



State of New Mexico
Office of the State Treasurer
James B. Lewis, Treasurer

September 11, 2013

**State Treasurer's
Monthly Investment Report**

July 2013

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STATE TREASURER'S INVESTMENT COMMITTEE
Treasurer's Conference Room
Wednesday, September 11, 2013, 9:00 a.m.

MEETING AGENDA (20 Min)

Roll Call

Introduction of Presenters and Guest

- | | |
|---|---------|
| 1. Approval of September 11, 2013 Agenda | Action |
| 2. Approval of August 14, 2013 Minutes | Action |
| 3. Attorney General's Office Presentation | Invited |

INVESTMENT REPORTS (30 min)

**Month Ended
July 31, 2013**

- | | |
|--|---------------|
| 4. Executive Summary | Informational |
| 5. Investment Compliance Report | Informational |
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| 11. Portfolio Summary -- Severance Tax Bonding Fund | Informational |
| 12. Broker Dealer Activities | Informational |

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

**Month Ended
July 31, 2013**

- | | |
|--|---------------|
| 13. State Agency Deposit Balances | Informational |
| 14. Collateral Report on Agency Deposits & CDs | Informational |

COMMITTEE REPORTS (10 min)

- | | |
|---|--------|
| 15. Question Period | |
| 16. Next Meeting –Wednesday, October 9, 2013, 9:00 am | |
| 17. Adjournment | Action |

New Mexico State Treasurer's Office

STIC Committee Meeting

Meeting Minutes

Wednesday, August 14, 2013

ROLL CALL- QUORUM PRESENT:

A regular meeting of the New Mexico State Treasurer's Investment Committee (STIC) was called to order this date at 9:10 a.m. in the conference room of The State Treasurer's Office, 2055 South Pacheco Street, Santa Fe, New Mexico 87505.

Members Present:

Mr. Sam Collins, Cash Manager, Designee for Honorable James B. Lewis, State Treasurer
Ms. Linda Roseborough, Chair
Ms. Stephanie Schardin Clarke, Board of Finance Director
Mr. Paul Boushelle, Public Member
Mr. Paul Cassidy, Public Member

Staff Present:

Mr. Spencer Wright, Portfolio Manager
Ms. Vikki Hanges, Portfolio Manager
Mr. Arsenio Garduño, Collateral Manager
Ms. Cindy Cordova, General Counsel
Ms. Kirene Bargas, STIC Secretary
Mr. Heinrich Edimo, Quality Assurance & Compliance Officer
Mr. Stephen Vigil, Investment Accounting Bureau Chief

Guests Present:

Ms. Deanne Woodring, Davidson Fixed Income Management (via phone)
Mr. Peter van Moorsel, Legislative Finance Committee

1. Approval of Agenda:

Member Clarke moved approval of August 14, 2013 Agenda. Motion was seconded by Mr. Collins and passed unanimously by voice vote.

2. Approval of Minutes: July 10, 2013

Member Cassidy moved approval of the July 10, 2013 Minutes with Member Clarke's and Member Cassidy's noted changes. Motion was seconded by Member Boushelle and passed unanimously by voice vote.

3. Executive Summary, Mr. Wright:

The STIC Executive Summary report was presented.

4. Investment Policy Compliance Report, Chair Roseborough:

The Investment Policy Compliance report was presented, with no update to investment policy compliance. (procedures)

- Chair Roseborough stated that the Investment Policy in its current form is in flux right now but the Treasurer's Office is working on a re-write. Until that time there would be no investment policy compliance report.
- Member Clarke clarified that there is a new investment policy in place as approved by the Board of Finance during last month's meeting. Chair Roseborough confirmed that it is correct that there is a policy that has been signed by the Treasurer but she said she doesn't know if it is in place.
- Ms. Cordova replied that the Treasurer wanted to put all discussions regarding the investment policy aside or any discussions regarding a new policy aside until the Treasurer is here. Ms. Cordova stated that she believes discussions regarding the investment policy will be held until next month.
- Member Clarke asked if the investments and activities in the office are in compliance with the policy that has been approved and signed. Chair Roseborough and Ms. Cordova replied that is correct regarding investment transactions.
- Member Cassidy asked what the difference was between the Investment Policy Compliance Review and Investment Policy Compliance with "no report". Chair Roseborough responded that there would not be an update until next month. If there have been violations of the investment policy, comments would be listed there. Chair Roseborough replied that there is no report here as the current policy is under review noting that there are procedures in the policy that were established under prior administrations that are currently under review. A total rewrite of the policy is being completed and is planned for the fall of this year and the Treasurer would like to refrain from discussions pending that rewrite.
- Chair Roseborough stated that as an example, if you are going to take this policy literally; as stated in black and white, the policy states that the STIC shall review the investment policy annually. So the question becomes, has this committee sat down once each year and gone through a detailed analysis of this investment policy? She said she was not sure if that has ever been done. So if someone is going to take this policy and read it literally, then she would have to say that from a literal perspective, there may be things that we are not doing, procedural wise.
- Chair Roseborough continued that, as discussed in the past, the current investment policy includes procedures that probably should not be in there. What one person may interpret as a violation, another may not as noted in the example above.
- Member Clarke stated that it is true that much of the language that is in the investment policy pre-dates Treasurer Lewis' term but noted that Treasurer Lewis' administration has brought the investment policy forward to the Board of Finance for review and approval and STIC committee review and recommendation 5 or 6 times over the 6 years while Treasurer Lewis has been in office. Member Clarke continued, "This idea that it pre-dates the Treasurer's administration and that it is not this administration's policy to

me that is a non-starter. Unless and until the Treasurer's administration requests from the Board of Finance that the policy be changed, this is the policy that I expect the office to live by as a member of the STIC and as a representative here of the Board of Finance. So to get anything but a firm response, yes, we are following the approved policy as in place right now is very perplexing and concerning to me." Member Clarke continued that while she appreciated that the Treasurer directed his staff in this meeting not to discuss the policy until there is a rewrite, that she was not subject to that and would voice her concerns about what appears to be an unprecedented step back from straight up, 100% compliance.

- Ms. Cordova provided clarification that she did not say that Treasurer Lewis said or that she did not mean for it not to come out that Treasurer Lewis did not want any discussion about the policy until the rewrite. Ms. Cordova continued; "you know the Investment Director, Chair Roseborough presented to the Board of Finance the new policy with the changes to the statue. As you know there were some discussions there with the Board of Finance. What the Treasurer wanted to do was to have those discussions from the Board of Finance presented at the next STIC meeting so we could discuss. Treasurer Lewis did not state for us not to comply with the policy in place and I wanted to clarify that we are working under the signed policy and that any discussions regarding a new investment policy would be handled over the next few months."
- Member Clarke said she appreciated Ms. Cordova's comments, yet she stated she was reading between the lines that there may be an answer that isn't so simple and that she is taking different cues from staff in the room that there may not be a clear answer right now whether the policy is being strictly complied with and she does not know why that might be.
- Regarding the example that was provided by Chair Roseborough, Member Clarke stated that she feels that the STIC has literally recommended and reviewed the policy annually, give or take a month or two. Member Clarke continued that the review may not have taken place every November or every August, and has recommended it for Board approval. So Member Clarke said she does not think that this is an example where the policy is not literally being complied with.
- Chair Roseborough noted that as far as the STO portfolios, there are no investment transaction violations. Member Clarke commented that she appreciates that. Chair Roseborough again mentioned that we all know that there are procedures in this investment policy that do not necessarily belong in an investment policy. Chair Roseborough also commented that we understand the history of this office and we understand where we are today. Once we have created an investment policy that Treasurer Lewis is happy with, we will bring it forth to this STIC committee for review.
- Member Boushelle questioned what would happen if this committee cannot come to agreement on a strategy decision, as an example, say Treasurer Lewis decides that he doesn't want to buy any more bonds for two or three months. Has he violated the policy that is approved by the Board of Finance? So what about other changes like changing the maturity of a portfolio or some other radical change? Member Boushelle commented that as he reads the investment policy, it states that these items would have to go to the Board of Finance for approval.

- Member Clarke commented that the investment policy, as she visualizes it, creates an umbrella. Everything that is under that umbrella has consent from the Board of Finance. Stating that if the Treasurer wants to change an investment strategy, he can do so as long as he acts under that umbrella of consented activity. But in terms of what kind of assets to hold, levels of diversification, et cetera, the criteria and parameters are set up in the investment policy, and have the consent of the Board of Finance. Ms. Clarke stated that where the problem can occur is if there is a change of strategy that would lead to result that is not allowed in the investment policy. "There is a lot of leeway to change strategy and to change day-to-day investing decisions without erring outside that umbrella, so I don't know if that answers your question exactly, but; that's the answer."
- Mr. Wright commented that as portfolio managers, as an affirmative statement, we are not violating statute at all. He also commented that "we know that the policy is narrower than the statute but our investment activity has not violated the statutes at all."
- Member Clarke asked Mr. Wright if he includes in his analysis whether statute has been violated, the statutory requirement for advice and consent of the Board of Finance, which is exercised through the investment policy.
- Ms. Cordova responded that the issue of advice and consent is a legal determination and she does not think that it is within the Portfolio Manager's role to interpret what that means. Ms. Cordova also reminded that the other STIC members are not aware of the discussion with the Board of Finance and that is why the Treasurer wanted to be here for this discussion. Ms. Cordova commented for the benefit of all present that the Treasurer has requested a legal opinion from the Attorney General's Office to request a determination as to what is meant by "advice and consent", stating that the advice and consent terminology is usually used when individuals are being considered for high level positions, either federal or state government and advice and consent is granted by the legislature to approve the nomination of a candidate, it has never been used for situations such as this. So again, Ms. Cordova stated that she did not think it is appropriate for the portfolio manager to provide a legal analysis on a matter where the Treasurer is awaiting a response from the Attorney General's Office.
- Member Cassidy commented regarding his observations. I am finding that throughout the state, the county treasurers want more authority and less oversight. Member Cassidy said he thinks that this is a bad trend and would like for everyone here to recognize that there has to be checks and balances that protect the treasurers. Member Cassidy mentioned that there is one treasurer who has 87% of a larger portfolio with maturities longer than 3 years and a significant amount of that in 20 year maturities and is afraid that when interest rates rise they will have a huge mark-to-market loss. This particular treasurer still does not understand that if you have an investment policy that is strong it is going to protect you.
- Member Cassidy said he that he recognizes that the STIC members are advisory, and would advise staff to continue to do as much as can be done to be as transparent as possible and commented that STO has done a great job in the past.

- Member Boushelle commented on the appropriateness of the Board of Finance regarding advice and consent over the STO investment policy indicating that not many Board of Finance members are experts in the investment field and stated that it would be difficult to present an investment policy, discuss briefly during a meeting and then have an approval take place. He questioned who would be responsible if something went wrong. The Board of Finance has to approve numerous things and based on their experience they may not be the right group to approve an investment policy.
- Member Clarke stated that reasonable people could disagree or agree with Mr. Boushelle's statements, if there is unhappiness with the role of the Board, the concerns should be brought to the legislature because that is where lawmaking happens; and until the law changes, the law says that the Treasurer may invest in all these different things with the advice and consent of the Board. If someone does not like that, ask the legislature to change it. But and unless that happens, that is a statutory requirement.
- Member Clarke also stated that the Board of Finance also receives monthly reports, reviews the STIC binder, receives basically all of the same information that the STIC does, and has membership that changes about as often as the STIC committee and probably less often than the turnover of the State Treasurer's staff if you looked at it historically. So no, they're not, with a few exceptions probably through history, they are not investment professionals, she believes that they have as good of a shot as a lot of a lot of other folks that are in the policy making arena to know what is a good idea and what is not.
- Member Cassidy commented to keep up the good work that the staff is doing a good job.
- Chair Roseborough commented that these discussions are healthy and that she thought that the Treasurer would want them. Chair Roseborough noted that all we are asking for is patience and appreciation for having Treasurer Lewis present for this discussion.
- Member Clarke commented that none of this consternation is a reflection on how the office is being managed, particularly with the portfolio managers and you Madame Chair. She stated that about 10 years ago there would have been in the context of real concerns about management, mismanagement, malicious intent, ethical violations; and said she recognized that we are in a very different position now than then and that none of these discussions are reflections of those kinds of concerns. It is more of a simple issue of compliance. She said she thought that everyone at the table is trying to be thoughtful of the right precedent and going forward and how things should work; it is not a reflection of a sense of emergency in day-to-day management of the office.

5. Davidson's – June 2013 Quarterly Investment Report, Ms. Woodring:

Highlights of the June 2013 quarterly investment report from Davidson Fixed Income were presented.

- Member Cassidy asked if over time the yield curve is over 200 basis points between the two year and three year, are there sensitivity models that could tell us what the change would be if the yield curve went back to normal shape. Ms. Woodring replied that this is the big story right now to make sure to shock the portfolios to be prepared for rising

rates. The shock analysis that is presented assumes a parallel shift in the curve and assumes that rates will rise the same across the curve. Historically, back to 2008, the difference between cash money and the 2 year note averages about 50 basis points and it is currently at 25 basis points. If you are asking if we could shock the portfolio by applying curve shifts, we can, but I don't think it would give you much more information.

- Discussion was held with the committee and portfolio managers regarding shock analysis testing.

6. Quarterly/Annual Investment Review, Mr. Wright:

Highlights of the portfolios and strategy were presented.

- Member Cassidy mentioned that Mr. Wright was concerned about 5 year holdings in the May timeframe. Mr. Wright confirmed it was around the April-May time, noting that in the past quarter, investment staff had moved to shorten the duration of the portfolio by repositioning maturities out of the 4-5 year area and into the 30-4 year area. Mr. Wright noted that the repositioning was done, in large part, before the significant move upward in rates, although losses were booked (against previous gains). Mr. Wright noted that on a 3-month basis, the portfolios had underperformed the benchmark due to the longer duration, but that the carrying yield on the STO portfolios exceeds the benchmark yield and that for the year, the general fund had net gains after accounting for the repositioning losses.
- Chair Roseborough referenced the maturity distribution report created by Mr. Garduño regarding the General Fund Investment Pool.
- Mr. Wright called attention to the fact that that STO has close to \$250 million maturing within the next year. Mr. Wright mentioned that there continues to be a lack of treasury collateral, and that the overnight repurchase market will remain under intense pressure. He commented that the General Fund Investment Pool is two parts, a liquidity portion and a CORE portion. Given the \$250 million of maturing short-term investments in the CORE portfolio, he indicated that significant liquidity exists in the overall GFIP. He proposed that the committee consider the General Fund Investment Pool as a "whole" fund rather than maintaining a rigid division between the liquidity and CORE portfolios.
- Mr. Collins commented that the internal debate is about how to pick up potential interest earnings without causing pressure on the liquidity balances.
- Chair Roseborough asked Mr. Wright what his intentions were for the maturing funds. Mr. Wright replied that he would still continue to look in the 3-4 year area as it currently represented the best value on the curve.
- Chair Roseborough stated that Mr. Collins and team, as well as Mr. Garduño are doing a great job with the cash projections.
- Member Clarke recognized the detail level forecasting that the current STO staff performs; stating that "it has been very helpful and has a real impact on investment earnings".

7. Portfolio Summary- General Fund and Cash Projection:

Highlights of the portfolio summary report were presented.

- Member Clarke made the committee aware that at the last Board of Finance meeting the Board tentatively awarded a new fiscal agent agreement to Wells Fargo. Staff has been authorized to renegotiate the contract and bring it back for final award to the Board of Finance at the September meeting.

8. Portfolio Summary- Local Government Investment Pool (LGIP), Ms. Hanges:

Highlights of the portfolio summary report were presented.

9. Portfolio Summary- Tax-Exempt Bond Proceeds Investment Pool, Ms. Hanges:

Highlights of the STIC portfolio summary report were presented.

10. Portfolio Summary-Taxable Bond Proceeds Investment Pool, Ms. Hanges:

Highlights of the STIC portfolio summary report were presented.

11. Portfolio Summary- Severance Tax Bonding Fund, Mr. Wright:

Highlights of the STIC portfolio summary report were presented.

12. Broker Dealer Activities: Mr. Wright:

The STIC broker dealer activities report was presented.

- Ms. Bargas mentioned that she is waiting on 7 broker dealers responses from RLD that are not certified in New Mexico. Chair Roseborough commented that the list would be finalized by next month. Member Clarke wanted to confirm that STO is not conducting trades with those that are not yet certified. Chair Roseborough confirmed.

13. State Agency Deposit Balances, Mr. Collins:

Highlights of the STIC state agency deposit balance report were presented.

- Mr. Collins noted that on the bottom of the report, 23 accounts were closed for HSD.

14. Collateral Report on Agency Deposits & CDs, Mr. Garduño:

Highlights of the STIC collateral report on agency deposits and CDs were presented.

15. STO Reconciliation Review, Mr. Stephen Vigil:

Highlights of the STO Reconciliation processes were presented

- Mr. Vigil noted that the reconciliations for each month of FY2013 have been completed.
- Mr. Vigil also noted that STO has recommended to DFA the required chart of accounts to be added to SHARE so that all of the STO Investment information can be input into SHARE per GAAP Standards on a monthly basis. Also noted that it is not anticipated that DFA will have these accounts established for use in SHARE for another 4-6 months.

16. Question Period

No questions were asked.

17. Next Meeting- Wednesday, September 11, 2013, 9:00 a.m.

Chair Roseborough noted the date and time of next meeting.

18. Adjournment

Chair Roseborough adjourned the meeting at 10:52 a.m.

The adjournment was moved by Member Boushelle. Motion was seconded by Member Cassidy.

Minutes were taken by Ms. Hannah Chavez on August 19, 2013.

Minutes approved by Chair Roseborough on September 6, 2013.

Executive Summary

- At the end of July, the State Treasurer managed \$3.8 billion in assets.
- During the month, the office earned over \$1.3 million on its investment positions.
- Markets remained increasingly volatile in July.
- Equity markets moved mostly higher in July, following June's setback.
- Bonds recorded modest gains in July, although total rate of returns for our indices were negative on the year. August was marked by higher rates.
- Municipal Bonds underperformed as an asset class.
- The City of Detroit filed for bankruptcy, bringing the "value" of the GO pledge into concern.
- Rate weakness continued into July, with some improvement in rates as the month progressed.
- The US Economy continued to grow on a weak pace.
- Unemployment remains stubbornly high, the housing market shows some signs of stability and inflation remains subdued.
- Given these moves, the curve steepened significantly over our maturity spectrum.
- STO Cash balances remained strong.
- We received significant deposits into our bond proceeds accounts during June and July.

US Treasury Yields

<i>Maturity</i>	<i>June 30</i>	<i>July 31</i>	<i>Change</i>
<i>3-Month</i>	0.03%	0.04%	0.01%
<i>6-Month</i>	0.09%	0.07%	(0.02%)
<i>2-Year</i>	0.36%	0.31%	(0.05%)
<i>5-Year</i>	1.40%	1.38%	(0.02%)
<i>10-Year</i>	2.49%	2.58%	0.09%
<i>30-Year</i>	3.50%	3.64%	0.14%

Source: Bloomberg LP

Portfolio Mark-to-Market and Monthly Change

With the firming of market yields during July, the STO portfolios¹ had positive results on a mark-to-market basis during the month. Rates in the longer end of our maturity area backed up significantly while short-term rates remained relatively stable.

During the month of August, rates have weakened substantially.

¹ This report does not include balances in or earnings on the Reserve Contingency Fund ("RCF"). The RCF was created in 2009 by the State Treasurer's Office as a vehicle to hold Reserve Primary Fund ("Primary Fund") assets of various LGIP participants after the Reserve Primary Fund encountered difficulties in the latter part of 2008 and entered into a process of liquidation.

For each of the STO portfolios:

<u>Fund</u>	<u>Unrealized Gain/Loss²</u>	<u>Monthly Change in Unrealized Gain/Loss³</u>
General Funds	\$1.5 million	Increased \$2.3 million
Bond Proceeds Funds	\$1.9 million	Increased \$1.1 million
Local Government Investment Pool	Not Material	Not Material
Severance Tax Bonding Fund	Not Material	Not Material

Source: QED

Portfolio Yields and Duration

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

<u>Fund</u>	<u>Portfolio Yield⁵</u>	<u>Duration⁴</u>		
		<u>Portfolio</u>	<u>Benchmark</u>	<u>Percentage</u>
General Fund Liquidity	0.13%	25 Days		
General Fund CORE	0.59%	2.25 Years	2.25 Years	100%
Bond Proceeds - Tax Exempt	0.32%	1.15 Years	1.45 Years	79%
Bond Proceeds - Taxable	0.32%	1.30 Years	1.45 Years	90%
Local Government Investment Pool	0.06%	65 Days		
Severance Tax Bonding Fund	0.27%	1 Day		

Source: QED, JPMorgan

Benchmark Performance Comparisons

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

<u>Fund</u>	<u>Performance⁶</u>		
	<u>1 Month</u>	<u>3 Months</u>	<u>12 Months</u>
General Fund Liquidity	0.01%	0.04%	0.21%
S&P Government Bond Index (Net)	<u>0.00%</u>	<u>0.01%</u>	<u>0.05%</u>
Relative Performance (BPs)	0.01%	0.03%	0.16%
Relative Performance (%)	∞	300%	320%
General Fund CORE	0.23%	(0.55%)	0.12%
BAML 0-5 US Treasury	<u>0.12%</u>	<u>(0.22%)</u>	<u>(0.12%)</u>
Relative Performance (BPs)	0.11%	(0.33%)	0.24%
Relative Performance (%)	192%	(250%)	200%

² Calculated Unrealized Gains represent the market "value" of the portfolios as compared to their accounting book value. As such, they approximate the values if they were to be liquidated 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.

³ Unaudited. Mark-to-market values are calculated using the QED system and weekly securities pricing from IDC. Market values are compared to carrying values which are adjusted for amortization/accretion of premium/discount. Securities, such as Certificates of Deposits, for which there is no quoted market price are carried at cost basis (amortized through the holding date).

⁴ Portfolio Durations are also calculated as of moment in time, specifically at month end.

⁵ Portfolio yields are calculated at a moment in time, specifically at month end. Each of these funds has considerable inflows and outflows during the month. As such, purchase yields during the month will vary with money flows and short-term investment rates.

⁶ Relative performance is periodic total return compared to the return of the portfolio benchmarks. The Severance Tax Bonding Fund is not separately tracked.

<i>Fund</i>	<i>1 Month</i>	<i>3 Months</i>	<i>12 Months</i>
<i>Bond Proceeds - Tax Exempt</i>	0.14%	0.14%	0.28%
<i>BAML 0-3 US Treasury</i>	<u>0.12%</u>	<u>(0.02%)</u>	<u>0.24%</u>
<i>Relative Performance (BPs)</i>	0.02%	0.16%	0.04%
<i>Relative Performance (%)</i>	117%	800%	117%
<i>Bond Proceeds – Taxable</i>	0.13%	(0.15%)	0.28%
<i>BAML 0-3 US Treasury</i>	<u>0.12%</u>	<u>(0.02%)</u>	<u>0.24%</u>
<i>Relative Performance (BPs)</i>	0.01%	(0.17%)	0.04%
<i>Relative Performance (%)</i>	108%	(750%)	117%
<i>Local Government Investment Pool</i>	0.02%	0.02%	0.18%
<i>S&P Government Bond Index (Net)</i>	<u>0.00%</u>	<u>0.01%</u>	<u>0.05%</u>
<i>Relative Performance (BPs)</i>	0.02%	0.01%	0.13%
<i>Relative Performance (%)</i>	∞	200%	360%

Source: JPMorgan

Investment Earnings

Investment earnings for July are summarized in the table below.

For each of the portfolios:

<i>Fund</i>	<i>Investment Earnings⁷</i>	
	<i>MTD</i>	<i>YTD</i>
<i>General Funds</i>	\$825,855	\$825,855
<i>Bond Proceeds Funds</i>	482,809	482,809
<i>Local Government Investment Pool</i>	\$73,386	\$73,386
<i>Severance Tax Bonding Fund</i>	\$1,560	\$1,560

Source: QED

Compensating Balances at Fiscal Agent Bank

During July, STO maintained Average Daily Collected Balances at the Fiscal Agent Bank of approximately \$132 million. This balance earned a credit against processing fees assessed by the bank.

Fiscal Agent Bank Summary:

<i>Average Collected Balance</i>	\$131,989,140
<i>Earnings Credit Rate</i>	0.50%
<i>Estimated Monthly Earnings</i>	\$54,995
<i>Estimated Fiscal YTD Earnings</i>	\$54,995

Source: Wells, Fargo & Co.

Monthly Investment Outlook

July and August continued to be difficult months for the bond markets as rate volatility was markedly increased. For the STO Portfolios, July was a solid month, however the market moved sharply lower in August. The key catalyst for the August backup was the active discussion by the Federal Reserve (and the

⁷ 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.

hyper-focus of the capital markets) that the Fed would, if economic conditions warrant, begin scaling back its aggressive monthly purchases of Treasury and Mortgage securities.

Speculation of the timing of the Fed's move has pushed rates sharply higher. In many ways, the backup in rates will effectively act to cool the economy, not that we have really seen signs of overheating. In addition to publically pre-announcing its' move, many participants felt that the Fed was signaling that economic growth is stronger than anticipated.

Implications for the Foreseeable Future

We continue to believe that the period of relatively low level of interest rates will come to an end during the middle of 2014. We also believe that the risk of higher rates in the near future has increased.

Accordingly, during the month we have moved to shorten maturities while matching the duration of our portfolios. Any additions to securities held will, for the foreseeable future, be on or slightly short to our defined benchmarks.

We continue to try and add value where/when it becomes available, through selective credit additions as well as active duration management.

*Spencer Wright, Portfolio Manager -
General Funds and STBF*

New Mexico State Treasurer
Monthly Fund Summary Report
(Unaudited)

As of July 31, 2013

Account	Holdings		Performance			Earnings		
	Cost Basis	Market Value	12-Month Total Return	Benchmark	Index Return	Relative Performance	Monthly Earnings	YTD Earnings
Cash Balances	\$ 133,135,222	\$ 133,135,222	\$ -				\$ 41,780	\$ 41,780
Liquidity	556,239,146	556,246,556	7,410	S&P LGIP	0.15%	-0.03%	784,075	784,074.70
CORE	1,318,359,248	1,319,884,886	1,525,638	ML Treasury 0-5	-0.12%	0.33%	-	-
TRAN	-	-	-	All-In Tran TIC	0.00%	0.00%	-	-
Totals	\$ 2,007,733,616	\$ 2,009,266,664	\$ 1,533,048	Blended	-0.08%	0.25%	\$ 825,855	\$ 825,855

Bond Proceeds Investment Pool (BPIP)

Account	Holdings		Performance			Earnings		
	Cost Basis	Market Value	12-Month Total Return	Benchmark	Index Return	Relative Performance	Monthly Earnings	YTD Earnings
Tax-Exempt	\$ 520,960,556	\$ 521,015,913	\$ 55,357	ML Treasury 0-3	0.24%	0.04%	\$ 142,771	\$ 142,771
Taxable	703,795,553	704,821,587	1,026,034	ML Treasury 0-3	0.24%	0.00%	340,038	340,038
Totals	\$ 1,224,756,109	\$ 1,225,837,500	\$ 1,081,391	Blended	0.24%	0.02%	\$ 482,809	\$ 482,809

Local Government Investment Pool (New MexiGrow LGIP)

Account	Holdings		Performance			Earnings		
	Cost Basis	Market Value	12-Month Total Return	Benchmark	Index Return	Relative Performance	Monthly Earnings	YTD Earnings
LGIP	\$ 521,651,820	\$ 521,699,882	\$ 48,062	S&P LGIP	0.15%	0.05%	\$ 73,386	\$ 73,386

Severance Tax Bonding Fund

Account	Holdings		Performance			Earnings		
	Cost Basis	Market Value	12-Month Total Return	Benchmark	Index Return	Relative Performance	Monthly Earnings	YTD Earnings
STBF	\$ 57,147,389	\$ 57,147,389	\$ -	S&P LGIP	0.15%	-0.03%	\$ 1,560	\$ 1,560

Notes:

- (1) These figures are generated using a combination of accrued earnings and unrealized gains. They are unaudited and may be subject to revision.
- (2) Account balances fluctuate during the month, holdings are calculated as of month-end. Performance includes adjustments for fund flows during the month
- (3) Holdings are reported on a "Trade Basis"
- (4) Source: STO Records, QED Financial Systems, JPMorgan Custody Reporting

New Mexico State Treasurers Office Performance As of July 2013

Account ID	Portfolio Name	Market Value	Month	Trailing 3M	Fiscal YTD	YTD	1 YR	Since Inception	Inception Date
10933300	Local Government Investment Pool	522,232,446	0.02	0.02	0.02	0.11	0.20	1.10	01-Jul-2007
10933400	Overnight Repo Pool	195,385,572	0.00	0.02	0.00	0.09	0.20	0.87	01-Jul-2007
10933500	Tax Exempt Bond Proceeds	522,343,762	0.14	(0.15)	0.14	0.02	0.28	2.17	01-Jul-2007
10933900	Taxable Bond Proceeds	707,143,411	0.13	(0.15)	0.13	0.07	0.24	2.30	01-Jul-2007
00667701	General Fund	1,780,803,618	0.17	(0.39)	0.17	(0.11)	0.18	2.22	01-Jul-2007
10933700	General Fund Core	1,324,769,028	0.23	(0.55)	0.23	(0.21)	0.12	2.85	01-Jul-2007
10933600	General Fund Liquidity	456,034,590	0.01	0.04	0.01	0.09	0.21	0.84	01-Jul-2007
06677-BEN-0006	S&P Govt Pools Net yield		0.00	0.01	0.00	0.02	0.05	0.90	01-Jul-2007
06677-BEN-0012	BPIP Index ML 0-3 Treasury		0.12	(0.02)	0.12	0.15	0.24	2.22	01-Jul-2007
06677-BEN-0013	General Core Index ML 0-5 Treasury		0.19	(0.54)	0.19	(0.22)	(0.12)	3.09	01-Jul-2007
06677-BEN-0016	S&P LGIP Gross yield		0.01	0.03	0.01	0.08	0.15	0.16	01-Jun-2012
06677-BEN-0017	General Fund Total		0.11	(0.32)	0.11	(0.12)	(0.05)	0.09	30-Jun-2012

Investment Compliance Review

Primary and Secondary Bond Purchases/ Sales

During the month of July, the following were the ratio of primary and secondary bond transactions in the portfolios:

Primary Bond Volume	\$ 84,765,000	33%
Secondary Bond Volume	<u>174,804,000</u>	<u>67%</u>
Total	\$259,569,000	100%

The totals above exclude overnight repurchase agreement volume.

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.

Variable Rate and Structured Note Holdings

At the end of July, total holdings of Variable Rate Notes were \$128,654,000.

General Fund Liquidity	\$ 20,000,000
Taxable BPIP	7,000,000
Tax Exempt BPIP	7,934,000
LGIP	<u>93,720,000</u>
Total Holdings	\$128,654,000

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

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

Transaction Variances and Inter-Portfolio Transactions

During July, there were no transaction variances which posed compliance issues. All trade information was entered correctly in our internal systems and in the systems used by our custody bank. All transactions for the month settled successfully. There were no price discrepancies.

There were no inter-portfolio trades during the month.

Realized Gains and Losses

The current version of the STO Investment Policy requires separate reporting of all investment gains and losses realized during the period. The following positions generated gains or losses as compared to book value at the time of sale:

<u>Trade Date</u>	<u>Account</u>	<u>Par Amount</u>	<u>Security</u>	<u>Realized Gain/Loss</u>
7/2/13	General Fund CORE	\$6.5MM	UST 0.875% 2/28/17	(\$14,452.02)
7/30/13	General Fund CORE	\$5.0MM	FNMA 0.375 7/5/16	(20,590.29)
7/30/13	General Fund CORE	\$10.0MM	FNMA 0.375 7/5/16	<u>(41,180.58)</u>
Total				(\$76,222.89)

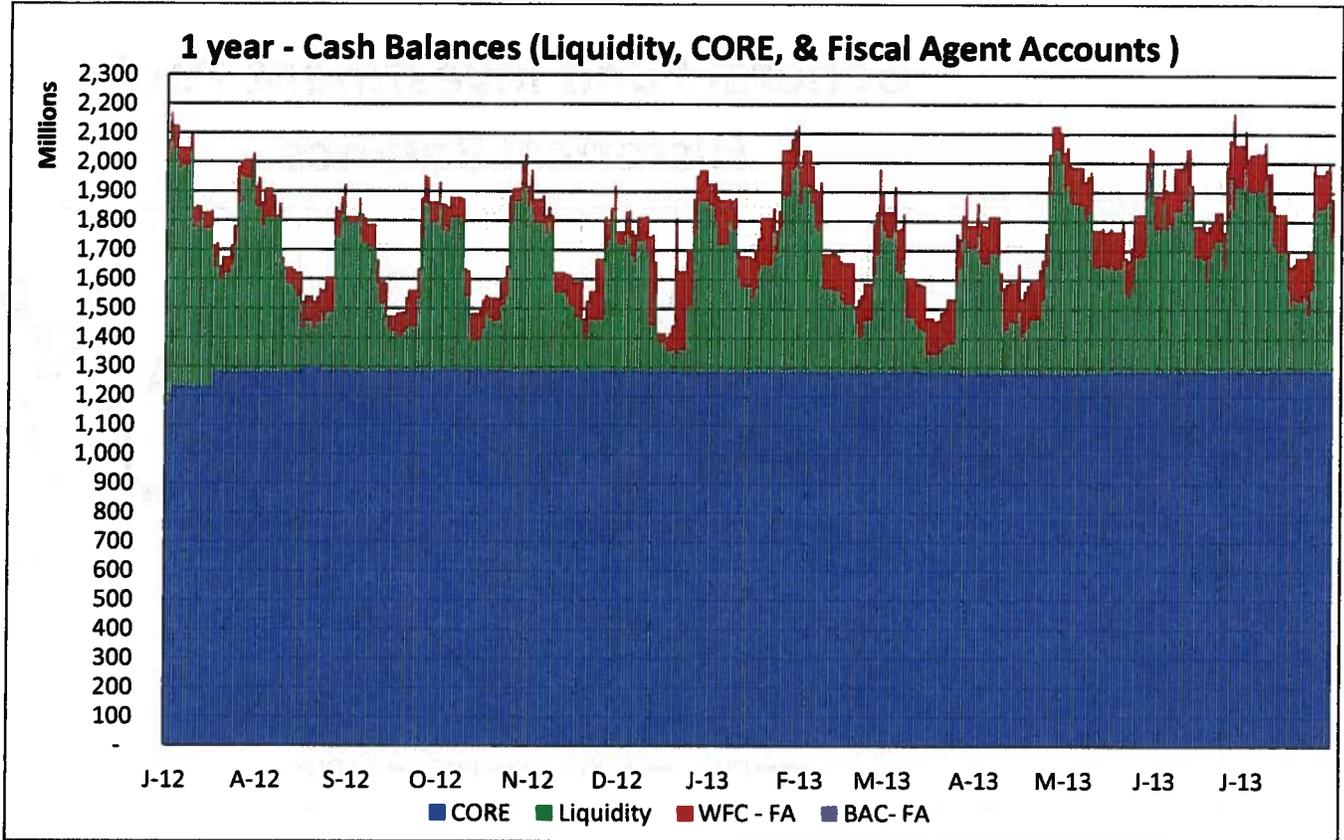
Securities Losses were booked in the General Fund CORE while repositioning the account to more clearly match the duration characteristics of the benchmark. Given the backup in market rates, the repositioning and subsequent securities purchases increased the carrying yield on the CORE portfolio.

Investment Statute Compliance

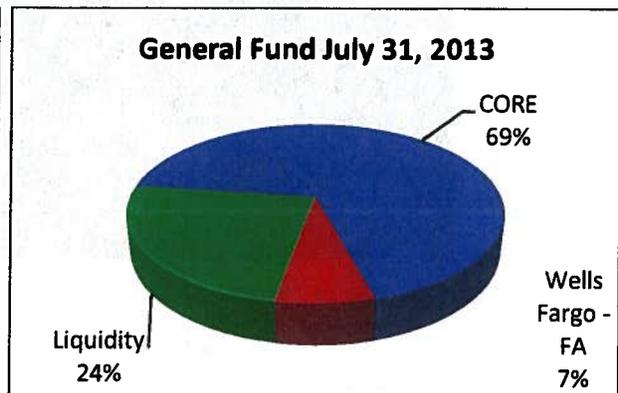
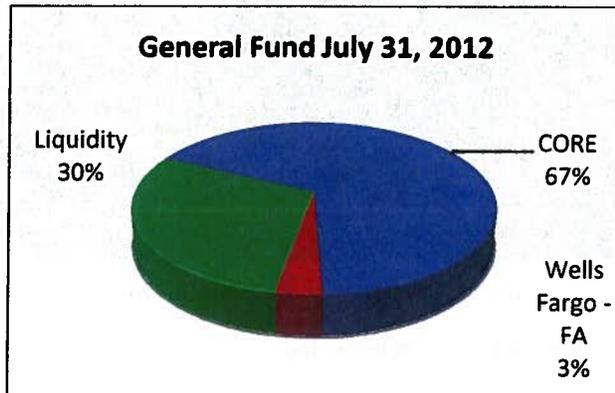
There are no investment statute compliance issues to report.

Investment Policy Update

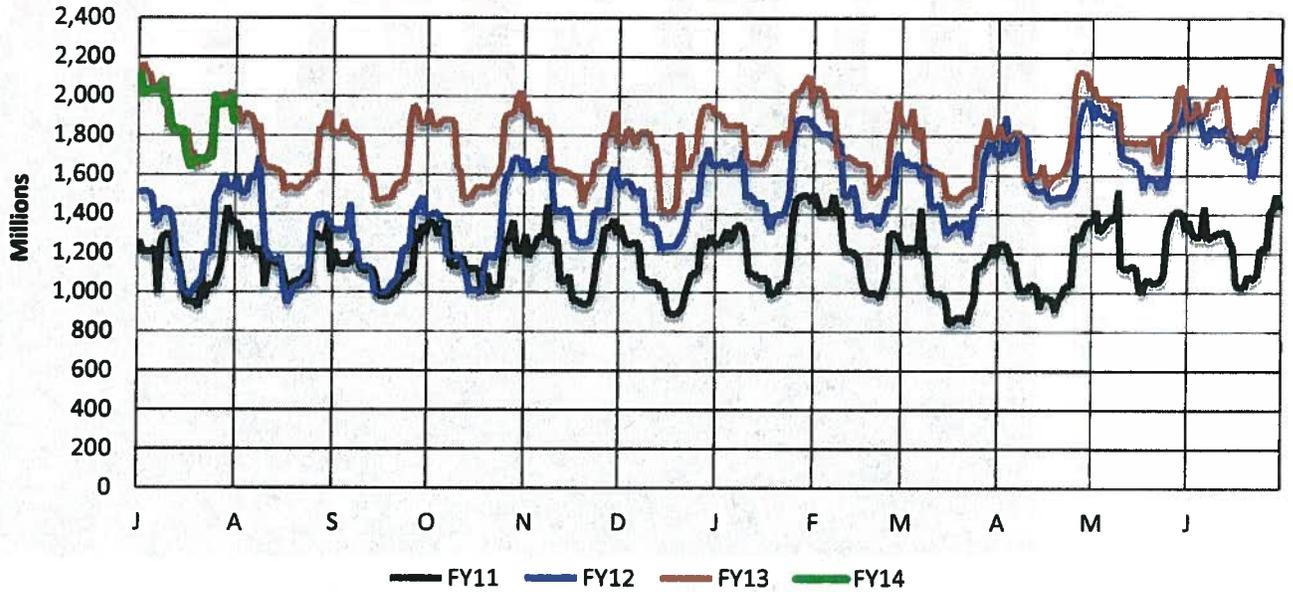
The Treasurer's current Investment Policy is under review and rewrite. The office staff continues to evaluate the current Investment Policy, to identify risks and to enhance procedures.



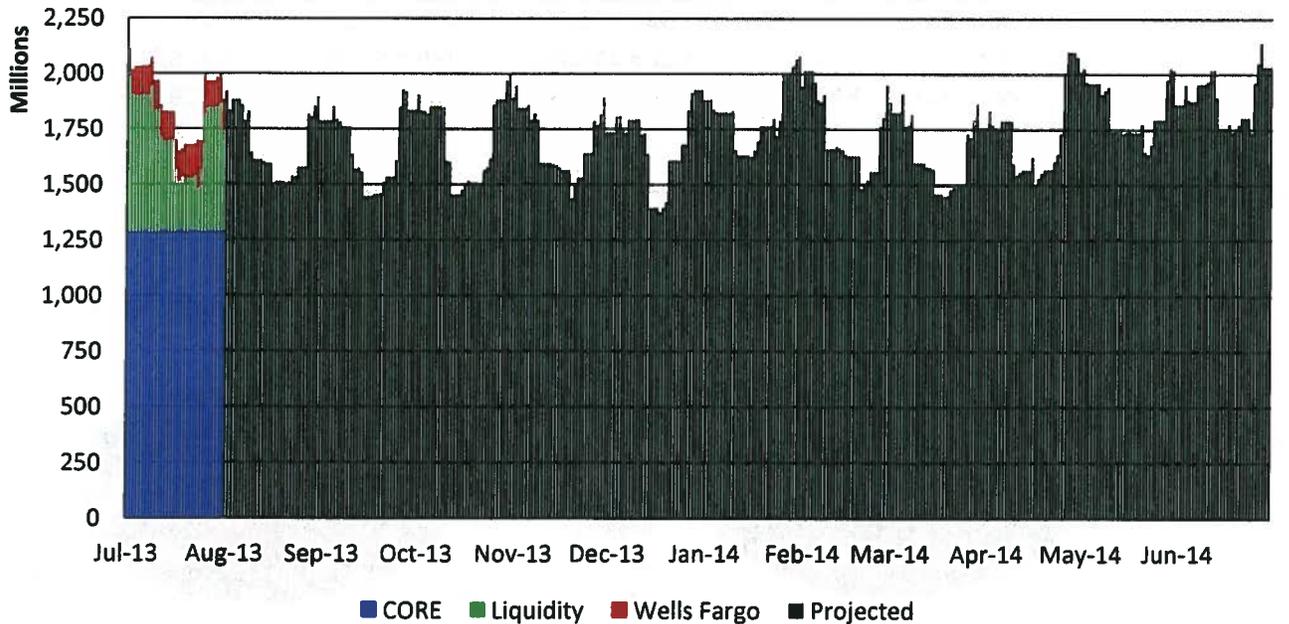
GENERAL FUND	Jul-12	Jul-13	Difference
Liquidity	566,160,867	455,970,697	(110,190,170)
CORE	1,283,214,864	1,290,510,145	7,295,281
Wells Fargo - FA	67,005,937	133,135,222	66,129,285
	1,916,381,669	1,879,616,064	-36,765,605



General Fund Investment Pool Historical Balance



FY - 14 GFIP Balance Projections



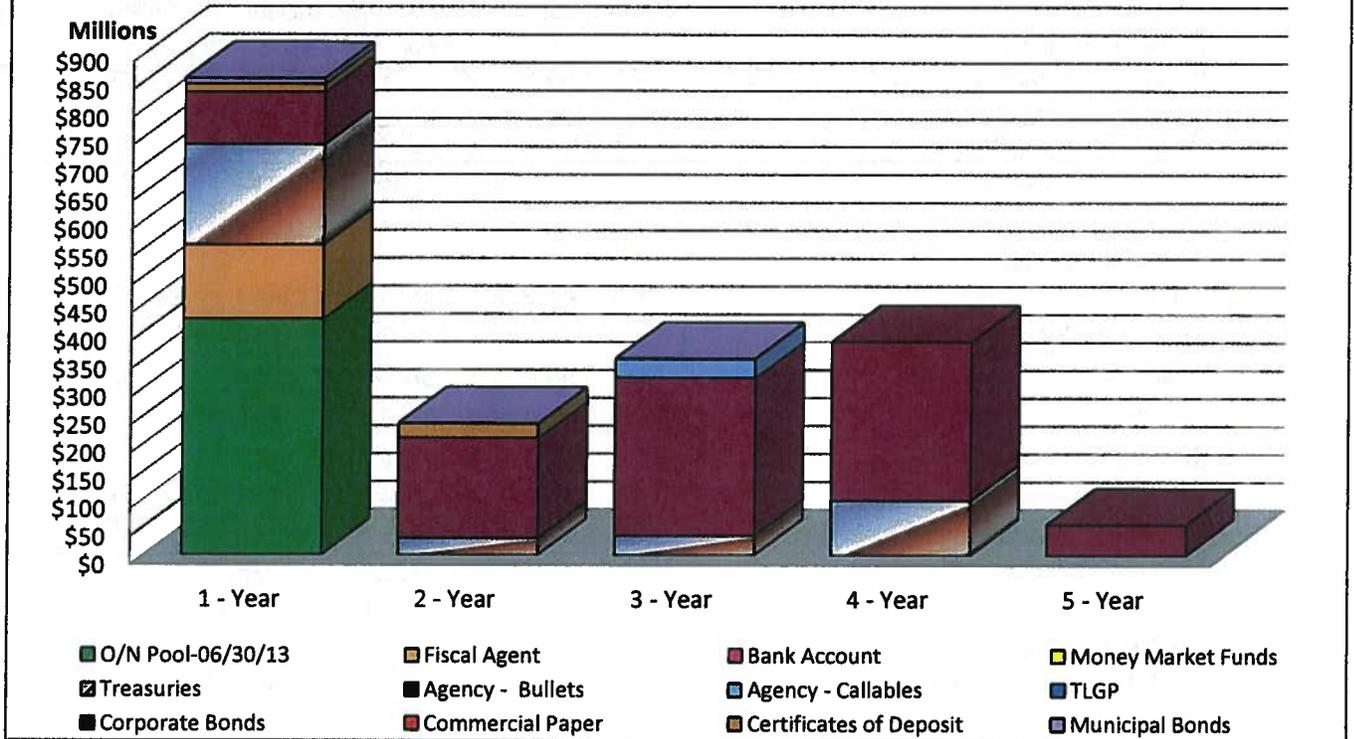
FY15 - FY17 General Fund Recurring Appropriation Outlook

(in millions of dollars)	OpBud FY13	GAA FY14	Outlook FY15	Outlook FY16	Outlook FY17
February 2013 Consensus - Recurring Revenue	\$ 5,611.2	\$ 5,864.7	\$ 6,189.1	\$ 6,361.4	\$ 6,513.9
Total of Recurring Revenue	\$ 5,611.2	\$ 5,864.7	\$ 6,189.1	\$ 6,361.4	\$ 6,513.9
Yr/Yr percent change		4.5%	5.5%	2.8%	2.4%
Recurring Appropriations:					
Public Education ¹	\$ 2,455.3	\$ 2,567.5	\$ 2,644.5	\$ 2,723.8	\$ 2,805.6
Higher Education ²	\$ 757.7	\$ 790.2	\$ 806.0	\$ 822.1	\$ 838.5
Public Safety ²	\$ 367.8	\$ 377.5	\$ 385.0	\$ 392.7	\$ 400.6
Medicaid ³	\$ 905.0	\$ 931.3	\$ 968.6	\$ 1,007.3	\$ 1,047.6
Other Health & Human Services ¹	\$ 145.0	\$ 149.9	\$ 154.4	\$ 159.0	\$ 163.8
All Other Government ²	\$ 1,027.9	\$ 1,077.5	\$ 1,099.0	\$ 1,121.0	\$ 1,143.4
Subtotal of Recurring Appropriations	\$ 5,658.8	\$ 5,893.8	\$ 6,067.5	\$ 6,226.0	\$ 6,399.5
Yr/Yr percent change		4.2%	2.8%	2.8%	2.8%
Additional GF Obligations:					
0.75% ERB Employer Increase ⁴	\$ -	\$ -	\$ 18.6	\$ 19.2	\$ 19.8
Ch 227/SB27 Public Employee Retirement Changes	\$ -	\$ -	\$ 2.3	\$ 2.4	\$ 2.4
SB26 Judicial Retirement Changes	\$ -	\$ 2.7	\$ 2.7	\$ 2.7	\$ 2.7
Subtotal of Additional GF Obligations	\$ -	\$ -	\$ 20.9	\$ 21.6	\$ 22.2
Total Recurring Approp. + Add. Funding	\$ 5,658.8	\$ 5,893.8	\$ 6,078.4	\$ 6,247.5	\$ 6,421.7
Surplus/(Deficit)	\$ (47.6)	\$ (29.1)	\$ 110.7	\$ 113.9	\$ 92.2

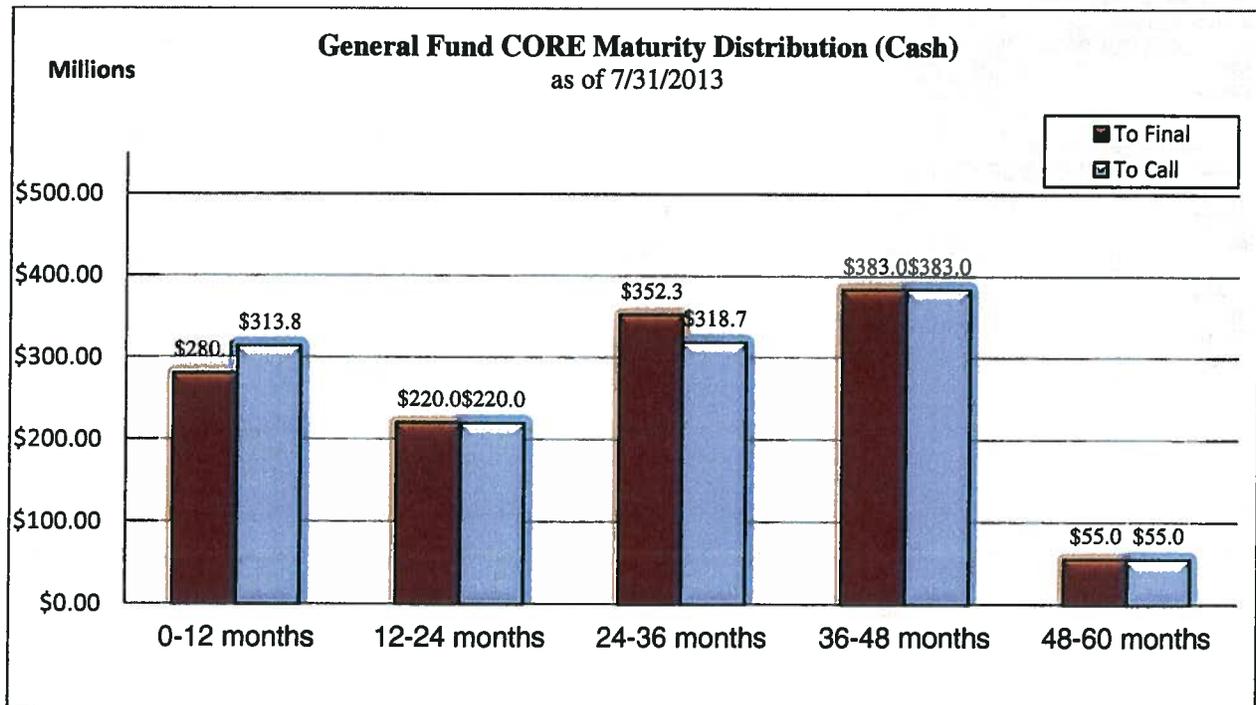
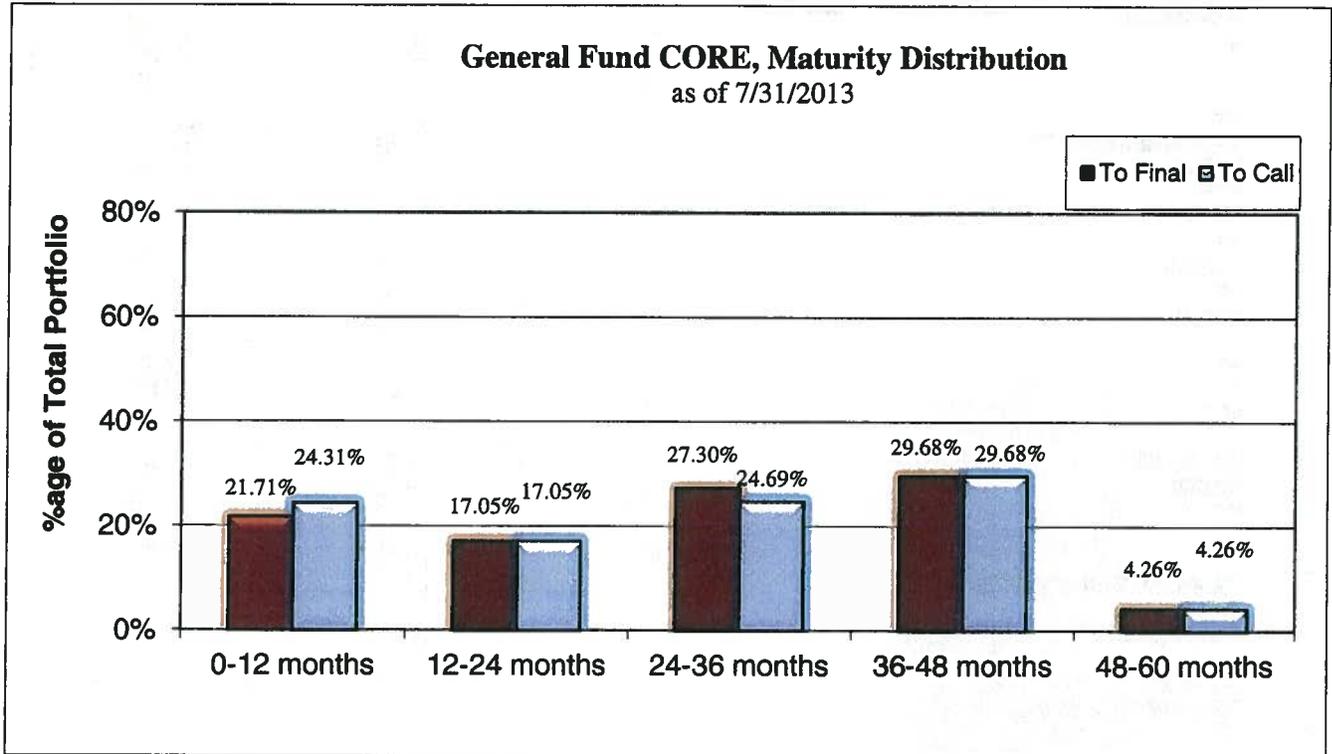
Notes:

- (1) Public education, and other health & human services is assumed to grow at 3 percent in FY15 - FY16.
- (2) Higher education, public safety, and all other government is assumed to grow at 2 percent in FY15 - FY16.
- (3) Medicaid spending growth in FY15 - FY16 is estimated at 4 percent.
- (4) The general fund is scheduled to contribute an additional 0.75 percent of employer salaries to ERB for FY15. (Refer to Laws 2011, Ch178, House Bill 628)

General Fund Maturity Ladder by Year & Asset Type as of July 31, 2013

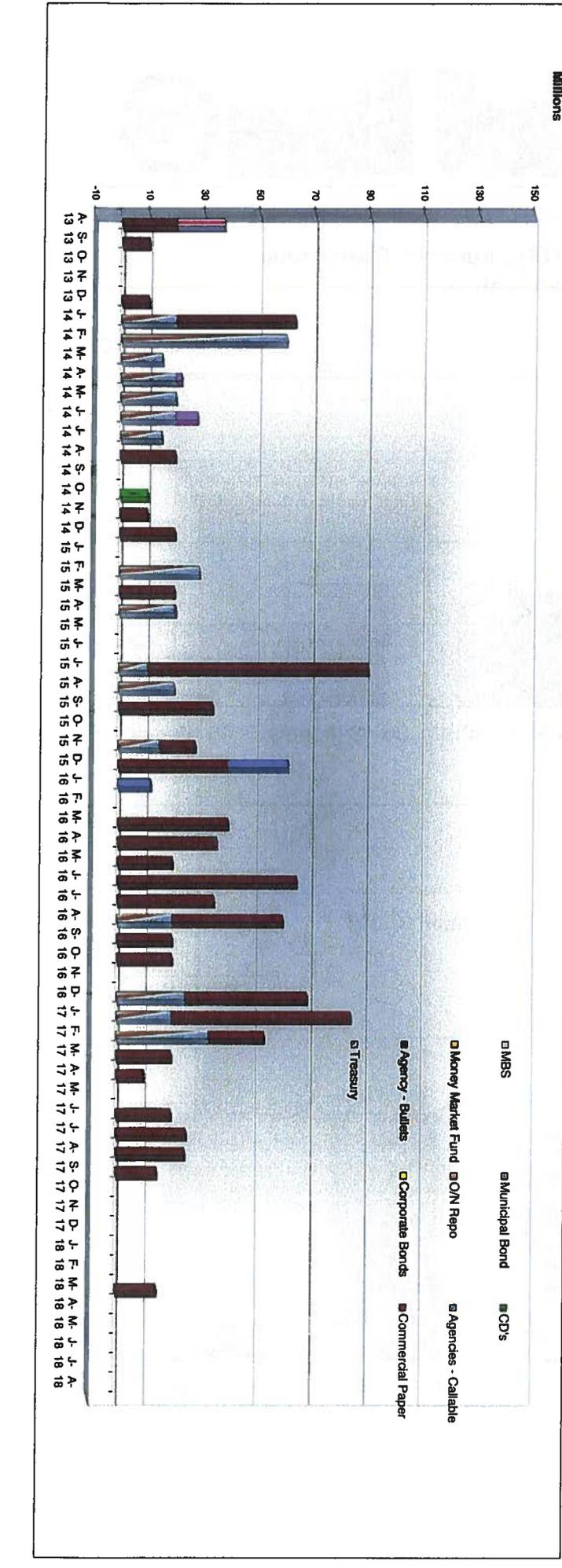


Asset Allocation	1 - Year	2 - Year	3 - Year	4 - Year	5 - Year	Total	%
Agency - Bullets	93,000,000	179,000,000	282,750,000	284,500,000	55,000,000	894,250,000	48%
Agency - Callables			33,660,000			33,660,000	2%
TLGP						0	0%
Corporate Bonds						0	0%
Money Market Funds	1,300					1,300	0%
Municipal Bonds	10,015,000	540,000	785,000			11,340,000	1%
Certificates of Deposit	15,000,000	25,750,000				40,750,000	2%
Commercial Paper						0	0%
Treasuries	180,000,000	30,500,000	35,150,000	98,500,000		344,150,000	18%
Bank Account						0	0%
Fiscal Agent	133,135,222					133,135,222	7%
O/N Pool-07/31/13	422,329,542					422,329,542	22%
Total:	853,481,064	235,790,000	352,345,000	383,000,000	55,000,000	1,879,616,064	100%
% of Total:	45%	13%	19%	20%	3%		



CORE Portfolio Monthly Maturities as of July 31, 2013

Category	Aug-13	Sep-13	Oct-13	Nov-13	Dec-13	Jan-14	Feb-14	Mar-14	Apr-14	May-14	Jun-14	Jul-14	Aug-14	Sep-14	Oct-14	Nov-14	Dec-14	Jan-15	Feb-15	Mar-15	Apr-15	
Treasury	37,110,145	10,000,000	0	0	10,000,000	63,000,000	60,000,000	15,000,000	20,000,000	20,000,000	20,000,000	15,000,000	27,940,000	15,000,000	20,000,000	20,000,000	20,000,000	20,000,000	29,000,000	20,000,000	20,000,000	20,540,000
Commercial Paper	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Corporate Bonds	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
CDs	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Agency - Bullets	20,000,000	10,000,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Agencies - Callable	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Municipal Bond	17,108,845	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
ON Repo	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
MBS	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Money Market Fund	1,300	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	53,500,000	20,000,000	10,000,000	0	20,000,000	63,000,000	60,000,000	15,000,000	20,000,000	20,000,000	20,000,000	15,000,000	27,940,000	15,000,000	20,000,000	20,000,000	20,000,000	20,000,000	29,000,000	20,000,000	20,000,000	20,540,000
% of Total:	4.15%	1.55%	0.77%	0.00%	1.55%	1.89%	1.94%	1.16%	1.55%	1.55%	1.55%	1.16%	2.79%	1.16%	1.55%	1.55%	1.55%	1.55%	2.25%	1.55%	1.55%	1.55%
Treasury	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Commercial Paper	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Corporate Bonds	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
CDs	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Agency - Bullets	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Agencies - Callable	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Municipal Bond	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
ON Repo	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
MBS	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Money Market Fund	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Total	53,500,000	20,000,000	10,000,000	0	20,000,000	63,000,000	60,000,000	15,000,000	20,000,000	20,000,000	20,000,000	15,000,000	27,940,000	15,000,000	20,000,000	20,000,000	20,000,000	20,000,000	29,000,000	20,000,000	20,000,000	20,540,000
% of Total:	4.15%	1.55%	0.77%	0.00%	1.55%	1.89%	1.94%	1.16%	1.55%	1.55%	1.55%	1.16%	2.79%	1.16%	1.55%	1.55%	1.55%	1.55%	2.25%	1.55%	1.55%	1.55%



Portfolio Summary – General Fund Investment Pool

Summary

- The General Fund Investment Pool (Bank, Liquidity and Core Portfolios) closed the month of July at \$2.0 Billion, a decrease of \$100MM over June balances.
- Average Collected Balance at our Fiscal Agent bank was \$131 Million for the month of July.

Portfolio Mix

- At month end, 99% of the General Fund Core portfolio was invested in fixed income securities; 41% in US Government Securities; 59% in Government Related Securities (Municipal Bonds and Agency Securities), and the balance ~1% in Cash.
- 21% of the portfolio is invested in securities that mature in one year; 20% in securities that mature from 1-2 years; 57% in 2-4 years and 2% within 5 years.
- The General Fund Core portfolio held positions in 72 securities at the end of July.
- The Weighted Average Life of the CORE portion of the general fund is 2.35 years. The Weighted Average duration is 2.25 years.
- The benchmark duration for the CORE portfolio is 2.25 years.
- The maximum security term for the CORE portfolio is 5 years.

Performance

- For July, the General Fund CORE portfolio slightly outperformed its benchmark by four basis points (0.04%) The general fund gained 0.23% and the benchmark rose 0.19%.
- For the last 3 months, the general fund lagged its benchmark by 1 basis point (0.01%). The general fund lost 0.55% while the benchmark lost 0.54%.
- For the last 12-months, the general fund outperformed its benchmark by 24 basis points (0.24%). The general fund gained 0.12% while the benchmark lost 0.12%.

Market Value and Investment Earnings

- Unrealized gains in the Core Portfolio at the end of July were \$1.5 million.
- Over the month, the unrealized value of the portfolio increased by \$2.4 Million due to lower rates in the secondary market.
- Monthly Earnings for July on the General Fund Portfolios were \$0.8 million.
- Year-to-date earnings were over \$0.8 million.
- The August 2013 LFC Consensus Revenue Estimate projected FY14 STO General Fund Investment Pool earnings at \$16 Million.
- Projected STO FY earnings are \$9.6 million
- Earnings on the General Fund are used to offset General Fund Spending.

Investment Highlights

- Maturing securities and free cash are invested to the benchmark duration.

- Relative overweight in agency securities relative to the benchmark has resulted in a portion of performance gains.
- Relative overweight in duration has resulted in a portion of performance gains.

Compensating Balances at Fiscal Agent Bank

During July, STO maintained Average Daily Collected Balances at the Fiscal Agent Bank of approximately \$132 million. This balance earned a credit against processing fees assessed by the bank.

Fiscal Agent Bank Summary:

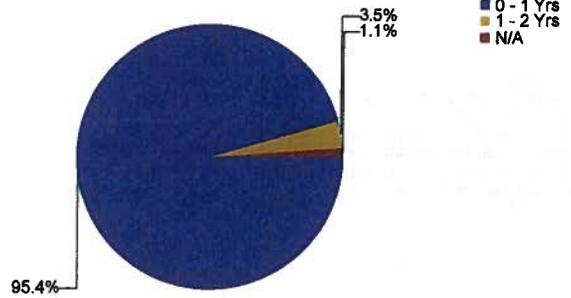
<i>Average Collected Balance</i>	\$131,989,140
<i>Earnings Credit Rate</i>	0.50%
<i>Estimated Monthly Earnings</i>	\$54,995
<i>Estimated Fiscal YTD Earnings</i>	\$54,995

Source: Wells, Fargo & Co.

Portfolio Characteristics

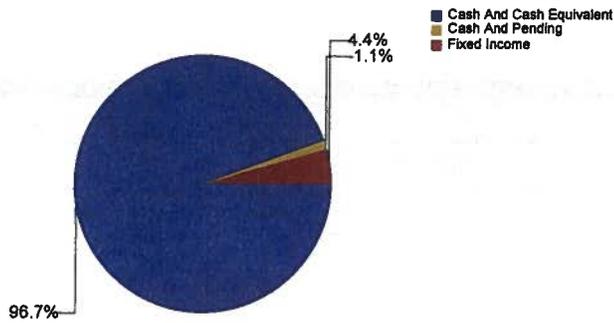
Duration (Mn)

Total Net Assets (Millions) 456.0
Weighted Average Life (Years) 0.08
Weighted Avg. Effective Duration (Years) 0.07
Weighted Average Coupon (%) 0.13
Weighted Average Current Yield (%) 0.13
Weighted Average Yield to Maturity (%) 0.13
Weighted Average Rating AA
Number of Holdings 24



Asset Mix

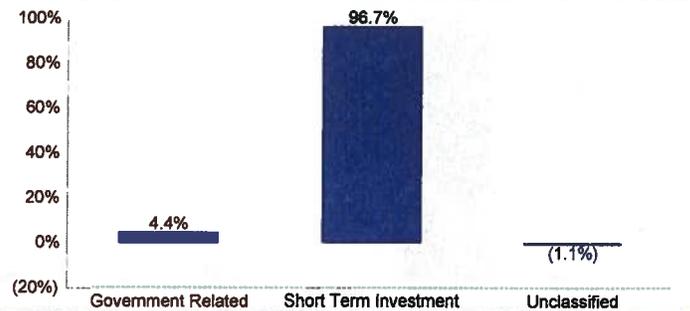
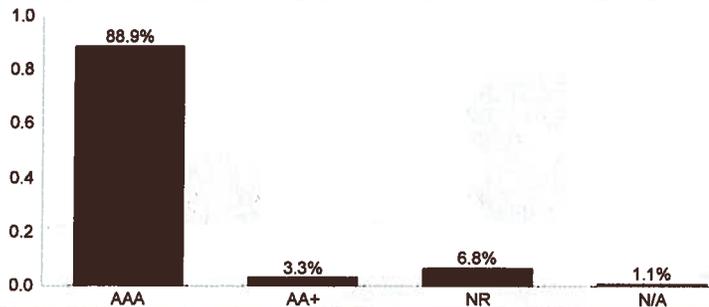
Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
99DL20037	REPO BANK OF NEW YORK/SOUTH STREET SECS	10.02%	0.11	1/8/2013
99DL20033	REPO MITSUBISHI UFJ SECURITIES (USA),INC.	9.88%	0.11	1/8/2013
99DL20036	REPO MITSUBISHI UFJ SECURITIES (USA),INC.	9.88%	0.11	1/8/2013
99DL20030	REPO MITSUBISHI UFJ SECURITIES (USA),INC.	9.88%	0.11	1/8/2013
99DL20032	REPO MITSUBISHI UFJ SECURITIES (USA),INC.	9.88%	0.11	1/8/2013
99DL20034	REPO MITSUBISHI UFJ SECURITIES (USA),INC.	9.88%	0.11	1/8/2013
99DL20029	REPO MITSUBISHI UFJ SECURITIES (USA),INC.	9.07%	0.11	1/8/2013
99DL20028	REPO MITSUBISHI UFJ SECURITIES (USA),INC.	9.07%	0.11	1/8/2013
99DL20027	REPO MITSUBISHI UFJ SECURITIES (USA),INC.	6.37%	0.11	1/8/2013
3133604M6	FEDERAL HOME LOAN BANKS CONS BD FLT 14 23/JAN/2014	4.34%	0.08	23/1/2014

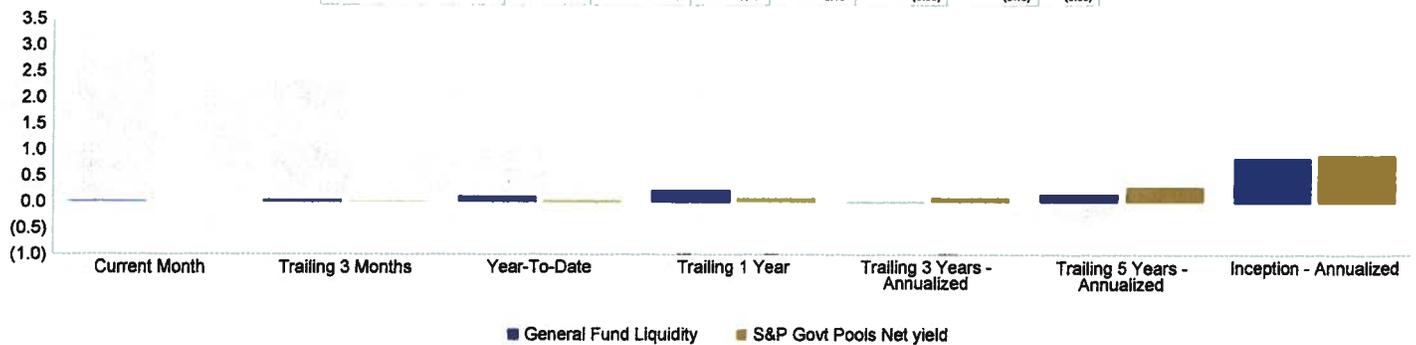
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns Series

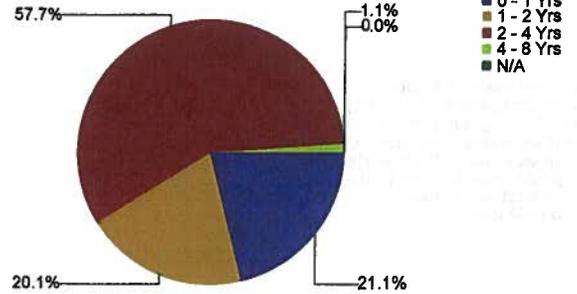
	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years - Annualized	Trailing 5 Years - Annualized	Inception
General Fund Liquidity	0.01	0.04	0.08	0.21	0.01	0.14	0.84
S&P Govt Pools Net yield	0.00	0.01	0.02	0.05	0.07	0.29	0.90
Excess	0.01	0.03	0.07	0.16	(0.06)	(0.16)	(0.06)



Portfolio Characteristics

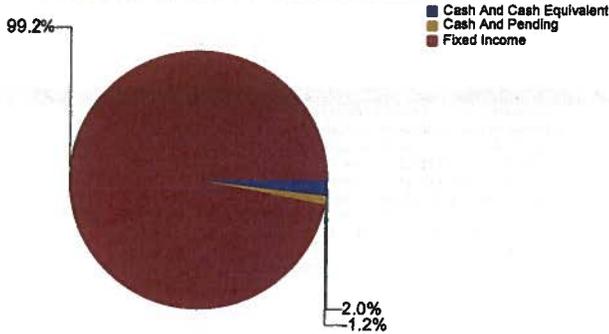
Duration (Yrs)

Total Net Assets (Millions)	1,324.8
Weighted Average Life (Years)	2.35
Weighted Avg. Effective Duration (Years)	2.25
Weighted Average Coupon (%)	1.76
Weighted Average Current Yield (%)	0.59
Weighted Average Yield to Maturity (%)	0.59
Weighted Average Rating	AA
Number of Holdings	72



Asset Mix

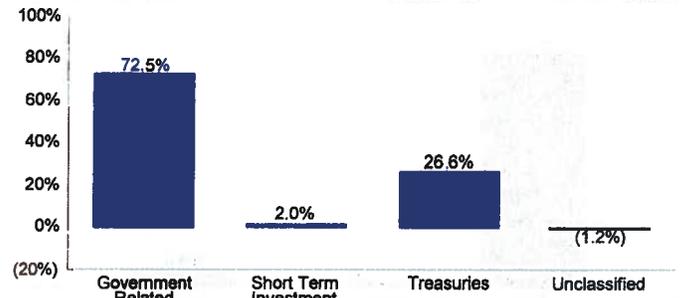
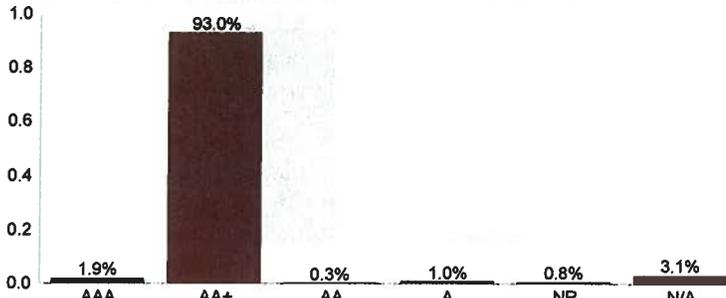
Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
313500LH1	FEDERAL NATIONAL MORTGAGE ASSOC 0.5% NTS	4.48%	0.50	2/7/2015
31359MH99	FEDERAL NATIONAL MORTGAGE ASSOC 5% BDS 15/MAR/2016	3.38%	5.00	15/3/2016
3137EACW7	FEDERAL HOME LOAN MORTGAGE CORP 2% BDS 29/AUG/2018	3.12%	2.00	25/8/2016
912828KF8	UNITED STATES OF AMER TREAS NOTES 1.670% TB	3.04%	1.68	28/2/2014
313500GY3	FEDERAL NATIONAL MORTGAGE ASSOC 1.25% MTG BDS	3.01%	1.25	30/1/2017
313500980	FEDERAL NATIONAL MORTGAGE ASSOC 0.375% BDS	2.97%	0.38	21/12/2015
3133834R9	FEDERAL HOME LOAN BANKS 0.375% BDS 24/JUN/2016	2.89%	0.38	24/6/2016
31359M2D4	FEDERAL NATIONAL MORTGAGE ASSOC 4.875% BDS	2.88%	4.88	15/12/2016
3135008A0	FEDERAL NATIONAL MORTGAGE ASSOC 2.375% NTS	2.79%	2.38	11/4/2016
9128283J0	US 0.67500 '17	2.51%	0.68	28/2/2017

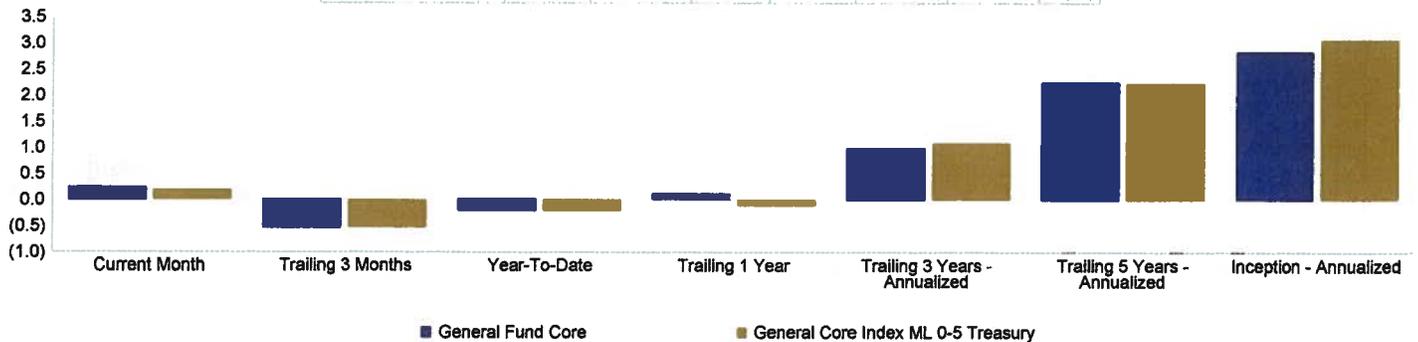
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years - Annualized	Trailing 5 Years - Annualized	Inception
General Fund Core	0.23	(0.06)	(0.21)	0.12	0.88	2.25	2.85
General Core Index ML 0-5 Treasury	0.19	(0.54)	(0.22)	(0.12)	1.09	2.23	3.09
Excess	0.04	(0.01)	0.00	0.24	(0.11)	0.02	(0.24)



Performance by Asset Class

Account Performance Results

As of July 2013

Asset Class	End Market Value	Weight	1 Month	3 Months	YTD	FYTD	1 Year
General Fund Liquidity							
Fixed Income	20,214,057.00	4.43%	0.06	0.05	0.22	0.06	0.26
Government Related	20,214,057.00	4.43%	0.05	0.04	0.21	0.05	0.26
Cash And Cash Equivalent	440,993,573.00	96.70%	0.01	0.04	0.09	0.01	0.21
Cash And Pending	(5,173,040.41)	(1.13%)	0.00	0.00	0.00	0.00	0.00
TOTAL	456,034,589.59	100.00%	0.01	0.04	0.09	0.01	0.21

Performance by Asset Class Account Performance Results As of July 2013

Asset Class	End Market Value	Weight	1 Month	3 Months	YTD	FYTD	1 Year
General Fund Core							
Fixed Income	1,313,595,594.14	99.16%	0.23	(0.56)	(0.23)	0.23	0.11
Government Related	960,634,846.77	72.51%	0.25	(0.66)	(0.28)	0.25	0.16
Treasuries	352,960,747.37	26.64%	0.16	(0.33)	(0.08)	0.16	0.05
Cash And Cash Equivalent	27,154,502.89	2.05%	0.04	0.11	0.26	0.04	0.40
Cash And Pending	(15,981,068.80)	(1.21%)	0.00	0.00	0.00	0.00	0.00
TOTAL	1,324,769,028.23	100.00%	0.23	(0.55)	(0.21)	0.23	0.12

STATE OF NEW MEXICO GENERAL FUND CORE (1001)

Portfolio Classification Summary
Positions Held as of 7/31/13 (TRADE BASIS)

AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	1	.1115	.00270	17,108,845	17,108,845	17,108,845		1.296
CERTIFICATES OF DEPOSIT	1	.5500	1.20820	10,000,000	10,000,000	10,000,000		.758
U.S. TREASURY BONDS	1	.3822	2.29320	15,000,000	18,240,520	18,220,350	-20,170	1.380
US TREASURY NOTE ACT/ACT 2X	16	.9088	1.67919	329,150,000	331,604,490	333,044,148	1,439,658	25.233
AGENCY US BOND 30/360 2X	7	.5497	2.24146	163,000,000	164,230,523	163,887,530	-342,993	12.417
AGENCY 30/360 2X	3	.5447	3.13417	66,000,000	65,981,069	66,357,569	376,500	5.028
AGENCY US NOTES 30/360 2X	24	.8042	2.56024	514,910,000	535,424,709	535,428,052	3,343	40.566
FED NATL MORTGAGE ASSN DEBS	8	.7126	2.55516	180,000,000	180,282,110	180,333,950	51,840	13.663
MUNI US 30/360 2X	8	.8117	.98056	10,845,000	10,959,461	10,976,201	16,740	.832
MUNICIPAL BOND REVENUE	2	.4869	.83560	495,000	502,619	503,339	720	.038
UNITS - INVESTMENT POOL 1	1			1,300	1,300	1,300		
CASH ACCOUNT	1			-15,976,398	-15,976,398	-15,976,398		-1.210
	73	.7662	2.26613	1,290,533,747	1,318,359,248	1,319,884,886	1,525,638	100.000

STATE OF NEW MEXICO GENERAL FUND (1000)

Portfolio Classification Summary
Positions Held as of 7/31/13 (TRADE Basis)

AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	2	.1115	.00270	405,220,697	405,220,697	405,220,697		72.849
CERTIFICATES OF DEPOSIT	9	.4033	.81523	30,750,000	30,750,000	30,750,000		5.528
AGENCY US VARIABLE ACT/360 4X	1	.1110	.48220	20,000,000	19,998,594	20,005,800	7,206	3.597
MUNI US 30/360 2X	1	.3549	.83560	200,000	207,628	207,832	204	.037
MUNICIPAL BOND REVENUE	1	.3536	.91510	4,965,412	4,965,412	4,965,412		.893
CASH ACCOUNT	1			95,096,815	95,096,815	95,096,815		17.096
	<u>15</u>	<u>.1108</u>	<u>.08786</u>	<u>556,232,924</u>	<u>556,239,146</u>	<u>556,246,556</u>	<u>7,410</u>	<u>100.000</u>

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 8/01/13 @ 08:52:45
 BASIS: TRADE (SIC FROM SECURITY-MASTER)
 AS-OF: 7/31/13
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

STATE OF NEW MEXICO
 T R E A S U R E R ' S O F F I C E

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
95,096,815	(TD)-CASH KEY	CASHCASH				1.000000000	95,096,814.68	95,096,815.00
95,096,815					.006		95,096,814.68	95,096,815.00

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

55,220,697	OVERNIGHT REPO	0801RP	.110	8/01/13	.112	100.000000761	55,220,697.42	55,220,697.42
350,000,000	OVERNIGHT REPO	0801RP	.110	8/01/13	.112	100.000000000	350,000,000.00	350,000,000.00
5,000,000	FIRST NATIONAL BANK SANTA FE	10336906	.400	10/15/13	.400	100.000000000	5,000,000.00	5,000,000.00
8,000,000	CENTURY BANK SANTA FE	17099247	.300	10/31/13	.300	100.000000000	8,000,000.00	8,000,000.00
418,220,697					.001		418,220,697.42	418,220,697.42

====> 0004 ITEMS IN SUBTOTAL FOR =====> FINAL-MATURITY.. =====> 2013 <=====

20,000,000	FEDERAL HOME LOAN BANKS	3133804M	.273	1/23/14	.112	99.992970600	19,998,594.12	20,005,800.00
4,965,412	STN SERIES 2013S-C	STN2013S	.350	6/30/14	.354	100.000008257	4,965,412.41	4,965,412.41
2,000,000	UNION SAVINGS BANK	00015400	.400	7/08/14	.400	100.000000000	2,000,000.00	2,000,000.00
2,000,000	UNION SAVINGS BANK	00156000	.600	8/27/14	.600	100.000000000	2,000,000.00	2,000,000.00
2,000,000	Bank 34	01010047	.550	8/28/14	.550	100.000000000	2,000,000.00	2,000,000.00
8,000,000	CENTURY BANK SANTA FE	17099245	.400	9/29/14	.400	100.000000000	8,000,000.00	8,000,000.00
38,965,412					.015		38,964,006.53	38,971,212.41

====> 0006 ITEMS IN SUBTOTAL FOR =====> FINAL-MATURITY.. =====> 2014 <=====

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 8/01/13 @ 08:52:45
 BASIS: TRADE (SIC FROM SECURITY-MASTER)
 AS-OF: 7/31/13
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

STATE OF NEW MEXICO
 TREASURER'S OFFICE

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
250,000	GUADALUPE CREDIT UNION	735605	1.000	3/26/15	1.000	100.0000000000	250,000.00	250,000.00
3,000,000	FARMERS & STOCKMEN'S BANK	8521510	.400	4/23/15	.400	100.0000000000	3,000,000.00	3,000,000.00
500,000	WESTERN BANK CLOVIS	0.515981	.500	6/03/15	.500	100.0000000000	500,000.00	500,000.00
3,750,000					.156		3,750,000.00	3,750,000.00

====> 0003 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==> 2015 <====

200,000	GALLUP N MEX JT UTIL REV JT UTIL 364046EA	5.000	6/01/17	.355	103.8140000000	207,628.00	207,832.00
200,000				2.824		207,628.00	207,832.00

====> 0001 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==> 2017 <====

556,232,924				.001		556,239,146.63	556,246,556.83
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====> 0015 ITEMS IN SUBTOTAL FOR ==> FUND-NAME..... ==> GENERAL FUND <====

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 8/01/13 @ 08:52:45
 BASIS: TRADE (SIC FROM SECURITY-MASTER)
 AS-OF: 7/31/13

STATE OF NEW MEXICO
 T R E A S U R E R ' S O F F I C E

AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
- 15,976,398	(TD)-CASH KEY	CASHCASH				1.000000000	-15,976,397.57	-15,976,398.00
	1,300 UNITS - INVESTMENT POOL 1	UNITS001				1.000176923	1,300.23	1,300.00
- 15,975,098							-15,975,097.34	-15,975,098.00

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

17,108,845	OVERNIGHT REPO	0801RP	.110	8/01/13	.112	99.999998305	17,108,844.71	17,108,844.71
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135GOBR	.500	8/09/13	.588	99.998194300	19,999,638.86	20,001,800.00
10,000,000	UNITED STATES TREASURY NOTES	912828NY	.750	9/15/13	.541	100.025316900	10,002,531.69	10,008,200.00
10,000,000	FEDERAL HOME LOAN BANKS	313371UC	.875	12/27/13	1.110	99.910868900	9,991,086.89	10,031,800.00
57,108,845					.010		57,102,102.15	57,150,644.71

====> 0004 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2013 <====

13,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359MTP	5.125	1/02/14	.828	101.799554308	13,233,942.06	13,265,720.00
30,000,000	FED HOME LOAN BANKS	313376UF	.375	1/29/14	.323	100.027879233	30,008,363.77	30,036,300.00
20,000,000	UNITED STATES TREASURY NOTES	912828JZ	1.750	1/31/14	.666	100.537146200	20,107,429.24	20,164,800.00
20,000,000	UNITED STATES TREASURY NOTES	912828QH	1.250	2/15/14	1.413	99.912783050	19,982,556.61	20,124,200.00
40,000,000	UNITED STATES TREASURY NOTES	912828KF	1.875	2/28/14	1.048	100.478042900	40,191,217.16	40,410,800.00
15,000,000	UNITED STATES TREASURY NOTES	912828KJ	1.750	3/31/14	.729	100.674658000	15,101,198.70	15,162,900.00
2,075,000	NEW MEXICO ST UNIV REVS	647429V5	.300	4/01/14	.304	100.000000000	2,075,000.00	2,072,281.75

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT

STATE OF NEW MEXICO
 TREASURER'S OFFICE

RUN: 8/01/13 @ 08:52:45

BASIS: TRADE (SIC FROM SECURITY-MASTER)

AS-OF: 7/31/13

AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
20,000,000	UNITED STATES TREASURY NOTES	912828KN	1.875	4/30/14	1.476	100.294275750	20,058,855.15	20,261,800.00
20,000,000	UNITED STATES TREASURY NOTES	912828KV	2.250	5/31/14	1.509	100.608315550	20,121,663.11	20,350,000.00
3,060,000	NEW MEXICO FIN AUTH REV	64711NNW	3.000	6/01/14	1.490	101.261266013	3,098,594.74	3,116,824.20
3,615,000	NEW MEXICO FIN AUTH REV	64711NPN	2.000	6/01/14	.456	101.287485477	3,661,542.60	3,666,007.65
770,000	NEW MEXICO FIN AUTH REV	64711NXP	2.000	6/01/14	1.014	100.827184416	776,369.32	778,192.80
165,000	UNIVERSITY OF NM-REFUNDING	914692Q6	3.000	6/01/14	.487	102.092630303	168,452.84	168,682.80
330,000	UNIVERSITY OF NM-REFUNDING	914692N3	2.000	6/01/14	.487	101.262215152	334,165.31	334,656.30
20,000,000	UNITED STATES TREASURY NOTES	912828QS	.750	6/15/14	.771	99.981555300	19,996,311.06	20,106,200.00
15,000,000	UNITED STATES TREAS NTS	912828LC	2.625	7/31/14	1.513	101.096085933	15,164,412.89	15,368,550.00
20,000,000	FED NATL MORTGAGE ASSN DEBS	3135G0BY	.875	8/28/14	.457	100.453675250	20,090,735.05	20,148,000.00
10,000,000	FIRST NATIONAL BANK SANTA FE	01033690	.550	10/15/14	.550	100.000000000	10,000,000.00	10,000,000.00
10,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACY	.750	11/25/14	.772	99.985462100	9,998,546.21	10,070,400.00
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADA	.625	12/29/14	.364	100.374125550	20,074,825.11	20,104,800.00
283,015,000					.002		284,244,180.93	285,711,115.50
===> 0020 ITEMS IN SUBTOTAL FOR ===> FINAL-MATURITY.. ===> 2014 <===								
29,000,000	FEDERAL HOME LOAN BANK	313381YP	.250	2/20/15	.297	99.933161173	28,980,616.74	28,976,220.00
20,000,000	FED NATL MORTGAGE ASSN DEBS	3135G0HG	.375	3/16/15	.541	99.743318100	19,948,663.62	20,026,800.00
540,000	NEW MEXICO ST UNIV REVS	647429V6	.800	4/01/15	.811	100.000000000	540,000.00	539,886.60
20,000,000	UNITED STATES TREAS NTS	912828SP	.375	4/15/15	.387	99.979748950	19,995,949.79	20,038,200.00
60,000,000	FED NATL MORTGAGE ASSN DEBS	3135G0LN	.500	7/02/15	.511	99.992170233	59,995,302.14	60,138,600.00
10,500,000	UNITED STATES TREASURY NOTES	912828TD	.250	7/15/15	.320	99.864568572	10,485,779.70	10,487,295.00
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134A4VC	4.375	7/17/15	.965	106.635572800	21,327,114.56	21,559,800.00

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 8/01/13 @ 08:52:45
 BASIS: TRADE (SIC FROM SECURITY-MASTER)
 AS-OF: 7/31/13
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

STATE OF NEW MEXICO
 T R E A S U R E R ' S O F F I C E

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
25,000	SOUTHERN SANDOVAL CNTY N MEX A	843789FH	2.000	8/01/15	.710	102.576960000	25,644.24	25,676.00
20,150,000	UNITED STATES TREAS NTS	912828FE	4.250	8/15/15	.346	107.923701290	21,746,625.81	21,750,917.50
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACM	1.750	9/10/15	1.015	101.558235250	20,311,647.05	20,556,400.00
14,250,000	FEDERAL NATIONAL MORTGAGE ASSO CI	3135G0NV	.500	9/28/15	.503	100.008524070	14,251,214.68	14,262,967.50
15,000,000	UNITED STATES TREASURY BONDS	912810DT	9.875	11/15/15	.382	121.603471533	18,240,520.73	18,220,350.00
13,000,000	FEDERAL HOME LOAN BANKS	313380L9	.500	11/20/15	.432	100.169805000	13,022,074.65	12,998,830.00
40,000,000	FNMA	3135G0SB	.375	12/21/15	.439	99.863362950	39,945,345.18	39,843,200.00
11,660,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3EG	1.150	12/30/15	1.166	100.000000000	11,660,000.00	11,699,644.00
10,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3FA	1.100	12/30/15	1.115	100.000000000	10,000,000.00	10,028,800.00
304,125,000					.002		310,476,498.89	311,153,586.60

====> 0016 ITEMS IN SUBTOTAL FOR ===> FINAL-MATURITY.. ==> 2015 <====

12,000,000	FEDERAL NATIONAL MORTGAGE ASSO CI	3135G0TZ	.450	1/29/16	.456	100.000000000	12,000,000.00	11,961,480.00
40,000,000	FEDERAL NATIONAL MORTGAGE ASSO CI	31359MH8	5.000	3/15/16	.763	111.006459525	44,402,583.81	44,525,600.00
580,000	NEW MEXICO ST UNIV REVS	647429V7	1.000	4/01/16	1.014	100.000000000	580,000.00	575,771.80
35,500,000	FEDERAL NATIONAL MORTGAGE ASSO CI	3135G0BA	2.375	4/11/16	.804	104.209945409	36,994,530.62	37,116,315.00
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACT	2.500	5/27/16	1.095	103.934921300	20,786,984.26	21,027,000.00
25,000,000	FEDERAL AGRICULTURAL MORTG CORP	31315PB7	.900	6/09/16	.913	100.000000000	25,000,000.00	25,244,250.00
40,000,000	FEDERAL HOME LOAN BANK	3133834R	.375	6/24/16	.438	99.835645025	39,934,258.01	39,612,000.00
180,000	NEW MEXICO ST SEVERANCE TAX	647310Q4	5.000	7/01/16	.709	112.394533333	202,310.16	201,558.60
10,000,000	FANNIE MAE .0375 MAT 7/8/2016	3135G0XP	.375	7/05/16	.493	99.677450300	9,967,745.03	9,895,600.00
5,000,000	FANNIE MAE .0375 MAT 7/8/2016	3135G0XP	.375	7/05/16	.493	99.677450200	4,983,872.51	4,947,800.00
20,000,000	FEDERAL NATIONAL MORTGAGE ASSO CI	31359MS6	5.375	7/15/16	1.142	112.316489900	22,463,297.98	22,708,000.00

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 8/01/13 @ 08:52:45
 BASIS: TRADE (SIC FROM SECURITY-MASTER)
 AS-OF: 7/31/13
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

STATE OF NEW MEXICO
 T R E A S U R E R ' S O F F I C E

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
16,000,000	FARMER MAC	31315PR8	.770	8/01/16	.821	99.881680000	15,981,068.80	15,981,068.80
40,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACW	2.000	8/25/16	.844	103.529298400	41,411,719.36	41,542,800.00
20,000,000	UNITED STATES TREASURY NOTES	912828RF	1.000	8/31/16	.929	100.213577350	20,042,715.47	20,207,800.00
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0CM	1.250	9/28/16	1.218	100.151677800	20,030,335.56	20,308,600.00
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EAAJ	5.125	10/18/16	.561	114.542649000	22,908,529.80	22,743,800.00
34,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359M2D	4.875	12/15/16	.590	114.315004500	38,867,101.53	38,463,180.00
10,000,000	FEDERAL HOME LOAN BANKS	3133XHJK	4.750	12/16/16	.704	113.504889300	11,350,488.93	11,296,000.00
25,000,000	UNITED STATES TREAS NTS	912828RX	.875	12/31/16	.776	100.333127720	25,083,281.93	25,062,500.00
393,260,000					.001		412,990,823.76	413,421,124.20
===> 0019 ITEMS IN SUBTOTAL FOR ===> FINAL-MATURITY.. ===> 2016 <===								
25,000,000	FEDERAL AGRICULTURAL MORTGAGE CO	31315PN8		1/26/17		100.000000000	25,000,000.00	25,132,250.00
40,000,000	FED NATL MORTGAGE ASSN DEBS	3135G0GY	1.250	1/30/17	1.069	100.670243200	40,268,097.28	40,410,400.00
20,000,000	UNITED STATES TREAS NTS	912828SC	.875	1/31/17	.846	100.100980850	20,020,196.17	20,029,600.00
20,000,000	FEDERAL HOME LOAN BANK	3133786Q	1.000	2/13/17	1.044	99.894513100	19,978,902.62	20,069,400.00
33,500,000	UNITED STATES TREAS NTS	912828SJ	.875	2/28/17	.872	100.011232508	33,503,762.89	33,510,385.00
20,000,000	FED HOME LOAN MORTGAGE CORP DBS	3137EADC	1.000	3/08/17	1.121	99.625932000	19,925,186.40	19,988,800.00
10,000,000	FED NATL MORTGAGE ASSN DEBS	3135G0JA	1.125	4/27/17	1.064	100.277005900	10,027,700.59	10,020,400.00
20,000,000	FEDERAL HOME LN MTG CORP	3137EADH	1.000	6/29/17	.934	100.301441450	20,060,288.29	19,897,800.00
25,500,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADJ	1.000	7/28/17	.932	100.317840549	25,581,049.34	25,218,225.00
25,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0MZ	.875	8/28/17	.799	100.348883480	25,087,220.87	24,584,250.00
15,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADL	1.000	9/29/17	.900	100.455613600	15,068,342.04	14,815,650.00
254,000,000					.002		254,520,746.49	253,677,160.00
===> 0011 ITEMS IN SUBTOTAL FOR ===> FINAL-MATURITY.. ===> 2017 <===								

SOURCE: VisualQED
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 AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

STATE OF NEW MEXICO
 T R E A S U R E R ' S O F F I C E

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
15,000,000	FED NAT'L MORTGAGE ASSN DEB	3136G1EN	1.100	3/13/18	1.115	100.0000000000	15,000,000.00	14,746,350.00
15,000,000					.039		15,000,000.00	14,746,350.00

====> 0001 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2018 <====

 1290533747

====> 0073 ITEMS IN SUBTOTAL FOR ====> FUND-NAME..... ====> GENERAL FUND CORE <====

 1318359254.88 1319884883.01

Portfolio Summary – Local Government Investment Pool (LGIP)

Summary

- Ending July market value for the LGIP was \$522mil, lower than the \$532mil reported at the end of June.
- The LGIP maintains an AAAM rating by Standard & Poor's.
- At the end of July the STO LGIP participant balance was \$24,320,476.37 or 4.7% of the Pool.
- At the end of July the Judicial District Court LGIP participant balance was \$3,947,682.14 or 0.8% of the Pool.

Portfolio Mix

- At the end of July 2013 the portfolio was invested as follows: 22% in US Treasuries, 22% in US Government Agencies, 29% in collateralized demand deposit accounts with qualified banking institutions, 18% in floating rate securities, and 9% in corporates/commercial paper.
- At month-end, the LGIP held positions in 38 securities.

Investment Earnings

- In July, the fund earned \$73,386 for its participants.
- For Fiscal Year 2013, the fund has earned \$73,386.
- 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 0.153% at the end of July.
- Net yield to participants was 0.103%.

Investment Highlights

- For the LGIP, the WAM(R) of 57 days, and WAM (F) of 94 days, were within their maximums of 60 and 120 days respectively.
- The LGIP experienced net withdrawals for the month of July.
- Maturities for July totaled \$1mil face amount.
- The WAM(R) continued to bump up against its 60 day maximum as only longer term investments offered a yield advantage vs. Wells Fargo bank deposits.
- As previously noted in June's report, LGIP utilized term investments whenever possible to reduce concentrations in collateralized bank deposits and was able to reduce exposure to very low yielding overnight repo to zero.
- LGIP longer term investments were purchased when yields obtainable were above 0.10%, the Wells Fargo bank deposit account default rate for cash. As short maturity yields have compressed even further, the LGIP needs to look further out the yield curve in order to achieve these levels.
- The LGIP kept the WAMs extended as interest rates in the one year and shorter maturities continued to grind lower.

- The Pool purchased \$21.3mil Agency securities maturing in December 2013 at yields between 0.105% and 0.115%.
- Agencies maturing in February 2014, \$4mil, were added at 0.14%.
- An FFCB Prime Rate FRN, \$12.5mil, was purchased with a one year maturity, yielding 0.175%.
- As spreads between Treasuries and Agencies continued to be tight, the LGIP turned to US Treasuries, purchasing \$5mil of a March 2014 maturity, at a yield of 0.12%.

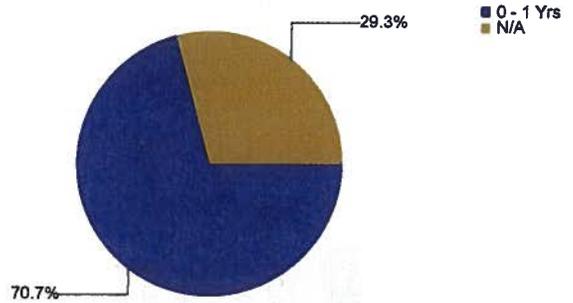
Investment Strategy

- LGIP WAMs are currently 50 and 84 days for WAM(R) and WAM (F) respectively.
- The LGIP has experienced net subscriptions in August so far, ~ \$23mil.
- Maturities will total \$19.7mil in August.
- For the month of August thus far, the six month US Treasury has been the outstanding performer on the yield curve, declining by 1.5 basis points to 0.053% from .068% at the end of July 2013.
- Longer-term interest rates, one to five year maturities, have been trended higher from 2 to 22 basis points, continuing to “steepen” the short-intermediate segment of the yield curve.
- The LGIP is continuing to add longer term investments that are attractive vs. overnight collateralized bank deposits. This has become extremely difficult as yields on Treasuries and Agencies slip below 0.10% out to February 2014.
- The LGIP WAMs may drift lower as longer term investments become less and less attractive.
- The LGIP was able to purchase \$19mil FHLB out to April 2014 at 0.14%.
- Agency floating rate notes that reset vs. the Prime Bank Rate are still attractive vs. other indices (that have trended lower as rates below six months have declined). LGIP added \$2mil FFCB maturing in March of 2015 at DM-305 bp or 0.20%.
- An additional \$1.485mil of FDIC SSGN (Structured Sale Guaranteed Notes) maturing in October 2013 was purchased at a yield of 0.13%.
- LGIP will continue to focus on maximizing safety of principal and providing adequate liquidity through the use of conservative investments.

Portfolio Characteristics

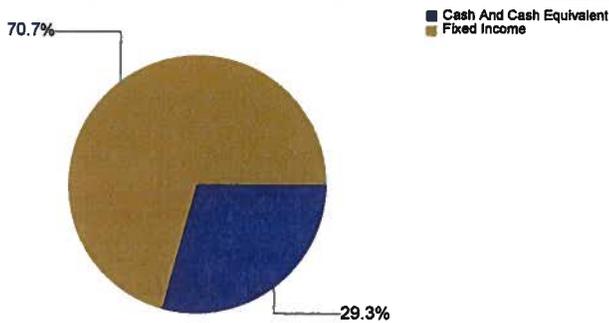
Duration 7.0

Total Net Assets (Millions)	522.2
Weighted Average Life (Years)	0.26
Weighted Avg. Effective Duration (Years)	0.18
Weighted Average Coupon (%)	0.38
Weighted Average Current Yield (%)	0.06
Weighted Average Yield to Maturity (%)	0.06
Weighted Average Rating	AA+
Number of Holdings	38



Asset Mix

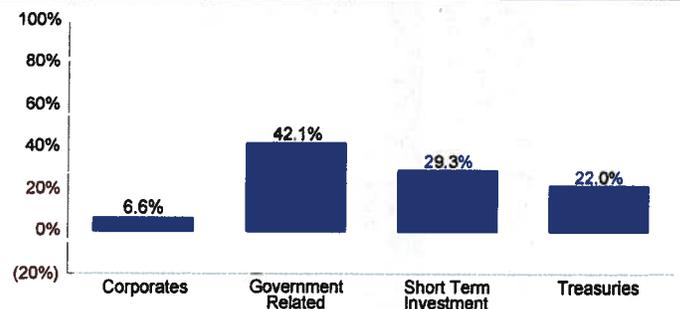
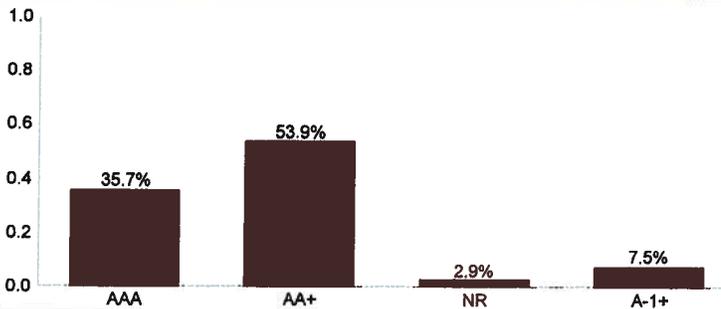
Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
68498LC10	BANK OF THE WEST	22.70%	0.00	1/8/2013
912828RW2	UNITED STATES TREAS NTS 0.125%31/DEC/2013	6.51%	0.13	31/12/2013
88498LC36	US BANK	5.76%	0.00	1/8/2013
450058CB7	INTERNATIONAL BANK FOR REC & DEV 0.5% BDS	4.27%	0.50	28/11/2013
912828RH2	UNITED STATES TREAS NTS 0.250% 31/OCT/2013	3.83%	0.25	31/10/2013
912828RS1	UNITED STATES TREAS NTS 0.25% 30/NOV/2013	3.83%	0.25	30/11/2013
912828RK8	UNITED STATES TREAS NTS 0.125% 30/SEP/2013	3.83%	0.13	30/9/2013
313379QY9	FEDERAL HOME LOAN BANKS CONS BD FLT 13 20/DEC/2013	3.83%	0.18	20/12/2013
3133804M8	FEDERAL HOME LOAN BANKS CONS BD FLT 14 23/JAN/2014	3.83%	0.08	23/1/2014
313589JW4	FEDERAL NATIONAL MORTGAGE ASSOC 0% BDS 01/AUG/2013	3.01%	0.00	1/8/2013

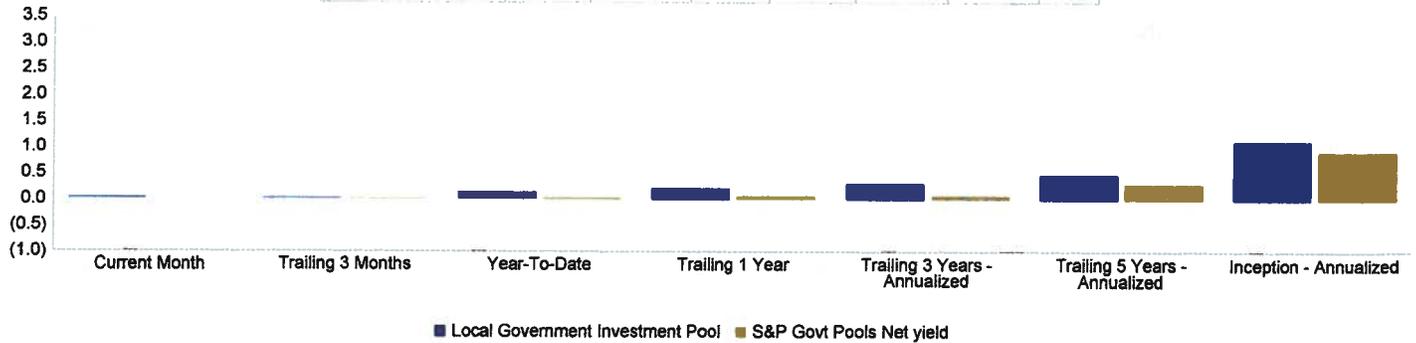
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years - Annualized	Trailing 5 Years - Annualized	Inception
Local Government Investment Pool	0.02	0.02	0.11	0.20	0.28	0.45	1.10
S&P Gov Pools Net yield	0.00	0.01	0.02	0.05	0.07	0.29	0.90
Excess	0.02	0.01	0.09	0.14	0.21	0.16	0.20



Performance by Asset Class Account Performance Results As of July 2013

Asset Class	End Market Value	Weight	1 Month	3 Months	YTD	FYTD	1 Year
Local Government Investment Pool							
Fixed Income	369,335,316.65	70.72%	0.02	0.00	0.12	0.02	0.20
Corporates	34,630,434.87	6.63%	0.04	(0.28)	0.12	0.04	0.18
Government Related	219,987,269.42	42.12%	0.02	0.03	0.13	0.02	0.21
Treasuries	114,717,612.36	21.97%	0.02	0.03	0.12	0.02	0.21
Cash And Cash Equivalent	152,897,129.23	29.28%	0.01	0.05	0.12	0.01	0.21
TOTAL	522,232,445.88	100.00%	0.02	0.02	0.11	0.02	0.20

STATE OF NEW MEXICO

LGIP FUND (4101)

Portfolio Classification Summary
Positions Held as of 7/31/13 (TRADE BASIS)

AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
US TREASURY NOTE ACT/ACT 2X	7	.1497	.32287	114,500,000	114,589,562	114,616,780	27,218	21.970
AGENCY US BOND 30/360 2X	7	.1283	.21814	61,495,000	61,652,549	61,656,357	3,808	11.818
AGENCY US DISC ACT/360 360 DAY	6	.1161	.23965	39,404,000	39,393,375	39,398,435	5,060	7.552
AGENCY US NOTES 30/360 2X	1	.1404	.24930	14,870,000	14,878,687	14,880,112	1,425	2.852
AGENCY US VARIABLE ACT/360 4X	9	.1148	.60781	93,720,000	93,750,066	93,763,741	13,675	17.973
CORP US NOTE 30/360 2X	2	.1515	.27072	12,340,000	12,347,900	12,346,532	-1,368	2.367
MEDIUM-TERM NOTES	1	.1544	.32330	22,235,000	22,259,677	22,257,680	-1,997	4.266
CORP US DISC ACT/ACT 365 DAY	1	.1932	.23560	9,895,000	9,890,603	9,890,844	241	1.896
CASH ACCOUNT	4			152,889,401	152,889,401	152,889,401		29.306
	38	.0953	.36193	521,348,401	521,651,820	521,699,882	48,062	100.000

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT

STATE OF NEW MEXICO
 T R E A S U R E R ' S O F F I C E

RUN: 8/01/13 @ 08:52:45

BASIS: TRADE (SIC FROM SECURITY-MASTER)

AS-OFF: 7/31/13

AMTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
1,893,326	WELLS FARGO CASH ACCOUNT	CASHCASH	.100			1.0000000000	1,893,326.37	1,893,326.00
2,359,980	WELLS FARGO SAVINGS	CASHCASH	.100			1.0000000000	2,359,979.79	2,359,980.00
118,562,759	BANK OF THE WEST	CASHCASH	.250			1.0000000000	118,562,758.88	118,562,759.00
30,103,799	US BANK	CASHCASH	.200			1.0000000000	30,103,799.45	30,103,799.00
152,919,864					.004		152,919,864.49	152,919,864.00

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

15,700,000	FEDERAL NATIONAL MORTGAGE ASSOCI	313589JW	.120	8/01/13	.122	100.0000000000	15,700,000.00	15,700,000.00
4,000,000	FEDERAL HOME LOAN BANK	3133826A	.110	8/01/13	.123	100.0000000000	4,000,000.00	4,000,000.00
14,340,000	FEDERAL HOME LOAN BANKS	3133XIBV	4.500	9/16/13	.101	100.549712134	14,418,828.72	14,419,013.40
5,000,000	FEDERAL FARM CREDIT BANKS	31331KZJ	.350	9/23/13	.103	100.035746800	5,001,787.34	5,000,400.00
20,000,000	UNITED STATES TREASURY NOTES	912828RK	.125	9/30/13	.195	99.988555100	19,997,711.02	20,002,400.00
12,000,000	FEDERAL HOME LOAN BANKS	313380V6	.220	10/01/13	.117	100.003398917	12,000,407.87	12,000,960.00
14,000,000	FEDERAL HOME LOAN BANKS	313382NY	.120	10/16/13	.111	100.002242000	14,000,313.88	14,000,840.00
10,155,000	FEDERAL HOME LOAN BANKS	3133XSAE	3.625	10/18/13	.114	100.751018907	10,231,265.97	10,231,264.05
9,895,000	CORUS CONSTRUCTION VENTURE, LLC	22087WAC		10/25/13	.194	99.955562607	9,890,602.92	9,890,844.10
1,340,000	INTERNATIONAL FINANCE CORPORATIO	45950VBF	.526	10/28/13	.155	100.090108209	1,341,207.45	1,341,031.80
14,870,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACX	.375	10/30/13	.140	100.058417687	14,878,686.71	14,880,111.60
20,000,000	UNITED STATES TREASURY NOTES	912828RN	.250	10/31/13	.211	100.009584700	20,001,916.94	20,009,400.00
5,500,000	UNITED STATES TREASURY NOTES	912828JQ	2.750	10/31/13	.092	100.657074364	5,536,139.09	5,536,300.00
11,000,000	INTER-AMERICAN DEVELOPMENT BANK	4581X0BU	.375	11/08/13	.151	100.060835091	11,006,691.86	11,005,500.00
10,000,000	US TREASURY STRIP	912833KB		11/15/13		99.950000000	9,995,000.00	9,997,700.00
22,235,000	INTERNATIONAL BANK FOR RECONSTRU	459058CB	.500	11/26/13	.154	100.110982820	22,259,677.03	22,257,679.70

STATE OF NEW MEXICO
TREASURER'S OFFICE

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2,400,000	FEDERAL HOME LOAN MORTGAGE CORPO	313397PT	.120	11/26/13	.122	99.961000000	2,399,064.00	2,399,688.00
20,000,000	UNITED STATES TREASURY NOTES	912828RS	.250	11/30/13	.201	100.016285750	20,003,257.15	20,012,600.00
10,000,000	FEDERAL HOME LOAN BANKS	313381HG	.125	12/06/13	.216	99.969412300	9,996,941.23	10,001,200.00
8,200,000	FEDERAL HOME LOAN BANK	313379R2	.250	12/13/13	.141	100.013964512	8,201,145.09	8,202,460.00
2,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	313397QR	.115	12/18/13	.117	99.955597000	1,999,111.94	1,999,540.00
20,000,000	FEDERAL HOME LOAN BANKS	313379QY	.250	12/20/13	.122	100.014787950	20,002,957.59	20,006,400.00
3,200,000	FEDERAL HOME LOAN BANKS	313385QT	.105	12/20/13	.106	99.958875000	3,198,684.00	3,199,232.00
8,526,000	FEDERAL HOME LOAN BANKS	313385QZ	.110	12/26/13	.112	99.955083392	8,522,170.41	8,523,868.50
7,578,000	FEDERAL HOME LOAN MORTGAGE CORPO	313397RD	.115	12/30/13	.112	99.951763922	7,574,344.67	7,576,105.50
34,000,000	UNITED STATES TREASURY NOTES	912828RW	.125	12/31/13	.116	100.003886353	34,001,321.36	34,004,080.00
305,939,000					.002		306,159,234.24	306,198,618.65
====> 0026 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==> 2013 <====								
20,000,000	FEDERAL HOME LOAN BANKS	3133804M	.273	1/23/14	.100	99.992973750	19,998,594.75	20,005,800.00
4,000,000	FEDERAL HOME LOAN BANKS	3133783D	.300	2/13/14	.142	100.085291750	4,003,411.67	4,003,640.00
5,000,000	UNITED STATES TREASURY NOTES	912828KJ	1.750	3/31/14	.116	101.084304200	5,054,215.21	5,054,300.00
2,700,000	FEDERAL FARM CREDIT BANKS	3133EATL	.250	6/11/14	.165	100.074119259	2,702,001.22	2,701,971.00
12,320,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0BQ	.360	6/23/14	.172	100.168341315	12,340,739.65	12,341,067.20
12,500,000	FEDERAL FARM CR BKS	3133ECVA		7/22/14		99.994900000	12,499,362.50	12,499,362.50
56,520,000					.010		56,598,325.00	56,606,140.70
====> 0006 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==> 2014 <====								

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STATE OF NEW MEXICO
 TREASURER'S OFFICE

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
2,000,000	FEDERAL FARM CREDIT BANKS	3133EAYU	.320	1/20/15	.145	100.170262500	2,003,405.25	2,002,720.00
4,000,000	FEDERAL FARM CREDIT BANKS	3133ECBF	.250	1/26/15	.228	100.036296500	4,001,451.86	4,003,000.00
6,000,000					.098		6,004,857.11	6,005,720.00

====> 0002 ITEMS IN SUBTOTAL FOR ===> FINAL-MATURITY.. =====> 2015 <====

 521,378,864

 521,682,280.84 521,730,343.35

====> 0038 ITEMS IN SUBTOTAL FOR ===> FUND-NAME..... =====> LGIP FUND <====

Portfolio Summary – Tax Exempt Bond Proceeds Investment Pool

Summary

- The Tax Exempt Bond Proceeds Investment Pool closed the month of July at \$521mil vs. \$466mil at the end of June.
- The Pool paid out \$9mil for capital spending in July 2013.
- The Pool paid out \$125mil for debt service on July 1, 2013.
- The Pool received proceeds of \$174mil from the NM Severance Tax bond sale in late July.

Portfolio Mix

- 98% of the Tax-Exempt BPIP portfolio was invested in fixed income securities and 2% in floating rate notes: 35% in Treasuries, 34% in Agency Securities, 3% in Supranational, 6% in NM municipal securities, 1% in NM bank collateralized CDs and the balance, approximately 21%, held in cash equivalents.
- 52% of the portfolio was invested in securities that mature in one year, 24% in securities that mature from 1-2 years, 24% in securities that mature from 2-4 years and 0% in securities out to 5 years.
- The Tax-Exempt BPIP held positions in 55 securities.
- Weighted Average Life of the Tax Exempt BPIP was 1.31 years. The Weighted Average duration was 1.15 years.
- The maximum security term for the BPIP portfolio is 5 years.

Investment Earnings

- Unrealized gains in the Tax-Exempt BPIP Portfolio were \$55,357 as of July 31st.
- Monthly Earnings on the portfolio for July were \$142,771.
- Earnings for FY2013 were \$142,771.
- 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 at the end of July was unchanged vs. June (1.15 yrs.) and shorter than the Benchmark (1.46 yrs.).
- The Tax-Exempt BPIP had maturities of \$2mil in the month of July.
- The Tax-Exempt BPIP had large cash flows during the month beginning with the debt service payment of \$125mil on July 1, 2013. This almost 35% decrease in the size of the Pool, lengthened the portfolio duration materially to 1.6 yrs.
- The Pool duration shortened in late July to 1.15 yrs. following the deposit of \$174mil in NM bond sale proceeds.
- Cash received was invested in a laddered fashion utilizing 9 month to 1.5 year maturity US Treasuries to facilitate liquidity for capital project withdrawals in the future. Yields obtained were between 0.12% and 0.19% for \$85mil face amount.

- The cash position of the Pool remained elevated, \$75mil+, at the end of July, as there are few maturities occurring in the portfolio out to December 2013 and relatively little incentive to invest from 1 to 6 months in Treasury and Agency securities.
- An exception was a purchase of \$12mil Farmer Mac (Federal Agricultural Mortgage Corporation), a US Government Agency issuer, maturing in November 2013, that yielded 0.10%, a decent spread to repo and short enough to fill a liquidity gap.
- Overnight repo was extremely low, averaging ~0.06% for the month, but a necessary alternative for providing immediate liquidity.

Performance

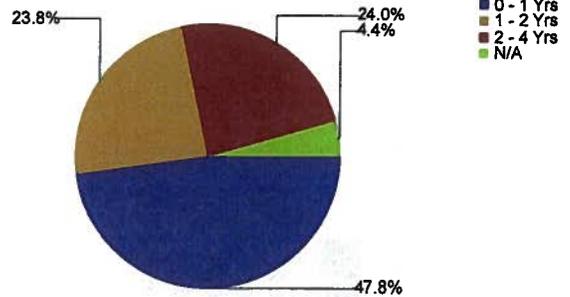
- The purchase yield was 0.36% at the end of July, lower than 0.44% reported for June.
- The Tax-Exempt BPIP returned 0.14% for the month of July and (0.15) % for the three months ended July 31, 2013, vs. Index returns of 0.12% and (0.02) % respectively. For the trailing 12 mos. the Pool returned 0.28% vs. 0.24% for the benchmark.
- US Treasury yields were lower for six month to five year maturities, falling between 2 and 6 basis points.
- Spread sectors stabilized vs. US Treasuries, as a result of more subdued movements in interest rates.
- Cash flows (debt service payments, capital project withdrawals, bond sale proceeds) have been a key driver of the portfolio's structure and performance for year-to-date 2013.
- The Pool held maturities longer than three years vs. the Benchmark's maximum maturity of three years.
- Agency callable structure durations remained relatively stable during. The Benchmark is not exposed to Agency callables.
- The change in the Benchmark for the Tax-Exempt BPIP to all Treasuries (three year maturity maximum) from a Benchmark blend of Treasury and Agency bullet and callable securities (five year maturity maximum) had an impact on the Pool's relative performance year-to-date 2013.

Investment Strategy

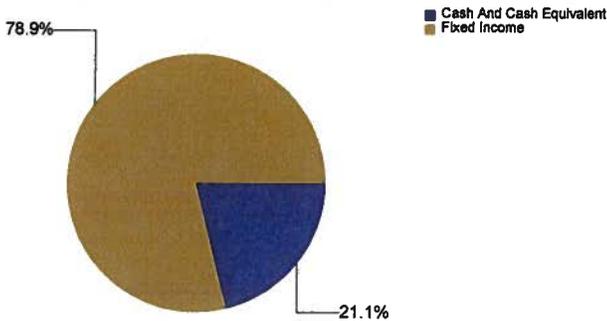
- The option-adjusted duration of the Tax-Exempt BPIP portfolio is currently 1.20 yrs. vs. 1.40 yrs. for the benchmark.
- The maturities for the Pool will total \$22.965mil for the month of August.
- Capital project withdrawals will be approximately \$27mil in August.
- Interest rates continue to move lower in the under 1 year maturity segment of the yield curve with 3 and 6 mos. Treasuries each declining 2 basis points thus far for August, yielding 0.018% and 0.048%, respectively.
- The Pool has invested cash balances in 1 to 6 month maturities when attractive to overnight repo rates while filling liquidity gaps in the upcoming months.
- US Government Agency securities have been purchased in August, \$60.6mil, with maturities between 2 and 6 months at yields ranging from 0.07% to 0.13%.
- The Tax-Exempt BPIP will invest close to the duration of the benchmark. Cash flow management has been a key factor during the year and will continue to be so going forward.

Portfolio Characteristics

Total Net Assets (Millions)	522.3
Weighted Average Life (Years)	1.31
Weighted Avg. Effective Duration (Years)	1.15
Weighted Average Coupon (%)	1.11
Weighted Average Current Yield (%)	0.32
Weighted Average Yield to Maturity (%)	0.34
Weighted Average Rating	AA
Number of Holdings	53



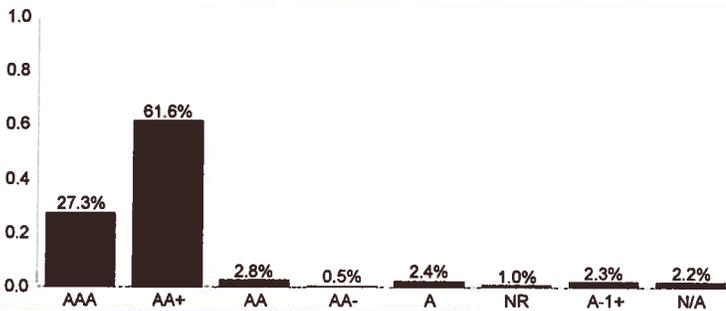
Asset Mix



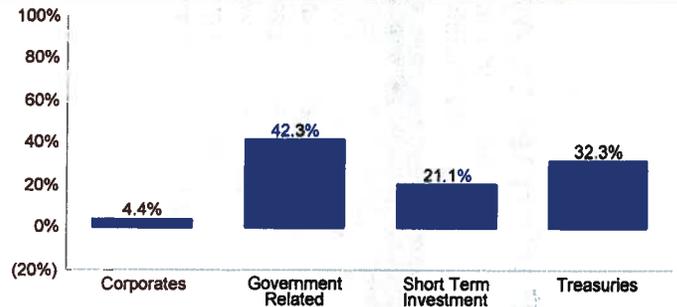
Top Ten Portfolio Holdings

Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
99DL20043	REPO BANK OF NEW YORK/SOUTH STREET SECS	8.85%	0.11	1/8/2013
99DL20041	REPO BANK OF NEW YORK/SOUTH STREET SECS	7.24%	0.11	1/8/2013
882988X00	LGIP POOL PARTICIPANT	4.41%	0.10	
3134G3HL0	FEDERAL HOME LOAN MORTGAGE CORP 0.5% MTG BDS	4.02%	0.50	2/2/2015
3137EACH7	FEDERAL HOME LOAN MORTGAGE CORP 2% BDS 25/AUG/2016	4.01%	2.00	25/8/2016
912828PM6	US 2.12500 '15	2.99%	2.13	31/12/2015
912828LQ1	US 2.37500 '14	2.97%	2.38	30/9/2014
912828L87	US 2.37500 '14	2.97%	2.38	31/10/2014
912828KY5	UNITED STATES TREAS NTS 2.625% 30/JUN/2014	2.94%	2.63	30/6/2014
912828KF8	UNITED STATES OF AMER TREAS NOTES 1.875% TB	2.92%	1.88	28/2/2014

Quality/Rating Weightings

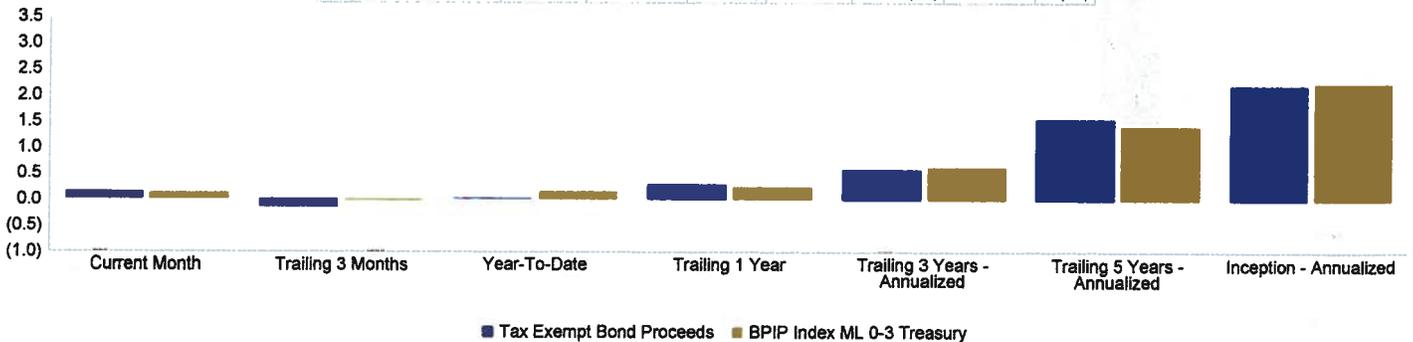


Sector Weightings (as % of Market Value)



Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years - Annualized	Trailing 5 Years - Annualized	Inception
Tax Exempt Bond Proceeds	0.14	(0.15)	0.02	0.28	0.56	1.53	2.17
BPIP Index ML 0-3 Treasury	0.12	(0.02)	0.15	0.24	0.62	1.40	2.22
Excess	0.02	(0.13)	(0.13)	0.04	(0.06)	0.13	(0.05)



Performance by Asset Class Account Performance Results As of July 2013

Asset Class	End Market Value	Weight	1 Month	3 Months	YTD	FYTD	1 Year
Tax Exempt Bond Proceeds							
Fixed Income	412,286,050.21	78.93%	0.16	(0.20)	0.00	0.16	0.27
Corporates	22,995,153.69	4.40%	0.02	0.07	0.17	0.02	0.24
Government Related	220,733,352.94	42.26%	0.17	(0.22)	(0.02)	0.17	0.30
Treasuries	168,557,543.58	32.27%	0.16	(0.25)	0.01	0.16	0.11
Cash And Cash Equivalent	110,057,712.03	21.07%	0.01	0.03	0.10	0.01	0.22
TOTAL	522,343,762.24	100.00%	0.14	(0.15)	0.02	0.14	0.28

STATE OF NEW MEXICO

BOND PROCEEDS INV POOL1 TAX EX (4000)

Portfolio Classification Summary
Positions Held as of 7/31/13 (TRADE BASIS)

AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	1	.1115	.00270	84,026,322	84,026,322	84,026,322		16.127
CERTIFICATES OF DEPOSIT	2	.6000	.93420	3,000,000	3,000,000	3,000,000		.576
U.S. TREASURY BONDS	1	.2045	1.33420	10,000,000	10,255,050	10,256,600	1,550	1.969
US TREASURY NOTE ACT/ACT 2X	12	.3062	1.45833	155,000,000	157,710,828	157,657,300	-53,528	30.260
US TREASURY (STRIP/ZERO) 30/360	3	.3740	1.77316	16,034,000	15,914,229	15,840,397	-73,832	3.040
AGENCY US BOND 30/360 2X	1	.4571	2.39180	10,000,000	9,981,996	9,960,800	-21,196	1.912
AGENCY US DISC ACT/360 360 DAY	1	.1035	.32600	12,000,000	11,995,954	11,998,440	2,486	2.303
AGENCY US NOTES 30/360 2X	10	.5620	1.26428	119,337,000	120,108,054	120,246,922	138,868	23.079
FED NATL MORTGAGE ASSN DEBS	4	.9927	1.56107	28,495,000	28,813,305	28,878,986	65,681	5.543
AGENCY US VARIABLE ACT/360 4X	1	.2406	.80270	7,934,000	7,965,593	7,964,149	-1,444	1.529
MEDIUM-TERM NOTES	1	.3346	.00270	15,000,000	15,000,000	15,000,000		2.879
MUNI US 30/360 2X	13	.4083	.92687	30,510,000	31,232,099	31,230,606	-1,493	5.994
MUNICIPAL BOND REVENUE	3	.3799	1.06699	1,915,000	1,943,978	1,942,243	-1,735	.373
UNITS - INVESTMENT POOL 1	1			23,011,619	23,011,619	23,011,619		4.417
CASH ACCOUNT	1			1,529	1,529	1,529		
	55	.3644	1.07605	516,264,470	520,960,556	521,015,913	55,357	100.000

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
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 BASIS: TRADE (SIC FROM SECURITY-MASTER)
 AS-OF: 7/31/13
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

STATE OF NEW MEXICO
 T R E A S U R E R ' S O F F I C E

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
1,529	CASH KEY					1.000000000	1,528.77	1,529.00
23,011,619	UNITS - INVESTMENT POOL 1	CASHCASH UNITS001				1.000000004	23,011,619.08	23,011,619.00
23,013,148				.025			23,013,147.85	23,013,148.00
===> 0002 ITEMS IN SUBTOTAL FOR ===> FINAL-MATURITY.. ===> NO-MEANINGFUL-DATE <===								
15,000,000	INTL FINANCE CORP	4950V0BW	.330	8/01/13	.335	100.000000000	15,000,000.00	15,000,000.00
7,350,000	ALBUQUERQUE N MEX MUN SCH DIST	013595RQ	1.000	8/01/13	.300	100.000000000	7,350,000.00	7,350,000.00
615,000	CLOUDCROFT N MEX MUN SCH DIST	189134ES	2.000	8/01/13	.310	100.000000000	615,000.00	615,000.00
84,026,322	OVERNIGHT REPO	0801RP	.110	8/01/13	.112	99.999999786	84,026,321.82	84,026,321.82
12,000,000	FEDERAL AGRICULTURAL MORTGAGE CO	31315LPU		11/27/13	.103	99.966283333	11,995,954.00	11,998,440.00
118,991,322					.005		118,987,275.82	118,989,761.82

===> 0005 ITEMS IN SUBTOTAL FOR ===> FINAL-MATURITY.. ===> 2013 <===

11,997,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359MTP	5.125	1/02/14	.208	102.061521714	12,244,320.76	12,242,218.68
15,000,000	UNITED STATES TREASURY NOTES	912828KF	1.875	2/28/14	.986	100.514045467	15,077,106.82	15,154,050.00
15,000,000	UNITED STATES TREASURY NOTES	912828SR	.250	4/30/14	.122	100.095233000	15,014,284.95	15,014,700.00
400,000	TORRANCE ETC CNTYS N MEX MUN S	891400NA	1.000	5/15/14	.356	100.510955000	402,043.82	402,196.00
1,190,000	RIO RANCHO N MEX WTR & WASTEWT	767175GD	2.000	5/15/14	.254	101.377373109	1,206,390.74	1,205,886.50
10,000,000	UNITED STATES TREASURY NOTES	912828QM	1.000	5/15/14	.128	100.686559300	10,068,655.93	10,068,800.00

SOURCE: VisualQED
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 AS-OF: 7/31/13
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

STATE OF NEW MEXICO
 T R E A S U R E R ' S O F F I C E

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
7,934,000	INTER-AMERICAN DEVELOPMENT BANK	45818WAE	.739	5/20/14	.240	100.398120494	7,965,586.88	7,964,149.20
15,000,000	UNITED STATES TREASURY NOTES	912828KY	2.625	6/30/14	.137	102.269149400	15,340,372.41	15,339,300.00
6,485,000	NEW MEXICO ST SEVERANCE TAX	647310P4	4.000	7/01/14	.406	103.290084965	6,698,362.01	6,708,408.25
4,780,000	NEW MEXICO ST SEVERANCE TAX	647310N4	4.000	7/01/14	.406	103.290084937	4,937,266.06	4,936,258.20
2,000,000	FARMERS & STOCKMENS BANK	8521444	.600	7/07/14	.600	100.000000000	2,000,000.00	2,000,000.00
1,000,000	FARMERS & STOCKMENS BANK	8521448	.600	7/07/14	.600	100.000000000	1,000,000.00	1,000,000.00
500,000	ALBUQUERQUE N MEX MUN SCH DIST	013595RR	2.000	8/01/14	.466	101.534366000	507,671.83	508,390.00
5,570,000	ALBUQUERQUE N MEX MUN SCH DIST	013595RE	3.000	8/01/14	.456	102.540972532	5,711,532.17	5,724,010.50
270,000	CLOUDCROFT N MEX MUN SCH DIST	189134ET	2.000	8/01/14	.406	101.594718519	274,305.74	274,179.60
420,000	ALBUQUERQUE N MEX MUN SCH DIST	013595QT	4.000	8/01/14	.406	103.588823810	435,073.06	435,758.40
15,000,000	UNITED STATES TREASURY NOTES	912828RB	.500	8/15/14	.160	100.352815133	15,052,922.27	15,053,850.00
15,000,000	UNITED STATES TREASURY NOTES	912828LQ	2.375	9/30/14	.176	102.555709000	15,383,356.35	15,384,450.00
15,000,000	UNITED STATES TREASURY NOTES	912828LS	2.375	10/31/14	.190	102.720280133	15,408,042.02	15,409,050.00
10,000,000	UNITED STATES TREASURY NOTES	912828LZ	2.125	11/30/14	.205	102.550489800	10,255,048.98	10,256,600.00
10,000,000	FEDERAL HOME LOAN MORTGAGE CORP	3134G3Y6	.375	12/10/14	.380	100.000000000	10,000,000.00	10,005,900.00
162,546,000					.004		164,982,342.80	165,088,155.33

===> 0021 ITEMS IN SUBTOTAL FOR ===> FINAL-MATURITY.. ===> 2014 <===

20,940,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3NL	.500	2/24/15	.253	100.140726313	20,969,468.09	20,964,918.60
10,000,000	UNITED STATES TREASURY NOTES	912828UT	.250	3/31/15	.207	100.071176000	10,007,117.60	10,000,000.00
7,306,000	FINANCING-FED BK ENTY CPN STRP	31771JLV		4/06/15	.363	99.308000000	7,255,442.48	7,224,465.04
6,400,000	FEDERAL AGRICULTURAL MORTGAGE CO	31315PMM	.270	4/17/15	.292	99.969470313	6,398,046.10	6,395,584.00
5,888,000	FINANCING CORP CPN FICO STRIPS	31771CS5		6/06/15	.383	99.207000000	5,841,308.16	5,812,398.08

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
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 AS-OF: 7/31/13
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

STATE OF NEW MEXICO
 T R E A S U R E R ' S O F F I C E

BOOK VALUES AMORTIZED THROUGH 7/31/13

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
2,840,000	FINANCING CORP CPN FICO STRIPS	31771DKR		6/06/15	.383	99.207000000	2,817,478.80	2,803,534.40
900,000	ALBUQUERQUE NM GROSS RECPTS.TAX	01354PDX	2.000	7/01/15	.436	102.992651111	926,933.86	925,047.00
550,000	ALBUQUERQUE N MEX MUN SCH DIST	013595RS	2.000	8/01/15	.598	102.798736364	565,393.05	565,757.50
550,000	CLOUDCROFT N MEX MUN SCH DIST	189134EU	2.000	8/01/15	.497	103.001074546	566,505.91	564,872.00
15,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3ZA	.500	8/28/15	.450	100.114829667	15,017,224.45	15,023,100.00
10,000,000	UNITED STATES TREASURY NOTES	912828TP	.250	9/15/15	.278	99.940906200	9,994,090.62	9,978,100.00
10,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31398A4M	1.625	10/26/15	.318	102.917859400	10,291,785.94	10,253,100.00
10,000,000	FNMA	3135G0SB	.375	12/21/15	.457	99.819967100	9,981,996.71	9,960,800.00
10,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3ZF	.520	12/28/15	.526	100.000000000	10,000,000.00	9,971,100.00
10,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3FA	1.100	12/30/15	1.115	100.000000000	10,000,000.00	10,028,800.00
15,000,000	UNITED STATES TREAS NTS	912828PM	2.125	12/31/15	.433	104.055907267	15,608,386.09	15,612,900.00
135,374,000					.004		136,241,177.86	136,084,476.62

====> 0016 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==>> 2015 <====

10,000,000	UNITED STATES TREASURY NOTES	912828KS	2.625	2/29/16	.395	105.722952800	10,572,295.28	10,552,300.00
400,000	TORRANCE ETC CNTYS N MEX MUN S	891400NC	1.000	5/15/16	.560	101.238432500	404,953.73	402,648.00
1,220,000	RIO RANCHO N MEX WTR & WASTEWT	767175GF	3.000	5/15/16	.558	106.770596721	1,302,601.28	1,293,017.00
1,225,000	SANTA FE N MEX GROSS RCPTS TAX	802072RG	2.000	6/01/16	.639	103.840371429	1,272,044.55	1,261,419.25
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACW	2.000	8/25/16	1.160	102.571336750	20,514,267.35	20,771,400.00
10,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0VF	.750	9/13/16	.265	100.056934600	10,005,693.46	9,952,400.00
10,000,000	UNITED STATES TREASURY NOTES	912828RM	1.000	10/31/16	.428	101.842002900	10,184,200.29	10,089,800.00
5,000,000	FEDERAL NATL MTG ASSN DEBS	3135G0ES	1.375	11/15/16	1.227	100.530379000	5,026,518.95	5,079,200.00
10,000,000	FED NATL MORTGAGE ASSN DEBS	3136FTUZ	1.400	12/30/16	1.419	100.000000000	10,000,000.00	10,038,300.00

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT

STATE OF NEW MEXICO
 T R E A S U R E R ' S O F F I C E

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POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
3,495,000	FED NATL MORTGAGE ASSN DEBS	3136FTUZ	1.400	12/30/16	1.419	100.0000000000	3,495,000.00	3,508,385.85
71,340,000					.008		72,777,574.89	72,948,870.10

====> 0010 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2016 <====

5,000,000	FEDERAL AGRICULTURAL MORTGAGE CO 31315PZT		.650	7/10/17	.874	99.180713800	4,959,035.69	4,891,500.00
5,000,000					.118		4,959,035.69	4,891,500.00

====> 0001 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2017 <====

516,264,470					.001		520,960,554.91	521,015,911.87
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====> 0055 ITEMS IN SUBTOTAL FOR ====> FUND-NAME..... ====> BOND PROCEEDS INV POOL1 TAX EX <

Portfolio Summary - Taxable Bond Proceeds Investment Pool

Summary

- The Taxable Bond Proceeds Investment Pool closed the month of July at \$704mil vs. \$700mil at the end of June 2013.
- The Pool paid out approximately \$17mil for capital spending in July 2013.

Portfolio Mix

- 99% of the Taxable BPIP portfolio was invested in fixed income securities and 1% in floating rate securities; 45% in US Treasuries, 41% in Agency securities, 2% in Supranational, 5% in NM municipal securities and the balance, approximately 7%, was held in cash equivalents and collateralized NM bank CDs.
- 44% of the portfolio was invested in securities that mature in one year, 33% in securities that mature from 1-2 years, 23% in securities that mature from 2-4 years and 0% in securities out to 5 years.
- The Taxable BPIP held positions in 74 securities.
- Weighted Average Life of the Taxable BPIP was 1.42 years. The Weighted Average duration was 1.30 years.
- The maximum security term for the BPIP portfolio is 5 years.

Investment Earnings

- The unrealized gains in the Taxable BPIP Portfolio were \$1,026,034 as of July 31st.
- Monthly earnings on the portfolio for July were \$340,038.
- For fiscal year 2013, the fund has earned \$340,038.
- Earnings on the Bond Proceeds Investment Pool are used to offset capital and debt service spending.

Investment Highlights

- The duration of the Taxable BPIP at the end of July was 1.30 yrs. vs. 1.33 yrs. for month end June, and was shorter than the Benchmark (1.46 yrs.).
- Maturities totaled \$15.1mil in the month of July 2013.
- The Taxable BPIP purchased \$40mil 2 yr. US Treasury securities at 0.32%, continuing to build liquidity in a ladder fashion to facilitate future capital project withdrawals.
- NM community banks CDs, \$5.1mil, were reinvested for one year terms at 0.35% and 0.45%.
- The Pool purchased \$5mil FFCB 3mo. maturity at 0.10%, in an effort to reduce exposure to overnight repo that averaged ~0.06% during the month of July.
- The Taxable BPIP was close to fully invested at the end of July.

Performance

- Purchase Yield at the end of July was 0.56%, lower than 0.58% reported for June.
- The Taxable BPIP returned 0.13% for the month of July and (0.15) % for the three months ended July 31, 2013 vs. Index returns of 0.12% and (0.02) % respectively. For the trailing 12 mos. the Pool returned 0.24% vs. 0.24% for the Benchmark.

- US Treasury yields were lower for six month to five year maturities, falling between 2 and 6 basis points.
- Spread sectors stabilized vs. US Treasuries, as a result of more subdued movements in interest rates.
- Cash flows have been a key driver of the portfolio's structure and performance for year-to-date 2013.
- The Pool held maturities longer than three years vs. the Benchmark's maximum maturity of three years.
- Agency callable structure durations remained relatively stable during. The Benchmark is not exposed to Agency callables.
- The change in the Benchmark for the Taxable BPIP to all Treasuries (three year maturity maximum) from a Benchmark blend of Treasury and Agency bullet and callable securities (five year maturity maximum) had an impact on the Pool's relative performance.

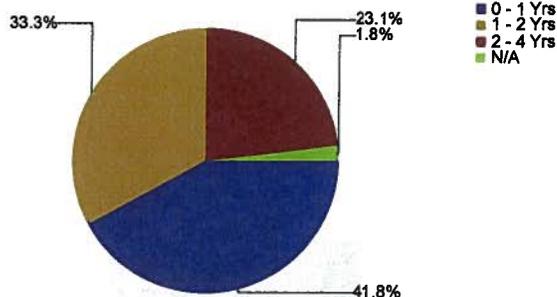
Investment Strategy

- The option adjusted duration of the portfolio is currently 1.28 yrs. vs. 1.40 yrs. for the Benchmark.
- The Pool has \$52.02mil in maturities scheduled for August.
- Capital project withdrawals will total close to \$10mil in August.
- Interest rates continue to move lower in the under 1 year maturity segment of the yield curve with 3 and 6 mos. Treasuries each declining 2 basis points thus far for August, yielding 0.018% and 0.048%, respectively.
- The Pool has invested cash balances in 2 to 6 month maturities when attractive to overnight repo rates while filling liquidity gaps in the upcoming months.
- The Taxable BPIP has purchased \$29.05mil short Agency securities at yields between 0.07% and 0.10% in order to reduce exposure to very low repo rates.
- The Taxable BPIP will maintain its duration close to the benchmark. Cash flow management has been a key factor during the year and will continue to be so going forward.

Portfolio Characteristics

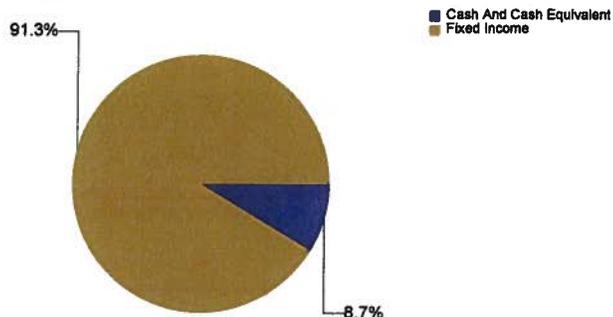
Duration M...

Total Net Assets (Millions) **707.1**
 Weighted Average Life (Years) **1.42**
 Weighted Avg. Effective Duration (Years) **1.30**
 Weighted Average Coupon (%) **1.47**
 Weighted Average Current Yield (%) **0.32**
 Weighted Average Yield to Maturity (%) **0.32**
 Weighted Average Rating **AA-**
 Number of Holdings **74**



Asset Mix

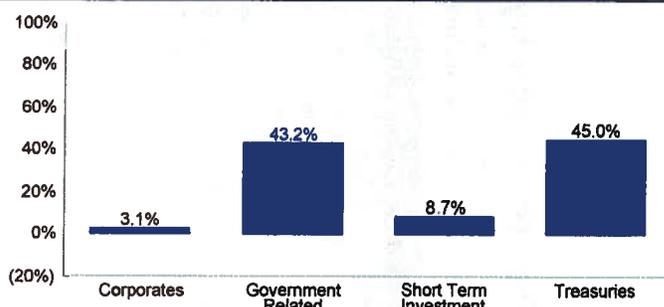
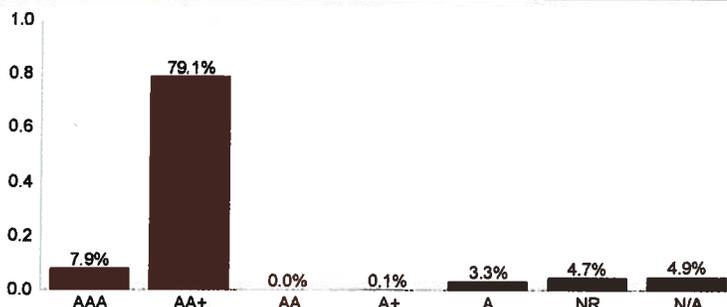
Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
912828KP8	UNITED STATES OF AMER TREAS NOTES 1.875% 1B	5.76%	1.88	28/2/2014
912828NU0	UNITED STATES TREAS NTS 0.750% 15AUG/2013	4.26%	0.75	15/8/2013
3137EACH7	FEDERAL HOME LOAN MORTGAGE CORP 2% BDS 25AUG/2016	3.70%	2.00	25/8/2016
31359MTP8	FED NATL MTG ASSN 5.12% 02/JAN/2014	3.29%	5.13	2/1/2014
912828DV9	US 4.12500 '15	3.05%	4.12	15/5/2015
912828MW7	US 2.50000 '16	2.98%	2.50	31/3/2015
912828MZ0	US 2.50000 '15	2.98%	2.50	30/4/2015
912828LS7	US 2.37500 '14	2.82%	2.38	31/10/2014
912828NLD	US 1.57500 '15	2.82%	1.68	30/8/2015
313884M1	FED NATL MORT ASSC 1.825% BDS 26/OCT/2015 USD1000	2.81%	1.82	26/10/2015

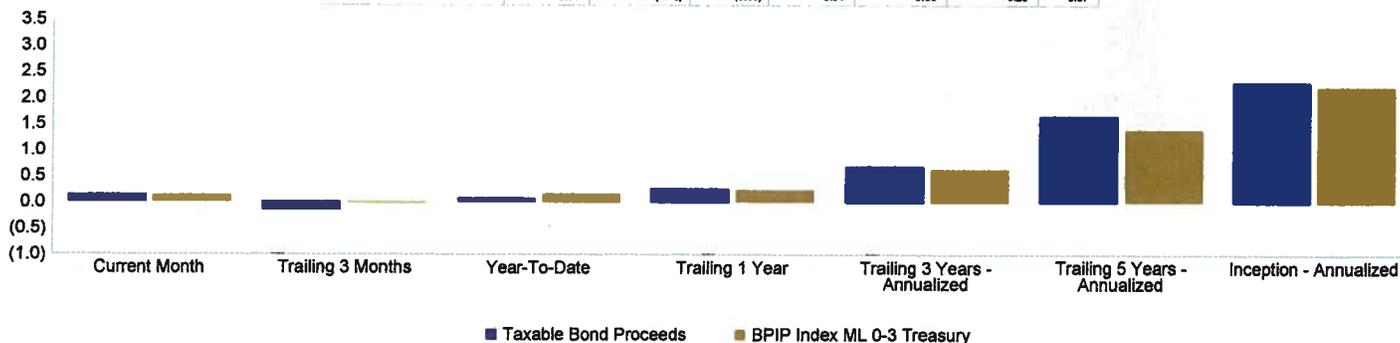
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns, Sours

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years (Inception)
Taxable Bond Proceeds	0.13	(0.15)	0.07	0.24	0.88	1.65
BPIP Index ML 0-3 Treasury	0.12	(0.02)	0.15	0.24	0.82	1.40
Excess	0.01	(0.12)	(0.08)	0.01	0.06	0.25



Performance by Asset Class Account Performance Results As of July 2013

Asset Class	End Market Value	Weight	1 Month	3 Months	YTD	FYTD	1 Year
Taxable Bond Proceeds							
Fixed Income	645,655,960.87	91.30%	0.15	(0.16)	0.08	0.15	0.25
Corporates	22,056,868.20	3.12%	0.02	0.08	0.17	0.02	0.28
Government Related	305,697,128.90	43.23%	0.21	(0.25)	0.06	0.21	0.27
Treasuries	317,901,963.77	44.96%	0.09	(0.01)	0.14	0.09	0.24
Cash And Cash Equivalent	61,487,450.00	8.70%	0.01	0.06	0.14	0.01	0.31
TOTAL	707,143,410.87	100.00%	0.13	(0.15)	0.07	0.13	0.24

STATE OF NEW MEXICO

BOND PROCEEDS INV POOL TAXABL (400)

Portfolio Classification Summary
Positions Held as of 7/31/13 (TRADE Basis)

AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	1	.1115	.00270	30,259,161	30,259,161	30,259,161		4.293
CERTIFICATES OF DEPOSIT	4	.4275	.69132	14,200,000	14,200,000	14,200,000		2.015
LINKED-CERTIFICATE OF DEPOSIT	2	.5000	.46030	4,000,000	4,000,000	4,000,000		.568
US TREASURY NOTE ACT/ACT 2X	19	.5181	1.25413	310,000,000	316,063,297	316,659,600	596,303	44.928
AGENCY US BOND 30/360 2X	4	.5524	2.66576	55,000,000	55,083,244	54,842,300	-240,944	7.781
AGENCY US NOTES 30/360 2X	11	.6688	1.29615	173,510,000	174,566,062	174,940,021	373,959	24.820
FED NATL MORTGAGE ASSN DEBS	4	.9666	1.13775	55,000,000	55,399,649	55,705,450	305,801	7.903
AGENCY US VARIABLE ACT/360 4X	1	.2406	.80270	7,000,000	7,027,874	7,026,600	-1,274	.997
MEDIUM-TERM NOTES	1	.3346	.00270	15,000,000	15,000,000	15,000,000		2.128
MUNI US 30/360 2X	24	.4398	.91357	29,940,000	30,342,123	30,334,442	-7,681	4.304
MUNICIPAL BOND REVENUE	1	.3552	.08770	540,000	540,740	540,610	-130	.077
UNITS - INVESTMENT POOL 1	1			1,307,557	1,307,557	1,307,557		.186
CASH ACCOUNT	1			5,846	5,846	5,846		.001
	74	.5629	1.24943	695,762,564	703,795,553	704,821,587	1,026,034	100.000

STATE OF NEW MEXICO
TREASURER'S OFFICE

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 8/01/13 @ 08:52:45
 BASIS: TRADE (SIC FROM SECURITY-MASTER)
 AS-OF: 7/31/13
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
5,846	CASH KEY				1.000000000	5,845.76	5,846.00
1,307,557	UNITS - INVESTMENT POOL 1				1.000000046	1,307,557.06	1,307,557.00
1,313,403				.446		1,313,402.82	1,313,403.00
====> 0002 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==>> NO-MEANINGFUL-DATE <====							
15,000,000	INTL FINANCE CORP	45950VBW	.330	8/01/13	100.000000000	15,000,000.00	15,000,000.00
785,000	LOS ALAMOS N MEX PUB SCH DIST	54422NDB	2.000	8/01/13	100.000000000	785,000.00	785,000.00
1,700,000	SAN JUAN CNTY N MEX CENT CONS	798359JP	2.000	8/01/13	100.000000000	1,700,000.00	1,700,000.00
440,000	RUIDOSO N MEX MUN SCH DIST NO	781338HW	2.000	8/01/13	100.000000000	440,000.00	440,000.00
100,000	SANTA FE N MEX PUB SCH DIST FO	802088JB	4.125	8/01/13	100.000000000	100,000.00	100,000.00
30,259,161	OVERNIGHT REPO	0801RP	.110	8/01/13	100.000000099	30,259,161.03	30,259,161.03
20,000,000	UNITED STATES TREASURY NOTES	912828NU	.750	8/15/13	99.998384250	19,999,676.85	20,004,600.00
10,000,000	UNITED STATES TREASURY NOTES	912828NU	.750	8/15/13	99.992299000	9,999,229.90	10,002,300.00
2,245,000	GADSDEN N MEX INDPT SCH DIST N	362550KT	2.000	8/15/13	100.062034299	2,246,392.67	2,246,077.60
1,750,000	GADSDEN N MEX INDPT SCH DIST N	362550LL	1.000	8/15/13	100.017362286	1,750,303.84	1,750,315.00
540,000	ESPANOLA N MEX PUB SCH DIST NO	29662RAQ	2.000	9/01/13	100.137187037	540,740.81	540,610.20
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31398A2S	1.000	9/23/13	100.062653150	20,012,530.63	20,025,600.00
5,000,000	FEDERAL FARM CREDIT BANKS	31331GCS	3.875	10/07/13	100.691731400	5,034,586.57	5,034,700.00
5,000,000	UNITED STATES TREASURY NOTES	912828PB	.500	10/15/13	99.984572000	4,999,228.60	5,004,500.00
8,000,000	CENTURY BANK SANTA FE	17099241	.400	12/30/13	100.000000000	8,000,000.00	8,000,000.00
120,819,161				.005		120,866,850.90	120,892,863.83

====> 0015 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==>> 2013 <====

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 8/01/13 @ 08:52:45
 BASIS: TRADE (SIC FROM SECURITY-MASTER)
 AS-OF: 7/31/13
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

STATE OF NEW MEXICO
 T R E A S U R E R ' S O F F I C E

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
14,260,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359MTP	5.125	1/02/14	.828	101.799554348	14,516,616.45	14,551,474.40
8,450,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359MTP	5.125	1/02/14	.854	101.788904971	8,601,162.47	8,622,718.00
2,000,000	WESTERN COMMERCE BANK	2012477	.500	1/15/14	.500	100.000000000	2,000,000.00	2,000,000.00
2,000,000	WESTERN COMMERCE BANK	2012634	.500	1/15/14	.500	100.000000000	2,000,000.00	2,000,000.00
20,000,000	FED NATIONAL MTG ASSN DEB	3135G0AP	1.250	2/27/14	.725	100.304556900	20,060,911.38	20,141,800.00
40,000,000	UNITED STATES TREASURY NOTES	912828KF	1.875	2/28/14	1.007	100.501602025	40,200,640.81	40,410,800.00
10,000,000	UNITED STATES TREASURY NOTES	912828KN	1.875	4/30/14	1.298	100.427302000	10,042,730.20	10,130,900.00
200,000,000	SANTA ROSA N MEX CONS SCH DIST	802751DL	1.000	5/15/14	.507	100.392970000	200,785.94	200,864.00
7,000,000	INTER-AMERICAN DEVELOPMENT BANK	45818WAE	.739	5/20/14	.240	100.398120572	7,027,868.44	7,026,600.00
10,000,000	UNITED STATES TREASURY NOTES	912828KV	2.250	5/31/14	1.346	100.743051400	10,074,305.14	10,175,000.00
1,325,000	CLOVIS N MEX GROSS RCPTS TAX R	189387CV	2.000	6/01/14	.659	101.119541132	1,339,833.92	1,340,953.00
20,000,000	UNITED STATES TREASURY NOTES	912828KY	2.625	6/30/14	.189	102.220969500	20,444,193.90	20,452,400.00
350,000	SANTA FE CNTY N MEX	801889MX	2.000	7/01/14	.304	101.554842857	355,441.95	355,386.50
11,675,000	ALBUQUERQUE NM 2013C	ABQ2013C	.350	7/01/14	.355	100.000000000	11,675,000.00	11,675,000.00
2,600,000	WESTERN BANK CLOVIS	15985	.450	7/15/14	.450	100.000000000	2,600,000.00	2,600,000.00
2,500,000	WESTERN BANK ALAMOGORDO	78945612	.350	7/22/14	.350	100.000000000	2,500,000.00	2,500,000.00
10,000,000	UNITED STATES TREAS NTS	912828LC	2.625	7/31/14	.201	102.414209700	10,241,420.97	10,245,700.00
500,000	RIO RANCH NM PUBLIC SCH DIST 94	767171JU	3.000	8/01/14	.406	102.591972000	512,959.86	513,320.00
435,000	ALAMOGORDO NM MUNI SCH DIST #1	011464HB	2.000	8/01/14	.406	101.594912644	441,937.87	442,386.30
2,005,000	GADSDEN N MEX INDPT SCH DIST N	362550KU	2.000	8/15/14	.507	101.551911222	2,036,115.82	2,036,739.15
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACV	1.000	8/27/14	.279	100.775368850	20,155,073.77	20,185,400.00
20,000,000	UNITED STATES TREASURY NOTES	912828TQ	.250	9/30/14	.216	100.040058550	20,008,011.71	20,019,600.00
20,000,000	UNITED STATES TREASURY NOTES	912828LS	2.375	10/31/14	.220	102.682356800	20,536,471.36	20,545,400.00
20,000,000	FEDERAL HOME LOAN MORTGAGE CORP	3134G3Y6	.375	12/10/14	.380	100.000000000	20,000,000.00	20,011,800.00
10,000,000	UNITED STATES TREAS NTS	912828RV	.250	12/15/14	.330	99.891078200	9,989,107.82	10,007,800.00
1,100,000	WESTERN BANK ALAMOGORDO	81185441	.750	12/31/14	.750	100.000000000	1,100,000.00	1,100,000.00
256,400,000					.002		258,660,589.78	259,292,041.35

===> 0026 ITEMS IN SUBTOTAL FOR ===> FINAL-MATURITY.. ===> 2014 <===

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT

RUN: 8/01/13 @ 08:52:45

BASIS: TRADE (SIC FROM SECURITY-MASTER)
 AS-OFF: 7/31/13

MRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

STATE OF NEW MEXICO
 TREASURER'S OFFICE

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
20,000,000	UNITED STATES TREASURY NOTES	912828RZ	.250	1/15/15	.263	99.981542600	19,996,308.52	20,011,800.00
650,000	NEW MEXICO ST	647293NQ	5.000	3/01/15	.426	107.219515385	696,926.85	696,494.50
20,000,000	UNITED STATES TREASURY NOTES	912828MW	2.500	3/31/15	.316	103.620899400	20,724,179.88	20,746,000.00
20,000,000	UNITED STATES TREASURY NOTES	912828MZ	2.500	4/30/15	.346	103.749450250	20,749,890.05	20,775,800.00
225,000	SANTA ROSA N MEX CONS SCH DIST	802751DM	1.000	5/15/15	.659	100.620933333	226,397.10	226,300.50
20,000,000	UNITED STATES TREASURY NOTES	912828DV	4.125	5/15/15	.311	106.794724250	21,358,944.85	21,365,600.00
1,350,000	CLOVIS N MEX GROSS RCPTS TAX R	189387CW	2.000	6/01/15	.760	102.270716296	1,380,654.67	1,380,969.00
20,000,000	UNITED STATES TREASURY NOTES	912828NL	1.875	6/30/15	.327	102.949036500	20,589,807.30	20,602,400.00
500,000	SANTA FE CNTY N MEX	801889KB	5.500	7/01/15	.436	109.665936000	548,329.68	547,250.00
275,000	SANTA FE CNTY N MEX	801889MY	2.000	7/01/15	.406	103.050985455	283,390.21	282,557.00
405,000	RUIDOSO N MEX WASTEWATER REV	781324AB	2.000	7/01/15	.710	102.470296296	415,004.70	414,327.15
10,000,000	UNITED STATES TREAS NTS	912828NP	1.750	7/31/15	.453	102.575764000	10,257,576.40	10,284,400.00
400,000	RUIDOSO N MEX MUN SCH DIST NO	781338HY	2.000	8/01/15	.568	102.859512500	411,438.05	412,020.00
200,000	ALBUQUERQUE N MEX MUN SCH DIST	013595QU	5.000	8/01/15	.507	108.943350000	217,886.70	217,456.00
350,000	ALAMOGORDO NM MUNI SCH DIST #1	011464HC	2.000	8/01/15	.558	102.879580000	360,078.53	360,517.50
15,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3ZA	.500	8/28/15	.450	100.114829667	15,017,224.45	15,023,100.00
20,000,000	FED NATL MORTGAGE ASSN DEBS	31398A4M	1.625	10/26/15	.870	101.693685450	20,338,737.09	20,506,200.00
20,000,000	FNMA	3135G0SB	.375	12/21/15	.457	99.819967100	19,963,993.42	19,921,600.00
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3ZF	.520	12/28/15	.526	100.000000000	20,000,000.00	19,942,200.00
7,300,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3FA	1.100	12/30/15	1.115	100.000000000	7,300,000.00	7,321,024.00
15,000,000	UNITED STATES TREAS NTS	912828PM	2.125	12/31/15	.433	104.055907267	15,608,386.09	15,612,900.00
211,655,000					.003		216,445,154.54	216,650,915.65

==> 0021 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==> 2015 <====

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 8/01/13 @ 08:52:45
 BASIS: TRADE (SIC FROM SECURITY-MASTER)
 AS-OF: 7/31/13
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

STATE OF NEW MEXICO
 TREASURER'S OFFICE

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
15,500,000	FEDERAL AGRICULTURAL MORTGAGE CO	31315PVS	.430	1/08/16	.470	99.918663871	15,487,392.90	15,466,055.00
15,000,000	FANNIE MAE	3135G0VA	.500	3/30/16	.544	99.902629667	14,985,394.45	14,970,000.00
1,000,000	NEW MEXICO FIN AUTH REV	64711NSK	4.000	6/01/16	.578	109.625371000	1,096,253.71	1,089,110.00
1,075,000	NEW MEXICO FIN AUTH ST TRANSN	64711RAZ	5.250	6/15/16	.234	104.370883721	1,121,987.00	1,121,397.00
10,000,000	UNITED STATES TREAS NTS	912828QR	1.500	6/30/16	.656	102.431850900	10,243,185.09	10,261,700.00
25,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACW	2.000	8/25/16	1.295	102.166424960	25,541,606.24	25,964,250.00
10,000,000	FED NATL MORTGAGE ASSN DEBS	3136FTUZ	1.400	12/30/16	1.419	100.000000000	10,000,000.00	10,038,300.00
5,000,000	FED NATL MORTGAGE ASSN DEBS	3136FTUZ	1.400	12/30/16	1.419	100.000000000	5,000,000.00	5,019,150.00
82,575,000					.007		83,475,819.39	83,929,962.00

====> 0008 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==> 2016 <====

15,000,000	FEDERAL HOME LOAN BANKS	313379FW	1.000	6/09/17	.836	100.661796067	15,099,269.41	14,916,000.00
8,000,000	FEDERAL AGRICULTURAL MORTGAGE CO	31315PZT	.650	7/10/17	.874	99.180713875	7,934,457.11	7,826,400.00
23,000,000					.025		23,033,726.52	22,742,400.00

====> 0002 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==> 2017 <====

695,762,564

====> 0074 ITEMS IN SUBTOTAL FOR ==> FUND-NAME..... ==> BOND PROCEEDS INV POOL2 TAXABL <

703,795,543.95 704,821,585.83

Portfolio Summary – Severance Tax Bonding Fund

Summary

- The Severance Tax Bonding Fund⁸ closed the month of July at \$57 Million.
- The Severance Tax Bonding Fund earned over \$73,000 during July.
- The Severance Tax Bonding Fund earned over \$73,000 during FY2013.

Portfolio Mix

- Severance Tax Bonding Fund Proceeds are 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.
- Severance Taxes are remitted to the Treasury on a monthly basis and range between \$30 and \$35MM per month.
- On January 1st, the STBF will transfer available balances, in excess of debt service needs, to the Severance Tax Permanent Fund.

Investment Strategy

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

⁸ The Severance Tax Bonding Fund as included in this report excludes debt service fund amounts on outstanding Severance Tax and Supplemental Severance Tax Bonds and Notes. Such debt service balances are included in, and reported on, the Tax-Exempt Bond Purchase Investment Pool.

STATE OF NEW MEXICO

STB FUND (4001)

Portfolio Classification Summary
Positions Held as of 7/31/13 (TRADE BASIS)

AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	1	.1115	.00270	57,146,070	57,146,070	57,146,070		99.998
UNITS - INVESTMENT POOL 1	1			1,319	1,319	1,319		.002
	2	.1115	.00270	57,147,389	57,147,389	57,147,389		100.000

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT

STATE OF NEW MEXICO
 T R E A S U R E R ' S O F F I C E

RUN: 8/01/13 @ 08:52:45
 BASIS: TRADE (SIC FROM SECURITY-MASTER)
 AS-OF: 7/31/13
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 7/31/13

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
1,319	UNITS - INVESTMENT POOL 1	UNITS001				.999780137	1,318.71	1,319.00
1,319					444.59		1,318.71	1,319.00

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

57,146,070	OVERNIGHT REPO	080IRP	.110	8/01/13	.112	100.000000035	57,146,070.02	57,146,070.02
57,146,070					.010		57,146,070.02	57,146,070.02

====> 0001 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2013 <====

57,147,389					.010		57,147,388.73	57,147,389.02
------------	--	--	--	--	------	--	---------------	---------------

====> 0002 ITEMS IN SUBTOTAL FOR ====> FUND-NAME..... ====> STB FUND <====

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 Offices

As required by the investment policy, the following broker-dealers or associated companies maintain offices in New Mexico:

BNP Paribas	Bank of the West	Various Locations
BOSC	Bank of Albuquerque	Various Locations
Citigroup	OneMain Consumer Finance	Various Locations
Fidelity Capital Markets	Fidelity Investments	Albuquerque, NM
George K. Baum & Company		Albuquerque, NM
BA Merrill Lynch	Bank of America	Various Locations
Morgan Stanley		Various Locations
Raymond James & Associates		Various Locations
Southwest Securities		Albuquerque, NM
UBS		Various Locations
Wells Fargo Securities	Wells Fargo Bank	Various Locations

New Mexico State Treasurer's
Executive Summary of Investment Activity
Summary of Broker Participation
Purchases and Sales By Broker, Month & Security Type
All Funds
2013-2014

Volume of Pgr (\$ in thousands)

Broker/Dealer:	Jul-13	Aug-13	Sep-13	Oct-13	Nov-13	Dec-13	Jan-14	Feb-14	Mar-14	Apr-14	May-14	Jun-14	YTD Total	YTD Percent
Arbor Research and Trading														
BAML	13,526												13,526	0.0%
Baileys	15,000	20,000											35,000	4.5%
BB and T (Scott & Stimpfellow)														11.5%
BMO Capital Markets	55,000												55,000	0.0%
BNP Paribas														18.1%
BOSC, Inc														0.0%
Cantor, Fitzgerald														0.0%
Carolina Capital Markets														0.0%
CastleOak Securities LP	16,000												16,000	5.3%
Calgroup	12,500												12,500	4.1%
Credit Suisse														0.0%
CRT Capital Group														0.0%
Daiwa Capital Markets America														0.0%
Deutsche Bank														0.0%
Fidelity Capital Markets														0.0%
First Southwest	200												200	0.1%
FTN Financial	6,000												6,000	2.0%
George K Baum & Co														0.0%
Goldman Sachs	15,000												15,000	4.9%
Great Pacific	25,000	10,000											35,000	11.5%
Guggenheim Securities LLC														0.0%
Harvesters Securities Inc														0.0%
HSBC	18,578												18,578	6.1%
InCapital LLC														0.0%
Jeffries	15,000												15,000	4.9%
KeyBanc Capital Markets														0.0%
Lawson Financial														0.0%
Loop Capital Markets		2,675											2,675	0.8%
MFR Securities														0.0%
Mitsubishi UFJ														0.0%
Mizuho Securities USA	15,000												15,000	4.9%
Morgan Stanley														0.0%
Munel Siebert & Co.														0.0%
Mutual Securities														0.0%
Nomura	1,300												1,300	0.4%
Northern Trust														0.0%
Piper Jeffrey														0.0%
Raymond, James & Associates														0.0%
RBS Securities														0.0%
Robert W. Baird & Co.		500											500	0.2%
RW Prussprich														0.0%
Societe General Americas														0.0%
South Street														0.0%
Sitell Nicklaus	12,000	1,000											13,000	4.3%
SunTrust Robinson Humphrey														0.0%
Tradition Asset Securities														0.0%
TD Securities	10,500	10,000											20,500	6.7%
UBS Financial Services														0.0%
Vining Sparks														0.0%
Wedbush Securities														0.0%
Wells Fargo Securities	16,900												16,900	5.8%
Williams Capital Group														0.0%
Direct Purchase	12,065												12,065	4.0%
Interfund														0.0%
Total	259,569	44,175											303,744	83.7%

STATE OF NEW MEXICO
Summary of Fixed-Income Purchases and Sales
TRADES During The Period 7/01/13 Through 7/31/13

TRN-DATE	CUSIP#	ASSET-TYPE	INVT#	ISSUE-NAME	RATE	MATURITY	YIELD	BRKR/DLR/AGENT	FUND	PAR-VALUE	COST/PROCEEDS	GAIN/LOSS	NET-CALL	
PURCHASE TRANSACTIONS														
7/08/13	00015400	CERTIFICATES OF	19515	UNION SAVINGS BANK	.400	7/08/14	.4000	SYSTEM - UNIDEN	1000	2,000,000.00	2,000,000.00			
7/15/13	15985	CERTIFICATES OF	19557	WESTERN BANK CLOVIS	.450	7/15/14	.4500	SYSTEM - UNIDEN	4002	2,600,000.00	2,600,000.00			
7/22/13	78945612	CERTIFICATES OF	19600	WESTERN BANK ALMORCADO	.350	7/22/14	.3500	SYSTEM - UNIDEN	4002	2,500,000.00	2,500,000.00			
7/16/13	912828DV	US TREASURY NOT	19572	UNITED STATES TREASURY	4.125	5/15/15	.3112	BMO CAPITAL MAR	4002	20,000,000.00	21,389,843.75			
7/16/13	912828NL	US TREASURY NOT	19573	UNITED STATES TREASURY	1.875	6/30/15	.3273	BMO CAPITAL MAR	4002	20,000,000.00	20,602,343.75			
7/19/13	912828KJ	US TREASURY NOT	19599	UNITED STATES TREASURY	1.750	3/31/14	.1157	BANK OF AMERICA	4101	5,000,000.00	5,056,445.31			
7/24/13	912828LQ	US TREASURY NOT	19624	UNITED STATES TREASURY	2.625	6/30/14	.1373	WELLS FARGO SEC	4000	15,000,000.00	15,347,460.94			
7/24/13	912828LS	US TREASURY NOT	19626	UNITED STATES TREASURY	2.375	9/30/14	.1759	BARCLAYS	4000	15,000,000.00	15,389,648.44			
7/24/13	912828M4	US TREASURY NOT	19623	UNITED STATES TREASURY	2.375	10/31/14	.1903	GOLDMAN SACHS	4000	15,000,000.00	15,414,257.81			
7/24/13	912828R8	US TREASURY NOT	19625	UNITED STATES TREASURY	1.000	5/15/14	.1280	JEFFRIES & CO	4000	10,000,000.00	10,070,312.50			
7/24/13	912828S8	US TREASURY NOT	19622	UNITED STATES TREASURY	.500	8/15/14	.1599	BMO CAPITAL MAR	4000	15,000,000.00	15,053,906.25			
7/12/13	3133783D	AGENCY US BOND	19546	FEDERAL HOME LOAN BANKS	.250	4/30/14	.1225	HSBC	4000	15,000,000.00	15,014,648.44			
7/18/13	31331GGS	AGENCY US BOND	19590	FEDERAL FARM CREDIT BAN	.300	2/13/14	.1400	TD SECURITIES	4101	4,000,000.00	4,003,696.00			
7/11/13	313385QZ	AGENCY US DISC	19536	FEDERAL HOME LOAN BANKS	3.875	10/07/13	.1000	JEFFRIES & CO	4002	5,000,000.00	5,040,875.08			
7/11/13	313397QR	AGENCY US DISC	19537	FEDERAL HOME LOAN MORTG	.115	12/18/13	.1151	HSBC	4101	2,000,000.00	1,998,977.78			
7/11/13	313397RD	AGENCY US DISC	19535	FEDERAL HOME LOAN MORTG	.115	12/30/13	.1151	FTN FINANCIAL S	4101	6,000,000.00	5,996,846.67			
7/12/13	313385QT	AGENCY US DISC	19545	FEDERAL HOME LOAN BANKS	.105	12/20/13	.1050	NOMURA	4101	1,300,000.00	1,299,389.54			
7/30/13	31315LPU	AGENCY US DISC	19656	FEDERAL AGRICULTURAL MO	.105	12/20/13	.1020	STIFFEL NICOLAU	4000	12,000,000.00	11,995,954.00			
7/01/13	31315P88	AGENCY 30/360 2	19489	FEDERAL AGRICULTURAL MO	.770	8/01/16	.8100	CASILEOAK SECUR	1001	16,000,000.00	15,981,068.80			
7/18/13	31315PR8	AGENCY 30/360 2	19592	FARMER MAC	.770	8/01/16	.8100	CASILEOAK SECUR	1001	16,000,000.00	15,981,068.80			
7/15/13	31336CVA	AGENCY US VARIA	19565	FEDERAL FARM CR BKS	5.000	7/22/14	.3500	FIRST SOUTHWEST	1000	200,000.00	207,628.50		6/01/14	
7/31/13	364046EA	MUNI US 30/360	19664	GALLUP N MEX JT UTIL RE	5.000	6/01/17	.3488	SYSTEM - UNIDEN	1000	4,965,412.41	4,965,412.41			
7/17/13	STN2013S	MUNICIPAL BOND	19648	STN SERIES 2013S-C	.350	6/30/14	.3488	SYSTEM - UNIDEN	1000	4,965,412.41	4,965,412.41			
26 PURCHASES DURING PERIOD TOTAL.....											238,069,412.41	241,425,942.06		
SALE TRANSACTIONS														
7/02/13	9128285J	US TREASURY NOT	16138	UNITED STATES TREAS NTS	.875	2/28/17	.9337	TD SECURITIES	1001	6,500,000.00	6,486,289.06		-14,452.02	
7/30/13	31356QXP	FED NATL MORTGA	19197	FANNIE MAE .0375 MAT 7/	.375	7/05/16	.6288	MIZUHO SECURITI	1001	5,000,000.00	4,963,215.00		-20,590.29	
7/30/13	31356QXP	FED NATL MORTGA	19198	FANNIE MAE .0375 MAT 7/	.375	7/05/16		MIZUHO SECURITI	1001	10,000,000.00	9,926,430.00		-41,180.58	
3 SALES DURING PERIOD TOTAL.....											21,500,000.00	21,375,934.06		-76,222.89
GRAND-TOTAL =>											259,569,412.41	262,801,876.12		-76,222.89
*** END-OF-REPORT ***														

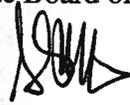


James B. Lewis
State Treasurer

STATE OF NEW MEXICO
OFFICE OF THE TREASURER

Marilyn Hill
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: August 29, 2013
To: James B. Lewis, State Treasurer
For: Governor Martinez and Members of the State Board of Finance
From: Samuel K. Collins, Jr., State Cash Manager 
Subject: State Fund Deposit Activity for the month ending July 31, 2013

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 July 31, 2013.

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 July 31, 2013

(Attachments)

Depository Account Summary by Agency

July 2013

STATE FUNDS

NON-STATE FUNDS

AGENCY	# OF ACCTS.	BALANCE
AOC (fines, fees etc.)	51	\$3,220,144
BERN. CO. METRO COURT	2	\$389,435
1-13 DISTRICT ATTORNEY	6	\$31,278
EDUCATION RETIREMENT BOARD	1	\$18,742
TAXATION & REVENUE DEPT.	31	\$147,673
PUBLIC SCHOOL INS. AUTHORITY	6	\$58,904,458
NMRHCA	1	\$0
PUBLIC DEFENDER	1	\$625
SECRETARY OF STATE	1	\$0
STATE TREASURER (JDC)	36	\$230,080
STATE TREASURER (OTHER INVEST)	0	\$0
NM RACING COMMISSION	7	\$154,553
SPACEPORT AUTHORITY	0	\$0
DEPT. OF GAME & FISH	2	\$90,987
SOUTHWEST REGION ED.	1	\$2,302,946
ENERGY & MINERALS	4	\$285,504
COMMISSION PUBLIC LAND	2	\$12,060
STATE ENGINEER'S OFFICE	4	\$378,290
IRRG WKS CONST	1	\$252,346
COMMISSION FOR THE BLIND	0	\$0
HUMAN SERVICES DEPT.	5	\$24,315
WORKFORCE SOLUTIONS	5	\$9,139,904
DIVISION OF VOCATIONAL REHAB	1	\$42,346
MINER'S HOSPITAL	5	\$4,408,656
DEPARTMENT OF HEALTH	39	\$940,596
ENVIRONMENT DEPARTMENT	1	\$0
CORRECTIONS DEPARTMENT	5	\$1,380
DEPT. OF PUBLIC SAFETY	2	\$8,613
HIGHWAY & TRANSPORTATION	4	\$874
CENTRAL REGIONAL CO-OP	1	\$716,443

AGENCY	# OF ACCTS.	BALANCE
AOC (Bonds)	50	
1ST JUDICIAL DIST. COURT	3	\$1,139,802
2ND JUDICIAL DIST. COURT	2	\$1,107,289
3RD JUDICIAL DIST. COURT	2	\$1,767,327
4TH JUDICIAL DIST. COURT	4	\$88,396
5TH JUDICIAL DIST. COURT	3	\$1,099,707
6TH JUDICIAL DIST. COURT	3	\$577,577
7TH JUDICIAL DIST. COURT	4	\$148,868
8TH JUDICIAL DIST. COURT	4	\$339,009
9TH JUDICIAL DIST. COURT	2	\$586,627
10TH JUDICIAL DIST. COURT	2	\$466,613
11TH JUDICIAL DIST. COURT	10	\$849,772
12TH JUDICIAL DIST. COURT	4	\$1,303,600
13TH JUDICIAL DIST. COURT	65	\$11,973,784
BERNALILLO CO. METRO COURT	2	\$666,701
6TH DISTRICT ATTORNEY	3	\$25,687
7TH DISTRICT ATTORNEY	1	\$1,782
10TH DISTRICT ATTORNEY	1	\$247
11TH JUDICIAL DIST. ATTORNEY	1	\$9,917
ATTORNEY GENERAL	1	\$2,886
LGIP	4	\$152,897,129
PUBLIC REG. COMMISSION	2	\$628,457
NM STATE FAIR	5	\$2,475,853
SOUTHWEST REGION ED.	1	\$15
COMM STATUS OF WOMEN	0	\$0
COMM FOR THE BLIND	2	\$243,808
WORKFORCE SOLUTIONS	0	\$0
MINER'S HOSPITAL	1	\$1,514
DEPARTMENT OF HEALTH	11	\$923,394
CHILDREN, YOUTH & FAMILIES	6	\$95,435
CORRECTIONS DEPARTMENT	12	\$1,888,561
DEPT. OF PUBLIC SAFETY	2	\$25,918
CENTRAL REGION CO-OP	1	\$466,338

Total: 225 \$81,702,248

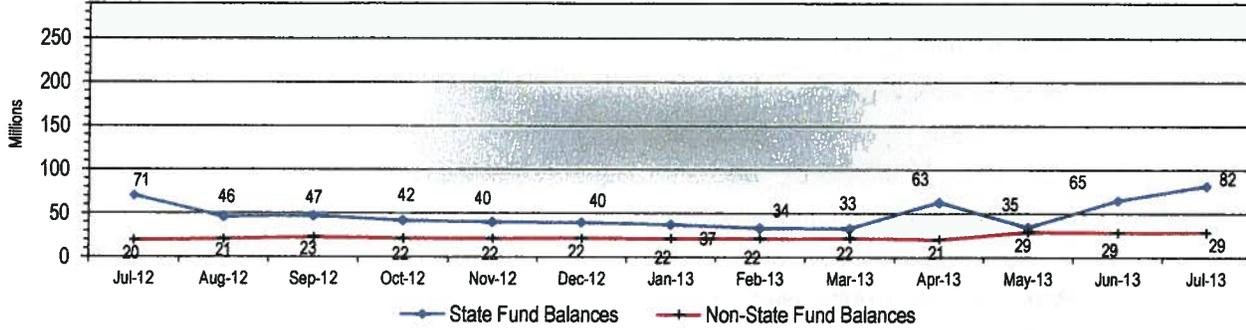
Total: 164 \$181,802,013

Total Depository Balances: \$263,504,261

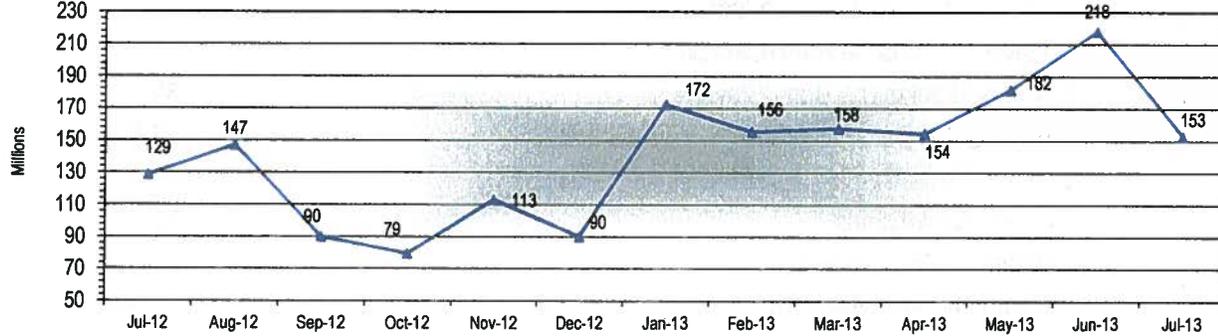
Total Depository Accounts: 389

Depository Account Summary - July 2013

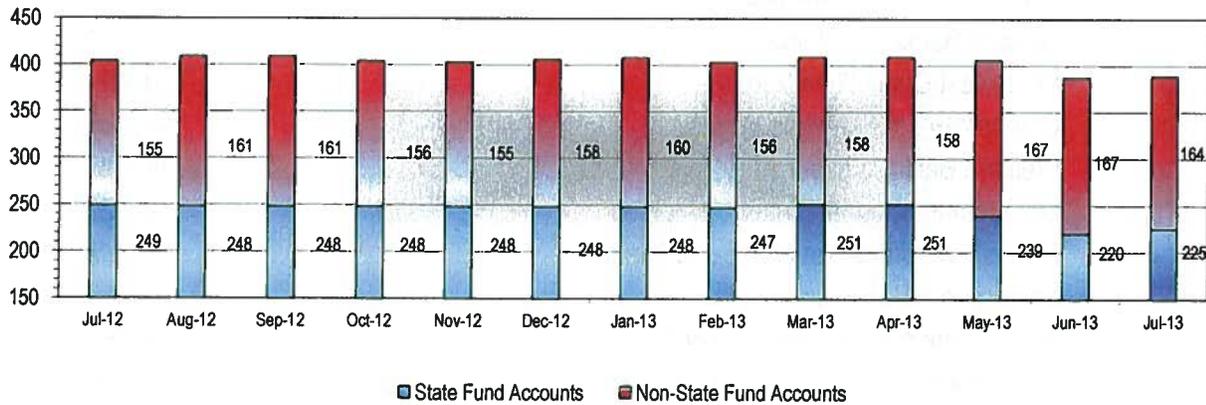
Depository Balances Y-T-D



LGIP Balances Y-T-D



Number of Authorized Depository Accounts



Depository accounts authorized in June 2013 pursuant to Section 6-1-13 NMSA :

- | | | |
|---|---|------------------------------|
| Depository accounts opened in July 2013 | 2 | 13th Judicial District Court |
| | 4 | Miner's Hospital |
| Depository accounts closed in July 2013 | 5 | 13th District Court |
| | 1 | Health Department |

State Fund Balances by Financial Institution

July-2013

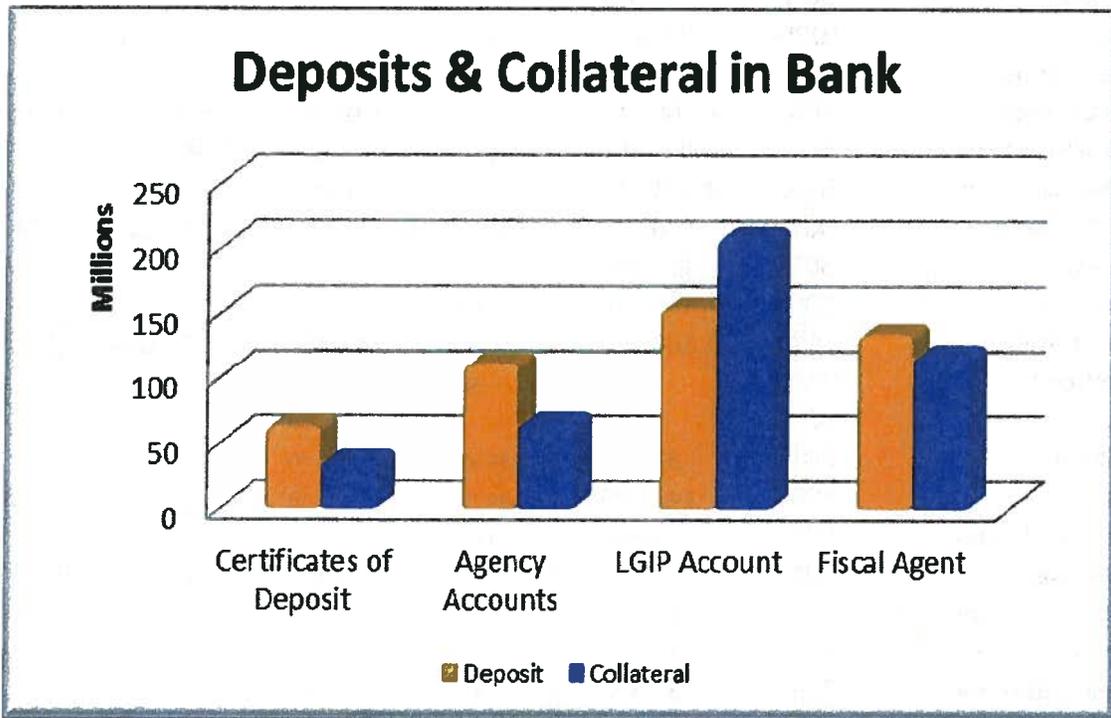
Bank 34/Alamogordo	0
Century Bank/Santa Fe	10,261
First National Bank/Alamogordo	137,339
Bank of America/Albuquerque	1,073,132
Wells Fargo Bank/Albuquerque	71,414,512
Compass Bank/Albuquerque	2,437,011
Bank of the West/Albuquerque	621
First American Bank/Artesia	69,545
My Bank/Belen	7,677
Carlsbad National Bank/Carlsbad	800
Western Commerce Bank/Carlsbad	106,248
Farmers/Stockmens Bank/Clayton	58,254
First National Bank/Clayton	4,423,959
Bank of Clovis/Clovis	0
Citizens Bank/Clovis	127,195
NM Bank & Trust/Albuquerque	182,617
Community Bank/Santa Fe	3,390
Valley National Bank/Espanola	500
Pinnacle Bank/Gallup	0
Grants State Bank/Grants	100
Lea County State Bank/Hobbs	144,799
Citizens Bank/Las Cruces	0
Southwest Capitol/Las Vegas	154,486
Community 1st Bank/Las Vegas	746,030
Western Bank/Lordsburg	80,272
Los Alamos National Bank/Los Alamos	37,373
James Polk Stone National Bank/Portales	425
International Bank/Raton	32,655
Valley Bank of Commerce/Roswell	68,753
First National Bank of Santa Fe/Santa Fe	0
First State Bank/Socorro	24,209
Centinel Bank/Taos	85,248
US Bank/Albuquerque	101,931
Bank of the Southwest/Roswell	108,695
People's Bank	28,895
AmBank	35,316
Total:	81,702,248

Office of the Treasurer

Collateral Summary Review

July 31, 2013

All depository institutions holding public funds for the month ending July 2013 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	\$ 62.0 Million	\$ 35.9 Million	58.0%
Agency Deposit	109.9 Million	64.3 Million	58.5%
LGIP Deposits	152.9 Million	207.0 Million	135.4%
Fiscal Agent	133.1 Million	116.3 Million	87.4%
Totals →	457.9 Million	423.5 Million	92.5%



Office of the Treasurer
Collateral Review
 Accumulated Total by Institution
July 31, 2013

FINANCIAL INSTITUTION	%	TOTAL DEPOSITS	FDIC / NCUA INSURANCE	LESS INSURANCE COVERAGE	SUBJECT TO BE COLLATERALIZED	COLLATERAL PLEDGED	EXCESS (UNDER)
First National - Alamogordo	50%	574,503	250,000	324,503	162,251	259,672	97,421
Western - Alamogordo	75%	3,600,000	250,000	3,350,000	2,512,500	3,327,741	815,241
Bank of America	50%	1,549,107	1,290,909	258,198	129,099	4,239,813	4,110,714
Bank of the West	50%	120,327,129	250,585	120,076,544	60,038,272	126,060,410	66,022,138
BBVA Compass	102%	2,438,513	2,078,339	360,174	367,377	4,881,882	4,514,505
US Bank	50%	31,211,940	378,104	30,833,836	15,416,918	35,000,000	19,583,082
Wells Fargo	50%	97,140,980	12,877,198	84,263,782	42,131,891	95,301,802	53,169,911
First American	50%	69,545	69,545	0	0	0	0
My Bank	102%	211,671	211,671	0	0	0	0
Carlsbad National	50%	800	800	0	0	0	0
Western Commerce	50%	4,106,248	290,178	3,816,070	1,908,035	2,317,549	409,515
Farmers & Stockmen	50%	6,085,650	266,971	5,818,679	2,909,339	3,272,322	362,982
First National - Clayton	50%	4,423,958	250,000	4,173,958	2,086,979	2,174,429	87,450
Bank of Clovis	50%	586,627	250,000	336,627	168,313	586,627	418,313
Citizens - Clovis	50%	127,195	127,195	0	0	0	0
NM Bank & Trust	50%	182,616	182,616	0	0	269,085	269,085
Western - Clovis	50%	3,100,000	250,000	2,850,000	1,425,000	2,003,195	578,195
Valley National	102%	500	500	0	0	0	0
Pinnacle	50%	0	0	0	0	0	0
Grants State	50%	88,357	88,357	0	0	0	0
Lea County State	50%	144,799	144,799	0	0	100,000	100,000
Citizens - Las Cruces	50%	3,594	3,594	0	0	0	0
Southwest Capital	50%	694,505	278,923	415,583	207,791	741,914	534,123
Community 1st - Las Vegas	50%	746,030	746,030	0	0	683,742	683,742
Western - Lordsburg	50%	143,767	143,767	0	0	0	0
Los Alamos National	75%	37,373	37,373	0	0	0	0
James Polk Stone Communi	50%	466,763	466,763	0	0	311,124	311,124
International	50%	185,813	185,813	0	0	0	0
Bank of the Southwest	50%	357,589	255,718	101,871	50,935	247,891	196,956
Valley Commerce	50%	68,753	68,753	0	0	0	0
Century	50%	24,633,613	500,000	24,133,613	12,066,807	12,154,882	88,076
Community	102%	199,905	199,905	0	0	0	0
First National - Santa Fe	50%	15,000,000	15,000,000	0	0	7,757,733	7,757,733
First State	50%	79,543	79,543	0	0	0	0
AM	50%	37,692	37,692	0	0	0	0
Centinel	50%	85,249	85,249	0	0	0	0
Peoples	75%	28,895	28,895	0	0	0	0
BANK'34	102%	2,432,020	2,432,020	0	0	2,330,951	2,330,951
Union Savings	50%	4,000,000	4,000,000	0	0	4,212,681	4,212,681
Guadalupe Credit	50%	250,000	250,000	0	0	0	0
325,421,239		44,307,803	281,113,437	141,581,509	308,235,445	166,653	68

LGIP Bank Deposits July 31, 2013

<u>Financial Insitution</u>	<u>Percentage</u>	<u>Deposit</u>	<u>Collateral</u>
Bank of the West	105.4%	118,562,759	125,011,087
US Bank	116.3%	30,103,799	35,000,000
Wells Fargo	1110.6%	4,230,571	46,985,826

