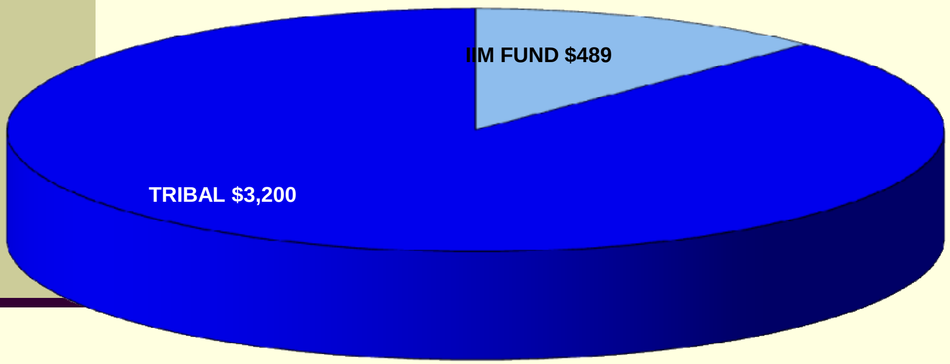
Office of Trust Funds Investments

Funds Managed
As of September 30, 2011
(approximate amounts in millions)



Investment Resources

Staff Experience

- Staff experience includes more than 125 years financial and investment experience
- More than 75 years experience in Indian Country
- Only portfolio management organization in U.S. Government

Investment Services and Resources

- Portfolio review and management
- Portfolio accounting
- Electronic trade execution
- Portfolio analytics
- Performance measurement systems
- Formal compliance reviews
- Bloomberg market information system
- Access to primary and secondary dealers

Office of Trust Funds Investments

How We Manage Accounts

- **25 U.S.C. 162a limits investments to U.S. Government fixed income securities**
- **Treasury and agency fixed income securities**
- **OST Investment policy**
- **Investment strategy**
- **Individual account needs**

Tribal Account Needs and Objectives

- **Liquidity: Focus on liquidity of funds for withdrawal or minimization of price risk**
- **Income: Focus on generating consistent levels of annual income**
- **Long-Term: Focus on long term capital appreciation determined by total return**

OST vs Private Trust

OST	Private Trust
Nominal principal	Inflation-adjusted principal
Current income	Total return
Cost	Mark-to-market
Buy/hold	Active turnover
Block purchases	Commingled accounts
Direct beneficiary contact	Indirect beneficiary contact
Treasuries and Agencies	Derivatives and repo's
Individual securities	Commingled funds
Low cost – 3bp	Higher cost – 25-50bp
Individual account management	Collective account management
Direct fiduciary responsibility	Shared responsibility

CURRENT INTEREST RATES

Maturity	Rate
Overnighter	.04%
1 Year	.17%
2 Years	.27%
3 Years	.36%
5 Years	.70%
10 Years	1.6%
30 Years	2.7%