



THE STATE BAR OF CALIFORNIA

180 HOWARD STREET, SAN FRANCISCO, CALIFORNIA 94105-1639

FINANCE

TEL (415) 538-2200

MEMORANDUM

DATE: April 29, 2008
TO: Board of Governors
FROM: Peggy Van Horn, Chief Financial Officer
SUBJECT: Quarterly Investment Report as of March 31, 2008

Attached is the quarterly investment report for the State Bar of California as of March 31, 2008. 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 March, the market value of the State Bar's investment portfolio totaled \$105 million.

The time-weighted average rate of return of the investment portfolio as of the end of the first quarter is 4.13%. Actual investment earnings received through the end of the first quarter were \$1,525,797.

**State Bar of California
Investment Report Summary
March 31, 2008**

<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	3,768,844	3,768,844	3.58%	2.36%
- Commercial Paper	1,951,183	1,951,183	1.86%	N.A.
- Corporate Bonds	3,022,890	3,053,700	2.90%	4.93%
- Government Bonds	55,221,063	55,440,205	52.72%	4.19%
- Interest Receivable	-	652,278	0.62%	
Subtotal-Securities, Bonds and Notes	63,963,980	64,866,210	61.69%	
Metlife Investment Account	179,771	179,771	0.17%	N.A.
Local Agency Investment Fund	40,104,278	40,104,278	38.14%	4.18%
Subtotal-Other Investments	40,284,049	40,284,049	38.31%	
Grand Total	104,248,029	105,150,259	100%	4.13%

Unrealized Gain/(Loss):

Market Value of Portfolio	64,213,933
Original Cost of Portfolio	63,963,980
Unrealized Gain/(Loss)	<u>249,952</u>

State Bar of California
Investment Report - Wells Fargo Custody Account
Balance as of March 31, 2008

<u>Issuer</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>Purchase Date</u>	<u>Maturity Date</u>
AMERICAN INTL GROUP INC	AA	Corporate Bonds	1,000,000	970,300	998,100	10,861	27,800	2.88%	01/25/07	05/15/08
JOHN HANCOCK	AA	Corporate Bonds	1,000,000	1,006,440	1,018,600	18,750	12,160	5.52%	01/25/07	12/01/08
CITIGROUP INC	AA	Corporate Bonds	1,000,000	1,046,150	1,037,000	13,181	(9,150)	6.26%	01/25/07	01/18/11
TOTAL CORPORATE BONDS AND NOTES:			3,000,000	3,022,890	3,053,700	42,792	30,810	4.93%		
GENERAL ELEC CAPT CORP CPDN		Comm Paper	2,000,000	1,951,183	1,951,183	29,725	-	N.A.	11/30/07	06/19/08
TOTAL COMMERCIAL PAPER:			2,000,000	1,951,183	1,951,183	29,725	-	N.A.		
FED NATL MTG ASSN	AAA	Government Agency	2,000,000	2,012,140	2,011,260	30,917	(880)	5.22%	11/30/07	06/15/08
FED HOME LN BK	AAA	Government Agency	2,000,000	2,000,000	2,000,620	12,056	620	3.09%	07/21/03	07/21/08
FED HOME LN MTG	AAA	Government Agency	1,500,000	1,507,980	1,505,850	9,365	(2,130)	3.61%	02/12/08	07/29/08
FED HOME LN BK	AAA	Government Agency	2,000,000	1,998,160	2,011,260	8,396	13,100	3.85%	12/05/07	08/22/08
FED NATL MTG ASSN	AAA	Government Agency	2,000,000	2,015,760	2,022,500	8,257	6,740	5.06%	11/29/07	09/02/08
FED HOME LN BK	AAA	Government Agency	2,500,000	2,533,875	2,527,350	55,856	(6,525)	4.52%	02/06/08	10/03/08
FED HOME LN BK	AAA	Government Agency	3,000,000	3,017,310	3,035,640	65,906	18,330	4.57%	12/13/07	10/10/08
FED HOME LN BK	AAA	Government Agency	1,500,000	1,501,725	1,517,340	21,141	15,615	4.07%	12/11/07	11/28/08
FED NATL MTG ASSN	AAA	Government Agency	2,000,000	1,987,180	2,016,880	19,875	29,700	3.34%	12/18/07	12/15/08
FED HOME LN BK CONS BD SER 2SOB	AAA	Government Agency	1,500,000	1,504,875	1,522,035	18,594	17,160	4.31%	12/18/07	12/19/08
FED FARM CREDIT BK	AAA	Government Agency	2,000,000	2,004,780	2,025,620	22,094	20,840	4.04%	12/28/07	12/24/08
FED NATL MTG ASSN	AAA	Government Agency	2,000,000	2,004,886	2,025,620	3,021	20,734	3.57%	01/09/08	03/16/09
FED NATL MTG CORP	AAA	Government Agency	2,000,000	2,054,360	2,066,880	37,917	12,520	5.08%	01/11/08	05/21/09
FED HOME LN BK SER GC09	AAA	Government Agency	3,000,000	3,153,150	3,139,680	61,950	(13,470)	6.01%	02/06/08	06/03/09
FED FARM CREDIT BK	AAA	Government Agency	2,400,000	2,483,232	2,478,000	38,043	(5,232)	4.89%	02/04/08	06/08/09
FED FARM CREDIT BK	AAA	Government Agency	1,500,000	1,533,015	1,545,945	22,547	12,930	4.73%	01/10/08	06/10/09
FED HOME LN BK TRANCHE #TR 00426	AAA	Government Agency	1,500,000	1,515,885	1,530,465	18,167	14,580	3.92%	01/10/08	06/12/09
FED HOME LN BK	AAA	Government Agency	3,000,000	3,123,630	3,118,140	24,500	(5,490)	5.05%	02/04/08	08/05/09
FED HOME LN BK	AAA	Government Agency	3,000,000	3,000,000	3,007,500	9,738	7,500	2.84%	02/20/08	08/20/09
FED HOME LN BK	AAA	Government Agency	3,000,000	3,128,430	3,121,890	8,750	(6,540)	5.04%	02/01/08	09/11/09
FED FARM CREDIT BK	AAA	Government Agency	2,000,000	2,013,460	2,041,880	15,333	28,420	3.37%	01/11/08	01/11/10
FED FARM CREDIT BK	AAA	Government Agency	3,000,000	3,009,000	3,020,640	11,594	11,640	2.60%	02/08/08	02/08/10
FED NATL MTG ASSN	AAA	Government Agency	3,000,000	3,118,230	3,129,390	36,458	11,160	4.19%	02/01/08	06/21/10
FED NATL MTG ASSN	AAA	Government Agency	3,000,000	3,000,000	3,017,820	10,250	17,820	2.98%	02/20/08	08/20/10
TOTAL GOVERNMENT BONDS AND NOTES:			54,400,000	55,221,063	55,440,205	570,723	219,142	4.19%		
WELLS FARGO BANK INST.		Money Market	3,768,844	3,768,844	3,768,844	9,038	-	2.36%		
			3,768,844	3,768,844	3,768,844	9,038	-	2.36%		
TOTAL INVESTMENT HELD BY WELLS FARGO			63,168,844	63,963,980	64,213,933	652,278	249,952			