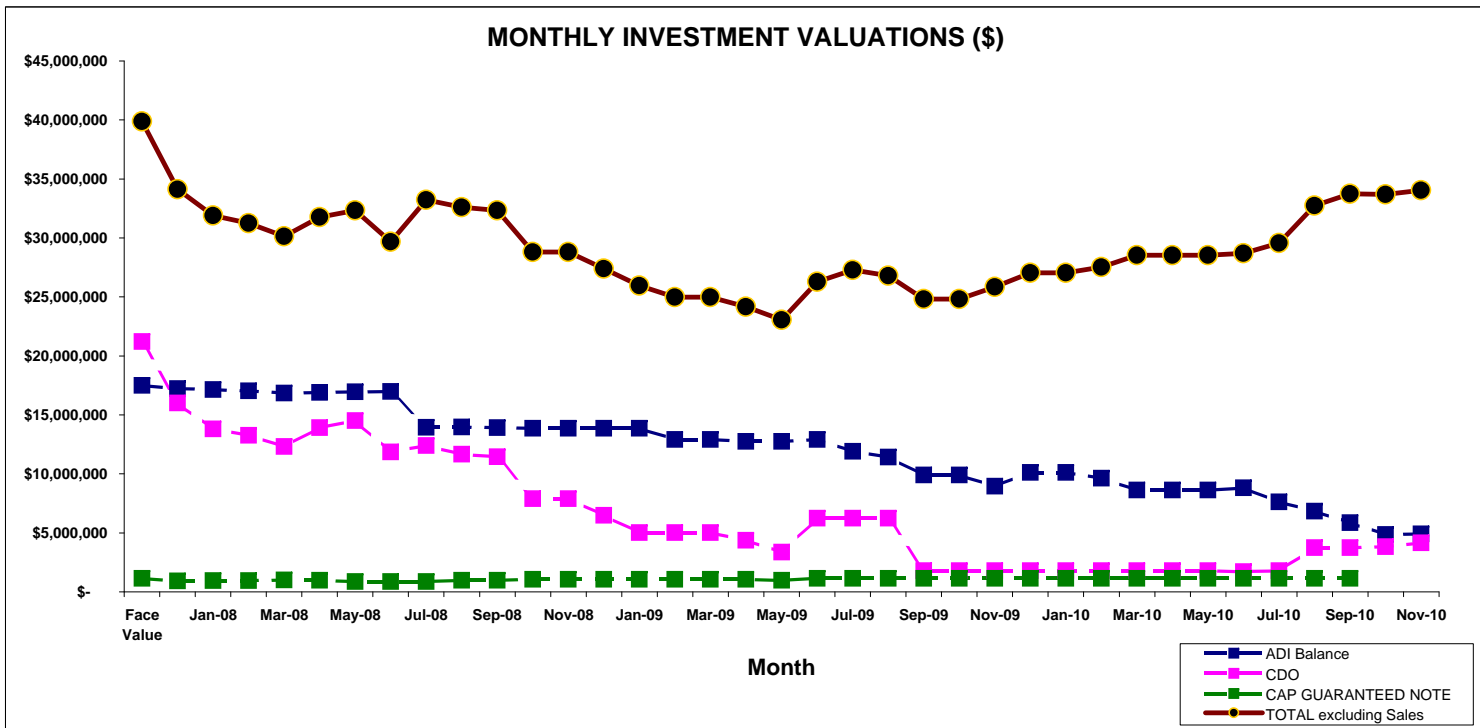
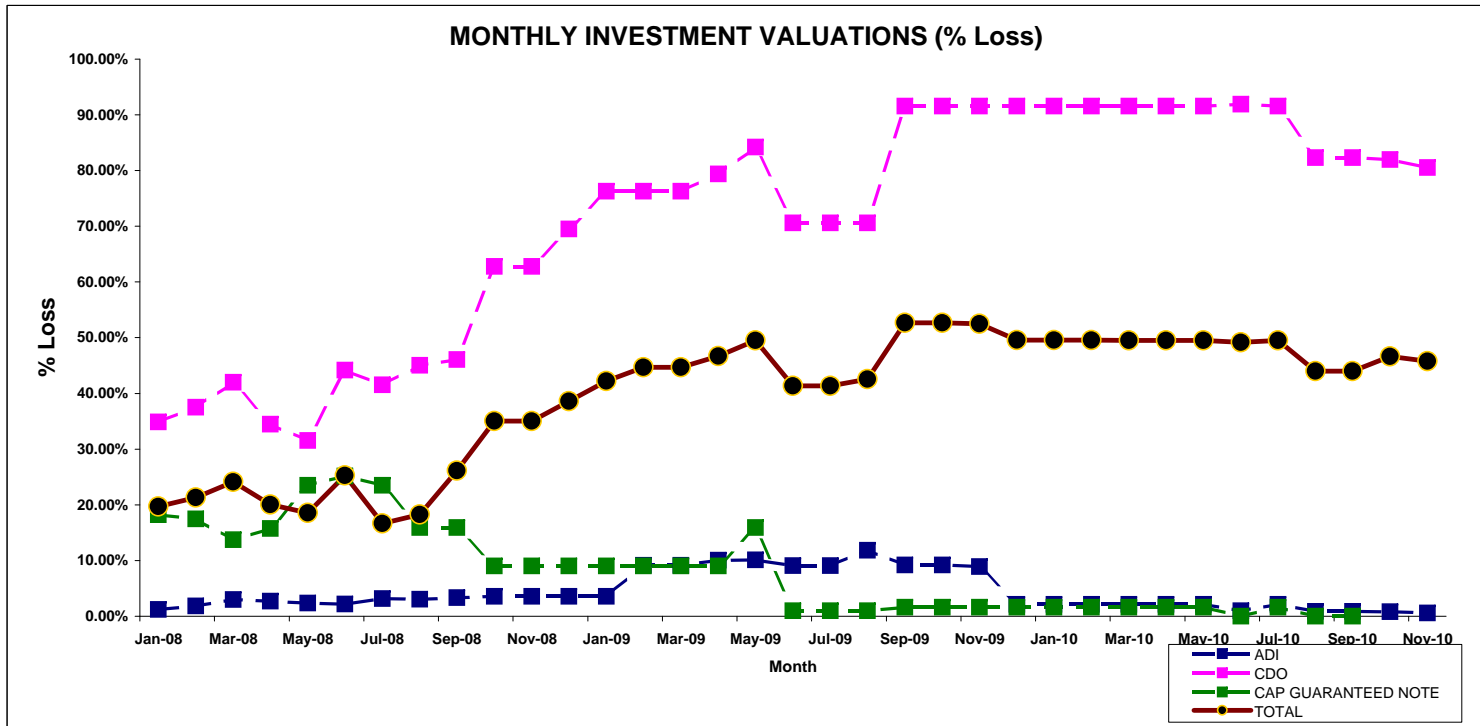


**CITY OF MELVILLE  
STATEMENT OF INVESTMENTS  
FOR THE PERIOD ENDING 30 NOVEMBER 2010**

<b>SUMMARY BY FUND</b>	<b>PURCHASE PRICE</b> \$	<b>ESTIMATED BOOK VALUE</b> 30/06/2010 \$	<b>ESTIMATED CURRENT MARKET VALUE</b> \$	<b>BOOK PROFIT/(LOSS)</b> \$	<b>BOOK PROFIT/(LOSS)</b> %
MUNICIPAL	\$ 53,216,871	\$ 53,216,871	\$ 53,216,871	\$ -	0.00%
RESERVE	\$ 44,297,583	\$ 24,623,826	\$ 27,110,398	\$ 2,486,572	5.61%
TRUST	\$ 716,503	\$ 716,503	\$ 716,503	\$ -	0.00%
CRF	\$ 173,026	\$ 173,026	\$ 173,026	\$ -	0.00%
	<b>\$ 98,403,983</b>	<b>\$ 78,730,226</b>	<b>\$ 81,216,798</b>	<b>\$ 2,486,572</b>	<b>2.53%</b>

<b>SUMMARY BY FUND</b>	<b>PURCHASE PRICE</b> \$	<b>ESTIMATED BOOK VALUE</b> 30/06/2010 \$	<b>ESTIMATED CURRENT MARKET VALUE</b> \$	<b>BOOK PROFIT/(LOSS)</b> \$	<b>BOOK PROFIT/(LOSS)</b> %
ADI	\$ 5,000,000	\$ 4,830,905	\$ 4,896,165	\$ 65,260	1.31%
CDO	\$ 21,220,000	\$ 1,715,338	\$ 4,136,650	\$ 2,421,312	11.41%
TERM DEPOSIT	\$ 67,859,527	\$ 67,859,527	\$ 67,859,527	\$ -	0.00%
11AM	\$ 4,093,810	\$ 4,093,810	\$ 4,093,810	\$ -	0.00%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	<b>\$ 98,403,983</b>	<b>\$ 78,730,226</b>	<b>\$ 81,216,798</b>	<b>\$ 2,486,572</b>	<b>2.53%</b>

<b>SUMMARY BY FUND</b>	<b>PURCHASE PRICE</b> \$	<b>ESTIMATED BOOK VALUE</b> 30/06/2010 \$	<b>ESTIMATED CURRENT MARKET VALUE</b> \$	<b>BOOK PROFIT/(LOSS)</b> \$	<b>BOOK PROFIT/(LOSS)</b> %
AA	\$ 28,296,177	\$ 28,296,177	\$ 28,296,177	\$ -	0.00%
AA-	\$ 36,357,161	\$ 36,339,431	\$ 36,345,091	\$ 5,660	0.02%
A+	\$ 5,300,000	\$ 5,300,000	\$ 5,300,000	\$ -	0.00%
A	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ -	0.00%
A-	\$ 2,500,000	\$ 2,379,555	\$ 2,428,925	\$ 49,370	1.97%
BBB+	\$ 1,000,000	\$ 983,880	\$ 990,560	\$ 6,680	0.67%
CCC	\$ 1,500,000	\$ 76,950	\$ 498,000	\$ 421,050	28.07%
CCC-	\$ 3,600,000	\$ 376,140	\$ 814,860	\$ 438,720	12.19%
NR	\$ 16,620,000	\$ 1,747,448	\$ 3,312,540	\$ 1,565,092	9.42%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	<b>\$ 98,403,983</b>	<b>\$ 78,730,226</b>	<b>\$ 81,216,798</b>	<b>\$ 2,486,572</b>	<b>2.53%</b>



**CITY OF MELVILLE  
STATEMENT OF INVESTMENTS  
FOR THE PERIOD ENDING 30 NOVEMBER 2010**

INSTITUTION / INVESTMENT	RISK of IMPAIRMENT	INVESTMENT TYPE	Current Interest Rate %	S & P RATING	PROPORTION	MAX. PER INSTITUTION POLICY	FACE VALUE \$	BOOK VALUE AT 30/6/2010 \$	CURRENT EST MARKET VALUE \$	INVESTMENT GAIN / (LOSS) SINCE 30/6/10 \$
BANKWEST (11AM)		11AM	4.70%	AA	1%	20%	\$736,650	\$736,650	\$736,650	\$0
WESTPAC (MAXI DIRECT)		11AM	4.50%	AA-	3%	20%	\$3,357,161	\$3,357,161	\$3,357,161	\$0
							<b>\$4,093,810</b>	<b>\$4,093,810</b>	<b>\$4,093,810</b>	<b>\$0</b>
BANKWEST (TERM)		TERM	5.85%	AA	13%	20%	\$12,559,527	\$12,559,527	\$12,559,527	\$0
COMMONWEALTH BANK		TERM	5.70%	AA	15%	20%	\$15,000,000	\$15,000,000	\$15,000,000	\$0
SUNCORP METWAY LTD (TERM)		TERM	5.84%	A+	5%	20%	\$5,300,000	\$5,300,000	\$5,300,000	\$0
ING BANK		TERM	6.32%	A	3%	20%	\$3,000,000	\$3,000,000	\$3,000,000	\$0
NAB		TERM	5.81%	AA	14%	20%	\$14,000,000	\$14,000,000	\$14,000,000	\$0
ST GEORGE BANK (TERM)		TERM	5.57%	AA-	6%	20%	\$6,200,000	\$6,200,000	\$6,200,000	\$0
WESTPAC (TERM)		TERM	6.26%	AA-	12%	20%	\$11,800,000	\$11,800,000	\$11,800,000	\$0
							<b>\$67,859,527</b>	<b>\$67,859,527</b>	<b>\$67,859,527</b>	<b>\$0</b>
ADELAIDE BANK	Very Low	ADI	5.31%	BBB+	1%	10%	\$1,000,000	\$983,880	\$990,560	\$6,680
ELDERS RURAL BANK	Very Low	ADI	5.55%	BBB	1%	0%	\$500,000	\$485,200	\$488,750	\$3,550
MACQUARIE BANK	Very Low	ADI	5.39%	A-	2%	15%	\$1,500,000	\$1,410,105	\$1,444,935	\$34,830
SUNCORP METWAY LTD	Very Low	ADI	5.16%	A+	1%	15%	\$1,000,000	\$969,450	\$983,990	\$14,540
WESTPAC BANK	Very Low	ADI	5.09%	AA-	1%	20%	\$1,000,000	\$982,270	\$987,930	\$5,660
APHEX (GLENELG)	High	CDO	6.53%	NR	2%	0%	\$2,000,000	\$125,600	\$430,000	\$304,400
BERYL FINANCE GLOBAL BANK N	Early Term.	CDO	0.00%	NR	2%	0%	\$2,000,000	\$1	\$0	-\$1
BERYL FINANCE GLOBAL BANK N	Early Term.	CDO	0.00%	NR	0%	0%	\$450,000	\$1	\$0	-\$1
CORSAIR (CAYMAN) KAKADU	High	CDO	6.14%	CCC	2%	0%	\$1,500,000	\$76,950	\$498,000	\$421,050
CORSAIR (CAYMAN) TORQUAY	Very High	CDO	6.34%	NR	2%	0%	\$1,885,000	\$23,000	\$118,944	\$95,944
ETHICAL LIMITED GREEN	High	CDO	5.74%	NR	1%	0%	\$1,000,000	\$11,000	\$208,900	\$197,900
HELIUM CAPITAL (ESPERANCE)	High	CDO	6.44%	CCC-	2%	0%	\$1,800,000	\$355,140	\$814,860	\$459,720
HELIUM CAPITAL (SCARBOROUGH)	High	CDO	6.63%	CCC-	2%	0%	\$1,800,000	\$21,000	\$0	-\$21,000
MAGNOLIA FLINDERS	Moderate	CDO	6.24%	NR	2%	20%	\$2,000,000	\$988,139	\$1,750,000	\$761,861
MANAGED ACES CLASS 11A PARK	Very High	CDO	8.04%	NR	1%	0%	\$1,000,000	\$3,000	\$2,500	-\$500
MANAGED ACES CLASS 1A PARK	High	CDO	6.37%	NR	1%	0%	\$1,050,000	\$10,500	\$9,450	-\$1,050
OMEGA CAPITAL CLASS A HENLE	Moderate	CDO	5.70%	NR	0%	0%	\$385,000	\$82,506	\$303,996	\$221,490
STARTS (CAYMAN) BLUE GUM	Defaulted	CDO	6.23%	NR	2%	0%	\$1,500,000	\$7,500	\$0	-\$7,500
ZIRCON FINANCE COOLANGATTA	Early Term.	CDO	0.00%	NR	2%	0%	\$1,500,000	\$9,300	\$0	-\$9,300
ZIRCON FINANCE MERIMBULA	Early Term.	CDO	0.00%	NR	1%	0%	\$500,000	\$1,700	\$0	-\$1,700
ZIRCON FINANCE MIAMI	Early Term.	CDO	0.00%	NR	1%	0%	\$850,000	\$1	\$0	-\$1
							<b>\$26,220,000</b>	<b>\$6,546,243</b>	<b>\$9,032,815</b>	<b>\$2,486,572</b>
UNITS IN LOCAL GOVT HOUSE		UNITS	0.00%				\$230,645	\$230,645	\$230,645	\$0
<b>TOTAL FUNDS INVESTED</b>					<b>100%</b>		<b>\$98,403,983</b>	<b>\$78,730,226</b>	<b>\$81,216,798</b>	<b>\$2,486,572</b>

**DIVERSIFICATION / CREDIT RISK COMPARISON**

CREDIT RISK	PURCHASE PRICE \$	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % AMOUNT IN TOTAL PORTFOLIO POLICY	Comments
AA	\$42,296,177	\$42,296,177	52%	80%	
AA-	\$22,357,161	\$22,345,091	28%	80%	
A+	\$6,300,000	\$6,283,990	8%	50%	
A	\$3,000,000	\$3,000,000	4%	50%	
A-	\$1,500,000	\$1,444,935	2%	50%	
BBB+	\$1,000,000	\$990,560	1%	20%	
BBB	\$500,000	\$488,750	1%	0%	Purchased Prior To Policy Change
CCC	\$1,500,000	\$498,000	1%	0%	
CCC-	\$3,600,000	\$814,860	1%	0%	
NR	\$16,120,000	\$2,823,790	3%	0%	
UNITS IN LOCAL GOVT: HOUSE	\$230,645	\$230,645	0%	0.1%	Council Decision
<b>TOTAL</b>	<b>\$98,403,983</b>	<b>\$81,216,798</b>	<b>100%</b>		

**DIVERSIFICATION RISK**

INSTITUTION	INVESTMENT TYPE	S & P RATING	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	INSTITUTION PROPORTION	MAX. % WITH ANY ONE INSTITUTION	Comments
BANKWEST (11AM)	11AM	AA	736,650	0.91%		20%	
BANKWEST (TERM)	TERM	AA	12,559,527	15.46%	16.37%	20%	
COMMONWEALTH BANK	TERM	AA	15,000,000	18.47%	18.47%	20%	
MACQUARIE BANK	ADI	A-	1,444,935	1.78%		15%	
MACQUARIE BANK (TERM)	TERM	AAA	-	0.00%	1.78%	20%	
NAB	TERM	AA	14,000,000	17.24%	17.24%	20%	
ING BANK	TERM	A	3,000,000	3.69%	3.69%	20%	
ST GEORGE BANK (TERM)	TERM	AA-	6,200,000	7.63%	7.63%	20%	
WESTPAC (MAXI BONUS 1)	11AM	AA-	-	0.00%		20%	
WESTPAC (MAXI BONUS 2)	11AM	AA-	-	0.00%		20%	
WESTPAC (MAXI DIRECT)	11AM	AA-	3,357,161	4.13%		20%	
WESTPAC (TERM)	TERM	AA-	11,800,000	14.53%		20%	
WESTPAC BANK	ADI	AA-	987,930	1.22%	19.88%	20%	
ADELAIDE BANK	ADI	BBB+	990,560	1.22%		10%	
ELDERS RURAL BANK	ADI	BBB	488,750	0.60%	0.60%	10%	Purchased Prior To Policy Change
SUNCORP METWAY LTD (TERM)	TERM	A+	5,300,000	6.53%		15%	
SUNCORP METWAY LTD	ADI	A+	983,990	1.21%	7.74%	15%	
CDO - Various	CDO		4,136,650	5.09%	5.09%		Purchased Prior To Policy Change
UNITS IN LOCAL GOVT HOUSE	UNITS		230,645	0.28%	0.28%		
			<b>\$81,216,798</b>	<b>100%</b>	<b>100%</b>		

**MATURITY COMPARISON**

TERM to MATURITY	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % IN ANY ONE YEAR	Comments
MUNICIPAL & TRUST FUNDS				
< 1 year	53,702,729	100%	100%	
< 2 years	-	0%	10%	
< 3 years	-	0%	10%	
< 4 years	-	0%	0%	
< 5 years	-	0%	0%	
> 5 years	-	0%	0%	Purchased Prior To Policy Change
	<b>53,702,729</b>	<b>100%</b>		
RESERVE FUNDS				
< 1 year	18,077,583	67%	100%	
< 2 years	3,044,556	11%	80%	
< 3 years	933,804	3%	80%	
< 4 years	706,900	3%	40%	
< 5 years	441,950	2%	40%	
> 5 years	3,905,605	14%	20%	Purchased Prior To Policy Change
	<b>27,110,398</b>	<b>100%</b>		