



THE STATE BAR OF CALIFORNIA

FINANCE

180 HOWARD STREET, SAN FRANCISCO, CALIFORNIA 94105-1639

TEL (415) 538-2200

MEMORANDUM

DATE: February 25, 2010
TO: Board of Governors
FROM: Peggy Van Horn, Chief Financial Officer
SUBJECT: Quarterly Investment Report as of December 31, 2009

Attached is the annual investment report for the State Bar of California as of December 31, 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 December, the market value of the State Bar's investment portfolio totaled \$77.7 million.

The time-weighted average rate of return of the investment portfolio as of the end of the year is 1.47%. Actual investment earnings received through the end of the year were \$1,208,160.

**State Bar of California
Investment Report Summary
Dec 31, 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:				
- Corporate Bonds	1,046,150	1,045,720	1.35%	5.20%
- Government Bonds	39,442,000	39,021,258	50.19%	1.61%
- Common Stock-Metlife Inc.	103,788	103,788	0.13%	N.A
- Interest Receivable	-	317,286	0.41%	N.A
Subtotal-Securities, Bonds and Notes	40,591,938	40,488,052	52.08%	
Local Agency Investment Fund	37,217,523	37,252,741	47.92%	1.23%
Subtotal-Other Investments	37,217,523	37,252,741	47.92%	
Grand Total	77,809,461	77,740,793	100%	1.47%

Unrealized Gain/(Loss)-Securities, Bonds and Notes:

Market Value of Portfolio	40,170,766
Original Cost of Portfolio	40,591,938
Unrealized Gain/(Loss):	<u>(421,172)</u>

State Bar of California
Investment Report - Wells Fargo Custody Account
Balance as of Dec 31, 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	1,045,720	29,431	(430)	5.20%	01/25/07	01/18/11
TL CORP BONDS AND NOTES:				1,000,000	1,046,150	1,045,720	29,431	(430)	5.20%		
FED FARM CREDIT BK	31331YMD9	AAA	Government Agency	2,000,000	2,013,460	2,001,260	32,583	(12,200)	3.10%	01/11/08	01/11/10
FED FARM CREDIT BK	31331YSR2	AAA	Government Agency	3,000,000	3,009,000	3,007,500	31,281	(1,500)	2.47%	02/08/08	02/08/10
FED HOME LN MTG CORP	3128X3AA1	AAA	Government Agency	2,000,000	2,037,660	2,021,440	17,646	(16,220)	3.02%	07/08/08	04/14/10
FED FARM CREDIT BK	31331VZC3	AAA	Government Agency	1,000,000	1,053,920	1,018,130	7,389	(35,790)	1.05%	01/30/09	05/11/10
FED HOME LN BK	3133XR2Y5	AAA	Government Agency	1,500,000	1,540,845	1,518,285	2,500	(22,560)	1.02%	01/20/09	06/11/10
FED HOME LN BK	3133XFLE4	AAA	Government Agency	2,000,000	2,110,280	2,044,380	5,833	(65,900)	1.13%	02/03/09	06/11/10
FED NATL MTG ASSN	3136F7BE6	AAA	Government Agency	3,000,000	3,118,230	3,056,250	3,646	(61,980)	2.66%	02/01/08	06/21/10
FED HOME LN BK	3133XSYB8	AAA	Government Agency	2,000,000	1,999,440	2,000,620	62	1,180	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	1,572,513	33,709	(39,912)	1.19%	02/05/09	07/06/10
FED HOME LN BK	3133XT6D3	AAA	Government Agency	2,000,000	2,003,940	2,010,620	10,906	6,680	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	1,024,440	18,736	(27,120)	1.16%	02/25/09	08/09/10
FED HOME LN BK	3133XTTQ9	AAA	Government Agency	2,000,000	1,999,500	2,001,880	4,394	2,380	0.72%	06/12/09	09/08/10
FED FARM CREDIT BK	31331GPQ6	AAA	Government Agency	2,000,000	2,000,580	2,009,380	7,778	8,800	1.23%	03/09/09	09/09/10
FED HOME LN BK	3133XGLE2	AAA	Government Agency	2,000,000	2,119,400	2,065,620	31,604	(53,780)	1.34%	02/03/09	09/10/10
FED FARM CREDIT BK	31331XE40	AAA	Government Agency	3,000,000	3,192,690	3,093,750	47,250	(98,940)	1.25%	01/26/09	09/13/10
FED HOME LN MTG CORP	3128X4QK0	AAA	Government Agency	1,500,000	1,593,390	1,550,160	15,208	(43,230)	1.33%	01/27/09	10/18/10
FED HOME LN BK**	3133XSWB0	AAA	Government Agency	2,000,000	2,000,000	2,001,260	11,688	1,260	1.38%	01/16/09	01/28/11
FED HOME LN BK	3133XTJ64	AAA	Government Agency	2,000,000	1,998,640	2,014,380	3,438	15,740	1.41%	06/12/09	05/16/11
FED FARM CREDIT BK	31331GXR5	AAA	Government Agency	3,000,000	2,987,040	3,009,390	2,204	22,350	1.37%	06/09/09	06/08/11
TOTAL GOVERNMENT BONDS AND NOTES:				38,541,000	39,442,000	39,021,258	287,856	(420,742)	1.61%		
TOTAL FIXED INCOME INVESTMENT HELD BY WELLS FARGO:				39,541,000	40,488,150	40,066,978	317,286	(421,172)			
METLIFE INC	59156R108	N/A	Common Stock	-	-	103,788	-	103,788			N/A
TL Common Stock:				-	-	103,788	-	103,788			
TOTAL INVESTMENT HELD BY WELLS FARGO:				39,541,000	40,488,150	40,170,766	317,286	(317,384)	-		