

# UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER

## INVESTMENT PORTFOLIO SUMMARY

### For The Period Ending 08/31/2009

These reports are prepared in accordance with the Texas Public Funds Investment Act, Government Code 2256. These reports are in full compliance with the Investment Policy and Strategy established for the University of North Texas Health Science Center and the Public Funds Investment Act.

As of August 31, 2009, the Health Science Center's portfolio had a book value of \$102.7 million and market value of \$100.3 million. Of this book value amount, \$77.7 million (book value and market value) was held in TexPool, a local government investment pool, and \$25.0 million book value and \$22.6 million market value in Texas Treasury Safekeeping Trust Company.

As of August 31, 2009 the TexPool portfolio had a weighted average maturity of 1 day and a daily average yield to maturity of .34%. On an accrual basis the portfolio earned \$122,157.39 during this month. The tables below summarize the portfolio as of August 31, 2009.

The Health Science Center's portfolio yield increased slightly from 1.44% to 1.46% due to the increase in general interest rate levels. This yield will probably increase if the pool rate continues to rise.

At the June 24<sup>th</sup> meeting, the Federal Reserve indicated that the overnight fed funds rate was now expected to remain within its current 0% to 0.25% range "and continues to anticipate that economic conditions are likely to warrant exceptionally low levels of the federal funds rate for an extended period". Short-term U.S. T-bills yield next to nothing as the three-month T-bill is less than 0.20%. Yields on agency securities maturing in less than one-year are now well below 1% and likely to stay there for some time. New investment purchases will be made at yields much lower than the existing portfolio. At the same time, pool yields will continue their decline. Both of these factors will pull the portfolio yield down in 2009.

Total Portfolio Summary			
	Current Month 08/31/2009	Prior Month 07/31/2009	Change From Prior
Book Value	\$102,718,728	\$102,622,540	\$96,189
Market Value	\$100,382,847	\$100,311,169	\$71,678
Market Value %	97.68%	97.75%	-0.02%
Earned Income	\$122,157	\$122,571	(\$414)

#### Portfolio Composition by Issuer

