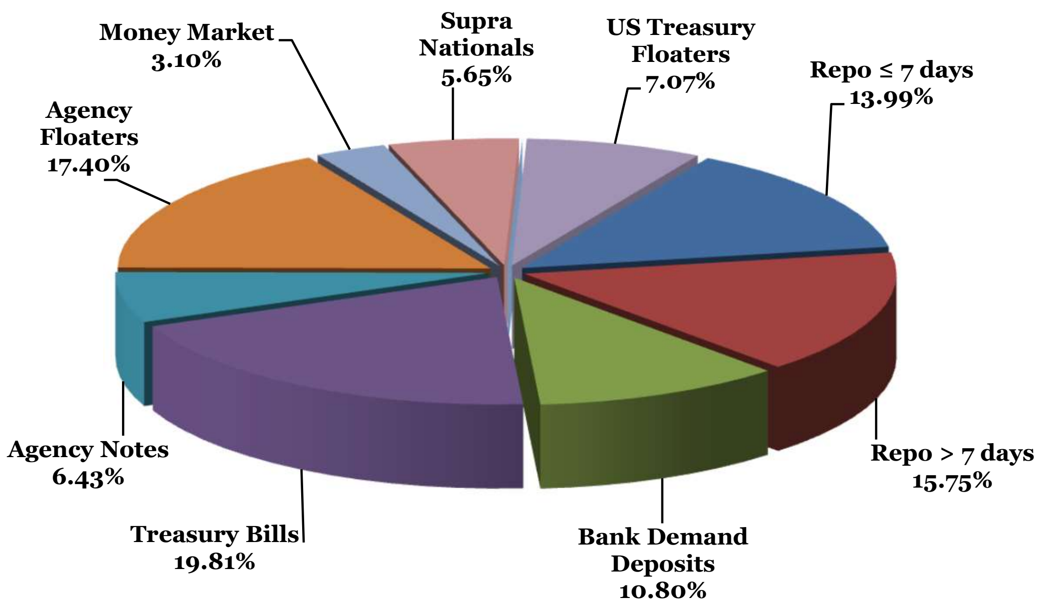
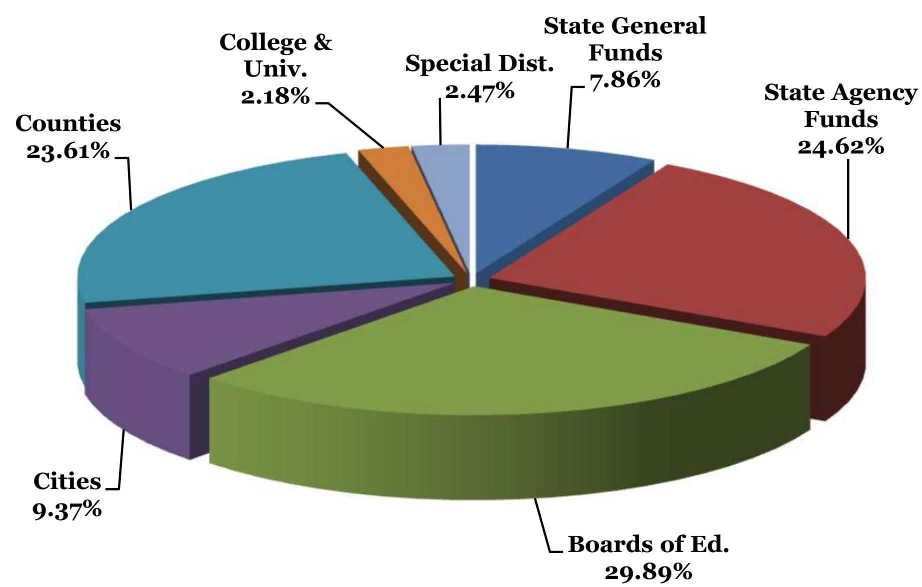
Georgia Fund 1 (GF1)

- O.C.G.A. § 36-83-1 to § 36-83-8 authorizes Georgia local governments and other eligible entities to invest funds in Georgia Fund 1 ("GF1"). GF1 is managed in trust by the Office of the State Treasurer.
- Eligible participants must complete a resolution authorizing investments to participate in the pool. The resolution and other documents can be found on our website at www.ost.georgia.gov
- GF1 is managed to maintain a constant net asset value (NAV) of $1.00.
- Yield is calculated on an actual/365-day basis net of administrative fee(1).
- GF1 is rated AAAf/S1 by Fitch.
- For the month of November 2023, GF1 participants earned 5.40%(2).
- As of November 30, 2023, GF1 assets were $32.1 billion.
- As of November 30, 2023, the weighted average maturity (WAM) was 36 days.

Portfolio Composition

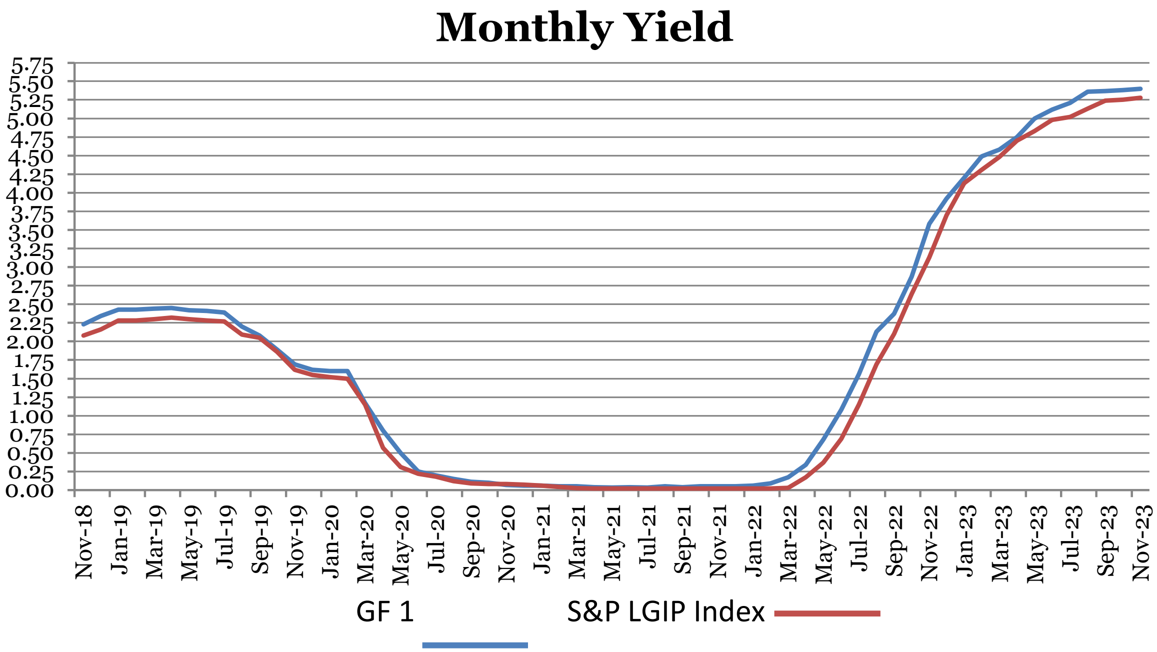


Account Holder Distribution



(1) Current administration fee is 5.5 basis-points. (2) Georgia Fund 1 Yield is calculated on an annualized basis.

December 12, 2023



In The News:

Additional information on the Georgia Fund 1 (GF1) holdings can be found on the website at https://ost.georgia.gov/gf1-holdings-reports. Holdings are updated quarterly. Other state portfolio holdings are listed on the website, as well.

In order to initiate a deposit or withdrawal from a GF1 account, an authorized user must call our office or log on to the secure Internet Participant Access System (IPAS) before 2:00pm on the business day preceding the day you want funds transferred to or from your account.

For GF1 investment related questions, please direct inquiries to Jon Perregaux, Senior Portfolio Manager, at **404-232-1498** or Jon.Perregaux@treasury.ga.gov.

Portfolio Strategy:

The Federal Open Market Committee (FOMC) opted to keep interest rates unchanged at the conclusion of the 12/13 FOMC meeting. This marks the third meeting in a row that the FOMC has maintained the Federal Funds Target Rate between 5.25% and 5.50%. FOMC Chair Jerome Powell surprised the market in his post meeting remarks by highlighting the possibility for interest rate cuts. This comes after defiantly stating at previous meetings that the FOMC will leave interest rates higher for longer to ensure the deterioration of inflationary pressures. Bond yields dropped on the news as the market prepares itself for possible interest rate cuts in the coming months.

Nonfarm Payrolls came in higher for November at +199k versus expectations of +185k. The Unemployment Rate decreased to 3.7%, down from 3.9% in October. November Consumer Price Index (CPI) and Producer Price Index (PPI) data suggests that inflation appears to be contained. Headline CPI YoY came in at +3.1%, unchanged from October and Headline PPI YoY came in at 0.9% down from 1.3% in October.

Overnight General Collateral (GC) Repurchase Agreements averaged a yield of 5.35% in November. Treasury Bill yields averaged 5.40% for 1-month maturities, 5.42% for 3-month maturities, 5.47% for 6-month maturities and 5.29% for 12-month maturities.

Jon Perregaux – Senior Portfolio

Maturity Distribution