

**CITY OF MELVILLE
STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 30 JUNE 2012**

SUMMARY BY FUND	PURCHASE PRICE \$	MANAGEMENT VALUE AT 30/06/2011 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
MUNICIPAL RESERVE	\$ 37,883,530	\$ 37,883,530	\$ 37,883,530	\$ -	0.00%
TRUST	\$ 505,818	\$ 505,818	\$ 505,818	\$ -	0.00%
CRF	\$ 187,855	\$ 187,855	\$ 187,855	\$ -	0.00%
	\$ 83,657,824	\$ 72,574,259	\$ 76,356,874	\$ 3,782,615	4.52%

SUMMARY BY INVESTMENT TYPE	PURCHASE PRICE \$	MANAGEMENT VALUE AT 30/06/2011 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
CDO	\$ 11,650,000	\$ 566,435	\$ 4,349,050	\$ 3,782,615	32.47%
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	\$ 57,774,410	\$ 57,774,410	\$ 57,774,410	\$ -	0.00%
11AM	\$ 1,002,769	\$ 1,002,769	\$ 1,002,769	\$ -	0.00%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 83,657,824	\$ 72,574,259	\$ 76,356,874	\$ 3,782,615	4.52%

SUMMARY BY CREDIT RATING	PURCHASE PRICE \$	MANAGEMENT VALUE AT 30/06/2011 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
AAA	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ -	0.00%
AA	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ -	0.00%
AA-	\$ 50,477,179	\$ 50,477,179	\$ 50,477,179	\$ -	0.00%
A+	\$ 7,800,000	\$ 7,800,000	\$ 7,800,000	\$ -	0.00%
A	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000	\$ -	0.00%
A-	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ -	0.00%
BBB+	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ -	0.00%
NR	\$ 11,650,000	\$ 566,435	\$ 4,349,050	\$ 3,782,615	32.47%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 83,657,824	\$ 72,574,259	\$ 76,356,874	\$ 3,782,615	4.52%

**CITY OF MELVILLE
STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 30 JUNE 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 30/6/11 \$	MATURITY DATE
BANKWEST (11AM)		11AM	3.50%	AA-	\$1,002,380	\$1,002,380	\$1,002,380	\$0	On call
WESTPAC (MAXI DIRECT)		11AM	3.75%	AA-	\$0	\$0	\$0	\$0	On call
WESTPAC (MAXI BONUS 1)		11AM	4.10%	AA-	\$102	\$102	\$102	\$0	On call
WESTPAC (MAXI BONUS 2)		11AM	4.10%	AA-	\$287	\$287	\$287	\$0	On call
					\$1,002,769	\$1,002,769	\$1,002,769	\$0	
ANZ BANK (TERM)		TERM	6.00%	AA-	\$2,400,000	\$2,400,000	\$2,400,000	\$0	Various
ADELAIDE BANK (TERM)		TERM	5.40%	A-	\$1,200,000	\$1,200,000	\$1,200,000	\$0	23-Aug-12
BANKWEST (TERM)		TERM	Various	AA-	\$9,474,410	\$9,474,410	\$9,474,410	\$0	Various
BENDIGO AND ADELAIDE BANK (TERM)		TERM	5.50%	A-	\$2,800,000	\$2,800,000	\$2,800,000	\$0	6-Aug-12
COMMONWEALTH BANK (TERM)		TERM	4.02%	AA-	\$3,500,000	\$3,500,000	\$3,500,000	\$0	3-Oct-12
MACQUARIE BANK (TERM)		TERM	5.40%	A	\$1,000,000	\$1,000,000	\$1,000,000	\$0	11-Jul-12
NAB (TERM)		TERM	Various	AA-	\$8,300,000	\$8,300,000	\$8,300,000	\$0	Various
ST GEORGE BANK (TERM)		TERM	Various	AA-	\$11,000,000	\$11,000,000	\$11,000,000	\$0	Various
SUNCORP METWAY LTD (TERM)		TERM	Various	A+	\$7,800,000	\$7,800,000	\$7,800,000	\$0	Various
WESTPAC (TERM)		TERM	Various	AA-	\$10,300,000	\$10,300,000	\$10,300,000	\$0	Various
					\$57,774,410	\$57,774,410	\$57,774,410	\$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		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	5.88%	AAA	\$2,000,000	\$2,000,000	\$2,000,000	\$0	25-Jan-17
COMMONWEALTH BANK (RETAIL BOND)		BOND	5.44%	AA	\$2,000,000	\$2,000,000	\$2,000,000	\$0	20-Dec-15
WESTPAC (COVERED BOND)		BOND	5.46%	AA	\$500,000	\$500,000	\$500,000	\$0	6-Feb-17
COMMONWEALTH BANK (FRN)		FRN	5.06%	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)	Very High	CDO	4.78%	NR	\$2,000,000	\$122,833	\$402,740	\$279,907	22-Dec-10
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	Partial Capital Loss	CDO	5.83%	NR	\$1,500,000	\$75,255	\$189,000	\$113,745	20-Mar-14
HELIUM CAPITAL (ESPERANCE)	Partial Capital Loss	CDO	6.13%	NR	\$1,800,000	\$347,317	\$612,900	\$265,583	20-Mar-13
MANAGED ACES CLASS 1A PARKES	Partial Capital Loss	CDO	0.00%	NR	\$1,050,000	\$10,269	\$4,410	-\$5,859	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	\$4,349,050	\$3,782,615	
UNITS IN LOCAL GOVT HOUSE		UNITS	0.00%		\$230,645	\$230,645	\$230,645	\$0	
TOTAL FUNDS INVESTED					\$83,657,824	\$72,574,259	\$76,356,874	\$3,782,615	

CREDIT RISK COMPARISON

CREDIT RISK	PURCHASE PRICE \$	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % AMOUNT IN TOTAL PORTFOLIO	Comments
AAA	\$2,000,000	\$2,000,000	3%	100%	
AA	\$4,000,000	\$4,000,000	5%	80%	
AA-	\$50,477,179	\$50,477,179	66%	80%	
A+	\$7,800,000	\$7,800,000	10%	50%	
A	\$1,500,000	\$1,500,000	2%	50%	
A-	\$4,000,000	\$4,000,000	5%	50%	
BBB+	\$2,000,000	\$2,000,000	3%	20%	
NR	\$11,650,000	\$4,349,050	6%		Purchased Prior To Policy Change
UNITS IN LOCAL GOVT: HOUSE	\$230,645	\$230,645	0%	0.1%	Council Decision
TOTAL	83,657,824	76,356,874	100%		

DIVERSIFICATION RISK

INSTITUTION	INVESTMENT TYPE	S & P RATING	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	INSTITUTION PROPORTION	MAX. % WITH ANY ONE INSTITUTION	Comments
ADELAIDE BANK (TERM)	TERM	A-	1,200,000	1.57%	1.57%	20%	
ANZ BANK (TERM)	TERM	AA-	2,400,000	3.14%	3.14%	20%	
BANKWEST (11AM)	11AM	AA-	1,002,380	1.31%		20%	
BANKWEST (TERM)	TERM	AA-	9,474,410	12.41%	13.72%	20%	
BANK OF QUEENSLAND (FLOAT RATE TD)	FRTD	BBB+	2,000,000	2.62%	2.62%	10%	Purchased Prior To Policy Change
BENDIGO AND ADELAIDE BANK (TERM)	TERM	A-	2,800,000	3.67%	3.67%	15%	
COMMONWEALTH BANK (TERM)	TERM	AA-	3,500,000	4.58%		20%	
COMMONWEALTH BANK (COVERED BOND)	BOND	AAA	2,000,000	2.62%		20%	Purchased Prior To Policy Change
COMMONWEALTH BANK (RETAIL BOND)	BOND	AA	2,000,000	2.62%		20%	
COMMONWEALTH BANK (FRN)	FRN	AA	2,000,000	2.62%	12.44%	20%	
ING BANK	FRTD	A	500,000	0.65%	0.65%	15%	
MACQUARIE BANK (TERM)	TERM	A	1,000,000	1.31%		15%	
NAB (FRN)	FRN	AA-	4,000,000	5.24%		20%	Purchased Prior To Policy Change
NAB (TERM)	TERM	AA-	8,300,000	10.87%	16.11%	20%	
RABODIRECT (TERM)	TERM	AA	-	0.00%	0.00%	15%	
ST GEORGE BANK (TERM)	TERM	AA-	11,000,000	14.41%	14.41%	20%	
SUNCORP METWAY LTD (TERM)	TERM	A+	7,800,000	10.22%	10.22%	15%	
WESTPAC (MAXI BONUS 1)	11AM	AA-	102	0.00%		20%	
WESTPAC (MAXI BONUS 2)	11AM	AA-	287	0.00%		20%	
WESTPAC (MAXI DIRECT)	11AM	AA-	-	0.00%		20%	
WESTPAC (TERM)	TERM	AA-	10,300,000	13.49%		20%	
WESTPAC (COVERED BOND)	BOND	AA-	500,000	0.65%		20%	Purchased Prior To Policy Change
WESTPAC BANK	ADI	AA-	-	0.00%	14.14%	20%	
ADELAIDE BANK	ADI	A-	-	0.00%	0.00%	10%	Purchased Prior To Policy Change
CDO - Various	CDO		4,349,050	5.70%	5.70%		Purchased Prior To Policy Change
UNITS IN LOCAL GOVT HOUSE	UNITS		230,645	0.30%	0.30%		
			76,356,874	100%	100%		

MATURITY COMPARISON

TERM to MATURITY	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % IN ANY ONE YEAR	Comments
MUNICIPAL & TRUST FUNDS				
< 1 year	38,158,703	100%	100%	
RESERVE FUNDS				
< 1 year	21,793,521	58%	100%	
< 2 years	2,189,000	6%	80%	
< 3 years	4,872,150	13%	80%	Purchased Prior To Policy Change
< 4 years	4,000,000	11%	40%	
< 5 years	4,925,000	13%	40%	
> 5 years	-	0%	20%	
	37,779,671	100%		