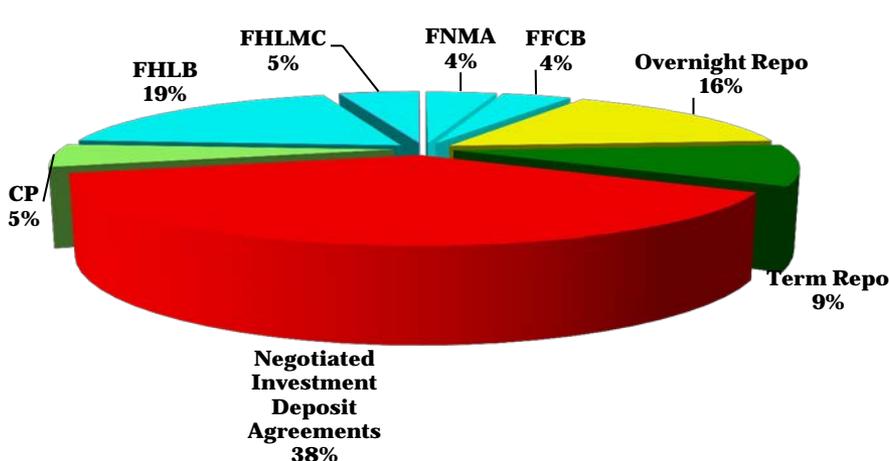


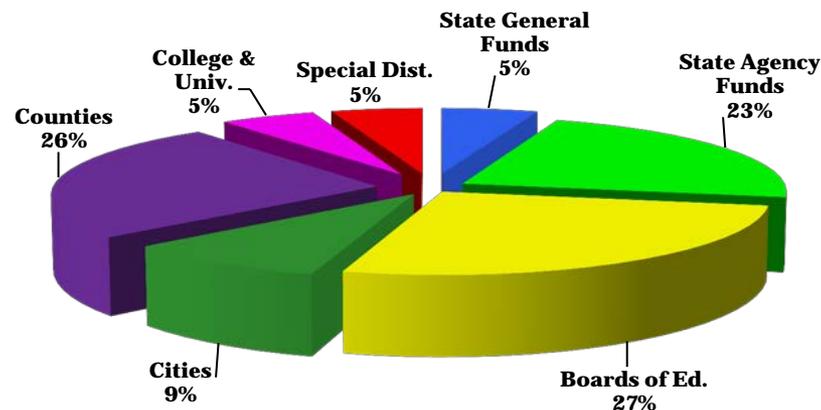
Georgia Fund 1 (GF1)

- 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 2013, GF1 participants earned .16% (16 bp).
- As of March 31st, GF1 assets were \$9.1 billion.

Portfolio Composition

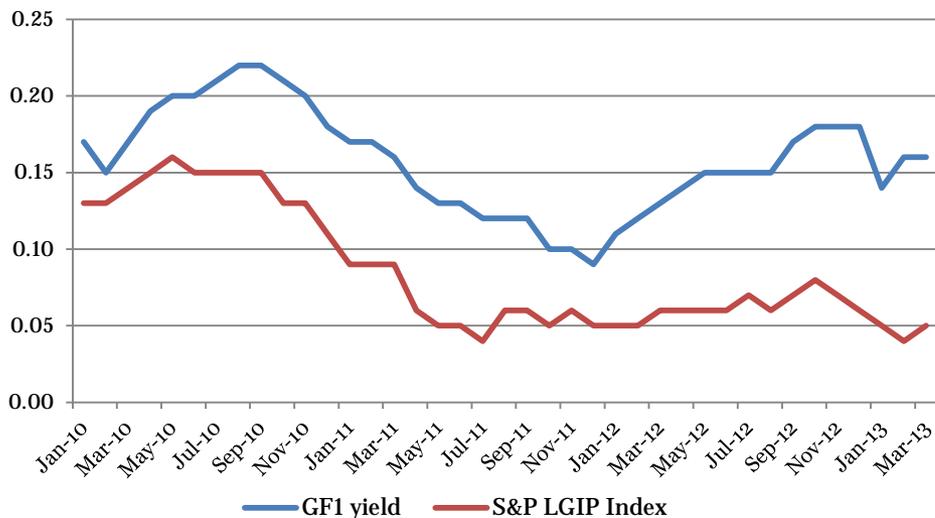


Account Holder Distribution



*See "In the news" on page 2 for information on the rating.

Monthly Yield



In The News:

Standard & Poor's (S&P) changed its ratings on GF1 to a 'AAAF' fund credit quality rating and a 'S1+' fund volatility rating from a 'AAAm' principal stability rating on December 18th. The change was made at OST's request to allow more flexibility to manage GF1 to less restrictive criteria given the sustained period of extremely low interest rates. Preservation of principal remains our primary investment objective and OST will continue to manage GF1 assets in a manner intended to preserve principal, provide liquidity and generate interest income which meets or exceeds the monthly net yield of the S&P Government Investment Pool Index.

Portfolio Strategy:

The GF1 weighted average maturity (WAM) was 48 days as of March 31, 2013. Repo rates averaged 16 basis points for the month of March, up 3 basis points from the month of February. The FOMC met in March and decided to keep the target range for the federal funds rate at zero to ¼ percent. The FOMC currently anticipates that this exceptionally low range for the federal funds rate will be appropriate at least as long as the unemployment rate remains above 6-1/2 percent, inflation between one and two years ahead is projected to be no more than a half percentage point above the Committee's 2 percent longer-run goal, and longer-term inflation expectations continue to be well anchored. With the Fed on hold, it will be more of the same.

Maturity Distribution

