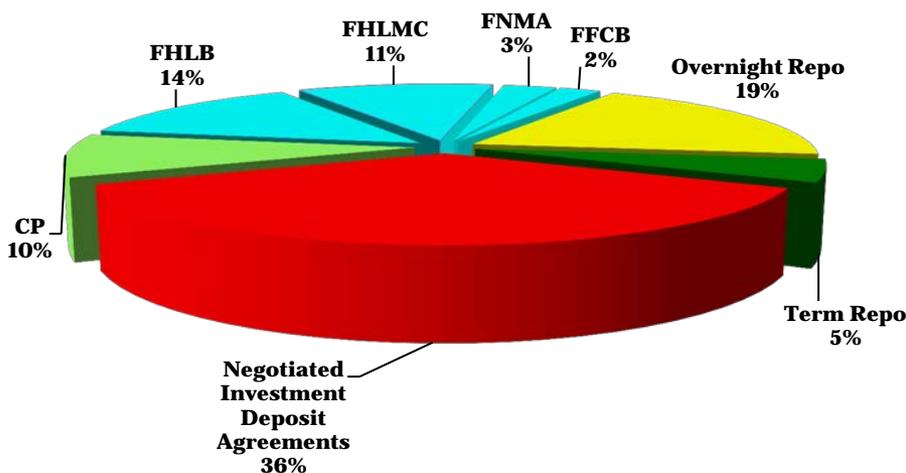


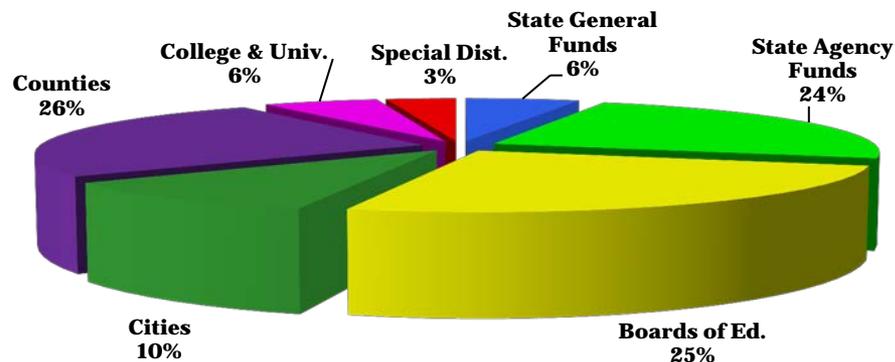
Georgia Fund 1 (GF1)

- 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 currently rated AA Af by Standard & Poor’s.
- For the month of March 2014, GF1 participants earned .12% (12 bp)*.
- As of March 31st, GF1 assets were \$10.4 billion.

Portfolio Composition

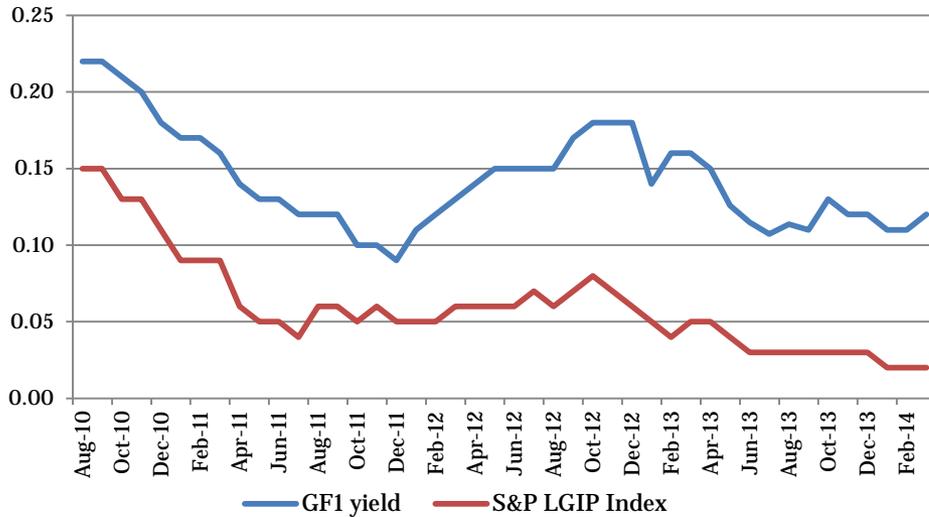


Account Holder Distribution



*Georgia Fund 1 yield is on annualized basis.

Monthly Yield



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 45 days as of March 31, 2014. Repo rates averaged 6.4 bp for the month of March, up 3.2 bp from the month of February. On February 26th, the Open Market Trading Desk at the Federal Reserve Bank of New York increased the fixed rate offered in its Reverse Repurchase Facility from 4 bp to 5 bp. The availability of the overnight repos at rates set by the Fed have helped to establish a floor for overnight repo rates. On March 19th, recently appointed Federal Reserve Chairwoman Janet Yellen held a press conference at which she suggested that interest rate increases might come about 6 months after Fed tapering ends. Fed tapering is currently expected to end this Fall putting short-term interest rate increases for mid-2015. As always, stay tuned.

In The News:

The last few years have been challenging for the markets and ultimately for state and local governments. Throughout the market turmoil, Georgia Fund 1 has remained a safe and secure investment. Our primary objective in managing Georgia Fund 1 has been and always will be preservation of principal. Although the Fed funds target remains at 0% to .25% for the fifth straight year, the target and thus short-term interest rates will eventually rise. Georgia Fund 1 should be an appealing investment in a rising rate environment. As in the past, we intend to position the portfolio to take advantage of any upward move in rates.

Maturity Distribution

