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CITY OF COLORADO SPRINGS

March 2017

➤ A BNY MELLON COMPANYSM



ACTIVITY AND PERFORMANCE SUMMARY

For the period January 1, 2017 - March 31, 2017

<u>Amortized Cost Basis Activity Summary</u>	
Opening balance	91,396,198.05
Income received	297,078.66
Total receipts	297,078.66
Total disbursements	0.00
Interportfolio transfers	12,685,543.06
Total Interportfolio transfers	12,685,543.06
Realized gain (loss)	3,830.36
Total amortization expense	(61,649.11)
Total OID/MKT accretion income	13,914.94
Return of capital	0.00
Closing balance	104,334,915.96
Ending fair value	103,790,529.23
Unrealized gain (loss)	(544,386.73)

<u>Detail of Amortized Cost Basis Return</u>				
	Interest earned	Accretion (amortization)	Realized gain (loss)	Total income
Commercial Paper	0.00	8,956.75	0.00	8,956.75
Corporate Bonds	108,287.50	(8,543.55)	0.00	99,743.95
Government Agencies	146,899.58	(25,465.46)	3,450.41	124,884.53
Government Bonds	68,419.95	(22,681.91)	379.95	46,117.99
Total	323,607.03	(47,734.17)	3,830.36	279,703.22

<u>Comparative Rates of Return (%)</u>			
	* Twelve month trailing	* Six month trailing	* Three month trailing
Fed Funds	0.48	0.29	0.17
Overnight Repo	0.49	0.25	0.15
Merrill Lynch 3m US Treas Bill	0.37	0.24	0.14
Merrill Lynch 6m US Treas Bill	0.48	0.30	0.17
ML 1 Year US Treasury Note	0.69	0.41	0.22
ML 2 Year US Treasury Note	0.93	0.56	0.30
ML 5 Year US Treasury Note	1.47	0.88	0.48

* rates reflected are cumulative

<u>Summary of Amortized Cost Basis Return for the Period</u>	
	Total portfolio
Interest earned	323,607.03
Accretion (amortization)	(47,734.17)
Realized gain (loss) on sales	3,830.36
Total income on portfolio	279,703.22
Average daily amortized cost	92,808,053.49
Period return (%)	0.30
YTD return (%)	0.30
Weighted average final maturity in days	603

ACTIVITY AND PERFORMANCE SUMMARY

For the period January 1, 2017 - March 31, 2017

<u>Fair Value Basis Activity Summary</u>		
Opening balance		90,791,766.10
Income received	297,078.66	
Total receipts		297,078.66
Total disbursements		0.00
Interportfolio transfers	12,685,543.06	
Total Interportfolio transfers		12,685,543.06
Unrealized gain (loss) on security movements		0.00
Return of capital		0.00
Change in fair value for the period		16,141.41
Ending fair value		103,790,529.23

<u>Detail of Fair Value Basis Return</u>			
	Interest earned	Change in fair value	Total income
Commercial Paper	0.00	9,452.01	9,452.01
Corporate Bonds	108,287.50	20,311.50	128,599.00
Government Agencies	146,899.58	21,853.22	168,752.80
Government Bonds	68,419.95	(35,475.32)	32,944.63
Total	323,607.03	16,141.41	339,748.44

<u>Comparative Rates of Return (%)</u>			
	* Twelve month trailing	* Six month trailing	* Three month trailing
Fed Funds	0.48	0.29	0.17
Overnight Repo	0.49	0.25	0.15
Merrill Lynch 3m US Treas Bill	0.36	0.19	0.10
Merrill Lynch 6m US Treas Bill	0.58	0.26	0.13
ML 1 Year US Treasury Note	0.56	0.21	0.16
ML US Treasury 1-3	0.25	(0.17)	0.26
ML US Treasury 1-5	(0.10)	(0.72)	0.37

* rates reflected are cumulative

<u>Summary of Fair Value Basis Return for the Period</u>	
	Total portfolio
Interest earned	323,607.03
Change in fair value	16,141.41
Total income on portfolio	339,748.44
Average daily total value *	92,581,918.85
Period return (%)	0.36
YTD return (%)	0.36
Weighted average final maturity in days	603

* Total value equals market value and accrued interest

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.

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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.

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ADDITIONAL INFORMATION

As of March 31, 2017

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