

**CITY OF MELVILLE
STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 29 FEBRUARY 2012**

SUMMARY BY FUND	PURCHASE PRICE \$	MANAGEMENT VALUE AT 30/06/2011 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
MUNICIPAL	\$ 47,064,333	\$ 47,064,333	\$ 47,064,333	\$ -	0.00%
RESERVE	\$ 51,576,991	\$ 35,272,887	\$ 40,127,199	\$ 4,854,312	9.41%
TRUST	\$ 505,818	\$ 505,818	\$ 505,818	\$ -	0.00%
CRF	\$ 183,184	\$ 183,184	\$ 183,184	\$ -	0.00%
	\$ 99,330,326	\$ 83,026,221	\$ 87,880,534	\$ 4,854,312	4.89%

SUMMARY BY INVESTMENT TYPE	PURCHASE PRICE \$	MANAGEMENT VALUE AT 30/06/2011 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
ADI	\$ 2,500,000	\$ 2,466,215	\$ 2,495,735	\$ 29,520	1.18%
CDO	\$ 17,920,000	\$ 1,649,681	\$ 6,474,473	\$ 4,824,792	26.92%
BOND	\$ -	\$ -	\$ -	\$ -	0.00%
FRN	\$ 10,500,000	\$ 10,500,000	\$ 10,500,000	\$ -	0.00%
FRTD	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ -	0.00%
TERM DEPOSIT	\$ 59,069,738	\$ 59,069,738	\$ 59,069,738	\$ -	0.00%
11AM	\$ 6,609,942	\$ 6,609,942	\$ 6,609,942	\$ -	0.00%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 99,330,326	\$ 83,026,221	\$ 87,880,534	\$ 4,854,312	4.89%

SUMMARY BY CREDIT RATING	PURCHASE PRICE \$	MANAGEMENT VALUE AT 30/06/2011 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
AA	\$ 5,500,000	\$ 5,500,000	\$ 5,500,000	\$ -	0.00%
AA-	\$ 59,879,681	\$ 59,879,681	\$ 59,879,681	\$ -	0.00%
A+	\$ 6,300,000	\$ 6,300,000	\$ 6,300,000	\$ -	0.00%
A	\$ 3,000,000	\$ 2,969,715	\$ 2,988,045	\$ 18,330	0.61%
A-	\$ 2,500,000	\$ 2,496,500	\$ 2,507,690	\$ 11,190	0.45%
BBB+	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ -	0.00%
CCC	\$ -	\$ -	\$ -	\$ -	0.00%
CCC-	\$ -	\$ -	\$ -	\$ -	0.00%
NR	\$ 17,920,000	\$ 1,649,681	\$ 6,474,473	\$ 4,824,792	26.92%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 99,330,326	\$ 83,026,221	\$ 87,880,534	\$ 4,854,312	4.89%

**CITY OF MELVILLE
STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 29 FEBRUARY 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	4.25%	AA-	\$2,409,024	\$2,409,024	\$2,409,024	\$0	On call
WESTPAC (MAXI DIRECT)		11AM	4.80%	AA-	\$2,900,000	\$2,900,000	\$2,900,000	\$0	On call
WESTPAC (MAXI BONUS 1)		11AM	5.20%	AA-	\$1,300,918	\$1,300,918	\$1,300,918	\$0	On call
WESTPAC (MAXI BONUS 2)		11AM	5.20%	AA-	\$0	\$0	\$0	\$0	On call
					\$6,609,942	\$6,609,942	\$6,609,942	\$0	
AMP BANK LTD (TERM)		TERM	Various	AA-	\$1,000,000	\$1,000,000	\$1,000,000	\$0	Various
BANKWEST (TERM)		TERM	Various	AA-	\$11,369,738	\$11,369,738	\$11,369,738	\$0	Various
BENDIGO AND ADELAIDE BANK (TERM)		TERM	5.75%	A-	\$1,500,000	\$1,500,000	\$1,500,000	\$0	7-May-12
COMMONWEALTH BANK (TERM)		TERM	5.20%	AA-	\$3,000,000	\$3,000,000	\$3,000,000	\$0	5-Apr-12
SUNCORP METWAY LTD (TERM)		TERM	Various	A+	\$6,300,000	\$6,300,000	\$6,300,000	\$0	Various
NAB (TERM)		TERM	Various	AA-	\$10,300,000	\$10,300,000	\$10,300,000	\$0	Various
ST GEORGE BANK (TERM)		TERM	Various	AA-	\$13,800,000	\$13,800,000	\$13,800,000	\$0	Various
RABODIRECT (TERM)		TERM	5.60%	AA	\$1,500,000	\$1,500,000	\$1,500,000	\$0	21-May-12
WESTPAC (TERM)		TERM	Various	AA-	\$10,300,000	\$10,300,000	\$10,300,000	\$0	Various
					\$59,069,738	\$59,069,738	\$59,069,738	\$0	
BANK OF QUEENSLAND (FLOAT RATE TD)		FRTD	6.42%	BBB+	\$2,000,000	\$2,000,000	\$2,000,000	\$0	30-Sep-13
ING BANK		FRTD	5.69%	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)		FRN	6.10%	AAA	\$2,000,000	\$2,000,000	\$2,000,000	\$0	25-Jan-17
COMMONWEALTH BANK (RETAIL BOND)		FRN	5.81%	AA	\$2,000,000	\$2,000,000	\$2,000,000	\$0	20-Dec-15
COMMONWEALTH BANK (FRN)		FRN	5.48%	AA	\$2,000,000	\$2,000,000	\$2,000,000	\$0	2-Aug-16
NAB (FRN)		FRN	5.38%	AA-	\$2,000,000	\$2,000,000	\$2,000,000	\$0	16-Sep-14
NAB (FRN)		FRN	5.61%	AA-	\$2,000,000	\$2,000,000	\$2,000,000	\$0	21-Jun-16
WESTPAC (FRN)		FRN	5.94%	AA-	\$500,000	\$500,000	\$500,000	\$0	6-Feb-17
					\$10,500,000	\$10,500,000	\$10,500,000	\$0	
ADELAIDE BANK	Very Low	ADI	4.85%	A-	\$1,000,000	\$996,500	\$1,007,690	\$11,190	28-Mar-12
MACQUARIE BANK	Very Low	ADI	4.95%	A	\$1,500,000	\$1,469,715	\$1,488,045	\$18,330	31-May-12
WESTPAC BANK	Full redemption	ADI	#N/A	AA-	\$0	\$0	\$0	\$0	
APHEX (GLENELG)	High	CDO	6.17%	NR	\$2,000,000	\$122,833	\$504,540	\$381,707	22-Dec-14
BERYL FINANCE GLOBAL BANK NOTE	Early Term.	CDO	0.00%	NR	\$2,000,000	\$1	\$1,200,000	\$1,199,999	20-Sep-14
BERYL FINANCE GLOBAL BANK NOTE 2	Early Term.	CDO	0.00%	NR	\$450,000	\$1	\$270,000	\$269,999	20-Sep-14
CORSAIR (CAYMAN) KAKADU	High	CDO	5.83%	NR	\$1,500,000	\$75,255	\$288,075	\$212,820	20-Mar-14
CORSAIR (CAYMAN) TORQUAY	Very High	CDO	6.31%	NR	\$1,885,000	\$22,493	\$361	-\$22,132	20-Jun-13
ETHICAL LIMITED GREEN	High	CDO	5.99%	NR	\$1,000,000	\$10,758	\$92,969	\$82,211	20-Mar-14
HELIUM CAPITAL (ESPERANCE)	High	CDO	6.63%	NR	\$1,800,000	\$347,317	\$483,846	\$136,529	20-Mar-13
HELIUM CAPITAL (SCARBOROUGH)	Defaulted	CDO	#N/A	NR	\$0	\$0	\$0	\$0	
MAGNOLIA FLINDERS	Moderate	CDO	5.93%	NR	\$2,000,000	\$966,372	\$2,024,480	\$1,058,108	20-Mar-12
MANAGED ACES CLASS 11A PARKES	Very High	CDO	7.73%	NR	\$1,000,000	\$2,934	\$1,909	-\$1,025	20-Jun-15
MANAGED ACES CLASS 1A PARKES	High	CDO	6.06%	NR	\$1,050,000	\$10,269	\$98,112	\$87,843	20-Jun-15
OMEGA CAPITAL CLASS A HENLEY	Moderate	CDO	5.27%	NR	\$385,000	\$80,689	\$370,181	\$288,492	20-Jun-13
STARTS (CAYMAN) BLUE GUM	Defaulted	CDO	#N/A	NR	\$0	\$0	\$0	\$0	
ZIRCON FINANCE COOLANGATTA	Early Term.	CDO	0.00%	NR	\$1,500,000	\$9,095	\$600,000	\$590,905	20-Sep-14
ZIRCON FINANCE MERIMBULA	Early Term.	CDO	0.00%	NR	\$500,000	\$1,663	\$200,000	\$198,337	20-Jun-13
ZIRCON FINANCE MIAMI	Early Term.	CDO	0.00%	NR	\$850,000	\$1	\$340,000	\$339,999	20-Mar-17
					\$20,420,000	\$4,115,896	\$8,970,208	\$4,854,312	
UNITS IN LOCAL GOVT HOUSE		UNITS	0.00%		\$230,645	\$230,645	\$230,645	\$0	
TOTAL FUNDS INVESTED					\$99,330,326	\$83,026,221	\$87,880,534	\$4,854,312	

CREDIT RISK COMPARISON

CREDIT RISK	PURCHASE PRICE \$	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % AMOUNT IN TOTAL PORTFOLIO	Comments
AA	\$5,500,000	\$5,500,000	6%	80%	
AA-	\$60,879,681	\$60,879,681	69%	80%	
A+	\$6,300,000	\$6,300,000	7%	50%	
A	\$2,000,000	\$1,988,045	2%	50%	
A-	\$2,500,000	\$2,507,690	3%	50%	
BBB+	\$2,000,000	\$2,000,000	2%	20%	
NR	\$17,920,000	\$6,474,473	7%		Purchased Prior To Policy Change
UNITS IN LOCAL GOVT: HOUSE	\$230,645	\$230,645	0%	0.1%	Council Decision
TOTAL	\$99,330,326	\$7,880,534	100%		

DIVERSIFICATION RISK

INSTITUTION	INVESTMENT TYPE	S & P RATING	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	INSTITUTION PROPORTION	MAX. % WITH ANY ONE INSTITUTION	Comments
AMP BANK LTD (TERM)	TERM	AA-	1,000,000	1.14%	1.14%	20%	
BANKWEST (11AM)	11AM	AA-	2,409,024	2.74%		20%	
BANKWEST (TERM)	TERM	AA-	11,369,738	12.94%		20%	
BANK OF QUEENSLAND (FLOAT RATE TD)	FRTD	BBB+	2,000,000	2.28%	2.28%	10%	
BENDIGO AND ADELAIDE BANK (TERM)	TERM	A-	1,500,000	1.71%	1.71%	15%	
COMMONWEALTH BANK (TERM)	TERM	AA-	3,000,000	3.41%		20%	
COMMONWEALTH BANK (COVERED BOND)	FRN	AAA	2,000,000	2.28%		20%	
COMMONWEALTH BANK (RETAIL BOND)	FRN	AA	2,000,000	2.28%		20%	
COMMONWEALTH BANK (FRN)	FRN	AA	2,000,000	2.28%	10.24%	20%	
ING BANK	FRTD	A	500,000	0.57%	0.57%	15%	
MACQUARIE BANK	ADI	A	1,488,045	1.69%	1.69%	15%	
NAB (FRN)	FRN	AA-	4,000,000	4.55%		20%	
NAB (TERM)	TERM	AA-	10,300,000	11.72%	16.27%	20%	
RABODIRECT (TERM)	TERM	AA	1,500,000	1.71%	1.71%	15%	
ST GEORGE BANK (TERM)	TERM	AA-	13,800,000	15.70%	15.70%	20%	
SUNCORP METWAY LTD (TERM)	TERM	A+	6,300,000	7.17%	7.17%	15%	
WESTPAC (MAXI BONUS 1)	11AM	AA-	1,300,918	1.48%		20%	
WESTPAC (MAXI BONUS 2)	11AM	AA-	-	0.00%		20%	
WESTPAC (MAXI DIRECT)	11AM	AA-	2,900,000	3.30%		20%	
WESTPAC (TERM)	TERM	AA-	10,300,000	11.72%		20%	
WESTPAC (FRN)	FRN	AA-	500,000	0.57%		20%	
WESTPAC BANK	ADI	AA-	-	0.00%	17.07%	20%	
ADELAIDE BANK	ADI	A-	1,007,690	1.15%	1.15%	10%	
CDO - Various	CDO		6,474,473	7.37%	7.37%		Purchased Prior To Policy Change
UNITS IN LOCAL GOVT HOUSE	UNITS		230,645	0.26%	0.26%		
			\$7,880,534	100%	100%		

MATURITY COMPARISON

TERM to MATURITY	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % IN ANY ONE YEAR	Comments
MUNICIPAL & TRUST FUNDS				
< 1 year	44,339,506	100%	100%	
RESERVE FUNDS				
< 1 year	22,059,342	55%	100%	
< 2 years	2,684,207	7%	80%	
< 3 years	4,955,584	12%	80%	
< 4 years	2,100,021	5%	40%	
< 5 years	6,500,000	16%	40%	
> 5 years	1,828,045	5%	20%	Purchased Prior To Policy Change
	\$40,127,199	100%		