

**CONSENT CALENDAR****Agenda Item # X****AGENDA REPORT SUMMARY****Meeting Date:** April 28, 2020**Subject:** Quarterly Investment Portfolio Report – Quarter Ended December 31, 2019**Prepared by:** Thuyet Dang, Financial Services Manager**Reviewed by:** Sharif Etman, Administrative Services Director**Approved by:** Chris Jordan, City Manager**Attachment(s):**

1. Portfolio Mix Charts
2. Investment Policy Compliance Chart
3. Investment Performance Review Quarter Ended December 31, 2019

**Initiated by:**

Staff

**Fiscal Impact:**

None

**Environmental Review:**

Not applicable

**Policy Question(s) for Council Consideration:**

- None

**Summary:**

- This report presents the status of the City's investment portfolio through December 31, 2019. The reporting model has been developed in coordination with PFM Asset Management LLC (PFM), the City's investment portfolio managers.

**Staff Recommendation:**

Receive the Investment Portfolio Report through December 31, 2019.

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**Reviewed By:**

City Manager

CJ

City Attorney

JH

Finance Director

SE

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**Subject:** Quarterly Investment Portfolio Report – Quarter Ended December 31, 2019

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### **Purpose**

These quarterly reports are presented to both the City Council and the Financial Commission to keep both bodies apprised as to the status of the City's investment holding and demonstrate compliance with the City's Investment Policy.

### **Background**

A review of the Investment Portfolio Report Quarter Ended December 31, 2019 was presented and discussed by the Financial Commission on April 20, 2020. The Financial Commission reviewed the Quarterly Investment Portfolio Report ending December 31, 2019 and had a brief discussion on the LAIF yield, which is currently at 1.8% (for the month of March 2020).

### **Discussion/Analysis**

The summary provided below presents the sum of all City investment holdings. The City's portfolio book value, excluding operating cash, as of December 31, 2019, was \$73,320,876.

As of December 31, 2019, 5.5% of the City's portfolio was placed in Federal Agency Securities (Fannie Mae, Federal Home Loan Bank, Federal Home Loan Mortgage and Federal Farm Credit), 11.7% in Asset-Backed Securities, 2.7% in Supra-National Agency Bond, 34.7% in US Treasuries, and 15.8% in medium-term Corporate Notes and Commercial Paper, 7.2% in Certificate of Deposits, with the balance of 22.1% in LAIF. This portfolio mix is illustrated as part of Attachment 1.

Full compliance with the City's Investment Policy is monitored closely and on a per trade basis as illustrated in Attachment 2. In accordance with California Government Code 53646(b)(3), the City of Los Altos has the ability to meet its pool expenditure requirements for the next six months.

As part of these quarterly updates, a status report is prepared by PFM which is included as Attachment 3: Investment Performance Review for the Quarter Ended December 31, 2019. It is important to note that this report highlights the performance of City investments that fall outside its liquid holdings with LAIF. This has been intentionally crafted to isolate the performance of the City's independently managed investments. The total return of the portfolio since inception is 1.20%, which is highlighted on page 18 of the PFM Investment Performance Review Report (Attachment 3).



**Subject:** Quarterly Investment Portfolio Report – Quarter Ended December 31, 2019

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**Options**

1. Receive the Investment Portfolio Report Quarter Ended December 31, 2019

**Advantages:** None

**Disadvantages:** None

2. Do not receive the Investment Portfolio Report Quarter Ended December 31, 2019

**Advantages:** None

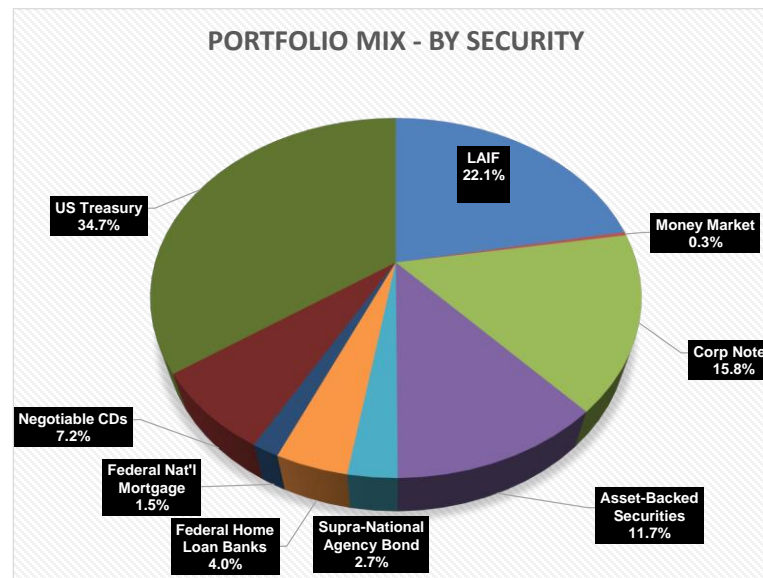
**Disadvantages:** None

**Recommendation**

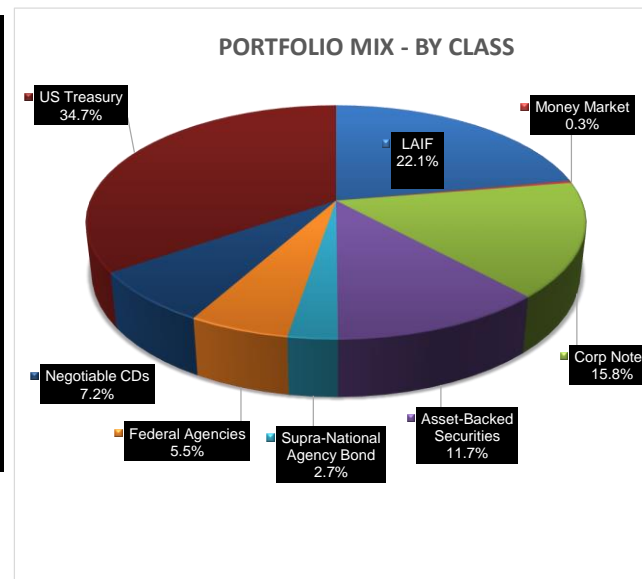
The staff recommends Option 1.

**Attachment 1  
Portfolio Mix Charts  
December 2019**

| Security Type              | % of Total  | Portfolio Mix<br>By Security |
|----------------------------|-------------|------------------------------|
| LAIF                       | 22.1%       | 16,174,801                   |
| Money Market               | 0.3%        | 227,681                      |
| Corp Notes                 | 15.8%       | 11,590,000                   |
| Asset-Backed Securities    | 11.7%       | 8,558,890                    |
| Supra-National Agency Bond | 2.7%        | 1,965,000                    |
| Federal Home Loan Banks    | 4.0%        | 2,954,505                    |
| Federal Nat'l Mortgage     | 1.5%        | 1,100,000                    |
| Negotiable CDs             | 7.2%        | 5,275,000                    |
| US Treasury                | 34.7%       | 25,475,000                   |
| Commercial Paper           | 0.0%        | -                            |
|                            | <b>100%</b> | <b>73,320,876</b>            |



| Security Type              | % of Total  | Portfolio Mix<br>Par Value | Market<br>Value   |
|----------------------------|-------------|----------------------------|-------------------|
| LAIF                       | 22.1%       | 16,174,801                 | 16,174,801        |
| Money Market               | 0.3%        | 227,681                    | 227,681           |
| Corp Notes                 | 15.8%       | 11,590,000                 | 11,751,217        |
| Asset-Backed Securities    | 11.7%       | 8,558,890                  | 8,623,650         |
| Supra-National Agency Bond | 2.7%        | 1,965,000                  | 1,990,233         |
| Federal Agencies           | 5.5%        | 4,054,505                  | 4,121,454         |
| Negotiable CDs             | 7.2%        | 5,275,000                  | 5,319,823         |
| US Treasury                | 34.7%       | 25,475,000                 | 25,697,937        |
|                            | <b>100%</b> | <b>73,320,876</b>          | <b>73,906,796</b> |
| Corp Notes                 |             | 11,590,000                 | 11,751,217        |
| Asset-Backed Securities    |             | 8,558,890                  | 8,623,650         |
| Supra-National Agency Bond |             | 1,965,000                  | 1,990,233         |
| US Treasury/Agencies       |             | 29,529,505                 | 29,819,391        |
| Negotiable CDs             |             | 5,275,000                  | 5,319,823         |
| Accrued Interest           |             | -                          | 335,877           |
|                            |             | <b>56,918,394</b>          | <b>57,840,191</b> |
| Margin Over (Under) Par    |             |                            | <b>921,797</b>    |



**Attachment 2**  
**Investment Policy Compliance Chart**  
**December 2019**

| City Investment            | % Mix       | Par Value         | Earliest<br>Term | City Policy<br>Term Limitation | City Policy<br>\$ Limitation | City Policy<br>% Limitation | CAPACITY   | % Compliance<br>Yes/No | Term Compliance<br>Yes/No |
|----------------------------|-------------|-------------------|------------------|--------------------------------|------------------------------|-----------------------------|------------|------------------------|---------------------------|
| LAIF                       | 22%         | 16,174,801        | 12/31/19         | No Term                        | 65,000,000                   | 100%                        | 48,825,199 | Yes                    | N/A                       |
| Money Market               | 0%          | 227,681           | 12/31/19         | Overnight                      |                              | 20%                         | 14,436,494 | Yes                    | N/A                       |
| Corp Notes                 | 16%         | 11,590,000        | 11/14/17         | 5 Years                        |                              | 30%                         | 10,406,263 | Yes                    | Yes                       |
| Asset-Backed Securities    | 12%         | 8,558,890         | 01/25/17         | 5 Years                        |                              | 20%                         | 6,105,286  | Yes                    | Yes                       |
| Supra-National Agency Bond | 3%          | 1,965,000         | 03/16/18         | 5 Years                        |                              | 20%                         | 12,699,175 | Yes                    | Yes                       |
| Federal Agencies           | 6%          | 4,054,505         | 04/30/18         | 5 Years                        |                              | 100%                        | 69,266,371 | Yes                    | Yes                       |
| Commercial Paper           | 0%          | -                 | 09/30/19         | 270 Days                       |                              | 25%                         | 18,330,219 | Yes                    | N/A                       |
| Negotiable CDs             | 7%          | 5,275,000         | 11/17/17         | 5 Years                        |                              | 30%                         | 16,721,263 | Yes                    | Yes                       |
| US Treasury                | 35%         | 25,475,000        | 06/06/18         | 5 Years                        |                              | 100%                        | 47,845,876 | Yes                    | Yes                       |
|                            | <u>100%</u> | <u>73,320,876</u> |                  |                                |                              |                             |            |                        |                           |



# CITY OF LOS ALTOS

## **Investment Performance Review For the Quarter Ended December 31, 2019**

Client Management Team

Monique Spyke, Managing Director

PFM Asset Management LLC

50 California Street, Suite 2300  
San Francisco, CA 94111  
415-982-5544

213 Market Street  
Harrisburg, PA 17101-2141  
717-232-2723

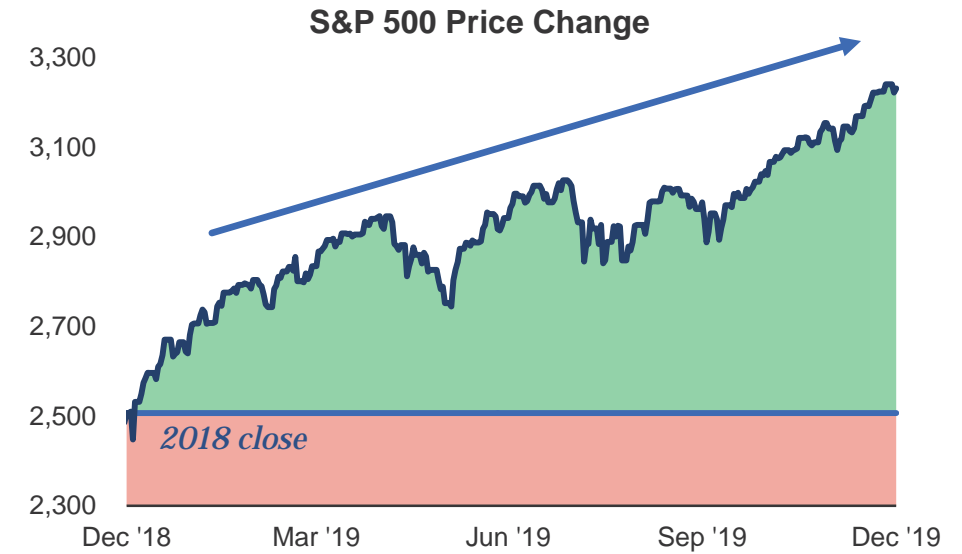
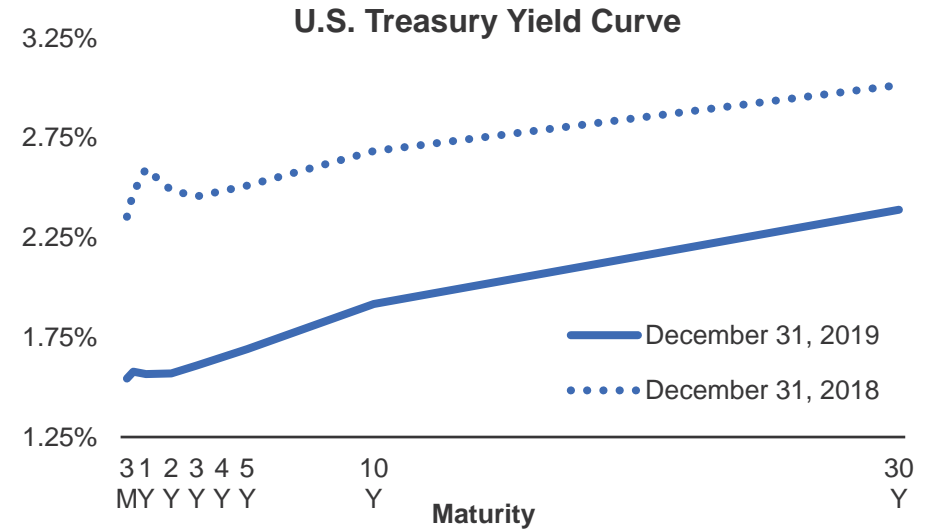
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## Market Update

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## Major Moves in 2019

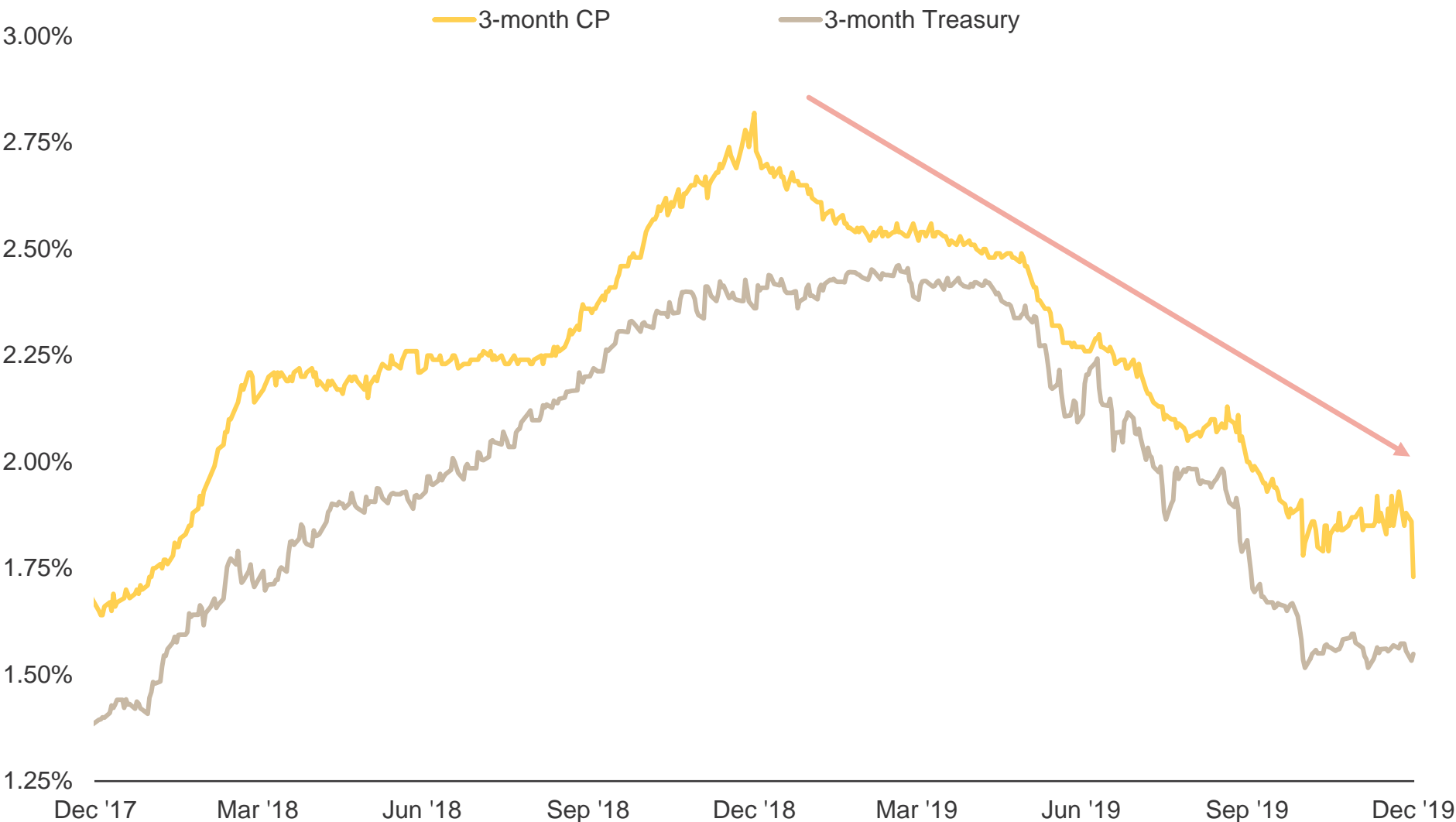
| Federal Funds Target Range |                    |                    |                 |
|----------------------------|--------------------|--------------------|-----------------|
| Year                       | Starting Range     | Ending Range       | # of Hikes/Cuts |
| 2015                       | 0.00%-0.25%        | 0.25%-0.50%        | 1 hike          |
| 2016                       | 0.25%-0.50%        | 0.50%-0.75%        | 1 hike          |
| 2017                       | 0.50%-0.75%        | 1.25%-1.50%        | 3 hikes         |
| 2018                       | 1.25%-1.50%        | 2.25%-2.50%        | 4 hikes         |
| <b>2019</b>                | <b>2.25%-2.50%</b> | <b>1.50%-1.75%</b> | <b>3 cuts</b>   |



Source: Bloomberg, as of December 31, 2019.



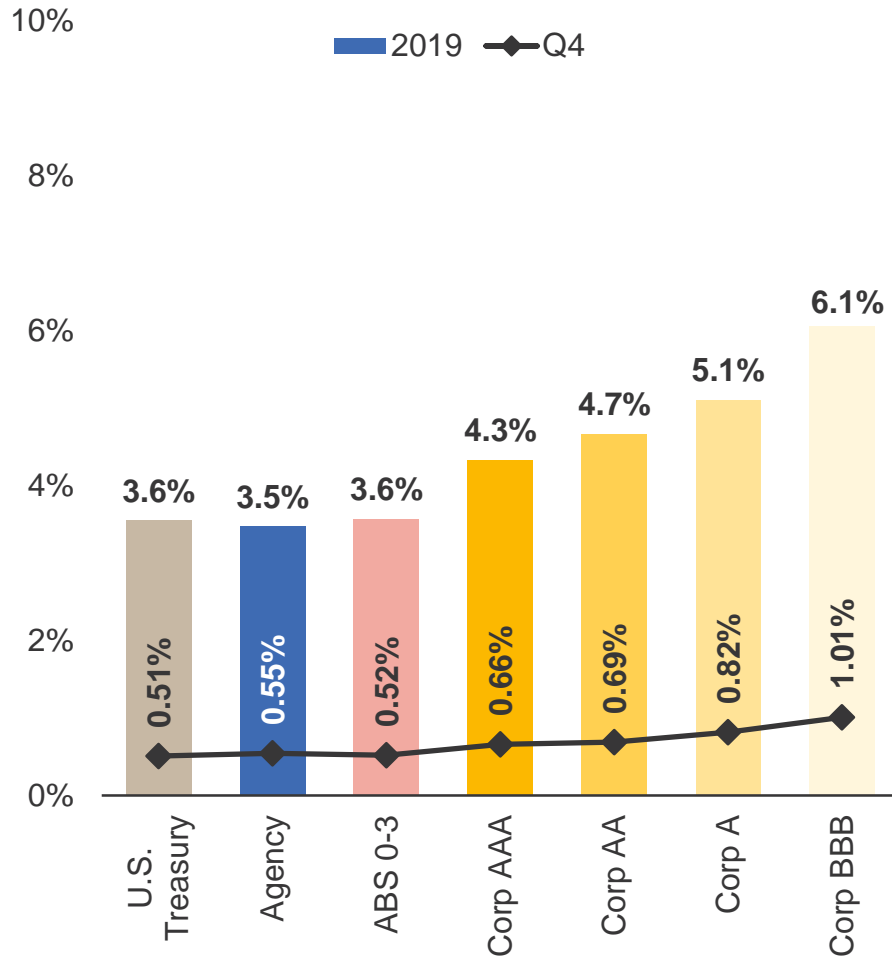
Short-Term Yields Dropped Significantly in 2019



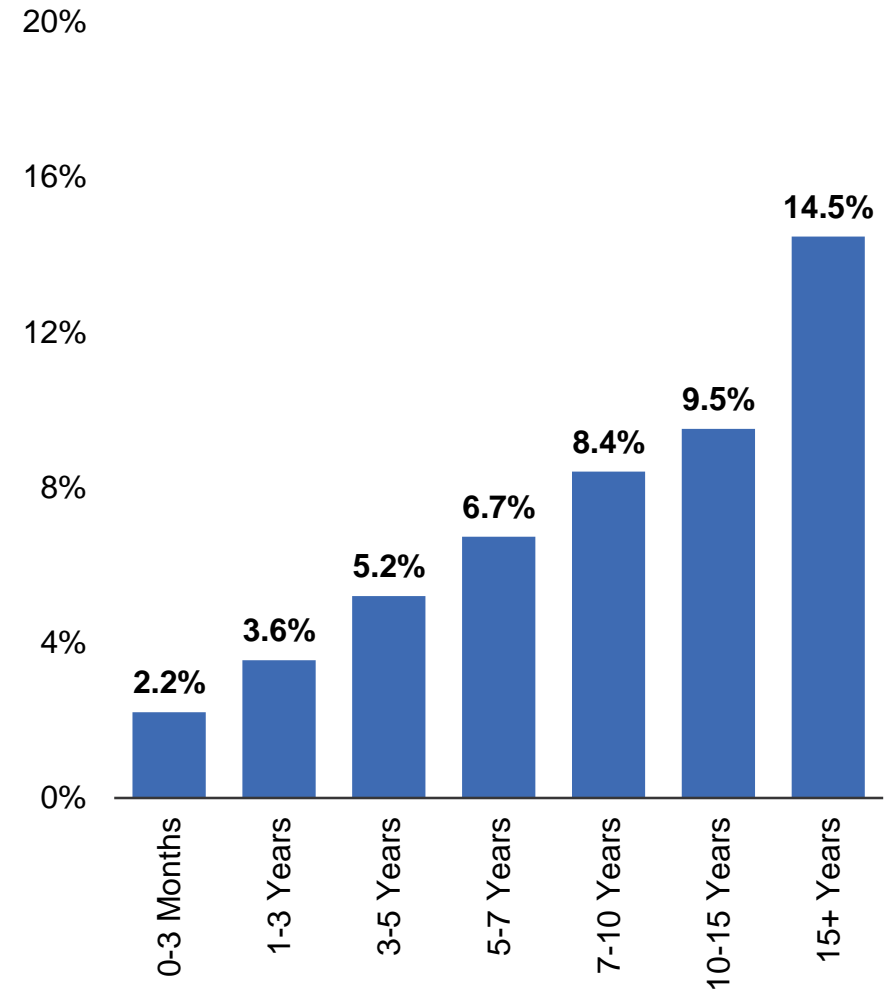
Source: Bloomberg, PFM Trading Desk, as of December 31, 2019. Not a specific recommendation. 3-mo CP yield spread based on A1/P1 rated CP index.

## Fixed Income Performance Strong for the Year

## 1-3 Year Indices

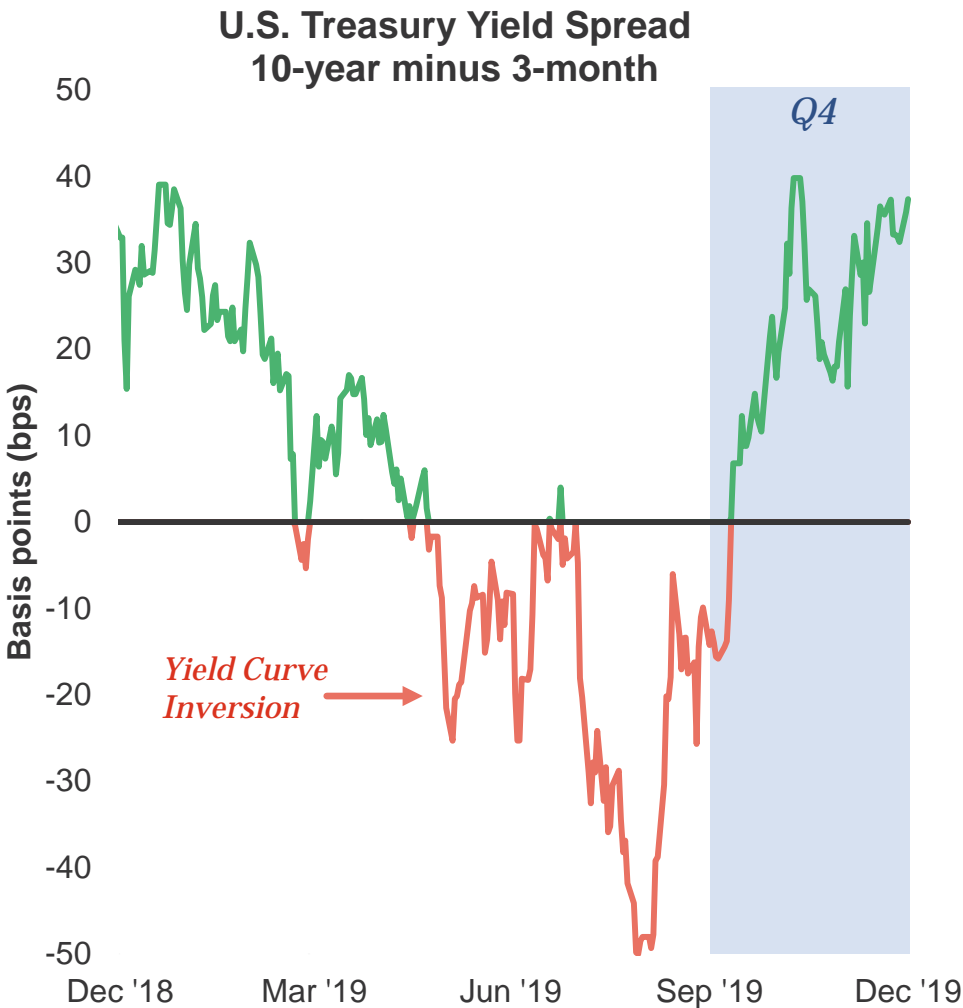
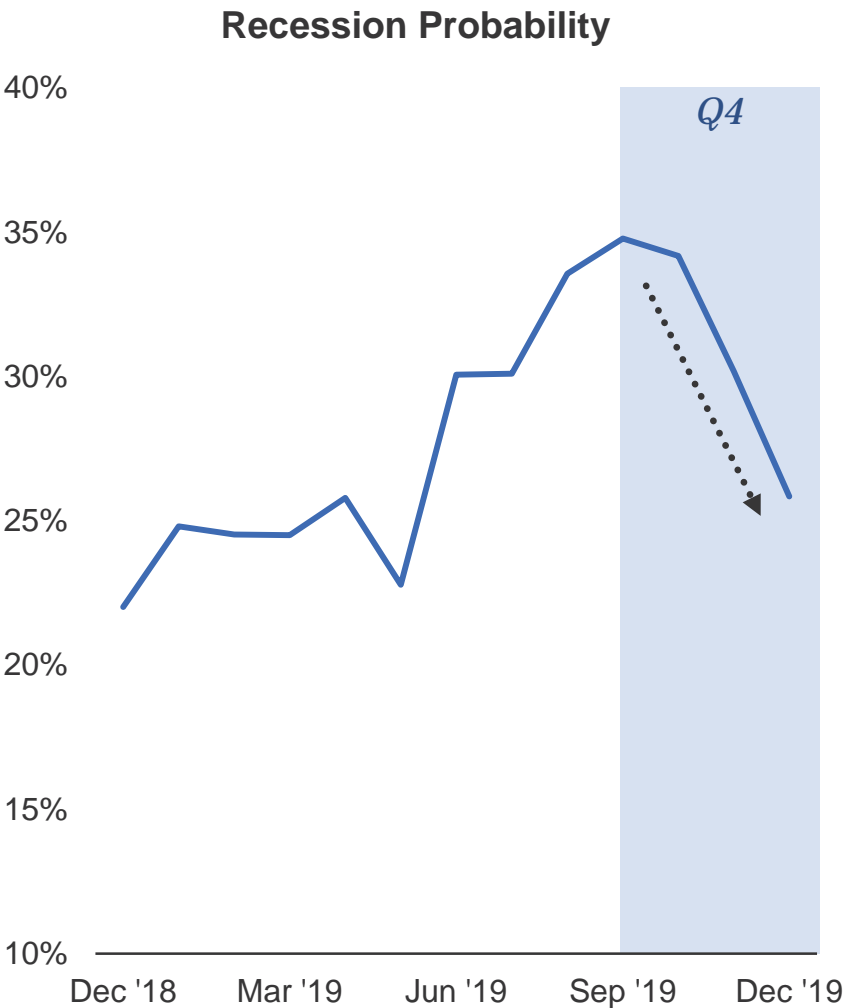


## Treasury Indices



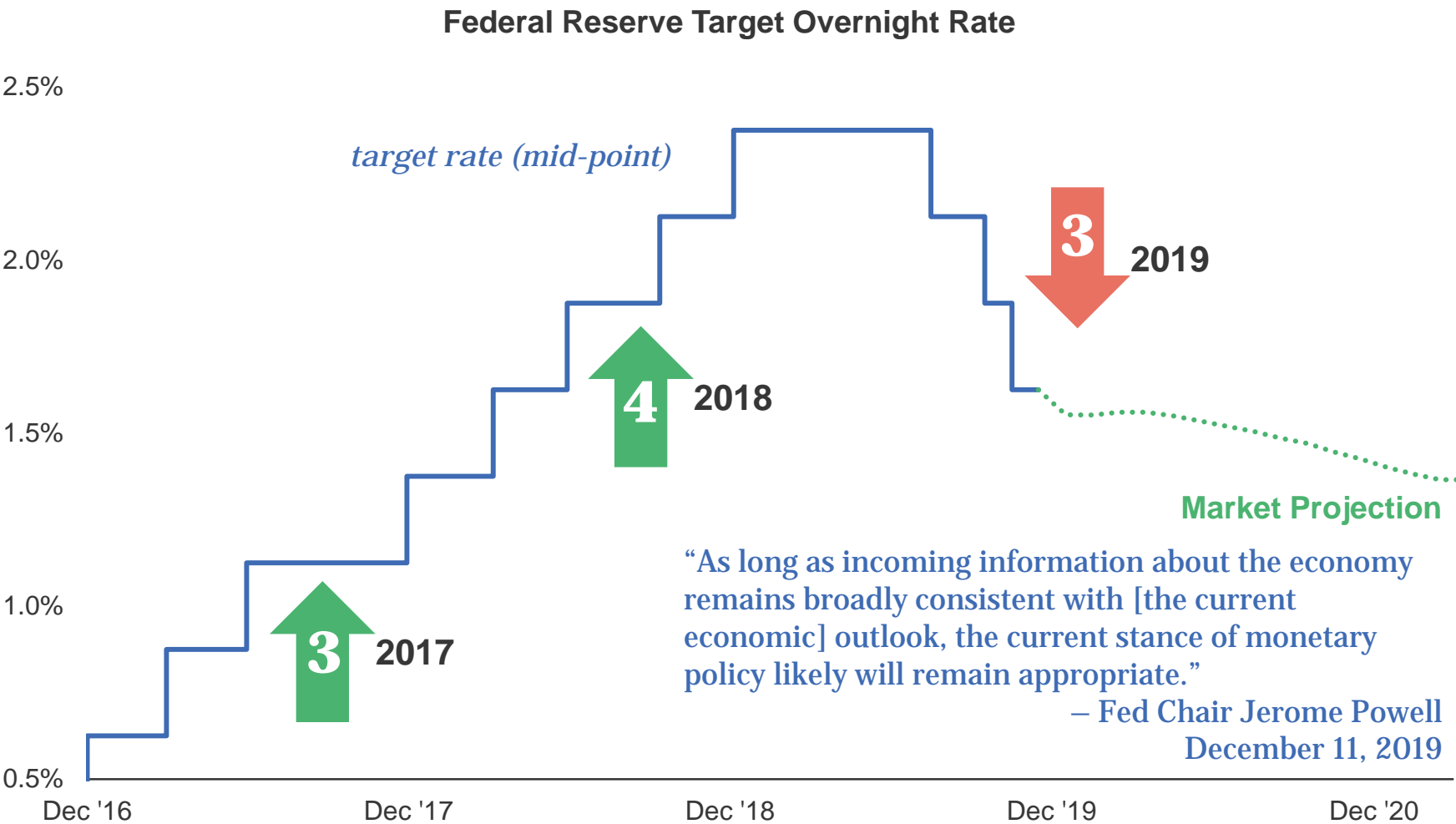
Source: Bloomberg, as of December 31, 2019.

Recession Fears Subsided and Yield Curve Un-Inverted in Fourth Quarter



Source: Data as of December 31, 2019. Wall Street Journal Economic Forecasting Survey (left); Bloomberg (right).

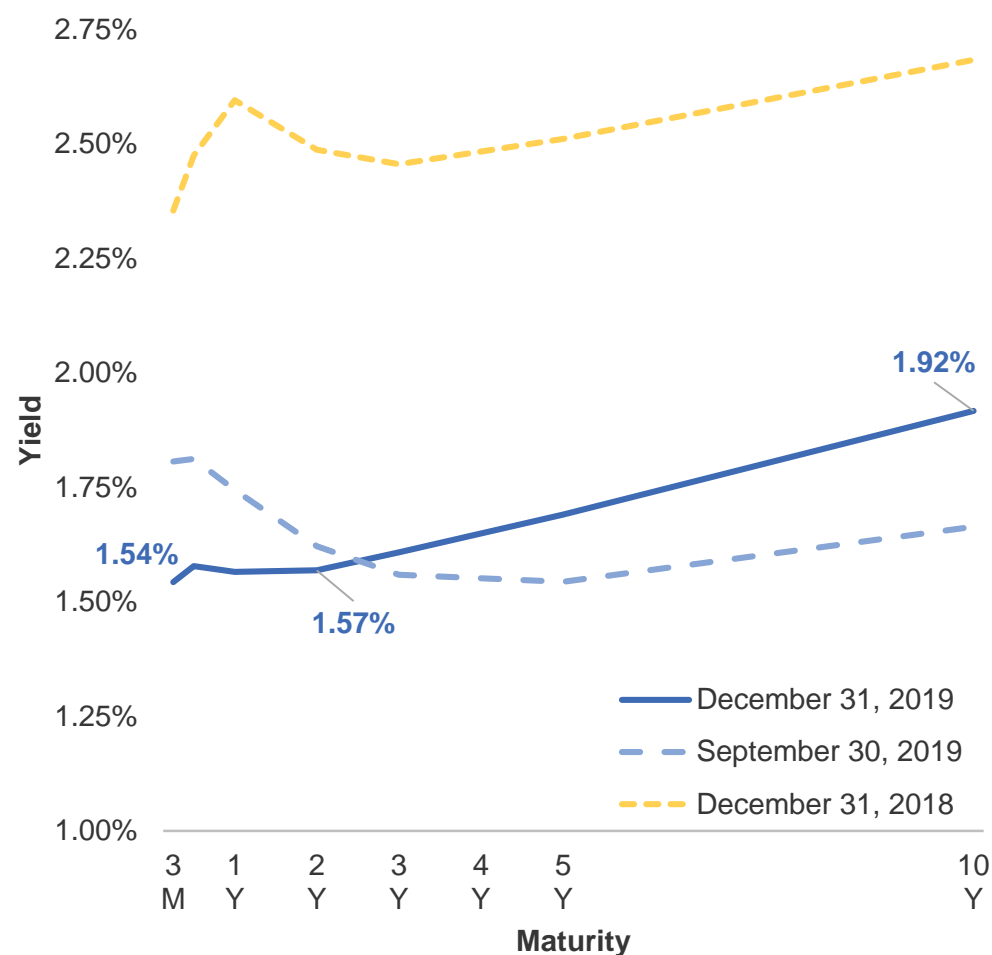
The Fed Signals It Is Likely on Hold for an Extended Period of Time



Source: Bloomberg. Market Projection as of December 31, 2019.

## Yields Un-Invert in the Fourth Quarter

### U.S. Treasury Yield Curve



|              | 12/31/19 | 9/30/19 | 12/31/18 |
|--------------|----------|---------|----------|
| <b>3-Mo</b>  | 1.54%    | 1.81%   | 2.35%    |
| <b>1-Yr</b>  | 1.57%    | 1.74%   | 2.60%    |
| <b>2-Yr</b>  | 1.57%    | 1.62%   | 2.49%    |
| <b>3-Yr</b>  | 1.61%    | 1.56%   | 2.46%    |
| <b>5-Yr</b>  | 1.69%    | 1.54%   | 2.51%    |
| <b>10-Yr</b> | 1.92%    | 1.66%   | 2.68%    |
| <b>30-Yr</b> | 2.39%    | 2.11%   | 3.01%    |

Source: Bloomberg, as of December 31, 2019.

Treasury Yields Have Settled into a New, Lower Range

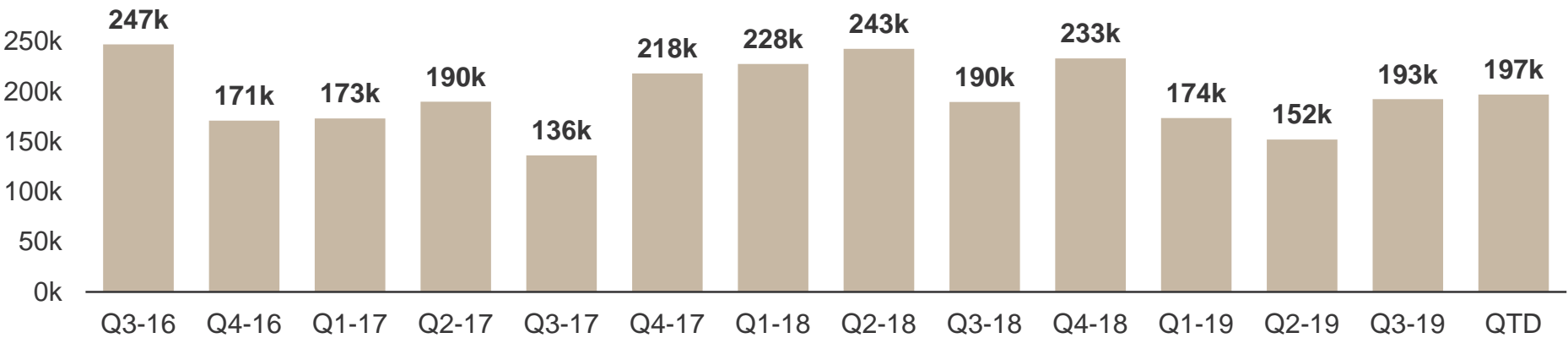
3-Year Treasury



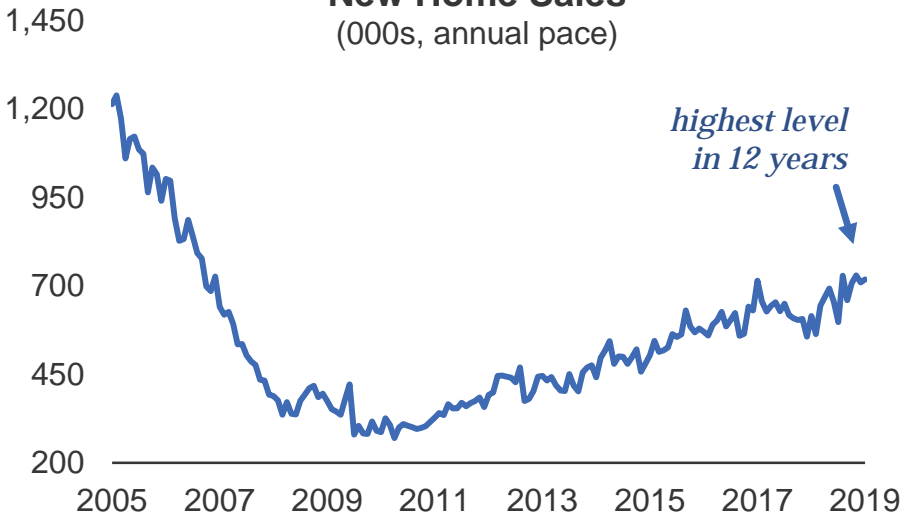
Source: Bloomberg, as of December 31, 2019.

Improving Economic Data Supports the Fed’s Hold

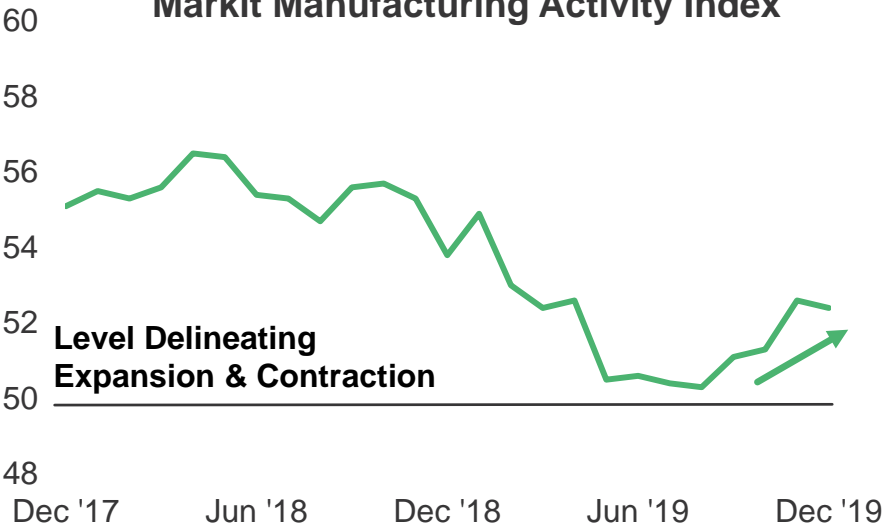
Average Monthly Job Growth



New Home Sales  
(000s, annual pace)

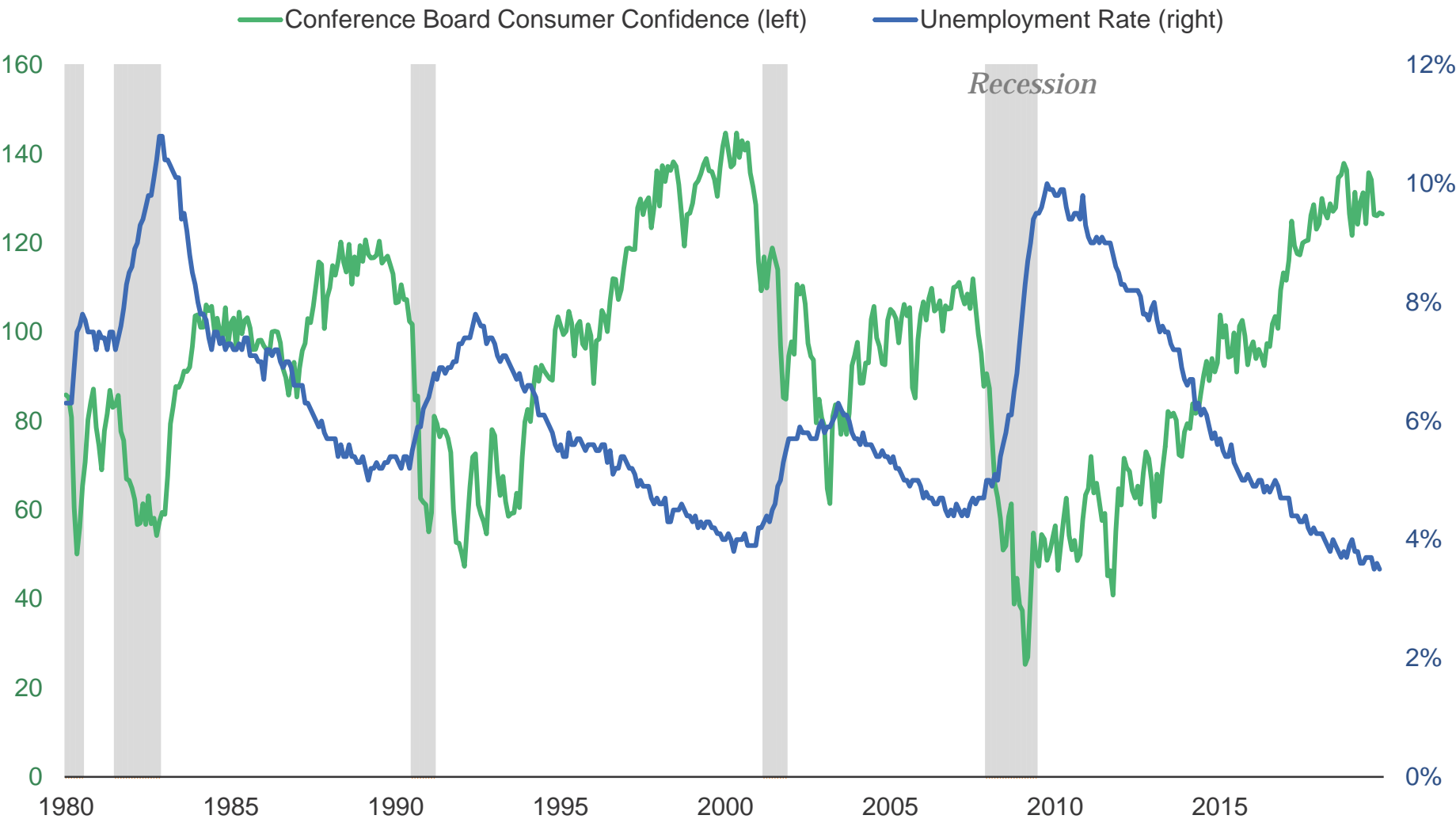


Markit Manufacturing Activity Index



Source: Bloomberg, as of December 31, 2019. QTD includes data for October and November.

Falling Unemployment Supports Improved Consumer Confidence

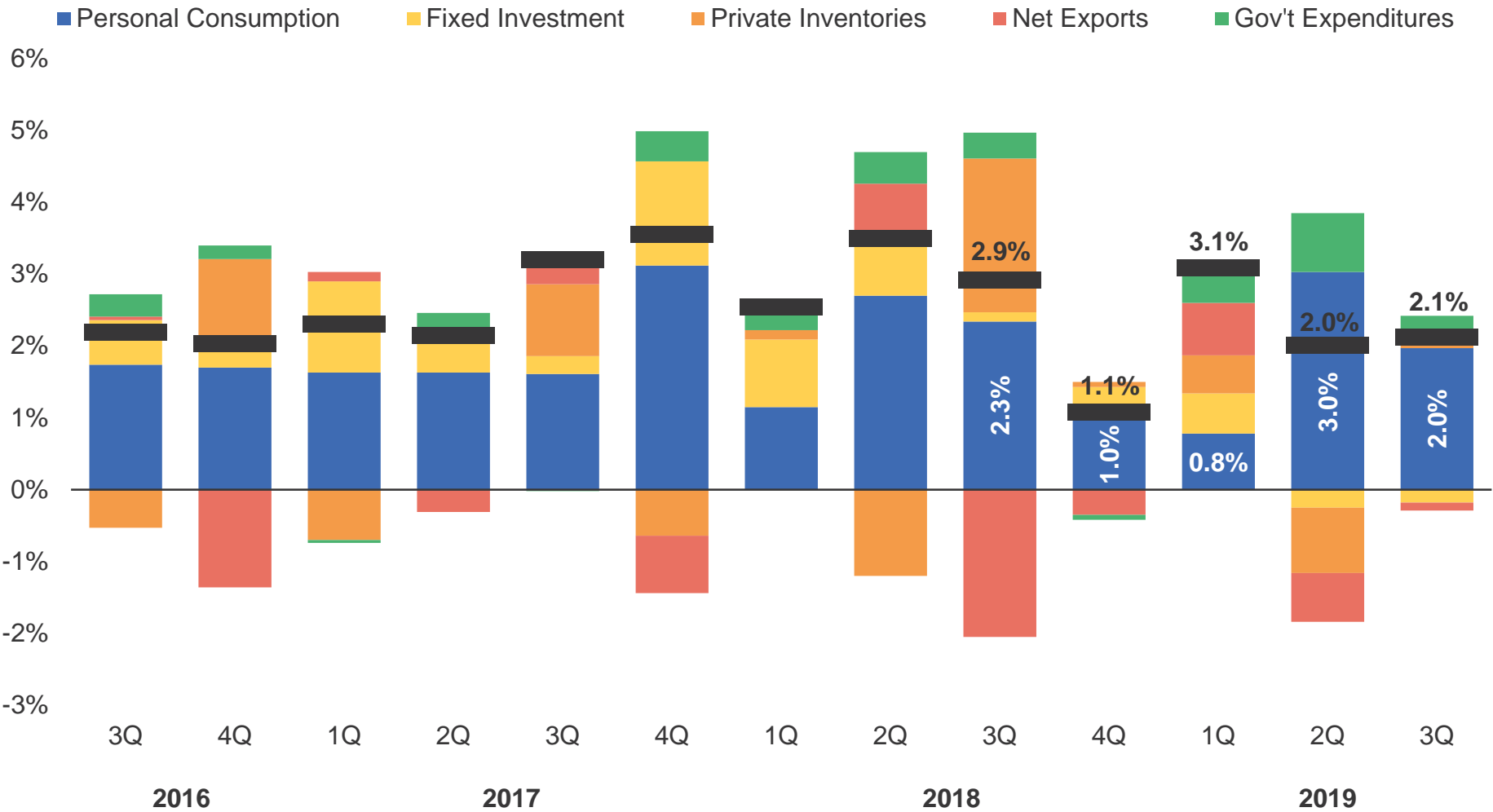


Source: Bloomberg, as of December 31, 2019.



The Consumer Remains the Main Driver of Economic Growth

Components of U.S. GDP



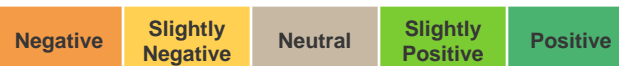
Source: Bureau of Economic Analysis.

## Fixed Income Sector Outlook – January 2020

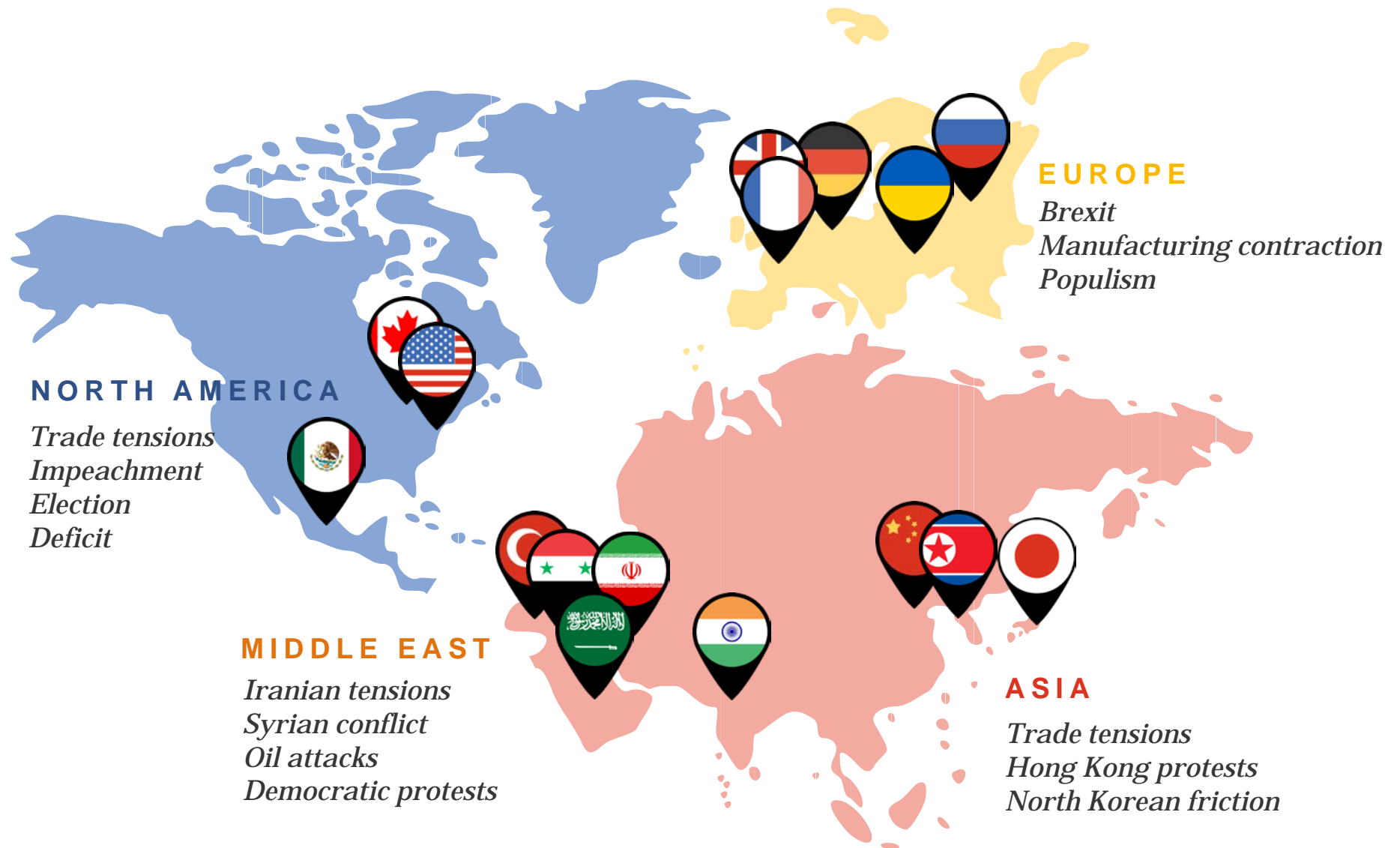
| Sector                        | Our Investment Preferences | Comments   |
|-------------------------------|----------------------------|--|
| <b>COMMERCIAL PAPER / CD</b>  |                            | <ul style="list-style-type: none"> <li>Money market credit spreads remain attractive. New issue supply may increase in the new year.</li> </ul>  |
| <b>TREASURIES</b>             |                            |  |
| <b>T-Bill</b>                 |                            | <ul style="list-style-type: none"> <li>T-Bills have rallied further on Fed purchases and low repo rates. Other short-term instruments remain relatively more attractive.</li> </ul>  |
| <b>T-Note</b>                 |                            | <ul style="list-style-type: none"> <li>T-Notes offer attractive yield pickup vs. T-Bills in certain maturities.</li> </ul>   |
| <b>FEDERAL AGENCIES</b>       |                            |  |
| <b>Bullets</b>                |                            | <ul style="list-style-type: none"> <li>Bullet valuations remain near historical tightness across the curve and continue to trade in a relatively narrow range. New issues should be evaluated for opportunities to add relative value; otherwise, Treasuries should be preferred.</li> </ul>   |
| <b>Callables</b>              |                            | <ul style="list-style-type: none"> <li>Redemptions remained elevated during Q4 but have started to slow as rates have begun to stabilize. As a result, new issue supply has slowed as well. Spread pickup vs. bullets remains well below YTD averages, with little chance for outperformance. Accounts should favor bullet structures vs. callable.</li> </ul> |
| <b>SUPRANATIONALS</b>         |                            | <ul style="list-style-type: none"> <li>Spreads remain anchored across the curve. Expect modestly wider spreads in Q1 on account of higher issuer funding targets and favorable USD basis. New issues should be evaluated for opportunities to add relative value.</li> </ul>   |
| <b>CORPORATES</b>             |                            |  |
| <b>Financials</b>             |                            | <ul style="list-style-type: none"> <li>Solid economic data, an accommodative Fed, and positive technicals continue to support the corporate sector. Tight valuations limit the potential for outperformance in 2020. A growing list of uncertainties and pending supply could result in wider spreads and better buying opportunities.</li> </ul>              |
| <b>Industrials</b>            |                            |  |
| <b>SECURITIZED</b>            |                            |  |
| <b>Asset-Backed</b>           |                            | <ul style="list-style-type: none"> <li>AAA-rated ABS yield spreads widened during December and are currently near their 3-year historic average. Broad measures of auto ABS spreads are comparable to spreads on high-quality corporate securities.</li> </ul>   |
| <b>Agency Mortgage-Backed</b> |                            | <ul style="list-style-type: none"> <li>Q4 saw strong excess returns from MBS as spreads narrowed significantly. Buyers were enticed by higher spreads, lower volatility, and the expectation that the Fed is on hold.</li> </ul>   |
| <b>Agency CMBS</b>            |                            | <ul style="list-style-type: none"> <li>Agency CMBS spreads widened in December. The sector has good relative value compared to less structured MBS and other government sectors.</li> </ul>  |
| <b>MUNICIPALS</b>             |                            | <ul style="list-style-type: none"> <li>Value remains in new issue taxable deals which continue to be driven by the surge in taxable issuance, an alternative to tax-exempt advance refundings.</li> </ul>  |

● Current outlook

○ Outlook one month ago



## Trade Is Foremost among Many Global Concerns



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# Investment Strategy & Portfolio Review

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## Sector Allocation & Compliance

- The portfolio is in compliance with the City's Investment Policy and California Government Code.

| Security Type               | Market Value         | % of Portfolio | % Change vs. 9/30/19 | Permitted by Policy | In Compliance |
|-----------------------------|----------------------|----------------|----------------------|---------------------|---------------|
| U.S. Treasury               | \$25,697,937         | 44.5%          | +5.3%                | 100%                | ✓             |
| Federal Agency              | \$2,223,552          | 3.9%           | -                    | 100%                | ✓             |
| Federal Agency CMOs         | \$1,897,903          | 3.3%           | -0.3%                | 100%                | ✓             |
| Supranationals              | \$1,990,233          | 3.4%           | -1.0%                | 10%                 | ✓             |
| Negotiable CDs              | \$5,319,823          | 9.2%           | -2.7%                | 30%                 | ✓             |
| Corporate Notes             | \$11,751,217         | 20.4%          | -2.1%                | 30%                 | ✓             |
| Asset-Backed Securities     | \$8,623,650          | 14.9%          | +0.6%                | 20%                 | ✓             |
| <b>Securities Sub-Total</b> | <b>\$57,504,314</b>  | <b>99.6%</b>   |                      |                     |               |
| Accrued Interest            | \$335,877            |                |                      |                     |               |
| <b>Securities Total</b>     | <b>\$57,840,1921</b> |                |                      |                     |               |
| Money Market Fund           | \$227,681            | 0.4%           | +0.1%                | 20%                 | ✓             |
| <b>Total Investments</b>    | <b>\$58,067,872</b>  | <b>100.0%</b>  |                      |                     |               |

Market values, excluding accrued interest. Detail may not add to total due to rounding. Current investment policy as of June 2019.

## Portfolio Recap

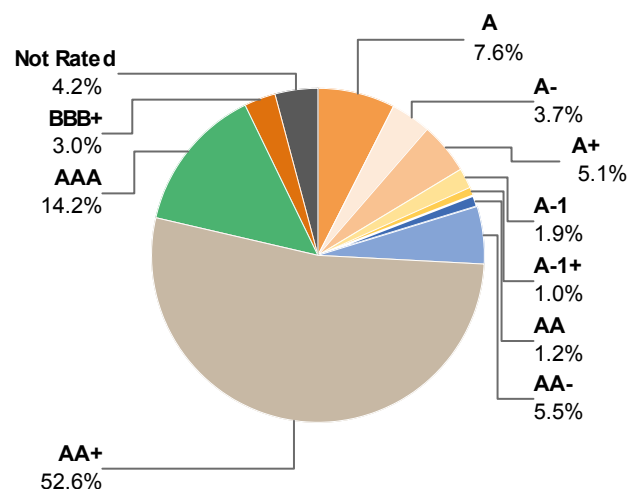
- ◆ Our strategy throughout the fourth quarter included the following elements:
  - Following three consecutive Fed rate cuts, we continued to maintain portfolio durations in line with benchmarks for the quarter as market expectations called for stable rates well into 2020.
  - Maintained broad diversification across all permitted fixed income sectors. Although most sector spread levels were on the tighter end of their recent trading history, the incremental income was generally additive to performance in a range-bound interest rate environment in Q4.
  - We continued to de-emphasize supranationals, generally reducing allocation in favor of other sectors. Value in federal agency and supranational issuers remained extremely limited, largely on scarce supply. Spreads remained near historically tight levels, capping both sectors' excess returns in Q4. In some instances, agencies were trading at yields less than similar maturity Treasuries. We also largely avoided callable agencies during the quarter as early redemption risk remained elevated.
  - Corporate bonds performed top-of-class once again, as yield spreads tightened to their lowest in 2019 and approached post-recession lows. As a result, investment-grade (IG) corporates generated attractive excess returns for Q4, with lower-quality issuers once again outperforming those of higher quality. Year-to-date excess returns from IG corporates were fantastic, generating 100 to 200 basis points (1% to 2%) of incremental return relative to similar duration Treasuries. Our corporate sector strategy during Q4 included opportunistic selling, booking profits on the most expensive issues and modestly de-risking portfolios as spreads moved to very narrow levels.
  - Asset-backed securities (ABS) allocations were increased during the quarter as principal paydowns were largely offset by modest new issue additions. Excess returns were muted as incremental income offset the impact of spread widening.

## Portfolio Statistics

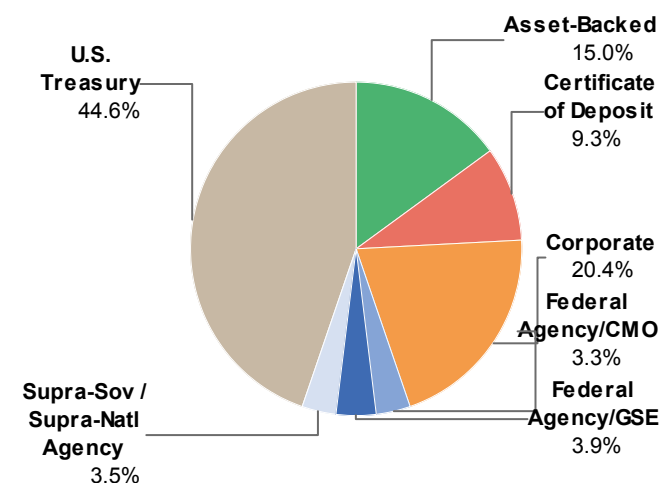
As of December 31, 2019

|                        |              |
|------------------------|--------------|
| Par Value:             | \$56,918,394 |
| Total Market Value:    | \$58,067,872 |
| Security Market Value: | \$57,504,314 |
| Accrued Interest:      | \$335,877    |
| Cash:                  | \$227,681    |
| Amortized Cost:        | \$56,849,432 |
| Yield at Market:       | 1.78%        |
| Yield at Cost:         | 2.50%        |
| Effective Duration:    | 1.80 Years   |
| Duration to Worst:     | 1.81 Years   |
| Average Maturity:      | 2.17 Years   |
| Average Credit: *      | AA           |

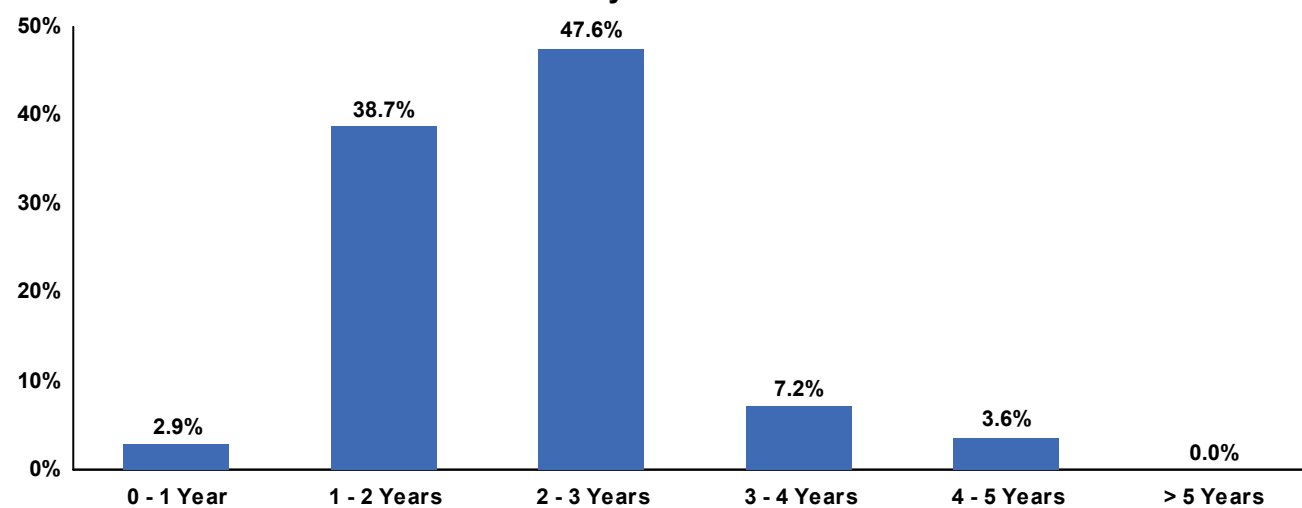
## Credit Quality (S&amp;P Ratings)\*\*



## Sector Allocation



## Maturity Distribution

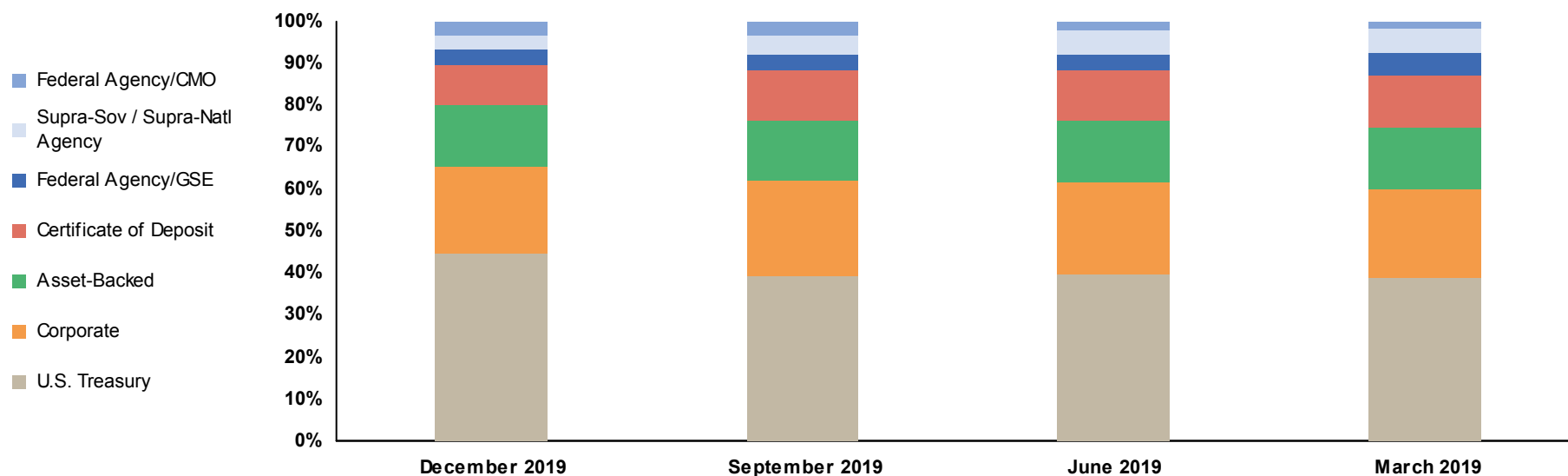


\* An average of each security's credit rating assigned a numeric value and adjusted for its relative weighting in the portfolio.

\*\* Securities held in the City's portfolio are in compliance with California Government Code and the City's investment policy dated June 2019.

## Sector Allocation

| Sector                        | December 31, 2019 |               | September 30, 2019 |               | June 30, 2019 |               | March 31, 2019 |               |
|-------------------------------|-------------------|---------------|--------------------|---------------|---------------|---------------|----------------|---------------|
|                               | MV (\$MM)         | % of Total    | MV (\$MM)          | % of Total    | MV (\$MM)     | % of Total    | MV (\$MM)      | % of Total    |
| U.S. Treasury                 | 25.7              | 44.6%         | 22.5               | 39.3%         | 23.8          | 39.6%         | 22.9           | 38.7%         |
| Corporate                     | 11.8              | 20.4%         | 12.9               | 22.5%         | 13.1          | 21.8%         | 12.7           | 21.4%         |
| Asset-Backed                  | 8.6               | 15.0%         | 8.3                | 14.4%         | 8.9           | 14.9%         | 8.7            | 14.8%         |
| Certificate of Deposit        | 5.3               | 9.3%          | 6.8                | 11.9%         | 7.3           | 12.2%         | 7.2            | 12.2%         |
| Federal Agency/GSE            | 2.2               | 3.9%          | 2.2                | 3.9%          | 2.2           | 3.7%          | 3.3            | 5.5%          |
| Supra-Sov / Supra-Natl Agency | 2.0               | 3.5%          | 2.5                | 4.4%          | 3.4           | 5.6%          | 3.3            | 5.6%          |
| Federal Agency/CMO            | 1.9               | 3.3%          | 2.0                | 3.6%          | 1.3           | 2.2%          | 1.1            | 1.8%          |
| <b>Total</b>                  | <b>\$57.5</b>     | <b>100.0%</b> | <b>\$57.3</b>      | <b>100.0%</b> | <b>\$60.0</b> | <b>100.0%</b> | <b>\$59.2</b>  | <b>100.0%</b> |



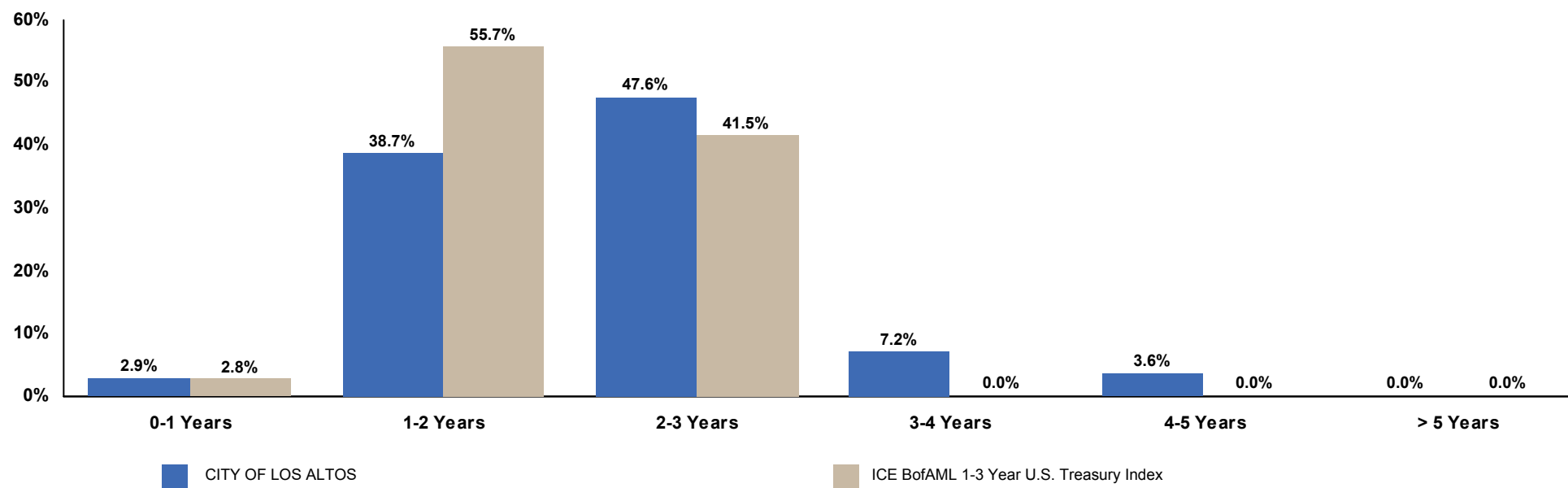
Detail may not add to total due to rounding.



## Maturity Distribution

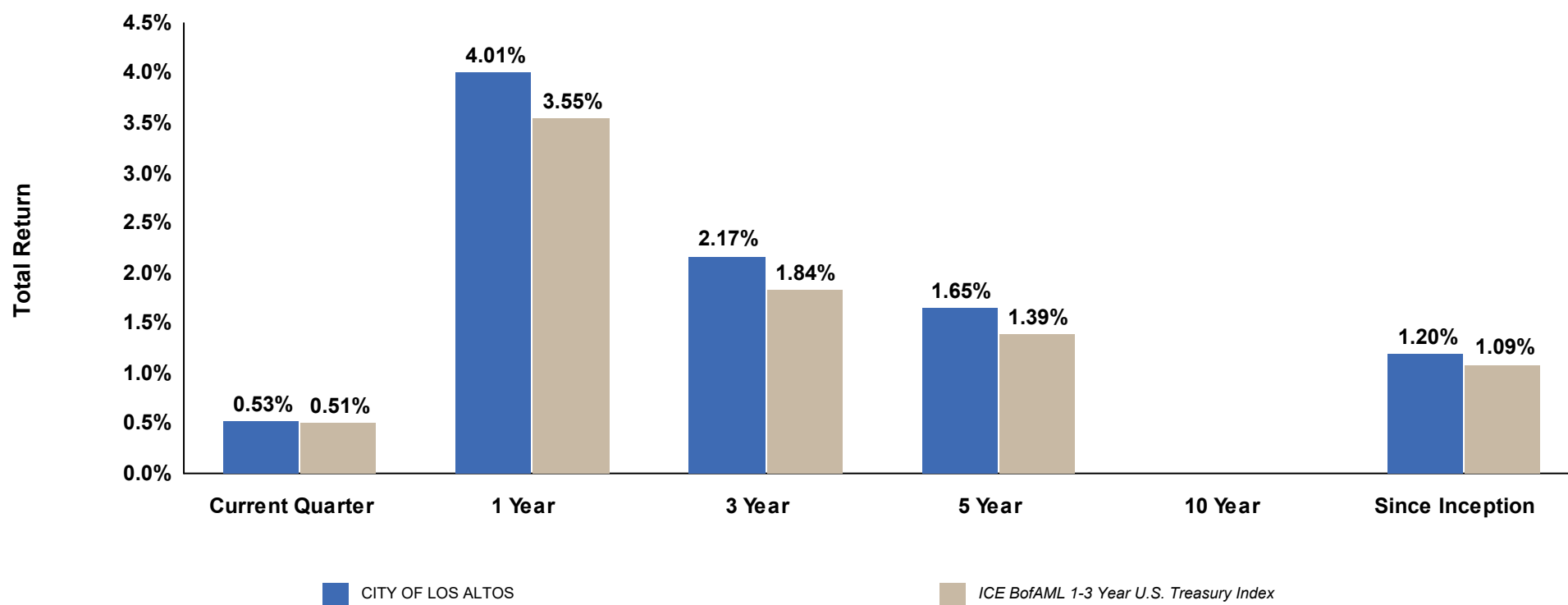
As of December 31, 2019

| Portfolio/Benchmark                     | Yield<br>at Market | Average<br>Maturity | 0-1<br>Years | 1-2<br>Years | 2-3<br>Years | 3-4<br>Years | 4-5<br>Years | >5<br>Years |
|---|--------------------|---------------------|--------------|--------------|--------------|--------------|--------------|-------------|
| CITY OF LOS ALTOS                       | 1.78%              | 2.17 yrs            | 2.9%         | 38.7%        | 47.6%        | 7.2%         | 3.6%         | 0.0%        |
| ICE BofAML 1-3 Year U.S. Treasury Index | 1.60%              | 1.92 yrs            | 2.8%         | 55.7%        | 41.5%        | 0.0%         | 0.0%         | 0.0%        |



## Portfolio Performance (Total Return)

| Portfolio/Benchmark                     | Effective Duration | Current Quarter | Annualized Return |        |        |         |                            |
|---|--------------------|-----------------|-------------------|--------|--------|---------|----------------------------|
|   |                    |                 | 1 Year            | 3 Year | 5 Year | 10 Year | Since Inception (06/30/10) |
|   |                    |                 |                   |        |        |         |                            |
| CITY OF LOS ALTOS                       | 1.80               | 0.53%           | 4.01%             | 2.17%  | 1.65%  | -       | 1.20%                      |
| ICE BofAML 1-3 Year U.S. Treasury Index | 1.80               | 0.51%           | 3.55%             | 1.84%  | 1.39%  | -       | 1.09%                      |
| Difference                              |                    | 0.02%           | 0.46%             | 0.33%  | 0.26%  | -       | 0.11%                      |



Portfolio performance is gross of fees unless otherwise indicated.

**Portfolio Earnings****Quarter-Ended December 31, 2019**

|                                     | <b>Market Value Basis</b> | <b>Accrual (Amortized Cost) Basis</b> |
|-------------------------------------|---------------------------|---------------------------------------|
| <b>Beginning Value (09/30/2019)</b> | \$57,284,713.65           | \$56,551,794.69                       |
| <b>Net Purchases/Sales</b>          | \$261,392.07              | \$261,392.07                          |
| <b>Change in Value</b>              | (\$41,791.60)             | \$36,244.76                           |
| <b>Ending Value (12/31/2019)</b>    | \$57,504,314.12           | \$56,849,431.52                       |
| <b>Interest Earned</b>              | \$350,699.75              | \$350,699.75                          |
| <b>Portfolio Earnings</b>           | \$308,908.15              | \$386,944.51                          |

## Investment Strategy Outlook

- We expect the Fed to remain on hold for an extended period and rates to remain mostly range-bound in the near term. As a result, we plan to continue a duration-neutral strategy relative to benchmarks.
- Our outlook for the major investment-grade fixed income sectors is as follows:
  - Federal agency yield spreads remain very tight after trading in a close range for most of 2019. We do not expect this to change. We continue to favor further reductions in agency holdings as their benefit and upside are limited.
  - In the supranational sector, we are positioned to take advantage of any seasonal uptick in new issuance, if yield spreads represent fair value relative to other government sector alternatives. But we plan to remain on the sidelines until such opportunities are available.
  - In the IG corporate sector, we plan to continue to modestly reduce allocations and target a modestly higher average credit quality. Although the credit markets are benefiting from stable fundamentals, positive earnings growth, and strong demand, yield spreads have recently approached post-recession lows, making them less attractive.
  - Yield spreads on AAA-rated asset backed securities (ABS) gradually ascended off multi-year lows to close 2019. In some instances, ABS spreads are now wider than those on some high-grade corporate bonds. As a result, we view the ABS sector as a strong alternative to corporates.
  - A seasonal slowdown and a more stable rate environment are expected to restrain mortgage-backed securities (MBS) prepayments, improving their risk-adjusted return prospects. Although we continue to favor structures that are less sensitive to interest rate movements, like commercial MBS (CMBS) and well-seasoned mortgage pools, the spread environment across structures and coupons make the sector more broadly attractive for longer-term allocations.
  - In the money market space, a positively sloped yield curve and wide spreads have created opportunities for incremental earnings potential.

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## Issuer Distribution

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## Sector/Issuer Distribution

As of December 31, 2019

| Sector / Issuer                  | Market Value (\$) | % of Sector | % of Total Portfolio |
|----------------------------------|-------------------|-------------|----------------------|
| <b>Asset-Backed</b>              |                   |             |                      |
| ALLY AUTO RECEIVABLES TRUST      | 539,257           | 6.3%        | 0.9%                 |
| BMW FINANCIAL SERVICES NA LLC    | 116,046           | 1.3%        | 0.2%                 |
| CAPITAL ONE FINANCIAL CORP       | 573,235           | 6.6%        | 1.0%                 |
| CAPITAL ONE PRIME AUTO REC TRUST | 176,566           | 2.0%        | 0.3%                 |
| CARMAX AUTO OWNER TRUST          | 685,498           | 7.9%        | 1.2%                 |
| CITIGROUP INC                    | 276,894           | 3.2%        | 0.5%                 |
| DISCOVER FINANCIAL SERVICES      | 219,726           | 2.5%        | 0.4%                 |
| FIFTH THIRD AUTO TRUST           | 216,981           | 2.5%        | 0.4%                 |
| FORD CREDIT AUTO LEASE TRUST     | 231,608           | 2.7%        | 0.4%                 |
| FORD CREDIT AUTO OWNER TRUST     | 520,164           | 6.0%        | 0.9%                 |
| GM FINANCIAL AUTO LEASING TRUST  | 170,841           | 2.0%        | 0.3%                 |
| GM FINANCIAL SECURITIZED TERM    | 557,196           | 6.5%        | 1.0%                 |
| HARLEY-DAVIDSON MOTORCYCLE TRUST | 300,963           | 3.5%        | 0.5%                 |
| HONDA AUTO RECEIVABLES           | 460,304           | 5.3%        | 0.8%                 |
| HYUNDAI AUTO RECEIVABLES         | 343,304           | 4.0%        | 0.6%                 |
| JOHN DEERE OWNER TRUST           | 190,270           | 2.2%        | 0.3%                 |
| MERCEDES-BENZ AUTO LEASE TRUST   | 524,307           | 6.1%        | 0.9%                 |
| MERCEDES-BENZ AUTO RECEIVABLES   | 353,445           | 4.1%        | 0.6%                 |
| NISSAN AUTO LEASE TRUST          | 206,739           | 2.4%        | 0.4%                 |
| NISSAN AUTO RECEIVABLES          | 574,715           | 6.7%        | 1.0%                 |
| TOYOTA MOTOR CORP                | 469,565           | 5.4%        | 0.8%                 |

| Sector / Issuer             | Market Value (\$) | % of Sector   | % of Total Portfolio |
|-----------------------------|-------------------|---------------|----------------------|
| VERIZON OWNER TRUST         | 364,656           | 4.2%          | 0.6%                 |
| VOLKSWAGEN AUTO LEASE TURST | 145,140           | 1.7%          | 0.3%                 |
| VOLKSWAGEN OF AMERICA       | 406,232           | 4.7%          | 0.7%                 |
| <b>Sector Total</b>         | <b>8,623,650</b>  | <b>100.0%</b> | <b>15.0%</b>         |

## Certificate of Deposit

|                                     |                  |               |             |
|-------------------------------------|------------------|---------------|-------------|
| BANK OF MONTREAL                    | 553,740          | 10.4%         | 1.0%        |
| CREDIT AGRICOLE SA                  | 606,132          | 11.4%         | 1.1%        |
| DNB ASA                             | 574,382          | 10.8%         | 1.0%        |
| MITSUBISHI UFJ FINANCIAL GROUP INC  | 608,987          | 11.4%         | 1.1%        |
| NORDEA BANK AB                      | 575,937          | 10.8%         | 1.0%        |
| ROYAL BANK OF CANADA                | 715,516          | 13.4%         | 1.2%        |
| SKANDINAVISKA ENSKILDA BANKEN AB    | 576,087          | 10.8%         | 1.0%        |
| SUMITOMO MITSUI FINANCIAL GROUP INC | 557,539          | 10.5%         | 1.0%        |
| SWEDBANK AB                         | 551,502          | 10.4%         | 1.0%        |
| <b>Sector Total</b>                 | <b>5,319,823</b> | <b>100.0%</b> | <b>9.3%</b> |

## Corporate

|                        |         |      |      |
|------------------------|---------|------|------|
| 3M COMPANY             | 330,801 | 2.8% | 0.6% |
| AMERICAN EXPRESS CO    | 556,586 | 4.7% | 1.0% |
| AMERICAN HONDA FINANCE | 611,701 | 5.2% | 1.1% |
| APPLE INC              | 159,887 | 1.4% | 0.3% |
| BANK OF AMERICA CO     | 551,567 | 4.7% | 1.0% |
| BB&T CORPORATION       | 612,779 | 5.2% | 1.1% |
| BOEING COMPANY         | 297,318 | 2.5% | 0.5% |

| Sector / Issuer                          | Market Value (\$) | % of Sector | % of Total Portfolio |
|--|-------------------|-------------|----------------------|
| BURLINGTON NORTHERN SANTA FE             | 209,673           | 1.8%        | 0.4%                 |
| CATERPILLAR INC                          | 453,934           | 3.9%        | 0.8%                 |
| CHARLES SCHWAB                           | 275,267           | 2.3%        | 0.5%                 |
| CITIGROUP INC                            | 304,930           | 2.6%        | 0.5%                 |
| DEERE & COMPANY                          | 329,017           | 2.8%        | 0.6%                 |
| EXXON MOBIL CORP                         | 277,997           | 2.4%        | 0.5%                 |
| GOLDMAN SACHS GROUP INC                  | 303,789           | 2.6%        | 0.5%                 |
| HERSHEY COMPANY                          | 208,470           | 1.8%        | 0.4%                 |
| HOME DEPOT INC                           | 160,190           | 1.4%        | 0.3%                 |
| HONEYWELL INTERNATIONAL                  | 121,105           | 1.0%        | 0.2%                 |
| IBM CORP                                 | 306,787           | 2.6%        | 0.5%                 |
| JP MORGAN CHASE & CO                     | 664,695           | 5.7%        | 1.2%                 |
| MERCK & CO INC                           | 277,748           | 2.4%        | 0.5%                 |
| MORGAN STANLEY                           | 554,171           | 4.7%        | 1.0%                 |
| NATIONAL RURAL UTILITIES CO FINANCE CORP | 232,589           | 2.0%        | 0.4%                 |
| NORTHERN TRUST                           | 278,537           | 2.4%        | 0.5%                 |
| PACCAR FINANCIAL CORP                    | 387,387           | 3.3%        | 0.7%                 |
| PFIZER INC                               | 525,898           | 4.5%        | 0.9%                 |
| THE BANK OF NEW YORK MELLON CORPORATION  | 581,634           | 4.9%        | 1.0%                 |
| THE WALT DISNEY CORPORATION              | 149,632           | 1.3%        | 0.3%                 |
| TOYOTA MOTOR CORP                        | 454,598           | 3.9%        | 0.8%                 |
| UNILEVER PLC                             | 556,598           | 4.7%        | 1.0%                 |
| UNITED PARCEL SERVICE INC                | 320,857           | 2.7%        | 0.6%                 |
| US BANCORP                               | 306,952           | 2.6%        | 0.5%                 |
| WAL-MART STORES INC                      | 388,125           | 3.3%        | 0.7%                 |



| Sector / Issuer                      | Market Value (\$) | % of Sector   | % of Total Portfolio |
|--------------------------------------|-------------------|---------------|----------------------|
| <b>Sector Total</b>                  | <b>11,751,217</b> | <b>100.0%</b> | <b>20.4%</b>         |
| <b>Federal Agency/CMO</b>            |                   |               |                      |
| FANNIE MAE                           | 662,197           | 34.9%         | 1.2%                 |
| FREDDIE MAC                          | 1,235,706         | 65.1%         | 2.1%                 |
| <b>Sector Total</b>                  | <b>1,897,903</b>  | <b>100.0%</b> | <b>3.3%</b>          |
| <b>Federal Agency/GSE</b>            |                   |               |                      |
| FANNIE MAE                           | 1,122,257         | 50.5%         | 2.0%                 |
| FEDERAL HOME LOAN BANKS              | 1,101,295         | 49.5%         | 1.9%                 |
| <b>Sector Total</b>                  | <b>2,223,552</b>  | <b>100.0%</b> | <b>3.9%</b>          |
| <b>Supra-Sov / Supra-Natl Agency</b> |                   |               |                      |
| INTER-AMERICAN DEVELOPMENT BANK      | 622,419           | 31.3%         | 1.1%                 |
| INTERNATIONAL FINANCE CORPORATION    | 554,513           | 27.9%         | 1.0%                 |
| INTL BANK OF RECONSTRUCTION AND DEV  | 813,300           | 40.9%         | 1.4%                 |
| <b>Sector Total</b>                  | <b>1,990,233</b>  | <b>100.0%</b> | <b>3.5%</b>          |
| <b>U.S. Treasury</b>                 |                   |               |                      |
| UNITED STATES TREASURY               | 25,697,937        | 100.0%        | 44.7%                |
| <b>Sector Total</b>                  | <b>25,697,937</b> | <b>100.0%</b> | <b>44.7%</b>         |
| <b>Portfolio Total</b>               | <b>57,504,314</b> | <b>100.0%</b> | <b>100.0%</b>        |

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# Portfolio Transactions

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## Quarterly Portfolio Transactions

| Trade Date       | Settle Date | Par (\$)         | CUSIP     | Security Description                 | Coupon | Maturity Date | Transact Amt (\$)   | Yield at Market | Realized G/L (BV) |
|------------------|-------------|------------------|-----------|--------------------------------------|--------|---------------|---------------------|-----------------|-------------------|
| <b>BUY</b>       |             |                  |           |                                      |        |               |                     |                 |                   |
| 10/1/19          | 10/4/19     | 145,000          | 92867XAD8 | VWALT 2019-A A3                      | 1.99%  | 11/21/22      | 144,997.71          | 1.99%           |                   |
| 10/1/19          | 10/8/19     | 365,000          | 92348AAA3 | VZOT 2019-C A1A                      | 1.94%  | 4/22/24       | 364,971.86          | 1.94%           |                   |
| 10/3/19          | 10/4/19     | 1,500,000        | 9128282S8 | US TREASURY NOTES                    | 1.62%  | 8/31/22       | 1,514,581.48        | 1.34%           |                   |
| 10/16/19         | 10/23/19    | 275,000          | 65479JAD5 | NAROT 2019-C A3                      | 1.93%  | 7/15/24       | 274,985.48          | 1.94%           |                   |
| 10/24/19         | 10/31/19    | 220,000          | 254683CM5 | DCENT 2019-A3 A                      | 1.89%  | 10/15/24      | 219,952.74          | 1.90%           |                   |
| 10/31/19         | 11/4/19     | 850,000          | 912828YK0 | UNITED STATES TREASURY NOTES         | 1.37%  | 10/15/22      | 847,484.36          | 1.50%           |                   |
| 11/1/19          | 11/5/19     | 300,000          | 459200JX0 | IBM CORP                             | 2.85%  | 5/13/22       | 310,763.50          | 1.93%           |                   |
| 11/8/19          | 11/12/19    | 975,000          | 912828T67 | US TREASURY NOTES                    | 1.25%  | 10/31/21      | 967,175.23          | 1.69%           |                   |
| 11/20/19         | 11/26/19    | 150,000          | 3137FQ3V3 | FHMS KJ27 A1                         | 2.09%  | 7/25/24       | 150,214.32          | 2.03%           |                   |
| 12/2/19          | 12/4/19     | 1,350,000        | 912828YK0 | UNITED STATES TREASURY NOTES         | 1.37%  | 10/15/22      | 1,343,043.67        | 1.63%           |                   |
| 12/2/19          | 12/4/19     | 550,000          | 912828YK0 | UNITED STATES TREASURY NOTES         | 1.37%  | 10/15/22      | 547,251.88          | 1.62%           |                   |
| 12/4/19          | 12/6/19     | 575,000          | 23341VZT1 | DNB BANK ASA/NY LT CD                | 2.04%  | 12/2/22       | 575,000.00          | 2.04%           |                   |
| 12/20/19         | 12/20/19    | 300,000          | 912828YK0 | UNITED STATES TREASURY NOTES         | 1.37%  | 10/15/22      | 298,306.35          | 1.67%           |                   |
| <b>Total BUY</b> |             | <b>7,555,000</b> |           |                                      |        |               | <b>7,558,728.58</b> |                 |                   |
| <b>INTEREST</b>  |             |                  |           |                                      |        |               |                     |                 |                   |
| 10/1/19          | 10/1/19     | 600,000          | 46647PBB1 | JPMORGAN CHASE & CO BONDS            | 3.20%  | 4/1/23        | 10,102.05           |                 |                   |
| 10/1/19          | 10/1/19     | 0                | MONEY0002 | MONEY MARKET FUND                    |        |               | 216.77              |                 |                   |
| 10/1/19          | 10/1/19     | 320,000          | 911312BP0 | UNITED PARCEL SERVICE CORPORATE BOND | 2.05%  | 4/1/21        | 3,280.00            |                 |                   |
| 10/1/19          | 10/1/19     | 550,000          | 06051GGS2 | BANK OF AMERICA CORP (CALLABLE)      | 2.32%  | 10/1/21       | 6,402.00            |                 |                   |
| 10/1/19          | 10/25/19    | 300,000          | 3137BLUR7 | FHLMC MULTIFAMILY STRUCTURED P       | 2.71%  | 6/25/22       | 679.00              |                 |                   |
| 10/1/19          | 10/25/19    | 255,314          | 3136AEGQ4 | FNA 2013-M7 A2                       | 2.28%  | 12/25/22      | 602.80              |                 |                   |
| 10/1/19          | 10/25/19    | 275,000          | 3137AVXN2 | FHLMC MULTIFAMILY STRUCTURED P       | 2.35%  | 7/25/22       | 539.69              |                 |                   |
| 10/1/19          | 10/25/19    | 218,259          | 3137FKK70 | FHMS KJ23 A1                         | 3.17%  | 3/1/22        | 5,438.79            |                 |                   |

## CITY OF LOS ALTOS

## Portfolio Activity

| Trade Date | Settle Date | Par (\$)  | CUSIP     | Security Description                    | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|------------|-------------|-----------|-----------|---|--------|---------------|-------------------|-----------------|-------------------|
| 10/1/19    | 10/25/19    | 268,178   | 3136B1XP4 | FNA 2018-M5 A2                          | 3.56%  | 9/25/21       | 812.92            |                 |                   |
| 10/1/19    | 10/25/19    | 194,183   | 3136AEGQ4 | FNA 2013-M7 A2                          | 2.28%  | 12/25/22      | 458.47            |                 |                   |
| 10/1/19    | 10/25/19    | 275,000   | 3137B1BS0 | FHLMC MULTIFAMILY STRUCTURED P          | 2.51%  | 11/25/22      | 575.21            |                 |                   |
| 10/1/19    | 10/25/19    | 224,678   | 3137FKK39 | FHMS KP05 A                             | 3.20%  | 7/1/23        | 599.70            |                 |                   |
| 10/10/19   | 10/10/19    | 550,000   | 13606BVF0 | CANADIAN IMP BK COMM NY FLT CERT DEPOS  | 2.23%  | 4/10/20       | 3,848.06          |                 |                   |
| 10/12/19   | 10/12/19    | 1,075,000 | 3130AF5B9 | FEDERAL HOME LOAN BANKS NOTES           | 3.00%  | 10/12/21      | 16,125.00         |                 |                   |
| 10/13/19   | 10/13/19    | 150,000   | 89236TEU5 | TOYOTA MOTOR CREDIT CORP NOTES          | 2.95%  | 4/13/21       | 2,212.50          |                 |                   |
| 10/15/19   | 10/15/19    | 90,000    | 44891KAD7 | HART 2018-A A3                          | 2.79%  | 7/15/22       | 209.25            |                 |                   |
| 10/15/19   | 10/15/19    | 350,000   | 58772RAD6 | MBART 2018-1 A3                         | 3.03%  | 1/15/23       | 883.75            |                 |                   |
| 10/15/19   | 10/15/19    | 130,000   | 47788CAC6 | JDOT 2018-A A3                          | 2.66%  | 4/15/22       | 288.17            |                 |                   |
| 10/15/19   | 10/15/19    | 75,000    | 06406FAA1 | BANK OF NEW YORK MELLON CORP (CALLABLE) | 2.50%  | 4/15/21       | 937.50            |                 |                   |
| 10/15/19   | 10/15/19    | 300,000   | 41284WAC4 | HDMOT 2019-A A3                         | 2.34%  | 2/15/24       | 585.00            |                 |                   |
| 10/15/19   | 10/15/19    | 465,000   | 89238TAD5 | TAOT 2018-B A3                          | 2.96%  | 9/15/22       | 1,147.00          |                 |                   |
| 10/15/19   | 10/15/19    | 236,002   | 34532AAD5 | FORDO 2017-C A3                         | 2.01%  | 3/15/22       | 395.30            |                 |                   |
| 10/15/19   | 10/15/19    | 260,000   | 14313FAD1 | CARMAX AUTO OWNER TRUST                 | 3.13%  | 6/15/23       | 678.17            |                 |                   |
| 10/15/19   | 10/15/19    | 94,818    | 47788BAD6 | JOHN DEERE ABS 2017-B A3                | 1.82%  | 10/15/21      | 143.81            |                 |                   |
| 10/15/19   | 10/15/19    | 160,000   | 02004WAC5 | ALLYA 2019-1 A3                         | 2.91%  | 9/15/23       | 388.00            |                 |                   |
| 10/15/19   | 10/15/19    | 1,075,000 | 9128285F3 | UNITED STATES TREASURY NOTES            | 2.87%  | 10/15/21      | 15,453.13         |                 |                   |
| 10/15/19   | 10/15/19    | 205,000   | 65478BAD3 | NISSAN AUTO LEASE TRUST                 | 3.25%  | 9/15/21       | 555.21            |                 |                   |
| 10/15/19   | 10/15/19    | 205,000   | 14316LAC7 | CARMX 2019-2 A3                         | 2.68%  | 3/15/24       | 457.83            |                 |                   |
| 10/15/19   | 10/15/19    | 250,000   | 44932NAD2 | HYUNDAI AUTO RECEIVABLES TRUST          | 2.66%  | 6/15/23       | 554.17            |                 |                   |
| 10/15/19   | 10/15/19    | 175,000   | 14042WAC4 | COPAR 2019-1 A3                         | 2.51%  | 11/15/23      | 366.04            |                 |                   |
| 10/15/19   | 10/15/19    | 137,966   | 02007HAC5 | ALLY ABS 2017-2 A3                      | 1.78%  | 8/15/21       | 204.65            |                 |                   |
| 10/15/19   | 10/15/19    | 113,483   | 34531EAD8 | FORD ABS 2017-A A3                      | 1.67%  | 6/15/21       | 157.93            |                 |                   |
| 10/15/19   | 10/15/19    | 27,823    | 47787XAC1 | JOHN DEERE ABS 2017-A A3                | 1.78%  | 4/15/21       | 41.27             |                 |                   |
| 10/15/19   | 10/15/19    | 520,000   | 58769LAC6 | MBALT 2018-B A3                         | 3.21%  | 9/15/21       | 1,391.00          |                 |                   |
| 10/15/19   | 10/15/19    | 295,000   | 65479KAD2 | NAROT 2019-A A3                         | 2.90%  | 10/15/23      | 712.92            |                 |                   |
| 10/15/19   | 10/15/19    | 275,000   | 34528FAD0 | FORDO 2018-A A3                         | 3.03%  | 11/15/22      | 694.38            |                 |                   |
| 10/15/19   | 10/15/19    | 215,000   | 31680YAD9 | FIFTH THIRD AUTO TRUST                  | 2.64%  | 12/15/23      | 473.00            |                 |                   |
| 10/15/19   | 10/15/19    | 1,745     | 14314RAH5 | CARMX 2017-4 A2A                        | 1.80%  | 4/15/21       | 2.62              |                 |                   |

## CITY OF LOS ALTOS

## Portfolio Activity

| Trade Date | Settle Date | Par (\$)  | CUSIP     | Security Description                    | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|------------|-------------|-----------|-----------|---|--------|---------------|-------------------|-----------------|-------------------|
| 10/15/19   | 10/15/19    | 575,000   | 14041NFU0 | COMET 2019-A2 A2                        | 1.72%  | 8/15/24       | 1,098.89          |                 |                   |
| 10/15/19   | 10/15/19    | 234,734   | 43814UAC3 | HAROT 2018-1 A3                         | 2.64%  | 2/15/22       | 516.41            |                 |                   |
| 10/15/19   | 10/15/19    | 230,000   | 34531LAD2 | FORDL 2018-B A3                         | 3.19%  | 12/15/21      | 611.42            |                 |                   |
| 10/15/19   | 10/15/19    | 210,000   | 14315EAC4 | CARMAX AUTO OWNER TRUST                 | 3.36%  | 9/15/23       | 588.00            |                 |                   |
| 10/15/19   | 10/15/19    | 1,250,000 | 9128286M7 | UNITED STATES TREASURY NOTES            | 2.25%  | 4/15/22       | 14,062.50         |                 |                   |
| 10/15/19   | 10/15/19    | 375,000   | 02004VAC7 | ALLYA 2018-2 A3                         | 2.92%  | 11/15/22      | 912.50            |                 |                   |
| 10/16/19   | 10/16/19    | 550,000   | 86565BPC9 | SUMITOMO MITSUI BANK NY CERT DEPOS      | 3.39%  | 10/16/20      | 9,477.88          |                 |                   |
| 10/16/19   | 10/16/19    | 245,000   | 36255JAD6 | GMCAR 2018-3 A3                         | 3.02%  | 5/16/23       | 616.58            |                 |                   |
| 10/16/19   | 10/16/19    | 305,000   | 36256XAD4 | GMCAR 2019-1 A3                         | 2.97%  | 11/16/23      | 754.88            |                 |                   |
| 10/18/19   | 10/18/19    | 95,000    | 43814UAG4 | HAROT 2018-2 A3                         | 3.01%  | 5/18/22       | 238.29            |                 |                   |
| 10/18/19   | 10/18/19    | 170,000   | 43814WAC9 | HAROT 2019-1 A3                         | 2.83%  | 3/20/23       | 400.92            |                 |                   |
| 10/19/19   | 10/19/19    | 615,000   | 4581X0DB1 | INTER-AMERICAN DEVELOPMENT BANK NOTE    | 2.62%  | 4/19/21       | 8,071.88          |                 |                   |
| 10/20/19   | 10/20/19    | 115,000   | 05586CAC8 | BMWLT 2018-1 A3                         | 3.26%  | 7/20/21       | 312.42            |                 |                   |
| 10/20/19   | 10/20/19    | 170,000   | 36256GAD1 | GMALT 2018-3 A3                         | 3.18%  | 6/20/21       | 450.50            |                 |                   |
| 10/20/19   | 10/20/19    | 400,000   | 92869BAD4 | VALET 2018-2 A3                         | 3.25%  | 4/20/23       | 1,083.33          |                 |                   |
| 10/21/19   | 10/21/19    | 550,000   | 61746BEA0 | MORGAN STANLEY CORP NOTES               | 2.50%  | 4/21/21       | 6,875.00          |                 |                   |
| 10/26/19   | 10/26/19    | 300,000   | 38141GWC4 | GOLDMAN SACHS GROUP INC (CALLABLE) NOTE | 3.00%  | 4/26/22       | 4,500.00          |                 |                   |
| 10/30/19   | 10/30/19    | 160,000   | 097023BG9 | BOEING COMPANY NOTE                     | 2.35%  | 10/30/21      | 1,880.00          |                 |                   |
| 10/31/19   | 10/31/19    | 2,000,000 | 912828WG1 | US TREASURY NOTES                       | 2.25%  | 4/30/21       | 22,500.00         |                 |                   |
| 11/1/19    | 11/1/19     | 0         | MONEY0002 | MONEY MARKET FUND                       |        |               | 299.73            |                 |                   |
| 11/1/19    | 11/25/19    | 259,130   | 3136B1XP4 | FNA 2018-M5 A2                          | 3.56%  | 9/25/21       | 783.07            |                 |                   |
| 11/1/19    | 11/25/19    | 239,432   | 3136AEGQ4 | FNA 2013-M7 A2                          | 2.28%  | 12/25/22      | 478.07            |                 |                   |
| 11/1/19    | 11/25/19    | 77,116    | 3137FKK70 | FHMS KJ23 A1                            | 3.17%  | 3/1/22        | 203.97            |                 |                   |
| 11/1/19    | 11/25/19    | 275,000   | 3137B1BS0 | FHLMC MULTIFAMILY STRUCTURED P          | 2.51%  | 11/25/22      | 575.21            |                 |                   |
| 11/1/19    | 11/25/19    | 300,000   | 3137BLUR7 | FHLMC MULTIFAMILY STRUCTURED P          | 2.71%  | 6/25/22       | 679.00            |                 |                   |
| 11/1/19    | 11/25/19    | 172,822   | 3137FKK39 | FHMS KP05 A                             | 3.20%  | 7/1/23        | 461.29            |                 |                   |
| 11/1/19    | 11/25/19    | 182,103   | 3136AEGQ4 | FNA 2013-M7 A2                          | 2.28%  | 12/25/22      | 363.61            |                 |                   |
| 11/1/19    | 11/25/19    | 275,000   | 3137AVXN2 | FHLMC MULTIFAMILY STRUCTURED P          | 2.35%  | 7/25/22       | 539.69            |                 |                   |
| 11/10/19   | 11/10/19    | 250,000   | 69371RP83 | PACCAR FINANCIAL CORP CORP NOTES        | 2.65%  | 5/10/22       | 3,312.50          |                 |                   |
| 11/13/19   | 11/13/19    | 300,000   | 459200JX0 | IBM CORP                                | 2.85%  | 5/13/22       | 4,227.50          |                 |                   |

| Trade Date | Settle Date | Par (\$)  | CUSIP     | Security Description           | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|------------|-------------|-----------|-----------|--------------------------------|--------|---------------|-------------------|-----------------|-------------------|
| 11/15/19   | 11/15/19    | 230,000   | 34531LAD2 | FORDL 2018-B A3                | 3.19%  | 12/15/21      | 611.42            |                 |                   |
| 11/15/19   | 11/15/19    | 215,000   | 31680YAD9 | FIFTH THIRD AUTO TRUST         | 2.64%  | 12/15/23      | 473.00            |                 |                   |
| 11/15/19   | 11/15/19    | 205,000   | 427866BA5 | HERSHEY COMPANY CORP NOTES     | 3.10%  | 5/15/21       | 3,177.50          |                 |                   |
| 11/15/19   | 11/15/19    | 218,615   | 34532AAD5 | FORDO 2017-C A3                | 2.01%  | 3/15/22       | 366.18            |                 |                   |
| 11/15/19   | 11/15/19    | 130,000   | 47788CAC6 | JDOT 2018-A A3                 | 2.66%  | 4/15/22       | 288.17            |                 |                   |
| 11/15/19   | 11/15/19    | 160,000   | 02004WAC5 | ALLYA 2019-1 A3                | 2.91%  | 9/15/23       | 388.00            |                 |                   |
| 11/15/19   | 11/15/19    | 250,000   | 44932NAD2 | HYUNDAI AUTO RECEIVABLES TRUST | 2.66%  | 6/15/23       | 554.17            |                 |                   |
| 11/15/19   | 11/15/19    | 205,000   | 14316LAC7 | CARMX 2019-2 A3                | 2.68%  | 3/15/24       | 457.83            |                 |                   |
| 11/15/19   | 11/15/19    | 175,000   | 14042WAC4 | COPAR 2019-1 A3                | 2.51%  | 11/15/23      | 366.04            |                 |                   |
| 11/15/19   | 11/15/19    | 520,000   | 58769LAC6 | MBALT 2018-B A3                | 3.21%  | 9/15/21       | 1,391.00          |                 |                   |
| 11/15/19   | 11/15/19    | 275,000   | 34528FAD0 | FORDO 2018-A A3                | 3.03%  | 11/15/22      | 694.38            |                 |                   |
| 11/15/19   | 11/15/19    | 219,795   | 43814UAC3 | HAROT 2018-1 A3                | 2.64%  | 2/15/22       | 483.55            |                 |                   |
| 11/15/19   | 11/15/19    | 295,000   | 65479KAD2 | NAROT 2019-A A3                | 2.90%  | 10/15/23      | 712.92            |                 |                   |
| 11/15/19   | 11/15/19    | 85,754    | 47788BAD6 | JOHN DEERE ABS 2017-B A3       | 1.82%  | 10/15/21      | 130.06            |                 |                   |
| 11/15/19   | 11/15/19    | 205,000   | 65478BAD3 | NISSAN AUTO LEASE TRUST        | 3.25%  | 9/15/21       | 555.21            |                 |                   |
| 11/15/19   | 11/15/19    | 375,000   | 02004VAC7 | ALLYA 2018-2 A3                | 2.92%  | 11/15/22      | 912.50            |                 |                   |
| 11/15/19   | 11/15/19    | 1,200,000 | 9128284P2 | US TREASURY NOTES              | 2.62%  | 5/15/21       | 15,750.00         |                 |                   |
| 11/15/19   | 11/15/19    | 210,000   | 14315EAC4 | CARMAX AUTO OWNER TRUST        | 3.36%  | 9/15/23       | 588.00            |                 |                   |
| 11/15/19   | 11/15/19    | 300,000   | 41284WAC4 | HDMOT 2019-A A3                | 2.34%  | 2/15/24       | 585.00            |                 |                   |
| 11/15/19   | 11/15/19    | 575,000   | 14041NFU0 | COMET 2019-A2 A2               | 1.72%  | 8/15/24       | 824.17            |                 |                   |
| 11/15/19   | 11/15/19    | 90,000    | 44891KAD7 | HART 2018-A A3                 | 2.79%  | 7/15/22       | 209.25            |                 |                   |
| 11/15/19   | 11/15/19    | 275,000   | 65479JAD5 | NAROT 2019-C A3                | 1.93%  | 7/15/24       | 324.35            |                 |                   |
| 11/15/19   | 11/15/19    | 97,804    | 34531EAD8 | FORD ABS 2017-A A3             | 1.67%  | 6/15/21       | 136.11            |                 |                   |
| 11/15/19   | 11/15/19    | 120,301   | 02007HAC5 | ALLY ABS 2017-2 A3             | 1.78%  | 8/15/21       | 178.45            |                 |                   |
| 11/15/19   | 11/15/19    | 22,046    | 47787XAC1 | JOHN DEERE ABS 2017-A A3       | 1.78%  | 4/15/21       | 32.70             |                 |                   |
| 11/15/19   | 11/15/19    | 260,000   | 14313FAD1 | CARMAX AUTO OWNER TRUST        | 3.13%  | 6/15/23       | 678.17            |                 |                   |
| 11/15/19   | 11/15/19    | 220,000   | 254683CM5 | DCENT 2019-A3 A                | 1.89%  | 10/15/24      | 173.25            |                 |                   |
| 11/15/19   | 11/15/19    | 350,000   | 58772RAD6 | MBART 2018-1 A3                | 3.03%  | 1/15/23       | 883.75            |                 |                   |
| 11/15/19   | 11/15/19    | 465,000   | 89238TAD5 | TAOT 2018-B A3                 | 2.96%  | 9/15/22       | 1,147.00          |                 |                   |
| 11/16/19   | 11/16/19    | 245,000   | 36255JAD6 | GMCAR 2018-3 A3                | 3.02%  | 5/16/23       | 616.58            |                 |                   |

| Trade Date | Settle Date | Par (\$)  | CUSIP     | Security Description               | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|------------|-------------|-----------|-----------|------------------------------------|--------|---------------|-------------------|-----------------|-------------------|
| 11/16/19   | 11/16/19    | 305,000   | 36256XAD4 | GMCAR 2019-1 A3                    | 2.97%  | 11/16/23      | 754.88            |                 |                   |
| 11/18/19   | 11/18/19    | 95,000    | 43814UAG4 | HAROT 2018-2 A3                    | 3.01%  | 5/18/22       | 238.29            |                 |                   |
| 11/18/19   | 11/18/19    | 550,000   | 87019U6D6 | SWEDBANK (NEW YORK) CERT DEPOS     | 2.27%  | 11/16/20      | 6,450.58          |                 |                   |
| 11/18/19   | 11/18/19    | 170,000   | 43814WAC9 | HAROT 2019-1 A3                    | 2.83%  | 3/20/23       | 400.92            |                 |                   |
| 11/20/19   | 11/20/19    | 170,000   | 36256GAD1 | GMALT 2018-3 A3                    | 3.18%  | 6/20/21       | 450.50            |                 |                   |
| 11/20/19   | 11/20/19    | 365,000   | 92348AAA3 | VZOT 2019-C A1A                    | 1.94%  | 4/22/24       | 826.12            |                 |                   |
| 11/20/19   | 11/20/19    | 115,000   | 05586CAC8 | BMWLT 2018-1 A3                    | 3.26%  | 7/20/21       | 312.42            |                 |                   |
| 11/20/19   | 11/20/19    | 145,000   | 92867XAD8 | VWALT 2019-A A3                    | 1.99%  | 11/21/22      | 368.70            |                 |                   |
| 11/20/19   | 11/20/19    | 400,000   | 92869BAD4 | VALET 2018-2 A3                    | 3.25%  | 4/20/23       | 1,083.33          |                 |                   |
| 11/21/19   | 11/21/19    | 270,000   | 808513AW5 | CHARLES SCHWAB CORP NOTES          | 3.25%  | 5/21/21       | 4,387.50          |                 |                   |
| 11/30/19   | 11/30/19    | 1,625,000 | 912828WN6 | US TREASURY NOTES                  | 2.00%  | 5/31/21       | 16,250.00         |                 |                   |
| 11/30/19   | 11/30/19    | 300,000   | 002824BD1 | ABBOTT LABORATORIES CORP NOTES     | 2.90%  | 11/30/21      | 4,350.00          |                 |                   |
| 12/1/19    | 12/25/19    | 300,000   | 3137BLUR7 | FHLMC MULTIFAMILY STRUCTURED P     | 2.71%  | 6/25/22       | 679.00            |                 |                   |
| 12/1/19    | 12/25/19    | 275,000   | 3137B1BS0 | FHLMC MULTIFAMILY STRUCTURED P     | 2.51%  | 11/25/22      | 575.21            |                 |                   |
| 12/1/19    | 12/25/19    | 150,000   | 3137FQ3V3 | FHMS KJ27 A1                       | 2.09%  | 7/25/24       | 261.50            |                 |                   |
| 12/1/19    | 12/25/19    | 253,495   | 3136B1XP4 | FNA 2018-M5 A2                     | 3.56%  | 9/25/21       | 763.26            |                 |                   |
| 12/1/19    | 12/25/19    | 178,701   | 3136AEGQ4 | FNA 2013-M7 A2                     | 2.28%  | 12/25/22      | 339.53            |                 |                   |
| 12/1/19    | 12/25/19    | 275,000   | 3137AVXN2 | FHLMC MULTIFAMILY STRUCTURED P     | 2.35%  | 7/25/22       | 539.69            |                 |                   |
| 12/1/19    | 12/25/19    | 76,546    | 3137FKK70 | FHMS KJ23 A1                       | 3.17%  | 3/1/22        | 511.01            |                 |                   |
| 12/1/19    | 12/25/19    | 172,544   | 3137FKK39 | FHMS KP05 A                        | 3.20%  | 7/1/23        | 460.55            |                 |                   |
| 12/1/19    | 12/25/19    | 234,959   | 3136AEGQ4 | FNA 2013-M7 A2                     | 2.28%  | 12/25/22      | 446.42            |                 |                   |
| 12/2/19    | 12/2/19     | 0         | MONEY0002 | MONEY MARKET FUND                  |        |               | 104.37            |                 |                   |
| 12/7/19    | 12/7/19     | 700,000   | 78012UEE1 | ROYAL BANK OF CANADA NY CD         | 3.24%  | 6/7/21        | 11,340.00         |                 |                   |
| 12/8/19    | 12/8/19     | 300,000   | 172967LC3 | CITIGROUP INC CORP (CALLABLE) NOTE | 2.90%  | 12/8/21       | 4,350.00          |                 |                   |
| 12/10/19   | 12/10/19    | 325,000   | 02665WCP4 | AMERICAN HONDA FINANCE CORP NOTES  | 3.37%  | 12/10/21      | 5,484.38          |                 |                   |
| 12/15/19   | 12/15/19    | 295,000   | 65479KAD2 | NAROT 2019-A A3                    | 2.90%  | 10/15/23      | 712.92            |                 |                   |
| 12/15/19   | 12/15/19    | 81,667    | 34531EAD8 | FORD ABS 2017-A A3                 | 1.67%  | 6/15/21       | 113.65            |                 |                   |
| 12/15/19   | 12/15/19    | 465,000   | 89238TAD5 | TAOT 2018-B A3                     | 2.96%  | 9/15/22       | 1,147.00          |                 |                   |
| 12/15/19   | 12/15/19    | 160,000   | 02004WAC5 | ALLYA 2019-1 A3                    | 2.91%  | 9/15/23       | 388.00            |                 |                   |
| 12/15/19   | 12/15/19    | 220,000   | 254683CM5 | DCENT 2019-A3 A                    | 1.89%  | 10/15/24      | 346.50            |                 |                   |

## CITY OF LOS ALTOS

## Portfolio Activity

| Trade Date | Settle Date | Par (\$) | CUSIP     | Security Description              | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|------------|-------------|----------|-----------|-----------------------------------|--------|---------------|-------------------|-----------------|-------------------|
| 12/15/19   | 12/15/19    | 350,000  | 58772RAD6 | MBART 2018-1 A3                   | 3.03%  | 1/15/23       | 883.75            |                 |                   |
| 12/15/19   | 12/15/19    | 260,000  | 14313FAD1 | CARMAX AUTO OWNER TRUST           | 3.13%  | 6/15/23       | 678.17            |                 |                   |
| 12/15/19   | 12/15/19    | 300,000  | 41284WAC4 | HDMOT 2019-A A3                   | 2.34%  | 2/15/24       | 585.00            |                 |                   |
| 12/15/19   | 12/15/19    | 116,638  | 47788CAC6 | JDOT 2018-A A3                    | 2.66%  | 4/15/22       | 258.55            |                 |                   |
| 12/15/19   | 12/15/19    | 575,000  | 14041NFU0 | COMET 2019-A2 A2                  | 1.72%  | 8/15/24       | 824.17            |                 |                   |
| 12/15/19   | 12/15/19    | 205,000  | 65478BAD3 | NISSAN AUTO LEASE TRUST           | 3.25%  | 9/15/21       | 555.21            |                 |                   |
| 12/15/19   | 12/15/19    | 250,000  | 44932NAD2 | HYUNDAI AUTO RECEIVABLES TRUST    | 2.66%  | 6/15/23       | 554.17            |                 |                   |
| 12/15/19   | 12/15/19    | 210,000  | 14315EAC4 | CARMAX AUTO OWNER TRUST           | 3.36%  | 9/15/23       | 588.00            |                 |                   |
| 12/15/19   | 12/15/19    | 215,000  | 31680YAD9 | FIFTH THIRD AUTO TRUST            | 2.64%  | 12/15/23      | 473.00            |                 |                   |
| 12/15/19   | 12/15/19    | 230,000  | 34531LAD2 | FORDL 2018-B A3                   | 3.19%  | 12/15/21      | 611.42            |                 |                   |
| 12/15/19   | 12/15/19    | 275,000  | 34528FAD0 | FORDO 2018-A A3                   | 3.03%  | 11/15/22      | 694.38            |                 |                   |
| 12/15/19   | 12/15/19    | 75,684   | 47788BAD6 | JOHN DEERE ABS 2017-B A3          | 1.82%  | 10/15/21      | 114.79            |                 |                   |
| 12/15/19   | 12/15/19    | 90,000   | 44891KAD7 | HART 2018-A A3                    | 2.79%  | 7/15/22       | 209.25            |                 |                   |
| 12/15/19   | 12/15/19    | 200,415  | 34532AAD5 | FORDO 2017-C A3                   | 2.01%  | 3/15/22       | 335.69            |                 |                   |
| 12/15/19   | 12/15/19    | 16,076   | 47787XAC1 | JOHN DEERE ABS 2017-A A3          | 1.78%  | 4/15/21       | 23.85             |                 |                   |
| 12/15/19   | 12/15/19    | 204,830  | 43814UAC3 | HAROT 2018-1 A3                   | 2.64%  | 2/15/22       | 450.63            |                 |                   |
| 12/15/19   | 12/15/19    | 375,000  | 02004VAC7 | ALLYA 2018-2 A3                   | 2.92%  | 11/15/22      | 912.50            |                 |                   |
| 12/15/19   | 12/15/19    | 205,000  | 14316LAC7 | CARMX 2019-2 A3                   | 2.68%  | 3/15/24       | 457.83            |                 |                   |
| 12/15/19   | 12/15/19    | 275,000  | 65479JAD5 | NAROT 2019-C A3                   | 1.93%  | 7/15/24       | 442.29            |                 |                   |
| 12/15/19   | 12/15/19    | 520,000  | 58769LAC6 | MBALT 2018-B A3                   | 3.21%  | 9/15/21       | 1,391.00          |                 |                   |
| 12/15/19   | 12/15/19    | 175,000  | 14042WAC4 | COPAR 2019-1 A3                   | 2.51%  | 11/15/23      | 366.04            |                 |                   |
| 12/16/19   | 12/16/19    | 245,000  | 36255JAD6 | GMCAR 2018-3 A3                   | 3.02%  | 5/16/23       | 616.58            |                 |                   |
| 12/16/19   | 12/16/19    | 305,000  | 36256XAD4 | GMCAR 2019-1 A3                   | 2.97%  | 11/16/23      | 754.88            |                 |                   |
| 12/18/19   | 12/18/19    | 170,000  | 43814WAC9 | HAROT 2019-1 A3                   | 2.83%  | 3/20/23       | 400.92            |                 |                   |
| 12/18/19   | 12/18/19    | 95,000   | 43814UAG4 | HAROT 2018-2 A3                   | 3.01%  | 5/18/22       | 238.29            |                 |                   |
| 12/20/19   | 12/20/19    | 365,000  | 92348AAA3 | VZOT 2019-C A1A                   | 1.94%  | 4/22/24       | 590.08            |                 |                   |
| 12/20/19   | 12/20/19    | 500,000  | 05531FBG7 | BRANCH BANKING & TRUST CORP NOTES | 3.05%  | 6/20/22       | 7,625.00          |                 |                   |
| 12/20/19   | 12/20/19    | 145,000  | 92867XAD8 | VWALT 2019-A A3                   | 1.99%  | 11/21/22      | 240.46            |                 |                   |
| 12/20/19   | 12/20/19    | 170,000  | 36256GAD1 | GMALT 2018-3 A3                   | 3.18%  | 6/20/21       | 450.50            |                 |                   |
| 12/20/19   | 12/20/19    | 400,000  | 92869BAD4 | VALET 2018-2 A3                   | 3.25%  | 4/20/23       | 1,083.33          |                 |                   |



## CITY OF LOS ALTOS

## Portfolio Activity

| Trade Date | Settle Date | Par (\$) | CUSIP     | Security Description           | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|------------|-------------|----------|-----------|--------------------------------|--------|---------------|-------------------|-----------------|-------------------|
| 12/20/19   | 12/20/19    | 115,000  | 05586CAC8 | BMWLT 2018-1 A3                | 3.26%  | 7/20/21       | 312.42            |                 |                   |
| 12/23/19   | 12/23/19    | 380,000  | 931142EJ8 | WAL-MART STORES INC CORP NOTES | 3.12%  | 6/23/21       | 5,937.50          |                 |                   |
| 12/27/19   | 12/27/19    | 275,000  | 02665WCY5 | AMERICAN HONDA FINANCE         | 2.20%  | 6/27/22       | 3,025.00          |                 |                   |
| 12/31/19   | 12/31/19    | 975,000  | 912828WR7 | US TREASURY NOTES              | 2.12%  | 6/30/21       | 10,359.38         |                 |                   |

**Total INTEREST** **48,223,656** **306,657.07**

## PAYDOWNS

|          |          |         |           |                          |       |          |            |  |      |
|----------|----------|---------|-----------|--------------------------|-------|----------|------------|--|------|
| 10/1/19  | 10/25/19 | 51,856  | 3137FKK39 | FHMS KP05 A              | 3.20% | 7/1/23   | 51,856.17  |  | 0.00 |
| 10/1/19  | 10/25/19 | 12,080  | 3136AEGQ4 | FNA 2013-M7 A2           | 2.28% | 12/25/22 | 12,079.76  |  | 0.00 |
| 10/1/19  | 10/25/19 | 9,048   | 3136B1XP4 | FNA 2018-M5 A2           | 3.56% | 9/25/21  | 9,048.44   |  | 0.00 |
| 10/1/19  | 10/25/19 | 141,143 | 3137FKK70 | FHMS KJ23 A1             | 3.17% | 3/1/22   | 141,142.85 |  | 0.00 |
| 10/1/19  | 10/25/19 | 15,883  | 3136AEGQ4 | FNA 2013-M7 A2           | 2.28% | 12/25/22 | 15,882.65  |  | 0.00 |
| 10/15/19 | 10/15/19 | 5,777   | 47787XAC1 | JOHN DEERE ABS 2017-A A3 | 1.78% | 4/15/21  | 5,777.34   |  | 0.00 |
| 10/15/19 | 10/15/19 | 9,064   | 47788BAD6 | JOHN DEERE ABS 2017-B A3 | 1.82% | 10/15/21 | 9,064.36   |  | 0.00 |
| 10/15/19 | 10/15/19 | 1,745   | 14314RAH5 | CARMX 2017-4 A2A         | 1.80% | 4/15/21  | 1,745.28   |  | 0.00 |
| 10/15/19 | 10/15/19 | 17,665  | 02007HAC5 | ALLY ABS 2017-2 A3       | 1.78% | 8/15/21  | 17,664.59  |  | 0.00 |
| 10/15/19 | 10/15/19 | 14,939  | 43814UAC3 | HAROT 2018-1 A3          | 2.64% | 2/15/22  | 14,938.58  |  | 0.00 |
| 10/15/19 | 10/15/19 | 17,387  | 34532AAD5 | FORDO 2017-C A3          | 2.01% | 3/15/22  | 17,387.18  |  | 0.00 |
| 10/15/19 | 10/15/19 | 15,679  | 34531EAD8 | FORD ABS 2017-A A3       | 1.67% | 6/15/21  | 15,679.04  |  | 0.00 |
| 11/1/19  | 11/25/19 | 570     | 3137FKK70 | FHMS KJ23 A1             | 3.17% | 3/1/22   | 570.16     |  | 0.00 |
| 11/1/19  | 11/25/19 | 278     | 3137FKK39 | FHMS KP05 A              | 3.20% | 7/1/23   | 277.85     |  | 0.00 |
| 11/1/19  | 11/25/19 | 4,473   | 3136AEGQ4 | FNA 2013-M7 A2           | 2.28% | 12/25/22 | 4,472.69   |  | 0.00 |
| 11/1/19  | 11/25/19 | 3,402   | 3136AEGQ4 | FNA 2013-M7 A2           | 2.28% | 12/25/22 | 3,401.76   |  | 0.00 |
| 11/1/19  | 11/25/19 | 5,635   | 3136B1XP4 | FNA 2018-M5 A2           | 3.56% | 9/25/21  | 5,635.28   |  | 0.00 |
| 11/15/19 | 11/15/19 | 14,965  | 43814UAC3 | HAROT 2018-1 A3          | 2.64% | 2/15/22  | 14,965.03  |  | 0.00 |
| 11/15/19 | 11/15/19 | 18,200  | 34532AAD5 | FORDO 2017-C A3          | 2.01% | 3/15/22  | 18,199.84  |  | 0.00 |
| 11/15/19 | 11/15/19 | 10,070  | 47788BAD6 | JOHN DEERE ABS 2017-B A3 | 1.82% | 10/15/21 | 10,069.67  |  | 0.00 |
| 11/15/19 | 11/15/19 | 17,179  | 02007HAC5 | ALLY ABS 2017-2 A3       | 1.78% | 8/15/21  | 17,179.43  |  | 0.00 |

## CITY OF LOS ALTOS

## Portfolio Activity

| Trade Date            | Settle Date | Par (\$)       | CUSIP     | Security Description     | Coupon | Maturity Date | Transact Amt (\$) | Yield at Market | Realized G/L (BV) |
|-----------------------|-------------|----------------|-----------|--------------------------|--------|---------------|-------------------|-----------------|-------------------|
| 11/15/19              | 11/15/19    | 13,362         | 47788CAC6 | JDOT 2018-A A3           | 2.66%  | 4/15/22       | 13,361.64         |                 | 0.00              |
| 11/15/19              | 11/15/19    | 16,137         | 34531EAD8 | FORD ABS 2017-A A3       | 1.67%  | 6/15/21       | 16,137.03         |                 | 0.00              |
| 11/15/19              | 11/15/19    | 5,969          | 47787XAC1 | JOHN DEERE ABS 2017-A A3 | 1.78%  | 4/15/21       | 5,969.27          |                 | 0.00              |
| 12/1/19               | 12/25/19    | 485            | 3136AEGQ4 | FNA 2013-M7 A2           | 2.28%  | 12/25/22      | 484.58            |                 | 0.00              |
| 12/1/19               | 12/25/19    | 236            | 3137FQ3V3 | FHMS KJ27 A1             | 2.09%  | 7/25/24       | 235.77            |                 | 0.00              |
| 12/1/19               | 12/25/19    | 8,450          | 3136B1XP4 | FNA 2018-M5 A2           | 3.56%  | 9/25/21       | 8,450.43          |                 | 0.00              |
| 12/1/19               | 12/25/19    | 12,068         | 3137FKK39 | FHMS KP05 A              | 3.20%  | 7/1/23        | 12,068.28         |                 | 0.00              |
| 12/1/19               | 12/25/19    | 369            | 3136AEGQ4 | FNA 2013-M7 A2           | 2.28%  | 12/25/22      | 368.56            |                 | 0.00              |
| 12/1/19               | 12/25/19    | 15,133         | 3137FKK70 | FHMS KJ23 A1             | 3.17%  | 3/1/22        | 15,133.09         |                 | 0.00              |
| 12/15/19              | 12/15/19    | 14,162         | 34531EAD8 | FORD ABS 2017-A A3       | 1.67%  | 6/15/21       | 14,162.00         |                 | 0.00              |
| 12/15/19              | 12/15/19    | 13,805         | 43814UAC3 | HAROT 2018-1 A3          | 2.64%  | 2/15/22       | 13,804.80         |                 | 0.00              |
| 12/15/19              | 12/15/19    | 6,076          | 47788BAD6 | JOHN DEERE ABS 2017-B A3 | 1.82%  | 10/15/21      | 6,076.11          |                 | 0.00              |
| 12/15/19              | 12/15/19    | 3,752          | 47787XAC1 | JOHN DEERE ABS 2017-A A3 | 1.78%  | 4/15/21       | 3,751.93          |                 | 0.00              |
| 12/15/19              | 12/15/19    | 8,701          | 34528FAD0 | FORDO 2018-A A3          | 3.03%  | 11/15/22      | 8,701.39          |                 | 0.00              |
| 12/15/19              | 12/15/19    | 8,642          | 47788CAC6 | JDOT 2018-A A3           | 2.66%  | 4/15/22       | 8,642.04          |                 | 0.00              |
| 12/15/19              | 12/15/19    | 16,282         | 34532AAD5 | FORDO 2017-C A3          | 2.01%  | 3/15/22       | 16,282.49         |                 | 0.00              |
| <b>Total PAYDOWNS</b> |             | <b>530,667</b> |           |                          |        |               | <b>530,667.36</b> |                 | <b>0.00</b>       |

## SELL

|          |          |         |           |                                 |       |          |            |       |          |
|----------|----------|---------|-----------|---------------------------------|-------|----------|------------|-------|----------|
| 10/1/19  | 10/3/19  | 179,546 | 44932GAD7 | HYUNDAI ABS 2017-B A3           | 1.77% | 1/18/22  | 179,424.42 | 1.91% | (264.06) |
| 10/2/19  | 10/4/19  | 800,000 | 912828N48 | US TREASURY NOTES               | 1.75% | 12/31/20 | 804,495.92 | 1.66% | 2,406.69 |
| 10/2/19  | 10/4/19  | 101,080 | 44931PAD8 | HYUNDAI ABS 2017-A A3           | 1.76% | 8/16/21  | 101,055.67 | 1.88% | (114.84) |
| 10/2/19  | 10/4/19  | 545,000 | 4581X0CD8 | INTER-AMERICAN DEVELOPMENT BANK | 2.12% | 11/9/20  | 551,833.77 | 1.76% | 336.81   |
| 10/2/19  | 10/4/19  | 115,000 | 478160CH5 | JOHNSON & JOHNSON CORP NOTE     | 1.95% | 11/10/20 | 116,030.40 | 1.84% | 179.35   |
| 10/7/19  | 10/8/19  | 170,000 | 037833DJ6 | APPLE INC CORP NOTES            | 2.00% | 11/13/20 | 171,910.04 | 1.71% | 593.82   |
| 10/18/19 | 10/22/19 | 150,000 | 92826CAB8 | VISA INC (CALLABLE) CORP NOTES  | 2.20% | 12/14/20 | 151,836.33 | 1.81% | 104.95   |
| 10/24/19 | 10/28/19 | 50,000  | 097023BG9 | BOEING COMPANY NOTE             | 2.35% | 10/30/21 | 50,932.97  | 1.99% | 776.46   |
| 10/25/19 | 10/29/19 | 90,000  | 097023CG8 | BOEING CO CORP NOTE             | 2.70% | 5/1/22   | 92,653.65  | 2.03% | 1,592.99 |

## CITY OF LOS ALTOS

## Portfolio Activity

| Trade Date        | Settle Date | Par (\$)         | CUSIP     | Security Description                     | Coupon | Maturity Date | Transact Amt (\$)   | Yield at Market | Realized G/L (BV) |
|-------------------|-------------|------------------|-----------|--|--------|---------------|---------------------|-----------------|-------------------|
| 11/1/19           | 11/4/19     | 550,000          | 13606BVF0 | CANADIAN IMP BK COMM NY FLT CERT DEPOS   | 2.23%  | 4/10/20       | 551,892.19          | 2.02%           | 971.89            |
| 11/1/19           | 11/5/19     | 300,000          | 912828N89 | US TREASURY NOTES                        | 1.37%  | 1/31/21       | 300,278.71          | 1.60%           | 1,648.71          |
| 11/8/19           | 11/12/19    | 965,000          | 96121T4A3 | WESTPAC BANKING CORP NY CD               | 2.05%  | 8/3/20        | 971,281.88          | 1.81%           | 1,061.50          |
| 12/2/19           | 12/4/19     | 550,000          | 06417GU22 | BANK OF NOVA SCOTIA HOUSTON CD           | 3.08%  | 6/5/20        | 561,484.24          | 1.96%           | 3,115.38          |
| 12/2/19           | 12/4/19     | 1,200,000        | 912828N89 | US TREASURY NOTES                        | 1.37%  | 1/31/21       | 1,201,196.34        | 1.70%           | 4,757.34          |
| 12/2/19           | 12/4/19     | 100,000          | 0258M0DX4 | AMERICAN EXP (CALLABLE) CREDIT CORP NOTE | 2.60%  | 9/14/20       | 101,011.78          | 2.03%           | 704.61            |
| 12/4/19           | 12/6/19     | 103,122          | 02007HAC5 | ALLY ABS 2017-2 A3                       | 1.78%  | 8/15/21       | 103,180.44          | 1.81%           | (44.05)           |
| 12/4/19           | 12/6/19     | 205,000          | 24422ETZ2 | JOHN DEERE CAPITAL CORP NOTES            | 2.35%  | 1/8/21        | 207,937.88          | 1.91%           | 996.90            |
| 12/4/19           | 12/6/19     | 75,000           | 24422EUD9 | JOHN DEERE CAPITAL CORP NOTES            | 2.87%  | 3/12/21       | 76,431.63           | 1.88%           | 950.59            |
| 12/4/19           | 12/6/19     | 190,000          | 69371RN93 | PACCAR FINANCIAL CORP NOTES              | 2.80%  | 3/1/21        | 193,657.29          | 1.82%           | 2,292.71          |
| 12/19/19          | 12/19/19    | 300,000          | 002824BD1 | ABBOTT LABORATORIES CORP NOTES           | 2.90%  | 11/30/21      | 306,375.17          | 1.86%           | 4,664.83          |
| <b>Total SELL</b> |             | <b>6,738,748</b> |           |  |        |               | <b>6,794,900.72</b> |                 | <b>26,732.58</b>  |

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# Portfolio Holdings

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## Managed Account Detail of Securities Held

| Security Type/Description<br>Dated Date/Coupon/Maturity          | CUSIP     | Par          | S&P<br>Rating | Moody's<br>Rating | Trade<br>Date | Settle<br>Date | Original<br>Cost | YTM<br>at Cost | Accrued<br>Interest | Amortized<br>Cost | Market<br>Value |
|--|-----------|--------------|---------------|-------------------|---------------|----------------|------------------|----------------|---------------------|-------------------|-----------------|
| <b>U.S. Treasury Bond / Note</b>                                 |           |              |               |                   |               |                |                  |                |                     |                   |                 |
| US TREASURY NOTES<br>DTD 04/30/2014 2.250% 04/30/2021            | 912828WG1 | 2,000,000.00 | AA+           | Aaa               | 2/4/2019      | 2/4/2019       | 1,987,578.13     | 2.54           | 7,664.84            | 1,992,550.20      | 2,016,876.00    |
| US TREASURY NOTES<br>DTD 05/15/2018 2.625% 05/15/2021            | 9128284P2 | 1,200,000.00 | AA+           | Aaa               | 2/8/2019      | 2/11/2019      | 1,204,640.63     | 2.45           | 4,067.31            | 1,202,862.59      | 1,216,500.00    |
| US TREASURY NOTES<br>DTD 06/02/2014 2.000% 05/31/2021            | 912828WN6 | 1,625,000.00 | AA+           | Aaa               | 6/4/2018      | 6/6/2018       | 1,596,118.17     | 2.62           | 2,841.53            | 1,611,052.20      | 1,633,950.50    |
| US TREASURY NOTES<br>DTD 06/30/2014 2.125% 06/30/2021            | 912828WR7 | 975,000.00   | AA+           | Aaa               | 7/3/2018      | 7/6/2018       | 960,070.31       | 2.66           | 56.92               | 967,362.08        | 982,693.73      |
| US TREASURY NOTES<br>DTD 08/15/2018 2.750% 08/15/2021            | 9128284W7 | 625,000.00   | AA+           | Aaa               | 10/2/2018     | 10/4/2018      | 622,680.66       | 2.89           | 6,492.02            | 623,670.52        | 636,401.25      |
| US TREASURY NOTES<br>DTD 08/15/2018 2.750% 08/15/2021            | 9128284W7 | 875,000.00   | AA+           | Aaa               | 9/5/2018      | 9/7/2018       | 875,717.77       | 2.72           | 9,088.82            | 875,408.27        | 890,961.75      |
| UNITED STATES TREASURY NOTES<br>DTD 10/15/2018 2.875% 10/15/2021 | 9128285F3 | 1,075,000.00 | AA+           | Aaa               | 12/11/2018    | 12/12/2018     | 1,078,065.43     | 2.77           | 6,586.58            | 1,076,969.92      | 1,099,103.65    |
| US TREASURY NOTES<br>DTD 10/31/2016 1.250% 10/31/2021            | 912828T67 | 975,000.00   | AA+           | Aaa               | 11/8/2019     | 11/12/2019     | 966,773.44       | 1.69           | 2,075.89            | 967,341.05        | 969,134.40      |
| US TREASURY NOTES<br>DTD 01/15/2019 2.500% 01/15/2022            | 9128285V8 | 2,000,000.00 | AA+           | Aaa               | 2/4/2019      | 2/4/2019       | 1,998,671.88     | 2.52           | 23,097.83           | 1,999,081.28      | 2,036,172.00    |
| US TREASURY NOTES<br>DTD 01/15/2019 2.500% 01/15/2022            | 9128285V8 | 1,100,000.00 | AA+           | Aaa               | 1/29/2019     | 1/31/2019      | 1,098,410.16     | 2.55           | 12,703.80           | 1,098,896.11      | 1,119,894.60    |
| US TREASURY NOTES<br>DTD 01/31/2017 1.875% 01/31/2022            | 912828V72 | 2,375,000.00 | AA+           | Aaa               | 1/7/2019      | 1/9/2019       | 2,331,767.58     | 2.50           | 18,635.36           | 2,345,250.35      | 2,388,915.13    |
| US TREASURY NOTES<br>DTD 02/15/2019 2.500% 02/15/2022            | 9128286C9 | 1,850,000.00 | AA+           | Aaa               | 3/1/2019      | 3/5/2019       | 1,847,976.56     | 2.54           | 17,469.43           | 1,848,539.18      | 1,885,120.40    |
| UNITED STATES TREASURY NOTES<br>DTD 04/15/2019 2.250% 04/15/2022 | 9128286M7 | 1,250,000.00 | AA+           | Aaa               | 5/1/2019      | 5/3/2019       | 1,250,878.91     | 2.23           | 5,993.85            | 1,250,691.30      | 1,268,360.00    |
| US TREASURY NOTES<br>DTD 07/31/2017 1.875% 07/31/2022            | 9128282P4 | 875,000.00   | AA+           | Aaa               | 7/1/2019      | 7/3/2019       | 877,973.63       | 1.76           | 6,865.66            | 877,508.98        | 881,186.25      |
| US TREASURY NOTES<br>DTD 07/31/2017 1.875% 07/31/2022            | 9128282P4 | 250,000.00   | AA+           | Aaa               | 6/11/2019     | 6/13/2019      | 249,941.41       | 1.88           | 1,961.62            | 249,953.25        | 251,767.50      |

## Managed Account Detail of Securities Held

| Security Type/Description<br>Dated Date/Coupon/Maturity                         | CUSIP     | Par                  | S&P<br>Rating | Moody's<br>Rating | Trade<br>Date | Settle<br>Date | Original<br>Cost     | YTM<br>at Cost | Accrued<br>Interest | Amortized<br>Cost    | Market<br>Value      |
|---|-----------|----------------------|---------------|-------------------|---------------|----------------|----------------------|----------------|---------------------|----------------------|----------------------|
| <b>U.S. Treasury Bond / Note</b>  |           |                      |               |                   |               |                |                      |                |                     |                      |                      |
| US TREASURY NOTES<br>DTD 07/31/2017 1.875% 07/31/2022                           | 9128282P4 | 1,875,000.00         | AA+           | Aaa               | 6/3/2019      | 6/5/2019       | 1,876,538.09         | 1.85           | 14,712.13           | 1,876,279.29         | 1,888,256.25         |
| US TREASURY NOTES<br>DTD 08/31/2017 1.625% 08/31/2022                           | 9128282S8 | 1,500,000.00         | AA+           | Aaa               | 10/3/2019     | 10/4/2019      | 1,512,304.69         | 1.34           | 8,236.61            | 1,511,289.95         | 1,501,230.00         |
| UNITED STATES TREASURY NOTES<br>DTD 10/15/2019 1.375% 10/15/2022                | 912828YK0 | 850,000.00           | AA+           | Aaa               | 10/31/2019    | 11/4/2019      | 846,845.70           | 1.50           | 2,490.78            | 847,012.90           | 844,820.10           |
| UNITED STATES TREASURY NOTES<br>DTD 10/15/2019 1.375% 10/15/2022                | 912828YK0 | 550,000.00           | AA+           | Aaa               | 12/2/2019     | 12/4/2019      | 546,218.75           | 1.62           | 1,611.68            | 546,318.31           | 546,648.30           |
| UNITED STATES TREASURY NOTES<br>DTD 10/15/2019 1.375% 10/15/2022                | 912828YK0 | 300,000.00           | AA+           | Aaa               | 12/20/2019    | 12/20/2019     | 297,562.50           | 1.67           | 879.10              | 297,590.44           | 298,171.80           |
| UNITED STATES TREASURY NOTES<br>DTD 10/15/2019 1.375% 10/15/2022                | 912828YK0 | 1,350,000.00         | AA+           | Aaa               | 12/2/2019     | 12/4/2019      | 1,340,507.81         | 1.63           | 3,955.94            | 1,340,757.68         | 1,341,773.10         |
| <b>Security Type Sub-Total</b>  |           | <b>25,475,000.00</b> |               |                   |               |                | <b>25,367,242.21</b> | <b>2.25</b>    | <b>157,487.70</b>   | <b>25,406,385.85</b> | <b>25,697,936.71</b> |
| <b>Supra-National Agency Bond / Note</b>  |           |                      |               |                   |               |                |                      |                |                     |                      |                      |
| INTERNATIONAL FINANCE<br>CORPORATION NOTE<br>DTD 03/16/2018 2.635% 03/09/2021   | 45950VLQ7 | 550,000.00           | AAA           | Aaa               | 3/9/2018      | 3/16/2018      | 549,587.50           | 2.66           | 4,508.78            | 549,830.94           | 554,513.30           |
| INTER-AMERICAN DEVELOPMENT<br>BANK NOTE<br>DTD 04/19/2018 2.625% 04/19/2021     | 4581X0DB1 | 615,000.00           | AAA           | Aaa               | 4/12/2018     | 4/19/2018      | 613,647.00           | 2.70           | 3,228.75            | 614,400.67           | 622,419.36           |
| INTL BANK OF RECONSTRUCTION<br>AND DEV NOTE<br>DTD 07/25/2018 2.750% 07/23/2021 | 459058GH0 | 800,000.00           | AAA           | Aaa               | 7/18/2018     | 7/25/2018      | 798,128.00           | 2.83           | 9,655.56            | 799,004.19           | 813,300.00           |
| <b>Security Type Sub-Total</b>  |           | <b>1,965,000.00</b>  |               |                   |               |                | <b>1,961,362.50</b>  | <b>2.74</b>    | <b>17,393.09</b>    | <b>1,963,235.80</b>  | <b>1,990,232.66</b>  |
| <b>Federal Agency Collateralized Mortgage Obligation</b>                        |           |                      |               |                   |               |                |                      |                |                     |                      |                      |
| FNA 2018-M5 A2<br>DTD 04/01/2018 3.560% 09/25/2021                              | 3136B1XP4 | 245,044.28           | AA+           | Aaa               | 4/11/2018     | 4/30/2018      | 249,918.45           | 2.27           | 726.96              | 247,427.71           | 247,486.42           |

## Managed Account Detail of Securities Held

| Security Type/Description<br>Dated Date/Coupon/Maturity            | CUSIP     | Par                 | S&P<br>Rating | Moody's<br>Rating | Trade<br>Date | Settle<br>Date | Original<br>Cost    | YTM<br>at Cost | Accrued<br>Interest | Amortized<br>Cost   | Market<br>Value     |
|--|-----------|---------------------|---------------|-------------------|---------------|----------------|---------------------|----------------|---------------------|---------------------|---------------------|
| <b>Federal Agency Collateralized Mortgage Obligation</b>           |           |                     |               |                   |               |                |                     |                |                     |                     |                     |
| FHMS KJ23 A1<br>DTD 12/01/2018 3.174% 03/01/2022                   | 3137FKK70 | 61,413.12           | AA+           | Aaa               | 12/7/2018     | 12/14/2018     | 61,412.64           | 3.05           | 162.44              | 61,412.63           | 62,149.13           |
| FHLMC MULTIFAMILY STRUCTURED P<br>DTD 11/01/2015 2.716% 06/25/2022 | 3137BLUR7 | 300,000.00          | AA+           | Aaa               | 3/13/2019     | 3/18/2019      | 299,626.76          | 2.68           | 679.00              | 299,626.76          | 304,421.40          |
| FHLMC MULTIFAMILY STRUCTURED P<br>DTD 12/01/2012 2.355% 07/25/2022 | 3137AVXN2 | 275,000.00          | AA+           | Aaa               | 6/12/2019     | 6/17/2019      | 275,859.38          | 2.06           | 539.69              | 275,662.32          | 277,122.89          |
| FHLMC MULTIFAMILY STRUCTURED P<br>DTD 05/01/2013 2.510% 11/25/2022 | 3137B1BS0 | 275,000.00          | AA+           | Aaa               | 8/13/2019     | 8/16/2019      | 279,554.69          | 1.43           | 575.21              | 279,059.90          | 278,809.00          |
| FNA 2013-M7 A2<br>DTD 05/01/2013 2.280% 12/25/2022                 | 3136AEGQ4 | 234,474.40          | AA+           | Aaa               | 9/4/2019      | 9/9/2019       | 237,546.24          | 1.42           | 445.50              | 237,257.28          | 235,555.49          |
| FNA 2013-M7 A2<br>DTD 05/01/2013 2.280% 12/25/2022                 | 3136AEGQ4 | 178,332.64          | AA+           | Aaa               | 9/11/2019     | 9/16/2019      | 179,443.82          | 1.82           | 338.83              | 179,342.26          | 179,154.88          |
| FHMS KP05 A<br>DTD 12/01/2018 3.203% 07/01/2023                    | 3137FKK39 | 160,476.12          | AA+           | Aaa               | 12/7/2018     | 12/17/2018     | 160,475.64          | 3.11           | 428.34              | 160,475.64          | 164,083.27          |
| FHMS KJ27 A1<br>DTD 11/01/2019 2.092% 07/25/2024                   | 3137FQ3V3 | 149,764.23          | AA+           | Aaa               | 11/20/2019    | 11/26/2019     | 149,760.64          | 2.03           | 261.09              | 149,760.64          | 149,120.09          |
| <b>Security Type Sub-Total</b>                                     |           | <b>1,879,504.79</b> |               |                   |               |                | <b>1,893,598.26</b> | <b>2.11</b>    | <b>4,157.06</b>     | <b>1,890,025.14</b> | <b>1,897,902.57</b> |
| <b>Federal Agency Bond / Note</b>                                  |           |                     |               |                   |               |                |                     |                |                     |                     |                     |
| FEDERAL HOME LOAN BANKS NOTES<br>DTD 10/12/2018 3.000% 10/12/2021  | 3130AF5B9 | 1,075,000.00        | AA+           | Aaa               | 11/2/2018     | 11/6/2018      | 1,074,376.50        | 3.02           | 7,077.08            | 1,074,623.81        | 1,101,294.50        |
| FANNIE MAE NOTES<br>DTD 01/11/2019 2.625% 01/11/2022               | 3135G0U92 | 550,000.00          | AA+           | Aaa               | 1/9/2019      | 1/11/2019      | 549,604.00          | 2.65           | 6,817.71            | 549,728.95          | 561,128.70          |
| FANNIE MAE NOTES<br>DTD 01/11/2019 2.625% 01/11/2022               | 3135G0U92 | 550,000.00          | AA+           | Aaa               | 1/29/2019     | 1/31/2019      | 550,143.00          | 2.62           | 6,817.71            | 550,102.86          | 561,128.70          |
| <b>Security Type Sub-Total</b>                                     |           | <b>2,175,000.00</b> |               |                   |               |                | <b>2,174,123.50</b> | <b>2.82</b>    | <b>20,712.50</b>    | <b>2,174,455.62</b> | <b>2,223,551.90</b> |
| <b>Corporate Note</b>  |           |                     |               |                   |               |                |                     |                |                     |                     |                     |

## Managed Account Detail of Securities Held

| Security Type/Description<br>Dated Date/Coupon/Maturity                        | CUSIP     | Par        | S&P<br>Rating | Moody's<br>Rating | Trade<br>Date | Settle<br>Date | Original<br>Cost | YTM<br>at Cost | Accrued<br>Interest | Amortized<br>Cost | Market<br>Value |
|--|-----------|------------|---------------|-------------------|---------------|----------------|------------------|----------------|---------------------|-------------------|-----------------|
| <b>Corporate Note</b>  |           |            |               |                   |               |                |                  |                |                     |                   |                 |
| BRANCH BANKING & TRUST<br>(CALLABLE) NOTES<br>DTD 10/26/2017 2.150% 02/01/2021 | 05531FAZ6 | 100,000.00 | A-            | A3                | 11/16/2017    | 11/20/2017     | 99,480.00        | 2.32           | 895.83              | 99,819.27         | 100,283.90      |
| AMERICAN EXPRESS CO CORP<br>NOTES<br>DTD 02/22/2019 3.000% 02/22/2021          | 025816CB3 | 550,000.00 | BBB+          | A3                | 2/19/2019     | 2/22/2019      | 549,450.00       | 3.05           | 5,912.50            | 549,682.18        | 556,585.70      |
| JP MORGAN CHASE & CO CORP NT<br>(CALLABLE)<br>DTD 03/01/2016 2.550% 03/01/2021 | 46625HQJ2 | 50,000.00  | A-            | A2                | 3/5/2018      | 3/7/2018       | 49,349.50        | 3.01           | 425.00              | 49,738.94         | 50,386.75       |
| JOHN DEERE CAPITAL CORP NOTES<br>DTD 03/13/2018 2.875% 03/12/2021              | 24422EUD9 | 325,000.00 | A             | A2                | 3/8/2018      | 3/13/2018      | 324,779.00       | 2.90           | 2,829.08            | 324,909.42        | 329,016.68      |
| NATIONAL RURAL UTIL COOP NOTE<br>DTD 02/26/2018 2.900% 03/15/2021              | 63743HER9 | 230,000.00 | A             | A2                | 2/21/2018     | 2/26/2018      | 229,744.70       | 2.94           | 1,963.94            | 229,895.60        | 232,588.65      |
| UNILEVER CAPITAL CORP NOTES<br>DTD 03/22/2018 2.750% 03/22/2021                | 904764AZ0 | 550,000.00 | A+            | A1                | 3/19/2018     | 3/22/2018      | 547,189.50       | 2.93           | 4,159.38            | 548,823.53        | 556,597.80      |
| UNITED PARCEL SERVICE<br>CORPORATE BOND<br>DTD 11/14/2017 2.050% 04/01/2021    | 911312BP0 | 320,000.00 | A             | A2                | 11/9/2017     | 11/14/2017     | 319,494.40       | 2.10           | 1,640.00            | 319,807.81        | 320,856.96      |
| TOYOTA MOTOR CREDIT CORP<br>NOTES<br>DTD 04/13/2018 2.950% 04/13/2021          | 89236TEU5 | 150,000.00 | AA-           | Aa3               | 4/10/2018     | 4/13/2018      | 149,940.00       | 2.96           | 958.75              | 149,973.70        | 152,262.30      |
| BANK OF NEW YORK MELLON CORP<br>(CALLABLE)<br>DTD 02/19/2016 2.500% 04/15/2021 | 06406FAA1 | 75,000.00  | A             | A1                | 2/14/2018     | 2/16/2018      | 74,024.25        | 2.93           | 395.83              | 74,592.53         | 75,518.63       |
| MORGAN STANLEY CORP NOTES<br>DTD 04/21/2016 2.500% 04/21/2021                  | 61746BEA0 | 550,000.00 | BBB+          | A3                | 2/13/2018     | 2/15/2018      | 540,760.00       | 3.06           | 2,673.61            | 546,109.98        | 554,170.65      |
| HERSHEY COMPANY CORP NOTES<br>DTD 05/10/2018 3.100% 05/15/2021                 | 427866BA5 | 205,000.00 | A             | A1                | 5/3/2018      | 5/10/2018      | 204,858.55       | 3.12           | 812.03              | 204,933.68        | 208,470.45      |
| CHARLES SCHWAB CORP NOTES<br>DTD 05/22/2018 3.250% 05/21/2021                  | 808513AW5 | 270,000.00 | A             | A2                | 5/17/2018     | 5/22/2018      | 269,991.90       | 3.25           | 975.00              | 269,996.06        | 275,267.16      |



## Managed Account Detail of Securities Held

| Security Type/Description<br>Dated Date/Coupon/Maturity                         | CUSIP     | Par        | S&P<br>Rating | Moody's<br>Rating | Trade<br>Date | Settle<br>Date | Original<br>Cost | YTM<br>at Cost | Accrued<br>Interest | Amortized<br>Cost | Market<br>Value |
|---|-----------|------------|---------------|-------------------|---------------|----------------|------------------|----------------|---------------------|-------------------|-----------------|
| <b>Corporate Note</b>   |           |            |               |                   |               |                |                  |                |                     |                   |                 |
| WAL-MART STORES INC CORP<br>NOTES<br>DTD 06/27/2018 3.125% 06/23/2021           | 931142EJ8 | 380,000.00 | AA            | Aa2               | 6/20/2018     | 6/27/2018      | 379,981.00       | 3.13           | 263.89              | 379,989.89        | 388,125.16      |
| BOEING CO<br>DTD 07/31/2019 2.300% 08/01/2021                                   | 097023CL7 | 135,000.00 | A-            | A3                | 7/29/2019     | 7/31/2019      | 134,994.60       | 2.30           | 1,302.38            | 134,995.74        | 135,763.97      |
| CATERPILLAR FINANCIAL SERVICES<br>CORP CORP<br>DTD 09/07/2018 3.150% 09/07/2021 | 14913Q2N8 | 150,000.00 | A             | A3                | 9/4/2018      | 9/7/2018       | 149,884.50       | 3.18           | 1,496.25            | 149,933.88        | 153,327.90      |
| 3M COMPANY<br>DTD 09/14/2018 3.000% 09/14/2021                                  | 88579YBA8 | 135,000.00 | AA-           | A1                | 9/11/2018     | 9/14/2018      | 134,723.25       | 3.07           | 1,203.75            | 134,839.90        | 137,354.67      |
| BURLINGTN NORTH SANTA FE CORP<br>NOTES<br>DTD 08/22/2011 3.450% 09/15/2021      | 12189LAF8 | 205,000.00 | A+            | A3                | 8/9/2019      | 8/13/2019      | 210,110.65       | 2.22           | 2,082.46            | 209,191.10        | 209,672.98      |
| PFIZER INC CORP NOTE<br>DTD 09/07/2018 3.000% 09/15/2021                        | 717081EM1 | 340,000.00 | AA-           | A1                | 9/4/2018      | 9/7/2018       | 339,541.00       | 3.05           | 3,003.33            | 339,735.02        | 347,205.62      |
| BANK OF AMERICA CORP (CALLABLE)<br>DTD 09/18/2017 2.328% 10/01/2021             | 06051GGS2 | 550,000.00 | A-            | A2                | 11/27/2017    | 11/29/2017     | 547,409.50       | 2.46           | 3,201.00            | 548,793.44        | 551,566.95      |
| BOEING COMPANY NOTE<br>DTD 10/31/2014 2.350% 10/30/2021                         | 097023BG9 | 160,000.00 | A-            | A3                | 5/21/2019     | 5/23/2019      | 158,358.40       | 2.79           | 637.11              | 158,757.79        | 161,554.40      |
| CITIGROUP INC CORP (CALLABLE)<br>NOTE<br>DTD 12/08/2016 2.900% 12/08/2021       | 172967LC3 | 300,000.00 | BBB+          | A3                | 3/13/2019     | 3/15/2019      | 299,079.00       | 3.02           | 555.83              | 299,345.18        | 304,930.20      |
| AMERICAN HONDA FINANCE CORP<br>NOTES<br>DTD 10/10/2018 3.375% 12/10/2021        | 02665WCP4 | 325,000.00 | A             | A2                | 10/3/2018     | 10/10/2018     | 324,844.00       | 3.39           | 639.84              | 324,896.04        | 334,561.83      |
| MERCK & CO INC CORP NOTES<br>DTD 02/10/2015 2.350% 02/10/2022                   | 58933YAQ8 | 275,000.00 | AA            | A1                | 1/14/2019     | 1/16/2019      | 269,890.50       | 2.99           | 2,531.15            | 271,440.55        | 277,747.80      |
| HOME DEPOT INC<br>DTD 12/06/2018 3.250% 03/01/2022                              | 437076BV3 | 155,000.00 | A             | A2                | 11/27/2018    | 12/6/2018      | 154,575.30       | 3.34           | 1,679.17            | 154,707.25        | 160,190.33      |
| PACCAR FINANCIAL CORP NOTE<br>DTD 03/01/2019 2.850% 03/01/2022                  | 69371RP75 | 130,000.00 | A+            | A1                | 2/22/2019     | 3/1/2019       | 129,885.60       | 2.88           | 1,235.00            | 129,916.43        | 132,723.50      |

## Managed Account Detail of Securities Held

| Security Type/Description<br>Dated Date/Coupon/Maturity                        | CUSIP     | Par        | S&P<br>Rating | Moody's<br>Rating | Trade<br>Date | Settle<br>Date | Original<br>Cost | YTM<br>at Cost | Accrued<br>Interest | Amortized<br>Cost | Market<br>Value |
|--|-----------|------------|---------------|-------------------|---------------|----------------|------------------|----------------|---------------------|-------------------|-----------------|
| <b>Corporate Note</b>  |           |            |               |                   |               |                |                  |                |                     |                   |                 |
| 3M COMPANY BONDS<br>DTD 02/22/2019 2.750% 03/01/2022                           | 88579YBF7 | 190,000.00 | AA-           | A1                | 2/12/2019     | 2/22/2019      | 189,910.70       | 2.77           | 1,741.67            | 189,934.70        | 193,445.84      |
| EXXON MOBIL CORP (CALLABLE)<br>NOTE<br>DTD 03/06/2015 2.397% 03/06/2022        | 30231GAJ1 | 275,000.00 | AA+           | Aaa               | 11/26/2018    | 11/28/2018     | 266,651.00       | 3.38           | 2,105.70            | 269,342.16        | 277,997.23      |
| PFIZER INC CORP BONDS<br>DTD 03/11/2019 2.800% 03/11/2022                      | 717081ER0 | 175,000.00 | AA-           | A1                | 3/4/2019      | 3/11/2019      | 174,989.50       | 2.80           | 1,497.22            | 174,992.24        | 178,691.98      |
| US BANCORP (CALLABLE) NOTE<br>DTD 03/02/2012 3.000% 03/15/2022                 | 91159HHC7 | 300,000.00 | A+            | A1                | 6/14/2019     | 6/18/2019      | 305,295.00       | 2.33           | 2,650.00            | 304,257.56        | 306,951.90      |
| GOLDMAN SACHS GROUP INC<br>(CALLABLE) NOTE<br>DTD 01/26/2017 3.000% 04/26/2022 | 38141GWC4 | 300,000.00 | BBB+          | A3                | 2/13/2019     | 2/15/2019      | 296,706.00       | 3.36           | 1,625.00            | 297,583.22        | 303,789.00      |
| PACCAR FINANCIAL CORP CORP<br>NOTES<br>DTD 05/10/2019 2.650% 05/10/2022        | 69371RP83 | 250,000.00 | A+            | A1                | 5/3/2019      | 5/10/2019      | 249,865.00       | 2.67           | 938.54              | 249,893.01        | 254,663.00      |
| IBM CORP<br>DTD 05/15/2019 2.850% 05/13/2022                                   | 459200JX0 | 300,000.00 | A             | A2                | 11/1/2019     | 11/5/2019      | 306,726.00       | 1.93           | 1,140.00            | 306,320.14        | 306,786.60      |
| BRANCH BANKING & TRUST CORP<br>NOTES<br>DTD 03/18/2019 3.050% 06/20/2022       | 05531FBG7 | 500,000.00 | A-            | A3                | 3/11/2019     | 3/18/2019      | 499,985.00       | 3.05           | 465.97              | 499,988.65        | 512,495.50      |
| AMERICAN HONDA FINANCE<br>DTD 06/27/2019 2.200% 06/27/2022                     | 02665WCY5 | 275,000.00 | A             | A2                | 6/24/2019     | 6/27/2019      | 274,747.00       | 2.23           | 67.22               | 274,788.93        | 277,138.95      |
| NORTHERN TRUST COMPANY CORP<br>NOTES<br>DTD 08/02/2012 2.375% 08/02/2022       | 665859AN4 | 275,000.00 | A+            | A2                | 8/9/2019      | 8/13/2019      | 278,338.50       | 1.95           | 2,703.21            | 277,918.55        | 278,537.33      |
| HONEYWELL INTERNATIONAL<br>CORPORATE NOTE<br>DTD 08/08/2019 2.150% 08/08/2022  | 438516BT2 | 120,000.00 | A             | A2                | 7/30/2019     | 8/8/2019       | 119,878.80       | 2.19           | 1,024.83            | 119,894.42        | 121,104.84      |
| BANK OF NY MELLON CORP CORP<br>NOTES<br>DTD 08/23/2019 1.950% 08/23/2022       | 06406RAK3 | 325,000.00 | A             | A1                | 9/3/2019      | 9/5/2019       | 325,897.00       | 1.85           | 2,253.33            | 325,802.34        | 325,717.93      |

## Managed Account Detail of Securities Held

| Security Type/Description<br>Dated Date/Coupon/Maturity                         | CUSIP     | Par                  | S&P<br>Rating | Moody's<br>Rating | Trade<br>Date | Settle<br>Date | Original<br>Cost     | YTM<br>at Cost | Accrued<br>Interest | Amortized<br>Cost    | Market<br>Value      |
|---|-----------|----------------------|---------------|-------------------|---------------|----------------|----------------------|----------------|---------------------|----------------------|----------------------|
| <b>Corporate Note</b>   |           |                      |               |                   |               |                |                      |                |                     |                      |                      |
| BANK OF NY MELLON CORP CORP<br>NOTES<br>DTD 08/23/2019 1.950% 08/23/2022        | 06406RAK3 | 180,000.00           | A             | A1                | 8/20/2019     | 8/23/2019      | 179,942.40           | 1.96           | 1,248.00            | 179,949.06           | 180,397.62           |
| WALT DISNEY COMPANY/THE<br>DTD 09/06/2019 1.650% 09/01/2022                     | 254687FJ0 | 150,000.00           | A             | A2                | 9/3/2019      | 9/6/2019       | 149,674.50           | 1.72           | 790.63              | 149,708.50           | 149,631.75           |
| CATERPILLAR FINANCIAL SERVICES<br>CORP NOTE<br>DTD 09/06/2019 1.900% 09/06/2022 | 14913Q3A5 | 300,000.00           | A             | A3                | 9/3/2019      | 9/6/2019       | 299,583.00           | 1.95           | 1,820.83            | 299,626.34           | 300,605.70           |
| TOYOTA MOTOR CREDIT CORP<br>NOTES<br>DTD 09/08/2017 2.150% 09/08/2022           | 89236TEC5 | 300,000.00           | AA-           | Aa3               | 7/19/2019     | 7/23/2019      | 299,760.00           | 2.18           | 2,024.58            | 299,795.61           | 302,335.80           |
| APPLE INC<br>DTD 09/11/2019 1.700% 09/11/2022                                   | 037833DL1 | 160,000.00           | AA+           | Aa1               | 9/4/2019      | 9/11/2019      | 159,972.80           | 1.71           | 831.11              | 159,975.51           | 159,887.36           |
| JPMORGAN CHASE & CO BONDS<br>DTD 03/22/2019 3.207% 04/01/2023                   | 46647PBB1 | 600,000.00           | A-            | A2                | 3/15/2019     | 3/22/2019      | 600,000.00           | 3.21           | 4,810.50            | 600,000.00           | 614,308.20           |
| <b>Security Type Sub-Total</b>  |           | <b>11,590,000.00</b> |               |                   |               |                | <b>11,570,261.30</b> | <b>2.74</b>    | <b>73,210.45</b>    | <b>11,584,595.85</b> | <b>11,751,217.47</b> |
| <b>Certificate of Deposit</b>   |           |                      |               |                   |               |                |                      |                |                     |                      |                      |
| BANK OF MONTREAL CHICAGO CERT<br>DEPOS<br>DTD 08/03/2018 3.190% 08/03/2020      | 06370REU9 | 550,000.00           | A-1           | P-1               | 8/1/2018      | 8/3/2018       | 550,000.00           | 3.23           | 7,261.68            | 550,000.00           | 553,740.00           |
| SUMITOMO MITSUI BANK NY CERT<br>DEPOS<br>DTD 10/18/2018 3.390% 10/16/2020       | 86565BPC9 | 550,000.00           | A-1           | P-1               | 10/16/2018    | 10/18/2018     | 549,252.00           | 3.46           | 3,987.96            | 549,807.63           | 557,539.40           |
| SWEDBANK (NEW YORK) CERT<br>DEPOS<br>DTD 11/17/2017 2.270% 11/16/2020           | 87019U6D6 | 550,000.00           | A-1+          | P-1               | 11/16/2017    | 11/17/2017     | 550,000.00           | 2.30           | 1,525.94            | 550,000.00           | 551,502.05           |
| MUFG BANK LTD/NY CERT DEPOS<br>DTD 02/28/2019 2.970% 02/26/2021                 | 55379WZT6 | 600,000.00           | A             | A1                | 2/27/2019     | 2/28/2019      | 600,000.00           | 2.99           | 15,196.50           | 600,000.00           | 608,987.40           |

## Managed Account Detail of Securities Held

| Security Type/Description<br>Dated Date/Coupon/Maturity                    | CUSIP     | Par                 | S&P<br>Rating | Moody's<br>Rating | Trade<br>Date | Settle<br>Date | Original<br>Cost    | YTM<br>at Cost | Accrued<br>Interest | Amortized<br>Cost   | Market<br>Value     |
|--|-----------|---------------------|---------------|-------------------|---------------|----------------|---------------------|----------------|---------------------|---------------------|---------------------|
| <b>Certificate of Deposit</b>  |           |                     |               |                   |               |                |                     |                |                     |                     |                     |
| CREDIT AGRICOLE CIB NY CERT<br>DEPOS<br>DTD 04/04/2019 2.830% 04/02/2021   | 22535CDU2 | 600,000.00          | A+            | Aa3               | 4/3/2019      | 4/4/2019       | 600,000.00          | 2.85           | 12,829.33           | 600,000.00          | 606,132.00          |
| ROYAL BANK OF CANADA NY CD<br>DTD 06/08/2018 3.240% 06/07/2021             | 78012UEE1 | 700,000.00          | AA-           | Aa2               | 6/7/2018      | 6/8/2018       | 700,000.00          | 3.24           | 1,512.00            | 700,000.00          | 715,515.50          |
| SKANDINAV ENSKILDA BANK LT CD<br>DTD 09/03/2019 1.860% 08/26/2022          | 83050PDR7 | 575,000.00          | A+            | Aa2               | 8/29/2019     | 9/3/2019       | 575,000.00          | 1.88           | 3,565.00            | 575,000.00          | 576,087.33          |
| NORDEA BANK ABP NEW YORK CERT<br>DEPOS<br>DTD 08/29/2019 1.850% 08/26/2022 | 65558TLL7 | 575,000.00          | AA-           | Aa3               | 8/27/2019     | 8/29/2019      | 575,000.00          | 1.87           | 3,693.58            | 575,000.00          | 575,936.68          |
| DNB BANK ASA/NY LT CD<br>DTD 12/04/2019 2.040% 12/02/2022                  | 23341VZT1 | 575,000.00          | AA-           | Aa2               | 12/4/2019     | 12/6/2019      | 575,000.00          | 2.04           | 879.75              | 575,000.00          | 574,382.45          |
| <b>Security Type Sub-Total</b>   |           | <b>5,275,000.00</b> |               |                   |               |                | <b>5,274,252.00</b> | <b>2.67</b>    | <b>50,451.74</b>    | <b>5,274,807.63</b> | <b>5,319,822.81</b> |
| <b>Asset-Backed Security</b>   |           |                     |               |                   |               |                |                     |                |                     |                     |                     |
| JOHN DEERE ABS 2017-A A3<br>DTD 03/02/2017 1.780% 04/15/2021               | 47787XAC1 | 12,324.34           | NR            | Aaa               | 2/22/2017     | 3/2/2017       | 12,322.58           | 1.79           | 9.75                | 12,323.70           | 12,320.81           |
| FORD ABS 2017-A A3<br>DTD 01/25/2017 1.670% 06/15/2021                     | 34531EAD8 | 67,504.90           | NR            | Aaa               | 1/18/2017     | 1/25/2017      | 67,504.65           | 1.67           | 50.10               | 67,504.84           | 67,459.91           |
| GMALT 2018-3 A3<br>DTD 09/26/2018 3.180% 06/20/2021                        | 36256GAD1 | 170,000.00          | AAA           | Aaa               | 9/18/2018     | 9/26/2018      | 169,986.57          | 3.19           | 165.18              | 169,992.56          | 170,840.99          |
| BMWLT 2018-1 A3<br>DTD 10/17/2018 3.260% 07/20/2021                        | 05586CAC8 | 115,000.00          | AAA           | Aaa               | 10/10/2018    | 10/17/2018     | 114,984.02          | 3.27           | 114.55              | 114,990.78          | 116,045.59          |
| NISSAN AUTO LEASE TRUST<br>DTD 10/24/2018 3.250% 09/15/2021                | 65478BAD3 | 205,000.00          | AAA           | Aaa               | 10/16/2018    | 10/24/2018     | 204,982.08          | 3.26           | 296.11              | 204,989.17          | 206,738.65          |
| MBALT 2018-B A3<br>DTD 11/20/2018 3.210% 09/15/2021                        | 58769LAC6 | 520,000.00          | AAA           | NR                | 11/15/2018    | 11/20/2018     | 519,988.35          | 3.51           | 741.87              | 519,988.35          | 524,306.85          |
| JOHN DEERE ABS 2017-B A3<br>DTD 07/15/2017 1.820% 10/15/2021               | 47788BAD6 | 69,607.78           | NR            | Aaa               | 7/11/2017     | 7/18/2017      | 69,602.68           | 1.82           | 56.30               | 69,605.36           | 69,545.72           |

## Managed Account Detail of Securities Held

| Security Type/Description<br>Dated Date/Coupon/Maturity | CUSIP     | Par        | S&P<br>Rating | Moody's<br>Rating | Trade<br>Date | Settle<br>Date | Original<br>Cost | YTM<br>at Cost | Accrued<br>Interest | Amortized<br>Cost | Market<br>Value |
|---|-----------|------------|---------------|-------------------|---------------|----------------|------------------|----------------|---------------------|-------------------|-----------------|
| <b>Asset-Backed Security</b>                            |           |            |               |                   |               |                |                  |                |                     |                   |                 |
| FORDL 2018-B A3<br>DTD 09/21/2018 3.190% 12/15/2021     | 34531LAD2 | 230,000.00 | NR            | Aaa               | 9/18/2018     | 9/21/2018      | 229,980.57       | 3.41           | 326.09              | 229,987.99        | 231,607.72      |
| HAROT 2018-1 A3<br>DTD 02/28/2018 2.640% 02/15/2022     | 43814UAC3 | 191,025.27 | AAA           | Aaa               | 2/22/2018     | 2/28/2018      | 191,000.57       | 2.65           | 224.14              | 191,011.65        | 191,821.29      |
| FORDO 2017-C A3<br>DTD 11/21/2017 2.010% 03/15/2022     | 34532AAD5 | 184,132.29 | AAA           | NR                | 11/14/2017    | 11/21/2017     | 184,099.09       | 2.02           | 164.49              | 184,114.85        | 184,218.39      |
| JDOT 2018-A A3<br>DTD 02/28/2018 2.660% 04/15/2022      | 47788CAC6 | 107,996.32 | NR            | Aaa               | 2/21/2018     | 2/28/2018      | 107,988.55       | 2.66           | 127.68              | 107,991.65        | 108,403.24      |
| HAROT 2018-2 A3<br>DTD 05/30/2018 3.010% 05/18/2022     | 43814UAG4 | 95,000.00  | AAA           | NR                | 5/22/2018     | 5/30/2018      | 94,997.93        | 3.01           | 103.26              | 94,998.76         | 95,876.41       |
| HART 2018-A A3<br>DTD 04/18/2018 2.790% 07/15/2022      | 44891KAD7 | 90,000.00  | AAA           | Aaa               | 4/10/2018     | 4/18/2018      | 89,986.45        | 2.80           | 111.60              | 89,991.71         | 90,619.16       |
| TAOT 2018-B A3<br>DTD 05/16/2018 2.960% 09/15/2022      | 89238TAD5 | 465,000.00 | AAA           | Aaa               | 5/9/2018      | 5/16/2018      | 464,993.07       | 2.96           | 611.73              | 464,995.62        | 469,565.14      |
| FORDO 2018-A A3<br>DTD 05/22/2018 3.030% 11/15/2022     | 34528FAD0 | 266,298.61 | AAA           | NR                | 5/15/2018     | 5/22/2018      | 266,255.55       | 3.04           | 358.62              | 266,270.48        | 268,485.61      |
| ALLYA 2018-2 A3<br>DTD 04/30/2018 2.920% 11/15/2022     | 02004VAC7 | 375,000.00 | NR            | Aaa               | 4/24/2018     | 4/30/2018      | 374,931.90       | 2.93           | 486.67              | 374,955.93        | 377,280.90      |
| VWALT 2019-A A3<br>DTD 10/04/2019 1.990% 11/21/2022     | 92867XAD8 | 145,000.00 | AAA           | NR                | 10/1/2019     | 10/4/2019      | 144,997.71       | 1.99           | 88.17               | 144,997.95        | 145,140.39      |
| MBART 2018-1 A3<br>DTD 07/25/2018 3.030% 01/15/2023     | 58772RAD6 | 350,000.00 | AAA           | Aaa               | 7/17/2018     | 7/25/2018      | 349,986.56       | 3.03           | 471.33              | 349,990.84        | 353,445.12      |
| CCCIT 2018-A1 A1<br>DTD 01/31/2018 2.490% 01/20/2023    | 17305EGK5 | 275,000.00 | NR            | Aaa               | 8/21/2018     | 8/23/2018      | 271,959.96       | 2.97           | 3,062.35            | 272,745.52        | 276,893.79      |
| HAROT 2019-1 A3<br>DTD 02/27/2019 2.830% 03/20/2023     | 43814WAC9 | 170,000.00 | AAA           | NR                | 2/19/2019     | 2/27/2019      | 169,995.44       | 2.83           | 173.73              | 169,996.42        | 172,606.61      |
| VALET 2018-2 A3<br>DTD 11/21/2018 3.250% 04/20/2023     | 92869BAD4 | 400,000.00 | AAA           | Aaa               | 11/15/2018    | 11/21/2018     | 399,983.20       | 3.25           | 397.22              | 399,987.30        | 406,232.08      |
| GMCAR 2018-3 A3<br>DTD 07/18/2018 3.020% 05/16/2023     | 36255JAD6 | 245,000.00 | AAA           | NR                | 7/11/2018     | 7/18/2018      | 244,942.87       | 3.03           | 308.29              | 244,959.46        | 248,006.17      |

## Managed Account Detail of Securities Held

| Security Type/Description<br>Dated Date/Coupon/Maturity            | CUSIP     | Par                 | S&P<br>Rating | Moody's<br>Rating | Trade<br>Date | Settle<br>Date | Original<br>Cost    | YTM<br>at Cost | Accrued<br>Interest | Amortized<br>Cost   | Market<br>Value     |
|--|-----------|---------------------|---------------|-------------------|---------------|----------------|---------------------|----------------|---------------------|---------------------|---------------------|
| <b>Asset-Backed Security</b>                                       |           |                     |               |                   |               |                |                     |                |                     |                     |                     |
| CARMAX AUTO OWNER TRUST<br>DTD 07/25/2018 3.130% 06/15/2023        | 14313FAD1 | 260,000.00          | AAA           | NR                | 7/18/2018     | 7/25/2018      | 259,964.56          | 3.36           | 361.69              | 259,974.59          | 263,702.01          |
| HYUNDAI AUTO RECEIVABLES TRUST<br>DTD 04/10/2019 2.660% 06/15/2023 | 44932NAD2 | 250,000.00          | AAA           | NR                | 4/3/2019      | 4/10/2019      | 249,967.10          | 2.67           | 295.56              | 249,972.76          | 252,685.20          |
| CARMAX AUTO OWNER TRUST<br>DTD 10/24/2018 3.360% 09/15/2023        | 14315EAC4 | 210,000.00          | AAA           | NR                | 10/17/2018    | 10/24/2018     | 209,998.07          | 3.36           | 313.60              | 209,998.65          | 214,222.41          |
| ALLYA 2019-1 A3<br>DTD 02/13/2019 2.910% 09/15/2023                | 02004WAC5 | 160,000.00          | NR            | Aaa               | 2/5/2019      | 2/13/2019      | 159,980.67          | 3.13           | 206.93              | 159,984.30          | 161,975.95          |
| NAROT 2019-A A3<br>DTD 02/13/2019 2.900% 10/15/2023                | 65479KAD2 | 295,000.00          | NR            | Aaa               | 2/5/2019      | 2/13/2019      | 294,955.31          | 2.91           | 380.22              | 294,963.53          | 299,605.42          |
| COPAR 2019-1 A3<br>DTD 05/30/2019 2.510% 11/15/2023                | 14042WAC4 | 175,000.00          | AAA           | Aaa               | 5/21/2019     | 5/30/2019      | 174,964.55          | 2.52           | 195.22              | 174,968.86          | 176,565.73          |
| GMCAR 2019-1 A3<br>DTD 01/16/2019 2.970% 11/16/2023                | 36256XAD4 | 305,000.00          | NR            | Aaa               | 1/8/2019      | 1/16/2019      | 304,966.24          | 2.97           | 377.44              | 304,972.69          | 309,190.21          |
| FIFTH THIRD AUTO TRUST<br>DTD 05/08/2019 2.640% 12/15/2023         | 31680YAD9 | 215,000.00          | AAA           | Aaa               | 4/30/2019     | 5/8/2019       | 214,952.74          | 2.72           | 252.27              | 214,959.39          | 216,980.56          |
| HDMOT 2019-A A3<br>DTD 06/26/2019 2.340% 02/15/2024                | 41284WAC4 | 300,000.00          | NR            | Aaa               | 6/19/2019     | 6/26/2019      | 299,976.78          | 2.95           | 312.00              | 299,979.26          | 300,962.73          |
| CARMX 2019-2 A3<br>DTD 04/17/2019 2.680% 03/15/2024                | 14316LAC7 | 205,000.00          | AAA           | NR                | 4/9/2019      | 4/17/2019      | 204,979.05          | 2.90           | 244.18              | 204,981.96          | 207,573.49          |
| VZOT 2019-C A1A<br>DTD 10/08/2019 1.940% 04/22/2024                | 92348AAA3 | 365,000.00          | AAA           | NR                | 10/1/2019     | 10/8/2019      | 364,971.86          | 1.94           | 216.36              | 364,973.54          | 364,655.55          |
| NAROT 2019-C A3<br>DTD 10/23/2019 1.930% 07/15/2024                | 65479JAD5 | 275,000.00          | AAA           | Aaa               | 10/16/2019    | 10/23/2019     | 274,985.48          | 1.94           | 235.89              | 274,986.05          | 275,109.26          |
| COMET 2019-A2 A2<br>DTD 09/05/2019 1.720% 08/15/2024               | 14041NFU0 | 575,000.00          | AAA           | NR                | 8/28/2019     | 9/5/2019       | 574,855.22          | 1.73           | 439.56              | 574,865.20          | 573,235.10          |
| DCENT 2019-A3 A<br>DTD 10/31/2019 1.890% 10/15/2024                | 254683CM5 | 220,000.00          | NR            | Aaa               | 10/24/2019    | 10/31/2019     | 219,952.74          | 1.90           | 184.80              | 219,953.96          | 219,725.84          |
| <b>Security Type Sub-Total</b>                                     |           | <b>8,558,889.51</b> |               |                   |               |                | <b>8,554,940.72</b> | <b>2.78</b>    | <b>12,464.95</b>    | <b>8,555,925.63</b> | <b>8,623,650.00</b> |

## Managed Account Detail of Securities Held

| Security Type/Description<br>Dated Date/Coupon/Maturity | CUSIP | Par             | S&P<br>Rating | Moody's<br>Rating | Trade<br>Date | Settle<br>Date | Original<br>Cost | YTM<br>at Cost | Accrued<br>Interest | Amortized<br>Cost | Market<br>Value |
|---|-------|-----------------|---------------|-------------------|---------------|----------------|------------------|----------------|---------------------|-------------------|-----------------|
| Managed Account Sub Total                               |       | 56,918,394.30   |               |                   |               |                | 56,795,780.49    | 2.50           | 335,877.49          | 56,849,431.52     | 57,504,314.12   |
| Securities Sub-Total                                    |       | \$56,918,394.30 |               |                   |               |                | \$56,795,780.49  | 2.50%          | \$335,877.49        | \$56,849,431.52   | \$57,504,314.12 |
| Accrued Interest  |       |                 |               |                   |               |                |                  |                |                     |                   | \$335,877.49    |
| Total Investments                                       |       |                 |               |                   |               |                |                  |                |                     |                   | \$57,840,191.61 |

Bolded items are forward settling trades.

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**IMPORTANT DISCLOSURES**

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- Market values that include accrued interest are derived from closing bid prices as of the last business day of the month as supplied by Interactive Data, Bloomberg, or Telerate. Where prices are not available from generally recognized sources, the securities are priced using a yield based matrix system to arrive at an estimated market value.
- In accordance with generally accepted accounting principles, information is presented on a trade date basis; forward settling purchases are included in the monthly balances, and forward settling sales are excluded.
- Performance is presented in accordance with the CFA Institute's Global Investment Performance Standards (GIPS). Unless otherwise noted, performance is shown gross of fees. Quarterly returns are presented on an unannualized basis. Returns for periods greater than one year are presented on an annualized basis. Past performance is not indicative of future returns.
- Bank of America/Merrill Lynch Indices provided by Bloomberg Financial Markets.
- Money market fund/cash balances are included in performance and duration computations.
- Standard & Poor's is the source of the credit ratings. Distribution of credit rating is exclusive of money market fund/LGIP holdings.
- Callable securities in the portfolio are included in the maturity distribution analysis to their stated maturity date, although, they may be called prior to maturity.
- MBS maturities are represented by expected average life.



## GLOSSARY

- **ACCRUED INTEREST:** Interest that is due on a bond or other fixed income security since the last interest payment was made.
- **AGENCIES:** Federal agency securities and/or Government-sponsored enterprises.
- **AMORTIZED COST:** The original cost of the principal of the security is adjusted for the amount of the periodic reduction of any discount or premium from the purchase date until the date of the report. Discount or premium with respect to short-term securities (those with less than one year to maturity at time of issuance) is amortized on a straight line basis. Such discount or premium with respect to longer-term securities is amortized using the constant yield basis.
- **BANKERS' ACCEPTANCE:** A draft or bill or exchange accepted by a bank or trust company. The accepting institution guarantees payment of the bill as well as the insurer.
- **COMMERCIAL PAPER:** An unsecured obligation issued by a corporation or bank to finance its short-term credit needs, such as accounts receivable and inventory.
- **CONTRIBUTION TO DURATION:** Represents each sector or maturity range's relative contribution to the overall duration of the portfolio measured as a percentage weighting. Since duration is a key measure of interest rate sensitivity, the contribution to duration measures the relative amount or contribution of that sector or maturity range to the total rate sensitivity of the portfolio.
- **DURATION TO WORST:** A measure of the sensitivity of a security's price to a change in interest rates, stated in years, computed from cash flows to the maturity date or to the put date, whichever results in the highest yield to the investor.
- **EFFECTIVE DURATION:** A measure of the sensitivity of a security's price to a change in interest rates, stated in years.
- **EFFECTIVE YIELD:** The total yield an investor receives in relation to the nominal yield or coupon of a bond. Effective yield takes into account the power of compounding on investment returns, while nominal yield does not.
- **FDIC:** Federal Deposit Insurance Corporation. A federal agency that insures bank deposits to a specified amount.
- **INTEREST RATE:** Interest per year divided by principal amount and expressed as a percentage.
- **MARKET VALUE:** The value that would be received or paid for an investment in an orderly transaction between market participants at the measurement date.
- **MATURITY:** The date upon which the principal or stated value of an investment becomes due and payable.
- **NEGOTIABLE CERTIFICATES OF DEPOSIT:** A CD with a very large denomination, usually \$1 million or more, that can be traded in secondary markets.
- **PAR VALUE:** The nominal dollar face amount of a security.

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## GLOSSARY

- **PASS THROUGH SECURITY:** A security representing pooled debt obligations that passes income from debtors to its shareholders. The most common type is the mortgage-backed security.
- **REPURCHASE AGREEMENTS:** A holder of securities sells these securities to an investor with an agreement to repurchase them at a fixed price on a fixed date.
- **SETTLE DATE:** The date on which the transaction is settled and monies/securities are exchanged. If the settle date of the transaction (i.e., coupon payments and maturity proceeds) occurs on a non-business day, the funds are exchanged on the next business day.
- **TRADE DATE:** The date on which the transaction occurred; however, the final consummation of the security transaction and payment has not yet taken place.
- **UNSETTLED TRADE:** A trade which has been executed; however, the final consummation of the security transaction and payment has not yet taken place.
- **U.S. TREASURY:** The department of the U.S. government that issues Treasury securities.
- **YIELD:** The rate of return based on the current market value, the annual interest receipts, maturity value, and the time period remaining until maturity, stated as a percentage on an annualized basis.
- **YTM AT COST:** The yield to maturity at cost is the expected rate of return based on the original cost, the annual interest receipts, maturity value, and the time period from purchase date to maturity, stated as a percentage on an annualized basis.
- **YTM AT MARKET:** The yield to maturity at market is the rate of return based on the current market value, the annual interest receipts, maturity value, and the time period remaining until maturity, stated as a percentage on an annualized basis.