

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

SUMMARY BY FUND	PURCHASE PRICE \$	ESTIMATED BOOK VALUE 30/06/2010 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
MUNICIPAL	\$ 56,469,648	\$ 56,469,648	\$ 56,469,648	\$ -	0.00%
RESERVE	\$ 55,176,991	\$ 37,041,084	\$ 41,157,626	\$ 4,116,542	7.46%
TRUST	\$ 505,818	\$ 505,818	\$ 505,818	\$ -	0.00%
CRF	\$ 180,738	\$ 180,738	\$ 180,738	\$ -	0.00%
	\$ 112,333,195	\$ 94,197,288	\$ 98,313,830	\$ 4,116,542	3.66%

SUMMARY BY INVESTMENT TYPE	PURCHASE PRICE \$	ESTIMATED BOOK VALUE 30/06/2010 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
ADI	\$ 3,500,000	\$ 3,376,255	\$ 3,492,979	\$ 116,724	3.33%
CDO	\$ 19,720,000	\$ 1,707,838	\$ 5,707,656	\$ 3,999,818	20.28%
BOND	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ -	0.00%
FRN	\$ 5,999,920	\$ 5,999,920	\$ 5,999,920	\$ -	0.00%
FRTD	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ -	0.00%
TERM DEPOSIT	\$ 74,767,293	\$ 74,767,293	\$ 74,767,293	\$ -	0.00%
11AM	\$ 3,615,338	\$ 3,615,338	\$ 3,615,338	\$ -	0.00%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 112,333,195	\$ 94,197,288	\$ 98,313,830	\$ 4,116,542	3.66%

SUMMARY BY CREDIT RATING	PURCHASE PRICE \$	ESTIMATED BOOK VALUE 30/06/2010 \$	ESTIMATED CURRENT MARKET VALUE \$	BOOK PROFIT/(LOSS) \$	BOOK PROFIT/(LOSS) %
AA	\$ 27,930,658	\$ 27,930,658	\$ 27,930,658	\$ -	0.00%
AA-	\$ 51,651,892	\$ 51,634,162	\$ 51,650,505	\$ 16,342	0.03%
A+	\$ 7,800,000	\$ 7,800,000	\$ 7,800,000	\$ -	0.00%
A	\$ 500,000	\$ 500,000	\$ 500,000	\$ -	0.00%
A-	\$ 2,500,000	\$ 2,393,985	\$ 2,494,366	\$ 100,381	4.02%
BBB+	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ -	0.00%
CCC	\$ 1,500,000	\$ 76,950	\$ 315,095	\$ 238,145	15.88%
CCC-	\$ 3,600,000	\$ 376,140	\$ 268,912	\$ -107,228	-2.98%
NR	\$ 14,620,000	\$ 1,254,748	\$ 5,123,649	\$ 3,868,901	26.46%
UNITS (Local Govt Hse)	\$ 230,645	\$ 230,645	\$ 230,645	\$ -	0.00%
	\$ 112,333,195	\$ 94,197,288	\$ 98,313,830	\$ 4,116,542	3.66%

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

INSTITUTION / INVESTMENT	RISK OF IMPAIRMENT	INVESTMENT TYPE	Current Interest Rate %	S & P RATING	PROPORTION	MAX. PER INSTITUTION	FACE VALUE \$	BOOK VALUE AT 30/6/2010 \$	CURRENT EST MARKET VALUE \$	INVESTMENT GAIN / (LOSS) SINCE 30/6/10 \$
BANKWEST (11AM)		11AM	4.70%	AA	1%	20%	\$1,263,445	\$1,263,445	\$1,263,445	\$0
WESTPAC (MAXI DIRECT)		11AM	4.80%	AA-	1%	20%	\$1,350,000	\$1,350,000	\$1,350,000	\$0
WESTPAC (MAXI BONUS 1)		11AM	5.20%	AA-	1%	20%	\$1,001,892	\$1,001,892	\$1,001,892	\$0
WESTPAC (MAXI BONUS 2)		11AM	5.20%	AA-	0%	20%	\$0	\$0	\$0	\$0
							\$3,615,338		\$3,615,338	\$0
BANKWEST (TERM)		TERM	5.80%	AA	12%	20%	\$13,467,293	\$13,467,293	\$13,467,293	\$0
COMMONWEALTH BANK (TERM)		TERM	5.55%	AA	8%	20%	\$9,200,000	\$9,200,000	\$9,200,000	\$0
SUNCORP METWAY LTD (TERM)		TERM	6.00%	A+	6%	15%	\$6,300,000	\$6,300,000	\$6,300,000	\$0
ING BANK		TERM	5.95%	A	0%	15%	\$500,000	\$500,000	\$500,000	\$0
NAB (TERM)		TERM	5.82%	AA	14%	20%	\$16,200,000	\$16,200,000	\$16,200,000	\$0
ST GEORGE BANK (TERM)		TERM	5.88%	AA-	15%	20%	\$16,300,000	\$16,300,000	\$16,300,000	\$0
RABODIRECT (TERM)		TERM	6.00%	A+	1%	15%	\$1,500,000	\$1,500,000	\$1,500,000	\$0
WESTPAC (TERM)		TERM	5.87%	AA-	11%	20%	\$11,800,000	\$11,800,000	\$11,800,000	\$0
							\$75,267,293		\$75,267,293	\$0
COMMONWEALTH BANK (BOND)		BOND	6.05%	AA	2%	20%	\$2,000,000	\$2,000,000	\$2,000,000	\$0
							\$2,000,000		\$2,000,000	\$0
BANK OF QUEENSLAND (FLOAT RATE TD)		FRTD	6.42%	BBB+	2%	15%	\$2,000,000	\$2,000,000	\$2,000,000	\$0
							\$2,000,000		\$2,000,000	\$0
COMMONWEALTH BANK (FRN)		FRN	6.10%	AA	2%	20%	\$1,999,920	\$1,999,920	\$1,999,920	\$0
NAB (FRN)		FRN	5.94%	AA	4%	20%	\$4,000,000	\$4,000,000	\$4,000,000	\$0
							\$5,999,920		\$5,999,920	\$0
ADELAIDE BANK	Very Low	ADI	5.35%	A-	1%	10%	\$1,000,000	\$983,880	\$1,002,579	\$18,699
MACQUARIE BANK	Very Low	ADI	5.22%	A-	1%	15%	\$1,500,000	\$1,410,105	\$1,491,788	\$81,683
WESTPAC BANK	Very Low	ADI	4.99%	AA-	1%	20%	\$1,000,000	\$982,270	\$988,612	\$16,342
APHEX (GLENELG)	High	CDO	6.88%	NR	2%	0%	\$2,000,000	\$125,600	\$403,784	\$278,184
BERYL FINANCE GLOBAL BANK NOTE	Early Term.	CDO	0.00%	NR	2%	0%	\$2,000,000	\$1	\$1,200,000	\$1,199,999
BERYL FINANCE GLOBAL BANK NOTE 2	Early Term.	CDO	0.00%	NR	0%	0%	\$450,000	\$1	\$270,000	\$269,999
CORSAIR (CAYMAN) KAKADU	High	CDO	6.39%	CYC	1%	0%	\$1,500,000	\$76,950	\$315,095	\$238,145
CORSAIR (CAYMAN) TORQUAY	Very High	CDO	6.64%	NR	2%	0%	\$1,885,000	\$23,000	\$6,952	-\$16,048
ETHICAL LIMITED GREEN	High	CDO	5.99%	NR	1%	0%	\$1,000,000	\$11,000	\$104,614	\$93,614
HELIUM CAPITAL (ESPERANCE)	High	CDO	6.69%	CCC-	2%	0%	\$1,800,000	\$355,140	\$243,000	-\$112,140
HELIUM CAPITAL (SCARBOROUGH)	High	CDO	6.56%	CCC-	2%	0%	\$1,800,000	\$21,000	\$25,912	\$4,912
MAGNOLIA FLINDERS	Moderate	CDO	6.49%	NR	2%	20%	\$2,000,000	\$988,139	\$1,757,931	\$769,792
MANAGED ACES CLASS 11A PARKES	Very High	CDO	8.29%	NR	1%	0%	\$1,000,000	\$3,000	\$6,213	\$3,213
MANAGED ACES CLASS 1A PARKES	High	CDO	6.62%	NR	1%	0%	\$1,050,000	\$10,500	\$9,522	-\$1,978
OMEGA CAPITAL CLASS A HENLEY	Moderate	CDO	5.55%	NR	0%	0%	\$385,000	\$92,506	\$275,633	\$193,127
STARTS (CAYMAN) BLUE GUM	Defaulted	CDO	#N/A	NR	0%	0%	\$0	\$0	\$0	\$0
ZIRCON FINANCE COOLGATTA	Early Term.	CDO	0.00%	NR	1%	0%	\$1,500,000	\$9,300	\$600,000	\$590,700
ZIRCON FINANCE MERIMBULA	Early Term.	CDO	0.00%	NR	0%	0%	\$500,000	\$1,700	\$150,000	\$148,300
ZIRCON FINANCE MIAMI	Early Term.	CDO	0.00%	NR	1%	0%	\$850,000	\$1	\$340,000	\$339,999
							\$23,220,000	\$5,084,093	\$9,200,635	\$4,116,542
UNITS IN LOCAL GOVT HOUSE		UNITS	0.00%				\$230,645	\$230,645	\$230,645	\$0
TOTAL FUNDS INVESTED					100%		\$112,333,195	\$5,314,738	\$98,313,830	\$4,116,542

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	\$48,130,659	\$48,130,659	49%	80%	
AA-	\$31,451,892	\$31,450,505	32%	80%	
A+	\$7,800,000	\$7,800,000	8%	50%	
A	\$500,000	\$500,000	1%	50%	
A-	\$2,500,000	\$2,494,366	3%	50%	
BBB+	\$2,000,000	\$2,000,000	2%	20%	
CCC	\$1,500,000	\$315,095	0%	0%	Purchased Prior To Policy Change
CCC-	\$3,600,000	\$268,912	0%	0%	
C	\$0	\$0	0%	0%	
NR	\$14,620,000	\$5,123,649	5%	0%	
UNITS IN LOCAL GOVT: HOUSE	\$230,645	\$230,645	0%	0.1%	Council Decision
TOTAL	112,333,195	98,313,830	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	1,263,445	1.29%		20%	
BANKWEST (TERM)	TERM	AA	13,467,293	13.70%	14.98%	20%	
BANK OF QUEENSLAND (FLOAT RATE TD)	FRTD	BBB+	2,000,000	2.03%	2.03%	15%	
COMMONWEALTH BANK (TERM)	TERM	AA	9,200,000	9.36%		20%	
COMMONWEALTH BANK (FRN)	FRN	AA	1,999,920	2.03%		20%	
COMMONWEALTH BANK (BOND)	BOND	AA	2,000,000	2.03%	13.43%	20%	
MACQUARIE BANK	ADI	A-	1,491,788	1.52%		15%	
MACQUARIE BANK (TERM)	TERM	AAA	-	0.00%	1.52%	20%	
NAB (FRN)	FRN	AA	4,000,000	4.07%		20%	
NAB (TERM)	TERM	AA	16,200,000	16.48%	20.55%	20%	
ING BANK	TERM	A	500,000	0.51%	0.51%	15%	
ST GEORGE BANK (TERM)	TERM	AA-	16,300,000	16.58%	16.58%	20%	
RABODIRECT (TERM)	TERM	A+	1,500,000	1.53%	1.53%	15%	
WESTPAC (MAXI BONUS 1)	11AM	AA-	1,001,892	1.02%		20%	
WESTPAC (MAXI BONUS 2)	11AM	AA-	-	0.00%		20%	
WESTPAC (MAXI DIRECT)	11AM	AA-	1,350,000	1.37%		20%	
WESTPAC (TERM)	TERM	AA-	11,800,000	12.00%		20%	
WESTPAC BANK	ADI	AA-	998,612	1.02%	15.41%	20%	
ADELAIDE BANK	ADI	A-	1,002,579	1.02%	1.02%	10%	
SUNCORP METWAY LTD (TERM)	TERM	A+	6,300,000	6.41%	6.41%	15%	
CDO - Various	CDO		5,707,656	5.81%	5.81%		Purchased Prior To Policy Change
UNITS IN LOCAL GOVT HOUSE	UNITS		230,645	0.23%	0.23%		
			\$98,313,830	100%	100%		

MATURITY COMPARISON

TERM to MATURITY	CURRENT ESTIMATED MARKET VALUE	ACTUAL PROPORTION	MAX. % IN ANY ONE YEAR	Comments
MUNICIPAL & TRUST FUNDS				
< 1 year	56,744,821	100%	100%	
< 2 years	-	0%	10%	
< 3 years	-	0%	10%	
< 4 years	-	0%	0%	
< 5 years	-	0%	0%	
> 5 years	-	0%	0%	
	56,744,821	100%		
RESERVE FUNDS				
< 1 year	24,893,214	61%	100%	
< 2 years	2,399,953	6%	80%	
< 3 years	4,515,620	11%	80%	
< 4 years	418,518	1%	40%	
< 5 years	5,999,920	15%	40%	
> 5 years	2,830,400	7%	20%	Purchased Prior To Policy Change
	41,157,626	100%		