

**GRAYSON COUNTY COLLEGE**  
**INVESTMENT REPORT FOR THE QUARTER ENDED AUGUST 31, 2007**

The attached investment report details the investments held by Grayson County College at August 31, 2007. The college was in compliance with its investment policy and with applicable state law at that date.

During the quarter, the college deposited \$1,000,000 in a high yield savings account at Chase Bank and an additional \$2,000,000 in the TexStar local government investment pool. These investments provide competitive yields and outstanding liquidity. Four agency securities with a total par amount of \$3,000,000 matured during the quarter, as did a corporate bond with a par value of \$125,000. The college purchased one agency security with a par amount of \$1,000,000.

At August 31, the over-all yield on the portfolio was 4.91%, the weighted average number of days to maturity was 97, and the total fair market value of the portfolio was \$20,787,619. These compare to May 31 totals of 4.83%, 128 days and \$21,390,304, respectively.

In compliance with the board's decision at their August meeting, the endowment funds will be transferred from the college to the foundation, effective as of September 1, 2007. Therefore, this is the last quarterly investment report that will reflect those funds.

This report meets the requirements of the Public Funds Investment Act and the college's investment policy.



Giles Brown  
Investment Officer and  
VP for Business Services  
Grayson County College

10/14/07  
Date

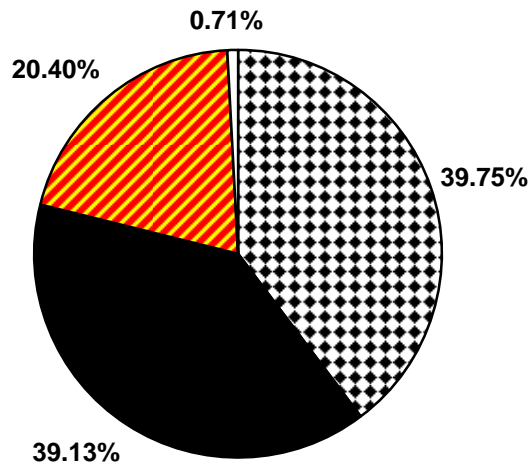
**GRAYSON COUNTY COLLEGE  
SCHEDULE OF INVESTMENTS  
FOR QUARTER ENDED AUGUST 31, 2007**

<u>Description</u>	<u>Investment Type</u>	<u>Yield</u>	<u>Maturity</u>	<u>Cost Basis</u>	<u>FMV 5/31/2007</u>	<u>Maturities</u>	<u>Sales/ Withdrawals</u>	<u>Additions/ Purchases</u>	<u>Changes in Market Value</u>	<u>FMV 08/31/07</u>
<b><u>Endowment</u></b>										
Federal Home Loan MC	Agency	3.10%	7/23/2008	\$ 200,000	\$ 195,146	-	-	-	1,568	196,714
Federal Home Loan Bond	Agency	3.25%	3/24/2008	194,736	196,750	-	-	-	1,094	197,844
Federal Home Loan Bond	Agency	3.40%	12/26/2008	193,250	194,500	-	-	-	1,750	196,250
Federal Home Loan Bond	Agency	4.50%	6/11/2010	192,800	194,625	-	-	-	2,376	197,001
Federal National Mortgage	Agency	5.00%	10/15/2011	201,366	198,750	-	-	-	3,125	201,875
Federal Home Loan MC	Agency	4.75%	11/3/2009	199,416	198,313	-	-	-	1,843	200,156
Federal Home Loan Bond	Agency	5.25%	2/26/2009	50,000	49,914	-	-	-	125	50,039
Federal Home Loan Bond	Agency	5.24%	2/21/2008	100,000	99,922	-	-	-	32	99,954
Intl Lease Fin	Corporate Bond	5.63%	6/1/2007	130,243	125,000	125,000	-	-	-	-
Morgan Stanley	Corporate Bond	3.63%	4/1/2008	150,032	147,950	-	-	-	244	148,194
A P Cash Management	Oth MMF/ Pools	5.10%	N/A		266,939	-	-	146,696	-	413,635
High Yield Savings Account		5.25%	N/A		-	-	-	1,000,000	-	1,000,000
Repurchase Agreement	Repurchase Agreements	4.45%	N/A		1,190,377	-	961,330	-	-	229,047
					<u>3,058,186</u>	<u>125,000</u>	<u>961,330</u>	<u>1,146,696</u>	<u>12,157</u>	<u>3,130,709</u>
<b><u>Unrestricted</u></b>										
Federal Home Loan MC	Agency	3.00%	7/22/2008	492,500	487,460	-	-	-	5,030	492,490
Federal Home Loan MC	Agency	4.00%	10/21/2009	500,000	487,120	-	-	-	5,580	492,700
Federal Home Loan MC	Agency	3.55%	11/15/2007	500,000	495,735	-	-	-	2,725	498,460
Federal Home Loan Bond	Agency	3.00%	7/27/2007	500,000	498,125	500,000	-	-	1,875	-
Federal Home Loan Bond	Agency	3.30%	4/28/2008	500,000	491,095	-	-	-	3,905	495,000
Federal National Mortgage Disc	Agency	5.70%	10/19/2007	961,096	980,100	-	-	-	13,000	993,100
Repurchase Agreement	Repurchase Agreements	4.45%	N/A		78,873	-	78,873	-	-	-
High Yield Savings Account	Savings	5.25%	N/A		7,041,743	-	-	92,693	-	7,134,436
					<u>10,560,251</u>	<u>500,000</u>	<u>78,873</u>	<u>92,693</u>	<u>32,115</u>	<u>10,106,186</u>
<b><u>Auxillary</u></b>										
Federal Home Loan Bank Disc.	Agency	5.08%	12/21/2007	476,472	485,700	-	-	-	6,600	492,300
Repurchase Agreement	Repurchase Agreements	4.45%	N/A		416,246	-	145,514	-	-	270,732
					<u>901,946</u>	<u>-</u>	<u>145,514</u>	<u>-</u>	<u>6,600</u>	<u>763,032</u>
<b><u>Plant</u></b>										
Federal National Mortgage Disc	Agency	5.15%	7/20/2007	729,788	744,675	750,000	-	-	5,325	-
Federal National Mortgage Disc	Agency	5.19%	6/26/2007	732,083	747,225	750,000	-	-	2,775	-
Federal National Mortgage Disc	Agency	5.13%	8/20/2007	968,914	988,500	1,000,000	-	-	11,500	-
Federal National Mortgage Disc	Agency	5.17%	11/7/2007	1,463,250	1,466,100	-	-	-	19,800	1,485,900
Federal National Mortgage Disc	Agency	4.74%	11/16/2007	988,413	-	-	-	988,413	987	989,400
Federal Home Loan Bank Disc.	Agency	5.09%	12/21/2007	952,944	971,400	-	-	-	13,200	984,600
Repurchase Agreement	Repurchase Agreements	4.45%	N/A		1,560,153	-	532,815	-	-	1,027,338
TexStar	Investment Pool	5.25%	N/A		61,456	-	-	2,001,687	-	2,063,143
					<u>6,539,509</u>	<u>2,500,000</u>	<u>532,815</u>	<u>2,990,100</u>	<u>53,587</u>	<u>6,550,381</u>
<b><u>Agency</u></b>										
Repurchase Agreement	Repurchase Agreements	4.45%	N/A		330,412	-	93,102	-	-	237,310
					<u>\$ 21,390,304</u>	<u>\$ 3,125,000</u>	<u>\$ 1,811,634</u>	<u>\$ 4,229,489</u>	<u>\$ 104,459</u>	<u>\$ 20,787,619</u>

**GRAYSON COUNTY COLLEGE  
TYPES OF INVESTMENTS  
August 31, 2007**

	<b>Fair Market Value at August 31, 2007</b>	<b>Weighted Average Yield</b>
Government Agencies	\$ 8,263,781	4.59%
Savings	8,134,436	5.25%
Pools and Repurchase Agreements	4,241,205	4.90%
Corporate Bonds	148,194	3.63%
	<u>\$ 20,787,617</u>	4.91%

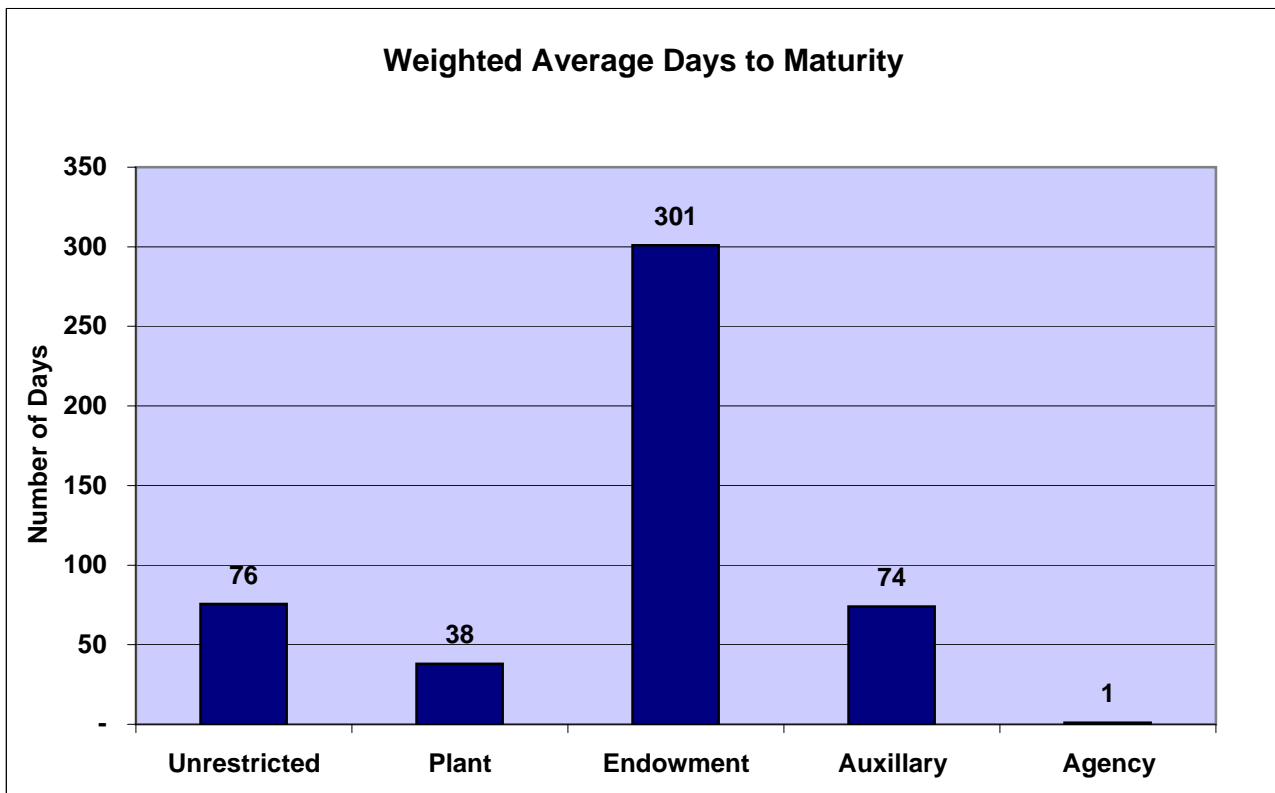
**Fair Market Value of Investments by Type**



Government Agencies
  Savings
  Pools and Repurchase Agreements
  Corporate Bonds

**GRAYSON COUNTY COLLEGE  
WEIGHTED AVERAGE MATURITY  
August 31, 2007**

	<b>Fair Market Value at August 31, 2007</b>	<b>Weighted Average Days to Maturity</b>
<b>Unrestricted</b>	\$ 10,106,186	76
<b>Plant</b>	6,550,381	38
<b>Endowment</b>	3,130,709	301
<b>Auxillary</b>	763,032	74
<b>Agency</b>	237,310	1
	\$ 20,787,619	97



**GRAYSON COUNTY COLLEGE  
MATURITIES AND PURCHASES**

**Maturities**

		<u>Yield</u>	<u>Maturity</u>	<u>Par Value</u>
International Lease Finance Corp.	Corporate Bond	5.63%	6/1/2007	\$ 125,000
Federal Home Loan	U.S. Government Agency	3.00%	7/27/2007	500,000
Federal National Mortgage	U.S. Government Agency	5.15%	7/20/2007	750,000
Federal National Mortgage	U.S. Government Agency	5.19%	6/26/2007	750,000
Federal National Mortgage	U.S. Government Agency	5.13%	8/20/2007	1,000,000
				<u>\$ 3,125,000</u>

**Purchases/Deposits**

		<u>Yield</u>	<u>Maturity</u>	<u>Purchase Price</u>
A P Cash Management	Money Market Fund	5.70%	N/A	\$ 146,696
Chase Bank	High Yield Savings	5.25%	N/A	1,000,000
TexStar	Investment Pool	5.25%	N/A	2,000,000
Federal National Mortgage Disc	U.S. Government Agency	4.74%	11/16/2007	988,413
				<u>\$ 4,135,109</u>

**Repurchase Agreement**

		<u>Yield</u>	<u>Maturity</u>	<u>Net Decrease</u>
Chase Bank	Overnight Repurchase Agreement	4.50%	N/A	\$1,811,634