



# THE STATE BAR OF CALIFORNIA

FINANCE

---

180 HOWARD STREET, SAN FRANCISCO, CALIFORNIA 94105-1639

TEL (415) 538-2200

## MEMORANDUM

**DATE:** April 27, 2011

**TO:** Board of Governors

**FROM:** Christine Wong, Finance Director

**SUBJECT:** Quarterly Investment Report as of March 31, 2011

---

Attached is the quarterly investment report for the State Bar of California as of March 31, 2011. 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 \$110.8 million.

The time-weighted average rate of return of the investment portfolio for the reported quarter is 0.47%, compared to 0.86% for the same period in the prior year. Actual investment earnings decreased approximately 48% from \$158,269 at the first quarter in 2010 to \$82,245 for the reported quarter in 2011. This decrease is due primarily to lower short-term interest rates and duration-shortening actions taken to protect the portfolio from interest rate risk associated with longer term investments.

**The State Bar of California  
Investment Report Summary  
March 31, 2011**

<b>Asset Group</b>	<b>Original Cost</b>	<b>Market Value</b>	<b>Portfolio Percentage</b>	<b>Weighted Average Yield</b>
Wells Fargo Custody Account:				
- Government Bonds	60,607,250	60,522,960	54.61%	0.43%
- Common Stock-Metlife Inc.	131,327	131,327	0.12%	N.A
- Interest Receivable	-	90,313	0.08%	N.A
<b>Subtotal-Securities, Bonds and Notes</b>	<b>60,738,577</b>	<b>60,744,600</b>	<b>54.81%</b>	
Local Agency Investment Fund	49,966,195	50,091,770	45.19%	0.51%
<b>Subtotal-Other Investments</b>	<b>49,966,195</b>	<b>50,091,770</b>	<b>45.19%</b>	
<b>Grand Total</b>	<b>110,704,772</b>	<b>110,836,370</b>	<b>100%</b>	0.47%

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

Market Value of Portfolio	60,654,287
Original Cost of Portfolio	60,738,577
Unrealized Gain/(Loss):	<u>(84,290)</u>

State Bar of California  
Investment Report - Wells Fargo Custody Account  
Balance as of March 31, 2011

Issuer	CUSIP #	S&P Rating	Type	Par Value	Cost	Mkt Value	Interest Receivable	Unrealized Gain/(Loss)	*Yield	Trade/Purchase Date	Maturity Date
FED HOME MTG CORP M-T NOTE	3137EABZ1	AAA	Government Agency	2,000,000	2,025,580	2,002,120	13,993	(23,460)	0.44%	03/25/10	04/26/11
FED HOME LN BK	3133XTJ64	AAA	Government Agency	2,000,000	1,998,640	2,003,180	10,313	4,540	1.41%	06/12/09	05/16/11
FED HOME LN BK	31331YQ45	AAA	Government Agency	1,500,000	1,545,225	1,506,090	17,325	(39,135)	0.51%	03/25/10	05/19/11
FED HOME LN BK	3133XVTL5	AAA	Government Agency	2,000,000	2,005,860	2,001,800	4,822	(4,060)	0.44%	04/08/10	05/27/11
FED FARM CREDIT BK	31331GXR5	AAA	Government Agency	3,000,000	2,987,040	3,005,850	10,829	18,810	1.37%	06/09/09	06/08/11
FED FARM CREDIT BK	31331JFT5	AAA	Government Agency	3,000,000	3,008,130	3,007,200	1,700	(930)	0.45%	06/23/10	09/01/11
FED HOME LN BK	3133XYMV4	AAA	Government Agency	2,500,000	2,506,900	2,508,300	6,667	1,400	0.61%	06/11/10	12/01/11
FED HOME LN BK	313371WV4	AAA	Government Agency	2,000,000	2,000,180	2,000,000	2,033	(180)	0.29%	12/21/10	12/01/11
FED HOME LN BK	313371XH4	AAA	Government Agency	2,000,000	2,001,400	2,000,240	2,044	(1,160)	0.24%	01/19/11	12/06/11
FED HOME LN BK	313372AQ7	AAA	Government A	3,000,000	3,002,400	3,001,290	2,683	(1,110)	0.29%	12/29/10	01/04/12
FED HOME LN BK	313370BJ6	AAA	Government Agency	2,000,000	2,007,940	2,005,300	2,203	(2,640)	0.27%	01/12/11	01/30/12
FED FARM CREDIT BK	31331KBE9	AAA	Government Agency	2,500,000	2,501,225	2,499,350	1,250	(1,875)	0.25%	01/25/11	02/01/12
FED FARM CREDIT BK	31331KBE9	AAA	Government Agency	3,000,000	3,002,670	2,999,220	1,500	(3,450)	0.20%	03/08/11	02/01/12
FED HOME LN BK	313372K94	AAA	Government Agency	3,000,000	3,002,340	2,999,700	1,600	(2,640)	0.24%	02/07/11	02/01/12
FED HOME LN BK	313372NL4	AAA	Government Agency	2,000,000	2,000,000	1,998,520	736	(1,480)	0.25%	02/08/11	02/08/12
FED FARM CREDIT BK	31331KDJ6	AAA	Government Agency	3,000,000	3,001,080	3,000,000	700	(1,080)	0.24%	03/30/11	03/01/12
FED FARM CREDIT BK	31331KDM9	AAA	Government Agency	3,000,000	3,001,110	2,997,870	513	(3,240)	0.24%	03/29/11	03/09/12
FED HOME LN BK	313372V76	AAA	Government Agency	3,000,000	3,000,900	2,997,720	373	(3,180)	0.25%	03/08/11	03/15/12
FED FARM CREDIT BK	3133736D9	AAA	Government Agency	3,000,000	3,000,870	2,996,490	63	(4,380)	0.22%	03/29/11	03/28/12
FED HOME LN BK SER 2	3133712T2	AAA	Government Agency	1,000,000	1,002,170	1,001,290	14	(880)	0.32%	01/12/11	03/30/12
FED FARM CREDIT BK	31331J2G7	AAA	Government Agency	3,000,000	2,994,180	2,993,400	2,650	(780)	0.44%	01/24/11	06/15/12
FED FARM CREDIT BK	31331J7A5	AAA	Government Agency	3,000,000	3,001,770	2,999,220	3,375	(2,550)	0.46%	01/12/11	07/10/12
FED FARM CREDIT BK	31331JXY4	AAA	Government Agency	1,000,000	1,002,080	1,000,790	885	(1,290)	0.49%	01/19/11	08/10/12
FED FARM CREDIT BK	31331KCS7	AAA	Government Agency	3,000,000	3,000,000	3,000,660	1,950	660	0.60%	02/11/11	08/22/12
FED FARM CREDIT BK	31331JN25	AAA	Government Agency	2,000,000	2,007,560	1,997,360	92	(10,200)	0.35%	11/02/10	09/28/12
<b>TOTAL GOVERNMENT BONDS AND NOTES:</b>				<b>60,500,000</b>	<b>60,607,250</b>	<b>60,522,960</b>	<b>90,313</b>	<b>(84,290)</b>	<b>0.43%</b>		
METLIFE INC	59156R108	N/A	Common Stock	-	-	131,327	-	131,327			N/A
<b>TL Common Stock:</b>				<b>-</b>	<b>-</b>	<b>131,327</b>	<b>-</b>	<b>131,327</b>			
<b>TOTAL INVESTMENT HELD BY WELLS FARGO:</b>				<b>60,500,000</b>	<b>60,607,250</b>	<b>60,654,287</b>	<b>90,313</b>	<b>47,037</b>			

Wells Fargo Custody Total Assets [Mkt Value (excl MetLife) + Interest Receivable]:

**60,744,600**