

SCHEDULE OF INVESTMENTS & DEPOSITS

June 30, 2010

(expressed in thousands)

REPURCHASE AGREEMENTS

(28.9% of Total Portfolio)

Principal	Dealer	Date of Maturity	Yield Percentage	Description of Collateral	Amortized Cost
\$ 200,000	BNP Paribas	7/1/2010	0.1400	U.S. Treasury Securities	\$ 200,000
100,000	Morgan Stanley Smith Barney	7/1/2010	0.1200	U.S. Treasury Securities	100,000
300,000	JP Morgan Chase	7/2/2010	0.1600	U.S. Treasury Securities	300,000
300,000	Barclays Capital Inc.	7/6/2010	0.2100	U.S. Agency Securities	300,000
300,000	Morgan Stanley Smith Barney	7/6/2010	0.2100	U.S. Treasury Securities	300,000
300,000	RBS Securities Inc.	7/6/2010	0.1600	U.S. Treasury Securities	300,000
300,000	JP Morgan Chase	7/6/2010	0.1600	U.S. Treasury Securities	300,000
300,000	RBS Securities Inc.	7/8/2010	0.1600	U.S. Treasury Securities	300,000
300,000	Deutsche Bank	7/15/2010	0.1600	U.S. Treasury Securities	300,000
200,000	Barclays Capital Inc.	7/15/2010	0.1600	U.S. Agency Securities	200,000
\$2,600,000		Total Repurchase Agreements			\$ 2,600,000

(Continued)

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CERTIFICATES OF DEPOSIT

(0.4% of Total Portfolio)

Face Amount	Issuer	Date of Maturity	Yield Percentage	Historical Cost
\$ 25,000	Sterling Savings Bank	8/18/2010	0.3000	\$ 25,000
3,000	UniBank	9/13/2010	0.5500	3,000
10,000	Umpqua Bank	1/5/2011	0.8000	10,000
\$ 38,000	Total Certificates of Deposit			\$ 38,000

(Continued)

INTEREST BEARING BANK DEPOSITS

(8.1% of Total Portfolio)

Face Amount	Issuer	Yield Percentage	Historical Cost
\$ 380,353	U.S. Bank National Association	0.2000	\$ 380,353
24,926	Umpqua Bank	0.7500	24,926
278,454	KeyBank National Association	0.2500	278,454
45,160	Sterling Savings Bank	0.3000	45,160
\$ 728,893	Total Interest Bearing Bank Deposits		\$ 728,893

(Continued)

NEGOTIABLE ORDER OF WITHDRAWAL (NOW) ACCOUNTS

(1.1% of Total Portfolio)

Face Amount	Issuer	Yield Percentage	Historical Cost
\$ 15,113	Heritage Bank	0.5000	\$ 15,113
434	Whidbey Island Bank	0.5000	434
14,726	First Citizens Bank & Trust Co	0.6500	14,726
27,141	The Cowlitz Bank	0.5000	27,141
40,021	Union Bank, N.A.	0.4500	40,021
\$ 97,435	Total NOW Accounts		\$ 97,435

(Continued)

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U.S. AGENCY SECURITIES

(56.5% of Total Portfolio)

Principal	Description	Date of Maturity	Yield Percentage	Amortized Cost
U. S. Agency Callable Securities				
\$ 50,000	Federal Home Loan Bank	6/16/2011	0.7000	\$ 50,000
25,000	Federal Home Loan Bank	6/21/2011	0.7500	25,000
<u>\$ 75,000</u>	Total U.S. Agency Callable Securities			<u>\$ 75,000</u>

(Continued)

Principal	Description	Date of Maturity	Yield Percentage	Amortized Cost
U. S. Agency Variable Rate Notes				
\$ 50,000	Federal Home Loan Mortgage Corp.	1/14/2011	0.3298	\$ 49,987
50,000	Federal Home Loan Mortgage Corp.	2/1/2011	0.1622	50,013
47,000	Federal Farm Credit Bank	2/14/2011	0.3595	46,988
50,000	Federal Farm Credit Bank	2/22/2011	0.2320	50,000
50,000	Federal Home Loan Mortgage Corp.	3/9/2011	0.5897	50,006
50,000	Federal Farm Credit Bank	5/18/2011	0.3780	50,027
50,000	Federal Farm Credit Bank	6/27/2011	0.2520	50,000
50,000	Federal Farm Credit Bank	7/20/2011	0.4421	49,998
50,000	Federal Farm Credit Bank	8/3/2011	0.4409	50,000
50,000	Federal Farm Credit Bank	8/3/2011	0.4456	49,997
50,000	Federal Farm Credit Bank	8/3/2011	0.4456	49,997
50,000	Federal Farm Credit Bank	9/1/2011	0.4238	50,000
90,000	Federal Farm Credit Bank	9/15/2011	0.3501	90,044
<u>\$ 687,000</u>	Total U.S. Agency Variable Rate Notes			<u>\$ 687,057</u>

(Continued)

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U.S. AGENCY SECURITIES (Continued)

Principal	Description	Date of Maturity	Yield Percentage	Amortized Cost
U. S. Agency Floating Rate Notes				
\$ 50,000	Federal Farm Credit Bank	7/7/2010	0.9500	\$ 50,000
50,000	Federal Farm Credit Bank	9/17/2010	0.8400	50,000
50,000	Federal National Mortgage Assoc.	10/22/2010	0.6800	50,000
50,000	Federal National Mortgage Assoc.	10/22/2010	0.6800	50,000
50,000	Federal National Mortgage Assoc.	10/22/2010	0.5706	50,017
50,000	Federal Home Loan Bank	11/1/2010	0.5700	50,000
100,000	Federal Home Loan Bank	11/8/2010	0.6814	99,996
50,000	Federal Farm Credit Bank	11/12/2010	0.2814	50,080
50,000	Federal Home Loan Bank	11/15/2010	0.3800	49,998
25,000	Federal Farm Credit Bank	2/17/2011	0.7402	25,003
50,000	Federal Farm Credit Bank	3/16/2011	0.9400	50,000
50,000	Federal Farm Credit Bank	3/16/2011	0.9400	50,000
100,000	Federal Farm Credit Bank	3/23/2011	0.2697	99,986
50,000	Federal Farm Credit Bank	5/6/2011	0.2656	49,963
50,000	Federal Home Loan Bank	6/7/2011	0.2600	49,995
50,000	Federal Farm Credit Bank	7/12/2011	0.2700	49,984
50,000	Federal Farm Credit Bank	7/12/2011	0.2500	49,995
50,000	Federal Farm Credit Bank	7/27/2011	0.5000	50,000
50,000	Federal Farm Credit Bank	7/27/2011	0.5000	50,000
50,000	Federal Farm Credit Bank	8/17/2011	0.3700	50,000
50,000	Federal Farm Credit Bank	8/17/2011	0.3699	49,989
50,000	Federal Farm Credit Bank	11/4/2011	0.2400	49,993
50,000	Federal Farm Credit Bank	11/4/2011	0.2400	49,993
50,000	Federal Farm Credit Bank	11/4/2011	0.2500	49,987
50,000	Federal Home Loan Mortgage Corp.	11/21/2011	0.3698	49,972
50,000	Federal Farm Credit Bank	11/23/2011	0.2500	49,986
50,000	Federal Home Loan Bank	11/28/2011	0.4198	49,975
<u>\$ 1,425,000</u>	Total U.S. Agency Floating Rate Notes			<u>\$ 1,424,912</u>
(Continued)				

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U.S. AGENCY SECURITIES (Continued)

Principal	Description	Date of Maturity	Yield Percentage	Amortized Cost
U. S. Agency Discount Notes				
\$ 50,000	Federal National Mortgage Assoc.	8/9/2010	0.2131	\$ 49,989
100,000	Federal National Mortgage Assoc.	8/23/2010	0.2436	99,965
100,000	Federal National Mortgage Assoc.	8/23/2010	0.2436	99,965
100,000	Federal Home Loan Mortgage Corp.	8/23/2010	0.1927	99,972
100,000	Federal National Mortgage Assoc.	8/25/2010	0.1927	99,971
100,000	Federal National Mortgage Assoc.	8/25/2010	0.1927	99,971
50,000	Federal National Mortgage Assoc.	8/25/2010	0.1927	49,985
100,000	Federal National Mortgage Assoc.	8/25/2010	0.1927	99,971
100,000	Federal Home Loan Mortgage Corp.	8/30/2010	0.1876	99,969
100,000	Federal Home Loan Bank	9/1/2010	0.2029	99,966
100,000	Federal National Mortgage Assoc.	9/1/2010	0.1927	99,967
50,000	Federal Home Loan Mortgage Corp.	9/20/2010	0.2894	49,968
50,000	Federal Home Loan Mortgage Corp.	9/20/2010	0.2894	49,968
50,000	Federal National Mortgage Assoc.	9/22/2010	0.2894	49,967
50,000	Federal Home Loan Mortgage Corp.	9/27/2010	0.2945	49,965
50,000	Federal Home Loan Mortgage Corp.	9/27/2010	0.2131	49,974
50,000	Federal Home Loan Mortgage Corp.	10/4/2010	0.3046	49,960
50,000	Federal National Mortgage Assoc.	10/6/2010	0.2995	49,960
50,000	Federal National Mortgage Assoc.	10/6/2010	0.2995	49,960
100,000	Federal Home Loan Mortgage Corp.	10/12/2010	0.2792	99,921
100,000	Federal National Mortgage Assoc.	10/13/2010	0.2843	99,919
200,000	Federal Home Loan Mortgage Corp.	10/20/2010	0.2537	199,846
200,000	Federal National Mortgage Assoc.	11/3/2010	0.3046	199,792
50,000	Federal National Mortgage Assoc.	11/3/2010	0.2944	49,950
100,000	Federal Home Loan Bank	11/5/2010	0.2944	99,898
100,000	Federal Home Loan Mortgage Corp.	11/8/2010	0.2944	99,895
98,200	Federal National Mortgage Assoc.	11/10/2010	0.2944	98,096

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U.S. AGENCY SECURITIES (Continued)

Principal	Description	Date of Maturity	Yield Percentage	Amortized Cost
U. S. Agency Discount Notes (Continued)				
\$ 100,000	Federal Home Loan Bank	11/24/2010	0.3046	\$ 99,878
100,000	Federal National Mortgage Assoc.	12/1/2010	0.2995	99,875
50,000	Federal National Mortgage Assoc.	12/1/2010	0.2944	49,938
100,000	Federal National Mortgage Assoc.	12/1/2010	0.2538	99,894
50,000	Federal National Mortgage Assoc.	2/1/2011	0.3148	49,907
50,000	Federal Home Loan Bank	2/15/2011	0.3861	49,879
50,000	Federal National Mortgage Assoc.	3/1/2011	0.4269	49,858
25,000	Federal National Mortgage Assoc.	5/2/2011	0.5190	24,892
25,000	Federal Home Loan Bank	6/1/2011	0.5293	24,879
<u>\$ 2,898,200</u>	Total U.S. Agency Discount Notes			<u>\$ 2,895,730</u>
(Continued)				
<u>\$ 5,085,200</u>	Total U.S. Agency Securities			<u>\$ 5,082,699</u>
(Continued)				

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U.S. TREASURY SECURITIES

(5.0% of Total Portfolio)

Principal	Description	Date of Maturity	Yield Percentage	Amortized Cost
U.S. Treasury Bills				
\$ 50,000	U.S. Treasury Bills	9/23/2010	0.2490	\$ 49,971
100,000	U.S. Treasury Bills	12/2/2010	0.1830	99,923
100,000	U.S. Treasury Bills	12/2/2010	0.1776	99,925
50,000	U.S. Treasury Bills	12/2/2010	0.1880	49,961
50,000	U.S. Treasury Bills	12/2/2010	0.1930	49,959
50,000	U.S. Treasury Bills	12/23/2010	0.2080	49,950
50,000	U.S. Treasury Bills	12/23/2010	0.2060	49,951
<u>\$ 450,000</u>	Total U.S. Treasury Bills			<u>\$ 449,640</u>
(Continued)				
<u>\$ 450,000</u>	Total U.S. Treasury Securities			<u>\$ 449,640</u>
(Continued)				
<u>\$ 8,999,528</u>	Total Investments & Deposits			<u>\$ 8,996,667</u>
(Concluded)				