

**CITY OF MELVILLE
STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 31 AUGUST 2012**

SUMMARY BY FUND	PURCHASE PRICE \$	MANAGEMENT VALUE AT 30/06/2011 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
MUNICIPAL	\$ 54,547,461	\$ 54,547,461	\$ 54,547,461	\$ -	0.00%
RESERVE	\$ 65,258,614	\$ 54,175,049	\$ 58,180,044	\$ 4,004,995	6.14%
TRUST	\$ 472,723	\$ 472,723	\$ 472,723	\$ -	0.00%
CRF	\$ 186,790	\$ 186,790	\$ 186,790	\$ -	0.00%
	\$ 120,465,588	\$ 109,382,023	\$ 113,387,018	\$ 4,004,995	3.32%

SUMMARY BY INVESTMENT TYPE	PURCHASE PRICE \$	MANAGEMENT VALUE AT 30/06/2011 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
ADI	\$ -	\$ -	\$ -	\$ -	0.00%
CDO	\$ 11,650,000	\$ 566,435	\$ 4,571,430	\$ 4,004,995	34.38%
BOND	\$ 4,500,000	\$ 4,500,000	\$ 4,500,000	\$ -	0.00%
FRN	\$ 6,000,000	\$ 6,000,000	\$ 6,000,000	\$ -	0.00%
FRTD	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ -	0.00%
TERM DEPOSIT	\$ 89,874,410	\$ 89,874,410	\$ 89,874,410	\$ -	0.00%
11AM	\$ 5,710,533	\$ 5,710,533	\$ 5,710,533	\$ -	0.00%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 120,465,588	\$ 109,382,023	\$ 113,387,018	\$ 4,004,995	3.32%

SUMMARY BY CREDIT RATING	PURCHASE PRICE \$	MANAGEMENT VALUE AT 30/06/2011 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
AA	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ -	0.00%
AA-	\$ 78,584,943	\$ 78,584,943	\$ 78,584,943	\$ -	0.00%
A+	\$ 7,600,000	\$ 7,600,000	\$ 7,600,000	\$ -	0.00%
A	\$ 7,100,000	\$ 7,100,000	\$ 7,100,000	\$ -	0.00%
A-	\$ 7,300,000	\$ 7,300,000	\$ 7,300,000	\$ -	0.00%
BBB+	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ -	0.00%
CCC	\$ -	\$ -	\$ -	\$ -	0.00%
CCC-	\$ -	\$ -	\$ -	\$ -	0.00%
NR	\$ 11,650,000	\$ 566,435	\$ 4,571,430	\$ 4,004,995	34.38%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 120,465,588	\$ 109,382,023	\$ 113,387,018	\$ 4,004,995	3.32%

**CITY OF MELVILLE
STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 31 AUGUST 2012**

INSTITUTION / INVESTMENT	RISK of IMPAIRMENT	INVESTMENT TYPE	Current Interest Rate %	S & P RATING	FACE VALUE \$	BOOK VALUE AT 30/6/2011 \$	CURRENT EST MARKET VALUE \$	INVESTMENT GAIN / (LOSS) SINCE 30/6/10 \$	MATURITY DATE
BANKWEST (11AM)		11AM	3.50%	AA-	\$1,005,080	\$1,005,080	\$1,005,080	\$0	On call
WESTPAC (MAXI DIRECT)		11AM	3.75%	AA-	\$2,700,000	\$2,700,000	\$2,700,000	\$0	On call
WESTPAC (MAXI BONUS 1)		11AM	4.10%	AA-	\$1,002,634	\$1,002,634	\$1,002,634	\$0	On call
WESTPAC (MAXI BONUS 2)		11AM	4.10%	AA-	\$1,002,819	\$1,002,819	\$1,002,819	\$0	On call
					\$5,710,533	\$5,710,533	\$5,710,533	\$0	
ANZ BANK (TERM)		TERM	6.00%	AA-	\$2,400,000	\$2,400,000	\$2,400,000	\$0	23-Oct-12
BANKWEST (TERM)		TERM	Various	AA-	\$15,674,410	\$15,674,410	\$15,674,410	\$0	Various
BENDIGO AND ADELAIDE BANK (TERM)		TERM	5.00%	A-	\$7,300,000	\$7,300,000	\$7,300,000	\$0	5-Nov-12
COMMONWEALTH BANK (TERM)		TERM	Various	AA-	\$9,000,000	\$9,000,000	\$9,000,000	\$0	Various
ING BANK (TERM)		TERM	Various	A	\$6,600,000	\$6,600,000	\$6,600,000	\$0	Various
NAB (TERM)		TERM	Various	AA-	\$12,800,000	\$12,800,000	\$12,800,000	\$0	Various
ST GEORGE BANK (TERM)		TERM	Various	AA-	\$16,000,000	\$16,000,000	\$16,000,000	\$0	Various
SUNCORP METWAY LTD (TERM)		TERM	Various	A+	\$7,600,000	\$7,600,000	\$7,600,000	\$0	Various
WESTPAC (TERM)		TERM	Various	AA-	\$12,500,000	\$12,500,000	\$12,500,000	\$0	Various
					\$89,874,410	\$89,874,410	\$89,874,410	\$0	
BANK OF QUEENSLAND (FLOAT RATE TD)		FRTD	4.99%	BBB+	\$2,000,000	\$2,000,000	\$2,000,000	\$0	30-Sep-13
ING BANK (FLOAT RATE TD)		FRTD	4.65%	A	\$500,000	\$500,000	\$500,000	\$0	6-Sep-12
					\$2,500,000	\$2,500,000	\$2,500,000	\$0	
COMMONWEALTH BANK (COVERED BOND)		BOND	5.25%	AAA	\$2,000,000	\$2,000,000	\$2,000,000	\$0	25-Jan-17
COMMONWEALTH BANK (RETAIL BOND)		BOND	5.26%	AA	\$2,000,000	\$2,000,000	\$2,000,000	\$0	20-Dec-15
WESTPAC (COVERED BOND)		BOND	5.28%	AA	\$500,000	\$500,000	\$500,000	\$0	6-Feb-17
COMMONWEALTH BANK (FRN)		FRN	4.76%	AA	\$2,000,000	\$2,000,000	\$2,000,000	\$0	2-Aug-16
NAB (FRN)		FRN	4.45%	AA-	\$2,000,000	\$2,000,000	\$2,000,000	\$0	16-Sep-14
NAB (FRN)		FRN	4.74%	AA-	\$2,000,000	\$2,000,000	\$2,000,000	\$0	21-Jun-16
					\$10,500,000	\$10,500,000	\$10,500,000	\$0	
APHEX (GLENELG)	High	CDO	4.78%	NR	\$2,000,000	\$122,833	\$370,000	\$247,167	22-Dec-14
BERYL FINANCE GLOBAL BANK NOTE	Early Term.	CDO	0.00%	NR	\$2,000,000	\$1	\$1,400,000	\$1,399,999	20-Sep-14
BERYL FINANCE GLOBAL BANK NOTE 2	Early Term.	CDO	0.00%	NR	\$450,000	\$1	\$315,000	\$314,999	20-Sep-14
CORSAIR (CAYMAN) KAKADU	High	CDO	5.83%	NR	\$1,500,000	\$75,255	\$276,600	\$201,345	20-Mar-14
HELIUM CAPITAL (ESPERANCE)	High	CDO	6.13%	NR	\$1,800,000	\$347,317	\$779,580	\$432,263	20-Mar-13
MANAGED ACES CLASS 1A PARKES	High	CDO	0.00%	NR	\$1,050,000	\$10,269	\$5,250	-\$5,019	20-Jun-15
ZIRCON FINANCE COOLANGATTA	Early Term.	CDO	0.00%	NR	\$1,500,000	\$9,095	\$750,000	\$740,905	20-Sep-14
ZIRCON FINANCE MERIMBULA	Early Term.	CDO	0.00%	NR	\$500,000	\$1,663	\$250,000	\$248,337	20-Jun-13
ZIRCON FINANCE MIAMI	Early Term.	CDO	0.00%	NR	\$850,000	\$1	\$425,000	\$424,999	20-Mar-17
					\$11,650,000	\$566,435	\$4,571,430	\$4,004,995	
UNITS IN LOCAL GOVT HOUSE		UNITS	0.00%		\$230,645	\$230,645	\$230,645	\$0	
TOTAL FUNDS INVESTED					\$120,465,588	\$109,382,023	\$113,387,018	\$4,004,995	

CREDIT RISK COMPARISON

CREDIT RISK	PURCHASE PRICE \$	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % AMOUNT IN TOTAL PORTFOLIO	Comments
AA	\$4,000,000	\$4,000,000	4%	80%	
AA-	\$78,584,943	\$78,584,943	69%	80%	
A+	\$7,600,000	\$7,600,000	7%	50%	
A	\$7,100,000	\$7,100,000	6%	50%	
A-	\$7,300,000	\$7,300,000	6%	50%	
BBB+	\$2,000,000	\$2,000,000	2%	20%	
NR	\$11,650,000	\$4,571,430	4%		Purchased Prior To Policy Change
UNITS IN LOCAL GOVT. HOUSE	\$230,645	\$230,645	0%	0.1%	Council Decision
TOTAL	120,465,588	113,387,018	100%		

DIVERSIFICATION RISK

INSTITUTION	INVESTMENT TYPE	S & P RATING	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	INSTITUTION PROPORTION	MAX. % WITH ANY ONE INSTITUTION	Comments
ANZ BANK (TERM)	TERM	AA-	2,400,000	2.12%	2.12%	20%	
BANKWEST (11AM)	11AM	AA-	1,005,080	0.89%		20%	
BANKWEST (TERM)	TERM	AA-	15,674,410	13.82%	14.71%	20%	
BANK OF QUEENSLAND (FLOAT RATE TD)	FRTD	BBB+	2,000,000	1.76%	1.76%	10%	
BENDIGO AND ADELAIDE BANK (TERM)	TERM	A-	7,300,000	6.44%	6.44%	15%	
COMMONWEALTH BANK (TERM)	TERM	AA-	9,000,000	7.94%		20%	
COMMONWEALTH BANK (COVERED BOND)	BOND	AAA	2,000,000	1.76%		20%	
COMMONWEALTH BANK (RETAIL BOND)	BOND	AA	2,000,000	1.76%		20%	
COMMONWEALTH BANK (FRN)	FRN	AA	2,000,000	1.76%	13.23%	20%	
ING BANK (TERM)	TERM	A	6,600,000	5.82%		15%	
ING BANK (FLOAT RATE TD)	FRTD	A	500,000	0.44%	6.26%	15%	
MACQUARIE BANK	ADI	A	-	0.00%	0.00%	15%	
NAB (FRN)	FRN	AA-	4,000,000	3.53%		20%	
NAB (TERM)	TERM	AA-	12,800,000	11.29%	14.82%	20%	
RABODIRECT (TERM)	TERM	AA	-	0.00%	0.00%	15%	
ST GEORGE BANK (TERM)	TERM	AA-	16,000,000	14.11%	14.11%	20%	
SUNCORP METWAY LTD (TERM)	TERM	A+	7,600,000	6.70%	6.70%	15%	
WESTPAC (MAXI BONUS 1)	11AM	AA-	1,002,634	0.88%		20%	
WESTPAC (MAXI BONUS 2)	11AM	AA-	1,002,819	0.88%		20%	
WESTPAC (MAXI DIRECT)	11AM	AA-	2,700,000	2.38%		20%	
WESTPAC (TERM)	TERM	AA-	12,500,000	11.02%		20%	
WESTPAC (COVERED BOND)	BOND	AA	500,000	0.44%		20%	
WESTPAC BANK	ADI	AA	-	0.00%	15.62%	20%	
ADELAIDE BANK	ADI	A-	-	0.00%	0.00%	10%	
CDO - Various	CDO		4,571,430	4.03%	4.03%		Purchased Prior To Policy Change
UNITS IN LOCAL GOVT HOUSE	UNITS		230,645	0.20%	0.20%		
			113,387,018	100%	100%		

MATURITY COMPARISON

TERM to MATURITY	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % IN ANY ONE YEAR	Comments
MUNICIPAL & TRUST FUNDS				
< 1 year	54,789,539	100%	100%	
	54,789,539	100%		
RESERVE FUNDS				
< 1 year	42,138,194	72%	100%	
< 2 years	2,276,600	4%	80%	
< 3 years	4,840,250	8%	80%	
< 4 years	6,000,000	10%	40%	
< 5 years	2,925,000	5%	40%	
> 5 years	-	0%	20%	Purchased Prior To Policy Change
	58,180,044	100%		