

FOR PROFESSIONAL CLIENTS ONLY  
NOT TO BE DISTRIBUTED TO RETAIL CLIENTS

THIS DOCUMENT SHOULD NOT BE REPRODUCED IN  
ANY FORM WITHOUT PRIOR WRITTEN APPROVAL

# CITY OF ANN ARBOR

March 2017

➤ A BNY MELLON COMPANY<sup>SM</sup>



# SECURITIES HELD

## As of March 31, 2017

Cusip	Description	Coupon	Maturity	Par value or shares	Historical cost	Trade date	Purchase yield	% Portfolio hist cost
<b>Government Agencies</b>								
3133EDEB4	FEDERAL FARM CREDIT BANKS	1.100	06/28/2017	5,000,000.00	5,012,500.00	01/30/2014	1.03	2.24
313370SZ2	FEDERAL HOME LOAN BANKS	2.250	09/08/2017	5,000,000.00	5,171,550.00	01/08/2014	1.29	2.31
313371VG8	FEDERAL HOME LOAN BANKS	2.250	12/08/2017	5,000,000.00	5,191,000.00	10/20/2014	1.01	2.32
3135G0VC4	FEDERAL NATIONAL MORTGAGE ASSOCIATION	1.130	02/28/2018	6,000,000.00	5,990,040.00	11/24/2014	1.18	2.68
3133EETE0	FEDERAL FARM CREDIT BANKS	1.125	03/12/2018	5,000,000.00	4,988,950.00	03/09/2015	1.20	2.23
3133ECJX3	FEDERAL FARM CREDIT BANKS	1.040	03/26/2018	5,000,000.00	4,996,700.00	03/28/2013	1.05	2.24
3135G0WJ8	FEDERAL NATIONAL MORTGAGE ASSOCIATION	0.875	05/21/2018	3,000,000.00	2,953,560.00	05/31/2013	1.20	1.32
3135G0XG3	FEDERAL NATIONAL MORTGAGE ASSOCIATION	1.000	05/21/2018	5,000,000.00	4,982,150.00	05/17/2013	1.07	2.23
3130A6AE7	FEDERAL HOME LOAN BANKS	1.125	09/14/2018	5,000,000.00	5,017,900.00	10/09/2015	1.00	2.24
3135G0YT4	FEDERAL NATIONAL MORTGAGE ASSOCIATION	1.625	11/27/2018	5,000,000.00	5,017,650.00	12/08/2014	1.53	2.24
313376BR5	FEDERAL HOME LOAN BANKS	1.750	12/14/2018	3,000,000.00	3,053,880.00	08/28/2015	1.19	1.37
313376BR5	FEDERAL HOME LOAN BANKS	1.750	12/14/2018	5,000,000.00	5,099,150.00	02/26/2016	1.03	2.28
3133EE5P1	FEDERAL FARM CREDIT BANKS	1.320	01/30/2019	5,000,000.00	5,015,650.00	08/28/2015	1.23	2.24
3136FTZZ5	FEDERAL NATIONAL MORTGAGE ASSOCIATION	1.750	01/30/2019	5,000,000.00	5,094,650.00	03/22/2016	1.07	2.28
3133EDVK5	FEDERAL FARM CREDIT BANKS	1.750	03/18/2019	5,000,000.00	5,024,600.00	12/08/2014	1.63	2.25
3136G3RW7	FEDERAL NATIONAL MORTGAGE ASSOCIATION	1.270	05/30/2019	5,000,000.00	5,000,000.00	05/26/2016	1.27	2.24
3136G3K87	FEDERAL NATIONAL MORTGAGE ASSOCIATION	1.180	07/25/2019	5,000,000.00	4,996,250.00	07/19/2016	1.21	2.24
3134G3JM3	FEDERAL HOME LOAN MORTGAGE CORP	2.000	07/30/2019	5,000,000.00	5,025,300.00	02/21/2014	1.90	2.25
3136G34F9	FEDERAL NATIONAL MORTGAGE ASSOCIATION	1.125	08/28/2019	5,000,000.00	4,996,900.00	08/22/2016	1.15	2.24
3135G0Q30	FEDERAL NATIONAL MORTGAGE ASSOCIATION	1.180	09/27/2019	5,000,000.00	4,962,000.00	12/02/2016	1.46	2.22
3134G8PD5	FEDERAL HOME LOAN MORTGAGE CORP	1.350	09/30/2019	5,000,000.00	5,000,000.00	03/22/2016	1.35	2.24
3137EADM8	FEDERAL HOME LOAN MORTGAGE CORP	1.250	10/02/2019	5,000,000.00	5,013,050.00	05/26/2016	1.17	2.24
3136G0T68	FEDERAL NATIONAL MORTGAGE ASSOCIATION	1.330	10/24/2019	5,000,000.00	4,991,700.00	09/24/2015	1.37	2.23
3136G2YA9	FEDERAL NATIONAL MORTGAGE ASSOCIATION	1.400	11/26/2019	5,000,000.00	4,998,750.00	02/26/2016	1.41	2.24
3133EFZT7	FEDERAL FARM CREDIT BANKS	1.400	02/24/2020	5,000,000.00	5,000,000.00	02/11/2016	1.40	2.24
3134GABM5	FEDERAL HOME LOAN MORTGAGE CORP	1.300	08/28/2020	5,000,000.00	5,000,000.00	08/10/2016	1.30	2.24
3134G3K90	FEDERAL HOME LOAN MORTGAGE CORP	1.700	09/25/2020	5,000,000.00	5,000,000.00	09/10/2012	1.70	2.24
3133EGXX8	FEDERAL FARM CREDIT BANKS	1.340	10/13/2020	5,000,000.00	4,988,750.00	10/06/2016	1.40	2.23
3135G0F73	FEDERAL NATIONAL MORTGAGE ASSOCIATION	1.500	11/30/2020	5,000,000.00	5,080,350.00	08/10/2016	1.12	2.27
<b>Total Government Agencies</b>				<b>142,000,000.00</b>	<b>142,662,980.00</b>		<b>1.27</b>	<b>63.82</b>
<b>Government Bonds</b>								
912828PA2	UNITED STATES TREASURY NOTE/BOND	1.875	09/30/2017	5,000,000.00	5,175,000.00	08/26/2011	1.28	2.32
912828PA2	UNITED STATES TREASURY NOTE/BOND	1.875	09/30/2017	5,000,000.00	5,116,015.63	12/08/2014	1.03	2.29
912828PF1	UNITED STATES TREASURY NOTE/BOND	1.875	10/31/2017	5,000,000.00	5,172,656.25	08/26/2011	1.29	2.31
912828UA6	UNITED STATES TREASURY NOTE/BOND	0.625	11/30/2017	5,000,000.00	4,923,828.13	11/15/2013	1.01	2.20

# SECURITIES HELD

## As of March 31, 2017

Cusip	Description	Coupon	Maturity	Par value or shares	Historical cost	Trade date	Purchase yield	% Portfolio hist cost
912828XF2	UNITED STATES TREASURY NOTE/BOND	1.125	06/15/2018	5,000,000.00	5,013,476.56	11/03/2015	1.02	2.24
912828L40	UNITED STATES TREASURY NOTE/BOND	1.000	09/15/2018	5,000,000.00	4,992,382.81	02/13/2017	1.10	2.23
912828L81	UNITED STATES TREASURY NOTE/BOND	0.875	10/15/2018	5,000,000.00	4,954,101.56	11/12/2015	1.20	2.22
912828B33	UNITED STATES TREASURY NOTE/BOND	1.500	01/31/2019	5,000,000.00	5,073,828.13	10/26/2015	1.04	2.27
912828WS5	UNITED STATES TREASURY NOTE/BOND	1.625	06/30/2019	5,000,000.00	5,087,890.63	03/22/2016	1.08	2.28
912828F62	UNITED STATES TREASURY NOTE/BOND	1.500	10/31/2019	5,000,000.00	5,009,765.63	02/13/2017	1.43	2.24
912828UL2	UNITED STATES TREASURY NOTE/BOND	1.375	01/31/2020	5,000,000.00	4,990,429.69	11/28/2016	1.44	2.23
912828J50	UNITED STATES TREASURY NOTE/BOND	1.375	02/29/2020	5,000,000.00	5,060,742.19	09/20/2016	1.01	2.26
912828XH8	UNITED STATES TREASURY NOTE/BOND	1.625	06/30/2020	5,000,000.00	5,119,531.25	07/22/2016	1.00	2.29
912828L65	UNITED STATES TREASURY NOTE/BOND	1.375	09/30/2020	5,000,000.00	5,064,062.50	08/22/2016	1.06	2.27
912828L99	UNITED STATES TREASURY NOTE/BOND	1.375	10/31/2020	5,000,000.00	5,036,328.13	11/01/2016	1.19	2.25
912828N89	UNITED STATES TREASURY NOTE/BOND	1.375	01/31/2021	5,000,000.00	5,072,656.25	08/10/2016	1.04	2.27
<b>Total Government Bonds</b>				<b>80,000,000.00</b>	<b>80,862,695.34</b>		<b>1.14</b>	<b>36.18</b>
<b>Grand Total</b>				<b>222,000,000.00</b>	<b>223,525,675.34</b>		<b>1.23</b>	<b>100.00</b>

# ADDITIONAL INFORMATION

## As of March 31, 2017

Past performance is not a guide to future performance. The value of investments and any income from them will fluctuate and is not guaranteed (this may partly be due to exchange rate changes) and investors may not get back the amount invested. Transactions in foreign securities may be executed and settled in local markets. Performance comparisons will be affected by changes in interest rates. Investment returns fluctuate due to changes in market conditions. Investment involves risk, including the possible loss of principal. No assurance can be given that the performance objectives of a given strategy will be achieved. The information contained herein is for your reference only and is being provided in response to your specific request and has been obtained from sources believed to be reliable; however, no representation is made regarding its accuracy or completeness. This document must not be used for the purpose of an offer or solicitation in any jurisdiction or in any circumstances in which such offer or solicitation is unlawful or otherwise not permitted. This document should not be duplicated, amended, or forwarded to a third party without consent from Insight. This is a marketing document intended for professional clients only and should not be made available to or relied upon by retail clients.

Investment advisory services in North America are provided through four different SEC-registered investment advisers using the brand Insight Investment: Cutwater Asset Management Corp. (CAMC), Cutwater Investor Services Corp. (CISC), Insight North America LLC (INA) and Pareto Investment Management Limited (PIML). The North American investment advisers are associated with a broader group of global investment managers that also (individually and collectively) use the corporate brand Insight Investment and may be referred to as Insight, Insight Group or Insight Investment.

Both CISC and CAMC are investment advisers registered with the Securities and Exchange Commission (SEC), under the Investment Advisers Act of 1940, as amended. Registration with the SEC does not imply a certain level of skill or training. You may request, without charge, additional information about Insight. Moreover, specific information relating to Insights strategies, including investment advisory fees, may be obtained from CAMCs and CISCs Forms ADV Part 2A, which are available without charge upon request.

Where indicated, performance numbers used in the analysis are gross returns. The performance reflects the reinvestment of all dividends and income. CAMC and CISC charge management fees on all portfolios managed and these fees will reduce the returns on the portfolios. For example, assume that \$30 million is invested in an account with either CAMC or CISC, and this account achieves a 5.0% annual return compounded monthly, gross of fees, for a period of five years. At the end of five years that account would have grown to \$38,500,760 before the deduction of management fees. Assuming management fees of 0.25% per year are deducted monthly from the account, the value at the end of the five year period would be \$38,022,447. Actual fees for new accounts are dependent on size and subject to negotiation. CAMCS and CISC's investment advisory fees are discussed in Part 2A of the Firms Form ADV.

Unless otherwise stated, the source of information is Insight. Any forecasts or opinions are Insights own at the date of this document (or as otherwise specified) and may change. Material in this publication is for general information only and is not advice, investment advice, or the recommendation of any purchase or sale of any security. Insight makes no implied or expressed recommendations concerning the manner in which an account should or would be handled, as appropriate investment strategies depend upon specific investment guidelines and objectives and should not be construed to be an assurance that any particular security in a strategy will remain in any fund, account, or strategy, or that a previously held security will not be repurchased. It should not be assumed that any of the security transactions or holdings referenced herein have been or will prove to be profitable or that future investment decisions will be profitable or will equal or exceed the past investment performance of the securities listed.

For trading activity the Clearing broker will be reflected. In certain cases the Clearing broker will differ from the Executing broker.

In calculating ratings distributions and weighted average portfolio quality, Insight assigns U.S Treasury and U.S agency securities a quality rating based on the methodology used within the respective benchmark index. When Moodys, S&P and Fitch rate a security, Bank of America and Merrill Lynch indexes assign a simple weighted average statistic while Barclays indexes assign the median statistic. Insight assigns all other securities the lower of Moodys and S&P ratings.

Information about the indices shown here is provided to allow for comparison of the performance of the strategy to that of certain well-known and widely recognized indices. There is no representation that such index is an appropriate benchmark for such comparison. You cannot invest directly in an index and the indices represented do not take into account trading commissions and/or other brokerage or custodial costs. The volatility of the indices may be materially different from that of the strategy. In addition, the strategys holdings may differ substantially from the securities that comprise the indices shown.

The BofA Merrill Lynch 3 Mo US T-Bill index is an unmanaged market index of U.S. Treasury securities maturing in 90 days that assumes reinvestment of all income.

The BofA Merrill Lynch 6 Mo US T-Bill index measures the performance of Treasury bills with time to maturity of less than 6 months.

The BofA Merrill Lynch Current 1-Year US Treasury Index is a one-security index comprised of the most recently issued 1-year US Treasury note. The index is rebalanced monthly. In order to qualify for inclusion, a 1-year note must be auctioned on or before the third business day before the last business day of the month.

The BofA Merrill Lynch Current 3-Year US Treasury Index is a one-security index comprised of the most recently issued 3-year US Treasury note. The index is rebalanced monthly. In order to qualify for inclusion, a 3-year note must be auctioned on or before the third business day before the last business day of the month.

The BofA Merrill Lynch Current 5-Year US Treasury Index is a one-security index comprised of the most recently issued 5-year US Treasury note. The index is rebalanced monthly. In order to qualify for inclusion, a 5-year note must be auctioned on or before the third business day before the last business day of the month.

The BofA Merrill Lynch 1-3 US Year Treasury Index is an unmanaged index that tracks the performance of the direct sovereign debt of the U.S. Government having a maturity of at least one year and less than three years.

The BofA Merrill Lynch 1-5 US Year Treasury Index is an unmanaged index that tracks the performance of the direct sovereign debt of the U.S. Government having a maturity of at least one year and less than five years.

Insight does not provide tax or legal advice to its clients and all investors are strongly urged to consult their tax and legal advisors regarding any potential strategy or investment.

# ADDITIONAL INFORMATION

## As of March 31, 2017

Insight is a group of wholly owned subsidiaries of The Bank of New York Mellon Corporation. BNY Mellon is the corporate brand of The Bank of New York Mellon Corporation and may also be used as a generic term to reference the Corporation as a whole or its various subsidiaries generally. Products and services may be provided under various brand names and in various countries by subsidiaries, affiliates and joint ventures of The Bank of New York Mellon Corporation where authorized and regulated as required within each jurisdiction. Unless you are notified to the contrary, the products and services mentioned are not insured by the FDIC (or by any governmental entity) and are not guaranteed by or obligations of The Bank of New York Mellon Corporation or any of its affiliates. The Bank of New York Corporation assumes no responsibility for the accuracy or completeness of the above data and disclaims all expressed or implied warranties in connection therewith.

© 2017 Insight Investment. All rights reserved.

---