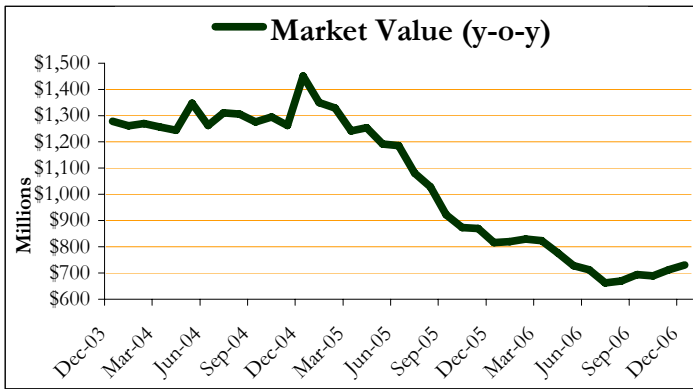


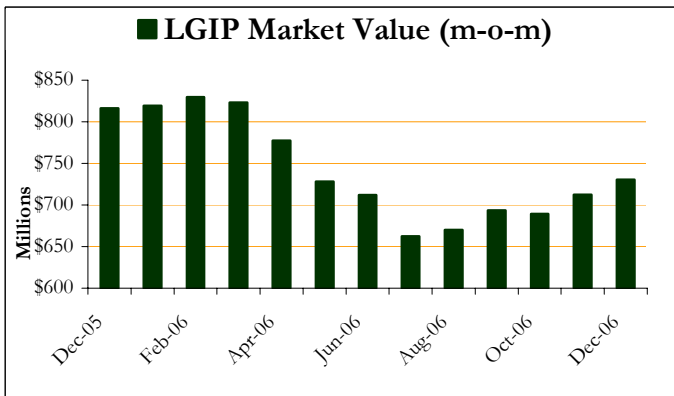
# NEW MEXICO STATE TREASURER'S EXECUTIVE SUMMARY OF INVESTMENT ACTIVITY

As of December 31, 2006

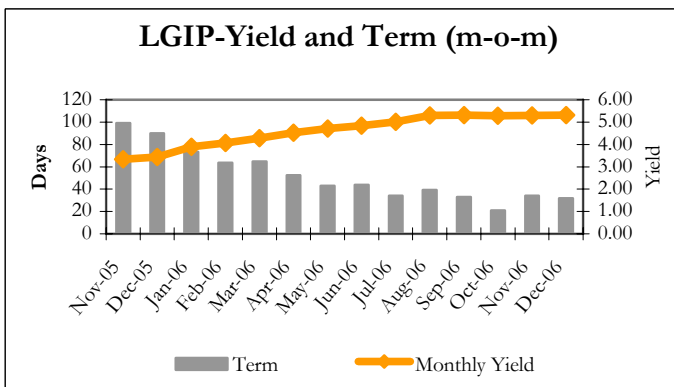
## NEW MEXIGROW LOCAL GOVERNMENT INVESTMENT POOL (LGIP)



- The year-over-year market value of the LGIP portfolio as of December 31 was \$730.54 million, compared to a market value of \$815.72 million at the same period last year and \$1.46 billion at the same period two years ago.



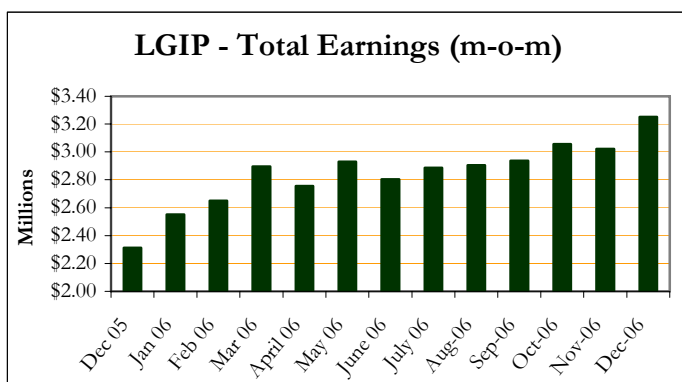
- The month-over-month market value of the portfolio as of December 31 was \$730.54 million, an increase of 2.5% from the \$712.24 million market value at November 30. The increasing pool balance is a continuing trend attributable to positive reaction by participants to the competitive yields earned by the pool.



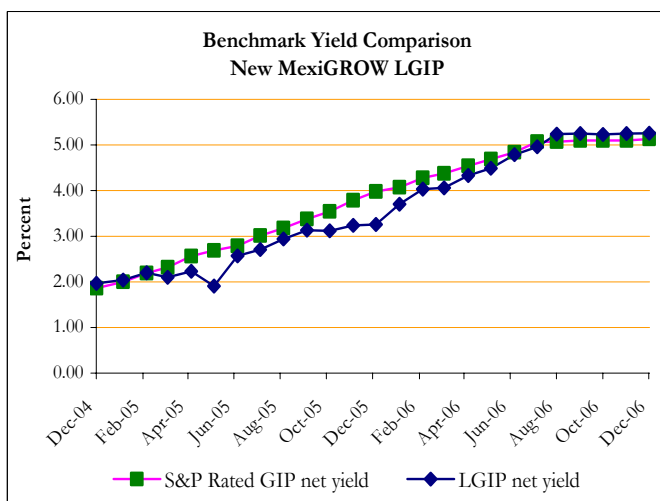
- The gross yield of the LGIP portfolio increased one basis point to 5.31% at December 31. The weighted average maturity at December 31 was 32 days, down slightly from the November 30 weighted average maturity of 34 days, and still within the allowable limit of 50 days.

Asset Type	Yield	Market Value	% of Portfolio	Term (days)
Agencies	5.27%	\$220,055,363	30.1%	64
Commercial Paper	5.37%	\$268,258,911	36.7%	31
Money Market Funds	5.29%	\$242,000,000	33.1%	1
LGIP Bank Account	5.02%	\$ 233,881	0.3%	1
<b>Total:</b>	<b>5.31%</b>	<b>\$730,548,155</b>	<b>100.0%</b>	<b>32</b>

- The month-end portfolio holdings were 30.1% in U.S. government agency securities, 36.7% in A-1+ commercial paper, 33.1% in AAA money market funds, and 0.3% in the bank account balance.
- December investment activity in the LGIP portfolio included the purchase of \$112 million in A-1+ commercial paper with an average yield of 5.39% and average term of 93.7 days. Additionally, \$93.16 million in agency discount notes was purchased with an average yield of 5.27 and average term of 101 days.



- Total LGIP earnings for December were \$3.25 million, an increase from November earnings of \$3.03 million. Fiscal year-to-date earnings for the LGIP totaled \$18.2 million compared to \$15.2 million through the same period last fiscal year.



- The 30-day net yield of the LGIP as of December 3 was 5.26%, outperforming the 30-day net S&P Rated Government Investment Pool index (5.13%) by 13 basis points. However, the 30-day gross yield of the *New MexiGROW* LGIP at month-end, 5.31%, trailed the 30-day gross S&P Rated GIP index of 5.33% by 2 basis points. The administrative fee assessed to participants for December was 5.2 basis points. Participant contributions were \$64.5 million and withdrawals were \$32.2 million for the month of December.