

*Voyageur* ASSET MANAGEMENT INC.

**Penn Manor School District  
General Fund  
August 31, 2002**

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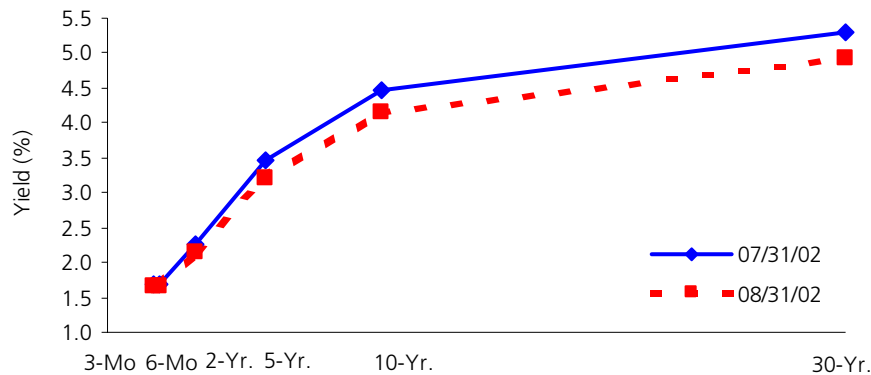
## **Disclaimer**

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# Market Overview

Interest rates continued their trend lower amid greater concerns over the pace of the economic recovery. Yields fell most at the long end of the curve, with the ten-year Treasury yield falling 0.35% to 4.14%. The two-year Treasury fell 12 basis points to its lowest point of the year at 2.13%. The move to a flatter curve indicates a belief by investors that inflation will remain low, and that it will be some time before the Federal Reserve adopts a more restrictive policy. In fact, most analysts believe the Fed will ease again as a means to stimulate economic growth.

**U.S. Treasury Yield Curve  
6/30/2002 vs. 8/31/2002**



Source: Bloomberg

# Economy

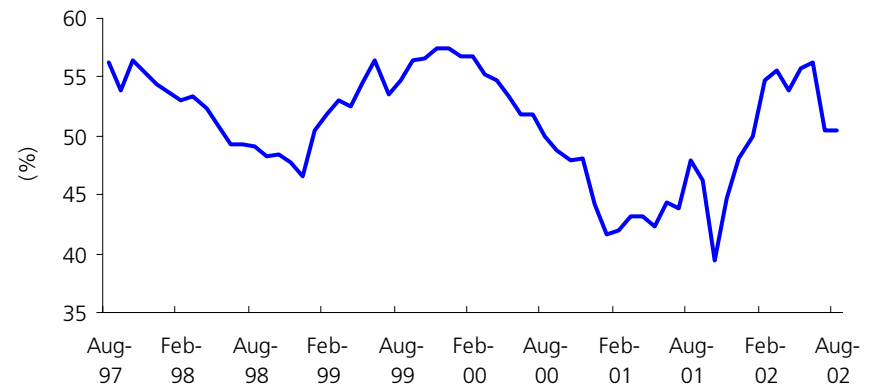
**GDP:** Gross Domestic Product rose 1.1% for the second quarter of 2002. The GDP deflator remains low, at an annual rate of 1.2% the past quarter. Analyst expectations are for third quarter GDP growth to be 3.0% or better in light of the strong auto sales seen in August.

**Inflation:** The Consumer Price Index rose 0.1% in July, and is up just 1.5% on a year-over-year basis. Excluding the food and energy components, the core CPI is up 2.2% from a year ago.

**Fed:** The Federal Reserve Open Market Committee meets September 24th. It is expected to leave its overnight target for the fed funds rate at 1.75%, although more analysts are making the case for an ease before year-end.

**ISM:** The Institute of Supply Management purchasing managers' survey held its index level of 50.5 in August.

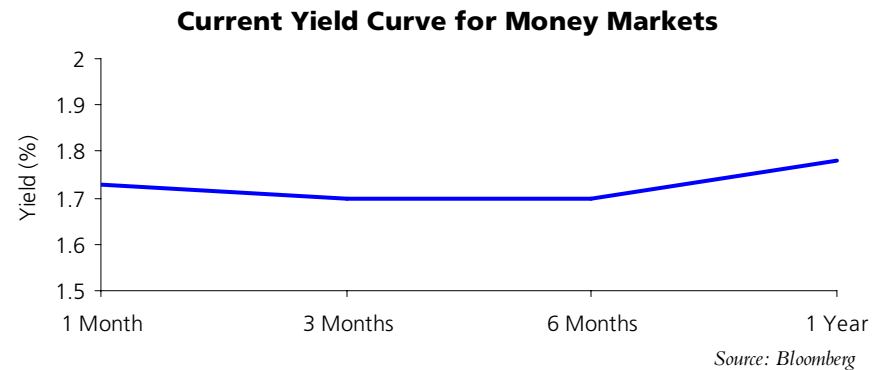
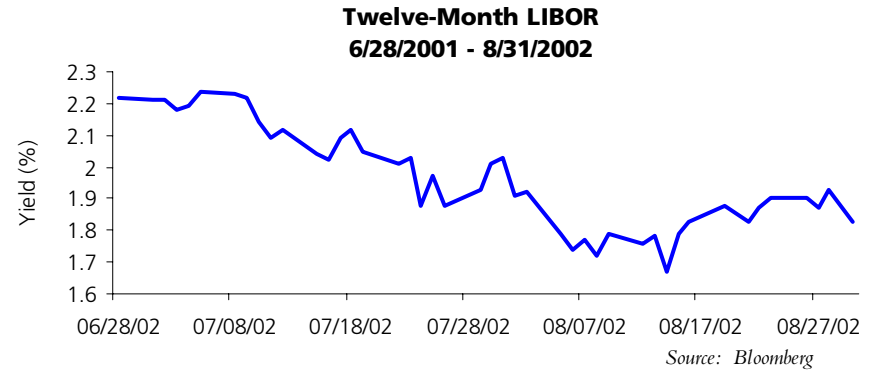
**ISM Purchasing Managers' Index  
8/31/1997 - 8/31/2002**



Source: Bloomberg

# Cash Management

In much the same fashion as in July, short-term yields continued their decline in August, while the yield curve from overnight through one year remained flat. The market expectation of an ease in the fed funds rate seems to be gaining acceptance. While the FOMC has yet to publicly alter its neutral stand, the committee seems to be taking particular notice of weaknesses in the economic data. The FOMC will next convene on September 24. Overnight rates have held at 1.75%, yet yields for one week through year-end 2002 continue to be between 1.70 and 1.73%. One year LIBOR has fallen from 1.90% to 1.80% throughout the month.



# Portfolio Asset Allocation

# *Penn Manor School District General Fund*

	Quantity (Units)	Amortized Cost	Market Value	Market Yield	Estimated Income	Percent Assets
Cash	5,109,612	5,109,612.33	5,109,612.33	1.46%	74,600.34	20.95%
Fixed Income	19,118,000	19,281,876.29	19,284,469.82	1.84%	669,557.00	79.05%
<b>Total</b>	<b>24,227,612</b>	<b>24,391,488.62</b>	<b>24,394,082.15</b>	<b>1.76%</b>	<b>744,157.34</b>	<b>100.00%</b>

# Fixed Income Holdings

# Penn Manor School District General Fund

	Rating	Purchase Date	Quantity (Units)	Security Description	Amortized Cost	Market Value	Unrealized Gain/Loss	Accrued Income	Trade Yield	Mkt Yield	Avg Life	Mod Dur	Percent Assets
Cash/MMF			5,109,612	Cash/Money Market -CASH-	5,109,612.33	5,109,612.33	0.00	0.00	1.46%	1.46%	0.00	0.00	20.95%
Agency	AGY/AGY	07/01/02	1,000,000	FFCB 6.750 09/03/02 31331H4G9	1,000,268.52	1,000,200.00	-68.52	33,750.00	1.87%	3.17%	0.01	0.01	4.10%
	AGY/AGY	08/09/02	1,000,000	FFCB Discount Note 0.000 09/18/02 313313G36	999,180.00	999,135.00	-45.00	0.00	1.67%	1.76%	0.05	0.05	4.10%
	AGY/AGY	08/09/02	750,000	FHLMC Discount Note 0.000 10/01/02 313397H87	748,944.07	748,889.17	-54.90	0.00	1.66%	1.75%	0.09	0.09	3.07%
	AGY/AGY	08/23/02	850,000	FNMA Discount Note 0.000 10/03/02 313589J20	848,714.37	848,659.83	-54.54	0.00	1.68%	1.75%	0.09	0.09	3.48%
	AGY/AGY	07/10/02	1,000,000	FHLMC Global 6.250 10/15/02 3134A3T48	1,005,328.88	1,005,312.50	-16.38	23,611.11	1.84%	1.81%	0.13	0.12	4.12%
	AGY/AGY	07/08/02	550,000	FNMA 6.210 10/28/02 31364FFB2	553,762.00	553,705.90	-56.10	11,669.63	1.84%	1.87%	0.16	0.16	2.27%
	AGY/AGY	08/20/02	1,000,000	FHLB Discount Note 0.000 10/30/02 313385M52	997,266.67	997,133.33	-133.34	0.00	1.67%	1.75%	0.16	0.16	4.09%
	AGY/AGY	07/30/02	250,000	FNMA Discount Note 0.000 10/30/02 313589M59	249,285.42	249,283.33	-2.09	0.00	1.75%	1.75%	0.16	0.16	1.02%
	AGY/AGY	08/12/02	306,000	FNMA 7.050 11/12/02 3135865W5	309,158.81	309,060.00	-98.81	6,531.83	1.76%	1.89%	0.20	0.20	1.27%
	AGY/AGY	08/20/02	1,000,000	FNMA Discount Note 0.000 11/13/02 313589P31	996,628.89	996,464.44	-164.45	0.00	1.67%	1.75%	0.20	0.20	4.08%
	AGY/AGY	08/20/02	1,000,000	FHLB 6.250 11/15/02 3133MACZ0	1,009,170.71	1,008,750.00	-420.71	18,402.78	1.74%	1.92%	0.21	0.21	4.14%
	AGY/AGY	08/28/02	1,000,000	FNMA Discount Note 0.000 11/27/02 313589Q97	995,844.44	995,795.56	-48.88	0.00	1.73%	1.75%	0.24	0.24	4.08%
	AGY/AGY	08/29/02	1,200,000	FNMA Discount Note 0.000 01/08/03 313588AH8	1,192,676.66	1,192,590.00	-86.66	0.00	1.72%	1.74%	0.36	0.36	4.89%
	AGY/AGY	08/28/02	1,000,000	FHLB 5.610 01/21/03 3133M2K48	1,014,601.40	1,014,687.50	86.10	6,233.33	1.82%	1.78%	0.39	0.39	4.16%
	AGY/AGY	07/08/02	1,000,000	FHLMC Global 7.000 02/15/03 3134A33D6	1,022,944.81	1,023,437.50	492.69	3,111.11	1.91%	1.80%	0.46	0.46	4.20%
	AGY/AGY	08/29/02	1,000,000	FNMA Discount Note 0.000 02/19/03 313588CB9	992,021.11	991,830.00	-191.11	0.00	1.71%	1.75%	0.47	0.47	4.07%
	AGY/AGY	08/28/02	1,390,000	FHLB 5.000 02/28/03 3133MDGE7	1,411,400.48	1,412,153.13	752.65	579.17	1.84%	1.70%	0.50	0.49	5.76%
	AGY/AGY	07/08/02	1,104,000	FNMA Global 5.750 04/15/03 31359MDT7	1,129,804.80	1,131,255.00	1,450.20	23,981.33	1.94%	1.74%	0.63	0.60	4.64%

# Fixed Income Holdings

# Penn Manor School District General Fund

Rating	Purchase Date	Quantity (Units)	Security Description	Amortized Cost	Market Value	Unrealized Gain/Loss	Accrued Income	Trade Yield	Mkt Yield	Avg Life	Mod Dur	Percent Assets
AGY/AGY	08/22/02	500,000	FHLB 6.020 05/06/03 3133M44W0	514,128.66	514,375.00	246.34	9,615.28	1.82%	1.75%	0.68	0.66	2.11%
AGY/AGY	08/28/02	1,000,000	FFCB 5.720 06/03/03 31331RVH5	1,028,927.29	1,029,726.00	798.71	13,982.22	1.84%	1.74%	0.76	0.74	4.22%
AGY/AGY	08/14/02	700,000	FFCB 6.230 06/30/03 31331HXA0	726,006.67	725,789.40	-217.27	7,389.47	1.72%	1.75%	0.83	0.81	2.98%
AGY/AGY	08/28/02	518,000	FNMA 6.050 06/30/03 31364AZT2	535,811.63	536,237.23	425.60	5,310.22	1.87%	1.77%	0.83	0.81	2.20%
<b>Subtotal</b>		<b>19,118,000</b>		<b>19,281,876.29</b>	<b>19,284,469.82</b>	<b>2,593.53</b>	<b>164,167.48</b>	<b>1.78%</b>	<b>1.84%</b>	<b>0.35</b>	<b>0.34</b>	<b>79.05%</b>
<b>Total</b>		<b>24,227,612</b>		<b>24,391,488.62</b>	<b>24,394,082.15</b>	<b>2,593.53</b>	<b>164,167.48</b>	<b>1.71%</b>	<b>1.76%</b>	<b>0.27</b>	<b>0.27</b>	<b>100.00%</b>

# Detailed Transaction Summary

# Penn Manor School District General Fund

Trade Date	Settlement Date	Trans Type	Quantity (Units)	CUSIP	Security Description		Trans Price	Principal Amount	Net Amount	Trade Yield	Realized Gain/Loss
08/30/02	08/30/02	Contr	1,400,000	-CASH-	Cash/Money Market			1,400,000.00	1,400,000.00		0.00
08/29/02	08/30/02	Buy	1,200,000	313588AH8	FNMA Discount Note	0.000	01/08/03 99.385	1,192,620.33	1,192,620.33	1.72%	0.00
08/29/02	08/30/02	Buy	1,000,000	313588CB9	FNMA Discount Note	0.000	02/19/03 99.198	991,974.72	991,974.72	1.71%	0.00
08/29/02	08/29/02	Contr	1,500,000	-CASH-	Cash/Money Market			1,500,000.00	1,500,000.00		0.00
08/28/02	08/29/02	Buy	1,000,000	31331RVH5	FFCB	5.720	06/03/03 102.914	1,029,140.00	1,042,804.44	1.84%	0.00
08/28/02	08/29/02	Buy	1,000,000	3133M2K48	FHLB	5.610	01/21/03 101.481	1,014,810.00	1,020,731.67	1.82%	0.00
08/28/02	08/29/02	Buy	1,390,000	3133MDGE7	FHLB	5.000	02/28/03 101.557	1,411,642.30	1,411,835.36	1.84%	0.00
08/28/02	08/29/02	Buy	518,000	31364AZT2	FNMA	6.050	06/30/03 103.450	535,871.00	541,007.11	1.87%	0.00
08/28/02	08/29/02	Buy	1,000,000	313589Q97	FNMA Discount Note	0.000	11/27/02 99.575	995,750.00	995,750.00	1.73%	0.00
08/28/02	08/28/02	Contr	1,600,000	-CASH-	Cash/Money Market			1,600,000.00	1,600,000.00		0.00
08/27/02	08/27/02	Contr	1,300,000	-CASH-	Cash/Money Market			1,300,000.00	1,300,000.00		0.00
08/23/02	08/26/02	Buy	850,000	313589J20	FNMA Discount Note	0.000	10/03/02 99.826	848,519.58	848,519.58	1.68%	0.00
08/22/02	08/23/02	Buy	500,000	3133M44W0	FHLB	6.020	05/06/03 102.918	514,590.00	523,536.39	1.82%	0.00
08/22/02	08/22/02	Contr	1,400,000	-CASH-	Cash/Money Market			1,400,000.00	1,400,000.00		0.00
08/21/02	08/21/02	Contr	800,000	-CASH-	Cash/Money Market			800,000.00	800,000.00		0.00
08/20/02	08/21/02	Buy	1,000,000	3133MACZ0	FHLB	6.250	11/15/02 101.041	1,010,410.00	1,027,076.67	1.74%	0.00
08/20/02	08/21/02	Buy	1,000,000	313385M52	FHLB Discount Note	0.000	10/30/02 99.681	996,811.11	996,811.11	1.67%	0.00
08/20/02	08/21/02	Buy	1,000,000	313589P31	FNMA Discount Note	0.000	11/13/02 99.617	996,173.33	996,173.33	1.67%	0.00
08/20/02	08/20/02	Contr	1,300,000	-CASH-	Cash/Money Market			1,300,000.00	1,300,000.00		0.00
08/20/02	08/20/02	Mature	1,500,000	313313C63	FFCB Discount Note	0.000	08/20/02 100.000	1,500,000.00	1,500,000.00		0.00
08/15/02	08/15/02	Mature	1,450,000	31359MFZ1	FNMA	6.750	08/15/02 100.000	1,450,000.00	1,450,000.00		0.00
08/15/02	08/15/02	Wdrwl	107,370	-CASH-	Cash/Money Market			107,369.86	107,369.86		0.00
08/14/02	08/15/02	Buy	700,000	31331HXA0	FFCB	6.230	06/30/03 103.901	727,307.00	732,758.25	1.72%	0.00
08/14/02	08/14/02	Contr	1,400,000	-CASH-	Cash/Money Market			1,400,000.00	1,400,000.00		0.00
08/13/02	08/13/02	Contr	3,500,000	-CASH-	Cash/Money Market			3,500,000.00	3,500,000.00		0.00
08/12/02	08/13/02	Buy	306,000	3135865W5	FNMA	7.050	11/12/02 101.294	309,959.64	315,412.82	1.76%	0.00
08/12/02	08/12/02	Contr	500,000	-CASH-	Cash/Money Market			500,000.00	500,000.00		0.00
08/09/02	08/12/02	Buy	1,000,000	313313G36	FFCB Discount Note	0.000	09/18/02 99.831	998,314.44	998,314.44	1.67%	0.00
08/09/02	08/12/02	Buy	750,000	313397H87	FHLMC Discount Note	0.000	10/01/02 99.773	748,296.88	748,296.88	1.66%	0.00
08/07/02	08/07/02	Mature	1,018,000	313589A94	FNMA Discount Note	0.000	08/07/02 100.000	1,018,000.00	1,018,000.00		0.00
08/07/02	08/07/02	Wdrwl	150,000	-CASH-	Cash/Money Market			150,000.00	150,000.00		0.00
08/01/02	08/01/02	Contr	600,716	-CASH-	Cash/Money Market			600,716.00	600,716.00		0.00
<b>Total</b>											<b>0.00</b>

# Cash Reconciliation

# *Penn Manor School District General Fund*

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<b>Beginning Cash Balance</b>	<b>393,843.70</b>
Buy	-14,383,623.10
Management Fee	-716.00
Wdrwl	-257,369.86
Contr	15,300,716.00
Coupon	83,937.50
Income	4,824.09
Mature	3,968,000.00
<b>Ending Cash Balance</b>	<b>5,109,612.33</b>

# Summary of Portfolio Changes

# Penn Manor School District General Fund

<b>Beginning Market Value plus Accrued Income</b>		<b>9,494,552.13</b>
Contributions	15,300,716.00	
Withdrawal / Management Fee	(258,085.86)	
<i>Total Contributions, Withdrawals, and Management Fee</i>		<i>15,042,630.14</i>
Interest Received	88,761.59	
Interest Purchased	(61,432.77)	
Amortization Change	(19,596.28)	
Ending Accrued Income	164,167.48	
Beginning Accrued Income	(151,451.52)	
Accrued Income Change	12,715.96	
<i>Total Earned Income</i>		<i>20,448.50</i>
Ending Market Value	24,394,082.15	
Ending Book Value	(24,391,488.62)	2,593.53
Beginning Market Value	9,343,100.61	
Beginning Book Value	(9,341,125.94)	1,974.67
Change in Unrealized Gain/Loss		618.86
Realized Gain/Loss		0.00
<i>Change in Market Value</i>		<i>618.86</i>
<b>Total Investment Change</b>		<b>15,063,697.50</b>
<b>Ending Market Value plus Accrued Income</b>		<b>24,558,249.63</b>

# Amortization Reconciliation

# Penn Manor School District General Fund

Purchase / Sale Date	Quantity (Units)	Security Description	Ending Market Value	Original Cost	Beginning Book Value	Principal Purchased	Current Month Am/Ac	Principal Received	Realized Gain/Loss	Ending Book Value	Unrealized Gain/Loss
	5,109,612.00	Cash/Money Market	5,109,612.33	5,109,612.33	393,843.70	4,715,768.63	0.00	0.00	0.00	5,109,612.33	0.00
		-CASH-									
07/01/02	1,000,000.00	FFCB 6.750 09/03/02 31331H4G9	1,000,200.00	1,008,190.00	1,004,296.39	0.00	-4,027.87	0.00	0.00	1,000,268.52	-68.52
08/14/02	700,000.00	FFCB 6.230 06/30/03 31331HXA0	725,789.40	727,307.00	0.00	727,307.00	-1,300.33	0.00	0.00	726,006.67	-217.27
08/28/02	1,000,000.00	FFCB 5.720 06/03/03 31331RVH5	1,029,726.00	1,029,140.00	0.00	1,029,140.00	-212.71	0.00	0.00	1,028,927.29	798.71
08/09/02	1,000,000.00	FFCB Discount Note 0.000 09/18/02 313313G36	999,135.00	998,314.44	0.00	998,314.44	865.56	0.00	0.00	999,180.00	-45.00
08/28/02	1,000,000.00	FHLB 5.610 01/21/03 3133M2K48	1,014,687.50	1,014,810.00	0.00	1,014,810.00	-208.60	0.00	0.00	1,014,601.40	86.10
08/22/02	500,000.00	FHLB 6.020 05/06/03 3133M44W0	514,375.00	514,590.00	0.00	514,590.00	-461.34	0.00	0.00	514,128.66	246.34
08/20/02	1,000,000.00	FHLB 6.250 11/15/02 3133MACZ0	1,008,750.00	1,010,410.00	0.00	1,010,410.00	-1,239.29	0.00	0.00	1,009,170.71	-420.71
08/28/02	1,390,000.00	FHLB 5.000 02/28/03 3133MDGE7	1,412,153.13	1,411,642.30	0.00	1,411,642.30	-241.82	0.00	0.00	1,411,400.48	752.65
08/20/02	1,000,000.00	FHLB Discount Note 0.000 10/30/02 313385M52	997,133.33	996,811.11	0.00	996,811.11	455.56	0.00	0.00	997,266.67	-133.34
08/09/02	750,000.00	FHLMC Discount Note 0.000 10/01/02 313397H87	748,889.17	748,296.88	0.00	748,296.88	647.19	0.00	0.00	748,944.07	-54.90
07/08/02	1,000,000.00	FHLMC Global 7.000 02/15/03 3134A33D6	1,023,437.50	1,030,220.00	1,027,142.03	0.00	-4,197.22	0.00	0.00	1,022,944.81	492.69
07/10/02	1,000,000.00	FHLMC Global 6.250 10/15/02 3134A3T48	1,005,312.50	1,010,900.00	1,008,962.22	0.00	-3,633.34	0.00	0.00	1,005,328.88	-16.38
08/12/02	306,000.00	FNMA 7.050 11/12/02 3135865W5	309,060.00	309,959.64	0.00	309,959.64	-800.83	0.00	0.00	309,158.81	-98.81
08/28/02	518,000.00	FNMA 6.050 06/30/03 31364AZT2	536,237.23	535,871.00	0.00	535,871.00	-59.37	0.00	0.00	535,811.63	425.60
07/08/02	550,000.00	FNMA 6.210 10/28/02 31364FFB2	553,705.90	557,194.00	555,742.00	0.00	-1,980.00	0.00	0.00	553,762.00	-56.10
08/29/02	1,200,000.00	FNMA Discount Note 0.000 01/08/03 313588AH8	1,192,590.00	1,192,620.33	0.00	1,192,620.33	56.33	0.00	0.00	1,192,676.66	-86.66
08/29/02	1,000,000.00	FNMA Discount Note 0.000 02/19/03 313588CB9	991,830.00	991,974.72	0.00	991,974.72	46.39	0.00	0.00	992,021.11	-191.11
08/23/02	850,000.00	FNMA Discount Note 0.000 10/03/02 313589J20	848,659.83	848,519.58	0.00	848,519.58	194.79	0.00	0.00	848,714.37	-54.54
07/30/02	250,000.00	FNMA Discount Note 0.000 10/30/02 313589M59	249,283.33	248,916.22	248,916.22	0.00	369.20	0.00	0.00	249,285.42	-2.09

# Amortization Reconciliation

# Penn Manor School District General Fund

Purchase / Sale Date	Quantity (Units)	Security Description	Ending Market Value	Original Cost	Beginning Book Value	Principal Purchased	Current Month Am/Ac	Principal Received	Realized Gain/Loss	Ending Book Value	Unrealized Gain/Loss
08/20/02	1,000,000.00	FNMA Discount Note 0.000 11/13/02 313589P31	996,464.44	996,173.33	0.00	996,173.33	455.56	0.00	0.00	996,628.89	-164.45
08/28/02	1,000,000.00	FNMA Discount Note 0.000 11/27/02 313589Q97	995,795.56	995,750.00	0.00	995,750.00	94.44	0.00	0.00	995,844.44	-48.88
07/08/02	1,104,000.00	FNMA Global 5.750 04/15/03 31359MDT7	1,131,255.00	1,135,795.20	1,133,260.79	0.00	-3,455.99	0.00	0.00	1,129,804.80	1,450.20
07/01/02		FFCB Discount Note 0.000 08/20/02 313313C63			1,498,566.66	0.00	1,433.34	1,500,000.00	0.00	0.00	0.00
07/01/02		FNMA 6.750 08/15/02 31359MFZ1			1,452,733.41	0.00	-2,733.41	1,450,000.00	0.00	0.00	0.00
07/17/02		FNMA Discount Note 0.000 08/07/02 313589A94			1,017,662.52	0.00	337.48	1,018,000.00	0.00	0.00	0.00
<b>Total</b>			24,394,082.15	24,423,018.08	9,341,125.94	19,037,958.96	-19,596.28	3,968,000.00	0.00	24,391,488.62	2,593.53

# Income Reconciliation

# Penn Manor School District General Fund

Purchase Date	Sale Date	CUSIP	Quantity (Units)	Security Description	Coupon Rate	Maturity Date	Beginning Accrued Income	Current Month Int. Earned	Interest Purchased	Interest Received	Ending Accrued Income
		-CASH-	5,109,612.00	Cash/Money Market			0.00	4,824.09	0.00	4,824.09	0.00
07/01/02		31331H4G9	1,000,000.00	FFCB	6.750	09/03/02	28,125.00	5,625.00	0.00	0.00	33,750.00
08/14/02		31331HXA0	700,000.00	FFCB	6.230	06/30/03	0.00	1,938.22	5,451.25	0.00	7,389.47
08/28/02		31331RVH5	1,000,000.00	FFCB	5.720	06/03/03	0.00	317.78	13,664.44	0.00	13,982.22
08/09/02		313313G36	1,000,000.00	FFCB Discount Note	0.000	09/18/02	0.00	0.00	0.00	0.00	0.00
08/28/02		3133M2K48	1,000,000.00	FHLB	5.610	01/21/03	0.00	311.66	5,921.67	0.00	6,233.33
08/22/02		3133M44W0	500,000.00	FHLB	6.020	05/06/03	0.00	668.89	8,946.39	0.00	9,615.28
08/20/02		3133MACZ0	1,000,000.00	FHLB	6.250	11/15/02	0.00	1,736.11	16,666.67	0.00	18,402.78
08/28/02		3133MDGE7	1,390,000.00	FHLB	5.000	02/28/03	0.00	386.11	193.06	0.00	579.17
08/20/02		313385M52	1,000,000.00	FHLB Discount Note	0.000	10/30/02	0.00	0.00	0.00	0.00	0.00
08/09/02		313397H87	750,000.00	FHLMC Discount Note	0.000	10/01/02	0.00	0.00	0.00	0.00	0.00
07/08/02		3134A33D6	1,000,000.00	FHLMC Global	7.000	02/15/03	32,277.78	5,833.33	0.00	35,000.00	3,111.11
07/10/02		3134A3T48	1,000,000.00	FHLMC Global	6.250	10/15/02	18,402.78	5,208.33	0.00	0.00	23,611.11
08/12/02		3135865W5	306,000.00	FNMA	7.050	11/12/02	0.00	1,078.65	5,453.18	0.00	6,531.83
08/28/02		31364AZT2	518,000.00	FNMA	6.050	06/30/03	0.00	174.11	5,136.11	0.00	5,310.22
07/08/02		31364FFB2	550,000.00	FNMA	6.210	10/28/02	8,823.38	2,846.25	0.00	0.00	11,669.63
08/29/02		313588AH8	1,200,000.00	FNMA Discount Note	0.000	01/08/03	0.00	0.00	0.00	0.00	0.00
08/29/02		313588CB9	1,000,000.00	FNMA Discount Note	0.000	02/19/03	0.00	0.00	0.00	0.00	0.00
08/23/02		313589J20	850,000.00	FNMA Discount Note	0.000	10/03/02	0.00	0.00	0.00	0.00	0.00
07/30/02		313589M59	250,000.00	FNMA Discount Note	0.000	10/30/02	0.00	0.00	0.00	0.00	0.00
08/20/02		313589P31	1,000,000.00	FNMA Discount Note	0.000	11/13/02	0.00	0.00	0.00	0.00	0.00
08/28/02		313589Q97	1,000,000.00	FNMA Discount Note	0.000	11/27/02	0.00	0.00	0.00	0.00	0.00
07/08/02		31359MDT7	1,104,000.00	FNMA Global	5.750	04/15/03	18,691.33	5,290.00	0.00	0.00	23,981.33
07/01/02		313313C63		FFCB Discount Note	0.000	08/20/02	0.00	0.00	0.00	0.00	0.00
07/01/02		31359MFZ1		FNMA	6.750	08/15/02	45,131.25	3,806.25	0.00	48,937.50	0.00
07/17/02		313589A94		FNMA Discount Note	0.000	08/07/02	0.00	0.00	0.00	0.00	0.00
<b>Total</b>							<b>151,451.52</b>	<b>40,044.78</b>	<b>61,432.77</b>	<b>88,761.59</b>	<b>164,167.48</b>

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*Sources of Information: Bloomberg, CMS BondEdge, FT Interactive Data, Portia, and various other sources from time to time, as may be referenced on the report page of their use.*

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