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NORTH TEXAS  
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OFFICE OF THE VICE PRESIDENT FOR FINANCE AND ADMINISTRATION

The attached reports represent the investment portfolio of the University of North Texas for the period ending September 30, 2009 and are in compliance with Chapter 2256 of the Public Funds Investment Act and the Investment Strategy expressed in the University's Investment Policy.

*A. M. Harris*

Andrew M. Harris  
Vice President for Finance & Administration

*13 OCT 09*

Date

*Carolyn M. Whitlock*

Carolyn M. Whitlock  
Manager, Treasury Services

*10/12/2009*

Date

# UNIVERSITY OF NORTH TEXAS

## INVESTMENT PORTFOLIO SUMMARY

### For The Period Ending 9/30/09

These reports are prepared in accordance with the Texas Public Funds Investment Act, Government Code 2256. These reports are in full compliance with the Investment Policy and Strategy established for the University of North Texas and the Public Funds Investment Act.

As of September 30, 2009 the University's portfolio had a book value of \$280.1 million and a market value of \$289.0 million. Of this amount, \$147.8 million was held in local government investment pools, with \$122.8 million in TexPool, \$18.8 million in TexSTAR, and \$6.2 million in Texas Term. The Wells Fargo Repurchase Sweep account held \$2.8 million and the Wells Fargo Governmental Money Market held \$25.4 million. The remaining \$104.1 million was invested in US Treasury (\$70 thousand), SBA's (\$44 thousand), Corporate Bonds (\$2.0 million), Taxable Municipals Bonds (\$562 thousand), Commonfund (\$16.3 million), Certificate of Deposits (\$6.0 million), and government agency securities (\$78.1 million). The breakdown of the \$78.1 million invested in government agencies is as follows: \$10.0 million in Farm Credit notes; \$36.8 million in Federal Home Loan Bank notes; \$15.1 million in Freddie Mac notes; \$13.1 million in Fannie Mae notes and \$3.1 million in Farmer Mac notes.

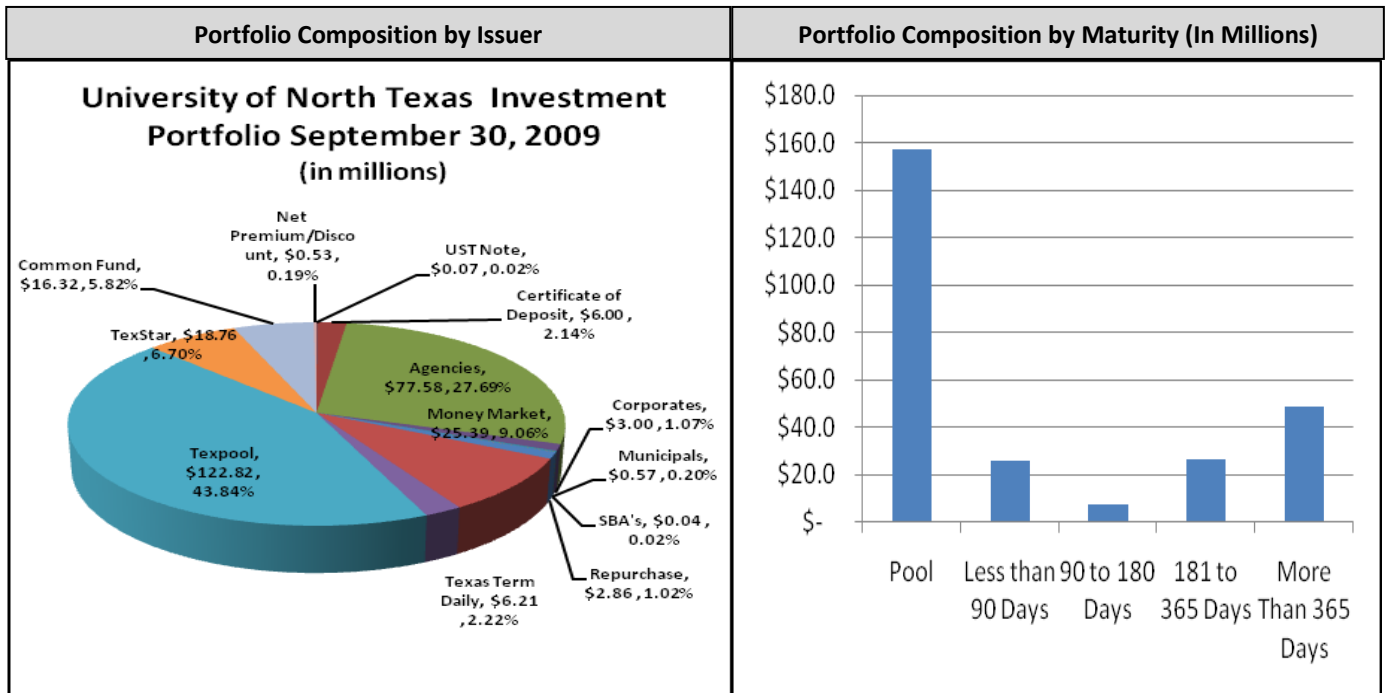
As of September 30, 2009 the portfolio had a weighted average maturity of 428 days and a weighted average yield to maturity of 4.28% excluding liquid funds. On an accrual basis the portfolio earned \$490,397 during this month. The tables below summarize the portfolio as of September 30, 2009.

The University's portfolio average daily balance yield changed slightly from 1.64% to 1.69%, an increase of 5bps reflecting the now well rooted decline in general interest rates. Investment purchases made in prior months continue to benefit the portfolio.

At the September 23<sup>rd</sup> meeting, the Federal Reserve indicated that the overnight fed funds rate was now expected to remain within its current 0% to 0.25% range "and continues to anticipate that economic conditions are likely to warrant exceptionally low levels of the federal funds rate for an extended period". Short-term U.S. T-bills yield next to nothing as the three-month T-bill is less than 0.20%. Yields on agency securities maturing in less than one-year are now well below 1% and likely to stay there for some time. New investment purchases will be made at yields much lower than the existing portfolio. At the same time, pool yields will continue their decline. Both of these factors will pull the portfolio yield down in 2009.

Total Portfolio Summary			
	Current Month 9/30/2009	Prior Month 8/31/2009	Change From Prior
Book Value	\$280,143,300	\$297,713,997	(\$17,570,697)
Market Value	\$289,026,955	\$306,056,279	(\$17,029,324)
Market Value %	103.17%	102.80%	0.37%
Earned Income	\$490,397.22	\$380,297.54	\$110,099.68

Endowment Performance Summary		
	Multi-Strategy Equity Fund	Multi-Strategy Bond Fund
9/30/2009	4.40%	1.84%
Fiscal YTD	4.40%	1.84%
Benchmarks	3.73%	1.05%
	S&P 500 Index	Barclays Capital U.S. Aggregate Bond Index



University of North Texas  
Investments as of September 30, 2009

INVESTMENT TYPE	SECURITY DESCRIPTION	BOOK VALUE	MARKET VALUE	UNREALIZED GAIN/LOSS	UNREALIZED % GAIN/LOSS	YEARS TO MATURITY	MONTHLY ADJ. INTEREST	CURRENT YIELD	PRIOR PERIOD		CHANGE IN MARKET VALUES
									BOOK VALUE 6/30/2009	MARKET VALUE 6/30/2009	
<b>CERTIFICATE OF DEPOSIT:</b>											
	Wells Fargo, due 4/24/10	1,500,000	1,500,000	-	0.0%	0.6	2,062.50	1.65%	1,500,000	1,500,000	-
	Compass Bank, due 4/28/10	1,500,000	1,500,000	-	0.0%	0.6	1,875.00	1.50%	1,500,000	1,500,000	-
	Northstar Bank, due 4/29/10	3,000,000	3,000,000	-	0.0%	0.6	6,250.00	2.50%	3,000,000	3,000,000	-
	<b>TOTAL</b>	<b>6,000,000</b>	<b>6,000,000</b>	<b>-</b>	<b>0.0%</b>	<b>0.3</b>	<b>10,187.50</b>	<b>2.07%</b>	<b>6,000,000.00</b>	<b>6,000,000.00</b>	<b>-</b>
<b>US Treasury - for non unitized endowments</b>											
	UST NOTE, due 11/30/11	70,157	75,130	4,973	7.1%	2.2	256.55	4.39%	70,175	75,348	(219)
	<b>TOTAL</b>	<b>70,157</b>	<b>75,130</b>	<b>4,973</b>	<b>7.1%</b>	<b>2.2</b>	<b>256.55</b>	<b>4.45%</b>	<b>70,175</b>	<b>75,348</b>	<b>(219)</b>
<b>AGENCIES:</b>											
	FNMA, due 9/29/09		Matured 9/29/09	-			11,757.90				
	FNMA, due 10/21/09	2,998,440	3,006,030	7,590	0.3%	0.1	12,253.67	4.90%	2,991,605	3,031,980	(25,950)
	FHLB, due 12/11/09	2,999,628	3,027,360	27,732	0.9%	0.2	12,654.93	5.06%	2,999,153	3,055,500	(28,140)
	FNMA, due 1/19/10	2,993,990	3,034,740	40,750	1.4%	0.3	12,374.25	4.96%	2,989,009	3,061,560	(26,820)
	FNMA, due 2/17/10	997,899	1,014,290	16,391	1.6%	0.4	4,033.46	4.85%	996,519	1,023,020	(8,730)
	FHLB, due 3/12/10	2,996,260	3,057,900	61,640	2.1%	0.5	12,875.87	5.16%	2,994,149	3,087,900	(30,000)
	FHLB, due 4/5/10	2,573,899	2,634,354	60,455	2.3%	0.5	10,476.64	4.88%	2,573,357	2,659,769	(25,415)
	FFCB, due 5/11/10	3,000,485	3,091,740	91,255	3.0%	0.6	13,234.82	5.29%	3,000,684	3,122,460	(30,720)
	FHLB, due 6/9/10	2,994,069	3,084,990	90,921	3.0%	0.7	11,956.06	4.79%	2,991,904	3,107,760	(22,770)
	FHLMC, due 7/12/10	2,977,802	3,087,300	109,498	3.7%	0.8	12,649.14	5.10%	2,970,636	3,111,900	(24,600)
	FHLB, due 9/10/10	2,075,640	2,087,420	11,780	0.6%	1.0	1,964.24	1.14%	2,095,811	2,103,600	(16,180)
	FHLMC, due 9/15/10	3,035,101	3,181,800	146,699	4.8%	1.0	14,178.86	5.61%	3,044,327	3,225,000	(43,200)
	FHLB, due 10/14/10	2,002,109	2,014,120	12,011	0.6%	1.1	1,916.35	1.15%	2,002,622	2,011,240	2,880
	FNMA, due 11/15/10	3,033,638	3,201,300	167,662	5.5%	1.1	14,107.18	5.58%	3,041,168	3,237,300	(36,000)
	FHLB, due 12/28/10	3,002,896	3,018,750	15,854	0.5%	1.3	2,808.64	1.12%	3,003,483	3,004,080	14,670
	FHLMC, due 1/18/11	3,004,519	3,154,500	149,981	5.0%	1.3	11,589.56	4.63%	3,005,395	3,172,500	(18,000)
	FHLB, due 2/4/11	2,991,108	3,161,490	170,382	5.7%	1.4	12,667.18	5.08%	2,989,446	3,170,700	(9,210)
	FFCB, due 3/21/11	3,018,138	3,188,040	169,902	5.6%	1.5	11,811.71	4.70%	3,021,245	3,195,300	(7,260)
	FHLMC, due 4/18/11	3,013,514	3,197,100	183,586	6.1%	1.6	12,094.93	4.82%	3,015,715	3,204,600	(7,500)
	FNMA, due 5/15/11	3,076,012	3,246,600	170,588	5.5%	1.6	11,148.06	4.35%	3,087,824	3,258,000	(11,400)
	FHLB, due 6/10/11	3,027,009	3,221,580	194,571	6.4%	1.7	12,126.40	4.81%	3,031,029	3,228,900	(7,320)
	FAMCA, due 7/15/11	3,119,210	3,229,350	110,140	3.5%	1.8	8,273.30	3.18%	3,136,005	3,186,450	42,900
	FHLMC, due 7/18/11	3,046,007	3,227,700	181,693	6.0%	1.8	11,021.00	4.34%	3,052,460	3,239,400	(11,700)
	FHLB, due 8/19/11	3,030,380	3,242,100	211,720	7.0%	1.9	12,112.81	4.80%	3,034,442	3,249,900	(7,800)
	FFCB, due 9/6/11	4,026,667	4,274,880	248,213	6.2%	2.0	14,700.19	4.38%	4,030,142	4,269,480	5,400
	FHLB, due 10/13/11	3,105,380	3,224,100	118,720	3.8%	2.1	8,245.08	3.19%	3,118,429	3,233,700	(9,600)
	FHLB, due 12/09/11	5,985,560	6,445,920	460,360	7.7%	2.2	24,291.49	4.87%	5,983,900	6,424,260	21,660
	<b>TOTAL</b>	<b>78,125,361</b>	<b>81,355,454</b>	<b>3,230,093</b>	<b>4.1%</b>	<b>1.2</b>	<b>299,323.72</b>	<b>4.44%</b>	<b>78,200,458</b>	<b>81,676,259</b>	<b>(320,805)</b>
<b>CORPORATE BONDS:</b>											
	New York Life Insurance, due 8/16/10	2,981,963	3,067,800	85,837	2.9%	0.9	13,253.50	5.33%	2,976,777	3,046,980	20,820
	<b>TOTAL</b>	<b>2,981,963</b>	<b>3,067,800</b>	<b>85,837</b>	<b>2.9%</b>	<b>0.9</b>	<b>13,253.50</b>	<b>5.34%</b>	<b>2,976,777</b>	<b>3,046,980</b>	<b>20,820</b>
<b>TAXABLE MUNICIPAL BONDS:</b>											
	Univ of Kansas (AAA, AAA, Aaa, due 2/1/10)	139,964	141,327	1,363	1.0%	0.3	596.72	5.12%	139,937	141,778	(451)
	Univ of Miami (AAA, AAA, Aaa, due 4/1/10)	422,500	429,684	7,183	1.7%	0.5	1,752.07	4.98%	421,244	430,857	(1,173)
	<b>TOTAL</b>	<b>562,464</b>	<b>571,011</b>	<b>8,546</b>	<b>1.5%</b>	<b>0.5</b>	<b>2,348.79</b>	<b>5.01%</b>	<b>561,181</b>	<b>572,635</b>	<b>(1,624)</b>
<b>SBA'S:</b>											
	<b>TOTAL</b>	<b>44,258</b>	<b>44,413</b>	<b>155</b>	<b>0.3%</b>	<b>2.63</b>	<b>146.41</b>	<b>3.91%</b>	<b>46,669</b>	<b>46,805</b>	<b>(2,393)</b>

**University of North Texas**  
**Investments as of September 30, 2009**

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									BOOK VALUE 6/30/2009	MARKET VALUE 6/30/2009	
REPURCHASE AGREEMENT TOTAL		2,863,059	2,863,059	-	-	N/A	580.45	0.10%	3,114,236	3,114,236	
WELLS FARGO MONEY MARKET TOTAL		25,388,875	25,388,875	-	0.0%	N/A	6,756.00	0.34%	28,363,661	28,363,661	
TEXAS TERM DAILY: TOTAL		6,213,731	6,213,731	-	0.0%	N/A	1,902.75	0.37%	6,207,446	6,207,446	
TEXSTAR: TOTAL		18,760,638	18,760,638	-	0.0%	N/A	4,053.69	0.26%	18,746,519	18,746,519	
TEXPOOL: TOTAL		122,817,475	122,817,475	-	-	N/A	29,467.27	0.28%	110,728,995	110,728,995	
ENDOWMENTS:											
COMMON FUND	EQUITIES	10,204,304	15,424,379	5,220,075	51.2%	N/A	36,398.52	1.42%	10,122,019	13,345,018	2,079,361
	BONDS	6,111,015	6,444,990	333,975	5.5%	N/A	85,722.08	5.57%	5,793,014	5,784,852	660,138
	TOTAL	16,315,319	21,869,369	5,554,050			122,120.60		15,915,034	19,129,870	2,739,499
GRAND TOTALS		280,143,300	289,026,955	8,883,654	3.2%	1.19	490,397.22		270,931,151	277,708,754	2,435,278

**University of North Texas**  
**Investments as of September 30, 2009**

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									BOOK VALUE 6/30/2009	MARKET VALUE 6/30/2009	
Student Managed Investment											
Fidelity Investments		261,947.43	261,947.43	-	0.0%	N/A	426.03	0.00%			
USAA Life Insurance	Life Insurance	-	-	-		N/A	-	0.00%			
	Annuity	20,916.59	20,916.59	-	0.0%	N/A	67.32	0.00%			
UNX Brokerage Account		-	-				-				
	<b>TOTAL</b>	<b>282,864.02</b>	<b>282,864.02</b>	<b>-</b>	<b>0.0%</b>		<b>493.35</b>				