

Newtown Estates Community Association
TREASURER'S REPORT
December 3, 2008

Report on Smith Barney Account as of Nov. 11-24-08

Three CDs purchased as of November 10, 2008:

One \$96,000 CD from Citibank, NV with a 6 month maturity at 3.1%. due on 5/19/'09.

One \$95,000 CD from GE Money Bank, UT, with a 9 month maturity at 3.45% due on 8/13/09.

One \$35,000 CD from Sovereign Bank, PA with a 9 month maturity at 3.4% due on 8/21/09.

Total value of CDs purchased: \$226,000

On Friday, November 14, 2008: Withdrew \$100,000 from Smith Barney's Money Market Fund account, and deposited that amount into NECA's Central Pacific Bank account on Nov. 15, 2008.

Total Asset Allocation Summary: 11-19-08

Money Market:	\$258,978.81	24.23%
CDs: Fixed Income	\$655,405	61.32%
Mutual Funds:	<u>\$154,397</u>	<u>14.45%</u>
Holdings and Cash:	\$1,068,781.81	100%
Less Cash Account Balance	(\$35,000)	
Total Account Value:	\$1,033,781.81	

Mr. Pearce from Smith Barney reported that on Nov. 5, 2008, one of our CD's in the amount of \$50,000 was called up by the issuer, M & I Bank with an original Maturity date of 11/16/2012. On 11/17/08 interest was credited to this CD for \$1354.79. The \$50,000 and the interest is credited in our money fund. (Money Market account)

On November 20, 2008, Mr. Pearce recommended that we purchase a 12 month CD which has an interest of 3.9% with the \$50,000. He said "the likelihood of interest rates at this point is minimal given the slow economic environment, so locking in an interest rate for a longer period should serve us well."

RECOMMENDATION:

To purchase a 12 month CD having an interest rate of 3.9% with the \$50,000 that is now available in our Money Market Fund. We will then have \$208,978.81 in our Money Market account at Smith Barney.

Submitted By:

Shizuko Hanaumi, NECA Treasurer

