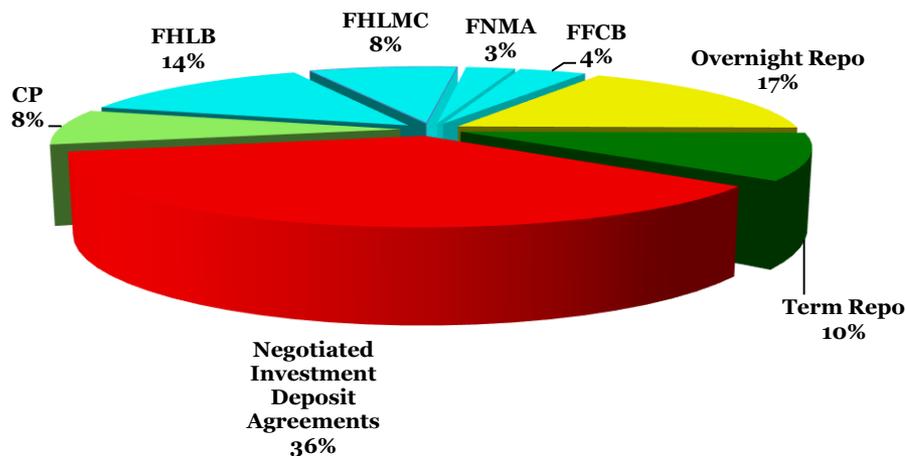


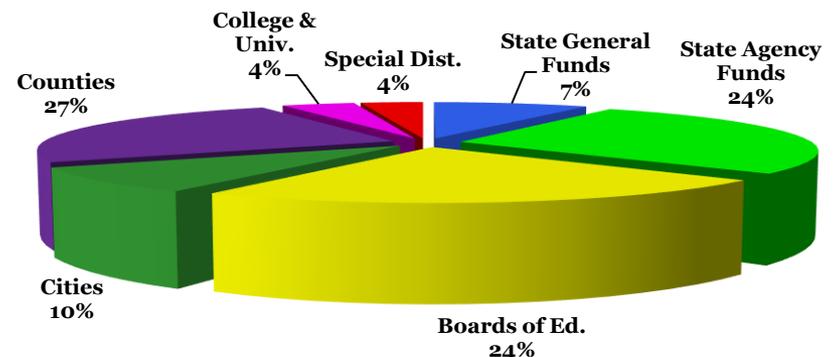
Georgia Fund 1 (GF1)

- Georgia Code annotated 36-83-1 to 36-83-8 authorizes Georgia local governments and other authorized entities to invest funds through the local government investment pool, Georgia Fund 1 (“GF1”). GF1 is managed by the Office of the State Treasurer.
- Eligible participants must complete a resolution authorizing investment 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.
- The yield is calculated on an actual/365 day basis and is net of the 3.3 basis points (bp) administrative fee.
- GF1 is rated AA+ by Standard & Poor’s.
- For the month of April 2015, GF1 participants earned .16% (16 bp)*.
- As of April 30, 2015, GF1 assets were \$11.2 billion.

Portfolio Composition

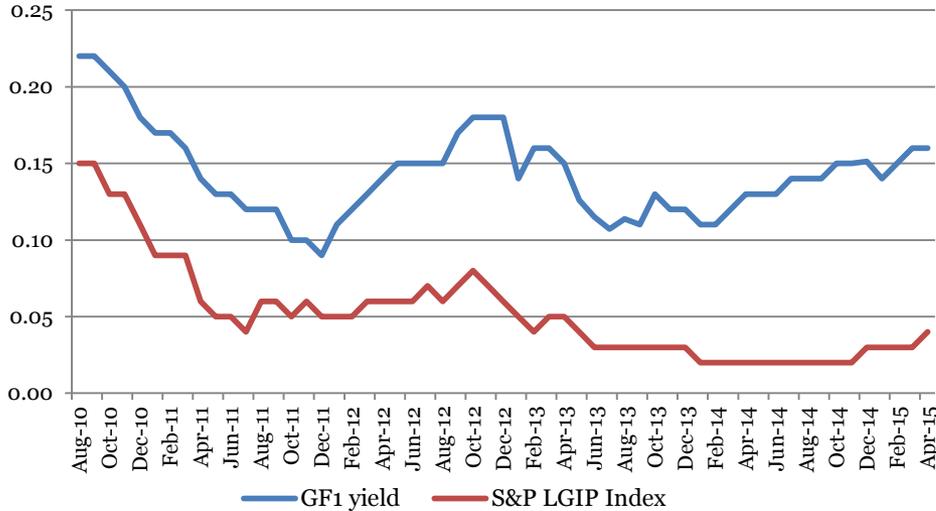


Account Holder Distribution



*Georgia Fund 1 yield is on an annualized basis.

Monthly Yield



In The News:

Georgia Fund 1 is a Standard & Poor's AAAf rated investment pool which is managed by the Office of the State Treasurer (OST) to maintain a constant net asset value (NAV) of \$1.00. OST reports monthly to participants on an amortized cost basis. The interest income, as well as gains and losses, net of administrative fees of Georgia Fund 1, are allocated to participants based on each participant's average daily balance each month.

The primary objective for Georgia Fund 1 since the pool's inception is preservation of principal. OST continues to operate and report monthly to participants on an amortized cost basis. Starting with fiscal year 2014, the investments will be valued for financial reporting purposes twice a year (June 30th and December 31st) at fair value. Participants will be informed of the fair valuation factor (1.0000 for both June 30, 2014 and December 31, 2014) that enables them to adjust their statement balances to fair value.

Portfolio Strategy:

GF1 is designed to maximize current income while preserving principal and providing daily liquidity. GF1 is managed to maintain a \$1.00 value and a weighted average maturity of 60 days or less, with the maximum maturity of any investment limited to 397 days. The GF1 weighted average maturity (WAM) was 60 days as of April 30, 2015. Repo rates averaged 14 bp for the month of April. As mentioned before, GF1 has negotiated investment agreements with several banks that provide overnight liquidity at rates significantly higher than overnight repos. As can be seen by the maturity distribution pie chart to the right, more than half of the portfolio is in overnight investments. These agreements continue to provide added yield to GF1 participants while reducing interest rate sensitivity if the Fed ever decides to raise interest rates. Speaking of the Fed, another month and another meeting with no change in interest rates. The April 29th statement by the Fed indicated that economic growth slowed during the winter months. In addition, the pace of job gains moderated, and the unemployment rate remained steady. Growth in household spending declined and households' real incomes rose strongly, partly reflecting earlier declines in energy prices. With all that said, the target range for the federal funds rate remains at 0 to 1/4 percent. And now the period of summer doldrums.....

Maturity Distribution

