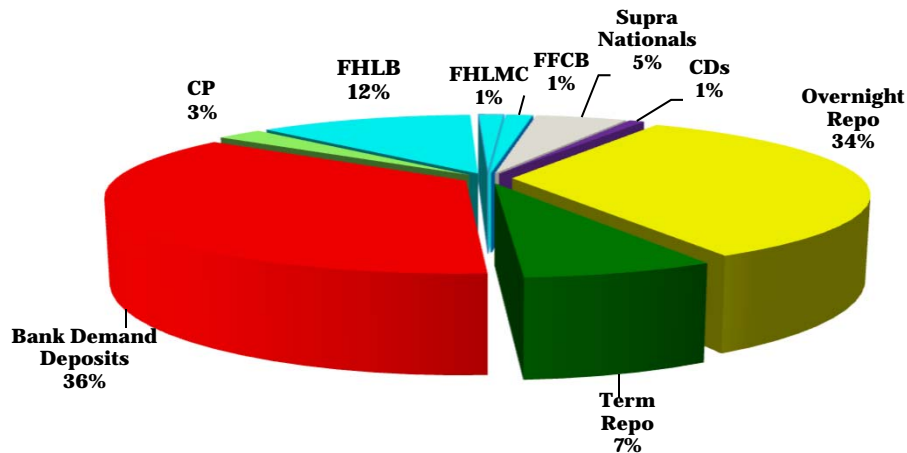


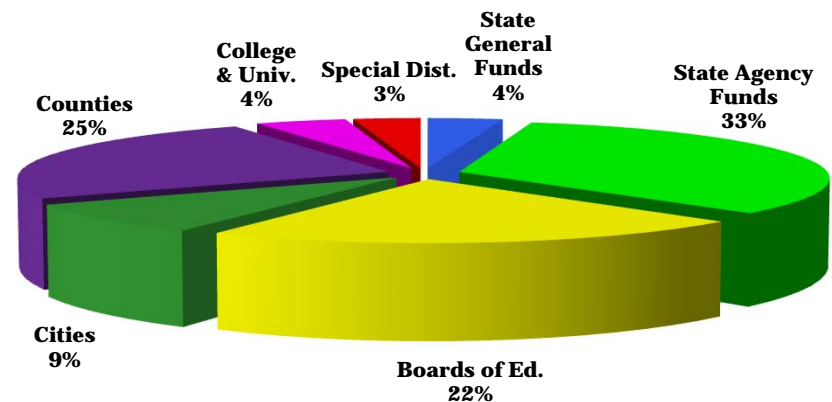
Georgia Fund 1 (GF1)

- O.C.C.G § 36-83-1 to 36-83-8 authorizes Georgia local governments and other authorized 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 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.
- Yield calculated on an actual/365 day basis net of 5 basis points (bp) administrative fee.
- GF1 is rated AA+ by Standard & Poor’s.
- For the month of October 2017, GF1 participants earned 1.09%*.
- As of October 31, 2017, GF1 assets were \$11.8 billion. The weighted average maturity (WAM) was 15 days.

Portfolio Composition

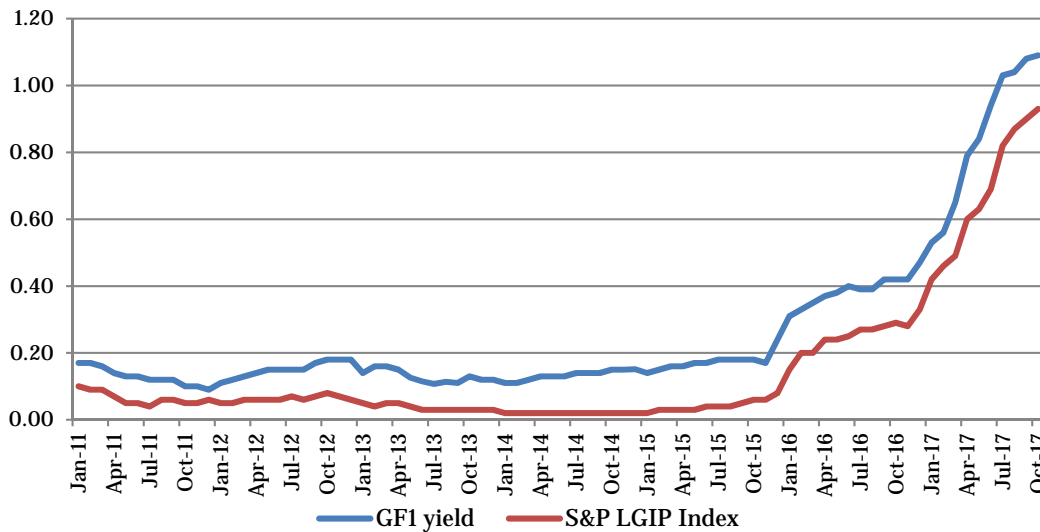


Account Holder Distribution



*Georgia Fund 1 yield is on an annualized basis.

Monthly Yield



Portfolio Strategy:

We started out the year 2017 with the Fed Funds target range at 0.50% - 0.75%. The Fed has raised rates twice thus far in 2017 taking the target range to 1.00% - 1.25%. This move in the Fed Funds target has pushed the net yield paid out to Georgia Fund 1 participants from 0.53% for the month of January to 1.09% for the month of October. The probability of a hike in interest rates at the December meeting based on Fed Funds futures is 92%. With close to 75% of the investments in Georgia Fund 1 tied to either the Fed Funds target or LIBOR, a move in December will continue to push the net yield paid out to GF1 participants higher.

President Donald Trump nominated Jerome Powell to run the Federal Reserve once current chair Janet Yellen's term expires in February 2018. It's expected that Powell will continue the programs of the Yellen led Fed. Mr. Powell believes the Fed should use all available tools – bond buying, interest rates and verbal guidance – to get unemployment down and keep inflation at its target of 2%. So it's more of the same, business as usual!

As we move into the Thanksgiving holidays, we would like to say “thanks” to our participants. We hope the holidays are filled with joy and family.

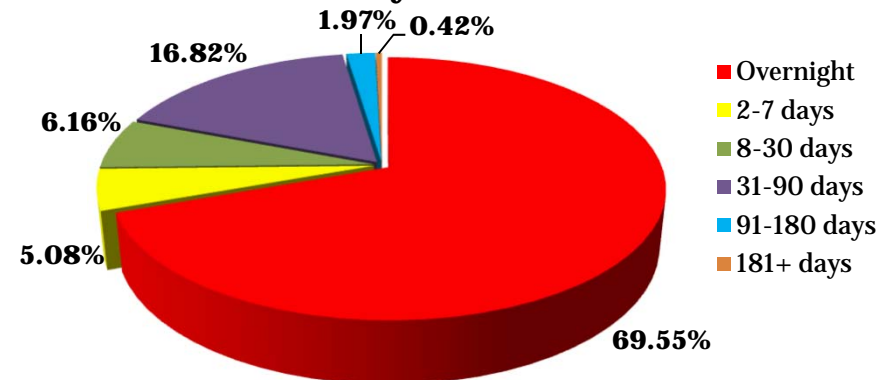
In The News:

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. At fiscal year end (June 30th), investments are valued for financial reporting purposes at fair value. The fair valuation factor that enables participants to adjust their statement balances to fair value is 1.0000 for June 30, 2017. Therefore, participants can use their statement balance as of June 30, 2017 as their fair value for reporting their investment in Georgia Fund 1.

As always, we are here to serve. Please contact Mary (mballard@treasury.ga.gov) with any questions regarding Georgia Fund 1 resolutions or IPAS issues. For investment related questions, please direct inquiries to lglenn@treasury.ga.gov

Maturity Distribution



Georgia Fund 1 deposits are not guaranteed or insured by any bank, the FDIC, the Federal Reserve Board, the State of Georgia or any other agency.