

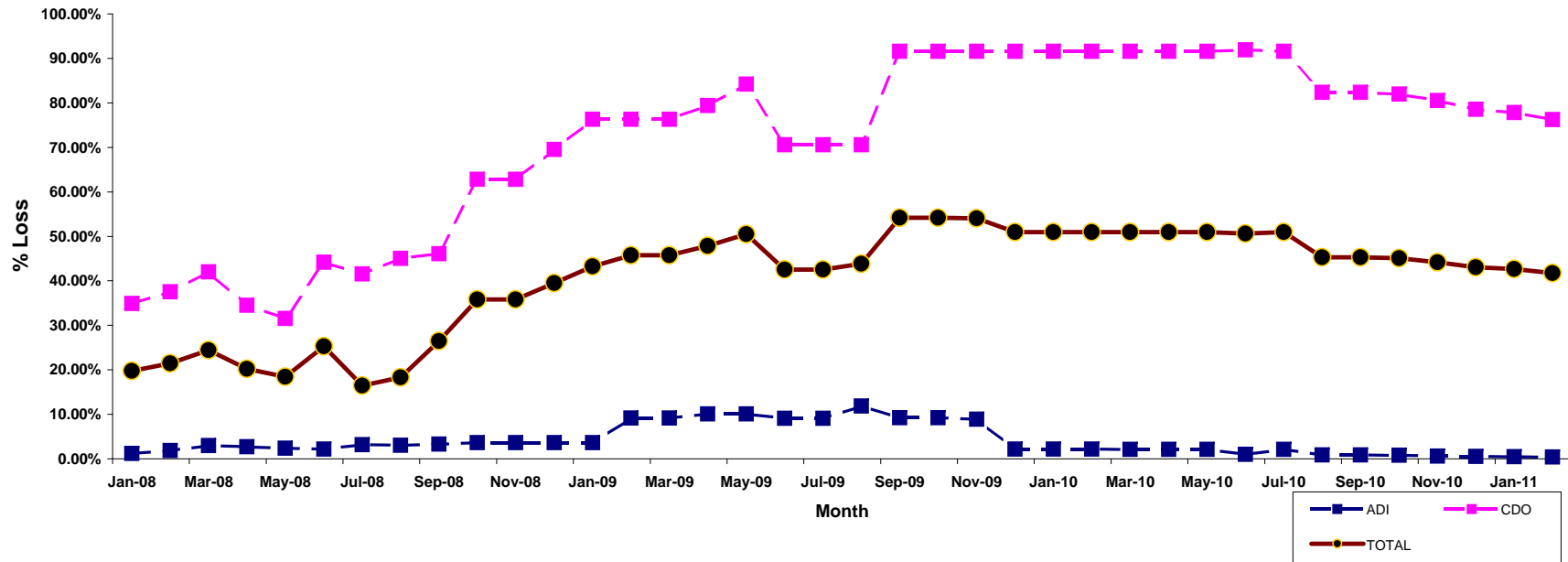
**CITY OF MELVILLE
STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 28 FEBRUARY 2011**

SUMMARY BY FUND	PURCHASE PRICE \$	ESTIMATED BOOK VALUE 30/06/2010 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
MUNICIPAL	\$ 44,562,257	\$ 44,562,257	\$ 44,562,257	\$ -	0.00%
RESERVE	\$ 42,797,583	\$ 24,616,326	\$ 28,048,916	\$ 3,432,590	8.02%
TRUST	\$ 504,947	\$ 504,947	\$ 504,947	\$ -	0.00%
CRF	\$ 175,988	\$ 175,988	\$ 175,988	\$ -	0.00%
	\$ 88,040,775	\$ 69,859,518	\$ 73,292,108	\$ 3,432,590	3.90%

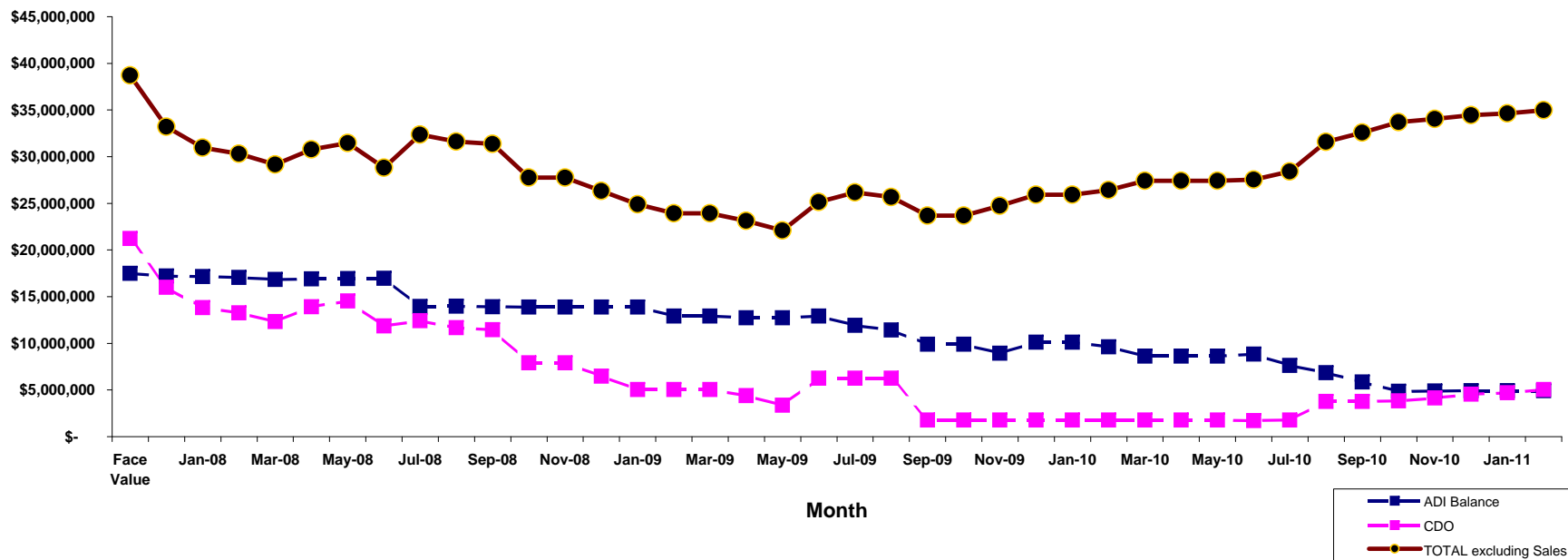
SUMMARY BY FUND	PURCHASE PRICE \$	ESTIMATED BOOK VALUE 30/06/2010 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
ADI	\$ 5,000,000	\$ 4,830,905	\$ 4,928,895	\$ 97,990	1.96%
CDO	\$ 19,720,000	\$ 1,707,838	\$ 5,042,438	\$ 3,334,600	16.91%
BOND	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ -	0.00%
TERM DEPOSIT	\$ 59,162,543	\$ 59,162,543	\$ 59,162,543	\$ -	0.00%
11AM	\$ 1,927,587	\$ 1,927,587	\$ 1,927,587	\$ -	0.00%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 88,040,775	\$ 69,859,518	\$ 73,292,108	\$ 3,432,590	3.90%

SUMMARY BY FUND	PURCHASE PRICE \$	ESTIMATED BOOK VALUE 30/06/2010 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
AA	\$ 21,489,675	\$ 21,489,675	\$ 21,489,675	\$ -	0.00%
AA-	\$ 34,300,455	\$ 34,282,725	\$ 34,291,515	\$ 8,790	0.03%
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	\$ 2,449,945	\$ 70,390	2.82%
BBB+	\$ 1,000,000	\$ 983,880	\$ 992,390	\$ 8,510	0.85%
CCC	\$ 1,500,000	\$ 76,950	\$ 703,350	\$ 626,400	41.76%
CCC-	\$ 3,600,000	\$ 376,140	\$ 1,021,500	\$ 645,360	17.93%
NR	\$ 15,120,000	\$ 1,739,948	\$ 3,813,088	\$ 2,073,140	13.71%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 88,040,775	\$ 69,859,518	\$ 73,292,108	\$ 3,432,590	3.90%

MONTHLY INVESTMENT VALUATIONS (% Loss)



MONTHLY INVESTMENT VALUATIONS (\$)



**CITY OF MELVILLE
STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 28 FEBRUARY 2011**

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	2%	20%	\$1,327,132	\$1,327,132	\$1,327,132	\$0
WESTPAC (MAXI DIRECT)		11AM	4.80%	AA-	1%	20%	\$600,000	\$600,000	\$600,000	\$0
WESTPAC (MAXI BONUS 1)		11AM	5.20%	AA-	0%	20%	\$455	\$455	\$455	\$0
WESTPAC (MAXI BONUS 2)		11AM	5.20%	AA-	0%	20%	\$0	\$0	\$0	\$0
							\$1,927,587	\$1,927,587	\$1,927,587	\$0
BANKWEST (TERM)		TERM	5.85%	AA	8%	20%	\$7,162,543	\$7,162,543	\$7,162,543	\$0
COMMONWEALTH BANK (TERM)		TERM	5.69%	AA	12%	20%	\$11,000,000	\$11,000,000	\$11,000,000	\$0
SUNCORP METWAY LTD (TERM)		TERM	6.25%	A+	6%	20%	\$5,300,000	\$5,300,000	\$5,300,000	\$0
ING BANK		TERM	6.21%	A	3%	20%	\$3,000,000	\$3,000,000	\$3,000,000	\$0
NAB		TERM	6.09%	AA	15%	20%	\$13,500,000	\$13,500,000	\$13,500,000	\$0
ST GEORGE BANK (TERM)		TERM	5.79%	AA-	10%	20%	\$8,400,000	\$8,400,000	\$8,400,000	\$0
WESTPAC (TERM)		TERM	6.26%	AA-	12%	20%	\$10,800,000	\$10,800,000	\$10,800,000	\$0
							\$59,162,543	\$59,162,543	\$59,162,543	\$0
COMMONWEALTH BANK (BOND)		BOND	6.00%	AA	2%	20%	\$2,000,000	\$2,000,000	\$2,000,000	\$0
							\$2,000,000	\$2,000,000	\$2,000,000	\$0
ADELAIDE BANK	Very Low	ADI	5.37%	BBB+	1%	10%	\$1,000,000	\$983,880	\$992,390	\$8,510
ELDER'S RURAL BANK	Very Low	ADI	5.67%	BBB	1%	0%	\$500,000	\$485,200	\$495,500	\$10,300
MACQUARIE BANK	Very Low	ADI	5.32%	A-	2%	15%	\$1,500,000	\$1,410,105	\$1,458,675	\$48,570
SUNCORP METWAY LTD	Very Low	ADI	5.33%	A-	1%	15%	\$1,000,000	\$969,450	\$991,270	\$21,820
WESTPAC BANK	Very Low	ADI	5.19%	AA-	1%	20%	\$1,000,000	\$982,270	\$991,060	\$8,790
APHEX (GLENELG)	High	CDO	6.70%	NR	2%	0%	\$2,000,000	\$125,600	\$540,000	\$414,400
BERYL FINANCE GLOBAL BANK NOTE	Early Term.	CDO	0.00%	NR	2%	0%	\$2,000,000	\$1	\$0	-\$1
BERYL FINANCE GLOBAL BANK NOTE 2	Early Term.	CDO	0.00%	NR	1%	0%	\$450,000	\$1	\$0	-\$1
CORSAIR (CAYMAN) KAKADU	High	CDO	6.35%	CCC	2%	0%	\$1,500,000	\$76,950	\$703,350	\$626,400
CORSAIR (CAYMAN) TORQUAY	Very High	CDO	6.55%	NR	2%	0%	\$1,885,000	\$23,000	\$264,843	\$241,843
ETHICAL LIMITED GREEN	High	CDO	5.95%	NR	1%	0%	\$1,000,000	\$11,000	\$333,500	\$322,500
HELIUM CAPITAL (ESPERANCE)	High	CDO	6.65%	CCC-	2%	0%	\$1,800,000	\$355,140	\$1,021,500	\$666,360
HELIUM CAPITAL (SCARBOROUGH)	High	CDO	6.83%	CCC-	2%	0%	\$1,800,000	\$21,000	\$0	-\$21,000
MAGNOLIA FLINDERS	Moderate	CDO	6.45%	NR	2%	20%	\$2,000,000	\$988,139	\$1,730,000	\$741,861
MANAGED ACES CLASS 11A PARKES	Very High	CDO	8.25%	NR	1%	0%	\$1,000,000	\$3,000	\$15,000	\$12,000
MANAGED ACES CLASS 1A PARKES	High	CDO	6.58%	NR	1%	0%	\$1,050,000	\$10,500	\$119,700	\$109,200
OMEGA CAPITAL CLASS A HENLEY	Moderate	CDO	5.80%	NR	0%	0%	\$385,000	\$82,506	\$314,545	\$232,039
ZIRCON FINANCE COOLANGATTA	Early Term.	CDO	0.00%	NR	2%	0%	\$1,500,000	\$9,300	\$0	-\$9,300
ZIRCON FINANCE MERIBULA	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
							\$24,720,000	\$6,538,743	\$9,971,333	\$3,432,590
UNITS IN LOCAL GOVT HOUSE		UNITS	0.00%				\$230,645	\$230,645	\$230,645	\$0
TOTAL FUNDS INVESTED					100%		\$88,040,775	\$69,859,518	\$73,292,108	\$3,432,590

DIVERSIFICATION / CREDIT RISK COMPARISON

CREDIT RISK	PURCHASE PRICE \$	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % AMOUNT IN TOTAL PORTFOLIO POLICY	Comments
AA	\$34,989,675	\$34,989,675	48%	80%	
AA-	\$20,800,455	\$20,791,515	28%	80%	
A+	\$5,300,000	\$5,300,000	7%	50%	
A	\$3,000,000	\$3,000,000	4%	50%	
A-	\$2,500,000	\$2,449,945	3%	50%	
BBB+	\$1,000,000	\$992,390	1%	20%	
BBB	\$500,000	\$495,500	1%	0%	Purchased Prior To Policy Change
CCC	\$1,500,000	\$703,350	1%	0%	
CCC-	\$3,600,000	\$1,021,500	1%	0%	
NR	\$14,620,000	\$3,317,588	5%	0%	
UNITS IN LOCAL GOVT: HOUSE	\$230,645	\$230,645	0%	0.1%	Council Decision
TOTAL	88,040,775	73,292,108	100%		

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	1,327,132	1.81%		20%	
BANKWEST (TERM)	TERM	AA	7,162,543	9.77%	11.58%	20%	
COMMONWEALTH BANK (TERM)	TERM	AA	11,000,000	15.01%		20%	
COMMONWEALTH BANK (BOND)	BOND	AA	2,000,000	2.73%	17.74%	20%	
MACQUARIE BANK	ADI	A-	1,458,675	1.99%		15%	
MACQUARIE BANK (TERM)	TERM	AAA	-	0.00%	1.99%	20%	
NAB	TERM	AA	13,500,000	18.42%	18.42%	20%	
ING BANK	TERM	A	3,000,000	4.09%	4.09%	20%	
ST GEORGE BANK (TERM)	TERM	AA-	8,400,000	11.46%	11.46%	20%	
WESTPAC (MAXI BONUS 1)	11AM	AA-	455	0.00%		20%	
WESTPAC (MAXI BONUS 2)	11AM	AA-	-	0.00%		20%	
WESTPAC (MAXI DIRECT)	11AM	AA-	600,000	0.82%		20%	
WESTPAC (TERM)	TERM	AA-	10,800,000	14.74%		20%	
WESTPAC BANK	ADI	AA-	991,060	1.35%	16.91%	20%	
ADELAIDE BANK	ADI	BBB+	992,390	1.35%	1.35%	10%	
ELDER'S RURAL BANK	ADI	BBB	495,500	0.68%	0.68%	10%	
SUNCORP METWAY LTD (TERM)	TERM	A+	5,300,000	7.23%		15%	
SUNCORP METWAY LTD	ADI	A-	991,270	1.35%	8.58%	15%	
CDO - Various	CDO		5,042,438	6.88%	6.88%		Purchased Prior To Policy Change
UNITS IN LOCAL GOVT HOUSE	UNITS		230,645	0.31%	0.31%		
			\$73,292,108	100%	100%		

MATURITY COMPARISON

TERM to MATURITY	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % IN ANY ONE YEAR	Comments
MUNICIPAL & TRUST FUNDS				
< 1 year	42,836,559	96%	100%	
< 2 years	-	0%	10%	
< 3 years	-	0%	10%	
< 4 years	-	0%	0%	
< 5 years	2,000,000	4%	0%	CBA Retail Bond
> 5 years	-	0%	0%	
	44,836,559	100%		
RESERVE FUNDS				
< 1 year	18,077,583	64%	100%	
< 2 years	3,036,935	11%	80%	
< 3 years	1,286,343	5%	80%	
< 4 years	1,576,850	6%	40%	
< 5 years	134,700	0%	40%	
> 5 years	3,936,505	14%	20%	Purchased Prior To Policy Change
	28,048,916	100%		