



QUARTERLY INVESTMENT REPORT

For the Quarter Ended

September 30, 2017

Prepared by
Valley View Consulting, L.L.C. (1)

To the best of our knowledge, this portfolio and report are in compliance with the investment strategy expressed in Chapter 2, Administration, Article VII, Division 2, Investment Policy of the Code of Ordinances of the City of Deer Park and the Texas Public Funds Investment Act, Government Code Ch. 2256, as amended.

City Manager

A handwritten signature in black ink, appearing to read 'James Byrnes', written over a horizontal line.

Assistant City Manager

A handwritten signature in black ink, appearing to read 'Gary Parker', written over a horizontal line.

Director of Finance

A handwritten signature in black ink, appearing to read 'James Byrnes', written over a horizontal line.

(1) Disclaimer: These reports were compiled using information provided by the City. No procedures were performed to test the accuracy or completeness of this information. The market values included in these reports were obtained by Valley View Consulting, L.L.C. from sources believed to be accurate and represent proprietary valuation. Due to market fluctuations these levels are not necessarily reflective of current liquidation values. Yield calculations are not determined using standard performance formulas, are not representative of total return yields, and do not account for investment advisor fees.

City of Deer Park, Texas Annual Comparison of Portfolio Performance

FYE Results by Investment Category:

| | September 30, 2017 | | | | September 30, 2016 | | | |
|--|--------------------|---------------------------------|---------------------------------|---------------------|---------------------------------|---------------------------------|---------------------|--|
| | <u>Asset Type</u> | <u>Ave. Yield</u> | <u>Book Value</u> | <u>Market Value</u> | <u>Ave. Yield</u> | <u>Book Value</u> | <u>Market Value</u> | |
| DDA | | | | | | | | |
| MMA/NOW | 0.67% | \$ 31,249,561.33 | \$ 31,249,561.33 | 0.05% | \$ 31,977,658.77 | \$ 31,977,658.77 | | |
| Pools | 1.03% | 54,798,070.35 | 54,798,070.35 | 0.39% | 55,163,529.65 | 55,163,529.65 | | |
| CDS/Securities | 1.22% | 23,146,991.78 | 23,146,991.78 | 0.80% | 16,827,350.09 | 16,827,350.09 | | |
| Totals | | <u>\$ 109,194,623.46</u> | <u>\$ 109,194,623.46</u> | | <u>\$ 103,968,538.51</u> | <u>\$ 103,968,538.51</u> | | |
| Fourth Quarter-End Yield | 0.97% | | | 0.36% | | | | |
| Average Quarter-End Yields - Fiscal Year (†): | | | | | | | | |
| Deer Park | 0.70% | | | 0.28% | | | | |
| Rolling Three Mo. Treas. Yield | 0.75% | | | 0.25% | | | | |
| Rolling Six Mo. Treas. Yield | 0.78% | | | 0.37% | | | | |
| Quarterly TexPool Yield | 0.74% | | | 0.31% | | | | |
| Year-to-date interest earnings | | \$ 757,751.49 | | | \$ 275,020.02 | | | |

(†) Average Quarterly Yield calculated using quarter-end report average yield and adjusted book value.

Note: Bank balances represent pooled cash accounts (General Fund, Accounts Payable and Payroll), plus the CCPD, FCPEMSD, DPCCDC, and Series 2002 TWDB accounts. Cash balances are unaudited. Cash balances for the beginning of the fiscal year are restated to reflect bank balances rather than book balances.

Strategy Summary

Quarter End Results by Investment Category:

| Asset Type | Ave. Yield | September 30, 2017 | | June 30, 2017 | |
|----------------|------------|--------------------------|--------------------------|--------------------------|--------------------------|
| | | Book Value | Market Value | Book Value | Market Value |
| MMA/NOW | 0.67% | \$ 31,249,561.33 | \$ 31,249,561.33 | \$ 33,827,926.30 | \$ 33,827,926.30 |
| LGIPs | 1.03% | 54,798,070.35 | 54,798,070.35 | 56,474,016.07 | 56,474,016.07 |
| CDS/Securities | 1.22% | 23,146,991.78 | 23,146,991.78 | 25,115,883.16 | 25,115,883.16 |
| Totals | | \$ 109,194,623.46 | \$ 109,194,623.46 | \$ 115,417,825.53 | \$ 115,417,825.53 |

Current Quarter Average Yield (1)
Total Portfolio 0.97%

Fiscal Year-to-Date Average Yield (2)
Total Portfolio 0.70%

Rolling Three Mo. Treas. Yield 1.05%
Rolling Six Mo. Treas. Yield 1.09%

Rolling Three Mo. Treas. Yield 0.75%
Rolling Six Mo. Treas. Yield 0.78%
Quarter End TexPool Yield 0.74%
Quarter End TextSTAR Yield 0.75%

Quarterly Interest Income \$ 266,261.17 Approximate
Year-to-date Interest Income \$ 757,751.49 Approximate

Note: Bank balances represent pooled cash accounts (General Fund, Accounts Payable and Payroll), plus the CCPD, FCPPEMSD, DPCCDC, and Series 2002 TWDB accounts. Cash balances are unaudited. Cash balances for the beginning of the fiscal year are restated to reflect bank balances rather than book balances.

(1) Average Yield calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

(2) Fiscal Year-to-Date Average Yields calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

Investment Holdings
September 30, 2017

| Description | Ratings | Coupon/ Discount | Maturity Date | Settlement Date | Par Value | Book Value | Market Price | Market Value | Life (days) | Yield |
|------------------------|---------|------------------|---------------|-----------------|--------------------------|--------------------------|--------------|--------------------------|-------------|--------------|
| Wells Fargo #2800 MMA | | 0.05% | 10/01/17 | 09/30/17 | \$ 11,212,807.01 | \$ 11,212,807.01 | 1.00 | \$ 11,212,807.01 | 1 | 0.05% |
| Wells Fargo #9865 MMA | | 0.09% | 10/01/17 | 09/30/17 | 1,297,478.54 | 1,297,478.54 | 1.00 | 1,297,478.54 | 1 | 0.09% |
| Wells Fargo #9824 MMA | | 0.09% | 10/01/17 | 09/30/17 | 1,768,495.57 | 1,768,495.57 | 1.00 | 1,768,495.57 | 1 | 0.09% |
| Wells Fargo #5314 MMA | | 0.05% | 10/01/17 | 09/30/17 | 146,546.29 | 146,546.29 | 1.00 | 146,546.29 | 1 | 0.05% |
| Wells Fargo #6267 MMA | | 0.05% | 10/01/17 | 09/30/17 | 2,710,065.20 | 2,710,065.20 | 1.00 | 2,710,065.20 | 1 | 0.05% |
| Green Bank MMA | | 1.20% | 10/01/17 | 09/30/17 | 2,019,284.89 | 2,019,284.89 | 1.00 | 2,019,284.89 | 1 | 1.20% |
| NexBank MMA | | 1.46% | 10/01/17 | 09/30/17 | 12,094,883.83 | 12,094,883.83 | 1.00 | 12,094,883.83 | 1 | 1.46% |
| TexPool | AAAmm | 1.02% | 10/01/17 | 09/30/17 | 30,550,845.88 | 30,550,845.88 | 1.00 | 30,550,845.88 | 1 | 1.02% |
| TexSTAR | AAAmm | 1.04% | 10/01/17 | 09/30/17 | 24,247,224.47 | 24,247,224.47 | 1.00 | 24,247,224.47 | 1 | 1.04% |
| Legacy Texas Bank CD | | 0.92% | 10/02/17 | 03/02/17 | 5,023,233.91 | 5,023,233.91 | 100.00 | 5,023,233.91 | 2 | 0.92% |
| Southside Bank CD | | 0.83% | 11/01/17 | 11/01/16 | 1,509,331.19 | 1,509,331.19 | 100.00 | 1,509,331.19 | 32 | 0.83% |
| Legacy Texas Bank CD | | 1.35% | 03/01/18 | 03/15/17 | 3,020,474.42 | 3,020,474.42 | 100.00 | 3,020,474.42 | 152 | 1.35% |
| Lubbock Nat'l Bank CD | | 1.20% | 04/02/18 | 03/07/17 | 3,018,193.75 | 3,018,193.75 | 100.00 | 3,018,193.75 | 184 | 1.20% |
| Southside Bank CD | | 1.22% | 05/01/18 | 04/03/17 | 2,006,083.29 | 2,006,083.29 | 100.00 | 2,006,083.29 | 213 | 1.22% |
| Texas Security Bank CD | | 1.34% | 06/01/18 | 06/02/17 | 2,000,000.00 | 2,000,000.00 | 100.00 | 2,000,000.00 | 244 | 1.34% |
| Southside Bank CD | | 1.25% | 07/02/18 | 04/27/17 | 1,504,674.66 | 1,504,674.66 | 100.00 | 1,504,674.66 | 275 | 1.25% |
| Legacy Texas Bank CD | | 1.50% | 10/01/18 | 07/03/17 | 5,065,000.56 | 5,065,000.56 | 100.00 | 5,065,000.56 | 366 | 1.50% |
| | | | | | \$ 109,194,623.46 | \$ 109,194,623.46 | | \$ 109,194,623.46 | 40 | 0.97% |
| | | | | | | | | | (1) | (2) |

(1) Weighted average life - For purposes of calculating weighted average life, bank accounts, pools and money market funds are assumed to have a one day maturity.

(2) Weighted average yield to maturity - The weighted average yield to maturity is based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank accounts, pools and money market funds.

Book Value Comparison

June 30, 2017

September 30, 2017

| Description | Coupon/ Discount | Maturity Date | Par Value | June 30, 2017 | | | September 30, 2017 | | |
|------------------------|---------------------|------------------|--------------------------|--------------------------|---------------------------|--------------------------------|--------------------------|--------------------------|--|
| | | | | Book Value | Purchases/ Adjustments | Sales/Adjust/ Call/Maturity | Par Value | Book Value | |
| Wells Fargo #2800 MMA | 0.05% | 10/01/17 | \$ 16,927,089.49 | \$ 16,927,089.49 | - | \$ (5,714,282.48) | \$ 11,212,807.01 | \$ 11,212,807.01 | |
| Wells Fargo #9865 MMA | 0.09% | 10/01/17 | 1,367,559.49 | 1,367,559.49 | - | (70,080.95) | 1,297,478.54 | 1,297,478.54 | |
| Wells Fargo #9824 MMA | 0.09% | 10/01/17 | 1,639,871.98 | 1,639,871.98 | 128,623.59 | - | 1,768,495.57 | 1,768,495.57 | |
| Wells Fargo #5314 MMA | 0.05% | 10/01/17 | 86,168.50 | 86,168.50 | 60,377.79 | - | 146,546.29 | 146,546.29 | |
| Wells Fargo #6267 MMA | 0.05% | 10/01/17 | 1,740,382.19 | 1,740,382.19 | 969,683.01 | - | 2,710,065.20 | 2,710,065.20 | |
| Green Bank MMA | 1.20% | 10/01/17 | 2,013,255.66 | 2,013,255.66 | 6,029.23 | - | 2,019,284.89 | 2,019,284.89 | |
| NexBank MMA | 1.46% | 10/01/17 | 10,053,598.99 | 10,053,598.99 | 2,041,284.84 | - | 12,094,883.83 | 12,094,883.83 | |
| TexPool | 1.02% | 10/01/17 | 31,747,091.22 | 31,747,091.22 | - | (1,196,245.34) | 30,550,845.88 | 30,550,845.88 | |
| TexSTAR | 1.04% | 10/01/17 | 24,726,924.85 | 24,726,924.85 | - | (479,700.38) | 24,247,224.47 | 24,247,224.47 | |
| LegacyTexas Bank CD | 0.85% | 07/03/17 | 5,048,357.77 | 5,048,357.77 | - | (5,048,357.77) | - | - | |
| BTH Bank CDARS | 0.90% | 07/27/17 | 1,014,779.51 | 1,014,779.51 | - | (1,014,779.51) | - | - | |
| BTH Bank CDARS | 0.95% | 09/28/17 | 1,015,659.29 | 1,015,659.29 | - | (1,015,659.29) | - | - | |
| LegacyTexas Bank CD | 0.92% | 10/02/17 | 5,011,603.49 | 5,011,603.49 | 11,630.42 | - | 5,023,233.91 | 5,023,233.91 | |
| LegacyTexas Bank CD | 0.83% | 11/01/17 | 1,506,180.18 | 1,506,180.18 | 3,151.01 | - | 1,509,331.19 | 1,509,331.19 | |
| LegacyTexas Bank CD | 1.35% | 03/01/18 | 3,010,219.80 | 3,010,219.80 | 10,254.62 | - | 3,020,474.42 | 3,020,474.42 | |
| Lubbock Nat'l Bank CD | 1.20% | 04/02/18 | 3,009,083.12 | 3,009,083.12 | 9,110.63 | - | 3,018,193.75 | 3,018,193.75 | |
| Southside Bank CD | 1.22% | 05/01/18 | 2,000,000.00 | 2,000,000.00 | 6,083.29 | - | 2,006,083.29 | 2,006,083.29 | |
| Texas Security Bank CD | 1.34% | 06/01/18 | 2,000,000.00 | 2,000,000.00 | - | - | 2,000,000.00 | 2,000,000.00 | |
| Southside Bank CD | 1.25% | 07/02/18 | 1,500,000.00 | 1,500,000.00 | 4,674.66 | - | 1,504,674.66 | 1,504,674.66 | |
| LegacyTexas Bank CD | 1.50% | 10/01/18 | - | - | 5,065,000.56 | - | 5,065,000.56 | 5,065,000.56 | |
| TOTAL | | | \$ 115,417,825.53 | \$ 115,417,825.53 | \$ 8,315,903.65 | \$(14,539,105.72) | \$ 109,194,623.46 | \$ 109,194,623.46 | |

Market Value Comparison

June 30, 2017

September 30, 2017

| Description | Coupon/ Discount | Maturity Date | June 30, 2017 | | September 30, 2017 | | |
|------------------------|------------------|---------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| | | | Par Value | Market Value | Qtr to Qtr Change | Par Value | Market Value |
| Wells Fargo #2800 MMA | 0.05% | 10/01/17 | \$ 16,927,089.49 | \$ 16,927,089.49 | \$ (5,714,282.48) | \$ 11,212,807.01 | \$ 11,212,807.01 |
| Wells Fargo #9865 MMA | 0.09% | 10/01/17 | 1,367,559.49 | 1,367,559.49 | (70,080.95) | 1,297,478.54 | 1,297,478.54 |
| Wells Fargo #9824 MMA | 0.09% | 10/01/17 | 1,639,871.98 | 1,639,871.98 | 128,623.59 | 1,768,495.57 | 1,768,495.57 |
| Wells Fargo #5314 MMA | 0.05% | 10/01/17 | 86,168.50 | 86,168.50 | 60,377.79 | 146,546.29 | 146,546.29 |
| Wells Fargo #6267 MMA | 0.05% | 10/01/17 | 1,740,382.19 | 1,740,382.19 | 969,683.01 | 2,710,065.20 | 2,710,065.20 |
| Green Bank MMA | 1.20% | 10/01/17 | 2,013,255.66 | 2,013,255.66 | 6,029.23 | 2,019,284.89 | 2,019,284.89 |
| NexBank MMA | 1.46% | 10/01/17 | 10,053,598.99 | 10,053,598.99 | 2,041,284.84 | 12,094,883.83 | 12,094,883.83 |
| TexPool | 1.02% | 10/01/17 | 31,747,091.22 | 31,747,091.22 | (1,196,245.34) | 30,550,845.88 | 30,550,845.88 |
| TexSTAR | 1.02% | 10/01/17 | 24,726,924.85 | 24,726,924.85 | (479,700.38) | 24,247,224.47 | 24,247,224.47 |
| Legacy/Texas Bank CD | 0.85% | 07/03/17 | 5,048,357.77 | 5,048,357.77 | (5,048,357.77) | - | - |
| BTH Bank CDARS | 0.90% | 07/27/17 | 1,014,779.51 | 1,014,779.51 | (1,014,779.51) | - | - |
| BTH Bank CDARS | 0.95% | 09/28/17 | 1,015,659.29 | 1,015,659.29 | (1,015,659.29) | - | - |
| Legacy/Texas Bank CD | 0.92% | 10/02/17 | 5,011,603.49 | 5,011,603.49 | 11,630.42 | 5,023,233.91 | 5,023,233.91 |
| Southside Bank CD | 0.83% | 11/01/17 | 1,506,180.18 | 1,506,180.18 | 3,151.01 | 1,509,331.19 | 1,509,331.19 |
| Legacy/Texas Bank CD | 1.35% | 03/01/18 | 3,010,219.80 | 3,010,219.80 | 10,254.62 | 3,020,474.42 | 3,020,474.42 |
| Lubbock Nat'l Bank CD | 1.20% | 04/02/18 | 3,009,083.12 | 3,009,083.12 | 9,110.63 | 3,018,193.75 | 3,018,193.75 |
| Southside Bank CD | 1.22% | 05/01/18 | 2,000,000.00 | 2,000,000.00 | 6,083.29 | 2,006,083.29 | 2,006,083.29 |
| Texas Security Bank CD | 1.34% | 06/01/18 | 2,000,000.00 | 2,000,000.00 | - | 2,000,000.00 | 2,000,000.00 |
| Southside Bank CD | 1.25% | 07/02/18 | 1,500,000.00 | 1,500,000.00 | 4,674.66 | 1,504,674.66 | 1,504,674.66 |
| Legacy/Texas Bank CD | 1.50% | 10/01/18 | - | - | 5,065,000.56 | 5,065,000.56 | 5,065,000.56 |
| TOTAL | | | \$ 115,417,825.53 | \$ 115,417,825.53 | \$ (6,223,202.07) | \$ 109,194,623.46 | \$ 109,194,623.46 |

Allocation
September 30, 2017

Book & Market Value

| | Total | Pooled Cash | General | Capital Projects & Improvements | Crime Control District | Debt Service Fund |
|---------------------------------|--------------------------|-------------------------|-------------------------|---------------------------------------|---------------------------|------------------------|
| Wells Fargo MMA | \$ 17,135,392.61 | \$ 11,212,807.01 | \$ - | \$ 146,546.29 | \$ 1,297,478.54 | \$ - |
| Green Bank MMA | 2,019,284.89 | | 2,019,284.89 | | | |
| NexBank MMA | 12,094,883.83 | | 12,094,883.83 | | | |
| TexPool | 30,550,845.88 | | 10,858,339.49 | 15,647,210.55 | | 1,941,694.84 |
| TexSTAR | 24,247,224.47 | | 2,528,017.09 | 21,719,207.38 | | |
| 10/02/17-Legacy Texas Bank CD | 5,023,233.91 | | 5,023,233.91 | | | |
| 11/01/17-Southside Bank CD | 1,509,331.19 | | 1,509,331.19 | | | |
| 03/01/18-Legacy Texas Bank CD | 3,020,474.42 | | 3,020,474.42 | | | |
| 04/02/18-Lubbock Nat'l Bank CD | 3,018,193.75 | | 3,018,193.75 | | | |
| 05/01/18-Southside Bank CD | 2,006,083.29 | | 2,006,083.29 | | | |
| 06/01/18-Texas Security Bank CD | 2,000,000.00 | | 2,000,000.00 | | | |
| 07/02/18-Southside Bank CD | 1,504,674.66 | | 1,504,674.66 | | | |
| 10/01/18-Legacy Texas Bank CD | 5,065,000.56 | | 5,065,000.56 | | | |
| Total | \$ 109,194,623.46 | \$ 11,212,807.01 | \$ 50,647,517.08 | \$ 37,512,964.22 | \$ 1,297,478.54 | \$ 1,941,694.84 |

Allocation
September 30, 2017

(Continued)

Book & Market Value

| | East Boulevard Fund | Fire Control District | Street Assessments | Water & Sewer | Community Development Corporation | Senior Citizens Fund | Special Revenue (Police) |
|---------------------------------|---------------------------|--------------------------|-----------------------|------------------------|---|----------------------------|--------------------------------|
| Wells Fargo MMA \$ | - | \$ 1,768,495.57 | \$ - | \$ - | \$ 2,710,065.20 | \$ - | \$ - |
| Green Bank MMA | | | | | | | |
| NexBank MMA | | | | | | | |
| TexPool | 26,998.32 | | 75,332.23 | 1,860,223.72 | | 112,353.34 | 28,693.39 |
| TexSTAR | | | | | | | |
| 10/02/17-LegacyTexas Bank CD | | | | | | | |
| 11/01/17-Southside Bank CD | | | | | | | |
| 03/01/18-LegacyTexas Bank CD | | | | | | | |
| 04/02/18-Lubbock Nat'l Bank CD | | | | | | | |
| 05/01/18-Southside Bank CD | | | | | | | |
| 06/01/18-Texas Security Bank CD | | | | | | | |
| 07/02/18-Southside Bank CD | | | | | | | |
| 10/01/18-LegacyTexas Bank CD | | | | | | | |
| Total | \$ 26,998.32 | \$ 1,768,495.57 | \$ 75,332.23 | \$ 1,860,223.72 | \$ 2,710,065.20 | \$ 112,353.34 | \$ 28,693.39 |

Allocation
June 30, 2017

Book & Market Value

| | Total | Pooled Cash | General | Capital Projects & Improvements | Crime Control District | Debt Service Fund |
|---------------------------------|--------------------------|-------------------------|-------------------------|---------------------------------------|---------------------------|------------------------|
| Wells Fargo MMA | \$ 21,761,071.65 | \$ 16,927,089.49 | \$ - | \$ 86,168.50 | \$ 1,367,559.49 | \$ - |
| Green Bank MMA | 2,013,255.66 | | 2,013,255.66 | | | |
| NexBank MMA | 10,053,598.99 | | 10,053,598.99 | | | |
| TexPool | 31,747,091.22 | | 10,831,154.40 | 16,872,755.36 | | 1,936,833.55 |
| TexSTAR | 24,726,924.85 | | 2,521,539.99 | 22,205,384.86 | | |
| 07/03/17-LegacyTexas Bank CD | 5,048,357.77 | | 5,048,357.77 | | | |
| 07/27/17-BTH Bank CDARS | 1,014,779.51 | | 1,014,779.51 | | | |
| 09/28/17-BTH Bank CDARS | 1,015,659.29 | | 1,015,659.29 | | | |
| 10/02/17-LegacyTexas Bank CD | 5,011,603.49 | | 5,011,603.49 | | | |
| 11/01/17-Southside Bank CD | 1,506,180.18 | | 1,506,180.18 | | | |
| 03/01/18-LegacyTexas Bank CD | 3,010,219.80 | | 3,010,219.80 | | | |
| 04/02/18-Lubbock Nat'l Bank CD | 3,009,083.12 | | 3,009,083.12 | | | |
| 05/01/18-Southside Bank CD | 2,000,000.00 | | 2,000,000.00 | | | |
| 06/01/18-Texas Security Bank CD | 2,000,000.00 | | 2,000,000.00 | | | |
| 07/02/18-Southside Bank CD | 1,500,000.00 | | 1,500,000.00 | | | |
| Total | \$ 115,417,825.53 | \$ 16,927,089.49 | \$ 50,535,432.20 | \$ 39,164,308.72 | \$ 1,367,559.49 | \$ 1,936,833.55 |

Allocation
June 30, 2017

(Continued)

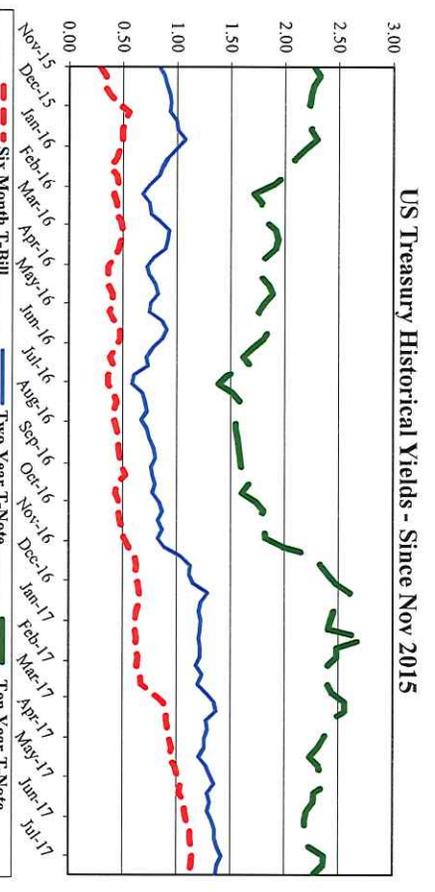
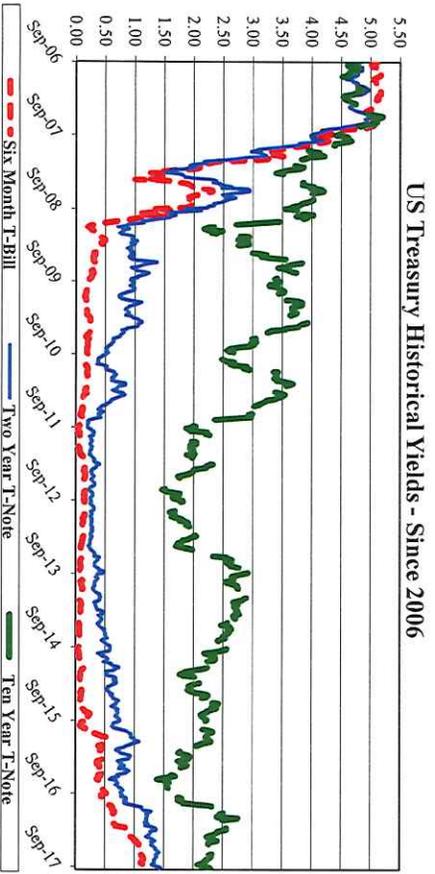
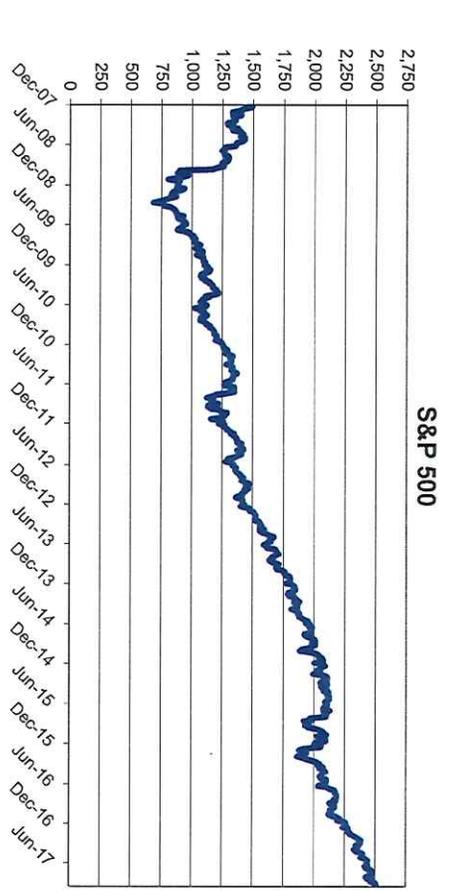
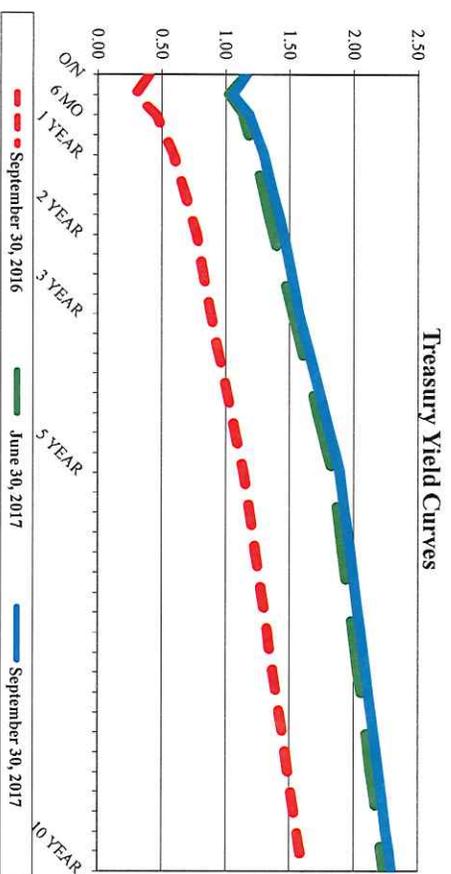
Book & Market Value

| | East Boulevard Fund | Fire Control District | Street Assessments | Water & Sewer | Community Development Corporation | Senior Citizens Fund | Special Revenue (Police) |
|---------------------------------|---------------------------|--------------------------|-----------------------|------------------------|---|----------------------------|--------------------------------|
| Wells Fargo MMA | \$ - | \$ 1,639,871.98 | \$ - | \$ - | \$ 1,740,382.19 | \$ - | \$ - |
| Green Bank MMA | | | | | | | |
| NexBank MMA | | | | | | | |
| TexPool | 26,995.35 | | 75,143.61 | 1,855,566.43 | | 112,072.08 | 36,570.44 |
| TexSTAR | | | | | | | |
| 07/03/17-LegacyTexas Bank CD | | | | | | | |
| 07/27/17-BTH Bank CDARS | | | | | | | |
| 09/28/17-BTH Bank CDARS | | | | | | | |
| 10/02/17-LegacyTexas Bank CD | | | | | | | |
| 11/01/17-Southside Bank CD | | | | | | | |
| 03/01/18-LegacyTexas Bank CD | | | | | | | |
| 04/02/18-Lubbock Nat'l Bank CD | | | | | | | |
| 05/01/18-Southside Bank CD | | | | | | | |
| 06/01/18-Texas Security Bank CD | | | | | | | |
| 07/02/18-Southside Bank CD | | | | | | | |
| Total | \$ 26,995.35 | \$ 1,639,871.98 | \$ 75,143.61 | \$ 1,855,566.43 | \$ 1,740,382.19 | \$ 112,072.08 | \$ 36,570.44 |

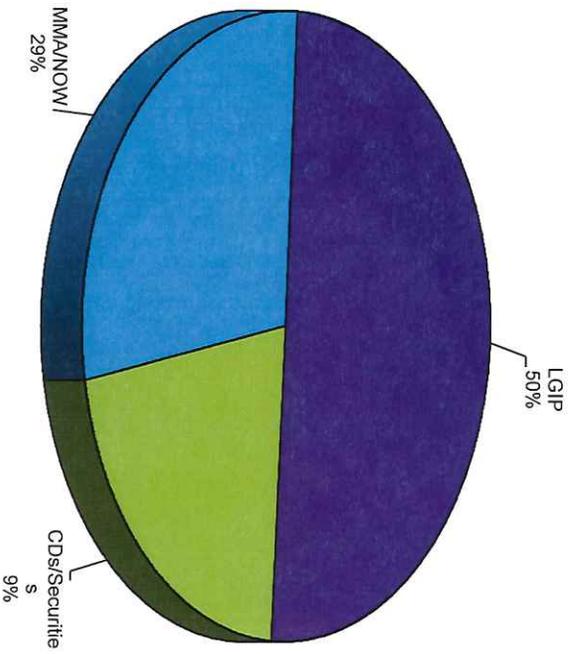
Economic Overview

9/30/2017

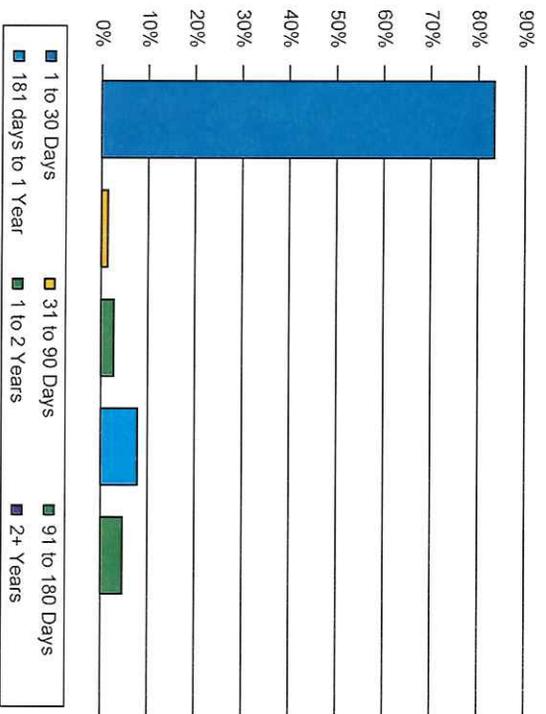
The Federal Open Market Committee (FOMC) maintained the Fed Funds target range of 1.00% - 1.25% (Effective Fed Funds are trading +/-1.16%) since the June FOMC meeting. Recent announcements have increased the probability of a December rate increase. The FOMC announced a gradual portfolio reduction by limiting reinvestment of maturing holdings. Second Quarter 2017 GDP was revised to 3.1%. September Non Farm Payroll data was a storm influenced negative 33k, with downward revisions to August and July. Other US data generally showed positive with a few negative numbers. The Stock Markets achieved new highs. Monitoring estimated balances and needs will determine laddering opportunities.



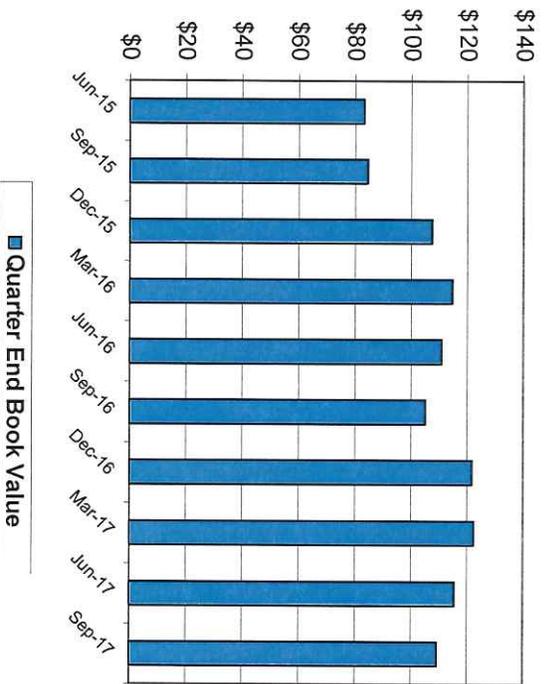
Portfolio Composition



Distribution by Maturity



Total Portfolio (Millions)



Total Portfolio Performance

