

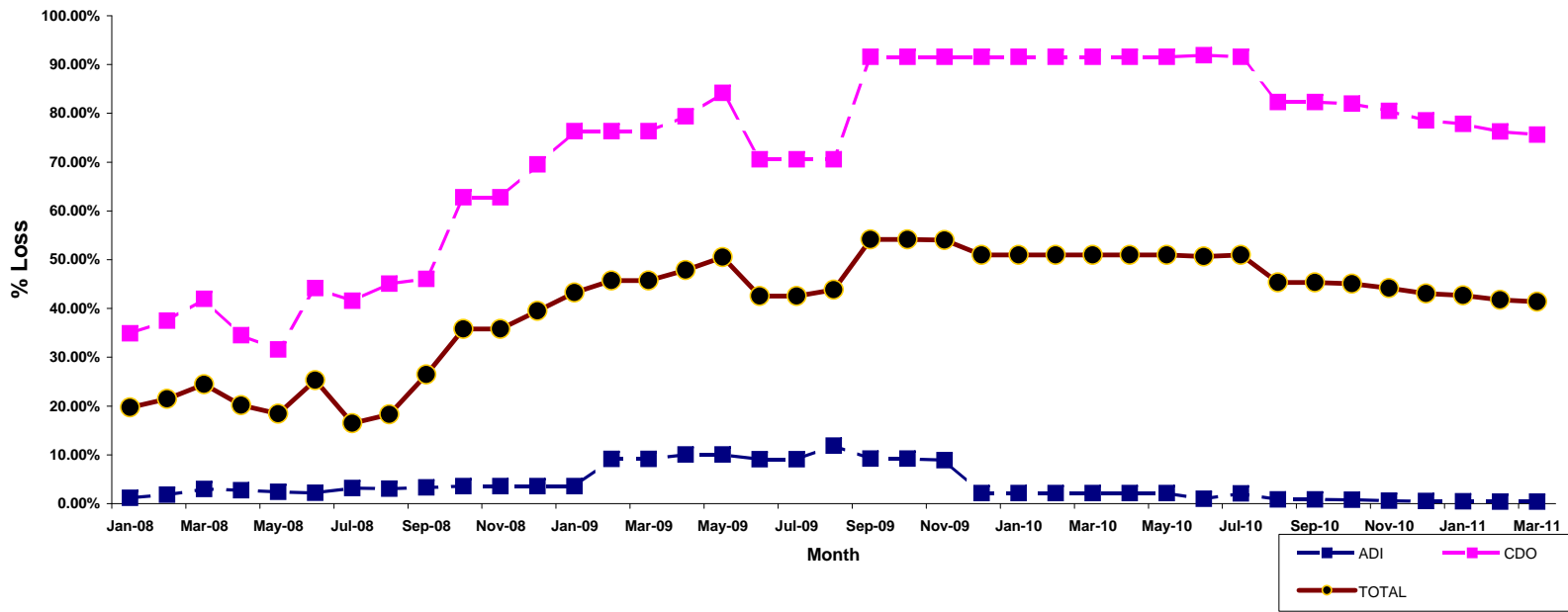
**CITY OF MELVILLE
STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 31 MARCH 2011**

SUMMARY BY FUND	PURCHASE PRICE \$	ESTIMATED BOOK VALUE 30/06/2010 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
MUNICIPAL RESERVE TRUST CRF	\$ 47,253,591	\$ 47,253,591	\$ 47,253,591	\$ -	0.00%
	\$ 42,797,583	\$ 24,616,326	\$ 28,188,195	\$ 3,571,869	8.35%
	\$ 504,947	\$ 504,947	\$ 504,947	\$ -	0.00%
	\$ 175,988	\$ 175,988	\$ 175,988	\$ -	0.00%
	\$ 90,732,109	\$ 72,550,852	\$ 76,122,721	\$ 3,571,869	3.94%

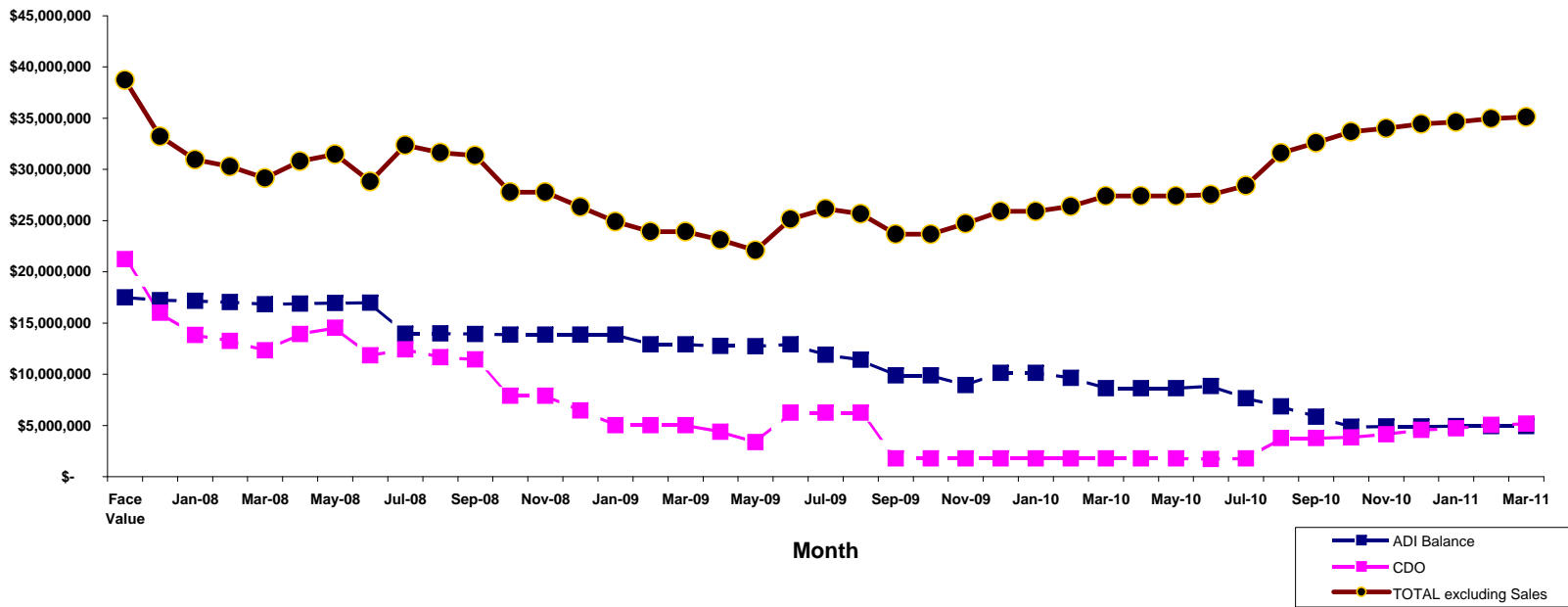
SUMMARY BY FUND	PURCHASE PRICE \$	ESTIMATED BOOK VALUE 30/06/2010 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
ADI	\$ 5,000,000	\$ 4,830,905	\$ 4,933,335	\$ 102,430	2.05%
CDO	\$ 19,720,000	\$ 1,707,838	\$ 5,177,277	\$ 3,469,439	17.59%
BOND	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ -	0.00%
FRTD	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ -	0.00%
TERM DEPOSIT	\$ 61,262,543	\$ 61,262,543	\$ 61,262,543	\$ -	0.00%
11AM	\$ 518,921	\$ 518,921	\$ 518,921	\$ -	0.00%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 90,732,109	\$ 72,550,852	\$ 76,122,721	\$ 3,571,869	3.94%

SUMMARY BY FUND	PURCHASE PRICE \$	ESTIMATED BOOK VALUE 30/06/2010 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
AA	\$ 20,680,935	\$ 20,680,935	\$ 20,680,935	\$ -	0.00%
AA-	\$ 35,800,529	\$ 35,782,799	\$ 35,791,589	\$ 8,790	0.02%
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	\$ 2,452,555	\$ 73,000	2.92%
BBB+	\$ 3,000,000	\$ 2,983,880	\$ 2,992,970	\$ 9,090	0.30%
CCC	\$ 1,500,000	\$ 76,950	\$ 633,900	\$ 556,950	37.13%
CCC-	\$ 3,600,000	\$ 376,140	\$ 980,100	\$ 603,960	16.78%
NR	\$ 15,120,000	\$ 1,739,948	\$ 4,060,027	\$ 2,320,079	15.34%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 90,732,109	\$ 72,550,852	\$ 76,122,721	\$ 3,571,869	3.94%

MONTHLY INVESTMENT VALUATIONS (% Loss)



MONTHLY INVESTMENT VALUATIONS (\$)



**CITY OF MELVILLE
STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 31 MARCH 2011**

INSTITUTION / INVESTMENT	RISK OF IMPAIRMENT	INVESTMENT TYPE	Current Interest		PROPORTION	MAX. PER INSTITUTION	FACE VALUE \$	BOOK VALUE AT 30/6/2010 \$	CURRENT EST MARKET VALUE \$	INVESTMENT GAIN / (LOSS) SINCE 30/6/10 \$
			Rate %	S & P RATING						
BANKWEST (11AM)		11AM	4.70%	AA	1%	20%	\$518,392	\$518,392	\$518,392	\$0
WESTPAC (MAXI DIRECT)		11AM	4.80%	AA-	0%	20%	\$0	\$0	\$0	\$0
WESTPAC (MAXI BONUS 1)		11AM	5.20%	AA-	0%	20%	\$529	\$529	\$529	\$0
WESTPAC (MAXI BONUS 2)		11AM	5.20%	AA-	0%	20%	\$0	\$0	\$0	\$0
							\$518,921	\$518,921	\$518,921	\$0
BANKWEST (TERM)		TERM	5.85%	AA	8%	20%	\$7,162,543	\$7,162,543	\$7,162,543	\$0
COMMONWEALTH BANK (TERM)		TERM	5.68%	AA	12%	20%	\$11,000,000	\$11,000,000	\$11,000,000	\$0
SUNCORP METWAY LTD (TERM)		TERM	6.17%	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	5.70%	AA-	10%	20%	\$9,500,000	\$9,500,000	\$9,500,000	\$0
WESTPAC (TERM)		TERM	5.81%	AA-	13%	20%	\$11,800,000	\$11,800,000	\$11,800,000	\$0
							\$61,262,543	\$61,262,543	\$61,262,543	\$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
BANK OF QUEENSLAND (FLOAT RATE TD)		FRTD	6.42%	BBB+	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	5.28%	BBB+	1%	10%	\$1,000,000	\$983,880	\$992,970	\$9,090
ELDERS RURAL BANK	Very Low	ADI	5.62%	BBB	1%	0%	\$500,000	\$485,200	\$496,750	\$11,550
MACQUARIE BANK	Very Low	ADI	5.32%	A-	2%	15%	\$1,500,000	\$1,410,105	\$1,461,285	\$51,180
SUNCORP METWAY LTD	Very Low	ADI	5.20%	A-	15%	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)		CDO	6.57%	NR	2%	0%	\$2,000,000	\$125,600	\$770,000	\$644,400
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	0%	0%	\$450,000	\$1	\$0	-\$1
CORSAIR (CAYMAN) KAKADU	High	CDO	6.24%	CCC	2%	0%	\$1,500,000	\$76,950	\$633,900	\$556,950
CORSAIR (CAYMAN) TORQUAY	Very High	CDO	6.55%	NR	2%	0%	\$1,885,000	\$23,000	\$269,932	\$246,932
ETHICAL LIMITED GREEN	High	CDO	5.84%	NR	1%	0%	\$1,000,000	\$11,000	\$324,100	\$313,100
HELIUM CAPITAL (ESPERANCE)	High	CDO	6.54%	CCC	2%	0%	\$1,800,000	\$355,140	\$980,100	\$624,960
HELIUM CAPITAL (SCARBOROUGH)	High	CDO	6.83%	CCC-	2%	0%	\$1,800,000	\$21,000	\$0	-\$21,000
MAGNOLIA FLINDERS	Moderate	CDO	6.34%	NR	2%	20%	\$2,000,000	\$988,139	\$1,730,000	\$741,861
MANAGED ACES CLASS 11A PARKES	Very High	CDO	8.14%	NR	1%	0%	\$1,000,000	\$3,000	\$14,000	\$11,000
MANAGED ACES CLASS 1A PARKES	High	CDO	6.47%	NR	1%	0%	\$1,050,000	\$10,500	\$117,600	\$107,100
OMEGA CAPITAL CLASS A HENLEY	Moderate	CDO	5.80%	NR	0%	0%	\$385,000	\$82,506	\$337,645	\$255,139
STARTS (CAYMAN) BLUE GUM	Defaulted	CDO	#N/A	NR	0%	0%	\$0	\$0	\$0	\$0
ZIRCOR FINANCE COOLANGATTA	Early Term.	CDO	0.00%	NR	2%	0%	\$1,500,000	\$9,300	\$0	-\$9,300
ZIRCOR FINANCE MERIBULA	Early Term.	CDO	0.00%	NR	1%	0%	\$500,000	\$1,700	\$0	-\$1,700
ZIRCOR FINANCE MIAMI	Early Term.	CDO	0.00%	NR	1%	0%	\$850,000	\$1	\$0	-\$1
							\$24,720,000	\$6,538,743	\$10,110,612	\$3,571,869
UNITS IN LOCAL GOVT HOUSE		UNITS	0.00%				\$230,645	\$230,645	\$230,645	\$0
TOTAL FUNDS INVESTED					100%		\$90,732,109	\$72,550,852	\$76,122,721	\$3,571,869

DIVERSIFICATION / CREDIT RISK COMPARISON

CREDIT RISK	PURCHASE PRICE \$	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % AMOUNT IN TOTAL PORTFOLIO	Comments
AAA	\$0	\$0	0%	100%	
AA	\$34,180,935	\$34,180,935	45%	80%	
AA-	\$22,300,529	\$22,291,589	29%	80%	
A+	\$5,300,000	\$5,300,000	7%	50%	
A	\$3,000,000	\$3,000,000	4%	50%	
A-	\$2,500,000	\$2,452,555	3%	50%	
BBB+	\$3,000,000	\$2,992,970	4%	20%	
BBB	\$500,000	\$496,750	1%	0%	
BBB-	\$0	\$0	0%	0%	
BB+	\$0	\$0	0%	0%	
B+	\$0	\$0	0%	0%	
B	\$0	\$0	0%	0%	
CCC+	\$0	\$0	0%	0%	
CCC	\$1,500,000	\$633,900	1%	0%	
CCC-	\$3,600,000	\$980,100	1%	0%	
C	\$0	\$0	0%	0%	
NR	\$14,620,000	\$3,563,277	5%	0%	
UNITS IN LOCAL GOVT: HOUSE	\$230,645	\$230,645	0%	0.1%	Council Decision
TOTAL	90,732,109	76,122,721	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	518,392	0.68%		20%	
BANKWEST (TERM)	TERM	AA	7,162,543	9.41%	10.09%	20%	
COMMONWEALTH BANK (TERM)	TERM	AA	11,000,000	14.45%		20%	
COMMONWEALTH BANK (BOND)	BOND	AA	2,000,000	2.63%	17.08%	20%	
MACQUARIE BANK	ADI	A-	1,461,285	1.92%		15%	
MACQUARIE BANK (TERM)	TERM	AAA	-	0.00%		20%	
NAB	TERM	AA	13,500,000	17.73%	17.73%	20%	
ING BANK	TERM	A	3,000,000	3.94%		20%	
ST GEORGE BANK (TERM)	TERM	AA-	9,500,000	12.48%	12.48%	20%	
WESTPAC (MAXI BONUS 1)	11AM	AA-	529	0.00%		20%	
WESTPAC (MAXI BONUS 2)	11AM	AA-	-	0.00%		20%	
WESTPAC (MAXI DIRECT)	11AM	AA-	-	0.00%		20%	
WESTPAC (TERM)	TERM	AA-	11,800,000	15.50%		20%	
WESTPAC BANK	ADI	AA-	991,060	1.30%	16.80%	20%	
ADELAIDE BANK	ADI	BBB+	992,970	1.30%	1.30%	10%	
BANK OF QUEENSLAND (FLOAT RATE TD)	FRTD	BBB+	2,000,000	2.63%	2.63%	10%	
ELDERS RURAL BANK	ADI	BBB	496,750	0.65%	0.65%	10%	
SUNCORP METWAY LTD (TERM)	TERM	A+	5,300,000	6.96%		15%	
SUNCORP METWAY LTD	ADI	A-	991,270	1.30%	8.26%	15%	
CDO - Various	CDO		5,177,277	6.80%	6.80%		Purchased Prior To Policy Change
UNITS IN LOCAL GOVT HOUSE	UNITS		230,645	0.30%	0.30%		
			\$76,122,721	100%	100%		

MATURITY COMPARISON

TERM TO MATURITY	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % IN ANY ONE YEAR	Comments
MUNICIPAL & TRUST FUNDS				
< 1 year	47,527,893	100%	100%	
< 2 years	-	0%	10%	
< 3 years	-	0%	10%	
< 4 years	-	0%	0%	
< 5 years	-	0%	0%	
> 5 years	-	0%	0%	
	47,527,893	100%		
RESERVE FUNDS				
< 1 year	16,800,553	60%	100%	
< 2 years	1,317,745	5%	80%	
< 3 years	3,227,932	11%	80%	
< 4 years	770,000	3%	40%	
< 5 years	2,131,600	8%	40%	
> 5 years	3,940,365	14%	20%	
	28,188,195	100%		Purchased Prior To Policy Change