



James B. Lewis
State Treasurer

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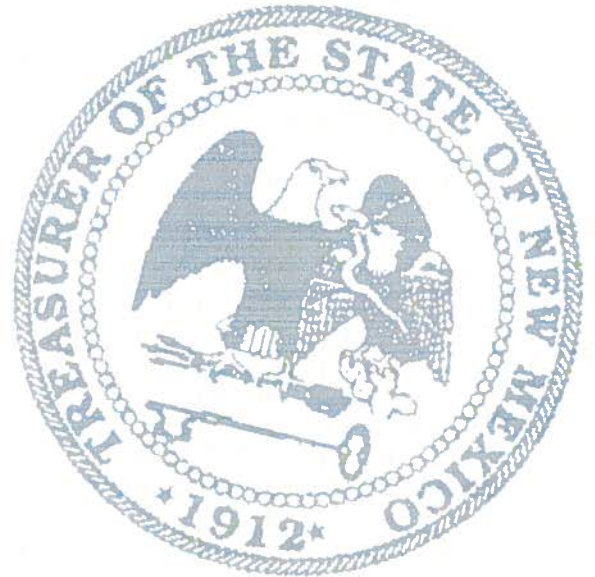
Mark F. Valdes
Deputy State Treasurer

STATE TREASURER'S INVESTMENT COMMITTEE

TREASURER'S CONFERENCE ROOM



**WEDNESDAY, DECEMBER 12, 2012
9:00AM**



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

December 12th, 2012

State Treasurer's Investment Council
Monthly Investment Report

October 2012

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Collateral Report on Agency Deposits & CD



1. December 12, 2012 Agenda



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STATE TREASURER'S INVESTMENT COMMITTEE
Treasurer's Conference Room

Wednesday, December 12, 2012, 9:00 a.m.

MEETING AGENDA (5 Min)

Roll Call

Introduction of Guests and Presenters

- | | |
|--|--------|
| 1. Approval of December 12, 2012 Agenda | Action |
| 2. Approval of November 14, 2012 Minutes | Action |

INVESTMENT REPORTS (30 min)

Month Ended
October 31, 2012

- | | |
|--|---------------|
| 3. Executive Summary | Informational |
| 4. Investment Policy Compliance Report | Informational |
| 5. Portfolio Summary – General Fund and Cash Projection | Informational |
| 6. Portfolio Summary -- Local Government Investment Pool (LGIP) | Informational |
| 7. Portfolio Summary -- Tax-Exempt Bond Proceeds Investment Pool | Informational |
| 8. Portfolio Summary -- Taxable Bond Proceeds Investment Pool | Informational |
| 9. Portfolio Summary -- Severance Tax Bonding Fund | Informational |
| 10. Broker Dealer Activities | Informational |

CASH MANAGEMENT
& COLLATERAL REPORTS (10 Min)

Month Ended
October 31, 2012

- | | |
|--|---------------|
| 11. State Agency Deposit Balances | Informational |
| 12. Collateral Report on Agency Deposits & CDs | Informational |

COMMITTEE REPORTS (5 min)

13. Question Period
14. Next Meeting –Wednesday, January 09, 2013, 9:00 am
15. Adjournment



2. November 14, 2012 Minutes

New Mexico State Treasurer's Office

STIC Committee Meeting

Meeting Minutes

Wednesday, November 14, 2012

ROLL CALL – QUORUM PRESENT:

A regular meeting of the New Mexico State Treasurer's Investment Committee (STIC) was called to order this date at 9:03 a.m. in the conference room of the State Treasurer's Office, 2055 South Pacheco Street, Santa Fe, New Mexico 87505.

Members present:

Mr. Mark Valdes designee for Honorable James B. Lewis, State Treasurer
Ms. Linda Roseborough, Chair
Ms. Stephanie Schardin Clarke, Board of Finance Director [left 10:08am]
Mr. Paul Boushelle, Public Member
Mr. Paul Cassidy, Public Member [by telephone]

Staff Present:

Mr. Spencer Wright, Portfolio Manager (PM)
Ms. Vikki Hanges, Portfolio Manager (PM)
Mr. Sam Collins, State Cash Manager
Mr. Arsenio Garduño, Collateral Manager
Ms. Cindy Cordova, General Counsel
Ms. Hannah Chavez, STIC Secretary

Guests Present:

Ms. Deanne Woodring, Davidson Fixed Income Management [by telephone]

1. Approval of Agenda:

Mr. Boushelle moved approval November 14, 2012 agenda. Mr. Valdes seconded the motion, which passed unanimously by voice vote.

2. Approval of Minutes: October 10, 2012

Ms. Clarke moved approval of the October 10, 2012 minutes. Mr. Boushelle seconded the motion, which passed unanimously by voice vote.

3. Executive Summary, Mr. Wright:

The STIC executive summary report content was presented in its entirety.

Mr. Boushelle asked Mr. Wright if there is a possibility that the United States bond rating could be downgraded again, and wanted to know if it is specified in the Investment Policy or state statute as to how low of an investment grade STO can invest in. Mr. Wright affirmed that there is a potential of a downgrade. Mr. Wright also affirmed that there is an investment grade definition that is addressed in the investment policy and that the portfolios are well above the grade. Mr. Wright indicated that if there are further downgrades, it would probably be in the AA category which is permitted. Mr. Wright also mentioned that statute allows for the purchase of treasury securities, but indicated that there is no credit or rating agency limitations.

Ms. Woodring stated that to her knowledge, within policy and statute, that treasury and agency securities do not have a stated credit requirement and therefore, investments in these issues would not be impacted by a downgrade. In policy, corporate securities do have limits on the rating. Sometimes bond indentures may further restrict investments requirements, if the bond indenture associates a AAA rating requirement with Treasury and Agency securities. To Ms. Woodring's knowledge there are no outstanding bond indentures that constrain STO investments.

4. Investment Policy Compliance Report, Mr. Wright:

The STIC investment policy compliance report content was presented in its entirety.

Mr. Wright reported on the municipal bonds purchased in the General Fund that were questionable in terms of compliance with state statute and confirmed that all questionable positions have been moved out of the portfolio as of October month end.

5. Davidson's- Fiscal Year 2012 Annual Investment Report & September 2012 Quarterly Investment Report, Ms. Woodring:

The STIC fiscal year 2012 annual investment report & September 2012 quarterly investment report content was presented in its entirety.

Ms. Woodring mentioned that she created a new layout of the investment report which shows the new benchmarks as of July 2012 which will provide consistency on how the portfolios are managed, monitored and reported on.

Ms. Woodring added a comparison of the NM LGIP to other state LGIP's with current ratings and returns as requested from the committee at the last STIC meeting.

Discussion was held regarding other state LGIP portfolios reviewing investment strategies and utilization of pools.

Ms. Hanges informed the committee that the LGIP repo has a maturity limit on acceptable collateral of less than one year. Ms. Hanges suggested that we make a change to the investment policy to accept collateral longer than one year in order to increase repo yields. Ms. Hanges indicated that she spoke with S&P and noted that in most cases, their 2a7 funds do not have this one year restriction; noting that they can accept mortgages, thirty year treasuries and other collateral as long as the deposits are over collateralized to the amount that is deemed appropriate. Ms. Hanges stated this could be an opportunity to gain yield quickly without making a huge change in the fund and without waiting for sweeping investment policy changes. Ms. Hanges indicated that all it would take would be a vote from the STIC which can be done with the support of S&P since it states in their Principle Stability guide that you can have collateral longer than a year. In the other funds we are doing repo with collateral longer than one year which includes mortgage collateral and other types of collateral. So if we are comfortable taking collateral in chunks of \$600 million, then we would potentially be comfortable taking collateral longer than a year in the LGIP as well. This change would not cause the fund to lose its AAAm rating.

Mr. Cassidy asked Ms. Hanges by obtaining collateral longer than a year, does the over collateralization percentage increase? Ms. Hanges stated it would have to be looked into and see what the industry standard is.

Ms. Woodring agreed that any changes that can be made under the AAAm rating in order to add value and to enhance the performance of the fund should be looked at.

Ms. Hanges indicated that the General Fund was at 29 basis points today and the LGIP was at 22 basis points with treasuries under one year. She also stated that she is not really advocating mortgage collateral. Even though not a huge spread, sometimes at month-end, this spread really can widen out.

Mr. Wright wanted to remind everyone that a temporary waiver of the policy has been done in the past where a STIC vote was done on a monthly basis. A reaffirmation of the vote would be done during the duration of the investment. Mr. Wright also included that LGIP could temporary adopt the broader collateral policy that the General Fund is using.

Ms. Roseborough indicated that the staff would do the analysis and would present the proposal to Treasurer Lewis for his review. Upon internal review, we could then bring to the STIC for review and then add to future agenda for vote by the committee.

6. General Fund and Cash Position, Mr. Wright:

The STIC general fund and cash projection report content was presented in its entirety.

7. LGIP, Ms. Hanges:

The STIC LGIP report content was presented in its entirety.

Ms. Roseborough pointed out that the LGIP balances are continuing to contract. The office is currently monitoring and noted that over the last three months we are aware of drawdowns in the portfolio due to capital expenditures possibly due to the lack of access to the New Mexico Finance Authority (NMFA). Currently in the LGIP, the judicial district courts have a balance of \$4.4 million. Additionally, approximately \$50 million of the LGIP assets are from investments of state funds including the general fund, the BPIPs and the severance tax bond fund. The investment division is working with the Treasurer on an outreach program for new participants in 2013.

Ms. Hanges maintains that it will be difficult to increase deposits in the pool and maintain the current yield. She also indicated that it would be challenging to compete with local banks that are currently offering higher yielding CDs currently at 25 basis points and the LGIP is at 18 basis points net to participants. Ms. Hanges also reminded the committee members that the LGIP yield will more than likely decrease in December due to the current TLGP program and all of the floater positions that will be maturing. This is a good reason for the LGIP to not be rated; then the LGIP could invest in the local bank CDs and would become more of a competitive investment option for participants.

Discussion continued regarding concerns that participants are under pressure and that yields have become a priority for participants. The state treasurer's office strategy is to follow safety, liquidity and then yield when investing. A recommendation was suggested that LGIP could provide a sub account with a longer duration fund without being rated which is already allowed for in statute at an appropriate time upon an increase in rates.

Ms. Clarke mentioned that if warranted and if it makes sense to create a longer duration pool for local governments, she would feel more comfortable with city and county treasurers investing in a pool managed by the STO rather than them investing on their own as they will have less opportunities to diversify their investments; whereas through a STO managed pool their funds would be managed with a more reasonable investment ladder.

Mr. Valdes recollected that within statute if local governments placed money in banks they have to equitably distribute the money amongst all the banks in their community which could be difficult for example for the city of Albuquerque due to the vast number of banks; which would be another benefit of investing in the LGIP as they would not have to worry about that equitable distribution.

Mr. Cassidy mentioned that this is a practice that many municipal and county treasurers are violating and believes that the state law should be changed to reflect current practice.

8. Tax-Exempt BPIP, Ms. Hanges:

The STIC tax-exempt BPIP report content was presented in its entirety.

Ms. Clarke mentioned as a point of information, that her office anticipates going to market with \$140 million of general obligation bonds with a notice of sale resolution in January and will accept bids in February; (could possibly shift by one month) and the closing should be around March 1, 2013. At that point, the tax-exempt pool will receive around \$140 million in proceeds.

Ms. Clarke also mentioned that for the taxable pool that at the end of December an estimate of \$88 million will be expected due to senior and supplemental severance tax sponge notes. The amount could be up to about \$10 million more or less.

Mr. Cassidy asked Ms. Clarke how the current sponge note dollar amount compares to a year ago. Ms. Clarke could not recall the sizing of the sponge notes from the prior year but would get back with him. Ms. Clarke mentioned that the last few months have been among the highest tax collections that she has seen in at least four years.

9. Taxable BPIP, Ms. Hanges:

The STIC taxable BPIP report content was presented in its entirety.

10. Severance Tax Bonding Fund, Mr. Wright:

The STIC severance tax bonding fund report content was presented in its entirety.

11. Broker Dealer Activities, Mr. Wright:

The STIC broker dealer activities report content was presented in its entirety.

12. Fiscal Year 2012 Summary and account balance, Mr. Wright

The STIC fiscal year 2012 summary and account balance content was presented in its entirety.

13. State Agency Deposit Balances, Mr. Collins:

The STIC state agency deposit balance report content was presented in its entirety.

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

The STIC collateral report content was presented in its entirety.

15. Question Period:

There were no questions.

16. State Treasurer Proposed legislation, Ms. Roseborough:

Ms. Roseborough introduced the state treasurer's proposed legislation indicating that the Treasurer presented to IPOC this month and will present to the IPOC again in November. Upon finalization of the legislation and upon obtaining legislative sponsorship, then the process will continue through legislation. Handouts were given out; draft legislation and 10/3/12 Memo Talking Points. Ms. Roseborough covered the state treasurer proposed legislation covering each of the proposed modifications.

Discussion was held with the committee regarding the 2013 proposed legislation with changes in statute NMSA 1978 §6-10-10, §6-10-10.1, and §6-10-16.

Mr. Bouschelle stated additional dialogue will be needed for proposed changes to §6-10-10 N (5) and §6-10-10.1 I.

Mr. Cassidy suggested on page 18 in section 4, it should indicate Revenue bonds only with the rating being Baa using the Moody's rating or BBB using the S&P and Fitch rating. For clarification may want to specify as BBB or equivalent and on item 2 (line 15) clarify general obligation securities.

Mr. Cassidy stated when this statute was adopted school district monies were managed by county and municipal treasurers. Section 4 was directed specifically to county and municipal treasurers. Around 25 years ago school districts boards of education became their own boards of finance as certified by the Public Education Department. Now public school districts want to be able to do the same investing as county and municipal treasurers and suggested that where county and municipal treasurers are referred to in sections A, B, F & G; make the change to be local public body so it is consistent with other parts of the statute.

Mr. Valdes indicated that Treasurer Lewis's intent was to only address the statutes that were applicable to this office applicable to where the state can invest except for the one item.

Mr. Boushelle and Mr. Cassidy recommended on Page 2 (line 9) to change the sentence of means a "any" political subdivision.... This would cover comments by Mr. Boushelle. Also add "local governing body" on page 4 (line 20) to indicate County, municipal treasurers, or local governing bodies...

17. Next Meeting: Wednesday, December 12, 2012 at 9:00 a.m. at the State Treasurer's Office.

Ms. Roseborough noted the date and time of next meeting.

18. Adjournment

Ms. Roseborough adjourned the meeting at 10:57 a.m.

Minutes were taken by Ms. Hannah Chavez on November 14, 2012.

Minutes were created by Ms. Hannah Chavez on November 15, 2012.

Minutes approved by Ms. Roseborough on November 27, 2012.



3. Executive Summary

Executive Summary

- Rate pressures continued during the months of October and November.
- The Federal Reserve maintained its stance of additional easing in the longer area of the yield curve, continuing to purchase mortgage-related securities at a rate of \$40Billion/Month.
- November's FOMC Minutes confirmed the Fed's stance on the economy and additional concerns about limited future growth.
- Concerns regarding the implementation of potentially significant changes in tax law weighed heavily on the markets during the month and into November.

<i>US Treasury Yields</i>		
<i>Maturity</i>	<i>Sept 28th</i>	<i>Oct 31th</i>
<i>3-Month</i>	0.06%	0.10%
<i>6-Month</i>	0.10%	0.15%
<i>2-Year</i>	0.23%	0.28%
<i>5-Year</i>	0.62%	0.72%
<i>10-Year</i>	1.64%	1.69%
<i>30-Year</i>	2.82%	2.86%

Source: Bloomberg LP

Portfolio Mark-to-Market

With the overall decline in yields, the STO-managed portfolios¹ all reported positive results on a mark-to-market basis at the end of October.

Despite growth in the size of the overall portfolios, general declines in short-term interest rates have continued to put pressure on total interest earnings.

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 Primary Fund encountered difficulties in the latter part of 2008 and entered into a process of liquidation.

For each of the STO portfolios:

<i>Fund</i>	<i>Unrealized Gains²</i>
<i>General Funds</i>	\$1.2 million.
<i>Bond Proceeds Funds</i>	\$3.9 million.
<i>Local Government Investment Pool</i>	Not Material
<i>Severance Tax Bonding Fund</i>	Not Material

Portfolio Yields

As of the end of October, the portfolios had the following purchase yields:

<i>Fund</i>	<i>Portfolio Yield³</i>
<i>General Fund Liquidity</i>	0.54%
<i>General Fund CORE</i>	0.95%
<i>Bond Proceeds - Tax Exempt</i>	0.73%
<i>Bond Proceeds - Taxable</i>	0.87%
<i>Local Government Investment Pool</i>	0.24%
<i>Severance Tax Bonding Fund</i>	0.54%

Investment Earnings

Investment earnings for October are summarized in the table below. Declines in interest rates have adversely affected annual earnings amounts.

For each of the portfolios:

<i>Fund</i>	<i>Investment Earnings⁴</i>	
	<i>MTD</i>	<i>YTD</i>
<i>General Funds</i>	\$1,151,967	\$4,827,713
<i>Bond Proceeds Funds</i>	636,195	2,796,735
<i>LGIP</i>	113,585	510,848
<i>Severance Tax Bonding</i>	33,599	69,167

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 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.

⁴ 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.

Compensating Balances at Fiscal Agent Bank

During October, STO maintained Average Daily Collected Balances at the Fiscal Agent Bank of approximately \$77 million. This balance earned a "soft-dollar" credit against processing fees assessed by the bank.

Fiscal Agent Bank Summary:

<i>Average Collected Balance</i>	\$77,966,347
<i>Earnings Credit Rate</i>	0.50%
<i>Estimated Monthly Earnings</i>	\$32,485
<i>Estimated Fiscal Year Earnings</i>	\$89,640

Monthly Investment Outlook

After the election, which we believed would provide a degree of stability moving forward, the domestic fixed income and equity markets have put in lackluster performances.

We believe this is due to several macro factors which do not bode well for future performance:

- US Growth is significantly weak and has been for some time. The outlook for the future is not good.
- Renewed political concerns and continued focus on the "Fiscal Cliff". Discussion of the effect of the combination of tax hikes as well as automatic spending cuts has completely dominated the focus of the capital markets during the most recent month.
- As market participants digested the results of the election, it became apparent that there was no political will in either direction regarding the effects of the looming tax hike and spending cuts.
- The debt ceiling is scheduled to be hit at some point in February.
- Equity valuations remain thin, especially given the lackluster earnings results from the past quarter and the diminished outlook for the fourth quarter in general.
- QE, while somewhat successful in its earlier rounds, has become less stimulative for the economy. In addition, the latest round of QE was initiated while the equity markets were at significantly high levels. The effect of QE is diminished due to the number of times it has been used with no positive effects.

- Against the difficult domestic backdrop, the situation in Europe continued to worsen. In particular, Greece has been forced to adopt more stringent austerity measures in order to comply with ECB restrictions to release additional liquidity. Spain also remains problematic and France may be looming over the horizon.
- In addition, increased geopolitical tensions in the Middle East continued to focus the market's attention.

Despite the current issues which are focusing the markets, at some point the markets will begin to turn around⁵. We have projected what the types of moves that we would see and I wanted to reflect on our ideas what eventual fed tightening may look like.

Here are some of the ideas that we presented⁶ in an earlier version of this report:

- Increased Rhetoric by the Federal Reserve Bank/Altered Policy Language in FOMC Minutes
- Movements on Bank Reserve Neutralization (Reverse Repos; Term Deposits; i.e. absorbing excess reserves temporarily)
- Active Reserve Draining/Federal Reserve Balance Sheet Shrinkage (Suspension of MBS/UST Investments; Suspension of Maturing Debt rollovers; Outright Asset Sales)
- Outright Interest Rate Hikes (Raising the rate paid on reserves and hoping that the Fed Funds or IOR follows)

With regard to the tools at the Fed's disposal, we have seen significant changes since we presented the thesis above:

- *Continued Easing by the Federal Reserve* – The Fed has broadened its mandate to include the expansion of employment through monetary policy. We have gone through QE, QE2, QE3, Operation Twist and now QE Unlimited, with

⁵ We initially believed this would happen in Mid 2013, now most forecasters are projecting the potential of an economic turnaround happening in 2014 or 2015.

⁶ April 2011

and end date tied only to improvement in employment growth numbers.

- *Wholesale Purchases by the Fed* – Operation Twist⁷ moved the Fed toward longer assets on their balance sheet. Unlimited purchases on the order of \$40B/month also has significantly changed the nature of the fed's balance sheet. The Fed's balance sheet is not only larger; it has also increased in duration.
- *Historic Openness by the Federal Reserve* – In the past, the Fed has been relatively secretive about their policy moves. The most recent moves by the Fed have been incredibly well communicated and open, with the Fed opening itself up to press conferences following several meetings to address monetary policy
- *Reelection of the President and Stability within Fed Board* – The reelection of the president and his commitment to Fed Chair Bernanke will likely mean an extension of his tenure past his term end in January 2013.

Implications for the Foreseeable Future

The yield curve has continued to flatten in the short end of the curve, with the differences between 2-5 year rates (currently 38bps) at some of the lowest levels seen within the past 5 years.

Sadly, we do not expect this situation to improve until the economy begins to respond.

An unclear outlook on fiscal and tax policy does little to reassure market and as such, they have continued to grind lower.

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*

⁷ Set to expire at Year End.

New Mexico State Treasurer
Monthly Fund Summary Report
(Unaudited)

As of October 31, 2012

General Fund	Holdings			Performance				Earnings	
	Cost Basis	Market Value	Unrealized Gain/Loss	12-Month Total Return	Benchmark	Index Return	Relative Performance	Monthly Earnings	YTD Earnings
Account									
Liquidity	\$ 561,916,554	\$ 561,898,820	\$ (17,734)	0.24%	S&P LGIP	0.06%	0.18%	\$ 105,981	\$ 388,599
CORE	1,305,132,270	1,315,355,851	10,223,581	1.46%	ML Treasury 0-5	0.85%	0.61%	1,045,986	\$ 4,439,114
TRAN	-	-	-	0.00%	All-In Tran TIC	0.00%	0.00%	-	-
Totals	\$ 1,867,048,824	\$ 1,877,254,671	\$ 10,205,847	1.09%	Blended	0.61%	0.48%	\$ 1,151,967	\$ 4,827,713
Bond Proceeds Investment Pool (BPIP)									
Account	Cost Basis	Market Value	Unrealized Gain/Loss	12-Month Total Return	Benchmark	Index Return	Relative Performance	Monthly Earnings	YTD Earnings
Tax-Exempt	\$ 322,207,121	\$ 323,391,385	\$ 1,184,264	0.71%	ML Treasury 0-3	0.33%	0.38%	\$ 224,217	\$ 917,141
Taxable	539,522,982	542,302,325	2,779,343	0.91%	ML Treasury 0-3	0.33%	0.58%	411,978	1,879,594
Totals	\$ 861,730,103	\$ 865,693,710	\$ 3,963,607	0.84%	Blended	0.33%	0.51%	\$ 636,195	\$ 2,796,735
Local Government Investment Pool (New MexiGrow LGIP)									
LGIP	Cost Basis	Market Value	Unrealized Gain/Loss	12-Month Total Return	Benchmark	Index Return	Relative Performance	Monthly Earnings	YTD Earnings
	\$ 588,500,184	\$ 588,614,573	\$ 114,389	0.24%	S&P LGIP	0.06%	0.18%	\$ 113,585	\$ 510,848
Severance Tax Bonding Fund									
STBF	Cost Basis	Market Value	Unrealized Gain/Loss	12-Month Total Return	Benchmark	Index Return	Relative Performance	Monthly Earnings	YTD Earnings
	\$ 155,853,401	\$ 155,853,401	\$ -	0.24%	S&P LGIP	0.06%	0.18%	\$ 33,599	\$ 69,167

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. Yield is calculated on combined balances and also includes fund flows during the month.
- (3) Source: STO Records, QED Financial Systems, JPMorgan Custody Reporting



4. Investment Policy Compliance Report

Investment Policy Compliance Review

Primary and Secondary Bond Purchases/ Sales

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

Primary Bond Volume	\$ 15,000,000	9%
Secondary Bond Volume	<u>159,970,000</u>	<u>91%</u>
Total	\$174,970,000	100%

The primary market purchases were in commercial paper.

Commissions Paid

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

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

Variable Rate and Structured Note Holdings

At the end of October, total holdings of Variable Rate Notes were \$112,250,000.

General Fund Liquidity	\$ 40,000,000
LGIP	<u>72,250,000</u>
Total Holdings	\$112,250,000

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

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

Transaction Variances and Inter-Portfolio Transactions

During October, 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.

During October, approximately \$7.4 million in municipal bond securities were sold from the general fund to the bond proceeds funds. All transactions were done at market levels as established through competitive bidding and BFV.

Investment Policy Compliance

Municipal Bond Holdings in the General Fund

At the end of October, municipal holdings of \$23.1 million were held in the General Fund. All general fund municipal holdings were allowed per current state statutes.



5. Portfolio Summary- General Fund and Cash Projections

Portfolio Summary – General Fund

Summary

- The General Fund (Liquidity and Core Portfolios) closed the month of October at \$1.8 Billion.
- Average Collected Balance at our Fiscal Agent bank was \$77 Million for the month of October.

Portfolio Mix

- At month end, 100% of the General Fund Core portfolio was invested in fixed income securities; 33% in Treasury securities; 65% in Agency and Government-related securities; 1% in Municipal Bonds, and the balance in Cash.
- 18% of the portfolio is invested in securities that mature in one year; 23% in securities that mature from 1-2 years; 32% in 2-4 years and 26% invested in securities that mature within 5 years.
- The General Fund held positions in 78 securities at the end of October.
- The Weighted Average Life of the CORE portion of the general fund is 2.9 years. The Weighted Average duration is 2.5 years.
- The benchmark duration for the portfolio is 2.3 years.
- The maximum security term for the CORE portfolio is 5 years.

Performance

- For October, the blended general fund outperformed its 12-month benchmark by 48 basis points (0.48%)

Market Value and Investment Earnings

- Unrealized gains in the Core Portfolio at the end of October were \$10.2 million.
- Monthly Earnings for October on the General Fund Portfolios were \$1.1 million.
- Year-to-date earnings were \$4.8 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 performance gains.

Compensating Balances at Fiscal Agent Bank

During October, STO maintained Average Daily Collected Balances at the Fiscal Agent Bank of approximately \$77 million. This balance earned a “soft-dollar” credit against processing fees assessed by the bank.

Fiscal Agent Bank Summary:

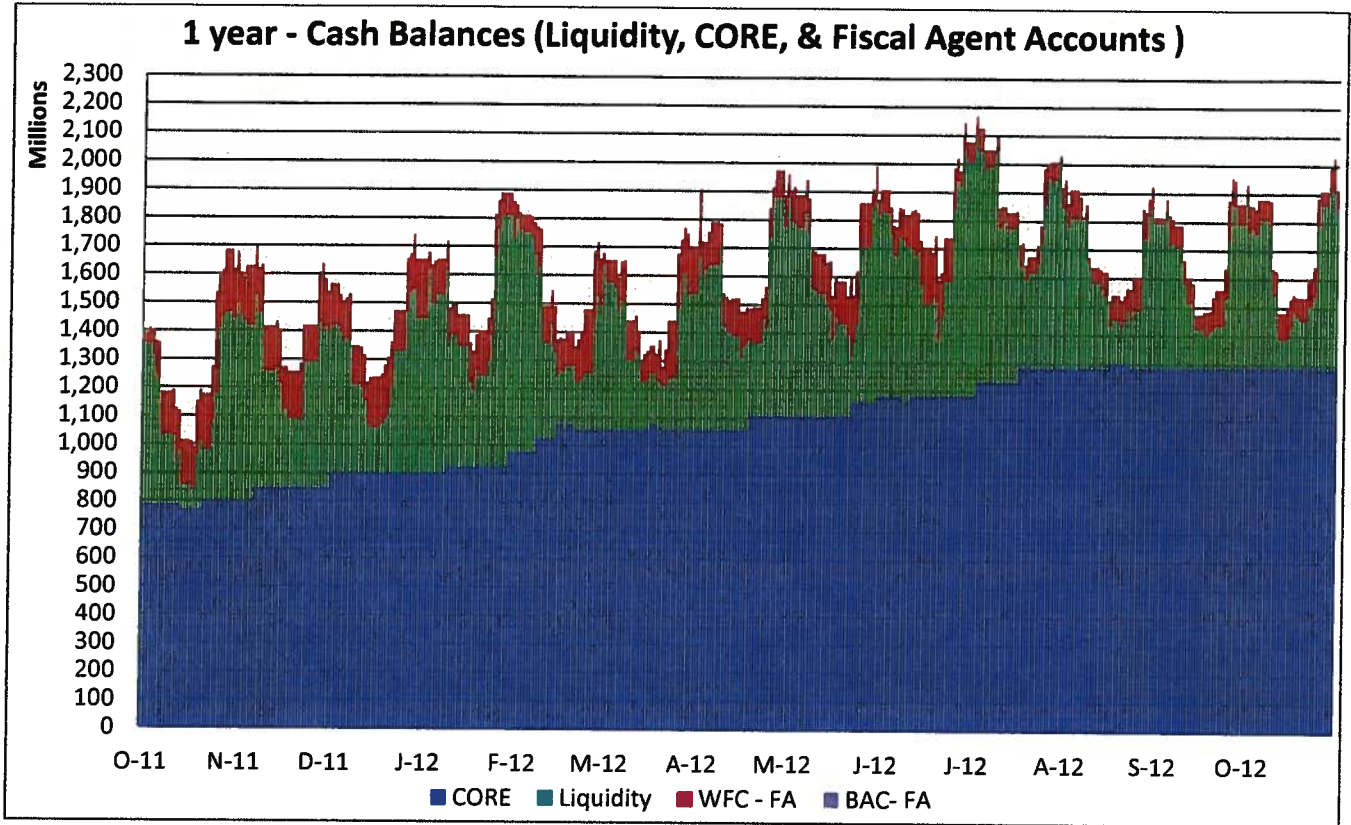
<i>Average Collected Balance</i>	\$77,966,347
<i>Earnings Credit Rate</i>	0.50%
<i>Estimated Monthly Earnings</i>	\$32,485
<i>Estimated Fiscal Year Earnings</i>	\$89,640

NMFA Holdings in the General Fund

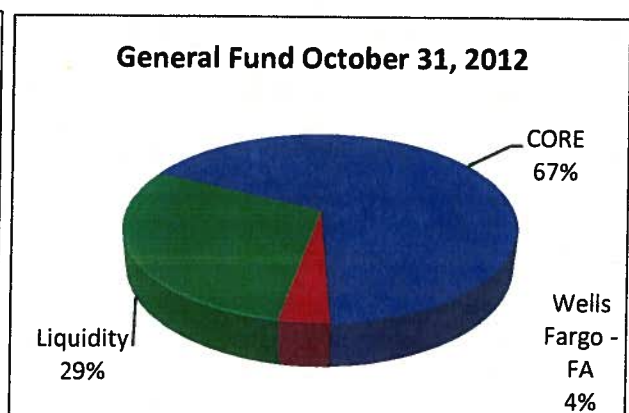
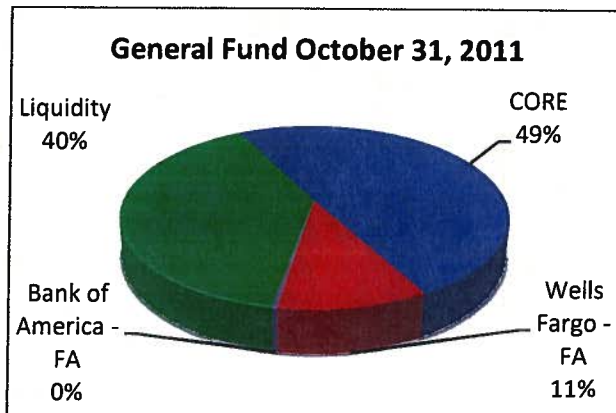
We held the following NMFA bond positions in the general fund portfolios:

June 30, 2012	\$14,310,000
July 31, 2012	\$14,310,000
August 31, 2012	\$14,310,000
September 30, 2012	\$14,310,000
October 30, 2012	\$14,310,000

GFIP Cash Flows



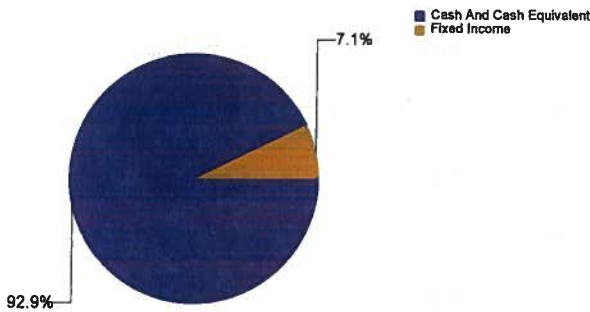
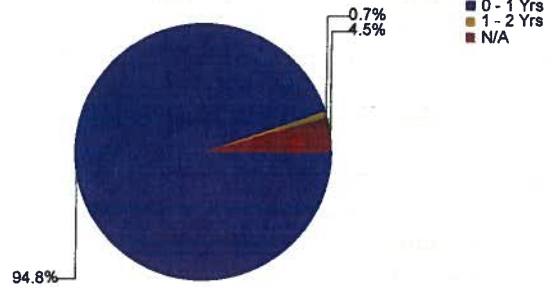
GENERAL FUND	Oct-11	Oct-12	Difference
Liquidity	641,958,666	561,913,220	(80,045,447)
CORE	800,530,183	1,287,492,551	486,962,368
Wells Fargo - FA	170,250,213	67,094,632	(103,155,581)
Bank of America - FA	6,317,766		(6,317,766)
	<u>1,619,056,828</u>	<u>1,916,500,403</u>	<u>297,443,575</u>



Portfolio Characteristics

Duration Mix

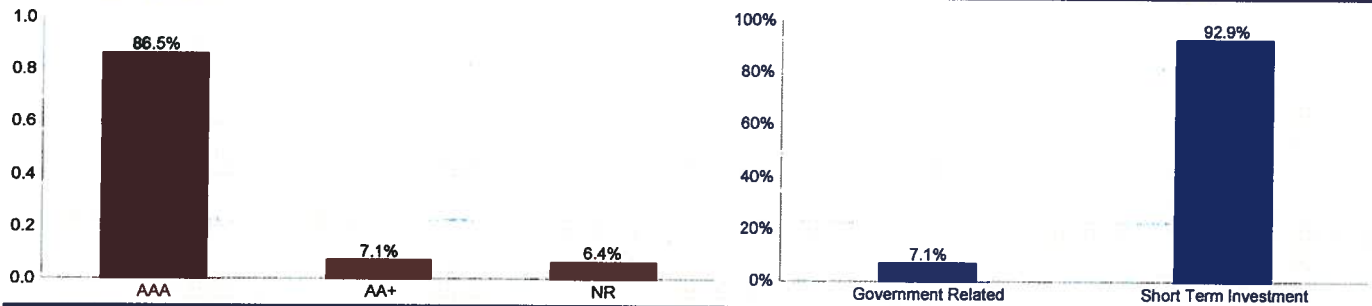
Total Net Assets (Millions) 562.0
Weighted Average Life (Years) 0.09
Weighted Avg. Effective Duration (Years) 0.05
Weighted Average Coupon (%) 0.54
Weighted Average Current Yield (%) 0.53
Weighted Average Yield to Maturity (%) 0.54
Weighted Average Rating AA+
Number of Holdings 23



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
99CU50087	REPO BANK OF NEW YORK/SOUTH STREET SECS	9.53%	0.60	1/1/2012
99CU50088	REPO BANK OF NEW YORK/SOUTH STREET SECS	9.21%	0.60	1/1/2012
99CU50086	REPO BANK OF NEW YORK/SOUTH STREET SECS	8.92%	0.60	1/1/2012
99CU50080	REPO NOMURA SECURITIES/FIXED INCOME 31/OCT/2012R	8.67%	0.60	1/1/2012
99CU50082	REPO NOMURA SECURITIES/FIXED INCOME 31/OCT/2012P	8.67%	0.60	1/1/2012
99CU50079	REPO NOMURA SECURITIES/FIXED INCOME 31/OCT/2012S	8.67%	0.60	1/1/2012
99CU50081	REPO NOMURA SECURITIES/FIXED INCOME 31/OCT/2012Q	8.67%	0.60	1/1/2012
99CU50085	REPO BANK OF NEW YORK/SOUTH STREET SECS	8.60%	0.60	1/1/2012
99CU50084	REPO BANK OF NEW YORK/SOUTH STREET SECS	7.31%	0.60	1/1/2012
892998X00	LGIP POOL PARTICIPANT	4.45%	0.17	

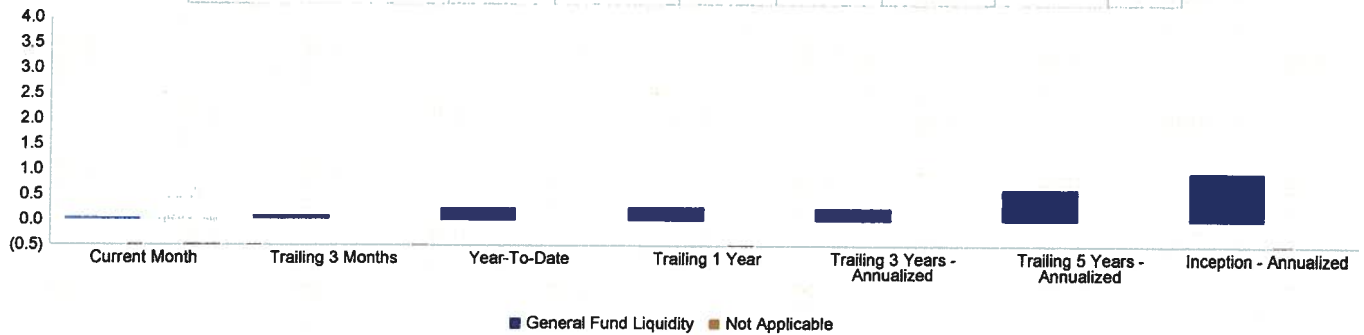
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns Series

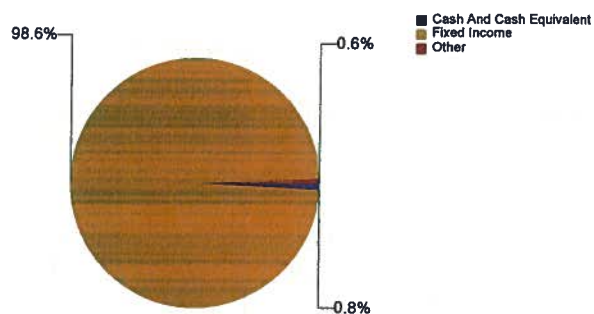
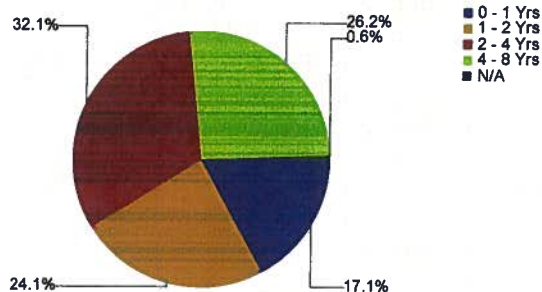
	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years - Annualized	Trailing 5 Years - Annualized	Inception
General Fund Liquidity	0.03	0.07	0.23	0.25	0.23	0.61	0.84
Not Applicable							
Excess							



Portfolio Characteristics

Duration Mix

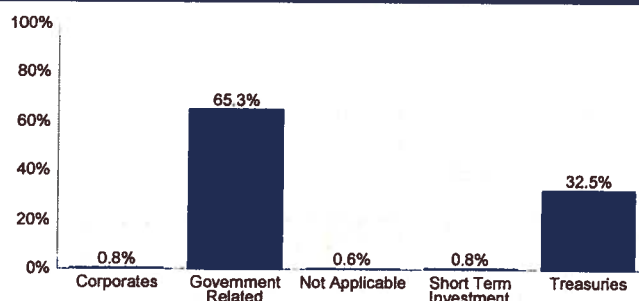
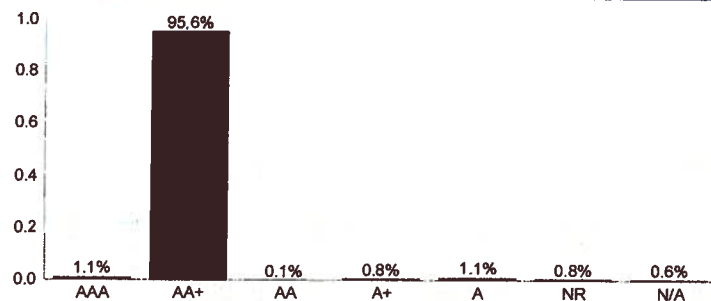
Total Net Assets (Millions) 1,320.3
Weighted Average Life (Years) 2.92
Weighted Avg. Effective Duration (Years) 2.51
Weighted Average Coupon (%) 1.52
Weighted Average Current Yield (%) 0.46
Weighted Average Yield to Maturity (%) 0.57
Weighted Average Rating AA+
Number of Holdings 78



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
3135G0GY3	FEDERAL NATIONAL MORTGAGE ASSOC 1.25% MTG BDS	4.70%	1.25	30/1/2017
3135G0LN1	FEDERAL NATIONAL MORTGAGE ASSOC 0.5% NTS	4.59%	0.50	2/7/2015
912828KF8	US 1.87500 '14	3.12%	1.88	28/2/2014
912828SJO	US 0.87500 '17	3.09%	0.88	28/2/2017
912828TM2	US 0.62500 '17	2.86%	0.62	31/8/2017
313376UF0	FEDERAL HOME LOAN BANKS 0.375% BDS 29/JAN/2014	2.29%	0.38	29/1/2014
3137EADJ5	FEDERAL HOME LOAN MORTGAGE CORP 1% MTG BDS	1.97%	1.00	28/7/2017
31315PB73	FEDERAL AGRIC MTG CORP MTNS B FR 0.9%09/JUN/2016	1.94%	0.90	9/6/2016
912828RX0	US 0.87500 '18	1.93%	0.88	31/12/2018
3135G0MZ3	FEDERAL NATIONAL MORTGAGE ASSOC 0.875% NTS	1.92%	0.88	28/8/2017

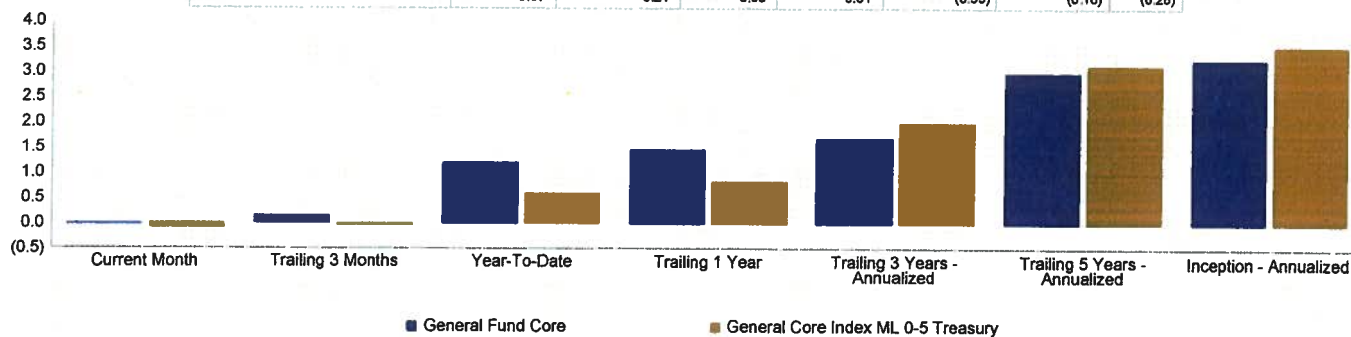
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Inception
General Fund Core	(0.03)	0.16	1.21	1.46	1.69	3.00	3.27
General Core Index ML 0-5 Treasury	(0.10)	(0.05)	0.80	0.85	2.02	3.16	3.55
Excess	0.07	0.21	0.80	0.61	(0.33)	(0.16)	(0.28)



STATE OF NEW MEXICO

GENERAL FUND (1000)

Portfolio Classification Summary

Positions Held as of 10/31/12

TXN BASIS: SETTLEMENT
 MKT-SOURCE: IDC-PREFERRED+
 AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	2	.6083	.00270	461,136,725	461,136,725	461,136,725		82.068
CERTIFICATES OF DEPOSIT	8	.4100	.65920	33,750,000	33,750,000	33,750,000		6.006
LINKED-CERTIFICATE OF DEPOSIT	1	.4000	.46030	2,000,000	2,000,000	2,000,000		.356
AGENCY US VARIABLE ACT/360 4X	2	.2308	.68355	40,000,000	40,003,334	39,985,600	-17,734	7.116
UNITS - INVESTMENT POOL 1	1			25,026,495	25,026,495	25,026,495		4.454
	<u>14</u>	<u>.5417</u>	<u>.09640</u>	<u>561,913,220</u>	<u>561,916,554</u>	<u>561,898,820</u>	<u>-17,734</u>	<u>100.000</u>

STATE OF NEW MEXICO

GENERAL FUND CORE (1001)

Portfolio Classification Summary

Positions Held as of 10/31/12

TXN BASIS: SETTLEMENT
MKT-SOURCE: IDC-PREFERED+
AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	1	.6083	.00270	1,101,252	1,101,252	1,101,252		.084
CERTIFICATES OF DEPOSIT	1	.5500	1.95620	10,000,000	10,000,000	10,000,000		.760
US TREASURY NOTE ACT/ACT 2X	21	.8484	2.58093	421,100,000	424,734,545	428,165,042	3,430,497	32.551
FED FARM CR BKS CALLABLE	2	1.2685	.07260	40,000,000	39,968,952	40,025,800	56,848	3.043
AGENCY US BOND 30/360 2X	7	1.2405	2.12800	103,000,000	104,661,153	105,263,660	602,507	8.003
AGENCY 30/360 2X	1	.9125	3.60550	25,000,000	25,000,000	25,377,000	377,000	1.929
AGENCY US NOTES 30/360 2X	27	.9631	2.75997	489,410,000	500,970,721	505,248,762	4,278,041	38.412
FED NATL MORTGAGE ASSN DEBS	6	.7982	2.99552	165,000,000	165,560,362	166,965,650	1,405,288	12.694
CORP US NOTE 30/360 2X	1	5.2305	.08220	10,000,000	9,999,035	10,033,600	34,565	.763
MUNI US 30/360 2X	7	.6108	.97766	20,600,000	20,820,426	20,862,210	41,784	1.586
MUNICIPAL BOND REVENUE	4	.3449	.80071	2,280,000	2,312,114	2,309,165	-2,949	.176
UNITS - INVESTMENT POOL 1	1			1,299	1,299	1,299		
CASH ACCOUNT	1			2,411	2,411	2,411		
	<u>80</u>	<u>.9580</u>	<u>2.55258</u>	<u>1,287,494,962</u>	<u>1,305,132,270</u>	<u>1,315,355,851</u>	<u>10,223,581</u>	<u>100.000</u>

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 11/27/12 @ 15:12:24
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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
37,060,000	CASH KEY	CASHCASH				1.000000000	37,060,000.00	37,060,000.00
25,026,495	UNITS - INVESTMENT POOL 1	UNITS001				.999999998	25,026,494.94	25,026,495.00
62,086,495					.734		62,086,494.94	62,086,495.00

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

261,136,725	OVERNIGHT REPO	1101RP	.600	11/01/12	.608	99.999999812	261,136,724.51	261,136,724.51
200,000,000	OVERNIGHT REPO	1101RP	.600	11/01/12	.608	100.000000000	200,000,000.00	200,000,000.00
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31398A7F	.428	12/20/12	.172	100.033888400	20,006,777.68	20,003,200.00
8,000,000	CENTURY BANK	01709924	.400	12/28/12	.400	100.000000000	8,000,000.00	8,000,000.00
489,136,725					.093		489,143,502.19	489,139,924.51

====> 0004 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2012 <====

250,000	GUADALUPE CREDIT UNION	735605	.750	3/26/13	.750	100.000000000	250,000.00	250,000.00
8,000,000	CENTURY BANK SANTA FE	17099245	.400	3/28/13	.400	100.000000000	8,000,000.00	8,000,000.00
2,000,000	MY BANK BELEN	63000023	.400	4/17/13	.400	100.000000000	2,000,000.00	2,000,000.00
500,000	WESTERN BANK CLOVIS	15955	.300	6/06/13	.300	100.000000000	500,000.00	500,000.00
8,000,000	CENTURY BAN SANTA FE	17099247	.350	6/28/13	.350	100.000000000	8,000,000.00	8,000,000.00
5,000,000	FIRST NATIONAL BANK SANTA FE	10336906*	.400	10/15/13	.400	100.000000000	5,000,000.00	5,000,000.00
23,750,000					1.920		23,750,000.00	23,750,000.00

====> 0006 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2013 <====

SOURCE: VisualQED
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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
20,000,000	FEDERAL HOME LOAN BANKS	3133804M	.273	1/23/14	.290	99.982518200	19,996,503.64	19,982,400.00
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
24,000,000					1.900		23,996,503.64	23,982,400.00
====> 0003 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2014 <====								
598,973,220					.076		598,976,500.77	598,958,819.51
====> 0015 ITEMS IN SUBTOTAL FOR ====> FUND-NAME..... ====> GENERAL FUND <====								

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
2,411	CASH KEY	CASHCASH				1.000000000	2,410.96	2,411.00
1,299	UNITS - INVESTMENT POOL 1	UNITS001				.999884527	1,298.85	1,299.00
3,710					12291.		3,709.81	3,710.00

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

1,101,252	OVERNIGHT REPO	1101RP	.600	11/01/12	.608	100.000006357	1,101,252.07	1,101,252.07
10,000,000	ABBOTT LABORATORIES	002819AA	5.150	11/30/12	5.231	99.990337900	9,999,033.79	10,033,600.00
15,000,000	FEDERAL HOME LOAN BANKS	3133XDTB	4.875	12/14/12	3.661	100.142362000	15,021,354.30	15,083,100.00
10,000,000	UNITED STATES TREASURY NOTES	912828MB	1.125	12/15/12	1.327	99.975074000	9,997,507.40	10,011,300.00
36,101,252					1.262		36,119,147.56	36,229,252.07

====> 0004 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2012 <====

5,000,000	FEDERAL HOME LOAN BANKS	3133XPNZ	3.500	3/08/13	3.882	99.878615400	4,993,930.77	5,058,850.00
2,000,000	NEW MEXICO FIN AUTH REV	64711NNV	2.000	6/01/13	1.014	100.579843500	2,011,596.87	2,014,540.00
3,605,000	NEW MEXICO FIN AUTH REV	64711NPA	2.000	6/01/13	.356	100.959969487	3,639,606.90	3,640,545.30
1,285,000	UNIVERSITY OF NM-REFUNDING	914692N2	2.000	6/01/13	.305	100.989365759	1,297,713.35	1,295,819.70
500,000	NMFA SERIES B1	64711NLW	2.000	6/01/13	.305	100.989366000	504,946.83	505,175.00
10,000,000	FEDERAL HOME LOAN BANKS	3133XXYX	1.875	6/21/13	.851	100.658347300	10,065,834.73	10,106,900.00
7,525,000	ALBUQUERQUE NM 2012C	ABQ2012C	.290	7/01/13	.294	100.000000000	7,525,000.00	7,525,000.00

SOURCE: VisualQED
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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
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0BR	.500	8/09/13	.588	99.938359600	19,987,671.92	20,043,200.00
10,000,000	UNITED STATES TREASURY NOTES	912828NY	.750	9/15/13	.541	100.181095500	10,018,109.55	10,047,700.00
10,000,000	FEDERAL HOME LOAN BANKS	313371UC	.875	12/27/13	1.110	99.747808000	9,974,780.80	10,072,700.00
10,000,000	UNITED STATES TREASURY NOTES	912828RW	.125	12/31/13	.233	99.874626300	9,987,462.63	9,987,500.00
79,915,000					.570		80,006,654.35	80,297,930.00

====> 0011 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2013 <====

13,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359MTP	5.125	1/02/14	.828	105.002640769	13,650,343.30	13,726,050.00
30,000,000	FED HOME LOAN BANKS	313376UF	.375	1/29/14	.323	100.069458100	30,020,837.43	30,043,200.00
20,000,000	UNITED STATES TREASURY NOTES	912828JZ	1.750	1/31/14	.666	101.343863000	20,268,772.60	20,376,600.00
20,000,000	UNITED STATES TREASURY NOTES	912828QH	1.250	2/15/14	1.413	99.792135650	19,958,427.13	20,258,600.00
40,000,000	UNITED STATES TREASURY NOTES	912828KF	1.875	2/28/14	1.048	101.087862725	40,435,145.09	40,865,600.00
15,000,000	UNITED STATES TREASURY NOTES	912828KJ	1.750	3/31/14	.729	101.431521467	15,214,728.22	15,315,750.00
20,000,000	UNITED STATES TREAS NTS	912828SL	.250	3/31/14	.262	99.983085450	19,996,617.09	20,000,800.00
20,000,000	UNITED STATES TREASURY NOTES	912828KN	1.875	4/30/14	1.476	100.588680450	20,117,736.09	20,481,200.00
20,000,000	UNITED STATES TREASURY NOTES	912828KV	2.250	5/31/14	1.509	101.151526100	20,230,305.22	20,625,800.00
3,060,000	NEW MEXICO FIN AUTH REV	64711NNW	3.000	6/01/14	1.490	102.385106209	3,132,984.25	3,163,519.80
3,615,000	NEW MEXICO FIN AUTH REV	64711NPB	2.000	6/01/14	.456	102.442551037	3,703,298.22	3,706,712.55
770,000	NEW MEXICO FIN AUTH REV	64711NPX	2.000	6/01/14	1.014	101.566635065	782,063.09	785,985.20
165,000	UNIVERSITY OF NM-REFUNDING	914692Q6	3.000	6/01/14	.487	103.969884849	171,550.31	171,108.30
330,000	UNIVERSITY OF NM-REFUNDING	914692N3	2.000	6/01/14	.487	102.394515152	337,901.90	337,062.00
20,000,000	UNITED STATES TREASURY NOTES	912828QS	.750	6/15/14	.771	99.966119850	19,993,223.97	20,155,400.00
15,000,000	UNITED STATES TREAS NTS	912828LC	2.625	7/31/14	1.513	101.909162067	15,286,374.31	15,612,900.00

SOURCE: VisualQED
 MODEL: INVENTORY
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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
20,000,000	FED NATL MORTGAGE ASSN DEBS	3135G0BY	.875	8/28/14	.457	100.769648150	20,153,929.63	20,200,000.00
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	99.977404600	9,997,740.46	10,087,100.00
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3BL	1.000	12/05/14	1.014	100.000000000	20,000,000.00	20,010,400.00
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADA	.625	12/29/14	.364	100.572058800	20,114,411.76	20,115,800.00
320,940,000					.141		323,566,390.07	326,039,587.85

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

20,000,000	FED NATL MORTGAGE ASSN DEBS	3135G0HG	.375	3/16/15	.541	99.625209550	19,925,041.91	20,003,800.00
20,000,000	UNITED STATES TREAS NTS	912828SP	.375	4/15/15	.387	99.970712600	19,994,142.52	20,017,200.00
60,000,000	FED NATL MORTGAGE ASSN DEBS	3135G0LN	.500	7/02/15	.511	99.989336483	59,993,601.89	60,143,400.00
10,500,000	UNITED STATES TREASURY NOTES	912828TD	.250	7/15/15	.320	99.811675905	10,480,225.97	10,467,975.00
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134A4VC	4.375	7/17/15	.965	109.138674200	21,827,734.84	22,133,800.00
25,000	SOUTHERN SANDOVAL CNTY N MEX A	843789FH	2.000	8/01/15	.710	103.534240000	25,883.56	25,907.25
20,150,000	UNITED STATES TREAS NTS	912828EE	4.250	8/15/15	.346	110.822428139	22,330,719.27	22,309,878.50
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136FR3F	.950	9/08/15	.963	100.000000000	20,000,000.00	20,041,800.00
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACM	1.750	9/10/15	1.015	102.104921500	20,420,984.30	20,744,800.00
14,250,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0NV	.500	9/28/15	.503	100.011489263	14,251,637.22	14,275,080.00
20,000,000	FEDERAL FARM CR BANKS CALLABLE	31331KS9	1.120	11/16/15	1.188	99.844939750	19,968,987.95	20,007,200.00
13,000,000	FEDERAL HOME LOAN BANKS	313380L9	.500	11/20/15	.432	100.224180692	13,029,143.49	13,019,110.00
20,000,000	FEDERAL FARM CR BANKS CALLABLE	31331KZ2	1.330	12/07/15	1.348	100.000000000	20,000,000.00	20,018,600.00
11,660,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3EG	1.150	12/30/15	1.166	100.000000000	11,660,000.00	11,755,612.00
10,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3FA	1.100	12/30/15	1.115	100.000000000	10,000,000.00	10,067,500.00
279,585,000					.161		283,908,102.92	285,031,662.75

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 11/27/12 @ 15:12:24
 BASIS: SETTLEMENT (SIC FROM QMARKET-LIBRARY)
 AS-OF: 10/31/12
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 10/31/12

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
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====> 0015 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2015 <====

20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359MH8	5.000	3/15/16	1.026	113.187560500	22,637,512.10	22,982,800.00
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0BA	2.375	4/11/16	1.057	104.494758450	20,898,951.69	21,266,400.00
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACT	2.500	5/27/16	1.095	104.962405050	20,992,481.01	21,388,400.00
25,000,000	FEDERAL AGRICULTURAL MORTG CORP	31315PB7	.900	6/09/16	.913	100.000000000	25,000,000.00	25,377,000.00
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359MS6	5.375	7/15/16	1.142	115.376771250	23,075,354.25	23,490,400.00
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACW	2.000	8/25/16	1.168	103.156859400	20,631,371.88	21,032,000.00
20,000,000	UNITED STATES TREASURY NOTES	912828RF	1.000	8/31/16	.929	100.266193800	20,053,238.76	20,361,000.00
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0CM	1.250	9/28/16	1.218	100.186256800	20,037,251.36	20,493,400.00
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136FTQJ	1.625	11/21/16	1.650	99.991856000	19,998,371.20	20,014,600.00
20,000,000	FED HOME LOAN MORTGAGE CORP BDS	3134G3CB	1.625	12/05/16	1.196	100.041247350	20,008,249.47	20,024,600.00
10,000,000	FEDERAL HOME LOAN BANKS	3133XHZK	4.750	12/16/16	.704	116.464869500	11,646,486.95	11,695,500.00
25,000,000	UNITED STATES TREAS NTS	912828RX	.875	12/31/16	.776	100.404596880	25,101,149.22	25,302,750.00
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240,000,000					.182		250,080,417.89	253,428,850.00

====> 0012 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2016 <====

15,000,000	FED NATL MORTGAGE ASSN DEBS	3136FTYG	1.000	1/30/17	1.026	99.949920800	14,992,488.12	15,036,150.00
60,000,000	FED NATL MORTGAGE ASSN DEBS	3135G0GY	1.250	1/30/17	1.069	100.811596900	60,486,958.14	61,461,600.00
20,000,000	UNITED STATES TREAS NTS	912828SC	.875	1/31/17	.846	100.120503150	20,024,100.63	20,234,400.00

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 11/27/12 @ 15:12:24
 BASIS: SETTLEMENT (SIC FROM QMARKET-LIBRARY)
 AS-OF: 10/31/12
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 10/31/12

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

PAGE: 14

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
20,000,000	FEDERAL HOME LOAN BANK	3133786Q	1.000	2/13/17	1.044	99.874293600	19,974,858.72	20,291,200.00
40,000,000	UNITED STATES TREAS NTS	912828SJ	.875	2/28/17	.872	100.012502700	40,005,001.08	40,465,600.00
20,000,000	FED HOME LOAN MORTGAGE CORP DBS	3137EADC	1.000	3/08/17	1.121	99.550460700	19,910,092.14	20,202,000.00
10,000,000	FED NATL MORTGAGE ASSN DEBS	3135G0JA	1.125	4/27/17	1.064	100.332365400	10,033,236.54	10,168,500.00
20,000,000	FEDERAL HOME LN MTG CORP	3137EADH	1.000	6/29/17	.934	100.359375200	20,071,875.04	20,193,200.00
25,500,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADJ	1.000	7/28/17	.932	100.374698549	25,595,548.13	25,766,220.00
10,450,000	UNITED STATES TREASURY NOTES	912828TG	.500	7/31/17	.723	98.961049569	10,341,429.68	10,362,638.00
25,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0MZ	.875	8/28/17	.799	100.410905360	25,102,726.34	25,104,500.00
35,000,000	UNITED STATES TREASURY NOTES	912828TM	.625	8/31/17	.685	99.715374057	34,900,380.92	34,904,450.00
15,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADL	1.000	9/29/17	.900	100.536895600	15,080,534.34	15,114,150.00
15,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0PQ	.875	10/26/17	.983	99.538654267	14,930,798.14	15,020,250.00
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330,950,000					.138		331,450,027.96	334,324,858.00

====> 0014 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2017 <====

-----	1287494962					-----	-----	-----
					.035		1305134450.56	1315355850.67

====> 0079 ITEMS IN SUBTOTAL FOR ====> FUND-NAME..... ====> GENERAL FUND CORE <====

Fixed Income - Standard Report New Mexico State Treasurers Office (06677) October 2012

Account / Holdings	Market Value	Cost	% of Total	Coupon Rate	Modified Duration	Option Adjusted Spread	Spread Duration	Static Yield	Effective Duration	Effective Convexity	Weighted Average Life	Yield to Maturity	Moody Quality Rating	S&P Quality Rating
General Fund Core(10933700)	1,320,325,716.36	1,312,423,067.26	100.00%	1.52	2.84	5.98	1.70	0.46	2.51	0.03	2.92	0.57		
FIXED INCOME + CASH AND CASH EQUIVALENT	1,312,790,229.43	1,304,898,067.26	99.43%	1.53	2.86	6.01	1.71	0.46	2.53	0.03	2.94	0.57	Agy	AA+
Fixed Income	1,301,685,098.33	1,293,795,516.34	98.59%	1.54	2.87	6.01	1.71	0.46	2.53	0.03	2.95	0.57	Agy	AA+
Corporates	10,249,613.89	9,996,100.00	0.78%	5.15	0.08	93.80	0.08	1.09	0.08	0.00	0.08	1.09	A1	A+
Industrial	10,249,613.89	9,996,100.00	0.78%	5.15	0.08	93.80	0.08	1.09	0.08	0.00	0.08	1.09	A1	A+
Government Related	862,113,951.59	857,219,379.87	65.30%	1.51	3.07	8.28	2.55	0.49	2.57	0.00	3.17	0.65	Agy	AA+
Agencies	846,326,263.98	841,349,779.17	64.10%	1.60	3.11	7.84	2.58	0.49	2.59	0.00	3.20	0.66	Agy	AA+
Local Authorities	15,787,687.61	15,869,600.70	1.20%	2.21	1.09	31.88	1.09	0.54	1.09	0.02	1.11	0.54	Aa1	AAA
Treasuries	429,321,532.85	426,580,036.47	32.52%	1.30	2.53	(0.64)	0.05	0.39	2.53	0.10	2.58	0.39	Govt	AA+
Treasuries	429,321,532.85	426,580,036.47	32.52%	1.30	2.53	(0.64)	0.05	0.39	2.53	0.10	2.58	0.39	Govt	AA+
Cash And Cash Equivalent	11,105,131.10	11,102,550.92	0.84%	0.55	1.75	5.58	1.75	0.55	1.75	0.05	1.77	0.55	Ca	C
Short Term Investment	11,105,131.10	11,102,550.92	0.84%	0.55	1.75	5.58	1.75	0.55	1.75	0.05	1.77	0.55	Ca	C
Certificate Of Deposit	10,002,561.64	10,000,000.00	0.76%	0.55	1.94	0.25	1.94	0.55	1.94	0.05	1.96	0.55	NR	NR
Repurchase Agreements	1,101,270.42	1,101,252.07	0.08%	0.60	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	AAA
STIF	1,299.04	1,298.85	0.00%	0.17								0.17	Aaa	AAA
Other	7,535,486.93	7,525,000.00	0.57%											

Fixed Income - Standard Report
New Mexico State Treasurers Office (06677)
October 2012

Account / Holdings	Security ID	Country ID	Currency ID	Units	Market Value	Cost	% of Total	Coupon Rate	Maturity Date	Modified Duration	Option Adjusted Spread	Spread Duration	Static Yield	Effective Duration	Effective Convexity	Weighted Average Life	Yield to Maturity	Moody's Quality Rating	Market Price	S&P Quality Rating	
NEW MEXICO FIN AUTH REV AMT-SR LIEN-PUB PROJ	64711NNW1	US	USD	3,060,000	3,201,769.80	3,198,373.2	0.24%	3.00	01/08/2014	1.53	59.25	1.54	0.84	1.54	0.03	1.58	0.84	Aa1	103.38	AAA	
NEW MEXICO FIN AUTH REV SR LIEN PUB PROJ-REVOLVING	64711NPA7	US	USD	3,605,000	3,670,586.97	3,708,643.75	0.28%	2.00	01/06/2013	0.58	12.23	0.58	0.31	0.58	0.01	0.58	0.31	Aa1	100.99	AAA	
NEW MEXICO FIN AUTH REV SR LIEN PUB PROJ-REVOLVING	64711NPB5	US	USD	3,615,000	3,736,837.55	3,767,950.65	0.28%	2.00	01/06/2014	1.55	14.12	1.56	0.39	1.56	0.03	1.58	0.39	Aa1	102.54	AAA	
NEW MEXICO FIN AUTH REV TAXABLE-SR LIEN PUB PROJ	64711NPX7	US	USD	770,000	792,401.87	790,828.5	0.06%	2.00	01/06/2014	1.55	40.46	1.56	0.68	1.55	0.03	1.58	0.68	Aa1	102.08	AAA	
NEW MEXICO FIN AUTH REV SR LIEN OUB PROJ-SER B-1	64711NLW3	US	USD	500,000	509,341.67	510,405	0.04%	2.00	01/06/2013	0.58	3.99	0.58	0.22	0.58	0.01	0.58	0.22	Aa1	101.04	AAA	
SOUTHERN SANDOVAL CNTY N MEX ARROYO FLOOD CTL AUTH	843789FH6	US	USD	25,000	26,032.25	25,963	0.00%	2.00	01/08/2015	2.68	27.15	2.69	0.67	2.68	0.09	2.75	0.67	Aa2	103.63	NR	
UNIVERSITY N MEX UNIV REVS RFDG-SUB LIEN SYS	914692N20	US	USD	1,285,000	1,306,528.03	1,311,920.75	0.10%	2.00	01/06/2013	0.58	36.48	0.58	0.55	0.58	0.01	0.58	0.55	Aa2	100.84	AA	
UNIVERSITY N MEX UNIV REVS RFDG-SUB LIEN SYS	914692N38	US	USD	330,000	339,812.00	341,140.8	0.03%	2.00	01/06/2014	1.55	38.84	1.56	0.64	1.55	0.03	1.58	0.64	Aa2	102.14	AA	
UNIVERSITY N MEX UNIV REVS RFDG-SUB LIEN SYS	914692C68	US	USD	165,000	173,170.80	174,235.05	0.01%	3.00	01/06/2014	1.54	39.52	1.54	0.65	1.54	0.03	1.58	0.65	Aa2	103.70	AA	
Treasuries					429,321,532.85	428,580,036.47	32.52%	1.30		2.53	(0.64)	0.05	0.39	2.53	0.10	2.68	0.39	Govt	101.73	AA+	
US 4.25000 '15	912828EE6	US	USD	20,150,000	22,491,392.77	22,446,501.96	1.70%	4.25	15/08/2015	2.64	(0.00)	0.00	0.38	2.65	0.09	2.79	0.38	Govt	110.72	AA+	
US 1.75000 '14	912828JZ4	US	USD	20,000,000	20,466,051.09	20,550,000	1.55%	1.75	31/01/2014	1.24	(0.50)	0.00	0.24	1.24	0.02	1.25	0.24	Govt	101.88	AA+	
US 1.87500 '14	912828KF6	US	USD	40,000,000	40,994,053.04	41,008,333.33	3.10%	1.88	28/02/2014	1.32	(0.54)	0.00	0.25	1.31	0.02	1.33	0.25	Govt	102.16	AA+	
US 1.75000 '14	912828KJ8	US	USD	15,000,000	15,338,826.92	15,413,085.94	1.16%	1.75	31/03/2014	1.40	(0.07)	0.00	0.26	1.40	0.03	1.41	0.26	Govt	102.10	AA+	
US 1.87500 '14	912828KN9	US	USD	20,000,000	20,482,235.91	20,248,437.5	1.55%	1.88	30/04/2014	1.48	0.14	0.00	0.27	1.48	0.03	1.50	0.27	Govt	102.41	AA+	
US 2.25000 '14	912828KV1	US	USD	20,000,000	20,815,144.26	20,473,437.5	1.58%	2.25	31/05/2014	1.55	(0.68)	0.00	0.27	1.55	0.03	1.58	0.27	Govt	103.13	AA+	
US 2.62500 '14	912828LC2	US	USD	15,000,000	15,712,407.47	15,558,398.44	1.19%	2.62	31/07/2014	1.71	(0.91)	0.00	0.27	1.71	0.04	1.75	0.27	Govt	104.09	AA+	
UNITED STATES TREAS NTS 1.125% 15/DEC/2012	912828MB3	US	USD	10,000,000	10,054,025.41	9,945,312.5	0.76%	1.12	15/12/2012	0.12	0.13	0.12	0.12	0.00	0.12	0.00	0.12	Govt	100.11	AA+	
UNITED STATES TREAS NTS 0.75% 15/SEP/2013	912828NY2	US	USD	10,000,000	10,057,437.57	10,045,312.5	0.76%	0.75	15/09/2013	0.87	(0.02)	0.87	0.19	0.87	0.01	0.87	0.19	Govt	100.48	AA+	
US 1.25000 '14	912828QH6	US	USD	20,000,000	20,311,589.13	19,904,687.5	1.54%	1.25	15/02/2014	1.28	0.35	0.00	0.26	1.29	0.02	1.29	0.26	Govt	101.29	AA+	
US 0.75000 '14	912828QS2	US	USD	20,000,000	20,212,367.21	19,987,500	1.53%	0.75	15/06/2014	1.61	0.06	0.00	0.28	1.81	0.03	1.62	0.28	Govt	100.78	AA+	
US 1.00000 '16	912828RF9	US	USD	20,000,000	20,395,254.14	20,068,750	1.54%	1.00	31/08/2016	3.75	(0.13)	0.00	0.52	3.76	0.16	3.83	0.52	Govt	101.80	AA+	
US 0.12500 '13	912828RW2	US	USD	10,000,000	9,991,711.96	9,985,546.87	0.76%	0.12	31/12/2013	1.16	0.00	1.16	0.23	1.16	0.02	1.17	0.23	Govt	99.88	AA+	
US 0.87500 '16	912828RX0	US	USD	25,000,000	25,376,459.24	25,119,921.88	1.92%	0.88	31/12/2016	4.08	(0.48)	0.00	0.58	4.09	0.19	4.17	0.58	Govt	101.21	AA+	
US 0.87500 '17	912828SC5	US	USD	20,000,000	20,278,825.54	20,028,125	1.54%	0.88	31/01/2017	4.16	(0.61)	0.00	0.59	4.16	0.20	4.25	0.59	Govt	101.17	AA+	
US 0.25000 '14	912828SJ0	US	USD	40,000,000	40,525,544.75	40,006,250	3.07%	0.88	28/02/2017	4.24	(1.20)	0.00	0.60	4.24	0.20	4.33	0.60	Govt	101.16	AA+	
US 0.37500 '15	912828SL5	US	USD	20,000,000	20,005,195.60	19,995,312.5	1.52%	0.25	31/03/2014	1.41	(1.24)	0.00	0.25	1.41	0.03	1.41	0.25	Govt	100.00	AA+	
US 0.25000 '15	912828SP6	US	USD	20,000,000	20,020,702.75	19,992,968.75	1.52%	0.38	15/04/2015	2.44	(1.38)	0.00	0.33	2.44	0.07	2.46	0.33	Govt	100.09	AA+	
US 0.50000 '17	912828TD2	US	USD	10,500,000	10,475,750.14	10,478,261.72	0.79%	0.25	15/07/2015	2.69	(0.98)	0.00	0.36	2.69	0.09	2.71	0.36	Govt	99.70	AA+	
US 0.82500 '17	912828TG5	US	USD	10,450,000	10,375,842.48	10,367,056.64	0.79%	0.50	31/07/2017	4.68	(0.97)	0.00	0.68	4.68	0.24	4.75	0.68	Govt	99.16	AA+	
US 0.82500 '17	912828TM2	US	USD	35,000,000	34,941,915.47	34,956,835.94	2.65%	0.62	31/08/2017	4.75	(2.19)	0.00	0.68	4.75	0.25	4.83	0.68	Govt	99.73	AA+	
Cash And Cash Equivalent					11,101,131.10	11,102,590.92	0.84%	0.65		1.75	0.68	1.75	0.55	1.75	0.05	1.77	0.66	Ca	0.00	C	
Short Term Investment					11,105,131.10	11,102,590.92	0.84%	0.65		1.75	0.68	1.75	0.55	1.75	0.05	1.77	0.66	Ca	0.00	C	
Certificate Of Deposit					10,002,561.64	10,000,000.00	0.76%	0.55		1.94	0.25	1.94	0.55	1.94	0.05	1.96	0.55	NR	0.00	NR	
FIRST NATIONAL BANK OF SANTA FE	3DV991AC8	US	USD	10,000,000	10,002,561.64	10,000,000	0.76%	0.55	15/10/2014	1.94	0.25	1.94	0.55	1.94	0.05	1.96	0.55	NR	0.00	NR	
Repurchase Agreements					1,101,270.42	1,101,252.07	0.08%	0.60		0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA	
REPO BANK OF NEW YORK/SOUTH STREET SECS	99CU50089	US	USD	1,101,252	1,101,270.42	1,101,252.07	0.08%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.60	0.60	Aaa	0.00	AAA	
STIF					1,299.04	1,298.85	0.00%	0.17									0.17	Aaa	1.00	AAA	
LGIP POOL PARTICIPANT	892998X00	US	USD	1,299	1,299.04	1,298.85	0.00%	0.17									0.17	Aaa	1.00	AAA	
Other					7,535,486.93	7,525,000.00	0.57%											0.17	Aaa	1.00	AAA
PRIVATE PLACEMENT PURCHASE SERIES 2012 C 0.29%	742992R10	US	USD	7,525,000	7,535,486.93	7,525,000	0.57%											N/A	100.00	N/A	

Fixed Income - Standard Report New Mexico State Treasurers Office (06677) October 2012

Account / Holdings	Market Value	Cost	% of Total	Coupon Rate	Modified Duration	Option Adjusted Spread	Spread Duration	Static Yield	Effective Duration	Effective Convexity	Weighted Average Life	Yield to Maturity	Moody Quality Rating	S&P Quality Rating
General Fund Liquidity(10933600)	561,988,086.99	561,962,099.45	100.00%	0.54	0.09	44.48	0.09	0.53	0.05	0.00	0.09	0.54		
FIXED INCOME + CASH AND CASH EQUIVALENT	561,988,086.99	561,962,099.45	100.00%	0.54	0.09	44.48	0.09	0.53	0.05	0.00	0.09	0.54	Aa1	AA+
Fixed Income	39,995,990.40	40,048,880.00	7.12%	0.24	0.68	2.16	0.68	0.22	0.18	0.00	0.69	0.22	Agy	AA+
Government Related	39,995,990.40	40,048,880.00	7.12%	0.24	0.68	2.16	0.68	0.22	0.18	0.00	0.69	0.22	Agy	AA+
Agencies	39,995,990.40	40,048,880.00	7.12%	0.24	0.68	2.16	0.68	0.22	0.18	0.00	0.69	0.22	Agy	AA+
Cash And Cash Equivalent	521,992,096.59	521,913,219.45	92.88%	0.57	0.04	47.72	0.04	0.56	0.04	0.00	0.04	0.57	Aa1	AA
Short Term Investment	521,992,096.59	521,913,219.45	92.88%	0.57	0.04	47.72	0.04	0.56	0.04	0.00	0.04	0.57	Aa1	AA
Certificate Of Deposit	35,816,883.59	35,750,000.00	6.37%	0.41	0.65	0.23	0.65	0.41	0.65	0.01	0.65	0.41	NR	NR
Repurchase Agreements	461,144,410.14	461,136,724.51	82.06%	0.60	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	AAA
STIF	25,030,802.86	25,026,494.94	4.45%	0.17								0.17	Aaa	AAA

Fixed Income - Standard Report
New Mexico State Treasurers Office (06677)
October 2012

Account / Holdings	Security ID	Country ID	Currency ID	Units	Market Value	Cost	% of Total	Coupon Rate	Maturity Date	Modified Duration	Option Adjusted Spread	Spread Duration	Static Yield	Effective Duration	Effective Convexity	Weighted Average Life	Yield to Maturity	Moodys Quality Rating	Market Price	S&P Quality Rating	
General Fund Liquidity(10933600)					561,988,086.99	561,962,099.45	100.00%	0.54			0.09	44.48	0.09	0.53	0.05	0.00	0.09	0.54		10.86	
FIXED INCOME + CASH AND CASH EQUIVALENT					561,988,086.99	561,962,099.45	100.00%	0.54			0.09	44.48	0.09	0.53	0.05	0.00	0.09	0.54	Aa1	10.86	AA+
Fixed income					39,995,990.40	40,048,880.00	7.12%	0.24			0.68	2.16	0.68	0.22	0.18	0.00	0.69	0.22	Agy	99.96	AA+
Government Related					39,995,990.40	40,048,880.00	7.12%	0.24			0.68	2.16	0.68	0.22	0.18	0.00	0.69	0.22	Agy	99.96	AA+
Agencies					39,995,990.40	40,048,880.00	7.12%	0.24			0.68	2.16	0.68	0.22	0.18	0.00	0.69	0.22	Agy	99.96	AA+
FEDERAL HOME LOAN BANKS CONS BD FLT 14 23/JAN/2014	3133804M6	US	USD	20,000,000	19,984,886.25	19,995,840	3.56%	0.14	23/01/2014	1.23	(1.49)	1.23	0.21	0.23	0.00	1.23	0.21	Agy	99.91	AA+	
FEDERAL NATL MTG ASSN VAR RT 20/DEC/2012	31398A7F3	US	USD	20,000,000	20,011,104.15	20,053,040	3.56%	0.34	20/12/2012	0.14	5.81	0.14	0.22	0.14	0.00	0.14	0.22	Agy	100.02	AA+	
Cash And Cash Equivalent					521,992,096.59	521,913,219.45	92.88%	0.57			0.04	47.72	0.04	0.56	0.04	0.00	0.04	0.57	Aa1	4.03	AA
Short Term Investment					35,816,883.59	35,750,000.00	6.37%	0.41			0.65	0.23	0.65	0.41	0.65	0.01	0.65	0.41	NR	58.04	NR
Certificate Of Deposit					35,816,883.59	35,750,000.00	6.37%	0.41			0.65	0.23	0.65	0.41	0.65	0.01	0.65	0.41	NR	58.04	NR
BANK34	0Q#99CAA5	US	USD	2,000,000	2,001,868.50	2,000,000	0.36%	0.55	28/08/2014	1.82	0.26	1.82	0.55	1.82	0.04	1.83	0.55	NR	100.00	NR	
CENTURY BANK SANTA FE	1PS991AB9	US	USD	8,000,000	8,019,112.34	8,000,000	1.43%	0.40	28/03/2013	0.41	0.24	0.41	0.40	0.41	0.00	0.41	0.40	NR	100.00	NR	
CENTURY BANK SANTA FE 0.35% 28/JUN/2013	1PS991AC7	US	USD	8,000,000	8,009,665.74	8,000,000	1.43%	0.35	28/06/2013	0.66	0.16	0.66	0.35	0.66	0.01	0.66	0.35	NR	100.00	NR	
CENTURY BANK SANTA FE	1PS991AJ2	US	USD	8,000,000	8,027,090.43	8,000,000	1.43%	0.40	28/12/2012	0.16	0.28	0.16	0.41	0.16	0.00	0.16	0.41	NR	100.00	NR	
FIRST NATIONAL BANK OF SANTA FE 0.40 15/OCT/2013	3DV991AA2	US	USD	5,000,000	5,000,931.50	5,000,000	0.89%	0.40	15/10/2013	0.95	0.19	0.95	0.40	0.95	0.01	0.96	0.40	NR	100.00	NR	
GUADALUPE CREDIT UNION	4AA89CAF5	US	USD	250,000	251,130.15	250,000	0.04%	0.75	26/03/2013	0.40	0.59	0.40	0.75	0.40	0.00	0.40	0.75	NR	100.00	NR	
MY BANK BELEN	5PM99RAB4	US	USD	2,000,000	2,004,339.71	2,000,000	0.36%	0.40	17/04/2013	0.46	0.24	0.46	0.40	0.46	0.00	0.46	0.40	NR	100.00	NR	
UNION SAVINGS BANK	9AN991AA1	US	USD	2,000,000	2,002,136.99	2,000,000	0.36%	0.60	27/08/2014	1.81	0.31	1.81	0.60	1.81	0.04	1.82	0.60	NR	100.00	NR	
WESTERN BANK CLOVIS	9PV99WAC7	US	USD	500,000	500,608.23	500,000	0.09%	0.30	06/06/2013	0.60	0.12	0.60	0.30	0.60	0.01	0.60	0.30	NR	100.00	NR	
Repurchase Agreements					461,144,410.14	461,136,724.51	82.06%	0.60			0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA
REPO NOMURA SECURITIES/FIXED INCOME 31/OCT/2012T	99CU50078	US	USD	699,545	699,556.26	699,544.6	0.12%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA	
REPO NOMURA SECURITIES/FIXED INCOME 31/OCT/2012S	99CU50079	US	USD	49,825,114	49,825,944.27	49,825,113.85	8.87%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA	
REPO NOMURA SECURITIES/FIXED INCOME 31/OCT/2012R	99CU50080	US	USD	49,825,114	49,825,944.27	49,825,113.85	8.87%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA	
REPO NOMURA SECURITIES/FIXED INCOME 31/OCT/2012Q	99CU50081	US	USD	49,825,114	49,825,944.27	49,825,113.85	8.87%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA	
REPO NOMURA SECURITIES/FIXED INCOME 31/OCT/2012P	99CU50082	US	USD	49,825,114	49,825,944.27	49,825,113.85	8.87%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA	
REPO BANK OF NEW YORK/SOUTH STREET SECS	99CU50083	US	USD	16,295,331	16,295,602.10	16,295,330.51	2.90%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA	
REPO BANK OF NEW YORK/SOUTH STREET SECS	99CU50084	US	USD	41,063,924	41,064,608.40	41,063,924	7.31%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA	
REPO BANK OF NEW YORK/SOUTH STREET SECS	99CU50085	US	USD	48,302,651	48,303,456.04	48,302,651	8.60%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA	
REPO BANK OF NEW YORK/SOUTH STREET SECS	99CU50086	US	USD	50,148,331	50,149,166.81	50,148,331	9.92%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA	
REPO BANK OF NEW YORK/SOUTH STREET SECS	99CU50087	US	USD	53,549,113	53,550,005.49	53,549,113	9.53%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA	
REPO BANK OF NEW YORK/SOUTH STREET SECS	99CU50088	US	USD	51,777,375	51,778,237.96	51,777,375	9.21%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA	
STIF					25,030,602.86	25,026,494.94	4.48%	0.17									0.17	Aaa	1.00	AAA	
LGIP POOL PARTICIPANT	892996X00	US	USD	25,026,495	25,030,602.86	25,026,494.94	4.45%	0.17									0.17	Aaa	1.00	AAA	



6. Portfolio Summary- Local Government Investment Pool (LGIP)

Portfolio Summary – Local Government Investment Pool (LGIP)

Summary

- Ending October Market Value for the LGIP was \$588mil, lower than the \$608mil reported at the end of September.
- The LGIP maintains an AAAM rating by Standard & Poor's.
- At the end of October the STO LGIP participant balance was \$45,722,181 or 7.8% of the Pool.
- At the end of October the Judicial District Court LGIP participant balance was \$4,416,036 or 0.8% of the Pool.
- The LGIP experienced net withdrawals of approximately \$20mil during the month of October.
- Maturities for October totaled approximately \$32.6mil face amount.
- LGIP purchased \$20mil US Treasury Notes maturing in one year at approximately 0.21%.
- LGIP purchased \$3mil FDIC SSGN (Structured Sale Guaranteed Notes) maturing in one year at approximately 0.30%.

Portfolio Mix

- 46% of the portfolio was invested in fixed income securities, 12% in floating rate notes, 13% in collateralized demand deposit accounts with qualified banking institutions, 4% in commercial paper and 25% in a repurchase agreement.
- At Month-end, the LGIP held positions in 24 securities.
- The remaining proceeds from maturing securities were reinvested in overnight US Treasury repo and Wells Fargo collateralized demand deposits.
- Treasuries continued to trade very close to Agency securities in the less than one year maturity segment of the yield curve.

Investment Strategy

Investment Earnings

- In October, the fund earned \$113,585 for its participants.
- For Fiscal Year 2013, the fund earned \$510,848.
- Earnings in the LGIP are retained by participants after a management fee of 0.05% is paid to the General Fund.
- LGIP WAMs are currently 54 and 102 days for WAM(R) and WAM (F) respectively.
- The LGIP has absorbed an additional \$10mil in net withdrawals during the month of November.
- Maturities have totaled \$59.5mil in November thus far.
- The LGIP purchased \$20mil in US Treasury securities maturing in one year at close to 0.21%.

Performance

- Gross Yield on the LGIP was 0.21% at the end of October.
- Net yield to participants was 0.16%.
- The LGIP purchased \$28.2mil Federal Funds floating rate notes maturing in December 2013 with an average yield of close to 0.21%. The rates on these securities float daily and have the advantage of being booked as a one day investment to calculate WAM (R).

Investment Highlights

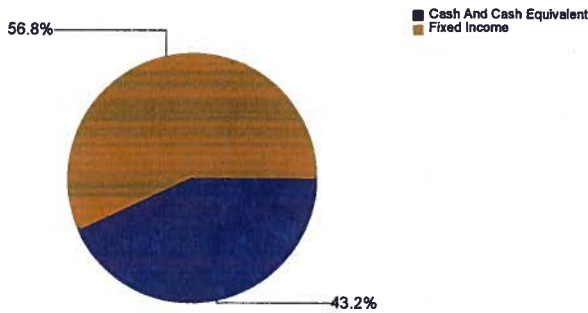
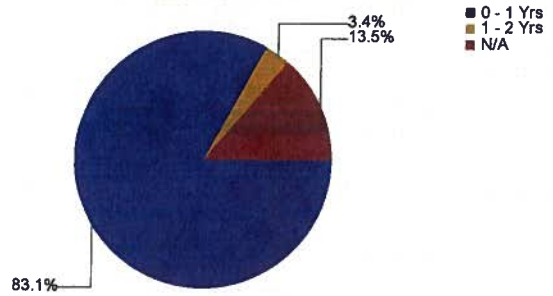
- For the LGIP, the WAM(R), 54 days, and WAM(F), 83 days, were within their maximums of 60 and 120 days respectively.
- The lengthening of the WAM (F) to 102 days from 83 days at the end of September reflects the incorporation of the actual final maturity dates of the floating rate notes for the calculation.

- The remaining proceeds from maturing securities were reinvested in overnight US Treasury repo and Wells Fargo collateralized demand deposits.
- Overnight repo continues to be attractive versus collateralized bank deposits and is being used to maximize yield on available cash.
- As the WAMs allow, the LGIP will continue to add US Treasury fixed rate securities around the one year maturity.
- LGIP will continue to focus on maximizing safety of principal and providing adequate liquidity through investments in US Government and Agency securities.

Portfolio Characteristics

Duration Mix

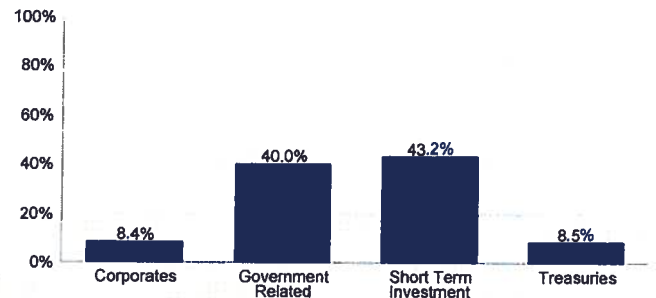
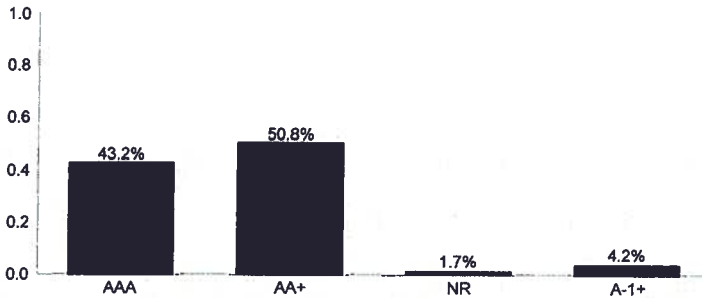
Total Net Assets (Millions) 589.5
Weighted Average Life (Years) 0.23
Weighted Avg. Effective Duration (Years) 0.15
Weighted Average Coupon (%) 0.51
Weighted Average Current Yield (%) 0.31
Weighted Average Yield to Maturity (%) 0.31
Weighted Average Rating AA+
Number of Holdings 26



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
89489LC10	BANK OF THE WEST	11.60%	0.00	1/11/2012
31331KF62	FEDERAL FARM CR BKS CONS BD FLT 13 12/JUN/2013	6.48%	0.27	12/8/2013
99CU50008	REPO BNP PARIBAS SECURITIES CORP. 31/OCT/2012DBC	8.31%	0.30	1/11/2012
99CU50010	REPO BNP PARIBAS SECURITIES CORP. 31/OCT/2012DB	8.31%	0.30	1/11/2012
99CU50009	REPO GOLDMAN SACHS & CO	8.31%	0.30	1/11/2012
95806AAB9	WESTERN CORP FEDERAL CREDIT UNION SUBORD 1.75%	6.60%	1.75	2/11/2012
38186CBF9	ALLY FINANCIAL INC 2.2% NTS 19/DEC/2012 USD1000	5.54%	2.20	19/12/2012
481247AN4	JPMORGAN CHASE & CO 0.53938% BDS 26/DEC/2012	5.05%	0.82	26/12/2012
88257YHZ0	STRAIGHT A FDG SLSTN CORPORATE COMMERCIAL PAPER	4.24%	0.00	20/12/2012
38987HAU1	GENERAL ELECTRIC CAPITAL CORP FR MTN 21/DEC/2012	4.12%	0.38	21/12/2012

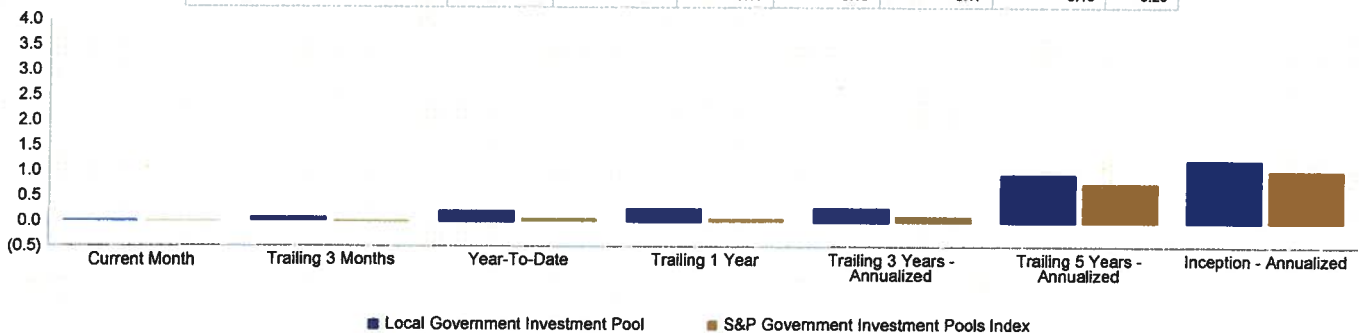
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Inception
Local Government Investment Pool	0.02	0.06	0.20	0.24	0.26	0.93	1.22
S&P Government Investment Pools Index	0.01	0.02	0.05	0.06	0.10	0.75	1.02
Excess	0.01	0.04	0.15	0.18	0.17	0.18	0.20



STATE OF NEW MEXICO

LGIP FUND (4101)

Portfolio Classification Summary

Positions Held as of 10/31/12

TXN BASIS: SETTLEMENT
 MKT-SOURCE: IDC-PREFERED+
 AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	1	.3042	.00270	150,000,000	150,000,000	150,000,000		25.484
COMMERCIAL PAPER-DISCOUNT BASED	1	.1826	.13700	25,000,000	24,993,875	24,993,875		4.246
US TREASURY NOTE ACT/ACT 2X	3	.1999	.78248	50,000,000	49,997,511	49,994,900	-2,611	8.494
AGENCY US BOND 30/360 2X	1	.2177	.25480	9,200,000	9,198,739	9,200,000	1,261	1.563
AGENCY US VARIABLE ACT/360 4X	3	.2197	.63916	91,000,000	91,011,997	90,964,760	-47,237	15.454
CORP US NOTE 30/360 2X	3	.2027	.05889	91,799,000	91,900,380	91,890,528	-9,852	15.611
CORP US FLOAT ACT/360 4X	5	.2739	.16226	58,950,000	58,970,484	58,987,721	17,237	10.021
MEDIUM-TERM NOTES	1	.3042	.55070	20,000,000	20,000,000	20,149,000	149,000	3.423
CORP US DISC ACT/ACT 365 DAY	2	.3331	.37029	13,000,000	12,984,909	12,991,500	6,591	2.207
CASH ACCOUNT	4	.2291		79,442,289	79,442,289	79,442,289		13.496
	<u>24</u>	<u>.2474</u>	<u>.26380</u>	<u>588,391,289</u>	<u>588,500,184</u>	<u>588,614,573</u>	<u>114,389</u>	<u>100.000</u>

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
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 AS-OF: 10/31/12
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 10/31/12

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

PAGE: 15

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
3,627,465	WELLS FARGO CASH ACCOUNT	CASHCASH	.100			1.000000000	3,627,464.84	3,627,465.00
2,358,417	WELLS FARGO SAVINGS	CASHCASH	.100			1.000000000	2,358,416.69	2,358,417.00
68,368,949	BANK OF THE WEST	CASHCASH	.250			1.000000000	68,368,948.52	68,368,949.00
5,087,458	US BANK	CASHCASH	.200			1.000000000	5,087,457.94	5,087,458.00
79,442,289					.574		79,442,287.99	79,442,289.00

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

150,000,000	BNP US TREASURY REPO	1031BNPR	.300	11/01/12	.304	100.000000000	150,000,000.00	150,000,000.00
38,589,000	WESTERN COPORATE FCU	95806AAB	1.750	11/02/12	.200	100.004309104	38,590,662.84	38,589,000.00
20,910,000	CITIGROUP FUNDING TLGP	17313YAN	1.875	11/15/12	.212	100.064713343	20,923,531.56	20,920,455.00
10,000,000	UNITED STATES TREAS NTS	912828PV	.500	11/30/12	.188	100.024686300	10,002,468.63	10,002,700.00
2,700,000	GMAC LLC	36186CBG	.468	12/19/12	.214	100.021556667	2,700,582.03	2,701,107.00
32,300,000	ALLY FINANCIAL INC	36186CBF	2.200	12/19/12	.200	100.266784706	32,386,171.46	32,381,073.00
21,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31398A7F	.428	12/20/12	.082	100.034133524	21,007,168.04	21,003,360.00
25,000,000	STRAIGHT-A FUNDING CP	86257YHZ		12/20/12	.183	99.957000000	24,989,250.00	24,989,250.00
17,250,000	GENERAL ELECTRIC CAPITAL CORPORA	36967HAU	1.016	12/21/12	.281	100.012650203	17,252,182.16	17,257,590.00
7,000,000	JEMERAL ELECTRIC CAPITAL CORPORA	36967HAU	1.016	12/21/12	.306	100.009177572	7,000,642.43	7,003,080.00
29,750,000	JPMORGAN CHASE FLOAT	481247AN	.497	12/26/12	.262	100.053125580	29,765,804.86	29,774,692.50
354,499,000					.129		354,618,464.01	354,622,307.50

===> 0011 ITEMS IN SUBTOTAL FOR ===> FINAL-MATURITY.. ===> 2012 <===

SOURCE: VisualQED
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 AS-OF: 10/31/12
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 10/31/12

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

PAGE: 16

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
10,000,000	FDIC SSGN	625475AB		1/07/13	.341	99.938437900	9,993,843.79	9,999,300.00
9,200,000	FEDERAL HOME LOAN BANKS	313379AA	.160	2/01/13	.218	99.986235870	9,198,733.70	9,200,000.00
20,000,000	INTERNATIONAL FINANCE CORP	45950VBT	.300	5/20/13	.304	100.000000000	20,000,000.00	20,149,000.00
2,250,000	INTL BK RECON & DEVELOP	45905UJW	.460	5/22/13	.371	100.055360000	2,251,245.60	2,251,245.60
50,000,000	FEDERAL FARM CREDIT BANKS	31331KF6	.111	6/12/13	.249	100.016556920	50,008,278.46	49,979,000.00
20,000,000	UNITED STATES TREASURY NOTES	912828RK	.125	9/30/13	.195	99.936237250	19,987,247.45	19,985,200.00
3,000,000	CORUS CONSTRUCTION VENTURE, LLC	22087WAC		10/25/13	.308	99.701739333	2,991,052.18	2,992,200.00
20,000,000	UNITED STATES TREASURY NOTES	912828RN	.250	10/31/13	.211	100.038830550	20,007,766.11	20,007,000.00
134,450,000					.339		134,438,167.29	134,562,945.60
====> 0008 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2013 <====								
20,000,000	FEDERAL HOME LOAN BANKS	3133804M	.273	1/23/14	.290	99.982518200	19,996,503.64	19,982,400.00
20,000,000					2.280		19,996,503.64	19,982,400.00
====> 0001 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2014 <====								
588,391,289					.077		588,495,422.93	588,609,942.10
====> 0024 ITEMS IN SUBTOTAL FOR ====> FUND-NAME..... ====> LGIP FUND <====								

Fixed Income - Standard Report New Mexico State Treasurers Office (06677) October 2012

Account / Holdings	Market Value	Cost	% of Total	Coupon Rate	Modified Duration	Option Adjusted Spread	Spread Duration	Static Yield	Effective Duration	Effective Convexity	Weighted Average Life	Yield to Maturity	Moody Quality Rating	S&P Quality Rating
Local Government Investment Pool(10933300)	589,483,436.84	589,610,175.60	100.00%	0.51	0.23	13.04	0.19	0.31	0.15	0.00	0.23	0.31		
FIXED INCOME + CASH AND CASH EQUIVALENT	589,483,436.84	589,610,175.60	100.00%	0.51	0.23	13.04	0.19	0.31	0.15	0.00	0.23	0.31	Aaa	AA+
Fixed Income	335,045,223.86	335,178,637.61	56.84%	0.75	0.39	12.32	0.33	0.41	0.25	0.00	0.39	0.41	Aaa	AA
Corporates	49,376,689.07	49,233,912.00	8.38%	0.35	0.33	(0.37)	0.33	0.17	0.30	0.00	0.33	0.17	Aa1	AA+
Financial Institutions	49,376,689.07	49,233,912.00	8.38%	0.35	0.33	(0.37)	0.33	0.17	0.30	0.00	0.33	0.17	Aa1	AA+
Government Related	235,650,260.62	235,927,147.48	39.98%	0.95	0.32	17.80	0.32	0.50	0.13	0.00	0.32	0.50	Aaa	AA
Agencies	235,650,260.62	235,927,147.48	39.98%	0.95	0.32	17.80	0.32	0.50	0.13	0.00	0.32	0.50	Aaa	AA
Treasuries	50,018,274.17	50,017,578.13	8.49%	0.25	0.78	(0.99)	0.40	0.20	0.78	0.01	0.78	0.20	Govt	AA+
Treasuries	50,018,274.17	50,017,578.13	8.49%	0.25	0.78	(0.99)	0.40	0.20	0.78	0.01	0.78	0.20	Govt	AA+
Cash And Cash Equivalent	254,438,212.98	254,431,537.99	43.16%	0.18	0.01	14.00	0.01	0.19	0.01	0.00	0.01	0.19	Aaa	AAA
Short Term Investment	254,438,212.98	254,431,537.99	43.16%	0.18	0.01	14.00	0.01	0.19	0.01	0.00	0.01	0.19	Aaa	AAA
Commercial Paper (Interest Bearing)	24,994,675.00	24,989,250.00	4.24%	0.00	0.14	(1.53)	0.14	0.15	0.14	0.00	0.14	0.15	Aaa	AAA
Repurchase Agreements	150,001,249.99	150,000,000.00	25.45%	0.30	0.00	24.00	0.00	0.30	0.00	0.00	0.00	0.30	Aaa	AAA
STIF	79,442,287.99	79,442,287.99	13.48%	0.01								0.01	Aaa	AAA

Fixed Income - Standard Report
New Mexico State Treasurers Office (06677)
October 2012

Account / Holdings	Security ID	Country ID	Currency ID	Units	Market Value	Cost	% of Total	Coupon Rate	Maturity Date	Modified Duration	Option Adjusted Spread	Spread Duration	Static Yield	Effective Duration	Effective Convexity	Weighted Average Life	Yield to Maturity	Moody Quality Rating	Market Price	S&P Quality Rating	
Local Government Investment Pool(10933300)					589,483,436.84	589,610,175.80	100.00%	0.51		0.23	13.04	0.19	0.31	0.15	0.00	0.23	0.31		61.09		
FIXED INCOME + CASH AND CASH EQUIVALENT					589,483,436.84	589,610,175.80	100.00%	0.51		0.23	13.04	0.19	0.31	0.15	0.00	0.23	0.31	Aaa	61.09	AA+	
Fixed Income					335,045,223.86	335,176,837.61	56.84%	0.75		0.39	12.32	0.33	0.41	0.25	0.00	0.39	0.41	Aaa	100.02	AA	
Corporates					49,376,689.07	49,233,912.00	8.38%	0.35		0.33	(0.37)	0.33	0.17	0.30	0.00	0.33	0.17	Aa1	100.03	AA+	
Financial Institutions					49,376,689.07	49,233,912.00	8.38%	0.35		0.33	(0.37)	0.33	0.17	0.30	0.00	0.33	0.17	Aa1	100.03	AA+	
ALLY FINANCIAL INC GTD SR NT FLT 12 19/DEC/2012	36186CBG7	US	USD	2,700,000	2,702,334.92	2,705,000.4	0.46%	0.38	19/12/2012	0.14	(8.83)	0.13	0.08	0.13	0.00	0.14	0.08	Aaa	100.04	AA+	
GENERAL ELECTRIC CAPITAL CORP FR MTN 21/DEC/2012	36967HAU1	US	USD	24,250,000	24,271,047.48	24,277,426.8	4.12%	0.38	21/12/2012	0.14	(10.28)	0.14	0.07	0.14	0.00	0.14	0.07	Aaa	100.04	AA+	
INTL BK FOR RECON VAR 22/MAY/2013	45905UJW5	IFD	USD	2,250,000	2,251,320.00	2,251,485	0.38%	0.47	22/05/2013	0.56	32.17	0.55	0.53	0.01	(0.00)	0.56	0.53	NR	99.97	AAA	
INTL FINANCE CORP 1.5% MTN 20/MAY/2013 USD (SE)	45950VBT2	IFD	USD	20,000,000	20,151,886.67	20,000,000	3.42%	0.30	20/05/2013	0.55	9.07	0.55	0.27	0.55	0.01	0.55	0.27	Aaa	100.01	AAA	
Government Related					235,650,260.62	235,927,147.48	39.98%	0.95		0.32	17.80	0.32	0.50	0.13	0.00	0.32	0.50	Aaa	100.03	AA	
Agencies					235,650,260.62	235,927,147.48	39.98%	0.95		0.32	17.80	0.32	0.50	0.13	0.00	0.32	0.50	Aaa	100.03	AA	
CITIGROUP FUNDING INC 1.875% 15/NOV/2012	17313YAN1	US	USD	20,910,000	21,101,239.39	21,123,880.5	3.58%	1.88	15/11/2012	0.04	38.35	0.04	0.58	0.04	0.00	0.04	0.58	Aaa	100.05	AA+	
ALLY FINANCIAL INC 2.2% NTS 19/DEC/2012 USD1000	36186CBF9	US	USD	32,300,000	32,641,626.33	32,768,113	5.54%	2.20	19/12/2012	0.13	14.38	0.13	0.31	0.13	0.00	0.13	0.31	Aaa	100.25	AA+	
WESTERN CORP FEDERAL CREDIT UNION SUBORD 1.75%	95806AAB9	US	USD	38,589,000	38,924,777.90	38,915,792.73	6.60%	1.75	02/11/2012	0.00	71.13	0.01	1.73	0.01	0.00	0.00	1.73	Aaa	100.00	AA+	
FEDERAL FARM CR BKS CONS BD FLT 13 12/JUN/2013	31331KF82	US	USD	50,000,000	49,997,835.75	50,021,850	8.48%	0.27	12/06/2013	0.62	8.62	0.61	0.27	0.11	0.00	0.62	0.27	Agy	99.96	AA+	
JPMORGAN CHASE & CO 0.53938% BDS 26/DEC/2012	481247AN4	US	USD	29,750,000	29,793,055.65	29,883,131.25	5.05%	0.62	26/12/2012	0.16	(8.38)	0.15	0.08	0.15	0.00	0.16	0.08	Aaa	100.08	AA+	
CORUS CONSTRUCTION VENTURE LLC 0% NTS 25/OCT/2013	22087WAC3	US	USD	3,000,000	2,992,200.00	2,990,940	0.51%	0.00	25/10/2013	0.98	4.45	0.98	0.26	0.01	0.99	0.26	Aaa	99.74	AAA		
FEDERAL HOME LOAN BANKS CONS BD 0.16% 01/FEB/2013	313379AA7	US	USD	9,200,000	9,203,680.00	9,196,688	1.56%	0.16	01/02/2013	0.25	(0.99)	0.25	0.16	0.25	0.00	0.25	0.16	Agy	100.00	AA+	
FEDERAL HOME LOAN BANKS CONS BD FLT 14 23/JAN/2014	3133804M6	US	USD	20,000,000	19,984,888.25	19,995,840	3.39%	0.14	23/01/2014	1.23	(1.49)	1.23	0.21	0.23	0.00	1.23	0.21	Agy	99.91	AA+	
FEDERAL NATL MTG ASSN VAR RT 20/DEC/2012	31398A7F3	US	USD	21,000,000	21,011,659.36	21,055,692	3.56%	0.34	20/12/2012	0.14	5.81	0.14	0.22	0.14	0.00	0.14	0.22	Agy	100.02	AA+	
MULTIBANK CRE VENT 0% DISC NT 07/JAN/2013 USD1000	625475AB4	US	USD	10,000,000	9,999,300.00	9,975,220	1.70%	0.00	07/01/2013	0.19	(13.05)	0.19	0.04	0.19	0.00	0.19	0.04	NR	99.99	NR	
Treasuries					50,017,578.13	50,017,578.13	8.49%	0.25		0.78	(0.99)	0.40	0.20	0.78	0.01	0.78	0.20	Govt	99.99	AA+	
Treasuries					50,017,578.13	50,017,578.13	8.49%	0.25		0.78	(0.99)	0.40	0.20	0.78	0.01	0.78	0.20	Govt	99.99	AA+	
UNITED STATES TREAS NTS 0.500% 30/NOV/2012	912828PV6	US	USD	10,000,000	10,023,738.25	10,024,609.38	1.70%	0.50	30/11/2012	0.08	(0.04)	0.00	0.17	0.08	0.00	0.08	0.17	Govt	100.03	AA+	
UNITED STATES TREAS NTS 0.125% 30/SEP/2013	912828RK8	US	USD	20,000,000	19,987,397.80	19,985,156.25	3.39%	0.12	30/09/2013	0.91	(2.47)	0.00	0.19	0.91	0.01	0.91	0.19	Govt	99.93	AA+	
US 0.25000 '13	912828RN2	US	USD	20,000,000	20,007,138.12	20,007,812.5	3.39%	0.25	31/10/2013	1.00	0.00	1.00	0.22	1.00	0.01	1.00	0.22	Govt	100.04	AA+	
Cash And Cash Equivalent					254,438,212.98	254,431,637.99	43.16%	0.18		0.01	14.00	0.01	0.19	0.01	0.00	0.01	0.19	Aaa	9.82	AAA	
Short Term Investment					254,438,212.98	254,431,637.99	43.16%	0.18		0.01	14.00	0.01	0.19	0.01	0.00	0.01	0.19	Aaa	9.82	AAA	
Commercial Paper (Interest Bearing)					24,994,675.00	24,989,250.00	4.24%	0.00		0.14	(1.53)	0.14	0.15	0.14	0.00	0.14	0.15	Aaa	99.98	AAA	
STRAIGHT A FDG SLSTN CORPORATE COMMERCIAL PAPER	86257YHZ0	US	USD	25,000,000	24,994,675.00	24,989,250.00	4.24%	0.00	20/12/2012	0.14	(1.53)	0.14	0.15	0.14	0.00	0.14	0.15	P-1	99.98	A-1+	
Repurchase Agreements					150,000,000.00	150,000,000.00	25.48%	0.30		0.00	24.00	0.00	0.30	0.00	0.00	0.00	0.30	Aaa	0.00	AAA	
REPO BNP PARIBAS SECURITIES CORP. 31/OCT/2012DBD	99CU50007	US	USD	3,126,000	3,126,026.05	3,126,000	0.53%	0.30	01/11/2012	0.00	24.00	0.00	0.30	0.00	0.00	0.00	0.30	Aaa	0.00	AAA	
REPO BNP PARIBAS SECURITIES CORP. 31/OCT/2012DBC	99CU50008	US	USD	48,958,000	48,958,407.98	48,958,000	8.31%	0.30	01/11/2012	0.00	24.00	0.00	0.30	0.00	0.00	0.00	0.30	Aaa	0.00	AAA	
REPO GOLDMAN SACHS & CO	99CU50009	US	USD	48,958,000	48,958,407.98	48,958,000	8.31%	0.30	01/11/2012	0.00	24.00	0.00	0.30	0.00	0.00	0.00	0.30	Aaa	0.00	AAA	
REPO BNP PARIBAS SECURITIES CORP. 31/OCT/2012DB	99CU50010	US	USD	48,958,000	48,958,407.98	48,958,000	8.31%	0.30	01/11/2012	0.00	24.00	0.00	0.30	0.00	0.00	0.00	0.30	Aaa	0.00	AAA	
STIF					79,442,287.99	79,442,287.99	13.48%	0.01										0.01	Aaa	0.00	AAA
WELLS FARGO CHECKING 0.15% 31/DEC/2049	894993C02	US	USD	3,627,465	3,627,464.84	3,627,464.84	0.62%	0.15	01/11/2012									0.15	Aaa	0.00	AAA
BANK OF THE WEST	89499LC10	US	USD	68,368,949	68,368,948.52	68,368,948.52	11.80%	0.00	01/11/2012									0.00	Aaa	0.00	AAA
US BANK	89499LC36	US	USD	5,087,458	5,087,457.84	5,087,457.84	0.86%	0.00	01/11/2012									0.00	Aaa	0.00	AAA
WELLS FARGO SAVINGS	89499LC44	US	USD	2,358,417	2,358,416.69	2,358,416.69	0.40%	0.00	01/11/2012									0.00	Aaa	0.00	AAA



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

Portfolio Summary – Tax Exempt Bond Proceeds Investment Pool

Summary

- The Tax Exempt Bond Proceeds Investment Pool closed the month of October at \$323mil vs. \$334mil at the end of September.
- The Pool paid out approximately \$11mil for capital spending in October 2012.

Portfolio Mix

- 100% of the Tax-Exempt BPIP portfolio was invested in fixed income securities; 23% in TLGP Securities which are backed by the FDIC, 55% in Treasury and Agency Securities, 4% in Supranational (World Bank), 9% in NM municipal securities, 1% in NM bank collateralized CDs and the balance, approximately 8%, held in cash equivalents.
- 57% of the portfolio was invested in securities that mature in one year, 19% in securities that mature from 1-2 years, 19% in securities that mature from 2-4 years and 5% in securities out to 5 years.
- The Tax-Exempt BPIP held positions in 28 securities.
- Weighted Average Life of the Tax Exempt BPIP was 1.6 years. The Weighted Average duration was 1.3 years.
- The maximum security term for the BPIP portfolio is 5 years.

Investment Earnings

- Unrealized gains in the Tax-Exempt BPIP Portfolio were \$1.2mil as of October 31st.
- Monthly Earnings on the portfolio for October were \$224,217.
- Earnings for FY2013 were \$917,141.
- 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 October was generally unchanged from September and was similar to the Benchmark.
- In October, \$25mil Citigroup TLGP, 2.25% 12/10/12, was sold at a gain to meet capital project withdrawals.
- A FNMA with a face amount of \$6.11mil was called on October 26, 2012.
- The Tax-Exempt BPIP had no maturities during the month of October.
- The Pool was fully invested with the liquid cash position closing the month at 8% of the total portfolio market value.

Performance

- The purchase yield was 0.73% at the end of October. The yield-to-worst was 0.33%.
- The Tax-Exempt BPIP returned (0.02)% for the month of October and 0.13% for the three months ended October 31, 2012, vs. Index returns of (0.04)% and (0.01)% respectively. YTD the Pool returned 0.59% vs. 0.25% for the Index.
- US Treasury yields moved moderately higher during the month of October, with the five year maturity underperforming the rest of the curve.

Investment Strategy

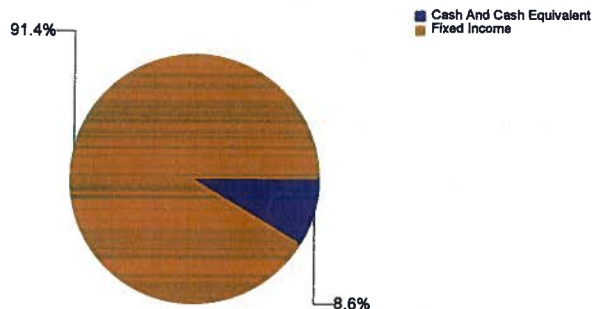
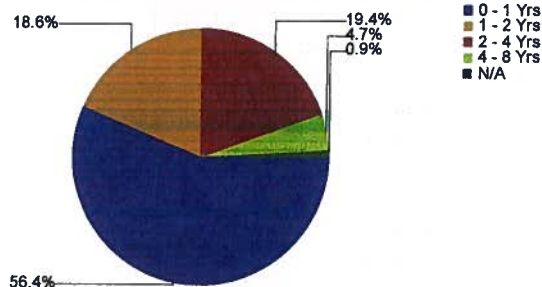
- The option-adjusted duration of the Tax-Exempt BPIP portfolio is currently 1.36 yrs. vs. 1.39 yrs. for the benchmark.
- US Treasury yields have drifted slightly lower in November with the five year maturity outperforming.
- During the month of November the Pool purchased \$10mil 3 yr. FNMA bullets at a yield of 0.45% and \$10mil FHLMC 2yr maturity with a 1yr/1X call at a yield of 0.375%.

- Assuming that the current yield environment persists, we anticipate an additional \$10mil face amount of Agencies to be called in the last quarter of 2012.
- There are two scheduled maturities in the month of December for a total of \$75mil.
- The Tax-Exempt BPIP will continue to invest cash generated from calls and maturities, with the objective of maintaining the portfolio duration as close to the benchmark as possible.
- The Pool will invest cash available prior to year end in anticipation of a potentially lower interest rate environment in early 2013 as a result of FDIC program terminations.
- The Pool's cash position is currently around 4% of the total market value.

Portfolio Characteristics

Duration Mix

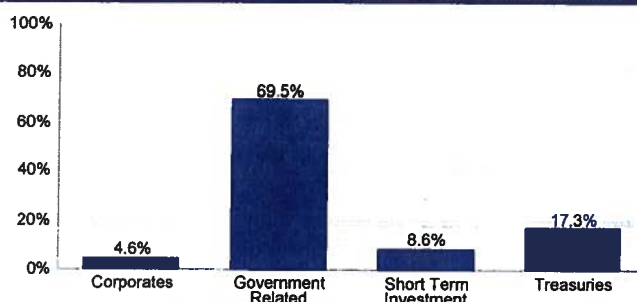
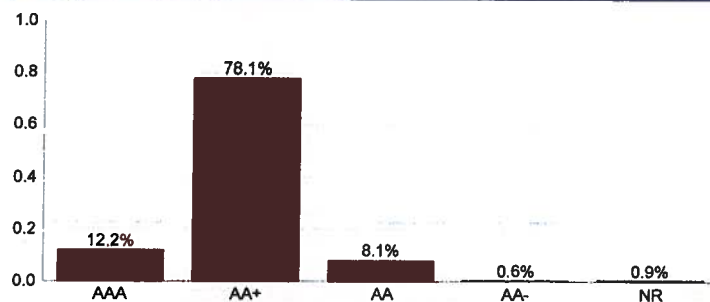
Total Net Assets (Millions)	325.4
Weighted Average Life (Years)	1.58
Weighted Avg. Effective Duration (Years)	1.32
Weighted Average Coupon (%)	1.95
Weighted Average Current Yield (%)	0.40
Weighted Average Yield to Maturity (%)	0.46
Weighted Average Rating	AA+
Number of Holdings	25



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
36967HAY3	GENERAL ELECTRIC CAPITAL CORP 2.625% BDS	15.56%	2.62	28/12/2012
31359MRK1	FED NATL MORT ASSC 4.625% NOTES 01/MAY/2013	8.03%	4.63	1/5/2013
17313YAJ0	CITIGROUP FUNDING INC 2.25% BDS 10/DEC/2012	7.77%	2.25	10/12/2012
99CU50066	REPO BANK OF NEW YORK/SOUTH STREET SECS	6.71%	0.60	1/11/2012
3137EACW7	FED HOME LOAN MTG 2% BDS 25/AUG/2016 USD1000	6.49%	2.00	25/8/2016
912828PM6	US 2.12500 '15	4.69%	2.12	31/12/2015
912828KF8	US 1.87500 '14	4.72%	1.88	28/2/2014
313379FW4	FEDERAL HOME LOAN BANKS 1% BDS 09/JUN/2017 USD5000	4.67%	1.00	9/6/2017
912828MX5	UNITED STATES TREAS NTS 1.75% 15/APR/2013	4.65%	1.75	15/4/2013
3134G3ZA1	FEDERAL HOME LOAN MORTGAGE CORP 0.5% BDS	4.62%	0.50	28/8/2015

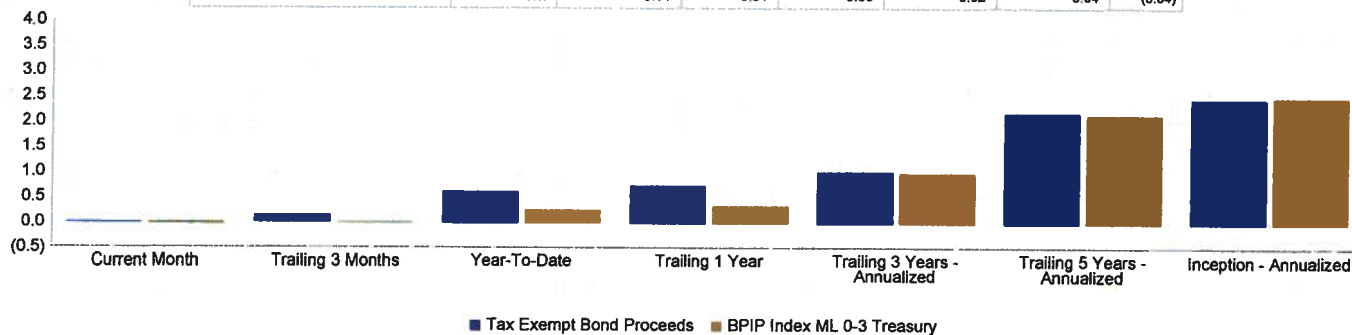
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Inception
Tax Exempt Bond Proceeds	(0.02)	0.13	0.59	0.71	0.99	2.17	2.45
BPIP Index ML 0-3 Treasury	(0.04)	(0.01)	0.25	0.33	0.97	2.13	2.49
Excess	0.02	0.14	0.34	0.38	0.02	0.04	(0.04)



STATE OF NEW MEXICO
BOND PROCEEDS INV POOL1 TAX EX (4000)

Portfolio Classification Summary

Positions Held as of 10/31/12

TXN BASIS: SETTLEMENT
MKT-SOURCE: IDC-PREFERRED+
AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	1	.6083	.00270	21,825,202	21,825,202	21,825,202		6.749
CERTIFICATES OF DEPOSIT	2	.6000	1.68220	3,000,000	3,000,000	3,000,000		.928
US TREASURY NOTE ACT/ACT 2X	4	.6487	1.39529	55,000,000	56,047,949	56,242,150	194,201	17.391
FED FARM CR BKS CALLABLE	1	1.1863	.12050	10,000,000	10,000,000	10,008,700	8,700	3.095
AGENCY US BOND 30/360 2X	1	.8400	4.60550	15,000,000	15,115,991	15,132,000	16,009	4.679
AGENCY US NOTES 30/360 2X	4	.7850	2.03971	70,000,000	71,169,717	71,672,100	502,383	22.163
FED NATL MORTGAGE ASSN DEBS	3	1.3371	2.38718	23,495,000	23,559,889	23,944,772	384,883	7.404
CORP US NOTE 30/360 2X	2	.7596	.14247	75,000,000	75,188,229	75,234,750	46,521	23.264
MEDIUM-TERM NOTES	1	.3346	.75070	15,000,000	15,000,000	15,023,100	23,100	4.645
MUNI US 30/360 2X	7	.3899	1.38624	27,235,000	28,290,227	28,298,694	8,467	8.751
UNITS - INVESTMENT POOL 1	1			3,008,423	3,008,423	3,008,423		.930
CASH ACCOUNT	1			1,494	1,494	1,494		
	<u>28</u>	<u>.7341</u>	<u>1.30152</u>	<u>318,565,119</u>	<u>322,207,121</u>	<u>323,391,385</u>	<u>1,184,264</u>	<u>100.000</u>

SOURCE: VisualQED

MODEL: INVENTORY

USER: WRIGHT

RUN: 11/27/12 @ 15:12:24

BASIS: SETTLEMENT (SIC FROM QMARKET-LIBRARY)

AS-OF: 10/31/12

AMRTZD: BOOK VALUES AMORTIZED THROUGH 10/31/12

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

PAGE: 1

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
1,494	CASH KEY	CASHCASH				1.000000000	1,494.19	1,494.00
3,008,423	UNITS - INVESTMENT POOL 1	UNITS001				1.000000037	3,008,423.11	3,008,423.00
3,009,917					15.150		3,009,917.30	3,009,917.00

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

21,825,202	OVERNIGHT REPO	1101RP	.600	11/01/12	.608	100.000001283	21,825,202.28	21,825,202.28
25,000,000	CITIGROUP FUNDING INC.	17313YAJ	2.250	12/10/12	.759	100.161762000	25,040,440.50	25,051,250.00
50,000,000	GENERAL ELECTRIC CAPITAL CORPORA	36967HAY	2.625	12/28/12	.759	100.295619140	50,147,809.57	50,183,500.00
96,825,202					.470		97,013,452.35	97,059,952.28

====> 0003 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2012 <====

10,000,000	UNITED STATES TREASURY NOTES	912828PR	.625	1/31/13	.377	100.061121900	10,006,112.19	10,011,700.00
15,000,000	UNITED STATES TREASURY NOTES	912828MX	1.750	4/15/13	.715	100.467382400	15,070,107.36	15,107,850.00
25,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359MRK	4.625	5/01/13	.550	102.035982480	25,508,995.62	25,548,000.00
2,000,000	LOS ALAMOS CNTY N MEX INC UTIL	54423EBV	5.000	7/01/13	.355	103.093197500	2,061,863.95	2,060,020.00
15,000,000	INTL FINANCE CORP	45950VBW	.330	8/01/13	.335	100.000000000	15,000,000.00	15,023,100.00
7,350,000	ALBUQUERQUE N MEX MUN SCH DIST	013595RQ	1.000	8/01/13	.300	100.526932517	7,388,729.54	7,387,558.50
74,350,000					.608		75,035,808.66	75,138,228.50

====> 0006 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2013 <====

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 11/27/12 @ 15:12:24
 BASIS: SETTLEMENT (SIC FROM QMARKET-LIBRARY)
 AS-OF: 10/31/12
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 10/31/12

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

PAGE: 2

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
15,000,000	UNITED STATES TREASURY NOTES	912828KF	1.875	2/28/14	.986	101.170152600	15,175,522.89	15,324,600.00
6,485,000	NEW MEXICO ST SEVERANCE TAX	647310P4	4.000	7/01/14	.406	105.973648111	6,872,391.08	6,879,806.80
4,780,000	NEW MEXICO ST SEVERANCE TAX	647310N4	4.000	7/01/14	.406	105.973648117	5,065,540.38	5,056,809.80
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	102.680824000	513,404.12	513,755.00
5,570,000	ALBUQUERQUE N MEX MUN SCH DIST	013595RE	3.000	8/01/14	.456	104.439580072	5,817,284.61	5,829,562.00
35,335,000					1.251		36,444,143.08	36,604,533.60

====> 0007 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2014 <====

550,000	ALBUQUERQUE N MEX MUN SCH DIST	013595RS	2.000	8/01/15	.598	103.840229091	571,121.26	571,180.50
15,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3ZA	.500	8/28/15	.450	100.156975800	15,023,546.37	15,024,600.00
10,000,000	FED FARM CR BKS CALLABLE	31331K2S	1.170	12/14/15	1.186	100.000000000	10,000,000.00	10,008,700.00
10,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3FA	1.100	12/30/15	1.115	100.000000000	10,000,000.00	10,067,500.00
15,000,000	UNITED STATES TREAS NTS	912828PM	2.125	12/31/15	.433	105.309427867	15,796,414.18	15,798,000.00
50,550,000					.887		51,391,081.81	51,469,980.50

====> 0005 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2015 <====

20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACW	2.000	8/25/16	1.160	103.187195800	20,637,439.16	21,032,000.00
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SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 11/27/12 @ 15:12:24
 BASIS: SETTLEMENT (SIC FROM QMARKET-LIBRARY)
 AS-OF: 10/31/12
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 10/31/12

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
10,000,000	FEDERAL NATL MTG ASSN DEBS	3135G0ES	1.375	11/15/16	1.227	100.648333600	10,064,833.36	10,293,500.00
10,000,000	FED NATL MORTGAGE ASSN DEBS	3136FTUZ	1.400	12/30/16	1.419	100.000000000	10,000,000.00	10,115,800.00
3,495,000	FED NATL MORTGAGE ASSN DEBS	3136FTUZ	1.400	12/30/16	1.419	100.000000000	3,495,000.00	3,535,472.10
43,495,000					1.032		44,197,272.52	44,976,772.10

====> 0004 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2016 <====

15,000,000	FEDERAL HOME LOAN BANKS	313379FW	1.000	6/09/17	.840	100.775495467	15,116,324.32	15,132,000.00
15,000,000					3.017		15,116,324.32	15,132,000.00

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

318,565,119					.142		322,208,000.04	323,391,383.98
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====> 0028 ITEMS IN SUBTOTAL FOR ====> FUND-NAME..... ====> BOND PROCEEDS INV POOL1 TAX EX <

Fixed Income - Standard Report New Mexico State Treasurers Office (06677) October 2012

Account / Holdings	Market Value	Cost	% of Total	Coupon Rate	Modified Duration	Option Adjusted Spread	Spread Duration	Static Yield	Effective Duration	Effective Convexity	Weighted Average Life	Yield to Maturity	Moody Quality Rating	S&P Quality Rating
Tax Exempt Bond Proceeds(10933500)	325,429,102.76	327,306,539.73	100.00%	1.95	1.54	12.94	1.07	0.40	1.32	(0.09)	1.58	0.46		
FIXED INCOME + CASH AND CASH EQUIVALENT	325,429,102.76	327,306,539.73	100.00%	1.95	1.54	12.94	1.07	0.40	1.32	(0.09)	1.58	0.46	Aaa	AA+
Fixed Income	297,589,055.39	299,472,914.35	91.45%	2.08	1.67	10.19	1.15	0.38	1.42	(0.10)	1.72	0.45	Agy	AA+
Corporates	15,018,157.50	15,000,000.00	4.61%	0.33	0.75	10.37	0.75	0.30	0.75	0.01	0.75	0.30	Aaa	AAA
Financial Institutions	15,018,157.50	15,000,000.00	4.61%	0.33	0.75	10.37	0.75	0.30	0.75	0.01	0.75	0.30	Aaa	AAA
Government Related	226,145,118.65	227,709,828.40	69.49%	2.29	1.60	12.75	1.45	0.42	1.48	(0.14)	1.85	0.51	Aaa	AA+
Agencies	197,605,306.90	199,296,840.00	60.72%	2.19	1.87	12.65	1.47	0.43	1.49	(0.16)	1.92	0.53	Agy	AA+
Local Authorities	28,539,811.75	28,412,988.40	8.77%	3.01	1.36	13.41	1.36	0.38	1.36	0.03	1.40	0.38	Aa1	AA
Treasuries	56,425,779.24	56,763,085.95	17.34%	1.69	1.39	(0.13)	0.04	0.26	1.38	0.04	1.42	0.26	Govt	AA+
Treasuries	56,425,779.24	56,763,085.95	17.34%	1.69	1.39	(0.13)	0.04	0.26	1.38	0.04	1.42	0.26	Govt	AA+
Cash And Cash Equivalent	27,840,047.37	27,833,626.38	8.55%	0.55	0.18	42.37	0.18	0.54	0.18	0.00	0.18	0.55	Aa2	AA
Short Term Investment	27,840,047.37	27,833,626.38	8.55%	0.55	0.18	42.37	0.18	0.54	0.18	0.00	0.18	0.55	Aa2	AA
Certificate Of Deposit	3,005,621.92	3,000,000.00	0.92%	0.60	1.67	0.32	1.67	0.60	1.67	0.04	1.68	0.60	NR	NR
Repurchase Agreements	21,825,566.03	21,825,202.28	6.71%	0.60	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	AAA
STIF	3,008,859.42	3,008,423.10	0.92%	0.17								0.17	Aaa	AAA

Fixed Income - Standard Report
New Mexico State Treasurers Office (06677)
 October 2012

Account Holdings	Security ID	Country ID	Currency ID	Units	Market Value	Cost	% of Total	Coupon Rate	Maturity Date	Modified Duration	Option Adjusted Spread	Spread Duration	Static Yield	Effective Duration	Effective Convexity	Weighted Average Life	Yield to Maturity	Moodys Quality Rating	Market Price	S&P Quality Rating
Tax Exempt Bond Proceeds(10933500)					325,429,102.76	327,306,539.73	100.00%	1.95		1.54	12.94	1.07	0.40	1.32	(0.09)	1.58	0.46		93.00	
FIXED INCOME + CASH AND CASH EQUIVALENT					325,429,102.76	327,306,539.73	100.00%	1.96		1.54	12.94	1.07	0.40	1.32	(0.09)	1.58	0.46	Aaa	93.00	AA+
Fixed Income					297,589,056.39	299,472,914.35	91.46%	2.08		1.67	10.19	1.16	0.38	1.42	(0.10)	1.72	0.45	Agy	101.69	AA+
Corporates					15,018,157.50	15,000,000.00	4.61%	0.33		0.75	10.37	0.75	0.30	0.78	0.01	0.75	0.30	Aaa	100.02	AAA
Financial Institutions					15,018,157.50	15,000,000.00	4.61%	0.33	01/08/2013	0.75	10.37	0.75	0.30	0.78	0.01	0.75	0.30	Aaa	100.02	AAA
INTL FINANCE CORP 0.33% MTN 01/AUG/2013 USD	45950VBW5	IFD	USD	15,000,000	15,018,157.50	15,000,000.00	4.61%	0.33	01/08/2013	0.75	10.37	0.75	0.30	0.78	0.01	0.75	0.30	Aaa	100.02	AAA
Government Related					228,146,116.84	227,799,832.40	65.49%	2.29		1.53	12.76	1.44	0.42	1.42	(0.16)	1.92	0.53	Agy	101.31	AA+
Agencies					197,605,305.90	199,296,840.00	60.72%	2.19		1.87	12.65	1.47	0.43	1.49	(0.16)	1.92	0.53	Agy	101.31	AA+
CITIGROUP FUNDING INC 2.25% BDS 10/DEC/2012	17313YAJ0	US	USD	25,000,000	25,271,562.50	25,850,000	7.77%	2.25	10/12/2012	0.11	18.11	0.11	0.35	0.11	0.00	0.11	0.35	Aaa	100.20	AA+
GENERAL ELECTRIC CAPITAL CORP 2.625% BDS	36967HAY3	US	USD	50,000,000	50,631,937.50	52,170,500	15.56%	2.62	28/12/2012	0.16	13.42	0.16	0.30	0.16	0.00	0.16	0.30	Aaa	100.37	AA+
FEDERAL HOME LOAN MORTGAGE CORP 0.5% BDS	3134G3Z1	US	USD	15,000,000	15,037,725.00	15,025,500	4.62%	0.50	28/08/2015	2.80	5.49	2.81	0.44	2.80	0.09	2.82	0.44	Agy	100.18	AA+
FED NATL MORT ASSC 4.625% NOTES 01/MAY/2013	31359MRK1	US	USD	25,000,000	26,126,125.00	26,730,750	8.03%	4.63	01/05/2013	0.49	5.57	0.49	0.23	0.49	0.00	0.50	0.23	Agy	102.19	AA+
FEDERAL NATIONAL MORTGAGE ASSOC 0% BDS 15/NOV/2016	3135G0ES8	US	USD	10,000,000	10,356,902.78	10,078,660	3.18%	1.38	15/11/2018	3.91	7.84	3.92	0.64	3.91	0.18	4.04	0.64	Agy	102.94	AA+
FEDERAL NATL MTG ASSN CALL 1.4%30/DEC/2016	3136FTU20	US	USD	13,495,000	13,714,773.57	13,495,000	4.21%	1.40	30/12/2018	4.02	9.07	1.51	0.40	1.61	(1.14)	4.17	1.11	Agy	101.16	AA+
FED HOME LOAN MTG 2% BDS 25/AUG/2016 USD 1000	3137EACW7	US	USD	20,000,000	21,106,333.33	20,823,400	6.49%	2.00	25/08/2016	3.67	10.99	3.69	0.63	3.68	0.16	3.82	0.63	Agy	105.16	AA+
FEDERAL FARM CR BKS CONS BD 1.17% 14/DEC/2015	31331K2S8	US	USD	10,000,000	10,053,225.00	10,000,000	3.09%	1.17	14/12/2015	3.04	26.68	0.12	0.44	0.47	(1.39)	3.12	1.14	Agy	100.09	AA+
FEDERAL HOME LOAN BANKS 1% BDS 09/JUN/2017 USD5000	313379FW4	US	USD	15,000,000	15,203,250.00	15,123,030	4.67%	1.00	09/06/2017	4.47	14.40	4.48	0.80	4.48	0.23	4.61	0.80	Agy	100.88	AA+
FEDERAL HOME LN MTG CORP CALL 1.1%30/DEC/2015	3134G3FA3	US	USD	10,000,000	10,104,472.22	10,000,000	3.10%	1.10	30/12/2015	3.10	20.70	1.54	0.52	1.63	(1.22)	3.17	0.88	Agy	100.68	AA+
Local Authorities					28,539,811.75	28,412,988.40	8.77%	3.01		1.36	13.41	1.36	0.38	1.36	0.03	1.40	0.38	Aa1	103.96	AA
NEW MEXICO ST SEVERANCE TAX SER A-1 01/JUL/2014	647310N49	US	USD	4,780,000	5,120,543.13	5,095,384.4	1.57%	4.00	01/07/2014	1.61	24.84	1.61	0.51	1.61	0.03	1.67	0.51	Aa1	105.79	AA
NEW MEXICO ST SEVERANCE TAX RFDG-SER A-2	647310P47	US	USD	6,485,000	6,966,273.47	6,912,880.3	2.14%	4.00	01/07/2014	1.61	7.84	1.61	0.33	1.61	0.03	1.67	0.33	Aa1	106.09	AA
ALBUQUERQUE N MEX MUN SCH DIST NO 012 RFDG	013595RE5	US	USD	5,570,000	5,870,872.83	5,841,871.7	1.80%	3.00	01/08/2014	1.70	6.00	1.71	0.33	1.71	0.04	1.75	0.33	Aa1	104.66	AA
ALBUQUERQUE N MEX MUN SCH DIST NO 012 ED	013595RQ8	US	USD	7,350,000	7,400,216.83	7,397,628	2.27%	1.00	01/08/2013	0.75	11.86	0.75	0.32	0.75	0.01	0.75	0.32	Aa1	100.51	AA
ALBUQUERQUE N MEX MUN SCH DIST NO 012 ED	013595RR6	US	USD	500,000	515,477.22	514,715	0.16%	2.00	01/08/2014	1.72	15.28	1.72	0.42	1.72	0.04	1.75	0.42	Aa1	102.75	AA
ALBUQUERQUE N MEX MUN SCH DIST NO 012 ED	013595RS4	US	USD	550,000	573,074.94	572,429	0.18%	2.00	01/08/2015	2.67	19.30	2.69	0.59	2.68	0.09	2.75	0.59	Aa1	103.85	AA
LOS ALAMOS CNTY N MEX INC UTIL SYS REV RFDG-SER A	54423EBV6	US	USD	2,000,000	2,093,353.33	2,078,080	0.64%	5.00	01/07/2013	0.65	29.62	0.65	0.48	0.65	0.01	0.67	0.48	Aa3	103.00	AA-
Treasuries					66,426,779.24	66,763,085.95	17.34%	1.69		1.39	(0.13)	0.04	0.26	1.38	0.04	1.42	0.26	Govt	102.30	AA+
US 1.87500 '14	912828KF6	US	USD	15,000,000	15,372,789.89	15,455,273.44	4.72%	1.88	28/02/2014	1.32	(0.54)	0.00	0.25	1.31	0.02	1.33	0.25	Govt	102.16	AA+
UNITED STATES TREAS NTS 1.75% 15/APR/2013	912828MX5	US	USD	15,000,000	15,120,109.62	15,399,609.38	4.65%	1.75	15/04/2013	0.46	(0.52)	0.00	0.17	0.45	0.00	0.46	0.17	Govt	100.72	AA+
US 2.12500 '15	912828PM6	US	USD	15,000,000	15,905,404.89	15,869,531.25	4.89%	2.12	31/12/2015	3.05	0.56	0.00	0.43	3.06	0.11	3.17	0.43	Govt	105.32	AA+
UNITED STATES TREAS NTS 0.625% 31/JAN/2013	912828PRS	US	USD	10,000,000	10,027,494.84	10,038,871.88	3.08%	0.62	31/01/2013	0.25	0.01	0.25	0.16	0.25	0.00	0.25	0.16	Govt	100.12	AA+
Cash And Cash Equivalent					27,840,047.37	27,833,626.38	8.66%	0.55		0.16	42.37	0.18	0.54	0.18	0.00	0.18	0.54	Aa2	0.11	AA
Short Term Investment					3,005,621.92	3,000,000.00	0.92%	0.60		1.87	0.32	1.67	0.60	1.67	0.04	1.68	0.60	NR	0.00	NR
Certificate Of Deposit					3,005,621.92	3,000,000.00	0.92%	0.60		1.87	0.32	1.67	0.60	1.67	0.04	1.68	0.60	NR	0.00	NR
FARMERS & STOCKMENS BANK	3A@99CAC4	US	USD	3,000,000	3,005,621.92	3,000,000	0.92%	0.60	07/07/2014	1.87	0.32	1.67	0.60	1.67	0.04	1.68	0.60	NR	0.00	NR
Repurchase Agreements					21,825,566.03	21,825,202.28	6.71%	0.60		0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA
REPO BANK OF NEW YORK/SOUTH STREET SECS	99CU50096	US	USD	21,825,202	21,825,566.03	21,825,202.28	6.71%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA
STIF					3,008,869.42	3,008,423.10	0.92%	0.17									0.17	Aaa	1.00	AAA
LGIP POOL PARTICIPANT	892998X00	US	USD	3,008,423	3,008,869.42	3,008,423.10	0.92%	0.17									0.17	Aaa	1.00	AAA



8. Portfolio Summary- Taxable Bond Proceeds Investment Pool

Portfolio Summary – Taxable Bond Proceeds Investment Pool

Summary

- The Taxable Bond Proceeds Investment Pool closed the month of October at \$542mil vs. \$560mil on September 30th.
- The Pool paid out approximately \$18mil for capital spending in October 2012.

Portfolio Mix

- 100% of the Taxable BPIP portfolio was invested in fixed income securities; 79% in US Treasury and Agency securities, 14% in securities that are backed by the FDIC, 3% in Supranational (World Bank), 2% in NM municipal securities and the balance, approximately 2%, was held in cash equivalents and collateralized NM bank CDs.
- 52% of the portfolio was invested in securities that mature in one year, 25% in securities that mature from 1-2 years, 20% in securities that mature from 2-4 years and 3% in securities out to 5 years.
- The Taxable BPIP held positions in 55 securities.
- Weighted Average Life of the Taxable BPIP was 1.9 years. The Weighted Average duration was 1.3 years.
- The maximum security term for the BPIP portfolio is 5 years.

Investment Earnings

- The unrealized gains in the Taxable BPIP Portfolio were \$2.8mil as of October 31st.
- Monthly earnings on the portfolio for October were \$411,978.
- For fiscal year 2013, the fund has earned \$1.9mil.
- Earnings on the Bond Proceeds Investment Pool are used to offset capital and debt service spending.

Investment Highlights

- The Taxable BPIP purchased \$7.36mil NM municipal securities with maturities from 1 to 3 yrs. from the General Fund with an average yield of about 0.45%.
- The Pool maintained sufficient liquidity to meet capital project withdrawals.
- At the end of October the Taxable BPIP was fully invested with less than 1% of the total market value in cash equivalents.
- The municipal sector continued to offer value vs. Treasury and Agency bullet securities as well as callable structures.

Performance

- Purchase Yield at the end of October was 0.87%, 4 bp lower than September. The yield-to-worst was unchanged at 0.34%.
- Average Term of the fund was unchanged at 1.9 yrs.
- The Taxable BPIP returned (0.02)% for the month of October and 0.07% for the three months ended October 30, 2012, vs. Index returns of (0.04)% and (0.01)% respectively. YTD the Pool returned 0.76% vs. 0.25% for the Index.

Investment Strategy

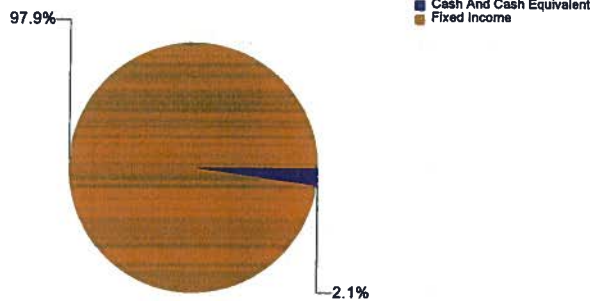
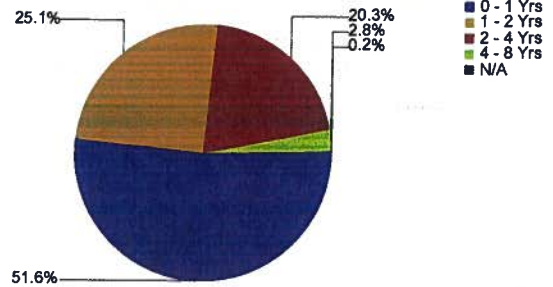
- The option adjusted duration of the portfolio is currently 1.47 yrs. vs. 1.39 yrs. for the benchmark.
- The Taxable BPIP sold two securities at gains in November thus far, \$10mil WESCOR, 1.75% 11/2/12, and \$20mil C TLGP 2.25% 12/10/12, to cover capital spending withdrawals and security purchases.
- The Taxable BPIP had \$20mil FHLMC called away on 11/23/12. There are no additional maturities or calls expected in November.

- During the month of November the Pool purchased \$20mil 3 yr. FNMA bullets at a yield of 0.45%, \$20mil FHLMC 2yr. maturity with a 1yr/1X call at a yield of 0.375%, \$20mil FHLMC 1.5 yr bullet at 0.28% and \$1.75mil 9 month NM municipals at 0.55%.
- Assuming that the current yield environment persists, we anticipate that two Agency issues, \$24.365mil face amount, will be called in December.
- There are two scheduled maturities for \$46.255mil in December.
- The sponge note at the end of December could provide the Pool with an additional \$80mil+ in liquidity.
- The Tax-Exempt BPIP will continue to invest cash generated from calls and maturities, with the objective of maintaining the portfolio duration as close to the benchmark as possible.
- The Pool will focus on investing as much cash as possible prior to year end in anticipation of a potentially lower interest rate environment in early 2013 as a result of FDIC program terminations.
- The Pool continues to be fully invested with the cash position at less than 2% of the total market value.

Portfolio Characteristics

Duration Mix

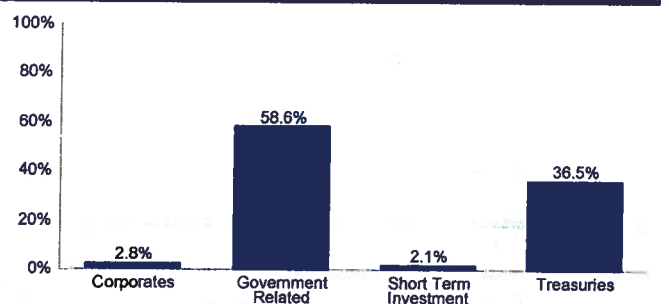
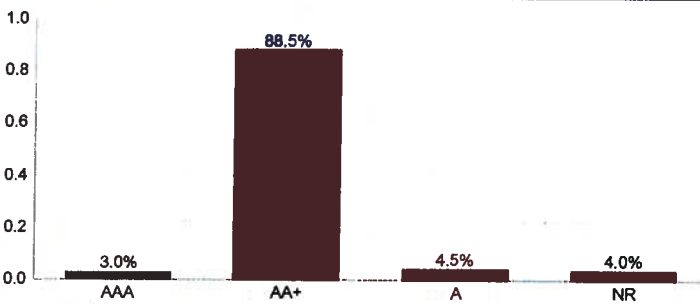
Total Net Assets (Millions) 545.0
Weighted Average Life (Years) 1.89
Weighted Avg. Effective Duration (Years) 1.31
Weighted Average Coupon (%) 1.54
Weighted Average Current Yield (%) 0.34
Weighted Average Yield to Maturity (%) 0.53
Weighted Average Rating AA
Number of Holdings 48



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
912828KF8	US 1.87500 '14	7.52%	1.88	28/2/2014
912828NU0	UNITED STATES TREAS NTS 0.750% 15/AUG/2013	5.54%	0.75	15/8/2013
3137EACW7	FED HOME LOAN MTG 2% BDS 25/AUG/2016 USD1000	4.84%	2.00	25/8/2016
36967HAV9	GENERAL ELECTRIC CAPITAL CORP SER'G'2.125% NTS	4.68%	2.12	21/12/2012
31359MTP8	FED NATL MTG ASSN 5.12% 02/JAN/2014	4.47%	5.12	2/1/2014
31398A4M1	FED NATL MORT ASSC 1.825% BDS 28/OCT/2015 USD1000	3.80%	1.82	28/10/2015
3135G0AP8	FEDERAL NATIONAL MORTGAGE ASSOC 1.25% NTS	3.73%	1.25	27/2/2014
17313YAJ0	CITIGROUP FUNDING INC 2.25% BDS 10/DEC/2012	3.71%	2.25	10/12/2012
17314JAT0	CITIBANK NA 1.75% 28/DEC/2012	3.70%	1.75	28/12/2012
3134G3BT6	FEDERAL HOME LN MTG CORP CALL1.825%23/NOV/2018	3.70%	1.82	23/11/2018

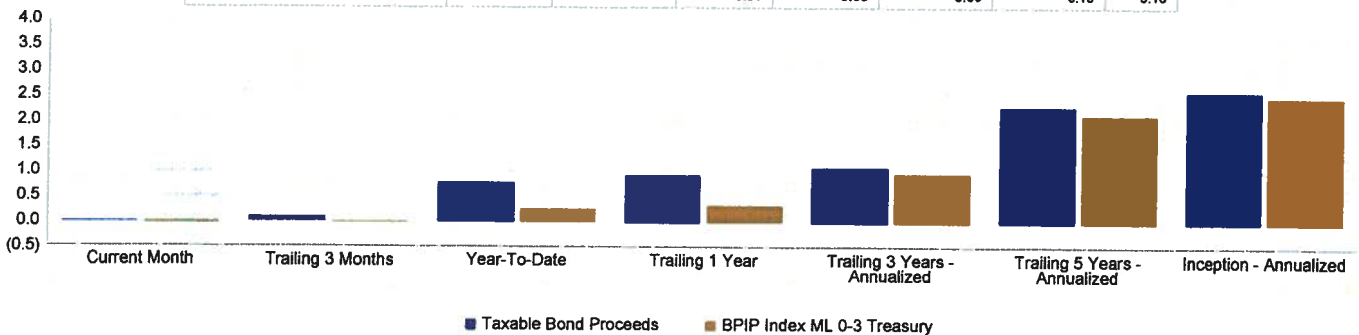
Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Inception
Taxable Bond Proceeds	(0.02)	0.07	0.76	0.91	1.06	2.28	2.59
BPIP Index ML 0-3 Treasury	(0.04)	(0.01)	0.25	0.33	0.97	2.13	2.49
Excess	0.02	0.08	0.51	0.58	0.09	0.15	0.10



STATE OF NEW MEXICO
BOND PROCEEDS INV POOL2 TAXABL (4002)

Portfolio Classification Summary

Positions Held as of 10/31/12

TXN BASIS: SETTLEMENT
MKT-SOURCE: IDC-PREFERRED+
AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	1	.6083	.00270	93,578	93,578	93,578		.017
CERTIFICATES OF DEPOSIT	5	.6177	.61463	6,200,000	6,200,000	6,200,000		1.143
LINKED-CERTIFICATE OF DEPOSIT	2	.5000	1.20820	4,000,000	4,000,000	4,000,000		.738
US TREASURY NOTE ACT/ACT 2X	14	.7534	1.42929	195,000,000	197,092,352	198,212,050	1,119,698	36.550
FED FARM CR BKS CALLABLE	1	1.1928	.12050	4,365,000	4,364,131	4,368,798	4,667	.806
AGENCY US BOND 30/360 2X	1	.8367	4.60550	15,000,000	15,118,227	15,132,000	13,773	2.790
AGENCY US NOTES 30/360 2X	9	1.0915	2.07747	132,410,000	134,314,648	135,259,837	945,189	24.942
FED NATL MORTGAGE ASSN DEBS	5	.9820	1.44875	75,000,000	75,581,107	76,206,500	625,393	14.052
CORP US NOTE 30/360 2X	4	.8994	.11894	75,155,000	75,266,735	75,309,861	43,126	13.887
MEDIUM-TERM NOTES	1	.3346	.75070	15,000,000	15,000,000	15,023,100	23,100	2.770
MUNI US 30/360 2X	8	.5183	1.39177	9,835,000	10,021,152	10,025,229	4,077	1.849
MUNICIPAL BOND REVENUE	2	.5825	.57763	1,560,000	1,571,713	1,572,033	320	.290
UNITS - INVESTMENT POOL 1	1			1,306,169	1,306,169	1,306,169		.241
CASH ACCOUNT	1			-406,830	-406,830	-406,830		-.075
	<u>55</u>	<u>.8746</u>	<u>1.45326</u>	<u>534,517,917</u>	<u>539,522,982</u>	<u>542,302,325</u>	<u>2,779,343</u>	<u>100.000</u>

SOURCE: VisualQED
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STATE OF NEW MEXICO
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PAGE: 4

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
- 406,830	CASH KEY	CASHCASH				1.000000000	- 406,829.66	- 406,830.00
1,306,169	UNITS - INVESTMENT POOL 1	UNITS001				1.000000360	1,306,169.47	1,306,169.00
899,339					50.704		899,339.81	899,339.00

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

93,578	OVERNIGHT REPO	1101RP	.600	11/01/12	.608	99.999487059	93,577.52	93,577.52
10,000,000	WESTERN COPORATE FCU	95806AAB	1.750	11/02/12	1.818	99.999837200	9,999,983.72	10,000,000.00
20,000,000	CITIGROUP FUNDING INC.	17313YAJ	2.250	12/10/12	.757	100.161980750	20,032,396.15	20,041,000.00
25,155,000	GENERAL ELECTRIC CAPITAL CORPORA	36967HAV	2.125	12/21/12	.758	100.190255138	25,202,858.68	25,221,660.75
1,100,000	WESTERN BANK ALAMOGORDO	08118544	.700	12/27/12	.700	100.000000000	1,100,000.00	1,100,000.00
20,000,000	CITIBANK, N.A.	17314JAT	1.750	12/28/12	.759	100.157595700	20,031,519.14	20,047,200.00
76,348,578					.596		76,460,335.21	76,503,438.27

====> 0006 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2012 <====

5,000,000	UNITED STATES TREAS NTS	912828QK	.625	2/28/13	.724	99.967279000	4,998,363.95	5,007,600.00
2,400,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136F9DU	4.000	4/15/13	4.136	99.961424583	2,399,074.19	2,441,808.00
200,000	SANTA ROSA N MEX CONS SCH DIST	802751DK	1.000	5/15/13	.406	100.322625000	200,645.25	200,582.00
20,000,000	UNITED STATES TREASURY NOTES	912828QZ	.500	5/31/13	.454	100.026541900	20,005,308.38	20,037,600.00
1,360,000	CLOVIS N MEX GROSS RCPTS TAX R	189387CU	2.000	6/01/13	.608	100.813812500	1,371,067.85	1,371,451.20

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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
20,000,000	UNITED STATES TREASURY NOTES	912828RA	.375	6/30/13	.474	99.934490400	19,986,898.08	20,024,200.00
10,000,000	UNITED STATES TREASURY NOTES	912828NN	1.000	7/15/13	.914	100.059920600	10,005,992.06	10,056,300.00
600,000	WESTERN BANK CLOVIS	15894	.600	7/15/13	.600	100.000000000	600,000.00	600,000.00
2,000,000	WESTERN BANK CLOVIS	15957	.600	7/15/13	.600	100.000000000	2,000,000.00	2,000,000.00
1,000,000	WESTERN BANK ALAMOGORDO	81186647	.600	7/22/13	.600	100.000000000	1,000,000.00	1,000,000.00
1,500,000	WESTERN BANK ALAMOGORDO	81186647	.600	7/22/13	.600	100.000000000	1,500,000.00	1,500,000.00
15,000,000	INTL FINANCE CORP	45950VBW	.330	8/01/13	.335	100.000000000	15,000,000.00	15,023,100.00
785,000	LOS ALAMOS N MEX PUB SCH DIST	54422NDB	2.000	8/01/13	.407	101.196001274	794,388.61	794,796.80
1,700,000	SAN JUAN CNTY N MEX CENT CONS	798359JP	2.000	8/01/13	.407	101.196001177	1,720,332.02	1,721,216.00
20,000,000	UNITED STATES TREASURY NOTES	912828NU	.750	8/15/13	.789	99.969241500	19,993,848.30	20,086,000.00
10,000,000	UNITED STATES TREASURY NOTES	912828NU	.750	8/15/13	.946	99.846263200	9,984,626.32	10,043,000.00
2,245,000	GADSDEN N MEX INDPT SCH DIST N	362550KT	2.000	8/15/13	.407	101.257937194	2,273,240.69	2,274,454.40
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31398A2S	1.000	9/23/13	.572	100.388332500	20,077,666.50	20,135,800.00
5,000,000	UNITED STATES TREASURY NOTES	912828PB	.500	10/15/13	.575	99.928770000	4,996,438.50	5,013,650.00
138,790,000					.328		138,907,890.70	139,331,558.40

====> 0019 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2013 <====

14,260,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359MTP	5.125	1/02/14	.828	105.002640743	14,973,376.57	15,056,421.00
8,450,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359MTP	5.125	1/02/14	.854	104.972534320	8,870,179.15	8,921,932.50
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	100.702550550	20,140,510.11	20,287,200.00
40,000,000	UNITED STATES TREASURY NOTES	912828KF	1.875	2/28/14	1.007	101.142269875	40,456,907.95	40,865,600.00

SOURCE: VisualQED

MODEL: INVENTORY

USER: WRIGHT

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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
10,000,000	UNITED STATES TREASURY NOTES	912828KN	1.875	4/30/14	1.298	100.852811200	10,085,281.12	10,240,600.00
200,000	SANTA ROSA N MEX CONS SCH DIST	802751DL	1.000	5/15/14	.507	100.765495000	201,530.99	201,418.00
10,000,000	UNITED STATES TREASURY NOTES	912828KV	2.250	5/31/14	1.346	101.407376500	10,140,737.65	10,312,900.00
1,325,000	CLOVIS N MEX GROSS RCPTS TAX R	189387CV	2.000	6/01/14	.659	102.122882264	1,353,128.19	1,354,401.75
2,005,000	GADSDEN N MEX INDPT SCH DIST N	362550KU	2.000	8/15/14	.507	102.667745137	2,058,488.29	2,055,927.00
10,000,000	UNITED STATES TREAS NTS	912828RV	.250	12/15/14	.330	99.831094500	9,983,109.45	9,987,500.00

120,240,000					.373		122,263,249.47	123,283,900.25

==> 0012 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==> 2014 <==

225,000	SANTA ROSA N MEX CONS SCH DIST	802751DM	1.000	5/15/15	.659	100.879844445	226,979.65	226,953.00
1,350,000	CLOVIS N MEX GROSS RCPTS TAX R	189387CW	2.000	6/01/15	.760	103.191901482	1,393,090.67	1,396,062.00
10,000,000	UNITED STATES TREAS NTS	912828NP	1.750	7/31/15	.453	103.536917800	10,353,691.78	10,375,800.00
15,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3ZA	.500	8/28/15	.450	100.156975800	15,023,546.37	15,024,600.00
20,000,000	FED NATL MORTGAGE ASSN DEBS	31398A4M	1.625	10/26/15	.870	102.256433950	20,451,286.79	20,697,400.00
4,365,000	FED FARM CR BKS CALLABLE	31331K2S	1.170	12/14/15	1.192	99.981363345	4,364,186.51	4,368,797.55
7,300,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3FA	1.100	12/30/15	1.115	100.000000000	7,300,000.00	7,349,275.00
15,000,000	UNITED STATES TREAS NTS	912828PM	2.125	12/31/15	.433	105.309427867	15,796,414.18	15,798,000.00

73,240,000					.609		74,909,195.95	75,236,887.55

==> 0008 ITEMS IN SUBTOTAL FOR ==> FINAL-MATURITY.. ==> 2015 <==

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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
10,000,000	UNITED STATES TREAS NTS	912828QR	1.500	6/30/16	.656	103.049550400	10,304,955.04	10,363,300.00
25,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACW	2.000	8/25/16	1.295	102.684188760	25,671,047.19	26,290,000.00
20,000,000	FEDERAL HOME LOAN MTG CORP	3134G3BT	1.625	11/23/16	1.699	99.996156800	19,999,231.36	20,015,400.00
20,000,000	FED HOME LOAN MORTGAGE CORP BDS	3134G3CB	1.625	12/05/16	1.196	100.041247350	20,008,249.47	20,024,600.00
10,000,000	FED NATL MORTGAGE ASSN DEBS	3136FTUZ	1.400	12/30/16	1.419	100.000000000	10,000,000.00	10,115,800.00
5,000,000	FED NATL MORTGAGE ASSN DEBS	3136FTUZ	1.400	12/30/16	1.419	100.000000000	5,000,000.00	5,057,900.00
90,000,000					.501		90,983,483.06	91,867,000.00

====> 0006 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2016 <====

20,000,000	FED NATL MORTGAGE ASSN DEBS	3136FTYG	1.000	1/30/17	1.026	99.949920850	19,989,984.17	20,048,200.00
15,000,000	FEDERAL HOME LOAN BANKS	313379FW	1.000	6/09/17	.836	100.789085067	15,118,362.76	15,132,000.00
35,000,000					1.299		35,108,346.93	35,180,200.00

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

534,517,917					.085		539,531,841.13	542,302,323.47
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====> 0055 ITEMS IN SUBTOTAL FOR ====> FUND-NAME..... ====> BOND PROCEEDS INV POOL2 TAXABL <

Fixed Income - Standard Report New Mexico State Treasurers Office (06677) October 2012

Account / Holdings	Market Value	Cost	% of Total	Coupon Rate	Modified Duration	Option Adjusted Spread	Spread Duration	Static Yield	Effective Duration	Effective Convexity	Weighted Average Life	Yield to Maturity	Moody Quality Rating	S&P Quality Rating
Taxable Bond Proceeds(10933900)	545,003,098.68	544,612,940.04	100.00%	1.54	1.84	5.22	0.79	0.34	1.31	(0.02)	1.89	0.53		
FIXED INCOME + CASH AND CASH EQUIVALENT	545,003,098.68	544,612,940.04	100.00%	1.54	1.84	5.22	0.79	0.34	1.31	(0.02)	1.89	0.53	Agy	AA
Fixed Income	533,382,116.78	533,013,193.04	97.87%	1.57	1.87	5.32	0.79	0.34	1.32	(0.02)	1.92	0.53	Agy	AA
Corporates	15,018,157.50	15,000,000.00	2.76%	0.33	0.75	10.37	0.75	0.30	0.75	0.01	0.75	0.30	Aaa	AAA
Financial Institutions	15,018,157.50	15,000,000.00	2.76%	0.33	0.75	10.37	0.75	0.30	0.75	0.01	0.75	0.30	Aaa	AAA
Government Related	319,565,419.88	319,854,013.35	58.84%	1.83	2.20	10.17	1.28	0.40	1.29	(0.06)	2.28	0.72	Aaa	AA
Agencies	307,930,518.56	308,254,923.35	56.50%	1.83	2.23	9.65	1.28	0.40	1.29	(0.07)	2.30	0.73	Agy	AA+
Local Authorities	11,634,901.32	11,599,090.00	2.13%	1.95	1.27	23.98	1.27	0.48	1.27	0.03	1.29	0.48	Aa2	NR
Treasuries	198,798,539.40	198,159,179.69	36.45%	1.24	1.42	(2.87)	0.00	0.24	1.42	0.04	1.44	0.24	Govt	AA+
Treasuries	198,798,539.40	198,159,179.69	36.48%	1.24	1.42	(2.87)	0.00	0.24	1.42	0.04	1.44	0.24	Govt	AA+
Cash And Cash Equivalent	11,620,981.90	11,599,747.00	2.13%	0.53	0.74	0.76	0.74	0.51	0.74	0.01	0.75	0.53	Caa3	CC
Short Term Investment	11,620,981.90	11,599,747.00	2.13%	0.53	0.74	0.76	0.74	0.51	0.74	0.01	0.75	0.53	Caa3	CC
Certificate Of Deposit	10,221,043.92	10,200,000.00	1.88%	0.57	0.84	0.37	0.84	0.57	0.84	0.01	0.85	0.57	NR	NR
Repurchase Agreements	93,579.08	93,577.52	0.02%	0.60	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	AAA
STIF	1,306,358.90	1,306,169.48	0.24%	0.17								0.17	Aaa	AAA

Fixed Income - Standard Report
New Mexico State Treasurers Office (06677)
 October 2012

Account / Holdings	Security ID	Country ID	Currency ID	Units	Market Value	Cost	% of Total	Coupon Rate	Maturity Date	Modified Duration	Option Adjusted Spread	Spread Duration	Static Yield	Effective Duration	Effective Conv. Int.	Weighted Average Life	Yield to Maturity	Moody Quality Rating	Market Price	S&P Quality Rating
Certificate Of Deposit					10,221,043.92	10,200,000.00	1.88%	0.57		0.84	0.37	0.84	0.57	0.84	0.01	0.85	0.57	NR	36.31	NR
WESTERN BANK ALAMOGORDO	9PV991AD3	US	USD	2,500,000	2,504,241.12	2,500,000	0.46%	0.60	22/07/2013	0.72	0.40	0.72	0.60	0.72	0.01	0.73	0.60	NR	0.00	NR
WESTERN BANK ALAMOGORDO	9PV991AH4	US	USD	1,100,000	1,106,539.75	1,100,000	0.20%	0.70	27/12/2012	0.16	0.57	0.16	0.70	0.16	0.00	0.16	0.70	NR	100.00	NR
WESTERN COMMERCE BANK	9PV996AC4	US	USD	4,000,000	4,005,315.10	4,000,000	0.73%	0.50	15/01/2014	1.20	0.26	1.20	0.50	1.20	0.02	1.21	0.50	NR	0.00	NR
WESTERN BANK CLOVIS	9PV99WAD5	US	USD	2,600,000	2,604,947.95	2,600,000	0.48%	0.60	15/07/2013	0.70	0.41	0.70	0.60	0.70	0.01	0.71	0.60	NR	100.00	NR
Repurchase Agreements					93,579.08	93,577.52	0.02%	0.60		0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA
REPO BANK OF NEW YORK/SOUTH STREET SECS	99CU50090	US	USD	93,578	93,579.08	93,577.52	0.02%	0.60	01/11/2012	0.00	54.00	0.00	0.60	0.00	0.00	0.00	0.60	Aaa	0.00	AAA
STIF					1,306,358.90	1,306,169.48	0.24%	0.17									0.17	Aaa	1.00	AAA
LGIP POOL PARTICIPANT	892998X00	US	USD	1,306,169	1,306,358.90	1,306,169.48	0.24%	0.17									0.17	Aaa	1.00	AAA



9. Portfolio Summary- Severance Tax Bonding Fund

Portfolio Summary – Severance Tax Bonding Fund

Summary

- The Severance Tax Bonding Fund closed the month of October at \$155 Million.
- The Severance Tax Bonding Fund earned \$33,599 during October.
- The Severance Tax Bonding Fund earned \$69,167 during FY2013.

Portfolio Mix

- Severance Tax Bonding Fund Proceeds are invested in the LGIP and the overnight repurchase agreement pool.
- Severance Taxes are remitted to the Treasury on a monthly basis and range between \$30-35MM per month.
- 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.
- STBF balances will be decreased at the end of December to meet Debt Service Costs and also transferred to the Severance Tax Permanent Fund managed by the State Investment Council.

Investment Strategy

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

STATE OF NEW MEXICO

STB FUND (4001)

Portfolio Classification Summary

Positions Held as of 10/31/12

TXN BASIS: SETTLEMENT
 MKT-SOURCE: IDC-PREFERED+
 AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	1	.6083	.00270	139,473,606	139,473,606	139,473,606		89.490
UNITS - INVESTMENT POOL 1	1			16,379,795	16,379,795	16,379,795		10.510
	<u>2</u>	<u>.5444</u>	<u>.00270</u>	<u>155,853,401</u>	<u>155,853,401</u>	<u>155,853,401</u>		<u>100.000</u>

SOURCE: VisualQED
 MODEL: INVENTORY
 USER: WRIGHT
 RUN: 11/27/12 @ 15:12:24
 BASIS: SETTLEMENT (SIC FROM QMARKET-LIBRARY)
 AS-OF: 10/31/12
 AMRTZD: BOOK VALUES AMORTIZED THROUGH 10/31/12

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

PAGE: 17

POSITION-SIZ	DESCRIPTION	CUSIP#	RATE	MATURITY	YIELD	UNIT-BOOK	CURRENT BK	LOC-MKT-VALUE
16,379,795 UNITS - INVESTMENT POOL 1		UNITS001				.999999988	16,379,794.80	16,379,795.00
16,379,795					2.784		16,379,794.80	16,379,795.00

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

139,473,606 OVERNIGHT REPO		1101RP	.600	11/01/12	.608	100.000000108	139,473,606.15	139,473,606.15
139,473,606					.327		139,473,606.15	139,473,606.15

====> 0001 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2012 <====

155,853,401					.293		155,853,400.95	155,853,401.15
-------------	--	--	--	--	------	--	----------------	----------------

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



10. Broker Dealer Activities

Broker-Dealer Activities

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

New Mexico State Treasurer's
Executive Summary of Investment Activity
Summary of Broker Participation
Purchases and Sales By Broker, Market & Security Type
All Funds
2012-2013

Volume at Par

(\$ in thousands)

Broker/Dealer:	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	Jan-13	Feb-13	Mar-13	Apr-13	May-13	Jun-13	YTD Total	YTD Percent
Arbor Research and Trading	-	-	-	-	-	-	-	-	-	-	-	-	-	0.0%
Bank of America/MLPFS	25,000	-	25,000	-	-	-	-	-	-	-	-	-	-	4.7%
Bank of Oklahoma (Bk ABQ)	-	-	760	-	-	-	-	-	-	-	-	-	50,000	0.1%
Barclays	41,790	7,500	30,000	13,000	-	-	-	-	-	-	-	-	760	8.7%
BB&T/Scott & Stringfellow	-	-	-	-	-	-	-	-	-	-	-	-	92,290	0.0%
BNP Paribas	101,100	66,000	26,000	-	10,000	-	-	-	-	-	-	-	-	19.1%
Cantor Fitzgerald	-	-	-	-	-	-	-	-	-	-	-	-	203,100	0.0%
Citigroup	25,000	-	2,970	10,000	15,000	-	-	-	-	-	-	-	-	5.0%
Credit Suisse Securities	-	20,000	-	-	-	-	-	-	-	-	-	-	52,970	1.9%
Deutsche Bank	90,000	-	-	19,050	-	-	-	-	-	-	-	-	20,000	10.3%
FTN Financial	-	-	1,760	-	20,000	-	-	-	-	-	-	-	109,050	2.1%
George K. Baum & Company	8,400	-	1,550	-	-	-	-	-	-	-	-	-	21,760	0.9%
Goldman Sachs	-	-	-	30,200	-	-	-	-	-	-	-	-	9,950	2.8%
Great Pacific Securities	-	-	-	-	-	-	-	-	-	-	-	-	30,200	0.0%
HSBC	60,000	-	-	-	-	-	-	-	-	-	-	-	-	5.7%
Jefferies	20,000	-	21,690	58,000	-	-	-	-	-	-	-	-	60,000	9.4%
Lawson Financial	-	-	-	-	-	-	-	-	-	-	-	-	99,690	0.0%
Mitsubishi UFJ (Repo)	-	-	-	-	-	-	-	-	-	-	-	-	-	0.0%
Morgan Keegan	-	3,225	-	-	-	-	-	-	-	-	-	-	-	0.3%
Morgan Stanley	10,000	14,250	-	15,000	-	-	-	-	-	-	-	-	3,225	3.7%
Muriel Siebert & Co.	-	-	-	-	-	-	-	-	-	-	-	-	39,250	0.0%
Nomura Securities	10,500	18,000	24,250	-	20,000	-	-	-	-	-	-	-	-	6.9%
Northern Trust	-	-	-	-	-	-	-	-	-	-	-	-	72,750	0.0%
Piper Jaffrey	-	11,280	2,600	-	-	-	-	-	-	-	-	-	-	1.3%
RW Pressprich	-	-	-	-	-	-	-	-	-	-	-	-	13,880	0.0%
Raymond James & Associates	-	-	875	-	-	-	-	-	-	-	-	-	-	0.1%
Robert W. Baird & Co.	5,000	-	4,225	-	-	-	-	-	-	-	-	-	875	0.9%
South Street (Repo Only)	-	-	-	-	-	-	-	-	-	-	-	-	9,225	0.0%
Southwest Securities	-	4,825	-	-	-	-	-	-	-	-	-	-	-	0.5%
Stifel Financial	100	2,195	375	-	-	-	-	-	-	-	-	-	4,825	0.3%
UBS Financial Services	40,000	-	-	-	20,000	-	-	-	-	-	-	-	2,670	5.7%
Vining Sparks	-	-	-	-	-	-	-	-	-	-	-	-	60,000	0.0%
Wedbush Securities	6,470	-	-	-	-	-	-	-	-	-	-	-	-	0.6%
Williams Capital Group	-	-	-	-	15,000	-	-	-	-	-	-	-	6,470	1.4%
Direct Purchase	12,100	4,000	-	15,000	-	-	-	-	-	-	-	-	15,000	2.9%
Interfund	-	37,670	-	14,720	-	-	-	-	-	-	-	-	31,100	4.9%
Total	455,460	188,945	142,055	174,970	100,000	-	-	-	-	-	-	-	1,061,430	100.0%
Market type:														
Column1	Column2	Column3	Column4	Column5	Column6	Column7	Column8	Column9	Column10	Column11	Column12	Column13	Column14	Column15
Primary Market	6,470	66,000	29,035	15,000	35,000	-	-	-	-	-	-	-	151,505	14.3%
Secondary Market	448,990	122,945	113,020	159,970	65,000	-	-	-	-	-	-	-	909,925	85.7%
Total	455,460	188,945	142,055	174,970	100,000	-	-	-	-	-	-	-	1,061,430	100.0%
Security type:														
Column1	Column2	Column3	Column4	Column5	Column6	Column7	Column8	Column9	Column10	Column11	Column12	Column13	Column14	Column15
CD's	12,100	4,000	-	15,000	-	-	-	-	-	-	-	-	31,100	2.9%
Corporate Bonds	-	-	2,250	3,000	15,000	-	-	-	-	-	-	-	20,250	1.9%
TLGP	-	-	-	25,000	-	-	-	-	-	-	-	-	25,000	2.4%
Agencies	236,790	39,750	25,000	58,200	75,000	-	-	-	-	-	-	-	434,740	41.0%
Commercial Paper	140,000	66,000	25,000	-	-	-	-	-	-	-	-	-	231,000	21.8%
MBS	-	-	-	-	-	-	-	-	-	-	-	-	-	0.0%
Treasuries	51,600	20,000	75,250	59,050	10,000	-	-	-	-	-	-	-	216,900	20.3%
Municipal/Sponge	14,970	59,195	14,555	14,720	-	-	-	-	-	-	-	-	103,440	9.7%
ABS	-	-	-	-	-	-	-	-	-	-	-	-	-	0.0%
Money Markets	-	-	-	-	-	-	-	-	-	-	-	-	-	0.0%
Total	455,460	188,945	142,055	174,970	100,000	-	-	-	-	-	-	-	1,061,430	100.0%

STATE OF NEW MEXICO

Summary of Fixed-Income Purchases and Sales

TRADES During The Period 10/01/12 Through 10/31/12

TXN-DATE	CUSIP#	ASSET-TYPE	INVT#	ISSUE-NAME	RATE	MATURITY	YIELD	BRKR/DLR/AGENT	FUND	PAR-VALUE	COST/PROCEEDS	GAIN/LOSS	NMT-CALL
PURCHASE TRANSACTIONS													
10/15/12	01033690	CERTIFICATES OF	17655	FIRST NATIONAL BANK SAN	.550	10/15/14	.5500	SYSTEM - UNIDEN	1001	10,000,000.00	10,000,000.00		
10/15/12	10336906	CERTIFICATES OF	17654	FIRST NATIONAL BANK SAN	.400	10/15/13	.4000	SYSTEM - UNIDEN	1000	5,000,000.00	5,000,000.00		
10/17/12	912828EE	US TREASURY NOT	17021	UNITED STATES TREAS NTS	4.250	8/15/15	.3780	DEUTSCHE BANK S	1001	9,050,000.00	10,030,298.83		
10/17/12	912828TG	US TREASURY NOT	17407	UNITED STATES TREASURY	.00	7/31/17	.7229	GOLDMAN, SACH.	1001	5,200,000.00	5,145,562.50		
10/26/12	912828RN	US TREASURY NOT	17755	UNITED STATES TREASURY	.250	10/31/13	.2111	JEFFRIES & CO	4101	20,000,000.00	20,007,812.50		
10/11/12	13380L9	AGENCY US BOND	17636	FEDERAL HOME LOAN BANKS	.500	11/20/15	.4258	JEFFRIES & CO	1001	13,000,000.00	13,029,731.00		
10/25/12	3133XHZK	AGENCY US BOND	17738	FEDERAL HOME LOAN BANKS	4.750	12/16/16	.6943	CITIGROUP GLOBA	1001	10,000,000.00	11,652,000.00		
10/17/12	3137EADL	AGENCY US NOTES	17682	FEDERAL HOME LOAN MORTG	1.000	9/29/17	.8882	MORGAN STANLEY	1001	15,000,000.00	15,080,850.00		
10/25/12	3135G0PQ	AGENCY US NOTES	17739	FEDERAL NATIONAL MORTGA	.875	10/26/17	.9701	JEFFRIES & CO	1001	15,000,000.00	14,930,535.00		
10/19/12	362550KT	MUNI US 0/360	17714	GADSDEN N MEX INDPT SCH	2.000	8/15/13	.4009	STO INTERFUND T	4002	2,245,000.00	2,273,938.05		
10/19/12	362550KU	MUNI US 30/360	17715	GADSDEN N MEX INDPT SCH	2.000	8/15/14	.5003	STO INTERFUND T	4002	2,005,000.00	2,059,054.80		
10/19/12	54422NDB	MUNI US 30/360	17712	LOS ALAMOS N MEX PUB SC	2.000	8/01/13	.4010	STO INTERFUND T	4002	785,000.00	794,631.95		
10/19/12	798359JP	MUNI US 30/360	17713	SAN JUAN CNTY N MEX CEN	2.000	8/01/13	.4010	STO INTERFUND T	4002	1,700,000.00	1,720,859.00		
10/19/12	802751DL	MUNI US 30/360	17718	SANTA ROSA N MEX CONS S	1.000	5/15/14	.5001	STO INTERFUND T	4002	200,000.00	201,550.00		
10/19/12	802751DM	MUNI US 30/360	17717	SANTA ROSA N MEX CONS S	1.000	5/15/15	.6502	STO INTERFUND T	4002	225,000.00	226,993.50		
10/19/12	802751DK	MUNICIPAL BOND	17711	SANTA ROSA N MEX CONS S	1.000	5/15/13	.4004	STO INTERFUND T	4002	200,000.00	200,668.00		
10/26/12	22087WAC	CORP US DISC AC	17754	CORUS CONSTRUCTION VENT		10/25/13	.3035	BARCLAYS	4101	3,000,000.00	2,990,940.00		
17 PURCHASES DURING PERIOD TOTAL.....										112,610,000.00	115,345,425.13		
SALE TRANSACTIONS													
10/12/12	912828RW	US TREASURY NOT	17315	UNITED STATES TREASURY	.125	12/31/13		DEUTSCHE BANK S	1001	10,000,000.00	9,987,109.38	157.46	
10/25/12	912828PR	US TREASURY NOT	15311	UNITED STATES TREASURY	.625	1/31/11		BARCLAYS	1001	10,000,000.00	10,012,890.63	8,305.77	
10/25/12	912828QK	US TREASURY NOT	15312	UNITED STATES TREAS NTS	.625	2/28/13		JEFFRIES & CO	1001	10,000,000.00	10,016,406.25	11,346.86	
10/17/12	17313YAJ	CORP US NOTE 0	4893	CITIGROUP FUNDING INC.	2.250	12/10/12		GOLDMAN, SACH.	0000	25,000,000.00	25,074,750.00	20,823.68	
10/19/12	362550KT	MUNI US 30/360	15589	GADSDEN N MEX INDPT SCH	2.000	8/15/13		STO INTERFUND T	1001	2,245,000.00	2,273,938.05	3,641.37	
10/19/12	362550KU	MUNI US 30/360	15590	GADSDEN N MEX INDPT SCH	2.000	8/15/14		STO INTERFUND T	1001	2,005,000.00	2,059,054.80	12,787.01	
10/19/12	54422NDB	MUNI US 30/360	16410	LOS ALAMOS N MEX PUB SC	2.000	8/01/13		STO INTERFUND T	1001	785,000.00	794,631.95	-3.33	
10/19/12	802751DK	MUNI US 30/360	16447	SANTA ROSA CSD #8 NM	1.000	5/15/13		STO INTERFUND T	1001	200,000.00	200,668.00	-55.84	
10/19/12	802751DL	MUNI US 30/360	16451	SANTA ROSA CSD #8 NM	1.000	5/15/14		STO INTERFUND T	1001	200,000.00	201,550.00	.60	
10/22/12	798359JP	MUNI US 30/360	17100	SAN JUAN CNTY N MEX CEN	2.000	8/01/13		STO INTERFUND T	1001	1,700,000.00	1,720,859.00	-1,332.38	
10/22/12	802751DM	MUNI US 30/360	16449	SANTA ROSA CSD #8 NM	1.000	5/15/15		STO INTERFUND T	1001	225,000.00	226,993.50	-.31	
11 SALES DURING PERIOD TOTAL.....										62,360,000.00	62,568,851.56	55,670.89	
== GRAND-TOTAL ==>										174,970,000.00	177,914,276.69	55,670.89	

*** END-OF-REPORT ***



11. State Agency Deposit Balances

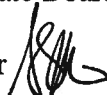


James B. Lewis
State Treasurer

STATE OF NEW MEXICO
OFFICE OF THE TREASURER

Mark F. Valdes
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

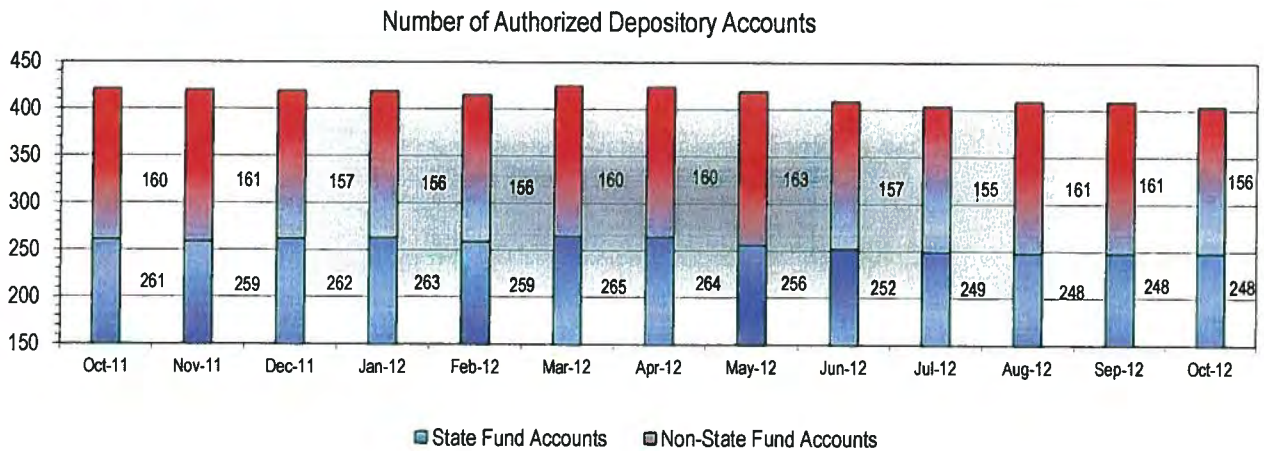
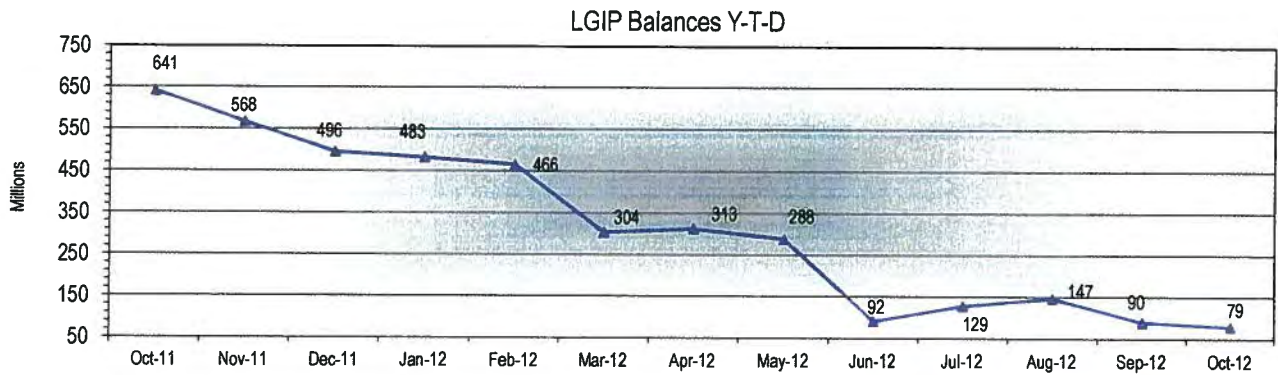
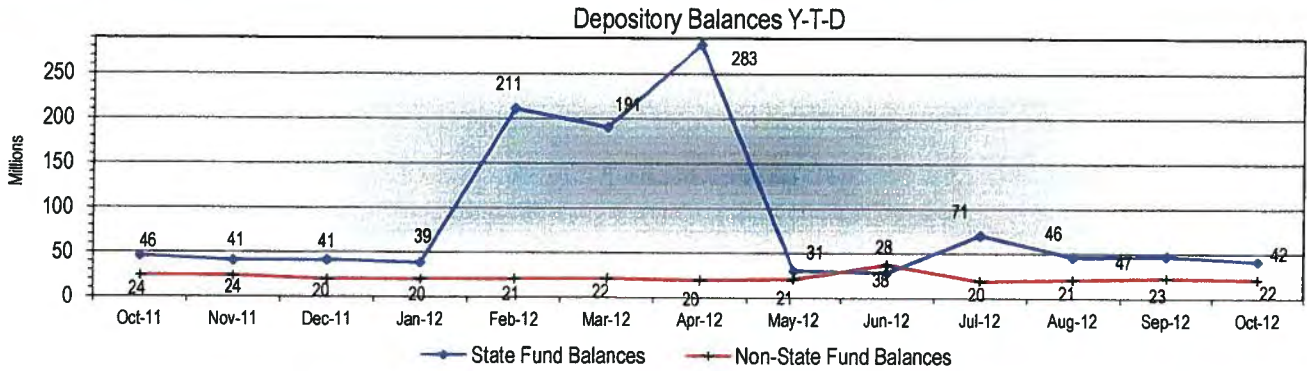
Date: November 27, 2012
To: James B. Lewis, State Treasurer
For: Governor Martinez and Members of the State Board of Finance
From: Samuel K. Collins, Jr., State Cash Manager 
Subject: State Fund Deposit Activity for the month ending October 31, 2012

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 October 31, 2012.

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 October 31, 2012

(Attachments)

Depository Account Summary - October 20 2



Depository accounts authorized in September 2012 pursuant to Section 6-1-13 NMSA :

Depository accounts closed in October 2012: 3 12th District Court

Depository Account Summary by Agency

October 2012

STATE FUNDS

NON-STATE FUNDS

AGENCY	# OF ACCTS.	BALANCE
AOC (fines, fees etc.)	50	\$3,044,547
BERN. CO. METRO COURT	2	\$410,156
1-13 DISTRICT ATTORNEY	6	\$44,997
EDUCATION RETIREMENT BOARD	1	\$19,799
TAXATION & REVENUE DEPT.	29	\$170,157
PUBLIC SCHOOL INS. AUTHORITY	6	\$25,873,615
PUBLIC DEFENDER	1	\$585
SECRETARY OF STATE	1	\$0
STATE TREASURER (JDC)	28	\$225,287
STATE TREASURER (OTHER INVEST)	0	\$0
NM RACING COMMISSION	7	\$471,757
SPACEPORT AUTHORITY	1	\$1,483,708
DEPT. OF GAME & FISH	2	\$86,559
SOUTHWEST REGION ED.	1	\$2,081,670
ENERGY & MINERALS	4	\$486,072
COMMISSION PUBLIC LAND	2	\$67,329
STATE ENGINEER'S OFFICE	3	\$146,645
IRRG WKS CONST	1	\$252,262
COMMISSION FOR THE BLIND	1	\$0
HUMAN SERVICES DEPT.	5	\$28,738
WORKFORCE SOLUTIONS	6	\$4,862,031
DIVISION OF VOCATIONAL REHAB	1	\$83,981
MINER'S HOSPITAL	1	\$1,439,663
DEPARTMENT OF HEALTH	76	\$239,786
ENVIRONMENT DEPARTMENT	1	\$0
CORRECTIONS DEPARTMENT	5	\$1,345
DEPT. OF PUBLIC SAFETY	2	\$49,404
HIGHWAY & TRANSPORTATION	4	\$1,252
CENTRAL REGIONAL CO-OP	1	\$267,030

AGENCY	# OF ACCTS.	BALANCE
AOC (Bonds)	50	
1ST JUDICIAL DIST. COURT	3	\$1,303,828
2ND JUDICIAL DIST. COURT	2	\$963,021
3RD JUDICIAL DIST. COURT	2	\$1,398,616
4TH JUDICIAL DIST. COURT	4	\$67,929
5TH JUDICIAL DIST. COURT	3	\$1,449,694
6TH JUDICIAL DIST. COURT	3	\$273,681
7TH JUDICIAL DIST. COURT	4	\$142,871
8TH JUDICIAL DIST. COURT	4	\$441,308
9TH JUDICIAL DIST. COURT	3	\$599,324
10TH JUDICIAL DIST. COURT	2	\$280,762
11TH JUDICIAL DIST. COURT	10	\$1,276,685
12TH JUDICIAL DIST. COURT	4	\$882,663
13TH JUDICIAL DIST. COURT	57	\$3,311,502
BERNALILLO CO. METRO COURT	2	\$800,414
6TH DISTRICT ATTORNEY	3	\$31,179
7TH DISTRICT ATTORNEY	1	\$1,719
10TH DISTRICT ATTORNEY	1	\$362
11TH JUDICIAL DIST. ATTORNEY	1	\$10,268
ATTORNEY GENERAL	1	\$8,064
LGIP	4	\$79,442,288
PUBLIC REG. COMMISSION	2	\$627,519
NM STATE FAIR	5	\$4,394,839
SOUTHWEST REGION ED.	1	\$15
COMM STATUS OF WOMEN	0	\$0
COMM FOR THE BLIND	2	\$240,755
WORKFORCE SOLUTIONS	0	\$0
MINER'S HOSPITAL	1	\$1,857
DEPARTMENT OF HEALTH	11	\$810,861
CHILDREN, YOUTH & FAMILIES	6	\$89,482
CORRECTIONS DEPARTMENT	11	\$1,790,389
DEPT. OF PUBLIC SAFETY	2	\$28,327
CENTRAL REGION CO-OP	1	\$451,600

Total: 248 \$41,838,375

Total: 156 \$101,121,822

Total Depository Balances: \$142,960,197

Total Depository Accounts: 404

State Fund Balances by Financial Institution

October- 2012

Bank 34/Alamogordo	
Century Bank/Santa Fe	
First National Bank/Alamogordo	109,965
Bank of America/Albuquerque	2,429,300
Wells Fargo Bank/Albuquerque	33,714,424
Compass Bank/Albuquerque	2,463,443
Bank of the West/Albuquerque	631
First American Bank/Artesia	67,891
My Bank/Belen	7,337
Carlsbad National Bank/Carlsbad	2,077
Western Commerce Bank/Carlsbad	68,382
Farmers/Stockmens Bank/Clayton	9,513
First National Bank/Clayton	1,457,267
Bank of Clovis/Clovis	0
Citizens Bank/Clovis	29,948
NM Bank & Trust/Albuquerque	234,220
Community Bank/Santa Fe	3,160
Valley National Bank/Espanola	314
Pinnacle Bank/Gallup	1,621
Grants State Bank/Grants	100
Lea County State Bank/Hobbs	203,291
Citizens Bank/Las Cruces	
Southwest Capitol/Las Vegas	164,001
Community 1st Bank/Las Vegas	54,342
Western Bank/Lordsburg	89,547
Los Alamos National Bank/Los Alamos	19,799
James Polk Stone National Bank/Portales	51,821
International Bank/Raton	80,065
Valley Bank of Commerce/Roswell	105,475
First National Bank of Santa Fe/Santa Fe	0
First State Bank/Socorro	18,900
Centinel Bank/Taos	63,951
US Bank/Albuquerque	170,690
Bank of the Southwest/Roswell	164,823
People's Bank	24,752
AmBank	27,325
Total:	\$41,838,375



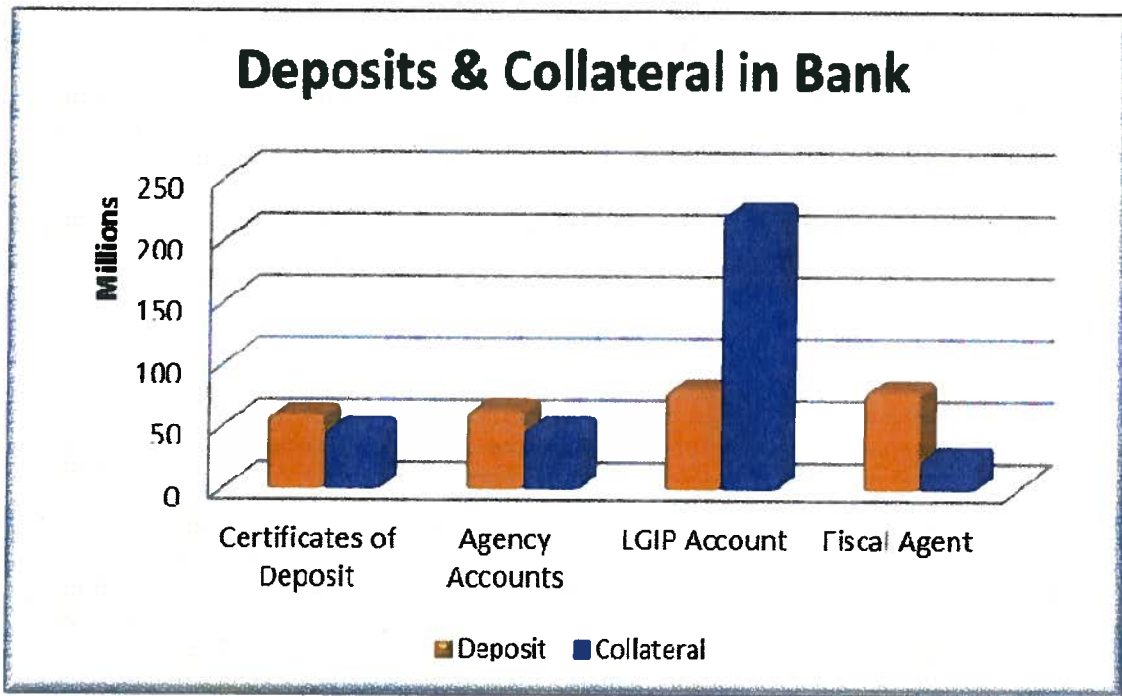
12. Collateral Report on Agency Deposits & CD

Office of the Treasurer

Collateral Summary Review

October 31, 2012

All depository institutions holding public funds for the month ending October 2012 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	\$ 59.0 Million	\$ 47.0 Million	79.7%
Agency Deposit	62.9 Million	47.8 Million	76.1%
LGIP Deposits	79.4 Million	221.8 Million	279.2%
Fiscal Agent	78.5 Million	25.4 Million	32.3%
Totals →	281.9 Million	266.8 Million	122.2%



Office of the Treasurer
Collateral Review
 Accumulated Total by Institution
 October 31, 2012

FINANCIAL INSTITUTION	%	TOTAL DEPOSITS	FDIC / NCUA INSURANCE	LESS INSURANCE COVERAGE	SUBJECT TO BE COLLATERALIZED	COLLATERAL PLEDGED	EXCESS (UNDER)
First National - Alamogordo	50%	548,849	250,000	298,849	149,425	421,637	272,212
Western - Alamogordo	75%	3,600,000	250,000	3,350,000	2,512,500	3,357,059	844,559
Bank of America	50%	2,956,031	992,519	1,963,512	981,756	6,087,887	5,106,131
Bank of the West	50%	69,873,067	250,630	69,622,436	34,811,218	93,773,817	58,962,598
BBVA Compass	102%	2,463,470	2,331,813	131,657	134,290	5,280,356	5,146,065
US Bank	50%	6,473,578	420,691	6,052,887	3,026,444	5,031,807	2,005,363
Wells Fargo	50%	54,175,324	14,440,484	39,734,840	19,867,420	153,702,068	133,834,647
First American	50%	67,891	67,891	0	0	0	0
My Bank	102%	2,243,616	257,337	1,986,279	2,026,005	2,295,000	268,995
Carlsbad National	50%	2,077	2,077	0	0	0	0
Western Commerce	50%	4,068,382	250,950	3,817,432	1,908,716	3,017,832	1,109,116
Farmers & Stockmen	75%	3,090,482	262,370	2,828,112	2,121,084	3,147,588	1,026,504
First National - Clayton	50%	1,457,267	250,000	1,207,267	603,634	1,695,710	1,092,076
Bank of Clovis	50%	597,998	597,998	0	0	597,998	597,998
Citizens - Clovis	50%	29,948	29,948	0	0	0	0
NM Bank & Trust	50%	234,220	234,220	0	0	250,000	250,000
Western - Clovis	50%	3,100,000	250,000	2,850,000	1,425,000	1,455,218	30,218
Valley National	102%	314	314	0	0	0	0
Pinnacle	50%	1,621	1,621	0	0	0	0
Grants State	50%	89,495	89,495	0	0	0	0
Lea County State	50%	203,291	203,291	0	0	0	0
Citizens - Las Cruces	50%	3,590	3,590	0	0	0	0
Southwest Capital	50%	749,411	282,148	467,263	233,632	756,271	522,639
Community 1st - Las Vegas	50%	54,342	54,342	0	0	1,000,000	1,000,000
Western - Lordsburg	50%	116,996	116,996	0	0	0	0
Los Alamos National	75%	19,799	19,799	0	0	0	0
James Polk Stone Communi	50%	503,421	503,421	0	0	0	0
International	50%	162,889	162,889	0	0	450,000	450,000
Bank of the Southwest	50%	425,949	256,811	169,139	84,569	639,547	554,977
Valley Commerce	50%	105,476	105,476	0	0	0	0
Century	50%	24,635,325	250,000	24,385,325	12,192,663	21,380,000	9,187,338
Community	102%	241,810	241,810	0	0	0	0
First National - Santa Fe	50%	15,000,000	15,000,000	0	0	8,122,686	8,122,686
First State	50%	62,139	62,139	0	0	0	0
AM	50%	27,325	27,325	0	0	0	0
Centinel	50%	63,954	63,954	0	0	0	0
Peoples	75%	24,752	24,752	0	0	0	0
BANK'34	102%	2,160,883	2,160,883	0	0	2,035,936	2,035,936
Union Savings	50%	2,000,000	250,000	1,750,000	875,000	2,143,178	1,268,178
Guadalupe Credit	50%	250,000	250,000	0	0	0	0
201,884,978		41,269,979	160,614,999	82,953,354	316,641,592	233,688,220	