

Port of Houston Authority Investment Report



For the Quarter Ended
March 31, 2012

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Distribution

Commissioners (7)

L. Waterworth

T. Heidt

Controller (3)

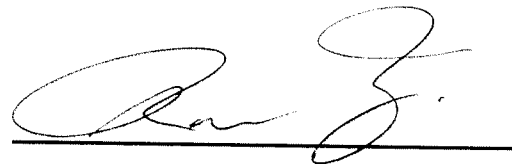
Certification

The undersigned have prepared this report for the Port of Houston Authority (the “Authority”) and certify that investment transactions entered into during the quarter ended March 31, 2012 were made in full compliance with Chapter 2256 of the Texas Government Code (the “Public Funds Investment Act” or “PFIA”) and our Investment Policy guidelines. The report includes the disclosures required by the Policy and the PFIA. To the extent possible, market prices have been obtained from independent pricing sources.



Thomas J. Heidt

VP, Finance and Administration



Ramon Yi

Senior Director, Finance

Executive Summary

- The Port continues to follow a conservative investment strategy, with the following objectives, in order of priority
 - Preservation and safety of principal
 - Liquidity
 - Yield
- Total Cash and Investments* at March 31, 2012
 - General Funds:
 - Operating \$ 313.5 Million
 - Promotion & Development \$ 4.4
 - Debt Service \$ 48.8
 - General Obligation Bond Funds:
 - Construction Fund \$ 59.2
 - Total

\$ 425.9 Million

* Includes cash in regular bank accounts, which is not considered part of the investment portfolio

Executive Summary (cont.)

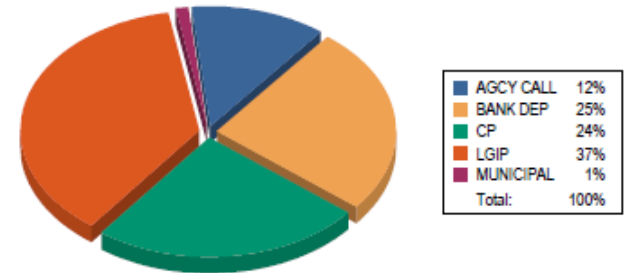
Account Summary

As of 12/31/11

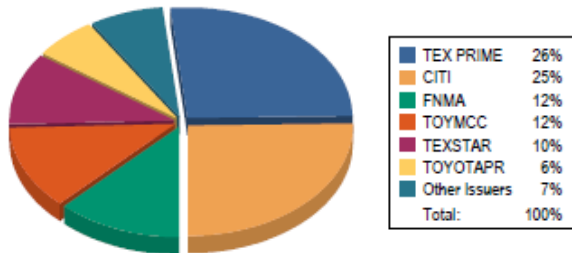
As of 03/31/12

| | | |
|--------------------------|----------------|----------------|
| Par Value | 371,382,195.69 | 408,649,608.25 |
| Market Value | 371,586,770.69 | 408,390,413.25 |
| Book Value | 371,317,612.44 | 408,353,052.50 |
| Unrealized Gain / (Loss) | 269,158.25 | 37,360.75 |
| Market Value % | 100.06% | 99.94% |
| Weighted Avg. YTW | 0.492% | 0.440% |
| Weighted Avg. YTM | 0.529% | 0.440% |

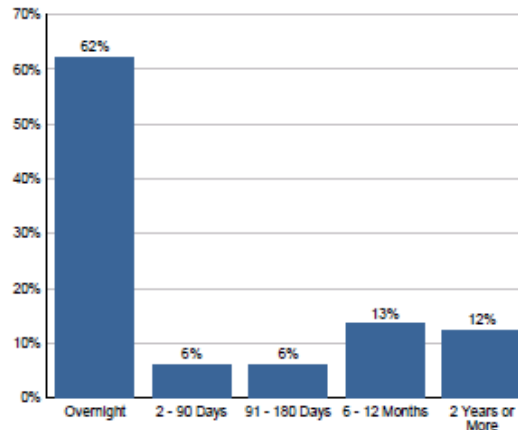
Allocation by Security Type



Allocation by Issuer

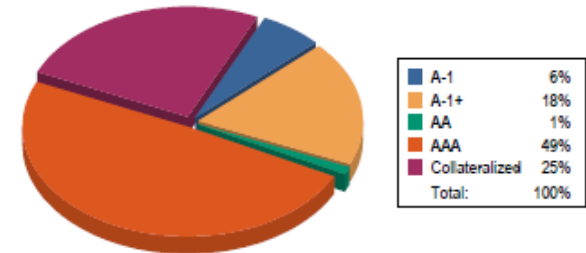


Maturity Distribution %



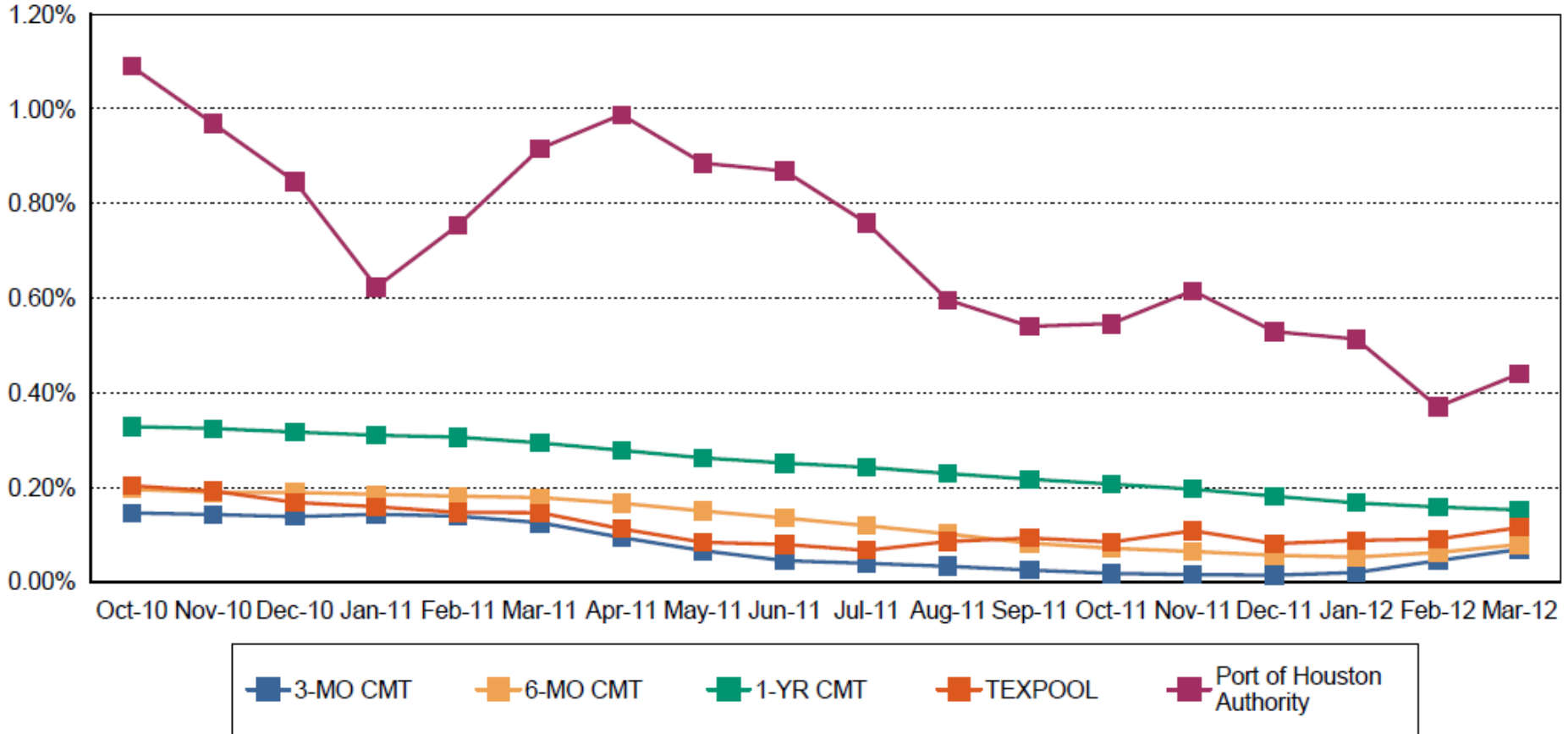
Weighted Average Days to Maturity: 221

Credit Quality



Executive Summary (cont.)

Yield on Investments



Note 1: CMT stands for Constant Maturity Treasury. This data is published in Federal Reserve Statistical Release H.15 and represents an average of all actively traded Treasury securities having that time remaining until maturity. This is a standard industry benchmark for Treasury securities. The CMT benchmarks are moving averages. The 3-month CMT is the daily average for the previous 3 months, the 6-month CMT is the daily average for the previous 6 months, and the 1-year and 2-year CMT's are the daily averages for the previous 12-months.

Note 2: Benchmark data for TexPool is the monthly average yield.

Detail of Investment Holdings

As of March 31, 2012

| CUSIP | Settle Date | Sec. Type | Sec. Description | CPN | Mty Date | Next Call | Call Type | Par Value | Purch Price | Orig Cost | Book Value | Mkt Price | Market Value | Days to Mty | Days to Call | YTM | YTW |
|--|-------------|-----------|---------------------|-------|----------|-----------|-----------|-----------------------|----------------|-----------------------|-----------------------|----------------|-----------------------|-------------|--------------|--------------|--------------|
| Debt Service Fund | | | | | | | | | | | | | | | | | |
| CB-PORHOU | | BANK DEP | Citibank | 0.000 | | | | 29,873,616.33 | 100.000 | 29,873,616.33 | 29,873,616.33 | 100.000 | 29,873,616.33 | 1 | 1 | 0.370 | 0.370 |
| Total for General Obligation Fund | | | | | | | | 29,873,616.33 | 100.000 | 29,873,616.33 | 29,873,616.33 | 100.000 | 29,873,616.33 | 1 | 1 | 0.370 | 0.370 |
| General Fund | | | | | | | | | | | | | | | | | |
| CB-PORHOU | | BANK DEP | Citibank | 0.000 | | | | 73,562,371.50 | 100.000 | 73,562,371.50 | 73,562,371.50 | 100.000 | 73,562,371.50 | 1 | 1 | 0.370 | 0.370 |
| TEXPRIME | | LGIP | TexPool Prime | 0.000 | | | | 107,927,829.65 | 100.000 | 107,927,829.65 | 107,927,829.65 | 100.000 | 107,927,829.65 | 1 | 1 | 0.160 | 0.160 |
| TEXSTAR | | LGIP | TexSTAR | 0.000 | | | | 42,285,790.77 | 100.000 | 42,285,790.77 | 42,285,790.77 | 100.000 | 42,285,790.77 | 1 | 1 | 0.115 | 0.115 |
| 89233GF43 | 09/08/11 | CP - DISC | Toyota Mtr Cr | 0.000 | 06/04/12 | | | 25,000,000.00 | 99.550 | 24,887,500.00 | 24,973,333.25 | 99.966 | 24,991,425.00 | 65 | 65 | 0.603 | 0.603 |
| 8923A0JD6 | 02/21/12 | CP - DISC | Toyota Credit PR | 0.000 | 09/13/12 | | | 25,000,000.00 | 99.727 | 24,931,666.67 | 24,945,000.00 | 99.839 | 24,959,650.00 | 166 | 166 | 0.481 | 0.481 |
| 64966HMM9 | 10/15/09 | MUNICIPAL | New York City, NY | 2.045 | 10/01/12 | Anytime | CONT | 5,000,000.00 | 100.000 | 5,000,000.00 | 5,000,000.00 | 100.766 | 5,038,280.00 | 184 | 5 | 2.045 | 2.045 |
| 89233GLD6 | 02/17/12 | CP - DISC | Toyota Mtr Cr | 0.000 | 11/13/12 | | | 25,000,000.00 | 99.513 | 24,878,125.00 | 24,897,986.00 | 99.697 | 24,924,325.00 | 227 | 227 | 0.653 | 0.653 |
| 3024A6LE0 | 03/01/12 | CP - DISC | FCAR Owner Trust II | 0.000 | 11/14/12 | | | 25,000,000.00 | 99.549 | 24,887,125.00 | 24,887,125.00 | 99.683 | 24,887,125.00 | 228 | 228 | 0.633 | 0.633 |
| 3136FTY37 | 03/14/12 | AGCY CALL | FNMA | 1.000 | 03/14/16 | 09/14/12 | QRTLY | 50,000,000.00 | 100.000 | 50,000,000.00 | 50,000,000.00 | 99.880 | 49,940,000.00 | 1,444 | 167 | 1.000 | 1.000 |
| Total for General Fund | | | | | | | | 378,775,991.92 | 99.890 | 378,360,408.59 | 378,479,436.17 | 99.932 | 378,516,796.92 | 239 | 68 | 0.446 | 0.446 |
| Total for Port of Houston Authority | | | | | | | | 408,649,608.25 | 99.898 | 408,234,024.92 | 408,353,052.50 | 99.937 | 408,390,413.25 | 221 | 63 | 0.440 | 0.440 |

Investment Transactions

Quarter Ended March 31, 2012

| Trade Date | Settle Date | CUSIP | Security Type | Security Description | Coupon | Mty Date | Call Date | Par Value | Price | Principal Amount | Int Purchased / Received | Total Amount | Realized Gain / Loss | YTM | YTW |
|---------------------------------------|-------------|-----------|---------------|-------------------------|--------|----------|-----------|---------------------|---------|---------------------|--------------------------|---------------------|----------------------|--------------|-----|
| 2010 D2 Bond Construction Fund | | | | | | | | | | | | | | | |
| Maturities | | | | | | | | | | | | | | | |
| 03/15/12 | 03/15/12 | 649902Y98 | MUNICIPAL | NY ST Dorm Auth Tax Rev | 1.149 | 03/15/12 | | 5,000,000.00 | 100.000 | 5,000,000.00 | 0.00 | 5,000,000.00 | | 1.149 | |
| Total for: Maturities | | | | | | | | 5,000,000.00 | | 5,000,000.00 | 0.00 | 5,000,000.00 | | 1.149 | |
| Income Payments | | | | | | | | | | | | | | | |
| 03/15/12 | 03/15/12 | 649902Y98 | MUNICIPAL | NY ST Dorm Auth Tax Rev | 1.149 | 03/15/12 | | | | 0.00 | 28,725.00 | 28,725.00 | | | |
| Total for: Income Payments | | | | | | | | | | 0.00 | 28,725.00 | 28,725.00 | | | |

Investment Transactions (cont.)

Quarter Ended March 31, 2012

| Trade Date | Settle Date | CUSIP | Security Type | Security Description | Coupon | Mty Date | Call Date | Par Value | Price | Principal Amount | Int Purchased / Received | Total Amount | Realized Gain / Loss | YTM | YTW |
|-----------------------------------|-------------|-----------|---------------|----------------------|--------|----------|-----------|-----------------------|---------|-----------------------|--------------------------|-----------------------|----------------------|--------------|--------------|
| General Fund | | | | | | | | | | | | | | | |
| Sales | | | | | | | | | | | | | | | |
| 02/17/12 | 02/21/12 | 3136FRGF4 | AGCY CALL | FNMA | 1.650 | 04/25/14 | 04/25/12 | 50,000,000.00 | 100.265 | 50,132,500.00 | 265,833.33 | 50,398,333.33 | 132,500.00 | 1.650 | 0.158 |
| Total for: Sales | | | | | | | | 50,000,000.00 | | 50,132,500.00 | 265,833.33 | 50,398,333.33 | 132,500.00 | 1.650 | 0.158 |
| Calls | | | | | | | | | | | | | | | |
| 03/06/12 | 03/07/12 | 3134G14Z4 | AGCY STEP | FHLMC | 2.375 | 03/07/14 | 03/07/12 | 15,000,000.00 | 100.000 | 15,000,000.00 | 0.00 | 15,000,000.00 | | 1.908 | 2.375 |
| Total for: Calls | | | | | | | | 15,000,000.00 | | 15,000,000.00 | 0.00 | 15,000,000.00 | | 1.908 | 2.375 |
| Purchases | | | | | | | | | | | | | | | |
| 02/17/12 | 02/17/12 | 89233GLD6 | CP - DISC | Toyota Mtr Cr | | 11/13/12 | | 25,000,000.00 | 99.513 | 24,878,125.00 | 0.00 | 24,878,125.00 | | 0.653 | 0.653 |
| 02/17/12 | 03/14/12 | 3136FTY37 | AGCY CALL | FNMA | 1.000 | 03/14/16 | 09/14/12 | 50,000,000.00 | 100.000 | 50,000,000.00 | 0.00 | 50,000,000.00 | | 1.000 | 1.000 |
| 02/21/12 | 02/21/12 | 8923A0JD6 | CP - DISC | Toyota Credit PR | | 09/13/12 | | 25,000,000.00 | 99.727 | 24,931,666.67 | 0.00 | 24,931,666.67 | | 0.481 | 0.481 |
| 03/01/12 | 03/01/12 | 3024A6LE0 | CP - DISC | FCAR Owner Trust II | | 11/14/12 | | 25,000,000.00 | 99.549 | 24,887,125.00 | 0.00 | 24,887,125.00 | | 0.633 | 0.633 |
| Total for: Purchases | | | | | | | | 125,000,000.00 | | 124,696,916.67 | 0.00 | 124,696,916.67 | | 0.753 | 0.753 |
| Income Payments | | | | | | | | | | | | | | | |
| 03/07/12 | 03/07/12 | 3134G14Z4 | AGCY STEP | FHLMC | 2.375 | 03/07/14 | | | | 0.00 | 75,000.00 | 75,000.00 | | | |
| Total for: Income Payments | | | | | | | | | | 0.00 | 75,000.00 | 75,000.00 | | | |

Changes in Book and Market Values

| CUSIP | Security Type | Security Description | 12/31/11 Book Value | Cost of Purchases | Maturities / Calls / Sales | Amortization / Accretion | Realized Gain/(Loss) | 03/31/12 Book Value | 12/31/11 Market Value | 03/31/12 Market Value | Change in Mkt Value |
|---|---------------|--|------------------------|-----------------------|-------------------------------|-----------------------------|-------------------------|------------------------|--------------------------|--------------------------|------------------------|
| 2010 D2 Bond Construction Fund | | | | | | | | | | | |
| 649902Y98 | MUNICIPAL | NY ST Dorm Auth Tax Rev 1.149 03/15/12 | 5,000,000.00 | 0.00 | (5,000,000.00) | 0.00 | 0.00 | 0.00 | 5,007,650.00 | 0.00 | (5,007,650.00) |
| Total for 2010 D2 Bond Construction Fund | | | 5,000,000.00 | 0.00 | (5,000,000.00) | 0.00 | 0.00 | 0.00 | 5,007,650.00 | 0.00 | (5,007,650.00) |
| Debt Service Fund | | | | | | | | | | | |
| CB-PORHOU | BANK DEP | Citibank | 9,551,088.79 | 37,953,598.47 | (17,631,070.93) | 0.00 | 0.00 | 29,873,616.33 | 9,551,088.79 | 29,873,616.33 | 20,322,527.54 |
| Total for Debt Service Fund | | | 9,551,088.79 | 37,953,598.47 | (17,631,070.93) | 0.00 | 0.00 | 29,873,616.33 | 9,551,088.79 | 29,873,616.33 | 20,322,527.54 |
| General Fund | | | | | | | | | | | |
| CB-PORHOU | BANK DEP | Citibank | 109,965,163.54 | 0.00 | (36,402,792.04) | 0.00 | 0.00 | 73,562,371.50 | 109,965,163.54 | 73,562,371.50 | (36,402,792.04) |
| JPM-GOVT | MMF | JPM US Govt MM Cap Class | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| TEXPOOL | LGIP | TexPool | 36,404,193.53 | 19,503,268.05 | (55,907,461.58) | 0.00 | 0.01 | 0.00 | 36,404,193.53 | 0.00 | (36,404,193.53) |
| TEXPRIME | LGIP | TexPool Prime | 0.00 | 107,927,829.67 | 0.00 | 0.00 | 0.00 | 107,927,829.65 | 0.00 | 107,927,829.65 | 107,927,829.65 |
| TEXSTAR | LGIP | TexSTAR | 115,461,749.83 | 17,891.03 | (73,193,850.09) | 0.00 | 0.00 | 42,285,790.77 | 115,461,749.83 | 42,285,790.77 | (73,175,959.06) |
| 89233GF43 | CP - DISC | Toyota Mtr Cr 0.000 06/04/12 | 24,935,416.75 | 0.00 | 0.00 | 37,916.50 | 0.00 | 24,973,333.25 | 24,953,425.00 | 24,991,425.00 | 38,000.00 |
| 8923A0JD6 | CP - DISC | Toyota Credit PR 0.000 09/13/12 | 0.00 | 24,931,666.67 | 0.00 | 13,333.33 | 0.00 | 24,945,000.00 | 0.00 | 24,959,650.00 | 24,959,650.00 |
| 64966HMM9 | MUNICIPAL | New York City, NY 2.045 10/01/12 | 5,000,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 5,000,000.00 | 5,050,000.00 | 5,038,280.00 | (11,720.00) |
| 89233GLD6 | CP - DISC | Toyota Mtr Cr 0.000 11/13/12 | 0.00 | 24,878,125.00 | 0.00 | 19,861.00 | 0.00 | 24,897,986.00 | 0.00 | 24,924,325.00 | 24,924,325.00 |
| 3024A6LE0 | CP - DISC | FCAR Owner Trust II 0.000 11/14/12 | 0.00 | 24,887,125.00 | 0.00 | 0.00 | 0.00 | 24,887,125.00 | 0.00 | 24,887,125.00 | 24,887,125.00 |
| 3134G14Z4 | AGCY STEP | FHLMC 2.375 03/07/14 | 15,000,000.00 | 0.00 | (15,000,000.00) | 0.00 | 0.00 | 0.00 | 15,013,500.00 | 0.00 | (15,013,500.00) |
| 3136FRGF4 | AGCY CALL | FNMA 1.650 04/25/14 | 50,000,000.00 | 0.00 | (50,132,500.00) | 0.00 | 132,500.00 | 0.00 | 50,180,000.00 | 0.00 | (50,180,000.00) |
| 3136FTY37 | AGCY CALL | FNMA 1.000 03/14/16 | 0.00 | 50,000,000.00 | 0.00 | 0.00 | 0.00 | 50,000,000.00 | 0.00 | 49,940,000.00 | 49,940,000.00 |
| Total for General Fund | | | 356,766,523.85 | 252,145,905.42 | (230,836,603.71) | 71,110.83 | 132,500.01 | 378,479,436.17 | 357,028,031.90 | 378,516,796.92 | 21,488,765.02 |
| Total for Port of Houston Authority | | | 371,317,612.44 | 290,099,503.89 | (253,267,674.64) | 71,110.83 | 132,500.01 | 408,353,052.50 | 371,586,770.69 | 408,390,413.25 | 36,803,642.56 |

Investment Income

Quarter Ended March 31, 2012

| CUSIP | Security Type | Security Description | Beg. Accrued | Interest Earned | Interest Rec'd / Sold / Matured | Interest Purchased | Ending Accrued | Disc Accr / Prem Amort | Net Income |
|---|---------------|--|-------------------|-------------------|---------------------------------|--------------------|------------------|------------------------|-------------------|
| 2010 D2 Bond Construction Fund | | | | | | | | | |
| 649902Y98 | MUNICIPAL | NY ST Dorm Auth Tax Rev 1.149 03/15/12 | 16,915.83 | 11,809.17 | 28,725.00 | 0.00 | 0.00 | 0.00 | 11,809.17 |
| Total for 2010 D2 Bond Construction Fund | | | 16,915.83 | 11,809.17 | 28,725.00 | 0.00 | 0.00 | 0.00 | 11,809.17 |
| Debt Service Fund | | | | | | | | | |
| CB-PORHOU | BANK DEP | Citibank | 0.00 | 30,157.40 | 30,157.40 | 0.00 | 0.00 | 0.00 | 30,157.40 |
| Total for Debt Service Fund | | | 0.00 | 30,157.40 | 30,157.40 | 0.00 | 0.00 | 0.00 | 30,157.40 |
| General Fund | | | | | | | | | |
| CB-PORHOU | BANK DEP | Citibank | 0.00 | 76,697.24 | 76,697.24 | 0.00 | 0.00 | 0.00 | 76,697.24 |
| TEXPOOL | LGIP | TexPool | 0.00 | 5,826.42 | 5,826.42 | 0.00 | 0.00 | 0.00 | 5,826.42 |
| TEXPRIME | LGIP | TexPool Prime | 0.00 | 17,809.70 | 17,809.70 | 0.00 | 0.00 | 0.00 | 17,809.70 |
| TEXSTAR | LGIP | TexSTAR | 0.00 | 24,040.94 | 24,040.94 | 0.00 | 0.00 | 0.00 | 24,040.94 |
| 89233GF43 | CP - DISC | Toyota Mtr Cr 0.000 06/04/12 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 37,916.50 | 37,916.50 |
| 8923A0JD6 | CP - DISC | Toyota Credit PR 0.000 09/13/12 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 13,333.33 | 13,333.33 |
| 64966HMM9 | MUNICIPAL | New York City, NY 2.045 10/01/12 | 25,562.50 | 25,562.50 | 0.00 | 0.00 | 51,125.00 | 0.00 | 25,562.50 |
| 89233GLD6 | CP - DISC | Toyota Mtr Cr 0.000 11/13/12 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 19,861.00 | 19,861.00 |
| 3134G14Z4 | AGCY STEP | FHLMC 2.375 03/07/14 | 47,500.00 | 27,500.00 | 75,000.00 | 0.00 | 0.00 | 0.00 | 27,500.00 |
| 3136FRGF4 | AGCY CALL | FNMA 1.650 04/25/14 | 151,250.00 | 114,583.33 | 265,833.33 | 0.00 | 0.00 | 0.00 | 114,583.33 |
| Total for General Fund | | | 224,312.50 | 292,020.13 | 465,207.63 | 0.00 | 51,125.00 | 71,110.83 | 363,130.96 |
| Total for Port of Houston Authority | | | 241,228.33 | 333,986.70 | 524,090.03 | 0.00 | 51,125.00 | 71,110.83 | 405,097.53 |

Compliance

Requirement

4.5 Maturity

- Operating funds \leq 3 years
- Debt service funds \leq 1 year
- Construction funds \leq 4 years
- Bond reserve funds \leq maturity date of the bonds
- Weighted average maturity excluding construction, debt service and bond reserve funds \leq 2 years

4.6 Diversification

- Avoid undue concentration of assets by staggering maturities
- Select maturities to provide stability of income and reasonable liquidity

Actual Performance

4.5 Maturity

- Compliant
- Compliant
- Compliant
- Compliant (no investments in bond reserve funds currently)
- Compliant (weighted average days to call of 63 days, and weighted average maturity of 221 days)

4.6 Diversification

- Compliant (maturities through 2016, with call dates through Sept 2012)
- Compliant (\$253 million in MMF, LGIP and bank deposits, \$100 million in CP)

Compliance (cont.)

Requirement

4.6 Diversification Limitations

- No more than 25% of operating funds (excluding major capex, debt service, bond reserve and capitalized interest) invested beyond 24 months
- Average maturity of portfolio shall not exceed two years
- Maximum 25% of portfolio invested in time deposits of a single issuer
- Maximum 18% of portfolio invested in a single municipal or Commercial Paper issuer
- Maximum 30% of portfolio invested in a single Federal agency issuer

Actual Performance

4.6 Diversification Limitations

- Compliant (only 12% of operating funds are actually invested beyond 24 months)
- Compliant (weighted average maturity of 221 days, or 63 days to the call/put dates)
- Compliant (there are no investments in time deposits or CD's presently)
- Compliant (highest concentration for any single CP issuer is currently 12% of the portfolio)
- Compliant (highest concentration is 12% in FNMA)

Glossary

- Funds
- Terms
- Investment Types

Glossary - Funds

| | |
|---------------------------------|---|
| Bond Reserve Fund | A restricted fund where monies are set aside to meet covenants under revenue bond indentures, and the total amount is typically equivalent to the one year average of principal and interest due on all outstanding revenue bonds. |
| Construction Fund | A restricted fund where proceeds of bond issuances are designated for construction projects, and which may be invested in longer-dated maturities structured to meet the timing of the construction projects. |
| Debt Service Fund | Also referred to as an Interest and Redemption (“I&R”) Fund, as monies in this fund are used to cover principal and interest payments due on our outstanding General Obligations tax bonds. Monies are received from the Harris County Tax Assessor-Collector representing Ad Valorem Taxes levied and collected annually from Harris County taxpayers, net of collection fees. Any shortfalls due to timing differences may be met from temporary transfers from the Operating Fund, but Harris County should be contacted to resolve the issue. |
| General Fund | An unrestricted fund. |
| General Obligations Fund | Another term for a Construction Fund which is funded from proceeds of General Obligations bond issuances. |
| Operating Fund | A highly liquid general fund used to meet current spending needs. |
| P & D Fund | The Promotion and Development Fund was created by action of the Port Commission in accordance with Section 60.201 of the Texas Water Code. A navigation district may set aside up to 5% of gross income from operations to pay expenses connected with (1) any activity or matter incidental to the advertising, development, or promotion of the district or its ports, waterways, harbors or terminals; (2) furthering the general welfare of the district and its facilities; and/or (3) the betterment of the district's relations with steamship and rail lines, shippers, governmental officials, or others interested in ports, waterways, harbors or terminals. The P&D Fund has been audited by the State Auditor’s Office and found to be in compliance with statute. The Harris County Auditor’s Office reviews and approves expenditures from the P&D Fund. |

Glossary - Terms

| | |
|-----------------------------|---|
| Book Value | The cost basis of an investment, plus or minus any discount or premium paid. |
| Bullet Maturity | An investment with no (further) calls or put options prior to the final maturity date. |
| Call or Call Option | An instrument which may be “called” (i.e., redeemed) at the option of the issuer. |
| Coupon Rate | The interest rate specified in the debt instrument. |
| Discount | The difference between the par value of an investment and the price at which it is issued, when issued at a price below par. |
| Effective Rate | Another term for Yield. |
| Face Value | Another term for Par Value. |
| Market Value | The price a willing buyer is willing to pay for an instrument. |
| Municipal | A debt security issued by a State, governmental or political subdivision or municipality. |
| Par Value | The face amount or principal amount of an investment which the borrower agrees to repay at maturity and the amount on which interest payments are based. |
| Premium | The difference between the par value of an investment and the price at which it is issued, when issued at a price above par. |
| Put or Put Option | An instrument which may be “put” back to the issuer (i.e., redeemed) at the option of the holder. |
| Stated Rate | Another term for Coupon Rate. |
| Step Up or Step Note | Investments which offer one or more increases in the Coupon Rate if the instruments are not called by specific date(s). |
| Yield, YTW, YTM | The true interest rate (i.e., total interest received divided by the cost of the investment) on an annualized basis, often expressed as “Yield to Worst (call/put date)” and “Yield to Maturity”. |

Glossary – Investment Types

| | |
|------------------------------------|---|
| AGCY | Federal agency paper (may be callable, have bullet maturity and/or offer “step up” in interest rate) |
| AGCY CALL | Federal agency paper that is callable |
| BANK DEP | Bank deposit |
| CGMI | Citigroup Global Markets, Inc. |
| Citibank | Citibank, N.A. |
| CMO | Collateralized Mortgage Obligations |
| CP | Commercial Paper |
| CP-DISC or DCP | Commercial Paper purchased at a discount |
| FAMC or Farmer Mac | Federal Agriculture Mortgage Corporation |
| FCAR Owner Trust | CP backed by Ford Motor retail sale contracts |
| FFCB | Federal Farm Credit Bureau |
| FHLB | Federal Home Loan Bank |
| FHLMC or Freddie Mac | Federal Home Loan Mortgage Corporation |
| FMCC | Ford Motor Credit Company |
| FNMA or Fannie Mae | Federal National Mortgage Corporation |
| FSC or FSW | First Southwest Company |
| FSN | FHLMC Step Note |
| GECC | General Electric Capital Corp. |
| GMAC | General Motors Acceptance Corp. |
| GOB | General Obligation Bond |
| JPM US Gov MM Cap | JPMorgan US Govt Money Market – Capital Class |
| LGIP | Local Government Investment Pool (e.g., TexSTAR, TexPool, TexPool Prime) |
| MM or MMF | Money Market Fund |
| MSSB | Morgan Stanley Smith Barney |
| Municipal | Notes, bonds and other debt obligations issued by municipalities, state and local governments |
| NY ST Dorm Auth Tax Rev | Bonds issued by Dormitory Authority of the State of New York, which provides construction and financing of university and healthcare facilities |
| SLMA or Sallie Mae | Student Loan Marketing Association |
| Toyota Credit PR | Toyota Credit de Puerto Rico Corp. |
| Toyota Mtr Cr | Toyota Motor Credit Corporation |
| USTB | U.S. Treasury Bill |
| USTN | U.S. Treasury Note |