

**CITY OF MELVILLE
STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 31 MAY 2012**

SUMMARY BY FUND	PURCHASE PRICE \$	MANAGEMENT VALUE AT 30/06/2011 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
MUNICIPAL	\$ 38,916,292	\$ 38,916,292	\$ 38,916,292	\$ -	0.00%
RESERVE	\$ 49,550,621	\$ 35,303,172	\$ 38,592,836	\$ 3,289,665	6.64%
TRUST	\$ 505,818	\$ 505,818	\$ 505,818	\$ -	0.00%
CRF	\$ 187,855	\$ 187,855	\$ 187,855	\$ -	0.00%
	\$ 89,160,586	\$ 74,913,137	\$ 78,202,801	\$ 3,289,665	3.69%

SUMMARY BY INVESTMENT TYPE	PURCHASE PRICE \$	MANAGEMENT VALUE AT 30/06/2011 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
ADI	\$ -	\$ -	\$ -	\$ -	0.00%
CDO	\$ 14,920,000	\$ 672,550	\$ 3,962,215	\$ 3,289,665	22.05%
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	\$ 58,974,410	\$ 58,974,410	\$ 58,974,410	\$ -	0.00%
11AM	\$ 2,035,531	\$ 2,035,531	\$ 2,035,531	\$ -	0.00%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 89,160,586	\$ 74,913,137	\$ 78,202,801	\$ 3,289,665	3.69%

SUMMARY BY CREDIT RATING	PURCHASE PRICE \$	MANAGEMENT VALUE AT 30/06/2011 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
AA	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ -	0.00%
AA-	\$ 54,009,941	\$ 54,009,941	\$ 54,009,941	\$ -	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-	\$ 2,700,000	\$ 2,700,000	\$ 2,700,000	\$ -	0.00%
BBB+	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ -	0.00%
CCC	\$ -	\$ -	\$ -	\$ -	0.00%
CCC-	\$ -	\$ -	\$ -	\$ -	0.00%
NR	\$ 14,920,000	\$ 672,550	\$ 3,962,215	\$ 3,289,665	22.05%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 89,160,586	\$ 74,913,137	\$ 78,202,801	\$ 3,289,665	3.69%

**CITY OF MELVILLE
STATEMENT OF INVESTMENTS
FOR THE PERIOD ENDING 31 MAY 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	3.75%	AA-	\$1,302,243	\$1,302,243	\$1,302,243	\$0	On call
WESTPAC (MAXI DIRECT)		11AM	3.75%	AA-	\$0	\$0	\$0	\$0	On call
WESTPAC (MAXI BONUS 1)		11AM	4.10%	AA-	\$133,064	\$133,064	\$133,064	\$0	On call
WESTPAC (MAXI BONUS 2)		11AM	4.10%	AA-	\$600,225	\$600,225	\$600,225	\$0	On call
					\$2,035,531	\$2,035,531	\$2,035,531	\$0	
ANZ BANK (TERM)		TERM	6.00%	AA-	\$2,400,000	\$2,400,000	\$2,400,000	\$0	Various
BENDIGO AND ADELAIDE BANK (TERM)		TERM	5.40%	A-	\$2,700,000	\$2,700,000	\$2,700,000	\$0	Various
BANKWEST (TERM)		TERM	Various	AA-	\$10,774,410	\$10,774,410	\$10,774,410	\$0	Various
COMMONWEALTH BANK (TERM)		TERM	5.05%	AA-	\$3,500,000	\$3,500,000	\$3,500,000	\$0	5-Jun-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-	\$12,200,000	\$12,200,000	\$12,200,000	\$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
					\$58,974,410	\$58,974,410	\$58,974,410	\$0	
BANK OF QUEENSLAND (FLOAT RATE TD)		FRTD	5.84%	BBB+	\$2,000,000	\$2,000,000	\$2,000,000	\$0	30-Sep-13
ING BANK		FRTD	5.66%	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	5.39%	AA-	\$2,000,000	\$2,000,000	\$2,000,000	\$0	16-Sep-14
NAB (FRN)		FRN	5.60%	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)	High	CDO	6.14%	NR	\$2,000,000	\$122,833	\$280,900	\$158,067	22-Dec-14
BERYL FINANCE GLOBAL BANK NOTE	Early Term.	CDO	0.00%	NR	\$2,000,000	\$1	\$1,180,000	\$1,179,999	20-Sep-14
BERYL FINANCE GLOBAL BANK NOTE 2	Early Term.	CDO	0.00%	NR	\$450,000	\$1	\$265,500	\$265,499	20-Sep-14
CORSAIR (CAYMAN) KAKADU	High	CDO	5.83%	NR	\$1,500,000	\$75,255	\$106,536	\$31,281	20-Mar-14
CORSAIR (CAYMAN) TORUQUAY	Very High	CDO	6.03%	NR	\$1,885,000	\$22,493	\$1	-\$22,492	20-Jun-13
HELIUM CAPITAL (ESPERANCE)	High	CDO	6.13%	NR	\$1,800,000	\$347,317	\$466,830	\$119,513	20-Mar-13
MANAGED ACES CLASS 11A PARKES	Very High	CDO	7.73%	NR	\$1,000,000	\$2,934	\$1	-\$2,933	20-Jun-15
MANAGED ACES CLASS 1A PARKES	High	CDO	6.06%	NR	\$1,050,000	\$10,269	\$13,808	\$3,539	20-Jun-15
OMEGA CAPITAL CLASS A HENLEY	Moderate	CDO	5.27%	NR	\$385,000	\$80,689	\$385,139	\$304,450	22-Jun-12
ZIRCON FINANCE COOLANGATTA	Early Term.	CDO	0.00%	NR	\$1,500,000	\$9,095	\$690,000	\$690,905	20-Sep-14
ZIRCON FINANCE MERIMBULA	Early Term.	CDO	0.00%	NR	\$500,000	\$1,663	\$225,000	\$223,337	20-Jun-13
ZIRCON FINANCE MIAMI	Early Term.	CDO	0.00%	NR	\$850,000	\$1	\$348,500	\$348,499	20-Mar-17
					\$14,920,000	\$672,550	\$3,962,215	\$3,289,665	
UNITS IN LOCAL GOVT HOUSE		UNITS	0.00%		\$230,645	\$230,645	\$230,645	\$0	
TOTAL FUNDS INVESTED					\$89,160,586	\$74,913,137	\$78,202,801	\$3,289,665	

CREDIT RISK COMPARISON

CREDIT RISK	PURCHASE PRICE \$	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % AMOUNT IN TOTAL PORTFOLIO	Comments
AA	\$4,000,000	\$4,000,000	5%	80%	
AA-	\$54,009,941	\$54,009,941	69%	80%	
A+	\$7,800,000	\$7,800,000	10%	50%	
A	\$1,500,000	\$1,500,000	2%	50%	
A-	\$2,700,000	\$2,700,000	3%	50%	
BBB+	\$2,000,000	\$2,000,000	3%	20%	
NR	\$14,920,000	\$3,962,215	5%		Purchased Prior To Policy Change
UNITS IN LOCAL GOVT: HOUSE	\$230,645	\$230,645	0%	0.1%	Council Decision
TOTAL	89,160,586	78,202,801	100%		

DIVERSIFICATION RISK

INSTITUTION	INVESTMENT TYPE	S & P RATING	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	INSTITUTION PROPORTION	MAX. % WITH ANY ONE INSTITUTION	Comments
ANZ BANK (TERM)	TERM	AA-	2,400,000	3.07%	3.07%	20%	
BANKWEST (11AM)	11AM	AA-	1,302,243	1.67%		20%	
BANKWEST (TERM)	TERM	AA-	10,774,410	13.78%	15.44%	20%	
BANK OF QUEENSLAND (FLOAT RATE TD)	FRTD	BBB+	2,000,000	2.56%	2.56%	10%	
BENDIGO AND ADELAIDE BANK (TERM)	TERM	A-	2,700,000	3.45%	3.45%	20%	
COMMONWEALTH BANK (TERM)	TERM	AA-	3,500,000	4.48%		20%	
COMMONWEALTH BANK (COVERED BOND)	BOND	AAA	2,000,000	2.56%		20%	
COMMONWEALTH BANK (RETAIL BOND)	BOND	AA	2,000,000	2.56%		20%	
COMMONWEALTH BANK (FRN)	FRN	AA	2,000,000	2.56%	12.15%	20%	
ING BANK	FRTD	A	500,000	0.64%	0.64%	15%	
MACQUARIE BANK (TERM)	TERM	A	1,000,000	1.28%	1.28%	15%	
NAB (FRN)	FRN	AA-	4,000,000	5.11%		20%	
NAB (TERM)	TERM	AA-	8,300,000	10.61%	15.73%	20%	
RABODIRECT (TERM)	TERM	AA	-	0.00%	0.00%	15%	
ST GEORGE BANK (TERM)	TERM	AA-	12,200,000	15.60%	15.60%	20%	
SUNCORP METWAY LTD (TERM)	TERM	A+	7,800,000	9.97%	9.97%	15%	
WESTPAC (MAXI BONUS 1)	11AM	AA-	133,064	0.17%		20%	
WESTPAC (MAXI BONUS 2)	11AM	AA-	600,225	0.77%		20%	
WESTPAC (MAXI DIRECT)	11AM	AA-	-	0.00%		20%	
WESTPAC (TERM)	TERM	AA-	10,300,000	13.17%		20%	
WESTPAC (COVERED BOND)	BOND	AA-	500,000	0.64%		20%	
WESTPAC BANK	ADI	AA-	-	0.00%	14.75%	20%	
ADELAIDE BANK	ADI	A-	-	0.00%	0.00%	10%	
CDO - Various	CDO		3,962,215	5.07%	5.07%		Purchased Prior To Policy Change
UNITS IN LOCAL GOVT HOUSE	UNITS		230,645	0.29%	0.29%		
			78,202,801	100%	100%		

MATURITY COMPARISON

TERM to MATURITY	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % IN ANY ONE YEAR	Comments
MUNICIPAL & TRUST FUNDS				
< 1 year	39,191,465	100%	100%	
	39,191,465	100%		
RESERVE FUNDS				
< 1 year	22,982,590	60%	100%	
< 2 years	2,331,537	6%	80%	
< 3 years	4,416,400	11%	80%	
< 4 years	2,013,809	5%	40%	
< 5 years	6,848,500	18%	40%	
> 5 years	-	0%	20%	Purchased Prior To Policy Change
	38,592,836	100%		