

CITY OF MELVILLE
STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 31 JULY 2014

| SUMMARY BY FUND | AMOUNT \$ |
|-----------------------------------|----------------------|
| MUNICIPAL | \$ 17,344,137 |
| RESERVE | \$ 78,576,357 |
| TRUST | \$ 390,234 |
| CITIZEN RELIEF | \$ 204,517 |
| | \$ 96,515,246 |
| SUMMARY BY INVESTMENT TYPE | AMOUNT \$ |
| 11AM | \$ 7,603,142 |
| TERM DEPOSIT | \$ 85,631,459 |
| BOND | \$ 2,000,000 |
| CDO | \$ 1,050,000 |
| UNITS (Local Govt Hse) | \$ 230,645 |
| | \$ 96,515,246 |
| SUMMARY BY CREDIT RATING | AMOUNT \$ |
| AA | \$ 4,500,000 |
| AA- | \$ 58,417,306 |
| A+ | \$ 13,800,000 |
| A | \$ 3,900,000 |
| A- | \$ 14,617,295 |
| BBB+ | \$ - |
| NR | \$ 1,050,000 |
| UNITS (Local Govt Hse) | \$ 230,645 |
| | \$ 96,515,246 |

**STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 31 JULY 2014**

| INSTITUTION / INVESTMENT | RISK of IMPAIRMENT | INVESTMENT TYPE | Interest Rate % | S & P RATING | AMOUNT \$ | MATURITY DATE |
|---|--------------------|-----------------|-----------------|--------------|---------------------|---------------|
| BANKWEST (11AM) | Very Low | 11AM | 2.50% | AA- | \$1,336 | On call |
| WESTPAC (MAXI DIRECT) | Very Low | 11AM | 2.50% | AA- | \$7,000,000 | On call |
| WESTPAC (MAXI BONUS 1) | Very Low | 11AM | 2.85% | AA- | \$601,698 | On call |
| WESTPAC (MAXI BONUS 2) | Very Low | 11AM | 2.85% | AA- | \$108 | On call |
| | | | | | \$7,603,142 | |
| BANK OF QUEENSLAND (TERM) | Very Low | TERM | Various | A- | \$5,117,295 | Various |
| BENDIGO AND ADELAIDE BANK (TERM) | Very Low | TERM | Various | A- | \$2,100,000 | Various |
| CITIBANK (TERM) | Very Low | TERM | Various | AA- | \$15,923,380 | Various |
| AMP BANK (TERM) | Very Low | TERM | Various | A+ | \$13,800,000 | Various |
| ING BANK (TERM) | Very Low | TERM | Various | A- | \$7,400,000 | Various |
| MACQUARIE BANK (TERM) | Very Low | TERM | Various | A | \$3,900,000 | Various |
| NAB (TERM) | Very Low | TERM | Various | AA- | \$15,090,784 | Various |
| RABODIRECT (TERM) | Very Low | TERM | Various | AA | \$2,500,000 | Various |
| ST GEORGE BANK (TERM) | Very Low | TERM | Various | AA- | \$7,200,000 | Various |
| SUNCORP METWAY LTD (TERM) | Very Low | TERM | Various | A+ | \$0 | Various |
| WESTPAC (TERM) | Very Low | TERM | Various | AA- | \$12,600,000 | Various |
| | | | | | \$85,631,459 | |
| COMMONWEALTH BANK (RETAIL BOND) | Very Low | BOND | 3.76% | AA | \$2,000,000 | 20-Dec-15 |
| | | | | | \$2,000,000 | |
| MANAGED ACES CLASS 1A PARKES | Very High | CDO | 4.24% | NR | \$1,050,000 | 20-Jun-15 |
| -Face Value | | | | | \$1,050,000 | |
| -Written Down (Book) Value (30 June 2009) | | | | | \$9,874 | |
| -Estimated Market Value | | | | | \$299,880 | |
| | | | | | \$1,050,000 | |
| UNITS IN LOCAL GOVT HOUSE | NA | NA | NA | NA | \$230,645 | NA |
| TOTAL FUNDS INVESTED | | | | | \$96,515,246 | |

CREDIT RISK COMPARISON

| CREDIT RISK | AMOUNT \$ | ACTUAL PROPORTION | MAX. % AMOUNT IN TOTAL PORTFOLIO | Comments |
|----------------------------|-------------------|-------------------|----------------------------------|----------------------------------|
| AA | \$4,500,000 | 5% | 80% | |
| AA- | \$58,417,306 | 61% | 80% | |
| A+ | \$13,800,000 | 14% | 50% | |
| A | \$3,900,000 | 4% | 50% | |
| A- | \$14,617,295 | 15% | 50% | |
| BBB+ | \$0 | 0% | 20% | |
| NR | \$1,050,000 | 1% | | Purchased Prior To Policy Change |
| UNITS IN LOCAL GOVT: HOUSE | \$230,645 | 0% | 0.1% | Council Decision |
| TOTAL | 96,515,246 | 100% | | |

| DIVERSIFICATION RISK | | | | | | | |
|------------------------------------|------------------------|-------------------------|-------------------|--------------------------|-------------------------------|--|----------------------------------|
| INSTITUTION | INVESTMENT TYPE | S & P RATING | AMOUNT \$ | ACTUAL PROPORTION | INSTITUTION PROPORTION | MAX. % WITH ANY ONE INSTITUTION | Comments |
| ANZ BANK (TERM) | TERM | AA- | - | 0.00% | 0.00% | 20% | |
| AMP BANK (TERM) | TERM | A+ | 13,800,000 | 14.30% | 14.30% | 15% | |
| BANKWEST (11AM) | 11AM | AA- | 1,336 | 0.00% | | 20% | |
| BANKWEST (TERM) | TERM | AA- | - | 0.00% | 0.00% | 20% | |
| BANK OF QUEENSLAND (TERM) | TERM | A- | 5,117,295 | 5.30% | | 15% | |
| BANK OF QUEENSLAND (FLOAT RATE TD) | FRTD | A- | - | 0.00% | 5.30% | 15% | |
| BENDIGO AND ADELAIDE BANK (TERM) | TERM | A- | 2,100,000 | 2.18% | 2.18% | 15% | |
| CITIBANK (TERM) | TERM | AA- | 15,923,380 | 16.50% | 16.50% | 20% | |
| COMMONWEALTH BANK (COVERED BOND) | BOND | AAA | - | 0.00% | | 20% | |
| COMMONWEALTH BANK (RETAIL BOND) | BOND | AA | 2,000,000 | 2.07% | 2.07% | 20% | |
| ING BANK (TERM) | TERM | A- | 7,400,000 | 7.67% | 7.67% | 15% | |
| MACQUARIE BANK (TERM) | TERM | A | 3,900,000 | 4.04% | 4.04% | 15% | |
| NAB (TERM) | TERM | AA- | 15,090,784 | 15.64% | 15.64% | 20% | |
| RABODIRECT (TERM) | TERM | AA | 2,500,000 | 2.59% | 2.59% | 15% | |
| ST GEORGE BANK (TERM) | TERM | AA- | 7,200,000 | 7.46% | 7.46% | 20% | |
| SUNCORP METWAY LTD (TERM) | TERM | A+ | - | 0.00% | 0.00% | 15% | |
| WESTPAC (MAXI BONUS 1) | 11AM | AA- | 601,698 | 0.62% | | 20% | |
| WESTPAC (MAXI BONUS 2) | 11AM | AA- | 108 | 0.00% | | 20% | |
| WESTPAC (MAXI DIRECT) | 11AM | AA- | 7,000,000 | 7.25% | | 20% | |
| WESTPAC (TERM) | TERM | AA- | 12,600,000 | 13.05% | 20.93% | 20% | |
| MANAGED ACES CLASS 1A PARKES | CDO | | 1,050,000 | 1.09% | 1.09% | | Purchased Prior To Policy Change |
| UNITS IN LOCAL GOVT HOUSE | NA | NA | 230,645 | 0.24% | 0.24% | | |
| | | | 96,515,246 | 100% | 100% | | |

| MATURITY COMPARISON | | | | |
|------------------------------------|-------------------|--------------------------|-------------------------------|---------------------------|
| TERM to MATURITY | AMOUNT \$ | ACTUAL PROPORTION | MAX. % IN ANY ONE YEAR | Comments |
| MUNICIPAL & TRUST FUNDS | | | | |
| < 1 year | 17,503,726 | 100% | 100% | |
| | 17,503,726 | 100% | | |
| RESERVE FUNDS | | | | |
| < 1 year | 76,576,357 | 97% | 100% | |
| < 2 years | 2,000,000 | 3% | 80% | Purchased Prior To Policy |
| < 3 years | - | 0% | 80% | |
| < 4 years | - | 0% | 40% | |
| < 5 years | - | 0% | 40% | |
| > 5 years | - | 0% | 20% | |
| | 78,576,357 | 100% | | |