



THE STATE BAR OF CALIFORNIA

FINANCE

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MEMORANDUM

DATE: November 2, 2009
TO: Board of Governors
FROM: Peggy Van Horn, Chief Financial Officer
SUBJECT: Quarterly Investment Report as of September 30, 2009

Attached is the quarterly investment report for the State Bar of California as of September 30, 2009. The report is presented in a format that conforms to the investment policy adopted by the Board of Governors in May 2005. As of the end of September, the market value of the State Bar's investment portfolio totaled \$94.1 million.

The time-weighted average rate of return of the investment portfolio as of the end of the third quarter is 1.51%. Actual investment earnings received through the end of the third quarter were \$1,093,473.

**State Bar of California
Investment Report Summary
Sep 30, 2009**

<u>Asset Group</u>	<u>Original Cost</u>	<u>Market Value</u>	<u>Portfolio Percentage</u>	<u>Weighted Average Yield</u>
Wells Fargo Custody Account:				
- Money Market	6,459,135	6,459,135	6.87%	0.13%
- Corporate Bonds	1,046,150	1,036,960	1.10%	5.20%
- Government Bonds	49,118,070	48,804,098	51.89%	1.68%
- Interest Receivable	-	434,996	0.46%	
Subtotal-Securities, Bonds and Notes	56,623,356	56,735,189	60.32%	
Metlife Investment Account	111,774	111,774	0.12%	N.A
Local Agency Investment Fund	37,156,430	37,214,283	39.56%	1.44%
Subtotal-Other Investments	37,268,204	37,326,057	39.68%	
Grand Total	93,891,560	94,061,246	100%	1.51%

Unrealized Gain/(Loss):

Market Value of Portfolio	93,626,250
Original Cost of Portfolio	93,891,560
Unrealized Gain/(Loss)	<u>(265,310)</u>

State Bar of California
Investment Report - Wells Fargo Custody Account
Balance as of Sep 30, 2009

<u>Issuer</u>	<u>CUSIP #</u>	<u>S&P Rating</u>	<u>Type</u>	<u>Par Value</u>	<u>Cost</u>	<u>Mkt Value</u>	<u>Interest Receivable</u>	<u>Unrealized Gain/(Loss)</u>	<u>*Yield</u>	<u>Trade/ Purchase Date</u>	<u>Maturity Date</u>
CITIGROUP INC	172967BC4	AA	Corporate Bonds	1,000,000	1,046,150	1,036,960	13,181	(9,190)	5.20%	01/25/07	01/18/11
TL CORP BONDS AND NOTES:				1,000,000	1,046,150	1,036,960	13,181	(9,190)	5.20%		
FED HOME LN BK CONS BD SER 8I09	3133MUGP4	AAA	Government Agency	2,500,000	2,557,550	2,511,725	40,139	(45,825)	2.69%	05/07/08	11/13/09
FED HOME LN BK CONS BD SER 8I09	3133MUGP4	AAA	Government Agency	2,000,000	2,057,060	2,009,380	32,111	(47,680)	0.58%	01/30/09	11/13/09
FED HOME LN BK SER 7I09	3133MTRK6	AAA	Government Agency	3,000,000	3,032,460	3,013,140	45,333	(19,320)	3.19%	06/26/08	11/13/09
FED HOME LN MTG CORP	3128X7ST2	AAA	Government Agency	2,000,000	2,029,000	2,005,840	20,100	(23,160)	0.55%	03/09/09	11/16/09
FED FARM CREDIT BK	31331YMD9	AAA	Government Agency	2,000,000	2,013,460	2,017,500	15,333	4,040	3.10%	01/11/08	01/11/10
FED FARM CREDIT BK	31331YSR2	AAA	Government Agency	3,000,000	3,009,000	3,024,390	11,594	15,390	2.47%	02/08/08	02/08/10
FED HOME LN MTG CORP	3128X3AA1	AAA	Government Agency	2,000,000	2,037,660	2,039,560	38,271	1,900	3.02%	07/08/08	04/14/10
FED FARM CREDIT BK	31331VZC3	AAA	Government Agency	1,000,000	1,053,920	1,030,310	20,689	(23,610)	1.05%	01/30/09	05/11/10
FED HOME LN BK	3133XR2Y5	AAA	Government Agency	1,500,000	1,540,845	1,527,195	13,750	(13,650)	1.02%	01/20/09	06/11/10
FED HOME LN BK	3133XFLE4	AAA	Government Agency	2,000,000	2,110,280	2,067,500	32,083	(42,780)	1.13%	02/03/09	06/11/10
FED NATL MTG ASSN	3136F7BE6	AAA	Government Agency	3,000,000	3,118,230	3,083,430	36,458	(34,800)	2.66%	02/01/08	06/21/10
FED HOME LN BK	3133XSYB8	AAA	Government Agency	2,000,000	1,999,440	1,998,760	5,662	(680)	1.14%	02/05/09	06/30/10
FED HOME MTG CORP M-T NOTE	3128X4DQ1	AAA	Government Agency	1,541,000	1,612,425	1,587,353	16,373	(25,072)	1.19%	02/05/09	07/06/10
FED HOME LN BK	3133XT6D3	AAA	Government Agency	2,000,000	2,003,940	2,016,260	4,406	12,320	1.16%	02/25/09	07/30/10
FED HOME MTG CORP M-T NOTE	3128X4FK2	AAA	Government Agency	1,000,000	1,051,560	1,035,490	6,861	(16,070)	1.16%	02/25/09	08/09/10
FED HOME LN BK	3133XTTQ9	AAA	Government Agency	2,000,000	1,999,500	2,003,120	4,394	3,620	0.72%	06/12/09	09/08/10
FED FARM CREDIT BK	31331GPQ6	AAA	Government Agency	2,000,000	2,000,580	2,013,120	1,528	12,540	1.23%	03/09/09	09/09/10
FED HOME LN BK	3133XGLE2	AAA	Government Agency	2,000,000	2,119,400	2,090,620	5,979	(28,780)	1.34%	02/03/09	09/10/10
FED FARM CREDIT BK	31331XE40	AAA	Government Agency	3,000,000	3,192,690	3,129,390	7,875	(63,300)	1.25%	01/26/09	09/13/10
FED HOME LN MTG CORP	3128X4QK0	AAA	Government Agency	1,500,000	1,593,390	1,566,255	33,958	(27,135)	1.33%	01/27/09	10/18/10
FED HOME LN BK**	3133XSWB0	AAA	Government Agency	2,000,000	2,000,000	2,007,500	4,813	7,500	1.38%	01/16/09	01/28/11
FED HOME LN BK	3133XTJ64	AAA	Government Agency	2,000,000	1,998,640	2,018,760	12,604	20,120	1.41%	06/12/09	05/16/11
FED FARM CREDIT BK	31331GXR5	AAA	Government Agency	3,000,000	2,987,040	3,007,500	10,829	20,460	1.37%	06/09/09	06/08/11
TOTAL GOVERNMENT BONDS AND NOTES:				48,041,000	49,118,070	48,804,098	421,144	(313,972)	1.68%		
WELLS FARGO BANK INST.			Money Market	6,459,135	6,459,135	6,459,135	671	-	0.13%		
TOTAL MONEY MARKET PURCHASED				6,459,135	6,459,135	6,459,135	671	-	0.13%		
TOTAL INVESTMENT HELD BY WELLS FARGO				55,500,135	56,623,356	56,300,193	434,996	(323,162)			
Wells Fargo Custody Total Assets (Mkt Value + Interest Receivable):				56,735,189							