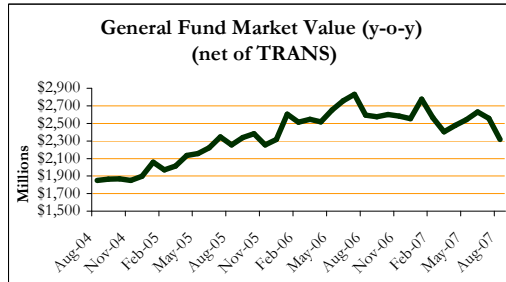


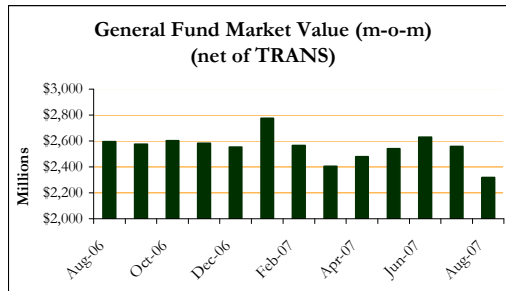
NEW MEXICO STATE TREASURER'S EXECUTIVE SUMMARY OF INVESTMENT ACTIVITY

As of August 31, 2007

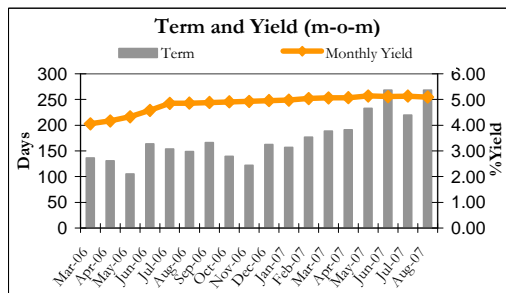
GENERAL FUND INVESTMENT PORTFOLIO



- The market value of the General Fund Investment Portfolio, net of TRANS, on August 31, 2007, was \$2.32 billion compared to \$2.59 billion at the same point last year and \$2.25 billion at the same point two years ago.



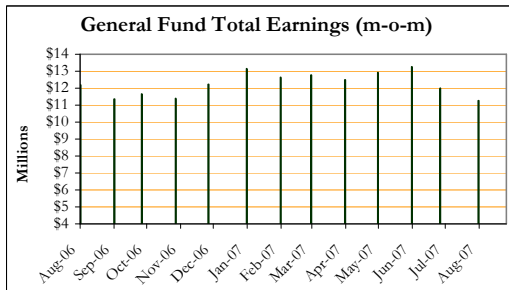
- During the month the market value of the portfolio decreased 9.4% to \$2.32 billion from \$2.56 billion at July 31. The August month-end balance represents a 11.8% decrease from June's month-end \$2.63 billion.



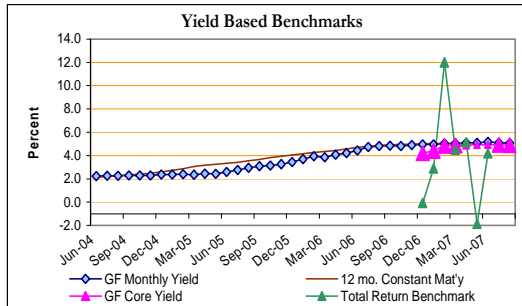
- The yield was 5.10% at month-end, down from 5.13% at July 31. This drop was due to reinvestment of \$400 million of TRAN proceeds. In July, these assets were held in overnight repo at rates averaging above 5.25%. Given the potential for short term rates to drop below the State's cost of funds, TRAN proceeds were invested to cash match TRAN liabilities in June 2008. This reduced the yield on the TRAN portion of General Fund assets to a 4.98% average. The average term of the portfolio increased to 268 days from 220 days at July month-end.

Asset Type	Yield	Market Value	% of Portfolio	Term (days)
Agencies	4.96%	\$1,474,356,659	54.3%	498
Repurchase Pool	5.29%	\$571,595,938	21%	1
Certificates of Deposit	4.99%	\$249,000,000	9.2%	147
Money Market Fund	5.42%	\$100,000,000	3.7%	1
Commercial Paper	5.35%	\$310,730,740	11.4%	16
Corporate Bonds	5.50%	\$11,065,000	0.4%	1021
Total:	5.10%	\$2,716,748,337	100.0%	268

- The month-end portfolio holdings were 54.3% in U.S. Agency bonds, 21% in the overnight repurchase pool, 9.2% in certificates of deposit, 3.7% in money market mutual funds, 11.4% in commercial paper, and 0.4% in corporate bonds.
- \$545 million of investments were purchased for the month: \$13 million of certificates of deposit were purchased or renewed for the CD portfolio; \$412 million of U.S. Agency securities for the TRAN redemption fund; \$120 million of direct obligation commercial paper for the Liquidity portfolio (to replace ABCP investments as they matured). \$33.55 million in Certificates of Deposit were purchased during July. No other purchases for the General Fund were made in July.



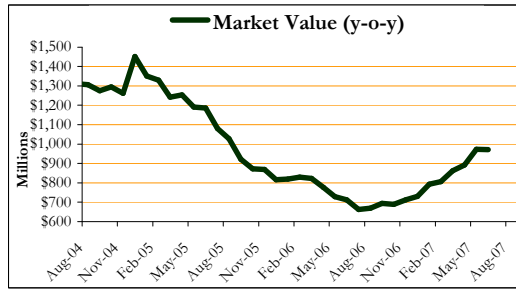
- Earnings for August were \$11.3 million, a decrease of 6.2% from July earnings of \$12 million and a decrease of 7.6% over August 2006 earnings of \$12.2 million. Fiscal year-to-date earnings totaled \$23.3 million compared to \$24.7 million through the same period last fiscal year.



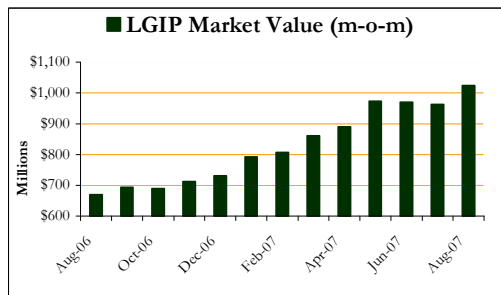
NEW MEXICO STATE TREASURER'S EXECUTIVE SUMMARY OF INVESTMENT ACTIVITY

As of August 31, 2007

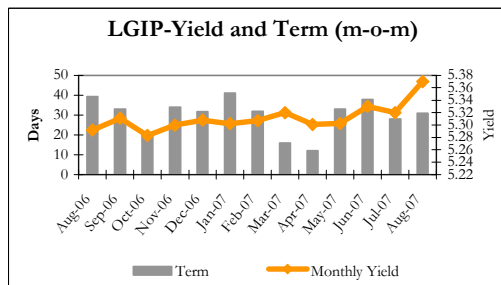
NEW MEXIGROW LOCAL GOVERNMENT INVESTMENT POOL (LGIP)



- The year-over-year market value of the LGIP portfolio as of August 31 was \$1.025 billion, compared to a market value of \$670 million at the same period last year and \$1.028 billion at the same period two years ago.



- During the month the market value of the portfolio increased 6.4%, from \$963 million in July to \$1.025 billion. Participant contributions for August were \$133.5 million and \$166.1 million for July. Withdrawals during August totaled \$74.3 million and \$175.8 million during July.

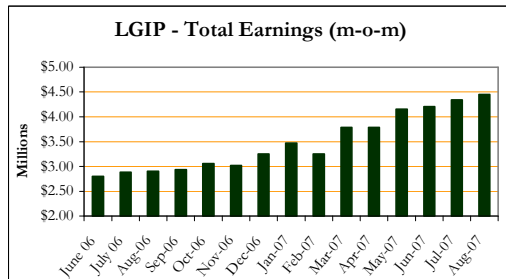


- The gross yield was 5.37% at August 31, a 1% increase from July month-end of 5.32%. The weighted average maturity at August 31 was 31 days, up from the July 31 weighted average maturity of 28 days and within the S&P-set limit of 50 days.

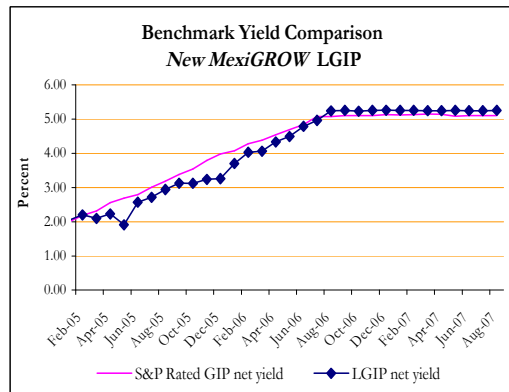
Asset Type	Yield	Market Value	% of Portfolio	Term (days)
Agencies	5.23%	\$104,969,469	10.5%	235
Commercial Paper	5.43%	\$211,551,934	20.5%	30
Money Market Funds	5.37%	\$704,200,000	68.6%	1
LGIP Bank Account	4.87%	\$4,306,282	.4%	1
Total:	5.37%	\$1,024,754,685	100.0%	31

- The month-end portfolio holdings were 10.5% in U.S. government agency securities, 20.5% in A-1+ commercial paper, 68.6% in AAA money market funds, and 0.4% in the bank account balance.

- August investment activity in the LGIP portfolio was comprised of the purchase of \$170 million in A-1+ commercial paper with an annualized yield of 5.47% and average term of 43 days, and the purchase of \$41.3 million of U.S. agency securities with an annualized yield of 5.15% and an average term of 186 days. There were no purchases during July.



- LGIP earnings for August totaled \$4.45 million, a 2% increase from July earnings of \$4.34 million. Fiscal year-to-date earnings totaled \$8.79 million compared to \$5.78 million through the same period last fiscal year.

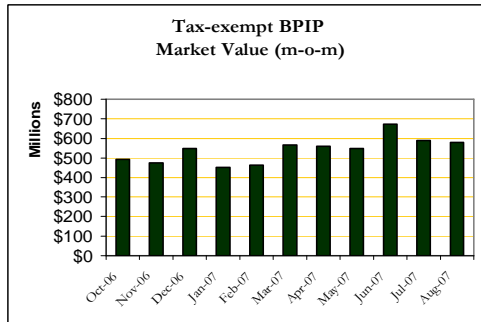


- The 30-day net yield of the LGIP as of August 17 was 5.26%, outperforming the 30-day net S&P Rated Government Investment Pool (GIP) index (5.1%) by 16 basis points. The 30-day gross yield of the LGIP at month-end, 5.31%, trailed the 30-day gross S&P Rated GIP index of 5.38%. The administrative fee assessed to participants for August was 3.8 basis points; fees collected through August 31 totaled \$64,000.

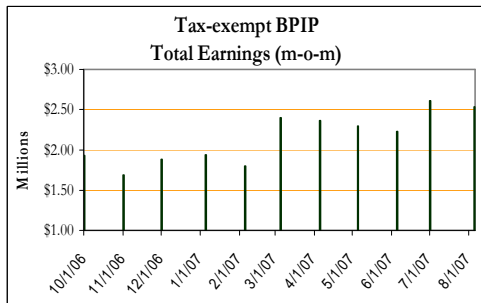
NEW MEXICO STATE TREASURER'S EXECUTIVE SUMMARY OF INVESTMENT ACTIVITY

As of August 31, 2007

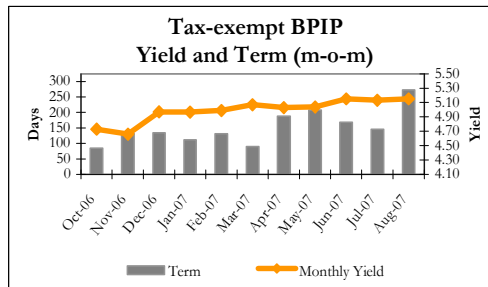
TAX-EXEMPT BOND PROCEEDS INVESTMENT POOL (BPIP)



- The market value of the Tax-exempt BPIP as of August 31, 2007, was \$579.1 million.
- During August the market value of the fund decreased 1.7% from \$589.5 million at July 31 to \$579.1 million. The approximate \$10.4 million decrease was the net result of property tax revenues, interest earnings, and project expenditure draws.



- Earnings for the month were \$2.5 million down slightly from July earnings of \$2.6 million. Fiscal year to date earnings totaled \$5.14 million. The month-end yield was 5.15% and the term was 273 days.
- The Tax-exempt BPIP yield at August 31, 5.15%, was 79 basis points above the highest arbitrage yield limit of any bond issue in the fund, 4.36%, which is also the selected benchmark.



**TAX-EXEMPT BOND PROCEEDS INVESTMENT
POOL**

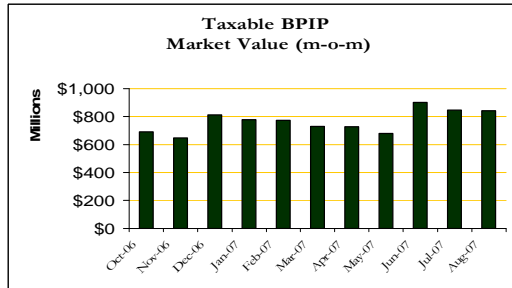
Asset Type	Yield	Market Value	% of Portfolio	Term (days)
Overnight Repo Pool	5.29%	\$ 68,756,826	11.8%	1
Money Market Fund	5.34%	\$ 160,000,000	27.6%	1
U.S. Treasuries	4.97%	\$ 145,233,869	25.2%	213
U.S. Agencies	5.05%	\$ 205,124,349	35.4%	449
Total:	5.15%	\$ 579,115,044	100%	273

- The breakdown of month-end portfolio holdings was 11.8% in the overnight repurchase pool, 25.2% in U.S. Treasury notes and bills, 35.4% in U.S. Agency bonds, and 27.6% in AAA rated institutional money market funds.
- Investment activity for the month of August included the purchase of \$80 million in U.S. agency securities and \$160 million in an institutional money market fund. There were no purchases during July.

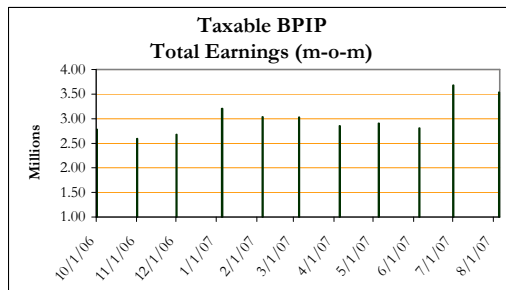
NEW MEXICO STATE TREASURER'S EXECUTIVE SUMMARY OF INVESTMENT ACTIVITY

As of August 31, 2007

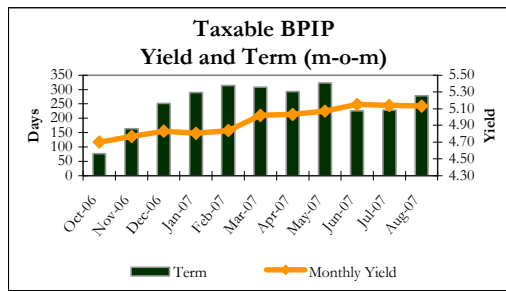
TAXABLE BOND PROCEEDS INVESTMENT POOL (BPIP)



- The market value of the Taxable BPIP as of August 31 was \$841 million.
- During August the market value of the fund decreased .5%, from \$846.3 at July 31 to \$841 million. The approximate \$5.2 million decrease was a result of project expenditure draws.



- Interest earnings for the month totaled \$3.5 million down 4% from July earnings of \$3.7 million. Fiscal year to date earnings totaled \$7.25 million. The month-end yield was 5.13% and the term was 278 days.
- August 31 benchmark yields were:
5.07%: 2-year Constant Maturity Agency 12-month moving average; and,
4.69%: Merrill Lynch custom index: 10% of the 0-3 year Treasury and 90% of the 1-3 year Agency.



**TAXABLE BOND PROCEEDS INVESTMENT
POOL**

Asset Type	Yield	Market Value	% of Portfolio	Term (days)
Overnight Repo Pool	5.29%	\$ 124,379,985	14.8%	1
Flex Repos	2.68%	\$ 4,657,489	.6%	58
US Agency Notes/Bonds	5.06%	\$ 508,110,205	60.4%	459
US Treasury Notes	4.79%	\$ 15,080,050	1.8%	483
Corporate Bonds	5.69%	\$ 18,904,262	2.2%	917
Money Market Fund	5.33%	\$ 170,000,000	20.2%	1
Total:	5.14%	\$ 841,131,991	100%	278

- The breakdown of month-end portfolio holdings was 14.8% in the overnight repurchase pool, .6% in flex repurchase agreements, 60.4% in U.S. Agency notes and bonds, 1.8% in U.S. Treasury notes, 2.2% in corporate bonds, and 20.2% in AAA rated institutional money market fund shares.
- Investment activity during the month of August totaled \$182 million: \$19 million in corporate bonds and \$163 million in U.S. agency securities. There were no purchases during July.