEUTSCHE BANC</b>				
	REPO	1,796,533,466	4.83%	4.80%
	FDIC - CORP NOTES	21,039,529	24.14%	0.06%
<b>FIDELITY INVESTMENTS</b>				
	MONEY-MARKET	100,000,000	68.33%	0.27%
<b>GOLDMAN SACHS</b>				
	REPO	200,000,000	0.54%	0.53%
<b>JP MORGAN CHASE</b>				
	MONEY-MARKET	46,349,322	31.67%	0.12%
<b>MIZUHO SECURITIES</b>				
	REPO	8,641,851,661	23.22%	23.07%
<b>NOMURA SECURITIES</b>				
	REPO	24,187,226,502	64.99%	64.58%
<b>SOUTH STREET</b>				
	REPO	620,354,361	1.67%	1.66%

**BROKER ACTIVITY REPORT**  
**POOL 700 - L.G.I.P. MEDIUM TERM F. F.& C.**  
**OCTOBER 1 - DECEMBER 31, 2011**

<i>Broker Name</i>	<i>Asset Group</i>	<i>Sum Of Book Value</i>	<i>Pct Of Type</i>	<i>Pct Of Total</i>
<b>BA SECURITIES INC.</b>				
	REPO	300,000,000	22.12%	20.96%
<b>BARCLAYS CAPITAL INC.</b>				
	FDIC - CORP NOTES	18,810,102	56.78%	1.31%
<b>BNP PARIBAS</b>				
	FDIC - CORP NOTES	1,049,446	3.17%	0.07%
<b>CANTOR FITZGERALD</b>				
	USA-MBS	4,791,275	47.28%	0.33%
<b>DEUTSCHE BANC</b>				
	REPO	101,000,000	7.45%	7.06%
	FDIC - CORP NOTES	3,069,988	9.27%	0.21%
<b>JP MORGAN CHASE</b>				
	MONEY-MARKET	32,123,866	100.00%	2.24%
<b>MIZUHO SECURITIES</b>				
	REPO	470,000,000	34.66%	32.84%
<b>NOMURA SECURITIES</b>				
	REPO	478,000,000	35.25%	33.39%
<b>ROBERT W BAIRD</b>				
	USA-MBS	5,343,349	52.72%	0.37%
<b>SOUTH STREET</b>				
	REPO	7,000,000	0.52%	0.49%
<b>UBS PAINE WEBBER</b>				
	FDIC - CORP NOTES	10,201,327	30.79%	0.71%

**BROKER ACTIVITY REPORT  
FIXED INCOME FUND 205  
OCTOBER 1 - DECEMBER 31, 2011**

<i>Broker Name</i>	<i>Asset Group</i>	<i>Sum Of Book Value</i>	<i>Pct Of Type</i>	<i>Pct Of Total</i>
<b><i>BA SECURITIES INC.</i></b>				
	US-AGENCY	5,000,000	100.00%	5.41%
	US TREAS	5,024,958	100.00%	5.44%
<b><i>BROADPOINT CAPITAL</i></b>				
	USA-MBS	5,561,846	100.00%	6.02%
<b><i>JP MORGAN CHASE</i></b>				
	MONEY-MARKET	66,819,931	100.00%	72.32%
	CORP NOTE	9,982,400	100.00%	10.80%