



STATE OF NEW MEXICO
OFFICE OF THE TREASURER

THE HONORABLE TIM EICHENBERG
State Treasurer

SAMUEL K. COLLINS, JR.
Deputy State Treasurers

**STATE TREASURER'S
INVESTMENT COMMITTEE**

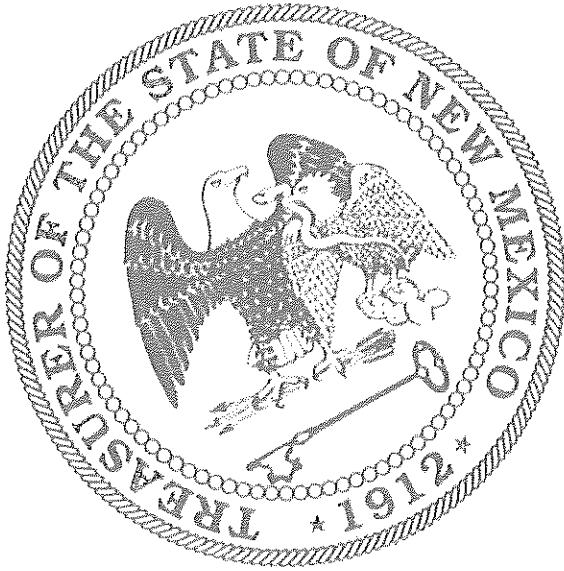
State Treasurer's conference room



"Sandia Peak Tramway" - New Mexico Tourism Department

Wednesday March 9, 2016

9:00am



1. Approval of March 9, 2016 Agenda



STATE OF NEW MEXICO
OFFICE OF THE TREASURER

Tim Eichenberg
The Honorable State Treasurer

Sam Collins
Deputy State Treasurer

STATE TREASURER'S INVESTMENT COMMITTEE
Treasurer's Conference Room
Wednesday, March 9, 2016 9:00 a.m.

MEETING AGENDA (5 Min)

Roll Call

- | | |
|--|--------|
| 1. Approval of March 9, 2016 Agenda | Action |
| 2. Approval of January 13, 2016 Minutes | Action |
| 3. Approval of February 10, 2016 Minutes | Action |
| 4. Public Comments | |

INVESTMENT REPORTS (45 min)

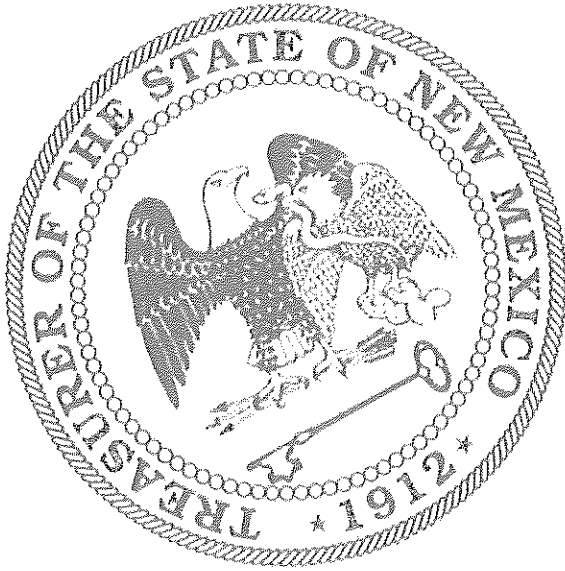
- | | Month Ended
January 31, 2016 |
|--|---------------------------------|
| 5. Executive Summary (Vikki Hanges) | Informational |
| 6. Investment Policy Compliance Report (Arsenio Garduño) | Informational |
| 7. Investment Accounting Report (Steve Vigil) | Informational |
| 8. Cash Projections (Arsenio Garduño) | Informational |
| 9. Portfolio Summary -- General Fund Investment Pool (Vikki Hanges) | Informational |
| 10. Portfolio Summary -- Local Government Investment Pool (LGIP) (Jeremy Landrum) | Informational |
| 11. Portfolio Summary -- Tax-Exempt Bond Proceeds Investment Pool (Jeremy Landrum) | Informational |
| 12. Portfolio Summary -- Taxable Bond Proceeds Investment Pool (Jeremy Landrum) | Informational |
| 13. Portfolio Summary -- Severance Tax Bonding Fund (Vikki Hanges) | Informational |
| 14. Broker Dealer Activities | Informational |
| 15. Credit | Informational |

**CASH MANAGEMENT
& COLLATERAL REPORTS (10 Min)**

- | | Month Ended
January 31, 2016 |
|--|---------------------------------|
| 16. State Agency Deposit Balances (Edward Gallegos) | Informational |
| 17. Collateral Report on Agency Deposits & CDs (Arsenio Garduño) | Informational |

COMMITTEE REPORTS (5 min)

- | | |
|---|---------------|
| 18. LGIP Stakeholders' Meeting -- Thursday, August 25, 2016 in Taos | Informational |
| 19. Next Meeting -- Wednesday, April 13, 2016 9:00 am | |
| 20. Adjournment | |



2. Approval of January 13, 2016 Minutes

*New Mexico State Treasurer's Office
STIC Committee Meeting
Meeting Minutes
Wednesday, January 13, 2016*

ROLL CALL- QUORUM PRESENT:

A regular meeting of the New Mexico State Treasurer's Investment Committee (STIC) was called to order this date at 9:02 a.m. in the conference room of The State Treasurer's Office (STO), 2055 South Pacheco Street, Santa Fe, New Mexico 87505.

Members Present:

Treasurer Tim Eichenberg
Ms. Charmaine Cook, Chief Investment Officer, Chairman
Ms. Leila Burrows Kleats, Board of Finance Director
Mr. Mark Pike, Public Member
Mr. Paul Cassidy, Public Member

Staff Present:

Mr. Samuel Collins, Deputy State Treasurer
Mr. Edward Gallegos, State Cash Manager
Mr. Steve Vigil, Investment Accounting Bureau Chief
Ms. Vikki Hanges, Portfolio Manager
Mr. Arsenio Garduño, Collateral Manager
Ms. Victoria Hutchison, STIC Secretary

Guests Present:

Ms. Deanne Woodring, Government Portfolio Advisors (via telephone)
Ms. Sheila Duffy, Public Trust Advisors

1. Approval of January 13, 2016 Agenda:

Treasurer Eichenberg moved approval of the Agenda. Motion was seconded by Member Kleats and passed unanimously by voice vote.

2. Approval of December 10, 2015 Minutes:

Treasurer Eichenberg moved approval of the Minutes. Motion was seconded by Member Kleats and passed unanimously by voice vote.

3. Public Comments

There were no public comments.

4. Executive Summary

Ms. Vikki Hanges presented highlights of the Executive Summary. Ms. Hanges summarized the changes in December due to the Federal Reserve raising rates on December 16, 2015.

5. Investment Accounting Report

Mr. Steve Vigil identified that the second page of the JP Morgan to QED Inventory Reconciliations report was missing from Section 5 of the STIC binder. The missing page was distributed at the STIC meeting to be inserted in the binder following page 18 of 90.

Mr. Vigil indicated that the only reconciling item was the correction for the prior month. Member Kleats asked if the question of how the amortizations/accretions were being accounted for in the reconciliation was worked out with Financial Control. Mr. Vigil indicated that he gave a presentation to the Cash Control Unit on "Understanding the STO Monthly Investments Reconciliation and the JP Morgan Accounting Statements." Member Kleats asked for a copy of the presentation and copies were passed out to members during this meeting.

The missing page of the Inventory Report and the presentation were added to the Online STIC Binder on January 25, 2016.

6. Investment Policy Compliance Report

Mr. Arsenio Garduño presented highlights of the Investment Policy Compliance Report. Discussion was held concerning the plan to divest the FAMAC securities held in LGIP. Chairman Cook indicated that the State Treasurer's LGIP fund would hold the funds and not take a loss at this time.

7. Cash Projections

Mr. Arsenio Garduño presented highlights of Cash Projections. Member Cassidy asked whether the state was aware of the decrease in revenues. Mr. Collins indicated that a presentation was given to the LFC last week. Member Kleats asked for a copy of the handout provided during the presentation and Mr. Collins passed out copies to members.

The handout was added to the Online STIC Binder on January 25, 2016.

Member Pike inquired as to the status of DFA's Book to Bank reconciliation. Treasurer Eichenberg indicated that the process is going well and the differences have been greatly reduced.

8. Portfolio Summary - General Fund Investment Pool

Ms. Vikki Hanges presented highlights of the General Fund Investment Pool Portfolio Summary.

9. Portfolio Summary – Local Government Investment Pool

Mr. Jeremy Landrum presented highlights of the Local Government Investment Pool Portfolio Summary.

10. Portfolio Summary - Tax-Exempt Bond Proceeds Investment Pool

Mr. Jeremy Landrum presented highlights of the Tax-Exempt Bond Proceeds Investment Pool Portfolio Summary.

11. Portfolio Summary - Taxable Bond Proceeds Investment Pool

Mr. Jeremy Landrum presented highlights of the Taxable Bond Proceeds Investment Pool Portfolio Summary.

12. Portfolio Summary - Severance Tax Bonding Fund

Ms. Vikki Hanges presented highlights of the Severance Tax Bonding Fund Portfolio Summary. Discussion was held regarding the option of issuing a Taxation and Revenue Anticipation Note (TRAN).

13. Broker Dealer Activities

Chairman Cook presented the Broker-Dealer activities.

14. State Agency Deposit Balances

Mr. Edward Gallegos presented highlights of the State Agency Deposit Balances. A question was raised regarding whether there are existing policies governing the number of signatories on agency bank accounts outside of the master depository structure. As a cash management issue, the topic was deferred for discussion outside of the STIC meeting.

15. Collateral Report on Agency Deposits & CDs

Mr. Arsenio Garduño presented highlights of the Collateral Report on Agency Deposits and CDs.

16. Credit Investing

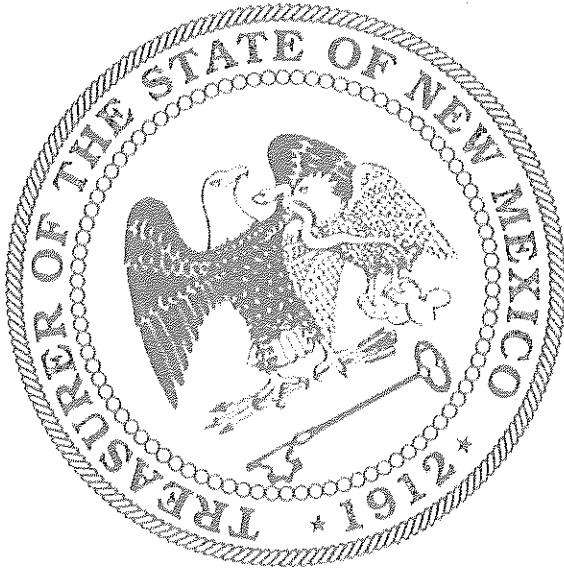
Chairman Cook indicated that the Treasurer's Office has not started on any credit files that would proceed any investments and that it will be a gradual process.

17. Next Meeting – Wednesday, February 10, 2015, 9:00am

18. Adjournment

Meeting adjourned at 10:12 am

Minutes were taken by Ms. Victoria Hutchison.



3. Approval of February 10, 2016 Minutes

*New Mexico State Treasurer's Office
STIC Committee Meeting
Meeting Minutes
Wednesday, February 10, 2016*

ROLL CALL- QUORUM PRESENT:

A regular meeting of the New Mexico State Treasurer's Investment Committee (STIC) was called to order this date at 9:05 a.m. in the conference room of The State Treasurer's Office (STO), 2055 South Pacheco Street, Santa Fe, New Mexico 87505.

Members Present:

Treasurer Tim Eichenberg
Ms. Charmaine Cook, Chief Investment Officer, Chairman
Mr. Jeff Primm designee for Ms. Leila Burrows Kleats, Board of Finance Director

Members Absent:

Mr. Mark Pike, Public Member
Mr. Paul Cassidy, Public Member

Staff Present:

Mr. Samuel Collins, Deputy State Treasurer
Mr. Edward Gallegos, State Cash Manager
Mr. Steve Vigil, Investment Accounting Bureau Chief
Ms. Vikki Hanges, Portfolio Manager
Mr. Jeremy Landrum, Portfolio Manager
Mr. Arsenio Garduño, Collateral Manager
Ms. Victoria Hutchison, STIC Secretary

Guests Present:

Ms. Deanne Woodring, Government Portfolio Advisors (via telephone)

1. Approval of February 10, 2016 Agenda:

Treasurer Eichenberg moved approval of the Agenda. Motion was seconded by Member Primm and passed unanimously by voice vote.

2. Approval of January 13, 2016 Minutes:

Treasurer Eichenberg moved to table the approval of the Minutes until the March 9, 2016 meeting due to members being absent. Motion was seconded by Member Primm and passed unanimously by voice vote.

3. Public Comments

There were no public comments.

4. Executive Summary

Ms. Vikki Hanges presented highlights of the Executive Summary. Ms. Hanges touched on the negative rate changes so far in 2016 due to decreases in oil prices, changes in Chinese equity markets, general global economic growth slowing, and negative international interest rates.

5. Investment Accounting Report

Mr. Steve Vigil indicated that the JPM-QED investment inventory reconciliation had no material differences.

6. Investment Policy Compliance Report

Mr. Arsenio Garduño presented highlights of the Investment Policy Compliance Report. Discussion was held concerning the strategy behind selling long term and buying short term investments. Ms. Hanges indicated the need to raise cash for liquidity and Mr. Garduño added that three-fourths of the purchases for the month were for short term funds.

7. Cash Projections

Mr. Arsenio Garduño presented highlights of Cash Projections.

8. Investment Advisor - December 2015 Quarterly Investment Report

Ms. Deanne Woodring presented highlights of the December 2015 Quarterly Investment Report. Discussion was held concerning the appropriate level of cash to keep at the fiscal agent with regard to the earnings credit used to offset fees.

9. Quarterly Investment Review

Ms. Vikki Hanges presented highlights of the Quarterly investment review.

10. Portfolio Summary – General Fund Investment Pool

Ms. Vikki Hanges presented highlights of the General Fund Investment Pool Portfolio Summary.

11. Portfolio Summary – Local Government Investment Pool

Mr. Jeremy Landrum presented highlights of the Local Government Investment Pool Portfolio Summary.

12. Portfolio Summary - Tax-Exempt Bond Proceeds Investment Pool

Mr. Jeremy Landrum presented highlights of the Tax-Exempt Bond Proceeds Investment Pool Portfolio Summary.

13. Portfolio Summary - Taxable Bond Proceeds Investment Pool

Mr. Jeremy Landrum presented highlights of the Taxable Bond Proceeds Investment Pool Portfolio Summary.

14. Portfolio Summary - Severance Tax Bonding Fund

Ms. Vikki Hanges presented highlights of the Severance Tax Bonding Fund Portfolio Summary.

15. Broker Dealer Activities

Chairman Cook indicated that the process has been started for the annual review and selection of Broker-Dealers for FY 17.

16. Credit

Ms. Vikki Hanges indicated that the approved commercial paper issuers list has not changed.

17. State Agency Deposit Balances

Mr. Edward Gallegos presented highlights of the State Agency Deposit Balances.

18. Collateral Report on Agency Deposits & CDs

Mr. Arsenio Garduño presented highlights of the Collateral Report on Agency Deposits and CDs.

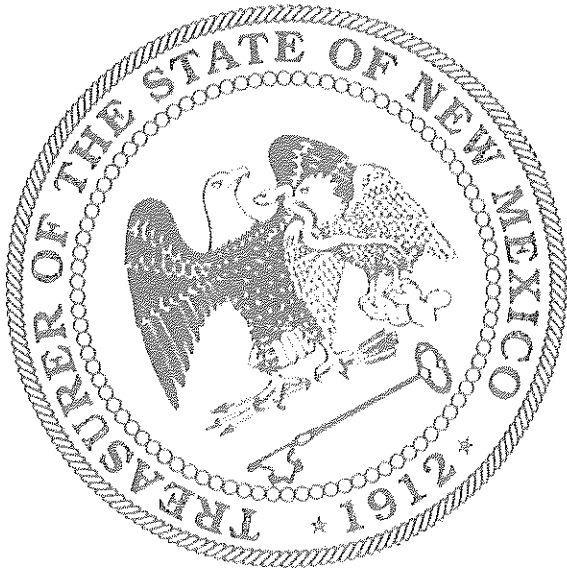
19. Next Meeting – Wednesday, March 9 2015, 9:00am

The agenda was corrected on February 26, 2016 to reflect March 9, 2016 as the correct date for the next STIC meeting.

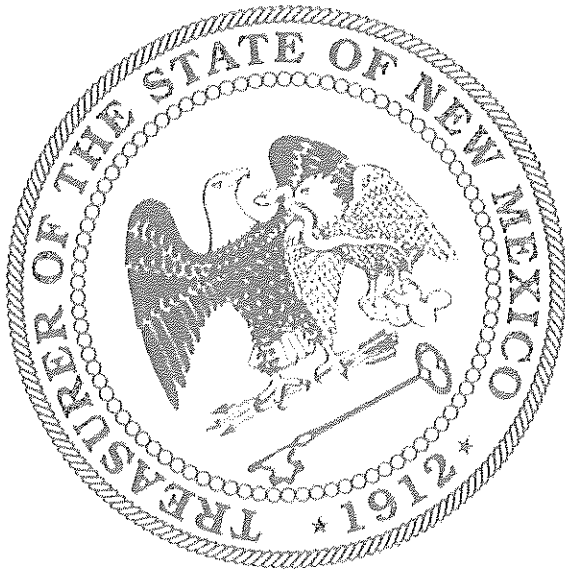
20. Adjournment

Meeting adjourned at 10:49 am

Minutes were taken by Ms. Victoria Hutchison.



4. Public Comments



5. Executive Summary

Executive Summary

- At the end of January, the State Treasurer managed \$4.2 billion in assets.
- During the month, the office earned approximately \$2.7 million on its investment positions.
- On a mark-to-market basis the portfolios increased \$13.5 million.
- US equity markets were lower in January, with the S&P 500 Index down 5%.
- US Treasury yields declined across most maturities, prices were higher.
- Investors fled slumping equity markets, embracing the safety of US Treasuries, in a frenzied flight-to-quality.
- Oil prices slid, down 9% during the month of January, an additional benefit to Treasuries, as the realization of the Fed's 2% inflation target, moved further out into the future.
- Global central bank stimulus-keeping overseas interest rates low/negative, making US Treasury yields attractive relative investments.
- The unemployment rate declined to 4.9%. Nonfarm payroll employment came in a bit light vs. expectations, adding 151,000 jobs, accompanied by a 30,000 downward revision in the previous month's report.
- The US dollar held fairly steady vs. the euro as the prospect for continued Fed tightening was thrown into a quandary.

Table 1 - Comparative Interest Rates

| <i>US Treasury Yields</i> | | | |
|---------------------------|---------------------|---------------------|---------------|
| <i>Maturity</i> | <i>Dec 31, 2015</i> | <i>Jan 31, 2016</i> | <i>Change</i> |
| <i>3-Month</i> | 0.17% | 0.31% | 0.14% |
| <i>6-Month</i> | 0.48% | 0.43% | -0.05% |
| <i>2-Year</i> | 1.05% | 0.78% | -0.27% |
| <i>3-Year</i> | 1.31% | 0.97% | -0.34% |
| <i>5-Year</i> | 1.76% | 1.33% | -0.43% |
| <i>10-Year</i> | 2.27% | 1.92% | -0.35% |
| <i>30-Year</i> | 3.01% | 2.74% | -0.27% |

Source: Bloomberg LP

Portfolio Mark-to-Market and Monthly Change

With lower market yields, the STO portfolios all had positives results on a mark-to-market basis for the month of January.

Table 2 - Unrealized Gains and Losses

| <i>Fund</i> | <u>Unrealized Gain/Loss¹</u> | <u>Monthly Change in Unrealized Gain/Loss²</u> |
|---|---|---|
| <i>General Funds</i> | \$8.9 million | Increased \$9.2 million |
| <i>Bond Proceeds Funds</i> | \$2.2 million | Increased \$4.2 million |
| <i>Local Government Investment Pool</i> | Not Material | Not Material |
| <i>Severance Tax Bonding Fund</i> | Not Material | Not Material |

Source: QED

Portfolio Purchase Yields and Durations

As of the end of January, the portfolios had the following weighted average purchase yields and durations:

Table 3 - Portfolio Purchase Yields and Durations

| <i>Fund</i> | <u>Purchase Yield⁴</u> | <u>Effective Duration³</u> | | |
|---|-----------------------------------|---------------------------------------|------------------|-------------------|
| | | <u>Portfolio</u> | <u>Benchmark</u> | <u>Percentage</u> |
| <i>General Fund Liquidity</i> | 0.30% | 0.01 Years | | |
| <i>General Fund CORE</i> | 1.15% | 1.88 Years | 2.13 Years | 88% |
| <i>Bond Proceeds – Tax Exempt</i> | 0.76% | 1.12 Years | 1.33 Years | 84% |
| <i>Bond Proceeds – Taxable</i> | 0.79% | 1.03 Years | 1.33 Years | 77% |
| <i>Local Government Investment Pool</i> | 0.29% | 0.14 Years | | |
| <i>Severance Tax Bonding Fund</i> | 0.28% | 0.06 Years | | |

¹ Calculated Unrealized Gains or Losses represent the “market value” of the portfolios as compared to their “net book value” as of the effective date of calculation. Net book value = original book value less amortization/plus accretion of premium/discount. As such, they approximate the values which could be realized/lost if the positions were to be liquidated at market prices on the day that the calculation was performed. Market conditions change on a daily basis and the resulting calculations will also change with market movements.

² Unaudited. Change in Unrealized Gain/Loss from previous month. Mark-to-market values are calculated using the QED system and weekly securities pricing from IDC. Securities, such as Certificates of Deposits, for which there is no quoted market price, are carried at cost basis (amortized through the holding date).

³ Effective Duration. Portfolio durations are calculated as of a moment in time, specifically at month end. Source: JP Morgan.

⁴ Portfolio Purchase Yields are calculated at a moment in time, specifically at month end, reflecting the weighted average yield of all portfolio holdings at purchase.

Benchmark Performance Comparisons

As of the end of January, the STO portfolios had the following performance numbers relative to their respective benchmarks:

Table 4 - Relative Performance of STO Funds

| <i>Fund</i> | <i>Performance⁵</i> | |
|---|--------------------------------|------------------|
| | <i>3 Months</i> | <i>12 Months</i> |
| General Fund Liquidity | 0.04% | 0.16% |
| S&P Government Pools Index (Gross) | <u>0.06%</u> | <u>0.17%</u> |
| Relative Performance (BPs) | (0.02)% | (0.01)% |
| | | |
| General Fund CORE | 0.75% | 0.87% |
| BAML 0-5 US Treasury | <u>0.86%</u> | <u>0.86%</u> |
| Relative Performance (BPs) | (0.11)% | 0.01% |
| | | |
| Bond Proceeds - Tax Exempt | 0.20% | 0.51% |
| BAML 0-3 US Treasury | <u>0.19%</u> | <u>0.50%</u> |
| Relative Performance (BPs) | 0.01% | 0.01% |
| | | |
| Bond Proceeds - Taxable | 0.20% | 0.55% |
| BAML 0-3 US Treasury | <u>0.19%</u> | <u>0.50%</u> |
| Relative Performance (BPs) | 0.01% | 0.05% |
| | | |
| Local Government Investment Pool | 0.06% | 0.20% |
| S&P Government Pools Index (Gross) | <u>0.06%</u> | <u>0.17%</u> |
| Relative Performance (BPs) | 0.00% | 0.03% |
| | | |
| Severance Tax Bonding Fund | 0.05% | 0.19% |
| S&P Government Pools Index (Gross) | <u>0.06%</u> | <u>0.17%</u> |
| Relative Performance (BPs) | (0.01)% | 0.02% |

Source: JPMorgan, STO Calculations

In our management of the STO funds, we try and exceed benchmarks on a 3-month and 12-month basis. Monthly market swings will affect our performance more dramatically on a short-term basis than on a longer investment horizon. We feel that longer horizons keep our focus on the investment goal which is to meet or exceed our benchmark levels.

⁵ Relative performance is periodic total return compared to the return of the portfolio benchmarks.

Earnings

Investment net earnings for January are summarized in the table below.

Table 5 - Investment Earnings – Periods ended January, 2016

| <i>Fund</i> | <i>Investment Net Earnings⁶</i> | | |
|---|--|------------------|------------------|
| | <i>Jan FY'16</i> | <i>FY'16 YTD</i> | <i>FY'15 YTD</i> |
| <i>General Funds</i> | \$1,612,112 | \$10,390,405 | \$8,797,444 |
| <i>Bond Proceeds Funds</i> | \$886,560 | \$5,573,359 | \$3,464,098 |
| <i>Local Government Investment Pool⁷</i> | \$191,743 | \$945,865 | \$567,370 |
| <i>Severance Tax Bonding Fund</i> | \$32,264 | \$107,583 | \$82,234 |

Source: QED

- The General Funds increased investment earnings by over \$1,500,000 in FY2016 vs. the same period in FY2015 as a result of the increased investment in the Core Fund as a percentage of the total Fund, and higher interest rates.
- Bond Proceeds funds have increased investment earnings by almost \$2,000,000 as a result of high absolute balances and higher interest rates.
- The LGIP has maintained longer WAMs in order to capture additional yield in an extremely low interest rate environment. The assets of the Pool have been higher in FY2016 vs. the same period in FY2015 with the portfolio yield increasing as the Fed raised short term interest rates.
- The STBF has utilized the LGIP, NM fully collateralized deposits and repo to enhance yield. Severance tax deposits into the fund have been coming in lower during the current fiscal year vs. last year, however short term interest rates are higher as the Fed raised short term interest rates in December.

Compensating Balances at Fiscal Agent Bank

During January, STO maintained Average Daily Collected Balances at the Fiscal Agent Bank of approximately \$36 million. This balance earned a credit against processing fees assessed by the bank.

Table 6 - Compensating Balances at Fiscal Agent Bank

| | |
|--------------------------------------|--------------|
| <i>Average Collected Balance</i> | \$32,945,365 |
| <i>Earnings Credit Rate</i> | 0.50% |
| <i>Estimated Monthly Earnings</i> | \$13,727 |
| <i>Estimated Fiscal YTD Earnings</i> | \$116,087 |

Source: Wells, Fargo & Co.

⁶ Each fund is managed using different objectives, as more fully detailed in this report. As such, returns and earnings on the funds will vary on a month to month basis. Investment Net Earnings = Accrued income + realized gains and losses net of amortization/accretion for premiums/discounts.

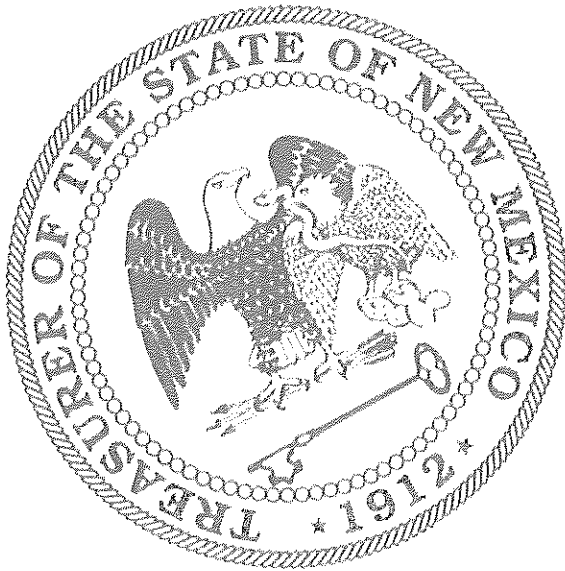
⁷ Gross Earnings, Participant Earnings reflect 0.05% reduction for management fees.

Monthly Investment Outlook

US Treasury yields were lower in January with a surprise reversal in market interest rate direction following the Federal Reserve's long awaited decision to increase short term interest rates in December. Risk assets came under attack as global equity markets experienced one of the worst performances ever for a January. After much rumination and angst over the magnitude and timing of the Fed's tightening cycle, equity investors fled to the safety of US Treasuries. Oil prices continued to decline in January providing an additional incentive for investors to purchase US Treasuries. Extremely low and, in some cases, negative interest rates offered overseas, benefitted US Treasuries with their attractive relative value.

The US Treasury market is trading with little expectation that the Fed will raise interest rates in March. The volatility in the equity markets will potentially keep them at bay, however if oil and equities stabilize, there is still a chance that the Fed may take action. We continue to be cautious as preservation of principal is paramount. The General Fund Core has been tapped for liquidity and it seems that this trend could continue into March. As always the investment philosophy employed is to maintain safety, liquidity and yield, in that order.

Vikki Hanges
Portfolio Manager



6. Investment Policy Compliance Report

Investment Compliance Review

Primary and Secondary Bond Purchases/ Sales

During the month of January, the following were the ratios of primary and secondary bond transactions in the portfolios:

Table 7 - Primary/Secondary Market Volume - January 2016

| | | |
|-----------------------|----------------------|------|
| Primary Bond Volume | \$4,635,000 | 7% |
| Secondary Bond Volume | <u>\$220,512,000</u> | 93% |
| Total | \$225,147,000 | 100% |

Source: QED

The totals above exclude repurchase agreement volume which is approximately \$500MM/day.

Commissions Paid

As counterparty, the state transacts in purchase or sale sizes sufficient to achieve competitive results in the bidding or offering process. Implied in the market-clearing prices that we are offered is some form of dealer markup.

With regard to specific transactions, we process the bulk of our trades using an electronic trading platform. As such, we understand, and document, the market at the time of transaction. These trade terms are held as a part of our trade documentation as approved by STIC.

Variable Rate and Structured Note Holdings

At the end of January, total holdings of Variable Rate Notes were \$113,000,000.

Table 8 - Variable Rate Note Holdings - January 2016

| | |
|-----------------|----------------------|
| General Fund | - |
| Taxable BPIP | - |
| Tax Exempt BPIP | - |
| LGIP | <u>\$113,000,000</u> |
| Total Holdings | \$113,000,000 |

Source: QED

The Variable Rate positions are primarily in US Government Agency securities.

We did not hold any structured notes during the month of January.

Transaction Variances and Inter-Portfolio Transactions

During January, there were no transaction variances which posed any potential compliance issues. All trade information was entered correctly in our internal systems and in the systems used by our custody bank and were promptly reconciled by the Investment Transactions Bureau.

There were no price discrepancies reported and no balances left at the Custodial Bank.

There were 2 inter-portfolio trades during the month.

Unrealized Gains and Losses

The STO Investment Policy requires security-by-security reporting of all investment mark-to-market gains and losses calculated versus book values during the period.

The Executive Summary of this report includes a tabular reference to the aggregate mark-to-market per portfolio. In the section detailing each specific portfolio, a further summary of mark to market calculations are included.

In the listing of the specific portfolio holdings, a position level mark-to market calculation is included.

Realized Gains and Losses

Realized gains/losses are a result of a difference between amortized cost and the sale proceeds for each position at the time of sale. This amount is booked against investment earnings in the respective accounting period. There were 7 sales which resulted in realized gains/losses.

Table 1 - Realized Gains and Losses on Securities Sold – January 2016

| Trade Date | Account | Par Amount | Security | Realized G/L |
|-----------------------------------|----------------|-------------------|---------------------|---------------------|
| 1/8/2016 | BPIP TE | 15,770,000 | PEFCO 1.875 7/15/18 | 5,463.08 |
| 1/15/2016 | GF CORE | 21,000,000 | FAMCA 1.820 1/08/20 | 130,693.77 |
| 1/25/2016 | GF CORE | 10,000,000 | FHLB 4.750 12/16/16 | 1,296.18 |
| 1/26/2016 | GF CORE | 20,000,000 | FHLMC 2.500 5/27/16 | 42,078.96 |
| 1/27/2016 | GF CORE | 20,000,000 | FHLB .875 3/10/17 | 4,496.40 |
| 1/27/2016 | BPIP TX | 23,682,000 | TVA 4.500 4/01/18 | 6,360.87 |
| 1/29/2016 | GF CORE | 21,000,000 | T 2.000 9/30/20 | 52,044.84 |
| Total Realized gain (loss) | | | | 242,434.10 |

Trade Documentation

Purchase/Sales Activity¹

There were a total of 27 security trades tracked during the month of January by the Trade Compliance Officer in the Investment Division.

Table 2 – Securities Trades – January 2016

| | Quantity | Par-Value | Cost/Proceeds | Realized Gain/Loss |
|----------------|-----------------|--------------------|----------------------|---------------------------|
| Purchases | 20 | 203,695,000 | 203,895,671 | 0 |
| Sales | 7 | 131,452,000 | 134,896,047 | 242,434 |
| Totals: | 27 | 335,147,000 | 338,791,718 | 242,434 |

Trade documentation and Investment Processing Compliance

All trades have been accounted for and written documentation has been reviewed for complete compliance with internal procedures and policies.

During the month of January, there were no noted violations or breaches.

All investment activity is in compliance with applicable investment statutes and the STO Investment Policy.

¹ Excludes daily repurchase agreement transactions.

STATE OF NEW MEXICO
Summary of Fixed-Income Purchases and Sales
TRADES During The Period 1/01/16 Through 1/31/16

| TXN-DATE | CUSIP# | ASSET-TYPE | INVT# | ISSUE-NAME | RATE | MATURITY | YIELD | BRKR/DLR/AGENT | FUND | PAR-VALUE | COST/PROCEEDS | GAIN/LOSS | NXT-CALL |
|--|----------|-----------------|-------|-------------------------|-------|----------|--------|-----------------|------|-----------------------|-----------------------|-------------------|----------|
| <u>PURCHASE TRANSACTIONS</u> | | | | | | | | | | | | | |
| 1/04/16 | 011116RP | REPURCHASE AGRE | 24750 | Repurchase Agreement Te | .300 | 1/11/16 | .3000 | HSBC | 4101 | 30,000,000.00 | 30,000,000.00 | | |
| 1/08/16 | 0119TMRP | REPURCHASE AGRE | 24788 | Repurchase Agreement Te | .300 | 1/19/16 | .3000 | HSBC | 4101 | 50,000,000.00 | 50,000,000.00 | | |
| 1/22/16 | 0201TMRP | REPURCHASE AGRE | 24848 | REPURCHASE AGREEMENT TE | .380 | 2/01/16 | .3800 | HSBC | 4101 | 30,000,000.00 | 30,000,000.00 | | |
| 1/15/16 | 66012640 | LINKED-CERTIFIC | 24819 | WESTERN COMMERCE BANK | .750 | 1/13/17 | .7500 | SYSTEM - UNIDEN | 4002 | 2,000,000.00 | 2,000,000.00 | | |
| 1/15/16 | 66012641 | LINKED-CERTIFIC | 24820 | WESTERN COMMERCE BANK | .750 | 1/13/17 | .7500 | SYSTEM - UNIDEN | 4002 | 2,000,000.00 | 2,000,000.00 | | |
| 1/06/16 | 313370TW | AGENCY US BOND | 24769 | FEDERAL HOME LOAN BANKS | 2.000 | 9/09/16 | .7106 | WELLS FARGO SEC | 4101 | 10,000,000.00 | 10,086,320.00 | | |
| 1/07/16 | 3130A1BK | AGENCY US BOND | 24778 | FEDERAL HOME LOAN BANKS | .500 | 6/24/16 | .5200 | BANK OF OKLAHOM | 4101 | 5,000,000.00 | 4,999,540.13 | | |
| 1/22/16 | 3130A34L | AGENCY US BOND | 24855 | FEDERAL HOME LOAN BANKS | .750 | 11/18/16 | .6809 | CASTLEOAK SECUR | 4101 | 9,000,000.00 | 9,005,040.00 | | |
| 1/08/16 | 313384ZP | AGENCY US DISC | 24789 | FEDERAL HOME LOAN BANKS | | 7/19/16 | .5818 | TD SECURITIES | 4101 | 5,000,000.00 | 4,984,694.44 | | |
| 1/19/16 | 313384ZQ | AGENCY US DISC | 24833 | FEDL HOME LOAN BK CONS | | 7/20/16 | .5214 | TD SECURITIES | 4101 | 15,000,000.00 | 14,960,566.67 | | |
| 1/28/16 | 313384ZZ | AGENCY US DISC | 24886 | FEDERAL HOME LOAN BANKS | | 7/29/16 | .5214 | TD SECURITIES | 4101 | 5,000,000.00 | 4,986,855.56 | | |
| 1/07/16 | 3130A72E | FED HOME LOAN B | 24777 | FEDERAL HOME LOAN BANK | .500 | 6/30/16 | .5200 | WELLS FARGO SEC | 4101 | 5,000,000.00 | 4,999,530.00 | | |
| 1/06/16 | 3135G0MZ | AGENCY US NOTES | 24770 | FEDERAL NATIONAL MORTGA | .875 | 8/28/17 | 1.0203 | INTL FCSTONE PA | 4002 | 5,000,000.00 | 4,988,200.00 | | |
| 1/08/16 | 3134G8GW | AGENCY US NOTES | 24790 | FEDERAL HOME LOAN MORTG | 2.000 | 1/20/21 | 1.9900 | INTL FCSTONE PA | 4002 | 5,000,000.00 | 5,000,000.00 | | 4/20/16 |
| 1/25/16 | 3137EAAG | AGENCY US NOTES | 24210 | FEDERAL HOME LOAN MORTG | 5.500 | 7/18/16 | .4699 | WELLS FARGO SEC | 4101 | 1,835,000.00 | 1,878,995.96 | | |
| 1/26/16 | 3137EACT | AGENCY US NOTES | 24869 | FEDERAL HOME LOAN MORTG | 2.500 | 5/27/16 | .4537 | BROKER DIRECT | 4001 | 20,000,000.00 | 20,136,084.80 | | |
| 1/27/16 | 3135G0XP | FED NATL MORTGA | 24877 | FEDERAL NATIONAL MORTGA | .375 | 7/05/16 | .4875 | CANTOR FITZGERA | 4101 | 2,000,000.00 | 1,999,020.00 | | |
| 1/28/16 | 3135G0XP | FED NATL MORTGA | 24877 | FEDERAL NATIONAL MORTGA | .375 | 7/05/16 | .4963 | BARCLAYS | 4101 | 1,225,000.00 | 1,224,356.88 | | |
| 1/21/16 | 01354MFT | MUNICIPAL BOND | 24846 | ALB NM GROSS RCPT LODGE | 3.000 | 7/01/16 | .8011 | ROBERT W BAIRD | 4000 | 450,000.00 | 453,694.50 | | |
| 1/21/16 | 01354MFV | MUNICIPAL BOND | 24847 | ABQ NM GROSS RCPT LODGE | 3.000 | 3/01/18 | .9182 | ROBERT W BAIRD | 4000 | 185,000.00 | 192,771.85 | | |
| 20 PURCHASES DURING PERIOD TOTAL..... | | | | | | | | | | 203,695,000.00 | 203,895,670.79 | | |
| <u>SALE TRANSACTIONS</u> | | | | | | | | | | | | | |
| 1/29/16 | 912828VZ | US TREASURY NOT | 24322 | UNITED STATES TREASURY | 2.000 | 9/30/20 | | DEUTSCHE BANK S | 1001 | 21,000,000.00 | 21,642,304.69 | 52,044.84 | |
| 1/25/16 | 3133XHZZ | AGENCY US BOND | 17738 | FEDERAL HOME LOAN BANKS | 4.750 | 12/16/16 | | WELLS FARGO SEC | 1001 | 10,000,000.00 | 10,360,000.00 | 1,296.18 | |
| 1/27/16 | 3133782N | AGENCY US BOND | 21081 | FEDERAL HOME LOAN BANKS | .875 | 3/10/17 | | BARCLAYS | 1001 | 20,000,000.00 | 20,024,900.00 | 4,496.40 | |
| 1/27/16 | 880591EC | AGENCY US BOND | 24443 | TENNESSEE VALLEY AUTHOR | 4.500 | 4/01/18 | 1.0477 | TD SECURITIES | 4002 | 23,682,000.00 | 25,435,652.10 | 6,360.87 | |
| 1/15/16 | 31315P55 | AGENCY US NOTES | 22675 | FEDERAL AGRICULTURAL MO | 1.820 | 1/08/20 | | WELLS FARGO SEC | 1001 | 21,000,000.00 | 21,315,630.00 | 130,693.77 | |
| 1/26/16 | 3137EACT | AGENCY US NOTES | 15530 | FEDERAL HOME LOAN MORTG | 2.500 | 5/27/16 | | BROKER DIRECT | 1001 | 20,000,000.00 | 20,136,084.80 | 42,078.96 | |
| 1/08/16 | 742651DS | CORP US NOTE 30 | 24414 | PRIVATE EXPORT FUNDING | 1.875 | 7/15/18 | | KEYBANC CAPITAL | 4000 | 15,770,000.00 | 15,981,475.70 | 5,463.08 | |
| 7 SALES DURING PERIOD TOTAL..... | | | | | | | | | | 131,452,000.00 | 134,896,047.29 | 242,434.10 | |
| == GRAND-TOTAL ==> | | | | | | | | | | 335,147,000.00 | 338,791,718.08 | 242,434.10 | |

*** END-OF-REPORT ***

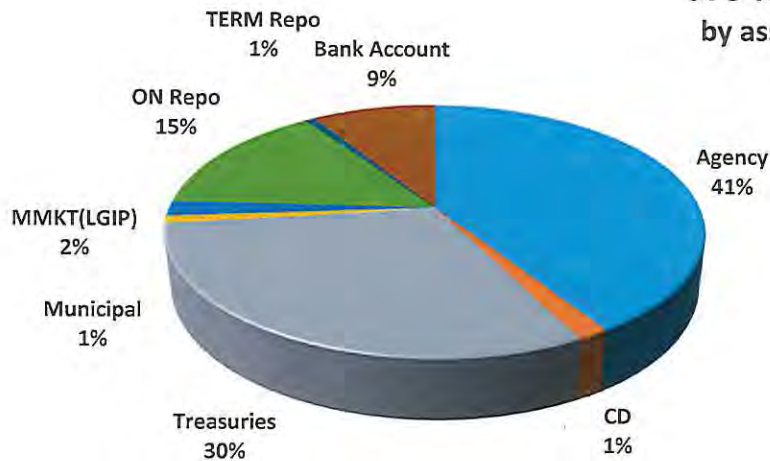
NM State Treasurer Office Security Holding by Portfolio

January 31, 2016

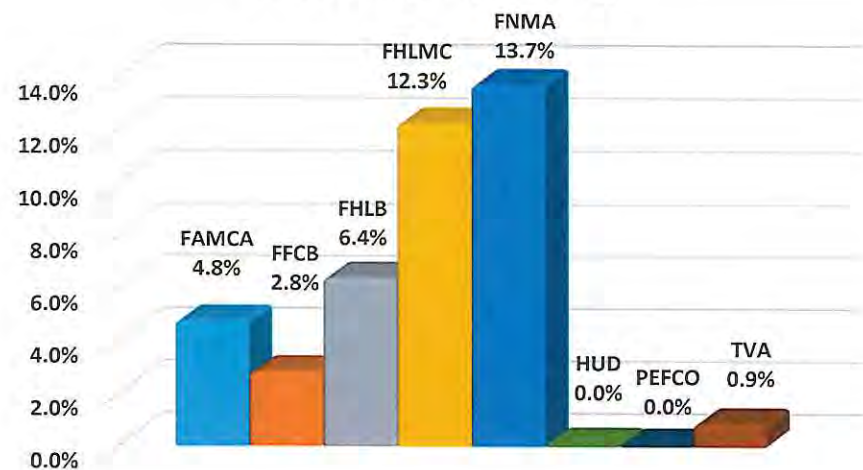
Values are based on position holdings

| <i>Portfolio Balance</i> | <u>GF LIQ</u> | <u>GF CORE</u> | <u>BPIP TE</u> | <u>BPIP TX</u> | <u>STB</u> | <u>LGIP</u> | <u>STO Holdings</u> | |
|--------------------------|--------------------|----------------------|--------------------|--------------------|--------------------|--------------------|----------------------|--------------|
| | 604,076,625 | 1,363,820,506 | 674,910,384 | 654,880,932 | 171,106,824 | 661,522,707 | 4,130,317,978 | |
| <i>Agency</i> | - | 633,568,000 | 314,839,000 | 230,159,000 | 36,000,000 | 475,502,000 | 1,690,068,000 | 40.9% |
| FAMCA | - | 109,500,000 | 5,000,000 | 8,000,000 | 1,000,000 | 72,800,000 | 196,300,000 | 4.8% |
| FFCB | - | 16,627,000 | 30,780,000 | - | - | 69,250,000 | 116,657,000 | 2.8% |
| FHLB | - | 25,000,000 | 28,065,000 | 38,450,000 | - | 173,395,000 | 264,910,000 | 6.4% |
| FHLMC | - | 205,500,000 | 113,000,000 | 50,000,000 | 20,000,000 | 118,655,000 | 507,155,000 | 12.3% |
| FNMA | - | 276,941,000 | 100,589,000 | 133,709,000 | 15,000,000 | 41,402,000 | 567,641,000 | 13.7% |
| HUD | - | - | 1,400,000 | - | - | - | 1,400,000 | 0.0% |
| PEFCO | - | - | - | - | - | - | - | 0.0% |
| TVA | - | - | 36,005,000 | - | - | - | 36,005,000 | 0.9% |
| CD | - | 52,750,000 | 3,000,000 | 10,200,000 | - | - | 65,950,000 | 1.6% |
| Treasuries | - | 663,150,000 | 254,000,000 | 337,550,000 | - | - | 1,254,700,000 | 30.4% |
| Municipal | - | 13,845,000 | 19,850,000 | 6,370,000 | - | - | 40,065,000 | 1.0% |
| MMKT(LGIP) | - | - | 22,048,872 | 10,328,666 | 44,078,864 | - | 76,456,402 | 1.9% |
| ON Repo | 403,392,771 | 507,506 | 61,172,512 | 60,273,266 | 80,973,446 | - | 606,319,501 | 14.7% |
| TERM Repo | - | - | - | - | - | 30,000,000 | 30,000,000 | 0.7% |
| Bank Account | 200,683,854 | - | - | - | 10,054,514 | 156,020,707 | 366,759,075 | 8.9% |

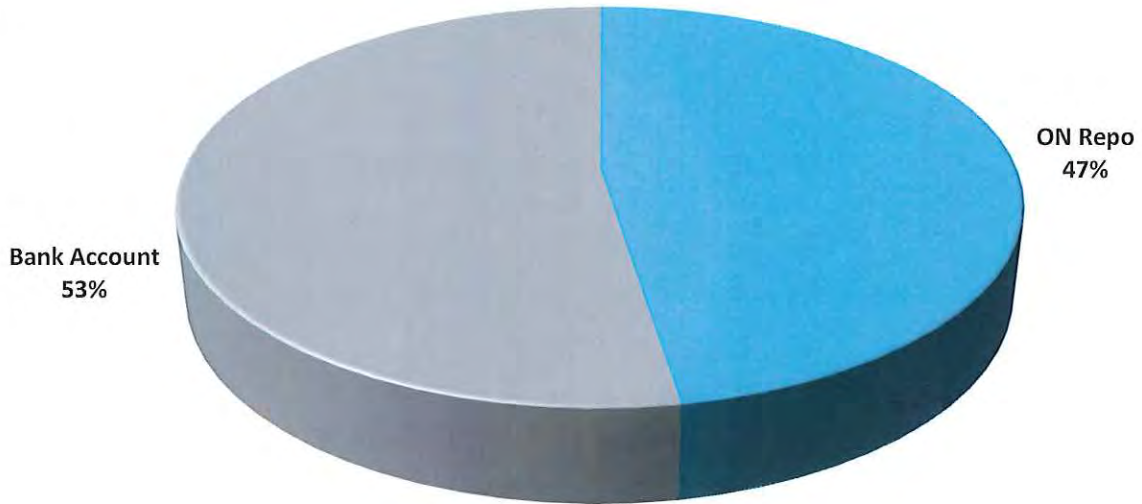
**STO Holdings
by asset type**



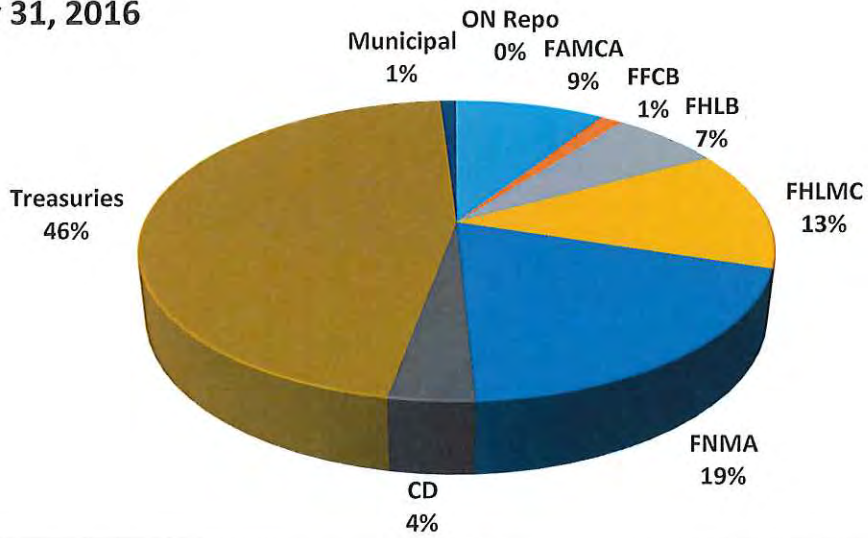
STO US Agency Holdings



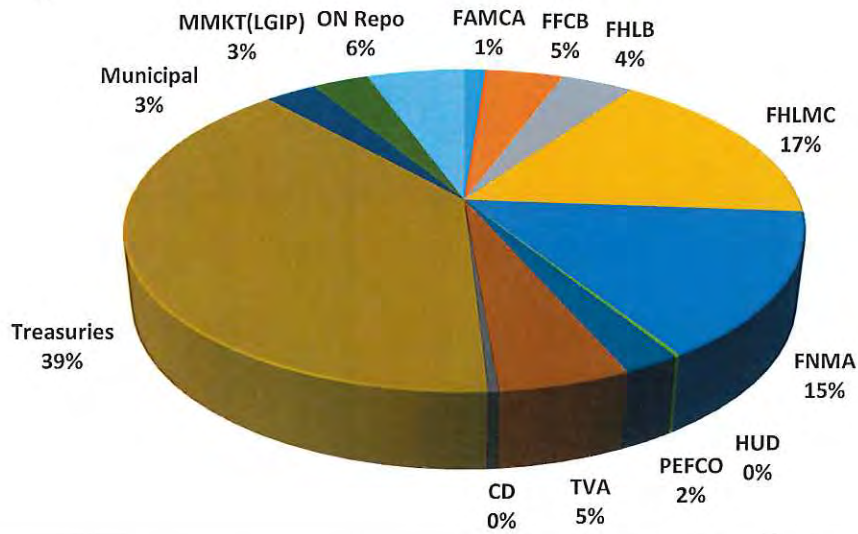
GF Liquidity Holdings January 31, 2016



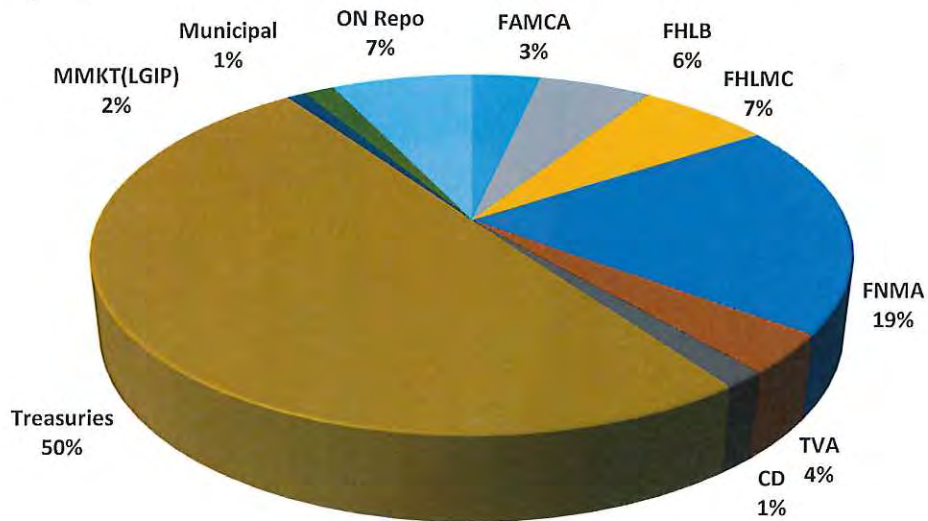
GF CORE Holdings January 31, 2016



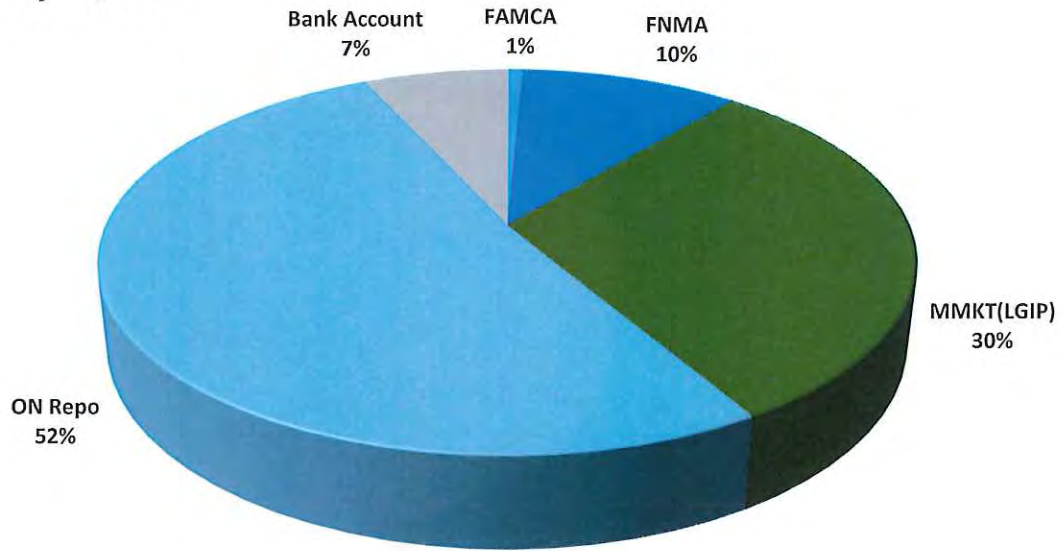
BPIP Tax-Exempt Holdings
January 31, 2016



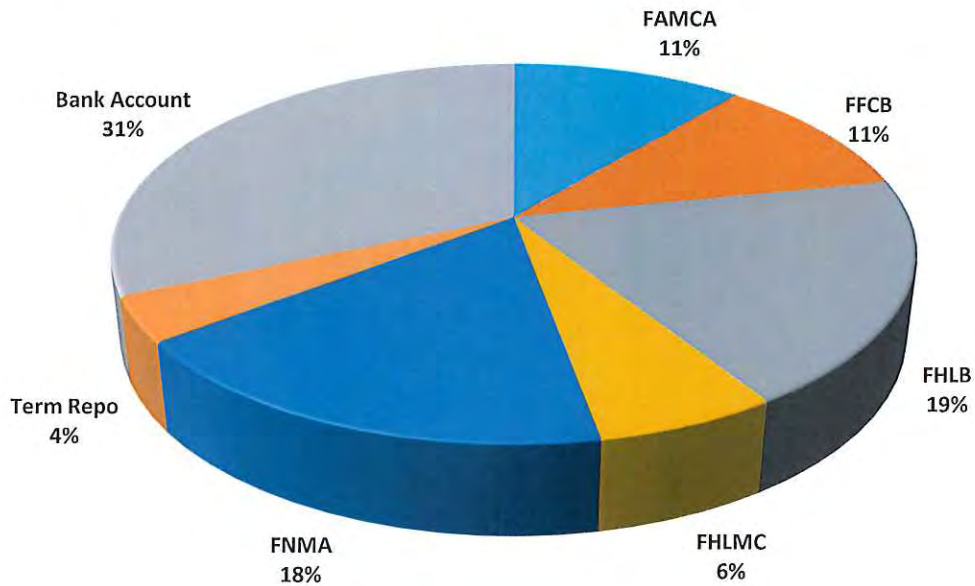
BPIP Taxable Holdings
January 31, 2016

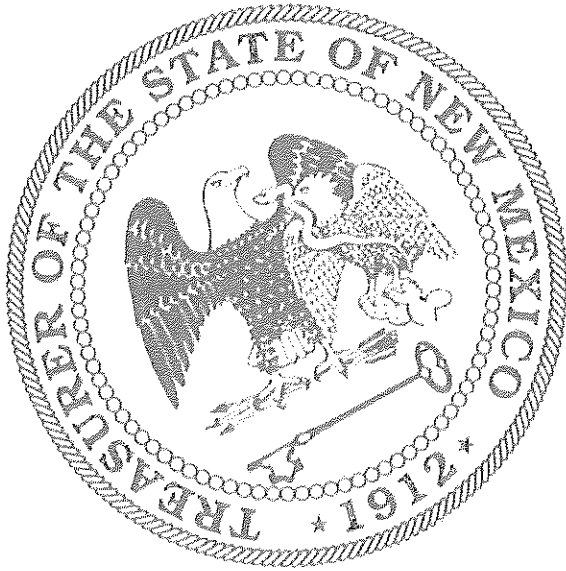


STB Holdings January 31, 2016



LGIP Holdings January 31, 2016





7. Investment Accounting Report



STATE OF NEW MEXICO
OFFICE OF THE TREASURER

THE HONORABLE TIM EICHENBERG
State Treasurer

SAMUEL K. COLLINS, JR
Deputy State Treasurer

Memorandum

Date: February 24, 2016
To: Charmaine Cook, Chief Investment Officer & Investment Division Director
From: Steve Vigil, Investment Accounting Bureau Chief SV
CC: STO Investments Division, Leo Marquez II, STO Chief Financial Officer
Subject: January 2016 Investment Reconciliation

January 2016 Investments Reconciliation

The January 2016 investment reconciliation included the following to verify the completeness and accuracy of the JP Morgan reporting:

1. Net asset values of all investment accounts.
2. Change in transaction activity between December 31st and January 31st.
3. Cash transaction activity proofs.
4. Earned income proofs.
5. Proof of change in cost.
6. Duplicate cash activity.
7. JP Morgan to QED inventory reconciliation.
8. JP Morgan to QED income reconciliation.

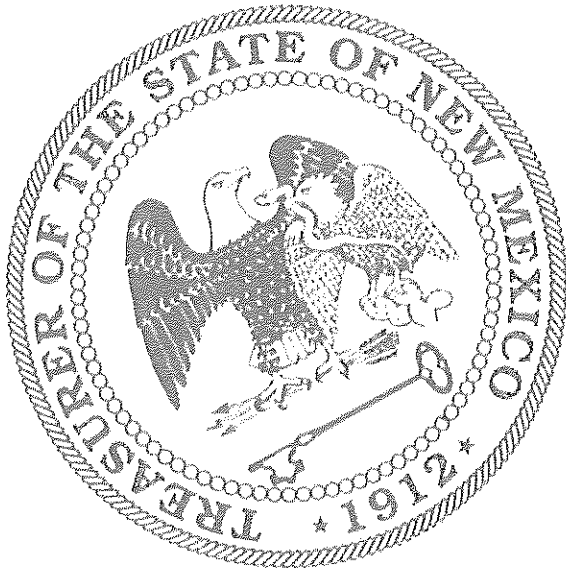
Market value materiality threshold is 5 basis points of the total market value of a JP Morgan account. The JPM-QED investment inventory reconciliation has no material differences. Please refer to the JPM-QED investment inventory reconciliation.

Earned interest materiality threshold is ½ basis point of the total market value of a JP Morgan account. The JPM-QED income reconciliation has one material difference. The difference stems from QED reporting. QED income reporting is not designed to include interest from inter-fund investments because inter-fund investments do not include a day count convention, coupon rate, or a maturity date. Please refer to the JPM-QED income reconciliation.

STATE OF NEW MEXICO
Summary of Fixed-Income Purchases and Sales
TRADES During The Period 1/01/16 Through 1/31/16

| TXN-DATE | CUSIP# | ASSET-TYPE | INVST# | ISSUE-NAME | RATE | MATURITY | YIELD | BRKR/DLR/AGENT | FUND | PAR-VALUE | COST/PROCEEDS | GAIN/LOSS | NXT-CALL |
|--|----------|-----------------|--------|-------------------------|-------|----------|--------|-----------------|------|-----------------------|-----------------------|-------------------|----------|
| <u>PURCHASE TRANSACTIONS</u> | | | | | | | | | | | | | |
| 1/15/16 | 66012640 | LINKED-CERTIFIC | 24819 | WESTERN COMMERCE BANK | .750 | 1/13/17 | .7500 | SYSTEM - UNIDEN | 4002 | 2,000,000.00 | 2,000,000.00 | | |
| 1/15/16 | 66012641 | LINKED-CERTIFIC | 24820 | WESTERN COMMERCE BANK | .750 | 1/13/17 | .7500 | SYSTEM - UNIDEN | 4002 | 2,000,000.00 | 2,000,000.00 | | |
| 1/06/16 | 313370TW | AGENCY US BOND | 24769 | FEDERAL HOME LOAN BANKS | 2.000 | 9/09/16 | .7106 | WELLS FARGO SEC | 4101 | 10,000,000.00 | 10,086,320.00 | | |
| 1/07/16 | 3130A1BK | AGENCY US BOND | 24778 | FEDERAL HOME LOAN BANKS | .500 | 6/24/16 | .5200 | BANK OF OKLAHOM | 4101 | 5,000,000.00 | 4,999,540.13 | | |
| 1/22/16 | 3130A34L | AGENCY US BOND | 24855 | FEDERAL HOME LOAN BANKS | .750 | 11/18/16 | .6809 | CASTLEOAK SECUR | 4101 | 9,000,000.00 | 9,005,040.00 | | |
| 1/08/16 | 313384ZP | AGENCY US DISC | 24789 | FEDERAL HOME LOAN BANKS | | 7/19/16 | .5818 | TD SECURITIES | 4101 | 5,000,000.00 | 4,984,694.44 | | |
| 1/19/16 | 313384ZQ | AGENCY US DISC | 24833 | FEDL HOME LOAN BK CONS | | 7/20/16 | .5214 | TD SECURITIES | 4101 | 15,000,000.00 | 14,960,566.67 | | |
| 1/28/16 | 313384ZZ | AGENCY US DISC | 24886 | FEDERAL HOME LOAN BANKS | | 7/29/16 | .5214 | TD SECURITIES | 4101 | 5,000,000.00 | 4,986,855.56 | | |
| 1/07/16 | 3130A72E | FED HOME LOAN B | 24777 | FEDERAL HOME LOAN BANK | .500 | 6/30/16 | .5200 | WELLS FARGO SEC | 4101 | 5,000,000.00 | 4,999,530.00 | | |
| 1/06/16 | 3135G0MZ | AGENCY US NOTES | 24770 | FEDERAL NATIONAL MORTGA | .875 | 8/28/17 | 1.0203 | INTL FCSTONE PA | 4002 | 5,000,000.00 | 4,988,200.00 | | |
| 1/08/16 | 3134G8GW | AGENCY US NOTES | 24790 | FEDERAL HOME LOAN MORTG | 2.000 | 1/20/21 | 1.9900 | INTL FCSTONE PA | 4002 | 5,000,000.00 | 5,000,000.00 | | 4/20/16 |
| 1/25/16 | 3137EAAG | AGENCY US NOTES | 24210 | FEDERAL HOME LOAN MORTG | 5.500 | 7/18/16 | .4699 | WELLS FARGO SEC | 4101 | 1,835,000.00 | 1,878,995.96 | | |
| 1/26/16 | 3137EACT | AGENCY US NOTES | 24869 | FEDERAL HOME LOAN MORTG | 2.500 | 5/27/16 | .4537 | BROKER DIRECT | 4001 | 20,000,000.00 | 20,136,084.80 | | |
| 1/27/16 | 3135G0XP | FED NATL MORTGA | 24877 | FEDERAL NATIONAL MORTGA | .375 | 7/05/16 | .4875 | CANTOR FITZGERA | 4101 | 2,000,000.00 | 1,999,020.00 | | |
| 1/28/16 | 3135G0XP | FED NATL MORTGA | 24877 | FEDERAL NATIONAL MORTGA | .375 | 7/05/16 | .4963 | BARCLAYS | 4101 | 1,225,000.00 | 1,224,356.88 | | |
| 1/21/16 | 01354MFT | MUNICIPAL BOND | 24846 | ALB NM GROSS RCPT LODGE | 3.000 | 7/01/16 | .8011 | ROBERT W BAIRD | 4000 | 450,000.00 | 453,694.50 | | |
| 1/21/16 | 01354MVF | MUNICIPAL BOND | 24847 | ABQ NM GROSS RCPT LODGE | 3.000 | 3/01/18 | .9182 | ROBERT W BAIRD | 4000 | 185,000.00 | 192,771.85 | | |
| 17 PURCHASES DURING PERIOD TOTAL..... | | | | | | | | | | 93,695,000.00 | 93,895,670.79 | | |
| <u>SALE TRANSACTIONS</u> | | | | | | | | | | | | | |
| 1/29/16 | 912828VZ | US TREASURY NOT | 24322 | UNITED STATES TREASURY | 2.000 | 9/30/20 | | DEUTSCHE BANK S | 1001 | 21,000,000.00 | 21,642,304.69 | 52,044.84 | |
| 1/25/16 | 3133XHJK | AGENCY US BOND | 17738 | FEDERAL HOME LOAN BANKS | 4.750 | 12/16/16 | | WELLS FARGO SEC | 1001 | 10,000,000.00 | 10,360,000.00 | 1,296.18 | |
| 1/27/16 | 3133782N | AGENCY US BOND | 21081 | FEDERAL HOME LOAN BANKS | .875 | 3/10/17 | | BARCLAYS | 1001 | 20,000,000.00 | 20,024,900.00 | 4,496.40 | |
| 1/27/16 | 880591EC | AGENCY US BOND | 24443 | TENNESSEE VALLEY AUTHOR | 4.500 | 4/01/18 | 1.0477 | TD SECURITIES | 4002 | 23,682,000.00 | 25,435,652.10 | 6,360.87 | |
| 1/15/16 | 31315P5S | AGENCY US NOTES | 22675 | FEDERAL AGRICULTURAL MO | 1.820 | 1/08/20 | | WELLS FARGO SEC | 1001 | 21,000,000.00 | 21,315,630.00 | 130,693.77 | |
| 1/26/16 | 3137EACT | AGENCY US NOTES | 15530 | FEDERAL HOME LOAN MORTG | 2.500 | 5/27/16 | | BROKER DIRECT | 1001 | 20,000,000.00 | 20,136,084.80 | 42,078.96 | |
| 1/08/16 | 742651DS | CORP US NOTE 30 | 24414 | PRIVATE EXPORT FUNDING | 1.875 | 7/15/18 | | KEYBANC CAPITAL | 4000 | 15,770,000.00 | 15,981,475.70 | 5,463.08 | |
| 7 SALES DURING PERIOD TOTAL..... | | | | | | | | | | 131,452,000.00 | 134,896,047.29 | 242,434.10 | |
| === GRAND-TOTAL === | | | | | | | | | | 225,147,000.00 | 228,791,718.08 | 242,434.10 | |

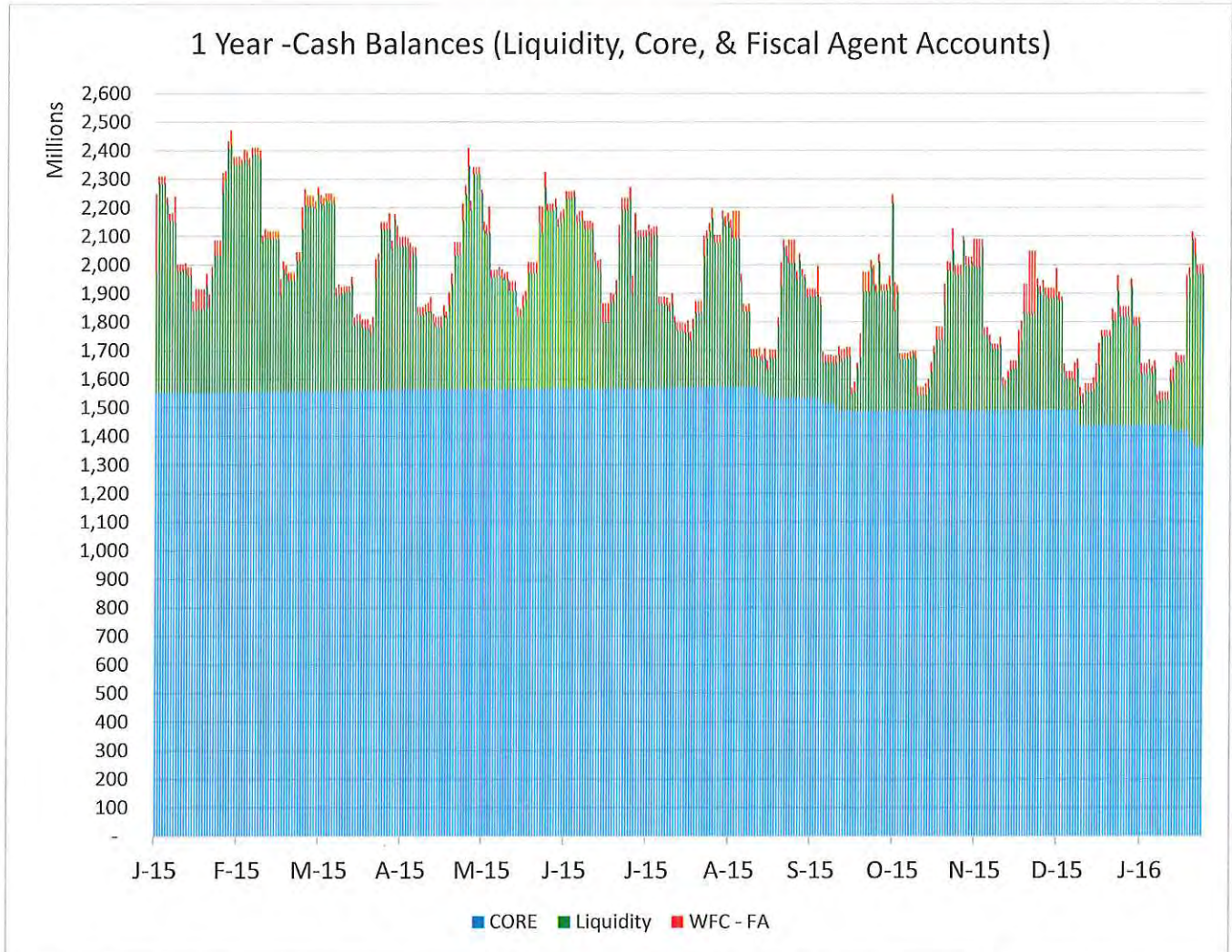
*** END-OF-REPORT ***



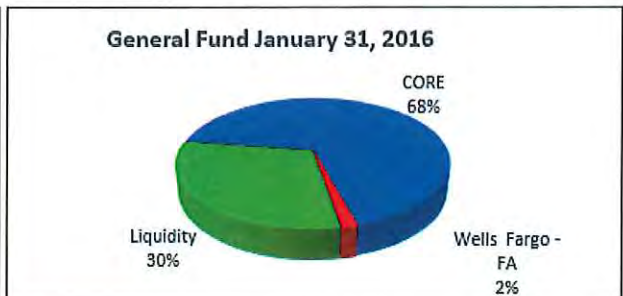
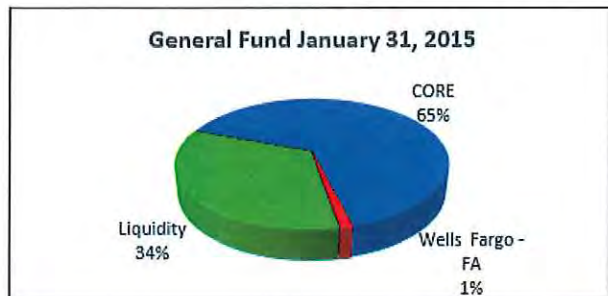
8. Cash Projections

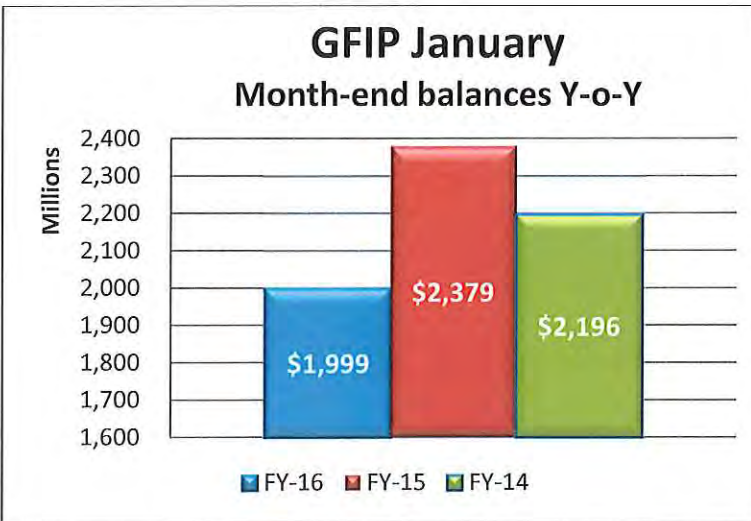
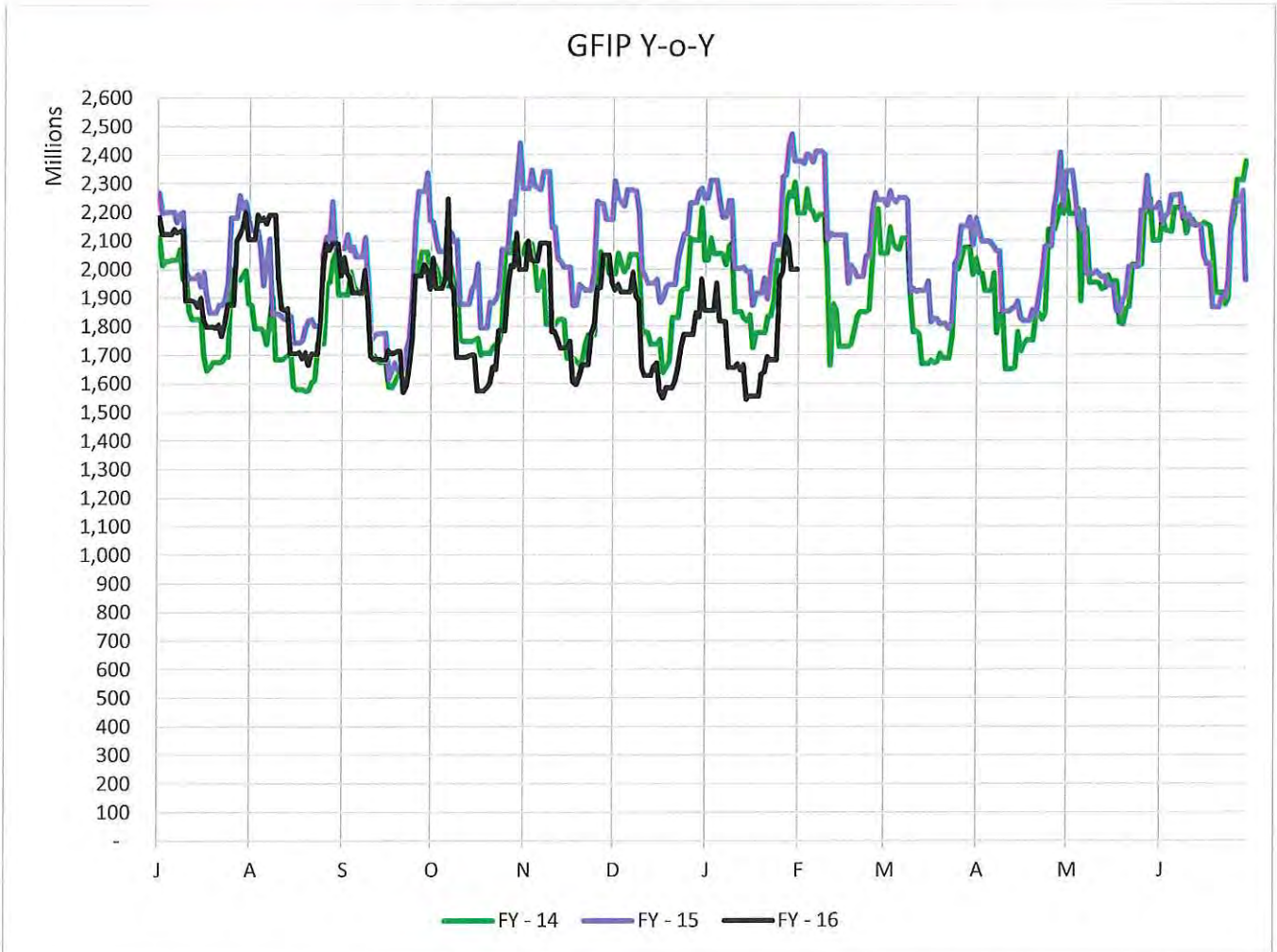


1 Year -Cash Balances (Liquidity, Core, & Fiscal Agent Accounts)



| GENERAL FUND | Jan-15 | Dec-15 | Jan-16 | Y-o-Y Change | M-o-M Change |
|------------------|----------------------|----------------------|----------------------|----------------------|--------------------|
| Liquidity | 795,071,405 | 381,800,700 | 604,058,120 | (191,013,284) | 222,257,420 |
| CORE | 1,555,768,926 | 1,438,741,173 | 1,363,820,506 | (191,948,420) | (74,920,667) |
| Wells Fargo - FA | 28,424,760 | 34,184,935 | 30,925,301 | 2,500,540 | (3,259,634) |
| | 2,379,265,091 | 1,854,726,807 | 1,998,803,927 | (380,461,165) | 144,077,120 |

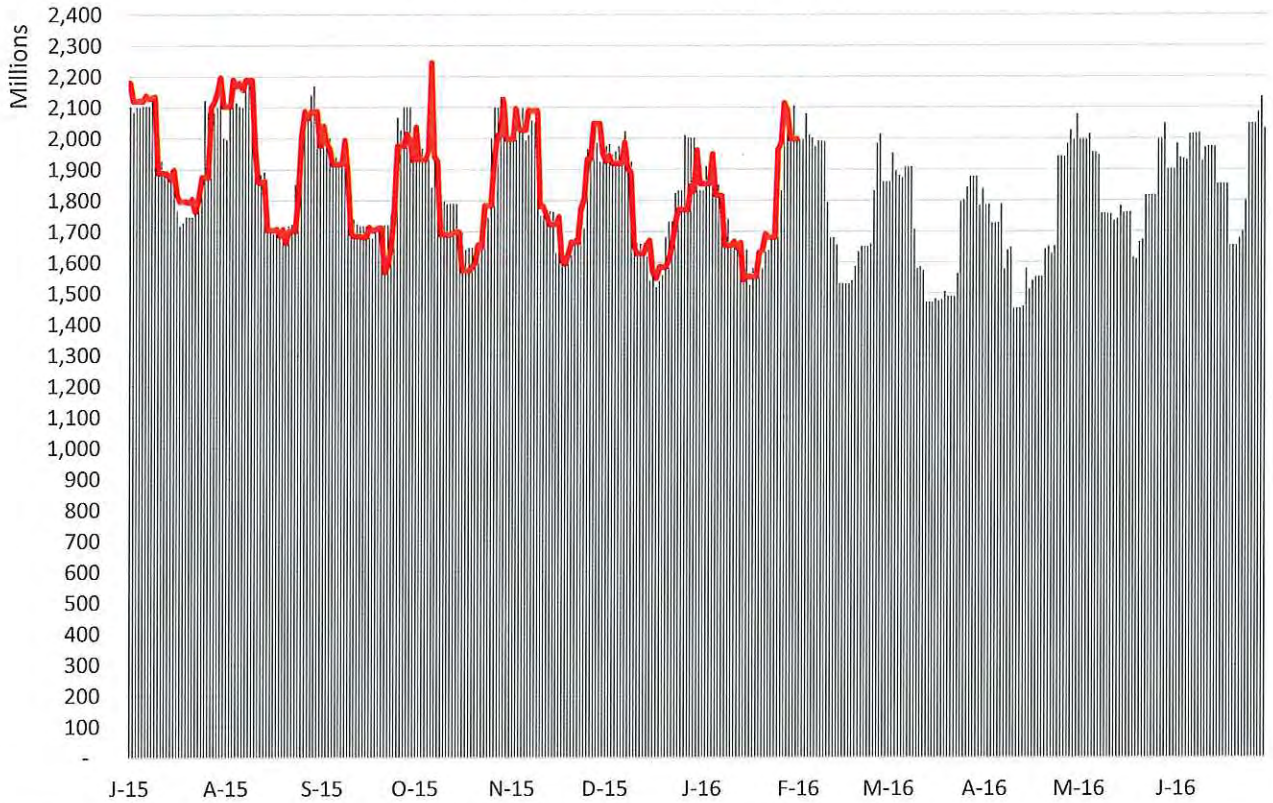




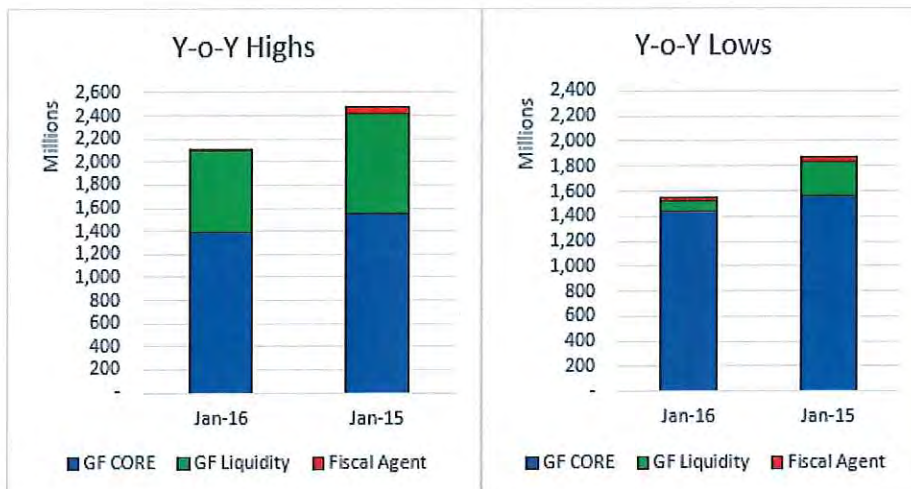
The balance as of January 31, 2016 of the General Fund Investments Pool (GFIP) Y-o-Y has decreased - 16.0% from January 31, 2015 and - 9.0% decrease from January 31, 2014 . M-o-M GFIP balances increased to \$1.999 billion at January 31, 2016 from \$1.855 billion at December 31, 2015 a increase of \$144 million or 7.8%.



FY - 16 GFIP Balances Projections

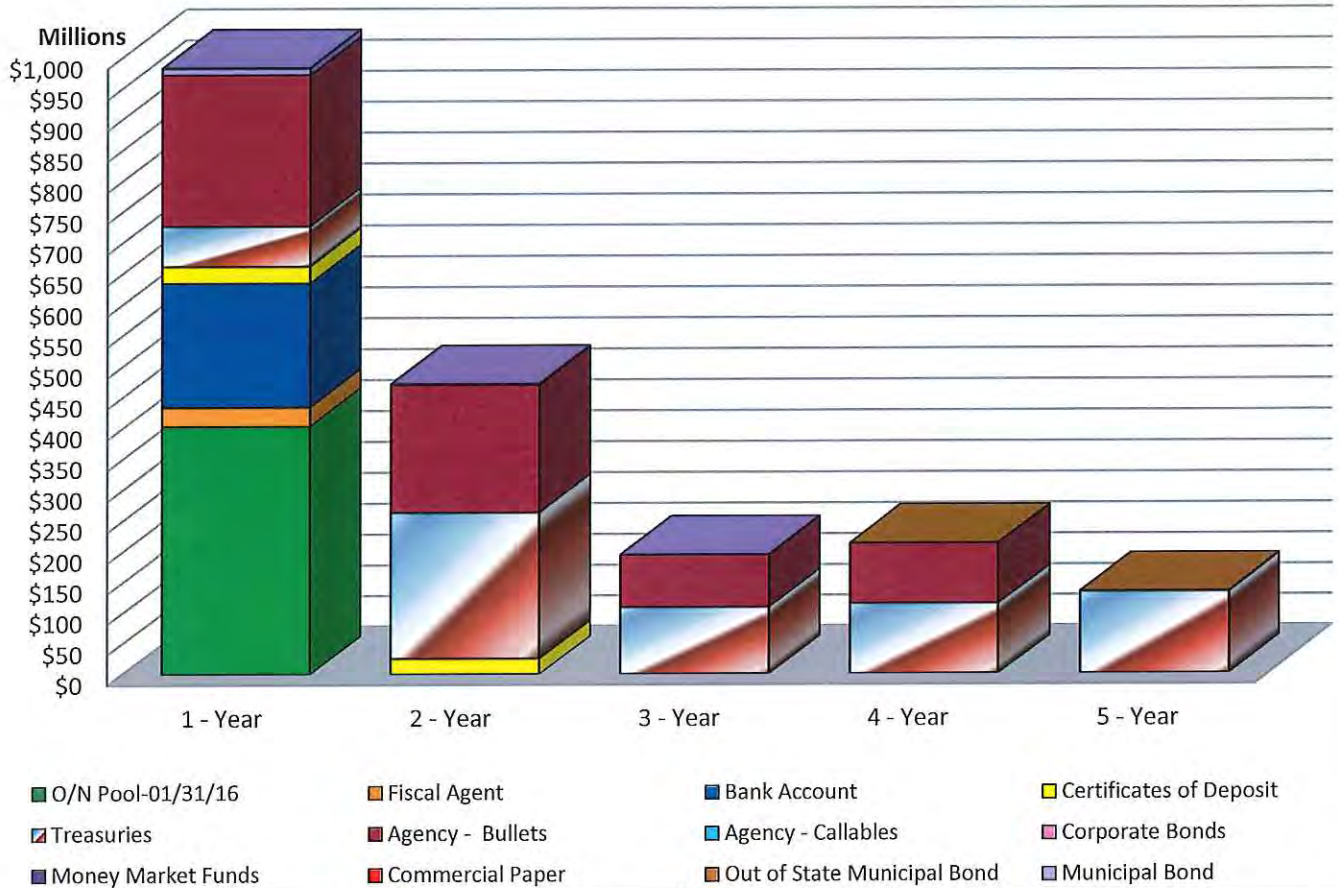


| | Jan-16 | Jan-15 | Change |
|---------|------------------|------------------|---------|
| High | 2,114,299,872.25 | 2,471,640,978.85 | -16.90% |
| Low | 1,543,790,412.26 | 1,873,754,424.35 | -21.37% |
| Average | 1,769,098,304.96 | 2,128,881,816.20 | -20.34% |

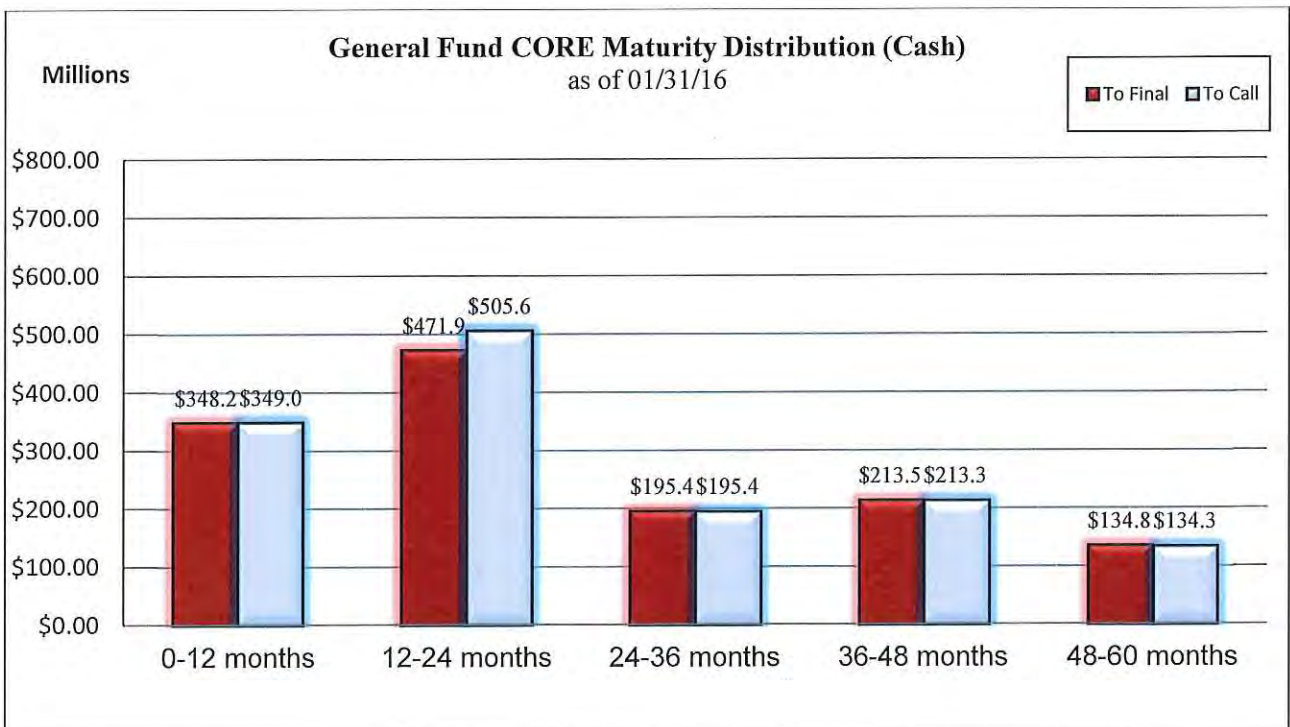
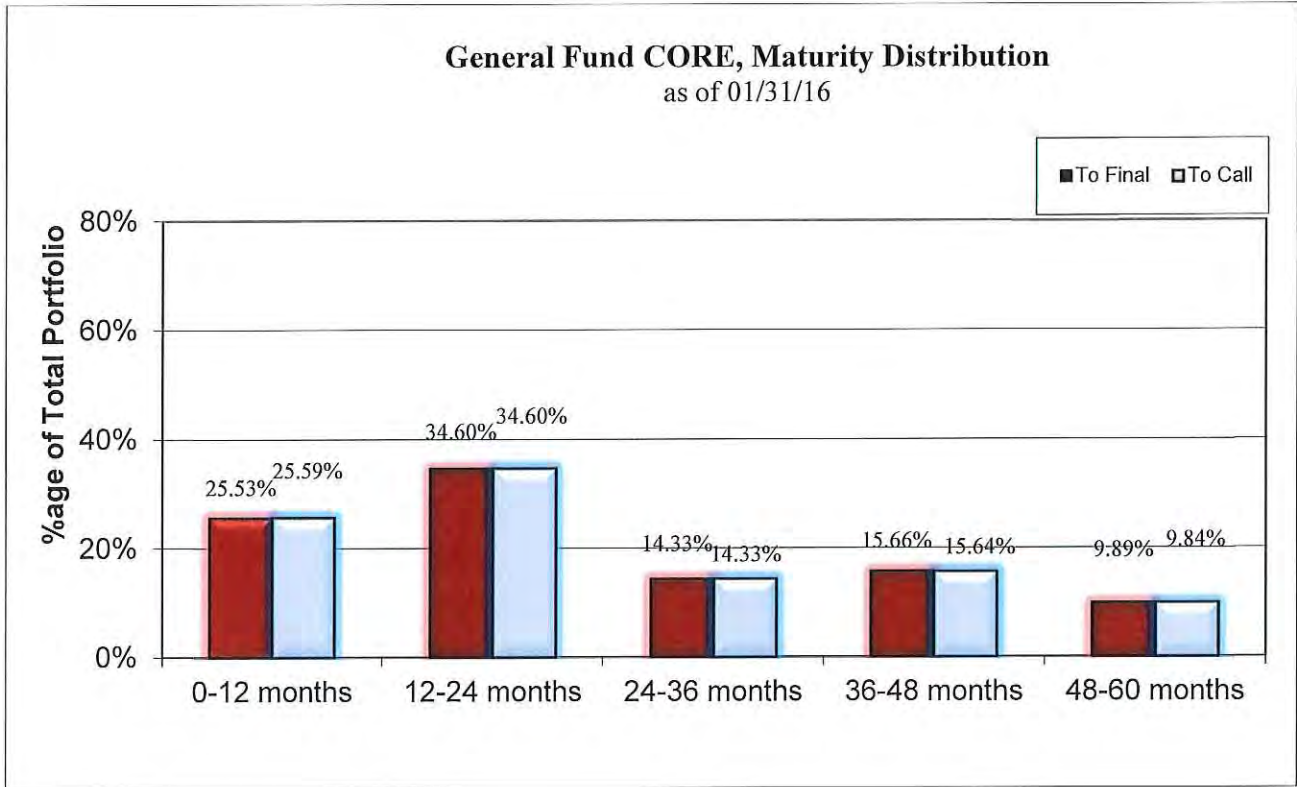


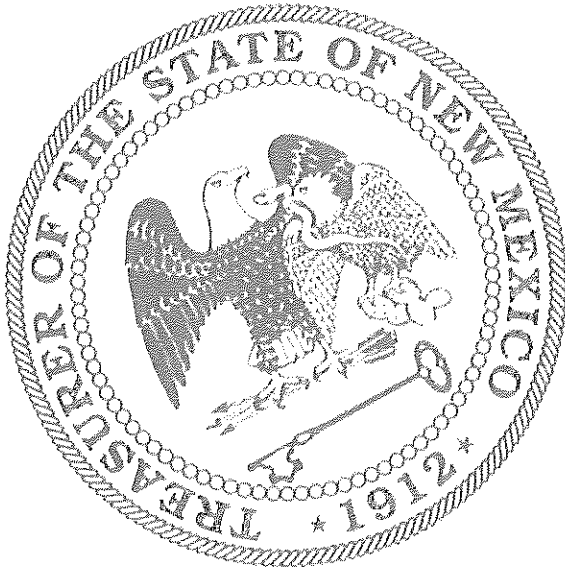


General Fund Maturity Ladder by Year & Asset Type as of January 31, 2016



| Asset Allocation | 1 - Year | 2 - Year | 3 - Year | 4 - Year | 5 - Year | Total | % |
|-----------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|----------------------|-------------|
| Agency - Bullets | 244,627,000 | 206,000,000 | 85,000,000 | 97,941,000 | | 633,568,000 | 32% |
| Agency - Callables | | | | | | 0 | 0% |
| Corporate Bonds | | | | | | 0 | 0% |
| Money Market Funds | | | | | | 0 | 0% |
| Certificates of Deposit | 27,000,000 | 25,750,000 | | | | 52,750,000 | 3% |
| Municipal Bond | 11,065,000 | 1,635,000 | 375,000 | | | 13,075,000 | 1% |
| Out of State Municipal Bond | | | | 175,000 | 595,000 | 770,000 | 0% |
| Commercial Paper | | | | | | 0 | 0% |
| Treasuries | 65,000,000 | 238,500,000 | 110,000,000 | 115,400,000 | 134,250,000 | 663,150,000 | 33% |
| Bank Account | 200,665,349 | | | | | 200,665,349 | 10% |
| Fiscal Agent | 30,925,301 | | | | | 30,925,301 | 2% |
| O/N Pool-01/31/16 | 403,900,277 | | | | | 403,900,277 | 20% |
| Total: | 983,182,927 | 471,885,000 | 195,375,000 | 213,516,000 | 134,845,000 | 1,998,803,927 | 100% |
| % of Total: | 49% | 24% | 10% | 11% | 7% | | |





9. Portfolio Summary- General Fund Investment Pool

Portfolio Summary – General Fund Investment Pool

Summary

- The General Fund Investment Pool (Bank balances, Liquidity and Core Portfolios) closed the month of January at \$2 Billion.

Portfolio Mix

- At month end, 100% of the General Fund CORE portfolio was invested in fixed income securities; 47% in US Government Securities; 48% in Government Related Securities (Municipal Bonds and Agency Securities), and the balance ~5% in cash and cash equivalents.
- 27% of the portfolio was invested in securities that mature in one year; 35% in securities that mature from 1-2 years; 30% in 2-4 years and 8% within 5 years.
- The General Fund Core portfolio held positions in 110 securities at the end of January.
- The Weighted Average Life of the CORE portion of the General Fund was 1.93 years. The Weighted Average duration was 1.88 years.
- The benchmark duration for the CORE portfolio was 2.13 years.
- The maximum security term for the CORE portfolio is 5 years.

Performance

- For the last 3 months, the General Fund underperformed its benchmark, returning 0.44% vs. 0.50%.
- For the last 12 months, the General Fund outperformed its benchmark. The General Fund gained 0.87% while the benchmark rose 0.86%.

Market Value and Investment Earnings

- Unrealized gains/losses in the Core Portfolio at the end of January were \$8,910,486.
- Over the month, the unrealized value of the portfolio increased \$9.2 million due to a decrease in relative interest rates.
- Monthly net earnings for January on the General Fund Portfolios were \$1.6 million.
- Total monthly earnings including mark-to-market were \$10.8 million.
- Year-to-date net earnings were \$10.4 million.
- Total year-to-date earnings including mark-to-market were \$12.2 million.
- STO projection of net earnings for FY16 - \$18 million.
- Earnings on the General Fund are used to offset General Fund Spending.

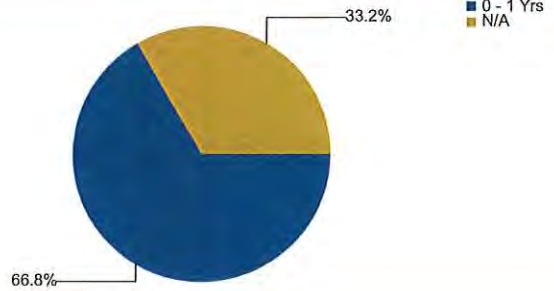
Investment Highlights

- The portfolio remained shorter than the benchmark duration to preserve principal in anticipation of higher short term interest rates .
- The Core portfolio will move closer to the benchmark duration as opportunities arise.
- In January, \$100 million was transferred out of the Core portfolio and into Liquidity to meet withdrawals.

Portfolio Characteristics

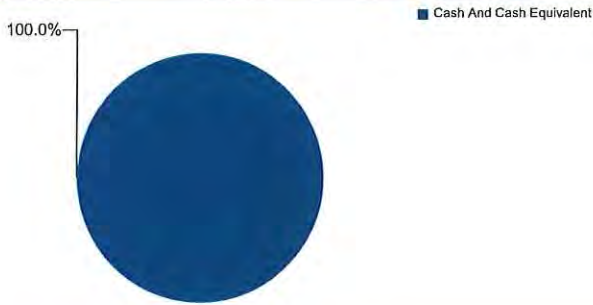
Duration Mix

Total Net Assets (Millions) 604.1
 Weighted Average Life (Years) 0.00
 Weighted Avg. Effective Duration (Years) 0.00
 Weighted Average Coupon (%) Weighted 0.22
 Average Current Yield (%) 0.22
 Weighted Average Rating 0.22
 Number of Holdings AAA
 11



Asset Mix

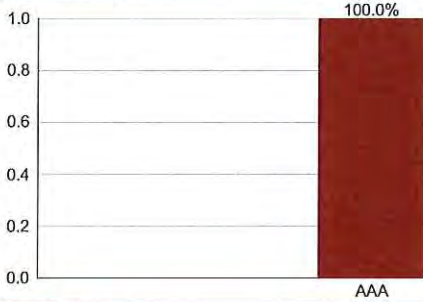
Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|---|-------------|-------------|---------------|
| 89499LC10 | BANK OF THE WEST | 33.22% | 0.00 | 1/2/2016 |
| 99G290066 | REPO JPMORGAN CHASE BK (GREENWICH) 012916T | 8.36% | 0.36 | 1/2/2016 |
| 99G290053 | REPO MITSUBISHI UFJ SECURITIES (USA),INC. 012916M | 8.34% | 0.32 | 1/2/2016 |
| 99G290073 | REPO MITSUBISHI UFJ SECURITIES (USA),INC. 012916Q | 8.34% | 0.32 | 1/2/2016 |
| 99G290068 | REPO MITSUBISHI UFJ SECURITIES (USA),INC. 012916O | 8.34% | 0.32 | 1/2/2016 |
| 99G290059 | REPO MITSUBISHI UFJ SECURITIES (USA),INC. 012916P | 8.34% | 0.32 | 1/2/2016 |
| 99G290065 | REPO JPMORGAN CHASE BK (GREENWICH) 012916U | 7.86% | 0.36 | 1/2/2016 |
| 99G290057 | REPO JPMORGAN CHASE BK (GREENWICH) 012916V | 5.63% | 0.36 | 1/2/2016 |
| 99G290056 | REPO MITSUBISHI UFJ SECURITIES (USA),INC. 012916S | 3.11% | 0.32 | 1/2/2016 |
| 99G290062 | REPO MITSUBISHI UFJ SECURITIES (USA),INC. 012916N | 8.34% | 0.32 | 1/2/2016 |

Quality/Rating Weightings

Sector Weightings (as % of Market Value)



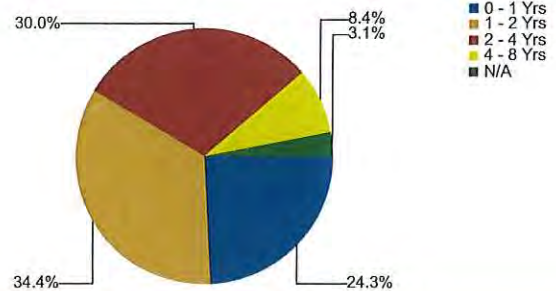
Returns Series

| | Current Month | Trailing 3 Months | Year-To-Date | Trailing 1 Year | Trailing 3 Years | Trailing 5 Years | Inception |
|--------------------------|---------------|-------------------|--------------|-----------------|------------------|------------------|-----------|
| General Fund Liquidity | 0.02 | 0.04 | 0.02 | 0.16 | 0.14 | 0.13 | 0.64 |
| S&P Govt Pools Net yield | 0.01 | 0.03 | 0.01 | 0.06 | 0.04 | 0.05 | 0.65 |
| Excess | 0.00 | 0.02 | 0.00 | 0.10 | 0.10 | 0.09 | (0.01) |

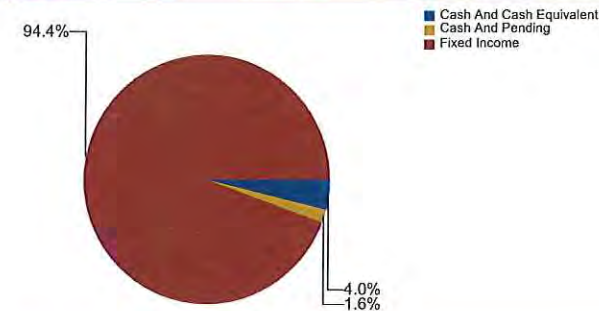


Portfolio Characteristics Duration Mix

Total Net Assets (Millions) **1,383.5**
 Weighted Average Life (Years) **1.93**
 Weighted Avg. Effective Duration (Years) **1.88**
 Weighted Average Coupon (%) **1.45**
 Average Current Yield (%) **0.83**
 Weighted Average Rating **AA**
 Number of Holdings **110**

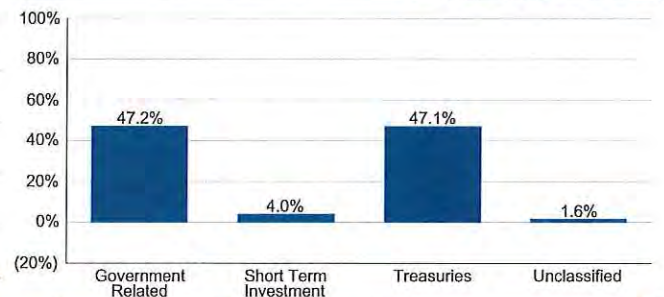
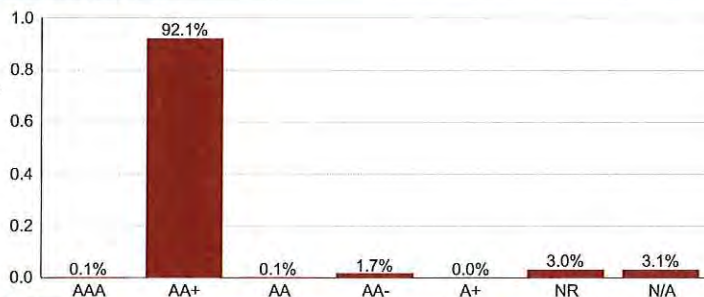


Asset Mix Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|--|-------------|-------------|---------------|
| 3137EACV7 | FEDERAL HOME LOAN MORTGAGE CORP 2% BDS 25/AUG/2016 | 2.99% | 2.00 | 25/8/2016 |
| 3135GDCM3 | FEDERAL NATIONAL MORTGAGE ASSOC 1.25% BDS | 2.96% | 1.25 | 28/9/2016 |
| 3137EADCO | FEDERAL HOME LOAN MORTGAGE CORP 1% BDS 08/MAR/2017 | 2.95% | 1.00 | 8/3/2017 |
| 3135GDOG3 | FEDERAL NATIONAL MORTGAGE ASSOC 1.25% MTG BDS | 2.95% | 1.25 | 30/1/2017 |
| 912828C65 | UNITED STATES OF AMERICA 1.625% 2019-03-31 | 2.63% | 1.62 | 31/3/2019 |
| 912828LW0 | UNITED STATES OF AMERICA 1.125% 2020-03-31 | 2.48% | 1.12 | 31/3/2020 |
| 912828SJ0 | UNITED STATES OF AMERICA 0.875% 2017-02-28 | 2.48% | 0.88 | 28/2/2017 |
| 3137EAD55 | FEDERAL HOME LOAN MORTGAGE CORP 0.875% MTG BDS | 2.21% | 0.88 | 14/10/2016 |
| 912828WT3 | UNITED STATES OF AMERICA 0.875% 2017-07-15 | 2.21% | 0.88 | 15/7/2017 |
| 912828G95 | UNITED STATES OF AMERICA 1.625% 2019-12-31 | 1.94% | 1.62 | 31/12/2019 |

Quality/Rating Weightings Sector Weightings (as % of Market Value)



Returns Series

| | Current Month | Trailing 3 Months | Year-To-Date | Trailing 1 Year | Trailing 3 Years | Trailing 5 Years | Inception |
|------------------------------------|---------------|-------------------|--------------|-----------------|------------------|------------------|-----------|
| General Fund Core | 0.75 | 0.44 | 0.75 | 0.87 | 0.96 | 1.14 | 2.36 |
| General Core Index ML 0-5 Treasury | 0.86 | 0.50 | 0.86 | 0.86 | 0.88 | 1.14 | 2.51 |
| Excess | (0.10) | (0.07) | (0.10) | 0.02 | 0.08 | 0.00 | (0.15) |



STATE OF NEW MEXICO
GENERAL FUND (1000)
 Portfolio Classification Summary
 Positions Held as of 1/31/16 (TRADE Basis)

AMTZ ADDED: NO

| ASSET CLASSIFICATION | ITEMS | YIELD | AVG-TERM | PRINCIPAL | COST-BASIS | MARKET-VALUE | GAIN/LOSS | %MARKET |
|-----------------------------|----------|--------------|---------------|--------------------|--------------------|--------------------|-----------|----------------|
| REPURCHASE AGREEMENTS (O/N) | 2 | .3377 | .00270 | 403,392,771 | 403,392,771 | 403,392,771 | | 66.778 |
| CASH ACCOUNT | 2 | | | 200,683,854 | 200,683,854 | 200,683,854 | | 33.222 |
| | <u>4</u> | <u>.2255</u> | <u>.00270</u> | <u>604,076,625</u> | <u>604,076,625</u> | <u>604,076,625</u> | | <u>100.000</u> |

STATE OF NEW MEXICO
GENERAL FUND CORE (1001)
 Portfolio Classification Summary
 Positions Held as of 1/31/16 (TRADE Basis)

AMTZ ADDED: NO

| ASSET CLASSIFICATION | ITEMS | YIELD | AVG-TERM | PRINCIPAL | COST-BASIS | MARKET-VALUE | GAIN/LOSS | %MARKET |
|--------------------------------|-------|--------|----------|---------------|---------------|---------------|-----------|---------|
| REPURCHASE AGREEMENTS (O/N) | 1 | .3650 | .00270 | 507,506 | 507,506 | 507,506 | | .037 |
| CERTIFICATES OF DEPOSIT | 11 | .7294 | .83890 | 52,750,000 | 52,750,000 | 52,750,000 | | 3.826 |
| US TREASURY NOTE ACT/ACT 2X | 31 | 1.2034 | 2.48632 | 642,150,000 | 645,140,604 | 649,686,811 | 4,546,207 | 47.127 |
| AGENCY US BOND 30/360 2X | 8 | 1.0227 | 1.31100 | 78,627,000 | 78,648,535 | 79,006,701 | 358,166 | 5.731 |
| AGENCY 30/360 2X | 3 | .9672 | .63007 | 66,000,000 | 65,996,813 | 66,184,760 | 187,947 | 4.801 |
| AGENCY US BOND 30/360 ZERO CPN | 1 | 2.2015 | 3.68770 | 22,941,000 | 21,006,781 | 21,564,999 | 558,218 | 1.564 |
| AGENCY US NOTES 30/360 2X | 20 | 1.2078 | 1.68091 | 401,000,000 | 403,852,667 | 406,858,820 | 3,006,153 | 29.513 |
| FED NATL MORTGAGE ASSN DEBS | 3 | 1.0788 | 1.29127 | 65,000,000 | 65,086,725 | 65,333,950 | 247,225 | 4.739 |
| MUNI US 30/360 2X | 29 | .7508 | .62978 | 11,710,000 | 11,827,902 | 11,834,471 | 6,569 | .858 |
| MUNICIPAL BOND REVENUE | 2 | .6179 | .52134 | 2,135,000 | 2,135,420 | 2,135,421 | 1 | .155 |
| CASH ACCOUNT | 1 | | | 22,722,902 | 22,722,902 | 22,722,902 | | 1.648 |
| | 110 | 1.1490 | 1.96346 | 1,365,543,408 | 1,369,675,855 | 1,378,586,341 | 8,910,486 | 100.000 |

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-TO-MARKET |
|---|------------------|----------|------|----------|-------|------------|-----------------------|-----------------------|----------------|
| 18,492 | CASH KEY | CASHCASH | | | | 1.00000 | 18,491.60 | 18,492.00 | .40 |
| 200,665,362 | BANK OF THE WEST | CASHCASH | | | | 1.00000 | 200,665,361.63 | 200,665,362.00 | .37 |
| <u>200,683,854</u> | | | | | | | <u>200,683,853.23</u> | <u>200,683,854.00</u> | <u>.77</u> |
| ====> 0002 ITEMS IN SUBTOTAL FOR =====> FINAL-MATURITY.. =====> NO-MEANINGFUL-DATE <===== | | | | | | | | | |
| 272,000,000 | OVERNIGHT REPO | 0201RP | .320 | 2/01/16 | .320 | 1.00000 | 272,000,000.00 | 272,000,000.00 | |
| 131,392,771 | OVERNIGHT REPO | 0201RP | .360 | 2/01/16 | .360 | 1.00000 | 131,392,771.45 | 131,392,771.45 | |
| <u>403,392,771</u> | | | | | | | <u>403,392,771.45</u> | <u>403,392,771.45</u> | |
| ====> 0002 ITEMS IN SUBTOTAL FOR =====> FINAL-MATURITY.. =====> 2016 <===== | | | | | | | | | |
| <u>604,076,625</u> | | | | | | | <u>604,076,624.68</u> | <u>604,076,625.45</u> | <u>.77</u> |
| ====> 0004 ITEMS IN SUBTOTAL FOR =====> FUND NAME..... =====> GENERAL FUND <===== | | | | | | | | | |

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-T0-MARKET |
|---------------|---------------|----------|------|----------|-------|------------|---------------|---------------|----------------|
| 22,722,902 | (TD)-CASH KEY | CASHCASH | | | | 1.00000 | 22,722,902.17 | 22,722,902.00 | -.17 |
| 22,722,902 | | | | | | | 22,722,902.17 | 22,722,902.00 | -.17 |

====> 0001 ITEMS IN SUBTOTAL FOR ===== FINAL-MATURITY.. ===== NO-MEANINGFUL-DATE <=====

| | | | | | | | | | |
|------------|----------------------------------|----------|-------|---------|-------|-----------|---------------|---------------|-----------|
| 507,506 | OVERNIGHT REPO | 0201RP | .360 | 2/01/16 | .360 | 1.00000 | 507,505.98 | 507,505.98 | |
| 580,000 | NEW MEXICO ST UNIV REVS | 647429V7 | 1.000 | 4/01/16 | 1.000 | 100.00000 | 580,000.00 | 580,191.40 | 191.40 |
| 720,000 | LOS LUNAS NM GROSS RCPTS TAX RE | 545559CU | 2.000 | 4/01/16 | .530 | 100.24419 | 721,758.16 | 721,872.00 | 113.84 |
| 1,000,000 | FARMERS AND STOCKMENS BANK | 8521545 | .450 | 4/29/16 | .450 | 1.00000 | 1,000,000.00 | 1,000,000.00 | |
| 1,000,000 | FARMERS AND STOCKMENS BANK | 8521680 | .500 | 4/29/16 | .500 | 1.00000 | 1,000,000.00 | 1,000,000.00 | |
| 135,000 | VILLAGE OF CORRALES NM | 22026TAC | 2.000 | 5/01/16 | .750 | 100.31094 | 135,419.77 | 135,421.20 | 1.43 |
| 100,000 | NEW MEXICO MILITARY INST AT ROSH | 647183BV | 1.182 | 6/01/16 | 1.182 | 100.00000 | 100,000.00 | 100,120.00 | 120.00 |
| 160,000 | LOS ALAMOS CNTY N MEX INC GROSS | 54423TAM | 5.750 | 6/01/16 | .535 | 101.73346 | 162,773.53 | 162,827.20 | 53.67 |
| 205,000 | LAS VEGAS N MEX GROSS RCPTS TAX | 51778TBN | 2.000 | 6/01/16 | .550 | 100.48177 | 205,987.62 | 206,031.15 | 43.53 |
| 100,000 | SANTA FE N MEX GROSS RCPTS TAXRE | 802072MS | 5.000 | 6/01/16 | .500 | 101.49608 | 101,496.08 | 101,417.00 | -79.08 |
| 125,000 | NEW MEXICO FIN AUTH REV | 64711NPZ | 2.500 | 6/01/16 | .680 | 100.60425 | 125,755.31 | 125,697.50 | -57.81 |
| 1,045,000 | LAS CRUCES N MEX JT UTIL REV | 517496EK | 2.000 | 6/01/16 | .501 | 100.49832 | 1,050,207.41 | 1,050,256.35 | 48.94 |
| 25,000,000 | FEDERAL AGRICULTURAL MORTG CORP | 31315PB7 | .900 | 6/09/16 | .900 | 100.00000 | 25,000,000.00 | 25,045,250.00 | 45,250.00 |
| 10,000,000 | SOUTHWEST CAPITAL BANK | 1623575 | .780 | 6/13/16 | .780 | 1.00000 | 10,000,000.00 | 10,000,000.00 | |
| 100,000 | NEW MEXICO FIN AUTH REV | 64711NTV | 1.250 | 6/15/16 | 1.250 | 100.00000 | 100,000.00 | 100,124.00 | 124.00 |
| 325,000 | NEW MEXICO FIN AUTH REV | 64711NVG | 3.000 | 6/15/16 | .480 | 100.93554 | 328,040.51 | 328,295.50 | 254.99 |
| 3,000,000 | CENTURY BANK SANTA FE | 17099254 | .500 | 6/16/16 | .500 | 1.00000 | 3,000,000.00 | 3,000,000.00 | |
| 7,500,000 | FEDERAL FARM CREDIT BANKS | 3133EDDP | .520 | 6/17/16 | .520 | 100.00000 | 7,500,000.00 | 7,503,525.00 | 3,525.00 |
| 180,000 | NEW MEXICO ST SEVERANCE TAX | 647310Q4 | 5.000 | 7/01/16 | .699 | 101.78553 | 183,213.96 | 183,510.00 | 296.04 |
| 1,000,000 | ALBUQUERQUE BERNALILLO CNTY WT J | 013493ES | 5.000 | 7/03/16 | .830 | 101.72995 | 1,017,299.47 | 1,019,460.00 | 2,160.53 |
| 500,000 | ALBUQUERQUE BERNALILLO CNTY WT J | 013493DW | 4.000 | 7/03/16 | .830 | 101.31502 | 506,575.11 | 507,690.00 | 1,114.89 |
| 200,000 | RUIDOSO N MEX WASTEWATER REV REF | 781324AC | 2.000 | 7/03/16 | .800 | 100.49772 | 200,995.43 | 201,062.00 | 66.57 |
| 200,000 | CITY OF ALBUQUERQUE NM | 01354MES | 3.000 | 7/03/16 | .560 | 101.01365 | 202,027.30 | 202,172.00 | 144.70 |
| 20,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCT | 31359MS6 | 5.375 | 7/15/16 | 1.126 | 101.92451 | 20,384,902.04 | 20,442,600.00 | 57,697.96 |
| 16,000,000 | FARMER MAC | 31315PR8 | .770 | 8/01/16 | .810 | 99.98008 | 15,996,812.98 | 16,025,760.00 | 28,947.02 |
| 500,000 | BELEN N MEX CONS SCH OIST NO 2 G | 077581HV | 2.000 | 8/01/16 | .770 | 100.61263 | 503,063.16 | 503,960.00 | 896.84 |
| 125,000 | TRUTH OR CONSEQUENCES N MEX MU G | 898439EF | 2.000 | 8/01/16 | 1.000 | 100.49742 | 125,621.78 | 125,896.25 | 274.47 |
| 225,000 | SANDOVAL CNTY N MEX | 80004PDP | 2.000 | 8/01/16 | .710 | 100.64268 | 226,446.04 | 226,887.75 | 441.71 |
| 2,000,000 | SANTA FE PUBLIC SCHOOLS ETN 2014 | 5FPS2016 | .750 | 8/01/16 | .750 | 100.00000 | 2,000,000.00 | 2,000,000.00 | |
| 370,000 | SANDOVAL CNTY NM | 80004PDP | 2.000 | 8/01/16 | .501 | 100.74785 | 372,767.03 | 372,652.90 | -114.13 |
| 2,000,000 | GADSDEN INDEPENDENT SCHOOL | G1SD15TX | .600 | 8/15/16 | .600 | 100.00000 | 2,000,000.00 | 2,000,000.00 | |
| 40,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EACW | 2.000 | 8/25/16 | .832 | 100.65874 | 40,263,497.44 | 40,319,600.00 | 56,102.56 |
| 1,127,000 | FEDERAL FARM CREDIT BANKS | 31331V2U | 5.125 | 8/25/16 | .590 | 102.56117 | 1,155,864.39 | 1,156,245.65 | 381.26 |

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-TO-MARKET |
|---------------|----------------------------------|----------|-------|----------|-------|------------|--------------------|-----------------------|-------------------|
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828RF | 1.000 | 8/31/16 | .929 | 100.04033 | 20,008,066.14 | 20,051,000.00 | 42,933.86 |
| 2,000,000 | Bank 34 | 01010047 | .600 | 8/31/16 | .600 | 1.00000 | 2,000,000.00 | 2,000,000.00 | |
| 40,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0CM | 1.250 | 9/28/16 | .918 | 100.21721 | 40,086,883.53 | 40,169,600.00 | 82,716.47 |
| 170,000 | GRANTS / CIBOLA CNTY N MEX SCHOI | 388240GW | 2.000 | 10/01/16 | .650 | 100.89608 | 171,523.34 | 171,536.80 | 13.46 |
| 10,000,000 | FIRST NATIONAL SANTA FE | 84000530 | .600 | 10/10/16 | .600 | 1.00000 | 10,000,000.00 | 10,000,000.00 | |
| 30,000,000 | FEDERAL HOME LOAN MORTGAGE CORP. | 3137EADS | .875 | 10/14/16 | .862 | 100.00916 | 30,002,749.36 | 30,050,100.00 | 47,350.64 |
| 25,000,000 | UNITED STATES TREAS NTS | 912828RX | .875 | 12/31/16 | .776 | 100.08980 | 25,022,449.41 | 25,054,750.00 | 32,300.59 |
| | | | | | | | 263,199,506 | 264,453,037.63 | 403,315.35 |

====> 0040 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ====> 2016 <====

| | | | | | | | | | |
|------------|----------------------------------|----------|-------|---------|-------|-----------|---------------|---------------|------------|
| 25,000,000 | FEDERAL AGRICULTURAL MORTGAGE CO | 31315PN8 | 1.100 | 1/26/17 | 1.100 | 100.00000 | 25,000,000.00 | 25,113,750.00 | 113,750.00 |
| 40,000,000 | FED NATL MORTGAGE ASSN DEBS | 3135G0GY | 1.250 | 1/30/17 | 1.054 | 100.19363 | 40,077,451.98 | 40,223,600.00 | 146,148.02 |
| 20,000,000 | UNITED STATES TREAS NTS | 9128285C | .875 | 1/31/17 | .846 | 100.02910 | 20,005,819.11 | 20,043,000.00 | 37,180.89 |
| 20,000,000 | FEDERAL HOME LOAN BANK | 3133786Q | 1.000 | 2/13/17 | 1.030 | 99.96870 | 19,993,739.28 | 20,052,200.00 | 58,460.72 |
| 20,000,000 | FREDDIE MAC | 3137EADT | .875 | 2/22/17 | .928 | 99.94417 | 19,988,833.55 | 20,032,000.00 | 43,166.45 |
| 33,500,000 | UNITED STATES TREAS NTS | 9128285J | .875 | 2/28/17 | .872 | 100.00333 | 33,501,115.52 | 33,569,345.00 | 68,229.48 |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828MS | 3.000 | 2/28/17 | .863 | 102.28524 | 20,457,048.38 | 20,496,200.00 | 39,151.62 |
| 40,000,000 | FED HOME LOAN MORTGAGE CORP DBS | 3137EADC | 1.000 | 3/08/17 | 1.019 | 99.97932 | 39,991,727.29 | 40,109,600.00 | 117,872.71 |
| 250,000 | GUADALUPE CREDIT UNION | 35605000 | 1.000 | 3/26/17 | 1.000 | 1.00000 | 250,000.00 | 250,000.00 | |
| 20,000,000 | UNITED STATES TREASURY NOTES | 9128285M | 1.000 | 3/31/17 | .905 | 100.10877 | 20,021,754.76 | 20,073,400.00 | 51,645.24 |
| 9,000,000 | FARMER MAC | 31315P52 | .980 | 4/10/17 | 1.015 | 99.95836 | 8,996,252.12 | 9,034,200.00 | 37,947.88 |
| 20,000,000 | FIRST NATIONAL SANTA FE | 84000531 | .850 | 4/10/17 | .850 | 1.00000 | 20,000,000.00 | 20,000,000.00 | |
| 3,000,000 | FARMERS AND STOCKMENS | 8521625 | .700 | 4/21/17 | .700 | 1.00000 | 3,000,000.00 | 3,000,000.00 | |
| 10,000,000 | FED NATL MORTGAGE ASSN DEBS | 3135G0JA | 1.125 | 4/27/17 | 1.049 | 100.09275 | 10,009,274.58 | 10,048,400.00 | 39,125.42 |
| 2,000,000 | FARMERS & STOCKMENS BANK | 8521016 | .650 | 4/28/17 | .650 | 1.00000 | 2,000,000.00 | 2,000,000.00 | |
| 8,000,000 | FARMER MAC | 31315PY8 | .930 | 5/01/17 | .970 | 99.95014 | 7,996,011.47 | 8,021,600.00 | 25,588.53 |
| 20,000,000 | UNITED STATES TREASURY NOTES | 9128285Y | .625 | 5/31/17 | 1.009 | 99.49488 | 19,898,975.12 | 19,975,800.00 | 76,824.88 |
| 1,080,000 | LAS CRUCES N MEX JT UTIL REV | 517496EL | 2.000 | 6/01/17 | .750 | 101.65459 | 1,097,869.55 | 1,100,811.60 | 2,942.05 |
| 500,000 | WESTERN BANK CLOVIS | 15981000 | .750 | 6/02/17 | .750 | 1.00000 | 500,000.00 | 500,000.00 | |
| 5,000,000 | FEDERAL HOME LOAN BANKS | 313379FW | 1.000 | 6/09/17 | .928 | 100.09719 | 5,004,859.44 | 5,015,650.00 | 10,790.56 |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828TB | .750 | 6/30/17 | 1.028 | 99.61059 | 19,922,117.13 | 20,007,000.00 | 84,882.87 |
| 9,000,000 | FEDERAL AGRICULTURAL MORTGAGE CO | 31315PDT | 3.020 | 7/14/17 | 1.056 | 102.82376 | 9,254,138.01 | 9,294,030.00 | 39,891.99 |
| 30,000,000 | UNITED STATES TREASURY NOTES | 912828WT | .875 | 7/15/17 | .966 | 99.86947 | 29,960,839.91 | 30,060,900.00 | 100,060.09 |
| 25,500,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EADJ | 1.000 | 7/28/17 | .919 | 100.12013 | 25,530,632.33 | 25,588,485.00 | 57,852.67 |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828NR | 2.375 | 7/31/17 | 1.122 | 101.85579 | 20,371,158.93 | 20,483,600.00 | 112,441.07 |
| 300,000 | SAN JUAN CNTY N MEX CENT CONS IN | 798359KS | 1.000 | 8/01/17 | .751 | 100.37142 | 301,114.27 | 300,267.00 | 847.27 |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828HA | 4.750 | 8/15/17 | 1.027 | 105.66594 | 21,133,188.91 | 21,225,000.00 | 91,811.09 |

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-TO-MARKET | |
|---------------|----------------------------------|----------|-------|----------|-------|------------|---------------|----------------|----------------|--------------|
| 10,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EAAY | 5.500 | 8/23/17 | 1.072 | 106.83678 | 10,683,678.28 | 10,734,000.00 | 50,321.72 | |
| 10,000,000 | UNITED STATES TREASURY NOTES | 912828D9 | 1.000 | 9/15/17 | 1.058 | 99.90722 | 9,990,721.87 | 10,037,100.00 | 46,378.13 | |
| 4,500,000 | FEDERAL AGRICULTURAL MORTGAGE CO | 31315P3K | 1.150 | 9/18/17 | 1.170 | 99.96681 | 4,498,506.36 | 4,529,025.00 | 30,518.64 | |
| 15,000,000 | FNMA | 3135G0ZL | 1.000 | 9/27/17 | 1.118 | 99.80685 | 14,971,027.46 | 15,048,000.00 | 76,972.54 | |
| 5,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EADL | 1.000 | 9/29/17 | 1.059 | 99.90212 | 4,995,106.13 | 5,015,750.00 | 20,643.87 | |
| 25,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0PQ | .875 | 10/26/17 | 1.164 | 99.50466 | 24,876,163.76 | 25,031,000.00 | 154,836.24 | |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828HH | 4.250 | 11/15/17 | 1.085 | 105.58081 | 21,116,161.90 | 21,220,400.00 | 104,238.10 | |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828UA | .625 | 11/30/17 | 1.075 | 99.18696 | 19,837,392.74 | 19,940,600.00 | 103,207.26 | |
| 255,000 | SILVER CITY N MEX JT UTIL SYS RE | 82750RAP | 2.000 | 12/01/17 | 1.000 | 101.81075 | 259,617.40 | 259,676.70 | 59.30 | |
| <hr/> | | | | | | | 551,885,000 | 555,492,297.54 | 557,434,390.30 | 1,942,092.76 |

====> 0036 ITEMS IN SUBTOTAL FOR ===== FINAL-MATURITY.. =====> 2017 <=====

| | | | | | | | | | | |
|------------|----------------------------------|----------|-------|----------|-------|-----------|---------------|----------------|----------------|--------------|
| 5,000,000 | UNITED STATES TREASURY NOTES | 912828UJ | .875 | 1/31/18 | 1.309 | 99.14686 | 4,957,343.02 | 5,006,050.00 | 48,706.98 | |
| 15,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EADP | .875 | 3/07/18 | 1.454 | 98.80669 | 14,821,004.04 | 14,995,500.00 | 174,495.96 | |
| 15,000,000 | FED NATL MORTGAGE ASSN DEB | 3136GIEN | 1.100 | 3/13/18 | 1.100 | 100.00000 | 15,000,000.00 | 15,061,950.00 | 61,950.00 | |
| 25,000,000 | UNITED STATES TREASURY NOTES | 912828UZ | .625 | 4/30/18 | 1.188 | 98.75736 | 24,689,340.96 | 24,865,250.00 | 175,909.04 | |
| 25,000,000 | UNITED STATES TREASURY NOTES | 912828VE | 1.000 | 5/31/18 | 1.228 | 99.47815 | 24,869,536.95 | 25,066,500.00 | 196,963.05 | |
| 150,000 | LAS CRUCES N MEX HOLD HARMLESSGR | 51748QAY | 4.000 | 6/01/18 | 1.500 | 105.70967 | 158,564.50 | 158,544.00 | -20.50 | |
| 20,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0E3 | 1.125 | 7/20/18 | 1.185 | 99.85437 | 19,970,874.14 | 20,086,800.00 | 115,925.86 | |
| 225,000 | SAN JUAN CNTY N MEX CENT CONS IN | 798359KT | 1.000 | 8/01/18 | 1.000 | 99.99934 | 224,998.51 | 224,199.00 | -799.51 | |
| 20,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0YM | 1.875 | 9/18/18 | 1.438 | 101.12338 | 20,224,676.26 | 20,459,000.00 | 234,323.74 | |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828WD | 1.250 | 10/31/18 | .944 | 100.82596 | 20,165,192.76 | 20,161,000.00 | -4,192.76 | |
| 15,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0YT | 1.625 | 11/27/18 | 1.747 | 99.66458 | 14,949,686.27 | 15,260,400.00 | 310,713.73 | |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828RT | 1.375 | 11/30/18 | 1.404 | 99.92015 | 19,984,030.97 | 20,231,200.00 | 247,169.03 | |
| <hr/> | | | | | | | 180,375,000 | 180,015,248.38 | 181,576,393.00 | 1,561,144.62 |

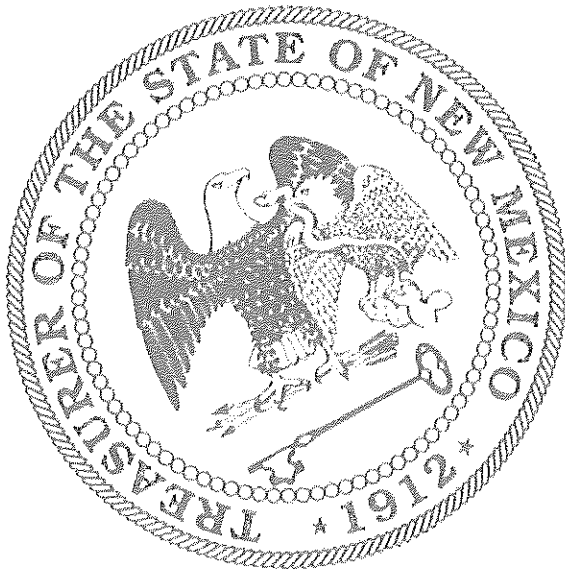
====> 0012 ITEMS IN SUBTOTAL FOR ===== FINAL-MATURITY.. =====> 2018 <=====

| | | | | | | | | | |
|------------|----------------------------------|----------|-------|---------|-------|-----------|---------------|---------------|------------|
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828SD | 1.250 | 1/31/19 | 1.267 | 99.95049 | 19,990,098.61 | 20,150,000.00 | 159,901.39 |
| 20,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0ZA | 1.875 | 2/19/19 | 1.678 | 100.58330 | 20,116,659.57 | 20,456,600.00 | 339,940.43 |
| 20,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EACA | 3.750 | 3/27/19 | 1.762 | 106.07419 | 21,214,837.03 | 21,620,600.00 | 405,762.97 |
| 35,000,000 | UNITED STATES TREASURY NOTES | 912828C6 | 1.625 | 3/31/19 | 1.744 | 99.63379 | 34,871,825.55 | 35,638,400.00 | 766,574.45 |
| 14,000,000 | UNITED STATES TREASURY NOTES | 912828WW | 1.625 | 7/31/19 | 1.203 | 101.43932 | 14,201,504.14 | 14,249,340.00 | 47,835.86 |
| 16,000,000 | UNITED STATES TREASURY NOTES | 912828TH | .875 | 7/31/19 | 1.507 | 97.85393 | 15,656,629.53 | 15,870,560.00 | 213,930.47 |

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-TO-MARKET |
|--|----------------------------------|----------|-------|----------|-------|------------|-----------------------|-----------------------|---------------------|
| 13,000,000 | FEDERAL AGRICULTURAL MORTGAGE CO | 31315P3R | 1.900 | 9/18/19 | 1.920 | 99.92930 | 12,990,808.67 | 13,390,390.00 | 399,581.33 |
| 22,941,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 313586RC | | 10/09/19 | 2.171 | 91.56872 | 21,006,780.93 | 21,564,998.82 | 558,217.89 |
| 24,500,000 | UNITED STATES TREASURY NOTES | 912828F6 | 1.500 | 10/31/19 | 1.561 | 99.77852 | 24,445,738.55 | 24,807,230.00 | 361,491.45 |
| 8,000,000 | FEDERAL FARM CREDIT BANKS | 3133EEBN | 1.800 | 11/12/19 | 1.755 | 100.16216 | 8,012,972.74 | 8,191,280.00 | 178,307.26 |
| 14,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0ZY | 1.750 | 11/26/19 | 1.701 | 100.17937 | 14,025,111.52 | 14,257,740.00 | 232,628.48 |
| 175,000 | KNOX CNTY KY | 499422DH | 5.800 | 12/01/19 | .780 | 104.16043 | 182,280.75 | 182,155.75 | -125.00 |
| 25,900,000 | UNITED STATES TREASURY NOTES | 912828C9 | 1.625 | 12/31/19 | 1.318 | 101.16830 | 26,202,589.66 | 26,327,868.00 | 125,278.34 |
| <u>233,516,000</u> | | | | | | | <u>232,917,837.25</u> | <u>236,707,162.57</u> | <u>3,789,325.32</u> |
| ====> 0013 ITEMS IN SUBTOTAL FOR ==>> FINAL-MATURITY.. ==>> 2019 <==== | | | | | | | | | |
| 33,750,000 | UNITED STATES TREASURY NOTES | 912828UV | 1.125 | 3/31/20 | 1.387 | 98.94415 | 33,393,650.63 | 33,620,737.50 | 227,086.87 |
| 13,500,000 | UNITED STATES TREASURY NOTES | 912828K5 | 1.375 | 4/30/20 | 1.501 | 99.48313 | 13,430,222.58 | 13,570,200.00 | 139,977.42 |
| 21,000,000 | UNITED STATES TREASURY NOTES | 912828VV | 2.125 | 8/31/20 | 1.341 | 103.46997 | 21,728,694.65 | 21,752,220.00 | 23,525.35 |
| 4,000,000 | UNITED STATES TREASURY NOTES | 912828VW | 2.125 | 8/31/20 | 1.654 | 102.06542 | 4,082,616.90 | 4,143,280.00 | 60,663.10 |
| 21,000,000 | UNITED STATES TREASURY NOTES | 912828WC | 1.750 | 10/31/20 | 1.723 | 100.11947 | 21,025,088.53 | 21,388,080.00 | 362,991.47 |
| 20,000,000 | US TREASURY N/B | 912828A4 | 2.000 | 11/30/20 | 1.783 | 100.99843 | 20,199,685.56 | 20,600,800.00 | 401,114.44 |
| <u>113,250,000</u> | | | | | | | <u>113,859,958.85</u> | <u>115,075,317.50</u> | <u>1,215,358.65</u> |
| ====> 0006 ITEMS IN SUBTOTAL FOR ==>> FINAL-MATURITY.. ==>> 2020 <==== | | | | | | | | | |
| 255,000 | CHOCTAW CNTY MISS HOSP REV | 170323AR | 7.500 | 8/01/28 | .770 | 103.35199 | 263,547.57 | 263,042.70 | -504.87 |
| <u>255,000</u> | | | | | | | <u>263,547.57</u> | <u>263,042.70</u> | <u>-504.87</u> |
| ====> 0001 ITEMS IN SUBTOTAL FOR ==>> FINAL-MATURITY.. ==>> 2028 <==== | | | | | | | | | |
| 340,000 | KNOX CNTY KY | 499422DL | 5.875 | 12/01/36 | .780 | 104.22256 | 354,356.71 | 354,113.40 | -243.31 |
| <u>340,000</u> | | | | | | | <u>354,356.71</u> | <u>354,113.40</u> | <u>-243.31</u> |
| ====> 0001 ITEMS IN SUBTOTAL FOR ==>> FINAL-MATURITY.. ==>> 2036 <==== | | | | | | | | | |
| <u>1,365,543,408</u> | | | | | | | <u>1369675850.75</u> | <u>1378586339.10</u> | <u>8,910,488.35</u> |



10. Portfolio Summary- Local Government Investment Pool

Portfolio Summary – Local Government Investment Pool (LGIP)

Summary

- Ending January market value for the LGIP was \$664mil, approximately \$8mil higher than the \$656mil reported at the end of December.
- The LGIP maintains an AAAM rating by Standard & Poor's.
- At the end of January the STO LGIP participant balance was \$76mil or 11% of the Pool.
- At the end of January the Judicial District Court LGIP participant balance was \$3.9mil or 0.6% of the Pool.
- At the end of January the ERB participant balance was \$25mil or 4% of the Pool.

Portfolio Mix

- At the end of January 2015 the portfolio was invested as follows: 0% in US treasuries, 54% in US government agencies, 24% in collateralized demand deposit accounts with qualified banking institutions, 17% in floating rate securities, and 4% in overnight repurchase agreements.
- At month-end, the LGIP held positions in 49 securities.

Investment Earnings

- In January the fund earned \$191,743.
- For FY2016, the fund has earned \$945,865.
- Earnings in the LGIP are retained by participants after a management fee of 0.05% is paid to the General Fund.

Performance

- Gross Yield on the LGIP was 0.287% at the end of January.
- Net yield to participants was 0.237%.

Investment Highlights

- For the LGIP, the WAM(R) of 57 days, and WAM (F) of 97 days, were within their maximums of 60 and 120 days respectively.
- The LGIP experienced net subscriptions of \$8mil during January.
- Maturities for January totaled \$9.7mil.
- The LGIP purchased \$59mil. US government agency securities maturing from 6 to 11 months at yields between 0.52% and 0.71%.
- LGIP engaged in three separate term repo trades during the month. The trades were for a total of \$110mil and were at 0.30% and 0.38%.

Investment Strategy

- LGIP WAMs are currently 57 and 97 days for WAM(R) and WAM (F) respectively.
- The LGIP experienced net subscriptions in February of \$(25.6)mil.
- Maturities totaled \$45mil in February.
- It is expected that the LGIP WAMs will remain close to the allowable maximums.
- LGIP will continue to focus on maximizing safety of principal and providing adequate liquidity through the use of conservative investments.

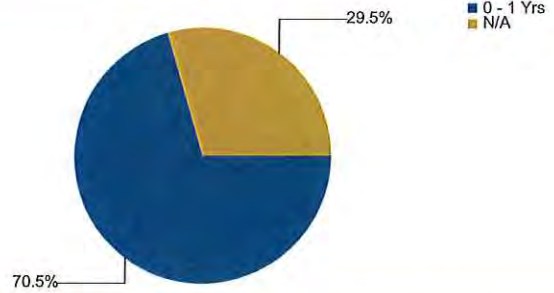
Net Asset Value/Share

At month-end, the Net Asset Value per Share of the Local Government Investment Pool was \$0.9998.

Portfolio Characteristics

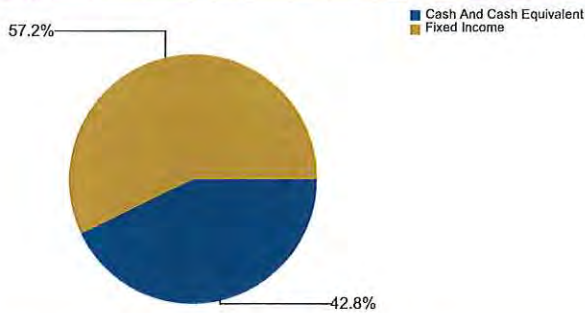
Duration Mix

Total Net Assets (Millions) 663.5
 Weighted Average Life (Years) 0.20
 Weighted Avg. Effective Duration (Years) 0.14
 Weighted Average Coupon (%) 0.75
 Average Current Yield (%) 0.31
 Weighted Average Rating 0.33
 Number of Holdings A-
 49



Asset Mix

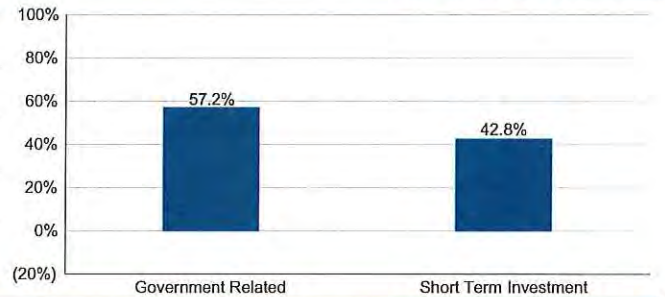
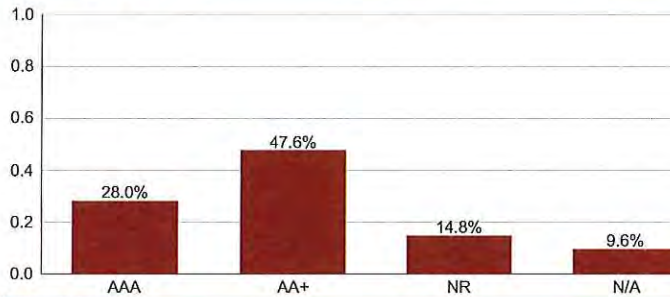
Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|--|-------------|-------------|---------------|
| 89499LC10 | BANK OF THE WEST | 13.47% | 0.00 | 1/2/2016 |
| 89499LC36 | US BANK | 4.55% | 0.00 | 1/2/2016 |
| 99G220049 | REPO JPMORGAN CHASE BK (HSBCSI) ST0012216 | 4.52% | 0.38 | 1/2/2016 |
| 3135G08A0 | FEDERAL NATIONAL MORTGAGE ASSOC 2.375% NTS | 4.20% | 2.38 | 11/4/2016 |
| 31359MH89 | FEDERAL NATIONAL MORTGAGE ASSOC 5% BDS 15/MAR/2016 | 4.02% | 5.00 | 15/3/2016 |
| 3135G0V48 | FEDERAL NATIONAL MORTGAGE ASSOC 0.5% BDS | 3.88% | 0.50 | 30/3/2016 |
| 313375RN9 | FEDERAL HOME LOAN BANKS CORP 1% 11/MAR/2016 | 3.79% | 1.00 | 11/3/2016 |
| 3132X08Y8 | FEDERAL AGRICULTURAL MORTGAGE CORP MEDIUM TERM | 3.77% | 0.44 | 16/9/2016 |
| 3132X0CE9 | FEDERAL AGRICULTURAL MORTGAGE CORP MEDIUM TERM | 3.76% | 3.76% | |
| 894993C02 | Wells Fargo Checking | 5.14% | 0.29 | 1/2/2016 |

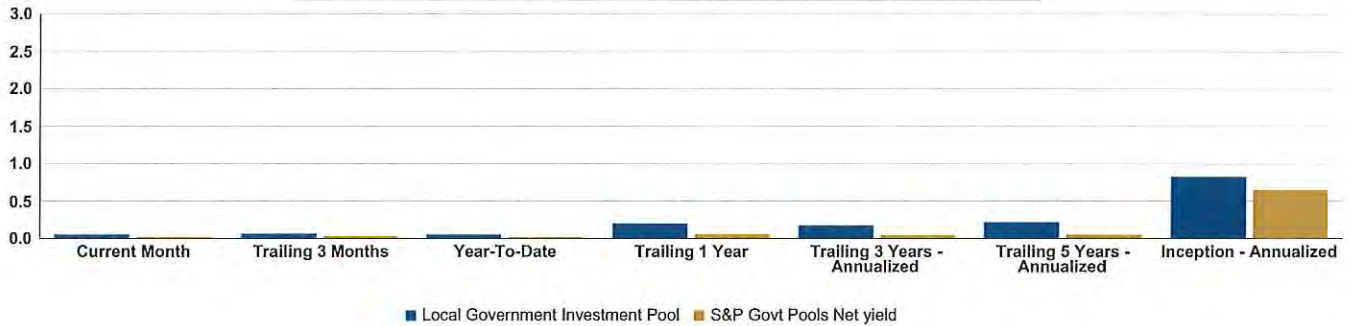
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns Series

| | Current Month | Trailing 3 Months | Year-To-Date | Trailing 1 Year | Trailing 3 Years | Trailing 5 Years | Inception |
|----------------------------------|---------------|-------------------|--------------|-----------------|------------------|------------------|-----------|
| Local Government Investment Pool | 0.05 | 0.06 | 0.05 | 0.20 | 0.17 | 0.21 | 0.83 |
| S&P Govt Pools Net yield | 0.01 | 0.03 | 0.01 | 0.06 | 0.04 | 0.05 | 0.65 |
| Excess | 0.03 | 0.03 | 0.03 | 0.14 | 0.14 | 0.17 | 0.18 |



STATE OF NEW MEXICO
LGIP FUND (4101)
Portfolio Classification Summary
Positions Held as of 1/31/16 (TRADE Basis)

AMTZ ADDEQ: NO

| ASSET CLASSIFICATION | ITEMS | YIELD | AVG-TERM | PRINCIPAL | COST-BASIS | MARKET-VALUE | GAIN/LOSS | %MARKET |
|--------------------------------|-------|-------|----------|-------------|-------------|--------------|-----------|---------|
| REPURCHASE AGREEMENTS (TERM) | 1 | .3853 | .00270 | 30,000,000 | 30,000,000 | 30,000,000 | | 4.531 |
| AGENCY US BOND 30/360 2X | 10 | .4291 | .27770 | 97,322,000 | 97,543,525 | 97,543,432 | -93 | 14.733 |
| AGENCY US DISC ACT/360 360 DAY | 10 | .4378 | .32396 | 98,000,000 | 97,839,755 | 97,863,980 | 24,225 | 14.781 |
| FED HOME LOAN BANKS | 2 | .2926 | .08490 | 25,000,000 | 24,999,583 | 25,000,850 | 1,267 | 3.776 |
| AGENCY US BOND 30/360 ZERO CPN | 1 | .3724 | .28770 | 2,500,000 | 2,490,850 | 2,496,150 | 5,300 | .377 |
| AGENCY US NOTES 30/360 2X | 13 | .3236 | .25460 | 136,455,000 | 136,993,680 | 136,991,575 | -2,105 | 20.691 |
| FED NATL MORTGAGE ASSN DEBS | 1 | .5032 | .42740 | 3,225,000 | 3,223,328 | 3,223,420 | 92 | .487 |
| AGENCY US VARIABLE ACT/360 4X | 6 | .5018 | .48240 | 88,000,000 | 87,996,501 | 87,975,790 | -20,711 | 13.288 |
| AGENCY US VAR 30/360 4X | 1 | .5002 | 1.17530 | 25,000,000 | 24,999,009 | 24,968,500 | -30,509 | 3.771 |
| CASH ACCOUNT | 4 | | | 156,020,708 | 156,020,708 | 156,020,708 | | 23.565 |
| | 49 | .3128 | .33561 | 661,522,708 | 662,106,939 | 662,084,405 | -22,534 | 100.000 |

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-TO-MARKET |
|--------------------|--------------------------|----------|------|----------|-------|------------|-----------------------|-----------------------|----------------|
| 34,090,078 | WELLS FARGO CASH ACCOUNT | CASHCASH | .100 | | | 1.00000 | 34,090,077.59 | 34,090,078.00 | .41 |
| 2,366,097 | WELLS FARGO SAVINGS | CASHCASH | .100 | | | 1.00000 | 2,366,097.22 | 2,366,097.00 | -.22 |
| 89,385,476 | BANK OF THE WEST | CASHCASH | .250 | | | 1.00000 | 89,385,475.51 | 89,385,476.00 | .49 |
| 30,179,057 | US BANK | CASHCASH | .200 | | | 1.00000 | 30,179,056.97 | 30,179,057.00 | .03 |
| 156,020,708 | | | | | | | 156,020,707.29 | 156,020,708.00 | .71 |

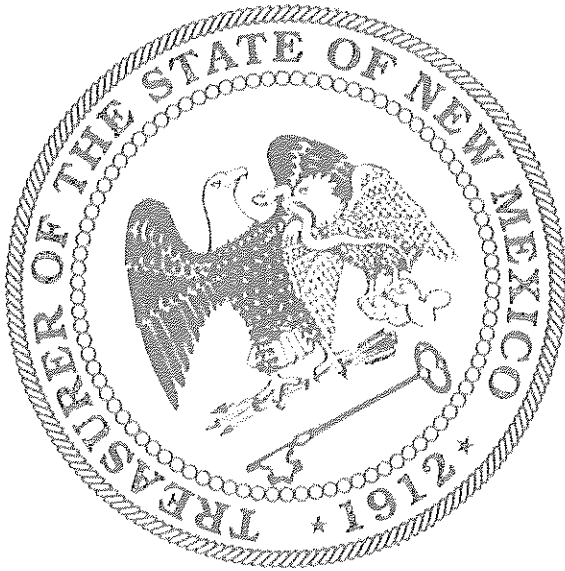
====> 0004 ITEMS IN SUBTOTAL FOR =====> FINAL-MATURITY.. =====> NO-MEANINGFUL-DATE <=====

| | | | | | | | | | |
|------------|----------------------------------|----------|-------|---------|------|-----------|---------------|---------------|------------|
| 20,000,000 | FEDERAL HOME LOAN BANKS | 3130ASRD | .200 | 2/01/16 | .231 | 100.00000 | 20,000,000.00 | 20,000,000.00 | |
| 30,000,000 | REPURCHASE AGREEMENT TERM | 0201THRP | .380 | 2/01/16 | .380 | 1.00000 | 30,000,000.00 | 30,000,000.00 | |
| 10,000,000 | FEDERAL HOME LOAN BANK | 3130A0SD | .375 | 2/19/16 | .256 | 100.00591 | 10,000,590.63 | 10,000,200.00 | - 390.63 |
| 15,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 313396TS | | 2/29/16 | .290 | 99.97744 | 14,996,616.67 | 14,997,000.00 | 383.33 |
| 3,395,000 | FEDERAL HOME LOAN BANKS | 3130A5RB | .220 | 3/01/16 | .351 | 99.98910 | 3,394,629.87 | 3,394,660.50 | 30.63 |
| 1,250,000 | FEDERAL FARM CREDIT BANKS | 3133EE5J | .280 | 3/04/16 | .255 | 100.00929 | 1,250,028.68 | 1,250,025.00 | - 3.68 |
| 4,015,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3136FP0C | 2.000 | 3/08/16 | .275 | 100.17705 | 4,022,108.36 | 4,022,548.20 | 439.84 |
| 8,838,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3136FPET | 2.000 | 3/10/16 | .286 | 100.18539 | 8,854,385.13 | 8,853,820.02 | - 565.11 |
| 25,000,000 | FEDERAL HOME LOAN BANKS | 313375RN | 1.000 | 3/11/16 | .341 | 100.07307 | 25,018,267.58 | 25,017,750.00 | - 517.58 |
| 10,440,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0AL | 2.250 | 3/15/16 | .276 | 100.24095 | 10,465,155.57 | 10,464,220.80 | - 934.77 |
| 26,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 31359MH8 | 5.000 | 3/15/16 | .241 | 100.58089 | 26,151,031.04 | 26,147,420.00 | - 3,611.04 |
| 6,492,000 | FEDERAL HOME LDAN MDRTGAGE CORPO | 3134G4VH | .400 | 3/15/16 | .264 | 100.01658 | 6,493,076.53 | 6,492,324.60 | - 751.93 |
| 5,000,000 | FEDERAL FARM CREDIT BANK | 3133E0MK | .140 | 3/29/16 | .397 | 99.99771 | 4,999,885.57 | 4,999,050.00 | - 835.57 |
| 25,677,000 | FANNIE MAE | 3135G0VA | .500 | 3/30/16 | .252 | 100.04056 | 25,687,413.55 | 25,682,905.71 | - 4,507.84 |
| 27,528,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0BA | 2.375 | 4/11/16 | .334 | 100.39606 | 27,637,027.59 | 27,635,359.20 | - 1,668.39 |
| 15,000,000 | FEDERAL FARM CREDIT BANKS | 3133E04L | .260 | 4/11/16 | .492 | 100.00207 | 15,000,309.81 | 14,999,700.00 | - 609.81 |
| 15,000,000 | FEDERAL HOME LOAN BANKS | 313384VV | | 4/20/16 | .245 | 99.94624 | 14,991,935.42 | 14,988,150.00 | - 3,785.42 |
| 10,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 313588WC | | 4/27/16 | .330 | 99.92117 | 9,992,116.67 | 9,991,400.00 | - 716.67 |
| 10,000,000 | FEDL HOME LOAN BK CONS DISC | 313384WC | | 4/27/16 | .511 | 99.87817 | 9,987,816.67 | 9,991,400.00 | 3,583.33 |
| 4,582,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EADQ | .500 | 5/13/16 | .305 | 100.05508 | 4,584,523.66 | 4,582,962.22 | - 1,561.44 |
| 2,500,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 31358C7K | | 5/15/16 | .367 | 99.63400 | 2,490,850.00 | 2,496,150.00 | 5,300.00 |
| 8,000,000 | FEDERAL HOME LOAN BANKS | 3133XFJF | 5.375 | 5/18/16 | .523 | 101.43823 | 8,115,058.04 | 8,117,280.00 | 2,221.96 |
| 12,000,000 | FEDERAL HOME LOAN BANKS | 313384XE | | 5/23/16 | .521 | 99.83822 | 11,980,586.67 | 11,985,000.00 | 4,413.33 |
| 5,000,000 | FEDERAL HOME LOAN BANKS | 3130A5E4 | .300 | 5/26/16 | .630 | 99.89484 | 4,994,741.94 | 4,997,750.00 | 3,008.06 |
| 5,925,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3134G5RF | .400 | 5/27/16 | .250 | 100.04824 | 5,927,857.97 | 5,925,414.75 | - 2,443.22 |
| 5,000,000 | FEDERAL FARM CREDIT BANKS | 313312XW | | 6/08/16 | .341 | 99.87911 | 4,993,955.56 | 4,992,700.00 | - 1,255.56 |
| 8,000,000 | FEDERAL FARM CREDIT BANKS | 3133E04M | .280 | 6/09/16 | .538 | 99.99574 | 7,999,659.02 | 7,999,840.00 | 180.98 |
| 15,000,000 | FEDERAL FARM CREDIT BANKS | 3133EDA7 | .270 | 6/20/16 | .538 | 99.99178 | 14,998,766.72 | 14,998,950.00 | 183.28 |
| 5,000,000 | FEDERAL HOME LOAN BANKS | 3130A1BK | .500 | 6/24/16 | .520 | 99.99202 | 4,999,601.13 | 5,002,450.00 | 2,848.87 |
| 5,000,000 | FEDERAL HOME LOAN BANK | 3130A7ZE | .500 | 6/30/16 | .520 | 99.99165 | 4,999,582.52 | 5,000,850.00 | 1,267.48 |

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-TO-MARKET |
|--|----------------------------------|----------|-------|----------|-------|------------|-----------------------|-----------------------|--------------------|
| 3,225,000 | FEDERAL NATIONAL MORTGAGE ASSO | 3135G0XP | .375 | 7/05/16 | .496 | 99.94817 | 3,223,328.41 | 3,223,419.75 | 91.34 |
| 6,835,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EAAG | 5.500 | 7/18/16 | .434 | 102.34501 | 6,995,281.54 | 6,990,564.60 | - 4,716.94 |
| 5,000,000 | FEDERAL HOME LOAN BANKS | 313384ZP | | 7/19/16 | .582 | 99.72772 | 4,986,386.11 | 4,989,900.00 | 3,513.89 |
| 15,000,000 | FEOL HOME LOAN DK CONS DISC NT | 313384ZQ | | 7/20/16 | .521 | 99.75444 | 14,963,166.67 | 14,969,550.00 | 6,383.33 |
| 7,800,000 | FEDERAL AGRICULTURAL MORTGAGE CO | 31315PA2 | 2.000 | 7/27/16 | .417 | 100.77245 | 7,860,251.37 | 7,860,060.00 | - 191.37 |
| 5,000,000 | FEDERAL HOME LOAN BANKS | 313384ZZ | | 7/29/16 | .521 | 99.74144 | 4,987,072.23 | 4,989,300.00 | 2,227.77 |
| 5,000,000 | FEDERAL HOME LDAN BANKS | 3130A6BD | .510 | 9/09/16 | .299 | 100.02225 | 5,001,112.39 | 4,996,350.00 | - 4,762.39 |
| 10,000,000 | FEDERAL HOME LOAN BANKS | 313370TW | 2.000 | 9/09/16 | .711 | 100.77748 | 10,077,748.11 | 10,081,200.00 | 3,451.89 |
| 25,000,000 | FEDERAL AGRICULTURAL MORTGAGE CO | 3132X0BY | .160 | 9/16/16 | .444 | 99.99658 | 24,999,144.48 | 24,984,250.00 | - 14,894.48 |
| 3,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3134G5JE | .650 | 9/29/16 | .442 | 100.13697 | 3,004,109.16 | 2,997,930.00 | - 6,179.16 |
| 15,000,000 | FEDERAL AGRICULTURAL MORTGAGE CO | 3132X0CG | .440 | 10/05/16 | .457 | 99.98853 | 14,998,278.92 | 15,018,750.00 | 20,471.08 |
| 20,000,000 | FEDERAL FARM CREDIT BANK | 3133EFKG | | 10/20/16 | .537 | 99.99367 | 19,998,733.82 | 19,994,000.00 | - 4,733.82 |
| 9,000,000 | FEDERAL HOME LOAN BANKS | 3130A34L | .750 | 11/18/16 | .681 | 100.05470 | 9,004,923.24 | 9,003,060.00 | - 1,863.24 |
| 6,000,000 | FEDERAL HOME LDAN BANKS | 313384S9 | | 12/12/16 | .766 | 99.33500 | 5,960,100.00 | 5,969,580.00 | 9,480.00 |
| <u>480,502,000</u> | | | | | | | <u>481,087,215.02</u> | <u>481,095,195.35</u> | <u>7,980.33</u> |
| ====> 0044 ITEMS IN SUBTOTAL FOR =====> FINAL-MATURITY.. =====> 2016 <===== | | | | | | | | | |
| 25,000,000 | FARMER MAC | 3132X0CE | .250 | 4/05/17 | .493 | 99.99604 | 24,999,009.62 | 24,968,500.00 | - 30,509.62 |
| <u>25,000,000</u> | | | | | | | <u>24,999,009.62</u> | <u>24,968,500.00</u> | <u>- 30,509.62</u> |
| ====> 0001 ITEMS IN SUBTOTAL FOR =====> FINAL-MATURITY.. =====> 2017 <===== | | | | | | | | | |
| <u>661,522,708</u> | | | | | | | <u>662,106,931.93</u> | <u>662,084,403.35</u> | <u>- 22,528.58</u> |
| ====> 0049 ITEMS IN SUBTOTAL FOR =====> FUND NAME..... =====> LGTP FUND <===== | | | | | | | | | |



11. Portfolio Summary- Tax Exempt Bond Proceeds Investment Pool

Portfolio Summary – Tax Exempt Bond Proceeds Investment Pool

Summary

- The Tax Exempt Bond Proceeds Investment Pool closed the month of January at \$683mil vs. \$692mil at the end of December.
- The Pool received \$10.2mil in draw requests for capital spending during the month and paid out \$11.5mil for capital projects.

Portfolio Mix

- 100% of the Tax-Exempt BPIP portfolio was invested in fixed income securities: 37% in US Treasuries, 47% in agency securities, 3% in NM municipal securities and the balance, approximately 12%, was held in cash equivalents and collateralized NM bank CDs.
- 44% of the portfolio was invested in securities that mature in one year, 31% in securities that mature from 1-2 years, 26% in securities that mature from 2-4 years and 0% in securities out to 5 years.
- The Tax-Exempt BPIP held positions in 81 securities.
- Weighted Average Life of the Tax Exempt BPIP was 1.24 years. The Weighted Average duration was 1.12 years.
- The maximum security term for the BPIP portfolio is 5 years.

Investment Earnings

- Unrealized gains in the Tax-Exempt BPIP Portfolio were \$574,438 on January 31st.
- Monthly net earnings on the portfolio for January were \$432,394.
- Net earnings for FY2016 were \$2,595,561.
- Earnings on the Bond Proceeds Investment Pool are used to offset capital and debt service spending.

Investment Highlights

- The duration of the Tax-Exempt BPIP on January 31st was 1.12 yrs. vs. the Benchmark at 1.40 yrs.
- The Tax-Exempt BPIP had \$18mil in maturities during the month of January.
- The Pool duration shortened during the month.
- The Pool purchased \$0.635mil of local municipals with maturities from 7 months out to 2 years and sold \$15.77mil of a 2.5 year agency security at a gain.

Performance

- The purchase yield was 0.7569% at the end of January vs. 0.7686% reported for the previous month.
- The Tax-Exempt BPIP returned 0.40% for the month of January and 0.20% for the three months ended January 31, 2015, vs. Index returns of 0.43% and 0.19% respectively. For the trailing 12 mos. the Pool returned 0.51% vs. 0.50% for the benchmark.
- The Tax-Exempt BPIP had a duration shorter than the benchmark for the month of January and consequently underperformed the index.
- Cash flows (debt service payments, capital project withdrawals, bond sale proceeds) will continue to be the key driver of the portfolio's structure and cash position going forward.

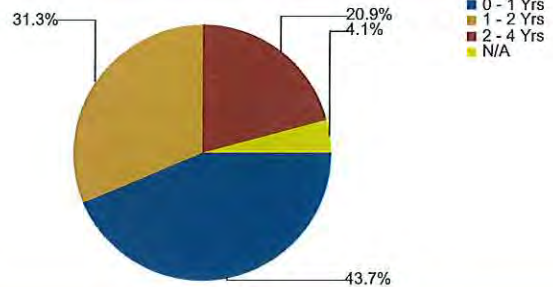
Investment Strategy

- The option-adjusted duration of the Tax-Exempt BPIP portfolio is currently 1.16yrs. vs. 1.34 yrs. for the benchmark.
- For the month of February \$10mil matured.
- Capital project withdrawal requests totaled \$13.7mil for February.
- The Tax-Exempt BPIP has maintained duration shorter than that of the benchmark in order to provide adequate liquidity for project withdrawals while minimizing overnight cash positions.
- Project withdrawals will have the effect of lengthening duration and as they have had a high degree of variability month-to-month, cash flow management will dominate portfolio decisions.

Portfolio Characteristics

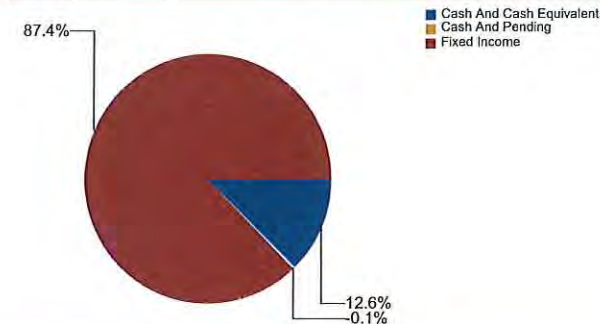
Duration Mix

Total Net Assets (Millions) 682.5
 Weighted Average Life (Years) 1.24
 Weighted Avg. Effective Duration (Years) 1.12
 Weighted Average Coupon (%) 1.36
 Average Current Yield (%) 0.68
 Weighted Average Rating 0.72
 Number of Holdings AA+
 81



Asset Mix

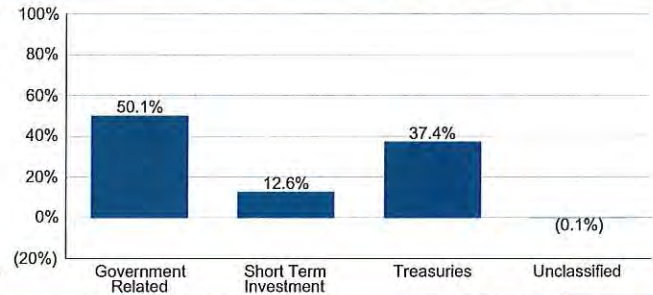
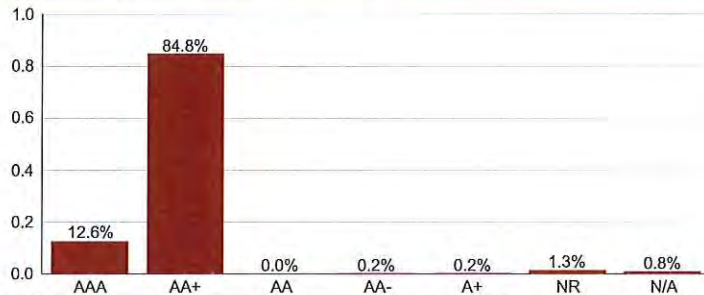
Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|---|-------------|-------------|---------------|
| 59G290060 | REPO JPMORGAN CHASE BK (GREENWICH) 012916G | 7.39% | 0.36 | 1/2/2016 |
| 880591EC2 | TENNESSEE VALLEY 4.5% BDS 01/APR/2018 USD1000 | 4.78% | 4.50 | 1/4/2018 |
| 912828J68 | TWEB RR UNITED STATES 2X OLD 3 YEAR POINT 1.000% 2018-03-15 | 3.69% | 1.00 | 15/3/2018 |
| 3135GVMH2 | FNMA 0.750000 C '17 USD | 3.52% | 0.75 | 14/3/2017 |
| 3137EADV8 | FEDERAL HOME LOAN MORTGAGE CORP NOTES FIXED, 7.5% | 3.51% | 0.75 | 14/7/2017 |
| 3137EADN6 | FEDERAL HOME LOAN MORTGAGE CORP 0.75% BDS | 3.51% | 0.75 | 12/1/2018 |
| 692998X00 | LGP POOL PARTICIPANT | 3.23% | 0.29 | |
| 3137EACW7 | FEDERAL HOME LOAN MORTGAGE CORP 2% BDS 25/AUG/2016 | 2.68% | 2.00 | 25/8/2016 |
| 912828RY8 | UNITED STATES OF AMERICA 1.375% 2018-12-31 | 2.96% | 1.38 | 31/12/2018 |
| 3137EADP1 | FEDERAL HOME LOAN MORTGAGE CORP 0.875% BDS | 2.94% | 0.88 | 7/3/2018 |

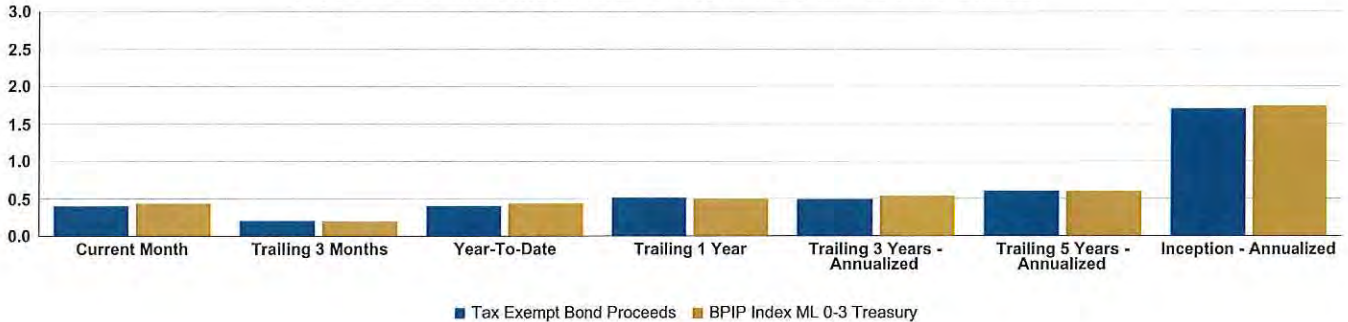
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns Series

| | Current Month | Trailing 3 Months | Year-To-Date | Trailing 1 Year | Trailing 3 Years | Trailing 5 Years | Inception |
|----------------------------|---------------|-------------------|--------------|-----------------|------------------|------------------|-----------|
| Tax Exempt Bond Proceeds | 0.40 | 0.20 | 0.40 | 0.51 | 0.49 | 0.60 | 1.70 |
| BPIP Index ML 0-3 Treasury | 0.43 | 0.19 | 0.43 | 0.50 | 0.53 | 0.60 | 1.74 |
| Excess | (0.03) | 0.01 | (0.03) | 0.01 | (0.04) | 0.00 | (0.04) |



STATE OF NEW MEXICO
BOND PROCEEDS INV POOL1 TAX EX (4000)
Portfolio Classification Summary
Positions Held as of 1/31/16 (TRADE Basis)

AMTZ ADDED: NO

| ASSET CLASSIFICATION | ITEMS | YIELD | AVG-TERM | PRINCIPAL | CDST-BASIS | MARKET-VALUE | GAIN/LOSS | %MARKET |
|--------------------------------|-----------|--------------|----------------|--------------------|--------------------|--------------------|----------------|----------------|
| REPURCHASE AGREEMENTS (O/N) | 1 | .3650 | .00270 | 61,172,512 | 61,172,512 | 61,172,512 | | 8.994 |
| CERTIFICATES OF DEPOSIT | 2 | .7250 | .92740 | 3,000,000 | 3,000,000 | 3,000,000 | | .441 |
| US TREASURY NOTE ACT/ACT 2X | 18 | .7244 | 1.14866 | 254,000,000 | 254,296,473 | 254,658,000 | 361,527 | 37.441 |
| AGENCY US BOND 30/360 2X | 10 | 1.0331 | 1.60214 | 96,250,000 | 99,319,790 | 99,352,215 | 32,425 | 14.607 |
| AGENCY US BOND 30/360 ZERO CPN | 1 | .6516 | 1.33150 | 6,089,000 | 6,025,005 | 6,024,944 | -61 | .886 |
| AGENCY US NOTES 30/360 2X | 16 | .8621 | 1.27799 | 207,500,000 | 208,439,605 | 208,588,605 | 149,000 | 30.668 |
| FED NATL MORTGAGE ASSN DEBS | 1 | 1.2267 | .79180 | 5,000,000 | 5,006,438 | 5,028,150 | 21,712 | .739 |
| MUNI US 30/360 2X | 20 | .6480 | .74132 | 14,795,000 | 15,059,820 | 15,067,420 | 7,600 | 2.215 |
| MUNICIPAL BOND REVENUE | 8 | .6884 | .94264 | 5,690,000 | 5,778,371 | 5,780,606 | 2,235 | .850 |
| UNITS - INVESTMENT POOL 1 | 1 | | | 22,048,872 | 22,048,872 | 22,048,872 | | 3.242 |
| CASH ACCOUNT | 1 | | | -566,494 | -566,494 | -566,494 | | -.083 |
| | <u>79</u> | <u>.7576</u> | <u>1.13619</u> | <u>674,978,890</u> | <u>679,580,392</u> | <u>680,154,830</u> | <u>574,438</u> | <u>100.000</u> |

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-TO-MARKET |
|---------------|---------------------------|----------|------|----------|-------|------------|---------------|---------------|----------------|
| - 566,494 | (TD)-CASH KEY | CASHCASH | | | | 1.00000 | - 566,494.09 | - 566,494.00 | .09 |
| 22,048,872 | UNITS - INVESTMENT POOL 1 | UNITS001 | | | | 1.00000 | 22,048,871.66 | 22,048,872.00 | .34 |
| 21,482,378 | | | | | | | 21,482,377.57 | 21,482,378.00 | .43 |

====> 0002 ITEMS IN SUBTOTAL FOR =====> FINAL-MATURITY,.. =====> NO-MEANINGFUL-DATE <=====

| | | | | | | | | | |
|-------------|----------------------------------|----------|-------|----------|-------|-----------|----------------|----------------|-------------|
| 61,172,512 | OVERNIGHT REPO | 0201RP | .360 | 2/01/16 | .360 | 1.00000 | 61,172,512.27 | 61,172,512.27 | |
| 10,000,000 | UNITED STATES TREASURY NOTES | 912828KS | 2.625 | 2/29/16 | .395 | 100.17118 | 10,017,118.44 | 10,016,400.00 | - 718.44 |
| 7,500,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 31359MH8 | 5.000 | 3/15/16 | .543 | 100.54314 | 7,540,735.19 | 7,542,525.00 | 1,789.81 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828C4 | .375 | 3/31/16 | .406 | 99.99491 | 14,999,236.03 | 14,998,200.00 | - 1,036.03 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828UW | .250 | 4/15/16 | .491 | 99.95121 | 14,992,681.78 | 14,994,600.00 | 1,918.22 |
| 400,000 | TORRANCE ETC CNTYS N MEX MUN S | 891400NC | 1.000 | 5/15/16 | .552 | 100.12893 | 400,515.70 | 400,804.00 | 288.30 |
| 1,220,000 | RIO RANCHO N MEX WTR & WASTEW | 767175GF | 3.000 | 5/15/16 | .550 | 100.70562 | 1,228,608.55 | 1,229,699.00 | 1,090.45 |
| 10,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EACT | 2.500 | 5/27/16 | .479 | 100.64959 | 10,064,959.17 | 10,063,100.00 | - 1,859.17 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828QP | 1.750 | 5/31/16 | .522 | 100.40148 | 15,060,221.28 | 15,064,500.00 | 4,278.72 |
| 1,225,000 | SANTA FE N MEX GROSS RCPTS TAX | 802072RG | 2.000 | 6/01/16 | .630 | 100.45495 | 1,230,573.15 | 1,232,178.50 | 1,605.35 |
| 1,500,000 | ARTESIA N MEX GROSS RCPTS TAX RE | 043053BT | 2.000 | 6/01/16 | .490 | 100.50189 | 1,507,528.42 | 1,506,900.00 | - 628.42 |
| 130,000 | RUIDOSO N MEX GROSS RCPTS TAX RE | 781336AX | 2.000 | 6/01/16 | .500 | 100.49858 | 130,648.16 | 130,598.00 | - 50.16 |
| 750,000 | SAN JUAN CNTY N MEX GROSS RCPTS | 79835HCJ | 3.000 | 6/15/16 | .461 | 100.94294 | 757,072.07 | 757,132.50 | 60.43 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828QR | 1.500 | 6/30/16 | .510 | 100.40674 | 15,061,011.00 | 15,062,850.00 | 1,839.00 |
| 1,120,000 | ALBUQUERQUE NM GROSS RCPTS TAX | 01354PFQ | .550 | 7/01/16 | .550 | 100.00000 | 1,120,000.00 | 1,119,630.40 | - 369.60 |
| 450,000 | ALB NM GROSS RCPT LODGERS TAX RE | 01354MFT | 3.000 | 7/01/16 | .801 | 100.82100 | 453,694.50 | 453,514.50 | - 180.00 |
| 1,500,000 | FARMERS & STOCKMENS BANK | 8521620 | .500 | 7/06/16 | .500 | 1.00000 | 1,500,000.00 | 1,500,000.00 | |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828VL | .625 | 7/15/16 | .531 | 100.04234 | 15,006,350.92 | 15,009,450.00 | 3,099.08 |
| 45,000 | ALAMOGORDO N MEX | 011446HA | 4.000 | 8/01/16 | 1.050 | 101.46711 | 45,660.20 | 45,670.95 | 10.75 |
| 620,000 | UNIVERSITY N MEX VALENCIA CNTYBR | 914696D3 | 2.000 | 8/01/16 | .551 | 100.72254 | 624,479.76 | 624,445.40 | - 34.36 |
| 1,000,000 | BELLEN N MEX CONS SCH DIST NO 2 | 077581PV | 2.000 | 8/01/16 | .451 | 100.77296 | 1,007,729.59 | 1,007,170.00 | - 559.59 |
| 475,000 | GAOSDEN N MEX INDPT SCH DIST NO | 362550HJ | 2.000 | 8/15/16 | .650 | 100.72489 | 478,443.23 | 478,624.25 | 181.02 |
| 2,225,000 | SAN JUAN CNTY N MEX JR COLLEGEDI | 798360FC | 2.000 | 8/15/16 | .440 | 100.83861 | 2,243,659.05 | 2,241,976.75 | - 1,682.30 |
| 20,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EACW | 2.000 | 8/25/16 | 1.144 | 100.48167 | 20,096,334.30 | 20,159,800.00 | 63,465.70 |
| 315,000 | GRANT CNTY N MEX | 387766BY | 2.000 | 9/01/16 | .600 | 100.81356 | 317,562.71 | 317,564.10 | 1.39 |
| 200,000 | TORRANCE ETC CNTYS N MEX MUN SCH | 891400NX | 1.500 | 9/01/16 | .500 | 100.58158 | 201,163.16 | 201,226.00 | 62.84 |
| 390,000 | HOBBS N MEX MUN SCH DIST NO 16 | 433866FT | 3.000 | 9/15/16 | .530 | 101.53193 | 395,974.52 | 396,103.50 | 128.98 |
| 14,000,000 | UNITED STATES TREASURY NOTES | 912828RJ | 1.000 | 9/30/16 | .631 | 100.24260 | 14,033,963.70 | 14,039,900.00 | 5,936.30 |
| 10,000,000 | UNITED STATES TREASURY NOTES | 912828RN | 1.000 | 10/31/16 | .428 | 100.42448 | 10,042,447.69 | 10,029,700.00 | - 12,747.69 |
| 5,000,000 | FEDERAL NATL MTG ASSN DEBS | 3135G0ES | 1.375 | 11/15/16 | 1.210 | 100.12876 | 5,006,438.07 | 5,028,150.00 | 21,711.93 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828WF | .625 | 11/15/16 | .693 | 99.94692 | 14,992,038.57 | 15,001,800.00 | 9,761.43 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828A5 | .625 | 12/15/16 | .727 | 99.91154 | 14,986,731.53 | 14,999,400.00 | 12,668.47 |
| 256,237,512 | | | | | | | 256,716,092.71 | 256,826,125.12 | 110,032.41 |

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-TO-MARKET |
|--|----------------------------------|----------|-------|----------|-------|------------|-----------------------|-----------------------|------------------|
| ====> 0032 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2016 <==== | | | | | | | | | |
| 15,000,000 | UNITED STATES TREASURY NOTES | 9128285C | .875 | 1/31/17 | .710 | 100.16384 | 15,024,575.99 | 15,032,250.00 | 7,674.01 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 9128285J | .875 | 2/28/17 | .788 | 100.09280 | 15,013,919.80 | 15,031,050.00 | 17,130.20 |
| 10,000,000 | FEDERAL HOME LOAN MORTGAGE ASSO | 3137EADC | 1.000 | 3/08/17 | .756 | 100.26745 | 10,026,745.27 | 10,027,400.00 | 654.73 |
| 24,000,000 | FEDERAL NATIONAL MORTGAGE ASSO | 3135G0VH | .750 | 3/14/17 | .625 | 100.13889 | 24,033,333.89 | 23,988,240.00 | - 45,093.89 |
| 15,000,000 | FEDERAL NATIONAL MORTGAGE ASSO | 31359M7X | 5.000 | 5/11/17 | .736 | 105.41189 | 15,811,784.20 | 15,809,700.00 | - 2,084.20 |
| 1,495,000 | ARTESIA N MEX GROSS RCPTS TAX RE | 043053BU | 2.000 | 6/01/17 | .750 | 101.65422 | 1,519,730.64 | 1,521,401.70 | 1,671.06 |
| 6,089,000 | FANNIE MAE | 31359MEL | | 6/01/17 | .643 | 98.94900 | 6,025,004.61 | 6,024,943.72 | - 60.89 |
| 2,000,000 | FEDERAL HOME LOAN BANKS | 313383PD | 1.250 | 6/09/17 | .701 | 100.73858 | 2,014,771.53 | 2,015,180.00 | 408.47 |
| 700,000 | SAN JUAN CO NM GROSS RCPTS TAX | 79835HGK | 4.000 | 6/15/17 | .870 | 104.25895 | 729,812.65 | 730,674.00 | 861.35 |
| 1,000,000 | FEDERAL FARM CREDIT BANKS | 3133E0EB | 1.100 | 6/28/17 | .700 | 100.55928 | 1,005,592.77 | 1,003,820.00 | - 1,772.77 |
| 5,000,000 | UNITED STATES TREASURY NOTES | 912828TB | .750 | 6/30/17 | 1.006 | 99.64113 | 4,982,056.74 | 5,001,750.00 | 19,693.26 |
| 600,000 | ALBUQUERQUE NM GROSS RCPTS TAX | 01354PFR | 1.050 | 7/01/17 | 1.050 | 100.00000 | 600,000.00 | 600,234.00 | 234.00 |
| 1,500,000 | FARMERS & STOCKMENS BANK | 8521621 | .950 | 7/05/17 | .950 | 1.00000 | 1,500,000.00 | 1,500,000.00 | |
| 5,000,000 | FEDERAL AGRICULTURAL MORTGAGE CO | 31315PZT | .650 | 7/10/17 | .862 | 99.69707 | 4,984,853.71 | 4,998,850.00 | 13,996.29 |
| 24,000,000 | FEDERAL HOME LOAN MORTGAGE ASSO | 3137EADV | .750 | 7/14/17 | .740 | 100.01395 | 24,003,347.23 | 23,994,000.00 | - 9,347.23 |
| 5,000,000 | FEDERAL HOME LDAN MORTGAGE ASSO | 3137EADJ | 1.000 | 7/28/17 | .791 | 100.30932 | 5,015,466.11 | 5,017,350.00 | 1,883.89 |
| 5,000,000 | UNITED STATES TREASURY NOTES | 912828TG | .500 | 7/31/17 | .906 | 99.39781 | 4,969,890.30 | 4,982,400.00 | 12,509.70 |
| 375,000 | SANDOVAL CNTY N MEX | 80004PEA | 3.000 | 8/01/17 | .820 | 103.24282 | 387,160.58 | 387,288.75 | 128.17 |
| 300,000 | ALBUQUERQUE N MEX MET ARROYO FLO | 013572KE | 2.000 | 8/01/17 | .750 | 101.86060 | 305,581.81 | 306,513.00 | 931.19 |
| 250,000 | ROSWELL N MEX INDPT SCH DIST | 778550JQ | 2.000 | 8/01/17 | .900 | 101.63503 | 254,087.58 | 254,485.00 | 397.42 |
| 2,500,000 | T TO 05/01/1976 | 802088LN | 5.000 | 8/01/17 | .900 | 106.09486 | 2,652,371.58 | 2,656,075.00 | 3,703.42 |
| 5,000,000 | FEDERAL NATIONAL MORTGAGE ASSO | 3135G0PP | 1.000 | 9/20/17 | .830 | 100.27572 | 5,013,786.07 | 5,014,500.00 | 713.93 |
| 15,000,000 | FEDERAL FARM CREDIT BANKS | 3133EEQX | 1.000 | 9/25/17 | .860 | 100.22863 | 15,034,294.05 | 15,041,850.00 | 7,555.95 |
| 5,000,000 | FNMA | 3135G0ZL | 1.000 | 9/27/17 | 1.118 | 99.80685 | 4,990,342.49 | 5,016,000.00 | 25,657.51 |
| 5,000,000 | FEDERAL HOME LOAN BANKS | 3130AGLZ | .625 | 10/26/17 | .733 | 99.81463 | 4,990,731.55 | 4,984,300.00 | - 6,431.55 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828UA | .625 | 11/30/17 | .814 | 99.65827 | 14,948,740.79 | 14,955,450.00 | 6,709.21 |
| 6,005,000 | TENNESSEE VALLEY AUTHORITY | 880591CU | 6.250 | 12/15/17 | 1.021 | 109.67064 | 6,585,721.80 | 6,599,234.80 | 13,533.00 |
| 190,814,000 | | | | | | | 192,423,703.74 | 192,494,959.97 | 71,256.23 |

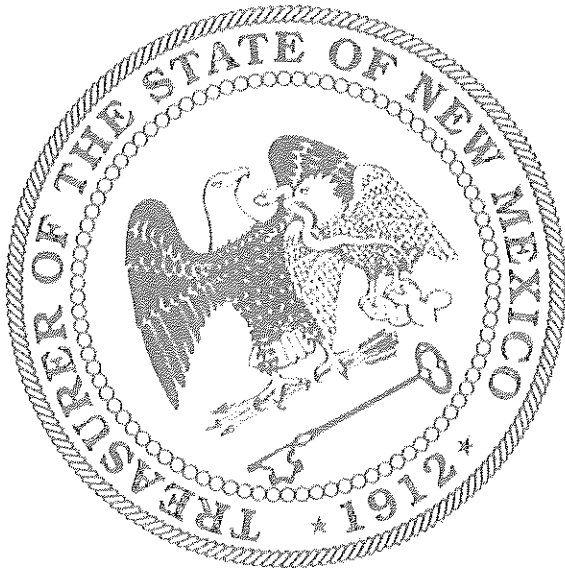
====> 0027 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2017 <====

| | | | | | | | | | |
|------------|---------------------------------|----------|-------|---------|------|-----------|---------------|---------------|-----------|
| 24,000,000 | FEDERAL HOME LDAN MORTGAGE ASSO | 3137EADN | .750 | 1/12/18 | .904 | 99.70360 | 23,928,863.43 | 23,950,560.00 | 21,696.57 |
| 7,480,000 | FEDERAL HOME LOAN BANKS | 3130A5Z5 | 1.100 | 2/12/18 | .959 | 100.07437 | 7,485,562.77 | 7,501,542.40 | 15,979.63 |

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-TO-MARKET |
|---|----------------------------------|----------|-------|----------|-------|------------|-----------------------|-----------------------|-------------------|
| 13,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0UX | 1.200 | 2/28/18 | 1.196 | 100.00000 | 13,000,000.00 | 13,001,430.00 | 1,430.00 |
| 185,000 | ABQ NM GRDSS RCPT LODGERS TAX RE | 01354MFV | 3.000 | 3/01/18 | .918 | 104.20100 | 192,771.85 | 192,727.45 | - 44.40 |
| 20,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EADP | .875 | 3/07/18 | .928 | 99.89009 | 19,978,017.53 | 19,994,000.00 | 15,982.47 |
| 13,585,000 | FEDERAL HOME LOAN BANKS | 313378A4 | 1.375 | 3/09/18 | .966 | 100.84954 | 13,700,410.30 | 13,713,378.25 | 12,967.95 |
| 25,000,000 | UNITED STATES TREASURY NOTES | 91282816 | 1.000 | 3/15/18 | .899 | 100.21217 | 25,053,042.61 | 25,091,750.00 | 38,707.39 |
| 30,000,000 | TENNESSEE VALLEY AUTHORITY | 880591EC | 4.500 | 4/01/18 | .935 | 107.62834 | 32,288,502.19 | 32,226,300.00 | - 62,202.19 |
| 15,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0W3 | .875 | 5/21/18 | 1.114 | 99.45625 | 14,918,438.20 | 14,980,050.00 | 61,611.80 |
| 100,000 | SANDOVAL CNTY N MEX INCENTIVE PA | 800051AW | 1.952 | 6/01/18 | 1.460 | 101.12313 | 101,123.13 | 101,229.00 | 105.87 |
| 155,000 | RUIDOSO N MEX GROSS RCPTS TAX RE | 781336BB | 2.000 | 6/01/18 | 1.100 | 102.06690 | 158,203.70 | 158,805.25 | 601.55 |
| 260,000 | ARTESIA N MEX GROSS RCPTS TAX RE | 043053BV | 2.000 | 6/01/18 | 1.000 | 102.29965 | 265,979.09 | 266,988.80 | 1,009.71 |
| 5,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3136G2LK | 1.750 | 8/24/18 | .590 | 100.65187 | 5,032,593.34 | 5,031,100.00 | - 1,493.34 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828W0 | 1.250 | 10/31/18 | .944 | 100.82596 | 15,123,894.57 | 15,120,750.00 | - 3,144.57 |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828RY | 1.375 | 12/31/18 | 1.395 | 99.94274 | 19,988,548.57 | 20,225,800.00 | 237,251.43 |
| <u>188,765,000</u> | | | | | | | <u>191,215,951.28</u> | <u>191,556,411.15</u> | <u>340,459.87</u> |
| ====> 0015 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ====> 2018 <==== | | | | | | | | | |
| 14,780,000 | FEDERAL FARM CREDIT BANKS | 3133EE4S | 1.650 | 7/29/19 | 1.650 | 100.00000 | 14,780,000.00 | 14,833,060.20 | 53,060.20 |
| 1,400,000 | UNITED STATES DEPARTMENT OF HOUS | 911759JA | 5.450 | 8/01/19 | .550 | 102.44314 | 1,434,203.98 | 1,433,530.00 | - 673.98 |
| <u>16,180,000</u> | | | | | | | <u>16,214,203.98</u> | <u>16,266,590.20</u> | <u>52,386.22</u> |
| ====> 0002 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ====> 2019 <==== | | | | | | | | | |
| 1,500,000 | S REV | 013493BR | 5.000 | 7/01/26 | .500 | 101.87008 | 1,528,051.22 | 1,528,365.00 | 313.78 |
| <u>1,500,000</u> | | | | | | | <u>1,528,051.22</u> | <u>1,528,365.00</u> | <u>313.78</u> |
| ====> 0001 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ====> 2026 <==== | | | | | | | | | |
| <u>674,978,890</u> | | | | | | | <u>679,580,380.50</u> | <u>680,154,829.44</u> | <u>574,448.94</u> |
| ====> 0079 ITEMS IN SUBTOTAL FOR ==== FUND NAME..... ====> BOND PROCEEDS INV POOL1 TAX EX < | | | | | | | | | |



12. Portfolio Summary- Taxable Bond Proceeds Investment Pool

Portfolio Summary – Taxable Bond Proceeds Investment Pool

Summary

- The Taxable Bond Proceeds Investment Pool closed the month of January at \$661mil vs. \$683mil at the end December.
- The Pool received \$20mil in draw requests for capital spending during the month and paid out \$19.3mil for capital projects.

Portfolio Mix

- 100% of the Taxable BPIP portfolio was invested in fixed income securities: 52% in US Treasuries, 35% in Agency securities, 1% in NM municipal securities and the balance, approximately 12%, was held in cash equivalents and collateralized NM bank CDs.
- 56% of the portfolio was invested in securities that mature in one year, 27% in securities that mature from 1-2 years, 16% in securities that mature from 2-4 years and 1% in securities out to 5 years.
- The Taxable BPIP held positions in 61 securities.
- Weighted Average Life of the Taxable BPIP was 1.14 years. The Weighted Average duration was 1.03 years.
- The maximum security term for the BPIP portfolio is 5 years.

Investment Earnings

- The unrealized gains in the Taxable BPIP were \$1,632,089 as of January 31st.
- Monthly net earnings on the portfolio for January were \$454,166.
- FY2016 net earnings were roughly \$2,977,798.
- Earnings on the Bond Proceeds Investment Pool are used to offset capital and debt service spending.

Investment Highlights

- The duration of the Taxable BPIP as of January 31st was 1.03 years vs. the Benchmark at 1.40 years.
- Maturities totaled \$19.5mil in the month of January 2015.
- The Pool purchased \$20mil of 2 year US Treasuries and sold \$10mil of a 4.5 year agency security at a gain.

Performance

- Purchase Yield at the end of January was 0.8423% relative to .7905% at the end of the prior month.
- The Taxable BPIP returned 0.36% for the month of January and 0.20% for the three months ended January 31, 2015, vs. Index returns of 0.43% and 0.19% respectively. For the trailing 12 mos. the Pool returned 0.55% vs. 0.50% for the benchmark.
- The Taxable BPIP had a duration shorter than the benchmark for the month of January and consequently underperformed the index.
- Cash flows (debt service payments, capital project withdrawals, bond sale proceeds) will continue to be the key driver of the portfolio's structure and cash position going forward.

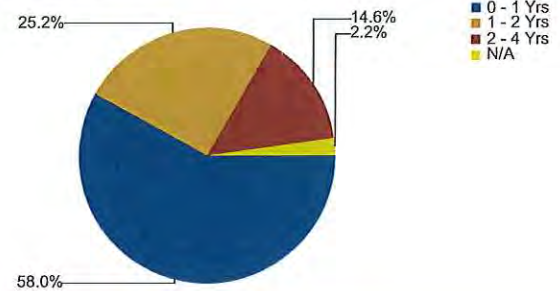
Investment Strategy

- The option adjusted duration of the portfolio is currently 1.16 yrs. vs. 1.34 yrs. for the benchmark.
- The Pool had maturities of \$15mil during February.
- Capital project withdrawal requests totaled \$24mil in February.
- The Taxable BPIP has maintained duration shorter than the benchmark in order to provide adequate liquidity for project withdrawals while minimizing overnight cash positions.
- Project withdrawals will have the effect of lengthening duration and as they have had a high degree of variability month-to-month, cash flow management will dominate portfolio decisions.

Portfolio Characteristics

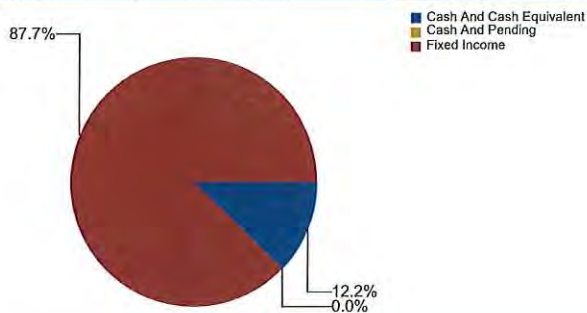
Total Net Assets (Millions) 660.6
 Weighted Average Life (Years) 1.14
 Weighted Avg. Effective Duration (Years) 1.03
 Weighted Average Coupon (%) 0.64
 Average Current Yield (%) 0.69
 Weighted Average Rating AA+
 Number of Holdings 61

660.6
1.14
1.03
0.64
0.69
AA+
61



Asset Mix

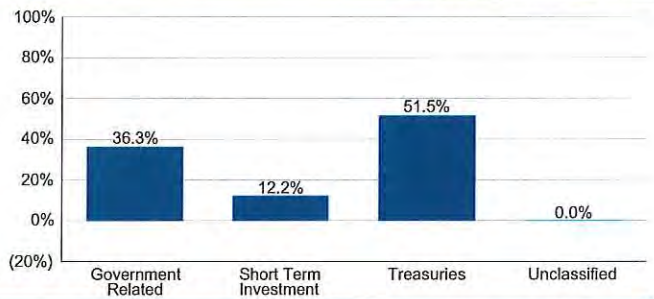
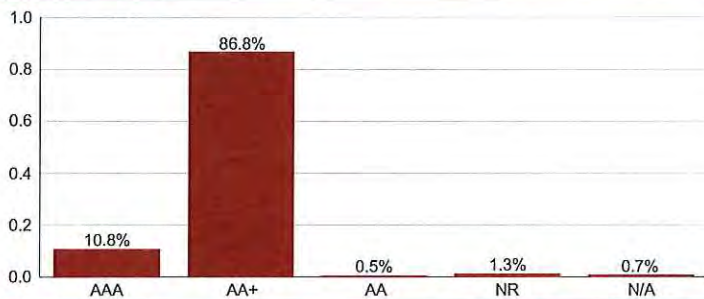
Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|--|-------------|-------------|---------------|
| 99G290058 | REPO JPMORGAN CHASE BK (GREENWICH) 012916J | 7.65% | 0.36 | 1/2/2016 |
| 3137EACV7 | FEDERAL HOME LOAN MORTGAGE CORP 2% BDS 25/AUG/2016 | 3.85% | 2.00 | 25/8/2016 |
| 912828SY7 | UNITED STATES OF AMERICA 0.625% 2017-05-31 | 3.78% | 0.62 | 31/5/2017 |
| 912828PH4 | UNITED STATES OF AMERICA 2.750% 2017-12-31 | 3.15% | 2.75 | 31/12/2017 |
| 912828LU2 | US 3.12500 '16 | 3.11% | 3.12 | 31/10/2016 |
| 3135G0ZG1 | FNMA 1.750 '19 USD | 3.11% | 1.75 | 12/9/2019 |
| 3135G0ZY2 | FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES FIXED | 3.09% | 1.75 | 26/11/2019 |
| 912828SM3 | UNITED STATES OF AMERICA 1.000% 2017-03-31 | 3.05% | 1.00 | 31/3/2017 |
| 912828RU6 | UNITED STATES OF AMERICA 0.875% 2016-11-30 | 3.04% | 0.88 | 30/11/2016 |
| 912828QR4 | UNITED STATES 1.5% 06/16 | 4.57% | 1.50 | 30/6/2016 |

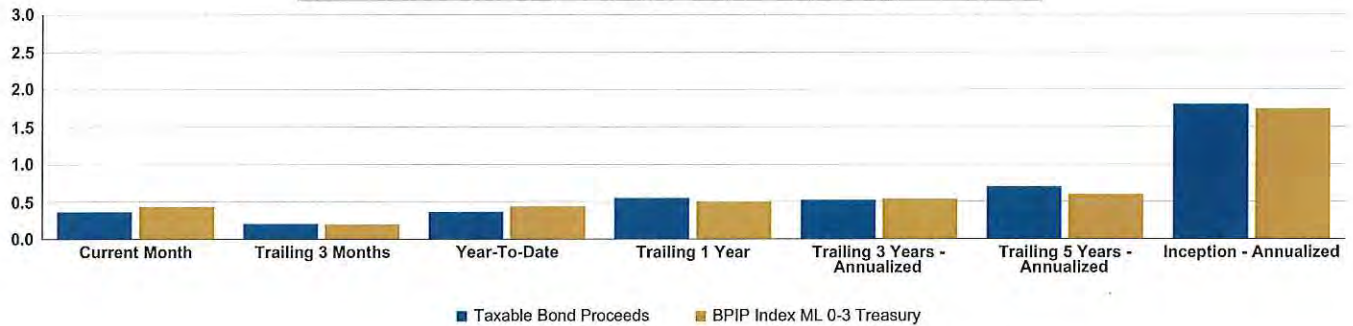
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns Series

| | Current Month | Trailing 3 Months | Year-To-Date | Trailing 1 Year | Trailing 3 Years | Trailing 5 Years | Inception |
|----------------------------|---------------|-------------------|--------------|-----------------|------------------|------------------|-----------|
| Taxable Bond Proceeds | 0.36 | 0.20 | 0.36 | 0.55 | 0.52 | 0.70 | 1.80 |
| BPIP Index ML 0-3 Treasury | 0.43 | 0.19 | 0.43 | 0.50 | 0.53 | 0.60 | 1.74 |
| Excess | (0.07) | 0.01 | (0.07) | 0.05 | (0.01) | 0.10 | 0.06 |



STATE OF NEW MEXICO
BOND PROCEEDS INV POOL2 TAXABL (4002)
 Portfolio Classification Summary
 Positions Held as of 1/31/16 (TRADE Basis)

AMTZ ADDED: NO

| ASSET CLASSIFICATION | ITEMS | YIELD | AVG-TERM | PRINCIPAL | COST-BASIS | MARKET-VALUE | GAIN/LOSS | %MARKET |
|-------------------------------|-------|--------|----------|-------------|-------------|--------------|-----------|---------|
| REPURCHASE AGREEMENTS (O/N) | 1 | .3650 | .00270 | 60,273,266 | 60,273,266 | 60,273,266 | | 9.151 |
| CERTIFICATES OF DEPOSIT | 3 | .5645 | .54190 | 6,200,000 | 6,200,000 | 6,200,000 | | .941 |
| LINKED-CERTIFICATE OF DEPOSIT | 2 | .7500 | .95070 | 4,000,000 | 4,000,000 | 4,000,000 | | .607 |
| US TREASURY NOTE ACT/ACT 2X | 21 | .7659 | 1.06245 | 337,550,000 | 338,539,145 | 339,167,742 | 628,597 | 51.496 |
| AGENCY US BOND 30/360 2X | 4 | .6520 | .52274 | 53,450,000 | 53,484,391 | 53,518,097 | 33,706 | 8.126 |
| AGENCY 30/360 2X | 1 | 1.6808 | 3.61370 | 20,000,000 | 20,064,304 | 20,380,200 | 315,896 | 3.094 |
| AGENCY US NOTES 30/360 2X | 14 | 1.0207 | 1.31704 | 156,709,000 | 157,487,078 | 158,138,090 | 651,012 | 24.010 |
| MUNI US 30/360 2X | 11 | .5798 | .60702 | 6,145,000 | 6,218,063 | 6,221,288 | 3,225 | .945 |
| MUNICIPAL BOND REVENUE | 1 | .4361 | .50140 | 225,000 | 226,762 | 226,415 | -347 | .034 |
| UNITS - INVESTMENT POOL 1 | 1 | | | 10,328,666 | 10,328,666 | 10,328,666 | | 1.568 |
| CASH ACCOUNT | 1 | | | 169,913 | 169,913 | 169,913 | | .026 |
| | 60 | .7927 | 1.04942 | 655,050,845 | 656,991,588 | 658,623,677 | 1,632,089 | 100.000 |

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-TO-MARKET |
|-------------------|---------------------------|----------|------|----------|-------|------------|----------------------|----------------------|----------------|
| 169,913 | (TD)-CASH KEY | CASHCASH | | | | 1.00000 | 169,912.66 | 169,913.00 | .34 |
| 10,328,666 | UNITS - INVESTMENT POOL 1 | UNITS001 | | | | 1.00000 | 10,328,666.37 | 10,328,666.00 | -.37 |
| 10,498,579 | | | | | | | 10,498,579.03 | 10,498,579.00 | -.03 |

====> 0002 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== NO-MEANINGFUL-DATE <====

| | | | | | | | | | |
|--------------------|----------------------------------|----------|-------|----------|-------|-----------|-----------------------|-----------------------|-------------------|
| 60,273,266 | OVERNIGHT REPO | 0201RP | .360 | 2/01/16 | .360 | 1.00000 | 60,273,265.57 | 60,273,265.57 | |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828QJ | 2.325 | 2/29/16 | .429 | 100.13009 | 15,019,513.70 | 15,018,150.00 | - 1,363.70 |
| 13,450,000 | FEDERAL HOME LOAN BANKS | 3130A3FH | .300 | 3/01/16 | .293 | 100.00057 | 13,450,077.18 | 13,449,596.50 | - 480.68 |
| 12,500,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 31359MH8 | 5.000 | 3/15/16 | .543 | 100.54314 | 12,567,891.98 | 12,570,875.00 | 2,983.02 |
| 8,709,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0AL | 2.250 | 3/15/16 | .397 | 100.22595 | 8,728,677.66 | 8,729,204.88 | 527.22 |
| 15,000,000 | FANNIE MAE | 3135G0VA | .500 | 3/30/16 | .537 | 99.99382 | 14,999,073.11 | 15,003,450.00 | 4,376.89 |
| 16,550,000 | UNITED STATES TREASURY NOTES | 912828UW | .250 | 4/15/16 | .435 | 99.96261 | 16,543,811.85 | 16,544,042.00 | 230.15 |
| 10,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EACT | 2.500 | 5/27/16 | .479 | 100.64959 | 10,064,959.17 | 10,063,100.00 | - 1,859.17 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828QP | 1.750 | 5/31/16 | .522 | 100.40148 | 15,060,221.28 | 15,064,500.00 | 4,278.72 |
| 1,000,000 | NEW MEXICO FIN AUTH REV | 64711NSK | 4.000 | 6/01/16 | .570 | 101.13982 | 1,011,398.24 | 1,012,410.00 | 1,011.76 |
| 1,115,000 | CLOVIS N MEX GROSS RCPTS TAX REV | 189387DK | 2.000 | 6/01/16 | .381 | 100.53856 | 1,121,004.90 | 1,120,496.95 | - 507.95 |
| 30,000,000 | UNITED STATES TREAS NTS | 912828QR | 1.500 | 6/30/16 | .532 | 100.39780 | 30,119,339.97 | 30,125,700.00 | 6,360.03 |
| 1,000,000 | ALBUQUERQUE N MEX ARPT REV | 013538JD | 5.000 | 7/01/16 | .400 | 101.91271 | 1,019,127.07 | 1,017,590.00 | - 1,537.07 |
| 2,600,000 | WESTERN BANK CLOVIS | 15985 | .500 | 7/13/16 | .500 | 1.00000 | 2,600,000.00 | 2,600,000.00 | |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828VL | .625 | 7/15/16 | .531 | 100.04262 | 15,006,392.92 | 15,009,450.00 | 3,057.08 |
| 195,000 | LOS LUNAS N MEX SCH DIST NO 1 | 545562RC | 2.000 | 7/15/16 | .451 | 100.70420 | 196,373.19 | 196,292.85 | - 80.34 |
| 2,500,000 | WESTERN BANK ALAMOGORDO | 81187124 | .550 | 7/22/16 | .550 | 1.00000 | 2,500,000.00 | 2,500,000.00 | |
| 600,000 | RIO RANCHO N MEX PUB SCH DIST NO | 767171HF | 2.000 | 8/01/16 | .650 | 100.67281 | 604,036.88 | 604,752.00 | 715.12 |
| 475,000 | LAS CRUCES N MEX SCH DIST NO 002 | 517534SD | 3.000 | 8/01/16 | .650 | 101.17113 | 480,562.87 | 480,752.25 | 189.38 |
| 250,000 | GALLUP MC KINLEY CNTY N MEX SCH | 364010Q1 | 2.000 | 8/01/16 | .710 | 100.64259 | 251,606.48 | 251,792.50 | 186.02 |
| 400,000 | SAN JUAN CNTY N MEX CENT CONS IN | 798359KC | 3.000 | 8/01/16 | .650 | 101.17117 | 404,684.67 | 405,144.00 | 459.33 |
| 160,000 | BERNALILLO N MEX MUN SCH DIST NO | 085279RZ | 3.000 | 8/01/16 | .450 | 101.27195 | 162,035.12 | 161,937.60 | - 97.52 |
| 225,000 | COLFAX CNTY N MEX GROSS TAX RCPT | 19407BAC | 2.000 | 8/01/16 | .430 | 100.78324 | 226,762.29 | 226,415.25 | - 347.04 |
| 25,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EACW | 2.000 | 8/25/16 | 1.277 | 100.40642 | 25,101,603.93 | 25,199,750.00 | 98,146.07 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828RJ | 1.000 | 9/30/16 | .677 | 100.21241 | 15,031,861.98 | 15,042,750.00 | 10,888.02 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828RM | 1.000 | 10/31/16 | .632 | 100.27294 | 15,040,941.49 | 15,044,550.00 | 3,608.51 |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828LU | 3.125 | 10/31/16 | .584 | 101.88430 | 20,376,859.67 | 20,371,200.00 | - 5,659.67 |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828RU | .875 | 11/30/16 | .751 | 100.10160 | 20,020,319.86 | 20,043,000.00 | 22,680.14 |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828A5 | .625 | 12/15/16 | .665 | 99.96534 | 19,993,067.56 | 19,999,200.00 | 6,132.44 |
| 1,100,000 | WESTERN BANK ALAMOGORDO | 81186499 | .750 | 12/30/16 | .750 | 1.00000 | 1,100,000.00 | 1,100,000.00 | |
| 338,102,266 | | | | | | | 339,075,470.59 | 339,229,367.35 | 153,896.76 |

====> 0030 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2016 <====

**STATE OF NEW MEXICO
TREASURERS OFFICE**

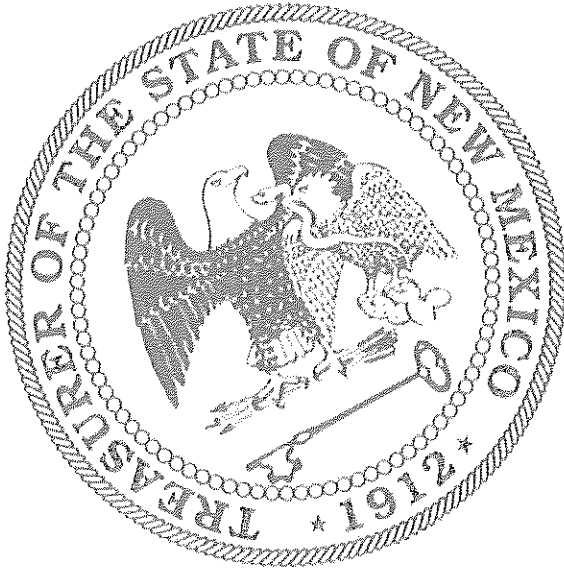
Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-TO-MARKET |
|---|----------------------------------|----------|-------|----------|-------|------------|-----------------------|-----------------------|-------------------|
| 2,000,000 | WESTERN COMMERCE BANK | 66012640 | .750 | 1/13/17 | .750 | 1.00000 | 2,000,000.00 | 2,000,000.00 | |
| 2,000,000 | WESTERN COMMERCE BANK | 66012641 | .750 | 1/13/17 | .750 | 1.00000 | 2,000,000.00 | 2,000,000.00 | |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828SC | .875 | 1/31/17 | .700 | 100.17404 | 15,026,105.34 | 15,032,250.00 | 6,144.66 |
| 5,000,000 | UNITED STATES TREASURY NOTES | 912828SJ | .875 | 2/28/17 | .788 | 100.09280 | 5,004,639.93 | 5,010,350.00 | 5,710.07 |
| 10,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EADC | 1.000 | 3/08/17 | .756 | 100.26745 | 10,026,745.27 | 10,027,400.00 | 654.73 |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828SM | 1.000 | 3/31/17 | .849 | 100.17408 | 20,034,815.84 | 20,073,400.00 | 38,584.16 |
| 10,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 31359M7X | 5.000 | 5/11/17 | .743 | 105.40254 | 10,540,253.54 | 10,539,800.00 | - 453.54 |
| 25,000,000 | UNITED STATES TREASURY NOTES | 912828SY | .625 | 5/31/17 | .916 | 99.61609 | 24,904,021.85 | 24,969,750.00 | 65,728.15 |
| 675,000 | CLOVIS N MEX GROSS RCPTS TAX REV | 189387DL | 2.000 | 6/01/17 | .800 | 101.58758 | 685,716.14 | 686,920.50 | 1,204.36 |
| 15,000,000 | FEDERAL HOME LOAN BANKS | 313379FW | 1.000 | 6/09/17 | .825 | 100.23494 | 15,035,241.02 | 15,046,950.00 | 11,708.98 |
| 5,000,000 | UNITED STATES TREASURY NOTES | 912828TB | .750 | 6/30/17 | 1.006 | 99.64113 | 4,982,056.74 | 5,001,750.00 | 19,693.26 |
| 8,000,000 | FEDERAL AGRICULTURAL MORTGAGE CO | 31315PZT | .650 | 7/10/17 | .862 | 99.69707 | 7,975,765.94 | 7,998,160.00 | 22,394.06 |
| 5,000,000 | UNITED STATES TREASURY NOTES | 912828TG | .500 | 7/31/17 | .906 | 99.39781 | 4,969,890.30 | 4,982,400.00 | 12,509.70 |
| 5,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0HZ | .875 | 8/28/17 | 1.020 | 99.77337 | 4,988,668.50 | 5,007,150.00 | 18,481.50 |
| 11,000,000 | UNITED STATES TREASURY NOTES | 912828TM | .625 | 8/31/17 | .975 | 99.45363 | 10,939,899.10 | 10,976,350.00 | 36,450.90 |
| 7,500,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3136G2AU | 1.750 | 11/24/17 | .451 | 100.40670 | 7,530,502.59 | 7,537,800.00 | 7,297.41 |
| 10,000,000 | FHLB | 3130A5UG | 1.000 | 12/29/17 | 1.000 | 100.00000 | 10,000,000.00 | 10,018,100.00 | 18,100.00 |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828PN | 2.750 | 12/31/17 | 1.124 | 103.06665 | 20,613,329.17 | 20,736,800.00 | 123,470.83 |
| 176,175,000 | | | | | | | 177,257,651.27 | 177,645,330.50 | 387,679.23 |
| ====> 0018 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==>> 2017 <==< | | | | | | | | | |
| 20,000,000 | UNITED STATES TREASURY NOTES | 912828UJ | .875 | 1/31/18 | 1.205 | 99.35144 | 19,870,287.26 | 20,024,200.00 | 153,912.74 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828UR | .750 | 2/28/18 | 1.213 | 99.05250 | 14,857,874.92 | 14,977,200.00 | 119,325.08 |
| 10,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0WJ | .875 | 5/21/18 | 1.160 | 99.35396 | 9,935,395.50 | 9,986,700.00 | 51,304.50 |
| 10,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0E4 | 1.750 | 6/08/18 | .650 | 100.38661 | 10,038,661.38 | 10,035,500.00 | - 3,161.38 |
| 275,000 | LOS LUNAS N MEX SCH DIST NO 1 | 545562RX | 2.000 | 7/15/18 | 1.020 | 102.36954 | 281,516.23 | 283,197.75 | 1,681.52 |
| 15,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0E3 | 1.125 | 7/20/18 | 1.205 | 99.80596 | 14,970,893.69 | 15,065,100.00 | 94,206.31 |
| 15,000,000 | UNITED STATES TREASURY NOTES | 912828WD | 1.250 | 10/31/18 | .944 | 100.82596 | 15,123,894.57 | 15,120,750.00 | - 3,144.57 |
| 85,275,000 | | | | | | | 85,078,523.55 | 85,492,647.75 | 414,124.20 |
| ====> 0007 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==>> 2018 <==< | | | | | | | | | |
| 20,000,000 | FANNTE MAE | 3135G0ZG | 1.750 | 9/12/19 | 1.658 | 100.32152 | 20,064,304.55 | 20,380,200.00 | 315,895.45 |
| 20,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135G0ZY | 1.750 | 11/26/19 | 1.727 | 100.08530 | 20,017,059.76 | 20,368,200.00 | 351,140.24 |
| 40,000,000 | | | | | | | 40,081,364.31 | 40,748,400.00 | 667,035.69 |

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-TO-MARKET |
|--|----------------------------------|----------|-------|----------|-------|------------|-----------------------|-----------------------|---------------------|
| ==> 0002 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==> 2019 <== | | | | | | | | | |
| 5,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3134G8CW | 2.000 | 1/20/21 | 1.990 | 100.00000 | 5,000,000.00 | 5,009,350.00 | 9,350.00 |
| <u>5,000,000</u> | | | | | | | <u>5,000,000.00</u> | <u>5,009,350.00</u> | <u>9,350.00</u> |
| ==> 0001 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==> 2021 <== | | | | | | | | | |
| <u>655,050,845</u> | | | | | | | <u>656,991,588.75</u> | <u>658,623,674.60</u> | <u>1,632,085.85</u> |
| ==> 0060 ITEMS IN SUBTOTAL FOR ==> FUND NAME..... ==> BOND PROCEEDS INV POOL2 TAXABL < | | | | | | | | | |



13. Portfolio Summary- Severance Tax Bonding Fund

Portfolio Summary – Severance Tax Bonding Fund

Summary

- The Severance Tax Bonding Fund closed the month of January at \$171mil.
- The Severance Tax Bonding Fund net earnings were \$32,264 during January.

Portfolio Mix

- The Severance Tax Bonding Fund is primarily invested in the overnight repurchase agreement pool.
- Severance Tax Bonding Fund holdings are pledged and used to pay debt service on Severance Tax and Supplemental Severance Tax Bonds.
 - Once debt service needs are met, the balance in the Severance Tax Bonding Fund is transferred to the Severance Tax Permanent Fund.
 - On June 30th and December 30th, the STBF transfers available balances, in excess of debt service needs, to the Severance Tax Permanent Fund.
- Severance Taxes are remitted to the Treasury on a monthly basis and range between \$25MM and \$35MM per month.
 - The STB fund received \$27mil in January.

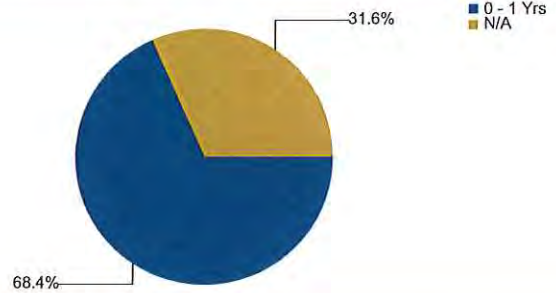
Investment Strategy

- Due to its short-term nature, investments of three to six month maturities are viable investments for the STBF pool.

Portfolio Characteristics

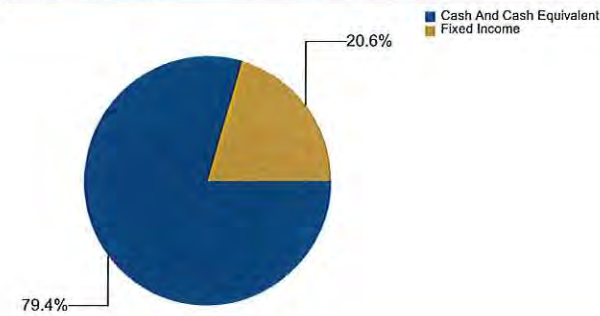
Duration Mix

Total Net Assets (Millions) 171.5
 Weighted Average Life (Years) 0.06
 Weighted Avg. Effective Duration (Years) 0.06
 Weighted Average Coupon (%) 0.75
 Average Current Yield (%) 0.28
 Weighted Average Rating 0.35
 Number of Holdings AA
 7



Asset Mix

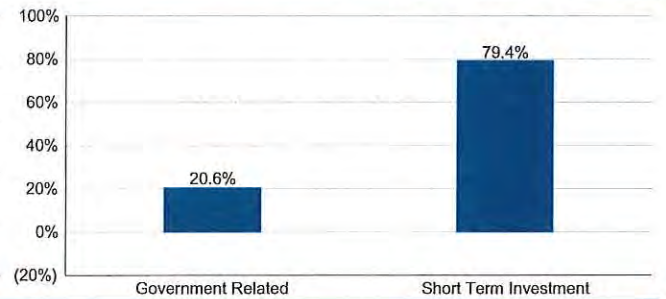
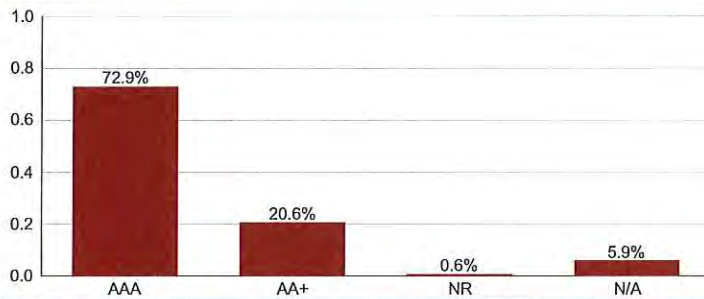
Top Ten Portfolio Holdings



| Security ID | Security Name | % of Assets | Coupon Rate | Maturity Date |
|-------------|---|-------------|-------------|---------------|
| 99G290069 | REPO JPMORGAN CHASE BK (GREENWICH) 012916A | 29.30% | 0.36 | 1/2/2016 |
| 892998X00 | LGP POOL PARTICIPANT | 25.71% | 0.29 | |
| 99G290070 | REPO JPMORGAN CHASE BK (GREENWICH) 012916B | 17.91% | 0.36 | 1/2/2016 |
| 31315KT7 | FEDERAL AGRICULTURAL MORTGAGE CORP DISCOUNT NOTES | 0.58% | 0.00 | 10/2/2016 |
| 3135G08A0 | FEDERAL NATIONAL MORTGAGE ASSOC 2.375% NTS | 8.64% | 2.38 | 11/4/2016 |
| 89199J5Y4 | FIRST NATIONAL | 5.66% | | |
| 3137EACT4 | FEDERAL HOME LOAN MORTGAGE CORP 2.50% NTS | 11.79% | 2.50 | 2/5/2016 |

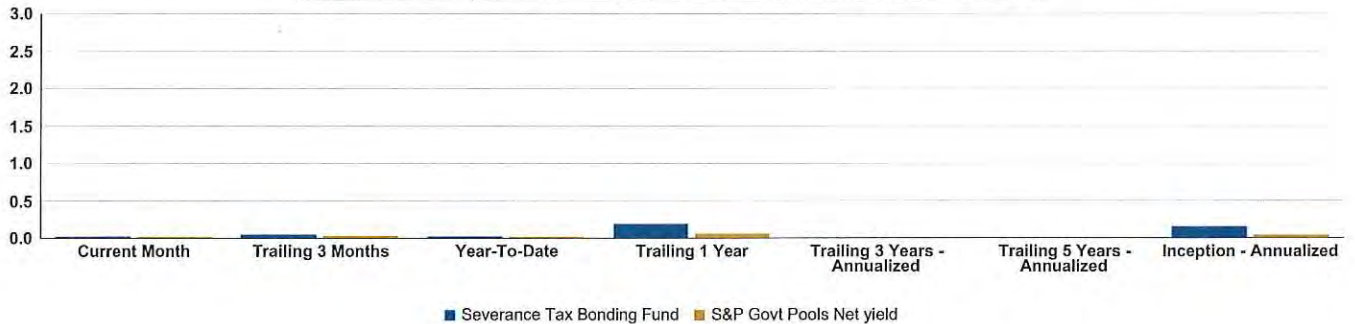
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns Series

| | Current Month | Trailing 3 Months | Year-To-Date | Trailing 1 Year | Trailing 3 Years | Trailing 5 Years | Inception |
|----------------------------|---------------|-------------------|--------------|-----------------|------------------|------------------|-----------|
| Severance Tax Bonding Fund | 0.02 | 0.05 | 0.02 | 0.19 | | | 0.15 |
| S&P Govt Pools Net yield | 0.01 | 0.03 | 0.01 | 0.06 | | | 0.04 |
| Excess | 0.01 | 0.02 | 0.01 | 0.13 | 0.00 | 0.00 | 0.11 |



STATE OF NEW MEXICO
STB FUND (4001)
 Portfolio Classification Summary
 Positions Held as of 1/31/16 (TRADE Basis)

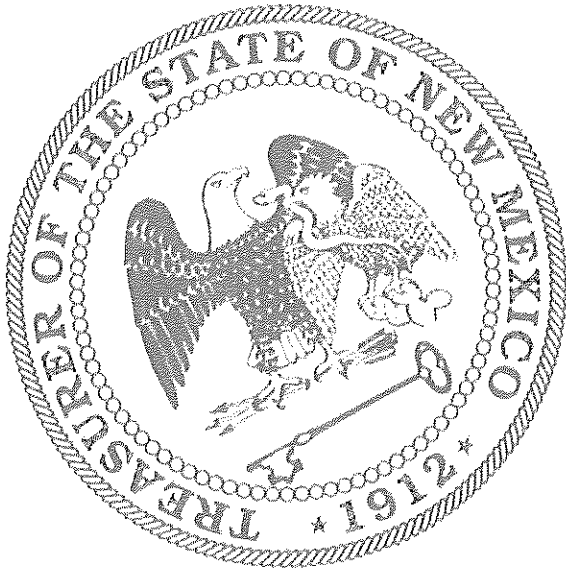
AMTZ ADDED: NO

| ASSET CLASSIFICATION | ITEMS | YIELD | AVG-TERM | PRINCIPAL | COST-BASIS | MARKET-VALUE | GAIN/LOSS | %MARKET |
|--------------------------------|----------|--------------|---------------|--------------------|--------------------|--------------------|---------------|----------------|
| REPURCHASE AGREEMENTS (O/N) | 1 | .3650 | .00270 | 80,973,446 | 80,973,446 | 80,973,446 | | 47.272 |
| AGENCY US DISC ACT/360 360 DAY | 1 | .2893 | .04930 | 1,000,000 | 999,866 | 999,880 | 14 | .584 |
| AGENCY US NOTES 30/360 2X | 2 | .4577 | .26650 | 35,000,000 | 35,187,601 | 35,184,700 | -2,901 | 20.541 |
| UNITS - INVESTMENT POOL 1 | 1 | | | 44,078,864 | 44,078,864 | 44,078,864 | | 25.733 |
| CASH ACCOUNT | 1 | | | 10,054,514 | 10,054,514 | 10,054,514 | | 5.870 |
| | <u>6</u> | <u>.2682</u> | <u>.08203</u> | <u>171,106,824</u> | <u>171,294,291</u> | <u>171,291,404</u> | <u>-2,887</u> | <u>100.000</u> |

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 1/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 1/31/16

| POSITION-SIZE | DESCRIPTION | SEC-ID | RATE | MATURITY | YIELD | BOOK PRICE | BOOK VALUE | MARKET VALUE | MARK-TO-MARKET |
|--|----------------------------------|----------|-------|----------|-------|------------|-----------------------|-----------------------|-------------------|
| 44,078,864 | UNITS - INVESTMENT POOL 1 | UNITS001 | | | | 1.00000 | 44,078,863.60 | 44,078,864.00 | .40 |
| 10,054,514 | FNB MONEY MARKET DEMAND ACCOUNT | FNBCASH | | | | 1.00000 | 10,054,513.98 | 10,054,514.00 | .02 |
| <u>54,133,378</u> | | | | | | | <u>54,133,377.58</u> | <u>54,133,378.00</u> | <u>.42</u> |
| ====> 0002 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== NO-MEANINGFUL-DATE <==== | | | | | | | | | |
| 80,973,446 | OVERNIGHT REPO | 0201RP | .360 | 2/01/16 | .360 | 1.00000 | 80,973,446.14 | 80,973,446.14 | |
| 1,000,000 | FEDERAL AGRICULTURAL MORTGAGE CO | 31315KTF | | 2/18/16 | .285 | 99.98654 | 999,865.42 | 999,880.00 | 14.58 |
| 15,000,000 | FEDERAL NATIONAL MORTGAGE ASSOCI | 3135GOBA | 2.375 | 4/11/16 | .448 | 100.37369 | 15,056,053.91 | 15,058,500.00 | 2,446.09 |
| 20,000,000 | FEDERAL HOME LOAN MORTGAGE CORPO | 3137EACT | 2.500 | 5/27/16 | .454 | 100.65774 | 20,131,547.15 | 20,126,200.00 | - 5,347.15 |
| <u>116,973,446</u> | | | | | | | <u>117,160,912.62</u> | <u>117,158,026.14</u> | <u>- 2,886.48</u> |
| ====> 0004 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2016 <==== | | | | | | | | | |
| <u>171,106,824</u> | | | | | | | <u>171,294,290.20</u> | <u>171,291,404.14</u> | <u>- 2,886.06</u> |
| ====> 0006 ITEMS IN SUBTOTAL FOR ==== FUND NAME..... ==== STB FUND <==== | | | | | | | | | |



14. Broker Dealer Activities

Broker-Dealer Activities

The attached summaries detail activities by STO with our Broker-Dealer counterparties. Activities by dealer and by security type are summarized.

New Mexico State Treasurer's
Executive Summary of Investment Activity
Summary of Broker Participation
Purchases and Sales By Broker, Market & Security Type
All Funds
2015-2016

Volume at Par (\$ in thousands)

| Broker/Dealer: | Jul-15 | Aug-15 | Sep-15 | Oct-15 | Nov-15 | Dec-15 | Jan-16 | Feb-16 | Mar-16 | Apr-16 | May-16 | Jun-16 | YTD Total | YTD Percent |
|---------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------|----------|----------|----------|----------|------------------|---------------|
| Barclays | 20,000 | 10,800 | 22,000 | 50,000 | | | 21,225 | | | | | | 124,025 | 7.1% |
| BB and T (Scott & Stringfellow) | 35,286 | | 1,069 | 30,440 | 7,630 | 13,395 | | | | | | | 87,840 | 5.0% |
| BMO Capital Markets | | | 2,000 | 15,000 | 10,677 | 8,000 | | | | | | | 35,677 | 2.0% |
| BNP Paribas | | 1,800 | | | | | | | | | | | 1,800 | 0.1% |
| BOSC, Inc | | 500 | 200 | | | | 5,000 | | | | | | 5,700 | 0.3% |
| Cantor, Fitzgerald | | | | | | | 2,000 | | | | | | 2,000 | 0.1% |
| CastleOak Securities LP | 23,000 | 5,000 | 62,000 | | 18,000 | 11,000 | 9,000 | | | | | | 128,000 | 7.3% |
| Daiwa Capital Markets America | | 8,100 | 5,000 | | | 18,000 | | | | | | | 31,100 | 1.8% |
| Deutsche Bank | | 21,152 | 150 | 38,000 | 5,000 | 1,027 | 21,000 | | | | | | 84,329 | 4.8% |
| Drexel Hamilton LLC | | | | | | | | | | | | | - | 0.0% |
| First Southwest | | | 15,275 | 3,225 | | | | | | | | | 18,500 | 1.1% |
| FTN Financial | | | | | | 28,000 | | | | | | | 28,000 | 1.6% |
| George K Baum & Co | | | | | | | | | | | | | - | 0.0% |
| Government Perspectives, Inc | | | | | | | | | | | | | - | 0.0% |
| * Guggenheim Securities LLC | 1,000 | 20,000 | | | | | | | | | | | 21,000 | 1.2% |
| HSBC | | | | | | 20,000 | | | | | | | 20,000 | 1.1% |
| Int'l FCStone | | 14,780 | 3,000 | 20,000 | | 5,000 | 10,000 | | | | | | 52,760 | 3.0% |
| Jefferies | | 5,100 | 1,300 | | | 32,383 | | | | | | | 38,783 | 2.2% |
| JP Morgan & Co | | | | | | | | | | | | | - | 0.0% |
| KeyBanc Capital Markets | 1,700 | 63,985 | | 13,101 | 10,380 | | 15,770 | | | | | | 104,936 | 6.0% |
| * Loop Capital Markets | 5,000 | | | | | | | | | | | | 5,000 | 0.3% |
| MBS (Multi-Bank Securities) | | | | | | | | | | | | | - | 0.0% |
| MFR Securities | | | | | | | | | | | | | - | 0.0% |
| Mizuho Securities USA | 11,441 | 11,900 | 14,500 | 35,000 | | | | | | | | | 72,841 | 4.2% |
| Morgan Stanley | | 44,000 | 26,260 | | 24,463 | | | | | | | | 94,723 | 5.4% |
| Mutual Securities n/inc | | | | | | | | | | | | | - | 0.0% |
| * Piper Jaffray | | 285 | | | | | | | | | | | 285 | 0.0% |
| Raymond, James & Associates | | | | | | | | | | | | | - | 0.0% |
| RBS Securities | | 31,000 | | | | 25,000 | | | | | | | 56,000 | 3.2% |
| Robert W. Baird & Co. | 1,790 | 3,255 | | | 1,000 | | 635 | | | | | | 6,680 | 0.4% |
| * Samuel A Ramirez & Co. | 19,000 | 15,000 | | | | | | | | | | | 34,000 | 1.9% |
| Societe General Americas | | | 26,842 | 21,000 | | | | | | | | | 47,842 | 2.7% |
| Southwest Securities | 6,250 | 3,100 | 1,250 | 525 | | | | | | | | | 11,125 | 0.6% |
| Stifel Nicklaus & Co | | | 255 | | | | | | | | | | 255 | 0.0% |
| TD Securities | 10,000 | | | 20,000 | 46,000 | 27,630 | 48,682 | | | | | | 152,312 | 8.7% |
| UBS Financial Services | | | | | | 10,000 | | | | | | | 10,000 | 0.6% |
| Vining Sparks | | | | | | | | | | | | | - | 0.0% |
| Wedbush Securities | 17,950 | 16,230 | | | | | | | | | | | 34,180 | 2.0% |
| Wells Fargo Securities | 11,856 | 32,000 | 28,800 | 31,675 | 45,355 | 75,000 | 47,835 | | | | | | 270,521 | 15.5% |
| Direct Purchase | | | 4,800 | 2,000 | | 41,818 | 4,000 | | | | | | 52,618 | 3.0% |
| Interfund | | | | | 41,000 | 30,000 | 40,000 | | | | | | 111,000 | 6.4% |
| Total | 164,273 | 307,987 | 212,721 | 277,966 | 209,505 | 346,253 | 225,147 | - | - | - | - | - | 1,743,852 | 100.0% |

* Broker-Dealers not on Approved Broker-Dealer List as of October 1, 2015

Volume at Par

(\$ in thousands)

| Broker/Dealer: | Jul-15 | Aug-15 | Sep-15 | Oct-15 | Nov-15 | Dec-15 | Jan-16 | Feb-16 | Mar-16 | Apr-16 | May-16 | Jun-16 | YTD Total | YTD Percent |
|-----------------------------------|---------|---------|---------|---------|---------|---------|---------|--------|--------|--------|--------|--------|-----------|-------------|
| Market type: | | | | | | | | | | | | | | |
| - | Jul-15 | Aug-15 | Sep-15 | Oct-15 | Nov-15 | Dec-15 | Jan-16 | Feb-16 | Mar-16 | Apr-16 | May-16 | Jun-16 | YTD Total | YTD % |
| Primary Market | 1,790 | 3,640 | 55,480 | 4,750 | 6,000 | 41,818 | 4,635 | - | - | - | - | - | 118,113 | 6.8% |
| Secondary Market | 162,483 | 304,347 | 157,241 | 273,216 | 203,505 | 304,435 | 220,512 | - | - | - | - | - | 1,625,739 | 93.2% |
| Total | 164,273 | 307,987 | 212,721 | 277,966 | 209,505 | 346,253 | 225,147 | - | - | - | - | - | 1,743,852 | 100.0% |
| Security type: | | | | | | | | | | | | | | |
| - 2 | Jul-15 | Aug-15 | Sep-15 | Oct-15 | Nov-15 | Dec-15 | Jan-16 | Feb-16 | Mar-16 | Apr-16 | May-16 | Jun-16 | YTD Total | YTD % |
| ABS | - | - | - | - | - | - | - | - | - | - | - | - | - | 0.0% |
| Agencies | 135,547 | 304,347 | 187,241 | 186,216 | 179,005 | 228,435 | 199,512 | - | - | - | - | - | 1,430,303 | 82.0% |
| Certificates of Deposit/Bank MMDA | - | - | - | 2,000 | - | 10,000 | 4,000 | - | - | - | - | - | 16,000 | 0.9% |
| Commercial Paper | - | - | - | - | - | - | - | - | - | - | - | - | - | 0.0% |
| Corporate Bonds | - | - | - | - | - | - | - | - | - | - | - | - | - | 0.0% |
| MBS | - | - | - | - | - | - | - | - | - | - | - | - | - | 0.0% |
| Municipal/Sponge | 1,790 | 3,640 | 5,480 | 3,750 | 1,000 | 31,818 | 635 | - | - | - | - | - | 48,113 | 2.8% |
| Treasuries | 26,936 | - | 10,000 | 86,000 | 29,500 | 76,000 | 21,000 | - | - | - | - | - | 249,436 | 14.3% |
| Total | 164,273 | 307,987 | 212,721 | 277,966 | 209,505 | 346,253 | 225,147 | - | - | - | - | - | 1,743,852 | 100.0% |

* Broker-Dealers not on Approved Broker-Dealer List as of October 1, 2015

STATE OF NEW MEXICO
Summary of Fixed-Income Purchases and Sales
TRADES During The Period 1/01/16 Through 1/31/16

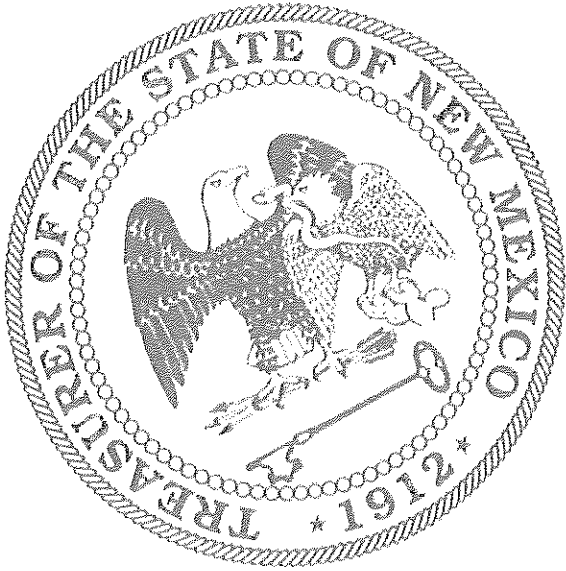
| TXN-DATE | CUSIP# | ASSET-TYPE | INVT# | ISSUE-NAME | RATE | MATURITY | YIELD | BRKR/DLR/AGENT | FUND | PAR-VALUE | COST/PROCEEDS | GAIN/LOSS | NXT-CALL |
|---------------------------------------|----------|-----------------|-------|-------------------------|-------|----------|--------|-----------------|------|----------------|----------------|------------|----------|
| <u>PURCHASE TRANSACTIONS</u> | | | | | | | | | | | | | |
| 1/15/16 | 66012640 | LINKED-CERTIFIC | 24819 | WESTERN COMMERCE BANK | .750 | 1/13/17 | .7500 | SYSTEM - UNIOEN | 4002 | 2,000,000.00 | 2,000,000.00 | | |
| 1/15/16 | 66012641 | LINKED-CERTIFIC | 24820 | WESTERN COMMERCE BANK | .750 | 1/13/17 | .7500 | SYSTEM - UNIDEN | 4002 | 2,000,000.00 | 2,000,000.00 | | |
| 1/06/16 | 313370TW | AGENCY US BOND | 24769 | FEDERAL HOME LOAN BANKS | 2.000 | 9/09/16 | .7106 | WELLS FARGO SEC | 4101 | 10,000,000.00 | 10,086,320.00 | | |
| 1/07/16 | 3130A1BK | AGENCY US BOND | 24778 | FEDERAL HOME LOAN BANKS | .500 | 6/24/16 | .5200 | BANK OF OKLAHOM | 4101 | 5,000,000.00 | 4,999,540.13 | | |
| 1/22/16 | 3130A34L | AGENCY US BOND | 24855 | FEDERAL HOME LOAN BANKS | .750 | 11/18/16 | .6809 | CASTLEOAK SECUR | 4101 | 9,000,000.00 | 9,005,040.00 | | |
| 1/08/16 | 3133842P | AGENCY US DISC | 24789 | FEDERAL HOME LOAN BANKS | | 7/19/16 | .5818 | TD SECURITIES | 4101 | 5,000,000.00 | 4,984,694.44 | | |
| 1/19/16 | 3133842Q | AGENCY US DISC | 24833 | FEDL HOME LOAN BK CONS | | 7/20/16 | .5214 | TD SECURITIES | 4101 | 15,000,000.00 | 14,960,566.67 | | |
| 1/28/16 | 3133842Z | AGENCY US DISC | 24886 | FEDERAL HOME LOAN BANKS | | 7/29/16 | .5214 | TD SECURITIES | 4101 | 5,000,000.00 | 4,986,855.56 | | |
| 1/07/16 | 3130A72E | FED HOME LOAN B | 24777 | FEDERAL HOME LOAN BANK | .500 | 6/30/16 | .5200 | WELLS FARGO SEC | 4101 | 5,000,000.00 | 4,999,530.00 | | |
| 1/06/16 | 3135G0MZ | AGENCY US NOTES | 24770 | FEDERAL NATIONAL MORTGA | .875 | 8/28/17 | 1.0203 | INTL FCSTONE PA | 4002 | 5,000,000.00 | 4,988,200.00 | | |
| 1/08/16 | 3134G8GW | AGENCY US NOTES | 24790 | FEDERAL HOME LOAN MORTG | 2.000 | 1/20/21 | 1.9900 | INTL FCSTONE PA | 4002 | 5,000,000.00 | 5,000,000.00 | | 4/20/16 |
| 1/25/16 | 3137EAAG | AGENCY US NOTES | 24210 | FEDERAL HOME LOAN MORTG | 5.500 | 7/18/16 | .4699 | WELLS FARGO SEC | 4101 | 1,835,000.00 | 1,878,995.96 | | |
| 1/26/16 | 3137EACT | AGENCY US NOTES | 24869 | FEDERAL HOME LOAN MORTG | 2.500 | 5/27/16 | .4537 | BROKER DIRECT | 4001 | 20,000,000.00 | 20,136,084.80 | | |
| 1/27/16 | 3135G0XP | FED NATL MORTGA | 24877 | FEDERAL NATIONAL MORTGA | .375 | 7/05/16 | .4875 | CANTOR FITZGERA | 4101 | 2,000,000.00 | 1,999,020.00 | | |
| 1/28/16 | 3135G0XP | FED NATL MORTGA | 24877 | FEDERAL NATIONAL MORTGA | .375 | 7/05/16 | .4963 | BARCLAYS | 4101 | 1,225,000.00 | 1,224,356.88 | | |
| 1/21/16 | 01354MFT | MUNICIPAL BOND | 24846 | ALB NM GROSS RCPT LODGE | 3.000 | 7/01/16 | .8011 | ROBERT W BAIRD | 4000 | 450,000.00 | 453,694.50 | | |
| 1/21/16 | 01354MFT | MUNICIPAL BOND | 24847 | ABQ NM GROSS RCPT LODGE | 3.000 | 3/01/18 | .9182 | ROBERT W BAIRD | 4000 | 185,000.00 | 192,771.85 | | |
| 17 PURCHASES DURING PERIOD TOTAL..... | | | | | | | | | | 93,695,000.00 | 93,895,670.79 | | |
| <u>SALE TRANSACTIONS</u> | | | | | | | | | | | | | |
| 1/29/16 | 912828VZ | US TREASURY NOT | 24322 | UNITED STATES TREASURY | 2.000 | 9/30/20 | | DEUTSCHE BANK S | 1001 | 21,000,000.00 | 21,642,304.69 | 52,044.84 | |
| 1/25/16 | 3133XHZK | AGENCY US BOND | 17738 | FEDERAL HOME LOAN BANKS | 4.750 | 12/16/16 | | WELLS FARGO SEC | 1001 | 10,000,000.00 | 10,360,000.00 | 1,296.18 | |
| 1/27/16 | 3133782N | AGENCY US BOND | 21081 | FEDERAL HOME LOAN BANKS | .875 | 3/10/17 | | BARCLAYS | 1001 | 20,000,000.00 | 20,024,900.00 | 4,496.40 | |
| 1/27/16 | 880591EC | AGENCY US BOND | 24443 | TENNESSEE VALLEY AUTHOR | 4.500 | 4/01/18 | 1.0477 | TD SECURITIES | 4002 | 23,682,000.00 | 25,435,652.10 | 6,360.87 | |
| 1/15/16 | 31315P5S | AGENCY US NOTES | 22675 | FEDERAL AGRICULTURAL MO | 1.820 | 1/08/20 | | WELLS FARGO SEC | 1001 | 21,000,000.00 | 21,315,630.00 | 130,693.77 | |
| 1/26/16 | 3137EACT | AGENCY US NOTES | 15530 | FEDERAL HOME LOAN MORTG | 2.500 | 5/27/16 | | BROKER DIRECT | 1001 | 20,000,000.00 | 20,136,084.80 | 42,078.96 | |
| 1/08/16 | 742651DS | CORP US NOTE 30 | 24414 | PRIVATE EXPORT FUNDING | 1.875 | 7/15/18 | | KEYBANC CAPITAL | 4000 | 15,770,000.00 | 15,981,475.70 | 5,463.08 | |
| 7 SALES DURING PERIOD TOTAL..... | | | | | | | | | | 131,452,000.00 | 134,896,047.29 | 242,434.10 | |
| == GRAND-TOTAL ==> | | | | | | | | | | 225,147,000.00 | 228,791,718.08 | 242,434.10 | |

*** END-OF-REPORT ***

| | | | |
|------------|------|----------------------------|--|
| KEY | | | |
| FUND | 1000 | GENERAL FUND LIQUIDITY | |
| FUND | 1001 | GENERAL FUND CORE | |
| FUND | 1101 | OVERNIGHT REPO | |
| FUND | 4000 | BPIP TAX EXEMPT | |
| FUND | 4001 | SEVERANCE TAX BONDING FUND | |
| FUND | 4002 | BPIP TAXABLE | |
| FUND | 4101 | LGIP | |

STATE OF NEW MEXICO
Summary of Fixed-Income Purchases and Sales
TRADES During The Period 1/01/16 Through 1/31/16

| TXN-DATE | CUSIP# | ASSET-TYPE | INVS# | ISSUE-NAME | RATE | MATURITY | YIELD | BRKR/DLR/AGENT | FUND | PAR-VALUE | COST/PROCEEDS | GAIN/LOSS | NXT-CALL |
|---------------------------------------|----------|-----------------|-------|-------------------------|-------|----------|--------|-----------------|------|----------------|----------------|------------|----------|
| PURCHASE TRANSACTIONS | | | | | | | | | | | | | |
| 1/15/16 | 66012640 | LINKED-CERTIFIC | 24819 | WESTERN COMMERCE BANK | .750 | 1/13/17 | .7500 | SYSTEM - UNIDEN | 4002 | 2,000,000.00 | 2,000,000.00 | | |
| 1/15/16 | 66012641 | LINKED-CERTIFIC | 24820 | WESTERN COMMERCE BANK | .750 | 1/13/17 | .7500 | SYSTEM - UNIDEN | 4002 | 2,000,000.00 | 2,000,000.00 | | |
| 1/06/16 | 313370TW | AGENCY US BOND | 24769 | FEDERAL HOME LOAN BANKS | 2.000 | 9/09/16 | .7106 | WELLS FARGO SEC | 4101 | 10,000,000.00 | 10,086,320.00 | | |
| 1/07/16 | 3130A1BK | AGENCY US BOND | 24778 | FEDERAL HOME LOAN BANKS | .500 | 6/24/16 | .5200 | BANK OF OKLAHOM | 4101 | 5,000,000.00 | 4,999,540.13 | | |
| 1/22/16 | 3130A34L | AGENCY US BOND | 24855 | FEDERAL HOME LOAN BANKS | .750 | 11/18/16 | .6809 | CASTLEOAK SECUR | 4101 | 9,000,000.00 | 9,005,040.00 | | |
| 1/08/16 | 3133842P | AGENCY US DISC | 24789 | FEDERAL HOME LOAN BANKS | | 7/19/16 | .5818 | TD SECURITIES | 4101 | 5,000,000.00 | 4,984,694.44 | | |
| 1/19/16 | 313384ZQ | AGENCY US DISC | 24833 | FEDL HOME LOAN BK CONS | | 7/20/16 | .5214 | TD SECURITIES | 4101 | 15,000,000.00 | 14,960,566.67 | | |
| 1/28/16 | 313384ZZ | AGENCY US DISC | 24886 | FEDERAL HOME LOAN BANKS | | 7/29/16 | .5214 | TD SECURITIES | 4101 | 5,000,000.00 | 4,986,855.56 | | |
| 1/07/16 | 3130A72E | FED HOME LOAN B | 24777 | FEDERAL HOME LOAN BANK | .500 | 6/30/16 | .5200 | WELLS FARGO SEC | 4101 | 5,000,000.00 | 4,999,530.00 | | |
| 1/06/16 | 3135G0HZ | AGENCY US NOTES | 24770 | FEDERAL NATIONAL MORTGA | .875 | 8/28/17 | 1.0203 | INTL FCSTONE PA | 4002 | 5,000,000.00 | 4,988,200.00 | | |
| 1/08/16 | 3134G8GW | AGENCY US NOTES | 24790 | FEDERAL HOME LOAN MORTG | 2.000 | 1/20/21 | 1.9900 | INTL FCSTONE PA | 4002 | 5,000,000.00 | 5,000,000.00 | | 4/20/16 |
| 1/25/16 | 3137EAAG | AGENCY US NOTES | 24210 | FEDERAL HOME LOAN MORTG | 5.500 | 7/18/16 | .4699 | WELLS FARGO SEC | 4101 | 1,835,000.00 | 1,878,995.96 | | |
| 1/26/16 | 3137EACT | AGENCY US NOTES | 24869 | FEDERAL HOME LOAN MORTG | 2.500 | 5/27/16 | .4537 | BROKER DIRECT | 4001 | 20,000,000.00 | 20,136,084.80 | | |
| 1/27/16 | 3135G0XP | FED NATL MORTGA | 24877 | FEDERAL NATIONAL MORTGA | .375 | 7/05/16 | .4875 | CANTOR FITZGERA | 4101 | 2,000,000.00 | 1,999,020.00 | | |
| 1/28/16 | 3135G0XP | FED NATL MORTGA | 24877 | FEDERAL NATIONAL MORTGA | .375 | 7/05/16 | .4963 | BARCLAYS | 4101 | 1,225,000.00 | 1,224,356.88 | | |
| 1/21/16 | 01354MFT | MUNICIPAL BOND | 24846 | ALB NM GROSS RCPT LODGE | 3.000 | 7/01/16 | .8011 | ROBERT W BAIRD | 4000 | 450,000.00 | 453,694.50 | | |
| 1/21/16 | 01354MPV | MUNICIPAL BOND | 24847 | ADQ NM GROSS RCPT LODGE | 3.000 | 3/01/18 | .9182 | ROBERT W BAIRD | 4000 | 185,000.00 | 192,771.85 | | |
| 17 PURCHASES DURING PERIOD TOTAL..... | | | | | | | | | | 93,695,000.00 | 93,895,670.79 | | |
| SALE TRANSACTIONS | | | | | | | | | | | | | |
| 1/29/16 | 912828VZ | US TREASURY NOT | 24322 | UNITED STATES TREASURY | 2.000 | 9/30/20 | | DEUTSCHE BANK S | 1001 | 21,000,000.00 | 21,642,304.69 | 52,044.84 | |
| 1/25/16 | 3133XHZK | AGENCY US BOND | 17738 | FEDERAL HOME LOAN BANKS | 4.750 | 12/16/16 | | WELLS FARGO SEC | 1001 | 10,000,000.00 | 10,360,000.00 | 1,296.18 | |
| 1/27/16 | 3133782N | AGENCY US BOND | 21081 | FEDERAL HOME LOAN BANKS | .875 | 3/10/17 | | BARCLAYS | 1001 | 20,000,000.00 | 20,024,900.00 | 4,496.40 | |
| 1/27/16 | 880591EC | AGENCY US BOND | 24443 | TENNESSEE VALLEY AUTHOR | 4.500 | 4/01/18 | 1.0477 | TD SECURITIES | 4002 | 23,682,000.00 | 25,435,652.10 | 6,360.87 | |
| 1/15/16 | 31315PSS | AGENCY US NOTES | 22675 | FEDERAL AGRICULTURAL MO | 1.820 | 1/08/20 | | WELLS FARGO SEC | 1001 | 21,000,000.00 | 21,315,630.00 | 130,693.77 | |
| 1/26/16 | 3137EACT | AGENCY US NOTES | 15530 | FEDERAL HOME LOAN MORTG | 2.500 | 5/27/16 | | BROKER DIRECT | 1001 | 20,000,000.00 | 20,136,084.80 | 42,078.96 | |
| 1/08/16 | 742651DS | CORP US NOTE 30 | 24414 | PRIVATE EXPORT FUNDING | 1.875 | 7/15/18 | | KEYBANC CAPITAL | 4000 | 15,770,000.00 | 15,981,475.70 | 5,463.08 | |
| 7 SALES DURING PERIOD TOTAL..... | | | | | | | | | | 131,452,000.00 | 134,896,047.29 | 242,434.10 | |
| === GRAND-TOTAL === | | | | | | | | | | 225,147,000.00 | 228,791,718.08 | 242,434.10 | |
| *** END-OF-REPORT *** | | | | | | | | | | | | | |



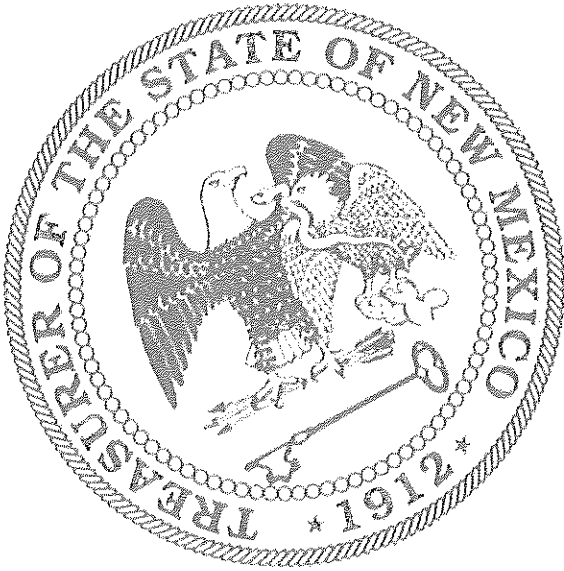
15. Credit Investing

APPROVED MEDIUM TERM NOTE/CORPORATE BOND ISSUERS
February 2016

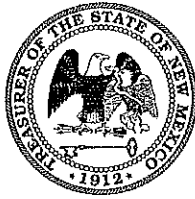
| Issuer | Mkt Cap | | Rating/Credit Outlook | | | | | Comments: | | | |
|-------------------|----------|---------|-----------------------|--------|--------|-------|--------|---|--|--|--|
| | (Bil) | Moody's | | S&P | | Fitch | | | | | |
| 3M CO | \$93.55 | Aa3 | NEG | AA- | STABLE | NR | NR | | | | |
| APPLE INC | \$637.82 | Aa1 | STABLE | AA+ | STABLE | NR | NR | | | | |
| BERKSHIRE HATHWAY | \$327.10 | Aa2 | STABLE | AA | NR | A+ | STABLE | 2/19/16 - S&P affirms AA | | | |
| CHEVRON CORP | \$166.80 | Aa1/*- | NEG | AA- | STABLE | NR | NR | 2/2/16 - S&P from AA to AA- Outlook Stable from Neg | | | |
| | | | | | | | | 2/25/16 - Moody's Watchlist Negative | | | |
| COCA-COLA CO | \$181.26 | Aa3 | STABLE | AA- | STABLE | A+ | NEG | 2/25/16 - Downgraded by S&P from AA to AA- | | | |
| COLGATE-PALM CO | \$59.47 | Aa3 | STABLE | AA- | STABLE | AA- | STABLE | | | | |
| EXXON MOBIL CORP | \$330.64 | Aaa | STABLE | AAA/*- | NR | NR | NR | 2/2/16 - S&P Watchlist Negative | | | |
| GEN ELECTRIC CO | \$283.71 | A1 | STABLE | AA+ | NEG | NR | NR | | | | |
| IBM CORP | \$146.48 | Aa3 | STABLE | AA- | STABLE | A+ | STABLE | | | | |
| INTEL CORP | \$153.17 | A1 | STABLE | A+ | STABLE | A+ | STABLE | | | | |
| JOHN DEERE CAP | \$25.39 | A2 | STABLE | A | STABLE | NR | NR | | | | |
| JOHNSON & JOHNSON | \$265.03 | Aaa | STABLE | AAA | STABLE | AAA | STABLE | | | | |
| MICROSOFT CORP | \$375.95 | Aaa | STABLE | AAA | STABLE | AA+ | STABLE | | | | |
| PEPSICO INC | \$143.72 | A1 | STABLE | A | STABLE | A | STABLE | | | | |
| PFIZER INC | \$206.44 | A1 | STABLE | AA/*- | STABLE | A+/*- | STABLE | 11/23/15 - S&P/Fitch Watchlist Negative - Merger w/Allergan | | | |
| PROCTER & GAMBLE | \$200.58 | Aa3 | STABLE | AA- | STABLE | NR | NR | | | | |
| TOYOTA MTR CRED | \$207.58 | Aa3 | STABLE | AA- | STABLE | A | STABLE | | | | |
| US BANCORP | \$73.03 | A1 | STABLE | A+ | STABLE | AA | STABLE | | | | |
| US BANK NA | \$73.03 | A1 | STABLE | AA- | STABLE | AA | STABLE | | | | |
| WAL-MART STORES | \$214.22 | Aa2 | STABLE | AA | STABLE | AA | STABLE | | | | |
| WALT DISNEY CO | \$180.65 | A2 | STABLE | A | STABLE | A | STABLE | | | | |
| WELLS FARGO CO | \$267.53 | A2 | STABLE | A | STABLE | AA- | STABLE | 12/8/15 - Downgraded by S&P from A+ to A | | | |
| WELLS FARGO BANK | \$267.53 | Aa2 | STABLE | AA- | STABLE | AA | STABLE | | | | |

APPROVED COMMERCIAL PAPER ISSUERS
February 2016

| Issuer | Rating/Credit Outlook | | | | | | Comments: | | | |
|--------------------------|-----------------------|--------|------|--------|-------|--------|---|--|--|--|
| | Moody's | | S&P | | Fitch | | | | | |
| BANK OF NY CO INC. | P-1 | STABLE | A-1 | STABLE | F1+ | STABLE | | | | |
| CATERPILLAR FIN SERV CRP | P-1 | STABLE | A-1 | STABLE | F1 | STABLE | | | | |
| CHEVRON FUNDING CORP | P-1 | STABLE | A-1+ | NR | NR | NR | 2/25/16 - Watchlist negative for long term debt Moody's | | | |
| DEERE & COMPANY | P-1 | STABLE | A-1 | STABLE | NR | NR | | | | |
| ELI LILLY & CO | P-1 | STABLE | A-1+ | STABLE | F1 | STABLE | | | | |
| EXXON MOBIL CORP | P-1 | STABLE | A-1+ | NR | NR | NR | 2/2/16 - Watchlist negative for long term debt S&P | | | |
| HSBC USA INC | P-1 | STABLE | A-1 | STABLE | F1+ | STABLE | | | | |
| IBM CORP | P-1 | STABLE | A-1+ | STABLE | F1 | STABLE | | | | |
| PNC BANK NA | P-1 | STABLE | A-1 | STABLE | F1 | STABLE | | | | |
| PROCTER & GAMBLE CO | P-1 | STABLE | A-1+ | STABLE | NR | NR | | | | |
| TOYOTA MOTOR CREDIT CORP | P-1 | STABLE | A-1+ | STABLE | F1 | STABLE | | | | |
| USAA CAPITAL CORP | P-1 | STABLE | A-1+ | STABLE | NR | NR | | | | |
| US BANK NA | P-1 | NR | A-1+ | NR | F1+ | NR | | | | |
| WAL-MART STORES INC | P-1 | STABLE | A-1+ | STABLE | F1+ | STABLE | | | | |
| WALT DISNEY COMPANY | P-1 | STABLE | A-1 | STABLE | F1 | STABLE | | | | |
| WELLS FARGO & COMPANY | P-1 | STABLE | A-1 | STABLE | F1+ | STABLE | | | | |



16. State Agency Deposit Balances




Tim Eichenberg
State Treasurer

STATE OF NEW MEXICO
OFFICE OF THE TREASURER

Samuel Collins
Deputy State Treasurer

P. O. Box 5135
2055 South Pacheco, Suite 100
Santa Fe, New Mexico 87505
Phone: (505) 955-1120
FAX (505) 955-1195

Date: February 25, 2016
To: Tim Eichenberg, State Treasurer
For: Governor Martinez and Members of the State Board of Finance
From: Edward Gallegos, State Cash Manager 
Subject: State Fund Deposit Activity for the month ending January 31, 2016

Pursuant to section 8-6-3.1 NMSA 1978, the State Cash Manager shall submit to the State Board of Finance a report showing state fund balances in each Financial Institution. Attached for your review is a summary of State fund balances in each institution through January 31, 2016.

Additionally, the State Treasurer's Office is required to report to the State Board of Finance any Financial Institution that exceeds certain equity capital and deposit ratios and notify all state agencies who maintain State fund deposits within those institutions of the violation. Agencies are also advised not to make any new deposits until the violations are corrected.

Pursuant to section 6-10-24.1 NMSA 1978, there were no Financial Institutions exceeding the statutory limitations on equity capital and deposit ratios for the month ending January 31, 2016

(Attachments 3)

Depository Account Summary by Agency

January 2016

STATE FUNDS

NON-STATE FUNDS

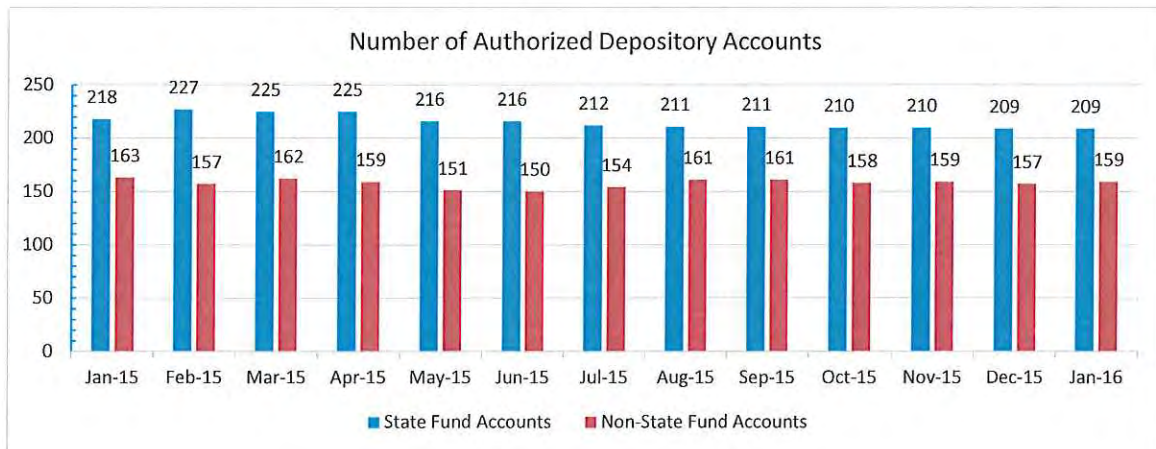
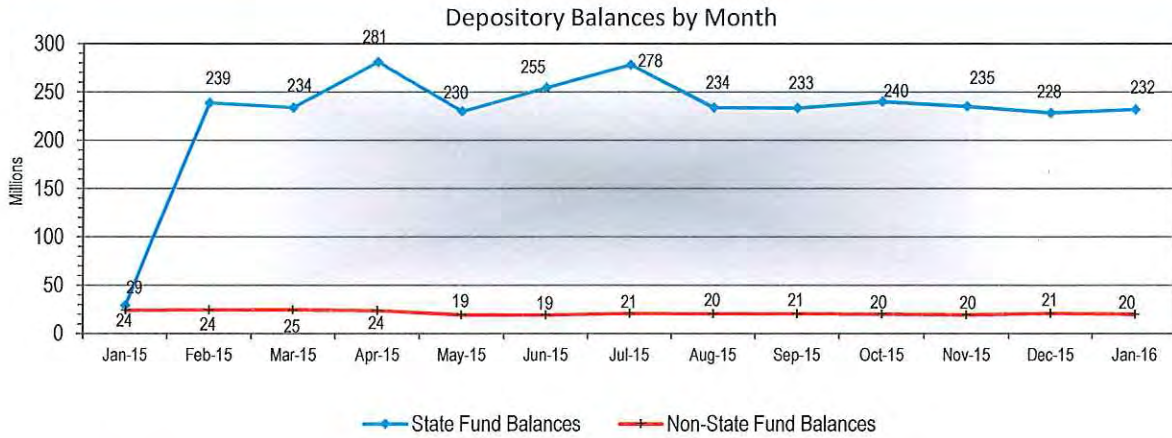
| AGENCY | # OF ACCTS. | BALANCE | AGENCY | # OF ACCTS. | BALANCE |
|--------------------------------|----------------|---------------|----------------------------|----------------|---------------|
| AOC (fines, fees etc.) | 49 | \$2,861,837 | AOC | 49 | \$1,543,080 |
| BERN. CO. METRO COURT | 2 | \$699,103 | AOC | 1 | \$53,096 |
| 1-13 DISTRICT ATTORNEY | 5 | \$31,582 | 1ST JUDICIAL DIST. COURT | 3 | \$2,306,262 |
| EDUCATION RETIREMENT BOARD | 1 | \$367,414 | 2ND JUDICIAL DIST. COURT | 2 | \$669,823 |
| TAXATION & REVENUE DEPT. | 28 | \$43,520 | 3RD JUDICIAL DIST. COURT | 2 | \$1,246,636 |
| PUBLIC SCHOOL INS. AUTHORITY | 6 | \$17,240,365 | 4TH JUDICIAL DIST. COURT | 3 | \$241,420 |
| NMRHCA | 1 | \$0 | 5TH JUDICIAL DIST. COURT | 3 | \$1,443,040 |
| PUBLIC DEFENDER | 1 | \$355 | 6TH JUDICIAL DIST. COURT | 3 | \$235,532 |
| SECRETARY OF STATE | 1 | \$0 | 7TH JUDICIAL DIST. COURT | 4 | \$183,247 |
| STATE TREASURER (JDC) | 33 | \$200,682,246 | 8TH JUDICIAL DIST. COURT | 4 | \$327,571 |
| STATE TREASURER (Liq. Reserve) | 1 | \$0 | 9TH JUDICIAL DIST. COURT | 2 | \$574,567 |
| NM RACING COMMISSION | 6 | \$305,730 | 10TH JUDICIAL DIST. COURT | 2 | \$747,781 |
| DEPT. OF GAME & FISH | 2 | \$113,228 | 11TH JUDICIAL DIST. COURT | 11 | \$1,171,300 |
| SOUTHWEST REGION ED. | 1 | \$2,571,267 | 12TH JUDICIAL DIST. COURT | 2 | \$678,847 |
| ENERGY & MINERALS | 4 | \$56,455 | 13TH JUDICIAL DIST. COURT | 65 | \$3,208,760 |
| STATE ENGINEER'S OFFICE | 4 | \$122,029 | 7TH DISTRICT ATTORNEY | 1 | \$1,610 |
| IRRG WKS CONST | 1 | \$252,546 | 10TH DISTRICT ATTORNEY | 1 | \$155 |
| HUMAN SERVICES DEPT. | 6 | \$26,563 | ATTORNEY GENERAL | 1 | \$1,731 |
| WORKFORCE SOLUTIONS | 5 | \$4,184,991 | LGIP | 4 | \$156,020,649 |
| MINER'S HOSPITAL | 1 | \$545,243 | SUPERTEK OF INSURANCE | 7 | \$1,609,986 |
| DEPARTMENT OF HEALTH | 37 | \$1,439,896 | NM STATE FAIR | 5 | \$1,855,717 |
| ENVIRONMENT DEPARTMENT | 1 | \$0 | SOUTHWEST REGION ED. | 1 | \$15 |
| CHILDREN YOUTH AND FAMILIES | 1 | \$158 | MINER'S HOSPITAL | 1 | \$11,581 |
| CORRECTIONS DEPARTMENT | 5 | \$907 | DEPARTMENT OF HEALTH | 9 | \$993,248 |
| DEPT. OF PUBLIC SAFETY | 2 | \$56,896 | CHILDREN, YOUTH & FAMILIES | 7 | \$93,490 |
| HIGHWAY & TRANSPORTATION | 4 | \$1,510 | CORRECTIONS DEPARTMENT | 12 | \$2,139,935 |
| CENTRAL REGIONAL CO-OP | 1 | \$436,195 | DEPT. OF PUBLIC SAFETY | 2 | \$59,068 |
| | | | CENTRAL REGION CO-OP | 1 | \$275,117 |

sub-total: 209 \$232,040,036

sub-total: 159 \$176,150,184

Total Depository Balance: \$408,190,220
Total Depository Accounts: 368

Depository Account Summary for January 2016



Depository accounts authorized in January 2016 pursuant to Section 6-1-13 NMSA :

Depository accounts opened in January 2016 2 13th Judicial District Court

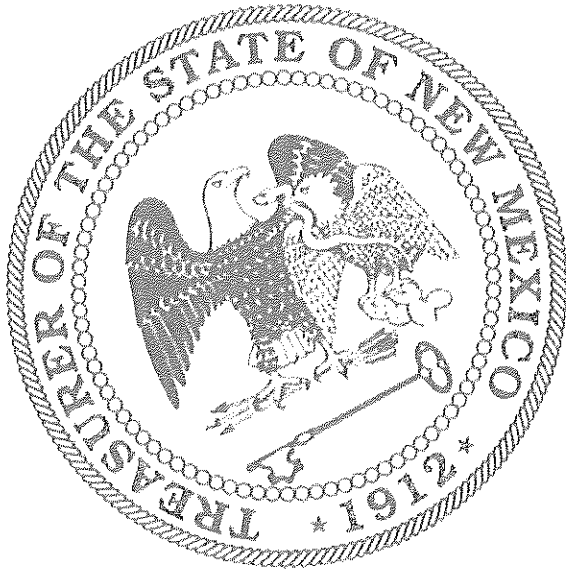
Depository accounts closed in January 2016

Total closed 0

State Fund Balances by Financial Institution January 2016

| | |
|-------------------------------------|----------------|
| First National Bank/Alamogordo | \$ 116,066 |
| Century Bank/Santa Fe | \$ 361 |
| Bank of America/Albuquerque | \$ 613,592 |
| Wells Fargo Bank/Albuquerque | \$ 25,213,228 |
| Compass Bank/Albuquerque | \$ 2,735,037 |
| Bank of the West/Albuquerque | \$ 200,669,474 |
| First American Bank/Artesia | \$ 80,204 |
| Carlsbad National Bank/Carlsbad | \$ 800 |
| Western Commerce Bank/Carlsbad | \$ 108,230 |
| Farmers/Stockmens Bank/Clayton | \$ 14,455 |
| First National Bank/Clayton | \$ 549,221 |
| Citizens Bank/Clovis | \$ 8,168 |
| NM Bank & Trust/Albuquerque | \$ 117,923 |
| Community Bank/Santa Fe | \$ - |
| Lea County State Bank/Hobbs | \$ 120,101 |
| Southwest Capitol/Las Vegas | \$ 209,997 |
| Community 1st Bank/Las Vegas | \$ 1,000,192 |
| Western Bank/Lordsburg | \$ 62,640 |
| Los Alamos National Bank/Los Alamos | \$ 18,667 |
| International Bank/Raton | \$ 13,032 |
| Valley Bank of Commerce/Roswell | \$ 120,842 |
| First State Bank/Socorro | \$ 4,302 |
| Centinel Bank/Taos | \$ 90,551 |
| US Bank/Albuquerque | \$ 16,966 |
| Bank of the Southwest/Roswell | \$ 145,109 |
| Washington Federal | \$ 10,878 |

Total: \$ 232,040,036



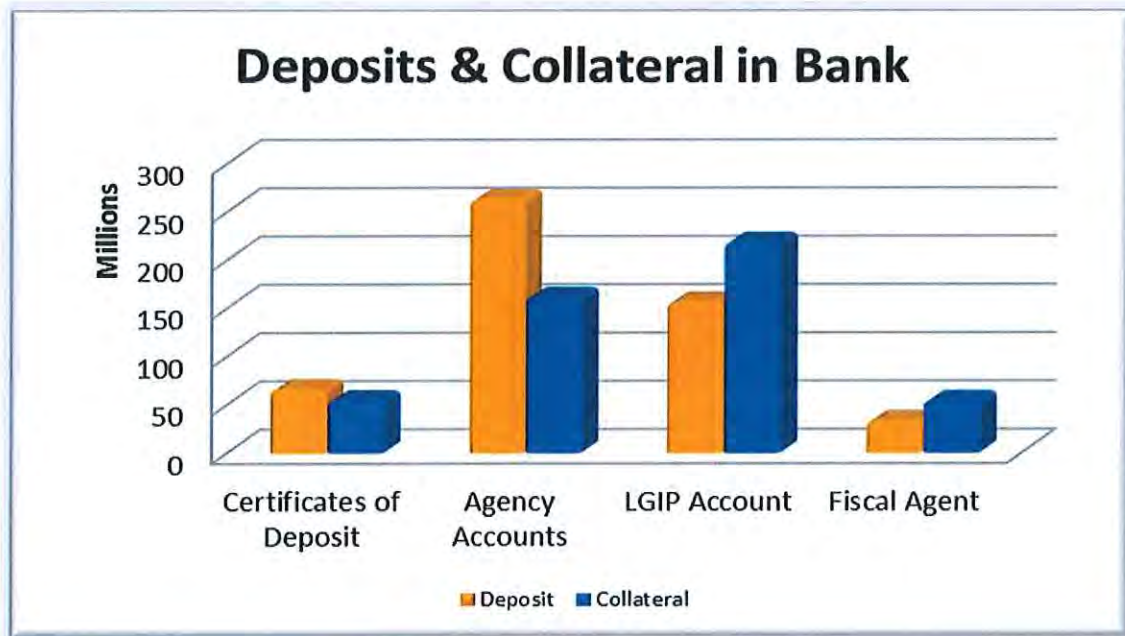
17. Collateral Report on Agency Deposits & CD's

Office of the Treasurer

Collateral Summary Review

January 31, 2016

As of January 2016 there was one depository institution holding state funds that was deficient in their collateral levels. Community First Bank of Las Vegas was deficient by \$168,460. Once notified of their deficiency Community First Bank of Las Vegas pledged additional collateral. All other depository institutions holding public funds met the minimum collateral requirements. The required ratio of collateral for each depository institution holding public funds is determined by a statutorily defined quarterly risk assessment and is not intended as an opinion as to the financial health of the subject institution.



Balances

| | <u>Deposit</u> | <u>Collateral</u> | <u>Percentage</u> |
|------------------------|----------------------|----------------------|-------------------|
| Certificate of Deposit | \$ 66.0 Million | \$ 54.2 Million | 82.1% |
| Agency Deposit | 262.2 Million | 160.1 Million | 61.4% |
| LGIP Deposits | 156.0 Million | 217.9 Million | 139.7% |
| Fiscal Agent | 32.9 Million | 53.5 Million | 162.5% |
| Totals → | 517.2 Million | 486.6 Million | 94.1% |

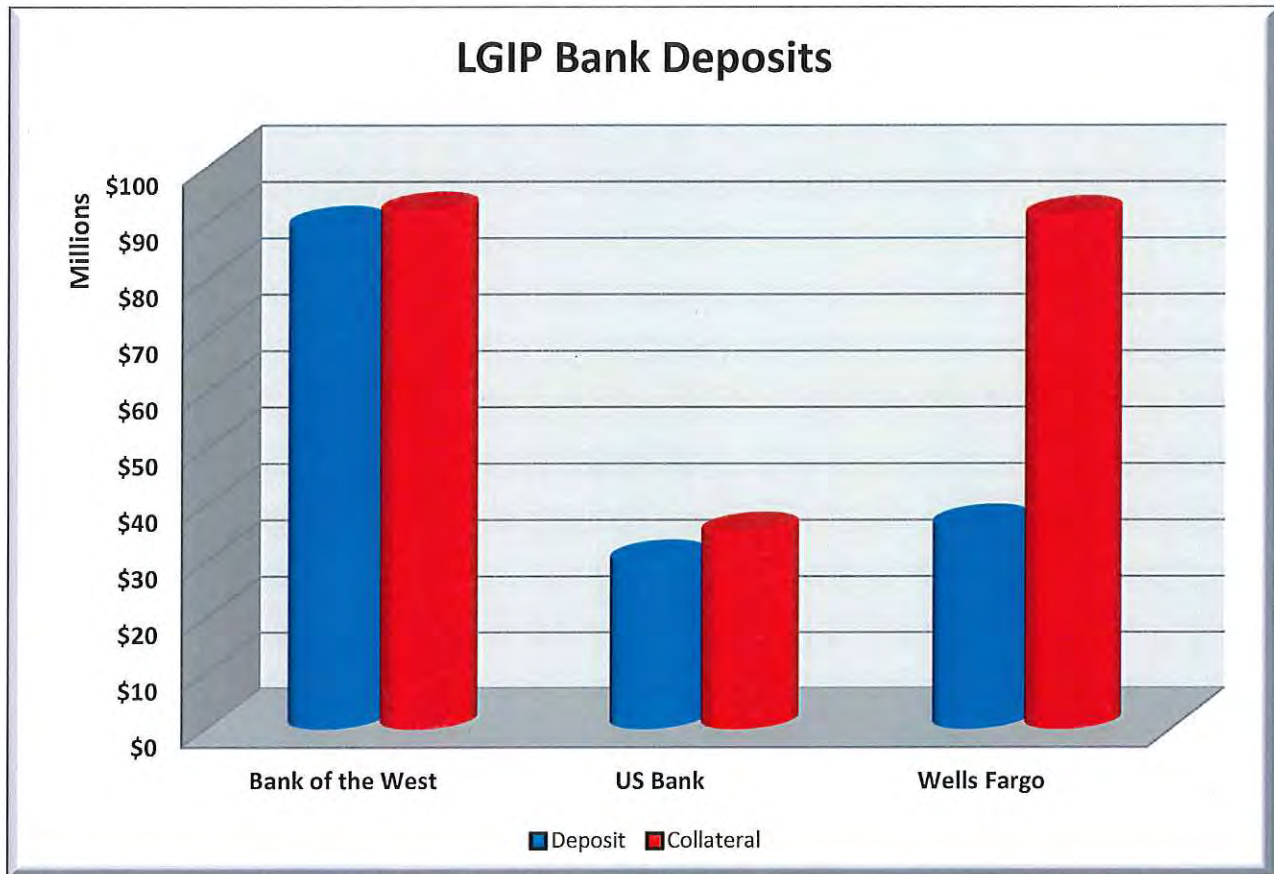


Office of the Treasurer
 Collateral Review
 Accumulated Total by Institution
 January 31, 2016

| FINANCIAL INSTITUTION | % | TOTAL DEPOSITS | FDIC / NCUA INSURANCE | LESS INSURANCE COVERAGE | SUBJECT TO BE COLLATERALIZED | COLLATERAL PLEDGED | EXCESS (UNDER) |
|-----------------------------|------|----------------|-----------------------|-------------------------|------------------------------|--------------------|----------------|
| First National - Alamogordo | 50% | 116,066 | 116,066 | 0 | 0 | 1,294,892 | 1,294,892 |
| Western - Alamogordo | 75% | 3,600,000 | 250,000 | 3,350,000 | 2,512,500 | 3,222,641 | 710,141 |
| Bank of America | 50% | 715,879 | 250,000 | 465,879 | 232,940 | 656,299 | 423,360 |
| Bank of the West | 50% | 291,297,982 | 250,000 | 291,047,982 | 145,523,991 | 192,734,680 | 47,210,688 |
| BBVA Compass | 50% | 2,735,055 | 250,000 | 2,485,055 | 1,242,528 | 2,500,000 | 1,257,472 |
| US Bank | 50% | 31,253,818 | 250,000 | 31,003,818 | 15,501,909 | 40,000,000 | 24,498,091 |
| Wells Fargo | 50% | 75,239,418 | 250,000 | 74,989,418 | 37,494,709 | 125,135,619 | 87,640,910 |
| First American | 50% | 80,204 | 80,204 | 0 | 0 | 0 | 0 |
| My Bank | 50% | 350,199 | 250,000 | 100,199 | 50,100 | 250,000 | 199,900 |
| Carlsbad National | 50% | 800 | 800 | 0 | 0 | 0 | 0 |
| Western Commerce | 50% | 4,108,230 | 250,000 | 3,858,230 | 1,929,115 | 3,540,329 | 1,611,214 |
| Farmers & Stockmen | 50% | 10,018,936 | 250,000 | 9,768,936 | 4,884,468 | 5,100,000 | 215,532 |
| First National - Clayton | 50% | 549,221 | 549,221 | 0 | 0 | 1,139,117 | 1,139,117 |
| Bank of Clovis | 50% | 574,567 | 250,000 | 324,567 | 162,284 | 830,820 | 668,537 |
| Citizens - Clovis | 50% | 8,167 | 8,167 | 0 | 0 | 0 | 0 |
| NM Bank & Trust | 50% | 271,176 | 271,176 | 0 | 0 | 270,980 | 270,980 |
| Western - Clovis | 50% | 3,100,000 | 250,000 | 2,850,000 | 1,425,000 | 2,556,674 | 1,131,674 |
| Lea County State | 50% | 120,101 | 120,101 | 0 | 0 | 100,000 | 100,000 |
| Citizens - Las Cruces | 50% | 3,603 | 3,603 | 0 | 0 | 0 | 0 |
| Southwest Capital | 50% | 10,665,240 | 250,000 | 10,415,240 | 5,207,620 | 5,651,474 | 443,854 |
| Community 1st - Las Vegas | 102% | 1,000,192 | 250,000 | 750,192 | 765,195 | 596,735 | (168,460) |
| Western - Lordsburg | 50% | 85,640 | 85,640 | 0 | 0 | 0 | 0 |
| Los Alamos National | 102% | 18,667 | 18,667 | 0 | 0 | 0 | 0 |
| James Polk Stone Communi | 50% | 275,117 | 250,000 | 25,117 | 12,558 | 151,917 | 139,359 |
| International | 50% | 114,546 | 114,546 | 0 | 0 | 149,277 | 149,277 |
| Bank of the Southwest | 50% | 683,842 | 250,000 | 433,842 | 216,921 | 455,988 | 239,067 |
| Valley Commerce | 50% | 120,842 | 120,842 | 0 | 0 | 0 | 0 |
| Century | 50% | 4,610,347 | 250,000 | 4,360,347 | 2,180,173 | 3,022,931 | 842,758 |
| First National - Santa Fe | 102% | 40,054,514 | 250,000 | 39,804,514 | 40,600,604 | 41,411,864 | 811,260 |
| First State | 50% | 65,735 | 65,735 | 0 | 0 | 0 | 0 |
| Centinel | 50% | 90,551 | 90,551 | 0 | 0 | 0 | 0 |
| BANK'34 | 102% | 2,000,000 | 250,000 | 1,750,000 | 1,785,000 | 2,251,091 | 466,091 |
| Guadalupe Credit | 50% | 250,000 | 250,000 | 0 | 0 | 0 | 0 |
| Washington Federal | 50% | 31,104 | 31,104 | 0 | 0 | 0 | 0 |
| | | 484,209,758 | 6,426,423 | 477,783,335 | 261,727,614 | 433,023,330 | 171,295,716 |

LGIP Bank Deposits January 31, 2016

| <u>Financial Insitution</u> | <u>Percentage</u> | <u>Deposit</u> | <u>Collateral</u> |
|-----------------------------|-------------------|--------------------|--------------------|
| Bank of the West | 102.7% | 89,385,476 | 91,840,535 |
| US Bank | 116.0% | 30,178,999 | 35,000,000 |
| Wells Fargo | 249.8% | 36,456,175 | 91,062,745 |
| Totals | 139.7% | 156,020,649 | 217,903,280 |



Standards & Poors requires bank deposits to be collateralized @ 100% collateral levels to maintain rating