



GARCIA HAMILTON & ASSOCIATES

Presented by:

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Partner



City of Ormond Beach
Police Officers' Pension Trust Fund

February 10, 2012

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ACTIVE
ASSET
MANAGEMENT
IMPLEMENTING A PHILOSOPHY
& STYLE FOR OVER 25 YEARS

Goal & Philosophy

Investment Goal

Our goal is to outperform our benchmarks, net of fees, over a full market cycle using a high quality strategy with less risk and low turnover.

Investment Philosophy

Superior and consistent investment results come from core principles:

- Preserve Principal
- Maintain Liquidity
- Provide High Current Income

City of Ormond Beach Police Officers' Pension Trust Fund

December 31, 2011

PORTFOLIO COMPOSITION

| | <u>Market Value</u> | <u>Pct. Assets</u> | <u>Yield</u> |
|--------------------|---------------------|--------------------|--------------|
| EQUITIES | 0.00 | 0.0 | 0.0 |
| FIXED INCOME | 6,843,431.10 | 98.8 | 3.8 |
| CASH & EQUIVALENTS | 80,837.49 | 1.2 | 0.0 |
| Total | 6,924,268.59 | 100.0 | 3.7 |

CHANGE IN PORTFOLIO

| | |
|-----------------------------|---------------|
| Portfolio Value on 03-31-01 | 7,533,666.42 |
| Accrued Interest | 24,119.59 |
| Net Additions/Withdrawals | 1,646,862.92 |
| Net Transfers | -4,750,890.94 |
| Realized Gains/Losses | -275,318.49 |
| Unrealized Gains/Losses | 247,987.24 |
| Income Received | 2,460,946.16 |
| Change in Accrued Interest | 36,895.69 |
| Portfolio Value on 12-31-11 | 6,863,253.31 |
| Accrued Interest | 61,015.28 |

| | |
|--------------|---------------------|
| Total | 6,924,268.59 |
|--------------|---------------------|

TIME WEIGHTED RETURN

| | <u>Quarter</u> | <u>One Year</u> | <u>Annualized Last 3 Years</u> | <u>Annualized Last 5 Years</u> | <u>Annualized Last 7 Years</u> | <u>Annualized Last 10 Years</u> | <u>Annualized Inception 03-31-01 To Date</u> |
|---------------------------------|----------------|-----------------|--------------------------------|--------------------------------|--------------------------------|---------------------------------|--|
| Account | 1.2 | 3.6 | 7.4 | 7.2 | 6.1 | N/A | N/A |
| FIXED INCOME | 1.2 | 3.7 | 7.6 | 7.3 | 6.2 | 6.2 | 6.2 |
| Barclays Capital Int Gov/Credit | 0.8 | 5.8 | 5.6 | 5.9 | 5.0 | 5.2 | 5.3 |

Note: Account inception 3/31/01 with balanced mandate. Effective 10/1/03 mandate changed to fixed income.



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4th Quarter 2011 Fixed Income Market Commentary

December 31, 2011

- The European debt crisis continues to weigh heavily on investors despite continuing improvement in U.S. economic data. Successful auctions in France and Spain, an announced austerity plan in Italy and a productive European summit began to ease investor fears. However, confidence faded as new fears surfaced regarding sovereign credit rating cuts in Europe.
- The U.S. economic recovery continues to progress despite European woes with notable improvements in manufacturing, employment, and housing.
- European fears drove investors to the safe haven of treasuries. Thus, the 10-year Treasury yield ended the quarter 5 basis points lower at 1.88%. The 2-year Treasury yield decreased 1 basis point to 0.24% and the 30-year Treasury yield declined 3 basis points to 2.89%. These moves caused the 2-30 year yield spread to flatten to 265 basis points.
- Overall, the bond market delivered positive performance with a return of 1.12% on the Barclays Capital Aggregate Index and a return of 0.84% on the Barclays Capital Intermediate Government/Credit Index for the quarter.
- Spread product was mixed as two out of the four major sectors provided positive excess return. Corporate bonds were the leader with 82 basis points of excess return, followed by mortgage-backed securities with 24 basis points of excess return. Asset-backed securities and agencies underperformed with -28 basis points and -9 basis points of negative excess return, respectively.
- We fully expect the recovery to continue and believe the market has overreacted to European fears, reaching extreme levels in treasury yields. Thus, we are maintaining the duration of the portfolio marginally shorter than the benchmark. Additionally, we remain overweighted in corporate bonds with an emphasis on financials. Given the current low level of rates, we believe that rates will rise from here and spreads will continue to contract to more normal levels.

Current Fixed Income Market Factors

December 31, 2011

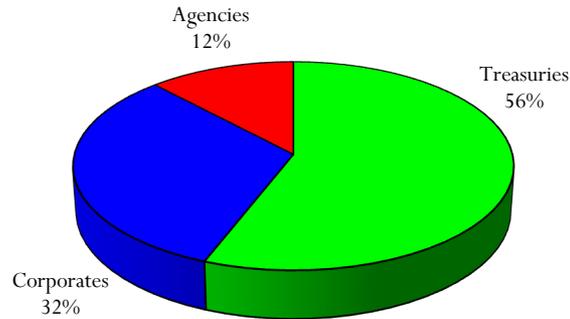
| Factor | | Position |
|------------------|---|-----------------|
| Sentiment | Investors have maintained neutral position on rates. | Neutral |
| Monetary | Real monetary supply growth rates are near trend levels. | Neutral |
| Valuation | The sharp decline in yields has caused treasuries to become overvalued relative to our valuation model. | Negative |
| Economic | Liquidity measures remain at healthy levels. | Neutral |
| Inflation | Inflation expectations have stabilized at low levels. | Neutral |

Fixed Income Portfolio Characteristics

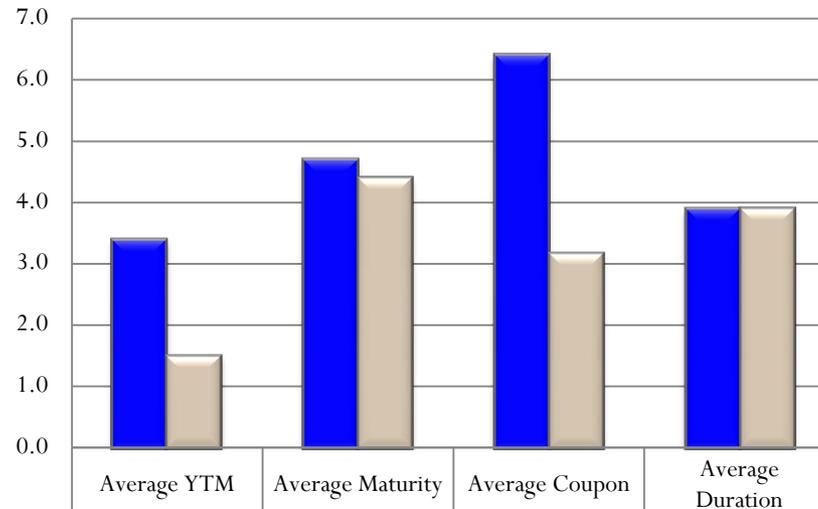
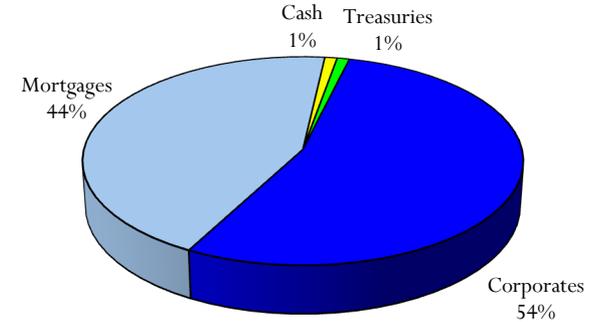
City of Ormond Beach Police Officers' Pension Trust Fund

December 31, 2011

Barclays Capital Int. Govt./Credit



Portfolio



| | | | | |
|--------------------------------------|-----|-----|-----|-----|
| ■ Portfolio | 3.4 | 4.7 | 6.4 | 3.9 |
| ■ Barclays Capital Int. Govt./Credit | 1.5 | 4.4 | 3.2 | 3.9 |

GARCIA HAMILTON & ASSOCIATES
PORTFOLIO SUMMARY
CITY OF ORMOND BEACH POLICE OFFICERS' PENSION TRUST FUND-FIXED
(3250000393) ormondpf
December 31, 2011

| <u>Security Type</u> | <u>Total Cost</u> | <u>Market Value</u> | <u>Pct. Assets</u> | <u>Yield</u> | <u>Est. Annual Income</u> |
|--|---------------------|---------------------|------------------------|--------------|-------------------------------|
| FIXED INCOME | | | | | |
| CORPORATE BONDS | 3,708,252.93 | 3,654,919.50 | 52.8 | 5.0 | 231,033.80 |
| GOVERNMENT BONDS | | | | | |
| TREASURY | 66,647.85 | 65,368.16 | 0.9 | 0.3 | 3,168.75 |
| MORTGAGE-BACKED SECURITIES-FNMA | 1,735,366.22 | 1,752,751.65 | 25.3 | 2.4 | 90,273.24 |
| MORTGAGE-BACKED SECURITIES-FHLMC | 1,281,357.48 | 1,284,547.78 | 18.6 | 2.1 | 65,888.96 |
| COLLATERALIZED MORTGAGE OBLIGATION | 14,080.44 | 24,828.73 | 0.4 | 11.2 | 925.99 |
| Accrued Interest | | 61,015.28 | 0.9 | | |
| | <u>6,805,704.92</u> | <u>6,843,431.10</u> | <u>98.8</u> | <u>3.8</u> | <u>391,290.74</u> |
| CASH & EQUIVALENTS | | | | | |
| CASH & EQUIVALENTS | 80,837.49 | 80,837.49 | 1.2 | 0.0 | 16.17 |
| | <u>80,837.49</u> | <u>80,837.49</u> | <u>1.2</u> | <u>0.0</u> | <u>16.17</u> |
| TOTAL PORTFOLIO | 6,886,542.41 | 6,924,268.59 | 100.0 | 3.7 | 391,306.90 |

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GARCIA HAMILTON & ASSOCIATES
PORTFOLIO APPRAISAL
CITY OF ORMOND BEACH POLICE OFFICERS' PENSION TRUST FUND-FIXED
(3250000393) ormondpf
December 31, 2011

| Quantity | Security | Unit Cost | Total Cost | Price | Market Value | Pct. Assets | Unit Income | Annual Income | Yield |
|------------------------|--|--------------|---------------|--------|---------------------------|----------------|----------------|------------------|-------|
| CORPORATE BONDS | | | | | | | | | |
| 305,000 | UBS Stamford 5.875% Due 12-20-17 | 97.91 | 298,618.75 | 104.10 | 317,519.94 | 4.6 | 5.875 | 17,918.75 | 5.1 |
| 275,000 | Goldman Sachs 7.500% Due 02-15-19 | 119.30 | 328,083.25 | 110.44 | 303,712.47 | 4.4 | 7.500 | 20,625.00 | 5.7 |
| 265,000 | Metlife Inc. 7.717% Due 02-15-19 | 122.47 | 324,540.20 | 125.39 | 332,295.69 | 4.8 | 7.717 | 20,450.05 | 3.6 |
| 290,000 | J.P. Morgan Chase 6.300% Due 04-23-19 | 112.74 | 326,945.85 | 113.26 | 328,464.44 | 4.7 | 6.300 | 18,270.00 | 4.2 |
| 320,000 | Morgan Stanley 7.300% Due 05-13-19 | 111.28 | 356,089.25 | 101.84 | 325,903.68 | 4.7 | 7.300 | 23,360.00 | 7.0 |
| 265,000 | AFLAC Inc. 8.500% Due 05-15-19 | 115.90 | 307,139.10 | 122.55 | 324,770.75 | 4.7 | 8.500 | 22,525.00 | 4.8 |
| 205,000 | Allstate Corp. 7.450% Due 05-16-19 | 121.83 | 249,750.87 | 121.58 | 249,245.97 | 3.6 | 7.450 | 15,272.50 | 4.0 |
| 175,000 | American Express 8.125% Due 05-20-19 | 125.03 | 218,795.50 | 129.29 | 226,252.42 | 3.3 | 8.125 | 14,218.75 | 3.6 |
| 265,000 | Citigroup 8.500% Due 05-22-19 | 124.47 | 329,855.40 | 117.71 | 311,927.79 | 4.5 | 8.500 | 22,525.00 | 5.5 |
| 325,000 | Bank of America 7.625% Due 06-01-19 | 117.17 | 380,803.25 | 103.42 | 336,120.52 | 4.9 | 7.625 | 24,781.25 | 7.0 |
| 295,000 | General Electric 6.000% Due 08-07-19 | 109.91 | 324,246.30 | 114.86 | 338,845.26 | 4.9 | 6.000 | 17,700.00 | 3.7 |
| 255,000 | Pitney Bowes Inc. Call/Put 5.250% Due 01-15-37 Accrued Interest | 103.29 | 263,385.21 | 101.91 | 259,860.55 | 3.8 | 5.250 | 13,387.50 | 5.1 |
| | | | 3,708,252.93 | | 46,795.48 3,701,714.98 | 0.7 53.5 | | 231,033.80 | 5.0 |

GARCIA HAMILTON & ASSOCIATES
 PORTFOLIO APPRAISAL
CITY OF ORMOND BEACH POLICE OFFICERS' PENSION TRUST FUND-FIXED
(3250000393) ormondpf
 December 31, 2011

| Quantity | Security | Unit Cost | Total Cost | Price | Market Value | Pct. Assets | Unit Income | Annual Income | Yield |
|--|---|--------------|---------------|--------|-----------------|----------------|----------------|------------------|-------|
| GOVERNMENT BONDS | | | | | | | | | |
| TREASURY | | | | | | | | | |
| 65,000 | U S Treasury 4.875% Due 02-15-12 Accrued Interest | 102.54 | 66,647.85 | 100.57 | 65,368.16 | 0.9 | 4.875 | 3,168.75 | 0.3 |
| | | | | | 1,188.28 | 0.0 | | | |
| | | | 66,647.85 | | 66,556.44 | 1.0 | | 3,168.75 | 0.3 |
| | GOVERNMENT BONDS Total | | 66,647.85 | | 66,556.44 | 1.0 | | 3,168.75 | 0.3 |
| MORTGAGE-BACKED SECURITIES-FNMA | | | | | | | | | |
| 150,000.00 | FNMA Pool #845517 5.500% Due 07-01-21 | 103.27 | 22,278.10 | 108.63 | 23,436.25 | 0.3 | 5.500 | 1,186.55 | 2.7 |
| 120,000.00 | FNMA Pool #880982 5.500% Due 11-01-21 | 101.39 | 23,088.71 | 108.63 | 24,738.17 | 0.4 | 5.500 | 1,252.46 | 2.7 |
| 535,000.00 | FNMA Pool #890042 5.500% Due 07-01-22 | 106.42 | 160,956.98 | 108.63 | 164,298.19 | 2.4 | 5.500 | 8,318.21 | 2.7 |
| 960,000.00 | FNMA Pool #944122 5.500% Due 07-01-22 | 108.61 | 393,409.21 | 108.58 | 393,322.43 | 5.7 | 5.500 | 19,922.95 | 2.3 |
| 370,000.00 | FNMA Pool #928613 6.000% Due 08-01-22 | 105.02 | 76,507.56 | 108.34 | 78,926.95 | 1.1 | 6.000 | 4,371.07 | 3.1 |
| 1,550,000.00 | FNMA Pool #956125 5.500% Due 10-01-22 | 108.66 | 264,946.57 | 108.58 | 264,765.51 | 3.8 | 5.500 | 13,411.16 | 2.3 |
| 185,000.00 | FNMA Pool #952248 5.500% Due 11-01-22 | 102.17 | 57,374.83 | 108.58 | 60,974.45 | 0.9 | 5.500 | 3,088.54 | 2.8 |
| 933,424.00 | FNMA Pool #889390 6.000% Due 03-01-23 | 106.09 | 234,067.03 | 108.40 | 239,166.67 | 3.5 | 6.000 | 13,237.64 | 2.9 |
| 845,000.00 | FNMA Pool #995461 5.500% Due 12-01-23 | 108.20 | 254,992.84 | 108.58 | 255,903.44 | 3.7 | 5.500 | 12,962.27 | 2.1 |
| 540,000.00 | FNMA Pool #AD0662 5.500% Due 01-01-25 | 108.81 | 247,744.39 | 108.58 | 247,219.58 | 3.6 | 5.500 | 12,522.40 | 2.2 |

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 PORTFOLIO APPRAISAL
CITY OF ORMOND BEACH POLICE OFFICERS' PENSION TRUST FUND-FIXED
(3250000393) ormondpf
 December 31, 2011

| Quantity | Security | Unit Cost | Total Cost | Price | Market Value | Pct. Assets | Unit Income | Annual Income | Yield |
|---|---|--------------|---------------|--------|--------------------------|----------------|----------------|------------------|-------|
| | Accrued Interest | | 1,735,366.22 | | 7,522.77 1,760,274.41 | 0.1 25.4 | | 90,273.24 | 2.4 |
| MORTGAGE-BACKED SECURITIES-FHLMC | | | | | | | | | |
| 775,000.00 | FHLMC Pool #J05894 5.500% Due 02-01-21 | 104.96 | 101,696.72 | 108.32 | 104,954.31 | 1.5 | 5.500 | 5,329.01 | 2.8 |
| 400,000.00 | FHLMC Pool #J05928 5.500% Due 03-01-21 | 104.42 | 72,348.89 | 108.32 | 75,051.10 | 1.1 | 5.500 | 3,810.69 | 2.8 |
| 710,000.00 | FHLMC Pool #G12444 6.000% Due 10-01-21 | 108.22 | 150,066.10 | 108.95 | 151,078.73 | 2.2 | 6.000 | 8,320.15 | 2.3 |
| 100,000.00 | FHLMC Pool #G18182 5.500% Due 05-01-22 | 100.34 | 18,271.07 | 108.26 | 19,712.32 | 0.3 | 5.500 | 1,001.47 | 2.8 |
| 1,120,000.00 | FHLMC Pool #G12310 5.500% Due 08-01-22 | 108.78 | 206,870.48 | 108.32 | 205,997.12 | 3.0 | 5.500 | 10,459.41 | 2.3 |
| 830,000.00 | FHLMC Pool #G13173 5.500% Due 05-01-23 | 109.27 | 245,469.59 | 108.26 | 243,208.17 | 3.5 | 5.500 | 12,355.97 | 1.8 |
| 455,000.00 | FHLMC Pool #G13493 5.500% Due 01-01-24 | 108.44 | 157,543.00 | 108.32 | 157,377.18 | 2.3 | 5.500 | 7,990.75 | 1.9 |
| 440,000.00 | FHLMC Pool #G14014 5.500% Due 12-01-24 | 108.90 | 329,091.63 | 108.26 | 327,168.85 | 4.7 | 5.500 | 16,621.52 | 1.9 |
| | Accrued Interest | | 1,281,357.48 | | 5,490.75 1,290,038.53 | 0.1 18.6 | | 65,888.96 | 2.1 |
| COLLATERALIZED MORTGAGE OBLIGATION | | | | | | | | | |
| 30,000.00 | BALTA 2006-1 22A1 5.318% Due 02-25-36 | 54.68 | 7,619.69 | 56.26 | 7,839.73 | 0.1 | 5.318 | 741.14 | 15.1 |
| 25,000.00 | HFCHC 2007-1 M1 0.739% Due 03-20-36 | 25.84 | 6,460.75 | 67.96 | 16,989.00 | 0.2 | 0.739 | 184.85 | 9.3 |
| | Accrued Interest | | 14,080.44 | | 18.00 24,846.73 | 0.0 0.4 | | 925.99 | 11.2 |

GARCIA HAMILTON & ASSOCIATES
PORTFOLIO APPRAISAL
CITY OF ORMOND BEACH POLICE OFFICERS' PENSION TRUST FUND-FIXED
(3250000393) ormondpf
 December 31, 2011

| <u>Quantity</u> | <u>Security</u> | <u>Unit Cost</u> | <u>Total Cost</u> | <u>Price</u> | <u>Market Value</u> | <u>Pct. Assets</u> | <u>Unit Income</u> | <u>Annual Income</u> | <u>Yield</u> |
|-------------------------------|-------------------------------|----------------------|-----------------------|--------------|-------------------------|------------------------|------------------------|--------------------------|--------------|
| CASH & EQUIVALENTS | | | | | | | | | |
| | Regions Trust Deposit Account | | 80,837.49 | | 80,837.49 | 1.2 | 0.020 | 16.17 | 0.0 |
| | | | 80,837.49 | | 80,837.49 | 1.2 | | 16.17 | 0.0 |
| TOTAL PORTFOLIO | | | 6,886,542.41 | | 6,924,268.59 | 100.0 | | 391,306.90 | 3.7 |

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PURCHASE AND SALE

CITY OF ORMOND BEACH POLICE OFFICERS' PENSION TRUST FUND-FIXED

(3250000393) ormondpf

From 10-01-11 To 12-31-11

| Trade Date | Settle Date | Quantity | Security | Unit Price | Amount |
|---------------------------|--------------------|-----------------|---|-------------------|---------------|
| PURCHASES | | | | | |
| 10-14-11 | 10-27-11 | 76,286.35 | FHLMC Pool #G14014 5.500% Due 12-01-24 | 108.22 | 82,556.13 |
| 12-02-11 | 12-27-11 | 59,365.28 | FNMA Pool #890042 5.500% Due 07-01-22 | 108.53 | 64,429.88 |
| 12-06-11 | 12-09-11 | 55,000 | Allstate Corp. 7.450% Due 05-16-19 | 121.20 | 66,661.65 |
| 12-09-11 | 12-14-11 | 25,000 | UBS Stamford 5.875% Due 12-20-17 | 105.23 | 26,308.50 |
| 12-16-11 | 12-21-11 | 35,000 | Morgan Stanley 7.300% Due 05-13-19 | 101.36 | 35,475.65 |
| 12-21-11 | 12-27-11 | 25,000 | Bank of America 7.625% Due 06-01-19 | 102.02 | 25,504.75 |
| | | | | | 300,936.56 |
| SALES | | | | | |
| 12-05-11 | 12-08-11 | 5,000 | General Electric 6.000% Due 08-07-19 | 112.72 | 5,636.20 |
| | | | | | 5,636.20 |
| PRINCIPAL PAYDOWNS | | | | | |
| 10-01-11 | 10-01-11 | 6,386.37 | FHLMC Pool #G12310 5.500% Due 08-01-22 | 100.00 | 6,386.37 |
| 10-01-11 | 10-01-11 | 3,171.31 | FHLMC Pool #G12444 6.000% Due 10-01-21 | 100.00 | 3,171.31 |
| 10-01-11 | 10-01-11 | 6,711.76 | FHLMC Pool #G13173 5.500% Due 05-01-23 | 100.00 | 6,711.76 |
| 10-01-11 | 10-01-11 | 3,556.38 | FHLMC Pool #G13493 5.500% Due 01-01-24 | 100.00 | 3,556.38 |

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PURCHASE AND SALE

CITY OF ORMOND BEACH POLICE OFFICERS' PENSION TRUST FUND-FIXED

(3250000393) ormondpf

From 10-01-11 To 12-31-11

| Trade Date | Settle Date | Quantity | Security | Unit Price | Amount |
|-------------------|--------------------|-----------------|---|-------------------|---------------|
| 10-01-11 | 10-01-11 | 3,201.96 | FHLMC Pool #G14014 5.500% Due 12-01-24 | 100.00 | 3,201.96 |
| 10-01-11 | 10-01-11 | 3,502.14 | FHLMC Pool #G14014 5.500% Due 12-01-24 | 100.00 | 3,502.14 |
| 10-01-11 | 10-01-11 | 382.42 | FHLMC Pool #G18182 5.500% Due 05-01-22 | 100.00 | 382.42 |
| 10-01-11 | 10-01-11 | 1,770.51 | FHLMC Pool #J05894 5.500% Due 02-01-21 | 100.00 | 1,770.51 |
| 10-01-11 | 10-01-11 | 2,034.43 | FHLMC Pool #J05928 5.500% Due 03-01-21 | 100.00 | 2,034.43 |
| 10-01-11 | 10-01-11 | 724.90 | FNMA Pool #845517 5.500% Due 07-01-21 | 100.00 | 724.90 |
| 10-01-11 | 10-01-11 | 688.81 | FNMA Pool #880982 5.500% Due 11-01-21 | 100.00 | 688.81 |
| 10-01-11 | 10-01-11 | 6,941.34 | FNMA Pool #889390 6.000% Due 03-01-23 | 100.00 | 6,941.34 |
| 10-01-11 | 10-01-11 | 2,832.85 | FNMA Pool #890042 5.500% Due 07-01-22 | 100.00 | 2,832.85 |
| 10-01-11 | 10-01-11 | 2,103.44 | FNMA Pool #928613 6.000% Due 08-01-22 | 100.00 | 2,103.44 |
| 10-01-11 | 10-01-11 | 2,446.06 | FNMA Pool #944122 5.500% Due 07-01-22 | 100.00 | 2,446.06 |
| 10-01-11 | 10-01-11 | 9,977.18 | FNMA Pool #952248 5.500% Due 11-01-22 | 100.00 | 9,977.18 |
| 10-01-11 | 10-01-11 | 1,639.11 | FNMA Pool #956125 5.500% Due 10-01-22 | 100.00 | 1,639.11 |
| 10-01-11 | 10-01-11 | 7,714.69 | FNMA Pool #995461 5.500% Due 12-01-23 | 100.00 | 7,714.69 |
| 10-01-11 | 10-01-11 | 7,687.63 | FNMA Pool #AD0662 5.500% Due 01-01-25 | 100.00 | 7,687.63 |

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PURCHASE AND SALE

CITY OF ORMOND BEACH POLICE OFFICERS' PENSION TRUST FUND-FIXED

(3250000393) ormondpf

From 10-01-11 To 12-31-11

| Trade Date | Settle Date | Quantity | Security | Unit Price | Amount |
|-------------------|--------------------|-----------------|---|-------------------|---------------|
| 10-25-11 | 10-25-11 | 212.79 | BALTA 2006-1 22A1 5.318% Due 02-25-36 | 100.00 | 212.79 |
| 11-01-11 | 11-01-11 | 7,549.38 | FHLMC Pool #G12310 5.500% Due 08-01-22 | 100.00 | 7,549.38 |
| 11-01-11 | 11-01-11 | 4,247.45 | FHLMC Pool #G12444 6.000% Due 10-01-21 | 100.00 | 4,247.45 |
| 11-01-11 | 11-01-11 | 6,629.41 | FHLMC Pool #G13173 5.500% Due 05-01-23 | 100.00 | 6,629.41 |
| 11-01-11 | 11-01-11 | 4,368.05 | FHLMC Pool #G13493 5.500% Due 01-01-24 | 100.00 | 4,368.05 |
| 11-01-11 | 11-01-11 | 3,140.47 | FHLMC Pool #G14014 5.500% Due 12-01-24 | 100.00 | 3,140.47 |
| 11-01-11 | 11-01-11 | 5,495.81 | FHLMC Pool #G14014 5.500% Due 12-01-24 | 100.00 | 5,495.81 |
| 11-01-11 | 11-01-11 | 826.24 | FHLMC Pool #G18182 5.500% Due 05-01-22 | 100.00 | 826.24 |
| 11-01-11 | 11-01-11 | 5,429.09 | FHLMC Pool #J05894 5.500% Due 02-01-21 | 100.00 | 5,429.09 |
| 11-01-11 | 11-01-11 | 3,796.38 | FHLMC Pool #J05928 5.500% Due 03-01-21 | 100.00 | 3,796.38 |
| 11-01-11 | 11-01-11 | 368.01 | FNMA Pool #845517 5.500% Due 07-01-21 | 100.00 | 368.01 |
| 11-01-11 | 11-01-11 | 1,305.95 | FNMA Pool #880982 5.500% Due 11-01-21 | 100.00 | 1,305.95 |
| 11-01-11 | 11-01-11 | 6,367.65 | FNMA Pool #889390 6.000% Due 03-01-23 | 100.00 | 6,367.65 |
| 11-01-11 | 11-01-11 | 3,252.35 | FNMA Pool #890042 5.500% Due 07-01-22 | 100.00 | 3,252.35 |
| 11-01-11 | 11-01-11 | 6,273.50 | FNMA Pool #928613 6.000% Due 08-01-22 | 100.00 | 6,273.50 |

We urge you to compare account statements that you receive from us with the account statements that you receive from your custodian.

GARCIA HAMILTON & ASSOCIATES

PURCHASE AND SALE

CITY OF ORMOND BEACH POLICE OFFICERS' PENSION TRUST FUND-FIXED

(3250000393) ormondpf

From 10-01-11 To 12-31-11

| Trade Date | Settle Date | Quantity | Security | Unit Price | Amount |
|-------------------|--------------------|-----------------|---|-------------------|---------------|
| 11-01-11 | 11-01-11 | 15,600.80 | FNMA Pool #944122 5.500% Due 07-01-22 | 100.00 | 15,600.80 |
| 11-01-11 | 11-01-11 | 332.13 | FNMA Pool #952248 5.500% Due 11-01-22 | 100.00 | 332.13 |
| 11-01-11 | 11-01-11 | 1,744.93 | FNMA Pool #956125 5.500% Due 10-01-22 | 100.00 | 1,744.93 |
| 11-01-11 | 11-01-11 | 10,655.66 | FNMA Pool #995461 5.500% Due 12-01-23 | 100.00 | 10,655.66 |
| 11-01-11 | 11-01-11 | 7,858.91 | FNMA Pool #AD0662 5.500% Due 01-01-25 | 100.00 | 7,858.91 |
| 11-25-11 | 11-25-11 | 314.84 | BALTA 2006-1 22A1 5.318% Due 02-25-36 | 100.00 | 314.84 |
| 12-01-11 | 12-01-11 | 7,154.29 | FHLMC Pool #G12310 5.500% Due 08-01-22 | 100.00 | 7,154.29 |
| 12-01-11 | 12-01-11 | 4,457.51 | FHLMC Pool #G12444 6.000% Due 10-01-21 | 100.00 | 4,457.51 |
| 12-01-11 | 12-01-11 | 6,998.15 | FHLMC Pool #G13173 5.500% Due 05-01-23 | 100.00 | 6,998.15 |
| 12-01-11 | 12-01-11 | 5,603.24 | FHLMC Pool #G13493 5.500% Due 01-01-24 | 100.00 | 5,603.24 |
| 12-01-11 | 12-01-11 | 3,211.08 | FHLMC Pool #G14014 5.500% Due 12-01-24 | 100.00 | 3,211.08 |
| 12-01-11 | 12-01-11 | 5,619.38 | FHLMC Pool #G14014 5.500% Due 12-01-24 | 100.00 | 5,619.38 |
| 12-01-11 | 12-01-11 | 944.65 | FHLMC Pool #G18182 5.500% Due 05-01-22 | 100.00 | 944.65 |
| 12-01-11 | 12-01-11 | 5,339.74 | FHLMC Pool #J05894 5.500% Due 02-01-21 | 100.00 | 5,339.74 |
| 12-01-11 | 12-01-11 | 3,892.95 | FHLMC Pool #J05928 5.500% Due 03-01-21 | 100.00 | 3,892.95 |

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GARCIA HAMILTON & ASSOCIATES

PURCHASE AND SALE

CITY OF ORMOND BEACH POLICE OFFICERS' PENSION TRUST FUND-FIXED

(3250000393) ormondpf

From 10-01-11 To 12-31-11

| Trade Date | Settle Date | Quantity | Security | Unit Price | Amount |
|-------------------|--------------------|-----------------|--|-------------------|------------------|
| 12-01-11 | 12-01-11 | 176.31 | FNMA Pool #845517 5.500% Due 07-01-21 | 100.00 | 176.31 |
| 12-01-11 | 12-01-11 | 197.70 | FNMA Pool #880982 5.500% Due 11-01-21 | 100.00 | 197.70 |
| 12-01-11 | 12-01-11 | 6,714.56 | FNMA Pool #889390 6.000% Due 03-01-23 | 100.00 | 6,714.56 |
| 12-01-11 | 12-01-11 | 3,299.50 | FNMA Pool #890042 5.500% Due 07-01-22 | 100.00 | 3,299.50 |
| 12-01-11 | 12-01-11 | 4,553.81 | FNMA Pool #928613 6.000% Due 08-01-22 | 100.00 | 4,553.81 |
| 12-01-11 | 12-01-11 | 2,357.40 | FNMA Pool #944122 5.500% Due 07-01-22 | 100.00 | 2,357.40 |
| 12-01-11 | 12-01-11 | 2,562.53 | FNMA Pool #952248 5.500% Due 11-01-22 | 100.00 | 2,562.53 |
| 12-01-11 | 12-01-11 | 1,576.01 | FNMA Pool #956125 5.500% Due 10-01-22 | 100.00 | 1,576.01 |
| 12-01-11 | 12-01-11 | 8,404.47 | FNMA Pool #995461 5.500% Due 12-01-23 | 100.00 | 8,404.47 |
| 12-01-11 | 12-01-11 | 7,675.23 | FNMA Pool #AD0662 5.500% Due 01-01-25 | 100.00 | 7,675.23 |
| 12-25-11 | 12-25-11 | 34.16 | BALTA 2006-1 22A1 5.318% Due 02-25-36 | 100.00 | 34.16 |
| | | | | | <hr/> 250,015.76 |

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