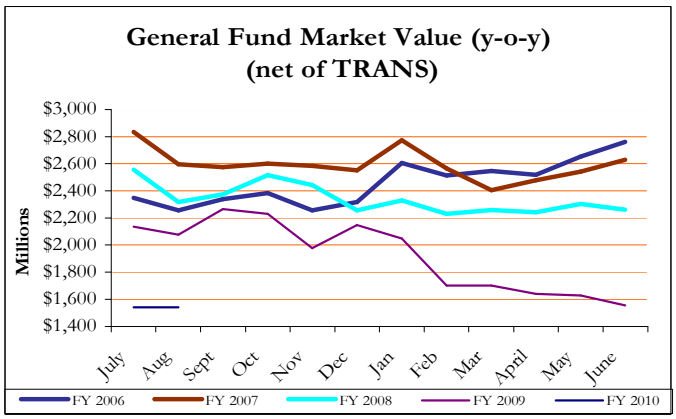
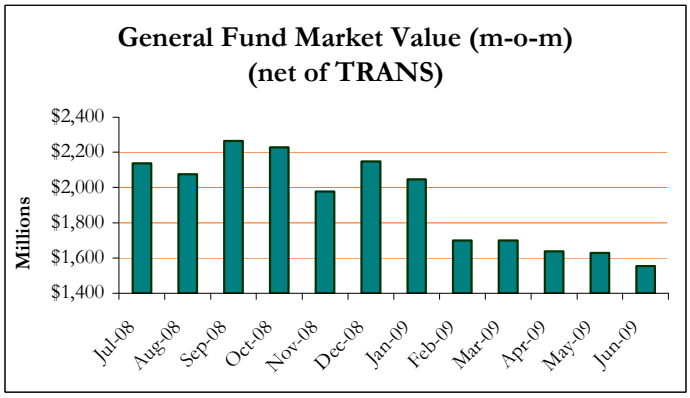
NEW MEXICO STATE TREASURER'S EXECUTIVE SUMMARY OF INVESTMENT ACTIVITY

As of July 31, 2009

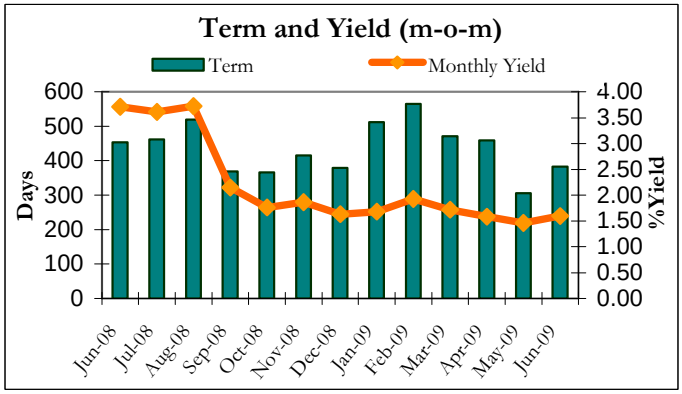
GENERAL FUND INVESTMENT PORTFOLIO



- The market value of the General Fund Investment Portfolio, net of TRANs, on July 31, 2009 was $1.54 billion. This compares to $2.14 billion at the same point last year and $2.56 billion at the same point two years ago.



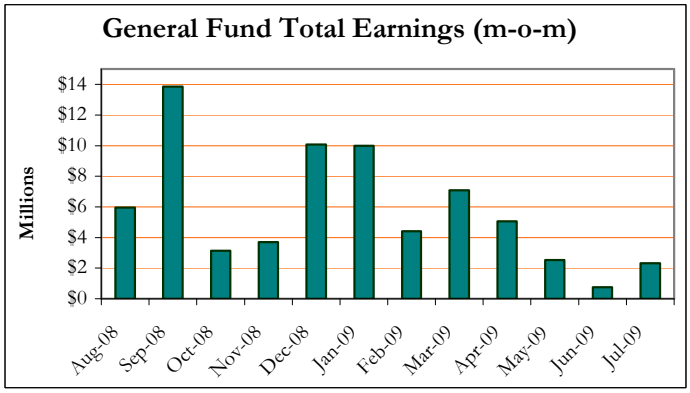
- The market value of the portfolio decreased by $15.26 million or 1.0% from June 30 levels.



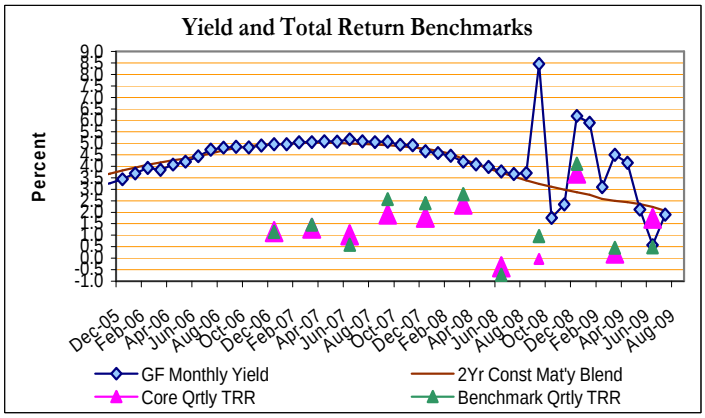
- Purchase yield remained at 1.60% at month-end. The weighted average term of the portfolio decreased to 351 days. Effective duration of the CORE segment was 0.90 years, which is 45% of the benchmark's duration, 2.01 years.

General Fund (including TRANS)					
Asset Type	Yield		Market Value	% of Portfolio	Term (Years)
Agencies	3.54%	$	135,724,620	8.81%	2.422
TLGP Securities - FDIC	1.74%	$	208,140,400	13.52%	2.406
Repurchase Pool	0.21%	$	366,571,399	23.81%	0.003
Certificate of Deposit	1.91%	$	164,100,000	10.66%	0.287
Commercial Paper	0.39%	$	50,071,849	3.25%	0.12
Money Market Fund	0.00%	$	45,058,880	2.93%	unknown
Municipal Bonds	1.41%	$	181,316,762	11.77%	0.230
MBS	2.56%	$	132,290,678	8.59%	1.930
US Treasury Bills & Notes	0.74%	$	149,812,000	9.73%	0.787
Corporate Bonds	4.89%	$	106,800,294	6.94%	1.828
Total:	1.60%	$	1,539,886,882	100.00%	0.960

- During July, there was one purchase of government guaranteed asset-backed commercial paper for the CORE porfolio with an aggregate par value of $30 million. Additionally, two agency securities were sold during the period, realizing gains of $332 thousand on sales in aggregate of $10 million. There were eleven CD purchases in the LIQUIDITY portfolio with an aggregate par value of $18.7 million, and one $31.9 million purchase of a State Board of Finance sponge bond.



- July earnings were $2.31 million representing a 213% increase from June earnings of $739 thousand. This increase was due to the one time realized losses on the sale of the ILFC/AIG bond in June. Fiscal year earnings total $2.31 million, compared to $7.25 million through the same period last fiscal year.



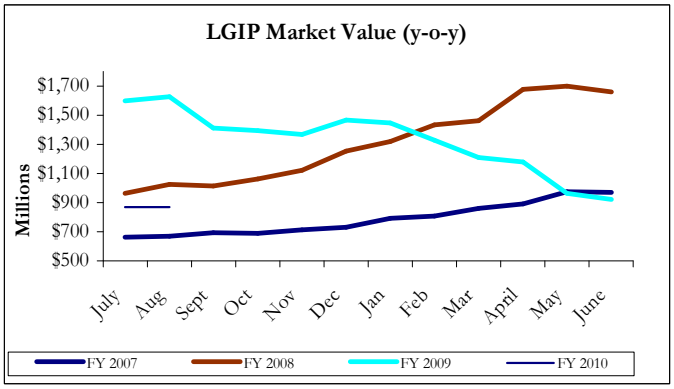
- The General Fund outperformed its benchmark with an earned yield of 1.89%, compared to a 1.74% 2yr CMA/CMT 12 month moving average month-end yield.

- The annualized total return for the CORE was 2.18% while the benchmark realized an annualized total return of 3.54% for the month.

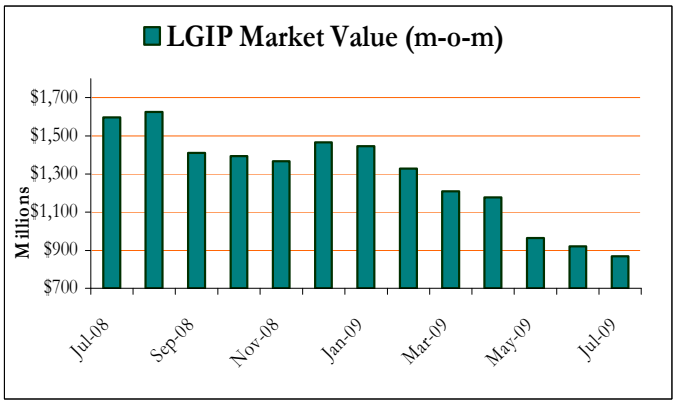
NEW MEXICO STATE TREASURER'S EXECUTIVE SUMMARY OF INVESTMENT ACTIVITY

As of July 31, 2009

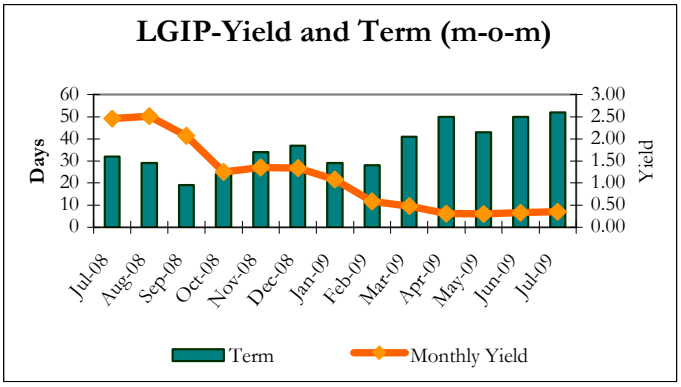
NEW MEXIGROW LOCAL GOVERNMENT INVESTMENT POOL (LGIP)



- The July 31 market value of the LGIP portfolio was $869 million, compared to a market value of $1.6 billion at the same period last year and $961 million at the same period two years ago.



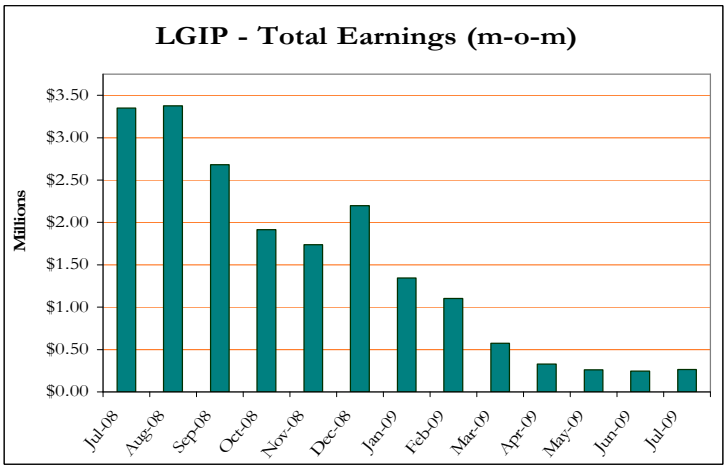
- During the month the market value of the portfolio decreased 5.7%, from $921 million at June month end to $869 million. Participant contributions for July totaled $47 million and withdrawals totaled $98 million.



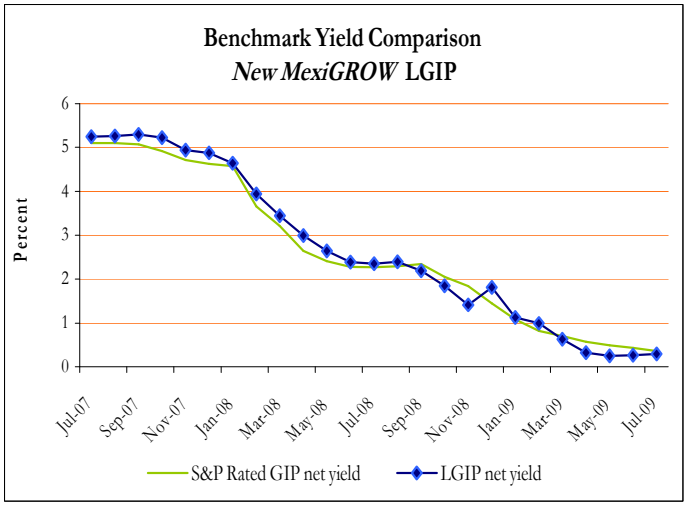
- The gross yield was .35% at July 31, a 7.8% increase from June month-end of .33%. The weighted average maturity at July 31 was 52 days, up from the June 30 weighted average maturity of 50 days and within the rule 2a-7 requirement of 60 days or less.

Local Government Investment Pool					
Asset Type	Yield		Market Value	% of Portfolio	Term (Days)
LGIP Bank Account	0.15%	$	30,764,492	3.54%	2
Commercial Paper-Dsc B	0.36%	$	39,967,722	4.60%	65
Commercial Paper-TLGP	1.03%	$	49,705,417	5.72%	47
Certificates of Deposit	1.87%	$	40,000,000	4.60%	144
US Treasury Bills	0.16%	$	139,995,350	16.12%	12
US Treasury Notes	0.21%	$	553,072,000	63.67%	58
Corporate Bonds	1.50%	$	15,122,100	1.74%	42
Total:	0.35%	$	868,627,081	100%	50

- July purchases in the LGIP portfolio totaled $265 million. Purchases include government guaranteed asset-backed commercial paper and Treasury securities.
- Sales during the month totaled $35 million, which included U.S. Treasury Bill.



- LGIP earnings for July totaled $263 thousand, a 7% increase from June earnings of $245 thousand. Fiscal year-to-date earnings total $263 thousand.

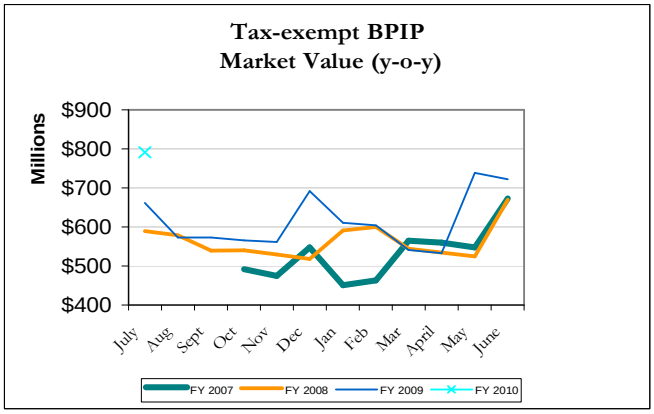


- The 30-day net yield of the LGIP as of July 24 was 0.29%, underperforming the 30-day net S&P Rated Government Investment Pool (GIP) index 0.36 by .07 basis points. The 30-day gross yield of the LGIP at July 24, was 0.34%, underperforming the 30-day gross S&P Rated GIP index of 0.55%.
- The administrative fee assessed for July was 4.1 basis points. Year-to-date fees collected total $32,000.18.

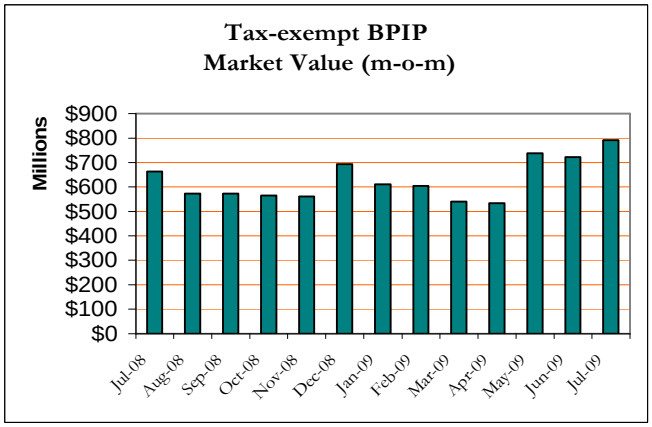
NEW MEXICO STATE TREASURER'S EXECUTIVE SUMMARY OF INVESTMENT ACTIVITY

As of July 31, 2009

TAX-EXEMPT BOND PROCEEDS INVESTMENT POOL (BPIP)

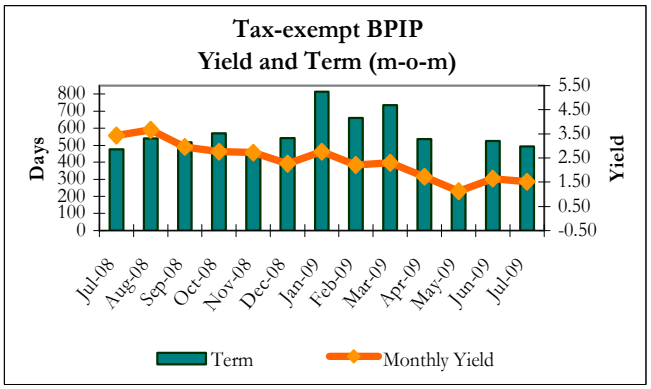


- The market value of the Tax-exempt BPIP as of July 31, 2009, was $791.3 million. This compares to a market value of $662.1 million one year ago and $589.5 million two years ago.



- During July, the market value of the fund increased by 9.5% to $791.3 million from $722.1 million at June month end. This was the net result of new issue proceeds ($167mm), a debt service payment ($93mm), project expenditures ($5mm), and interest earnings.

- Fluctuation in the market value of the fund is largely a function of net flows (i.e., new issue proceeds, project expenditures, etc.) more so than market gains or losses on portfolio holdings.



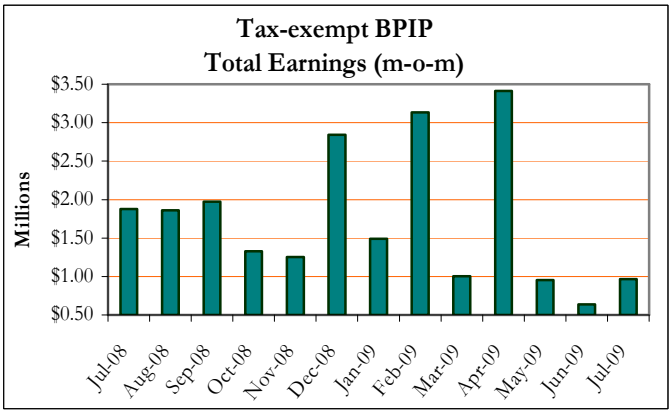
- The Tax-exempt BPIP month-end purchase yield and term were 1.52% and 494 days.
- Annualized total rate of returns follow:

  1mo. 1.94%;
  3mo. 2.06%;
  FYTD 1.94%;
  1yr. 4.10%; and
  Since inception 4.66%.

For comparison, the three highest True Interest Costs of any bond issue outstanding in the pool were 4.15%, 4.14% and 4.03%.

Tax-exempt Bond Proceeds Investment Pool					
Asset Type	Yield		Market Value	% of Portfolio	Term
Treasuries	0.55%	$	79,922,150	10.10%	.67 yrs
Agencies	2.81%	$	208,889,434	26.40%	1.63 yrs
Mmkt Funds & Cash	0.00%	$	12,673,783	1.60%	0
Commercial Paper	0.43%	$	29,970,258	3.79%	10 days
TLGP CORP	1.73%	$	269,845,450	34.10%	2.53 yrs
Corporate Bonds	4.65%	$	10,111,600	1.28%	168 days
Repurchase Pool	0.21%	$	179,922,948	22.74%	1 day
Total:	1.52%	$	791,335,623	100%	1.35 yrs

- During July, bond proceeds were invested in US Treasury Bills ($25mm) and TLGP debt ($25mm).

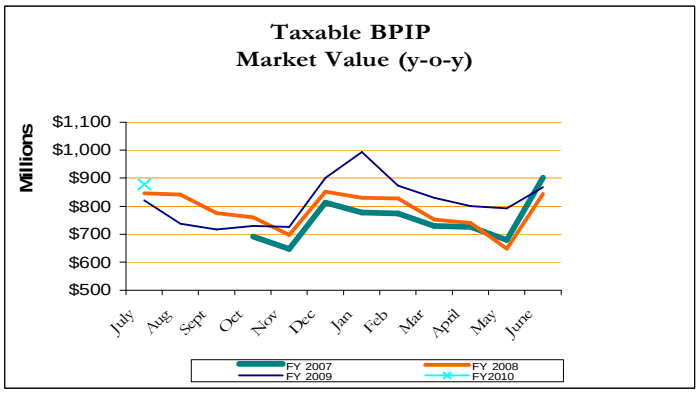


- Interest earnings for the month totaled $963 thousand, an increase from June earnings of $638 thousand.

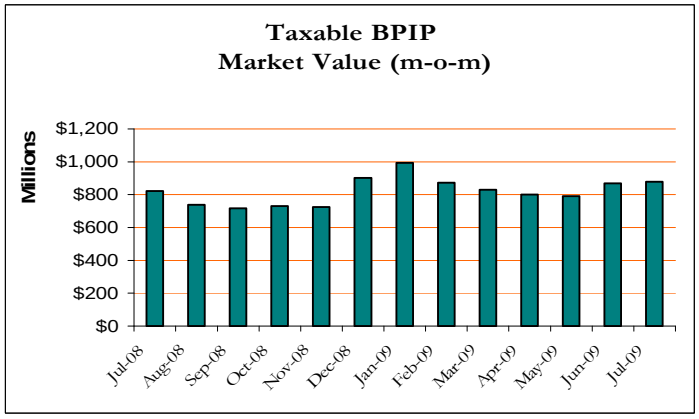
NEW MEXICO STATE TREASURER'S EXECUTIVE SUMMARY OF INVESTMENT ACTIVITY

As of July 31, 2009

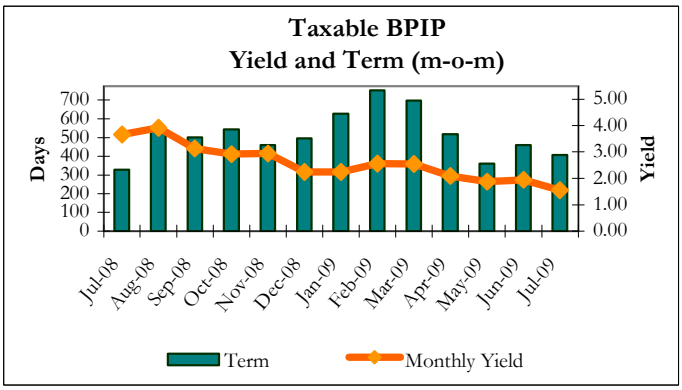
TAXABLE BOND PROCEEDS INVESTMENT POOL (BPIP)



- The market value of the Taxable BPIP as of July 31, 2009, was $877.9 million. This compares to a market value of $820.8 million one year ago and $846.3 million two years ago.



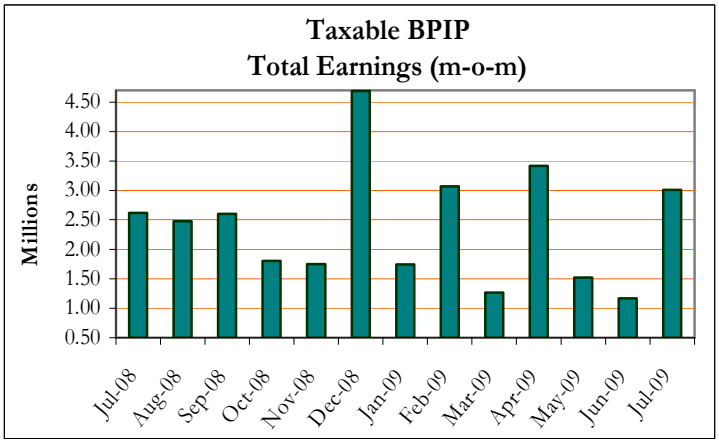
- During July, the market value of the fund increased to $877.9 million from $867.3 million at July month end.
- Fluctuation in the market value of the fund is more a function of net flows (i.e., new issue proceeds, project expenditures, etc.) than gains or losses on portfolio holdings.



- The Taxable BPIP month-end purchase yield and term were 1.54% and 1.11 years.
- Annualized total rate of returns versus the benchmark follow:
  - 1mo. 1.45% v. 2.56%
  - 3mo. 2.84% v. 2.57%;
  - FYTD 1.45% v. 2.65%;
  - 1yr. 4.66% v 5.33%; and
  - Since inception 5.04% v. 6.00%.

Taxable Bond Proceeds Investment Pool				
Asset Type	Yield	Market Value	% of Portfolio	Term (Days)
Treasuries	0.25%	$ 299,873,250	34.15%	95 days
Agencies	2.44%	$ 233,759,734	26.62%	1.64 yrs
Mmkt Funds & Cash	0.00%	$ 18,621,156	2.12%	0
CORP TGLP	1.53%	$ 187,832,100	21.39%	2.36 yrs
Commercial Paper	0.43%	$ 29,970,258	3.41%	10 days
Corporate Bonds	3.92%	$ 65,731,865	7.49%	1.32 yrs
Asset-backed Sec.	4.77%	$ 10,263,520	1.17%	1.14 yrs
Repurchase Pool	0.21%	$ 31,942,797	3.64%	1 day
Total:	1.54%	$ 877,994,680	100%	1.13 yrs

- During July, cash from new issue proceeds and from the sale of appreciated FHLB holdings (~ $75mm) were reinvested in US Treasury Bills ($150mm), TLGP debt ($25mm) and Agency CMOs ($100mm).



- July interest earnings totaled $3.01 million, an increase from June earnings of $1.16 million.