



STATE OF NEW MEXICO
OFFICE OF THE TREASURER

THE HONORABLE TIM EICHENBERG
State Treasurer

SAMUEL K. COLLINS, JR.
Deputy State Treasurers

**STATE TREASURER'S
INVESTMENT COMMITTEE**
State Treasurer's conference room



Santa Fe River Canyon - New Mexico Tourism Department (James Orr)
Petroglyphs, chipped into the rock, can date back centuries. These petroglyphs are along the Santa Fe River. Several other sites around New Mexico protect the ancient rock drawings, while also allowing easy public access to view them.

Wednesday May 10, 2017
9:00am



1. Approval of May 10, 2017 Agenda



STATE OF NEW MEXICO
OFFICE OF THE TREASURER

Tim Eichenberg
The Honorable State Treasurer

Sam Collins
Deputy State Treasurer

STATE TREASURER'S INVESTMENT COMMITTEE
Treasurer's Conference Room
Wednesday, May 10, 2017 9:00 a.m.

MEETING AGENDA (5 Min)

Roll Call

1. Approval of May 10, 2017 Agenda
2. Approval of April 12, 2017 Minutes
3. Public Comments

Action
Action

INVESTMENT REPORTS (45 min)

4. Executive Summary (Vikki Hanges)
5. Investment Policy Compliance Report (Arsenio Garduño)
6. Investment Accounting Report (Sam Collins)
7. Cash Projections (Arsenio Garduño)
8. Investment Advisor – March 2017 Quarterly Investment Report (Deanne Woodring)
9. Quarterly Investment Review (Vikki Hanges)
10. Portfolio Summary -- General Fund Investment Pool (Vikki Hanges)
11. Portfolio Summary -- Local Government Investment Pool (LGIP) (Jeremy Landrum)
12. Portfolio Summary -- Tax-Exempt Bond Proceeds Investment Pool (Jeremy Landrum)
13. Portfolio Summary -- Taxable Bond Proceeds Investment Pool (Jeremy Landrum)
14. Portfolio Summary -- Severance Tax Bonding Fund (Vikki Hanges)
15. Broker Dealer Activities
16. Credit

Month Ended
March 31, 2017

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

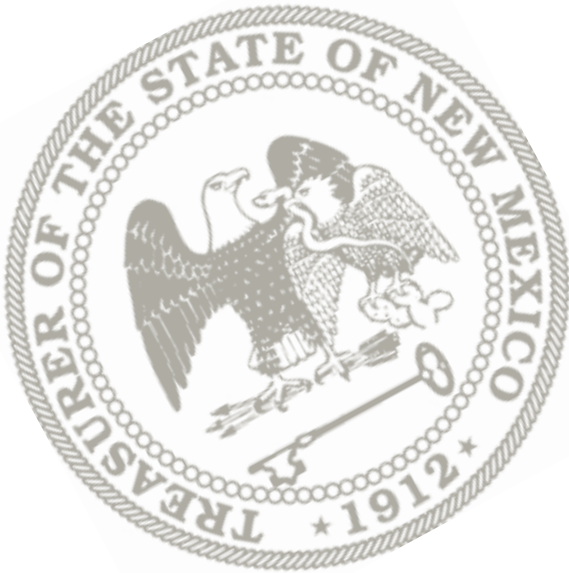
17. State Agency Deposit Balances (Arsenio Garduño)
18. Collateral Report on Agency Deposits & CDs (Arsenio Garduño)

Month Ended
March 31, 2017

Informational
Informational

COMMITTEE REPORTS (5 min)

19. Next Meeting –Wednesday, June 14, 2017 9:00 am
20. Adjournment



2. Approval of April 12, 2017 Minutes

**New Mexico State Treasurer's Office
STIC Committee Meeting
Meeting Minutes
Wednesday, April 12, 2017**

ROLL CALL—QUORUM PRESENT:

A regular meeting of the New Mexico State Treasurer's Investment Committee (STIC) was called to order this date at 9:01 a.m. in the conference room of the State Treasurer's Office (STO), 2055 South Pacheco Street, Suite 100, Santa Fe, New Mexico 87505.

Members Present

The Honorable Tim Eichenberg, New Mexico State Treasurer
Ms. Leila Kleats, Board of Finance Director
Mr. Paul Cassidy, Public Member
Mr. Mark Pike, Public Member (via telephone)

Staff Present

Mr. Samuel Collins, Deputy State Treasurer
Ms. Charmaine Cook, State Cash Manager
Ms. Vikki Hanges, Portfolio Manager
Mr. Jeremy Landrum, Portfolio Manager
Mr. Arsenio Garduño, Collateral Manager

Guests Present

Ms. Deanne Woodring, President, Government Portfolio Advisors
Mr. David Abbey, Director, Legislative Finance Committee
Mr. Jon Clark, Chief Economist, Legislative Finance Committee

On behalf of State Treasurer Tim Eichenberg, Ms. Charmaine Cook called the meeting to order.

1. Approval of April 12, 2017, Agenda

Member Leila Kleats moved approval of the agenda. Motion was seconded by Member Paul Cassidy and passed unanimously by voice vote.

2. Approval of March 8, 2017, Minutes

Member Kleats noted some corrections: On page 10, a bold section at the top that should not be bold; on page 11, item 14, the date should be January 15 (per statute); and on page 12 at the top, Member Cassidy should be listed as a member of STIC, not the State Board of Finance. Member Cassidy moved approval of the minutes with changes. Motion was seconded by Member Kleats and passed unanimously by voice vote.

3. Public Comments

None.

4. Executive Summary

Ms. Vikki Hanges presented highlights of the Executive Summary:

- At the end of February, the State Treasurer managed \$3.3 billion in assets.
- During the month, the office earned approximately \$2.3 million on its investment positions.
- On a mark-to-market basis the portfolios increased \$277,365.
- Yields were higher at the shorter end of the curve (the extreme shorter end even higher), a flattening of the yield curve.
- March 15 Fed meeting: There was a .25% rate hike (from 0.75% to 1.0%), so the short end of the curve has to adjust. The Fed looks at the employment and inflation rates.
- A change last week: The market has fled to quality and the bond market is doing better.
- The bond market is pricing in a 60% rate hike in June and 80% in September.
- The Fed meets on May 3; we might find out more at that time.
- The equity market has been on fire.

Ms. Cook welcomed David Abbey to the meeting.

Member Cassidy noted that it is good that we have a lot of funds in liquidity to take advantage of higher rates; and asked about duration. Ms. Hanges pointed out a chart that indicates where the portfolios are in relation to their benchmarks; all portfolios are at 90% of the benchmarks or below. We are keeping durations shorter to preserve principal and meet cash needs. The State received \$110 million from the Tobacco Settlement Fund, which is carrying us through April (typically a low point) for the General Fund. The core is about \$700 million. At the end of April, we'll know how the tax receipts come in. The five-year will outperform everything else. March returns are at the benchmark or slightly higher; April might be more dramatic.

5. Investment Policy Compliance Report

Mr. Arsenio Garduño presented highlights of the Investment Policy Compliance Report:

- Bond Purchases/Sales for February: Primary \$23,445,494 (9% of total) and secondary \$540,239,000 (91%), for a total of \$563,684,494.
- Variable Rate Notes: \$241,770,000 at the end of February (\$190,845,000 in LGIP, \$7,625,000 in Taxable BPIP, \$32,375,000 in Tax-Exempt BPIP, and \$1,360,000 in STBF), primarily in U.S. government agency securities. No structured notes in February.
- Inter-Portfolio Transactions: 2 in February.
- During February, there were no price discrepancies to report and no balances left at the Custodial Bank.
- Realized Gains (6 sales in February): \$7,119.

- Purchase/Sales Activity (41 = 35 purchases, par value \$506,434,494, + 6 sales, par value \$57,250,000). No noted violations or breaches.
- 13 LGIP repo trades.

Member Cassidy asked if UNM was part of the variable rate note holdings reported; Ms. Hanges said yes. Member Cassidy also thanked Treasurer Eichenberg for assistance with a sponge note for the City of Albuquerque, which was also beneficial to STO and the State (in liquidity portion of General Fund).

6. Investment Accounting Report

Mr. Sam Collins presented highlights of the Investment Accounting Reconciliation Report:

- There were no material differences in February in the reconciliation of QED and JPMorgan (neither market value, the cost, the positions, the earnings, the amortizations, nor the accretions).

Member Kleats asked if the Steve Vigil's position was posted. Mr. Collins said yes; we have posted the job three times, but have never received more than six or eight candidates. We made an offer to one gentleman from ERB, but ERB raised his salary. Ms. Cook noted that STO has an interviewee slated for Friday.

7. Cash Projections

Mr. Garduño presented highlights of Cash Projections:

- General Fund down -\$495,391,978 year-over-year (-29.3%).
- General Fund down -\$331,439,807 month-over-month (-21.7%); February is typically a high month for disbursements due to personal income tax refunds. We did receive some revenue in March.
- The core is 59% of the fund, liquidity is 39%, and the fiscal agent holds 2%.

Mr. Collins noted that there was a tobacco settlement payment of \$109 million on January 5 and \$110 million on April 5 (the latter not reflected in the STIC binder), which makes the numbers look better than they actually are.

8. Portfolio Summary—General Fund Investment Pool

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

- The General Fund Investment Pool (bank balances, liquidity, and core portfolios) closed February at \$1.2 billion. We've continued to keep the duration short due to anticipating cash needs. For the last three months, the portfolio return is one basis point higher than the benchmark. We will net approximately \$475,000 for the month of March.

- At month end, 100% of the General Fund Core portfolio was invested in fixed-income securities: 50% in U.S. government securities; 40% in government-related securities (municipal bonds and agency securities); and ~10% in cash and cash equivalents.
- The benchmark duration for the Core portfolio was 2.14 years.

Treasuries have been behind agencies. Repo rates have been pretty attractive.

9. Portfolio Summary—Local Government Investment Pool

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

- Ending February market value for the LGIP was \$802 million, representing an increase relative to January's reported closing value of \$789.7 million. Albuquerque Public Schools has about \$3 million in the pool.
- In February the fund earned \$370,920.
- For FY17, the fund has earned \$2,343,406.
- Gross yield on the LGIP was 0.574% at the end of February. Net yield to participants was 0.524%.
- For the LGIP, the WAM(R) of 56 days, and WAM (F) of 90 days, were within their maximums of 60 and 120 days respectively. (LGIP WAMs are currently 60 and 94 days for WAM(R) and WAM (F) respectively, so STO has tightened that up a bit.)
- The LGIP purchased \$300 million in U.S. treasuries and \$164.7 million in U.S. agency securities. Approximately \$340 million of these purchases matured in one month or less. The LGIP also sold \$10 million in short US agency securities (at a gain) during the month.
- The LGIP engaged in 13 repo trades during the month, consisting of 4 overnight and 9 term trades. Trade amounts varied in size from \$25 million to \$50 million at rates spanning 0.47% to 0.52%. With the Fed rate hike, repo rates are higher now.

Mr. Collins lauded Mr. Landrum for the growth of the LGIP, which is due to Mr. Landrum's excellent investing practices. Mr. Collins noted that the STO budget continues to be difficult; Treasurer Eichenberg championed a bill to get a larger percentage of the management fee for STO (versus going into the General Fund) to ensure proper oversight. The bill passed both the Senate and House of Representatives, but it was vetoed by the Governor.

Member Pike also noted that Mr. Landrum had done a great job in making the LGIP more attractive to municipalities.

Ms. Deanne Woodring joined the meeting at approximately 9:35 am.

Member Cassidy also praised Mr. Landrum, noting that \$802 million is a high mark for the LGIP since 2008 and asked about the gross yield. Mr. Landrum said 0.72%, and said some of the

credit belongs to Janet Yellen and the Fed. Member Cassidy noted that the San Juan County Treasurer is pleased with the LGIP.

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

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

- The Tax-Exempt BPIP closed the month of February at \$567.8 million vs. \$563.4 million at the end of January.
- The Pool received \$15.3 million in draw requests for capital spending during the month and paid out \$21.4 million for capital projects.
- 100% of the Tax-Exempt BPIP portfolio was invested in fixed income securities: 23% in U.S. treasuries, 63% in U.S. agency securities, 1.5% in commercial paper, 4% in corporate securities, 6% in New Mexico municipal securities, and the balance, approximately 3%, was held in cash equivalents and collateralized New Mexico bank CDs.
- Unrealized gains in the Tax-Exempt BPIP portfolio were -\$779,113 on February 28.
- Monthly net earnings on the portfolio for February were \$440,669.
- Net earnings for FY17 were \$3,531,676.
- The duration of the Tax-Exempt BPIP at the end of February was 1.27 years vs. the benchmark at 1.35 years.
- The Pool purchased \$15 million of 1-month and 3-year U.S. agency securities, \$3.3 million of 3-to-6-month commercial paper, \$2.5 million of a 2-year corporate, and \$3.25 million of a local municipal.
- The Pool sold \$9 million in short U.S. treasuries during the month. All sales were recorded at gains.
- The Tax-Exempt BPIP returned 0.09% for the month of February and 0.29% for the three months ended February 28, 2017, vs. index returns of 0.09% and 0.24% respectively. For the trailing 12 months the pool returned 0.64% vs. 0.46% for the benchmark.

Mr. Abbey asked why there is a municipal bond in the General Fund. Ms. Hanges said that it is a short, seven-day put, UNM variable-rate demand note that resets weekly, but we can put it back to US Bank on a seven-day basis. If we need the cash, it's part of our liquidity program. It's at a very attractive rate (about 0.88%). STO only adds municipals to any of the funds if they are attractive vs. agencies. US Bank is both the remarketing agent and the letter of credit holder.

11. Portfolio Summary—Taxable Bond Proceeds Investment Pool

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

- The Taxable BPIP closed the month of February at \$500 million vs. \$524.2 million in January.

- The Pool received \$22.4 million in draw requests for capital spending during the month and paid out \$24.3 million for capital projects.
- The unrealized gains in the Taxable BPIP were -\$399,650 as of February 28.
- Monthly net earnings on the portfolio for February were \$426,362.
- FY17 net earnings were approximately \$3,603,071.
- The duration of the Taxable BPIP at the end of February was 1.33 years vs. the benchmark at 1.35 years.
- The pool purchased \$1.1 million in 5-month commercial paper and sold \$30 million of short U.S. treasury securities. All sales were executed at gains.
- Purchase yield at the end of February was 1.05% relative to 1.03% at the end of the prior month.
- The Taxable BPIP returned 0.09% for the month of February and 0.27% for the three months ended February 28, 2017, vs. index returns of 0.09% and 0.24% respectively. For the trailing 12 months the Pool returned 0.60% vs. 0.46% for the benchmark.
- The option-adjusted duration of the portfolio is currently 1.22 years vs. 1.39 years for the benchmark.

12. Portfolio Summary—Severance Tax Bonding Fund

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

- The STB Fund closed February at \$188 million.
- Net earnings were \$96,057 for February.
- The STB Fund received \$29 million in February (\$27 million in January).
- Invested in short-term securities.
- Debt service is due July 1; about \$14 million left over after that.

Member Kleats noted that the amount left over is for the set-aside. Ms. Hanges concurred. Must keep \$15 million in for a sponge note.

13. Broker-Dealer Activities

Ms. Cook presented the Broker-Dealer Activities:

- STO received applications for FY18 broker-dealers. The original plan was to present proposed list on April 12 then ask for a recommendation in May; however, we have run into some concerns that the Investment Division had not previously experienced. It is regarding the Campaign Contribution Disclosure Form; difficult to ascertain contribution activity and thus legal counsel for the broker-dealers will not sign off on the form. We will present the list in May and ask for the recommendation (and take to the State Board of Finance) in June; effective July 1.

14. Credit Investing

Ms. Hanges presented highlights of Credit Investing:

- A full list of corporate and money markets is included in the binder.
- The STIC binder included a table of portfolio credit exposure (3.18% of all STO portfolios).

Member Cassidy asked what the yield pickup was as a result of adding credit. Ms. Hanges said we restrict corporate to 10%; therefore, she believes it is not making that much of a difference. However, we can shorten the duration without giving up yield. Microsoft resulted in about 35 basis points over securities; similar with Apple. (Primary offering better than secondary.) Ms. Cook noted that the 10% limit was due to STO not using credit for some time. It's a movable number, but we want to be cautious; and there is a 5% limit by issuer (which we are capping at 3.5%).

Ms. Woodring said the report is very clear and asked if the UNM municipal (with a long maturity) was the one previously spoken of. Ms. Hanges said yes. Ms. Woodring will pull that out in her quarterly report.

15. State Agency Deposit Balances

Mr. Garduño presented highlights of the State Agency Deposit Balances:

- No financial institutions exceeded the statutory limitations on equity capital and deposit ratios for the month of February.
- State Funds: 149 accounts totaling \$253,892,896
- Non-State Funds: 154 accounts totaling \$96,670,324
- Total: \$350,563,220 in 303 accounts (excluding sub-accounts)
- No depository accounts were opened or closed in February.
- Page 94 provides a list of state fund balances by financial institution.

Mr. Abbey and Mr. Clark left the meeting at approximately 10:09 am.

16. Collateral Report on Agency Deposits & CDs

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

- All depository institutions holding public funds for the month ending February 28, 2017, met the minimum collateral requirements.
- Certificates of Deposit: \$41 million; agency accounts, \$286.6 million; LGIP account, \$64 million; and fiscal agent, \$35 million, for a total of \$426.7 million.
- LGIP deposits were 225.2% collateralized.

17. Next Meeting—Wednesday, May 10, 2017, 9:00 am.

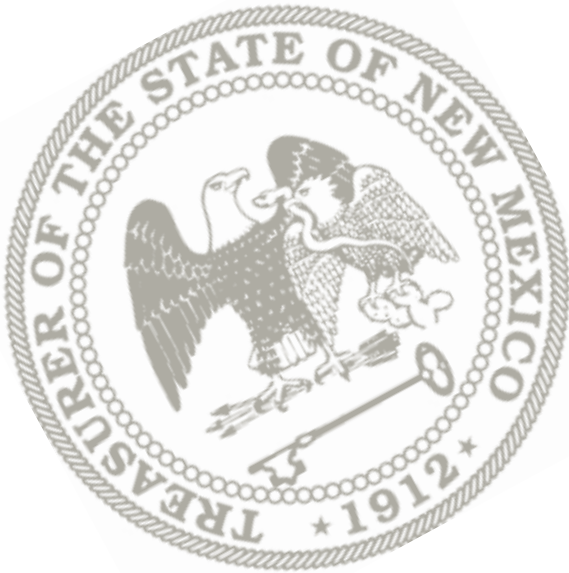
18. Adjournment

Meeting adjourned at 10:12 am.

Minutes were taken by Ms. Julie Filatoff.



3. Public Comments



4. Executive Summary

Executive Summary

- At the end of March, the State Treasurer managed \$3.3 billion in assets.
- During the month, the office earned approximately \$2.4 million on its investment positions.
- On a mark-to-market basis the portfolios decreased \$(1.4) million.
- US equity markets were slightly lower in March, with the S&P 500 Index down 0.04%.
- US Treasury yields were higher for the maturities one year and shorter, as the Fed raised short term interest rates by 0.25%.
- Oil prices decreased 3.4%, during the month of March, closing at \$50.60/barrel.
- The US dollar was weaker vs. the euro at the end of March, down 0.72%, to 1.0652.

Table 1 – Comparative Interest Rates

US Treasury Yields

				<i>Monthly</i>	<i>Qtrly</i>
<u>Maturity</u>	<u>12/31/2016</u>	<u>2/28/2017</u>	<u>3/31/2017</u>	<u>Change</u>	<u>Change</u>
3-Month	0.50%	0.60%	0.75%	0.15%	0.25%
6-Month	0.61%	0.74%	0.90%	0.16%	0.29%
1-Year	0.81%	0.82%	1.02%	0.20%	0.21%
2-Year	1.19%	1.26%	1.25%	-0.01%	0.06%
3-Year	1.45%	1.52%	1.49%	-0.03%	0.04%
5-Year	1.93%	1.93%	1.92%	-0.01%	-0.01%
10-Year	2.44%	2.39%	2.39%	0.00%	-0.05%
30-Year	3.07%	3.00%	3.01%	0.01%	-0.06%

Source: Bloomberg LP

Portfolio Mark-to-Market and Monthly Change

With only slightly higher market yields, the STO portfolios had negative results on a mark-to-market basis for the month of March.

Table 2 - Unrealized Gains and Losses

<u>Fund</u>	<u>Unrealized Gain/Loss¹</u>	<u>Monthly Change in Unrealized Gain/Loss²</u>
General Funds	\$0.2 million	Decreased \$0.5 million
Bond Proceeds Funds	\$(2.1) million	Decreased \$0.7 million
Local Government Investment Pool	Not Material	Not Material
Severance Tax Bonding Fund	Not Material	Not Material

Source: QED

Portfolio Purchase Yields and Durations

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

Table 3 - Portfolio Purchase Yields and Durations

<u>Fund</u>	<u>Purchase Yield⁴</u>	<u>Effective Duration³</u>		
		<u>Portfolio</u>	<u>Benchmark</u>	<u>Percentage</u>
General Fund Liquidity	0.73%	0.01 Years		
General Fund CORE	1.37%	1.84 Years	2.16 Years	85%
Bond Proceeds – Tax Exempt	0.97%	1.12 Years	1.37 Years	82%
Bond Proceeds – Taxable	1.04%	1.22 Years	1.37 Years	89%
Local Government Investment Pool	0.64%	0.17 Years		
Severance Tax Bonding Fund	0.71%	0.07 Years		

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

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

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

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

Benchmark Performance Comparisons

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

Table 4 - Relative Performance of STO Funds

<i>Fund</i>	<i>Performance⁵</i>	
	<i>3 Months</i>	<i>12 Months</i>
General Fund Liquidity	0.11%	0.31%
S&P Government Pools Index (Gross)	<u>0.15%</u>	<u>0.47%</u>
Relative Performance (BPs)	(0.04)%	(0.16)%
General Fund CORE	0.32%	0.14%
BAML 0-5 US Treasury	<u>0.32%</u>	<u>0.03%</u>
Relative Performance (BPs)	0.00%	0.11%
Bond Proceeds - Tax Exempt	0.23%	0.50%
BAML 0-3 US Treasury	<u>0.22%</u>	<u>0.33%</u>
Relative Performance (BPs)	0.01%	0.17%
Bond Proceeds - Taxable	0.23%	0.46%
BAML 0-3 US Treasury	<u>0.22%</u>	<u>0.33%</u>
Relative Performance (BPs)	0.01%	0.13%
Local Government Investment Pool	0.13%	0.46%
S&P Government Pools Index (Gross)	<u>0.15%</u>	<u>0.47%</u>
Relative Performance (BPs)	(0.02)%	(0.01)%
Severance Tax Bonding Fund	0.15%	0.42%
S&P Government Pools Index (Gross)	<u>0.15%</u>	<u>0.47%</u>
Relative Performance (BPs)	0.00%	(0.05)%

Source: JPMorgan, STO Calculations

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

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

Earnings

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

Table 5 - Investment Earnings – Periods ended March, 2017

<i>Fund</i>	<i>Investment Net Earnings⁶</i>		
	<i>Mar FY'17</i>	<i>FY'17 YTD</i>	<i>FY'16 YTD</i>
<i>General Funds</i>	\$975,133	\$9,865,237	\$13,796,677
<i>Bond Proceeds Funds</i>	\$905,413	\$8,040,160	\$7,358,481
<i>Local Government Investment Pool⁷</i>	\$448,931	\$2,791,228	\$1,368,606
<i>Severance Tax Bonding Fund</i>	\$116,321	\$404,069	\$192,831

Source: QED

- The General Funds investment earnings decreased by almost \$4 million in FY2017 vs. the same period in FY2016 as a result of the decline in the total assets, falling from \$1.6 billion to \$1.3 billion. The GF Core is also a smaller percentage of the total Pool, falling to 41% from 73%.
- Bond Proceeds funds have increased investment earnings by almost \$700,000 as a result of higher interest rates.
- The LGIP increased investment earnings by more than \$1.4 million vs. the same period in FY2016 as a result of higher interest rates and larger balances.
- The Severance Tax Bonding Fund increased earnings as a result of higher interest rates.

Compensating Balances at Fiscal Agent Bank

During March, STO maintained Average Daily Collected Balances at the Fiscal Agent Bank of approximately \$33 million. This balance earned a credit against processing fees assessed by the bank.

Table 6 - Compensating Balances at Fiscal Agent Bank

<i>Average Collected Balance</i>	\$33,354,092
<i>Earnings Credit Rate</i>	0.53%
<i>Monthly Earnings</i>	\$15,013
<i>Estimated Fiscal YTD Earnings</i>	\$139,280

Source: Wells, Fargo & Co.

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

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

Monthly Investment Outlook

US Treasury yields were higher in March for maturities one year and shorter and a bit lower for longer maturities. The Fed increased interest rates by 25 basis points at the March 2017 Federal Open Market Committee meeting, pushing short maturity yields upward by between 15 and 25 basis points. Short intermediate to longer maturity yields were less sensitive to the Fed move as the inflation rate remains below target.

Treasury yields benefitted by a flight-to-quality in April as the US launched missile strikes at Syria followed by the drop of the largest non-nuclear bomb on Afghanistan. The French presidential election put pressure on equity markets, giving another boost to Treasury prices as uncertainty surrounding the outcome left questions about the level of French support for the European Union. With the results tallied, the runoff election on May 7, seems to favor the centrist candidate. Equity markets breathing a sigh of relief, rallied strongly.

Short maturities that trade in the context of the Federal Funds rate are holding steady to slightly higher in yield for April so far. The market is pricing in a 70% chance of a rate hike in June, with yields a bit pricey if the Fed does in fact go ahead. We continue to be cautious with regard to portfolio duration exposures, keeping them conservative vs. benchmarks. Liquidity needs and the prospect for higher interest rates are the catalysts for STO's portfolio postures. As always the investment philosophy employed is to maintain safety, liquidity and yield, in that order.

Vikki Hanges
Portfolio Manager

New Mexico State Treasurer
Monthly Fund Summary Report
(Unaudited)
As of March 31, 2017

General Fund	Holdings			Performance				Monthly Earnings			YTD Earnings		
	Cost Basis	Market Value	Unrealized Gain/Loss	12-Month Total Return	Benchmark	Index Return	Relative Performance	Earnings	Change in Gain/Loss	Total	Earnings	Change in Gain/Loss	Total
Cash Balances	\$ 34,905,714	\$ 34,905,714	\$ -										
Liquidity	531,871,983	531,871,983	-	0.31%	S&P LGIP Gross	0.47%	-0.16%	\$ 157,635	\$ -	\$ 157,635	\$ 978,148	\$ -	\$ 978,148
CORE	709,372,120	709,546,546	174,426	0.14%	ML Treasury 0-5	0.03%	0.11%	817,498	(487,545)	329,953	8,887,089	(12,471,133)	(3,584,044)
TRAN	-	-	-	0.00%	All-In Tran TIC	0.00%	0.00%	-	-	-	-	-	-
Totals	\$ 1,276,149,817	\$ 1,276,324,243	\$ 174,426	0.21%	Blended	0.22%	-0.01%	\$ 975,133	\$ (487,545)	\$ 487,588	\$ 9,865,237	\$ (12,471,133)	\$ (2,605,896)

Bond Proceeds Investment Pool (BPIP)	Holdings			Performance				Monthly Earnings			YTD Earnings		
	Cost Basis	Market Value	Unrealized Gain/Loss	12-Month Total Return	Benchmark	Index Return	Relative Performance	Earnings	Change in Gain/Loss	Total	Earnings	Change in Gain/Loss	Total
Tax-Exempt	\$ 472,892,577	\$ 471,555,150	\$ (1,337,427)	0.50%	ML Treasury 0-3	0.33%	0.17%	\$ 469,843	\$ (461,477)	\$ 8,366	\$ 4,001,519	\$ (3,172,173)	\$ 829,346
Taxable	479,953,452	479,237,167	(716,285)	0.46%	ML Treasury 0-3	0.33%	0.13%	435,570	(264,204)	171,366	4,038,641	(3,480,481)	558,160
Totals	\$ 952,846,029	\$ 950,792,317	\$ (2,053,712)	0.48%	Blended	0.33%	0.15%	\$ 905,413	\$ (725,681)	\$ 179,732	\$ 8,040,160	\$ (6,652,654)	\$ 1,387,506

Local Government Investment Pool (LGIP)	Holdings			Performance				Monthly Earnings			YTD Earnings		
	Cost Basis	Market Value	Unrealized Gain/Loss	12-Month Total Return	Benchmark	Index Return	Relative Performance	Earnings	Change in Gain/Loss	Total	Earnings	Change in Gain/Loss	Total
LGIP (See Note 5)	\$ 860,681,119	\$ 860,534,042	\$ (147,077)	0.46%	S&P LGIP Gross	0.47%	-0.01%	\$ 448,931	\$ (199,524)	\$ 249,407	\$ 2,791,228	\$ (252,419)	\$ 2,538,809

Severance Tax Bonding Fund	Holdings			Performance				Monthly Earnings			YTD Earnings		
	Cost Basis	Market Value	Unrealized Gain/Loss	12-Month Total Return	Benchmark	Index Return	Relative Performance	Earnings	Change in Gain/Loss	Total	Earnings	Change in Gain/Loss	Total
STBF	\$ 219,230,892	\$ 219,224,234	\$ (6,658)	0.42%	S&P LGIP Gross	0.47%	-0.05%	\$ 116,321	\$ (28,555)	\$ 87,766	\$ 404,069	\$ (7,159)	\$ 396,910
<i>Estimated Totals (all funds)</i>		\$ 3,306,874,836	\$ (2,033,021)					2,445,798	\$ (1,441,305)	\$ 1,004,493	\$ 21,100,694	\$ (19,383,365)	\$ 1,717,329

Notes:

- (1) These figures are generated using a combination of accrued earnings, realized gains and losses and unrealized gains and losses. They are unaudited and may be subject to revision.
- (2) Account balances fluctuate during the month, holdings are calculated as of month-end. Performance includes adjustments for fund flows during the month.
- (3) Holdings are reported on a "Trade Basis".
- (4) Cash Balances are month-end cash balances at Fiscal Agent Bank (Wells Fargo).
- (5) LGIP Conforms to GASB 31, as such accounting and earnings are reported to participants on an amortized basis.
- (6) Source: STO Records, Fiscal Agent Bank Statements, QED Financial Systems, JPMorgan Custody Reporting.



5. Investment Policy Compliance Report

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

Investment Compliance Review

Primary and Secondary Bond Purchases/ Sales

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

Table 1 - Primary/Secondary Market Volume - March 2017

Primary Bond Volume	\$92,457,000	9%
Secondary Bond Volume	<u>\$728,566,000</u>	<u>91%</u>
Total	\$821,023,000	100%

Source: QED

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

Commissions Paid

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

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

Variable Rate and Structured Note Holdings

At the end of March, total holdings of Variable Rate Notes were \$236,770,000.

Table 2 - Variable Rate Note Holdings - March, 2017

General Fund	\$14,565,000
Tax Exempt BPIP	\$7,625,000
Taxable BPIP	\$32,375,000
LGIP	\$180,845,000
STBF	\$1,360,000
Total Holdings	\$236,770,000

Source: QED

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

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

Transaction Variances and Inter-Portfolio Transactions

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

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

There were 0 inter-portfolio trades during the month.

Unrealized Gains and Losses

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

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

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

Realized Gains and Losses

Realized gains/losses are a result of a difference between amortized cost and the sale proceeds for each position at the time of sale. This amount is booked against investment earnings in the respective accounting period. There were 19 sales which resulted in realized gains/losses.

Table 1 - Realized Gains and Losses on Securities Sold – March 2017

Trade Date	Account	Par Amount	Security	Realized G/L
3/1/2017	STB	10,000,000	T 3/15/17	3,550.00
3/1/2017	BPIP TE	20,000,000	T 1.375 12/31/18	47,953.88
3/1/2017	BPIP TE	15,000,000	FNMA 5.000 5/11/17	1,372.86
3/1/2017	BPIP TE	5,000,000	FNMA 1.000 9/27/17	8,481.60
3/1/2017	BPIP TE	10,000,000	FNMA 3/08/17	522.42
3/1/2017	BPIP TE	10,000,000	NCUA 2.350 6/12/17	1,550.60
3/8/2017	BPIP TE	5,000,000	T .500 7/31/17	1,606.86
3/8/2017	BPIP TX	5,000,000	T .500 7/31/17	1,606.86
3/13/2017	GF CORE	10,000,000	FNMA 1.125 4/27/17	3,618.79
3/13/2017	BPIP TE	2,500,000	SFPS 5.000 8/01/17	570.57
3/13/2017	BPIP TE	3,000,000	ALBMUNI 2.000 8/01/17	1,469.63
3/16/2017	BPIP TE	2,860,000	NMSSEV 5.000 7/1/17	12.45
3/16/2017	BPIP TX	2,000,000	NMSSEV 5.000 7/1/17	1,469.63
3/20/2017	BPIP TE	2,500,000	APPL 1.550 1/24/20	17/80
3/20/2017	BPIP TE	5,000,000	UB BANK 2.000 1/24/20	12.45
3/21/2017	BPIP TE	5,000,000	FAMCA .650 7/10/17	236.05
3/28/2017	BPIP TX	5,000,000	FNMA .875 8/28/17	2,375.66
3/29/2017	BPIPTX	10,000,000	FNMA .875 5/21/18	206.89
Total Realized gain (loss)				<u>76,617.41</u>

Trade Documentation

Purchase/Sales Activity¹

There were a total of 67 security trades tracked during the month of March by the Trade Compliance Officer.

Table 2 – Securities Trades – March 2017

	Quantity	Par-Value	Cost/Proceeds	Realized Gain/Loss
Purchases	48	688,163,000	688,011,264	0
Sales	19	132,860,000	133,129,398	93,092
Totals:	67	821,023,000	821,140,661	93,092

Trade documentation and Investment Processing Compliance

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

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

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

¹ Excludes daily repurchase agreement transactions.

STATE OF NEW MEXICO
Summary of Fixed-Income Purchases and Sales
TRADES During The Period 3/01/17 Through 3/31/17

TXN-DATE	CUSIP#	ASSET-TYPE	INVST#	ISSUE-NAME	RATE	MATURITY	YIELD	BRKR/DLR/AGENT	FUND	PAR-VALUE	COST/PROCEEDS	GAIN/LOSS	NXT-CALL
PURCHASE TRANSACTIONS													
3/13/17	89233GQH	COMMERCIAL PAPE	27509	TOYCC		3/17/17	.7400	ISSUER DIRECT	1001	25,000,000.00	24,998,458.33		
3/16/17	89233GR5	COMMERCIAL PAPE	27533	TOYOTA MOTOR CREDIT		4/05/17	.8504	ISSUER DIRECT	1001	25,000,000.00	24,988,784.72		
3/16/17	89233GTP	COMMERCIAL PAPE	27037	Toyota Motor Credit Co		6/23/17	1.0430	ISSUER DIRECT	4001	1,000,000.00	997,168.89		
3/17/17	30229AR4	COMMERCIAL PAPE	27545	EXXON MOBIL		4/04/17	.8203	ISSUER DIRECT	1001	25,000,000.00	24,991,458.33		
3/20/17	30229AS4	COMMERCIAL PAPE	27231	EXXON MOBIL		5/04/17	.8609	ISSUER DIRECT	4001	3,100,000.00	3,096,741.56		
3/20/17	36960LQW	COMMERCIAL PAPE	27089	GENERAL ELECTRIC CO		3/30/17	.8202	ISSUER DIRECT	4001	2,100,000.00	2,099,569.50		
3/07/17	912796KT	U.S. TREASURY B	27474	UNITED STATES TREASURY		4/20/17	.5754	JEFFRIES & CO	4101	15,000,000.00	14,989,458.33		
3/10/17	912796JJ	U.S. TREASURY B	27499	UNITED STATES TREASURY		3/30/17	.5352	GUGGENHEIM SECU	4101	25,000,000.00	24,992,569.44		
3/10/17	912796JJ	U.S. TREASURY B	27499	UNITED STATES TREASURY		3/30/17	.5402	DEUTSCHE BANK S	4101	25,000,000.00	24,992,500.00		
3/13/17	912796JP	U.S. TREASURY B	27510	UNITED STATES TREASURY		4/27/17	.7717	BMO CAPTIAL MAR	1001	2,447,000.00	2,444,694.11		
3/13/17	912796JP	U.S. TREASURY B	27510	UNITED STATES TREASURY		4/27/17	.7707	MIZUHO SECURITI	1001	7,553,000.00	7,545,891.79		
3/20/17	912796KT	U.S. TREASURY B	27474	UNITED STATES TREASURY		4/20/17	.7004	GUGGENHEIM SECU	4101	20,000,000.00	19,987,944.44		
3/21/17	912796KT	U.S. TREASURY B	27561	UNITED STATES TREASURY		4/20/17	.7504	JEFFRIES & CO	4001	15,000,000.00	14,991,250.05		
3/22/17	912796JX	U.S. TREASURY B	27570	UNITED STATES TREASURY		6/22/17	.7569	BMO CAPTIAL MAR	4001	10,000,000.00	9,980,902.64		
3/28/17	912796LU	U.S. TREASURY B	27592	UNITED STATES TREASURY		9/21/17	.8879	BMO CAPTIAL MAR	4101	10,000,000.00	9,956,536.67		
3/30/17	912796JP	U.S. TREASURY B	27474	UNITED STATES TREASURY		4/27/17	.7274	GUGGENHEIM SECU	4101	40,000,000.00	39,977,382.22		
3/02/17	912828K6	US TREASURY NOT	27439	UNITED STATES TREASURY	.500	4/30/17	.6189	BARCLAYS	4101	40,000,000.00	39,992,187.50		
3/07/17	912828SY	US TREASURY NOT	27467	UNITED STATES TREASURY	.625	5/31/17	.7594	BMO CAPTIAL MAR	4001	10,000,000.00	9,996,875.00		
3/10/17	912828K6	US TREASURY NOT	27439	UNITED STATES TREASURY	.500	4/30/17	.7207	BARCLAYS	4101	25,000,000.00	24,992,187.50		
3/23/17	912828TM	US TREASURY NOT	27573	UNITED STATES TREASURY	.625	8/31/17	.8397	HSBC	4101	20,000,000.00	19,981,250.00		
3/17/17	3133EDJX	AGENCY US FLOAT	27544	FEDERAL FARM CREDIT BAN	.993	4/17/17	.7656	BARCLAYS	4001	1,910,000.00	1,910,284.59		
3/06/17	317705AD	AGENCY US BOND	27462	FINANCING CORPORATION	9.400	2/08/18	1.0516	INTL FCSTONE PA	4002	1,000,000.00	1,076,190.00		
3/09/17	313383PD	AGENCY US BOND	27492	FEDERAL HOME LOAN BANKS	1.250	6/09/17	.8250	BOSC, INC	4001	500,000.00	500,521.06		
3/10/17	3133EEQX	AGENCY US BOND	27500	FEDERAL FARM CREDIT BAN	1.000	9/25/17	.9502	BOSC, INC	4101	1,375,000.00	1,375,369.32		
3/17/17	3133EATE	AGENCY US BOND	27543	FEDERAL FARM CREDIT BAN	.900	6/08/17	.7999	BARCLAYS	4001	3,000,000.00	3,000,636.00		
3/22/17	3133EATE	AGENCY US BOND	27543	FEDERAL FARM CREDIT BAN	.900	6/08/17	.8214	WELLS FARGO SEC	4001	1,000,000.00	1,000,159.00		
3/22/17	3133EE7M	AGENCY US BOND	27571	FEDERAL FARM CREDIT BAN	.650	6/19/17	.8206	INTL FCSTONE PA	4101	3,000,000.00	2,998,770.00		
3/01/17	313589EV	AGENCY US DISC	27435	FEDERAL NATIONAL MORTGA		4/26/17	.6106	MORGAN STANLEY	4001	20,000,000.00	19,981,361.11		
3/01/17	313589GH	AGENCY US DISC	27434	FEDERAL NATIONAL MORTGA		6/01/17	.6701	MORGAN STANLEY	4001	20,000,000.00	19,966,178.33		
3/02/17	313385EX	AGENCY US DISC	27447	FEDERAL HOME LOAN BANKS		4/28/17	.6988	CASTLEOAK SECUR	4001	10,000,000.00	9,989,142.22		
3/02/17	313385EX	AGENCY US DISC	27449	FEDERAL HOME LOAN BANKS		4/28/17	.6958	LOOP CAPITAL MA	4101	20,000,000.00	19,978,377.78		
3/02/17	313385GJ	AGENCY US DISC	27448	FEDERAL HOME LOAN BANKS		6/02/17	.7293	CASTLEOAK SECUR	4001	10,000,000.00	9,981,597.78		
3/03/17	313589DK	AGENCY US DISC	27450	FEDERAL NATIONAL MORTGA		3/23/17	.5101	JEFFRIES & CO	4101	20,500,000.00	20,494,191.67		
3/06/17	313385DT	AGENCY US DISC	27460	FEDERAL HOME LOAN BANKS	2.900	3/31/17	.5802	DAIWA CAPITAL M	4101	30,000,000.00	29,987,916.67		
3/07/17	313589EV	AGENCY US DISC	27476	FEDERAL NATIONAL MORTGA		4/26/17	.6606	RBS	4101	12,000,000.00	11,989,000.00		
3/07/17	880590DH	AGENCY US DISC	27475	TENNESSEE VALLEY AUTHOR		3/21/17	.5801	JEFFRIES & CO	4101	24,700,000.00	24,694,428.78		
3/10/17	313385FU	AGENCY US DISC	27501	FEDERAL HOME LOAN BANKS		5/19/17	.7811	CASTLEOAK SECUR	4001	10,000,000.00	9,985,483.33		
3/13/17	313397ED	AGENCY US DISC	27502	FEDERAL HOME LOAN MORTG		4/10/17	.7184	DAIWA CAPITAL M	4101	20,000,000.00	19,988,831.11		

STATE OF NEW MEXICO
Summary of Fixed-Income Purchases and Sales
TRADES During The Period 3/01/17 Through 3/31/17

TXN-DATE	CUSIP#	ASSET-TYPE	INVST#	ISSUE-NAME	RATE	MATURITY	YIELD	BRKR/DLR/AGENT	FUND	PAR-VALUE	COST/PROCEEDS	GAIN/LOSS	NXT-CALL
3/14/17	880590DQ	AGENCY US DISC	27517	TENNESSEE VALLEY AUTHOR		3/28/17	.7542	TD SECURITIES	1001	20,000,000.00	19,994,554.44		
3/14/17	880590DQ	AGENCY US DISC	27518	TENNESSEE VALLEY AUTHOR		3/28/17	.7542	TD SECURITIES	4101	10,000,000.00	9,997,277.22		
3/21/17	880590DX	AGENCY US DISC	27560	TENNESSEE VALLEY AUTHOR		4/04/17	.7252	WELLS FARGO SEC	4101	35,000,000.00	34,990,131.94		
3/01/17	31359M7X	AGENCY US NOTES	27436	FEDERAL NATIONAL MORTGA	5.000	5/11/17	.6597	BMO CAPTIAL MAR	4001	15,000,000.00	15,124,335.00		
3/09/17	880591EA	AGENCY US NOTES	26241	TENNESSEE VALLEY AUTH	5.500	7/18/17	.9141	INTL FCSTONE PA	4101	1,825,000.00	1,854,614.28		
3/29/17	3135G0JA	AGENCY US NOTES	27606	FEDERAL NATIONAL MORTGA	1.125	4/27/17	.8089	GUGGENHEIM SECU	4001	9,896,000.00	9,898,316.06		
3/29/17	3137EADL	AGENCY US NOTES	27151	FEDERAL HOME LOAN MORTG	1.000	9/29/17	.9359	JEFFRIES & CO	4101	15,000,000.00	15,004,785.00		
3/21/17	3133EHDN	AGENCY US VARIA	27562	FEDERAL FARM CREDIT BAN	.980	3/27/19	.9873	INTL FCSTONE PA	4101	10,000,000.00	9,998,000.00		
3/31/17	ABQ2017B	MUNICIPAL BOND	27620	ABQ SERIES 2017 B	1.201	7/03/17	1.1974	ISSUER DIRECT	1000	11,257,000.00	11,257,000.00		
3/29/17	914692WL	MUNICIPAL BOND	26987	UNIVERSITY N MEX UNIV R	.920	6/01/26	.9200	ISSUER DIRECT	1001	5,000,000.00	5,000,000.00		
48 PURCHASES DURING PERIOD TOTAL.....										688,163,000.00	688,011,263.71		
SALE TRANSACTIONS													
3/01/17	912796QG	U.S. TREASURY B	27305	UNITED STATES TREASURY		3/15/17		DEUTSCHE BANK S	4001	10,000,000.00	9,998,591.67	3,550.00	
3/01/17	912828RY	US TREASURY NOT	24732	UNITED STATES TREASURY	1.375	12/31/18		HSBC	4000	20,000,000.00	20,040,625.00	47,953.88	
3/08/17	912828TG	US TREASURY NOT	21440	UNITED STATES TREASURY	.500	7/31/17		BMO CAPTIAL MAR	4000	5,000,000.00	4,993,554.69	1,606.86	
3/08/17	912828TG	US TREASURY NOT	21441	UNITED STATES TREASURY	.500	7/31/17	.8247	BMO CAPTIAL MAR	4002	5,000,000.00	4,993,554.69	1,606.86	
3/29/17	3130AABG	AGENCY US BOND	26888	FEDERAL HOME LOAN BANKS	1.875	11/29/21		MIZUHO SECURITI	4002	5,000,000.00	4,984,065.00	2,733.55	
3/01/17	31359M7X	AGENCY US NOTES	23141	FEDERAL NATIONAL MORTGA	5.000	5/11/17	.6899	BMO CAPTIAL MAR	4000	15,000,000.00	15,125,235.00	1,372.86	
3/01/17	3135G0ZL	AGENCY US NOTES	21983	FEDERAL NATIONAL MORTGA	1.000	9/27/17	.8203	BMO CAPTIAL MAR	4000	5,000,000.00	5,005,120.00	8,481.60	
3/01/17	3137EADC	AGENCY US NOTES	20441	FEDERAL HOME LOAN MORTG	1.000	3/08/17		WELLS FARGO SEC	4000	10,000,000.00	10,000,990.00	522.42	
3/01/17	62889KAC	AGENCY US NOTES	25651	NCUA GUARN NTS TR 2011-	2.350	6/12/17		WELLS FARGO SEC	4000	10,000,000.00	10,044,266.60	1,550.60	
3/21/17	31315PZT	AGENCY US NOTES	19227	FEDERAL AGRICULTURAL MO	.650	7/10/17		MIZUHO SECURITI	4000	5,000,000.00	4,997,050.00	236.05	
3/28/17	3135G0MZ	AGENCY US NOTES	24770	FEDERAL NATIONAL MORTGA	.875	8/28/17		MIZUHO SECURITI	4002	5,000,000.00	4,999,365.00	2,375.66	
3/29/17	3135G0WJ	AGENCY US NOTES	24547	FEDERAL NATIONAL MORTGA	.875	5/21/18	1.1580	WELLS FARGO SEC	4002	10,000,000.00	9,967,990.00	206.89	
3/13/17	3135G0JA	FED NATL MORTGA	16671	FED NATL MORTGAGE ASSN	1.125	4/27/17		BMO CAPTIAL MAR	1001	10,000,000.00	10,004,470.00	3,618.79	
3/20/17	037833CE	CORP US NOTE 30	27278	APPLE INC	1.550	2/08/19		WELLS FARGO SEC	4000	2,500,000.00	2,500,861.44	2,661.11	
3/20/17	90331HNB	CORP US NOTE 30	27188	US BANK	2.000	1/24/20		MIZUHO SECURITI	4000	5,000,000.00	5,002,500.00	12,544.12	
3/13/17	802088LN	MUNI US 30/360	23421	SANTA FE N MEX PUB SCH	5.000	8/01/17		MORGAN STANLEY	4000	2,500,000.00	2,538,825.00	570.57	
3/16/17	647310R6	MUNI US 30/360	26628	NEW MEXICO ST SEVERANCE	5.000	7/01/17		WELLS FARGO SEC	4000	2,860,000.00	2,895,063.60	17.80	
3/16/17	647310R6	MUNI US 30/360	26629	NEW MEXICO ST SEVERANCE	5.000	7/01/17	.7393	WELLS FARGO SEC	4002	2,000,000.00	2,024,520.00	12.45	
3/13/17	013595UK	MUNICIPAL BOND	26960	ALBUQUERQUE N MEX MUN S	2.000	8/01/17		MORGAN STANLEY	4000	3,000,000.00	3,012,750.00	1,469.63	
19 SALES DURING PERIOD TOTAL.....										132,860,000.00	133,129,397.69	93,091.70	
=== GRAND-TOTAL ==>										821,023,000.00	821,140,661.40	93,091.70	

*** END-OF-REPORT ***

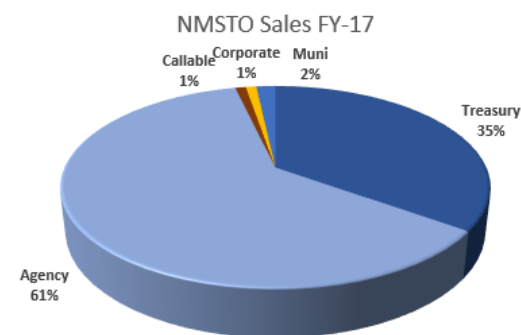
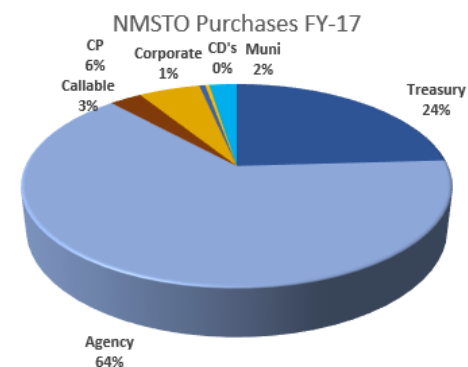
NM State Treasurer's Office

TRADE ACTIVITY FOR MARCH 2017

NM STO Trade Activity FY 2017			Mar-17	
Purchase	Volume	Trades	Volume	Trades
Treasury	803,000,000	41	265,000,000	14
Agency	2,136,666,000	205	325,706,000	26
Callable	96,965,000	18	-	-
CP	185,687,198	34	81,200,000	6
Corporate	17,740,000	6	-	-
CD's	11,700,000	6	-	-
Muni	83,407,000	40	16,257,000	2
Total Purchase	3,335,165,198	350	688,163,000	48

Sale	Volume	Trades	Volume	Trades
Treasury	274,000,000	27	30,000,000	3
Agency	482,919,000	48	85,000,000	10
Callable	7,500,000	1	-	-
Muni	7,500,000	2	7,500,000	2
Total Sale	13,610,000	5	10,360,000	4
Total Volume	3,348,775,198	355	698,523,000	52

LGIP Repo			LGIP Repo	
Overnight	8,695,000,000	156	165,000,000	3
Term	3,480,000,000	80	370,000,000	10
	12,175,000,000	236	535,000,000	13



NM State Treasurer's Office

TRADE ACTIVITY FOR MARCH 2017

Purchase	GF LIQUIDITY (1000)		GF CORE (1001)		BPIP TE (4000)		BPIP TX (4002)		STB (4001)		LGIP (4101)	
	Volume	Trades	Volume	Trades	Volume	Trades	Volume	Trades	Volume	Trades	Volume	Trades
Treasury			10,000,000	2					35,000,000	3	220,000,000	9
Agency			20,000,000	1			1,000,000	1	101,306,000	11	203,400,000	13
Callable												
CP			75,000,000	3					6,200,000	3		
Corporate CD's												
Muni	11,257,000	1	5,000,000	1								
Total Purchase	11,257,000	1	110,000,000	7	-	0	1,000,000	1	142,506,000	17	423,400,000	22
Sale	Volume	Trades	Volume	Trades	Volume	Trades	Volume	Trades	Volume	Trades	Volume	Trades
Treasury					25,000,000	2	5,000,000	1				
Agency			10,000,000	1	45,000,000	5	20,000,000	3	10,000,000	1		
Callable												
Muni					7,500,000	2						
Total Sale					8,360,000	3	2,000,000	1				
Total Volume	11,257,000	1	110,000,000	7	8,360,000	3	3,000,000	2	142,506,000	17	423,400,000	22

LGIP

Overnight											165,000,000	3
Term											370,000,000	10
											535,000,000	13

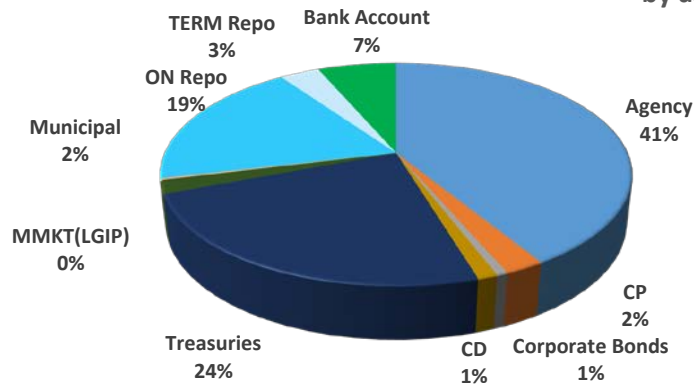
NM State Treasurer Office Security Holding by Portfolio

March 31, 2017

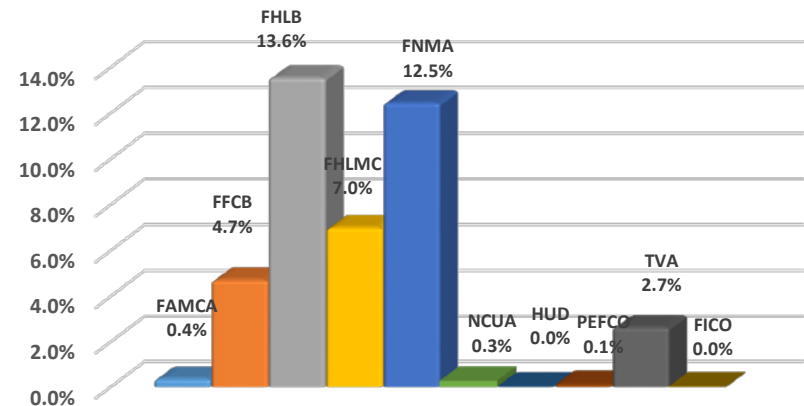
Values are based on position holdings

	<u>GF LIQ</u>	<u>GF CORE</u>	<u>BPIP TE</u>	<u>BPIP TX</u>	<u>STB</u>	<u>LGIP</u>	<u>STO Holdings</u>	
Portfolio Balance	785,111,276	709,442,839	472,009,376	479,346,656	219,256,160	859,446,455	3,524,612,763	
Agency	-	217,441,000	309,638,000	287,915,000	131,306,000	506,676,000	1,452,976,000	41.2%
FAMCA	-	13,000,000	-	-	-	-	13,000,000	0.4%
FFCB	-	8,000,000	36,000,000	15,500,000	6,910,000	99,990,000	166,400,000	4.7%
FHLB	-	39,500,000	93,085,000	125,000,000	59,500,000	160,640,000	477,725,000	13.6%
FHLMC	-	40,000,000	103,750,000	16,415,000	-	86,597,000	246,762,000	7.0%
FNMA	-	116,941,000	56,065,000	118,000,000	64,896,000	83,439,000	439,341,000	12.5%
NCUA	-	-	-	10,000,000	-	-	10,000,000	0.3%
HUD	-	-	1,233,000	-	-	-	1,233,000	0.0%
PEFCO	-	-	5,000,000	-	-	-	5,000,000	0.1%
TVA	-	-	14,505,000	3,000,000	-	76,010,000	93,515,000	2.7%
FICO	-	-	-	1,000,000	-	-	1,000,000	0.0%
CP	-	50,000,000	3,326,056	6,119,438	21,600,000	-	81,045,494	2.3%
Corporate Bonds	-	10,000,000	9,500,000	3,000,000	-	-	22,500,000	0.6%
CD	-	27,500,000	3,000,000	10,200,000	-	-	40,700,000	1.2%
Treasuries	-	362,750,000	105,000,000	128,500,000	35,000,000	210,000,000	841,250,000	23.9%
Municipal	-	22,100,000	23,270,000	17,120,000	4,990,000	-	67,480,000	1.9%
MMKT(LGIP)	-	-	2,852,021	1,909,715	3,413,088	-	8,174,824	0.2%
ON Repo	584,036,864	19,651,839	15,423,299	23,582,503	22,899,534	-	665,594,040	18.9%
TERM Repo	-	-	-	-	-	115,000,000	115,000,000	3.3%
Bank Account	201,074,412	-	-	-	47,538	27,770,455	228,892,405	6.5%

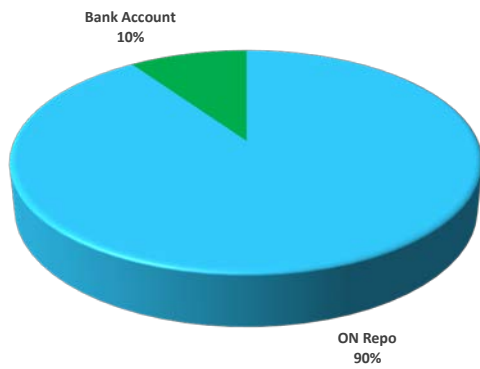
**STO Holdings
by asset type**



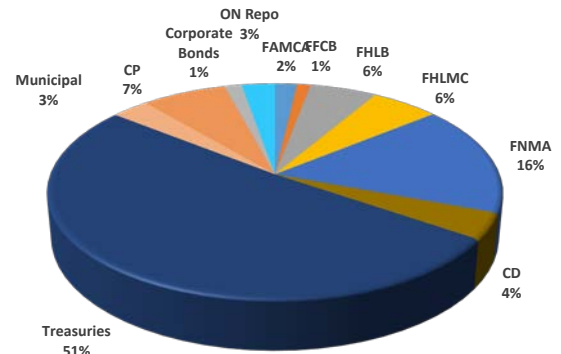
STO US Agency Holdings



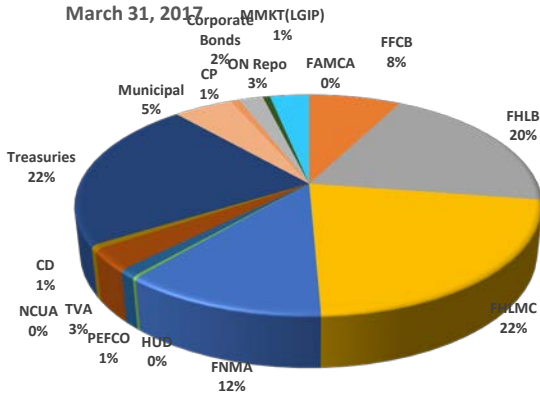
GF Liquidity Holdings
March 31, 2017



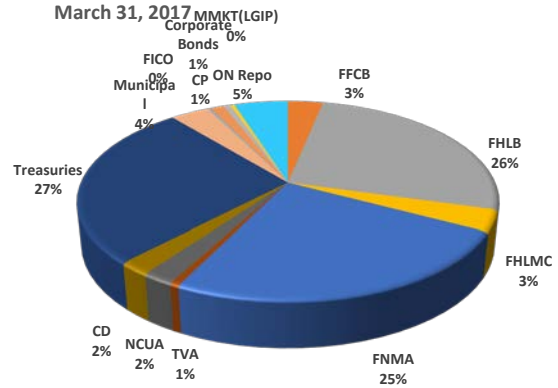
GF CORE Holdings
March 31, 2017



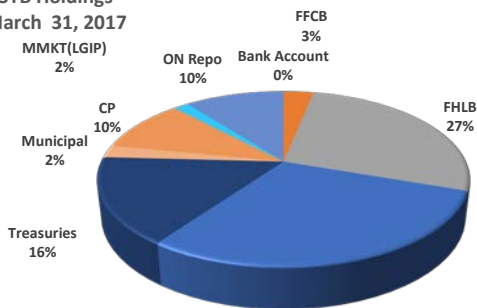
BPIP Tax-Exempt Holdings
March 31, 2017



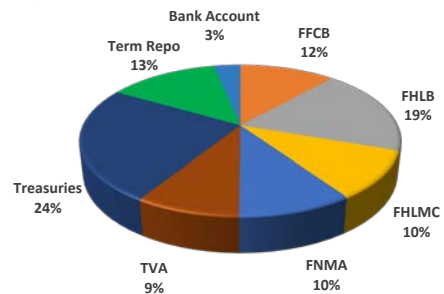
BPIP Taxable Holdings
March 31, 2017



STB Holdings
March 31, 2017



LGIP Holdings
March 31, 2017





6. Investment Accounting Report

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



STATE OF NEW MEXICO
OFFICE OF THE TREASURER

Interoffice Memorandum

Date: April 19, 2017
To: Charmaine Cook, Chief Investment Officer & Investment Division Director
From: Sam Collins, Deputy Treasurer
CC: STO Investments Division; Leo Marquez II, STO Chief Financial Officer
Subject: March 2017 Investment Reconciliation

The March 2017 investment reconciliation included the following to verify the completeness and accuracy of the JP Morgan reporting:

1. Net asset values of all investment accounts.
2. Change in transaction activity between February 28 and March 31.
3. Cash transaction activity proofs.
4. Earned income proofs.
5. Proof of change in cost.
6. Duplicate cash activity.
7. JP Morgan to QED inventory reconciliation.
8. JP Morgan to QED income reconciliation.

Market value materiality threshold is 5 basis points of the total market value of a JPMorgan account. In the General Fund Liquidity portfolio, an \$11,257,000 City of Albuquerque bond purchase was committed to and entered in QED in March but was not scheduled to settle until April resulting in a reconciling item.

Overnight Repo interest of \$37,857 for the investing agencies is not distributed until the first or second day of the next month. The amount is typically immaterial relative to the size of the Repo pool but this month, the interest was large enough to exceed our threshold.

Earned interest materiality threshold is ½ basis point of the total market value of a JP Morgan account. The JPM-QED income reconciliation had an \$87,500 interest collection in BPIP1 that was recorded twice by JPM but was reversed in April.

JP Morgan to QED Inventory Reconciliations For Accounting Period Ended March 31, 2017				W/P Ref		
				503		
Market Value Reconciliation						
JPM		QED				
Account	Market Value	Fund #	Name	Market Value	Difference	BPS Dollar Thresold *
P 09336	531,872,034.36	1000	GF Liquidity	543,128,982.36	(11,256,948.00)	265,936.02
P 09337	709,550,045.01	1001	GF Core	709,531,859.46	18,185.55	354,775.02
P 09334	59,794,391.30	1101	ONREPO	59,832,248.73	(37,857.43)	29,897.20
P 89523	219,222,604.13	4001	STB	219,210,658.34	11,945.79	109,611.30
P 09335	471,656,099.43	4000	BPIP#1	471,552,162.18	103,937.25	235,828.05
P 09339	479,185,798.76	4002	BPIP#2	479,223,120.17	(37,321.41)	239,592.90
P 09333	860,535,116.49	4101	LGIP	860,534,039.64	1,076.85	430,267.56
Total	3,331,816,089.48			3,343,013,070.88	(11,196,981.40)	1,665,908.04
Cost Reconciliation						
JPM		QED				
Account	Cost	Fund #	Name	Cost	Difference	BPS Dollar Thresold *
P 09336	531,872,034.36	1000	GF Liquidity	543,128,982.36	(11,256,948.00)	265,936.02
P 09337	711,356,734.04	1001	GF Core	711,321,502.79	35,231.25	355,678.37
P 09334	59,794,391.30	1101	ONREPO	59,832,248.73	(37,857.43)	29,897.20
P 89523	219,199,219.33	4001	STB	219,205,152.74	(5,933.41)	109,599.61
P 09335	474,224,354.27	4000	BPIP#1	474,136,854.28	87,499.99	237,112.18
P 09339	481,126,473.35	4002	BPIP#2	481,123,245.42	3,227.93	240,563.24
P 09333	861,253,581.34	4101	LGIP	861,252,467.50	1,113.84	430,626.79
Total	3,338,826,787.99			3,350,000,453.82	(11,173,665.83)	1,669,413.39
Position Reconciliation						
JPM		QED				
Account	Position Size	Fund #	Name	Position Size	Difference	BPS Dollar Thresold *
P 09336	531,872,034.36	1000	GF Liquidity	543,128,982.36	(11,256,948.00)	265,936.02
P 09337	709,442,839.38	1001	GF Core	709,442,839.38	-	354,721.42
P 09334	59,794,391.30	1101	ONREPO	59,832,248.73	(37,857.43)	29,897.20
P 89523	219,250,226.71	4001	STB	219,256,160.12	(5,933.41)	109,625.11
P 09335	472,096,876.21	4000	BPIP#1	472,009,376.21	87,500.00	236,048.44
P 09339	479,349,884.14	4002	BPIP#2	479,346,656.24	3,227.90	239,674.94
P 09333	859,447,568.42	4101	LGIP	859,446,454.57	1,113.85	429,723.78
Total	3,331,253,820.52			3,342,462,717.61	(11,208,897.09)	1,665,626.91
*Basis Point (BPS)Dollar Threshold						
JPM Market Value x 5 BPS						
JPM Cost x 5 BPS						
JPM Postion Size x 5 BPS						
0.0005						

JP Morgan to QED Income Reconciliation					W/P Ref	
For Accounting Period Ended March 31, 2017					504	
JPM Account	Earned Interest	QED Fund #	Name	Earned Interest	Difference	BPS Dollar Threshold *
P 09336	157,634.42	1000	GF Liquidity	157,635.03	(0.61)	26,593.60
P 09337	827,165.26	1001	GF Core	818,359.21	8,806.05	35,477.50
P 09334	40,636.12	1101	ONREPO	40,636.11	0.01	2,989.72
P 89523	109,707.08	4001	STB	102,454.35	7,252.73	10,961.13
P 09335	605,191.57	4000	BPIP#1	511,947.91	93,243.66	23,582.80
P 09339	521,346.88	4002	BPIP#2	519,736.10	1,610.78	23,959.29
P 09333	566,411.75	4101	LGIP	554,736.71	11,675.04	43,026.76
Total	2,828,093.08			2,705,505.42	122,587.66	166,590.80
JP Morgan to QED Amortization/Accretion Reconciliation						
JPM Account	Amortization/Accretion	QED Fund #	Name	Amortization/Accretion	Difference	
P 09336	-	1000	GF Liquidity	-	-	
P 09337	(6,480.83)	1001	GF Core	(4,479.46)	(2,001.37)	
P 09334	-	1101	ONREPO	-	-	
P 89523	11,005.74	4001	STB	10,316.62	689.12	
P 09335	(124,636.32)	4000	BPIP#1	(121,092.60)	(3,543.72)	
P 09339	(92,750.39)	4002	BPIP#2	(91,101.85)	(1,648.54)	
P 09333	(108,241.55)	4101	LGIP	(105,805.63)	(2,435.92)	
Total	(321,103.35)			(312,162.92)	(8,940.43)	
* BPS Dollar Threshold						
JPM Market Value x .5 Basis Points (BPS)						
0.005%						
Note: QED uses multiple methods (referenced below) to compute amortization/accretion where the configuration is matched with an asset type. JP Morgan uses, but is not limited to, the pro rata, straight line, and level yield methods for amortization/accretion. Therefore, the 7,163.98 difference stems from the accounting method JP Morgan uses to compute amortization/accretion vs. QED.						
<div style="border: 1px solid black; padding: 5px;"> <ul style="list-style-type: none"> 0 No Amortization (System Config Table Default) 1 Straight Line 2 Scientific, Simple Approximation 3 Constant Yield, Iterative with PSI effect 4 Level Yield, Smoothed 5 Cash Basis, Premium Offset by interest-rcvd 6 Sum of Years Digits 7 Straight Line Prem, Disc=Interest 8 Mod'd Cash Basis: Straight-Line-Prem up to Int-sold/rcvd 9 No Amortization (Explicit) </div>						

From: Collins, Sam, STO

Sent: Friday, April 07, 2017 8:33 AM

To: Gonzales, Steve A., DFA <SteveA.Gonzales@state.nm.us>

Cc: Cook, Charmaine, STO (Charmaine.Cook@state.nm.us) <Charmaine.Cook@state.nm.us>; Marquez, Leo, STO (Leo.Marquez@state.nm.us) <Leo.Marquez@state.nm.us>; Burrows, Leila K, DFA <LeilaK.Burrows@state.nm.us>; Clark, Jon <Jon.Clark@nmlegis.gov>

Subject: SGF Distribution

Steve,

STO will make a distribution to the State General Fund for March 2017 in the amount of \$9,073.14. Below is the FY17 distribution summary:

Mar-17				
State General Fund Distribution Worksheet				
Section 6-10-2.1 Distribution Methodology				
(Includes Accretion/Amortization)	General Fund Liquidity	General Fund Core	Self-Earning	
Component	Amount	Amount	Amount	Total
Earned Income*	\$ 157,634.42	\$ 820,684.43	\$ (481,790.73)	\$ 496,528.12
Realized Gains/(Losses)		3,556.19		3,556.19
Unrealized Gains/(Losses)		(491,011.17)		(491,011.17)
Distribution Total	\$ 157,634.42	\$ 333,229.45	\$ (481,790.73)	\$ 9,073.14
* Earned Income is accrued investment income +/- accretion/amortization				

Fiscal Year 2017 SGF Distribution

Month	Amount
Jul-16	(212,520.71)
Aug-16	(1,990,093.62)
Sep-16	1,126,769.07
Oct-16	(1,107,081.41)
Nov-16	(4,706,497.28)
Dec-16	174,687.66
Jan-17	858,529.79
Feb-17	737,474.11
Mar-17	9,073.14
Apr-17	-
May-17	-
Jun-17	-
Total	(5,109,659.25)

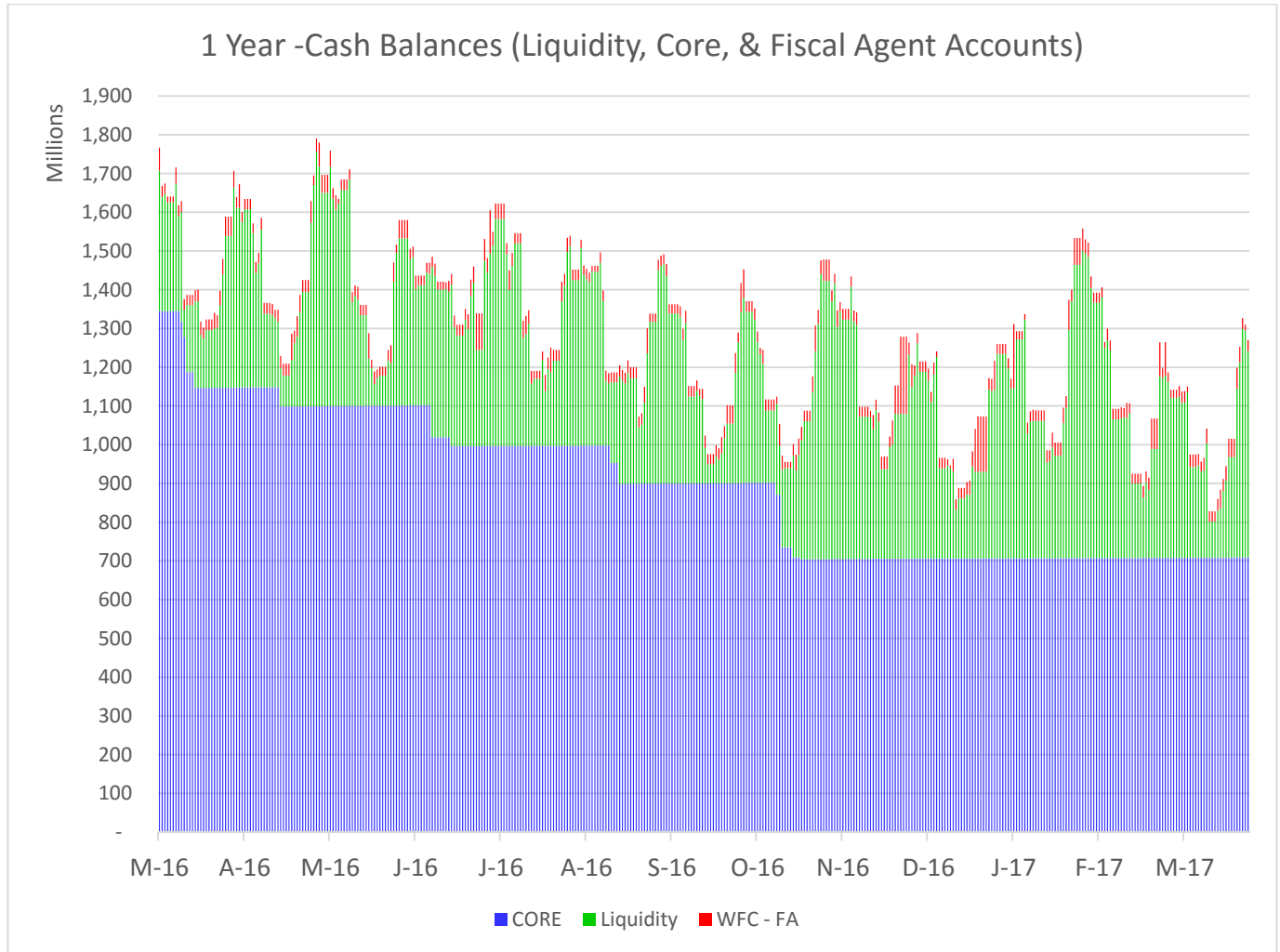
Should you have any questions, please feel free to contact me.

Thanks,

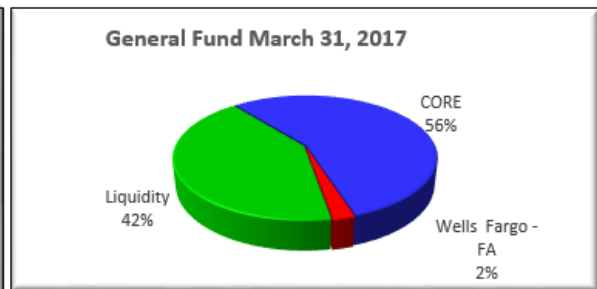
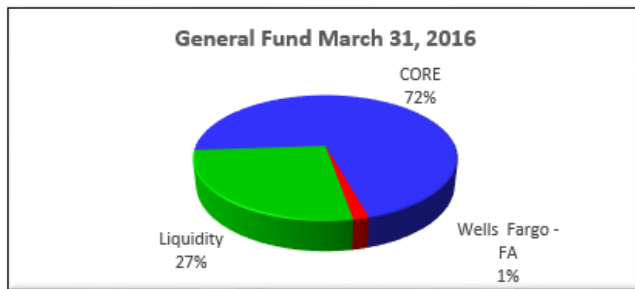
Sam Collins
Deputy State Treasurer
New Mexico State Treasurer's Office
2055 S. Pacheco St., Suites 100 and 200 | Santa Fe, NM 87505
505.955.1123 voice
www.nmsto.gov

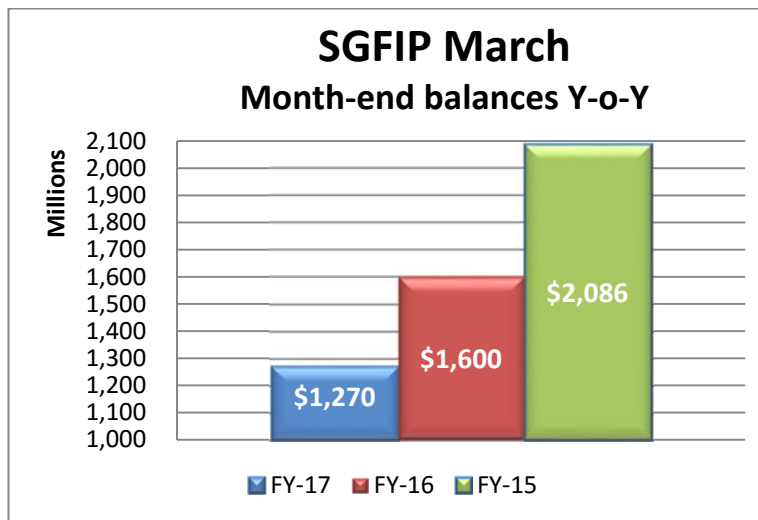
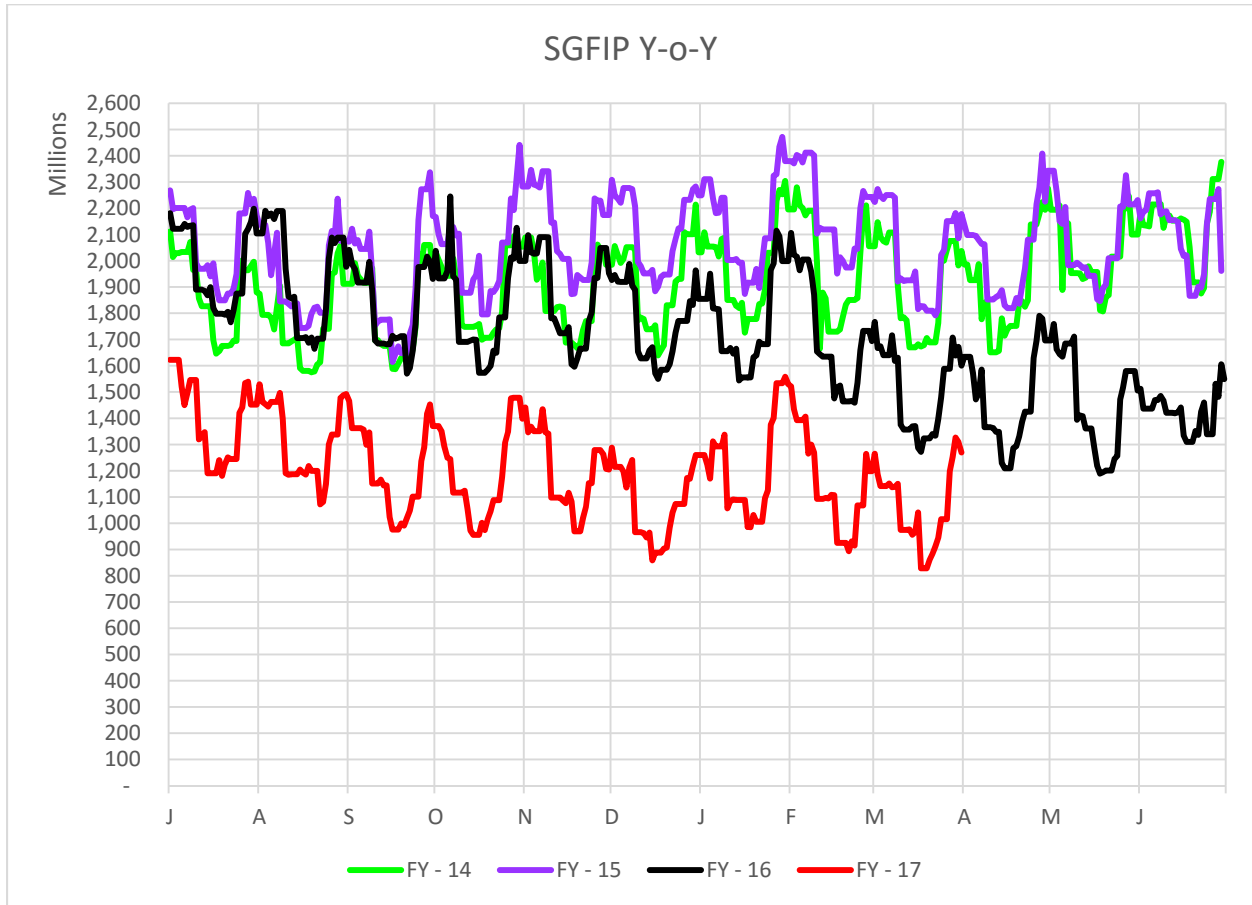


7. Cash Projections



GENERAL FUND	Mar-16	Feb-17	Mar-17	Y-o-Y Change	M-o-M Change
Liquidity	426,215,237	464,003,761	531,912,619	105,697,381	67,908,858
CORE	1,148,052,729	707,840,255	709,442,839	(438,609,890)	1,602,585
Wells Fargo - FA	26,054,340	26,651,074	28,624,924	2,570,584	1,973,850
	1,600,322,307	1,198,495,089	1,269,980,383	(330,341,924)	71,485,293

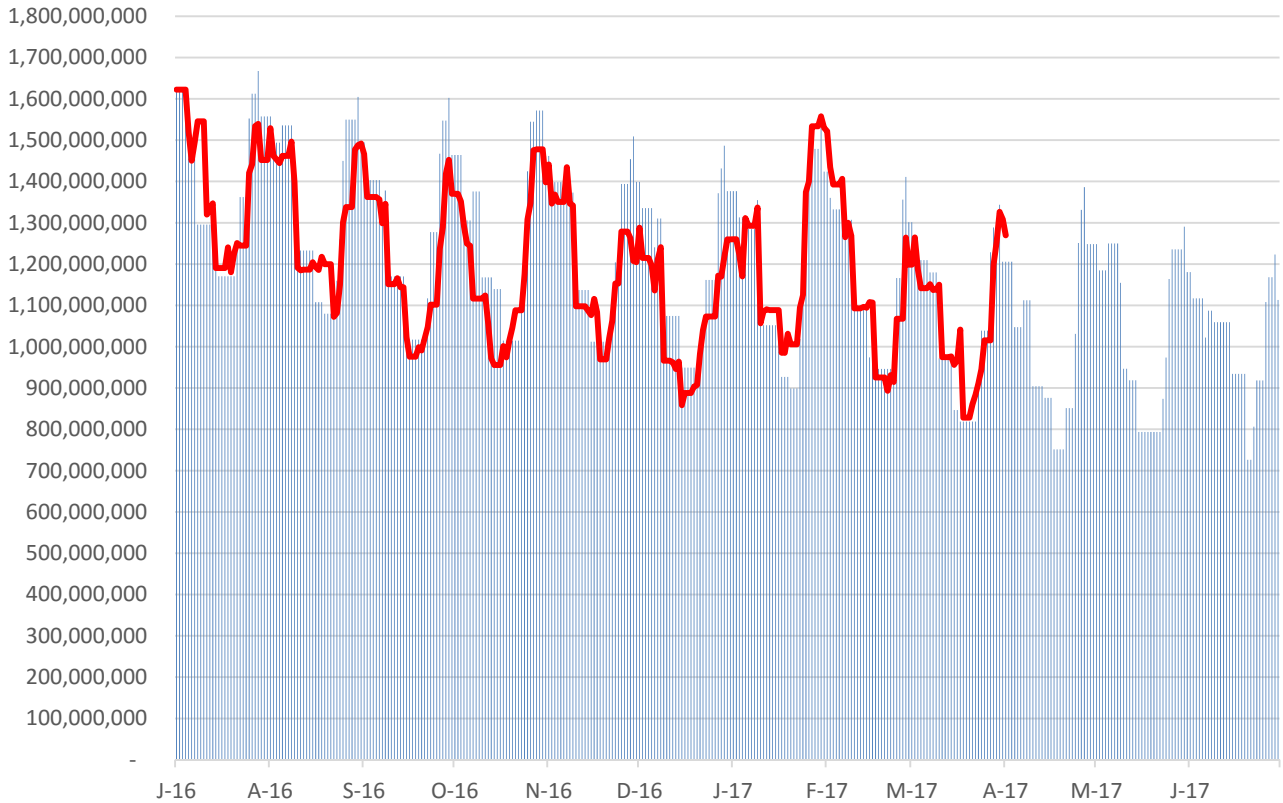




The balance as of March 31, 2017 of the State General Fund Investments Pool (SGFIP) Y-o-Y has decreased -20.6% from March 31, 2016 and -39.1% decrease from March 31, 2015 . M-o-M SGFIP balances increased to \$1.270 billion at March 31, 2017 from \$1.198 billion at February 28, 2017 an increase of \$71.5 million or 6.0%

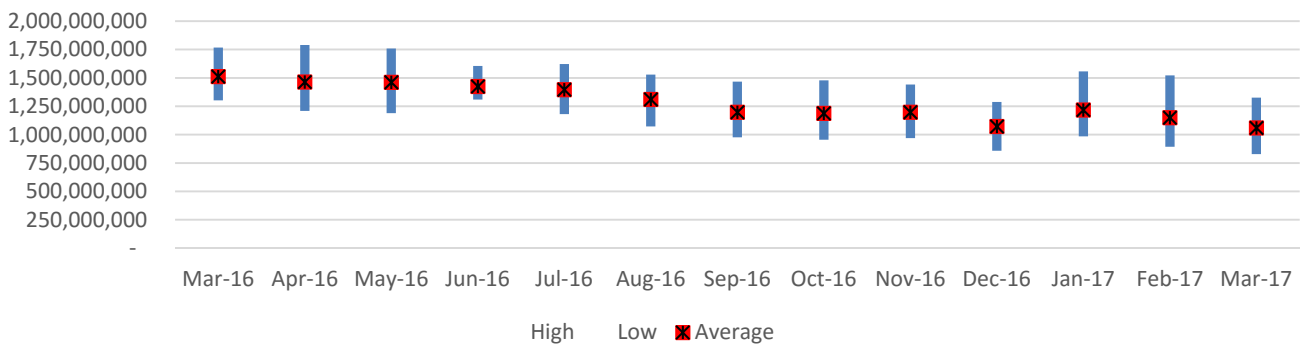


FY - 17 SGFIP Balance Projections



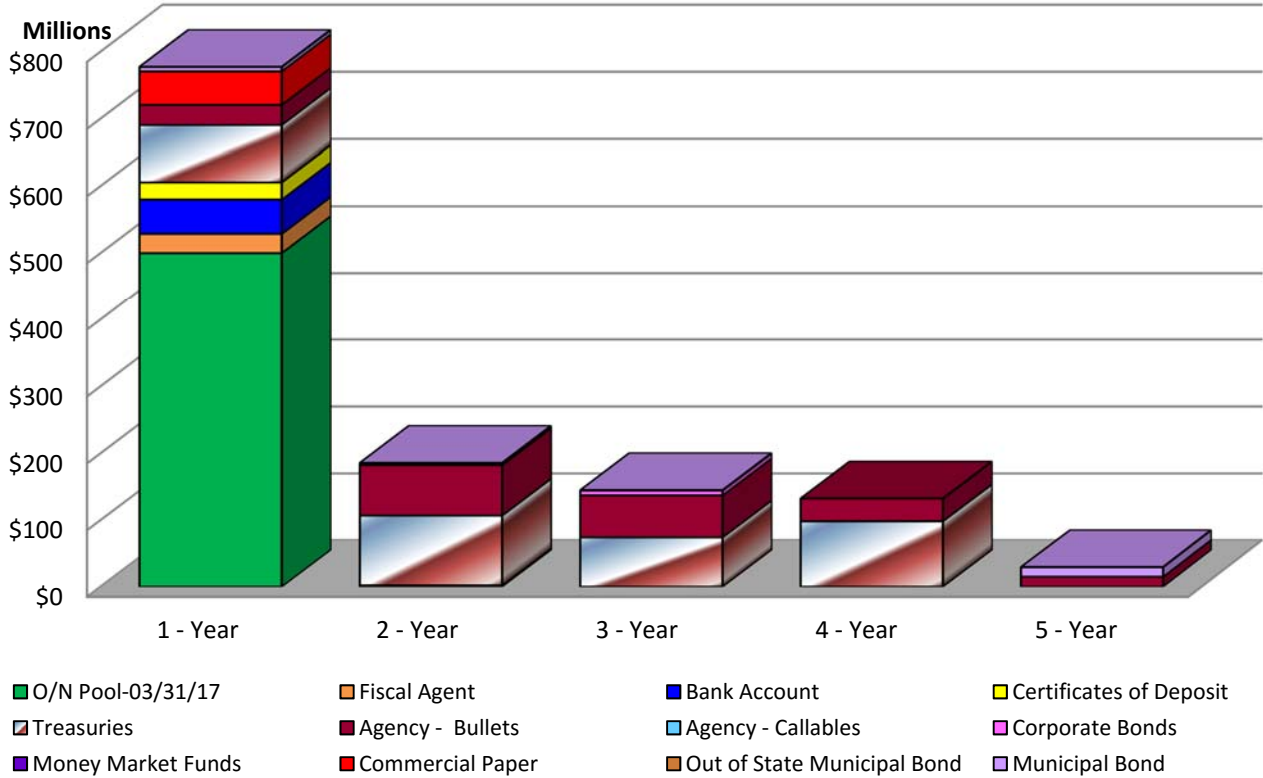
	Mar-17	Mar-16	Change
High	1,326,550,087.54	1,766,760,984.00	-33.18%
Low	828,133,708.71	1,302,141,008.42	-57.24%
Average	1,058,204,734.56	1,511,310,532.81	-42.82%

SGFIP High & Lows

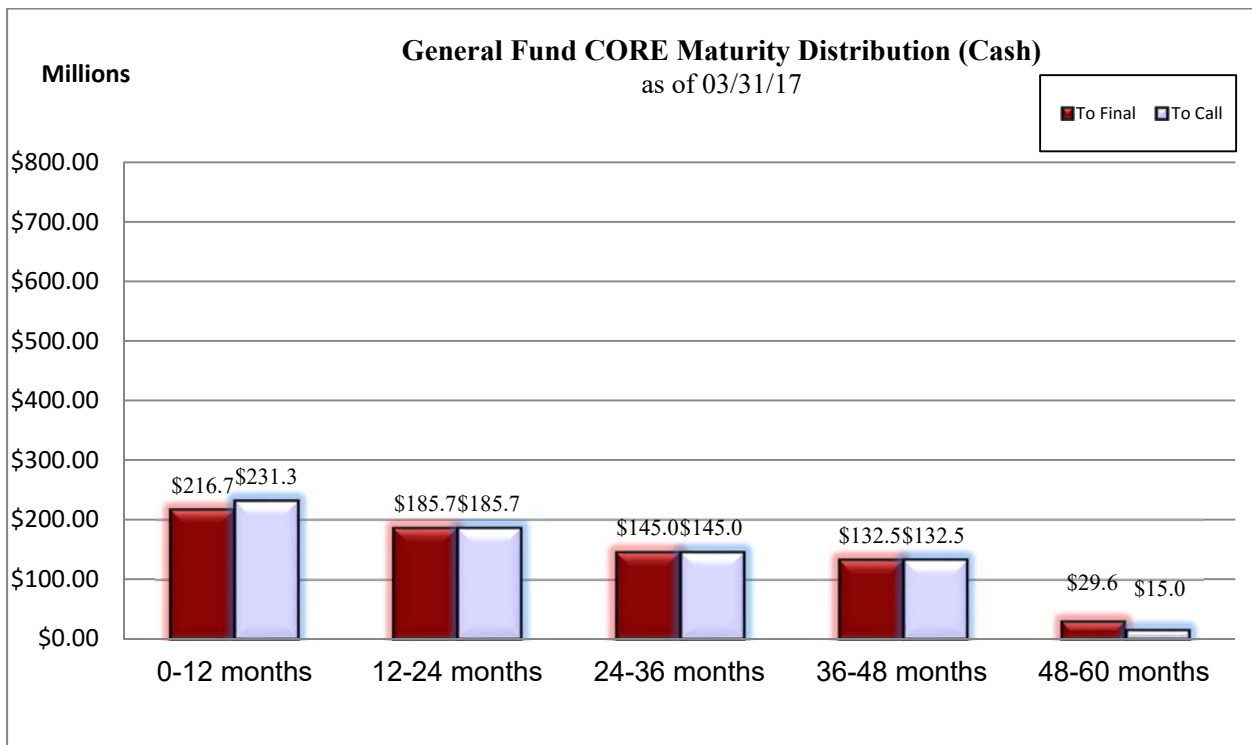
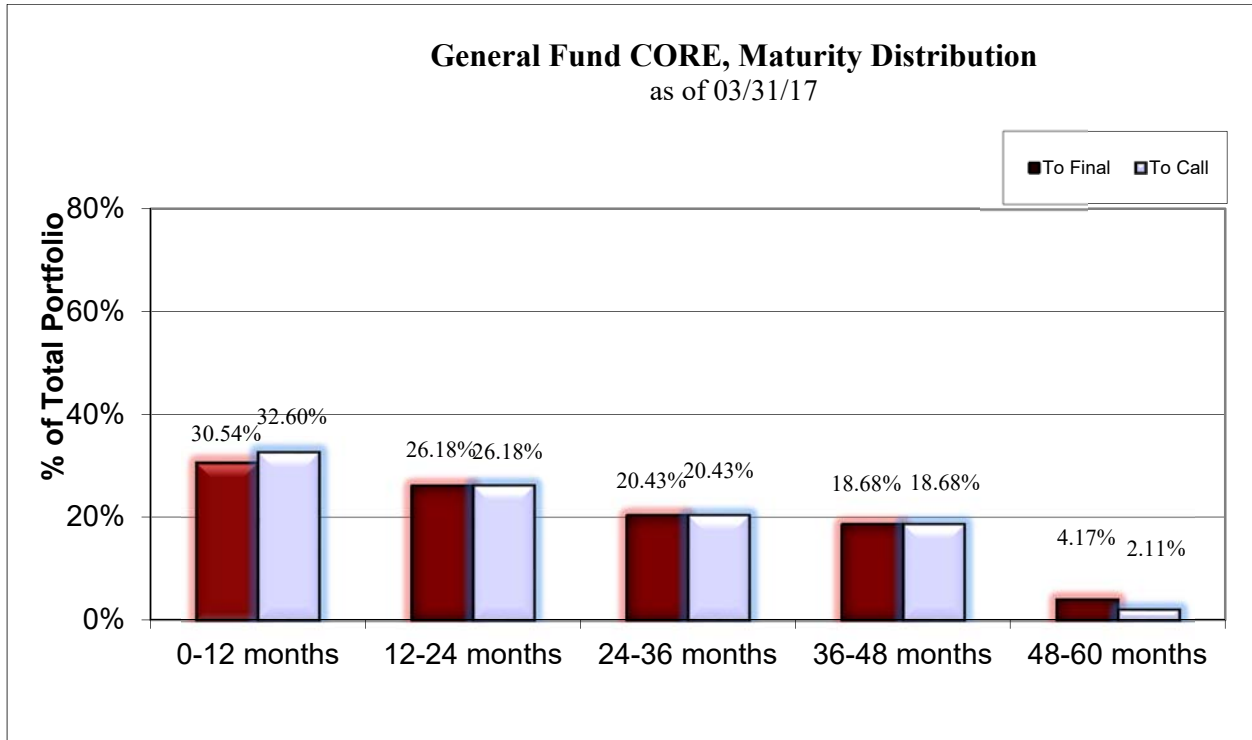




General Fund Maturity Ladder by Year & Asset Type as of March 31, 2017



Asset Allocation	1 - Year	2 - Year	3 - Year	4 - Year	5 - Year	Total	%
Agency - Bullets	30,000,000	75,500,000	62,941,000	34,000,000	15,000,000	217,441,000	17%
Agency - Callables						0	0%
Corporate Bonds		2,500,000	7,500,000			10,000,000	1%
Money Market Funds						0	0%
Certificates of Deposit	25,500,000	2,000,000				27,500,000	2%
Municipal Bond	6,535,000	735,000	265,000		14,565,000	22,100,000	2%
Out of State Municipal Bond						0	0%
Commercial Paper	50,000,000					50,000,000	4%
Treasuries	85,000,000	105,000,000	74,250,000	98,500,000		362,750,000	29%
Bank Account	51,264,186					51,264,186	4%
Fiscal Agent	28,624,924					28,624,924	2%
O/N Pool-03/31/17	500,300,272					500,300,272	39%
Total:	777,224,382	185,735,000	144,956,000	132,500,000	29,565,000	1,269,980,382	100%
% of Total:	61%	15%	11%	10%	2%		





8. March 2017 Quarterly Investment Report – Investment Advisor



GOVERNMENT
PORTFOLIO
ADVISORS

Investment Portfolio Analysis

Quarter Ending March 31, 2017

New Mexico State Treasurer's Office



Prepared by: Deanne Woodring, CFA
President – Senior Investment Advisor
Government Portfolio Advisors
deanne@gpafixedincome.com

Page 45 of 50
(505) 248-9973



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Strategic Review10
Quarter Strategic Change12
Performance Analysis13
Performance Data Comparison14
Shock Analysis Report.....15
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LGIP Shock Analysis.....17
Disclaimer18

GPA QUARTERLY OBSERVATIONS: ENDING MARCH 31, 2017

Market Commentary

Market Yields: Interest rates in the short end of the curve continued to rise steadily during the first quarter of 2017. Optimism regarding anticipated future decreased taxes and fewer regulations fueled the market’s belief that the economy would strengthen in the future. The result was a Dow Jones that increased 900 points and an increase in yields in securities with maturities under five years. The 2-year treasury increased 7 basis points and 5-year notes decreased 1 basis point during the quarter. The 2-year to 5-year spread flattened from 74 basis points to 66 basis points.

FOMC: As expected, the Fed increased the Fed Funds target range from .50%-.75% to .75%-1.00%. It was just the third time that the Fed has increased rates since the financial crisis. The move was precipitated by an increase in yields in the short end of the curve and Fed Chair Janet Yellen stated that a rate hike was “appropriate.” This rate hike emphasized the Fed’s view that they are confident about the pace of growth in the U.S. economy. “The simple message is the economy is doing well,” Yellen said in the press conference after the meeting. Stocks reacted positively with the Dow Jones increasing 120 points on the day.

Employment: The unemployment rate remained steady at 4.7% during the quarter. Total nonfarm payrolls were strong, with increases in December of 156K, January at 227K and up 235K in February. Wages have finally shown some improvement.

GDP: GDP increased at 2.00% in the fourth quarter. The estimate for first quarter GDP is an increase of 2.2%.

Market Outlook

Fed Funds: Interest rate forecasts point to another two rate hikes this year, the same as in the December projections. The Fed Funds target rate reached an all time high of 20% in March of 1980 and a record low of .25% in December of 2008. Provided that the economy continues to perform about as expected, most participants anticipate that gradual increases in the Fed Funds rate will continue. Members continue to expect that economic activity will expand at a moderate pace and labor market conditions should strengthen somewhat further. The Fed forecast that it could increase rates two more times in 2017. The expectation is for a 13.3% chance of an increase in May and a 63.2% chance of an increase in June.

2 year: The 2 year treasury note is forecasted by over 80 economists contributing to Bloomberg to trade at 1.41%, 1.53%, 1.69%, and 1.69% for the end of each of the next four quarters, higher expectations than last quarter.

Oil: Crude oil began the quarter at 53.72 and finished at 50.60.

Portfolio Positioning: GPA is recommending that portfolios structure their maturities to get within 90% of their benchmark durations. Portfolios should be positioned in a bar-belled manner, i.e. over-weighted in the short end and the long end of the curve. Look to add credit when spreads widen vs. treasuries in the one year to five year maturities. GPA expects rates to rise modestly over the next quarter.

Quarterly Yield Change

Economist’s Survey Projections

Economist’s Survey Projections for Rates

	06/30/16	09/30/16	12/31/16	3/31/17
3-month bill	.26	.28	.50	.75
2- year note	.58	.76	1.19	1.26
5 -year note	1.00	1.15	1.93	1.92
10- year note	1.47	1.60	2.44	2.39

	Q2-17	Q3-17	Q4-17	Q1-18
Real GDP	2.40	2.20	2.30	2.40
CPI (YOY%)	2.40	2.60	2.40	2.30
Unemployment	4.60	4.60	4.50	4.50

	Q2-17	Q3-17	Q4-17	Q1-18
Fed Funds	1.00	1.10	1.35	1.35
2 Year	1.41	1.53	1.69	1.69
10 year	2.59	2.68	2.79	2.79

Executive Summary

The purpose of this review is to provide a fixed income investment analysis to provide the Treasurer of New Mexico, the State Treasurer's Investment Council ("STIC") and the State Treasurer's investment team. The analysis will include risk and return components of the investment funds of the New Mexico State Treasurer's Office ("STO") and an overview of performance measurements, asset allocation and investment strategy for the period.

STO's investment strategy is specific to each fund based on the objectives of the funds. The four primary investment funds are the LGIP, General fund core, BPIP taxable and BPIP tax exempt. The remaining funds provide for liquidity and specific cash requirements. The key points of reference throughout this analysis will be on three specific strategies: 1) Management strategies to ensure that the policy objectives are being met, 2) Risk strategies to protect the market value of the funds, and 3) Investment strategy considerations based on the current rate environment.

GPA observations and considerations:

1) General fund balances remained stable this quarter, which was the first quarter without declining balances since March 2015. Both the BPIP funds decreased by a combined amount of \$176MM. The funds that increased over the quarter were: 1) LGIP by approximately \$198MM, 2) the overnight repo fund by \$39MM and, 3) the Severance Tax Bonding fund by \$87MM. The combination of all STO Funds excluding the LGIP declined by a net amount of \$43MM.

2) Earnings yields increased on all funds as reinvestments of maturities and cash were made at higher rates. The key investment funds (Core and BPIP Funds), weighted average yield increased over the quarter from 1.116% to 1.164%. On average balances of \$1.7BLN, this is an annualized increase in yield of 4.8 basis points which equates to \$816,000 in dollars.

3) High quality corporate and commercial paper credits were added in the General Fund and BPIP funds and floating rate agency notes were added in the LGIP which added to the yield increase.

4) There was a total of 127 individual securities purchased this quarter for a total volume of \$1,546,899,650. The majority of the securities were short maturity investments in the LGIP.

4) STO continues to monitor the cash flow closely to provide for the immediate funding requirements in all accounts.



Executive Summary

Quarterly Statistics:

- ✓ Liquidity requirements were managed in the BPIP funds through the liquidation of securities that were primarily maturing within 1 year. Two corporate positions, Apple and US Bank were purchased and then sold to raise cash, contributing to the gains. In addition, an anchor \$20MM position of a US Treasury maturing on 12/18 added value to the portfolio due to the roll down of the yield curve, and when sold contributed \$47,953 to the realized gain position.
- ✓ Realized gains on the sales for the quarter across all funds totaled \$118,840.
- ✓ The LGIP balances increased by \$198MM, with the addition of a new account.
- ✓ Corporate and commercial issuers held in the portfolios include: Exxon, Toyota, Microsoft, General Electric, Apple, US bank and GE Capital corporation.
- ✓ The LGIP funds exposure to floating rate Agency securities increased to 13.15% of the fund. The floating rate notes will reset upwards as rates rise.
- ✓ There was asset allocation shift in the General fund core with the sale of a maturing FNMA for a gain of \$10,157 and the reinvestment into multiple credit issues which included: Apple, Microsoft, US Bank, Toyota CP and a TVA issue (Tennessee Valley Authority). The TVA is classified as an Agency with a AA+/Aaa credit rating like all other government agency ratings.
- ✓ Compliance Notification: The policy constrains the repurchase allocation on the STO funds to 35% by counterparty or \$200MM. As of 3/31/17, the Greenwich counterparty allocation of repurchase was approximately \$577MM at 23%. This is not a violation by % allocation but may be one based on the \$200MM if the interpretation is based on the lesser of the two constraints. This should be addressed during the next policy review. The high repo balances were in the General Fund liquidity component and GPA recommends to reduce the allocation to below \$200MM.

KEY MEASURES

STO Total	Balance
12/31/2016	3,182,664,926
3/31/2017	2,476,302,269
Change	(706,362,657)
General Fund	Core Balance
12/31/2016	709,283,632
3/31/2017	711,585,338
Change	2,301,706
General Fund	Liquidity Balance
12/31/2016	527,806,168
3/31/2017	531,881,859
Change	4,075,691
BPIP Funds Combined	
12/31/2016	1,130,129,886
3/31/2017	953,402,375
Change	(176,727,511)
LGIP Balances	
12/31/2016	663,052,614
3/31/2017	861,819,784
Change	198,767,170
Purchase Par Amount All Funds	
Count=127	1,546,899,650
Sales Amount All Funds	
Count=31	279,496,299
Realized Gains All Funds	
	118,840

KEY POINTS OF FOCUS FOR THE NMSTO - INVESTMENT PROGRAM

1. Objectives: Safety, Liquidity and Return

The investment policy objectives of safety, liquidity and return will be the basis of evaluation on the quarterly reports. Safety is addressed through asset diversification and credit quality. Liquidity is addressed through maturity distribution, cash flow analysis and overnight investments. Return is achieved through the selection of credit sector and maturity/duration management.

2. Risk: Credit Risk and Interest Rate Risk

The risks associated with STO's investment funds are: 1) Interest rate risk, which represents the negative impact on market value if interest rates move up. This is controlled by the overall maturity of the portfolio. 2) Credit risk, which is the risk associated with the ability of the issuers to pay its debt obligations. 3) Reinvestment rate risk, which is the risk associated with maturities and short-term securities that are coming due and are then reinvested at lower rates during declining interest rate cycles. The LGIP pool remains within the policy constraints of a weighted average maturity of under 60 days.

Ranking on Interest rate risk: **NEUTRAL**

Interest rate risk is directly correlated to average duration of each fund and articulates the amount of price movement that will occur given interest rate changes. Market benchmarks have been established for each of the investment funds to create discipline in market exposure. The portfolios all continue to managed slightly short of the benchmarks.

Ranking on Credit risk: **LOW**

The portfolio continues to be invested in high quality securities with the majority of investments held in US treasury and Agency securities. There is limited credit exposure in the NM municipal holdings and high quality commercial paper and corporate issuers. Commercial Paper issuers include Toyota, Exxon. US Bank. General Electric Co and General Capital US holdings. The corporate note exposure is in Apple, Microsoft, GE and US Bank.

Ranking on Reinvestment Rate risk: **LOW**

Reinvestment risk is the opportunity risk of having too much held in liquidity or being exposed to higher concentrations of callable securities in a declining market. STO is effectively incorporating a cash flow model to manage liquidity and seeking value on the yield curve and in various asset types.

KEY MEASURES

<u>Interest Risk</u>	NEUTRAL
<u>Credit Risk</u>	LOW
<u>Reinvestment Rate Risk</u>	LOW
<u>Fed Funds Target</u>	
Previous	.50-.75%
Current	.75-1.00%
<u>2 Year Treasury Yields</u>	
Last Quarter End	1.19%
This Quarter End	1.26%

KEY POINTS OF FOCUS FOR THE NMSTO – INVESTMENT PROGRAM

GPA is reporting on the following key measures:

Asset Allocation:

- 1) Present the current asset allocation by funds.
- 2) Present the changes in asset allocation over the quarter.
- 3) Present asset allocation change fiscal year to date basis.

Performance Measurement and Risk Management:

- 1) Provide a comparison of the duration targets for each investment fund relative to the established benchmark duration.
- 2) Provide a return comparison over the last quarter, fiscal year and rolling one year period on the investment relative to the established benchmarks.
- 3) Potential price changes on the portfolio given changes in interest rates - Shock Analysis for the invested funds and the LGIP.

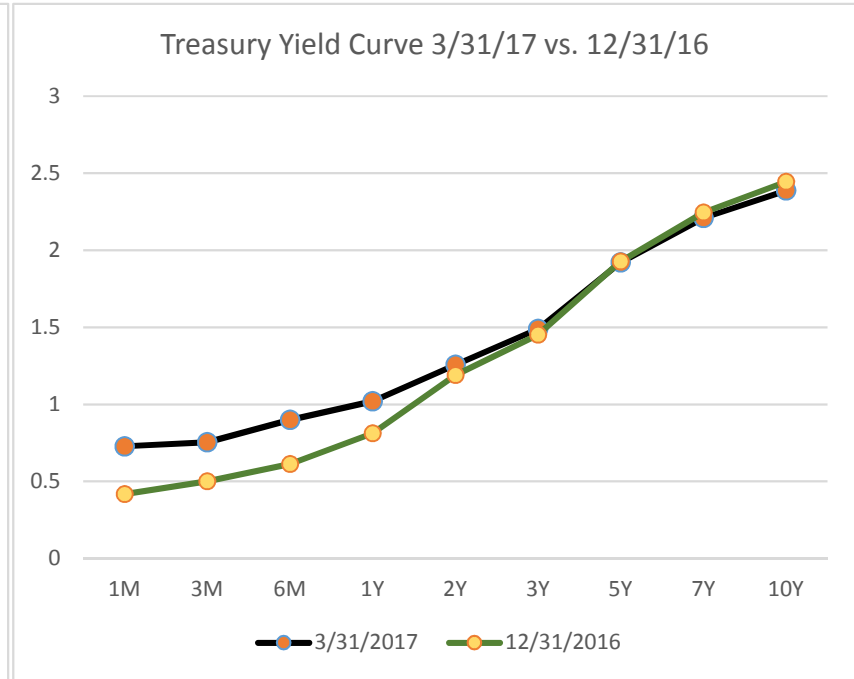
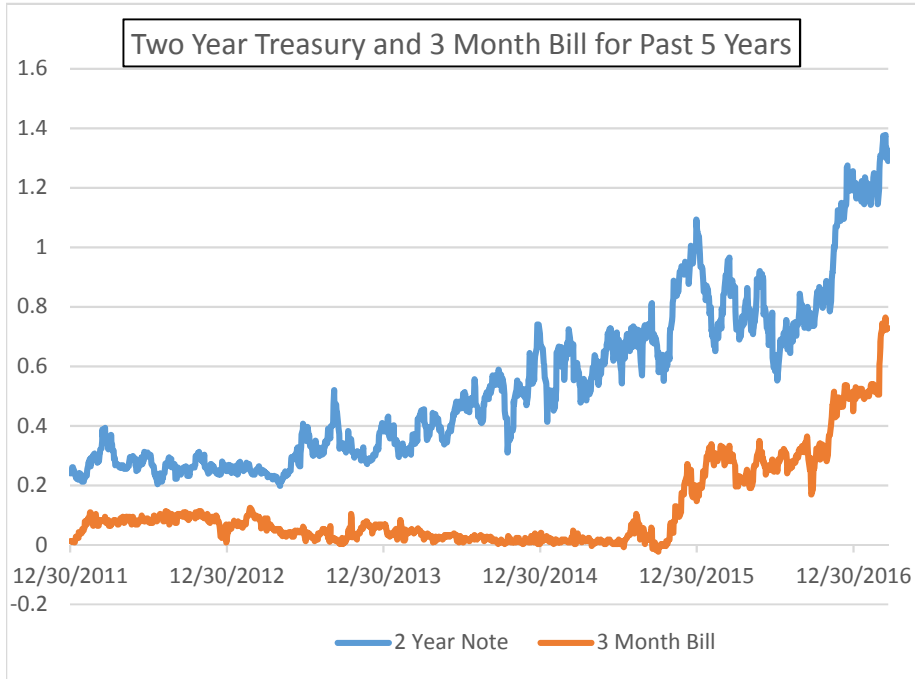
Investment Strategy Review:

- 1) Provide an analysis on the current strategy
- 2) Considerations based on market outlook and funds objectives

GPA relies on the performance data and information provided from STO's custodial bank JP Morgan, and STO's internal reporting system.



HISTORICAL PERSPECTIVE OF INTEREST RATES



Current Implied Probabilities of Rate Changes Based on Fed Funds Futures per Bloomberg:

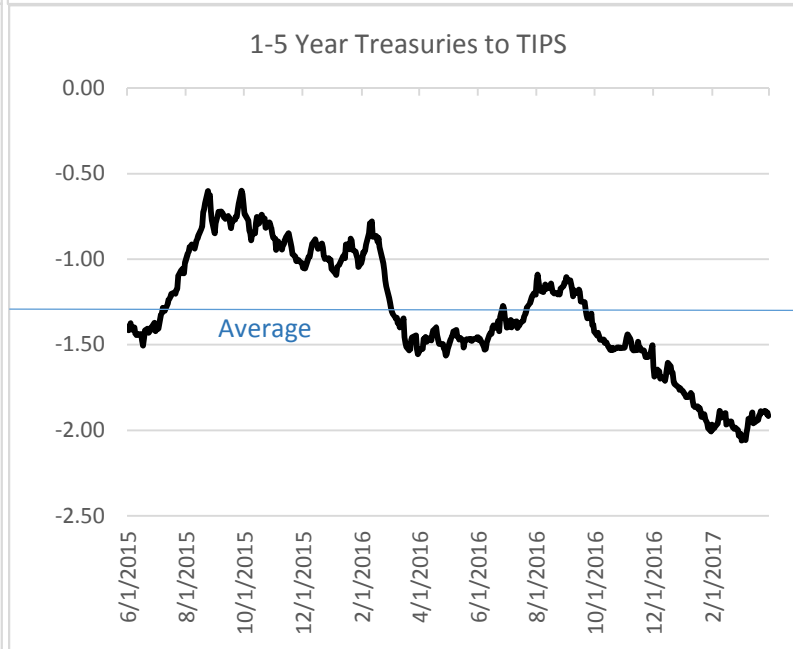
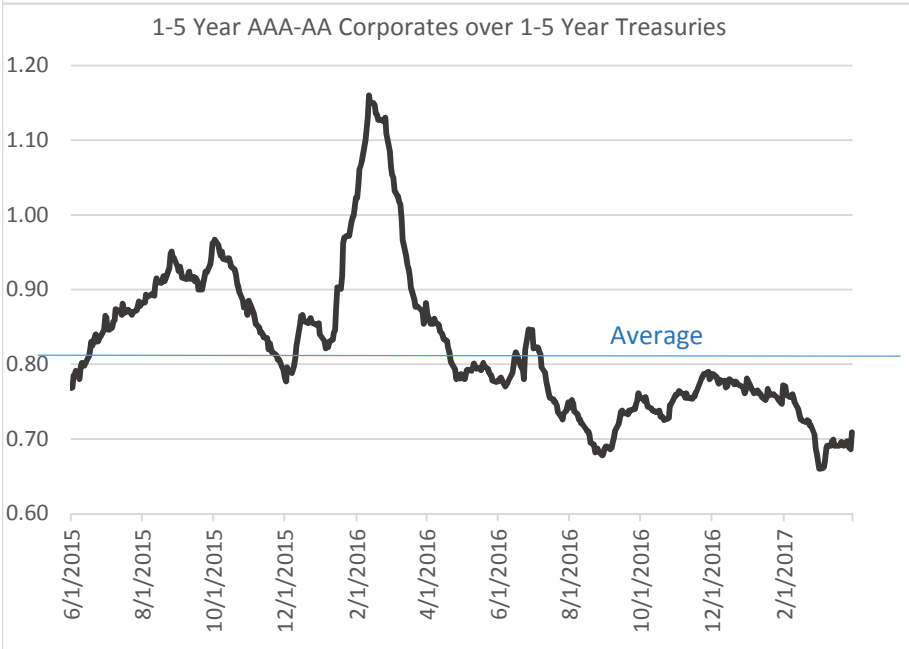
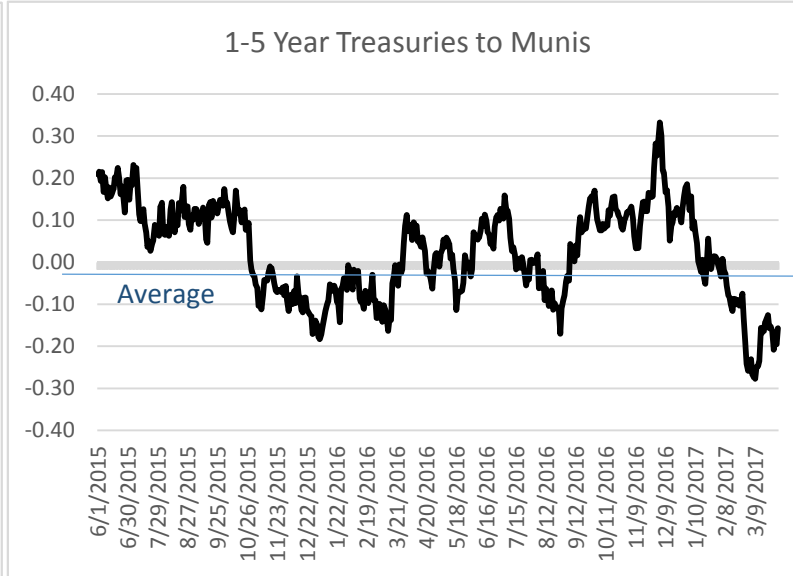
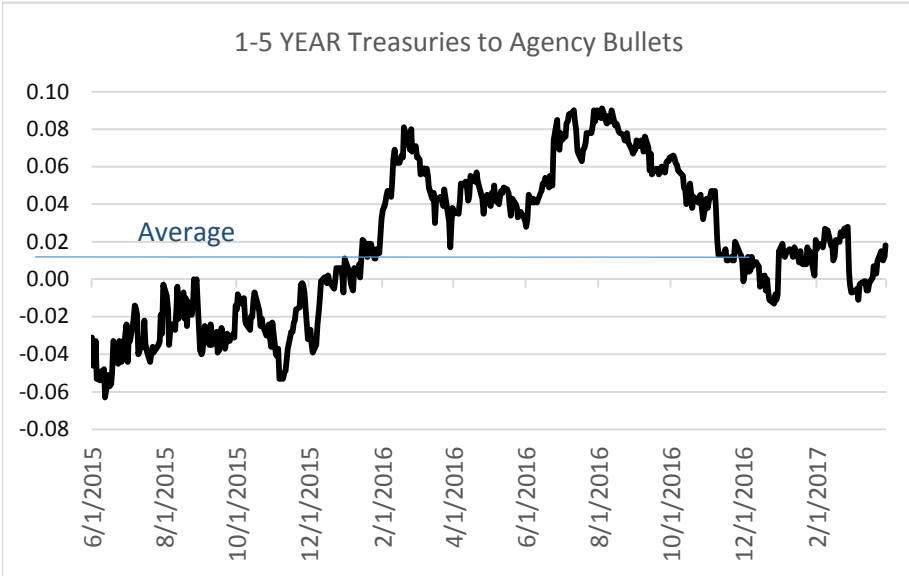
	Prob. Of Hike	Prob. Of Cut	0.75-1.00	1.00-1.25	1.25-1.50	1.50-1.75	1.75-2.00
5/3/2017	13.3%	0.0%	86.7%	13.3%	0.0%	0.0%	0.0%
6/14/2017	69.7%	0.0%	30.3%	61.1%	8.6%	0.0%	0.0%
7/26/2017	72.6%	0.0%	27.4%	58.1%	13.7%	0.8%	0.0%
9/20/2017	84.1%	0.0%	15.9%	45.2%	32.4%	6.2%	0.3%
11/1/2017	84.8%	0.0%	15.2%	44.0%	32.9%	7.3%	0.6%
12/13/2017	88.7%	0.0%	11.3%	36.5%	35.8%	13.9%	2.3%
1/31/2018	89.4%	0.0%	10.6%	35.0%	35.8%	15.2%	3.0%

SOURCE: BLOOMBERG



Asset Allocation Spread Relationships

Source: Bloomberg, L.P.





INVESTMENT STRATEGY REPORT

Portfolio Specific

General Fund: The overall general fund market value remained stable and durations were slightly extended with the sale of a short agency security and the purchase of longer Corporate and an TVA agency security. Toyota commercial paper was also purchased to provide for shorter maturity dates if more liquidity is required in 2017. The duration of the core fund moved from 1.96 years last quarter to 2.09 this quarter which is 97% of the benchmark. This is consistent with the portfolio manager's outlook to maintain the duration relatively close to the benchmark and to maintain a position to meet the demand on liquidating securities at realized gains or using maturities if needed for liquidity.

BPIP Taxable and Tax Exempt Funds:

The taxable and tax exempt funds both declined this quarter and the durations were extended as short matures were liquidated. The portfolio durations remained shorter than the benchmarks with the taxable at 90% and the tax exempt at 93%. These funds continue to experience volatile cash flows and the liquidity balances should be monitored and increased if known there are not any expected bond proceeds funding the accounts.

LGIP Fund: The LGIP balance increased by \$198MM versus last quarter, due to the addition of a school district opening new accounts. The earnings rate on the pool is consistent with the market conditions and is moving upward. The shift to US treasury securities from agency paper is consistent with other State Pools around the country.

Investment Objectives

STO continued to focus on cash flow management as the overall balances continue to be volatile.

KEY MEASURES

Investment Strategy

General Core Fund

Portfolio Duration	2.09
Benchmark Duration	2.16
% BM	97%

BPIP Tax Exempt

Portfolio Duration	1.28
Benchmark Duration	1.37
% BM	93%

BPIP Taxable

Portfolio Duration	1.23
Benchmark Duration	1.37
% BM	90%

Total NM Investment Funds

Portfolio Duration	1.61
Benchmark Duration	1.71
% BM	94%

LGIP

Portfolio DTM	55
Benchmark DTM	43

DTM=Days to maturity



ASSET ALLOCATION REPORT

GPA has compiled a report that provides a summary of the asset allocation in each fund.

Change in the Quarter by Fund

LGIP Fund: The LGIP increased its allocation to US Treasury securities due to the non-existent yield spreads to Agency paper in the six month and shorter maturities. On the agency purchases, variable rate debt was increased to provide for the ability to have the coupon reset upwards as rates rise.

General Fund: The General Fund shifted from allocation from Agency securities to Corporate notes to add incremental yield. STO received smaller allocations of both Microsoft and Apple that were new issues in the market.

BPIP Funds: The Tax-Exempt fund declined by \$110MM and the taxable fund declined by \$65MM. Liquidity was accessed through the liquidation of securities at realized gains. There was little change in asset allocations in both BPIP funds.

KEY MEASURES

Asset Allocations

General Core Fund

Agency	30.57%
Treasury	51.23%
Corporate	8.44%
Muni	1.07%
Other	8.68%

BPIP Tax Exempt

Agency	65.54%
Treasury	22.21%
Corporate CP	2.67%
Muni	4.96%
Other	4.59%

BPIP Taxable

Agency	60.84%
Treasury	26.84%
Corporate	0%
Muni	3.62%
Other	8.70%

LGIP

Agency	47.82%
Treasury	35.62%
Bank Deposits	0.00%
Repo	13.34%
Other	3.23%



ASSET ALLOCATIONS BY FUND

Portfolio Name	Market Value+int	% Fund	Repo	Bank Deposits	Treasury	Agency	Corp/CP	Muni	Other	Cash
Total LGIP	\$ 861,819,784	100%	13.34%	0.00%	35.62%	47.82%	0.00%	0.00%	0.00%	3.23%
Liquidity	\$ 404,407,317	47%								
Investments	\$ 457,412,467	53%								
LGIP GIP Index Benchmark			23.03%	10.85%	23.45%	42.45%	0.00%	0.00%		0.22%
Portfolio Name	Market Value+Int	% Fund	Repo	CD/Bank	Treasury	Agency	Corp/CP	LGIP	Cash	Muni
Total General Fund	\$ 1,243,467,197	100%								
Liquidity	\$ 531,881,859	43%	90.36%						7.51%	2.12%
Investment Core	\$ 711,585,338	57%	2.76%	3.87%	51.23%	30.57%	8.44%		2.05%	1.07%
Portfolio Name	Market Value+Int	% Fund	Repo	CD/Bank	Treasury	Agency	Cash	LGIP	Corp/CP	Muni
Total Tax Exempt	\$ 472,854,528	100%	3.26%	1.33%	22.21%	65.54%		0.00%	2.67%	4.96%
Liquidity	\$ 55,688,272	12%								
Investments	\$ 417,166,256	88%								
Portfolio Name	Market Value+Int	% Fund	Repo	CD/Bank	Treasury	Agency	Cash/Other	LGIP	CP	Muni
Total Taxable	\$ 480,547,847	100%	4.92%	2.35%	26.84%	60.84%	1.44%	0.00%	0.00%	3.62%
Liquidity	\$ -	0%								
Investments	\$ 480,547,847	100%								
Portfolio Name	Market Value+Int	% Fund	Repo	CD/Bank	Treasury	Agency	Corp/CP	LGIP	STIF/Other	Muni
Overnight Repo Pool	\$ 59,795,651	100%	100.00%				0.00%			
Liquidity	\$ 59,795,651	100%								
Investments		0%								
Portfolio Name	Market Value+Int	% Fund	Repo	CD/Bank	Treasury	Agency	Cash	LGIP	CP	Muni
Severance Tax Bonding	\$ 219,637,046	100%	10.43%	2.47%	15.930%	59.94%	0.00%	9.55%	0.00%	1.68%
Liquidity	\$ 219,224,234	100%								
Investments	\$ -	0%								
TOTAL STO FUNDS Ex LGIP	\$ 2,476,302,269									
TOTAL STO WITH LGIP	\$ 3,338,122,053									

Source: JP Morgan Reports - Balances -Trade Date

Asset Allocation STO - JP Morgan Reports

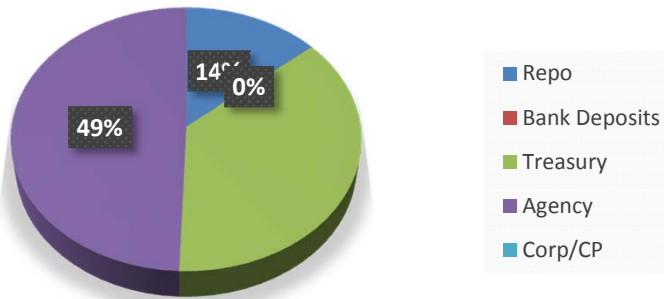
The benchmarks for STO Funds are 100% US Treasury Securities

Assumption: QED is trade date accounting, therefore, negative cash balances were reduced from Repo or bank deposits

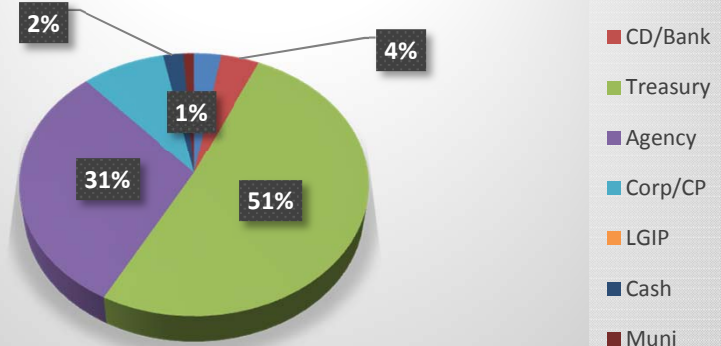


ASSET ALLOCATIONS BY FUND

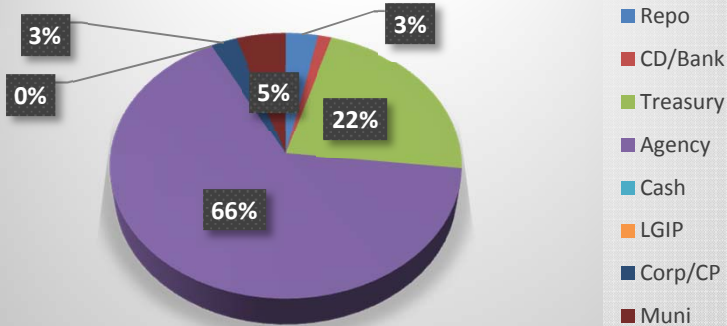
Total LGIP Allocation



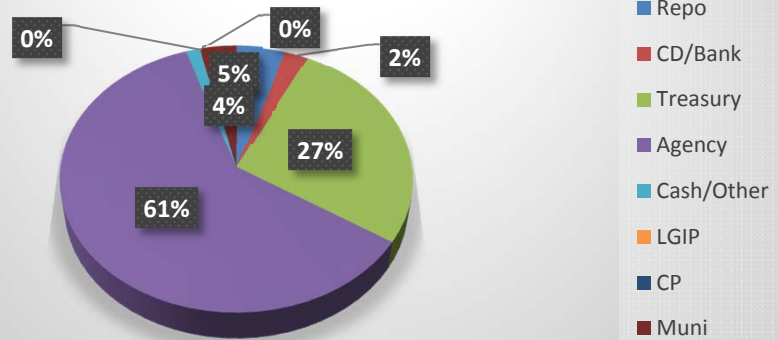
General Fund Core Allocations



Total Tax Exempt Allocations



Total Taxable Allocations





CHANGE IN PORTFOLIO FROM 12/31/16-3/31/17

LGIP Fund	Market Value+int	Repo	Bank	Treasury	Agency	Corp/CP	STIF	Other	Muni
3/31/2017	\$ 861,819,784	13.34%	0.00%	35.62%	47.82%	0.00%	3.22%	0.00%	
12/31/2016	\$ 663,052,614	7.54%	4.53%	2.26%	80.31%	0.00%	5.36%	0.00%	
Change over Period	\$ 198,767,170	5.80%	-4.53%	33.36%	-32.49%	0.00%	-2.14%	0.00%	
General Fund Liquidity	Market Value+Int	Repo	CD/Bank	Treasury	Agency	Corp/CP	STIF/Bank	LGIP	Muni
3/31/2017	\$ 531,881,859	90.36%	0.00%	0.00%	0.00%	0.00%	9.63%	0.00%	0.00%
12/31/2016	\$ 527,806,168	57.17%	0.00%	0.00%	0.00%	0.00%	42.83%	0.00%	0.00%
Change over Period	\$ 4,075,691	33.19%	0.00%	0.00%	0.00%	0.00%	-33.20%	0.00%	0.00%
General Fund Core	Market Value+Int	Repo	CD/Bank	Treasury	Agency	Corp/CP	STIF/Other	LGIP	Muni
3/31/2017	\$ 711,585,338	2.76%	3.87%	51.23%	30.57%	8.44%	2.05%	0.00%	1.07%
12/31/2016	\$ 709,283,632	0.04%	3.93%	49.99%	43.30%	0.99%	-0.67%	0.99%	2.43%
Change over Period	\$ 2,301,706	2.72%	-0.06%	1.24%	-12.73%	7.45%	2.72%	-0.99%	-1.36%
BPIP Tax Exempt	Market Value+Int	Repo	CD/Other	Treasury	Agency	Cash	STIF/CP	LGIP	Muni
3/31/2017	\$ 472,854,528	3.26%	1.33%	22.21%	65.54%	0.02%	2.67%	0.00%	4.96%
12/31/2016	\$ 583,690,782	4.20%	0.12%	25.75%	59.25%	0.00%	5.72%	0.00%	4.96%
Change over Period	\$ (110,836,254)	-0.94%	1.21%	-3.54%	6.29%	0.02%	-3.05%	0.00%	0.00%
BPIP Taxable	Market Value+Int	Repo	CD/Other	Treasury	Agency	Cash	STIF/CP	LGIP	Muni
3/31/2017	\$ 480,547,847	4.92%	2.35%	26.84%	60.84%	1.44%	1.44%	0.00%	3.62%
12/31/2016	\$ 546,439,104	1.19%	1.87%	28.22%	61.93%	0.61%	1.83%	0.81%	3.55%
Change over Period	\$ (65,891,257)	3.73%	0.48%	-1.38%	-1.09%	0.83%	-0.39%	-0.81%	0.07%
Overnight Repo Pool	Market Value+Int	Repo	CD/Other	Treasury	Agency	Corp/CP	STIF	LGIP	Muni
3/31/2017	\$ 59,795,651	100%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
12/31/2016	\$ 19,882,604	100%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Change over Period	\$ 39,913,047								
Severance Tax Bonding	Market Value+Int	Repo	CD/Other	Treasury	Agency	Cash	STIF/CP	LGIP	Muni
3/31/2017	\$ 219,637,046	10.43%	2.47%	15.93%	59.94%	0.00%	9.55%	0.00%	1.68%
12/31/2016	\$ 132,510,022	7.62%	0.00%	26.41%	33.96%	20.66%	7.08%	0.12%	4.16%
Change over Period	\$ 87,127,024	2.81%	2.47%	0.00%	25.98%	-20.66%	2.47%	-0.12%	-2.48%
TOTAL STO FUNDS ex LGIP 3/31/17	\$ 2,476,302,269	25.00%							
TOTAL STO FUNDS ex LGIP 12/31/16	\$ 2,519,612,312								
Total Change	\$ (43,310,043)								
TOTAL FUND W/LGIP 3/31/17	\$ 3,338,122,053								

Source: JP Morgan Reports - Balances

Asset Allocation STO - QED Reports

Assumption: QED is trade date accounting, therefore, negative cash balances were reduced from Repo or bank deposits



PERFORMANCE REPORT

Performance Report

The following performance report compares the total return of each portfolio relative to the established benchmark. The LGIP portfolio is reported on a book yield basis. The only funds that utilize total return tracking are the General Fund Core and the two BPIP funds.

Quarter Performance

All three total return investment portfolios maintained shorter durations than the benchmarks due to the outlook and expectation of higher interest rates and uncertain liquidity demands. The portfolio performances were consistent to the benchmarks due to the more neutral strategy. All three investment portfolios performed close to the designated benchmarks for the quarter. The total investments fund combined ended the quarter at an earnings rate of 1.16% and a total return of .23% versus the weighted benchmark at .23%.

Fiscal Year to Date:

The investment funds are performing fiscal year to date at -.03% versus -.18% on a total return basis. The shorter durations throughout the year have protected the portfolio from larger principal price declines.

Attribution Analysis

The primary contributor to return was the duration positioning relative to the benchmark. Credit exposure was minimal with the use of municipal securities, commercial paper and corporates which are adding to the interest accrual component of total return.

Observations and Considerations

Interest rates continue to be volatile in the anticipation of further rate hikes in 2017. The portfolios have been able to provide for immediate cash needs through the liquidity of securities and the specific management of dedicated liquidity components. As rates rise, it is expected that overall earnings of all funds will continue to more upwards.

KEY MEASURES

Performance	Quarter
<u>General Core Fund TR</u>	
Portfolio	0.32%
Benchmark	0.32%
Book Yield	1.37%
<u>BPIP Tax Exempt R</u>	
Portfolio	0.23%
Benchmark	0.22%
Book Yield	0.98%
<u>BPIP Taxable TR</u>	
Portfolio	0.23%
Benchmark	0.22%
Book Yield	1.04%
<u>NM Investment Funds TR</u>	
Portfolio	0.23%
Benchmark	0.23%
Book Yield	1.16%
<u>LGIP</u>	
Portfolio Net Yield	0.60%
Benchmark Net Yield	0.53%



PERFORMANCE BY INVESTMENT FUND

LGIP FUND	Market Value	Days	Earnings Yield		
			3/31/2017 Quarter End Yield	6/30/16-3/31/17 Fiscal Year	
LGIP 30 Day Gross Yield	\$ 861,819,784	55	0.650%	0.48%	
S&P LGIP Govt Pools Gross Return		43	0.670%	0.48%	
LGIP 30 Day Net Yield			0.600%	0.43%	
S&P LGIP Govt Pools Net Return			0.530%	0.34%	
STO INVESTMENT FUNDS			Total Return	Quarter Period	Fiscal Period
		3/31/2017	3/31/2017	6/30/16-3/31/17	6/30/16 - 3/31/17
Portfolio Name	Market Value	Duration - End	Quarter Return	Fiscal Year	% of STO
General Fund Liquidity	\$ 531,881,859	0.00	0.11%	0.23%	24.21%
Fund Benchmark S&P LGIP Pool Net Return		0.01	0.12%	0.26%	
Portfolio Name	Market Value	Duration - End	Quarter Return	Fiscal Year	% of STO
General Fund Core	\$ 711,585,338	2.09	0.32%	-0.46%	32.39%
Fund Benchmark Treasury 0-5 Year		2.16	0.32%	-0.64%	
Portfolio Name	Market Value	Duration - End	Quarter Return	Fiscal Year	% of STO
General Fund Total	\$ 1,243,467,197	1.20	0.24%	-0.18%	56.60%
General Fund Total Benchmark - Weighted		1.24	0.23%	-0.28%	
Portfolio Name	Market Value	Duration - End	Quarter Return	Fiscal Year	% of STO
BPIP Tax Exempt	\$ 472,854,528	1.28	0.23%	0.17%	21.52%
Fund Benchmark - Treasury 0-3 Year		1.37	0.22%	-0.08%	
Portfolio Name	Market Value	Duration - End	Quarter Return	Fiscal Year	% of STO
BPIP Taxable	\$ 480,547,847	1.23	0.23%	0.12%	21.87%
Fund Benchmark - Treasury 0-3 Year		1.37	0.22%	-0.08%	
Total STO Investment Funds	\$ 2,196,869,572	1.22	0.23%	-0.03%	100.00%
Weighted Benchmark		1.30	0.23%	-0.18%	
STO OTHER FUNDS			3/31/2017	6/30/16-3/31/17	
Portfolio Name	Market Value	Duration - End	Quarter Return	Fiscal Year	
Severance Tax Bonding	\$ 219,637,046	0.20	0.15%	0.33%	
Portfolio Name	Market Value	Duration - End	Quarter Return	Fiscal Year	
Overnight Repo Pool	\$ 59,795,651	0	0.15%	0.33%	
Total STO Investment Funds	\$ 2,476,302,269				

JP Morgan reports are based on trade date and includes accrued interest. Returns are total return with the exception of the LGIP data which is book yield.



SHOCK ANALYSIS REPORT

Shock Analysis

The following shock analysis report illustrates market value change that can be expected given instantaneous interest rate changes.

Strategy to Manage Risk

It is inherent in owning longer term fixed income securities that the market value will change given interest rate moves. It is also inherent that the longer maturities historically have provided higher returns over interest rate cycles. The purpose of the shock analysis is to illustrate and manage the expected change in market value on the portfolio given a change in current interest rates.

Change in Market Value

The total market value of the investment portfolios will move by approximately \$6,708,853 given a 25 basis point instantaneous change in market yield and a parallel yield curve shift. This does not incorporate credit spread changes or yield curve shift. The exposure is less than the established benchmark by approximately \$400M and the variance is due to the shorter duration of the investment funds of 1.61 versus 1.71 for the weighted benchmark duration.

LGIP Market Value Change

The LGIP shock report is included and this analysis shows the NAV price change expected on the LGIP fund given changes in interest rates and overall portfolio size. The LGIP policy establishes for the NAV to remain between 99.85 and 100.15. The LGIP NAV as of quarter end was 99.978, and the portfolio is reviewed and reported to S&P on a weekly basis.

KEY MEASURES

Market Price Change If Rates Rise	
<u>General Core Fund</u>	
25 Basis point change	(3,718,033)
<u>BPIP Tax Exempt</u>	
25 Basis point change	(1,513,134)
<u>BPIP Taxable</u>	
25 Basis point change	(1,477,685)
<u>Total NM Funds</u>	
25 Basis point change	(6,708,853)
<u>LGIP</u>	
25 Basis point change	
Current NAV	99.9780
Potential Change	99.9403



SHOCK ANALYSIS

Review of price sensitivity of the investment portfolio given an upward movement in rates.

Assumptions:

1. Assumes parallel yield curve shift 2. Assume point in time change 3. Represents market value change that is unrealized

STO FUNDS		RISK	Up 25 Basis Pts	Up 50 Basis Pts	Up 100 Basis Pts
Portfolio Name	Market Value	Duration - End	Market Change	Market Change	Market Change
General Fund Core	\$ 711,585,338.00	2.09	\$ (3,718,033.39)	\$ (7,436,066.78)	\$ (14,872,133.56)
Fund Benchmark		2.16	\$ (3,842,560.83)	\$ (7,685,121.65)	\$ (15,370,243.30)
Portfolio Name	Market Value	Duration - End	Market Change	Market Change	Market Change
BPIP Tax Exempt	\$ 472,854,528.00	1.28	\$ (1,513,134.49)	\$ (3,026,268.98)	\$ (6,052,537.96)
Fund Benchmark		1.37	\$ (1,619,526.76)	\$ (3,239,053.52)	\$ (6,478,107.03)
Portfolio Name	Market Value	Duration - End	Market Change	Market Change	Market Change
BPIP Taxable	\$ 480,547,847.00	1.23	\$ (1,477,684.63)	\$ (2,955,369.26)	\$ (5,910,738.52)
Fund Benchmark		1.37	\$ (1,645,876.38)	\$ (3,291,752.75)	\$ (6,583,505.50)
Total STO Investment Funds	\$ 1,664,987,713.00	1.61	\$ (6,708,852.51)	\$ (13,417,705.02)	\$ (26,835,410.04)
Total Benchmark Change		1.71	\$ (7,107,963.96)	\$ (14,215,927.92)	\$ (28,431,855.84)

* Data Source: JP Morgan Custodial Reports

ASSUMED EARNINGS COMPARISON OF PORTFOLIO TO CASH EARNINGS ANNUALIZED				
		3/31/2017	1 year	3 year*
Portfolio Name	Market Value	Book Yield	Earnings	Earnings
General Fund Core	\$ 711,585,338.00	1.37%	\$ 9,748,719.13	\$ 29,246,157.39
Cash		0.70%	\$ 4,981,097.37	\$ 14,943,292.10
Portfolio Name	Market Value	Book Yield	Earnings	Earnings
BPIP Tax Exempt	\$ 472,854,528.00	0.98%	\$ 4,633,974.37	\$ 13,901,923.12
Cash		0.70%	\$ 3,309,981.70	\$ 9,929,945.09
Portfolio Name	Market Value	Book Yield	Earnings	Earnings
BPIP Taxable	\$ 480,547,847.00	1.04%	\$ 4,997,697.61	\$ 14,993,092.83
Cash		0.70%	\$ 3,363,834.93	\$ 10,091,504.79
Total STO Investment Funds	\$ 1,664,987,713.00	1.164%	\$ 19,380,391.11	\$ 58,141,173.34

Data Source: JP Morgan Custodial Reports and QED reports

* 3 year returns assume the same as current rates for the next 3 years. Cash rate based on current LGIP Pool rate on report date.

SENSITIVITY ANALYSIS

Weighted Average Maturity:	55
Shares Outstanding*:	861,847,580.34 Participant Share as of 4/3/17
Market Value (NAV):	0.99978
Total \$ Unrealized Loss:	(\$189,606)
Total \$ Unrealized Gain:	\$0
Market Value - JP Morgan Price:	\$861,819,784

<u>Basis Point Shift</u>								Unrealized Gain (Loss)
150	0.996457	0.997244	0.997389	0.997520	0.997638	0.997745	0.998092	\$ (2,137,618)
125	0.996995	0.997663	0.997786	0.997896	0.997997	0.998088	0.998382	\$ (1,812,950)
100	0.997533	0.998081	0.998182	0.998273	0.998355	0.998430	0.998672	\$ (1,488,281)
75	0.998071	0.998500	0.998579	0.998650	0.998714	0.998773	0.998961	\$ (1,163,612)
50	0.998609	0.998918	0.998975	0.999027	0.999073	0.999115	0.999251	\$ (838,944)
25	0.999148	0.999337	0.999372	0.999403	0.999432	0.999458	0.999541	\$ (514,275)
0	0.999686	0.999756	0.999768	0.999780	0.999790	0.999800	0.999831	\$ (189,606)
-25	1.000224	1.000174	1.000165	1.000157	1.000149	1.000142	1.000121	\$ 135,062
-50	1.000762	1.000593	1.000561	1.000533	1.000508	1.000485	1.000410	\$ 459,731
-75	1.001300	1.001011	1.000958	1.000910	1.000867	1.000827	1.000700	\$ 784,399
-100	1.001838	1.001430	1.001355	1.001287	1.001226	1.001170	1.000990	\$ 1,109,068
-125	1.002377	1.001848	1.001751	1.001664	1.001584	1.001512	1.001280	\$ 1,433,737
-150	1.002915	1.002267	1.002148	1.002040	1.001943	1.001855	1.001569	\$ 1,758,405

Redemption/Inflow	-30%	-10%	-5%	0%	5%	10%	30%
O/S Shares	603,293,306	775,662,822	818,755,201	861,847,580	904,939,959	948,032,338	1,120,401,854

Shift Upon NAV = $NAV - (APM/365) * (Bp/10,000)$

Dilution Upon NAV = $(NAV + Change) / (1 + Change)$

Source: S&P rating matrix

* Provided by STO on S&P Report

Note: Market Value of LGIP differs on S&P report from JP Morgan report



Disclaimer:

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9. Quarterly Investment Review – Portfolio Managers

Market Summary

US Treasury yields were mostly higher during the first quarter of 2017, as the yield curve flattened with longer maturities outperforming. The Federal Reserve increased short term rates by 25 basis points in March, reflected in maturities less than one year. Longer maturities were much more stable to lower as they continued to focus on inflation that is still below the Fed's 2% target. By looking at the change in yields over the quarter it looks like not much really happened except for one rate hike. It felt a bit more turbulent than that.

The Fed surprised the markets by slipping in the March rate increase as the expectations were leaning toward June. The idea that rate hikes would be coming sooner and more often than was priced into yields, created a spike in US Treasuries heading into the March Fed meeting. A few obstacles got in the way of the torrid equity markets, helping bonds recover in the latter half of March, actually pushing yields lower for longer maturities. The doomed fate of Trump's healthcare reform had market participants backpedaling on whether perceived economic growth policies would take longer to implement, if at all. This generated a flight-to-quality into fixed income securities, further exacerbated by upcoming European elections and their implications for the European Union, solvency of Italian banking institutions and strained Russian relations.

The STO portfolios were shorter in duration vs. benchmarks for the quarter as liquidity needs were still a focus. Preservation of principal in a slow but steady rising interest rate cycle is important especially if there is anticipation that cash may need to be raised. STO portfolios mostly outperformed their benchmarks as interest rates rose in maturities less than five years. Treasury securities were quite attractive versus Agencies as yield advantages narrowed during the quarter. Treasury supply was effected by seasonal influences and the debt ceiling, while Agencies other than Federal Home Loan Bank, continued to diminish in supply.

Following the Fed rate hike in March, overnight repo jumped to around 0.78%-0.80%, very attractive versus Agency discount notes out to three months, boosting overall repo balances. Portfolios were able to take advantage of higher commercial paper rates versus repo, Agencies and Treasuries to pick up additional yield, although spreads continue to compress versus Treasuries. Corporate bond deals for issuers on STO's approved list, short maturity, less than three years, high quality names, have been snapped up by investors, tightening spreads further. NM municipal securities have been hard to come by with limited supply and yields on top of or through Treasuries.

Table 1 – Comparative Quarterly Interest Rates

<i>US Treasury Yields</i>			
<i>Maturity</i>	<i>12/31/16</i>	<i>03/31/17</i>	<i>Change</i>
3-Month	0.50%	0.75%	0.25%
6-Month	0.61%	0.90%	0.29%
1-Year	0.81%	1.02%	0.21%
2-Year	1.19%	1.25%	0.06%
3-Year	1.45%	1.49%	0.04%
5-Year	1.93%	1.92%	-0.01%
10-Year	2.44%	2.39%	-0.05%
30-Year	3.06%	3.01%	-0.05%

Source: Bloomberg LP

Expectations for the Upcoming Quarter and Year

US Treasury markets seem to be richly priced considering that there may be more Fed rate hikes on the docket. Although the short end of the yield curve has increased in line with the last rate hike, longer maturities have not really budged. At the same time, US equity markets are still hovering around record highs in April, giving the Fed another opportunity to normalize rates in June.

As STO invests in the five year and shorter maturity range, as long as a rising interest rate environment exists, we must be conservatively postured to preserve principal. The trick is that inflation is still below the Fed's 2% target rate and, supposedly weather related, very weak employment data was reported in April. Further, the economy grew at an anemic 0.7% during the first quarter. The strength of the European Union, US airstrikes on Syria and Afghanistan may continue to support fixed income securities in a risk off trading environment.

General Fund Investment Pool

The General Fund Investment Pool will continue to be invested with a shorter duration than the benchmark, with a focus toward having \$100 million or so readily available in the Core portfolio, to meet immediate cash needs. The Fund received \$109 million from tobacco settlements in January and another \$110 million in early April. April is generally a higher balance month due to tax receipts, so we will see how May and June play out. The benchmark for the General Fund is US Treasuries 0- 5 years, with the Fund currently structured defensively, maturities in the five year part of the curve are limited. If the yield curve continues to flatten, the Fund may underperform as the five year stays relatively stable and shorter rates rise.

Bond Proceeds Pools

The Pools are invested in a laddered fashion in order to meet monthly withdrawal requests. The portfolios will continue to target durations shorter than their benchmarks. With interest rates rising, this has been a beneficial posture. The Pools have taken advantage of adding corporate credit in the new issue market as well as through commercial paper offerings. Both portfolios will continue to be managed with an emphasis towards meeting regular cash requests.

Local Government Investment Pool

The LGIP has increased assets to \$860 million with the yield continuing to climb with the Federal Funds rate. The gross yield on the Pool was 0.64% at the end of the first quarter, rising to 0.75% so far in April. New participants continue to have interest and are entering the Pool as it offers a very competitive yield vs. bank deposits, the alternative that most eligible investors compare it to. The WAM to reset will continue to be close to the maximum allowable 60 days.

Severance Tax Bonding Fund

The Severance Tax Bonding Fund will see generally increasing balances over the quarter as deposits are made on a monthly basis. STO is actively managing investments to mature close to the end of June in order to meet expected debt service payments. Deposits, for the past few months, have been creeping up to \$30 million. US Treasury repo becomes exceedingly attractive as we approach the June 30 target date. The Fund has also been able to take advantage of higher rates for commercial paper.

Vikki Hanges
Portfolio Manager



10. Portfolio Summary- General Fund Investment Pool

Portfolio Summary – General Fund Investment Pool

Summary

- The General Fund Investment Pool (Bank balances, Liquidity and Core Portfolios) closed the month of March at \$1.3 Billion.

Portfolio Mix

- At month end, 100% of the General Fund CORE portfolio was invested in fixed income securities; 51% in US Government Securities; 34% in Government Related Securities (Municipal Bonds and Agency Securities), 1% in Corporate Securities and the balance ~14% in cash and cash equivalents.
- 29% of the portfolio was invested in securities that mature in one year; 27% in securities that mature from 1-2 years; 43% in 2-4 years and 1% within 5 years.
- The General Fund Core portfolio held positions in 54 securities at the end of March.
- The Weighted Average Life of the CORE portion of the General Fund was 1.91 years. The Weighted Average duration was 1.84 years.
- The benchmark duration for the CORE portfolio was 2.16 years.
- The maximum security term for the CORE portfolio is 5 years.

Performance

- For the last 3 months, the General Fund matched its benchmark, returning 0.32% vs. 0.32%.
- For the last 12 months, the General Fund outperformed its benchmark. The General Fund gained 0.14% while the benchmark rose 0.03%.

Market Value and Investment Earnings

- Unrealized gains/losses in the Core Portfolio at the end of March were \$174,426.
- Over the month, the unrealized value of the portfolio decreased \$487,545.
- Monthly net earnings for March on the General Fund Portfolios were \$975,133.
- Total monthly earnings including mark-to-market were \$487,588.
- Year-to-date net earnings were \$9,865,237.
- Total year-to-date earnings including mark-to-market were \$(2,605,896).
- Earnings on the General Fund are used to offset General Fund Spending.

Investment Highlights

- The portfolio remained shorter than the benchmark duration to preserve principal in anticipation of liquidity needs.
- The Core portfolio will move closer to the benchmark duration as opportunities arise.
- During the month of March the General Fund Liquidity portfolio had sufficient funds to meet cash needs.

STATE OF NEW MEXICO
GENERAL FUND (1000)
Portfolio Classification Summary
Positions Held as of 3/31/17 (TRADE Basis)

AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	2	.7461	.00820	480,648,433	480,648,433	480,648,433		90.369
MUNICIPAL BOND REVENUE	1	1.2140	.25750	11,257,000	11,257,000	11,257,000		2.116
CASH ACCOUNT	2			39,966,550	39,966,550	39,966,550		7.514
	5	.6999	.01391	531,871,983	531,871,983	531,871,983		100.000

STATE OF NEW MEXICO
GENERAL FUND CORE (1001)
Portfolio Classification Summary
Positions Held as of 3/31/17 (TRADE Basis)

AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	1	.7604	.00820	19,651,839	19,651,839	19,651,839		2.770
COMMERCIAL PAPER-DISCOUNT BASED	2	.8469	.01235	50,000,000	49,995,930	49,995,930		7.046
CERTIFICATES OF DEPOSIT	5	.8318	.11303	27,500,000	27,500,000	27,500,000		3.876
U.S. TREASURY BILLS	1	.7824	.07400	10,000,000	9,994,437	9,995,100	663	1.409
US TREASURY NOTE ACT/ACT 2X	17	1.3935	2.13773	352,750,000	353,150,097	353,130,850	-19,247	49.769
AGENCY US BOND 30/360 2X	4	1.5394	3.69358	47,500,000	47,313,688	46,862,985	-450,703	6.605
AGENCY 30/360 2X	1	.9449	2.33970	5,000,000	4,993,428	4,935,100	-58,328	.696
AGENCY US BOND 30/360 ZERO CPN	1	2.2074	2.52600	22,941,000	21,788,337	21,896,726	108,389	3.086
AGENCY US NOTES 30/360 2X	9	1.6155	1.78957	137,000,000	137,857,444	138,480,530	623,086	19.517
FED NATL MORTGAGE ASSN DEBS	1	.7590	.24930	5,000,000	5,000,000	4,929,050	-70,950	.695
CORP US NOTE 30/360 2X	3	1.9282	2.58838	10,000,000	9,986,634	10,030,875	44,241	1.414
MUNI US 30/360 2X	7	.9080	.73178	2,635,000	2,658,912	2,654,676	-4,236	.374
MUNICIPAL BOND REVENUE	1	1.0055	.33700	4,900,000	4,916,374	4,917,885	1,511	.693
MUNICIPAL BOND REVENUE ACT/ACT	1	.9200	9.16990	14,565,000	14,565,000	14,565,000		2.053
	<u>54</u>	<u>1.3706</u>	<u>1.99205</u>	<u>709,442,839</u>	<u>709,372,120</u>	<u>709,546,546</u>	<u>174,426</u>	<u>100.000</u>

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET	
- 11,257,000	(TD)-CASH KEY	CASHCASH				1.00000	-11,257,000.00	-11,257,000.00		
51,223,550	BANK OF THE WEST	CASHCASH				1.00000	51,223,549.54	51,223,550.00	.46	
<hr/>							39,966,550	39,966,550.00	.46	
====> 0002 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> NO-MEANINGFUL-DATE <====										
97,000,000	OVERNIGHT REPO	0403RP	.680	4/03/17	.680	1.00000	97,000,000.00	97,000,000.00		
383,648,433	OVERNIGHT REPO	0403RP	.750	4/03/17	.750	1.00000	383,648,432.82	383,648,432.82		
11,257,000	ABQ SERIES 2017 B	ABQ2017B	1.201	7/03/17	1.197	100.00000	11,257,000.00	11,257,000.00		
<hr/>							491,905,433	491,905,432.82	491,905,432.82	
====> 0003 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2017 <====										
<hr/>							531,871,983	531,871,982.36	531,871,982.82	.46
====> 0005 ITEMS IN SUBTOTAL FOR ====> FUND NAME..... ====> GENERAL FUND <====										

STATE OF NEW MEXICO

TREASURERS OFFICE

Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
19,651,839	OVERNIGHT REPO	0403RP	.750	4/03/17	.750	1.00000	19,651,839.38	19,651,839.38	
25,000,000	EXXON MOBIL	30229AR4		4/04/17	.820	99.99317	24,998,291.67	24,998,291.67	
25,000,000	TOYOTA MOTOR CREDIT	89233GR5		4/05/17	.850	99.99056	24,997,638.89	24,997,638.89	
20,000,000	FIRST NATIONAL SANTA FE	84000531	.850	4/10/17	.850	1.00000	20,000,000.00	20,000,000.00	
3,000,000	FARMERS AND STOCKMENS	8521625	.700	4/21/17	.700	1.00000	3,000,000.00	3,000,000.00	
10,000,000	UNITED STATES TREASURY BILLS	912796JP		4/27/17	.772	99.94437	9,994,437.12	9,995,100.00	662.88
2,000,000	FARMERS & STOCKMENS BANK	8521016	.650	4/28/17	.650	1.00000	2,000,000.00	2,000,000.00	
1,080,000	LAS CRUCES N MEX JT UTIL REV	517496EL	2.000	6/01/17	.750	100.20721	1,082,237.84	1,081,900.80	- 337.04
500,000	WESTERN BANK CLOVIS	15981000	.750	6/02/17	.750	1.00000	500,000.00	500,000.00	
20,000,000	UNITED STATES TREASURY NOTES	912828NR	2.375	7/31/17	1.122	100.41591	20,083,182.98	20,101,600.00	18,417.02
300,000	SAN JUAN CNTY N MEX CENT CONS IN	798359KS	1.000	8/01/17	.751	100.08254	300,247.61	299,847.00	- 400.61
4,900,000	ALBUQUERQUE N MEX MUN SCH DISTNO	013595UK	2.000	8/01/17	.992	100.33416	4,916,374.07	4,917,885.00	1,510.93
10,000,000	UNITED STATES TREASURY NOTES	912828D9	1.000	9/15/17	1.058	99.97366	9,997,365.96	10,004,700.00	7,334.04
15,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0ZL	1.000	9/27/17	1.118	99.94262	14,991,392.37	15,004,200.00	12,807.63
20,000,000	UNITED STATES TREASURY NOTES	912828HH	4.250	11/15/17	1.085	101.95417	20,390,834.87	20,400,000.00	9,165.13
20,000,000	UNITED STATES TREASURY NOTES	912828UA	.625	11/30/17	1.075	99.70232	19,940,463.89	19,953,200.00	12,736.11
255,000	SILVER CITY N MEX JT UTIL SYS RE	82750RAP	2.000	12/01/17	1.000	100.66194	256,687.94	256,693.20	5.26
196,686,839							197,100,994.59	197,162,895.94	61,901.35

====> 0017 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2017 <====

5,000,000	UNITED STATES TREASURY NOTES	912828UJ	.875	1/31/18	1.309	99.64062	4,982,031.21	4,992,950.00	10,918.79
15,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADP	.875	3/07/18	1.454	99.46509	14,919,763.23	14,966,100.00	46,336.77
2,000,000	FARMERS & STOCKMENS BANK	8521052	1.050	4/27/18	1.050	1.00000	2,000,000.00	2,000,000.00	
25,000,000	UNITED STATES TREASURY NOTES	912828UZ	.625	4/30/18	1.188	99.39788	24,849,469.46	24,870,250.00	20,780.54
25,000,000	UNITED STATES TREASURY NOTES	912828VE	1.000	5/31/18	1.228	99.73685	24,934,212.21	24,964,750.00	30,537.79
150,000	LAS CRUCES N MEX HOLD HARMLESSGR	51748QAY	4.000	6/01/18	1.500	102.87889	154,318.34	153,658.50	- 659.84
360,000	SANDOVAL COUNTY	800050FG	2.000	6/01/18	.920	101.24971	364,498.94	364,100.40	- 398.54
225,000	SAN JUAN CNTY N MEX CENT CONS IN	798359KT	1.000	8/01/18	1.000	99.99937	224,998.58	224,021.25	- 977.33
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0YM	1.875	9/18/18	1.438	100.63052	20,126,103.13	20,194,800.00	68,696.87
15,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0YT	1.625	11/27/18	1.747	99.80096	14,970,144.49	15,091,800.00	121,655.51
20,000,000	UNITED STATES TREASURY NOTES	912828RT	1.375	11/30/18	1.404	99.95240	19,990,480.36	20,056,200.00	65,719.64
500,000	FEDERAL HOME LOAN BANKS	313382F7	1.100	12/27/18	1.100	99.99937	499,996.85	498,195.00	- 1,801.85
128,235,000							128,016,016.80	128,376,825.15	360,808.35

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

STATE OF NEW MEXICO

TREASURERS OFFICE

Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
2,500,000	APPLE INC	037833CE	1.550	2/08/19	1.589	99.92879	2,498,219.63	2,504,525.00	6,305.37
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0ZA	1.875	2/19/19	1.678	100.36320	20,072,640.37	20,201,400.00	128,759.63
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EACA	3.750	3/27/19	1.762	103.86847	20,773,694.78	20,941,400.00	167,705.22
35,000,000	UNITED STATES TREASURY NOTES	912828C6	1.625	3/31/19	1.744	99.76676	34,918,367.60	35,246,050.00	327,682.40
265,000	SANDOVAL COUNTY	800050FH	3.000	6/01/19	1.070	104.12111	275,920.95	274,455.20	- 1,465.75
16,000,000	UNITED STATES TREASURY NOTES	912828TH	.875	7/31/19	1.507	98.55477	15,768,763.64	15,830,560.00	61,796.36
5,000,000	FANNIE MAE	3135G0N3	.875	8/02/19	.932	99.86856	4,993,427.96	4,935,100.00	- 58,327.96
13,000,000	FEDERAL AGRICULTURAL MORTGAGE CO	31315P3R	1.900	9/18/19	1.920	99.95178	12,993,731.72	13,112,450.00	118,718.28
22,941,000	FEDERAL NATIONAL MORTGAGE ASSOCI	313586RC		10/09/19	2.177	94.97553	21,788,336.58	21,896,725.68	108,389.10
24,500,000	UNITED STATES TREASURY NOTES	912828F6	1.500	10/31/19	1.561	99.84613	24,462,302.45	24,549,735.00	87,432.55
8,000,000	FEDERAL FARM CREDIT BANKS	3133EEBN	1.800	11/12/19	1.755	100.11324	8,009,059.16	8,041,680.00	32,620.84
14,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0ZY	1.750	11/26/19	1.701	100.12562	14,017,586.47	14,090,580.00	72,993.53
181,206,000							180,572,051.31	181,624,660.88	1,052,609.57

====> 0012 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2019 <====

5,000,000	US BANK	90331HNB	2.000	1/24/20	2.073	99.80057	4,990,028.45	5,018,600.00	28,571.55
2,500,000	MICROSOFT CORP	594918BV	1.850	2/06/20	1.873	99.93542	2,498,385.59	2,507,750.00	9,364.41
33,750,000	UNITED STATES TREASURY NOTES	912828UV	1.125	3/31/20	1.387	99.23369	33,491,370.31	33,359,850.00	- 131,520.31
13,500,000	UNITED STATES TREASURY NOTES	912828K5	1.375	4/30/20	1.501	99.62180	13,448,942.65	13,428,855.00	- 20,087.65
4,000,000	UNITED STATES TREASURY NOTES	912828VV	2.125	8/31/20	1.654	101.55468	4,062,187.06	4,062,960.00	772.94
41,000,000	UNITED STATES TREASURY NOTES	912828WC	1.750	10/31/20	1.462	101.00049	41,410,200.67	41,089,790.00	- 320,410.67
20,000,000	US TREASURY N/B	912828A4	2.000	11/30/20	1.783	100.76546	20,153,091.61	20,204,600.00	51,508.39
20,000,000	UNITED STATES TREASURY NOTES	912828N4	1.750	12/31/20	1.383	101.33411	20,266,821.49	20,014,800.00	- 252,021.49
139,750,000							140,321,027.83	139,687,205.00	- 633,822.83

====> 0008 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2020 <====

34,000,000	FEDERAL HOME LOAN BANKS	3130A7CV	1.375	2/18/21	1.511	99.48786	33,825,873.79	33,479,460.00	- 346,413.79
5,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G9D8	.750	6/30/21	.749	100.00000	5,000,000.00	4,929,050.00	- 70,950.00
5,000,000	FHLB	3130A8QS	1.125	7/14/21	1.227	99.57526	4,978,763.20	4,843,650.00	- 135,113.20
5,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0Q8	1.375	10/07/21	1.410	99.84771	4,992,385.57	4,877,800.00	- 114,585.57
49,000,000							48,797,022.56	48,129,960.00	- 667,062.56

====> 0004 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2021 <====

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
14,565,000	UNIVERSITY N MEX UNIV REVS	914692WL	.920	6/01/26	.920	100.00000	14,565,000.00	14,565,000.00	
							<u>14,565,000.00</u>	<u>14,565,000.00</u>	
<u>14,565,000</u>									

====> 0001 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2026 <====

<u>709,442,839</u>							<u>709,372,113.09</u>	<u>709,546,546.97</u>	<u>174,433.88</u>
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====> 0054 ITEMS IN SUBTOTAL FOR ====> FUND NAME..... ====> GENERAL FUND CORE <====



11. Portfolio Summary- Local Government Investment Pool

Portfolio Summary – Local Government Investment Pool (LGIP)

Summary

- Ending March market value for the LGIP was \$862mil representing an increase relative to February's reported closing value of \$802mil.
- The LGIP maintains an AAAM rating by Standard & Poor's.
- At the end of March the STO participant balance was \$8.2mil or 1% of the Pool.
- At the end of March the Judicial District Court participant balance was \$2.5mil or 0.3% of the Pool.
- At the end of March the Educational Retirement Board participant balance was \$100.4mil or 13% of the Pool.

Portfolio Mix

- At the end of March the portfolio was invested as follows: 24% in US Treasuries, 38% in US government agencies, 4% in collateralized demand deposit accounts with qualified banking institutions, 21% in floating rate securities, and 13% in overnight repurchase agreements.
- At month-end, the LGIP held positions in 63 securities.

Investment Earnings

- During March the fund earned \$448,931.
- For FY2017, the fund has earned \$2,791,228.
- LGIP earnings are retained by participants after a management fee of 0.05% is paid to the General Fund.

Performance

- Gross yield on the LGIP was 0.64% at the end of March.
- Net yield to participants was 0.59%.

Investment Highlights

- For the LGIP, the WAM(R) of 57 days, and WAM (F) of 91 days, were within their maximums of 60 and 120 days respectively.
- The LGIP purchased \$220mil in US treasuries and \$203.4mil in US agency securities during the month. Approximately \$260mil of these transactions were in securities that mature in one month or less.
- The LGIP engaged in 13 repo trades during the month, consisting of 3 overnight and 10 term trades. Trade amounts varied in size from \$20mil to \$75mil at rates spanning 0.48% to 0.77%.

Investment Strategy

- LGIP WAMs are currently 59 and 93 days for WAM(R) and WAM (F) respectively.
- LGIP will continue to focus on maximizing safety of principal and providing adequate liquidity through the use of conservative investments.

Net Asset Value/Share

At month-end, the Net Asset Value per Share of the Local Government Investment Pool was \$0.99978.

STATE OF NEW MEXICO
LGIP FUND (4101)
Portfolio Classification Summary
Positions Held as of 3/31/17 (TRADE Basis)

AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (TERM)	3	.7631	.01729	115,000,000	115,000,000	115,000,000		13.364
U.S. TREASURY BILLS	6	.6980	.16450	125,000,000	124,860,016	124,843,800	-16,216	14.508
US TREASURY NOTE ACT/ACT 2X	2	.7008	.16149	85,000,000	84,973,985	84,971,800	-2,185	9.874
AGENCY US FLOAT ACT/360 12X	9	.8931	.54274	67,765,000	67,765,449	67,792,251	26,802	7.878
AGENCY US BOND 30/360 2X	9	.7657	.45155	74,554,000	75,683,437	75,604,561	-78,876	8.786
AGENCY US DISC ACT/360 360 DAY	5	.7078	.06390	97,000,000	96,960,748	96,959,720	-1,028	11.267
AGENCY US BOND 30/360 ZERO CPN	1	.6378	.16990	17,434,000	17,415,750	17,409,418	-6,332	2.023
AGENCY US NOTES 30/360 2X	10	.6893	.27978	136,843,000	137,118,285	137,048,163	-70,122	15.926
AGENCY US VARIABLE ACT/360 4X	14	.8786	.49403	113,080,000	113,132,994	113,133,874	880	13.147
CASH ACCOUNT	4			27,770,455	27,770,455	27,770,455		3.227
	<u>63</u>	<u>.7280</u>	<u>.25254</u>	<u>859,446,455</u>	<u>860,681,119</u>	<u>860,534,042</u>	<u>-147,077</u>	<u>100.000</u>

STATE OF NEW MEXICO

TREASURERS OFFICE

Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
15,079,379	WELLS FARGO CASH ACCOUNT	CASHCASH	.100			1.00000	15,079,378.64	15,079,379.00	.36
9,457,047	BANK OF THE WEST	CASHCASH	.250			1.00000	9,457,046.62	9,457,047.00	.38
45,183	COMPASS BANK	CASHCASH	.250			1.00000	45,183.10	45,183.00	-.10
3,188,846	US BANK	CASHCASH	.200			1.00000	3,188,846.21	3,188,846.00	-.21
27,770,455							27,770,454.57	27,770,455.00	.43

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

35,000,000	TENNESSEE VALLEY AUTHORITY	880590DX		4/04/17	.725	99.99396	34,997,885.42	34,999,300.00	1,414.58
40,000,000	REPURCHASE AGREEMENT TERM	0405TMRP	.750	4/05/17	.750	1.00000	40,000,000.00	40,000,000.00	
40,000,000	REPURCHASE AGREEMENT TERM	0407TMRP	.740	4/07/17	.740	1.00000	40,000,000.00	40,000,000.00	
35,000,000	REPURCHASE AGREEMENT TERM	0407TMRP	.770	4/07/17	.770	1.00000	35,000,000.00	35,000,000.00	
5,400,000	FEDERAL FARM CREDIT BANKS	3133EDX6	.500	4/10/17	.969	100.00072	5,400,039.06	5,400,054.00	14.94
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	313397ED		4/10/17	.718	99.98205	19,996,410.00	19,997,400.00	990.00
7,405,000	FEDERAL FARM CREDIT BANKS	3133EDJX	.491	4/17/17	.990	99.99733	7,404,802.23	7,405,518.35	716.12
5,400,000	FEDERAL FARM CREDIT BANKS	3133EFKH	.440	4/20/17	1.040	99.99674	5,399,823.97	5,400,000.00	176.03
31,270,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0ZB	.750	4/20/17	.562	100.00984	31,273,076.25	31,269,374.60	- 3,701.65
2,690,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0ZB	.750	4/20/17	.554	100.01024	2,690,275.40	2,689,946.20	- 329.20
35,000,000	UNITED STATES TREASURY BILLS	912796KT		4/20/17	.700	99.96588	34,988,059.02	34,988,100.00	40.98
10,000,000	FEDERAL HOME LOAN BANKS	3130A9U3	.422	4/24/17	.583	100.00000	10,000,000.00	9,999,800.00	- 200.00
12,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	313589EV		4/26/17	.661	99.95417	11,994,500.00	11,994,720.00	220.00
10,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G75N	.479	4/27/17	1.047	99.99532	9,999,531.56	10,001,600.00	2,068.44
2,150,000	FEDERAL FARM CREDIT BANKS	3133EERF	.495	4/27/17	.887	100.00379	2,150,081.56	2,150,193.50	111.94
40,000,000	UNITED STATES TREASURY BILLS	912796JP		4/27/17	.727	99.94749	39,978,997.78	39,980,400.00	1,402.22
20,000,000	FEDERAL HOME LOAN BANKS	313385EX		4/28/17	.696	99.94788	19,989,575.00	19,990,400.00	825.00
65,000,000	UNITED STATES TREASURY NOTES	912828K6	.500	4/30/17	.658	99.98723	64,991,701.05	64,992,200.00	498.95
2,363,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADF	1.250	5/12/17	.620	100.07135	2,364,686.08	2,364,086.98	- 599.10
2,310,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136FPYB	2.050	5/23/17	.620	100.20565	2,314,750.50	2,313,857.70	- 892.80
5,000,000	FEDERAL HOME LOAN BANKS	3130A7WA	.750	5/25/17	.750	100.00000	5,000,000.00	4,999,600.00	- 400.00
5,000,000	UNITED STATES TREASURY BILLS	912796JT		5/25/17	.571	99.91450	4,995,725.00	4,994,850.00	- 875.00
25,000,000	FEDERAL FARM CREDIT BANKS	3133EFFV	.650	5/30/17	1.058	100.01773	25,004,433.24	25,014,000.00	9,566.76
15,000,000	FEDERAL HOME LOAN BANKS	3130A5EP	.625	5/30/17	.570	100.00880	15,001,320.21	14,995,650.00	- 5,670.21
17,434,000	FANNIE MAE	31359MEL		6/01/17	.629	99.89532	17,415,749.32	17,409,418.06	- 6,331.26
5,250,000	FEDERAL FARM CREDIT BANKS	3133EFNP	.756	6/12/17	.900	100.02042	5,251,072.11	5,250,997.50	- 74.61
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3XN	1.000	6/13/17	.586	100.08231	20,016,461.72	20,005,600.00	- 10,861.72
3,000,000	FEDERAL FARM CREDIT BANKS	3133EE7M	.650	6/19/17	.821	99.96278	2,998,883.45	2,998,740.00	- 143.45
17,000,000	FEDERAL HOME LN MTG CORP	3137EADH	1.000	6/29/17	.667	100.08074	17,013,726.31	17,005,270.00	- 8,456.31
25,000,000	UNITED STATES TREASURY BILLS	912796LK		7/13/17	.588	99.83220	24,958,048.96	24,945,750.00	- 12,298.96

STATE OF NEW MEXICO

TREASURERS OFFICE

Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
10,000,000	FEDERAL HOME LOAN BANKS	313385JC		7/14/17	.612	99.82378	9,982,377.77	9,977,900.00	- 4,477.77
13,391,000	TENNESSEE VALLEY AUTH	880591EA	5.500	7/18/17	.719	101.41565	13,580,569.37	13,570,171.58	- 10,397.79
2,150,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0F8	.759	7/20/17	.819	100.05141	2,151,105.34	2,151,591.00	485.66
10,000,000	UNITED STATES TREASURY BILLS	912796KB		7/20/17	.602	99.81667	9,981,666.66	9,976,800.00	- 4,866.66
10,000,000	FEDERAL HOME LOAN BANKS	3130AAR5	.556	7/27/17	.762	100.00000	10,000,000.00	10,000,300.00	300.00
2,000,000	FEDERAL FARM CREDIT BANKS	3133ECP2	.700	8/09/17	.744	99.98427	1,999,685.42	1,998,060.00	- 1,625.42
21,720,000	FEDERAL HOME LOAN BANKS	3130A77C	.847	8/09/17	.590	100.14771	21,752,083.19	21,744,760.80	- 7,322.39
10,000,000	FEDERAL HOME LOAN BANK	3130A92E	.625	8/11/17	.678	99.98063	9,998,063.49	9,989,800.00	- 8,263.49
1,690,000	FEDERAL HOME LOAN BANKS	3130A7EC	.905	8/25/17	.632	100.16256	1,692,747.31	1,692,264.60	- 482.71
20,000,000	UNITED STATES TREASURY NOTES	912828TM	.625	8/31/17	.840	99.91142	19,982,283.94	19,979,600.00	- 2,683.94
8,560,000	FEDERAL HOME LOAN BANKS	313370SZ	2.250	9/08/17	.738	100.65704	8,616,242.28	8,607,251.20	- 8,991.08
4,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3G4	1.000	9/12/17	.710	100.12896	4,005,158.21	4,000,280.00	- 4,878.21
10,000,000	UNITED STATES TREASURY BILLS	912796LU		9/21/17	.888	99.57519	9,957,518.89	9,957,900.00	381.11
1,375,000	FEDERAL FARM CREDIT BANKS	3133EEQX	1.000	9/25/17	.950	100.02390	1,375,328.62	1,375,467.50	138.88
15,585,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0ZL	1.000	9/27/17	.735	100.12919	15,605,134.92	15,589,363.80	- 15,771.12
28,234,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADL	1.000	9/29/17	.853	100.07241	28,254,445.36	28,240,211.48	- 14,233.88
15,000,000	FEDERAL HOME LOAN BANKS	3130AAPL	.601	10/23/17	.802	100.00000	15,000,000.00	14,999,550.00	- 450.00
1,670,000	FEDERAL HOME LOAN BANKS	3130A7VF	.968	10/25/17	.647	100.18140	1,673,029.41	1,672,538.40	- 491.01
10,000,000	FEDERAL HOME LOAN BANKS	3130A9S6	.466	11/22/17	.913	99.99368	9,999,368.21	10,007,900.00	8,531.79
1,960,000	FEDERAL FARM CREDIT BANKS	3133EEQ9	.786	11/27/17	.823	100.10758	1,962,108.49	1,962,587.20	478.71
2,000,000	FEDERAL HOME LOAN BANKS	313372C3	3.125	12/08/17	.950	101.48278	2,029,655.57	2,027,260.00	- 2,395.57
27,619,000	TENNESSEE VALLEY AUTHORITY	880591CU	6.250	12/15/17	.856	103.78456	28,664,258.36	28,612,731.62	- 51,526.74
785,626,000							786,852,446.01	786,691,116.07	- 161,329.94

====> 0052 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2017 <====

5,000,000	FEDERAL FARM CREDIT BANKS	3133EEMX	1.004	2/06/18	.642	100.30865	5,015,432.41	5,012,250.00	- 3,182.41
4,800,000	FEDERAL FARM CREDIT BANKS	3133EEV8	.520	3/09/18	1.068	99.94905	4,797,554.20	4,804,464.00	6,909.80
10,000,000	FEDERAL FARM CREDIT BANK	3133EGH3	.510	3/14/18	1.018	99.98702	9,998,701.79	9,999,100.00	398.21
4,000,000	FEDERAL FARM CREDIT BANKS	3133EEZ5	.542	3/22/18	1.019	99.98586	3,999,434.54	4,007,840.00	8,405.46
5,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134GA4D	.759	8/10/18	.982	100.00000	5,000,000.00	5,001,350.00	1,350.00
7,250,000	FEDERAL FARM CREDIT BANKS	3133EG6H	.693	11/09/18	.781	99.98754	7,249,096.93	7,255,365.00	6,268.07
36,050,000							36,060,219.87	36,080,369.00	20,149.13

====> 0006 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2018 <====

STATE OF NEW MEXICO

TREASURERS OFFICE

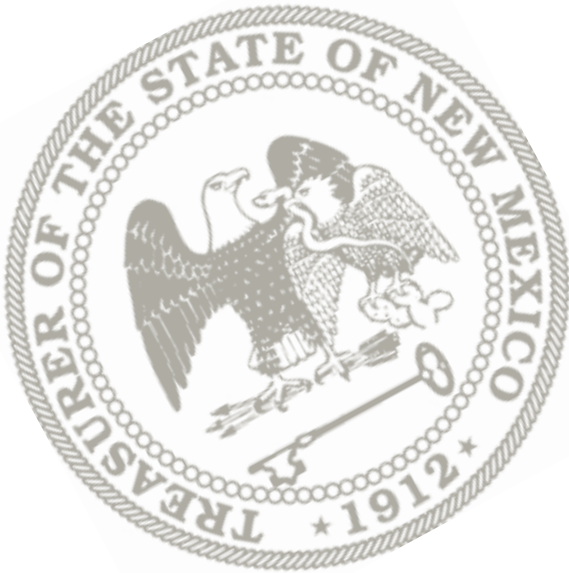
Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
10,000,000	FEDERAL FARM CREDIT BANKS	3133EHDN	.980	3/27/19	.987	99.98008	9,998,008.33	9,992,100.00	- 5,908.33
<u>10,000,000</u>							<u>9,998,008.33</u>	<u>9,992,100.00</u>	<u>- 5,908.33</u>

====> 0001 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2019 <====

<u>859,446,455</u>		<u>860,681,128.78</u>	<u>860,534,040.07</u>	<u>- 147,088.71</u>
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====> 0063 ITEMS IN SUBTOTAL FOR ====> FUND NAME..... ====> LGIP FUND <====



12. 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 March at \$472.9mil vs. \$567.8mil at the end of February.
- The Pool received \$24.7mil in draw requests for capital spending during the month and paid out \$22.4mil for capital projects.
- The Pool paid \$72.6mil in debt service on the State's outstanding general obligation debt.

Portfolio Mix

- 100% of the Tax-Exempt BPIP portfolio was invested in fixed income securities: 22% in US treasuries, 64% in US agency securities, 1% in commercial paper, 3% in corporate securities, 5% in NM municipal securities and the balance, approximately 4%, was held in cash equivalents and collateralized NM bank CDs.
- 58% of the portfolio was invested in securities that mature in one year, 25% in securities that mature from 1-2 years, 15% in securities that mature from 2-4 years and 2% in securities out to 5 years.
- The Tax-Exempt BPIP held positions in 87 securities.
- Weighted Average Life of the Tax Exempt BPIP was 1.33 years. The Weighted Average duration was 1.28 years.
- The maximum security term for the Tax-Exempt BPIP portfolio is 5 years.

Investment Earnings

- Unrealized gains in the Tax-Exempt BPIP Portfolio were \$(1,337,427) on March 31st.
- Monthly net earnings on the portfolio for March were \$469,843.
- Net earnings for FY2017 were \$4,001,519.
- Earnings on the Tax-Exempt BPIP are used to offset capital and debt service spending.

Investment Highlights

- The duration of the Tax-Exempt BPIP at the end of March was 1.28 yrs. vs. the Benchmark at 1.37 yrs.
- The Pool sold \$25mil in Treasuries, \$45mil in US Agency Securities, \$8.4mil in munis and \$7.5mil in corporate securities. All sales were executed at gains.

Performance

- The purchase yield was 0.97% at the end of March vs. 0.98% reported for the previous month.
- The Tax-Exempt BPIP returned 0.01% for the month of March and 0.23% for the three months ended March 31, 2017, vs. Index returns of 0.01% and 0.22% respectively. For the trailing 12 mos. the Pool returned 0.50% vs. 0.33% for the benchmark.
- The Tax-Exempt BPIP had a duration shorter than the benchmark for the month of March and outperformed the index.
- Cash flows (debt service payments, capital project withdrawals, bond sale proceeds) will continue to be the key driver of the portfolio's structure and cash position going forward.

Investment Strategy

- The option-adjusted duration of the Tax-Exempt BPIP portfolio is currently 1.11 yrs. vs. 1.37 yrs. for the benchmark.
- To date capital project withdrawal requests have totaled \$8.5mil for April.
- The Tax-Exempt BPIP has maintained duration shorter than that of the benchmark in order to provide adequate liquidity for project withdrawals while minimizing overnight cash positions.

STATE OF NEW MEXICO
BOND PROCEEDS INV POOL1 TAX EX (4000)
Portfolio Classification Summary
Positions Held as of 3/31/17 (TRADE Basis)

AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	1	.7604	.00820	15,423,299	15,423,299	15,423,299		3.271
COMMERCIAL PAPER-DISCOUNT BASED	2	.9477	.19488	3,326,056	3,319,633	3,319,633		.704
CERTIFICATES OF DEPOSIT	2	.8650	.76440	3,000,000	3,000,000	3,000,000		.636
US TREASURY NOTE ACT/ACT 2X	9	.8791	1.07816	105,000,000	105,103,905	104,856,750	-247,155	22.236
AGENCY US BOND 30/360 2X	23	1.0032	1.10814	132,323,000	133,315,999	132,914,511	-401,488	28.186
AGENCY 30/360 2X	3	1.2330	2.63166	22,500,000	22,480,413	22,324,475	-155,938	4.734
AGENCY US BOND 30/360 ZERO CPN	1	1.3960	2.52600	15,000,000	14,501,690	14,317,200	-184,490	3.036
AGENCY US NOTES 30/360 2X	19	.9508	.90988	134,815,000	134,805,697	134,520,088	-285,609	28.527
CORP US NOTE 30/360 2X	3	1.1908	1.26781	14,500,000	14,753,907	14,718,960	-34,947	3.121
MUNI US 30/360 2X	16	.8619	.46790	12,905,000	12,955,747	12,929,026	-26,721	2.742
MUNICIPAL BOND REVENUE	5	.8737	.38414	2,740,000	2,755,266	2,754,187	-1,079	.584
MUNICIPAL BOND REVENUE ACT/ACT	2	.9200	11.46498	7,625,000	7,625,000	7,625,000		1.617
UNITS - INVESTMENT POOL 1	1			2,852,021	2,852,021	2,852,021		.605
	87	.9683	1.26945	472,009,376	472,892,577	471,555,150	-1,337,427	100.000

STATE OF NEW MEXICO

TREASURERS OFFICE

Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
2,852,021	UNITS - INVESTMENT POOL 1	UNITS001				1.00000	2,852,020.74	2,852,021.00	.26
2,852,021							2,852,020.74	2,852,021.00	.26
====> 0001 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> NO-MEANINGFUL-DATE <====									
15,423,299	OVERNIGHT REPO	0403RP	.750	4/03/17	.750	1.00000	15,423,299.47	15,423,299.47	
2,500,000	USBKMN BA	9033A0SN		5/22/17	.862	99.87817	2,496,954.17	2,496,954.17	
1,495,000	ARTESIA N MEX GROSS RCPTS TAX RE	043053BU	2.000	6/01/17	.750	100.20716	1,498,097.06	1,498,229.20	132.14
55,000	UNIVERSITY N MEX UNIV REVS	9146922F	.970	6/01/17	.970	100.00000	55,000.00	54,970.85	- 29.15
385,000	COUNTY OF SANTA FE	80189RET	2.000	6/01/17	.640	100.22569	385,868.90	385,677.60	- 191.30
2,000,000	FEDERAL HOME LOAN BANKS	313383PD	1.250	6/09/17	.701	100.10297	2,002,059.33	2,001,440.00	- 619.33
700,000	SAN JUAN CO NM GROSS RCPTS TAX	79835HGK	4.000	6/15/17	.870	100.64006	704,480.40	704,130.00	- 350.40
1,000,000	FEDERAL FARM CREDIT BANKS	3133EDEB	1.100	6/28/17	.700	100.09599	1,000,959.94	1,000,550.00	- 409.94
5,000,000	UNITED STATES TREASURY NOTES	912828TB	.750	6/30/17	1.006	99.93592	4,996,796.02	4,998,850.00	2,053.98
600,000	ALBUQUERQUE NM GROSS RECPTS TAX	01354PFR	1.050	7/01/17	1.050	100.00000	600,000.00	600,126.00	126.00
4,800,000	NEW MEXICO ST SEVERANCE TAX	647310X7	2.000	7/01/17	.891	100.27555	4,813,226.16	4,808,832.00	- 4,394.16
2,500,000	METROPOLITAN TRANSN AUTH N Y SPL	59261EAC	1.069	7/01/17	.701	100.09139	2,502,284.79	2,500,700.00	- 1,584.79
1,500,000	FARMERS & STOCKMENS BANK	8521621	.950	7/05/17	.950	1.00000	1,500,000.00	1,500,000.00	
24,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADV	.750	7/14/17	.740	100.00243	24,000,584.01	23,991,120.00	- 9,464.01
5,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADJ	1.000	7/28/17	.791	100.06731	5,003,365.32	5,001,800.00	- 1,565.32
375,000	SANDOVAL CNTY N MEX	80004PEA	3.000	8/01/17	.820	100.72320	377,712.01	377,392.50	- 319.51
300,000	ALBUQUERQUE N MEX MET ARROYO FLO	013572KE	2.000	8/01/17	.750	100.41470	301,244.11	301,125.00	- 119.11
250,000	ROSWELL N MEX INDPT SCH DIST	778550JQ	2.000	8/01/17	.900	100.36452	250,911.30	250,792.50	- 118.80
250,000	LAS CRUCES N MEX SCH DIST NO 002	517534TL	2.000	8/01/17	.700	100.43154	251,078.84	250,880.00	- 198.84
826,056	US BANK	9033A0V7		8/07/17	1.156	99.59111	822,678.35	822,678.35	
245,000	NEW MEXICO EDL ASSISTANCE FNDTN	647110DZ	4.000	9/01/17	.726	101.35922	248,330.08	248,006.15	- 323.93
5,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0PP	1.000	9/20/17	.830	100.07945	5,003,972.25	5,000,300.00	- 3,672.25
15,000,000	FEDERAL FARM CREDIT BANKS	3133EEQX	1.000	9/25/17	.860	100.06731	15,010,096.39	15,005,100.00	- 4,996.39
835,000	JAL N MEX PUB SCH DIST NO 19	470143AR	2.000	10/01/17	.701	100.64740	840,405.77	837,496.65	- 2,909.12
2,000,000	FEDERAL HOME LOAN BANKS	3133792L	1.230	10/20/17	.786	100.24408	2,004,881.67	2,002,520.00	- 2,361.67
5,000,000	FEDERAL HOME LOAN BANKS	3130A6LZ	.625	10/26/17	.733	99.93892	4,996,945.90	4,990,250.00	- 6,695.90
1,000,000	FEDERAL HOME LOAN BANKS	3130A4B2	1.000	10/27/17	.787	100.12148	1,001,214.77	1,000,230.00	- 984.77
1,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136FP7Q	2.200	10/27/17	.650	100.88346	1,008,834.62	1,007,630.00	- 1,204.62
15,000,000	UNITED STATES TREASURY NOTES	912828UA	.625	11/30/17	.814	99.87503	14,981,254.64	14,964,900.00	- 16,354.64
5,000,000	FEDERAL FARM CREDIT BANKS	3133EGDG	.850	12/06/17	.710	100.09450	5,004,725.01	4,994,900.00	- 9,825.01
7,000,000	GENERAL ELECTRIC COMPANY	369604BC	5.250	12/06/17	1.081	102.81756	7,197,228.90	7,177,310.00	- 19,918.90
14,505,000	TENNESSEE VALLEY AUTHORITY	880591CU	6.250	12/15/17	.965	103.70572	15,042,514.74	15,026,889.90	- 15,624.84
10,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADX	1.000	12/15/17	.711	100.20271	10,020,271.10	9,998,800.00	- 21,471.10
150,544,355							151,347,276.02	151,223,880.34	- 123,395.68

STATE OF NEW MEXICO

TREASURERS OFFICE

Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
====> 0033 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2017 <====									
24,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADN	.750	1/12/18	.904	99.88038	23,971,292.14	23,945,760.00	- 25,532.14
5,000,000	UNITED STATES TREASURY NOTES	912828P2	.750	1/31/18	.723	100.02257	5,001,128.41	4,987,900.00	- 13,228.41
20,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADP	.875	3/07/18	.928	99.95084	19,990,168.33	19,954,800.00	- 35,368.33
13,585,000	FEDERAL HOME LOAN BANKS	313378A4	1.375	3/09/18	.966	100.38090	13,636,744.81	13,616,109.65	- 20,635.16
25,000,000	UNITED STATES TREASURY NOTES	912828J6	1.000	3/15/18	.899	100.09604	25,024,009.45	24,981,500.00	- 42,509.45
12,500,000	FEDERAL HOME LOAN BANKS	3130A7CX	.875	3/19/18	.822	100.05047	12,506,308.55	12,471,375.00	- 34,933.55
20,000,000	UNITED STATES TREASURY NOTES	912828Q4	.875	3/31/18	.746	100.12809	20,025,618.64	19,959,400.00	- 66,218.64
2,000,000	FEDERAL FARM CREDIT BANKS	3133EDHU	1.420	4/02/18	.820	100.59786	2,011,957.14	2,003,780.00	- 8,177.14
10,000,000	FEDERAL FARM CREDIT BANKS	3133EG3A	1.040	4/04/18	1.032	100.00804	10,000,804.27	9,994,100.00	- 6,704.27
15,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0WJ	.875	5/21/18	1.114	99.72956	14,959,434.19	14,948,850.00	- 10,584.19
1,000,000	FEDERAL HOME LOAN BANKS	3133807A	1.060	5/30/18	.850	100.24226	1,002,422.64	999,300.00	- 3,122.64
5,000,000	UNITED STATES TREASURY NOTES	912828VE	1.000	5/31/18	.719	100.32520	5,016,260.23	4,992,950.00	- 23,310.23
100,000	SANDOVAL CNTY N MEX INCENTIVE PA	800051AW	1.952	6/01/18	1.460	100.56594	100,565.94	100,166.00	- 399.94
155,000	RUIDOSO N MEX GROSS RCPTS TAX RE	781336BB	2.000	6/01/18	1.100	101.03976	156,611.63	156,401.20	- 210.43
260,000	ARTESIA N MEX GROSS RCPTS TAX RE	043053BV	2.000	6/01/18	1.000	101.15624	263,006.23	263,551.60	545.37
250,000	UNIVERSITY N MEX UNIV REVS	9146922G	1.220	6/01/18	1.220	100.00000	250,000.00	248,560.00	- 1,440.00
1,000,000	FEDERAL HOME LOAN BANKS	313379DT	1.250	6/08/18	.832	100.49200	1,004,919.95	1,000,900.00	- 4,019.95
5,000,000	FEDERAL HOME LOAN BANKS	313379DT	1.250	6/08/18	.840	100.48234	5,024,116.78	5,004,500.00	- 19,616.78
1,000,000	UNIVERSITY N MEX UNIV REVS	914692W6	1.438	6/20/18	1.060	100.45605	1,004,560.45	998,570.00	- 5,990.45
185,000	ABQ NM GROSS RCPT LODGERS TAX RE	01354MFV	3.000	7/01/18	1.200	102.22525	189,116.72	188,109.85	- 1,006.87
1,500,000	FARMERS AND STOCKMENS BANK	8521060	.780	7/06/18	.780	1.00000	1,500,000.00	1,500,000.00	
1,300,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136G0QW	1.350	7/11/18	.865	100.61450	1,307,988.55	1,304,147.00	- 3,841.55
5,000,000	PRIVATE EXPORT FUNDING CORP.	742651DS	1.875	7/15/18	.962	101.16586	5,058,293.05	5,033,900.00	- 24,393.05
1,000,000	FEDERAL FARM CREDIT BANKS	3133EAZX	1.060	7/24/18	.875	100.24082	1,002,408.24	999,110.00	- 3,298.24
7,500,000	FEDERAL HOME LOAN BANKS	3130A8U5	.830	7/25/18	.864	99.95489	7,496,617.11	7,461,600.00	- 35,017.11
5,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G9HJ	1.000	8/10/18	1.000	100.00000	5,000,000.00	4,986,800.00	- 13,200.00
120,000	HOBBS N MEX MUN SCH DIST NO 16	43385QAU	1.000	9/15/18	.950	100.07162	120,085.94	119,431.20	- 654.74
2,000,000	FEDERAL FARM CREDIT BANKS	3133ED2C	1.950	9/17/18	.905	101.51304	2,030,260.89	2,020,940.00	- 9,320.89
1,250,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3K7	1.200	9/24/18	.943	100.37758	1,254,719.74	1,250,325.00	- 4,394.74
10,000,000	UNITED STATES TREASURY NOTES	912828T4	.750	9/30/18	1.086	99.50185	9,950,184.68	9,936,300.00	- 13,884.68
785,000	JAL N MEX PUB SCH DIST NO 19	470143AS	2.000	10/01/18	.850	101.71038	798,426.52	790,063.25	- 8,363.27
5,000,000	FEDERAL HOME LOAN BANKS	3130A9AE	.875	10/01/18	.908	99.95123	4,997,561.71	4,970,150.00	- 27,411.71
2,500,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G42X	1.050	10/30/18	.878	100.26907	2,506,726.75	2,491,350.00	- 15,376.75
15,000,000	UNITED STATES TREASURY NOTES	912828WD	1.250	10/31/18	.944	100.47816	15,071,723.74	15,011,700.00	- 60,023.74
5,000,000	FREDDIE MAC	3134G9WB	1.000	12/28/18	1.000	100.00000	5,000,000.00	4,960,400.00	- 39,600.00
223,990,000							224,234,043.42	223,652,799.75	- 581,243.67

====> 0035 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2018 <====

STATE OF NEW MEXICO

TREASURERS OFFICE

Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
5,000,000	UNITED STATES TREASURY NOTES	912828B3	1.500	1/31/19	1.092	100.73857	5,036,928.42	5,023,250.00	- 13,678.42
10,000,000	FEDERAL HOME LOAN BANKS	3133782M	1.500	3/08/19	1.127	100.71255	10,071,254.70	10,026,400.00	- 44,854.70
2,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3YF	1.500	7/18/19	1.249	100.56649	2,011,329.74	2,001,360.00	- 9,969.74
1,233,000	UNITED STATES DEPARTMENT OF HOUS	911759JA	5.450	8/01/19	5.450	100.00000	1,233,000.00	1,250,866.17	17,866.17
7,500,000	FEDERAL HOME LOAN BANK	3130A8Y7	.875	8/05/19	.940	99.84942	7,488,706.70	7,403,175.00	- 85,531.70
5,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3A9	1.400	8/22/19	1.587	99.56185	4,978,092.62	4,991,100.00	13,007.38
5,000,000	FEDERAL HOME LOAN BANK	3130A9EP	1.000	9/26/19	1.029	99.92879	4,996,439.36	4,945,400.00	- 51,039.36
15,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	313586RC		10/09/19	1.377	96.67793	14,501,689.65	14,317,200.00	- 184,489.65
5,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136G4EL	1.125	10/11/19	1.257	99.93088	4,996,544.10	4,942,150.00	- 54,394.10
1,500,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136G2YA	1.400	11/26/19	1.395	100.00000	1,500,000.00	1,487,460.00	- 12,540.00
57,233,000							56,813,985.29	56,388,361.17	- 425,624.12

====> 0010 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2019 <====

2,500,000	MICROSOFT CORP	594918BV	1.850	2/06/20	1.873	99.93542	2,498,385.59	2,507,750.00	9,364.41
10,000,000	FANNIE MAE	3135G0T2	1.500	2/28/20	1.517	99.95267	9,995,267.44	9,975,900.00	- 19,367.44
10,000,000	FEDERAL HOME LOAN BANKS	313378J7	1.875	3/13/20	1.066	102.34226	10,234,226.28	10,076,400.00	- 157,826.28
1,265,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136G0E5	1.625	3/27/20	1.097	101.54711	1,284,570.96	1,265,316.25	- 19,254.71
1,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136G12H	1.400	6/05/20	1.149	100.78014	1,007,801.43	990,620.00	- 17,181.43
5,000,000	FEDERAL HOME LOAN BANKS	3130AANA	1.750	7/30/20	1.750	100.00000	5,000,000.00	4,997,100.00	- 2,900.00
29,765,000							30,020,251.70	29,813,086.25	- 207,165.45

====> 0006 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2020 <====

3,250,000	UNIVERSITY N MEX UNIV REVS	914692WL	.640	6/01/26	.920	100.00000	3,250,000.00	3,250,000.00	
3,250,000							3,250,000.00	3,250,000.00	

====> 0001 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2026 <====

STATE OF NEW MEXICO

TREASURERS OFFICE

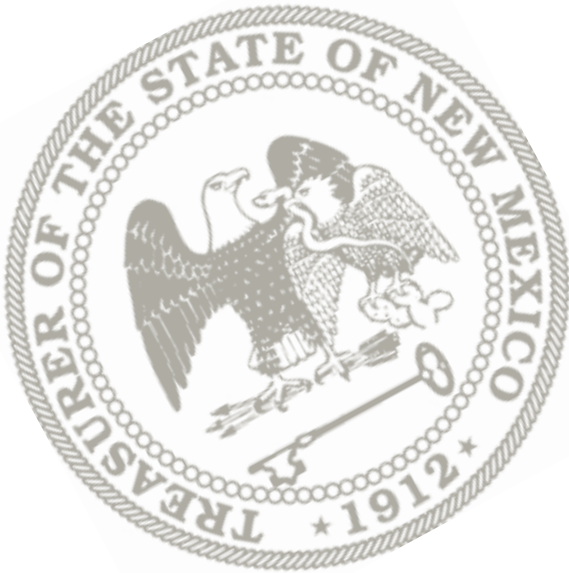
Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
4,375,000	UNIVERSITY N MEX UNIV REVS	914692XL	.820	6/01/30	.920	100.00000	4,375,000.00	4,375,000.00	
<u>4,375,000</u>							<u>4,375,000.00</u>	<u>4,375,000.00</u>	

====> 0001 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2030 <====

<u>472,009,376</u>							<u>472,892,577.17</u>	<u>471,555,148.51</u>	<u>- 1,337,428.66</u>
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====> 0087 ITEMS IN SUBTOTAL FOR ====> FUND NAME..... ====> BOND PROCEEDS INV POOL1 TAX EX <



13. 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 March at \$480.5mil vs. \$500mil at the end of February.
- The Pool received \$26.8mil in draw requests for capital spending during the month and paid out \$19.2mil for capital projects.

Portfolio Mix

- 100% of the Taxable BPIP portfolio was invested in fixed income securities: 27% in US treasuries, 60% in US agency securities, 1% in commercial paper, 1% in corporate securities, 4% in NM municipal securities and the balance, approximately 7%, was held in cash equivalents and collateralized NM bank CDs.
- 52% of the portfolio was invested in securities that mature in one year, 30% in securities that mature from 1-2 years, 17% in securities that mature from 2-4 years and 1% in securities out to 5 years.
- The Taxable BPIP held positions in 75 securities.
- Weighted Average Life of the Taxable BPIP was 1.28 years. The Weighted Average duration was 1.23 years.
- The maximum security term for the Taxable BPIP portfolio is 5 years.

Investment Earnings

- The unrealized gains in the Taxable BPIP were \$(716,285) as of March 31st.
- Monthly net earnings on the portfolio for March were \$435,570.
- FY2017 net earnings were roughly \$4,038,641.
- Earnings on the Bond Proceeds Investment Pool are used to offset capital and debt service spending.

Investment Highlights

- The duration of the Taxable BPIP at the end of March was 1.23 years vs. the Benchmark at 1.37 years.
- The Pool purchased \$1mil of a US Agency Securities and sold \$5mil in Treasuries, \$20mil in US Agency Securities and \$2mil in municipals. All sales were executed at gains.

Performance

- Purchase Yield at the end of March was 1.04% relative to 1.05% at the end of the prior month.
- The Taxable BPIP returned 0.02% for the month of March and 0.23% for the three months ended March 31, 2017, vs. Index returns of 0.01% and 0.22% respectively. For the trailing 12 mos. the Pool returned 0.46% vs. 0.33% for the benchmark.
- The Taxable BPIP had a duration shorter than the benchmark for the month of March and outperformed the index.
- Cash flows (debt service payments, capital project withdrawals, bond sale proceeds) will continue to be the key driver of the portfolio's structure and cash position going forward.

Investment Strategy

- The option adjusted duration of the portfolio is currently 1.15 yrs. vs. 1.37 yrs. for the benchmark.
- Capital project withdrawal requests have totaled \$6mil for March.
- The Taxable BPIP has maintained duration shorter than the benchmark in order to provide adequate liquidity for project withdrawals while minimizing overnight cash positions.
- Project withdrawals will have the effect of lengthening duration and as they have had a high degree of variability month-to-month, cash flow management will dominate portfolio decisions.

STATE OF NEW MEXICO
BOND PROCEEDS INV POOL2 TAXABLE (4002)
Portfolio Classification Summary
Positions Held as of 3/31/17 (TRADE Basis)

AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	1	.7604	.00820	23,582,503	23,582,503	23,582,503		4.921
COMMERCIAL PAPER-DISCOUNT BASED	3	1.0375	.25554	6,119,438	6,103,394	6,103,394		1.274
CERTIFICATES OF DEPOSIT	3	.8129	.70677	6,200,000	6,200,000	6,200,000		1.294
LINKED-CERTIFICATE OF DEPOSIT	2	.9500	.78630	4,000,000	4,000,000	4,000,000		.835
US TREASURY NOTE ACT/ACT 2X	10	1.0441	.77748	128,500,000	128,655,508	128,635,230	-20,278	26.842
AGENCY US BOND 30/360 2X	17	.9364	1.16877	112,000,000	112,534,623	112,198,555	-336,068	23.412
AGENCY 30/360 2X	3	1.4251	2.44575	32,500,000	32,521,193	32,468,275	-52,918	6.775
AGENCY US BOND 30/360 ZERO CPN	1	1.3811	2.52600	15,000,000	14,506,771	14,317,200	-189,571	2.987
AGENCY US NOTES 30/360 2X	12	1.1445	1.35154	95,750,000	95,961,767	95,863,481	-98,286	20.003
FED NATL MORTGAGE ASSN DEBS	2	.7598	.29038	8,665,000	8,665,000	8,591,744	-73,256	1.793
AGENCY US VARIABLE ACT/360 4X	1	.9875	.77530	25,000,000	25,000,000	25,055,500	55,500	5.228
CORP US FLOAT ACT/360 4X	1	1.2439	.74790	3,000,000	3,008,466	3,011,670	3,204	.628
MUNI US 30/360 2X	15	.9975	.85567	12,645,000	12,829,177	12,824,553	-4,624	2.676
MUNICIPAL BOND REVENUE	1	.9945	.16990	100,000	100,335	100,347	12	.021
MUNICIPAL BOND REVENUE ACT/ACT	1	.9200	13.16990	4,375,000	4,375,000	4,375,000		.913
UNITS - INVESTMENT POOL 1	1			1,909,715	1,909,715	1,909,715		.398
	<u>74</u>	<u>1.0438</u>	<u>1.21372</u>	<u>479,346,656</u>	<u>479,953,452</u>	<u>479,237,167</u>	<u>-716,285</u>	<u>100.000</u>

STATE OF NEW MEXICO

TREASURERS OFFICE

Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
1,909,715	UNITS - INVESTMENT POOL 1	UNITS001				1.00000	1,909,715.05	1,909,715.00	- .05
1,909,715							1,909,715.05	1,909,715.00	- .05

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

23,582,503	OVERNIGHT REPO	0403RP	.750	4/03/17	.750	1.00000	23,582,503.19	23,582,503.19	
10,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359M7X	5.000	5/11/17	.743	100.47100	10,047,099.76	10,044,200.00	- 2,899.76
1,000,000	RIO RANCHO N MEX WTR & WASTEWTR	767175GG	3.000	5/15/17	.600	100.29225	1,002,922.53	1,002,480.00	- 442.53
25,000,000	UNITED STATES TREASURY NOTES	912828SY	.625	5/31/17	.916	99.95172	24,987,930.00	24,997,500.00	9,570.00
675,000	CLOVIS N MEX GROSS RCPTS TAX REV	189387DL	2.000	6/01/17	.800	100.19881	676,341.94	676,458.00	116.06
260,000	SANTA FE N MEX GROSS RCPTS TAXRE	802072RH	4.000	6/01/17	.725	100.54354	261,413.21	261,305.20	- 108.01
100,000	NEW MEXICO FIN AUTH REV	64711NL9	3.000	6/01/17	.981	100.33461	100,334.61	100,347.00	12.39
15,000,000	FEDERAL HOME LOAN BANKS	313379FW	1.000	6/09/17	.825	100.03248	15,004,872.39	15,004,200.00	- 672.39
10,000,000	NCUA GUARN NTS TR 2011-M1	62889KAC	2.350	6/12/17	.820	100.30017	10,030,016.95	10,079,700.00	49,683.05
5,000,000	USBKMN	9033E0T3		6/27/17	1.005	99.75833	4,987,916.67	4,987,916.67	
5,000,000	UNITED STATES TREASURY NOTES	912828TB	.750	6/30/17	1.006	99.93592	4,996,796.02	4,998,850.00	2,053.98
1,100,000	WESTERN BANK ALAMOGORDO	81186499	.750	6/30/17	.750	1.00000	1,100,000.00	1,100,000.00	
2,500,000	METROPOLITAN TRANSN AUTH N Y SPL	59261EAC	1.069	7/01/17	.701	100.09139	2,502,284.79	2,500,700.00	- 1,584.79
400,000	NEW MEXICO ST SEVERANCE TAX	647310J8	5.000	7/01/17	.851	101.03231	404,129.25	404,024.00	- 105.25
2,500,000	WESTERN BANK ALAMOGORDO	81187124	.750	7/21/17	.750	1.00000	2,500,000.00	2,500,000.00	
611,134	US BANK	9033AOUQ		7/24/17	1.105	99.65167	609,005.22	609,005.22	
508,304	US BANK	9033AOUU		7/28/17	1.105	99.63944	506,471.28	506,471.28	
270,000	JEMEZ VY N MEX PUB SCH DIST N003	475868EL	2.000	8/01/17	.750	100.41479	271,119.92	270,855.90	- 264.02
275,000	CITY OF BELEN N MEX GO BDS	077563DS	2.000	8/01/17	.820	100.39124	276,075.91	276,006.50	- 69.41
160,000	Belen Consolidated Schools	077581QC	2.000	8/01/17	.801	100.39774	160,636.39	160,430.40	- 205.99
11,000,000	UNITED STATES TREASURY NOTES	912828TM	.625	8/31/17	.975	99.85583	10,984,140.78	10,988,780.00	4,639.22
500,000	FEDERAL HOME LOAN BANKS	313380EC	.750	9/08/17	.760	99.99562	499,978.11	499,550.00	- 428.11
5,000,000	FEDERAL HOME LOAN BANKS	313381B2	.750	12/08/17	.790	99.97241	4,998,620.42	4,988,700.00	- 9,920.42
2,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136G1FU	1.000	12/19/17	.905	100.06732	2,001,346.31	2,001,400.00	53.69
20,000,000	UNITED STATES TREASURY NOTES	912828PN	2.750	12/31/17	1.124	101.20774	20,241,548.42	20,253,200.00	11,651.58
142,441,941							142,733,504.07	142,794,583.36	61,079.29

====> 0025 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2017 <====

25,000,000	FEDERAL HOME LOAN BANK	3130A8Q6	.626	1/08/18	.974	100.00000	25,000,000.00	25,055,500.00	55,500.00
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STATE OF NEW MEXICO

TREASURERS OFFICE

Position holdings as of 3/31/17 (TRADE)

BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
2,000,000	WESTERN COMMERCE BANK	2013171	.950	1/12/18	.950	1.00000	2,000,000.00	2,000,000.00	
2,000,000	WESTERN COMMERCE BANK	2013172	.950	1/12/18	.950	1.00000	2,000,000.00	2,000,000.00	
5,000,000	FEDERAL HOME LOAN BANKS	3130A8RY	.750	1/19/18	.812	99.95019	4,997,509.66	4,985,450.00	- 12,059.66
3,000,000	U.S. BANK NATIONAL ASSOCIATION	90331HMV	1.467	1/29/18	1.227	100.28221	3,008,466.19	3,011,670.00	3,203.81
20,000,000	UNITED STATES TREASURY NOTES	912828UJ	.875	1/31/18	1.205	99.72691	19,945,382.65	19,971,800.00	26,417.35
1,000,000	FINANCING CORPORATION	317705AD	9.400	2/08/18	1.052	107.06643	1,070,664.34	1,068,060.00	- 2,604.34
15,000,000	UNITED STATES TREASURY NOTES	912828UR	.750	2/28/18	1.213	99.58044	14,937,065.25	14,957,850.00	20,784.75
7,500,000	UNITED STATES TREASURY NOTES	912828J6	1.000	3/15/18	1.006	99.99427	7,499,570.11	7,494,450.00	- 5,120.11
12,500,000	FEDERAL HOME LOAN BANKS	3130A7CX	.875	3/19/18	.822	100.05047	12,506,308.55	12,471,375.00	- 34,933.55
10,000,000	FNMA	3135G0J6	.875	3/28/18	.973	99.90352	9,990,351.71	9,976,100.00	- 14,251.71
5,000,000	UNITED STATES TREASURY NOTES	912828VE	1.000	5/31/18	.719	100.32520	5,016,260.23	4,992,950.00	- 23,310.23
3,455,000	NEW MEXICO FIN AUTH REV	64711NM2	4.000	6/01/18	1.270	103.14966	3,563,820.70	3,577,410.65	13,589.95
5,000,000	FEDERAL HOME LOAN BANKS	313379DT	1.250	6/08/18	.840	100.48234	5,024,116.78	5,004,500.00	- 19,616.78
500,000	FEDERAL FARM CREDIT BANKS	3133EEZ2	1.160	6/18/18	.912	100.29788	501,489.40	500,140.00	- 1,349.40
7,750,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3ZU	.875	6/26/18	.874	100.00110	7,750,085.11	7,715,435.00	- 34,650.11
1,950,000	NEW MEXICO ST SEVERANCE TAX	647310X8	2.000	7/01/18	1.100	101.11301	1,971,703.69	1,967,355.00	- 4,348.69
290,000	ALBUQUERQUE N MEX ARPT REV	013538HB	5.110	7/01/18	1.535	104.40679	302,779.68	299,767.20	- 3,012.48
5,000,000	FEDERAL HOME LOAN BANKS	3130A8KR	.820	7/06/18	.884	99.91932	4,995,966.02	4,975,300.00	- 20,666.02
2,600,000	WESTERN BANK CLOVIS	159850	.900	7/13/18	.900	1.00000	2,600,000.00	2,600,000.00	
275,000	LOS LUNAS N MEX SCH DIST NO 1	545562RX	2.000	7/15/18	1.020	101.25061	278,439.18	277,937.00	- 502.18
15,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0E3	1.125	7/20/18	1.205	99.89656	14,984,484.33	14,990,550.00	6,065.67
7,500,000	FEDERAL HOME LOAN BANKS	3130A8U5	.830	7/25/18	.864	99.95489	7,496,617.11	7,461,600.00	- 35,017.11
3,800,000	FNMA	3136G3YU	.850	7/26/18	.850	100.00000	3,800,000.00	3,776,250.00	- 23,750.00
285,000	CITY OF BELEN N MEX GO BDS	077563DT	2.000	8/01/18	.950	101.38700	288,952.95	288,653.70	- 299.25
25,000,000	FEDERAL HOME LOAN BANKS	313375K4	2.000	9/14/18	.989	101.45412	25,363,530.94	25,276,750.00	- 86,780.94
5,000,000	FEDERAL FARM CREDIT BANKS	3133EGUY	.875	9/20/18	.931	99.91797	4,995,898.49	4,973,600.00	- 22,298.49
5,000,000	UNITED STATES TREASURY NOTES	912828T4	.750	9/30/18	1.086	99.50185	4,975,092.35	4,968,150.00	- 6,942.35
5,000,000	FEDERAL HOME LOAN BANKS	3130A9AE	.875	10/01/18	.908	99.95123	4,997,561.71	4,970,150.00	- 27,411.71
10,000,000	FEDERAL FARM CREDIT BANKS	3133EFX6	.960	10/05/18	.846	100.17062	10,017,061.50	9,955,100.00	- 61,961.50
5,000,000	FREDDIE MAC	3137EAED	.875	10/12/18	.896	99.96811	4,998,405.39	4,972,900.00	- 25,505.39
3,000,000	TENNESSEE VALLEY AUTHORITY	880591EQ	1.750	10/15/18	1.334	100.63095	3,018,928.58	3,023,190.00	4,261.42
15,000,000	UNITED STATES TREASURY NOTES	912828WD	1.250	10/31/18	.944	100.47816	15,071,723.74	15,011,700.00	- 60,023.74
5,000,000	FEDERAL HOME LOAN BANKS	313376BR	1.750	12/14/18	1.208	100.90995	5,045,497.62	5,041,850.00	- 3,647.62
239,405,000							240,013,733.96	239,613,493.55	- 400,240.41

====> 0034 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2018 <====

2,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136G2EH	1.375	2/27/19	1.375	100.00000	2,000,000.00	1,999,340.00	- 660.00
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STATE OF NEW MEXICO

TREASURERS OFFICE

Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
5,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136G3D2	.750	7/26/19	.750	100.00000	5,000,000.00	4,978,750.00	- 21,250.00
315,000	BELEN N MEX CONS SCH DIST NO 2	077581QE	2.000	8/01/19	1.050	102.18293	321,876.22	319,139.10	- 2,737.12
535,000	BELEN N MEX CONS SCH DIST NO 2	077581QT	2.000	8/01/19	1.050	102.18293	546,678.67	542,029.90	- 4,648.77
7,500,000	FEDERAL HOME LOAN BANK	3130A8Y7	.875	8/05/19	.940	99.84942	7,488,706.70	7,403,175.00	- 85,531.70
20,000,000	FANNIE MAE	3135G0ZG	1.750	9/12/19	1.658	100.21991	20,043,981.87	20,126,000.00	82,018.13
2,000,000	FEDERAL HOME LOAN BANKS	3130A4G8	1.650	9/24/19	1.650	100.00000	2,000,000.00	1,999,040.00	- 960.00
15,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	313586RC		10/09/19	1.362	96.71181	14,506,771.20	14,317,200.00	- 189,571.20
5,000,000	FANNIE MAE	3135G0R3	1.000	10/24/19	1.091	99.77008	4,988,503.82	4,939,100.00	- 49,403.82
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0ZY	1.750	11/26/19	1.727	100.05965	20,011,929.08	20,129,400.00	117,470.92
5,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136G3TF	1.200	12/30/19	1.200	100.00000	5,000,000.00	4,927,350.00	- 72,650.00
82,350,000							81,908,447.56	81,680,524.00	- 227,923.56
====> 0011 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2019 <====									
5,200,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136FTB7	2.000	2/07/20	.984	102.84709	5,348,048.47	5,250,856.00	- 97,192.47
5,200,000							5,348,048.47	5,250,856.00	- 97,192.47
====> 0001 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2020 <====									
3,665,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G9D8	.750	6/30/21	.749	100.00000	3,665,000.00	3,612,993.65	- 52,006.35
3,665,000							3,665,000.00	3,612,993.65	- 52,006.35
====> 0001 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2021 <====									
4,375,000	UNIVERSITY N MEX UNIV REVS	914692XL	.820	6/01/30	.920	100.00000	4,375,000.00	4,375,000.00	
4,375,000							4,375,000.00	4,375,000.00	
====> 0001 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2030 <====									
479,346,656							479,953,449.11	479,237,165.56	- 716,283.55



14. Portfolio Summary- Severance Tax Bonding Fund

Portfolio Summary – Severance Tax Bonding Fund

Summary

- The Severance Tax Bonding Fund closed the month of March at \$219 mil.
- The Severance Tax Bonding Fund net earnings were \$116,321 for March.

Portfolio Mix

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

Investment Strategy

- Due to its short-term nature, investments of three to six month maturities are viable investments for the STBF pool.
- The STB Fund received \$34MM in April from Severance Taxes.

STATE OF NEW MEXICO
STB FUND (4001)
Portfolio Classification Summary
Positions Held as of 3/31/17 (TRADE Basis)

AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (O/N)	1	.7604	.00820	22,899,534	22,899,534	22,899,534		10.446
COMMERCIAL PAPER-DISCOUNT BASED	6	.9210	.14238	21,600,000	21,568,344	21,568,344		9.838
U.S. TREASURY BILLS	2	.7635	.12384	25,000,000	24,976,854	24,978,200	1,346	11.394
US TREASURY NOTE ACT/ACT 2X	1	.7594	.16710	10,000,000	9,997,762	9,999,000	1,238	4.561
AGENCY US FLOAT ACT/360 12X	1	.7762	.04660	1,910,000	1,910,140	1,910,134	-6	.871
AGENCY US BOND 30/360 2X	3	.7924	.18776	5,500,000	5,501,139	5,500,940	-199	2.509
AGENCY US DISC ACT/360 360 DAY	6	.6513	.10830	99,000,000	98,929,659	98,927,240	-2,419	45.126
AGENCY US NOTES 30/360 2X	2	.7288	.09708	24,896,000	24,970,302	24,964,675	-5,627	11.388
MUNI US 30/360 2X	2	.7902	.25210	2,630,000	2,653,190	2,651,891	-1,299	1.210
MUNICIPAL BOND REVENUE	1	1.0055	.33700	1,000,000	1,003,342	1,003,650	308	.458
MUNICIPAL BOND REVENUE ACT/ACT	1	.9200	13.16990	1,360,000	1,360,000	1,360,000		.620
UNITS - INVESTMENT POOL 1	1			3,413,088	3,413,088	3,413,088		1.557
CASH ACCOUNT	1			47,538	47,538	47,538		.022
	<u>28</u>	<u>.7151</u>	<u>.19093</u>	<u>219,256,160</u>	<u>219,230,892</u>	<u>219,224,234</u>	<u>-6,658</u>	<u>100.000</u>

**STATE OF NEW MEXICO
TREASURERS OFFICE**

Position holdings as of 3/31/17 (TRADE)
BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
47,538	BBVA COMPASS BANK DEPOSIT	COMPASBA	.400			1.00000	47,538.28	47,538.00	- .28
3,413,088	UNITS - INVESTMENT POOL 1	UNITS001				1.00000	3,413,088.00	3,413,088.00	
<u>3,460,626</u>							<u>3,460,626.28</u>	<u>3,460,626.00</u>	- .28

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

22,899,534	OVERNIGHT REPO	0403RP	.750	4/03/17	.750	1.00000	22,899,533.84	22,899,533.84	
1,910,000	FEDERAL FARM CREDIT BANKS	3133EDJX	.993	4/17/17	.766	100.00733	1,910,140.06	1,910,133.70	- 6.36
15,000,000	UNITED STATES TREASURY BILLS	912796KT		4/20/17	.750	99.96042	14,994,062.53	14,994,900.00	837.47
1,500,000	GE CAPITAL TREASURY LLC	36164JRQ		4/24/17	.802	99.94889	1,499,233.33	1,499,233.33	
29,000,000	FEDERAL HOME LOAN BANKS	313385EV		4/26/17	.548	99.96199	28,988,976.39	28,987,240.00	- 1,736.39
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	313589EV		4/26/17	.611	99.95764	19,991,527.78	19,991,200.00	- 327.78
1,000,000	EXXON MOBIL CORP	30229ART		4/27/17	.701	99.94944	999,494.44	999,494.44	
9,896,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0JA	1.125	4/27/17	.809	100.02254	9,898,230.15	9,898,375.04	144.89
10,000,000	FEDERAL HOME LOAN BANKS	313385EX		4/28/17	.699	99.94765	9,994,765.00	9,995,200.00	435.00
7,600,000	EXXON MOBIL	30229AS4		5/04/17	.796	99.92714	7,594,462.42	7,594,462.42	
15,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359M7X	5.000	5/11/17	.660	100.48048	15,072,072.28	15,066,300.00	- 5,772.28
4,000,000	US BANK	9033A0SC		5/12/17	.841	99.90433	3,996,173.33	3,996,173.33	
10,000,000	FEDERAL HOME LOAN BANKS	313385FU		5/19/17	.781	99.89600	9,989,600.00	9,990,700.00	1,100.00
10,000,000	UNITED STATES TREASURY NOTES	912828SY	.625	5/31/17	.759	99.97762	9,997,761.59	9,999,000.00	1,238.41
20,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	313589GH		6/01/17	.670	99.88664	19,977,328.33	19,975,400.00	- 1,928.33
10,000,000	FEDERAL HOME LOAN BANKS	313385GJ		6/02/17	.729	99.87462	9,987,462.22	9,987,500.00	37.78
1,000,000	FEDERAL FARM CREDIT BANKS	3133ECKV	.700	6/05/17	.600	100.01744	1,000,174.42	999,900.00	- 274.42
4,000,000	FEDERAL FARM CREDIT BANKS	3133EATE	.900	6/08/17	.821	100.01418	4,000,567.04	4,000,680.00	112.96
500,000	FEDERAL HOME LOAN BANKS	313383PD	1.250	6/09/17	.825	100.07955	500,397.74	500,360.00	- 37.74
10,000,000	UNITED STATES TREASURY BILLS	912796JX		6/22/17	.757	99.82791	9,982,791.39	9,983,300.00	508.61
6,500,000	Toyota Motor Credit Co	89233GTP		6/23/17	1.138	99.70970	6,481,130.55	6,481,130.55	
1,000,000	US BANK NAT'L ASSOC	9033E0TS		6/26/17	.903	99.78500	997,850.00	997,850.00	
750,000	ABQ BERN CNTY WTR UTILITY AUTH	013493GF	4.000	7/01/17	.851	100.78350	755,876.27	755,797.50	- 78.77
1,000,000	ALBUQUERQUE N MEX MUN SCH DISTNO	013595UK	2.000	8/01/17	.992	100.33417	1,003,341.65	1,003,650.00	308.35
<u>212,555,534</u>							<u>212,512,952.75</u>	<u>212,507,514.15</u>	- 5,438.60

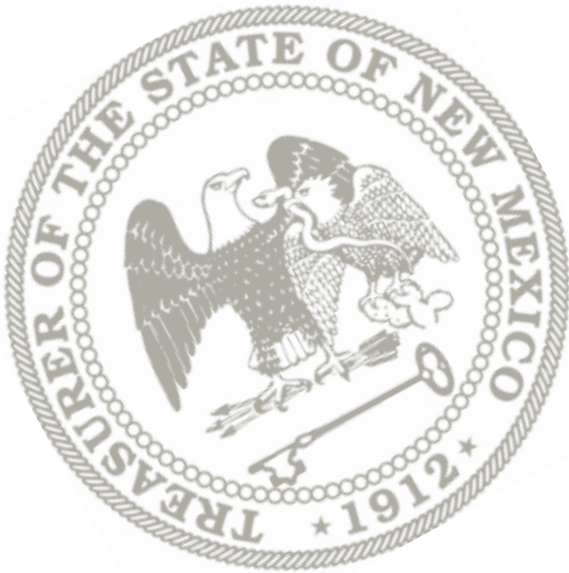
====> 0024 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ==== 2017 <====

1,880,000	NEBRASKA PUB PWR DIST REV	63968AC7	4.450	1/01/23	.751	100.92096	1,897,314.04	1,896,092.80	- 1,221.24
<u>1,880,000</u>							<u>1,897,314.04</u>	<u>1,896,092.80</u>	- 1,221.24

STATE OF NEW MEXICO
TREASURERS OFFICE

Position holdings as of 3/31/17 (TRADE)
 BOOK VALUES AMORTIZED THROUGH 3/31/17

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET	
====> 0001 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2023 <====										
1,360,000	UNIVERSITY N MEX UNIV REVS	914692XL	.820	6/01/30	.920	100.00000	1,360,000.00	1,360,000.00		
1,360,000							1,360,000.00	1,360,000.00		
====> 0001 ITEMS IN SUBTOTAL FOR ====> FINAL-MATURITY.. ====> 2030 <====										
<hr/>							<hr/>	<hr/>	<hr/>	
219,256,160							219,230,893.07	219,224,232.95	-	6,660.12
====> 0028 ITEMS IN SUBTOTAL FOR ====> FUND NAME..... ====> STB FUND <====										



15. Broker Dealer Activities

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

New Mexico State Treasurer's
Executive Summary of Investment Activity
Summary of Broker Participation
Purchases and Sales By Broker, Market & Security Type
All Funds
2016-2017

Volume at Par (\$ in thousands)

Broker/Dealer:	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	YTD Total	Percent
Academy Securities				5,000	11,900							16,900	0.4%
Barclays		44,835	11,000	53,000	60,000	48,500		209,220	69,910			496,465	11.9%
BB and T (Scott & Stringfellow)	38,695		6,000	7,665	7,000							59,360	1.4%
BMO Capital Markets		10,000	45,474	9,000		6,300		10,000	87,447			168,221	4.0%
BNP Paribas												-	0.0%
BOSC, Inc	14,000	10,350	7,245	35,020	9,549	2,000			1,875			80,039	1.9%
Cantor, Fitzgerald		5,961										5,961	0.1%
CastleOak Securities LP	25,000		28,750		19,800			12,500	30,000			121,050	2.9%
Citigroup		10,000										10,000	0.2%
Daiwa Capital Markets America					15,000	11,300			50,000			76,300	1.8%
Deutsche Bank	5,000	45,000	30,000	25,000	8,500			5,000	35,000			153,500	3.7%
Drexel Hamilton LLC												-	0.0%
First Southwest												-	0.0%
FTN Financial		6,100	15,000			15,000						36,100	0.9%
George K Baum & Co												-	0.0%
Guggenheim Securities LLC	25,000	25,000		11,000	25,000	54,178	43,000	60,000	94,896			338,074	8.1%
HSBC			6,000	20,000		10,000	83,000	5,000	40,000			164,000	3.9%
Intl FcStone	44,905	46,515	30,700	41,409	19,068	19,019	63,814	12,570	15,825			293,825	7.0%
Jefferies	15,000	90,000	35,000	4,000	115,000	109,700	14,250	62,110	90,200			535,260	12.8%
JP Morgan & Co												-	0.0%
KeyBanc Capital Markets	11,974	10,000					1,000					27,974	0.7%
Loop Capital Markets				50,000				80,000	20,000			150,000	3.6%
MBS (Multi-Bank Securities)												-	0.0%
MFR Securities												-	0.0%
Mizuho Securities USA		17,000		45,000	10,755	11,000	10,000		27,553			121,308	2.9%
Morgan Stanley				23,817	13,000	3,555	79,000	20,254	45,500			185,126	4.4%
Mutual Securities nInc.												-	0.0%
Raymond, James & Associates												-	0.0%
RBS Securities				10,000	1,950	37,020		10,000	12,000			70,970	1.7%
Robert W. Baird & Co.	7,325	1,140	625			8,900						17,990	0.4%
Samuel A Ramirez & Co.	8,665							10,000				18,665	0.4%
Societe General Americas												-	0.0%
Southwest Securities/Hilltop			14,000	5,260			2,630					21,890	0.5%
Stifel Nicklaus & Co	5,000	5,000										10,000	0.2%
TD Securities	30,000	7,685		85,000	79,325	25,500	7,000	9,000	30,000			273,510	6.6%
UBS Financial Services		10,000	25,000		22,000	5,000	19,000	10,000				91,000	2.2%
Vining Sparks												-	0.0%
Wedbush Securities												-	0.0%
Wells Fargo Securities	20,000	35,270	14,000	30,000	60,450	32,690	54,377	28,085	73,360			348,232	8.3%
Direct Purchase	21,600	6,000	16,307	11,000	4,250	29,065	63,210	8,445	97,457			257,334	6.2%
Interfund				20,000				6,500				26,500	0.6%
Total	272,164	390,856	285,101	491,171	482,547	428,727	440,281	563,684	821,023	-	-	4,175,554	100.0%

Market type:	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	YTD Total	YTD %
-													
Primary Market	28,725	51,975	41,932	11,000	12,250	31,955	88,100	23,445	92,457			381,839	9.1%
Secondary Market	243,439	338,881	243,169	480,171	470,297	396,772	352,181	540,239	728,566			3,793,715	90.9%
Total	272,164	390,856	285,101	491,171	482,547	428,727	440,281	563,684	821,023	-	-	4,175,554	100.0%

Security type:	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	YTD Total	YTD %
- 2													
ABS												-	0.0%
Agencies	248,439	338,881	222,924	328,911	414,802	287,207	228,441	233,739	400,706			2,704,050	64.8%
Certificates of Deposit/Bank MMDA	6,600					1,100	4,000					11,700	0.3%
Commercial Paper	15,000	14,835	16,307	1,000	4,000	18,400	59,100	8,445	81,200			218,287	5.2%
Corporate Bonds						10,000	15,000	5,000	7,500			37,500	0.9%
MBS												-	0.0%
Municipal/Sponge	2,125	7,140	9,870	16,260	3,745	22,020	2,740	6,500	26,617			97,017	2.3%
Treasuries		30,000	36,000	145,000	50,000	100,000	131,000	310,000	305,000			1,107,000	26.5%
Total	272,164	390,856	285,101	491,171	482,547	428,727	440,281	563,684	821,023	-	-	4,175,554	100.0%

STATE OF NEW MEXICO
Summary of Fixed-Income Purchases and Sales
TRADES During The Period 3/01/17 Through 3/31/17

TXN-DATE	CUSIP#	ASSET-TYPE	INVST#	ISSUE-NAME	RATE	MATURITY	YIELD	BRKR/DLR/AGENT	FUND	PAR-VALUE	COST/PROCEEDS	GAIN/LOSS	NXT-CALL
PURCHASE TRANSACTIONS													
3/13/17	89233GQH	COMMERCIAL PAPE	27509	TOYCC		3/17/17	.7400	ISSUER DIRECT	1001	25,000,000.00	24,998,458.33		
3/16/17	89233GR5	COMMERCIAL PAPE	27533	TOYOTA MOTOR CREDIT		4/05/17	.8504	ISSUER DIRECT	1001	25,000,000.00	24,988,784.72		
3/16/17	89233GTP	COMMERCIAL PAPE	27037	Toyota Motor Credit Co		6/23/17	1.0430	ISSUER DIRECT	4001	1,000,000.00	997,168.89		
3/17/17	30229AR4	COMMERCIAL PAPE	27545	EXXON MOBIL		4/04/17	.8203	ISSUER DIRECT	1001	25,000,000.00	24,991,458.33		
3/20/17	30229AS4	COMMERCIAL PAPE	27231	EXXON MOBIL		5/04/17	.8609	ISSUER DIRECT	4001	3,100,000.00	3,096,741.56		
3/20/17	36960LQW	COMMERCIAL PAPE	27089	GENERAL ELECTRIC CO		3/30/17	.8202	ISSUER DIRECT	4001	2,100,000.00	2,099,569.50		
3/07/17	912796KT	U.S. TREASURY B	27474	UNITED STATES TREASURY		4/20/17	.5754	JEFFRIES & CO	4101	15,000,000.00	14,989,458.33		
3/10/17	912796JJ	U.S. TREASURY B	27499	UNITED STATES TREASURY		3/30/17	.5352	GUGGENHEIM SECU	4101	25,000,000.00	24,992,569.44		
3/10/17	912796JJ	U.S. TREASURY B	27499	UNITED STATES TREASURY		3/30/17	.5402	DEUTSCHE BANK S	4101	25,000,000.00	24,992,500.00		
3/13/17	912796JP	U.S. TREASURY B	27510	UNITED STATES TREASURY		4/27/17	.7717	BMO CAPTIAL MAR	1001	2,447,000.00	2,444,694.11		
3/13/17	912796JP	U.S. TREASURY B	27510	UNITED STATES TREASURY		4/27/17	.7707	MIZUHO SECURITI	1001	7,553,000.00	7,545,891.79		
3/20/17	912796KT	U.S. TREASURY B	27474	UNITED STATES TREASURY		4/20/17	.7004	GUGGENHEIM SECU	4101	20,000,000.00	19,987,944.44		
3/21/17	912796KT	U.S. TREASURY B	27561	UNITED STATES TREASURY		4/20/17	.7504	JEFFRIES & CO	4001	15,000,000.00	14,991,250.05		
3/22/17	912796JX	U.S. TREASURY B	27570	UNITED STATES TREASURY		6/22/17	.7569	BMO CAPTIAL MAR	4001	10,000,000.00	9,980,902.64		
3/28/17	912796LU	U.S. TREASURY B	27592	UNITED STATES TREASURY		9/21/17	.8879	BMO CAPTIAL MAR	4101	10,000,000.00	9,956,536.67		
3/30/17	912796JP	U.S. TREASURY B	27474	UNITED STATES TREASURY		4/27/17	.7274	GUGGENHEIM SECU	4101	40,000,000.00	39,977,382.22		
3/02/17	912828K6	US TREASURY NOT	27439	UNITED STATES TREASURY	.500	4/30/17	.6189	BARCLAYS	4101	40,000,000.00	39,992,187.50		
3/07/17	912828SY	US TREASURY NOT	27467	UNITED STATES TREASURY	.625	5/31/17	.7594	BMO CAPTIAL MAR	4001	10,000,000.00	9,996,875.00		
3/10/17	912828K6	US TREASURY NOT	27439	UNITED STATES TREASURY	.500	4/30/17	.7207	BARCLAYS	4101	25,000,000.00	24,992,187.50		
3/23/17	912828TM	US TREASURY NOT	27573	UNITED STATES TREASURY	.625	8/31/17	.8397	HSBC	4101	20,000,000.00	19,981,250.00		
3/17/17	3133EDJX	AGENCY US FLOAT	27544	FEDERAL FARM CREDIT BAN	.993	4/17/17	.7656	BARCLAYS	4001	1,910,000.00	1,910,284.59		
3/06/17	317705AD	AGENCY US BOND	27462	FINANCING CORPORATION	9.400	2/08/18	1.0516	INTL FCSTONE PA	4002	1,000,000.00	1,076,190.00		
3/09/17	313383PD	AGENCY US BOND	27492	FEDERAL HOME LOAN BANKS	1.250	6/09/17	.8250	BOSC, INC	4001	500,000.00	500,521.06		
3/10/17	3133EEQX	AGENCY US BOND	27500	FEDERAL FARM CREDIT BAN	1.000	9/25/17	.9502	BOSC, INC	4101	1,375,000.00	1,375,369.32		
3/17/17	3133EATE	AGENCY US BOND	27543	FEDERAL FARM CREDIT BAN	.900	6/08/17	.7999	BARCLAYS	4001	3,000,000.00	3,000,636.00		
3/22/17	3133EATE	AGENCY US BOND	27543	FEDERAL FARM CREDIT BAN	.900	6/08/17	.8214	WELLS FARGO SEC	4001	1,000,000.00	1,000,159.00		
3/22/17	3133EE7M	AGENCY US BOND	27571	FEDERAL FARM CREDIT BAN	.650	6/19/17	.8206	INTL FCSTONE PA	4101	3,000,000.00	2,998,770.00		
3/01/17	313589EV	AGENCY US DISC	27435	FEDERAL NATIONAL MORTGA		4/26/17	.6106	MORGAN STANLEY	4001	20,000,000.00	19,981,361.11		
3/01/17	313589GH	AGENCY US DISC	27434	FEDERAL NATIONAL MORTGA		6/01/17	.6701	MORGAN STANLEY	4001	20,000,000.00	19,966,178.33		
3/02/17	313385EX	AGENCY US DISC	27447	FEDERAL HOME LOAN BANKS		4/28/17	.6988	CASTLEOAK SECUR	4001	10,000,000.00	9,989,142.22		
3/02/17	313385EX	AGENCY US DISC	27449	FEDERAL HOME LOAN BANKS		4/28/17	.6958	LOOP CAPITAL MA	4101	20,000,000.00	19,978,377.78		
3/02/17	313385GJ	AGENCY US DISC	27448	FEDERAL HOME LOAN BANKS		6/02/17	.7293	CASTLEOAK SECUR	4001	10,000,000.00	9,981,597.78		
3/03/17	313589DK	AGENCY US DISC	27450	FEDERAL NATIONAL MORTGA		3/23/17	.5101	JEFFRIES & CO	4101	20,500,000.00	20,494,191.67		
3/06/17	313385DT	AGENCY US DISC	27460	FEDERAL HOME LOAN BANKS	2.900	3/31/17	.5802	DAIWA CAPITAL M	4101	30,000,000.00	29,987,916.67		
3/07/17	313589EV	AGENCY US DISC	27476	FEDERAL NATIONAL MORTGA		4/26/17	.6606	RBS	4101	12,000,000.00	11,989,000.00		
3/07/17	880590DH	AGENCY US DISC	27475	TENNESSEE VALLEY AUTHOR		3/21/17	.5801	JEFFRIES & CO	4101	24,700,000.00	24,694,428.78		
3/10/17	313385FU	AGENCY US DISC	27501	FEDERAL HOME LOAN BANKS		5/19/17	.7811	CASTLEOAK SECUR	4001	10,000,000.00	9,985,483.33		
3/13/17	313397ED	AGENCY US DISC	27502	FEDERAL HOME LOAN MORTG		4/10/17	.7184	DAIWA CAPITAL M	4101	20,000,000.00	19,988,831.11		

STATE OF NEW MEXICO
Summary of Fixed-Income Purchases and Sales
TRADES During The Period 3/01/17 Through 3/31/17

TXN-DATE	CUSIP#	ASSET-TYPE	INVST#	ISSUE-NAME	RATE	MATURITY	YIELD	BRKR/DLR/AGENT	FUND	PAR-VALUE	COST/PROCEEDS	GAIN/LOSS	NXT-CALL
3/14/17	880590DQ	AGENCY US DISC	27517	TENNESSEE VALLEY AUTHOR		3/28/17	.7542	TD SECURITIES	1001	20,000,000.00	19,994,554.44		
3/14/17	880590DQ	AGENCY US DISC	27518	TENNESSEE VALLEY AUTHOR		3/28/17	.7542	TD SECURITIES	4101	10,000,000.00	9,997,277.22		
3/21/17	880590DX	AGENCY US DISC	27560	TENNESSEE VALLEY AUTHOR		4/04/17	.7252	WELLS FARGO SEC	4101	35,000,000.00	34,990,131.94		
3/01/17	31359M7X	AGENCY US NOTES	27436	FEDERAL NATIONAL MORTGA	5.000	5/11/17	.6597	BMO CAPTIAL MAR	4001	15,000,000.00	15,124,335.00		
3/09/17	880591EA	AGENCY US NOTES	26241	TENNESSEE VALLEY AUTH	5.500	7/18/17	.9141	INTL FCSTONE PA	4101	1,825,000.00	1,854,614.28		
3/29/17	3135G0JA	AGENCY US NOTES	27606	FEDERAL NATIONAL MORTGA	1.125	4/27/17	.8089	GUGGENHEIM SECU	4001	9,896,000.00	9,898,316.06		
3/29/17	3137EADL	AGENCY US NOTES	27151	FEDERAL HOME LOAN MORTG	1.000	9/29/17	.9359	JEFFRIES & CO	4101	15,000,000.00	15,004,785.00		
3/21/17	3133EHDN	AGENCY US VARIA	27562	FEDERAL FARM CREDIT BAN	.980	3/27/19	.9873	INTL FCSTONE PA	4101	10,000,000.00	9,998,000.00		
3/31/17	ABQ2017B	MUNICIPAL BOND	27620	ABQ SERIES 2017 B	1.201	7/03/17	1.1974	ISSUER DIRECT	1000	11,257,000.00	11,257,000.00		
3/29/17	914692WL	MUNICIPAL BOND	26987	UNIVERSITY N MEX UNIV R	.920	6/01/26	.9200	ISSUER DIRECT	1001	5,000,000.00	5,000,000.00		
48 PURCHASES DURING PERIOD TOTAL.....										688,163,000.00	688,011,263.71		
SALE TRANSACTIONS													
3/01/17	912796QG	U.S. TREASURY B	27305	UNITED STATES TREASURY		3/15/17		DEUTSCHE BANK S	4001	10,000,000.00	9,998,591.67	3,550.00	
3/01/17	912828RY	US TREASURY NOT	24732	UNITED STATES TREASURY	1.375	12/31/18		HSBC	4000	20,000,000.00	20,040,625.00	47,953.88	
3/08/17	912828TG	US TREASURY NOT	21440	UNITED STATES TREASURY	.500	7/31/17		BMO CAPTIAL MAR	4000	5,000,000.00	4,993,554.69	1,606.86	
3/08/17	912828TG	US TREASURY NOT	21441	UNITED STATES TREASURY	.500	7/31/17	.8247	BMO CAPTIAL MAR	4002	5,000,000.00	4,993,554.69	1,606.86	
3/29/17	3130AABG	AGENCY US BOND	26888	FEDERAL HOME LOAN BANKS	1.875	11/29/21		MIZUHO SECURITI	4002	5,000,000.00	4,984,065.00	2,733.55	
3/01/17	31359M7X	AGENCY US NOTES	23141	FEDERAL NATIONAL MORTGA	5.000	5/11/17	.6899	BMO CAPTIAL MAR	4000	15,000,000.00	15,125,235.00	1,372.86	
3/01/17	3135G0ZL	AGENCY US NOTES	21983	FEDERAL NATIONAL MORTGA	1.000	9/27/17	.8203	BMO CAPTIAL MAR	4000	5,000,000.00	5,005,120.00	8,481.60	
3/01/17	3137EADC	AGENCY US NOTES	20441	FEDERAL HOME LOAN MORTG	1.000	3/08/17		WELLS FARGO SEC	4000	10,000,000.00	10,000,990.00	522.42	
3/01/17	62889KAC	AGENCY US NOTES	25651	NCUA GUARN NTS TR 2011-	2.350	6/12/17		WELLS FARGO SEC	4000	10,000,000.00	10,044,266.60	1,550.60	
3/21/17	31315PZT	AGENCY US NOTES	19227	FEDERAL AGRICULTURAL MO	.650	7/10/17		MIZUHO SECURITI	4000	5,000,000.00	4,997,050.00	236.05	
3/28/17	3135G0MZ	AGENCY US NOTES	24770	FEDERAL NATIONAL MORTGA	.875	8/28/17		MIZUHO SECURITI	4002	5,000,000.00	4,999,365.00	2,375.66	
3/29/17	3135G0WJ	AGENCY US NOTES	24547	FEDERAL NATIONAL MORTGA	.875	5/21/18	1.1580	WELLS FARGO SEC	4002	10,000,000.00	9,967,990.00	206.89	
3/13/17	3135G0JA	FED NATL MORTGA	16671	FED NATL MORTGAGE ASSN	1.125	4/27/17		BMO CAPTIAL MAR	1001	10,000,000.00	10,004,470.00	3,618.79	
3/20/17	037833CE	CORP US NOTE 30	27278	APPLE INC	1.550	2/08/19		WELLS FARGO SEC	4000	2,500,000.00	2,500,861.44	2,661.11	
3/20/17	90331HNB	CORP US NOTE 30	27188	US BANK	2.000	1/24/20		MIZUHO SECURITI	4000	5,000,000.00	5,002,500.00	12,544.12	
3/13/17	802088LN	MUNI US 30/360	23421	SANTA FE N MEX PUB SCH	5.000	8/01/17		MORGAN STANLEY	4000	2,500,000.00	2,538,825.00	570.57	
3/16/17	647310R6	MUNI US 30/360	26628	NEW MEXICO ST SEVERANCE	5.000	7/01/17		WELLS FARGO SEC	4000	2,860,000.00	2,895,063.60	17.80	
3/16/17	647310R6	MUNI US 30/360	26629	NEW MEXICO ST SEVERANCE	5.000	7/01/17	.7393	WELLS FARGO SEC	4002	2,000,000.00	2,024,520.00	12.45	
3/13/17	013595UK	MUNICIPAL BOND	26960	ALBUQUERQUE N MEX MUN S	2.000	8/01/17		MORGAN STANLEY	4000	3,000,000.00	3,012,750.00	1,469.63	
19 SALES DURING PERIOD TOTAL.....										132,860,000.00	133,129,397.69	93,091.70	
=== GRAND-TOTAL ==>										821,023,000.00	821,140,661.40	93,091.70	

*** END-OF-REPORT ***

STATE OF NEW MEXICO
Summary of Fixed-Income Purchases and Sales
TRADES During The Period 1/01/17 Through 3/31/17

TXN-DATE	CUSIP#	ASSET-TYPE	INVST#	ISSUE-NAME	RATE	MATURITY	YIELD	BRKR/DLR/AGENT	FUND	PAR-VALUE	COST/PROCEEDS	GAIN/LOSS	NXT-CALL
<u>PURCHASE TRANSACTIONS</u>													
1/04/17	30229ANX	COMMERCIAL PAPE	27090	EXXON MOBIL		1/31/17	.6003	ISSUER DIRECT	4001	4,500,000.00	4,498,050.00		
1/04/17	36960LQW	COMMERCIAL PAPE	27089	GENERAL ELECTRIC CO		3/30/17	.7814	ISSUER DIRECT	4001	4,000,000.00	3,992,720.00		
1/12/17	36164JQE	COMMERCIAL PAPE	27139	GE CAPITAL TREASURY		3/14/17	.6908	ISSUER DIRECT	1001	16,000,000.00	15,981,600.00		
1/12/17	89233GQD	COMMERCIAL PAPE	27140	TOYOTA MOTOR CREDIT COR		3/13/17	.8612	ISSUER DIRECT	1001	25,000,000.00	24,964,763.89		
1/20/17	30229ART	COMMERCIAL PAPE	27191	EXXON MOBIL CORP		4/27/17	.7013	ISSUER DIRECT	4001	1,000,000.00	998,172.22		
1/20/17	36164JRQ	COMMERCIAL PAPE	27190	GE CAPITAL TREASURY LLC		4/24/17	.8016	ISSUER DIRECT	4001	1,500,000.00	1,496,966.67		
1/23/17	89233GTP	COMMERCIAL PAPE	27037	Toyota Motor Credit Co		6/23/17	1.1051	ISSUER DIRECT	4001	1,600,000.00	1,592,666.67		
1/24/17	9033EOTS	COMMERCIAL PAPE	27207	US BANK NAT'L ASSOC		6/26/17	.9504	ISSUER DIRECT	4001	1,000,000.00	996,200.00		
1/30/17	30229AS4	COMMERCIAL PAPE	27231	EXXON MOBIL		5/04/17	.7515	ISSUER DIRECT	4001	4,500,000.00	4,491,281.25		
2/16/17	9033A0V7	COMMERCIAL PAPE	27372	US BANK		8/07/17	1.1563	ISSUER DIRECT	4000	826,056.00	821,543.67		
2/24/17	9033A0SC	COMMERCIAL PAPE	27410	US BANK		5/12/17	.8415	ISSUER DIRECT	4001	4,000,000.00	3,993,093.32		
2/24/17	9033A0UQ	COMMERCIAL PAPE	27412	US BANK		7/24/17	1.1050	ISSUER DIRECT	4002	611,134.00	608,388.99		
2/24/17	9033A0UU	COMMERCIAL PAPE	27413	US BANK		7/28/17	1.1051	ISSUER DIRECT	4002	508,304.00	505,958.74		
2/28/17	9033A0SN	COMMERCIAL PAPE	27427	USBKMN BA		5/22/17	.8617	ISSUER DIRECT	4000	2,500,000.00	2,495,102.78		
3/13/17	89233GQH	COMMERCIAL PAPE	27509	TOYCC		3/17/17	.7400	ISSUER DIRECT	1001	25,000,000.00	24,998,458.33		
3/16/17	89233GR5	COMMERCIAL PAPE	27533	TOYOTA MOTOR CREDIT		4/05/17	.9504	ISSUER DIRECT	1001	25,000,000.00	24,988,784.72		
3/16/17	89233GTP	COMMERCIAL PAPE	27037	Toyota Motor Credit Co		6/23/17	1.0430	ISSUER DIRECT	4001	1,000,000.00	997,168.89		
3/17/17	30229AR4	COMMERCIAL PAPE	27545	EXXON MOBIL		4/04/17	.8203	ISSUER DIRECT	1001	25,000,000.00	24,991,458.33		
3/20/17	30229AS4	COMMERCIAL PAPE	27231	EXXON MOBIL		5/04/17	.8609	ISSUER DIRECT	4001	3,100,000.00	3,096,741.56		
3/20/17	36960LQW	COMMERCIAL PAPE	27089	GENERAL ELECTRIC CO		3/30/17	.8202	ISSUER DIRECT	4001	2,100,000.00	2,099,569.50		
1/13/17	2013171	LINKED-CERTIFIC	27149	WESTERN COMMERCE BANK	.950	1/12/18	.9500	SYSTEM - UNIDEN	4002	2,000,000.00	2,000,000.00		
1/13/17	2013172	LINKED-CERTIFIC	27150	WESTERN COMMERCE BANK	.950	1/12/18	.9500	SYSTEM - UNIDEN	4002	2,000,000.00	2,000,000.00		
1/05/17	912796JT	U.S. TREASURY B	27101	UNITED STATES TREASURY		5/25/17	.5713	GUGGENHEIM SECU	4101	5,000,000.00	4,988,995.83		
1/12/17	912796KG	U.S. TREASURY B	27141	UNITED STATES TREASURY		2/09/17	.5052	GUGGENHEIM SECU	4001	19,000,000.00	18,993,869.86		
1/20/17	912796JA	U.S. TREASURY B	27178	UNITED STATES TREASURY		2/02/17	.4651	HSBC	4101	50,000,000.00	49,991,604.17		
2/02/17	912796LK	U.S. TREASURY B	27272	UNITED STATES TREASURY		7/13/17	.5880	WELLS FARGO SEC	4101	25,000,000.00	24,934,426.04		
2/06/17	912796KH	U.S. TREASURY B	27287	UNITED STATES TREASURY		2/16/17	.4701	BARCLAYS	4101	50,000,000.00	49,993,472.22		
2/07/17	912796GK	U.S. TREASURY B	27298	UNITED STATES TREASURY		2/09/17	.5000	BARCLAYS	4101	40,000,000.00	39,998,888.89		
2/07/17	912796QG	U.S. TREASURY B	27305	UNITED STATES TREASURY		3/15/17	.5253	UBS	4001	10,000,000.00	9,995,041.67		
2/10/17	912796KB	U.S. TREASURY B	27330	UNITED STATES TREASURY		7/20/17	.6016	GUGGENHEIM SECU	4101	10,000,000.00	9,973,333.33		
2/13/17	912796KH	U.S. TREASURY B	27287	UNITED STATES TREASURY		2/16/17	.4850	BARCLAYS	4101	50,000,000.00	49,997,979.17		
2/16/17	912796JE	U.S. TREASURY B	27365	UNITED STATES TREASURY		3/02/17	.4801	GUGGENHEIM SECU	4101	50,000,000.00	49,990,666.67		
2/16/17	912796KJ	U.S. TREASURY B	27364	UNITED STATES TREASURY		2/23/17	.4883	LOOP CAPITAL MA	4101	75,000,000.00	74,992,879.25		
3/07/17	912796KT	U.S. TREASURY B	27474	UNITED STATES TREASURY		4/20/17	.5754	JEFFRIES & CO	4101	15,000,000.00	14,989,458.33		
3/10/17	912796JJ	U.S. TREASURY B	27499	UNITED STATES TREASURY		3/30/17	.5352	GUGGENHEIM SECU	4101	25,000,000.00	24,992,569.44		
3/10/17	912796JJ	U.S. TREASURY B	27499	UNITED STATES TREASURY		3/30/17	.5402	DEUTSCHE BANK S	4101	25,000,000.00	24,992,500.00		
3/13/17	912796JP	U.S. TREASURY B	27510	UNITED STATES TREASURY		4/27/17	.7717	BMO CAPTIAL MAR	1001	2,447,000.00	2,444,694.11		
3/13/17	912796JP	U.S. TREASURY B	27510	UNITED STATES TREASURY		4/27/17	.7707	MIZUHO SECURITI	1001	7,553,000.00	7,545,891.79		

STATE OF NEW MEXICO
Summary of Fixed-Income Purchases and Sales
TRADES During The Period 1/01/17 Through 3/31/17

TXN-DATE	CUSIP#	ASSET-TYPE	INVST#	ISSUE-NAME	RATE	MATURITY	YIELD	BRKR/DLR/AGENT	FUND	PAR-VALUE	COST/PROCEEDS	GAIN/LOSS	NXT-CALL
3/20/17	912796KT	U.S. TREASURY B	27474	UNITED STATES TREASURY		4/20/17	.7004	GUGGENHEIM SECU	4101	20,000,000.00	19,987,944.44		
3/21/17	912796KT	U.S. TREASURY B	27561	UNITED STATES TREASURY		4/20/17	.7504	JEFFRIES & CO	4001	15,000,000.00	14,991,250.05		
3/22/17	912796JX	U.S. TREASURY B	27570	UNITED STATES TREASURY		6/22/17	.7569	BMO CAPTIAL MAR	4001	10,000,000.00	9,980,902.64		
3/28/17	912796LU	U.S. TREASURY B	27592	UNITED STATES TREASURY		9/21/17	.8879	BMO CAPTIAL MAR	4101	10,000,000.00	9,956,536.67		
3/30/17	912796JP	U.S. TREASURY B	27610	UNITED STATES TREASURY		4/27/17	.7274	GUGGENHEIM SECU	4101	40,000,000.00	39,977,382.22		
3/02/17	912828K6	US TREASURY NOT	27439	UNITED STATES TREASURY	.500	4/30/17	.6189	BARCLAYS	4101	40,000,000.00	39,992,187.50		
3/07/17	912828SY	US TREASURY NOT	27467	UNITED STATES TREASURY	.625	5/31/17	.7594	BMO CAPTIAL MAR	4001	10,000,000.00	9,996,875.00		
3/10/17	912828K6	US TREASURY NOT	27439	UNITED STATES TREASURY	.500	4/30/17	.7207	BARCLAYS	4101	25,000,000.00	24,992,187.50		
3/23/17	912828TM	US TREASURY NOT	27573	UNITED STATES TREASURY	.625	8/31/17	.8397	HSBC	4101	20,000,000.00	19,981,250.00		
1/12/17	912828H6	US TREASURY VAR	27064	UNITED STATES TREASURY	.640	1/31/17	.4496	HSBC	4001	8,000,000.00	8,000,313.50		
1/06/17	912833KL	US TREASURY (ST	26947	U.S. TREASURY SECURITY		2/15/17	.5473	INTL FCSTONE PA	4001	10,000,000.00	9,994,500.00		
1/10/17	3135G0F8	AGENCY US FLOAT	27122	FEDERAL NATIONAL MORTGA	.759	7/20/17	.5766	INTL FCSTONE PA	4101	2,150,000.00	2,152,064.00		
1/19/17	3130AAPL	AGENCY US FLOAT	27173	FEDERAL HOME LOAN BANKS	.601	10/23/17	.6014	INTL FCSTONE PA	4101	15,000,000.00	15,000,000.00		
2/02/17	3133EEQ9	AGENCY US FLOAT	27273	FEDERAL FARM CREDIT BAN	.786	11/27/17	.6145	INTL FCSTONE PA	4101	1,960,000.00	1,962,763.60		
2/10/17	3130AAR5	AGENCY US FLOAT	27332	FEDERAL HOME LOAN BANKS	.556	7/27/17	.5561	RBS	4101	10,000,000.00	10,000,000.00		
2/10/17	3133EG6H	AGENCY US FLOAT	27340	FEDERAL FARM CREDIT BAN	.693	11/09/18	.6982	INTL FCSTONE PA	4101	7,250,000.00	7,249,318.50		
2/13/17	3130A8D8	AGENCY US FLOAT	27343	FEDERAL HOME LOAN BANKS	.799	3/02/17	.6045	BARCLAYS	4101	20,000,000.00	20,002,727.61		
3/17/17	3133EDJX	AGENCY US FLOAT	27544	FEDERAL FARM CREDIT BAN	.993	4/17/17	.7656	BARCLAYS	4001	1,910,000.00	1,910,284.59		
1/12/17	880591CU	AGENCY US BOND	27130	TENNESSEE VALLEY AUTHOR	6.250	12/15/17	.8396	MORGAN STANLEY	4101	10,000,000.00	10,496,000.00		
1/12/17	880591CU	AGENCY US BOND	27130	TENNESSEE VALLEY AUTHOR	6.250	12/15/17	.8696	WELLS FARGO SEC	4101	5,925,000.00	6,217,185.40		
1/25/17	3130A5EP	AGENCY US BOND	27217	FEDERAL HOME LOAN BANKS	.625	5/30/17	.5700	INTL FCSTONE PA	4101	15,000,000.00	15,002,805.00		
1/25/17	3133EG3A	AGENCY US BOND	27216	FEDERAL FARM CREDIT BAN	1.040	4/04/18	1.0319	WELLS FARGO SEC	4000	10,000,000.00	10,000,950.00		
1/31/17	3130AANA	AGENCY US BOND	27253	FEDERAL HOME LOAN BANKS	1.750	7/30/20	1.7500	INTL FCSTONE PA	4000	5,000,000.00	5,000,000.00		1/30/18
1/31/17	3133ECKV	AGENCY US BOND	27254	FEDERAL FARM CREDIT BAN	.700	6/05/17	.6004	KEYBANC CAPITAL	4001	1,000,000.00	1,000,340.00		
2/01/17	313370SZ	AGENCY US BOND	27256	FEDERAL HOME LOAN BANKS	2.250	9/08/17	.7375	MORGAN STANLEY	4101	8,560,000.00	8,637,724.80		
2/01/17	880591CU	AGENCY US BOND	27130	TENNESSEE VALLEY AUTHOR	6.250	12/15/17	.8786	MORGAN STANLEY	4101	11,694,000.00	12,238,589.58		
2/07/17	3130A9AZ	AGENCY US BOND	27306	FEDERAL HOME LOAN BANKS	1.250	6/08/18	.6224	KEYBANC CAPITAL	4000	5,000,000.00	5,002,600.00		
3/06/17	317705AD	AGENCY US BOND	27462	FINANCING CORPORATION	9.400	2/08/18	1.0516	INTL FCSTONE PA	4002	1,000,000.00	1,076,190.00		
3/09/17	313383PD	AGENCY US BOND	27492	FEDERAL HOME LOAN BANKS	1.250	6/09/17	.8250	BOSC, INC	4001	500,000.00	500,521.06		
3/10/17	3133EEQX	AGENCY US BOND	27500	FEDERAL FARM CREDIT BAN	1.000	9/25/17	.9502	BOSC, INC	4101	1,375,000.00	1,375,369.32		
3/17/17	3133EATE	AGENCY US BOND	27543	FEDERAL FARM CREDIT BAN	.900	6/08/17	.7999	BARCLAYS	4001	3,000,000.00	3,000,636.00		
3/22/17	3133EATE	AGENCY US BOND	27543	FEDERAL FARM CREDIT BAN	.900	6/08/17	.8214	WELLS FARGO SEC	4001	1,000,000.00	1,000,159.00		
3/22/17	3133EE7M	AGENCY US BOND	27571	FEDERAL FARM CREDIT BAN	.650	6/19/17	.8206	INTL FCSTONE PA	4101	3,000,000.00	2,998,770.00		
1/12/17	313385JC	AGENCY US DISC	27131	FEDERAL HOME LOAN BANKS		7/14/17	.6119	INTL FCSTONE PA	4101	10,000,000.00	9,969,161.10		
1/23/17	313385BC	AGENCY US DISC	27199	FEDERAL HOME LOAN BANKS		1/27/17	.5000	JEFFRIES & CO	4001	9,000,000.00	8,999,625.00		
1/24/17	313385EV	AGENCY US DISC	27208	FEDERAL HOME LOAN BANKS		4/26/17	.5508	MIZUHO SECURITI	4001	2,000,000.00	1,997,219.44		
1/24/17	313385EV	AGENCY US DISC	27208	FEDERAL HOME LOAN BANKS		4/26/17	.5508	MIZUHO SECURITI	4001	8,000,000.00	7,988,877.78		
1/25/17	313385EV	AGENCY US DISC	27208	FEDERAL HOME LOAN BANKS		4/26/17	.5467	UBS	4001	19,000,000.00	18,974,065.00		
2/21/17	880590CT	AGENCY US DISC	27386	TENNESSEE VALLEY AUTHOR		3/07/17	.5001	JEFFRIES & CO	4101	50,000,000.00	49,990,277.78		
3/01/17	313589EV	AGENCY US DISC	27435	FEDERAL NATIONAL MORTGA		4/26/17	.6106	MORGAN STANLEY	4001	20,000,000.00	19,981,361.11		
3/01/17	313589GH	AGENCY US DISC	27434	FEDERAL NATIONAL MORTGA		6/01/17	.6701	MORGAN STANLEY	4001	20,000,000.00	19,966,178.33		

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Summary of Fixed-Income Purchases and Sales
TRADES During The Period 1/01/17 Through 3/31/17

TXN-DATE	CUSIP#	ASSET-TYPE	INVST#	ISSUE-NAME	RATE	MATURITY	YIELD	BRKR/DLR/AGENT	FUND	PAR-VALUE	COST/PROCEEDS	GAIN/LOSS	NXT-CALL
3/02/17	313385EX	AGENCY US DISC	27447	FEDERAL HOME LOAN BANKS		4/28/17	.6988	CASTLEOAK SECUR	4001	10,000,000.00	9,989,142.22		
3/02/17	313385EX	AGENCY US DISC	27449	FEDERAL HOME LOAN BANKS		4/28/17	.6958	LOOP CAPITAL MA	4101	20,000,000.00	19,978,377.78		
3/02/17	313385GJ	AGENCY US DISC	27448	FEDERAL HOME LOAN BANKS		6/02/17	.7293	CASTLEOAK SECUR	4001	10,000,000.00	9,981,597.78		
3/03/17	313589DK	AGENCY US DISC	27450	FEDERAL NATIONAL MORTGA		3/23/17	.5101	JEFFRIES & CO	4101	20,500,000.00	20,494,191.67		
3/06/17	313385DT	AGENCY US DISC	27460	FEDERAL HOME LOAN BANKS	2.900	3/31/17	.5802	DAIWA CAPITAL M	4101	30,000,000.00	29,987,916.67		
3/07/17	313589EV	AGENCY US DISC	27476	FEDERAL NATIONAL MORTGA		4/26/17	.6606	RBS	4101	12,000,000.00	11,989,000.00		
3/07/17	880590DH	AGENCY US DISC	27475	TENNESSEE VALLEY AUTHOR		3/21/17	.5801	JEFFRIES & CO	4101	24,700,000.00	24,694,428.78		
3/10/17	313385FU	AGENCY US DISC	27501	FEDERAL HOME LOAN BANKS		5/19/17	.7811	CASTLEOAK SECUR	4001	10,000,000.00	9,985,483.33		
3/13/17	313397ED	AGENCY US DISC	27502	FEDERAL HOME LOAN MORTG		4/10/17	.7184	DAIWA CAPITAL M	4101	20,000,000.00	19,988,831.11		
3/14/17	880590DQ	AGENCY US DISC	27517	TENNESSEE VALLEY AUTHOR		3/28/17	.7542	TD SECURITIES	1001	20,000,000.00	19,994,554.44		
3/14/17	880590DQ	AGENCY US DISC	27518	TENNESSEE VALLEY AUTHOR		3/28/17	.7542	TD SECURITIES	4101	10,000,000.00	9,997,277.22		
3/21/17	880590DX	AGENCY US DISC	27560	TENNESSEE VALLEY AUTHOR		4/04/17	.7252	WELLS FARGO SEC	4101	35,000,000.00	34,990,131.94		
2/24/17	3135G0T2	AGENCY 30/360 2	27411	FANNIE MAE	1.500	2/28/20	1.5165	RAMIREZ & CO, I	4000	10,000,000.00	9,993,600.00		
1/03/17	31358AEV	AGENCY US BOND	27093	FEDERAL NATIONAL MORTGA		2/12/17	.5549	INTL FCSTONE PA	4101	5,120,000.00	5,117,081.60		
1/27/17	31359MEL	AGENCY US BOND	25939	FANNIE MAE		6/01/17	.6500	INTL FCSTONE PA	4101	3,310,000.00	3,302,784.20		
1/03/17	3137EADH	AGENCY US NOTES	27081	FEDERAL HOME LN MTG COR	1.000	6/29/17	.6800	TD SECURITIES	4101	7,000,000.00	7,010,913.00		
1/04/17	3137EADH	AGENCY US NOTES	27081	FEDERAL HOME LN MTG COR	1.000	6/29/17	.6587	WELLS FARGO SEC	4101	10,000,000.00	10,016,440.00		
1/05/17	3137EADF	AGENCY US NOTES	27100	FEDERAL HOME LOAN MORTG	1.250	5/12/17	.6200	WELLS FARGO SEC	4101	2,363,000.00	2,368,189.15		
1/13/17	3137EADL	AGENCY US NOTES	27151	FEDERAL HOME LOAN MORTG	1.000	9/29/17	.7589	INTL FCSTONE PA	4101	13,234,000.00	13,256,233.12		
1/25/17	3134G3XN	AGENCY US NOTES	27209	FEDERAL HOME LOAN MORTG	1.000	6/13/17	.5862	MORGAN STANLEY	4101	20,000,000.00	20,031,600.00		
2/02/17	3135G0ZL	AGENCY US NOTES	27274	FEDERAL NATIONAL MORTGA	1.000	9/27/17	.7059	WELLS FARGO SEC	4101	3,085,000.00	3,090,797.49		
2/13/17	3137EADC	AGENCY US NOTES	25921	FEDERAL HOME LOAN MORTG	1.000	3/08/17	.4693	JEFFRIES & CO	4101	4,610,000.00	4,611,691.87		
2/22/17	3135G0ZL	AGENCY US NOTES	27274	FEDERAL NATIONAL MORTGA	1.000	9/27/17	.7418	CASTLEOAK SECUR	4101	12,500,000.00	12,519,107.50		
3/01/17	31359M7X	AGENCY US NOTES	27436	FEDERAL NATIONAL MORTGA	5.000	5/11/17	.6597	BMO CAPTIAL MAR	4001	15,000,000.00	15,124,335.00		
3/09/17	880591EA	AGENCY US NOTES	26241	TENNESSEE VALLEY AUTH	5.500	7/18/17	.9141	INTL FCSTONE PA	4101	1,825,000.00	1,854,614.28		
3/29/17	3135G0JA	AGENCY US NOTES	27606	FEDERAL NATIONAL MORTGA	1.125	4/27/17	.8089	GUGGENHEIM SECU	4001	9,896,000.00	9,898,316.06		
3/29/17	3137EADL	AGENCY US NOTES	27151	FEDERAL HOME LOAN MORTG	1.000	9/29/17	.9359	JEFFRIES & CO	4101	15,000,000.00	15,004,785.00		
1/30/17	3133EFNP	AGENCY US VARIA	27243	FEDERAL FARM CREDIT BAN	.756	6/12/17	.6251	JEFFRIES & CO	4101	5,250,000.00	5,252,467.50		
2/02/17	3130A7EC	AGENCY US VARIA	27276	FEDERAL HOME LOAN BANKS	.905	8/25/17	.5049	INTL FCSTONE PA	4101	1,285,000.00	1,287,814.15		
2/02/17	3130A7VF	AGENCY US VARIA	27275	FEDERAL HOME LOAN BANKS	.968	10/25/17	.6470	INTL FCSTONE PA	4101	1,670,000.00	1,673,874.40		
2/03/17	3130A7EC	AGENCY US VARIA	27276	FEDERAL HOME LOAN BANKS	.905	8/25/17	.5043	INTL FCSTONE PA	4101	405,000.00	405,874.80		
2/08/17	3130A77C	AGENCY US VARIA	27309	FEDERAL HOME LOAN BANKS	.847	8/09/17	.4412	JEFFRIES & CO	4101	7,500,000.00	7,514,925.00		
2/08/17	3134GA4D	AGENCY US VARIA	27316	FEDERAL HOME LOAN MORTG	.759	8/10/18	.7600	LOOP CAPITAL MA	4101	5,000,000.00	5,000,000.00		8/10/17
2/10/17	3133EEMX	AGENCY US VARIA	27331	FEDERAL FARM CREDIT BAN	1.004	2/06/18	.6417	BARCLAYS	4101	5,000,000.00	5,017,920.00		
2/13/17	3130A77C	AGENCY US VARIA	27309	FEDERAL HOME LOAN BANKS	.847	8/09/17	.5878	BARCLAYS	4101	14,220,000.00	14,248,526.88		
3/21/17	3133EHDN	AGENCY US VARIA	27562	FEDERAL FARM CREDIT BAN	.980	3/27/19	.9873	INTL FCSTONE PA	4101	10,000,000.00	9,998,000.00		
1/19/17	90331HNB	CORP US NOTE 30	27189	US BANK	2.000	1/24/20	2.0729	MORGAN STANLEY	1001	5,000,000.00	4,989,450.00		
1/19/17	90331HNB	CORP US NOTE 30	27188	US BANK	2.000	1/24/20	2.0729	MORGAN STANLEY	4000	5,000,000.00	4,989,450.00		
1/30/17	594918BV	CORP US NOTE 30	27244	MICROSOFT CORP	1.850	2/06/20	1.8731	HSBC	1001	2,500,000.00	2,498,325.00		
1/30/17	594918BV	CORP US NOTE 30	27245	MICROSOFT CORP	1.850	2/06/20	1.8731	HSBC	4000	2,500,000.00	2,498,325.00		
2/02/17	037833CE	CORP US NOTE 30	27277	APPLE INC	1.550	2/08/19	1.5888	DEUTSCHE BANK S	1001	2,500,000.00	2,498,100.00		

STATE OF NEW MEXICO
Summary of Fixed-Income Purchases and Sales
TRADES During The Period 1/01/17 Through 3/31/17

TXN-DATE	CUSIP#	ASSET-TYPE	INVST#	ISSUE-NAME	RATE	MATURITY	YIELD	BRKR/DLR/AGENT	FUND	PAR-VALUE	COST/PROCEEDS	GAIN/LOSS	NXT-CALL
2/02/17	037833CE	CORP US NOTE 30	27278	APPLE INC	1.550	2/08/19	1.5888	DEUTSCHE BANK S	4000	2,500,000.00	2,498,100.00		
1/10/17	013493GF	MUNI US 30/360	27115	ABQ BERN CNTY WTR UTILI	4.000	7/01/17	.8508	HILLTOP SECURIT	4001	750,000.00	761,040.00		
1/18/17	63968AC7	MUNI US 30/360	27166	NEBRASKA PUB PWR DIST R	4.450	1/01/23	.7509	HILLTOP SECURIT	4001	1,880,000.00	1,910,982.40		7/01/17
3/31/17	ABQ2017B	MUNICIPAL BOND	27620	ABQ SERIES 2017 B	1.201	7/03/17	1.1974	ISSUER DIRECT	1000	11,257,000.00	11,257,000.00		
1/04/17	914692XL	MUNICIPAL BOND	26568	UNIVERSITY N MEX UNIV R	.820	6/01/30	.6900	ISSUER DIRECT	4001	110,000.00	110,000.00		
2/28/17	914692WL	MUNICIPAL BOND	27420	UNIVERSITY N MEX UNIV R	.640	6/01/26	.6400	BROKER DIRECT	4000	3,250,000.00	3,250,000.00		
3/29/17	914692WL	MUNICIPAL BOND	26987	UNIVERSITY N MEX UNIV R	.920	6/01/26	.9200	ISSUER DIRECT	1001	5,000,000.00	5,000,000.00		

127 PURCHASES DURING PERIOD TOTAL.....

1545789494.00 1546899650.16

SALE TRANSACTIONS

1/25/17	912796KG	U.S. TREASURY B	27141	UNITED STATES TREASURY		2/09/17		GUGGENHEIM SECU	4001	19,000,000.00	18,996,638.06	2,768.20	
3/01/17	912796QG	U.S. TREASURY B	27305	UNITED STATES TREASURY		3/15/17		DEUTSCHE BANK S	4001	10,000,000.00	9,998,591.67	3,550.00	
1/05/17	912828SC	US TREASURY NOT	21710	UNITED STATES TREASURY	.875	1/31/17	.5279	WELLS FARGO SEC	4000	5,000,000.00	5,001,171.87	620.22	
1/05/17	912828SC	US TREASURY NOT	21535	UNITED STATES TREASURY	.875	1/31/17	.5279	WELLS FARGO SEC	4002	15,000,000.00	15,003,515.63	1,755.71	
3/01/17	912828RY	US TREASURY NOT	24732	UNITED STATES TREASURY	1.375	12/31/18		HSBC	4000	20,000,000.00	20,040,625.00	47,953.88	
3/08/17	912828TG	US TREASURY NOT	21440	UNITED STATES TREASURY	.500	7/31/17		BMO CAPTIAL MAR	4000	5,000,000.00	4,993,554.69	1,606.86	
3/08/17	912828TG	US TREASURY NOT	21441	UNITED STATES TREASURY	.500	7/31/17	.8247	BMO CAPTIAL MAR	4002	5,000,000.00	4,993,554.69	1,606.86	
3/29/17	3130AABG	AGENCY US BOND	26888	FEDERAL HOME LOAN BANKS	1.875	11/29/21		MIZUHO SECURITI	4002	5,000,000.00	4,984,065.00	2,733.55	
1/09/17	31359MEL	AGENCY US BOND	24314	FANNIE MAE		6/01/17	.6244	WELLS FARGO SEC	4000	6,089,000.00	6,074,145.34	190.61	
1/20/17	3137EADC	AGENCY US NOTES	16186	FED HOME LOAN MORTGAGE	1.000	3/08/17	.5182	HSBC	1001	5,000,000.00	5,002,997.00	3,137.68	
2/03/17	3137EADC	AGENCY US NOTES	16186	FED HOME LOAN MORTGAGE	1.000	3/08/17		HSBC	1001	5,000,000.00	5,002,267.90	2,369.61	
2/06/17	31359M4D	AGENCY US NOTES	26861	FEDERAL NATIONAL MORTGA	5.000	2/13/17		BARCLAYS	4101	10,000,000.00	10,008,745.70	91.74	
2/07/17	3137EADC	AGENCY US NOTES	20442	FEDERAL HOME LOAN MORTG	1.000	3/08/17	.5045	BMO CAPTIAL MAR	4002	10,000,000.00	10,004,110.00	1,246.28	
2/07/17	3137EADC	AGENCY US NOTES	20442	FEDERAL HOME LOAN MORTG	1.000	3/08/17	.5045	BARCLAYS	4002	20,000,000.00	20,008,220.00	2,492.57	
2/24/17	3135G0VM	AGENCY US NOTES	23991	FEDERAL NATIONAL MORTGA	.750	3/14/17	.4097	TD SECURITIES	4000	9,000,000.00	9,001,440.00	918.80	
3/01/17	31359M7X	AGENCY US NOTES	23141	FEDERAL NATIONAL MORTGA	5.000	5/11/17	.6899	BMO CAPTIAL MAR	4000	15,000,000.00	15,125,235.00	1,372.86	
3/01/17	3135G0ZL	AGENCY US NOTES	21983	FEDERAL NATIONAL MORTGA	1.000	9/27/17	.8203	BMO CAPTIAL MAR	4000	5,000,000.00	5,005,120.00	8,481.60	
3/01/17	3137EADC	AGENCY US NOTES	20441	FEDERAL HOME LOAN MORTG	1.000	3/08/17		WELLS FARGO SEC	4000	10,000,000.00	10,000,990.00	522.42	
3/01/17	62889KAC	AGENCY US NOTES	25651	NCUA GUARN NTS TR 2011-	2.350	6/12/17		WELLS FARGO SEC	4000	10,000,000.00	10,044,266.60	1,550.60	
3/21/17	31315PZT	AGENCY US NOTES	19227	FEDERAL AGRICULTURAL MO	.650	7/10/17		MIZUHO SECURITI	4000	5,000,000.00	4,997,050.00	236.05	
3/28/17	3135G0MZ	AGENCY US NOTES	24770	FEDERAL NATIONAL MORTGA	.875	8/28/17		MIZUHO SECURITI	4002	5,000,000.00	4,999,365.00	2,375.66	
3/29/17	3135G0WJ	AGENCY US NOTES	24547	FEDERAL NATIONAL MORTGA	.875	5/21/18	1.1580	WELLS FARGO SEC	4002	10,000,000.00	9,967,990.00	206.89	
1/12/17	3135G0GY	FED NATL MORTGA	15885	FED NATL MORTGAGE ASSN	1.250	1/30/17	.5058	MORGAN STANLEY	1001	39,000,000.00	39,013,650.00	10,157.26	
3/13/17	3135G0JA	FED NATL MORTGA	16671	FED NATL MORTGAGE ASSN	1.125	4/27/17		BMO CAPTIAL MAR	1001	10,000,000.00	10,004,470.00	3,618.79	
3/20/17	037833CE	CORP US NOTE 30	27278	APPLE INC	1.550	2/08/19		WELLS FARGO SEC	4000	2,500,000.00	2,500,861.44	2,661.11	
3/20/17	90331HNB	CORP US NOTE 30	27188	US BANK	2.000	1/24/20		MIZUHO SECURITI	4000	5,000,000.00	5,002,500.00	12,544.12	
3/13/17	802088LN	MUNI US 30/360	23421	SANTA FE N MEX PUB SCH	5.000	8/01/17		MORGAN STANLEY	4000	2,500,000.00	2,538,825.00	570.57	
3/16/17	647310R6	MUNI US 30/360	26628	NEW MEXICO ST SEVERANCE	5.000	7/01/17		WELLS FARGO SEC	4000	2,860,000.00	2,895,063.60	17.80	
3/16/17	647310R6	MUNI US 30/360	26629	NEW MEXICO ST SEVERANCE	5.000	7/01/17	.7393	WELLS FARGO SEC	4002	2,000,000.00	2,024,520.00	12.45	

STATE OF NEW MEXICO
Summary of Fixed-Income Purchases and Sales
TRADES During The Period 1/01/17 Through 3/31/17

TXN-DATE	CUSIP#	ASSET-TYPE	INVST#	ISSUE-NAME	RATE	MATURITY	YIELD	BRKR/DLR/AGENT	FUND	PAR-VALUE	COST/PROCEEDS	GAIN/LOSS	NXT-CALL
3/13/17	013595UK	MUNICIPAL BOND	26960	ALBUQUERQUE N MEX MUN S	2.000	8/01/17		MORGAN STANLEY	4000	3,000,000.00	3,012,750.00	1,469.63	
2/28/17	914692WL	MUNICIPAL BOND	26742	UNIVERSITY N MEX UNIV R	.540	6/01/26		BROKER DIRECT	4001	3,250,000.00	3,250,000.00		
31 SALES DURING PERIOD TOTAL.....										279,199,000.00	279,496,299.19	118,840.38	
=== GRAND-TOTAL ==>										1824988494.00	1826395949.35	118,840.38	
*** END-OF-REPORT ***													



16. Credit Investing

APPROVED MEDIUM TERM NOTE/CORPORATE BOND ISSUERS

March 2017

	Mkt Cap	Rating/Credit Outlook						Comments:			
Issuer	(Bil)	Moody's		S&P		Fitch					
3M CO	\$93.55	A1	STABLE	AA-	STABLE	NR	NR				
APPLE INC	\$637.82	Aa1	STABLE	AA+	STABLE	NR	NR				
BERKSHIRE HATHWAY	\$327.10	Aa2	STABLE	AA	STABLE	A+	STABLE				
CHEVRON CORP	\$166.80	Aa2	STABLE	AA-	NEG	NR	NR				
COCA-COLA CO	\$181.26	Aa3	STABLE	AA-	NEG	A+	NEG				
COLGATE-PALM CO	\$59.47	Aa3	STABLE	AA-	STABLE	NR	NR				
EXXON MOBIL CORP	\$330.64	Aaa	NEG	AA+	STABLE	NR	NR				
GEN ELECTRIC CO	\$283.71	A1	STABLE	AA-	STABLE	AA-	STABLE				
IBM CORP	\$146.48	Aa3	NEG	AA-	NEG	A+	NEG				
INTEL CORP	\$153.17	A1	STABLE	A+	POS	A+	STABLE				
JOHNSON & JOHNSON	\$265.03	Aaa	STABLE	AAA	STABLE	AAA	STABLE				
MICROSOFT CORP	\$375.95	Aaa	NEG	AAA	STABLE	AA+	STABLE				
PEPSICO INC	\$143.72	A1	STABLE	A+	STABLE	A	STABLE	4/26/17 - S&P Upgrade from A to A+			
PFIZER INC	\$206.44	A1	STABLE	AA	STABLE	A+	STABLE				
PROCTER & GAMBLE	\$200.58	Aa3	STABLE	AA-	STABLE	NR	NR				
TOYOTA MTR CRED	\$207.58	Aa3	STABLE	AA-	STABLE	A	STABLE				
US BANCORP	\$73.03	A1	STABLE	A+	STABLE	AA	STABLE				
US BANK NA	\$73.03	Aa1	STABLE	AA-	STABLE	AA	STABLE				
WAL-MART STORES	\$214.22	Aa2	STABLE	AA	STABLE	AA	STABLE				
WALT DISNEY CO	\$180.65	A2	STABLE	A	STABLE	A	STABLE				
WELLS FARGO CO	\$267.53	A2	STABLE	A	NEG	AA-	NEG				
WELLS FARGO BANK	\$267.53	Aa2	STABLE	AA-	NEG	AA	NEG				

APPROVED COMMERCIAL PAPER ISSUERS

March 2017

Issuer	Rating/Credit Outlook						Comments:				
	Moody's		S&P		Fitch						
BANK OF NY CO INC.	P-1	STABLE	A-1	STABLE	F1+	STABLE					
CHEVRON FUNDING CORP	P-1	STABLE	A-1+	NEG	NR	NR					
DEERE & COMPANY	P-1	NEG	A-1	STABLE	F1	NR					
ELI LILLY & CO	P-1	STABLE	A-1+	STABLE	F1	STABLE					
EXXON MOBIL CORP	P-1	NEG	A-1+	STABLE	NR	NR					
GE CO/CAPITAL TREASURY	P-1	STABLE	A-1+	STABLE	F1+	STABLE					
HSBC USA INC	P-1	NEG	A-1	NEG	F1+	STABLE					
IBM CORP	P-1	NEG	A-1+	NEG	F1	NEG					
PNC BANK NA	P-1	STABLE	A-1	STABLE	F1	STABLE					
PROCTER & GAMBLE CO	P-1	STABLE	A-1+	STABLE	NR	NR					
TOYOTA MOTOR CREDIT CORP	P-1	STABLE	A-1+	STABLE	F1	STABLE					
USAA CAPITAL CORP	P-1	STABLE	A-1+	STABLE	NR	NR					
US BANK NA	P-1	STABLE	A-1+	STABLE	F1+	STABLE					
WAL-MART STORES INC	P-1	STABLE	A-1+	STABLE	F1+	STABLE					
WALT DISNEY COMPANY	P-1	STABLE	A-1	STABLE	F1	STABLE					
WELLS FARGO & COMPANY	P-1	STABLE	A-1	NEG	F1+	NEG					

Portfolio Credit Exposure
March 2017

Portfolio	Issuer	Face Amount	Yield	Maturity	% of Port	Total %
GF CORE	AAPL	2,500,000	1.59%	2/8/2019	0.20%	
	EXXON	25,000,000	0.82%	4/4/2017	1.96%	
	MSFT	2,500,000	1.87%	2/6/2020	0.20%	
	USB	5,000,000	2.07%	1/24/2020	0.39%	
7 Day Put to USB	UNM/USB	14,565,000	0.92%	6/1/2026	1.14%	
	TOYCC	25,000,000	0.85%	4/5/2017	1.96%	
						5.84%
BPIP TE	GE CO	7,000,000	1.08%	12/6/2017	1.48%	
	MSFT	2,500,000	1.87%	2/6/2020	0.53%	
7 Day Put to USB	UNM/USB	3,250,000	0.92%	6/1/2026	0.69%	
7 Day Put to USB	UNM/USB	4,375,000	0.92%	6/1/2030	0.93%	
	USB	2,500,000	0.86%	5/22/2017	0.53%	
	USB	826,056	1.16%	8/7/2017	0.18%	
						4.34%
BPIP TAX	USB	5,000,000	1.01%	6/27/2017	1.04%	
	USB	611,134	1.11%	7/24/2017	0.13%	
	USB	508,304	1.11%	7/28/2017	0.11%	
	USB	3,000,000	1.23%	1/29/2018	0.63%	
7 Day Put to USB	UNM/USB	4,375,000	0.92%	6/1/2030	0.91%	
						2.82%
STBF	EXXON	1,000,000	0.70%	4/27/2017	0.46%	
	EXXON	7,600,000	0.80%	5/4/2017	3.47%	
	GE TSY	1,500,000	0.80%	4/24/2017	0.68%	
	GE CO	4,000,000	0.78%	3/30/2017	1.82%	
	TOYCC	6,500,000	1.14%	6/23/2017	2.97%	
	USB	4,000,000	0.84%	5/12/2017	1.82%	
	USB	1,000,000	0.90%	6/26/2017	0.46%	
7 Day Put to USB	UNM/USB	1,360,000	0.92%	6/1/2030	0.62%	
						12.30%
All Portfolios	AAPL	2,500,000			0.08%	
	EXXON	33,600,000			1.02%	
	GE TSY/CO	12,500,000			0.38%	
	MSFT	5,000,000			0.15%	
	TOYCC	31,500,000			0.95%	
	USB	50,370,494			1.52%	
Total Credit Exposure		135,470,494				4.10%



17. State Agency Deposit Balances




Tim Eichenberg
State Treasurer

STATE OF NEW MEXICO
OFFICE OF THE TREASURER

Samuel Collins
Deputy State Treasurer

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

Date: April 28, 2017
To: Tim Eichenberg, State Treasurer
For: Governor Martinez and Members of the State Board of Finance
From: Charmaine Cook, State Cash Manager 
Subject: State Fund Deposit Activity for the month ending March 31, 2017

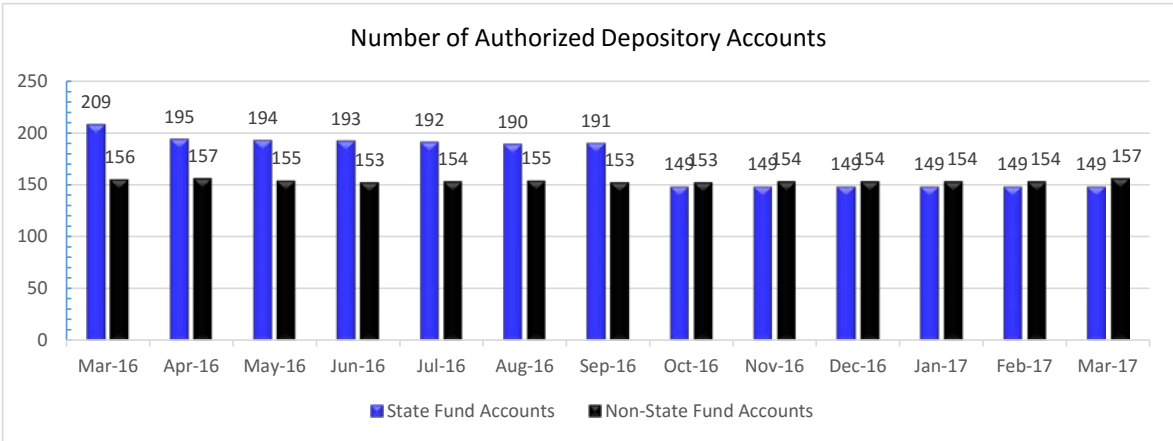
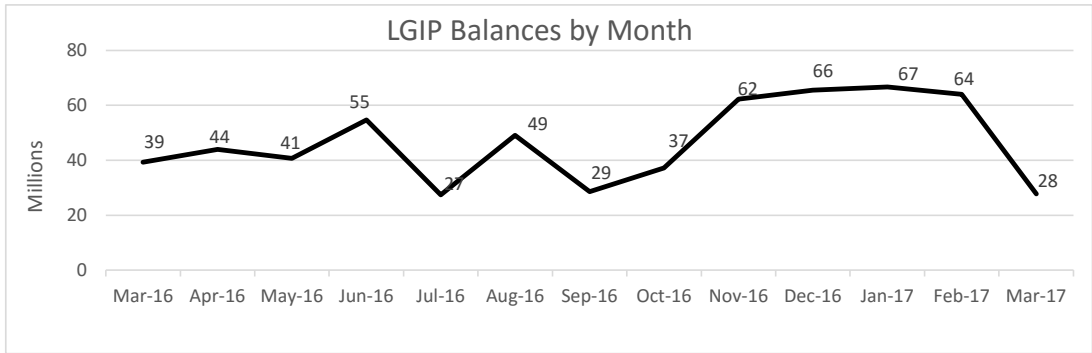
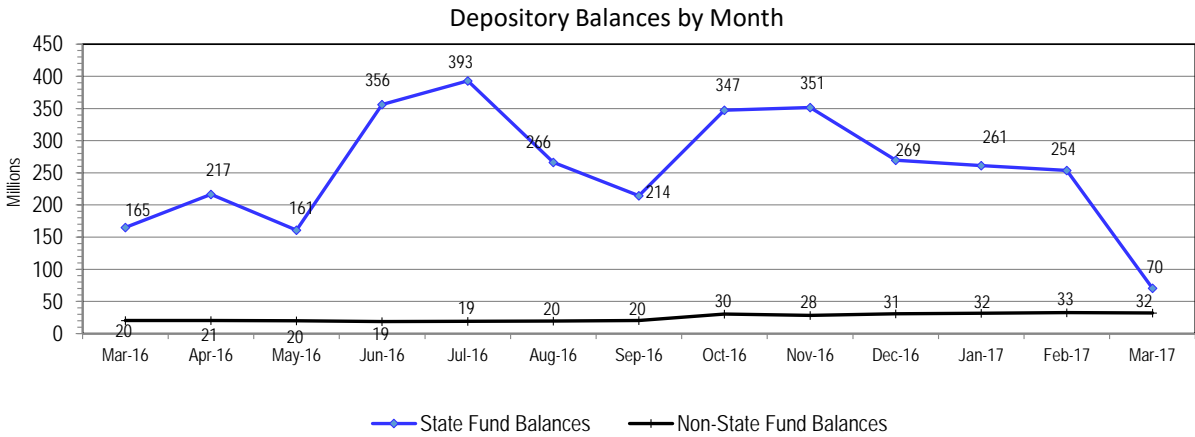
Pursuant to section 8-6-3.1 NMSA 1978, the State Cash Manager shall submit to the State Board of Finance a report showing state fund balances in each Financial Institution. Attached for your review is a summary of State fund balances in each institution through March 31, 2017.

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 March 31, 2017

(Attachments 3)

Depository Account Summary for March 2017



Depository accounts authorized in March 2017 pursuant to Section 6-1-13 NMSA :

- Depository accounts opened in March 2017
- 1 3rd District Court
 - 2 8th Judicial District Court

Depository accounts closed in March 2017

Depository Account Summary by Agency

March 2017

STATE FUNDS

NON-STATE FUNDS

AGENCY	# OF ACCTS.	BALANCE	AGENCY	# OF ACCTS.	BALANCE
AOC (fines, fees etc.)	48	\$3,166,733	AOC	1	\$29,336
BERN. CO. METRO COURT	2	\$638,470	1ST JUDICIAL DIST. COURT	3	\$14,587,112
1-13 DISTRICT ATTORNEY	5	\$25,184	2ND JUDICIAL DIST. COURT	2	\$469,285
EDUCATION RETIREMENT BOARD	1	\$77,987	3RD JUDICIAL DIST. COURT	3	\$546,395
TAXATION & REVENUE DEPT.	6	\$70,127	4TH JUDICIAL DIST. COURT	2	\$167,109
PUBLIC SCHOOL INS. AUTHORITY	6	\$8,517,600	5TH JUDICIAL DIST. COURT	3	\$2,100,142
NMRHCA	0	\$0	6TH JUDICIAL DIST. COURT	3	\$722,683
PUBLIC DEFENDER	1	\$755	7TH JUDICIAL DIST. COURT	4	\$232,668
SECRETARY OF STATE	0	\$0	8TH JUDICIAL DIST. COURT	6	\$452,799
STATE TREASURER (JDC)	5	\$21,821	9TH JUDICIAL DIST. COURT	2	\$971,600
STATE TREASURER (OTHER)	3	\$41,605	10TH JUDICIAL DIST. COURT	2	\$100,803
STATE TREASURER (Liq. Reserve)	1	\$51,223,550	11TH JUDICIAL DIST. COURT	10	\$869,732
NM RACING COMMISSION	6	\$130,606	12TH JUDICIAL DIST. COURT	2	\$753,765
DEPT. OF GAME & FISH	2	\$131,011	13TH JUDICIAL DIST. COURT	61	\$2,957,145
SOUTHWEST REGION ED.	1	\$2,701,021	7TH DISTRICT ATTORNEY	1	\$1,761
ENERGY & MINERALS	4	\$59,887	10TH DISTRICT ATTORNEY	1	\$553
STATE ENGINEER'S OFFICE	4	\$96,995	13TH DISTRICT ATTORNEY	1	\$0
IRRG WKS CONST	1	\$252,641	ATTORNEY GENERAL	1	\$1,852
HUMAN SERVICES DEPT.	5	\$16,533	LGIP	5	\$27,764,522
WORKFORCE SOLUTIONS	5	\$534,194	SUPERINTENDENT OF INSURANCE	8	\$1,910,452
MINER'S HOSPITAL	1	\$2,185,652	NM STATE FAIR	5	\$1,760,931
DEPARTMENT OF HEALTH	31	\$415,908	SOUTHWEST REGION ED.	1	\$15
ENVIRONMENT DEPARTMENT	0	\$0	MINER'S HOSPITAL	1	\$4,376
CORRECTIONS DEPARTMENT	5	\$1,153	DEPARTMENT OF HEALTH	9	\$950,248
DEPT. OF PUBLIC SAFETY	2	\$84,274	CHILDREN, YOUTH & FAMILIES	6	\$97,747
HIGHWAY & TRANSPORTATION	4	\$719	CORRECTIONS DEPARTMENT	12	\$2,380,907
			DEPT. OF PUBLIC SAFETY	2	\$43,151

sub-total: 149 \$70,394,426

sub-total: 157 \$59,877,089

Total Depository Balance: \$130,271,515
Total Depository Accounts: 306

State Fund Balances by Financial Institution March 2017

First National Bank/Alamogordo	\$	146,137
Century Bank/Santa Fe	\$	500
Bank of America/Albuquerque	\$	192,737
Wells Fargo Bank/Albuquerque	\$	12,358,604
Compass Bank/Albuquerque	\$	2,844,248
Bank of the West/Albuquerque	\$	51,223,800
First American Bank/Artesia	\$	62,316
Carlsbad National Bank/Carlsbad	\$	600
Western Commerce Bank/Carlsbad	\$	74,252
Farmers/Stockmens Bank/Clayton	\$	22,091
First National Bank/Clayton	\$	2,203,897
Citizens Bank/Clovis	\$	11,735
NM Bank & Trust/Albuquerque	\$	174,769
Lea County State Bank/Hobbs	\$	152,634
Southwest Capitol/Las Vegas	\$	210,072
Community 1st Bank/Las Vegas	\$	170,463
Western Bank/Lordsburg	\$	85,933
Los Alamos National Bank/Los Alamos	\$	9,764
International Bank/Raton	\$	18,104
Valley Bank of Commerce/Roswell	\$	183,274
First State Bank/Socorro	\$	4,025
Centinel Bank/Taos	\$	70,862
US Bank/Albuquerque	\$	16,868
Bank of the Southwest/Roswell	\$	139,567
Washington Federal	\$	17,174

Total: \$ 70,394,426



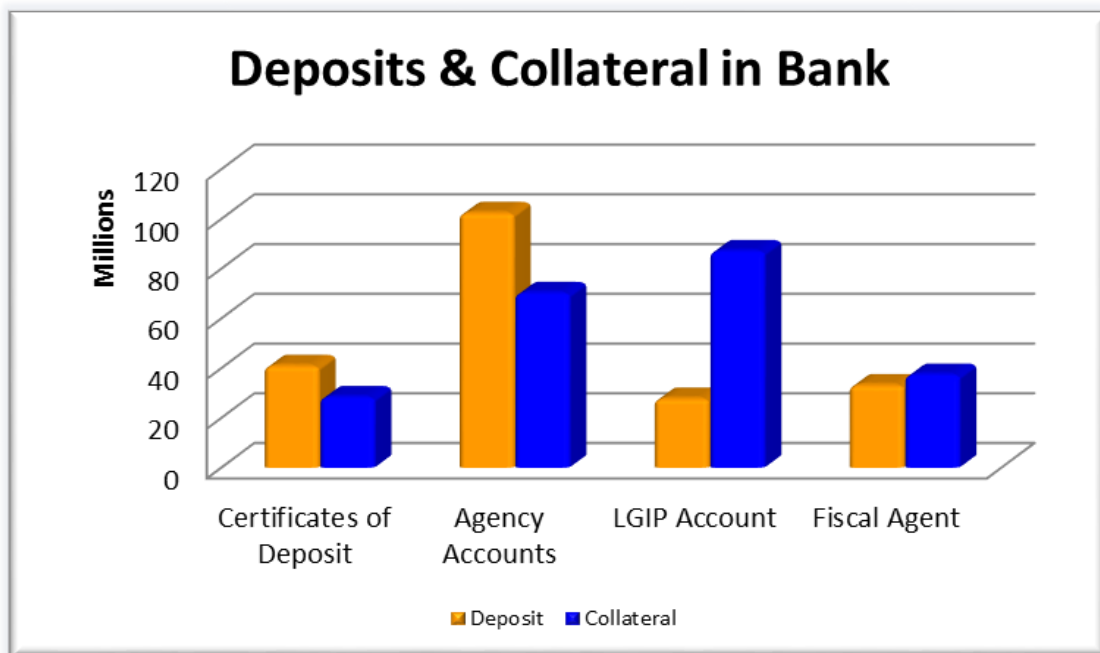
18. Collateral Report on Agency Deposits & CD's

Office of the Treasurer

Collateral Summary Review

March 31, 2017

All depository institutions holding public funds for the month ending March 31, 2017 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>
Certificates of Deposit	\$ 41.0 Million	\$ 28.4 Million	69.4%
Agency Accounts	102.5 Million	70.3 Million	68.6%
LGIP Account	27.8 Million	87.1 Million	313.8%
Fiscal Agent	33.2 Million	37.4 Million	112.7%
Totals:	204.4 Million	223.2 Million	109.2%

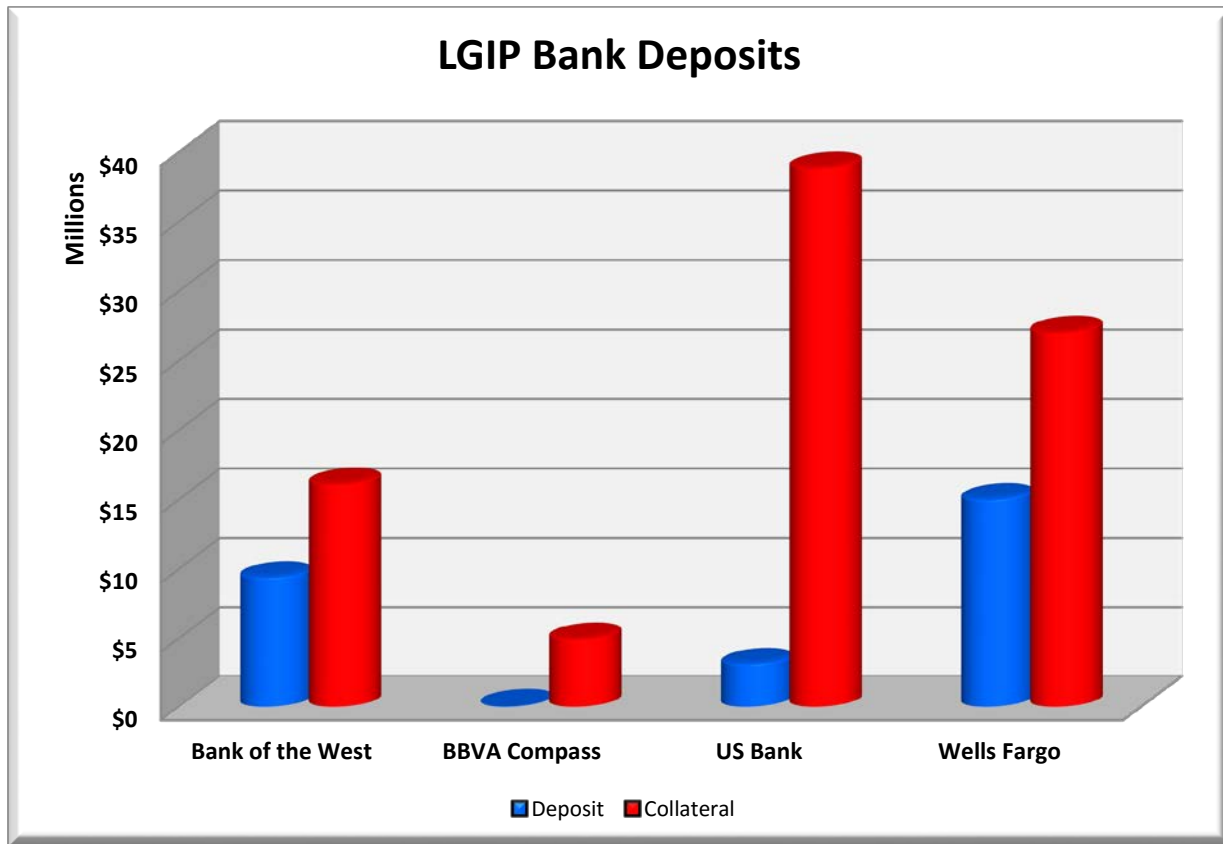


Office of the Treasurer
Collateral Review
Accumulated Total by Institution
March 31, 2017

FINANCIAL INSTITUTION	%	TOTAL DEPOSITS	FDIC / NCUA INSURANCE	LESS INSURANCE COVERAGE	SUBJECT TO BE COLLATERALIZED	COLLATERAL PLEDGED	EXCESS (UNDER)
First National - Alamogordo	50%	146,137	146,137	0	0	1,029,227	1,029,227
Western - Alamogordo	102%	3,600,000	250,000	3,350,000	3,417,000	3,540,865	123,865
Bank of America	50%	262,729	262,729	0	0	0	0
Bank of the West	50%	61,227,241	250,000	60,977,241	30,488,621	50,391,951	19,903,331
BBVA Compass	102%	2,840,077	250,000	2,590,077	2,641,879	5,000,000	2,358,121
US Bank	50%	4,410,452	250,000	4,160,452	2,080,226	40,000,000	37,919,774
Wells Fargo	50%	52,659,596	250,000	52,409,596	26,204,798	54,718,711	28,513,913
First American	50%	62,316	62,316	0	0	0	0
My Bank	50%	350,567	250,000	100,567	50,284	250,000	199,716
Carlsbad National	50%	600	600	0	0	0	0
Western Commerce	50%	4,074,252	250,000	3,824,252	1,912,126	2,854,613	942,487
Farmers & Stockmen	50%	10,026,144	250,000	9,776,144	4,888,072	5,125,000	236,928
First National - Clayton	50%	2,203,897	250,000	1,953,897	976,949	1,762,880	785,932
Bank of Clovis	50%	971,600	250,000	721,600	360,800	797,222	436,422
Citizens - Clovis	50%	11,735	11,735	0	0	0	0
NM Bank & Trust	50%	383,719	250,000	133,719	66,860	263,460	196,600
Western - Clovis	50%	3,100,000	250,000	2,850,000	1,425,000	1,918,355	493,355
Lea County State	50%	152,634	152,634	0	0	0	0
Southwest Capital	50%	719,448	250,000	469,448	234,724	5,551,799	5,317,075
Community 1st - Las Vegas	102%	170,463	170,463	0	0	474,426	474,426
Western - Lordsburg	50%	608,378	250,000	358,378	179,189	360,258	181,068
Los Alamos National	50%	9,764	9,764	0	0	0	0
International	50%	47,804	47,804	0	0	149,474	149,474
Bank of the Southwest	50%	630,055	250,000	380,055	190,027	568,873	378,846
Valley Commerce	50%	183,274	183,274	0	0	0	0
Century	50%	1,910,952	250,000	1,660,952	830,476	908,384	77,908
First National - Santa Fe	50%	20,000,000	250,000	19,750,000	9,875,000	10,158,274	283,274
First State	50%	76,162	76,162	0	0	0	0
Centinel	50%	70,862	70,862	0	0	0	0
Guadalupe Credit	50%	250,000	250,000	0	0	0	0
Washington Federal	50%	17,174	17,174	0	0	0	0
		171,178,035	5,711,655	165,466,380	85,822,030	185,823,774	100,001,744

LGIP Bank Deposits March 31, 2017

<u>Financial Institution</u>	<u>Percentage</u>	<u>Deposit</u>	<u>Collateral</u>
Bank of the West	170.8%	9,457,047	16,148,242
BBVA Compass	12738.8%	39,250	5,000,000
US Bank	1219.9%	3,188,846	38,900,000
Wells Fargo	179.6%	15,080,247	27,089,443
Totals	313.8%	27,765,390	87,137,685



Standards & Poor's requires bank deposits to be collateralized @ a minimal of 100% collateral levels to maintain rating